

PRESS RELEASE

ARA HARMONY FUND ACHIEVES IRR OF 64.8% FOR INVESTORS

12 August 2011 – ARA Asset Management Limited (“ARA” or the “Group”), a leading Asian real estate fund manager, is pleased to announce the divestment of the interests of the private investors in the ARA Harmony Fund. The ARA Harmony Fund is a private real estate fund established by ARA in September 2009 to acquire the Suntec Singapore International Convention & Exhibition Centre. On completion, the fund will achieve an overall internal rate of return (“IRR”) of 64.8% and an equity multiple of 2.2 times¹ for the investors.

This sterling achievement follows the strong performance of the Al-Islami Far Eastern Real Estate Fund, ARA’s first private real estate fund and Asia’s first Shariah-compliant private real estate fund, which was divested in October 2007 with an unlevered IRR of 23.7%.

ARA Group CEO Mr John Lim commented: “We always strive to deliver solid returns to our investors and are thrilled by the results achieved for the investors in the ARA Harmony Fund. This impressive achievement is a demonstration of the ability and depth of expertise of our private real estate funds platform. We continue to see opportunities in our key markets and despite the potential near term headwinds, we believe the long term prospects for our private real estate funds business remain robust.”

This transaction is expected to contribute approximately 1.4 Singapore cents to ARA’s earnings per share for the financial quarter ending 30 September 2011.

– End of Release –

¹ Before performance fees.

About ARA Asset Management Limited

ARA, an affiliate of the Cheung Kong group, is a real estate fund management company listed on the main board of the Singapore Exchange. ARA's business is focused on the following primary segments:

- (a) REITs – The Group is one of the largest REIT managers in Asia ex-Japan and currently manages six REITs listed in three countries namely, Fortune REIT dual-listed in Singapore and Hong Kong, Suntec REIT and Cache Logistics Trust listed in Singapore, Hui Xian REIT and Prosperity REIT listed in Hong Kong and AmFIRST REIT listed in Malaysia;
- (b) Private real estate funds – The Group manages several private funds investing in real estate in Asia;
- (c) Real estate management services – The Group provides property management services and manages the award-winning Suntec Singapore International Convention & Exhibition Centre; and
- (d) Corporate finance advisory services – The Group has an in-house advisory arm providing corporate finance advisory services to related corporations.

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This announcement may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of uncertainties, risks and assumptions. Representative examples of these factors include but are not limited to general market and economic conditions, interest rate trends, competition from other real estate investors, changes in operating expenses including employee wages and benefits, changes in government policies, and the continued availability of financing in the amounts and terms necessary to support future business. You are cautioned not to place undue reliance on any of the forward-looking statements in this announcement, which are based on the current view of management on future events.