


| Miscellaneous | |
|---|---------------------------|
| * Asterisks denote mandatory information | |
| Name of Announcer * | CITY DEVELOPMENTS LIMITED |
| Company Registration No. | 196300316Z |
| Announcement submitted on behalf of | CITY DEVELOPMENTS LIMITED |
| Announcement is submitted with respect to * | CITY DEVELOPMENTS LIMITED |
| Announcement is submitted by * | Enid Ling Peek Fong |
| Designation * | Company Secretary |
| Date & Time of Broadcast | 05-Feb-2007 17:13:31 |
| Announcement No. | 00047 |

>> Announcement Details
 The details of the announcement start here ...

Announcement Title * Interested Person Transactions - Provision of Loans to Joint Ventures

Description Please refer to the attached file on the above.

Attachments:
 CDLannc_050207.pdf
 Total size = **24K**
 (2048K size limit recommended)

INTERESTED PERSON TRANSACTIONS – PROVISION OF LOANS TO JOINT VENTURES

Pursuant to Rule 916(3) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“SGX-ST”), the Directors of City Developments Limited (the “Company” or “CDL”) wish to announce that the Company, its subsidiaries and associated companies over which the Company, its subsidiaries and/or interested persons have control (collectively, the CDL entities-at-risk shall be referred to hereinafter as the “CDL EAR Group”), have during the financial year ended 31 December 2006:

- i. extended shareholders’ loans to joint ventures and/or joint venture companies in which its interested persons also have an interest; and
- ii. where the Company’s subsidiaries and associated companies are joint venture companies, received shareholders’ loans from its interested persons having an interest in such joint venture companies, (collectively, the “Shareholders’ Loans”).

The interested persons in these joint ventures are all associates of Hong Leong Investment Holdings Pte. Ltd. (“HLIH”), being subsidiaries of HLIH and/or companies in which HLIH and its subsidiaries have an aggregate interest of 30% or more (collectively, the HLIH interested persons shall be referred to hereinafter as the “HLIH IP Group”). The Directors of CDL consider HLIH, a controlling shareholder of CDL, to be CDL’s immediate and ultimate holding company.

The aggregate value of all new Shareholders’ Loans extended in accordance with Rule 916(3) during the financial year ended 31 December 2006 and where applicable, the interest accrued during the said financial year on Shareholders’ Loans (excluding any transactions less than \$100,000) amounted to \$18,221,475.00.

All of the Shareholders’ Loans referred to in this Announcement have been extended by all the joint venture parties or shareholders in proportion to their equity interest in the joint venture and on the same terms and conditions, including the interest rate, if any, accrued or to be accrued on the Shareholders’ Loans. None of the HLIH IP Group has an existing equity interest in the joint ventures prior to the participation of the CDL EAR Group in the joint ventures.

The Audit Committee of CDL has reviewed the grant of these Shareholders’ Loans and is of the view that:

- a. the provision of the Shareholders’ Loans is not prejudicial to the interests of the Company and its minority shareholders; and
- b. the risks and rewards of each of the joint ventures are in proportion to the equity interest of each joint venture party and the terms for the provision of the Shareholders’ Loans are not prejudicial to the interests of the Company and its minority shareholders.

The value of all transactions entered into with the HLIH IP Group (which includes the Shareholders' Loans and applicable accrued interest) in the financial year ended 31 December 2006 is \$29,330,581.80*. The total value of all interested person transactions entered into by the CDL EAR Group for the financial year ended 31 December 2006 is \$81,849,961.80*¹.

* *The aggregate value indicated in the above paragraph excludes transactions less than \$100,000.00 and transactions conducted under the IPT Mandate pursuant to Rule 920.*

¹ *Includes the value of transactions of \$52,399,380.00 being sale of property units to relatives of Directors of CDL which was announced during the year pursuant to Rule 910.*

The following Directors of CDL are also directors in one or more companies within the HLIH IP Group:

- Messrs Kwek Leng Beng, Kwek Leng Joo, Chow Chiok Hock, Kwek Leng Peck and Han Vo-Ta.

Save as disclosed above, none of the Directors of CDL has any interest direct or indirect in the aforesaid transactions.

By Order of the Board

Shufen Loh @ Catherine Shufen Loh
Enid Ling Peek Fong
Company Secretaries
5 February 2007