

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
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>> **Announcement Details**

The details of the announcement start here ...

Announcement Title * Notification on Changes in Subsidiaries and Associated Companies

Description Please find attached the announcement relating to the above.

Attachments
 CDLann_170908.pdf
Total size = **34K**
(2048K size limit recommended)

CITY DEVELOPMENTS LIMITED

(Co. Reg. No. 196300316Z)

NOTIFICATION ON CHANGES IN SUBSIDIARIES AND ASSOCIATED COMPANIES

The Board of Directors of City Developments Limited ("CDL" or the "Company") wishes to announce the following changes in subsidiaries and associated companies within the Millennium & Copthorne Hotels plc ("M&C") Group and City e-Solutions Limited ("CES") Group:

1. Incorporation/Acquisition of New Subsidiaries and Associated Companies

(i) M&C Group

- (a) M&C (India) Holdings Pte. Ltd., an indirect wholly-owned subsidiary of M&C, has recently acquired a 60% interest in M and C Rakindo Hospitality Private Limited, a company incorporated in India. Its principal activities are development, ownership and management of hotels.
- (b) Idea Valley Investment Holdings Ltd ("Idea Valley"), a subsidiary of First Sponsor Capital Limited, in turn an associated company of M&C, has on 23 April 2008 acquired a wholly-owned subsidiary incorporated in Singapore known as Gaeronic Pte Ltd ("GPL"). The principal activity of GPL is that of investment holdings.
- (c) Idea Valley has recently acquired a 100% interest in First Sponsor Investment Limited ("First Sponsor"), Idea Valley No. 1 Company Limited, and Idea Valley No. 2 Company Limited, companies incorporated in Hong Kong with issued share capital of HK\$1 each and whose principal activities are those of investment holdings.
- (d) First Sponsor has on 2 May 2008 incorporated three wholly-owned subsidiaries in Hong Kong known as Idea Valley No. 3 Company Limited, Idea Valley No. 4 Company Limited and Idea Valley No. 5 Company Limited. The principal activity of each company is investment holdings.

(ii) CES Group

- (a) MindChamps Holdings Pte. Ltd. ("MindChamps Holdings"), a jointly-controlled entity of CES, has on 14 February 2008 incorporated a wholly-owned subsidiary in Singapore known as MindChamps Preschool Pte. Limited whose principal activity is the provision of preschool educational services.
- (b) MindChamps Holdings has on 8 May 2008 incorporated a wholly-owned subsidiary in Singapore known as MindChamps Singapore Pte. Limited whose principal activities are to develop programs to maximise the mind and teaching the art of learning and investment holdings.
- (c) Tune Hospitality Investments FZCO, an associated company of CES has incorporated two wholly-owned subsidiaries in the British Virgin Islands known as THI Indonesia Limited and THI Philippines Limited on 27 November 2007 and 13 February 2008 respectively. The principal activities of both companies are investment holdings.

2. **Increase in shareholding in Hong Leong Hotel Development Limited (“HLHDL”)**

Pursuant to the acquisition of 2,928,787 HLHDL shares on 24 June 2008 by Hong Leong International Hotel (Singapore) Pte. Ltd. (“HLIH(S)”), a subsidiary of M&C, the shareholdings of HLIH(S) in HLHDL has increased from 82.06% to 83.63%.

3. **Increase in shareholding in CDL Investments New Zealand Limited (“CDLI”)**

Pursuant to a dividend reinvestment plan, CDLI has on 9 May 2008 allotted and issued 10,199,827 shares to Millennium & Copthorne Hotels New Zealand Limited (“M&CHNZ”), a subsidiary of M&C, upon M&CHNZ’s election to receive its dividends in the form of new shares.

Consequent upon the said allotment of shares, the shareholdings of M&CHNZ in CDLI increased from 64.32% to 65.16%.

4. **Changes in Shareholding Interest in Subsidiary Company, Grand Plaza Hotel Corporation (“GPHC”)**

The Philippine Fund Limited (“TPFL”) and Zatrio Pte Ltd (“ZPL”) have accepted GPHC’s shares buyback offer (“GPHC’s offer”) for the purchase of part of their shareholdings in GPHC. GPHC is a subsidiary within the M&C Group.

GPHC’s offer was made to all shareholders of GPHC based on the buyback ratio of one share for every twenty-five shares held by each shareholder in the share capital of GPHC at the price of Philippine Pesos 50 per share.

Following the acceptance of GPHC’s offer, the M&C Group’s shareholding in GPHC is as follows:-

	<u>TPFL</u> No. of Shares of P10 each	% shareholding	<u>ZPL</u> No. of shares of P10 each	% shareholding
Shareholding Before Acceptance of GPHC’s offer	38,179,375	54.18% *	23,309,232	33.08% *
Shares Sold Back to GPHC	(1,507,174)	-	(932,369)	-
Total Shareholdings After Acceptance of GPHC’s offer	36,672,201	54.20% **	22,376,863	33.07% **

* percentage based on the issued and paid up share capital of 70,462,058 shares (net of treasury stocks)

** percentage based on the issued and paid up share capital of 67,664,512 shares (net of treasury stocks)

By Order of the Board

Enid Ling Peek Fong
Company Secretary

Date : 17 September 2008