

General AnnouncementReference No **GG-110304-66126**

Company Name : **GUOCOLAND (MALAYSIA) BERHAD**
 Stock Name : **GUOCO**
 Date Announced : **04/03/2011**

Type : **Announcement**
 Subject : **OTHERS**

Description : **DISPOSAL OF LAND BY AN ASSOCIATED COMPANY**

Announcement Details/Table Section :

GuocoLand (Malaysia) Berhad ("GLM" or the "Company") wishes to announce that Perbadanan Kemajuan Negeri Melaka ("PKNM") had, on 4 March 2011, accepted an offer from Continental Estates Sdn Bhd ("CESB"), a 50% associated company of GLM, for the proposed sale of a piece of land located in Mukim and District of Jasin, Melaka measuring approximately 500 acres ("Said Land") to PKNM for a cash consideration of RM45 million (the "Proposed Disposal").

CESB is principally a property development company and engaged in operation of an oil palm estate.

PKNM is a statutory body established under the State Economic Development Corporation Melaka, Enactment No 1, 1971. (Source: <http://www.pknm.com>)

The Proposed Disposal will enable CESB to realise its investment in the Said Land. The consideration for the Proposed Disposal will be utilised by CESB for working capital and repayment of borrowings.

The Proposed Disposal will not have any effect on the issued and paid-up share capital and substantial shareholders' shareholdings of the Company, nor is it expected to have any material effect on the gearing of the GLM Group. The Proposed Disposal is expected to result in a gain of approximately RM15.07 million to CESB and approximately RM7.54 million to the GLM Group, contributing to an increase in the net earnings per share and net asset per share of GLM Group of approximately 1.13 sen.

The Proposed Disposal is not subject to the approval of the shareholders of GLM.

None of the directors and major shareholders of the Company and/or any persons connected with them have any interest, direct or indirect, in the Proposed Disposal.

This announcement is dated 4 March 2011.