



(Constituted in the Republic of Singapore pursuant to a trust deed dated 28 November 2005 (as amended))

PAYMENT OF MANAGEMENT FEES BY WAY OF UNITS IN K-REIT ASIA

The Board of Directors of K-REIT Asia Management Limited (the "Company") wishes to announce that the Company, as manager of K-REIT Asia, has today received 387,271 units in K-REIT Asia ("Units") issued at a price of S\$2.5339 per Unit in payment of 100% of its management fees for the period from 1 October 2006 to 31 December 2006.

This mode of paying the Company's management fees in the form of Units is provided for in the trust deed constituting K-REIT Asia.

With this payment, the Company's current holding of Units is 1,489,637 Units.

About K-REIT Asia

K-REIT Asia is a real estate investment trust constituted by the Trust Deed entered into on 28 November 2005 between K-REIT Asia Management Limited as manager of K-REIT Asia and RBC Dexia Trust Services Singapore Limited as trustee of K-REIT Asia. K-REIT Asia was listed on the Singapore Exchange Securities Trading Limited ("SGX-ST") by way of an Introduction on 28 April 2006.

By Order of the Board
K-REIT Asia Management Limited
(Company Registration Number: 200411357K)
As manager of K-REIT Asia

Choo Chin Teck / Jacqueline Ng
Joint Company Secretaries
1 February 2007

<p>The financial adviser for the introduction of the units of K-REIT Asia to the Main Board of the SGX-ST is Deloitte & Touche Corporate Finance Pte Ltd.</p>

Important Notice

The value of units and the income from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by, the Manager or any of its affiliates. An investment in units is subject to investment risks, including the possible loss of the principal amount invested.

Investors have no right to request the Manager to redeem their units while the units are listed. It is intended that Unitholders may only deal in their units through trading on the SGX-ST. Listing on the units on the SGX-ST does not guarantee a liquid market for the units.

The past performance of K-REIT Asia is not necessarily indicative of the future performance of K-REIT Asia.