



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

**ESTABLISHMENT OF S\$1,000,000,000 MULTICURRENCY
MEDIUM TERM NOTE PROGRAMME**

K-REIT Asia Management Limited (the "Company"), as manager of K-REIT Asia ("K-REIT"), wishes to announce that K-REIT Asia MTN Pte. Ltd. (the "Issuer"), a wholly owned subsidiary of RBC Dexia Trust Services Singapore Limited (in its capacity as trustee of K-REIT) (the "K-REIT Trustee"), has established a S\$1,000,000,000 Multicurrency Medium Term Note Programme (the "MTN Programme") and that in connection therewith, K-REIT (through the Company and the K-REIT Trustee) has appointed Citicorp Investment Bank (Singapore) Limited to act as the arranger and dealer of the MTN Programme. The Issuer was incorporated on 24 November 2008 for the sole purpose of acting as the issuer under the MTN Programme.

Under the MTN Programme, the Issuer may, subject to compliance with all relevant laws, regulations and directives, from time to time issue notes in Singapore dollars, United States dollars or any other currency as may be agreed between the relevant dealer of the MTN Programme and the Issuer (the "Notes"). The Notes may be issued in various amounts and tenors, and may bear fixed, floating or variable rates of interest. Hybrid Notes or zero coupon Notes may also be issued under the MTN Programme. Apart from subordinated obligations and priorities created by law, the Notes shall constitute direct, unconditional, unsecured and unsubordinated obligations of the Issuer and shall at all times rank *pari passu* and rateably without any preference or priority among themselves, and *pari passu* with all other present and future unsecured obligations of the Issuer from time to time outstanding. All sums payable in respect of the Notes will be unconditionally and irrevocably guaranteed by the K-REIT Trustee.

The net proceeds arising from the issue of the Notes under the MTN Programme (after deducting issue expenses) will be on-lent by the Issuer to the K-REIT Trustee. It is further intended that the K-REIT Trustee will use the proceeds of each loan advanced by the Issuer towards financing or refinancing acquisitions and/or investments of K-REIT and any asset enhancement works initiated by the K-REIT Trustee or any trust, fund or entity in which the K-REIT Trustee has an interest, on-lending to any trust, fund or entity in which the K-REIT Trustee has an interest, financing the general working capital purposes of the K-REIT Trustee and its subsidiaries (the "Group") and refinancing the borrowings of the Group.

Application has been made to the Singapore Exchange Securities Trading Limited (the "SGX-ST") for permission to deal in and quotation for any Notes which are agreed at the time of issue thereof to be so listed on the SGX-ST. Such permission will be granted when such Notes have been admitted to the Official List of the SGX-ST. The SGX-ST assumes no responsibility for the correctness of any of the statements made or opinions expressed or reports contained herein. Admission to the Official List of the SGX-ST and quotation of any Notes on the SGX-ST is not to be taken as an indication of the merits of the Company, the Issuer, the K-REIT Trustee, their respective subsidiaries, their respective associated companies, the MTN Programme or such Notes.

**BY ORDER OF THE BOARD
K-REIT Asia Management Limited
(Company Registration No. 200411357K)
As manager of K-REIT Asia**

Choo Chin Teck / Jacqueline Ng
Joint Company Secretaries
19 January 2009