



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

PAYMENT OF MANAGEMENT FEE BY WAY OF ISSUE OF UNITS IN K-REIT ASIA

The Board of Directors of K-REIT Asia Management Limited (the "**Company**") wishes to announce that K-REIT Asia has today issued 4,819,121 units in K-REIT Asia ("**Management Fee Units**") at a price of S\$0.6914 per unit as full payment of the management fee due to the Company for the period from 1 October 2008 to 31 December 2008. The issue price per Management Fee Unit is the volume weighted average price for a unit in K-REIT Asia for all trades on the Singapore Exchange Securities Trading Limited ("**SGX-ST**") in the ordinary course of trading for the period of ten business days immediately preceding 31 December 2008.

The payment of the management fee and the manner of making such payment are provided for in the trust deed constituting K-REIT Asia. It is provided in the trust deed that from financial year 2008 and onwards, the Company is entitled to receive its management fee in a combination of units and cash at proportions to its election. For the period from 1 October 2008 to 31 December 2008, the Company has elected to receive its management fee wholly in the form of units in K-REIT Asia.

The Management Fee Units will, pursuant to the Company's instructions, be issued directly to a wholly-owned subsidiary of Keppel Land Limited, K-REIT Asia Investment Pte. Ltd. ("**KRAI**"), as the Company has sold these units to KRAI.

In addition, pursuant to an internal restructuring exercise, the Company has sold its remaining 3,992,451 units in K-REIT Asia to KRAI on 30 January 2009.

As at the date of this announcement, the Company does not have any unitholding in K-REIT Asia and the total number of units in issue in K-REIT Asia is 657,543,286.

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 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
30 January 2009

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 Company, as manager of K-REIT Asia, 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 of 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.