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(Incorporated in the Cayman Islands with limited liability)
(Stock code: 272)

REDEMPTION OF THE US\$500,000,000 8.70% SENIOR NOTES DUE 2017

Reference is made to the announcement of the Company dated 18 November 2014 in relation to, among other things, the offering of US\$500,000,000 8.70% senior notes due 2017 (Common Code 111215367; ISIN XS1112153678) (the "Notes") by Shui On Development (Holding) Limited (the "Issuer") which are guaranteed by Shui On Land Limited (the "Company").

Pursuant to the terms of the indenture dated as of 24 November 2014 (as amended or supplemented from time to time) (the "Indenture"), among the Issuer, the Company and DB Trustees (Hong Kong) Limited as the trustee (the "Trustee"), entered into in connection with the issuance of the Notes, the Company announces today that the Issuer has informed the Trustee and holders of the Notes that:

- (a) it intends to exercise its right of optional redemption pursuant to section 3.02 of the Indenture to redeem all the outstanding Notes with the aggregate principal amount of US\$500,000,000;
- (b) the redemption date shall be 26 July 2017 (the "Redemption Date");

- (c) the redemption price shall equal to 100% of US\$500,000,000 plus the Applicable Premium as of, and the accrued and unpaid interest, if any, to (but excluding) the Redemption Date (the "Redemption Price"). The Applicable Premium shall amount to the greater of (1) 1.00% of the principal amount of the Notes; and (2) the excess of the (A) the present value at the Redemption Date of (x) the principal amount of the Notes at the maturity of the Notes, plus (y) all required remaining scheduled interest payments due on the Notes through the maturity date of the Notes (but excluding accrued and unpaid interest to the Redemption Date), computed using a discount rate equal to the Adjusted Treasury Rate plus 100 basis points, over (B) the principal amount of the Notes on the Redemption Date; and
- (d) Payment of said Notes to be redeemed will be made in accordance with the applicable procedures of Euroclear Bank S.A./N.V. ("Euroclear") and Clearstream Banking, société anonyme, Luxembourg ("Clearstream").

The Issuer will pay to the holders of the Notes the Redemption Price on the Redemption Date and interest on the Notes will cease to accrue on and after the Redemption Date.

The only right of holders of the Notes shall be to receive payment of the Redemption Price upon surrendering to the Principal Paying Agent (as defined in the Indenture) of Notes in accordance with the applicable procedures of Euroclear and Clearstream.

Upon redemption of the outstanding Notes on the Redemption Date, all the Notes will be cancelled and subsequently delisted from the Singapore Exchange Securities Trading Limited in accordance with the procedures thereof.

By Order of the Board
Shui On Land Limited
Vincent H. S. LO
Chairman

Hong Kong, 26 June 2017

At the date of this announcement, the executive directors of the Company are Mr. Vincent H. S. LO (Chairman) and Mr. Douglas H. H. SUNG (Chief Financial Officer); the non-executive director of the Company is Mr. Frankie Y. L. WONG; and the independent non-executive directors of the Company are Sir John R. H. BOND, Dr. William K. L. FUNG, Professor Gary C. BIDDLE, Dr. Roger L. McCARTHY, Mr. David J. SHAW and Mr. Anthony J. L. NIGHTINGALE.

^{*} For identification purposes only