

GUOCO GROUP LIMITED
(Incorporated in Bermuda with limited liability)
(Stock Code: 53)

OVERSEAS REGULATORY ANNOUNCEMENT

(This overseas regulatory announcement is issued pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.)

Please refer to the attached announcement on the next page.

The board of directors of Guoco currently comprises Mr. Quek Leng Chan as Executive Chairman; Mr. Kwek Leng Hai as President, CEO; Mr. Tan Lim Heng and Mr. James Eng, Jr. as executive directors; Mr. Kwek Leng San as non-executive director and Mr. Sat Pal Khattar, Mr. Volker Stoeckel and Mr. Ding Wai Chuen as independent non-executive directors.



Form Version 2.0

General Announcement

Submitted by HLPB on 12-03-2007 06:41:26 PM

Reference No HH-070312-53900

Submitting Merchant Bank :
(if applicable)
Submitting Secretarial Firm Name :
(if applicable)
* Company name : **GuocoLand (Malaysia) Berhad**
* Stock name : **GUOCO**
* Stock code : **1503**
* Contact person : **Ms Tanny Lim Yew Yoke**
* Designation : **Company Secretary**

* Type : **Announcement** Reply to query

* Subject :

GuocoLand (Malaysia) Berhad

- Subscription Of 6,450,000 Units In Tower Real Estate Investment Trust

* Contents :-

GuocoLand (Malaysia) Berhad ("GLM" or the "Company") writes to inform that its wholly-owned subsidiary, HLP Equities Sdn Bhd ("HLP Equities"), had, on 12 March 2007, subscribed for 6,450,000 units in Tower Real Estate Investment Trust ("Tower REIT") ("Subscription Units") for a total cash consideration of RM5,869,500 or RM0.91 per Subscription Unit ("Subscription"). The price of RM0.91 per Subscription Unit was based on the five-day weighted average market price of Tower REIT units up to and including 11 January 2007 as announced by GLM REIT Management Sdn Bhd ("GLM REIT Management") on 12 January 2007. The consideration for the Subscription Units will be wholly financed from internal generated funds.

The Subscription was made pursuant to a private placement of up to 43 million new units in Tower REIT to enable Tower REIT to raise funds to part finance Tower REIT's acquisition of 78.33% of the total share units entitlement and 100% of the car park bays of Menara ING at a total purchase consideration of RM75 million.

The Subscription Units to be issued shall, upon allotment and issue, rank equally in all respects with the existing units of Tower REIT.

HLP Equities currently holds 35,625,000 units in Tower REIT, representing 15% of the issued capital units of Tower REIT. The Subscription will enable GLM and GLM's group of companies ("GLM Group") to maintain its interest in Tower REIT and continue to participate in the potential growth of the real estate investment trust properties.

The Subscription will have no effect on the share capital and substantial shareholdings of GLM. The Subscription is not expected to have a material impact on the GLM Group's net tangible assets and earnings per share for the financial year ending 30 June 2007.

GLM REIT Management, a wholly-owned subsidiary of GLM, is the manager of Tower REIT. Hong Leong Company (Malaysia) Berhad ("HLCM") is a major shareholder of GLM and GLM REIT Management. YBhg Tan Sri Quek Leng Chan, a Director and major shareholder of GLM and HLCM, has direct interest in the shares of GLM. Mr Kwek Leng Seng, a Director of GLM and GLM REIT

Management, has direct interest in the shares of GLM and units of Tower REIT. YBhg Tan Sri Quek Leng Chan and Mr Kwek Leng Seng are brothers. Save as disclosed, the Company is not aware of any of its other Directors, major shareholders and/or persons connected with them, have any interest, direct or indirect, in the Subscription.

The Subscription is not subject to the approval of GLM's shareholders or any governmental authority.

The Board of Directors of the Company, having taken into consideration all aspects of the Subscription, is of the opinion that the Subscription is in the best interest of the GLM Group.

This announcement is dated 12 March 2007.

Tables Section - This section is to be used to create and insert tables. Please make the appropriate reference to the table(s) in the Contents of the Announcement: