



JARDINE CYCLE & CARRIAGE LIMITED

SALE OF SHARES IN SINGAPORE ASSOCIATED COMPANY

Jardine Cycle & Carriage Limited ("JC&C") wishes to announce that it has today sold 762,500 ordinary shares of S\$1.00 each representing 50% of the issued and paid-up capital of Cycle & Carriage Motor Dealer Pte Ltd ("CCMD"), a company incorporated in Singapore.

CCMD was previously a sub-dealer of Mercedes-Benz vehicles in Singapore and ceased its operations last year.

The consideration for the sale of approximately S\$772,000 in cash was arrived at on a willing buyer and willing seller basis, taking into account the net asset value of the shares as at close of business on 17 May 2005.

Following the sale, JC&C ceases to own any shares in CCMD and accordingly, CCMD ceases to be an associated company of JC&C.

The transaction is not expected to have any significant impact on the earnings per share and net tangible assets of the JC&C Group for the current financial year.

The sale is in line with the cessation of CCMD as a sub-dealer of Mercedes-Benz vehicles in Singapore under the terms of the Mercedes-Benz dealer arrangement entered into last year between DaimlerChrysler South East Asia Pte. Ltd and Cycle & Carriage Industries Pte. Limited, a wholly-owned subsidiary of JC&C.

None of the directors or controlling shareholders of JC&C has any interest, direct or indirect, in the above transaction.

Company No. 196900092R

Submitted by Ho Yeng Tat, Group Company Secretary on 18/05/2005 to the SGX