



ANNOUNCEMENT

STRIKING OFF OF SUBSIDIARY

The Board of Directors of ARA Asset Management Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that ARA Strategic Capital (Holdings) Pte Ltd (“**ARA SCH**”), a 75% owned subsidiary of the Company, has made an application to be struck off from the register of the Accounting and Corporate Regulatory Authority of Singapore on 11 March 2011.

ARA SCH was established as the holding company of ARA Strategic Capital I Pte. Ltd. (“**ARA SC I**”), the manager of the ARA Asian Asset Income Fund. Following the transfer of ARA SC I to APN Funds Management Limited, the Group’s strategic partner in Australia in August 2010, ARA SCH has been a dormant company.

The striking off of ARA SCH is not expected to have any material impact on the consolidated net tangible assets per share and earnings per share of the Group for the financial year ending 31 December 2011.

By Order of the Board
ARA ASSET MANAGEMENT LIMITED

Lim Hwee Chiang
Director
11 March 2011