

**NOTIFICATION OF TRANSACTION OF DIRECTOR/PDMR**

MIAMI (October 17, 2006) – Carnival Corporation & plc (NYSE/LSE: CCL; NYSE: CUK) announced that on October 16, 2006 options and share awards were granted to certain of its directors.

Options to purchase Carnival Corporation common stock ("Shares") were granted to certain executive directors under the Carnival Corporation 2002 Stock Plan as follows:

<u>Executive Director</u>	<u>Number of Shares Under Option</u>
Micky Arison	120,000
Howard S. Frank	100,000

These grants were made as part of a wider grant of options to key employees. Including the grants referred to above, Arison holds 1,320,000 options over Shares and Frank holds 660,000 options over Shares.

In addition, awards to non-executive directors were granted under the Carnival Corporation 2001 Outside Director Stock Plan. As provided in that plan, each non-executive director received an award representing 10,000 "points." An option over a Share represents one point and a restricted Share (a "Restricted Share") or a restricted stock unit ("RSU") represents four points. An award may be composed of options over Shares, Restricted Shares, RSU's or a combination thereof. Specifically, grants of options over Shares, Restricted Shares and RSU's were granted to non-executive directors as follows:

<u>Non-Executive Director</u>	<u>Number of Shares Under Option</u>	<u>Number of Restricted Shares</u>	<u>Number of RSUs</u>
Richard G. Capen, Jr.	10,000	--	--
Arnold W. Donald	5,000	--	1,250
Richard J. Glasier	10,000	--	--
Baroness Hogg	--	2,500	--
Modesto A. Maidique	10,000	--	--
Sir John Parker	--	2,500	--
Stuart Subotnick	--	2,500	--
Uzi Zucker	10,000	--	--

Including the grant referred to above, the non-executive directors' total options over Shares and Restricted Share holdings are as follows:

<u>Non-Executive Director</u>	<u>Total Number of Shares Under Options Outstanding</u>	<u>Total Number of Restricted Shares Outstanding</u>	<u>Total Number of RSUs Outstanding</u>
Richard G. Capen, Jr.	74,000	--	--
Arnold W. Donald	44,000	1,250	1,250
Richard J. Glasier	30,000	--	--
Baroness Hogg	--	5,000	--
Modesto A. Maidique	68,000	--	--
Sir John Parker	--	5,000	--
Stuart Subotnick	34,000	5,000	--
Uzi Zucker	43,200	--	--

All of the options over Shares, the Restricted Shares and RSU's become exercisable or vest on a pro-rata basis over a five-year period beginning on the first anniversary of the date of grant. The exercise price of the options over Shares is US\$47.83 per Share.

This notification relates to disclosures made in accordance with Disclosure Rule 3.1.4(R)(1)(a) and Disclosure Rule 3.1.4(R)(1)(b) disclosure made in accordance with section 324 of the Companies Act 1985.

Further details and a copy of the Forms 4, Statement of Changes in Beneficial Ownership of Securities, to be filed today by each director with the U.S. Securities & Exchange Commission, can be found at the SEC web site, [www.sec.gov](http://www.sec.gov), and the Carnival Corporation & plc web site, [www.carnivalcorp.com](http://www.carnivalcorp.com) and [www.carnivalplc.com](http://www.carnivalplc.com).

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