



Melco International Development Limited

新 濠 國 際 發 展 有 限 公 司

(Incorporated in Hong Kong with limited liability)

Website: <http://www.melco.hk.cn>

(Stock Code: 200)

MAJOR TRANSACTIONS DESPATCH OF CIRCULAR

This announcement is made further to the Company's Announcement dated 9 March 2006, the delay in despatch announcements of the Company respectively dated 30 March 2006 and 28 April 2006 and the announcement dated 26 May 2006 in relation to the entering into of a supplemental agreement dated 26 May 2006 in relation to the Memorandum of Agreement entered into on 5 March 2006 between PBL and the Company as described in the Announcement.

The Board wishes to announce that the circular of the Company in respect of the major transactions concerning the entering into of the MOA and the Transactions as described in the Announcement and the further announcement dated 26 May 2006 will be despatched to the Shareholders on 30 May 2006. The Board further wishes to clarify that notwithstanding that it was stated that the Transactions constituted major and connected transactions for the Company for the purpose of the Listing Rules in the original Announcement, PBL is in fact not a connected person of the Company for the purpose of Chapter 14A of the Listing Rules. Accordingly, the Transactions will only constitute major transactions for the Company for the purpose of the Listing Rules. However, notwithstanding the foregoing, the Company has appointed an independent financial advisor and an independent board committee to advise the Shareholders whether the terms of the Transactions are fair and reasonable and in the interests of the Company and its Shareholders as a whole and to advise the Shareholders how to vote at the EGM.

The circular contains additional and updated information on the MOA and the Transactions.

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The circular contains additional and updated information on the MOA and the Transactions.

As at the date hereof, the Board comprises three Executive Directors, namely, Mr. Ho, Lawrence Yau Lung, Mr. Tsui Che Yin, Frank and Mr. Chung Yuk Man, Clarence; one Non-executive Director, namely, Mr. Ng Ching Wo; and two Independent Non-executive Directors, namely, Sir Roger Lobo and Dr. Lo Ka Shui.

DEFINITIONS

In this announcement, the following expressions shall have the meanings set out below unless the context requires otherwise:-

"Announcement"	the announcement dated 9 March 2006 of the Company relating to the acquisition of subconcession by the Joint Venture for pursuance of gaming business in Macau and the Memorandum of Agreement dated 5 March 2006 entered into between the Company and PBL
"Board"	the board of directors of the Company
"Company"	Melco International Development Limited, a company incorporated in Hong Kong, the securities of which are listed on the Stock Exchange
"EGM"	the extraordinary general meeting of the Company convened to be held at 11:30 a.m. on Friday, 16 June 2006 to approve the MOA and the Transactions and any adjournment of that meeting
"Hong Kong"	the Hong Kong Special Administrative Region of the People's Republic of China
"Joint Venture"	the joint venture established between the Company and PBL to undertake gaming, entertainment and hospitality businesses in the Territory
"MOA"	the Memorandum of Agreement dated 5 March 2006 entered into between the Company and PBL (as amended by a supplemental agreement entered into between the same parties on 26 May 2006), the principal terms of which are described in the circular of the Company dated 30 May 2006
"PBL"	Publishing and Broadcasting Limited, a company incorporated under the laws of Australia, the securities of which are listed on the Australian Stock Exchange, and the Company's joint venture partner in relation to gaming business in the Territory
"PRC"	the People's Republic of China
"Shareholders"	Shareholders of the Company
"Territory"	means Macau, the PRC, Singapore, Thailand, Hong Kong, Vietnam, Japan, Philippines, Indonesia, Malaysia, Taiwan and such other countries as may be agreed from time to time but excluding Australia and New Zealand
"Transactions"	the entering into of the MOA and the performance of the transactions contemplated by the MOA

By order of the board of
Melco International Development Limited
Samuel Tsang
Company Secretary

Hong Kong, 29 May 2006

Please also refer to the published version of this announcement in South China Morning Post - Classified.