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Melco International Development Limited

(Incorporated in Hong Kong with limited liability)

Website : <http://www.melco-group.com>

(Stock Code : 200)

FURTHER ANNOUNCEMENT IN RELATION TO ELIXIR GAMING TECHNOLOGIES, INC.

ANNOUNCEMENT UNDER RULE 13.51B(2) OF THE LISTING RULES

Reference is made to the announcement of Melco International Development Limited (the “Company”) dated 15 April 2010 in relation to the Complaint filed by certain shareholders of Elixir Gaming Technologies, Inc. (“EGT”) in the United States District Court for the Southern District of New York. EGT has its shares listed on the New York Stock Exchange. Elixir Group Limited (“EGL”), a wholly owned subsidiary of the Company, holds approximately 39.52% of the issued share capital of EGT. As contemplated by the 15 April 2010 announcement, the Company has now had an opportunity to study the Complaint and the allegations made in it in more detail, and to obtain US legal advice, and is making this further announcement.

The Complaint was filed in the United States by Prime Mover Capital Partners L.P., Strata Fund L.P., Strata Fund Q.P. L.P., and Strata Offshore Fund, Ltd. The Complaint asserts that the plaintiffs are US hedge funds that invested in the securities of EGT and suffered loss as a result of the defendants’ alleged conduct.

The Complaint is made against a total of eighteen defendants named in the Complaint. The defendants are EGT, EGL, the Company and fifteen individuals named in their respective capacities as directors and/or officers of EGT, EGL and/or the Company. The Complaint alleges claims related to disclosures concerning EGT’s electronic gaming machine participation business, including but not limited to the alleged violation of Sections 10(b) and 20(a) of the United States Securities Exchange Act of 1934 (“Exchange Act”) and Rule 10(b) - 5 promulgated thereunder; violations of the Nevada Revised Statutes Sections 90.580(e) and

90.660(3); breach of fiduciary duty; common law fraud and negligent misrepresentation. The plaintiffs allege that EGT and certain other defendants made false and misleading statements about EGT's gaming participation business in filings with the US Securities and Exchange Commission, press releases and other industry and investor conferences and meetings during the period from 13 June 2007 to 13 August 2008 and that the plaintiffs then purchased securities of EGT at inflated prices and later suffered economic losses when the price of EGT's securities decreased. The remedy sought by the plaintiffs under the Complaint is an award of compensatory damages in favour of the plaintiffs against all defendants, jointly and severally, for damages sustained as a result of the defendants' alleged wrongdoing, in an amount to be proven at trial, together with interest thereon and reasonable costs and expenses of the litigation.

The specific count of the Complaint which relates to the Company is an allegation that it acted as a "controlling person" (within the meaning of the Exchange Act and the Nevada Revised Statutes) of EGL and certain other defendants. The fifteen individual defendants named in the Complaint in their respective capacities as directors and/or officers of EGT, EGL and/or the Company include Mr. Lawrence Ho ("Mr. Ho"), in his capacity as the chairman of the board of directors of the Company, an alleged controlling shareholder of the Company and a director of EGL, and Mr. Clarence Chung ("Mr. Chung"), in his capacity as an executive director and chief operating officer of the Company and a director and chairman of the board of EGT. The specific counts of the Complaint which relate to Mr. Ho and Mr. Chung allege breach of fiduciary duty in their capacities as directors or officers of the Company, EGL (in the case of Mr. Ho) or EGT (in the case of Mr. Chung) and also liability in the capacity of a "controlling person" (within the meaning of the Exchange Act) in the case of Mr. Ho. The specific counts of the Complaint which relate to EGL allege dissemination or approval of materially false and misleading statements, "controlling person" liability, common law fraud and negligent misrepresentation.

The Company, EGL, Mr. Ho and Mr. Chung dispute the allegations in the Complaint and intend to vigorously defend the lawsuit. The Company believes the lawsuit is meritless and intends, along with other defendants including Mr. Ho, Mr. Chung and Elixir, to file a motion to dismiss the case on the pleadings.

In view of the preliminary stage of the legal proceedings and the Company's stance and opinion above, the Company continues to hold the view that the operation and financial position of the Company is unaffected by the filing of the Complaint.

By Order of the Board of
Melco International Development Limited
Tsang Yuen Wai, Samuel
Company Secretary

Hong Kong, 14 May 2010

As at the date of this announcement, the board of directors of the Company comprises three Executive Directors, namely Mr. Ho, Lawrence Yau Lung (Chairman and Chief Executive Officer), Mr. Tsui Che Yin, Frank and Mr. Chung Yuk Man, Clarence; one Non-executive Director, namely Mr. Ng Ching Wo; and three Independent Non-executive Directors, namely Sir Roger Lobo, Dr. Lo Ka Shui and Mr. Sham Sui Leung, Daniel.