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Melco International Development Limited

(Incorporated in Hong Kong with limited liability)

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

(Stock Code : 200)

**ANNOUNCEMENT OF UNAUDITED FINANCIAL RESULTS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011
BY A LISTED ASSOCIATE
— MELCO CROWN ENTERTAINMENT LIMITED**

This is not the announcement of the financial results of Melco International Development Limited (the “Company”). This announcement is made by the Company pursuant to the requirements of Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”) to provide shareholders of the Company and the public with information of the financial results of a listed associate of the Company, Melco Crown Entertainment Limited, which has announced on 10 November 2011 its unaudited financial results for the third quarter ended 30 September 2011.

Melco Crown Entertainment Limited, a 33.35% owned associate of the Company, whose shares are listed by way of American Depositary Receipts on the NASDAQ Global Select Market in the United States, has announced on 10 November 2011 its unaudited financial results for the third quarter ended 30 September 2011.

This announcement is made by the Company pursuant to the requirements of Rule 13.09(1) of the Listing Rules.

Melco Crown Entertainment Limited (“**Melco Crown Entertainment**”), a 33.35% owned associate of the Company, whose shares are listed by way of American Depositary Receipts on the NASDAQ Global Select Market in the United States, has announced on 10 November

2011 its unaudited financial results for the third quarter ended 30 September 2011. Extracts of the unaudited financial results of Melco Crown Entertainment are provided below:

The third quarter 2011 results of Melco Crown Entertainment

Net revenue for the third quarter of 2011 was US\$1,056.0 million, representing an increase of approximately 45% from US\$727.0 million for the comparable period in 2010. The increase in net revenue from the third quarter of 2010 was primarily a result of group-wide increases in rolling chip and mass market gaming volumes, significant improvements in mass market hold rates, and meaningful contributions from hotel sales, food and beverage outlets and other non-gaming amenities, including a full quarter of contribution from The House of Dancing Water.

Adjusted EBITDA (i.e. earnings before interest, taxes, depreciation, amortization, pre-opening costs, development costs, property charges and others, share-based compensation, and other non-operating income and expenses) was US\$240.3 million for the third quarter of 2011, an increase of 76% from US\$136.3 million of Adjusted EBITDA in the third quarter of 2010. The significant increase in profitability was driven by the continued and sustained improvements in mass market operations at City of Dreams, strong rolling chip volumes at both City of Dreams and Altira Macau along with a consistent approach to junket commissions, and strong contributions from non-gaming segments, such as hotel, food and beverage and The House of Dancing Water, while maintaining Melco Crown Entertainment's ongoing company-wide cost control focus.

On a U.S. GAAP (i.e. generally accepted accounting principles) basis, net income attributable to Melco Crown Entertainment for the third quarter of 2011 was US\$113.3 million, or US\$0.21 per ADS (i.e. American Depositary Share), compared with net income attributable to Melco Crown Entertainment of US\$15.8 million, or US\$0.03 per ADS, in the third quarter of 2010. Record net income for the third quarter of 2011 was primarily attributable to ongoing improvements in gaming and non-gaming operations across all operating segments, particularly at City of Dreams, partially offset by increased interest costs from the high yield and RMB denominated bonds, higher depreciation associated with The House of Dancing Water, increased amortization relating to Studio City's land use rights and transaction costs attributable to the proposed Hong Kong dual listing. The net loss attributable to non-controlling interests during the third quarter of 2011 of US\$2.1 million was related to Studio City.

Other factors affecting earnings of Melco Crown Entertainment

Total non-operating expense for the third quarter of 2011 totaled US\$36.9 million, which included US\$30.7 million in net interest expense, other finance costs of US\$3.4 million, a US\$2.7 million loss on foreign exchange in relation to our offshore cash balances, as well as transaction costs of US\$4.2 million associated with the proposed Hong Kong listing, partially offset by US\$3.3 million gain in relation to a change in fair value of an existing interest rate swap arrangement. There was no capitalized interest during the third quarter of 2011.

Depreciation and amortization totaled US\$90.2 million in the third quarter of 2011, of which US\$14.3 million was related to the amortization of our gaming sub-concession and US\$10.7 million was related to the amortization of land use rights. The year-over-year increase in depreciation and amortization costs is primarily related to a full quarter of depreciation of The House of Dancing Water, as well as from amortization of Studio City's land use rights.

Financial position and capital expenditure of Melco Crown Entertainment

Cash and cash equivalents as of 30 September 2011 totaled US\$1,450.5 million including US\$360.1 million of restricted cash. Total debt at the end of the third quarter of 2011 was US\$2.4 billion, and total net debt to shareholders' equity as of 30 September 2011 was 33%.

Capital expenditures for the third quarter of 2011 totaled US\$22.6 million, of which US\$8.1 million related to design and preliminary costs associated with Studio City, US\$4.9 million for the development of the new Mocha site, with the remainder predominantly attributable to various projects at City of Dreams.

Nine months' results of Melco Crown Entertainment

For the nine months ended 30 September 2011, Melco Crown Entertainment reported net revenue of US\$2.8 billion as compared with US\$1.9 billion in the nine months ended 30 September 2010. Adjusted EBITDA for the first nine months of 2011 was US\$577.9 million, an increase of 95% as compared with Adjusted EBITDA of US\$296.6 million in the first nine months of 2010.

The year-over-year improvement in net revenue and Adjusted EBITDA were primarily driven by significantly improved gaming and non-gaming operating results at both City of Dreams and Altira Macau.

Net income attributable to Melco Crown Entertainment for the first nine months of 2011 was US\$187.1 million, as compared with a net loss of US\$26.8 million for the first nine months of 2010. The net income per ADS attributable to Melco Crown Entertainment for the nine month period ended 30 September 2011 was US\$0.35 compared to a net loss per ADS of US\$0.05 for the comparable period in 2010.

The condensed consolidated statement of operations for the third quarter ended 30 September 2011 and the condensed consolidated balance sheet as at 30 September 2011 of Melco Crown Entertainment are provided below:

Melco Crown Entertainment Limited				
Condensed Consolidated Statements of Operations				
(in thousands of U.S. dollars, except share and per share data)				
	Three Months Ended		Nine Months Ended	
	30 September		30 September	
	2011	2010	2011	2010
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
OPERATING REVENUES				
Casino	\$ 1,017,780	\$ 706,876	\$ 2,710,141	\$ 1,811,715
Rooms	26,491	20,412	75,814	59,747
Food and beverage	15,221	12,547	44,550	39,953
Entertainment, retail and others	<u>22,207</u>	<u>6,691</u>	<u>63,386</u>	<u>17,452</u>
Gross revenues	1,081,699	746,526	2,893,891	1,928,867
Less: promotional allowances	<u>(25,742)</u>	<u>(19,544)</u>	<u>(71,392)</u>	<u>(60,640)</u>
Net revenues	<u>1,055,957</u>	<u>726,982</u>	<u>2,822,499</u>	<u>1,868,227</u>

OPERATING COSTS
AND EXPENSES

Casino	(733,333)	(521,195)	(2,007,096)	(1,387,025)
Rooms	(4,857)	(3,778)	(13,881)	(10,545)
Food and beverage	(8,470)	(11,224)	(25,013)	(26,554)
Entertainment, retail and others	(14,378)	(5,098)	(43,536)	(9,241)
General and administrative	(57,221)	(51,802)	(161,535)	(143,151)
Pre-opening costs	(207)	(9,217)	(1,492)	(16,199)
Development costs	-	-	(1,110)	-
Amortization of gaming subconcession	(14,309)	(14,309)	(42,928)	(42,928)
Amortization of land use rights	(10,743)	(4,881)	(20,506)	(14,641)
Depreciation and amortization	(65,106)	(58,860)	(193,242)	(172,593)
Property charges and others	-	(125)	(1,025)	(91)
Total operating costs and expenses	<u>(908,624)</u>	<u>(680,489)</u>	<u>(2,511,364)</u>	<u>(1,822,968)</u>
OPERATING INCOME	<u>147,333</u>	<u>46,493</u>	<u>311,135</u>	<u>45,259</u>
NON-OPERATING EXPENSES				
Interest expenses, net	(30,656)	(28,282)	(84,652)	(65,048)
Other finance costs	(3,386)	(3,821)	(12,067)	(6,441)

Reclassification of accumulated losses of interest rate swap agreements from accumulated other comprehensive losses	-	-	(4,310)	-
Change in fair value of interest rate swap agreements	3,294	-	3,294	-
Foreign exchange (loss) gain, net	(2,747)	786	(2,556)	803
Listing expenses	(4,160)	-	(4,160)	-
Other income, net	725	552	2,789	1,593
Loss on extinguishment of debt	-	-	(25,193)	-
Costs associated with debt modification	-	-	-	(3,156)
Total non-operating expenses	<u>(36,930)</u>	<u>(30,765)</u>	<u>(126,855)</u>	<u>(72,249)</u>
INCOME (LOSS) BEFORE INCOME TAX	110,403	15,728	184,280	(26,990)
INCOME TAX CREDIT	<u>799</u>	<u>50</u>	<u>730</u>	<u>193</u>
NET INCOME (LOSS)	\$ 111,202	\$ 15,778	\$ 185,010	\$ (26,797)
NET LOSS ATTRIBUTABLE TO NONCONTROLLING INTERESTS	<u>2,100</u>	<u>-</u>	<u>2,100</u>	<u>-</u>
NET INCOME (LOSS) ATTRIBUTABLE TO MELCO CROWN ENTERTAINMENT LIMITED	<u>113,302</u>	<u>15,778</u>	<u>187,110</u>	<u>(26,797)</u>

NET INCOME (LOSS)
ATTRIBUTABLE TO
MELCO CROWN
ENTERTAINMENT
LIMITED PER SHARE:

Basic	\$	<u>0.071</u>	\$	<u>0.010</u>	\$	<u>0.117</u>	\$	<u>(0.017)</u>
Diluted	\$	<u>0.070</u>	\$	<u>0.010</u>	\$	<u>0.116</u>	\$	<u>(0.017)</u>

NET INCOME (LOSS)
ATTRIBUTABLE TO
MELCO CROWN
ENTERTAINMENT
LIMITED PER ADS:

Basic	\$	<u>0.212</u>	\$	<u>0.030</u>	\$	<u>0.351</u>	\$	<u>(0.050)</u>
Diluted	\$	<u>0.210</u>	\$	<u>0.029</u>	\$	<u>0.348</u>	\$	<u>(0.050)</u>

WEIGHTED AVERAGE
SHARES USED IN
NET INCOME (LOSS)
ATTRIBUTABLE TO
MELCO CROWN
ENTERTAINMENT
LIMITED PER SHARE
CALCULATION:

Basic	<u>1,601,261,780</u>	<u>1,595,395,720</u>	<u>1,600,181,191</u>	<u>1,595,319,936</u>
Diluted	<u>1,615,555,907</u>	<u>1,605,818,041</u>	<u>1,613,038,355</u>	<u>1,595,319,936</u>

Melco Crown Entertainment Limited
Condensed Consolidated Balance Sheets
(In thousands of U.S. dollars)

	30 September	31 December
	2011	2010
	(Unaudited)	(Audited) ⁽¹⁾
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,090,386	\$ 441,923
Restricted cash	-	167,286
Accounts receivable, net	274,845	259,521
Amounts due from affiliated companies	1,904	1,528
Income tax receivable	-	198
Inventories	14,722	14,990
Prepaid expenses and other current assets	21,889	15,026
Total current assets	1,403,746	900,472
PROPERTY AND EQUIPMENT, NET	2,661,227	2,671,895
GAMING SUBCONCESSION, NET	613,814	656,742
INTANGIBLE ASSETS, NET	4,220	4,220
GOODWILL	81,915	81,915
LONG-TERM PREPAYMENT, DEPOSITS AND OTHER ASSETS	73,629	95,629

RESTRICTED CASH	360,077	-
DEFERRED TAX ASSETS	-	25
DEFERRED FINANCING COSTS	45,778	45,387
LAND USE RIGHTS, NET	<u>954,354</u>	<u>428,155</u>
TOTAL	<u>\$ 6,198,760</u>	<u>\$ 4,884,440</u>

**LIABILITIES AND SHAREHOLDERS'
EQUITY**

CURRENT LIABILITIES

Accounts payable	\$ 8,941	\$ 8,880
Accrued expenses and other current liabilities	631,068	462,084
Income tax payable	1,451	934
Current portion of long-term debt	-	202,997
Amounts due to affiliated companies	691	673
Amounts due to shareholders	<u>35</u>	<u>36</u>
Total current liabilities	<u>642,186</u>	<u>675,604</u>

LONG-TERM DEBT	2,321,062	1,521,251
OTHER LONG-TERM LIABILITIES	27,404	6,496
DEFERRED TAX LIABILITIES	71,254	18,010
LOANS FROM SHAREHOLDERS	115,647	115,647
LAND USE RIGHTS PAYABLE	55,301	24,241

SHAREHOLDERS' EQUITY

Ordinary shares	16,074	16,056
Treasury shares	(60)	(84)
Additional paid-in capital	3,105,798	3,095,730
Accumulated other comprehensive losses	(1,059)	(11,345)
Accumulated losses	(390,056)	(577,166)
Total Melco Crown Entertainment Limited shareholders' equity	2,730,697	2,523,191
Noncontrolling interests	235,209	-
Total equity	2,965,906	2,523,191
TOTAL	\$ 6,198,760	\$ 4,884,440

(1) The condensed consolidated financial statements for 2010 reflect certain reclassifications, which have no effect on previously reported net loss, to conform to the current period presentation.

The full text of Melco Crown Entertainment's unaudited financial results for the third quarter ended 30 September 2011 has been posted on the Company's website at <http://www.melco-group.com> and on the website of The Stock Exchange of Hong Kong Limited at <http://www.hkex.com.hk>, as an overseas regulatory announcement, for the information of the Company's shareholders.

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

Hong Kong, 10 November 2011

As at the date of this announcement, the Board 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, Mr. Sham Sui Leung, Daniel and Dr. Tyen Kan Hee, Anthony.