

No. D054/2008

July 29, 2008

Subject: Lawsuit
To: President
The Stock Exchange of Thailand

Laguna Resorts & Hotels Public Company Limited (the **Company**) would like to inform you that, on July 3, 2008, Avenue Asia Capital Partners, L.P., the 1st plaintiff et al, being 6 plaintiffs in total, filed a lawsuit against the Company as the sixth defendant at the Southern Bangkok Civil Court, Black Case No. 5773/2551. The plaintiffs claimed that they are the creditors of a Company's shareholder. They asserted that in arranging the Extraordinary General Meeting of Shareholders No. 1/2007 and approving the capital increase by the shareholders where some shareholders did not subscribe for newly issued shares were the actions jointly undertaken by the shareholders and the Company to commit a tort against the plaintiffs. Thus, they demanded the Company to pay the damages of Baht 539,052,407 to them with interest of 7.5% per year and the costs of the legal proceedings.

The court official had delivered the plaint to the Company and the plaint is deemed as having been received on July 28, 2008. The Company would like to inform you that the Company did not commit a tort against the plaintiffs as accused and will appoint the lawyer to submit a statement of defence according to the relevant law.

Please be informed accordingly.

Yours faithfully,

(Ms. Sirivan Skulkerevathana)
Senior Assistant Vice President - Finance