

No. TorHor D077/2007

August 10, 2007

Subject: Memorandum of Understanding in New Joint Venture Project of the Company

**To: President
The Stock Exchange of Thailand**

Laguna Resorts & Hotels Public Company Limited ("the Company") would like to inform that the Company has just signed a non-binding Memorandum of Understanding ("the MOU") with a third party for an adjacent prime land to Laguna Phuket which potentially can be developed for residential, hotel and commercial use. The potential value of this development could be worth approximately Baht 8 billion to be realized over a medium term period.

This MOU is subject to the due diligence to be conducted by both sides. If the joint venture agreement is not executed within 90 days after the execution date of the MOU, the MOU will no longer be valid. More information will be announced and provided once a full agreement is reached with the third party.

Please be informed accordingly.

Sincerely yours,

(Ms. Sirivan Skulkerevathana)
Director