

No. L002/2552

January 15, 2009

Subject: The Establishment of New Subsidiary

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

Laguna Resorts & Hotels Public Company Limited wishes to announce that its 51% subsidiary, Banyan Tree Gallery (Singapore) Pte Ltd has incorporated a wholly-owned subsidiary known as Lijiang Banyan Tree Gallery Trading Company Limited ("LBTG").

LBTG, which is incorporated in the People's Republic of China, has a registered and paid up capital of US\$ 75,000. The principal activity of LBTG is that of trading and retailing of consumer goods in resorts.

Please be informed accordingly.

Sincerely yours,

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