

No.L029/2012

June 1, 2012

Subject: Withdrawal of Lawsuit

**To: President
The Stock Exchange of Thailand (“SET”)**

Reference: Letter of the Company No. D054/2008 dated July 29, 2008 to the SET

Laguna Resorts & Hotels Public Company Limited (“the **Company**”) would like to inform you that Avenue Asia Capital Partner L.P. and co-prosecutors, six in total (“**Avenue Asia**”), filed a petition to withdraw the case in which the Company is one of the accused at the Southern Bangkok Civil Court, Black case No. 5773/2551 and that the Court passed an order to allow the case to be withdrawn and to strike the case out of the court file on May 31, 2012. As a result, the case has become final since the date on which the court passed an order or judgment to allow the case to be withdrawn and to strike the case out of the court file.

This case was brought to the Southern Bangkok Civil Court on July 3, 2008. Upon the plaint, Avenue Asia 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 Avenue Asia. Thus, they demanded the Company to pay the damages of Baht 539,052,407 to them with interest of 7.5 percent per year and the costs of the legal proceedings.

Please be informed accordingly.

Sincerely yours,

(Mr. Stuart David Reading)
Vice President – Finance

Corporate Secretary
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