

No. L055/2008

July 31, 2008

Subject: Report on the Utilization of Capital Increase

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

Laguna Resorts & Hotels Public Company Limited received proceeds in the amount of Baht 820,125,580 from the issue of new ordinary shares to existing shareholders resulting in an increase in paid up capital of Baht 1,666,827,010 on July 27, 2007.

The funds have been fully utilized as at June 30, 2008 as follows:

Project	Amount (MB)
Angsana Phuket Hotel	6.78
Banyan Tree Phuket Hotel	63.83
Other miscellaneous projects	749.52
• Laguna Lakes	416.70
• Laguna Residence	154.13
• Renovation and upgrade of facilities	178.69
Total	820.13

Please be informed accordingly.

Sincerely yours,

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