



NAGACORP LTD.
金界控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

Stock code: 3918

ANNOUNCEMENT

The Board wishes to inform the shareholders of the Company that the Company is seeking legal advice with a view to terminating the Management Agreement and taking legal actions against Poibos where necessary.

This announcement is made in accordance with Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Reference is made to the management agreement (the “Management Agreement”) entered into between Poibos Co. Ltd. (“Poibos”), a company incorporated in the Republic of Korea and its shares are listed and traded on KOSDAQ, and Nagaworld Limited (previously known as Naga Resorts and Casinos Limited), an indirect wholly-owned subsidiary of NagaCorp Ltd. (the “Company” and together with its subsidiaries the “Group”), on 13 December 2007. Details of the Management Agreement were set out in the announcement of the Company dated 13 December 2007 (the “Announcement”). Unless otherwise defined, the capitalized terms used herein shall have the same meaning as defined in the Announcement.

The board of directors of the Company (the “Board”) wishes to inform the shareholders of the Company that the Company is seeking legal advice with a view to terminating the Management Agreement and taking legal actions against Poibos where necessary.

As of the date of this announcement, Poibos has failed to fulfil its obligations in respect of, among others, prompt payments of the management fees and provision of sufficient working capital for its gaming operations in the Prescribed Gaming Hall.

In particular, of the first instalment of US\$12.6 million of management fees already paid by Poibos to Nagaworld Limited pursuant to the Management Agreement, approximately US\$2 million was dishonoured. In pursuance of the terms of the

Management Agreement, the working capital of approximately US\$1.9 million maintained with NagaWorld by Poibos (“Working Capital Float”) in exchange of gaming chips amounting to approximately US\$2.6 million (“Unsettled Gaming Chips”) issued by NagaWorld is not adequate.

Nagaworld Limited has received two competing claims including, (1) a party claiming the working capital and gaming chips and (2) another party claiming part of the Unsettled Gaming Chips. As provided under the Management Agreement, it is the sole responsibility of Poibos to settle the Working Capital Float and the Unsettled Gaming Chips.

Other than the benefit of potential loss of the management fees and the unsettled issue outlined herein, there is no other material impact on the operation and financial status of the Company.

Further announcement(s) will be made if there is any material development in respect of the claims relating to the working capital and gaming chips of Poibos.

On behalf of the Board of
NAGACORP LTD.
Timothy Patrick McNally
Chairman

As at the date this announcement, the Directors are:

Executive Directors

Tan Sri Dr Chen Lip Keong, Monica Lam Yi Lin and Angus Au-Yeung Wai Kai

Non-executive Director

Timothy Patrick McNally

Independent Non-executive Directors

Wong Choi Kay, Zhou Lian Ji, Leow Ming Fong, Tan Sri Datuk Seri Panglima Abdul Kadir Bin Haji Sheikh Fadzir and Lim Mun Kee

Hong Kong, 26 November 2008

** For identification purpose only*

“Please also refer to the electronic version of the same on the Company’s website www.nagacorp.com.”