

Date : April 26, 2006

Melco Announces Revisions to Non-consolidated Business Forecasts

In light of recent trends in business performance, Melco Holdings Inc. has revised its earlier non-consolidated business forecasts for the fiscal year ended March 31, 2006 (April 1, 2005 – March 31, 2006) as follows.

Details of the Revisions

1. Revised non-consolidated forecasts for the fiscal year ended March 31, 2006 (April 1, 2005 ~ March 31, 2006)

Yen in millions, %

	Net sales	Ordinary income	Net income
Previous forecast (A)	5,000	3,800	3,500
Revised forecast (B)	5,871	4,671	4,259
Increase/(decrease) (B-A)	871	871	759
Percentage change (%)	17.4	22.9	21.7
Previous fiscal year (ended March 2005)	4,751	3,825	2,868
Change compared to previous year	23.6	22.1	48.5

2. Reasons for revisions

Management guidance fees and dividends from subsidiaries, including Buffalo Inc., are the company's principle sources of revenue. The company's operating revenue increased due mainly to a higher level of dividends received from Buffalo Inc., the Group's core company. This increase in dividend will, however, not affect the Group's consolidated financial results.

Forward-looking statements

The information in this release about future performance is based on the Group's judgments in light of information available at the time of its disclosure. As such they entail risks and uncertainties. Actual results may differ from the forward-looking statements.