

October 8, 2009

**Notice Concerning Revisions to Business Forecasts**

In view of recent trends in operating results, Melco Holdings Inc. has revised its forecasts as follows. These forecasts replace the forecasts that were announced on August 11, 2009.

(Yen in millions)

Revisions to consolidated forecasts for the second quarter ended September 2009  
(April 1, 2009 through September 30, 2009)

	Net sales	Operating income	Ordinary income	Net income	Net income per share (yen)
Previous forecast (A)	54,900	1,100	1,100	600	26.98
Revised forecast (B)	53,600	1,400	1,500	800	35.97
Increase/decrease (B-A)	(1,300)	300	400	200	
Percentage change (%)	(2.4)	27.3	36.4	33.3	
(Reference)Previous 2Q results (2Q of the year ended Sept. 2008)	62,883	2,305	2,345	1,043	45.82

Revisions to consolidated forecasts for the year ending March 2010  
(April 1, 2009 through March 31, 2010)

	Net sales	Operating income	Ordinary income	Net income	Net income per share (yen)
Previous forecast (A)	117,700	4,000	4,000	2,300	103.43
Revised forecast (B)	116,400	4,300	4,400	2,500	112.42
Increase/decrease (B-A)	(1,300)	300	400	200	
Percentage change (%)	(1.1)	7.5	10.0	8.7	
(Reference)Previous results (Year ended Mar. 2009)	120,276	2,132	2,258	707	31.41

**Reasons for revisions**

Although overseas sales fell below the plan that was announced on August 11, 2009, domestic sales are in line with the plan. Moreover, Melco Holdings succeeded in introducing value-added products, lowering of valuation losses due to an appropriate inventory adjustment, cost reduction and cost saving. Although net sales will remain challenging, profits are expected to exceed the plan. Therefore, Melco Holdings will make revisions to its forecasts for the second quarter ended September 2009 and for the fiscal year ending March 2010.

(Note) Above forecasts regarding future performance are based on information available at the time this report was prepared. Forecasts embody uncertainties. Therefore, actual results may differ from the forecasts due to changes in business conditions and other factors.