



GALAXY ENTERTAINMENT GROUP LIMITED

銀河娛樂集團有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 27)

ANNOUNCEMENT PURSUANT TO RULE 13.18 OF THE LISTING RULES

The Board announces that on 24 October 2008, the Company, as borrower, entered into a facility letter with a bank for a non-revolving fixed loan up to the extent of HK\$300,000,000 with a covenant imposing a specific performance obligation on the controlling shareholder of the Company.

The Board of Directors (the “**Board**”) of Galaxy Entertainment Group Limited (the “**Company**”) announces that on 24 October 2008, the Company, as borrower, entered into a facility letter (the “**Facility Letter**”) with a bank for a non-revolving fixed loan up to the extent of HK\$300,000,000 which will mature in 12 months from the date of completion of the loan documentations, which is 24 October 2008.

Pursuant to the terms of the Facility Letter, the bank shall be entitled to demand immediate repayment of the loan together with accrued interest upon breach of warranty by the Company that the Lui Family must remain the largest shareholder and holding, directly or indirectly, not less than 35% of the voting share capital of the Company. For this purpose, the Lui Family is Dr. Lui Che Woo (“**Dr. Lui**”), his spouse, and/or any of his children, and/or any company majority-owned by any one of them beneficially, and/or any Lui family trust established by Dr. Lui. Dr. Lui is the Chairman and a Director of the Company. The Lui Family is collectively the controlling shareholder of the Company.

This announcement is made by the Company pursuant to Rule 13.18 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

As at the date of this announcement, the executive Directors of the Company are Dr. Lui Che Woo (Chairman), Mr. Francis Lui Yiu Tung, Mr. Joseph Chee Ying Keung and Ms. Paddy Tang Lui Wai Yu; the non-executive Directors of the Company are Dr. Moses Cheng Mo Chi, Mr. Anthony Thomas Christopher Carter, Dr. Martin Clarke and Mr. Guido Paolo Gamucci; and the independent non-executive Directors of the Company are Mr. James Ross Ancell, Dr. William Yip Shue Lam and Dr. Patrick Wong Lung Tak.

By Order of the Board of
Galaxy Entertainment Group Limited
Kitty Chan Lai Kit
Company Secretary

Hong Kong, 24 October 2008