



NAGACORP LTD.

金界控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

Stock code: 3918

CHANGE OF AUDITORS

The Board announces that BDO McCabe Lo Limited have been appointed as auditors of the Group with effect from 28 November 2007 to fill the casual vacancy left by the resignation of KPMG Hong Kong and to hold office until the conclusion of the next annual general meeting of the Company.

The board of directors (the “Board”) of NagaCorp Ltd. (the “Company”, together with its subsidiaries the “Group”) announces that BDO McCabe Lo Limited have been appointed as auditors of the Group with effect from 28 November 2007 to fill the casual vacancy left by the resignation of the Hong Kong member firm of KPMG International (“KPMG Hong Kong”) which had resigned as the auditors of the Group with effect on 14 September 2007 and to hold office until conclusion of the next annual general meeting of the Company.

KPMG Hong Kong stated that it was appropriate for it to cease to act as auditors of the Group as the Group’s operations are almost entirely located outside Hong Kong and the Malaysian member firm of KPMG International (“KPMG Malaysia”) has carried out substantially all of the audit procedures for these operations. KPMG Malaysia has been the auditors of the Gaming Branch and Hotel and Entertainment Branch (“the NRCL branches”) of the Company’s subsidiary, Naga Resorts & Casinos Limited, and auditors of the Ariston Sendirian Berhad group of companies for a number of years. Although KPMG Hong Kong were engaged to prepare the accountants’ report for the purpose of the listing of the Company in Hong Kong in 2006 (the “Listing”), KPMG Malaysia have continued to audit the accounts of the NRCL branches and the Ariston Sendirian Berhad group of companies, both of which account for substantially all of the Company’s consolidated turnover and results, after the Listing.

It was proposed to appoint KPMG Malaysia as the Group’s auditors and KPMG Malaysia have indicated their intention to accept the appointment and to fill in the casual vacancy left by KPMG Hong Kong. The Company has been in consultation with the Stock Exchange since 14 September 2007 regarding the proposed

appointment of KPMG Malaysia. However, the Stock Exchange has not exercised its discretion under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited to accept the appointment of KPMG Malaysia as the Company's auditors.

BDO McCabe Lo Limited have the expertise and experience in the gaming industry and they have been appointed as auditors of the Group with effect from 28 November 2007.

KPMG Hong Kong had confirmed to the Board that there are no disagreements or unresolved issues in respect of the circumstances leading to the firm's cessation as the Company's auditors and in their opinion need to be reported pursuant to the Code of Ethics for Professional Accountants, Section 441 "Change of Auditors of a Listed Issuer of The Stock Exchange of Hong Kong" issued by the Hong Kong Institute of Certified Public Accountants and there are no matters that need to be brought to the attention of the shareholders of the Company in connection with their resignation.

It is expected that the change of auditors will not affect the audit and release of the annual results of the Company for the financial year ending 31 December 2007.

The Board would like to thank KPMG Hong Kong and KPMG Malaysia for their professional services provided to the Company.

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

As at the date this announcement, the directors of the Company are:

Executive Directors

Tan Sri Dr Chen Lip Keong, David Martin Hodson, Monica Lam Yi Lin and Angus Au-Yueng Wai Kai

Non-executive Director

Timothy Patrick McNally

Independent Non-executive Directors

Tun Dato' Seri Abdul Hamid Bin Haji Omar, Wong Choi Kay, Zhou Lian Ji, Leow Ming Fong, Tan Sri Datuk Seri Panglima Abdul Kadir Bin Haji Sheikh Fadzir and Lim Mum Kee

Hong Kong, 28 November 2007

** For identification purpose only*