

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



LAI SUN DEVELOPMENT
Lai Sun Development Company Limited
(Incorporated in Hong Kong with limited liability)

**Restructuring of Exchangeable Bonds
and Convertible Bonds becoming effective**

On 19th January, 2001, the resolutions passed at the meeting of Exchangeable Bondholders and at the meeting of Convertible Bondholders, both held on 4th August, 2000, became unconditional. Accordingly, the restructuring of the Exchangeable Bonds and the Convertible Bonds has become effective.

The directors of the Company refer to the announcement of the Company dated 4th August, 2000 in which it was announced that the Exchangeable Bondholders had passed all the resolutions proposed at the meeting of Exchangeable Bondholders held on 4th August, 2000 and the Convertible Bondholders had passed all the resolutions proposed at the meeting of Convertible Bondholders held on 4th August, 2000.

The directors of the Company are pleased to announce that the resolutions passed at the two meetings became unconditional on 19th January, 2001. Accordingly, the restructuring of the Exchangeable Bonds and the Convertible Bonds has become effective.

DEFINITIONS

Term	Meaning
"Company"	Lai Sun Development Company Limited
"Convertible Bondholders"	holders of the Convertible Bonds
"Convertible Bonds"	the US\$150,000,000 four per cent. Convertible Guaranteed Bonds due 2002 issued by Lai Sun International Finance (1997) Limited (a wholly-owned subsidiary of the Company) and guaranteed by the Company, as constituted by the trust deed dated 4th August, 1997
"Exchangeable Bondholders"	holders of the Exchangeable Bonds
"Exchangeable Bonds"	the US\$115,000,000 five per cent. Exchangeable Guaranteed Bonds due 2004 issued by Lai Sun International Finance (Cayman Islands) Limited (a wholly-owned subsidiary of the Company) and guaranteed by the Company, as constituted by the trust deed dated 28th February, 1997

By Order of the Board
Lai Sun Development Company Limited
Yeung Kam Hoi
Company Secretary

Hong Kong, 22nd January, 2001