



MANDARIN ENTERTAINMENT (HOLDINGS) LIMITED
東方娛樂控股有限公司*
(Incorporated in Bermuda with limited liability)
(Stock Code: 00009)

**DISPOSAL OF SHARES BY
A SUBSTANTIAL SHAREHOLDER**

This announcement is made pursuant to Rule 13.09(1) of the Listing Rules.

The Board has been notified by Mr. Wong that after trading hours on 29 December 2008 Idea Storm, has disposed of (i) 100,000,000 Shares (representing approximately 4.59% of the issued share capital of the Company) to Mr. Lu Zi Ding at a price of HK\$0.094 per Share off the market and (ii) 80,000,000 Shares (representing approximately 3.67% of the issued share capital of the Company) to Mr. Mai Xu Ming at a price of HK\$0.094 per Share off the market. Immediately after the completion of the Disposal, Idea Storm will not hold any Share. Mr. Wong and his parties acting in concert will drop their aggregated shareholding in the Company from approximately 18.74% to 10.47%. The completion of the Disposal will take place on or before 31 December 2008.

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The Board has been notified by Mr. Wong Pak Ming (“Mr. Wong”), a substantial shareholder, the chairman and executive Director, that after trading hours on 29 December 2008 Idea Storm Holdings Limited (“Idea Storm”), a substantial shareholder of the Company and a company wholly owned by Mr. Wong, has disposed of (the “Disposal”) (i) 100,000,000 shares (the “Shares”) of the Company (representing approximately 4.59% of the issued share capital of the Company) to Mr. Lu Zi Ding at a price of HK\$0.094 per Share off the market and (ii) 80,000,000 Shares (representing approximately 3.67% of the issued share capital of the Company) to Mr. Mai Xu Ming at a price of HK\$0.094 per Share off the market. Immediately after the completion of the Disposal, Idea Storm will not hold any Share. Mr. Wong and his parties acting in concert will drop their aggregated shareholding in the Company from approximately 18.74% to 10.47%. The completion of the Disposal will take place on or before 31 December 2008.

To the knowledge of the Directors, Mr. Lu Zi Ding and Mr. Mai Xu Ming have no connection and are independent of each other. Each of them is a third party independent of, and not connected with, the Company, the connected persons (as defined in the Listing Rules) of the Company and their respective associates (as defined in the Listing Rules).

The price of HK\$0.094 per Share represents (i) a discount of approximately 24.80% to the closing price of HK\$0.125 per Share as at the date of this announcement; and (ii) a discount of approximately 25.40% of the average closing price of HK\$0.126 per Share for the last five trading days up to the date of announcement.

Below is the shareholding of the Company immediately before and after the Disposal based on the knowledge of the Directors:

	Shareholding immediately before the Disposal		Shareholding immediately after the Disposal	
	<i>No. of Shares</i>	<i>Approximate %</i>	<i>No. of Shares</i>	<i>Approximate %</i>
Mr. Wong (<i>note</i>)	408,019,600	18.74	228,019,600	10.47
Cheng Keung Fai	507,500,000	23.30	507,500,000	23.30
Fang Han Song	269,500,000	12.37	269,500,000	12.37
Public Shareholders	992,880,400	45.59	1,172,880,400	53.86
Total	<u>2,177,900,000</u>	<u>100.00</u>	<u>2,177,900,000</u>	<u>100.00</u>

Note: Immediately before the Disposal, Mr. Wong is beneficially interested in 14,257,700 Shares. Mr. Wong is also the sole beneficial owner of the entire issue share capital of Idea Storm which holds 180,000,000 Shares and Capeland Holdings Limited which holds 212,570,000 Shares respectively. Ms. Zee Ven Chu Lydia, being the spouse of Mr. Wong Pak Ming, is also beneficially interested in 1,191,900 Shares. Accordingly, Mr. Wong and Ms. Zee are deemed to be interested in 408,019,600 Shares representing approximately 18.74% of the issued share capital of the Company. Immediately after the Disposal, Mr. Wong and his parties in concert hold 228,019,600 Shares representing approximately 10.47% of the issued share capital of the Company.

By order of the Board
Mandarin Entertainment (Holdings) Limited
Wong Pak Ming
Chairman

Hong Kong, 29 December 2008

As at the date of this announcement, the Board comprises eight Directors. The executive Directors are Mr. Wong Pak Ming (Chairman), Ms. Wong Yee Kwan, Alvina, Ms. Law Kee, Alice, Mr. Wong Chi Woon, Edmond and Ms. Lai Pik Chi, Peggy; and the independent non-executive Directors are Mr. Choy Sze Chung, Jojo, Mr. Tsui Pui Hung and Mr. Chan Tung Tak, Alain.

** for identification purposes only*