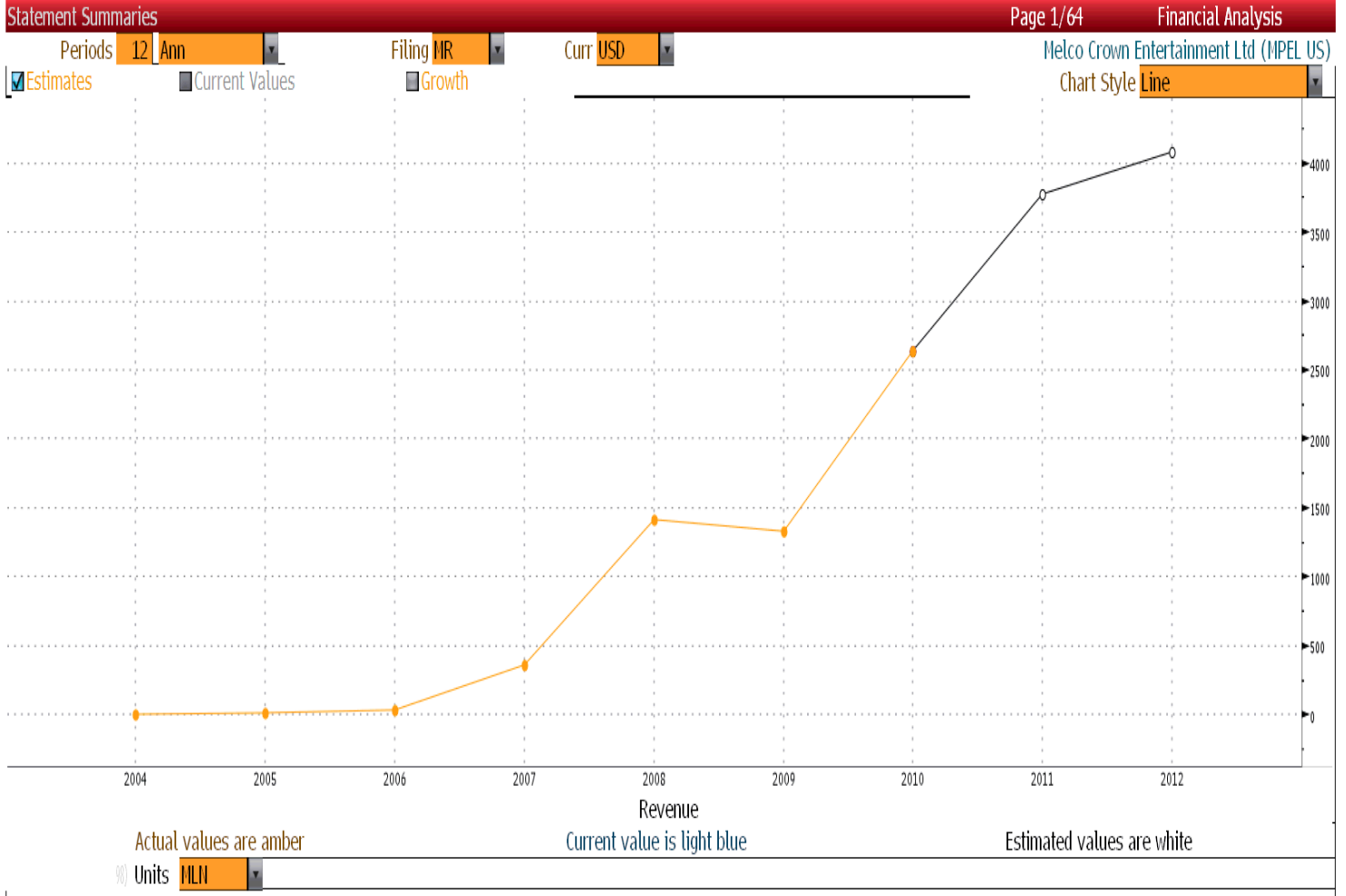


Annual Revenue (in millions)

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EquityFA

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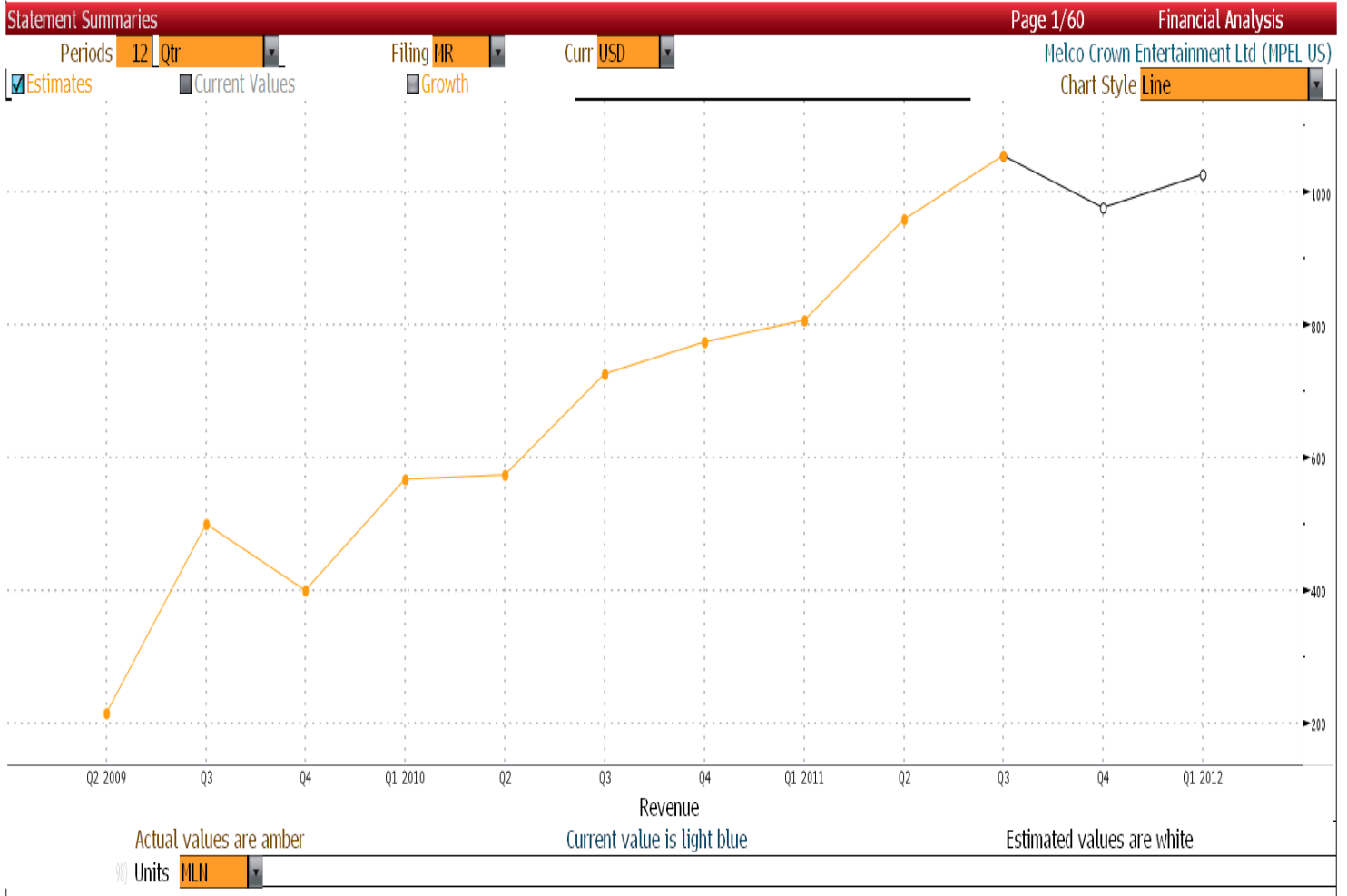
Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2012 Bloomberg Finance L.P.
 SN 810038 EST GMT-5:00 H201-75-0 28-Jan-2012 17:18:07

Revenue has grown every year for the 2008 to 2009. The revenue estimates also point to higher revenue in the next two years. In 2010, MPEL beat estimates of 2.571 billion with actual revenue of 2.641 billion.

<HELP> for explanation.

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|-------------------------------------------------------|----|---|------|------|-----------|------|------|------|--------|----|-----|------|------|---------------------------------------|----|----|------|------|-----------|-----|------|------|
| Australia | 61 | 2 | 9777 | 8600 | Brazil | 5511 | 3048 | 4500 | Europe | 44 | 20 | 7330 | 7500 | Germany | 49 | 69 | 9204 | 1210 | Hong Kong | 852 | 2977 | 6000 |
| Japan | 81 | 3 | 3201 | 8900 | Singapore | 65 | 6212 | 1000 | U.S. | 1 | 212 | 318 | 2000 | Copyright 2012 Bloomberg Finance L.P. | | | | | | | | |
| SN 810038 EST GMT-5:00 H201-75-0 28-Jan-2012 17:22:53 | | | | | | | | | | | | | | | | | | | | | | |

Quarterly revenue has grown for the last seven quarters. Estimates are expecting a slight decline in revenue for Q4 December 2011 and a recovery in Q1 March 2012.

Annual Net Income (in millions)

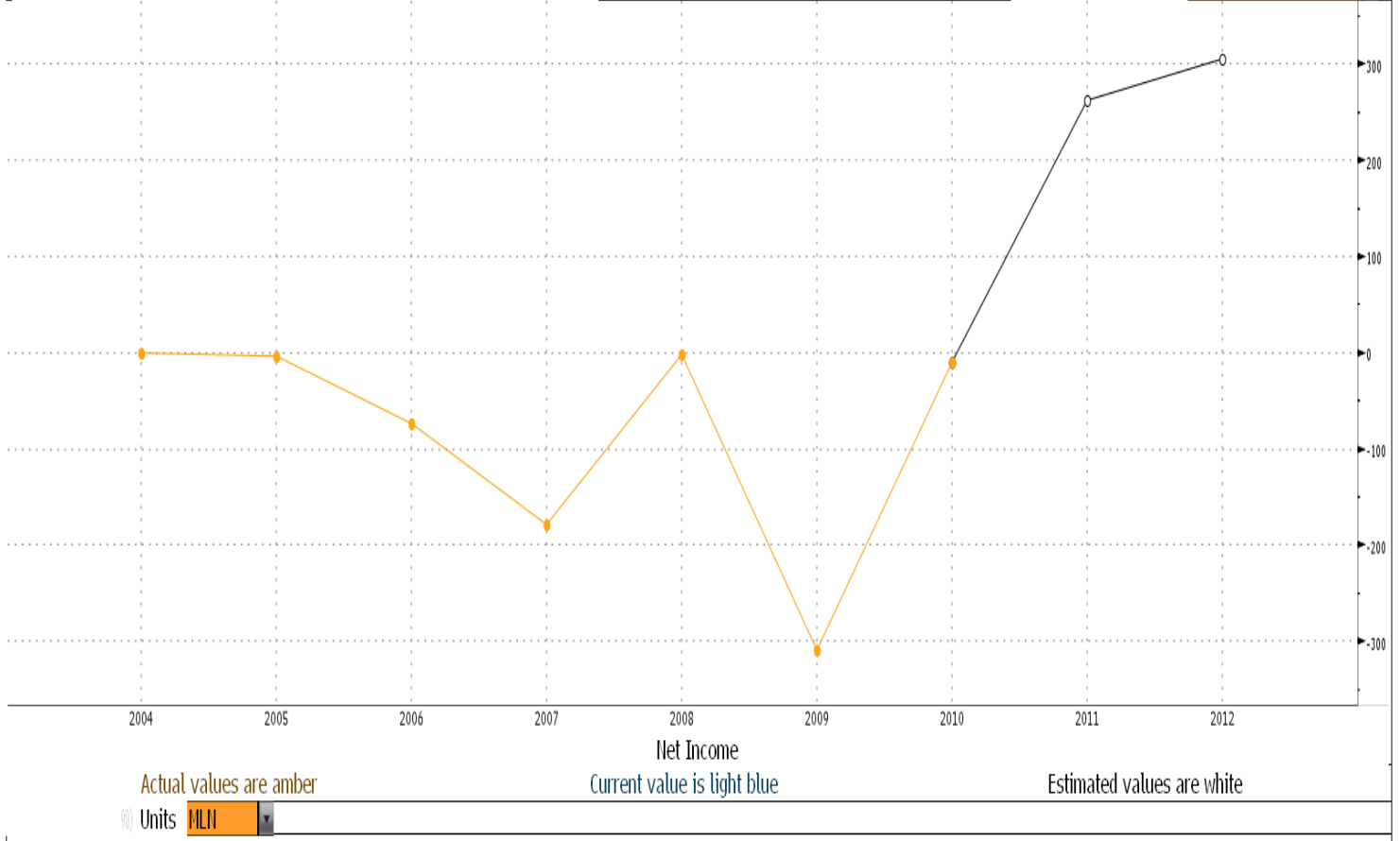
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EquityFA

Statement Summaries Page 1/64 Financial Analysis

Periods **12 Ann** Filing **MR** Curr **USD** Melco Crown Entertainment Ltd (MPEL US)
 Estimates Current Values Growth Chart Style **Line**



Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000
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 SN 810038 EST GMT-5:00 H201-75-0 28-Jan-2012 17:22:18

Annual net income is expected to be positive in 2011 and 2012.

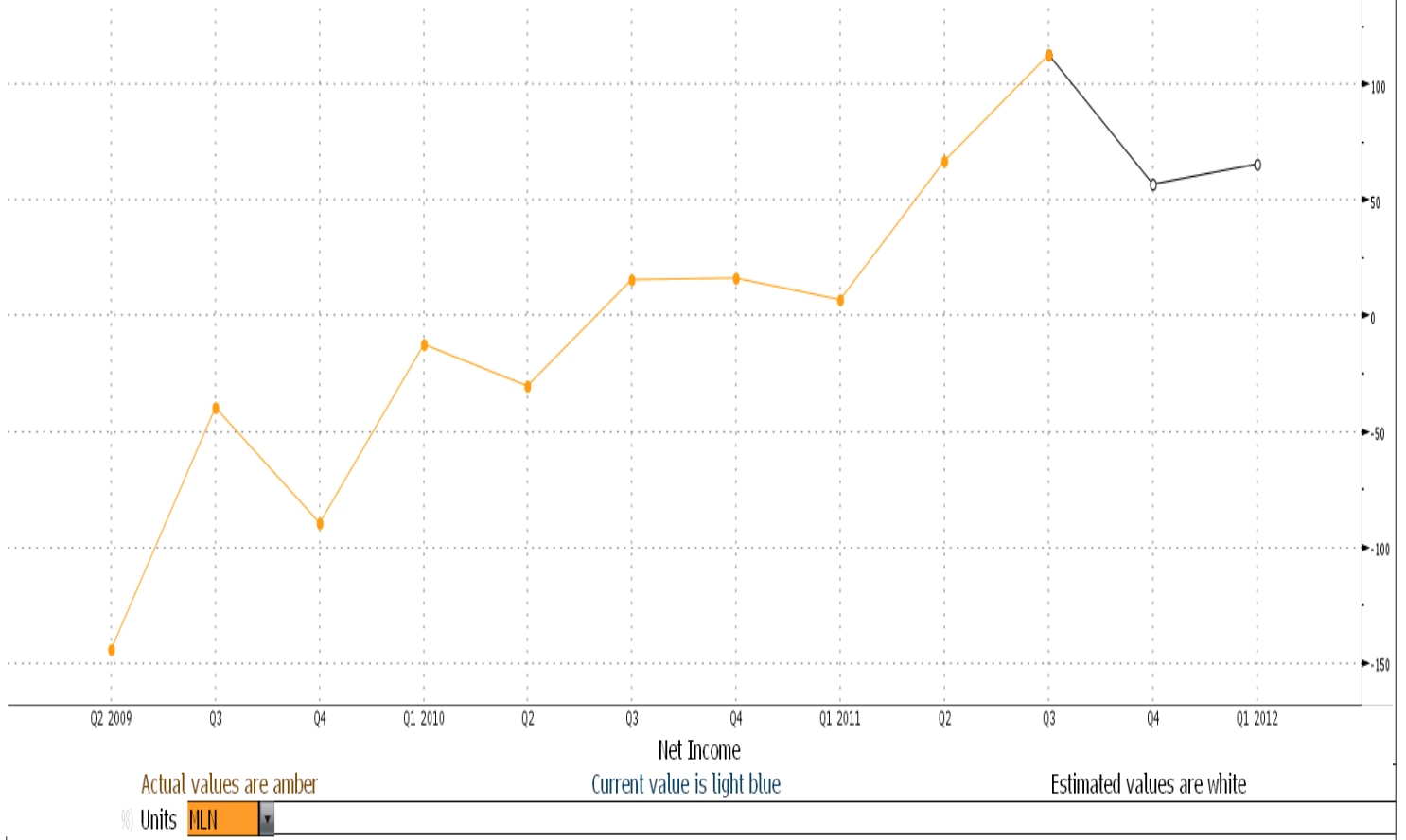
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EquityFA

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Statement Summaries Page 1/60 Financial Analysis

Periods 12 Qtr Filing NR Curr USD Melco Crown Entertainment Ltd (MPEL US)
 Estimates Current Values Growth Chart Style Line



Actual values are amber Current value is light blue Estimated values are white

Units: MLN

Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000
 SN 810038 EST GMT-5:00 H201-75-0 28-Jan-2012 17:22:26

Quarterly Net Income has been positive for the past five quarters. Net income is expected to decrease slightly in the next quarter, and recover in Q1 March 2012.

Annual Earnings Per Share

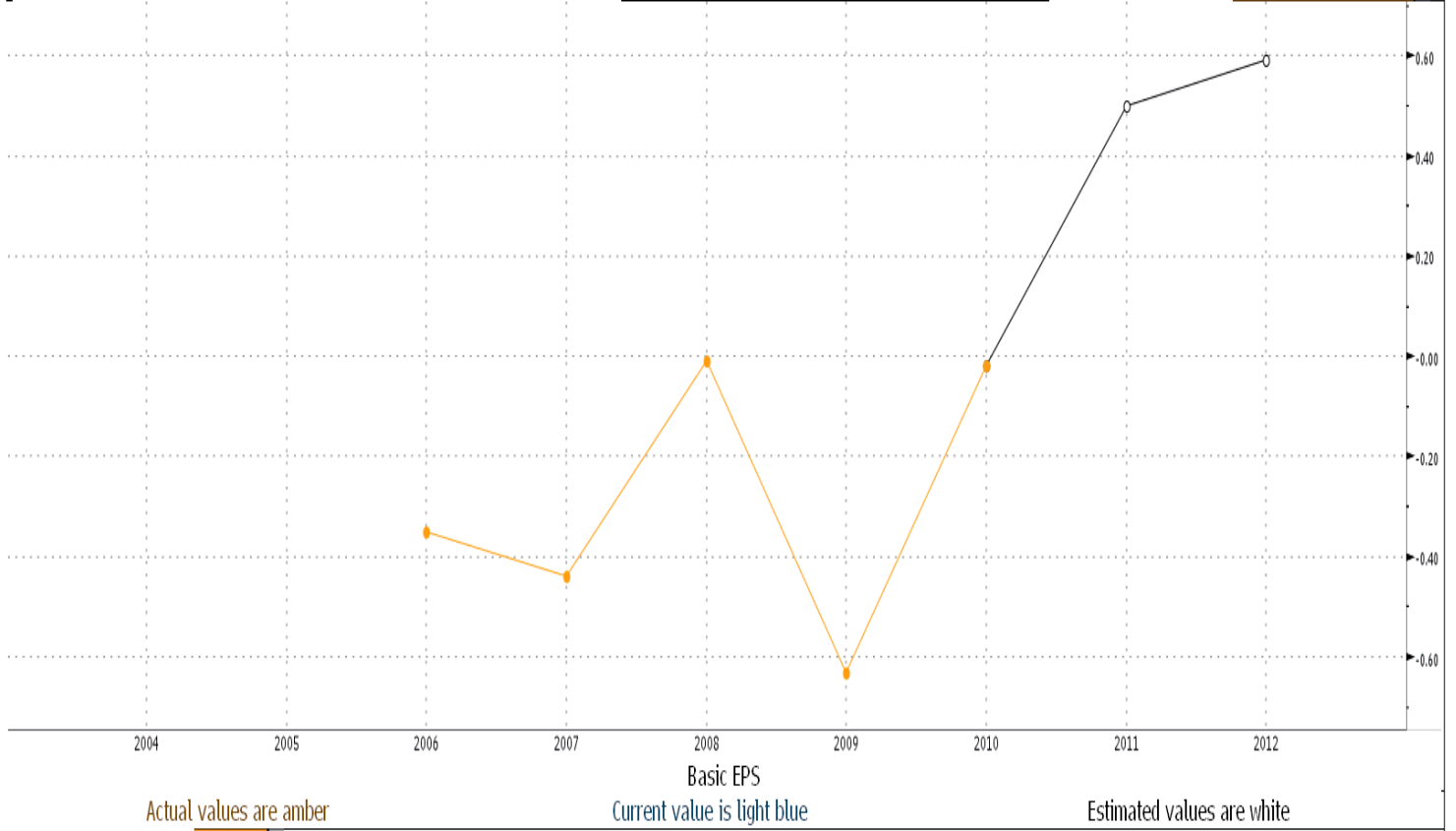
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EquityFA

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Statement Summaries Page 1/64 Financial Analysis

Periods **12 Ann** Filing **MR** Curr **USD** Melco Crown Entertainment Ltd (MPEL US)
 Estimates Current Values Growth Chart Style **Line**



Units **MLN**

| | | | | | | | | | | | | | | | | | | | | | | |
|-----------|----|---|------|------|-----------|------|------|------|--------|----|-----|------|------|---------------------------------------|----|----|------|------|-----------|-----|------|------|
| Australia | 61 | 2 | 9777 | 8600 | Brazil | 5511 | 3048 | 4500 | Europe | 44 | 20 | 7330 | 7500 | Germany | 49 | 69 | 9204 | 1210 | Hong Kong | 852 | 2977 | 6000 |
| Japan | 81 | 3 | 3201 | 8900 | Singapore | 65 | 6212 | 1000 | U.S. | 1 | 212 | 318 | 2000 | Copyright 2012 Bloomberg Finance L.P. | | | | | | | | |

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Earnings per share are expected to be positive in 2011 and grow at a slower rate in 2012.

Quarterly Earnings Per Share

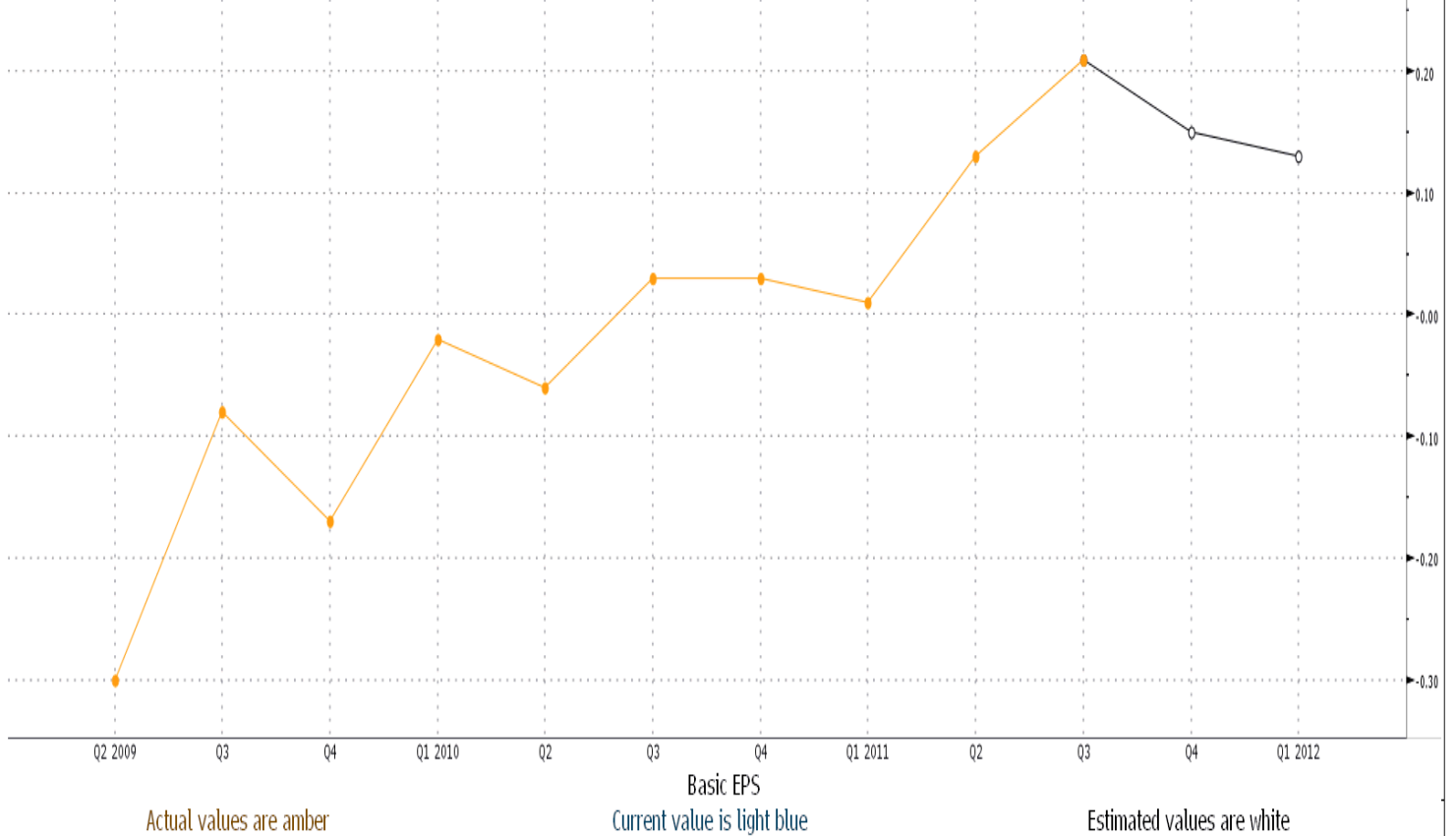
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EquityFA

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Statement Summaries Page 1/60 Financial Analysis

Periods **12** Qtr Filing **MR** Curr **USD** Melco Crown Entertainment Ltd (MPEL US)
 Estimates Current Values Growth Chart Style **Line**



Units **MLN**

| | | | | |
|--------------------------|------------------------|------------------------|---------------------------------------|-------------------------|
| Australia 61 2 9777 8600 | Brazil 5511 3048 4500 | Europe 44 20 7330 7500 | Germany 49 69 9204 1210 | Hong Kong 852 2977 6000 |
| Japan 81 3 3201 8900 | Singapore 65 6212 1000 | U.S. 1 212 318 2000 | Copyright 2012 Bloomberg Finance L.P. | |

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Earnings per share is expected to decrease slightly in the next two quarters, but is expected to remain positive.

FUNDAMENTAL RATIO ANALYSIS

MPEL is able to pay off its current debts in the short term without any difficulties. The company's revenues have steadily grown in the past few years and almost doubled from 2010 to 2011. From 2009 to 2010, return on equity and assets grew 96.61% and 96.72% respectively. Pre-tax income margin also grew 98.43%. The outlook for the future seems very bright as revenues continue to grow with the world economy recovering. The price to earnings ratio makes MPEL relatively undervalued to competitors such as LVS and WYNN.

| | | | |
|-----------------------------------|----------------------|----------------------|----------------------|
| Revenue Growth (2010-2011) | ROE | Current Ratio | Price to Book |
| 96.20% | -0.42% | 1.33 | 1.35 |
| Operating Margin | ROA | Quick Ratio | |
| 3.50% | -0.22% | 1.32 | |
| Income Margin | P/E (Current) | Debt/Capital | |
| -0.36% | 23.21 | 0.39 | |

CASH FLOW ANALYSIS

The company's positive net cash flow position demonstrates their ability to pay back investors in the form of dividends in the future, pay off current liabilities and invest further in future operations. Over the past couple of years MPEL has shown high volatility in their net cash positions, mainly due to the expansionary projects they undertook. However, upon further analyse of industry competitors, LVS and WYNN, it is evident that the start-up cost for entertainment businesses are highly expensive, signifying a common negative cash operating position in the early years of expansion. Currently, MPEL has had significant growth in net cash flows representing the sin stock's stability as well as forecasting the possibility of their first dividend payout. As of September 30th 2011, cash and cash equivalents totalled \$1,450.5 million. Total debt at the end of Q3 September 2011 was \$2.4 billion, which represented a total net debt to equity of 39%. Capital expenditures for Q3 2011 totalled \$22.6 million, of which \$8 million was used to design Studio City, \$5 million for the new development of the Mocha site, and the remainder to projects at the City of Dreams.

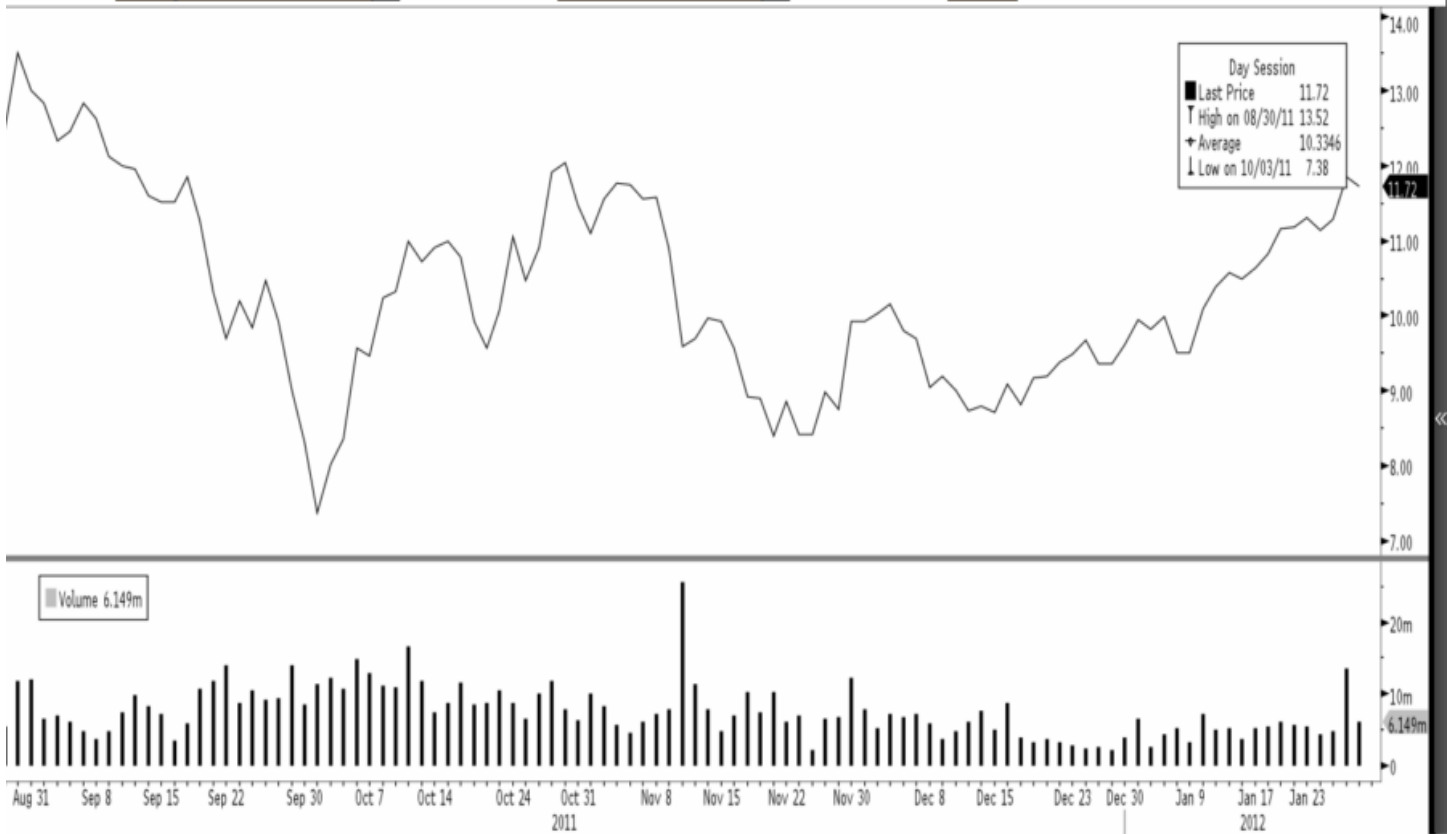
| | | | |
|--------------------------|-----------------------|----------------------------|------------------------|
| Net Cash Position | Dividend | Div. Growth Rate | Price/Cash Flow |
| \$441.92m | N/A | N/A | 8.42 |
| FCF Yield | Dividend Yield | Cash from Operation | Dividend Payout |
| 5.89% | N/A | 401.96m | 0 |

TECHNICAL ANALYSIS

The technical analysis on Melco Crown Entertainment consists of price and volume, the relative strength index, moving average convergence-divergence, 10-50-200 day simple moving averages, Fibonacci retracements, and Bollinger bands.

MPEL US \$ C **11.72** **-.14** D **↑11.71/11.72** 106x56 EquityGP
 As of Jan27 DELAYED Vol 6,148,660 Op 11.96 P Hi 11.96 P Lo 11.56 D

MPEL US EQUITY Save Chart Hide GP - Line Chart Page 1/4
 Range 08/29/11 - 01/27/12 Upper Trade Line Mov. Avgs Currency USD
 Period Daily Lower Volume Mov. Avg Events



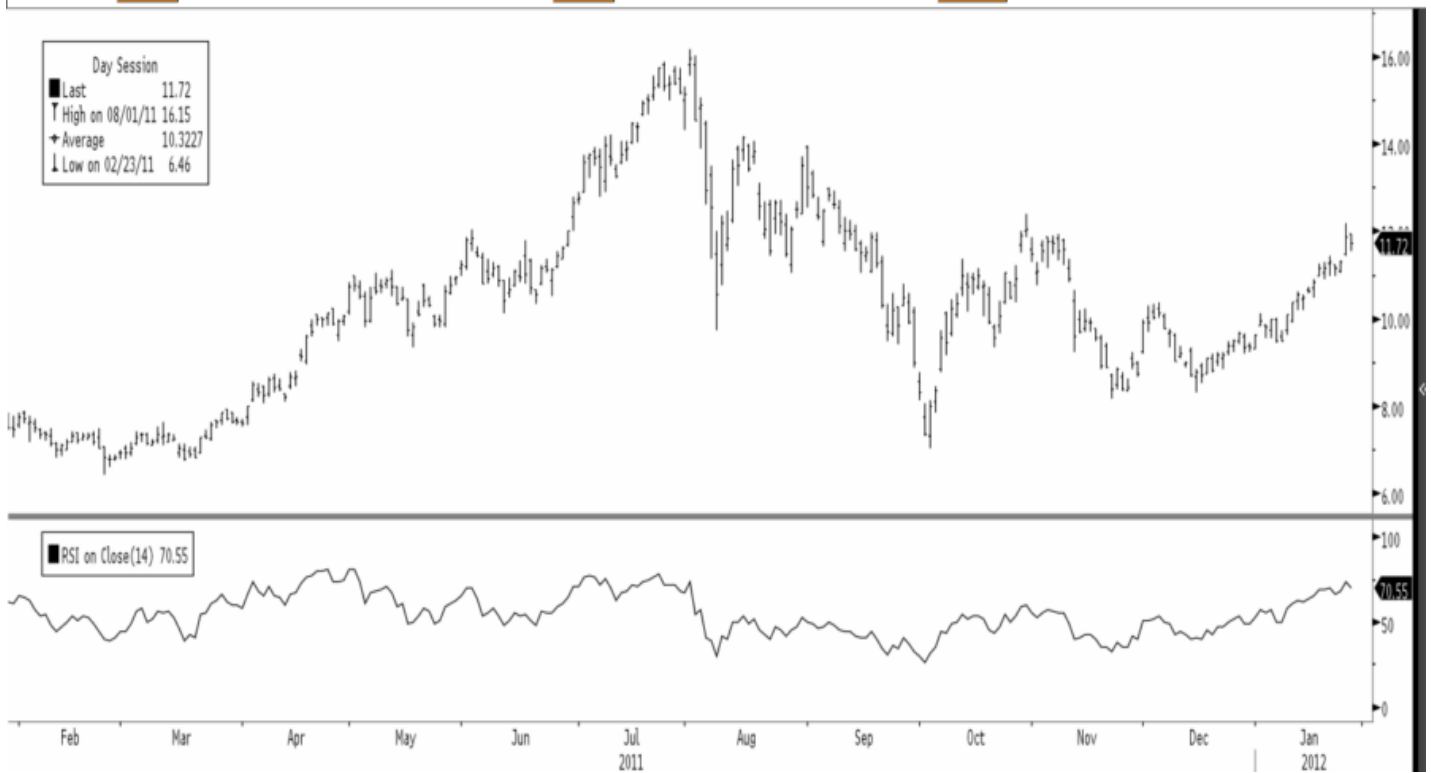
Above is the basic price and volume chart for six months. The price is beginning a steady rise with a minor increase in volume over the last month. The price is approaching a previous resistance level of around \$12.00 and appears to be on a slight pullback.

Relative Strength Index

The relative strength index (RSI) helps determine when an asset is oversold or overbought. Generally the asset is considered overbought when the RSI value breaks above 70, and oversold when the RSI value breaks below 30. MPEL's RSI value is currently at 70.55 and is beginning to break back down below the 70 mark. This would indicate that the stock may enter into a period of selling and a pullback should occur allowing for entering at a lower entry point.

MPEL US \$ C **11.72** **-.14** D **↑11.71/11.72** 106x56 Equity**RSI**
 As of Jan27 DELAYED Vol 6,148,660 Op 11.96 P Hi 11.96 P Lo 11.56 D

| | | | | | | |
|-----------------------|---------------------|-------|-------------------------|-----------|--|--------------|
| MPEL US EQUITY | Save Chart | Hide | Relative Strength Index | | | Page 1/19 |
| Range | 01/27/11 - 01/27/12 | Upper | Bar Chart | Mov. Avgs | | Currency USD |
| Period | Daily | Lower | None | Mov. Avg | | Events |
| RSI | 14 | OverB | | OverS | | |



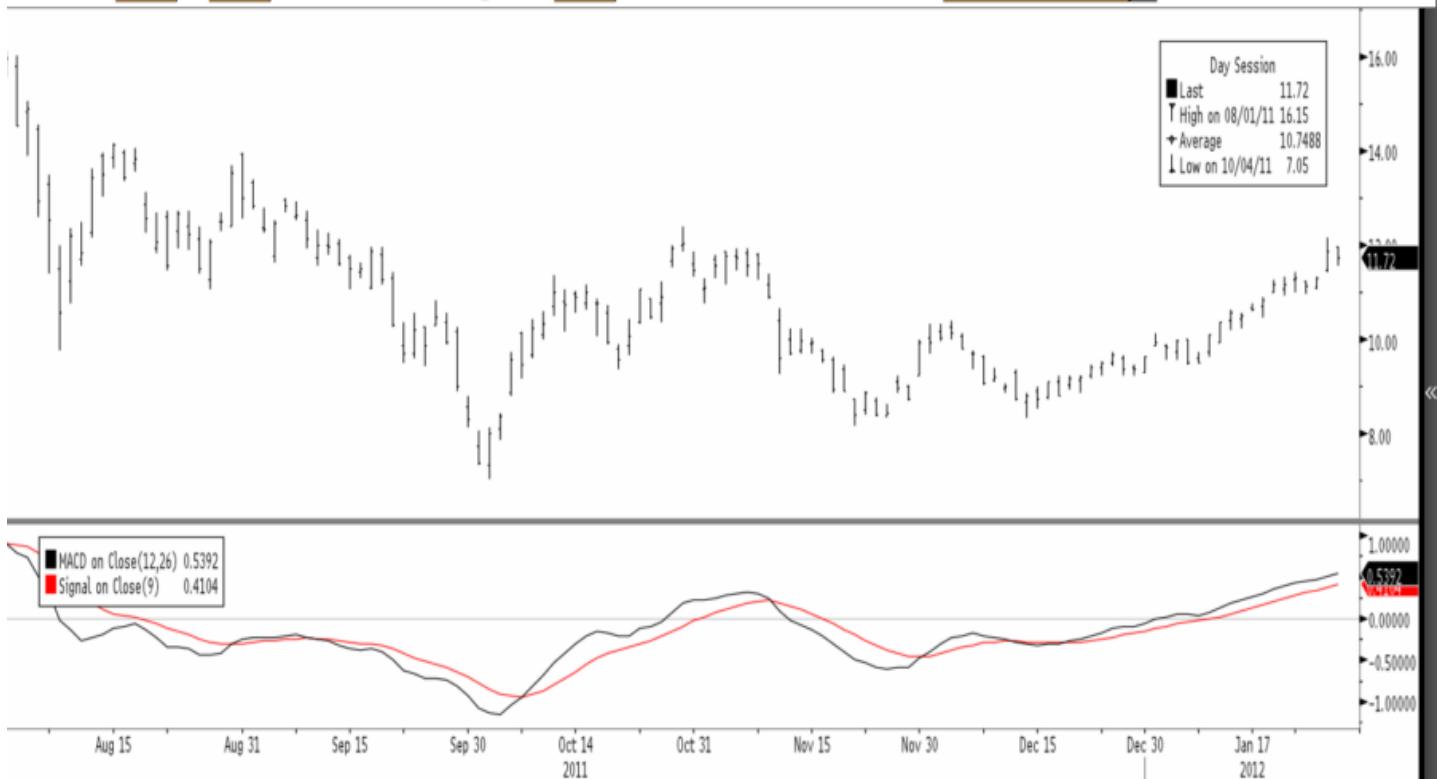
Moving Average Convergence – Divergence

The moving average convergence – divergence (MACD) is a trend-following momentum indicator. When the MACD crosses over the red signal line, this indicates that there is upwards momentum in the stock price. This upwards momentum appears to be the trend over the past month with a continuous gap between the two lines. The MACD is giving a bullish signal.

MPEL US \$ C **11.72** -.14 D ↑11.71/11.72 106x56 Equity**MACD**
 As of Jan27 DELAYED Vol 6,148,660 Op 11.96 P Hi 11.96 P Lo 11.56 D

MPEL US EQUITY Save Chart Hide Moving Avg Conv/Div Page 1/10

Range 08/01/11 - 01/27/12 Upper Bar Chart Mov. Avgs Currency USD
 Period Daily Lower None Mov. Avg Events
 MACD 12 - 26 Signal 9 MACDDiff None



Simple Moving Averages

The simple moving averages (SMA) represent the average stock price over a certain period of time according to equal weighting to each daily price. The closing prices are added up over a specified time period and then divided by the time period. The current stock price is above the 10, 50, and 200 day moving averages, representing an uptrend in the stock price. Also, the shorter term 10 day moving average has crossed the 50 day and 200 day averages, also indicating that the stock price is on an upward momentum. The 10 day moving average is currently at \$11.16 and is considered a support level if a price pullback occurs.

MPEL US \$ C **11.72** **-.14** D **↑11.71/11.72** 106x56 **EquityGPO**
 As of Jan27 DELAYED Vol 6,148,660 Op 11.96 P Hi 11.96 P Lo 11.56 D

| | | | | | | | |
|-----------------------|---------------------|------------|-----------|-----------------|--------|----------|-----------|
| MPEL US EQUITY | | Save Chart | Hide | GPO - Bar Chart | | | Page 1/10 |
| Range | 08/01/11 - 01/27/12 | Upper | Bar Chart | Mov. Avgs | 50 200 | Currency | USD |
| Period | Daily | Lower | None | Mov. Avg | | Events | |



Fibonacci Retracement

The Fibonacci retracement levels identify areas of support and resistance. The Fibonacci retracement lines can be used for setting target prices or stop losses. From the Fibonacci retracement lines for MPEL, it can be seen that the price is currently between the 50% and 61.8% lines. The price tested the 50% support on Friday and held above through close. This indicates that the price is being supported at the 50% level and would indicate the nearest resistance level is at the 61.8% level at about \$12.75. If the price breaks below 50% support level the next support is the 38.2% level at \$10.50.

MPEL US \$ C **11.72** **-.14** D **↑11.71/11.72** 106x56

EquityGPF

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|-----------------------|---------------------|-------|-----------------------|-----------|----------|-----------|
| MPEL US EQUITY | | Hide | Fibonacci Retracement | | | Page 1/10 |
| Range | 08/01/11 - 01/27/12 | Upper | Bar Chart | Mov. Avgs | Currency | USD |
| Period | Daily | Lower | None | Mov. Avg | Events | |



Bollinger Bands

The Bollinger bands are plotted two standard deviations away from the simple moving average. The Bollinger bands account for the volatility in the market conditions and widen during periods of high volatility, while tightening during periods of low volatility. The closer the price is to the upper bands, the more overbought the asset usually is, while the closer the price is to the lower band, the more oversold the asset is considered. The current price of MPEL is close to the upper bands indicating that the stock is nearing resistance levels and could revert to the mean.

MPEL US \$ C **11.72** **-.14** D **↑11.71/11.72** 106x56 Equity**BOLL**
 As of Jan27 DELAYED Vol 6,148,660 Op 11.96 P Hi 11.96 P Lo 11.56 D

MPEL US EQUITY Save Chart Hide Bollinger Bands Page 1/9

Range 08/29/11 - 01/27/12 Upper Bar Chart Mov. Avgs Currency USD

Period Daily Lower None Mov. Avg Events

Boll 20 Upper Band 2.0 Lower Band 2.0 Bandwidth % B Shading



SELECTION METHODOLOGY

We would like to diversify our MACIC portfolio with a casino gaming stock, with potential for tremendous upside. As indicated in the overview, Melco Crown Entertainment has multiple casinos in the world's biggest and most popular gaming strip. MPEL has very good relations with the gaming commission in China and Hong Kong that requires expensive and exclusive permits in order to legally operate, making it an attractive industry because of the barriers to entry. An estimated 95% of gambling in Hong Kong and China is attributed to illegal gambling. With ever increasing accessibility and future regulations in Hong Kong and Macau, there is a very large population that can potentially contribute to the revenue in the future. The technical analysis charts show that the stock is on an evident upwards trend over the past two months with some increase in volume to support it. It is also overbought in the short term as indicated by the Relative Strength Index. Our recommendation is a limit order at the nearest support level due to an anticipated minor correction and reversion to the mean signalled by the Bollinger bands. MPEL is set to release earnings in late February which could also be a catalyst for an upwards movement in price. Analysts are expecting MPEL, and one of its competitors, LVS, to beat earnings estimates this season as Macau growth might be understated. The simple moving averages and MACD values continue to signal a longer term upward trend. Therefore the recommendation is to hold for a short term pullback, and enter with a limit order of \$10.85 at the nearest support level.