M DREAM INWORLD LIMITED
聯夢活力世界有限公司*

(Incorporated in the Cayman Islands with limited liability)
Stock Code: 8100

CONNECTED TRANSACTIONS,
VERY SUBSTANTIAL ACQUISITION,
ISSUE OF NEW SHARES
AND
PROPOSED INCREASE IN AUTHORIZED SHARE CAPITAL

COMPLETION OF TRANSACTIONS

Reference is made to the circular of M Dream Inworld Limited (the "Circular") dated 8 October 2004 and the announcement dated 25 October 2004. Terms used in this announcement shall have the same meanings as defined in the Circular, unless otherwise stated.

The Directors are pleased to announce that the completion of the Three Agreements took place on 29 October 2004. All conditions to which the Three Agreements were subject were satisfied.

By Order of the board of Directors
M Dream Inworld Limited
Koh Tat Lee, Michael
Chairman

Hong Kong, 29 October 2004

As at the date hereof, the executive directors of the Company are Mr. Koh Tat Lee, Michael, Mr. Xu Hanjie and Mr. Wong Shui Fun; the non-executive directors of the Company are Mr. Wong Kean Li and Mr. Ng Yat Cheung; the independent non-executive directors of the Company are Mr. Domingo Chen, Mr. Robert Wong and Ms. Hilda Sung.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the GEM website on the "Latest Company Announcements" page for at least 7 days from the date of its posting.

* For identification purpose only