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GALAXY ENTERTAINMENT GROUP LIMITED

銀河娛樂集團有限公司

(incorporated in Hong Kong with limited liability)

(Stock Code: 27)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2024

LETTER FROM THE CHAIRMAN OF GALAXY ENTERTAINMENT GROUP LIMITED ("GEG" or the "Company")

I would like to provide you with a broad market overview and review of GEG's financial performance for the second quarter and first half of 2024. For the first half of 2024, Group Net Revenue up 37% year-on-year to HK\$21.5 billion and Adjusted EBITDA up 37% year-on-year to HK\$6.0 billion. In Q2 2024, Group Adjusted EBITDA of HK\$3.2 billion, up 28% year-on-year and up 12% quarter-on-quarter. We continued to drive every segment of our business and further improve our resorts. We are very pleased to report that for both Q2 and the first half 2024, our resort hotels reported virtually 100% occupancy.

Our balance sheet continued to be healthy and liquid with total cash and liquid investments of HK\$29.0 billion and the net position was HK\$25.2 billion after debt of HK\$3.8 billion. Our strong balance sheet allows us to return capital to shareholders through dividends and to fund our longer-term development plans and international ambitions. Subsequently the Group announced an interim dividend of HK\$0.50 per share to be paid on or about 25 October 2024. These dividends demonstrate our confidence in the positive long-term outlook for Macau and for the Company.

During the quarter, the Central Government continued to show support for Macau by expanding the Individual Visit Scheme (IVS) to 59 eligible cities with a total combined population of approximately 500 million people. Additionally, the Government relaxed visa requirements to allow multiple entries into Macau for group tour visitors from Hengqin and for people from various sectors.

We are well advanced with the implementation of smart tables. Recently we completed the backend systems integration and customer database transfer. We also successfully completed live back-of-house pilot testing of smart tables. And in early July, we commenced the rollout of smart tables across Galaxy Macau™'s main gaming floor. We anticipate to complete the full rollout by year end.

On the development front, we continue to move forward with the fitting out of the Capella at Galaxy Macau and Phase 4, which has a strong focus on non-gaming, primarily targeting entertainment, family facilities and also includes gaming.

We are very pleased to welcome the 75th anniversary of the founding of the People's Republic of China and the 25th anniversary of Macau's return to the Motherland this year. We hope that the industry will continue to receive the full support of the Central Government and the Macau SAR Government. As always GEG will support these important milestones with a range of supportive promotional activities and events.

Last but not least, I would like to thank all of our team members who deliver 'World Class, Asian Heart' service each and every day and contribute to the success of the Group.

Dr. Lui Che Woo

GBM, MBE, JP, LLD, DSSc, DBA

Chairman

INTERIM RESULTS

The Board of Directors of GEG is pleased to announce the unaudited results of GEG and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30 June 2024 as follows:

Q2 & INTERIM 2024 RESULTS HIGHLIGHTS

GEG: Well Positioned for Future Growth

- 1H Group Net Revenue of HK\$21.5 billion, up 37% year-on-year
- 1H Group Adjusted EBITDA of HK\$6.0 billion, up 37% year-on-year
- 1H Net Profit Attributable to Shareholders (“NPAS”) of HK\$4.4 billion, up 52% year-on-year
- Q2 Group Net Revenue of HK\$10.9 billion, up 26% year-on-year and up 3% quarter-on-quarter
- Q2 Group Adjusted EBITDA of HK\$3.2 billion, up 28% year-on-year and up 12% quarter-on-quarter
- Normalized Q2 Adjusted EBITDA was HK\$3.2 billion after adjusting for bad luck of HK\$20 million
- Latest twelve months Adjusted EBITDA of HK\$11.6 billion, up 219% year-on-year and up 6% quarter-on-quarter

Galaxy Macau™: Well Positioned for Future Growth

- 1H Net Revenue of HK\$17.0 billion, up 43% year-on-year
- 1H Adjusted EBITDA of HK\$5.4 billion, up 34% year-on-year
- Q2 Net Revenue of HK\$8.6 billion, up 32% year-on-year and up 4% quarter-on-quarter
- Q2 Adjusted EBITDA of HK\$2.8 billion, up 28% year-on-year and up 6% quarter-on-quarter
- Normalized Q2 Adjusted EBITDA was HK\$2.8 billion after adjusting for bad luck of HK\$53 million
- Hotel occupancy for Q2 across the seven hotels was 98%

StarWorld Macau: Well Positioned for Future Growth

- 1H Net Revenue of HK\$2.7 billion, up 25% year-on-year
- 1H Adjusted EBITDA of HK\$825 million, up 43% year-on-year
- Q2 Net Revenue of HK\$1.3 billion, up 8% year-on-year and down 3% quarter-on-quarter
- Q2 Adjusted EBITDA of HK\$390 million, up 8% year-on-year and down 10% quarter-on-quarter
- Normalized Q2 Adjusted EBITDA was HK\$357 million after adjusting for good luck of HK\$33 million
- Hotel occupancy for Q2 was 100%

Broadway Macau™, City Clubs and Construction Materials Division (“CMD”)

- Broadway Macau™: Q2 Adjusted EBITDA was HK\$8 million, versus HK\$(10) million in Q2 2023 and HK\$4 million in Q1 2024
- City Clubs: Q2 Adjusted EBITDA was HK\$5 million, up 25% year-on-year and up 25% quarter-on-quarter
- CMD: Q2 Adjusted EBITDA was HK\$256 million, up 12% year-on-year and up 133% quarter-on-quarter

Balance Sheet: Healthy and Liquid Balance Sheet

- As at 30 June 2024, cash and liquid investments were HK\$29.0 billion and the net position was HK\$25.2 billion after debt of HK\$3.8 billion
- Announced an interim dividend of HK\$0.50 per share payable on or about 25 October 2024

Development Update: Opening Capella at Galaxy Macau in mid-2025; Ramping up GICC, Galaxy Arena, Raffles at Galaxy Macau and Andaz Macau; Progressing with Phase 4

- Announced the opening of Capella at Galaxy Macau in mid-2025
- Cotai Phase 3 – Ramping up GICC, Galaxy Arena, Raffles at Galaxy Macau and Andaz Macau
- Cotai Phase 4 – Our efforts are firmly focused on the development of Phase 4. Phase 4 has a strong focus on non-gaming, primarily targeting entertainment, family facilities and also includes gaming

CONDENSED CONSOLIDATED INCOME STATEMENT (Unaudited)
For The Six Months Ended 30 June 2024

	Note	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Revenue (Note)	3	21,470,552	15,715,349
Other income/gains, net		599,864	265,804
Special gaming tax and other related taxes to the Macau Government		(7,977,262)	(5,488,075)
Raw materials and consumables used		(707,879)	(702,433)
Amortisation and depreciation		(1,787,525)	(1,187,141)
Employee benefit expenses		(3,992,425)	(3,480,227)
Other operating expenses		(3,073,324)	(2,101,300)
Finance costs		(58,837)	(122,915)
Share of profits less losses of:			
Joint ventures		5,806	45,360
Associated companies		72	(27)
Profit before taxation	5	4,479,042	2,944,395
Taxation charge	6	(71,798)	(46,945)
Profit for the period		4,407,244	2,897,450
Attributable to:			
Equity holders of the Company		4,387,354	2,890,261
Non-controlling interests		19,890	7,189
		4,407,244	2,897,450
		<i>HK cents</i>	<i>HK cents</i>
Earnings per share	8		
Basic		100.3	66.2
Diluted		100.3	66.1
		<i>HK\$'000</i>	<i>HK\$'000</i>
<u>Note: Analysis of revenue</u>			
Gross revenue from gaming operations		19,966,520	13,728,266
Commission and incentives		(3,191,034)	(1,816,254)
Net revenue from gaming operations		16,775,486	11,912,012
Revenue from hotel, mall operations and others		3,089,408	2,296,148
Sales of construction materials		1,605,658	1,507,189
		21,470,552	15,715,349

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)
For The Six Months Ended 30 June 2024

	2024	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
Profit for the period	4,407,244	2,897,450
Other comprehensive (loss)/income		
Items that will not be subsequently reclassified to profit or loss		
Change in fair value of financial assets at fair value through other comprehensive income	(104,481)	1,188,170
Items that may be subsequently reclassified to profit or loss		
Translation differences of subsidiaries	(27,305)	(63,477)
Share of translation differences of joint ventures	(16,398)	(64,552)
Other comprehensive (loss)/income for the period, net of tax	(148,184)	1,060,141
Total comprehensive income for the period	4,259,060	3,957,591
Total comprehensive income attributable to:		
Equity holders of the Company	4,241,749	3,962,516
Non-controlling interests	17,311	(4,925)
	4,259,060	3,957,591

CONDENSED CONSOLIDATED BALANCE SHEET (Unaudited)**As at 30 June 2024**

	30 June 2024	31 December 2023
Note	<i>HK\$'000</i>	<i>HK\$'000</i>
ASSETS		
Non-current assets		
Property, plant and equipment	49,716,224	49,313,068
Right-of-use assets	4,729,800	4,817,188
Intangible assets	2,364,297	2,500,024
Joint ventures	2,223,813	2,234,405
Associated companies	18,523	2,525
Financial assets at amortised cost	4,961,938	4,153,009
Financial assets at fair value through other comprehensive income	4,642,486	4,780,218
Other non-current assets	253,769	207,766
	<u>68,910,850</u>	<u>68,008,203</u>
Current assets		
Inventories	215,710	221,888
Debtors and prepayments	9 1,908,796	1,664,041
Amounts due from joint ventures	137,667	136,638
Taxation recoverable	37,380	39,405
Current portion of financial assets at amortised cost	3,011,560	2,633,510
Cash and cash equivalents and other bank deposits	17,372,495	14,511,770
	<u>22,683,608</u>	<u>19,207,252</u>
Total assets	<u>91,594,458</u>	<u>87,215,455</u>
EQUITY		
Share capital and shares held for share award scheme	24,127,232	24,103,725
Reserves	49,707,883	46,655,447
Equity attributable to owners of the Company	<u>73,835,115</u>	<u>70,759,172</u>
Non-controlling interests	475,230	457,919
Total equity	<u>74,310,345</u>	<u>71,217,091</u>
LIABILITIES		
Non-current liabilities		
Deferred taxation liabilities	95,552	110,375
Lease liabilities	524,959	548,796
Retention payable	295,251	288,092
Macau gaming concession payable	2,243,088	2,341,986
Non-current deposits and other payables	229,312	176,267
	<u>3,388,162</u>	<u>3,465,516</u>
Current liabilities		
Creditors and accruals	10 9,816,985	10,881,244
Amounts due to joint ventures	26,176	24,519
Current portion of lease liabilities	73,873	79,296
Borrowings	3,836,681	1,452,958
Provision for tax	142,236	94,831
	<u>13,895,951</u>	<u>12,532,848</u>
Total liabilities	<u>17,284,113</u>	<u>15,998,364</u>
Total equity and liabilities	<u>91,594,458</u>	<u>87,215,455</u>
Net current assets	<u>8,787,657</u>	<u>6,674,404</u>
Total assets less current liabilities	<u>77,698,507</u>	<u>74,682,607</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. Macau gaming concession

Gaming in Macau is administered by the Government of the Macau Special Administrative Region (the “Macau Government”) through concession awarded, of which the Company’s principal subsidiary, Galaxy Casino, S.A. (“GCSA”) is one of Concessionaires.

On 16 December 2022, the Macau Government and GCSA entered into a new gaming concession contract (the “Gaming Concession Contract”) for a term of 10 years, from 1 January 2023 to 31 December 2032. On 30 December 2022, separate contracts for the reversion of casinos and related assets for gaming business to the Macau Government (the “Reversion of Property Contract”) were signed by the Group. The casino areas of Galaxy Macau, StarWorld and Broadway held by subsidiaries of GEG, together with the revertible gaming assets held by GCSA are to be reverted to the Macau Government without compensation and the Macau Government temporarily handed over to the Group for its continuing use in gaming operations during the 10-year term of the Gaming Concession Contract. As the control and the economic benefits of these casino areas and gaming assets will be continuously retained by the Group and with the assumption of the subsequent successful retention and tendering of the gaming concession, GCSA will continue to recognise these casino areas and gaming assets as right-of-use assets and property, plant and equipment and depreciate their carrying amounts over their estimated remaining useful lives.

On 1 January 2023, GCSA recognised an intangible asset and corresponding financial liability included in “Macau gaming concession payable” and “Creditors and accruals”, representing the right to conduct games of chance in Macau and the unconditional obligation to make payments under the Gaming Concession Contract and the Reversion of Property Contract. As at 30 June 2024, the net book value of intangible asset recorded as HK\$2.30 billion while non-current and current portion of the financial liability recorded as HK\$2.24 billion and HK\$0.27 billion respectively.

GCSA committed to invest MOP33.75 billion (approximately HK\$32.76 billion), which includes MOP32.85 billion (approximately HK\$31.89 billion) in non-gaming facilities and activities and MOP0.9 billion (approximately HK\$0.87 billion) on gaming, primarily investing in the tourism and entertainment sectors that will be spent, over the span of the Gaming Concession Contract, to support the Macau Government’s objectives to further develop and diversify Macau’s economy and attract more overseas visitors. The abovementioned committed investment includes MOP5.4 billion (approximately HK\$5.24 billion) further commitment triggered by the investment increasing mechanism of the investment plan.

2. Basis of preparation and accounting policies

The interim financial information for the six months ended 30 June 2024 has been prepared in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants under the historical cost convention, as modified by the revaluation of certain financial assets and financial liabilities, which are carried at fair values. The interim financial information should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2023, which have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRS”).

2. Basis of preparation and accounting policies (Cont'd)

The financial information relating to the year ended 31 December 2023 that is included in these unaudited condensed consolidated financial statements for the six months ended 30 June 2024 as comparative information does not constitute the statutory annual consolidated financial statements of the Company for that year but is derived from those consolidated financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) is as follows:

The Company has delivered the consolidated financial statements for the year ended 31 December 2023 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Companies Ordinance.

The Company's auditor has reported on those consolidated financial statements. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its reports; and did not contain a statement under sections 406(2), 407(2) or (3) of the Companies Ordinance.

The accounting policies used in the preparation of the interim financial information are consistent with those used and as described in the annual consolidated financial statements of the Company for the year ended 31 December 2023, except as described below:

(a) The adoption of amended standards and interpretation

In 2024, the Group adopted the following amended standards and interpretation which are relevant to its operations.

HKAS 1 (Amendments)	Classification of Liabilities as Current or Non-current
HKAS 1 (Amendments)	Non-current Liabilities with Covenants
HKAS 7 and HKFRS 7 (Amendments)	Supplier Finance Arrangements
HKFRS 16 (Amendments)	Lease Liability in a Sale and Leaseback
HK-Int 5 (2020)	Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause

The Group has assessed the impact of the adoption of these amended standards and interpretation and considered that there was no significant impact on the Group's results and financial position.

2. Basis of preparation and accounting policies (Cont'd)

(b) New standards and amendments to existing standards and interpretation that are not yet effective

<u>New standards and amendments</u>		<u>Effective for accounting periods beginning on or after</u>
HKAS 21 and HKFRS 1 (Amendments)	Lack of Exchangeability	1 January 2025
HKFRS 9 and HKFRS 7 (Amendments)	Classification and Measurement of Financial Instruments	1 January 2026
HKFRS 10 and HKAS 28 (Amendments)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined
HKFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
HKFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
HK-Int 5 (Amendments)	Presentation of Financial Statements - Classification by Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 January 2027

The Group has not early adopted the above new standards and amendments and is in the process of assessing the impact of these new standards and amendments on the Group's accounting policies and consolidated financial statements.

3. Revenue

Revenue recognised during the period are as follows:

	2024	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
Gross revenue from gaming operations	19,966,520	13,728,266
Less: Commission and incentives	(3,191,034)	(1,816,254)
Net revenue from gaming operations	16,775,486	11,912,012
Revenue from hotels, mall operations and others (Note)	3,089,408	2,296,148
Sales of construction materials	1,605,658	1,507,189
	21,470,552	15,715,349

Note:

Revenue from hotels, mall operations and others includes rental income amounted to approximately HK\$724 million (2023: HK\$855 million).

4. Segment information

The Board of Directors is responsible for allocating resources, assessing performance of the operating segment and making strategic decisions, based on a measurement of adjusted earnings before interest, tax, depreciation, amortisation and certain items (the “Adjusted EBITDA”). This measurement basis of Adjusted EBITDA excludes the effects of non-recurring income and expenditure from the operating segments, such as pre-opening expenses, donation and sponsorship, foreign exchange gain or loss, fair value change on financial assets at fair value through profit or loss, gain or loss on disposal and write-off of property, plant and equipment and intangible assets, and impairment charge when the impairment is the result of an isolated, non-recurring event. The Adjusted EBITDA also excludes taxation of joint ventures and associated companies, the effects of share option expenses and share award expenses.

In accordance with the internal financial reporting and operating activities of the Group, the reportable segments are the gaming and entertainment segment and the construction materials segment. Corporate and treasury management represents corporate level activities including central treasury management and administrative function.

The reportable segments derive their revenue from the operations in casino games of chance or games of other forms, provision of hospitality and related services in Macau, and the manufacture, sale and distribution of construction materials in Hong Kong, Macau and Mainland China.

There are no sales or trading transaction between the operating segments.

	Gaming and entertainment <i>HK\$'000</i>	Construction materials <i>HK\$'000</i>	Corporate and treasury management <i>HK\$'000</i>	Total <i>HK\$'000</i>
Six months ended 30 June 2024				
Revenue recognised under HKFRS	<u>19,864,894</u>	<u>1,605,658</u>	<u>-</u>	<u>21,470,552</u>
Adjusted EBITDA including share of results of joint ventures and associated companies	<u>5,723,987</u>	<u>366,164</u>	<u>(79,106)</u>	<u>6,011,045</u>
Interest income and dividend income from listed investments				540,142
Amortisation and depreciation				(1,787,525)
Finance costs				(58,837)
Taxation charge				(71,798)
Adjusted items:				
Taxation of joint ventures and associated companies				(634)
Pre-opening expenses				(45,942)
Net gain on disposal and write-off of property, plant and equipment				22,123
Share option expenses				(72,204)
Share award expenses				(79,333)
Donation and sponsorship				(2,113)
Foreign exchange loss				(13,528)
Others				<u>(34,152)</u>
Profit for the period				<u>4,407,244</u>
Share of results of joint ventures and associated companies	<u>14,526</u>	<u>(8,648)</u>	<u>-</u>	<u>5,878</u>

4. Segment information (Cont'd)

	Gaming and entertainment <i>HK\$'000</i>	Construction materials <i>HK\$'000</i>	Corporate and treasury management <i>HK\$'000</i>	Total <i>HK\$'000</i>
Six months ended 30 June 2023				
Revenue recognised under HKFRS	<u>14,208,160</u>	<u>1,507,189</u>	<u>-</u>	<u>15,715,349</u>
Adjusted EBITDA including share of results of joint ventures and associated companies	<u>4,127,310</u>	<u>329,310</u>	<u>(76,525)</u>	4,380,095
Interest income and dividend income from listed investment				433,931
Amortisation and depreciation				(1,187,141)
Finance costs				(122,915)
Taxation charge				(46,945)
Adjusted items:				
Taxation of joint ventures and associated companies				(6,941)
Pre-opening expenses				(138,192)
Net gain on disposal and write-off of property, plant and equipment				16,796
Share option expenses				(68,262)
Share award expenses				(80,846)
Fair value change on financial assets at fair value through profit or loss				(207,694)
Donation and sponsorship				(5,696)
Foreign exchange loss				(17,219)
Others				<u>(51,521)</u>
Profit for the period				<u>2,897,450</u>
Share of results of joint ventures and associated companies	<u>18,300</u>	<u>27,033</u>	<u>-</u>	<u>45,333</u>

4. Segment information (Cont'd)

	Gaming and entertainment <i>HK\$'000</i>	Construction materials <i>HK\$'000</i>	Corporate and treasury management <i>HK\$'000</i>	Total <i>HK\$'000</i>
As at 30 June 2024				
Total assets	<u>77,656,338</u>	<u>5,672,381</u>	<u>8,265,739</u>	<u>91,594,458</u>
Total assets include:				
Joint ventures	83,194	2,140,619	-	2,223,813
Associated companies	<u>-</u>	<u>18,523</u>	<u>-</u>	<u>18,523</u>
Total liabilities	<u>12,925,752</u>	<u>1,387,399</u>	<u>2,970,962</u>	<u>17,284,113</u>
As at 31 December 2023				
Total assets	<u>77,918,983</u>	<u>5,996,907</u>	<u>3,299,565</u>	<u>87,215,455</u>
Total assets include:				
Joint ventures	68,669	2,165,736	-	2,234,405
Associated companies	<u>-</u>	<u>2,525</u>	<u>-</u>	<u>2,525</u>
Total liabilities	<u>13,701,957</u>	<u>1,753,641</u>	<u>542,766</u>	<u>15,998,364</u>
Six months ended 30 June 2024				
Additions to non-current assets	<u>1,920,132</u>	<u>120,754</u>	<u>2,824</u>	<u>2,043,710</u>
Six months ended 30 June 2023				
Additions to non-current assets	<u>5,369,947</u>	<u>233,507</u>	<u>33</u>	<u>5,603,487</u>
Geographical analysis				
		2024		2023
Six months ended 30 June		<i>HK\$'000</i>		<i>HK\$'000</i>
Revenue				
Macau		20,200,124		14,482,368
Hong Kong		1,147,543		981,027
Mainland China		<u>122,885</u>		<u>251,954</u>
		<u>21,470,552</u>		<u>15,715,349</u>
		As at		As at
		30 June		31 December
		2024		2023
Non-current assets		<i>HK\$'000</i>		<i>HK\$'000</i>
Macau		65,080,372		64,138,519
Hong Kong		731,963		735,495
Mainland China		<u>3,098,515</u>		<u>3,134,189</u>
		<u>68,910,850</u>		<u>68,008,203</u>

As at 30 June 2024, the total of non-current assets, other than financial instruments, located in Macau was HK\$55,476 million (2023: HK\$55,206 million), Hong Kong was HK\$732 million (2023: HK\$734 million) and Mainland China was HK\$3,098 million (2023: HK\$3,134 million).

5. Profit before taxation

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Profit before taxation is arrived at after crediting:		
Interest income	525,260	426,803
Dividend income from listed investments	14,882	7,128
Net gain on disposal and write-off of property, plant and equipment	<u>22,123</u>	<u>16,796</u>
and after charging:		
Depreciation		
Property, plant and equipment	1,539,818	967,592
Right-of-use assets	92,692	70,931
Amortisation		
Macau gaming concession	135,455	135,455
Computer software	18,723	12,303
Quarry site development	<u>837</u>	<u>860</u>

6. Taxation charge

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Current taxation		
Hong Kong profits tax	36,796	20,200
Mainland China income tax and withholding tax	1,987	4,724
Macau complementary tax	13,870	11,873
Net under/(over) provision in prior years	152	(82)
Lump sum in lieu of Macau complementary tax on dividend	33,943	18,204
Deferred taxation	<u>(14,950)</u>	<u>(7,974)</u>
Taxation charge	<u>71,798</u>	<u>46,945</u>

Hong Kong profits tax has been provided at the rate of 16.5% (2023: 16.5%) on the estimated assessable profits for the period after setting off available taxation losses brought forward. Taxation assessable on profits generated outside Hong Kong has been provided at the rates of taxation prevailing in the areas in which those profits arose, and these rates range from 12% to 25% (2023: 12% to 25%). The weighted average applicable tax rate was 12% (2023: 12%).

The Group has assessed its exposure to the Pillar Two model rules in those jurisdictions where the Pillar Two legislation is enacted or substantively enacted. It is not expected to have significant impact to the Group.

7. Dividends

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Special dividend paid of HK\$0.30 (2023: HK\$nil) per ordinary share	<u>1,311,091</u>	<u>-</u>

Details of the interim dividend declared subsequent to the period end are given in note 11.

8. Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Company has two categories of dilutive potential ordinary shares: share options and share awards. For the share options, a calculation was done to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the Company's shares) based on the monetary value of the subscription rights attached to outstanding share options. The calculation of number of shares was compared with the number of shares that would have been issued from the share options and the share awards, the dilutive effect of the share award scheme was assumed if the awarded shares were issued by new shares, unless restricted under the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules"). For the period ended 30 June 2024, the Company had outstanding share awards that would potentially dilute the earnings per share. For the period ended 30 June 2023, the Company had outstanding share options and share awards that would potentially dilute the earnings per share.

The calculation of basic and diluted earnings per share for the period is based on the following:

	2024	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
Profit attributable to equity holders of the Company	<u>4,387,354</u>	<u>2,890,261</u>
	Number of shares	
	2024	2023
Weighted average number of shares for calculating basic earnings per share	4,373,586,962	4,369,073,595
Effect of dilutive potential ordinary shares		
Share options	-	1,454,070
Share awards	<u>1,809,254</u>	<u>4,876,565</u>
Weighted average number of shares for calculating diluted earnings per share	<u>4,375,396,216</u>	<u>4,375,404,230</u>

9. Debtors and prepayments

	30 June	31 December
	2024	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
Trade debtors, net of loss allowance	656,008	705,207
Other debtors and deposit paid, net of loss allowance	1,005,232	758,941
Contract assets	70,114	67,610
Prepayments	<u>177,442</u>	<u>132,283</u>
	<u>1,908,796</u>	<u>1,664,041</u>

9. Debtors and prepayments (Cont'd)

Trade debtors mainly arise from the sales of construction materials and mall operations. The Group has established credit policies which follow local industry standards. The Group normally allows an approved credit period ranging from 30 to 60 days (2023: 30 to 60 days) for customers in Hong Kong, Macau and Mainland China. These are subject to periodic reviews by management. There is no concentration of credit risk with respect to trade debtors as the Group has a large number of customers.

The ageing analysis of trade debtors of the Group based on the invoice dates and net of loss allowance is as follows:

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Within one month	310,208	396,570
Two to three months	306,400	272,365
Four to six months	20,448	14,917
Over six months	18,952	21,355
	656,008	705,207

10. Creditors and accruals

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Trade creditors	2,728,408	2,769,312
Other creditors	4,794,736	5,442,959
Chips issued	415,382	603,890
Loans from non-controlling interests	76,321	76,274
Accruals and provision	1,802,138	1,988,809
	9,816,985	10,881,244

The ageing analysis of trade creditors of the Group based on the invoice dates is as follows:

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Within one month	2,487,903	2,549,628
Two to three months	120,445	70,314
Four to six months	17,847	49,933
Over six months	102,213	99,437
	2,728,408	2,769,312

11. Post Balance Sheet Event

On 15 August 2024, the Board of Directors declared an interim dividend of HK\$0.50 per share (2023: nil), payable to shareholders of the Company whose names appear on the register of members of the Company on 30 September 2024. The total amount of the interim dividend to be distributed is estimated to be approximately HK\$2,190 million and will be paid on or about 25 October 2024.

MANAGEMENT DISCUSSION AND ANALYSIS

(All amounts are expressed in Hong Kong dollars unless otherwise stated)

OVERVIEW OF MACAU GAMING MARKET

Based on DICJ reporting, Macau's Gross Gaming Revenue ("GGR") for the first half of 2024 was up 42% year-on-year to \$110.4 billion.

In the first half of 2024, visitor arrivals to Macau were 16.7 million, up 44% year-on-year, in which overnight visitors grew at 29% year-on-year and same-day visitors grew by 59% year-on-year. Mainland visitor arrivals to Macau were 11.5 million, up 53% year-on-year. Visitors from overseas were a combined 1.2 million, up 146% year-on-year.

REVIEW OF OPERATIONS

Group Financial Results

In 1H 2024, Net Revenue was \$21.5 billion, up 37% year-on-year. Adjusted EBITDA was \$6.0 billion, up 37% year-on-year. NPAS was \$4.4 billion, up 52% year-on-year. Galaxy Macau™'s Adjusted EBITDA was \$5.4 billion, up 34% year-on-year. StarWorld Macau's Adjusted EBITDA was \$825 million, up 43% year-on-year. Broadway Macau™'s Adjusted EBITDA was \$12 million, versus \$(20) million in 1H 2023.

In 1H 2024, GEG experienced good luck in its gaming operation, which increased its Adjusted EBITDA by approximately \$43 million. Normalized 1H 2024 Adjusted EBITDA was \$6.0 billion, up 38% year-on-year.

The Group's total GGR in 1H 2024 was \$20.0 billion, up 45% year-on-year. Mass GGR was \$16.0 billion, up 43% year-on-year. Rolling chip GGR was \$2.7 billion, up 56% year-on-year. Electronic GGR was \$1.3 billion, up 61% year-on-year.

Summary Table of GEG Q2 & 1H 2024 Adjusted EBITDA and Adjustments:

<i>in HK\$m</i>	Q2 2023	Q1 2024	Q2 2024	YoY	QoQ	1H 2023	1H 2024
Adjusted EBITDA	2,473	2,835	3,176	28%	12%	4,380	6,011
<i>Luck¹</i>	4	63	(20)	-	-	63	43
Normalized Adjusted EBITDA	2,469	2,772	3,196	29%	15%	4,317	5,968

¹ Reflects luck adjustments associated with our rolling chip program.

Balance Sheet and Dividend

The Group's balance sheet remains healthy and liquid. As of 30 June 2024, cash and liquid investments were \$29.0 billion and the net position was \$25.2 billion after debt of \$3.8 billion. Our strong balance sheet combined with substantial cash flow provides us with valuable flexibility in managing our ongoing operations and allows us to continue investing in our longer-term development plans and fund our international development ambitions. Subsequently the Group announced an interim dividend of \$0.50 per share to be paid on or about 25 October 2024.

Set out below is the segmental analysis of the Group's operating results for 1H 2024:

Group Key Financial Data

(HK\$m)

	1H 2023	1H 2024
Revenues:		
Net Gaming	11,912	16,776
Non-gaming	2,296	3,089
Construction Materials	1,507	1,605
Total Net Revenue	15,715	21,470
Adjusted EBITDA	4,380	6,011

Gaming Statistics²		
(HK\$m)	1H 2023	1H 2024
Rolling Chip Volume ³	50,602	84,612
Win Rate %	3.4%	3.2%
Win	1,725	2,690
Mass Table Drop ⁴	46,929	63,841
Win Rate %	23.9%	25.1%
Win	11,219	16,019
Electronic Gaming Volume	20,203	41,413
Win Rate %	3.9%	3.0%
Win	780	1,258
Total GGR Win ⁵	13,724	19,967

² Gaming statistics are presented before deducting commission and incentives.

³ Represents sum of promotor and inhouse premium direct.

⁴ Mass table drop includes the amount of table drop plus cash chips purchased at the cage.

⁵ Total GGR win includes gaming win from City Clubs.

GAMING AND ENTERTAINMENT DIVISION

Galaxy Macau™

Financial and Operational Performance

Galaxy Macau™ is the primary contributor to the Group's revenue and earnings. Net Revenue in 1H 2024 was \$17.0 billion, up 43% year-on-year. Adjusted EBITDA was \$5.4 billion, up 34% year-on-year. In 1H 2024, Galaxy Macau™ experienced bad luck in its gaming operations which decreased its Adjusted EBITDA by approximately \$5 million. Normalized 1H 2024 Adjusted EBITDA was \$5.4 billion, up 37% year-on-year.

The combined seven hotels occupancy was 97% for 1H 2024.

Galaxy Macau™ Key Financial Data

(HK\$'m)

	Q2 2023	Q1 2024	Q2 2024	1H 2023	1H 2024
Revenues:					
Net Gaming	5,430	6,887	7,347	9,872	14,234
Hotel / F&B / Others	726	1,056	971	1,196	2,027
Mall	394	371	326	830	697
Total Net Revenue	6,550	8,314	8,644	11,898	16,958
Adjusted EBITDA	2,172	2,613	2,782	4,018	5,395
Adjusted EBITDA Margin	33%	31%	32%	34%	32%

Gaming Statistics⁶

(HK\$'m)

	Q2 2023	Q1 2024	Q2 2024	1H 2023	1H 2024
Rolling Chip Volume ⁷	29,054	37,433	44,577	50,602	82,010
Win Rate %	3.2%	3.3%	2.9%	3.4%	3.1%
Win	931	1,243	1,287	1,725	2,530
Mass Table Drop ⁸	19,146	24,472	24,647	34,270	49,119
Win Rate %	26.3%	26.2%	28.6%	26.3%	27.4%
Win	5,038	6,406	7,047	9,008	13,453
Electronic Gaming Volume	8,414	12,779	14,772	14,704	27,551
Win Rate %	4.5%	3.8%	3.5%	4.6%	3.7%
Win	379	487	524	670	1,011
Total GGR Win	6,348	8,136	8,858	11,403	16,994

⁶ Gaming statistics are presented before deducting commission and incentives.

⁷ Represents sum of promotor and inhouse premium direct.

⁸ Mass table drop includes the amount of table drop plus cash chips purchased at the cage.

StarWorld Macau

Financial and Operational Performance

StarWorld Macau's Net Revenue was \$2.7 billion in 1H 2024, up 25% year-on-year. Adjusted EBITDA was \$825 million, up 43% year-on-year. In 1H 2024, StarWorld Macau experienced good luck in its gaming operations which increased its Adjusted EBITDA by approximately \$48 million. Normalized 1H 2024 Adjusted EBITDA was \$777 million, up 34% year-on-year.

Hotel occupancy was 100% for 1H 2024.

StarWorld Macau Key Financial Data

(HK\$'m)

	Q2 2023	Q1 2024	Q2 2024	1H 2023	1H 2024
Revenues:					
Net Gaming	1,103	1,235	1,190	1,931	2,425
Hotel / F&B / Others	115	128	128	220	256
Mall	5	6	5	10	11
Total Net Revenue	1,223	1,369	1,323	2,161	2,692
Adjusted EBITDA	362	435	390	578	825
Adjusted EBITDA Margin	30%	32%	29%	27%	31%

Gaming Statistics⁹					
(HK\$'m)	Q2 2023	Q1 2024	Q2 2024	1H 2023	1H 2024
Rolling Chip Volume ¹⁰	NIL	1,024	1,578	NIL	2,602
Win Rate %	NIL	5.5%	6.5%	NIL	6.1%
Win	NIL	56	104	NIL	160
Mass Table Drop ¹¹	6,842	6,756	7,467	12,131	14,223
Win Rate %	17.6%	19.0%	16.2%	17.6%	17.5%
Win	1,206	1,283	1,207	2,132	2,490
Electronic Gaming Volume	2,250	5,045	6,325	3,656	11,370
Win Rate %	2.1%	1.8%	1.8%	2.2%	1.8%
Win	48	93	113	80	206
Total GGR Win	1,254	1,432	1,424	2,212	2,856

⁹ Gaming statistics are presented before deducting commission and incentives.

¹⁰ Represents sum of promotor and inhouse premium direct.

¹¹ Mass table drop includes the amount of table drop plus cash chips purchased at the cage.

Broadway Macau™

Broadway Macau™ is a unique family friendly, street entertainment and food resort supported by Macau SMEs. Broadway Macau™'s Net Revenue was \$100 million for 1H 2024, up 144% year-on-year. Adjusted EBITDA was \$12 million for 1H 2024 versus \$(20) million in 1H 2023.

City Clubs

City Clubs contributed \$9 million of Adjusted EBITDA to the Group's earnings for 1H 2024, up 29% year-on-year.

CONSTRUCTION MATERIALS DIVISION

CMD contributed Adjusted EBITDA of \$366 million in 1H 2024, up 11% year-on-year. The results were predominantly driven by the strength in demand for construction materials in Hong Kong and Macau.

Hong Kong and Macau

The demand for ready-mixed concrete in Hong Kong and Macau was strong due to the accelerating demand to catch up on the completion timeline of the Hong Kong International Airport's three runway project and the development works in Macau's Zone A reclamation area.

Mainland China

Demand for construction materials in Mainland China remained weak due to the soft property market and slow infrastructure investment. Oversupply in cement resulted in high levels of inventory which depressed prices. It is anticipated that CMD's businesses in Mainland China will remain challenging in 2H 2024.

DEVELOPMENT UPDATE

Galaxy Macau™ and StarWorld Macau

We continue to make ongoing progressive enhancements to our resorts to ensure that they remain competitive and appealing to our guests with a particular focus on adding new and innovative F&B and retail offerings. At StarWorld Macau we are evaluating a range of major upgrades, that includes the main gaming floor, the lobby arrival experience and increasing the F&B options.

Cotai – The Next Chapter

The targeted opening of Capella at Galaxy Macau is in mid-2025. The 17-storey property offers approximately 100 ultra-luxury sky villas and suites. Each Sky Villa features a light-filled balcony with a transparent infinity-edge pool, outdoor lounge, sunroom and hidden winter garden, among others. Capella at Galaxy Macau promises to bring a new level of elegance and luxury to Macau.

We are ramping up GICC, Galaxy Arena, Raffles at Galaxy Macau and Andaz Macau. We are now firmly focused on the development of Phase 4, which is already well under way. Phase 4 will include multiple high-end hotel brands new to Macau, together with an up to 5000-seat theater, extensive F&B, retail, non-gaming amenities, landscaping, a water resort deck and a casino. Phase 4 is approximately 600,000 square meters of development and is scheduled to complete in 2027. We remain highly confident about the future of Macau where Phases 3 & 4 will support Macau's vision of becoming a World Centre of Tourism and Leisure.

SUBSEQUENT EVENT

GEG announced an interim dividend of \$0.50 per share to be paid on or about 25 October 2024.

GROUP OUTLOOK

Macau continues to collect accolades as a destination of choice which will continue to drive tourism demand. Since the border reopened in 2023, the Macau Government Tourism Office (MGTO) and the six concessionaries have jointly promoted Macau's diverse "tourism +" offerings and status as a UNESCO Creative city of Gastronomy across Mainland China and Asia. This collaborative effort has resulted in Macau being voted the number one destination of choice for Mainland Chinese travelers in the Chinese Tourism Academy's latest satisfaction survey.

GEG continues to collaborate closely with MGTO to actively promote Macau and further develop international tourism to support this initiative we have opened overseas business development offices in Tokyo, Seoul and Bangkok. This demonstrates our commitment to the Macau Government's initiative to increase the number and flow of high value international visitors.

The Macau Government continues to work hard to diversify Macau's economy. To attract a more diverse tourism base they are planning to develop a 50,000 seat, open air venue that can host a range of large-scale entertainment and sporting events. It is anticipated that the arena will be opened in the first quarter of 2025.

We remain confident in the outlook for Macau. The reasons for this confidence include the ongoing improvement in transportation infrastructure making it easier to travel to and from Macau, as well as within it. The Central Government recently transferred a land site from Zhuhai to Macau to enable construction of transportation infrastructure adjacent to the Gongbei checkpoint that will facilitate a connection to the Macau's light rail network. Furthermore, the newly opened Jinhai Bridge directly connects Zhuhai Airport to Hengqin and Macau by both car and rail. The train journey takes approximately 15 minutes and the Zhuhai airport will have capacity of 27.5 million passengers per annum by the end of 2024. Lastly, the fourth Macau-Taipa bridge is expected to open later this year, further improving travel within Macau.

GEG continues to expand its capacity in Macau to match the widening tourist demand from both Greater China and Asia. We are currently fitting-out Capella at Galaxy Macau. The property will offer approximately 100 ultra-luxury sky villas and suites and is targeted to open in mid-2025. We are also firmly focused on the development of Phase 4 which is well under way. Phase 4 will include multiple high-end hotel brands new to Macau, together with an up to 5000-seat theater, extensive F&B, retail, non-gaming amenities, landscaping, a water resort deck and a casino. Phase 4 is approximately 600,000 square meters of development and is scheduled to complete in 2027.

Under the new concession, GEG has committed non-gaming investment of over MOP\$33 billion to further diversify Macau’s tourism attraction. In the meanwhile, we will continue to seek opportunities in the Greater Bay Area and explore attractive overseas development opportunities, and we will evaluate international opportunities on a case by case basis. GEG is committed to supporting the Macau Government’s vision to develop Macau into the World Centre of Tourism and Leisure.

LIQUIDITY AND FINANCIAL RESOURCES

The equity attributable to owners of the Company as at 30 June 2024 increased to \$73,835 million, an increase of 4% over that as at 31 December 2023 of \$70,759 million while the Group’s total assets employed increased to \$91,594 million as at 30 June 2024 as compared to \$87,215 million as at 31 December 2023.

The Group continues to maintain a strong financial position. To preserve funds for future capital expenditure and new business opportunities, we continue to invest surplus cash in low risk fixed deposits as well as high quality listed debt securities issued by large financial institutions and corporations to generate low risk interest income for the Group. As at 30 June 2024, the listed debt securities were predominantly denominated in U.S. dollar with a weighted average tenor of approximately 2 years (1 year as at 31 December 2023) and a significant portion in investment grade rating. Listed debt securities investments are closely monitored by a designated team with the help of international leading banks. The listed debt securities were classified as financial assets at amortized cost and their carrying amounts as at 30 June 2024 approximated their fair values. These listed debt securities were considered to be of low credit risk and the expected credit loss was immaterial. As at 30 June 2024, none of the listed debt securities in any individual investee company held by the Group equaled or exceeded 5% of the Group’s total assets.

As at 30 June 2024, the Group held \$7,973 million (\$6,787 million as at 31 December 2023) in listed debt securities and an investment of \$3,634 million (\$3,700 million as at 31 December 2023) in listed shares of Wynn Resorts, Limited (“Wynn Resorts”). As at 30 June 2024, the Group held 5.2 million shares of Wynn Resorts, which represented approximately 4.7% (4.7% as at 31 December 2023) of the issued share capital of Wynn Resorts. Investment cost was \$7,142 million. The principal businesses of Wynn Resorts are to develop and operate high end hotels and casinos and its shares are listed on the Nasdaq Stock Exchange (stock code: WYNN). This listed investment is denominated in U.S. dollar. The directors of the Group considered that the closing price as at 30 June 2024 was the fair value of this listed investment. As of 30 June 2024, the fair value of our investment in Wynn Resorts was \$3,634 million, representing 4.0% of the Group’s total asset of \$91,594 million. The market value of Wynn Resorts as of 31 December 2023 and 30 June 2024, and the performance of the investment during the periods ended 30 June 2023 and 30 June 2024 are as follows:

(HK\$’m)	2023	2024
Market value as at 31 December 2023 and 30 June 2024	3,700	3,634
Unrealized gain/(loss) for the period ended 30 June	956	(65)
Dividend income for the period ended 30 June	7	14

The Group considers this investment a long term asset and will continue to closely monitor the performance of our passive minority equity investment in Wynn Resorts, which is a globally recognized entertainment corporation with exceptionally high quality assets and a significant development pipeline.

The Group's total cash and bank balances (including fixed deposits) were \$17,361 million as at 30 June 2024 compared to \$14,500 million as at 31 December 2023 while total borrowings were \$3,837 million as at 30 June 2024 as compared to \$1,453 million as at 31 December 2023. The Group was in a net cash position as at 30 June 2024 and 31 December 2023.

The total borrowings of the Group mainly comprised bank loans which were largely denominated in Hong Kong dollar, Macau Patacas, U.S. dollar, Euro and Renminbi. The Group's borrowings are closely monitored to ensure a smooth repayment schedule to maturity.

The Group's liquidity position remains strong and the Group is confident that sufficient resources could be secured to meet its commitments and working capital requirements. The Group has no gearing ratio.

TREASURY POLICY

The Group continues to adopt a conservative treasury policy in liquidity and financial management. Surplus cash is generally placed in fixed deposits and high-quality listed debt securities mostly denominated in Hong Kong dollar, Macau Patacas, U.S. dollar, Renminbi or in the local currencies of the operating subsidiaries. Forward foreign exchange contracts are utilized and borrowings in foreign currencies are arranged when suitable opportunities arise and when considered appropriate, to hedge against foreign exchange exposure, which are considered necessary for the Group's treasury management activities.

The Group's borrowings were largely denominated in Hong Kong dollar, Macau Patacas, U.S. dollar, Euro and Renminbi. Euro bank loan was utilized to fund and hedge the foreign exchange risk on the Euro-denominated Société Anonyme des Bains de Mer et du Cercle des Étrangers à Monaco investment in August 2015.

CHARGES ON GROUP ASSETS

No property, plant and equipment, leasehold land and land use rights was pledged to secure banking facilities (31 December 2023: nil). Bank deposits of \$11 million (31 December 2023: \$10 million) was pledged to secure banking facilities.

GUARANTEES

GEG has executed guarantees in favour of banks in respect of facilities granted to subsidiaries amounting to \$4,000 million (31 December 2023: \$4,770 million). At 30 June 2024, facilities utilized by a subsidiary amounted to \$949 million (31 December 2023: \$596 million).

The Group has executed guarantees in favour of banks in respect of facilities granted to joint ventures amounting to \$42 million (31 December 2023: \$42 million). At 30 June 2024, \$18 million (31 December 2023: \$20 million) had been utilized.

DEALINGS IN LISTED SECURITIES

During the period, the trustee of the Share Award Scheme 2021, purchased on The Stock Exchange of Hong Kong Limited a total of 156,000 shares of the Company for a total consideration of approximately HK\$6.3 million for satisfying the awards granted to the connected persons (as defined under the Listing Rules), who are also employees of the Group. 155,506 shares of the Company have already been transferred to those connected persons on the vesting date of the awards on 17 June 2024 and remaining 494 shares of the Company held by the trustee, these shares will be transferred to connected persons (as defined under the Listing Rules) on the next vesting date.

Save as disclosed, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares during the six months ended 30 June 2024.

REVIEW OF INTERIM RESULTS

The Group's interim results for the six months ended 30 June 2024 have been reviewed by the Audit Committee of GEG and by GEG's auditor, PricewaterhouseCoopers, in accordance with Hong Kong Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. The report on review of interim financial information by the auditor will be included in the Interim Report 2024.

CORPORATE GOVERNANCE

Throughout the six months ended 30 June 2024, GEG has complied with the Corporate Governance Code as set out in Appendix C1 of the Listing Rules, except code provision B.2.2.

Given that the other Directors do retire by rotation in accordance with the Articles of Association of GEG, the Board of Directors considers that the Group is best served by not requiring the Chairman to retire by rotation as his continuity in office is of considerable benefit to and his leadership, vision and profound knowledge in the widespread geographical business of the Group is an asset of GEG.

DIVIDENDS

On 28 February 2024, the Board of Directors declared a special dividend of HK\$0.30 per share to shareholders whose names appear on the register of members of the Company on 28 March 2024. The total amount of the special dividend distributed was approximately HK\$1,311 million and was paid on 26 April 2024.

The Board of Directors is pleased to announce that it has declared interim dividend of HK\$0.50 per share payable to shareholders of the Company whose names appear on the register of members of the Company on 30 September 2024 and expected to be paid on or about 25 October 2024. The total amount of interim dividend to be distributed is estimated to be approximately HK\$2,190 million.

CLOSURE OF REGISTER OF MEMBERS

For the purpose of ascertaining the shareholders who are entitled to the interim dividend, the register of members of GEG will be closed from Thursday, 26 September 2024 to Monday, 30 September 2024, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the proposed interim dividend, all share certificates with completed transfer documents must be lodged with GEG's share registrar, Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, not later than 4:30 p.m. on Wednesday, 25 September 2024.

INTERIM REPORT 2024

The Interim Report 2024 of GEG containing all the information required by the Listing Rules will be available on the respective websites of Hong Kong Exchanges and Clearing Limited and GEG and dispatched to the shareholders as per GEG's corporate communications arrangements in due course.

By Order of the Board
Galaxy Entertainment Group Limited
Jenifer Sin Li Mei Wah
Company Secretary

Hong Kong, 15 August 2024

As at the date of this announcement, the executive Directors of GEG are Dr. Lui Che Woo (Chairman), Mr. Francis Lui Yiu Tung, Mr. Joseph Chee Ying Keung and Mrs. Paddy Tang Lui Wai Yu; the non-executive Director of GEG is Dr. Charles Cheung Wai Bun; and the independent non-executive Directors of GEG are Mr. James Ross Ancell, Dr. William Yip Shue Lam, Professor Patrick Wong Lung Tak and Mr. Michael Victor Mecca.

Website: www.galaxyentertainment.com