



銀娛 GEG

銀河娛樂集團有限公司
Galaxy Entertainment Group Limited
Stock Code 股份代號 : 27

2024 Interim Report 中期報告



星際酒店
StarWorld Hotel

GALAXY
MACAU
澳門銀河

澳門百老匯
BROADWAY MACAU

GALAXY™
ARENA
銀河綜藝館

GALAXY™
INTERNATIONAL
CONVENTION CENTER
銀河國際會議中心

OUR VISION

Galaxy's vision is to be:
Globally recognized as Asia's leading gaming and entertainment corporation.
This vision will be achieved through adhering to our proven business philosophy.

GALAXY'S BUSINESS PHILOSOPHY

LOCAL MARKET INSIGHTS

Leveraging Chinese heritage and deep understanding of Asian and Chinese customer preferences

PROVEN EXPERTISE

Focus on ROI (return on investment) with prudent CAPEX (capital expenditure) plan, proven construction and hotel expertise, and controlled development

WELL POSITIONED

Position Galaxy as a leading operator of integrated gaming, leisure and entertainment facilities

DEMAND DRIVEN STRATEGY

Monitor the market's developments and expand prudently in a timely manner

願景

銀娛的願景是：
成為亞洲首屈一指的博彩及娛樂企業。通過實踐我們的經營理念，我們將可以達成我們所訂下的願景。

銀娛的經營理念

洞悉本地市場

深明中華文化，對亞洲及中國旅客喜好有透徹了解，為銀娛一大競爭優勢

專業經驗

透過審慎的資本開支計劃、憑著在建築及酒店業的專業經驗及嚴密監控的發展計劃，致力為股東帶來投資回報

定位清晰

將銀娛定位為領先的綜合博彩及休閒娛樂設施營運商

需求主導策略

密切注意市場發展並迅速作出謹慎的應變



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CORPORATE INFORMATION

CHAIRMAN

Dr. Lui Che Woo, *GBM, MBE, JP, LLD, DSSc, DBA*

DEPUTY CHAIRMAN

Mr. Francis Lui Yiu Tung, *BBS*

EXECUTIVE DIRECTORS

Mr. Joseph Chee Ying Keung

Mrs. Paddy Tang Lui Wai Yu, *BBS, JP*

NON-EXECUTIVE DIRECTOR

Dr. Charles Cheung Wai Bun, *JP*

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. James Ross Ancell

Dr. William Yip Shue Lam, *LLD*

Professor Patrick Wong Lung Tak, *BBS, JP*

Mr. Michael Victor Mecca

EXECUTIVE BOARD

Dr. Lui Che Woo, *GBM, MBE, JP, LLD, DSSc, DBA*

Mr. Francis Lui Yiu Tung, *BBS*

Mr. Joseph Chee Ying Keung

Mrs. Paddy Tang Lui Wai Yu, *BBS, JP*

AUDIT COMMITTEE

Mr. James Ross Ancell (*Chairman*)

Dr. William Yip Shue Lam, *LLD*

Professor Patrick Wong Lung Tak, *BBS, JP*

Dr. Charles Cheung Wai Bun, *JP*

REMUNERATION COMMITTEE

Dr. William Yip Shue Lam, *LLD (Chairman)*

Mr. Francis Lui Yiu Tung, *BBS*

Professor Patrick Wong Lung Tak, *BBS, JP*

NOMINATION COMMITTEE

Dr. William Yip Shue Lam, *LLD (Chairman)*

Mr. Francis Lui Yiu Tung, *BBS*

Professor Patrick Wong Lung Tak, *BBS, JP*

CORPORATE GOVERNANCE COMMITTEE

Mr. Francis Lui Yiu Tung, *BBS (Chairman)*

Mr. James Ross Ancell

Professor Patrick Wong Lung Tak, *BBS, JP*

Dr. Charles Cheung Wai Bun, *JP*

COMPANY SECRETARY

Mrs. Jenifer Sin Li Mei Wah



CORPORATE INFORMATION

INDEPENDENT AUDITOR

PricewaterhouseCoopers
 Certified Public Accountant and
 Registered Public Interest Entity Auditor

REGISTERED OFFICE

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PRINCIPAL BANKERS#

Banco Nacional Ultramarino, S.A.
 Bank of China Limited, Macau Branch
 DBS Bank (Hong Kong) Limited
 Industrial and Commercial Bank of China (Macau) Limited
 The Hongkong and Shanghai Banking Corporation Limited

listed in alphabetical order

SOLICITORS*

Jorge Neto Valente, Escritório de Advogados e Notários
 White & Case

* listed in alphabetical order

SHARE LISTING

The Stock Exchange of Hong Kong Limited ("SEHK")

STOCK CODE

SEHK : 27
 Bloomberg : 27 HK
 Reuters : 0027.HK

INVESTOR RELATIONS CONTACT

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CORPORATE PROFILE

Galaxy Entertainment Group Limited (“GEG” or the “Company”) and its subsidiaries (“GEG” or the “Group”) is one of the world’s leading resorts, hospitality and gaming companies. The Group primarily develops and operates a large portfolio of integrated resort, retail, dining, hotel and gaming facilities in Macau. GEG is listed on the Hong Kong Stock Exchange and is a constituent stock of the Hang Seng Index.

GEG through its subsidiary, Galaxy Casino S.A., is one of the three original concessionaires in Macau with a successful track record of delivering innovative, spectacular and award-winning properties, products and services, underpinned by a “World Class, Asian Heart” service philosophy, that has enabled it to consistently outperform and lead the market in Macau.

The Group operates three flagship destinations in Macau: on Cotai, Galaxy Macau™, one of the world’s largest integrated destination resorts, and the adjoining Broadway Macau™, a unique landmark entertainment and food street destination; and on the Peninsula, StarWorld Hotel, an award-winning world-class five-star luxury hotel.

GALAXY MACAU™

- Opened in May 2011; significantly expanded in May 2015 with the opening of Phase 2; and further expanded in 2023 with the opening of Phase 3 including Galaxy International Convention Center (“GICC”), Galaxy Arena, Raffles at Galaxy Macau and Andaz Macau
- Footprint of 1.4 million square meters
- Comprises seven world-class hotels with approximately 4,750 rooms, suites and villas, including:
 - Andaz Macau
 - Banyan Tree Macau
 - Galaxy Hotel™
 - Hotel Okura Macau
 - JW Marriott Hotel Macau
 - Raffles at Galaxy Macau
 - The Ritz-Carlton, Macau
- Features an unprecedented range of retail, food & beverage, entertainment, leisure and MICE options, including:
 - Featuring the latest in fashion and curated experiences, Galaxy Promenade is the hottest shopping destination in Macau. Spanning over 100,000 square meters, Galaxy Promenade brings lifestyle trends and the world’s most sought-after brands in fashion and beauty to you. Embark on a world-class journey with more than 200 luxury brands at the flagship stores and lifestyle boutiques



CORPORATE PROFILE

- As the dining destination in Asia, Galaxy Macau™ offers a wide variety of gastronomic delights, exquisite experiences and ingredients of the finest quality with over 120 dining options from Michelin dining to authentic delicacies
- Grand Resort Deck is the signature attraction of Galaxy Macau™. Sprawling across 75,000 square meters, it is the world's largest skytop oasis complete with best-in-class facilities – the world's longest Skytop Adventure Rapids at 575 meters, the largest Skytop Wave Pool with waves up to 1.5 meters high and a 150-meter pristine white sand beach
- Macau's most luxurious 10-screen 3D Cineplex – Galaxy Cinemas is equipped with 3D technology and a groundbreaking 4K laser projection system for an ultimate movie experience
- GICC – Asia's most iconic and advanced MICE destination – is a world-class event venue and the latest addition to GEG's ever-expanding integrated resort precinct, featuring 40,000 sqm of total flexible MICE space that can cater for up to 8,500 banquet guests, or cocktail parties for as many as 16,000 guests. The 10,000-sqm pillar-less exhibition hall located on the ground floor is perfectly suited for banquets of approximately 6,500 guests or cocktail parties for 8,500 guests
- The all-new 16,000-seat Galaxy Arena is the largest indoor arena in Macau, where spectacular events come to life – from world concert tours to thrilling fight nights. Our arena offers center-stage, end-stage or boxing ring set-ups, all of which are customizable for events. With unobstructed views and high-definition broadcasting enabled by advanced technical infrastructure, every guest will enjoy amazing 360° views and high quality surround sound. The arena also features 8 Hospitality Suites for guests to relax and network in luxuriously private surrounds

STARWORLD HOTEL

- Opened in 2006 as the Group's first 5-star hotel
- Located in the heart of the Macau Peninsula
- Multi award-winning world-class luxury hotel
- Offers over 500 luxury rooms and suites
- With sensational live performances and dazzling entertainment offerings, StarWorld Hotel is the destination to embark on a prestigious star experience of refined luxury



CORPORATE PROFILE



BROADWAY HOTEL

- Opened in May 2015; connected by bridge to Galaxy Macau™, Broadway Hotel is a popular dining and entertainment destination that offers the best of authentic Macau flavors and vibrant Asian experiences
- Broadway Hotel with approximately 310 rooms and suites, is an exquisitely designed boutique hotel boasting 180-degree river views overlooking the Pearl River Delta
- Broadway Theatre with approximately 2,500 seats features the best in up-close-and-personal entertainment
- An array of popular dining options including authentic local dishes and Asian favorites served in restaurants and roadside hawker stalls and retail

FUTURE DEVELOPMENT OPPORTUNITIES

Phase 4

The Group has the largest development pipeline of any casino operator in Macau. The Group is currently expanding its Cotai footprint by a further 600,000 square meters with the addition of Cotai Phase 4.

Phase 4 is planned to include multiple high-end hotel brands new to Macau, together with an up to 5,000-seat theater, extensive F&B, retail, non-gaming amenities, landscaping, a water resort deck and a casino. On completion our total Macau hotel capacity will be around 7,500 rooms and suites. These projects will help GEG develop and support Macau in its vision of becoming a World Centre of Tourism and Leisure.

Greater Bay Area and Overseas

GEG will continue to seek opportunities in the Greater Bay Area and explore attractive overseas development opportunities.

In July 2015, GEG made a strategic investment in Société Anonyme des Bains de Mer et du Cercle des Étrangers à Monaco ("Monte-Carlo SBM"), a world renowned owner and operator of iconic luxury hotels and resorts in the Principality of Monaco. GEG continues to explore a range of international development opportunities with Monte-Carlo SBM.

GEG is committed to building a sustainable future for Macau and contributing to the local community. In July 2014, it launched the HK\$1.3 billion Galaxy Entertainment Group Foundation, which will focus on educating and empowering the young people of Macau and Mainland China.

FINANCIAL & OPERATIONAL HIGHLIGHTS

GROUP

- Net Revenue of HK\$21.5 billion, up 37% year-on-year
- Adjusted EBITDA of HK\$6.0 billion, up 37% year-on-year
- Net Profit Attributable to Shareholders ("NPAS") of HK\$4.4 billion, up 52% year-on-year
- GEG experienced good luck in its gaming operation which increased its Adjusted EBITDA by approximately HK\$43 million. Normalized Adjusted EBITDA was HK\$6.0 billion, up 38% year-on-year
- As at 30 June 2024, cash and liquid investments were HK\$29.0 billion and net position was HK\$25.2 billion after debt of HK\$3.8 billion
- The Group paid a special dividend of HK\$0.30 per share on 26 April 2024 and subsequently announced an interim dividend of HK\$0.50 per share to be paid on or about 25 October 2024



GALAXY MACAU™

- Net Revenue of HK\$17.0 billion, up 43% year-on-year
- Adjusted EBITDA of HK\$5.4 billion, up 34% year-on-year
- Played unlucky in gaming operation which decreased Adjusted EBITDA by approximately HK\$5 million. Normalized Adjusted EBITDA was HK\$5.4 billion, up 37% year-on-year
- Hotel occupancy for 1H 2024 across seven hotels was 97%
- Non-gaming revenue of HK\$2.7 billion, increased 34% year-on-year



STARWORLD MACAU

- Net Revenue of HK\$2.7 billion, up 25% year-on-year
- Adjusted EBITDA of HK\$825 million, up 43% year-on-year
- Played lucky in gaming operation which increased Adjusted EBITDA by approximately HK\$48 million. Normalized Adjusted EBITDA was HK\$777 million, up 34% year-on-year
- Hotel occupancy for 1H 2024 was 100%
- Non-gaming revenue of HK\$267 million, increased 16% year-on-year



BROADWAY MACAU™, CITY CLUBS AND CONSTRUCTION MATERIALS DIVISION

- Broadway Macau™: Adjusted EBITDA was HK\$12 million for 1H 2024, versus HK\$(20) million in 1H 2023
- City Clubs: Adjusted EBITDA was HK\$9 million, up 29% year-on-year
- Construction Materials Division: Adjusted EBITDA was HK\$366 million, up 11% year-on-year

FINANCIAL & OPERATIONAL HIGHLIGHTS

DEVELOPMENT UPDATE

- 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



FINANCIAL & OPERATIONAL HIGHLIGHTS

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 Statistics¹

(HK\$'m)	1H 2023	1H 2024
Rolling Chip Volume ²	50,602	84,612
Win Rate %	3.4%	3.2%
Win	1,725	2,690
Mass Table Drop ³	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 ⁴	13,724	19,967

Key Financial Metrics

	1H 2023	1H 2024
Net Profit Attributable To Shareholders (HK\$'m)	2,890	4,387
Earnings Per Share (HK cents)	66.2	100.3
Total Assets (HK\$'m)	83,634	91,594
Cash and Liquid Investments (HK\$'m)	24,375	28,968
Debt (HK\$'m)	2,353	3,837
Share Price on 30 June (HK\$)	49.7	36.4
Market Capitalization (HK\$'m)	217,152	159,199

¹ Gaming statistics are presented before deducting commission and incentives.

² Represents sum of promotor and inhouse premium direct.

³ Mass table drop includes the amount of table drop plus cash chips purchased at the cage.

⁴ Total GGR win includes gaming win from City Clubs.

FINANCIAL & OPERATIONAL HIGHLIGHTS

GALAXY MACAU™**Key Financial Data**

(HK\$m)	1H 2023	1H 2024
Revenues:		
Net Gaming	9,872	14,234
Hotel/F&B/Others	1,196	2,027
Mall	830	697
Total Net Revenue	11,898	16,958
Adjusted EBITDA	4,018	5,395
Adjusted EBITDA Margin	34%	32%

**Gaming Statistics⁵**

(HK\$m)	1H 2023	1H 2024
Rolling Chip Volume ⁶	50,602	82,010
Win Rate %	3.4%	3.1%
Win	1,725	2,530
Mass Table Drop ⁷	34,270	49,119
Win Rate %	26.3%	27.4%
Win	9,008	13,453
Electronic Gaming Volume	14,704	27,551
Win Rate %	4.6%	3.7%
Win	670	1,011
Total GGR Win	11,403	16,994

⁵ Gaming statistics are presented before deducting commission and incentives.

⁶ Represents sum of promotor and inhouse premium direct.

⁷ Mass table drop includes the amount of table drop plus cash chips purchased at the cage.

FINANCIAL & OPERATIONAL HIGHLIGHTS

STARWORLD MACAU**Key Financial Data**

(HK\$'m)	1H 2023	1H 2024
Revenues:		
Net Gaming	1,931	2,425
Hotel/F&B/Others	220	256
Mall	10	11
Total Net Revenue	2,161	2,692
Adjusted EBITDA	578	825
Adjusted EBITDA Margin	27%	31%

星際酒店
StarWorld Hotel

Gaming Statistics⁸

(HK\$'m)	1H 2023	1H 2024
Rolling Chip Volume ⁹	N/A	2,602
Win Rate %	N/A	6.1%
Win	N/A	160
Mass Table Drop ¹⁰	12,131	14,223
Win Rate %	17.6%	17.5%
Win	2,132	2,490
Electronic Gaming Volume	3,656	11,370
Win Rate %	2.2%	1.8%
Win	80	206
Total GGR Win	2,212	2,856

⁸ Gaming statistics are presented before deducting commission and incentives.

⁹ Represents sum of promotor and inhouse premium direct.

¹⁰ Mass table drop includes the amount of table drop plus cash chips purchased at the cage.

LETTER FROM THE CHAIRMAN

DEAR SHAREHOLDERS,

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 increased by 37% year-on-year to HK\$21.5 billion, and Adjusted EBITDA rose by 37% year-on-year to HK\$6.0 billion. In Q2 2024, Group Adjusted EBITDA was HK\$3.2 billion, up 28% year-on-year and up 12% quarter-on-quarter. We continued to drive growth in 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 accounting for 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 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.

Chairman

Dr. Lui Che Woo

GBM, MBE, JP, LLD, DSSc, DBA



LETTER FROM THE CHAIRMAN

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 completing 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 and 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

Hong Kong, 15 August 2024

SELECTED MAJOR AWARDS

Award	Presenter
GEG Sustainability Award	International Gaming Awards 2024
Casino Operator of the Year	Global Gaming Awards Asia-Pacific 2024
2024 Macao International Environmental Co-operation Forum & Exhibition – Green Booth Award	Macao Fair & Trade Association
ISO 41001 Facilities Management System ISO 50001 Energy Management System ISO 14001 Environmental Management System ISO 45001 Occupational Health and Safety Management System	British Standards Institution
GALAXY MACAU™	
Michelin One-Star Restaurant – 8½ Otto e Mezzo BOMBANA – Lai Heen	The MICHELIN Guide Hong Kong Macau 2024
Selected Restaurants – Terrazza Italian Restaurant – The Ritz-Carlton Cafe – Saffron	
Five-Star Hotel – Galaxy Hotel™ – Hotel Okura Macau – Banyan Tree Macau – The Ritz-Carlton, Macau	2024 Forbes Travel Guide
Five-Star Restaurant – 8½ Otto e Mezzo BOMBANA – Lai Heen	
Five-Star Spa – The Ritz-Carlton Spa, Macau – Banyan Tree Spa Macau	
Black Pearl Restaurant Guide 2024 – One Diamond – 8½ Otto e Mezzo BOMBANA	Mei Tuan
Macao Energy Saving Activity 2023 – Energy Saving Concept Award – Galaxy Macau™	Companhia de Electricidade de Macau
SCMP 100 Top Tables 2024 – 8½ Otto e Mezzo BOMBANA – Lai Heen	South China Morning Post

SELECTED MAJOR AWARDS

Award	Presenter
EarthCheck Gold Certification – Banyan Tree Macau	EarthCheck
EarthCheck Silver Certification – Galaxy Hotel™ – Hotel Okura Macau	
Tatler Dining Awards 2024 – Tatler Dining 20 Macau Awards – 8½ Otto e Mezzo BOMBANA – Lai Heen – Saffron	Tatler Dining
Best Hotel Spa – Banyan Tree Spa Macau	Vogue Beauty Awards 2024
Macao Green Hotel Awards – Gold Award – Galaxy Hotel™	Environmental Protection Bureau of the Macau SAR Government
2023 China's Top 100 Hotels – Galaxy Macau™ 2023 Specially Selected New Hotels – Andaz Macau	Travel + Leisure
2024 Travelers' Choice Awards – Best of the Best Hotels – Galaxy Hotel™ – Hotel Okura Macau – JW Marriott Hotel Macau	TripAdvisor
Best Integrated Resorts Asia-Pacific (First Place) – Galaxy Macau™	Travel + Leisure Luxury
Best Hotel Pools in Macau – Galaxy Macau™ Grand Resort Deck (First Place) – Banyan Tree Macau (Second Place) – JW Marriott Hotel Macau (Fourth Place) – Raffles at Galaxy Macau (Fifth Place) – The Ritz-Carlton, Macau (Sixth Place)	
Best Hotels in Macau – Galaxy Hotel™ (Fourth Place) – Andaz Macau (Fifth Place) – Banyan Tree Macau (Sixth Place)	
Best Hotel Spas in Macau – Banyan Tree Spa Macau (First Place) – The Ritz-Carlton Spa, Macau (Third Place)	
Travel Awards 2024 – Favorite Integrated Resorts (Macau) – Galaxy Macau™	U Magazine

SELECTED MAJOR AWARDS

Award	Presenter
Three Bottles Award – 8½ Otto e Mezzo BOMBANA	Gambero Rosso International 2024
2024 China Best Champagne List (Hong Kong, Macao, Taiwan) – Hotel Restaurant – Terrazza Italian Restaurant – Best Champagne List – The Apron – Chinese Restaurant – Blossom Palaces – Best New Champagne List (Open in 2023-2024) – Blossom Palaces	Sparkling
Wine Spectator's 2024 Restaurant Best of Award of Excellence (Two Glasses) – Terrazza Italian Restaurant – Urban Kitchen	Wine Spectator's Restaurant Awards
Best Trendy Hotel – Andaz Macau Best Luxury Hotel – Raffles at Galaxy Macau	The Bund Design Hotel Awards
The Most Anticipated New Hotel of the Year 2023 – Andaz Macau Luxury Hotel of the Year – Raffles at Galaxy Macau	HotelShare Media
Best New Hotel in China – Andaz Macau	TTG China Travel Awards
STARWORLD MACAU	
Michelin Two-Star Restaurant – Feng Wei Ju	The MICHELIN Guide Hong Kong Macau 2024
Black Pearl Restaurant Guide 2024 – One Diamond – Feng Wei Ju	Mei Tuan
SCMP 100 Top Tables 2024 – Feng Wei Ju	South China Morning Post
Tatler Dining Awards 2024 – Tatler Dining 20 Macau Awards – Feng Wei Ju	Tatler Dining
BROADWAY MACAU™	
Macau Energy Saving Activity 2023 – Energy Saving Award (Hotel Group B) – 1st Runner Up – Broadway Macau™	Companhia de Electricidade de Macau
CONSTRUCTION MATERIALS DIVISION	
Caring Company Scheme – 20 Years Plus Caring Company Logo	The Hong Kong Council of Social Service

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:

(in HK\$m)	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
Luck ¹	4	63	(20)	-	-	63	43
Normalized Adjusted EBITDA	2,469	2,772	3,196	29%	15%	4,317	5,968



Raffles Lounge & Terrace



Pre-function of Galaxy Arena

¹ Reflects luck adjustments associated with our rolling chip program.

MANAGEMENT DISCUSSION AND ANALYSIS

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

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.

MANAGEMENT DISCUSSION AND ANALYSIS

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

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.

MANAGEMENT DISCUSSION AND ANALYSIS

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

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	N/A	1,024	1,578	N/A	2,602
Win Rate %	N/A	5.5%	6.5%	N/A	6.1%
Win	N/A	56	104	N/A	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.

MANAGEMENT DISCUSSION AND ANALYSIS

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

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”)

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.

MANAGEMENT DISCUSSION AND ANALYSIS

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

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 concessionaires 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.

MANAGEMENT DISCUSSION AND ANALYSIS

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

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.

MANAGEMENT DISCUSSION AND ANALYSIS

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

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.

EMPLOYEES AND REMUNERATION POLICY

As at 30 June 2024, the Group, excluding associated companies and joint ventures, employed approximately 20,700 employees in Hong Kong, Macau and Mainland China. Employee costs, excluding Directors' emoluments, amounted to \$3,896 million.

Remuneration Policy

The objective of the Group's remuneration policy is to attract, motivate and retain talented employees to achieve the Group's long-term corporate goals and objectives. To this end, the Group is committed to remunerating its employees in a manner that is market competitive, consistent with good industry practices as well as meeting the interests of shareholders.

The Group's remuneration structure for its employees comprises fixed compensation, performance-based variable incentive and long-term incentives. The overall remuneration arrangements are fair and justified, prudent and subject to regular review.

The Group operates a share option scheme and a share award scheme for its employees. It serves to attract, motivate and retain employees to work for the Group long term and to better align the interests of the employees with the shareholders' interests.

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION



羅兵咸永道

To the Board of Directors of Galaxy Entertainment Group Limited

(incorporated in Hong Kong with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 26 to 53, which comprises the condensed consolidated balance sheet of Galaxy Entertainment Group Limited (the “Company”) and its subsidiaries (together, the “Group”) as at 30 June 2024 and the condensed consolidated income statement, the condensed consolidated statement of comprehensive income, the condensed consolidated cash flow statement and the condensed consolidated statement of changes in equity for the six-month period then ended, and selected explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants. The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants. Our responsibility is to express a conclusion on this interim financial information based on our review and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information of the Group is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting”.

PricewaterhouseCoopers

Certified Public Accountants

Hong Kong, 15 August 2024

CONDENSED CONSOLIDATED INCOME STATEMENT (UNAUDITED)

For the six months ended 30 June 2024

	Note	2024 HK\$'000	2023 HK\$'000
Revenue (Note)	6	21,470,552	15,715,349
Other income/gains, net	8(a)	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	8(b)	(1,787,525)	(1,187,141)
Employee benefit expenses		(3,992,425)	(3,480,227)
Other operating expenses	8(c)	(3,073,324)	(2,101,300)
Finance costs	9	(58,837)	(122,915)
Share of profits less losses of:			
Joint ventures		5,806	45,360
Associated companies		72	(27)
Profit before taxation	8(b)	4,479,042	2,944,395
Taxation charge	10	(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
Earnings per share	12	HK cents	HK cents
Basic		100.3	66.2
Diluted		100.3	66.1
Note: Analysis of revenue		HK\$'000	HK\$'000
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 hotels, 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 HK\$'000	2023 HK\$'000
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

	Note	30 June 2024 HK\$'000	31 December 2023 HK\$'000
ASSETS			
Non-current assets			
Property, plant and equipment	13	49,716,224	49,313,068
Right-of-use assets	13	4,729,800	4,817,188
Intangible assets	13	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	14	4,961,938	4,153,009
Financial assets at fair value through other comprehensive income	15	4,642,486	4,780,218
Other non-current assets	16	253,769	207,766
		68,910,850	68,008,203
Current assets			
Inventories		215,710	221,888
Debtors and prepayments	17	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	14	3,011,560	2,633,510
Cash and cash equivalents and other bank deposits		17,372,495	14,511,770
		22,683,608	19,207,252
Total assets		91,594,458	87,215,455

CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED)

As at 30 June 2024

	Note	30 June 2024 HK\$'000	31 December 2023 HK\$'000
EQUITY			
Share capital and shares held for share award scheme	18	24,127,232	24,103,725
Reserves		49,707,883	46,655,447
Equity attributable to owners of the Company		73,835,115	70,759,172
Non-controlling interests		475,230	457,919
Total equity		74,310,345	71,217,091
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
		3,388,162	3,465,516
Current liabilities			
Creditors and accruals	20	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	19	3,836,681	1,452,958
Provision for tax		142,236	94,831
		13,895,951	12,532,848
Total liabilities		17,284,113	15,998,364
Total equity and liabilities		91,594,458	87,215,455
Net current assets		8,787,657	6,674,404
Total assets less current liabilities		77,698,507	74,682,607

CONDENSED CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)

For the six months ended 30 June 2024

	2024 HK\$'000	2023 HK\$'000
Net cash generated from operating activities	5,333,442	5,377,842
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,583,381)	(3,269,042)
Purchase of intangible assets	(18,453)	(27,414)
Proceeds from disposal of property, plant and equipment	695	1,377
Proceeds from disposal of subsidiaries	–	1,360
Investment in an associated company	(5,191)	–
Increase in advances to joint ventures	–	(2,687)
Increase in deferred receivable	(8,620)	(6,032)
Increase in deposit paid for other non-current assets	–	(21,693)
Purchase of financial assets	(3,257,197)	–
Proceeds from redemption of financial assets	2,073,413	2,110,158
Interest received	483,713	445,389
Increase in short-term bank deposits with maturity over three months and short-term pledged bank deposits	(2,477,614)	(3,286,395)
Dividends received from listed investments	14,882	7,128
Dividends received from joint ventures	–	45,068
Net cash used in investing activities	(5,777,753)	(4,002,783)
Cash flows from financing activities		
Issue of new shares	–	16,574
Shares purchased by the trustee	(6,252)	(7,700)
New bank loans	2,501,486	2,371,193
Repayment of bank loans	(459,478)	(8,160,000)
Interest paid	(20,443)	(98,428)
Principal and interest elements of lease payments	(47,118)	(52,305)
Principal and interest elements of Macau gaming concession payment	(179,948)	(178,285)
Dividends paid to shareholders	(1,311,091)	–
Dividends paid to non-controlling interests	–	(5,193)
Return of capital to non-controlling interests	–	(350)
Net cash generated from/(used in) financing activities	477,156	(6,114,494)
Net increase/(decrease) in cash and cash equivalents from 1 January to 30 June	32,845	(4,739,435)
Cash and cash equivalents at 1 January	6,599,174	13,495,789
Translation differences	(2,632)	(21,646)
Cash and cash equivalents at 30 June	6,629,387	8,734,708
Analysis of cash and cash equivalents		
Cash and other bank deposits	17,360,919	13,168,498
Other cash equivalents	11,576	11,336
Cash and cash equivalents and other bank deposits	17,372,495	13,179,834
Less: short-term bank deposits with maturity over three months and short-term pledged bank deposits	(9,794,259)	(3,585,316)
Less: bank overdrafts	(948,849)	(859,810)
Cash and cash equivalents at 30 June	6,629,387	8,734,708

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the six months ended 30 June 2024

	Share capital HK\$'000	Shares held for share award scheme HK\$'000	Reserves HK\$'000	Equity attributable to owners of the Company HK\$'000	Non-controlling interests HK\$'000	Total HK\$'000
At 1 January 2023	23,968,164	(11)	39,945,783	63,913,936	551,429	64,465,365
Comprehensive income						
Profit for the period	-	-	2,890,261	2,890,261	7,189	2,897,450
Other comprehensive income/(loss)						
Change in fair value of financial assets at fair value through other comprehensive income	-	-	1,188,170	1,188,170	-	1,188,170
Translation differences of subsidiaries	-	-	(56,962)	(56,962)	(6,515)	(63,477)
Share of translation differences of joint ventures	-	-	(58,953)	(58,953)	(5,599)	(64,552)
Total other comprehensive income/(loss), net of tax	-	-	1,072,255	1,072,255	(12,114)	1,060,141
Total comprehensive income/(loss) for the period	-	-	3,962,516	3,962,516	(4,925)	3,957,591
Transactions with equity holders						
Return of capital to non-controlling interests	-	-	-	-	(350)	(350)
Disposal of a subsidiary	-	-	-	-	(3,702)	(3,702)
Dividends paid to non-controlling interests	-	-	-	-	(5,193)	(5,193)
Share award scheme – shares purchased by the trustee	-	(7,700)	-	(7,700)	-	(7,700)
Shares vested pursuant to share award scheme	22,811	7,704	(30,515)	-	-	-
Issue of shares upon exercise of share options	21,464	-	(4,890)	16,574	-	16,574
Fair value of share options granted	-	-	68,262	68,262	-	68,262
Fair value of share awards granted	-	-	80,846	80,846	-	80,846
At 30 June 2023	24,012,439	(7)	44,022,002	68,034,434	537,259	68,571,693
At 1 January 2024	24,103,758	(33)	46,655,447	70,759,172	457,919	71,217,091
Comprehensive income						
Profit for the period	-	-	4,387,354	4,387,354	19,890	4,407,244
Other comprehensive loss						
Change in fair value of financial assets at fair value through other comprehensive income	-	-	(104,481)	(104,481)	-	(104,481)
Translation differences of subsidiaries	-	-	(25,957)	(25,957)	(1,348)	(27,305)
Share of translation differences of joint ventures	-	-	(15,167)	(15,167)	(1,231)	(16,398)
Total other comprehensive loss, net of tax	-	-	(145,605)	(145,605)	(2,579)	(148,184)
Total comprehensive income for the period	-	-	4,241,749	4,241,749	17,311	4,259,060
Transactions with equity holders						
Share award scheme – shares purchased by the trustee	-	(6,252)	-	(6,252)	-	(6,252)
Shares vested pursuant to share award scheme	23,523	6,236	(29,759)	-	-	-
Fair value of share options granted	-	-	72,204	72,204	-	72,204
Fair value of share awards granted	-	-	79,333	79,333	-	79,333
Special dividends (note 11)	-	-	(1,311,091)	(1,311,091)	-	(1,311,091)
At 30 June 2024	24,127,281	(49)	49,707,883	73,835,115	475,230	74,310,345

NOTES TO THE INTERIM FINANCIAL INFORMATION

1. GENERAL INFORMATION

Galaxy Entertainment Group Limited (“GEG” or the “Company”) is a limited liability company incorporated in Hong Kong and has its listing on the Main Board of The Stock Exchange of Hong Kong Limited (“SEHK”). The address of its registered office and principal place of business is 22nd Floor, Wing On Centre, 111 Connaught Road Central, Hong Kong.

The principal activities of the Company and its subsidiaries (together the “Group”) are operation 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.

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 report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Companies Ordinance.

The interim financial information has been approved for issue by the Board of Directors on 15 August 2024.

NOTES TO THE INTERIM FINANCIAL INFORMATION

2. 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 MOP0.90 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 MOP5.40 billion (approximately HK\$5.24 billion) further commitment triggered by the investment increasing mechanism of the investment plan.

NOTES TO THE INTERIM FINANCIAL INFORMATION

3. 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”).

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.

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

New standards and amendments	Effective for accounting periods beginning on or after
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 the 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.

NOTES TO THE INTERIM FINANCIAL INFORMATION

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from their estimates.

The significant judgments, estimates and assumptions applied in the preparation of the interim financial information are consistent with those used in the annual consolidated financial statements for the year ended 31 December 2023.

5. FINANCIAL RISK MANAGEMENT

The activities of the Group expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and other price risk), credit risk and liquidity risk.

The interim financial information does not include all financial risk management information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2023. There have been no changes in the financial risk management objectives and policies of the Group since 2023 year end.

5.1 Fair value estimation

The table below analyses financial instruments that are measured in the consolidated balance sheet at fair value, by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

NOTES TO THE INTERIM FINANCIAL INFORMATION

5. FINANCIAL RISK MANAGEMENT (Continued)

5.1 Fair value estimation (Continued)

The following table presents the Group's assets and liabilities that are measured at fair value at 30 June 2024 and 31 December 2023.

	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
At 30 June 2024				
Assets				
Financial assets at fair value through other comprehensive income				
– Unlisted investment	–	–	2,112	2,112
– Listed investment	4,640,374	–	–	4,640,374
Total	4,640,374	–	2,112	4,642,486

At 31 December 2023

Assets

Financial assets at fair value through other comprehensive income

– Unlisted investment	–	–	3,113	3,113
– Listed investment	4,777,105	–	–	4,777,105

Total	4,777,105	–	3,113	4,780,218
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The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the current price within the bid-ask spread which is the most representative of the fair value in the given circumstances. These instruments are included in level 1. Instruments included in level 1 comprise financial assets at fair value through other comprehensive income.

The fair values of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) are determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

NOTES TO THE INTERIM FINANCIAL INFORMATION

5. FINANCIAL RISK MANAGEMENT (Continued)

5.1 Fair value estimation (Continued)

Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments.
- The fair value of interest rate swap is calculated as the present value of the estimated future cash flows based on observable yield curves.
- For investments in unlisted debt instruments without recent transactions, management has established fair values of these instruments by using appropriate valuation techniques. Such valuation techniques may consider original transaction price and take into account relevant developments since the acquisition of the investments and other factor pertinent to the valuation of the investments such as preferential rights of the shares held, market volatility and initial public offering probability, with reference to recent third party transactions of comparable type of instruments and reliable indicative offers from potential buyers. The higher the discount, the lower the fair values of unquoted direct investment. Independent external valuer has been involved in determining the fair value, when appropriate.
- Other techniques, such as discounted cash flow analysis or prices in recent transactions, are used to determine fair value for the remaining financial instruments.

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer. There were no significant transfers of financial assets between level 1 and level 2 fair value hierarchy classifications.

The following table presents the changes in level 3 instruments for the period ended 30 June 2024 and 2023.

	Financial assets at fair value through other comprehensive income	
	2024 HK\$'000	2023 HK\$'000
At beginning of the period	3,113	3,018
Gain recognised in other comprehensive income	–	35
Return of capital	(1,001)	–
At end of the period	2,112	3,053

As at 30 June 2024, the Group held unlisted investment measured at financial asset at fair value through profit or loss, which comprised of unlisted preference shares in a private entity established in Cayman Islands and denominated in U.S. dollar. As at 30 June 2024 and 31 December 2023, fair value of the unlisted investment was nil (as at 30 June 2023: HK\$64,410,000) and no loss recognised in profit or loss during the six months ended 30 June 2024 (2023: HK\$207,694,000).

NOTES TO THE INTERIM FINANCIAL INFORMATION

6. REVENUE

Revenue recognised during the period are as follows:

	2024 HK\$'000	2023 HK\$'000
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).

7. 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, intangible assets and subsidiaries, 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.

NOTES TO THE INTERIM FINANCIAL INFORMATION

7. SEGMENT INFORMATION (Continued)

	Gaming and entertainment HK\$'000	Construction materials HK\$'000	Corporate and treasury management HK\$'000	Total HK\$'000
Six months ended 30 June 2024				
Revenue recognised under HKFRS	19,864,894	1,605,658	-	21,470,552
Adjusted EBITDA including share of results of joint ventures and associated companies	5,723,987	366,164	(79,106)	6,011,045
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				(34,152)
Profit for the period				4,407,244
Share of results of joint ventures and associated companies	14,526	(8,648)	-	5,878

NOTES TO THE INTERIM FINANCIAL INFORMATION

7. SEGMENT INFORMATION (Continued)

	Gaming and entertainment HK\$'000	Construction materials HK\$'000	Corporate and treasury management HK\$'000	Total HK\$'000
Six months ended 30 June 2023				
Revenue recognised under HKFRS	14,208,160	1,507,189	–	15,715,349
Adjusted EBITDA including share of results of joint ventures and associated companies	4,127,310	329,310	(76,525)	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				(51,521)
Profit for the period				2,897,450
Share of results of joint ventures and associated companies	18,300	27,033	–	45,333

NOTES TO THE INTERIM FINANCIAL INFORMATION

7. SEGMENT INFORMATION (Continued)

	Gaming and entertainment HK\$'000	Construction materials HK\$'000	Corporate and treasury management HK\$'000	Total HK\$'000
As at 30 June 2024				
Total assets	77,656,338	5,672,381	8,265,739	91,594,458
Total assets include:				
Joint ventures	83,194	2,140,619	–	2,223,813
Associated companies	–	18,523	–	18,523
Total liabilities	12,925,752	1,387,399	2,970,962	17,284,113

As at 31 December 2023

Total assets	77,918,983	5,996,907	3,299,565	87,215,455
Total assets include:				
Joint ventures	68,669	2,165,736	–	2,234,405
Associated companies	–	2,525	–	2,525
Total liabilities	13,701,957	1,753,641	542,766	15,998,364

Six months ended 30 June 2024

Additions to non-current assets	1,920,132	120,754	2,824	2,043,710
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Six months ended 30 June 2023

Additions to non-current assets	5,369,947	233,507	33	5,603,487
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NOTES TO THE INTERIM FINANCIAL INFORMATION

7. SEGMENT INFORMATION (Continued)

Geographical analysis

Six months ended 30 June	2024 HK\$'000	2023 HK\$'000
Revenue		
Macau	20,200,124	14,482,368
Hong Kong	1,147,543	981,027
Mainland China	122,885	251,954
	21,470,552	15,715,349
	As at 30 June 2024 HK\$'000	As at 31 December 2023 HK\$'000
Non-current assets		
Macau	65,080,372	64,138,519
Hong Kong	731,963	735,495
Mainland China	3,098,515	3,134,189
	68,910,850	68,008,203

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).

NOTES TO THE INTERIM FINANCIAL INFORMATION

8. OTHER INCOME/GAINS, NET, PROFIT BEFORE TAXATION AND OTHER OPERATING EXPENSES

	2024 HK\$'000	2023 HK\$'000
(a) Other income/gains, net		
Interest income		
Bank deposits	362,256	267,451
Financial assets at amortised cost	161,607	158,438
Loans to joint ventures	80	492
Deferred receivable and others	1,317	422
Dividend income from listed investments	14,882	7,128
Net gain on disposal and write-off of property, plant and equipment	22,123	16,796
Fair value change on financial assets at fair value through profit or loss	-	(207,694)
Foreign exchange loss	(13,528)	(17,219)
Others	51,127	39,990
	599,864	265,804
(b) Profit before taxation is stated 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	837	860
(c) Other operating expenses		
Utilities and rentals	385,656	376,118
Advertising and promotion	1,202,429	642,421
Repair and maintenance	253,905	194,673
Operating supplies and consumables	377,847	254,542
Food and beverage costs	224,991	155,588
Other support services	152,808	65,228
Distribution costs	161,617	140,951
Subcontracting charges	33,210	30,297
Provision/(reversal of provision) for loss allowance, net	5,280	(21,727)
Other expenses	275,581	263,209
	3,073,324	2,101,300

NOTES TO THE INTERIM FINANCIAL INFORMATION

9. FINANCE COSTS

	2024 HK\$'000	2023 HK\$'000
Interest expenses		
Bank loans and overdrafts	22,624	97,747
Lease liabilities	12,444	9,804
Liability – Macau gaming concession	81,998	84,856
Other borrowing costs	698	797
	117,764	193,204
Amount capitalised in assets under construction	(58,927)	(70,289)
	58,837	122,915

10. TAXATION CHARGE

	2024 HK\$'000	2023 HK\$'000
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 (note b)	33,943	18,204
Deferred taxation	(14,950)	(7,974)
Taxation charge	71,798	46,945

Notes:

- (a) 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.

- (b) In February 2024, GCSA, the Company's principal subsidiary, entered into a Shareholder Dividend Tax Agreement with the Macau Government. The agreement provided for an annual payment, which is calculated on a percentage of the net gaming wins, in lieu of Macau Complementary Tax otherwise due by the GCSA's shareholders on dividend distributions to them from gaming profits, effective from 1 January 2023 through 31 December 2025. The Company will assess the timing of an application with the Macau Government for an extension of the Shareholder Dividend Tax Agreement.

NOTES TO THE INTERIM FINANCIAL INFORMATION

11. DIVIDEND

	2024 HK\$'000	2023 HK\$'000
Special dividend paid of HK\$0.30 (2023: HK\$nil) per ordinary share	1,311,091	–

Details of the interim dividend declared subsequent to the period end are given in note 23.

12. 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 HK\$'000	2023 HK\$'000
Profit attributable to equity holders of the Company	4,387,354	2,890,261

	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	1,809,254	4,876,565
Weighted average number of shares for calculating diluted earnings per share	4,375,396,216	4,375,404,230

NOTES TO THE INTERIM FINANCIAL INFORMATION

13. CAPITAL EXPENDITURE

For the six months ended 30 June 2024, the Group incurred HK\$2,004 million (2023: HK\$2,659 million) on property, plant and equipment, HK\$18 million (2023: HK\$2,736 million) on intangible assets, and HK\$6 million (2023: HK\$208 million) on right-of-use assets.

14. FINANCIAL ASSETS AT AMORTISED COST

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Listed debt securities in Hong Kong, at amortised cost (note b)	2,869,994	3,241,393
Listed debt securities in overseas, at amortised cost (note b)	5,103,504	3,545,126
	7,973,498	6,786,519
Less: current portion of financial assets at amortised cost	(3,011,560)	(2,633,510)
	4,961,938	4,153,009

Notes:

- (a) The financial assets at amortised cost represents the Group's investment in debt securities issued by large financial institutions and corporations to generate interest income for the Group. The Group intends to hold the assets to maturity to collect contractual cash flows and these cash flows consist solely of payments of principal and interest on the principal amount outstanding.
- (b) As at 30 June 2024 and 31 December 2023, the listed debt securities were predominantly denominated in U.S. dollar with a weighted average tenor of approximately 2 years (2023: 1 year) and a significant portion in investment grade rating.
- (c) As at 30 June 2024 and 31 December 2023, the carrying amounts of these listed debt securities approximated their fair values. These financial assets were considered to be of low credit risk and the expected credit loss was immaterial.
- (d) As at 30 June 2024 and 31 December 2023, none of the listed debt securities in any individual investee company held by the Group equaled or exceeded 5 per cent of the Group's total assets.
- (e) The interest income generated from the above financial assets at amortised cost for the period ended 30 June 2024 amounted to HK\$162 million (2023: HK\$158 million) as disclosed in note 8(a).

NOTES TO THE INTERIM FINANCIAL INFORMATION

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Unlisted investments in overseas, at fair value (note a)	2,112	3,113
Listed investments in overseas, at fair value (note b)	4,640,374	4,777,105
	4,642,486	4,780,218

Notes:

- (a) Unlisted investments are mainly denominated in Macau Patacas and U.S. dollar.
- (b) As at 30 June 2024, the listed investments in overseas, at fair value included 5.2 million (2023: 5.2 million) listed shares of Wynn Resorts, Limited ("Wynn Resorts") which represented approximately 4.7% (2023: 4.7%) of the issued share capital of Wynn Resorts. Investment cost was HK\$7.14 billion. 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 and 31 December 2023 was the fair value of this listed investment. As of 30 June 2024, the fair value of our investment in Wynn Resorts was HK\$3.6 billion (2023: HK\$3.7 billion), representing 4.0% (2023: 4.2%) of the Group's total asset of HK\$91.6 billion (2023: HK\$87.2 billion). The market value of Wynn Resort as of 30 June 2024 and 31 December 2023, and the performance of the investment during the period ended 30 June 2024 and 30 June 2023 are as follows:

	Market value		Unrealised (loss)/gain for the period ended 30 June		Dividend income for the period ended 30 June	
	30 June 2024 HK\$'000	31 December 2023 HK\$'000	2024 HK\$'000	2023 HK\$'000	2024 HK\$'000	2023 HK\$'000
Wynn Resorts, Limited	3,634,076	3,699,567	(65,491)	955,765	14,235	7,128

GEG 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 recognised entertainment corporation with exceptionally high quality assets and a significant development pipeline.

NOTES TO THE INTERIM FINANCIAL INFORMATION

16. OTHER NON-CURRENT ASSETS

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Deposits paid for property, plant and equipment	135,150	94,150
Deferred expenditure – quarry site development	24,985	26,001
Others	93,634	87,615
	253,769	207,766

17. DEBTORS AND PREPAYMENTS

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

Notes:

- (a) 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

- (b) Other debtors and deposit paid, net of loss allowance mainly include interest receivables and advances to customers and gaming counterparties, which are denominated in Hong Kong dollar and U.S. dollar, and repayable on demand. The advances to customers and gaming counterparties are granted with reference to their credit history and business volumes. Such advances are interest free and the Group has the right, pursuant to the relevant credit agreements, to set off the overdue advances with payables due from the Group to these counterparties.

NOTES TO THE INTERIM FINANCIAL INFORMATION

18. SHARE CAPITAL AND SHARES HELD FOR SHARE AWARD SCHEME

	Number of ordinary shares	Ordinary shares capital HK\$'000	Shares held for share award scheme HK\$'000	Total HK\$'000
Ordinary shares, issued and fully paid:				
At 1 January 2023	4,368,911,944	23,968,164	(11)	23,968,153
Share award scheme – shares purchased by the trustee (note a)	–	–	(7,700)	(7,700)
Shares vested pursuant to share award scheme	–	22,811	7,704	30,515
Issue of shares upon exercise of share options (note b)	348,364	21,464	–	21,464
At 30 June 2023 and 1 July 2023	4,369,260,308	24,012,439	(7)	24,012,432
Share award scheme – shares issued to the trustee (note a)	3,894,565	39	(39)	–
Share award scheme – shares purchased by the trustee (note a)	–	–	(18,128)	(18,128)
Share award scheme – sales of shares by the trustee	–	16,516	3	16,519
Shares vested pursuant to share award scheme	–	48,333	18,138	66,471
Issue of shares upon exercise of share options (note b)	432,089	26,431	–	26,431
At 31 December 2023 and 1 January 2024	4,373,586,962	24,103,758	(33)	24,103,725
Share award scheme – shares purchased by the trustee (note a)	–	–	(6,252)	(6,252)
Shares vested pursuant to share award scheme	–	23,523	6,236	29,759
At 30 June 2024	4,373,586,962	24,127,281	(49)	24,127,232

NOTES TO THE INTERIM FINANCIAL INFORMATION

18. SHARE CAPITAL AND SHARES HELD FOR SHARE AWARD SCHEME (Continued)

Notes:

- (a) The Group operates a share award scheme under which the Group has absolute discretion to select any eligible personnel for participation in the scheme and determine the terms and conditions of the awards and the number of shares to be awarded.

At the annual general meeting of the Company held on 22 May 2023, the shareholders of the Company approved the adoption of a new share award scheme (the "Share Award Scheme 2023") and the share award scheme adopted on 13 May 2021 (the "Share Award Scheme 2021") was suspended on the same date. All outstanding share awards granted under the Share Award Scheme 2021 shall remain unvested and will continue to be valid until vested or lapsed in accordance with the terms of the Share Award Scheme 2021.

During the period, no share awards (2023: nil) were granted, 50,050 (2023: 36,776) and 488,902 (2023: 501,232) share awards were lapsed and vested respectively. The number of share awards outstanding as at 30 June 2024 was 6,701,290 (2023: 5,626,984), all of which are unvested.

During the period, the trustee of the Share Award Scheme 2021 purchased on SEHK a total of 156,000 shares (2023: 155,497) of the Company for a total consideration of approximately HK\$6.3 million (2023: HK\$7.7 million).

As at 30 June 2024, 2,951,712 shares of the Company were held by the trustee under the Share Award Scheme 2021. The Company has not allotted shares of the Company to the trustee in respect of the Share Award Scheme 2023 as no trustee has been appointed for the scheme since its adoption.

- (b) The Company operates a share option scheme under which share options to subscribe for ordinary shares in the Company are granted to selected eligible participants.

At the annual general meeting of the Company held on 22 May 2023, the shareholders of the Company approved the adoption of a new share option scheme (the "Share Option Scheme 2023") and the share option scheme adopted on 13 May 2021 (the "Share Option Scheme 2021") was terminated on the same date. All outstanding share options granted under the Share Option Scheme 2021 and the previous share option scheme adopted on 22 June 2011 will continue to be valid and exercisable in accordance with the terms of the schemes.

During the period, no share options were granted (2023: nil) and exercised (2023: 348,364), and 483,837 (2023: 674,533) share options were lapsed. The number of share options outstanding as at 30 June 2024 was 43,285,224 (2023: 33,454,600).

NOTES TO THE INTERIM FINANCIAL INFORMATION

19. BORROWINGS

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Bank loans – unsecured	2,887,832	857,007
Bank overdrafts	948,849	595,951
Total borrowings	3,836,681	1,452,958
Short-term bank loans and bank overdrafts	(3,836,681)	(1,452,958)
Non-current portion of borrowings	–	–

The carrying amount and fair value of the borrowings are as follows:

	Carrying amount		Fair value	
	30 June 2024 HK\$'000	31 December 2023 HK\$'000	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Bank loans and bank overdrafts	3,836,681	1,452,958	3,836,681	1,452,958

The fair value of the borrowings is calculated using cash flows discounted at prevailing borrowing rates or based on quoted market price. The carrying amounts of other current borrowings approximate their fair value. All borrowings are within level 2 of the fair value hierarchy.

The Group has reclassified the cash flows of interest paid from operating activities to financing activities in the condensed consolidated cash flow statement to better reflect the nature of the transactions. The respective comparative figures have been reclassified to conform with the presentation.

NOTES TO THE INTERIM FINANCIAL INFORMATION

20. CREDITORS AND ACCRUALS

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Trade creditors (note a)	2,728,408	2,769,312
Other creditors (note b)	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

Notes:

(a) 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

(b) Other creditors mainly represented gaming tax payable to the Macau Government and construction payable to contractors.

21. CAPITAL COMMITMENTS

	30 June 2024 HK\$'000	31 December 2023 HK\$'000
Contracted but not provided for – Property, plant and equipment	6,349,791	7,705,157

NOTES TO THE INTERIM FINANCIAL INFORMATION

22. RELATED PARTY TRANSACTIONS

In addition to the transactions or balances disclosed elsewhere in the interim financial information, the significant related party transactions carried out in the normal course of the Group's business activities during the period are as follows:

- (a) Interest income from joint ventures amounting to HK\$80,000 (2023: HK\$492,000) are charged at terms agreed among the parties.
- (b) Management fee received from joint ventures, an associated company and non-controlling interest amounted to HK\$3,862,000 (2023: HK\$4,941,000) are charged at terms agreed among the parties.
- (c) Rental expenses of HK\$707,000 (2023: HK\$726,000) were paid to a subsidiary of K. Wah International Holdings Limited, a shareholder of the Company, based on the terms of the rental agreement between the parties. This is a continuing connected transaction which is fully exempted from reporting and disclosure requirements under rule 14A.76(1) of the Rules Governing the Listing of Securities on SEHK.
- (d) Purchases from joint ventures and non-controlling interests amounted to HK\$8,962,000 (2023: HK\$65,493,000) at terms agreed among the parties.
- (e) Sales to non-controlling interests amounted to HK\$57,000 (2023: 8,002,000) at terms agreed among the parties.
- (f) Interest expenses to non-controlling interests amounted to HK\$687,000 (2023: HK\$761,000) at terms agreed among the parties.
- (g) Key management personnel comprise the Chairman, Deputy Chairman and other Executive Directors. Key management compensation amounted to HK\$96,000,000 for the six months ended 30 June 2024 (2023: HK\$88,000,000).

23. 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.

OTHER INFORMATION

DIVIDENDS

A special dividend of HK\$0.30 per share totaling approximately HK\$1,311 million was paid to the shareholders of the Company on 26 April 2024.

The Board of Directors of the Company (the “Board”) is pleased to announce that it has declared an 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 dividend to be distributed is estimated to be approximately HK\$2,190 million.

RECORD DATE AND CLOSURE OF REGISTER OF MEMBERS FOR INTERIM DIVIDEND

Book close dates for Interim Dividend : 26 September 2024 (Thursday) to 30 September 2024 (Monday)
(both days inclusive)

Record date for Interim Dividend : 30 September 2024 (Monday)

Ex-dividend date : 24 September 2024 (Tuesday)

Expected payment date : 25 October 2024 (Friday)

Latest time to lodge transfer documents with the Company’s share registrar to entitle Interim Dividend : 4:30 p.m. on 25 September 2024 (Wednesday)

Name and address of the Company’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

DIRECTORS’ INTERESTS IN SECURITIES AND UNDERLYING SHARES

As at 30 June 2024, the interests or short positions of each Director in the shares, underlying shares and debentures of the Company, and the details of any right to subscribe for shares of the Company and of the exercise of such rights, as recorded in the register required to be kept under section 352 of Part XV of the Securities and Futures Ordinance, Chapter 571 of the Laws of Hong Kong (“SFO”) or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (“Stock Exchange”) pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) contained in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (“Listing Rules”), were as follows:

(a) Shares (including underlying shares)

Name	Number of shares (including underlying shares) held				Total	Percentage of shares in issue
	Personal interests	Family interests	Corporate interests	Other interests		
Lui Che Woo	42,066,404	2,181,518	363,726,401 ⁽¹⁾	1,362,225,231 ⁽²⁾	1,770,199,554	40.47
Francis Lui Yiu Tung	54,009,379	–	398,150,099 ⁽³⁾	1,362,225,231 ⁽²⁾	1,814,384,709	41.49
Joseph Chee Ying Keung	1,571,051	–	–	–	1,571,051	0.04
Paddy Tang Lui Wai Yu	14,283,247	–	–	1,362,225,231 ⁽²⁾	1,376,508,478	31.47
James Ross Ancell	250,000	–	–	–	250,000	0.01
William Yip Shue Lam	250,000	–	–	–	250,000	0.01
Patrick Wong Lung Tak	–	–	–	–	–	–
Charles Cheung Wai Bun	–	–	–	–	–	–
Michael Victor Mecca	1,275,612	–	–	–	1,275,612	0.03

OTHER INFORMATION

Notes:

- (1) 305,401 shares, 295,421,000 shares and 68,000,000 shares of the Company were held by Po Kay Securities & Shares Company Limited, Lui Che Woo Foundation Limited and LUI Che Woo Prize Limited ("LUI Che Woo Prize") respectively, all of which are controlled by Dr. Lui Che Woo. LUI Che Woo Prize is a charitable organization.
- (2) A discretionary family trust established by Dr. Lui Che Woo as settlor was interested in 1,362,225,231 shares of the Company. Dr. Lui Che Woo, Mr. Francis Lui Yiu Tung and Mrs. Paddy Tang Lui Wai Yu, as discretionary beneficiaries of the discretionary family trust, are deemed to have an interest in those shares in which the trust has an interest.
- (3) 103,096,039 shares and 2,000,000 shares of the Company were held by Recurrent Profits Limited ("Recurrent Profits") and Sincere Concept Holdings Limited ("Sincere Concept") respectively. Top Notch Opportunities Limited ("Top Notch") was indirectly interested in 171,916,021 shares of the Company. Kentlake International Investments Limited ("Kentlake") was directly and indirectly interested in 121,138,039 shares of the Company. Recurrent Profits, Sincere Concept, Top Notch and Kentlake are companies controlled by Mr. Francis Lui Yiu Tung.

(b) Underlying Shares – Share Options and Share Awards

Details are set out in the sections headed "Share Options" and "Share Awards" below.

All the interests stated above represent long positions.

Save as disclosed above, as at 30 June 2024, none of the Directors of the Company had any interests or short positions in the shares, underlying shares and debentures of the Company or any of its other associated corporations (within the meaning of Part XV of the SFO).

SUBSTANTIAL SHAREHOLDERS' AND OTHER SHAREHOLDERS' INTERESTS

As at 30 June 2024, the interests or short positions of every person (not being a Director or chief executive of the Company) in the shares and underlying shares of the Company as recorded in the register required to be kept under section 336 of Part XV of the SFO were as follows:

Name	Capacity	Number of shares/underlying shares in long position (L)/short position (S) held		Percentage of shares in issue ⁽⁴⁾
City Lion Profits Corp.	Beneficial owner	973,282,206 (L)		22.25
CWL Assets (PTC) Limited	Trustee	1,362,225,231 (L)		31.15
HSBC International Trustee Limited	Trustee	1,363,000,491 ⁽¹⁾ (L)		31.16
Super Focus Company Limited	Beneficial owner	112,010,107 (L)	} 274,494,154 (L)	6.28
	Interests of controlled corporations	162,484,047 (L)		
Lui Che Woo Foundation Limited	Beneficial owner	295,421,000 (L)		6.75
The Capital Group Companies, Inc.	Interests of controlled corporations	350,938,737 (L)		8.02
JPMorgan Chase & Co. ("JPMC")	Interests of controlled corporations	38,771,618 (L)	} 349,857,991 ⁽²⁾ (L) 42,380,584 ⁽³⁾ (S)	8.00
	Interests of controlled corporations	42,369,584 (S)		
	Investment manager	29,094,551 (L)		
	Investment manager	11,000 (S)		
	Person having a security interest in shares	9,476,355 (L)		
	Trustee	13,199 (L)		
	Approved lending agent	272,502,268 (L)		

OTHER INFORMATION

Notes:

- (1) HSBC International Trustee Limited, the trustee of the trust established by Dr. Lui Che Woo as settlor, was interested in 1,362,225,231 shares of the Company.
- (2) It included an aggregate interest in 19,916,511 underlying shares through JPMC's holding of certain listed derivatives (physically settled: 2,750,000 shares; cash settled: 26,000 shares) and unlisted derivatives (physically settled: 1,037,443 shares; cash settled: 16,103,068 shares).
- (3) It included an aggregate interest in 14,494,073 underlying shares through JPMC's holding of certain listed derivatives (physically settled: 1,045,000 shares; cash settled: 4,062,000 shares) and unlisted derivatives (physically settled: 5,259,188 shares; cash settled: 4,127,885 shares).
- (4) The approximate percentages were calculated based on 4,373,586,962 shares of the Company in issue as at 30 June 2024 (rounded down to two decimal places).

There was duplication of interests of:

- (i) 1,362,225,231 shares of the Company between Dr. Lui Che Woo, Mr. Francis Lui Yiu Tung, Mrs. Paddy Tang Lui Wai Yu, CWL Assets (PTC) Limited and HSBC International Trustee Limited;
- (ii) 973,282,206 shares of the Company between City Lion Profits Corp. and CWL Assets (PTC) Limited;
- (iii) 274,494,154 shares of the Company between CWL Assets (PTC) Limited and Super Focus Company Limited; and
- (iv) 295,421,000 shares of the Company between Lui Che Woo Foundation Limited and Dr. Lui Che Woo.

Save as disclosed above, as at 30 June 2024, the Company was not notified by any person who had interests or short positions in the shares or underlying shares of the Company which were required to be recorded in the register required to be kept under section 336 of Part XV of the SFO.

SHARE OPTIONS

The particulars of the movements in the share options held by each of the Directors of the Company and their associates, and the employees of the Group in aggregate granted under the share option schemes adopted on 22 May 2023 (the "Share Option Scheme 2023") and 13 May 2021 (the "Share Option Scheme 2021", which was terminated on 22 May 2023 but the share options granted prior to the date of termination will continue to be valid), and under any other share option scheme of the Company during the six months ended 30 June 2024 were as follows:

Name	Date of grant	Number of share options				Held at 30 June 2024	Exercise price (HK\$)	Exercise period
		Held at 1 January 2024	Granted during the period	Exercised during the period	Lapsed during the period			
Lui Che Woo	28 Dec 2018	2,651,000	-	-	-	2,651,000	48.65	28 Dec 2019 – 27 Dec 2024
	07 Oct 2022	3,614,760	-	-	-	3,614,760	48.65	07 Oct 2023 – 06 Oct 2028
	29 Dec 2023	1,348,000	-	-	-	1,348,000	43.75	29 Dec 2024 – 28 Dec 2029
Francis Lui Yiu Tung	28 Dec 2018	3,749,000	-	-	-	3,749,000	48.65	28 Dec 2019 – 27 Dec 2024
	07 Oct 2022	4,366,000	-	-	-	4,366,000	48.65	07 Oct 2023 – 06 Oct 2028
	29 Dec 2023	1,907,000	-	-	-	1,907,000	43.75	29 Dec 2024 – 28 Dec 2029
Joseph Chee Ying Keung	28 Dec 2018	140,000	-	-	-	140,000	48.65	28 Dec 2019 – 27 Dec 2024
	29 Sep 2020	200,000	-	-	-	200,000	52.58	29 Sep 2021 – 28 Sep 2026
	07 Oct 2022	221,000	-	-	-	221,000	48.65	07 Oct 2023 – 06 Oct 2028
	29 Dec 2023	200,000	-	-	-	200,000	43.75	29 Dec 2024 – 28 Dec 2029

OTHER INFORMATION

Name	Date of grant	Number of share options				Held at 30 June 2024	Exercise price (HK\$)	Exercise period
		Held at 1 January 2024	Granted during the period	Exercised during the period	Lapsed during the period			
Paddy Tang	28 Dec 2018	116,000	-	-	-	116,000	48.65	28 Dec 2019 – 27 Dec 2024
Lui Wai Yu	07 Oct 2022	193,440	-	-	-	193,440	48.65	07 Oct 2023 – 06 Oct 2028
	29 Dec 2023	71,000	-	-	-	71,000	43.75	29 Dec 2024 – 28 Dec 2029
James Ross Ancell	-	-	-	-	-	-	-	-
William Yip Shue Lam	-	-	-	-	-	-	-	-
Patrick Wong Lung Tak	-	-	-	-	-	-	-	-
Charles Cheung Wai Bun	-	-	-	-	-	-	-	-
Michael Victor Mecca	-	-	-	-	-	-	-	-
Employees ^(a)	21 Nov 2018	2,933,384	-	-	(38,334)	2,895,050	46.75	21 Nov 2019 – 20 Nov 2024
(in aggregate)	28 Dec 2018	1,205,010	-	-	(26,668)	1,178,342	48.65	28 Dec 2019 – 27 Dec 2024
	30 Dec 2019	598,337	-	-	(20,000)	578,337	57.70	30 Dec 2020 – 29 Dec 2025
	29 Sep 2020	994,334	-	-	(33,000)	961,334	52.58	29 Sep 2021 – 28 Sep 2026
	17 Jun 2021	555,000	-	-	(16,000)	539,000	62.19	17 Jun 2022 – 16 Jun 2027
	07 Oct 2022	11,037,796	-	-	(212,835)	10,824,961	48.65	07 Oct 2023 – 06 Oct 2028
	29 Dec 2023	7,668,000	-	-	(137,000)	7,531,000	43.75	29 Dec 2024 – 28 Dec 2029
Total		43,769,061	-	-	(483,837)	43,285,224		

Notes:

- (a) Employees include associates of Directors. The movements in the share options held by each of the associates of Directors during the period with exercise price and period shown above were as follows:

Name	Date of grant	Number of share options			
		Held at 1 January 2024	Granted during the period	Exercised during the period	Held at 30 June 2024
Eileen Lui Wai Ling	28 Dec 2018	426,000	-	-	426,000
	07 Oct 2022	723,360	-	-	723,360
	29 Dec 2023	276,000	-	-	276,000
Andrew Nicholas Lui	07 Oct 2022	10,420	-	-	10,420
	29 Dec 2023	5,000	-	-	5,000

The vesting period for all share options is 1/3 vesting on each of the first, second and third anniversary of the date of grant except those 8,367,560 share options granted on 7 October 2022 which is 50% vesting on each of the first and second anniversary of the date of grant.

Vesting period may accelerate if triggered by certain events stated in the respective Share Option Scheme 2023, Share Option Scheme 2021 and previous share option scheme adopted on 22 June 2011. The consideration paid by each grantee for each grant of share options was HK\$1.00.

Details of the share options lapsed during the period are set out above. No share options were granted, exercised or cancelled during the period.

OTHER INFORMATION

SHARE AWARDS

The particulars of the movements in the share awards held by the Directors of the Company and their associates, and the employees of the Group in aggregate granted under the share award schemes adopted on 22 May 2023 (the “Share Award Scheme 2023”) and 13 May 2021 (the “Share Award Scheme 2021” which was suspended on 22 May 2023) during the six months ended 30 June 2024 were as follows:

Name	Date of grant	Number of share awards					Vesting date
		Held at 1 January 2024	Granted during the period	Vested during the period	Lapsed during the period	Held at 30 June 2024	
Lui Che Woo	17 Jun 2021	56,968	–	(56,968) ^(a)	–	–	17 Jun 2024
	07 Oct 2022	81,633	–	–	–	81,633	07 Oct 2024
	07 Oct 2022	81,634	–	–	–	81,634	07 Oct 2025
	29 Dec 2023	143,766	–	–	–	143,766	29 Dec 2024
	29 Dec 2023	143,766	–	–	–	143,766	29 Dec 2025
	29 Dec 2023	143,768	–	–	–	143,768	29 Dec 2026
Francis Lui Yiu Tung	17 Jun 2021	80,568	–	(80,568) ^(a)	–	–	17 Jun 2024
	07 Oct 2022	192,633	–	–	–	192,633	07 Oct 2024
	07 Oct 2022	192,634	–	–	–	192,634	07 Oct 2025
	29 Dec 2023	203,400	–	–	–	203,400	29 Dec 2024
	29 Dec 2023	203,400	–	–	–	203,400	29 Dec 2025
	29 Dec 2023	203,400	–	–	–	203,400	29 Dec 2026
Joseph Chee Ying Keung	07 Oct 2022	33,243	–	–	–	33,243	07 Oct 2024
	07 Oct 2022	66,487	–	–	–	66,487	07 Oct 2025
Paddy Tang Lui Wai Yu	17 Jun 2021	3,000	–	(3,000) ^(a)	–	–	17 Jun 2024
	07 Oct 2022	4,300	–	–	–	4,300	07 Oct 2024
	07 Oct 2022	4,300	–	–	–	4,300	07 Oct 2025
	29 Dec 2023	7,566	–	–	–	7,566	29 Dec 2024
	29 Dec 2023	7,566	–	–	–	7,566	29 Dec 2025
	29 Dec 2023	7,568	–	–	–	7,568	29 Dec 2026
Employees ^(b) (in aggregate)	17 Jun 2021	353,112	–	(348,006) ^(a)	(5,106)	–	17 Jun 2024
	07 Oct 2022	1,385,158	–	(360) ^(c)	(9,136)	1,375,662	07 Oct 2024
	07 Oct 2022	1,667,672	–	–	(9,508)	1,658,164	07 Oct 2025
	29 Dec 2023	657,452	–	–	(8,763)	648,689	29 Dec 2024
	29 Dec 2023	657,452	–	–	(8,763)	648,689	29 Dec 2025
	29 Dec 2023	657,796	–	–	(8,774)	649,022	29 Dec 2026
Total		7,240,242	–	(488,902)	(50,050)	6,701,290	

OTHER INFORMATION

Notes:

- (a) The weighted average closing of the shares immediately before the date on which the share awards were vested during the period was HK\$39.05.
- (b) Employees include associates of Directors. The movements in the share awards held by each of the associates of Directors during the period were as follows:

Name	Date of grant	Number of share awards			Held at 30 June 2024	Vesting date
		Held at 1 January 2024	Granted during the period	Vested during the period		
Eileen Lui Wai Ling	17 Jun 2021	11,634	–	(11,634) ^(a)	–	17 Jun 2024
	07 Oct 2022	64,860	–	–	64,860	07 Oct 2024
	07 Oct 2022	64,860	–	–	64,860	07 Oct 2025
	29 Dec 2023	29,366	–	–	29,366	29 Dec 2024
	29 Dec 2023	29,366	–	–	29,366	29 Dec 2025
	29 Dec 2023	29,368	–	–	29,368	29 Dec 2026
Andrew Nicholas Lui	17 Jun 2021	134	–	(134) ^(a)	–	17 Jun 2024
	07 Oct 2022	266	–	–	266	07 Oct 2024
	07 Oct 2022	268	–	–	268	07 Oct 2025
	29 Dec 2023	466	–	–	466	29 Dec 2024
	29 Dec 2023	466	–	–	466	29 Dec 2025
	29 Dec 2023	468	–	–	468	29 Dec 2026

- (c) The weighted average closing of the shares immediately before the date on which the share awards were vested during the period was HK\$40.60.

Details of the share awards vested or lapsed during the period are set out above. No share awards were granted or cancelled during the period.

As at 30 June 2024, the trustees held 2,951,712 shares of the Company for the Share Award Scheme 2021 and a total of 797,719 share awards were granted to the connected person (as defined under the Listing Rules) under the scheme and these share awards will be satisfied by the purchase of shares of the Company on the market. No trustee has been appointed for the Share Award Scheme 2023.

No share options and share awards were granted under Share Option Scheme 2023 and Share Award Scheme 2023 during the period. The number of shares that may be issued in respect of share options and share awards granted under Share Option Scheme 2023 and Share Award Scheme 2023 during the period representing 0% of the weighted average number of shares in issue for the period.

The number of shares of the Company available for grant under the mandate limit and the service provider sublimit of the Share Option Scheme 2023 and Share Award Scheme 2023 are as follow:

	Ordinary shares	
	Mandate limit	Service provider sublimit
As at 1 January 2024	422,683,230	43,691,413
As at 30 June 2024	422,846,530	43,691,413

OTHER INFORMATION

DEALINGS IN LISTED SECURITIES

During the period, the trustee of the Share Award Scheme 2021, purchased on the Stock Exchange a total of 156,000 shares of the Company for a total consideration of approximately HK\$6.3 million for satisfying the share 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 share 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 the Company and by the Company'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 is included in this interim report.

CODE OF CONDUCT FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code set out in Appendix C3 of the Listing Rules as its code of conduct for securities transactions by Directors. The Company, having made specific enquiry of all Directors, confirms that the Directors have complied with the required standards set out in the Model Code throughout the six months ended 30 June 2024.

CORPORATE GOVERNANCE

Throughout the six months ended 30 June 2024, the Company 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 the Company, the Board 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 the Company.

CHANGES IN DIRECTORS' INFORMATION

Pursuant to Rule 13.51B(1) of the Listing Rules, changes in Directors' information since the date of the Annual Report 2023 are set out below:

Dr. Charles Cheung Wai Bun

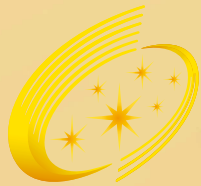
- Dr. Charles Cheung Wai Bun resigned as an independent non-executive director of Jiayuan International Group Limited (a company listed on the Stock Exchange and in Liquidation) with effect from 30 April 2024.

Mr. James Ross Ancell

- Mr. James Ross Ancell resigned as Chairman of Churngold Construction Holdings Limited in the UK with effect from 22 May 2024, and he is currently the Chairman of Churngold Ventures Holdings Limited in the UK, a property-owning business.

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

Hong Kong, 15 August 2024



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www.galaxyentertainment.com

