

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



GALAXY ENTERTAINMENT GROUP LIMITED

銀河娛樂集團有限公司

(incorporated in Hong Kong with limited liability)

(Stock Code: 27)

EXTENSION OF GAMING CONCESSION

This announcement is made pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on the Stock Exchange (“Listing Rules”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Future Ordinance (Chapter 571 of the Laws of Hong Kong).

The Board is pleased to announce that on 23 June 2022 the Macau Government and GCSA have entered into the Concession Amendment Contract pursuant to which the gaming concession of GCSA, which was due to expire on 26 June 2022, has been extended for a further period up to 31 December 2022.

Under the terms of the Concession Amendment Contract, GCSA is required to pay the Macau Government MOP47 million (equivalent to approximately HK\$45.63 million) within three months from the date of signing of the Concession Amendment Contract as a premium for such extension. GCSA is also required to provide a bank guarantee in an amount of not less than MOP1.63 billion (equivalent to approximately HK\$1.58 billion) to the Macau Government to guarantee fulfillment of potential labour liabilities after the expiry of the extended Gaming Concession Contract. In addition, undertaking letters have been signed by members of the Group in connection with effecting the transfer to the Macau Government without compensation of relevant casinos and related assets upon the expiry of the Gaming Concession Contract as required by the Gaming Concession Contract and pursuant to Article 40 of the Gaming Law No. 16/2001.

With the confirmation of the Macau Government, GCSA has executed the Sub-concession Extension Contract with Venetian Macau to extend its gaming sub-concession for a further period up to 31 December 2022.

The Board considers that the signing of the Concession Amendment Contract represents a practical and encouraging development in contemplation of the tendering for new gaming concession.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

DEFINITIONS

In this announcement, the following expressions shall have the meanings set out below unless the context requires otherwise:

- “Board” : the board of directors of GEG

- “Concession Amendment Contract” : the amendment dated 23 June 2022 to the Gaming Concession Contract

- “Gaming Concession Contract” : the gaming concession contract for the operation of Games of Chance or other Games in casinos in Macau dated 26 June 2002 between the Macau Government and GCSA, as amended and supplemented by a supplemental agreement between the same parties dated 19 December 2002

- “Gaming Law” : the Macau Gaming Laws being Law No. 16/2001 published on 24 September 2001 and Administrative Regulation no. 26/2001, published on 29 October 2001 which, together with other separate laws, regulations and administrative orders, regulate gaming activity in Macau

- “GCSA” : Galaxy Casino, S.A., a company incorporated in Macau with limited liability, a subsidiary of GEG

- “GEG/ Company” : Galaxy Entertainment Group Limited, a company incorporated in Hong Kong with limited liability, the shares of which are listed on the main board of the Stock Exchange (stock code: 27.HK)

- “Group” : GEG and its subsidiaries

- “HK\$” : Hong Kong dollar(s), the lawful currency of Hong Kong

- “Hong Kong” : the Hong Kong Special Administrative Region of the People's Republic of China

- “Macau” : the Macau Special Administrative Region of the People's Republic of China

- “Macau Government” : the government of Macau
- “MOP” : Macau Pataca(s), the lawful currency of Macau
- “PRC” : The People’s Republic of China which for the purpose of this announcement excludes Hong Kong, Macau and Taiwan
- “Stock Exchange” : The Stock Exchange of Hong Kong Limited
- “Sub-concession Extension Contract” : the amendment contract to the sub-concession contract between Venetian Macau and GCSA executed on 23 June 2022 for extension of term of the sub-concession contract from 26 June 2022 to 31 December 2022
- “Venetian Macau” : Venetian Macau S.A., a company incorporated in Macau with limited liability

For the purpose of this announcement, amounts in MOP are translated to HK\$ at the rate of MOP1.03 = HK\$1.00 for illustration only. No representation is made that any amounts in MOP could have been or could be converted into HK\$ at such rate or any other rates.

By Order of the Board
Galaxy Entertainment Group Limited
Wong Chui Lai
Company Secretary

Hong Kong, 23 June 2022

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

Website: www.galaxyentertainment.com