



Melco Crown Entertainment
新濠博亞娛樂

FOR IMMEDIATE RELEASE

Melco Crown Entertainment Announces Unaudited Third Quarter 2015 Earnings and Declares Quarterly Dividend

Macau, Thursday, November 5, 2015 – Melco Crown Entertainment Limited (Nasdaq: MPEL) (“**Melco Crown Entertainment**” or the “**Company**” or “**we**”), a developer, owner and operator of casino gaming and entertainment resort facilities in Asia, today reported its unaudited financial results for the third quarter of 2015.

Net revenue for the third quarter of 2015 was US\$945.7 million, representing a decrease of approximately 16% from US\$1,124.1 million for the comparable period in 2014. The decline in net revenue was primarily attributable to lower rolling chip revenues and mass market table games revenues in Macau, partially offset by the net revenue generated by City of Dreams Manila, which started operations in December 2014.

Adjusted property EBITDA⁽¹⁾ was US\$237.3 million for the third quarter of 2015, as compared to Adjusted property EBITDA of US\$305.7 million in the third quarter of 2014. The 22% year-over-year decline in Adjusted property EBITDA was attributable to lower contribution from the group-wide rolling chip segment and mass market table games segment.

On a U.S. GAAP basis, net income attributable to Melco Crown Entertainment for the third quarter of 2015 was US\$33.2 million, or US\$0.06 per ADS, compared with net income attributable to Melco Crown Entertainment of US\$132.2 million, or US\$0.24 per ADS, in the third quarter of 2014. The net loss attributable to noncontrolling interests during the third quarter of 2015 of US\$34.1 million was related to Studio City and City of Dreams Manila.

Mr. Lawrence Ho, Co-Chairman and Chief Executive Officer of Melco Crown Entertainment, commented, “Our results in the third quarter of 2015 were impressive, particularly given the challenging demand backdrop in Macau, with our Macau Property EBITDA expanding over 10% sequentially. This performance highlights our world-class gaming and non-gaming amenities and market-leading, premium-positioned flagship integrated resort, City of Dreams, together with our ongoing commitment to managing costs.

“Our ability to compete strongly in the mass segment in a disciplined manner and our strict approach to cost management, particularly in marketing, player reinvestment and payroll expenses, is demonstrated by a greater than 200 basis point increase in our Macau Property EBITDA margins during the recent quarter.

“I am delighted to announce the recent successful opening of our highly anticipated integrated resort in Macau, Studio City, which brings to Macau the most diversified entertainment-focused property ever contemplated in Macau. Our newest large-scale property represents a major milestone for our Company that enables us to further diversify our offering of entertainment-focused non-gaming attractions, which are unrivalled in Macau.

“Studio City features a wide array of entertainment options for visitors of all ages to enjoy. The art-deco inspired façade houses the iconic Golden Reel – the world’s only figure-8 Ferris wheel, as well as a 4D flight simulation ride, Batman Dark Flight; a 40,000-square-foot family entertainment center, Warner Bros. Fun Zone; an incredible live magical experience showcasing the world's greatest magicians, The House of Magic; Macau’s first-ever Ibiza-style nightclub, Pacha Macau; and a 5,000-seat multi-purpose entertainment center, Studio City Event Center, hosting exciting live concerts, theatrical and top sports offerings in addition to award shows and other special feature events.

“The property also delivers world-class accommodation at the approximately 1,600-room Studio City Hotel, and a diverse range of international restaurants, cafes and relaxed bars and lounges. Studio City also significantly expands our Company’s retail capacity in Macau with over 35,000 square meters of distinctive retail showcasing sophisticated and prestigious fashion brands.

“Studio City’s location directly adjacent to the Lotus Bridge immigration point, which connects with Hengqin Island, and a future station-point for the Macau Light Rapid Transit, provides a strategic location in Cotai, enabling the property to enjoy ideal access to visitors from the fast growing and increasingly important Hengqin Island.

“We anticipate that Studio City will provide a strong complement to our current operating assets in Macau, allowing us to deepen our customer mix. The opening of Studio City highlights our Company’s commitment to help evolve and greatly enhance Macau’s non-gaming entertainment proposition, which in turn supports Macau’s evolution into a multi-faceted entertainment destination. Studio City also deepens our investment in the local community by offering unique and rewarding career opportunities not currently available in Macau.

“We thank the Macau and Central governments for their support and recognition of our Company’s contribution to the true diversification of Macau into a world leading leisure and tourism destination.

“In Manila, City of Dreams delivered 93% sequential growth in Property EBITDA, as a result of strong traction in the rolling chip segment and further expansion of its mass table and slot machine revenue. Hotel occupancy was maintained at a high 88% for the quarter. City of Dreams Manila maintained strong visitation statistics, leading all other integrated resorts in Manila, as its unique array of gaming and entertainment offerings continued to captivate patrons, both domestic and international. We believe that City of Dreams Manila is well positioned for long term success as Manila transforms into an exciting and diverse tourism destination for the region.”

City of Dreams Third Quarter Results

For the quarter ended September 30, 2015, net revenue at City of Dreams was US\$665.6 million compared to US\$911.6 million in the third quarter of 2014. City of Dreams generated Adjusted EBITDA of US\$191.5 million in the third quarter of 2015, representing a decrease of 31% compared to US\$276.0 million in the comparable period of 2014. The decline in Adjusted EBITDA was primarily a result of lower rolling chip revenues and mass market table games revenues.

Rolling chip volume totaled US\$9.3 billion for the third quarter of 2015 versus US\$17.3 billion in the third quarter of 2014. The rolling chip win rate was 2.9% in the third quarter of 2015 versus 2.7% in the third quarter of 2014. The expected rolling chip win rate range is 2.7%-3.0%.

Mass market table games drop decreased to US\$1,190.3 million compared with US\$1,340.4 million in the third quarter of 2014. The mass market table games hold percentage was 35.1% in the third quarter of 2015 compared to 38.9% in the third quarter of 2014.

Gaming machine handle for the third quarter of 2015 was US\$1,211.3 million, compared with US\$1,551.7 million in the third quarter of 2014.

Total non-gaming revenue at City of Dreams in the third quarter of 2015 was US\$66.8 million, compared with US\$74.2 million in the third quarter of 2014.

Altira Macau Third Quarter Results

For the quarter ended September 30, 2015, net revenue at Altira Macau was US\$140.3 million compared to US\$160.4 million in the third quarter of 2014. Altira Macau generated Adjusted EBITDA of US\$13.3 million in the third quarter of 2015 compared with Adjusted EBITDA of US\$20.3 million in the third quarter of 2014. The year-over-year decrease in Adjusted EBITDA was primarily a result of lower rolling chip revenues.

Rolling chip volume totaled US\$5.2 billion in the third quarter of 2015 versus US\$7.2 billion in the third quarter of 2014. The rolling chip win rate was 3.0% in the third quarter of 2015 versus 2.7% in the third quarter of 2014. The expected rolling chip win rate range is 2.7%-3.0%.

In the mass market table games segment, drop totaled US\$156.7 million in the third quarter of 2015, a decrease from US\$181.4 million generated in the comparable period in 2014. The mass market table games hold percentage was 19.4% in the third quarter of 2015 compared with 16.2% in the third quarter of 2014.

Gaming machine handle for the third quarter of 2015 was US\$11.2 million.

Total non-gaming revenue at Altira Macau in the third quarter of 2015 was US\$8.1 million compared with US\$9.0 million in the third quarter of 2014.

Mocha Clubs Third Quarter Results

Net revenue from Mocha Clubs totaled US\$36.1 million in the third quarter of 2015 as compared to US\$38.5 million in the third quarter of 2014. Mocha Clubs generated US\$8.5 million of Adjusted EBITDA in the third quarter of 2015 compared with US\$9.9 million in the same period in 2014.

The number of gaming machines in operation at Mocha Clubs averaged approximately 1,200 in the third quarter of 2015, compared to approximately 1,300 in the comparable period in 2014. The reduction in gaming machines reported by Mocha Clubs was primarily due to the transfer of the reporting of one club to Altira Macau in 2015. The net win per gaming machine per day was US\$318 in the third quarter of 2015, as compared with US\$306 in the comparable period in 2014.

City of Dreams Manila Third Quarter Results

For the third quarter of 2015, net revenue at City of Dreams Manila was US\$91.7 million. City of Dreams Manila generated Adjusted EBITDA of US\$24.4 million in the third quarter of 2015.

Rolling chip volume totaled US\$1.2 billion for the third quarter of 2015. The rolling chip win rate was 2.9% in the third quarter of 2015. The expected rolling chip win rate range is 2.7%-3.0%.

Mass market table games drop was US\$116.7 million and the mass market table games hold percentage was 27.0% in the third quarter of 2015.

Gaming machine handle for the third quarter of 2015 was US\$508.4 million. The number of gaming machines in operation at City of Dreams Manila averaged approximately 1,700 in the third quarter of 2015. The net win per gaming machine per day was US\$184 for the third quarter of 2015.

Total non-gaming revenue at City of Dreams Manila in the third quarter of 2015 was US\$26.4 million.

Other Factors Affecting Earnings

Total net non-operating expenses for the third quarter of 2015 were US\$34.6 million, which mainly included interest income of US\$4.2 million and interest expenses, net of capitalized interest, of US\$23.2 million, US\$9.5 million of other finance costs and US\$6.5 million of net foreign exchange loss. We recorded US\$40.3 million of capitalized interest during the third quarter of 2015, primarily relating to Studio City and the fifth hotel tower at City of Dreams.

The year-on-year decrease of US\$4.2 million in net non-operating expenses was primarily due to higher capitalized interest in the current quarter, partially offset by higher interest expenses resulted from the drawdown of the Studio City US\$1.3 billion term loan facility in late July 2014.

Depreciation and amortization costs of US\$114.3 million were recorded in the third quarter of 2015, of which US\$14.3 million was related to the amortization of our gaming subconcession and US\$16.1 million was related to the amortization of land use rights.

Financial Position and Capital Expenditure

Total cash and bank balances as of September 30, 2015 totaled US\$2.8 billion, including US\$0.7 billion of bank deposits with original maturity over three months and US\$1.0 billion of restricted cash, primarily related to Studio City. Total debt at the end of the third quarter of 2015 was US\$4.0 billion.

Capital expenditure for the third quarter of 2015 were US\$400.6 million, which predominantly related to Studio City and various projects at City of Dreams, including the fifth hotel tower.

Our Studio City borrowing group issued a letter requesting, among other things, approvals from the lenders of the Studio City US\$1.4 billion term loan and revolving credit facility to amend the loan documentation. The proposed amendments include changing the Studio City project opening date condition from 400 to 250 tables, consequential adjustments to the financial covenants, and rescheduling the commencement of financial covenant testing.

Other Information

The proceeding in Taiwan against our subsidiary's Taiwan branch office ("**Taiwan Branch**") is on-going. In early October, the first instance court rendered a not guilty verdict on all charges in favour of our Taiwan Branch. With respect to the frozen bank account with a balance of approximately New Taiwan dollar 2.98 billion (equivalent to \$102.2 million) at the time it was frozen, such court ordered the cancellation of the prosecutor's freeze order ("**Unfreeze Order**"). The prosecutor filed a notice of appeal of the not guilty verdict but did not oppose the Unfreeze Order. However, the prosecutor may at any time apply to the appellate court for a new freeze order over the bank account. Our Taiwan Branch will continue to vigorously defend this case during the appeal process.

Dividend Declaration

On November 5, 2015, our Board considered and approved the declaration and payment of a quarterly dividend of US\$0.0061 per share (equivalent to US\$0.0183 per ADS) for the third quarter of 2015 (the "**Quarterly Dividend**"). The Quarterly Dividend will be paid on or about Friday, December 4, 2015 to our shareholders whose names appear on the register of members of the Company at the close of business on Tuesday, November 17, 2015, being the record date for determination of entitlements to the Quarterly Dividend.

Community Support and Investment

As a company with a strong and deep heritage in Macau, we have always maintained a steadfast commitment to the long term development of our employees and support of the local community. This is highlighted by the following initiatives we have recently instituted or expanded:

- In September 2015, we announced "MCE YOU-niversity", a unique approach that adds to the Melco Crown Entertainment's whole person development strategy for employees

who have yet to achieve a university degree. The first bachelor's degree program, Bachelor of Arts in International Business Practice offered by Edinburgh Napier University as part of "MCE YOU-niversity", will be launched in 2016 with possible support from a local Macau educational institute to help co-teach the program.

- In October 2015, we invited 40 students and their teachers from Luso-Chinese Technical and Vocational Middle School on a backstage tour at the Dancing Water Theater. The tour aimed to prepare these students to start planning for their undergraduate programs and future career paths, potentially to become a part of the award-winning production.
- To celebrate the launch of the new cinematically-themed resort Studio City with the Macau community, we organized daily charity groups to experience the world-class attractions and entertainment. The participating groups included Fu Hong Macau Association, Sheng Kung Hui "Star of Hope" Youth Home, Holy House of Mercy, Macau True Goodwill Friendship Association, Macau Deaf Association and a cancer patient group in association with Junior Chamber International Macau. It is an ongoing program that continues to serve different charity groups and organizations.

Furthermore, from October 28 to December 6, we will donate 300 tickets per weekday and 400 tickets per weekend, of The House of Magic, Macau's first theater hosting resident magic show, to the community, with priority to be given to the under-resourced.

Studio City – Asia's Entertainment Capital

Situated in the heart of Cotai and adjacent to the Lotus Bridge immigration point and directly connected to the light rail system, **Studio City** combines Macau's most diversified mix of entertainment with an exciting array of accommodation, regional and international dining and designer brand shopping, as well as a spacious and contemporary casino.

Entertainment:

- **Golden Reel** – The world's first truly iconic figure-8 Ferris wheel 130 meters high, between Studio City's stunning, Art Deco-inspired twin hotel towers. The ride features 17 "Steampunk"-themed cabins, each comfortably seating up to 10 guests.
- **Batman Dark Flight** – An immersive 'flying theater' 4D motion ride based on an action-packed, digitally animated Batman storyline. This flight simulation ride can accommodate up to 72 guests at a time.
- **Warner Bros. Fun Zone** – The 40,000-square-foot fun-filled indoor play center is packed with rides and interactive fun zones themed around your favorite Warner Bros., DC Comics, Hanna-Barbera Productions and Looney Tunes characters.
- **The House of Magic** – A one-of-a-kind multi-theater featuring leading magicians from around the world. The House of Magic is set to become the premier performance venue for magicians globally.

- **Studio City Event Center** – A 5,000-seat multi-purpose arena representing the centerpiece of Studio City’s live entertainment offerings. It is the ideal venue for hosting the biggest international and regional concert tours, leading theatrical productions, top sporting events, award shows and other world-class events.
- **Studio 8** – The only TV Studio facility in Macau to provide open access ‘plug in and play’ facilities to create a fully operational television recording and broadcast studio.
- **Pacha Macau** – One of the world’s biggest names in nightclubs, Pacha will bring Ibiza-style nightlife to Macau and Greater China for the very first time.
- **RiverScape** – A jungle river-themed water ride on the Podium Deck.

Accommodation: The Studio City Hotel will offer approximately 1,600 guest rooms catering to leisure destination seekers from across Asia and around the world.

Dining: Studio City will offer a diverse range of world-class restaurants, cafes and a number of relaxed bars and lounges. Over 30 food and beverage venues will be located throughout the property. The stunning **Cosmos Food Station** takes visitors on a Space Station-themed dining experience with holographic projection technology creating ‘out-of-this-world’ deep space visages.

Retail: Merchandised, marketed and managed by Taubman Asia, The Boulevard at Studio City is a 35,000-square-meter ‘immersive’ retail entertainment experience showcasing sophisticated and prestigious fashion brands.

Studio City – This is Entertainment.

Conference Call Information

Melco Crown Entertainment will hold a conference call to discuss its third quarter 2015 financial results on Thursday, November 5, 2015 at 8:30 a.m. Eastern Time (9:30 p.m. Hong Kong Time). To join the conference call, please use the dial-in details below:

US Toll Free	1 866 519 4004
US Toll/International	1 845 675 0437
HK Toll	852 3018 6771
HK Toll Free	800 906 601
UK Toll Free	080 823 46646
Australia Toll Free	1 800 457 076
Philippines Toll Free	1 800 165 10607
Passcode	MPEL

An audio webcast will also be available at www.melco-crown.com.

To access the replay, please use the dial-in details below:

US Toll Free	1 855 452 5696
US Toll/International	1 646 254 3697
HK Toll Free	800 963 117
Philippines Toll Free	1 800 161 20166
Conference ID	58999742

Safe Harbor Statement

This press release contains forward-looking statements. These statements are made under the “safe harbor” provisions of the U.S. Private Securities Litigation Reform Act of 1995. The Company may also make written or oral forward-looking statements in its periodic reports to the U.S. Securities and Exchange Commission (the “SEC”), in its annual report to shareholders, in press releases and other written materials and in oral statements made by its officers, directors or employees to third parties. Statements that are not historical facts, including statements about the Company’s beliefs and expectations, are forward-looking statements. Forward-looking statements involve inherent risks and uncertainties, and a number of factors could cause actual results to differ materially from those contained in any forward-looking statement. These factors include, but are not limited to, (i) growth of the gaming market and visitation in Macau and the Philippines, (ii) capital and credit market volatility, (iii) local and global economic conditions, (iv) our anticipated growth strategies, and (v) our future business development, results of operations and financial condition. In some cases, forward-looking statements can be identified by words or phrases such as “may”, “will”, “expect”, “anticipate”, “target”, “aim”, “estimate”, “intend”, “plan”, “believe”, “potential”, “continue”, “is/are likely to” or other similar expressions. Further information regarding these and other risks, uncertainties or factors is included in the Company’s filings with the SEC. All information provided in this press release is as of the date of this press release, and the Company undertakes no duty to update such information, except as required

under applicable law.

Non-GAAP Financial Measures

- (1) “Adjusted EBITDA” is earnings before interest, taxes, depreciation, amortization, pre-opening costs, development costs, property charges and others, share-based compensation, payments to the Philippine parties under the cooperative arrangement (the “**Philippine Parties**”), land rent to Belle Corporation, gain on disposal of assets held for sale and other non-operating income and expenses. “Adjusted property EBITDA” is earnings before interest, taxes, depreciation, amortization, pre-opening costs, development costs, property charges and others, share-based compensation, payments to the Philippine Parties, land rent to Belle Corporation, gain on disposal of assets held for sale, corporate and others expenses and other non-operating income and expenses. Adjusted EBITDA and adjusted property EBITDA are presented exclusively as a supplemental disclosure because management believes that they are widely used to measure the performance, and as a basis for valuation, of gaming companies. Management uses adjusted EBITDA and adjusted property EBITDA as measures of the operating performance of its segments and to compare the operating performance of its properties with those of its competitors. The Company also presents adjusted EBITDA and adjusted property EBITDA because they are used by some investors as ways to measure a company’s ability to incur and service debt, make capital expenditures, and meet working capital requirements. Gaming companies have historically reported adjusted EBITDA and adjusted property EBITDA as supplements to financial measures in accordance with U.S. GAAP. However, adjusted EBITDA and adjusted property EBITDA should not be considered as alternatives to operating income as indicators of the Company’s performance, as alternatives to cash flows from operating activities as measures of liquidity, or as alternatives to any other measure determined in accordance with U.S. GAAP. Unlike net income, adjusted EBITDA and adjusted property EBITDA do not include depreciation and amortization or interest expense and therefore do not reflect current or future capital expenditures or the cost of capital. The Company compensates for these limitations by using adjusted EBITDA and adjusted property EBITDA as only two of several comparative tools, together with U.S. GAAP measurements, to assist in the evaluation of operating performance.

Such U.S. GAAP measurements include operating income, net income, cash flows from operations and cash flow data. The Company has significant uses of cash flows, including capital expenditures, interest payments, debt principal repayments, taxes and other recurring and nonrecurring charges, which are not reflected in adjusted EBITDA or adjusted property EBITDA. Also, the Company’s calculation of adjusted EBITDA and adjusted property EBITDA may be different from the calculation methods used by other companies and, therefore, comparability may be limited. Reconciliations of adjusted EBITDA and adjusted property EBITDA with the most comparable financial measures calculated and presented in accordance with U.S. GAAP are provided herein immediately following the financial statements included in this press release.

- (2) “Adjusted net income” is net income before pre-opening costs, development costs, property charges and others, loss on extinguishment of debt and costs associated with debt modification. Adjusted net income attributable to Melco Crown Entertainment and adjusted net income attributable to Melco Crown Entertainment per share (“**EPS**”) are presented as supplemental disclosures because management believes that they are widely used to measure the performance, and as a basis for valuation, of gaming companies. These measures are used by management and/or evaluated by some

investors, in addition to income and EPS computed in accordance with U.S. GAAP, as an additional basis for assessing period-to-period results of our business. Adjusted net income attributable to Melco Crown Entertainment and adjusted net income attributable to Melco Crown Entertainment per share may be different from the calculation methods used by other companies and, therefore, comparability may be limited. Reconciliations of adjusted net income attributable to Melco Crown Entertainment with the most comparable financial measures calculated and presented in accordance with U.S. GAAP are provided herein immediately following the financial statements included in this press release.

About Melco Crown Entertainment Limited

Melco Crown Entertainment, with its American depositary shares listed on the NASDAQ Global Select Market (NASDAQ: MPEL), is a developer, owner and operator of casino gaming and entertainment casino resort facilities in Asia. Melco Crown Entertainment currently operates Altira Macau (www.altiramacau.com), a casino hotel located at Taipa, Macau and City of Dreams (www.cityofdreamsmacau.com), an integrated urban casino resort located in Cotai, Macau. Melco Crown Entertainment's business also includes the Mocha Clubs (www.mochaclubs.com), which comprise the largest non-casino based operations of electronic gaming machines in Macau. The Company also majority owns and operates Studio City (www.studiocity-macau.com), a cinematically-themed integrated entertainment, retail and gaming resort in Cotai, Macau. In the Philippines, Melco Crown (Philippines) Resorts Corporation's subsidiary, MCE Leisure (Philippines) Corporation, currently operates and manages City of Dreams Manila (www.cityofdreams.com.ph), a casino, hotel, retail and entertainment integrated resort in the Entertainment City complex in Manila. For more information about Melco Crown Entertainment, please visit www.melco-crown.com.

Melco Crown Entertainment has strong support from both of its major shareholders, Melco International Development Limited (“**Melco**”) and Crown Resorts Limited (“**Crown**”). Melco is a listed company on the Main Board of The Stock Exchange of Hong Kong Limited and is substantially owned and led by Mr. Lawrence Ho, who is Co-Chairman, an Executive Director and the Chief Executive Officer of Melco Crown Entertainment. Crown is a top-50 company listed on the Australian Securities Exchange and led by Mr. James Packer, who is also Co-Chairman and a Non-executive Director of Melco Crown Entertainment.

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Melco Crown Entertainment Limited and Subsidiaries
Condensed Consolidated Statements of Operations
(In thousands of U.S. dollars, except share and per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2015 (Unaudited)	2014 (Unaudited)	2015 (Unaudited)	2014 (Unaudited)
OPERATING REVENUES				
Casino	\$ 900,468	\$ 1,083,955	\$ 2,786,170	\$ 3,569,443
Rooms	45,577	33,901	138,591	100,900
Food and beverage	30,324	20,931	89,213	61,564
Entertainment, retail and others	28,360	30,178	76,063	83,169
Gross revenues	<u>1,004,729</u>	<u>1,168,965</u>	<u>3,090,037</u>	<u>3,815,076</u>
Less: promotional allowances	<u>(58,999)</u>	<u>(44,895)</u>	<u>(173,267)</u>	<u>(134,152)</u>
Net revenues	<u>945,730</u>	<u>1,124,070</u>	<u>2,916,770</u>	<u>3,680,924</u>
OPERATING COSTS AND EXPENSES				
Casino	(621,333)	(740,925)	(1,962,154)	(2,478,005)
Rooms	(5,475)	(3,148)	(15,341)	(9,290)
Food and beverage	(8,339)	(6,603)	(24,024)	(17,062)
Entertainment, retail and others	(18,237)	(17,372)	(51,528)	(46,809)
General and administrative	(91,373)	(84,717)	(273,733)	(224,783)
Payments to the Philippine Parties	(4,721)	-	(11,994)	-
Pre-opening costs	(46,388)	(28,589)	(115,671)	(57,183)
Development costs	(36)	(2,154)	(57)	(8,454)
Amortization of gaming subconcession	(14,309)	(14,309)	(42,928)	(42,928)
Amortization of land use rights	(16,117)	(16,117)	(48,353)	(48,353)
Depreciation and amortization	(83,833)	(58,707)	(249,400)	(184,378)
Property charges and others	(1,500)	(3,742)	(5,339)	(5,689)
Gain on disposal of assets held for sale	-	-	-	22,072
Total operating costs and expenses	<u>(911,661)</u>	<u>(976,383)</u>	<u>(2,800,522)</u>	<u>(3,100,862)</u>
OPERATING INCOME	<u>34,069</u>	<u>147,687</u>	<u>116,248</u>	<u>580,062</u>
NON-OPERATING INCOME (EXPENSES)				
Interest income	4,237	6,098	10,771	13,750
Interest expenses, net of capitalized interest	(23,244)	(34,146)	(74,214)	(94,539)
Other finance costs	(9,547)	(11,330)	(31,839)	(35,198)
Foreign exchange (loss) gain, net	(6,456)	71	(3,537)	(1,680)
Other income, net	501	549	1,582	1,765
Loss on extinguishment of debt	-	-	(481)	-
Costs associated with debt modification	(47)	-	(592)	-
Total non-operating expenses, net	<u>(34,556)</u>	<u>(38,758)</u>	<u>(98,310)</u>	<u>(115,902)</u>
(LOSS) INCOME BEFORE INCOME TAX	<u>(487)</u>	<u>108,929</u>	<u>17,938</u>	<u>464,160</u>
INCOME TAX EXPENSE	<u>(387)</u>	<u>(379)</u>	<u>(765)</u>	<u>(3,372)</u>
NET (LOSS) INCOME	<u>(874)</u>	<u>108,550</u>	<u>17,173</u>	<u>460,788</u>
NET LOSS ATTRIBUTABLE TO NONCONTROLLING INTERESTS	<u>34,077</u>	<u>23,605</u>	<u>100,913</u>	<u>54,548</u>
NET INCOME ATTRIBUTABLE TO MELCO CROWN ENTERTAINMENT LIMITED	<u>\$ 33,203</u>	<u>\$ 132,155</u>	<u>\$ 118,086</u>	<u>\$ 515,336</u>
NET INCOME ATTRIBUTABLE TO MELCO CROWN ENTERTAINMENT LIMITED PER SHARE:				
Basic	<u>\$ 0.021</u>	<u>\$ 0.080</u>	<u>\$ 0.073</u>	<u>\$ 0.312</u>
Diluted	<u>\$ 0.020</u>	<u>\$ 0.079</u>	<u>\$ 0.073</u>	<u>\$ 0.309</u>
NET INCOME ATTRIBUTABLE TO MELCO CROWN ENTERTAINMENT LIMITED PER ADS:				
Basic	<u>\$ 0.062</u>	<u>\$ 0.240</u>	<u>\$ 0.219</u>	<u>\$ 0.936</u>
Diluted	<u>\$ 0.061</u>	<u>\$ 0.238</u>	<u>\$ 0.218</u>	<u>\$ 0.928</u>
WEIGHTED AVERAGE SHARES USED IN NET INCOME ATTRIBUTABLE TO MELCO CROWN ENTERTAINMENT LIMITED PER SHARE CALCULATION:				
Basic	<u>1,617,905,348</u>	<u>1,652,484,854</u>	<u>1,617,033,893</u>	<u>1,652,090,303</u>
Diluted	<u>1,627,096,350</u>	<u>1,664,642,439</u>	<u>1,627,249,911</u>	<u>1,665,490,874</u>

Melco Crown Entertainment Limited and Subsidiaries
Condensed Consolidated Balance Sheets
(In thousands of U.S. dollars)

	September 30,	December 31,
	2015	2014
	<u>(Unaudited)</u>	<u>(Audited)</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,141,684	\$ 1,597,655
Bank deposits with original maturity over three months	707,704	110,616
Restricted cash	611,178	1,447,034
Accounts receivable, net	280,002	253,665
Amounts due from affiliated companies	135	1,079
Deferred tax assets	-	532
Income tax receivable	1	15
Inventories	26,136	23,111
Prepaid expenses and other current assets	90,023	69,254
Total current assets	<u>2,856,863</u>	<u>3,502,961</u>
PROPERTY AND EQUIPMENT, NET	5,672,113	4,696,391
GAMING SUBCONCESSION, NET	384,866	427,794
INTANGIBLE ASSETS, NET	4,220	4,220
GOODWILL	81,915	81,915
LONG-TERM PREPAYMENTS, DEPOSITS AND OTHER ASSETS	170,312	287,558
RESTRICTED CASH	350,607	369,549
DEFERRED TAX ASSETS	108	115
DEFERRED FINANCING COSTS, NET	188,259	174,872
LAND USE RIGHTS, NET	838,835	887,188
TOTAL ASSETS	<u><u>\$ 10,548,098</u></u>	<u><u>\$ 10,432,563</u></u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	\$ 18,038	\$ 14,428
Accrued expenses and other current liabilities	1,099,256	1,005,720
Income tax payable	5,630	6,621
Capital lease obligations, due within one year	28,500	23,512
Current portion of long-term debt	17,445	262,750
Amounts due to affiliated companies	1,522	3,626
Total current liabilities	<u>1,170,391</u>	<u>1,316,657</u>
LONG-TERM DEBT	3,948,411	3,640,031
OTHER LONG-TERM LIABILITIES	88,349	93,441
DEFERRED TAX LIABILITIES	55,853	58,949
CAPITAL LEASE OBLIGATIONS, DUE AFTER ONE YEAR	269,909	278,027
LAND USE RIGHTS PAYABLE	-	3,788
SHAREHOLDERS' EQUITY		
Ordinary shares	16,309	16,337
Treasury shares	(276)	(33,167)
Additional paid-in capital	3,074,622	3,092,943
Accumulated other comprehensive losses	(21,555)	(17,149)
Retained earnings	1,292,283	1,227,177
Total Melco Crown Entertainment Limited shareholders' equity	<u>4,361,383</u>	<u>4,286,141</u>
Noncontrolling interests	653,802	755,529
Total equity	<u>5,015,185</u>	<u>5,041,670</u>
TOTAL LIABILITIES AND EQUITY	<u><u>\$ 10,548,098</u></u>	<u><u>\$ 10,432,563</u></u>

Melco Crown Entertainment Limited and Subsidiaries
Reconciliation of Net Income Attributable to Melco Crown Entertainment Limited to
Adjusted Net Income Attributable to Melco Crown Entertainment Limited
(In thousands of U.S. dollars, except share and per share data)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2015	2014	2015	2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net Income Attributable to				
Melco Crown Entertainment Limited	\$ 33,203	\$ 132,155	\$ 118,086	\$ 515,336
Pre-opening Costs, Net	25,629	19,925	67,203	41,516
Development Costs, Net	36	2,154	57	8,454
Property Charges and Others, Net	1,094	2,666	4,933	4,613
Loss on Extinguishment of Debt, Net	-	-	481	-
Costs Associated with Debt Modification, Net	47	-	592	-
Adjusted Net Income Attributable to				
Melco Crown Entertainment Limited	<u>\$ 60,009</u>	<u>\$ 156,900</u>	<u>\$ 191,352</u>	<u>\$ 569,919</u>
ADJUSTED NET INCOME ATTRIBUTABLE TO				
MELCO CROWN ENTERTAINMENT LIMITED PER SHARE:				
Basic	<u>\$ 0.037</u>	<u>\$ 0.095</u>	<u>\$ 0.118</u>	<u>\$ 0.345</u>
Diluted	<u>\$ 0.037</u>	<u>\$ 0.094</u>	<u>\$ 0.118</u>	<u>\$ 0.342</u>
ADJUSTED NET INCOME ATTRIBUTABLE TO				
MELCO CROWN ENTERTAINMENT LIMITED PER ADS:				
Basic	<u>\$ 0.111</u>	<u>\$ 0.285</u>	<u>\$ 0.355</u>	<u>\$ 1.035</u>
Diluted	<u>\$ 0.111</u>	<u>\$ 0.283</u>	<u>\$ 0.353</u>	<u>\$ 1.027</u>
WEIGHTED AVERAGE SHARES USED IN ADJUSTED				
NET INCOME ATTRIBUTABLE TO				
MELCO CROWN ENTERTAINMENT LIMITED				
PER SHARE CALCULATION:				
Basic	<u>1,617,905,348</u>	<u>1,652,484,854</u>	<u>1,617,033,893</u>	<u>1,652,090,303</u>
Diluted	<u>1,627,096,350</u>	<u>1,664,642,439</u>	<u>1,627,249,911</u>	<u>1,665,490,874</u>

Melco Crown Entertainment Limited and Subsidiaries
Reconciliation of Operating Income (Loss) to
Adjusted EBITDA and Adjusted Property EBITDA
(In thousands of U.S. dollars)

	Three Months Ended September 30, 2015							
	City of						Corporate and Others	Total
	Altira Macau	Mocha	City of Dreams	Studio City	Dreams Manila	and Others		
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
Operating Income (Loss)	\$ 5,654	\$ 5,423	\$ 139,444	\$ (57,785)	\$ (7,129)	\$ (51,538)	\$ 34,069	
Payments to the Philippine Parties	-	-	-	-	4,721	-	4,721	
Land Rent to Belle Corporation	-	-	-	-	854	-	854	
Pre-opening Costs	-	-	9	45,395	(145)	1,129	46,388	
Development Costs	-	-	-	-	-	36	36	
Depreciation and Amortization	7,608	3,036	51,491	10,946	24,173	17,005	114,259	
Share-based Compensation	29	22	546	101	1,900	3,245	5,843	
Property Charges and Others	-	-	-	1,016	-	484	1,500	
Adjusted EBITDA	<u>13,291</u>	<u>8,481</u>	<u>191,490</u>	<u>(327)</u>	<u>24,374</u>	<u>(29,639)</u>	<u>207,670</u>	
Corporate and Others Expenses	-	-	-	-	-	29,639	29,639	
Adjusted Property EBITDA	<u>\$ 13,291</u>	<u>\$ 8,481</u>	<u>\$ 191,490</u>	<u>\$ (327)</u>	<u>\$ 24,374</u>	<u>\$ -</u>	<u>\$ 237,309</u>	

	Three Months Ended September 30, 2014							
	City of						Corporate and Others	Total
	Altira Macau	Mocha	City of Dreams	Studio City	Dreams Manila	and Others		
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
Operating Income (Loss)	\$ 14,155	\$ 6,646	\$ 222,298	\$ (15,024)	\$ (29,812)	\$ (50,576)	\$ 147,687	
Land Rent to Belle Corporation	-	-	-	-	901	-	901	
Pre-opening Costs	-	4	1,584	3,609	22,491	-	27,688	
Development Costs	-	-	-	-	-	2,154	2,154	
Depreciation and Amortization	6,097	3,184	51,842	10,897	872	16,241	89,133	
Share-based Compensation	11	29	324	21	2,124	2,943	5,452	
Property Charges and Others	-	41	-	-	3,451	250	3,742	
Adjusted EBITDA	<u>20,263</u>	<u>9,904</u>	<u>276,048</u>	<u>(497)</u>	<u>27</u>	<u>(28,988)</u>	<u>276,757</u>	
Corporate and Others Expenses	-	-	-	-	-	28,988	28,988	
Adjusted Property EBITDA	<u>\$ 20,263</u>	<u>\$ 9,904</u>	<u>\$ 276,048</u>	<u>\$ (497)</u>	<u>\$ 27</u>	<u>\$ -</u>	<u>\$ 305,745</u>	

Melco Crown Entertainment Limited and Subsidiaries
Reconciliation of Adjusted EBITDA and Adjusted Property EBITDA to
Net Income Attributable to Melco Crown Entertainment Limited
(In thousands of U.S. dollars)

	Three Months Ended	
	September 30,	
	2015	2014
	(Unaudited)	(Unaudited)
Adjusted Property EBITDA	\$ 237,309	\$ 305,745
Corporate and Others Expenses	(29,639)	(28,988)
Adjusted EBITDA	<u>207,670</u>	<u>276,757</u>
Payments to the Philippine Parties	(4,721)	-
Land Rent to Belle Corporation	(854)	(901)
Pre-opening Costs	(46,388)	(27,688)
Development Costs	(36)	(2,154)
Depreciation and Amortization	(114,259)	(89,133)
Share-based Compensation	(5,843)	(5,452)
Property Charges and Others	(1,500)	(3,742)
Interest and Other Non-Operating Expenses, Net	(34,556)	(38,758)
Income Tax Expense	<u>(387)</u>	<u>(379)</u>
Net (Loss) Income	(874)	108,550
Net Loss Attributable to Noncontrolling Interests	<u>34,077</u>	<u>23,605</u>
Net Income Attributable to Melco Crown Entertainment Limited	<u><u>\$ 33,203</u></u>	<u><u>\$ 132,155</u></u>

Melco Crown Entertainment Limited and Subsidiaries
Reconciliation of Operating Income (Loss) to Adjusted EBITDA and Adjusted Property EBITDA
(In thousands of U.S. dollars)

	Nine Months Ended September 30, 2015						
	Altira Macau	Mocha	City of	Studio	City of	Corporate	Total
	(Unaudited)	(Unaudited)	Dreams	City	Dreams	and Others	(Unaudited)
Operating Income (Loss)	\$ 4,308	\$ 14,474	\$ 448,937	\$ (114,284)	\$ (78,826)	\$ (158,361)	\$ 116,248
Payments to the Philippine Parties	-	-	-	-	11,994	-	11,994
Land Rent to Belle Corporation	-	-	-	-	2,634	-	2,634
Pre-opening Costs	-	-	388	79,285	27,907	8,091	115,671
Development Costs	-	-	-	-	-	57	57
Depreciation and Amortization	22,196	9,312	155,232	32,738	70,893	50,310	340,681
Share-based Compensation	88	64	1,414	203	5,284	8,571	15,624
Property Charges and Others	-	-	301	1,016	-	4,022	5,339
Adjusted EBITDA	<u>26,592</u>	<u>23,850</u>	<u>606,272</u>	<u>(1,042)</u>	<u>39,886</u>	<u>(87,310)</u>	<u>608,248</u>
Corporate and Others Expenses	-	-	-	-	-	87,310	87,310
Adjusted Property EBITDA	<u>\$ 26,592</u>	<u>\$ 23,850</u>	<u>\$ 606,272</u>	<u>\$ (1,042)</u>	<u>\$ 39,886</u>	<u>\$ -</u>	<u>\$ 695,558</u>

	Nine Months Ended September 30, 2014						
	Altira Macau	Mocha	City of	Studio	City of	Corporate	Total
	(Unaudited)	(Unaudited)	Dreams	City	Dreams	and Others	(Unaudited)
Operating Income (Loss)	\$ 49,921	\$ 18,443	\$ 739,455	\$ (42,435)	\$ (55,554)	\$ (129,768)	\$ 580,062
Land Rent to Belle Corporation	-	-	-	-	2,678	-	2,678
Pre-opening Costs	-	1,082	3,315	8,657	41,451	-	54,505
Development Costs	-	-	-	-	-	8,454	8,454
Depreciation and Amortization	20,596	8,963	163,218	32,665	1,971	48,246	275,659
Share-based Compensation	77	113	902	28	5,902	8,347	15,369
Property Charges and Others	-	1,231	757	-	3,451	250	5,689
Gain on Disposal of Assets Held For Sale	-	-	-	-	-	(22,072)	(22,072)
Adjusted EBITDA	<u>70,594</u>	<u>29,832</u>	<u>907,647</u>	<u>(1,085)</u>	<u>(101)</u>	<u>(86,543)</u>	<u>920,344</u>
Corporate and Others Expenses	-	-	-	-	-	86,543	86,543
Adjusted Property EBITDA	<u>\$ 70,594</u>	<u>\$ 29,832</u>	<u>\$ 907,647</u>	<u>\$ (1,085)</u>	<u>\$ (101)</u>	<u>\$ -</u>	<u>\$ 1,006,887</u>

Melco Crown Entertainment Limited and Subsidiaries
Reconciliation of Adjusted EBITDA and Adjusted Property EBITDA to
Net Income Attributable to Melco Crown Entertainment Limited
(In thousands of U.S. dollars)

	Nine Months Ended	
	September 30,	
	2015	2014
	(Unaudited)	(Unaudited)
Adjusted Property EBITDA	\$ 695,558	\$ 1,006,887
Corporate and Others Expenses	<u>(87,310)</u>	<u>(86,543)</u>
Adjusted EBITDA	608,248	920,344
Payments to the Philippine Parties	(11,994)	-
Land Rent to Belle Corporation	(2,634)	(2,678)
Pre-opening Costs	(115,671)	(54,505)
Development Costs	(57)	(8,454)
Depreciation and Amortization	(340,681)	(275,659)
Share-based Compensation	(15,624)	(15,369)
Property Charges and Others	(5,339)	(5,689)
Gain on Disposal of Assets Held For Sale	-	22,072
Interest and Other Non-Operating Expenses, Net	(98,310)	(115,902)
Income Tax Expense	<u>(765)</u>	<u>(3,372)</u>
Net Income	17,173	460,788
Net Loss Attributable to Noncontrolling Interests	100,913	54,548
Net Income Attributable to Melco Crown Entertainment Limited	<u>\$ 118,086</u>	<u>\$ 515,336</u>

**Melco Crown Entertainment Limited and Subsidiaries
Supplemental Data Schedule**

Room Statistics:	Three Months Ended September 30,		Nine Months Ended September 30,	
	2015	2014	2015	2014
Altira Macau				
Average daily rate ⁽³⁾	\$ 200	\$ 224	\$ 212	\$ 230
Occupancy per available room	99%	99%	99%	99%
Revenue per available room ⁽⁴⁾	\$ 197	\$ 222	\$ 209	\$ 228
City of Dreams				
Average daily rate ⁽³⁾	\$ 196	\$ 194	\$ 200	\$ 196
Occupancy per available room	99%	100%	99%	99%
Revenue per available room ⁽⁴⁾	\$ 195	\$ 193	\$ 198	\$ 193
City of Dreams Manila				
Average daily rate ⁽³⁾	\$ 168	N/A	\$ 200	N/A
Occupancy per available room	88%	N/A	85%	N/A
Revenue per available room ⁽⁴⁾	\$ 148	N/A	\$ 170	N/A
Other Information:				
Altira Macau				
Average number of table games	127	126	124	135
Average number of gaming machines	53	N/A	56	N/A
Table games win per unit per day ⁽⁵⁾	\$ 15,796	\$ 19,057	\$ 17,685	\$ 21,758
Gaming machines win per unit per day ⁽⁶⁾	\$ 136	N/A	\$ 101	N/A
City of Dreams				
Average number of table games	493	495	498	490
Average number of gaming machines	1,147	1,417	1,164	1,325
Table games win per unit per day ⁽⁵⁾	\$ 15,041	\$ 21,709	\$ 16,424	\$ 24,805
Gaming machines win per unit per day ⁽⁶⁾	\$ 417	\$ 449	\$ 417	\$ 477
City of Dreams Manila				
Average number of table games	276	N/A	258	N/A
Average number of gaming machines	1,721	N/A	1,726	N/A
Table games win per unit per day ⁽⁵⁾	\$ 2,646	N/A	\$ 1,946	N/A
Gaming machines win per unit per day ⁽⁶⁾	\$ 184	N/A	\$ 171	N/A

⁽³⁾ Average daily rate is calculated by dividing total room revenue including the retail value of promotional allowances by total occupied rooms including complimentary rooms

⁽⁴⁾ Revenue per available room is calculated by dividing total room revenue including the retail value of promotional allowances by total rooms available

⁽⁵⁾ Table games win per unit per day is shown before discounts and commissions

⁽⁶⁾ Gaming machines win per unit per day is shown before deducting cost for slot points