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Wynn Macau, Limited  
永利澳門有限公司\*

(incorporated in the Cayman Islands with limited liability)  
(Stock Code: 1128 and Debt Stock Code: 5983)

## INSIDE INFORMATION

# UNAUDITED IFRS RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017 OF WYNN MACAU, LIMITED AND UNAUDITED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017 OF OUR CONTROLLING SHAREHOLDER, WYNN RESORTS, LIMITED

This announcement is issued pursuant to Rule 13.09 and 37.47B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and under Part XIVA of the Securities and Futures Ordinance (Cap. 571).

The Board of Directors of Wynn Macau, Limited is pleased to announce the unaudited consolidated results of the Company and its subsidiaries prepared in accordance with IFRS for the second quarter ended 30 June 2017.

Our controlling shareholder, Wynn Resorts, Limited has, on or about 25 July 2017 (1:14 p.m., Las Vegas time), released its unaudited results for the second quarter ended 30 June 2017.

This announcement is issued by Wynn Macau, Limited (“we” or our “**Company**”) pursuant to Rule 13.09 and 37.47B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and under Part XIVA of the Securities and Futures Ordinance (Cap. 571).

## Consolidated Financial Results for Wynn Macau, Limited

The Board of Directors of Wynn Macau, Limited is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the “**Group**”) prepared in accordance with International Financial Reporting Standards (“**IFRS**”) for the second quarter ended 30 June 2017 (the “**WML Results**”).

\* For identification purposes only.

# WYNN MACAU, LIMITED

## CONDENSED CONSOLIDATED INCOME STATEMENT

*(amounts in US\$ thousands)*

*(unaudited)*

	<b>For the Three Months Ended 30 June</b>	
	<u>2017</u>	<u>2016</u>
<b>Operating revenues</b>		
Casino	\$ 1,024,770	\$ 608,382
Rooms	14,173	2,962
Food and beverage	15,541	6,427
Retail leases and other	42,875	21,544
	<u>1,097,359</u>	<u>639,315</u>
<b>Operating costs and expenses</b>		
Gaming taxes and premiums	511,060	295,460
Staff costs	147,133	114,409
Other operating expenses	194,988	112,116
Depreciation and amortization	88,877	30,529
Property charges and other	831	510
	<u>942,889</u>	<u>553,024</u>
<b>Operating profit</b>	<u>154,470</u>	<u>86,291</u>
Finance revenues	339	667
Finance costs	(39,621)	(18,831)
Net foreign currency differences	(11,912)	(1,462)
Changes in fair value of interest rate swaps	(283)	(1,036)
	<u>(51,477)</u>	<u>(20,662)</u>
<b>Profit before tax</b>	<u>102,993</u>	<u>65,629</u>
<b>Income tax expense</b>	<u>(399)</u>	<u>(485)</u>
<b>Net profit attributable to owners of the Company</b>	<u>\$ 102,594</u>	<u>\$ 65,144</u>

## Earnings Release for Wynn Resorts, Limited

Our Company's controlling shareholder, Wynn Resorts, Limited, is a company listed on the National Association of Securities Dealers Automated Quotations ("**NASDAQ**") in the United States. As at the date of this announcement, Wynn Resorts, Limited beneficially owns approximately 72% of the issued share capital of our Company.

Wynn Resorts, Limited has, on or about 25 July 2017 (1:14 p.m., Las Vegas time), released its unaudited results for the second quarter ended 30 June 2017 ("**Earnings Release**"). If you wish to review the Earnings Release prepared by Wynn Resorts, Limited and as filed with the U.S. Securities and Exchange Commission, please visit <https://www.sec.gov/Archives/edgar/data/1174922/000117492217000124/0001174922-17-000124-index.htm>. The Earnings Release contains segmented financial information about the Macau operations of Wynn Resorts, Limited, which Macau operations are owned by our Company. The Earnings Release is also available in the public domain.

The financial results of Wynn Resorts, Limited, including those contained in the Earnings Release, have been prepared in accordance with Generally Accepted Accounting Principles of the United States ("**U.S. GAAP**"), which are different from IFRS. We use IFRS to prepare and present our financial information. As such, the financial information in the Earnings Release is not directly comparable to the financial results our Company discloses as a company listed on the Main Board of The Stock Exchange of Hong Kong Limited. In particular, Average Daily Rate ("**ADR**") and Revenue Per Available Room ("**REVPAR**") as presented in the Earnings Release are based on room revenues as reported under U.S. GAAP, which include associated promotional allowances within room revenues. Under U.S. GAAP, promotional allowances are deducted from gross revenues in presenting net revenue. Under IFRS, room revenues exclude such promotional allowances.

Our shareholders and potential investors are advised that the financial results in the Earnings Release are unaudited and have not been prepared or presented by our Company and there is no indication or assurance from our Company that the financial results of our Group for the three months ended 30 June 2017 will be the same as that presented in the Earnings Release.

To ensure that all our shareholders and potential investors have equal and timely access to the information pertaining to our Company, set forth below are the key highlights of financial and other information published by Wynn Resorts, Limited in the Earnings Release that relate to our Company and our operations in Macau (unless otherwise provided, all dollar amounts in the Earnings Release are denominated in United States dollars), some of which may constitute material inside information of the Company:

## **“Wynn Resorts, Limited Reports Second Quarter 2017 Results**

*Net revenues were \$1.53 billion for the second quarter of 2017, an increase of 44.5%, or \$470.9 million, from \$1.06 billion for the same period of 2016. The increase was the result of \$414.7 million from Wynn Palace, which opened in the third quarter of 2016, and increases of \$43.4 million and \$12.9 million from Wynn Macau and our Las Vegas Operations, respectively.*

*On a U.S. generally accepted accounting principles (“GAAP”) basis, net income attributable to Wynn Resorts, Limited was \$74.9 million, or \$0.73 per diluted share, for the second quarter of 2017, an increase of 6.4%, or \$4.5 million, from \$70.4 million, or \$0.69 per diluted share, for the same period of 2016. The increase in net income attributable to Wynn Resorts, Limited was primarily the result of income from Wynn Palace, partially offset by an increase in interest expense as the Company is no longer capitalizing interest on Wynn Palace, losses on extinguishment of debt and an increase in the Redemption Note fair value.*

*Adjusted Property EBITDA (2) was \$430.0 million for the second quarter of 2017, an increase of 37.5%, or \$117.3 million, from \$312.7 million for the same period of 2016, primarily as a result of \$87.4 million from Wynn Palace and increases of \$20.0 million and \$9.9 million from Wynn Macau and our Las Vegas Operations, respectively.*

### **Wynn Macau**

*Net revenues from Wynn Macau were \$682.7 million for the second quarter of 2017, a 6.8% increase from \$639.3 million for the same period of 2016. Adjusted Property EBITDA from Wynn Macau was \$210.4 million for the second quarter of 2017, a 10.5% increase from \$190.4 million for the same period of 2016.*

*Casino revenues from Wynn Macau were \$654.7 million for the second quarter of 2017, a 7.4% increase from \$609.8 million for the same period of 2016. Table games turnover in VIP operations was \$16.02 billion, a 35.3% increase from \$11.84 billion for the second quarter of 2016. VIP table games win as a percentage of turnover (calculated before commissions) was 3.53%, above the expected range of 2.7% to 3.0% and below the 3.98% experienced in the second quarter of 2016. Table drop in mass market operations was \$1.07 billion, a 9.0% decrease from \$1.17 billion for the second quarter of 2016. Table games win in mass market operations was \$221.6 million, a 5.8% decrease from \$235.2 million for the second quarter of 2016. Table games win percentage in mass market operations was 20.8%, above the 20.0% experienced in the second quarter of 2016. Slot machine handle was \$867.9 million, a 7.6% increase from \$806.5 million for the second quarter of 2016, while slot machine win increased 18.6% to \$39.5 million.*

*Non-casino revenues before promotional allowances from Wynn Macau were \$60.8 million for the second quarter of 2017, a 10.8% decrease from \$68.1 million for the same period of 2016. Room revenues decreased 12.4%, to \$25.7 million for the second quarter of 2017, from \$29.3 million for the same period of 2016. Average daily rate (“ADR”) was \$258, a 19.6% decrease from \$321 for the second quarter of 2016. Occupancy increased to 97.5% for the second quarter of 2017, from 91.5% for the same period of 2016. Revenue per available room (“REVPAR”) was \$252, a 14.3% decrease from \$294 for the second quarter of 2016.*

### ***Wynn Palace***

*The Company opened Wynn Palace on August 22, 2016, with the second quarter of 2017 representing the third full quarter of operations for the resort.*

*Net revenues and Adjusted Property EBITDA from Wynn Palace were \$414.7 million and \$87.4 million, respectively, for the second quarter of 2017.*

*Casino revenues from Wynn Palace were \$372.2 million for the second quarter of 2017. Table games turnover in VIP operations was \$11.60 billion and table games win as a percentage of turnover (calculated before commissions) was 2.18%, below the expected range of 2.7% to 3.0%. Table drop in mass market operations was \$729.0 million, table games win in mass market operations was \$168.7 million and table games win percentage was 23.1%. Slot machine handle was \$657.9 million and slot machine win was \$34.8 million for the second quarter of 2017.*

*Non-casino revenues before promotional allowances from Wynn Palace were \$79.5 million for the second quarter of 2017. Room revenues were \$35.4 million with an ADR of \$232, occupancy of 96.2% and REVPAR of \$224.*

### ***Balance Sheet***

*Our cash and cash equivalents, restricted cash and investment securities at June 30, 2017 were \$2.80 billion.*

*Total debt outstanding at the end of the quarter was \$9.81 billion, including \$3.82 billion of Macau related debt, \$3.16 billion of Wynn Las Vegas debt and \$2.83 billion at the parent company and other.*

## ***Non-GAAP Financial Measures***

*(2) “Adjusted Property EBITDA” is net income before interest, taxes, depreciation and amortization, pre-opening expenses, property charges and other, management and license fees, corporate expenses and other (including intercompany golf course and water rights leases), stock-based compensation, loss on extinguishment of debt, change in interest rate swap fair value, change in Redemption Note fair value and other non-operating income and expenses, and includes equity in income from unconsolidated affiliates. Adjusted Property EBITDA is presented exclusively as a supplemental disclosure because management believes that it is widely used to measure the performance, and as a basis for valuation, of gaming companies. Management uses Adjusted Property EBITDA as a measure of the operating performance of its segments and to compare the operating performance of its properties with those of its competitors, as well as a basis for determining certain incentive compensation. The Company also presents Adjusted Property EBITDA because it is used by some investors as a way to measure a company’s ability to incur and service debt, make capital expenditures and meet working capital requirements. Gaming companies have historically reported EBITDA as a supplement to GAAP. In order to view the operations of their casinos on a more stand-alone basis, gaming companies, including Wynn Resorts, Limited, have historically excluded from their EBITDA calculations pre-opening expenses, property charges, corporate expenses and stock-based compensation, that do not relate to the management of specific casino properties. However, Adjusted Property EBITDA should not be considered as an alternative to operating income as an indicator of the Company’s performance, as an alternative to cash flows from operating activities as a measure of liquidity, or as an alternative to any other measure determined in accordance with GAAP. Unlike net income, Adjusted Property EBITDA does not include depreciation or interest expense and therefore does not reflect current or future capital expenditures or the cost of capital. The Company has significant uses of cash flows, including capital expenditures, interest payments, debt principal repayments, taxes and other non-recurring charges, which are not reflected in Adjusted Property EBITDA. Also, Wynn Resorts’ calculation of Adjusted Property EBITDA may be different from the calculation methods used by other companies and, therefore, comparability may be limited.*

**WYNN RESORTS, LIMITED AND SUBSIDIARIES**  
**RECONCILIATION OF OPERATING INCOME (LOSS) TO**  
**ADJUSTED PROPERTY EBITDA**  
*(in thousands)*  
*(unaudited)*

*Three Months Ended June 30, 2017*

	<u>Operating income (loss)</u>	<u>Pre-opening expenses</u>	<u>Depreciation and amortization</u>	<u>Property charges and other</u>	<u>Management and license fees</u>	<u>Corporate expense and other</u>	<u>Stock-based compensation</u>	<u>Adjusted Property EBITDA</u>
<i>Macau Operations:</i>								
Wynn Macau	\$153,711	\$—	\$24,600	\$821	\$26,818	\$2,344	\$2,104	\$210,398
Wynn Palace	3,140	—	64,092	662	16,080	2,161	1,268	87,403
Other Macau	(2,996)	—	1,130	6	—	1,692	168	—
<i>Total Macau Operations</i>	<u>153,855</u>	<u>—</u>	<u>89,822</u>	<u>1,489</u>	<u>42,898</u>	<u>6,197</u>	<u>3,540</u>	<u>297,801</u>

*Three Months Ended June 30, 2016*

	<u>Operating income (loss)</u>	<u>Pre-opening expenses</u>	<u>Depreciation and amortization</u>	<u>Property charges and other</u>	<u>Management and license fees</u>	<u>Corporate expense and other</u>	<u>Stock-based compensation</u>	<u>Adjusted Property EBITDA</u>
<i>Macau Operations:</i>								
Wynn Macau	\$133,845	\$—	\$25,069	\$1,082	\$24,373	\$3,196	\$2,824	\$190,389
Wynn Palace	(44,839)	39,339	5,322	178	—	—	—	—
Other Macau	(4,042)	—	721	1	—	2,324	996	—
<i>Total Macau Operations</i>	<u>84,964</u>	<u>39,339</u>	<u>31,112</u>	<u>1,261</u>	<u>24,373</u>	<u>5,520</u>	<u>3,820</u>	<u>190,389</u>

**WYNN RESORTS, LIMITED AND SUBSIDIARIES**  
**RECONCILIATION OF OPERATING INCOME (LOSS) TO**  
**ADJUSTED PROPERTY EBITDA**

(in thousands)

(unaudited)

(continued)

Six Months Ended June 30, 2017

	<u>Operating income (loss)</u>	<u>Pre-opening expenses</u>	<u>Depreciation and amortization</u>	<u>Property charges and other</u>	<u>Management and license fees</u>	<u>Corporate expense and other</u>	<u>Stock-based compensation</u>	<u>Adjusted Property EBITDA</u>
<i>Macau Operations:</i>								
Wynn Macau	\$281,852	\$—	\$49,309	\$1,536	\$49,628	\$5,202	\$3,977	\$391,504
Wynn Palace	28,011	—	128,687	760	34,751	4,546	2,504	199,259
Other Macau	(5,964)	—	2,261	6	—	3,369	328	—
<b>Total Macau Operations</b>	<u>303,899</u>	<u>—</u>	<u>180,257</u>	<u>2,302</u>	<u>84,379</u>	<u>13,117</u>	<u>6,809</u>	<u>590,763</u>

Six Months Ended June 30, 2016

	<u>Operating income (loss)</u>	<u>Pre-opening expenses</u>	<u>Depreciation and amortization</u>	<u>Property charges and other (1)</u>	<u>Management and license fees</u>	<u>Corporate expense and other</u>	<u>Stock-based compensation</u>	<u>Adjusted Property EBITDA</u>
<i>Macau Operations:</i>								
Wynn Macau	\$270,027	\$—	\$49,843	\$2,448	\$47,136	\$6,447	\$5,733	\$381,634
Wynn Palace	(75,378)	65,597	9,603	178	—	—	—	—
Other Macau	(9,133)	—	1,476	1	—	5,476	2,180	—
<b>Total Macau Operations</b>	<u>185,516</u>	<u>65,597</u>	<u>60,922</u>	<u>2,627</u>	<u>47,136</u>	<u>11,923</u>	<u>7,913</u>	<u>381,634</u>

(1) Amounts previously presented as equity in income from unconsolidated affiliates have been combined with property charges and other to be consistent with current year presentation.

# WYNN RESORTS, LIMITED AND SUBSIDIARIES

## SUPPLEMENTAL DATA SCHEDULE

(dollars in thousands, except for win per unit per day, ADR and REVPAR)  
(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	2016	2017	2016
<b>Macau Operations:</b>				
<b>Wynn Macau:</b>				
<b>VIP:</b>				
Average number of table games	98	183	92	186
VIP turnover	\$16,023,080	\$11,841,200	\$29,307,843	\$25,311,139
VIP table games win	\$566,091	\$470,976	\$1,005,002	\$849,628
VIP table games win as a % of turnover	3.53%	3.98%	3.43%	3.36%
Table games win per unit per day <sup>(1)</sup>	\$63,735	\$28,239	\$60,129	\$25,052
<b>Mass market:</b>				
Average number of table games	205	238	204	242
Table drop <sup>(2)</sup>	\$1,067,718	\$1,173,234	\$2,204,614	\$2,383,334
Table games win	\$221,567	\$235,197	\$434,471	\$482,697
Table games win %	20.8%	20.0%	19.7%	20.3%
Table games win per unit per day <sup>(1)</sup>	\$11,903	\$10,853	\$11,755	\$10,974
Average number of slot machines	917	775	901	778
Slot machine handle	\$867,889	\$806,453	\$1,724,572	\$1,902,790
Slot machine win	\$39,531	\$33,330	\$78,085	\$83,771
Slot machine win per unit per day <sup>(3)</sup>	\$474	\$472	\$479	\$591
<b>Room statistics:</b>				
Occupancy	97.5%	91.5%	96.6%	93.1%
ADR <sup>(4)</sup>	\$258	\$321	\$262	\$323
REVPAR <sup>(5)</sup>	\$252	\$294	\$253	\$300
<b>Wynn Palace<sup>(6)</sup>:</b>				
<b>VIP:</b>				
Average number of table games	105	—	98	—
VIP turnover	\$11,604,672	\$—	\$22,646,354	\$—
VIP table games win	\$252,641	\$—	\$587,383	\$—
VIP table games win as a % of turnover	2.18%	—%	2.59%	—%
Table games win per unit per day <sup>(1)</sup>	\$26,541	\$—	\$33,141	\$—
<b>Mass market:</b>				
Average number of table games	202	—	206	—
Table drop <sup>(2)</sup>	\$729,006	\$—	\$1,499,024	\$—
Table games win	\$168,746	\$—	\$336,373	\$—
Table games win %	23.1%	—%	22.4%	—%
Table games win per unit per day <sup>(1)</sup>	\$9,203	\$—	\$9,019	\$—
Average number of slot machines	1,025	—	1,011	—
Slot machine handle	\$657,850	\$—	\$1,315,430	\$—
Slot machine win	\$34,814	\$—	\$68,748	\$—
Slot machine win per unit per day <sup>(3)</sup>	\$373	\$—	\$376	\$—
<b>Room statistics:</b>				
Occupancy	96.2%	—%	95.9%	—%
ADR <sup>(4)</sup>	\$232	\$—	\$245	\$—
REVPAR <sup>(5)</sup>	\$224	\$—	\$235	\$—

- (1) *Table games win per unit per day is shown before discounts and commissions, as applicable.*
- (2) *In Macau, table drop is the amount of cash that is deposited in a gaming table's drop box plus cash chips purchased at the casino cage.*
- (3) *Slot machine win per unit per day is calculated as gross slot machine win minus progressive accruals and free play.*
- (4) *ADR is average daily rate and is calculated by dividing total room revenues including the retail value of promotional allowances (less service charges, if any) by total rooms occupied including complimentary rooms.*
- (5) *REVPAR is revenue per available room and is calculated by dividing total room revenues including the retail value of promotional allowances (less service charges, if any) by total rooms available.*
- (6) *Wynn Palace opened on August 22, 2016."*

This announcement contains forward-looking statements. Such forward-looking information involves important risks and uncertainties that could significantly affect anticipated results in the future and, accordingly, such results may differ from those expressed in any forward-looking statements made by us. The risks and uncertainties include, but are not limited to, competition in the casino/hotel and resorts industries, our Company's dependence on existing management, levels of travel, leisure and casino spending, general economic conditions, and changes in gaming laws or regulations. Additional information concerning potential factors that could affect our Company's financial results are included in our published interim and annual reports. We are under no obligation to (and expressly disclaim any such obligation to) update the forward-looking statements as a result of new information, future events or otherwise.

Our shareholders and potential investors are advised not to place undue reliance on either the WML Results or Earnings Release and are reminded that the financial results presented herein have not been audited. Our shareholders and potential investors are advised to exercise caution in dealing in securities in our Company.

By order of the Board  
**Wynn Macau, Limited**  
**Stephen A. Wynn**  
*Chairman*

Hong Kong, 26 July 2017

*As at the date of this announcement, the Board comprises Stephen A. Wynn, Ian Michael Coughlan and Linda Chen (as executive directors); Matthew O. Maddox and Kim Sinatra (as non-executive directors); and Allan Zeman, Nicholas Sallnow-Smith, Bruce Rockowitz and Jeffrey Kin-fung Lam (as independent non-executive directors).*