



Third Quarter 2007 Results for quarter ended 30 September 2007



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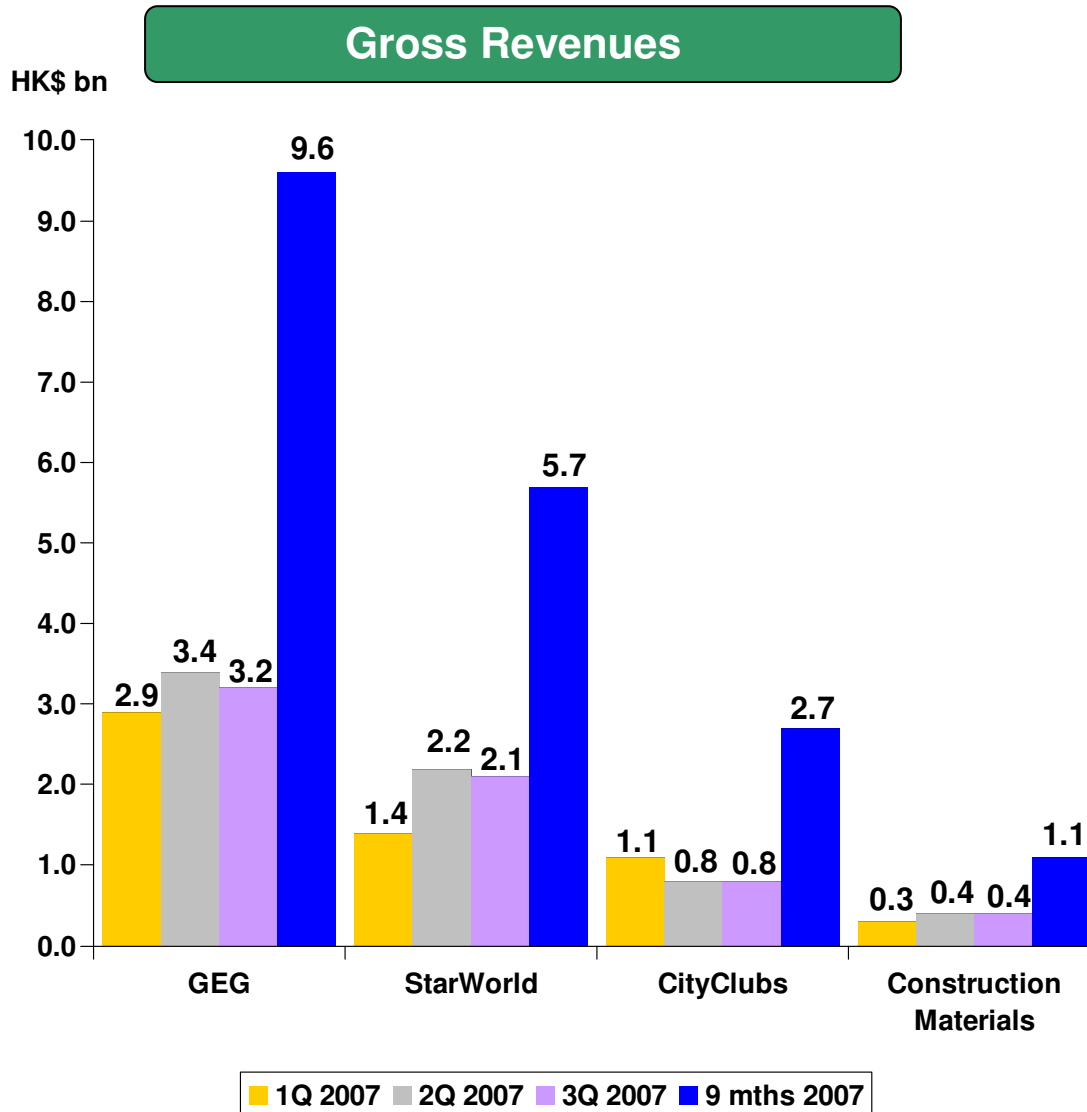
GEG – Financial Overview

(All financial figures presented herein are un-audited)



Financial Performance

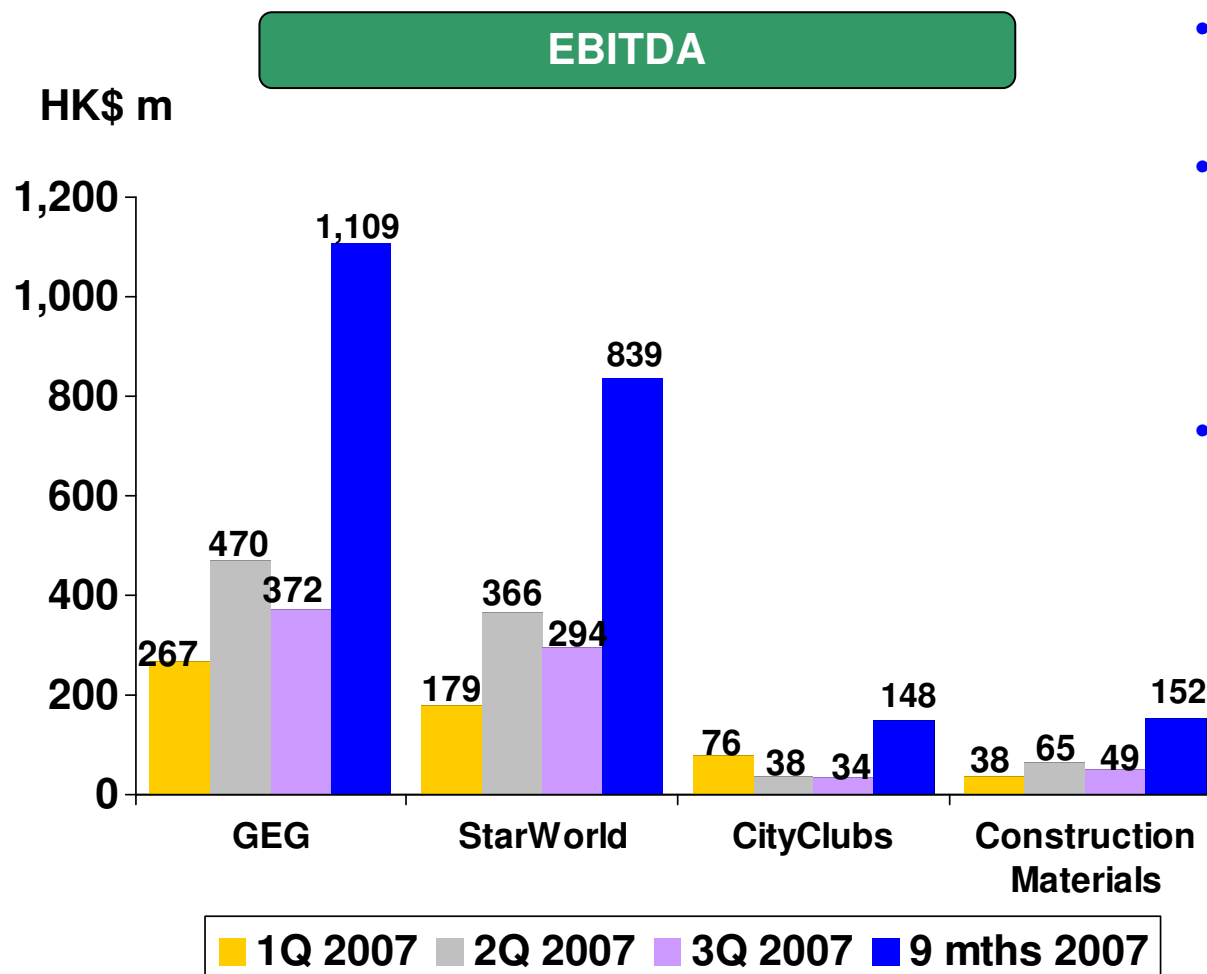
9 months ended 30 September, 2007



- Q3 Gross Revenue is HK\$3,244 m
- Compares to:
 - Q1 \$2,889 m
 - Q2 \$3,443 m
- Comprises
 - 65% StarWorld
 - 23% CityClubs
 - 12% Construction Materials

Financial Performance

9 months ended 30 September, 2007



- GEG YTD EBITDA up 265% on 2006
- GEG EBITDA
 - Q3 HK\$372 m
 - Q1 HK\$267 m
 - Q2 HK\$470 m
- StarWorld EBITDA HK\$70 m lower
 - Softer VIP win %
 - Softer Mass gaming hold %

Corporate Costs for 9mths 2007
(HK\$m)

Corporate Costs

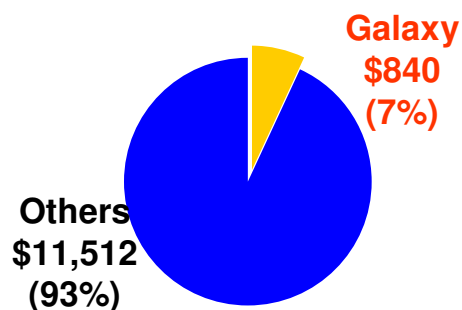
Net Corp Costs	145
Interest Income Offset	115
Net EBITDA	(30)

Market Share Growth

In HK\$ million

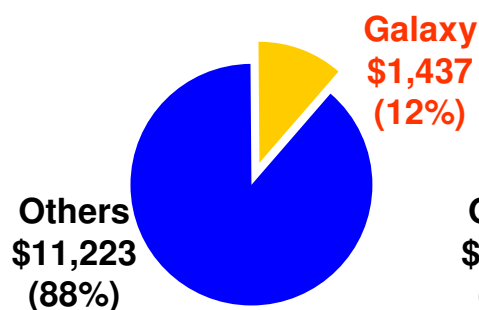


Q1 2006



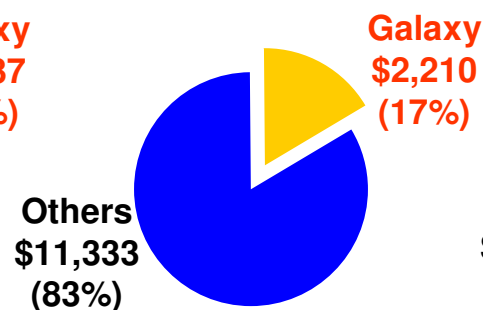
Total ⁽¹⁾ = 100% = HK\$12,352

Q2 2006



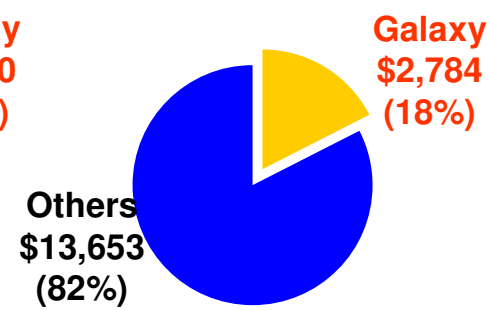
Total ⁽¹⁾ = 100% = HK\$12,660

Q3 2006



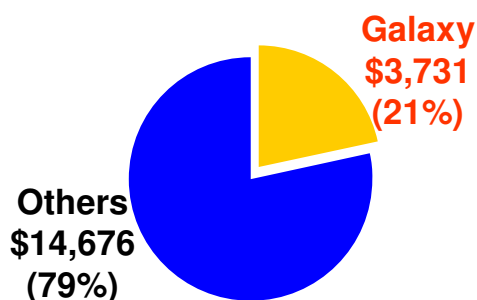
Total ⁽¹⁾ = 100% = HK\$13,543

Q4 2006



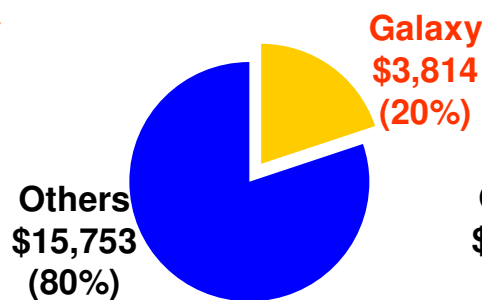
Total ⁽¹⁾ = 100% = HK\$16,437

Q1 2007



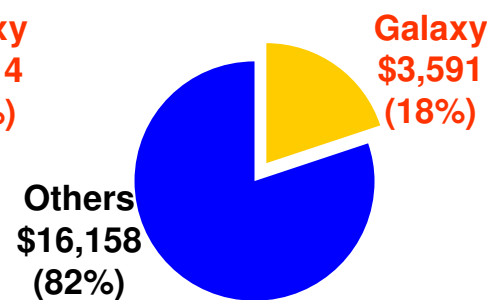
Total ⁽¹⁾ = 100% = HK\$18,407

Q2 2007



Total ⁽¹⁾ = 100% = HK\$19,567

Q3 2007



Total ⁽¹⁾ = 100% = HK\$19,749

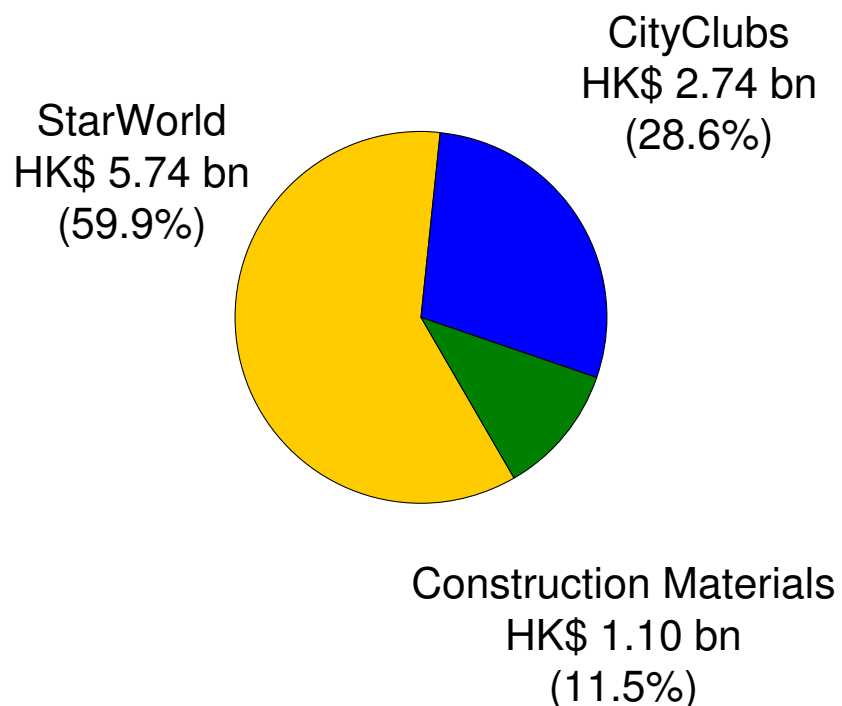
(1) Macau SAR DICJ

Revenue & EBITDA Breakdown

9 months ended 30 September, 2007

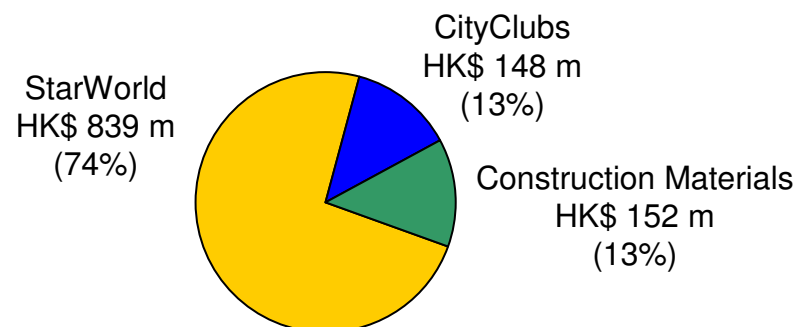


Revenue



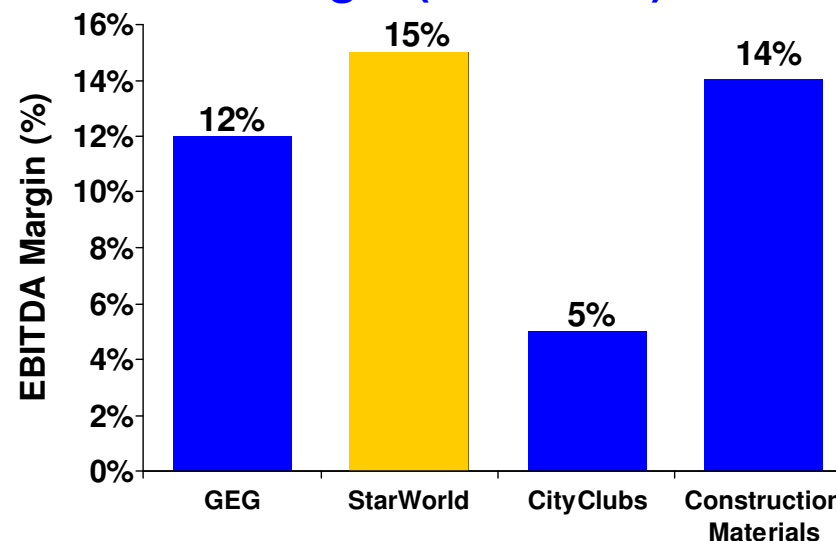
Total revenue: HK\$9.58 bn

EBITDA (before corporate expense)



Total EBITDA: HK\$ 1,139 m

EBITDA margin (HK GAAP)





StarWorld



Galaxy Entertainment Group

StarWorld – Overview

Third Quarter ended 30 September, 2007



Key Financials (in HK\$ millions)

Revenues	\$2,096	
VIP	1,621	(77.4%)
Mass	356	(17.0%)
Slots	51	(2.4%)
Others ⁽¹⁾	68	(3.2%)

EBITDA:

Q1

\$179

Q2

\$366

Q3

\$294

9mths

\$839

**EBITDA
Margin:**

13%

16%

14%

15%

**ROI
(annual
-ized)
37%**

VIP Operating Statistics

Turnover	HK\$57,600 m
Gross Gaming Revenue	HK\$ 1,621 m
Win %	2.8%
Win/Table/Day	
Q3 07 avg	HK\$323,000

VIP Tables (Q3 07 avg): 55

Mass Gaming Operating Statistics

Mass Drop	HK\$2,370 m
Mass Gaming Revenue	HK\$ 356 m
Hold %	15%
Win/Table/Day	
Q3 07 avg	HK\$28,300

Mass Tables (Q3 07 avg): 137

(1) Non-gaming revenue (Room, F&B, tips, etc)

StarWorld Financial Highlights



StarWorld Total Revenue (Casino, Hotel, F & B)			
	Quarter 2	Quarter 3	9 months
Revenue	\$2,209M	\$2,096M	\$5,735M
EBITDA	\$366M	\$294M	\$839M
EBITDA Margin	16.6%	14%	15%

VIP	Quarter 2	Quarter 3	9 months
VIP Turnover	\$53.2B	\$57.6B	\$150.1B
VIP Win	\$1,694M	\$1,621M	\$4,249M
Win %	3.25	2.8%	2.8%
Win Table Day	\$388,000	\$323,000	\$332,000
Avg Tables	48	55	47

Mass	Quarter 2	Quarter 3	9 months
Table Drop	\$2.4B	\$2.4B	\$7.4B
Mass Revenue	\$414M	\$356M	\$1,175M
Win %	17%	15%	15.9%
Win Table Day	\$30,300	\$28,300	\$28,000
Avg Tables	150	137	151

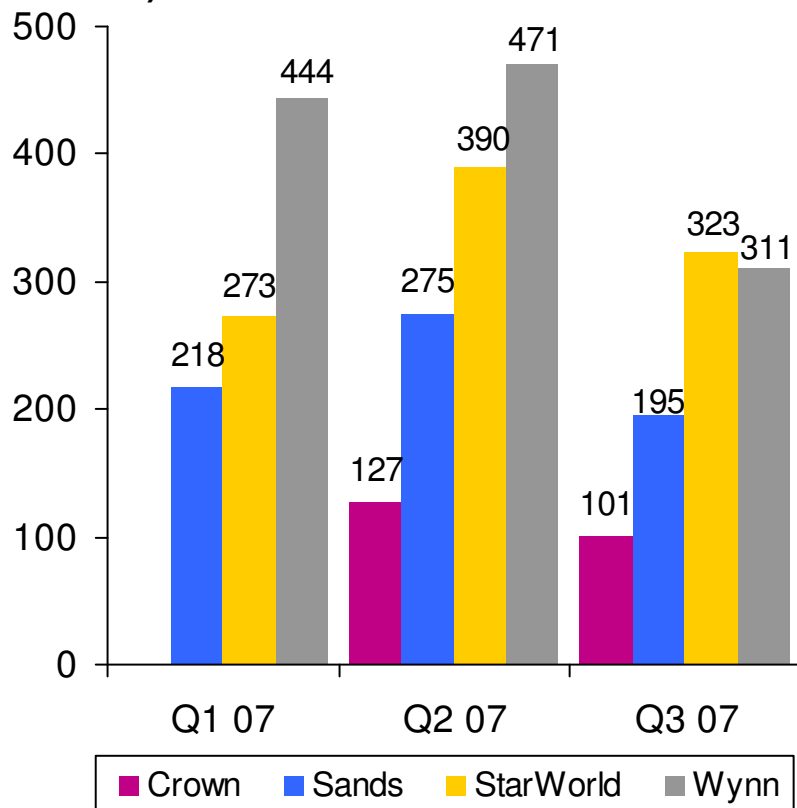
- EBITDA for 9 months \$839 m
 - Margin 15%
- EBITDA Margin Q3 of 14%
 - 19% under USGAAP
 - VIP revenue 77.4%
- Record revenues in October
 - Total revenue \$882 m
 - VIP turnover \$21 bn
 - 63 VIP tables at end of November
 - 70 tables by year end

StarWorld – Win/Table/Day Comparison



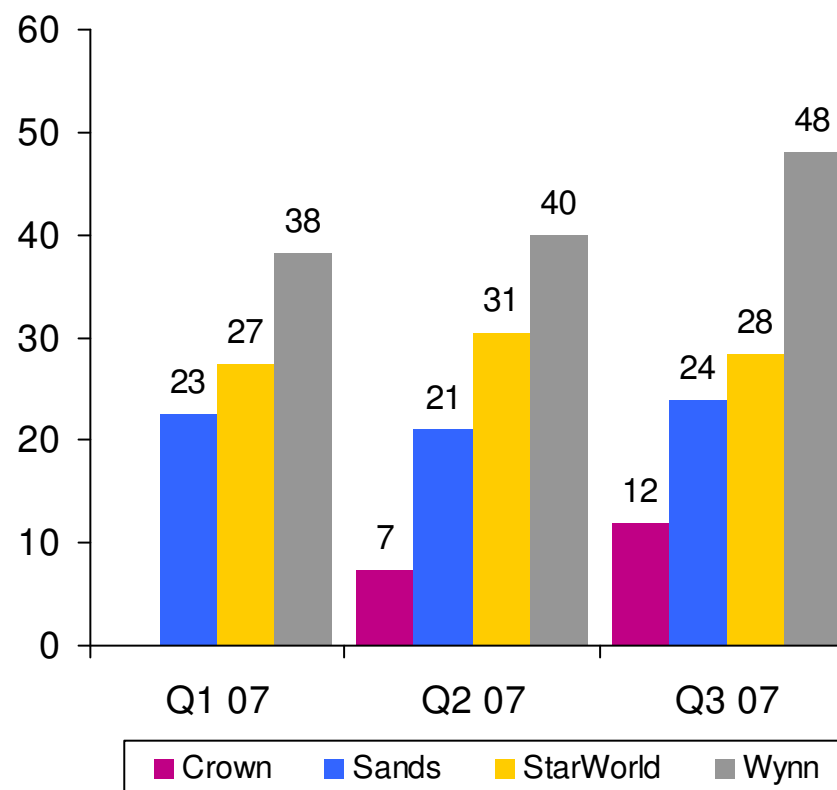
VIP

(HK\$ '000)



Mass

(HK\$ '000)



StarWorld's Win/Table/Day statistics have increased to peers

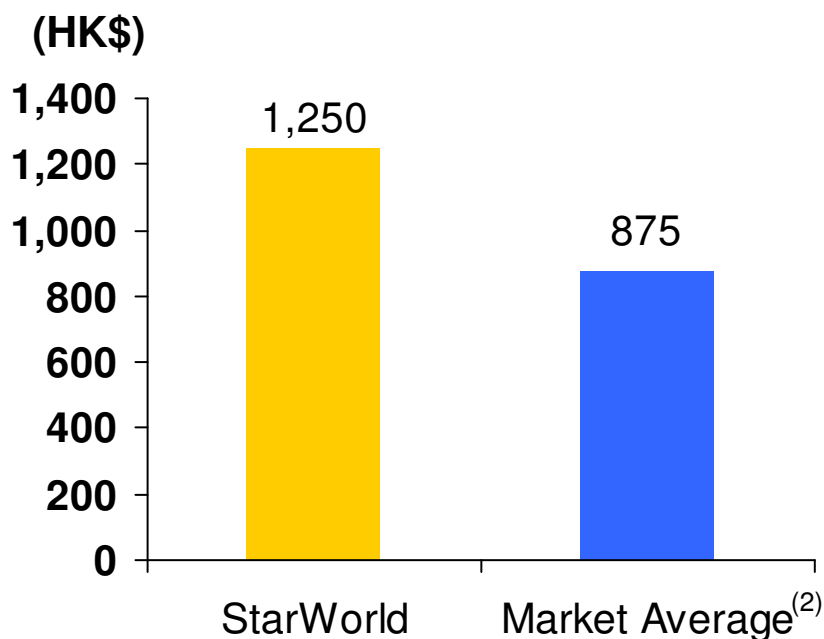
StarWorld – Hotel

Third Quarter ended 30 September, 2007

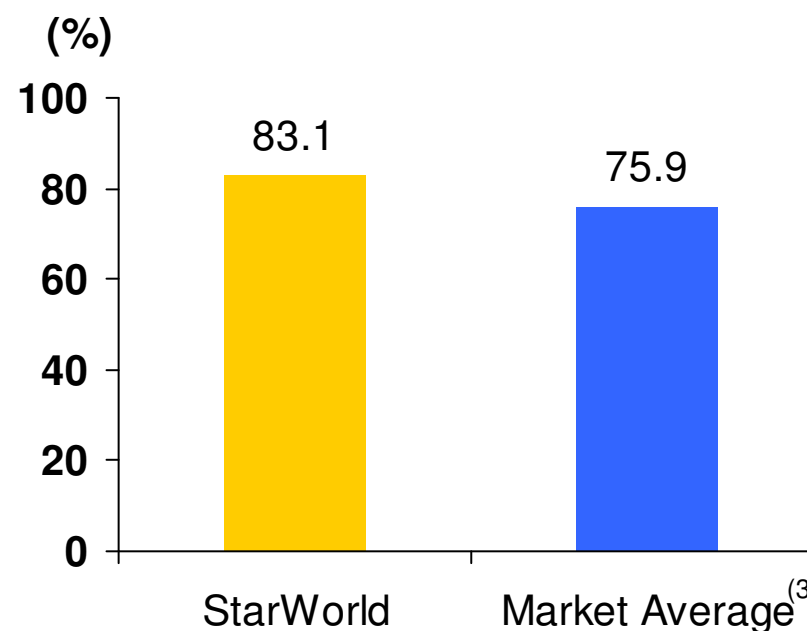


- 507 rooms currently opened
- Preferential room rate for VIP players
- Average Daily Rate: \$1,023 (non-gaming cash rate: \$1,250)
- Average Occupancy Rate: 83.1%

ADR⁽¹⁾



Occupancy⁽³⁾



Note:

(1) ADR adjusted to take into account VAT

(2) Market average refers to the average of 3, 4, 5-Stars hotel for Jan-Jun 2007

(2) Market average refers to the average of 2, 3, 4, 5-Star hotels for Jan – Sep 2007

StarWorld – Update

Third Quarter ended 30 September, 2007



Gaming Floors

- Level 1: increase the number of tables by 40%, from 85 to 122 tables
- Level 3: redesigned layout, now have over 500 gaming machines
- 63 VIP tables at end of November, will increase to approximately 70 tables by year end

Property Improvement

- Official opening of 500-seat Multi-Function Ballroom on 21 November, 2007
- Official opening of StarWorld Presidential Suites

Market Environment

- MGM Grand Macau to open shortly
 - Within 100 meters of StarWorld
 - Macau gaming “Hub” will further benefit StarWorld

Galaxy Cotai Mega Resort & Cotai Land

Proposed Route and Stops of Light Rail



Galaxy Cotai Mega Resort – “Mystical Oasis”



- Total gaming floor 320,000 sq.ft.
 - Mass tables
 - Opening with 350, increasing to 500
 - VIP tables
 - Opening with 75, increasing to 130
 - Slots
 - Opening with 1,000, increasing to 2,000
- Twin hotel towers with 2,500 hotel rooms, suites, villas
 - Tower “A” (1,500 rooms)
 - International operator committed to operate hotel tower “B1” for 400 rooms
 - 2nd international hotel operator to operate hotel tower “B2”
 - Room / Suite sizes range from 400 to 1,000 sq. ft.
- Shopping, entertainment, floating villas, outdoor spa, F&B, theatres, rooftop garden, wave pool / cabanas

Construction Update



- Overall design theme “Mystical Oasis”
 - Further developed, enhanced and reinforced in interior and exterior design
- First Tower and Casino – on track to be completed end 2008
 - “Services” being fitted internally (electricity, plumbing & air-conditioning)
 - Golden glass curtain wall is being fitted at the moment
 - The Casino podium structure is 90% complete and will be fully completed by Q1 2008. Interior fitting out works will then commence
- Second Tower – foundation and base are completed, the Tower is on track to be completed during 2009

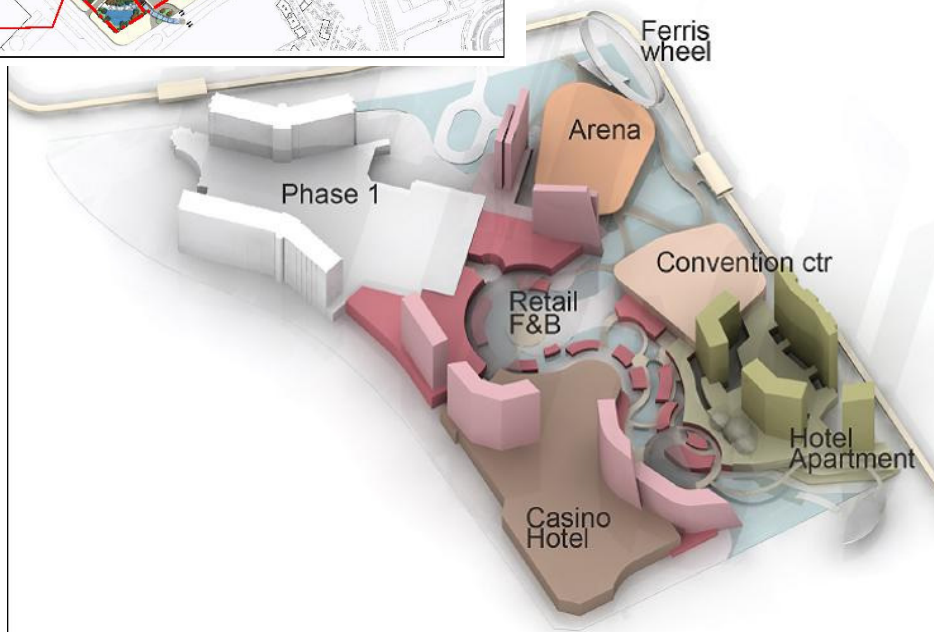
Galaxy Cotai Mega Resort Tower One



Dated Dec 01, 2007



Areas 2, 3 & 4 - an additional 10.4 m sq. ft. GFA



- 380,000 sq. ft. of additional gaming space
- 9 additional deluxe hotels/hotel-apartments with 6,000 guest rooms & suites and villas
- 1.4 million sq.ft. shopping mall/F&B with more than 50 restaurants/F&B outlets
- 750,000 sq. ft. convention and exhibition space
- Performance theatre and entertainment facilities

Conclusion



Summary



- StarWorld performing exceptionally well, delivering 37% annualized ROI
 - Record revenues for October 2007
- Galaxy Cotai Mega Resort
 - On track to complete end 2008
 - Fully funded
 - International hotel operator to be announced later this month
- Landbank
 - Master plan for an additional 10.4mm sq ft approved by the Macau government
- USD\$1 billion Permira transaction concluded
 - Balance sheet significantly strengthened
 - Underwrites the future development of phases 2, 3 & 4

The End