



銀河娛樂集團有限公司
Galaxy Entertainment Group Limited



Annual Results for the year ended December 31, 2010

March 30, 2011

Executive Summary

GEG

- Record full year Group EBITDA of \$2.23 billion, up 92% year-on-year
- All-time record Group EBITDA of \$625 million in Q4, up 76% year-on-year
- NINTH consecutive quarter of Group EBITDA growth

StarWorld

- Record full year EBITDA of \$2.04 billion, up 107% year-on-year
- All-time record EBITDA of \$585 million in Q4, up 69% year-on-year
- TENTH consecutive quarter of EBITDA growth
- Delivered record ROI* of 61% in 2010, one of the highest of any major casino

*Note: * ROI calculated based on the total EBITDA for the latest twelve months divided by the total investment, including land cost*

Executive Summary

Galaxy Macau™

- Galaxy Macau™ scheduled to open on May 15th 2011
- Full Resort comprises
 - 2,200 rooms, suites and floating villas
 - Capacity more than 600 tables and 1,500 slot machines
 - More than 50 food and beverage outlets
- May 15th will open with the accelerated rollout program of :
 - 1,400 rooms and suites across all three hotels – Banyan Tree Macau, Hotel Okura Macau and Galaxy Hotel
 - 450 tables, 1,100 slot machines
 - More than 50 food and beverage outlets
 - Grand Resort Deck with the world's largest skytop wave pool
- Unveil new \$600 million entertainment offering to open at end of September 2011, primarily consisting of:
 - Macau's only modern Cineplex, a 9-screen, 3D-compatible, multifunction cinema theatre with a total capacity of 1,000 seats
 - A 1,000 square metre multipurpose event plaza

Executive Summary

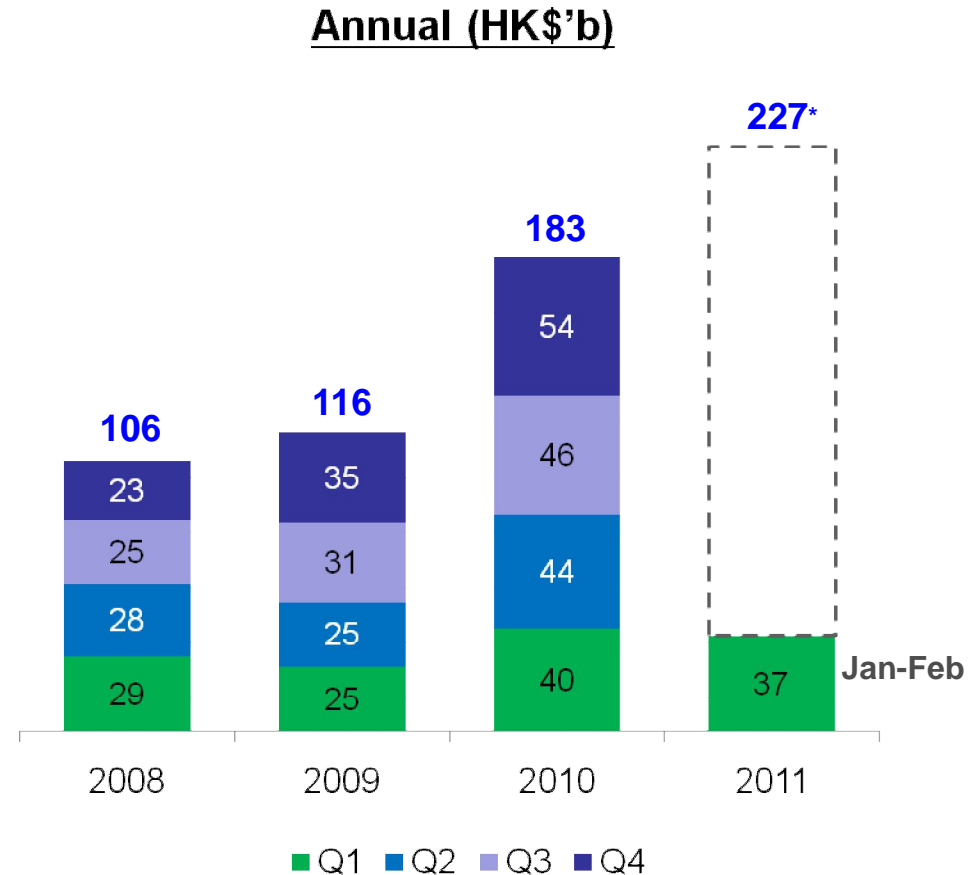
Balance Sheet / Financing Highlights

- Very liquid with total cash on hand of \$4.4 billion as of December 31, 2010
- Closed upsized \$9.0 billion Club Loan in June 2010 with a consortium of Asia's leading banks
- Successfully closed landmark RMB1.38 billion oversubscribed and upsized bond offering in December 2010
- Completed call of 2010 & 2012 bonds in January and May respectively
- Post year end 2010, all of the HK\$1.3 billion convertible notes were converted into 173 million common shares
- Strengthened Balance Sheet by reducing cost of debt and lengthening debt maturity profile from 2 years at December 2009 to 4 years at February 2011

Macau Market Update

Macao Gaming Revenue

- HK\$183 billion gaming revenue for the year 2010, a 58% growth to 2009
 - VIP Gaming increased 70% yoy
 - Mass gaming increased 33% yoy
 - Slots increased 33% yoy
- Institutions growth forecasts range from 14% to 33% with an average of 24% for the year 2011



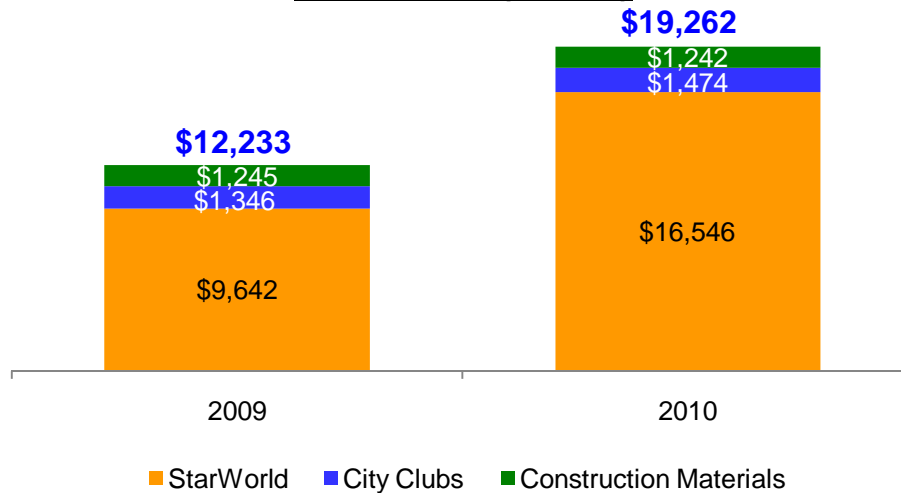


銀娛 GEG

Galaxy Entertainment Group

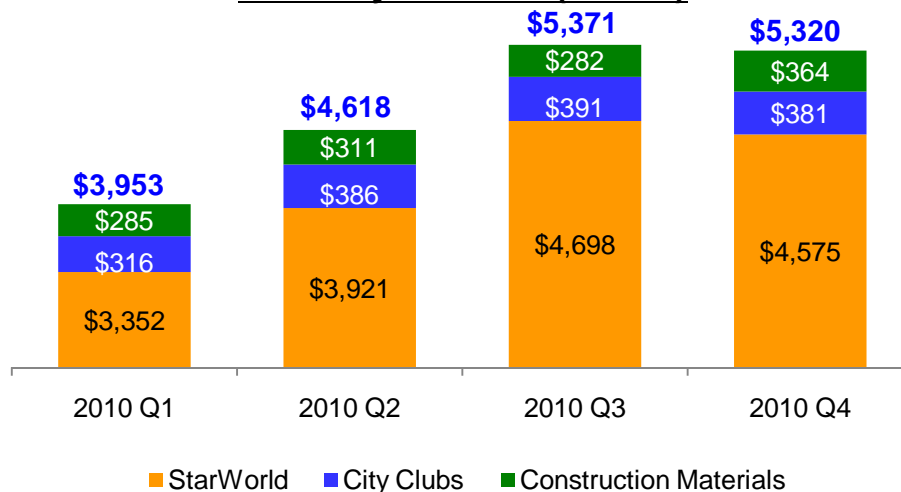
GEG Revenue Summary FY2010

FY Revenue (HK\$m)



	% Change Q4 yoy	% Change FY2010
GEG Total	+32%	+57%
StarWorld	+34%	+72%
City Clubs	+28%	+10%
Construction Materials	+11%	0

Quarterly Revenue (HK\$m)



- Revenue in Quarter 4 grew 32% yoy driven by StarWorld
- Full year revenue grew 57% yoy, led by StarWorld's 72% which grew faster than the Macau market

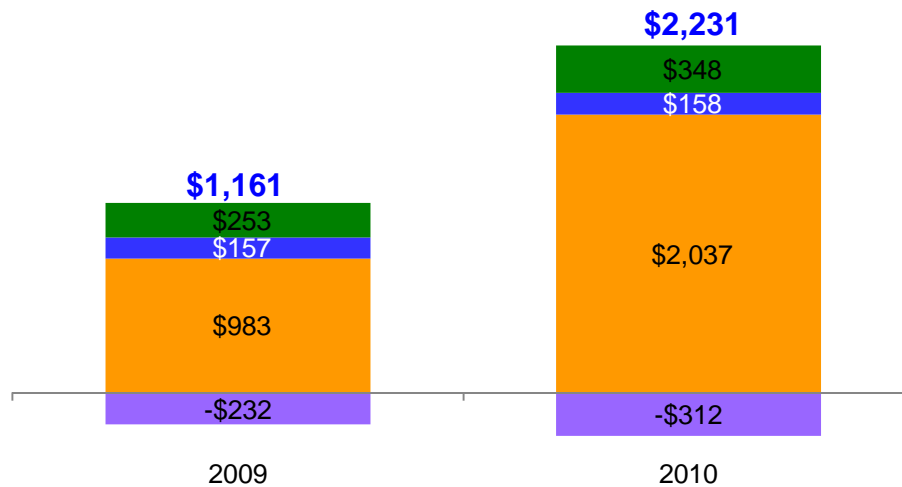
GEG EBITDA Summary FY2010

All-time record Group EBITDA of \$625 million in Q4, up 76% yoy

- GEG reports NINTH consecutive quarter EBITDA growth at 2010 Q4
- StarWorld TENTH consecutive quarter of EBITDA growth at 2010 Q4

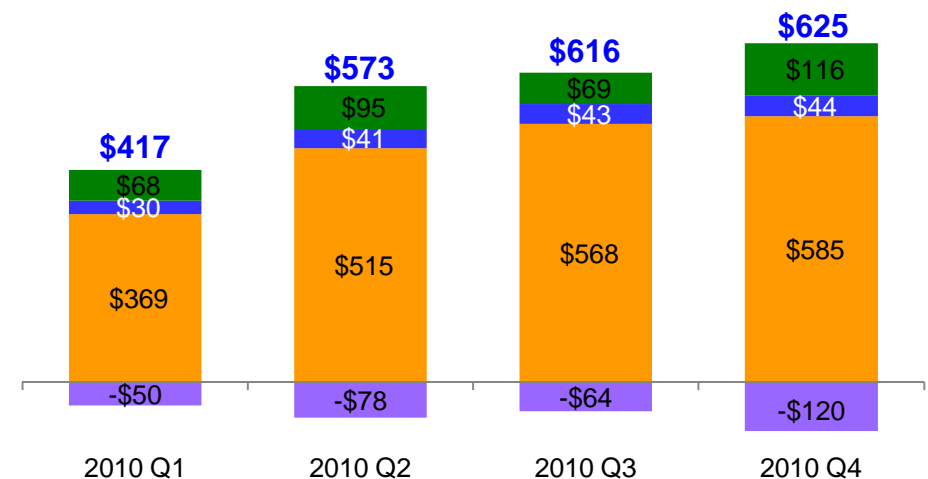
	% Change Q4 yoy	% Change FY2010
GEG Total	+76%	+92%
StarWorld	+69%	+107%
City Clubs	+36%	0
Construction Materials	+48%	+38%

FY EBITDA (HK\$'m)



■ StarWorld ■ City Clubs ■ Construction Materials ■ Net Corporate Costs

Quarterly EBITDA (HK\$'m)



■ StarWorld ■ City Clubs ■ Construction Materials ■ Net Corporate Costs

Overview of Fiscal 2010 Results

2010 Pro Forma NPAS more than tripled in 2010 from \$0.4 billion to \$1.3 billion

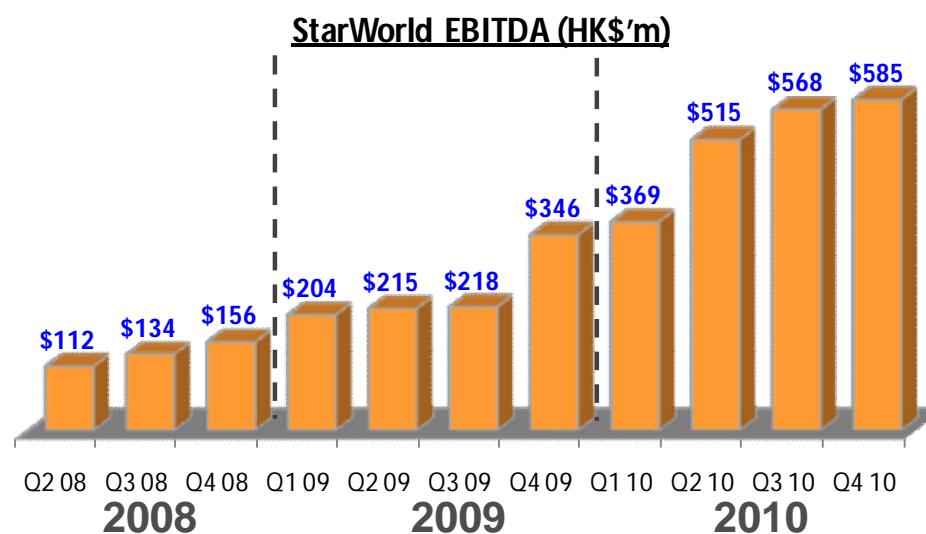
<i>(in HK\$m)</i>	<i>FY2009 Actual</i>	<i>FY2010 Actual</i>	<i>09/10 var</i>
Total Revenue (Statutory Basis)	12,233	19,262	57%
EBITDA	1,161	2,231	92%
Change in fair value of derivative under CB	(96)	(286)	-198%
Gain on bond buyback and loss on redemption of 2012 notes	815	(133)	-116%
Net Profit After Taxation	1,158	915	-21%
Net Profit Attributable to Shareholders (NPAS)	1,149	898	-22%
Add back change in fair value of derivative under CB	96	286	
Exclude gain on bond buyback and loss on redemption of 2012 notes	(815)	133	
Pro Forma Net Profit Attributable to Shareholders	430	1,317	206%

星際 ✨ 酒店
StarWorld · Macau

StarWorld finished 2010 with record quarterly EBITDA of \$585 million and 10th consecutive quarter of EBITDA growth

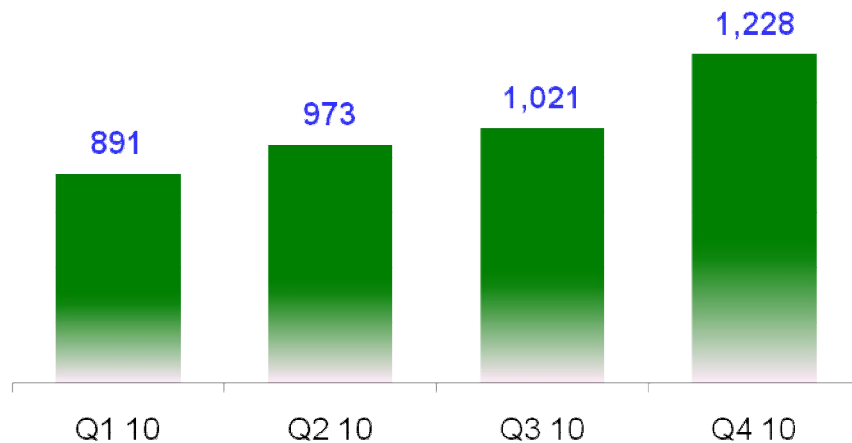
- All-time record EBITDA of \$2.04 billion in 2010, an increase of 107% year-on-year
- Healthy year-on-year growth as Q4 EBITDA grew 69% to HK\$585 million
- Q4 Revenue up 34% over prior year to HK\$4.6 billion
- Annualized ROI continues to improve with 61%*

Revenue	% Change Q4 yoy	% Change Q4 to Q3 QoQ
StarWorld Total	+34%	-3%
VIP Gaming	+35%	-3%
Mass Gaming	+18%	+3%
Slots	+46%	+32%



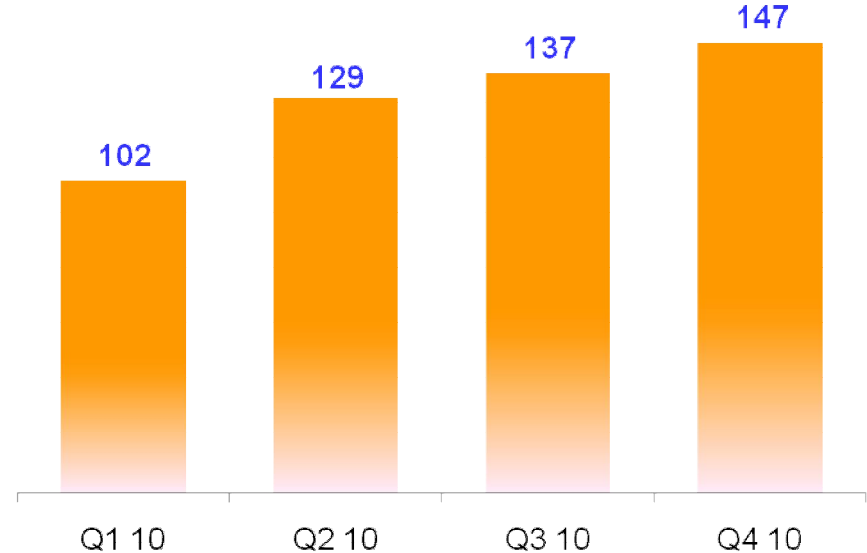
Note: * ROI calculated based on the total EBITDA for the latest twelve months divided by the total investment, including land cost

Macau VIP Gaming Rolling (HK\$'b)



- Macau's VIP rolling turnover
 - 4Q10 up 54% yoy
 - FY10 up 62% yoy

StarWorld VIP Gaming Rolling (HK\$'b)

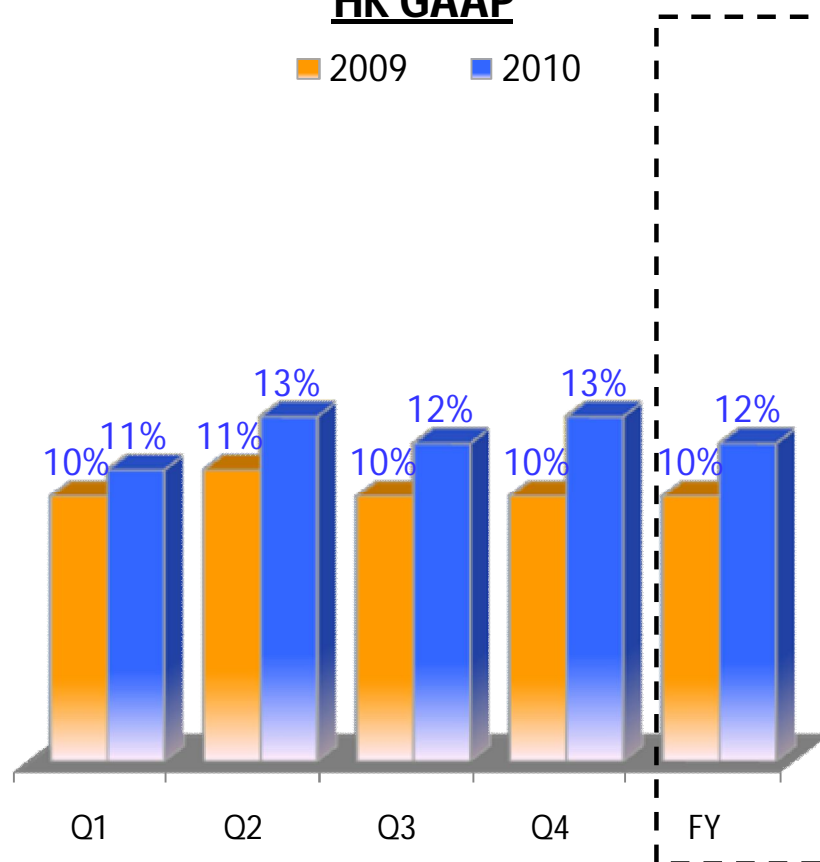


- StarWorld VIP rolling turnover
 - 4Q10 up 50% yoy
 - FY10 up 79% yoy

Q4 2010 EBITDA margin of 23% reflects StarWorld's efficiency especially given VIP focus

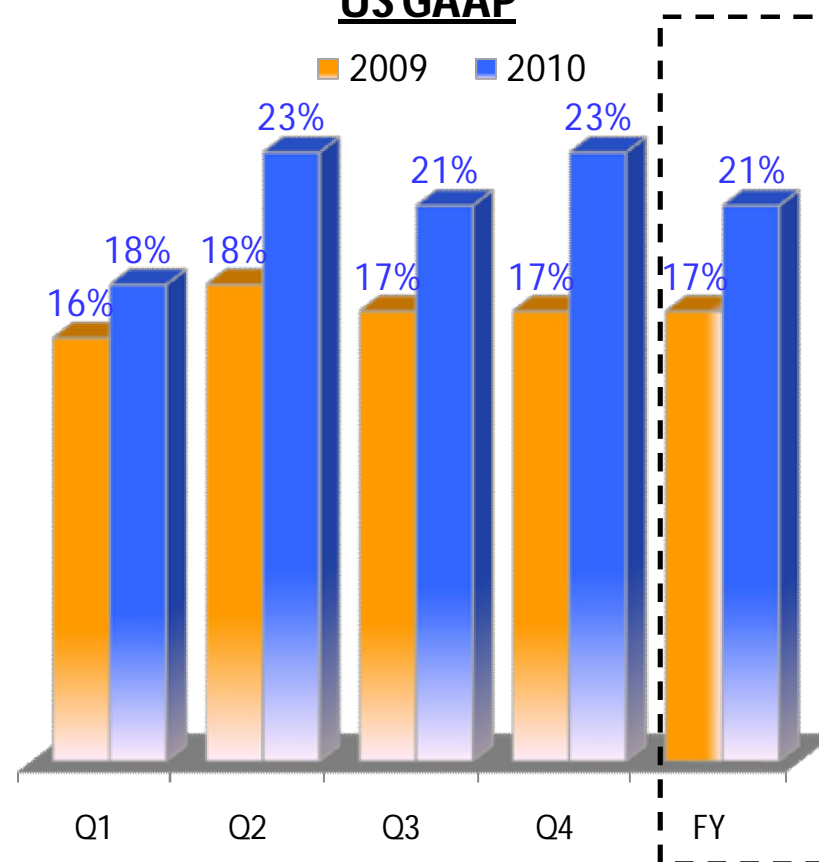
HK GAAP

2009 2010



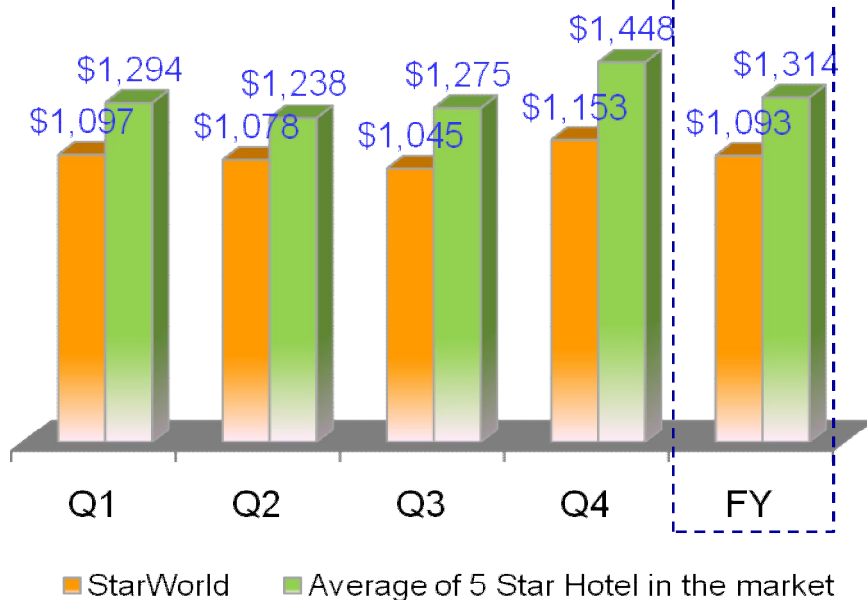
US GAAP

2009 2010

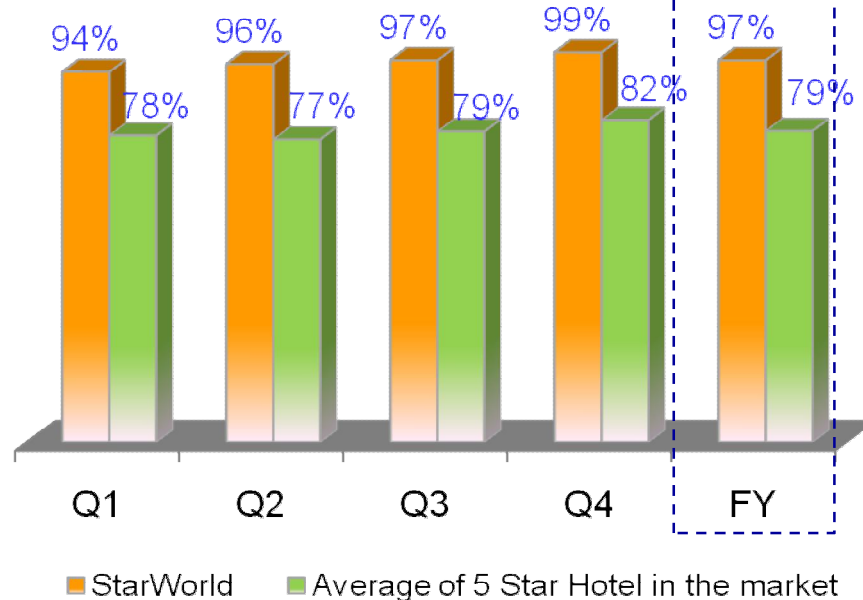


- 2010 occupancy 97%, out pacing all other 5-star hotels
- Q4, 2010 occupancy a record 99%

ADR (HK\$)



Occupancy Rate



Note:

- StarWorld's ADR includes 10% service charge but excludes 5% tax
- Market average of ADR refers to the statistics by Macau Hotel Association on 5-Star hotels [HK\$1 = MOP\$1.03]
- StarWorld's occupancy is on available room nights base
- Market average of occupancy refers to statistics by DSEC (5-star hotel)



HOTEL AWARDS 2010

Award Name	Organization
Five-Star Diamond Award (2007 - 2010)	The American Academy of Hospitality Sciences
Top Ten Charming Hotels in China (2010)	Continental Diamond Awards of World Hotel Association (China)
Best Gaming Hotel China (2010)	Golden Horse Award of China Hotel
Top Ten Glamorous Hotels of China (2010)	China Hotel Starlight Awards
Best Business Hotel in Macao (2010)	The 7 th Golden Pillow Award of China Hotels
High-Flyers Award (2010) – Leading Hotel & Casino	Hong Kong Business Magazine



FOOD AND BEVERAGE AWARDS 2010

Award Name	Organization
One Star Restaurant (Macau) – Jade Garden (2010, 2011)	Michelin Guide Hong Kong and Macau
Listed in Michelin Guide – Inagiku (2011)	Michelin Guide Hong Kong and Macau
Listed in Michelin Guide – Laurel (2011)	Michelin Guide Hong Kong and Macau
Gold Medal of International Famous Chef Invitation Tournament for Chinese Cuisine (2010)	World Association of Chinese Cuisine
Listed in Macau's Best Restaurants – Jade Garden, Laurel, Temptations and Inagiku (2010)	Macau Tatler
Top Bars and Hotspots – Macau's Best Restaurants – Whisky Bar (2010)	Macau Tatler



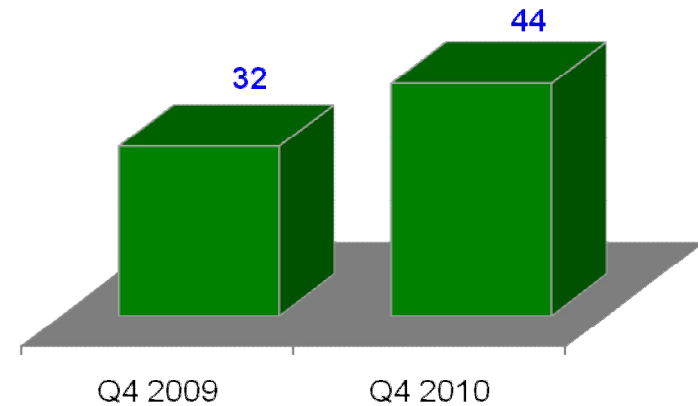
City Clubs

City Clubs

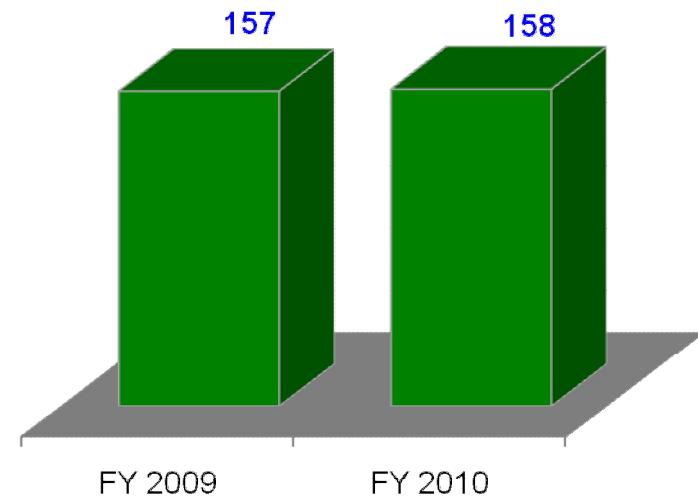
- City Clubs continue to make consistent & valuable contribution
- Focused management to ensure continuing profitability



Q4 EBITDA (HK\$'m)



Full Year EBITDA (HK\$'m)





銀娛 GEG



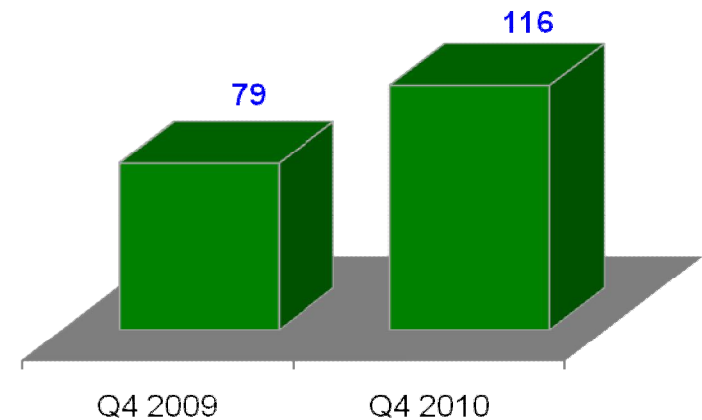
CONSTRUCTION MATERIALS

Construction Materials

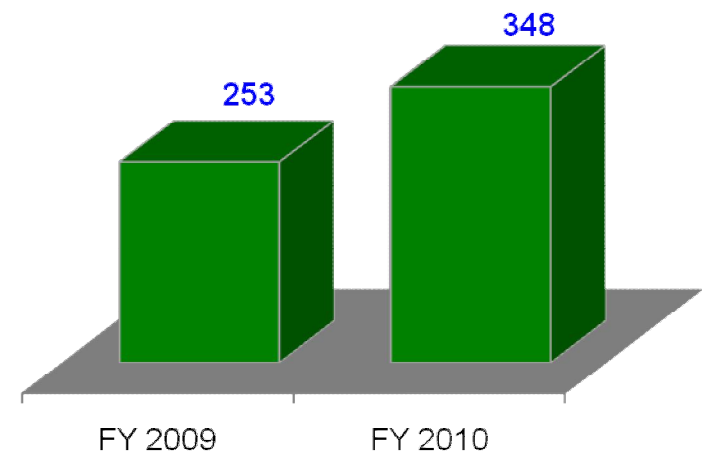
- Solid performer with improving market conditions
- Successfully executing slag expansion strategy and shifting business mix towards higher margin products primarily through Joint Ventures in Mainland China
- Well positioned for future growth



Q4 EBITDA (HK\$'m)



Full Year EBITDA (HK\$'m)





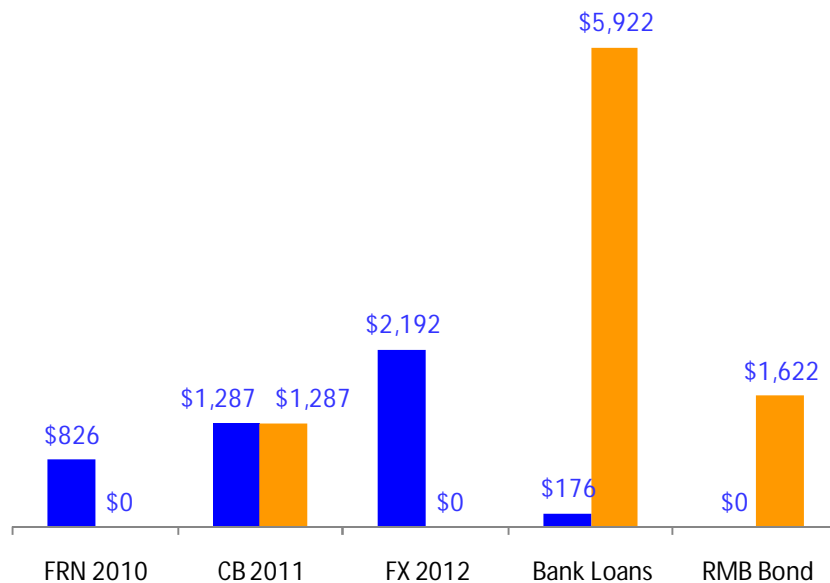
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Liquidity and Financing Update

Long-term Debt & Cash on Hand

GEG Debt Profile (HK\$m)

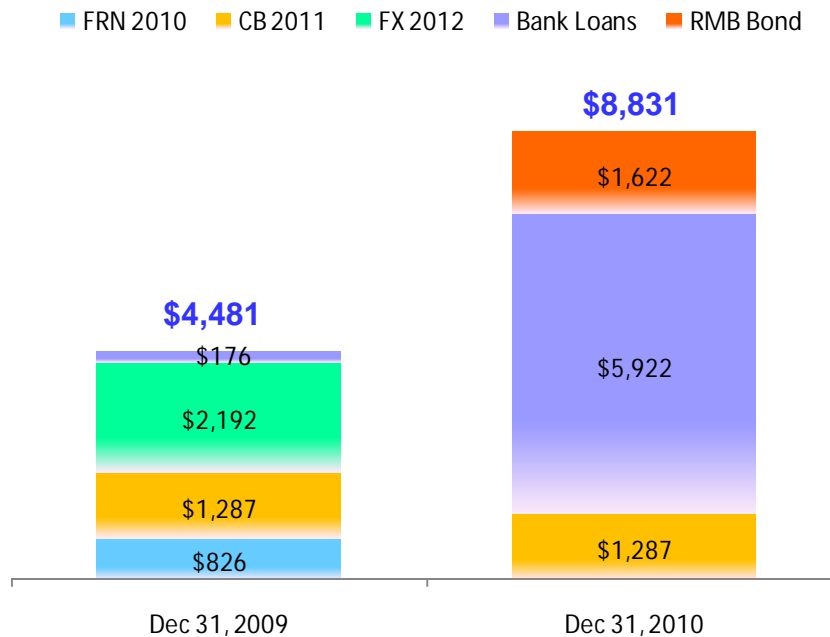
■ Dec 31, 2009 ■ Dec 31, 2010



- Very liquid with total cash on hand of HK\$4.4 billion at December 31, 2010
- Redeemed the outstanding 2010 & 2012 bonds in January and May respectively
- Closed HK\$9 billion Club Loan to finance Galaxy Macau™ in June
- Successfully issued RMB1.38 billion bonds and listed on HKEx in December
- Post-result activity, as at March 24, 2011, all \$1.3 billion of convertible notes were converted into 173 million common shares at HK\$7.44/share

Strengthened Balance Sheet

GEG Total Debt (HK\$'m)



- Significantly lengthened debt maturity profile
 - Dec 2009: 2 years
 - Feb 2011: 4 years
- One of the lowest Cost of Debt in the industry



“World Class, Asian Heart”
「傲視世界，情繫亞洲」

Galaxy Macau™ Update

Grand Opening on May 15, 2011

- Offering a total of 2,200 world class hotel rooms including approximately 1,400 rooms at opening across all 3 hotels including Banyan Tree Macau, Hotel Okura Macau, Galaxy Hotel
- Capacity for more than 600 tables and 1,500 electronic gaming machines with approximately 450 tables and 1,100 slots at opening
- More than 50 F&B outlets
- Grand Resort Deck including the world's largest skytop wave pool



Unveil new \$600 million entertainment offering

- Consists of approximately 15k square metres gross area located adjacent to Day Tripper bus entrance
- Entertainment centric venue to enhance our customer experience including:
 - Macau's only modern Cineplex, a 9-screen, 3D-compatible, multifunction cinema theatre with a total capacity of 1,000 seats
 - A 1,000 square metre multipurpose event plaza
- Target opening end of September 2011

Galaxy Macau™ Update

Entertainment offering - Site Location



ENTERTAINMENT AREA

Entertainment offering – Exterior View



Entertainment offering – Porte Cochere



Entertainment offering – Market Place



Entertainment offering – Foyer



Entertainment offering – Cinema



Summary

Operations

- GEG + StarWorld report all time record results
- GEG reports **NINE** consecutive quarters of EBITDA growth
- StarWorld reports **TEN** consecutive quarters of EBITDA growth
- StarWorld delivered a record breaking ROI of 61% in 2010

Financing

- Very liquid with \$4.4 billion of cash at December 31, 2010
- Successfully issued landmark RMB1.38 billion bonds and listed on HKEx
- Extended debt maturity profile from 2 to 4 years
- One of the industry's lowest cost of debt

Development

- Galaxy Macau™ on schedule and on budget to open on May 15, 2011
- Expanding Galaxy Macau™ with new entertainment offering in September 2011
- Well positioned for future growth

Positioned for Growth



- **Galaxy commenced with a vision**
- **“To be Asia’s Leading Gaming & Entertainment Corporation”**
- **We are delivering upon and realizing that vision**

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