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**MGM CHINA HOLDINGS LIMITED**  
**美高梅中國控股有限公司**

**MGM CHINA HOLDINGS LIMITED**

**美高梅中國控股有限公司**

*(incorporated in the Cayman Islands with limited liability)*

(Stock Code: 2282 and Debt Stock Codes: 6026, 6028, 40258, 40634)

## **INSIDE INFORMATION**

### **UNAUDITED RESULTS FOR THE FOURTH QUARTER AND YEAR ENDED DECEMBER 31, 2022 OF MGM RESORTS INTERNATIONAL, OUR CONTROLLING SHAREHOLDER**

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

Our controlling shareholder, MGM Resorts International, has, on or about February 8, 2023 (4:30 p.m., New York time), released its unaudited results for the fourth quarter and year ended December 31, 2022 which contain financial information about MGM China Holdings Limited prepared and presented herein under Generally Accepted Accounting Principles of the United States.

This is an announcement made by MGM China Holdings Limited (“MGM China”) pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571) and Rules 13.09 and 37.47B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“HKSE”).

MGM China’s controlling shareholder, MGM Resorts International, is a company listed on the New York Stock Exchange in the United States. As at the date of this announcement, MGM Resorts International beneficially owns approximately 56% of the issued share capital of MGM China.

MGM Resorts International has, on or about February 8, 2023 (4:30 p.m., New York time), released its unaudited results for the fourth quarter and year ended December 31, 2022 (the “Earnings Release”). If you wish to review the Earnings Release prepared by MGM Resorts International and as filed with the United States Securities and Exchange Commission, please visit <http://www.sec.gov/cgi-bin/browse-edgar?action=getcompany&CIK=0000789570&owner=exclude&count=40&hidefilings=0>. The Earnings Release contains financial information about MGM China and its subsidiaries (“we”, “our” or “Group”) which is available in the public domain.

The unaudited consolidated financial results of MGM Resorts International, including those contained in the Earnings Release, have been prepared in accordance with the Generally Accepted Accounting Principles of the United States (“US GAAP”), which are different from International Financial Reporting Standards (“IFRS”), which, as a company listed on the Main Board of HKSE, we use to prepare and present our financial information.

The unaudited consolidated financial results of MGM Resorts International for the fourth quarter and year ended December 31, 2022 included in the Earnings Release include the effect of its consolidation of MGM China, including purchase price adjustments and certain other adjustments to reflect the financial information of the Group in accordance with US GAAP. As such, our financial information in the Earnings Release is not directly comparable to our audited consolidated financial results to be disclosed by MGM China prepared in accordance with IFRS.

**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 MGM China and there is no indication or assurance from MGM China that our financial results will be the same as that presented in the Earnings Release.**

The following table summarizes the Group's financial information under IFRS for the fourth quarter and year ended December 31, 2022.

	<b>Three Months Ended</b>		<b>Twelve Months Ended</b>	
	<b>December 31</b>		<b>December 31</b>	
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>	<b>HK\$'000</b>	<b>HK\$'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Revenue:</b>				
MGM Macau	<b>841,102</b>	1,306,894	<b>3,066,371</b>	5,180,280
MGM Cotai	<b>525,027</b>	1,145,125	<b>2,202,198</b>	4,230,534
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Total Revenue</b>	<b><u>1,366,129</u></b>	<b><u>2,452,019</u></b>	<b><u>5,268,569</u></b>	<b><u>9,410,814</u></b>
<b>Adjusted EBITDA<sup>(1)</sup>:</b>				
MGM Macau	<b>(92,720)</b>	(107,241)	<b>(274,238)</b>	360,899
MGM Cotai	<b>(309,402)</b>	(6,448)	<b>(1,000,117)</b>	(173,723)
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Total Adjusted EBITDA</b>	<b><u>(402,122)</u></b>	<b><u>(113,689)</u></b>	<b><u>(1,274,355)</u></b>	<b><u>187,176</u></b>

<sup>(1)</sup> Adjusted EBITDA is profit/loss before finance costs, income tax expense, depreciation and amortization, gain/loss on disposal/write-off of property and equipment and other assets, interest income, net foreign currency difference, share-based payments, pre-opening costs and corporate expenses which mainly include administrative expenses of the corporate office and license fee paid to a related company. Adjusted EBITDA is used by management as the primary measure of the Group's operating performance and to compare our operating performance with that of our competitors. Adjusted EBITDA should not be considered in isolation, construed as an alternative to profit or operating profit as reported under IFRS or other combined operations or cash flow data, or interpreted as an alternative to cash flow as a measure of liquidity. Adjusted EBITDA presented in this announcement may not be comparable to other similarly titled measures of other companies operating in the gaming or other business sectors.

**Our shareholders and potential investors are advised to read the financial information presented herein in conjunction with the annual results announcement to be published by MGM China for the year ended December 31, 2022 and are advised that the financial information of MGM China under IFRS presented herein relating to MGM China has not been audited or reviewed by MGM China's auditor.**

## Summary Statistics

The following tables present certain selected income statement line items and certain other data of MGM Macau and MGM Cotai.

<b>MGM Macau</b>	<b>Three Months Ended</b>		<b>Twelve Months Ended</b>	
	<b>December 31</b>		<b>December 31</b>	
(in thousands, except for number of gaming units, percentage and revenue per available room (“REVPAR”))	<b>2022</b>	2021	<b>2022</b>	2021
	<b>HK\$’000</b>	HK\$’000	<b>HK\$’000</b>	HK\$’000
	<b>(Unaudited)</b>	(Unaudited)	<b>(Unaudited)</b>	(Unaudited)
Main floor table games drop	<b>3,242,938</b>	5,311,899	<b>12,391,712</b>	20,299,155
Main floor gross table games win <sup>(1)</sup>	<b>783,750</b>	1,122,648	<b>2,722,172</b>	4,125,052
Main floor table games win percentage	<b>24.2%</b>	21.1%	<b>22.0%</b>	20.3%
Average daily gross win per main floor gaming table	<b>36.5</b>	55.6	<b>33.5</b>	52.2
VIP table games turnover	<b>2,284,954</b>	8,071,244	<b>9,312,367</b>	41,078,818
VIP gross table games win <sup>(1)</sup>	<b>28,277</b>	193,129	<b>190,707</b>	1,198,775
VIP table games win percentage (calculated before commissions, complimentaries and other incentives)	<b>1.2%</b>	2.4%	<b>2.0%</b>	2.9%
Average daily gross win per VIP gaming table	<b>5.8</b>	30.3	<b>13.6</b>	48.3
Slot machine handle	<b>1,635,259</b>	2,911,823	<b>7,884,837</b>	13,276,317
Slot machine gross win <sup>(1)</sup>	<b>81,069</b>	107,323	<b>351,914</b>	504,795
Slot hold percentage	<b>5.0%</b>	3.7%	<b>4.5%</b>	3.8%
Average daily win per slot	<b>1.0</b>	1.5	<b>1.1</b>	1.9
Commissions, complimentaries and other incentives <sup>(1)</sup>	<b>(170,142)</b>	(273,537)	<b>(627,077)</b>	(1,220,123)
Room occupancy rate	<b>63.0%</b>	80.9%	<b>54.2%</b>	79.8%
REVPAR	<b>973</b>	1,317	<b>824</b>	1,155

**As At December 31**  
**2022**                      2021  
**(Unaudited)**              (Unaudited)

Gaming Units:				
Tables <sup>(2)</sup>			<b>294</b>	289
Slot machines <sup>(3)</sup>			<b>926</b>	845

<b>MGM Cotai</b>	<b>Three Months Ended</b>		<b>Twelve Months Ended</b>	
	<b>December 31</b>		<b>December 31</b>	
(in thousands, except for number of gaming units, percentage and REVPAR)	<b>2022</b>	2021	<b>2022</b>	2021
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	<b>(Unaudited)</b>	(Unaudited)	<b>(Unaudited)</b>	(Unaudited)
Main floor table games drop	<b>1,744,311</b>	3,759,641	<b>7,249,594</b>	14,747,578
Main floor gross table games win <sup>(1)</sup>	<b>403,388</b>	916,611	<b>1,750,254</b>	3,381,925
Main floor table games win percentage	<b>23.1%</b>	24.4%	<b>24.1%</b>	22.9%
Average daily gross win per main floor gaming table	<b>21.2</b>	46.3	<b>23.9</b>	43.5
VIP table games turnover	<b>5,377,822</b>	5,460,995	<b>13,802,412</b>	24,981,565
VIP gross table games win <sup>(1)</sup>	<b>121,371</b>	201,575	<b>390,066</b>	913,578
VIP table games win percentage (calculated before commissions, complimentary and other incentives)	<b>2.3%</b>	3.7%	<b>2.8%</b>	3.7%
Average daily gross win per VIP gaming table	<b>35.3</b>	49.0	<b>38.8</b>	50.9
Slot machine handle	<b>1,089,584</b>	2,946,872	<b>5,758,673</b>	12,015,749
Slot machine gross win <sup>(1)</sup>	<b>47,408</b>	120,752	<b>173,238</b>	406,803
Slot hold percentage	<b>4.4%</b>	4.1%	<b>3.0%</b>	3.4%
Average daily win per slot	<b>0.6</b>	1.5	<b>0.6</b>	1.4
Commissions, complimentary and other incentives <sup>(1)</sup>	<b>(160,720)</b>	(261,667)	<b>(512,279)</b>	(1,087,751)
Room occupancy rate	<b>29.9%</b>	43.6%	<b>25.2%</b>	47.2%
REVPAR	<b>408</b>	609	<b>355</b>	569

**As At December 31**  
**2022**                      2021  
**(Unaudited)**              (Unaudited)

Gaming Units:		
Tables <sup>(2)</sup>	<b>258</b>	263
Slot machines <sup>(3)</sup>	<b>934</b>	839

*Note:* Due to COVID-related travel restrictions and tightened safeguard measures, MGM MACAU and MGM COTAI operated at a reduced capacity during 2021 and 2022, with operations temporarily closed at certain times, including the casino closures in both properties in July 2022 for a 12-day period as well as the closure of MGM COTAI from October 30, 2022 with operation gradually resumed beginning November 3, 2022. Electronic applications of individual and group travel visas to Macau for mainland China residents resumed on November 1, 2022 and from December 2022, travel restrictions were substantially eased, with mandatory isolated quarantine for all inbound visitors and nucleic acid test requirement for visitors from mainland China, Hong Kong and Taiwan no longer required. Following the easing of travel restrictions to Macau, the total visitor arrivals have significantly increased and Macau gross gaming revenue increased 232.6% to HK\$11.2 billion in January 2023, as compared to December 2022.

- (1) The total of “main floor gross table games win”, “VIP gross table games win” and “slot machine gross win” is different to the casino revenue because casino revenue is reported net of commissions and certain sales incentives including the allocation of casino revenue to hotel rooms, food and beverage and other revenue for services provided to casino customers on a complimentary basis.
- (2) Permanent table count as at December 31, 2022 and 2021.
- (3) Gaming machines operated by a single player and electronic multiple-player gaming machines.

With a view to ensuring that all shareholders and potential investors of MGM China have equal and timely access to the information pertaining to the Group, set forth below are the key highlights of financial information relevant to the Group published by MGM Resorts International in the Earnings Release. (Unless otherwise provided, all dollar amounts in the Earnings Release are denominated in United States dollars):

Extracts from the Earnings Release:

***“Fourth Quarter 2022 Financial Highlights:***

**MGM China**

- *Net revenues of \$175 million in the current quarter compared to \$315 million in the prior year quarter, a decrease of 44%. The current quarter was negatively affected by a three-day COVID-19 related property closure at MGM Cotai and was more significantly impacted by travel and entry restrictions in Macau compared to the prior year quarter; and*
- *Adjusted Property EBITDAR loss of \$55 million compared to Adjusted Property EBITDAR of \$5 million in the prior year quarter.*

**Full Year 2022 Financial Highlights:**

**MGM China**

- Net revenues of \$674 million in the current year compared to \$1.2 billion in the prior year, a decrease of 44%; and
- MGM China Adjusted Property EBITDAR loss of \$203 million in the current year compared to Adjusted Property EBITDAR of \$25 million in the prior year.

**MGM China**

The following table shows key gaming statistics for MGM China:

	<b>Three Months Ended</b>		
	<b>December 31</b>		
	<b>2022</b>	<b>2021</b>	<b>% change</b>
	<i>(Dollars in millions)</i>		
Casino revenue	<b>145</b>	273	(47)%
VIP table games turnover	<b>980</b>	1,736	(44)%
VIP table games win	<b>19</b>	51	(62)%
VIP table games win %	<b>2.0%</b>	2.9%	
Main floor table games drop	<b>638</b>	1,165	(45)%
Main floor table games win	<b>152</b>	262	(42)%
Main floor table games win %	<b>23.8%</b>	22.5%	

License fee expense was \$3 million in the current quarter and \$6 million in the prior year quarter.

**MGM Resorts International and Subsidiaries**  
**Supplemental Data – Net Revenues and Adjusted Property EBITDAR**  
*(In thousands)*  
*(Unaudited)*

	<b>Three Months Ended</b>		<b>Twelve Months Ended</b>	
	<b>December 31,</b>	<b>December 31,</b>	<b>December 31,</b>	<b>December 31,</b>
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
MGM China net revenues	<b>174,720</b>	314,717	<b>673,593</b>	1,210,761
MGM China Adjusted Property EBITDAR	<b>(54,979)</b>	5,015	<b>(203,136)</b>	25,367

*“Adjusted Property EBITDAR” is the Company’s reportable segment GAAP measure, which management utilizes as the primary profit measure for its reportable segments and underlying operating segments. Adjusted Property EBITDAR is a measure defined as earnings before interest and other non-operating income (expense), taxes, depreciation and amortization, preopening and start-up expenses, property transactions, net, gain on REIT transactions, net, rent expense related to triple-net operating leases and ground leases, income from unconsolidated affiliates related to investments in real estate ventures, and also excludes gain on consolidation of CityCenter, net, gain related to CityCenter’s sale of Harmon land recorded within income from unconsolidated affiliates, corporate expense and stock compensation expense, which are not allocated to each operating segment, and rent expense related to the master lease with MGM Growth Properties, LLC (“MGP”) that eliminated in consolidation.”*

**Our shareholders and potential investors are advised not to place undue reliance on the Earnings Release and are reminded that certain financial information of the Group presented herein has not been audited or reviewed by our auditor. Our shareholders and potential investors are advised to read this announcement in conjunction with the annual results announcement to be published by MGM China for the year ended December 31, 2022 and to exercise caution in dealing in securities in MGM China.**

By Order of the Board  
**MGM China Holdings Limited**  
**Antonio MENANO**  
*Company Secretary*

Hong Kong, February 9, 2023

*As at the date of this announcement, our directors are William Joseph HORNBUCKLE, Pansy Catilina Chiu King HO, Chen Yau WONG and John M. MCMANUS as executive directors, Kenneth Xiaofeng FENG, Daniel J. TAYLOR, Ayesha Khanna MOLINO and Jonathan S. HALKYARD as non-executive directors and Sze Wan Patricia LAM, Russell Francis BANHAM, Simon MENG and Chee Ming LIU as independent non-executive directors.*