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Melco International Development Limited

(Incorporated in Hong Kong with limited liability)

Website : www.melco-group.com

(Stock Code : 200)

INSIDE INFORMATION

This announcement is made by Melco International Development Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

ASSET IMPAIRMENT OF THE GROUP

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on a preliminary review of the Group’s unaudited consolidated management accounts for the year ended 31 December 2024, prepared in accordance with Hong Kong Financial Reporting Standards (“**HKFRS**”) and other information currently available to the Board, it is expected that the Group will record impairment on certain assets from approximately HK\$838 million to HK\$1,024 million in relation to Studio City, a cinematically-themed integrated resort in Cotai, Macau, which will increase the net loss for the year ended 31 December 2024 by approximately HK\$774 million to HK\$956 million. The Group expects to record net loss between approximately HK\$1,592 million and HK\$1,775 million for the year ended 31 December 2024, as compared to the net loss of HK\$3,494 million for 2023. The aforementioned expected impairment is a non-cash item and will not impact the Group’s cash flow, operations, or liquidity.

Impairment testing is conducted on a periodic basis in accordance with HKFRS. The estimated impairment results primarily from the long-term discounted cash flow valuation method required under HKFRS given the longer than expected ramp up of operations following the opening of Studio City Phase 2. No such impairment is required under United States Generally Accepted Accounting Principles as impairment testing is conducted based on long-term undiscounted cash flows and therefore, no impairment was recorded in the financial statements of our listed subsidiary Melco Resorts & Entertainment Limited as disclosed in the Company’s announcement dated 27 February 2025 in relation to the unaudited financial results for the fourth quarter and full year ended 31 December 2024 of Melco Resorts & Entertainment Limited.

ANNUAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2024

It should be noted that the audited consolidated financial statements of the Group for the year ended 31 December 2024 are still under preparation. The information contained in this announcement is based on the Board's preliminary assessment with reference to the Group's unaudited consolidated management accounts for the year ended 31 December 2024 and other information currently available, which may be subject to change after further review. The final amount of the impairment will be included in the annual results announcement of the Company for the year ended 31 December 2024 to be published in due course.

Shareholders and potential investors are advised to exercise caution in dealing in the shares of the Company.

By Order of the Board of
Melco International Development Limited
Leung Hoi Wai, Vincent
Company Secretary

Hong Kong, 14 March 2025

As at the date of this announcement, the board of directors of the Company comprises three Executive Directors, namely Mr. Ho, Lawrence Yau Lung (Chairman and Chief Executive Officer), Mr. Evan Andrew Winkler (President and Managing Director) and Mr. Chung Yuk Man, Clarence; and three Independent Non-executive Directors, namely Mr. John William Crawford, Mr. Tsui Che Yin, Frank and Ms. Karuna Evelyne Shinsho.