澳門博彩控股有限公司
SJM HOLDINGS LIMITED
incorporated in Hong Kong with limited liability Stock Code : 880

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

The board of directors (the "**Board**") of SJM Holdings Limited (the "**Company**") hereby announces the unaudited consolidated interim results of the Company and its subsidiaries (collectively the "**Group**") for the six months ended 30 June 2026.

FINANCIAL HIGHLIGHTS

	For the six months ended 30 June		
	2026	2025	
	HK$ million	*HK$ million*	**Increase/**
	(unaudited)	(unaudited)	**(Decrease)**
Total Group net revenue	**11,590**	14,639	**(20.8%)**
Net gaming revenue	**10,560**	13,628	**(22.5%)**
Adjusted EBITDA*	**1,701**	1,646	**3.3%**
Loss attributable to owners of the Company	**(295)**	(182)	**61.7%**
Loss per share — basic	**HK(4.1) cents**	HK(2.6) cents	**57.7%**
— diluted	**HK(4.1) cents**	HK(2.6) cents	**57.7%**

* *Adjusted EBITDA is earnings or losses after adjustment for non-controlling interests and before accounting for interest income and expense, tax, depreciation and amortisation, donations, loss on disposal/write-off of property and equipment, bank charges for bank loans, gain on modification of bank loans, gain on early repurchase of unsecured notes, gain on fair value changes of financial asset at fair value through profit or loss and pre-opening expenses.*

INTERIM DIVIDEND

Pursuant to the Company's dividend policy, the Board has resolved not to declare any interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).

OPERATING HIGHLIGHTS

- Net gaming revenue earned by SJM Resorts, S.A. ("**SJM**"), a subsidiary of the Company, was HK$10,560 million in the first half of 2026, as compared with HK$13,628 million in the first half of 2025.

- Adjusted EBITDA of the Group was HK$1,701 million, as compared with HK$1,646 million in the first half of 2025.

- Loss attributable to owners of the Company was HK$295 million, as compared with a loss of HK$182 million in the first half of 2025.

- SJM had a 9.8% share of Macau's gross gaming revenue, including 12.3% of mass market table gross gaming revenue and 4.2% of VIP gross gaming revenue.

- Grand Lisboa Palace Resort Macau's gross revenue was HK$3,938 million, including gross gaming revenue of HK$3,315 million and non-gaming revenue of HK$623 million, as compared with gross gaming revenue of HK$2,936 million and non-gaming revenue of HK$690 million in the first half of 2025. Grand Lisboa Palace Resort Macau's Adjusted Property EBITDA was HK$22 million, as compared with HK$82 million in the first half of 2025.

- Grand Lisboa Macau's gross revenue was HK$4,010 million, including gross gaming revenue of HK$3,838 million and non-gaming revenue of HK$172 million, as compared with gross gaming revenue of HK$3,582 million and non-gaming revenue of HK$178 million in the first half of 2025. Grand Lisboa Macau's Adjusted Property EBITDA was HK$860 million, as compared with HK$863 million in the first half of 2025.

- Grand Lisboa Palace Resort Macau's occupancy rate decreased by 5.2% from the first half of 2025 to 92.9%. Average daily room rate increased during the period by 2.0% to HK$1,245.

- Grand Lisboa Macau hotel's occupancy rate decreased by 0.6% from the first half of 2025 to 98.0%. Average daily room rate decreased during the period by 1.6% to HK$1,376.

- The Group had HK$3,486 million of cash, bank balances, short-term bank deposits and pledged bank deposits and HK$30,217 million of debt as at 30 June 2026.

- The Group's syndicated banking facilities consist of a HK$10.9 billion term loan and a HK$11.5 billion revolving credit, of which HK$2.35 billion is available as of 30 June 2026.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

	Notes	Six months ended 30 June **2026** *HK$ million* **(unaudited)**	2025 *HK$ million* (unaudited)
Gaming, hotel, catering, retail, leasing and related services revenues		**11,589.8**	14,639.3
Gaming revenue	*4*	**10,559.9**	13,627.5
Special gaming tax and special levy		**(4,832.9)**	(5,928.1)
		5,727.0	7,699.4
Hotel, catering, retail, leasing and related services income		**1,029.9**	1,011.8
Cost of sales and services on hotel, catering, retail, leasing and related services		**(431.9)**	(376.4)
Other income, gains and losses		**216.9**	136.8
Impairment loss on trade and other receivables under expected credit loss ("**ECL**") model		**(30.0)**	—
Marketing and promotional expenses		**(508.5)**	(2,634.9)
Operating and administrative expenses		**(5,376.7)**	(5,098.8)
Finance costs		**(917.6)**	(847.1)
Share of loss of an associate		**(0.9)**	(1.9)
Share of profit of a joint venture		**3.8**	4.0
Loss before taxation	*5*	**(288.0)**	(107.1)
Taxation	*6*	**(27.4)**	(31.0)
Loss for the period		**(315.4)**	(138.1)
Other comprehensive expense:			
Item that will not be reclassified to profit or loss:			
Change in fair value of investments in equity instruments designated at fair value through other comprehensive income		**(5.8)**	(13.2)
Total comprehensive expense for the period		**(321.2)**	(151.3)
(Loss) profit for the period attributable to:			
— owners of the Company		**(294.7)**	(182.2)
— non-controlling interests		**(20.7)**	44.1
		(315.4)	(138.1)
Total comprehensive (expense) income for the period attributable to:			
— owners of the Company		**(300.5)**	(195.4)
— non-controlling interests		**(20.7)**	44.1
		(321.2)	(151.3)
Loss per share:			
— Basic	*8*	**HK(4.1) cents**	HK(2.6) cents
— Diluted	*8*	**HK(4.1) cents**	HK(2.6) cents

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2026

	Notes	At 30 June 2026 HK$ million (unaudited)	At 31 December 2025 HK$ million (audited)
Non-current assets			
Property and equipment		**39,614.7**	40,021.1
Right-of-use assets		**2,427.7**	2,485.3
Gaming concession right		**1,662.4**	1,792.0
Art works and diamonds		**281.7**	281.7
Interest in an associate		**39.2**	40.1
Interest in a joint venture		**69.8**	66.0
Loan to a director		**181.8**	177.5
Investments in equity instruments designated at fair value through other comprehensive income		**324.9**	330.7
Pledged bank deposit		**970.9**	970.9
Other assets		**1,179.2**	1,275.8
		46,752.3	47,441.1
Current assets			
Inventories		**147.2**	147.0
Trade and other receivables	*9*	**1,585.5**	1,540.2
Pledged bank deposits		**183.8**	38.1
Financial asset at fair value through profit or loss		**40.7**	40.0
Short-term bank deposits		**223.1**	225.9
Bank balances and cash		**2,108.1**	1,775.1
		4,288.4	3,766.3
Current liabilities			
Trade and other payables	*10*	**4,563.2**	5,122.0
Taxation payable		**20.6**	48.7
Bank loans — due within one year		**2,920.6**	3,445.1
Lease liabilities		**73.7**	80.0
Unsecured notes		**—**	5,498.2
Convertible bond		**1,806.0**	—
		9,384.1	14,194.0
Net current liabilities		**(5,095.7)**	(10,427.7)
Total assets less current liabilities		**41,656.6**	37,013.4

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

At 30 June 2026

	Notes	At 30 June 2026 HK$ million (unaudited)	At 31 December 2025 HK$ million (audited)
Non-current liabilities			
Other payables	10	**1,746.4**	1,951.9
Bank loans — due after one year		**15,426.7**	12,776.9
Unsecured notes		**8,057.3**	3,803.0
Lease liabilities		**582.5**	601.2
Amount due to non-controlling interests of a subsidiary		**341.9**	341.9
Loan from ultimate holding company		**2,006.6**	2,006.8
Deferred taxation		**24.5**	17.7
Convertible bond		**—**	1,722.1
		28,185.9	23,221.5
Net assets		**13,470.7**	13,791.9
Capital and reserves			
Share capital		**14,415.1**	14,415.1
Reserves		**(1,246.8)**	(946.3)
Equity attributable to owners of the Company		**13,168.3**	13,468.8
Non-controlling interests		**302.4**	323.1
Total equity		**13,470.7**	13,791.9

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The Company is a public limited company incorporated in Hong Kong Special Administrative Region of the People's Republic of China ("**Hong Kong**") and acts as an investment holding company. The Company's ordinary shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). Its subsidiaries are principally engaged in the development and operations of casinos and related facilities, and hotel, catering, retail, leasing and related services in Macau Special Administrative Region of the People's Republic of China ("**Macau**" or "**Macau SAR**"). Its immediate and ultimate holding company is Sociedade de Turismo e Diversões de Macau, S.A., a company established in Macau SAR. The address of the registered office and principal place of business of the Company is 18th Floor, China Merchants Tower, Shun Tak Centre, Nos. 168–200 Connaught Road Central, Hong Kong.

2. BASIS OF PREPARATION

The condensed consolidated financial statements for the six months ended 30 June 2026 are presented in Hong Kong dollars ("**HK$**"), which is also the functional currency of the Company, and have been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") as well as the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") and should be read in conjunction with annual consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with HKFRS Accounting Standards.

The financial information relating to the year ended 31 December 2025 that is included in these condensed consolidated financial statements as comparative information does not constitute the Company's statutory annual consolidated financial statements for that year but is derived from those financial statements. Further information relating to these statutory financial statements is as follows:

The Company has delivered the annual consolidated financial statements for the year ended 31 December 2025 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Hong Kong Companies Ordinance (Cap. 622).

The Company's auditor has reported on these consolidated financial statements. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or 407(3) of the Hong Kong Companies Ordinance (Cap. 622).

Accounting Policies

The condensed consolidated financial statements for the six months ended 30 June 2026 have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

Other than changes in accounting policies resulting from application of amendments to HKFRS Accounting Standards, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those presented in the Group's annual consolidated financial statements for the year ended 31 December 2025.

2. BASIS OF PREPARATION (Continued)

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2026 for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards — Volume 11

The application of the amendments to HKFRS Accounting Standards in the current interim period has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

3. OPERATING SEGMENTS

The Group is currently organised into two reportable segments — gaming operations, and hotel, catering, retail and leasing operations. Principal activities of these two reportable segments are as follows:

(i) Gaming operations	—	operation of casinos and related facilities
(ii) Hotel, catering, retail and leasing operations	—	operation of hotel, catering, retail, leasing and related services

Reportable segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (the "**CODM**"). CODM, who is responsible for allocating resources and assessing performance of the reportable segments, has been identified as a group of senior management that makes strategic decisions.

The CODM regularly analyses gaming operations in terms of rolling revenue, non-rolling revenue and electronic gaming revenue, and the relevant revenues and operating results are reviewed as a whole for resources allocation and performance assessment. For hotel, catering, retail and leasing operations, the CODM regularly reviews the performance on the basis of the individual hotel. For segment reporting under HKFRS 8 *Operating Segments*, financial information of the Group's hotels with similar economic characteristics has been aggregated into a single reportable segment named "hotel, catering, retail and leasing operations".

3. OPERATING SEGMENTS (Continued)

Segment information about these businesses is presented below:

(a) An analysis of the Group's revenue and results by reportable segments is as follows:

	Segment revenue		Segment results	
	Six months ended 30 June			
	2026	2025	**2026**	2025
	HK$ million	*HK$ million*	***HK$ million***	*HK$ million*
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Gaming operations:				
recognised at a point in time	**10,559.9**	13,627.5	**137.6**	120.7
Hotel, catering, retail and leasing operations:				
— External sales:				
Catering and retail operations:				
recognised at a point in time	**424.3**	385.3		
Hotel operations:				
recognised over time	**520.7**	519.2		
Leasing operations:				
revenue from operating leases	**84.9**	107.3		
	1,029.9	1,011.8		
— Inter-segment sales:				
Catering and retail operations:				
recognised at a point in time	**129.7**	126.6		
Hotel operations:				
recognised over time	**94.6**	68.4		
	224.3	195.0		
	1,254.2	1,206.8	**(366.2)**	(169.3)
Eliminations	**(224.3)**	(195.0)		
	1,029.9	1,011.8		
Total:				
Revenue from contracts with customers:				
recognised at a point in time	**10,984.2**	14,012.8		
recognised over time	**520.7**	519.2		
	11,504.9	14,532.0		
Revenue from operating leases:				
lease payments	**84.9**	107.3		
	11,589.8	14,639.3		
Reconciliation from segment results to loss before taxation:			**(228.6)**	(48.6)
Unallocated corporate income			**4.8**	8.4
Unallocated corporate expenses			**(67.1)**	(69.0)
Share of loss of an associate			**(0.9)**	(1.9)
Share of profit of a joint venture			**3.8**	4.0
Loss before taxation			**(288.0)**	(107.1)

3. OPERATING SEGMENTS (Continued)

Segment information about these businesses is presented below: (Continued)

(a) An analysis of the Group's revenue and results by reportable segments is as follows: (Continued)

The accounting policies of the reportable segments are the same as the Group's accounting policies. Segment results represent the loss before taxation from each segment without allocation of corporate income and expenses and share of loss of an associate and share of profit of a joint venture. This is the measure reported to the CODM for the purposes of resources allocation and performance assessment.

Inter-segment sales are charged at a price mutually agreed by both parties.

	Six months ended 30 June	
	2026	2025
	HK$ million	*HK$ million*
	(unaudited)	(unaudited)
Revenue excluding inter-segment sales:		
Gross gaming revenue *(note 4)*	**12,084.1**	14,820.6
Hotel, catering, retail, leasing and related services income	**1,029.9**	1,011.8
	13,114.0	15,832.4

3. OPERATING SEGMENTS (Continued)

Segment information about these businesses is presented below: (Continued)

(b) An analysis of the Group's assets and liabilities by reportable segments is as follows:

	At 30 June 2026 *HK$ million* **(unaudited)**	At 31 December 2025 *HK$ million* (audited)
Assets		
Segment assets:		
— gaming operations	**36,782.4**	37,129.9
— hotel, catering, retail and leasing operations	**12,354.4**	12,265.1
	49,136.8	49,395.0
Interest in an associate	**39.2**	40.1
Interest in a joint venture	**69.8**	66.0
Unallocated bank deposits, bank balances and cash	**224.0**	111.1
Other unallocated assets	**1,570.9**	1,595.2
Group's total	**51,040.7**	51,207.4
Liabilities		
Bank loans:		
— gaming operations	**17,992.5**	15,857.3
— hotel, catering, retail and leasing operations	**354.8**	364.7
	18,347.3	16,222.0
Unsecured notes:		
— gaming operations	**8,057.3**	9,301.2
Convertible bond:		
— gaming operations	**1,317.0**	1,255.9
— hotel, catering, retail and leasing operations	**489.0**	466.2
	1,806.0	1,722.1
Other segment liabilities:		
— gaming operations	**8,082.9**	8,836.7
— hotel, catering, retail and leasing operations	**624.6**	677.9
	8,707.5	9,514.6
Total segment liabilities	**36,918.1**	36,759.9
Unallocated liabilities	**651.9**	655.6
Group's total	**37,570.0**	37,415.5

3. OPERATING SEGMENTS (Continued)

Segment information about these businesses is presented below: (Continued)

(b) An analysis of the Group's assets and liabilities by reportable segments is as follows: (Continued)

For the purposes of monitoring segment performances and allocating resources between segments:

(i) other unallocated assets include mainly certain property and equipment, certain right-of-use assets, certain deposits made on acquisitions of property and equipment, art works and diamonds, loan to a director, amounts due from an associate/a joint venture/an investee company, investments in equity instruments designated at fair value through other comprehensive income and financial asset at fair value through profit or loss ("**FVTPL**").

(ii) unallocated liabilities include mainly certain construction payables, certain lease liabilities and amount due to non-controlling interests of a subsidiary.

(iii) all assets are allocated to reportable segments, other than interest in an associate/a joint venture, unallocated bank deposits, bank balances and cash and those mentioned in above (i).

(iv) all liabilities are allocated to reportable segments, other than liabilities not attributable to respective segments as mentioned in above (ii).

4. GAMING REVENUE

	Six months ended 30 June	
	2026	2025
	HK$ million	*HK$ million*
	(unaudited)	(unaudited)
Gaming revenue comprises of:		
Rolling gross gaming revenue	**1,460.8**	1,099.4
Non-rolling gross gaming revenue	**9,616.9**	12,302.0
Electronic game gross gaming revenue	**1,006.4**	1,419.2
Gross gaming revenue	**12,084.1**	14,820.6
Less: commissions and incentives	**(1,524.2)**	(1,193.1)
	10,559.9	13,627.5

5. LOSS BEFORE TAXATION

	Six months ended 30 June	
	2026	2025
	HK$ million	*HK$ million*
	(unaudited)	(unaudited)
Loss before taxation has been arrived at after charging:		
Directors' remuneration	**26.5**	23.7
Retirement benefits scheme contributions for other staff	**112.5**	111.1
Less: Forfeited contributions	**(6.9)**	(4.5)
	105.6	106.6
Other staff costs	**3,293.9**	3,190.9
Total employee benefit expenses	**3,426.0**	3,321.2
Amortisation of gaming concession right (included in operating and administrative expenses)	**127.6**	127.0
Depreciation of property and equipment	**954.7**	787.1
Less: capitalised in construction in progress	**—**	(0.2)
	954.7	786.9
Depreciation of right-of-use assets	**70.8**	70.3
Loss on disposal/write-off of property and equipment	**3.9**	1.5
and after crediting:		
Bank interest income	**32.7**	32.1
Dredging services income	**71.2**	81.8
Gain on fair value changes of financial asset at FVTPL	**0.7**	0.4
Gain on early repurchase of unsecured notes	**0.1**	2.4

6. TAXATION

	Six months ended 30 June	
	2026	2025
	HK$ million	*HK$ million*
	(unaudited)	(unaudited)
Current tax — Macau SAR Complementary Tax ("**CT**")	**20.6**	25.2
Deferred taxation charge	**6.8**	5.8
	27.4	31.0

No provision for CT on gaming related income has been made for SJM. SJM has applied for an approval from the Financial Services Bureau of the Macau SAR Government for the exemption of CT from 1 January 2023 to 31 December 2032. Pursuant to the approval notice issued by the Macau SAR Government dated 29 January 2024, SJM has been exempted from CT for income generated from gaming operations for the period from 1 January 2023 to 31 December 2027.

In addition, for approval for the dividend tax which the shareholders are obligated to pay to the Macau SAR Government for dividend distribution (the "**Special Complementary Tax**") from the Financial Services Bureau of the Macau SAR Government, SJM is in the progress of obtaining the extension of approval from the Financial Services Bureau of the Macau SAR Government for the period starting from 1 January 2026.

Regarding other Macau SAR subsidiaries, CT is calculated at the CT rate of 12% on the estimated assessable profit for both periods.

No provision for taxation in other jurisdictions (including Hong Kong) is made as the Group's operations outside Macau SAR have no assessable taxable profits arising from the respective jurisdictions.

7. DIVIDENDS

The Board has resolved not to declare the payment of an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).

8. LOSS PER SHARE

The calculation of the basic and diluted loss per share attributable to owners of the Company is based on the following data:

	Six months ended 30 June	
	2026	2025
	HK$ million	*HK$ million*
	(unaudited)	(unaudited)
Loss		
Loss for the purposes of basic and diluted loss per share (loss for the period attributable to owners of the Company)	**(294.7)**	(182.2)

	Six months ended 30 June	
	2026	2025
	(unaudited)	(unaudited)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic and diluted loss per share *(Note)*	**7,101,805,366**	7,101,805,366

	Six months ended 30 June	
	2026	2025
	(unaudited)	(unaudited)
Loss per share		
— Basic	**HK(4.1) cents**	HK(2.6) cents
— Diluted	**HK(4.1) cents**	HK(2.6) cents

Note: *For the six months ended 30 June 2025 and 2026, the diluted loss per share does not assume the conversion of the Company's convertible bond because the assumed exercise would result in a decrease in loss per share and the exercise of the Company's share options because the exercise price of the share options was higher than the average market price for shares for both periods.*

9. TRADE AND OTHER RECEIVABLES

	At 30 June 2026 HK$ million (unaudited)	At 31 December 2025 HK$ million (audited)
Advances to gaming patrons	**591.3**	341.4
Less: Allowance for credit losses	**(30.0)**	—
	561.3	341.4
Lease receivables	**173.9**	193.3
Other receivables from service providers, net	**189.7**	391.7
Prepayments	**324.2**	303.4
Other sundry receivables	**336.4**	310.4
	1,585.5	1,540.2

Advances to gaming patrons mainly include pre-approved interest-free revolving credit lines and short-term temporary interest-free advances. All advances to gaming patrons are unsecured, repayable on demand at discretion of the Group and generally require cheques and guarantees. As at 30 June 2026, the Group's advances to gaming patrons with aggregate carrying amount of HK$340.6 million (31 December 2025: HK$156.3 million) were past due as at the reporting date. Out of the past due balances, HK$180.3 million (31 December 2025: HK$81.8 million) has been past due 90 days or more and is not considered as in default as there has not been a significant change in credit quality and the amounts are still considered recoverable.

9. TRADE AND OTHER RECEIVABLES (Continued)

The following is the aged analysis of advances to gaming patrons net of allowance for credit losses at the end of the reporting period based on the date of credit granted:

	At 30 June 2026 ***HK$ million*** **(unaudited)**	At 31 December 2025 *HK$ million* (audited)
Age		
0 to 30 days	**169.5**	158.3
31 to 60 days	**130.3**	33.1
61 to 90 days	**37.0**	27.9
Over 90 days	**224.5**	122.1
	561.3	341.4

The lease receivables arose partly from rent-free periods provided to the tenants.

As at 30 June 2026, other receivables from service providers represent certain costs to be reimbursed from service providers. With the consent of service providers, the Group can offset the outstanding balances against commission and service fee payables to, or deposits from, the relevant service providers. In the event that a service provider fails to repay, the Group has the right, pursuant to the relevant service provider agreement, to offset or withhold the payables to that service provider, realise cheques, and execute any related guarantees, if any.

Other sundry receivables mainly include deposits paid for rentals and operating supplies, interest receivables and credit card receivables.

10. TRADE AND OTHER PAYABLES

	At 30 June 2026 HK$ million (unaudited)	At 31 December 2025 HK$ million (audited)
Trade payables	**110.0**	207.4
Special gaming tax payable	**792.7**	873.3
Chips in circulation	**354.4**	310.3
Chips in custody and deposits received from gaming patrons and gaming promoters	**543.9**	573.9
Payable for acquisition of property and equipment	**366.4**	448.9
Construction payables	**78.4**	78.5
Accrued staff costs	**952.4**	1,183.3
Accrued operating expenses	**77.3**	73.7
Payable for gaming concession right	**2,113.1**	2,366.1
Withholding tax payable	**28.8**	23.2
Other sundry payables and accruals	**892.2**	935.3
	6,309.6	7,073.9
Less: Non-current portion of other payables and payable for gaming concession right *(Note)*	**(1,746.4)**	(1,951.9)
	4,563.2	5,122.0

Note: As at 30 June 2026, non-current portion of other payables comprises deposits received for rentals of HK$60.0 million (31 December 2025: HK$24.7 million) and payable for gaming concession right of HK$1,686.4 million (31 December 2025: HK$1,927.2 million). The amounts are classified as non-current portion of other payables based on the contractual or scheduled repayment terms.

10. TRADE AND OTHER PAYABLES (Continued)

The following is the aged analysis of trade payables at the end of the reporting period based on the invoice date:

	At 30 June 2026 *HK$ million* (unaudited)	At 31 December 2025 *HK$ million* (audited)
Age		
0 to 30 days	**75.0**	179.8
31 to 60 days	**33.6**	25.5
61 to 90 days	**0.8**	1.4
Over 90 days	**0.6**	0.7
	110.0	207.4

The average credit period on trade payables is 90 days. No interest is charged on trade payables. The Group has financial risk management policies in place to ensure that all payables are settled within the credit time frame.

BUSINESS REVIEW

Group Operating Results

The Group's results, Net Revenue, Adjusted EBITDA and Adjusted EBITDA Margin for the six months ended 30 June 2026 and for the year-earlier period are shown below:

Group operating results	For the six months ended 30 June **2026** ***HK$ million***	 2025 *HK$ million*	**Increase/ (Decrease)**
Total net revenue	**11,590**	14,639	**(20.8%)**
Net gaming revenue	**10,560**	13,628	**(22.5%)**
Loss attributable to owners of the Company	**(295)**	(182)	**61.7%**
Adjusted EBITDA *Note 1*	**1,701**	1,646	**3.3%**
Adjusted EBITDA Margin *Note 2*	**14.7%**	11.2%	**3.5 ppts**

Notes:

1 *Adjusted EBITDA is earnings or losses after adjustment for non-controlling interests and before accounting for interest income and expense, tax, depreciation and amortisation, donations, loss on disposal/write-off of property and equipment, bank charges for bank loans, gain on modification of bank loans, gain on early repurchase of unsecured notes, gain on fair value changes of financial asset at fair value through profit or loss and pre-opening expenses.*

2 *Adjusted EBITDA Margin is Adjusted EBITDA divided by total net revenue.*

ppts = *percentage points*

Total net revenue was HK$11,590 million for the six months ended 30 June 2026, a decrease of 20.8%, compared to HK$14,639 million for the six months ended 30 June 2025. The decrease was driven by gaming revenue.

The following tables summarise the results of Self-promoted Casino, Satellite Casino and hotel room activities:

	For the six months ended 30 June **2026** ***HK$ million***	 2025 *HK$ million*	**Increase/ (Decrease)**
Rolling Gross Gaming Revenue	**1,461**	1,100	**32.9%**
Non-Rolling Gross Gaming Revenue	**9,617**	12,302	**(21.8%)**
Electronic Game Gross Gaming Revenue	**1,006**	1,419	**(29.1%)**
Gross Gaming Revenue ("**GGR**")	**12,084**	14,821	**(18.5%)**
Less: Commissions and incentives	**(1,524)**	(1,193)	**27.8%**
Net Gaming Revenue	**10,560**	13,628	**(22.5%)**

BUSINESS REVIEW (Continued)

Property Statistics

Grand Lisboa Palace Resort Macau Statistics	For the six months ended 30 June 2026 HK$ million	2025 HK$ million	Variance HK$ million	%/ppts
Revenues:				
Casino (GGR)	**3,315**	2,936	**379**	**12.9%**
Hotel	**370**	372	**(2)**	**(0.5%)**
Food and Beverage, Mall and Other	**253**	318	**(65)**	**(20.4%)**
Total Revenue	**3,938**	3,626	**312**	**8.6%**
Adjusted Property EBITDA *Note 1*	**22**	82	**(60)**	**(73.2%)**
Gaming Statistics				
Rolling Chip Volume	**29,598**	25,326	**4,272**	**16.9%**
Rolling Revenue	**1,087**	712	**375**	**52.7%**
Rolling Chip Win %	**3.7%**	2.8%	**—**	**0.9 ppts**
Non-Rolling Volume	**9,309**	9,821	**(512)**	**(5.2%)**
Non-Rolling Revenue	**1,844**	1,846	**(2)**	**(0.1%)**
Non-Rolling Chip Win %	**19.8%**	18.8%	**—**	**1.0 ppts**
Electronic Game Handle	**12,788**	12,808	**(20)**	**(0.2%)**
Electronic Game Revenue	**383**	378	**5**	**1.3%**
Electronic Game Hold %	**3.0%**	2.9%	**—**	**0.1 ppts**
Hotel Statistics *Note 2*	***HK$***	*HK$*	***HK$***	
Occupancy %	**92.9%**	98.1%	**—**	**(5.2) ppts**
Average Daily Rate (ADR)	**1,245**	1,221	**24**	**2.0%**
Revenue per Available Room (RevPAR)	**1,157**	1,199	**(42)**	**(3.5%)**

Notes:

1 *Adjusted Property EBITDA is earnings or losses before accounting for interest income and expense, tax, depreciation and amortisation, donations, loss on disposal/write-off of property and equipment, bank charges for bank loans, gain on modification of bank loans, gain on early repurchase of unsecured notes, gain on fair value changes of financial asset at fair value through profit or loss, pre-opening expenses and corporate costs, and before elimination of inter-company consumption.*

2 *Grand Lisboa Palace Resort Macau included three hotel towers — Grand Lisboa Palace, THE KARL LAGERFELD and Palazzo Versace Macau.*

ppts = *percentage points*

BUSINESS REVIEW (Continued)

Property Statistics (Continued)

Grand Lisboa Macau Statistics	**For the six months ended 30 June** **2026** ***HK$ million***	2025 *HK$ million*	**Variance** ***HK$ million***	***%/ppts***
Revenues:				
Casino (GGR)	**3,838**	3,582	**256**	**7.1%**
Hotel	**87**	97	**(10)**	**(10.3%)**
Food and Beverage, Mall and Other	**85**	81	**4**	**4.9%**
Total Revenue	**4,010**	3,760	**250**	**6.6%**
Adjusted Property EBITDA	**860**	863	**(3)**	**(0.3%)**
Gaming Statistics				
Rolling Chip Volume	**13,017**	11,021	**1,996**	**18.1%**
Rolling Revenue	**373**	343	**30**	**8.7%**
Rolling Chip Win %	**2.9%**	3.1%	**—**	**(0.2) ppts**
Non-Rolling Volume	**15,048**	14,916	**132**	**0.9%**
Non-Rolling Revenue	**3,103**	2,940	**163**	**5.5%**
Non-Rolling Chip Win %	**20.6%**	19.7%	**—**	**0.9 ppts**
Electronic Game Handle	**10,988**	7,772	**3,216**	**41.4%**
Electronic Game Revenue	**362**	299	**63**	**21.1%**
Electronic Game Hold %	**3.3%**	3.8%	**—**	**(0.5) ppts**
Hotel Statistics	***HK$***	*HK$*	***HK$***	
Occupancy %	**98.0%**	98.6%	**—**	**(0.6) ppts**
Average Daily Rate (ADR)	**1,376**	1,398	**(22)**	**(1.6%)**
Revenue per Available Room (RevPAR)	**1,348**	1,378	**(30)**	**(2.2%)**

ppts = *percentage points*

BUSINESS REVIEW (Continued)

Property Statistics (Continued)

Other Properties* Statistics	For the six months ended 30 June 2026 *HK$ million*	2025 *HK$ million*	Variance *HK$ million*	*%/ppts*
Revenues:				
Casino (GGR)	**4,931**	2,656	**2,275**	**85.7%**
Hotel	**97**	72	**25**	**34.7%**
Food and Beverage, Mall and Other	**138**	71	**67**	**94.4%**
Total Revenue	**5,166**	2,799	**2,367**	**84.6%**
Adjusted Property EBITDA	**939**	651	**288**	**44.2%**
Gaming Statistics				
Non-Rolling Volume	**31,264**	16,164	**15,100**	**93.4%**
Non-Rolling Revenue	**4,669**	2,456	**2,213**	**90.1%**
Non-Rolling Chip Win %	**14.9%**	15.2%	**—**	**(0.3) ppts**
Electronic Game Handle	**8,386**	5,794	**2,592**	**44.7%**
Electronic Game Revenue	**262**	200	**62**	**31.0%**
Electronic Game Hold %	**3.1%**	3.5%	**—**	**(0.4) ppts**
Hotel Statistics	***HK$***	*HK$*	***HK$***	
Jai Alai Hotel:				
Occupancy %	**99.7%**	98.9%	**—**	**0.8 ppts**
Average Daily Rate (ADR)	**243**	245	**(2)**	**(0.8%)**
Revenue per Available Room (RevPAR)	**242**	242	**—**	**—%**
Sofitel Macau at Ponte 16:				
Occupancy %	**80.0%**	86.3%	**—**	**(6.3) ppts**
Average Daily Rate (ADR)	**887**	1,031	**(144)**	**(14.0%)**
Revenue per Available Room (RevPAR)	**709**	889	**(180)**	**(20.2%)**
L'Arc Hotel:				
Occupancy %	**100.0%**	—%	**NM**	**NM**
Average Daily Rate (ADR)	**1,151**	—	**NM**	**NM**
Revenue per Available Room (RevPAR)	**1,151**	—	**NM**	**NM**

* *Casino Lisboa, Casino Oceanus at Jai Alai (including the gaming area in the Jai Alai building), Jai Alai Hotel, Kam Pek Market, L'Arc Hotel (including Casino L'Arc Macau, which was acquired in December 2025), share of Ponte 16 and other non-gaming area.*

NM = *not meaningful*

ppts = *percentage points*

BUSINESS REVIEW (Continued)

Property Statistics (Continued)

Satellite Casino Statistics	For the six months ended 30 June 2026 *HK$ million*	2025 *HK$ million*	Variance *HK$ million*	*%*
Casino Revenue (GGR)	**—**	5,647	**NM**	**NM**
Adjusted Property EBITDA*	**—**	153	**NM**	**NM**

* *As at 30 June 2025, SJM operated nine satellite casinos. SJM had no satellite casino operations during the six months ended 30 June 2026. On 30 December 2025, Casino L'Arc Macau became one of the self-promoted casinos under SJM, while the other eight satellite casinos ceased operations during 2025.*

NM = *not meaningful*

RECENT DEVELOPMENTS AND PROSPECTS

Portfolio Enhancement and Direct Operating Model

During the first half of 2026, the Group advanced a coordinated programme of enhancements across its gaming, hospitality and non-gaming experiences. Following the successful completion of the transition to a direct operating model, management's focus has shifted towards optimising asset productivity, strengthening the premium customer proposition and further enhancing the Group's overall competitiveness and operational resilience.

Macau Peninsula Developments

On the Macau Peninsula, the expansion of capacity and enhancement of the product offering are intended to reinforce the competitiveness of the Group's established downtown portfolio. At Hotel Lisboa Macau, the second phase of Crystal Palace gaming area opened on 10 August 2026, further expanding gaming capacity and customer choice. The refurbishment of approximately 400 hotel rooms owned by the Company's controlling shareholder has also been completed. Subject to statutory inspection and approval, the availability of refurbished rooms to the Group under its existing hotel accommodation continuing connected transaction arrangements is expected to strengthen the accommodation offering of the Peninsula portfolio. At Grand Lisboa Macau, the refurbishment of the deluxe villas and mansion is expected to be completed ahead of the 2027 Lunar New Year. Meanwhile, the opening of Lisboa Square in April 2026 introduced five new dining concepts with a strong Asian focus, while the renovation of the Grand Ballroom has also been completed. Collectively, these initiatives are expected to enhance the overall guest experience, increase cross-property visitation and strengthen the Peninsula portfolio's ability to capture a greater share of customer spending.

Grand Lisboa Palace Resort Macau

At Grand Lisboa Palace Resort Macau, the Group remains focused on enhancing gaming mix, optimising floor utilisation and improving returns on invested capital. Following the redeployment of resources from the former satellite casinos, table capacity was increased and new gaming areas were introduced, including the Sky Phoenix West Tower VIP area. Dragon Pavilion was also reconfigured to support premium-mass operations. Further enhancement works to the main gaming floor have been rolled out progressively, with the objective of further improving productivity, increasing the property's contribution to the Group's earnings and boosting overall property yields.

Culinary, MICE and Brand Recognition

The Group continues to differentiate itself through its commitment to gastronomy, luxury hospitality and service excellence, strengthening its appeal among premium customers while supporting growth in non-gaming revenue. During the six months ended 30 June 2026 (the "**Reporting Period**"), Grand Lisboa Palace Resort Macau launched The Garden House, a new MICE venue featuring a distinctive immersive indoor-outdoor dual-garden concept, bringing a fresh experience to Macau's MICE market.

RECENT DEVELOPMENTS AND PROSPECTS (Continued)

Culinary, MICE and Brand Recognition (Continued)

In the MICHELIN Guide Hong Kong & Macau 2026, Palace Garden and Don Alfonso 1890 at Grand Lisboa Palace Resort Macau each attained One MICHELIN Star, bringing the Group's total to eight MICHELIN Stars. Grand Lisboa Palace Resort Macau also received a record fourteen Forbes Travel Guide Five-Star ratings, remaining the world's only integrated resort with every hotel and three spas awarded Five-Star status. It was further named the Best Integrated Resort in Asia-Pacific at the Travel + Leisure Luxury Awards Asia Pacific 2026. These international accolades reinforce the Group's market positioning and enhance its ability to attract high-value leisure, business and lifestyle travellers and drive non-gaming revenue.

Market Diversification and Events

Diversifying visitor source markets remains a key strategic priority. During the Reporting Period, the Group participated alongside the Macao Government Tourism Office in the "Experience Macao" roadshow in Madrid, Spain, made its debut at ILTM Asia Pacific in Singapore and supported the 55th Skål International Asia Congress in Macau. These initiatives expanded the Group's visibility in European and Southeast Asian markets and strengthened engagement with international, corporate and premium leisure travel segments, supporting Macau's efforts to diversify its visitor base.

Beyond its core gaming and hospitality offerings, the Group continued to leverage signature events and cultural programming to drive visitation and deepen customer engagement. During the Reporting Period, the Group presented internationally renowned illusionist Drummond Money-Coutts at Grand Lisboa Palace Resort Macau and Grand Lisboa Macau, hosted the "Vivienne Westwood & Jewellery Exhibition 2026 Macau", and title-sponsored the TVB TV Awards Presentation for a third consecutive year. It also title-sponsored the SJM Macao International Dragon Boat Races for a fourth consecutive year and supported the Feast of the Drunken Dragon. These initiatives further enrich Macau's tourism offering, generate incremental visitation and reinforce the Group's alignment with the Macau SAR Government's tourism and economic diversification objectives.

Outlook

Looking ahead, while continuing to execute its portfolio enhancement programme, the Group is placing equal emphasis on converting revenue growth into sustainable earnings. A comprehensive cost management and operational efficiency programme has been implemented across the Group to optimise resource allocation, improve productivity and enhance operating leverage while maintaining high service standards and guest satisfaction. Together with the ongoing enhancement of the Group's product offerings, these initiatives are expected to support operating efficiency and the Group's objective of improving profitability and creating long-term shareholder value.

FINANCIAL REVIEW

Liquidity, Financial Resources and Capital Structure

The Group had bank balances and cash amounting to HK$2,331 million (not including pledged bank deposits of HK$1,155 million) as at 30 June 2026. This represented an increase of 16.5% as compared with the position as at 31 December 2025 of HK$2,001 million.

Total outstanding balances of bank loans drawn by the Group as at 30 June 2026 amounted to HK$18,347 million (as at 31 December 2025: HK$16,222 million). Total senior notes and convertible bond issued by the Group as at 30 June 2026 amounted to HK$9,863 million (as at 31 December 2025: HK$11,023 million). Loan from ultimate holding company as at 30 June 2026 amounted to HK$2,007 million (as at 31 December 2025: HK$2,007 million). The maturity of the Group's borrowings as at 30 June 2026 is as follows:

		Maturity Profile		
Within 1 year	**1 to 2 years**	**3 to 5 years**	**Over 5 years**	**Total**
15.6%	63.7%	20.7%	0%	100%

Gearing Ratio

The Group's gearing ratio (defined as the ratio of total outstanding bank loans, convertible bond, senior notes less pledged bank deposits, short-term bank deposits, bank balances and cash to total assets (excluding pledged bank deposits, short-term bank deposits, bank balances and cash)) was 56.2% at the end of the Reporting Period (as at 31 December 2025: 54.4%).

Contractual Capital Expenditure Commitments

Contractual capital expenditure commitments by the Group amounted to HK$504 million as at 30 June 2026 (as at 31 December 2025: HK$427 million), of which HK$279 million were for tendering projects committed to the Macau Government.

Pledge of Assets

As at 30 June 2026, certain of the Group's property and equipment and right-of-use assets with carrying values of HK$34,037 million and HK$1,618 million, respectively (as at 31 December 2025: HK$34,303 million and HK$1,640 million, respectively), were pledged to banks for loan facilities. In addition, the Group had pledged bank deposits of HK$1,155 million as at 30 June 2026 (as at 31 December 2025: HK$1,009 million).

Contingent Liability

The Group had no significant contingent liability as at 30 June 2026 and 31 December 2025.

FINANCIAL REVIEW (Continued)

Financial Risk

The Group follows a conservative policy in financial management with minimal exposure to the risks of currency and interest rate. The Group does not currently hedge its interest rate exposure, although it may consider doing so in the future. The Group's principal operations are primarily conducted and recorded in Hong Kong dollars resulting in minimal exposure to foreign exchange fluctuations. All of the Group's bank deposits are denominated in Hong Kong dollars, United States dollars or Macau patacas. It is the Group's policy to avoid speculative trading activity.

Material Acquisitions and Disposals

The Group made no material acquisitions or material disposals of subsidiaries and associated companies during the Reporting Period.

Human Resources

As at 30 June 2026, the Group had approximately 19,400 full-time employees. The Group's employee turnover rate was minimal in the first half of 2026.

Staff remuneration of the Group is determined by reference to their working performance, professional qualification, relevant working experience and market trends, and includes salary, allowances, medical insurance and provident fund.

The management of the Group regularly reviews the remuneration policy and evaluates staff performance. Staff are encouraged to attend training classes that are related to the Group's business. The Group provides training for career enhancement in the form of internal courses and workshops for staff, subsidies for education of staff at Macau Millennium College, and awards scholarships to children of staff to study at institutions of their choice.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

As at 1 January 2026, the aggregate principal amount of US$500 million of 4.50% senior notes due 2026 ("**2026 US$ Senior Notes**") issued by Champion Path Holdings Limited ("**Champion Path**"), a wholly-owned subsidiary of the Company, remained outstanding. On 5 January 2026, Champion Path offered to purchase (the "**Offer**") for cash any and all outstanding 2026 US$ Senior Notes validly tendered at a purchase price of US$1,000 per US$1,000 principal amount of the 2026 US$ Senior Notes pursuant to the terms and conditions set out in the Offer to Purchase. On 19 January 2026, Champion Path accepted and repurchased US$170,115,000 in aggregate principal amount of the 2026 US$ Senior Notes validly tendered pursuant to the Offer and the repurchased 2026 US$ Senior Notes were subsequently cancelled. Further details of the Offer were set out in the announcements of the Company dated 5, 13 and 19 January 2026. The remaining outstanding US$329,885,000 in aggregate principal amount of 2026 US$ Senior Notes matured on 27 January 2026.

Save as disclosed above, neither the Company, nor any of its subsidiaries purchased, sold or redeemed any of its listed securities during the six months ended 30 June 2026.

CORPORATE GOVERNANCE CODE

The directors of the Company recognise the importance of good corporate governance in the management of the Group. During the period from 1 January 2026 to 30 June 2026, the Company has complied with all the code provisions of the Corporate Governance Code as set out in Part 2 of Appendix C1 to the Listing Rules.

REVIEW OF INTERIM REPORT AND UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim report of the Company for the six months ended 30 June 2026 has been reviewed by the Audit Committee of the Company. The Group's unaudited condensed consolidated financial statements for the six months ended 30 June 2026 have been reviewed by the Audit Committee of the Company and by the Company's auditor in accordance with Hong Kong Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* as issued by the HKICPA.

By order of the Board
SJM Holdings Limited
Ho Chiu Fung, Daisy
Chairman and Executive Director

Hong Kong, 25 August 2026

As at the date of this announcement, the executive directors of the Company are Ms. Ho Chiu Fung, Daisy, Dr. Fok Tsun Ting, Timothy, Deputada Leong On Kei, Angela, Dr. Chan Un Chan and Mr. Shum Hong Kuen, David; the non-executive director of the Company is Mr. Tsang On Yip, Patrick; and the independent non-executive directors of the Company are Mr. Ho Hau Chong, Norman, Ms. Wong Yu Pok, Marina and Mr. Yeung Ping Leung, Howard.