



PARADISE ENTERTAINMENT LIMITED

(Incorporated in Bermuda with limited liability)

ANNOUNCES 2025 INTERIM RESULTS

Hong Kong, 27 August 2025 – Paradise Entertainment Limited (“Paradise” or the “Company”, together with its subsidiaries collectively referred to as the “Group”) (HKEx stock code: 1180) announces today its unaudited consolidated interim results for the six months ended 30 June 2025.

2025 INTERIM RESULTS HIGHLIGHTS

Overall

- The Group’s reported revenue increased by 19.4% year-on-year to HK\$507.9 million
- The Group’s Adjusted EBITDA increased by 43.4% year-on-year to HK\$211.8 million
- The Group’s profit for the period increased by 48.9% year-on-year to HK\$177.8 million

Casino Kam Pek Paradise

- Total gross gaming revenue (“GGR”) increased by 7.2% year-on-year to HK\$698.9 million
- Contributed a profit of HK\$170.5 million to the Adjusted EBITDA of the Group

Electronic Gaming Equipment and Systems

- Revenue from the sale/leasing of electronic gaming equipment and systems increased by 83.7% year-on-year to HK\$125.3 million
- Contributed a profit of HK\$48.8 million (has taken into account research and development and other costs of HK\$21.6 million) to the Adjusted EBITDA of the Group

Balance Sheet

- Bank balances and cash of HK\$417.8 million
- Total borrowings of HK\$126.1 million
- Net assets of HK\$590.5 million
- Gearing ratio of 21.4% (total borrowings over net assets)

Interim Dividend

- The Company has declared an interim dividend of HK7.5 cents per share or HK\$78.9 million in aggregate for the six months ended 30 June 2025 to the shareholders of the Company
- Expected to be payable on 15 October 2025



Dr. Jay Chun, Chairman and Managing Director of Paradise, commented, “The Group’s vision to focus on the mass market offering through strategic investments in innovative technology and the development of advanced electronic gaming equipment and systems has proven effective. This approach positions the Group to capitalise on the resurgence in tourism, enhancing its competitive edge in the gaming industry.”

Total reported revenue of the Group for the six months ended 30 June 2025 was HK\$507.9 million, representing an increase of 19.4% over that of HK\$425.3 million for the six months ended 30 June 2024. The increase in the total reported revenue of the Group was mainly due to the increase in revenue from the provision of casino management services and the sale of electronic gaming equipment and systems in Macau. The Group recorded a profit of HK\$177.8 million for the six months ended 30 June 2025, representing an increase of 48.9% over that of HK\$119.4 million for the six months ended 30 June 2024.

Provision of Casino Management Services in Macau

For the six months ended 30 June 2025, total GGR generated by Casino Kam Pek Paradise amounted to HK\$698.9 million, representing an increase of 7.2% over that of HK\$651.7 million for the six months ended 30 June 2024.

Adjusted EBITDA from the casino under the Group’s management in Macau segment for the six months ended 30 June 2025 was a profit of HK\$170.5 million, representing an increase of 18.6% over that of HK\$143.8 million for the six months ended 30 June 2024. The increase was mainly due to the increase in total GGR, particularly the GGR from live multi game (“LMG”) terminals, generated by Casino Kam Pek Paradise in Macau for the six months ended 30 June 2025 when compared with that generated for the six months ended 30 June 2024, which in turn was mainly due to the increase in the number of patrons to Casino Kam Pek Paradise during the six months ended 30 June 2025.

Electronic Gaming Equipment and Systems

For the six months ended 30 June 2025, revenue from electronic gaming equipment and systems segment amounted to HK\$125.3 million, representing an increase of 83.7% over that of HK\$68.2 million for the six months ended 30 June 2024. The amount for the six months ended 30 June 2025 included revenue from the sale/leasing of electronic gaming equipment and systems in Macau amounted to HK\$125.0 million, representing an increase of 83.3% over that of HK\$68.2 million for the six months ended 30 June 2024.

Adjusted EBITDA from the electronic gaming equipment and systems segment for the six months ended 30 June 2025 was a profit of HK\$48.8 million, representing an increase of 335.7% over that of HK\$11.2 million for the six months ended 30 June 2024. The increase was mainly attributable to the increase in revenue from the sale of gaming machines (including LMG terminals and slot machines) and other gaming equipment and systems, and the provision of upgrading services to LMG terminals in Macau for the six months ended 30 June 2025 when compared with that for the six months ended 30 June 2024 which was partially offset by the increase in research and development and other costs of such business segment.



Prospects

Dr. Jay Chun added, “In the first half of 2025, Macau emerged as a resilient tourism and gaming powerhouse, surpassing 19.2 million visitor arrivals solidifying its status as a leading leisure destination in the Greater Bay Area and Asia. Following the easing of the Individual Visa Scheme in mid-2024, residents of Zhuhai and Hengqin are able to apply for one-trip-per-week and multiple-entry visas to Macau starting in 2025. These measures are anticipated to stimulate additional travel demand from Mainland China to Macau. Concurrently, ongoing improvements in regional connectivity, such as the extension of the Macau Light Rapid Transit to Hengqin port since December 2024, is expected to further enhance transport convenience and support increased visitor frequency between Macau and Mainland China.

The development of Macau’s mass gaming market aligns closely with the Group’s strategic objectives. As the Macau’s non-VIP segment continues to expand, driven by increased investment in entertainment offerings and deeper engagement with the middle-class customers, the industry is converging with the Group’s core business focus. This shift enhances the accessibility of gaming experiences for a broader audience and fosters a vibrant and inclusive atmosphere that captivates players from diverse backgrounds. LMG, the Group’s first and core flagship patented product, plays a key role in this strategy, offering a user-friendly and engaging platform specifically designed to appeal to the mass market. Notably, the percentage contribution of LMG to the overall gross gaming revenue in Macau rose to 2.1% in the first half of 2025, as compared with 1.8% in the corresponding period in 2024. This underscores the growing significance of LMG within the Macau gaming industry, with gross gaming revenue from LMG experiencing a remarkable increase of 22.5% in the first half of 2025 when compared with the same period in 2024, while the increase of the overall gross gaming revenue in Macau in the first half of 2025 was 4.4% when compared with the same period in 2024. This trend not only highlights LMG’s expanding role in the market but also reflects its effectiveness in addressing rising operational costs, particularly labour costs, by lowering operational costs while increasing game efficiency and productivity. As the industry evolves, the importance of LMG is likely to continue growing, positioning it as a pivotal element in the future landscape of Macau's gaming sector.

The Group continues to offer a comprehensive casino floor solution, providing a full suite of gaming products, including LMG terminals and systems, slot machines, and ETG machines, alongside complementary technologies such as the Group’s large-format animated display screen and interactive interface product series “GameView”. This integrated approach enhances operational efficiency for casino operators and significantly boosts player engagement through immersive visuals, dynamic betting options and flexible game configurations. Building on the success of past investments, the Group is poised to expand its gaming offerings with an exciting array of new releases, including “Super Bull” and “Enter the Dragon”. Additionally, the self-developed game “Mori Dice”, a fresh take on the classic Sic Bo, is now available on Macau casino floors. “Mori Dice” features a unique three-stage dice rolling format that allows players to bet on each roll individually. This innovative gameplay is expected to receive a strong positive reception from patrons, thanks to its engaging mechanics tailored to player preferences. The Group will continue to leverage artificial intelligence to accelerate game design and development, enhancing both creative output and operational efficiency.



In 2025, Macau is placing a strong emphasis on economic diversification to consolidate a multi-sector economy. The Group is pleased to announce the official launch of its new production line in Macau, inaugurated on 15 April 2025 with a grand ceremony attended by distinguished government officials, industry representatives, and members of the media. This facility is the only production line in Macau dedicated to manufacturing gaming equipment at present, enhancing the city's manufacturing capacity and reflecting the Group's unwavering commitment to advancing the physical technology sector. Now fully operational, the line is equipped to produce a wide range of gaming products. The facility allows the Group to better serve both local and regional markets, improving supply efficiency and enhancing customer support. Beyond serving the Macau market, machines produced at this facility have already been exported to international destinations, showcasing the global potential and competitiveness of "Made in Macau" gaming products.

Leveraging its end-to-end capabilities, from game design and gaming machine manufacturing to delivering engaging customer experiences, the Group is actively extending its industry reputation and expertise beyond Macau, into emerging gaming markets such as the Philippines, Sri Lanka, Malaysia, etc. By harnessing its proven expertise and innovative technologies, the Group aims to forge strategic partnerships, deploy tailored gaming products and systems, and contribute to the modernisation of casino operations across Asia and beyond. This expansion not only reinforces the Group's status as a leading gaming solutions provider but also aligns with its long-term vision of sustainable and diversified growth in emerging gaming markets.

On 9 June 2025, the Group received notification that its provision of casino management services to Casino Kam Pek Paradise in Macau would not be renewed or extended upon the expiry of the related service agreement between the Group and SJM Resorts, Limited ("SJM Resorts") on 31 December 2025. The Group has been providing its professional management services to Casino Kam Pek Paradise since 2007, for nearly 18 years. The success of Casino Kam Pek Paradise has contributed to employment stability and economic development in Macau over the years. Thanks to the Group's promotional efforts and invaluable experience in the mass market segment, revenue from Casino Kam Pek Paradise continued to thrive in the first half of 2025, with gross gaming revenue generated in the casino reaching HK\$698.9 million for the six months ended 30 June 2025, representing an increase of 7.2% as compared with HK\$651.7 million for the same period in 2024. Based on the Board's preliminary assessment by reference to information currently available, the Board expects the Group to report a material reduction in reported revenue and profit attributable to the shareholders of the Company after the expiry of the service agreement between the Group and SJM Resorts. However, building on its established expertise and operational experience, the Group remains committed to actively pursuing new opportunities both in Macau and across international markets. Leveraging its proven track record in casino management and electronic gaming systems, the Group aims to enhance strategic partnerships and expand its footprint in jurisdictions with promising growth potential.



Looking ahead, the Group acknowledges the ongoing volatility and unpredictability of global economic conditions. In response to these challenges, the Group remains committed to a flexible yet prudent approach to business development and allocation of resources in high-growth sectors. The Group's strategic expansion reflects the Group's long-term vision to diversify revenue streams, strengthen its international footprint, and capitalise on evolving gaming market dynamics."

Interim Dividend

The Company has declared an interim dividend of HK7.5 cents per share or HK\$78.9 million in aggregate for the six months ended 30 June 2025 to the shareholders of the Company whose names appear in the register of members of the Company on 19 September 2025. The interim dividend is expected to be payable on 15 October 2025.

Paradise Entertainment Limited

Paradise Entertainment Limited (HKEx stock code: 1180) engages in the development, sale and leasing of electronic gaming equipment and systems, as well as the provision of casino management services in Macau. The Group is the inventor, patent owner and sole provider of live multi game terminals and dominates the electronic table games market in Macau. The Group has also been developing slot machines. Apart from casino management business in Macau, Paradise envisions to become a global leader in gaming equipment.

For more information about Paradise Entertainment Limited, please visit our company's website: <http://www.hk1180.com>.

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