

Results for Announcement to the Market		
Name of issuer	SkyCity Entertainment Group Limited (SkyCity)	
Reporting period	6 months to 31 December 2021	
Previous reporting period	6 months to 31 December 2020	
Currency	New Zealand dollars	
Reported	Amount (million)	Percentage change
Reported revenue from continuing operations ¹	\$289.8	-35.6%
Total reported revenue ¹	\$289.8	-35.6%
Reported profit (loss) from continuing operations	-\$33.7	-143.3%
Reported total net profit (loss)	-\$33.7	-143.3%
Normalised	Amount (million)	Percentage change
Normalised revenue including gaming GST	\$260.8	-32.6%
Normalised total net profit (loss)	-\$19.5	-145.3%

Notes:

- 'Reported' information is per the financial statements;
- 'Normalised' results set International Business win to a theoretical win rate of 1.35% and adjust for certain revenue and expense items. Reconciliation between reported and normalised financial information is provided at the end of this announcement;
- 'EBITDA' means earnings before interest, tax, depreciation and amortisation;
- 'EBIT' means earnings before interest and tax;
- 'NPAT' means net profit after tax;
- the financial statements for the previous reporting period have been restated to reflect a change in accounting policy for Software as a Services (SaaS) arrangements; and
- certain totals, subtotals and percentages may not agree due to rounding.

¹ On the Income Statement, this is the total of revenue, other income and fire related income.

Interim Dividend		
Amount per Quoted Equity Security	-	
Imputed amount per Quoted Equity Security	-	
Record Date	-	
Dividend Payment Date	-	
	Current period	Prior comparable period
Net tangible assets per Quoted Equity Security	\$1.2085	\$1.2165
A brief explanation of any of the figures above necessary to enable the figures to be understood	<p>SkyCity's 1H22 performance is set out in the company's Investor Presentation attached to this announcement, which provides detail and explanatory comment on:</p> <ul style="list-style-type: none"> - operating and financial performance for each business unit and the SkyCity Group as a whole; and - various other relevant aspects of the financial performance, for the six months ended 31 December 2021. <p>The Investor Presentation will be available on the company's website from 14 February 2022.</p>	
Authority for this announcement		
Name of person authorised to make this announcement	Jo Wong	
Contact person for this announcement	Jo Wong	
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Date of release through MAP	14 February 2022	

Unaudited financial statements accompany this announcement.

Reconciliation between Reported and Normalised Financial Information

SkyCity's objective of producing normalised financial information is to provide data that is useful to the investment community in understanding the underlying operations of the Group – the intention is to provide information which:

- is representative of SkyCity's underlying performance (as a potential indicator of future performance);
- can be compared across years; and
- can assist with comparison between publicly listed casino companies in New Zealand and Australia.

This objective is achieved by:

- eliminating inherent volatility or “luck” factor from IB which has variable turnover and actual win % from period to period;
- eliminating structural differences in the business between periods; and
- eliminating known different treatments with other New Zealand and Australian publicly listed casino companies.

SkyCity believes that by making these adjustments the users of the financial information are able to understand the underlying performance of the Group and form a view on future performance.

For internal purposes, including budgeting and determination of staff incentives, normalised results are used.

Non-GAAP information is prepared in accordance with a Board approved “Non-GAAP Financial Information Policy” and is reviewed by the Board at each reporting period.

Application of SkyCity's “Non-GAAP Financial Information Policy” is consistent with the approach adopted in FY21.

	1H22				1H21 - Restated			
	Revenue \$m	EBITDA \$m	EBIT \$m	NPAT \$m	Revenue \$m	EBITDA \$m	EBIT \$m	NPAT \$m
Reported	289.8	20.4	(27.4)	(33.7)	449.9	150.5	109.4	77.9
IB revenue adjustment	0.5	-	-	-	3.4	-	-	-
Gaming GST	20.7	-	-	-	35.3	-	-	-
IB at theoretical win rate	2.3	2.5	2.5	1.7	4.5	3.6	3.6	2.5
NZICC fire impacts	(52.5)	7.1	7.1	6.2	(66.8)	3.2	3.2	2.3
Liquidated damages					(39.5)	(39.5)	(39.5)	(39.5)
Asset impairment		6.2	6.2	6.2				
Normalised	260.8	36.2	(11.6)	(19.5)	386.9	117.8	76.7	43.2