

Appendix 4E

Year ended 30 June 2017

(previous corresponding period: 30 June 2016)

Results for announcement to the market

Results in accordance with Australian Accounting Standards		\$'000	
Revenue from operations	down	7.5%	to 3,344,135
Net profit for the period attributable to members of the parent	up	96.7%	to 1,866,055

	Normalised Results ⁽¹⁾		Actual Results ⁽²⁾	
	\$'000	% Movement	\$'000	% Movement
Revenue from operations	3,238,674	(10.0%)	3,344,135	(7.5%)
Earnings before interest, tax, depreciation and amortisation (before significant items)	827,963	(3.3%)	790,258	(8.3%)
Depreciation & amortisation	(296,764)	4.9%	(296,764)	4.9%
Earnings before interest & tax	531,199	(7.3%)	493,494	(14.7%)
Share of associates' profits	43,693		39,132	
Net interest expense (excl significant items)	(101,552)		(101,552)	
Significant items ⁽³⁾	-		1,521,003	
Income tax expense (excl significant items)	(135,136)		(127,108)	
Net profit after tax	338,204	(15.7%)	1,824,969	93.4%
Non-controlling interest	4,927		41,086	
Net profit attributable to members of the Parent	343,131	(15.5%)	1,866,055	96.7%

(1) Normalised results have been adjusted to exclude the impact of any variance from theoretical win rate on VIP program play at Crown Melbourne, Crown Perth, Crown Aspinalls and Melco Resorts & Entertainment Ltd 'MRE' (formerly Melco Crown Entertainment Ltd) and significant items (refer note 2e). The theoretical win rate is the expected hold percentage on VIP program play over time. Accordingly, the normalised result gives rise to adjustments to VIP program play revenue, gaming taxes, commission & other expenses, income tax expense and equity accounted share of associates' results. Refer to note 1 in the attached financial statements for more information. The Group believes that normalised results are the best measure of viewing performance of the business as it removes the inherent volatility in VIP gaming revenue.

(2) Actual results reflect revenues & expenses at actual win rates and include significant items.

(3) Refer note 2e for further details.

Dividends	Amount per security	Franked amount per security
Final dividend:	30.0 cents	18.00 cents
Previous corresponding period:	39.5 cents	27.65 cents
Record date for determining entitlements to the dividend:	22 September 2017	
Final dividend payment date:	6 October 2017	
Net Tangible Asset Backing	30 June 2017	30 June 2016
Net tangible asset backing per ordinary security on issue at period end:	\$5.10	\$4.71

For an explanation of any of the figures reported above, see Crown's Announcement made to the ASX on the same date as this Appendix 4E. Non-IFRS measures have not been subject to audit or review.

Statement of Profit or Loss

For the year ended 30 June 2017

	Note	2017 \$'000	2016 \$'000
Revenues	2	3,344,135	3,616,152
Other income	2	1,835,408	603,593
Expenses	2	(3,143,274)	(2,996,405)
Share of profits of associates and joint venture entities		39,132	41,261
Profit before income tax and finance costs		2,075,401	1,264,601
Finance costs	2	(143,617)	(215,671)
Profit before income tax		1,931,784	1,048,930
Income tax expense		(106,815)	(105,354)
Net profit after tax		1,824,969	943,576
Attributable to:			
Equity holders of the Parent		1,866,055	948,823
Non-controlling interests		(41,086)	(5,247)
		1,824,969	943,576

The above Statement of Profit or Loss should be read in conjunction with the accompanying notes.

	2017 Cents per share	2016 Cents per share
Earnings per share (EPS)		
Basic EPS	257.03	130.26
Diluted EPS	257.03	130.26
EPS calculation is based on the weighted average number of shares on issue throughout the period		
Dividends per share		
Current year final dividend declared	30.00	39.50
Current year interim dividend paid	113.00	33.00

Statement of Comprehensive Income

For the year ended 30 June 2017

	2017	2016
	\$'000	\$'000
Net profit after tax	1,824,969	943,576
Other Comprehensive Income		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Foreign currency translation	(33,460)	65,751
Movement in cash flow hedge reserve	18,033	(14,230)
Unrealised gain / (loss) on investments	-	(5,079)
<i>Items reclassified to profit or loss:</i>		
Foreign currency translation	(88,820)	(70,576)
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Employee benefits reserve	(3,188)	3,188
Other comprehensive income / (loss) for the period, net of income tax	(107,435)	(20,946)
Total comprehensive income / (loss) for the period	1,717,534	922,630
Attributable to:		
Equity holders of the Parent	1,759,508	925,236
Non-controlling interests	(41,974)	(2,606)
	1,717,534	922,630

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Statement of Financial Position

As at 30 June 2017

	Note	2017 \$'000	2016 \$'000
Current assets			
Cash and cash equivalents	3	1,771,227	449,663
Trade and other receivables		225,290	248,558
Inventories		17,457	16,296
Prepayments		35,465	33,405
Other financial assets		9,375	9,639
Total current assets		2,058,814	757,561
Non-current assets			
Receivables		145,735	141,488
Other financial assets		21,892	15,136
Investments		64,764	51,760
Investments in associates		235,511	1,614,886
Property, plant and equipment		3,959,191	4,069,036
Licences		1,097,296	1,113,959
Other intangible assets		562,720	608,518
Deferred tax assets		354,701	355,553
Other assets		51,996	60,694
Total non-current assets		6,493,806	8,031,030
Total assets		8,552,620	8,788,591
Current liabilities			
Trade and other payables		446,503	475,240
Interest-bearing loans and borrowings		350,109	85,715
Income tax payable		118,168	138,720
Provisions		210,788	182,017
Total current liabilities		1,125,568	881,692
Non-current liabilities			
Other payables		224,802	339,489
Interest-bearing loans and borrowings		1,594,889	2,175,611
Deferred tax liabilities		377,423	219,035
Provisions		51,783	58,580
Other financial liabilities		2,790	22,060
Total non-current liabilities		2,251,687	2,814,775
Total liabilities		3,377,255	3,696,467
Net assets		5,175,365	5,092,124
Equity			
Contributed equity	4	(53,233)	446,763
Treasury shares	4	(19,377)	(8,886)
Reserves		60,792	796,630
Retained earnings		5,153,080	3,767,765
Total equity		5,141,262	5,002,272
Non-Controlling Interest		34,103	89,852
Total equity		5,175,365	5,092,124

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Cash Flow Statement

For the year ended 30 June 2017

	Note	2017 \$'000	2016 \$'000
Cash flows from operating activities			
Receipts from customers		3,352,499	3,566,724
Payments to suppliers and employees		(2,685,118)	(2,695,800)
Dividends received		70,598	195,913
Interest received		6,294	14,184
Borrowing costs paid		(170,665)	(252,771)
Income tax paid		(107,945)	(345,568)
Net cash flows from/(used in) operating activities		465,663	482,682
Cash flows from investing activities			
Purchase of property, plant and equipment		(404,514)	(556,549)
Proceeds from sale of property, plant and equipment		56,407	66,291
Investment in equity accounted associates		(5,880)	(203,105)
Proceeds from disposal of investments		38,966	-
Net proceeds from sale of equity investments		3,134,105	1,067,109
Net payment for acquisition of controlled entities		-	(49,523)
Loans to associated entities		(2,000)	(386)
Repayments of loans from associated entities		-	131,867
Other (net)		-	(2,599)
Net cash flows from/(used in) investing activities		2,817,084	453,105
Cash flows from financing activities			
Proceeds from borrowings		270,124	883,394
Repayment of borrowings		(614,510)	(1,331,718)
Dividends paid		(1,110,801)	(378,765)
Payments for share buy-back		(499,884)	-
Net cash flows from/(used in) financing activities		(1,955,071)	(827,089)
Net increase/(decrease) in cash and cash equivalents			
Cash and cash equivalents at the beginning of the financial year		449,663	340,984
Effect of exchange rate changes on cash		(6,112)	(19)
Cash and cash equivalents at the end of the financial year	3	1,771,227	449,663

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Statement of Changes in Equity

For the year ended 30 June 2017

	Ordinary Shares \$'000	Shares Held in Trust \$'000	Retained Earnings \$'000	Reserves \$'000	Total \$'000	Non- Controlling Interest \$'000	Total Equity \$'000
Year ended 30 June 2017							
Balance at 1 July 2016	446,763	(8,886)	3,827,818	796,630	5,062,325	89,852	5,152,177
Adjustment on adoption of AASB 9	-	-	(60,053)	-	(60,053)	-	(60,053)
Balance at 1 July 2016 (restated ¹)	446,763	(8,886)	3,767,765	796,630	5,002,272	89,852	5,092,124
Profit for the period	-	-	1,866,055	-	1,866,055	(41,086)	1,824,969
Other comprehensive income	-	-	-	(106,547)	(106,547)	(888)	(107,435)
Total comprehensive income for the period	-	-	1,866,055	(106,547)	1,759,508	(41,974)	1,717,534
Dividends paid	-	-	(1,110,801)	-	(1,110,801)	-	(1,110,801)
Share buy-back	(499,996)	-	-	-	(499,996)	-	(499,996)
Transfers	-	-	630,061	(630,061)	-	-	-
Share based payments	-	(10,491)	-	770	(9,721)	-	(9,721)
Change in ownership	-	-	-	-	-	(13,775)	(13,775)
Balance at 30 June 2017	(53,233)	(19,377)	5,153,080	60,792	5,141,262	34,103	5,175,365
Year ended 30 June 2016							
Balance at 1 July 2015	446,763	-	3,257,760	820,217	4,524,740	84,260	4,609,000
Profit for the period	-	-	948,823	-	948,823	(5,247)	943,576
Other comprehensive income	-	-	-	(23,587)	(23,587)	2,641	(20,946)
Total comprehensive income for the period	-	-	948,823	(23,587)	925,236	(2,606)	922,630
Dividends paid	-	-	(378,765)	-	(378,765)	-	(378,765)
Share based payments	-	(8,886)	-	-	(8,886)	-	(8,886)
Acquisition of subsidiaries	-	-	-	-	-	8,198	8,198
Balance at 30 June 2016	446,763	(8,886)	3,827,818	796,630	5,062,325	89,852	5,152,177

⁽¹⁾ Certain amounts shown here do not correspond to the 2016 financial statements and reflect adjustments made on the adoption of AASB9.

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

For the year ended 30 June 2017

1. Segment Information

The Group's operating segments have been determined based on internal management reporting structure and the nature of the products provided by the Group. They reflect the business level at which financial information is provided to management for decision making regarding resource allocation and performance assessment. The segment information presented is consistent with internal management reporting. The Group believes that normalised results⁽¹⁾ are the best measure of viewing the performance of the business. The normalised results presented below are reconciled to the reported results. The Group has four operating segments being Crown Melbourne, Crown Perth, Crown Aspinalls and Wagering & Online.

30 June 2017	Note	Normalised Result ⁽¹⁾					Crown Group	Adjustment ⁽¹⁾	Significant Items ⁽³⁾	Actual
		Crown Melbourne	Crown Perth	Crown Aspinalls	Wagering & Online	Unallocated				
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Operating revenue										
Main floor gaming		1,182,665	474,047	-	-	-	1,656,712	-	-	1,656,712
VIP program play		340,335	109,340	98,776	-	-	548,451	56,841	-	605,292
Wagering & Non gaming		471,802	246,677	982	303,334	3,307	1,026,102	-	48,620	1,074,722
Intersegment							(1,124)	-	-	(1,124)
Operating revenue		1,994,802	830,064	99,758	303,334	3,307	3,230,141	56,841	48,620	3,335,602
Interest revenue	2						9,648	-	-	9,648
Total revenue		1,994,802	830,064	99,758	303,334	3,307	3,239,789	56,841	48,620	3,345,250 ⁽²⁾
Segment result										
Gaming taxes, commissions & other		(522,913)	(134,636)	(43,507)	-	-	(701,056)	(94,546)	-	(795,602)
Operating expenses		(883,066)	(450,590)	(29,674)	(288,543)	(50,373)	(1,702,246)	-	-	(1,702,246)
Intersegment							1,124	-	-	1,124
Earnings before interest, tax, depreciation and amortisation "EBITDA"		588,823	244,838	26,577	14,791	(47,066)	827,963	(37,705)	-	790,258
Depreciation and amortisation	2	(188,613)	(79,641)	(947)	(22,288)	(5,275)	(296,764)	-	-	(296,764)
Earnings before interest and tax "EBIT"		400,210	165,197	25,630	(7,497)	(52,341)	531,199	(37,705)	-	493,494
Net gain on sale of MRE							-	-	1,745,473	1,745,473
Net foreign currency gain on disposal of foreign operations							-	-	88,820	88,820
MRE special dividend							-	-	48,620	48,620
Net asset (impairment)/reversal							-	-	(260,233)	(260,233)
Restructuring & other expenses							-	-	(89,553)	(89,553)
Equity accounted share of associates' net profit/(loss)							43,693	(4,561)	-	39,132
Net interest income/(expense)							(101,552)	-	(32,417)	(133,969)
Income tax benefit/(expense)							(135,136)	8,028	20,293	(106,815)
Profit/(loss) after tax		400,210	165,197	25,630	(7,497)	(52,341)	338,204	(34,238)	1,521,003	1,824,969
Non-Controlling Interest							4,927	-	36,159	41,086
Profit/(loss) attributable to equity holders of the Parent		400,210	165,197	25,630	(7,497)	(52,341)	343,131	(34,238)	1,557,162	1,866,055

⁽¹⁾ Normalised results have been adjusted to exclude the impact of any variance from theoretical win rate on VIP program play (at Crown Melbourne, Crown Perth, Crown Aspinalls and MRE) and significant items. The theoretical win rate is the expected hold percentage on VIP program play over time. Accordingly, the normalised result gives rise to adjustments to VIP program play revenue, gaming taxes, commissions & other expenses, income tax expense and equity accounted share of associates' results.

⁽²⁾ Total revenue of \$3,345.3 million includes \$1.1 million of profit on disposal of non-current assets, which is not included in revenue in the Statement of Profit or Loss.

⁽³⁾ Significant items of \$1,557.2 million consist of a net gain on sale of MRE shares, a special dividend from MRE and a net foreign currency gain on disposal of foreign operations (previously recorded in reserves), partially offset by restructuring costs, early debt retirement costs and net asset impairments, predominately relating to Alon.

Notes to the Financial Statements

For the year ended 30 June 2017

1. Segment Information *continued*

		Normalised Result ⁽¹⁾								Actual
30 June 2016	Note	Crown Melbourne \$'000	Crown Perth \$'000	Crown Aspinalls \$'000	Wagering & Online \$'000	Unallocated \$'000	Crown Group \$'000	Adjustment ⁽¹⁾ \$'000	Significant Items ⁽³⁾ \$'000	Crown Group \$'000
Operating revenue										
Main floor gaming		1,183,267	497,322	-	-	-	1,680,589	-	-	1,680,589
VIP program play		676,481	202,769	107,266	-	-	986,516	18,067	-	1,004,583
Wagering & Non gaming		452,708	221,901	893	229,905	12,345	917,752	-	-	917,752
Intersegment							(1,499)	-	-	(1,499)
Operating revenue		2,312,456	921,992	108,159	229,905	12,345	3,583,358	18,067	-	3,601,425
Interest revenue	2						16,332	-	-	16,332
Total revenue		2,312,456	921,992	108,159	229,905	12,345	3,599,690	18,067	-	3,617,757 ⁽²⁾
Segment result										
Gaming taxes, commissions & other		(754,469)	(235,162)	(49,322)	-	-	(1,038,953)	(12,535)	-	(1,051,488)
Operating expenses		(884,675)	(426,894)	(32,357)	(235,353)	(110,794)	(1,690,073)	-	-	(1,690,073)
Intersegment							1,499	-	-	1,499
Earnings before interest, tax, depreciation and amortisation "EBITDA"		673,312	259,936	26,480	(5,448)	(98,449)	855,831	5,532	-	861,363
Depreciation and amortisation	2	(194,105)	(66,843)	(1,201)	(15,810)	(4,816)	(282,775)	-	-	(282,775)
Earnings before interest and tax "EBIT"		479,207	193,093	25,279	(21,258)	(103,265)	573,056	5,532	-	578,588
Net gain on sale of MRE							-	-	601,988	601,988
Impairment reversal							-	-	35,465	35,465
Proposed demerger related costs							-	-	(9,033)	(9,033)
Equity accounted share of associates' net profit/(loss)							56,714	(15,453)	-	41,261
Net interest income/(expense)							(141,604)	-	(57,735)	(199,339)
Income tax benefit/(expense)							(87,196)	(2,707)	(15,451)	(105,354)
Profit/(loss) after tax		479,207	193,093	25,279	(21,258)	(103,265)	400,970	(12,628)	555,234	943,576
Non-Controlling Interest							5,247	-	-	5,247
Profit/(loss) attributable to equity holders of the Parent		479,207	193,093	25,279	(21,258)	(103,265)	406,217	(12,628)	555,234	948,823

(1) Normalised results have been adjusted to exclude the impact of any variance from theoretical win rate on VIP program play (at Crown Melbourne, Crown Perth, Crown Aspinalls and MRE), pre-opening costs from MRE and significant items. The theoretical win rate is the expected hold percentage on VIP program play over time. Accordingly, the normalised result gives rise to adjustments to VIP program play revenue, gaming taxes, commissions & other expenses, income tax expense and equity accounted share of associates' results.

(2) Total revenue of \$3,617.8 million includes \$1.6 million of profit on disposal of non-current assets, which is not included in revenue in the Statement of Profit or Loss.

(3) Significant items of \$555.2 million consist of a net gain on sale of MRE shares and an Aspers impairment reversal, partially offset by proposed demerger related costs, early debt retirement costs and a tax provision adjustment relating to amended assessments.

Notes to the Financial Statements

For the year ended 30 June 2017

2. Revenue and Expenses

	2017	2016
	\$'000	\$'000
Profit before income tax expense includes the following revenues and expenses:		
(a) Revenue		
Revenue from services	2,837,943	3,161,944
Revenue from sale of goods	415,020	394,642
Interest	9,648	16,332
Dividends	51,927	12,345
Other operating revenue	29,597	30,889
	3,344,135	3,616,152
(b) Other income		
Profit on disposal of non-current assets	1,115	1,605
Net gain on sale of MRE	1,745,473	601,988
Net foreign currency gain on disposal of foreign operations	88,820	-
	1,835,408	603,593
(c) Expenses		
Cost of sales	153,605	142,042
Operating activities	2,584,235	2,765,185
Net asset impairment/(reversal)	260,233	(35,465)
Restructuring & other expenses	89,553	-
Proposed demerger related costs	-	9,033
Other expenses	55,648	115,610
	3,143,274	2,996,405
Depreciation of non-current assets (included in expenses above)		
Buildings	96,269	91,739
Plant and equipment	170,473	161,070
	266,742	252,809
Amortisation of non-current assets (included in expenses above)		
Casino licence fee and management agreement	20,335	20,335
Other assets	9,687	9,631
	30,022	29,966
Total depreciation and amortisation expense	296,764	282,775
(d) Other income and expense disclosures		
Finance costs expensed:		
Debt facilities	151,232	201,321
Capitalised interest	(40,032)	(43,385)
	111,200	157,936
Early debt retirement costs	32,417	57,735
	143,617	215,671
(e) Significant items - income / (expense)		
Net gain on sale of MRE	1,745,473	601,988
Net foreign currency gain on disposal of foreign operations	88,820	-
MRE special dividend	48,620	-
Net asset (impairment)/reversal	(260,233)	35,465
Restructuring & other expenses	(89,553)	-
Early debt retirement costs	(32,417)	(57,735)
Proposed demerger related costs	-	(9,033)
Net tax on significant items	20,293	(15,451)
	1,521,003	555,234

Notes to the Financial Statements

For the year ended 30 June 2017

3. Cash and Cash Equivalents

For the purpose of the Cash Flow Statement, cash and cash equivalents are comprised of the following:

	2017	2016
	\$'000	\$'000
Cash on hand and at bank	330,973	412,123
Deposits on call	1,440,254	37,540
	1,771,227	449,663

The above closing cash balances includes \$134.7 million (2016: \$151.0 million) of cash on the company's premises and cash held in bank accounts needed to run the day to day operations of the businesses and cash (including deposits on call) of \$1,636.5 million (2016: \$298.7 million) for other purposes.

4. Contributed Equity

	2017	2016
	\$'000	\$'000
Issued share capital		
Ordinary shares fully paid	(53,233)	446,763
Movements in issued share capital		
Carrying amount at the beginning of the financial year	446,763	446,763
Share buy-back, inclusive of costs	(499,996)	-
Carrying amount at the end of the financial year	(53,233)	446,763
Shares held in Trust		
Balance at beginning of the financial year	(8,886)	-
Shares transferred by the Crown Long Term Incentive Plan	(10,491)	(8,886)
Balance at the end of the financial year	(19,377)	(8,886)

	2017	2016
	No.	No.
Issued share capital		
Ordinary shares fully paid	688,847,822	728,394,185
Movements in issued share capital		
Balance at the beginning of the financial year	728,394,185	728,394,185
Share buy-back	(39,546,363)	-
Balance at the end of the financial year	688,847,822	728,394,185

During the year, the Group carried out an on-market share buy-back as an element of its capital management program. For the year ended 30 June 2017, shares to a value of \$500 million have been purchased.

Due to share buy-backs being undertaken at higher prices than the original subscription prices, the balance of contributed equity is reflected as a negative balance, which shows the excess value of shares bought over the original amount of subscribed capital.

Notes to the Financial Statements

For the year ended 30 June 2017

5. Dividends Paid and Declared

	2017 \$'000	2016 \$'000
(a) Dividends declared and paid during the financial year		
<i>Prior year final dividend (paid 7 October 2016)</i>		
Paid at 39.5 cents (2015: 19.0 cents) per share franked at 70% (2015: 50% franked) at the Australian tax rate of 30% (2015: 30%)	287,716	138,395
<i>Current year interim dividend (paid 17 March 2017)</i>		
Paid at 113.0 cents (2016: 33.0 cents) per share franked at 60% (2016: 50% franked) at the Australian tax rate of 30% (2016: 30%)	823,085	240,370
Total dividends appropriated	1,110,801	378,765
(b) Dividends declared and not recognised as a liability		
<i>Current year final dividend (expected to be paid 6 October 2017)</i>		
Declared at 30.0 cents (2016: 39.5 cents) per share and franked at 60% (2016: 70% franked) at the Australian tax rate of 30% (2016: 30%)	206,654	287,716

No shareholders' dividend plans are in operation.

No part of the unfranked portion of the dividend will consist of conduit foreign income.

6. Business Combinations

In the prior comparable period, Crown acquired DGN Games LLC (DGN) and Winners Club Limited. There has not been any change to the acquisition accounting as detailed in Crown's 2016 financial statements.

7. Contingent Liabilities

On 15 February 2016 Crown was issued with amended assessments and notice of penalty by the Australian Taxation Office for a total of approximately \$362 million which comprises primary tax, interest and penalties. The amended assessments are in respect of income tax paid for the financial years ending 30 June 2009 to 30 June 2014 (inclusive) and relate to the tax treatment of some of the financing for Crown's investment in Cannery Casino Resorts and other investments in North America. Crown considers that it has paid the correct amount of tax and intends to pursue all available avenues of objection (including, if necessary, court proceedings) to the amended assessments.

The group has no other contingent liabilities at 30 June 2017.

8. Events After the Reporting Period

Subsequent to 30 June 2017, the directors of Crown declared a final dividend on ordinary shares in respect of the year ending 30 June 2017. The total amount of the dividend is expected to be \$206.7 million, which represents a dividend of 30.0 cents per share franked at 60%. No part of the unfranked portion of the dividend will consist of conduit foreign income.

Appendix 4E – Additional Information

For the year ended 30 June 2017

Commentary on results

The commentary on the results is contained in Crown's Announcement made to the ASX on the same date as this Appendix 4E.

Audit

This report is based on accounts which are in the process of being audited. It is not considered likely any audit qualification will arise.



John Alexander
Executive Chairman

4th day of August, 2017.