

Appendix 4E

Year ended 30 June 2018

(previous corresponding period: 30 June 2017)

Results for announcement to the market

| Results in accordance with Australian Accounting Standards | | | | \$m |
|---|------|-------|----|---------|
| Revenue from operations | up | 4.5% | to | 3,493.0 |
| Net profit for the period attributable to members of the parent | down | 70.0% | to | 558.9 |

| | Normalised Results ⁽¹⁾ | | Actual Results ⁽²⁾ | |
|---|-----------------------------------|------------|-------------------------------|------------|
| | \$m | % Movement | \$m | % Movement |
| Revenue from operations | 3,511.3 | 8.4% | 3,493.0 | 4.5% |
| Earnings before interest, tax, depreciation and amortisation (before significant items) | 878.3 | 6.1% | 792.4 | 0.3% |
| Depreciation & amortisation | (285.9) | (3.7%) | (285.9) | (3.7%) |
| Earnings before interest & tax | 592.4 | 11.5% | 506.5 | 2.6% |
| Share of associates' profits | 9.3 | | 9.3 | |
| Net interest expense | (46.0) | | (46.0) | |
| Significant items (net of tax) ⁽³⁾ | - | | 247.7 | |
| Income tax expense | (170.1) | | (144.3) | |
| Net profit after tax | 385.6 | 14.0% | 573.2 | (68.6%) |
| Non-controlling interest | 1.2 | | (14.3) | |
| Net profit attributable to members of the Parent | 386.8 | 12.7% | 558.9 | (70.0%) |

(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 and Crown Aspinalls) 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 and income tax expense. 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. Normalised results are a non-IFRS measure.

(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: | 30.0 cents | 18.00 cents |
| Record date for determining entitlements to the dividend: | 21 September 2018 | |
| Final dividend payment date: | 5 October 2018 | |
| Net Tangible Asset Backing | 30 June 2018 | 30 June 2017 |
| Net tangible asset backing per ordinary security on issue at period end: | \$5.26 | \$5.02 |

For an explanation of any of the figures reported above, see Crown Resorts' 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 2018

| | Note | 2018 \$m | 2017 \$m |
|---|------|--------------|----------------|
| Revenues | 2 | 3,493.0 | 3,344.1 |
| Other income | 2 | 172.5 | 1,835.4 |
| Expenses | 2 | (2,851.8) | (3,143.3) |
| Share of profits of associates | | 6.6 | 39.2 |
| Profit before income tax and finance costs | | 820.3 | 2,075.4 |
| Finance costs | 2 | (76.1) | (143.6) |
| Profit before income tax | | 744.2 | 1,931.8 |
| Income tax expense | | (171.0) | (106.8) |
| Net profit after tax | | 573.2 | 1,825.0 |
| Attributable to: | | | |
| Equity holders of the Parent | | 558.9 | 1,866.1 |
| Non-controlling interests | | 14.3 | (41.1) |
| | | 573.2 | 1,825.0 |

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

| | 2018 Cents per share | 2017 Cents per share |
|--|----------------------------|----------------------------|
| Earnings per share (EPS) | | |
| Basic EPS | 81.16 | 257.03 |
| Diluted EPS | 81.16 | 257.03 |
| 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 | 30.00 |
| Current year interim dividend paid | 30.00 | 113.00 |

Statement of Comprehensive Income

For the year ended 30 June 2018

| | 2018 | 2017 |
|--|---------------|----------------|
| | \$m | \$m |
| Net profit after tax | 573.2 | 1,825.0 |
| Other Comprehensive Income | | |
| <i>Items that may be reclassified subsequently to profit or loss:</i> | | |
| Foreign currency translation | 7.6 | (33.5) |
| Movement in cash flow hedge reserve | 1.4 | 18.0 |
| <i>Items reclassified to profit or loss:</i> | | |
| Foreign currency translation | (76.9) | (88.8) |
| <i>Items that will not be reclassified subsequently to profit or loss:</i> | | |
| Employee benefits reserve | - | (3.2) |
| Other comprehensive income / (loss) for the period, net of income tax | (67.9) | (107.5) |
| Total comprehensive income / (loss) for the period | 505.3 | 1,717.5 |
| Attributable to: | | |
| Equity holders of the Parent | 491.7 | 1,759.5 |
| Non-controlling interests | 13.6 | (42.0) |
| | 505.3 | 1,717.5 |

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

Statement of Financial Position

As at 30 June 2018

| | Note | 2018 \$m | 2017 ⁽¹⁾ \$m |
|---------------------------------------|------|----------------|----------------------------|
| Current assets | | | |
| Cash and cash equivalents | 3 | 1,844.6 | 1,771.2 |
| Trade and other receivables | | 172.3 | 225.3 |
| Inventories | | 17.3 | 17.5 |
| Prepayments | | 32.8 | 35.4 |
| Other financial assets | | 9.2 | 9.4 |
| Total current assets | | 2,076.2 | 2,058.8 |
| Non-current assets | | | |
| Receivables | | 143.0 | 145.7 |
| Other financial assets | | 23.3 | 21.9 |
| Investments | | - | 64.8 |
| Investments in associates | | 187.8 | 235.5 |
| Property, plant and equipment | | 3,880.7 | 3,959.2 |
| Licences | | 1,080.6 | 1,097.3 |
| Other intangible assets | | 462.8 | 562.7 |
| Deferred tax assets | | 266.9 | 354.7 |
| Other assets | | 50.4 | 52.0 |
| Total non-current assets | | 6,095.5 | 6,493.8 |
| Total assets | | 8,171.7 | 8,552.6 |
| Current liabilities | | | |
| Trade and other payables | | 427.5 | 453.0 |
| Interest-bearing loans and borrowings | | 25.7 | 350.1 |
| Income tax payable | | 165.3 | 118.2 |
| Provisions | | 225.1 | 210.8 |
| Total current liabilities | | 843.6 | 1,132.1 |
| Non-current liabilities | | | |
| Other payables | | 287.6 | 274.0 |
| Interest-bearing loans and borrowings | | 1,467.0 | 1,594.9 |
| Deferred tax liabilities | | 380.9 | 377.4 |
| Provisions | | 32.6 | 51.8 |
| Other financial liabilities | | 2.1 | 2.7 |
| Total non-current liabilities | | 2,170.2 | 2,300.8 |
| Total liabilities | | 3,013.8 | 3,432.9 |
| Net assets | | 5,157.9 | 5,119.7 |
| Equity | | | |
| Contributed equity | 4 | (71.9) | (53.2) |
| Treasury shares | 4 | (15.7) | (19.4) |
| Reserves | | (60.5) | 14.4 |
| Retained earnings | | 5,306.0 | 5,153.1 |
| Total equity | | 5,157.9 | 5,094.9 |
| Non-Controlling Interest | | - | 24.8 |
| Total equity | | 5,157.9 | 5,119.7 |

⁽¹⁾ Certain amounts have been restated, refer note 7.

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

Cash Flow Statement

For the year ended 30 June 2018

| | Note | 2018 \$m | 2017 \$m |
|---|------|----------------|------------------|
| Cash flows from operating activities | | | |
| Receipts from customers | | 3,676.8 | 3,352.5 |
| Payments to suppliers and employees | | (2,815.0) | (2,685.1) |
| Dividends received | | 9.1 | 70.6 |
| Interest received | | 28.8 | 6.3 |
| Borrowing costs paid | | (108.7) | (170.7) |
| Income tax paid | | (59.3) | (107.9) |
| Net cash flows from/(used in) operating activities | | 731.7 | 465.7 |
| Cash flows from investing activities | | | |
| Purchase of property, plant and equipment | | (393.7) | (404.5) |
| Proceeds from sale of property, plant and equipment | | 338.6 | 56.4 |
| Investment in equity accounted associates | | (6.9) | (5.9) |
| Proceeds from disposal of investments | | 70.7 | 39.0 |
| Net proceeds from sale of equity investments | | 62.5 | 3,134.1 |
| Net payment for the acquisition of subsidiaries | | (10.6) | - |
| Net proceeds from the disposal of subsidiaries | | 141.8 | - |
| Loans to associated entities | | (1.5) | (2.0) |
| Net cash flows from/(used in) investing activities | | 200.9 | 2,817.1 |
| Cash flows from financing activities | | | |
| Proceeds from borrowings | | 79.7 | 270.1 |
| Repayment of borrowings | | (508.2) | (614.5) |
| Dividends paid | | (413.4) | (1,110.8) |
| Payments for share buy-back | | (18.8) | (499.9) |
| Net cash flows from/(used in) financing activities | | (860.7) | (1,955.1) |
| Net increase/(decrease) in cash and cash equivalents | | | |
| Cash and cash equivalents at the beginning of the financial year | | 1,771.2 | 449.7 |
| Effect of exchange rate changes on cash | | 1.5 | (6.2) |
| Cash and cash equivalents at the end of the financial year | 3 | 1,844.6 | 1,771.2 |

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 2018

| | Ordinary Shares | Shares Held in Trust | Retained Earnings | Reserves | Total | Non- Controlling Interest | Total Equity |
|---|--------------------|-------------------------|----------------------|---------------|----------------|---------------------------------|-----------------|
| | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| Year ended 30 June 2018 | | | | | | | |
| Balance at 1 July 2017 ⁽¹⁾ | (53.2) | (19.4) | 5,153.1 | 14.4 | 5,094.9 | 24.8 | 5,119.7 |
| Profit for the period | - | - | 558.9 | - | 558.9 | 14.3 | 573.2 |
| Other comprehensive income | - | - | - | (67.2) | (67.2) | (0.7) | (67.9) |
| Total comprehensive income for the period | - | - | 558.9 | (67.2) | 491.7 | 13.6 | 505.3 |
| Dividends paid | - | - | (413.4) | - | (413.4) | - | (413.4) |
| Transactions with non-controlling interests | - | - | - | - | - | (37.0) | (37.0) |
| Share buy-back | (18.7) | - | - | - | (18.7) | - | (18.7) |
| Transfers | - | - | 7.4 | (7.4) | - | - | - |
| Movement in non-controlling interest put option | - | - | - | (2.1) | (2.1) | (1.4) | (3.5) |
| Share based payments | - | 3.7 | - | 1.8 | 5.5 | - | 5.5 |
| Balance at 30 June 2018 | (71.9) | (15.7) | 5,306.0 | (60.5) | 5,157.9 | - | 5,157.9 |
| Year ended 30 June 2017 ⁽¹⁾ | | | | | | | |
| Balance at 1 July 2016 | 446.8 | (8.9) | 3,767.7 | 634.8 | 4,840.4 | 80.3 | 4,920.7 |
| Profit for the period | - | - | 1,866.1 | - | 1,866.1 | (41.1) | 1,825.0 |
| Other comprehensive income | - | - | - | (106.6) | (106.6) | (0.9) | (107.5) |
| Total comprehensive income for the period | - | - | 1,866.1 | (106.6) | 1,759.5 | (42.0) | 1,717.5 |
| Dividends paid | - | - | (1,110.8) | - | (1,110.8) | - | (1,110.8) |
| Share buy-back | (500.0) | - | - | - | (500.0) | - | (500.0) |
| Transfers | - | - | 630.1 | (630.1) | - | - | - |
| Movement in non-controlling interest put option | - | - | - | 115.4 | 115.4 | 0.3 | 115.7 |
| Share based payments | - | (10.5) | - | 0.9 | (9.6) | - | (9.6) |
| Change in ownership of subsidiary | - | - | - | - | - | (13.8) | (13.8) |
| Balance at 30 June 2017 | (53.2) | (19.4) | 5,153.1 | 14.4 | 5,094.9 | 24.8 | 5,119.7 |

⁽¹⁾ Certain amounts have been restated, refer note 7.

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 2018

1. Segment Information

The Group's operating segments have been determined based on geographic location, management reporting structure and the nature of the products and services offered by the Group. The Group has four operating segments being Crown Melbourne, Crown Perth, Crown Aspinalls and Wagering & Online. Crown has identified the Board of Directors as its chief operating decision maker as all key strategic decisions are made by the Board. The segment information presented below 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.

| 30 June 2018 | Note | Normalised Result ⁽¹⁾ | | | | | | Adjustment ⁽¹⁾ \$m | Significant Items ⁽³⁾ \$m | Actual Crown Group \$m |
|--|------|----------------------------------|--------------------|------------------------|-----------------------------|--------------------|--------------------|----------------------------------|--|------------------------------|
| | | Crown Melbourne \$m | Crown Perth \$m | Crown Aspinalls \$m | Wagering & Online \$m | Unallocated \$m | Crown Group \$m | | | |
| Operating revenue | | | | | | | | | | |
| Main floor tables | | 767.1 | 198.8 | - | - | - | 965.9 | - | 965.9 | |
| Main floor machines | | 449.9 | 265.1 | - | - | - | 715.0 | - | 715.0 | |
| VIP program play ⁽⁴⁾ | | 591.8 | 103.0 | 63.4 | - | - | 758.2 | (18.3) | 739.9 | |
| Wagering & Non gaming | | 470.2 | 277.6 | 1.0 | 293.0 | 4.5 | 1,046.3 | - | 1,046.3 | |
| Intersegment | | | | | | | (2.0) | - | (2.0) | |
| Operating revenue | | 2,279.0 | 844.5 | 64.4 | 293.0 | 4.5 | 3,483.4 | (18.3) | 3,465.1 | |
| Interest revenue | 2 | | | | | | 30.1 | - | 30.1 | |
| Total revenue | | 2,279.0 | 844.5 | 64.4 | 293.0 | 4.5 | 3,513.5 | (18.3) | 3,495.2 ⁽²⁾ | |
| Segment result | | | | | | | | | | |
| Operating expenses ⁽⁴⁾ | | (1,634.0) | (595.7) | (52.4) | (266.1) | (58.9) | (2,607.1) | (67.6) | (2,674.7) | |
| Intersegment | | | | | | | 2.0 | - | 2.0 | |
| Earnings before interest, tax, depreciation and amortisation "EBITDA" | | 645.0 | 248.8 | 12.0 | 26.9 | (54.4) | 878.3 | (85.9) | 792.4 | |
| Depreciation and amortisation | 2 | (177.5) | (87.0) | (1.9) | (14.8) | (4.7) | (285.9) | - | (285.9) | |
| Earnings before interest and tax "EBIT" | | 467.5 | 161.8 | 10.1 | 12.1 | (59.1) | 592.4 | (85.9) | 506.5 | |
| Net asset (impairment)/reversal | | | | | | | - | 122.3 | 122.3 | |
| Net foreign currency gain on disposal of foreign operations | | | | | | | - | 76.9 | 76.9 | |
| Net gain on CrownBet disposal | | | | | | | - | 87.5 | 87.5 | |
| Net gain on Ellerston disposal | | | | | | | - | 5.9 | 5.9 | |
| Restructuring & other significant expenses | | | | | | | - | (15.5) | (15.5) | |
| Equity accounted share of associates' net profit/(loss) | | | | | | | 9.3 | (2.7) | 6.6 | |
| Net interest income/(expense) | | | | | | | (46.0) | - | (46.0) | |
| Income tax benefit/(expense) | | | | | | | (170.1) | 25.8 | (171.0) | |
| Profit/(loss) after tax | | | | | | | 385.6 | (60.1) | 573.2 | |
| Non-controlling interest | | | | | | | 1.2 | - | (14.3) | |
| Profit/(loss) attributable to equity holders of the Parent | | | | | | | 386.8 | (60.1) | 558.9 | |

⁽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 and Crown Aspinalls) 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 and income tax expense.

⁽²⁾ Total revenue of \$3,495.2 million includes \$2.2 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 \$232.2 million consist of a net asset impairment reversal predominately relating to Alon, a net gain on CrownBet disposal, a net gain on Ellerston disposal and a net foreign currency gain on disposal of foreign operations (previously recorded in reserves), partially offset by restructuring & other significant expenses and significant items relating to Crown's equity accounted interests. Refer note 2e.

⁽⁴⁾ Operating expenses of \$2,674.7 million includes VIP program play commission expense of \$409.9 million which will be reclassified out of operating expenses and will be a reduction to revenue from the reporting period commencing 1 July 2018 in accordance with AASB 15 *Revenue from Contracts with Customers*.

Notes to the Financial Statements

For the year ended 30 June 2018

1. Segment Information *continued*

| | | Normalised Result ⁽¹⁾ | | | | | | | Significant Items ⁽³⁾ | Actual |
|--------------|--|----------------------------------|--------------|-----------------|-------------------|---------------|----------------|---------------------------|----------------------------------|-------------------------------|
| 30 June 2017 | | Crown Melbourne | Crown Perth | Crown Aspinalls | Wagering & Online | Unallocated | Crown Group | Adjustment ⁽¹⁾ | | Crown Group |
| Note | | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m | \$m |
| | Operating revenue | | | | | | | | | |
| | Main floor tables | 733.5 | 207.3 | - | - | - | 940.7 | - | - | 940.7 |
| | Main floor machines | 449.2 | 266.8 | - | - | - | 716.0 | - | - | 716.0 |
| | VIP program play | 340.3 | 109.4 | 98.8 | - | - | 548.5 | 56.8 | - | 605.3 |
| | Wagering & Non gaming | 471.8 | 246.7 | 1.0 | 303.3 | 3.3 | 1,026.1 | - | 48.6 | 1,074.7 |
| | Intersegment | | | | | | (1.1) | - | - | (1.1) |
| | Operating revenue | 1,994.8 | 830.1 | 99.8 | 303.3 | 3.3 | 3,230.2 | 56.8 | 48.6 | 3,335.6 |
| | Interest revenue | | | | | | 9.6 | - | - | 9.6 |
| | Total revenue | 1,994.8 | 830.1 | 99.8 | 303.3 | 3.3 | 3,239.8 | 56.8 | 48.6 | 3,345.2 ⁽²⁾ |
| | Segment result | | | | | | | | | |
| | Operating expenses | (1,406.0) | (585.3) | (73.2) | (288.5) | (50.3) | (2,403.3) | (94.5) | - | (2,497.8) |
| | Intersegment | | | | | | 1.1 | - | - | 1.1 |
| | Earnings before interest, tax, depreciation and amortisation "EBITDA" | 588.8 | 244.8 | 26.6 | 14.8 | (47.0) | 828.0 | (37.7) | - | 790.3 |
| | Depreciation and amortisation | (188.6) | (79.6) | (0.9) | (22.3) | (5.4) | (296.8) | - | - | (296.8) |
| | Earnings before interest and tax "EBIT" | 400.2 | 165.2 | 25.7 | (7.5) | (52.4) | 531.2 | (37.7) | - | 493.5 |
| | Net gain on sale of MRE | | | | | | - | - | 1,745.5 | 1,745.5 |
| | Net foreign currency gain on disposal of foreign operations | | | | | | - | - | 88.8 | 88.8 |
| | MRE special dividend | | | | | | - | - | 48.6 | 48.6 |
| | Net asset (impairment)/reversal | | | | | | - | - | (260.2) | (260.2) |
| | Restructuring & other significant expenses | | | | | | - | - | (89.6) | (89.6) |
| | Equity accounted share of associates' net profit/(loss) | | | | | | 43.7 | (4.5) | - | 39.2 |
| | Net interest income/(expense) | | | | | | (101.6) | - | (32.4) | (134.0) |
| | Income tax benefit/(expense) | | | | | | (135.1) | 8.0 | 20.3 | (106.8) |
| | Profit/(loss) after tax | | | | | | 338.2 | (34.2) | 1,521.0 | 1,825.0 |
| | Non-controlling interest | | | | | | 4.9 | - | 36.2 | 41.1 |
| | Profit/(loss) attributable to equity holders of the Parent | | | | | | 343.1 | (34.2) | 1,557.2 | 1,866.1 |

(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 '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 \$3,345.2 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 2018

2. Revenue and Expenses

| | 2018 | 2017 |
|--|----------------|----------------|
| | \$m | \$m |
| Profit before income tax expense includes the following revenues and expenses: | | |
| (a) Revenue | | |
| Revenue from services | 2,989.5 | 2,837.9 |
| Revenue from sale of goods | 435.5 | 415.0 |
| Interest | 30.1 | 9.6 |
| Dividends | 1.7 | 51.9 |
| Other operating revenue | 36.2 | 29.7 |
| | 3,493.0 | 3,344.1 |
| (b) Other income | | |
| Profit on disposal of non-current assets | 2.2 | 1.1 |
| Net gain on sale of MRE | - | 1,745.5 |
| Net gain on CrownBet disposal | 87.5 | - |
| Net gain on Ellerston disposal | 5.9 | - |
| Net foreign currency gain on disposal of foreign operations | 76.9 | 88.8 |
| | 172.5 | 1,835.4 |
| (c) Expenses | | |
| Cost of sales | 159.1 | 153.6 |
| Operating activities | 2,736.0 | 2,584.2 |
| Net asset impairment/(reversal) | (122.3) | 260.2 |
| Restructuring & other expenses | 15.5 | 89.6 |
| Other expenses | 63.5 | 55.7 |
| | 2,851.8 | 3,143.3 |
| Depreciation of non-current assets (included in expenses above) | | |
| Buildings | 95.9 | 96.3 |
| Plant and equipment | 162.1 | 170.5 |
| | 258.0 | 266.8 |
| Amortisation of non-current assets (included in expenses above) | | |
| Casino licence fee and management agreement | 20.3 | 20.3 |
| Other assets | 7.6 | 9.7 |
| | 27.9 | 30.0 |
| Total depreciation and amortisation expense | 285.9 | 296.8 |
| (d) Other income and expense disclosures | | |
| Finance costs expensed: | | |
| Debt facilities | 106.4 | 151.2 |
| Capitalised interest | (30.3) | (40.0) |
| | 76.1 | 111.2 |
| Early debt retirement costs | - | 32.4 |
| | 76.1 | 143.6 |
| (e) Significant items - income / (expense) | | |
| Net asset (impairment)/reversal | 122.3 | (260.2) |
| Net foreign currency gain on disposal of foreign operations | 76.9 | 88.8 |
| Net gain on CrownBet disposal | 87.5 | - |
| Net gain on Ellerston disposal | 5.9 | - |
| Restructuring & other significant expenses | (15.5) | (89.6) |
| Associates significant items | (2.7) | - |
| Net gain on sale of MRE | - | 1,745.5 |
| MRE special dividend | - | 48.6 |
| Early debt retirement costs | - | (32.4) |
| Tax amounts in significant items | (26.7) | 20.3 |
| | 247.7 | 1,521.0 |

Notes to the Financial Statements

For the year ended 30 June 2018

3. Cash and Cash Equivalents

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

| | 2018 \$m | 2017 \$m |
|--------------------------|----------------|----------------|
| Cash on hand and at bank | 355.8 | 331.0 |
| Deposits on call | 1,488.8 | 1,440.2 |
| | 1,844.6 | 1,771.2 |

The above closing cash balances includes \$130.9 million (2017: \$134.7 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 \$1,713.7 million (2017: \$1,636.5 million) for other purposes.

4. Contributed Equity

| | 2018 \$m | 2017 \$m |
|--|--------------------|--------------------|
| Issued share capital | | |
| Ordinary shares fully paid | (71.9) | (53.2) |
| Movements in issued share capital | | |
| Carrying amount at the beginning of the financial year | (53.2) | 446.8 |
| Share buy-back, inclusive of costs | (18.7) | (500.0) |
| Carrying amount at the end of the financial year | (71.9) | (53.2) |
| Shares held in Trust | | |
| Balance at beginning of the financial year | (19.4) | (8.9) |
| Shares transferred by the Crown Long Term Incentive Plan | 3.7 | (10.5) |
| Balance at the end of the financial year | (15.7) | (19.4) |
| | | |
| | 2018 No. | 2017 No. |
| Issued share capital | | |
| Ordinary shares fully paid | 687,421,194 | 688,847,822 |
| Movements in issued share capital | | |
| Balance at the beginning of the financial year | 688,847,822 | 728,394,185 |
| Share buy-back | (1,426,628) | (39,546,363) |
| Balance at the end of the financial year | 687,421,194 | 688,847,822 |

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 2018, shares to a value of \$18.7 million (2017: \$500.0 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 2018

5. Dividends Paid and Declared

| | 2018 | 2017 |
|--|-----------------------------|----------------|
| | \$m | \$m |
| (a) Dividends declared and paid during the financial year | | |
| <i>Prior year final dividend (paid 6 October 2017)</i> | | |
| Paid at 30.0 cents (2016: 39.5 cents) per share franked at 60% (2016: 70% franked) at the Australian tax rate of 30% (2016: 30%) | 206.7 | 287.7 |
| <i>Current year interim dividend (paid 4 April 2018)</i> | | |
| Paid at 30.0 cents (2017: 113.0 cents) per share franked at 60% (2017: 60% franked) at the Australian tax rate of 30% (2017: 30%) | 206.7 | 823.1 |
| Total dividends appropriated | 413.4 | 1,110.8 |
| (b) Dividends declared and not recognised as a liability | | |
| <i>Current year final dividend (expected to be paid 5 October 2018)</i> | | |
| Declared at 30.0 cents (2017: 30.0 cents) per share and franked at 60% (2017: 60% franked) at the Australian tax rate of 30% (2017: 30%) | 206.2 ⁽¹⁾ | 206.7 |

⁽¹⁾ Dollar value is based on the total number of shares on issue as at the date of declaration.

No shareholders' dividend plans are in operation.

The unfranked portion of the dividend has been declared to be conduit foreign income.

6. Contingent Liabilities

On 15 February 2016 Crown was issued with amended assessments and notices of penalty by the Australian Taxation Office ("ATO") 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 ended 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 in North America. Crown formally objected to the amended assessments, but those objections were disallowed in full by the ATO. On 10 July 2018 Crown lodged applications for an appeal against these objection decisions in the Federal Court.

The ATO has advised Crown of its intention to issue further amended assessments in respect of the financial years ended 30 June 2014 to 30 June 2016 (inclusive), and these also relate to aspects of the financing of Crown's investments in North America. Whilst further amended assessments have not been issued, Crown understands that these will be for approximately \$45 million, comprising primary tax, interest and penalties.

Crown considers that it has paid the correct amount of tax in respect of these matters and intends to continue to pursue all available avenues of objection.

As announced by Crown on 4 December 2017, Maurice Blackburn Lawyers have commenced a class action proceeding against Crown in the Federal Court of Australia. The proceeding has been filed on behalf of persons who acquired an interest in Crown shares between 6 February 2015 and 16 October 2016. Crown has announced that it intends to vigorously defend the proceeding.

In addition to the above matters, entities within the group are defendants from time to time in legal proceedings arising from the conduct of their business. The group does not consider that the outcome of any proceedings ongoing at balance date, either individually or in aggregate, is likely to have a material effect on its financial position. Where appropriate, provisions have been made.

The group has no other material contingent liabilities at 30 June 2018.

Notes to the Financial Statements

For the year ended 30 June 2018

7. Restatement of Prior Period Balances

| | As restated | As Previously Reported | Impact of Restatement |
|--|-------------|------------------------|-----------------------|
| | \$m | \$m | \$m |
| As of 1 July 2016 | | | |
| Statement of Financial Position | | | |
| Other payables - non-current | 510.9 | 339.5 | 171.4 |
| Reserves | 634.8 | 796.6 | (161.8)^ |
| Non-Controlling Interest | 80.3 | 89.8 | (9.5)^ |
| As of 30 June 2017 | | | |
| Statement of Financial Position | | | |
| Trade and other payables - current | 453.0 | 446.5 | 6.5 |
| Other payables - non-current | 274.0 | 224.8 | 49.2 |
| Reserves | 14.4 | 60.8 | (46.4)^ |
| Non-Controlling Interest | 24.8 | 34.1 | (9.3)^ |

^ Also reflected in the Statement of Changes in Equity.

As part of the purchase agreement of DGN in 2015, Crown entered into an agreement with the DGN minority shareholders, which contained two put options and two call options for the acquisition of the remaining non-controlling interest in two instalments of 15% each. As at the acquisition date, Crown did not recognise the put option liability in its financial statements. In its current year financial statements Crown has restated its prior period financial statements to reflect the carrying value of the put option, resulting in adjustments as described in this note.

Upon acquisition during the financial year ended 30 June 2016, Crown should have recognised a financial liability for the put option and a corresponding reduction in non-controlling interest and reserves. As at 1 July 2016, the carrying value of the put option liability amounted to \$171.4 million.

For the year ended 30 June 2017, the carrying value of the put option was re-measured to \$55.7 million, resulting in a reduction of \$115.7 million in Other payables with a corresponding decrease in Reserves and Non-Controlling Interest. In addition, given the first put option was exercisable within twelve months of balance date, \$6.5 million has been classified as current Trade and other payables.

8. Events After the Reporting Period

On 19 July 2018, Crown announced its election to redeem all of the outstanding Subordinated Notes listed on the ASX under the code "CWNHA" (the "Notes") on the first call date of 14 September 2018 in accordance with the terms of the Notes. This is expected to reduce Crown's gross debt by approximately \$400 million.

Subsequent to 30 June 2018, Crown announced its intention to undertake a new on-market share buy-back of approximately \$400 million of shares (the "New Share Buy-Back"), which is expected to commence on 30 August 2018. Based on the Company's closing share price of \$13.32 per share on 8 August 2018, a \$400 million buy-back represents the repurchase of approximately 30.0 million shares or approximately 4.4% of issued capital. Crown may, at its discretion, vary, suspend or terminate the New Share Buy-Back at any time.

Subsequent to 30 June 2018, the directors of Crown declared a final dividend on ordinary shares in respect of the year ending 30 June 2018. The total amount of the dividend is expected to be \$206.2 million, which represents a dividend of 30.0 cents per share franked at 60%. The unfranked portion of the dividend has been declared to be conduit foreign income.

Appendix 4E – Additional Information

For the year ended 30 June 2018

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

9th day of August, 2018.