



PARADISE ENTERTAINMENT LIMITED

(Incorporated in Bermuda with limited liability)

ANNOUNCES 2025 ANNUAL RESULTS

Hong Kong, 26 March 2026 – Paradise Entertainment Limited (“Paradise” or the “Company”, together with its subsidiaries collectively referred to as the “Group”) (HKEx stock code: 1180) announces today its audited consolidated annual results for the year ended 31 December 2025.

2025 ANNUAL RESULTS HIGHLIGHTS

Overall

- The Group’s reported revenue decreased by 23.1% year-on-year to HK\$834.4 million
- The Group’s Adjusted EBITDA decreased by 54.2% year-on-year to HK\$207.5 million
- The Group’s profit for the year decreased by 63.5% year-on-year to HK\$139.4 million

Electronic Gaming Equipment and Systems

- Revenue from the sale/leasing of electronic gaming equipment and systems decreased by 45.3% year-on-year to HK\$199.8 million
- Contributed a profit of HK\$37.6 million (has taken into account research and development and other costs of HK\$49.2 million) to the Adjusted EBITDA of the Group

Provision of Casino Management Services at Casino Kam Pek Paradise

- The Group ceased to provide casino management services at the Casino Kam Pek Paradise (the “Casino”) with effect from 2 December 2025
- Total gross gaming revenue (“GGR”) for the period from 1 January 2025 to 1 December 2025 amounted to HK\$1,156.3 million
- Contributed a profit of HK\$182.7 million to the Adjusted EBITDA of the Group

Balance Sheet

- Bank balances and cash of HK\$378.1 million
- Total borrowings of HK\$110.8 million
- Net assets of HK\$475.1 million
- Gearing ratio of 23.3% (total borrowings over net assets)

Final Dividend

- The Company has proposed the payment of a final dividend of HK2.5 cents per share for the year ended 31 December 2025
- Total dividends of HK10.0 cents per share or HK\$105.2 million in aggregate (including an interim dividend of HK7.5 cents per share or HK\$78.9 million in aggregate) for the year ended 31 December 2025
- Proposed final dividend is expected to be distributed on 25 June 2026



Dr. Jay Chun, Chairman and Managing Director of Paradise, commented, “2025 proved to be a challenging year for the Group, presenting both opportunities and threats to the Group’s businesses. We firmly believe that with every risk comes a potential opportunity, especially for those who are well-prepared. By proactively adapting to dynamic market conditions, the Group is well-positioned to capitalise on emerging opportunities and enhance its resilience in navigating uncertainties through innovative products and technology. Despite the uncertainties impacting the macro economy – such as global market fluctuations, geographical complexities, and trade tensions marked by reciprocal tariffs – supportive factors, including a series of major events and prestigious conferences hosted throughout the year, favourable travel initiatives to Macau, and improved regional connectivity, solidified Macau’s status as a premium global tourist destination. These elements contributed to a commendable increase in tourist arrivals and total gross gaming revenue in Macau in 2025.”

Total reported revenue of the Group for the year ended 31 December 2025 was HK\$834.4 million, representing a decrease of 23.1% over that of HK\$1,084.9 million for the year ended 31 December 2024. The decrease in the total reported revenue of the Group was mainly due to the decrease in revenue from the provision of casino management services in Macau and the sale and/or leasing of electronic gaming equipment and systems. The Group recorded a profit of HK\$139.4 million for the year ended 31 December 2025, representing a decrease of 63.5% over that of HK\$381.9 million for the year ended 31 December 2024.

Electronic Gaming Equipment and Systems

Revenue from the sale/leasing of electronic gaming equipment and systems of the Group for the year ended 31 December 2025 was HK\$199.8 million, representing a decrease of 45.3% over that of HK\$365.3 million for the year ended 31 December 2024. The decrease was mainly due to the decrease in the sale of live multi game (“LMG”) terminals and systems in Macau. During the year ended 31 December 2024, LMG terminals achieved widespread popularity due to their innovative advancements in gaming technology and the Group recognised significant revenue from the sale of LMG terminals and systems in the consolidated financial statement of the Group for the year ended 31 December 2024. The sale of LMG terminals were weakened during the year ended 31 December 2025, primarily because customers might have opted to postpone their purchases in anticipation of our upcoming LMG system, namely “Black Coral”, which was first announced by the Group in late 2024. Black Coral, currently planned for launch in 2026, is designed to incorporate advanced technological features, including integrated analytics and widgets that present historical and real-time gameplay data in a clear and accessible format. By highlighting observable patterns derived from actual gameplay outcomes through intuitive visualisation, the system aims to enhance player engagement and the overall gaming experience. Revenue recognition of this new version of LMG system has not yet occurred. The Group anticipates that Black Coral will enhance player engagement and accelerate the replacement of existing LMG terminals and systems in operation, hence driving future revenue growth of the Group in this segment.

Adjusted EBITDA from the electronic gaming equipment and systems segment for the year ended 31 December 2025 was a profit of HK\$37.6 million, representing a decrease of 76.0% over that of HK\$156.4 million for the year ended 31 December 2024. The decrease was mainly due to the decrease in revenue from the sale of LMG terminals in Macau and the increase in research and development and other costs of the business segment for the year ended 31 December 2025 when compared with that for the year ended 31 December 2024.



Provision of Casino Management Services at Casino Kam Pek Paradise in Macau

On 9 June 2025, the Company was advised by SJM Resorts, Limited (“SJM Resorts”) that the service agreement (the “Service Agreement”) entered into between the Group and SJM Resorts for the provision of casino management services by the Group to SJM Resorts at Casino Kam Pek Paradise in Macau would not be renewed or extended upon its original expiry date of 31 December 2025. The Company was further advised by SJM Resorts in November 2025 that the business operations of Casino Kam Pek Paradise would be terminated on 2 December 2025. Consequently, the Group ceased to provide casino management services to SJM Resorts at Casino Kam Pek Paradise with effect from 2 December 2025. The non-renewal of the Service Agreement and the cessation of operations of Casino Kam Pek Paradise had an adverse impact on the business performance of Casino Kam Pek Paradise. Moreover, the early termination of operations of Casino Kam Pek Paradise on 2 December 2025 resulted in a loss of nearly one month of anticipated income for the Group in the year ended 31 December 2025 when compared with the full 12-month revenue reported for the year ended 31 December 2024. Furthermore, the cessation of operations of Casino Kam Pek Paradise necessitated the Group’s payment to its employees and reimbursement to SJM Resorts for those gaming operation staff employed by SJM Resorts who worked for Casino Kam Pek Paradise under the Group’s management in Macau totalling HK\$42.1 million which was charged to the consolidated financial statements as expenses for the year ended 31 December 2025 for employees’ compensation and benefits, including long service payments, as a result of the cessation of operations of the casino. Therefore, the business performance of this business segment for the year ended 31 December 2025 was weakened when compared with that for the year ended 31 December 2024.

Total GGR generated by Casino Kam Pek Paradise for the period from 1 January 2025 to 1 December 2025 amounted to HK\$1,156.3 million, as compared with the amount of HK\$1,313.1 million for the year ended 31 December 2024. The decrease was mainly due to the decrease in number of patrons visiting Casino Kam Pek Paradise during the period from 1 January 2025 to 1 December 2025 and fewer days of operation of Casino Kam Pek Paradise in 2025 as the casino ceased operation with effect from 2 December 2025, when compared with that for the year ended 31 December 2024.

Adjusted EBITDA from the discontinued operation of provision of casino management services at Casino Kam Pek Paradise in Macau for the year ended 31 December 2025 was a profit of HK\$182.7 million, representing a decrease of 41.1% over that of HK\$310.4 million for the year ended 31 December 2024. The decrease was mainly due to the decrease in total GGR generated by Casino Kam Pek Paradise for the year ended 31 December 2025 when compared with that generated for the year ended 31 December 2024, which in turn was mainly due to the decrease in the number of patrons to as well as fewer days of operation of Casino Kam Pek Paradise as the casino ceased operation with effect from 2 December 2025, when compared with that for the year ended 31 December 2024.



Prospects

Dr. Jay Chun added, “In 2025, the entertainment and hospitality industry in Macau maintained its growth momentum, particularly as the city aligns with the development initiatives of the national Greater Bay Area. Despite global headwinds and uncertainties stemming mainly from geopolitical tensions, trade disputes, and reciprocal tariffs, economic recovery in Mainland China, one of the world’s largest economies, is expected to support steady growth in Macau. Supportive measures introduced by the Mainland China government as well as the Macau government aim to position Macau as a world centre of tourism and leisure. These initiatives include favourable visa policies, improvement in regional connectivity, and enhancement in tourism infrastructure, etc. Together with ongoing non-gaming investments, these initiatives are poised to bolster tourism and stimulate the local economy of Macau. Macau is also solidifying its position as a vibrant hub for music and sports events, hosting world-class performances and high-profile concerts that attracted a diverse range of tourists from Mainland China and around the globe. Additionally, the appreciation of Renminbi enhances the spending power of Mainland Chinese tourists, benefitting Macau’s gaming industry and the broader economy.

As one of the largest gaming hubs in the world, Macau’s gaming industry is continuously supported by the strong visitor arrivals and a strategic focus on the mass gaming market, which aligns closely with the Group’s business direction. Our relentless efforts to enhance our core business and develop innovative products are gradually yielding results, gaining prominence among casino operators. The Group is committed to innovation, aiming to deliver unparalleled gaming experience to patrons while offering improved cost-effectiveness and operational benefits for casino operators.

Our upcoming LMG system, namely “Black Coral”, currently planned for launch in 2026, is designed to incorporate advanced technological features, including integrated analytics and widgets that present historical and real-time gameplay data in a clear and accessible format. By highlighting observable patterns derived from actual gameplay outcomes through intuitive visualisation, the system aims to enhance player engagement and the overall gaming experience. Additionally, “Speedwave”, an innovative slant-top cabinet newly designed for our new LMG machines and other ETG machines, features an advanced architecture that enables casino operators to effortlessly switch between different games simply by changing the topper, thereby maximising flexibility. In addition to gaming machines, the Group also offers a diverse selection of gaming products, including various peripheral options to cater to a wide range of customer needs and preferences. Complementing this lineup is the Group’s signature product series, “GameView”, which dominates the Macau gaming market. This innovative product features a large-format animated display screen and an interactive interface that enriches the overall gaming environment, providing an immersive experience for patrons. This integrated approach delivers a seamless gaming experience tailored to both patrons and casino operators, significantly enhancing player engagement through immersive visuals, dynamic betting options, flexible game configurations and artificial intelligence. Looking ahead, the Group plans to continue optimising the GameView technology to enhance interactivity for players and to provide greater content flexibility for casino operators, enabling adaptable content updates to suit different festive seasons and promotional themes. The Group anticipates that the demand generated by our new LMG systems, cabinets and peripheral products, etc. will positively impact our performance in the coming years.

With regards to our game tiles, in addition to popular ones like “Super Bull”, “Enter the Dragon” and “Mori Dice”, we have launched a suite of groundbreaking products designed to redefine casino gaming experience for patrons around the world. Notable among these innovative offerings is “House



of Play”, a versatile multi-game platform that supports both live and virtual games across multiple deployment formats, including betting terminals and mobile devices such as tablets. Designed to accommodate a wide range of game types, from table games to casual games, the platform provides a unified and flexible gaming environment that enhances player entertainment and engagement. Another exciting addition, “Paradise Town” (tentative name), showcases various legendary classic games, delivering a captivating blend of excitement, nostalgia and continuous entertainment that resonates with players. Additionally, “SeeSaw Craps”, presents a modern twist on traditional dice play, artfully balancing established gaming practices with innovative elements, appealing to both new and seasoned players.

The Group is actively pursuing to expand its product offerings while targeting overseas markets with significant potential, including the Philippines, Sri Lanka, Laos, Malaysia, Vietnam and North America, etc. to capture the untapped demand. As part of our proactive strategy to expand our presence in overseas markets to grasp the enormous market potential, we opened a new office and showroom in Manila, the Philippines in 2025. These initiatives reflect our commitment to exploring further opportunities to grow our product footprint in international gaming markets.

Through unwavering commitment to research and development, and a strategic focus on leveraging artificial intelligence, the Group remains dedicated to fostering innovation and consistently delivering the most creative game experiences to the market. The launch of our new production line in April 2025, the first and only gaming equipment and machine production facility in Macau, has significantly enhanced our operational flexibility and responsiveness to customer requests. This advancement is expected to shorten production lead times and enhance the Group’s responsiveness to market demand. These developments not only aim to satisfy the diverse preferences of gaming enthusiasts but also better position the Group to establish a robust presence in emerging markets, driving sustainable growth while reinforcing our status as one of the leaders in the global gaming industry. Our commitment to innovation and excellence will continue to set us apart in a competitive landscape, ultimately enhancing the overall player experience and satisfaction.

Fuelled by technological advancements, a diverse range of game offerings, and the explosive growth of mobile internet, the global online gaming market is poised for rapid expansion. With our robust technological capabilities, highly recognised brand, and exceptional talent, the Group is strategically positioned to seize this tremendous market opportunity. The Group is set to launch our new brand called “Infernoplay”, as we venture into the online gaming sector, positioning ourselves as a dynamic game provider. A collection of engaging new games, enhanced by our ability to integrate generative artificial intelligence, is already in development pipeline and will soon be ready for launch with licensed online gaming operators. Given the surging popularity of online gaming, the Group anticipates that this venture may represent an additional growth opportunity in the near future.

The Group’s highly acclaimed casino advisory capabilities, built over the years of providing professional casino management services, have strategically positioned us with competitive-edge for expansion in this critical area. Following the recent cessation of our provision of casino management services at Casino Kam Pek Paradise in Macau, leveraging our esteemed reputation and extensive experience in the realm of casino management, the Group has successfully partnered with another gaming concessionaire in Macau, offering professional advisory services to a casino in Macau operated by the concessionaire since 2 December 2025. Looking ahead, the Group is committed to delivering exceptional services to the casino operator partner while actively capitalising on our knowledge and expertise to explore additional growth opportunities around the globe.



Amid a competitive global gaming market, it is essential for the Group to proactively invest in innovation and technology, and remain agile in responding to ever-changing market demands and trends. Our unwavering commitment to enhancing our product innovation and expanding our offerings empowers us to meet the evolving needs of our prestigious clients, business partners, and gaming enthusiasts. By staying attuned to market trends and going beyond to navigate emerging possibilities and challenges, the Group is strategically poised to drive substantial growth and ensure its continued success in the dynamic gaming landscape. We are confident that our strategic initiatives will position us for a prosperous future as we navigate the opportunities and challenges ahead.”

Proposed final dividend

The Company has proposed the payment of a final dividend of HK2.5 cents per share for the year ended 31 December 2025 to the shareholders of the Company whose names appear on the Company’s register of members on 4 June 2026. The proposed final dividend is expected to be distributed on 25 June 2026.

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 professional advisory and other services to casino in Macau. The Group is the inventor, patent owner and provider of live multi game terminals and dominates the electronic table games market in Macau. The Group has also been developing slot machines.

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

For Investor and Media Enquiries, please contact:

Corporate Strategy and Investor Relations

Telephone: (852) 2620 5303

Email: paradise.ir@hk1180.com