

## Appendix 4E

### Year ended 30 June 2019

(previous corresponding period: 30 June 2018)

### Results for announcement to the market

Results in accordance with Australian Accounting Standards				\$m
Revenue from operations	down	5.0%	to	2,929.2
Net profit for the period attributable to members of the parent	down	28.1%	to	401.8

	Normalised Results <sup>(1)</sup>		Actual Results <sup>(2)</sup>	
	\$m	% Movement	\$m	% Movement
Earnings before interest, tax, depreciation and amortisation	802.1	(8.7%)	849.7	7.2%
Depreciation & amortisation	(273.6)	(4.3%)	(273.6)	(4.3%)
Earnings before interest & tax	528.5	(10.8%)	576.1	13.7%
Share of associates' profits	13.3		13.3	
Net interest expense	(10.1)		(10.1)	
Income tax expense	(162.0)		(176.4)	
<b>Net profit after tax</b>	<b>369.7</b>	(4.1%)	<b>402.9</b>	(29.7%)
Non-controlling interest	(1.1)		(1.1)	
<b>Net profit attributable to members of the Parent</b>	<b>368.6</b>	(4.7%)	<b>401.8</b>	(28.1%)

(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 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, operating 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 relevant 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.

Dividends	Amount per security	Franked amount per security
Final dividend:	30.0 cents	7.50 cents
Previous corresponding period:	30.0 cents	18.00 cents
Record date for determining entitlements to the dividend:	20 September 2019	
Final dividend payment date:	4 October 2019	
<b>Net Tangible Asset Backing</b>	<b>30 June 2019</b>	<b>30 June 2018</b>
Net tangible asset backing per ordinary security on issue at period end:	\$5.34	\$5.26

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 2019

	Note	2019 \$m	2018 \$m
Revenues	2	2,929.2	3,083.1
Other income	2	0.2	172.5
Expenses	2	(2,326.8)	(2,441.9)
Share of profits of associates		13.3	6.6
<b>Profit before income tax and finance costs</b>		<b>615.9</b>	<b>820.3</b>
Finance costs	2	(36.6)	(76.1)
<b>Profit before income tax</b>		<b>579.3</b>	<b>744.2</b>
Income tax expense		(176.4)	(171.0)
<b>Net profit after tax</b>		<b>402.9</b>	<b>573.2</b>
<b>Attributable to:</b>			
Equity holders of the Parent		401.8	558.9
Non-controlling interests		1.1	14.3
		<b>402.9</b>	<b>573.2</b>

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

	2019 Cents per share	2018 Cents per share
<b>Earnings per share (EPS)</b>		
Basic EPS	59.07	81.16
Diluted EPS	59.00	81.16
EPS calculation is based on the weighted average number of shares on issue throughout the period		
<b>Dividends per share</b>		
Current year final dividend declared	30.00	30.00
Current year interim dividend paid	30.00	30.00

## Statement of Comprehensive Income

For the year ended 30 June 2019

	2019	2018
	\$m	\$m
<b>Net profit after tax</b>	<b>402.9</b>	<b>573.2</b>
<b>Other Comprehensive Income</b>		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Foreign currency translation	14.0	7.6
Movement in cash flow hedge reserve	4.1	1.4
<i>Items reclassified to profit or loss:</i>		
Foreign currency translation	-	(76.9)
<b>Other comprehensive income / (loss) for the period, net of income tax</b>	<b>18.1</b>	<b>(67.9)</b>
<b>Total comprehensive income / (loss) for the period</b>	<b>421.0</b>	<b>505.3</b>
<b>Attributable to:</b>		
Equity holders of the Parent	419.6	491.7
Non-controlling interests	1.4	13.6
	<b>421.0</b>	<b>505.3</b>

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

## Statement of Financial Position

As at 30 June 2019

	Note	2019 \$m	2018 \$m
<b>Current assets</b>			
Cash and cash equivalents	3	1,126.0	1,844.6
Trade and other receivables		98.7	172.3
Inventories		16.7	17.3
Prepayments		38.1	32.8
Other financial assets		5.5	9.2
<b>Total current assets</b>		<b>1,285.0</b>	<b>2,076.2</b>
<b>Non-current assets</b>			
Receivables		157.8	143.0
Other financial assets		37.5	23.3
Investments in associates		206.9	187.8
Property, plant and equipment		4,259.0	3,880.7
Intangible assets - licences		1,064.0	1,080.6
Other intangible assets		415.3	462.8
Deferred tax assets		159.5	266.9
Other assets		48.8	50.4
<b>Total non-current assets</b>		<b>6,348.8</b>	<b>6,095.5</b>
<b>Total assets</b>		<b>7,633.8</b>	<b>8,171.7</b>
<b>Current liabilities</b>			
Trade and other payables		433.1	427.5
Interest-bearing loans and borrowings		287.6	25.7
Income tax payable		153.9	165.3
Provisions		186.0	225.1
<b>Total current liabilities</b>		<b>1,060.6</b>	<b>843.6</b>
<b>Non-current liabilities</b>			
Other payables		255.1	287.6
Interest-bearing loans and borrowings		791.0	1,467.0
Deferred tax liabilities		401.5	380.9
Provisions		24.2	32.6
Other financial liabilities		4.5	2.1
<b>Total non-current liabilities</b>		<b>1,476.3</b>	<b>2,170.2</b>
<b>Total liabilities</b>		<b>2,536.9</b>	<b>3,013.8</b>
<b>Net assets</b>		<b>5,096.9</b>	<b>5,157.9</b>
<b>Equity</b>			
Contributed equity	4	(203.3)	(71.9)
Treasury shares	4	-	(15.7)
Reserves		1.4	(60.5)
Retained earnings		5,298.8	5,306.0
<b>Total equity</b>		<b>5,096.9</b>	<b>5,157.9</b>

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

## Cash Flow Statement

For the year ended 30 June 2019

	Note	2019 \$m	2018 \$m
<b>Cash flows from operating activities</b>			
Receipts from customers		3,070.1	3,266.9
Payments to suppliers and employees		(2,177.4)	(2,405.1)
Dividends received		8.9	9.1
Interest received		28.6	28.8
Borrowing costs paid		(76.6)	(108.7)
Income tax paid		(75.5)	(59.3)
<b>Net cash flows from/(used in) operating activities</b>		<b>778.1</b>	<b>731.7</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(538.7)	(393.7)
Proceeds from sale of property, plant and equipment		0.2	338.6
Investment in equity accounted associates		(5.5)	(6.9)
Proceeds from disposal of investments		7.6	70.7
Net proceeds from sale of equity investments		-	62.5
Net payment for the acquisition of subsidiaries		-	(10.6)
Net proceeds from the disposal of subsidiaries		-	141.8
Loans to associated entities		-	(1.5)
Other (net)		4.4	-
<b>Net cash flows from/(used in) investing activities</b>		<b>(532.0)</b>	<b>200.9</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		56.1	79.7
Repayment of borrowings		(481.1)	(508.2)
Dividends paid		(409.0)	(413.4)
Payments for share buy-back		(131.4)	(18.8)
<b>Net cash flows from/(used in) financing activities</b>		<b>(965.4)</b>	<b>(860.7)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>			
Cash and cash equivalents at the beginning of the financial year		1,844.6	1,771.2
Effect of exchange rate changes on cash		0.7	1.5
<b>Cash and cash equivalents at the end of the financial year</b>	3	<b>1,126.0</b>	<b>1,844.6</b>

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 2019

	Ordinary Shares	Shares Held in Trust	Retained Earnings	Reserves	Total	Non- Controlling Interest	Total Equity
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
<b>Year ended 30 June 2019</b>							
Balance at 1 July 2018	(71.9)	(15.7)	5,306.0	(60.5)	5,157.9	-	5,157.9
Profit for the period	-	-	401.8	-	401.8	1.1	402.9
Other comprehensive income	-	-	-	17.8	17.8	0.3	18.1
Total comprehensive income for the period	-	-	401.8	17.8	419.6	1.4	421.0
Dividends paid	-	-	(409.0)	-	(409.0)	-	(409.0)
Transactions with non-controlling interests	-	-	-	-	-	(0.6)	(0.6)
Share buy-back	(131.4)	-	-	-	(131.4)	-	(131.4)
Movement in non-controlling interest put option	-	-	-	40.8	40.8	(0.8)	40.0
Share based payments	-	15.7	-	3.3	19.0	-	19.0
<b>Balance at 30 June 2019</b>	<b>(203.3)</b>	<b>-</b>	<b>5,298.8</b>	<b>1.4</b>	<b>5,096.9</b>	<b>-</b>	<b>5,096.9</b>
<b>Year ended 30 June 2018</b>							
Balance at 1 July 2017	(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
<b>Balance at 30 June 2018</b>	<b>(71.9)</b>	<b>(15.7)</b>	<b>5,306.0</b>	<b>(60.5)</b>	<b>5,157.9</b>	<b>-</b>	<b>5,157.9</b>

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 2019

**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. Crown has identified the Board of Directors as its chief operating decision maker that allocates resources and assesses the performance of the operating segments. The segment information presented below is consistent with internal management reporting. The Group believes that normalised results<sup>(1)</sup> are the relevant 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.

	Normalised Result <sup>(1)</sup>						Adjustment <sup>(1)(2)</sup> \$m	Actual Crown Group \$m
	Crown Melbourne \$m	Crown Perth \$m	Crown Aspinalls \$m	Wagering & Online \$m	Unallocated \$m	Crown Group \$m		
<b>30 June 2019</b>								
<b>Operating revenue</b>								
Main floor tables	772.4	186.8	-	-	-	959.2		
Main floor machines	462.7	267.4	-	-	-	730.1		
VIP program play	441.4	72.0	54.9	-	-	568.3		
Wagering & Non gaming	478.9	273.2	1.1	130.1	1.5	884.8		
Intersegment						(3.2)		
	<b>2,155.4</b>	<b>799.4</b>	<b>56.0</b>	<b>130.1</b>	<b>1.5</b>	<b>3,139.2</b>	<b>(236.3)</b>	<b>2,902.9</b>
<b>Operating revenue</b>								
Interest revenue						26.5	-	26.5
<b>Total revenue</b>	<b>2,155.4</b>	<b>799.4</b>	<b>56.0</b>	<b>130.1</b>	<b>1.5</b>	<b>3,165.7</b>	<b>(236.3)</b>	<b>2,929.4</b> <sup>(3)</sup>
Operating expenses	(1,565.9)	(577.6)	(49.6)	(104.0)	(43.2)	(2,340.3)	283.9	(2,056.4)
Intersegment						3.2	-	3.2
<b>Earnings before interest, tax, depreciation and amortisation "EBITDA"</b>	<b>589.5</b>	<b>221.8</b>	<b>6.4</b>	<b>26.1</b>	<b>(41.7)</b>	<b>802.1</b>	<b>47.6</b>	<b>849.7</b>
Depreciation and amortisation	(175.2)	(85.3)	(2.7)	(6.8)	(3.6)	(273.6)	-	(273.6)
<b>Earnings before interest and tax "EBIT"</b>	<b>414.3</b>	<b>136.5</b>	<b>3.7</b>	<b>19.3</b>	<b>(45.3)</b>	<b>528.5</b>	<b>47.6</b>	<b>576.1</b>
Equity accounted share of associates' net profit/(loss)						13.3	-	13.3
Net interest income/(expense)						(10.1)	-	(10.1)
Income tax benefit/(expense)						(162.0)	(14.4)	(176.4)
<b>Profit/(loss) after tax</b>						<b>369.7</b>	<b>33.2</b>	<b>402.9</b>
Non-controlling interest						(1.1)	-	(1.1)
<b>Profit/(loss) attributable to equity holders of the Parent</b>						<b>368.6</b>	<b>33.2</b>	<b>401.8</b>

(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, operating expenses and income tax expense. Revenue from gaming transactions that include complimentary goods or services being provided to customers is not allocated from gaming revenue to the good or service provided. Normalised results are a non-IFRS measure.

(2) During the year Crown incurred \$261.3 million of actual VIP program play commission expenses. Commission expenses are included in the total normalised Operating Expenses for the period of \$2,340.3 million. In the actual results, the commission expenses have been allocated out of Operating Expenses and recognised as a reduction to revenue. This difference between the normalised and actual result is included in the Adjustment column above.

(3) Total revenue of \$2,929.4 million includes \$0.2 million of profit on disposal of non-current assets, which is not included in revenue in the Statement of Profit or Loss.

## Notes to the Financial Statements

For the year ended 30 June 2019

**1. Segment Information** *continued*

30 June 2018	Normalised Result <sup>(1)</sup>						Adjustment <sup>(1)(2)</sup>	Significant Items <sup>(4)</sup>	Actual Crown Group
	Crown Melbourne \$m	Crown Perth \$m	Crown Aspinalls \$m	Wagering & Online \$m	Unallocated \$m	Crown Group \$m			
<b>Operating revenue</b>									
Main floor tables	767.1	198.8	-	-	-	965.9			
Main floor machines	449.9	265.1	-	-	-	715.0			
VIP program play	591.8	103.0	63.4	-	-	758.2			
Wagering & Non gaming	470.2	277.6	1.0	293.0	4.5	1,046.3			
Intersegment						(2.0)			
Operating revenue	2,279.0	844.5	64.4	293.0	4.5	3,483.4	(428.2)	-	3,055.2
Interest revenue						30.1	-	-	30.1
<b>Total revenue</b>	<b>2,279.0</b>	<b>844.5</b>	<b>64.4</b>	<b>293.0</b>	<b>4.5</b>	<b>3,513.5</b>	<b>(428.2)</b>	<b>-</b>	<b>3,085.3</b> <sup>(3)</sup>
Operating expenses	(1,634.0)	(595.7)	(52.4)	(266.1)	(58.9)	(2,607.1)	342.3	-	(2,264.8)
Intersegment						2.0	-	-	2.0
<b>Earnings before interest, tax, depreciation and amortisation "EBITDA"</b>	<b>645.0</b>	<b>248.8</b>	<b>12.0</b>	<b>26.9</b>	<b>(54.4)</b>	<b>878.3</b>	<b>(85.9)</b>	<b>-</b>	<b>792.4</b>
Depreciation and amortisation	(177.5)	(87.0)	(1.9)	(14.8)	(4.7)	(285.9)	-	-	(285.9)
<b>Earnings before interest and tax "EBIT"</b>	<b>467.5</b>	<b>161.8</b>	<b>10.1</b>	<b>12.1</b>	<b>(59.1)</b>	<b>592.4</b>	<b>(85.9)</b>	<b>-</b>	<b>506.5</b>
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	(26.7)	(171.0)
<b>Profit/(loss) after tax</b>						<b>385.6</b>	<b>(60.1)</b>	<b>247.7</b>	<b>573.2</b>
Non-controlling interest						1.2	-	(15.5)	(14.3)
<b>Profit/(loss) attributable to equity holders of the Parent</b>						<b>386.8</b>	<b>(60.1)</b>	<b>232.2</b>	<b>558.9</b>

- (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, operating expenses and income tax expense. Revenue from gaming transactions that include complimentary goods or services being provided to customers is not allocated from gaming revenue to the good or service provided. Normalised results are a non-IFRS measure.
- (2) During the year Crown incurred \$409.9 million of actual VIP program play commission expenses. Commission expenses are included in the total normalised Operating Expenses for the period of \$2,607.1 million. In the actual results, the commission expenses have been allocated out of Operating Expenses and recognised as a reduction to revenue. This difference between the normalised and actual result is included in the Adjustment column above.
- (3) Total revenue of \$3,085.3 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.
- (4) 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.

## Notes to the Financial Statements

For the year ended 30 June 2019

**2. Revenue and Expenses**

	<b>2019</b>	<b>2018</b>
	<b>\$m</b>	<b>\$m</b>
Profit before income tax expense includes the following revenues and expenses:		
<b>(a) Revenue</b>		
Crown Melbourne	2,133.7	2,217.5
Crown Perth	808.8	839.0
Crown Aspinalls	56.3	75.6
Wagering & Online	129.1	292.9
Other	-	1.3
Less Commissions	(261.3)	(409.9)
Total Revenue from Contracts with Customers	2,866.6	3,016.4
Tenancy revenue	34.6	34.9
Interest	26.5	30.1
Dividends	1.5	1.7
	<b>2,929.2</b>	<b>3,083.1</b>
<b>(b) Other income</b>		
Profit on disposal of non-current assets	0.2	2.2
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
	<b>0.2</b>	<b>172.5</b>
<b>(c) Expenses</b>		
Cost of sales	157.6	159.1
Operating activities	2,122.4	2,326.1
Goodwill impairment - DGN	48.9	-
Reassessment of contingent consideration - DGN	(48.9)	-
Asset impairment reversal	-	(122.3)
Restructuring & other expenses	-	15.5
Other expenses	46.8	63.5
	<b>2,326.8</b>	<b>2,441.9</b>
<b>Depreciation of non-current assets</b> (included in expenses above)		
Buildings	94.9	95.4
Plant and equipment	154.0	162.6
	248.9	258.0
<b>Amortisation of non-current assets</b> (included in expenses above)		
Casino licence fee and management agreement	20.4	20.3
Other assets	4.3	7.6
	24.7	27.9
<b>Total depreciation and amortisation expense</b>	<b>273.6</b>	<b>285.9</b>

## Notes to the Financial Statements

For the year ended 30 June 2019

**2. Revenue and Expenses** *continued*

	<b>2019</b>	<b>2018</b>
	<b>\$m</b>	<b>\$m</b>
<b>(d) Other income and expense disclosures</b>		
<b>Finance costs expensed:</b>		
Debt facilities	81.5	106.4
Capitalised interest	(44.9)	(30.3)
	<b>36.6</b>	<b>76.1</b>
<b>(e) Significant items - income / (expense)</b>		
Goodwill impairment - DGN <sup>(1)</sup>	(48.9)	-
Reassessment of contingent consideration - DGN <sup>(1)</sup>	48.9	-
Asset impairment reversal	-	122.3
Net foreign currency gain on disposal of foreign operations	-	76.9
Net gain on CrownBet disposal	-	87.5
Net gain on Ellerston disposal	-	5.9
Restructuring & other significant expenses	-	(15.5)
Associates significant items	-	(2.7)
Tax amounts in significant items	-	(26.7)
	<b>-</b>	<b>247.7</b>

- (1) At 30 June 2019, indicators of impairment were identified for the DGN CGU. These indicators were considered in the re-forecast of cash flows of the DGN Group, which were developed as part of the annual four-year business plan presented to and approved by the Board. Based on the impairment testing using the re-forecast earnings of the DGN Group, the recoverable amount of the DGN CGU is \$81.8 million as at 30 June 2019. As a result of the carrying amounts exceeding the recoverable amount, Crown has reduced goodwill relating to the acquisition of DGN by \$48.9 million. This goodwill was initially recorded as part of the acquisition of Winners Club Limited, with a significant part of the initial goodwill relating to contingent consideration. Crown has also reassessed the amount of contingent consideration on the acquisition of Winners Club Limited and reduced the amount due by \$48.9 million.

**3. Cash and Cash Equivalents**

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

	<b>2019</b>	<b>2018</b>
	<b>\$m</b>	<b>\$m</b>
Cash on hand and at bank	412.5	355.8
Deposits on call	713.5	1,488.8
	<b>1,126.0</b>	<b>1,844.6</b>

The above closing cash balances includes \$133.9 million (2018: \$130.9 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 \$992.1 million (2018: \$1,713.7 million) for other purposes.

## Notes to the Financial Statements

For the year ended 30 June 2019

**4. Contributed Equity**

	<b>2019</b>	<b>2018</b>
	<b>\$m</b>	<b>\$m</b>
<b>Issued share capital</b>		
Ordinary shares fully paid	(203.3)	(71.9)
<b>Movements in issued share capital</b>		
Carrying amount at the beginning of the financial year	(71.9)	(53.2)
Share buy-back, inclusive of costs	(131.4)	(18.7)
<b>Carrying amount at the end of the financial year</b>	<b>(203.3)</b>	<b>(71.9)</b>
<b>Shares held in Trust</b>		
Balance at beginning of the financial year	(15.7)	(19.4)
Shares transferred under the Crown Long Term Incentive Plan	15.7	3.7
<b>Balance at the end of the financial year</b>	<b>-</b>	<b>(15.7)</b>
	<b>2019</b>	<b>2018</b>
	<b>No.</b>	<b>No.</b>
<b>Issued share capital</b>		
Ordinary shares fully paid	677,158,271	687,421,194
<b>Movements in issued share capital</b>		
Balance at the beginning of the financial year	687,421,194	688,847,822
Share buy-back	(10,262,923)	(1,426,628)
<b>Balance at the end of the financial year</b>	<b>677,158,271</b>	<b>687,421,194</b>

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 2019, shares to a value of \$131.4 million (2018: \$18.7 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 2019

**5. Dividends Paid and Declared**

	<b>2019</b>	<b>2018</b>
	<b>\$m</b>	<b>\$m</b>
<b>(a) Dividends declared and paid during the financial year</b>		
<b><i>Prior year final dividend (paid 5 October 2018)</i></b>		
Paid at 30.0 cents (2017: 30.0 cents) per share franked at 60% (2017: 60% franked) at the Australian tax rate of 30% (2017: 30%)	205.9	206.7
<b><i>Current year interim dividend (paid 4 April 2019)</i></b>		
Paid at 30.0 cents (2018: 30.0 cents) per share franked at 60% (2018: 60% franked) at the Australian tax rate of 30% (2018: 30%)	203.1	206.7
<b>Total dividends appropriated</b>	<b>409.0</b>	<b>413.4</b>
<b>(b) Dividends declared and not recognised as a liability</b>		
<b><i>Current year final dividend (expected to be paid 4 October 2019)</i></b>		
Declared at 30.0 cents (2018: 30.0 cents) per share franked at 25% (2018: 60% franked) at the Australian tax rate of 30% (2018: 30%)	<b>203.1</b>	<b>206.2 <sup>(1)</sup></b>

<sup>(1)</sup> Dollar value based on the total number of shares on issue as at the date of declaration of the 2018 final dividend.

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 comprise 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 ("Cannery") in North America. Crown formally objected to the amended assessments and notices of penalty, but those objections were disallowed in full by the ATO. On 10 July 2018 Crown lodged applications for an appeal against the objection decisions relating to the amended assessments in the Federal Court. On 7 September 2018 Crown applied to the Administrative Appeals Tribunal ("AAT") for a review of the objection decisions relating to the notices of penalty.

Crown was issued with further amended assessments and notices of penalty dated 31 August 2018 in respect of the financial years ended 30 June 2014 to 30 June 2016 (inclusive). The further amended assessments and notices of penalty have been issued for a total of approximately \$34 million which comprise primary tax, interest and penalties, and similarly relate to some of the financing for Crown's investment in Cannery. Crown formally objected to the amended assessments and notices of penalty, but those objections were disallowed in full by the ATO. On 21 December 2018 Crown lodged applications for an appeal against the objection decisions relating to the further amended assessments in the Federal Court, and applied to the AAT for a review of the objection decisions relating to the notices of penalty. Pursuant to orders made by the Federal Court and the AAT, the appeals and applications for review relating to the further amended assessments and notices of penalty were joined to the existing Federal Court and AAT proceedings commenced in respect of the original amended assessments and notices of penalty issued to Crown on 15 February 2016.

The Federal Court and the AAT (simultaneously) heard all of the proceedings between 11 and 21 June 2019. Judgement is yet to be handed down.

Crown considers that it has paid the correct amount of tax in respect of these matters.

# Notes to the Financial Statements

For the year ended 30 June 2019

## **6. Contingent Liabilities** *continued*

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 2019.

## **7. Changes in Accounting Policies**

The Group has adopted, for the first time, AASB 15 *Revenue from Contracts with Customers* that requires restatement of the previous financial statements. The effect of the changes is discussed below.

Several other amendments and interpretations apply for the first time from July 2018, but do not have a material impact on the financial position or performance of the Group during the period.

### **AASB 15 Revenue from Contracts with Customers**

This standard specifies the accounting treatment for revenue arising from contracts with customers providing a framework for determining whether, when and how much revenue should be recognised. The standard requires an entity to recognise revenue when it transfers promised goods or services to customers at the transaction price, at an amount that reflects what it expects to be entitled to receive in exchange for the goods or services.

The Group adopted AASB 15 using the full retrospective method of adoption. Certain prior period amounts have been adjusted to reflect the full retrospective adoption of the standard. For the year ended 30 June 2018, the Statement of Profit or Loss was restated, resulting in a decrease in 'revenue' and 'expenses' of \$409.9 million. Also the Cash Flow Statement was restated resulting in a decrease in 'receipts from customers' and 'payments to suppliers and employees' of \$409.9 million. There was no impact on the net profit or net cash flows of the Group in the current or comparative reporting period.

## **8. Events After the Reporting Period**

Crown holds a 50% ownership interest in the One Queensbridge development site which is strategically located adjacent to the Crown Melbourne entertainment complex, with the remaining 50% interest held by the Schiavello Group. Subsequent to 30 June 2019, Crown reached an agreement to purchase the Schiavello Group's 50% ownership interest in the site as well as all pre-development assets, including all intellectual property and designs for the project, for approximately \$80 million. The transaction remains subject to long-form agreements between Crown and the Schiavello Group.

Subsequent to 30 June 2019, the directors of Crown declared a final dividend on ordinary shares in respect of the year ending 30 June 2019. The total amount of the dividend is expected to be \$203.1 million, which represents a dividend of 30.0 cents per share franked at 25%. The unfranked portion of the dividend has been declared to be conduit foreign income.

## Appendix 4E – Additional Information

For the year ended 30 June 2019

### **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.

A handwritten signature in black ink, appearing to be 'John Alexander', written in a cursive style.

**John Alexander**  
Executive Chairman

21<sup>st</sup> day of August, 2019.