

What’s Hot Today:

► Macau gaming: June GGR far exceeds expectations

Star concerts and new properties surpass seasonal slump. According to the Gaming Inspection and Coordination Bureau (DICJ), June’s GGR reached MOP21.1bn, up 19% YoY but slightly down 0.6% MoM, far surpassing market expectations of MOP19.4bn. The average daily GGR stood at MOP 702mn, rising 3% MoM and significantly outperforming the 2015-2019 June average decline of 12%. We attribute the strong performance to 1) high-profile concerts, such as Jacky Cheung concerts (June 20-23 and 27-29) and G-Dragon (June 6-8); 2) property enhancements, including Sands China’s fully renovated The Londoner by Sands China in April, and the opening of Capella Hotel by Galaxy Entertainment in May, which helped offset seasonal weakness.

Gov’t MOP228bn full-year target looks conservative. 2Q25 gaming revenue grew 8% YoY to MOP61bn, setting the highest quarterly level since the pandemic. Notably, each month in the quarter exceeded market expectations and defied seasonal trends. In May, the Macau government revised its full-year 2025 GGR forecast down to MOP228bn from MOP240bn in May, implying a modest 0.5% YoY growth. To meet this target, the market would need to sustain an average monthly GGR of MOP18.2bn in 2H25. Given that 2H24’s monthly average was already MOP18.8bn, we believe this target appears conservative.

Our view: The summer vacation (July-August) is a traditional tourism peak. Coupled with major concerts by Eason Chan (陳奕迅), Aaron Kwok (郭富城), Jimmy O Yang (歐陽萬成) over the next two months, tourist volume is expected to maintain momentum (up ~15% YoY in 5M25), and gaming revenue is likely to exceed 2024’s level.

Our sector’s pick is Galaxy Entertainment (27 HK, HK\$36.85, HK\$161bn) given its leading position in non-gaming diversification. The 16,000-seat Galaxy Arena, equipped with cutting-edge technology, has secured exclusive events, driving cross-business synergies with its gaming operations. We also like MGM China (2282 HK, HK\$13.52, HK\$51bn), as its valuation of ~ 11x FY25 P/E is lower than average ~16x P/E despite robust performance since 2024. (Ensley LIU)

China & HK Indices	CLOSE	1D	YTD
HSI	24,221	0.6%	20.7%
HSCEI	8,724	0.5%	19.7%
HSCCI	4,092	1.0%	8.2%
CS300	3,943	0.0%	0.2%
Shanghai A	3,621	-0.1%	-3.0%
Shanghai B	259	0.5%	-3.0%
Shenzhen A	2,160	-0.7%	5.5%
Shenzhen B	1,225	0.4%	1.0%

Key Int'l Indices	CLOSE	1D	YTD
Dow Jones	44,484	-0.0%	4.6%
S&P 500	6,227	0.5%	5.9%
Nasdaq	20,393	0.9%	5.6%
Nikkei Index	39,683	-0.2%	-0.5%
FTSE Index	8,774	-0.1%	7.4%
CAC Index	7,738	1.0%	4.8%
DA-X Index	23,790	0.5%	19.5%

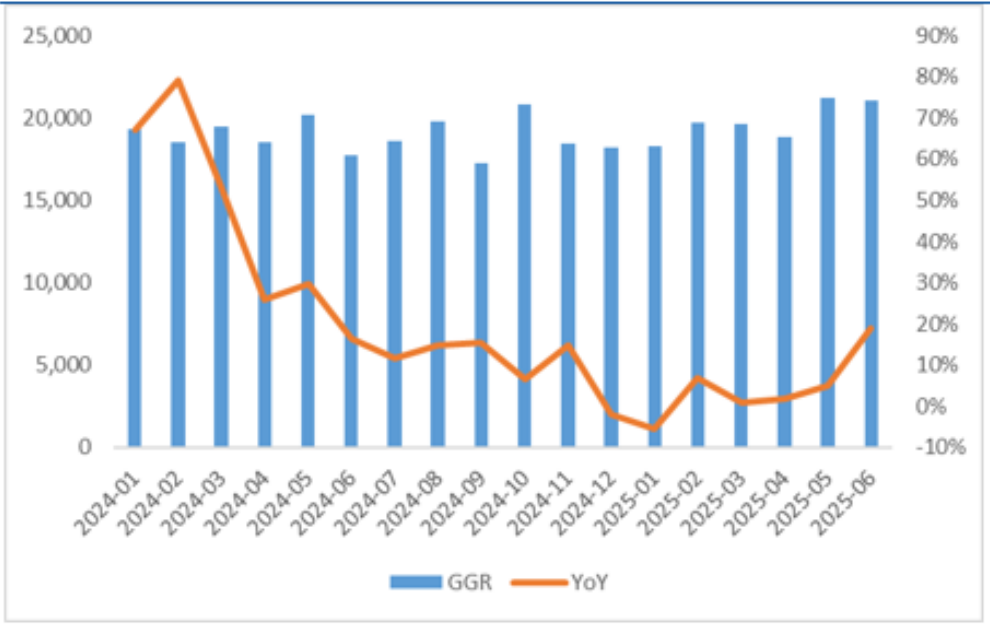
Commodities	CLOSE	1D	YTD
GOLD (US\$/oz.)	3,357	0.6%	27.5%
STEEL (US\$/oz.)	2,108	5.6%	18.1%
SILVER (US\$/oz.)	36	1.4%	25.8%
CRUDE OIL (US\$/bbl)	67	3.1%	-6.3%
COPPER (US\$/oz.)	10,013	1.5%	14.2%
ALUMINIUM (US\$/oz.)	2,620	0.9%	2.7%
PLATINUM (US\$/oz.)	1,422	4.6%	55.8%
ZINC (US\$/oz.)	2,757	0.2%	-7.4%
WHEAT (US\$/bu)	556	3.5%	1.2%
CORN (US\$/bu)	418	3.0%	-4.5%
SUGAR (US\$/lb)	N/A	N/A	
SOYBEAN (US\$/bu)	1,048	2.0%	2.7%
PVC (US\$/t.)	N/A	N/A	-6.8%
CRB	300	1.2%	3.0%
BDI			46.2%

Exchange Rates	USD	HKD	EUR	JPY	CHF	RMB
USD		7.850	0.848	143.660	0.792	7.163
HKD	0.127		0.108	18.300	10.090	0.913
EUR	1.180	9.262		169.490	1.070	8.452
JPY	0.007	5.464	0.590		0.551	0.050
CHF	1.263	9.911	1.070	181.355		9.048
RMB	0.140	1.096	0.118	20.049	0.110	

Market Sentiment	CURRENT	5D
CDS Monitor - USD SR 5Y		
Greece	N/A	N/A
Ireland	83	-2.4%
Italy	139	-0.6%
Portugal	207	-0.0%
Spain	108	0.3%
VIX	16	-0.7%

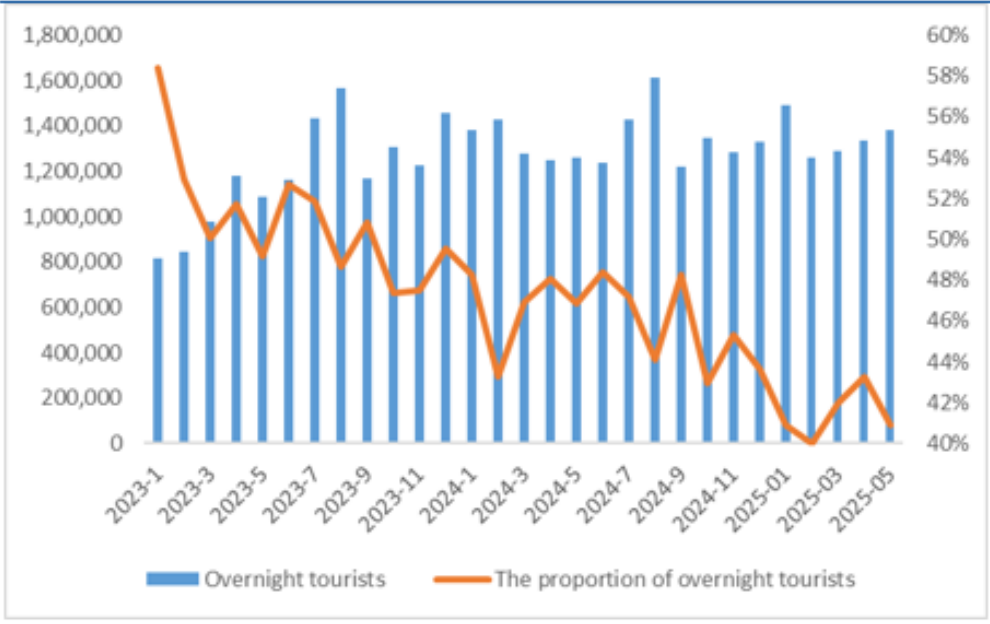
Source: Bloomberg

Fig 1: GGR growth pace normalized



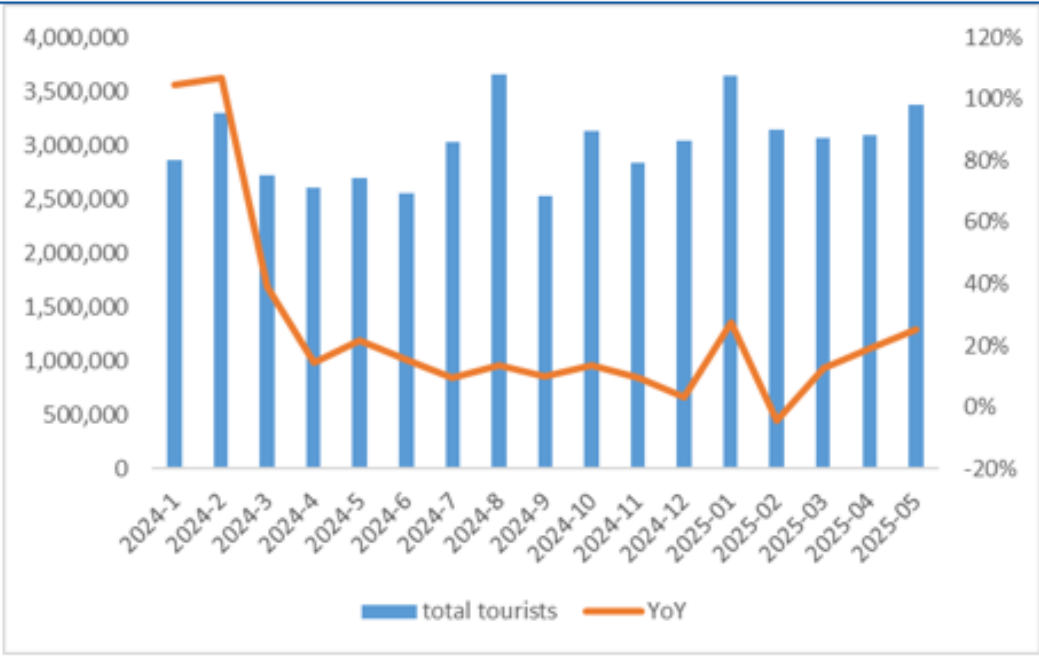
Source: Macau Gaming Inspection and Coordination Bureau, Sunwah Kingsway Research

Fig 2: Overnight tourist proportion continued the downward trend



Source: Macau Tourism data plus, Sunwah Kingsway Research

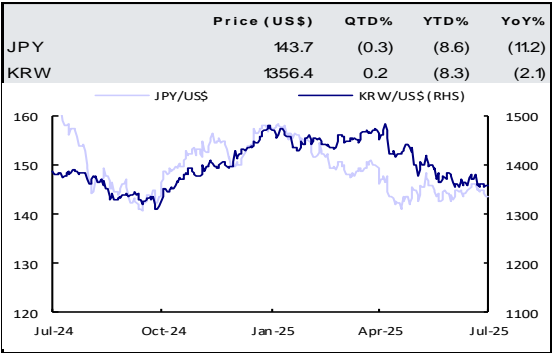
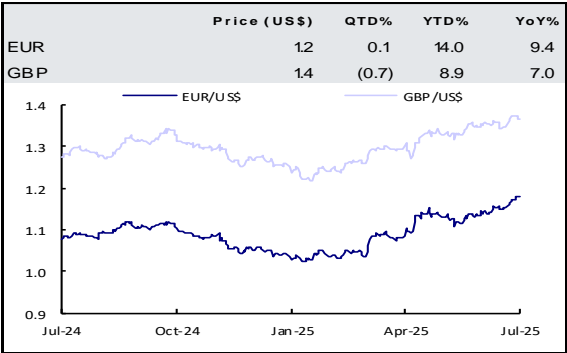
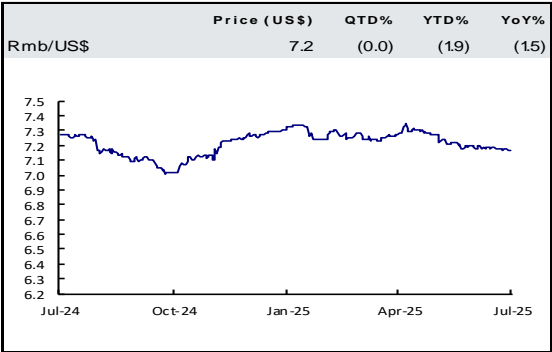
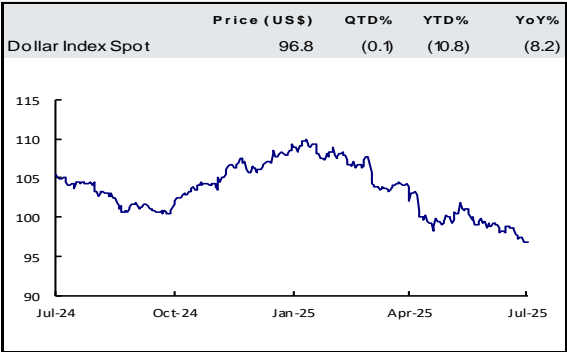
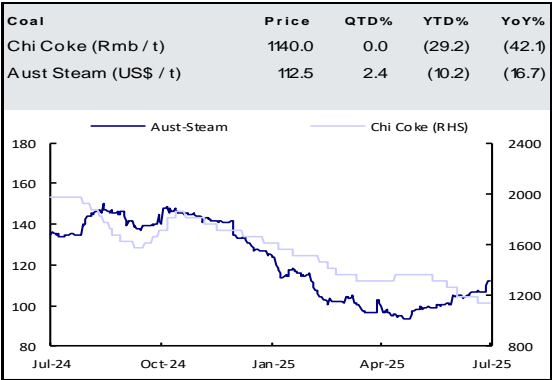
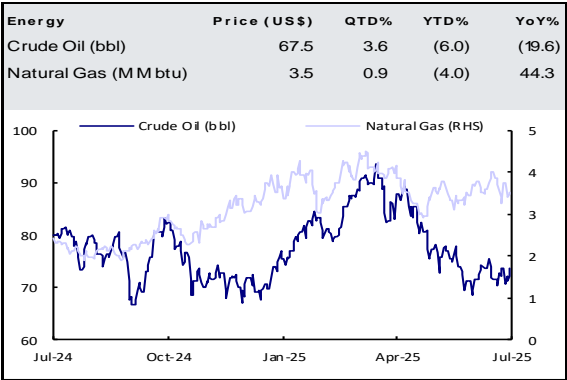
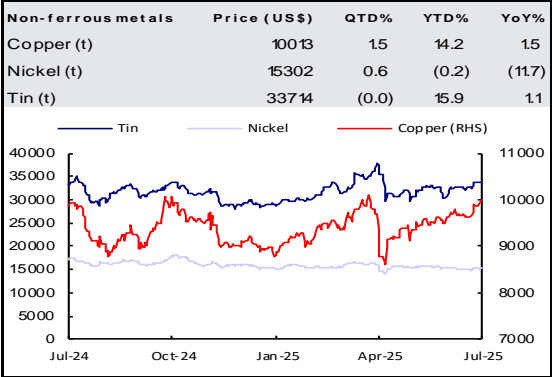
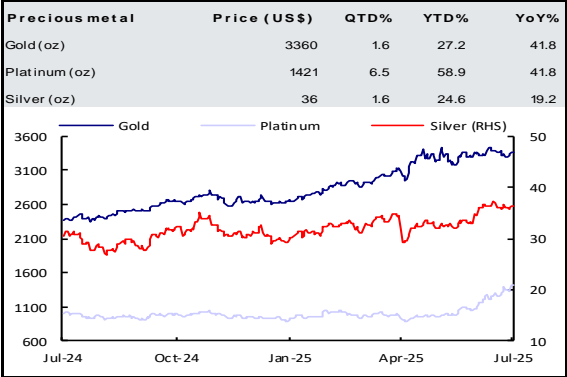
Fig 3: Total tourism maintained the momentum



Source: Macau Tourism data plus, Sunwah Kingsway Research



Market Watch – Major Commodities and Currencies



Source: Bloomberg

US Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
Trade Balance	MoM		3-Jul-25
Initial Jobless Claims	WoW		3-Jul-25
Durable Goods Orders	MoM		3-Jul-25
Factory Orders	MoM		3-Jul-25
Employment Report	MoM		3-Jul-25
Wholesale Inventories	MoM		9-Jul-25
CPI	MoM		15-Jul-25
PPI	MoM		16-Jul-25
Industrial Production	MoM		16-Jul-25
Business Inventories	MoM		17-Jul-25
Retail Sales	MoM		17-Jul-25
Housing Starts / Building Permits	MoM		18-Jul-25
Existing Home Sales	MoM		23-Jul-25
New home Sales	MoM		24-Jul-25
Consumer Confidence	MoM		29-Jul-25
GDP	QoQ		30-Jul-25
Personal Income & Spending	MoM		31-Jul-25
ISM Manufacturing PMI	MoM		1-Aug-25
Auto Sales	MoM		

China Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
Foreign Exchange Reserves	QoQ		7-Jul-25
Money Supply - M2	MoM		9-Jul-25
PPI	MoM		9-Jul-25
CPI	MoM		9-Jul-25
Trade Balance	MoM		14-Jul-25
Retail Sales	MoM		15-Jul-25
Industrial Production	MoM		15-Jul-25
GDP	YoY		15-Jul-25
PMI Manufacturing	MoM		31-Jul-25

Hong Kong Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
PMI	MoM		4-Jul-25
Foreign Currency Reserve	MoM		7-Jul-25
Unemployment Rate	MoM		17-Jul-25
CPI	MoM		21-Jul-25
Trade Balance	MoM		28-Jul-25
GDP	QoQ		31-Jul-25
Money Supply - M2	MoM		31-Jul-25
Retail Sales	MoM		31-Jul-25
Producer Prices Index	QoQ		15-Sep-25
Industrial Production	QoQ		15-Sep-25
Composite Interest Rate	MoM		

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