

What's Hot Today:

► **Sands China (1928 HK, HK\$18.48, HK\$149bn) revamped Londoner acted as new driver in 2Q25**

Properties showed significant divergence. Sands China reported 2Q25 results, with net revenue rising slightly by 2.5% YoY to US\$1.8bn, yet net profit declined by 13% YoY to US\$214mn. Adjusted EBITDA stayed flat at US\$566mn. The revamped Londoner Grand, which commenced full operations in May, helped break a three-quarter streak of weaker performance, with net revenue and adjusted EBITDA surpassing market expectations by 2% and 6%, respectively. The Londoner's EBITDA doubled YoY to US\$205mn, reflecting better-than-expected post-renovation performance. However, core property Venetian struggled, with EBITDA down 10% YoY to US\$236mn, primarily due to an unfavorable win rate. Other properties, including The Plaza Macau and Sands Macau, also underperformed during the quarter.

Gaming business lagging industry growth. Total GGR remained flat YoY at US\$1.7bn in 2Q25, compared to an 8% industry growth. The market share stood at 22.5%, down 2ppts YoY yet flat QoQ. VIP GGR dropped 13% YoY to US\$155mn, contrasting with the industry's 13% growth, dragged down by a 22% YoY decline in turnover despite a 0.4ppts improvement in win rate. Mass GGR edged up 1% YoY to US\$1.4bn (industry: +4%), driven by a 1% rise in table drop while the win rate held steady. Slot GGR increased by 10% YoY to US\$183mn, outpacing the industry's 9% growth. The growth rates of total GGR, mass and VIP segments all lagged the industry average, showing that low-to-mid-end tourists emerged as the key drivers for Sands China in this quarter.

Diversified activities to attract visitors. The July-September performance lineup includes artists such as Cantopop icon Sandy Lam and Twins, targeting mature audiences. Meanwhile, the 2025 Sands Shopping Carnival held at The Venetian in mid-July, attracted over 110,000 visitors during the three-day event. The company also plans to bring the NBA China Games to Macau within the year, further diversifying its non-gaming events.

China & HK Indices	CLOSE	1D	YTD
HSI	25,388	-1.1%	26.6%
HSCEI	9,150	-1.2%	25.5%
HSCCI	4,321	-0.3%	14.3%
CSI300	4,127	-0.5%	4.9%
Shanghai A	3,767	-0.3%	0.3%
Shanghai B	268	0.1%	0.3%
Shenzhen A	2,302	-0.1%	12.4%
Shenzhen B	1,287	0.4%	6.1%

Key Int'l Indices	CLOSE	1D	YTD
Dow Jones	44,901	0.5%	5.5%
S&P 500	6,388	0.4%	8.6%
Nasdaq	21,108	0.2%	9.3%
Nikkei Index	41,302	-0.4%	3.5%
FTSE Index	9,120	-0.2%	11.6%
CAC Index	7,834	0.2%	6.1%
DAX Index	24,217	-0.3%	21.6%

Commodities	CLOSE	1D	YTD
GOLD (US\$/oz.)	3,337	-0.9%	26.9%
STEEL (US\$/oz.)	2,184	-2.2%	22.3%
SILVER (US\$/oz.)	38	-2.3%	32.1%
CRUDE OIL (US\$/bbl)	65	-1.3%	-8.9%
COPPER (US\$/oz.)	9,769	-1.6%	11.4%
ALUMINIUM (US\$/oz.)	2,635	-0.6%	3.3%
PLATINUM (US\$/oz.)	1,406	-0.6%	56.0%
ZINC (US\$/oz.)	2,823	-1.3%	-5.2%
WHEAT (US\$/bu)	538	-0.6%	-2.8%
CORN (US\$/bu)	419	-0.4%	-5.9%
SUGAR (US\$/lb)	N/A	N/A	
SOYBEAN (US\$/bu)	1,021	-0.3%	-1.1%
PVC (US\$/t.)	N/A	N/A	-6.8%
CRB	302	-0.5%	3.0%
BDI			126.4%

Exchange Rates	USD	HKD	EUR	JPY	CHF	RMB
USD		7.850	0.852	147.690	0.795	7.170
HKD	0.127		0.109	18.813	10.129	0.913
EUR	1.174	9.217		173.360	1.071	8.421
JPY	0.007	5.316	0.577		0.539	0.049
CHF	1.257	9.875	1.071	185.700		9.021
RMB	0.139	1.095	0.119	20.581	0.111	

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	14	-9.0%

Source: Bloomberg

Our view: The prolonged renovation has been affecting Sands China’s performance, mainly due to a significant reduction in available room. 2Q25 performance showed meaningful improvement following the completion of the Londoner refurbishment. The Londoner Grand Phase 2 targets the premium mass segment, comprising a total of 1,500 suites and 905 standard rooms. After the renovations, Sands China will retain the largest hotel room capacity among the six operators, with a total of 10,800 rooms.

Sands China is expected to continue to drive premium mass business into Londoner but also focus more on the Venetian for base mass market. We believe the market focus would shift to the Londoner performance and a higher rebate rate in the small properties in the near term. The counter is trading at 11x FY25E EV/EBITDA. (Ensley LIU)

Fig 1: Gaming performance of Sands China

		1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25
VIP segment	VIP業務										
VIP turnover	貴賓轉碼數	4,011	4,918	4,873	6,017	5,441	5,625	5,485	4,470	5,474	4,371
VIP win rate	貴賓贏率	4%	4%	4%	2%	2%	3.19%	3.23%	2.45%	2.99%	3.56%
VIP GGR	VIP博彩收益	155	182	186	130	128	179	177	110	164	155
Mass segment	中場業務										
Mass table drop	中場博彩投注額	4,024	5,277	5,823	6,167	6,126	6,209	5,995	5,909	5,809	6,251
Mass win rate	中場贏率	23%	22%	22%	23%	23%	22%	22%	23%	22%	22%
Mass GGR	中場博彩收益	911	1,169	1,287	1,415	1,414	1,365	1,338	1,366	1,281	1,377
Slot segment	角子機業務										
Slot machine handle	角子機博彩投注額	2,809	3,853	3,970	4,187	4,301	4,580	4,314	4,478	4,564	4,966
Slot machine win rate	角子機贏率	4%	4%	4%	4%	4%	4%	4%	4%	4%	4%
Slot GGR	角子機博彩收益	117	151	159	163	169	166	167	163	165	183
Total GGR	總博彩收入	1,183	1,502	1,633	1,708	1,711	1,710	1,682	1,639	1,609	1,715

Source: Company Data, Sunwah Kingsway Research

Fig 2: Recovery rate of total GGR

	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25
Industry	45%	62%	69%	75%	75%	77%	79%	80%	76%	83%
Melco	43%	57%	58%	64%	72%	70%	68%	69%	80%	
Sands China	51%	71%	80%	79%	73%	81%	83%	81%	69%	81%
Wynn Macau	39%	55%	65%	73%	69%	64%	70%	75%	61%	
MGM China	77%	101%	99%	125%	141%	137%	113%	128%	131%	
Galaxy Entertainment	41%	52%	64%	67%	65%	71%	74%	79%	74%	
SJM	37%	53%	60%	63%	66%	69%	79%	75%	72%	

Source: Company Data, Sunwah Kingsway Research

Fig 3: Recovery rate of VIP GGR

	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25
Industry	23%	35%	38%	39%	39%	38%	42%	43%	39%	38%
Melco	17%	26%	18%	22%	23%	25%	23%	23%	36%	
Sands China	24%	32%	42%	24%	19%	32%	40%	20%	25%	28%
Wynn Macau	12%	26%	25%	28%	23%	20%	25%	30%	15%	
MGM China	28%	50%	39%	49%	56%	39%	29%	42%	43%	
Galaxy Entertainment	11%	13%	13%	14%	18%	19%	18%	24%	27%	
SJM	5%	15%	12%	15%	16%	15%	27%	22%	16%	

Source: Company Data, Sunwah Kingsway Research

Fig 4: Recovery rate of Mass GGR

	1Q23	2Q23	3Q23	4Q23	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25
Industry	67%	88%	95%	107%	113%	114%	110%	111%	113%	118%
Melco	61%	85%	91%	99%	114%	110%	103%	107%	119%	
Sands China	60%	84%	89%	97%	93%	98%	93%	93%	84%	99%
Wynn Macau	74%	91%	105%	117%	132%	120%	114%	119%	122%	
MGM China	117%	137%	142%	174%	213%	205%	171%	181%	204%	
Galaxy Entertainment	72%	92%	108%	113%	112%	122%	122%	126%	120%	
SJM	55%	68%	78%	83%	92%	93%	97%	96%	100%	

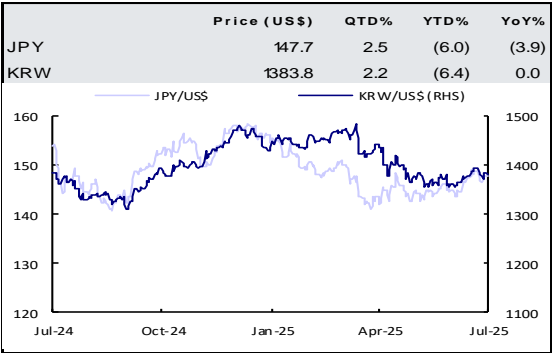
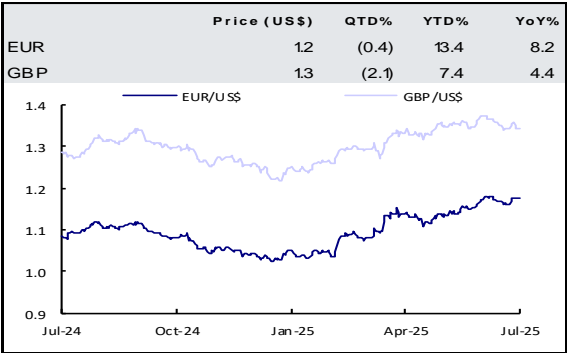
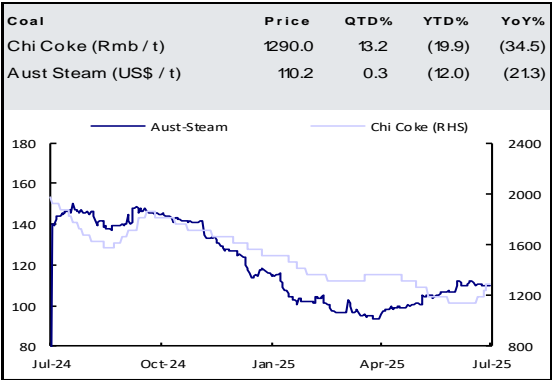
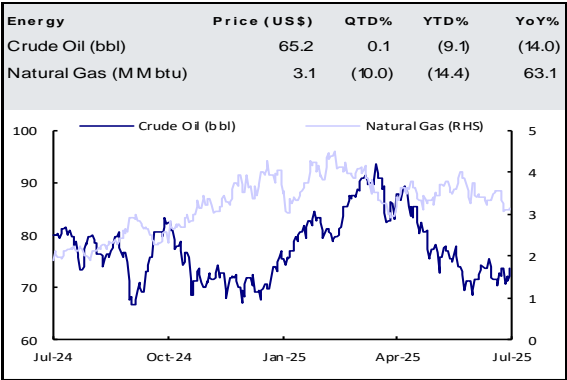
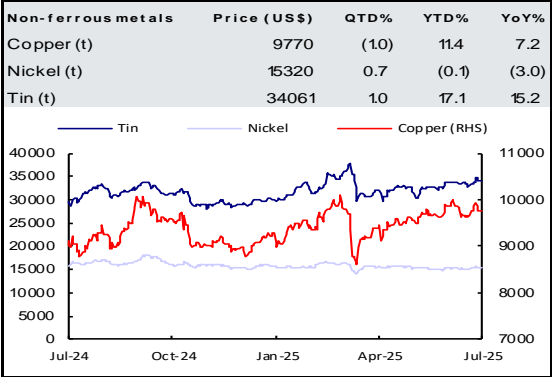
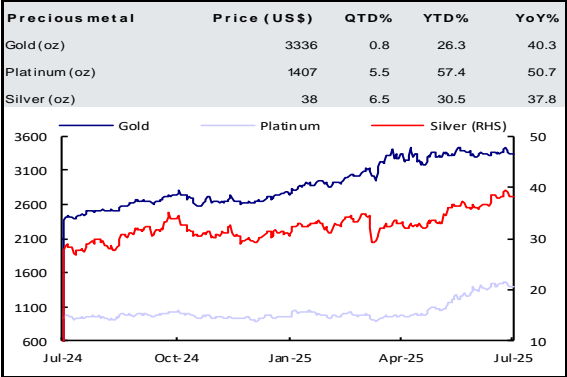
Source: Company Data, Sunwah Kingsway Research

Fig 5: Recovery rate of Slot GGR

	23Q1	23Q2	23Q3	23Q4	24Q1	24Q2	24Q3	24Q4	25Q1	25Q2
Industry	66%	71%	75%	77%	86%	86%	82%	87%	88%	94%
Melco	75%	73%	85%	77%	86%	87%	92%	83%	96%	
Sands China	76%	94%	99%	101%	109%	103%	104%	102%	107%	114%
Wynn Macau	47%	50%	41%	50%	64%	60%	55%	54%	60%	
MGM China	64%	72%	72%	90%	97%	103%	87%	109%	96%	
Galaxy Entertainment	60%	79%	84%	84%	107%	117%	113%	129%	129%	-
SJM	87%	187%	167%	156%	184%	207%	208%	201%	244%	-

Source: Company Data, Sunwah Kingsway Research

Market Watch – Major Commodities and Currencies



Source: Bloomberg

US Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
Wholesale Inventories	MoM		29-Jul-25
Consumer Confidence	MoM		29-Jul-25
GDP	QoQ		30-Jul-25
Initial Jobless Claims	WoW		31-Jul-25
Personal Income & Spending	MoM		31-Jul-25
ISM Manufacturing PMI	MoM		1-Aug-25
Employment Report	MoM		1-Aug-25
Durable Goods Orders	MoM		4-Aug-25
Factory Orders	MoM		4-Aug-25
Trade Balance	MoM		5-Aug-25
CPI	MoM		12-Aug-25
PPI	MoM		14-Aug-25
Business Inventories	MoM		15-Aug-25
Retail Sales	MoM		15-Aug-25
Industrial Production	MoM		15-Aug-25
Housing Starts / Building Permits	MoM		19-Aug-25
Existing Home Sales	MoM		21-Aug-25
New home Sales	MoM		25-Aug-25
Auto Sales	MoM		

China Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
PMI Manufacturing	MoM		31-Jul-25
Foreign Exchange Reserves	QoQ		7-Aug-25
Trade Balance	MoM		7-Aug-25
Money Supply - M2	MoM		9-Aug-25
PPI	MoM		9-Aug-25
CPI	MoM		9-Aug-25
Retail Sales	MoM		15-Aug-25
Industrial Production	MoM		15-Aug-25
GDP	YoY		20-Oct-25

Hong Kong Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
Trade Balance	MoM		28-Jul-25
GDP	QoQ		31-Jul-25
Money Supply - M2	MoM		31-Jul-25
Retail Sales	MoM		31-Jul-25
PMI	MoM		5-Aug-25
Foreign Currency Reserve	MoM		7-Aug-25
Unemployment Rate	MoM		19-Aug-25
CPI	MoM		21-Aug-25
Producer Prices Index	QoQ		15-Sep-25
Industrial Production	QoQ		15-Sep-25
Composite Interest Rate	MoM		

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