



FANTINI'S GAMING REPORT®

*More Important Than Your Morning Coffee...
... And Now More Important Than Ever™*

Special Reporting Service

July 1, 2020

Frank Fantini – *Publisher*

Ashley Diem – *Associate Publisher and Executive Editor*

Blake Weishaar – *Editor*

Fantini's COVID-19 Gaming Daily

INDEX

SOME RRR CASINOS REMAINING CLOSED

LV JOBLESS HIGH

US, CANADA OPENINGS: CORDISH, HARD ROCK, PENN, SK

INTERNATIONAL OPENINGS: NETHERLANDS

SGR OPENS NEXT PHASE

CS LOWERS SGR

COMPANIES: GREENWOOD, TCSJOHNHUXLEY

US: CA, US

INTERNATIONAL: PHILIPPINES

MACAU REVENUE ESTIMATES REMAIN LOW

DOING GOOD: JUMBO TECH

FANTINI'S VIRTUAL TRADE SHOW

CONVENTIONS, TRADE SHOWS, CONFERENCES, EXPOS

SOME RRR CASINOS REMAINING CLOSED

Red Rock Resorts may not open Texas Station or Fiesta Rancho in Las Vegas until next June due to economic uncertainties in Nevada, Eater Las Vegas reported.

RRR asked North Las Vegas City Council to put the casinos' gaming and liquor licenses on hold until then.

The company has opened Green Valley Ranch, Red Rock Resort, Sunset Station, Palace Station, Santa Fe Station and Boulder Station.

The re-openings of the Palms and Fiesta Henderson have yet to be announced.

LV JOBLESS HIGH

Las Vegas unemployment was 29 percent in May, the highest among 51 metropolitan areas, but that was better than April's 34 percent.

Elsewhere, there are 111 cases of casinos not being compliant with health and safety protocols issued by the Nevada Gaming Control Board, the Las Vegas Review-Journal reported.

US, CANADA OPENINGS: CORDISH, HARD ROCK, PENN, SK

- CORDISH COS. is now taking hotel reservations for its Live! Casino in Maryland.

- HARD ROCK in Atlantic City opens Thursday morning with 25 percent gaming capacity.

Wild Card Rewards members will self-park for free and resort fees will be waived.

- PENN NATIONAL reopened slot route operations in Illinois.

- SASKATCHEWAN. VLTs can reopen Monday and casinos and bingo halls can reopen July 9.

INTERNATIONAL OPENINGS: NETHERLANDS

- NETHERLANDS. State-owned Holland Casino reopened all 14 properties Wednesday.

SGR OPENS NEXT PHASE

Star Entertainment started the next phase of casino re-openings Wednesday allowing 5,000 visitors at Star Sydney and all gaming positions operational.

The casino is now open to the public. It previously was only open to loyalty club members with limited capacity of 500 on June 1 and 900 on June 19.

Average spend per visit in June was higher than in the first half of the year with slot and table game volumes similar to those in the first half, SGR said.

The main gaming floor at private gaming rooms at Star Gold Coast and Treasury Brisbane will open Friday, with the number of visitors limited to 2,600 at the Gold Coast and 2,300 at Brisbane.

Elsewhere:

- SGR completed funding for the US\$1.1 billion Queen's Wharf Brisbane.

- The Sovereign gaming room in Sydney will open Friday with a grand opening in August.

CS LOWERS SGR

Larry Gandler of Credit Suisse cut his target on Star Entertainment to A\$3.40 and lowered his rating to neutral as he now assumes that recovery will take time.

He expects revenue this fiscal year to be around 70 percent of last year's as casinos will limit capacity.

Operating restrictions could be limited more if a second wave of COVID hits Australia, he said.

Gandler expects EBITDA of \$403 million this year and \$489 million next year with a loss per share of 30.3 cents followed by earnings of 70.5 cents.

COMPANIES: GREENWOOD, TCSJOHNHUXLEY

- GREENWOOD GAMING will suspend indoor smoking at Parx starting Thursday.

Smoking will be allowed at outdoor smoking patios.

- TCSJOHNHUXLEY is installing shields and protective equipment in casinos across Africa to help them prepare to reopen.

US: CA, US

- CALIFORNIA. San Manuel Casino is temporarily prohibiting smoking indoors and limiting alcohol to people playing at slots and table games in an effort to support face covering mandates and minimizing crowds at bars.

- UNITED STATES. Hotels are continuing to recover slowly.

RevPAR fell 56.5 percent for the week ended June 27, according to Smith Travel Research.

That beat the prior week's 60.3 percent drop and the quarter-to-date's 70.4 percent decline.

INTERNATIONAL: PHILIPPINES

- PHILIPPINES. Casinos in Manila will remain closed until July 15 as President Rodrigo Duterte extended the city's quarantine period.

However, some casino operations can resume under a modified quarantine in the Clark Freeport Zone, Inside Asian Gaming reported.

MACAU REVENUE ESTIMATES REMAIN LOW

Macau gaming forecasts remain low after June revenue fell 97 percent to US\$90 million.

Vitaly Umansky of Bernstein estimates July revenue could decline more than 80 percent if travel restrictions begin to ease early in the month.

Hong Kong recently extended the mandatory 14-day quarantine from visitors from Mainland China, Macau and Taiwan to August as cases of COVID-19 continue to grow.

Two cases of the virus have also appeared in Macau, but they were from visitors entering the city who were immediately quarantined.

Umansky continues to estimate a 44 percent decline for the full year and a 96 percent rebound next year.

Steve Wieczynski of Stifel lowered his revenue estimates to a 60 to 70 percent decline this year.

He does not expect growth until next year.

Carlo Santarelli of Deutsche Bank expects revenue to drop 54 percent this year, rebound 82 percent next year and grow 10 percent in 2022.

DOING GOOD: JUMBO TECH

- JUMBO TECHNOLOGY is donating 10,000 masks to the Philippines and Cambodia.

FANTINI'S VIRTUAL TRADE SHOW

As COVID-19 has caused the cancellation of many trade shows, now is the time to turn to a virtual show to display and advertise all your product lines and news events too. To exhibit your company, contact Dee Wild-Shyver at DWild@FantiniResearch.com.

See products, demos, and news from exhibitors at www.FantinisGamingShow.com.

CONVENTIONS, TRADE SHOWS, CONFERENCES, EXPOS

Shows and conferences have been canceled or postponed, due to the coronavirus outbreak. As new dates become available or for those that transition to webinars, they will be listed in our online calendar at <https://www.fantiniresearch.com/conventions.html>.

ABOUT THIS REPORT:

In Fantini's COVID-19 Gaming Daily report we consolidate all developments about the virus that have business and investment implications for the gaming industry. We will post them on our website until further notice. Fantini's COVID-19 Gaming Daily is a Special Report that is included with all levels of Fantini's Gaming Report subscriptions.

SUBSCRIBER RIGHTS AND CONDITIONS:

Copyright®: Fantini's Gaming Report® and Fantini Research are divisions of Morning Report Research, Inc. All rights reserved. Our reports and content are protected by copyright and we reserve all rights except for as granted in this paragraph, and subject to the conditions stated below. We grant each subscriber and secondary recipient the right to receive, read, and utilize the reports and report contents for their individual use only. Your Subscriber Rights and Conditions give subscribers and secondary recipients the right to receive, read, and utilize the copyrighted reports and report contents for their individual use only. This right of individual use does not authorize providing whole or partial copies to others (even in your company) in any way, such as forwarding, posting, printing, file sharing, scanning, making photocopies, circulating, selling, publishing or otherwise. The right does not authorize any use by a person before he or she becomes a subscriber or secondary recipient. Any other right must be granted in writing by Morning Report Research, Inc. You agree to inform paid subscribers and recipients of the conditions on their use, and you authorize us, in our discretion, to employ tracking services to check their compliance. Unauthorized copying or distribution violates copyright law and may carry serious consequences.

SUBSCRIPTIONS:

Subscriptions to Fantini's Gaming Report are available for \$7,099 a year for the Full Service Suite, \$1,999 for the Enhanced Service, and \$1,099 for the Basic level. Subscriptions are limited to one primary subscriber who may, with permission, add a secondary recipient at the same company and URL at no additional charge, with Morning Report Research, Inc. first giving you written permission to do so. Affordable multi-user licenses are available and can be customized for any number of designated recipients. See Subscriber Rights and Conditions above. For additional information, call +1-302-730-3793. Subscriptions can be ordered by phone or online at <http://www.FantiniResearch.com>. Credit card payments and bank transfers are available or send payment to Morning Report Research, Inc., P.O. Box 1676, Dover, DE, USA 19903-1676.

T061220/ds

STAFF/CONTACT US:

Frank Fantini, publisher. FFantini@FantiniResearch.com
Ashley Diem, associate publisher and executive editor. ADiem@FantiniResearch.com
Dee Wild-Shyver, associate editor and VP of Virtual Trade Show. DWild@FantiniResearch.com
Laura Briggs, director of policy editor. LBriggs@FantiniResearch.com
Blake Weishaar, editor. BWeishaar@FantiniResearch.com
Hannah Wilmarth, writer. HWilmarth@FantiniResearch.com
Dylan Kaplan, writer and project team member. DKaplan@FantiniResearch.com
Alex Capitle, marketing specialist. ACapitle@FantiniResearch.com
Cindy Konowitz, business manager. CKonowitz@FantiniResearch.com

Subscription inquiries: Subscriptions@FantiniResearch.com

Analyst notes: Analysts@FantiniResearch.com

News releases: Editor@FantiniResearch.com