

General Announcement::Cessation of The Clermont Club ("TCC") operations

Issuer & Securities

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Announcement Details

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Submitted By (Co./ Ind. Name)	Susan Lim
Designation	Group Company Secretary
Description (Please provide a detailed description of the event in the box below)	Please refer to the attached.
Attachments	<p>📄 GL Annc Cessation of TCC operations final.pdf</p> <p>Total size =25K</p>

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ANNOUNCEMENT

CESSATION OF THE CLERMONT CLUB (“TCC”) OPERATIONS

The Board of Directors of GL Limited (“**Company**”) wishes to announce that The Clermont Club (“**TCC**”), a casino in London owned by the GL Limited group of companies (“**Group**”), ceased its operations today.

The Group had owned and operated TCC since 2007. Due to a prolonged competitive business environment, the club had experienced operating losses for several years. TCC was the Group’s only casino in the gaming segment.

Revenue and net profit/(loss) contributions by the gaming segment to the Group for the financial years ended 30 June 2016 and 2017 and the financial period ended 31 December 2017 are set out in the table below:

	FY2016 (Audited)	FY2017 (Audited)	2Q2018 (Unaudited)
Revenue (US\$M)			
The Group	393.9	350.2	186.7
Gaming segment	8.5	4.0	1.6
Percentage contribution from Gaming segment	2.2%	1.1%	0.9%
Net profit/(loss) (US\$’M)			
The Group	67.4	48.9	29.0
Gaming segment	(2.5)	(5.0)	(2.6)
Percentage contribution from Gaming segment	-3.7%	-10.2%	-9.0%

With the closure of TCC, the Group’s gaming segment will be discontinued. This segment is expected to report a net loss for the financial year ending 30 June 2018 (“**FY2018**”). Based on our preliminary assessment, the closure of TCC is expected to result in non-recurring expenses of GBP5 million (approximately US\$6.9 million), including a one-off redundancy cost, an impairment loss on plant and equipment as well as the Clermont brand name, which are expected to have material impact on the Group’s financial results for FY2018.

Notwithstanding the preliminary assessment above (which may be subject to change), the closure of TCC is expected to have a negative one-off impact of 0.5 US cents on both Consolidated Earnings per Share and/or Net Assets per Share of the Group for FY2018.

In the past, the Group had received non-binding offers for the casino license. Management will look for an interested buyer to acquire the casino license.



The Company will announce any material development as required by the Listing Rules of the Singapore Exchange Securities Trading Limited.

BY ORDER OF THE BOARD

SUSAN LIM
Group Company Secretary
29 March 2018