

ASX ANNOUNCEMENT

SILVER HERITAGE GROUP LIMITED

19 July 2018

TRADING UPDATE 2Q18

Silver Heritage Group Limited (“Group” or “The Company”) is pleased to provide the following Trading Update for the 2nd quarter to 30 June 2018 (“2Q18”).

2Q18 Trading Update¹

- 2Q18 Group Gross Gaming Revenue (“GGR”) up +39% on 1Q18 to US\$11.39m
- 2Q18 Group Net Gaming Revenue (“NGR”) up +36% on 1Q18 to US\$5.88m
- 2Q18 Group Total Sales Revenue up +38% on 1Q18 to US\$6.60m
- Cash Balance at 30 June 2018 was US\$6.57m

Phoenix International Club, Bac Ninh, Vietnam

- 2Q18 GGR was US\$8.52m: up +33% on 1Q18, and up +44% on 2Q17

The Millionaire’s Club and Casino, Kathmandu, Nepal

- 2Q18 GGR was US\$1.52m: up +80% on 1Q18, and up +38% on 2Q17

Tiger Palace Resort Bhairahawa, Nepal - Trading Update

The key KPI’s of Resort (Non-Gaming) and Casino (Gaming) Revenues, visitation (footfall), and occupancy have all grown steadily since casino license issued 28 December 2017.

- Total Revenue was up +73% in 2Q18 on 1Q18
- Total Drop (cash exchanged for chips) in 2Q18 was up +33% on 1Q18 to US\$4.75m
- Gross Gaming Revenue was up +50% on 1Q18 to US\$1.35m in 2Q18
- Non-Gaming Revenue was up +145% on 1Q18 to US\$548,000 in 2Q18
- In the 6 months to June 30 the casino has registered over 17,300 patrons
- Strong recurring visitors with total footfall of 45,100 since casino license issued
- Hotel Occupancy over 79% in month of June 2018

Detail on the performance of each of the properties is available in the presentation lodged with the ASX.

¹ Updates on performance for the year-to-date 2018 are for information purposes only. All figures presented are unaudited, and, due to the inherent volatility of results in casinos that incorporate a relatively small number of tables, these figures should not be relied on as an indication of performance for the remainder of the year.

About Silver Heritage

Silver Heritage is an experienced regional gaming operator that operates and manages casinos in Nepal (under its own licence) and in Vietnam (in partnership with a licence holder). Operating across Asia for more than a decade, Silver Heritage brings best-in-class gaming operations to emerging gaming markets that are witnessing significant growth in gaming due to rising income levels and liberalisation of gaming regulations and rapid growth of outbound Chinese and Indian tourism. Silver Heritage has built and opened South Asia's first Integrated Resort, Tiger Palace Resort Bhairahawa, in Nepal close to the border with India's most populous state, Uttar Pradesh. www.silverheritage.com.au

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Forward-Looking Statements

This announcement and the accompanying presentation contain forward-looking statements. All statements that address operating performance, events or developments that we expect or anticipate will occur in the future are forward-looking statements. These forward-looking statements are based on management's beliefs and assumptions and on information currently available to our management. The Company's management believes that these forward-looking statements are reasonable as and when made. However, you should not place undue reliance on any such forward-looking statements because such statements speak only as of the date when made. We do not undertake any obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law or the ASX Listing Rules. In addition, forward-looking statements are subject to certain risks and uncertainties that could cause actual results, events and developments to differ materially from our historical experience and our present expectations or projections.

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