

Caesars Entertainment WeChat Marketing

China-Friendly 2.0

November, 2017



Caesars Entertainment: The World's Premier Provider of Branded

Resort Entertainment Since 1937

CAESARS ENTERTAINMENT OVERVIEW

Facts about Caesars Entertainment

- 8th largest entertainment company in the world
- 2nd largest live entertainment company in North America
- 5th largest hotel company for hotel ownership
- 100+ million annual visitors
- 45 million Total Rewards consumers (that enjoys discounts & offers)
- 50+ properties with a strong global presence
 - 44K hotel rooms
 - 390 restaurants, bars & club
 - 40 pools
 - 240 retail shops
 - 1.6MM sq. ft. meeting space

7 golf courses

A Resort For Every Customer





Flamingo

Bally's



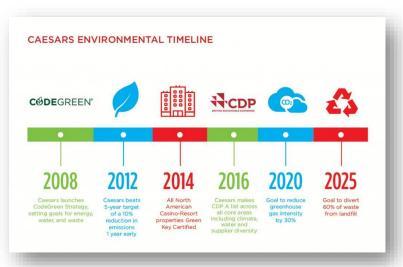
Caesars Palace Paris Rio The Cromwell The Linq Bally's Planet Hollywood

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Caesars Entertainment Code Green

- Environmental stewardship is an essential pillar in our Code of Commitment as we recognize the importance of being responsible stewards of the environment.
 - Earth Hour Participation
- We have a CodeGreen team dedicated to sustain sustainability initiatives at every property and 100% of our hotel properteis Green Key eco-rated
- We have reduced our energy use per-square-foot by 23 percent since 2007
- We have achieved a 20 percent water use reduction per-air-conditioned-square-foot since 2008
- The company experienced a 38 percent waste diversion in 2015 across its U.S. properties
- Since 2010, we have awarded more than \$176,000 in Total Return credits to team members for going green at home





More Market Development

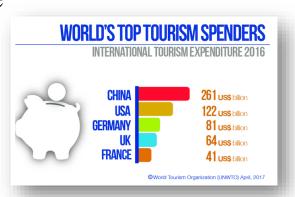
- 2008 MOU Between US and China
- 2009 Doubling VISA officers waits cut to 30 days
- 2010 Boston has a vision on track for growth with plan Boston. Forms a committee for China and China Ready China
- 2011 First China ready conference call
- 2014 June 22, Hainan Airlines launch non-stop to Boston
- 2014 10-year Chinese Visa
- Today Boston a role model to cities courting Chinese 1 Non-stop and 4, 1 stop options

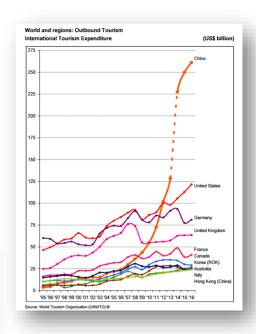




2017 China Leads the Tech World

- 3,000,000 visitors US
- #1 market for US in spending, passing Canada by 10 Billion
- Most smart phones owned
- E-commerce
- Time spent online
- Mobile payments





▲ ■ By 2020, China international tourism expenditure is projected to reach \$350B (UNWTO)



Marketing to Chinese Customers



7.3M





#1 Country in Spending



10 Year



Chinese outbound market projected to reach 7.3M to US by end of 2020*

Chinese tourists reached \$33B spending in US in 2016

Dramatic changes in visa process, 10 year visas effective Nov,

China Today: China has become the largest online marketplace in 2015. \$6.5B revenue was generated through mobile bookings and 32% hotel bookings through mobile and has been growing.*

How does Caesars market to Chinese Customers?



Create Hospitality Brand in China

- Built CaesarsEntertainment.cn, the 1st visible CET online & mobile site in China launched with booking capability for LVM & ACM properties
- Build Weibo & WeChat official accounts
- Generated massive media impressions in China



Build Direct Channels to Chinese Market

- Work directly with tier one Chinese companies for targeted marketing campaigns
- On-site employee culture training/program
- Leveraging WeChat as the unique tool to reach end customers



VIP Groups & Special Events

 Groups & Events such as the Chinese New Year Annual Celebration at the LINQ promenade

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Choice of WeChat is based on a Deep Understanding of the Uniqueness of China Market

- O1 China: The largest ecommerce market with a massive WeChat adoption
 - Tencent is the most trusted brand with a tremendous reach to Chinese market.
 - √ 92% marketers in China chose to use WeChat to market their businesses (Q4 2015 Forrester Research Survey) as WeChat has a unique drive merchant loyalty & CRM
 - China has entered the "era of digital payments". According iResearch report, the two dominating digital payments generated USD 5.5 trillion in transaction volume in 2016.
- O2 Challenges when entering the China market
 - Willing to follow the rules & regulations conducted by Chinese government & industry
 - Willing to market to Chinese and capture the potential of the market
 - Overcome the language barriers
 - Identify the stakeholders that own the capability of each step of the marketing strategy in China



Caesars Entertainment Has Been Exploring Tencent Innovations without Limits Since 2014

Oct 2014

Launch Caesars WeChat Official Account



Nov 2014

WeChat

branding up on

Caesars

properties

MMMM - 1111111111

Jan 2015

WeChat Smart Hotel during CES



2015

Jul 2015

Air China WeChat High Roller program



Dec 2016

WeChat Booking Special Promo with Hainan Airlines



2014

Mar 2015

WeChat MBA Case competition



Sept 2016

2016

WeChat Booking launched



Aug 2017

WeChat Digital
Payment launched
in 16 select outlets

Sept 2017

2017

WeChat Digital Payment expanded to 49 outlets







Technical Connection

 WeChat Payment does not involve card information and the information is tokenized.

Step 1: Consumers Open WeChat Wallet for Payment



Step 2: CITCON WeChat Reader Scan QR Code



Step 3: WeChat Pay Approves or Decline the transaction



▲ WeChat Payment Process

WeChat Wallet Payment Flow (Via Chip or NFC)



▲ WeChat Payment Backend Flow









