

CAESARS ENTERTAINMENT, INC.

CORPORATE TAX STRATEGY

May 2021

Introduction

Caesars Entertainment, Inc. (“Caesars”) is one of the world’s most diversified casino-entertainment providers and the most geographically diverse U.S. casino-entertainment company. Our facilities typically include gaming offerings, food and beverage outlets, hotel and convention space, and non-gaming entertainment options. In addition to our brick and mortar assets, we operate an online gaming business that provides real money games in certain jurisdictions.

Our global business activities generate a substantial amount and variety of taxes including, but not limited to, gaming taxes, license fees, employment taxes, sales taxes, property taxes and income taxes. Caesars believes paying taxes is not only an important civic responsibility, but one that contributes to the economic and social vibrancy of our communities. This tax strategy applies to all Caesars entities, including the holding company and wholly owned subsidiaries.

Our tax commitment is underpinned by the following principles:

Compliance in a Highly Regulated Environment

The gaming industry is highly regulated. We must maintain our licenses and pay gaming taxes to continue our operations. Each of our casinos is subject to extensive regulation under the laws, rules, and regulations of the jurisdiction in which it is located. These laws, rules, and regulations generally concern the responsibility, financial stability, and character of the owners, managers, and persons with financial interests in the gaming operations. Violations of laws in one jurisdiction could result in disciplinary action in other jurisdictions.

Caesars pays substantial license fees, contributions to responsible gaming programs, and taxes in many jurisdictions, including the counties, cities, and any related agencies, boards, commissions, or authorities, in which our operations are conducted, in connection with our casino gaming operations, computed in various ways depending on the type of gaming or activity involved. Depending upon the particular fee or tax involved, these fees and taxes are payable either daily, monthly, quarterly or annually. Caesars is subject to income taxes in the United States (including federal and state) and numerous foreign jurisdictions in which we operate. Caesars tax professionals around the globe are committed to the highest compliance standards.

Efficient and Conservative Tax Planning

Caesars is committed to maximizing shareholder value while undertaking efficient, conservative, and legally compliant tax planning that supports business goals. Caesars aims to operate under a tax- efficient strategy within all relevant laws and strives to obtain a clear understanding of the tax consequences for key business decisions.

Caesars does not attempt to bypass tax law; this includes transferring value created to low tax jurisdictions, using tax structures intended for tax avoidance, manipulating transfer pricing, or using tax

havens. We make every effort to protect our stakeholders, Team Members and creditors, while minimizing risks to our reputation and license to operate. Where uncertainty exists or when appropriate, we consult external advisors and/or governmental authorities to clarify proper compliance with tax regulations.

Relationships with Tax Authorities

Caesars engages with tax authorities with integrity and in a spirit of transparency and compliance. We endeavor to operate with consistently high accounting, tax filing, and tax reporting standards. We value transparency and cooperation with tax authorities. Caesars is committed to engaging with the tax authorities in all countries in which we operate in a professional, courteous, honest and collaborative manner regarding all tax matters. In the event a tax authority disagrees with our views on the appropriate tax treatment of a given item, we will work constructively to try to resolve the issue timely through appropriate methods of dispute resolution.

Governance

Caesars Corporate Tax Team is responsible for and implements Caesars' tax approach with oversight by the Chief Financial Officer and the assistance of outside legal and tax advisors, as necessary.

The Corporate Tax Team is responsible for:

- Determining Caesars' tax consequences and strategy by identifying, interpreting and
- applying tax law across all relevant jurisdictions
- Tax compliance of all Caesars companies through diligent collection and payment
- Accounting, filing and reporting tax payments and positions accurately within the legal
- framework of each jurisdiction.