



# GENTING BERHAD

(Incorporated in Malaysia under Company No. 7916-A)  
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## FOURTH QUARTERLY REPORT

Quarterly report on consolidated results for the fourth quarter ended 31 December 2001. The figures for the cumulative period have been audited.

### CONSOLIDATED INCOME STATEMENT

	UNAUDITED INDIVIDUAL QUARTER		AUDITED CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31/12/2001 RM'000	PRECEDING YEAR CORRES- PONDING QUARTER 31/12/2000 RM'000	CURRENT YEAR- TO-DATE 31/12/2001 RM'000	PRECEDING YEAR CORRES- PONDING PERIOD 31/12/2000 RM'000
1(a) Revenue	<b>857,987</b>	985,276	<b>3,148,376</b>	3,338,611
(b) Investment income	<b>1,919</b>	4,710	<b>6,379</b>	13,267
(c) Other income	<b>11,529</b>	30,944	<b>50,368</b>	108,993
2(a) Profit/(loss) before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	<b>469,802</b>	383,297	<b>1,495,626</b>	1,383,781
(b) Finance cost	<b>(16,358)</b>	(15,718)	<b>(77,600)</b>	(47,659)
(c) Depreciation and amortisation	<b>(85,872)</b>	(62,418)	<b>(264,900)</b>	(222,843)
(d) Exceptional items	<b>(20,319)</b>	(1,195,947)	<b>(221,188)</b>	(1,486,229)
(e) Profit/(loss) before income tax, minority interests and extraordinary items	<b>347,253</b>	(890,786)	<b>931,938</b>	(372,950)
(f) Share of profits and losses of associated companies	<b>(43,843)</b>	(67,973)	<b>102,704</b>	50,252

		UNAUDITED INDIVIDUAL QUARTER PRECEDING YEAR		AUDITED CUMULATIVE PERIOD PRECEDING YEAR	
		CURRENT YEAR QUARTER 31/12/2001 RM'000	CORRES- PONDING QUARTER 31/12/2000 RM'000	CURRENT YEAR- TO-DATE 31/12/2001 RM'000	CORRES- PONDING PERIOD 31/12/2000 RM'000
(g)	Profit/(loss) before income tax, minority interests and extraordinary items after share of profits and losses of associated companies	<b>303,410</b>	(958,759)	<b>1,034,642</b>	(322,698)
(h)	Income tax	<b>(109,823)</b>	(84,946)	<b>(386,260)</b>	(352,021)
(i)	(i) Profit/(loss) after income tax before deducting minority interests	<b>193,587</b>	(1,043,705)	<b>648,382</b>	(674,719)
	(ii) Minority interests	<b>(49,941)</b>	495,486	<b>(194,738)</b>	429,228
(j)	Pre-acquisition profit/(loss), if applicable	-	-	-	-
(k)	Net profit/(loss) from ordinary activities attributable to Members of the Company	<b>143,646</b>	(548,219)	<b>453,644</b>	(245,491)
(l)	(i) Extraordinary items	-	-	-	-
	(ii) Minority interests	-	-	-	-
	(iii) Extraordinary items attributable to Members of the Company	-	-	-	-
(m)	Net profit/(loss) attributable to Members of the Company	<b>143,646</b>	(548,219)	<b>453,644</b>	(245,491)

	UNAUDITED		AUDITED			
	INDIVIDUAL QUARTER	PRECEDING YEAR	CUMULATIVE PERIOD	PRECEDING YEAR		
	CURRENT YEAR QUARTER	CORRESPONDING QUARTER	CURRENT YEAR-TO-DATE	CORRESPONDING PERIOD		
	31/12/2001	31/12/2000	31/12/2001	31/12/2000		
	RM'000	RM'000	RM'000	RM'000		
3	Earnings per share based on 2(m) above after deducting any provision for preference dividends, if any :					
(a)	Basic [based on 704,338,954 ordinary shares] (sen)	20.4	(77.8)	64.4	(34.9)	
(b)	Fully diluted [based on 704,338,954 ordinary shares] (sen)	20.4	(77.8)	64.4	(34.9)	
4	(a)	Dividend per share (sen)	12.5	12.5	19.0	19.0
	(b)	Dividend description	<b>Final dividend per ordinary share, less 28% tax</b>	Final dividend per ordinary share, less 28% tax	<b>Interim and final dividend per ordinary share, less 28% tax</b>	Interim and final dividend per ordinary share, less 28% tax

**GENTING BERHAD**  
**CONSOLIDATED BALANCE SHEET**

		<b>AUDITED</b>	
		<b>AS AT END OF CURRENT QUARTER 31/12/2001 RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR END 31/12/2000 RM'000</b>
<b>ASSETS</b>			
1.	<b>PROPERTY, PLANT AND EQUIPMENT</b>	<b>4,721,377</b>	4,194,854
2.	<b>REAL PROPERTY ASSETS</b>	<b>621,886</b>	631,225
3.	<b>ASSOCIATED COMPANIES</b>	<b>2,030,551</b>	1,927,242
4.	<b>OTHER LONG TERM INVESTMENTS</b>	<b>6,947</b>	113,966
5.	<b>EXPLORATION COST</b>	<b>-</b>	439,178
6.	<b>LONG TERM RECEIVABLES</b>	<b>18,971</b>	10,081
7.	<b>CURRENT ASSETS</b>		
	Property development	<b>117,509</b>	117,340
	Inventories	<b>213,167</b>	227,843
	Trade & other receivables	<b>247,728</b>	241,428
	Amount due from associated companies	<b>1,510</b>	4,061
	Short term investments	<b>884,423</b>	546,824
	Bank balances and deposits	<b>1,357,026</b>	846,711
		<b>2,821,363</b>	1,984,207
8.	<b>LESS CURRENT LIABILITIES</b>		
	Trade & other payables	<b>658,719</b>	537,236
	Short term borrowings	<b>99,798</b>	385,585
	Taxation	<b>216,397</b>	268,953
	Proposed dividend	<b>63,390</b>	63,390
		<b>1,038,304</b>	1,255,164
9.	<b>NET CURRENT ASSETS</b>	<b>1,783,059</b>	729,043
		<b>9,182,791</b>	8,045,589
<b>FINANCED BY</b>			
10.	<b>SHAREHOLDERS' EQUITY</b>		
	<b>SHARE CAPITAL</b>	<b>352,169</b>	352,169
	<b>RESERVES</b>		
	Share premium	<b>97,803</b>	97,803
	Revaluation reserve	<b>383,908</b>	384,548
	Unappropriated profit	<b>4,853,448</b>	4,495,517
	Exchange differences	<b>49,430</b>	54,053
		<b>5,736,758</b>	5,384,090
11.	<b>MINORITY INTERESTS</b>	<b>2,150,530</b>	2,046,590
12.	<b>LONG TERM LIABILITIES</b>		
	Long term loans	<b>1,084,588</b>	406,588
	Deferred taxation	<b>15,329</b>	15,238
	Provision for retirement gratuities	<b>175,609</b>	179,833
	Other liabilities	<b>19,977</b>	13,250
	<b>TOTAL LONG TERM LIABILITIES</b>	<b>1,295,503</b>	614,909
		<b>9,182,791</b>	8,045,589
13.	<b>NET TANGIBLE ASSETS PER SHARE (RM)</b>	<b>8.14</b>	7.64

## GENTING BERHAD

### NOTES TO THE QUARTERLY REPORT

1. The accounting policies and methods of computation adopted for the quarterly financial statements are consistent with those adopted for the audited financial statements for the year ended 31 December 2000.
2. The exceptional items for the relevant periods are as follows:

	<b>Individual Quarter</b>		<b>Financial Year-To-Date</b>	
	<b>Current</b>	<b>Preceding Year</b>	<b>Current</b>	<b>Preceding Year</b>
	<b>31/12/2001</b>	<b>31/12/2000</b>	<b>31/12/2001</b>	<b>31/12/2000</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
(a) Charges relating to investments	<b>(21,303)</b>	(1,195,947)*	<b>(114,118)</b>	(1,486,229)*
(b) Exploration costs (written off)/ reversed in the Oil & Gas Division	<b>984</b>	-	<b>(107,070)</b>	-
	<b><u>(20,319)</u></b>	<b><u>(1,195,947)</u></b>	<b><u>(221,188)</u></b>	<b><u>(1,486,229)</u></b>

\* The charges relating to investments for the preceding year quarter and preceding year-to-date refers mainly to the write-off of goodwill arising on acquisition of additional interest in an associated company and the loss on disposal of NCL Holding ASA shares.

3. There are no extraordinary items for the current quarter and financial year-to-date.
4. The breakdown of tax charges for the current financial year-to-date are as set out below:

	<b>31/12/2001</b>	<b>31/12/2000</b>
	<b>RM'000</b>	<b>RM'000</b>
Current taxation		
Malaysian taxation	<b>342,198</b>	300,026
Foreign taxation	<b>727</b>	1,180
	<b><u>342,925</u></b>	<u>301,206</u>
Under/(over)provision in respect of prior years	<b>8,207</b>	(49)
	<b><u>351,132</u></b>	<u>301,157</u>
Deferred taxation charge	<b>532</b>	562
Share of taxation of associated companies	<b>34,596</b>	50,302
	<b><u>386,260</u></b>	<u>352,021</u>

The effective tax rate of the Group for the current quarter and financial year-to-date is higher than the statutory tax rate due mainly to non deductibility of expenses for tax purposes such as charges relating to investments, unabsorbed losses of certain subsidiaries, disallowable finance costs and other operating expenses as well as losses incurred in the Oil & Gas Division arising from exploration costs written off.

5. The results for the current quarter and financial year-to-date do not include any profit or loss on sale of unquoted investments and properties which are not in the ordinary course of business.
6. (a) The dealings in quoted securities are as follows:

	Current quarter RM'000	Current financial year-to-date RM'000
Total purchase consideration	26,210	76,999
Total sales proceeds	13	102,062
Total profit/(loss) on sales	-	(2,232)

- (b) The details of the investments in quoted shares, excluding subsidiary companies and associated companies, as at 31 December 2001 are as set out below:

	RM'000
Total investments at cost	316,804
Total investments at book value	196,255
Total investments at market value	197,981

7. On 2 July 2001, Laila Ltd, an indirect 95% owned subsidiary of the Company, entered into a Sale and Purchase Agreement with BP Global Investments Ltd for the disposal of the entire equity capital in Cairns Ltd, which holds a 45% interest in the Muturi Production Sharing Contract ("PSC") in Irian Jaya, Indonesia.

The total consideration in cash comprised initial payments of USD106.8 million (equivalent RM405.8 million) followed by payments of Deferred Consideration, commencing in the month in which commercial petroleum production attributable to the Contract Area occurs and ending with the Muturi PSC Termination.

The Deferred Consideration is based upon 30% of Cairns' Participating Percentage of 45% , applicable in essence, to the Muturi Contractor's pre-tax income. A sum of USD103.0 million (equivalent RM391.4 million) was paid to Laila Ltd on 2 July 2001, whilst the balance sum of USD3.8 million (equivalent RM14.4 million) was received on 5 February 2002. The initial cash proceeds of USD106.8 million (equivalent RM405.8 million) will be used to finance future investments by the Company.

The disposal does not have any material effect on the net tangible assets of the Company and of the Group based on the latest audited financial statements for the financial year ended 31 December 2001.

Other than the above, there have been no material changes in the composition of the Group for the current quarter and financial year-to-date.

8. On 28 August 2001, the Company, through Commerce International Merchant Bankers Berhad (“CIMB”) announced its proposal to implement a new executive share option scheme (“ESOS”) for eligible executives and Executive Directors of the Company and its subsidiaries.

The maximum number of shares to be offered under the proposed ESOS shall not exceed 5% of the issued and paid-up share capital of the Company at the time of offer. The proposed ESOS shall be for a period of 10 years.

On 29 November 2001, the Securities Commission (“SC”) approved the proposed ESOS, subject to the following conditions being met:

- (a) A copy of the By-Laws of the ESOS to be furnished to SC; and
- (b) A letter of confirmation from CIMB stating that all the SC’s conditions have been complied with, the By-Laws do not conflict with SC’s Guidelines on ESOS and the proposed ESOS has been approved by all other relevant parties and has complied with all their conditions.

An Extraordinary General Meeting was convened on 21 February 2002, whereat the shareholders of the Company approved the proposed ESOS.

As at 21 February 2002, the following are still outstanding:

- i) Conditions imposed by the SC as stated in (a) and (b) above; and
- ii) The approval of the Kuala Lumpur Stock Exchange for the listing of and quotation for the new ordinary shares to be issued pursuant to the exercise of the options under the proposed ESOS.
9. There were no issuance and repayment of debt and equity securities, shares buy-back, shares cancellation, shares held as treasury shares and resale of treasury shares for the current financial year-to-date.
10. The details of the Group’s borrowings and debt securities as at 31 December 2001 are as set out below:

	Secured/ Unsecured	Foreign Currency '000	RM Equivalent '000
Short term borrowings	Secured	SGD 1,123 -	2,308 82,000
	Unsecured	-	15,490
Long term borrowings	Unsecured	SGD 100,000	220,400
		USD 26,000	98,800
		USD 200,000	760,000
		-	5,388

11. There were no changes in contingent liabilities since the last financial year ended 31 December 2000 and up to 20 February 2002.
12. As at 20 February 2002, the Group has the following financial instruments with off balance sheet risks :
- (a) Foreign Currency Contracts

Currency	Contract Amounts '000	Transaction Dates	Expiry Dates
Swiss Francs	1,063	14/12/2001 to 31/12/2001	25/02/2002 to 28/02/2002
US Dollars	14,368	28/08/2001 to 30/01/2002	26/02/2002 to 16/12/2002
Japanese Yen	263,443	27/12/2001 to 29/01/2002	25/02/2002 to 27/03/2002
Singapore Dollar	2,236	27/12/2001 to 28/01/2002	27/03/2002
Euro	3,461	14/08/2001 to 31/01/2002	22/02/2002 to 22/03/2002

As foreign currency contracts are entered into to hedge the Group's committed purchases in foreign currencies, the contracted rates will be used to translate the underlying foreign currency transactions into Ringgit Malaysia. The above contracts are entered into with licensed banks.

(b) Singapore Dollar ("SGD")/US Dollar ("USD") Cross-Currency Swap ("CCS")

The Group issued Euro Medium Term Notes ("Notes") of SGD100 million at fixed interest rate on 26 May 2000. These Notes are due to mature on 26 May 2003.

The Group then entered into two CCS agreements, first on the issue date of the Notes and the second on 3 August 2000. The effect of the two CCS agreements is to convert the SGD Notes into a fixed rate USD liability.

The swaps terminate on the maturity of the loan, i.e. 26 May 2003.

(c) USD Interest Rate Swap ("IRS")

- i) The Group also issued Notes for USD26 million on 16 June 2000. These Notes are due to mature on 16 June 2003.

The Group entered into an IRS agreement on 8 August 2000 and the effect of this transaction is to effectively fix the interest rate payable on that tranche of the loan.

The swaps terminate on the maturity of the loan, i.e. 16 June 2003.

- ii) On 25 April 2001, the Group had drawdown a loan amounting to USD200 million which was subjected to a floating interest rate based on LIBOR.

Subsequently, the Group entered into IRS agreements as follows:

Contract Amounts USD'000	Transaction Dates	Maturity Dates
30,000	13 August 2001	25/04/2003 to 25/04/2006
30,000	16 August 2001	25/04/2003 to 25/04/2006
20,000	22 August 2001	25/04/2003 to 25/04/2006
20,000	30 August 2001	25/04/2003 to 25/04/2006

The effect of the above swaps is to effectively fix the interest rate payable on that tranche of the loan with effect from 25 October 2001 and up to their respective maturity dates as set out above. The Group intends to enter into further interest rate swaps to convert the remaining portion of the loan of USD100 million from a floating rate to a fixed rate of interest.

These instruments are executed with creditworthy financial institutions and the Directors are of the view that the possibility of non-performance by these financial institutions is remote on the basis of their financial strength.

Derivative financial instruments, which include interest rate swap and currency swap agreements, are used in the Group's risk management of foreign currency and interest rate risk exposures of its financial liabilities.

The Group uses interest rate swap and currency swap agreements in order to limit the Group's exposure in relation to underlying debt instruments resulting from adverse fluctuations in interest rates or foreign currency exchange rates and to diversify sources of funding.

Hedge accounting principles are applied for the accounting of the underlying exposures and their respective hedge derivative instruments. The related interest differentials paid or received under the swap agreements are recognised over the terms of the agreements in interest expense. The underlying foreign currency liabilities, which have been effectively hedged by currency swap agreements, and designated as a hedge, are translated in the respective hedged currencies, at their prevailing rates as at the reporting date.

13. As reported in the Third Quarterly Report dated 28 November 2001, Asiatic Development Bhd, a 54.9% owned subsidiary of the Company, had received an additional compensation pursuant to a Court Order and Certificate of Payment (“COCP”) in respect of a piece of freehold land and plantation compulsorily acquired by the government in 1996 and that the defendant has filed a Summon in Chambers to set aside the COCP.

A letter dated 11 December 2001 was received from the defendant’s lawyers stating that the defendant had withdrawn their application to set aside the COCP.

Other than the above, there are no pending material litigations as at 20 February 2002.

14. Segment analysis for the current financial year-to-date is set out below:

	Revenue		Profit/(Loss) Before Tax		Assets Employed	
	31/12/2001 RM’000	31/12/2000 RM’000	31/12/2001 RM’000	31/12/2000 RM’000	31/12/2001 RM’000	31/12/2000 RM’000
<b>By activity</b>						
Leisure & Hospitality	<b>2,400,577</b>	2,172,250	<b>1,080,701</b>	907,610	<b>3,322,387</b>	2,918,785
Plantations	<b>155,999</b>	163,271	<b>31,676</b>	39,018	<b>550,249</b>	480,190
Properties	<b>57,627</b>	122,490	<b>22,901</b>	21,688	<b>1,134,097</b>	1,171,895
Paper	<b>372,264</b>	445,703	<b>10,557</b>	75,372	<b>1,037,140</b>	926,188
Oil & Gas	<b>43,745</b>	26,176	<b>(124,969)</b>	(51,064)	<b>45,840</b>	457,936
	<b>3,030,212</b>	2,929,890	<b>1,020,866</b>	992,624	<b>6,089,713</b>	5,954,994
Investment in associated companies	<b>2,188,383</b>	1,687,850	<b>102,704</b>	50,252	<b>2,038,938</b>	1,927,350
Non-segment items						
- interest-bearing investments/ borrowings	-	-	<b>(27,232)</b>	61,334	<b>1,823,729</b>	975,786
- equity investments & others	<b>118,164</b>	408,721	<b>(61,696)</b>	(1,426,908)	<b>268,715</b>	442,623
	<b>5,336,759</b>	5,026,461	<b>1,034,642</b>	(322,698)	<b>10,221,095</b>	9,300,753
Adjustment relating to share of operating revenue of associated companies	<b>(2,188,383)</b>	(1,687,850)	-	-	-	-
	<b>3,148,376</b>	3,338,611	<b>1,034,642</b>	(322,698)	<b>10,221,095</b>	9,300,753

15. The Group registered a profit before taxation of RM303.4 million in the current quarter as compared to RM337.0 million in the preceding quarter.

The Leisure & Hospitality Division has shown an improved performance over the preceding quarter due mainly to higher visitor arrivals in the current quarter. There is also improved performance from the Plantation Division attributable to higher FFB production, and the Property Division attributable mainly to a profit from sale of a 42-acre land in Desa Cheng Perdana, Melaka.

However, there is a share of loss from Star Cruises Limited (“SCL”) of RM76.2 million for the current quarter as compared to a share of profit of RM54.9 million in the preceding quarter. The preceding quarter’s results had also included a net surplus of RM27.7 million received by the Plantation Division arising from disposals of land and additional compensation in respect of land compulsorily acquired by the government previously.

16. The Group registered a revenue and profit before taxation of RM858.0 million and RM303.4 million respectively for the current quarter as compared to a revenue and loss before taxation of RM985.3 million and RM958.8 million respectively for the previous year corresponding quarter. The lower revenue earned in the current quarter is mainly attributable to the lower proceeds received from the disposal of investments and the lower revenue generated by the Paper Division.

The results of the Leisure & Hospitality Division have improved over the previous year corresponding quarter due mainly to increased visitor arrivals. The loss before taxation for the previous year corresponding quarter was due mainly to exceptional charges of RM1,195.9 million, comprising mainly of the write-off of goodwill arising on acquisition of additional interest in an associated company and the loss on disposal of NCL Holding ASA shares.

The Group registered a revenue and profit before taxation of RM3,148.4 million and RM1,034.6 million respectively for the current financial year compared to a revenue and loss before taxation of RM3,338.6 million and RM322.7 million respectively for the previous financial year. The lower revenue is due mainly to the lower proceeds received from the disposal of investments and lower revenue from the Paper Division and Property Division.

The current financial year's profit before taxation has been affected by the higher write-off of costs in the Oil & Gas Division, higher finance costs and the lower results from the Paper Division. However, the Leisure & Hospitality Division recorded a better performance due mainly to increase in visitor arrivals.

The previous financial year's results had been affected by the write-off of goodwill and loss incurred on disposal of NCL Holding ASA shares as mentioned above. It had also been affected by the share of loss of SCL of RM49.6 million and allowance for diminution in value of equity investments of RM130.3 million.

17. There has not arisen in the interval between 31 December 2001 and 20 February 2002, any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect substantially the results of the operations of the Company and of the Group.
18. The business operations of the Group's Leisure & Hospitality Division, Plantation Division and Paper Division are subject to seasonal fluctuations. The results of the Leisure & Hospitality Division are affected by major festive seasons and holidays. The production of fresh fruit bunches is seasonal in nature where crop normally peaks in the second half of the year.
19. Barring unforeseen circumstances, the Directors are of the opinion that the Group's performance is expected to be satisfactory for the current year.
20. The Group did not issue any profit forecast or profit guarantee for the year.

21. (a) i) A final ordinary dividend for the financial year ended 31 December 2001 has been recommended by the Directors for approval by shareholders.
- ii) The recommended final dividend, if approved, for the financial year ended 31 December 2001 will amount to 12.5 sen per ordinary share of 50 sen each, less 28% tax.
- iii) The final dividend declared and paid for the previous year's corresponding period amounted to 12.5 sen per ordinary share of 50 sen each, less 28% tax.
- iv) The date of payment of the recommended final dividend shall be determined by the Directors and announced at a later date.
- (b) Total dividend payable for the current financial year ended 31 December 2001, including the recommended final dividend, if approved, will amount to 19.0 sen per ordinary share of 50 sen each, less 28% tax.
22. As at 31 December 2001, the Company has 3,317,000 unissued ordinary shares outstanding under the Genting Employees' Share Option Scheme ("GESOS"). In accordance with the provisions laid down by MASB No. 13 on Earnings Per Share, share options are dilutive when they are issued for no consideration or where a portion of the outstanding share options are deemed dilutive in situations where the exercise price of the options is below its fair value.

Since the exercise price of the GESOS is above the fair value of the Company's shares for the current quarter and the financial year-to-date, the options are deemed non dilutive.

By order of the board

**TAN SRI LIM GOH TONG**  
**Chairman and Chief Executive**  
**27 February 2002**