



Form Version 2.0

General Announcement

Reference No MM-061211-66270

Submitting Merchant Bank (if applicable) : CIMB INVESTMENT BANK BERHAD (FORMERLY KNOWN AS COMMERCE INTERNATIONAL MERCHANT BANKERS BERHAD)

Submitting Secretarial Firm Name (if applicable) :

* Company name : GENTING BERHAD

* Stock name : GENTING

* Stock code : 3182

* Contact person : CHARMAINE CHEE/ELAINE LAM

* Designation : MANAGER/EXECUTIVE

* Type : Announcement Reply to query

* Subject :
GENTING BERHAD

PROPOSED PRIVATE PLACEMENT

* Contents :-

Please refer to the attachment for the full text of the announcement on the above.

This announcement is dated 11 December 2006.

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GENTING BERHAD ("GENTING")

PROPOSED PRIVATE PLACEMENT

1. On behalf of Genting's Board of Directors ("**Board**"), CIMB Investment Bank Berhad (*formerly known as Commerce International Merchant Bankers Berhad*) ("**CIMB**") wishes to announce that Genting proposes to implement a placement of new ordinary shares of RM0.50 each in Genting ("**Genting Shares**") to investors to be identified through placement agents under a book-building process ("**Proposed Placement**"). Genting intends to place out 30 million new Genting Shares (representing about 4.25% of its issued and paid-up share capital), with a possible up-size depending on investors' demand, under the Proposed Placement.
2. The issuance of up to 10% of Genting's issued and paid-up share capital has been approved by shareholders of Genting under the ordinary resolution passed under Section 132D of the Companies Act, 1965, at Genting's previous Annual General Meeting held on 21 June 2006.
3. The following regulatory approvals have been obtained for the Proposed Placement:
 - (a) the approval of the Securities Commission ("**SC**") for the placement of up to 70,560,295 Genting Shares (which represents up to 10% of Genting's issued and paid-up share capital) ("**Placement Shares**"), and the listing of and quotation for the Placement Shares on the Main Board of Bursa Malaysia Securities Berhad ("**Bursa Securities**"), which was obtained on 3 November 2006;
 - (b) the approval of the Foreign Investment Committee (through the SC) for the Proposed Placement, which was obtained on 3 November 2006; and
 - (c) approval-in-principle from Bursa Securities for the listing and quotation of the Placement Shares on the Main Board of Bursa Securities, which was obtained on 7 November 2006.
4. Genting will determine and announce the final number of new Genting Shares to be issued under the Proposed Placement, and the issue price of the Placement Shares, after the completion of the book-building process, which will commence today.
5. The Placement Shares shall, upon allotment and issue, rank equal in all respects with the existing Genting Shares, except that they shall not entitle their holders to any dividend, right, allotment and/or other distributions the entitlement date of which is before the date of allotment of the Placement Shares.
6. Genting's closing share price on 11 December 2006 is RM32.00. For illustrative purposes, assuming Genting issues 30 million new Genting Shares under the Proposed Placement at an issue price of RM30.50 per share (representing a discount of about 4.7% to the said closing price), the total proceeds raised will be approximately RM915 million.
7. Genting intends to use the proceeds raised from the Proposed Placement (after netting-off expenses relating to the Proposed Placement) for working capital and/or investments or acquisitions (including the repayment of borrowings taken to make such investments or acquisitions, if any) in areas related to Genting's or Genting and its subsidiaries' ("**Genting Group**") principal businesses as and when such opportunities arise.
8. Genting will not place out any Placement Share issued under the Proposed Placement to its related parties. Therefore, none of the Directors, major shareholders of Genting and/or any persons connected with them have any interest, direct or indirect, in the Proposed Placement.

9. The proforma effects of the Proposed Placement on Genting's issued and paid-up share capital, consolidated net assets per share, earnings per share, gearing and substantial shareholders' shareholdings can only be determined upon finalisation of the total number and issue price of the Placement Shares, after the completion of the book-building process. An announcement on the final total number and issue price of the Placement Shares, together with the said proforma effects, will be made after the completion of the book-building process.

Genting does not expect the Proposed Placement to have any effect on its dividend policy. The decision of Genting's Board to declare and pay dividends in the future would depend on the performance, cashflow position and financing requirements of the Genting Group.

10. Genting has appointed the following advisers for the Proposed Placement:
- (a) CIMB as Principal Adviser; and
 - (b) CIMB, CLSA Singapore Pte Ltd and UBS Investment Bank as Joint Placement Agents and Joint Bookrunners.

This announcement is dated 11 December 2006.

NOT FOR DISTRIBUTION IN THE UNITED STATES, CANADA OR JAPAN

Securities may not be sold in the United States unless they are registered or are exempt from registration. Genting does not intend to register any portion of the Placement Shares in the United States or to conduct a public offering in the United States. This announcement is not for distribution, directly or indirectly, into the United States, Canada or Japan. These materials are not an offer for sale of, or the solicitation of an offer to buy, the securities of Genting in the United States, Canada or Japan. Failure to observe the above limitation may constitute a violation of securities laws in the United States and in other jurisdictions.