



GENTING BERHAD

PRESS RELEASE
For Immediate Release

16 March 2007

DIVESTMENT OF GENTING'S PAPER AND PACKAGING BUSINESSES

Genting Berhad announced today that its 97.7% owned subsidiary, Genting Sanyen (Malaysia) Sdn Bhd ("GSM") has agreed to divest its paper and packaging businesses to Paperbox Holdings Limited, a special purpose vehicle established by funds advised by CVC Asia Pacific Limited for a total cash consideration of RM745 million.

The divestment is subject, inter alia, to approvals from the relevant authorities, including the Ministry of International Trade and Industry, the Foreign Investment Committee and Bank Negara Malaysia.

As part of an on-going review of its operations and interests worldwide, the Board of Genting has concluded that it is more optimal for the Genting Group to divest the paper and packaging division to focus on growing and strengthening its core businesses.

The paper and packaging division comprises of two paper mills, whose combined capacity represents 30% of Malaysia's total industrial brown paper output, and two corrugated mills which have an estimated 15% market share in Malaysia.

The management and staff of the paper and packaging division have successfully built the business into a leading paper and packaging operation in Malaysia and the Board of Genting Berhad would like to take this opportunity to express their appreciation and thanks to the team.

Commenting on the sale, Justin Leong, Genting's Head of Strategic Investments & Corporate Affairs, said:

"We believe we have achieved a full and fair price for our paper and packaging assets and that we have sold it to a very credible buyer who has exciting plans to invest further to expand the business. CVC's investment also represents a vote of confidence in Malaysia by the foreign investment community."

JPMorgan acted as exclusive financial advisor to GSM on this transaction.

~ END OF RELEASE ~

More on the Genting Group:

The Genting Group (www.genting.com), is the collective name for Genting Berhad and its subsidiaries and associates. The Group comprises five listed entities (Genting Berhad, Resorts World Bhd, Asiatic Development Berhad, Genting International PLC and Star Cruises Limited) with a combined market capitalisation of about US\$18 billion. The Genting Group is involved in the leisure & hospitality, power, plantation, property, manufacturing and oil & gas industries.

More on CVC:

CVC is a leading international private equity firm managing over US\$24 billion in funds. It has acquired over 236 companies for a total consideration of US\$84 billion. Its current portfolio of 41 companies has combined revenues in excess of US\$52 billion. Operating in Europe, Asia and United States, CVC has acquired several leading wood and paper related businesses in the past, including Smurfit Kappa, Lecta, Laminex and Plantation Timber Products.

CVC is the leading private equity firm in the Asia Pacific region and has completed 24 management buy-outs in Japan, Australia, Greater China and South East Asia. Recent transactions include PBL Media in Australia, Skylark Restaurants in Japan and DCA in Australia.

For editorial, please contact:

Ms. Corrinne Ling
Senior Manager, Corporate Communications
Genting Berhad
Tel : 603 2333 6073
Fax : 603 2163 5818
Email : corrinne.ling@genting.com

Mr. Ma Kin Hoong
Manager, Investor Relations
Genting Berhad
Tel : 603 2333 6033
Fax : 603 2163 5818
Email : kinhoong.ma@genting.com