

General AnnouncementReference No **GM-100317-7A505**

Company Name : **GENTING MALAYSIA BERHAD**
 Stock Name : **GENM**
 Date Announced : **17/03/2010**

Type : Announcement
 Subject : **GENTING MALAYSIA BERHAD ("GENM")**
 (formerly known as Resorts World Bhd)
 Subscription to senior secured notes in MGM Mirage, Inc

Contents : For purposes of this announcement, United States Dollar ("US\$") amounts have been translated to Ringgit Malaysia ("RM"), based on an exchange rate of RM3.32 : US\$1.00, representing the middle rate as at 5.00 p.m. on 16 March 2010 as published by Bank Negara Malaysia.

The Board of Directors of GENM ("Board") hereby announces that Resorts World Limited, an indirect wholly-owned subsidiary of GENM, has completed the subscription to US\$18 million (approximately RM60 million) nominal amount of 9.0% senior secured notes ("Notes") issued by MGM Mirage, Inc ("MGM") due March 2020.

The Notes were offered by MGM as part of a placement of US\$845 million in aggregate principal amount of the Notes, first announced by MGM on 9 March 2010, and the proceeds of which will be used by MGM to repay a portion of its outstanding debts and for related fees and expenses. MGM had on 16 March 2010 announced the completion of the placement.

The Notes are secured by a mortgage on MGM Grand Las Vegas, the real property on which MGM Grand Las Vegas is located and substantially all existing and future property of MGM Grand Hotel, LLC, and upon receipt of the necessary gaming approvals, a pledge of the limited liability company interests in MGM Grand Hotel, LLC. The Notes are general senior obligations of MGM, guaranteed by substantially all of its subsidiaries, which also guarantees MGM's other senior indebtedness, and equal in right of payment with, or senior to, all existing or future indebtedness of MGM and each guarantor.

The Notes represent a good opportunity for the GENM group to expand its investment portfolio and enhance returns on its existing cash balances. With a coupon rate of 9%, the investment generates an attractive return compared to what is currently attainable in the money markets or in other secured investments regionally, especially within the GENM group's core leisure and hospitality industry.

Further, the Notes will be secured against high quality gaming assets, thereby giving downside risk protection to the investment.

The subscription to the Notes is not expected to have a material impact on the net assets or earnings per share of the GENM group for the financial year ending 31 December 2010.

MGM, which is listed on the New York Stock Exchange, is one of the leading casino entertainment providers in the world, with ownership stakes and operation of properties in Nevada, Mississippi, Michigan, New Jersey, Illinois and Macau. For the financial year ended 31 December 2009, MGM group recorded net revenues of approximately US\$6.0 billion.

The subscription to the Notes is prohibited under Paragraph 8.23 of the Main Market Listing Requirements ("LR") of Bursa Malaysia Securities Berhad ("Bursa Securities") and Paragraph 2.2 of Practice Note No. 11/2001 of the LR. Accordingly, the approval of Bursa Securities was obtained on 15 March 2010 for GENM Group to subscribe to the Notes, subject to the condition that GENM releases an announcement to Bursa Securities on the same.

None of the Directors or major shareholders of GENM or persons connected to them, have any interest, direct or indirect, in the Notes subscription.

This announcement is dated 17 March 2010.

Announcement Details :

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