

**GENTING BERHAD ANNOUNCES 1ST QUARTER RESULTS  
FOR THE PERIOD ENDED 31 MARCH 2011**

**Key points:**

- **Stronger 1Q2011 results - Group revenue up by 57% and adjusted EBITDA up by 74%**
- **Leisure & Hospitality is the key performer with Resorts World Sentosa contributing 45% of Group revenue**
- **Strong revenue and profit growth from Genting Plantations**

**KUALA LUMPUR, 26 MAY 2011** - Genting Berhad today announced its financial performance for the first quarter ended 31 March 2011 ("1Q2011"). The Group registered total revenue of RM4.9 billion in 1Q2011 compared to RM3.1 billion in the previous year's corresponding quarter ("1Q2010"), an increase of 57%.

The Group's profit before tax in 1Q2011 was RM1.9 billion compared with RM200.0 million in 1Q2010. For 1Q2010, the Group's profit before tax included some significant one-off items, namely a net impairment loss of RM1,303.8 million and a net gain on dilution of RM436.3 million from the dilution of the Company's shareholding in Genting Singapore PLC ("GENS") when convertible bonds that were issued by GENS were fully converted into new ordinary shares of GENS.

The adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") was RM2.4 billion in 1Q2011 versus RM1.4 billion in 1Q2010, an increase of 74%.

The Leisure & Hospitality Division remains the key revenue and earnings contributor to the Group, with a significant increase in contribution in 1Q2011 from Resorts World Sentosa ("RWS") in Singapore. RWS posted strong revenue growth and experienced good win percentage and gaming volume in 1Q2011, as well as saw steady growth in Universal Studios Singapore and the hotels.

The UK casinos owned by Genting Malaysia Berhad ("GENM") also recorded higher revenue and earnings in 1Q2011. However, revenue and earnings from the leisure & hospitality business in Malaysia decreased in 1Q2011 when compared with 1Q2010 due to lower business volume, higher promotional expenses and weaker luck factor from the premium players business.

Genting Plantations Berhad ("Genting Plantations") posted higher revenue and earnings due to higher palm products prices despite a decline in FFB production.

The increase in the Power Division's revenue and earnings was mainly due to higher dispatch by the Meizhou Wan power plant in China and compensation from the Fujian provincial government in respect of an increase in tariff rate.

There was no revenue from the Oil and Gas Division following the disposal of the Zhuangxi Buried Hill Oilfield business in China on 10 December 2010.

The outlook of the Group for the remaining period of FY2011 may be impacted as follows:

- a) In Malaysia, the GENM Group is cautiously optimistic about the performance of its leisure and hospitality business even though GENM Group continues to face strong regional competition. GENM Group will continue to focus on its yield management strategies and increase its efforts to tap into the regional growth of the premium players business;
- b) RWS's enhanced product offerings and service excellence that their customers demand will allow RWS to build significant brand equity over time as the foremost destination resort in Asia. RWS's casino VIP rolling market segment continues to be a major contributor to its gaming revenue. RWS has been able to attract record volumes of overseas visitors to their resort and Universal Studios Singapore continues to be a major draw for the young and not so young from around the region. Hotel occupancy has been good and their bundled products have been extremely popular. Quarter 2 bookings continue to be encouraging and RWS looks forward to a strong summer holiday season.

RWS is cautiously optimistic notwithstanding the volatility of the global economic environment. RWS is encountering some unforeseen difficulties which may delay the completion of the second phase. However, they are addressing this issue and have allocated resources to catch up with the schedule;

- c) The UK casino operations reported its first full quarter contribution to the GENM Group, with strong performances from the London casino properties. Whilst the current state of the UK economy continues to pose a challenging operating environment, the GENM Group remains focused on leveraging on established links with its businesses in Asia for the London casino properties and has embarked on repositioning its product offering in respect of its casino properties outside London;
- d) In the US, construction of Resorts World New York continues to make steady progress towards a first phase opening in the latter part of 2011. The premier entertainment hub, strategically located at the historic Aqueduct Racetrack, will soon provide the City of New York with the latest in gaming and entertainment experience;
- e) The performance of Power Division may be affected by the higher coal prices which will however be mitigated by an increase in tariff rate for the Meizhou Wan power plant which has been agreed with the provincial government; and
- f) The performance of Genting Plantations is expected to be satisfactory.

| <b>GENTING BERHAD</b>   | 1Q2011<br>RM'million | 1Q2010<br>RM'million | 1Q11 vs<br>1Q10<br>% | 4Q2010<br>RM'million | 1Q11 vs<br>4Q10<br>% |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>SUMMARY OF RESULTS</b>   |                      |                      |                      |                      |                      |
| <b>Segment revenue</b>  |                      |                      |                      |                      |                      |
| Leisure & Hospitality   |                      |                      |                      |                      |                      |
| - Malaysia  | 1,322.8              | 1,328.6              | -                    | 1,347.2              | -2                   |
| - Singapore   | 2,178.5              | 805.0                | >100                 | 1,848.3              | +18                  |
| - United Kingdom & Others   | 353.0                | 278.6                | +27                  | 230.9                | +53                  |
|   | 3,854.3              | 2,412.2              | +60                  | 3,426.4              | +12                  |
| Power   | 482.3                | 444.2                | +9                   | 322.2                | +50                  |
| Plantation  | 253.6                | 195.6                | +30                  | 274.9                | -8                   |
| Property  | 21.6                 | 20.1                 | +7                   | 27.3                 | -21                  |
| Oil & Gas   | -                    | 26.0                 | -100                 | 23.2                 | -100                 |
| Investments & Others  | 12.8                 | 15.6                 | -18                  | 12.7                 | +1                   |
|   | <b>4,624.6*</b>      | <b>3,113.7</b>       | <b>+49</b>           | <b>4,086.7</b>       | <b>+13</b>           |
| <b>Profit before tax</b>  |                      |                      |                      |                      |                      |
| Leisure & Hospitality   |                      |                      |                      |                      |                      |
| - Malaysia  | 663.1                | 681.8                | -3                   | 686.1                | -3                   |
| - Singapore   | 1,282.7              | 372.8                | >100                 | 930.0                | +38                  |
| - United Kingdom & Others   | 76.5                 | 45.6                 | +68                  | 19.8                 | >100                 |
|   | 2,022.3              | 1,100.2              | +84                  | 1,635.9              | +24                  |
| Power   | 210.4                | 133.5                | +58                  | 152.6                | +38                  |
| Plantation  | 136.4                | 97.3                 | +40                  | 142.3                | -4                   |
| Property  | 6.0                  | 8.8                  | -32                  | 5.1                  | +18                  |
| Oil & Gas   | (24.4)               | 4.6                  | >100                 | 1.3                  | >100                 |
| Investments & Others  | 42.6                 | 34.3                 | +24                  | (35.5)               | >100                 |
|   | <b>2,393.3</b>       | <b>1,378.7</b>       | <b>+74</b>           | <b>1,901.7</b>       | <b>+26</b>           |
| <b>Adjusted EBITDA</b>  |                      |                      |                      |                      |                      |
| Construction profit   | 13.4                 | -                    | NM                   | -                    | NM                   |
| Net gain on dilution of shareholding arising from bond conversions                  | -                    | 436.3                | -100                 | -                    | -                    |
| Net fair value gain/(loss) on derivative financial instruments                      | 2.7                  | 67.1                 | -96                  | (2.4)                | >100                 |
| Net fair value (loss)/gain on financial assets at fair value through profit or loss | (2.2)                | 1.8                  | >100                 | 10.9                 | >100                 |
| Net impairment loss   | (3.9)                | (1,303.8)            | -100                 | -                    | NM                   |
| Loss on discontinuance of cash flow hedge accounting using interest rates swaps     | -                    | -                    | -                    | (145.4)              | -100                 |
| Others  | (77.0)               | (115.0)              | -33                  | (38.5)               | +100                 |
|   | <b>2,326.3</b>       | <b>465.1</b>         | <b>&gt;100</b>       | <b>1,726.3</b>       | <b>+35</b>           |
| <b>EBITDA</b>   |                      |                      |                      |                      |                      |
| Depreciation and amortisation   | (324.7)              | (215.6)              | +51                  | (302.6)              | +7                   |
| Interest income   | 37.1                 | 32.8                 | +13                  | 39.7                 | -7                   |
| Finance cost  | (149.0)              | (109.0)              | +37                  | (282.2)              | -47                  |
| Share of results in jointly controlled entities and associates                      | 0.9                  | 26.7                 | -97                  | 1.6                  | -44                  |
|   | <b>1,890.6</b>       | <b>200.0</b>         | <b>&gt;100</b>       | <b>1,182.8</b>       | <b>+60</b>           |
| <b>Profit before tax</b>  |                      |                      |                      |                      |                      |
| Taxation  | (444.6)              | (234.6)              | +90                  | (376.6)              | +18                  |
|   | <b>1,446.0</b>       | <b>(34.6)</b>        | <b>&gt;100</b>       | <b>806.2</b>         | <b>+79</b>           |
| <b>Profit/(loss) for the period</b>   |                      |                      |                      |                      |                      |
| Basic earnings per share (sen)  | 22.25                | 6.29                 | >100                 | 12.57                | +77                  |

NM= Not meaningful

\*A reconciliation of segment revenue to total revenue is as follows:

|                       |                   |
|-----------------------|-------------------|
|                       | <b>RM'million</b> |
| Total segment revenue | 4,624.6           |
| Construction revenue  | 264.6             |
| <b>Total revenue</b>  | <b>4,889.2</b>    |

**About GENTING (www.genting.com):**

Genting Berhad, its subsidiaries and affiliates operating under the “Genting” name, is recognised as one of Asia’s leading and best managed multinationals. There are currently 5 public companies listed in 3 jurisdictions that operate under the “Genting” name, namely Genting Berhad, its subsidiaries Genting Malaysia Berhad, Genting Plantations Berhad and Genting Singapore PLC as well as its affiliate, Genting Hong Kong Limited, with a combined market capitalisation of about RM138 billion (US\$45 billion) as at 26 May 2011.

These public companies and their subsidiaries and affiliates are involved in various businesses, including leisure & hospitality, power generation, oil palm plantation, property development, biotechnology and oil & gas. Collectively, they have over 58,000 employees, 4,500 hectares of prime resort land and about 133,000 hectares of plantation land.

The leisure & hospitality business operates using various brand names including “Resorts World”, “Maxims”, “Crockfords”, “Awana”, “Star Cruises” and “Norwegian Cruise Line”. In addition to Premium Outlets<sup>®</sup>, Genting companies have tie ups with Universal Studios, Hard Rock Hotel and other renowned international brands.

**For editorial, please contact:**

Ms. Corrinne Ling  
Vice President, Corporate Affairs  
T: 603 2333 6077  
E: corrinne.ling@genting.com

Ms. Tan May Yee  
Manager, Investor Relations  
T: 603 2333 6033  
E: mayyee.tan@genting.com

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**Financial Results**Reference No **GG-110526-FF944**

Company Name : **GENTING BERHAD**  
 Stock Name : GENTING  
 Date Announced : 26/05/2011  
 Financial Year End : 31/12/2011  
 Quarter : 1  
 Quarterly report for the financial period ended : 31/03/2011  
 The figures : have not been audited

Converted attachment :

Please attach the full Quarterly Report here:

[GENT-1st Grp Qtrly Rept 2011.pdf](#)

[Genting Berhad - Press Release 1Q2011.pdf](#)

Remark:

**A Press Release by the Company in connection with the 2011 First Quarterly Report is attached above.**

- DEFAULT CURRENCY
- OTHER CURRENCY

Currency : Malaysian Ringgit (MYR)

**SUMMARY OF KEY FINANCIAL INFORMATION  
31/03/2011**

|                                       | INDIVIDUAL PERIOD      |                                      | CUMULATIVE PERIOD      |                                     |
|---------------------------------------|------------------------|--------------------------------------|------------------------|-------------------------------------|
|                                       | CURRENT YEAR QUARTER   | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE   | PRECEDING YEAR CORRESPONDING PERIOD |
|                                       | 31/03/2011<br>\$\$'000 | 31/03/2010<br>\$\$'000               | 31/03/2011<br>\$\$'000 | 31/03/2010<br>\$\$'000              |
| <b>1Revenue</b>                       | 4,889,158              | 3,113,744                            | 4,889,158              | 3,113,744                           |
| <b>2Profit/(loss) before tax</b>      | 1,890,649              | 200,026                              | 1,890,649              | 200,026                             |
| <b>3Profit/(loss) for the period</b>  | 1,446,050              | -34,556                              | 1,446,050              | -34,556                             |
| <b>4Profit/(loss) attributable to</b> | 824,176                | 232,434                              | 824,176                | 232,434                             |

|  |       |      |       |      |
|--|-------|------|-------|------|
| <b>ordinary equity holders of the parent</b>           |       |      |       |      |
| <b>5Basic earnings/ (loss) per share (Subunit)</b>     | 22.25 | 6.29 | 22.25 | 6.29 |
| <b>6Proposed/Declared dividend per share (Subunit)</b> | 0.00  | 0.00 | 0.00  | 0.00 |

|   |                                     |   |
|---|-------------------------------------|---|
|   | <b>AS AT END OF CURRENT QUARTER</b> | <b>AS AT PRECEDING FINANCIAL YEAR END</b> |
| <b>7Net assets per share attributable to ordinary equity holders of the parent (\$\$)</b> | 4.3600                              | 4.1800                                    |

Remarks :

**Definition of Subunit:**

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit. Example for the subunit as follows:

| <b>Country</b> | <b>Base Unit</b> | <b>Subunit</b> |
|----------------|------------------|----------------|
| Malaysia       | Ringgit          | Sen            |
| United States  | Dollar           | Cent           |
| United Kingdom | Pound            | Pence          |

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## 1<sup>st</sup> QUARTERLY REPORT

Quarterly report on consolidated results for the 1<sup>st</sup> quarter ended 31 March 2011. The figures have not been audited.

### **CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2011**

|  | INDIVIDUAL QUARTER                              |  | CUMULATIVE PERIOD                               |   |
|--|---|--|---|---|
|  | Current Year<br>Quarter<br>31/03/2011<br>RM'000 | Preceding Year<br>Corresponding<br>Quarter<br>31/03/2010<br>RM'000 | Current Year<br>To-Date<br>31/03/2011<br>RM'000 | Preceding Year<br>Corresponding<br>Period<br>31/03/2010<br>RM'000 |
| <b>Revenue</b>   | <b>4,889,158</b>                                | 3,113,744  | <b>4,889,158</b>                                | 3,113,744   |
| Cost of sales  | <b>(2,615,822)</b>                              | (1,785,100)  | <b>(2,615,822)</b>                              | (1,785,100)   |
| <b>Gross profit</b>  | <b>2,273,336</b>                                | 1,328,644  | <b>2,273,336</b>                                | 1,328,644   |
| Other income   |   |  |   |   |
| - net gain on dilution of shareholding arising from bond conversions               | -   | 436,250  | -   | 436,250   |
| - net fair value gain on derivative financial instruments                          | <b>2,743</b>                                    | 67,132   | <b>2,743</b>                                    | 67,132  |
| - others   | <b>137,948</b>                                  | 90,427   | <b>137,948</b>                                  | 90,427  |
| Net impairment loss  | <b>(3,863)</b>                                  | (1,303,766)  | <b>(3,863)</b>                                  | (1,303,766)   |
| Other expenses   | <b>(371,421)</b>                                | (336,371)  | <b>(371,421)</b>                                | (336,371)   |
| Finance cost   | <b>(148,952)</b>                                | (109,006)  | <b>(148,952)</b>                                | (109,006)   |
| Share of results in jointly controlled entities and associates                     | <b>858</b>                                      | 26,716   | <b>858</b>                                      | 26,716  |
| <b>Profit before taxation</b>  | <b>1,890,649</b>                                | 200,026  | <b>1,890,649</b>                                | 200,026   |
| Taxation   | <b>(444,599)</b>                                | (234,582)  | <b>(444,599)</b>                                | (234,582)   |
| <b>Profit/(loss) for the period</b>  | <b>1,446,050</b>                                | (34,556)   | <b>1,446,050</b>                                | (34,556)  |
| Profit/(loss) attributable to:   |   |  |   |   |
| Equity holders of the Company  | <b>824,176</b>                                  | 232,434  | <b>824,176</b>                                  | 232,434   |
| Non-controlling interests  | <b>621,874</b>                                  | (266,990)  | <b>621,874</b>                                  | (266,990)   |
|  | <b>1,446,050</b>                                | (34,556)   | <b>1,446,050</b>                                | (34,556)  |
| Earnings per share (sen) for profit attributable to equity holders of the Company: |   |  |   |   |
| - Basic  | <b>22.25</b>                                    | 6.29   | <b>22.25</b>                                    | 6.29  |
| - Diluted  | <b>22.14</b>                                    | 6.29   | <b>22.14</b>                                    | 6.29  |

*(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010).*

**Genting Berhad** (7916-A)

24<sup>th</sup> Floor, Wisma Genting, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia. T: +603 2178 2288 / 2333 2288 F: +603 2161 5304 www.genting.com

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2011**

|  | INDIVIDUAL QUARTER                                 |   | CUMULATIVE PERIOD                                  |  |
|--|--|---|--|--|
|  | Current<br>Year<br>Quarter<br>31/03/2011<br>RM'000 | Preceding<br>Year<br>Corresponding<br>Quarter<br>31/03/2010<br>RM'000 | Current<br>Year<br>To-Date<br>31/03/2011<br>RM'000 | Preceding<br>Year<br>Corresponding<br>Period<br>31/03/2010<br>RM'000 |
| <b>Profit/(loss) for the period</b>  | <b>1,446,050</b>                                   | (34,556)  | <b>1,446,050</b>                                   | (34,556)   |
| <b>Other comprehensive income/(loss):</b>  |  |   |  |  |
| Cash flow hedges   |  |   |  |  |
| - Fair value loss  | <b>(428)</b>                                       | (51,994)  | <b>(428)</b>                                       | (51,994)   |
| - Reclassifications  | <b>25,265</b>                                      | 35,730  | <b>25,265</b>                                      | 35,730   |
| Net fair value loss on available-for-sale<br>financial assets                                  | <b>(65,180)</b>                                    | (142,600)   | <b>(65,180)</b>                                    | (142,600)  |
| Share of other comprehensive<br>(loss)/income of jointly controlled<br>entities and associates | <b>(6)</b>   | 1,391   | <b>(6)</b>   | 1,391  |
| Net foreign currency exchange<br>differences   | <b>(142,404)</b>                                   | (716,888)   | <b>(142,404)</b>                                   | (716,888)  |
| <b>Other comprehensive loss for<br/>the period, net of tax</b>                                 | <b>(182,753)</b>                                   | (874,361)   | <b>(182,753)</b>                                   | (874,361)  |
| <b>Total comprehensive income/(loss)<br/>for the period</b>                                    | <b>1,263,297</b>                                   | (908,917)   | <b>1,263,297</b>                                   | (908,917)  |
| Total comprehensive income/(loss)<br>attributable to:  |  |   |  |  |
| Equity holders of the Company  | <b>752,876</b>                                     | (262,320)   | <b>752,876</b>                                     | (262,320)  |
| Non-controlling interests  | <b>510,421</b>                                     | (646,597)   | <b>510,421</b>                                     | (646,597)  |
|  | <b>1,263,297</b>                                   | (908,917)   | <b>1,263,297</b>                                   | (908,917)  |

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010).*



**GENTING BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2011**

|   | As At<br>31 Mar 2011<br>RM'000 | As At<br>31 Dec 2010<br>RM'000<br>Restated |
|---|--------------------------------|--|
| <b>ASSETS</b>   |                                |  |
| <b>NON-CURRENT ASSETS</b>                                   |                                |  |
| Property, plant and equipment                               | 19,409,489                     | 18,655,925                                 |
| Land held for property development                          | 573,400                        | 571,244                                    |
| Investment properties                                       | 43,024                         | 43,293                                     |
| Plantation development                                      | 869,898                        | 843,631                                    |
| Leasehold land use rights                                   | 128,213                        | 129,814                                    |
| Intangible assets   | 4,979,715                      | 5,059,777                                  |
| Exploration costs   | 595,907                        | 577,221                                    |
| Jointly controlled entities                                 | 136,901                        | 62,319                                     |
| Associates  | 767,685                        | 765,874                                    |
| Financial assets at fair value through profit or loss       | -                              | 1,956                                      |
| Available-for-sale financial assets                         | 2,415,023                      | 2,591,448                                  |
| Derivative financial instruments                            | 940                            | 1,223                                      |
| Deferred tax assets   | 142,992                        | 177,010                                    |
| Other non-current assets                                    | 147,958                        | 267,121                                    |
|   | <b>30,211,145</b>              | <b>29,747,856</b>                          |
| <b>CURRENT ASSETS</b>                                       |                                |  |
| Property development costs                                  | 12,464                         | 14,162                                     |
| Inventories   | 509,427                        | 520,591                                    |
| Trade and other receivables                                 | 2,726,512                      | 2,280,423                                  |
| Amounts due from jointly controlled entities and associates | 7,514                          | 7,686                                      |
| Financial assets at fair value through profit or loss       | 91,756                         | 94,806                                     |
| Available-for-sale financial assets                         | 941,601                        | 841,961                                    |
| Restricted cash   | 871,056                        | 881,476                                    |
| Cash and cash equivalents                                   | 14,591,250                     | 14,548,553                                 |
|   | <b>19,751,580</b>              | <b>19,189,658</b>                          |
| Assets classified as held for sale                          | 76,640                         | 76,635                                     |
|   | <b>19,828,220</b>              | <b>19,266,293</b>                          |
|   | <b>50,039,365</b>              | <b>49,014,149</b>                          |
| <b>TOTAL ASSETS</b>   |                                |  |
| <b>EQUITY AND LIABILITIES</b>                               |                                |  |
| <b>Equity attributable to equity holders of the Company</b> |                                |  |
| Share capital   | 371,387                        | 371,356                                    |
| Treasury shares   | (43,398)                       | (43,194)                                   |
| Reserves  | 15,813,650                     | 15,169,296                                 |
|   | <b>16,141,639</b>              | <b>15,497,458</b>                          |
| <b>Non-controlling interests</b>                            | <b>14,431,324</b>              | <b>13,949,034</b>                          |
| <b>TOTAL EQUITY</b>   | <b>30,572,963</b>              | <b>29,446,492</b>                          |
| <b>NON-CURRENT LIABILITIES</b>                              |                                |  |
| Long term borrowings  | 11,207,131                     | 11,849,364                                 |
| Deferred tax liabilities                                    | 1,656,944                      | 1,481,999                                  |
| Derivative financial instruments                            | 1,800                          | 1,655                                      |
| Other non-current liabilities                               | 327,725                        | 326,779                                    |
|   | <b>13,193,600</b>              | <b>13,659,797</b>                          |
| <b>CURRENT LIABILITIES</b>                                  |                                |  |
| Trade and other payables                                    | 3,932,277                      | 4,098,856                                  |
| Amount due to a jointly controlled entity                   | 4,810                          | 4,476                                      |
| Short term borrowings                                       | 2,040,541                      | 1,581,668                                  |
| Derivative financial instruments                            | 1,433                          | 4,252                                      |
| Taxation  | 293,741                        | 218,608                                    |
|   | <b>6,272,802</b>               | <b>5,907,860</b>                           |
| <b>TOTAL LIABILITIES</b>                                    | <b>19,466,402</b>              | <b>19,567,657</b>                          |
| <b>TOTAL EQUITY AND LIABILITIES</b>                         | <b>50,039,365</b>              | <b>49,014,149</b>                          |
| <b>NET ASSETS PER SHARE (RM)</b>                            | <b>4.36</b>                    | <b>4.18</b>                                |

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010).*

GENTING BERHAD  
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2011

|   | ← Attributable to equity holders of the Company → |                            |                                  |                                    |   |                             |                                |                              |                   |  |                           |
|---|---|----------------------------|----------------------------------|------------------------------------|---|-----------------------------|--------------------------------|------------------------------|-------------------|--|---------------------------|
|   | Share<br>Capital<br>RM'000                        | Share<br>Premium<br>RM'000 | Revaluation<br>Reserve<br>RM'000 | Fair<br>Value<br>Reserve<br>RM'000 | Cash Flow<br>Hedge<br>Reserve<br>RM'000 | Other<br>Reserves<br>RM'000 | Retained<br>Earnings<br>RM'000 | Treasury<br>Shares<br>RM'000 | Total<br>RM'000   | Non-controlling<br>Interests<br>RM'000 | Total<br>Equity<br>RM'000 |
| At 1 January 2011   | 371,356   | 1,179,121                  | 315,083                          | 1,079,850                          | (16,228)                                | (1,187,597)                 | 13,799,067                     | (43,194)                     | 15,497,458        | 13,949,034                             | 29,446,492                |
| Profit for the period                                       | -   | -                          | -                                | -                                  | -                                       | -                           | 824,176                        | -                            | 824,176           | 621,874                                | 1,446,050                 |
| Other comprehensive income/(loss)                           | -   | -                          | -                                | (2,242)                            | 15,929                                  | (84,987)                    | -                              | -                            | (71,300)          | (111,453)                              | (182,753)                 |
| Total comprehensive<br>income/(loss) for the period         | -   | -                          | -                                | (2,242)                            | 15,929                                  | (84,987)                    | 824,176                        | -                            | 752,876           | 510,421                                | 1,263,297                 |
| Transfer due to realisation of<br>revaluation reserve       | -   | -                          | (336)                            | -                                  | -                                       | -                           | 336                            | -                            | -                 | -                                      | -                         |
| Effects arising from changes<br>in composition of the Group | -   | -                          | -                                | -                                  | -                                       | -                           | (109,377)                      | -                            | (109,377)         | (19,147)                               | (128,524)                 |
| Effects of share-based payment                              | -   | -                          | -                                | -                                  | -                                       | -                           | -                              | -                            | -                 | 10,305                                 | 10,305                    |
| Effects of issue of shares by<br>subsidiaries               | -   | -                          | -                                | -                                  | -                                       | -                           | -                              | -                            | -                 | 8,589                                  | 8,589                     |
| Issue of shares   | 31  | 855                        | -                                | -                                  | -                                       | -                           | -                              | -                            | 886               | -                                      | 886                       |
| Buy-back of shares  | -   | -                          | -                                | -                                  | -                                       | -                           | -                              | (204)                        | (204)             | (15,652)                               | (15,856)                  |
| Dividends to non-controlling<br>interests                   | -   | -                          | -                                | -                                  | -                                       | -                           | -                              | -                            | -                 | (12,226)                               | (12,226)                  |
| <b>Balance at 31 March 2011</b>                             | <b>371,387</b>                                    | <b>1,179,976</b>           | <b>314,747</b>                   | <b>1,077,608</b>                   | <b>(299)</b>                            | <b>(1,272,584)</b>          | <b>14,514,202</b>              | <b>(43,398)</b>              | <b>16,141,639</b> | <b>14,431,324</b>                      | <b>30,572,963</b>         |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010).

GENTING BERHAD  
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2010

|   | ← Attributable to equity holders of the Company → |                            |                                  |                                    |   |                             |                                |                              |                   |  |                           |
|---|---|----------------------------|----------------------------------|------------------------------------|---|-----------------------------|--------------------------------|------------------------------|-------------------|--|---------------------------|
|   | Share<br>Capital<br>RM'000                        | Share<br>Premium<br>RM'000 | Revaluation<br>Reserve<br>RM'000 | Fair<br>Value<br>Reserve<br>RM'000 | Cash Flow<br>Hedge<br>Reserve<br>RM'000 | Other<br>Reserves<br>RM'000 | Retained<br>Earnings<br>RM'000 | Treasury<br>Shares<br>RM'000 | Total<br>RM'000   | Non-controlling<br>Interests<br>RM'000 | Total<br>Equity<br>RM'000 |
| At 1 January 2010   |   |                            |                                  |                                    |   |                             |                                |                              |                   |  |                           |
| As previously reported                                      | 370,485   | 1,155,002                  | 302,709                          | 431,995                            | -                                       | (223,065)                   | 11,893,041                     | (43,036)                     | 13,887,131        | 11,825,274                             | 25,712,405                |
| Effects of adopting FRS 139                                 | -   | -                          | -                                | 170                                | (116,061)                               | 49                          | (90,562)                       | -                            | (206,404)         | (179,665)                              | (386,069)                 |
| As restated balance   | <u>370,485</u>                                    | <u>1,155,002</u>           | <u>302,709</u>                   | <u>432,165</u>                     | <u>(116,061)</u>                        | <u>(223,016)</u>            | <u>11,802,479</u>              | <u>(43,036)</u>              | <u>13,680,727</u> | <u>11,645,609</u>                      | <u>25,326,336</u>         |
| Profit/(loss) for the period                                | -   | -                          | -                                | -                                  | -                                       | -                           | 232,434                        | -                            | 232,434           | (266,990)                              | (34,556)                  |
| Other comprehensive income/(loss)                           | -   | -                          | -                                | (64,112)                           | (7,763)                                 | (422,879)                   | -                              | -                            | (494,754)         | (379,607)                              | (874,361)                 |
| Total comprehensive<br>income/(loss) for the period         | -   | -                          | -                                | (64,112)                           | (7,763)                                 | (422,879)                   | 232,434                        | -                            | (262,320)         | (646,597)                              | (908,917)                 |
| Effects arising from changes<br>in composition of the Group | -   | -                          | -                                | -                                  | -                                       | -                           | -                              | -                            | -                 | 791,900                                | 791,900                   |
| Effects of share-based payment                              | -   | -                          | -                                | -                                  | -                                       | -                           | -                              | -                            | -                 | 5,429                                  | 5,429                     |
| Effects of issue of shares by<br>subsidiaries               | -   | -                          | -                                | -                                  | -                                       | -                           | (48)                           | -                            | (48)              | 4,274                                  | 4,226                     |
| Issue of shares   | 42  | 1,173                      | -                                | -                                  | -                                       | -                           | -                              | -                            | 1,215             | -                                      | 1,215                     |
| Buy-back of shares  | -   | -                          | -                                | -                                  | -                                       | -                           | -                              | (63)                         | (63)              | (48)                                   | (111)                     |
| <b>Balance at 31 March 2010</b>                             | <u>370,527</u>                                    | <u>1,156,175</u>           | <u>302,709</u>                   | <u>368,053</u>                     | <u>(123,824)</u>                        | <u>(645,895)</u>            | <u>12,034,865</u>              | <u>(43,099)</u>              | <u>13,419,511</u> | <u>11,800,567</u>                      | <u>25,220,078</u>         |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010).

**GENTING BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2011**

|  | Current<br>Year-To-Date<br>RM'000 | Preceding Year<br>Corresponding<br>Period<br>RM'000 |
|--|-----------------------------------|---|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                        |                                   |   |
| Profit before taxation   | 1,890,649                         | 200,026   |
| Adjustments for:   |                                   |   |
| Depreciation and amortisation                                      | 324,748                           | 215,556   |
| Finance cost   | 148,952                           | 109,006   |
| Property, plant and equipment ("PPE") written off                  | 56,670                            | 551   |
| Net impairment loss  | 3,863                             | 1,303,766   |
| Interest income  | (37,105)                          | (32,807)  |
| Construction profit  | (13,400)                          | -   |
| Net fair value gain on derivative financial instruments            | (2,743)                           | (67,132)  |
| Share of results in jointly controlled entities and associates     | (858)                             | (26,716)  |
| Net gain on dilution of shareholding arising from bond conversions | -                                 | (436,250)   |
| Other non-cash items   | 18,486                            | 186   |
|  | <u>498,613</u>                    | <u>1,066,160</u>                                    |
| <b>Operating profit before changes in working capital</b>          | <b>2,389,262</b>                  | <b>1,266,186</b>                                    |
| Net change in current assets                                       | (448,546)                         | (370,567)   |
| Net change in current liabilities                                  | (85,862)                          | 530,134   |
|  | <u>(534,408)</u>                  | <u>159,567</u>                                      |
| <b>Cash generated from operations</b>                              | <b>1,854,854</b>                  | <b>1,425,753</b>                                    |
| Taxation paid  | (180,721)                         | (171,829)   |
| Retirement gratuities paid   | (2,205)                           | (1,770)   |
| Other net operating receipts                                       | 7,668                             | 19,343  |
|  | <u>(175,258)</u>                  | <u>(154,256)</u>                                    |
| <b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>                   | <b>1,679,596</b>                  | <b>1,271,497</b>                                    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                        |                                   |   |
| Purchase of PPE  | (1,167,101)                       | (1,379,813)   |
| Increase in investments and other long term financial assets       | (215,327)                         | (416,857)   |
| Interest received  | 35,454                            | 29,460  |
| Other investing activities   | 6,136                             | 571   |
|  | <u>(1,340,838)</u>                | <u>(1,766,639)</u>                                  |
| <b>NET CASH USED IN INVESTING ACTIVITIES</b>                       |                                   |   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                        |                                   |   |
| Repayment of borrowings and transaction costs                      | (8,621,904)                       | (235,806)   |
| Finance cost paid  | (79,823)                          | (138,687)   |
| Buy-back of shares   | (19,364)                          | (111)   |
| Dividends paid to non-controlling interests                        | (12,226)                          | -   |
| Proceeds from bank borrowings                                      | 8,442,607                         | 2,237,923   |
| Other financing activities   | (22,638)                          | 5,126   |
|  | <u>(313,348)</u>                  | <u>1,868,445</u>                                    |
| <b>NET CASH FLOWS (USED IN)/FROM FINANCING ACTIVITIES</b>          |                                   |   |
| <b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>                   | <b>25,410</b>                     | <b>1,373,303</b>                                    |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>  | <b>14,548,553</b>                 | <b>14,392,625</b>                                   |
| <b>EFFECT OF CURRENCY TRANSLATION</b>                              | <b>17,287</b>                     | <b>(300,548)</b>                                    |
| <b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>        | <b>14,591,250</b>                 | <b>15,465,380</b>                                   |
| <b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>                       |                                   |   |
| Bank balances and deposits   | 12,316,035                        | 12,512,344  |
| Money market instruments   | 2,275,215                         | 2,953,036   |
|  | <u>14,591,250</u>                 | <u>15,465,380</u>                                   |

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010).*

## GENTING BERHAD

### NOTES TO THE INTERIM FINANCIAL REPORT – 1<sup>ST</sup> QUARTER ENDED 31 MARCH 2011

#### (I) Compliance with Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting

##### (a) **Accounting Policies and Methods of Computation**

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The financial information for the current quarter ended 31 March 2011 have been reviewed by the Company’s auditor in accordance with the International Standards on Review Engagements (“ISRE”) 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2010. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2010 except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 January 2011.

The adoption of these new FRSs, amendments and IC interpretations do not have a material impact on the interim financial information of the Group except for the adoption of the FRSs as set out below:

##### Revised FRS 3 “Business Combinations”

The revised standard continues to apply the acquisition method to business combinations but with some significant changes compared with FRS 3. For example, all payments to purchase a business are recorded at fair value at the acquisition date, with contingent payments classified as debt subsequently remeasured through the profit or loss. There is a choice on an acquisition-by-acquisition basis to measure the non-controlling interest in the acquiree either at fair value or at the non-controlling interest’s proportionate share of the acquiree’s net assets. All acquisition-related costs are expensed. The Group has adopted this revised standard prospectively to all business combinations from 1 January 2011.

##### Revised FRS 127 “Consolidated and separate financial statements”

The revised standard requires the effects of all transactions with non-controlling interest to be recorded in equity if there is no change in control and these transactions will no longer result in goodwill or gains and losses. All earnings and losses of the subsidiary are attributed to the parent and the non-controlling interests, even if the attribution of losses to the non-controlling interests results in a debit balance in the shareholders’ equity. Profit or loss attributable to non-controlling interests for prior years is not restated. The standard also specifies the accounting when control is lost. Any remaining interest in the entity is remeasured to fair value, and a gain or loss is recognised in profit or loss. The Group has adopted this revised standard prospectively to transactions with non-controlling interests from 1 January 2011.

##### Amendments to FRS 7 “Financial Instruments: Disclosures”

The amendment promotes enhanced disclosures on fair value measurement of financial instruments via the introduction of the concept of the fair value hierarchy. There is no financial impact on the results of the Group as these changes only affect disclosures.

#### IC Interpretation 4 “Determining whether an arrangement contains a lease”

The interpretation requires the Group to identify any arrangement that does not take the legal form of a lease, but conveys a right to use an asset in return for a payment or series of payments. This interpretation provides guidance for determining whether such arrangements are, or contain, leases. The assessment is based on the substance of the arrangement and requires assessment of whether the fulfillment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset. If the arrangement contains a lease, the requirements of FRS 117 “Leases” should be applied to the lease element of the arrangement. The adoption of this interpretation does not have any impact to the Group.

#### IC Interpretation 12 “Service concession arrangements”

The interpretation applies to contractual arrangements whereby a private sector operator participates in the development, financing, operation and maintenance of infrastructure for public sector services. Depending on the contractual terms, this interpretation requires the operator to recognise a financial asset if it has an unconditional contractual right to receive cash or an intangible asset if it receives a right (license) to charge users of the public service. Some contractual terms may give rise to both a financial asset and an intangible asset.

Genting Power China Limited (“GPCL”), an indirect wholly owned subsidiary of the Company, has applied the provision of this interpretation on its power plant located in Meizhou Wan, in the Fujian Province of China. Consequently, GPCL has now recognised its right on the power plant as an intangible asset as compared to its previous recognition of the power plant as property, plant and equipment and leasehold land use rights. The intangible asset is amortised over its period of the concession of 21.5 years. The application of this interpretation has been accounted for retrospectively in accordance with FRS 108 “Accounting Policies, Changes in Accounting Estimates and Errors” and certain comparative balances have been restated.

The table below shows the effects of the adoption of IC Interpretation 12 to the Group:

|  | <u>As previously<br/>reported</u> | <u>Effects of<br/>adopting IC<br/>Interpretation 12</u> | <u>After effects<br/>of adopting IC<br/>Interpretation 12</u> |
|--|-----------------------------------|---|---|
|  | RM'000                            | RM'000  | RM'000  |
| <b>Statement of Financial Position</b> |                                   |   |   |
| <b>as at 31 December 2010</b>          |                                   |   |   |
| <u>Non-current assets</u>              |                                   |   |   |
| Property, plant and equipment          | 19,932,467                        | (1,276,542)   | 18,655,925  |
| Leasehold land use rights              | 133,852                           | (4,038)   | 129,814   |
| Intangible assets                      | <u>3,779,197</u>                  | <u>1,280,580</u>  | <u>5,059,777</u>  |

The adoption of this interpretation does not have any impact to the earnings per share of the Group in the current and corresponding prior periods.

(b) **Seasonal or Cyclical Factors**

On an overall basis, the business operations of the Group's Leisure & Hospitality Division and Plantation Division are subject to seasonal fluctuations. The results of the Leisure & Hospitality Division are affected by major festive seasons and holidays. Fresh fruit bunches ("FFB") production is seasonal in nature. Production of FFB normally peaks in the second half of the year but this cropping pattern can be affected by changes in weather conditions. More detailed commentary is set out in Notes 1 and 2 in Part II of this interim financial report.

(c) **Unusual items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter ended 31 March 2011.

(d) **Material Changes in Estimates**

There have been no significant changes made in estimates of amounts reported in prior financial years.

(e) **Changes in Debt and Equity Securities**

- i) The Company issued 309,000 new ordinary shares of 10 sen each, for cash, arising from the exercise of options granted under the Genting Executive Share Option Scheme ("ESOS") at an exercise price of RM2.868 per ordinary share for the current quarter ended 31 March 2011.
- ii) During the current quarter ended 31 March 2011, the Company had repurchased a total of 20,000 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM0.2 million. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

Other than the above, there were no other issuance, cancellation, repurchase, resale and repayment of debt securities of the Group and equity securities of the Company for the current quarter ended 31 March 2011.

(f) **Dividends Paid**

No dividend has been paid during the current quarter ended 31 March 2011.

(g) **Segment Information**

The segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker whereby the Group's business is considered from both a geographic and industry perspective. The performance of the operating segments is based on a measure of adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA"). This measurement basis also excludes the effects of non-recurring items from the operating segments, such as fair value gains and losses, impairment losses, pre-opening, development expenses and construction profit as well as assets written off, gain or loss on disposal of assets and share-based payment expenses.

(g) **Segment Information (Cont'd)**

Segment analysis for the current quarter ended 31 March 2011 is set out below:

| RM'million             | Leisure & Hospitality |                 |                            | Power          | Plantation     | Property       | Oil & Gas     | Investments<br>& Others | Total           |
|------------------------|-----------------------|-----------------|----------------------------|----------------|----------------|----------------|---------------|-------------------------|-----------------|
|                        | Malaysia              | Singapore       | United Kingdom<br>& Others |                |                |                |               |                         |                 |
| <b>Segment Revenue</b> |                       |                 |                            |                |                |                |               |                         |                 |
| Segment revenue        | 1,579.8               | 2,178.5         | 366.0                      | 482.3          | 253.6          | 23.2           | 2.6           | 12.8                    | 4,898.8         |
| Inter segment          | (257.0)               | -               | (13.0)                     | -              | -              | (1.6)          | (2.6)         | -                       | (274.2)         |
| External               | <u>1,322.8</u>        | <u>2,178.5</u>  | <u>353.0</u>               | <u>482.3</u>   | <u>253.6</u>   | <u>21.6</u>    | <u>-</u>      | <u>12.8</u>             | <u>4,624.6</u>  |
| <b>Adjusted EBITDA</b> | <u>663.1</u>          | <u>1,282.7</u>  | <u>76.5</u>                | <u>210.4</u>   | <u>136.4</u>   | <u>6.0</u>     | <u>(24.4)</u> | <u>42.6</u>             | <u>2,393.3</u>  |
| Segment Assets         | <u>3,728.8</u>        | <u>18,017.5</u> | <u>4,745.0</u>             | <u>2,815.4</u> | <u>1,906.0</u> | <u>1,087.0</u> | <u>750.9</u>  | <u>3,831.1</u>          | <u>36,881.7</u> |

A reconciliation of segment revenue to total revenue is as follows:

|                       | RM'million            |
|-----------------------|-----------------------|
| Total segment revenue | 4,624.6               |
| Construction revenue* | 264.6                 |
| <b>Total revenue</b>  | <b><u>4,889.2</u></b> |

A reconciliation of adjusted EBITDA to profit before tax is as follows:

|  | RM'million            |
|--|-----------------------|
| Adjusted EBITDA  | 2,393.3               |
| Construction profit*   | 13.4                  |
| Net fair value gain on derivative financial instruments  | 2.7                   |
| Net fair value loss on financial assets at fair value through profit or loss   | (2.2)                 |
| Impairment loss  | (3.9)                 |
| Others (include pre-opening and development expenses, assets written off, gain or loss on disposal of assets and share-based payment expenses) | (77.0)                |
| EBITDA   | <u>2,326.3</u>        |
| Depreciation and amortisation  | (324.7)               |
| Interest income  | 37.1                  |
| Finance cost   | (149.0)               |
| Share of results in jointly controlled entities and associates   | 0.9                   |
| <b>Profit before taxation</b>  | <b><u>1,890.6</u></b> |



(g) **Segment Information (Cont'd)**

A reconciliation of segment assets to total assets is as follows:

|   | <b>RM'million</b> |
|---|-------------------|
| Segment assets                                      | 36,881.7          |
| Interest bearing instruments                        | 11,787.7          |
| Construction in progress for construction contract* | 224.6             |
| Jointly controlled entities                         | 136.9             |
| Associates  | 767.7             |
| Deferred tax assets                                 | 143.0             |
| Current tax assets                                  | 97.8              |
| <b>Total assets</b>                                 | <b>50,039.4</b>   |

\* This represents the contract revenue and costs for the construction and development of the facility at the Aqueduct Racetrack in the City of New York, United States of America ("Resorts World New York"). Genting Malaysia Berhad ("GENM") Group, which is 49.4% owned by the Company, had accounted for the construction and development of the facility in accordance with FRS 111 "Construction Contracts". The contract revenue and costs of approximately RM264.6 million and RM251.2 million respectively, have been recorded in the consolidated income statement during the current quarter ended 31 March 2011. The construction profit of RM13.4 million arising from the construction and development of the facility is recognised based on the percentage of completion method.

(h) **Valuation of Property, Plant and Equipment**

Property, plant and equipment, which are stated at revalued amounts, have been brought forward without amendment from the previous annual financial statements.

(i) **Material Events Subsequent to the end of the financial period**

- i) On 20 April 2011, Mastika Lagenda Sdn Bhd ("MLSB"), an indirect 97.7% owned subsidiary of the Company, acquired an additional 15% equity interest in Genting Sanyen Power Sdn Bhd ("GSP") from BG Overseas Holdings Limited for a cash consideration of RM183.75 million. Consequently, MLSB's shareholding in GSP increased from 60% as at 31 March 2011 to 75% as at 20 April 2011.
- ii) On 24 May 2011, GENM Group signed an agreement with a syndicate of banks to provide financing facilities of up to USD265 million (comprising a term loan facility of USD225 million and revolving credit facilities of USD40 million) to refinance the existing short term borrowing of USD200 million and to part finance the construction and development as well as for working capital of the facility at Resorts World New York.

Other than the above, there were no other material events subsequent to the end of the current quarter ended 31 March 2011 that have not been reflected in this interim financial report.

(j) **Changes in the Composition of the Group**

There were no material changes in the composition of the Group for the current quarter ended 31 March 2011.

(k) **Changes in Contingent Liabilities or Contingent Assets**

Other than the disclosure of the material litigation made in Note 12 in Part II of this interim financial report, there were no other significant changes in the contingent liabilities or contingent assets since the last financial year ended 31 December 2010.

(l) **Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 31 March 2011 are as follows:

|                | <b>RM'million</b> |
|----------------|-------------------|
| Contracted     | 1,711.4           |
| Not contracted | 4,333.6           |
|                | <u>6,045.0</u>    |

Analysed as follows:

|  |                |
|--|----------------|
| i) Group   |                |
| - Development expenditure *                                    | 3,577.5        |
| - Property, plant and equipment                                | 1,578.2        |
| - Drilling and exploration costs                               | 357.0          |
| - Plantation development                                       | 348.1          |
| - Investments  | 78.3           |
| - Leasehold land use rights                                    | 35.8           |
| - Investment properties  | 6.0            |
| - Intellectual property development                            | 5.0            |
|  | <u>5,985.9</u> |
| ii) Share of capital commitment in jointly controlled entities |                |
| - Investment properties  | 58.9           |
| - Property, plant and equipment                                | 0.2            |
|  | <u>59.1</u>    |
|  | <u>6,045.0</u> |

\* This relates mainly to the second phase of the integrated resort project (*Resorts World Sentosa*) of Genting Singapore PLC ("GENS"), a 51.9% subsidiary of the Company, and the development and operation of a video lottery facility at Resorts World New York by GENM.

(m) **Significant Related Party Transactions**

Significant related party transactions which were entered into on agreed terms and prices for the current quarter ended 31 March 2011 are set out below. The relationship of the related parties are as disclosed in the annual audited financial statements for the financial year ended 31 December 2010 and the approved shareholders' mandates for recurrent related party transactions.

| <u>Group</u>  | <b>Current quarter<br/>RM'000</b> |
|---|-----------------------------------|
| i) Provision of share registration services and secretarial services by a wholly owned subsidiary of the Company to Genting Hong Kong Limited ("Genting HK") Group. | <u>7</u>                          |
| ii) Provision of management services to AsianIndo Holdings Pte Ltd by GaiaAgri Services Limited.  | <u>503</u>                        |
| iii) Rental charges for premises by GENM to Oriregal Creations Sdn Bhd.   | <u>373</u>                        |
| iv) Technical services fee rendered by Resorts World Inc Pte Ltd to GENM Group.   | <u>686</u>                        |
| v) Professional design consultancy and master-planning services rendered to Resorts World at Sentosa Pte Ltd by International Resorts Management Services Pte Ltd.  | <u>218</u>                        |
| vi) Letting of office space by Ambadell Pty Ltd ("Ambadell") to a subsidiary of GENS.   | <u>12</u>                         |
| vii) Provision of management services by GENS to Ambadell.  | <u>89</u>                         |
| viii) Air ticketing services and purchase of holiday package rendered by Genting HK Group to GENS and GENM Group.   | <u>921</u>                        |
| ix) Provision of information technology, implementation, support and maintenance services by GENS Group to Genting HK Group.  | <u>308</u>                        |
| x) Provision of hotel accommodation, food and beverage and theme park charges by GENS Group to Genting HK Group.  | <u>168</u>                        |
| xi) Provision of goods and services by DCP (Sentosa) Pte Ltd to GENS Group.   | <u>12,355</u>                     |

|   | <b>Current quarter<br/>RM'000</b> |
|---|-----------------------------------|
| <b><u>Group</u></b>   |                                   |
| xii) Provision of management services by GENS Group to Borstream Pte Ltd.   | <u>52</u>                         |
| xiii) Sale of artworks by Tan Sri Lim Kok Thay to GENS Group.   | <u>16,843</u>                     |
| <b><u>Company</u></b>   |                                   |
| i) Licensing fees from the subsidiaries to the Company for the use of name and accompanying logo of "Genting" and "Awana" owned by the Company.   | <u>44,962</u>                     |
| ii) Management fees from Genting Hotel & Resorts Management Sdn Bhd ("GHRM"), a wholly owned subsidiary of the Company, to the Company for the provision of the necessary resort management services to enable GHRM to perform its various obligations under the Resort Management Agreement with GENM. | <u>102,462</u>                    |
| iii) Interest income earned by the Company from its subsidiaries on the interest bearing portion of the amount due from subsidiaries.   | <u>9,840</u>                      |
| iv) Finance cost charged by subsidiaries to the Company on the interest bearing portion of the amount due to subsidiaries.  | <u>32,409</u>                     |
| v) Provision of information technology consultancy, development, implementation, support and maintenance service, other management services and rental of information technology equipments by subsidiaries to the Company.   | <u>981</u>                        |
| vi) Rental charges for office space and related services by a subsidiary of GENM.   | <u>550</u>                        |
| vii) Provision of management and/or support services by the Company to its subsidiaries and associates.   | <u>2,011</u>                      |

**GENTING BERHAD**
**ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – 1<sup>ST</sup> QUARTER ENDED 31 MARCH 2011**
**(II) Compliance with Appendix 9B of Bursa Securities Listing Requirements**
**1. Review of Performance**

The comparison of the results are tabulated below:

|  | Current Quarter |                |                | Preceding Quarter |            |
|--|-----------------|----------------|----------------|-------------------|------------|
|  | 2011            | 2010           | %              | 4Q 2010           | %          |
|  | RM'million      | RM'million     | +/-            | RM'million        | +/-        |
| <b>Segment revenue</b>   |                 |                |                |                   |            |
| Leisure & Hospitality  |                 |                |                |                   |            |
| - Malaysia   | 1,322.8         | 1,328.6        | -              | 1,347.2           | -2         |
| - Singapore  | 2,178.5         | 805.0          | >100           | 1,848.3           | +18        |
| - United Kingdom & Others  | 353.0           | 278.6          | +27            | 230.9             | +53        |
|  | 3,854.3         | 2,412.2        | +60            | 3,426.4           | +12        |
| Power  | 482.3           | 444.2          | +9             | 322.2             | +50        |
| Plantation   | 253.6           | 195.6          | +30            | 274.9             | -8         |
| Property   | 21.6            | 20.1           | +7             | 27.3              | -21        |
| Oil & Gas  | -               | 26.0           | -100           | 23.2              | -100       |
| Investments & Others   | 12.8            | 15.6           | -18            | 12.7              | +1         |
|  | <u>4,624.6*</u> | <u>3,113.7</u> | <u>+49</u>     | <u>4,086.7</u>    | <u>+13</u> |
| <b>Profit before tax</b>   |                 |                |                |                   |            |
| Leisure & Hospitality  |                 |                |                |                   |            |
| - Malaysia   | 663.1           | 681.8          | -3             | 686.1             | -3         |
| - Singapore  | 1,282.7         | 372.8          | >100           | 930.0             | +38        |
| - United Kingdom & Others  | 76.5            | 45.6           | +68            | 19.8              | >100       |
|  | 2,022.3         | 1,100.2        | +84            | 1,635.9           | +24        |
| Power  | 210.4           | 133.5          | +58            | 152.6             | +38        |
| Plantation   | 136.4           | 97.3           | +40            | 142.3             | -4         |
| Property   | 6.0             | 8.8            | -32            | 5.1               | +18        |
| Oil & Gas  | (24.4)          | 4.6            | >100           | 1.3               | >100       |
| Investments & Others   | 42.6            | 34.3           | +24            | (35.5)            | >100       |
|  | <u>2,393.3</u>  | <u>1,378.7</u> | <u>+74</u>     | <u>1,901.7</u>    | <u>+26</u> |
| Construction profit  | 13.4            | -              | NM             | -                 | NM         |
| Net gain on dilution of shareholding arising from bond conversions                 | -               | 436.3          | -100           | -                 | -          |
| Net fair value gain/(loss) on derivative financial instruments                     | 2.7             | 67.1           | -96            | (2.4)             | >100       |
| Net fair value(loss)/gain on financial assets at fair value through profit or loss | (2.2)           | 1.8            | >100           | 10.9              | >100       |
| Net impairment loss  | (3.9)           | (1,303.8)      | -100           | -                 | NM         |
| Loss on discontinuance of cash flow hedge accounting using interest rates swaps    | -               | -              | -              | (145.4)           | -100       |
| Others   | (77.0)          | (115.0)        | -33            | (38.5)            | +100       |
|  | <u>2,326.3</u>  | <u>465.1</u>   | <u>&gt;100</u> | <u>1,726.3</u>    | <u>+35</u> |
| EBITDA   |                 |                |                |                   |            |
| Depreciation and amortisation  | (324.7)         | (215.6)        | +51            | (302.6)           | +7         |
| Interest income  | 37.1            | 32.8           | +13            | 39.7              | -7         |
| Finance cost   | (149.0)         | (109.0)        | +37            | (282.2)           | -47        |
| Share of results in jointly controlled entities and associates                     | 0.9             | 26.7           | -97            | 1.6               | -44        |
|  | <u>1,890.6</u>  | <u>200.0</u>   | <u>&gt;100</u> | <u>1,182.8</u>    | <u>+60</u> |

NM = Not meaningful

\* The reconciliation of the segment revenue to the total revenue as disclosed in the income statement is shown in Part I (g) of this interim financial report.

### **Quarter ended 31 March 2011 compared with quarter ended 31 March 2010**

The Group registered total segment revenue of RM4,624.6 million in the current quarter compared with RM3,113.7 million in the previous year's corresponding quarter, registering an increase of 49%.

The increase came mainly from the Leisure & Hospitality Division, in particular from Resorts World Sentosa ("RWS") in Singapore. RWS experienced good win percentage and gaming volume in the current quarter with steady growth in Universal Studios Singapore and the hotels. Revenue from the UK casino operations also recorded an increase in the current quarter. However, revenue from the leisure & hospitality business in Malaysia decreased in the current quarter due to lower business volume and weaker luck factor from the premium players business.

Increased revenue from the Plantation Division was due to higher palm products prices despite a decline in FFB production.

The increase in revenue from the Power Division was mainly due to higher dispatch by the Meizhou Wan power plant and compensation from the Fujian provincial government in respect of an increase in tariff rate.

There was no revenue from the Oil & Gas Division following the disposal of Genting Oil & Gas (China) Limited ("GOGCL") on 10 December 2010. GOGCL was involved in oil & gas development and production.

The Group's profit before tax for the current quarter was RM1,890.6 million compared with RM200.0 million in the previous year's corresponding quarter.

The higher adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") from the Leisure & Hospitality Division was mainly attributable to RWS, arising from its strong revenue growth. The UK casinos also recorded higher adjusted EBITDA. However, the leisure & hospitality business in Malaysia recorded a lower adjusted EBITDA in the current quarter mainly due to lower revenue and higher promotional expenses.

The adjusted EBITDA of the Plantation Division is higher in the current quarter in line with the higher revenue generated.

The adjusted EBITDA of the Power Division improved arising from the better performance of the Meizhou Wan power plant and the compensation made in respect of an increase in the tariff rate.

The Group's profit before tax for the current quarter included a construction profit of RM13.4 million generated from the progressive development of the facility at Resorts World New York.

The Group's profit before tax in previous year's corresponding quarter had included the following one-off items:

- net impairment loss of RM1,303.8 million; and
- net gain on dilution of RM436.3 million from the dilution of the Company's shareholding in GENS when the remaining Second Convertible Bonds were fully converted into new ordinary shares of GENS during the previous year's corresponding quarter.

## 2. **Material Changes in Profit Before Taxation for the Current Quarter as compared with the immediate Preceding Quarter**

The Group registered a profit before tax of RM1,890.6 million in the current quarter compared with a profit before tax of RM1,182.8 million in the preceding quarter.

Adjusted EBITDA from RWS was higher in the current quarter due to its good win percentage and gaming volume. However, there was lower adjusted EBITDA from the leisure and hospitality business in Malaysia due to lower business volume and weaker luck factor from the premium players business.

Higher adjusted EBITDA was recorded by the Power Division due mainly to compensation from the Fujian provincial government in respect of an increase in tariff rate for the Meizhou Wan power plant.

The Plantation Division recorded lower adjusted EBITDA in the current quarter due to the lower FFB production despite higher palm products prices.

The Group's profit before tax for the current quarter included a construction profit of RM13.4 million generated from the progressive development of the facility at Resorts World New York.

The profit before tax of the Group in the preceding quarter had included a loss of RM145.4 million arising from discontinuance of cash flow hedge accounting using interest rate swaps.

## 3. **Prospects**

The performance of the Group for the remaining period of the current financial year may be impacted as follows:

(a) In Malaysia, the GENM Group is cautiously optimistic about the performance of its leisure and hospitality business even though GENM Group continues to face strong regional competition. GENM Group will continue to focus on its yield management strategies and increase its efforts to tap into the regional growth of the premium players business;

(b) RWS's enhanced product offerings and service excellence that their customers demand will allow RWS to build significant brand equity over time as the foremost destination resort in Asia. RWS's casino VIP rolling market segment continues to be a major contributor to its gaming revenue. RWS has been able to attract record volumes of overseas visitors to their resort and Universal Studios Singapore continues to be a major draw for the young and not so young from around the region. Hotel occupancy has been good and their bundled products have been extremely popular. Quarter 2 bookings continue to be encouraging and RWS looks forward to a strong summer holiday season.

RWS is cautiously optimistic notwithstanding the volatility of the global economic environment. RWS is encountering some unforeseen difficulties which may delay the completion of the second phase. However, they are addressing this issue and have allocated resources to catch up with the schedule;

(c) The UK casino operations reported its first full quarter contribution to the GENM Group, with strong performances from the London casino properties. Whilst the current state of the UK economy continues to pose a challenging operating environment, the GENM Group remains focused on leveraging on established links with its businesses in Asia for the London casino properties and has embarked on repositioning its product offering in respect of its casino properties outside London;

- (d) In the US, the construction of Resorts World New York continues to make steady progress towards a first phase opening in the latter part of 2011. The premier entertainment hub, strategically located at the historic Aqueduct Racetrack, will soon provide the City of New York with the latest in gaming and entertainment experience;
- (e) The performance of the Power Division may be affected by higher coal prices which will however be mitigated by an increase in tariff rate for the Meizhou Wan power plant which has been agreed with the provincial government; and
- (f) The performance of Genting Plantations Berhad Group is expected to be satisfactory.

#### 4. Variance of Actual Profit from Forecast Profit

The Group did not issue any profit forecast or profit guarantee for the year.

#### 5. Taxation

The breakdown of tax charges for the current quarter is set out below:

|                             | <b>Current quarter<br/>RM'000</b> |
|-----------------------------|-----------------------------------|
| Current taxation            |                                   |
| Malaysian income tax charge | 215,946                           |
| Foreign income tax charge   | 23,200                            |
|                             | 239,146                           |
| Deferred tax charge         | 194,714                           |
|                             | 433,860                           |
| Prior period taxation       |                                   |
| Income tax under provided   | 295                               |
| Deferred tax under provided | 10,444                            |
|                             | 444,599                           |

The effective tax rate of the Group before adjustments in respect of prior period taxation for the current quarter ended 31 March 2011 is lower than the statutory income tax rate mainly due to income subjected to different tax jurisdictions and income not subjected to tax, partially offset by expenses not deductible for tax purposes.

#### 6. Profit on Sale of Unquoted Investments and/or Properties

The results for the current quarter do not include any profit or loss on sale of unquoted investments and properties which are not in the ordinary course of business of the Group.

#### 7. Quoted Securities other than Securities in Existing Subsidiaries and Associates

- (a) There were no dealings of quoted securities for the current quarter ended 31 March 2011.
- (b) The details of the investments in quoted shares, excluding subsidiaries and associates, as at 31 March 2011 are as set out below:

|  | <b>Financial assets at<br/>fair value through<br/>profit or loss</b> | <b>Available-for-sale<br/>financial assets</b> |
|--|--|--|
|  | <b>RM'000</b>  | <b>RM'000</b>                                  |
| Total investments at cost                    | 40,630   | 1,492,992                                      |
| Total investments at book value/market value | 27,921   | 2,391,483                                      |



## 8. Status of Corporate Proposals Announced

As announced on 5 June 2009 by Genting Plantations Berhad (“GENP”), a 54.6% subsidiary of the Company, the following joint venture (“JV”) agreements were entered into on 5 June 2009 for the proposed Joint Venture for oil palm cultivation in Kabupaten Ketapang, Provinsi Kalimantan Barat, Republic of Indonesia:

- (i) Joint venture agreement between Sandai Maju Pte Ltd, an indirect wholly owned subsidiary of GENP, BPalma and PTMulia; and
- (ii) Joint venture agreement between Ketapang Holdings Pte Ltd, an indirect wholly owned subsidiary of GENP, BPalma and PTMandira.

The above two JV agreements are still conditional as at 18 May 2011.

Other than the above, there were no other corporate proposals announced but not completed as at 19 May 2011.

## 9. Group Borrowings and Debt Securities

The details of the Group’s borrowings and debt securities as at 31 March 2011 are as set out below:

|                       | Secured/<br>Unsecured | Foreign<br>Currency<br>'million |         | RM<br>Equivalent<br>'million |
|-----------------------|-----------------------|---------------------------------|---------|------------------------------|
| Short term borrowings | Secured               | SGD                             | 414.3   | 994.4                        |
|                       | Secured               | USD                             | 241.4   | 730.7                        |
|                       | Secured               | RMB                             | 526.0   | 242.8                        |
|                       | Secured               | GBP                             | 1.7     | 8.4                          |
|                       | Unsecured             | GBP                             | 8.3     | 40.3                         |
|                       | Unsecured             | SGD                             | 10.0    | 23.9                         |
| Long term borrowings  | Secured               | SGD                             | 3,026.9 | 7,265.3                      |
|                       | Secured               | RMB                             | 1,718.4 | 793.2                        |
|                       | Secured               | USD                             | 102.5   | 310.2                        |
|                       | Unsecured             | USD                             | 294.9   | 892.6                        |
|                       | Unsecured             | GBP                             | 44.7    | 217.6                        |
|                       | Unsecured             | SGD                             | 53.6    | 128.7                        |
|                       | Unsecured             |                                 |         | 1,599.5                      |

## 10. Outstanding Derivatives

During the current quarter ended 31 March 2011, GENP Group has entered into a new Interest Rate Capped Libor-In-Arrears Swap (“IRCLIA”) contract with a notional principal amount of USD10 million, in addition to two existing IRCLIA contracts to limit its exposure to fluctuation in interest rate movements if the interest rate moves beyond the cap at LIBOR 2.35% per annum. The notional principal amount of all these IRCLIA contracts for each interest period will be USD25 million over 4 years beginning April 2011 and USD25 million over 4 years beginning November 2011 respectively.

As at 31 March 2011, the values and maturity analysis of the outstanding IRCLIA contracts of GENP Group is as follows:

|   | <b>Contract/<br/>Notional Value<br/>RM'million</b> | <b>Net Fair<br/>Value Loss<br/>RM'million</b> |
|---|--|---|
| As at 31 March 2011:                        |  |   |
| <u>IRCLIA</u><br>USD<br>- More than 3 years | 151.3  | (0.9)   |

The Group has also entered into forward foreign currency exchange contracts to manage the exposure to foreign exchange risk when subsidiaries enter into transactions that are not denominated in their functional currencies.

As at 31 March 2011, the values and maturity analysis of the outstanding forward foreign currency exchange contracts of the Group are as follows:

|                           | <b>Contract/<br/>Notional Value<br/>RM'million</b> | <b>Net Fair<br/>Value Loss<br/>RM'million</b> |
|---------------------------|--|---|
| As at 31 March 2011:      |  |   |
| USD<br>- Less than 1 year | 123.6  | (1.4)   |

Other than the above, there is no significant change for the financial derivatives in respect of the following since the last financial year ended 31 December 2010:

- (a) the credit risk, market risk and liquidity risk associated with these financial derivatives;
- (b) the cash requirements of the financial derivatives; and
- (c) the policy in place for mitigating or controlling the risks associated with these financial derivatives.

#### 11. Fair value changes of financial liabilities

The details of fair value changes of financial liabilities for the current quarter ended 31 March 2011 are as follows:

| Type of financial liability                 | Current quarter fair value gain RM'million | Basis of fair value measurement   | Reasons for the gain   |
|---|--|---|--|
| Forward foreign currency exchange contracts | 2.7  | Foreign exchange differential between the contracted rate and the market forward rate | The foreign exchange rates differential between the contracted rate and the market forward rate from the last measurement date or contract date up to the respective maturity dates of the forward contracts have moved in favour of the Group |

## 12. Changes in Material Litigation

On the status of the legal suit No. K22-245 of 2002 with regards to the claim for Native Customary Rights over the agricultural land or part thereof held under title number CL095330724 measuring approximately 8,830 hectares situated at Sungai Tongod, District of Kinabatangan, Sandakan, Sabah, the hearing for the Notice of Appeal filed by the Plaintiffs to the Court of Appeal on 7 July 2008 was heard on 9 December 2010. However, the Court of Appeal has yet to fix a date to deliver the decision of the appeal.

Other than the above, there have been no change to the status of the aforesaid litigation as at 18 May 2011.

There were also no other pending material litigations since the last financial year ended 31 December 2010 and up to 19 May 2011.

## 13. Dividend Proposed or Declared

No dividend has been proposed or declared for the current quarter ended 31 March 2011.

## 14. Earnings Per Share ("EPS")

- (a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter ended 31 March 2011 is as follows:

|  | <b>Current<br/>quarter<br/>RM'000</b> |
|--|---------------------------------------|
| Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Basic EPS)   | 824,176                               |
| Net impact on earnings on potential exercise of Employee Share Options awarded to executives of the Company's subsidiaries           | <u>(2,946)</u>                        |
| Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS) | <u>821,230</u>                        |

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter ended 31 March 2011 is as follows:

|  | <b>Current<br/>quarter<br/>No. of shares<br/>'000</b> |
|--|---|
| Weighted average number of ordinary shares in issue (used as denominator for the computation of Basic EPS)   | 3,704,883   |
| Adjustment for share options granted under the ESOS to executives of Genting Berhad                          | <u>4,107</u>  |
| Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS) | <u>3,708,990</u>                                      |

## 15. Realised and Unrealised Profits/Losses

The breakdown of the retained profits of the Group as at 31 March 2011, into realised and unrealised profits, pursuant to a directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

|   | As at the end of<br>current quarter<br>RM'million | As at the end of<br>last financial<br>year<br>RM'million |
|---|---|--|
| Total retained profits/(accumulated losses) of Genting Berhad and its subsidiaries: |   |  |
| - Realised  | 21,763.4  | 20,634.6   |
| - Unrealised  | (1,405.9)   | (1,170.1)  |
|   | <u>20,357.5</u>                                   | <u>19,464.5</u>  |
| Total share of retained profits/(accumulated losses) from associated companies:     |   |  |
| - Realised  | 358.4   | 352.7  |
| - Unrealised  | (36.3)  | (32.8)   |
| Total share of accumulated losses from jointly controlled entities:                 |   |  |
| - Realised  | (54.4)  | (45.9)   |
|   | <u>20,625.2</u>                                   | <u>19,738.5</u>  |
| Less: Consolidation adjustments   | <u>(6,111.0)</u>                                  | <u>(5,939.4)</u>   |
| Total Group retained profits as per consolidated accounts                           | <u>14,514.2</u>                                   | <u>13,799.1</u>  |

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for the purposes of complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

## 16. Disclosure of Audit Report Qualification and Status of Matters Raised

The audit report of the Group's annual financial statements for the financial year ended 31 December 2010 did not contain any qualification.

## 17. Approval of Interim Financial Statements

The interim financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 26 May 2011.