GENTING MALAYSIA

SECOND QUARTERLY REPORT

Quarterly report on consolidated results for the six months ended 30 June 2014. The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE SIX MONTHS ENDED 30 JUNE 2014

	UNAUDITED INDIVIDUAL QUARTER Second quarter ended 30 June		UNAUDITED CUMULATIVE PERIOD Six months ended 30 June	
	2014 RM'000	**2013 RM'000**	**2014 RM'000**	**2013 RM'000**
Revenue	**1,910,867**	2,224,464	**3,936,917**	4,086,458
Cost of sales	**(1,387,191)**	(1,433,536)	**(2,732,417)**	(2,661,590)
Gross profit	**523,676**	790,928	**1,204,500**	1,424,868
Other income	**50,665**	49,739	**99,227**	89,247
Other expenses	**(244,796)**	(259,555)	**(500,572)**	(530,637)
Profit from operations before impairment losses	**329,545**	581,112	**803,155**	983,478
Impairment losses	**-**	-	**-**	(35)
Profit from operations	**329,545**	581,112	**803,155**	983,443
Finance costs	**(10,812)**	(11,144)	**(21,191)**	(20,647)
Profit before taxation	**318,733**	569,968	**781,964**	962,796
Taxation	**(75,882)**	(112,935)	**(189,418)**	(88,046)
Profit for the financial period	**242,851**	457,033	**592,546**	874,750
Profit attributable to:				
Equity holders of the Company	**254,433**	460,406	**612,722**	879,863
Non-controlling interests	**(11,582)**	(3,373)	**(20,176)**	(5,113)
	242,851	457,033	**592,546**	874,750
Earnings per share attributable to equity holders of the Company:				
Basic and diluted earnings per share (sen)	**4.49**	8.12	**10.80**	15.51

(The Condensed Consolidated Income Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2013.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2014

	UNAUDITED INDIVIDUAL QUARTER Second quarter ended 30 June		UNAUDITED CUMULATIVE PERIOD Six months ended 30 June	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Profit for the financial period	**242,851**	457,033	**592,546**	874,750
Other comprehensive income/(loss)				
Items that will be reclassified subsequently to profit or loss:				
Available-for-sale financial assets				
- Fair value gain/(loss)	**10,604**	(11,024)	**(167,611)**	461,821
- Reclassification to profit or loss upon disposal	**-**	(3,813)	**-**	(3,813)
Cash flow hedges				
- Fair value gain	**1,184**	-	**422**	-
Foreign currency exchange differences	**(152,240)**	316,259	**(61,633)**	284,738
Other comprehensive (loss)/income, net of tax	**(140,452)**	301,422	**(228,822)**	742,746
Total comprehensive income for the financial period	**102,399**	758,455	**363,724**	1,617,496
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	**114,222**	761,828	**384,030**	1,622,609
Non-controlling interests	**(11,823)**	(3,373)	**(20,306)**	(5,113)
	102,399	758,455	**363,724**	1,617,496

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2013.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014

	UNAUDITED As at 30.06.2014 RM'000	As at 31.12.2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	**6,568,799**	6,088,342
Land held for property development	**184,672**	184,672
Investment properties	**1,810,348**	1,829,070
Intangible assets	**4,383,793**	4,386,503
Available-for-sale financial assets	**1,269,166**	1,506,457
Derivative financial instruments	**2,005**	1,545
Long term receivables	**277,518**	263,302
Deferred tax assets	**176,214**	174,564
	14,672,515	14,434,455
Current assets		
Inventories	**95,120**	87,614
Trade and other receivables	**661,706**	485,109
Amounts due from other related companies	**26,383**	27,341
Amounts due from joint ventures	**-**	2,022
Financial asset at fair value through profit or loss	**3,868**	3,757
Available-for-sale financial assets	**1,106,666**	1,091,642
Restricted cash	**16,588**	-
Cash and cash equivalents	**3,516,198**	3,720,034
	5,426,529	5,417,519
Assets classified as held for sale	**19,242**	-
	5,445,771	5,417,519
TOTAL ASSETS	**20,118,286**	19,851,974
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	**593,804**	593,804
Reserves	**15,925,199**	15,762,336
Treasury shares	**(900,307)**	(898,185)
	15,618,696	15,457,955
Non-controlling interests	**(660)**	19,646
TOTAL EQUITY	**15,618,036**	15,477,601
Non-current liabilities		
Other long term liabilities	**180,257**	188,250
Long term borrowings	**1,432,634**	1,482,608
Deferred tax liabilities	**665,745**	663,217
	2,278,636	2,334,075
Current liabilities		
Trade and other payables	**1,625,375**	1,616,121
Amount due to holding company	**15,428**	16,932
Amounts due to other related companies	**84,778**	111,440
Amount due to a joint venture	**28,826**	26,612
Short term borrowings	**192,645**	197,312
Taxation	**53,395**	71,881
Dividend payable	**221,167**	-
	2,221,614	2,040,298
TOTAL LIABILITIES	**4,500,250**	4,374,373
TOTAL EQUITY AND LIABILITIES	**20,118,286**	19,851,974
NET ASSETS PER SHARE (RM)	**2.75**	2.73

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2013.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2014

	Attributable to equity holders of the Company									
	Share Capital	Share Premium	Available-for-sale Financial Assets Reserve	Cash Flow Hedges Reserve	Other Reserves	Treasury Shares	Retained Earnings	Total	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2014	**593,804**	**1,170,620**	**1,667,076**	**1,545**	**247,747**	**(898,185)**	**12,675,348**	**15,457,955**	**19,646**	**15,477,601**
Total comprehensive income/(loss) for the period	**-**	**-**	**(167,611)**	**422**	**(61,503)**	**-**	**612,722**	**384,030**	**(20,306)**	**363,724**
Transactions with owners:										
Buy-back of shares	**-**	**-**	**-**	**-**	**-**	**(2,122)**	**-**	**(2,122)**	**-**	**(2,122)**
Appropriation: Final single-tier dividend declared for the year ended 31 December 2013	**-**	**-**	**-**	**-**	**-**	**-**	**(221,167)**	**(221,167)**	**-**	**(221,167)**
Total transactions with owners	**-**	**-**	**-**	**-**	**-**	**(2,122)**	**(221,167)**	**(223,289)**	**-**	**(223,289)**
At 30 June 2014	**593,804**	**1,170,620**	**1,499,465**	**1,967**	**186,244**	**(900,307)**	**13,066,903**	**15,618,696**	**(660)**	**15,618,036**
At 1 January 2013	593,804	1,170,620	1,235,200	-	(416,047)	(894,061)	11,467,096	13,156,612	-	13,156,612
Total comprehensive income/(loss) for the period	-	-	458,008	-	284,738	-	879,863	1,622,609	(5,113)	1,617,496
Transactions with owners:										
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	-	38,209	38,209
Buy-back of shares	-	-	-	-	-	(1,977)	-	(1,977)	-	(1,977)
Appropriation: Final dividend declared for the year ended 31 December 2012	-	-	-	-	-	-	(212,698)	(212,698)	-	(212,698)
Total transactions with owners	-	-	-	-	-	(1,977)	(212,698)	(214,675)	38,209	(176,466)
At 30 June 2013	593,804	1,170,620	1,693,208	-	(131,309)	(896,038)	12,134,261	14,564,546	33,096	14,597,642

(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 2013.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2014

	UNAUDITED Six months ended 30 June	
	2014 RM'000	2013 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**781,964**	962,796
Adjustments for:		
Depreciation and amortisation	**301,835**	269,285
Property, plant and equipment written off	**1,341**	848
Loss on disposal of property, plant and equipment	**142**	894
Impairment losses	**-**	35
Gain on disposal on available-for-sale financial assets	**-**	(3,813)
Finance costs	**21,191**	20,647
Interest income	**(45,100)**	(34,720)
Investment income	**(59,772)**	(8,866)
Other non-cash items and adjustments	**5,090**	(2,290)
	224,727	242,020
Operating profit before working capital changes	**1,006,691**	1,204,816
Net change in current assets	**(129,235)**	(50,959)
Net change in current liabilities	**(56,869)**	136,325
	(186,104)	85,366
Cash generated from operations	**820,587**	1,290,182
Net tax paid	**(222,306)**	(217,478)
Retirement gratuities paid	**(3,121)**	(4,600)
Other net operating payments	**(7,480)**	(7,542)
	(232,907)	(229,620)
Net Cash Flow From Operating Activities	**587,680**	1,060,562
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	**(746,412)**	(687,422)
Purchase of intangible asset	**(4,824)**	-
Purchase of investments	**(19,439)**	(177,948)
Other investing activities	**53,502**	92,531
Net Cash Flow From Investing Activities	**(717,173)**	(772,839)
CASH FLOWS FROM FINANCING ACTIVITIES		
Buy-back of shares	**(2,122)**	(1,977)
Proceeds from borrowings	**-**	371,898
Repayment of borrowings and transaction costs	**(61,259)**	(174,611)
Restricted cash	**8,692**	-
Finance costs paid	**(16,423)**	(13,997)
Others	**11,462**	21,509
Net Cash Flow From Financing Activities	**(59,650)**	202,822
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	**(189,143)**	490,545
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	**3,720,034**	3,223,939
EFFECT OF CURRENCY TRANSLATION	**(14,693)**	21,737
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	**3,516,198**	3,736,221
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	**2,439,114**	2,778,021
Money market instruments	**1,077,084**	958,200
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	**3,516,198**	3,736,221

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2013.)

Part I: Compliance with Malaysian Financial Reporting Standard ("MFRS") 134

a) Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134 "Interim Financial Reporting" and paragraph 9.22 of Bursa Malaysia Securities Berhad ("Bursa Securities") Listing Requirements. The financial information for the six months ended 30 June 2014 have been reviewed by the Company's auditors 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 2013. The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2013 except for the adoption of amendments to published standards that are applicable to the Group for the financial period beginning 1 January 2014:

- Amendments to MFRS 10, MFRS 12 and MFRS 127	Investment Entities
- Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities
- Amendments to MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets

The adoption of these amendments to published standards does not have a material impact on the interim financial information of the Group.

b) Seasonal or Cyclical Factors

The business operations of the Group's leisure and hospitality division are subject to seasonal fluctuations. The results are affected by major festive seasons and holidays.

c) Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the six months ended 30 June 2014.

d) Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years.

e) Changes in Debt and Equity Securities

During the six months ended 30 June 2014, the Company had repurchased 500,000 ordinary shares of 10 sen each of its issued share capital from the open market for a consideration of approximately RM2,122,000. 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.

There were no other issuance, cancellation, repurchase, resale or repayments of debts or equity securities for the six months ended 30 June 2014.

f) Dividend Paid

No dividend has been paid for the six months ended 30 June 2014.

g) Segment Information

The segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker. The performance of the operating segments is based on a measure of adjusted earnings before interest, tax, depreciation and amortisation (EBITDA). This measurement basis excludes the effects of non-recurring items from the reporting segments, such as impairment losses, pre-operating expenses and assets written off.

Segment analysis for the six months ended 30 June 2014 is set out below:

	Leisure & Hospitality			Property	Investments & Others	Total
	Malaysia	United Kingdom	United States of America and Bahamas			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
Total revenue	2,644,785	682,983	509,638	37,414	142,995	4,017,815
Inter segment	(2,781)	-	-	(6,308)	(71,809)	(80,898)
External	2,642,004	682,983	509,638	31,106	71,186	3,936,917
Adjusted EBITDA	948,901	10,315	42,909	5,119	58,238	1,065,482
Total Assets	4,104,352	3,858,524	3,892,810	2,544,394	5,718,206	20,118,286

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

Adjusted EBITDA for reportable segments	1,065,482
Pre-operating expenses	(5,592)
EBITDA	1,059,890
Depreciation and amortisation	(301,835)
Interest income	45,100
Finance costs	(21,191)
Profit before taxation	781,964

h) Property, Plant and Equipment

During the six months ended 30 June 2014, acquisitions of property, plant and equipment by the Group were RM761.9 million.

i) Material Event Subsequent to the end of Financial Period

There were no material events subsequent to the end of current financial period ended 30 June 2014 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 six months ended 30 June 2014.

k) Changes in Contingent Liabilities or Contingent Assets

There were no material changes in the contingent liabilities or contingent assets since the financial year ended 31 December 2013.

l) *Capital Commitments*

Authorised capital commitments not provided for in the financial statements as at 30 June 2014 are as follows:

	RM'000
Contracted	2,365,040
Not contracted	3,531,600
	5,896,640
Analysed as follows:	
- Property, plant and equipment	5,492,187
- Investments	404,453
	5,896,640

m) *Significant Related Party Transactions*

In the normal course of business, the Group undertakes on agreed terms and prices, transactions with related companies and other related parties. The related party transactions of the Group carried out during the six months ended 30 June 2014 are as follows:

		Current quarter RM'000	Current financial year-to-date RM'000
i)	Provision of technical know-how and management expertise in the resort's operations by Genting Berhad ("GENT") Group to the Group.	100,508	212,637
ii)	Licensing fee for the use of "Genting", "Resorts World" and "Awana" logo charged by GENT to the Group.	45,877	94,544
iii)	Licensing fee for the use of "Resorts World" and "Genting" intellectual property outside Malaysia charged by GENT Group to the Group.	249	520
iv)	Provision of GENT Group Management and Support Services by GENT Group to the Group.	1,445	3,090
v)	Rental charges for premises by the Company to Oriregal Creations Sdn Bhd.	381	762
vi)	Rental charges and related services by the Group to GENT Group.	987	1,964
vii)	Rental charges and related services by the Group to Genting Plantations Berhad ("GENP") Group.	623	1,248
viii)	Licensing fee for the use of "Resorts World" and "Genting" intellectual property in the United States of America and the Bahamas charged by Resorts World Inc Pte Ltd ("RWI") Group to the Group.	13,625	26,858
ix)	Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by the Group to GENT Group.	1,192	2,488
x)	Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by the Group to GENP Group.	1,014	1,793
xi)	Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by the Group to Genting Hong Kong Limited ("GENHK") Group.	202	568
xii)	Provision of management and support services by the Group to SE Mass II, LLC.	1,105	2,394
xiii)	Provision of management and support services by the Group to GENT Group.	489	852
xiv)	Acquisition of aircraft by the Group from GENHK Group.	-	57,538
xv)	Rental charges by Genting Development Sdn Bhd to the Group.	292	562
xvi)	Provision of professional and marketing services by the Group to RWI Group.	3,410	9,644

n) Fair Value of Financial Instruments

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
Level 3: Inputs for the assets or liabilities that are not based on observable market data (that is, unobservable inputs).

As at 30 June 2014, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

	Level 1 RM'000	**Level 2 RM'000**	**Level 3 RM'000**	**Total RM'000**
Financial assets				
Financial asset at fair value through profit or loss	3,868	-	-	3,868
Available-for-sale financial assets	1,806,161	567,951	1,720	2,375,832
Derivative financial instruments	-	2,005	-	2,005
	1,810,029	569,956	1,720	2,381,705

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2013.

GENTING MALAYSIA BERHAD
ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FINANCIAL PERIOD ENDED 30 JUNE 2014

Part II: Compliance with Appendix 9B of Bursa Securities Listing Requirements

1) Review of Performance

The results of the Group are tabulated below:

	INDIVIDUAL QUARTER			PRECEDING QUARTER		SIX MONTHS ENDED 30 JUNE		
	2Q2014 RM'Mil	2Q2013 RM'Mil	Var %	1Q2014 RM'Mil	Var %	2014 RM'Mil	2013 RM'Mil	Var %
Revenue								
Leisure & Hospitality								
- Malaysia	**1,280.9**	1,461.7	-12%	1,361.1	-6%	**2,642.0**	2,805.6	-6%
- United Kingdom	**301.5**	509.6	-41%	381.5	-21%	**683.0**	773.1	-12%
- United States of America and Bahamas	**253.0**	228.4	11%	256.6	-1%	**509.6**	454.6	12%
	1,835.4	2,199.7	-17%	1,999.2	-8%	**3,834.6**	4,033.3	-5%
Property	**15.4**	15.8	-3%	15.7	-2%	**31.1**	34.4	-10%
Investments & others	**60.0**	9.0	>100%	11.2	>100%	**71.2**	18.8	>100%
	1,910.8	2,224.5	-14%	2,026.1	-6%	**3,936.9**	4,086.5	-4%
Adjusted EBITDA								
Leisure & Hospitality								
- Malaysia	**446.8**	548.2	-18%	502.1	-11%	**948.9**	949.6	-
- United Kingdom	**(65.9)**	73.1	->100%	76.2	->100%	**10.3**	97.2	-89%
- United States of America and Bahamas	**28.3**	85.1	-67%	14.7	93%	**43.0**	165.9	-74%
	409.2	706.4	-42%	593.0	-31%	**1,002.2**	1,212.7	-17%
Property	**1.0**	8.7	-89%	4.1	-76%	**5.1**	22.1	-77%
Others	**50.3**	9.5	>100%	7.9	>100%	**58.2**	13.8	>100%
	460.5	724.6	-36%	605.0	-24%	**1,065.5**	1,248.6	-15%
Pre-operating expenses	**(3.2)**	(25.3)	87%	(2.4)	-33%	**(5.6)**	(30.6)	82%
EBITDA	**457.3**	699.3	-35%	602.6	-24%	**1,059.9**	1,218.0	-13%
Depreciation and amortisation	**(152.5)**	(133.3)	-14%	(149.3)	-2%	**(301.8)**	(269.3)	-12%
Interest income	**24.8**	15.1	64%	20.3	22%	**45.1**	34.7	30%
Finance costs	**(10.8)**	(11.1)	3%	(10.4)	-4%	**(21.2)**	(20.6)	-3%
Profit before taxation	**318.8**	570.0	-44%	463.2	-31%	**782.0**	962.8	-19%

1) Review of Performance (Cont'd)

a) Quarter ended 30 June 2014 ("2Q 2014") compared with quarter ended 30 June 2013 ("2Q 2013")

The Group's revenue in 2Q 2014 was RM1,910.8 million, which was a decrease of 14% compared with RM2,224.5 million in 2Q 2013.

The lower revenue was mainly attributable to:

1. lower revenue from the casino business in United Kingdom ("UK") by RM208.1 million, mainly due to lower hold percentage and volume of business of its London casino operations; and
2. lower revenue from the leisure and hospitality business in Malaysia by RM180.8 million, mainly due to lower hold percentage in the premium players business; mitigated by
3. higher investment income by RM51.0 million mainly due to the dividend income from the Group's investment in Genting Hong Kong Limited ("GENHK"); and
4. higher revenue from the leisure and hospitality business in United States of America ("US") and Bahamas by RM24.6 million mainly contributed by the commencement of operations at Resorts World Bimini in Bahamas ("Bimini operations") on 28 June 2013.

The Group's adjusted EBITDA in 2Q 2014 was RM460.5 million compared with RM724.6 million in 2Q 2013. The lower adjusted EBITDA was mainly attributable to:

1. leisure and hospitality business in Malaysia which reported a lower adjusted EBITDA of RM446.8 million compared with RM548.2 million in 2Q 2013. The adjusted EBITDA margin was 35% as compared to 38% in 2Q 2013 mainly due to lower revenue and higher payroll costs;
2. casino business in the UK which registered an adjusted loss before interest, tax, depreciation and amortisation of RM65.9 million compared with an adjusted EBITDA of RM73.1 million in 2Q 2013 mainly due to lower revenue mitigated by lower bad debt written off in 2Q 2014; and
3. lower adjusted EBITDA by RM56.8 million from the leisure and hospitality business in the US and Bahamas mainly due to operational challenges as a result of the infrastructure and hotel capacity constraints at Bimini which contributed a loss before interest, tax, depreciation and amortisation of RM52.9 million. Resorts World Casino New York City ("RWNYC") also recorded a lower adjusted EBITDA primarily due to higher payroll costs; mitigated by
4. higher investment income by RM51.0 million mainly due to the dividend income from GENHK.

The Group's profit before taxation of RM318.8 million in 2Q 2014 was lower by 44% compared with RM570.0 million in 2Q 2013. The lower profit before taxation was mainly due to:

1. lower adjusted EBITDA as mentioned above; and
2. higher depreciation and amortisation charges by RM19.2 million mainly from the Group's operations in UK and US; mitigated by
3. lower pre-operating expenses by RM22.1 million mainly due to expenses incurred for the start up of Bimini operations in 2Q 2013.

b) Financial period for the six months ended 30 June 2014 ("1H 2014") compared with six months ended 30 June 2013 ("1H 2013")

The Group's revenue in the 1H 2014 was RM3,936.9 million, a decrease of 4% compared with RM4,086.5 million in the 1H 2013.

The lower revenue was mainly attributable to:

1. lower revenue from the leisure and hospitality business in Malaysia by RM163.6 million, mainly due to lower hold percentage in the premium players business; and
2. lower revenue from the leisure and hospitality business in the UK by RM90.1 million, mainly due to lower hold percentage of its London casino operations despite a higher volume of business; mitigated by
3. higher revenue from the leisure and hospitality business in the US and Bahamas by RM55.0 million, mainly contributed by the commencement of Bimini operations; and
4. higher investment income by RM52.4 million mainly due to the dividend income from GENHK.

The Group's adjusted EBITDA in 1H 2014 was RM1,065.5 million compared with RM1,248.6 million in 1H 2013. The lower adjusted EBITDA was mainly attributable to:

1. lower adjusted EBITDA by RM122.9 million from the leisure and hospitality business in US and Bahamas mainly due to operational challenges of the Bimini operations which contributed a loss before interest, tax, depreciation and amortisation of RM104.5 million. RWNYC also recorded a lower adjusted EBITDA mainly due to lower revenue and higher payroll costs;
2. lower adjusted EBITDA by RM86.9 million from the casino business in the UK mainly due to lower revenue mitigated by lower bad debt written off in 1H 2014; and
3. adjusted EBITDA for Malaysia operations was consistent with 1H 2013 mainly due to lower revenue and higher payroll costs mitigated by contributions in support of the Group's social responsibility efforts made in 1Q 2013; mitigated by
4. higher investment income by RM52.4 million mainly due to the dividend income from GENHK.

The Group's profit before taxation for 1H 2014 was lower by RM180.8 million or 19% compared with 1H 2013. The lower profit before taxation was mainly due to:

1. lower adjusted EBITDA as mentioned above; and
2. higher depreciation and amortisation charges by RM32.5 million mainly from the Group's operations in Malaysia and UK; mitigated by
3. lower pre-operating expenses by RM25.0 million mainly due to expenses incurred for the start up of Bimini operations in 1H 2013.

2) Material Changes in Profit before Taxation for the Current Quarter ("2Q 2014") compared with the Immediate Preceding Quarter ("1Q 2014")

Profit before taxation for 2Q 2014 of RM318.8 million was lower by 31% compared to 1Q 2014 of RM463.2 million. The lower profit before taxation was mainly due to:

1. casino business in the UK which registered an adjusted loss before interest, tax, depreciation and amortisation of RM65.9 million compared with an adjusted EBITDA of RM76.2 million in 1Q 2014 mainly due to lower revenue and higher bad debt written off in 2Q 2014; and
2. lower adjusted EBITDA by RM55.3 million from the leisure and hospitality business in Malaysia mainly due to lower revenue and higher other operating expenses mitigated by lower costs relating to premium players business; mitigated by
3. higher investment income by RM48.8 million mainly due to the dividend income from GENHK; and
4. higher adjusted EBITDA by RM13.6 million from the leisure and hospitality business in the US and Bahamas mainly due to higher volume of business from RWNYC operations.

3) *Prospects*

Global economic activities are expected to gain momentum in the second half of the year as the economic environments of major advanced economies continue to grow. Domestically, the overall business and economic indicators remain relatively stable and growth is expected to be sustainable.

The region's gaming markets are showing signs of slowing growth as evidenced by reported numbers from the Singapore and Macau markets. Whilst the region's tourism industry outlook remains largely positive, recent events affecting air travel may continue to dampen sentiment in the region.

Overall, the Group remains positive on the longer term outlook for the leisure and hospitality industry.

In Malaysia, the outdoor theme park, Arena of Stars and certain sections of the First World Plaza at RWG have been closed to facilitate the upgrading and expansion plans in relation to the Genting Integrated Tourism Plan. The upgrading works for the Arena of Stars are expected to complete by November 2014. Despite the closures, the Group expects its core business to remain resilient and continues to develop plans to boost visitations to RWG through new fun and exciting indoor activities, attractions and events. The Group will also continue to optimize operational efficiencies, further enhance its yield management initiatives and increase marketing efforts to grow its mid and premium core business segments.

The UK economy has continued to show positive signs of recovery in first half of 2014. The Group remains committed to further grow its premium players business and it expects higher volumes to mitigate the volatility of the high roller market at the London casinos. The Group is also continuing the re-vitalisation of its business in the domestic markets against a backdrop of a broadly flat market. Construction and development of Resorts World Birmingham continues and it is expected to open in the second quarter of 2015.

In the US, RWNYC continues to deliver encouraging results and grow its market share in the State of New York. The Group will continue to develop its marketing initiatives to increase and attract new visitations and to grow its customer database. In Bimini, the business operations have yet to reach the expected level with the ongoing expansion of its infrastructure and capacity. The opening of the deep water jetty and new luxury hotel by end of 2014 will improve accessibility and room capacity. With these, the visitations to Bimini are expected to grow.

4) *Variance of Actual Profit from Forecast Profit*

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

5) *Taxation*

Taxation charges for the current quarter and six months ended 30 June 2014 are as follows:

	Current quarter ended 30 June 2014	Six months ended 30 June
	RM'000	RM'000
Current taxation		
Malaysian income tax charge	95,922	206,012
Foreign income tax credit	(17,552)	(4,536)
	78,370	201,476
Deferred tax credit	(2,000)	(11,887)
	76,370	189,589
Prior period taxation		
Income tax over provided	(488)	(171)
	75,882	189,418

The effective tax rates of the Group for the current quarter and six months ended 30 June 2014 are lower than the statutory tax rate mainly due to income not subject to tax, tax incentives and income subject to tax in different jurisdictions; offset by non-deductible expenses.

6) Status of Corporate Proposals Announced

There were no other corporate proposals announced but not completed as at 21 August 2014.

7) Group Borrowings

The details of the Group's borrowings as at 30 June 2014 are as set out below:

	Secured/Unsecured	**Foreign Currency '000**	**RM Equivalent '000**
Short term borrowings	Secured	USD59,761	192,645
Long term borrowings	Secured	USD189,931	612,244
	Unsecured	GBP149,185	820,390

8) Outstanding derivatives

As at 30 June 2014, the values and maturity analysis of the outstanding derivatives of the Group are as follows:

Types of Derivative	**Contract/Notional Value RM'000**	**Fair Value Assets RM'000**
Interest Rate Swaps GBP - More than 3 years	181,471	2,005

Other that the above, there is no significant change for the financial derivatives in respect of the following since the last financial year ended 31 December 2013:

(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.

9) Fair Value Changes of Financial Liabilities

As at 30 June 2014, the Group does not have any financial liabilities measured at fair value through profit or loss.

10) Changes in Material Litigation

There are no pending material litigations as at 21 August 2014.

11) Dividend Proposed or Declared

(a) (i) An interim single-tier dividend of 3.00 sen per ordinary share of 10 sen each in respect of the financial year ending 31 December 2014 has been declared by the Directors.

(ii) The interim dividend declared and paid for the previous year's corresponding period was 4.30 sen per ordinary share of 10 sen each, less 25% tax.

(iii) The interim single-tier dividend shall be payable on 22 October 2014.

(iv) Entitlement to the interim single-tier dividend:

A Depositor shall qualify for entitlement to the interim single-tier dividend only in respect of:

(I) Shares transferred into the Depositor's Securities Account before 4.00 p.m. on 30 September 2014 in respect of ordinary transfers; and

(II) Shares bought on Bursa Securities on a cum entitlement basis according to the Main Market Listing Requirements of Bursa Securities.

(b) The total single-tier dividend payable for the financial year ending 31 December 2014 is 3.00 sen per ordinary share of 10 sen each.

12) Profit before Taxation

Profit before taxation has been determined after inclusion of the following charges and credits:

	Current quarter ended 30 June 2014 RM'000	**Six months ended 30 June 2014 RM'000**
Charges:		
Depreciation and amortisation	152,500	301,835
Property, plant and equipment written off	736	1,341
Net loss on disposal of property, plant and equipment	2	142
Net impairment loss on receivables	4,915	5,481
Finance costs	10,812	21,191
Net foreign currency exchange losses	5,585	3,446
Credits:		
Interest income	24,792	45,100
Investment income	55,792	59,772

13) Earnings per share ("EPS")

(a) The earnings used as the numerator in calculating basic and diluted EPS for the current quarter and six months ended 30 June 2014 are as follows:

	Current quarter ended 30 June 2014 RM'000	**Current financial year-to-date ended 30 June 2014 RM'000**
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of basic and diluted EPS)	254,433	612,722

(b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted EPS for the current quarter and six months ended 30 June 2014 are as follows:

	Current quarter ended 30 June 2014 Number of Shares ('000)	**Current financial year-to-date ended 30 June 2014 Number of Shares ('000)**
Weighted average number of ordinary shares in issue (*) (used as denominator for the computation of basic and diluted EPS)	5,671,283	5,671,360

(*) The weighted average number of ordinary shares of RM0.10 each in issue during the current quarter and six months ended 30 June 2014 excludes the weighted average treasury shares held by the Company.

14) Realised and Unrealised Profits/Loss

The breakdown of the retained profits of the Group as at 30 June 2014, 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 current quarter RM'000	**As at the end of last financial year RM'000**
Total retained profits of Genting Malaysia Berhad and its subsidiaries:		
- Realised	12,891,053	12,498,461
- Unrealised	(496,466)	(491,413)
	12,394,587	12,007,048
Total share of accumulated losses from joint ventures:		
- Realised	(23,202)	(23,202)
	12,371,385	11,983,846
Add: Consolidation adjustments	695,518	691,502
Total Group retained profits as per consolidated accounts	13,066,903	12,675,348

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.

15) *Disclosure of Audit Report Qualification and Status of Matters Raised*

The audit report of the Group's annual financial statements for the year ended 31 December 2013 was not qualified.

16) *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 28 August 2014.

GENTING MALAYSIA BERHAD
(58019-U)

PRESS RELEASE **For Immediate Release**

GENTING MALAYSIA BERHAD ANNOUNCES RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2014

KUALA LUMPUR, 28 August 2014 – Genting Malaysia Berhad ("Genting Malaysia" or the "Group") today reported its financial results for the second quarter ended 30 June 2014 ("2Q14").

The Group recorded a total revenue of RM1,910.8 million in 2Q14 compared to RM2,224.5 million in the corresponding quarter in the preceding year ("2Q13"). The Malaysian leisure and hospitality business declined 12% to RM1,280.9 million, primarily due to a lower hold percentage in the premium players business. Whilst the upgrading and expansion works in relation to the Genting Integrated Tourism Plan ("GITP") had resulted in lower visitations to Resorts World Genting ("RWG"), the core business remains resilient. Revenue from the United Kingdom ("UK") operations of RM301.5 million was 41% lower due to a lower hold percentage and volume of business, mainly at its London casinos. The operations in the United States, which includes Resorts World Bimini ("Bimini") in the Bahamas ("US"), generated an 11% increase to RM253.0 million primarily due to the inclusion of revenue from the Bimini operations this quarter. The Group also reported higher investment income due to dividend income of RM46.8 million from the Group's investment in Genting Hong Kong Limited ("GENHK").

The Group achieved adjusted earnings before interest, taxation, depreciation and amortisation ("EBITDA") of RM460.5 million in 2Q14 compared to RM724.6 million in 2Q13. In Malaysia, the adjusted EBITDA margin declined to 35% compared to 38% last year primarily due to lower revenue and higher payroll costs. The decrease in the US operations' adjusted EBITDA was due to operational challenges as a result of infrastructure and hotel capacity constraints at Bimini. The Bimini operations contributed a loss before interest, tax, depreciation and amortisation ("LBITDA") of RM52.9 million, whilst Resorts World Casino New York City ("RWNYC") recorded a lower adjusted EBITDA mainly due to higher payroll costs. The UK operations registered an adjusted LBITDA of RM65.9 million, arising mainly from lower revenue.

The Group's profit before taxation ("PBT") for 2Q14 of RM318.8 million was 44% lower than last year. This was principally due to the Group's lower adjusted EBITDA and higher depreciation and amortization charges, mitigated by lower pre-operating expenses.

The Group's revenue for the first half of 2014 ("1H14") decreased by 4% to RM3,936.9 million. Both the Malaysian and UK operations recorded lower revenue of RM2,642.0 million and RM683.0 million respectively. Although the Malaysian operations recorded a lower revenue, primarily due to a lower hold percentage in the premium players business, the core business continues to remain resilient. The UK operations registered a higher volume of business. However, this was offset by a lower hold percentage at its London casinos. Revenue from the US operations was higher by RM55.0 million or 12%, mainly contributed by the commencement of the Bimini operations. Dividend income from GENHK contributed to the Group's higher investment income.

The Group's adjusted EBITDA for 1H14 decreased by 15% to RM1,065.5 million. The Malaysian operations reported consistent EBITDA primarily due to lower revenue and higher payroll costs. This was mitigated by the Group's social responsibility contributions in the first quarter of 2013. The UK operations registered lower adjusted EBITDA of RM10.3 million, mainly attributable to lower revenue. In the US, the lower adjusted EBITDA was mainly due to the operational challenges in Bimini. RWNYC also incurred higher payroll costs.

The Group's PBT for 1H14 decreased to RM782.0 million, 19% lower compared to the same period last year. The decrease was mainly due to lower Group adjusted EBITDA and higher depreciation and amortisation charges, mitigated by lower pre-operating expenses.

The Group declared an interim single-tier dividend of 3.00 sen per ordinary share of 10 sen each in respect of the financial year ending 31 December 2014. The interim dividend declared and paid for the previous year's corresponding period was 4.30 sen per ordinary share of 10 sen each, less 25% tax.

Global economic activities are expected to gain momentum in the second half of the year as the economic environments of major advanced economies continue to grow. Domestically, the overall business and economic indicators remain relatively stable and growth is expected to be sustainable.

The region's gaming markets are showing signs of slowing growth as evidenced by reported numbers from the Singapore and Macau markets. Whilst the region's tourism industry outlook remains largely positive, recent events affecting air travel may continue to dampen sentiment in the region.

Overall, the Group remains positive on the longer term outlook for the leisure and hospitality industry.

In Malaysia, the outdoor theme park, Arena of Stars and certain sections of the First World Plaza at RWG have been closed to facilitate the upgrading and expansion plans in relation to the GITP. The upgrading works for the Arena of Stars are expected to complete by November 2014. Despite the closures, the Group expects its core business to remain resilient and continues to develop plans to boost visitations to RWG through new fun and exciting indoor activities, attractions and events. The Group will also continue to optimize operational efficiencies, further enhance its yield management initiatives and increase marketing efforts to grow its mid and premium core business segments.

The UK economy has continued to show positive signs of recovery in the first half of 2014. The Group remains committed to further grow its premium players business and expects higher volumes to mitigate the volatility of the high roller market at its London casinos. The Group is also continuing the re-vitalisation of its business in the domestic markets against a backdrop of a broadly flat market. Construction and development of Resorts World Birmingham continues and it is expected to open in the second quarter of 2015.

In the US, RWNYC continues to deliver encouraging results and grow its market share in the State of New York. The Group will continue to develop its marketing initiatives to increase and attract new visitations, as well as grow its customer database. In Bimini, the business operations have yet to reach the expected level with the ongoing expansions of its infrastructure and capacity. The opening of the deep water jetty and new luxury hotel by the end of 2014 will improve accessibility and room capacity. With these, the visitations to Bimini are expected to grow.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD SUMMARY OF RESULTS	INDIVIDUAL QUARTER 2Q2014 RM'Mil	 2Q2013 RM'Mil	Var % 2Q14 vs 2Q13	SIX MONTHS ENDED 30 JUNE 1H2014 RM'Mil	 1H2013 RM'Mil	Var % 1H14 vs 1H13
Revenue						
Leisure & Hospitality						
- Malaysia	**1,280.9**	1,461.7	-12%	2,642.0	2,805.6	-6%
- United Kingdom	**301.5**	509.6	-41%	683.0	773.1	-12%
- United States of America and Bahamas	**253.0**	228.4	11%	509.6	454.6	12%
	1,835.4	2,199.7	-17%	3,834.6	4,033.3	-5%
Property	**15.4**	15.8	-3%	31.1	34.4	-10%
Investments & others	**60.0**	9.0	>100%	71.2	18.8	>100%
	1,910.8	2,224.5	-14%	3,936.9	4,086.5	-4%
Adjusted EBITDA						
Leisure & Hospitality						
- Malaysia	**446.8**	548.2	-18%	948.9	949.6	-
- United Kingdom	**(65.9)**	73.1	->100%	10.3	97.2	-89%
- United States of America and Bahamas	**28.3**	85.1	-67%	43.0	165.9	-74%
	409.2	706.4	-42%	1,002.2	1,212.7	-17%
Property	**1.0**	8.7	-89%	5.1	22.1	-77%
Others	**50.3**	9.5	>100%	58.2	13.8	>100%
	460.5	724.6	-36%	1,065.5	1,248.6	-15%
Pre-operating expenses	**(3.2)**	(25.3)	87%	(5.6)	(30.6)	82%
EBITDA	**457.3**	699.3	-35%	1,059.9	1,218.0	-13%
Depreciation and amortisation	**(152.5)**	(133.3)	-14%	(301.8)	(269.3)	-12%
Interest income	**24.8**	15.1	64%	45.1	34.7	30%
Finance costs	**(10.8)**	(11.1)	3%	(21.2)	(20.6)	-3%
Profit before taxation	**318.8**	570.0	-44%	782.0	962.8	-19%
Taxation	**(75.9)**	(112.9)	33%	(189.4)	(88.0)	->100%
Profit for the financial period	**242.9**	457.1	-47%	592.6	874.8	-32%
Basic and diluted EPS (sen)	**4.49**	8.12	-45%	10.80	15.51	-30%

About Genting Malaysia
Genting Malaysia is one of the leading leisure and hospitality corporations in the world. Listed on Bursa Malaysia with approximately RM24 billion in market capitalisation, Genting Malaysia owns and operates major properties including Resorts World Genting, Resorts World Casino New York City, Resorts World Bimini and casinos in the United Kingdom.

Resorts World Genting is a premier leisure and entertainment resort in Malaysia. It is equipped with over 9,000 rooms spread across 6 hotels, theme parks and entertainment attractions, over 200 dining and retail outlets, international shows and business convention facilities.

In Malaysia, Genting Malaysia also owns and operates Resorts World Kijal in Terengganu and Resorts World Langkawi in Langkawi.

In the United Kingdom, Genting Malaysia is one of the largest casino operators in the UK and a leading innovator in the provision of high quality customer-focused gaming. It operates 6 casinos in London and 35 casinos in the UK provinces. The Group is presently developing a leisure and entertainment complex at the National Exhibition Centre in Birmingham, to be known as Resorts World Birmingham.

In the United States of America, Genting Malaysia operates Resorts World Casino New York City, a video gaming machine facility at the Aqueduct Racetrack in New York City. As the first such facility located in the city, the resort presents a premier entertainment hub providing the ultimate gaming and entertainment experience, with approximately 5,000 gaming machines, shows, events and culinary delights.

In the Bahamas, the Group operates Resorts World Bimini, which contains a casino, villas, other accommodations, restaurants and bars, resort amenities and the largest marina in the Bahamas. The Group also operates the Bimini SuperFast, a 32,000-ton cruise ship that sails between Miami and Bimini.

Genting Malaysia is a member of the Genting Group, one of Asia's leading and best-managed multinationals. The Genting Group is the collective name for Genting Berhad, its subsidiaries and associates, which have significant interests in leisure & hospitality, power generation, palm plantation, property development, biotechnology and oil & gas related activities.

For more information, visit http://www.gentingmalaysia.com

For information on the major properties of Genting Malaysia
Resorts World Genting, visit www.rwgenting.com
Genting Casinos UK Limited, visit www.gentingcasinos.co.uk
Resorts World Casino New York City, visit www.rwnewyork.com
Resorts World Birmingham, visit www.resortsworldbirmingham.co.uk
Resorts World Miami, visit www.rwmiami.com
Resorts World Bimini, visit www.rwbimini.com

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