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**PRESS RELEASE**

**For Immediate Release**

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**GENTING MALAYSIA BERHAD  
ANNOUNCES FINANCIAL RESULTS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2011**

**KUALA LUMPUR, 26 May 2011** – Genting Malaysia Berhad (“Genting Malaysia” or the “Group”) today announced its financial results for the first quarter ended 31 March 2011 (“1Q11”).

The Group recorded a total revenue of RM1,950.6 million in the 1Q11, an increase of 45% compared to RM1,345.2 million in the preceding year. During the quarter, in accordance with the Financial Reporting Standard 111 “Construction Contracts”, the Group recognised an amount of RM264.6 million in relation to the progressive development of the facility at Resorts World New York, United States of America (“US”). Excluding the construction revenue, the performance of the Group’s operations increased 25% in the current quarter to RM1,686.0 million from RM1,345.2 million in the previous corresponding quarter. The increase in revenue was principally due to the first full quarter contribution from the casino business in United Kingdom (“UK”) of RM346.6 million. Contribution from the leisure and hospitality business in Malaysia was marginally lower by RM5.5 million due to lower business volume and weaker luck factor from the premium players business.

Consolidated adjusted Earnings before Interest Taxation Depreciation and Amortisation (“EBITDA”) on the Group’s operations for the first quarter of 2011 increased to RM612.1 million from RM547.0 million in the corresponding quarter last year, an increase of 12%. The higher consolidated adjusted EBITDA is mainly attributable to the first full quarter adjusted EBITDA of RM75.8 million from the casino business in the UK. The Group’s leisure and hospitality business in Malaysia generated a lower adjusted EBITDA of RM530.3 million compared to RM541.2 million in the previous corresponding quarter as a result of higher promotional expenses.

The Group’s profit before taxation for 1Q11 increased 39% to RM553.5 million compared with RM397.8 million in the corresponding quarter last year. In addition to the higher EBITDA, the higher profit before taxation was attributed to the impairment charge of RM108.0 million on the Group’s investment in the first quarter last year, construction profit of RM13.4 million and RM7.7 million from the pre-operating expenses incurred for the development and operations of Resorts World New York. Excluding the impairment charge, construction profit and pre-operating expenses, the Group’s profit before taxation would have increased by 8%.

In Malaysia, the Group is cautiously optimistic about the performance of its leisure and hospitality business even though we continue to face strong regional competition. The 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.

In UK, the Group’s recently acquired casino operations reported its first full quarter performance, with strong contributions from the London casino properties. Whilst the current state of the UK economy continues to pose a challenging operating environment, the 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.

In US, the construction of the 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.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD SUMMARY OF RESULTS	INDIVIDUAL QUARTER		Var %	PRECEDING QUARTER	
	1Q2011 (RM million)	1Q 2010 (RM million)	1Q'11 vs 1Q'10	4Q 2010 (RM million)	1Q'11 vs 4Q'10
<b>Revenue</b>					
Leisure & Hospitality					
- Malaysia	1,323.4	1,328.9	-0%	1,352.0	-2%
- United Kingdom	346.6	-	NM	188.4	84%
	<u>1,670.0</u>	<u>1,328.9</u>	26%	<u>1,540.4</u>	8%
Property	5.7	5.7	-	7.1	-20%
Others	10.3	10.6	-3%	11.0	-6%
	<u>1,686.0 *</u>	<u>1,345.2</u>	25%	<u>1,558.5</u>	8%
<b>Adjusted EBITDA</b>					
Leisure & Hospitality					
- Malaysia	530.3	541.2	-2%	547.2	-3%
- United Kingdom	75.8	-	NM	18.3	+>100%
	<u>606.1</u>	<u>541.2</u>	12%	<u>565.5</u>	7%
Property	3.7	5.0	-26%	2.8	32%
Others	2.3	0.8	+>100%	0.6	+>100%
	<u>612.1</u>	<u>547.0</u>	12%	<u>568.9</u>	8%
Construction profit	13.4	-	NM	-	NM
Impairment losses	(3.9)	(110.9)	96%	-	NM
Pre-operating expenses	(7.7)	-	NM	(11.9)	35%
Net fair value gain/(loss) on financial assets at fair value through profit or loss	(0.7)	1.6	->100%	11.1	->100%
Investment income	7.2	6.7	7%	7.4	-3%
<b>EBITDA</b>	<u>620.4</u>	<u>444.4</u>	40%	<u>575.5</u>	8%
Depreciation and amortisation	(77.9)	(66.4)	-17%	(77.2)	-1%
Interest income	16.6	19.8	-16%	17.4	-5%
Finance costs	(3.8)	-	NM	(4.2)	10%
Share of results in jointly controlled entities	(1.4)	(0.0)	->100%	(8.0)	83%
Share of results in associates	(0.4)	-	NM	(0.3)	-33%
<b>Profit before taxation</b>	<u>553.5</u>	<u>397.8</u>	39%	<u>503.2</u>	10%
Taxation	(135.8)	(125.6)	-8%	(141.1)	4%
<b>Profit for the financial period</b>	<u>417.7</u>	<u>272.2</u>	53%	<u>362.1</u>	15%
<b>Basic EPS (sen)</b>	<u>7.37</u>	<u>4.78</u>	54%	<u>6.39</u>	15%

NM: Not meaningful

\* The reconciliation of the segment revenue to the total revenue as disclosed in the income statement is shown below:

Segment revenue and reconciliation to the income statement

	RM million
Total segment revenue	1,686.0
Construction revenue	<u>264.6</u>
Total revenue	<u>1,950.6</u>

## **About Genting Malaysia**

Genting Malaysia is one of the leading leisure and hospitality corporations in the world. Listed on Bursa Malaysia with over RM20 billion in market capitalisation, it collectively owns and operates Resorts World Genting, Genting Casinos United Kingdom and the up-coming Resorts World New York.

Resorts World Genting is a premier leisure and entertainment resort in Malaysia. Equipped with 10,000 rooms spread across 6 hotels, theme parks with over 60 fun rides and entertainment attractions, over 100 dining and 200 retail outlets, international shows and business convention facilities, was voted the World's Leading Casino Resort (2005, 2007-2010) and Asia's Leading Casino Resort for six successive years (2005-2010) by World Travel Awards. Genting Malaysia is also the owner and operator of the Awana hotel chain with 3 hotels in prime holiday locations in Malaysia.

Genting UK is the largest casino operator in the UK and a leading innovator in the provision of high quality customer focused gaming. It operates 5 casinos in London and a further 38 casinos located within the UK provinces.

Genting New York LLC is the developer and operator of a video lottery facility at the Aqueduct Racetrack in the city of New York, United States of America. The first casino in the city of New York, known as Resorts World New York, it will present a premier entertainment hub providing the ultimate gaming and entertainment experience, offering a minimum 4,500 casino slot games, shows and events and culinary delights.

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 and 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 [www.gentingmalaysia.com](http://www.gentingmalaysia.com).

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~ END OF RELEASE ~

**Financial Results**Reference No **GM-110526-49410**

Company Name : **GENTING MALAYSIA BERHAD**  
 Stock Name : **GENM**  
 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:

☞ [GENMG ANN 1Q11.pdf](#)☞ [GENM 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 \$\$'000	31/03/2010 \$\$'000	31/03/2011 \$\$'000	31/03/2010 \$\$'000
<b>1Revenue</b>	1,950,580	1,345,170	1,950,580	1,345,170
<b>2Profit/(loss) before tax</b>	553,488	397,842	553,488	397,842
<b>3Profit/(loss) for the period</b>	417,698	272,262	417,698	272,262
<b>4Profit/(loss) attributable to</b>	417,698	272,364	417,698	272,364

<b>ordinary equity holders of the parent</b>				
<b>5Basic earnings/ (loss) per share (Subunit)</b>	7.37	4.78	7.37	4.78
<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>	2.0600	2.0500

## Remarks :

The computation of basic earnings per share is based on the weighted average number of ordinary shares of RM0.10 each in issue during the three months ended 31 March 2011 excluding the weighted average treasury shares held by the Company.

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:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

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# GENTING

MALAYSIA

Genting Malaysia Berhad

(Incorporated in Malaysia under Company No. 58019-U)

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## FIRST QUARTERLY REPORT

Quarterly report on consolidated results for the three months ended 31 March 2011. The figures have not been audited.

### CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 31 MARCH 2011

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE PERIOD	
	First quarter ended 31 March		Three months ended 31 March	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Revenue</b>	<b>1,950,580</b>	1,345,170	<b>1,950,580</b>	1,345,170
Cost of sales	<b>(1,344,817)</b>	(801,485)	<b>(1,344,817)</b>	(801,485)
<b>Gross profit</b>	<b>605,763</b>	543,685	<b>605,763</b>	543,685
Other income	<b>34,405</b>	27,101	<b>34,405</b>	27,101
Other expenses	<b>(77,192)</b>	(62,060)	<b>(77,192)</b>	(62,060)
Profit from operations before impairment losses	<b>562,976</b>	508,726	<b>562,976</b>	508,726
Impairment losses	<b>(3,863)</b>	(110,876)	<b>(3,863)</b>	(110,876)
<b>Profit from operations</b>	<b>559,113</b>	397,850	<b>559,113</b>	397,850
Finance costs	<b>(3,798)</b>	-	<b>(3,798)</b>	-
Share of results in jointly controlled entities	<b>(1,366)</b>	(8)	<b>(1,366)</b>	(8)
Share of results in associates	<b>(461)</b>	-	<b>(461)</b>	-
<b>Profit before taxation</b>	<b>553,488</b>	397,842	<b>553,488</b>	397,842
Taxation	<b>(135,790)</b>	(125,580)	<b>(135,790)</b>	(125,580)
<b>Profit for the financial period</b>	<b>417,698</b>	272,262	<b>417,698</b>	272,262
<b>Profit attributable to:</b>				
Equity holders of the Company	<b>417,698</b>	272,364	<b>417,698</b>	272,364
Minority interests	-	(102)	-	(102)
	<b>417,698</b>	272,262	<b>417,698</b>	272,262
<b>Earnings per share attributable to equity holders of the Company:</b>				
Basic earnings per share (sen)	<b>7.37</b>	4.78	<b>7.37</b>	4.78
Diluted earnings per share (sen)	<b>7.36</b>	4.77	<b>7.36</b>	4.77

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

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2011**

	UNAUDITED INDIVIDUAL QUARTER First quarter ended 31 March		UNAUDITED CUMULATIVE PERIOD Three months ended 31 March	
	<u>2011</u> <u>RM'000</u>	<u>2010</u> <u>RM'000</u>	<u>2011</u> <u>RM'000</u>	<u>2010</u> <u>RM'000</u>
<b>Profit for the financial period</b>	<b>417,698</b>	272,262	<b>417,698</b>	272,262
<b>Other comprehensive (loss)/income:</b>				
Available-for-sale financial assets	(170,788)	(224,036)	(170,788)	(224,036)
Share of other comprehensive income of associate	3	-	3	-
Foreign currency exchange differences	(154,361)	(108,972)	(154,361)	(108,972)
<b>Other comprehensive loss, net of tax</b>	<b>(325,146)</b>	(333,008)	<b>(325,146)</b>	(333,008)
<b>Total comprehensive income/(loss) for the financial period</b>	<b>92,552</b>	(60,746)	<b>92,552</b>	(60,746)
<b>Total comprehensive income/(loss) attributable to:</b>				
Equity holders of the Company	<b>92,552</b>	(60,644)	<b>92,552</b>	(60,644)
Minority interests	-	(102)	-	(102)
	<b>92,552</b>	(60,746)	<b>92,552</b>	(60,746)

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

	Unaudited As at 31.03.2011 RM'000	Audited As at 31.12.2010 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>	4,282,237	4,374,776
Property, plant and equipment	184,534	181,534
Land held for property development	302,563	304,008
Investment properties	3,090,023	3,144,542
Intangible assets	15,664	17,228
Jointly controlled entities	1,517	1,521
Associates	2,139,060	2,371,445
Available-for-sale financial assets	7,458	7,505
Long term receivables	2,657	2,630
Deferred tax assets	<u>10,025,713</u>	<u>10,405,189</u>
<b>Current assets</b>	72,414	73,865
Inventories	598,385	412,518
Trade and other receivables	19,072	20,241
Amount due from other related companies	20	20
Amount due from jointly controlled entity	19,658	19,658
Assets classified as held for sale	87,333	90,785
Financial assets at fair value through profit or loss	250,025	250,025
Available-for-sale financial asset	649,505	645,814
Restricted cash	<u>3,224,217</u>	<u>2,866,264</u>
Cash and cash equivalents	<u>4,920,629</u>	<u>4,379,190</u>
	<u><u>14,946,342</u></u>	<u><u>14,784,379</u></u>
<b>TOTAL ASSETS</b>		
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>	591,657	591,531
Share capital	11,947,524	11,852,546
Reserves	(854,451)	(835,370)
Treasury shares	<u>11,684,730</u>	<u>11,608,707</u>
<b>TOTAL EQUITY</b>		
<b>Non-current liabilities</b>	165,167	174,930
Other long term liabilities	346,354	346,301
Long term borrowings	826,778	829,065
Deferred tax liabilities	<u>1,338,299</u>	<u>1,350,296</u>
<b>Current liabilities</b>	993,459	907,242
Trade and other payables	13,979	16,204
Amount due to holding company	41,573	53,414
Amount due to other related companies	25,511	25,637
Amount due to jointly controlled entity	677,927	701,781
Short term borrowings	170,864	121,098
Taxation	<u>1,923,313</u>	<u>1,825,376</u>
	<u>3,261,612</u>	<u>3,175,672</u>
<b>TOTAL LIABILITIES</b>	<u>14,946,342</u>	<u>14,784,379</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>2.06</u>	<u>2.05</u>
<b>NET ASSETS PER SHARE (RM)</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 MALAYSIA BERHAD  
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE THREE MONTHS ENDED 31 MARCH 2011

	Attributable to equity holders of the Company								Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Available- for-sale Financial Assets Reserve RM'000	Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Minority Interests RM'000	
At 1 January 2011	591,531	1,126,454	1,771,300	(393,448)	(835,370)	9,348,240	11,608,707	-	11,608,707
Share based payments under ESOS	-	-	-	8	-	-	8	-	8
Issue of shares	126	2,418	-	-	-	-	2,544	-	2,544
Buy-back of shares	-	-	-	-	(19,081)	-	(19,081)	-	(19,081)
Total comprehensive (loss)/ income for the period	-	-	(170,788)	(154,358)	-	417,698	92,552	-	92,552
At 31 March 2011	591,657	1,128,872	1,600,512	(547,798)	(854,451)	9,765,938	11,684,730	-	11,684,730
At 1 January 2010	590,479	1,105,957	887,932	(147,664)	(707,497)	8,408,052	10,137,259	6,920	10,144,179
Effects of adopting FRS 139	-	-	19,015	-	-	(1,644)	17,371	-	17,371
Restated balance	590,479	1,105,957	906,947	(147,664)	(707,497)	8,406,408	10,154,630	6,920	10,161,550
Issue of shares	113	2,195	-	-	-	-	2,308	-	2,308
Total comprehensive (loss)/ income for the period	-	-	(224,036)	(108,972)	-	272,364	(60,644)	(102)	(60,746)
At 31 March 2010	590,592	1,108,152	682,911	(256,636)	(707,497)	8,678,772	10,096,294	6,818	10,103,112

*(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 MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2011**

	Unaudited Three months ended 31 March	
	2011 RM'000	2010 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	553,488	397,842
Adjustments for:		
Depreciation of property, plant and equipment	76,458	64,914
Finance costs	3,798	-
Interest income	(16,622)	(19,792)
Investment income	(7,157)	(6,703)
Construction profit	(13,400)	-
Impairment losses	3,863	110,876
Net fair value loss/(gain) on financial assets at fair value through profit or loss	680	(1,580)
Share of results in jointly controlled entities	1,366	8
Share of results in associates	461	-
Other non-cash items and adjustments	1,734	4,427
	<b>51,181</b>	<b>152,150</b>
<b>Operating profit before working capital changes</b>	<b>604,669</b>	<b>549,992</b>
Net change in current assets	(131,434)	(1,573)
Net change in current liabilities	76,102	(56,275)
	<b>(55,332)</b>	<b>(57,848)</b>
<b>Cash generated from operations</b>	<b>549,337</b>	<b>492,144</b>
Net tax paid	(76,298)	(95,811)
Retirement gratuities paid	(1,831)	(1,770)
Other net operating payment	(9,570)	(558)
	<b>(87,699)</b>	<b>(98,139)</b>
<b>Net Cash Flow From Operating Activities</b>	<b>461,638</b>	<b>394,005</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment	(43,030)	(42,171)
Purchase of financial asset at fair value through profit or loss	-	(1,229)
Purchase of available-for-sale financial assets	-	(309,445)
Other investments	15,924	19,890
<b>Net Cash Flow From Investing Activities</b>	<b>(27,106)</b>	<b>(332,955)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares	2,544	2,308
Buy-back of shares	(19,081)	-
Finance costs paid	(1,861)	-
Others	(28,766)	-
<b>Net Cash Flow From Financing Activities</b>	<b>(47,164)</b>	<b>2,308</b>
<b>NET MOVEMENT IN CASH AND CASH EQUIVALENTS</b>	<b>387,368</b>	<b>63,358</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>2,866,264</b>	<b>5,251,039</b>
<b>EFFECT OF CURRENCY TRANSLATION</b>	<b>(29,415)</b>	<b>(41,725)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>3,224,217</b>	<b>5,272,672</b>
<b><u>ANALYSIS OF CASH AND CASH EQUIVALENTS</u></b>		
Bank balances and deposits	2,030,927	3,066,319
Money market instruments	1,193,290	2,206,353
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>3,224,217</b>	<b>5,272,672</b>

*(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 MALAYSIA BERHAD**  
**NOTES TO THE INTERIM FINANCIAL REPORT – FIRST QUARTER ENDED 31 MARCH 2011**

**Part I: Compliance with Financial Reporting Standard (“FRS”) 134**

**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 three months ended 31 March 2011 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 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 the following FRSs, amendments and improvements to FRSs that are applicable for the Group for the financial year beginning 1 January 2011:

***FRS 3 (revised) “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.

***Improvements to FRS 101 “Presentation of Financial Statements”***

The improvements to this Standard clarify that an entity shall present an analysis of other comprehensive income for each component of equity, either in the statement of changes in equity or in the notes to the financial statements. There was no impact on the results of the Group as these changes only affect disclosures.

***Amendments to FRS 7 “Financial Instrument: Disclosure”***

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

**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 three months ended 31 March 2011.

**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**

- i) The Company issued 1,259,000 new ordinary shares of 10 sen each, for cash, arising from the exercise of options granted under the Executive Share Option Scheme ("ESOS") for Eligible Executives of Genting Malaysia Berhad during the three months ended 31 March 2011 at the following exercise prices:

<b>Exercise price (RM)</b>	<b>No. of options exercised during the three months ended 31 March 2011</b>
1.700	35,000
1.898	260,000
2.064	934,000
2.134	30,000
	<hr/>
	1,259,000

- ii) During the three months ended 31 March 2011, the Company had repurchased a total of 5,821,600 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM19.1 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.

**f) Dividends Paid**

No dividend has been paid for the three months 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. 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 fair value gains and losses and impairment losses, pre-operating expenses and construction profit. Interest income is not included in the result for each operating segment.

Segment analysis for the three months ended 31 March 2011 is set out below:

	<u>Leisure &amp; Hospitality</u>		<u>Property</u>	<u>Others</u>	<u>Elimination</u>	<u>Total</u>
	<u>Malaysia</u>	<u>United Kingdom &amp; Others</u>				
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Revenue</b>						
External	1,323,366	346,663	5,717	10,256	-	1,686,002
Inter segment	1,993	-	2,176	17,452	(21,621)	-
	<u>1,325,359</u>	<u>346,663</u>	<u>7,893</u>	<u>27,708</u>	<u>(21,621)</u>	<u>1,686,002</u>
<b>Adjusted EBITDA</b>	<u>530,289</u>	<u>75,855</u>	<u>3,649</u>	<u>2,268</u>	<u>-</u>	<u>612,061</u>
<b>Total Assets</b>	<u>3,983,781</u>	<u>4,965,701</u>	<u>797,266</u>	<u>6,503,595</u>	<u>(1,528,605)</u>	<u>14,721,738</u>

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

Adjusted EBITDA for reportable segments	612,061
Construction profit (see Note 1 below)	13,400
Impairment losses	(3,863)
Pre-operating expenses	(7,681)
Net fair value loss on financial assets at fair value through profit or loss	(680)
Investment income	7,157
<b>EBITDA</b>	<u>620,394</u>
Depreciation and amortisation	(77,903)
Interest income	16,622
Finance costs	(3,798)
Share of results in jointly controlled entities	(1,366)
Share of results in associates	(461)
<b>Profit before taxation</b>	<u>553,488</u>

i. Segment revenue and reconciliation to the income statement

	<b>RM'000</b>
Total segment revenue	1,686,002
Construction revenue (see Note 1 below)	264,578
Total revenue	<u>1,950,580</u>

ii. Segment assets and reconciliation to the statement of financial position

	<b>RM'000</b>
Segment operating assets	14,721,738
Construction in progress for construction contract (see Note 1 below)	224,604
Total assets	<u>14,946,342</u>

Note 1:

The Group had accounted for the construction and development of the facility at the Aqueduct Racetrack in the City of New York, United States of America 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 three months 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**

There was no valuation of property, plant and equipment since the financial year ended 31 December 2010.

**i) Material Events Subsequent to the end of Financial Period**

On 24 May 2011, the Group signed an agreement with a syndicate of banks to provide financing facilities of up to US\$265 million (comprising term loan facility of US\$225 million and revolving credit facilities of US\$40 million) to refinance the existing short term borrowing of US\$200 million and to part finance the construction and development as well as for working capital of the facility at the Aqueduct Racetrack in the City of New York, United States of America.

Other than the above, there were no material events subsequent to the end of current financial period 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 three months ended 31 March 2011.

**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 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'000</b>
Contracted	388,106
Not contracted	997,246
	<u>1,385,352</u>
Analysed as follows:	
- Development expenditure*	771,811
- Property, plant and equipment	613,541
	<u>1,385,352</u>

\* This relates to the development and operation of a video lottery facility at the Aqueduct Racetrack in the City of New York, United States of America.

**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 three months ended 31 March 2011 are as follows:

	<b>Current quarter RM'000</b>
i) Provision of technical know-how and management expertise in the resort's operations by GENT Group to the Group.	<u>107,954</u>
ii) Licensing fee for the use of "Genting" and "Awana" logo charged by GENT to the Group.	<u>44,962</u>
iii) Provision of GENT Group Management and Support Service by GENT Group to the Group.	<u>1,037</u>
iv) International Sales and Marketing services provided by Genting Singapore PLC ("GENS") Group to the Group.	<u>3,150</u>
v) Provision of management and promotion of loyalty programme by a wholly-owned subsidiary of GENS to the Group.	<u>1,243</u>
vi) Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by GENS Group to the Group.	<u>5,561</u>
vii) Provision of information technology technical support services by GENS Group to the Group.	<u>1,513</u>
viii) Provision of information technology services for ad hoc projects by GENS Group to the Group.	<u>496</u>
ix) Provision of Customer Interaction Centre services by a wholly-owned subsidiary of GENS Group to the Group.	<u>2,367</u>
x) Rental charges for premises by the Company to Oriregal Creations Sdn Bhd.	<u>373</u>
xi) Rental charges and related services by the Group to GENT Group.	<u>824</u>
xii) Rental charges and related services by the Group to Genting Plantations Berhad Group.	<u>343</u>
xiii) Rental charges and related services by the Group to GENS Group.	<u>450</u>
xiv) Aviation services rendered by the Group to GENS Group.	<u>338</u>
xv) Purchase of holiday packages from Genting Hong Kong Limited Group.	<u>297</u>
xvi) Air ticketing and transportation services rendered by the Group to GENS Group.	<u>261</u>
xvii) Technical services fee rendered by Resorts World Inc Pte Ltd to the Group.	<u>686</u>

**GENTING MALAYSIA BERHAD**  
**ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FIRST QUARTER ENDED 31 MARCH 2011**

**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	
	1Q2011 RM'Mil	1Q2010 RM'Mil	Var %	4Q2010 RM'Mil	Var %
<b>Revenue</b>					
Leisure & Hospitality					
- Malaysia	1,323.4	1,328.9	-0%	1,352.0	-2%
- United Kingdom	346.6	-	NM	188.4	84%
	<b>1,670.0</b>	<b>1,328.9</b>	<b>26%</b>	<b>1,540.4</b>	<b>8%</b>
Property	5.7	5.7	-	7.1	-20%
Others	10.3	10.6	-3%	11.0	-6%
	<b>1,686.0*</b>	<b>1,345.2</b>	<b>25%</b>	<b>1,558.5</b>	<b>8%</b>
<b>Adjusted EBITDA</b>					
Leisure & Hospitality					
- Malaysia	530.3	541.2	-2%	547.2	-3%
- United Kingdom	75.8	-	NM	18.3	+>100%
	<b>606.1</b>	<b>541.2</b>	<b>12%</b>	<b>565.5</b>	<b>7%</b>
Property	3.7	5.0	-26%	2.8	32%
Others	2.3	0.8	+>100%	0.6	+>100%
	<b>612.1</b>	<b>547.0</b>	<b>12%</b>	<b>568.9</b>	<b>8%</b>
Construction profit	13.4	-	NM	-	NM
Impairment losses	(3.9)	(110.9)	96%	-	NM
Pre-operating expenses	(7.7)	-	NM	(11.9)	35%
Net fair value (loss)/gain on financial assets at fair value through profit or loss	(0.7)	1.6	->100%	11.1	->100%
Investment income	7.2	6.7	7%	7.4	-3%
<b>EBITDA</b>	<b>620.4</b>	<b>444.4</b>	<b>40%</b>	<b>575.5</b>	<b>8%</b>
Depreciation and amortisation	(77.9)	(66.4)	-17%	(77.2)	-1%
Interest income	16.6	19.8	-16%	17.4	-5%
Finance costs	(3.8)	-	NM	(4.2)	10%
Share of results in jointly controlled entities	(1.4)	(0.0)	->100%	(8.0)	83%
Share of results in associates	(0.4)	-	NM	(0.3)	-33%
<b>Profit before taxation</b>	<b>553.5</b>	<b>397.8</b>	<b>39%</b>	<b>503.2</b>	<b>10%</b>

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) Segment Information.



### 1) *Review of Performance Review (Cont'd)*

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

The Group's revenue in the current quarter was RM1,686.0 million, which is an increase of 25% compared with RM1,345.2 million in the same quarter last year.

The higher revenue was mainly attributable to:

1. revenue of RM346.6 million from the casino business in United Kingdom ("UK"), which the Group acquired on 15 October 2010; offset by
2. slightly lower revenue from the leisure and hospitality business in Malaysia by RM5.5 million or 0.4% mainly due to lower business volume and weaker luck factor from the premium players business.

The Group's adjusted EBITDA in the current quarter was RM612.1 million compared with RM547.0 million in the corresponding quarter last year, an increase of 12%. The higher adjusted EBITDA is mainly attributable to the casino business in the UK which reported an adjusted EBITDA of RM75.8 million. The adjusted EBITDA of the leisure and hospitality business in Malaysia was RM530.3 million, with an adjusted EBITDA margin of 40%. This is slightly lower when compared with the adjusted EBITDA of RM541.2 million for the corresponding period last year, which reported an EBITDA margin of 41%. The lower adjusted EBITDA in the current quarter is mainly due to higher promotional expenses.

The Group's profit before taxation of RM553.5 million in the current quarter was higher by 39% compared with RM397.8 million in the corresponding quarter last year. The higher profit before taxation is mainly due to:

1. higher EBITDA;
2. an impairment charge of RM108.0 million on the Group's investment in Walker Digital Gaming, LLC in the first quarter last year;
3. the construction profit of RM13.4 million generated from the progressive development of the facility at the Aqueduct Racetrack in the City of New York, United States of America ("Resorts World New York"); offset by
4. the pre-operating expenses incurred for the development and operations of a video lottery facility at Resorts World New York of RM7.7 million.

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

Profit before taxation was RM553.5 million, higher by RM50.3 million or 10%, mainly due to the following:

1. profit from the casino business in the UK of RM60.1 million compared with loss of RM2.1 million in the preceding quarter;
2. the construction profit of RM13.4 million generated from the progressive development of the facility at Resorts World New York; and
3. lower pre-operating expenses incurred for the development and operations of a video lottery facility at Resorts World New York by RM4.2 million.

However, the higher profit before taxation was offset by lower profit from the leisure and hospitality business in Malaysia which was mainly due to lower business volume and weaker luck factor from the premium players business.

### 3) *Prospects*

In Malaysia, the Group is cautiously optimistic about the performance of its leisure and hospitality business even though we continue to face strong regional competition. The 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.

In UK, the Group's recently acquired casino operations reported its first full quarter performance, with strong contributions from the London casino properties. Whilst the current state of the UK economy continues to pose a challenging operating environment, the 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.

In US, the construction of the 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.

**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 ended 31 March 2011 are as follows:

	<b>Current quarter ended 31 March 2011 RM'000</b>
Current taxation charge:	
Malaysian income tax charge	117,694
Foreign income tax charge	17,705
Deferred tax charge	1,704
	<hr/> 137,103
Prior years' taxation:	
Income tax over provided	(22)
Deferred tax over provided	(1,291)
	<hr/> 135,790 <hr/>

The effective tax rate of the Group for the current quarter ended 31 March 2011 (before the adjustment of taxation in respect of prior years) is lower than the statutory tax rate mainly due to tax incentives and taxable income which is subject to different tax regime; offset by non-deductible expenses.

**6) Profit on Sale of Unquoted Investments and/or Properties**

The results for the current quarter ended 31 March 2011 do not include any profit or loss on sale of unquoted investments and properties which are not in the ordinary course of business.

**7) Quoted Securities other than Securities in Existing Subsidiaries**

- (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 as at 31 March 2011 are set out below:

	<b>Available-for-Sale Financial Assets RM'000</b>	<b>Financial Assets at Fair Value through Profit or Loss RM'000</b>
Total investments at cost	1,195,076	27,073
Total investments at market value	<hr/> 1,776,322	<hr/> 23,498 <hr/>

**8) Status of Corporate Proposals Announced**

There were no other corporate proposals announced but not completed as at 19 May 2011.

**9) Group Borrowings**

The details of the Group's borrowings as at 31 March 2011 are as set out below:

	<u>Secured/Unsecured</u>	<u>Foreign Currency</u> <u>'000</u>	<u>RM Equivalent</u> <u>'000</u>
Short term borrowings	Secured	USD200,000	605,300
	Secured	GBP1,717	8,358
	Unsecured	GBP8,290	40,343
	Unsecured	<u>SGD9,968</u>	<u>23,926</u>
Long term borrowings	Unsecured	GBP44,720	217,640
	Unsecured	<u>SGD53,625</u>	<u>128,714</u>

**10) Outstanding derivatives**

There are no outstanding derivatives as at 31 March 2011.

**11) Fair Value Changes of Financial Liabilities**

As at 31 March 2011, the Group does not have any financial liabilities measured at fair value through profit or loss.

**12) Changes in Material Litigation**

There are no pending material litigations as at 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 are as follows:

	<b>Current quarter ended 31 March 2011 RM'000</b>
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of basic and diluted EPS)	<u>417,698</u>

**14) Earnings per share ("EPS") (Cont'd)**

- (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 are as follows:

	<b>Current quarter ended 31 March 2011 Number of Shares ('000)</b>
Weighted average number of ordinary shares in issue (*) (used as denominator for the computation of basic EPS)	5,664,151
Adjustment for share options granted under the Executive Share Option Scheme for Eligible Executives of Genting Malaysia Berhad	9,478
Weighted average number of ordinary shares in issue (used as denominator for the computation of diluted EPS)	<u>5,673,629</u>

(\*) The weighted average number of ordinary shares of RM0.10 each in issue during the current quarter ended 31 March 2011 excludes the weighted average treasury shares held by the Company.

**15) Realised and Unrealised Profits/Loss**

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:

	<b>As at the end of current quarter RM'000</b>	<b>As at the end of last financial year RM'000</b>
Total retained profits of Genting Malaysia Berhad and its subsidiaries:		
- Realised	9,893,885	9,470,950
- Unrealised	(824,082)	(802,938)
	<u>9,069,803</u>	<u>8,668,012</u>
Total share of accumulated losses from associated companies:		
- Realised	(792)	(331)
- Unrealised	-	-
Total share of accumulated losses from jointly controlled entities:		
- Realised	(9,061)	(7,695)
- Unrealised	-	-
	<u>9,059,950</u>	<u>8,659,986</u>
Add: Consolidation adjustments	705,988	688,254
Total Group retained profits as per consolidated accounts	<u>9,765,938</u>	<u>9,348,240</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 year ended 31 December 2010 was not qualified.

**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.