GENTING MALAYSIA

FIRST QUARTERLY REPORT

Quarterly report on consolidated results for the three months ended 31 March 2016. The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE MONTHS ENDED 31 MARCH 2016

	UNAUDITED INDIVIDUAL QUARTER First quarter ended 31 March		UNAUDITED CUMULATIVE PERIOD Three months ended 31 March	
	2016 RM'000	**2015 RM'000**	**2016 RM'000**	**2015 RM'000**
Revenue	**2,214,354**	2,093,140	**2,214,354**	2,093,140
Cost of sales	**(1,615,067)**	(1,504,911)	**(1,615,067)**	(1,504,911)
Gross profit	**599,287**	588,229	**599,287**	588,229
Other income	**96,053**	112,243	**96,053**	112,243
Other expenses	**(418,928)**	(217,481)	**(418,928)**	(217,481)
Profit from operations	**276,412**	482,991	**276,412**	482,991
Finance costs	**(14,296)**	(7,759)	**(14,296)**	(7,759)
Profit before taxation	**262,116**	475,232	**262,116**	475,232
Taxation	**(117,985)**	(116,975)	**(117,985)**	(116,975)
Profit for the financial period	**144,131**	358,257	**144,131**	358,257
Profit attributable to:				
Equity holders of the Company	**161,567**	362,102	**161,567**	362,102
Non-controlling interests	**(17,436)**	(3,845)	**(17,436)**	(3,845)
	144,131	358,257	**144,131**	358,257
Earnings per share attributable to equity holders of the Company:				
Basic earnings per share (sen)	**2.86**	6.39	**2.86**	6.39
Diluted earnings per share (sen)	**2.85**	6.39	**2.85**	6.39

(The Condensed Consolidated Income Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2015.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED 31 MARCH 2016

	UNAUDITED INDIVIDUAL QUARTER First quarter ended 31 March		UNAUDITED CUMULATIVE PERIOD Three months ended 31 March	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Profit for the financial period	**144,131**	358,257	**144,131**	358,257
Other comprehensive (loss)/income				
Items that will be reclassified subsequently to profit or loss:				
Available-for-sale financial assets				
- Fair value (loss)/gain	**(27,920)**	71,118	**(27,920)**	71,118
- Reclassification to profit or loss upon disposal	**-**	(3,732)	**-**	(3,732)
Cash flow hedges				
- Fair value loss	**(1,188)**	(1,688)	**(1,188)**	(1,688)
Foreign currency exchange differences	**(1,226,080)**	547,230	**(1,226,080)**	547,230
Other comprehensive (loss)/income, net of tax	**(1,255,188)**	612,928	**(1,255,188)**	612,928
Total comprehensive (loss)/income for the financial period	**(1,111,057)**	971,185	**(1,111,057)**	971,185
Total comprehensive (loss)/income attributable to:				
Equity holders of the Company	**(1,092,228)**	977,333	**(1,092,228)**	977,333
Non-controlling interests	**(18,829)**	(6,148)	**(18,829)**	(6,148)
	(1,111,057)	971,185	**(1,111,057)**	971,185

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2015.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2016

	UNAUDITED As at 31.03.2016 RM'000	As at 31.12.2015 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	**9,929,374**	10,475,088
Land held for property development	**184,672**	184,672
Investment properties	**2,094,471**	2,293,363
Intangible assets	**4,773,980**	5,367,250
Available-for-sale financial assets	**89,955**	99,150
Other non-current assets	**1,235,402**	322,182
Deferred tax assets	**151,803**	237,784
	18,459,657	18,979,489
Current assets		
Inventories	**101,048**	119,791
Trade and other receivables	**545,832**	1,242,809
Amounts due from other related companies	**10,335**	24,910
Financial asset at fair value through profit or loss	**6,615**	8,068
Available-for-sale financial assets	**550,000**	550,000
Restricted cash	**33,166**	80,701
Cash and cash equivalents	**4,444,396**	4,518,966
	5,691,392	6,545,245
Assets classified as held for sale	**1,781,100**	1,995,996
	7,472,492	8,541,241
TOTAL ASSETS	**25,932,149**	27,520,730
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	**593,804**	593,804
Reserves	**18,360,133**	19,450,580
Treasury shares	**(906,707)**	(906,707)
Shares held for employee share scheme	**(45,769)**	(57,267)
	18,001,461	19,080,410
Non-controlling interests	**(48,869)**	25,944
TOTAL EQUITY	**17,952,592**	19,106,354
Non-current liabilities		
Other long term liabilities	**196,023**	198,896
Long term borrowings	**3,643,509**	3,840,862
Deferred tax liabilities	**604,430**	706,477
Derivative financial instruments	**2,192**	1,461
	4,446,154	4,747,696
Current liabilities		
Trade and other payables	**2,273,179**	2,647,741
Amount due to holding company	**19,317**	21,844
Amounts due to other related companies	**156,091**	158,166
Short term borrowings	**1,029,190**	783,967
Derivative financial instruments	**3,299**	3,444
Taxation	**52,327**	51,518
	3,533,403	3,666,680
TOTAL LIABILITIES	**7,979,557**	8,414,376
TOTAL EQUITY AND LIABILITIES	**25,932,149**	27,520,730
NET ASSETS PER SHARE (RM)	**3.18**	3.37

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2015.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2016

	Attributable to equity holders of the Company										
	Share Capital RM'000	Share Premium RM'000	Available-for-sale Financial Assets Reserve RM'000	Cash Flow Hedges Reserve RM'000	Other Reserves RM'000	Treasury Shares RM'000	Shares held for Employee Share Scheme RM'000	Retained Earnings RM'000	Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
At 1 January 2016	**593,804**	**1,170,620**	**1,077,734**	**(4,006)**	**2,857,714**	**(906,707)**	**(57,267)**	**14,348,518**	**19,080,410**	**25,944**	**19,106,354**
Total comprehensive (loss)/income for the period	**-**	**-**	**(27,920)**	**(1,188)**	**(1,224,687)**	**-**	**-**	**161,567**	**(1,092,228)**	**(18,829)**	**(1,111,057)**
Transactions with owners:											
Changes in ownership interest in a subsidiary upon finalisation of purchase price allocation	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**5,551**	**5,551**	**(55,984)**	**(50,433)**
Performance-based employee share scheme	**-**	**-**	**-**	**-**	**7,728**	**-**	**-**	**-**	**7,728**	**-**	**7,728**
Employee share scheme shares vested to employees	**-**	**-**	**-**	**-**	**(11,498)**	**-**	**11,498**	**-**	**-**	**-**	**-**
Total transactions with owners	**-**	**-**	**-**	**-**	**(3,770)**	**-**	**11,498**	**5,551**	**13,279**	**(55,984)**	**(42,705)**
At 31 March 2016	**593,804**	**1,170,620**	**1,049,814**	**(5,194)**	**1,629,257**	**(906,707)**	**(45,769)**	**14,515,636**	**18,001,461**	**(48,869)**	**17,952,592**
At 1 January 2015	593,804	1,170,620	1,260,841	(5,287)	721,384	(902,412)	-	13,465,348	16,304,298	(30,662)	16,273,636
Total comprehensive income/(loss) for the period	-	-	67,386	(1,688)	549,533	-	-	362,102	977,333	(6,148)	971,185
Transactions with owners:											
Changes in ownership interest in a subsidiary that do not result in a loss of control	-	-	-	-	-	-	-	(22,686)	(22,686)	69,507	46,821
Performance-based employee share scheme	-	-	-	-	770	-	-	-	770	-	770
Total transactions with owners	-	-	-	-	770	-	-	(22,686)	(21,916)	69,507	47,591
At 31 March 2015	593,804	1,170,620	1,328,227	(6,975)	1,271,687	(902,412)	-	13,804,764	17,259,715	32,697	17,292,412

(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 2015.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2016

	UNAUDITED Three months ended 31 March	
	2016	2015
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**262,116**	475,232
Adjustments for:		
Depreciation and amortisation	**188,139**	158,715
Property, plant and equipment written off	**1,718**	1,901
Net loss on disposal of property, plant and equipment	**6,127**	332
Gain on disposal of available-for-sale financial assets	**-**	(3,732)
Finance costs	**14,296**	7,759
Interest income	**(38,962)**	(21,405)
Investment income	**(7,766)**	(6,923)
Net exchange loss/(gain) – unrealised	**144,246**	(22,678)
Other non-cash items and adjustments	**12,811**	1,273
	320,609	115,242
Operating profit before working capital changes	**582,725**	590,474
Net change in current assets	**(79,806)**	(20,386)
Net change in current liabilities	**(108,018)**	(46,625)
	(187,824)	(67,011)
Cash generated from operations	**394,901**	523,463
Net tax paid	**(63,935)**	(80,503)
Retirement gratuities paid	**(768)**	(1,655)
Other net operating payments	**(1,706)**	(3,455)
	(66,409)	(85,613)
Net Cash Flow From Operating Activities	**328,492**	437,850
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(689,231)**	(537,616)
Proceeds from disposal of property, plant and equipment	**290,544**	397
Purchase of intangible asset	**(5,929)**	-
Purchase of investments	**(313,931)**	(32,017)
Proceeds from disposal of available-for-sale financial assets	**-**	79,197
Proceeds from redemption of unquoted preference shares in a Malaysian corporation	**100,000**	-
Other investing activities	**41,851**	17,364
Net Cash Flow From Investing Activities	**(576,696)**	(472,675)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings and transaction costs	**(37,538)**	(34,941)
Proceeds from bank borrowings	**327,768**	-
Restricted cash	**44,337**	3,439
Finance costs paid	**(67,607)**	(9,034)
Net Cash Flow From Financing Activities	**266,960**	(40,536)
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	**18,756**	(75,361)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	**4,518,966**	2,770,256
EFFECT OF CURRENCY TRANSLATION	**(93,326)**	80,397
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	**4,444,396**	2,775,292
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	**2,406,941**	2,327,603
Money market instruments	**2,037,455**	447,689
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	**4,444,396**	2,775,292

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2015.)

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 three months ended 31 March 2016 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 2015. 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 2015 except for the adoption of amendments that are mandatory for the Group for the financial year beginning 1 January 2016:

- Annual Improvements to MFRSs 2012-2014 Cycle
- Amendments to MFRS 11 Joint Arrangements
- Amendments to MFRS 101 Presentation of Financial Statements
- Amendments to MFRS 116 Property, Plant and Equipment
- Amendments to MFRS 127 Separate Financial Statements
- Amendments to MFRS 138 Intangible Assets

The adoption of these amendments to standards do 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 three months ended 31 March 2016.

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*

There were no other issuance, cancellation, repurchase, resale or repayments of debts or equity securities for the three months ended 31 March 2016.

f) *Dividend Paid*

No dividend has been paid for the three months ended 31 March 2016.

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-opening expenses, gain or loss on disposal of assets and assets written off.

Segment analysis for the three months ended 31 March 2016 is set out below:

	Leisure & Hospitality			Property	Investments & Others	Total
	Malaysia RM'000	United Kingdom RM'000	United States of America and Bahamas RM'000	RM'000	RM'000	RM'000
Revenue						
Total revenue	1,308,658	528,909	350,434	21,075	36,544	2,245,620
Inter segment	(3,514)	-	-	(3,296)	(24,456)	(31,266)
External	1,305,144	528,909	350,434	17,779	12,088	2,214,354
Adjusted EBITDA	451,518	98,633	23,238	1,598	(130,665)	444,322
Total Assets	6,911,993	4,856,087	5,093,712	2,473,699	6,596,658	25,932,149

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

	RM'000
Adjusted EBITDA for reportable segments	444,322
Pre-opening expenses	(10,660)
Property, plant and equipment written off	(1,718)
Loss on disposal of property, plant and equipment	(6,127)
Impairment losses	(228)
EBITDA	425,589
Depreciation and amortisation	(188,139)
Interest income	38,962
Finance costs	(14,296)
Profit before taxation	262,116

h) *Property, Plant and Equipment*

During the three months ended 31 March 2016, acquisitions of property, plant and equipment (including capitalised interest) by the Group were RM447.8 million.

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

Participation as the manager to the operation of a gaming facility and resort in Taunton, Massachusetts

On 1 April 2016, GENM announced the Group's participation as the manager of First Light Resort & Casino, an Indian destination gaming resort to be constructed by the Mashpee Wampanoag Tribe in Taunton, Massachusetts, the United States of America ("Project").

The appointment of the Group as the manager of First Light Resort & Casino, which is currently pending the approval from the National Indian Gaming Commission, is expected to be for a period of 7 years commencing from the opening of the said property. The Project, once it is completed, is expected to be a destination resort casino with fully integrated casino, hotel, entertainment, restaurants and retail components.

Other than the above, there were no other material event subsequent to the end of current financial period ended 31 March 2016 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 2016.

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 2015.

l) Capital Commitments

Authorised capital commitments not provided for in the financial statements as at 31 March 2016 are as follows:

	RM'000
Contracted	2,948,988
Not contracted	6,935,424
	9,884,412
Analysed as follows:	
- Property, plant and equipment	9,555,348
- Investments	329,064
	9,884,412

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 2016 are as follows:

		Current Quarter RM'000
i)	Provision of technical know-how and management expertise in the resort's operations by Genting Berhad ("GENT") Group to the Group.	100,374
ii)	Licensing fee for the use of "Genting", "Resorts World" and "Awana" logo charged by GENT to the Group.	47,065
iii)	Licensing fee for the use of "Resorts World" and "Genting" intellectual property outside Malaysia charged by GENT Group to the Group.	234
iv)	Provision of GENT Group Management and Support Services by GENT Group to the Group.	2,089
v)	Rental charges and related services by the Group to GENT Group.	960
vi)	Rental charges and related services by the Group to Genting Plantations Berhad ("GENP") Group.	685
vii)	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.	18,900
viii)	Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by the Group to GENT Group.	1,152
ix)	Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by the Group to GENP Group.	1,407
x)	Provision of management and support services by the Group to GENT Group.	542
xi)	Rental charges by Genting Development Sdn Bhd to the Group.	292

m) Significant Related Party Transactions (Cont'd)

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 2016 are as follows (cont'd):

		Current Quarter RM'000
xii)	Provision of management and consultancy services on theme park and resort development operations by International Resort Management Services Pte Ltd to the Company.	2,502
xiii)	Rental charges for premises by the Group to Warisan Timah Holdings Sdn Bhd.	541
xiv)	Provision of water supply services by an entity connected with a shareholder of BB Entertainment Ltd ("BBEL") to the Group.	527
xv)	Provision of maintenance services by entities connected with a shareholder of BBEL to the Group.	1,934
xvi)	Rental charges for office space by the Group to Genting Hong Kong Limited Group.	694
xvii)	Purchase of rooms by the Group from an entity connected with a shareholder of BBEL.	2,532
xviii)	Licensing fee for the use of Internet Gaming System platform in the United Kingdom charged by RWI Group to the Group.	289
xix)	Licensing fee for the use of "Genting" intellectual property in the United Kingdom charged by RWI Group to the Group.	6,003

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 31 March 2016, 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	6,615	-	-	6,615
Available-for-sale financial assets	-	637,866	2,089	639,955
Assets classified as held for sale	1,758,958	-	-	1,758,958
	1,765,573	637,866	2,089	2,405,528

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2015.

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	
	1Q2016 RM'Mil	1Q2015 RM'Mil	Var %	4Q2015 RM'Mil	Var %
Revenue					
Leisure & Hospitality					
- Malaysia	**1,305.1**	1,392.5	-6%	1,480.8	-12%
- United Kingdom	**528.9**	355.7	49%	430.4	23%
- United States of America and Bahamas	**350.4**	313.8	12%	350.9	-
	2,184.4	2,062.0	6%	2,262.1	-3%
Property	**17.8**	19.0	-6%	18.9	-6%
Investments & others	**12.1**	12.1	-	10.9	11%
	2,214.3	2,093.1	6%	2,291.9	-3%
Adjusted EBITDA					
Leisure & Hospitality					
- Malaysia	**451.5**	484.6	-7%	504.8	-11%
- United Kingdom	**98.7**	38.3	>100%	24.3	>100%
- United States of America and Bahamas	**23.2**	47.1	-51%	23.2	-
	573.4	570.0	1%	552.3	4%
Property	**1.6**	6.3	-75%	3.3	-52%
Investments & others	**(130.7)**	32.0	->100%	(33.4)	->100%
	444.3	608.3	-27%	522.2	-15%
Pre-opening expenses	**(10.7)**	(14.5)	26%	(25.7)	58%
Property, plant and equipment written off	**(1.7)**	(1.9)	11%	(3.7)	54%
Loss on disposal of property, plant and equipment	**(6.1)**	(0.3)	->100%	(0.9)	->100%
Impairment losses	**(0.2)**	-	NC	(27.3)	99%
Others	**-**	28.7	NC	52.4	NC
EBITDA	**425.6**	620.3	-31%	517.0	-18%
Depreciation and amortisation	**(188.1)**	(158.7)	-19%	(186.4)	-1%
Interest income	**38.9**	21.4	82%	40.1	-3%
Finance costs	**(14.3)**	(7.8)	-83%	(12.8)	-12%
Profit before taxation	**262.1**	475.2	-45%	357.9	-27%

NC: Not comparable

1) Review of Performance (Cont'd)

a) Quarter ended 31 March 2016 ("1Q 2016") compared with quarter ended 31 March 2015 ("1Q 2015")

The Group's revenue in 1Q 2016 was RM2,214.3 million, an increase of 6% compared with RM2,093.1 million in 1Q 2015.

The higher revenue was mainly attributable to:

1. higher revenue from the casino business in United Kingdom ("UK") by RM173.2 million, mainly contributed by its premium players business ("International Markets") as a result of higher hold percentage offset by lower volume of business. The favourable foreign exchange movement of GBP against RM has also contributed to higher revenue from UK; and
2. higher revenue from the leisure and hospitality business in United States of America ("US") and Bahamas by RM36.6 million mainly contributed by higher volume of business from the operation of Resorts World Casino New York City ("RWNYC operations"). However, this was offset by lower revenue from the operation of Resorts World Bimini in Bahamas and the cessation of Bimini SuperFast cruise ferry operations in January 2016 ("Bimini operations"). The favourable foreign exchange movement of USD against RM has contributed to higher revenue for this segment; offset by
3. lower revenue from the leisure and hospitality business in Malaysia by RM87.4 million, mainly due to lower hold percentage in the premium players business and the impact of Goods and Services Tax ("GST") mitigated by an overall higher volume of business. GST was introduced on 1 April 2015.

The Group's adjusted EBITDA in 1Q 2016 was at RM444.3 million compared with RM608.3 million in 1Q 2015, a decrease of 27%. The lower adjusted EBITDA was mainly attributable to:

1. foreign exchange losses of RM138.8 million on the Group's USD denominated assets as a result of the strengthening of RM against USD in 1Q 2016;
2. leisure and hospitality business in Malaysia which reported a lower adjusted EBITDA of RM451.5 million compared with RM484.6 million in 1Q 2015. The adjusted EBITDA margin was consistent at 35%, resulting from significant operational cost rationalisation; and
3. lower adjusted EBITDA by RM23.9 million from the leisure and hospitality business in US and Bahamas. This was mainly due to costs relating to the cessation of Bimini SuperFast cruise ferry operations; mitigated by
4. higher adjusted EBITDA by RM60.4 million from the casino business in the UK mainly contributed by higher revenue and higher bad debt recovery.

The Group's profit before taxation of RM262.1 million in 1Q 2016 was lower by 45% compared with RM475.2 million in 1Q 2015. The lower profit before taxation was mainly due to:

1. lower adjusted EBITDA as mentioned above;
2. higher depreciation and amortisation charges by RM29.4 million mainly from UK and US operations; and
3. one-off gain arising from a waiver of debt of RM28.7 million in 1Q 2015.

2) Material Changes in Profit before Taxation for the Current Quarter ("1Q 2016") compared with the Immediate Preceding Quarter ("4Q 2015")

Profit before taxation for 1Q 2016 was RM262.1 million compared to 4Q 2015 of RM357.9 million. The lower profit before taxation was mainly due to:

1. foreign exchange losses of RM138.8 million on the Group's USD denominated assets as a result of the strengthening of RM against USD in 1Q 2016;
2. lower adjusted EBITDA by RM53.3 million from leisure and hospitality business in Malaysia mainly due to lower revenue mitigated by lower costs relating to premium players business and lower payroll costs; and
3. recognition of a gain arising from acquisition of a business in relation to the Bimini operations of RM52.4 million in 4Q 2015; mitigated by
4. higher adjusted EBITDA by RM74.4 million from the casino business in the UK mainly contributed by higher revenue from International Markets and higher bad debt recovery.

3) *Prospects*

The global economic environment is expected to be challenging in 2016. Growth continues to slow in the emerging markets while recovery in the advanced economies remains modest. In Malaysia, the economy is expected to grow at a slower pace, underpinned by domestic demand.

The outlook for international tourism continues to be positive. Meanwhile, the regional gaming market is expected to face continuing uncertainties surrounding the Asian premium players business.

The Group maintains a cautious stance on the near term outlook of the leisure and hospitality industry, but continues to be positive in the longer term.

In Malaysia, the Group continues to place emphasis on enhancing operational capabilities and efficiencies whilst remaining steadfast on improving the quality of customer service at Resorts World Genting ("RWG"). In anticipation of the progressive opening of the various Genting Integrated Tourism Plan attractions and facilities from the second half of 2016, the Group will be ramping up its preparation works and pre-opening activities in the coming months and expects to incur a corresponding increase in pre-opening expenses. When completed, this significant redevelopment and expansion plan at RWG is expected to bring upon a total new experience for our discerning guests, elevating RWG's position as the destination of choice in the region.

In the UK, the Home Markets division, which caters primarily to the domestic players, has continued to deliver strong results. The Group will continue its efforts to strengthen its position in the domestic business segment and further improve business efficiency. With respect to the premium players business, the Group remains cautious of its volatility and continues to introduce additional strategies to reposition this part of the business. The Group will also focus on stabilising the operations at Resorts World Birmingham and grow the business. Additionally, plans are currently underway for both the Group's land-based casinos and the recently acquired online gaming operation to be streamlined as an integrated online, mobile and retail gaming business under the focus of a single management to provide a seamless multi-channel experience for its customers.

In the US, RWNYC continues to be the largest video gaming machine facility in terms of gross gaming revenue in Northeast US amid growing regional competition, and has successfully achieved sustained business growth. The Group also recently completed its gaming expansion and amenities improvement plan at the property and now has approximately 5,500 gaming machines in operation. This is expected to further cement RWNYC's leadership position in the Northeast US gaming market.

In the Bahamas, the Group remains committed to improving service delivery and growing business volumes at Bimini. Upon the full opening of the Hilton hotel in June 2016, along with new and more efficient modes of transportation to the resort, the Group expects to attract higher levels of both visitation and gaming activities at the resort.

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 2016 are as follows:

	Current quarter ended 31 March 2016
	RM'000
Current taxation	
Malaysian income tax charge	84,504
Foreign income tax charge	20,115
	104,619
Deferred tax charge	23,236
	127,855
Prior period taxation	
Income tax over provided	(9,870)
	117,985

The effective tax rates of the Group for the current quarter ended 31 March 2016 are higher than the statutory tax rate mainly due to non-deductible expenses, taxation in different jurisdictions and current period deferred tax assets not recognised mitigated by income not subject to tax and tax incentive.

6) Status of Corporate Proposals Announced

Renewal of Shareholders' Mandate for the disposal of Genting Hong Kong Limited ("GENHK") Shares

On 6 April 2016, GENM announced that it proposes to seek the approval from its non-interested shareholders to renew the mandate for Resorts World Limited, an indirect wholly-owned subsidiary of GENM, to dispose of the entire 1,431,059,180 ordinary shares of USD0.10 each in GENHK ("Proposed 2016 Disposal Mandate"). The Proposed 2016 Disposal Mandate is subject to the approval of the non-interested shareholders at an extraordinary general meeting to be convened on 1 June 2016.

Disposal of leasehold land

On 15 October 2015, GENM announced that its direct wholly-owned subsidiary, Genting Highlands Tours and Promotion Sdn Bhd had entered into a conditional sale and purchase agreement with Esprit Icon Sdn Bhd, a wholly-owned subsidiary of Genting Plantations Berhad, to dispose of two parcels of adjoining leasehold land in Segambut measuring an aggregate land area of 380,902 square feet with buildings erected thereon for a total cash consideration of RM65.8 million. The disposal is pending completion.

Other than the above, there were no other corporate proposals announced but not completed as at 17 May 2016.

7) Group Borrowings

The details of the Group's borrowings as at 31 March 2016 are as set out below:

	Secured/Unsecured	Foreign Currency '000	RM Equivalent '000
Short term borrowings	Secured	USD110,672	431,843
	Unsecured	USD74,000	288,748
	Unsecured	GBP55,000	308,599
Long term borrowings	Secured	USD126,067	491,914
	Unsecured	GBP134,594	755,189
	Unsecured	Not applicable	2,396,406

8) *Outstanding derivatives*

As at 31 March 2016, 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 Liabilities RM'000
Interest Rate Swaps		
GBP	370,318	
- Less than 1 year		3,299
- 1 year to 3 years		2,192

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 2015:

(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 31 March 2016, 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 17 May 2016.

11) *Dividend Proposed or Declared*

No dividend has been proposed or declared for the current quarter ended 31 March 2016.

12) *Profit before Taxation*

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

	Current quarter ended 31 March 2016 RM'000
Charges:	
Depreciation and amortisation	188,139
Impairment losses	228
Property, plant and equipment written off	1,718
Net loss on disposal of property, plant and equipment	6,127
Net foreign currency exchange losses	140,443
Finance costs:	
- Interest on borrowings	40,121
- Other finance costs	2,223
- Less: capitalised costs	(16,872)
- Less: interest income earned	(11,176)
Finance costs charged to income statements	14,296
Credits:	
Interest income	38,962
Investment income	7,766

13) Earnings per share ("EPS")

(a) The earnings used as the numerator in calculating basic and diluted EPS for the current quarter ended 31 March 2016 are as follows:

	Current quarter ended 31 March 2016 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)	161,567

(b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted EPS for the current quarter ended 31 March 2016 are as follows:

	Current quarter ended 31 March 2016 Number of Shares ('000)
Weighted average number of ordinary shares in issue (*) (used as denominator for the computation of basic EPS)	5,655,843
Adjustment for dilutive effect of Employee Share Scheme	5,645
Adjusted weighted average number of ordinary shares in issue (used as denominator for the computation of diluted EPS)	5,661,488

(*) The weighted average number of ordinary shares of RM0.10 each in issue during the current quarter ended 31 March 2016 excludes the weighted average treasury shares held by the Company and the shares held for employee share scheme.

14) Realised and Unrealised Profits/Losses

The breakdown of the retained profits of the Group as at 31 March 2016, 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	14,662,757	14,189,547
- Unrealised	(630,865)	(370,359)
	14,031,892	13,819,188
Total share of accumulated losses from joint ventures:		
- Realised	(10,456)	(10,456)
	14,021,436	13,808,732
Add: Consolidation adjustments	494,200	539,786
Total Group retained profits as per consolidated accounts	14,515,636	14,348,518

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 2015 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 24 May 2016.

GENTING MALAYSIA BERHAD
(58019-U)

PRESS RELEASE **For Immediate Release**

GENTING MALAYSIA BERHAD ANNOUNCES RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2016

- **6% growth in Group revenues for the first quarter of 2016**
- **Group operational performance remains encouraging amid challenging operating environment**
- **Net profit impacted by unrealised foreign exchange losses**
- **GITP pre-opening activities ramping up for phased opening later this year**

KUALA LUMPUR, 24 May 2016 – Genting Malaysia Berhad ("Group") today reported its financial results for the first quarter ended 31 March 2016 ("1Q16").

The Group's total revenue grew by 6% to RM2,214.3 million in 1Q16 compared to the same quarter last year. However, as a result of significant unrealised foreign exchange losses, adjusted earnings before interest, taxation, depreciation and amortisation ("EBITDA") and profit before taxation dropped by 27% to RM444.3 million and 45% to RM262.1 million respectively. Net profit for the quarter was RM144.1 million.

Whilst the operational performance of the Group grew this quarter, the strengthening of RM against the USD resulted in significant foreign exchange losses on the Group's USD denominated assets. This, along with higher depreciation and amortisation charges, led to the drop in the Group's net profit.

Despite achieving an overall higher volume of business, the Malaysian leisure and hospitality business reported lower revenue. This was primarily attributable to lower hold percentage in the premium players business and the impact of Goods and Services Tax. Adjusted EBITDA margin remained consistent at 35%, resulting from significant operational cost rationalisation.

In 1Q16, revenue for the Group's US and Bahamas operations increased mainly due to higher business volume from Resorts World Casino New York City ("RWNYC"). The increase in revenue was also aided by favourable foreign exchange translation. The adjusted EBITDA, however, was lower as compared to 1Q15 due to a reduction in revenue from the Resorts World Bimini operations ("Bimini") and costs incurred in relation to the cessation of the Bimini SuperFast ferry operations.

The Group's UK operations achieved higher revenue and adjusted EBITDA for the quarter, mainly contributed by the premium players business. Although this segment had a lower business volume, the Group was able to achieve a higher hold percentage as compared to last year. The Group also benefited from favourable foreign exchange translation and higher debt recovery.

Outlook

The global economic environment is expected to be challenging in 2016. Growth continues to slow in the emerging markets while recovery in the advanced economies remains modest. In Malaysia, the economy is expected to grow at a slower pace, underpinned by domestic demand.

The outlook for international tourism continues to be positive. Meanwhile, the regional gaming market is expected to face continuing uncertainties surrounding the Asian premium players business.

The Group maintains a cautious stance on the near term outlook of the leisure and hospitality industry, but continues to be positive in the longer term.

In Malaysia, the Group continues to place emphasis on enhancing operational capabilities and efficiencies whilst remaining steadfast on improving the quality of customer service at Resorts World Genting ("RWG"). In anticipation of the progressive opening of the various Genting Integrated Tourism Plan ("GITP") attractions and facilities from the second half of 2016, the Group will be ramping up its preparation works and pre-opening activities in the coming months and expects to incur a corresponding increase in pre-opening expenses. When completed, this significant redevelopment and expansion plan at RWG is expected to bring upon a total new experience for our discerning guests, elevating RWG's position as the destination of choice in the region.

In the UK, the Home Markets division, which caters primarily to the domestic players, has continued to deliver strong results. The Group will continue its efforts to strengthen its position in the domestic business segment and further improve business efficiency. With respect to the premium players business, the Group remains cautious of its volatility and continues to introduce additional strategies to reposition this part of the business. The Group will also focus on stabilising the operations at Resorts World Birmingham and grow the business. Additionally, plans are currently underway for both the Group's land-based casinos and the recently acquired online gaming operation to be streamlined as an integrated online, mobile and retail gaming business under the focus of a single management to provide a seamless multi-channel experience for its customers.

In the US, RWNYC continues to be the largest video gaming machine facility in terms of gross gaming revenue in Northeast US amid growing regional competition, and has successfully achieved sustained business growth. The Group also recently completed its gaming expansion and amenities improvement plan at the property and now has approximately 5,500 gaming machines in operation. This is expected to further cement RWNYC's leadership position in the Northeast US gaming market.

In the Bahamas, the Group remains committed to improving service delivery and growing business volumes at Bimini. Upon the full opening of the Hilton hotel in June 2016, along with new and more efficient modes of transportation to the resort, the Group expects to attract higher levels of both visitation and gaming activities at the resort.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD SUMMARY OF RESULTS	INDIVIDUAL QUARTER 1Q2016 RM'Mil	 1Q2015 RM'Mil	Var % 1Q16 vs 1Q15	PRECEDING QUARTER 4Q2015 RM'Mil	Var % 1Q16 vs 4Q15
Revenue					
Leisure & Hospitality					
- Malaysia	**1,305.1**	1,392.5	-6%	1,480.8	-12%
- United Kingdom	**528.9**	355.7	49%	430.4	23%
- United States of America and Bahamas	**350.4**	313.8	12%	350.9	-
	2,184.4	2,062.0	6%	2,262.1	-3%
Property	**17.8**	19.0	-6%	18.9	-6%
Investments & others	**12.1**	12.1	-	10.9	11%
	2,214.3	2,093.1	6%	2,291.9	-3%
Adjusted EBITDA					
Leisure & Hospitality					
- Malaysia	**451.5**	484.6	-7%	504.8	-11%
- United Kingdom	**98.7**	38.3	>100%	24.3	>100%
- United States of America and Bahamas	**23.2**	47.1	-51%	23.2	-
	573.4	570.0	1%	552.3	4%
Property	**1.6**	6.3	-75%	3.3	-52%
Investments & others	**(130.7)**	32.0	->100%	(33.4)	->100%
Adjusted EBITDA	**444.3**	608.3	-27%	522.2	-15%
Pre-opening expenses	**(10.7)**	(14.5)	26%	(25.7)	58%
Property, plant and equipment written off	**(1.7)**	(1.9)	11%	(3.7)	54%
Loss on disposal of property, plant and equipment	**(6.1)**	(0.3)	->100%	(0.9)	->100%
Impairment losses	**(0.2)**	-	NC	(27.3)	99%
Others	**-**	28.7	NC	52.4	NC
EBITDA	**425.6**	620.3	-31%	517.0	-18%
Depreciation and amortisation	**(188.1)**	(158.7)	-19%	(186.4)	-1%
Interest income	**38.9**	21.4	82%	40.1	-3%
Finance costs	**(14.3)**	(7.8)	-83%	(12.8)	-12%
Profit before taxation	**262.1**	475.2	-45%	357.9	-27%
Taxation	**(118.0)**	(117.0)	-1%	(11.8)	->100%
Profit for the financial period	**144.1**	358.2	-60%	346.1	-58%
Basic earnings per share (sen)	**2.86**	6.39	-55%	5.99	-52%
Diluted earnings per share (sen)	**2.85**	6.39	-55%	5.98	-52%

NC : Not comparable

About Genting Malaysia

Genting Malaysia is one of the leading leisure and hospitality corporations in the world. Listed on Bursa Malaysia with approximately RM25 billion in market capitalisation, Genting Malaysia owns and operates major properties including Resorts World Genting, Resorts World Casino New York City, Resorts World Bimini, Resorts World Birmingham and other casinos in the United Kingdom.

Resorts World Genting is a premier leisure and entertainment resort in Malaysia. It is equipped with over 10,000 rooms spread across 6 hotels, theme parks and entertainment attractions, dining and retail outlets, international shows and business convention facilities. The Group has embarked on a 10-year master plan to reinvigorate and transform Resorts World Genting under the Genting Integrated Tourism Plan. This includes the development of the world's first Twentieth Century Fox World theme park. Its first offering, the new First World Hotel Tower 3, was fully opened in June 2015. First World Hotel is now the "World's Largest Hotel", as recognised by Guinness World Records. Other attractions and facilities under the Genting Integrated Tourism Plan are expected to be opened in stages from the second half of 2016.

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 with 43 operating casinos. It operates 6 casinos in London and 37 casinos in the UK provinces. The Group's latest property, Resorts World Birmingham, was opened in October 2015.

In the United States of America, Genting Malaysia operates Resorts World Casino New York City, the first and only video gaming machine facility in New York City, at the site of Aqueduct Racetrack. As a premier entertainment hub, Resorts World Casino New York City offers the ultimate gaming and entertainment experience, with electronic gaming machines, shows, events and culinary delights.

In the Bahamas, the Group operates Resorts World Bimini, which features a casino, villas, other accommodations, restaurants and bars, resort amenities and the largest yacht and marina complex in the Bahamas.

Genting Malaysia is a member of the Genting Group, one of Asia's leading and best-managed multinationals. The Genting Group is led by Tan Sri Lim Kok Thay, a visionary entrepreneur who has established Resorts World branded properties in Malaysia, Singapore, the Philippines, the United States, the Bahamas, the United Kingdom and soon in South Korea, as well as spearheading global investments in oil palm plantations, power generation, oil & gas, property development, cruise, biotechnology and other industries.

For more information, visit http://www.gentingmalaysia.com or contact ir.genm@genting.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 Bimini, visit www.rwbimini.com

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