



# RESORTS WORLD BHD

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

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## FIRST QUARTERLY REPORT

Quarterly report on consolidated results for the financial period ended 31 March 2005. The figures have not been audited.

### CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2005

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE PERIOD	
	<u>Current year quarter</u> <u>31.3.2005</u> <u>RM'000</u>	<u>Preceding year corresponding quarter</u> <u>31.3.2004</u> <u>RM'000</u>	<u>Current year-to-date</u> <u>31.3.2005</u> <u>RM'000</u>	<u>Preceding year corresponding period</u> <u>31.3.2004</u> <u>RM'000</u>
Revenue	802,770	725,886	802,770	725,886
Cost of sales	(493,453)	(426,479)	(493,453)	(426,479)
<b>Gross profit</b>	<b>309,317</b>	<b>299,407</b>	<b>309,317</b>	<b>299,407</b>
Other income	6,242	6,252	6,242	6,252
Other expenses	(46,559)	(41,647)	(46,559)	(41,647)
<b>Profit from operations</b>	<b>269,000</b>	<b>264,012</b>	<b>269,000</b>	<b>264,012</b>
Finance cost	(11,066)	(15,981)	(11,066)	(15,981)
Share of results in associates	6,180	(5,781)	6,180	(5,781)
<b>Profit from ordinary activities before taxation</b>	<b>264,114</b>	<b>242,250</b>	<b>264,114</b>	<b>242,250</b>
Taxation	(63,160)	(74,290)	(63,160)	(74,290)
<b>Profit from ordinary activities after taxation</b>	<b>200,954</b>	<b>167,960</b>	<b>200,954</b>	<b>167,960</b>

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2005**

	<b>UNAUDITED INDIVIDUAL QUARTER</b>		<b>UNAUDITED CUMULATIVE PERIOD</b>	
	<b><u>Current year</u></b>	<b><u>Preceding year</u></b>	<b><u>Current</u></b>	<b><u>Preceding year</u></b>
	<b><u>quarter</u></b>	<b><u>corresponding</u></b>	<b><u>year-to-date</u></b>	<b><u>corresponding</u></b>
	<b><u>31.3.2005</u></b>	<b><u>quarter</u></b>	<b><u>31.3.2005</u></b>	<b><u>Period</u></b>
	<b><u>31.3.2004</u></b>	<b><u>31.3.2004</u></b>	<b><u>31.3.2004</u></b>	
	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>	<b><u>RM'000</u></b>
Minority shareholders' interest	<b>95</b>	95	<b>95</b>	95
<b>Net profit for the period</b>	<b>201,049</b>	168,055	<b>201,049</b>	168,055
Basic earnings per share (sen)	<b>18.41</b>	15.39	<b>18.41</b>	15.39
Diluted earnings per share (sen)	<b>18.41</b>	15.38	<b>18.41</b>	15.38

*(The Condensed Consolidated Income Statements should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2004.)*

**RESORTS WORLD BHD**  
**CONDENSED CONSOLIDATED BALANCE SHEET**

	<b>Unaudited</b> <b>As at end</b> <b>of current</b> <b>period</b>	<b>Audited</b> <b>As at</b> <b>preceding</b> <b>financial</b> <b>year end</b>
	<b>31.3.2005</b>	<b>31.12.2004</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>NON - CURRENT ASSETS</b>		
Property, plant and equipment	<b>3,406,810</b>	3,383,861
Land held for property development	<b>186,117</b>	186,117
Associates	<b>2,095,250</b>	2,070,339
Other long term assets	<b>18,693</b>	20,563
<b>CURRENT ASSETS</b>		
Inventories	<b>48,123</b>	47,340
Trade and other receivables	<b>113,700</b>	112,569
Amount due from other related companies	<b>2,291</b>	3,853
Amount due from associates	<b>2,971</b>	3,473
Short term investments	<b>491,858</b>	374,002
Bank balances and deposits	<b>301,891</b>	371,948
	<b><u>960,834</u></b>	<b><u>913,185</u></b>
<b>LESS: CURRENT LIABILITIES</b>		
Trade and other payables	<b>376,009</b>	507,498
Amount due to holding company	<b>9,260</b>	12,902
Amount due to other related companies	<b>28,362</b>	21,508
Amount due to associates	<b>15,657</b>	14,407
Short term borrowings	<b>414,343</b>	414,343
Taxation	<b>49,366</b>	38,518
	<b><u>892,997</u></b>	<b><u>1,009,176</u></b>
<b>NET CURRENT ASSETS/ (LIABILITIES)</b>	<b>67,837</b>	<b>(95,991)</b>
	<b><u>5,774,707</u></b>	<b><u>5,564,889</u></b>
<b>SHARE CAPITAL</b>	<b>545,923</b>	545,922
<b>RESERVES</b>	<b>4,427,440</b>	4,207,114
<b>SHAREHOLDERS' EQUITY</b>	<b>4,973,363</b>	4,753,036
<b>MINORITY INTERESTS</b>	<b>8,814</b>	8,910
<b>LONG TERM LIABILITIES</b>		
Long term borrowings	<b>580,688</b>	580,688
Other long term liabilities	<b>62,902</b>	65,059
Deferred taxation	<b>148,940</b>	157,196
<b>TOTAL LONG TERM LIABILITIES</b>	<b>792,530</b>	802,943
	<b><u>5,774,707</u></b>	<b><u>5,564,889</u></b>
<b>NET TANGIBLE ASSETS PER SHARE (RM)</b>	<b>4.56</b>	4.35

*(The Condensed Consolidated Balance Sheet should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2004.)*

**RESORTS WORLD BHD****CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2005**

	<b>Share Capital RM'000</b>	<b>Share Premium RM'000</b>	<b>Other Reserves RM'000</b>	<b>Unappropriate d Profit RM'000</b>	<b>Total RM'000</b>
<b>Balance at 1 January 2004</b>	545,922	33,333	6,796	3,559,314	4,145,365
Net profit for the financial period	-	-	-	168,055	168,055
Other movement during the period	-	-	(164)	-	(164)
<b>Balance at 31 March 2004</b>	<b>545,922</b>	<b>33,333</b>	<b>6,632</b>	<b>3,727,369</b>	<b>4,313,256</b>
<b>Balance at 1 January 2005</b>	545,922	33,333	6,546	4,167,235	4,753,036
Net profit for the financial period	-	-	-	201,049	201,049
Other movement during the period	1	16	19,261	-	19,278
<b>Balance at 31 March 2005</b>	<b>545,923</b>	<b>33,349</b>	<b>25,807</b>	<b>4,368,284</b>	<b>4,973,363</b>

*(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2004.)*

**RESORTS WORLD BHD  
CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2005**

	<b>Unaudited Current Year-To- Date 31.3.2005 RM'000</b>	<b>Unaudited Current Year-To- Date 31.3.2004 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit from ordinary activities before taxation	264,114	242,250
Adjustments for:		
Depreciation of property, plant and equipment	55,307	48,754
Interest expense	10,971	15,886
Interest income	(2,999)	(3,212)
Share of results in associates	(6,180)	5,781
Other non-cash items and adjustments	2,653	518
	<u>59,752</u>	<u>67,727</u>
<b>Operating profit before working capital changes</b>	<b>323,866</b>	<b>309,977</b>
Net change in current assets	(2,785)	(4,133)
Net change in current liabilities	(88,342)	(40,464)
	<u>(91,127)</u>	<u>(44,597)</u>
<b>Cash generated from operations</b>	<b>232,739</b>	<b>265,380</b>
Net tax paid	(59,904)	(57,669)
Retirement gratuities paid	(573)	(70,049)
Other net operating receipts	457	1,335
	<u>(60,020)</u>	<u>(126,383)</u>
<b>Net Cash From Operating Activities</b>	<b>172,719</b>	<b>138,997</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment	(117,963)	(66,801)
Other investments	2,771	(17,526)
	<u>(115,192)</u>	<u>(84,327)</u>
<b>Net Cash Used In Investing Activities</b>		
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(9,745)	(14,843)
Proceeds from issuance of shares	17	-
	<u>(9,728)</u>	<u>(14,843)</u>
<b>Net Cash Used In Financing Activities</b>		
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>47,799</b>	<b>39,827</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>630,357</b>	<b>679,959</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>678,156</b>	<b>719,786</b>
<b><u>ANALYSIS OF CASH AND CASH EQUIVALENTS</u></b>		
Bank balances and deposits	301,891	377,529
Money market instruments (included in short term investments)	376,265	342,257
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>678,156</b>	<b>719,786</b>

*(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2004.)*

**RESORTS WORLD BHD**  
**NOTES TO THE INTERIM FINANCIAL REPORT - FIRST QUARTER ENDED 31 MARCH 2005**

**Part I : Compliance with Financial Reporting Standard (FRS) 134 (formerly known as MASB 26)**

**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 (formerly known as MASB 26) and paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2004. 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 2004 as well as any new accounting standards that are effective and applicable in the current financial year.

**b) *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 2004 was not qualified.

**c) *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.

**d) *Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow***

There has not arisen in the current financial period ended 31 March 2005 of any nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence.

**e) *Material Changes in Estimates***

There were no major changes in estimates of amounts reported in prior interim periods of the current financial period ended 31 March 2005 or that of prior financial years.

**f) *Changes in Debt and Equity Securities***

The Company issued 2,000 new ordinary shares of 50 sen each, for cash, arising from the exercise of options granted under the Executive Share Option Scheme at an exercise price of RM8.50 per ordinary share during the current financial period ended 31 March 2005.

**g) *Dividends Paid***

No dividend has been paid for the current financial period ended 31 March 2005.

***h) Segment Information***

Segment analysis for the financial period ended 31 March 2005 is set out below:

	<u>Leisure &amp; Hospitality</u> <u>RM' 000</u>	<u>Properties</u> <u>RM' 000</u>	<u>Others</u> <u>RM' 000</u>	<u>Eliminations</u> <u>RM' 000</u>	<u>Total</u> <u>RM' 000</u>
<b><u>Revenue</u></b>					
External	792,907	1,723	8,140	-	802,770
Inter segment	284	1,781	11,468	(13,533)	-
	<u>793,191</u>	<u>3,504</u>	<u>19,608</u>	<u>(13,533)</u>	<u>802,770</u>
<b><u>Results</u></b>					
<b>Segment profit</b>	264,305	837	859		266,001
Interest income					2,999
Finance cost					(11,066)
Share of results in associates	6,180				<u>6,180</u>
<b>Profit from ordinary activities before taxation</b>					264,114
Taxation					<u>(63,160)</u>
<b>Profit from ordinary activities after taxation</b>					200,954
Minority shareholders' interest					<u>95</u>
<b>Net profit for the period</b>					<u>201,049</u>

***i) Valuation of Property, Plant and Equipment***

There was no valuation of property, plant and equipment since the last financial year ended 31 December 2004.

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

Other than the corporate proposals as reported in Note 8 of Part II of this interim financial report, there were no other material events subsequent to the end of the current financial period ended 31 March 2005 that have not been reflected in this interim financial report.

***k) Changes in the Composition of the Group***

There have been no material changes in the composition of the Group for the current financial period ended 31 March 2005.

***l) Changes in Contingent Liabilities or Contingent Assets***

There were no material changes in the contingent liabilities or contingent assets since the last financial year ended 31 December 2004 except for the following contingent asset as disclosed below:

**Contingent Asset**

Resorts World Limited (“RWL”), an indirect wholly-owned subsidiary of the Company, had in November 2000 disposed its interest of 10.3 million shares of NCL Holding ASA to Arrasas Limited (“Arrasas”), a wholly-owned subsidiary of Star Cruises Limited, which in turn is a 36% associate of the Group, at Norwegian Kroner (“NOK”) 15 per share. The valuation proceedings at the Oslo City Court, ongoing since October 2001, culminated in the valuation court’s decision on 5 December 2003, which fixed the redemption price at NOK 25 per share. Pursuant to this decision, Arrasas is required to pay NOK 10 per share (representing the amount in excess of NOK 15 per share as previously agreed under respective stock purchase agreements). Consequently, RWL may receive an additional consideration amounting to USD16.3 million (approximately RM61.8 million). On 8 January 2004, Arrasas appealed the decision. The Appeal Court has to conduct, inter alia, full new valuation proceedings to reassess the redemption price for the shares. It is likely that the outcome of the said appeal will be known sometime towards the end of the first half of 2005.

***m) Capital Commitments***

Capital commitments not provided for in the financial statements as at 31 March 2005 are as follows:

	<b>RM’000</b>
Authorised property, plant and equipment expenditure not provided for in the financial statements :	
- contracted	113,507
- not contracted	466,656
	<hr/>
	580,163
	<hr/> <hr/>



**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD – FIRST QUARTER ENDED 31 MARCH 2005**

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

**1) Review of Performance**

	INDIVIDUAL QUARTER			PRECEDING QUARTER	
	1Q2005 RM'Mil	1Q2004 RM'Mil	% +/-	4Q2004 RM'Mil	% +/-
<b>Revenue</b>					
Leisure & Hospitality	793.0	714.9	+11	703.9	+13
Properties	1.7	1.6	+6	1.9	-11
Others	8.1	9.3	-13	3.3	>100
	<b>802.8</b>	<b>725.8</b>	<b>+11</b>	<b>709.1</b>	<b>+13</b>
<b>Profit Before Tax</b>					
Leisure & Hospitality	264.3	259.3	+2	140.1	+89
Properties	0.8	0.8	-	(14.3)	>100
Others	0.9	0.7	+29	(1.3)	>100
	<b>266.0</b>	<b>260.8</b>	<b>+2</b>	<b>124.5</b>	<b>&gt;100</b>
Interest income	3.0	3.2	-6	5.4	-44
Finance cost	(11.1)	(16.0)	+31	(18.5)	+40
Share of results in associates	6.2	(5.8)	>100	(41.6)	>100
	<b>264.1</b>	<b>242.2</b>	<b>+9</b>	<b>69.8</b>	<b>&gt;100</b>

The Group registered revenue and profit before tax of RM802.8 million and RM264.1 million respectively for the current quarter. This is an increase of 11% and 9% respectively compared to the previous year's corresponding quarter.

The increase in the current quarter's revenue and profit before taxation is mainly attributable to the better underlying performance in the leisure and hospitality segment which was mainly due to higher visitor arrivals.

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

The Group registered a profit before tax of RM264.1 million in the current quarter as compared to RM69.8 million in the preceding quarter.

The higher profit is mainly due to improvements in results of an associate, Star Cruises Limited ("SCL"). The share of profits in SCL amounted to RM6.2 million in the current quarter as compared to share of losses of RM41.6 million in the preceding quarter.

The leisure and hospitality segment reported higher profit for the current quarter mainly due to weaker performance in the preceding quarter as a result of lower luck factor in the premium player business, property, plant and equipment written off and assets impairment losses.

The properties segment also reported a higher profit which is mainly due to the capitalised expenditure written off amounting to RM15.1 million incurred in the preceding quarter.

### 3) *Prospects*

In line with the Government's continual policy to promote Malaysia as an international tourist destination and barring unforeseen circumstances, the Group's performance is expected to be satisfactory for the remaining period of the year.

### 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 current financial period ended 31 March 2005 are as follows:

	<u>Current quarter</u> <u>RM'000</u>	<u>Current financial period ended 31 March 2005</u> <u>RM'000</u>
Current Taxation		
Malaysian taxation	75,378	75,378
Deferred Taxation	823	823
	<hr/> 76,201	<hr/> 76,201
Share of tax in associates	531	531
	<hr/> 76,732	<hr/> 76,732
Over provision in respect of prior years		
Income tax	(4,492)	(4,492)
Deferred taxation	(9,080)	(9,080)
	<hr/> 63,160	<hr/> 63,160

The effective tax rate of the Group for the current quarter and current financial period ended 31 March 2005, before the adjustment of taxation in respect of prior years, is higher than the statutory tax rate mainly due to the non-deductibility of certain expenses for tax purposes.

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

The results for the current quarter and current financial period ended 31 March 2005 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 and Associates*

(a) There were no dealings in quoted securities for the current quarter and financial period ended 31 March 2005.

(b) The details of the investments in quoted shares excluding associates, as at 31 March 2005 are as set out below:

	<u>RM'000</u>
Total investments at cost	115,593
Total investments at book value	115,593
Total investments at market value	210,963

On 11 May 2005, the Group disposed of its equity interest of 26,343,468 ordinary shares of 5p each in London Clubs International plc ("LCI") to Palomino Limited, a related company of the Group for a consideration of GBP31,713,847 (approximately RM228.8 million), realising a net gain of RM112.2 million for the Group.

## 8) *Status of Corporate Proposals Announced*

- (i) On 2 June 2004, the Company announced that Genting Irama Sdn Bhd (“GISB”), a wholly-owned subsidiary of the Company, has signed a Joint Venture Agreement (“JVA”) with INTI Higher Learning Centre Sdn Bhd (“IHLC”), to establish a joint venture company for the purpose of operating a college to be named as Kolej Antarabangsa Genting INTI. A joint venture company, Genting INTI Education Sdn Bhd was incorporated on 21 July 2004 with an issued and paid-up share capital of 200,000 ordinary shares of RM1.00 each, which are held in equal shares by GISB and IHLC.

As at 20 May 2005, the completion of the Joint Venture is still outstanding pending the fulfilment of the other conditions precedent.

- (ii) On 13 April 2005, the Company announced that the present mandate granted by the shareholders on 23 June 2004 to buy back its own shares will expire at the conclusion of the forthcoming Annual General Meeting (“AGM”). In this regard, the Company proposes to seek from its shareholders at the aforesaid AGM to be convened, a renewal of the authority to purchase up to a maximum of ten per centum (10%) of the issued and paid-up ordinary share capital of the Company comprising 1,091,845,334 ordinary shares of RM0.50 each as at 13 April 2005 (“the Proposed Share Buy-Back”).

As at 20 May 2005, the Proposed Share Buy-Back is subject to the approval of the shareholders at the AGM to be convened.

- (iii) On 13 May 2005, the Company, through Commerce International Merchant Bankers Berhad, announced that Resorts World Limited (“RWL”) entered into a Share Sale and Purchase Agreement (“SSPA”) with Genting International PLC (“GIPLC”) for the proposed disposal of its entire equity interest in Geremi Limited (“Geremi”). The SSPA was entered into pursuant to RWL's acceptance of an offer made by GIPLC through a letter of offer dated 10 May 2005, to acquire RWL's interest in Geremi.

The sale consideration of USD4.6 million (approximately RM17.48 million) shall be satisfied through the issuance of 26,136,364 new GIPLC Shares at an issue price of USD0.176 per GIPLC Share. The new GIPLC Shares are to be allotted and issued in the name of RWL and/or its nominees.

The SSPA is conditional on the following conditions being fulfilled or complied with within six (6) months from the date of the SSPA or within any extended period thereof:

- (a) completion of the disposal by the Company of its 20% equity interest in E-Genting Holdings Sdn. Bhd. to Geremi, which has become unconditional but is pending completion procedures;
- (b) approval of the shareholders of the Company; and
- (c) all other approvals that may be required or imposed by the relevant authorities for the purposes of the SSPA.

The proposed disposal by RWL of Geremi requires the following approvals:

- (a) approval of the shareholders of the Company at an Extraordinary General Meeting to be convened. The approval of the shareholders of the Company is required for the proposed disposal pursuant to the principles of aggregation set out in Practice Note No.14/2002 issued in relation to Chapter 10 of the Listing Requirements of Bursa Malaysia; and
- (b) all other approvals that may be required or imposed by the relevant authorities for the purposes of the SSPA.

GIPLC will make an application to the Luxembourg Stock Exchange for the listing of the new GIPLC shares to be issued pursuant to the proposed disposal by RWL. Barring any unforeseen circumstances, RWL's proposed disposal is expected to be completed by the fourth quarter of 2005.

Other than the above, there were no other corporate proposals announced but not completed as at 20 May 2005.

**9) Group Borrowings and Debt Securities**

The details of the Group's borrowings are as set out below:

		<b>As at 31 March 2005</b>	
		<b>Foreign currency '000</b>	<b>RM Equivalent '000</b>
Short term borrowings	Unsecured	USD 109,038	414,343
Long term borrowings	Unsecured	USD 152,813	580,688
			995,031

**10) Off Balance Sheet Financial Instruments**

As at 20 May 2005, the Group has the following off balance sheet financial instruments:

**(a) Foreign Currency Contracts**

Currency	Contract Amounts '000	Transaction Date	Expiry Date
US Dollars	996	01/10/2004	25/7/2005
US Dollars	26,881	21/03/2005	24/05/05 to 12/12/2005
US Dollars	114	12/05/2005	13/06/05
Total	27,991		

As the above foreign currency contracts are entered into to cover the Group's commitments in foreign currencies, the contracted rates will be used to translate the underlying foreign currency transactions into Ringgit Malaysia. The above contracts are entered into with licensed banks.

**(b) USD Interest Rate Swap (“IRS”)**

- (i) On 25 April 2001, the Group had drawdown a loan amounting to USD200 million which was subjected to a floating interest rate based on LIBOR. A total of US\$120 million has been repaid to date. The balance outstanding on this loan amounts to USD80 million.

The outstanding IRS agreements entered into by the Group in respect of the loan are as follows:

Transaction Date	Effective Date of Commencement	Maturity Dates	Outstanding Contract Amounts USD '000
13 August 2001	25 October 2001	25/04/2005 to 25/04/2006	24,000
16 August 2001	25 October 2001	25/04/2005 to 25/04/2006	24,000
22 August 2001	25 October 2001	25/04/2005 to 25/04/2006	16,000
30 August 2001	25 October 2001	25/04/2005 to 25/04/2006	16,000
Total			80,000

The above swaps effectively fix the interest rate payable on that tranche of the loan from the respective effective dates of commencement of contracts and up to their respective maturity dates as set out above.

- (ii) On 27 November 2002, the Group had drawdown a loan amounting to USD53 million which was subjected to a floating interest rate based on LIBOR. On 29 November 2004, USD13.25 million was repaid. The balance outstanding on this loan amounts to USD39.75 million.

The outstanding IRS agreements entered into by the Group in respect of the loan are as follows:

Transaction Date	Effective Date of Commencement	Maturity Dates	Outstanding Contract Amounts USD '000
11 June 2003	27 May 2003	28/11/2005 to 27/11/2007	19,101
16 January 2004	28 May 2004	28/11/2005 to 27/11/2007	20,649
Total			39,750

The above IRS effectively swap the interest rate payable from floating rate to floating rate in arrears subjected to a cap on the LIBOR of 5% per annum from the respective effective dates of commencement of contracts and up to their respective maturity dates.

- (iii) On 24 November 2003 and 11 December 2003, the Group had drawdown total loans amounting to USD46.35 million which were subjected to floating interest rates based on LIBOR.

Subsequently, the Group entered into IRS agreements as follows:

Transaction Date	Effective Date of Commencement	Maturity Dates	Outstanding Contract Amounts USD '000
12 April 2004	24 May 2004	25/11/2005 to 24/11/2008	18,000
12 April 2004	11 June 2004	12/12/2005 to 11/12/2008	5,175
13 April 2004	24 May 2004	25/11/2005 to 24/11/2008	18,000
07 May 2004	11 June 2004	12/12/2005 to 11/12/2008	5,175
Total			46,350

The above swaps effectively fix the interest rate payable on that tranche of the loan from the respective effective dates of commencement of contracts and up to their respective maturity dates as set out above.

These instruments are executed with creditworthy financial institutions and the Directors are of the view that the possibility of non-performance by these financial institutions is remote on the basis of their financial strength.

The Group uses derivative financial instruments including interest rate swap and currency swap agreements in order to limit the Group's exposure in relation to its underlying debt instruments resulting from adverse fluctuations in interest rates or foreign currency exchange rates and to diversify sources of funding. The related interest differentials under the swap agreements are recognised over the terms of the agreements in interest expense.

**11) Changes in Material Litigation**

There are no pending material litigations as at 20 May 2005.

**12) Dividend Proposed or Declared**

No dividend has been proposed or declared for the current quarter ended 31 March 2005.

**13) Earnings per share ("EPS")**

- (a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter and financial period ended 31 March 2005 are as follows:

	<u>Current quarter</u> <u>RM'000</u>	<u>Current financial period ended 31 March 2005</u> <u>RM'000</u>
Net profit for the period (used as numerator for the computation of Basic and Diluted EPS)	201,049	201,049

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter and financial period ended 31 March 2005 are:

	<u>Current quarter</u>	<u>Current financial period ended 31 March 2005</u>
	<u>Number of shares</u>	<u>Number of shares</u>
Weighted average number of ordinary shares in issue (used as denominator for the computation of Basic EPS)	1,091,843,806	1,091,843,806
Adjustment for share options granted under the Executive Share Option Scheme For Eligible Executives of Resorts World Bhd	120,427	120,427
Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS)	1,091,964,233	1,091,964,233

**TAN SRI LIM KOK THAY**  
**Chairman, President and Chief Executive**  
**RESORTS WORLD BHD**

27 May 2005