

THIRD QUARTERLY REPORT

Quarterly report on consolidated results for the nine months ended 30 September 2020. The figures have not been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE PERIOD	
	Third quarter ended 30 September		Nine months ended 30 September	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Revenue	1,416,923	2,627,841	3,487,701	7,964,923
Cost of sales	(1,207,267)	(1,967,421)	(3,634,060)	(5,962,136)
Gross profit/(loss)	209,656	660,420	(146,359)	2,002,787
Other income	28,696	79,351	149,419	354,098
Other expenses	(300,282)	(223,369)	(800,420)	(939,923)
Other gains/(losses)	10,020	(1,859)	(1,958)	3,675
(Loss)/profit from operations before impairment losses	(51,910)	514,543	(799,318)	1,420,637
Reversal of previously recognised impairment losses	-	11,144	-	11,144
Impairment losses	(179,969)	(18,548)	(541,100)	(39,372)
(Loss)/profit from operations	(231,879)	507,139	(1,340,418)	1,392,409
Finance costs	(67,406)	(63,470)	(271,278)	(189,864)
Share of results in an associate	(61,998)	-	(240,727)	-
(Loss)/profit before taxation	(361,283)	443,669	(1,852,423)	1,202,545
Taxation	(364,962)	(49,897)	(250,916)	(152,511)
(Loss)/profit for the financial period	(726,245)	393,772	(2,103,339)	1,050,034
(Loss)/profit attributable to:				
Equity holders of the Company	(704,636)	410,839	(2,023,014)	1,095,610
Non-controlling interests	(21,609)	(17,067)	(80,325)	(45,576)
	(726,245)	393,772	(2,103,339)	1,050,034
(Loss)/earnings per share attributable to equity holders of the Company:				
Basic (loss)/earnings per share (sen)	(12.46)	7.27	(35.79)	19.38
Diluted (loss)/earnings per share (sen)	(12.46)	7.26	(35.79)	19.36

(The Condensed Consolidated Income Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2019.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE PERIOD	
	Third quarter ended 30 September		Nine months ended 30 September	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
(Loss)/profit for the financial period	(726,245)	393,772	(2,103,339)	1,050,034
Other comprehensive (loss)/income				
Item that will not be reclassified subsequently to profit or loss:				
Changes in the fair value of equity investments at fair value through other comprehensive income	-	-	(53,165)	-
Item that may be reclassified subsequently to profit or loss:				
Cash flow hedges				
- Fair value loss	(400)	(2,044)	(3,628)	(5,571)
Foreign currency exchange differences				
- Exchange differences on translation of foreign operations	(150,245)	33,838	49,793	(44,795)
- Reclassification to profit or loss upon disposal of a subsidiary	-	-	-	(2,627)
	(150,245)	33,838	49,793	(47,422)
Other comprehensive (loss)/income, net of tax	(150,645)	31,794	(7,000)	(52,993)
Total comprehensive (loss)/income for the financial period	(876,890)	425,566	(2,110,339)	997,041
Total comprehensive (loss)/income attributable to:				
Equity holders of the Company	(866,150)	446,058	(2,029,202)	1,043,562
Non-controlling interests	(10,740)	(20,492)	(81,137)	(46,521)
	(876,890)	425,566	(2,110,339)	997,041

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2019.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2020

	UNAUDITED As at 30.09.2020 RM'000	As at 31.12.2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	16,026,665	16,620,869
Land held for property development	184,596	184,596
Investment properties	1,785,034	1,895,587
Intangible assets	4,298,137	4,472,829
Right-of-use assets	756,422	871,984
Associate	687,277	629,465
Financial assets at fair value through other comprehensive income	64,588	115,929
Financial assets at fair value through profit or loss	116,669	122,747
Other non-current assets	111,456	74,036
Deferred tax assets	30,986	262,110
	<u>24,061,830</u>	<u>25,250,152</u>
Current assets		
Inventories	127,130	123,293
Trade and other receivables	621,099	632,135
Amounts due from related companies	31,096	1,715
Amount due from an associate	6,291	-
Financial assets at fair value through profit or loss	363,221	776,650
Restricted cash	6,603	52,438
Cash and cash equivalents	3,685,770	6,476,398
	<u>4,841,210</u>	<u>8,062,629</u>
Assets classified as held for sale	407,966	-
	<u>5,249,176</u>	<u>8,062,629</u>
TOTAL ASSETS	<u>29,311,006</u>	<u>33,312,781</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	1,764,424	1,764,424
Reserves	14,560,108	17,731,307
Treasury shares	(987,934)	(998,094)
	<u>15,336,598</u>	<u>18,497,637</u>
Non-controlling interests	<u>(408,744)</u>	<u>(327,607)</u>
TOTAL EQUITY	<u>14,927,854</u>	<u>18,170,030</u>
Non-current liabilities		
Other long term liabilities	296,355	337,546
Long term borrowings	9,259,451	8,483,550
Amount due to a related company	14,869	15,430
Lease liabilities	692,162	779,078
Deferred tax liabilities	735,034	796,728
Derivative financial instruments	4,818	3,006
	<u>11,002,689</u>	<u>10,415,338</u>
Current liabilities		
Trade and other payables	2,624,031	2,978,463
Amount due to holding company	14,937	19,883
Amounts due to related companies	51,379	59,185
Amount due to an associate	-	20,000
Short term borrowings	538,484	1,523,957
Lease liabilities	118,948	90,592
Derivative financial instruments	3,974	2,192
Taxation	28,016	33,141
	<u>3,379,769</u>	<u>4,727,413</u>
Liabilities classified as held for sale	694	-
	<u>3,380,463</u>	<u>4,727,413</u>
TOTAL LIABILITIES	<u>14,383,152</u>	<u>15,142,751</u>
TOTAL EQUITY AND LIABILITIES	<u>29,311,006</u>	<u>33,312,781</u>
NET ASSETS PER SHARE (RM)	<u>2.71</u>	<u>3.27</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2019.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

	Attributable to equity holders of the Company						Non-controlling Interests	Total Equity	
	Share Capital	Fair Value Reserve	Cash Flow Hedges Reserve	Other Reserves	Treasury Shares	Retained Earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance at 1 January 2020	1,764,424	(30,733)	(5,172)	1,560,855	(998,094)	16,206,357	18,497,637	(327,607)	18,170,030
Loss for the financial period	-	-	-	-	-	(2,023,014)	(2,023,014)	(80,325)	(2,103,339)
Other comprehensive (loss)/income	-	(53,165)	(3,628)	50,605	-	-	(6,188)	(812)	(7,000)
Total comprehensive (loss)/income for the financial period	-	(53,165)	(3,628)	50,605	-	(2,023,014)	(2,029,202)	(81,137)	(2,110,339)
Transactions with owners:									
Buy-back of shares	-	-	-	-	(30,145)	-	(30,145)	-	(30,145)
Performance-based employee share scheme	-	-	-	28,272	-	-	28,272	-	28,272
Employee share scheme shares vested to employees	-	-	-	(40,305)	40,305	-	-	-	-
Transfer of employee share scheme shares purchase price difference on shares vested	-	-	-	(10,492)	-	10,492	-	-	-
Appropriation:									
Special single-tier dividend declared for the financial year ended 31 December 2019	-	-	-	-	-	(508,108)	(508,108)	-	(508,108)
Final single-tier dividend declared for the financial year ended 31 December 2019	-	-	-	-	-	(282,662)	(282,662)	-	(282,662)
Interim single-tier dividend declared for the financial year ending 31 December 2020	-	-	-	-	-	(339,194)	(339,194)	-	(339,194)
Total transactions with owners	-	-	-	(22,525)	10,160	(1,119,472)	(1,131,837)	-	(1,131,837)
Balance at 30 September 2020	1,764,424	(83,898)	(8,800)	1,588,935	(987,934)	13,063,871	15,336,598	(408,744)	14,927,854

(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 2019.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D)
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

Attributable to equity holders of the Company

	Share Capital RM'000	Fair Value Reserve RM'000	Cash Flow Hedges Reserve RM'000	Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
Balance at 1 January 2019	1,764,424	(30,733)	(2,513)	1,616,429	(999,062)	15,868,923	18,217,468	(267,400)	17,950,068
Profit/(loss) for the financial period	-	-	-	-	-	1,095,610	1,095,610	(45,576)	1,050,034
Other comprehensive (loss)/income	-	-	(5,571)	(46,477)	-	-	(52,048)	(945)	(52,993)
Total comprehensive (loss)/income for the financial period	-	-	(5,571)	(46,477)	-	1,095,610	1,043,562	(46,521)	997,041
Transactions with owners:									
Buy-back of shares	-	-	-	-	(40,089)	-	(40,089)	-	(40,089)
Performance-based employee share scheme	-	-	-	36,201	-	-	36,201	-	36,201
Employee share scheme shares vested to employees	-	-	-	(41,057)	41,057	-	-	-	-
Transfer of employee share scheme shares purchase price difference on shares vested	-	-	-	(11,396)	-	11,396	-	-	-
Appropriation:									
Special single-tier dividend declared for the financial year ended 31 December 2018	-	-	-	-	-	(451,853)	(451,853)	-	(451,853)
Final single-tier dividend declared for the financial year ended 31 December 2018	-	-	-	-	-	(282,682)	(282,682)	-	(282,682)
Interim single-tier dividend declared for the financial year ending 31 December 2019	-	-	-	-	-	(339,219)	(339,219)	-	(339,219)
Total transactions with owners	-	-	-	(16,252)	968	(1,062,358)	(1,077,642)	-	(1,077,642)
Balance at 30 September 2019	1,764,424	(30,733)	(8,084)	1,553,700	(998,094)	15,902,175	18,183,388	(313,921)	17,869,467

(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 2019.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

	UNAUDITED	
	Nine months ended 30	
	September	
	2020	2019
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before taxation	(1,852,423)	1,202,545
Adjustments for:		
Depreciation and amortisation	849,637	791,153
Property, plant and equipment written off	17,493	18,292
Net loss on disposal of property, plant and equipment	501	1,752
Finance costs	271,278	189,864
Interest income	(76,676)	(86,971)
Investment income	(14,813)	(14,171)
Dividend income	(4,192)	(4,536)
Reversal of previously recognised impairment losses	-	(11,144)
Impairment losses	541,100	39,372
Employee share grant scheme expenses	28,272	36,201
(Reversal of)/provision for termination related costs	(576)	36,641
Gain on disposal of a subsidiary	-	(123,825)
Share of results in an associate	240,727	-
Net exchange loss – unrealised	5,034	1,017
Other non-cash items and adjustments	(13,948)	20,478
	1,843,837	894,123
Operating (loss)/profit before working capital changes	(8,586)	2,096,668
Net change in current assets	(36,578)	57,119
Net change in current liabilities	(255,404)	(56,416)
	(291,982)	703
Cash (used in)/generated from operations	(300,568)	2,097,371
Net tax paid	(58,679)	(121,057)
Retirement gratuities paid	(41,455)	(11,023)
	(100,134)	(132,080)
Net Cash Flow From Operating Activities	(400,702)	1,965,291
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(802,001)	(2,028,078)
Proceeds from disposal of property, plant and equipment	835	110,581
Purchase of investments	(50,000)	(372,745)
Proceeds from disposal of a subsidiary	-	177,795
Proceeds from disposal of financial assets at fair value through profit or loss	427,097	-
Proceeds from redemption of unquoted preference shares	-	25,000
Interest received	71,841	139,652
Investment in an associate	(296,006)	-
Other investing activities	71,994	97,337
Net Cash Flow From Investing Activities	(576,240)	(1,850,458)
CASH FLOWS FROM FINANCING ACTIVITIES		
Buy-back of shares	(30,145)	(40,089)
Repayment of borrowings and payment of transaction costs	(1,516,106)	(282,468)
Proceeds from bank borrowings	1,392,511	549,118
Repayment of lease liabilities	(94,265)	(65,741)
Dividend paid	(1,129,964)	(734,535)
Finance costs paid	(438,631)	(438,017)
Net Cash Flow From Financing Activities	(1,816,600)	(1,011,732)
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	(2,793,542)	(896,899)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	6,476,398	7,999,679
EFFECT OF CURRENCY TRANSLATION	2,914	(1,873)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	3,685,770	7,100,907
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	2,514,126	3,460,614
Money market instruments	1,171,644	3,640,293
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	3,685,770	7,100,907

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2019.)

GENTING MALAYSIA BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2020

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 nine months ended 30 September 2020 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 2019. 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 2019 except for the adoption of amendments to standards that are mandatory for the Group for the financial year beginning 1 January 2020:

Amendments to References to the Conceptual Framework in MFRS Standards	
Amendments to MFRS 3	Definition of a Business
Amendments to MFRS 101	Presentation of Financial Statements
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to MFRS 7	Financial Instruments: Disclosures
Amendments to MFRS 9	Financial Instruments
Amendments to MFRS 139	Financial Instruments: Recognition and Measurement

The adoption of these amendments did not have any material impact on the interim financial report 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

The unusual items included in the interim financial information for the nine months ended 30 September 2020 related to the impairment losses on the Group’s investments. The Group has carried out an impairment review on the non-financial assets with indication of impairment in view of the impact of Coronavirus Disease 2019 (“COVID-19”) on the business activities, in accordance with MFRS 136 “Impairment of Assets”. Impairment loss is recognised when the carrying amount of the asset, at the point of review, exceeds its recoverable amount. An impairment loss can be reversed, to the extent of the previously recognised impairment losses for the same asset, if the recoverable amount determined at the subsequent review exceeds the carrying amount.

Consequently, the Group recorded a total impairment loss of RM541.1 million during the nine months ended 30 September 2020 as a result of the economic slowdown following the unprecedented phenomenon of COVID-19 pandemic, as detailed below:

- i) An impairment loss of RM223.3 million relating to the assets of Resorts World Birmingham;
- ii) An impairment loss of RM173.7 million relating to certain casino licences and assets in the United Kingdom; and
- iii) An impairment loss of RM144.1 million relating to the assets of Resorts World Bimini.

Other than the above, there were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the nine months ended 30 September 2020.

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

Purchase of shares pursuant to Section 127 of the Companies Act 2016

During the nine months ended 30 September 2020, the Company had acquired 12.0 million ordinary shares from the open market for a cash consideration of RM30.1 million. The share buy-back was made pursuant to the approval obtained from the Company's shareholders at the Company's Annual General Meeting held on 22 June 2020. The repurchased shares are held as treasury shares in accordance with the requirements of Section 127(4) of the Companies Act 2016.

During the nine months ended 30 September 2020, 11.6 million treasury shares amounting to RM40.3 million have been transferred to the Eligible Employees under the Employee Share Grant Scheme pursuant to Section 127(7)(c) of the Companies Act 2016.

Other than the above, there were no material issuance, cancellation, repurchase, resale or repayments of debts or equity securities for the nine months ended 30 September 2020.

f) Dividend Paid

Dividend paid during the nine months ended 30 September 2020 is as follows:

	RM'Mil
Special single-tier dividend for the year ended 31 December 2019 paid on 7 April 2020	
9.0 sen per ordinary share	508.1
Final single-tier dividend for the year ended 31 December 2019 paid on 23 July 2020	
5.0 sen per ordinary share	282.7
Interim single-tier dividend for the year ending 31 December 2020 paid on 29 September 2020	
6.0 sen per ordinary share	339.2
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	1,130.0
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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/(losses) before interest, tax, depreciation and amortisation ("EBITDA/(LBITDA)"). This measurement basis excludes the effects of gain or loss on disposal of assets, assets written off, impairment loss or reversal of previously recognised impairment loss, pre-operating expenses and other non-recurring items.

The Group is organised into the following main business segments:

Leisure & Hospitality - this segment comprises integrated resort activities which include gaming, hotels, food and beverages ("F&B"), theme parks, retail, entertainment attractions, tours and travel related services and other supporting services.

Properties - this segment is involved in property developments, property investment and management.

All other immaterial business segments including investment in equities, training services, reinsurance services, utilities services, yacht charter services and information technology related services are aggregated and disclosed under "Investments & Others" as they are not of sufficient size to be reported separately.

g) Segment Information (Cont'd)

Segment analysis for the nine months ended 30 September 2020 is set out below:

	<u>Leisure & Hospitality</u>			<u>Total</u> RM'Mil	<u>Property</u>	<u>Investments</u> <u>& Others</u>	<u>Total</u>
	<u>Malaysia</u> RM'Mil	<u>United Kingdom and Egypt</u> RM'Mil	<u>United States of America and Bahamas</u> RM'Mil		RM'Mil	RM'Mil	RM'Mil
<u>Revenue</u>							
Total revenue	2,515.3	535.8	359.0	3,410.1	64.9	132.2	3,607.2
Inter segment	(26.7)	-	-	(26.7)	(7.0)	(85.8)	(119.5)
External	2,488.6	535.8	359.0	3,383.4	57.9	46.4	3,487.7
<u>Adjusted EBITDA/(LBITDA)</u>	541.2	(131.6)	(233.4)	176.2	24.4	(20.7)	179.9
Main foreign currency	RM	GBP	USD		RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.3795	4.2369		4.2369		

During the nine months ended 30 September 2020, revenue from the leisure & hospitality segment of RM3,383.4 million comprised gaming revenue and non-gaming revenue of RM2,610.1 million and RM773.3 million respectively. Non-gaming revenue included hotel room revenue which is recognised when services are rendered to the customers over their stay at the hotel, F&B revenue which is recognised when the services are rendered to the customers and rental income which is recognised on a straight-line basis over the lease term.

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

Adjusted EBITDA for reportable segments	179.9
Pre-operating expenses	(56.8)
Property, plant and equipment written off	(17.5)
Net loss on disposal of property, plant and equipment	(0.5)
Impairment losses	(541.1)
Redundancy costs	(130.8)
Others	(0.7)
LBITDA	(567.5)
Depreciation and amortisation	(849.6)
Interest income	76.7
Finance costs	(271.3)
Share of results in an associate	(240.7)
Loss before taxation	(1,852.4)

g) Segment Information (Cont'd)

	<u>Leisure & Hospitality</u>			<u>Total</u> RM'Mil	<u>Property</u>	<u>Investments</u> <u>& Others</u>	<u>Total</u>
	Malaysia RM'Mil	United Kingdom and Egypt RM'Mil	United States of America and Bahamas RM'Mil		RM'Mil	RM'Mil	RM'Mil
Segment Assets	11,733.7	4,670.3	6,304.3	22,708.3	2,111.8	1,611.1	26,431.2
Segment Liabilities	1,833.1	1,184.8	616.6	3,634.5	133.5	53.5	3,821.5
Main foreign currency	RM	GBP	USD		RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.3192	4.1670		4.1670		

RM'Mil

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

Segment assets	26,431.2
Interest bearing instruments	1,576.5
Associate	687.3
Unallocated corporate assets	208.0
Assets classified as held for sale	408.0
Total assets	29,311.0

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

Segment liabilities	3,821.5
Interest bearing instruments	9,797.9
Unallocated corporate liabilities	763.1
Liabilities classified as held for sale	0.7
Total liabilities	14,383.2

h) Property, Plant and Equipment

During the nine months ended 30 September 2020, acquisitions (including capitalised interest) of property, plant and equipment by the Group were RM774.5 million.

i) Material Event Subsequent to the end of Financial Period

There were no other material events subsequent to the end of the current financial period ended 30 September 2020 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 nine months ended 30 September 2020.

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 2019.

I) Capital Commitments

Authorised capital commitments not provided for in the financial statements as at 30 September 2020 are as follows:

	RM'Mil
Contracted	1,131.8
Not contracted	2,707.6
	<u>3,839.4</u>
Analysed as follows:	
- Property, plant and equipment	3,318.5
- Investments	520.9
	<u>3,839.4</u>

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 nine months ended 30 September 2020 are as follows:

	Current quarter RM'000	Current financial year-to- date RM'000
i) Provision of technical know-how and management expertise in the resort's operations by Genting Berhad ("GENT") Group to the Group.	91,550	152,854
ii) Licensing fee for the use of "Genting", "Resorts World" and "Awana" logo charged by GENT to the Group.	40,806	85,457
iii) Licensing fee for the use of "Resorts World" and "Genting" intellectual property outside Malaysia charged by GENT Group to the Group.	86	300
iv) Provision of management and support services by GENT Group to the Group.	2,119	6,708
v) Income from rental and related services provided to GENT Group.	1,466	4,446
vi) 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.	4,247	19,697
vii) Provision of information technology consultancy, development, implementation, support and maintenance services and other management services by the Group to GENT Group.	1,751	5,029
viii) Provision of management and support services by the Group to GENT Group.	196	731
ix) Income from rental of premises to Warisan Timah Holdings Sdn Bhd.	309	1,288
x) Provision of water supply services by an entity connected with shareholder of BB Entertainment Ltd ("BBEL") to the Group.	367	1,035
xi) Income from rental of office space to Genting Hong Kong Limited ("GENHK") Group.	1,775	5,040
xii) Provision of maintenance and construction services by an entity connected with shareholder of BBEL to the Group.	1,463	13,296
xiii) Licensing fee for the use of gaming software and system charged by RWI Group to the Group.	3,312	5,174
xiv) Provision of utilities, maintenance and security services by the Group to Genting Highlands Premium Outlets Sdn Bhd.	487	1,364
xv) Provision of onboard entertainment services by GENHK Group to the Group.	-	2,042
xvi) Provision of crewing, technical support and administrative support services by GENHK Group to the Group.	4,131	6,681
xvii) Provision of support and management services by the Group to Empire Resorts, Inc.	1,239	3,645
xviii) Provision of support services for software program by GENT Group to the Group.	516	1,522
xix) Subscription of Series G Preferred Stock of Empire Resorts, Inc. by the Group.	-	172,535
xx) Subscription of Series L Preferred Stock of Empire Resorts, Inc. by the Group.	103,925	103,925

n) Fair Value of Financial Instruments

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

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level 3: Inputs for the assets or liabilities that are not based on observable market data (that is, unobservable inputs).

As at 30 September 2020, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

	Level 1	Level 2	Level 3	Total
	RM'Mil	RM'Mil	RM'Mil	RM'Mil
Financial assets				
Financial assets at fair value through profit or loss	4.1	359.1	116.7	479.9
Financial assets at fair value through other comprehensive income	-	-	64.6	64.6
	<u>4.1</u>	<u>359.1</u>	<u>181.3</u>	<u>544.5</u>
Financial liability				
Derivative financial instruments	-	8.8	-	8.8

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2019.

GENTING MALAYSIA BERHAD
ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FINANCIAL PERIOD ENDED
30 SEPTEMBER 2020

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

1) Review of Performance

Financial review for the current quarter and financial year to date compared with the corresponding periods last year

The results of the Group are tabulated below:

	INDIVIDUAL QUARTER				NINE MONTHS ENDED 30 SEPTEMBER			
	3Q2020	3Q2019	Var		2020	2019	Var	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
Revenue								
Leisure & Hospitality								
- Malaysia	1,181.3	1,796.2	-614.9	-34%	2,488.6	5,461.8	-2,973.2	-54%
- United Kingdom and Egypt	131.4	414.7	-283.3	-68%	535.8	1,254.1	-718.3	-57%
- United States of America and Bahamas	69.9	355.8	-285.9	-80%	359.0	1,100.9	-741.9	-67%
	1,382.6	2,566.7	-1,184.1	-46%	3,383.4	7,816.8	-4,433.4	-57%
Property	17.8	23.8	-6.0	-25%	57.9	74.1	-16.2	-22%
Investments & others	16.5	37.3	-20.8	-56%	46.4	74.0	-27.6	-37%
	1,416.9	2,627.8	-1,210.9	-46%	3,487.7	7,964.9	-4,477.2	-56%
Adjusted EBITDA/(LBITDA)								
Leisure & Hospitality								
- Malaysia	424.7	537.5	-112.8	-21%	541.2	1,633.1	-1,091.9	-67%
- United Kingdom and Egypt	(50.5)	85.7	-136.2	->100%	(131.6)	171.8	-303.4	->100%
- United States of America and Bahamas	(71.7)	55.4	-127.1	->100%	(233.4)	224.0	-457.4	->100%
	302.5	678.6	-376.1	-55%	176.2	2,028.9	-1,852.7	-91%
Property	7.6	10.2	-2.6	-25%	24.4	37.4	-13.0	-35%
Investments & others	0.6	5.6	-5.0	-89%	(20.7)	23.7	-44.4	->100%
Adjusted EBITDA	310.7	694.4	-383.7	-55%	179.9	2,090.0	-1,910.1	-91%
Pre-operating expenses	(16.0)	91.2	-107.2	->100%	(56.8)	(53.5)	-3.3	-6%
Property, plant and equipment written off	(14.9)	(16.8)	1.9	11%	(17.5)	(18.3)	0.8	4%
Net gain/(loss) on disposal of property, plant and equipment	0.3	2.0	-1.7	-85%	(0.5)	(1.7)	1.2	71%
Impairment losses	(180.0)	(18.6)	-161.4	->100%	(541.1)	(39.4)	-501.7	->100%
Reversal of previously recognised impairment losses	-	11.1	-11.1	NC	-	11.1	-11.1	NC
Gain on disposal of a subsidiary	-	-	-	-	-	123.8	-123.8	NC
Redundancy costs	(59.3)	-	-59.3	NC	(130.8)	-	-130.8	NC
Others	(0.1)	(10.2)	10.1	99%	(0.7)	(15.5)	14.8	95%
EBITDA/(LBITDA)	40.7	753.1	-712.4	-95%	(567.5)	2,096.5	-2,664.0	->100%
Depreciation and amortisation	(287.2)	(273.6)	-13.6	-5%	(849.6)	(791.2)	-58.4	-7%
Interest income	14.6	27.7	-13.1	-47%	76.7	87.0	-10.3	-12%
Finance costs	(67.4)	(63.5)	-3.9	-6%	(271.3)	(189.8)	-81.5	-43%
Share of results in an associate	(62.0)	-	-62.0	NC	(240.7)	-	-240.7	NC
(Loss)/profit before taxation	(361.3)	443.7	-805.0	->100%	(1,852.4)	1,202.5	-3,054.9	->100%

1) Review of Performance (Cont'd)

Financial review for the current quarter compared with the immediate preceding quarter

The results of the Group are tabulated below:

	INDIVIDUAL QUARTER 3Q2020 RM'Mil	PRECEDING QUARTER 2Q2020 RM'Mil	Var	
			RM'Mil	%
Revenue				
Leisure & Hospitality				
- Malaysia	1,181.3	82.2	1,099.1	>100%
- United Kingdom and Egypt	131.4	33.2	98.2	>100%
- United States of America and Bahamas	69.9	(31.6)	101.5	>100%
	1,382.6	83.8	1,298.8	>100%
Property	17.8	16.9	0.9	5%
Investments & others	16.5	14.2	2.3	16%
	1,416.9	114.9	1,302.0	>100%
Adjusted EBITDA/(LBITDA)				
Leisure & Hospitality				
- Malaysia	424.7	(214.7)	639.4	>100%
- United Kingdom and Egypt	(50.5)	(103.9)	53.4	51%
- United States of America and Bahamas	(71.7)	(176.4)	104.7	59%
	302.5	(495.0)	797.5	>100%
Property	7.6	6.5	1.1	17%
Investments & others	0.6	2.3	-1.7	-74%
	310.7	(486.2)	796.9	>100%
Pre-operating expenses	(16.0)	(21.2)	5.2	25%
Property, plant and equipment written off	(14.9)	-	-14.9	NC
Net gain/(loss) on disposal of property, plant and equipment	0.3	(0.3)	0.6	>100%
Impairment losses	(180.0)	(14.8)	-165.2	->100%
Redundancy costs	(59.3)	(71.5)	12.2	17%
Others	(0.1)	0.6	-0.7	->100%
EBITDA/(LBITDA)	40.7	(593.4)	634.1	>100%
Depreciation and amortisation	(287.2)	(279.6)	-7.6	-3%
Interest income	14.6	25.7	-11.1	-43%
Finance costs	(67.4)	(118.6)	51.2	43%
Share of results in an associate	(62.0)	(78.6)	16.6	21%
Loss before taxation	(361.3)	(1,044.5)	683.2	65%

NC: Not comparable

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

a) **Quarter ended 30 September 2020 (“3Q 2020”) compared with quarter ended 30 September 2019 (“3Q 2019”)**

The Group's revenue in 3Q 2020 was RM1,416.9 million, a decrease of 46% from RM2,627.8 million in 3Q 2019. The Group's leisure and hospitality segment recorded lower revenue in 3Q 2020 as several properties resumed operations progressively with reduced capacity following the temporary closure of the Group's resort operations worldwide since mid-March 2020 in compliance with the respective government's directives amid the outbreak of the COVID-19 pandemic.

The decrease in revenue for this quarter was mainly due to:

1. lower revenue from the leisure and hospitality business in Malaysia by RM614.9 million or 34%, mainly due to lower business volume from the general market and non-gaming segments as Resorts World Genting (“RWG”) continues to operate with reduced capacity. The volume of business from the mid to premium players segment was relatively the same level as 3Q 2019 despite the lower capacity;
2. lower revenue from the leisure and hospitality businesses in the United States of America (“US”) and Bahamas by RM285.9 million or 80%, mainly due to the temporary closure of Resorts World Casino New York City (“RWNYC operations”) which resumed operations with reduced capacity since 9 September 2020; and
3. lower revenue from the leisure and hospitality businesses in the United Kingdom (“UK”) and Egypt by RM283.3 million or 68%, mainly due to lower business volume after operations at the Group's UK casinos resumed with reduced capacity in mid-August 2020. Casino operations in Cairo, Egypt and certain land-based casinos in the UK remained temporarily closed throughout 3Q 2020.

The Group's leisure and hospitality business worldwide reported a lower cost structure in 3Q 2020 as a result of the recalibration of the Group's operating structure and rightsizing of its workforce in response to the unprecedented disruptions to the Group's operations amid the COVID-19 pandemic.

The Group reported adjusted EBITDA of RM310.7 million in 3Q 2020, a decrease of RM383.7 million or 55% compared with RM694.4 million in 3Q 2019, mainly due to:

1. adjusted LBITDA of RM50.5 million from the leisure and hospitality businesses in the UK and Egypt as compared to the adjusted EBITDA of RM85.7 million in 3Q 2019. This was mainly due to the lower revenue and higher debts provision, mitigated by lower payroll costs;
2. adjusted LBITDA of RM71.7 million from the leisure and hospitality businesses in the US and Bahamas as compared to the adjusted EBITDA of RM55.4 million in 3Q 2019. This was mainly due to the lower revenue, mitigated by lower payroll costs and operating expenses of RWNYC operations; and
3. a decrease in adjusted EBITDA from the leisure and hospitality business in Malaysia by RM112.8 million or 21%, mainly due to lower revenue mitigated by a reduction in payroll and related costs as a result of lower headcount and lower operating expenses. The adjusted EBITDA margin was higher at 36% as compared to 30% in 3Q 2019.

The Group reported loss before taxation of RM361.3 million in 3Q 2020 as compared to profit before taxation of RM443.7 million in 3Q 2019, mainly due to:

1. lower adjusted EBITDA as mentioned above;
2. net reversal of pre-operating expenses of RM91.2 million in 3Q 2019, mainly due to reversal of provision of termination related costs of RM101.4 million for the outdoor theme park at RWG following the finalisation of claims from certain contractors;
3. the Group's share of losses in an associate, Empire Resorts, Inc (“Empire”) of RM62.0 million during the quarter. The losses comprise share of Empire's operating loss of RM20.3 million, financing costs as well as depreciation and amortisation of RM41.7 million. Empire's operating performance was adversely impacted by the temporary closure of Resorts World Catskills (“RWC”). RWC resumed operations with reduced capacity in early September 2020;

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

a) **Quarter ended 30 September 2020 ("3Q 2020") compared with quarter ended 30 September 2019 ("3Q 2019") (Cont'd)**

The Group reported loss before taxation of RM361.3 million in 3Q 2020 as compared to profit before taxation of RM443.7 million in 3Q 2019, mainly due to (Cont'd):

4. redundancy costs of RM59.3 million incurred in 3Q 2020 as a result of the recalibration of the Group's operating structure and rightsizing of its workforce following the temporary closure of the Group's resort operations worldwide; and
5. impairment losses of RM180.0 million in 3Q 2020 relating to certain casino licences and assets in UK and assets of Resorts World Bimini, as mentioned in Part 1(c) above.

b) **Financial period for the nine months ended 30 September 2020 ("YTD Sept 2020") compared with nine months ended 30 September 2019 ("YTD Sept 2019")**

The Group's revenue in YTD Sept 2020 was RM3,487.7 million, a decrease of 56% from RM7,964.9 million in YTD Sept 2019. The Group's leisure and hospitality segment recorded lower revenue due to the unprecedented disruptions to the Group's business activities amid the COVID-19 outbreak. The decrease was mainly due to:

1. lower revenue from the leisure and hospitality business in Malaysia by RM2,973.2 million or 54%, mainly due to the temporary closure of the operations since 18 March 2020. RWG has resumed operations with reduced capacity since 19 June 2020. Furthermore, Malaysia operations registered a high hold percentage from the mid to premium players segment in YTD Sept 2019;
2. lower revenue from the leisure and hospitality businesses in the US and Bahamas by RM741.9 million or 67%, primarily due to the decline in business volume following the temporary closure of the resort operations in the US and Bahamas since mid-March 2020. RWNYC resumed operations with reduced capacity in early September 2020; and
3. lower revenue from the leisure and hospitality businesses in the UK and Egypt by RM718.3 million or 57%, mainly due to the temporary suspension of the land-based casino operations from mid-March to mid-August 2020. Furthermore, casino operations in Cairo, Egypt and certain land-based casinos in the UK remained temporarily closed as at 30 September 2020.

The Group reported adjusted EBITDA of RM179.9 million in YTD Sept 2020 as compared with RM2,090.0 million in YTD Sept 2019, a decrease of 91%. This was mainly due to:

1. lower adjusted EBITDA from the leisure and hospitality business in Malaysia by RM1,091.9 million, primarily due to the lower revenue mitigated by a reduction in payroll and related costs as a result of lower headcount; and
2. adjusted LBITDA of RM233.4 million and RM131.6 million from the leisure and hospitality businesses in the US and Bahamas as well as UK and Egypt respectively, mainly due to the lower revenue as a result of the temporary closure, mitigated by lower payroll and other operating costs.

The Group reported loss before taxation of RM1,852.4 million in YTD Sept 2020 as compared to profit before taxation of RM1,202.5 million in YTD Sept 2019, mainly due to:

1. lower adjusted EBITDA as mentioned above;
2. impairment losses of RM541.1 million as mentioned in Part 1(c) above;
3. the Group's share of Empire's losses of RM240.7 million in YTD Sept 2020 was mainly due to costs associated with the refinancing of Empire's loans as well as depreciation and amortisation, whilst the Group's share of Empire's operating loss was RM59.9 million;
4. redundancy costs of RM130.8 million incurred in YTD Sept 2020 from the Group's resort operations worldwide; and
5. recognition of a gain of RM123.8 million from the disposal of a subsidiary in the UK in YTD Sept 2019.

2) Material Changes in Loss before Taxation for the Current Quarter (“3Q 2020”) compared with the Immediate Preceding Quarter (“2Q 2020”)

Loss before taxation for 3Q 2020 of RM361.3 million as compared to RM1,044.5 million in 2Q 2020, an improvement of RM683.2 million, mainly due to:

1. adjusted EBITDA of RM424.7 million in 3Q 2020 compared with adjusted LBITDA of RM214.7 million in 2Q 2020 from the leisure and hospitality business in Malaysia, mainly due to higher business volume from the gaming and non-gaming segments after resumption of operations in mid-June 2020. The mid to premium segments of the business reported higher hold percentage in 3Q 2020; and
2. lower adjusted LBITDA by RM104.7 million from the leisure and hospitality businesses in US and Bahamas, mainly due to revenue of RM69.9 million reported in 3Q 2020 arising from the resumption of RWNYC operations in early September 2020; offset by
3. higher impairment losses by RM165.2 million relating to certain casino licences and assets in UK and assets of Resorts World Bimini, as mentioned in Part 1(c) above.

3) Prospects

The global economy is expected to gradually recover, albeit at an uneven pace in the near-term. However, significant downside risks remain mainly due to uncertainties surrounding the COVID-19 situation globally. In Malaysia, economic activity is projected to improve supported by monetary and fiscal measures. Nevertheless, the introduction of targeted actions to contain the COVID-19 outbreak is expected to affect the recovery momentum of the domestic economy.

The recovery prospects of the leisure, hospitality, and tourism sectors globally remain highly uncertain as the COVID-19 situation continues to evolve. While the regional gaming market have registered signs of early recovery, the industry is expected to remain challenging in the near-term.

In Malaysia, the government’s implementation of a Conditional Movement Control Order in most of the states in the country will have an impact on the Group’s business. Nevertheless, the Group will continue to re-engineer itself to adapt to the new operating environment to drive productivity and efficiency whilst ensuring the health and safety of its guests, employees and the community in RWG. Meanwhile, the Group remains committed to the timely completion of outdoor theme park, which is targeted to open by the middle of 2021.

In the UK, the Group’s land-based casinos which reopened on 15 August 2020 have temporarily closed since 4 November 2020 in compliance with the latest government directives. To cope with the fluidity of the new operating environment, the Group will continue to be agile in its approach at streamlining its cost structure and identifying operational efficiencies. Meanwhile, Crockfords Cairo has resumed operations since 18 October 2020.

In the US, the Group is encouraged by the positive reception to the resumption of RWNYC and RWC’s operations since 9 September 2020. The Group will continue to develop its strong local market exposure by executing various strategies to drive visitation and frequency of play at both properties. Meanwhile, the ongoing expansion project at RWNYC is progressing well. The new 400-room Hyatt Regency JFK at Resorts World New York hotel is expected to open in stages from next year, complete with various F&B and retail options as well as state-of-the-art conference and meeting spaces. In the Bahamas, operations at RW Bimini remains suspended until further notice and the Group will continue to actively manage its operating costs.

The Group maintains its cautious stance on the near-term prospects of the leisure and hospitality industry. Given the dynamic operating environments both locally and abroad, uncertainties surrounding the full impact of the pandemic on the Group’s operations and financial performance remain. The Board wishes to caution that the Group expects its financial results for the financial year ending 31 December 2020 to be adversely impacted.

4) **Variance of Actual Profit from Forecast Profit**

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

5) **Taxation**

Taxation charges for the current quarter and nine months ended 30 September 2020 are as follows:

	Current quarter ended 30 September 2020 RM'000	Nine months ended 30 September 2020 RM'000
Current taxation		
Malaysian income tax charge	9,263	15,198
Foreign income tax charge	11,177	12,242
	<u>20,440</u>	<u>27,440</u>
Deferred tax charge	345,895	177,559
	<u>366,335</u>	<u>204,999</u>
Prior period taxation		
Income tax (over)/under provided	(1,373)	45,917
	<u>364,962</u>	<u>250,916</u>

The effective tax rates of the Group for the current quarter and nine months ended 30 September 2020 are higher than the statutory tax rates mainly due to higher non-tax deductible expenses, current period's tax losses and deductible temporary differences not recognised as well as reversal of deferred tax assets previously recognised on tax losses of a subsidiary in United States of America ("US"). These tax losses of the US subsidiary will expire in Year 2037.

6) **Status of Corporate Proposals Announced**

There were no corporate proposals announced but not completed as at 19 November 2020.

7) **Group Borrowings**

The details of the Group's borrowings as at 30 September 2020 are as set out below:

	As at 30.09.2020				As at 31.12.2019	
	Secured/ Unsecured	Foreign Currency 'Mil		RM Equivalent 'Mil	RM Equivalent 'Mil	
Short term borrowings	Secured	USD	22.5	93.8	-	
	Secured	GBP	75.8	403.2	79.8	
	Unsecured	USD	1.2	5.0	208.1	
	Unsecured	RM	N/A	36.5	1,236.1	
					538.5	1,524.0
Long term borrowings	Secured	USD	493.8	2,057.6	1,284.4	
	Secured	GBP	54.7	291.2	292.3	
	Unsecured	USD	99.7	415.4	412.4	
	Unsecured	RM	N/A	6,495.2	6,494.4	
					9,259.4	8,483.5
Total borrowings	Secured	USD		2,151.4	1,284.4	
	Secured	GBP		694.4	372.1	
	Unsecured	USD		420.4	620.5	
	Unsecured	RM		6,531.7	7,730.5	
					9,797.9	10,007.5

8) *Outstanding Derivatives*

As at 30 September 2020, 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
<u>Interest Rate Swaps</u>		
GBP		
- Less than 1 year	79,788	3,974
- More than 1 year	292,555	4,818
		<u>8,792</u>

Other than the above, there is no significant change for the financial derivatives in respect of the following since the last financial year ended 31 December 2019:

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

9) *Fair Value Changes of Financial Liabilities*

As at 30 September 2020, 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 19 November 2020.

11) *Dividend Proposed or Declared*

- No dividend has been proposed or declared for the current quarter ended 30 September 2020.
- An interim single-tier dividend of 6.00 sen per ordinary share in respect of the financial year ending 31 December 2020 was paid on 29 September 2020.

12) *Loss before Taxation*

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

	Current quarter ended 30 September 2020 RM'000	Nine months ended 30 September 2020 RM'000
<u>Charges:</u>		
Depreciation and amortisation	287,221	849,637
Net loss on disposal of property, plant and equipment	-	501
Impairment losses	179,969	541,100
Finance costs:		
- Interest on borrowings	112,578	350,412
- Other finance costs	13,959	42,380
- Less: capitalised costs	(59,131)	(121,514)
Finance costs charged to income statements	67,406	271,278
Redundancy costs	59,388	130,833

12) Loss before Taxation (Cont'd)

Loss before taxation has been determined after inclusion of the following charges and credits (Cont'd):

	Current quarter ended 30 September 2020 RM'000	Nine months ended 30 September 2020 RM'000
Credits:		
Net foreign currency exchange gain	19,046	4,738
Net gain on disposal of property, plant and equipment	262	-
Reversal of provision for termination related costs	526	576
Interest income	14,582	76,676
Investment income	2,739	14,813
Dividend income	1,713	4,192

13) Loss per share

- (a) The loss used as the numerator in calculating basic and diluted loss per share for the current quarter and nine months ended 30 September 2020 are as follows:

	Current quarter ended 30 September 2020 RM'000	Current financial year-to-date ended 30 September 2020 RM'000
Loss for the financial period attributable to equity holders of the Company (used as numerator for the computation of basic and diluted loss per share)	(704,636)	(2,023,014)

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted loss per share for the current quarter and nine months ended 30 September 2020 are as follows:

	Current quarter ended 30 September 2020 Number of Shares ('000)	Current financial year-to-date ended 30 September 2020 Number of Shares ('000)
Weighted average number of ordinary shares in issue (*) (used as denominator for the computation of basic loss per share)	5,653,236	5,653,157
Adjustment for dilutive effect of Employee Share Scheme (**)	-	-
Adjusted weighted average number of ordinary shares in issue (used as denominator for the computation of diluted loss per share)	5,653,236	5,653,157

(*) The weighted average number of ordinary shares in issue during the current quarter and nine months ended 30 September 2020 excludes the weighted average treasury shares held by the Company.

(**) The calculation of diluted loss per share for the current quarter and nine months ended 30 September 2020 did not take into account the Employee Share Scheme of the Company as it had an anti-dilutive effect on the basic loss per share. Therefore, the diluted loss per share is the same as basic loss per share.

14) Disclosure of Audit Report Qualification and Status of Matters Raised

The audit report of the Group's annual financial statements for the financial year ended 31 December 2019 was not qualified.

15) 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 November 2020.



GENTING MALAYSIA BERHAD
198001004236 (58019-U)

PRESS RELEASE

For Immediate Release

**GENTING MALAYSIA BERHAD ANNOUNCES RESULTS FOR THE
THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2020**

- **Group operating performance in 3Q20 records steady recovery, aided by the progressive reopening of several of the Group's resort operations worldwide**
- **Recalibrated operating structure will anchor Group's recovery and position the Group for greater long-term sustainable growth**

KUALA LUMPUR, 26 November 2020 – Genting Malaysia Berhad (Group) today announced its financial results for the third quarter (3Q20) and nine months ended 30 September 2020 (9M20).

In 3Q20, the Group recorded total revenue of RM1,416.9 million, representing 54% of the total revenue registered in the third quarter ended 30 September 2019 (3Q19). The Group also achieved an adjusted earnings before interest, taxation, depreciation and amortisation (EBITDA) of RM310.7 million, aided by the resumption of several of the Group's resort operations with reduced capacity since mid-June 2020. The Group registered loss before tax (LBT) and net loss of RM361.3 million and RM726.3 million respectively.

In 9M20, the Group recorded a 56% decrease in total revenue to RM3,487.7 million, primarily due to the unprecedented disruptions to the Group's leisure and hospitality operations worldwide amid the outbreak of the Coronavirus Disease 2019 (COVID-19) pandemic. Despite the challenging conditions, the Group registered an adjusted EBITDA of RM179.9 million. Including depreciation and amortisation, impairment losses and finance costs, the Group reported LBT and net loss of RM1,852.4 million and RM2,103.3 million respectively.

While business volumes continue to be impacted by the pandemic, the Group is confident that its recalibrated operating structure will anchor recovery and position the Group for greater long-term sustainable growth.

3Q20 Results

The Group's leisure and hospitality business in Malaysia resumed operations in mid-June 2020 with reduced capacity and stringent health and safety protocols in line with guidance from the authorities. Revenue from this quarter recovered to 66% of 3Q19 levels. The Group registered lower volume of business from the general market and non-gaming segments as Resorts World Genting (RWG) continues to operate under the aforementioned parameters. Nevertheless, the impact to the Group's earnings was mitigated by recovery in mid to premium players segment, which achieved relatively similar level of business against 3Q19. The Group also recorded an adjusted EBITDA of RM424.7 million, aided by a reduction in payroll and related expenses due to lower headcount. This represents 80% of the adjusted EBITDA reported in 3Q19. In addition, adjusted EBITDA margin was higher at 36% compared to the 30% recorded in 3Q19.

In the United Kingdom (UK) and Egypt, the Group reported a decrease in revenue by 68% to RM131.4 million and an adjusted loss before interest, taxation, depreciation and amortisation (LBITDA) of RM50.5 million. This was largely due to the lower volume of business recorded after operations at the Group's UK casinos resumed with reduced capacity from mid-August 2020. Additionally, Crockfords Cairo in Egypt and certain of the Group's land-based casinos in the UK remained temporarily closed throughout 3Q20. The Group's adjusted LBITDA was also attributable to higher debt provision. However, the Group recorded payroll and operating cost savings, which mitigated the impact to earnings.

In the United States of America (US) and Bahamas, the Group recorded lower revenue by 80% to RM69.9 million and an adjusted LBITDA of RM71.7 million. This was primarily due to the temporary closure of Resorts World Casino New York City (RWNYC), which resumed operations with reduced capacity since 9 September 2020. Nevertheless, the impact to the Group's earnings was alleviated by lower payroll cost and operating expenses at RWNYC. Despite the restrictions, the reopening of RWNYC has been well received and operating performance at the property is improving.

9M20 Results

The leisure and hospitality segment in Malaysia reported a 54% decrease in revenue to RM2,488.6 million. The decline was mainly due to the disruptions to the Group's business arising from the temporary closure of RWG since 18 March 2020 and the subsequent resumption of RWG's operations with reduced capacity since reopening on 19 June 2020. Additionally, the lower revenue as compared to the same period last year was also attributable to the high hold percentage recorded in the mid to premium players segment in the nine months ended 30 September 2019. Despite the challenges faced, the Group achieved an adjusted EBITDA of RM541.2 million.

In the UK and Egypt, the Group registered a 57% decline in revenue to RM535.8 million and an adjusted LBITDA of RM131.6 million. This was primarily due to the five-month suspension of the Group's land-based gaming business from mid-March 2020 in compliance with government directives, which significantly impacted the Group's operating performance. Additionally, several of the Group's casinos, including Crockfords Cairo, remained temporarily closed as at 30 September 2020.

In the US and Bahamas, the Group recorded lower revenue by 67% to RM359.0 million and an adjusted LBITDA of RM233.4 million. This was predominantly due to the temporary closure of the Group's operations in the US and Bahamas from mid-March 2020, which resulted in a decline in overall volume of business. RWNYC resumed operations with reduced capacity in early September 2020.

Outlook

The global economy is expected to gradually recover, albeit at an uneven pace in the near-term. However, significant downside risks remain mainly due to uncertainties surrounding the COVID-19 situation globally. In Malaysia, economic activity is projected to improve supported by monetary and fiscal measures. Nevertheless, the introduction of targeted actions to contain the COVID-19 outbreak is expected to affect the recovery momentum of the domestic economy.

The recovery prospects of the leisure, hospitality, and tourism sectors globally remain highly uncertain as the COVID-19 situation continues to evolve. While the regional gaming market have registered signs of early recovery, the industry is expected to remain challenging in the near-term.

In Malaysia, the government's implementation of a Conditional Movement Control Order in most of the states in the country will have an impact on the Group's business. Nevertheless, the Group will continue to re-engineer itself to adapt to the new operating environment to drive productivity and efficiency whilst ensuring the health and safety of its guests, employees and the community in RWG. Meanwhile, the Group remains committed to the timely completion of outdoor theme park, which is targeted to open by the middle of 2021.

In the UK, the Group's land-based casinos which reopened on 15 August 2020 have temporarily closed since 4 November 2020 in compliance with the latest government directives. To cope with the fluidity of the new operating environment, the Group will continue to be agile in its approach at streamlining its cost structure and identifying operational efficiencies. Meanwhile, Crockfords Cairo has resumed operations since 18 October 2020.

In the US, the Group is encouraged by the positive reception to the resumption of RWNYC and Resorts World Catskills' operations since 9 September 2020. The Group will continue to develop its strong local market exposure by executing various strategies to drive visitation and frequency of play at both properties. Meanwhile, the ongoing expansion project at RWNYC is progressing well. The new 400-room Hyatt Regency JFK at Resorts World New York hotel is expected to open in stages from next year, complete with various F&B and retail options as well as state-of-the-art conference and meeting spaces. In the Bahamas, operations at RW Bimini remains suspended until further notice and the Group will continue to actively manage its operating costs.

The Group maintains its cautious stance on the near-term prospects of the leisure and hospitality industry. Given the dynamic operating environments both locally and abroad, uncertainties surrounding the full impact of the pandemic on the Group's operations and financial performance remain. The Board wishes to caution that the Group expects its financial results for the financial year ending 31 December 2020 to be adversely impacted.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD SUMMARY OF RESULTS	INDIVIDUAL QUARTER		Variance		NINE MONTHS ENDED 30 SEPTEMBER		Variance	
	3Q2020	3Q2019	3Q20 vs 3Q19		2020	2019	9M20 vs 9M19	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
Revenue								
Leisure & Hospitality								
- Malaysia	1,181.3	1,796.2	-614.9	-34%	2,488.6	5,461.8	-2,973.2	-54%
- United Kingdom and Egypt	131.4	414.7	-283.3	-68%	535.8	1,254.1	-718.3	-57%
- United States of America and Bahamas	69.9	355.8	-285.9	-80%	359.0	1,100.9	-741.9	-67%
	<u>1,382.6</u>	<u>2,566.7</u>	<u>-1,184.1</u>	<u>-46%</u>	<u>3,383.4</u>	<u>7,816.8</u>	<u>-4,433.4</u>	<u>-57%</u>
Property	17.8	23.8	-6.0	-25%	57.9	74.1	-16.2	-22%
Investments & others	16.5	37.3	-20.8	-56%	46.4	74.0	-27.6	-37%
	<u>1,416.9</u>	<u>2,627.8</u>	<u>-1,210.9</u>	<u>-46%</u>	<u>3,487.7</u>	<u>7,964.9</u>	<u>-4,477.2</u>	<u>-56%</u>
Adjusted EBITDA/(LBITDA)								
Leisure & Hospitality								
- Malaysia	424.7	537.5	-112.8	-21%	541.2	1,633.1	-1,091.9	-67%
- United Kingdom and Egypt	(50.5)	85.7	-136.2	->100%	(131.6)	171.8	-303.4	->100%
- United States of America and Bahamas	(71.7)	55.4	-127.1	->100%	(233.4)	224.0	-457.4	->100%
	<u>302.5</u>	<u>678.6</u>	<u>-376.1</u>	<u>-55%</u>	<u>176.2</u>	<u>2,028.9</u>	<u>-1,852.7</u>	<u>-91%</u>
Property	7.6	10.2	-2.6	-25%	24.4	37.4	-13.0	-35%
Investments & others	0.6	5.6	-5.0	-89%	(20.7)	23.7	-44.4	->100%
Adjusted EBITDA	<u>310.7</u>	<u>694.4</u>	<u>-383.7</u>	<u>-55%</u>	<u>179.9</u>	<u>2,090.0</u>	<u>-1,910.1</u>	<u>-91%</u>
Pre-operating expenses	(16.0)	91.2	-107.2	->100%	(56.8)	(53.5)	-3.3	-6%
Property, plant and equipment written off	(14.9)	(16.8)	1.9	11%	(17.5)	(18.3)	0.8	4%
Net gain/(loss) on disposal of property, plant and equipment	0.3	2.0	-1.7	-85%	(0.5)	(1.7)	1.2	71%
Impairment losses	(180.0)	(18.6)	-161.4	->100%	(541.1)	(39.4)	-501.7	->100%
Reversal of previously recognised Impairment losses	-	11.1	-11.1	NC	-	11.1	-11.1	NC
Gain on disposal of a subsidiary	-	-	-	-	-	123.8	-123.8	NC
Redundancy costs	(59.3)	-	-59.3	NC	(130.8)	-	-130.8	NC
Others	(0.1)	(10.2)	10.1	99%	(0.7)	(15.5)	14.8	95%
EBITDA/(LBITDA)	<u>40.7</u>	<u>753.1</u>	<u>-712.4</u>	<u>-95%</u>	<u>(567.5)</u>	<u>2,096.5</u>	<u>-2,664.0</u>	<u>->100%</u>
Depreciation and amortisation	(287.2)	(273.6)	-13.6	-5%	(849.6)	(791.2)	-58.4	-7%
Interest income	14.6	27.7	-13.1	-47%	76.7	87.0	-10.3	-12%
Finance costs	(67.4)	(63.5)	-3.9	-6%	(271.3)	(189.8)	-81.5	-43%
Share of results in an associate	(62.0)	-	-62.0	NC	(240.7)	-	-240.7	NC
(Loss)/profit before taxation	<u>(361.3)</u>	<u>443.7</u>	<u>-805.0</u>	<u>->100%</u>	<u>(1,852.4)</u>	<u>1,202.5</u>	<u>-3,054.9</u>	<u>->100%</u>
Taxation	<u>(365.0)</u>	<u>(49.9)</u>	<u>-315.1</u>	<u>->100%</u>	<u>(250.9)</u>	<u>(152.5)</u>	<u>-98.4</u>	<u>-65%</u>
(Loss)/profit for the financial period	<u>(726.3)</u>	<u>393.8</u>	<u>-1,120.1</u>	<u>->100%</u>	<u>(2,103.3)</u>	<u>1,050.0</u>	<u>-3,153.3</u>	<u>->100%</u>
Basic (loss)/earnings per share (sen)	<u>(12.46)</u>	<u>7.27</u>	<u>-19.7</u>	<u>->100%</u>	<u>(35.79)</u>	<u>19.38</u>	<u>-55.2</u>	<u>->100%</u>
Diluted (loss)/earnings per share (sen)	<u>(12.46)</u>	<u>7.26</u>	<u>-19.7</u>	<u>->100%</u>	<u>(35.79)</u>	<u>19.36</u>	<u>-55.2</u>	<u>->100%</u>

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 RM14 billion in market capitalisation, Genting Malaysia owns and operates major resort properties including Resorts World Genting (RWG) in Malaysia, Resorts World Casino New York City (RWNYC) and Resorts World Catskills (RWC) (which is 49%-owned via an associate company) in the United States (US), Resorts World Bimini (RW Bimini) in the Bahamas, Resorts World Birmingham and over 30 casinos in the United Kingdom (UK) and Crockfords Cairo in Egypt. Genting Malaysia also owns and operates two seaside resorts in Malaysia, namely Resorts World Kijal in Terengganu and Resorts World Langkawi on Langkawi island.

With about 10,500 rooms across seven distinct hotels, RWG is Malaysia's premier integrated resort destination. The resort also features wide-ranging leisure and entertainment facilities, including gaming, theme park and amusement attractions, dining and retail outlets, as well as international shows and business convention facilities. Genting Highlands Premium Outlets (a joint venture between Genting Plantations Berhad and Simon Property Group) at the mid-hill further complements the various attractions at RWG. Additionally, the new outdoor theme park will add to RWG's extensive entertainment offerings upon completion.

In the UK, Genting Malaysia owns and operates over 30 casinos, making it one of the largest leisure and entertainment businesses in the country. The Group also operates an online gaming platform comprising an online casino and sports book operation which provides customers a seamless multi-channel gaming experience. Additionally, Genting Malaysia operates Resorts World Birmingham, the first integrated leisure complex of its kind in the UK, offering gaming and entertainment facilities, retail and dining outlets and a 182-room four-star hotel. In the Middle East, Crockfords Cairo, an exclusive casino nestled within the posh surroundings of The Nile Ritz-Carlton Hotel in Cairo, is the Group's first venture into the region.

In the US, Genting Malaysia's RWNYC, the first and only video gaming machine facility in New York City, and RWC, a premium destination resort situated within the scenic Catskills Mountains in the State of New York, collectively offer the ultimate gaming, hospitality and entertainment experience, featuring a live table games casino, over 400 rooms across two hotels, video gaming machines, diverse bar and restaurant choices, exciting shows and memorable events. Additionally, the Group embarked on an expansion project at RWNYC to expand its facilities and attractions, including the development of a new 400-room hotel. Over in Miami, the Group owns the 527-room Hilton Miami Downtown which sits on 30 acres of prime freehold waterfront land.

In the Bahamas, the Group operates RW Bimini, which features a casino, Hilton at RW Bimini, restaurants and bars, various resort amenities as well as the largest yacht and marina complex on the island surrounded by turquoise waters and white-sand beaches.

Genting Malaysia is a member of the Genting Group, one of Asia's leading and best-managed multinational companies. The Genting Group is led by Tan Sri Lim Kok Thay, a visionary entrepreneur who has successfully established the Resorts World brand as a leader in the leisure and hospitality sector in Malaysia, Singapore, the Philippines, the US, the Bahamas and the UK. Tan Sri Lim Kok Thay also has significant investments in other industries globally including oil palm plantations, property development, power generation, oil and gas, cruise and biotechnology.

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 Catskills, visit www.rwcatskills.com

Resorts World Birmingham, visit www.resortsworldbirmingham.co.uk

Resorts World Bimini, visit www.rwbimini.com

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