

FOURTH QUARTERLY REPORT

Quarterly report on consolidated results for the financial year ended 31 December 2022. The figures for the cumulative period for the financial year ended 31 December 2022 have been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Fourth quarter ended 31 December		Financial year ended 31 December	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue	2,434,658	1,889,177	8,602,995	4,156,664
Cost of sales	(1,844,066)	(1,435,772)	(6,606,869)	(4,001,263)
Gross profit	590,592	453,405	1,996,126	155,401
Other income	77,123	319,233	354,388	524,038
Other expenses	(351,448)	(241,647)	(1,259,196)	(1,008,160)
Other (losses)/gains	(188,912)	1,305	(271,280)	(12,840)
Profit/(loss) from operations before impairment losses	127,355	532,296	820,038	(341,561)
Impairment losses	(293,773)	(209,360)	(412,249)	(240,512)
(Loss)/profit from operations	(166,418)	322,936	407,789	(582,073)
Finance costs	(150,576)	(103,871)	(596,695)	(381,861)
Share of results in an associate	(55,393)	(56,908)	(153,207)	(183,835)
Share of results in a joint venture	(33)	118	(87)	118
(Loss)/profit before taxation	(372,420)	162,275	(342,200)	(1,147,651)
Taxation	(96,564)	(38,195)	(325,186)	96,653
(Loss)/profit for the financial period/year	(468,984)	124,080	(667,386)	(1,050,998)
(Loss)/profit attributable to:				
Equity holders of the Company	(393,969)	174,119	(519,972)	(946,832)
Non-controlling interests	(75,015)	(50,039)	(147,414)	(104,166)
	(468,984)	124,080	(667,386)	(1,050,998)
(Loss)/earnings per share attributable to equity holders of the Company:				
Basic (loss)/earnings per share (sen)	(6.95)	3.08	(9.18)	(16.75)
Diluted (loss)/earnings per share (sen)	(6.95)	3.07	(9.18)	(16.75)

(The Condensed Consolidated Income Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2021.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Fourth quarter ended 31 December		Financial year ended 31 December	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
(Loss)/profit for the financial period/year	(468,984)	124,080	(667,386)	(1,050,998)
Other comprehensive (loss)/income				
Items that will not be reclassified subsequently to profit or loss:				
Actuarial (loss)/gain on retirement benefit liability	(2,370)	18,252	(2,370)	18,252
Items that may be reclassified subsequently to profit or loss:				
Cash flow hedges				
- Fair value changes	(1,167)	2,667	919	6,020
Foreign currency exchange differences				
- Exchange differences on translation of foreign operations	110,719	(22,359)	191,761	295,904
- Reclassification to profit or loss upon disposal of a subsidiary	-	82	17	(29,205)
	110,719	(22,277)	191,778	266,699
	109,552	(19,610)	192,697	272,719
Other comprehensive (loss)/income, net of tax	107,182	(1,358)	190,327	290,971
Total comprehensive (loss)/income for the financial period/year	(361,802)	122,722	(477,059)	(760,027)
Total comprehensive (loss)/income attributable to:				
Equity holders of the Company	(323,082)	170,405	(301,388)	(640,091)
Non-controlling interests	(38,720)	(47,683)	(175,671)	(119,936)
	(361,802)	122,722	(477,059)	(760,027)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2021.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	As at 31.12.2022 RM'000	As at 31.12.2021 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	15,380,842	16,007,899
Land held for property development	199,145	180,518
Investment properties	1,884,095	1,835,592
Intangible assets	4,083,578	4,183,372
Right-of-use assets	627,685	670,421
Associate	2,062,225	1,685,494
Joint venture	42,872	42,958
Financial assets at fair value through other comprehensive income	67,958	64,572
Financial assets at fair value through profit or loss	119,048	130,384
Other non-current assets	337,090	49,161
Deferred tax assets	29,393	34,145
	<u>24,833,931</u>	<u>24,884,516</u>
Current assets		
Inventories	150,564	126,565
Trade and other receivables	542,099	717,317
Amounts due from related companies	1,659	3,506
Amount due from an associate	58,496	36,883
Restricted cash	579	379
Cash and cash equivalents	3,043,708	4,641,026
	<u>3,797,105</u>	<u>5,525,676</u>
TOTAL ASSETS	<u>28,631,036</u>	<u>30,410,192</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	1,764,424	1,764,424
Reserves	11,815,802	13,005,122
Treasury shares	(944,409)	(985,868)
	<u>12,635,817</u>	<u>13,783,678</u>
Non-controlling interests	<u>(706,787)</u>	<u>(531,116)</u>
TOTAL EQUITY	<u>11,929,030</u>	<u>13,252,562</u>
Non-current liabilities		
Other long-term liabilities	200,877	193,919
Long term borrowings	11,223,120	12,650,177
Amount due to a related company	7,014	9,272
Lease liabilities	703,119	646,511
Deferred tax liabilities	819,530	611,811
	<u>12,953,660</u>	<u>14,111,690</u>
Current liabilities		
Trade and other payables	2,666,539	2,482,983
Amount due to holding company	23,819	6,831
Amounts due to related companies	59,307	46,736
Short term borrowings	894,024	385,566
Lease liabilities	79,799	104,118
Derivative financial instruments	4,017	1,259
Taxation	20,841	18,447
	<u>3,748,346</u>	<u>3,045,940</u>
TOTAL LIABILITIES	<u>16,702,006</u>	<u>17,157,630</u>
TOTAL EQUITY AND LIABILITIES	<u>28,631,036</u>	<u>30,410,192</u>
NET ASSETS PER SHARE (RM)	<u>2.23</u>	<u>2.44</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 2021.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

	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 2022	1,764,424	(83,898)	(919)	1,683,013	(985,868)	11,406,926	13,783,678	(531,116)	13,252,562
Loss for the financial year	-	-	-	-	-	(519,972)	(519,972)	(147,414)	(667,386)
Other comprehensive income/(loss)	-	-	919	220,035	-	(2,370)	218,584	(28,257)	190,327
Total comprehensive income/(loss) for the financial year	-	-	919	220,035	-	(522,342)	(301,388)	(175,671)	(477,059)
Transactions with owners:									
Performance-based employee share scheme	-	-	-	2,227	-	-	2,227	-	2,227
Employee share scheme shares vested to employees	-	-	-	(41,459)	41,459	-	-	-	-
Transfer of employee share scheme shares purchase price difference on shares vested	-	-	-	1,280	-	(1,280)	-	-	-
Appropriation:									
Special single-tier dividend declared for the financial year ended 31 December 2021	-	-	-	-	-	(508,787)	(508,787)	-	(508,787)
Interim single-tier dividend declared for the financial year ended 31 December 2022	-	-	-	-	-	(339,913)	(339,913)	-	(339,913)
Total transactions with owners	-	-	-	(37,952)	41,459	(849,980)	(846,473)	-	(846,473)
Balance at 31 December 2022	1,764,424	(83,898)	-	1,865,096	(944,409)	10,034,604	12,635,817	(706,787)	11,929,030

(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 2021.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D)
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

Attributable to equity holders of the Company

	Share Capital	Fair Value Reserve	Cash Flow Hedges Reserve	Other Reserves	Treasury Shares	Retained Earnings	Total	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1 January 2021	1,764,424	(83,898)	(6,939)	1,413,025	(987,934)	12,813,124	14,911,802	(411,180)	14,500,622
Loss for the financial year	-	-	-	-	-	(946,832)	(946,832)	(104,166)	(1,050,998)
Other comprehensive income/(loss)	-	-	6,020	282,469	-	18,252	306,741	(15,770)	290,971
Total comprehensive income/(loss) for the financial year	-	-	6,020	282,469	-	(928,580)	(640,091)	(119,936)	(760,027)
Transactions with owners:									
Buy-back of shares	-	-	-	-	(21,257)	-	(21,257)	-	(21,257)
Performance-based employee share scheme	-	-	-	13,579	-	-	13,579	-	13,579
Employee share scheme shares vested to employees	-	-	-	(23,323)	23,323	-	-	-	-
Transfer of employee share scheme shares purchase price difference on shares vested	-	-	-	(2,737)	-	2,737	-	-	-
Appropriation:									
Special single-tier dividend declared for the financial year ended 31 December 2020	-	-	-	-	-	(480,355)	(480,355)	-	(480,355)
Total transactions with owners	-	-	-	(12,481)	2,066	(477,618)	(488,033)	-	(488,033)
Balance at 31 December 2021	1,764,424	(83,898)	(919)	1,683,013	(985,868)	11,406,926	13,783,678	(531,116)	13,252,562

(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 2021.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

	Financial year ended 31 December	
	2022 RM'000	2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(342,200)	(1,147,651)
Adjustments for:		
Depreciation and amortisation	1,238,739	1,106,288
Finance costs	596,695	381,861
Interest income	(33,688)	(24,260)
Investment income	(150)	(8,939)
Dividend income	(6,250)	(6,250)
Impairment losses	412,249	240,512
Employee share grant scheme expenses	2,227	13,579
Gain on disposal of a subsidiary	(5,774)	(184,106)
Share of results in an associate	153,207	183,835
Net exchange loss – unrealised	224,372	10,250
Income from capital award	(186,867)	(85,445)
Other non-cash items and adjustments	49,517	21,490
	2,444,277	1,648,815
Operating profit before working capital changes	2,102,077	501,164
Net change in current assets	49,690	(85,791)
Net change in current liabilities	282,274	57,819
	331,964	(27,972)
Cash from operations	2,434,041	473,192
Net tax paid	(65,373)	2,248
Retirement gratuities paid	(5,726)	(4,444)
	(71,099)	(2,196)
Net Cash Flow From Operating Activities	2,362,942	470,996
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(653,034)	(864,759)
Purchase of investment properties	(178,518)	(54,994)
Proceeds from disposal of property, plant and equipment	4,699	45,299
Proceeds from disposal of subsidiaries	5,860	591,008
Proceeds from disposal of financial assets at fair value through profit or loss	-	356,378
Proceeds from capital award	110,851	-
Interest received	33,734	21,925
Investment in an associate	(440,200)	(774,195)
Other investing activities	(16,959)	78,669
Net Cash Flow Used In Investing Activities	(1,133,567)	(600,669)
CASH FLOWS FROM FINANCING ACTIVITIES		
Buy-back of shares	-	(21,257)
Repayment of borrowings, redemption of medium term note and payment of transaction costs	(1,740,788)	(3,647,522)
Proceeds from bank borrowings and issuance of senior notes	394,322	7,075,491
Repayment of lease liabilities	(131,821)	(179,018)
Dividends paid	(848,700)	(480,355)
Finance costs paid	(535,306)	(468,523)
Net Cash Flow (Used In)/From Financing Activities	(2,862,293)	2,278,816
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	(1,632,918)	2,149,143
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	4,641,026	2,452,905
EFFECT OF CURRENCY TRANSLATION	35,600	38,978
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	3,043,708	4,641,026
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	2,642,686	2,966,835
Money market instruments	401,022	1,674,191
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	3,043,708	4,641,026

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2021.)

GENTING MALAYSIA BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT – FOURTH QUARTER ENDED 31 DECEMBER 2022

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

a) Accounting Policies and Methods of Computation

The interim financial report 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 figures for the cumulative period for the financial year ended 31 December 2022 have been audited.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022. 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 2021 except for the adoption of amendments to published standards for the Group for the financial year beginning 1 January 2022:

- Amendments to MFRS 3 “Reference to the Conceptual Framework”
- Amendments to MFRS 116 “Property, Plant and Equipment – Proceeds before Intended Use”
- Amendments to MFRS 137 “Onerous Contracts – Cost of Fulfilling a Contract”
- Annual Improvements to MFRS Standards 2018-2020

The adoption of these amendments to published standards 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

There were no unusual items affecting the assets, liabilities, equity, net income or cashflows of the Group for the financial year ended 31 December 2022.

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

Redemption of Medium Term Notes (“MTN”)

On 28 January 2022, GENM Capital Berhad, a direct wholly-owned subsidiary of the Company, had early redeemed RM1.4 billion in nominal value of the RM2.6 billion in nominal value of MTNs issued on 11 July 2018 under the MTN programme.

Other than the above, there were no other material issuance, cancellation, repurchase, resale or repayments of debts or equity securities for the financial year ended 31 December 2022.

f) Dividends Paid

Dividends paid during the financial year ended 31 December 2022 are as follows:

	RM’Mil
Special single-tier dividend for the year ended 31 December 2021 paid on 31 March 2022	
9.0 sen per ordinary share	508.8
Interim single-tier dividend for the year ended 31 December 2022 paid on 29 September 2022	
6.0 sen per ordinary share	339.9
	<hr/>
	848.7

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 financial year ended 31 December 2022 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	5,258.8	1,505.5	1,659.7	8,424.0	95.6	282.7	8,802.3
Inter segment	(45.8)	-	-	(45.8)	(7.1)	(146.4)	(199.3)
External	5,213.0	1,505.5	1,659.7	8,378.2	88.5	136.3	8,603.0
<u>Adjusted EBITDA/(LBITDA)</u>	1,634.3	300.2	477.6	2,412.1	14.9	(310.4)	2,116.6
Main foreign currency	RM	GBP	USD		RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.4476	4.3990		4.3990		

During the financial year ended 31 December 2022, revenue from the leisure & hospitality segment of RM8,378.2 million comprised gaming revenue and non-gaming revenue of RM6,367.7 million and RM2,010.5 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	RM'Mil 2,116.6
Pre-operating expenses	(82.1)
Property, plant and equipment written off	(2.5)
Impairment losses	(412.3)
Gain on disposal of a subsidiary	5.8
Redundancy costs	(9.0)
Others	(3.6)
EBITDA	1,612.9
Depreciation and amortisation	(1,238.8)
Interest income	33.7
Finance costs	(596.7)
Share of results in an associate and joint venture	(153.3)
Loss before taxation	(342.2)

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	11,530.4	4,048.1	6,287.7	21,866.2	2,268.1	1,125.9	25,260.2
Segment Liabilities	1,947.2	1,002.3	524.3	3,473.8	200.9	69.8	3,744.5
Main foreign currency	RM	GBP	USD		RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.2904	4.3900		4.3900		

RM'Mil

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

Segment assets	25,260.2
Interest bearing instruments	1,127.1
Associate	2,062.2
Joint venture	42.8
Unallocated corporate assets	138.7
Total assets	28,631.0

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

Segment liabilities	3,744.5
Interest bearing instruments	12,117.1
Unallocated corporate liabilities	840.4
Total liabilities	16,702.0

h) Property, Plant and Equipment

During the financial year ended 31 December 2022, acquisitions (including capitalised interest) of property, plant and equipment by the Group were RM625.0 million.

i) Material Event Subsequent to the end of Financial Year

There were no material events subsequent to the end of the current financial year ended 31 December 2022 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 financial year ended 31 December 2022.

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 2021.

l) Capital Commitments

Authorised capital commitments not provided for in the financial statements as at 31 December 2022 are as follows:

	RM'Mil
Contracted	640.0
Not contracted	2,246.6
	<u>2,886.6</u>
Analysed as follows:	
- Property, plant and equipment	<u>2,886.6</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 financial year ended 31 December 2022 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.	117,384	385,287
ii) Licensing fee for the use of "Genting", "Resorts World" and "Awana" logo charged by GENT to the Group.	52,845	175,500
iii) Provision of management and support services by GENT Group to the Group.	2,678	6,617
iv) Income from rental and related services provided to GENT Group.	1,316	5,492
v) 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.	20,252	79,428
vi) Provision of information technology consultancy, development, implementation, support and maintenance services and other management services by the Group to GENT Group.	1,602	7,022
vii) Income from rental of premises to Warisan Timah Holdings Sdn Bhd, a company related to certain directors of the Company.	543	1,963
viii) Income from rental of office space to Genting Hong Kong Limited ("GENHK") Group.	-	3,390
ix) Provision of maintenance and construction services by an entity connected with a shareholder of BB Entertainment Ltd ("BBEL") to the Group.	1,493	8,071
x) Licensing fee for the use of gaming software and system charged by RWI Group to the Group.	3,065	11,626
xi) Provision of support and management services by the Group to Empire Resorts, Inc. ("Empire").	3,217	13,330
xii) Inspection of the vessel "Tranquility" and crewing services by GENHK Group to the Group.	3	1,184
xiii) Provision of support and maintenance services for the use of gaming software by GENT Group to the Group	452	1,818
xiv) Purchase of Series F Preferred Stock of ERI by the Group from Kien Huat Realty III Limited	440,200	440,200
xv) Provision of water supply services by an entity connected with a shareholder of BBEL to the Group	982	6,334
xvii) Provision of electricity services by an entity connected with a shareholder of BBEL to the Group	5,570	19,973

n) Fair Value of Financial Instruments

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

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

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

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

As at 31 December 2022, 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	-	-	119.0	119.0
Financial assets at fair value through other comprehensive income	-	-	67.9	67.9
	-	-	186.9	186.9
Financial liability				
Derivative financial instruments	-	4.0	-	4.0

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2021.

GENTING MALAYSIA BERHAD
ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FINANCIAL YEAR ENDED
31 DECEMBER 2022

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				FINANCIAL YEAR ENDED 31 DECEMBER			
	4Q2022	4Q2021	Var		2022	2021	Var	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
Revenue								
Leisure & Hospitality								
- Malaysia	1,587.2	961.9	625.3	65%	5,213.0	1,516.5	3,696.5	>100%
- United Kingdom and Egypt	335.1	433.2	(98.1)	(23%)	1,505.5	1,064.7	440.8	41%
- United States of America and Bahamas	459.7	350.7	109.0	31%	1,659.7	1,324.1	335.6	25%
	2,382.0	1,745.8	636.2	36%	8,378.2	3,905.3	4,472.9	>100%
Property	23.8	123.1	(99.3)	(81%)	88.5	180.1	(91.6)	(51%)
Investments & others	28.9	20.3	8.6	42%	136.3	71.3	65.0	91%
	2,434.7	1,889.2	545.5	29%	8,603.0	4,156.7	4,446.3	>100%
Adjusted EBITDA/(LBITDA)								
Leisure & Hospitality								
- Malaysia	467.3	358.1	109.2	30%	1,634.3	15.5	1,618.8	>100%
- United Kingdom and Egypt	60.3	178.8	(118.5)	(66%)	300.2	243.5	56.7	23%
- United States of America and Bahamas	148.5	116.7	31.8	27%	477.6	415.0	62.6	15%
	676.1	653.6	22.5	3%	2,412.1	674.0	1,738.1	>100%
Property	0.2	104.7	(104.5)	(100%)	14.9	113.0	(98.1)	(87%)
Investments & others	(203.4)	(20.2)	(183.2)	(>100%)	(310.4)	(60.0)	(250.4)	(>100%)
Adjusted EBITDA	472.9	738.1	(265.2)	(36%)	2,116.6	727.0	1,389.6	>100%
Pre-operating expenses	(31.1)	(27.5)	(3.6)	(13%)	(82.1)	(120.6)	38.5	32%
Property, plant and equipment written off	(0.5)	(14.0)	13.5	96%	(2.5)	(23.2)	20.7	89%
Impairment losses	(293.8)	(209.4)	(84.4)	(40%)	(412.3)	(240.5)	(171.8)	(71%)
Gain on disposal of subsidiaries	-	119.8	(119.8)	NC	5.8	184.1	(178.3)	(97%)
Redundancy costs	(3.9)	(5.6)	1.7	30%	(9.0)	(24.2)	15.2	63%
Others	(3.5)	4.2	(7.7)	(>100%)	(3.6)	(2.7)	(0.9)	(33%)
EBITDA	140.1	605.6	(465.5)	(77%)	1,612.9	499.9	1,113.0	>100%
Depreciation and amortisation	(319.6)	(290.5)	(29.1)	(10%)	(1,238.8)	(1,106.3)	(132.5)	(12%)
Interest income	13.1	7.8	5.3	68%	33.7	24.3	9.4	39%
Finance costs	(150.6)	(103.9)	(46.7)	(45%)	(596.7)	(381.9)	(214.8)	(56%)
Share of results in an associate	(55.4)	(56.9)	1.5	3%	(153.2)	(183.8)	30.6	17%
Share of results in joint venture	*	0.1	*	(99%)	(0.1)	0.1	(0.2)	(>100%)
(Loss)/profit before taxation	(372.4)	162.2	(534.6)	(>100%)	(342.2)	(1,147.7)	805.5	70%

* Less than RM0.1 million

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 4Q2022 RM'Mil	PRECEDING QUARTER 3Q2022 RM'Mil	Var	
			RM'Mil	%
Revenue				
Leisure & Hospitality				
- Malaysia	1,587.2	1,395.5	191.7	14%
- United Kingdom and Egypt	335.1	393.9	(58.8)	(15%)
- United States of America and Bahamas	459.7	424.9	34.8	8%
	2,382.0	2,214.3	167.7	8%
Property	23.8	20.4	3.4	17%
Investments & others	28.9	36.7	(7.8)	(21%)
	2,434.7	2,271.4	163.3	7%
Adjusted EBITDA/(LBITDA)				
Leisure & Hospitality				
- Malaysia	467.3	445.0	22.3	5%
- United Kingdom and Egypt	60.3	73.9	(13.6)	(18%)
- United States of America and Bahamas	148.5	128.2	20.3	16%
	676.1	647.1	29.0	4%
Property	0.2	3.1	(2.9)	(94%)
Investments & others	(203.4)	(40.4)	(163.0)	(>100%)
Adjusted EBITDA	472.9	609.8	(136.9)	(22%)
Pre-operating expenses	(31.1)	(13.5)	(17.6)	(>100%)
Property, plant and equipment written off	(0.5)	(0.6)	0.1	17%
Impairment losses	(293.8)	(47.6)	(246.2)	(>100%)
Redundancy costs	(3.9)	(2.2)	(1.7)	(77%)
Others	(3.5)	(0.1)	(3.4)	(>100%)
EBITDA	140.1	545.8	(405.7)	(74%)
Depreciation and amortisation	(319.6)	(311.1)	(8.5)	(3%)
Interest income	13.1	9.7	3.4	35%
Finance costs	(150.6)	(142.1)	(8.5)	(6%)
Share of results in an associate	(55.4)	(6.6)	(48.8)	(>100%)
(Loss)/profit before taxation	(372.4)	95.7	(468.1)	(>100%)

NC: Not comparable

1) Review of Performance (Cont'd)

a) Quarter ended 31 December 2022 ("4Q 2022") compared with quarter ended 31 December 2021 ("4Q 2021")

The Group's revenue in 4Q 2022 was RM2,434.7 million, an increase of 29% from RM1,889.2 million in 4Q 2021. The increase in revenue for this quarter was mainly due to:

1. higher revenue from the leisure and hospitality business in Malaysia by RM625.3 million compared to 4Q 2021, mainly due to higher business volume following further relaxation of COVID-19 restrictions and the reopening of national borders since 1 April 2022. The opening of Genting SkyWorlds theme park in February 2022 has also contributed to an increase in the non-gaming revenue during 4Q 2022; and
2. higher revenue from the leisure and hospitality businesses in the United States of America ("US") and Bahamas by RM109.0 million or 31%, largely due to higher contribution from non-gaming revenue following the opening of Hyatt Regency JFK Airport at Resorts World New York City ("RWNYC") on 11 August 2021. Higher revenue was recorded by Resorts World Bimini as a result of relaxation on travel restriction since 19 June 2022; offset by
3. lower revenue from leisure and hospitality businesses in United Kingdom ("UK") and Egypt by RM98.1 million or 23%, due to impact of ongoing inflationary pressures and weaker consumer confidence; and
4. lower revenue from property segment by RM99.3 million in 4Q 2022 mainly due to RM102.0 million proceeds from the sale of land in Malaysia in 4Q 2021.

The Group reported lower adjusted EBITDA of RM472.9 million as compared with RM738.1 million in 4Q 2021, mainly due to:

1. lower adjusted EBITDA by RM118.5 million from the leisure and hospitality businesses in the UK and Egypt, from RM178.8 million in 4Q 2021 to RM60.3 million in 4Q 2022 primarily due to recognition of RM109.4 million in 4Q 2021 in relation to the recovery of value added taxes ("VAT") paid in prior years on income from gaming machines following the establishment of a legal precedent in prior year; and
2. lower adjusted EBITDA from property segment by RM104.5 million mainly due to the gain on disposal of land in Malaysia in 4Q 2021 of RM97.9 million;
3. higher adjusted LBITDA from investments & others segment by RM183.2 million mainly arising from recognition of net foreign exchange translation losses of RM183.1 million in 4Q 2022; offset by
4. higher adjusted EBITDA by RM109.2 million from the leisure and hospitality business in Malaysia mainly due to higher revenue but offset by higher operating and payroll related expenses in 4Q 2022. The adjusted EBITDA margin for 4Q 2022 was recorded at 29%; and
5. higher adjusted EBITDA by RM31.8 million from the leisure and hospitality businesses in the US and Bahamas compared to 4Q 2021. This was primarily due to higher revenue generated offset by higher operating expenses following the opening of Hyatt Regency JFK Airport in August 2021 and full operation of Resorts World Bimini upon lifting of COVID-19 restrictions in June 2022.

Excluding the net foreign exchange translation losses of RM183.1 million in 4Q 2022 and gain on land disposal in 4Q 2021 of RM97.9 million, the adjusted EBITDA for 4Q 2022 of RM656.0 million would be higher by RM15.8 million (2%) when compared to 4Q 2021's adjusted EBITDA of RM640.2 million.

The Group's reported loss before taxation of RM372.4 million in 4Q 2022 compared with profit before taxation of RM162.2 million in 4Q 2021, mainly due to:

1. lower adjusted EBITDA as mentioned above;
2. recognition of gain on disposal of subsidiaries, Authentic Gaming Limited and Authentic Gaming Malta Limited of RM119.8 million in 4Q 2021;
3. higher finance costs by RM46.7 million mainly due to finance costs incurred on certain qualifying projects were completed and are no longer capitalised during the quarter; and

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

a) **Quarter ended 31 December 2022 (“4Q 2022”) compared with quarter ended 31 December 2021 (“4Q 2021”) (Cont'd.)**

4. higher impairment losses by RM84.4 million. The Group recorded impairment losses of RM293.8 million in 4Q 2022 on assets of Resorts World Bimini and other receivables in the US. The impairment losses of RM209.4 million in 4Q 2021 were in relation to Resorts World Bimini and certain casino licences and assets in the UK; and
5. higher depreciation and amortisation by RM29.1 million mainly due to depreciation of certain projects upon completion and ready for use during the quarter.

b) **Financial year ended 31 December 2022 (“FY 2022”) compared with financial year ended 31 December 2021 (“FY 2021”)**

The Group's revenue in FY 2022 was RM8,603.0 million, more than two times of the level reported in FY 2021. The increase in revenue was mainly due to:

1. higher revenue from the leisure and hospitality business in Malaysia by RM3,696.5 million or more than three times of the level reported in FY 2021, mainly due to higher business volume following further relaxation of COVID-19 restrictions and the reopening of national borders since 1 April 2022. Revenue for FY 2021 was impacted by the temporary closure of RWG for approximately five months and the implementation of strict travel restrictions nationwide;
2. higher revenue from the leisure and hospitality businesses in the UK and Egypt by RM440.8 million, mainly due to higher volume of business from its land-based casinos following the re-opening since mid-May 2021 as well as reopening of Crockfords casino on 20 July 2022. Revenue for FY 2021 was impacted by temporary closure of land-based casinos in the UK from early January to mid-May 2021 amid a national lockdown in response to the outbreak of COVID-19 with all COVID-19 restrictions ended on 24 February 2022; and
3. higher revenue from the leisure and hospitality businesses in the US and Bahamas by RM335.6 million or 25%, primarily due to strong operating performance from RWNYC and Hilton Miami Downtown since the full lifting of COVID-19 restrictions in June 2021. Resorts World Bimini reported an improved performance as a result of relaxation on travel restriction since 19 June 2022; offset by
4. lower revenue from property segment in FY 2021 mainly due to RM102.0 million proceeds from the sale of land in Malaysia in 4Q 2021.

The Group reported higher adjusted EBITDA of RM2,116.6 million in FY 2022 as compared to adjusted EBITDA of RM727.0 million in FY 2021, mainly due to:

1. higher adjusted EBITDA of RM1,634.3 million from the leisure and hospitality business in Malaysia compared with an adjusted EBITDA of RM15.5 million in FY 2021, mainly due to lower revenue generated in FY 2021 arising from COVID-19 restrictions;
2. higher adjusted EBITDA of RM300.2 million from the leisure and hospitality businesses in the UK and Egypt compared with an adjusted EBITDA of RM243.5 million in FY 2021. This was primarily due to higher revenue following the gradual resumption of its operations since mid-May 2021 as well as reopening of Crockfords casino on 20 July 2022 offset by higher payroll and related costs. In 4Q 2021, RM109.4 million was recognised on recovery of value added taxes (“VAT”) paid in prior years on income from gaming machines following the establishment of a legal precedent in prior year; and
3. higher adjusted EBITDA by RM62.6 million from the leisure and hospitality businesses in the US and Bahamas compared to FY 2021 primarily due to higher revenue generated following the opening of Hyatt Regency JFK Airport and full operation of Resorts World Bimini upon lifting of COVID-19 restrictions in middle of 2022 offset by higher operating expenses; offset by
4. lower adjusted EBITDA from property segment by RM98.1 million mainly due to the gain on sale of land in Malaysia in 4Q 2021; and
5. higher adjusted LBITDA from investments & others segment by RM250.4 million mainly arising from recognition of higher net foreign exchange translation losses of RM248.3 million in the year.

1) Review of Performance (Cont'd)

b) Financial year ended 31 December 2022 ("FY 2022") compared with financial year ended 31 December 2021 ("FY 2021") (Cont'd)

The Group reported loss before taxation was RM342.2 million in FY 2022 compared with loss before taxation of RM1,147.7 million in FY 2021, mainly due to:

1. higher adjusted EBITDA as mentioned above; and
2. lower share of losses in an associate, Genting Empire Resorts LLC, the holding company of Empire Resorts, Inc. ("Empire") by RM30.6 million due to continued improvement in Empire's operating performance following the full relaxation of COVID-19 related restrictions since June 2021; offset by
3. higher impairment losses by RM171.8 million. The Group recorded impairment losses of RM412.3 million in FY2022 mainly in relation to assets of Resorts World Bimini and other receivables in the US. The impairment losses of RM240.5 million in FY2021 were in relation to Resorts World Bimini and certain casino licences and assets in the UK;
4. higher finance costs by RM214.8 million mainly due to finance costs incurred on certain qualifying projects which were completed and are no longer capitalised during the year;
5. higher depreciation and amortisation by RM132.5 million mainly due to depreciation of certain projects upon completion and ready for use during the year; and
6. recognition of a gain on disposal of subsidiaries, PLM Properties (UK) Pte. Ltd., Authentic Gaming Limited and Authentic Gaming Malta Limited amounted to RM184.1 million in FY2021.

2) Material Changes in Loss before Taxation for the Current Quarter ("4Q 2022") compared with Profit before Taxation in Immediate Preceding Quarter ("3Q 2022")

The Group reported loss before taxation of RM372.4 million compared with profit before taxation of RM95.7 million in 3Q 2022, mainly due to:

1. recognition of higher net foreign exchange translation losses by RM150.4 million in 4Q 2022;
2. higher impairment losses by RM246.2 million on assets of Resorts World Bimini and receivables in the US; and
3. higher share of losses from an associate by RM48.8 million recognised in 4Q 2022.

3) Prospects

The slowdown in the global economy is expected to persist as tightening monetary policy conditions aimed at managing inflationary pressures and continued disruptions from ongoing geopolitical conflicts are expected to continue weighing on economic activity. In Malaysia, economic growth is expected to continue albeit at a slower pace, supported by domestic demand.

International tourism is expected to rebound to near pre-pandemic levels in certain regions, although prevalent challenges in the global environment could delay its recovery. In line with the improving optimism surrounding international travel, the broad-based recovery of the regional gaming sector is expected to remain intact, aided by the re-opening of key markets and pent-up demand.

The Group continues to be cautiously optimistic on the near-term outlook of the leisure and hospitality industry and remains positive in the longer-term.

3) *Prospects (cont'd)*

In Malaysia, the Group will continue to focus on ramping up its operations at RWG to pre-pandemic capacity whilst building on its service delivery and product offerings to enhance the quality of guest experience. The Group will also leverage its quality assets to grow key business segments and attract incremental foreign visitation to the resort in view of the anticipated improvement in the pace of recovery in leisure travel following the recent relaxation of travel restrictions in the wider region. Notwithstanding, the Group will continue to remain agile in responding to the fluid business environment with continued focus on operational efficiencies and cost management to deliver a sustainable performance.

In the UK, the Group remains cautious on the ongoing challenges in the operating landscape amid increasing cost-of-living pressures and the tightening of the regulatory environment. As the Group navigates these uncertainties, the Group will maintain its focus on cost optimisation whilst reinforcing its operational and financial foundations to sustain its recovery momentum. The Group's ongoing investments into its customer propositions, in addition to the recent acquisition of three clubs, will also enable the Group to strengthen its capabilities and enhance its competitiveness.

In the US, the Group remains committed to exploring key opportunities to further strengthen its revenue-generation capabilities as the Group continues to focus on reinforcing its position as the leading gaming operator in the northeast US region. The New York Gaming Facility Board recently issued a Request for Application ("RFA") to solicit proposals for up to three commercial casinos in New York State and the Group will continue to closely monitor developments surrounding the RFA and respond accordingly. Meanwhile, the Group recently opened Resorts World Hudson Valley, the newest casino in New York State, on 28 December 2022 and the facility is expected to contribute positively to the Group and Empire's performance moving forward. In the Bahamas, the Group remains committed to improving visitation at RW Bimini by focusing on its cruise strategy, which includes increasing the number of port calls at the resort by international cruise operators as well as intensifying marketing and promotional activities.

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 financial year ended 31 December 2022 are as follows:

	Current quarter ended 31 December 2022 RM'000	Financial year ended 31 December 2022 RM'000
Current taxation		
Malaysian income tax charge	5,576	16,885
Foreign income tax charge	26,677	67,751
	<hr/>	<hr/>
	32,253	84,636
Deferred tax charge	62,642	240,308
	<hr/>	<hr/>
	94,895	324,944
Prior period taxation		
Income tax under provided	1,669	242
	<hr/>	<hr/>
	96,564	325,186
	<hr/> <hr/>	<hr/> <hr/>

The effective tax rate of the Group for the current quarter ended 31 December 2022 is higher than the statutory tax rate mainly due to expenses not deductible for tax purposes and current year's tax losses and deductible temporary differences not recognised.

6) *Status of Corporate Proposals Announced*

There were no corporate proposals announced but not completed as at 16 February 2023.

7) Group Borrowings

The details of the Group's borrowings as at 31 December 2022 are as set out below:

	As at 31.12.2022				As at 31.12.2021
	Secured/ Unsecured	Foreign Currency 'Mil		RM Equivalent 'Mil	RM Equivalent 'Mil
Short term borrowings	Secured	GBP	-	-	221.1
	Secured	USD	72.4	317.6	-
	Unsecured	USD	115.3	505.7	60.7
	Unsecured	RM	N/A	70.7	103.7
				894.0	385.5
Long term borrowings	Secured	USD	169.0	741.9	698.9
	Unsecured	USD	1,511.3	6,634.5	6,704.8
	Unsecured	RM	N/A	3,846.7	5,246.6
				11,223.1	12,650.3
Total borrowings	Secured	USD		1,059.5	698.9
	Secured	GBP		-	221.1
	Unsecured	USD		7,140.2	6,765.5
	Unsecured	RM		3,917.4	5,350.3
				12,117.1	13,035.8

8) Outstanding Derivatives

As at 31 December 2022, 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
Foreign Currency Exchange Forward		
USD		
- Less than 1 year	89,042	4,017

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 2021:

- 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 31 December 2022, 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 16 February 2023.

11) Dividend Proposed or Declared

- (a) (i) The Board of Directors ("Board") has declared a final single-tier dividend of 9.0 sen per ordinary share;
- (ii) The final single-tier dividend shall be payable on 14 April 2023;
- (iii) Entitlement to the final single-tier dividend:

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

- Shares transferred into the Depositor's Securities Account before 4.30pm on 21 March 2023 in respect of transfers; and
 - Shares bought on Bursa Securities on a cum entitlement basis according to the Rules of Bursa Securities.
- (b) The total dividend paid/payable for the current financial year ended 31 December 2022 would amount to 15.0 sen per ordinary share, comprising an interim single-tier dividend of 6.0 sen per ordinary share and a final single-tier dividend of 9.0 sen per ordinary share.

12) Loss before Taxation

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

	Current quarter ended 31 December 2022 RM'000	Financial year ended 31 December 2022 RM'000
<u>Charges:</u>		
Depreciation and amortisation	319,497	1,238,739
Property, plant and equipment written off	593	2,566
Impairment losses	293,773	412,249
Net foreign currency exchange losses	183,095	260,923
Finance costs:		
- Interest on borrowings	135,739	506,024
- Other finance costs	14,837	107,145
- Less: capitalised costs	-	(16,474)
Finance costs charged to income statements	150,576	596,695
<u>Credits:</u>		
Gain on disposal of a subsidiary	-	5,774
Net gain on disposal of property, plant and equipment	337	453
Income from capital award	48,276	186,867
Interest income	13,135	33,688
Investment income	150	150
Dividend income	1,575	6,250

13) Loss per share

- (a) The loss used as the numerator in calculating basic and diluted loss per share for the current quarter and financial year ended 31 December 2022 are as follows:

	Current quarter ended 31 December 2022 RM'000	Financial year ended 31 December 2022 RM'000
Loss for the financial period/year attributable to equity holders of the Company (used as numerator for the computation of basic and diluted loss per share)	<u>(393,969)</u>	<u>(519,972)</u>

- (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 financial year ended 31 December 2022 are as follows:

	Current quarter ended 31 December 2022 Number of Shares ('000)	Financial year ended 31 December 2022 Number of Shares ('000)
Weighted average number of ordinary shares in issue (*) (used as denominator for the computation of basic loss per share)	5,665,207	5,662,541
Adjustment for dilutive effect of Employee Share Scheme (**)	<u>-</u>	<u>-</u>
Adjusted weighted average number of ordinary shares in issue (used as denominator for the computation of diluted loss per share)	<u>5,665,207</u>	<u>5,662,541</u>

(*) *The weighted average number of ordinary shares in issue during the current quarter and financial year ended 31 December 2022 excludes the weighted average treasury shares held by the Company.*

(**) *The calculation of diluted loss per share for the current quarter and financial year ended 31 December 2022 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 2021 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 23 February 2023.



GENTING MALAYSIA BERHAD
198001004236 (58019-U)

PRESS RELEASE

For Immediate Release

**GENTING MALAYSIA BERHAD ANNOUNCES RESULTS FOR THE
FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 DECEMBER 2022**

- **Resorts World Genting maintained robust recovery momentum**
- **Opening of Group's latest property in New York State, Resorts World Hudson Valley, marks the Group's third entertainment destination in the region**
- **Potential headwinds ahead amid subdued global growth outlook**

KUALA LUMPUR, 23 February 2023 – Genting Malaysia Berhad (Group) today announced its financial results for the fourth quarter (4Q22) and financial year ended 31 December 2022 (FY22).

The Group's total revenue improved by 29% to RM2,434.7 million in 4Q22. However, adjusted earnings before interest, taxation, depreciation and amortisation (EBITDA) declined by 36% to RM472.9 million. The Group also registered loss before tax (LBT) of RM372.4 million as compared to a profit before tax (PBT) of RM162.2 million in the comparable period last year (4Q21). The Group reported net loss of RM469.0 million in 4Q22 as compared to a net profit of RM124.0 million in 4Q21.

In FY22, the Group's total revenue more than doubled to RM8,603.0 million and the Group's adjusted EBITDA improved by almost three times to RM2,116.6 million. These improvements were largely driven by the recovery of the Group's operations in Malaysia. The Group's loss before tax narrowed by 70% to RM342.2 million and net loss decreased by 36% to RM667.4 million.

4Q22 Results

The Group's leisure and hospitality business in Malaysia recorded a 65% increase in revenue to RM1,587.2 million and the Group reported a 30% growth in adjusted EBITDA to RM467.3 million. These improvements were largely attributable to the overall higher volume of business registered at Resorts World Genting (RWG), as the resort's improved operating performance was driven by the continued ramp up of its business following the lifting of Coronavirus Disease 2019 (COVID-19) related restrictions, and the reopening of national borders in Malaysia from 1 April 2022. Additionally, the launch of Genting SkyWorlds Theme Park in February 2022 had contributed to greater non-gaming revenue in the period. As a result of the ramp up of its operations, the Group incurred higher operating and payroll related expenses in 4Q22 as compared to the same period last year. The Group's leisure and hospitality business in Malaysia registered adjusted EBITDA margin of 29% this quarter.

In the United Kingdom (UK) and Egypt, the Group reported a decline in revenue by 23% to RM335.1 million. This was largely due to the impact of ongoing inflationary pressures and weaker consumer confidence, which resulted in lower business volumes registered by the Group's operations in the UK. The Group also recorded a 66% decrease in adjusted EBITDA to RM60.3 million, mainly due to the recognition of a one-off tax recovery in 4Q21. Excluding this, the Group's adjusted EBITDA declined by 13%, primarily due to higher payroll and related expenses incurred in 4Q22 as compared to the same period last year.

In the United States of America (US) and the Bahamas, the Group's revenue grew by 31% to RM459.7 million and the Group achieved higher adjusted EBITDA by 27% to RM148.5 million. These improvements were mainly attributable to higher volume of business reported at Resorts World New York City (RWNYC) following the ramp up of the Hyatt Regency JFK Airport at Resorts World New York City hotel, which contributed to higher non-gaming revenue. Meanwhile, the operating performance of Resorts World Bimini (RW Bimini) had registered some level of recovery in 4Q22 since the relaxation of travel restrictions to the Bahamas from 19 June 2022.

The Group's associate company, Empire Resorts, Inc. (Empire) had reported continued improvements in operating trends in 4Q22, with higher gross gaming revenue registered at Resorts World Catskills (RW Catskills).

Meanwhile, the Group's Property segment reported lower revenue by 81% to RM23.8 million, mainly due to a one-off gain on disposal of land in Malaysia in 4Q21. Consequently, the Group registered adjusted EBITDA of RM0.2 million for the Property segment in 4Q22 as compared to adjusted EBITDA of RM104.7 million in the same period last year.

The Group's overall adjusted EBITDA also includes the impact of net foreign exchange translation losses in 4Q22. Excluding the effects of the net foreign exchange translation losses and the one-off gain on land disposal in 4Q21, the Group's overall adjusted EBITDA of RM656.0 million in 4Q22 would be higher by 2% from the same period last year.

FY22 Results

In Malaysia, revenue from the Group's leisure and hospitality division more than tripled to RM5,213.0 million and the Group reported adjusted EBITDA of RM1,634.3 million as compared to adjusted EBITDA of RM15.5 million in the same period last year (FY21). These improvements were primarily driven by the overall higher volume of business at RWG following the lifting of COVID-19 restrictions in Malaysia, coupled with the reopening of the national borders since 1 April 2022. In contrast, the Group's operating performance in FY21 was severely impacted by the temporary closure of RWG for approximately five months, in addition to the strict pandemic-related restrictions in place nationwide for most of the year.

In the UK and Egypt, the Group's revenue grew by 41% to RM1,505.5 million while adjusted EBITDA increased by 23% to RM300.2 million. The continued recovery in revenue and adjusted EBITDA was primarily attributable to the improved operating performance of the Group's land-based casinos in the UK, coupled with the reopening of Crockfords casino in London since July 2022 which had been well received. By comparison, the Group's performance in FY21 was adversely impacted by the temporary closure of its land-based venues in the UK for nearly five months in compliance with a national lockdown to curb the spread of COVID-19. The Group had also recognised a one-off tax recovery in FY21. Excluding this, the Group's adjusted EBITDA more than doubled from the same period last year. As the Group had progressively ramped up its operations since reopening its land-based casinos in mid-May 2021, the Group had incurred higher payroll and related expenses in FY22 as compared to FY21.

In the US and the Bahamas, revenue from the Group's leisure and hospitality operations grew by 25% to RM1,659.7 million. The Group also reported higher adjusted EBITDA by 15% to RM477.6 million. These increases were mainly attributable to the strong volume of business registered at RWNYC, coupled with the improved operating performance of the Group's Hilton Miami Downtown hotel. However, the performance of RW Bimini had been adversely impacted by the COVID-19 restrictions imposed in the Bahamas during the first half of 2022. This had resulted in significant impairment loss on the carrying value of RW Bimini during the year.

Meanwhile, Empire had continued to register improvements in its operating trends, with higher gross gaming revenue reported at RW Catskills.

During the period, the Group recorded lower revenue from its Property segment by 51% to RM88.5 million, mainly due to a one-off gain on sale of land in Malaysia in 4Q21. Consequently, the Group reported an 87% decline in adjusted EBITDA to RM14.9 million for its Property segment in FY22.

The Group's overall adjusted EBITDA was also impacted by net foreign exchange translation losses recorded during the year. Excluding the impact of the foreign exchange translation loss, the Group registered adjusted EBITDA of RM 2,379.4 million.

The Board has declared a final single-tier dividend of 9.0 sen per ordinary share for FY2022. Together with the interim dividend of 6.0 sen per ordinary share, this brings the total dividend for the year to 15.0 sen per ordinary share, an increase of 67% from the previous year.

Outlook

The slowdown in the global economy is expected to persist as tightening monetary policy conditions aimed at managing inflationary pressures and continued disruptions from ongoing geopolitical conflicts are expected to continue weighing on economic activity. In Malaysia, economic growth is expected to continue albeit at a slower pace, supported by domestic demand.

International tourism is expected to rebound to near pre-pandemic levels in certain regions, although prevalent challenges in the global environment could delay its recovery. In line with the improving optimism surrounding international travel, the broad-based recovery of the regional gaming sector is expected to remain intact, aided by the re-opening of key markets and pent-up demand.

The Group continues to be cautiously optimistic on the near-term outlook of the leisure and hospitality industry and remains positive in the longer-term.

In Malaysia, the Group will continue to focus on ramping up its operations at RWG to pre-pandemic capacity whilst building on its service delivery and product offerings to enhance the quality of guest experience. The Group will also leverage its quality assets to grow key business segments and attract incremental foreign visitation to the resort in view of the anticipated improvement in the pace of recovery in leisure travel following the recent relaxation of travel restrictions in the wider region. Notwithstanding, the Group will continue to remain agile in responding to the fluid business environment with continued focus on operational efficiencies and cost management to deliver a sustainable performance.

In the UK, the Group remains cautious on the ongoing challenges in the operating landscape amid increasing cost-of-living pressures and the tightening of the regulatory environment. As the Group navigates these uncertainties, the Group will maintain its focus on cost optimisation whilst reinforcing its operational and financial foundations to sustain its recovery momentum. The Group's ongoing investments into its customer propositions, in addition to the recent acquisition of three clubs, will also enable the Group to strengthen its capabilities and enhance its competitiveness.

In the US, the Group remains committed to exploring key opportunities to further strengthen its revenue-generation capabilities as the Group continues to focus on reinforcing its position as the leading gaming operator in the northeast US region. The New York Gaming Facility Board recently issued a Request for Application ("RFA") to solicit proposals for up to three commercial casinos in New York State and the Group will continue to closely monitor developments surrounding the RFA and respond accordingly. Meanwhile, the Group recently opened Resorts World Hudson Valley, the newest casino in New York State, on 28 December 2022 and the facility is expected to contribute positively to the Group and Empire's performance moving forward. In the Bahamas, the Group remains committed to improving visitation at RW Bimini by focusing on its cruise strategy, which includes increasing the number of port calls at the resort by international cruise operators as well as intensifying marketing and promotional activities.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD SUMMARY OF RESULTS	INDIVIDUAL QUARTER		Variance		FINANCIAL YEAR ENDED 31 DECEMBER		Variance	
	4Q2022	4Q2021	4Q22 vs 4Q21		2022	2021	FY22 vs FY21	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
Revenue								
Leisure & Hospitality								
- Malaysia	1,587.2	961.9	625.3	65%	5,213.0	1,516.5	3,696.5	>100%
- United Kingdom and Egypt	335.1	433.2	-98.1	-23%	1,505.5	1,064.7	440.8	41%
- United States of America and Bahamas	459.7	350.7	109.0	31%	1,659.7	1,324.1	335.6	25%
	2,382.0	1,745.8	636.2	36%	8,378.2	3,905.3	4,472.9	>100%
Property	23.8	123.1	-99.3	-81%	88.5	180.1	-91.6	-51%
Investments & others	28.9	20.3	8.6	42%	136.3	71.3	65.0	91%
	2,434.7	1,889.2	545.5	29%	8,603.0	4,156.7	4,446.3	>100%
Adjusted EBITDA								
Leisure & Hospitality								
- Malaysia	467.3	358.1	109.2	30%	1,634.3	15.5	1,618.8	>100%
- United Kingdom and Egypt	60.3	178.8	-118.5	-66%	300.2	243.5	56.7	23%
- United States of America and Bahamas	148.5	116.7	31.8	27%	477.6	415.0	62.6	15%
	676.1	653.6	22.5	3%	2,412.1	674.0	1,738.1	>100%
Property	0.2	104.7	-104.5	-100%	14.9	113.0	-98.1	-87%
Investments & others	(203.4)	(20.2)	-183.2	->100%	(310.4)	(60.0)	-250.4	->100%
Adjusted EBITDA	472.9	738.1	-265.2	-36%	2,116.6	727.0	1,389.6	>100%
Pre-operating expenses	(31.1)	(27.5)	-3.6	-13%	(82.1)	(120.6)	38.5	32%
Property, plant and equipment written off	(0.5)	(14.0)	13.5	96%	(2.5)	(23.2)	20.7	89%
Impairment losses	(293.8)	(209.4)	-84.4	-40%	(412.3)	(240.5)	-171.8	-71%
Gain on disposal of subsidiaries	-	119.8	-119.8	NC	5.8	184.1	-178.3	-97%
Redundancy costs	(3.9)	(5.6)	1.7	30%	(9.0)	(24.2)	15.2	63%
Others	(3.5)	4.2	-7.7	->100%	(3.6)	(2.7)	-0.9	-33%
EBITDA	140.1	605.6	-465.5	-77%	1,612.9	499.9	1,113.0	>100%
Depreciation and amortisation	(319.6)	(290.5)	-29.1	-10%	(1,238.8)	(1,106.3)	-132.5	-12%
Interest income	13.1	7.8	5.3	68%	33.7	24.3	9.4	39%
Finance costs	(150.6)	(103.9)	-46.7	-45%	(596.7)	(381.9)	-214.8	-56%
Share of results in an associate	(55.4)	(56.9)	1.5	3%	(153.2)	(183.8)	30.6	17%
Share of results in joint venture	*	0.1	*	-99%	(0.1)	0.1	-0.2	->100%
Profit/(loss) before taxation	(372.4)	162.2	-534.6	->100%	(342.2)	(1,147.7)	805.5	70%
Taxation	(96.6)	(38.2)	-58.4	->100%	(325.2)	96.7	-421.9	->100%
(Loss)/Profit for the financial period	(469.0)	124.0	-593.0	->100%	(667.4)	(1,051.0)	383.6	36%
Basic earnings/(loss) per share (sen)	(6.95)	3.08	-10.0	->100%	(9.18)	(16.75)	7.6	45%
Diluted earnings/(loss) per share (sen)	(6.95)	3.07	-10.0	->100%	(9.18)	(16.75)	7.6	45%

* Less than RM0.1 million

NC : Not comparable

About Genting Malaysia Berhad

Genting Malaysia is one of the leading leisure and hospitality corporations in the world. Listed on Bursa Malaysia with approximately RM16 billion in market capitalisation, Genting Malaysia owns and operates major resort properties including Resorts World Genting (RWG) in Malaysia, Resorts World New York City (RWNYC), as well as Resorts World Catskills (RW Catskills) and Resorts World Hudson Valley (which are 49%-owned via an associate company), in the United States (US), Resorts World Bimini (RW Bimini) in the Bahamas, Resorts World Birmingham (RW 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 SkyWorlds Theme Park, a first class, world-class theme park is a key attraction in augmenting RWG's integrated entertainment line-up. Additionally, Genting Highlands Premium Outlets (a joint venture between Genting Plantations Berhad and Simon Property Group) at the mid-hill, further complement RWG's extensive premium offerings and exemplifies its position as a leading provider of leisure and entertainment in the region.

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 RW 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 (VGM) in New York City, and RW Catskills, a premium destination resort situated within the scenic Catskills Mountains in New York State, collectively offer the ultimate hospitality and entertainment experience, featuring a live table games casino, over 800 rooms across three hotels, including the Hyatt Regency JFK Airport at Resorts World New York City hotel, VGMs, the mobile app, Resorts WorldBET, diverse bar and restaurant choices, exciting shows and memorable events. Resorts World Hudson Valley, the newest casino in New York State, is a premier entertainment hub with 1,200 slots and VGMs. 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, Genting Malaysia operates RW Bimini, which features a casino, Hilton at RW Bimini, restaurants and bars, various resort amenities, the RW Bimini Cruise Port, a beach club 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 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 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 Hudson Valley, visit www.rwhudsonvalleyny.com

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

Resorts World Bimini, visit www.rwbimini.com

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