GENTING BERHAD

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FOURTH QUARTERLY REPORT

Quarterly report on consolidated results for the financial year ended 31 December 2005. The figures for the cumulative period have been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005

	(UNAUDITED) INDIVIDUAL QUARTER		(AUDITED) CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31/12/2005 RM'000	PRECEDING YEAR CORRES-PONDING QUARTER 31/12/2004 RM'000	CURRENT YEAR-TO-DATE 31/12/2005 RM'000	PRECEDING YEAR CORRES-PONDING PERIOD 31/12/2004 RM'000
Revenue	**1,464,460**	1,194,009	**5,454,141**	4,647,010
Cost of sales	**(810,831)**	(715,471)	**(2,993,137)**	(2,559,578)
Gross profit	**653,629**	478,538	**2,461,004**	2,087,432
Other income	**202,616**	41,974	**501,698**	128,086
Other expenses	**(153,661)**	(127,558)	**(416,221)**	(359,653)
Profit from operations	**702,584**	392,954	**2,546,481**	1,855,865
Finance cost	**(35,073)**	(41,397)	**(152,917)**	(112,826)
Share of results in jointly controlled entities and associates	**(40,850)**	(32,503)	**45,763**	34,786

GENTING BERHAD
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005 (cont'd)

	(UNAUDITED) INDIVIDUAL QUARTER		(AUDITED) CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31/12/2005 RM'000	PRECEDING YEAR CORRES-PONDING QUARTER 31/12/2004 RM'000	CURRENT YEAR-TO-DATE 31/12/2005 RM'000	PRECEDING YEAR CORRES-PONDING PERIOD 31/12/2004 RM'000
Profit from ordinary activities before taxation	**626,661**	319,054	**2,439,327**	1,777,825
Taxation	**(171,699)**	54,568	**(627,649)**	(343,729)
Profit from ordinary activities after taxation	**454,962**	373,622	**1,811,678**	1,434,096
Minority shareholders' interests	**(108,291)**	(134,348)	**(564,731)**	(506,053)
Net profit for the period	**346,671**	239,274	**1,246,947**	928,043
Basic earnings per share (sen)	**49.17**	33.97	**176.95**	131.76
Diluted earnings per share (sen)	**48.81**	33.83	**176.05**	131.32

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

GENTING BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2005

	(AUDITED) AS AT 31 DEC 2005 RM'000	(AUDITED) AS AT 31 DEC 2004 RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	**6,941,406**	6,550,364
Land held for property development	**487,960**	495,098
Jointly controlled entities	**36,163**	39,689
Associates	**2,429,120**	2,230,115
Other long term assets	**1,244,395**	380,332
Deferred taxation	**9,385**	4,632
Intangible assets	**140,701**	13,699
CURRENT ASSETS		
Property development costs	**111,382**	105,397
Inventories	**349,100**	309,913
Trade and other receivables	**661,745**	553,923
Amount due from associates	**823**	682
Short term investments	**1,708,601**	1,706,598
Bank balances and deposits	**4,370,530**	4,206,073
	7,202,181	6,882,586
LESS: CURRENT LIABILITIES		
Trade and other payables	**913,148**	876,987
Short term borrowings	**417,007**	783,904
Taxation	**164,153**	94,267
	1,494,308	1,755,158
NET CURRENT ASSETS	**5,707,873**	5,127,428
	16,997,003	14,841,357
FINANCED BY		
SHARE CAPITAL	**352,672**	352,232
RESERVES	**8,649,317**	7,516,322
SHAREHOLDERS' EQUITY	**9,001,989**	7,868,554
MINORITY INTERESTS	**4,862,946**	3,432,046
NON-CURRENT LIABILITIES		
Long term borrowings	**2,455,701**	2,908,803
Other long term liabilities	**129,134**	108,547
Deferred taxation	**547,233**	523,407
	3,132,068	3,540,757
	16,997,003	14,841,357
NET ASSETS PER SHARE (RM)	**19.66**	16.04
NET TANGIBLE ASSETS PER SHARE (RM)	**12.56**	11.15

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

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005

	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Reserve on Exchange Differences RM'000	Other Reserves RM'000	Unappro-priated Profit RM'000	Total RM'000
Balance at 1 January 2004	352,169	97,803	308,524	66,183	-	6,220,168	7,044,847
Issue of shares	63	1,738	-	-	-	-	1,801
Net profit/(loss) not recognised in the income statement	-	-	(286)	7,968	-	286	7,968
Net profit for the financial year	-	-	-	-	-	928,043	928,043
Appropriation:							
- Final dividend paid for financial year ended 31 December 2003 (14.5 sen less 28% income tax)	-	-	-	-	-	(73,533)	(73,533)
- Interim dividend paid for financial year ended 31 December 2004 (8.0 sen less 28% income tax)	-	-	-	-	-	(40,572)	(40,572)
Balance at 31 December 2004	352,232	99,541	308,238	74,151	-	7,034,392	7,868,554
Balance at 1 January 2005	**352,232**	**99,541**	**308,238**	**74,151**	**-**	**7,034,392**	**7,868,554**
Issue of shares [see Note I(f)]	**440**	**12,149**	**-**	**-**	**-**	**-**	**12,589**
Negative goodwill arising from acquisition of subsidiaries and associates [See Note I (d) (ii)]	**-**	**-**	**-**	**-**	**-**	**112,104**	**112,104**
Net loss arising on changes in composition of the Group	**-**	**-**	**-**	**-**	**-**	**(94,675)**	**(94,675)**
Share of associate's other reserves	**-**	**-**	**-**	**-**	**11,205**	**-**	**11,205**
Others	**-**	**-**	**(869)**	**(22,838)**	**-**	**869**	**(22,838)**
Net profit/(loss) not recognised in the income statement	**-**	**-**	**(869)**	**(22,838)**	**11,205**	**18,298**	**5,796**
Net profit for the financial year	**-**	**-**	**-**	**-**	**-**	**1,246,947**	**1,246,947**
Appropriation:							
- Final dividend paid for financial year ended 31 December 2004 (16.0 sen less 28% income tax)	**-**	**-**	**-**	**-**	**-**	**(81,162)**	**(81,162)**
- Interim dividend paid for financial year ended 31 December 2005 (10.0 sen less 28% income tax)	**-**	**-**	**-**	**-**	**-**	**(50,735)**	**(50,735)**
Balance at 31 December 2005	**352,672**	**111,690**	**307,369**	**51,313**	**11,205**	**8,167,740**	**9,001,989**

(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 2004).

GENTING BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005

	(AUDITED) 2005 RM'000	(AUDITED) 2004 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit from ordinary activities before taxation	**2,439,327**	1,777,825
Adjustments for:		
Depreciation of property, plant and equipment ("PPE")	**410,129**	374,129
Finance cost	**152,917**	112,826
Provision for retirement gratuities	**18,301**	11,177
PPE written off	**2,002**	21,765
Net gain on dilution of Group's shareholding in GIPLC	**(136,650)**	-
Interest income	**(141,444)**	(88,398)
Gain on investment in Stanley Leisure arising from reorganisation of its share capital	**(113,483)**	-
Share of results in jointly controlled entities and associates	**(45,763)**	(34,786)
Additional compensation arising from acquisition of freehold land	**(25,797)**	-
Gain on disposal of PPE	**(474)**	(6,603)
Development cost written off	**-**	15,080
Other non-cash items	**(502)**	1,192
	119,236	406,382
Operating profit before changes in working capital	**2,558,563**	2,184,207
Net change in current assets	**(36,451)**	(26,464)
Net change in current liabilities	**23,758**	178,336
	(12,693)	151,872
Cash generated from operations	**2,545,870**	2,336,079
Taxation paid	**(533,596)**	(538,319)
Retirement gratuities paid	**(1,967)**	(142,370)
Other net operating receipts	**8,775**	30,559
	(526,788)	(650,130)
NET CASH INFLOW FROM OPERATING ACTIVITIES	**2,019,082**	1,685,949
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in investments and other long term assets	**(919,754)**	(479,436)
Purchase of PPE	**(590,684)**	(624,651)
Acquisition of subsidiaries and associates *	**(205,895)**	(105,120)
Purchase of additional equity interest in subsidiaries	**(176,578)**	(15,054)
Acquisition of Maxims Casino Business **	**(74,682)**	-
Investment in associates	**-**	(55,902)
Investment in jointly controlled entities	**(950)**	(38,112)
Proceeds from return of cash by Stanley Leisure/ disposal of investments	**477,498**	6,273
Interest received	**140,283**	88,037
Proceeds from disposal of PPE	**4,677**	8,702
Other net receipts from investing activities	**56,869**	26,680
NET CASH USED IN INVESTING ACTIVITIES	**(1,289,216)**	(1,188,583)

GENTING BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005 (Cont'd)

	(AUDITED) 2005 RM'000	(AUDITED) 2004 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	**(1,316,075)**	(330,977)
Dividend paid to minority shareholders	**(185,612)**	(108,491)
Dividend paid	**(131,897)**	(114,105)
Finance cost paid	**(123,107)**	(68,362)
Net proceeds from issue of Notes	**-**	1,093,667
Proceeds from bank borrowings	**484,055**	431,040
Other net receipts from financing activities	**1,027,333**	2,518
NET CASH (USED IN)/INFLOW FROM FINANCING ACTIVITIES	**(245,303)**	905,290
NET INCREASE IN CASH AND CASH EQUIVALENTS	**484,563**	1,402,656
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	**5,543,700**	4,136,984
EFFECT OF CURRENCY TRANSLATION	**(31,959)**	4,060
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	**5,996,304**	5,543,700
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	**4,370,530**	4,206,073
Money market instruments (included in Short term investments)	**1,625,774**	1,337,627
	5,996,304	5,543,700

*** ANALYSIS OF THE ACQUISITION OF SUBSIDIARIES AND ASSOCIATES**

Net assets acquired and net cash outflow on acquisition of 4 power plants located in China are analysed as follows:

	CURRENT YEAR-TO-DATE RM'000
Property, plant and equipment	**191,969**
Long term investment	**3,180**
Investment in associates	**168,818**
Long term receivables	**24,790**
Inventories	**15,919**
Trade and other receivables	**10,171**
Bank balances and deposits	**58,219**
Trade and other payables	**(23,335)**
Minority interests	**(69,993)**
Long term advances	**(3,520)**
Net assets acquired	**376,218**
Negative goodwill	**(112,104)**
Total purchase consideration	**264,114**
Less: Bank balances and deposits acquired	**(58,219)**
Net cash outflow on acquisition of subsidiaries and associates	**205,895**

**** ANALYSIS OF THE ACQUISITION OF MAXIMS CASINO BUSINESS**

Net assets acquired and net cash outflow on acquisition of Maxims Casino Business are analysed as follows:

	CURRENT YEAR-TO-DATE RM'000
Property, plant and equipment	**54,672**
Trademarks	**7,147**
Inventories	**571**
Bank balances and deposits	**357**
Trade and other payables	**(43)**
Net assets acquired	**62,704**
Goodwill	**12,335**
Total purchase consideration	**75,039**
Less: Bank balances and deposits acquired	**(357)**
Net cash outflow on acquisition of Maxims Casino Business	**74,682**

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

GENTING BERHAD

NOTES TO THE INTERIM FINANCIAL REPORT – 4TH QUARTER ENDED 31 DECEMBER 2005

(I) Compliance with Financial Reporting Standard ("FRS") 134: Interim Financial Reporting

(a) Accounting Policies and Methods of Computation

The interim financial report has been prepared in accordance with FRS 134 (previously MASB 26), "Interim Financial Reporting" and paragraph 9.22 of the Bursa Malaysia Securities Berhad ("Bursa Malaysia") Listing Requirements. The figures for the cumulative period 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 2004. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2004.

(b) 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 2004 did not contain any qualification.

(c) Seasonal or Cyclical Factors

On an overall basis, the business operations of the Group's Leisure & Hospitality Division and Plantation Division are subject to seasonal fluctuations whilst the Manufacturing Division is subject to cyclical fluctuations. The results of the Leisure & Hospitality Division are affected by major festive seasons and holidays. The production of fresh fruit bunches is seasonal in nature and normally peaks in the second half of the year. More detailed commentary is set out in Notes 1 and 2 in Part II of this interim financial report.

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

The unusual items included in the interim financial statements for the current quarter and current financial year ended 31 December 2005 relate to:

<u>Items affecting current quarter and current financial year</u>

i) Net gain of RM136.7 million arising from the dilution of the Group's shareholding in Genting International P.L.C. ("GIPLC") from 69.6% to 56.8%, subsequent to GIPLC's initial public offering of 1 billion new shares launched on 2 December 2005. This net gain has been included under 'Other Income'.

ii) Negative goodwill of RM112.1 million arising from Genting Power China Limited's acquisition of 4 power plants located in China from the subsidiaries of El Paso Corporation. This negative goodwill, which has been credited to 'Unappropriated Profit' in the Balance Sheet, has been determined based on provisional fair values assigned to the identifiable assets as at the acquisition date, i.e. 8 December 2005. Any adjustments to these provisional values upon the finalisation of a detailed fair value exercise will be recognised to 'Unappropriated Profit' within twelve months of the acquisition date.

Items previously reported and affecting current financial year

i) Gain of RM113.5 million on the Group's investment in Stanley Leisure plc ("Stanley Leisure"), arising from reorganisation of its share capital. This gain has been included under 'Other Income'.

ii) Additional compensation in respect of freehold land previously acquired by the government from Asiatic Development Berhad ("ADB"), a 54.6% owned subsidiary of the Company. Consequently, a net surplus of RM25.8 million has been included under 'Other Income' in the Income Statement.

Other than the above, there were no other unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current financial year ended 31 December 2005.

(e) **Material Changes in Estimates**

There have been no significant changes made in estimates of amounts reported in prior financial years.

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

The Company issued 879,000 new ordinary shares of 50 sen each, for cash, arising from the exercise of options granted under the Genting Executive Share Option Scheme at exercise prices of RM13.08 and RM14.34 per ordinary share for the current financial year ended 31 December 2005.

Other than the above, there were no other issuance, cancellation, repurchase, resale and repayment of debt securities of the Group and equity securities of the Company for the current financial year ended 31 December 2005.

(g) **Dividends Paid**

Dividends paid for the current financial year are as follows:

		RM'000
i)	Final dividend paid on 29 July 2005 for the year ended 31 December 2004 - 16.0 sen less 28% tax per ordinary share of 50 sen each	81,162
ii)	Interim dividend paid on 28 October 2005 for the year ended 31 December 2005 - 10.0 sen less 28% tax per ordinary share of 50 sen each	50,735
		131,897

(h) **Segment Information**

Segment analysis for the current financial year ended 31 December 2005 is set out below:

	Leisure & Hospitality RM'000	Plantation RM'000	Property RM'000	Manufacturing RM'000	Oil & Gas RM'000	Power RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Operating Revenue									
External	3,544,960	441,879	100,235	504,360	117,936	701,140	43,631	-	5,454,141
Inter segment	5,522	-	19,882	1,928	-	11,521	49,296	(88,149)	-
	3,550,482	441,879	120,117	506,288	117,936	712,661	92,927	(88,149)	5,454,141
Results									
Segment profit	1,531,010	173,207	23,166	47,251	50,914	266,856	312,372	261	2,405,037
Interest income									141,444
Finance cost									(152,917)
Share of results in jointly controlled entities and associates	14,432	3,016	811	-	-	27,489	15	-	45,763
Profit from ordinary activities before taxation									2,439,327
Taxation									(627,649)
Profit from ordinary activities after taxation									1,811,678
Minority shareholders' interests									(564,731)
Net profit for the financial year									1,246,947

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

Property, plant and equipment, which are stated at revalued amounts, have been brought forward without amendment from the previous annual financial statements.

(j) **Material Events Subsequent to the End of Financial Year**

There were no material events subsequent to the end of the current financial year that have not been reflected in the financial statements for the financial year ended 31 December 2005.

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

i) On 6 May 2005, the Company announced that Genting Overseas Holdings Limited ("GOHL"), a wholly-owned subsidiary of the Company, had entered into a Share Sale and Purchase Agreement ("SSPA") for the disposal of GOHL's equity interest of 3,620,086 ordinary shares of 25p each in Stanley Leisure plc to Palomino Limited ("Palomino"), a wholly-owned subsidiary of GIPLC, for a consideration of STG18,916,615 (approximately RM136.5 million), satisfied through the issuance of 196,293,471 new GIPLC shares.

Similarly, on 6 May 2005, Resorts World Bhd ("RWB"), a 57.7% owned subsidiary of the Company, announced that Resorts World Limited ("RWL") , a wholly-owned subsidiary of RWB, had entered into a SSPA for the disposal of RWL's equity interest of 26,343,468 ordinary shares of 5p each in London Clubs International plc to Palomino, for a consideration of STG31,713,847 (approximately RM228.8 million), satisfied through the issuance of 329,087,489 new GIPLC shares.

ii) On 13 May 2005, the Company announced that GOHL had entered into a SSPA with GIPLC, for the disposal of GOHL's entire equity interest in Sedby Limited ("Sedby"), for a sale consideration of USD18.4 million (approximately RM69.9 million), satisfied through the issuance of 104,545,455 new GIPLC shares. Sedby holds 80.0% equity interest in E-Genting Holdings Sdn Bhd ("EGH").

Similarly, on 13 May 2005, RWB, through Commerce International Merchant Bankers Berhad, announced that RWL had entered into a SSPA with GIPLC for the disposal of RWL's entire equity interest in Geremi Limited ("Geremi"), for a sale consideration of USD4.6 million (approximately RM17.5 million), satisfied through the issuance of 26,136,364 new GIPLC shares. Geremi holds 20.0% equity interest in EGH.

The above transactions were completed on 30 June 2005 and Sedby and Geremi ceased to be subsidiaries of GOHL and RWL respectively on that date.

iii) Arising from GIPLC's Rights Issue which was completed in May 2005, the internal reorganisation of investments within the Group (as in i and ii above) and prior to GIPLC's initial public offering ("IPO") of 1 billion new shares launched on 2 December 2005, the Group's shareholding in GIPLC increased from 64.3% to 69.6%.

Subsequent to the IPO, the Group's shareholding in GIPLC is 56.8%.

iv) On 9 December 2005, the Company announced that its Power Division had successfully completed the acquisitions of 4 power plants located in China from the subsidiaries of El Paso Corporation for a cash consideration of USD69.9 million (approximately RM264.1 million). Arising from this, Genting Power China Limited ("GPCL"), an indirect wholly-owned subsidiary of the Company, has acquired 15 subsidiaries and 3 associates.

Please refer to the disclosure made in Note 8(b) of Part II of this interim financial report.

Other than the above, there were no other material changes in the composition of the Group.

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

Certain subsidiaries of the Group had in November 2000 disposed their interest of 29.1 million shares of NCL Holding ASA to Arrasas Limited (“Arrasas”), a wholly-owned subsidiary of Star Cruises Ltd, which in turn is a 36.0% associate of RWB at Norwegian Kroner (“NOK”) 15 per share. The valuation proceedings at the Oslo City Court, ongoing since October 2001, culminated in the court’s decision on 5 December 2003, which fixed the redemption price at NOK25 per share. On 8 January 2004, Arrasas appealed this decision. The Appeal Court has on 28 June 2005 ruled that the redemption price is fixed at NOK16.50 per share.

Consequently, the Group has recognised additional net income amounting to USD4.6 million (approximately RM17.3 million) in the results for the second quarter ended 30 June 2005.

Other than the status of the contingent asset as disclosed above and the disclosure of changes in material litigation made in Note 11 of Part II of this interim financial report, there were no other significant changes in contingent liabilities or contingent assets since the last financial year ended 31 December 2004.

(m) **Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 31 December 2005 are as follows:

	RM’000
Contracted	283,167
Not contracted	516,256
	799,423
Analysed as follows:	
- Property, plant and equipment	679,024
- Investments	102,065
- Exploration cost	10,175
- Others	8,159
	799,423

GENTING BERHAD

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA – 4TH QUARTER ENDED 31 DECEMBER 2005

(II) Compliance with Appendix 9B of Bursa Malaysia Listing Requirements

1. **Review of Performance**

The comparison of the quarterly results are tabulated below:

	Current Quarter 2005 RM'million	Current Quarter 2004 RM'million	% +/-	Preceding Quarter 3Q 2005 RM'million	% +/-	Financial Year ended 31 Dec 2005 RM'million	Financial Year ended 31 Dec 2004 RM'million	% +/-
Revenue								
Leisure & Hospitality	**969.2**	704.3	+38	949.6	+2	**3,545.0**	2,815.3	+26
Plantation	**128.1**	143.5	-11	111.9	+14	**441.9**	467.2	-5
Property	**30.7**	13.4	>100	31.6	-3	**100.2**	63.3	+58
Manufacturing	**128.9**	120.5	+7	127.1	+1	**504.4**	479.3	+5
Power	**180.7**	187.9	-4	185.9	-3	**701.1**	734.9	-5
Oil & Gas	**24.4**	16.1	+52	40.2	-39	**117.9**	58.8	>100
Others *	**2.5**	8.3	-70	22.3	-89	**43.6**	28.2	+55
	1,464.5	1,194.0	+23	1,468.6	-	**5,454.1**	4,647.0	+17
Profit before tax and unusual items								
Leisure & Hospitality	**400.7**	211.7	+89	428.5	-6	**1,531.0**	1,170.1	+31
Plantation	**54.9**	65.3	-16	42.4	+29	**173.2**	210.2	-18
Property	**6.0**	(13.3)	>100	7.6	-21	**23.2**	(0.3)	>100
Manufacturing	**4.0**	10.4	-62	10.6	-62	**47.3**	55.3	-14
Power	**70.3**	75.2	-7	66.9	+5	**266.8**	288.4	-7
Oil & Gas	**0.1**	5.0	-98	21.1	-100	**50.9**	24.8	>100
Net gain arising from the dilution of Group's shareholding in GIPLC	**136.7**	-	>100	-	>100	**136.7**	-	>100
Gain on investment in Stanley Leisure arising from reorganisation of its share capital	**-**	-	-	113.5	-100	**113.5**	-	>100
Others	**(13.8)**	8.5	>100	35.2	>100	**62.4**	18.9	>100
	658.9	362.8	+82	725.8	-9	**2,405.0**	1,767.4	+36
Interest income	**43.7**	30.1	+45	33.9	+29	**141.4**	88.4	+60
Finance cost	**(35.1)**	(41.4)	-15	(35.1)	-	**(152.9)**	(112.8)	+36
Share of results of jointly controlled entities and associates	**(40.8)**	(32.4)	+26	54.8	>100	**45.8**	34.8	+32
Profit before tax	**626.7**	319.1	+96	779.4	-20	**2,439.3**	1,777.8	+37

* *Included within this segment is the gain arising from sale of short term investments.*

The recognition method for sale of short term investments has been changed in the current quarter from that of recognising the gross proceeds received from the disposal of such investments to that of recognising the difference between the proceeds of sale from these investments and its carrying amount in line with Financial Reporting Standard No. 125, "Accounting for Investments".

Quarter ended 31 December 2005 compared to quarter ended 31 December 2004

The Group registered a revenue of RM1,464.5 million in the current quarter compared to RM1,194.0 million in the previous year's corresponding quarter, which is an increase of 23%.

Increase in revenue from the Leisure & Hospitality Division is mainly attributable to the division's better underlying performance arising from higher visitor arrivals and better luck factor.

Higher progress billings from properties sold contributed to the higher revenue from the Property Division.

The higher revenue from the Manufacturing Division is due to the higher selling prices and volume sold.

The revenue from the Oil & Gas Division increased due to higher average oil prices and increased production.

The lower revenue from the Plantation Division is due mainly to lower selling prices of palm products.

The Group profit before tax for the current quarter is RM626.7 million compared to the previous year's corresponding quarter's profit before tax of RM319.1 million.

The increase in profit from the Leisure & Hospitality Division is in line with the higher revenue generated. The previous year's corresponding quarter's profit had also been affected by the lower luck factor in the premium player business, fixed assets written-off and assets impairment losses.

The Property Division has recorded a profit in the current quarter compared to a loss in the previous year's corresponding quarter. The loss had been mainly due to the write-off of capitalised expenses which had amounted to RM15.1 million.

The profit from the Plantation Division decreased in the current quarter despite an increase in fresh fruit bunches ("FFB") production. The decline is mainly due to lower selling prices of palm products coupled with higher production costs.

Despite the higher revenue recorded by the Manufacturing Division, its current quarter's profit is lower than the previous year's corresponding quarter due mainly to assets impairment losses.

The lower profit from the Power Division is due to expenses incurred during the current quarter to evaluate and bid for potential power projects overseas.

The lower profit in the Oil & Gas Division is mainly attributable to one-off charges incurred in the current quarter.

The share of results of jointly controlled entities and associates in the current quarter included a share of loss of RM48.0 million from Star Cruises Ltd ("SCL") compared to a share of loss of RM41.6 million in the previous year's corresponding quarter.

The profit before tax for the current quarter also included a net gain of RM136.7 million arising from the dilution of the Group's shareholding in GIPLC to 56.8%.

Financial year ended 31 December 2005 compared to 31 December 2004

The Group registered a revenue of RM5,454.1 million for the current financial year ended 31 December 2005 compared to RM4,647.0 million for the previous financial year, which is an increase of 17%.

Increased revenue from the Leisure & Hospitality Division is mainly attributable to the better underlying performance of this Division due mainly to higher visitor arrivals and increased volume of the gaming business.

The higher revenue from the Property Division arose from the higher progress billings from properties sold.

The higher revenue from the Manufacturing Division is due mainly to the higher selling prices.

Higher revenue from the Oil & Gas Division resulted from significantly higher average oil prices and increased production.

The lower revenue from the Plantation Division is due to lower selling prices of palm products.

Revenue from the Power Division was lower due mainly due to lower payments arising from major inspections carried out on all the gas turbines as well as additional repair work on the steam engine turbine in the second quarter of 2005.

Revenue from the 'others' division included dividends received from investment in equity securities.

The Group profit before tax for the current financial year is RM2,439.3 million, an increase of 37% compared to the previous year's profit before tax of RM1,777.8 million.

Increased profit from the Leisure & Hospitality and Oil & Gas divisions is mainly due to increased revenue.

The Property Division has shown an improvement in profit compared to a loss recorded in the previous financial year, the latter being mainly due to the write-off of capitalised expenses of RM15.1 million.

Despite an increase in FFB production, the profit from the Plantation Division decreased due mainly to lower selling prices of palm products coupled with higher production costs.

Lower profit from the Manufacturing Division, despite the higher revenue generated, is due mainly to higher costs of production, repairs and maintenance and assets impairment losses.

The lower profit from the Power Division is in line with the lower revenue generated.

The profit of 'others' included:

(a) A net surplus of RM25.8 million arising from the additional compensation in respect of land previously acquired by the government from ADB;

(b) A net amount of RM17.3 million arising from the difference in the redemption price in respect of the NCL Holding ASA share disposed ; and

(c) Dividend of RM23.6 million in respect of dividends received from investment in equity securities.

The share of results in jointly controlled entities and associates for the current financial year included a share of profit of RM15.4 million from SCL compared to a share of profit of RM12.8 million in the previous year. The share of results of jointly controlled entities in the current financial year is a share of loss of RM0.2 million compared to a share of loss of RM0.9 million in the previous year.

The current financial year's results included:

(a) A net gain of RM136.7 million arising from the dilution of the Group's shareholding in GIPLC to 56.8%; and

(b) A gain of RM113.5 million on investment in Stanley Leisure arising from reorganisation of its share capital.

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

The Group registered a profit before tax of RM626.7 million in the current quarter compared to RM779.4 million in the preceding quarter, a decrease of 20%.

The lower profit from the Leisure & Hospitality Division is mainly due to higher Group corporate expenses incurred in the current quarter.

Manufacturing Division recorded a lower profit in the current quarter due mainly to assets impairment losses.

The lower average oil prices and production coupled with one-off charges in the current quarter have resulted in the Oil & Gas Division recording a lower profit compared to the preceding quarter.

The share of results in jointly controlled entities and associates in the current quarter is a loss of RM40.8 million compared to a share of profit of RM54.8 million in the preceding quarter.

The preceding quarter's profit had also included a gain of RM113.5 million on investment in Stanley Leisure arising from reorganisation of its share capital.

The above decreases have been mitigated by the following:

(a) Plantation Division's profit in the current quarter is higher mainly due to higher crude palm oil selling price and FFB production;

(b) The higher profit from the Power Division is mainly due to insurance claims received in the current quarter arising from the forced outage of the power plant in the second quarter of 2005; and

(c) A net gain of RM136.7 million arising from the dilution of the Group's shareholding in GIPLC to 56.8%.

3. **Prospects**

In line with the government's continued policy to promote Malaysia as an international tourist destination and barring unforeseen circumstances, the Leisure & Hospitality Division's performance is expected to be satisfactory for the coming financial year.

Barring any unforeseen circumstances, the performance of the other Divisions in the Group is also expected to be satisfactory for the coming financial year.

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

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

5. **Taxation**

The breakdown of tax charges for the current quarter and current financial year ended 31 December 2005 are as set out below:

	Current Quarter RM'000	Current financial year-to-date RM'000
Current taxation		
Malaysian income tax charge	148,255	573,122
Foreign income tax charge	5,323	29,474
	153,578	602,596
Deferred tax charge	23,286	33,512
Share of tax in associates	1,092	5,005
	177,956	641,113
Prior period taxation		
Income tax (over)/under provided	(6)	653
Deferred tax over provided	(6,251)	(14,117)
Taxation charge	171,699	627,649

The effective tax rate of the Group for the current quarter, before adjustments made in respect of net overprovions for the prior years' taxation is marginally higher than the statutory tax rate mainly due to non-deductibility of certain expenses for tax purposes.

The effective tax rate of the Group for the current financial year-to-date, before adjustments made in respect of net over provisions for prior years' taxation, is lower than the statutory tax rate. This is mainly due to income not subject to Malaysian income tax.

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

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

7. **Quoted Securities other than Securities in Existing Subsidiary and Associates**

(a) The dealings in quoted securities for the current quarter and current financial year ended 31 December 2005 are as follows:

	Current quarter RM'000	Current financial year-to-date RM'000
Total purchases at cost	6,076	921,359
Total disposal proceeds	-	28,125
Total gain on disposal	-	2,701

The RM equivalent of transactions in respect of foreign currency quoted securities have been translated at the closing rate as at 31 December 2005.

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

	RM'000
Total investments at cost	1,267,259
Total investments at book value	1,249,127
Total investments at market value	1,510,794

8. **Status of Corporate Proposals Announced**

(a) On 13 May 2005, the Company announced that GOHL had entered into a Share Sale and Purchase Agreement with GIPLC for the disposal of its entire equity interest in Sedby for a sale consideration of USD18.4 million, satisfied through the issuance of 104,545,455 new GIPLC shares. Sedby holds 80.0% equity interest in EGH.

Similarly, on 13 May 2005, RWB, through Commerce International Merchant Bankers Berhad, announced that RWL had entered into a Share Sale and Purchase Agreement with GIPLC for the disposal of its entire equity interest in Geremi for a sale consideration of USD4.6 million, satisfied through the issuance of 26,136,364 new GIPLC shares. Geremi holds 20.0% equity interest in EGH.

The transactions above were completed on 30 June 2005 and Sedby and Geremi ceased to be subsidiaries of GOHL and RWL respectively on that date.

GIPLC has made an application to the Luxembourg Stock Exchange for the listing of the new GIPLC shares issued pursuant to the disposals by GOHL and RWL.

(b) On 23 June 2005, the Company announced that GPCL had entered into a conditional Purchase and Sale Agreement with subsidiaries of El Paso Corporation for the proposed acquisition by GPCL of the following interests in power plants located in China, for a cash consideration of approximately USD71.0 million (RM269.8 million) ("Proposed Acquisition"):

- an approximate 26% indirect ownership interest in the 724 Megawatts ("MW") Meizhou Wan power plant;
- an 80% indirect ownership interest in the 76MW Nanjing power plant;
- a 60% indirect ownership interest in the 109MW Suzhou power plant; and
- a 60% indirect ownership interest in the 42MW Wuxi power plant.

On 9 December 2005, the Company announced the successful completion of the Proposed Acquisition for a cash consideration of USD69.9 million (approximately RM264.1 million). These acquisitions will expand and complement the existing power business of the Group.

(c) The completion of the Share Sale Agreement entered into between Mastika Lagenda Sdn Bhd, an indirect 97.7% owned subsidiary of the Company, and Tenaga Nasional ("TNB") for the acquisition of TNB's 40% stake in Sepang Power Sdn Bhd is still outstanding as at 15 February 2006. TNB has in its results for the 4th quarter ended 31 August 2005 stated that the Share Sale Agreement has lapsed. However, the Company is not in agreement with TNB's statement and the matter is now being referred to the Ministry of Energy, Water and Communications, and the Economic Planning Unit of the Prime Minister's Department.

(d) On 8 June 2005, ADB announced that 5 of its subsidiaries had entered into 5 separate Joint Venture Agreements for the cultivation of oil palm on approximately 98,300 hectares of land in Kabupaten Ketapang, Provinsi Kalimantan Barat, Republic of Indonesia ("the Land") ("the Proposed Joint Venture"). As at 15 February 2006, the Proposed Joint Venture is subject to the following conditions being fulfilled within 12 months from the date of the Joint Venture Agreements or such period as may be mutually extended by parties to the said agreements:

i) The letter of confirmation from the local government of Kabupaten Ketapang on the Proposed Joint Venture;

ii) The approval of Badan Koordinasi Penanaman Modal or Investment Coordinating Board in Indonesia;

iii) The issuance of the Hak Guna Usaha certificates or Right/Title to Cultivate the Land;

iv) Due diligence study on the Land and the Joint Venture Companies; and

v) Any other approvals, licenses and permits required for the Proposed Joint Venture.

(e) On 14 November 2005, GIPLC announced that it had lodged its preliminary prospectus with the Monetary Authority of Singapore in connection with its proposed offering of new shares ("Proposed Invitation") and its proposed listing on the Main Board of the Singapore Exchange Securities Trading Limited ("SGX").

The Proposed Invitation comprises:

i) An international share placement to investors, including institutional and other investors in Singapore; and

ii) An offering to the public in Singapore.

On 9 December 2005, GIPLC announced that it had launched its initial public offering ("IPO") of 1 billion new shares on 2 December 2005. Through this IPO, GIPLC had raised an aggregate of about SGD350 million in gross proceeds.

The trading of the GIPLC shares on the Main Board of the SGX commenced on 12 December 2005.

Other than the above, there were no other corporate proposals announced but not completed as at 15 February 2006.

9. **Group Borrowings and Debt Securities**

The details of the Group's borrowings and debt securities as at 31 December 2005 are as set out below:

	Secured/ Unsecured	**Foreign Currency '000**	**RM Equivalent '000**
Short term borrowings	Unsecured	USD 110,354 -	416,971 36
Long term borrowings	Unsecured	USD 649,914	2,455,701

10. **Off Balance Sheet Financial Instruments**

As at 15 February 2006, the Group had the following off balance sheet financial instruments:

(a) Foreign Currency Contracts

Currency	**Contract Amounts '000**	**Transaction Dates**	**Expiry Dates**
Swiss Francs	2,307	05/04/2005 to 14/02/2006	10/03/2006 to 31/03/2006
Euro	2,139	12/12/2005 to 14/02/2006	28/02/2006 to 28/04/2006
Singapore Dollars	272	24/01/2006	28/02/2006 to 30/06/2006
US Dollars	270	14/02/2006	24/02/2006
Swedish Kroner	139	14/02/2006	31/03/2006

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

(b) USD Interest Rate Swap ("IRS") and Hedging Transactions

i) On 25 April 2001, the Group had drawndown a loan amounting to USD200.0 million which was subjected to a floating interest rate based on LIBOR. Of this loan, USD120.0 million has been repaid to-date. The balance outstanding on this loan amounts to a total of USD80.0 million.

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

Transaction Date	**Effective Date of Commencement**	**Maturity Dates**	**Outstanding Contract Amounts USD'000**
13 August 2001	25 October 2001	25/04/2006	12,000
16 August 2001	25 October 2001	25/04/2006	12,000
22 August 2001	25 October 2001	25/04/2006	8,000
30 August 2001	25 October 2001	25/04/2006	8,000
08 May 2002	25 July 2002	25/04/2006	10,000
24 July 2003	25 October 2003	25/04/2006	30,000
Total			80,000

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

ii) On 27 November 2002, the Group had drawndown a loan amounting to USD53.0 million which was subjected to a floating interest rate based on LIBOR. Of these loans, USD13.25 million was repaid on 29 November 2004 and a further USD13.25 million was repaid on 28 November 2005.

Subsequently, the Group entered into IRS agreements as follows:

Transaction Date	**Effective Date of Commencement**	**Maturity Dates**	**Outstanding Contract Amounts USD'000**
11 June 2003	27 May 2003	27/11/2006 to 27/11/2007	12,734
16 January 2004	28 May 2004	27/11/2006 to 27/11/2007	13,766
Total			26,500

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

iii) On 29 May 2003, 24 November 2003 and 11 December 2003, the Group had drawndown loans amounting to a total of USD73.93 million which were subjected to floating interest rates based on LIBOR. Of these loans, a total of USD25.38 million has been repaid to-date.

Subsequently, the Group entered into IRS agreements as follows:

Transaction Date	Effective Date of Commencement	Maturity Dates	Outstanding Contract Amounts USD'000
28 November 2003	28 November 2003	29/11/2006 to 29/05/2008	13,790
12 April 2004	24 May 2004	24/11/2006 to 24/11/2008	13,500
12 April 2004	11 June 2004	11/12/2006 to 11/12/2008	3,881
13 April 2004	24 May 2004	24/11/2006 to 24/11/2008	13,500
07 May 2004	11 June 2004	11/12/2006 to 11/12/2008	3,881
Total			48,552

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

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

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

11. **Changes in Material Litigation**

ADB and Asiatic Tanjung Bahagia Sdn Bhd ("ATBSB") a wholly-owned subsidiary of ADB, had vide previous announcements informed ADB's shareholders on the status of the legal suit filed in the High Court of Sabah and Sarawak at Kota Kinabalu Suit No. K22-245 of 2002 wherein ADB and ATBSB were named as the Second and Third Defendants respectively ("the Suit"). The Suit was instituted by certain natives ("the Plaintiffs") claiming Native Customary Rights over the agricultural land or part thereof held under title number CL095330724 measuring approximately 8,830 hectares situated at Sungai Tongod, District of Kinabatangan, Sandakan, Sabah ("the Tongod Land") which was acquired by ATBSB from Hap Seng Consolidated Berhad ("HSCB"). Subsequently, the Plaintiffs had also applied for an interlocutory injunction to restrain ADB and ATBSB from entering, trespassing, clearing, using or occupying the Tongod Land or part thereof ("the Injunction").

ADB's solicitors maintain their opinion that the Plaintiffs' action is misconceived and unsustainable.

Other than the above litigation, the status of which remained unchanged, there were no other material litigations since the last financial year ended 31 December 2004 and up to 15 February 2006.

12. **Dividend Proposed or Declared**

(a) i) A final ordinary dividend for the financial year ended 31 December 2005 has been recommended by the Directors for approval by shareholders;

ii) The recommended final dividend, if approved, will amount to 19.0 sen per ordinary share of 50 sen each, less 28% tax;

iii) The final dividend paid for the previous financial year ended 31 December 2004 was 16.0 sen per ordinary share of 50 sen each, less 28% tax; and

iv) The date of payment of the recommended final dividend shall be determined by the Directors and announced at a later date; and

(b) Total dividend payable for the current financial year ended 31 December 2005, including the above recommended final dividend, if approved, will amount to 29.0 sen per ordinary share of 50 sen each, less 28% tax.

13. **Earnings Per Share ("EPS")**

(a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter and current financial year ended 31 December 2005 is as follows:

	Current quarter RM'000	**Current financial year-to-date RM'000**
Net profit for the period (used as numerator for the computation of Basic EPS)	346,671	1,246,947
Net impact on earnings on potential exercise of Employee Share Options awarded to executives of the Company's subsidiaries	(1,641)	(4,579)
Net profit for the period (used as numerator for the computation of Diluted EPS)	345,030	1,242,368

(b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter and current financial year ended 31 December 2005 is as follows:

	Current quarter No. of shares	**Current financial year-to-date No. of shares**
Weighted average number of ordinary shares in issue (used as denominator for the computation of Basic EPS)	705,104,966	704,672,310
Adjustment for share options granted under the ESOS to executives of Genting Berhad	1,761,251	1,024,996
Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS)	706,866,217	705,697,306

TAN SRI LIM KOK THAY
Chairman, President and Chief Executive
GENTING BERHAD
22 February 2006