GENTING BERHAD

3rd QUARTERLY REPORT

Quarterly report on consolidated results for the 3rd quarter ended 30 September 2010. The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2010

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2010 RM'000	Preceding Year Corresponding Quarter 30/09/2009 RM'000	Current Year To-Date 30/09/2010 RM'000	Preceding Year Corresponding Period 30/09/2009 RM'000
Revenue	**3,909,209**	2,401,584	**11,108,023**	6,573,520
Cost of sales	**(2,424,189)**	(1,389,749)	**(6,310,410)**	(3,968,443)
Gross profit	**1,485,020**	1,011,835	**4,797,613**	2,605,077
Other income				
- net gain on dilution of shareholding arising from bond conversions	**-**	4,893	**436,250**	6,274
- net gain arising from Deferred Consideration	**413,601**	-	**413,601**	-
- net fair value (loss)/gain on derivative financial instruments	**(1,529)**	-	**66,351**	-
- others	**154,735**	98,009	**361,330**	193,893
Other expenses	**(212,699)**	(135,467)	**(923,615)**	(505,738)
Net impairment losses	**(250,654)**	(126,551)	**(1,554,420)**	(156,976)
Finance cost	**(180,774)**	(56,724)	**(441,695)**	(187,570)
Share of results in jointly controlled entities and associates	**10,693**	9,503	**56,134**	(12,171)
Profit before taxation	**1,418,393**	805,498	**3,211,549**	1,942,789
Taxation	**(195,666)**	(191,098)	**(607,025)**	(555,998)
Profit for the period	**1,222,727**	614,400	**2,604,524**	1,386,791
Profit attributable to:				
Equity holders of the Company	**765,918**	371,328	**1,737,524**	798,940
Minority interests	**456,809**	243,072	**867,000**	587,851
	1,222,727	614,400	**2,604,524**	1,386,791
Earnings per share (sen) for profit attributable to equity holders of the Company:				
- Basic	**20.72**	10.05	**47.00**	21.62
- Diluted	**20.62**	9.99	**46.83**	21.51

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009).

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2010

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2010 RM'000	Preceding Year Corresponding Quarter 30/09/2009 RM'000	Current Year To-Date 30/09/2010 RM'000	Preceding Year Corresponding Period 30/09/2009 RM'000
Profit for the period	**1,222,727**	614,400	**2,604,524**	1,386,791
Other comprehensive income/(loss):				
Asset revaluation surplus	**-**	-	**23,741**	-
Cash flow hedges	**24,915**	-	**(11,804)**	-
Available-for-sale financial assets	**1,189,813**	577,941	**977,517**	889,141
Reclassification to profit or loss on disposal of available-for-sale financial assets	**(16,637)**	-	**(19,237)**	-
Share of other comprehensive income of jointly controlled entities and associates	**1,838**	-	**5,224**	-
Net foreign currency exchange differences	**(248,731)**	(149,077)	**(1,234,391)**	412,629
Other comprehensive income/(loss) for the period, net of tax	**951,198**	428,864	**(258,950)**	1,301,770
Total comprehensive income for the period	**2,173,925**	1,043,264	**2,345,574**	2,688,561
Total comprehensive income attributable to:				
Equity holders of the Company	**1,220,319**	556,553	**1,518,993**	1,458,162
Minority interests	**953,606**	486,711	**826,581**	1,230,399
	2,173,925	1,043,264	**2,345,574**	2,688,561

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2010

	As At 30 Sept 2010 RM'000	As At 31 Dec 2009 RM'000 Restated
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	**19,310,197**	18,190,710
Land held for property development	**569,820**	582,386
Investment properties	**43,558**	71,755
Plantation development	**791,082**	650,375
Leasehold land use rights	**106,069**	114,969
Intangible assets	**3,744,899**	3,914,148
Exploration costs	**480,525**	420,640
Jointly controlled entities	**55,421**	52,125
Associates	**736,181**	672,780
Financial assets at fair value through profit or loss	**1,888**	-
Available-for-sale financial assets	**2,447,268**	1,270,128
Deferred tax assets	**175,185**	94,017
Other non-current assets	**238,707**	-
Other long term assets	**-**	920,514
	28,700,800	26,954,547
CURRENT ASSETS		
Property development costs	**16,432**	44,996
Inventories	**538,925**	387,107
Trade and other receivables	**2,218,006**	1,096,636
Amounts due from jointly controlled entities and associates	**7,577**	13,542
Financial assets at fair value through profit or loss	**83,593**	-
Available-for-sale financial assets	**770,766**	-
Derivative financial instruments	**2,265**	-
Restricted cash	**908,623**	297,502
Short term investments	**-**	314,093
Cash and cash equivalents	**15,310,197**	14,392,625
	19,856,384	16,546,501
Assets classified as held for sale	**20,113**	-
	19,876,497	16,546,501
TOTAL ASSETS	**48,577,297**	43,501,048
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	**370,859**	370,485
Reserves	**14,674,676**	13,559,682
Treasury shares	**(43,194)**	(43,036)
	15,002,341	13,887,131
Minority Interests	**12,929,054**	11,825,274
TOTAL EQUITY	**27,931,395**	25,712,405
NON-CURRENT LIABILITIES		
Long term borrowings	**12,902,435**	12,659,486
Deferred tax liabilities	**1,293,879**	1,307,923
Derivative financial instruments	**37,279**	-
Other non-current liabilities	**310,488**	385,061
	14,544,081	14,352,470
CURRENT LIABILITIES		
Trade and other payables	**4,022,437**	2,381,959
Amount due to a jointly controlled entity	**6,539**	2,315
Short term borrowings	**1,555,088**	852,533
Derivative financial instruments	**172,794**	-
Taxation	**253,393**	199,366
Dividend payable	**91,570**	-
	6,101,821	3,436,173
TOTAL LIABILITIES	**20,645,902**	17,788,643
TOTAL EQUITY AND LIABILITIES	**48,577,297**	43,501,048
NET ASSETS PER SHARE (RM)	**4.05**	3.76

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2010

	Attributable to equity holders of the Company										
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Fair Value Reserve RM'000	Cash Flow Hedge Reserve RM'000	Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total RM'000	Minority Interests RM'000	Total Equity RM'000
At 1 January 2010											
As previously reported	370,485	1,155,002	302,709	431,995	-	(223,065)	11,893,041	(43,036)	13,887,131	11,825,274	25,712,405
Effects of adopting FRS 139 (Note 1(a))	-	-	-	170	(116,061)	49	(90,562)	-	(206,404)	(179,665)	(386,069)
As restated balance	370,485	1,155,002	302,709	432,165	(116,061)	(223,016)	11,802,479	(43,036)	13,680,727	11,645,609	25,326,336
Profit for the period	-	-	-	-	-	-	1,737,524	-	1,737,524	867,000	2,604,524
Other comprehensive income/(loss)	-	-	12,969	527,319	(3,210)	(755,609)	-	-	(218,531)	(40,419)	(258,950)
Total comprehensive income/(loss) for the period	-	-	12,969	527,319	(3,210)	(755,609)	1,737,524	-	1,518,993	826,581	2,345,574
Transfer due to realisation of revaluation reserve	-	-	(518)	-	-	-	518	-	-	-	-
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	-	-	767,028	767,028
Effects of share-based payment	-	-	-	-	-	-	-	-	-	22,580	22,580
Effects of issue of shares by subsidiaries	-	-	-	-	-	-	59	-	59	22,741	22,800
Issue of shares	374	10,362	-	-	-	-	-	-	10,736	-	10,736
Buy-back of shares	-	-	-	-	-	-	-	(158)	(158)	(89,708)	(89,866)
Dividends to minority shareholders	-	-	-	-	-	-	-	-	-	(265,777)	(265,777)
Appropriation:											
Final dividend paid for financial year ended 31 December 2009	-	-	-	-	-	-	(116,446)	-	(116,446)	-	(116,446)
Interim dividend payable for financial year ending 31 December 2010	-	-	-	-	-	-	(91,570)	-	(91,570)	-	(91,570)
Balance at 30 September 2010	370,859	1,165,364	315,160	959,484	(119,271)	(978,625)	13,332,564	(43,194)	15,002,341	12,929,054	27,931,395

(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 2009).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2009

	← Attributable to equity holders of the Company							→		
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Fair Value Reserve RM'000	Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total RM'000	Minority Interests RM'000	Total Equity RM'000
At 1 January 2009	370,382	1,152,159	303,398	-	(397,038)	11,055,414	(42,296)	12,442,019	8,971,360	21,413,379
Profit for the period	-	-	-	-	-	798,940	-	798,940	587,851	1,386,791
Other comprehensive income	-	-	-	432,618	226,604	-	-	659,222	642,548	1,301,770
Total comprehensive income for the period	-	-	-	432,618	226,604	798,940	-	1,458,162	1,230,399	2,688,561
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	-	26,706	26,706
Effects of share-based payment	-	-	-	-	-	-	-	-	20,203	20,203
Effects of issue of shares by subsidiaries	-	-	-	-	-	-	-	-	7,869	7,869
Issue of shares	67	1,857	-	-	-	-	-	1,924	-	1,924
Buy-back of shares	-	-	-	-	-	-	(740)	(740)	(61,354)	(62,094)
Dividends to minority shareholders	-	-	-	-	-	-	-	-	(269,176)	(269,176)
Others	-	-	(81)	-	-	(3,199)	-	(3,280)	-	(3,280)
Appropriation:										
Final dividend paid for financial year ended 31 December 2008	-	-	-	-	-	(110,861)	-	(110,861)	-	(110,861)
Interim dividend payable for financial year ended 31 December 2009	-	-	-	-	-	(83,154)	-	(83,154)	-	(83,154)
Balance at 30 September 2009	370,449	1,154,016	303,317	432,618	(170,434)	11,657,140	(43,036)	13,704,070	9,926,007	23,630,077

(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 2009).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2010

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**3,211,549**	1,942,789
Adjustments for:		
Net impairment losses	**1,554,420**	156,976
Depreciation of property, plant and equipment ("PPE")	**859,164**	511,360
Finance cost	**441,695**	187,570
Allowance for doubtful debts	**164,635**	7,943
PPE written off	**47,894**	1,104
Net bad debts written off/(recovered)	**35,140**	(3,138)
Net fair value loss on financial assets at fair value through profit or loss	**14,337**	-
Net gain on dilution of shareholding arising from bond conversions	**(436,250)**	(6,274)
Net gain arising from Deferred Consideration	**(413,601)**	-
Interest income	**(118,798)**	(92,907)
Net fair value gain on derivative financial instruments	**(66,351)**	-
Share of results in jointly controlled entities and associates	**(56,134)**	12,171
Write-back of diminution in value of short term investments	**-**	(46,776)
Other non-cash items	**(8,442)**	(6,631)
	2,017,709	721,398
Operating profit before changes in working capital	**5,229,258**	2,664,187
Net change in current assets	**(1,177,474)**	(149,935)
Net change in current liabilities	**1,228,036**	114,735
	50,562	(35,200)
Cash generated from operations	**5,279,820**	2,628,987
Taxation paid	**(560,984)**	(615,895)
Retirement gratuities paid	**(3,356)**	(6,643)
Other net operating receipts	**36,150**	9,352
	(528,190)	(613,186)
NET CASH INFLOW FROM OPERATING ACTIVITIES	**4,751,630**	2,015,801
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of PPE	**(2,616,820)**	(3,748,465)
Increase in investments and other long term financial assets	**(2,298,801)**	(1,026,688)
Interest received	**116,542**	92,087
Other net receipts from investing activities	**316,853**	521,554
NET CASH USED IN INVESTING ACTIVITIES	**(4,482,226)**	(4,161,512)
CASH FLOWS FROM FINANCING ACTIVITIES		
Restricted cash (deposits pledged as security for short term bank borrowing)	**(632,256)**	-
Repayment of borrowings	**(475,996)**	(451,000)
Finance cost paid	**(440,096)**	(300,978)
Dividends paid to minority shareholders	**(177,706)**	(193,495)
Dividend paid	**(116,446)**	(110,861)
Buy-back of shares	**(111,351)**	(77,950)
Proceeds from bank borrowings	**2,999,557**	6,460,489
Proceeds from issue of Medium Term Notes	**149,445**	-
Other net receipts from financing activities	**28,811**	9,194
NET CASH INFLOW FROM FINANCING ACTIVITIES	**1,223,962**	5,335,399
NET INCREASE IN CASH AND CASH EQUIVALENTS	**1,493,366**	3,189,688
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	**14,392,625**	9,303,275
EFFECT OF CURRENCY TRANSLATION	**(575,794)**	77,171
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	**15,310,197**	12,570,134
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	**12,755,348**	9,740,508
Money market instruments	**2,554,849**	2,829,626
	15,310,197	12,570,134

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009).

NOTES TO THE INTERIM FINANCIAL REPORT – 3RD QUARTER ENDED 30 SEPTEMBER 2010

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

(a) Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The financial information for the nine months ended 30 September 2010 have been reviewed by the Company’s auditor in accordance with the International Standards on Review Engagements (“ISRE”) 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2009. 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 2009 except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 January 2010 and the adoption of significant accounting policies following events and transactions which occurred during the current financial period ended 30 September 2010.

The adoption of these new FRSs, amendments and interpretations do not have a material impact on the interim financial information of the Group except for the adoption of the following FRSs as set out below:

Revised FRS 101 “Presentation of Financial Statements”

The revised standard prohibits the presentation of items of income and expenses (that is, ‘non-owner changes in equity’) in the statement of changes in equity, requiring ‘non-owner changes in equity’ to be presented separately from owner changes in equity in a statement of comprehensive income which can be presented as a single statement or two statements (comprising the income statement and statement of comprehensive income). The Group has elected to present the statement of comprehensive income in two statements. As a result, the Group has presented all owner changes in equity in the consolidated statement of changes in equity whilst all non-owner changes in equity have been presented in the consolidated statement of comprehensive income. Certain comparative figures have been reclassified to conform with the current period’s presentation. There is no impact on the results of the Group since these changes affect only the presentation of items of income and expenses.

FRS 8 “Operating Segments”

Prior to the adoption of FRS 8, the Group’s segment reporting was based on a primary reporting format of business segments. With the adoption of FRS 8, the segments are reported in a manner that is more consistent with the internal reporting provided to the chief operating decision maker. Certain comparative figures have been reclassified to conform with the current period’s presentation.

Amendment to FRS 117 "Leases"

Prior to the adoption of the Amendment to FRS 117, leasehold lands were treated as operating leases. The considerations paid were classified and presented as leasehold land use rights in the statement of financial position. With the adoption of the Amendment to FRS 117, the classification of a leasehold land as a finance lease or an operating lease is based on the extent to which risks and rewards incident to ownership lie. Accordingly, the Group has reclassified certain leasehold lands to property, plant and equipment and investment properties. This change in classification has no effect on the results of the Group. The reclassification has been accounted for retrospectively in accordance with the transitional provision and certain comparative balances have been restated.

Amendment to FRS 116 "Property, Plant and Equipment" and Amendment to FRS 140 "Investment Property"

Prior to the adoption of the Amendment to FRS 116 and Amendment to FRS 140, properties that were being constructed or developed for future use as investment properties were treated as construction-in-progress and classified as property, plant and equipment. With the adoption of the Amendment to FRS 116 and the Amendment to FRS 140, such properties are treated as investment property in accordance with FRS 140. The comparatives have been restated to conform with current period's presentation.

The effects of the reclassification to the comparatives following the adoption of the Amendments to FRS 117, FRS 116 and FRS 140 as mentioned above are as follows:

	As previously reported	Effects of Amendments to FRS 116 and FRS 140	Effects of Amendment to FRS 117	As restated
	RM'000	RM'000	RM'000	RM'000
Leasehold land use rights	1,902,364	-	(1,787,395)	114,969
Investment properties	25,063	2,480	44,212	71,755
Property, plant and equipment	16,450,007	(2,480)	1,743,183	18,190,710

IC Interpretation 13 "Customer Loyalty Programmes"

Award points accumulated by customers are treated as a separately identifiable component of the sales transactions in which they are awarded. Part of the revenue received or receivable is allocated to these points based on their fair value taking into account an estimated utilisation rate. The revenue attributed to the awarded points is deferred as a liability at the date of the initial sales transactions and only recognised when the points are redeemed.

Prior to the adoption of IC Interpretation 13, the revenue attributed to the awarded points is deferred as a liability at the date of the initial sales transactions based on cost per point. With the adoption of IC Interpretation 13, the fair value of the consideration received from the initial sales transactions is allocated between the award points and other components of the sale such that the award points are recognised at their fair value. Compared with the cost method applied as at 31 December 2009, the adoption of IC Interpretation 13 had no material impact on the prior year's financial statements of the Group and therefore, the impact is reflected in the current financial period ended 30 September 2010.

FRS 139 : Financial Instruments : Recognition and Measurement

The Group classifies its financial assets in the following categories: at fair value through profit or loss, loans and receivables and available-for-sale. The classification depends on the nature of the asset and the purpose for which the asset was acquired. Management determines the classification of its financial assets at initial recognition. Set out below are the major changes in classification of financial assets of the Group:

i) Available-for-sale financial assets

Non-current investments, previously measured at cost and subject to impairment, are now classified as available-for-sale financial assets. These are initially measured at fair value plus transaction costs and subsequently, at fair value. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the reporting date.

Changes in the fair values of available-for-sale debt securities denominated in foreign currencies are analysed into currency translation differences on the amortised cost of the securities and other changes; the currency translation differences are recognised in profit or loss and the other changes are recognised in other comprehensive income. If there is any objective evidence of impairment, the cumulative loss, measured as the difference between the acquisition cost and the current fair value, less any impairment loss previously recognised in profit or loss, is removed from equity and recognised in profit or loss. If, in a subsequent period, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss, the impairment loss is reversed through profit or loss.

Changes in fair values of available-for-sale equity securities are recognised in other comprehensive income, together with the related currency translation differences. A significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the asset is impaired. If any such evidence exists, the cumulative loss, measured as the difference between the acquisition cost and the current fair value, less any impairment loss previously recognised in profit or loss, is removed from equity and recognised in profit or loss. Impairment losses recognised in profit or loss on equity instruments classified as available-for-sale are reversed through other comprehensive income and not through profit or loss.

When securities classified as available-for-sale are sold, the accumulated fair value adjustments recognised in other comprehensive income are included in profit or loss.

ii) Loans and receivables

Non-current receivables, previously measured at invoiced amount and subject to impairment, are now classified as loans and receivables and measured at fair value plus transaction costs initially and subsequently, at amortised cost using the effective interest method.

When loans and receivables are impaired, the carrying amount of the asset is reduced and the amount of the loss is recognised in profit or loss. Impairment loss is measured as the difference between the asset’s carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the asset’s original effective interest rate.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as an improvement in the debtor’s credit rating), the reversal of the previously recognised impairment loss is recognised in profit or loss.

iii) <u>Fair value through profit or loss</u>

This category has two sub-categories: financial assets held for trading and those designated at fair value through profit or loss on initial recognition. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management.

Derivatives are also categorised as held for trading unless they are designated as hedges.

Assets in this category are classified as current assets if they are either held for trading or are expected to be realised within 12 months of the reporting date.

iv) <u>Derivative financial instruments</u>

Prior to 1 January 2010, derivative financial instruments were not recognised in the financial statements. With the adoption of FRS 139, derivative financial instruments are initially recognised at fair value on the date the derivative contract is entered into and are subsequently remeasured at their fair value. The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged.

The Group designates certain derivatives as either:
(a) hedges of the fair value of recognised liabilities (fair value hedge);
(b) hedges of a particular risk associated with a recognised liability or a highly probable forecast transaction (cash flow hedge); or
(c) hedges of a net investment in a foreign operation (net investment hedge).

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in other comprehensive income. The gain or loss relating to the ineffective portion is recognised immediately in the profit or loss within fair value gains/(losses) on derivative financial instruments.

When a hedging instrument expires or is sold, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss existing in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in the profit or loss. When a forecast transaction is no longer expected to occur, the cumulative gain or loss that was reported in equity is immediately transferred to the profit or loss within fair value gains/(losses) on derivative financial instruments.

The fair value changes on the effective portion of interest rate swaps designated as cash flow hedges and accounted for under hedge accounting are recognised in the hedging reserve and transferred to ‘Finance cost’ in the profit or loss when the interest expense on the borrowings is recognised in the profit or loss. The fair value changes on the ineffective portion of the interest rate swaps accounted for under hedge accounting are recognised immediately in the profit or loss. The fair value changes for interest rate swaps not accounted for under hedge accounting methods are recognised directly in the profit or loss.

The carrying amount of the derivative designated as a hedge is presented as a non-current asset or liability if the remaining expected life of the hedged item is more than 12 months, and as a current asset or liability if the remaining expected life of the hedged item is less than 12 months.

The fair value of the derivative financial instrument component embedded in the convertible bonds is determined at issuance of the convertible bonds with the residual amount being allocated to the value of the liability component of the bond. The derivative financial instrument component is remeasured at each accounting date. Resulting gains or losses arising from subsequent fair value remeasurements of derivative financial instruments are taken to the profit or loss. The fair values of derivative financial instruments are determined by using valuation techniques with assumptions mainly based upon market conditions at each reporting date.

In accordance with the transitional provisions for first time adoption of FRS 139, the above changes in accounting policy have been accounted for prospectively and the comparatives are not restated. The effects arising from the adoption of FRS 139, other than those disclosed in the statement of changes in equity, is set out below:

	As previously reported	Effects of adopting FRS 139	After effects of adopting FRS 139
	RM'000	RM'000	RM'000
Balances as at 1 January 2010			
Non-current assets			
Plantation development	650,375	(841)	649,534
Jointly controlled entities	52,125	(10,903)	41,222
Financial assets at fair value through profit or loss	-	4,336	4,336
Available-for-sale financial assets	1,270,128	715,832	1,985,960
Other non-current assets	-	228,411	228,411
Other long term assets	920,514	(920,514)	-
Current assets			
Trade and other receivables	1,096,636	(5,487)	1,091,149
Financial assets at fair value through profit or loss	-	28,493	28,493
Available-for-sale financial assets	-	287,720	287,720
Short term investments	314,093	(314,093)	-
Non-current liabilities			
Long term borrowings	12,659,486	(85,968)	12,573,518
Derivative financial instruments	-	68,283	68,283
Other non-current liabilities	385,061	(841)	384,220
Deferred tax liabilities	1,307,923	3,190	1,311,113
Current liabilities			
Trade and other payables	2,381,959	(1,342)	2,380,617
Derivative financial instruments	-	415,701	415,701
Equity			
Retained earnings	11,893,041	(90,562)	11,802,479
Fair value reserve	431,995	170	432,165
Cash flow hedge reserve	-	(116,061)	(116,061)
Other reserves	(223,065)	49	(223,016)
Minority interests	11,825,274	(179,665)	11,645,609

	Increase/ (Decrease) FRS 139
For the current financial period ended 30 September 2010	RM'000
Net fair value gain on derivative financial instruments	66,351
Net fair value loss on financial assets at fair value through profit or loss	(14,337)
Other comprehensive income/(loss)	
- Cash flow hedges	(11,804)
- Available-for-sale financial assets	228,844
- Share of other comprehensive income of jointly controlled entities and associates	5,224
Basic earnings per share (sen)	0.72

Comparative Figures

The following comparative amounts have been reclassified to be consistent with the current period's presentation.

	As previously reported	Reclassification	As reclassified
Short term investments	3,231,118	(2,917,025)	314,093
Bank balances and deposits	11,475,600	(11,475,600)	-
Cash and cash equivalents	-	14,392,625	14,392,625

The significant accounting policy adopted during the current financial period ended 30 September 2010 is as set out below:

Intangible asset – Licence

The Group capitalises purchased licence. The licence, which has definite useful life, is initially recognised at cost and subsequently carried at cost less accumulated amortisation and accumulated impairment losses. Such cost is amortised using the straight line method over the estimated useful life. The amortisation period and amortisation method are reviewed at each reporting date. The effects of any revision are recognised in profit or loss when changes arise. Where an indication of impairment exists, the carrying amount of licence is assessed and written down immediately to its recoverable amount.

(b) **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. The results of the Leisure & Hospitality Division are affected by major festive seasons and holidays. Fresh fruit bunches ("FFB") production is seasonal in nature. Production of FFB normally peaks in the second half of the year but this cropping pattern can be affected by changes in weather conditions. More detailed commentary is set out in Notes 1 and 2 in Part II of this interim financial report.

(c) **Unusual items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

Other than as disclosed in Note (a) above, included in the Group's interim financial report for the current financial period ended 30 September 2010 are the following:

i) On 6 July 2001, the Company announced that Laila Limited ("Laila"), an indirect 95% owned subsidiary of the Company entered into a Sale and Purchase Agreement ("SPA") dated 2 July 2001 relating to the sale of the whole of the issued share capital of Cairns Limited ("Cairns") to BP Global Investments Ltd ("BPGIL"). Further to the consideration of USD106.8 million paid upon completion of the SPA in 2001, Laila also became entitled to payment of deferred consideration ("Deferred Consideration").

On 12 November 2010, the Company announced that Laila has on 12 November 2010 received a total cash consideration of USD136.5 million to release BPGIL from its obligation ("Release") to make any and all future payments including the Deferred Consideration, pursuant to an agreement signed with BPGIL on 1 October 2010.

With the Release, Laila is able to realize the value of the Deferred Consideration upfront instead of receiving future monthly payments of Deferred Consideration that would be subject to changes in commodity price, production and operational risks.

Consequently, Laila recorded a one-off net gain of RM413.6 million arising from Deferred Consideration. The Group's share of this one-off net gain is RM392.9 million.

ii) The Genting Malaysia Berhad ("GENM") Group which is 49.3% owned by the Company, had accounted for its investment in Genting Hong Kong Limited ("Genting HK") as an "available-for-sale financial asset" ("AFS") in compliance with FRS 139, which is measured at its fair value based on Genting HK's quoted share prices. Any gain or loss arising from a change in the fair value of the AFS has been recognised and presented as a component in other comprehensive income in the statement of comprehensive income.

   A fair value gain of RM748.7 million in the investment in Genting HK is recognised directly in the statement of comprehensive income during the current financial period ended 30 September 2010. This fair value gain of RM748.7 million represents the increase in Genting HK's share price to USD0.43 per share as at 30 September 2010 from the GENM Group's carrying value of USD0.26 per share as at 31 December 2009. The Group's share of this fair value gain is RM371.5 million.

iii) The GENM Group has further reviewed its investment in Walker Digital Gaming, LLC ("WDG") for potential impairment, in view of WDG's shift in its business and operational strategies to penetrate the competitive gaming equipment market. This shift in strategy resulted in a re-assessment of the GENM Group's current carrying value of its investment in WDG. Consequently, an impairment loss of RM108.0 million, being the excess of the carrying value over the recoverable amount, has been charged by the GENM Group to the profit or loss in the first quarter ended 31 March 2010.

iv) The Genting Singapore PLC ("GENS") Group, which is 51.7% owned by the Company, recorded an impairment loss on intangible assets of RM1,149.3 million (SGD478.1 million) relating to the UK casino operations in the first quarter ended 31 March 2010. The impairment loss was mainly due to the unfavourable economic climate in the UK which was expected to adversely impact the GENS Group's UK business.

v) An impairment assessment performed in the current quarter on the Meizhou Wan power generation plant indicated an impairment charge of RM156.9 million, caused primarily by higher coal prices. Hence, the total impairment charge on the Meizhou Wan power plant for the current financial period including the impairment charge recognised in the first quarter ended 31 March 2010 is RM222.8 million.

vi) An amount of RM60.6 million has been charged as impairment loss on property, plant and equipment in the current quarter arising from the lower indicative fair value compared with the recorded book value.

vii) Exploration costs of RM33.1 million have been charged as impairment loss in the current quarter as the Group has decided not to proceed with further exploration work on one of the Group's oil and gas projects.

viii) An accrual of RM22.3 million included in the impairment loss of one of the Group's oil and gas projects in a previous quarter has been written back in the first quarter ended 31 March 2010 as it is no longer required.

ix) The SGD450.0 million convertible bonds ("Second Convertible Bonds") issued by GENS were fully converted into new GENS shares which resulted in the Company's shareholding in GENS to be reduced from 53.9% as at 31 December 2009 to 51.7% as at 30 September 2010 as well as a net gain on dilution of RM436.3 million in the current financial period ended 30 September 2010.

x) Included in the statement of comprehensive income is a net foreign currency exchange loss of RM1,234.4 million for the current financial period ended 30 September 2010 arising from the translation of net investment in foreign operations.

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 period ended 30 September 2010.

(d) **Material Changes in Estimates**

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

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

i) The Company issued 3,744,000 new ordinary shares of 10 sen each, for cash, arising from the exercise of options granted under the Genting Executive Share Option Scheme ("ESOS") at exercise prices of RM2.616 and RM2.868 per ordinary share for the current financial period ended 30 September 2010.

ii) At the Annual General Meeting of the Company held on 10 June 2010, the shareholders of the Company had approved, amongst others,

(I) the proposed renewal of the authority for the Company to purchase its own shares of an aggregate amount of up to 10% of the issued and paid-up share capital of the Company at any time; and

(II) the proposed exemption under Practice Note 2.9.10 of the Malaysian Code on Take-Overs and Mergers, 1998 to Kien Huat Realty Sdn Berhad ("KHR") and persons acting in concert with it from the obligation to undertake a mandatory take-over offer on the remaining voting shares in the Company not already owned by them, upon the purchase by the Company of its own shares pursuant to the renewal of the authority for the purchase of own shares ("Proposed Exemption").

On 15 June 2010, KHR informed the Company that Securities Commission ("SC") has, on 14 June 2010, approved the Proposed Exemption subject to the requirement that KHR and the persons acting in concert with it must at all times disclose to the SC all acquisitions, purchases or entitlements to acquire or purchase voting shares in the Company made by them in a 12-month period from 14 June 2010.

During the current financial period ended 30 September 2010, the Company had repurchased a total of 20,000 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM0.2 million. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

iii) At the Annual General Meeting of GENM held on 9 June 2010, the shareholders of GENM had approved, amongst others,

(I) the proposed renewal of the authority for GENM to purchase its own shares of an aggregate amount of up to 10% of the issued and paid-up share capital of GENM at any time; and

(II) the proposed exemption under Practice Note 2.9.10 of the Malaysian Code on Take-Overs and Mergers, 1998 to the Company and persons acting in concert with it from the obligation to undertake a mandatory take-over offer on the remaining voting shares in GENM not already owned by them, upon the purchase by GENM of its own shares pursuant to the renewal of the authority for the purchase of own shares ("Proposed Exemption to the Company").

On 15 June 2010, the Company informed GENM that SC has, on 14 June 2010, approved the Proposed Exemption to the Company subject to the requirement that the Company and the persons acting in concert with it must at all times disclose to the SC all acquisitions, purchases or entitlements to acquire or purchase voting shares in GENM made by them in a 12-month period from 14 June 2010.

During the current financial period ended 30 September 2010, GENM had repurchased a total of 36,450,000 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM111.1 million. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

iv) The Second Convertible Bonds issued by GENS were fully converted in February 2010.

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 period ended 30 September 2010.

(f) **Dividends Paid**

Dividends paid during the current financial period ended 30 September 2010 is as follows:

	RM'000
Final dividend paid on 27 July 2010 for the year ended 31 December 2009 - 4.2 sen less 25% tax per ordinary share of 10 sen each	116,446

(g) **Segment Information**

As mentioned in Note (a) above, the segments are reported in a manner that is more consistent with the internal reporting provided to the chief operating decision maker whereby the Group's business is considered from both a geographic and industry perspective. The performance of the operating segments is based on a measure of adjusted earnings before interest, tax, depreciation and amortisation (EBITDA). This measurement basis also excludes the effects of non-recurring items from the operating segments, such as fair value gains and losses and impairment losses.

(g) **Segment Information (Cont'd)**

Segment analysis for the current financial period ended 30 September 2010 is set out below:

RM'million	Leisure & Hospitality				Power	Plantation	Oil & Gas	Property	Investments & Others	Total
	Malaysia	Singapore	United Kingdom & Others	Total						
Revenue										
Total revenue	4,439.3	4,535.9	818.3	9,793.5	1,254.0	625.3	98.3	83.9	58.4	11,913.4
Inter segment	(725.9)	-	(66.6)	(792.5)	-	-	(7.5)	(4.8)	(0.6)	(805.4)
External	3,713.4	4,535.9	751.7	9,001.0	1,254.0	625.3	90.8	79.1	57.8	11,108.0
Adjusted EBITDA	1,797.2	2,250.5	114.5	4,162.2	393.8	299.0	21.7	22.3	120.9	5,019.9
Segment Assets	3,703.4	15,949.2	4,432.6	24,085.2	2,784.7	1,797.5	1,167.3	1,043.2	3,322.0	34,199.9

A reconciliation of adjusted EBITDA to profit before tax is as follows:	RM'million
Adjusted EBITDA	5,019.9
Net gain on dilution of shareholding arising from bond conversions	436.3
Net gain arising from Deferred Consideration	413.6
Net fair value gain on derivative financial instruments	66.4
Net fair value loss on financial assets at fair value through profit or loss	(14.4)
Net impairment losses	(1,554.4)
EBITDA	4,367.4
Depreciation and amortisation	(889.1)
Interest income	118.8
Finance cost	(441.7)
Share of results in jointly controlled entities and associates	56.1
Profit before taxation	**3,211.5**

A reconciliation of segment assets to total assets is as follows:	RM'million
Segment assets	34,199.9
Interest bearing instruments	13,317.5
Jointly controlled entities	55.4
Associates	736.2
Deferred tax assets	175.2
Current tax assets	93.1
Total assets	**48,577.3**

(h) **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.

(i) **Material Events Subsequent to the end of the financial period**

i) On 1 July 2010, GENM announced that Genting Worldwide (UK) Limited (formerly known as Feste Limited), a wholly owned subsidiary of Genting Worldwide Limited, which in turn is a wholly owned subsidiary of GENM, had entered into a conditional sale and purchase agreement with GENS to acquire from GENS its casino operations in the United Kingdom ("Acquisition") for a total cash consideration of GBP340 million ("Purchase Consideration"). The Purchase Consideration was subsequently revised to GBP351.5 million to reflect the reduction in the net debt of the acquiree group as at 20 June 2010 of GBP74.4 million from the net debt amount of GBP85.9 million as at 31 May 2010. The consideration was arrived at after arm's length negotiations and on a willing-buyer and willing-seller basis.

Likewise, GENS made a similar announcement on 1 July 2010 about its divestment of its UK casinos to GENM ("Divestment").

At the Extraordinary General Meetings of GENS and GENM held on 18 August 2010 and 24 August 2010 respectively, the respective shareholders of GENS and GENM had approved the Divestment and Acquisition.

The Divestment and Acquisition were completed on 15 October 2010.

ii) On 19 October 2010, Genting Ibico Holdings Limited (formerly known as Ibico Holdings Limited) ("Genting Ibico"), an indirect wholly owned subsidiary of GENM, entered into a joint venture agreement ("JV Agreement") with Apollo Resorts & Leisure Limited ("Apollo") and Sevco (5036) Limited (to be renamed as Apollo Genting London Limited) ("JV Company"). Genting Ibico and Apollo each hold 50% equity interests in the JV Company. The purpose of the JV Company, among others, is to develop and operate a leisure entertainment destination in the United Kingdom.

iii) On 19 October 2010, Genting Casinos UK Limited ("GENCAS"), an indirect wholly owned subsidiary of GENM, entered into a casino agreement ("Casino Agreement") with Apollo and Apollo Resorts & Leisure Casinos Limited ("Apollo Casinos").

Pursuant to the Casino Agreement, GENCAS and Apollo have agreed to work together to apply for a casino premises licence ("Licence") in respect of a "large" casino ("Casino") under the British Gambling Act 2005. If successful, Apollo will apply to transfer the Licence to GENCAS for a consideration of GBP5 million payable to Apollo. It is intended for GENCAS to be the sole owner and operator of the Casino.

iv) On 23 November 2010, the Company announced that its wholly owned subsidiary, Genting Intellectual Property Pte Ltd ("GIP") and Resorts World Inc Pte Ltd ("RWI"), a wholly owned subsidiary of GIP, had on that day, entered into a share subscription agreement ("SSA") with Genting International Management Limited ("GIML"), Star Market Holdings Limited ("SMHL"), Resorts World Enterprise Limited ("RWEL") and KHRV Limited ("KHRV") (collectively, the "Investors") pursuant to which:

i) each Investor will subscribe for 750,000 shares in RWI representing 20% of the enlarged equity in RWI for a consideration of SGD750,000; and

ii) GIP will subscribe for 749,999 shares in RWI, which together with the 1 share currently owned by GIP in RWI, represents a 20% interest in the enlarged equity in RWI for a consideration of SGD749,999,

subject to the terms and conditions of the SSA.

SSA was completed on 23 November 2010. As such, RWI ceased to be a subsidiary of the Company and will be accounted for as an associated company of the Company.

The proposed transaction will enable all the Investors to come together to jointly promote the “GENTING” and “RESORTS WORLD” brand and related intellectual property rights (collectively, “Group IP”) internationally and to pool their respective expertise to enhance and unlock the value of the Group IP. This will allow for centralization and coordination of efforts in growing the Group IP via a single team at RWI, and thereby reducing inter-group competition for licensing arrangements, and facilitating the exploitation of the Group IP in a more efficient and coordinated manner.

Other than the above, there were no other material events subsequent to the end of the current financial period ended 30 September 2010 that have not been reflected in this interim financial report.

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

i) The Second Convertible Bonds issued by GENS were fully converted into new GENS shares during the current financial period ended 30 September 2010. Consequently, the Company’s shareholding in GENS was reduced from 53.9% as at 31 December 2009 to 51.7% as at 30 September 2010.

ii) During the current financial period ended 30 September 2010, the Proposed ACGT Restructuring exercise between Genting Plantations Berhad (“GENP”), which is 54.6% owned by the Company, ACGT Sdn Bhd (“ACGT”), Synthetic Genomics, Inc and Green Resources LLC as announced by GENP on 11 June 2010 has been completed. Consequently, GENP’s shareholding in ACGT was reduced from 100% to 92% and SGSI-Asiatic Limited, previously a jointly controlled entity of GENP, has become a wholly owned subsidiary of ACGT.

iii) In September 2010, the GENP Group had, via Mediglove Sdn Bhd (“Mediglove”), a wholly owned subsidiary of GENP, subscribed for an additional 7,361,500 shares representing 17% equity interest of the enlarged issued and paid-up share capital of AsianIndo Holdings Pte Ltd (“AIH”) for a cash consideration of USD37.75 million (equivalent to approximately RM116.78 million), increasing Mediglove’s shareholding in AIH from 60% to 77%.

iv) Following the completion of the Proposed Joint Venture to establish Premium Outlets in Malaysia as announced by GENP on 8 July 2010, Simon Genting Limited (formerly known as Chelsea Genting Limited) and its wholly owned subsidiary, Genting Simon Sdn Bhd (formerly known as Genting Chelsea Sdn Bhd), previously wholly owned subsidiaries of GENP, are now jointly controlled entities of GENP.

v) On 21 June 2010, the Group completed its acquisition of 62 million ordinary shares in Union Bank of Colombo Limited, representing an equity interest of 20.38%, for Sri Lankan Rupees 775 million (approximately RM22.0 million).

Other than the above, there were no other material changes in the composition of the Group for the current financial period ended 30 September 2010.

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

The Deferred Consideration mentioned in Note (c) i) above which has been disclosed as a contingent asset as at 31 December 2009 has been recognised as a receivable in the Statement of Financial Position as at 30 September 2010.

In addition, other than the disclosure of the material litigation made in Note 12 in Part II of this interim financial report, there were no other significant changes in the contingent liabilities or contingent assets since the last financial year ended 31 December 2009.

(l) **Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 30 September 2010 are as follows:

	RM'million
Contracted	2,347.3
Not contracted	2,410.0
	4,757.3

i) Group	
- Development expenditure *	3,093.5
- Property, plant and equipment	867.1
- Plantation development	357.6
- Investments	219.4
- Drilling and exploration costs	132.6
- Leasehold land use rights	14.8
- Investment properties	6.0
	4,691.0
ii) Share of capital commitment in jointly controlled entities	
- Investment properties	65.4
- Property, plant and equipment	0.9
	66.3
	4,757.3

* This relates mainly to the integrated resort project of GENS, *Resorts World Sentosa.*

(m) **Significant Related Party Transactions**

Significant related party transactions which were entered into on agreed terms and prices for the current quarter and current financial period ended 30 September 2010 are set out below. The relationship of the related parties are as disclosed in the annual audited financial statements for the financial year ended 31 December 2009 and the approved shareholders' mandates for recurrent related party transactions.

		Current quarter RM'000	**Current financial Year-to-date RM'000**
Group			
i)	Provision of share registration services and secretarial services by a wholly owned subsidiary of the Company to Genting HK Group.	9	25
ii)	Subscription by Dragasac Limited, a wholly owned subsidiary of the Company of 555,556 Class A Common Stock and 500,000 Series C Convertible Preferred stock in Synthetic Genomic, Inc ("SGI").	-	32,505
iii)	Provision of management services to AsianIndo Holding Pte Ltd by GaiaAgri Services Limited.	499	1,456
iv)	Subscription by GENP Group of 1,000,000 Series C Convertible Preferred Stock in SGI.	-	32,810
v)	Subscription by Green Resources, LLC ("GRL"), a wholly owned subsidiary of SGI of 15,043,478 new ordinary shares of RM1.00 each in ACGT Sdn Bhd in exchange for GRL's 50% shareholding in SGSI-Asiatic Limited.	-	25,574
vi)	Rental charges for premises by GENM to Oriregal Creations Sdn Bhd.	366	1,084
vii)	Professional design consultancy and master-planning services rendered to Resorts World at Sentosa Pte Ltd by International Resorts Management Services Pte Ltd.	329	2,782
viii)	Letting of office space by Ambadell Pty Ltd ("Ambadell") to a subsidiary of GENS.	11	34
ix)	Provision of management services by GENS Group to Ambadell.	73	216
x)	Air ticketing services rendered by Genting HK Group to GENS Group and a wholly owned subsidiary of the Company.	165	866

		Current quarter RM'000	Current financial Year-to-date RM'000
Group			
xi)	Provision of information technology, implementation, support and maintenance services by GENS Group to Genting HK Group.	272	1,090
xii)	Provision of goods and services by DCP (Sentosa) Pte Ltd to GENS Group.	13,202	37,050
xiii)	Provision of management services by GENS Group to Tileska Pty Ltd.	8	26
xiv)	Provision of management services by GENS Group to Borstream Pte Ltd.	42	137
Company			
i)	Licensing fees from the subsidiaries to the Company for the use of name and accompanying logo of "Genting" and "Awana" owned by the Company.	40,747	128,667
ii)	Management fees from Genting Hotel & Resorts Management Sdn Bhd ("GHRM"), a wholly owned subsidiary of the Company, to the Company for the provision of the necessary resort management services to enable GHRM to perform its various obligations under the Resort Management Agreement with GENM.	89,266	289,388
iii)	Interest income earned by the Company from its subsidiaries on the interest bearing portion of the amount due from subsidiaries.	10,394	31,937
iv)	Finance cost charged by subsidiaries to the Company on the interest bearing portion of the amount due to subsidiaries.	33,589	101,057
v)	Provision of information technology consultancy, development, implementation, support and maintenance service, other management services and rental of information technology equipments by subsidiaries to the Company.	1,059	2,678
vi)	Rental charges for office space and related services by a subsidiary of GENM.	550	1,645
vii)	Provision of management and/or support services by the Company to its subsidiaries.	1,933	5,378

GENTING BERHAD

ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – 3RD QUARTER ENDED 30 SEPTEMBER 2010

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

1. Review of Performance

The comparison of the results are tabulated below:

	Current Quarter 2010 RM'million	Current Quarter 2009 RM'million	% +/-	Preceding Quarter 2Q 2010 RM'million	% +/-	Financial Year-to-date 2010 RM'million	Financial Year-to-date 2009 RM'million	% +/-
Revenue								
Leisure & Hospitality								
- Malaysia	1,182.6	1,324.0	-11	1,202.2	-2	3,713.4	3,663.5	+1
- Singapore	1,705.5	-	>100	2,025.4	-16	4,535.9	-	>100
- United Kingdom & Others	223.2	320.6	-30	249.9	-11	751.7	815.7	-8
	3,111.3	1,644.6	+89	3,477.5	-11	9,001.0	4,479.2	>100
Power	498.3	502.1	-1	311.5	+60	1,254.0	1,392.1	-10
Plantation	227.5	176.3	+29	202.2	+13	625.3	458.5	+36
Oil & Gas	29.7	38.3	-22	35.1	-15	90.8	103.0	-12
Property	25.9	23.2	+12	33.1	-22	79.1	68.9	+15
Investments & Others	16.5	17.1	-4	25.7	-36	57.8	71.8	-19
	3,909.2	2,401.6	+63	4,085.1	-4	11,108.0	6,573.5	+69
Profit before tax								
Leisure & Hospitality								
- Malaysia	523.4	703.1	-26	592.3	-12	1,797.2	1,848.5	-3
- Singapore	800.8	(62.9)	>100	1,187.8	-33	2,250.5	(119.9)	>100
- United Kingdom & Others	26.8	92.7	-71	42.0	-36	114.5	155.5	-26
	1,351.0	732.9	+84	1,822.1	-26	4,162.2	1,884.1	>100
Power	146.9	150.1	-2	113.4	+30	393.8	459.4	-14
Plantation	112.7	85.2	+32	89.3	+26	299.0	209.6	+43
Oil & Gas	4.0	16.1	-75	13.1	-69	21.7	46.1	-53
Property	5.4	6.0	-10	8.2	-34	22.3	22.6	-1
Investments & Others	72.5	128.0	-43	17.6	>100	120.9	98.5	+23
Adjusted EBITDA	1,692.5	1,118.3	+51	2,063.7	-18	5,019.9	2,720.3	+85
Net gain on dilution of shareholding arising from bond conversions	-	4.9	-100	-	-	436.3	6.3	>100
Net gain arising from Deferred Consideration	413.6	-	>100	-	>100	413.6	-	>100
Net fair value (loss)/gain on derivative financial instruments	(1.5)	-	>100	0.8	>100	66.4	-	>100
Net fair value gain/(loss) on financial assets at fair value through profit or loss	19.5	-	>100	(35.7)	>100	(14.4)	-	>100
Net impairment losses	(250.6)	(126.6)	+98	-	>100	(1,554.4)	(157.0)	>100
EBITDA	1,873.5	996.6	+88	2,028.8	-8	4,367.4	2,569.6	+70
Depreciation and amortisation	(330.8)	(176.0)	+88	(342.7)	-3	(889.1)	(520.0)	+71
Interest income	45.7	32.1	+42	40.3	+13	118.8	92.9	+28
Finance cost	(180.8)	(56.7)	>100	(151.9)	+19	(441.7)	(187.5)	>100
Share of results in jointly controlled entities and associates	10.7	9.5	+13	18.7	-43	56.1	(12.2)	>100
Profit before tax	1,418.3	805.5	+76	1,593.2	-11	3,211.5	1,942.8	+65

Quarter ended 30 September 2010 compared with quarter ended 30 September 2009

The Group registered a revenue of RM3,909.2 million in the current quarter compared with RM2,401.6 million in the previous year's corresponding quarter, registering an increase of 63%.

The increase came mainly from the Leisure & Hospitality Division with the commencement of operations of Resorts World Sentosa ("RWS") in Singapore in the first quarter of this year. Revenue from Resorts World Genting ("RWG") decreased mainly due to lower business volume and weaker luck factor in the premium players business. The revenue from the UK casino operations decreased mainly due to poor luck factor and the weaker Sterling Pound. However, the business volume has shown improvement over the previous year's corresponding quarter.

Increased revenue from the Plantation Division was due to higher palm products prices and higher FFB production.

The marginally lower revenue from the Power Division was due to lower generation of electricity by the Kuala Langat power plant.

Despite the higher average oil prices, revenue from the Oil & Gas Division decreased due to the lower share of entitlement in China.

The Group's profit before tax for the current quarter was RM1,418.3 million compared with RM805.5 million in the previous year's corresponding quarter, an increase of 76%.

The higher adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") from the Leisure & Hospitality Division was mainly attributable to RWS. However, lower revenue and an increase in expenses contributed to lower EBITDA from RWG. The EBITDA of the UK casinos was also affected by lower revenue. Included in the EBITDA of the Leisure & Hospitality Division were start up costs for the development and operation of a video lottery facility at the Aqueduct Racetrack in the City of New York, United States of America by the GENM Group.

The increased EBITDA from the Plantation Division was due to higher revenue.

Lower revenue from the Power and Oil & Gas divisions resulted in the lower EBITDA from both these divisions.

Included in the current quarter's profit before tax is a one-off net gain of RM413.6 million arising from Deferred Consideration. Net impairment losses recorded in the current quarter amounted to RM250.6 million.

Current financial period ended 30 September 2010 compared with previous financial period ended 30 September 2009

Group revenue for the current financial period ended 30 September 2010 was RM11,108.0 million compared with RM6,573.5 million in the previous financial period. The increased revenue came mainly from the Leisure & Hospitality, Plantation and Property divisions.

Revenue from RWS, which commenced operations during the first quarter of this year, contributed significantly to the increased revenue. RWG's revenue also increased during the current financial period mainly due to overall better luck factor in the premium players business. Revenue from the UK casino operations reduced marginally due to the weaker Sterling and luck factor, notwithstanding the fact that business volume had improved.

Higher revenue from the Plantation Division arose mainly from the higher palm products prices and higher FFB production.

Higher sales and completion of certain phases of ongoing projects contributed to increased revenue from the Property Division.

Revenue from the Power Division decreased due mainly to lower generation of electricity from both the Meizhou Wan and Kuala Langat power plants.

Lower revenue from the Oil & Gas Division arose from the lower share of entitlement in China.

The Group's profit before tax for the current financial period was RM3,211.5 million compared with RM1,942.8 million for the previous year's financial period.

The increased EBITDA in the Leisure & Hospitality Division came mainly from RWS whilst EBITDA from RWG decreased despite the overall better luck factor in the premium players business. The decrease was mainly attributable to higher expenses. Lower revenue from the UK casino operations resulted in the lower EBITDA. Included in the EBITDA of the Leisure & Hospitality Division were the start up costs for the development and operation of a video lottery facility in New York by the GENM Group.

Higher EBITDA from the Plantation Division arose mainly from the increased revenue.

The lower EBITDA from the Power Division was mainly attributable to the lower revenue and higher coal prices.

Lower EBITDA from the Oil & Gas Division was due to lower revenue and higher expenses.

Included in the current financial period's profit before tax is a one-off net gain of RM413.6 million arising from Deferred Consideration. There was also a net gain on dilution of RM436.3 million which arose from the Company's shareholding in GENS, when the remaining Second Convertible Bonds were fully converted into new ordinary shares of GENS during the current financial period.

The net fair value gain on derivative financial instruments of RM66.4 million was mainly in respect of GENS's fair value gain on derivative financial instruments from the valuation of the conversion option embedded in the Second Convertible Bonds.

Net impairment losses recorded in the current financial period amounted to RM1,554.4 million.

The increased share of results in jointly controlled entities and associates arose mainly from the share of profit from the new power plant in Andhra Pradesh, India. The share of results in jointly controlled entities and associates for the same period last year had been impacted by the share of loss of GENS's jointly controlled entity.

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 RM1,418.3 million in the current quarter compared with a profit before tax of RM1,593.2 million in the preceding quarter.

The EBITDA of RWS was lower in the current quarter due to the lower luck factor in the premium players market. EBITDA from RWG also decreased due to lower volume of the premium players business and higher expenses. The EBITDA of the Leisure & Hospitality Division for the current quarter also included the start up costs for the development and operation of a video lottery facility in New York by the GENM Group.

Higher EBITDA from Plantation Division was mainly due to higher palm products prices together with higher FFB production.

The higher EBITDA from the Power Division was due to the higher generation of electricity in the current quarter from the Meizhou Wan power plant.

The lower EBITDA from the Oil & Gas Division was due mainly to lower average oil prices and lower share of entitlement in China during the current quarter.

The profit before tax of the Group in the current quarter included a one-off net gain of RM413.6 million arising from Deferred Consideration and net impairment losses of RM250.6 million.

3. **Prospects**

The performance of the Group for the remaining period of the current financial year may be impacted as follows:

(a) The GENM Group's performance in Malaysia is expected to be affected by greater regional competition for the remaining period of 2010. The GENM Group will continue to evaluate its strategies and in particular will increase its marketing activities to address the growing competition;

(b) The management of RWS continues to develop, enhance and fine-tune RWS's guest facilities and attractions. Various programs and events have been produced that are targeted to enhance visitation and create repeat visitation of valued guests. RWS is still in the initial year of operations as they continue to improve operational efficiency, integrate overall resort management and methodically implement marketing plans. The primary overseas markets for RWS are producing good results, and now the sales and marketing teams are working hard to initiate the long-haul and secondary markets.

Construction of the West Zone has commenced and is expected to start operations progressively from year 2011, beginning with the Maritime Xperiential Museum in the first half of 2011, followed by the world's largest aquarium, the Marine Life Park, the destination spa and a variety of luxurious accommodation at its Equarius Hotel and Spa Villas. These new offerings will significantly complement RWS's already impressive array of tourist attractions and establish RWS as the foremost must-see integrated resort destination in the world;

(c) the performance of the Power Division is expected to be affected by the Meizhou Wan power plant, which is experiencing lower than expected tariff increases and lower generation hours; and

(d) the performance of the GENP Group is expected to be better than previous 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 financial period ended 30 September 2010 are set out below:

	Current quarter RM'000	Current financial year-to-date RM'000
Current taxation		
Malaysian income tax charge	175,612	581,315
Foreign income tax charge	6,721	39,039
	182,333	620,354
Deferred tax charge	29,673	553
	212,006	620,907
Prior period taxation		
Income tax over provided	(16,743)	(14,039)
Deferred tax under provided	403	157
	195,666	607,025

The effective tax rate of the Group before adjustments in respect of prior period taxation for the current quarter and current financial period ended 30 September 2010 is lower than the statutory income tax rate mainly due to income subjected to different tax regime and income not subjected to tax offset by expenses not deductible for tax purposes.

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 Subsidiaries and Associates**

(a) The dealings in quoted securities for the current quarter and current financial period ended 30 September 2010 are as follows:

	Financial assets at fair value through profit or loss		Available-for-sale financial assets	
	Current quarter	Current financial year-to-date	Current quarter	Current financial year-to-date
	RM'000	RM'000	RM'000	RM'000
Total purchases at cost	-	1,229	-	-
Total disposal proceeds	-	3,121	-	-

(b) The details of the investments in quoted shares, excluding subsidiaries and associates, as at 30 September 2010 are as set out below:

	Financial assets at fair value through profit or loss	Available-for-sale financial assets
	RM'000	RM'000
Total investments at cost	40,911	1,494,332
Total investments at book value/market value	28,378	2,338,171

8. **Status of Corporate Proposals Announced**

(a) 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 Berhad ("TNB") for the acquisition of TNB's 40% stake in Sepang Power Sdn Bhd is still outstanding as at 18 November 2010. 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 has been referred to the Ministry of Energy, Water and Communications, and the Economic Planning Unit of the Prime Minister's Department.

(b) On 5 June 2009, GENP announced that the Sepanjang Group, an established palm oil producer based in the Republic of Indonesia, undertook an internal re-organisation of its corporate structure and operations. The re-organisation within the Sepanjang Group necessitated the restructuring of the remaining 4 joint venture ("JV") agreements in respect of the proposed joint venture for oil palm cultivation in Kabupaten Ketapang, Provinsi Kalimantan Barat, Republic of Indonesia.

Accordingly, both GENP and the Sepanjang Group have mutually agreed that the remaining 4 JV agreements dated 8 June 2005, which all lapsed on 8 June 2009 would not be extended. In their place, new agreements were entered into on 5 June 2009 to enable the proposed joint venture with the Sepanjang Group for oil palm cultivation to proceed.

The completion of the JV agreements is subject to, inter alia, the following conditions:

i) the approval of Bank Negara Malaysia;

ii) the approval of Badan Koordinasi Penanaman Modal or Investment Coordinating Board of the Republic of Indonesia;

iii) the procurement and/or maintenance of Izin Lokasi and Izin Usaha Perkebunan; and

iv) due diligence study being conducted on the corporate and legal standing of JV companies, the licenses and/or permits of JV companies, the status of the lands and any other aspects of the JV companies and the lands that GENP's subsidiaries think fit, and the results of the due diligence being satisfactory to GENP's subsidiaries.

Notwithstanding completion of the JV agreements, the approvals, licences and permits required for the implementation of the project contemplated in the JV agreements must be obtained no later than 31 December 2011.

The JV agreements are still conditional as at 17 November 2010.

(c) On 5 February 2010, GENP announced that Sanggau Holdings Pte Ltd ("SAH"), an indirect wholly owned subsidiary of GENP, had on 5 February 2010 entered into a joint venture agreement ("JVA") with Palma Citra Investama Pte Ltd ("Palma") and PT Sawit Mandira ("PTMandira") to develop approximately 17,500 hectares of agricultural land (based on Izin Lokasi or Location Permit) into oil palm plantation in Kecamatan Toba, Kabupaten Sanggau, Provinsi Kalimantan Barat, Republic of Indonesia ("Proposed JV") (the "Land").

The Proposed JV will be undertaken by PT Surya Agro Palma ("PTSAP"). Subject to the relevant approvals being obtained, SAH will subscribe for 700 ordinary shares of Rp1,000,000 each representing 70% of the enlarged issued and paid-up share capital in PTSAP. Palma's and PTMandira's shareholding in the enlarged issued and paid-up share capital of PTSAP will be 25% and 5% respectively.

Palma and PTMandira are part of the Sepanjang Group who is GENP's existing joint venture partner and an established palm oil producer based in the Republic of Indonesia.

The completion of the JVA is subject to, inter-alia, the following conditions:

i) the approval of Bank Negara Malaysia;

ii) the approval of Badan Koordinasi Penamaan Modal ("BKPM") (or Investment Coordinating Board of the Republic of Indonesia) for the change of shareholding of PTSAP in relation to the admittance of SAH as shareholder of PTSAP in the aforesaid proportion;

iii) the procurement and/or maintenance of Izin Lokasi and Izin Usaha Perkebunan (or Plantation Business License);

iv) the approval of the Ministry of Forestry Affairs, if required; and

v) due diligence study being conducted by SAH and its appointed advisers and/or auditors on the corporate and legal standing of PTSAP, the licenses and/or permits of PTSAP, the status of PTSAP and the status of and restrictions on the Land and any other aspects of PTSAP and the Land, that SAH thinks fit, and the results of the due diligence being satisfactory to SAH.

Notwithstanding completion of the JVA, the approvals, licenses and permits required for the implementation of the project comtemplated in the JVA must be obtained no later than 31 December 2012.

The JVA is still conditional as at 17 November 2010.

(d) On 19 October 2010, Genting Ibico Holdings Limited (formerly known as Ibico Holdings Limited) ("Genting Ibico"), an indirect wholly owned subsidiary of GENM, entered into a joint venture agreement ("JV Agreement") with Apollo Resorts & Leisure Limited ("Apollo") and Sevco (5036) Limited (to be renamed as Apollo Genting London Limited) ("JV Company"). Genting Ibico and Apollo each hold 50% equity interests in the JV Company. The purpose of the JV Company, among others, is to develop and operate a leisure entertainment destination in the United Kingdom.

(e) On 19 October 2010, Genting Casinos UK Limited ("GENCAS"), an indirect wholly owned subsidiary of GENM, entered into a casino agreement ("Casino Agreement") with Apollo and Apollo Resorts & Leisure Casinos Limited ("Apollo Casinos").

Pursuant to the Casino Agreement, GENCAS and Apollo have agreed to work together to apply for a casino premises licence ("Licence") in respect of a "large" casino ("Casino") under the British Gambling Act 2005. If successful, Apollo will apply to transfer the Licence to GENCAS for a consideration of GBP5 million payable to Apollo. It is intended for GENCAS to be the sole owner and operator of the Casino.

Other than the above, there were no other corporate proposals announced but not completed as at 18 November 2010.

9. **Group Borrowings and Debt Securities**

The details of the Group's borrowings and debt securities as at 30 September 2010 are as set out below:

	Secured/ Unsecured	Foreign Currency 'million		RM Equivalent 'million
Short term borrowings	Secured	USD	254.5	787.2
	Secured	SGD	193.7	451.9
	Secured	RMB	211.8	97.7
	Unsecured	USD	50.0	154.7
	Unsecured	GBP	8.3	40.3
	Unsecured	SGD	10.0	23.3
Long term borrowings	Secured	SGD	3,752.8	8,753.5
	Secured	RMB	1,837.8	848.0
	Secured	USD	77.0	238.3
	Secured	GBP	1.7	8.3
	Unsecured	USD	294.3	910.4
	Unsecured	GBP	53.1	257.6
	Unsecured	SGD	63.6	148.4
	Unsecured	RMB	300.0	138.4
	Unsecured		-	1,599.5

10. **Outstanding Derivatives**

The Group has entered into Interest Rate Swap ("IRS") contracts to manage the exposure of its borrowings to interest rate risks. With the IRS agreements, the Group receives interest at floating rate based on Singapore Swap Offer Rates ("SOR") and pays interest at fixed rates on the agreed notional principal amounts.

The Group has also entered into Interest Rate Capped Libor-In-Arrears Swap ("IRCLIA") contract to limit its exposure to fluctuation in interest rate movements if the interest rate moves beyond the cap at LIBOR 2.35% per annum. The notional amount for each interest period will be USD15 million over 4 years beginning April 2011.

As at 30 September 2010, the values and maturity analysis of the outstanding IRS and IRCLIA contracts of the Group are as follows:

As at 30 September 2010:	Contract/ Notional Value RM'million	Net Fair Value Losses RM'million
IRS		
SGD	6,997.6	
- Less than 1 year		(170.9)
- 1 year to 3 years		(35.1)
IRCLIA		
USD	46.4	
- More than 3 years		(2.2)

The Group has also entered into forward foreign currency exchange contracts to manage the exposure to foreign exchange risk when subsidiaries enter into transactions that are not denominated in their functional currencies.

As at 30 September 2010, the values and maturity analysis of the outstanding forward foreign currency exchange contracts of the Group are as follows:

As at 30 September 2010:	**Contract/ Notional Value RM'million**	**Net Fair Value Gain/(Loss) RM'million**
USD	166.4	
- Less than 1 year		(1.9)
SGD	205.5	
- Less than 1 year		2.3

With the adoption of FRS 139, financial derivatives are recognised on their respective contract dates. The related accounting policies are disclosed in Note (a) in Part I of this interim financial report.

There is no significant change for the financial derivatives in respect of the following since the last financial year ended 31 December 2009:

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

11. **Fair value changes of financial liabilities**

The details of fair value changes of financial liabilities for the current financial period ended 30 September 2010 are as follows:

Type of financial liability	Current quarter fair value gain/(loss) RM'million	Current financial year-to-date fair value gain/(loss) RM'million	Basis of fair value measurement	Reasons for the gain/(loss)
Conversion option embedded in GENS's Second Convertible Bonds	-	61.2	"Binomial Option Pricing" model based on the closing GENS's market price at the reporting date, the exercise price, expected volatility based on historical volatility, bonds maturity and a risk free interest rate based on the yield on 5-year Singapore Government Bonds	The GENS market price from the last measurement date of 31 December 2009 up to the respective dates when such options were converted into GENS shares have declined
Interest rate swaps	-	7.1	Interest rates differential between the fixed and floating rates	The interest rates differential between the fixed and floating rates from the last measurement date of 31 December 2009 up to the respective maturity dates of the swaps have moved in favour of the Group
Forward foreign currency exchange contracts	(1.5)	(1.9)	Foreign exchange differential between the contracted rate and the market forward rate	The foreign exchange rates differential between the contracted rate and the market forward rate from the last measurement date or contract date up to the respective maturity dates of the forward contracts have moved unfavourably against the Group

12. **Changes in Material Litigation**

On the status of the legal suit No. K22-245 of 2002 with regards to the claim for 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 hearing for the Notice of Appeal filed by the Plaintiffs to the Court of Appeal on 7 July 2008 has been fixed on 9 December 2010.

Other than the above, there have been no change to the status of the aforesaid litigation as at 17 November 2010.

There were also no other pending material litigations since the last financial year ended 31 December 2009 and up to 18 November 2010.

13. **Dividend Proposed or Declared**

(a) No dividend has been proposed or declared for the current quarter ended 30 September 2010.

(b) An interim dividend of 3.3 sen per ordinary share of 10 sen each, less 25% tax, for the current financial year ending 31 December 2010 was paid on 26 October 2010.

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

(a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current financial period ended 30 September 2010 is as follows:

	Current quarter RM'000	**Current financial year-to-date RM'000**
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Basic EPS)	765,918	1,737,524
Net impact on earnings on potential exercise of Employee Share Options awarded to executives of the Company's subsidiaries	(2,175)	(3,639)
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS)	763,743	1,733,885

(b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current financial period ended 30 September 2010 is as follows:

	Current quarter No. of shares '000	**Current financial year-to-date No. of shares '000**
Weighted average number of ordinary shares in issue (used as denominator for the computation of Basic EPS)	3,697,018	3,696,651
Adjustment for share options granted under the ESOS to executives of Genting Berhad	7,228	6,062
Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS)	3,704,246	3,702,713

15. **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 2009 did not contain any qualification.

16. **Approval of Interim Financial Statements**

The interim financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 25 November 2010.