



4th QUARTERLY REPORT

Quarterly report on consolidated results for the financial year ended 31 December 2010. The figures for the cumulative period have been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010

	UNAUDITED		CUMULATIVE PERIOD	
	INDIVIDUAL QUARTER		INDIVIDUAL QUARTER	CUMULATIVE PERIOD
	Current Year Quarter 31/12/2010 RM'000	Preceding Year Corresponding Quarter 31/12/2009 RM'000	Current Year To-Date 31/12/2010 RM'000	Preceding Year Corresponding Period 31/12/2009 RM'000
Revenue	4,086,714	2,320,097	15,194,737	8,893,617
Cost of sales	(2,227,253)	(1,372,699)	(8,537,663)	(5,341,142)
Gross profit	1,859,461	947,398	6,657,074	3,552,475
Other income				
- net gain on dilution of shareholding arising from bond conversions	-	26,769	436,250	33,043
- net gain arising from Deferred Consideration	-	-	413,601	-
- net fair value (loss)/gain on derivative financial instruments	(2,361)	-	63,990	-
- others	53,415	50,654	414,745	244,547
Net impairment losses	-	-	(1,554,420)	(156,976)
Other expenses				
- loss on discontinuance of cash flow hedge accounting using interest rate swaps	(145,445)	-	(145,445)	-
- others	(301,651)	(397,920)	(1,225,266)	(903,658)
Finance cost	(282,204)	(73,840)	(723,899)	(261,410)
Share of results in jointly controlled entities and associates	1,560	32,599	57,694	20,428
Profit before taxation	1,182,775	585,660	4,394,324	2,528,449
Taxation	(376,600)	(189,605)	(983,625)	(745,603)
Profit for the period	806,175	396,055	3,410,699	1,782,846
Profit attributable to:				
Equity holders of the Company	465,433	245,400	2,202,957	1,044,340
Minority interests	340,742	150,655	1,207,742	738,506
	806,175	396,055	3,410,699	1,782,846
Earnings per share (sen) for profit attributable to equity holders of the Company:				
- Basic	12.57	6.64	59.57	28.26
- Diluted	12.56	6.61	59.46	28.13

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

Genting Berhad (7916-A)

24th Floor, Wisma Genting, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia. T : +603 2178 2288 / 2333 2288 F : +603 2161 5304 www.genting.com

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2010**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2010 RM'000	Preceding Year Corresponding Quarter 31/12/2009 RM'000	Current Year To-Date 31/12/2010 RM'000	Preceding Year Corresponding Period 31/12/2009 RM'000
Profit for the period	806,175	396,055	3,410,699	1,782,846
Other comprehensive income/(loss):				
Asset revaluation surplus	-	-	23,741	-
Actuarial gain/(loss) on retirement benefit liability	2,012	(9,507)	2,012	(9,507)
Cash flow hedges				
- Fair value loss	(129,776)	-	(141,580)	-
- Reclassification to profit or loss	319,693	-	319,693	-
Available-for-sale financial assets				
- Fair value gain/(loss)	189,879	(1,209)	1,167,396	887,932
- Reclassification to profit or loss upon disposal	(254)	-	(19,491)	-
Share of other comprehensive income of jointly controlled entities and associates	8,268	-	13,492	-
Net foreign currency exchange differences	330,737	(71,062)	(903,654)	341,567
Other comprehensive income/(loss) for the period, net of tax	720,559	(81,778)	461,609	1,219,992
Total comprehensive income for the period	1,526,734	314,277	3,872,308	3,002,838
Total comprehensive income attributable to:				
Equity holders of the Company	480,862	186,995	1,999,855	1,645,157
Minority interests	1,045,872	127,282	1,872,453	1,357,681
	1,526,734	314,277	3,872,308	3,002,838

(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 31 DECEMBER 2010

	As At 31 Dec 2010 RM'000	As At 31 Dec 2009 RM'000 Restated
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	19,932,467	18,190,710
Land held for property development	571,244	582,386
Investment properties	43,293	71,755
Plantation development	843,631	650,375
Leasehold land use rights	133,852	114,969
Intangible assets	3,779,197	3,914,148
Exploration costs	577,221	420,640
Jointly controlled entities	62,319	52,125
Associates	765,874	672,780
Financial assets at fair value through profit or loss	1,956	-
Available-for-sale financial assets	2,591,448	1,270,128
Derivative financial instruments	1,223	-
Deferred tax assets	177,010	94,017
Other non-current assets	267,121	-
Other long term assets	-	920,514
	29,747,856	26,954,547
CURRENT ASSETS		
Property development costs	14,162	44,996
Inventories	520,591	387,107
Trade and other receivables	2,280,423	1,096,636
Amounts due from jointly controlled entities and associates	7,686	13,542
Financial assets at fair value through profit or loss	94,806	-
Available-for-sale financial assets	841,961	-
Restricted cash	881,476	297,502
Short term investments	-	314,093
Cash and cash equivalents	14,548,553	14,392,625
	19,189,658	16,546,501
Assets classified as held for sale	76,635	-
	19,266,293	16,546,501
	49,014,149	43,501,048
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	371,356	370,485
Reserves	15,169,296	13,559,682
Treasury shares	(43,194)	(43,036)
	15,497,458	13,887,131
Minority Interests	13,949,034	11,825,274
TOTAL EQUITY	29,446,492	25,712,405
NON-CURRENT LIABILITIES		
Long term borrowings	11,849,364	12,659,486
Deferred tax liabilities	1,481,999	1,307,923
Derivative financial instruments	1,655	-
Other non-current liabilities	326,779	385,061
	13,659,797	14,352,470
CURRENT LIABILITIES		
Trade and other payables	4,098,856	2,381,959
Amount due to a jointly controlled entity	4,476	2,315
Short term borrowings	1,581,668	852,533
Derivative financial instruments	4,252	-
Taxation	218,608	199,366
	5,907,860	3,436,173
TOTAL LIABILITIES	19,567,657	17,788,643
TOTAL EQUITY AND LIABILITIES	49,014,149	43,501,048
NET ASSETS PER SHARE (RM)	4.18	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 YEAR ENDED 31 DECEMBER 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 year	-	-	-	-	-	-	2,202,957	-	2,202,957	1,207,742	3,410,699
Other comprehensive income/(loss)	-	-	12,969	647,685	99,833	(964,581)	992	-	(203,102)	664,711	461,609
Total comprehensive income/(loss) for the year	-	-	12,969	647,685	99,833	(964,581)	2,203,949	-	1,999,855	1,872,453	3,872,308
Transfer due to realisation of revaluation reserve	-	-	(595)	-	-	-	595	-	-	-	-
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	-	-	795,364	795,364
Effects of share-based payment	-	-	-	-	-	-	-	-	-	34,875	34,875
Effects of issue of shares by subsidiaries	-	-	-	-	-	-	60	-	60	37,248	37,308
Issue of shares	871	24,119	-	-	-	-	-	-	24,990	-	24,990
Buy-back of shares	-	-	-	-	-	-	-	(158)	(158)	(103,461)	(103,619)
Dividends to minority shareholders	-	-	-	-	-	-	-	-	-	(333,054)	(333,054)
Appropriation:											
Final dividend paid for financial year ended 31 December 2009	-	-	-	-	-	-	(116,446)	-	(116,446)	-	(116,446)
Interim dividend paid for financial year ended 31 December 2010	-	-	-	-	-	-	(91,570)	-	(91,570)	-	(91,570)
Balance at 31 December 2010	371,356	1,179,121	315,083	1,079,850	(16,228)	(1,187,597)	13,799,067	(43,194)	15,497,458	13,949,034	29,446,492

(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 YEAR ENDED 31 DECEMBER 2009

	← Attributable to equity holders of the Company →							Total RM'000	Minority Interests RM'000	Total Equity RM'000
	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			
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 year	-	-	-	-	-	1,044,340	-	1,044,340	738,506	1,782,846
Other comprehensive income/(loss)	-	-	-	431,995	173,973	(5,151)	-	600,817	619,175	1,219,992
Total comprehensive income for the year	-	-	-	431,995	173,973	1,039,189	-	1,645,157	1,357,681	3,002,838
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	-	143,128	143,128
Effects of share-based payment	-	-	-	-	-	-	-	-	28,757	28,757
Effects of issue of shares by subsidiaries	-	-	-	-	-	(9,579)	-	(9,579)	1,697,523	1,687,944
Issue of shares	103	2,843	-	-	-	-	-	2,946	-	2,946
Buy-back of shares	-	-	-	-	-	-	(740)	(740)	(63,610)	(64,350)
Dividends to minority shareholders	-	-	-	-	-	-	-	-	(310,376)	(310,376)
Others	-	-	(689)	-	-	2,032	-	1,343	811	2,154
Appropriation:										
Final dividend paid for financial year ended 31 December 2008	-	-	-	-	-	(110,861)	-	(110,861)	-	(110,861)
Interim dividend paid for financial year ended 31 December 2009	-	-	-	-	-	(83,154)	-	(83,154)	-	(83,154)
Balance at 31 December 2009	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

(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 YEAR ENDED 31 DECEMBER 2010

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	4,394,324	2,528,449
Adjustments for:		
Net impairment losses	1,554,420	156,976
Depreciation and amortisation	1,191,687	699,668
Finance cost	723,899	261,410
Net bad debts written off/(recovered)	62,337	(7,617)
Loss on discontinuance of cash flow hedge accounting using interest rate swaps	145,445	-
Impairment loss on receivables	242,162	10,035
Property, plant and equipment ("PPE") written off	59,614	2,254
Net gain on dilution of shareholding arising from bond conversions	(436,250)	(33,043)
Net gain arising from Deferred Consideration	(413,601)	-
Interest income	(158,483)	(124,919)
Net fair value gain on derivative financial instruments	(63,990)	-
Share of results in jointly controlled entities and associates	(57,694)	(20,428)
Write-back of diminution in value of short term investments	-	(22,696)
Other non-cash items	(33,074)	(24,152)
	<u>2,816,472</u>	<u>897,488</u>
Operating profit before changes in working capital	7,210,796	3,425,937
Net change in current assets	(1,674,869)	(278,173)
Net change in current liabilities	1,512,107	225,194
	<u>(162,762)</u>	<u>(52,979)</u>
Cash generated from operations	7,048,034	3,372,958
Taxation paid	(805,205)	(863,292)
Retirement gratuities paid	(3,520)	(7,577)
Other net operating receipts	42,302	49,739
	<u>(766,423)</u>	<u>(821,130)</u>
NET CASH INFLOW FROM OPERATING ACTIVITIES	6,281,611	2,551,828
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of PPE	(3,584,577)	(5,205,076)
Increase in investments and other long term financial assets	(2,472,223)	(1,218,686)
Proceeds from Deferred Consideration	429,293	-
Interest received	155,793	123,009
Other net receipts from investing activities	408,055	608,367
NET CASH USED IN INVESTING ACTIVITIES	(5,063,659)	(5,692,386)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(1,902,401)	(2,131,413)
Restricted cash (deposits pledged as security for short term bank borrowings)	(636,583)	-
Finance cost paid	(603,454)	(412,312)
Dividends paid to minority shareholders	(333,054)	(310,376)
Dividends paid	(208,016)	(194,015)
Buy-back of shares	(128,167)	(80,770)
Settlement of interest rate swaps	(168,894)	-
Proceeds from bank borrowings	3,092,658	8,183,665
Proceeds from issue of Medium Term Notes	149,445	1,450,000
Proceeds from issue of shares to minority shareholders	31,116	1,689,684
Other net receipts from financing activities	(27,677)	2,946
NET CASH FLOWS (USED IN)/FROM FINANCING ACTIVITIES	(735,027)	8,197,409
NET INCREASE IN CASH AND CASH EQUIVALENTS	482,925	5,056,851
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	14,392,625	9,303,275
EFFECT OF CURRENCY TRANSLATION	(326,997)	32,499
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	14,548,553	14,392,625
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	12,772,754	11,475,600
Money market instruments	1,775,799	2,917,025
	<u>14,548,553</u>	<u>14,392,625</u>

(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).

GENTING BERHAD

NOTES TO THE INTERIM FINANCIAL REPORT – 4TH QUARTER ENDED 31 DECEMBER 2010

(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 Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) 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 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 year ended 31 December 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	<u>16,450,007</u>	<u>(2,480)</u>	<u>1,743,183</u>	<u>18,190,710</u>

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 year ended 31 December 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) Fair value through profit or loss

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) Derivative financial instruments

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			
<u>Non-current assets</u>			
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)	-
<u>Current assets</u>			
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)	-
<u>Non-current liabilities</u>			
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
<u>Current liabilities</u>			
Trade and other payables	2,381,959	(1,342)	2,380,617
Derivative financial instruments	-	415,701	415,701
<u>Equity</u>			
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) <u>FRS 139</u> RM'000
For the current financial year ended	
31 December 2010	
Net fair value gain on derivative financial instruments	63,990
Net fair value loss on financial assets at fair value through profit or loss	(3,468)
Other comprehensive income/(loss)	
- Cash flow hedges	(141,580)
- Available-for-sale financial assets	308,047
- Share of other comprehensive income of jointly controlled entities and associates	13,492
Basic earnings per share (sen)	0.80

Comparative Figures

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

	<u>As previously reported</u>	<u>Reclassification</u>	<u>As reclassified</u>
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

(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 year ended 31 December 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) An impairment assessment performed on the Meizhou Wan power generation plant indicated a total impairment charge of RM222.8 million, caused primarily by higher coal prices.
- iii) An amount of RM60.6 million has been charged as impairment loss on property, plant and equipment arising from the lower indicative fair value compared with the recorded book value.
- iv) Exploration costs of RM33.1 million have been charged as impairment loss as the Group has decided not to proceed with further exploration work on one of the Group's oil and gas projects.
- v) 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 as it is no longer required.

- vi) 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 RM859.3 million in the investment in Genting HK is recognised directly in the statement of comprehensive income during the current financial year ended 31 December 2010. This fair value gain of RM859.3 million represents the increase in Genting HK’s share price to USD0.45 per share as at 31 December 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 RM426.1 million.

- vii) 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.
- viii) 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.
- ix) During the current quarter, GENS incurred a loss on discontinuance of cash flow hedge accounting using interest rate swaps (“IRS”) of RM145.4 million arising from settlement of interest rate swaps.
- x) 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 31 December 2010 as well as a net gain on dilution of RM436.3 million in the current financial year ended 31 December 2010.
- xi) Included in the statement of comprehensive income is a net foreign currency exchange loss of RM903.7 million for the current financial year ended 31 December 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 year ended 31 December 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 8,714,000 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 year ended 31 December 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 year ended 31 December 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 year ended 31 December 2010, GENM had repurchased a total of 41,499,700 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM127.9 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 year ended 31 December 2010.

(f) **Dividends Paid**

Dividends paid during the current financial year ended 31 December 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
Interim dividend paid on 26 October 2010 for the year ended 31 December 2010 - 3.3 sen less 25% tax per ordinary share of 10 sen each	<u>91,570</u>
	<u>208,016</u>

(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, impairment losses, pre-opening and development expenses as well as assets written off, gain or loss on disposal of assets and share-based payment expenses.

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

Segment analysis for the current financial year ended 31 December 2010 is set out below:

RM'million	Leisure & Hospitality			Power	Plantation	Oil & Gas	Property	Investments & Others	Total	
	Malaysia	Singapore	United Kingdom & Others							
Revenue										
Total revenue	6,070.1	6,384.2	982.6	13,436.9	1,576.2	900.2	124.0	112.8	162.4	16,312.5
Inter segment	(1,009.5)	-	-	(1,009.5)	-	-	(10.0)	(6.4)	(91.9)	(1,117.8)
External	<u>5,060.6</u>	<u>6,384.2</u>	<u>982.6</u>	<u>12,427.4</u>	<u>1,576.2</u>	<u>900.2</u>	<u>114.0</u>	<u>106.4</u>	<u>70.5</u>	<u>15,194.7</u>
Adjusted EBITDA	<u>2,482.0</u>	<u>3,352.0</u>	<u>146.4</u>	<u>5,980.4</u>	<u>546.4</u>	<u>441.1</u>	<u>23.0</u>	<u>27.4</u>	<u>92.6</u>	<u>7,110.9</u>
Segment Assets	<u>3,926.7</u>	<u>17,396.3</u>	<u>4,647.3</u>	<u>25,970.3</u>	<u>2,870.8</u>	<u>1,871.3</u>	<u>745.1</u>	<u>1,096.2</u>	<u>3,525.4</u>	<u>36,079.1</u>

A reconciliation of adjusted EBITDA to profit before tax is as follows:

Adjusted EBITDA	RM'million
Net gain on dilution of shareholding arising from bond conversions	7,110.9
Net gain arising from Deferred Consideration	436.3
Net fair value gain on derivative financial instruments	413.6
Net fair value loss on financial assets at fair value through profit or loss	64.0
Net impairment losses	(3.5)
Loss on discontinuance of cash flow hedge accounting using IRS	(1,554.4)
Others (include pre-opening and development expenses, assets written off, gain or loss on disposal of assets and share-based payment expenses)	(145.4)
EBITDA	<u>(227.8)</u>
Depreciation and amortisation	6,093.7
Interest income	(1,191.7)
Finance cost	158.5
Share of results in jointly controlled entities and associates	(723.9)
Profit before taxation	<u>57.7</u>
	4,394.3

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

Segment assets	RM'million
Interest bearing instruments	36,079.1
Jointly controlled entities	11,834.1
Associates	62.3
Deferred tax assets	765.9
Current tax assets	177.0
Total assets	<u>95.7</u>
	49,014.1

(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**

On 1 February 2011, GENS Group has obtained syndicated secured credit facilities of SGD4.1925 billion for the purpose of refinancing the facilities obtained in 2008 in connection with the construction, development and operation of the Integrated Resort at Sentosa Island. The new facilities comprise SGD3.5 billion in term loan facilities, SGD0.5 billion in revolving credit facilities and a SGD192.5 million banker's guarantee facility. The facilities were fully underwritten by 5 reputable mandated lead arrangers and bookrunners. Genting Singapore PLC is the sponsor for the new facilities.

Other than the above, there were no other material events subsequent to the end of the current financial year ended 31 December 2010 that have not been reflected in this interim financial report.

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

i) On 21 June 2010, the Group completed its acquisition of 62 million ordinary shares in Union Bank of Colombo Limited ("UBC"), representing an equity interest of 20.38%, for Sri Lankan Rupees 775 million (approximately RM22.0 million). In December 2010, UBC raised further equity through the allotment of 29.1 million new ordinary voting shares to its existing shareholders and qualified investors. Consequently, the Group's shareholding reduced to 19.4% as at 31 December 2010. The Group has continued to recognise this investment as an associate and accounted for it by the equity method of accounting as the Group has significant influence over this investment.

ii) 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:

- 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
- 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 has been accounted for as an associated company of the Company.

The transaction is to 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 allows 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.

- iii) On 10 December 2010, the Company announced that Genting Oil & Gas Limited, an indirect 95% owned subsidiary of the Company, had completed the disposal of the entire issued and paid-up share capital of Genting Oil & Gas (China) Limited (“GOGCL”) comprising 2 ordinary shares of USD1.00 each to Parkdale Limited (“Parkdale”) for a total cash consideration of USD29 million (“Disposal”). GOGCL operated the Zhuangxi Buried Hill Oil Field in China.

The Disposal does not have any material effect on the earnings or net assets of the Group for the current financial year ended 31 December 2010.

- iv) The Second Convertible Bonds issued by GENS were fully converted into new GENS shares during the current financial year and consequently, the Company’s shareholding in GENS was reduced from 53.9% as at 31 December 2009 to 51.7% as at 31 December 2010.
- v) Following the completion of the restructuring exercise of ACGT Sdn Bhd (“ACGT”) on 11 June 2010 involving Genting Plantations Berhad (“GENP”), which is 54.6% owned by the Company, ACGT, Synthetic Genomics, Inc and Green Resources LLC, 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 AGGT.
- vi) Following the completion of the joint venture to establish Premium Outlet 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.
- vii) On 30 September 2010, 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%.
- viii) On 17 December 2010, Sanggau Holdings Pte Ltd, a wholly-owned subsidiary of Mediglove, subscribed 700 ordinary shares of Rp1,000,000 each in PT Surya Agro Palma (“PT SAP”) representing 70% of PTSAP’s enlarged issued and paid-up share capital for a cash consideration of Rp700,000,000 and accordingly, PT SAP became an indirect subsidiary of GENP.

Other than the above, there were no other material changes in the composition of the Group for the current financial year ended 31 December 2010.

(k) Changes in Contingent Liabilities or Contingent Assets

Other than the disclosure of the Deferred Consideration mentioned in Note (c) i) above, which has been disclosed as a contingent asset as at 31 December 2009, and 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 31 December 2010 are as follows:

	RM'million
Contracted	1,952.9
Not contracted	4,324.5
	<u>6,277.4</u>
i) Group	
- Development expenditure *	3,604.2
- Property, plant and equipment	2,011.3
- Plantation development	390.1
- Drilling and exploration costs	82.5
- Investments	78.3
- Leasehold land use rights	37.1
- Investment properties	6.0
- Intellectual property development	5.0
	<u>6,214.5</u>
ii) Share of capital commitment in jointly controlled entities	
- Investment properties	62.7
- Property, plant and equipment	0.2
	<u>62.9</u>
	<u>6,277.4</u>

* This relates mainly to the integrated resort project of GENS, *Resorts World Sentosa*, and the development and operation of a video lottery facility at the Aqueduct Racetrack in the City of New York, United States of America by GENM.

(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 year ended 31 December 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.

Group	Current quarter RM'000	Current financial Year-to-date RM'000
i) Provision of share registration services and secretarial services by a wholly owned subsidiary of the Company to Genting HK Group.	5	30
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.	426	1,882
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.	365	1,449
vii) Professional design consultancy and master-planning services rendered to Resorts World at Sentosa Pte Ltd by International Resorts Management Services Pte Ltd.	181	2,963
viii) Letting of office space by Ambadell Pty Ltd ("Ambadell") to a subsidiary of GENS.	12	46
ix) Provision of management services by GENS Group to Ambadell.	110	326
x) Air ticketing services and purchase of holiday package rendered by Genting HK Group to GENS and GENM Group and a wholly owned subsidiary of the Company.	2,354	4,085
xi) Provision of information technology, implementation, support and maintenance services by GENS Group to Genting HK Group.	839	1,929

	Current quarter RM'000	Current financial Year-to-date RM'000
<u>Group</u>		
xii) Provision of hotel accommodation, food and beverage and theme park charges by GENS Group to Genting HK Group.	83	83
xiii) Provision of goods and services by DCP (Sentosa) Pte Ltd to GENS Group.	13,612	50,662
xiv) Provision of management services by GENS Group to Tileska Pty Ltd.	9	35
xv) Provision of management services by GENS Group to Borstream Pte Ltd.	51	188
xvi) Provision of management services by GENS Group to Star Cruise (Australia) Pty Ltd.	116	116
<u>Company</u>		
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.	46,187	174,854
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.	106,797	396,185
iii) Interest income earned by the Company from its subsidiaries on the interest bearing portion of the amount due from subsidiaries.	10,323	42,260
iv) Finance cost charged by subsidiaries to the Company on the interest bearing portion of the amount due to subsidiaries.	33,493	134,550
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.	886	3,564
vi) Rental charges for office space and related services by a subsidiary of GENM.	550	2,195
vii) Provision of management and/or support services by the Company to its subsidiaries and associates.	7,904	13,282

GENTING BERHAD
ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – 4TH QUARTER ENDED 31 DECEMBER 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			Preceding Quarter		Financial Year-to-date		
	2010	2009	%	3Q 2010	%	2010	2009	%
	RM'million	RM'million	+/-	RM'million	+/-	RM'million	RM'million	+/-
Revenue								
Leisure & Hospitality								
- Malaysia	1,347.2	1,260.7	+7	1,182.6	+14	5,060.6	4,924.2	+3
- Singapore	1,848.3	-	>100	1,705.5	+8	6,384.2	-	>100
- United Kingdom & Others	230.9	277.0	-17	223.2	+3	982.6	1,092.7	-10
	3,426.4	1,537.7	>100	3,111.3	+10	12,427.4	6,016.9	>100
Power	322.2	478.9	-33	498.3	-35	1,576.2	1,871.0	-16
Plantation	274.9	216.9	+27	227.5	+21	900.2	675.4	+33
Oil & Gas	23.2	40.4	-43	29.7	-22	114.0	143.4	-21
Property	27.3	27.7	-1	25.9	+5	106.4	96.6	+10
Investments & Others	12.7	18.5	-31	16.5	-23	70.5	90.3	-22
	<u>4,086.7</u>	<u>2,320.1</u>	<u>+76</u>	<u>3,909.2</u>	<u>+5</u>	<u>15,194.7</u>	<u>8,893.6</u>	<u>+71</u>
Profit before tax								
Leisure & Hospitality								
- Malaysia	684.8	646.0	+6	523.4	+31	2,482.0	2,494.5	-1
- Singapore	930.0	(0.7)	>100	807.0	+15	3,352.0	0.1	>100
- United Kingdom & Others	19.8	7.7	>100	38.9	-49	146.4	163.2	-10
	1,634.6	653.0	>100	1,369.3	+19	5,980.4	2,657.8	>100
Power	152.6	168.6	-9	146.9	+4	546.4	628.0	-13
Plantation	142.1	99.3	+43	112.7	+26	441.1	308.9	+43
Oil & Gas	1.3	1.5	-13	4.0	-68	23.0	47.6	-52
Property	5.1	4.7	+9	5.4	-6	27.4	27.3	-
Investments & Others	(35.5)	3.3	>100	73.5	>100	92.6	101.8	-9
Adjusted EBITDA	<u>1,900.2</u>	<u>930.4</u>	<u>>100</u>	<u>1,711.8</u>	<u>+11</u>	<u>7,110.9</u>	<u>3,771.4</u>	<u>+89</u>
Net gain on dilution of shareholding arising from bond conversions	-	26.7	-100	-	-	436.3	33.0	>100
Net gain arising from Deferred Consideration	-	-	-	413.6	-100	413.6	-	>100
Net fair value (loss)/gain on derivative financial instruments	(2.4)	-	>100	(1.5)	+60	64.0	-	>100
Net fair value gain/(loss) on financial assets at fair value through profit or loss	10.9	-	>100	19.5	-44	(3.5)	-	>100
Net impairment losses	-	-	-	(250.6)	-100	(1,554.4)	(157.0)	>100
Loss on discontinuance of cash flow hedge accounting using IRS	(145.4)	-	>100	-	>100	(145.4)	-	>100
Others	(37.0)	(182.5)	-80	(19.3)	+92	(227.8)	(303.2)	-25
EBITDA	<u>1,726.3</u>	<u>774.6</u>	<u>>100</u>	<u>1,873.5</u>	<u>-8</u>	<u>6,093.7</u>	<u>3,344.2</u>	<u>+82</u>
Depreciation and amortisation	(302.6)	(179.7)	+68	(330.8)	-9	(1,191.7)	(699.7)	+70
Interest income	39.7	32.0	+24	45.7	-13	158.5	124.9	+27
Finance cost	(282.2)	(73.8)	>100	(180.8)	+56	(723.9)	(261.4)	>100
Share of results in jointly controlled entities and associates	1.6	32.6	-95	10.7	-85	57.7	20.4	>100
Profit before tax	<u>1,182.8</u>	<u>585.7</u>	<u>>100</u>	<u>1,418.3</u>	<u>-17</u>	<u>4,394.3</u>	<u>2,528.4</u>	<u>+74</u>

Quarter ended 31 December 2010 compared with quarter ended 31 December 2009

The Group registered a revenue of RM4,086.7 million in the current quarter compared with RM2,320.1 million in the previous year's corresponding quarter, registering an increase of 76%.

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") increased mainly due to better 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.

The lower revenue from the Power Division was due to lower generation of electricity by both the Kuala Langat and the Meizhou Wan power plants.

The lower revenue from the Oil & Gas Division was due to the disposal of Genting Oil & Gas (China) Limited ("GOGCL") on 10 December 2010. GOGCL was involved in oil & gas development and production. In addition, despite the higher average oil prices, the revenue decreased due to lower share of entitlement in China.

The Group's profit before tax for the current quarter was RM1,182.8 million compared with RM585.7 million in the previous year's corresponding quarter.

The higher adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") from the Leisure & Hospitality Division was mainly attributable to RWS. The higher revenue from RWG contributed to its increased adjusted EBITDA. The adjusted EBITDA of the UK casinos was affected by lower revenue.

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

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

The current quarter's profit before tax included loss on discontinuance of cash flow hedge accounting using IRS of RM145.4 million arising from settlement of interest rate swaps.

Financial year ended 31 December 2010 compared with previous financial year ended 31 December 2009

Group revenue for the current financial year ended 31 December 2010 was RM15,194.7 million compared with RM8,893.6 million in the previous financial year. The increased revenue came mainly from the Leisure & Hospitality and Plantation divisions.

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 year mainly due to better luck factor in the premium players business. Revenue from the UK casino operations increased marginally in Sterling Pound terms due to increased business volume. Luck factor was lower compared with the previous year. The weaker Sterling Pound however resulted in a lower revenue on Group consolidation.

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 and the disposal of GOGCL on 10 December 2010.

The Group's profit before tax for the current financial year was RM4,394.3 million compared with RM2,528.4 million for the previous financial year.

The increased adjusted EBITDA in the Leisure & Hospitality Division came mainly from RWS whilst adjusted EBITDA from RWG decreased due mainly to higher payroll cost and promotional expenses. Lower revenue from the UK casino operations resulted in the lower adjusted EBITDA.

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

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

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

Included in the current financial year'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 reduction in 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 year.

The net fair value gain on derivative financial instruments of RM64.0 million was mainly in respect of GENS's fair value gain from the valuation of the conversion option embedded in the Second Convertible Bonds.

Net impairment losses recorded in the current financial year amounted to RM1,554.4 million. There was a loss of RM145.4 million arising from the discontinuance of cash flow hedge accounting using interest rate swaps.

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 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 RM1,182.8 million in the current quarter compared with a profit before tax of RM1,418.3 million in the preceding quarter.

The adjusted EBITDA of RWS was higher in the current quarter due to the improvement in revenue substantially contributed by the increase in the volume of premium players' business, with significant contribution from Universal Studios Singapore and the hotels. This is however reduced by a lower luck factor in the VIP business compared to the preceding quarter. Adjusted EBITDA from RWG increased due to overall higher volume of business and better luck factor in the premium players business.

Higher adjusted EBITDA from Plantation Division was mainly due to higher palm products prices despite lower FFB production.

The lower adjusted EBITDA from the Power Division was due to the lower generation of electricity in the current quarter from both the power plants.

The lower adjusted EBITDA from the Oil & Gas Division was due mainly to the disposal of GOGCL and lower share of entitlement in China during the current quarter.

The profit before tax of the Group in the preceding quarter included a one-off net gain of RM413.6 million arising from Deferred Consideration and net impairment losses of RM250.6 million, whilst a loss of RM145.4 million arising from loss on discontinuance of cash flow hedge accounting using IRS was recorded in the current quarter.

3. **Prospects**

The performance of the Group for the 2011 financial year may be impacted as follows:

- (a) The performance of the leisure and hospitality business in Malaysia will continue to be affected by greater regional competition in 2011. To improve its business, the GENM Group will intensify its yield management programmes and increase its efforts to tap on the regional growth of the leisure and hospitality market;
- (b) In the first year of operations, RWS welcomed 15 million visitors to the Resort, brought in new-to-market concepts and brands, and entertained guests on an unprecedented scale in the region.

Universal Studios Singapore continues to expand its attractions providing all visitors with wonderful memorable experiences. The Battlestar Galactica duelling coasters, the world's tallest duelling coasters, officially opened on 21 February 2011. Two other major attractions will open during the year - Journey to Madagascar: A Crate Adventure and Transformers will make its world debut in Universal Studios Singapore in the first and second half of 2011 respectively. The park welcomed more than 2 million visitors last year, and daily park attendance will more than double in 2011.

The casino sees strong visitorship in both VIP and mass segments. RWS continues to roll out fresh benefits for its members, with exclusive events, privileges and benefits.

MICE business has been strong with high event bookings for 2011 as RWS is able to provide surprising and differentiated venues in its sprawling resort environment. In food & beverage, Joel Robuchon, the world's most decorated chef with 26 Michelin stars, will open three outlets in RWS from second quarter 2011.

Development of the second phase – the West Zone proceeds at full speed, with The Maritime Experiential Museum and Aquarium scheduled to open in mid-2011. New attractions such as The Marine Life Park and destination spa ESPA will follow, together with two new luxury hotels that will add another 450 keys to its room inventory. RWS will ramp up to full completion in 2012, and on completion will provide even greater tourism appeal and scale. The West Zone will reinforce RWS's standing as the integrated resort of choice to all visitors from Asia;

- (c) The casino operations in the United Kingdom ("UK") continue to face a challenging operating environment in 2011 as the UK economy continues on a bumpy road to recovery. A programme to reinvigorate the GENM Group's casino estate has begun and this is expected to further strengthen the domestic business. Their UK premium player business has also benefited from the improved links with the GENM Group's businesses in Asia and further growth is anticipated as this relationship develops;
- (d) The upcoming opening of Resorts World New York represents a major milestone for the GENM Group's business strategy to expand globally. The resort is a premier entertainment hub, providing a gaming and entertainment experience with casino slot games, live shows and events, as well as culinary delights. The construction and fit-out are progressing well and the resort is expected to open in second half of 2011;
- (e) the performance of the Power Division may be affected by higher coal cost at the Meizhou Wan power plant; and
- (f) the prevailing favourable palm product prices and the anticipated increase in crop production are expected to underpin an improvement in the GENP Group's performance.

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 2010 are set out below:

	Current quarter RM'000	Current financial year-to-date RM'000
Current taxation		
Malaysian income tax charge	218,129	799,444
Foreign income tax (credit)/charge	(1,646)	37,393
	<u>216,483</u>	<u>836,837</u>
Deferred tax charge	159,132	159,685
	<u>375,615</u>	<u>996,522</u>
Prior period taxation		
Income tax over provided	(11,632)	(25,671)
Deferred tax under provided	12,617	12,774
	<u>376,600</u>	<u>983,625</u>

The effective tax rate of the Group before adjustments in respect of prior period taxation for the current quarter ended 31 December 2010 is higher than the statutory income tax rate mainly due to expenses not deductible for tax purposes.

The effective tax rate of the Group before adjustments in respect of prior period taxation for the current financial year ended 31 December 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 year ended 31 December 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 31 December 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	41,134	1,497,438
Total investments at book value/market value	27,922	2,541,075

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 16 February 2011. TNB has in its results for the 4th quarter ended 31 August 2010 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.

On 20 December 2010 GENP further announced that 2 out of the 4 JV agreements dated 5 June 2009 have been mutually terminated by the relevant parties on 20 December 2010 due to non-fulfilment of certain conditions precedent.

The above-mentioned 2 JV agreements are as follows:

- (i) Joint venture agreement dated 5 June 2009 entered into between GP Equities Pte Ltd, an indirect wholly owned subsidiary of GENP, Borneo Palma Mulia Pte Ltd ("BPalma") and PT Mulia Agro Investama ("PTMulia"); and
- (ii) Joint venture agreement dated 5 June 2009 entered into between Sri Kenyalang Pte Ltd, an indirect wholly owned subsidiary of GENP, BPalma and PT Sawit Mandira ("PTMandira").

Save as set out above, the following 2 JV agreements are still in effect and ongoing:

- (i) Joint venture agreement dated 5 June 2009 entered into between Sandai Maju Pte Ltd, an indirect wholly owned subsidiary of GENP, BPalma and PTMulia; and
- (ii) Joint venture agreement dated 5 June 2009 entered into between Ketapang Holdings Pte Ltd, an indirect wholly owned subsidiary of GENP, BPalma and PTMandira.

The remaining 2 JV agreements are still conditional as at 15 February 2011.

- (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 and PT Sawit Mandira 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. PT Surya Agro Palma (“PTSAP”), the Joint Venture Company, had on 20 December 2010 received the acknowledgement of the Minister of Law and Human Rights effective from 17 December 2010 for the subscription by SAH of 700 ordinary shares of Rp1,000,000 each in PTSAP representing 70% of PTSAP’s enlarged issued and paid-up share capital for a cash consideration of Rp700,000,000. Accordingly, the subscription of shares was completed on 17 December 2010 resulting in PTSAP becoming an indirect subsidiary of GENP.

Other than the above, there were no other corporate proposals announced but not completed as at 16 February 2011.

9. Group Borrowings and Debt Securities

The details of the Group’s borrowings and debt securities as at 31 December 2010 are as set out below:

	Secured/ Unsecured	Foreign Currency 'million		RM Equivalent 'million
Short term borrowings	Secured	USD	242.1	761.4
	Secured	SGD	271.9	647.7
	Secured	RMB	211.8	99.8
	Secured	GBP	1.7	8.4
	Unsecured	GBP	8.3	40.6
	Unsecured	SGD	10.0	23.8
Long term borrowings	Secured	SGD	3,228.6	7,691.8
	Secured	RMB	2,138.6	1,007.4
	Secured	USD	88.3	277.8
	Unsecured	USD	294.6	926.6
	Unsecured	GBP	44.7	218.6
	Unsecured	SGD	53.6	127.7
	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. During the current quarter, all these IRS agreements have been fully settled when underlying loans are refinanced.

The Group has also entered into Interest Rate Capped Libor-In-Arrears Swap (“IRCLIA”) contracts 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 principal amount for each interest period will be USD15 million over 4 years beginning April 2011 and USD25 million over 4 years beginning November 2011 respectively.

As at 31 December 2010, the values and maturity analysis of the outstanding IRCLIA contracts of the Group is as follows:

	Contract/ Notional Value RM'million	Net Fair Value Loss RM'million
As at 31 December 2010:		
<u>IRCLIA</u> USD - More than 3 years	125.8	(0.4)

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 31 December 2010, the values and maturity analysis of the outstanding forward foreign currency exchange contracts of the Group are as follows:

	Contract/ Notional Value RM'million	Net Fair Value Loss RM'million
As at 31 December 2010:		
USD - Less than 1 year	130.8	(4.3)

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 year ended 31 December 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	(2.4)	(4.3)	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 was heard on 9 December 2010. However, the Court of Appeal has yet to fix a date to deliver the decision of the appeal.

Other than the above, there have been no change to the status of the aforesaid litigation as at 15 February 2011.

There were also no other pending material litigations since the last financial year ended 31 December 2009 and up to 16 February 2011.

13 Dividend Proposed or Declared

- (a) i) A final ordinary dividend for the current financial year ended 31 December 2010 has been recommended by the Directors for approval by shareholders;
- ii) The recommended final dividend, if approved will amount to 4.5 sen per ordinary share of 10 sen each, less 25% tax;
- iii) The final dividend paid for the previous financial year ended 31 December 2009 was 4.2 sen per ordinary share of 10 sen each, less 25% tax; and
- iv) The date of payment of the recommended final dividend shall be determined by the Directors and announced at a later date.
- (b) Total dividend payable for the current financial year ended 31 December 2010, including the above recommended final dividend, if approved, will amount to 7.8 sen per ordinary share of 10 sen each, comprising an interim dividend of 3.3 sen per ordinary share of 10 sen each, less 25% tax and a proposed final dividend of 4.5 sen per ordinary share of 10 sen each, less 25% tax.

14. Earnings Per Share ("EPS")

- (a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current financial year ended 31 December 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)	465,433	2,202,957
Net impact on earnings on potential exercise of Employee Share Options awarded to executives of the Company's subsidiaries	249	(2,931)
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS)	<u>465,682</u>	<u>2,200,026</u>

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current financial year ended 31 December 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)	3,703,142	3,698,287
Adjustment for share options granted under the ESOS to executives of Genting Berhad	<u>4,303</u>	<u>1,975</u>
Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS)	<u>3,707,445</u>	<u>3,700,262</u>

15. Realised and Unrealised Profits/Losses

The breakdown of the retained profits of the Group as at 31 December 2010, into realised and unrealised profits, pursuant to a directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

	As at the end of immediate preceding quarter RM'million	As at the end of current quarter RM'million
Total retained profits/(accumulated losses) of Genting Berhad and its subsidiaries:		
- Realised	20,006.8	20,634.6
- Unrealised	<u>(962.9)</u>	<u>(1,170.1)</u>
	19,043.9	19,464.5
Total share of retained profits/(accumulated losses) from associated companies:		
- Realised	325.0	352.7
- Unrealised	<u>(21.5)</u>	<u>(32.8)</u>
Total share of accumulated losses from jointly controlled entities:		
- Realised	<u>(38.6)</u>	<u>(45.9)</u>
	19,308.8	19,738.5
Less: Consolidation adjustments	<u>(5,976.2)</u>	<u>(5,939.4)</u>
Total group retained profits as per consolidated accounts	<u>13,332.6</u>	<u>13,799.1</u>

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for the purposes of complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

16. 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.

17. Approval of Interim Financial Statements

The interim financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 23 February 2011.