



FOURTH QUARTERLY REPORT

Quarterly report on consolidated results for the financial year ended 31 December 2012. The figures for the cumulative period have been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2012

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2012 RM'000	Preceding Year Corresponding Quarter 31/12/2011 RM'000	Current Year To-Date 31/12/2012 RM'000	Preceding Year Corresponding Period 31/12/2011 RM'000
Continuing operations:				
Revenue	4,487,069	4,819,006	17,258,514	18,580,142
Cost of sales	(2,632,173)	(2,903,498)	(10,306,179)	(11,068,880)
Gross profit	1,854,896	1,915,508	6,952,335	7,511,262
Other income				
- gain on disposal of subsidiaries	-	-	174,298	-
- others	366,265	68,768	767,857	540,904
Net fair value gain on derivative financial instruments	54,843	65,172	178,084	56,027
Reversal of previously recognised impairment losses	36,156	308,628	36,156	308,628
Impairment losses	(67)	(9,901)	(397,396)	(38,932)
Other expenses	(828,079)	(478,808)	(2,387,324)	(1,559,111)
Finance cost	(131,973)	(115,947)	(493,546)	(493,070)
Share of results in jointly controlled entities and associates	(5,206)	(26,915)	36,216	39,036
Profit before taxation	1,346,835	1,726,505	4,866,680	6,364,744
Taxation	(283,528)	(368,399)	(1,143,979)	(1,450,798)
Profit for the period from continuing operations	1,063,307	1,358,106	3,722,701	4,913,946
Discontinued operations:				
Profit for the period from discontinued operations	1,906,387	56,916	2,064,582	231,235
Profit for the period	2,969,694	1,415,022	5,787,283	5,145,181
Profit attributable to:				
Equity holders of the Company	2,475,887	772,913	3,983,484	2,867,501
Holders of perpetual capital securities of a subsidiary	75,330	-	232,428	-
Non-controlling interests	418,477	642,109	1,571,371	2,277,680
	2,969,694	1,415,022	5,787,283	5,145,181

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 INCOME STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2012 (Cont'd)**

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2012 RM'000	Preceding Year Corresponding Quarter 31/12/2011 RM'000	Current Year To-Date 31/12/2012 RM'000	Preceding Year Corresponding Period 31/12/2011 RM'000
Earnings per share (sen) for profit attributable to equity holders of the Company:				
Basic				
- from continuing operations	15.52	19.76	52.94	72.99
- from discontinued operations	51.49	1.18	54.91	4.53
	67.01	20.94	107.85	77.52
Diluted				
- from continuing operations	15.50	19.69	52.84	72.69
- from discontinued operations	51.49	1.18	54.91	4.52
	66.99	20.87	107.75	77.21

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011).

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2012**

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2012 RM'000	Preceding Year Corresponding Quarter 31/12/2011 RM'000	Current Year To-Date 31/12/2012 RM'000	Preceding Year Corresponding Period 31/12/2011 RM'000
Profit for the period	2,969,694	1,415,022	5,787,283	5,145,181
Other comprehensive income/(loss):				
Available-for-sale financial assets				
- Fair value gain/(loss)	133,356	(81,589)	690,182	(617,860)
- Reclassification to profit or loss upon disposal	(133,597)	(5,186)	(186,472)	(226,776)
Cash flow hedges				
- Fair value gain/(loss)	74	2,362	(8,093)	(14,381)
- Reclassifications	73	3,983	14,210	30,214
Actuarial gain/(loss) on retirement benefit liability	9,439	(7,111)	9,439	(7,111)
Share of other comprehensive income/(loss) of jointly controlled entities and associates	245	(286)	(5,809)	(242)
Net foreign currency exchange differences	102,248	(40,950)	95,303	422,784
Other comprehensive income/(loss) for the period, net of tax	111,838	(128,777)	608,760	(413,372)
Total comprehensive income for the period	3,081,532	1,286,245	6,396,043	4,731,809
Total comprehensive income attributable to:				
Equity holders of the Company	2,555,288	718,695	4,318,310	2,721,926
Holder of perpetual capital securities of a subsidiary	75,330	-	232,428	-
Non-controlling interests	450,914	567,550	1,845,305	2,009,883
	3,081,532	1,286,245	6,396,043	4,731,809

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2012

	As At 31 Dec 2012 RM'000	As At 31 Dec 2011 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	22,165,973	21,629,650
Land held for property development	467,169	539,738
Investment properties	1,149,886	1,306,094
Plantation development	1,425,792	1,007,644
Leasehold land use rights	238,338	161,154
Intangible assets	6,114,336	6,504,457
Exploration costs	932,584	890,047
Jointly controlled entities	251,159	149,573
Associates	542,712	811,323
Available-for-sale financial assets	2,875,556	1,913,390
Derivative financial instruments	62,659	69,810
Deferred tax assets	139,266	146,545
Other non-current assets	346,774	386,098
	<u>36,712,204</u>	<u>35,515,523</u>
CURRENT ASSETS		
Property development costs	35,153	18,316
Inventories	476,518	539,037
Trade and other receivables	3,407,623	2,804,642
Amounts due from jointly controlled entities and associates	6,619	14,489
Financial assets at fair value through profit or loss	3,697	65,043
Available-for-sale financial assets	3,157,344	696,002
Derivative financial instruments	-	409
Restricted cash	430,309	1,124,606
Cash and cash equivalents	21,267,002	13,235,748
	<u>28,784,265</u>	<u>18,498,292</u>
Assets classified as held for sale	118,810	330,853
	<u>28,903,075</u>	<u>18,829,145</u>
	<u>65,615,279</u>	<u>54,344,668</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	371,948	371,566
Treasury shares	(210,319)	(209,585)
Reserves	21,538,136	17,456,793
	<u>21,699,765</u>	<u>17,618,774</u>
Perpetual capital securities of a subsidiary	5,789,509	-
Non-controlling interests	16,979,364	15,548,169
TOTAL EQUITY	<u>44,468,638</u>	<u>33,166,943</u>
NON-CURRENT LIABILITIES		
Long term borrowings	12,701,152	11,651,973
Deferred tax liabilities	1,732,373	1,940,110
Derivative financial instruments	10,621	9,365
Other non-current liabilities	332,989	332,955
	<u>14,777,135</u>	<u>13,934,403</u>
CURRENT LIABILITIES		
Trade and other payables	3,781,855	4,376,660
Amount due to jointly controlled entities and associates	25,959	10,548
Short term borrowings	1,891,876	2,514,659
Derivative financial instruments	49,679	21,835
Taxation	609,117	311,063
	<u>6,358,486</u>	<u>7,234,765</u>
Liabilities classified as held for sale	11,020	8,557
	<u>6,369,506</u>	<u>7,243,322</u>
TOTAL LIABILITIES	<u>21,146,641</u>	<u>21,177,725</u>
TOTAL EQUITY AND LIABILITIES	<u>65,615,279</u>	<u>54,344,668</u>
NET ASSETS PER SHARE (RM)	5.87	4.77

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2012

	← 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	Perpetual Capital Securities of a Subsidiary RM'000	Non-controlling Interests RM'000	Total Equity RM'000
At 1 January 2012	371,566	1,184,934	313,744	679,838	(5,076)	(935,572)	16,218,925	(209,585)	17,618,774	-	15,548,169	33,166,943
Profit for the year	-	-	-	-	-	-	3,983,484	-	3,983,484	232,428	1,571,371	5,787,283
Other comprehensive income/(loss)	-	-	-	342,949	3,048	(15,725)	4,554	-	334,826	-	273,934	608,760
Total comprehensive income for the year	-	-	-	342,949	3,048	(15,725)	3,988,038	-	4,318,310	232,428	1,845,305	6,396,043
Transfer due to realisation of revaluation reserve	-	-	(2,193)	-	-	-	2,193	-	-	-	-	-
Effects arising from changes in composition of the Group	-	-	-	-	-	-	(39,032)	-	(39,032)	-	748	(38,284)
Effects of share-based payment	-	-	-	-	-	-	-	-	-	-	43,174	43,174
Issuance of perpetual capital securities by a subsidiary	-	-	-	-	-	-	-	-	-	5,705,940	-	5,705,940
Issue of shares	382	10,570	-	-	-	-	-	-	10,952	-	-	10,952
Buy-back of shares by the Company and subsidiaries	-	-	-	-	-	-	-	(734)	(734)	-	(1,947)	(2,681)
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(468,231)	(468,231)
Perpetual capital securities distribution payable and paid by a subsidiary	-	-	-	-	-	-	-	-	-	(148,859)	-	(148,859)
Tax credit arising from perpetual capital securities of a subsidiary	-	-	-	-	-	-	13,160	-	13,160	-	12,146	25,306
Appropriation:												
Final dividend for financial year ended 31 December 2011	-	-	-	-	-	-	(124,680)	-	(124,680)	-	-	(124,680)
Interim dividend for financial year ended 31 December 2012	-	-	-	-	-	-	(96,985)	-	(96,985)	-	-	(96,985)
Balance at 31 December 2012	371,948	1,195,504	311,551	1,022,787	(2,028)	(951,297)	19,961,619	(210,319)	21,699,765	5,789,509	16,979,364	44,468,638

(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 2011).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	← Attributable to equity holders of the Company →										Non-controlling Interests RM'000	Total Equity RM'000
	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			
At 1 January 2011	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	
Profit for the year	-	-	-	-	-	-	2,867,501	-	2,867,501	2,277,680	5,145,181	
Other comprehensive (loss)/income	-	-	-	(400,012)	11,152	252,025	(8,740)	-	(145,575)	(267,797)	(413,372)	
Total comprehensive (loss)/income for the year	-	-	-	(400,012)	11,152	252,025	2,858,761	-	2,721,926	2,009,883	4,731,809	
Transfer due to realisation of revaluation reserve	-	-	(1,339)	-	-	-	1,339	-	-	-	-	
Effects arising from changes in composition of the Group	-	-	-	-	-	-	(218,318)	-	(218,318)	(112,686)	(331,004)	
Effects of share-based payment	-	-	-	-	-	-	-	-	-	53,136	53,136	
Issue of shares	210	5,813	-	-	-	-	-	-	6,023	-	6,023	
Buy-back of shares by the Company and subsidiaries	-	-	-	-	-	-	-	(166,391)	(166,391)	(57,073)	(223,464)	
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	(294,125)	(294,125)	
Appropriation:												
Final dividend for financial year ended 31 December 2010	-	-	-	-	-	-	(125,058)	-	(125,058)	-	(125,058)	
Interim dividend for financial year ended 31 December 2011	-	-	-	-	-	-	(96,866)	-	(96,866)	-	(96,866)	
Balance at 31 December 2011	371,566	1,184,934	313,744	679,838	(5,076)	(935,572)	16,218,925	(209,585)	17,618,774	15,548,169	33,166,943	

(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 2011).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2012

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation		
- Continuing operations	4,866,680	6,364,744
- Discontinued operations	2,121,779	308,577
	<u>6,988,459</u>	<u>6,673,321</u>
Adjustments for:		
Depreciation and amortisation	1,710,194	1,402,607
Finance cost	493,546	493,070
Impairment losses	397,396	38,932
Impairment loss and write off of receivables	357,153	298,056
Assets written off	325,986	74,529
Net exchange loss-unrealised	62,262	64,291
Construction loss/(profit)	48,150	(13,380)
Gain on disposal of discontinued operations	(1,887,448)	-
Interest income	(263,791)	(180,529)
Gain on disposal of available-for-sale financial assets	(186,472)	(226,776)
Net fair value gain on derivative financial instruments	(178,810)	(55,301)
Gain on disposal of subsidiaries	(174,298)	-
Share of results in jointly controlled entities and associates	(36,216)	(39,036)
Reversal of previously recognised impairment losses	(36,156)	(308,628)
Net fair value (gain)/loss on financial assets at fair value through profit or loss	(3,522)	12,235
Other non-cash items	(4,584)	13,696
	<u>623,390</u>	<u>1,573,766</u>
Operating profit before changes in working capital	7,611,849	8,247,087
Net change in current assets	(1,126,068)	(810,900)
Net change in current liabilities	(164,780)	382,676
	<u>(1,290,848)</u>	<u>(428,224)</u>
Cash generated from operations	6,321,001	7,818,863
Taxation paid	(1,037,604)	(985,751)
Retirement gratuities paid	(11,158)	(8,396)
Other operating activities	32,791	79,127
	<u>(1,015,971)</u>	<u>(915,020)</u>
NET CASH FROM OPERATING ACTIVITIES	5,305,030	6,903,843
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in investments, intangible assets and other long term financial assets	(5,131,391)	(3,854,021)
Purchase of property, plant and equipment	(2,518,549)	(3,939,097)
Proceeds from disposal of investments	1,832,750	490,700
Net cash inflow arising on disposal of discontinued operations (Note A)	2,111,206	-
Net cash inflow arising on disposal of subsidiaries (Note B)	420,694	-
Interest received	238,652	179,513
Other investing activities	224,328	87,683
	<u>(2,822,310)</u>	<u>(7,035,222)</u>
NET CASH USED IN INVESTING ACTIVITIES		
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings and transaction costs	(2,551,699)	(10,330,150)
Dividends paid to non-controlling interests	(468,231)	(294,125)
Finance cost paid	(459,013)	(417,077)
Dividends paid	(221,665)	(221,924)
Perpetual capital securities distribution paid by a subsidiary	(148,859)	-
Acquisition of additional shares from non-controlling interests	(39,747)	(386,548)
Buy-back of shares by the Company and subsidiaries	(2,681)	(223,464)
Net proceeds from issuance of perpetual capital securities of a subsidiary	5,705,940	-
Proceeds from issuance of medium term notes	2,000,000	-
Proceeds from bank borrowings	814,154	10,710,274
Restricted cash	625,624	(272,520)
Other financing activities	66,410	9,402
	<u>5,320,233</u>	<u>(1,426,132)</u>
NET CASH FROM/(USED IN) FINANCING ACTIVITIES		
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	7,802,953	(1,557,511)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	13,235,748	14,548,553
EFFECTS OF CURRENCY TRANSLATION	228,301	244,706
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	21,267,002	13,235,748

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2012 (Cont'd)

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	16,709,977	11,925,887
Money market instruments	4,557,025	1,309,861
	<u>21,267,002</u>	<u>13,235,748</u>
Net cash flow from discontinued operations is analysed as follows:		
Net cash from operating activities	228,614	252,897
Net cash from/(used in) investing activities	3,252	(179,004)
Net cash used in financing activities	(461,550)	(48,500)
Net cash (outflow)/inflow	<u>(229,684)</u>	<u>25,393</u>

A NET CASH INFLOW ARISING ON DISPOSAL OF DISCONTINUED OPERATIONS

In October 2012, the Company disposed off its indirect subsidiaries, Mastika Lagenda Sdn Bhd and its three subsidiaries to 1Malaysia Development Berhad. The details of the net assets disposed and cash flow arising from the disposal are as follows:

	As at date of disposal RM'000
Property, plant and equipment	517,628
Other non-current assets	75,375
Inventories	73,796
Trade and other receivables	131,035
Cash and cash equivalents	71,264
Trade and other payables	(301,229)
Taxation	(7,864)
Deferred tax liabilities	(101,113)
Non-controlling interests	(163,870)
Net assets disposed off	<u>295,022</u>
Gain on disposal of subsidiaries	1,887,448
Cash proceeds from disposal	2,182,470
Less: Cash and cash equivalents in subsidiaries disposed off	(71,264)
Net cash inflow on disposal	<u>2,111,206</u>

B NET CASH INFLOW ARISING ON DISPOSAL OF SUBSIDIARIES

In February 2012, the Company disposed off its indirect 100% equity interests in Genting Oil Natuna Pte Ltd and Sanyen Oil & Gas Pte Ltd to AWE Limited. The details of the net assets disposed and cash flow arising from the disposal are as follows:

	As at date of disposal RM'000
Property, plant and equipment	352
Exploration costs	229,197
Other non-current assets	14,172
Inventories	3,713
Trade and other receivables	508
Cash and cash equivalents	861
Trade and other payables	(1,546)
Net assets disposed off	<u>247,257</u>
Gain on disposal of subsidiaries	174,298
Cash proceeds from disposal	421,555
Less: Cash and cash equivalents in subsidiaries disposed off	(861)
Net cash inflow on disposal	<u>420,694</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 2011)

GENTING BERHAD

NOTES TO THE INTERIM FINANCIAL REPORT – FOURTH QUARTER ENDED 31 DECEMBER 2012

(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 2011. 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 2011 except for:

- (a) the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 January 2012; and
- (b) the accounting policy on the perpetual capital securities of a subsidiary.

The adoption of these new FRSs, amendments and IC Interpretations do not have a material impact on the interim financial information of the Group.

Malaysian Financial Reporting Standards

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 “Agriculture” and IC Interpretation 15 “Agreements for Construction of Real Estate”, including its parent, significant investor and venturer (herein called “Transitioning Entities”).

Transitioning Entities were originally allowed to defer adoption of the new MFRS Framework for an additional one year. However, on 30 June 2012, MASB decided to allow Transitioning Entities to further defer the adoption of the MFRS for another year, thereby making the adoption of the MFRS Framework by Transitioning Entities mandatory for annual periods beginning on or after 1 January 2014.

The Group falls within the scope definition of Transitioning Entities and accordingly, will adopt the MFRS Framework for the financial year ending 31 December 2014. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. Adjustments required on transition, if any, will be made retrospectively against opening retained earnings.

Perpetual capital securities of a subsidiary

Perpetual capital securities are classified as equity when there is no contractual obligation to deliver cash or other financial assets to another person or entity or to exchange financial assets or financial liabilities with another person or entity that are potentially unfavourable to the issuer. Incremental costs directly attributable to the issuance of new perpetual capital securities are shown in equity as a deduction, net of tax, from the proceeds.

(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

Included in the Income Statement for the current financial year ended 31 December 2012 are the following items:

- i) gain on disposal of subsidiaries of RM174.3 million as disclosed in Note (j) i) in Part I of this interim financial report;
- ii) gain on disposal of discontinued operations of RM1,887.5 million as disclosed in Note (j) iii) in Part 1 of this interim financial report;
- iii) net fair value gain on derivative financial instruments of RM178.1 million;
- iv) assets written off of RM326.0 million; and
- v) impairment losses of RM397.4 million which relate mainly to:
 - impairment loss of RM178.7 million on investment in an associate;
 - impairment loss of RM87.5 million recorded by Genting Malaysia Berhad ("GENM") Group, which in turn is 49.3% owned by the Company, on the goodwill arising from the acquisition of Omni Center in the City of Miami, Florida, United States of America ("US") in 2011 and on certain buildings in the Omni Center. This impairment loss is due to the excess of the assets' carrying values over their recoverable amounts; and
 - impairment loss of RM102.2 million relating to certain provincial casino licences and assets in the United Kingdom ("UK"). The overall UK casino operations reported higher business volumes and operational profitability for the current financial year ended 31 December 2012. However, certain casinos in the provincial estate were affected by the economic slowdown in the UK, resulting in the impairment.

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 2012.

(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 3,822,000 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 2012.

- ii) During the current financial year ended 31 December 2012, the Company had purchased a total of 77,000 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM0.7 million. The share buy-back transactions were financed by internally generated funds. The purchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.
- iii) On 8 June 2012, Genting Capital Berhad, a wholly owned subsidiary of the Company, issued RM0.5 billion nominal amount of 10-year Medium Term Notes (“MTNs”) and RM1.5 billion nominal amount of 15-year MTNs pursuant to establishing a RM2.0 billion nominal value MTNs programme. The issue was at coupon rates of 4.42% per annum and 4.86% per annum, respectively, payable semi-annually and guaranteed by the Company.
- iv) On 12 March 2012 and 18 April 2012, Genting Singapore PLC (“GENS”), a 52.0% subsidiary of the Company, issued SGD1.8 billion 5.125% perpetual capital securities (“Institutional Securities”) and SGD0.5 billion 5.125% perpetual capital securities (“Retail Securities”) respectively at an issue price of 100 per cent. The perpetual capital securities were issued for the GENS Group’s general corporate purposes as well as to finance capital expenditure and expansion of its business.

Other than the above, there were no other issuance, cancellation, share buy-back, resale and repayment of debt securities of the Group and equity securities of the Company for the current financial year ended 31 December 2012.

(f) Dividends Paid

Dividends paid during the current financial year ended 31 December 2012 are as follows:

	RM'000
Final dividend paid on 26 July 2012 for the year ended 31 December 2011 - 4.5 sen less 25% tax per ordinary share of 10 sen each	124,680
Interim dividend paid on 25 October 2012 for the year ended 31 December 2012 - 3.5 sen less 25% tax per ordinary share of 10 sen each	96,985
	221,665

(g) Segment Information

The segments are reported in a manner that is 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 net fair value gain and loss, gain or loss on disposal of financial assets, reversal of previously recognised impairment losses, impairment losses, pre-opening expenses and development expenses, property related termination costs, assets written off, gain or loss on disposal of assets and share-based payment expenses.

The financial results of the power segment relate to the Meizhou Wan power plant and Jangi Wind Farm whilst that for the Kuala Langat power plant has been reclassified and disclosed as “discontinued operations”.

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

Segment analysis for the current financial year ended 31 December 2012 is set out below:

RM'million	Leisure & Hospitality				Total	Power	Plantation	Property	Oil & Gas	Investments & Others	Total
	Malaysia	Singapore	United Kingdom	United States of America							
Continuing operations:											
Revenue											
Total revenue	6,557.7	7,278.4	1,415.3	852.9	16,104.3	859.1	1,081.5	226.7	9.6	77.0	18,358.2
Inter segment	(1,069.6)	(1.2)	(3.3)	-	(1,074.1)	-	-	(5.8)	(9.6)	(10.2)	(1,099.7)
External	<u>5,488.1</u>	<u>7,277.2</u>	<u>1,412.0</u>	<u>852.9</u>	<u>15,030.2</u>	<u>859.1</u>	<u>1,081.5</u>	<u>220.9</u>	<u>-</u>	<u>66.8</u>	<u>17,258.5</u>
Adjusted EBITDA	<u>2,596.2</u>	<u>3,351.1</u>	<u>195.4</u>	<u>173.2</u>	<u>6,315.9</u>	<u>245.6</u>	<u>409.9</u>	<u>83.2</u>	<u>(61.0)</u>	<u>(23.6)</u>	<u>6,970.0</u>
Segment Assets	<u>4,347.8</u>	<u>20,302.8</u>	<u>3,415.3</u>	<u>2,573.3</u>	<u>30,639.2</u>	<u>2,261.3</u>	<u>2,811.3</u>	<u>2,165.2</u>	<u>1,173.5</u>	<u>7,042.0</u>	<u>46,092.5</u>

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

	RM'million
Adjusted EBITDA	6,970.0
Net fair value gain on derivative financial instruments	178.1
Net fair value gain on financial assets at fair value through profit or loss	3.5
Gain on disposal of available-for-sale financial assets	186.5
Gain on disposal of subsidiaries	174.3
Reversal of previously recognised impairment losses	36.2
Impairment losses	(397.4)
Assets written off	(326.0)
Others (include pre-opening and development expenses, gain or loss on disposal of assets and share-based payment expenses)	(121.7)
EBITDA	<u>6,703.5</u>
Depreciation and amortisation	(1,635.9)
Interest income	256.4
Finance cost	(493.5)
Share of results in jointly controlled entities and associates	36.2
Profit before taxation	<u>4,866.7</u>

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

	RM'million
Discontinued operations:	
Revenue	679.6
Adjusted EBITDA	300.5
Net fair value gain on derivative financial instruments	0.7
Gain on disposal of discontinued operations	1,887.5
EBITDA	2,188.7
Depreciation and amortisation	(74.3)
Interest income	7.4
Profit before taxation	2,121.8
A reconciliation of segment assets to total assets is as follows:	
Segment assets	46,092.5
Interest bearing instruments	18,557.9
Jointly controlled entities	251.2
Associates	542.7
Deferred tax assets	139.3
Current tax assets	31.7
Total assets	65,615.3

(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**

There were no material events subsequent to the end of the current financial year ended 31 December 2012 that have not been reflected in this interim financial report.

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

- i) On 25 January 2012, the Company announced that Swallow Creek Limited, an indirect 95% owned subsidiary of the Company had on 20 January 2012 entered into a Share Sale and Purchase Agreement with AWE Limited to dispose off its 100% equity interests in each of Genting Oil Natuna Pte Ltd ("GONPL") and Sanyen Oil & Gas Pte Ltd ("SOGPL") (the "Disposal").

GONPL and SOGPL are principally involved in oil and gas exploration and development in the Natuna Sea, Indonesia and own a 100% participating interest in the Northwest Natuna Production Sharing Contract and Anambas Production Sharing Contract in Indonesia respectively.

On 17 February 2012, the Company further announced that the Disposal had been completed on that day and both GONPL and SOGPL ceased to be subsidiaries of the Company with immediate effect. The Disposal gave rise to a gain of RM174.3 million.

- ii) On 5 April 2012, all the shareholders of Resorts World Inc Pte Ltd ("RWI"), except for Genting Intellectual Property Pte Ltd ("GIP") (a wholly owned subsidiary of the Company) and KHRV Limited ("KHRV"), served a transfer notice offering to sell their respective entire 20% equity interest in RWI based on an offer price of SGD0.90 per RWI share (collectively, "Transfer Notices"), and the acceptance period for the respective offers for sale remained open up to 24 May 2012.

The shareholders of RWI are GIP, Resorts World Enterprise Limited ("RWEL"), Genting International Management Limited ("GIML"), Star Market Holdings Limited ("SMHL") and KHRV.

On 7 May 2012, KHRV notified GIML, SMHL and RWEL that pursuant to the Transfer Notices, it intended to acquire all the offered shares, and on 24 May 2012, GIP also indicated its intention to acquire all the offered shares.

Pursuant to the Shareholders Agreement dated 23 November 2010 and the Articles of Association of RWI, as both GIP and KHRV had notified GIML, SMHL and RWEL of their intention to purchase all the offered shares, GIP and KHRV shall each be entitled to acquire the offered shares on a pro rata basis, i.e. 5,375,000 shares representing 10% shareholding each from GIML, SMHL and RWEL respectively.

The sale and purchase agreements were executed on 25 May 2012 and completion took place on 29 May 2012. Consequently, GIP and KHRV now each own 50% of RWI, and RWI is regarded as a jointly controlled entity of GIP.

- iii) On 13 August 2012, the Company announced that the Company and its indirect wholly owned subsidiaries, Genting Power Holdings Limited ("GPHL") and Genting Power (M) Limited ("GPML"), had on that day entered into conditional share sale and purchase agreements with Asia Trade Investment Limited ("Asia Trade"), Mr Ong Tiong Soon @ Wang Chang Chuen ("TS Ong") and 1Malaysia Development Berhad ("1MDB") for the disposal by the Company, GPML and Asia Trade of their respective shareholding interests in Mastika Lagenda Sdn Bhd ("Mastika Lagenda") to 1MDB.

GPML is a direct wholly owned subsidiary of GPHL, which in turn, is an indirect wholly owned subsidiary of the Company. Asia Trade is an international business company incorporated in the British Virgin Islands that is controlled by TS Ong, the Chief Executive Officer of the Energy Division of the Group.

The Company further announced that Genting Sanyen (Malaysia) Sdn Bhd ("GSM"), an indirect 97.7% owned subsidiary of the Company, had on the same day entered into 3 conditional land sale and purchase agreements with Tiara Tanah Sdn Bhd ("Tiara Tanah"), an indirect wholly owned subsidiary of 1MDB dated 13 August 2012 for the proposed disposal by GSM to Tiara Tanah of 6 parcels of land.

In addition, 1MDB shall settle the inter-company advances owing by Mastika Lagenda to GSM amounting to RM208.0 million in cash.

On 22 October 2012, the Company announced that the above disposals have been completed. Consequently, Mastika Lagenda and its three subsidiaries, namely Genting Sanyen Power Sdn Bhd, Mastika Utilities & Services Sdn Bhd and Mastika Water Management Sdn Bhd ceased to be indirect subsidiaries of the Company.

The full details of the disposals are available in the Company's announcements made on 13 August 2012, 29 August 2012, 28 September 2012 and 22 October 2012.

The Group has recognised in the current quarter a one-off net gain of RM1.9 billion from the disposals.

The financial results of Mastika Lagenda and its three subsidiaries as mentioned above, for the current quarter and current financial period together with the relevant comparatives for the respective periods have been disclosed as "discontinued operations" in the Income Statement in this interim financial report.

- iv) On 9 October 2012, Genting Plantations Berhad ("GENP"), a 54.6% subsidiary of the Company, announced that its wholly owned subsidiary, Sunyield Success Sdn Bhd, had completed the acquisition of 63.2% equity interest in Global Agripalm Investment Holdings Pte Ltd ("GAIH"). Arising therefrom, the five Singapore incorporated subsidiaries under GAIH, namely Global Agri Investment Pte Ltd ("GAI"), Asia Pacific Agri Investment Pte Ltd ("APAI"), South East Asia Agri Investment Pte Ltd ("SEAAI"), Transworld Agri Investment Pte Ltd and Universal Agri Investment Pte Ltd as well as the three Indonesia incorporated subsidiaries, namely PT Globalindo Agung Lestari held under GAI, PT Globalindo Mitra Abadi Lestari held under APAI and PT Globalindo Investama Lestari held under SEAAI have become indirect subsidiaries of GENP.

- v) During the current quarter, Genting Overseas Holdings Limited, a wholly owned subsidiary of the Company, acquired additional 12.8 million shares in GENS. Consequently, the Company's shareholding in GENS increased from 51.99% as at 1 January 2012 to 52.02% as at 31 December 2012.

Other than the above, there were no other material changes in the composition of the Group for the current financial year ended 31 December 2012.

(k) Changes in Contingent Liabilities or Contingent Assets

As disclosed in the audited financial statements for the financial year ended 31 December 2011, a subsidiary of the GENM Group had received billings made by a contractor in respect of work performed for the subsidiary and an external consultant had been engaged by the subsidiary to review and verify these billings. Consequently, an appropriate amount of the billings had been recognised in the financial statements based on the consultant's independent review. The amount which was in dispute of RM83.0 million had not been recognised as a liability in the financial statements as at 31 December 2011 as the GENM Group was of the view that the obligation to settle it was not probable and had been disclosed as a contingent liability.

In May 2012, the subsidiary of GENM entered into a settlement agreement with the contractor to agree on a final settlement amount. As a result, a liability of RM48.2 million has been accrued in the interim financial statements as at 31 March 2012. The liability has been settled in the second quarter ended 30 June 2012.

Other than the above and the disclosure of the material litigation made in Note 11 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 2011.

(l) Capital Commitments

Authorised capital commitments not provided for in the interim financial statements as at 31 December 2012 are as follows:

	RM'million
Contracted	4,059.9
Not contracted	6,908.6
	<u>10,968.5</u>

Analysed as follows:

i) Group	
- Property, plant and equipment	3,826.3
- Power concession assets	2,870.4
- Development expenditure	1,217.2
- Drilling and exploration costs	1,127.3
- Plantation development	977.4
- Investments	828.3
- Leasehold land use rights	77.6
- Investment properties	14.3
- Available-for-sale financial assets	0.8
- Intellectual property development	0.7
	<u>10,940.3</u>
ii) Share of capital commitments in jointly controlled entities	
- Investment properties	27.7
- Property, plant and equipment	0.5
	<u>28.2</u>
	<u>10,968.5</u>

(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 2012 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 2011 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 Hong Kong Limited ("GENHK") Group.	<u>6</u>	<u>26</u>
ii) Licensing fee for the use of the name "Genting" charged by wholly owned subsidiaries of the Company to Genting Simon Sdn Bhd.	<u>89</u>	<u>351</u>
iii) Loss on the reduction of stake in RWI upon restructuring of RWI as disclosed in Note (j) ii) in Part 1 of this interim financial report.	<u>-</u>	<u>1,483</u>
iv) Provision of management services by GaiaAgri Services Limited to AsianIndo Holdings Pte Ltd.	<u>529</u>	<u>2,074</u>
v) Subscription by GENP Group of Series A Preferred Stock in Agradis, Inc.	<u>769</u>	<u>1,542</u>
vi) Provision of management services by Genting Awanpura Sdn Bhd, a wholly owned subsidiary of GENP, to Genting Simon Sdn Bhd.	<u>85</u>	<u>319</u>
vii) Rental charges for premises by GENM to Oriregal Creations Sdn Bhd.	<u>380</u>	<u>1,523</u>
viii) Purchase of holiday packages by GENM Group from GENHK Group.	<u>214</u>	<u>972</u>
ix) Technical services fee rendered by RWI to GENM Group.	<u>-</u>	<u>690</u>
x) Air ticketing and transportation services rendered by GENM Group to GENHK Group.	<u>274</u>	<u>713</u>
xi) Provision of professional and marketing services by GENM Group to RWI Group	<u>8,464</u>	<u>9,585</u>
xii) Licensing fee for the use of "Resorts World" and "Genting" intellectual property in the United States of America charged by RWI to GENM Group.	<u>11,491</u>	<u>44,148</u>
xiii) Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by GENM Group to GENHK Group.	<u>442</u>	<u>1,138</u>
xiv) Shareholder's advance by GENM Group to Genting Inti Education Sdn Bhd.	<u>-</u>	<u>673</u>

	Current quarter RM'000	Current financial year-to-date RM'000
<u>Group</u>		
xv) Air ticketing services and provision of management services rendered by GENHK Group to GENS Group.	2,275	9,842
xvi) Disposal of aircraft by GENS Group to GENHK Group.	-	60,320
xvii) Provision of goods and services by DCP (Sentosa) Pte Ltd to GENS Group.	18,625	64,877
xviii) Disposal of subsidiary by GENS Group to RWI.	-	14,842
<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.	48,145	192,018
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.	107,799	420,054
iii) Interest income earned by the Company from its subsidiaries on the interest bearing portion of the amount due from subsidiaries.	10,102	40,651
iv) Finance cost charged by subsidiaries to the Company on the interest bearing portion of the amount due to subsidiaries.	57,204	186,703
v) Provision of information technology consultancy, development, implementation, support and maintenance service, other management services and rental of information technology equipment by subsidiaries to the Company.	919	4,018
vi) Rental charges for office space and related services by a subsidiary of GENM.	577	2,279
vii) Provision of management and/or support services by the Company to its subsidiaries, associates and jointly controlled entities.	6,898	13,587

(II) Compliance with Appendix 9B of Bursa Securities Listing Requirements**1. Performance Analysis**

The comparison of the results are tabulated below:

	Current Quarter			Preceding Quarter		Financial Year-to-date		
	2012	2011	%	3Q 2012	%	2012	2011	%
	RM'million	RM'million	+/-	RM'million	+/-	RM'million	RM'million	+/-
Continuing operations:								
Revenue								
Leisure & Hospitality								
- Malaysia	1,378.1	1,377.2	-	1,401.8	-2	5,488.1	5,414.1	+1
- Singapore	1,976.0	1,922.6	+3	1,669.0	+18	7,277.2	7,826.7	-7
- United Kingdom	312.4	282.7	+11	286.7	+9	1,412.0	1,148.7	+23
- United States of America	203.2	642.2	-68	214.6	-5	852.9	1,836.8	-54
	3,869.7	4,224.7	-8	3,572.1	+8	15,030.2	16,226.3	-7
Power	252.9	213.8	+18	260.9	-3	859.1	922.8	-7
Plantation	261.8	290.5	-10	304.8	-14	1,081.5	1,200.0	-10
Property	96.5	74.8	+29	38.4	>100	220.9	163.8	+35
Oil & Gas	-	-	-	-	-	-	-	-
Investments & Others	6.2	15.2	-59	29.4	-79	66.8	67.2	-1
	<u>4,487.1</u>	<u>4,819.0</u>	<u>-7</u>	<u>4,205.6</u>	<u>+7</u>	<u>17,258.5</u>	<u>18,580.1</u>	<u>-7</u>
Profit before tax								
Leisure & Hospitality								
- Malaysia	645.6	687.4	-6	667.3	-3	2,596.2	2,654.4	-2
- Singapore	887.8	974.2	-9	763.9	+16	3,351.1	4,046.4	-17
- United Kingdom	44.6	60.1	-26	(13.8)	>100	195.4	158.9	+23
- United States of America	49.8	(17.3)	>100	61.5	-19	173.2	37.0	>100
	1,627.8	1,704.4	-4	1,478.9	+10	6,315.9	6,896.7	-8
Power	92.0	52.0	+77	73.6	+25	245.6	208.7	+18
Plantation	96.2	124.1	-22	122.3	-21	409.9	607.0	-32
Property	25.5	16.3	+56	18.2	+40	83.2	37.5	>100
Oil & Gas	(15.5)	(22.5)	-31	(15.0)	+3	(61.0)	(66.9)	-9
Investments & Others	37.8	(22.3)	>100	(8.4)	>100	(23.6)	(50.2)	-53
	<u>1,863.8</u>	<u>1,852.0</u>	<u>+1</u>	<u>1,669.6</u>	<u>+12</u>	<u>6,970.0</u>	<u>7,632.8</u>	<u>-9</u>
Adjusted EBITDA								
Net fair value gain on derivative financial instruments	54.9	65.1	-16	79.3	-31	178.1	56.0	>100
Net fair value gain/(loss) on financial assets at fair value through profit or loss	-	4.3	-100	(0.4)	-100	3.5	(12.2)	>100
Gain on disposal of available-for-sale financial assets	133.6	5.2	>100	31.8	>100	186.5	226.8	-18
Gain on disposal of subsidiaries	-	-	-	-	-	174.3	-	NM
Property related termination costs	-	-	-	-	-	-	(39.4)	-100
Reversal of previously recognised impairment losses	36.2	308.6	-88	-	NM	36.2	308.6	-88
Impairment losses	(0.1)	(9.9)	-99	(394.5)	-100	(397.4)	(38.9)	>100
Assets written off	(206.1)	(10.9)	>100	(108.0)	+91	(326.0)	(74.5)	>100
Others	(26.0)	(48.4)	-46	(26.8)	-3	(121.7)	(132.3)	-8
	<u>1,856.3</u>	<u>2,166.0</u>	<u>-14</u>	<u>1,251.0</u>	<u>+48</u>	<u>6,703.5</u>	<u>7,926.9</u>	<u>-15</u>
EBITDA								
Depreciation and amortisation	(452.6)	(343.3)	+32	(402.8)	+12	(1,635.9)	(1,278.7)	+28
Interest income	80.3	46.8	+72	72.7	+10	256.4	170.6	+50
Finance cost	(131.9)	(116.0)	+14	(132.7)	-1	(493.5)	(493.1)	-
Share of results in jointly controlled entities and associates	(5.2)	(27.0)	-81	15.2	>100	36.2	39.0	-7
	<u>1,346.9</u>	<u>1,726.5</u>	<u>-22</u>	<u>803.4</u>	<u>+68</u>	<u>4,866.7</u>	<u>6,364.7</u>	<u>-24</u>
Profit before tax								

NM = Not meaningful

Quarter ended 31 December 2012 compared with quarter ended 31 December 2011

The Group registered total revenue of RM4,487.1 million from continuing operations in the current quarter compared with RM4,819.0 million in the previous year's corresponding quarter, which is a decrease of 7%. Lower revenue was recorded by the leisure and hospitality business in the US and the plantation division. The Group's profit before tax from continuing operations was RM1,346.9 million, a decrease of 22% compared with the previous year's corresponding quarter's profit of RM1,726.5 million.

Increased revenue from Resorts World Sentosa ("RWS") was attributed mainly to increase from the non-gaming business whereby the hotels and Universal Studios Singapore ("USS") continued to show healthy growth. Despite the significant improvement in the business volume of the premium players business, weaker win percentage was recorded during the quarter. Adjusted earnings before interest, tax depreciation and amortisation ("EBITDA") was lower compared with the previous year's corresponding quarter due mainly to higher impairment loss on trade receivables and higher operating costs incurred for the opening of the Marine Life Park in November 2012.

Revenue from Resorts World Genting in Malaysia ("RWG") was comparable to the previous year's corresponding quarter. However, adjusted EBITDA was lower mainly due to higher promotional expenses.

Higher revenue from the leisure and hospitality business in the UK arose mainly from the higher volume of business of its London casino operations. However, the UK business recorded a lower adjusted EBITDA mainly due to lower bad debts recovery.

Revenue and adjusted EBITDA from the leisure and hospitality business in the US for the current quarter were mainly from the operations of Resorts World Casino New York City ("RWNYC") which commenced operations in October 2011. The revenue in the previous year's corresponding quarter was in respect of construction revenue from the development of RWNYC which was completed in October 2011 as well as revenue from the operations of RWNYC. The loss suffered by the US business in the previous year's corresponding quarter was mainly due to construction loss which arose from cost overrun from the development of RWNYC.

Increased revenue from the Power Division arose from higher generation from the Meizhou Wan power plant and the Jangi Wind Farm, a renewable energy plant in India which started commercial operation in December 2011. Consequently, this contributed to the higher adjusted EBITDA of the Power Division for the current quarter.

The Plantation Division's revenue and adjusted EBITDA in the current quarter were lower compared with the previous year's corresponding quarter due to weaker palm product selling prices despite increased FFB production. The lower adjusted EBITDA was also attributable to higher costs of input which included labour and fertiliser.

The profit before tax from continuing operations for the current quarter included:

- gain on disposal of available-for-sale financial assets of RM133.6 million (2011: RM5.2 million);
- reversal of previously recognised impairment losses of RM36.2 million (2011: RM308.6 million);
- assets written off of RM206.1 million (2011: RM10.9 million); and
- share of net losses of jointly controlled entities and associates of RM5.2 million (2011: RM27.0 million).

The profit for the quarter from discontinued operations of RM1,906.4 million relates to the Kuala Langat power plant. The disposal of this plant which was completed on 22 October 2012 gave rise to a gain on disposal of RM1,887.5 million in the current quarter.

Financial year ended 31 December 2012 compared with previous financial year ended 31 December 2011

Total Group revenue from continuing operations for the current financial year ended 31 December 2012 was RM17,258.5 million, which was a decrease of 7% compared with RM18,580.1 million in the previous financial year. The Group's profit before tax from continuing operations decreased by 24% to RM4,866.7 million compared with RM6,364.7 million in the previous financial year.

Revenue from RWS decreased compared with the previous financial year due mainly to lower business volume from the gaming business. However, revenue from non-gaming business increased along with healthy growth in the hotel and USS businesses. The adjusted EBITDA was impacted by the lower revenue and decreased by 17% compared with the previous financial year.

Revenue from RWG increased marginally due mainly to overall higher volume of business. Hold percentage in the premium players business was however lower. Adjusted EBITDA decreased compared with previous financial year due to higher payroll and promotional expenses.

The increase in revenue from the leisure and hospitality business in UK was contributed mainly by the higher volume of business of its London casino operations. The adjusted EBITDA of the UK business also increased compared with the previous financial year due to the higher revenue which was offset by higher bad debts written off during the current financial year.

Revenue and adjusted EBITDA from the US leisure and hospitality business for the current financial year were mainly from the full year operations of RWNYC. The previous financial year's revenue and adjusted EBITDA arose from construction revenue of RM1,741.5 million generated from the development of RWNYC, with a construction profit of RM13.4 million, as well as from the operations of RWNYC.

Lower revenue from the Power Division was due mainly to lower dispatch from the Meizhou Wan power plant. In addition, the revenue in 2011 had also included a compensation from the Fujian government in respect of an increase in tariff rates. The higher adjusted EBITDA was due mainly to the full year contribution from the Jangi Wind Farm whilst that from the Meizhou Wan power plant was comparable with that of the previous financial year.

The Plantation Division recorded a decrease in revenue in the current financial year on account of weaker palm product selling prices which more than offset the effects of an increase in FFB production. The impact of weaker palm product selling prices and higher cost of inputs, including labour and fertiliser, resulted in a lower adjusted EBITDA for the current financial year.

There was no revenue from the Oil & Gas Division for the current financial year following the disposal of Genting Oil & Gas (China) Limited on 10 December 2010. The loss incurred in the current financial year arose mainly from general and administrative expenses.

The profit before tax from continuing operations for the current financial year included:

- net fair value gain of RM178.1 million on derivative financial instruments (2011: RM56.0 million);
- gain on disposal of available-for-sale financial assets of RM186.5 million (2011: RM226.8 million);
- gain on disposal of subsidiaries of RM174.3 million arising from the disposal of the Company's indirect 100% equity interest in GONPL and SOGPL to AWE Limited which was completed in February 2012;
- reversal of previously recognised impairment losses of RM36.2 million (2011: RM308.6 million);
- impairment losses of RM397.4 million (2011: RM38.9 million); and
- assets written off of RM326.0 million (2011: RM74.5 million).

The profit from discontinued operations of RM2,064.6 million in the current financial year relates to the Kuala Langat power plant, which was disposed in October 2012. Included in the profit was a gain on disposal of RM1,887.5 million from the disposal of this power plant.

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 from continuing operations of RM1,346.9 million in the current quarter compared with RM803.4 million in the preceding quarter, an increase of 68%. Adjusted EBITDA in the current quarter increased by 12% compared with that of the preceding quarter.

Higher adjusted EBITDA from RWS was due to higher business volume in the current quarter.

RWG recorded a lower adjusted EBITDA due to higher promotional expenses.

The adjusted EBITDA from the UK business improved in the current quarter due to higher hold percentage from its London casino operations. In addition, higher bad debts had been written off in the preceding quarter.

Adjusted EBITDA from the US leisure and hospitality business decreased mainly due to lower patronage in the current quarter as a consequence of the impact of Super Storm Sandy, a catastrophic event which occurred in the New York metropolitan area in November 2012.

Higher adjusted EBITDA from the Power Division was mainly due to higher generation by the Meizhou Wan power plant in the current quarter.

Lower adjusted EBITDA from the Plantation Division was mainly due to the weaker palm product selling prices despite improvement in FFB production.

The profit before tax for the current quarter included higher gain on disposal of available-for-sale financial assets of RM133.6 million (preceding quarter: RM31.8 million) mitigated by higher assets written off in the current quarter of RM206.1 million (preceding quarter: RM108.0 million).

The preceding quarter's profit before tax had also included impairment losses of RM394.5 million.

* *The comments on performance in Notes 1 and 2 above are based on the results of the respective subsidiaries and associates of the Company. Some of the subsidiaries are separately listed on the Malaysian and Singapore stock exchanges. Please refer to the respective listed subsidiaries' announcements of their interim results for a detailed review of their respective performance.*

<u>Listed subsidiaries</u>	<u>Announcement date</u>
Genting Singapore PLC	21 February 2013
Genting Plantations Bhd	27 February 2013
Genting Malaysia Bhd	28 February 2013

3. Prospects

The performance of the Group for the 2013 financial year may be impacted as follows:

- (a) In Malaysia, the growth in regional tourism and domestic private consumption augurs well for the GENM Group's strategy on increasing visitations and customer spend at Resorts World Genting. Whilst regional competitive pressures remain, the GENM Group continues to focus on innovative marketing initiatives, targeting its respective business segments with exceptional value offerings and leveraging on recently refurbished premier facilities for GENM's discerning guests;
- (b) The Casino Regulatory Authority of Singapore has approved RWS's application for the renewal of its casino licence agreement for another three years commencing 6 February 2013.

With RWS fully opened in 2013, its sales and marketing initiatives will continue to focus on promoting the resort as Asia's Ultimate Resort Destination. With the Marine Life Park complex adding significantly to the exciting selection of attractions at RWS's resort, it has a complete range of luxury vacation appeal that will help to draw well heeled visitors.

As RWS gradually builds up capacity in the Marine Life Park, its EBITDA margins will continue to be constrained for the first half of 2013. As major capital expenditure for Singapore's Integrated Resort tails off in the second half of 2013 and the attractions business more settled, RWS will achieve a more steady-state profit margin.

The global economic outlook appears more positive this year and GENS is cautiously optimistic of the performance of RWS. The GENS Group continues to actively pursue ventures within their core expertise in the gaming, hospitality and leisure/entertainment sectors that will provide medium term growth and long term value to their shareholders. Together with a healthy cash position, GENS is well placed to capitalise on such investment opportunities;

- (c) In the UK, the economic backdrop remains fragile as the economy is expected to experience a slow but sustained recovery. The GENM Group is nonetheless encouraged by its premium players business at its London casinos, which has shown significant growth in patronage and business volumes. In 2013, GENM will continue with its development and refurbishment programme of its provincial casinos outside London to improve competitiveness of its offerings whilst remaining focused on growing its premium players business at its London casinos;
- (d) In the US, RWNYC completed its first year of operations with commendable results, becoming the highest grossing slot operations by revenue in the US in 2012. GENM is heartened by RWNYC's increasing visibility in the US gaming industry, leveraging on its position as the first destination entertainment of its kind in New York City. With improved transportation links and extensive initiatives on growing its US customer database, GENM expects RWNYC to contribute further to the GENM Group's performance;
- (e) The improved performance of the Meizhou Wan power plant in Fujian, China, is expected to be sustained due to the stable coal prices. The performance of the Jangi Wind Farm in Gujarat, India, is expected to be maintained as it enters its second year of commercial operations; and
- (f) The GENP Group's performance in the forthcoming year will be influenced by, among others, the direction of palm oil prices, crop production trends and the impact of rising input costs.

Palm oil prices are expected to be largely dictated by the supply and demand dynamics for global edible oils, which are, in turn, sensitive to changes in weather patterns, the regulatory environment in major producing and consuming countries, as well as global economic prospects.

The broader market conditions aside, the GENP Group remains on track to deliver continued growth in FFB production in 2013, underpinned by an anticipated rise in Indonesia output as additional newly-mature areas are brought into harvesting and more palms move into higher-yielding age brackets.

The Indonesia plantation segment is also expected to perform better with the scheduled completion of another new oil mill in Central Kalimantan in first half of 2013 complementing the existing oil mill in West Kalimantan. Ongoing plantation development works are set to continue through 2013, supported by the GENP Group's sizeable Indonesia landbank available for cultivation.

Meanwhile, new and revised minimum wage schemes introduced in Malaysia and Indonesia in 2013 are expected to push up labour costs for the plantation industry. The GENP Group will continue with ongoing efforts to raise operational efficiency and productivity including through effective labour management to minimise potential cost pressures.

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 from continuing operations for the current quarter and current financial year ended 31 December 2012 are set out below:

	Current quarter RM'000	Current financial year-to-date RM'000
Current taxation		
Malaysian income tax charge	158,162	696,786
Foreign income tax charge	139,552	565,181
	<u>297,714</u>	<u>1,261,967</u>
Deferred tax charge/(credit)	25,494	(91,946)
	<u>323,208</u>	<u>1,170,021</u>
Prior period taxation		
Income tax over provided	(2,691)	(6,262)
Deferred tax over provided	(36,989)	(19,780)
	<u>283,528</u>	<u>1,143,979</u>

The effective tax rate of the Group before adjustments in respect of prior period taxation for the current quarter and current financial year ended 31 December 2012 is lower than the Malaysian statutory income tax rate mainly due to income not subjected to tax and income subjected to lower tax rates in certain jurisdictions partially offset by expenses not deductible for tax purposes.

6. Profit before taxation

Profit before taxation from continuing operations has been determined after inclusion of the following charges and credits:

	Current quarter RM'000	Current financial year-to-date RM'000
Charges:		
Finance cost	131,973	493,546
Depreciation and amortisation	452,666	1,635,923
Impairment loss and write off of receivables	110,174	357,153
Impairment losses	67	397,396
Inventories written off	-	4,579
Net foreign exchange loss	20,772	109,115
	<u>716,652</u>	<u>2,008,712</u>
Credits:		
Interest income	80,357	256,450
Investment income	59,895	100,316
Gain on disposal of property, plant and equipment	31,819	28,830
Reversal of previously recognised impairment losses	36,156	36,156
Net fair value gain on derivative financial instruments	54,843	178,084
Inventories written back	116	-
Gain on disposal of unquoted available-for-sale financial assets	21,406	22,079
Gain on disposal of quoted available-for-sale financial assets	112,191	164,393
Gain on disposal of unquoted subsidiaries	-	174,298
	<u>406,973</u>	<u>1,034,599</u>

7. Status of Corporate Proposals Announced

Proposed JV between Ketapang Holdings Pte Ltd (“KHoldings”), an indirect wholly owned subsidiary of GENP, Palma Citra Investama Pte Ltd (“Palma”) and PT Sawit Mandira (“PTMandira”) to develop 17,360 hectares (based on Izin Lokasi or Location Permit) into oil palm plantation (“Proposed JV”)

With reference to GENP’s announcements dated 5 June 2009, 20 December 2010 and 22 December 2011 in respect of the Proposed Joint Ventures (“Proposed JV”) for oil palm cultivation in Kabupaten Ketapang, Provinsi Kalimantan Barat, Republic of Indonesia, GENP had on 21 December 2012 further announced that KHoldings, Palma and PTMandira had on 21 December 2012 mutually agreed to extend the period for fulfillment of the obligations to obtain all requisite licences, permits or approvals referred to in the Joint Venture Agreement dated 5 June 2009 for the Proposed JV (“JV Agreement”) for a further period of 1 year commencing from 1 January 2013 and ending on 31 December 2013. Save as set out above, all other terms and conditions of the JV agreement remain unchanged. The JV Agreement is still conditional as at 20 February 2013.

Other than the above, there were no other corporate proposals announced but not completed as at 21 February 2013.

8. Group Borrowings and Debt Securities

The details of the Group’s borrowings and debt securities as at 31 December 2012 are as set out below:

	Secured/ Unsecured	Foreign Currency 'million		RM Equivalent 'million
Short term borrowings	Secured	SGD	479.3	1,202.0
	Secured	USD	81.8	250.3
	Secured	RMB	380.4	186.9
	Secured	IDR	2,074.7	0.7
	Secured	GBP	0.1	0.2
	Unsecured	SGD	100.0	250.8
	Unsecured	RMB	2.0	1.0
Long term borrowings	Secured	SGD	2,218.7	5,564.6
	Secured	USD	494.8	1,514.1
	Secured	RMB	1,224.9	601.8
	Secured	GBP	0.1	0.5
	Secured	IDR	257.8	0.1
	Unsecured	USD	297.3	909.9
	Unsecured	GBP	74.3	369.2
	Unsecured	RMB	298.0	146.4
				3,594.6

9. Outstanding Derivatives

As at 31 December 2012, the values and maturity analysis of the outstanding derivatives of the Group are as follows:

Types of Derivative	Contract/ Notional Value RM'million	Fair Value Assets/ (Liabilities) RM'million
<u>Cross Currency Swaps</u>		
USD	300.2	
- Less than 1 year		(7.4)
- 1 year to 3 years		(10.1)
- More than 3 years		72.8
<u>Interest Rate Swaps</u>		
USD	122.5	
- More than 3 years		(4.7)
SGD	1,254.0	
- Less than 1 year		(6.9)
- 1 year to 3 years		(3.1)
<u>Interest Rate Capped Libor-In-Arrears Swap</u>		
USD	183.6	
- Less than 1 year		(1.4)
- 1 year to 3 years		(2.5)
- More than 3 years		(0.3)
<u>Forward Foreign Currency Exchange</u>		
USD	32.9	
- Less than 1 year		(0.7)
<u>Compound Financial Instruments</u>		
USD	207.7	
- Less than 1 year		(33.3)

The Group has purchased the compound financial instruments as part of its investment strategy to enhance yield. The Group is exposed to market and credit risks arising from the compound financial instruments. To manage counterparty risks, the Group has purchased the compound financial instruments from reputable financial institutions.

The compound financial instruments are initially recognised at its fair value on the date the contract is entered into and is subsequently carried at its fair value with fair value changes recognised in profit or loss.

Other than the above, there is no significant change for the financial derivatives in respect of the following since the last financial year ended 31 December 2011:

- (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.

10. Fair value changes of financial liabilities

The details of fair value changes of financial liabilities for the current financial year ended 31 December 2012 are as follows:

Type of financial liability	Current quarter fair value gain RM'million	Current financial year-to-date fair value gain RM'million	Basis of fair value measurement	Reasons for the gain
Interest Rate Swaps	1.0	1.5	Interest rate differential between the fixed contracted rate and the current market fixing rate	The interest rates differential between the contracted rate and the market rate up to the respective maturity dates of the contracts have moved favourably for the Group.
Forward Foreign Currency Exchange Contracts	-	0.9	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 favourably for the Group. There was no fair value gain or loss recognised in the current quarter as all the outstanding forward contracts have expired prior to 30 June 2012.
Compound Financial Instruments	40.6	174.9	The fair value of the derivatives is determined by using valuation techniques and the assumptions are based on the market rates at the date of purchase for initial recognition, and at each reporting date for subsequent measurement	The market rates at the reporting date have moved favourably for the Group.

11. 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 Court of Appeal had on 9 June 2011, upheld the decision of the High Court and dismissed the Plaintiffs' appeal against the preliminary objection raised by the Defendants (the "Court of Appeal's Ruling").

The Plaintiffs had filed a motion for leave to appeal before the Federal Court against the Court of Appeal's Ruling ("the Appeal"). On 25 July 2011, the Federal Court granted leave for the Appeal, which was heard and allowed by the Federal Court on 24 November 2011. The Federal Court further ordered that the matter be remitted to the High Court to hear the Appeal for the Application to Strike Out. The High Court had on 21 March 2012 dismissed the Appeal for Application to Strike Out with cost ("High Court Decision") and ordered the parties to proceed with trial.

On an application by the Plaintiffs, the High Court had allowed the Plaintiffs' application to amend the Statement of Claim and for joinder of two additional parties as the Sixth and Seventh Defendants, namely the Assistant Collector of Land Revenue, Tongod and the Registrar of Titles.

GENP and Genting Tanjung Bahagia Sdn Bhd, its wholly owned subsidiary, being the Second and Fourth Defendants respectively had on 17 April 2012 filed a Notice of Appeal to the Court of Appeal against the High Court Decision. The Court of Appeal has fixed 13 May 2013 for the hearing of the appeal.

The High Court had vacated the trial dates on 18 September 2012–21 September 2012 and 29 October 2012–31 October 2012 and the trial was carried out on 26 November 2012–29 November 2012 and 14 January 2013–18 January 2013. The High Court had fixed 18 February 2013–22 February 2013 and 11 March 2013–15 March 2013 for the continuation of the trial.

Other than the above, there have been no changes to the status of the aforesaid litigation as at 20 February 2013.

There were also no other pending material litigations since the last financial year ended 31 December 2011 and up to 21 February 2013.

12. Dividend Proposed or Declared

- (a) i) A final dividend for the current financial year ended 31 December 2012 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 2011 was 4.5 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 2012, including the above recommended final dividend, if approved, will amount to 8.0 sen per ordinary share of 10 sen each, comprising an interim dividend of 3.5 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.

13. Earnings Per Share ("EPS")

- (a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter and current financial year ended 31 December 2012 is as follows:

	← Continuing operations RM'000	Current quarter Discontinued operations RM'000	→ Total RM'000
Profit for the current quarter attributable to equity holders of the Company (used as numerator for the computation of Basic EPS)	573,437	1,902,450	2,475,887
Net impact on earnings on potential exercise of Employee Share Options and Performance Share Scheme awarded to executives of the Company's subsidiary	(828)	-	(828)
Profit for the current quarter attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS)	572,609	1,902,450	2,475,059

	← Current financial year-to-date →		
	Continuing operations RM'000	Discontinued operations RM'000	Total RM'000
Profit for the financial year attributable to equity holders of the Company (used as numerator for the computation of Basic EPS)	1,955,408	2,028,076	3,983,484
Net impact on earnings on potential exercise of Employee Share Options and Performance Share Scheme awarded to executives of the Company's subsidiary	(3,654)	-	(3,654)
Profit for the financial year attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS)	<u>1,951,754</u>	<u>2,028,076</u>	<u>3,979,830</u>

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter and current financial year ended 31 December 2012 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)	3,694,635	3,693,712
Adjustment for share options granted under the ESOS to executives of Genting Berhad	-	-
Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS)	<u>3,694,635</u>	<u>3,693,712</u>

14. Realised and Unrealised Profits/Losses

The breakdown of the retained profits of the Group as at 31 December 2012, 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 current quarter RM'million	As at the end of last financial year RM'million
Total retained profits/(accumulated losses) of Genting Berhad and its subsidiaries:		
- Realised	28,270.9	24,117.3
- Unrealised	(1,340.0)	(1,594.8)
	<u>26,930.9</u>	<u>22,522.5</u>
Total share of retained profits/(accumulated losses) from associated companies:		
- Realised	388.7	383.0
- Unrealised	(14.7)	(30.2)
Total share of accumulated losses from jointly controlled entities:		
- Realised	(38.4)	(52.7)
	<u>27,266.5</u>	<u>22,822.6</u>
Less: Consolidation adjustments	<u>(7,304.9)</u>	<u>(6,603.7)</u>
Total Group retained profits as per consolidated accounts	<u>19,961.6</u>	<u>16,218.9</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.

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 2011 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 28 February 2013.