GENTING
BERHAD

THIRD QUARTERLY REPORT

Quarterly report on consolidated results for the third quarter ended 30 September 2016. The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2016 RM'000	Preceding Year Corresponding Quarter 30/09/2015 RM'000	Current Year-To-Date 30/09/2016 RM'000	Preceding Year Corresponding Period 30/09/2015 RM'000
Revenue	**4,683,695**	4,645,440	**13,612,751**	13,180,935
Cost of sales	**(2,992,005)**	(3,369,925)	**(9,386,693)**	(9,375,041)
Gross profit	**1,691,690**	1,275,515	**4,226,058**	3,805,894
Other income	**363,398**	927,302	**1,074,834**	1,734,196
Net fair value loss on derivative financial instruments	**(15,455)**	(132,834)	**(83,913)**	(701,054)
Reversal of previously recognised impairment losses	**195,225**	186,459	**195,225**	227,044
Impairment losses	**(16,082)**	(257,452)	**(77,762)**	(422,435)
Other expenses	**(561,841)**	(768,049)	**(2,007,112)**	(1,539,358)
Finance cost	**(164,089)**	(149,789)	**(511,231)**	(397,495)
Share of results in joint ventures and associates	**(40,824)**	(3,158)	**(64,983)**	12,514
Profit before taxation	**1,452,022**	1,077,994	**2,751,116**	2,719,306
Taxation	**(251,266)**	(310,889)	**(632,149)**	(734,269)
Profit for the period	**1,200,756**	767,105	**2,118,967**	1,985,037
Profit attributable to:				
Equity holders of the Company	**577,210**	361,097	**1,002,776**	1,049,066
Holders of perpetual capital securities of a subsidiary	**92,441**	108,668	**268,074**	272,339
Non-controlling interests	**531,105**	297,340	**848,117**	663,632
	1,200,756	767,105	**2,118,967**	1,985,037
Earnings per share (sen) for profit attributable to equity holders of the Company:				
- Basic	**15.50**	9.71	**26.96**	28.22
- Diluted	**15.40**	9.71	**26.72**	27.96

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2016 RM'000	Preceding Year Corresponding Quarter 30/09/2015 RM'000	Current Year-To-Date 30/09/2016 RM'000	Preceding Year Corresponding Period 30/09/2015 RM'000
Profit for the period	**1,200,756**	767,105	**2,118,967**	1,985,037
Other comprehensive income/(loss)				
Items that will be reclassified subsequently to profit or loss:				
Available-for-sale financial assets				
- Fair value loss	**(93,929)**	(694,598)	**(436,692)**	(957,571)
- Reclassification to profit or loss	**(4,945)**	255,060	**39,819**	180,671
Cash flow hedges				
- Fair value gain/(loss)	**10,601**	(101,535)	**(94,251)**	(112,917)
Share of other comprehensive income/(loss) of joint ventures and associates	**5,393**	28,290	**(25,402)**	36,339
Net foreign currency exchange differences	**839,214**	6,023,915	**(1,782,472)**	9,081,684
Other comprehensive income/(loss) for the period, net of tax	**756,334**	5,511,132	**(2,298,998)**	8,228,206
Total comprehensive income/(loss) for the period	**1,957,090**	6,278,237	**(180,031)**	10,213,243
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	**1,034,043**	3,500,786	**(438,919)**	5,625,164
Holders of perpetual capital securities of a subsidiary	**187,905**	775,684	**189,743**	1,303,901
Non-controlling interests	**735,142**	2,001,767	**69,145**	3,284,178
	1,957,090	6,278,237	**(180,031)**	10,213,243

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2016

	As At 30 Sept 2016 RM'000	Audited As At 31 Dec 2015 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	**31,262,235**	31,139,374
Land held for property development	**375,224**	359,688
Investment properties	**1,898,311**	2,070,669
Plantation development	**2,385,714**	2,154,922
Leasehold land use rights	**476,973**	387,063
Intangible assets	**6,337,369**	6,666,618
Rights of use of oil and gas assets	**4,313,389**	4,458,182
Joint ventures	**1,114,765**	1,118,660
Associates	**1,791,765**	1,200,807
Available-for-sale financial assets	**2,012,987**	2,302,973
Derivative financial instruments	**106,100**	121,844
Deferred tax assets	**333,054**	393,293
Other non-current assets	**6,537,154**	4,642,362
	58,945,040	57,016,455
CURRENT ASSETS		
Property development costs	**59,156**	90,847
Inventories	**518,872**	480,620
Trade and other receivables	**1,993,895**	3,848,351
Amounts due from joint ventures and associates	**15,753**	12,161
Financial assets at fair value through profit or loss	**8,330**	8,068
Available-for-sale financial assets	**1,561,373**	1,566,556
Derivative financial instruments	**20,609**	93,133
Restricted cash	**542,552**	626,340
Cash and cash equivalents	**22,344,177**	23,612,902
	27,064,717	30,338,978
Assets classified as held for sale	**1,739,005**	2,077,079
	28,803,722	32,416,057
TOTAL ASSETS	**87,748,762**	89,432,512
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	**375,002**	374,320
Treasury shares	**(221,206)**	(219,597)
Reserves	**32,387,309**	32,463,004
	32,541,105	32,617,727
Perpetual capital securities of a subsidiary	**6,906,770**	7,071,496
Non-controlling interests	**22,810,417**	23,101,805
TOTAL EQUITY	**62,258,292**	62,791,028
NON-CURRENT LIABILITIES		
Long term borrowings	**15,466,056**	17,017,416
Deferred tax liabilities	**1,869,289**	1,891,794
Derivative financial instruments	**350,773**	270,714
Other non-current liabilities	**975,917**	494,441
	18,662,035	19,674,365
CURRENT LIABILITIES		
Trade and other payables	**4,731,408**	5,009,332
Amounts due to joint ventures	**114,552**	109,803
Short term borrowings	**1,642,466**	1,487,345
Derivative financial instruments	**70,102**	69,509
Taxation	**269,907**	291,130
	6,828,435	6,967,119
TOTAL LIABILITIES	**25,490,470**	26,641,484
TOTAL EQUITY AND LIABILITIES	**87,748,762**	89,432,512
NET ASSETS PER SHARE (RM)	**8.74**	8.78

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016

	Attributable to equity holders of the Company												
	Share Capital RM'000	Share Premium RM'000	Warrants Reserve 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 2016	374,320	1,417,380	1,108,905	301,167	948,462	(203,303)	5,881,320	23,009,073	(219,597)	32,617,727	7,071,496	23,101,805	62,791,028
Profit for the period	-	-	-	-	-	-	-	1,002,776	-	1,002,776	268,074	848,117	2,118,967
Other comprehensive loss	-	-	-	-	(237,780)	(77,999)	(1,117,663)	(8,253)	-	(1,441,695)	(78,331)	(778,972)	(2,298,998)
Total comprehensive (loss)/income for the period	-	-	-	-	(237,780)	(77,999)	(1,117,663)	994,523	-	(438,919)	189,743	69,145	(180,031)
Transfer due to realisation of revaluation reserve	-	-	-	(1,282)	-	-	-	1,282	-	-	-	-	-
Effects arising from changes in composition of the Group	-	-	-	-	-	117,014	-	299,528	-	416,542	-	50,181	466,723
Transfer upon expiry of share option scheme of a subsidiary	-	-	-	-	-	-	-	3,835	-	3,835	-	(3,835)	-
Effects of share-based payment	-	-	-	-	-	-	-	-	-	-	-	62,938	62,938
Issue of shares upon exercise of warrants	682	63,856	(10,219)	-	-	-	-	-	-	54,319	-	-	54,319
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(487,218)	(487,218)
Buy-back of shares by the Company	-	-	-	-	-	-	-	-	(1,609)	(1,609)	-	-	(1,609)
Perpetual capital securities distribution payable and paid by a subsidiary	-	-	-	-	-	-	-	-	-	-	(354,469)	-	(354,469)
Tax credit arising from perpetual capital securities of a subsidiary	-	-	-	-	-	-	-	19,543	-	19,543	-	17,401	36,944
Appropriation:													
Final single-tier dividend for financial year ended 31 December 2015	-	-	-	-	-	-	-	(130,333)	-	(130,333)	-	-	(130,333)
Balance at 30 September 2016	375,002	1,481,236	1,098,686	299,885	710,682	(164,288)	4,763,657	24,197,451	(221,206)	32,541,105	6,906,770	22,810,417	62,258,292

(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 2015)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2015

	Attributable to equity holders of the Company												
	Share Capital RM'000	Share Premium RM'000	Warrants Reserve 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 2015	374,305	1,416,014	1,109,124	305,853	1,259,555	(124,920)	1,052,918	21,650,588	(212,461)	26,830,976	6,098,882	20,128,880	53,058,738
Profit for the period	-	-	-	-	-	-	-	1,049,066	-	1,049,066	272,339	663,632	1,985,037
Other comprehensive (loss)/income	-	-	-	-	(541,289)	(105,947)	5,230,976	(7,642)	-	4,576,098	1,031,562	2,620,546	8,228,206
Total comprehensive (loss)/income for the period	-	-	-	-	(541,289)	(105,947)	5,230,976	1,041,424	-	5,625,164	1,303,901	3,284,178	10,213,243
Transfer due to realisation of revaluation reserve	-	-	-	(49)	-	-	-	49	-	-	-	-	-
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	(134,718)	-	(134,718)	-	(62,131)	(196,849)
Effects of share-based payment	-	-	-	-	-	-	-	-	-	-	-	58,922	58,922
Issue of shares upon exercise of warrants	15	1,366	(219)	-	-	-	-	-	-	1,162	-	-	1,162
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(393,892)	(393,892)
Buy-back of shares by the Company	-	-	-	-	-	-	-	-	(7,136)	(7,136)	-	-	(7,136)
Perpetual capital securities distribution payable and paid by a subsidiary	-	-	-	-	-	-	-	-	-	-	(360,430)	-	(360,430)
Tax credit arising from perpetual capital securities of a subsidiary	-	-	-	-	-	-	-	17,608	-	17,608	-	15,871	33,479
Appropriation:													
Final single-tier dividend for financial year ended 31 December 2014	-	-	-	-	-	-	-	(111,542)	-	(111,542)	-	-	(111,542)
Balance at 30 September 2015	374,320	1,417,380	1,108,905	305,804	718,266	(230,867)	6,283,894	22,463,409	(219,597)	32,221,514	7,042,353	23,031,828	62,295,695

(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 2015)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**2,751,116**	2,719,306
Adjustments for:		
Depreciation and amortisation	**1,398,890**	1,396,095
Impairment losses and write off of receivables	**616,456**	631,195
Finance cost	**511,231**	397,495
Net exchange loss/(gain) – unrealised	**219,451**	(284,171)
Net fair value loss on derivative financial instruments	**83,913**	701,054
Impairment losses	**77,762**	422,435
Share of results in joint ventures and associates	**64,983**	(12,514)
Assets written off	**16,724**	31,667
Interest income	**(750,217)**	(391,729)
Reversal of previously recognised impairment losses	**(195,225)**	(227,044)
Construction profit	**(100,657)**	(10,785)
Investment income	**(43,177)**	(112,432)
Gain on deemed dilution of shareholding in associate	**(26,068)**	(103,969)
Net gain on disposal of available-for-sale financial assets	**(4,835)**	(215,912)
Deferred expenses written off	**-**	137,124
Other non-cash items	**50,903**	81,096
	1,920,134	2,439,605
Operating profit before changes in working capital	**4,671,250**	5,158,911
Net change in current assets	**737,116**	(375,680)
Net change in current liabilities	**(412,243)**	(390,965)
	324,873	(766,645)
Cash generated from operations	**4,996,123**	4,392,266
Tax paid (net of tax refund)	**(557,379)**	(809,333)
Retirement gratuities paid	**(1,884)**	(3,560)
Other operating activities	**(874)**	(4,919)
	(560,137)	(817,812)
NET CASH FROM OPERATING ACTIVITIES	**4,435,986**	3,574,454
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(2,552,986)**	(2,509,520)
Increase in investments, intangible assets and other long term financial assets	**(1,703,653)**	(1,501,015)
Acquisition of subsidiaries (See Note below)	**(106,754)**	(130,515)
Interest received	**304,165**	200,190
Proceeds from disposal of property, plant and equipment	**274,986**	35,275
Proceeds from redemption of unquoted preference shares in a Malaysian corporation by a subsidiary	**100,000**	-
Proceeds from disposal of investments	**35,970**	1,746,920
Other investing activities	**(23,127)**	195,821
NET CASH USED IN INVESTING ACTIVITIES	**(3,671,399)**	(1,962,844)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings and transaction costs	**(3,399,513)**	(879,313)
Finance cost paid	**(494,039)**	(335,039)
Dividends paid to non-controlling interests	**(393,610)**	(304,340)
Perpetual capital securities distribution paid by a subsidiary	**(319,162)**	(324,430)
Dividend paid	**(130,333)**	(111,542)
Buy-back of shares by the Company and subsidiaries	**(3,973)**	(366,315)
Proceeds from bank borrowings	**2,446,142**	1,348,853
Proceeds from changes in ownership interest in subsidiary	**488,870**	-
Restricted cash	**63,719**	88,551
Proceeds from issue of shares upon exercise of warrants	**54,319**	1,162
Purchase of shares by a subsidiary pursuant to its employee share scheme	**-**	(52,106)
Proceeds from issuance of Medium Term Notes from a subsidiary	**-**	2,400,000
Proceeds from issuance of Sukuk Murabahah from a subsidiary	**-**	1,000,000
Other financing activities	**73,487**	85,591
NET CASH (USED IN)/FROM FINANCING ACTIVITIES	**(1,614,093)**	2,551,072
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	**(849,506)**	4,162,682
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	**23,612,902**	16,391,246
EFFECTS OF CURRENCY TRANSLATION	**(419,219)**	3,180,600
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	**22,344,177**	23,734,528
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	**19,019,248**	19,430,050
Money market instruments	**3,324,929**	4,304,478
	22,344,177	23,734,528

ACQUISITION OF SUBSIDIARIES

Fair value of net assets acquired and net cash outflow on acquisition of subsidiaries by Genting Plantations Berhad ("GENP") Group, which is 52.3% owned by the Company, are analysed as follows:

	As at date of acquisition RM'000
Plantation development	(122,443)
Leasehold land use rights	(85,927)
Property, plant and equipment	(2,611)
Inventories	(1,327)
Other receivables	(3,068)
Cash and bank balances	(926)
Trade and other payables	88,625
Deferred tax liabilities	1,452
Non-controlling interests	2,545
Total purchase consideration/Identifiable net assets acquired	(123,680)
Less : Cash and bank balances acquired	926
Deferred consideration payable	16,000
Net cash outflow on acquisition of subsidiaries	**(106,754)**

This acquisition relates to the GENP Group's acquisition of 100% equity interest in Cahaya Agro Abadi Pte Ltd and Palm Capital Investment Pte Ltd as disclosed in Note 7(ii) in Part II of this interim report. The purchase price allocation of the acquisition was provisional as at 30 September 2016 and the GENP Group expects to complete the final purchase price allocation exercise within the twelve-month window period from the acquisition date.

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015)

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

(a) Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with FRS 134 "Interim Financial Reporting" and paragraph 9.22 of Bursa Malaysia Securities Berhad ("Bursa Securities") Listing Requirements. The financial information for the current quarter and nine months ended 30 September 2016 have been reviewed by the Company's auditor in accordance with the International Standards on Review Engagements ("ISRE") 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2015. 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 2015 except for the adoption of new FRSs and amendments that are mandatory for the Group for the financial year beginning 1 January 2016:

- Annual Improvements to FRSs 2012-2014 Cycle.
- Amendments to FRS 10 "Consolidated Financial Statements", FRS 12 "Disclosure of Interests in Other Entities" and FRS 128 "Investments in Associates and Joint Ventures" – Investment Entities: Applying the Consolidation Exception.
- Amendments to FRS 11 "Joint Arrangements" – Accounting for Acquisitions of Interests in Joint Operations.
- Amendments to FRS 101 "Presentation of Financial Statements" – Disclosure Initiative.
- Amendments to FRS 116 "Property, Plant and Equipment" and FRS 138 "Intangible Assets" – Clarification of Acceptable Methods of Depreciation and Amortisation.
- Amendment to FRS 127 "Separate Financial Statements" – Equity Method in Separate Financial Statements.

The adoption of these new FRSs and amendments does 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").

On 8 September 2015, MASB announced that in light of the International Accounting Standards Board's deferral of IFRS 15 "Revenue from Contracts with Customers", the effective date for the Transitioning Entities to apply the MFRS Framework will also be deferred to 1 January 2018.

The Group falls within the scope definition of Transitioning Entities and accordingly, will adopt the MFRS Framework from the financial year beginning on 1 January 2018. 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.

(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**

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the nine months ended 30 September 2016.

(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) During the nine months ended 30 September 2016, the Company issued 6,823,993 new ordinary shares of 10 sen each, for cash arising from the exercise of warrants at exercise price of RM7.96 per ordinary share.

ii) During the nine months ended 30 September 2016, the Company had purchased a total of 200,000 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM1.6 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.

Other than the above, there were no other issuance, cancellation, share buy-back, resale and repayment of debt securities or equity securities for the nine months ended 30 September 2016.

(f) **Dividend Paid**

Dividend paid during the nine months ended 30 September 2016 is as follows:

	RM'000
Final dividend paid on 28 July 2016 for the financial year ended 31 December 2015	
- 3.5 sen per ordinary share of 10 sen each	130,333

(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 or loss of financial assets, gain or loss on disposal of financial assets, gain or loss on deemed dilution of shareholdings in associates, project costs written off, reversal of previously recognised impairment losses, impairment losses, pre-opening and development expenses, assets written off, gain or loss on disposal of assets and share-based payment expenses.

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

Segment analysis for the nine months ended 30 September 2016 is set out below:

RM'million	Leisure & Hospitality					Plantation			Power *	Property	Oil & Gas	Investments & Others	Total
	Malaysia	Singapore	United Kingdom	United States of America and Bahamas	Total	Malaysia	Indonesia	Total					
Revenue													
Total revenue	4,888.4	4,977.0	1,413.1	1,023.7	12,302.2	611.3	199.5	810.8	849.1	150.9	153.5	144.4	14,410.9
Inter segment	(773.3)	(0.5)	-	-	(773.8)	-	-	-	-	(7.2)	(5.4)	(11.7)	(798.1)
External	4,115.1	4,976.5	1,413.1	1,023.7	11,528.4	611.3	199.5	810.8	849.1	143.7	148.1	132.7	13,612.8
Adjusted EBITDA	1,834.3	1,673.6	233.5	99.2	3,840.6	243.0	25.7	268.7	126.5	40.6	128.0	(371.3)	4,033.1

A reconciliation of adjusted EBITDA to profit before tax is as follows:	**RM'million**
Adjusted EBITDA	4,033.1
Net fair value loss on derivative financial instruments	(83.9)
Gain on deemed dilution of shareholding in associate	26.1
Net gain on disposal of available-for-sale financial assets	4.8
Reversal of previously recognised impairment losses	195.2
Impairment losses	(77.8)
Depreciation and amortisation	(1,398.9)
Interest income	750.2
Finance cost	(511.2)
Share of results in joint ventures and associates	(65.0)
Others **	(121.5)
Profit before taxation	**2,751.1**

* The Group had accounted for the construction and development of the 660MW coal-fired power plant in the Banten Province, West Java, Indonesia ("Banten Plant") in accordance with FRS 111 "Construction Contracts" as required under IC Interpretation 12 "Service Concession Arrangements" whereby the construction profit is recognised based on the percentage of completion method. Construction revenue and costs of approximately RM795.5 million and RM694.8 million respectively, have been disclosed under the "Power" segment in the consolidated income statement for the nine months ended 30 September 2016 thereby generating a construction profit of RM100.7 million.

** Others include pre-opening and development expenses, assets written off, gain or loss on disposal of assets and share-based payment expenses.

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

RM'million	Leisure & Hospitality					Plantation			Power	Property	Oil & Gas	Investments & Others	Total
	Malaysia	Singapore	United Kingdom	United States of America and Bahamas	Total	Malaysia	Indonesia	Total					
Segment Assets	8,445.5	18,279.9	4,822.4	7,226.7	38,774.5	1,550.5	3,265.8	4,816.3	4,153.6	2,767.0	4,908.1	5,421.1	60,840.6
Segment Liabilities	1,599.2	1,022.9	493.0	577.1	3,692.2	106.0	147.0	253.0	771.0	235.6	725.4	499.2	6,176.4

	RM'million
A reconciliation of segment assets to total assets is as follows:	
Segment assets	60,840.6
Interest bearing instruments	21,808.4
Joint ventures	1,114.8
Associates	1,791.8
Unallocated corporate assets	454.2
Assets classified as held for sale	1,739.0
Total assets	**87,748.8**
A reconciliation of segment liabilities to total liabilities is as follows:	
Segment liabilities	6,176.4
Interest bearing instruments	17,174.9
Unallocated corporate liabilities	2,139.2
Total liabilities	**25,490.5**

(h) **Property, Plant and Equipment**

During the nine months ended 30 September 2016, acquisitions and disposals of property, plant and equipment by the Group were RM2,360.6 million and RM282.8 million respectively.

(i) **Material Events Subsequent to the End of the Financial Period**

On 11 November 2016, Genting Singapore PLC (“GENS”) Group, an indirect 52.9% subsidiary of the Company, announced the following disposals (the “Disposals”) which GENS has, through:

(a) Algona Pte. Ltd., a direct wholly owned subsidiary of GENS, entered into a conditional sale and purchase agreement with Landing International Development Limited (“LIDL”) to dispose of its 100% interest in Callisto Business Limited (“Callisto”) for a consideration of approximately USD420 million (equivalent to SGD588 million), assuming completion on 31 March 2017; and

(b) Genting International Resorts Management Limited (“GIRML”), an indirect wholly owned subsidiary of GENS, entered into a conditional sale and purchase agreement with LIDL’s direct wholly owned subsidiary, Landing Singapore Limited, to dispose of GIRML’s 50% shareholding in Autumnglow Pte. Ltd. for SGD1.

Callisto’s wholly owned subsidiary, Happy Bay Pte. Ltd., owns 50% of Landing Jeju Development Co., Ltd. which is developing an integrated resort in Jeju, Korea.

Completion of the Disposals will occur simultaneously and is expected to be in first quarter of 2017, conditional upon LIDL having obtained their shareholders’ approval for the Disposals.

Other than the disclosure of the above and the completion of the disposal of shares in Note 7(i) in Part II of this interim report, there were no other material events subsequent to the end of the nine months ended 30 September 2016 that have not been reflected in this interim report.

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

On 31 May 2016, the Group completed the disposal of its 40% effective interest in PT Lestari Banten Energi, the project company that is developing a 660MW coal-fired power plant in West Java, Indonesia, to Jaderock Investment Singapore Pte Ltd, a wholly owned subsidiary of SDIC Power Holdings Co.,Ltd. The financial effects of the disposal have been included in the Condensed Consolidated Statement of Changes in Equity for the financial period ended 30 September 2016.

Other than the above and disclosure in Note 7(ii) in Part II of this interim report, there were no other material changes in the composition of the Group for the nine months ended 30 September 2016.

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

There were no material changes in contingent liabilities or contingent assets since the last financial year ended 31 December 2015.

(l) **Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 30 September 2016 are as follows:

	RM’million
Contracted	3,887.6
Not contracted	20,821.1
	24,708.7
Analysed as follows:	
- Property, plant and equipment	22,330.8
- Power concession assets (intangible assets and other non-current assets)	835.2
- Plantation development	649.4
- Investments	434.4
- Rights of use of oil and gas assets	388.0
- Leasehold land use rights	40.7
- Intangible assets	28.0
- Investment properties	2.2
	24,708.7

(m) **Significant Related Party Transactions**

Significant related party transactions which were entered into on agreed terms and prices for the current quarter and nine months ended 30 September 2016 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 2015 and the approved shareholders' mandates for recurrent related party transactions.

		Current quarter RM'000	Current financial year-to-date RM'000
Group			
i)	Provision of share registration services and secretarial services by a wholly owned subsidiary of the Company to Genting Hong Kong Limited ("GENHK") Group.	7	20
ii)	Licensing fee for the use of the name "Genting" charged by wholly owned subsidiaries of the Company to Genting Simon Sdn Bhd.	127	399
iii)	Licensing fee for the use of a software charged by a wholly owned subsidiary of the Company to FreeStyle Gaming Limited, an indirect wholly owned subsidiary of Resorts World Inc Pte Ltd ("RWI").	16	43
iv)	Provision of services in connection with the clinical study by TauRx Pharmaceuticals Ltd Group, an associate of the Group, to a subsidiary of the Company.	7,802	15,499
v)	Interest income earned by indirect subsidiaries from their associates.	11,077	29,945
vi)	Provision of management services by Genting Awanpura Sdn Bhd, a wholly owned subsidiary of GENP, to Genting Simon Sdn Bhd.	120	377
vii)	Acquisitions of Cahaya Agro Abadi Pte Ltd and Palm Capital Investment Pte Ltd from Green Palm Capital Corp by an indirect subsidiary of GENP.	123,680	123,680
viii)	Licensing fee for the use of "Resorts World" and "Genting" intellectual property in the United States of America and the Bahamas charged by RWI Group to Genting Malaysia Berhad ("GENM") Group, which is 49.3% owned by the Company.	18,090	56,247
ix)	Rental charges by Genting Development Sdn Bhd to GENM Group.	331	991
x)	Provision of management and consultancy services on theme park and resort development operations by International Resort Management Services Pte Ltd ("IRMS") to GENM.	2,502	7,506
xi)	Rental charges for premises by GENM Group to Warisan Timah Holdings Sdn Bhd.	630	1,729
xii)	Provision of water supply services by an entity connected with a shareholder of BB Entertainment Ltd ("BBEL") to GENM Group.	671	1,803
xiii)	Provision of maintenance services by entities connected with a shareholder of BBEL to GENM Group.	3,093	6,767
xiv)	Rental charges for office space by GENM Group to GENHK Group.	719	2,101

(m) **Significant Related Party Transactions (Cont'd)**

		Current quarter RM'000	Current financial year-to-date RM'000
Group			
xv)	Provision of construction service by an entity connected with a shareholder of BBEL to GENM Group.	315	2,790
xvi)	Purchase of rooms by GENM Group from an entity connected with a shareholder of BBEL.	-	2,256
xvii)	Licensing fee for the use of Internet Gaming System platform in the United Kingdom charged by RWI Group to GENM Group.	276	842
xviii)	Licensing fee for the use of "Genting" intellectual property in United Kingdom charged by RWI Group to GENM Group.	-	6,003
xix)	Provision of aviation related services by GENM Group to GENHK Group.	334	1,092
xx)	Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by GENM Group to GENHK Group.	782	1,393
xxi)	Air ticketing services and provision of reservation and booking services rendered by GENHK Group to GENS Group.	2,140	6,201
xxii)	Sale of goods and services by GENS Group to GENHK Group.	2,122	2,122
xxiii)	Provision of goods and services by DCP (Sentosa) Pte Ltd to GENS Group.	13,906	49,801
xxiv)	Leasing of office space and related expenses by IRMS from GENS Group.	189	795
Company			
i)	Licensing fees from the subsidiaries to the Company for the use of name and accompanying logo of "Genting", "Resorts World" and "Awana" owned by the Company.	50,123	143,963
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.	105,212	300,030
iii)	Finance cost charged by subsidiaries to the Company on the interest bearing portion of the amount due to subsidiaries.	45,715	136,047
iv)	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.	1,003	3,016

(m) **Significant Related Party Transactions (Cont'd)**

		Current quarter RM'000	Current financial year-to-date RM'000
Company			
v)	Rental charges for office space and related services by a subsidiary of GENM.	680	2,035
vi)	Provision of management and/or support services by subsidiaries to the Company.	633	1,791
vii)	Provision of management and/or support services by the Company to its subsidiaries, associates and joint ventures.	4,249	12,879

(n) **Fair Value of Financial Instruments**

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

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

As at 30 September 2016, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

RM'million	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets				
Financial assets at fair value through profit or loss	8.3	-	-	8.3
Available-for-sale financial assets	845.6	1,342.7	1,386.1	3,574.4
Derivative financial instruments	-	126.7	-	126.7
Assets classified as held for sale	1,643.6	-	-	1,643.6
	2,497.5	**1,469.4**	**1,386.1**	**5,353.0**
Financial liability				
Derivative financial instruments	**-**	**420.9**	**-**	**420.9**

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2015.

The following table presents the changes in financial instruments classified within Level 3:

Available-for-sale financial assets	**RM'million**
As at 1 January 2016	1,589.6
Foreign exchange differences	(63.3)
Additions	106.3
Fair value changes – recognised in other comprehensive income	(144.7)
Investment income and interest income	13.2
Disposal	(14.3)
Transfer to investment in associates	(98.8)
Reclassification	(1.9)
As at 30 September 2016	**1,386.1**

There have been no transfers between the levels of the fair value hierarchy during the nine months ended 30 September 2016.

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

1. Performance Analysis

The comparison of the results are tabulated below:

	Current Quarter 2016 RM'million	Current Quarter 2015 RM'million	% +/-	Preceding Quarter 2Q 2016 RM'million	% +/-	Nine Months Ended 30 Sept 2016 RM'million	Nine Months Ended 30 Sept 2015 RM'million	% +/-
Revenue								
Leisure & Hospitality								
- Malaysia	1,460.5	1,409.6	+4	1,349.3	+8	4,115.1	4,095.5	-
- Singapore	1,739.3	1,845.7	-6	1,415.5	+23	4,976.5	5,124.4	-3
- UK	380.0	268.7	+41	504.2	-25	1,413.1	919.8	+54
- US and Bahamas	321.7	312.6	+3	351.6	-9	1,023.7	937.3	+9
	3,901.5	3,836.6	+2	3,620.6	+8	11,528.4	11,077.0	+4
Plantation								
- Malaysia	260.9	217.0	+20	202.1	+29	611.3	605.8	+1
- Indonesia	83.3	48.8	+71	60.5	+38	199.5	150.5	+33
	344.2	265.8	+29	262.6	+31	810.8	756.3	+7
Power	290.7	385.3	-25	201.8	+44	849.1	779.2	+9
Property	47.1	55.5	-15	45.5	+4	143.7	190.9	-25
Oil & Gas	55.0	61.1	-10	51.4	+7	148.1	204.5	-28
Investments & Others	45.2	41.1	+10	43.5	+4	132.7	173.0	-23
	4,683.7	4,645.4	+1	4,225.4	+11	13,612.8	13,180.9	+3
Profit before tax								
Leisure & Hospitality								
- Malaysia	641.2	659.6	-3	611.8	+5	1,834.3	1,819.4	+1
- Singapore	713.0	615.6	+16	370.0	+93	1,673.6	2,043.3	-18
- UK	42.0	(86.7)	>100	92.8	-55	233.5	(148.4)	>100
- US and Bahamas	24.2	4.4	>100	51.8	-53	99.2	89.5	+11
	1,420.4	1,192.9	+19	1,126.4	+26	3,840.6	3,803.8	+1
Plantation								
- Malaysia	125.5	78.5	+60	68.4	+83	243.0	225.6	+8
- Indonesia	21.6	(9.3)	>100	(0.5)	>100	25.7	4.5	>100
	147.1	69.2	>100	67.9	>100	268.7	230.1	+17
Power	96.3	15.2	>100	16.2	>100	126.5	27.2	>100
Property	15.5	17.0	-9	11.7	+32	40.6	60.3	-33
Oil & Gas	46.1	46.5	-1	41.2	+12	128.0	149.3	-14
Investments & Others	(10.7)	604.1	>-100	(48.3)	+78	(371.3)	731.9	>-100
Adjusted EBITDA	1,714.7	1,944.9	-12	1,215.1	+41	4,033.1	5,002.6	-19
Net fair value loss on derivative financial instruments	(15.4)	(132.9)	+88	(38.9)	+60	(83.9)	(701.1)	+88
Net gain/(loss) on disposal of available-for-sale financial assets	5.0	(23.3)	>100	(0.2)	>100	4.8	215.9	-98
Gain on deemed dilution of shareholding in associate	-	40.8	-100	3.7	-100	26.1	104.0	-75
Reversal of previously recognised impairment losses	195.2	186.4	+5	-	NM	195.2	227.0	-14
Impairment losses	(16.1)	(257.4)	+94	-	NM	(77.8)	(422.4)	+82
Depreciation and amortisation	(459.9)	(464.6)	+1	(456.0)	-1	(1,398.9)	(1,396.1)	-
Interest income	269.6	142.2	+90	254.6	+6	750.2	391.7	+92
Finance cost	(164.1)	(149.8)	-10	(174.0)	+6	(511.2)	(397.5)	-29
Share of results in joint ventures and associates	(40.8)	(3.2)	>-100	(10.4)	>-100	(65.0)	12.5	>-100
Others	(36.2)	(205.1)	+82	(37.5)	+3	(121.5)	(317.3)	+62
	1,452.0	1,078.0	+35	756.4	+92	2,751.1	2,719.3	+1

NM = Not meaningful

Quarter ended 30 September 2016 compared with quarter ended 30 September 2015

The Group recorded total revenue of RM4,683.7 million for the current quarter, which was marginally higher than the previous year's corresponding quarter's revenue of RM4,645.4 million.

Resorts World Sentosa ("RWS") recorded a decline in revenue in the current quarter from both the gaming and non-gaming attractions. However, adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") improved compared with the previous year's corresponding quarter arising from cost efficiency initiatives implemented during the preceding quarter as well as lower impairment of trade receivables in the current quarter.

Higher revenue from Resorts World Genting ("RWG") in Malaysia was contributed mainly by higher hold percentage from the mid to premium segment of the business even though business volumes were lower. Adjusted EBITDA was however lower due mainly to higher operating expenses for the mid to premium segment of the business.

Higher revenue from the casino business in United Kingdom ("UK") was contributed mainly by better hold percentage from its premium players business ("High End Markets"), partially offset by a weaker Sterling Pound during the current quarter. Consequently, the higher revenue and higher debt recovery recorded during the current quarter contributed to an adjusted EBITDA compared with an adjusted loss before interest, tax, depreciation and amortisation ("LBITDA") in the previous year's corresponding quarter.

Revenue from the leisure and hospitality business in United States of America ("US") and Bahamas increased due mainly to an increase in the volume of business from the operations of Resorts World Casino New York City ("RWNYC operations") and Resorts World Bimini in Bahamas offset by the cessation of the Bimini SuperFast cruise ferry operations ("Bimini operations") in January 2016. Consequently, adjusted EBITDA increased due to higher revenue and lower operating expenses from its Bimini operations.

Revenue and adjusted EBITDA from Plantation-Malaysia and Plantation-Indonesia increased in the current quarter due mainly to stronger palm product selling prices despite lower FFB production.

Lower revenue from the Power Division was due mainly to lower construction revenue recognised as the percentage of completion of the 660MW coal-fired Banten Plant in Indonesia was lower in the current quarter compared with the previous year's corresponding quarter. However, the adjusted EBITDA was higher due mainly to lower costs of construction incurred.

Lower revenue and adjusted EBITDA from the Oil & Gas Division were due mainly to lower average oil prices in the current quarter.

The Group's share of results in joint ventures and associates for the current quarter was a share of net loss due mainly to the net loss suffered by the Meizhou Wan Power Plant as a result of impairment losses.

Profit before tax for the current quarter at RM1,452.0 million was an increase of 35% compared with previous year's corresponding quarter's profit of RM1,078.0 million. The increase was due mainly to lower net fair value loss on derivative financial instruments and lower impairment losses in the current quarter. The previous year's corresponding quarter had also included deferred expenses written off in respect of Bimini operations of RM137.1 million.

Nine months ended 30 September 2016 compared with nine months ended 30 September 2015

Group revenue for the current nine months was RM13,612.8 million, an increase of 3% compared with the previous year's nine months revenue of RM13,180.9 million.

Revenue from RWS declined in the current nine months, due mainly to its gaming operations whilst revenue from non-gaming attractions was comparable with that of the previous year's nine months. Consequently, RWS's adjusted EBITDA decreased due to the lower revenue and the inclusion of a one-off property tax refund of SGD102.7 million in the previous year's nine months adjusted EBITDA.

Revenue and adjusted EBITDA from RWG were comparable with that of the previous year's nine months.

The increase in revenue from the casino business in UK was due mainly to better hold percentage from the High End Markets and higher volume of business of its non-premium players business. The significantly higher revenue and debt recovery in the current nine months as compared with a high level of bad debts in the previous year's nine months contributed to an adjusted EBITDA compared with an adjusted LBITDA in the previous year's nine months.

Higher revenue from the leisure and hospitality business in the US and Bahamas was due mainly to higher volume of business from RWNYC operations. Consequently, adjusted EBITDA increased due to higher revenue and lower operating expenses following the cessation of Bimini SuperFast. However, these were partially offset by higher payroll costs for RWNYC operations and higher operating expenses relating to premium players business for Bimini operations.

Revenue and adjusted EBITDA from the Plantation Division increased during the current nine months due mainly to stronger palm product selling prices despite lower FFB production.

Higher revenue and adjusted EBITDA from the Power Division were due mainly to higher construction revenue recognised from the higher percentage of completion of the Banten Plant as well as lower construction costs incurred.

Lower revenue and adjusted EBITDA from the Property Division were due mainly to a substantially lower land sales concluded this year.

Lower revenue and adjusted EBITDA from the Oil & Gas Division were due mainly to lower average oil prices.

The LBITDA recorded by the "Investments & Others" segment in the current nine months was due mainly to net foreign exchange losses on net foreign currency denominated financial assets compared with net foreign exchange gains in the previous year's nine months.

The Group's share of results in joint ventures and associates for the current nine months was a share of net loss due mainly to the net loss suffered by the Meizhou Wan Power Plant as a result of impairment losses.

Profit before tax for the current nine months was RM2,751.1 million, comparable with RM2,719.3 million in the previous year's nine months.

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

The Group's profit before tax for the current quarter was RM1,452.0 million, an increase of 92% compared with RM756.4 million in the preceding quarter. The increase was mainly attributable to the higher adjusted EBITDA of the Group and a reversal of RM195.2 million in respect of previously recognised impairment losses mainly in respect of the UK casino licences in the current quarter.

Revenue from RWS for the current quarter improved significantly due to the favourable performance of its attractions and hotel business as well as improved VIP rolling win percentage. The higher revenue, improvement in operating margins arising from cost efficiency initiatives implemented from the preceding quarter and lower impairment of trade receivables contributed to a higher adjusted EBITDA in the current quarter.

RWG recorded higher adjusted EBITDA in the current quarter attributed to an improved hold percentage for the mid to premium segment of business offset by higher operating expenses for this segment.

The casino business in the UK recorded lower adjusted EBITDA due mainly to lower revenue and the impact of a weaker Sterling Pound in the current quarter.

Lower adjusted EBITDA from the leisure and hospitality business in US and Bahamas was due mainly to lower revenue and higher operating loss from Bimini operations in the current quarter.

The Plantation Division recorded higher adjusted EBITDA due to stronger palm product selling prices and seasonally higher FFB production compared with the preceding quarter.

Lower construction costs of the Banten Plant contributed to the higher adjusted EBITDA of the Power Division.

* *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.*

Listed subsidiaries	*Announcement date*
Genting Singapore PLC	*3 November 2016*
Genting Plantations Berhad	*23 November 2016*
Genting Malaysia Berhad	*24 November 2016*

3. **Prospects**

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

(a) In Malaysia, the GENM Group continues to place emphasis on enhancing its yielding capabilities, operational efficiencies and database marketing efforts whilst improving service delivery at RWG. Meanwhile, various attractions and facilities under the Genting Integrated Tourism Plan ("GITP") are geared towards a progressive opening before the year end. To this end, the GENM Group will continue to ramp up its pre-opening activities in the coming months. Upon completion, these exciting additions under the GITP are expected to elevate RWG's position as the destination resort of choice in the region;

(b) With the on-going uncertainty in the gaming industry in Asia, RWS remains cautious of the VIP business. Since early 2016, RWS has scaled down this business segment and the provision for bad debts related to this segment has consequently reduced. RWS will continue to see improved margins in this segment over the next few quarters. Together with a measured approach in the premium mass market, RWS is confident of a sustainable earnings growth into the next year.

As Asia's middle class continues to grow and prosper, RWS's world-class attractions have been a foundation for it to market to the region. Its uniquely Singapore style Integrated Resort concept has served it well to position its resort branding. RWS continues to execute its transformational initiatives to anchor itself as Asia's premium lifestyle destination. This includes property enhancement projects which have already begun with the Maritime Experiential Museum ("MEM") upgrade at the existing property. The MEM, which is currently Asia's only maritime silk-road themed museum, is scheduled to unveil its fully refurbished facility with renewed content by end 2017. It will become a world class edutainment spot in Singapore complementing RWS's existing cluster of iconic themed attractions. GENS believes its commitment to RWS's continuous development and transformation in keeping with latest market trends and competition will drive Singapore's tourism to the next level of sustainable growth;

(c) In the UK, the GENM Group remains cautious on the volatility implicit in the premium players business. The non-premium players business continued to perform well and the GENM Group will further grow its market share in this segment as well as improve its business efficiency. Additionally, there will be continuous efforts to stabilise the operations and grow business volumes at both Resorts World Birmingham and the online operation;

(d) In the US, RWNYC continues to achieve steady business growth and has maintained its position as the leading gaming operator in the Northeast US amid growing regional competition. The GENM Group will continue to introduce measures and enhance its direct marketing efforts to encourage higher level of visitation and frequency of play to the property.

In the Bahamas, the GENM Group remains steadfast in its commitment to grow business volumes at Bimini following the full opening of the Hilton hotel in June 2016. The GENM Group will focus on implementing targeted marketing initiatives to drive increased visitation to the resort;

(e) For the remaining months of 2016, the GENP Group's Plantation segment performance will be primarily influenced by the direction of palm oil prices along with the prospective supply trend as crop production emerges from the adverse lagged weather effects.

Palm oil prices, which have been bolstered by the depletion in the national inventory level amid a downturn in production, have largely remained firm in the fourth quarter of 2016 thus far as output comes off its seasonal peak. Therefore, barring any unforeseen circumstances, the GENP Group's average achieved palm product selling prices for the full year will likely be higher year-on-year.

On the production front, the GENP Group's overall output for 2016 is unlikely to match the level attained in the previous year in view of production being weighed down by the lagged weather effects despite increased harvesting areas and a more favourable age profile in Indonesia;

(f) Consistent with seasonal weather patterns, the Jangi Wind Farm is expected to experience lower wind speeds due to the low wind season which started in September. The contribution from Jangi Wind Farm is expected to be marginal for the remaining period of this year. The profit contribution from the Banten Power Plant will continue to be steady as the plant approaches the end of its construction phase, with expected commercial operation date in the first quarter of 2017; and

(g) The daily oil production of Genting CDX Singapore Pte Ltd from the Chengdaoxi Block in China is expected to increase in the fourth quarter compared with the previous quarter, arising from 7 new wells that are coming online. The Kasuri Block will incur moderate capital expenditure relating to studies undertaken for the development phase.

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 nine months ended 30 September 2016 are set out below:

	Current quarter RM'000	**Current financial year-to-date RM'000**
Current taxation		
Malaysian income tax charge	42,589	310,791
Foreign income tax charge	84,511	273,062
	127,100	583,853
Deferred tax charge	157,585	95,738
	284,685	679,591
Prior period taxation		
Income tax over provided	(33,419)	(47,442)
	251,266	632,149

The effective tax rate of the Group for the current quarter and nine months ended 30 September 2016 was lower than the Malaysian statutory income tax rate due mainly to tax incentives and income not subject to tax, partially offset by expenses not deductible for tax purposes.

6. **Profit Before Taxation**

Profit before taxation 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	164,089	511,231
Depreciation and amortisation	459,865	1,398,890
Impairment losses and write off of receivables	155,072	616,456
Impairment losses	16,082	77,762
Net loss on disposal of property, plant and equipment	216	6,410
(Gain)/Loss on disposal of unquoted available-for-sale financial assets	(4,923)	2,518
Inventories written off	130	369
Net fair value loss on derivative financial instruments	15,455	83,913
Net foreign exchange (gain)/loss	(44,191)	222,954
Credits:		
Interest income	269,595	750,217
Investment income	12,983	43,177
Reversal of previously recognised impairment losses	195,225	195,225
Gain on disposal of quoted available-for-sale financial assets	98	7,353
Gain on deemed dilution of shareholding in associate	-	26,068

7. **Status of Corporate Proposals Announced**

(i) **Proposed disposal of GENHK shares**

i) On 27 September 2016, the Company received an offer from Golden Hope Limited ("GHL") to acquire the entire 20,096,000 ordinary shares of USD0.10 each in GENHK ("GENHK Shares") held by Genting Overseas Holdings Limited ("GOHL"), a direct wholly owned subsidiary of the Company, at a price of USD0.29 per GENHK Share.

On 30 September 2016, GOHL entered into a sale and purchase agreement to dispose its entire 20,096,000 GENHK Shares to GHL at a price of USD0.29 per GENHK Share for a total cash consideration of USD5,827,840 (approximately RM24.0 million) ("Proposed Disposal"). The Proposed Disposal was completed on 21 October 2016.

ii) On 6 April 2016, GENM announced its proposal to seek the approval from its non-interested shareholders to renew the mandate for Resorts World Limited ("RWL"), an indirect wholly owned subsidiary of GENM, to dispose of the entire 1,431,059,180 ordinary shares of USD0.10 each in GENHK ("Disposal Mandate"). On 1 June 2016, the Disposal Mandate was approved by the non-interested shareholders of GENM and is valid for a period of 1 year from approval date.

On 30 September 2016, RWL entered into a share sale agreement with GHL, to dispose of the entire GENHK shares at a price of USD0.29 per share for a total cash consideration of USD415 million (or the equivalent of approximately RM1,710 million). The disposal was completed on 21 October 2016.

(ii) **Proposed acquisition of 100% equity interest in Cahaya Agro Abadi Pte Ltd ("CAA") and Palm Capital Investment Pte Ltd ("PCI") from Green Palm Capital Corp ("GPCC") ("Proposed Acquisitions")**

On 27 June 2016, GENP announced that PalmIndo Holdings Pte Ltd ("PalmIndo"), a 73.685% indirect subsidiary of GENP, had on 27 June 2016 entered into the following agreements with GPCC, a related party:

i) a conditional sale and purchase agreement for the purpose of acquiring 1 ordinary share of SGD1.00 in CAA representing 100% equity interest in CAA from GPCC for a cash consideration of USD34,550,000. CAA holds, through its 95.0% owned subsidiary in Indonesia, PT Agro Abadi Cemerlang ("PT AAC"), the rights to develop approximately 8,095 hectares of land in Kapubaten Sanggau, Provinsi Kalimantan Barat, Republic of Indonesia, into an oil palm plantation;

ii) a conditional sale and purchase agreement for the purpose of acquiring 1 ordinary share of SGD1.00 in PCI representing 100% equity interest in PCI from GPCC for a cash consideration of USD7,600,000. PCI holds, through its 95.0% owned subsidiary in Indonesia, PT Palma Agro Lestari Jaya ("PT PALJ"), the rights to develop approximately 13,900 hectares of land in Kabupaten Sintang, Provinsi Kalimantan Barat, Republic of Indonesia, into an oil palm plantation.

Pursuant to the terms of the sale and purchase agreements, the CAA Due Diligence Exercise and PCI Due Diligence Exercise to verify the value of the planted and unplanted areas of PT AAC's Land and PT PALJ's Land for development into an oil palm plantation under their respective Izin Lokasi have been completed and the aggregate of the CAA Purchase Price and PCI Purchase Price is determined to be USD48,040,474 which was satisfied via a cash outlay of USD26,174,484 and assumption by PalmIndo of outstanding liabilities on Completion Date of USD21,865,990.

Accordingly, the Proposed Acquisitions were completed on 15 September 2016. Following the completion of the Proposed Acquisitions, CAA and PCI have become effective 73.685% owned subsidiaries of GENP and hence, PT AAC and PT PALJ, which are 95% owned subsidiaries of CAA and PCI respectively, have become effective 70.0% owned subsidiaries of GENP.

Other than the above, there were no other corporate proposals announced but not completed as at 17 November 2016.

8. **Group Borrowings and Debt Securities**

The details of the Group's borrowings and debt securities as at 30 September 2016 are as set out below:

	Secured/ Unsecured	**Foreign Currency 'million**		**RM Equivalent 'million**
Short term borrowings	Secured	USD	64.7	266.6
	Secured	SGD	182.1	551.8
	Unsecured	GBP	63.0	337.5
	Unsecured	USD	118.2	486.6
Long term borrowings	Secured	USD	1,125.4	4,634.9
	Secured	SGD	1,037.5	3,143.1
	Secured			56.5
	Unsecured	GBP	119.7	641.2
	Unsecured			6,990.4

9. **Outstanding Derivatives**

As at 30 September 2016, 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	299.8	
- Less than 1 year		1.0
- 1 year to 3 years		9.4
- More than 3 years		96.7
SGD	181.8	
- Less than 1 year		(7.0)
- 1 year to 3 years		(14.5)
- More than 3 years		(33.4)
<u>Interest Rate Swaps</u>		
USD	2,827.7	
- Less than 1 year		(57.8)
- 1 year to 3 years		(111.5)
- More than 3 years		(190.2)
GBP	353.5	
- Less than 1 year		(4.3)
- 1 year to 3 years		(1.2)
<u>Forward Foreign Currency Exchange</u>		
SGD	14.9	
- Less than 1 year		1.4
USD	61.8	
- Less than 1 year		1.1
<u>Foreign Currency Exchange Option</u>		
USD	103.0	
- Less than 1 year		1.1
<u>Commodity Collar</u>		
USD	N/A	
- Less than 1 year		15.0

During the nine months ended 30 September 2016, GENM Group has entered into foreign currency exchange forward contracts and foreign currency exchange option contracts to hedge against the exposure of its foreign exchange risk.

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 2015:

(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 quarter and nine months ended 30 September 2016 are as follows:

Type of financial liabilities	Current quarter fair value gain RM'million	Current financial year-to-date fair value loss RM'million	Basis of fair value measurement	Reasons for the loss
Interest Rate Swaps	1.7	(6.0)	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 unfavourably for the Group.

11. **Changes in Material Litigation**

There were no pending material litigations since the last financial year ended 31 December 2015 and up to 17 November 2016.

12. **Dividend Proposed or Declared**

No dividend has been proposed or declared for the current quarter and nine months ended 30 September 2016.

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

(a) The earnings used as the numerator in calculating basic and diluted EPS for the current quarter and nine months ended 30 September 2016 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)	577,210	1,002,776
Net impact on earnings on potential exercise of Performance Share Scheme awarded to executives of the Company's subsidiary and warrants issued to shareholders of the Company's subsidiary	(512)	(513)
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS)	576,698	1,002,263

(b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted EPS for the current quarter and nine months ended 30 September 2016 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)	3,723,762	3,719,449
Adjustment for potential conversion of warrants	21,803	31,042
Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS)	3,745,565	3,750,491

14. **Realised and Unrealised Profits/Losses**

The breakdown of the retained profits of the Group as at 30 September 2016, 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):		
- Realised	35,705.7	33,826.6
- Unrealised	(1,714.0)	(1,355.7)
	33,991.7	32,470.9
Total share of retained profits/(accumulated losses) from associates:		
- Realised	362.2	393.9
- Unrealised	(16.8)	(21.6)
Total share of retained profits from joint ventures:		
- Realised	194.9	228.7
- Unrealised	19.8	-
	34,551.8	33,071.9
Less: Consolidation adjustments	(10,354.3)	(10,062.8)
Total Group retained profits	24,197.5	23,009.1

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. **Exemption for Kien Huat Realty Sdn Berhad ("KHR") and persons acting in concert with it ("PACs") from the obligation to undertake a mandatory take-over**

On 6 November 2013, KHR and PACs obtained approval from the Securities Commission Malaysia to exempt KHR and the PACs from the obligation to undertake a mandatory take-over offer on the remaining voting shares in the Company not already held by them upon the exercise of the warrants by KHR and/or the PACs ("Exemption"). The Exemption is effective until:

(i) the full exercise of the 424,632,772 warrants subscribed by KHR and the PACs; or

(ii) the expiry of the warrants on 18 December 2018; or

(iii) the Exemption is no longer relevant when the collective shareholding of KHR and the PACs is more than 50% of the voting shares or voting rights of the Company.

whichever occurs first.

As at 17 November 2016, KHR and the PACs collectively hold 1,698,531,090 voting shares and 424,632,772 warrants in the Company representing approximately 45.61% and 57.88% of the total outstanding voting shares and warrants in the Company, and have not acquired any voting shares, voting rights or warrants since the Exemption came into effect on 6 November 2013, other than the 424,632,772 warrants subscribed by them under the non-renounceable restricted issue of new warrants in December 2013.

Assuming only KHR and the PACs exercise their warrants in full (but not other warrant holders), then the total voting shares held by KHR and the PACs will increase to 2,123,163,862 representing approximately 51.18% in the Company, and a mandatory take-over offer obligation for the remaining voting shares in the Company will not arise from the exercise of the warrants provided that the Exemption remains in effect.

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 2015 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 24 November 2016.