



THIRD QUARTERLY REPORT

Quarterly report on consolidated results for the third quarter ended 30 September 2022. The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2022 RM'000	Preceding Year Corresponding Quarter 30/09/2021 RM'000	Current Year- To-Date 30/09/2022 RM'000	Preceding Year Corresponding Period 30/09/2021 RM'000
Revenue	6,121,556	3,502,146	16,021,862	8,691,905
Cost of sales	(4,213,014)	(2,652,937)	(11,146,018)	(6,710,416)
Gross profit	1,908,542	849,209	4,875,844	1,981,489
Other income	199,131	119,598	472,951	337,728
Impairment losses	(76,665)	(29,864)	(220,437)	(373,786)
Other expenses	(867,112)	(758,918)	(2,466,246)	(2,233,842)
Other gains/(losses)	8,471	4,396	(54,175)	39,439
Finance cost	(469,940)	(379,592)	(1,361,113)	(862,077)
Share of results in joint ventures and associates	32,045	(83,131)	(101,529)	(161,199)
Profit/(loss) before taxation	734,472	(278,302)	1,145,295	(1,272,248)
Taxation	(375,596)	(48,195)	(849,566)	(187,614)
Profit/(loss) for the period	358,876	(326,497)	295,729	(1,459,862)
Profit/(loss) attributable to:				
Equity holders of the Company	128,024	(344,553)	(131,191)	(1,239,841)
Non-controlling interests	230,852	18,056	426,920	(220,021)
	358,876	(326,497)	295,729	(1,459,862)
Earnings/(loss) per share (sen) for profit/(loss) attributable to equity holders of the Company:				
- Basic	3.32	(8.95)	(3.41)	(32.20)
- Diluted	3.32	(8.96)	(3.41)	(32.22)

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)

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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2022 RM'000	Preceding Year Corresponding Quarter 30/09/2021 RM'000	Current Year- To-Date 30/09/2022 RM'000	Preceding Year Corresponding Period 30/09/2021 RM'000
Profit/(loss) for the period	358,876	(326,497)	295,729	(1,459,862)
Other comprehensive income/(loss)				
Items that will not be reclassified subsequently to profit or loss:				
Actuarial loss on retirement benefit liability	-	-	-	(51)
Changes in the fair value of equity investments at fair value through other comprehensive income	<u>(157,159)</u>	<u>(62,061)</u>	<u>(398,907)</u>	<u>23,685</u>
	<u>(157,159)</u>	<u>(62,061)</u>	<u>(398,907)</u>	<u>23,634</u>
Items that will be reclassified subsequently to profit or loss:				
Cash flow hedges				
- Fair value gain/(loss)	23,672	(41,352)	15,037	(68,045)
- Reclassifications	10,039	17,556	16,676	22,540
Share of other comprehensive (loss)/income of joint ventures and associates	(138)	10,156	(231)	21,510
Net foreign currency exchange differences	<u>1,167,916</u>	<u>(84,495)</u>	<u>2,433,780</u>	<u>1,097,795</u>
	<u>1,201,489</u>	<u>(98,135)</u>	<u>2,465,262</u>	<u>1,073,800</u>
Other comprehensive income/(loss) for the period, net of tax	<u>1,044,330</u>	<u>(160,196)</u>	<u>2,066,355</u>	<u>1,097,434</u>
Total comprehensive income/(loss) for the period	<u>1,403,206</u>	<u>(486,693)</u>	<u>2,362,084</u>	<u>(362,428)</u>
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	833,205	(460,871)	1,256,944	(487,810)
Non-controlling interests	570,001	(25,822)	1,105,140	125,382
	<u>1,403,206</u>	<u>(486,693)</u>	<u>2,362,084</u>	<u>(362,428)</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022

	As At 30 Sept 2022 RM'000	Audited As At 31 Dec 2021 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	51,053,594	49,403,800
Land held for property development	514,843	485,353
Investment properties	1,982,743	1,639,250
Intangible assets	5,242,678	5,028,540
Rights of use of oil and gas assets	3,386,845	3,066,135
Rights of use of lease assets	6,754,262	6,626,073
Joint ventures	1,668,963	1,318,271
Associates	2,723,359	2,577,952
Financial assets at fair value through other comprehensive income	536,602	989,019
Financial assets at fair value through profit or loss	245,090	462,967
Derivative financial instruments	2,262	-
Other non-current assets	4,183,099	3,853,868
Deferred tax assets	125,408	116,700
	<u>78,419,748</u>	<u>75,567,928</u>
CURRENT ASSETS		
Property development costs	6,498	11,480
Inventories	816,201	643,959
Produce growing on bearer plants	11,416	12,472
Trade and other receivables	2,815,019	2,746,075
Amounts due from joint ventures and associates	57,362	51,126
Financial assets at fair value through other comprehensive income	201,000	162,329
Financial assets at fair value through profit or loss	60,113	98,153
Derivative financial instruments	14,326	7,536
Restricted cash	617,220	565,166
Cash and cash equivalents	22,386,458	22,581,891
	<u>26,985,613</u>	<u>26,880,187</u>
Assets classified as held for sale	2,226	-
TOTAL ASSETS	<u>105,407,587</u>	<u>102,448,115</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	3,056,175	3,056,175
Treasury shares	(221,206)	(221,206)
Reserves	29,530,869	28,959,079
	<u>32,365,838</u>	<u>31,794,048</u>
Non-controlling interests	21,275,094	21,364,551
TOTAL EQUITY	<u>53,640,932</u>	<u>53,158,599</u>
NON-CURRENT LIABILITIES		
Long term borrowings	39,057,247	37,114,476
Lease liabilities	683,314	723,250
Deferred tax liabilities	2,230,051	2,007,280
Derivative financial instruments	-	1,154
Other non-current liabilities	895,734	858,683
	<u>42,866,346</u>	<u>40,704,843</u>
CURRENT LIABILITIES		
Trade and other payables	5,615,302	5,212,842
Amounts due to joint ventures and associates	160,977	110,236
Short term borrowings	2,215,084	2,767,884
Lease liabilities	101,363	132,895
Derivative financial instruments	3,535	21,183
Taxation	534,508	339,633
Dividend payable	269,540	-
	<u>8,900,309</u>	<u>8,584,673</u>
TOTAL LIABILITIES	<u>51,766,655</u>	<u>49,289,516</u>
TOTAL EQUITY AND LIABILITIES	<u>105,407,587</u>	<u>102,448,115</u>
NET ASSETS PER SHARE (RM)	8.41	8.26

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	← Attributable to equity holders of the Company →							Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Fair Value Reserve RM'000	Cash Flow Hedge Reserve RM'000	Foreign Exchange & Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total RM'000		
At 1 January 2022	3,056,175	(667,887)	9,338	(1,040,574)	30,658,202	(221,206)	31,794,048	21,364,551	53,158,599
(Loss)/profit for the period	-	-	-	-	(131,191)	-	(131,191)	426,920	295,729
Other comprehensive (loss)/income	-	(390,099)	15,626	1,762,655	(47)	-	1,388,135	678,220	2,066,355
Total comprehensive (loss)/income for the period	-	(390,099)	15,626	1,762,655	(131,238)	-	1,256,944	1,105,140	2,362,084
Effects arising from changes in composition of the Group	-	(48,795)	-	-	56,817	-	8,022	(251,218)	(243,196)
Performance-based Employee Share Scheme by subsidiaries	-	-	-	-	(73)	-	(73)	73	-
Effects of share-based payment	-	-	-	-	-	-	-	2,275	2,275
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(945,727)	(945,727)
Appropriation:									
Interim single-tier dividend for financial year ended 31 December 2021	-	-	-	-	(423,563)	-	(423,563)	-	(423,563)
Interim single-tier dividend for financial year ending 31 December 2022	-	-	-	-	(269,540)	-	(269,540)	-	(269,540)
Balance at 30 September 2022	3,056,175	(1,106,781)	24,964	722,081	29,890,605	(221,206)	32,365,838	21,275,094	53,640,932

(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 2021)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

	← Attributable to equity holders of the Company →								Total Equity RM'000
	Share Capital RM'000	Fair Value Reserve RM'000	Cash Flow Hedge Reserve RM'000	Foreign Exchange & Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total RM'000	Non- controlling Interests RM'000	
At 1 January 2021	3,056,175	(307,720)	17,242	(1,841,817)	32,262,678	(221,206)	32,965,352	21,561,079	54,526,431
Loss for the period	-	-	-	-	(1,239,841)	-	(1,239,841)	(220,021)	(1,459,862)
Other comprehensive (loss)/income	-	(25,802)	(29,632)	804,772	2,693	-	752,031	345,403	1,097,434
Total comprehensive (loss)/income for the period	-	(25,802)	(29,632)	804,772	(1,237,148)	-	(487,810)	125,382	(362,428)
Transfer of gain on disposal of equity investments at fair value through other comprehensive income to retained earnings	-	(78,092)	-	-	78,092	-	-	-	-
Effects arising from changes in composition of the Group	-	-	-	-	1,387	-	1,387	(2,073)	(686)
Performance-based Employee Share Scheme by subsidiaries	-	-	-	-	1,353	-	1,353	(1,353)	-
Effects of share-based payment	-	-	-	-	-	-	-	(8,815)	(8,815)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(535,997)	(535,997)
Appropriation: Special single-tier dividend for financial year ended 31 December 2020	-	-	-	-	(327,299)	-	(327,299)	-	(327,299)
Balance at 30 September 2021	3,056,175	(411,614)	(12,390)	(1,037,045)	30,779,063	(221,206)	32,152,983	21,138,223	53,291,206

(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 2021)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	1,145,295	(1,272,248)
Adjustments for:		
Depreciation and amortisation	2,641,463	1,990,762
Finance cost	1,361,113	862,077
Impairment losses	220,437	373,786
Share of results in joint ventures and associates	101,529	161,199
Net impairment/(reversal) of receivables	97,931	(84,577)
Net fair value loss/(gain) on financial assets at fair value through profit or loss	68,530	(15,592)
Assets written off	11,367	35,961
Fair value adjustment of long term receivables	492	40,013
Interest income	(187,827)	(108,114)
Deferred income recognised for Government grant	(138,672)	(54,542)
Net exchange gain – unrealised	(52,739)	(3,640)
Investment income	(5,838)	(23,940)
Gain on disposal of a subsidiary	(5,774)	(64,357)
Other non-cash items	(6,204)	(9,683)
	<u>4,105,808</u>	<u>3,099,353</u>
Operating profit before changes in working capital	5,251,103	1,827,105
Net change in current assets	(227,489)	(319,483)
Net change in current liabilities	654,799	224,298
	<u>427,310</u>	<u>(95,185)</u>
Cash generated from operations	5,678,413	1,731,920
Tax paid (net of tax refund)	(450,188)	(434,915)
Retirement gratuities paid	(10,419)	(4,630)
Other operating activities	(448)	(2,775)
	<u>(461,055)</u>	<u>(442,320)</u>
NET CASH FROM OPERATING ACTIVITIES	5,217,358	1,289,600
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and rights of use of lease assets	(1,595,162)	(7,592,257)
Increase in investments, intangible assets and other long term financial assets	(556,791)	(594,733)
Net cash outflow on deemed disposal of a subsidiary	(141,871)	-
Acquisition of a subsidiary (see note below)	(1,249)	-
Interest received	151,412	95,043
Proceeds from Government grant	87,544	76,381
Proceeds from disposal of property, plant and equipment	11,517	16,977
Proceeds from disposal of a subsidiary	5,860	442,725
Proceeds from disposal of investments	-	642,519
Repayment of amount due from a joint venture	-	64,899
Other investing activities	24,128	27,789
NET CASH USED IN INVESTING ACTIVITIES	(2,014,612)	(6,820,657)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022 (Cont'd)

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings, redemption of medium term notes and payment of transaction costs	(2,952,823)	(6,008,234)
Finance cost paid	(1,308,314)	(1,158,405)
Dividends paid to non-controlling interests	(945,727)	(535,997)
Dividends paid	(423,563)	(327,299)
Repayment of lease liabilities	(126,617)	(171,847)
Restricted cash	(14,786)	(10,679)
Proceeds from bank borrowings and issuance of medium term notes and senior notes by subsidiaries	1,182,349	9,206,533
Buy-back of shares by a subsidiary	-	(21,257)
Other financing activities	(5,701)	18,562
NET CASH (USED IN)/FROM FINANCING ACTIVITIES	(4,595,182)	991,377
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	(1,392,436)	(4,539,680)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	22,581,891	25,974,317
EFFECTS OF CURRENCY TRANSLATION	1,197,003	601,242
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	22,386,458	22,035,879
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	20,016,031	19,749,298
Money market instruments	2,370,427	2,286,581
	22,386,458	22,035,879

Acquisition of a subsidiary

Fair values of net assets acquired and net cash outflow on acquisition of a subsidiary by Genting Plantations Berhad ("GENP"), which is 55.4% owned by the Company, are analysed as follows:

	RM'000
Intangible asset	(677)
Trade and other receivables	(554)
Tax recoverable	(33)
Cash and cash equivalents	(2,501)
Other payables	15
Total purchase consideration/identifiable net assets acquired	(3,750)
Less: Cash and cash equivalents acquired	2,501
Net cash outflow on acquisition of a subsidiary	(1,249)

Genting Property Sdn Bhd, a wholly owned subsidiary of GENP, had on 27 January 2022, acquired the entire issued and paid-up share capital of Jaya Capital Sdn Bhd (formerly known as Genting Jaya Capital Sdn Bhd) ("JCSB") comprising 3,000,003 ordinary shares of RM1 each for a cash consideration of RM3.75 million from Genting Development Sdn Bhd, a company related to certain directors of GENP. JCSB possesses a money lending licence issued by the Ministry of Housing and Local Government in Malaysia.

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)

GENTING BERHAD

NOTES TO THE INTERIM FINANCIAL REPORT – THIRD QUARTER ENDED 30 SEPTEMBER 2022

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

(a) **Accounting Policies, Presentation and Methods of Computation**

The interim financial report is unaudited and has been prepared in accordance with MFRS 134 “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021. The accounting policies, presentation and methods of computation adopted for the interim financial report are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2021 except for the adoption of amendments to published standards and annual improvements for the Group for the financial year beginning 1 January 2022:

- Amendments to MFRS 3 “Reference to the Conceptual Framework”
- Amendments to MFRS 116 “Property Plant and Equipment - Proceeds before Intended Use”
- Amendments to MFRS 137 “Onerous Contracts - Cost of Fulfilling a Contract”
- Annual Improvements to MFRS Standards 2018-2020

The adoption of these amendments to published standards and annual improvements did not have any material impact on the interim financial report of the Group.

(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 unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the nine months ended 30 September 2022.

(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) On 28 January 2022, GENM Capital Berhad, a direct wholly owned subsidiary of Genting Malaysia Berhad (“GENM”), which is 49.4% owned by the Company, had early redeemed RM1.4 billion in nominal value of the RM2.6 billion in nominal value of Medium Term Notes (“MTN”) issued on 11 July 2018 under the MTN programme.
- ii) On 25 March 2022, Genting RMTN Berhad (“Genting RMTN”), a wholly owned subsidiary of the Company, had further issued RM500 million in nominal value of MTNs via 2 tranches under the MTN Programme with an aggregate value of RM10 billion established by Genting RMTN on 17 September 2019. These 2 tranches comprising RM400 million 5-year MTNs at coupon rate of 5.19% per annum and RM100 million 10-year MTNs at coupon rate of 5.62% per annum are guaranteed by the Company. The coupon is payable semi-annually.

Other than the above, there were no other material issuance, cancellation, share buy-back, resale and repayment of debt securities or equity securities for the nine months ended 30 September 2022.

(f) **Dividends Paid**

Dividends paid during the nine months ended 30 September 2022 are as follows:

	RM'million
Interim single-tier dividend paid on 8 April 2022 for the financial year ended 31 December 2021	
- 11.0 sen per ordinary share	<u>423.6</u>

(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 geographic and industry perspective. The performance of the operating segments is based on a measure of adjusted earnings/(losses) before interest, tax, depreciation and amortisation (“EBITDA/(LBITDA)”). Items not forming part of the adjusted EBITDA/(LBITDA) include net fair value gain or loss on financial assets, gain or loss on disposal of assets, assets written off, gain or loss on derecognition and change in shareholding of associates and joint ventures, project costs written off, impairment losses, reversal of previously recognised impairment losses, pre-opening and development expenses and share-based payment expenses.

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

Segment analysis for the nine months ended 30 September 2022 is set out below:

RM'million	Leisure & Hospitality				Plantation			Power	Property	Oil & Gas	Investments & Others	Total	
	Malaysia	Singapore	United Kingdom and Egypt	United States of America and Bahamas	Total	Oil Palm Plantation	Downstream Manufacturing						Total
Revenue													
Total revenue	4,016.5	3,731.0	1,170.4	3,661.3	12,579.2	1,854.9	1,092.7	2,947.6	836.4	139.0	387.7	217.0	17,106.9
Inter/intra segment	(396.1)	-	-	-	(396.1)	(617.0)	-	(617.0)	-	(4.1)	-	(67.8)	(1,085.0)
External	<u>3,620.4</u>	<u>3,731.0</u>	<u>1,170.4</u>	<u>3,661.3</u>	<u>12,183.1</u>	<u>1,237.9</u>	<u>1,092.7</u>	<u>2,330.6</u>	<u>836.4</u>	<u>134.9</u>	<u>387.7</u>	<u>149.2</u>	<u>16,021.9</u>
Adjusted EBITDA/ (LBITDA)	<u>1,483.1</u>	<u>1,686.9</u>	<u>239.9</u>	<u>626.3</u>	<u>4,036.2</u>	<u>780.0</u>	<u>35.1</u>	<u>815.1</u>	<u>304.2</u>	<u>35.3</u>	<u>322.8</u>	<u>(122.0)</u>	<u>5,391.6</u>
Main foreign currency	RM	SGD	GBP	USD		RM/^IDR	RM		^IDR	USD	^RMB		
Exchange ratio of 1 unit/ 100 units^ of foreign currency to RM		3.1577	5.4733	4.3410		0.0297			0.0297	4.3410	65.7986		

RM'million

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

Adjusted EBITDA	5,391.6
Net fair value loss on financial assets at fair value through profit or loss ("FVTPL")	(68.5)
Gain on disposal of a subsidiary	5.8
Impairment losses	(220.4)
Depreciation and amortisation	(2,641.5)
Interest income	187.8
Finance cost	(1,361.1)
Share of results in joint ventures and associates	(101.5)
Others *	(46.9)
Profit before taxation	1,145.3

* 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				Total	Plantation		Total	Power	Property	Oil & Gas	Investments & Others	Total
	Malaysia	Singapore	United Kingdom and Egypt	United States of America and Bahamas		Oil Palm Plantation	Downstream Manufacturing						
Segment Assets	12,058.3	16,959.4	4,281.1	26,525.6	59,824.4	6,286.8	453.8	6,740.6	4,997.3	2,886.7	3,865.2	2,902.5	81,216.7
Segment Liabilities	2,166.1	1,382.2	1,104.9	1,397.6	6,050.8	481.6	21.7	503.3	360.7	241.8	415.1	158.1	7,729.8
Main foreign currency Exchange ratio of 1 unit/ 100 units^ of foreign currency to RM	RM	SGD	GBP	USD		RM/^IDR	RM		^IDR	USD	^RMB/^IDR		
		3.2389	5.1982	4.6340		0.0304			0.0304	4.6340	65.3099/0.0304		

RM'million

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

Segment assets	81,216.7
Interest bearing instruments	19,540.1
Joint ventures	1,669.0
Associates	2,723.3
Unallocated corporate assets	256.3
Assets classified as held for sale	2.2
Total assets	105,407.6

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

Segment liabilities	7,729.8
Interest bearing instruments	41,272.3
Unallocated corporate liabilities	2,764.6
Total liabilities	51,766.7

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

Notes

1. Total revenue from the Leisure & Hospitality Division of RM12,183.1 million for the nine months ended 30 September 2022 comprised gaming revenue and non-gaming revenue of RM7,965.5 million and RM4,217.6 million respectively. In respect of the Leisure & Hospitality non-gaming revenue:
 - i) Hotel room revenue is recognised when services are rendered to the customers over their stay at the hotel.
 - ii) Revenue from sales of food and beverage is recognised when the services are rendered to the customers.
 - iii) Attractions revenue is recognised when tickets are used. Revenue from annual passes is amortised over the period of their validity.
2. Plantation revenue from sales of palm produce and its derivatives is recognised upon the delivery of goods at the point when control of the goods has been passed to the customers.
3. Revenue from sale of oil is recognised at a point in time upon delivery to customer at the delivery point and there is no unfulfilled obligation that could affect the customer's acceptance of the oils. Revenue from sale of electricity is recognised over time upon delivery to customer.
4. Revenue from property development projects is recognised upon the finalisation of sale and purchase agreements and is measured as the projects' activities progress over time by reference to the property development costs incurred to date as a percentage of the total estimated development costs of the respective projects. Revenue from sales of completed properties is recognised upon delivery of properties at the point when control of the properties has been passed to the buyers.

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

During the nine months ended 30 September 2022, acquisitions and disposals of property, plant and equipment by the Group were RM1,185.7 million and RM9.2 million respectively.

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

On 24 October 2022, Genting Singapore Limited ("GENS"), an indirect 52.6% subsidiary, announced that the outstanding JPY20,000,000,000 in aggregate principal amount of the unsubordinated Japanese Yen-denominated bonds ("Bonds") have been fully redeemed pursuant to the terms and conditions of the Bonds.

Other than the above, there were no other material events subsequent to the end of the nine months ended 30 September 2022 that have not been reflected in this interim financial report.

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

There were no material changes in the composition of the Group for the nine months ended 30 September 2022.

(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 2021.

(l) **Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 30 September 2022 are as follows:

	RM'million
Contracted	12,340.4
Not contracted	4,034.7
	<hr/> 16,375.1 <hr/>
Analysed as follows:	
- Property, plant and equipment	16,226.4
- Rights of use of lease assets	116.8
- Rights of use of oil and gas assets	29.9
- Intangible assets	2.0
	<hr/> 16,375.1 <hr/>

(m) **Significant Related Party Transactions**

Significant related party transactions which were entered into on agreed terms and prices for the nine months ended 30 September 2022 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 2021 and the approved shareholders' mandates for recurrent related party transactions.

<u>Group</u>	Current Year Quarter RM'million	Current Year to date RM'million
i) Licensing fee for the use of the name "Genting" charged by wholly owned subsidiaries of the Company to Genting Simon Sdn Bhd ("GSSB") and Genting Highlands Premium Outlets Sdn Bhd ("GHPO").	<u>0.4</u>	<u>1.0</u>
ii) Licensing fee charged by Resorts World Inc Pte Ltd ("RWI") Group to Genting Hong Kong Limited ("GENHK") Group, Empire Resorts, Inc. ("Empire") Group and Secret Garden (Zhangjiakou) Resorts Co. Ltd.	<u>1.6</u>	<u>10.6</u>
iii) Concept license fees, management and consultancy fees charged by Zouk IP Pte Ltd and Zouk Consulting Pte Ltd to Resorts World Las Vegas LLC ("RWLVLLC").	<u>5.5</u>	<u>13.4</u>
iv) Provision of management services by RWI Group to International Resort Management Services Pte Ltd.	<u>-</u>	<u>0.1</u>
v) Licensing fee for the use of trademark of Japanese restaurant charged by RWI Group to RWLVLLC.	<u>-</u>	<u>0.1</u>
vi) Provision of management services by Genting Awanpura Sdn Bhd to GSSB and GHPO.	<u>0.3</u>	<u>0.9</u>
vii) Sale of refined palm oil products by Genting MusimMas Refinery Sdn Bhd to Inter-Continental Oils & Fats Pte Ltd.	<u>343.8</u>	<u>794.6</u>
viii) Acquisition of a subsidiary from Genting Development Sdn Bhd, a company related to certain directors of GENP.	<u>-</u>	<u>3.8</u>
ix) Licensing fee for the use of "Resorts World" and "Genting" intellectual property charged by RWI Group to GENM Group.	<u>20.7</u>	<u>59.2</u>
x) Income from rental of premises by GENM Group to Warisan Timah Holdings Sdn Bhd, a company related to certain directors of GENM.	<u>0.5</u>	<u>1.4</u>
xi) Income from rental of office space by GENM Group to GENHK Group.	<u>0.2</u>	<u>3.4</u>
xii) Provision of maintenance and construction services by an entity connected with shareholder of BB Entertainment Ltd to GENM Group.	<u>2.3</u>	<u>6.6</u>

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

	Current Year Quarter RM'million	Current Year to date RM'million
Group		
xiii) Licensing fee for the use of gaming software and system charged by RWI Group to GENM Group.	2.4	8.5
xiv) Provision of support and management services by GENM Group to Empire.	3.5	10.1
xv) Sale of goods and services by GENS Group to GENHK Group.	-	0.6
xvi) Sale of goods and services by GENS Group to DCP (Sentosa) Pte Ltd.	1.1	3.2
xvii) Purchase of goods and services by GENS Group from DCP (Sentosa) Pte Ltd.	21.6	61.6

(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 2022, 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 other comprehensive income	558.0	-	179.6	737.6
Financial assets at FVTPL	24.4	-	280.8	305.2
Derivative financial instruments	-	16.6	-	16.6
	582.4	16.6	460.4	1,059.4
Financial liability				
Derivative financial instruments	-	3.5	-	3.5

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2021.

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

	RM'million
As at 1 January 2022	768.7
Foreign exchange differences	45.4
Additions	9.9
Fair value changes – recognised in other comprehensive income	16.5
Fair value changes – recognised in income statements	(29.5)
Dividends income and interest income	(6.3)
Deemed disposal of a subsidiary	(344.3)
As at 30 September 2022	460.4

There have been no transfers between the levels of the fair value hierarchy during the nine months ended 30 September 2022.

GENTING BERHAD

ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – THIRD QUARTER ENDED 30 SEPTEMBER 2022

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

1. Performance Analysis

Financial review for the current quarter and financial year to date compared with the corresponding periods last year.

	Individual Period (3 rd quarter)				Cumulative Period			
	Current Year Quarter 30/09/2022 RM'million	Preceding Year Corresponding Quarter 30/09/2021 RM'million	Changes +/- +/- RM'million %		Current Year to date 30/09/2022 RM'million	Preceding Year Corresponding Period 30/09/2021 RM'million	Changes +/- +/- RM'million %	
Revenue								
Leisure & Hospitality								
- Malaysia	1,393.7	16.0	1,377.7	>100	3,620.4	549.2	3,071.2	>100
- Singapore	1,657.4	779.1	878.3	>100	3,731.0	2,482.1	1,248.9	+50
- UK and Egypt	393.9	406.0	-12.1	-3	1,170.4	631.5	538.9	+85
- US and Bahamas	1,319.9	1,087.0	232.9	+21	3,661.3	1,757.3	1,904.0	>100
	4,764.9	2,288.1	2,476.8	>100	12,183.1	5,420.1	6,763.0	>100
Plantation								
- Oil Palm Plantation	550.2	525.6	24.6	+5	1,854.9	1,399.7	455.2	+33
- Downstream Manufacturing	438.7	383.9	54.8	+14	1,092.7	1,059.4	33.3	+3
	988.9	909.5	79.4	+9	2,947.6	2,459.1	488.5	+20
- Intra segment	(191.0)	(193.0)	2.0	+1	(617.0)	(466.8)	-150.2	-32
	797.9	716.5	81.4	+11	2,330.6	1,992.3	338.3	+17
Power	336.5	336.7	-0.2	-	836.4	803.6	32.8	+4
Property	43.6	35.3	8.3	+24	134.9	123.8	11.1	+9
Oil & Gas	133.2	92.9	40.3	+43	387.7	260.0	127.7	+49
Investments & Others	45.5	32.6	12.9	+40	149.2	92.1	57.1	+62
	6,121.6	3,502.1	2,619.5	+75	16,021.9	8,691.9	7,330.0	+84
Profit/(loss) before taxation								
Leisure & Hospitality								
- Malaysia	570.2	(204.6)	774.8	>100	1,483.1	(395.9)	1,879.0	>100
- Singapore	812.5	335.1	477.4	>100	1,686.9	1,217.7	469.2	+39
- UK and Egypt	73.9	98.5	-24.6	-25	239.9	55.7	184.2	>100
- US and Bahamas	210.3	229.4	-19.1	-8	626.3	417.5	208.8	+50
	1,666.9	458.4	1,208.5	>100	4,036.2	1,295.0	2,741.2	>100
Plantation								
- Oil Palm Plantation	161.0	233.3	-72.3	-31	780.0	618.3	161.7	+26
- Downstream Manufacturing	7.8	25.5	-17.7	-69	35.1	43.5	-8.4	-19
	168.8	258.8	-90.0	-35	815.1	661.8	153.3	+23
Power	134.6	137.6	-3.0	-2	304.2	300.2	4.0	+1
Property	13.6	15.8	-2.2	-14	35.3	23.2	12.1	+52
Oil & Gas	114.7	74.5	40.2	+54	322.8	201.9	120.9	+60
Investments & Others	(42.2)	(36.9)	-5.3	-14	(122.0)	(74.7)	-47.3	-63
Adjusted EBITDA	2,056.4	908.2	1,148.2	>100	5,391.6	2,407.4	2,984.2	>100
Net fair value gain on derivative financial instruments	-	6.4	-6.4	-100	-	6.4	-6.4	-100
Net fair value (loss)/gain on financial assets at FVTPL	(6.9)	(2.2)	-4.7	>100	(68.5)	15.6	-84.1	>100
Gain on disposal of a subsidiary	-	-	-	-	5.8	64.3	-58.5	-91
Impairment losses	(76.6)	(29.9)	-46.7	>100	(220.4)	(373.8)	153.4	+41
Depreciation and amortisation	(895.0)	(774.7)	-120.3	-16	(2,641.5)	(1,990.8)	-650.7	-33
Interest income	96.8	40.3	56.5	>100	187.8	108.1	79.7	+74
Finance cost	(469.9)	(379.6)	-90.3	-24	(1,361.1)	(862.1)	-499.0	-58
Share of results in joint ventures and associates	32.1	(83.1)	115.2	>100	(101.5)	(161.2)	59.7	+37
Others	(2.4)	36.3	-38.7	>100	(46.9)	(486.2)	439.3	+90
	734.5	(278.3)	1,012.8	>100	1,145.3	(1,272.3)	2,417.6	>100

Quarter ended 30 September 2022 compared with quarter ended 30 September 2021

Revenue of the Group for the current quarter recorded RM6,121.6 million, an increase of 75% compared with the previous year's corresponding quarter's revenue of RM3,502.1 million. The increase in revenue came mainly from the Leisure & Hospitality Division of the Group, particularly Malaysia and Singapore. The Group's adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") for the current quarter was RM2,056.4 million, a substantial increase compared with RM908.2 million in the previous year's corresponding quarter.

The recovery of Resorts World Sentosa ("RWS") continued during the current quarter. Revenue and adjusted EBITDA more than doubled over the previous year's corresponding quarter. The overall improvement in RWS' operating performance reflects the ongoing recovery of regional travel markets, but such recovery has yet to return to the pre-pandemic levels. The rebound in gaming revenue was led by more affluent and premium customers that are staying slightly longer.

Resorts World Genting's ("RWG") revenue and adjusted EBITDA improved substantially over the previous year's corresponding quarter. The higher revenue was mainly due to higher business volume following the reopening of national borders since 1 April 2022. The opening of Genting SkyWorlds in February 2022 has also contributed to an increase in the non-gaming revenue during current quarter. Revenue for previous year's corresponding quarter was severely impacted by the temporary closure of RWG since 1 June 2021 until 29 September 2021, coupled with imposition of travel restrictions across the country caused by the adverse impact of Coronavirus Disease 2019 ("COVID-19") pandemic.

The financial results from the leisure and hospitality businesses in United Kingdom ("UK") and Egypt in the current quarter was lower mainly due to a weaker Sterling Pound and higher payroll and related costs following the gradual resumption of its operations to full capacity as well as reopening of Crockfords casino on 20 July 2022.

The leisure and hospitality businesses in the United States of America ("US") and Bahamas recorded higher revenue and adjusted EBITDA in the current quarter compared with the previous year's corresponding quarter largely due to higher contribution from non-gaming revenue following the opening of Hyatt Regency JFK Airport at Resorts World New York City ("RWNYC") on 11 August 2021 and an improved performance from Resorts World Bimini operations as a result of relaxation on travel restriction since 19 June 2022.

The financial results of Resorts World Las Vegas ("RWLV") are included in the revenue and adjusted EBITDA of the US and Bahamas segment. RWLV's non-gaming revenue was higher than the previous year's corresponding quarter on the back of a record hotel and food and beverage ("F&B") revenue in the month of September 2022; the better performance was driven by the highest monthly amount of group business nights achieved to-date and strong Las Vegas travel trends. Current quarter's hotel occupancy registered 86% versus 55% in the comparative period. However, casino hold percentages were below expectations impacting quarterly results.

The Plantation Division's revenue increased in the current quarter mainly on the back of higher sales volume for palm products despite lower selling prices. Downstream revenue improved mainly on higher pricing of refined palm products. Despite higher revenue, adjusted EBITDA for the current quarter declined on account of higher production cost.

Revenue and adjusted EBITDA from the Power Division declined marginally mainly due to lower net generation from the Indonesian Banten Plant, partly offset by a stronger US Dollar. Meanwhile, the Oil & Gas Division recorded higher revenue and adjusted EBITDA mainly due to higher average oil prices and a stronger US Dollar in the current quarter.

A profit before taxation of RM734.5 million was recorded for the current quarter compared with a loss before taxation of RM278.3 million in the previous year's corresponding quarter. The improvement in the current quarter was mainly due to the Group's higher adjusted EBITDA. In addition, a share of profit in joint ventures and associates was recorded in the current quarter compared with a share of loss in the previous year's corresponding quarter. This is mainly attributable to the share of profit from the Meizhou Wan power plant in China compared with a share of loss in previous year's corresponding quarter mainly due to higher coal costs.

Nine months ended 30 September 2022 compared with nine months ended 30 September 2021

Group revenue of RM16,021.9 million for the current nine months improved by 84% compared with RM8,691.9 million in the previous year's nine months. The increase came primarily from the Leisure & Hospitality Division, while all other divisions also showed improvement. Consequently, the Group's adjusted EBITDA more than doubled to RM5,391.6 million in the current nine months from RM2,407.4 million in the previous year's nine months.

Revenue and adjusted EBITDA from RWS improved over the previous year's nine months. RWS has benefited from pent-up demand and made good progress towards recovery in the current nine months. Substantial lifting of COVID-19 related restrictions also boosted the operating capacity and aided growth.

Revenue and adjusted EBITDA from RWG increased substantially from the previous year's nine months mainly due to higher business volume following further relaxation of COVID-19 restrictions and the reopening of national borders since 1 April 2022. Revenue for the previous year's nine months period was impacted by the temporary closure of RWG for approximately five months and the implementation of strict travel restrictions nationwide during this period.

The leisure and hospitality businesses in UK and Egypt recorded higher revenue mainly due to higher volume of business from its land-based casinos following their reopening since mid-May 2021 as well as reopening of Crockfords casino on 20 July 2022. Revenue for the previous year's nine months period was impacted by temporary closure of land-based casinos in the UK from early January to mid-May 2021 amidst a national lockdown in response to the outbreak of COVID-19. Consequently, a higher adjusted EBITDA was recorded compared with the previous year's nine months primarily due to higher revenue partially offset by higher payroll and related costs.

Higher revenue and adjusted EBITDA from the leisure and hospitality businesses in US and Bahamas was primarily due to strong operating performance from RWNYS since the full lifting of COVID-19 restrictions in June 2021 and an improved performance from Hilton Miami Downtown.

RWLV's revenue and adjusted EBITDA for the current nine months, which are included in the US & Bahamas segment, continued to gather momentum since its opening, aided by re-bounding travel trends on account of loosening COVID-19 restrictions. On 10 February 2022, the State of Nevada lifted its statewide mask mandate, an important step towards achieving a strong return of convention business and international travel following a significant period of lockdowns and travel restrictions. However, its performance had been affected by the surge of the COVID-19 Omicron variant in the first quarter of this year which significantly impacted group and leisure travel to RWLV. Overall, hotel occupancy for the current nine months remained strong at 82%.

Higher revenue and adjusted EBITDA from the Plantation Division for the current nine months was mainly due to higher palm products prices mitigated by lower FFB production. Revenue from Downstream Manufacturing improved marginally due to higher selling prices for refined palm products, although adjusted EBITDA declined due to lower sales volume.

Revenue from the Power Division was higher due to the higher pass-through coal prices and stronger US Dollar, despite lower generation from the Banten Plant in Indonesia. Adjusted EBITDA was marginally higher due to lower operating and maintenance expenses compared with the previous year's nine months arising from different scope of maintenance work being carried out for the plant. In the Oil & Gas Division, revenue and adjusted EBITDA improved on higher average oil prices and a stronger US Dollar in the current nine months.

A profit before taxation of RM1,145.3 million was recorded for the current nine months compared with a loss before taxation of RM1,272.3 million in the previous year's nine months. The better performance was mainly attributable to the Group's higher adjusted EBITDA, lower pre-opening expenses, mainly from RWLV, and lower impairment charges. The increase was partly offset by higher depreciation charges and finance costs mainly due to RWLV as it commenced operations on 24 June 2021. In addition, GENM Group's finance costs were higher mainly due to higher average outstanding borrowings as well as finance costs incurred on certain qualifying projects which were no longer capitalised in the current nine months upon completion of the projects.

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

Financial review for the current quarter compared with the immediate preceding quarter.

	Current Quarter 30/09/2022 RM'million	Immediate Preceding Quarter 30/06/2022 RM'million	Changes +/- RM'million	+/- %
Revenue				
Leisure & Hospitality				
- Malaysia	1,393.7	1,308.6	85.1	+7
- Singapore	1,657.4	1,099.6	557.8	+51
- UK and Egypt	393.9	381.2	12.7	+3
- US and Bahamas	1,319.9	1,297.2	22.7	+2
	4,764.9	4,086.6	678.3	+17
Plantation				
- Oil Palm Plantation	550.2	738.6	-188.4	-26
- Downstream Manufacturing	438.7	501.3	-62.6	-12
	988.9	1,239.9	-251.0	-20
- Intra segment	(191.0)	(221.0)	30.0	+14
	797.9	1,018.9	-221.0	-22
Power	336.5	328.8	7.7	+2
Property	43.6	53.7	-10.1	-19
Oil & Gas	133.2	137.1	-3.9	-3
Investments & Others	45.5	61.3	-15.8	-26
	6,121.6	5,686.4	435.2	+8
Profit before taxation				
Leisure & Hospitality				
- Malaysia	570.2	580.3	-10.1	-2
- Singapore	812.5	471.2	341.3	+72
- UK and Egypt	73.9	81.3	-7.4	-9
- US and Bahamas	210.3	281.5	-71.2	-25
	1,666.9	1,414.3	252.6	+18
Plantation				
- Oil Palm Plantation	161.0	369.5	-208.5	-56
- Downstream Manufacturing	7.8	23.6	-15.8	-67
	168.8	393.1	-224.3	-57
Power	134.6	135.3	-0.7	-1
Property	13.6	11.0	2.6	+24
Oil & Gas	114.7	111.0	3.7	+3
Investments & Others	(42.2)	(31.2)	-11.0	-35
Adjusted EBITDA	2,056.4	2,033.5	22.9	+1
Net fair value loss on derivative financial instruments	-	(56.5)	56.5	+100
Net fair value loss on financial assets at FVTPL	(6.9)	(24.6)	17.7	+72
Gain on disposal of a subsidiary	-	5.8	-5.8	-100
Impairment losses	(76.6)	(143.8)	67.2	+47
Depreciation and amortisation	(895.0)	(928.5)	33.5	+4
Interest income	96.8	48.9	47.9	+98
Finance cost	(469.9)	(441.1)	-28.8	-7
Share of results in joint ventures and associates	32.1	(76.1)	108.2	>100
Others	(2.4)	(19.2)	16.8	+88
	734.5	398.4	336.1	+84

Material changes in profit before taxation for the current quarter compared with the immediate preceding quarter

A profit before taxation of RM734.5 million was recorded in the current quarter compared with a profit of RM398.4 million in the preceding quarter. The higher profit was mainly due to the marginally higher adjusted EBITDA, lower impairment charges and a higher share of profit from joint ventures and associates in the current quarter.

The marginally higher adjusted EBITDA is attributed mainly to the better performance from RWS. However, this was partially offset by lower adjusted EBITDA in the Plantation Division, mainly due to weaker palm products prices and higher production cost of the Plantation Division.

The current quarter recorded a higher share of profit from joint ventures and associates, which contributed to the improved profit before taxation in the current quarter. The increase mainly arose from a share of profit compared with a loss in the preceding quarter from the Meizhou Wan power plant, due mainly to higher net generation and higher tariff rates achieved in the current quarter. Additionally, GENM Group's associate, Empire Resorts, recorded a lower share of loss in the current quarter.

* *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/quarterly business overview for a detailed review of their respective performance.*

<u>Listed subsidiaries</u>	<u>Quarterly business overview/ Announcement date</u>
Genting Singapore Limited	10 November 2022
Genting Plantations Berhad	23 November 2022
Genting Malaysia Berhad	24 November 2022

3. Prospects

The respective business operations of the Group continue to recover from the COVID-19 related impacts. The detailed comments on performance for the quarter as well as the nine months ended 30 September 2022 have been included in Notes 1 and 2 above. Liquidity and working capital requirements continue to be closely monitored.

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

Global economic conditions are expected to remain challenging with subdued outlook for major economies as concerns surrounding recessionary and inflationary pressures, tightening monetary policies and geopolitical tensions persist. In Malaysia, economic growth is expected to be supported by domestic demand amid the weakening external environment.

While international tourism is anticipated to continue improving, ongoing global economic headwinds and pandemic management measures in certain countries could impact demand for international travel. Consequently, the recovery of the regional gaming market could face some setbacks.

Nevertheless, GENM Group remains cautiously optimistic on the near-term outlook of the leisure and hospitality industry and remains positive in the longer-term.

In Malaysia, GENM Group is encouraged by the increase in visitation at RWG following the reopening of the national borders and the relaxation of COVID-19 restrictions in the region. In view of the potential challenges in the operating environment, GENM Group will continue to closely monitor risks and demand and react accordingly. GENM Group remains focused on managing yield and profitability at RWG and will continue to actively market RWG products and services to its membership base and other segments in Malaysia and regionally. At the same time, GENM Group will continue placing emphasis on operational resilience and cost discipline.

In the UK, GENM Group remains committed to building a stronger and more resilient business whilst prioritising cost management measures that further enhance efficiencies amid an increasingly challenging operating landscape. GENM Group is currently exploring several key initiatives to grow its market share and long-term revenues, which include improving customer propositions at its venues and investments in opportunities that are complementary to GENM Group's existing business.

In the US, GENM Group will continue focusing on executing various strategies to strengthen its presence in the region. GENM Group remains ready to capitalise on revenue and growth opportunities as they arise and is closely monitoring developments in the New York State following the lifting of a moratorium on the award of the remaining three downstate casino licences. The ramp up of the expanded and enhanced RWNYC property continues to be a key focus, and GENM Group will continue maximising synergies between RWNYC and Empire to improve the competitive position and overall returns of GENM Group's US operations. Meanwhile, Resorts World Hudson Valley, GENM Group's new video gaming machine facility in New York, is slated to open by the end of the year. In the Bahamas, GENM Group will continue working closely with its strategic partners to capture the anticipated increase in travel demand from key markets following the further relaxation of pandemic-related restrictions. GENM Group will also intensify cross-marketing efforts and introduce additional promotional activities to improve new and repeat visitation at Resorts World Bimini.

In Singapore, whilst labour shortages and cost pressures present significant challenges, GENS continues to enhance their product offerings and hire, train, and re-skill their workforce. Concurrently, as GENS embarks on a journey of transformation to become the most sustainable and desirable Integrated Resort in Asia, they are strengthening their leadership and management team to be ready for the next stage of growth.

Singapore's move to endemic community measures bolstered by high vaccination coverage has led to reopening of live entertainment. To capture the pent-up demand, RWS has resumed its signature resort entertainment and lifestyle programming, including the second edition of Wine Pinnacle Awards and the post-pandemic comeback of Halloween Horror Nights at Universal Studios Singapore.

GENS' expansion projects ("RWS 2.0") are proceeding expeditiously as planned, working closely with various professionals and government agencies. The construction of Minion Land at Universal Studios Singapore is progressing well and the expansion site for the aquarium has been handed over to the appointed contractor to commence construction works this month. Concurrently, infrastructure facilities required to support RWS 2.0 such as the district cooling plant and high tension electrical switch-rooms are being added and upgraded on-site. The rebranding of the aquarium to the Singapore Oceanarium is going at full speed. This transformation includes the establishment of the Research and Learning Centre and the preparation of expertly curated immersive exhibition of marine animals.

As GENS pivots towards curated destination experiences, they are also investing in assets to attract the affluent market. This includes a complete remake of the Festive Hotel into a boutique style accommodation. The new Festive Hotel is scheduled to re-open in the first quarter of 2023, boosting the resort's room inventory by 389 keys. GENS' visitors can also look forward to new dining concepts and exciting visitor offerings such as the first Asian preview of Van Gogh: The Immersive Experience, a world of art re-imagined at Resorts World Theatre in early 2023.

In Las Vegas, visitor volume in the State of Nevada increased by 14% in September 2022 and convention attendance increased by 21% compared with the prior year period according to the Las Vegas Convention Visitors Authority. During the current quarter, RWLV achieved record bests in hotel revenue and F&B revenue, all of which show positive movement towards future targeted projections. With the growing return of conventions and business travel to Las Vegas, RWLV's booked group business for the remainder of 2022 is stronger than the number of bookings in the first half of the year. New performances at the Resorts World Theatre and future projects are expected to drive significant foot traffic in the remainder of 2022 and beyond.

RWLV intends to continue building on its strong momentum by leveraging the Hilton branding partnership with over 146 million Hilton Honors members and capitalising on the return of the convention business and the property's proximity to the newly expanded Las Vegas Convention Center ("LVCC"). In addition, RWLV's guests can now utilise The Boring Company's underground transportation system which transports guests between RWLV and the LVCC in minutes. This added convenience is a unique experience at present, with RWLV's passenger station being the first of over 55 stops anticipated to form the Vegas Loop. As international travel continues to resume and with strong demand for domestic travel to Las Vegas, RWLV remains focused on growth opportunities, including ongoing efforts to build RWLV's database for casino and resort marketing.

GENP Group's prospects for the remaining months of 2022 will track the performance of its mainstay Plantation segment, which is in turn dependent principally on the movements in palm products prices and GENP Group's FFB production.

GENP Group expects palm oil prices for the remaining part of the year to be supported by its current attractive discount against other edible oils and gas oil, the normalising of Indonesia's stockpile, impending increase of Indonesia's biodiesel mandate and anticipation of low FFB production ahead of a third consecutive year of wet weather. However, bumper harvest of soybean and rapeseed for the current season and the looming economic turmoil may weaken the support on palm oil prices.

GENP Group's FFB production in Indonesia is expected to improve with its favourable age profile and higher harvesting area but largely moderated by the current wet weather. Malaysian operations on the other hand may record a setback as it continues with its replanting activities. Taking into consideration of the above, GENP Group's FFB production is expected to be comparable to the level attained in 2021.

With Indonesian stockpile returning to normalcy and reimplementation of the export levy in November 2022, the Downstream Manufacturing segment is expected to see recovery in its sales volume.

For the Property segment, GENP Group will continue to offer products which cater to a broader market segment. Meanwhile, the Premium Outlets® has seen footfall and tenants' sales recovering to pre-pandemic levels.

The performance of the Banten power plant in Indonesia is dependent on its availability. This plant remains on top priority amongst all the thermal power plants in Jawa island. Jangi Wind Farm in Gujarat India continues to experience lower than expected wind speed this year. Following the end of the high wind season in August, lower contribution is expected from the Jangi Wind Farm.

Global crude oil prices have started to fall below USD100/bbl and have been on a downward trend since August; however the recent increase in prices, with some volatility shown in the past one month, is a favourable sign. Production has improved against last year with the three new wells coming on stream. The contribution from Chengdaoxi block will continue to be encouraging for the remaining period of the year. The development work for the Kasuri Block in West Papua, Indonesia is on track with approval for the Front End Engineering Design and Environmental Impact Assessment obtained recently. Concurrently, negotiation is ongoing with potential offtaker in West Papua for the supply of natural gas which will be utilising the 1.7 trillion cubic feet of discovered gas-in-place.

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 2022 is set out below:

	Current Year Quarter 30/09/2022 RM'million	Preceding Year Corresponding Quarter 30/09/2021 RM'million	Current Year to date 30/09/2022 RM'million	Preceding Year Corresponding Period 30/09/2021 RM'million
Current taxation				
Malaysian income tax charge	66.3	31.1	205.8	79.2
Foreign income tax charge	195.9	88.9	455.8	282.8
	<u>262.2</u>	<u>120.0</u>	<u>661.6</u>	<u>362.0</u>
Deferred tax charge/(credit)	111.9	(74.4)	191.7	(134.5)
	<u>374.1</u>	<u>45.6</u>	<u>853.3</u>	<u>227.5</u>
Prior period taxation				
Income tax under/(over) provided	1.5	2.6	(3.7)	(39.9)
Total tax charge	<u>375.6</u>	<u>48.2</u>	<u>849.6</u>	<u>187.6</u>

The effective tax rate of the Group for the current quarter and nine months ended 30 September 2022 is higher than the Malaysian statutory income tax rate mainly due to expenses not deductible for tax purposes, tax losses of certain subsidiaries where deferred tax assets have not been recognised and provision for Prosperity Tax for certain Malaysian companies, partially offset by income not subject to tax.

6. Profit/(loss) Before Taxation

Profit/(loss) before taxation has been determined after inclusion of the following charges and credits:

	Current Year Quarter 30/09/2022 RM'million	Preceding Year Corresponding Quarter 30/09/2021 RM'million	Current Year to date 30/09/2022 RM'million	Preceding Year Corresponding Period 30/09/2021 RM'million
Charges:				
Finance cost	469.9	379.6	1,361.1	862.1
Depreciation and amortisation	895.0	774.7	2,641.5	1,990.8
Impairment losses	76.6	29.9	220.4	373.8
Net impairment/(reversal) of receivables	72.8	(5.3)	97.9	(84.6)
Property, plant and equipment written off	1.3	19.1	10.9	29.3
Loss on disposal of assets classified as held for sale	-	-	-	0.3
Inventories written off	0.3	3.1	0.5	6.5
Net fair value loss/(gain) on financial assets at FVTPL	6.9	2.2	68.5	(15.6)
Credits:				
Interest income	96.8	40.3	187.8	108.1
Investment income	1.6	5.3	5.8	23.9
Gain on disposal of a subsidiary	-	-	5.8	64.3
Net (loss)/gain on disposal of property, plant and equipment	(0.2)	1.3	2.4	3.4
Net fair value gain on derivative financial instruments	-	6.4	-	6.4
Deferred income recognised for Government grant	47.7	44.4	138.7	54.5
Net foreign exchange gain	15.3	0.2	14.3	17.4

7. Status of Corporate Proposals Announced

There were no corporate proposals announced but not completed as at 17 November 2022.

8. Group Borrowings and Debt Securities

The details of the Group's borrowings and debt securities as at 30 September 2022 are as set out below:

	As at 30/09/2022				As at 31/12/2021
	Secured/ Unsecured	Foreign Currency 'million		RM Equivalent 'million	RM Equivalent 'million
Short term borrowings	Secured	RM		20.5	14.9
	Secured	USD	99.4	459.6	391.8
	Secured	GBP	40.2	209.0	221.2
	Secured	INR	230.6	13.1	16.2
	Unsecured	RM		198.1	779.5
	Unsecured	USD	115.6	535.7	470.3
	Unsecured	GBP	25.1	130.5	141.1
	Unsecured	JPY	20,056.6	648.6	732.9
				2,215.1	2,767.9
Long term borrowings	Secured	RM		57.0	69.1
	Secured	USD	2,261.8	10,481.1	9,692.6
	Secured	INR	1,962.6	111.8	121.6
	Unsecured	RM		7,842.1	8,742.2
	Unsecured	USD	4,437.9	20,565.2	18,489.0
				39,057.2	37,114.5
Total borrowings	Secured	RM		77.5	84.0
	Secured	USD	2,361.2	10,940.7	10,084.4
	Secured	GBP	40.2	209.0	221.2
	Secured	INR	2,193.2	124.9	137.8
	Unsecured	RM		8,040.2	9,521.7
	Unsecured	USD	4,553.5	21,100.9	18,959.3
	Unsecured	GBP	25.1	130.5	141.1
Unsecured	JPY	20,056.6	648.6	732.9	
				41,272.3	39,882.4

Approximately 37% of the Group's total borrowings has a maturity profile of more than 5 years.

9. Outstanding Derivatives

As at 30 September 2022, 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>Interest Rate Swaps</u>		
USD	185.4	
- Less than 1 year		5.3
- 1 year to 3 years		2.3
GBP	207.9	
- Less than 1 year		0.9
<u>Forward Foreign Currency Exchange</u>		
USD	130.3	
- Less than 1 year		(3.5)
<u>Commodity Future Contracts</u>		
RM	83.4	
- Less than 1 year		8.1

There is no significant change for the financial derivatives in respect of the following since the last financial year ended 31 December 2021:

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

10. Fair Value Changes of Financial Liabilities

As at 30 September 2022, the Group does not have any financial liabilities measured at fair value through profit or loss.

11. Changes in Material Litigation

There are no pending material litigations as at 17 November 2022.

12. Dividend Proposed or Declared

- No dividend has been proposed or declared for the current quarter ended 30 September 2022.
- An interim single-tier dividend of 7.0 sen per ordinary share for the current financial year ending 31 December 2022 was paid on 6 October 2022.

13. **Earnings/(Loss) Per Share**

- (a) The profit/(loss) used as the numerator in calculating basic and diluted earnings/(loss) per share for the current quarter and nine months ended 30 September 2022 is as follows:

	Current Year Quarter RM'million	Current Year to date RM'million
Profit/(loss) for the financial period attributable to equity holders of the Company (used as numerator for the computation of Basic earnings/(loss) per share)	128.0	(131.2)
Net impact on earnings/(loss) on potential exercise of Performance Share Scheme awarded to executives of the Company's subsidiaries	-	(0.1)
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Profit/(loss) for the financial period attributable to equity holders of the Company (used as numerator for the computation of Diluted earnings/(loss) per share)	128.0	(131.3)
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- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings/(loss) per share for the current quarter and nine months ended 30 September 2022 is as follows:

	Current Year Quarter No. of shares 'million	Current Year to date No. of shares 'million
Weighted average number of ordinary shares in issue (used as denominator for the computation of Basic and Diluted earnings/(loss) per share)	3,850.6	3,850.6
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14. **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 2021 did not contain any qualification.

15. **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 2022.