



Genting Malaysia Berhad
(formerly known as Resorts World Bhd)

(Incorporated in Malaysia under Company No. 58019-U)
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FIRST QUARTERLY REPORT

Quarterly report on consolidated results for the three months ended 31 March 2010. The figures have not been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE MONTHS ENDED 31 MARCH 2010**

	UNAUDITED INDIVIDUAL QUARTER First quarter ended 31 March		UNAUDITED CUMULATIVE PERIOD Three months ended 31 March	
	<u>2010</u> <u>RM'000</u>	<u>2009</u> <u>RM'000</u>	<u>2010</u> <u>RM'000</u>	<u>2009</u> <u>RM'000</u>
Revenue	1,345,170	1,178,053	1,345,170	1,178,053
Cost of sales	(801,485)	(730,847)	(801,485)	(730,847)
Gross profit	543,685	447,206	543,685	447,206
Other income	27,101	31,469	27,101	31,469
Other expenses	(62,060)	(60,393)	(62,060)	(60,393)
Profit from operations before impairment losses	508,726	418,282	508,726	418,282
Impairment losses	(110,876)	(32,735)	(110,876)	(32,735)
Profit from operations	397,850	385,547	397,850	385,547
Share of results in jointly controlled entity	(8)	135	(8)	135
Profit before taxation	397,842	385,682	397,842	385,682
Taxation	(125,580)	(110,337)	(125,580)	(110,337)
Profit for the financial period	272,262	275,345	272,262	275,345
Profit attributable to:				
Equity holders of the Company	272,364	275,444	272,364	275,444
Minority interests	(102)	(99)	(102)	(99)
	272,262	275,345	272,262	275,345
Earnings per share attributable to equity holders of the Company:				
Basic earnings per share (sen)	4.78	4.81	4.78	4.81
Diluted earnings per share (sen)	4.77	4.81	4.77	4.81

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

GENTING MALAYSIA BERHAD (formerly known as RESORTS WORLD BHD)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED 31 MARCH 2010

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE PERIOD	
	First quarter ended 31 March		Three months ended 31 March	
	<u>2010</u> <u>RM'000</u>	<u>2009</u> <u>RM'000</u>	<u>2010</u> <u>RM'000</u>	<u>2009</u> <u>RM'000</u>
Profit for the financial period	272,262	275,345	272,262	275,345
Other comprehensive (loss)/income:				
Fair value loss on available-for-sale financial assets	(224,036)	-	(224,036)	-
Foreign currency exchange differences	(108,972)	99,839	(108,972)	99,839
Other comprehensive (loss)/income, net of tax	(333,008)	99,839	(333,008)	99,839
Total comprehensive (loss)/income for the financial period	(60,746)	375,184	(60,746)	375,184
Total comprehensive (loss)/income attributable to:				
Equity holders of the Company	(60,644)	375,283	(60,644)	375,283
Minority interests	(102)	(99)	(102)	(99)
	(60,746)	375,184	(60,746)	375,184

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

GENTING MALAYSIA BERHAD (formerly known as RESORTS WORLD BHD)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2010

	Unaudited As at 31.03.2010 RM'000	Audited As at 31.12.2009 RM'000 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	3,531,883	3,561,473
Land held for property development	181,534	181,534
Investment properties	335,680	337,206
Intangible asset	11,576	11,576
Jointly controlled entity	1,452	1,460
Available-for-sale financial assets	1,368,391	1,270,128
Other long term investments	-	410,714
Long term receivables	32,864	34,004
Deferred tax assets	96	133
	<u>5,463,476</u>	<u>5,808,228</u>
Current assets		
Inventories	65,212	62,026
Trade and other receivables	176,252	186,003
Amount due from other related companies	21,772	18,111
Amount due from jointly controlled entity	20	20
Financial assets at fair value through profit or loss	23,901	-
Available-for-sale financial asset	250,442	-
Short term investments	-	20,605
Cash and cash equivalents	5,272,672	5,251,039
	<u>5,810,271</u>	<u>5,537,804</u>
TOTAL ASSETS	<u>11,273,747</u>	<u>11,346,032</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	590,592	590,479
Reserves	10,213,199	10,254,277
Treasury shares	(707,497)	(707,497)
	<u>10,096,294</u>	<u>10,137,259</u>
Minority interests	6,818	6,920
TOTAL EQUITY	<u>10,103,112</u>	<u>10,144,179</u>
Non-current liabilities		
Other long term liabilities	103,819	104,418
Deferred tax liabilities	256,612	262,419
	<u>360,431</u>	<u>366,837</u>
Current liabilities		
Trade and other payables	548,946	635,300
Amount due to holding company	14,743	14,152
Amount due to other related companies	79,557	54,125
Taxation	166,958	131,439
	<u>810,204</u>	<u>835,016</u>
TOTAL LIABILITIES	<u>1,170,635</u>	<u>1,201,853</u>
TOTAL EQUITY AND LIABILITIES	<u>11,273,747</u>	<u>11,346,032</u>
NET ASSETS PER SHARE (RM)	<u>1.77</u>	<u>1.78</u>

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

GENTING MALAYSIA BERHAD (formerly known as RESORTS WORLD BHD)
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE THREE MONTHS ENDED 31 MARCH 2010

	Attributable to equity holders of the Company								Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Available- for-sale Financial Assets Reserve RM'000	Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Minority Interests RM'000	
At 1 January 2010	590,479	1,105,957	887,932	(147,664)	(707,497)	8,408,052	10,137,259	6,920	10,144,179
Effect of adopting FRS 139	-	-	19,015	-	-	(1,644)	17,371	-	17,371
Restated balance	590,479	1,105,957	906,947	(147,664)	(707,497)	8,406,408	10,154,630	6,920	10,161,550
Issue of shares	113	2,195	-	-	-	-	2,308	-	2,308
Total comprehensive loss for the period	-	-	(224,036)	(108,972)	-	272,364	(60,644)	(102)	(60,746)
At 31 March 2010	590,592	1,108,152	682,911	(256,636)	(707,497)	8,678,772	10,096,294	6,818	10,103,112
At 1 January 2009	590,180	1,100,164	-	(129,102)	(627,571)	7,384,070	8,317,741	7,338	8,325,079
Share based payments under ESOS	-	-	-	14	-	-	14	-	14
Issue of shares	5	93	-	-	-	-	98	-	98
Buy-back of shares	-	-	-	-	(9,285)	-	(9,285)	-	(9,285)
Total comprehensive income for the period	-	-	-	99,839	-	275,444	375,283	(99)	375,184
At 31 March 2009	590,185	1,100,257	-	(29,249)	(636,856)	7,659,514	8,683,851	7,239	8,691,090

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

GENTING MALAYSIA BERHAD (formerly known as RESORTS WORLD BHD)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2010

Unaudited
Three months ended
31 March

2010	2009
RM'000	RM'000
	(Restated)

CASH FLOWS FROM OPERATING ACTIVITIES

Profit before taxation	397,842	385,682
Adjustments for:		
Depreciation of property, plant and equipment	64,914	66,421
Interest income	(19,792)	(20,695)
Investment income	(6,703)	-
Impairment losses	110,876	32,735
Provision for diminution in value of short term investment	-	879
Fair value gain on financial assets at fair value through profit or loss	(1,580)	-
Share of results in jointly controlled entity	8	(135)
Gain on disposal of land held for property development	-	(2,918)
Gain on disposal of investment	-	(2,670)
Other non-cash items and adjustments	4,427	(671)
	152,150	72,946
Operating profit before working capital changes	549,992	458,628
Net change in current assets	(1,573)	(14,080)
Net change in current liabilities	(56,275)	(103,247)
	(57,848)	(117,327)
Cash generated from operations	492,144	341,301
Net tax paid	(95,811)	(92,769)
Retirement gratuities paid	(1,770)	(1,422)
Other net operating receipts	(558)	251
	(98,139)	(93,940)
Net Cash Flow From Operating Activities	394,005	247,361
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	(42,171)	(33,911)
Purchase of financial asset at fair value through profit or loss	(1,229)	-
Purchase of available-for-sale financial assets	(309,445)	-
Proceeds from disposal of land held for property development	-	7,500
Purchase of investment	-	(591)
Proceeds from disposal of investment	-	6,861
Other investments	19,890	20,838
Net Cash Flow From Investing Activities	(332,955)	697
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	2,308	98
Buy-back of shares	-	(9,285)
Net Cash Flow From Financing Activities	2,308	(9,187)
NET INCREASE IN CASH AND CASH EQUIVALENTS	63,358	238,871
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	5,251,039	4,542,962
EFFECT OF CURRENCY TRANSLATION	(41,725)	66,377
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	5,272,672	4,848,210
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	3,066,319	2,870,278
Money market instruments	2,206,353	1,977,932
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	5,272,672	4,848,210

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

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

a) *Accounting Policies and Methods of Computation*

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (“FRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The financial information for the three months ended 31 March 2010 have been reviewed by the Company’s auditors in accordance with the International Standards on Review Engagements (“ISRE”) 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2009. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2009, except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 January 2010. The adoption of these FRSs, amendments and interpretations do not have a material impact on the interim financial information of the Group except for the adoption of the followings FRSs as set out below:

FRS 101 (revised) “Presentation of Financial Statements”

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

FRS 139 “Financial Instruments: Recognition and Measurement”

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

i) Available-for-sale financial assets

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

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

a) **Accounting Policies and Methods of Computation (Cont'd)**

FRS 139 "Financial Instruments: Recognition and Measurement" (Cont'd)

ii) Available-for-sale financial assets (Cont'd)

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

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

iii) Loans and receivables

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

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

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

iv) Fair value through profit or loss

Financial assets at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in profit or loss. Subsequent to initial recognition, these financial assets are measured at fair value at the date of the statement of financial position with changes in fair value recognised as gains or losses in profit or loss.

In accordance with the transitional provisions for first time adoption of FRS 139, the above changes in accounting policies have been accounted for prospectively and the comparatives as at 31 December 2009 are not restated. The effects of the changes on 1 January 2010 have been accounted for by adjusting the following opening balances of the Group:

	As previously reported RM'000	Effects of adopting FRS 139 RM'000	After effects of adopting FRS 139 RM'000
<u>Consolidated Statement of Financial Position</u>			
<u>Non-current assets</u>			
Available-for-sale financial assets	1,270,128	431,414	1,701,542
Other long term investments	410,714	(410,714)	-
Long term receivables	34,004	(987)	33,017
<u>Current assets</u>			
Trade and other receivables	186,003	(3,128)	182,875
Financial assets at fair value through profit or loss	-	21,391	21,391
Short term investments	20,605	(20,605)	-
<u>Equity</u>			
Reserves	10,254,277	17,371	10,271,648

a) **Accounting Policies and Methods of Computation (Cont'd)**

FRS 139 "Financial Instruments: Recognition and Measurement" (Cont'd)

	As previously reported RM'000	Effects of adopting FRS 139 RM'000	After effects of adopting FRS 139 RM'000
<u>Consolidated Statement of Changes in Equity</u>			
Available-for-sale financial assets reserve	887,932	19,015	906,947
Retained earnings	8,408,052	(1,644)	8,406,408

The adoption of FRS 139 has no material impact on the results of the Group in the current financial quarter ended 31 March 2010.

FRS 8 "Operating Segments"

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

Amendment to FRS 117 "Leases"

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

	As previously reported RM'000	Effect of adopting the Amendment to FRS 117 RM'000	As restated RM'000
Leasehold land use rights	115,051	(115,051)	-
Investment properties	292,994	44,212	337,206
Property, plant and equipment	3,490,634	70,839	3,561,473

IC Interpretation 13 "Customer Loyalty Programmes"

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

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

a) Accounting Policies and Methods of Computation (Cont'd)

Comparative Figures

Certain comparative figures in the statement of financial position of the Group have been reclassified to conform with the current quarter's presentation. These relate mainly to the following:

	As previously reported RM'000	Reclassification RM'000	As reclassified RM'000
Short term investments	2,146,611	(2,146,611)	-
Bank balances and deposits	3,104,428	(3,104,428)	-
Cash and cash equivalents	-	5,251,039	5,251,039

b) Seasonal or Cyclical Factors

The business operations of the Group's leisure and hospitality division are subject to seasonal fluctuations. The results are affected by major festive seasons and holidays.

c) Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The unusual items included in the interim financial statements for the three months ended 31 March 2010 related mainly to the fair value loss, impairment loss and foreign currency exchange losses of the Group's investments as shown below:

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

A fair value loss of RM223.3 million in the investment in Genting HK is recognised directly in the statement of comprehensive income. This fair value loss of RM223.3 million represents the decline in Genting HK's share price to USD0.21 per share as at 31 March 2010 from the Group's carrying value of USD0.26 per share as at 31 December 2009.

- ii) The Group has further reviewed its investment in Walker Digital Gaming, LLC ("WDG") for potential impairment, in view of WDG's shift in its business and operational strategies to penetrate the competitive gaming equipment market. This shift in strategy resulted in a re-assessment of the Group's current carrying value of its investment in WDG. Consequently, an impairment loss of RM108.0 million, being the excess of the carrying value over the recoverable amount, has been charged to the profit or loss.
- iii) Foreign currency exchange losses of RM109.0 million as disclosed in the statement of comprehensive income arose from the translation of the Group's net investments in foreign operations.

Other than the above, there were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the three months ended 31 March 2010.

d) Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years.

e) Changes in Debt and Equity Securities

- i) The Company issued 1,134,000 new ordinary shares of 10 sen each, for cash, arising from the exercise of options granted under the Executive Share Option Scheme for Eligible Executives of Genting Malaysia Berhad (formerly known as Resorts World Bhd) during the three months ended 31 March 2010 at the following exercise prices:

Exercise price (RM)	No. of options exercised during the three months ended 31 March 2010
1.700	15,000
1.898	165,000
2.064	944,000
2.134	10,000
	<u>1,134,000</u>

- ii) At the Annual General Meeting of the Company held on 16 June 2009, the shareholders of the Company had approved, amongst others,
- (I) the proposed renewal of the authority for the Company to purchase its own shares of up to 10% of the issued and paid-up share capital of the Company; and
 - (II) the proposed exemption under Practice Note 2.9.10 of the Malaysian Code on Take-Overs and Mergers, 1998 to Genting Berhad ("GENT") and persons acting in concert with it from the obligation to undertake a mandatory take-over offer on the remaining voting shares in the Company not already owned by them, upon the purchase by the Company of its own shares pursuant to the renewal of the authority for the purchase of own shares ("Proposed Exemption").

On 24 June 2009, GENT informed the Company that Securities Commission ("SC") has, on 23 June 2009, approved the Proposed Exemption subject to the requirement that GENT and persons acting in concert with it must at all times disclose to the SC all acquisitions or purchases of the voting shares in the Company made by them in a 12-month period from 23 June 2009.

The Company did not repurchase its own shares during the three months ended 31 March 2010.

f) Dividends Paid

No dividend has been paid for the three months ended 31 March 2010.

g) Segment Information

As mentioned in Note (a) above, the segments are reported in a manner that is more consistent with the internal reporting provided to the chief operating decision maker. The performance of the operating segments is based on a measure of adjusted earnings before interest, tax, depreciation and amortisation (EBITDA). This measurement basis excludes the effects of non-recurring items from the reporting segments, such as fair value gains and losses and impairment losses. Interest income is not included in the result for each operating segment.

Segment analysis for the three months ended 31 March 2010 is set out below:

	<u>Leisure & Hospitality</u> <u>RM'000</u>	<u>Property</u> <u>RM'000</u>	<u>Others</u> <u>RM'000</u>	<u>Elimination</u> <u>RM'000</u>	<u>Total</u> <u>RM'000</u>
Revenue					
External	1,328,881	5,669	10,620	-	1,345,170
Inter segment	383	2,252	16,862	(19,497)	-
	<u>1,329,264</u>	<u>7,921</u>	<u>27,482</u>	<u>(19,497)</u>	<u>1,345,170</u>
Adjusted EBITDA	<u>541,246</u>	<u>5,011</u>	<u>833</u>	<u>-</u>	<u>547,090</u>
Total Assets	<u>3,980,522</u>	<u>782,812</u>	<u>6,877,619</u>	<u>(367,206)</u>	<u>11,273,747</u>

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

Adjusted EBITDA for reportable segments	547,090
Impairment losses	(110,876)
Depreciation and amortisation	(66,439)
Interest income	19,792
Share of results in jointly controlled entity	(8)
Fair value gain on financial assets at fair value through profit or loss	1,580
Investment income	6,703
Profit before taxation	<u>397,842</u>

h) Valuation of Property, Plant and Equipment

There was no valuation of property, plant and equipment since the financial year ended 31 December 2009.

i) Material Events Subsequent to the end of Financial Period

- i) Subscription of USD48 million principal amount of 4.25% convertible senior notes due 2015 issued by MGM Mirage, Inc

On 23 April 2010, the Company announced that Resorts World Limited ("RWL"), an indirect wholly-owned subsidiary of the Company, has completed the subscription of USD48 million (approximately RM153.4 million) aggregate principal amount of 4.25% convertible senior notes due 2015 issued by MGM Mirage, Inc.

- ii) Call Option

On 26 November 2008, the Company announced that RWL had entered into, amongst others, a call option agreement ("Option Agreement") with KH Digital Limited ("KHD") where KHD had granted a call option for a cash consideration of USD1 ("Call Option") for RWL to acquire, within a period of eighteen months from the date of the Option Agreement, the entire issued and paid-up share capital of Karridale Limited ("Karridale") at an exercise price of USD27.0 million. Karridale holds, via its wholly-owned subsidiary Faargy Limited, a 10% economic stake in Walker Digital Lottery LLC.

On 26 May 2010, the Company announced that the Call Option has lapsed and RWL did not exercise its option to acquire the entire issued and paid-up share capital of Karridale.

Other than the above, there were no material events subsequent to the end of current financial period ended 31 March 2010 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 three months ended 31 March 2010.

k) Changes in Contingent Liabilities or Contingent Assets

There were no material changes in the contingent liabilities or contingent assets since the financial year ended 31 December 2009.

l) Capital Commitments

Capital commitments not provided for in the financial statements as at 31 March 2010 are as follows:

	RM'000
Authorised property, plant and equipment expenditure not provided for in the financial statements:	
- Contracted	170,126
- Not contracted	308,407
	<u>478,533</u>

m) Significant Related Party Transactions

In the normal course of business, the Group undertakes on agreed terms and prices, transactions with related companies and other related parties. The related party transactions of the Group carried out during the three months ended 31 March 2010 are as follows:

	Current quarter RM'000
i) Provision of technical know-how and management expertise in the resort's operations by Genting Berhad ("GENT") Group to the Group.	<u>113,292</u>
ii) Licensing Fee for the use of "Genting" and "Awana" logo charged by GENT to the Group.	<u>46,450</u>
iii) Provision of GENT Group Management and Support Service by GENT Group to the Group.	<u>720</u>
iv) International Sales and Marketing services provided by Genting Singapore PLC (formerly known as Genting International P.L.C.) ("GENS") to the Group.	<u>12,276</u>
v) Provision of management and promotion of loyalty programme by a wholly-owned subsidiary of GENS to the Group.	<u>1,065</u>
vi) Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by GENS Group to the Group.	<u>5,043</u>
vii) Provision of information technology technical support services by GENS Group to the Group.	<u>1,430</u>
viii) Provision of information technology services for ad hoc projects by GENS Group to the Group.	<u>615</u>
ix) Provision of Customer Interaction Centre services by a wholly-owned subsidiary of GENS Group to the Group.	<u>2,248</u>
x) Rental charges for premises by the Company to Oriregal Creations Sdn Bhd.	<u>355</u>
xi) Rental charges and related services by the Group to GENT Group.	<u>806</u>
xii) Rental charges and related services by the Group to Genting Plantations Berhad (formerly known as Asiatic Development Berhad) Group.	<u>341</u>
xiii) Rental charges and related services by the Group to GENS Group.	<u>458</u>

GENTING MALAYSIA BERHAD (formerly known as RESORTS WORLD BHD)
ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FIRST QUARTER ENDED 31 MARCH 2010

Part II: Compliance with Appendix 9B of Bursa Securities Listing Requirements

1) Review of Performance

The results of the Group are tabulated below:

	INDIVIDUAL QUARTER			PRECEDING QUARTER	
	1Q2010 RM'Mil	1Q2009 RM'Mil	Var %	4Q2009 RM'Mil	Var %
Revenue					
Leisure & Hospitality	1,328.9	1,169.7	14%	1,260.8	5%
Property	5.7	1.0	+>100%	1.0	+>100%
Others	10.6	7.4	43%	13.8	-23%
	<u>1,345.2</u>	<u>1,178.1</u>	14%	<u>1,275.6</u>	5%
Adjusted EBITDA					
Leisure & Hospitality	541.2	457.3	18%	510.3	6%
Property	5.0	3.6	39%	(0.6)	+>100%
Others	0.8	1.7	-53%	1.6	-50%
	<u>547.0</u>	<u>462.6</u>	18%	<u>511.3</u>	7%
Impairment losses	(110.9)	(32.7)	->100%	-	-100%
Depreciation and amortisation	(66.4)	(66.8)	1%	(68.0)	2%
Interest income	19.8	20.7	-4%	20.0	-1%
Share of results in jointly controlled entity	(0.0)	0.1	->100%	(0.5)	+>100%
Gain on disposal of investments	-	2.7	-100%	3.1	-100%
Fair value gain on financial assets at fair value through profit or loss	1.6	-	+>100%	-	+>100%
Investment income	6.7	-	+>100%	5.4	24%
Provision for diminution in value of short term investments	-	(0.9)	100%	(1.9)	100%
Profit before taxation	<u>397.8</u>	<u>385.7</u>	3%	<u>469.4</u>	-15%

a) Quarter ended 31 March 2010 compared with quarter ended 31 March 2009

Total revenue increased by 14% to RM1,345.2 million mainly due to the better underlying performance of the leisure and hospitality business. The improved financial performance was due to overall higher volume of business and better luck factor in the premium players business.

Profit before taxation was RM397.8 million which is higher by 3% mainly due to the following:

- overall higher volume of business and better luck factor in the premium players business; offset by
- higher impairment losses this quarter mainly arising from the Group's investment in available-for-sale financial asset ("AFS") of RM108.0 million as mentioned in Part I (c)(ii) above. Included in the profit before taxation in the same quarter last year was an impairment loss of RM30.4 million on the Group's investment in AFS.

Excluding these impairment losses, the Group's profit before taxation would have increased by 22%.

2) Material Changes in Profit Before Taxation for the Current Quarter as compared with the Immediate Preceding Quarter

The Group registered a lower profit before taxation of RM397.8 million in the current quarter ended 31 March 2010 compared with RM469.4 million in the preceding quarter ended 31 December 2009.

The lower profit before taxation is mainly due to the following:

- impairment loss arising from the Group's investment in AFS of RM108.0 million as mentioned in Part I (c)(ii) above; mitigated by
- better luck factor in the premium players business although the overall volume of business was lower during the current quarter ended 31 March 2010.

Excluding these impairment losses, the Group's profit before taxation would have increased by 8% reflecting the better underlying performance of the leisure and hospitality business.

3) Prospects

Whilst the outlook for the leisure and hospitality industry remains positive, increasing regional competition is expected to have an impact on the performance of the Group for the remaining period of the year. Nevertheless, the Group will closely monitor its business activities and implement innovative strategies to deal with the strong competition.

4) Variance of Actual Profit from Forecast Profit

The Group did not issue any profit forecast or profit guarantee for the year.

5) Taxation

Taxation charges for the current quarter ended 31 March 2010 are as follows:

	Current quarter ended 31 March 2010
	<u>RM'000</u>
Current taxation charge:	
Malaysian income tax charge	131,297
Foreign income tax charge	41
Deferred tax charge	(5,934)
	<hr/> 125,404
Prior years' taxation:	
Income tax under provided	11
Deferred tax under provided	165
	<hr/> 125,580 <hr/>

The effective tax rate of the Group for the current quarter ended 31 March 2010 (before the adjustment of taxation in respect of prior years) is higher than the statutory tax rate mainly due to impairment loss arising from the Group's investment in available-for-sale financial asset and non-deductible expenses; mitigated by tax incentives and taxable income which is subject to different tax regime.

6) Profit on Sale of Unquoted Investments and/or Properties

The results for the current quarter ended 31 March 2010 do not include any profit or loss on sale of unquoted investments and properties which are not in the ordinary course of business.

7) Quoted Securities other than Securities in Existing Subsidiaries

(a) The dealings of quoted securities for the current quarter ended 31 March 2010 were as follows:

	Current quarter ended 31 March 2010
	<u>RM'000</u>
Total purchases at cost	<u>1,229</u>

There were no disposal of quoted securities for the current quarter ended 31 March 2010.

(b) The details of the investments in quoted shares excluding subsidiaries as at 31 March 2010 are set out below:

	<u>Available-for-Sale Financial Assets</u>	<u>Financial Assets at Fair Value through Profit or Loss</u>
	<u>RM'000</u>	<u>RM'000</u>
Total investments at cost	1,195,076	27,073
Total investments at market value	<u>997,276</u>	<u>23,901</u>

8) Status of Corporate Proposals Announced

There were no other corporate proposals announced but not completed as at 20 May 2010.

9) Group Borrowings and Debt Securities

There are no borrowings and debt securities as at 31 March 2010.

10) Outstanding derivatives

The Group had not entered into any new type of derivatives in the current interim quarter that was not disclosed in the preceding year's annual financial statements. Other than the Call Option as disclosed in Part I (i)(ii) above, the Group does not have any derivative financial instruments as at 31 March 2010. On 26 May 2010, the Company announced that the Call Option has lapsed and Resort World Limited did not exercise its option to acquire the entire issued and paid-up share capital of Karridale Limited.

11) Fair Value Changes of Financial Liabilities

As at 31 March 2010, the Group does not have any financial liabilities measured at fair value through profit or loss.

12) Changes in Material Litigation

There are no pending material litigations as at 20 May 2010.

13) Dividend Proposed or Declared

No dividend has been proposed or declared for the current quarter ended 31 March 2010.

14) Earnings per share ("EPS")

- (a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter ended 31 March 2010 are as follows:

	Current quarter ended 31 March 2010 RM'000
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of basic and diluted EPS)	272,364

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter ended 31 March 2010 are as follows:

	Current quarter ended 31 March 2010 Number of Shares ('000)
Weighted average number of ordinary shares in issue (*) (used as denominator for the computation of basic EPS)	5,698,199
Adjustment for share options granted under the Executive Share Option Scheme for Eligible Executives of Genting Malaysia Berhad (formerly known as Resorts World Bhd)	9,355
Weighted average number of ordinary shares in issue (used as denominator for the computation of diluted EPS)	5,707,554

(*) The weighted average number of ordinary shares of RM0.10 each in issue during the current quarter ended 31 March 2010 excludes the weighted average treasury shares held by the Company.

15) Disclosure of Audit Report Qualification and Status of Matters Raised

The audit report of the Group's annual financial statements for the year ended 31 December 2009 was not qualified.

16) Approval of Interim Financial Statements

The interim financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 27 May 2010.