



THIRD QUARTERLY REPORT

Quarterly report on consolidated results for the nine months ended 30 September 2017. The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE PERIOD	
	Third quarter ended 30 September		Nine months ended 30 September	
	<u>2017</u> <u>RM'000</u>	<u>2016</u> <u>RM'000</u>	<u>2017</u> <u>RM'000</u>	<u>2016</u> <u>RM'000</u>
Revenue	2,269,300	2,199,717	6,784,701	6,648,676
Cost of sales	(1,775,957)	(1,590,337)	(5,222,721)	(4,759,301)
Gross profit	493,343	609,380	1,561,980	1,889,375
Other income	124,481	165,212	378,183	363,426
Other expenses	(317,271)	(280,469)	(961,836)	(949,461)
Profit from operations before impairment losses	300,553	494,123	978,327	1,303,340
Reversal of previously recognised impairment losses	-	49,181	-	49,181
Impairment losses	(19,637)	(5,381)	(56,413)	(5,609)
Profit from operations	280,916	537,923	921,914	1,346,912
Finance costs	(31,093)	(18,268)	(80,977)	(53,087)
Profit before taxation	249,823	519,655	840,937	1,293,825
Taxation	(77,567)	12,500	(200,219)	(152,274)
Profit for the financial period	172,256	532,155	640,718	1,141,551
Profit attributable to:				
Equity holders of the Company	193,372	555,733	710,310	1,193,744
Non-controlling interests	(21,116)	(23,578)	(69,592)	(52,193)
	172,256	532,155	640,718	1,141,551
Earnings per share attributable to equity holders of the Company:				
Basic earnings per share (sen)	3.41	9.82	12.55	21.10
Diluted earnings per share (sen)	3.41	9.81	12.53	21.08

(The Condensed Consolidated Income Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2016.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE PERIOD	
	Third quarter ended 30 September		Nine months ended 30 September	
	<u>2017</u> <u>RM'000</u>	<u>2016</u> <u>RM'000</u>	<u>2017</u> <u>RM'000</u>	<u>2016</u> <u>RM'000</u>
Profit for the financial period	172,256	532,155	640,718	1,141,551
Other comprehensive (loss)/income				
Items that will be reclassified subsequently to profit or loss:				
Available-for-sale financial assets				
- Fair value loss	-	(92,143)	-	(265,222)
Cash flow hedges				
- Fair value gain/(loss)	1,132	410	(19)	(147)
Foreign currency exchange differences	(37,151)	110,900	(383,858)	(990,777)
Other comprehensive (loss)/income, net of tax	(36,019)	19,167	(383,877)	(1,256,146)
Total comprehensive income/(loss) for the financial period	136,237	551,322	256,841	(114,595)
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	153,698	576,521	316,694	(57,643)
Non-controlling interests	(17,461)	(25,199)	(59,853)	(56,952)
	136,237	551,322	256,841	(114,595)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2016.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2017

	UNAUDITED As at 30.09.2017 RM'000	As at 31.12.2016 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	13,551,624	12,158,625
Land held for property development	184,672	184,672
Investment properties	2,282,474	2,317,873
Intangible assets	4,846,314	5,036,343
Available-for-sale financial assets	96,632	102,892
Other non-current assets	1,797,969	1,842,383
Deferred tax assets	93,995	122,415
	<u>22,853,680</u>	<u>21,765,203</u>
Current assets		
Inventories	108,364	98,221
Trade and other receivables	576,425	566,850
Amounts due from other related companies	8,220	9,493
Financial asset at fair value through profit or loss	8,562	10,799
Available-for-sale financial assets	300,000	550,000
Derivative financial instruments	-	3,064
Restricted cash	57,094	35,053
Cash and cash equivalents	6,080,252	4,855,700
	<u>7,138,917</u>	<u>6,129,180</u>
Assets classified as held for sale	60,733	-
	<u>7,199,650</u>	<u>6,129,180</u>
TOTAL ASSETS	<u>30,053,330</u>	<u>27,894,383</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	1,764,424	593,804
Reserves	18,396,391	20,228,241
Treasury shares	(911,258)	(911,258)
Shares held for employee share scheme	(21,678)	(45,769)
	<u>19,227,879</u>	<u>19,865,018</u>
Non-controlling interests	<u>(179,506)</u>	<u>(119,653)</u>
TOTAL EQUITY	<u>19,048,373</u>	<u>19,745,365</u>
Non-current liabilities		
Other long term liabilities	222,742	220,337
Long term borrowings	6,161,638	3,223,146
Deferred tax liabilities	707,741	673,771
	<u>7,092,121</u>	<u>4,117,254</u>
Current liabilities		
Trade and other payables	2,601,610	2,738,495
Amount due to holding company	19,391	19,886
Amounts due to other related companies	129,115	162,031
Short term borrowings	923,114	1,103,426
Derivative financial instruments	1,104	4,006
Taxation	476	3,920
Dividend payable	226,524	-
	<u>3,901,334</u>	<u>4,031,764</u>
Liabilities classified as held for sale	11,502	-
	<u>3,912,836</u>	<u>4,031,764</u>
TOTAL LIABILITIES	<u>11,004,957</u>	<u>8,149,018</u>
TOTAL EQUITY AND LIABILITIES	<u>30,053,330</u>	<u>27,894,383</u>
NET ASSETS PER SHARE (RM)	<u>3.40</u>	<u>3.51</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 2016.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

	Attributable to equity holders of the Company									
	Share Capital	Share Premium	Cash Flow Hedges Reserve	Other Reserves	Treasury Shares	Shares held for Employee Share Scheme	Retained Earnings	Total	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2017	593,804	1,170,620	(739)	2,250,313	(911,258)	(45,769)	16,808,047	19,865,018	(119,653)	19,745,365
Transfer of share premium (see Note below)	1,170,620	(1,170,620)	-	-	-	-	-	-	-	-
Profit/(Loss) for the financial period	-	-	-	-	-	-	710,310	710,310	(69,592)	640,718
Other comprehensive (loss)/income	-	-	(19)	(393,597)	-	-	-	(393,616)	9,739	(383,877)
Total comprehensive (loss)/income for the financial period	-	-	(19)	(393,597)	-	-	710,310	316,694	(59,853)	256,841
Transactions with owners:										
Performance-based employee share scheme	-	-	-	36,780	-	-	-	36,780	-	36,780
Employee share scheme shares vested to employees	-	-	-	(24,091)	-	24,091	-	-	-	-
Appropriation:										
Special single-tier dividend declared for the year ended 31 December 2016	-	-	-	-	-	-	(412,976)	(412,976)	-	(412,976)
Final single-tier dividend declared for the year ended 31 December 2016	-	-	-	-	-	-	(351,113)	(351,113)	-	(351,113)
Interim single-tier dividend declared for the year ending 31 December 2017	-	-	-	-	-	-	(226,524)	(226,524)	-	(226,524)
Total transactions with owners	-	-	-	12,689	-	24,091	(990,613)	(953,833)	-	(953,833)
At 30 September 2017	1,764,424	-	(758)	1,869,405	(911,258)	(21,678)	16,527,744	19,227,879	(179,506)	19,048,373

Note

With the Companies Act 2016 ("the Act") that came into effect on 31 January 2017, the credit standing in the share premium account of RM1,170.6 million has been transferred to share capital account. Pursuant to subsection 618(3) of the Act, the Group may exercise its right to use the amount standing to the credit of its share premium within 24 months after the commencement of the Act. The Board of Directors will make a decision thereon before 31 January 2019. The balance of RM1,764.4 million in share capital represents 5,938.0 million ordinary shares.

(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 2016.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D)
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

	Attributable to equity holders of the Company										
	Share Capital	Share Premium	Available-for-sale Financial Assets Reserve	Cash Flow Hedges Reserve	Other Reserves	Treasury Shares	Shares held for Employee Share Scheme	Retained Earnings	Total	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2016	593,804	1,170,620	1,077,734	(4,006)	2,857,714	(906,707)	(57,267)	14,348,518	19,080,410	25,944	19,106,354
Profit/(Loss) for the financial period	-	-	-	-	-	-	-	1,193,744	1,193,744	(52,193)	1,141,551
Other comprehensive loss	-	-	(265,222)	(147)	(986,018)	-	-	-	(1,251,387)	(4,759)	(1,256,146)
Total comprehensive (loss)/income for the financial period	-	-	(265,222)	(147)	(986,018)	-	-	1,193,744	(57,643)	(56,952)	(114,595)
Transactions with owners:											
Changes in ownership interest in a subsidiary upon finalisation of purchase price allocation	-	-	-	-	-	-	-	5,551	5,551	(55,984)	(50,433)
Buy-back of shares	-	-	-	-	-	(2,147)	-	-	(2,147)	-	(2,147)
Performance-based employee share scheme	-	-	-	-	31,063	-	-	-	31,063	-	31,063
Employee share scheme shares vested to employees	-	-	-	-	(11,498)	-	11,498	-	-	-	-
Appropriation:											
Final single-tier dividend declared for the year ended 31 December 2015	-	-	-	-	-	-	-	(243,281)	(243,281)	-	(243,281)
Interim single-tier dividend declared for the year ending 31 December 2016	-	-	-	-	-	-	-	(169,731)	(169,731)	-	(169,731)
Total transactions with owners	-	-	-	-	19,565	(2,147)	11,498	(407,461)	(378,545)	(55,984)	(434,529)
At 30 September 2016	593,804	1,170,620	812,512	(4,153)	1,891,261	(908,854)	(45,769)	15,134,801	18,644,222	(86,992)	18,557,230

(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 2016.)

GENTING MALAYSIA BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

	UNAUDITED	
	Nine months ended	
	30 September	
	2017	2016
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	840,937	1,293,825
Adjustments for:		
Depreciation and amortisation	697,496	562,048
Property, plant and equipment written off	3,598	6,709
Net gain on disposal of property, plant and equipment	(1,349)	(37,276)
Finance costs	80,977	53,087
Interest income	(221,928)	(163,099)
Investment income	(13,173)	(21,399)
Reversal of previously recognised impairment losses	-	(49,181)
Impairment losses	56,413	5,609
Employee share grant scheme expenses	36,780	31,063
Fair value loss on derivative financial instruments	-	(1,144)
Net exchange loss – unrealised	84,723	70,074
Other non-cash items and adjustments	20,980	7,891
	744,517	464,382
Operating profit before working capital changes	1,585,454	1,758,207
Net change in current assets	3,062	(166,222)
Net change in current liabilities	138,968	155,898
	142,030	(10,324)
Cash generated from operations	1,727,484	1,747,883
Net tax paid	(153,275)	(230,150)
Retirement gratuities paid	(2,408)	(1,422)
Onerous lease paid	(93,382)	-
Other net operating payments	-	(247)
	(249,065)	(231,819)
Net Cash Flow From Operating Activities	1,478,419	1,516,064
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,169,102)	(2,246,391)
Proceeds from disposal of property, plant and equipment	2,456	333,496
Purchase of intangible assets	-	(7,373)
Purchase of investments	(62,578)	(403,435)
Proceeds from disposal of available-for-sale financial assets	250,000	-
Proceeds from redemption of unquoted preference shares in a Malaysian corporation	-	100,000
Other investing activities	35,576	90,658
Net Cash Flow From Investing Activities	(1,943,648)	(2,133,045)
CASH FLOWS FROM FINANCING ACTIVITIES		
Buy-back of shares	-	(2,147)
Repayment of borrowings and transaction costs	(1,677,420)	(1,204,654)
Proceeds from bank borrowings and issuance of medium term notes	4,464,690	1,420,883
Restricted cash	1,207	45,125
Dividend paid	(764,089)	(243,281)
Finance costs paid	(223,511)	(151,872)
Net Cash Flow From Financing Activities	1,800,877	(135,946)
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	1,335,648	(752,927)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	4,855,700	4,518,966
EFFECT OF CURRENCY TRANSLATION	(111,096)	(80,634)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	6,080,252	3,685,405
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	2,375,503	1,716,553
Money market instruments	3,704,749	1,968,852
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	6,080,252	3,685,405

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2016.)

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

a) *Accounting Policies 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 financial information for the nine months ended 30 September 2017 have been reviewed by the Company’s auditor in accordance with the International Standards on Review Engagements (“ISRE”) 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016. The accounting policies 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 2016 except for the adoption of amendments that are mandatory for the Group for the financial year beginning 1 January 2017:

Amendments to MFRS 107	Statement of Cash Flows
Amendments to MFRS 112	Income Taxes

The adoption of these amendments to standards do not have a material impact on the interim financial information of the Group.

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*

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 2017.

d) *Material Changes in Estimates*

The Group conducts a regular review of the estimated useful lives of its assets in line with its business operations. This has resulted in a reduction in the depreciation and amortisation expense of its property, plant and equipment by RM59.1 million during the current quarter ended 30 September 2017.

Other than the above, there were no material changes in estimates of amounts reported in prior financial years.

e) *Changes in Debt and Equity Securities*

Issuance of Medium Term Notes (“MTN”)

On 31 March 2017, GENM Capital Berhad, a wholly-owned subsidiary of Genting Malaysia Berhad (“the Company”), issued RM2.6 billion in nominal value of MTNs for working capital and funding of the development of Genting Integrated Tourism Plan. The issuance comprised RM1.25 billion 5-year MTN at coupon rate of 4.78% per annum, RM1.1 billion 10-year MTN at coupon rate of 4.98% per annum and RM0.25 billion 15-year MTN at coupon rate of 5.20% per annum under its MTN Programme which is guaranteed by the Company. The coupon is payable semi-annually.

Other than the above, there were no issuance, cancellation, repurchase, resale or repayments of debts or equity securities for the nine months ended 30 September 2017.

f) Dividend Paid

Dividend paid during the nine months ended 30 September 2017 is as follows:

	RM'000
Special single-tier dividend for the year ended 31 December 2016 paid on 28 March 2017 7.3 sen per ordinary share	412,976
Final single-tier dividend for the year ended 31 December 2016 paid on 21 June 2017 6.2 sen per ordinary share	351,113
	<u>764,089</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. 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 pre-opening expenses, gain or loss on disposal of assets and assets written off.

Segment analysis for the nine months ended 30 September 2017 is set out below:

	<u>Leisure & Hospitality</u>			<u>Property</u>	<u>Investments & Others</u>	<u>Total</u>
	<u>Malaysia RM'000</u>	<u>United Kingdom RM'000</u>	<u>United States of America and Bahamas RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue						
Total revenue	4,148,717	1,394,856	1,129,130	83,982	139,582	6,896,267
Inter segment	(6,924)	-	-	(9,924)	(94,718)	(111,566)
External	<u>4,141,793</u>	<u>1,394,856</u>	<u>1,129,130</u>	<u>74,058</u>	<u>44,864</u>	<u>6,784,701</u>
Adjusted EBITDA	<u>1,207,338</u>	<u>167,126</u>	<u>193,867</u>	<u>42,482</u>	<u>(73,015)</u>	<u>1,537,798</u>
Main foreign currency	RM	GBP	USD	RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.5402	4.3475	4.3475		

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

Adjusted EBITDA for reportable segments	RM'000 1,537,798
Property, plant and equipment written off	(3,598)
Net gain on disposal of property, plant and equipment	1,349
Pre-opening expenses	(59,097)
Impairment losses	(56,413)
Others	(22,557)
EBITDA	<u>1,397,482</u>
Depreciation and amortisation	(697,496)
Interest income	221,928
Finance costs	(80,977)
Profit before taxation	<u>840,937</u>

g) Segment Information (Cont'd)

	<u>Leisure & Hospitality</u>			<u>Property</u>	<u>Investments & Others</u>	<u>Total</u>
	<u>Malaysia RM'000</u>	<u>United Kingdom RM'000</u>	<u>United States of America and Bahamas RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Segment Assets	10,606,317	4,940,838	5,158,123	2,585,446	1,066,205	24,356,929
Segment Liabilities	1,981,570	556,443	332,356	37,907	65,686	2,973,962
Main foreign currency	RM	GBP	USD	RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.6827	4.1985	4.1985		

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

	RM'000
Segment assets	24,356,929
Interest bearing instruments	5,416,731
Unallocated corporate assets	218,937
Assets classified as held for sale	60,733
Total assets	<u>30,053,330</u>

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

Segment liabilities	2,973,962
Interest bearing instruments	7,084,752
Unallocated corporate liabilities	934,741
Liabilities classified as held for sale	11,502
Total liabilities	<u>11,004,957</u>

h) Property, Plant and Equipment

During the nine months ended 30 September 2017, acquisitions (including capitalised interest) of property, plant and equipment by the Group were RM1,983.3 million.

i) Material Event Subsequent to the end of Financial Period

There was no material event subsequent to the end of the current financial period ended 30 September 2017 that has 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 2017.

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 2016.

l) Capital Commitments

Authorised capital commitments not provided for in the financial statements as at 30 September 2017 are as follows:

	RM'000
Contracted	2,059,898
Not contracted	6,591,272
	<u>8,651,170</u>
Analysed as follows:	
- Property, plant and equipment	8,407,725
- Investments	243,445
	<u>8,651,170</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 nine months ended 30 September 2017 are as follows:

	Current quarter RM'000	Current financial year-to-date RM'000
i) Provision of technical know-how and management expertise in the resort's operations by Genting Berhad ("GENT") Group to the Group.	93,844	304,107
ii) Licensing fee for the use of "Genting", "Resorts World" and "Awana" logo charged by GENT to the Group.	49,817	148,295
iii) Licensing fee for the use of "Resorts World" and "Genting" intellectual property outside Malaysia charged by GENT Group to the Group.	248	778
iv) Provision of management and support services by GENT Group to the Group.	1,957	6,013
v) Rental charges and related services by the Group to GENT Group.	951	2,861
vi) Rental charges and related services by the Group to Genting Plantations Berhad ("GENP") Group.	675	2,021
vii) Licensing fee for the use of "Resorts World" and "Genting" intellectual property in the United States of America and the Bahamas charged by Resorts World Inc Pte Ltd ("RWI") Group to the Group.	18,707	58,063
viii) Provision of information technology consultancy, development, implementation, support and maintenance services and other management services by the Group to GENT Group.	806	2,837
ix) Provision of information technology consultancy, development, implementation, support and maintenance services and other management services by the Group to GENP Group.	804	2,686
x) Provision of management and support services by the Group to GENT Group.	549	1,684
xi) Rental charges by Genting Development Sdn Bhd to the Group.	125	852
xii) Provision of management and consultancy services on theme park and resort development operations by International Resort Management Services Pte Ltd to the Company.	3,325	8,323
xiii) Rental charges for premises by the Group to Warisan Timah Holdings Sdn Bhd.	543	1,660
xiv) Provision of water supply services by an entity connected with shareholder of BB Entertainment Ltd ("BBEL") to the Group.	1,123	2,638
xv) Provision of maintenance services by entities connected with shareholder of BBEL to the Group.	2,242	11,250
xvi) Rental charges for office space by the Group to GENHK Group.	1,781	3,660
xvii) Provision of construction services by an entity connected with shareholder of BBEL to the Group.	1,218	7,690
xviii) Purchase of rooms by the Group from an entity connected with shareholder of BBEL.	134	792

m) Significant Related Party Transactions (Cont'd)

	Current quarter RM'000	Current financial year-to- date RM'000
xix) Licensing fee for the use of Internet Gaming System platform in the United Kingdom charged by RWI Group to the Group.	275	818
xx) Provision of aviation related services by the Group to GENHK Group.	350	695
xxi) Provision of information technology consultancy, development, implementation, support and maintenance services and other management services by the Group to GENHK Group.	132	854
xxii) Rental income for rooftop of a car park building from Genting Highlands Premium Outlets Sdn Bhd ("GHPO").	-	4,200
xxiii) Purchase of electronic table games by the Group from RWI Group.	-	6,753
xxiv) Provision of utilities, maintenance and security services by the Group to GHPO.	1,094	1,098

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 assets or liabilities that are not based on observable market data (that is, unobservable inputs).

As at 30 September 2017, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial assets				
Financial asset at fair value through profit or loss	8,562	-	-	8,562
Available-for-sale financial assets	-	300,000	96,632	396,632
	8,562	300,000	96,632	405,194

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2016.

GENTING MALAYSIA BERHAD
ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FINANCIAL PERIOD ENDED
30 SEPTEMBER 2017

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

1) Review of Performance

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

The results of the Group are tabulated below:

	INDIVIDUAL QUARTER				NINE MONTHS ENDED 30 SEPTEMBER			
	3Q2017	3Q2016	Var		2017	2016	Var	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
Revenue								
Leisure & Hospitality								
- Malaysia	1,352.9	1,461.3	-108.4	-7%	4,141.8	4,115.5	26.3	1%
- United Kingdom	516.3	380.0	136.3	36%	1,394.8	1,413.1	-18.3	-1%
- United States of America and Bahamas	363.2	321.6	41.6	13%	1,129.1	1,023.7	105.4	10%
	2,232.4	2,162.9	69.5	3%	6,665.7	6,552.3	113.4	2%
Property	23.8	16.2	7.6	47%	74.1	51.8	22.3	43%
Investments & others	13.1	20.6	-7.5	-36%	44.9	44.6	0.3	1%
	2,269.3	2,199.7	69.6	3%	6,784.7	6,648.7	136.0	2%
Adjusted EBITDA								
Leisure & Hospitality								
- Malaysia	336.0	497.3	-161.3	-32%	1,207.3	1,420.9	-213.6	-15%
- United Kingdom	53.8	42.1	11.7	28%	167.2	233.6	-66.4	-28%
- United States of America and Bahamas	59.6	21.2	38.4	>100%	193.8	88.2	105.6	>100%
	449.4	560.6	-111.2	-20%	1,568.3	1,742.7	-174.4	-10%
Property	13.0	6.9	6.1	88%	42.5	21.7	20.8	96%
Investments & others	(24.5)	15.2	-39.7	>-100%	(73.0)	(75.2)	2.2	3%
	437.9	582.7	-144.8	-25%	1,537.8	1,689.2	-151.4	-9%
Pre-opening expenses	(19.5)	(13.2)	-6.3	-48%	(59.1)	(34.7)	-24.4	-70%
Property, plant and equipment written off	(0.8)	(3.1)	2.3	74%	(3.6)	(6.7)	3.1	46%
Net gain on disposal of property, plant and equipment	0.7	43.3	-42.6	-98%	1.3	37.3	-36.0	-97%
Reversal of previously recognised impairment losses	-	49.2	-49.2	NC	-	49.2	-49.2	NC
Impairment losses	(19.6)	(5.4)	-14.2	>-100%	(56.4)	(5.6)	-50.8	>-100%
Others	0.4	17.2	-16.8	-98%	(22.5)	17.2	-39.7	>-100%
	399.1	670.7	-271.6	-40%	1,397.5	1,745.9	-348.4	-20%
EBITDA								
Depreciation and amortisation	(195.9)	(196.3)	0.4	<1%	(697.5)	(562.1)	-135.4	-24%
Interest income	77.7	63.5	14.2	22%	221.9	163.1	58.8	36%
Finance costs	(31.1)	(18.3)	-12.8	-70%	(81.0)	(53.1)	-27.9	-53%
Profit before taxation	249.8	519.6	-269.8	-52%	840.9	1,293.8	-452.9	-35%

NC : Not comparable

2) Review of Performance (Cont'd)

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

The results of the Group are tabulated below:

	INDIVIDUAL QUARTER 3Q2017 RM'Mil	PRECEDING QUARTER 2Q2017 RM'Mil	Var	
			RM'Mil	%
Revenue				
Leisure & Hospitality				
- Malaysia	1,352.9	1,445.0	-92.1	-6%
- United Kingdom	516.3	411.2	105.1	26%
- United States of America and Bahamas	363.2	384.9	-21.7	-6%
	2,232.4	2,241.1	-8.7	<-1%
Property	23.8	30.6	-6.8	-22%
Investments & others	13.1	19.9	-6.8	-34%
	2,269.3	2,291.6	-22.3	-1%
Adjusted EBITDA				
Leisure & Hospitality				
- Malaysia	336.0	434.3	-98.3	-23%
- United Kingdom	53.8	35.7	18.1	51%
- United States of America and Bahamas	59.6	92.8	-33.2	-36%
	449.4	562.8	-113.4	-20%
Property	13.0	20.2	-7.2	-36%
Investments & others	(24.5)	(47.9)	23.4	49%
	437.9	535.1	-97.2	-18%
Pre-opening expenses	(19.5)	(22.5)	3.0	13%
Property, plant and equipment written off	(0.8)	(1.9)	1.1	58%
Net gain on disposal of property, plant and equipment	0.7	0.4	0.3	75%
Impairment losses	(19.6)	(36.8)	17.2	47%
Others	0.4	(16.9)	17.3	>100%
EBITDA	399.1	457.4	-58.3	-13%
Depreciation and amortisation	(195.9)	(253.3)	57.4	23%
Interest income	77.7	73.5	4.2	6%
Finance costs	(31.1)	(30.8)	-0.3	-1%
Profit before taxation	249.8	246.8	3.0	1%

NC: Not comparable

1) Review of Performance (Cont'd)

a) Quarter ended 30 September 2017 ("3Q 2017") compared with quarter ended 30 September 2016 ("3Q 2016")

The Group's revenue in 3Q 2017 was RM2,269.3 million, an increase of 3% compared with RM2,199.7 million in 3Q 2016.

The higher revenue for this quarter was mainly attributable to:

1. an increase in revenue from the casino business in United Kingdom ("UK") by RM136.3 million or 36%, mainly contributed by overall higher hold percentage and higher volume of business from its premium gaming segment, as well as the strengthening of GBP against RM. Excluding the impact of foreign exchange movement, revenue from the casino business in UK increased by 28%; and
2. an increase in revenue from the leisure and hospitality business in United States of America ("US") and Bahamas by RM41.6 million, mainly due to an improved commission structure with the New York state authority on Resorts World Casino New York City ("RWNYC")'s gaming operations. This was offset by
3. a decrease in revenue from the leisure and hospitality business in Malaysia by RM108.4 million, mainly due to lower hold percentage from the mid to premium segments of the business. The overall business volume grew during the quarter. The opening of new attractions at SkyPlaza in March 2017 has contributed significantly to the increase in the revenue from the mass market.

The Group's adjusted EBITDA in 3Q 2017 was at RM437.9 million compared with RM582.7 million in 3Q 2016, a decrease of 25%. The lower adjusted EBITDA was mainly attributable to:

1. a decrease in adjusted EBITDA from the leisure and hospitality business in Malaysia by RM161.3 million, mainly due to lower revenue and higher cost relating to the premium players business and higher operating costs incurred for the new facilities under Genting Integrated Tourism Plan ("GITP"); and
2. an adjusted loss before interest, tax, depreciation and amortisation ("LBITDA") of RM24.5 million was recorded in 3Q 2017 from the "investments and others" segment, as compared to an adjusted EBITDA of RM15.2 million in the same quarter last year. The LBITDA in 3Q 2017 was mainly related to foreign exchange losses on the Group's USD denominated assets as a result of the strengthening of RM against USD during the current quarter. This was mitigated by
3. an increase in adjusted EBITDA from the leisure and hospitality business in US and Bahamas by RM38.4 million mainly due to lower LBITDA from Resorts World Bimini ("Bimini operations") as a result of lower operating costs; and
4. an increase in adjusted EBITDA from the casino business in UK by RM11.7 million, mainly due to higher revenue offset by higher level of bad debt.

The Group's profit before taxation of RM249.8 million in 3Q 2017, decreased by 52% as compared with RM519.6 million in 3Q 2016. The decrease in profit before taxation was mainly due to:

1. lower adjusted EBITDA as mentioned above;
2. reversal of previously recognised impairment losses of RM49.2 million from UK operations in 3Q 2016; and
3. recognition of a one-off gain of RM43.6 million from the disposal of leasehold land in Malaysia in 3Q 2016.

b) Financial period for the nine months ended 30 September 2017 (“YTD Sept 2017”) compared with nine months ended 30 September 2016 (“YTD Sept 2016”)

The Group’s revenue in YTD Sept 2017 was RM6,784.7 million, an increase of 2% compared with RM6,648.7 million in YTD Sept 2016.

The increase was mainly attributable to:

1. higher revenue from the leisure and hospitality business in the US and Bahamas by RM105.4 million or 10%, mainly due to an improved commission structure with the New York state authority on RWNYC’s gaming operations as well as the strengthening of USD against RM. Bimini operations recorded lower revenue mainly due to lower hold percentage and volume of business. Excluding the impact of foreign exchange movement, revenue from the leisure and hospitality business in the US and Bahamas increased by 4%; and
2. higher revenue from the leisure and hospitality business in Malaysia by RM26.3 million, mainly contributed by significantly higher revenue from the mass market following the partial opening of new facilities under GITP since December 2016. This was offset by lower revenue from mid to premium segments of the business because of lower hold percentage although the volume of business was much higher.

The Group’s adjusted EBITDA in YTD Sept 2017 was RM1,537.8 million as compared to RM1,689.2 million in YTD Sept 2016, a decrease of 9%. The lower adjusted EBITDA was mainly attributable to:

1. a decrease in adjusted EBITDA from the leisure and hospitality business in Malaysia by RM213.6 million mainly due to higher cost relating to the premium players business and higher operating costs incurred for the new facilities under GITP, mitigated by higher revenue; and
2. a decrease in adjusted EBITDA from the casino business in UK by RM66.4 million, mainly due to lower revenue and higher level of bad debts. This was mitigated by;
3. an increase in adjusted EBITDA from the leisure and hospitality business in US and Bahamas by RM105.6 million, mainly due to higher revenue from RWNYC operations and lower operating costs following the cessation of Bimini SuperFast cruise ferry operations in the first quarter of the previous year.

The Group’s profit before taxation of RM840.9 million in YTD Sept 2017 was lower by 35% compared with RM1,293.8 million in YTD Sept 2016. The lower profit before taxation was mainly due to:

1. lower adjusted EBITDA as mentioned above;
2. higher depreciation and amortisation by RM135.4 million, mainly from Malaysia operations due to the commencement of operations of certain facilities under GITP since end of 2016;
3. impairment of certain assets relating to the Bimini and Malaysia operations in the current period totaling RM50.6 million; and
4. reversal of previously recognised impairment losses of RM49.2 million from UK operations in YTD Sept 2016; mitigated by
5. higher interest income by RM58.8 million mainly from the Group’s foreign currency denominated investment.

2) Material Changes in Profit before Taxation for the Current Quarter (“3Q 2017”) compared with the Immediate Preceding Quarter (“2Q 2017”)

Profit before taxation for 3Q 2017 was RM249.8 million compared to 2Q 2017 of RM246.8 million. The higher profit before taxation was mainly due to:

1. lower depreciation and amortisation by RM57.4 million, mainly due to impact as disclosed in Part I, item (d) above;
2. lower adjusted LBITDA from the investments & others segment by RM23.4 million mainly due to lower foreign exchange losses on the Group’s USD denominated assets; and
3. higher adjusted EBITDA from the casino business in UK by RM18.1 million mainly due to higher revenue offset by higher level of bad debts. This was offset by
4. lower adjusted EBITDA from the leisure and hospitality business in Malaysia by RM98.3 million due to lower hold percentage from mid to premium segments of the business although the volume of business was higher; and
5. lower adjusted EBITDA from the leisure and hospitality business in the US and Bahamas by RM33.2 million mainly due to lower revenue from RWNYC and Bimini operations.

3) Prospects

Global economic conditions are expected to further strengthen in the fourth quarter of 2017, driven by growth in consumption and investments in certain advanced economies and improvements in global trade. The Malaysian economy is expected to continue on its growth trajectory, primarily driven by stronger domestic and external demand.

The outlook for international tourism is expected to remain positive. Meanwhile, the regional gaming industry remains promising as evidenced by the continued improvements in performances recently reported by gaming operators in Macau and Singapore.

The Group remains optimistic on the growth potential of the leisure and hospitality industry in the medium to long term.

In Malaysia, the Group remains focused on the development of GTP at Resorts World Genting (“RWG”) as it prepares to roll out the much anticipated 20th Century Fox World Theme Park as well as the new indoor theme park next year. With the recent additions under GTP that complement the existing attractions at RWG, the Group will focus on optimising overall operational efficiencies and driving revenue growth.

In the UK, the Group is encouraged with its performance in the premium players business segment despite the challenging operating environment. The Group’s strategy to reduce short term volatility in this segment continues to be successful in delivering sustainable performance. As for the non-premium players business, the Group will continue its efforts on strengthening its position and improving business efficiency in this segment. Visitation growth in Resorts World Birmingham has been encouraging and emphasis will continue to be placed on stabilising the operations and growing the business at the resort.

In the US, RWNYC maintained its steady business growth and remains the market leader in terms of gaming revenue in the Northeast US region, despite growing regional competition. The Group will continue intensifying its direct marketing efforts to drive visitations and frequency of play at the property. Additionally, RWNYC has embarked on a USD400 million expansion which will include various new attractions, such as a 400-room hotel, F&B outlets, retail stores and entertainment facilities. In the Bahamas, the Group will focus its marketing efforts on the leisure market to drive visitations and volume of business at the resort as well as continuing its cost rationalisation initiatives.

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 and nine months ended 30 September 2017 are as follows:

	Current quarter ended 30 September 2017 RM'000	Nine months ended 30 September 2017 RM'000
Current taxation		
Malaysian income tax charge	12,512	64,017
Foreign income tax charge	44,682	92,532
	<u>57,194</u>	<u>156,549</u>
Deferred tax charge	23,464	47,159
	<u>80,658</u>	<u>203,708</u>
Prior period taxation		
Income tax over provided	(3,091)	(3,489)
	<u>77,567</u>	<u>200,219</u>

The effective tax rate of the Group for the current quarter ended 30 September 2017 is higher than the statutory tax rate mainly due to non-deductible expenses and current period deferred tax assets not recognised, mitigated by income not subject to tax and tax incentives.

6) Status of Corporate Proposals Announced

There was no corporate proposals announced but not completed as at 16 November 2017.

7) Group Borrowings

The details of the Group's borrowings as at 30 September 2017 are as set out below:

	As at 30.09.2017			As at 31.12.2016	
	Secured/ Unsecured	Foreign Currency '000		RM Equivalent '000	RM Equivalent '000
Short term borrowings	Secured	USD	-	-	199,549
	Unsecured	GBP	162,444	923,114	903,877
					923,114
Long term borrowings	Secured	USD	277,895	1,166,742	825,978
	Unsecured	RM	N/A	4,994,896	2,397,168
					6,161,638
Total borrowings	Secured	USD	277,895	1,166,742	1,025,527
	Unsecured	GBP	162,444	923,114	903,877
		RM	N/A		4,994,896
				7,084,752	4,326,572

8) *Outstanding derivatives*

As at 30 September 2017, the values and maturity analysis of the outstanding derivatives of the Group are as follows:

Types of Derivative	Contract/Notional Value RM'000	Fair Value Liabilities RM'000
<u>Interest Rate Swaps</u>		
GBP	375,056	
- Less than 1 year		1,104

Other than the above, there is no significant change for the financial derivatives in respect of the following since the last financial year ended 31 December 2016:

- 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.

9) *Fair Value Changes of Financial Liabilities*

As at 30 September 2017, the Group does not have any financial liabilities measured at fair value through profit or loss.

10) *Changes in Material Litigation*

There are no pending material litigations as at 16 November 2017.

11) *Dividend Proposed or Declared*

- No dividend has been proposed or declared for the current quarter ended 30 September 2017.
- An interim single-tier dividend of 4.00 sen per ordinary share in respect of the financial year ending 31 December 2017 was paid on 4 October 2017.

12) *Profit before Taxation*

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

	Current quarter ended <u>30 September</u> <u>2017</u> <u>RM'000</u>	Nine months ended <u>30 September</u> <u>2017</u> <u>RM'000</u>
<u>Charges:</u>		
Depreciation and amortisation	195,929	697,496
Impairment losses	19,637	56,413
Net foreign currency exchange losses	26,555	78,494
Property, plant and equipment written off	807	3,598
Finance costs:		
- Interest on borrowings	76,103	195,256
- Other finance costs	3,965	14,671
- Less: capitalised costs	(31,325)	(89,514)
- Less: interest income earned	(17,650)	(39,436)
Finance costs charged to income statements	31,093	80,977

12) Profit before Taxation (Cont'd)

	Current quarter ended <u>30 September</u> <u>2017</u> <u>RM'000</u>	Nine months ended <u>30 September</u> <u>2017</u> <u>RM'000</u>
<u>Credits:</u>		
Net gain on disposal of property, plant and equipment	751	1,349
Gain on disposal of a subsidiary	2,830	2,830
Interest income	77,724	221,928
Investment income	3,889	13,173
	<hr/>	<hr/>

13) Earnings per share ("EPS")

- (a) The earnings used as the numerator in calculating basic and diluted EPS for the current quarter and nine months ended 30 September 2017 are as follows:

	Current quarter ended <u>30 September</u> <u>2017</u> <u>RM'000</u>	Current financial year-to-date ended <u>30 September</u> <u>2017</u> <u>RM'000</u>
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of basic and diluted EPS)	<hr/> <hr/> 193,372	<hr/> <hr/> 710,310

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted EPS for the current quarter and nine months ended 30 September 2017 are as follows:

	Current quarter ended <u>30 September</u> <u>2017</u> <u>Number of Shares ('000)</u>	Current financial year-to-date ended <u>30 September</u> <u>2017</u> <u>Number of Shares ('000)</u>
Weighted average number of ordinary shares in issue (*) (used as denominator for the computation of basic EPS)	5,663,115	5,661,490
Adjustment for dilutive effect of Employee Share Scheme	<hr/> 9,017	<hr/> 9,017
Adjusted weighted average number of ordinary shares in issue (used as denominator for the computation of diluted EPS)	<hr/> <hr/> 5,672,132	<hr/> <hr/> 5,670,507

(*) The weighted average number of ordinary shares in issue during the current quarter and nine months ended 30 September 2017 excludes the weighted average treasury shares held by the Company and the shares held for employee share scheme.

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

The breakdown of the retained profits of the Group as at 30 September 2017, into realised and unrealised profits, pursuant to a directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

	As at the end of current quarter RM'000	As at the end of last financial year RM'000
Total retained profits of Genting Malaysia Berhad and its subsidiaries:		
- Realised	16,602,423	16,946,138
- Unrealised	(668,622)	(601,510)
	<hr/> 15,933,801	<hr/> 16,344,628
Total share of accumulated losses from joint ventures:		
- Realised	(10,456)	(10,456)
	<hr/> 15,923,345	<hr/> 16,334,172
Add: Consolidation adjustments	604,399	473,875
Total Group retained profits as per consolidated accounts	<hr/> 16,527,744	<hr/> 16,808,047

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

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

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

The audit report of the Group's annual financial statements for the year ended 31 December 2016 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 23 November 2017.