

**FOURTH QUARTERLY REPORT**

Quarterly report on consolidated results for the financial year ended 31 December 2020. The figures for the cumulative period for the financial year ended 31 December 2020 have been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

	<b>UNAUDITED INDIVIDUAL QUARTER</b>		<b>CUMULATIVE PERIOD</b>	
	<b>Fourth quarter ended 31 December</b>		<b>Financial year ended 31 December</b>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Revenue</b>	<b>1,041,079</b>	2,442,015	<b>4,528,780</b>	10,406,938
Cost of sales	<b>(995,791)</b>	(1,950,110)	<b>(4,629,851)</b>	(7,912,246)
<b>Gross profit/(loss)</b>	<b>45,288</b>	491,905	<b>(101,071)</b>	2,494,692
Other income	<b>36,028</b>	208,260	<b>185,447</b>	562,358
Other expenses	<b>(226,992)</b>	(304,463)	<b>(1,027,412)</b>	(1,244,386)
Other gains	<b>15,146</b>	8,908	<b>13,188</b>	12,583
(Loss)/profit from operations before impairment losses	<b>(130,530)</b>	404,610	<b>(929,848)</b>	1,825,247
Reversal of previously recognised impairment losses	-	2,501	-	13,645
Impairment losses	<b>(49,553)</b>	(28,243)	<b>(590,653)</b>	(67,615)
<b>(Loss)/profit from operations</b>	<b>(180,083)</b>	378,868	<b>(1,520,501)</b>	1,771,277
Finance costs	<b>(60,574)</b>	(60,442)	<b>(331,852)</b>	(250,306)
Share of results in an associate	<b>(44,432)</b>	(31,565)	<b>(285,159)</b>	(31,565)
<b>(Loss)/profit before taxation</b>	<b>(285,089)</b>	286,861	<b>(2,137,512)</b>	1,489,406
Taxation	<b>26,902</b>	(4,649)	<b>(224,014)</b>	(157,160)
<b>(Loss)/profit for the financial period/year</b>	<b>(258,187)</b>	282,212	<b>(2,361,526)</b>	1,332,246
<b>(Loss)/profit attributable to:</b>				
Equity holders of the Company	<b>(240,848)</b>	299,743	<b>(2,263,862)</b>	1,395,353
Non-controlling interests	<b>(17,339)</b>	(17,531)	<b>(97,664)</b>	(63,107)
	<b>(258,187)</b>	282,212	<b>(2,361,526)</b>	1,332,246
<b>(Loss)/earnings per share attributable to equity holders of the Company:</b>				
Basic (loss)/earnings per share (sen)	<b>(4.26)</b>	5.30	<b>(40.05)</b>	24.68
Diluted (loss)/earnings per share (sen)	<b>(4.26)</b>	5.29	<b>(40.05)</b>	24.64

*(The Condensed Consolidated Income Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2019.)*

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Fourth quarter ended 31 December		Financial year ended 31 December	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>(Loss)/profit for the financial period/year</b>	<b>(258,187)</b>	282,212	<b>(2,361,526)</b>	1,332,246
<b>Other comprehensive (loss)/income</b>				
<b>Items that will not be reclassified subsequently to profit or loss:</b>				
Actuarial (loss)/gain on retirement benefit liability	<b>(9,899)</b>	4,439	<b>(9,899)</b>	4,439
Changes in the fair value of equity investments at fair value through other comprehensive income	-	-	<b>(53,165)</b>	-
	<b>(9,899)</b>	4,439	<b>(63,064)</b>	4,439
<b>Items that may be reclassified subsequently to profit or loss:</b>				
Cash flow hedges				
- Fair value gain/(loss)	<b>1,861</b>	2,912	<b>(1,767)</b>	(2,659)
Foreign currency exchange differences				
- Exchange differences on translation of foreign operations	<b>(165,904)</b>	1,759	<b>(116,111)</b>	(43,036)
- Reclassification to profit or loss upon disposal of a subsidiary	-	-	-	(2,627)
	<b>(165,904)</b>	1,759	<b>(116,111)</b>	(45,663)
	<b>(164,043)</b>	4,671	<b>(117,878)</b>	(48,322)
<b>Other comprehensive (loss)/income, net of tax</b>	<b>(173,942)</b>	9,110	<b>(180,942)</b>	(43,883)
<b>Total comprehensive (loss)/income for the financial period/year</b>	<b>(432,129)</b>	291,322	<b>(2,542,468)</b>	1,288,363
<b>Total comprehensive (loss)/income attributable to:</b>				
Equity holders of the Company	<b>(429,693)</b>	305,008	<b>(2,458,895)</b>	1,348,570
Non-controlling interests	<b>(2,436)</b>	(13,686)	<b>(83,573)</b>	(60,207)
	<b>(432,129)</b>	291,322	<b>(2,542,468)</b>	1,288,363

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2019.)*

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2020**

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	16,052,434	16,620,869
Land held for property development	184,596	184,596
Investment properties	1,729,677	1,895,587
Intangible assets	4,247,655	4,472,829
Right-of-use assets	741,623	871,984
Associate	1,052,174	629,465
Financial assets at fair value through other comprehensive income	62,320	115,929
Financial assets at fair value through profit or loss	118,072	122,747
Other non-current assets	102,250	74,036
Deferred tax assets	31,664	262,110
	<u>24,322,465</u>	<u>25,250,152</u>
<b>Current assets</b>		
Inventories	121,393	123,293
Trade and other receivables	563,501	632,135
Amounts due from related companies	28,345	1,715
Financial assets at fair value through profit or loss	362,585	776,650
Restricted cash	29,163	52,438
Cash and cash equivalents	2,452,905	6,476,398
	<u>3,557,892</u>	<u>8,062,629</u>
Assets classified as held for sale	406,750	-
	<u>3,964,642</u>	<u>8,062,629</u>
<b>TOTAL ASSETS</b>	<u><b>28,287,107</b></u>	<u><b>33,312,781</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	1,764,424	1,764,424
Reserves	14,135,312	17,731,307
Treasury shares	(987,934)	(998,094)
	<u>14,911,802</u>	<u>18,497,637</u>
<b>Non-controlling interests</b>	<u>(411,180)</u>	<u>(327,607)</u>
<b>TOTAL EQUITY</b>	<u><b>14,500,622</b></u>	<u><b>18,170,030</b></u>
<b>Non-current liabilities</b>		
Other long term liabilities	312,112	337,546
Long term borrowings	9,069,908	8,483,550
Amount due to a related company	11,577	15,430
Lease liabilities	705,115	779,078
Deferred tax liabilities	707,208	796,728
Derivative financial instruments	2,849	3,006
	<u>10,808,769</u>	<u>10,415,338</u>
<b>Current liabilities</b>		
Trade and other payables	2,437,230	2,978,463
Amount due to holding company	12,919	19,883
Amounts due to related companies	22,015	59,185
Amount due to an associate	16,733	20,000
Short term borrowings	319,296	1,523,957
Lease liabilities	144,098	90,592
Derivative financial instruments	4,248	2,192
Taxation	20,000	33,141
	<u>2,976,539</u>	<u>4,727,413</u>
Liabilities classified as held for sale	1,177	-
	<u>2,977,716</u>	<u>4,727,413</u>
<b>TOTAL LIABILITIES</b>	<u><b>13,786,485</b></u>	<u><b>15,142,751</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>28,287,107</b></u>	<u><b>33,312,781</b></u>
<b>NET ASSETS PER SHARE (RM)</b>	<u><b>2.64</b></u>	<u><b>3.27</b></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 2019.)*

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

	Attributable to equity holders of the Company						Non-controlling Interests	Total Equity	
	Share Capital	Fair Value Reserve	Cash Flow Hedges Reserve	Other Reserves	Treasury Shares	Retained Earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance at 1 January 2020	1,764,424	(30,733)	(5,172)	1,560,855	(998,094)	16,206,357	18,497,637	(327,607)	18,170,030
Loss for the financial year	-	-	-	-	-	(2,263,862)	(2,263,862)	(97,664)	(2,361,526)
Other comprehensive (loss)/income	-	(53,165)	(1,767)	(130,202)	-	(9,899)	(195,033)	14,091	(180,942)
Total comprehensive loss for the financial year	-	(53,165)	(1,767)	(130,202)	-	(2,273,761)	(2,458,895)	(83,573)	(2,542,468)
Transactions with owners:									
Buy-back of shares	-	-	-	-	(30,145)	-	(30,145)	-	(30,145)
Performance-based employee share scheme	-	-	-	33,169	-	-	33,169	-	33,169
Employee share scheme shares vested to employees	-	-	-	(40,305)	40,305	-	-	-	-
Transfer of employee share scheme shares purchase price difference on shares vested	-	-	-	(10,492)	-	10,492	-	-	-
Appropriation:									
Special single-tier dividend declared for the financial year ended 31 December 2019	-	-	-	-	-	(508,108)	(508,108)	-	(508,108)
Final single-tier dividend declared for the financial year ended 31 December 2019	-	-	-	-	-	(282,662)	(282,662)	-	(282,662)
Interim single-tier dividend declared for the financial year ended 31 December 2020	-	-	-	-	-	(339,194)	(339,194)	-	(339,194)
Total transactions with owners	-	-	-	(17,628)	10,160	(1,119,472)	(1,126,940)	-	(1,126,940)
Balance at 31 December 2020	1,764,424	(83,898)	(6,939)	1,413,025	(987,934)	12,813,124	14,911,802	(411,180)	14,500,622

*(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 2019.)*

GENTING MALAYSIA BERHAD  
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Attributable to equity holders of the Company						Non-controlling Interests	Total Equity	
	Share Capital	Fair Value Reserve	Cash Flow Hedges Reserve	Other Reserves	Treasury Shares	Retained Earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance at 1 January 2019	1,764,424	(30,733)	(2,513)	1,616,429	(999,062)	15,868,923	18,217,468	(267,400)	17,950,068
Profit/(loss) for the financial year	-	-	-	-	-	1,395,353	1,395,353	(63,107)	1,332,246
Other comprehensive (loss)/income	-	-	(2,659)	(48,563)	-	4,439	(46,783)	2,900	(43,883)
Total comprehensive (loss)/income for the financial year	-	-	(2,659)	(48,563)	-	1,399,792	1,348,570	(60,207)	1,288,363
Transactions with owners:									
Buy-back of shares	-	-	-	-	(40,089)	-	(40,089)	-	(40,089)
Performance-based employee share scheme	-	-	-	45,442	-	-	45,442	-	45,442
Employee share scheme shares vested to employees	-	-	-	(41,057)	41,057	-	-	-	-
Transfer of employee share scheme shares purchase price difference on shares vested	-	-	-	(11,396)	-	11,396	-	-	-
Appropriation:									
Special single-tier dividend declared for the financial year ended 31 December 2018	-	-	-	-	-	(451,853)	(451,853)	-	(451,853)
Final single-tier dividend declared for the financial year ended 31 December 2018	-	-	-	-	-	(282,682)	(282,682)	-	(282,682)
Interim single-tier dividend declared for the year ended 31 December 2019	-	-	-	-	-	(339,219)	(339,219)	-	(339,219)
Total transactions with owners	-	-	-	(7,011)	968	(1,062,358)	(1,068,401)	-	(1,068,401)
At 31 December 2019	1,764,424	(30,733)	(5,172)	1,560,855	(998,094)	16,206,357	18,497,637	(327,607)	18,170,030

(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 2019.)

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

	Financial year ended 31 December	
	2020 RM'000	2019 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(2,137,512)	1,489,406
Adjustments for:		
Depreciation and amortisation	1,118,730	1,070,647
Property, plant and equipment written off	19,165	22,996
Net (gain)/loss on disposal of property, plant and equipment	(923)	1,743
Net gain on disposal of investment properties	-	(132,148)
Finance costs	331,852	250,306
Interest income	(83,490)	(110,504)
Investment income	(17,708)	(20,486)
Dividend income	(5,782)	(5,847)
Reversal of previously recognised impairment losses	-	(13,645)
Impairment losses	590,653	67,615
Employee share grant scheme expenses	33,169	45,442
(Reversal of)/provision for termination related costs	(2,376)	27,602
Gain on disposal of a subsidiary	-	(123,825)
Share of results in an associate	285,159	31,565
Net exchange loss – unrealised	(3,675)	4,665
Other non-cash items and adjustments	(14,222)	2,631
	<b>2,250,552</b>	<b>1,118,757</b>
<b>Operating profit before working capital changes</b>	<b>113,040</b>	<b>2,608,163</b>
Net change in current assets	30,544	139,210
Net change in current liabilities	(498,603)	8,403
	<b>(468,059)</b>	<b>147,613</b>
<b>Cash (used in)/generated from operations</b>	<b>(355,019)</b>	<b>2,755,776</b>
Net tax paid	(81,750)	(164,313)
Retirement gratuities paid	(44,527)	(14,191)
	<b>(126,277)</b>	<b>(178,504)</b>
<b>Net Cash Flow From Operating Activities</b>	<b>(481,296)</b>	<b>2,577,272</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,070,492)	(2,517,899)
Proceeds from disposal of property, plant and equipment	14,479	120,561
Proceeds from disposal of investment properties	-	425,055
Purchase of investments	(50,000)	(370,325)
Proceeds from disposal of a subsidiary	-	177,795
Proceeds from disposal of financial assets at fair value through profit or loss	427,097	-
Proceeds from redemption of unquoted preference shares	-	25,000
Interest received	77,892	144,691
Deferred payment on acquisition of subsidiaries/ acquisition of subsidiaries	(13,283)	(55,110)
Investment in an associate	(743,769)	(663,124)
Other investing activities	77,179	91,304
<b>Net Cash Flow From Investing Activities</b>	<b>(1,280,897)</b>	<b>(2,622,052)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Buy-back of shares	(30,145)	(40,089)
Repayment of borrowings and payment of transaction costs	(2,614,103)	(648,629)
Proceeds from bank borrowings	2,080,471	888,663
Repayment of lease liabilities	(84,322)	(114,364)
Dividend paid	(1,129,964)	(1,073,754)
Finance costs paid	(467,670)	(473,242)
<b>Net Cash Flow From Financing Activities</b>	<b>(2,245,733)</b>	<b>(1,461,415)</b>
<b>NET MOVEMENT IN CASH AND CASH EQUIVALENTS</b>	<b>(4,007,926)</b>	<b>(1,506,195)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>6,476,398</b>	<b>7,999,679</b>
<b>EFFECT OF CURRENCY TRANSLATION</b>	<b>(15,567)</b>	<b>(17,086)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<b>2,452,905</b>	<b>6,476,398</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Bank balances and deposits	1,607,195	3,590,839
Money market instruments	845,710	2,885,559
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<b>2,452,905</b>	<b>6,476,398</b>

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2019.)*

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

**a) Accounting Policies and Methods of Computation**

The interim financial report 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 figures for the cumulative period for the financial year ended 31 December 2020 have been audited.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019. 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 2019 except for the adoption of amendments to standards that are mandatory for the Group for the financial year beginning 1 January 2020:

Amendments to References to the Conceptual Framework in MFRS Standards	
Amendments to MFRS 3	Definition of a Business
Amendments to MFRS 101	Presentation of Financial Statements
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to MFRS 7	Financial Instruments: Disclosures
Amendments to MFRS 9	Financial Instruments
Amendments to MFRS 139	Financial Instruments: Recognition and Measurement

The adoption of these amendments did not have any material impact on the interim financial report 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**

The unusual items included in the interim financial information for the financial year ended 31 December 2020 related to the impairment losses on the Group’s investments. The Group has carried out an impairment review on the non-financial assets with indication of impairment in view of the impact of Coronavirus Disease 2019 (“COVID-19”) on the business activities, in accordance with MFRS 136 “Impairment of Assets”. Impairment loss is recognised when the carrying amount of the asset, at the point of review, exceeds its recoverable amount. An impairment loss can be reversed, to the extent of the previously recognised impairment losses for the same asset, if the recoverable amount determined at the subsequent review exceeds the carrying amount.

Consequently, the Group recorded a total impairment loss of RM590.7 million during the financial year ended 31 December 2020 as a result of the economic slowdown following the unprecedented phenomenon of COVID-19 pandemic, mainly in respect of the following assets:

- i) An impairment loss of RM223.3 million relating to the assets of Resorts World Birmingham;
- ii) An impairment loss of RM208.0 million relating to certain casino licences and assets in the United Kingdom;  
and
- iii) An impairment loss of RM144.1 million relating to the assets of Resorts World Bimini.

Other than the above, there were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the financial year ended 31 December 2020.

**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**

**Purchase of shares pursuant to Section 127 of the Companies Act 2016**

During the financial year ended 31 December 2020, the Company had acquired 12.0 million ordinary shares from the open market for a cash consideration of RM30.1 million. The share buy-back was made pursuant to the approval obtained from the Company's shareholders at the Company's Annual General Meeting held on 22 June 2020. The repurchased shares are held as treasury shares in accordance with the requirements of Section 127(4) of the Companies Act 2016.

During the financial year ended 31 December 2020, 11.6 million treasury shares amounting to RM40.3 million have been transferred to the Eligible Employees under the Employee Share Grant Scheme pursuant to Section 127(7)(c) of the Companies Act 2016.

Other than the above, there were no material issuance, cancellation, repurchase, resale or repayments of debts or equity securities for the financial year ended 31 December 2020.

**f) Dividend Paid**

Dividend paid during the financial year ended 31 December 2020 is as follows:

	<b>RM'Mil</b>
Special single-tier dividend for the year ended 31 December 2019 paid on 7 April 2020 9.0 sen per ordinary share	508.1
Final single-tier dividend for the year ended 31 December 2019 paid on 23 July 2020 5.0 sen per ordinary share	282.7
Interim single-tier dividend for the year ended 31 December 2020 paid on 29 September 2020 6.0 sen per ordinary share	339.2
	<hr/> <b>1,130.0</b> <hr/>

**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/(losses) before interest, tax, depreciation and amortisation ("EBITDA/(LBITDA)"). This measurement basis excludes the effects of gain or loss on disposal of assets, assets written off, impairment loss or reversal of previously recognised impairment loss, pre-operating expenses and other non-recurring items.

The Group is organised into the following main business segments:

Leisure & Hospitality - this segment comprises integrated resort activities which include gaming, hotels, food and beverages ("F&B"), theme parks, retail, entertainment attractions, tours and travel related services and other supporting services.

Properties - this segment is involved in property developments, property investment and management.

All other immaterial business segments including investment in equities, training services, reinsurance services, utilities services, yacht charter services and information technology related services are aggregated and disclosed under "Investments & Others" as they are not of sufficient size to be reported separately.



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

Segment analysis for the financial year ended 31 December 2020 is set out below:

	<u>Leisure &amp; Hospitality</u>			<u>Total</u> RM'Mil	<u>Property</u>	<u>Investments</u> <u>&amp; Others</u>	<u>Total</u>
	<u>Malaysia</u> RM'Mil	<u>United Kingdom and Egypt</u> RM'Mil	<u>United States of America and Bahamas</u> RM'Mil		RM'Mil	RM'Mil	RM'Mil
<b><u>Revenue</u></b>							
Total revenue	3,214.3	651.9	604.5	4,470.7	84.2	168.3	4,723.2
Inter segment	(81.0)	-	-	(81.0)	(8.9)	(104.5)	(194.4)
External	3,133.3	651.9	604.5	4,389.7	75.3	63.8	4,528.8
<b><u>Adjusted EBITDA/(LBITDA)</u></b>	672.0	(172.5)	(162.5)	337.0	21.6	(8.3)	350.3
Main foreign currency	RM	GBP	USD		RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.2983	4.2046		4.2046		

During the financial year ended 31 December 2020, revenue from the leisure & hospitality segment of RM4,389.7 million comprised gaming revenue and non-gaming revenue of RM3,512.5 million and RM877.2 million respectively. Non-gaming revenue included hotel room revenue which is recognised when services are rendered to the customers over their stay at the hotel, F&B revenue which is recognised when the services are rendered to the customers and rental income which is recognised on a straight-line basis over the lease term.

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

Adjusted EBITDA for reportable segments	<b>RM'Mil</b> 350.3
Pre-operating expenses	(84.2)
Property, plant and equipment written off	(19.2)
Net gain on disposal of property, plant and equipment	0.9
Impairment losses	(590.7)
Redundancy costs	(146.6)
Others	4.2
<b>LBITDA</b>	<b>(485.3)</b>
Depreciation and amortisation	(1,118.7)
Interest income	83.5
Finance costs	(331.9)
Share of results in an associate	(285.1)
<b>Loss before taxation</b>	<b>(2,137.5)</b>

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

	<u>Leisure &amp; Hospitality</u>			<u>Total</u> RM'Mil	<u>Property</u>	<u>Investments</u> <u>&amp; Others</u>	<u>Total</u>
	Malaysia RM'Mil	United Kingdom and Egypt RM'Mil	United States of America and Bahamas RM'Mil		RM'Mil	RM'Mil	RM'Mil
<b>Segment Assets</b>	11,563.2	4,457.0	6,057.5	22,077.7	2,049.1	1,559.0	25,685.8
<b>Segment Liabilities</b>	1,702.2	1,141.4	632.3	3,475.9	140.6	52.4	3,668.9
Main foreign currency	RM	GBP	USD		RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.4904	4.0170		4.0170		

**RM'Mil**

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

Segment assets	25,685.8
Interest bearing instruments	945.9
Associate	1,052.2
Unallocated corporate assets	196.5
Assets classified as held for sale	406.7
<b>Total assets</b>	<b>28,287.1</b>

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

Segment liabilities	3,668.9
Interest bearing instruments	9,389.2
Unallocated corporate liabilities	727.2
Liabilities classified as held for sale	1.2
<b>Total liabilities</b>	<b>13,786.5</b>

**h) Property, Plant and Equipment**

During the financial year ended 31 December 2020, acquisitions (including capitalised interest) of property, plant and equipment by the Group were RM1,121.9 million.

**i) Material Event Subsequent to the end of Financial Year**

On 29 January 2021, the Company announced that its indirect wholly-owned subsidiaries, Genting New York LLC ("GENNY") and GENNY Capital Inc. had on 27 January 2021 priced the offering of USD525,000,000 aggregate principal amount of 3.30% Senior Notes due 2026 ("Senior Notes"). The Senior Notes have been issued and were listed on the Official List of the Singapore Exchange Securities Trading Limited on 11 February 2021. The proceeds from the Senior Notes will be used to refinance GENNY's existing indebtedness and for general corporate purposes.

Other than the above, there was no other material events subsequent to the end of the current financial year ended 31 December 2020 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 financial year ended 31 December 2020.

**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 2019.

**l) Capital Commitments**

Authorised capital commitments not provided for in the financial statements as at 31 December 2020 are as follows:

	<b>RM'Mil</b>
Contracted	840.2
Not contracted	2,393.1
	<u>3,233.3</u>
Analysed as follows:	
- Property, plant and equipment	3,161.4
- Investments	71.9
	<u>3,233.3</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 financial year ended 31 December 2020 are as follows:

	<b>Current quarter RM'000</b>	<b>Current financial year-to- date RM'000</b>
i) Provision of technical know-how and management expertise in the resort's operations by Genting Berhad ("GENT") Group to the Group.	35,267	188,121
ii) Licensing fee for the use of "Genting", "Resorts World" and "Awana" logo charged by GENT to the Group.	23,496	108,953
iii) Provision of management and support services by GENT Group to the Group.	1,033	7,741
iv) Income from rental and related services provided to GENT Group.	1,612	6,427
v) 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.	14,814	34,511
vi) Provision of information technology consultancy, development, implementation, support and maintenance services and other management services by the Group to GENT Group.	1,915	7,293
vii) Income from rental of premises to Warisan Timah Holdings Sdn Bhd.	328	1,616
viii) Provision of water supply services and electricity services by an entity connected with shareholder of BB Entertainment Ltd ("BBEL") to the Group.	6,876	7,911
ix) Income from rental of office space to Genting Hong Kong Limited ("GENHK") Group.	1,703	6,743
x) Provision of maintenance and construction services by an entity connected with shareholder of BBEL to the Group.	3,202	16,498
xi) Licensing fee for the use of gaming software and system charged by RWI Group to the Group.	2,543	7,717
xii) Provision of utilities, maintenance and security services by the Group to Genting Highlands Premium Outlets Sdn Bhd.	523	1,887
xiii) Provision of crewing, technical support and administrative support services by GENHK Group to the Group.	3,580	10,261
xiv) Provision of support and management services by the Group to Empire Resorts, Inc. ("Empire")	1,869	5,514
xv) Provision of support services for software program by RWI Group to the Group.	464	1,986

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

The related party transactions of the Group carried out during the financial year ended 31 December 2020 are as follows: (cont'd)

	<b>Current quarter RM'000</b>	<b>Current financial year-to- date RM'000</b>
xvi) Subscription of Series G Preferred Stock of Empire by the Group.	-	172,535
xvii) Subscription of Series L Preferred Stock of Empire by the Group.	447,762	551,687

**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 31 December 2020, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

	<b>Level 1 RM'Mil</b>	<b>Level 2 RM'Mil</b>	<b>Level 3 RM'Mil</b>	<b>Total RM'Mil</b>
<b>Financial assets</b>				
Financial assets at fair value through profit or loss	4.4	358.2	118.1	480.7
Financial assets at fair value through other comprehensive income	-	-	62.3	62.3
	<u>4.4</u>	<u>358.2</u>	<u>180.4</u>	<u>543.0</u>
<b>Financial liability</b>				
Derivative financial instruments	-	7.1	-	7.1

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2019.

**GENTING MALAYSIA BERHAD**  
**ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FINANCIAL YEAR ENDED**  
**31 DECEMBER 2020**

**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				FINANCIAL YEAR ENDED 31 DECEMBER			
	4Q2020	4Q2019	Var		2020	2019	Var	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
<b>Revenue</b>								
Leisure & Hospitality								
- Malaysia	<b>644.7</b>	1,604.8	-960.1	-60%	<b>3,133.3</b>	7,066.6	-3,933.3	-56%
- United Kingdom and Egypt	<b>116.1</b>	422.3	-306.2	-73%	<b>651.9</b>	1,676.4	-1,024.5	-61%
- United States of America and Bahamas	<b>245.5</b>	368.5	-123.0	-33%	<b>604.5</b>	1,469.4	-864.9	-59%
	<b>1,006.3</b>	2,395.6	-1,389.3	-58%	<b>4,389.7</b>	10,212.4	-5,822.7	-57%
Property	<b>17.4</b>	27.6	-10.2	-37%	<b>75.3</b>	101.7	-26.4	-26%
Investments & others	<b>17.4</b>	18.8	-1.4	-7%	<b>63.8</b>	92.8	-29.0	-31%
	<b>1,041.1</b>	2,442.0	-1,400.9	-57%	<b>4,528.8</b>	10,406.9	-5,878.1	-56%
<b>Adjusted EBITDA/(LBITDA)</b>								
Leisure & Hospitality								
- Malaysia	<b>130.8</b>	415.1	-284.3	-68%	<b>672.0</b>	2,048.2	-1,376.2	-67%
- United Kingdom and Egypt	<b>(40.9)</b>	59.8	-100.7	->100%	<b>(172.5)</b>	231.6	-404.1	->100%
- United States of America and Bahamas	<b>70.9</b>	65.3	5.6	9%	<b>(162.5)</b>	289.3	-451.8	->100%
	<b>160.8</b>	540.2	-379.4	-70%	<b>337.0</b>	2,569.1	-2,232.1	-87%
Property	<b>(2.8)</b>	11.9	-14.7	->100%	<b>21.6</b>	49.3	-27.7	-56%
Investments & others	<b>12.4</b>	(0.7)	13.1	>100%	<b>(8.3)</b>	23.0	-31.3	->100%
<b>Adjusted EBITDA</b>	<b>170.4</b>	551.4	-381.0	-69%	<b>350.3</b>	2,641.4	-2,291.1	-87%
Pre-operating expenses	<b>(27.4)</b>	(11.4)	-16.0	->100%	<b>(84.2)</b>	(64.9)	-19.3	-30%
Property, plant and equipment written off	<b>(1.7)</b>	(4.7)	3.0	64%	<b>(19.2)</b>	(23.0)	3.8	17%
Net gain/(loss) on disposal of property, plant and equipment	<b>1.4</b>	-	1.4	NC	<b>0.9</b>	(1.7)	2.6	>100%
Net gain on disposal of investment properties	-	132.1	-132.1	NC	-	132.1	-132.1	NC
Impairment losses	<b>(49.6)</b>	(28.2)	-21.4	-76%	<b>(590.7)</b>	(67.6)	-523.1	->100%
Reversal of previously recognised impairment losses	-	2.5	-2.5	NC	-	13.6	-13.6	NC
Gain on disposal of a subsidiary	-	-	-	-	-	123.8	-123.8	NC
Redundancy costs	<b>(15.8)</b>	-	-15.8	NC	<b>(146.6)</b>	-	-146.6	NC
Others	<b>4.9</b>	(6.8)	11.7	>100%	<b>4.2</b>	(22.3)	26.5	>100%
<b>EBITDA/(LBITDA)</b>	<b>82.2</b>	634.9	-552.7	-87%	<b>(485.3)</b>	2,731.4	-3,216.7	->100%
Depreciation and amortisation	<b>(269.1)</b>	(279.5)	10.4	4%	<b>(1,118.7)</b>	(1,070.6)	-48.1	-4%
Interest income	<b>6.8</b>	23.5	-16.7	-71%	<b>83.5</b>	110.5	-27.0	-24%
Finance costs	<b>(60.6)</b>	(60.4)	-0.2	0%	<b>(331.9)</b>	(250.3)	-81.6	-33%
Share of results in an associate	<b>(44.4)</b>	(31.6)	-12.8	-41%	<b>(285.1)</b>	(31.6)	-253.5	->100%
<b>(Loss)/profit before taxation</b>	<b>(285.1)</b>	286.9	-572.0	->100%	<b>(2,137.5)</b>	1,489.4	-3,626.9	->100%

## 1) 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 4Q2020 RM'Mil	PRECEDING QUARTER 3Q2020 RM'Mil	Var	
			RM'Mil	%
<b>Revenue</b>				
Leisure & Hospitality				
- Malaysia	644.7	1,181.3	-536.6	-45%
- United Kingdom and Egypt	116.1	131.4	-15.3	-12%
- United States of America and Bahamas	245.5	69.9	175.6	>100%
	<b>1,006.3</b>	1,382.6	-376.3	-27%
Property	17.4	17.8	-0.4	-2%
Investments & others	17.4	16.5	0.9	5%
	<b>1,041.1</b>	<b>1,416.9</b>	-375.8	-27%
<b>Adjusted EBITDA</b>				
Leisure & Hospitality				
- Malaysia	130.8	424.7	-293.9	-69%
- United Kingdom and Egypt	(40.9)	(50.5)	9.6	19%
- United States of America and Bahamas	70.9	(71.7)	142.6	>100%
	<b>160.8</b>	302.5	-141.7	-47%
Property	(2.8)	7.6	-10.4	->100%
Investments & others	12.4	0.6	11.8	>100%
	<b>170.4</b>	310.7	-140.3	-45%
Pre-operating expenses	(27.4)	(16.0)	-11.4	-71%
Property, plant and equipment written off	(1.7)	(14.9)	13.2	89%
Net gain/(loss) on disposal of property, plant and equipment	1.4	0.3	1.1	>100%
Impairment losses	(49.6)	(180.0)	130.4	72%
Redundancy costs	(15.8)	(59.3)	43.5	73%
Others	4.9	(0.1)	5.0	>100%
<b>EBITDA</b>	<b>82.2</b>	40.7	41.5	>100%
Depreciation and amortisation	(269.1)	(287.2)	18.1	6%
Interest income	6.8	14.6	-7.8	-53%
Finance costs	(60.6)	(67.4)	6.8	10%
Share of results in an associate	(44.4)	(62.0)	17.6	28%
<b>Loss before taxation</b>	<b>(285.1)</b>	<b>(361.3)</b>	76.2	21%

NC: Not comparable

## 1) Review of Performance (Cont'd)

### a) Quarter ended 31 December 2020 ("4Q 2020") compared with quarter ended 31 December 2019 ("4Q 2019")

The Group's revenue in 4Q 2020 was RM1,041.1 million, a decrease of 57% from RM2,442.0 million in 4Q 2019. The Group's leisure and hospitality segment recorded lower revenue in 4Q 2020 as several properties operated with reduced capacity following the resumption of business of most of the Group's resort operations worldwide due to the prevalence of COVID-19. These resort properties were temporarily closed since mid-March 2020 in compliance with the respective governments' directives amid the outbreak of the COVID-19 pandemic.

The decrease in revenue for this quarter was mainly due to:

1. lower revenue from the leisure and hospitality business in Malaysia by RM960.1 million or 60%, mainly due to lower business volume from the gaming and non-gaming segments following the imposition of travel restrictions in line with the implementation of a Conditional Movement Control Order ("CMCO") in most states in the country from 14 October 2020. Additionally, Resorts World Genting ("RWG") continues to operate with reduced capacity and stringent health and safety protocols in accordance with guidelines from the authorities. This was partially mitigated by a higher hold percentage in the mid to premium players segment during 4Q 2020;
2. lower revenue from the leisure and hospitality businesses in the United Kingdom ("UK") and Egypt by RM306.2 million or 73%, mainly due to lower volume of business recorded as the Group's land-based casinos in the UK operated with reduced capacity following the resumption of operations since mid-August 2020. Additionally, these venues were periodically closed throughout the period in compliance with the government's directive to curb the spread of COVID-19; and
3. lower revenue from the leisure and hospitality businesses in the United States of America ("US") and Bahamas by RM123.0 million or 33%, mainly due to Resorts World Casino New York City ("RWNYC operations") operating with reduced capacity following the recommencement of its business from 9 September 2020. Since re-opening, RWNYC has reported approximately the same level of gross gaming revenue as 4Q 2019 up until the property limited its operating hours from mid-November 2020 in compliance with the government mandate.

The Group's leisure and hospitality business worldwide continued to report a lower cost structure in 4Q 2020 following the re-calibration of the Group's operating structure and right-sizing of its workforce in response to the unprecedented disruptions to the Group's operations amid the COVID-19 pandemic.

The Group reported adjusted EBITDA of RM170.4 million in 4Q 2020, a decrease of RM381.0 million or 69% compared with RM551.4 million in 4Q 2019, mainly due to:

1. a decrease in adjusted EBITDA from the leisure and hospitality business in Malaysia by RM284.3 million or 68%, mainly due to the lower revenue, mitigated by lower operating expenses and a reduction in payroll and related costs as a result of lower headcount;
2. adjusted LBITDA of RM40.9 million from the leisure and hospitality businesses in the UK and Egypt as compared to the adjusted EBITDA of RM59.8 million in 4Q 2019. This was mainly due to the lower revenue and higher debts provision, mitigated by lower payroll costs; mitigated by
3. adjusted EBITDA from "investment and others" segment of RM12.4 million as compared to adjusted LBITDA of RM0.7 million, mainly due to higher unrealised foreign exchange translation gain on the Group's USD denominated liabilities in 4Q 2020 as a result of the strengthening of RM against USD.

The Group reported loss before taxation of RM285.1 million in 4Q 2020 as compared to profit before taxation of RM286.9 million in 4Q 2019, mainly due to:

1. lower adjusted EBITDA as mentioned above; and
2. recognition of a gain of RM132.1 million in 4Q 2019 from the disposal of investment properties in the UK.

## 1) *Review of Performance (Cont'd)*

### b) **Financial year ended 31 December 2020 (“FY 2020”) compared with financial year ended 31 December 2019 (“FY 2019”)**

The Group’s revenue in FY 2020 was RM4,528.8 million, a decrease of 56% from RM10,406.9 million in FY 2019. The Group’s leisure and hospitality segment recorded lower revenue due to the unprecedented disruptions to the Group’s business activities amid the COVID-19 outbreak. The decrease was mainly due to:

1. lower revenue from the leisure and hospitality business in Malaysia by RM3,933.3 million or 56%, mainly due to the temporary closure of the Group’s operations since 18 March 2020. RWG has resumed operations with reduced capacity since 19 June 2020;
2. lower revenue from the leisure and hospitality businesses in the UK and Egypt by RM1,024.5 million or 61%, mainly due to the five-month temporary closure of the Group’s land-based casinos from mid-March 2020, in addition to the recurrent suspension of the Group’s land-based operations since the venues reopened with reduced capacity from mid-August 2020 in compliance with the government’s directive. The Group’s land-based casinos in the UK remain temporarily closed as at 31 December 2020; and
3. lower revenue from the leisure and hospitality businesses in the US and Bahamas by RM864.9 million or 59%, primarily due to the decline in business volume following the temporary closure of the resort operations in the US and Bahamas since mid-March 2020. RWNYC and the Bimini operations have resumed business with reduced capacity in early September and end-December 2020 respectively.

The Group reported adjusted EBITDA of RM350.3 million in FY 2020 as compared with RM2,641.4 million in FY 2019, a decrease of 87%. This was mainly due to:

1. lower adjusted EBITDA from the leisure and hospitality business in Malaysia by RM1,376.2 million, primarily due to the lower revenue mitigated by a reduction in operating expenses, and payroll and related costs as a result of lower headcount; and
2. adjusted LBITDA of RM162.5 million and RM172.5 million from the leisure and hospitality businesses in the US and Bahamas as well as UK and Egypt respectively, mainly due to the lower revenue as a result of the temporary closures, mitigated by lower payroll and other operating costs.

The Group reported loss before taxation of RM2,137.5 million in FY 2020 as compared to profit before taxation of RM1,489.4 million in FY 2019, mainly due to:

1. lower adjusted EBITDA as mentioned above;
2. impairment losses of RM590.7 million as mentioned in Part 1(c) above;
3. the Group’s share of losses in an associate, Empire Resorts, Inc. (“Empire”) of RM285.1 million in FY 2020. The losses comprise share of Empire’s operating loss of RM58.8 million, financing costs as well as depreciation and amortisation of RM226.3 million. Empire’s operating performance was adversely impacted by the temporary closure of Resorts World Catskills (“RWC”) from mid-March 2020. RWC resumed operations with reduced capacity in early September 2020. In FY 2019, the Group recognised the share of loss of RM31.6 million upon the completion of the acquisition of Empire in November 2019;
4. redundancy costs of RM146.6 million incurred in FY 2020 from the Group’s resort operations worldwide; and
5. recognition of a gain of RM132.1 million and RM123.8 million in FY 2019 from the disposal of investment properties and a subsidiary in UK respectively.



## **2) Material Changes in Loss before Taxation for the Current Quarter (“4Q 2020”) compared with the Immediate Preceding Quarter (“3Q 2020”)**

The Group’s loss before taxation for 4Q 2020 was RM285.1 million compared with RM361.3 million in 3Q 2020, an improvement of 21%, mainly due to:

1. lower impairment losses by RM130.4 million mainly due to impairment of certain casino licences and assets in the UK and assets of Resorts World Bimini recorded in 3Q 2020;
2. adjusted EBITDA of RM70.9 million in 4Q 2020 compared with adjusted LBITDA of RM71.7 million in 3Q 2020 from the leisure and hospitality businesses in the US and Bahamas, mainly due to higher volume of business recorded following the resumption of RWNYC operations in early September 2020;
3. lower redundancy costs by RM43.5 million mainly from UK operations; offset by
4. lower adjusted EBITDA by RM293.9 million from the leisure and hospitality business in Malaysia, mainly due to lower volume of business in the gaming and non-gaming segments as a result of the implementation of the CMCO since mid-October 2020 which restricted the interstate travel.

## **3) Prospects**

Global economic conditions are expected to continue recovering, aided by the progressive roll-out of mass vaccination programmes. However, ongoing concerns and uncertainties amid the fluidity of the COVID-19 situation worldwide remain a significant downside risk. In Malaysia, near-term growth will be impacted by existing containment measures implemented to curb the spread of COVID-19. Nevertheless, the local economy is projected to gradually improve in the longer-term, supported by the recovery in global demand as well as domestic monetary and fiscal measures.

The outlook for the global tourism, leisure and hospitality industries remain highly uncertain. While the regional gaming market has continued to register some level of recovery, significant challenges will persist in the coming year given the negative impact of the pandemic on the sector.

The Group maintains its cautious stance on the near-term prospects of the leisure and hospitality industry.

In Malaysia, the introduction of a second Movement Control Order in various states since 22 January 2021 will impact the Group’s business following the temporary closure of RWG, Resorts World Langkawi (“RW Langkawi”) and Resorts World Kijal (“RW Kijal”) during this period. RWG has resumed operations since 16 February 2021 while RW Langkawi and RW Kijal recommenced business on 19 February 2021. The Group has recalibrated its operating structure and re-engineered its processes as well as its cost base to address the unprecedented challenges and to capitalise on the eventual recovery of the leisure and hospitality sector. The Group will also continue placing emphasis on the safety and wellbeing of the RWG community as part of the RWG StaySafe Promise. Meanwhile, the highly anticipated outdoor theme park, Genting SkyWorlds, is targeted to open by the middle of 2021. The theme park is a key growth initiative for the Group in Malaysia.

In the UK, the Group’s land-based casinos remain temporarily closed in compliance with government directives to limit the spread of COVID-19. Despite the challenges, the Group is confident that the comprehensive measures in place emphasising cost optimisation and business efficiencies will provide the framework for the Group to pivot quickly once the venues reopen.

In the US, the Group is focused on strengthening its market leading position in the state of New York with the introduction of world-class integrated resort amenities at RWNYC. The development of the new upscale 400-room Hyatt Regency JFK at Resorts World New York hotel is progressing well and is set to open in phases from the middle of 2021. The Group will also continue capitalising on synergies between RWNYC and Resorts World Catskills to grow business volume and improve the overall margins of its US operations. In the Bahamas, the Group remains focused on driving visitation and spend at RW Bimini by leveraging the new attractions introduced at the resort as part of its partnership with renowned brands.

#### 4) *Variance of Actual Profit from Forecast Profit*

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

#### 5) *Taxation*

Taxation charges for the current quarter and financial year ended 31 December 2020 are as follows:

	<b>Current quarter ended 31 December 2020 RM'000</b>	<b>Financial year ended 31 December 2020 RM'000</b>
Current taxation		
Malaysian income tax charge	(1,046)	14,152
Foreign income tax charge	6,262	18,504
	<u>5,216</u>	<u>32,656</u>
Deferred tax charge	(38,512)	139,047
	<u>(33,296)</u>	<u>171,703</u>
Prior period taxation		
Income tax under provided	6,394	52,311
	<u>(26,902)</u>	<u>224,014</u>

The effective tax rate of the Group for the current quarter is lower than the statutory tax rates mainly due to higher non-tax deductible expenses and current period's tax losses not recognised.

The effective tax rates of the Group for financial year ended 31 December 2020 is higher mainly due to higher non-tax deductible expenses and reversal of deferred tax assets previously recognised on tax losses of a subsidiary in United States of America ("US"). These tax losses of the US subsidiary will expire in Year 2037.

#### 6) *Status of Corporate Proposals Announced*

There were no corporate proposals announced but not completed as at 18 February 2021.

#### 7) *Group Borrowings*

The details of the Group's borrowings as at 31 December 2020 are as set out below:

	<b>As at 31.12.2020</b>				<b>As at 31.12.2019</b>
	<b>Secured/ Unsecured</b>	<b>Foreign Currency 'Mil</b>		<b>RM Equivalent 'Mil</b>	<b>RM Equivalent 'Mil</b>
Short term borrowings	Secured	USD	30.0	120.5	-
	Secured	GBP	14.4	78.9	79.8
	Unsecured	USD	0.3	1.3	208.1
	Unsecured	RM	N/A	118.6	1,236.1
				<u>319.3</u>	<u>1,524.0</u>
Long term borrowings	Secured	USD	487.1	1,956.6	1,284.4
	Secured	GBP	39.6	217.3	292.3
	Unsecured	USD	99.7	400.5	412.4
	Unsecured	RM	N/A	6,495.5	6,494.4
				<u>9,069.9</u>	<u>8,483.5</u>
Total borrowings	Secured	USD		2,077.1	1,284.4
	Secured	GBP		296.2	372.1
	Unsecured	USD		401.8	620.5
	Unsecured	RM		6,614.1	7,730.5
				<u>9,389.2</u>	<u>10,007.5</u>

## 8) **Outstanding Derivatives**

As at 31 December 2020, the values and maturity analysis of the outstanding derivatives of the Group are as follows:

<b>Types of Derivative</b>	<b>Contract/Notional Value RM'000</b>	<b>Fair Value Liabilities RM'000</b>
<u>Interest Rate Swaps</u>		
GBP		
- Less than 1 year	82,357	4,248
- More than 1 year	219,618	2,849
		<u>7,097</u>

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 2019:

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

## 9) **Fair Value Changes of Financial Liabilities**

As at 31 December 2020, 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 18 February 2021.

## 11) **Dividend Proposed or Declared**

- a) (i) The Board of Directors ("Board") has declared a special single-tier dividend of 8.5 sen per ordinary share;
- (ii) The special single-tier dividend shall be payable on 6 April 2021;
- (iii) Entitlement to the special single-tier dividend:

A Depositor shall qualify for entitlement to the special single-tier dividend only in respect of:

- Shares transferred into the Depositor's Securities Account before 4.30 p.m on 15 March 2021 in respect of transfers; and
  - Shares bought on Bursa Securities on a cum entitlement basis according to the Rules of Bursa Securities.
- b) The total dividend paid/payable for the current financial year ended 31 December 2020 would amount to 14.5 sen per ordinary share, comprising an interim single-tier dividend of 6.0 sen per ordinary share and a special single-tier dividend of 8.5 sen per ordinary share.

## 12) Loss before Taxation

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

	Current quarter ended 31 December 2020 RM'000	Financial year ended 31 December 2020 RM'000
<b>Charges:</b>		
Depreciation and amortisation	269,093	1,118,730
Impairment losses	49,553	590,653
Finance costs:		
- Interest on borrowings	105,009	455,421
- Other finance costs	17,355	59,735
- Less: capitalised costs	(61,790)	(183,304)
Finance costs charged to income statements	60,574	331,852
Redundancy costs	15,825	146,658
<b>Credits:</b>		
Net foreign currency exchange gain	15,781	20,519
Net gain on disposal of property, plant and equipment	1,424	923
Reversal of provision for termination related costs	-	2,376
Interest income	6,814	83,490
Investment income	2,895	17,708
Dividend income	1,590	5,782

## 13) Loss per share

- (a) The loss used as the numerator in calculating basic and diluted loss per share for the current quarter and financial year ended 31 December 2020 are as follows:

	Current quarter ended 31 December 2020 RM'000	Financial year ended 31 December 2020 RM'000
Loss for the financial period/year attributable to equity holders of the Company (used as numerator for the computation of basic and diluted loss per share)	(240,848)	(2,263,862)

### 13) Loss per share (Con't)

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted loss per share for the current quarter and financial year ended 31 December 2020 are as follows:

	Current quarter ended 31 December 2020 Number of Shares ('000)	Financial year ended 31 December 2020 Number of Shares ('000)
Weighted average number of ordinary shares in issue (* (used as denominator for the computation of basic loss per share)	5,653,236	5,653,177
Adjustment for dilutive effect of Employee Share Scheme (**)	-	-
Adjusted weighted average number of ordinary shares in issue (used as denominator for the computation of diluted loss per share)	<u>5,653,236</u>	<u>5,653,177</u>

(\* ) *The weighted average number of ordinary shares in issue during the current quarter and financial year ended 31 December 2020 excludes the weighted average treasury shares held by the Company.*

(\*\*) *The calculation of diluted loss per share for the current quarter and financial year ended 31 December 2020 did not take into account the Employee Share Scheme of the Company as it had an anti-dilutive effect on the basic loss per share. Therefore, the diluted loss per share is the same as basic loss per share.*

### 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 2019 was not qualified.

### 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 25 February 2021.