



GENTING MALAYSIA BERHAD  
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**PRESS RELEASE**

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**GENTING MALAYSIA BERHAD ANNOUNCES RESULTS FOR THE  
SECOND QUARTER AND HALF YEAR ENDED 30 JUNE 2021**

- **Group's US operations continue to record improved operating trends as COVID-19 restrictions are eased**
- **Group's UK venues reopen to positive reception**
- **Temporary closure of resort operations in Malaysia delays Group's recovery**

**KUALA LUMPUR, 26 August 2021** – Genting Malaysia Berhad (Group) today announced its financial results for the second quarter (2Q21) and half year ended 30 June 2021 (1H21).

In 2Q21, the Group recorded total revenue of RM817.9 million, more than seven times of the level reported in the second quarter ended 30 June 2020 (2Q20), while adjusted earnings before interest, taxation, depreciation and amortisation (EBITDA) recovered to RM45.6 million. This was primarily due to the severe impact of the Coronavirus Disease 2019 (COVID-19) pandemic on the Group's business in 2Q20, which resulted in the temporary closure of its resort operations worldwide. The Group registered loss before tax (LBT) and net loss of RM371.0 million and RM366.7 million respectively in 2Q21.

In 1H21, the Group reported a 30% decrease in total revenue to RM1,441.2 million, predominantly due to the significant disruptions to the Group's operations in Malaysia and the United Kingdom (UK) throughout the period as a result of the COVID-19 pandemic. Nevertheless, the Group's adjusted loss before interest, taxation, depreciation and amortisation (LBITDA) narrowed by 50% to RM64.8 million. The Group recorded LBT of RM930.7 million and net loss of RM868.0 million.

### **2Q21 Results**

Revenue from the Group's leisure and hospitality business in Malaysia more than doubled to RM237.9 million while adjusted LBITDA improved by 56% to RM94.2 million. This was mainly due to the easing of operational restrictions at Resorts World Genting (RWG) in addition to an increase in interstate travel as compared to 2Q20, which was adversely impacted by the 3-month suspension of the Group's operations from mid-March 2020 due to the COVID-19 pandemic. The Group also reported payroll and related cost savings from lower headcount in the period. However, RWG has been temporarily closed since 1 June 2021 in compliance with the government's implementation of a nationwide total lockdown amid a resurgence in COVID-19 cases in the country.

In the UK and Egypt, the Group registered revenue of RM185.3 million, more than five times of the level recorded in 2Q20, and adjusted EBITDA of RM14.3 million. The recovery in earnings was predominantly due to the reopening of Resorts World Birmingham and the Group's land-based casinos in the UK since 17 May 2021, which have been well received. In contrast, the Group's venues in the UK and Egypt were temporarily closed throughout 2Q20 in compliance with the directives of local authorities due to the outbreak of COVID-19. As a result of the resumption of its operations in the UK, the Group recorded higher payroll costs and operating expenses in the period.

In the United States of America (US) and Bahamas, the Group reported revenue of RM352.9 million and adjusted EBITDA of RM109.3 million, mainly attributable to the relaxation of COVID-19 restrictions in the current quarter and the temporary closure of the Group's resort operations in the US and Bahamas throughout 2Q20. The improvement in earnings was also driven by the swift recovery registered at Resorts World Casino New York City (RWNYC), with the property achieving approximately the same level of gross gaming revenue this quarter as compared to the corresponding quarter in 2019. The Group recorded higher payroll and related costs against 2Q20 following the resumption of its operations.

## **1H21 Results**

The leisure and hospitality segment in Malaysia recorded lower revenue by 59% to RM536.9 million and adjusted LBITDA of RM177.8 million. This was predominantly due to the decline in overall volume of business, as the Group's resort properties were subject to partial or full suspension of operations of varying durations throughout the period in compliance with the government's directives to curb the spread of COVID-19. Additionally, the implementation of strict travel restrictions nationwide had adversely impacted visitation to RWG. Nevertheless, the impact to the Group's earnings was mitigated by a reduction in payroll and related costs as a result of lower headcount.

In the UK and Egypt, revenue from the Group's operations declined by 44% to RM225.5 million, primarily due to the temporary closure of the Group's venues in the UK from the beginning of 2021 until mid-May 2021 amid a national lockdown in response to the outbreak of COVID-19. Notwithstanding the challenging operating environment, adjusted LBITDA improved by 54% to RM37.4 million, aided by payroll and related cost savings and lower bad debt expenses.

In the US and Bahamas, revenue from the Group's leisure and hospitality business had more than doubled to RM609.2 million and the Group recorded adjusted EBITDA of RM177.9 million. The rebound in earnings was primarily attributable to the increase in volume of business at RWNYC as limits on capacity and operating hours were progressively eased throughout the period, with all restrictions lifted by June 2021.

## **Outlook**

Global economic recovery is expected to continue, albeit at an uneven pace across advanced economies and emerging markets. However, challenges to global growth persist given ongoing concerns surrounding the evolving COVID-19 situation worldwide and potential risks of heightened financial market volatility. In Malaysia, economic recovery is expected to be delayed by the earlier re-imposition of containment measures nationwide and increased spread of COVID-19.

While international travel has shown early signs of revival, the recent COVID-19 developments will continue to pose uncertainties to the outlook for the tourism, leisure, and hospitality sectors. The regional gaming market is expected to remain challenging in the short-term.

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

In Malaysia, the government's announcement of a nationwide total lockdown will significantly impact the Group's business following the temporary closure of RWG since 1 June 2021. While the Group remains focused on implementing various initiatives to create a stronger platform for sustainable long-term growth and profitability, the Group will continue to closely monitor its cost base as it navigates the challenging operating and business environment. The health and safety of guests, employees and the RWG community remain central to the Group's efforts and the Group will continue to prioritise the inoculation of its entire workforce. Meanwhile, the timely completion of Genting SkyWorlds continues to be a key focus.

In the UK, the Group is encouraged by the recovery momentum seen since the resumption of its land-based casinos on 17 May 2021. The Group will continue to ramp up its operations to drive revenue and business volumes as COVID-19 restrictions are relaxed across the region. Meanwhile, the Group will also continue to assess its cost structure to better align its operations with the fluid new operating environment.

In the US, RWNYC and Resorts World Catskills (RWC) continue to record strong rebound in demand with the easing of pandemic-related restrictions in the New York State. The Group will place increased focus on developing its strong local market exposure by leveraging synergies between RWNYC and RWC to drive business volumes and improve the overall margins of its US operations. Meanwhile, the Group's new hotel, Hyatt Regency JFK Airport at Resorts World New York, which opened on 6 August 2021 will also be a catalyst for growth. In the Bahamas, the Group will continue enhancing the accessibility and infrastructure at Resorts World Bimini, in addition to capitalising on partnerships with renowned brands to drive visitation to the resort.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD  SUMMARY OF RESULTS	INDIVIDUAL QUARTER		Variance		SIX MONTHS ENDED 30 JUNE		Variance	
	2Q2021	2Q2020	2Q21 vs 2Q20		2021	2020	1H21 vs 1H20	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
<b>Revenue</b>								
Leisure & Hospitality								
- Malaysia	237.9	82.2	155.7	>100%	536.9	1,307.3	-770.4	-59%
- United Kingdom and Egypt	185.3	33.2	152.1	>100%	225.5	404.4	-178.9	-44%
- United States of America and Bahamas	352.9	(31.6)	384.5	>100%	609.2	289.1	320.1	>100%
	<u>776.1</u>	<u>83.8</u>	<u>692.3</u>	<u>&gt;100%</u>	<u>1,371.6</u>	<u>2,000.8</u>	<u>-629.2</u>	<u>-31%</u>
Property	18.9	16.9	2.0	12%	36.7	40.1	-3.4	-8%
Investments & others	22.9	14.2	8.7	61%	32.9	29.9	3.0	10%
	<u>817.9</u>	<u>114.9</u>	<u>703.0</u>	<u>&gt;100%</u>	<u>1,441.2</u>	<u>2,070.8</u>	<u>-629.6</u>	<u>-30%</u>
<b>Adjusted (LBITDA)/EBITDA</b>								
Leisure & Hospitality								
- Malaysia	(94.2)	(214.7)	120.5	56%	(177.8)	116.5	-294.3	->100%
- United Kingdom and Egypt	14.3	(103.9)	118.2	>100%	(37.4)	(81.1)	43.7	54%
- United States of America and Bahamas	109.3	(176.4)	285.7	>100%	177.9	(161.7)	339.6	>100%
	<u>29.4</u>	<u>(495.0)</u>	<u>524.4</u>	<u>&gt;100%</u>	<u>(37.3)</u>	<u>(126.3)</u>	<u>89.0</u>	<u>70%</u>
Property	20.1	6.5	13.6	>100%	(7.0)	16.8	-23.8	->100%
Investments & others	(3.9)	2.3	-6.2	->100%	(20.5)	(21.3)	0.8	4%
<b>Adjusted EBITDA/(LBITDA)</b>	<u>45.6</u>	<u>(486.2)</u>	<u>531.8</u>	<u>&gt;100%</u>	<u>(64.8)</u>	<u>(130.8)</u>	<u>66.0</u>	<u>50%</u>
Pre-operating expenses	(25.5)	(21.2)	-4.3	-20%	(63.4)	(40.8)	-22.6	-55%
Property, plant and equipment written off	(7.2)	-	-7.2	NC	(7.7)	(3.2)	-4.5	->100%
Net (loss)/gain on disposal of property, plant and equipment	(0.1)	(0.3)	0.2	67%	0.1	(0.8)	0.9	>100%
Impairment losses	(23.8)	(14.8)	-9.0	-61%	(31.1)	(361.1)	330.0	91%
Gain on disposal of a subsidiary	64.3	-	64.3	NC	64.3	-	64.3	NC
Redundancy costs	(8.0)	(71.5)	63.5	89%	(10.9)	(71.5)	60.6	85%
Others	(0.5)	0.6	-1.1	->100%	(9.4)	-	-9.4	NC
<b>EBITDA/(LBITDA)</b>	<u>44.8</u>	<u>(593.4)</u>	<u>638.2</u>	<u>&gt;100%</u>	<u>(122.9)</u>	<u>(608.2)</u>	<u>485.3</u>	<u>80%</u>
Depreciation and amortisation	(270.4)	(279.6)	9.2	3%	(539.0)	(562.4)	23.4	4%
Interest income	5.7	25.7	-20.0	-78%	9.7	62.1	-52.4	-84%
Finance costs	(100.5)	(118.6)	18.1	15%	(182.5)	(203.9)	21.4	10%
Share of results in an associate	(50.6)	(78.6)	28.0	36%	(96.0)	(178.7)	82.7	46%
<b>Loss before taxation</b>	<u>(371.0)</u>	<u>(1,044.5)</u>	<u>673.5</u>	<u>64%</u>	<u>(930.7)</u>	<u>(1,491.1)</u>	<u>560.4</u>	<u>38%</u>
<b>Taxation</b>	<u>4.3</u>	<u>121.3</u>	<u>-117.0</u>	<u>-96%</u>	<u>62.7</u>	<u>114.0</u>	<u>-51.3</u>	<u>-45%</u>
<b>Loss for the financial period</b>	<u>(366.7)</u>	<u>(923.2)</u>	<u>556.5</u>	<u>60%</u>	<u>(868.0)</u>	<u>(1,377.1)</u>	<u>509.1</u>	<u>37%</u>
<b>Basic loss per share (sen)</b>	<u>(6.16)</u>	<u>(15.93)</u>	<u>9.8</u>	<u>61%</u>	<u>(14.71)</u>	<u>(23.32)</u>	<u>8.6</u>	<u>37%</u>
<b>Diluted loss per share (sen)</b>	<u>(6.16)</u>	<u>(15.93)</u>	<u>9.8</u>	<u>61%</u>	<u>(14.71)</u>	<u>(23.32)</u>	<u>8.6</u>	<u>37%</u>

NC : Not comparable

## **About Genting Malaysia**

Genting Malaysia is one of the leading leisure and hospitality corporations in the world. Listed on Bursa Malaysia with approximately RM17 billion in market capitalisation, Genting Malaysia owns and operates major resort properties including Resorts World Genting (RWG) in Malaysia, Resorts World Casino New York City (RWNYC) and Resorts World Catskills (RWC) (which is 49%-owned via an associate company) in the United States (US), Resorts World Bimini (RW Bimini) in the Bahamas, Resorts World Birmingham and over 30 casinos in the United Kingdom (UK) and Crockfords Cairo in Egypt. Genting Malaysia also owns and operates two seaside resorts in Malaysia, namely Resorts World Kijal in Terengganu and Resorts World Langkawi on Langkawi island.

With about 10,500 rooms across seven distinct hotels, RWG is Malaysia's premier integrated resort destination. The resort also features wide-ranging leisure and entertainment facilities, including gaming, theme park and amusement attractions, dining and retail outlets, as well as international shows and business convention facilities. Genting Highlands Premium Outlets (a joint venture between Genting Plantations Berhad and Simon Property Group) at the mid-hill further complements the various attractions at RWG. Additionally, the Genting SkyWorlds outdoor theme park will add to RWG's extensive entertainment offerings upon completion.

In the UK, Genting Malaysia owns and operates over 30 casinos, making it one of the largest leisure and entertainment businesses in the country. The Group also operates an online gaming platform comprising an online casino and sports book operation which provides customers a seamless multi-channel gaming experience. Additionally, Genting Malaysia operates Resorts World Birmingham, the first integrated leisure complex of its kind in the UK, offering gaming and entertainment facilities, retail and dining outlets and a 182-room four-star hotel. In the Middle East, Crockfords Cairo, an exclusive casino nestled within the posh surroundings of The Nile Ritz-Carlton Hotel in Cairo, is the Group's first venture into the region.

In the US, Genting Malaysia's RWNYC, the first and only video gaming machine facility in New York City, and RWC, a premium destination resort situated within the scenic Catskills Mountains in the State of New York, collectively offer the ultimate gaming, hospitality and entertainment experience, featuring a live table games casino, over 800 rooms across three hotels, video gaming machines, diverse bar and restaurant choices, exciting shows and memorable events. The recent debut of the Group's new hotel, Hyatt Regency JFK Airport at Resorts World New York, marks a significant milestone in the Group's vision of bringing an integrated resort, popular in key global destinations, to New York City. Over in Miami, the Group owns the 527-room Hilton Miami Downtown which sits on 30 acres of prime freehold waterfront land.

In the Bahamas, the Group operates RW Bimini, which features a casino, Hilton at RW Bimini, restaurants and bars, various resort amenities as well as the largest yacht and marina complex on the island surrounded by turquoise waters and white-sand beaches.

Genting Malaysia is a member of the Genting Group, one of Asia's leading and best-managed multinational companies. The Genting Group is led by Tan Sri Lim Kok Thay, a visionary entrepreneur who has successfully established the Resorts World brand as a leader in the leisure and hospitality sector in Malaysia, Singapore, the Philippines, the US, the Bahamas and the UK. Tan Sri Lim Kok Thay also has significant investments in other industries globally including oil palm plantations, property development, power generation, oil and gas, cruise and biotechnology.

For more information, visit <http://www.gentingmalaysia.com> or contact [ir.genm@genting.com](mailto:ir.genm@genting.com).

For information on the major properties of Genting Malaysia

Resorts World Genting, visit [www.rwgenting.com](http://www.rwgenting.com)

Genting Casinos UK Limited, visit [www.gentingcasinos.co.uk](http://www.gentingcasinos.co.uk)

Resorts World Casino New York City, visit [www.rwnyork.com](http://www.rwnyork.com)

Resorts World Catskills, visit [www.rwcatskills.com](http://www.rwcatskills.com)

Resorts World Birmingham, visit [www.resortsworldbirmingham.co.uk](http://www.resortsworldbirmingham.co.uk)

Resorts World Bimini, visit [www.rwbimini.com](http://www.rwbimini.com)

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