



GENTING MALAYSIA BERHAD
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PRESS RELEASE

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**GENTING MALAYSIA BERHAD ANNOUNCES RESULTS FOR THE
THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021**

- **Group's overseas operations maintain strong recovery momentum in 3Q21**
- **Reopening of Resorts World Genting (RWG) since 30 September 2021 has been well received**
- **Genting SkyWorlds is targeted to complete by year-end**

KUALA LUMPUR, 25 November 2021 – Genting Malaysia Berhad (Group) today announced its financial results for the third quarter (3Q21) and nine months ended 30 September 2021 (9M21).

Despite the impact of the Coronavirus Disease 2019 (COVID-19) disruptions on the Group's operations, the Group recorded adjusted earnings before interest, taxation, depreciation and amortisation (EBITDA) of RM53.7 million in 3Q21, aided by the recovery of the Group's overseas operations. Nevertheless, the Group's total revenue declined by 42% to RM826.3 million. Taking into account depreciation and amortisation, finance costs and the Group's share of results in an associate, the Group reported loss before tax (LBT) of RM379.2 million while net loss improved by 58% to RM307.0 million.

In 9M21, the Group reported lower total revenue by 35% to RM2,267.5 million and an adjusted loss before interest, taxation, depreciation and amortisation (LBITDA) of RM11.1 million, mainly due to the impact of the COVID-19 disruptions on the Group's operations. The Group's LBT narrowed by 29% to RM1,309.9 million while net loss improved by 44% to RM1,175.1 million in the period.

3Q21 Results

The Group's leisure and hospitality business in Malaysia recorded a 99% decrease in revenue to RM17.7 million and an adjusted LBITDA of RM164.8 million. This was primarily due to the temporary closure of RWG since 1 June 2021 in compliance with a government directive of a nationwide total lockdown. Nevertheless, lower operating expenses coupled with payroll and related cost savings mitigated the impact to the Group's earnings. RWG has resumed operations since 30 September 2021 to positive response.

In the United Kingdom (UK) and Egypt, the Group achieved revenue of RM406.0 million, more than three times of the level recorded in the same period last year (3Q20), and adjusted EBITDA of RM102.1 million. The recovery in revenue and earnings was mainly driven by the re-opening of the Group's land-based casinos in the UK since mid-May 2021 and the progressive easing of COVID-19 restrictions across the region. By comparison, the Group's casinos were largely closed in 3Q20, while certain venues resumed operations with reduced capacity from mid-August 2020. The Group's adjusted EBITDA in 3Q21 was also attributable to higher debt recovery.

In the United States of America (US) and Bahamas, the Group reported revenue of RM364.2 million, more than five times of the level recorded in the same period last year (3Q20). The Group also registered adjusted EBITDA of RM120.4 million in 3Q21 from an adjusted LBITDA of RM71.7 million in 3Q20. These improvements were predominantly due to the strong operating performance registered at Resorts World New York City (RWNYC) since the full lifting of COVID-19 restrictions in June 2021, with the property achieving gross gaming revenue surpassing pre-pandemic levels. By comparison, RWNYC was largely closed in 3Q20 as it reopened with reduced capacity in compliance with COVID-19 restrictions from 9 September 2020.

Meanwhile, the Group's associate, Empire Resorts, Inc. (Empire), had registered marked improvements in its operating performance following the full relaxation of COVID-19 restrictions since June 2021, with gross gaming revenue at Resorts World Catskills (RWC) also exceeding pre-pandemic levels in 3Q21.

9M21 Results

Revenue from the Group's leisure and hospitality business in Malaysia declined by 78% to RM554.6 million and the Group recorded an adjusted LBITDA of RM342.6 million. The decrease was mainly due to the adverse impact of various COVID-19 restrictions imposed, coupled with the temporary closure of RWG for approximately five months in 9M21 as compared to the three-month suspension of RWG's operations over same period last year. Consequently, the Group's gaming and non-gaming segments registered a reduction in overall volume of business. Nevertheless, lower operating expenses as well as payroll and related cost savings mitigated the impact to the Group's earnings.

In the UK and Egypt, the Group's operations reported an 18% increase in revenue to RM631.5 million and an adjusted EBITDA of RM64.7 million. This was primarily attributable to the re-opening of the Group's casinos in the UK since mid-May 2021, which have been well received. Additionally, the Group registered a reduction in payroll and related costs as well as higher debt recovery in the period.

In the US and Bahamas, revenue from the Group's leisure and hospitality segment had more than doubled to RM973.4 million, largely contributed by the strong rebound in demand seen at RWNYC as COVID-19 restrictions were gradually eased over the period. As a result of the robust operating performance of its US operations, the Group reported adjusted EBITDA of RM298.3 million.

Similarly, Empire saw a swift recovery in its operating performance following the relaxation of COVID-19 restrictions in New York, with gross gaming revenue at RWC in 9M21 almost returning to pre-pandemic levels.

Outlook

The recovery of the global economy is expected to continue, supported by sustained progress in vaccination programmes worldwide and the relaxation of containment measures. However, downside risks to global growth remain, given uncertainties surrounding the evolution of COVID-19, ongoing supply chain disruptions, escalating energy prices and inflationary risk. The recovery momentum of the Malaysian economy is expected to improve in line with the rally of the global economy and continued implementation of domestic economic and fiscal stimulus measures.

The tourism industry is expected to continue recovering with the increase in vaccination rates and easing of border crossing restrictions worldwide. The introduction of the Twelfth Malaysia Plan, with the tourism industry as one of the key focus areas, will augur well for the Group as a leading player in the leisure and hospitality sector in Malaysia and the region. As for the regional gaming market, the introduction of vaccinated travel lanes between certain countries will provide a positive catalyst for industry players.

Against this backdrop, the Group is cautiously optimistic on the near-term prospects of the leisure and hospitality industry.

In Malaysia, the Group is encouraged by the positive reception to the resumption of business at RWG since 30 September 2021. In view of the increasing visitor turnout at RWG since its re-opening, the Group will ramp up its operational capacity by leveraging existing assets. Genting SkyWorlds, a first class, world class theme park, is targeted to complete by the end of 2021 and the Group is currently preparing for its opening. The Group will continue to enforce strict COVID-19 precautionary measures in line with the guidelines from government authorities for the safety of all its stakeholders. Meanwhile, the Group will continue to optimise its cost base to drive productivity and efficiency across its operations.

In the UK and Egypt, the Group remains steadfast in executing various strategies to strengthen the resilience of its business by streamlining and reorganising its operations to optimise efficiencies. At the same time, the Group will place emphasis on driving business volume and revenue at its properties as it continues to capitalise on improving consumer sentiments following the lifting of COVID-19 restrictions.

In the US, the Group will continue to strengthen its market leading position by pursuing growth opportunities in New York. This includes the development of Empire's new video gaming machines facility, Resorts World Hudson Valley in Orange County, New York, which is targeted to open in the summer of 2022. More recently, the New York State Gaming Commission had selected nine operators, including Empire, to receive mobile sports betting licences to operate in the state. This latest development will enable the Group to expand its suite of product offerings to customers in New York. Meanwhile, the Group will continue to maximise synergies between RWNYS and RWC to drive business volume and improve the overall profitability of its US operations. In the Bahamas, the launch of the new Resorts World Bimini Cruise Port will be a key growth platform for the Group as it continues to leverage partnerships with renowned brands to drive visitation and spend at the resort.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD SUMMARY OF RESULTS	INDIVIDUAL QUARTER		Variance		NINE MONTHS ENDED 30 SEPTEMBER		Variance	
	3Q2021	3Q2020	3Q21 vs 3Q20		2021	2020	9M21 vs 9M20	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
Revenue								
Leisure & Hospitality								
- Malaysia	17.7	1,181.3	-1,163.6	-99%	554.6	2,488.6	-1,934.0	-78%
- United Kingdom and Egypt	406.0	131.4	274.6	>100%	631.5	535.8	95.7	18%
- United States of America and Bahamas	364.2	69.9	294.3	>100%	973.4	359.0	614.4	>100%
	787.9	1,382.6	-594.7	-43%	2,159.5	3,383.4	-1,223.9	-36%
Property	20.3	17.8	2.5	14%	57.0	57.9	-0.9	-2%
Investments & others	18.1	16.5	1.6	10%	51.0	46.4	4.6	10%
	826.3	1,416.9	-590.6	-42%	2,267.5	3,487.7	-1,220.2	-35%
Adjusted (LBITDA)/EBITDA								
Leisure & Hospitality								
- Malaysia	(164.8)	424.7	-589.5	->100%	(342.6)	541.2	-883.8	->100%
- United Kingdom and Egypt	102.1	(50.5)	152.6	>100%	64.7	(131.6)	196.3	>100%
- United States of America and Bahamas	120.4	(71.7)	192.1	>100%	298.3	(233.4)	531.7	>100%
	57.7	302.5	-244.8	-81%	20.4	176.2	-155.8	-88%
Property	15.3	7.6	7.7	>100%	8.3	24.4	-16.1	-66%
Investments & others	(19.3)	0.6	-19.9	->100%	(39.8)	(20.7)	-19.1	-92%
Adjusted EBITDA/(LBITDA)	53.7	310.7	-257.0	-83%	(11.1)	179.9	-191.0	->100%
Pre-operating expenses	(29.7)	(16.0)	-13.7	-86%	(93.1)	(56.8)	-36.3	-64%
Property, plant and equipment written off	(1.5)	(14.9)	13.4	90%	(9.2)	(17.5)	8.3	47%
Net gain/(loss) on disposal of property, plant and equipment	-	0.3	-0.3	NC	0.1	(0.5)	0.6	>100%
Impairment losses	-	(180.0)	180.0	NC	(31.1)	(541.1)	510.0	94%
Gain on disposal of a subsidiary	-	-	-	NC	64.3	-	64.3	NC
Redundancy costs	(7.7)	(59.3)	51.6	87%	(18.6)	(130.8)	112.2	86%
Others	2.4	(0.1)	2.5	>100%	(7.0)	(0.7)	-6.3	->100%
EBITDA/(LBITDA)	17.2	40.7	-23.5	-58%	(105.7)	(567.5)	461.8	81%
Depreciation and amortisation	(276.8)	(287.2)	10.4	4%	(815.8)	(849.6)	33.8	4%
Interest income	6.8	14.6	-7.8	-53%	16.5	76.7	-60.2	-78%
Finance costs	(95.5)	(67.4)	-28.1	-42%	(278.0)	(271.3)	-6.7	-2%
Share of results in an associate	(30.9)	(62.0)	31.1	50%	(126.9)	(240.7)	113.8	47%
Loss before taxation	(379.2)	(361.3)	-17.9	-5%	(1,309.9)	(1,852.4)	542.5	29%
Taxation	72.2	(365.0)	437.2	>100%	134.8	(250.9)	385.7	>100%
Loss for the financial period	(307.0)	(726.3)	419.3	58%	(1,175.1)	(2,103.3)	928.2	44%
Basic loss per share (sen)	(5.12)	(12.46)	7.3	59%	(19.83)	(35.79)	16.0	45%
Diluted loss per share (sen)	(5.12)	(12.46)	7.3	59%	(19.83)	(35.79)	16.0	45%

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.

For information on the major properties of Genting Malaysia

Resorts World Genting, visit www.rwgenting.com

Genting Casinos UK Limited, visit www.gentingcasinos.co.uk

Resorts World Casino New York City, visit www.rwnewyork.com

Resorts World Catskills, visit www.rwcatskills.com

Resorts World Birmingham, visit www.resortsworldbirmingham.co.uk

Resorts World Bimini, visit www.rwbimini.com

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