



GENTING MALAYSIA BERHAD
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PRESS RELEASE

For Immediate Release

**GENTING MALAYSIA BERHAD ANNOUNCES RESULTS FOR THE
FIRST QUARTER 31 MARCH 2022**

- **Recovery momentum of Group's operations worldwide on firm footing**
- **Group is positive on the longer-term outlook of the leisure and hospitality industry**

KUALA LUMPUR, 26 May 2022 – Genting Malaysia Berhad (Group) today announced its financial results for the first quarter ended 31 March 2022 (1Q22).

The Group recorded total revenue of RM1,721.3 million, almost three times of the level reported in the same quarter last year (1Q21). The Group also registered adjusted earnings before interest, taxation, depreciation and amortisation (EBITDA) of RM414.4 million, as compared to an adjusted loss before interest, taxation, depreciation and amortisation (LBITDA) of RM110.4 million in 1Q21. The Group's loss before taxation was lower by 79% to RM116.1 million after taking into consideration depreciation and amortisation, finance costs and the Group's share of results in an associate. Net loss narrowed by 70% to RM147.9 million.

In Malaysia, revenue from the Group's leisure and hospitality business more than tripled to RM920.0 million, and the Group recorded adjusted EBITDA of RM262.9 million as compared to an adjusted LBITDA of RM83.6 million in 1Q21. The improvements were primarily due to overall higher volume of business at Resorts World Genting (RWG) as a result of the eased travel restrictions in the country. In contrast, the operating performance of RWG in 1Q21 was impacted by the strict Coronavirus Disease 2019 (COVID-19) related regulations nationwide, in addition to the temporary closure of RWG for approximately one month during the period. The Group's adjusted EBITDA in 1Q22 was also aided by higher debt recovery.

In the United Kingdom (UK) and Egypt, revenue from the Group's operations recovered to RM395.3 million, nearly ten times of the level recorded in 1Q21. In addition, the Group registered adjusted EBITDA of RM84.7 million as compared to an adjusted LBITDA of RM51.7 million in 1Q21. The increase in revenue and adjusted EBITDA this quarter was mainly due to the impact of a resurgence in COVID-19 cases in the UK on the Group's operations in 1Q21, which resulted in the temporary closure of the Group's resort and land-based businesses. The Group incurred higher payroll and related expenses in 1Q22 as compared to 1Q21, following the resumption of its UK operations since mid-May 2021.

In the United States of America (US) and Bahamas, the Group's leisure and hospitality business grew by 40% to RM357.9 million. The Group also reported higher adjusted EBITDA by 14% to RM78.0 million. These improvements were mainly driven by the strong operating performance registered at Resorts World New York City (RWNYC), as facilities in the New York State continued to operate without mandated COVID-19 restrictions. This contributed to the property registering gross gaming revenue at near pre-pandemic levels in 1Q22. By comparison, RWNYC operated with reduced capacity and under limited operating hours in 1Q21 in compliance with a government directive, which adversely impacted its performance in the quarter.

The Group's associate company in the US, Empire Resorts, Inc. (Empire) recorded similar improvements in its operating performance in 1Q22, with gross gaming revenue at Resorts World Catskills surpassing pre-pandemic levels.

Outlook

The growth of the global economy is expected to be challenging due to disruptions caused by geopolitical tensions, prolonged supply chain issues and inflationary pressures. Whilst economic recovery in Malaysia is expected to remain intact as the country transitions to the endemic phase of COVID-19, the challenges to the global economic environment could pose downside risks.

International tourism is expected to continue its gradual recovery although weakening economic sentiments may delay the return of confidence in global travel. Nevertheless, the progressive reopening of borders and continued easing of COVID-19 restrictions will improve optimism surrounding the tourism, leisure and hospitality industries, including the regional gaming sector.

Therefore, the Group is positive on the longer-term outlook of the leisure and hospitality industry.

In Malaysia, the Group will continue to focus on ramping up operations at RWG following further relaxation of COVID-19 restrictions in the country and the reopening of national borders since 1 April 2022. In view of the increasing visitor turnout at the resort, the Group will also place emphasis on maximising yield contributions by intensifying database analytics and targeted marketing efforts to grow key business segments. At the same time, the Group will continue to enhance overall operational efficiencies and service delivery to elevate the quality of guest experience at RWG.

In the UK, sustainability of the Group's recovery momentum remains as the Group's main priority on the back of the lifting of all COVID-19 travel restrictions in the country. While the Group is mindful of the challenges implicit in the current operating environment, the Group is confident that the operational improvements implemented in previous years, including enhancements to customer proposition and optimisation of the Group's cost structure, will position the Group well for the year ahead.

In the US, the Group's operations continue to be resilient and the Group remains focused on reinforcing its position as the leading gaming operator in the northeast US region amid an increasingly competitive landscape. Marketing efforts will be intensified to grow the Group's US customer database, whilst leveraging RWNYC's latest improved facilities and Empire's expanded product offerings to drive business volume and overall returns on the Group's US operations. Meanwhile, the development of Resorts World Hudson Valley, a new video gaming machine facility located in Orange County, New York is progressing well, and emphasis continues to be placed on its timely completion. In the Bahamas, the Group will continue executing various cross-marketing initiatives, in addition to capitalising on the various world-class amenities available at the resort to drive visitation and spend at Resorts World Bimini.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD SUMMARY OF RESULTS	INDIVIDUAL QUARTER		Variance		PRECEDING QUARTER		Variance	
	1Q2022	1Q2021	1Q22 vs 1Q21		4Q2021		1Q22 vs 4Q21	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	%	
Revenue								
Leisure & Hospitality								
- Malaysia	920.0	299.0	621.0	>100%	961.9	-41.9	-4%	
- United Kingdom and Egypt	395.3	40.2	355.1	>100%	433.2	-37.9	-9%	
- United States of America and Bahamas	357.9	256.3	101.6	40%	350.7	7.2	2%	
	<u>1,673.2</u>	<u>595.5</u>	<u>1,077.7</u>	<u>>100%</u>	<u>1,745.8</u>	<u>-72.6</u>	<u>-4%</u>	
Property	22.4	17.8	4.6	26%	123.1	-100.7	-82%	
Investments & others	25.7	10.0	15.7	>100%	20.3	5.4	27%	
	<u>1,721.3</u>	<u>623.3</u>	<u>1,098.0</u>	<u>>100%</u>	<u>1,889.2</u>	<u>-167.9</u>	<u>-9%</u>	
Adjusted EBITDA/(LBITDA)								
Leisure & Hospitality								
- Malaysia	262.9	(83.6)	346.5	>100%	358.1	-95.2	-27%	
- United Kingdom and Egypt	84.7	(51.7)	136.4	>100%	178.8	-94.1	-53%	
- United States of America and Bahamas	78.0	68.6	9.4	14%	116.7	-38.7	-33%	
	<u>425.6</u>	<u>(66.7)</u>	<u>492.3</u>	<u>>100%</u>	<u>653.6</u>	<u>-228.0</u>	<u>-35%</u>	
Property	9.5	(27.1)	36.6	>100%	104.7	-95.2	-91%	
Investments & others	(20.7)	(16.6)	-4.1	-25%	(20.2)	-0.5	-2%	
	<u>414.4</u>	<u>(110.4)</u>	<u>524.8</u>	<u>>100%</u>	<u>738.1</u>	<u>-323.7</u>	<u>-44%</u>	
Pre-operating expenses	(20.6)	(37.9)	17.3	46%	(27.5)	6.9	25%	
Property, plant and equipment written off	(0.5)	(0.5)	-	0%	(14.0)	13.5	96%	
Impairment losses	-	(7.3)	7.3	NC	(209.4)	209.4	NC	
Gain on disposal of subsidiaries	-	-	-	NC	119.8	-119.8	NC	
Others	(1.6)	(11.6)	10.0	86%	(1.4)	-0.2	-14%	
	<u>391.7</u>	<u>(167.7)</u>	<u>559.4</u>	<u>>100%</u>	<u>605.6</u>	<u>-213.9</u>	<u>-35%</u>	
EBITDA/(LBITDA)	391.7	(167.7)	559.4	>100%	605.6	-213.9	-35%	
Depreciation and amortisation	(296.6)	(268.6)	-28.0	-10%	(290.5)	-6.1	-2%	
Interest income	7.6	4.0	3.6	90%	7.8	-0.2	-3%	
Finance costs	(169.5)	(82.0)	-87.5	->100%	(103.9)	-65.6	-63%	
Share of results in a joint venture	-	-	-	NC	0.1	-0.1	NC	
Share of results in an associate	(49.3)	(45.4)	-3.9	-9%	(56.9)	7.6	13%	
	<u>(116.1)</u>	<u>(559.7)</u>	<u>443.6</u>	<u>79%</u>	<u>162.2</u>	<u>-278.3</u>	<u>->100%</u>	
(Loss)/Profit before taxation	<u>(116.1)</u>	<u>(559.7)</u>	<u>443.6</u>	<u>79%</u>	<u>162.2</u>	<u>-278.3</u>	<u>->100%</u>	
Taxation	(31.8)	58.4	-90.2	->100%	(38.2)	6.4	17%	
	<u>(147.9)</u>	<u>(501.3)</u>	<u>353.4</u>	<u>70%</u>	<u>124.0</u>	<u>-271.9</u>	<u>->100%</u>	
(Loss)/Profit for the financial period	<u>(147.9)</u>	<u>(501.3)</u>	<u>353.4</u>	<u>70%</u>	<u>124.0</u>	<u>-271.9</u>	<u>->100%</u>	
Basic (loss)/earnings per share (sen)	<u>(2.24)</u>	<u>(8.55)</u>	6.3	74%	<u>3.08</u>	-5.3	->100%	
Diluted (loss)/earnings per share (sen)	<u>(2.24)</u>	<u>(8.55)</u>	6.3	74%	<u>3.07</u>	-5.3	->100%	

NC : Not comparable

About Genting Malaysia Berhad

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 New York City (RWNYC) and Resorts World Catskills (RW Catskills) (which is 49%-owned via an associate company) in the United States (US), Resorts World Bimini (RW Bimini) in the Bahamas, Resorts World Birmingham (RW 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. Additionally, Genting Highlands Premium Outlets (a joint venture between Genting Plantations Berhad and Simon Property Group) at the mid-hill and Genting SkyWorlds, a first class, world-class theme park, further complement RWG's extensive premium offerings and exemplifies its position as a leading provider of leisure and entertainment in the region.

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 RW 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 (VGM) in New York City, and RW Catskills, a premium destination resort situated within the scenic Catskills Mountains in the State of New York, collectively offer the ultimate hospitality and entertainment experience, featuring a live table games casino, over 800 rooms across three hotels, including the newly opened Hyatt Regency JFK Airport at Resorts World New York, VGMs, diverse bar and restaurant choices, exciting shows and memorable events. Additionally, the development of Empire Resorts, Inc.'s Resorts World Hudson Valley in Orange County, New York, and the launch of its latest mobile sports betting operations, Resorts World Bet, will expand the Group's suite of product offerings in the state. 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, Genting Malaysia operates RW Bimini, which features a casino, Hilton at RW Bimini, restaurants and bars, various resort amenities, the new RW Bimini Cruise Port, 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 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.rwnyork.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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