

**FIRST QUARTERLY REPORT**

Quarterly report on consolidated results for the three months ended 31 March 2023. The figures have not been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE THREE MONTHS ENDED 31 MARCH 2023**

	<b>UNAUDITED INDIVIDUAL QUARTER</b>		<b>UNAUDITED CUMULATIVE PERIOD</b>	
	<b>First quarter ended 31 March</b>		<b>Three months ended 31 March</b>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Revenue</b>	<b>2,283,487</b>	1,721,299	<b>2,283,487</b>	1,721,299
Cost of sales	<b>(1,751,464)</b>	(1,393,536)	<b>(1,751,464)</b>	(1,393,536)
<b>Gross profit</b>	<b>532,023</b>	327,763	<b>532,023</b>	327,763
Other income	<b>98,143</b>	77,796	<b>98,143</b>	77,796
Other expenses	<b>(338,419)</b>	(286,602)	<b>(338,419)</b>	(286,602)
Other losses	<b>(31,056)</b>	(16,240)	<b>(31,056)</b>	(16,240)
Profit from operations before impairment losses	<b>260,691</b>	102,717	<b>260,691</b>	102,717
Impairment losses	<b>(3,459)</b>	-	<b>(3,459)</b>	-
<b>Profit from operations</b>	<b>257,232</b>	102,717	<b>257,232</b>	102,717
Finance costs	<b>(148,429)</b>	(169,538)	<b>(148,429)</b>	(169,538)
Share of results in associates	<b>(67,468)</b>	(49,251)	<b>(67,468)</b>	(49,251)
Share of results in a joint venture	<b>(45)</b>	-	<b>(45)</b>	-
<b>Profit/(loss) before taxation</b>	<b>41,290</b>	(116,072)	<b>41,290</b>	(116,072)
Taxation	<b>(86,699)</b>	(31,791)	<b>(86,699)</b>	(31,791)
<b>Loss for the financial period</b>	<b>(45,409)</b>	(147,863)	<b>(45,409)</b>	(147,863)
<b>Loss attributable to:</b>				
Equity holders of the Company	<b>(27,379)</b>	(126,527)	<b>(27,379)</b>	(126,527)
Non-controlling interests	<b>(18,030)</b>	(21,336)	<b>(18,030)</b>	(21,336)
	<b>(45,409)</b>	(147,863)	<b>(45,409)</b>	(147,863)
<b>Loss per share attributable to equity holders of the Company:</b>				
Basic loss per share (sen)	<b>(0.48)</b>	(2.24)	<b>(0.48)</b>	(2.24)
Diluted loss per share (sen)	<b>(0.48)</b>	(2.24)	<b>(0.48)</b>	(2.24)

*(The Condensed Consolidated Income Statement should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2022.)*

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2023**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE PERIOD	
	First quarter ended 31 March		Three months ended 31 March	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<b>Loss for the financial period</b>	<b>(45,409)</b>	(147,863)	<b>(45,409)</b>	(147,863)
<b>Other comprehensive income/(loss)</b>				
<b>Items that may be reclassified subsequently to profit or loss:</b>				
Cash flow hedges				
- Fair value gain	-	851	-	851
Foreign currency exchange differences				
- Exchange differences on translation of foreign operations	<b>116,431</b>	(30,539)	<b>116,431</b>	(30,539)
<b>Other comprehensive income/(loss), net of tax</b>	<b>116,431</b>	(29,688)	<b>116,431</b>	(29,688)
<b>Total comprehensive income/(loss) for the financial period</b>	<b>71,022</b>	(177,551)	<b>71,022</b>	(177,551)
<b>Total comprehensive income/(loss) attributable to:</b>				
Equity holders of the Company	<b>94,668</b>	(151,040)	<b>94,668</b>	(151,040)
Non-controlling interests	<b>(23,646)</b>	(26,511)	<b>(23,646)</b>	(26,511)
	<b>71,022</b>	(177,551)	<b>71,022</b>	(177,551)

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for the financial year ended 31 December 2022.)*

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2023**

	UNAUDITED As at 31.03.2023 RM'000	As at 31.12.2022 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	15,300,766	15,380,842
Land held for property development	199,145	199,145
Investment properties	849,091	1,884,095
Intangible assets	4,118,702	4,083,578
Right-of-use assets	622,444	627,685
Associates	2,010,199	2,062,225
Joint venture	42,826	42,872
Financial assets at fair value through other comprehensive income	68,473	67,958
Financial assets at fair value through profit or loss	118,348	119,048
Other non-current assets	339,474	337,090
Deferred tax assets	29,386	29,393
	<u>23,698,854</u>	<u>24,833,931</u>
<b>Current assets</b>		
Inventories	157,501	150,564
Trade and other receivables	684,672	542,099
Amounts due from related companies	3,876	1,659
Amounts due from an associate	70,790	58,496
Restricted cash	587	579
Cash and cash equivalents	2,738,236	3,043,708
	<u>3,655,662</u>	<u>3,797,105</u>
Assets classified as held for sale	1,070,591	-
	<u>4,726,253</u>	<u>3,797,105</u>
<b>TOTAL ASSETS</b>	<u>28,425,107</u>	<u>28,631,036</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	11,391,882	11,815,802
Treasury shares	(935,660)	(944,409)
	<u>12,220,646</u>	<u>12,635,817</u>
<b>Non-controlling interests</b>	<u>(730,433)</u>	<u>(706,787)</u>
<b>TOTAL EQUITY</b>	<u>11,490,213</u>	<u>11,929,030</u>
<b>Non-current liabilities</b>		
Other long-term liabilities	203,746	200,877
Long term borrowings	11,284,892	11,223,120
Amount due to a related company	7,068	7,014
Lease liabilities	699,386	703,119
Deferred tax liabilities	891,738	819,530
	<u>13,086,830</u>	<u>12,953,660</u>
<b>Current liabilities</b>		
Trade and other payables	2,521,596	2,666,539
Amount due to holding company	36,770	23,819
Amounts due to related companies	110,867	59,307
Short term borrowings	561,631	894,024
Lease liabilities	83,339	79,799
Derivative financial instruments	3,345	4,017
Taxation	20,419	20,841
Dividend payable	510,097	-
	<u>3,848,064</u>	<u>3,748,346</u>
<b>TOTAL LIABILITIES</b>	<u>16,934,894</u>	<u>16,702,006</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>28,425,107</u>	<u>28,631,036</u>
<b>NET ASSETS PER SHARE (RM)</b>	<u>2.16</u>	<u>2.23</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 2022.)*

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2023**

	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 2023	1,764,424	(83,898)	-	1,865,096	(944,409)	10,034,604	12,635,817	(706,787)	11,929,030
Loss for the financial period	-	-	-	-	-	(27,379)	(27,379)	(18,030)	(45,409)
Other comprehensive income/(loss)	-	-	-	122,047	-	-	122,047	(5,616)	116,431
Total comprehensive income/(loss) for the financial period	-	-	-	122,047	-	(27,379)	94,668	(23,646)	71,022
Transactions with owners:									
Performance-based employee share scheme	-	-	-	258	-	-	258	-	258
Employee share scheme shares vested to employees	-	-	-	(8,749)	8,749	-	-	-	-
Transfer of employee share scheme shares purchase price difference on shares vested	-	-	-	4,650	-	(4,650)	-	-	-
Appropriation:									
Final single-tier dividend declared for the financial year ended 31 December 2022	-	-	-	-	-	(510,097)	(510,097)	-	(510,097)
Total transactions with owners	-	-	-	(3,841)	8,749	(514,747)	(509,839)	-	(509,839)
At 31 March 2023	1,764,424	(83,898)	-	1,983,302	(935,660)	9,492,478	12,220,646	(730,433)	11,490,213

*(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 2022.)*

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D)**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2022**

	Attributable to equity holders of the Company						Non-controlling Interests RM'000	Total Equity RM'000	
	Share Capital RM'000	Fair Value Reserve RM'000	Cash Flow Hedges Reserve RM'000	Other Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000			Total RM'000
Balance at 1 January 2022	1,764,424	(83,898)	(919)	1,683,013	(985,868)	11,406,926	13,783,678	(531,116)	13,252,562
Loss for the financial period	-	-	-	-	-	(126,527)	(126,527)	(21,336)	(147,863)
Other comprehensive income/(loss)	-	-	851	(25,364)	-	-	(24,513)	(5,175)	(29,688)
Total comprehensive income/(loss) for the financial period	-	-	851	(25,364)	-	(126,527)	(151,040)	(26,511)	(177,551)
Transactions with owners:									
Performance-based employee share scheme	-	-	-	1,319	-	-	1,319	-	1,319
Employee share scheme shares vested to employees	-	-	-	(41,459)	41,459	-	-	-	-
Transfer of employee share scheme shares purchase price difference on shares vested	-	-	-	1,280	-	(1,280)	-	-	-
Appropriation:									
Special single-tier dividend declared for the financial year ended 31 December 2021	-	-	-	-	-	(508,787)	(508,787)	-	(508,787)
Total transactions with owners	-	-	-	(38,860)	41,459	(510,067)	(507,468)	-	(507,468)
At 31 March 2022	1,764,424	(83,898)	(68)	1,618,789	(944,409)	10,770,332	13,125,170	(557,627)	12,567,543

*(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 2022.)*

**GENTING MALAYSIA BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2023**

	<b>UNAUDITED</b>	
	<b>Three months ended</b>	
	<b>31 March</b>	
	<b>2023</b>	<b>2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before taxation	41,290	(116,072)
Adjustments for:		
Depreciation and amortisation	308,586	296,635
Property, plant and equipment written off	1,082	538
Net (gain)/loss on disposal of property, plant and equipment	(1,018)	75
Finance costs	148,429	169,538
Interest income	(13,040)	(7,636)
Dividend income	(1,541)	(1,541)
Impairment losses	3,459	-
Employee share grant scheme expenses	258	1,319
Share of results in associates	67,468	49,251
Net exchange loss – unrealised	41,096	3,950
Income from capital award	(46,332)	(44,575)
Other non-cash items and adjustments	5,429	10,538
	<b>513,876</b>	<b>478,092</b>
<b>Operating profit before working capital changes</b>	<b>555,166</b>	<b>362,020</b>
Net change in current assets	(160,937)	(64,195)
Net change in current liabilities	(33,202)	(24,975)
	<b>(194,139)</b>	<b>(89,170)</b>
<b>Cash generated from operations</b>	<b>361,027</b>	<b>272,850</b>
Net tax (paid)/refund	(23,274)	661
Retirement gratuities paid	(2,643)	(2,170)
	<b>(25,917)</b>	<b>(1,509)</b>
<b>Net Cash Flow From Operating Activities</b>	<b>335,110</b>	<b>271,341</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition of property, plant and equipment	(194,871)	(137,682)
Addition of investment properties	(5,136)	(16,258)
Proceeds from disposal of property, plant and equipment	1,074	2,532
Proceeds from capital award	30,103	25,027
Interest received	12,928	6,880
Other investing activities	(3,463)	240
<b>Net Cash Flow Used in Investing Activities</b>	<b>(159,365)</b>	<b>(119,261)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings and payment of transaction costs	(319,373)	(1,452,027)
Repayment of lease liabilities	(27,293)	(44,078)
Dividend paid	-	(508,787)
Finance costs paid	(153,812)	(176,970)
<b>Net Cash Flow Used in Financing Activities</b>	<b>(500,478)</b>	<b>(2,181,862)</b>
<b>NET MOVEMENT IN CASH AND CASH EQUIVALENTS</b>	<b>(324,733)</b>	<b>(2,029,782)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>3,043,708</b>	<b>4,641,026</b>
<b>EFFECT OF CURRENCY TRANSLATION</b>	<b>19,261</b>	<b>682</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>2,738,236</b>	<b>2,611,926</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Bank balances and deposits	2,073,996	2,313,985
Money market instruments	664,240	297,941
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>2,738,236</b>	<b>2,611,926</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 2022.)*

**GENTING MALAYSIA BERHAD**  
**NOTES TO THE INTERIM FINANCIAL REPORT – FIRST QUARTER ENDED 31 MARCH 2023**

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

**a) *Accounting Policies, Presentation 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 interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022. The accounting policies, presentation 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 2022 except for the adoption of amendments to published standards by the Group for the financial year beginning 1 January 2023:

- Amendments to MFRS 101 and MFRS Practice Statement 2 on disclosure of accounting policies
- Amendments to MFRS 108 on definition of accounting estimates
- Amendments to MFRS 112 on deferred tax related to assets and liabilities arising from a single transaction

The adoption of these amendments to published standards 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***

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the three months ended 31 March 2023.

**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***

There were no material issuance, cancellation, repurchase, resale or repayments of debts or equity securities for the three months ended 31 March 2023.

**f) *Dividend Paid***

No dividend has been paid for the three months ended 31 March 2023.

**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 three months ended 31 March 2023 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	1,404.0	352.5	460.7	2,217.2	28.4	77.2	2,322.8
Inter segment	(1.4)	-	-	(1.4)	(1.9)	(36.0)	(39.3)
External	1,402.6	352.5	460.7	2,215.8	26.5	41.2	2,283.5
<b><u>Adjusted EBITDA/(LBITDA)</u></b>	436.5	42.4	138.4	617.3	8.7	(33.1)	592.9
Main foreign currency	RM	GBP	USD		RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.3301	4.3895		4.3895		

During the three months ended 31 March 2023, revenue from the leisure & hospitality segment of RM2,215.8 million comprised gaming revenue and non-gaming revenue of RM1,608.7 million and RM607.1 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, rental income which is recognised on a straight-line basis over the lease term and attractions revenue which is recognised when tickets are sold.

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

Adjusted EBITDA for reportable segments	<b>RM'Mil</b> 592.9
Pre-operating expenses	(33.3)
Property, plant and equipment written off	(1.1)
Impairment losses	(3.5)
Redundancy costs	(4.0)
Others	1.8
<b>EBITDA</b>	<b>552.8</b>
Depreciation and amortisation	(308.6)
Interest income	13.0
Finance costs	(148.4)
Share of results in associates and joint venture	(67.5)
<b>Profit before taxation</b>	<b>41.3</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>	11,467.3	3,988.8	6,265.9	21,722.0	1,222.3	1,207.7	24,152.0
<b>Segment Liabilities</b>	1,942.8	993.5	505.2	3,441.5	169.0	55.6	3,666.1
Main foreign currency	RM	GBP	USD		RM/USD		
Exchange ratio of 1 unit of foreign currency to RM		5.4132	4.4240		4.4240		

**RM'Mil**

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

Segment assets	24,152.0
Interest bearing instruments	1,011.8
Associates	2,010.2
Joint venture	42.8
Assets classified as held for sale	1,070.6
Unallocated corporate assets	137.7
<b>Total assets</b>	<b>28,425.1</b>

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

Segment liabilities	3,666.1
Interest bearing instruments	11,846.5
Unallocated corporate liabilities	1,422.3
<b>Total liabilities</b>	<b>16,934.9</b>

h) **Property, Plant and Equipment**

During the three months ended 31 March 2023, acquisitions (including capitalised interest) of property, plant and equipment by the Group were RM152.2 million.

**i) Material Events Subsequent to the end of Financial Period**

1. On 27 April 2023, the Company announced that its wholly-owned subsidiary, Resorts World Miami, LLC (“RW Miami”) had on 26 April 2023 (“Effective Date”) entered into a conditional sale and purchase agreement (“SPA”) with Smart Miami City, LLC (“Purchaser”) for the proposed disposal of four parcels of land in Miami measuring an aggregate land area of approximately 673,691 square feet (“sq. ft.”) or 15.47 acres (collectively known as “Miami Herald Land”), for a total cash consideration of USD1.225 billion (equivalent to approximately RM5.433 billion) (“Proposed Disposal). Under the SPA, the Purchaser may elect to convert the transaction to a purchase of 100% of the ownership interests in RW Miami instead of Miami Herald Land within 10 Business Days after the Effective Date (“Election to Convert”).

On 11 May 2023, the Company announced that the Purchaser had, on 10 May 2023, exercised the Election to Convert.

On 18 May 2023, the Company announced that RW Miami and Genting Florida, LLC (“Genting Florida”), an indirect wholly-owned subsidiary of the Company, had on 17 May 2023 entered into an amendment agreement to the SPA with the Purchaser to amend the terms of the SPA to, among others, reflect the Purchaser’s Election to Convert and to include Genting Florida as a party to the SPA.

2. On 5 May 2023, the Company announced that its wholly-owned subsidiary, GENM Capital Berhad (“GENM Capital”) has issued RM500 million in nominal value of Medium Term Notes (“MTNs”) via 3 tranches under the RM5 billion in nominal value of MTN Programme. This is the third issuance by GENM Capital under the MTN Programme. The proceeds from the issuance of the MTNs shall be utilised for operating expenses, capital expenditure, investment, refinancing, working capital requirements and/or general funding requirements, including to finance the development and/or redevelopment of the properties and/or resorts of GENM and/or its subsidiaries including those located in Genting Highlands, Pahang, Malaysia.

Other than the above, there were no other material events subsequent to the end of the current financial period ended 31 March 2023 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 three months ended 31 March 2023.

**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 2022.

**l) Capital Commitments**

Authorised capital commitments not provided for in the financial statements as at 31 March 2023 are as follows:

	<b>RM’Mil</b>
Contracted	347.8
Not contracted	1,827.2
	<u>2,175.0</u>
Analysed as follows:	
- Property, plant and equipment	<u>2,175.0</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 three months ended 31 March 2023 are as follows:

	<b>Current quarter 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.	<u>103,607</u>
ii) Licensing fee for the use of "Genting", "Resorts World" and "Awana" logo charged by GENT to the Group.	<u>47,290</u>
iii) Provision of management and support services by GENT Group to the Group.	<u>1,566</u>
iv) Income from rental and related services provided to GENT Group.	<u>1,656</u>
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.	<u>21,746</u>
vi) Provision of information technology consultancy, development, implementation, support and maintenance services and other management services by the Group to GENT Group.	<u>1,870</u>
vii) Income from rental of premises to Warisan Timah Holdings Sdn Bhd, a company related to certain directors of the Company.	<u>494</u>
viii) Provision of maintenance and construction services by an entity connected with shareholder of BB Entertainment Ltd ("BBEL") to the Group.	<u>3,073</u>
ix) Licensing fee for the use of gaming software and system charged by RWI Group to the Group.	<u>3,337</u>
x) Provision of support and management services by the Group to Empire Resorts, Inc. ("Empire") Group.	<u>3,730</u>
xi) Provision of support and maintenance services for the use of gaming software by RWI Group to the Group.	<u>1,027</u>
xii) Provision of water supply services by an entity connected with a shareholder of BBEL to the Group.	<u>1,441</u>
xiii) Provision of electricity services by an entity connected with a shareholder of BBEL to the Group.	<u>5,614</u>
xiv) Income from rental of premises to Empire Group.	<u>2,266</u>

**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 March 2023, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>RM'Mil</b>	<b>RM'Mil</b>	<b>RM'Mil</b>	<b>RM'Mil</b>
<b>Financial assets</b>				
Financial assets at fair value through profit or loss	-	-	118.3	118.3
Financial assets at fair value through other comprehensive income	-	-	68.5	68.5
	-	-	186.8	186.8
<b>Financial liability</b>				
Derivative financial instruments	-	3.3	-	3.3

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2022.

**GENTING MALAYSIA BERHAD**  
**ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FINANCIAL PERIOD ENDED**  
**31 MARCH 2023**

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

**1) Review of Performance**

Financial review for the current quarter compared with the corresponding period and immediate preceding quarter

The results of the Group are tabulated below:

	INDIVIDUAL QUARTER				PRECEDING QUARTER			
	1Q2023	1Q2022	Var		4Q2022	Var		
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	%	
<b>Revenue</b>								
Leisure & Hospitality								
- Malaysia	1,402.6	920.0	482.6	52%	1,587.2	(184.6)	(12%)	
- United Kingdom and Egypt	352.5	395.3	(42.8)	(11%)	335.1	17.4	5%	
- United States of America and Bahamas	460.7	357.9	102.8	29%	459.7	1.0	^	
	2,215.8	1,673.2	542.6	32%	2,382.0	(166.2)	(7%)	
Property	26.5	22.4	4.1	18%	23.8	2.7	11%	
Investments & others	41.2	25.7	15.5	60%	28.9	12.3	43%	
	2,283.5	1,721.3	562.2	33%	2,434.7	(151.2)	(6%)	
<b>Adjusted EBITDA/(LBITDA)</b>								
Leisure & Hospitality								
- Malaysia	436.5	262.9	173.6	66%	467.3	(30.8)	(7%)	
- United Kingdom and Egypt	42.4	84.7	(42.3)	(50%)	60.3	(17.9)	(30%)	
- United States of America and Bahamas	138.4	78.0	60.4	77%	148.5	(10.1)	(7%)	
	617.3	425.6	191.7	45%	676.1	(58.8)	(9%)	
Property	8.7	9.5	(0.8)	(8%)	0.2	8.5	>100%	
Investments & others	(33.1)	(20.7)	(12.4)	(60%)	(203.4)	170.3	84%	
<b>Adjusted EBITDA</b>	592.9	414.4	178.5	43%	472.9	120.0	25%	
Pre-operating expenses	(33.3)	(20.6)	(12.7)	(62%)	(31.1)	(2.2)	(7%)	
Property, plant and equipment written off	(1.1)	(0.5)	(0.6)	(>100%)	(0.5)	(0.6)	(>100%)	
Impairment losses	(3.5)	-	(3.5)	NC	(293.8)	290.3	99%	
Redundancy costs	(4.0)	(1.5)	(2.5)	(>100%)	(3.9)	(0.1)	(2%)	
Others	1.8	(0.1)	1.9	>100%	(3.5)	5.3	>100%	
<b>EBITDA</b>	552.8	391.7	161.1	41%	140.1	412.7	>100%	
Depreciation and amortisation	(308.6)	(296.6)	(12.0)	(4%)	(319.6)	11.0	3%	
Interest income	13.0	7.6	5.4	71%	13.1	(0.1)	(1%)	
Finance costs	(148.4)	(169.5)	21.1	12%	(150.6)	2.2	1%	
Share of results in associates	(67.5)	(49.3)	(18.2)	(37%)	(55.4)	(12.1)	(22%)	
Share of results in a joint venture	*	-	*	100%	*	*	39%	
<b>Profit/(Loss) before taxation</b>	41.3	(116.1)	157.4	>100%	(372.4)	413.7	>100%	

\* Less than RM0.1 million

^ Less than 1%

NC: Not comparable

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

### a) **Quarter ended 31 March 2023 (“1Q 2023”) compared with quarter ended 31 March 2022 (“1Q 2022”)**

The Group’s revenue in 1Q 2023 was RM2,283.5 million, an increase of RM562.2 million compared to 1Q 2022. The increase in revenue for this quarter was mainly due to:

1. higher revenue from the leisure and hospitality business in Malaysia by RM482.6 million compared to 1Q 2022, mainly due to higher business volume following further relaxation of COVID-19 restrictions and the reopening of national borders since 1 April 2022;
2. higher revenue from the leisure and hospitality businesses in the United States of America (“US”) and Bahamas by RM102.8 million or 29%, primarily due to the strong operating performances from Resorts World New York City (“RWNYC”) and Hilton Miami Downtown. Higher revenue was recorded by Resorts World Bimini as a result of relaxation on travel restriction since 19 June 2022; offset by
3. lower revenue from the leisure and hospitality businesses in the United Kingdom (“UK”) and Egypt by RM42.8 million to RM352.5 million, due to impact of ongoing inflationary pressures.

The Group reported higher adjusted EBITDA of RM592.9 million in 1Q 2023 as compared with RM414.4 million in 1Q 2022, mainly due to:

1. higher adjusted EBITDA by RM173.6 million from the leisure and hospitality businesses in Malaysia mainly due to the higher revenue but offset by higher operating expenses in 1Q 2023. The adjusted EBITDA margin for 1Q 2023 was recorded at 31%; and
2. higher adjusted EBITDA by RM60.4 million from the leisure and hospitality businesses in the US and Bahamas due to higher revenue generated offset by higher operating and payroll related expenses in 1Q 2023; offset by
3. lower adjusted EBITDA by RM42.3 million from the leisure and hospitality businesses in the UK and Egypt compared to 1Q 2022 mainly due to lower revenue coupled with higher payroll and operating expenses.

The Group reported profit before taxation of RM41.3 million in 1Q 2023 compared with loss before taxation of RM116.1 million in 1Q 2022, mainly due to:

1. higher adjusted EBITDA as mentioned above; and
2. lower finance costs by RM21.1 million due to one-off premium incurred in 1Q 2022 due to early redemption of Medium Term Notes offset by higher finance costs incurred as certain qualifying projects were completed and are no longer capitalised in current period coupled by higher finance costs on certain floating rate borrowings in line with increased benchmark interest rates; offset by
3. higher depreciation and amortisation by RM12.0 million due to depreciation of certain projects upon completion and ready for use during the quarter;
4. higher pre-operating expenses by RM12.7 million mainly by the US;
5. higher share of losses in associates, Genting Empire Resorts LLC, the holding company of Empire Resorts, Inc. (“Empire”) by RM18.2 million. This was mainly due to higher payroll costs and operating expenses incurred during the period, which was also contributed by the opening of Resorts World Hudson Valley (“RWHV”). The Group also recorded higher share of losses in Empire following the increase in effective ownership interest in Empire by the Group from 66.6% to 76.3% since 4Q 2022; and
6. recognition of impairment losses on other receivables in the US of RM3.5 million in current quarter.

## **2) *Material Changes in Profit before Taxation for the Current Quarter (“1Q 2023”) compared with Loss before Taxation for the Immediate Preceding Quarter (“4Q 2022”)***

The Group reported profit before taxation of RM41.3 million compared with loss before taxation of RM372.4 million in 4Q 2022, mainly due to:

1. recognition of higher net foreign exchange translation losses by RM153.6 million in 4Q 2022; and
2. higher impairment losses by RM290.3 million in 4Q 2022 on assets of Resorts World Bimini and other receivables in the US.

## **3) *Prospects***

The global economic environment is expected to gradually improve. However, downside risks continue to predominate amid ongoing geopolitical tensions and concerns surrounding the impact from monetary policy decisions. While Malaysia’s economic expansion is expected to moderate in line with a slower global economy, growth will continue to be supported by domestic demand.

International travel demand is expected to remain positive, although its recovery could be constrained by the macroeconomic uncertainties and inflationary pressures. The regional gaming market is expected to continue improving in tandem with the improved outlook on global travel.

The Group continues to be cautiously optimistic on the near-term outlook of the leisure and hospitality industry and remains positive in the longer-term.

In Malaysia, the Group remains focused on enhancing yields at RWG by intensifying its database marketing efforts whilst improving overall operational efficiencies at the resort. The Group will continue to leverage its integrated resort offerings to grow key business segments, including tapping on increasing inbound tourist arrivals to Malaysia, and drive traffic to RWG. At the same time, effective cost management will continue to be emphasised as part of the Group’s ongoing efforts to augment its resilience amid a fluid operating environment.

In the UK, the Group remains focused on maintaining the recovery momentum registered at its venues despite the continued challenges in the operating landscape. The Group will continue to invest in the quality of its products offerings and service delivery, in addition to exploring complementary opportunities that will enable the Group to grow its market share and long-term revenues. The Group will also place emphasis on cost optimisation measures that will enhance the Group’s operational agility and business resilience.

In the US, RWNYC maintained its position as the market leader by gaming revenue in New York State. The Group remains committed to exploring opportunities that will strengthen its competitive position in the region, which include developments surrounding the New York Gaming Facility Board’s Request for Application to solicit proposals for up to three commercial casinos in New York State. Meanwhile, the Group will continue to leverage synergies between RWNYC and Empire’s assets to grow its market share and drive the overall returns of the Group’s US operations. In the Bahamas, the Group remains steadfast on executing strategies that will enhance revenues at RW Bimini. These include collaborations with international cruise operators to increase the number of port calls to the island, in addition to focusing marketing efforts and promotional activities to drive visitation to the resort. The Group will also continue to exercise cost discipline to improve the profitability of its operations at RW Bimini.

## **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 ended 31 March 2023 are as follows:

	<b>Current quarter ended 31 March 2023 RM'000</b>
Current taxation	
Malaysian income tax charge	6,168
Foreign income tax charge	18,468
	<hr/> 24,636
Deferred tax charge	62,540
	<hr/> 87,176
Prior period taxation	
Income tax over provided	(477)
	<hr/> <hr/> 86,699

The effective tax rate of the Group for the current quarter ended 31 March 2023 is higher than the statutory tax rate mainly due to expenses not deductible for tax purposes and current year's tax losses and deductible temporary differences not recognised.

**6) Status of Corporate Proposals Announced**

There were no corporate proposals announced but not completed as at 18 May 2023.

**7) Group Borrowings**

The details of the Group's borrowings as at 31 March 2023 are as set out below:

	<b>As at 31.03.2023</b>			<b>As at 31.12.2022</b>	
	<b>Secured/ Unsecured</b>	<b>Foreign Currency 'Mil</b>	<b>RM Equivalent 'Mil</b>	<b>RM Equivalent 'Mil</b>	<b>RM Equivalent 'Mil</b>
Short term borrowings	Secured	USD	-	-	317.6
	Unsecured	USD	122.2	540.9	505.7
	Unsecured	RM	N/A	20.7	70.7
				<hr/> 561.6	<hr/> 894.0
Long term borrowings	Secured	USD	169.3	749.2	741.9
	Unsecured	USD	1,511.9	6,688.8	6,634.5
	Unsecured	RM	N/A	3,846.9	3,846.7
				<hr/> 11,284.9	<hr/> 11,223.1
Total borrowings	Secured	USD	169.3	749.2	1,059.5
	Unsecured	USD	1,634.1	7,229.7	7,140.2
	Unsecured	RM	N/A	3,867.6	3,917.4
				<hr/> 11,846.5	<hr/> 12,117.1

## 8) *Outstanding Derivatives*

As at 31 March 2023, 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>Foreign Currency Exchange Forward</u> USD - Less than 1 year	89,042	3,345

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 2022:

- (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 March 2023, 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 May 2023.

## 11) *Dividend Proposed or Declared*

No dividend has been proposed or declared for the current quarter ended 31 March 2023.

## 12) *Profit before Taxation*

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

	<b>Current quarter ended 31 March 2023 RM'000</b>
<b><u>Charges:</u></b>	
Depreciation and amortisation	308,586
Property, plant and equipment written off	1,082
Impairment losses	3,459
Net foreign currency exchange losses	29,486
Finance costs:	
- Interest on borrowings	132,025
- Other finance costs	16,404
Finance costs charged to income statements	148,429

## 12) Profit before Taxation (Cont'd)

Profit before taxation has been determined after inclusion of the following charges and credits (cont'd):

	<b>Current quarter ended 31 March 2023 RM'000</b>
<b><u>Credits:</u></b>	
Net gain on disposal of property, plant and equipment	1,018
Dividend income	1,541
Interest income	13,040
Income from capital award	46,332
	<hr/>

## 13) Loss per share

- (a) The loss used as the numerator in calculating basic and diluted loss per share for the current quarter ended 31 March 2023 are as follows:

	<b>Current quarter ended 31 March 2023 RM'000</b>
Loss for the financial period attributable to equity holders of the Company (used as numerator for the computation of basic and diluted loss per share)	<hr/> (27,379)

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted loss per share for the current quarter ended 31 March 2023 are as follows:

	<b>Current quarter ended 31 March 2023 Number of Shares ('000)</b>
Weighted average number of ordinary shares in issue* (used as denominator for the computation of basic loss per share)	<hr/> 5,665,629

\* The weighted average number of ordinary shares in issue during the current quarter ended 31 March 2023 excludes the weighted average treasury shares held by the Company.

## 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 2022 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 May 2023.