



GENTING MALAYSIA BERHAD
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PRESS RELEASE

For Immediate Release

**GENTING MALAYSIA BERHAD ANNOUNCES RESULTS FOR THE
SECOND QUARTER AND HALF YEAR ENDED 30 JUNE 2024**

- **Group's operational profitability continues to improve**
- **Group is cautiously optimistic of the near-term outlook of the leisure and hospitality industry**

KUALA LUMPUR, 29 August 2024 – Genting Malaysia Berhad (Group) today announced its financial results for the second quarter (2Q24) and half year ended 30 June 2024 (1H24).

In 2Q24, the Group reported an 8% increase in total revenue to RM2,669.5 million while adjusted earnings before interest, taxation, depreciation and amortisation (EBITDA) improved by 72% to RM770.4 million. The Group's profit before taxation (PBT) and net profit more than doubled to RM203.2 million and RM62.8 million respectively.

In 1H24, the Group's total revenue grew by 14% to RM5,434.4 million while adjusted EBITDA increased by 37% to RM1,424.5 million. The Group's PBT more than doubled to RM319.1 million. The Group reported net profit of RM99.4 million as compared to a net loss of RM15.1 million in the same period last year (1H23).

2Q24 Results

The Group's leisure and hospitality business in Malaysia registered an increase in revenue by 5% to RM1,615.1 million. This was predominantly due to higher volume of business from Resorts World Genting (RWG)'s gaming and non-gaming segments. Whilst the Group registered higher revenues, adjusted EBITDA marginally declined by 1% to RM524.8 million mainly due to higher operating expenses incurred. The Group reported an adjusted EBITDA margin of 32% during the quarter.

In the United Kingdom (UK) and Egypt, revenue from the Group's operations increased by 20% to RM468.8 million primarily driven by higher volume of business across the Group's estate. As a result of the Group's improved operational performance, adjusted EBITDA grew by 9% to RM64.8 million, notwithstanding higher payroll related expenses incurred.

In the United States of America (US) and the Bahamas, the Group reported an increase in revenue by 11% to RM527.8 million. This was mainly attributable to higher contributions from Resorts World New York City (RWNYC) and Resorts World Bimini (RW Bimini), which continued to register improvements in its operating performance, supported by an increased number of cruise calls. This has contributed to the growth of the Group's adjusted EBITDA by 21% to RM176.7 million, despite registering higher operating and payroll related expenses.

The performance of Empire Resorts, Inc. (Empire), the Group's associate company, was aided by higher contributions from Resorts World Hudson Valley, notwithstanding a decline in gross gaming revenue at Resort World Catskills. Empire reported improvements in adjusted EBITDA in 2Q24 as compared to the same period last year.

The Group's overall adjusted EBITDA of RM770.4 million during the period was aided by net foreign exchange translation gains of RM19.5 million, as compared to net foreign exchange translation losses of RM260.9 million in the same period last year. Excluding the impact of the unrealised foreign exchange translation, the Group's adjusted EBITDA is higher by 6%, as compared to the same period last year.

1H24 Results

The Group's leisure and hospitality business in Malaysia reported higher revenue by 15% to RM3,363.6 million while adjusted EBITDA increased by 14% to RM1,108.4 million. These improvements were mainly driven by the higher volume of business registered at RWG as travel demand from the wider region continues to grow. Despite an increase in operating expenses, the Group maintained its adjusted EBITDA margin at 33% from 1H23.

In the UK and Egypt, the Group registered an increase in revenue by 23% to RM911.2 million, mainly attributable to overall higher volume of business. The growth in revenue coupled with enhanced operational efficiencies contributed to the growth in adjusted EBITDA by 36% to RM138.7 million, despite higher payroll related expenses.

In the US and the Bahamas, the Group's leisure and hospitality operations registered a 12% increase in revenue to RM1,046.2 million, primarily due to higher contributions from RWNYS and RW Bimini. Whilst the Group registered higher operating and payroll related expenses, the Group reported higher adjusted EBITDA by 16% to RM330.1 million.

The Group's overall adjusted EBITDA was aided by lower net unrealised foreign exchange translation losses of RM127.4 million mainly on its USD denominated borrowings in 1H24 as compared to net unrealised foreign exchange translation losses of RM299.8 million in 1H23. Excluding the impact of the foreign exchange translation, the Group's adjusted EBITDA is higher by 16% as compared to 1H23.

In line with the Group's commitment to providing sustainable returns to shareholders, the Board has announced an interim single-tier dividend of 6.00 sen per ordinary share.

Outlook

Global economic growth is expected to be sustained, although downside risks from geopolitical developments and macroeconomic movements are likely to persist. In Malaysia, the expansion of the economy is expected to be supported by the continued recovery in external demand and domestic expenditure. However, impact on inflation is expected to be influenced by domestic policy measures.

The outlook for international tourism is expected to remain positive, underpinned by improving demand and enhanced air connectivity. Consequently, the regional gaming market is expected to maintain its recovery momentum.

The Group is cautiously optimistic of the near-term prospects of the leisure and hospitality industry and remains positive in the longer-term.

In Malaysia, the Group remains focused on leveraging its integrated resort offerings to capitalise on the ongoing recovery in regional travel. The Group's investment in new and refreshed products and lifestyle experiences is part of the Group's ongoing strategy to strengthen its position as a premier tourism destination and drive further growth. Additionally, the Group is enhancing its digital platforms and expanding strategic partnerships to better meet evolving customer needs and preferences. The Group remains committed to maintaining cost discipline as it navigates challenges in the operating environment.

In the UK, the Group will continue to focus on enhancing business resilience by reorganising operations for greater efficiency and productivity, whilst expanding its overall market share. The Group will also remain adaptable to any emerging growth opportunities, in addition to maintaining a focus on cost management and operational efficiencies to enhance the overall performance of the Group's operations.

In the US, the Group will continue to place emphasis on enhancing its marketing initiatives to drive visitations and expand its customer database, while leveraging synergies between RWNYC and Empire's assets to improve overall returns. The Group is also committed to strengthening its competitive position and will continue to closely monitor developments related to the New York Gaming Facility Board's Request for Application for up to three commercial casinos in New York State. In the Bahamas, the Group will capitalise on its partnerships with international cruise operators to increase the number of port calls at RW Bimini. Additionally, the Group will focus on improving operational efficiencies and cost management to enhance overall profitability.

A summary table of the results is attached below.

GENTING MALAYSIA BERHAD SUMMARY OF RESULTS	INDIVIDUAL QUARTER		Variance		SIX MONTHS ENDED 30 JUNE		Variance	
	2Q2024	2Q2023	2Q24 vs 2Q23		2024	2023	1H24 vs 1H23	
	RM'Mil	RM'Mil	RM'Mil	%	RM'Mil	RM'Mil	RM'Mil	%
Revenue								
Leisure & Hospitality								
- Malaysia	1,615.1	1,533.2	81.9	5%	3,363.6	2,935.8	427.8	15%
- United Kingdom and Egypt	468.8	390.2	78.6	20%	911.2	742.7	168.5	23%
- United States of America and Bahamas	527.8	475.5	52.3	11%	1,046.2	936.2	110.0	12%
	<u>2,611.7</u>	<u>2,398.9</u>	<u>212.8</u>	<u>9%</u>	<u>5,321.0</u>	<u>4,614.7</u>	<u>706.3</u>	<u>15%</u>
Property	23.4	24.5	-1.1	-4%	49.2	51.0	-1.8	-4%
Investments & others	34.4	51.1	-16.7	-33%	64.2	92.3	-28.1	-30%
	<u>2,669.5</u>	<u>2,474.5</u>	<u>195.0</u>	<u>8%</u>	<u>5,434.4</u>	<u>4,758.0</u>	<u>676.4</u>	<u>14%</u>
Adjusted EBITDA/(LBITDA)								
Leisure & Hospitality								
- Malaysia	524.8	532.3	-7.5	-1%	1,108.4	968.8	139.6	14%
- United Kingdom and Egypt	64.8	59.5	5.3	9%	138.7	101.9	36.8	36%
- United States of America and Bahamas	176.7	146.0	30.7	21%	330.1	284.4	45.7	16%
	<u>766.3</u>	<u>737.8</u>	<u>28.5</u>	<u>4%</u>	<u>1,577.2</u>	<u>1,355.1</u>	<u>222.1</u>	<u>16%</u>
Property	3.7	1.6	2.1	>100%	13.1	10.3	2.8	27%
Investments & others	0.4	(291.5)	291.9	>100%	(165.8)	(324.6)	158.8	49%
Adjusted EBITDA	<u>770.4</u>	<u>447.9</u>	<u>322.5</u>	<u>72%</u>	<u>1,424.5</u>	<u>1,040.8</u>	<u>383.7</u>	<u>37%</u>
Pre-operating expenses	(23.9)	(24.2)	0.3	1%	(56.7)	(57.5)	0.8	1%
Property, plant and equipment written off	(0.2)	(0.6)	0.4	67%	(5.1)	(1.7)	-3.4	->100%
Impairment losses	(22.1)	(0.2)	-21.9	->100%	(23.4)	(3.7)	-19.7	->100%
Net gain on disposal of property, plant and equipment	0.1	182.2	-182.1	-100%	1.8	183.2	-181.4	-99%
Others	(0.6)	2.4	-3.0	->100%	(1.5)	(0.8)	-0.7	-87%
EBITDA	<u>723.7</u>	<u>607.5</u>	<u>116.2</u>	<u>19%</u>	<u>1,339.6</u>	<u>1,160.3</u>	<u>179.3</u>	<u>15%</u>
Depreciation and amortisation	(308.6)	(309.2)	0.6	^	(618.5)	(617.8)	-0.7	^
Interest income	32.1	29.2	2.9	10%	62.9	42.2	20.7	49%
Finance costs	(178.9)	(158.8)	-20.1	-13%	(325.3)	(307.2)	-18.1	-6%
Share of results in associates	(63.3)	(72.0)	8.7	12%	(136.6)	(139.5)	2.9	2%
Share of results in a joint venture	(1.8)	(1.3)	-0.5	-38%	(3.0)	(1.3)	-1.7	->100%
Profit before taxation	<u>203.2</u>	<u>95.4</u>	<u>107.8</u>	<u>>100%</u>	<u>319.1</u>	<u>136.7</u>	<u>182.4</u>	<u>>100%</u>
Taxation	<u>(140.4)</u>	<u>(65.1)</u>	<u>-75.3</u>	<u>->100%</u>	<u>(219.7)</u>	<u>(151.8)</u>	<u>-67.9</u>	<u>-45%</u>
Profit/(loss) for the financial period	<u>62.8</u>	<u>30.3</u>	<u>32.5</u>	<u>>100%</u>	<u>99.4</u>	<u>(15.1)</u>	<u>114.5</u>	<u>>100%</u>
Basic earnings/(loss) per share (sen)	<u>1.45</u>	<u>0.83</u>	<u>0.6</u>	<u>75%</u>	<u>2.47</u>	<u>0.35</u>	<u>2.1</u>	<u>>100%</u>
Diluted earnings/(loss) per share (sen)	<u>1.45</u>	<u>0.83</u>	<u>0.6</u>	<u>75%</u>	<u>2.47</u>	<u>0.35</u>	<u>2.1</u>	<u>>100%</u>

^ Less than 1%

About Genting Malaysia Berhad

Genting Malaysia is one of the leading leisure and hospitality corporations in the world. Listed on Bursa Malaysia with approximately RM15 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), as well as Resorts World Catskills (RW Catskills) and Resorts World Hudson Valley (RW Hudson Valley) (which are 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. Nestled amidst the mid-hills, Resorts World Awana complements this extensive premium experience with its natural greenery, mountainous golf course, trekking trails, and proximity to key attractions. Moreover, Genting Highlands Premium Outlets (a joint venture between Genting Plantations Berhad and Simon Property Group), further enriches RWG's diverse offerings, solidifying its status as a leading leisure and entertainment hub 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 operates RWNYC, the first and only video gaming machine facility (VGM) in New York City. As a premier entertainment hub, RWNYC houses over 6,500 slots and electronic table games, numerous casual and fine dining restaurants and bars, multi-purpose entertainment and event spaces, and the 400-room Hyatt Regency JFK Airport at RWNYC hotel. Additionally, Genting Malaysia operates RW Catskills and RW Hudson Valley in New York State. RW Catskills, which offers an enticing all-season entertainment experience, features live table games, sports betting, VGMs, over 400 rooms across two hotels, varied bar and restaurant experiences, as well as multi-purpose venues and conference spaces. RW Hudson Valley, a 60,000 sqft gaming and entertainment space, is the Group's latest addition to its portfolio of casinos, featuring 1,200 slots and VGMs. 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 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 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 New York City, visit www.rwnewyork.com

Resorts World Catskills, visit www.rwcatskills.com

Resorts World Hudson Valley, visit www.rwhudsonvalleyny.com/

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

Resorts World Bimini, visit www.rwbimini.com

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