

Quarterly rpt on consolidated results for the financial period ended 31 Dec 2015

GENTING BERHAD

Financial Year End 31 Dec 2015
 Quarter 4 Qtr
 Quarterly report for the financial period ended 31 Dec 2015
 The figures have not been audited

Attachments

GENT-4th Grp Qtrly Rept 2015.pdf
195.4 kB

Genting Berhad - Press Release 4Q2015.pdf
90.4 kB

Remarks :

The figures for the cumulative period have been audited.

A Press Release by the Company in connection with the 2015 Fourth Quarterly Report is attached above.

Default Currency	Other Currency
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Currency: Malaysian Ringgit (MYR)

SUMMARY OF KEY FINANCIAL INFORMATION
31 Dec 2015

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31 Dec 2015	31 Dec 2014	31 Dec 2015	31 Dec 2014
	\$\$'000	\$\$'000	\$\$'000	\$\$'000
1 Revenue	4,919,421	4,622,027	18,100,356	18,216,498
2 Profit/(loss) before tax	726,691	913,193	3,445,997	4,262,349
3 Profit/(loss) for the period	612,640	669,299	2,597,677	3,146,126
4 Profit/(loss) attributable to ordinary equity holders of the parent	338,946	273,836	1,388,012	1,496,133
5 Basic earnings/(loss) per share (Subunit)	9.12	7.37	37.34	40.27
6 Proposed/Declared dividend per share (Subunit)	3.50	3.00	3.50	4.00
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7 Net assets per share attributable to ordinary equity holders of the parent (\$\$)		8.7800		7.2200

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit. Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

Announcement Info

Company Name	GENTING BERHAD
Stock Name	GENTING
Date Announced	23 Feb 2016
Category	Financial Results
Reference Number	FRA-23022016-00076



FOURTH QUARTERLY REPORT

Quarterly report on consolidated results for the financial year ended 31 December 2015. The figures for the cumulative period have been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2015 RM'000	Preceding Year Corresponding Quarter 31/12/2014 RM'000	Current Year- To-Date 31/12/2015 RM'000	Preceding Year Corresponding Period 31/12/2014 RM'000
Continuing operations:				
Revenue	4,919,421	4,622,027	18,100,356	18,216,498
Cost of sales	(3,583,651)	(3,250,346)	(12,958,692)	(11,906,340)
Gross profit	1,335,770	1,371,681	5,141,664	6,310,158
Other income	304,360	756,566	2,038,556	1,262,746
Net fair value gain/(loss) on derivative financial instruments	115,990	(383,499)	(585,064)	(415,326)
Reversal of previously recognised impairment losses	-	-	227,044	22,555
Impairment losses	(33,593)	(173,882)	(456,028)	(265,004)
Other expenses	(916,710)	(569,412)	(2,456,068)	(2,265,123)
Finance cost	(161,380)	(98,027)	(558,875)	(436,957)
Share of results in joint ventures and associates	82,254	9,766	94,768	49,300
Profit before taxation	726,691	913,193	3,445,997	4,262,349
Taxation	(114,051)	(243,894)	(848,320)	(1,108,733)
Profit for the period from continuing operations	612,640	669,299	2,597,677	3,153,616
Discontinued operations:				
Loss for the period from discontinued operations	-	-	-	(7,490)
Profit for the period	612,640	669,299	2,597,677	3,146,126
Profit attributable to:				
Equity holders of the Company	338,946	273,836	1,388,012	1,496,133
Holder of perpetual capital securities of a subsidiary	88,767	86,332	361,106	311,440
Non-controlling interests	184,927	309,131	848,559	1,338,553
	612,640	669,299	2,597,677	3,146,126

Genting Berhad (7916-A)

24th Floor, Wisma Genting, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia. T: +603 2178 2288 / 2333 2288 F: +603 2161 5304 www.genting.com

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015 (Cont'd)**

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2015 RM'000	Preceding Year Corresponding Quarter 31/12/2014 RM'000	Current Year- To-Date 31/12/2015 RM'000	Preceding Year Corresponding Period 31/12/2014 RM'000
Earnings/(Loss) per share (sen) for profit attributable to equity holders of the Company:				
Basic				
- from continuing operations	9.12	7.37	37.34	40.47
- from discontinued operations	-	-	-	(0.20)
	9.12	7.37	37.34	40.27
Diluted				
- from continuing operations	9.12	7.15	37.22	38.96
- from discontinued operations	-	-	-	(0.19)
	9.12	7.15	37.22	38.77

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014).

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015**

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2015 RM'000	Preceding Year Corresponding Quarter 31/12/2014 RM'000	Current Year- To-Date 31/12/2015 RM'000	Preceding Year Corresponding Period 31/12/2014 RM'000
Profit for the period	612,640	669,299	2,597,677	3,146,126
Other comprehensive income/(loss)				
Item that will not be reclassified subsequently to profit or loss:				
Actuarial gain/(loss) on retirement benefit liability	<u>8,604</u>	<u>(6,997)</u>	<u>8,604</u>	<u>(6,997)</u>
	8,604	(6,997)	8,604	(6,997)
Items that will be reclassified subsequently to profit or loss:				
Available-for-sale financial assets				
- Fair value gain/(loss)	189,390	(493,229)	(768,181)	(1,038,963)
- Reclassification to profit or loss	231,091	(259,818)	411,762	(274,438)
Cash flow hedges				
- Fair value gain/(loss)	30,820	(76,638)	(82,097)	(131,500)
Share of other comprehensive income of joint ventures and associates	6,183	18,852	42,522	17,904
Net foreign currency exchange differences	<u>(664,802)</u>	<u>2,119,971</u>	<u>8,416,882</u>	<u>1,446,590</u>
	(207,318)	1,309,138	8,020,888	19,593
Other comprehensive (loss)/income for the period, net of tax	<u>(198,714)</u>	<u>1,302,141</u>	<u>8,029,492</u>	<u>12,596</u>
Total comprehensive income for the period	<u>413,926</u>	<u>1,971,440</u>	<u>10,627,169</u>	<u>3,158,722</u>
Total comprehensive income attributable to:				
Equity holders of the Company	197,147	1,073,277	5,822,311	1,431,451
Holders of perpetual capital securities of a subsidiary	29,819	291,372	1,333,720	424,767
Non-controlling interests	<u>186,960</u>	<u>606,791</u>	<u>3,471,138</u>	<u>1,302,504</u>
	413,926	1,971,440	10,627,169	3,158,722

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015

	As At 31 Dec 2015 RM'000	As At 31 Dec 2014 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	31,139,374	25,887,589
Land held for property development	359,688	343,316
Investment properties	2,070,669	1,729,647
Plantation development	2,154,922	1,712,154
Leasehold land use rights	387,063	305,329
Intangible assets	6,666,618	5,461,674
Rights of use of oil and gas assets	4,458,182	3,171,285
Joint ventures	1,118,660	637,557
Associates	1,200,807	1,064,207
Available-for-sale financial assets	2,302,973	2,856,171
Derivative financial instruments	121,844	99,134
Deferred tax assets	393,293	303,479
Other non-current assets	4,642,362	2,413,502
	<u>57,016,455</u>	<u>45,985,044</u>
CURRENT ASSETS		
Property development costs	90,847	60,049
Inventories	480,620	419,450
Trade and other receivables	3,848,351	4,116,620
Amounts due from joint ventures and associates	12,161	12,359
Financial assets at fair value through profit or loss	8,068	7,171
Available-for-sale financial assets	1,566,556	5,680,768
Derivative financial instruments	93,133	2,547
Restricted cash	626,340	584,225
Cash and cash equivalents	23,612,902	16,391,246
	<u>30,338,978</u>	<u>27,274,435</u>
Assets classified as held for sale	2,077,079	37,857
	<u>32,416,057</u>	<u>27,312,292</u>
	<u>89,432,512</u>	<u>73,297,336</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	374,320	374,305
Treasury shares	(219,597)	(212,461)
Reserves	32,463,004	26,672,403
	<u>32,617,727</u>	<u>26,834,247</u>
Perpetual capital securities of a subsidiary	7,071,496	6,098,882
Non-controlling interests	23,101,805	20,132,317
TOTAL EQUITY	<u>62,791,028</u>	<u>53,065,446</u>
NON-CURRENT LIABILITIES		
Long term borrowings	17,017,416	10,714,938
Deferred tax liabilities	1,891,794	1,416,031
Derivative financial instruments	270,714	203,805
Other non-current liabilities	494,441	451,480
	<u>19,674,365</u>	<u>12,786,254</u>
CURRENT LIABILITIES		
Trade and other payables	5,009,332	4,346,073
Amounts due to joint ventures and associates	109,803	28,979
Short term borrowings	1,487,345	1,837,671
Derivative financial instruments	69,509	658,220
Taxation	291,130	573,965
	<u>6,967,119</u>	<u>7,444,908</u>
Liabilities classified as held for sale	-	728
	<u>6,967,119</u>	<u>7,445,636</u>
TOTAL LIABILITIES	<u>26,641,484</u>	<u>20,231,890</u>
TOTAL EQUITY AND LIABILITIES	<u>89,432,512</u>	<u>73,297,336</u>
NET ASSETS PER SHARE (RM)	8.78	7.22

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014).

GENTING BERHAD
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	← Attributable to equity holders of the Company →													
	Share Capital RM'000	Share Premium RM'000	Warrants Reserve RM'000	Revaluation Reserve RM'000	Fair Value Reserve RM'000	Cash Flow Hedge Reserve RM'000	Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total RM'000	Perpetual Capital Securities of a Subsidiary RM'000	Non- controlling Interests RM'000	Total Equity RM'000	
At 1 January 2015	374,305	1,416,014	1,109,124	305,853	1,259,555	(124,920)	1,056,189	21,650,588	(212,461)	26,834,247	6,098,882	20,132,317	53,065,446	
Profit for the year	-	-	-	-	-	-	-	1,388,012	-	1,388,012	361,106	848,559	2,597,677	
Other comprehensive (loss)/income	-	-	-	-	(311,093)	(78,383)	4,825,131	(1,356)	-	4,434,299	972,614	2,622,579	8,029,492	
Total comprehensive (loss)/income for the year	-	-	-	-	(311,093)	(78,383)	4,825,131	1,386,656	-	5,822,311	1,333,720	3,471,138	10,627,169	
Transfer due to realisation of revaluation reserve	-	-	-	(4,686)	-	-	-	4,686	-	-	-	-	-	
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	(128,564)	-	(128,564)	-	327,760	199,196	
Transfer upon expiry of share option scheme of a subsidiary	-	-	-	-	-	-	-	183,732	-	183,732	-	(183,732)	-	
Effects of share-based payment	-	-	-	-	-	-	-	-	-	-	-	85,311	85,311	
Issue of shares upon exercise of warrants	15	1,366	(219)	-	-	-	-	-	-	1,162	-	-	1,162	
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(393,708)	(393,708)	
Buy-back of shares by the Company and subsidiaries	-	-	-	-	-	-	-	-	(7,136)	(7,136)	-	(358,401)	(365,537)	
Perpetual capital securities distribution payable and paid by a subsidiary	-	-	-	-	-	-	-	-	-	-	(361,106)	-	(361,106)	
Tax credit arising from perpetual capital securities of a subsidiary	-	-	-	-	-	-	-	23,517	-	23,517	-	21,120	44,637	
Appropriation:														
Final single-tier dividend for financial year ended 31 December 2014	-	-	-	-	-	-	-	(111,542)	-	(111,542)	-	-	(111,542)	
Balance at 31 December 2015	374,320	1,417,380	1,108,905	301,167	948,462	(203,303)	5,881,320	23,009,073	(219,597)	32,617,727	7,071,496	23,101,805	62,791,028	

(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 2014).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

	← Attributable to equity holders of the Company →													
	Share Capital RM'000	Share Premium RM'000	Warrants Reserve RM'000	Revaluation Reserve RM'000	Fair Value Reserve RM'000	Cash Flow Hedge Reserve RM'000	Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total RM'000	Perpetual Capital Securities of a Subsidiary RM'000	Non- controlling Interests RM'000	Total Equity RM'000	
At 1 January 2014	371,948	1,195,504	1,144,413	307,147	2,093,948	(1,635)	161,929	20,251,690	(210,884)	25,314,060	5,985,555	19,272,973	50,572,588	
Profit for the year	-	-	-	-	-	-	-	1,496,133	-	1,496,133	311,440	1,338,553	3,146,126	
Other comprehensive (loss)/income	-	-	-	-	(834,393)	(123,285)	894,260	(1,264)	-	(64,682)	113,327	(36,049)	12,596	
Total comprehensive (loss)/income for the year	-	-	-	-	(834,393)	(123,285)	894,260	1,494,869	-	1,431,451	424,767	1,302,504	3,158,722	
Transfer due to realisation of revaluation reserve	-	-	-	(1,294)	-	-	-	1,294	-	-	-	-	-	
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	(83,791)	-	(83,791)	-	271,936	188,145	
Effects of share-based payment	-	-	-	-	-	-	-	-	-	-	-	85,926	85,926	
Issue of shares upon exercise of warrants	2,357	220,510	(35,289)	-	-	-	-	-	-	187,578	-	-	187,578	
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(368,185)	(368,185)	
Buy-back of shares by the Company and subsidiaries	-	-	-	-	-	-	-	-	(1,577)	(1,577)	-	(454,805)	(456,382)	
Perpetual capital securities distribution payable and paid by a subsidiary	-	-	-	-	-	-	-	-	-	-	(311,440)	-	(311,440)	
Tax credit arising from perpetual capital securities of a subsidiary	-	-	-	-	-	-	-	23,706	-	23,706	-	21,968	45,674	
Appropriation:														
Interim single-tier dividend for financial year ended 31 December 2014	-	-	-	-	-	-	-	(37,180)	-	(37,180)	-	-	(37,180)	
Balance at 31 December 2014	<u>374,305</u>	<u>1,416,014</u>	<u>1,109,124</u>	<u>305,853</u>	<u>1,259,555</u>	<u>(124,920)</u>	<u>1,056,189</u>	<u>21,650,588</u>	<u>(212,461)</u>	<u>26,834,247</u>	<u>6,098,882</u>	<u>20,132,317</u>	<u>53,065,446</u>	

(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 2014).

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation		
- Continuing operations	3,445,997	4,262,349
- Discontinued operations	-	12,281
	<u>3,445,997</u>	<u>4,274,630</u>
Adjustments for:		
Depreciation and amortisation	1,904,591	1,824,168
Impairment losses and write off of receivables	772,471	689,210
Net fair value loss on derivative financial instruments	585,064	415,326
Finance cost	558,875	465,381
Impairment losses	456,028	265,004
Deferred expenses written off	137,124	-
Assets written off	38,021	146,443
Loss/(Gain) on disposal of available-for-sale financial assets	11,033	(418,965)
Interest income	(580,898)	(383,275)
Reversal of previously recognised impairment losses	(227,044)	(22,555)
Investment income	(146,071)	(141,937)
Net exchange gain – unrealised	(111,906)	(174,722)
Gain on deemed dilution of shareholding in associate	(107,490)	(6,045)
Share of results in joint ventures and associates	(94,768)	(49,300)
Gain arising from acquisition of business	(52,423)	-
Construction profit	(43,481)	(10,332)
Other non-cash items	156,078	162,768
	<u>3,255,204</u>	<u>2,761,169</u>
Operating profit before changes in working capital	6,701,201	7,035,799
Net change in current assets	(659,724)	(1,794,577)
Net change in current liabilities	(268,982)	318,558
	<u>(928,706)</u>	<u>(1,476,019)</u>
Cash generated from operations	5,772,495	5,559,780
Tax paid (net of tax refund)	(998,356)	(1,136,275)
Retirement gratuities paid	(5,017)	(5,564)
Other operating activities	(25,577)	(18,583)
	<u>(1,028,950)</u>	<u>(1,160,422)</u>
NET CASH FROM OPERATING ACTIVITIES	4,743,545	4,399,358
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,468,398)	(2,669,925)
Increase in investments, intangible assets and other long term financial assets	(2,154,918)	(5,678,732)
Loan to an associate	(423,904)	(253,148)
Acquisition of subsidiaries (see Note (a))	(146,523)	(228,438)
Acquisition of business (see Note (b))	(44,724)	-
Net cash outflow arising on disposal of subsidiaries (see Note (c))	(9,972)	-
Proceeds from disposal of investments	2,727,775	4,385,368
Interest received	297,012	277,868
Proceeds from disposal of a subsidiary and sale of land	20,000	-
Net cash flow arising on disposal of discontinued operations	-	29,702
Proceed received from divestment in a subsidiary	-	31,760
Acquisition of an associate	-	(254,012)
Other investing activities	257,121	183,146
	<u>(2,946,531)</u>	<u>(4,176,411)</u>
NET CASH USED IN INVESTING ACTIVITIES		
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings and transaction costs	(1,624,335)	(3,444,612)
Finance cost paid	(537,896)	(459,447)
Dividends paid to non-controlling interests	(393,708)	(368,185)
Buy-back of shares by the Company and subsidiaries	(365,537)	(456,382)
Perpetual capital securities distribution paid by a subsidiary	(361,106)	(311,440)
Dividends paid	(111,542)	(37,180)
Purchase of shares by a subsidiary pursuant to its employee share scheme	(57,267)	-
Proceeds from bank borrowings	2,400,774	2,291,568
Proceeds from issuance of Medium Term Notes from a subsidiary	2,400,000	-
Proceeds from issuance of Sukuk Murabahah from a subsidiary	1,000,000	-
Restricted cash	67,054	(123,794)
Proceeds from issue of shares upon exercise of warrants	1,162	187,578
Other financing activities	124,825	101,313
	<u>2,542,424</u>	<u>(2,620,581)</u>
NET CASH FROM/(USED IN) FINANCING ACTIVITIES		

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015 (Cont'd)

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	4,339,438	(2,397,634)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	16,391,246	18,308,692
EFFECTS OF CURRENCY TRANSLATION	2,882,218	480,188
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u>23,612,902</u>	<u>16,391,246</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	20,012,861	14,792,261
Money market instruments	3,600,041	1,598,985
	<u>23,612,902</u>	<u>16,391,246</u>
Net cash flow from discontinued operations is analysed as follows:		
Net cash from operating activities	-	97,434
Net cash used in investing activities	-	(9,723)
Net cash used in financing activities	-	(78,396)
Net cash flow	<u>-</u>	<u>9,315</u>

(a) ACQUISITION OF SUBSIDIARIES

- (i) Fair value of the net assets acquired and net cash outflow on acquisition of a subsidiary, as disclosed in Note (j) i) Part I of this interim financial report, are analysed as follows:

	As at date of acquisition RM'000
Property, plant and equipment	(1,757)
Intangible assets	(51,279)
Other non-current assets	(36,744)
Trade and other receivables	(2,534)
Trade and other payables	4,017
Deferred tax liabilities	33,628
Fair value of identifiable net assets	<u>(54,669)</u>
Goodwill arising from acquisition	(34,710)
Contingent consideration	<u>5,262</u>
Net cash outflow on acquisition of a subsidiary	<u>(84,117)</u>

- (ii) Fair value of net assets acquired and net cash outflow on acquisition of a subsidiary by Genting Plantations Berhad ("GENP") Group, which is 52.9% owned by the Company, are analysed as follows:

	As at date of acquisition RM'000
Plantation development	(119,028)
Leasehold land use rights	(16,265)
Other receivables	(11)
Other payables	26,109
Non-controlling interests	40,184
Total purchase consideration/Identifiable net assets acquired	<u>(69,011)</u>
Less: Deferred consideration payable	<u>22,613</u>
Net cash outflow on acquisition of a subsidiary	<u>(46,398)</u>

This acquisition relates to the acquisition of 95% equity interest in PT United Agro Indonesia as disclosed in Note 7(i) Part II of this interim financial report.

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015 (Cont'd)

- (iii) Fair value of the net assets acquired and cash outflow on acquisition of a subsidiary by Genting Malaysia Berhad ("GENM") Group, which is 49.3% owned by the Company, as disclosed in Note (j) iii) Part I of this interim report, are analysed as follows:

	As at date of acquisition RM'000
Property, plant and equipment	(1,093)
Intangible assets	(5,842)
Trade and other receivables	(5,078)
Cash and cash equivalents	(30,031)
Trade and other payables	12,721
Amounts due to related companies	23,138
Total identifiable net assets acquired	<u>(6,185)</u>
Goodwill arising from acquisition	(39,854)
Less: Cash and cash equivalents acquired	<u>30,031</u>
Net cash outflow on acquisition of a subsidiary	<u>(16,008)</u>

(b) ACQUISITION OF BUSINESS

On 11 September 2014, BB Entertainment Limited ("BBEL"), an indirect 78% owned subsidiary of GENM, entered into an agreement to acquire land from RAV Bahamas Limited, a non-controlling shareholder of BBEL, for a total consideration of USD24.6 million (equivalent to approximately RM91.5 million). The transaction was completed on 12 February 2015. The GENM Group considers the acquisition of land which includes certain properties with restaurants as an acquisition of business and accordingly had accounted for the acquisition as a business combination under FRS 3 "Business Combinations".

The effect of the acquisition of business is as follows:

	As at date of acquisition of business RM'000
Purchase consideration, representing net cash outflow of acquisition	
- via cash consideration	(44,724)
- via issuance of shares	(46,820)
	<u>(91,544)</u>
Fair value of land acquired	<u>143,967</u>
Gain arising from acquisition of business	<u>52,423</u>

**GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015 (Cont'd)**

(c) DISPOSAL OF SUBSIDIARIES

The details of the net assets disposed and cash flow arising from the disposal of subsidiaries, as disclosed in Note (j) ii) Part I of this interim report, are as follows:

	As at date of disposal RM'000
Inventories	805
Cash and cash equivalents	25,914
Trade and other payables	(96)
Non-controlling interest	<u>(10,649)</u>
Net assets disposed off	15,974
Loss on disposal of subsidiaries	<u>(32)</u>
Cash proceeds from disposal	15,942
Less: Cash and cash equivalents in subsidiaries disposed off	<u>(25,914)</u>
Net cash outflow on disposal of subsidiaries	<u>(9,972)</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014).

GENTING BERHAD

NOTES TO THE INTERIM FINANCIAL REPORT – FOURTH QUARTER ENDED 31 DECEMBER 2015

(I) Compliance with Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting

(a) Accounting Policies and Methods of Computation

The interim financial report has been prepared in accordance with FRS 134 “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The figures for the cumulative period have been audited.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2014. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2014 except for the adoption of new FRSs and amendments that are mandatory for the Group for the financial year beginning 1 January 2015:

- Annual Improvements to FRSs 2010-2012 Cycle.
- Annual Improvements to FRSs 2011-2013 Cycle.
- Amendments to FRS 119 “Defined Benefit Plans: Employee Contributions”.

The adoption of these new FRSs and amendments do not have a material impact on the interim financial information of the Group.

Change in Accounting Estimate

The Group conducts a regular operational review of the estimated useful lives of property, plant and equipment and intangible assets to better reflect their useful lives. Genting Singapore PLC (“GENS”), an indirect 52.9% subsidiary of the Company, has performed a review for the current financial year and the effect of the review has resulted in a reduction of the GENS Group’s depreciation expense and amortisation expense by SGD28.4 million (approximately RM80.6 million) and SGD2.5 million (approximately RM7.1 million) respectively.

Malaysian Financial Reporting Standards

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”).

The MFRS Framework is to be applied by all entities other than private entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 “Agriculture” and IC Interpretation 15 “Agreements for Construction of Real Estate”, including its parent, significant investor and venturer (herein called “Transitioning Entities”).

On 8 September 2015, MASB announced that in light of the International Accounting Standards Board’s deferral of IFRS 15 “Revenue from Contracts with Customers”, the effective date for the Transitioning Entities to apply the MFRS Framework will also be deferred to 1 January 2018.

The Group falls within the scope definition of Transitioning Entities and accordingly, will adopt the MFRS Framework from the financial year beginning on 1 January 2018. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. Adjustments required on transition, if any, will be made retrospectively against opening retained earnings.

(b) Seasonal or Cyclical Factors

On an overall basis, the business operations of the Group’s Leisure & Hospitality Division and Plantation Division are subject to seasonal fluctuations. The results of the Leisure & Hospitality Division are affected by major festive seasons and holidays. Fresh fruit bunches (“FFB”) production is seasonal in nature. Production of FFB normally peaks in the second half of the year but this cropping pattern can be affected by changes in weather conditions. More detailed commentary is set out in Notes 1 and 2 in Part II of this interim financial report.

(c) **Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current financial year ended 31 December 2015.

(d) **Material Changes in Estimates**

There have been no significant changes made in estimates of amounts reported in prior financial years.

(e) **Changes in Debt and Equity Securities**

- i) During the current financial year ended 31 December 2015, the Company issued 146,050 new ordinary shares of 10 sen each, for cash arising from the exercise of warrants at exercise price of RM7.96 per ordinary share.
- ii) During the current financial year ended 31 December 2015, the Company had purchased a total of 1,050,000 ordinary shares of 10 sen each of its issued share capital from the open market for a total consideration of RM7.1 million. The share buy-back transactions were financed by internally generated funds. The purchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.
- iii) On 5 June 2015, Benih Restu Berhad, a wholly owned subsidiary of GENP had issued RM1.0 billion Sukuk Murabahah under the Sukuk Murabahah Programme of up to RM1.5 billion in nominal value based on the Shariah principle of Murabahah. The Sukuk Murabahah has a tenure of 10 years, at a profit rate of 4.62% per annum payable semi-annually and guaranteed by GENP.
- iv) On 24 August 2015, GENM Capital Berhad, a wholly owned subsidiary of GENM, issued RM1.1 billion nominal amount of 5-year Medium Term Notes ("MTN") at coupon rate of 4.5% per annum and RM1.3 billion nominal amount of 10-year MTN at coupon rate of 4.9% per annum under its MTN Programme which is guaranteed by GENM. The coupon is payable semi-annually.

Other than the above, there were no other issuance, cancellation, share buy-back, resale and repayment of debt securities or equity securities for the current financial year ended 31 December 2015.

(f) **Dividend Paid**

Dividend paid during the current financial year ended 31 December 2015 is as follows:

RM'000

Final dividend paid on 27 July 2015 for the financial year ended 31 December 2014

- 3.0 sen per ordinary share of 10 sen each

111,542

(g) **Segment Information**

The segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker whereby the Group's business is considered from both a geographic and industry perspective. The performance of the operating segments is based on a measure of adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA"). This measurement basis also excludes the effects of non-recurring items from the operating segments, such as net fair value gain or loss, gain or loss on disposal of financial assets, gain or loss on deemed dilution of shareholdings in associates, project costs written off, reversal of previously recognised impairment losses, impairment losses, pre-opening and development expenses, assets written off, gain or loss on disposal of assets and share-based payment expenses.

(g) **Segment Information (Cont'd)**

Segment analysis for the current financial year ended 31 December 2015 is set out below:

RM'million	Leisure & Hospitality				Total	Plantation		Total	Power *	Property	Oil & Gas	Investments & Others	Total
	Malaysia	Singapore	United Kingdom	United States of America and Bahamas		Malaysia	Indonesia						
Continuing operations:													
Revenue													
Total revenue	6,616.7	6,808.3	1,350.3	1,288.2	16,063.5	878.8	228.5	1,107.3	1,225.6	265.4	272.6	241.1	19,175.5
Inter segment	(1,040.1)	(0.6)	-	-	(1,040.7)	-	-	-	-	(8.7)	(7.9)	(17.8)	(1,075.1)
External	<u>5,576.6</u>	<u>6,807.7</u>	<u>1,350.3</u>	<u>1,288.2</u>	<u>15,022.8</u>	<u>878.8</u>	<u>228.5</u>	<u>1,107.3</u>	<u>1,225.6</u>	<u>256.7</u>	<u>264.7</u>	<u>223.3</u>	<u>18,100.4</u>
Adjusted EBITDA	<u>2,474.0</u>	<u>2,610.0</u>	<u>(124.2)</u>	<u>112.8</u>	<u>5,072.6</u>	<u>305.1</u>	<u>4.7</u>	<u>309.8</u>	<u>60.2</u>	<u>78.3</u>	<u>186.3</u>	<u>581.8</u>	<u>6,289.0</u>

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

	RM'million
Adjusted EBITDA	6,289.0
Net fair value loss on derivative financial instruments	(585.1)
Net loss on disposal of available-for-sale financial assets	(11.0)
Gain on deemed dilution of shareholding in associate	107.5
Reversal of previously recognised impairment losses	227.0
Impairment losses	(456.0)
Depreciation and amortisation	(1,904.6)
Interest income	580.9
Finance cost	(558.9)
Share of results in joint ventures and associates	94.7
Others **	(337.5)
Profit before taxation	3,446.0

* The Group had accounted for the construction and development of the 660MW coal-fired power plant in the Banten Province, West Java, Indonesia ("Banten Plant") in accordance with FRS 111 "Construction Contracts" as required under IC Interpretation 12 "Service Concession Arrangements" whereby the construction profit is recognised based on the percentage of completion method. Construction revenue and costs of approximately RM1,164.0 million and RM1,120.5 million respectively, have been disclosed under the "Power" segment in the consolidated income statement for the current financial year ended 31 December 2015 thereby generating a construction profit of RM43.5 million.

** Others include pre-opening and development expenses, assets written off, gain or loss on disposal of assets and share-based payment expenses.

(g) **Segment Information (Cont'd)**

RM'million	Leisure & Hospitality				Total	Plantation		Total	Power	Property	Oil & Gas	Investments & Others	Total
	Malaysia	Singapore	United Kingdom	United States of America and Bahamas		Malaysia	Indonesia						
Continuing operations:													
Segment Assets	<u>7,160.2</u>	<u>20,146.9</u>	<u>5,496.3</u>	<u>7,490.1</u>	<u>40,293.5</u>	<u>1,530.5</u>	<u>2,948.0</u>	<u>4,478.5</u>	<u>3,793.0</u>	<u>2,981.7</u>	<u>4,947.9</u>	<u>5,811.9</u>	<u>62,306.5</u>
Segment Liabilities	<u>1,712.7</u>	<u>1,252.7</u>	<u>480.2</u>	<u>516.9</u>	<u>3,962.5</u>	<u>83.5</u>	<u>144.7</u>	<u>228.2</u>	<u>397.8</u>	<u>233.9</u>	<u>725.6</u>	<u>384.2</u>	<u>5,932.2</u>

RM'million

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

Segment assets	62,306.5
Interest bearing instruments	22,239.3
Joint ventures	1,118.7
Associates	1,200.8
Unallocated corporate assets	490.1
Assets classified as held for sale	2,077.1
Total assets	<u>89,432.5</u>

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

Segment liabilities	5,932.2
Interest bearing instruments	18,526.3
Unallocated corporate liabilities	2,182.9
Total liabilities	<u>26,641.4</u>

(h) **Property, Plant and Equipment**

During the current financial year ended 31 December 2015, acquisitions and disposals of property, plant and equipment by the Group were RM3,647.7 million and RM50.9 million respectively.

(i) **Material Events Subsequent to the End of the Financial Period**

Genting Integrated Tourism Plan (“GITP”)

On 23 February 2016, GENM announced that it will significantly be expanding and adding new facilities under the GITP. This will increase the total capital investment from RM5.0 billion announced earlier to RM10.38 billion.

Other than the above, there were no other material events subsequent to the end of the current financial year ended 31 December 2015 that have not been reflected in this interim financial report.

(j) **Changes in the Composition of the Group**

i) On 16 January 2015, the Company announced that DNAe Group Holdings Limited (formerly known as DNA Electronics Limited) (“DNAe”), an indirect 82.1% owned subsidiary of the Company, had on 15 January 2015 completed the acquisition of the entire issued share capital of DNA Electronics, Inc (formerly known as NanoMR, Inc) (“NanoMR”) for a total cash consideration of approximately USD24.0 million (“Acquisition”) by way of merger under the laws of Delaware, United States of America. NanoMR is a development-stage diagnostics company based in New Mexico, United States of America.

On completion of the Acquisition, DNA Electronics US, Inc. (“DNAE US”), a wholly owned subsidiary of DNAe which was incorporated in the State of Delaware, United States of America on 2 January 2015, was merged with and into NanoMR (“Merger”), with NanoMR as the surviving entity and wholly owned subsidiary of DNAe. Consequently, DNAE US ceased to be an indirect subsidiary of the Company and NanoMR became an indirect subsidiary of the Company pursuant to the Acquisition and Merger.

Pursuant to a rights issue by DNAe to fund the Acquisition, Edith Grove Limited, an indirect wholly owned subsidiary of the Company, had on 9 January 2015 subscribed for additional new ordinary shares in DNAe, thereby increasing its shareholding in DNAe from 63.8% as at 31 December 2014 to 82.1%.

ii) On 19 August 2015, the Company announced that Genting Power China Limited, an indirect wholly owned subsidiary of the Company has on 19 August 2015, completed the disposal of the entire issued and paid-up share capital of Coastal Wuxi Power Ltd (“CWP”) comprising 1,000 ordinary shares of USD1.00 each for a total cash consideration of USD4,024,800 (“Disposal”).

CWP is an investment holding company incorporated in the Cayman Islands which owns 60% equity interest in Wuxi Huada Gas Turbine Electric Power Company (“Wuxi Huada”). Wuxi Huada owns and operated a 42MW peaking power plant in Wuxi, Jiangsu Province, China which was shut down in 2008. CWP and Wuxi Huada have consequently ceased to be indirect subsidiaries of the Company.

iii) On 1 October 2015, Nedby Limited, a wholly owned subsidiary of GENM entered into a conditional sale and purchase agreement with RWI International Investments Limited (“RWI International”) to acquire from RWI International all the issued and paid-up capital of Genting Alderney Limited (“Genting Alderney”) for a total cash consideration of GBP7.2 million (equivalent to approximately RM46.0 million). The acquisition was completed on 30 November 2015 and Genting Alderney became a wholly owned subsidiary of GENM.

Other than the above and the disclosure in Note 7(i) Part II of this interim financial report, there were no material changes in the composition of the Group for the current financial year ended 31 December 2015.

(k) **Changes in Contingent Liabilities or Contingent Assets**

There were no material changes in contingent liabilities or contingent assets since the last financial year ended 31 December 2014.

(I) **Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 31 December 2015 are as follows:

	RM'million
Contracted	4,847.3
Not contracted	8,336.9
	<u>13,184.2</u>

Analysed as follows:

- Property, plant and equipment	8,478.2
- Rights of use of oil and gas assets	1,799.3
- Power concession assets (intangible assets and other non-current assets)	1,316.8
- Investments	924.2
- Plantation development	607.9
- Intangible assets	33.7
- Leasehold land use rights	21.9
- Investment properties	2.2
	<u>13,184.2</u>

(m) **Significant Related Party Transactions**

Significant related party transactions which were entered into on agreed terms and prices for the current quarter and current financial year ended 31 December 2015 are set out below. The relationship of the related parties are as disclosed in the annual audited financial statements for the financial year ended 31 December 2014 and the approved shareholders' mandates for recurrent related party transactions.

Group	Current quarter RM'000	Current financial year-to-date RM'000
i) Provision of share registration services and secretarial services by a wholly owned subsidiary of the Company to Genting Hong Kong Limited ("GENHK") Group.	<u>6</u>	<u>26</u>
ii) Licensing fee for the use of the name "Genting" charged by wholly owned subsidiaries of the Company to Genting Simon Sdn Bhd.	<u>151</u>	<u>509</u>
iii) Licensing fee for the use of a software charged by a wholly owned subsidiary of the Company to FreeStyle Gaming Limited, an indirect wholly owned subsidiary of Resorts World Inc Pte Ltd ("RWI").	<u>7</u>	<u>14</u>
iv) Provision of management services by Genting Awanpura Sdn Bhd, a wholly owned subsidiary of GENP to Genting Simon Sdn Bhd.	<u>144</u>	<u>482</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 RWI Group to GENM Group.	<u>17,120</u>	<u>68,316</u>

(m) **Significant Related Party Transactions (Cont'd)**

	Current quarter RM'000	Current financial year-to-date RM'000
vi) Provision of professional and marketing services by GENM Group to RWI Group.	<u>5,224</u>	<u>20,708</u>
vii) Provision of management and consultancy services on theme park and resort development and operations by International Resort Management Services Pte Ltd ("IRMS") to GENM.	<u>7,500</u>	<u>30,000</u>
viii) Provision of management and support services by GENM Group to SE Mass II LLC.	<u>1,363</u>	<u>5,429</u>
ix) Rental charges by Genting Development Sdn Bhd to GENM Group.	<u>310</u>	<u>1,263</u>
x) Provision of information technology consultancy, development, implementation, support and maintenance service and other management services by GENM Group to GENHK Group.	<u>299</u>	<u>925</u>
xi) Rental charges for premises by GENM to Warisan Timah Holdings Sdn Bhd ("Warisan Timah"). Puan Sri Lim (Nee Lee) Kim Hua, mother of Tan Sri Lim Kok Thay and grandmother of Mr Lim Keong Hui, is a director and substantial shareholder of Warisan Timah.	<u>533</u>	<u>2,062</u>
xii) Acquisition of Genting Alderney by GENM Group from RWI Group.	<u>46,039</u>	<u>46,039</u>
xiii) Acquisition of land which includes certain properties with restaurants by GENM Group from RAV Bahamas Limited, a non-controlling shareholder of BBEL.	<u>-</u>	<u>91,544</u>
xiv) Provision of water supply services by Bimini Bay Water Ltd., an entity connected with a non-controlling shareholder of BBEL to GENM Group.	<u>602</u>	<u>2,098</u>
xv) Provision of maintenance services by Bimini Bay Home Owner's Association, an entity connected with a non-controlling shareholder of BBEL to GENM Group.	<u>979</u>	<u>3,917</u>
xvi) Air ticketing services and provision of reservation and booking services rendered by GENHK Group to GENS Group.	<u>1,985</u>	<u>6,871</u>
xvii) Provision of information technology, implementation, support and maintenance services, hotel accommodation, food and beverage and theme park charges by GENS Group to GENHK Group.	<u>627</u>	<u>976</u>
xviii) Provision of goods and services by DCP (Sentosa) Pte Ltd to GENS Group.	<u>14,507</u>	<u>72,007</u>

(m) **Significant Related Party Transactions (Cont'd)**

	Current quarter RM'000	Current financial year-to-date RM'000
xix) Interest income earned by GENS Group from its associate.	<u>5,502</u>	<u>15,593</u>
xx) Leasing of office space and related expenses by IRMS from GENS Group.	<u>338</u>	<u>1,252</u>
xxi) Provision of consultancy services by IRMS to GENS Group.	<u>31</u>	<u>297</u>
xxii) Shareholder loan provided by GENS Group to its associate.	<u>423,904</u>	<u>423,904</u>
 <u>Company</u>		
i) Licensing fees from the subsidiaries to the Company for the use of name and accompanying logo of "Genting", "Resorts World" and "Awana" owned by the Company.	<u>51,422</u>	<u>198,658</u>
ii) Management fees from Genting Hotel & Resorts Management Sdn Bhd ("GHRM"), a wholly owned subsidiary of the Company, to the Company for the provision of the necessary resort management services to enable GHRM to perform its various obligations under the Resort Management Agreement with GENM.	<u>99,555</u>	<u>401,456</u>
iii) Finance cost charged by subsidiaries to the Company on the interest bearing portion of the amount due to subsidiaries.	<u>45,497</u>	<u>180,510</u>
iv) Provision of information technology consultancy, development, implementation, support and maintenance service, other management services and rental of information technology equipment by subsidiaries to the Company.	<u>949</u>	<u>3,996</u>
v) Rental charges for office space and related services by a subsidiary of GENM.	<u>673</u>	<u>2,699</u>
vi) Provision of management and/or support services by subsidiaries to the Company.	<u>1,600</u>	<u>3,768</u>
vii) Provision of management and/or support services by the Company to its subsidiaries, associates and joint ventures.	<u>5,632</u>	<u>16,995</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 asset or liability that are not based on observable market data (that is, unobservable inputs).

As at 31 December 2015, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

RM'million	Level 1	Level 2	Level 3	Total
Financial assets				
Financial assets at fair value through profit or loss	8.1	-	-	8.1
Available-for-sale financial assets	932.9	1,347.1	1,589.6	3,869.6
Derivative financial instruments	-	214.9	-	214.9
Assets classified as held for sale	1,973.9	-	-	1,973.9
	<u>2,914.9</u>	<u>1,562.0</u>	<u>1,589.6</u>	<u>6,066.5</u>
Financial liability				
Derivative financial instruments	<u>-</u>	<u>340.2</u>	<u>-</u>	<u>340.2</u>

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2014.

The following table presents the changes in financial instruments classified within Level 3:

Available-for-sale financial assets	RM'million
As at 1 January 2015	928.1
Foreign exchange differences	227.7
Additions	109.2
Fair value changes – recognised in other comprehensive income	318.0
Investment income and interest income	8.9
Repayment	(6.1)
Reclassification	3.8
As at 31 December 2015	<u>1,589.6</u>

There have been no transfers between the levels of the fair value hierarchy during the current financial year ended 31 December 2015.

GENTING BERHAD

ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FINANCIAL YEAR ENDED 31 DECEMBER 2015

(II) Compliance with Appendix 9B of Bursa Securities Listing Requirements

1. Performance Analysis

The comparison of the results are tabulated below:

	Current Quarter			Preceding Quarter		Financial Year Ended 31 December		
	2015 RM'million	2014 RM'million	% +/-	3Q 2015 RM'million	% +/-	2015 RM'million	2014 RM'million	% +/-
Continuing operations:								
Revenue								
Leisure & Hospitality								
- Malaysia	1,481.1	1,421.6	+4	1,409.6	+5	5,576.6	5,362.4	+4
- Singapore	1,683.3	1,658.0	+2	1,845.7	-9	6,807.7	7,387.0	-8
- UK	430.5	342.2	+26	268.7	+60	1,350.3	1,699.8	-21
- US and Bahamas	350.9	264.4	+33	312.6	+12	1,288.2	999.9	+29
	3,945.8	3,686.2	+7	3,836.6	+3	15,022.8	15,449.1	-3
Plantation								
- Malaysia	273.0	243.9	+12	217.0	+26	878.8	991.4	-11
- Indonesia	78.0	52.5	+49	48.8	+60	228.5	178.2	+28
	351.0	296.4	+18	265.8	+32	1,107.3	1,169.6	-5
Power	446.4	225.1	+98	385.3	+16	1,225.6	770.8	+59
Property	65.8	211.4	-69	55.5	+19	256.7	430.0	-40
Oil & Gas	60.2	93.2	-35	61.1	-1	264.7	168.9	+57
Investments & Others	50.3	109.7	-54	41.1	+22	223.3	228.1	-2
	4,919.5	4,622.0	+6	4,645.4	+6	18,100.4	18,216.5	-1
Profit before tax								
Leisure & Hospitality								
- Malaysia	654.6	657.3	-	659.6	-1	2,474.0	2,394.1	+3
- Singapore	566.7	506.0	+12	615.6	-8	2,610.0	3,013.0	-13
- UK	24.2	96.4	-75	(86.7)	>100	(124.2)	252.1	>100
- US and Bahamas	23.3	(25.2)	>100	4.4	>100	112.8	24.7	>100
	1,268.8	1,234.5	+3	1,192.9	+6	5,072.6	5,683.9	-11
Plantation								
- Malaysia	79.5	100.5	-21	78.5	+1	305.1	406.6	-25
- Indonesia	0.2	17.2	-99	(9.3)	>100	4.7	38.6	-88
	79.7	117.7	-32	69.2	+15	309.8	445.2	-30
Power	33.0	(13.4)	>100	15.2	>100	60.2	24.0	>100
Property	18.0	93.4	-81	17.0	+6	78.3	156.7	-50
Oil & Gas	37.0	67.0	-45	46.5	-20	186.3	93.7	+99
Investments & Others	(150.1)	204.8	>-100	604.1	>-100	581.8	224.0	>100
Adjusted EBITDA	1,286.4	1,704.0	-25	1,944.9	-34	6,289.0	6,627.5	-5
Net fair value gain/(loss) on derivative financial instruments	116.0	(383.5)	>100	(132.9)	>100	(585.1)	(415.3)	-41
Net (loss)/gain on disposal of available-for-sale financial assets	(226.9)	404.4	>-100	(23.3)	>-100	(11.0)	419.0	>-100
Gain on deemed dilution of shareholding in associate	3.5	0.1	>100	40.8	-91	107.5	6.0	>100
Project costs written off	-	(55.5)	+100	-	-	-	(98.2)	+100
Reversal of previously recognised impairment losses	-	-	-	186.4	-100	227.0	22.6	>100
Impairment losses	(33.6)	(173.9)	+81	(257.4)	+87	(456.0)	(265.0)	-72
Depreciation and amortisation	(508.5)	(480.6)	-6	(464.6)	-9	(1,904.6)	(1,824.2)	-4
Interest income	189.2	109.7	+72	142.2	+33	580.9	386.3	+50
Finance cost	(161.4)	(98.1)	-65	(149.8)	-8	(558.9)	(437.0)	-28
Share of results in joint ventures and associates	82.2	9.8	>100	(3.2)	>100	94.7	49.3	+92
Others #	(20.2)	(123.3)	+84	(205.1)	+90	(337.5)	(208.7)	-62
	726.7	913.1	-20	1,078.0	-33	3,446.0	4,262.3	-19

Includes the recognition of a gain of RM52.4 million relating to acquisition of business in Bimini.

Quarter ended 31 December 2015 compared with quarter ended 31 December 2014

The Group's total revenue from continuing operations for the current quarter was RM4,919.5 million, an increase of 6% compared with RM4,622.0 million generated in the previous year's corresponding quarter.

Revenue from Resorts World Sentosa ("RWS") in the current quarter was higher due mainly to the stronger Singapore Dollar exchange rate to the Malaysian Ringgit compared with last year's exchange rate. Revenue in Singapore Dollar terms was lower compared with the previous year's corresponding quarter as RWS continued to tighten its credit policies, which impacted gaming revenue. Universal Studios Singapore, a major revenue contributor to RWS's non-gaming segment, registered a strong performance with attendance hitting a record high of 1.2 million for the quarter, the highest recorded since opening. Adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") was lower in Singapore Dollar terms due to the lower revenue, although the decrease was partially mitigated by lower operating costs and overheads, which was achieved through various operational efficiency improvement initiatives.

Higher revenue from Resorts World Genting ("RWG") in Malaysia was due to overall higher volume of business offset by lower hold percentage in the premium players business. Adjusted EBITDA was comparable with that of the previous year's corresponding quarter with the increase in revenue partially offset by the impact of Goods and Services Tax ("GST") and higher payroll costs.

Revenue from the casino business in the United Kingdom ("UK") was higher due mainly to higher volume of business from its non-premium players business ("Home Markets") and a stronger Sterling Pound exchange rate to the Malaysian Ringgit. Adjusted EBITDA was however lower due to lower bad debt recovery in the current quarter.

The higher revenue from the leisure and hospitality business in United States of America ("US") and Bahamas was due mainly to higher volume of business from the operations of Resorts World Bimini in Bahamas ("Bimini operations") and Resorts World Casino New York City ("RWNYC operations") and a stronger US Dollar against the Malaysian Ringgit. The adjusted EBITDA in the current quarter was due mainly to better performance from RWNYC operations as a result of higher revenue and lower payroll costs.

Revenue from Plantation-Malaysia and Plantation-Indonesia segments were higher due to the higher offtake of palm products. However, adjusted EBITDA was lower for Plantation-Malaysia due to the lower crude palm oil ("CPO") price whilst weaker CPO selling prices and higher CPO production cost impacted on Plantation-Indonesia's adjusted EBITDA.

The Power Division recorded higher revenue and adjusted EBITDA in the current quarter due mainly to increased construction revenue recognised from the higher percentage of completion of the 660MW coal-fired Banten Plant in Indonesia as well as higher generation from the Jangi Wind Farm.

Lower revenue and adjusted EBITDA from the Property Division were due mainly to lower land sales from the Property segment of GENP which had recognised a significant land sale gain in the previous year's corresponding quarter.

Lower oil production and lower oil prices in the current quarter resulted in lower revenue and adjusted EBITDA of the Oil & Gas Division.

An adjusted loss before interest, tax, depreciation and amortisation ("LBITDA") was recorded from the "Investments & Others" segment in the current quarter due mainly to foreign exchange losses on net foreign currency denominated financial assets.

Profit before tax from continuing operations for the current quarter was RM726.7 million compared with RM913.1 million in the previous year's corresponding quarter, a decrease of 20%. This was due mainly to lower adjusted EBITDA of the Group as well as loss arising from disposal of available-for-sale financial assets partially offset by higher net fair value gain on derivative financial instruments, recognition of a gain of RM52.4 million relating to acquisition of business in Bimini, higher share of results in joint ventures and associates and lower impairment losses.

Financial year ended 31 December 2015 compared with the previous financial year ended 31 December 2014

The Group revenue of RM18,100.4 million for the current financial year was marginally lower than that of the previous financial year of RM18,216.5 million.

Revenue and adjusted EBITDA from RWS were lower in the current financial year due mainly to the effect of a lower VIP gaming market.

Higher revenue from RWG was due mainly to overall higher volume of business offset by lower hold percentage in the premium players business. Adjusted EBITDA increased in tandem due to the higher revenue but partially mitigated by higher costs relating to the premium players business, higher payroll costs and the impact of GST.

The casino business in UK recorded lower revenue due mainly to lower hold percentage and lower premium players business ("International Markets") volume mitigated partially by higher revenue from the Home Markets as a result of higher volume of business and the impact of a stronger Sterling Pound exchange rate to the Malaysian Ringgit. The UK segment suffered a LBITDA in the current financial year due to lower revenue and higher bad debt written off.

The leisure and hospitality business in the US and Bahamas recorded higher revenue due to higher volume of business from Bimini and RWNYC operations as well as a stronger US Dollar against the Malaysian Ringgit. Higher adjusted EBITDA was due to the higher revenue and lower payroll costs for RWNYC operations.

Lower revenue recorded by Plantation-Malaysia was mainly attributable to the lower FFB production and weaker selling prices. Plantation-Indonesia recorded higher revenue due to increased FFB production which more than compensated for the lower selling prices. Adjusted EBITDA for Plantation-Malaysia was lower due to the impact of lower CPO selling prices and lower production. Similarly, Plantation-Indonesia registered lower adjusted EBITDA amid a backdrop of weaker selling prices as well as higher CPO production cost.

Higher revenue and adjusted EBITDA from the Power Division were due mainly to higher construction revenue recognised from the higher percentage of completion of the Banten Plant and higher generation by the Jangi Wind Farm.

Lower revenue and adjusted EBITDA of the Property Division were due mainly to decline in land sales by GENP which is reflective of the softer property sales trend amid more challenging market conditions.

Revenue and adjusted EBITDA from the Oil & Gas Division for the current financial year were not comparable with that of the previous financial year as the Group's participating interest in the Chengdaoxi Block took effect only from 1 July 2014.

Higher adjusted EBITDA from the "Investments & Others" segment was due mainly to higher foreign exchange gains on net foreign currency denominated financial assets during the current financial year.

Profit before tax from continuing operations of the Group for the current financial year was RM3,446.0 million, a decrease of 19% compared with the previous year's profit of RM4,262.3 million. The decrease was due mainly to lower adjusted EBITDA of the Group, higher impairment losses and deferred expenses written off in respect of Bimini operations partially offset by higher reversal of previously recognised impairment losses and recognition of a gain of RM52.4 million relating to acquisition of business in Bimini. In addition, the previous financial year had recorded higher gain on disposal of available-for-sale financial assets and lower net fair value loss on derivative financial instruments.

2. Material Changes in Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter

The Group's profit before tax from continuing operations for the current quarter was RM726.7 million compared with RM1,078.0 million in the preceding quarter.

Adjusted EBITDA from RWS was lower in the current quarter due mainly to its gaming operations.

RWG recorded lower adjusted EBITDA due to higher costs relating to the premium players business and higher payroll costs partially mitigated by higher revenue.

The casino business in UK recorded an adjusted EBITDA in the current quarter compared with an adjusted LBITDA in the preceding quarter due mainly to higher revenue.

The leisure and hospitality business in the US and Bahamas registered a higher adjusted EBITDA in the current quarter due mainly to lower loss incurred by the Bimini operations.

Higher adjusted EBITDA from the Plantation Division was due to higher crop production together with stronger palm product selling prices in the current quarter.

The lower profit before tax in the current quarter was also due to foreign exchange losses on net foreign currency denominated financial assets and higher loss on disposal of available-for-sale financial assets partially offset by gain on derivative financial instruments and recognition of a gain of RM52.4 million relating to acquisition of business in Bimini.

* *The comments on performance in Notes 1 and 2 above are based on the results of the respective subsidiaries and associates of the Company. Some of the subsidiaries are separately listed on the Malaysian and Singapore stock exchanges. Please refer to the respective listed subsidiaries' announcements of their interim results for a detailed review of their respective performance.*

<u>Listed subsidiaries</u>	<u>Announcement date</u>
Genting Singapore PLC	18 February 2016
Genting Plantations Berhad	22 February 2016
Genting Malaysia Berhad	23 February 2016

3. Prospects

The performance of the Group for the 2016 financial year may be impacted as follows:

- (a) In Malaysia, the GENM Group continues to focus on the development of the GITP at RWG. The significant expansion and addition of new facilities at RWG will further enhance and elevate the quality of guest experience and product offerings at the resort. Meanwhile, the construction and development works for GITP are progressing well. As the GENM Group prepares for the rollout of the various GITP attractions and facilities in stages from the second half of 2016, it remains focused on enhancing service at RWG as well as optimising its yield management systems, operational efficiencies and database marketing efforts to grow business volume and visitation;
- (b) In the non-gaming business, despite an overall slowdown in tourism arrivals to Singapore, RWS Attractions business delivered a good performance. RWS had nearly 7 million visitors accounting for one-third of overall Singapore attractions visitorship, and its hotels outperformed the industry in occupancy and average room rates.

RWS will continue to leverage on strategic alliances to drive new and repeat visitation. In its continuous effort to raise the brand positioning of RWS to attract the "High Net Worth" market, RWS collaborated with the Michelin Guides and Robert Parker Wine Advocate in November 2015 to launch the inaugural Michelin Guide Singapore. As an extension of this brand recognition project, RWS has appointed Mr. Donnie Yen, one of Asia's most influential celebrities as its brand ambassador. Through these alliances, RWS will achieve a more compelling brand identification, and hence achieve better tactical reach to all its selected markets.

At the GENS Group level, development of Resorts World Jeju is progressing as planned. Construction of the hotels, retail and entertainment parts of the integrated resort plot has commenced. The construction of residential plot is advanced, and sales are expected to commence in the second quarter of 2016;

- (c) In the UK, the Home Markets division delivered very positive results in 2015 and achieved growth in market share. 2016 will see continuous focus on strengthening the GENM Group's position in the domestic business segment and improving business efficiency. The GENM Group will also focus on stabilising operations and growing business volumes at Resorts World Birmingham, its latest property which was opened in October 2015. The International Markets division was affected by the events encountered in Asia. The GENM Group has revised its marketing efforts and will be implementing additional strategies to reinforce this segment;

- (d) In the US, RWNYC continues to perform commendably and has maintained its position as the leading gaming operator in Northeast US despite intense regional competition. The GENM Group will continue to put in place measures to encourage higher levels of visitation and frequency of play. The gaming and amenities expansion at RWNYC, which is expected to strengthen the property's offering and create an appealing environment to its domestic players, will be completed by first quarter of 2016. In the Bahamas, the GENM Group continues to see increased business volume and visitation levels to Bimini since the partial opening of the Hilton hotel in April 2015. More emphasis will be given to improving service delivery this year to elevate the overall guest experience and drive higher visitation to the resort. In advance of the full, grand opening of the 300-room Hilton hotel in mid-2016, the GENM Group has embarked on a comprehensive transportation improvement initiative to provide its guests with faster, more direct access to the island. This includes ceasing operation of the Bimini SuperFast and replacing it with a more efficient ferry services from Miami to Bimini and reintroducing daily, non-stop commercial air service to the island;
- (e) The GENP Group's performance prospects in the 2016 financial year are expected to be influenced to a large extent by the direction of palm oil prices. So far in 2016, the price of CPO has turned upwards, reaching near two-year highs. Closely-watched factors that are tipped to guide the palm oil price trend for the remaining months of the year include the extent of the lagged impact of the dry weather in previous years on crop production, demand from major importing countries, the direction of substitute commodities and crude oil prices, currency movements, global economic conditions and the progress of the implementation of biodiesel mandates in Malaysia and Indonesia.

Price considerations aside, while adverse weather conditions experienced in the past years are likely to continue to have a bearing on crop yields, the GENP Group remains optimistic that the overall uptrend in its FFB production will remain intact in 2016 as the Indonesia region continues to drive output growth on the back of more sizeable areas coming into maturity over the course of the year coupled with the ongoing progress of existing mature areas into higher yielding brackets. The anticipated increase in production from the Indonesian estates is expected to outweigh the more muted production prospects in the Malaysia region owing to lagged weather effects and the intensification of replanting activities.

At the same time, the GENP Group will stay focused on yield and cost management taking stock of the added challenge posed by the increases in minimum wages in Malaysia and Indonesia;

- (f) Contribution from the Jangi Wind Farm is expected to be marginal due to the expected low wind season in the first quarter. Construction profits from the Banten Power Plant will be steady as the project progresses towards its final stage of construction. The commercial operation of the Banten Power Plant is expected by the end of 2016; and
- (g) The performance of Genting CDX continues to face challenges in view of the downward trend in oil prices in spite of the consistent production of oil. As the Kasuri Block enters its pre-development phase, there will not be any exploration drilling activities. In addition, efforts are being made to rationalise operations and trim costs until there is more visibility in the direction of oil prices.

4. Variance of Actual Profit from Forecast Profit

The Group did not issue any profit forecast or profit guarantee for the year.

5. Taxation

The breakdown of tax charges from continuing operations for the current quarter and current financial year ended 31 December 2015 are set out below:

	Current quarter RM'000	Current financial year-to-date RM'000
Current taxation		
Malaysian income tax charge	121,637	581,132
Foreign income tax charge	43,148	242,400
	<u>164,785</u>	<u>823,532</u>
Deferred tax charge	33,215	212,039
	<u>198,000</u>	<u>1,035,571</u>
Prior period taxation		
Income tax over provided	(83,949)	(187,251)
	<u>114,051</u>	<u>848,320</u>

The effective tax rate of the Group before adjustments in respect of prior period taxation for the current quarter and financial year ended 31 December 2015 is higher than the Malaysian statutory income tax rate mainly due to expenses not deductible for tax purposes partially offset by income not subjected to tax.

6. Profit Before Taxation

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

	Current quarter RM'000	Current financial year-to-date RM'000
Charges:		
Finance cost	161,380	558,875
Depreciation and amortisation	508,496	1,904,591
Impairment losses and write off of receivables	141,276	772,471
Deferred expenses written off	-	137,124
Impairment losses	33,593	456,028
Net loss on disposal of quoted available-for-sale financial assets	226,945	14,766
Inventories written off	250	643
Net fair value (gain)/loss on derivative financial instruments	(115,990)	585,064
	<u></u>	<u></u>
Credits:		
Interest income	189,169	580,898
Investment income	33,639	146,071
Gain on sale of land	-	4,053
Gain on disposal of indirect subsidiaries	-	1,082
Net gain on disposal of property, plant and equipment	271	361
Reversal of previously recognised impairment losses	-	227,044
Net gain on disposal of unquoted available-for-sale financial assets	-	3,733
Gain on deemed dilution of shareholding in associate	3,521	107,490
Gain arising from acquisition of business	52,423	52,423
Net foreign exchange (loss)/gain	(106,506)	603,618
	<u></u>	<u></u>

7. Status of Corporate Proposals Announced

(i) **Joint venture for the development and cultivation of oil palm plantation of approximately 69,000 hectares located at Kabupaten Kapuas and Barito Selatan, Kalimantan Tengah, Republic of Indonesia (“Joint Venture”)**

With reference to GENP’s previous announcements in respect of the Joint Venture, GENP had on 14 September 2015 announced that all conditions precedent have been fulfilled in respect of the Conditional Sale and Purchase Agreement entered on 30 March 2012 between Universal Agri Investment Pte Ltd (“UAI”), a subsidiary of GlobalIndo Holdings Pte Ltd (formerly known as Global Agripalm Investment Holdings Pte Ltd) (“JV Co”), and affiliates of the Vendor for UAI to acquire 95% equity interest of PT United Agro Indonesia (“PT UAI”).

Accordingly, PT UAI became a subsidiary of GENP upon completion of the transfer of shares held by the affiliates of the Vendor in PT UAI to UAI on 14 September 2015.

The total Purchase Price and Subscription Price under the Joint Venture attributable to GENP of USD94,399,324 as set out below is within the USD116,000,000 as agreed under the Sale and Purchase and Subscription Agreement dated 13 April 2012 for the Joint Venture (“SPSA”):

	USD
Purchase Price and Subscription Price paid on 8 October 2012 under the SPSA	72,970,676
Balance of the Purchase Price based on the Additional Planted Area and upon completion of the Proposed PT UAI Acquisition	<u>21,428,648</u>
	<u>94,399,324</u>

The balance of Purchase Price was arrived at after adjustments on the size of the planted and plantable area, prevailing stage and conditions of planting and any outstanding third party liabilities in accordance with the terms and conditions of the SPSA.

On the same date, the JV Co had disposed 3 of its subsidiaries, namely Asia Pacific Agri Investment Pte Ltd, Transworld Agri Investment Pte Ltd and PT Globalindo Mitra Abadi Lestari to affiliates of the Vendor.

(ii) **Shareholders’ mandate for the disposal of GENHK shares**

On 11 May 2015, GENM announced its proposal to obtain a mandate from its non-interested shareholders for the disposal by Resorts World Limited, an indirect wholly owned subsidiary of GENM, of the entire 1,431,059,180 ordinary shares of USD0.10 each in GENHK (“Disposal Mandate”). On 2 July 2015, the Disposal Mandate was approved by the non-interested shareholders and is valid for a period of 1 year from the approval date.

(iii) **Proposed disposal of leasehold land**

On 15 October 2015, GENM announced that its direct wholly owned subsidiary, Genting Highlands Tours and Promotion Sdn Bhd had entered into a conditional sale and purchase agreement with Esprit Icon Sdn Bhd, a wholly owned subsidiary of GENP, to dispose of two parcels of adjoining leasehold land in Segambut measuring an aggregate land area of 380,902 square feet with buildings erected thereon for a total cash consideration of RM65.8 million (“Proposed Disposal”). The Proposed Disposal is expected to be completed in the first quarter of 2016.

GENP made a similar announcement on 15 October 2015.

Other than the above, there were no other corporate proposals announced but not completed as at 16 February 2016.

8. Group Borrowings and Debt Securities

The details of the Group's borrowings and debt securities as at 31 December 2015 are as set out below:

	Secured/ Unsecured	Foreign Currency 'million		RM Equivalent 'million
Short term borrowings	Secured	SGD	164.2	503.2
	Secured	USD	136.3	587.7
	Unsecured	GBP	62.0	396.4
Long term borrowings	Secured	SGD	1,513.9	4,637.7
	Secured	USD	1,049.0	4,521.5
	Secured			8.3
	Unsecured	GBP	134.5	860.3
	Unsecured			6,989.6

9. Outstanding Derivatives

As at 31 December 2015, the values and maturity analysis of the outstanding derivatives of the Group are as follows:

Types of Derivative	Contract/ Notional Value RM'million	Fair Value Assets/ (Liabilities) RM'million
<u>Cross Currency Swaps</u>		
USD	331.4	
- Less than 1 year		(0.4)
- 1 year to 3 years		10.3
- More than 3 years		108.8
SGD	183.8	
- Less than 1 year		(6.1)
- 1 year to 3 years		(13.9)
- More than 3 years		(38.4)
<u>Interest Rate Swaps</u>		
USD	2,970.1	
- Less than 1 year		(59.0)
- 1 year to 3 years		(89.5)
- More than 3 years		(126.4)
GBP	422.0	
- Less than 1 year		(3.4)
- 1 year to 3 years		(1.5)
<u>Interest Rate Capped Libor-In-Arrears Swap</u>		
USD	43.1	
- Less than 1 year		(0.5)
<u>Forward Foreign Currency Exchange</u>		
USD	13.8	
- Less than 1 year		(0.1)
SGD	25.4	
- Less than 1 year		1.7
- 1 year to 3 years		1.7
<u>Commodity Collar</u>		
USD	N/A	
- Less than 1 year		91.4

During the current financial year ended 31 December 2015, the Group entered into commodity collar contracts for crude oil to manage the Group's exposure to crude oil price fluctuation and hence moderate the effects of such fluctuations on the Group's financial performance.

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 2014:

- (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.

10. Fair Value Changes of Financial Liabilities

The details of fair value changes of financial liabilities for the current quarter and current financial year ended 31 December 2015 are as follows:

Type of financial liabilities	Current quarter fair value gain RM'million	Current financial year-to-date fair value loss RM'million	Basis of fair value measurement	Reasons for the gain/(loss)
Interest Rate Swaps	2.2	(2.1)	Interest rate differential between the fixed contracted rate and the current market fixing rate.	The interest rates differential between the contracted rate and the market rate up to the respective maturity dates of the contracts have moved unfavourably for the Group.
Compound Financial Instruments	80.2	(679.1)	The fair value of the derivatives is determined by using valuation techniques and the assumptions are based on the market rates at the date of purchase for initial recognition, and at each reporting date for subsequent measurement.	The market rates at the reporting date have moved unfavourably for the Group.

11. Changes in Material Litigation

On the status of the legal suit No. K22-245 of 2002 against GENP and Genting Tanjung Bahagia Sdn Bhd, a wholly owned subsidiary of GENP, being the Second and Third Defendants and 6 other Defendants instituted by certain natives claiming Native Customary Rights over the agricultural land or part thereof held under title number CL095330724 measuring approximately 8,830 hectares situated at Sungai Tongod, District of Kinabatangan, Sandakan, Sabah, the High Court had proceeded with the trial since 26 November 2012 and it is still ongoing.

Other than the above, there have been no changes to the status of the aforesaid litigation as at 15 February 2016.

There were also no other pending material litigations since the last financial year ended 31 December 2014 and up to 16 February 2016.

12. Dividend Proposed or Declared

- (a)
 - i) A final single-tier dividend for the current financial year ended 31 December 2015 has been recommended by the Directors for approval by shareholders;
 - ii) The recommended final single-tier dividend, if approved, would amount to 3.5 sen per ordinary share of 10 sen each;
 - iii) The final single-tier dividend paid for the previous financial year ended 31 December 2014 was 3.0 sen per ordinary share of 10 sen each; and
 - iv) The date of payment of the recommended final single-tier dividend shall be determined by the Directors and announced at a later date.
- (b) The total single-tier dividend payable for the current financial year ended 31 December 2015, subject to the approval of the shareholders, is 3.5 sen per ordinary share of 10 sen each.

13. Earnings Per Share (“EPS”)

- (a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter and current financial year ended 31 December 2015 is as follows:

	Current quarter RM'000	Current financial year-to-date RM'000
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Basic EPS)	338,946	1,388,012
Net impact on earnings on potential exercise of Employee Share Options and Performance Share Scheme awarded to executives of the Company's subsidiary and warrants issued to shareholders of the Company's subsidiary	-	(407)
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS)	<u>338,946</u>	<u>1,387,605</u>

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter and current financial year ended 31 December 2015 is as follows:

	Current quarter No. of shares '000	Current financial year-to-date No. of shares '000
Weighted average number of ordinary shares in issue (used as denominator for the computation of Basic EPS)	3,717,076	3,717,679
Adjustment for potential conversion of warrants	-	10,401
Weighted average number of ordinary shares in issue (used as denominator for the computation of Diluted EPS)	<u>3,717,076</u>	<u>3,728,080</u>

14. Realised and Unrealised Profits/Losses

The breakdown of the retained profits of the Group as at 31 December 2015, into realised and unrealised profits, pursuant to a directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

	As at the end of current quarter RM'million	As at the end of last financial year RM'million
Total retained profits/(accumulated losses):		
- Realised	33,826.6	30,964.7
- Unrealised	(1,355.7)	(1,009.8)
	<u>32,470.9</u>	<u>29,954.9</u>
Total share of retained profits/(accumulated losses) from associates:		
- Realised	393.9	359.4
- Unrealised	(21.6)	(30.8)
Total share of retained profits from joint ventures:		
- Realised	228.7	92.7
- Unrealised	-	3.1
	<u>33,071.9</u>	<u>30,379.3</u>
Less: Consolidation adjustments	(10,062.8)	(8,728.7)
Total Group retained profits	<u>23,009.1</u>	<u>21,650.6</u>

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for the purposes of complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

15. Exemption for Kien Huat Realty Sdn Berhad (“KHR”) and persons acting in concert with it (“PACs”) from the obligation to undertake a mandatory take-over

On 6 November 2013, KHR and PACs obtained approval from the Securities Commission Malaysia to exempt KHR and the PACs from the obligation to undertake a mandatory take-over offer on the remaining voting shares in the Company not already held by them upon the exercise of the warrants by KHR and/or the PACs (“Exemption”). The Exemption is effective until:

- (i) the full exercise of the 424,632,772 warrants subscribed by KHR and the PACs; or
- (ii) the expiry of the warrants on 18 December 2018; or
- (iii) the Exemption is no longer relevant when the collective shareholding of KHR and the PACs is more than 50% of the voting shares or voting rights of the Company.

whichever occurs first.

As at 16 February 2016, KHR and the PACs collectively hold 1,698,531,090 voting shares and 424,632,772 warrants in the Company representing approximately 45.70% and 57.34% of the total outstanding voting shares and warrants in the Company, and have not acquired any voting shares, voting rights or warrants since the Exemption came into effect on 6 November 2013, other than the 424,632,772 warrants subscribed by them under the non-renounceable restricted issue of new warrants in December 2013.

Assuming only KHR and the PACs exercise their warrants in full (but not other warrant holders), then the total voting shares held by KHR and the PACs will increase to 2,123,163,862 representing approximately 51.26% in the Company, and a mandatory take-over offer obligation for the remaining voting shares in the Company will not arise from the exercise of the warrants provided that the Exemption remains in effect.

16. 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 2014 did not contain any qualification.

17. 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 23 February 2016.