GENTING BERHAD

FOURTH QUARTERLY REPORT

Quarterly report on consolidated results for the financial year ended 31 December 2019. The figures for the cumulative period have been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2019 RM'000	Preceding Year Corresponding Quarter 31/12/2018 RM'000	Current Year-To-Date 31/12/2019 RM'000	Preceding Year Corresponding Period 31/12/2018 RM'000
Revenue	**5,303,023**	5,397,445	**21,616,543**	20,852,973
Cost of sales	**(3,573,147)**	(3,534,572)	**(14,325,423)**	(13,029,891)
Gross profit	**1,729,876**	1,862,873	**7,291,120**	7,823,082
Other income	**353,816**	308,047	**1,272,688**	1,149,928
Net impairment losses	**(13,473)**	(72,420)	**(398,720)**	(2,005,112)
Other expenses	**(708,920)**	(729,640)	**(2,586,237)**	(2,457,934)
Other gains/(losses)	**37,772**	(6,384)	**11,422**	(212,861)
Finance cost	**(270,199)**	(253,380)	**(1,096,970)**	(1,013,140)
Share of results in joint ventures and associates	**(9,331)**	19,989	**89,279**	134,435
Profit before taxation	**1,119,541**	1,129,085	**4,582,582**	3,418,398
Taxation	**(184,321)**	105,224	**(901,487)**	(974,529)
Profit for the period	**935,220**	1,234,309	**3,681,095**	2,443,869
Profit attributable to:				
Equity holders of the Company	**528,822**	655,161	**1,995,823**	1,365,581
Non-controlling interests	**406,398**	579,148	**1,685,272**	1,078,288
	935,220	1,234,309	**3,681,095**	2,443,869
Earnings per share (sen) for profit attributable to equity holders of the Company:				
- Basic	**13.73**	17.01	**51.83**	35.58
- Diluted	**13.71**	16.97	**51.71**	35.56

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	UNAUDITED INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2019 RM'000	Preceding Year Corresponding Quarter 31/12/2018 RM'000	Current Year-To-Date 31/12/2019 RM'000	Preceding Year Corresponding Period 31/12/2018 RM'000
Profit for the period	**935,220**	1,234,309	**3,681,095**	2,443,869
Other comprehensive income/(loss)				
Items that will not be reclassified subsequently to profit or loss:				
Actuarial gain/(loss) on retirement benefit liability	**8,741**	(5,150)	**8,741**	(5,150)
Changes in the fair value of equity investments at fair value through other comprehensive income	**89,405**	(560,175)	**112,207**	(654,064)
	98,146	(565,325)	**120,948**	(659,214)
Items that will be reclassified subsequently to profit or loss:				
Cash flow hedges				
- Fair value (loss)/gain	**(48,474)**	109,582	**(100,176)**	101,638
- Reclassifications	**(903)**	955	**74,822**	3,696
Share of other comprehensive (loss)/income of joint ventures and associates	**(9,186)**	3,331	**2,100**	14,161
Net foreign currency exchange differences	**(23,979)**	375,057	**(79,563)**	305,476
	(82,542)	488,925	**(102,817)**	424,971
Other comprehensive income/(loss) for the period, net of tax	**15,604**	(76,400)	**18,131**	(234,243)
Total comprehensive income for the period	**950,824**	1,157,909	**3,699,226**	2,209,626
Total comprehensive income attributable to:				
Equity holders of the Company	**513,541**	526,940	**1,969,113**	1,120,387
Non-controlling interests	**437,283**	630,969	**1,730,113**	1,089,239
	950,824	1,157,909	**3,699,226**	2,209,626

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

	As At 31 Dec 2019 RM'000	As At 31 Dec 2018 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	**41,304,014**	38,996,086
Land held for property development	**367,611**	370,700
Investment properties	**1,690,172**	1,995,185
Leasehold land use rights	**-**	664,644
Intangible assets	**5,739,620**	5,677,111
Rights of use of oil and gas assets	**3,376,414**	3,544,186
Rights of use of lease assets	**4,252,376**	-
Joint ventures	**1,334,897**	1,667,814
Associates	**1,322,519**	710,750
Financial assets at fair value through other comprehensive income	**1,051,747**	514,270
Financial assets at fair value through profit or loss	**947,159**	679,564
Derivative financial instruments	**3,056**	25,858
Deferred tax assets	**375,658**	394,899
Other non-current assets	**4,000,735**	4,332,593
	65,765,978	59,573,660
CURRENT ASSETS		
Property development costs	**45,681**	44,833
Inventories	**668,658**	685,329
Produce growing on bearer plants	**6,906**	3,833
Trade and other receivables	**2,538,665**	2,433,927
Amounts due from joint ventures and associates	**76,529**	154,313
Financial assets at fair value through other comprehensive income	**487,169**	383,152
Financial assets at fair value through profit or loss	**1,476,650**	757,810
Derivative financial instruments	**1,141**	23,043
Restricted cash	**662,621**	1,059,262
Cash and cash equivalents	**30,282,176**	30,987,855
	36,246,196	36,533,357
Assets classified as held for sale	**4,205**	34,434
	36,250,401	36,567,791
TOTAL ASSETS	**102,016,379**	96,141,451
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	**3,056,175**	3,056,175
Treasury shares	**(221,206)**	(221,206)
Reserves	**32,497,233**	31,438,761
	35,332,202	34,273,730
Non-controlling interests	**23,941,797**	23,114,496
TOTAL EQUITY	**59,273,999**	57,388,226
NON-CURRENT LIABILITIES		
Long term borrowings	**29,390,159**	25,163,533
Lease liabilities	**818,043**	-
Deferred tax liabilities	**2,170,320**	2,363,613
Derivative financial instruments	**7,514**	114,341
Other non-current liabilities	**926,870**	993,418
	33,312,906	28,634,905
CURRENT LIABILITIES		
Trade and other payables	**5,747,299**	5,251,453
Amounts due to joint ventures and associates	**40,946**	53,466
Short term borrowings	**2,739,775**	4,060,960
Derivative financial instruments	**42,653**	29,253
Lease liabilities	**111,398**	-
Taxation	**747,403**	709,584
	9,429,474	10,104,716
Liabilities classified as held for sale	**-**	13,604
	9,429,474	10,118,320
TOTAL LIABILITIES	**42,742,380**	38,753,225
TOTAL EQUITY AND LIABILITIES	**102,016,379**	96,141,451
NET ASSETS PER SHARE (RM)	**9.18**	8.90

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Attributable to equity holders of the Company								
	Share Capital RM'000	Fair Value Reserve RM'000	Cash Flow Hedge Reserve RM'000	Foreign Exchange & Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
At 1 January 2019, as previously reported	3,056,175	(328,873)	25,068	(1,314,750)	33,057,316	(221,206)	34,273,730	23,114,496	57,388,226
Effects of adoption of MFRS 16 (see Note (I) (a))	-	-	-	(54)	(1,607)	-	(1,661)	(1,629)	(3,290)
At 1 January 2019, as restated	3,056,175	(328,873)	25,068	(1,314,804)	33,055,709	(221,206)	34,272,069	23,112,867	57,384,936
Profit for the year	-	-	-	-	1,995,823	-	1,995,823	1,685,272	3,681,095
Other comprehensive income/(loss)	-	112,207	(31,298)	(95,225)	(12,394)	-	(26,710)	44,841	18,131
Total comprehensive income/(loss) for the year	-	112,207	(31,298)	(95,225)	1,983,429	-	1,969,113	1,730,113	3,699,226
Effects arising from changes in composition of the Group	-	-	-	-	(167,463)	-	(167,463)	322,472	155,009
Performance-based Employee Share Scheme by subsidiaries	-	-	-	-	9,345	-	9,345	(9,345)	-
Effects of share-based payment	-	-	-	-	-	-	-	76,028	76,028
Dividends to non-controlling interests	-	-	-	-	-	-	-	(1,290,338)	(1,290,338)
Appropriation:									
Special single-tier dividend for financial year ended 31 December 2018	-	-	-	-	(269,540)	-	(269,540)	-	(269,540)
Final single-tier dividend for financial year ended 31 December 2018	-	-	-	-	(231,035)	-	(231,035)	-	(231,035)
Interim single-tier dividend for financial year ended 31 December 2019	-	-	-	-	(250,287)	-	(250,287)	-	(250,287)
Balance at 31 December 2019	3,056,175	(216,666)	(6,230)	(1,410,029)	34,130,158	(221,206)	35,332,202	23,941,797	59,273,999

(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 2018)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	Attributable to equity holders of the Company									
	Share Capital RM'000	Warrants Reserve RM'000	Fair Value Reserve RM'000	Cash Flow Hedge Reserve RM'000	Foreign Exchange & Other Reserves RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
At 1 January 2018	2,818,659	946,294	281,548	(52,112)	(1,587,141)	31,596,788	(221,206)	33,782,830	23,308,482	57,091,312
Profit for the year	-	-	-	-	-	1,365,581	-	1,365,581	1,078,288	2,443,869
Other comprehensive (loss)/income	-	-	(592,811)	77,180	272,391	(1,954)	-	(245,194)	10,951	(234,243)
Total comprehensive (loss)/income for the year	-	-	(592,811)	77,180	272,391	1,363,627	-	1,120,387	1,089,239	2,209,626
Transfer of warrants reserve upon expiry of warrants to retained earnings	-	(908,685)	-	-	-	908,685	-	-	-	-
Transfer of gain on disposal of equity investments at fair value through other comprehensive income to retained earnings	-	-	(17,610)	-	-	17,610	-	-	-	-
Effects arising from changes in composition of the Group	-	-	-	-	-	(11,590)	-	(11,590)	(103,424)	(115,014)
Performance-based Employee Share Scheme by subsidiaries	-	-	-	-	-	7,583	-	7,583	(7,583)	-
Effects of share-based payment	-	-	-	-	-	-	-	-	81,041	81,041
Issue of shares upon exercise of warrants	237,516	(37,609)	-	-	-	-	-	199,907	-	199,907
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	(1,253,259)	(1,253,259)
Appropriation:										
Special single-tier dividend for financial year ended 31 December 2017	-	-	-	-	-	(268,205)	-	(268,205)	-	(268,205)
Final single-tier dividend for financial year ended 31 December 2017	-	-	-	-	-	(229,902)	-	(229,902)	-	(229,902)
Interim single-tier dividend for financial year ended 31 December 2018	-	-	-	-	-	(327,280)	-	(327,280)	-	(327,280)
Balance at 31 December 2018	3,056,175	-	(328,873)	25,068	(1,314,750)	33,057,316	(221,206)	34,273,730	23,114,496	57,388,226

(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 2018)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	**4,582,582**	3,418,398
Adjustments for:		
Depreciation and amortisation	**2,631,860**	2,223,738
Finance cost	**1,096,970**	1,013,140
Net impairment losses	**398,720**	2,005,112
Impairment and write off of receivables	**312,581**	168,756
Loss on discontinued cash flow hedge	**74,008**	-
Assets written off	**38,094**	47,936
Provision for termination related costs	**27,602**	-
Interest income	**(720,484)**	(838,080)
Net gain on disposal of a subsidiary and investment properties	**(270,811)**	-
Share of results in joint ventures and associates	**(89,279)**	(134,435)
Net fair value (gain)/loss on financial assets at fair value through profit or loss	**(53,518)**	196,296
Investment income	**(51,314)**	(34,511)
Net exchange gain – unrealised	**(47,977)**	(47,901)
Net (gain)/loss on derecognition and changes in shareholding of joint ventures and associates	**(37,374)**	1,770
Other non-cash items	**98,720**	147,653
	3,407,798	4,749,474
Operating profit before changes in working capital	**7,990,380**	8,167,872
Net change in current assets	**(231,712)**	(429,154)
Net change in current liabilities	**189,164**	116,734
	(42,548)	(312,420)
Cash generated from operations	**7,947,832**	7,855,452
Tax paid (net of tax refund)	**(1,123,791)**	(1,012,879)
Retirement gratuities paid	**(26,957)**	(3,090)
Other operating activities	**(4,573)**	(9,225)
	(1,155,321)	(1,025,194)
NET CASH FROM OPERATING ACTIVITIES	**6,792,511**	6,830,258
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(6,551,215)**	(4,502,085)
Increase in investments, intangible assets and other long term financial assets	**(2,227,541)**	(1,110,468)
Net cash outflow from acquisition of subsidiaries (see note (a) below)	**(55,110)**	-
Interest received	**732,088**	604,814
Proceeds from disposal of investment properties	**425,055**	-
Proceeds from disposal of a subsidiary (see note (b) below)	**177,795**	-
Net cash inflow on deemed acquisition of subsidiaries	**167,544**	-
Repayment of amount due from a joint venture	**149,107**	-
Proceeds from disposal of property, plant and equipment	**126,348**	132,509
Dividends received from joint ventures	**52,362**	11,185
Proceeds from redemption of unquoted preference shares	**25,000**	-
Proceeds from disposal of investments	**-**	298,877
Proceeds from disposal of assets and liabilities classified as held for sale	**-**	35,348
Other investing activities	**133,342**	111,859
NET CASH USED IN INVESTING ACTIVITIES	**(6,845,225)**	(4,417,961)

GENTING BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (Cont'd)

	Current Year-To-Date RM'000	Preceding Year Corresponding Period RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings and payment of transaction costs	**(8,699,470)**	(2,221,544)
Finance cost paid	**(1,409,406)**	(1,197,608)
Dividends paid to non-controlling interests	**(1,290,338)**	(1,253,259)
Dividends paid	**(750,862)**	(825,387)
Settlement of derivative financial instruments	**(146,101)**	-
Repayment of lease liabilities	**(143,582)**	-
Buy-back of shares by a subsidiary	**(40,089)**	(111,426)
Proceeds from bank borrowings and issuance of notes and medium term notes by subsidiaries	**11,566,416**	3,775,287
Restricted cash	**328,580**	313,199
Proceeds from issue of shares upon exercise of warrants	**-**	199,907
Other financing activities	**(45,923)**	58,465
NET CASH USED IN FINANCING ACTIVITIES	**(630,775)**	(1,262,366)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	**(683,489)**	1,149,931
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	**30,987,855**	29,491,877
EFFECTS OF CURRENCY TRANSLATION	**(22,190)**	346,047
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	**30,282,176**	30,987,855
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Bank balances and deposits	**26,089,639**	24,710,879
Money market instruments	**4,192,537**	6,276,976
	30,282,176	30,987,855

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018)

(a) ACQUISITION OF SUBSIDIARIES

Fair value of the net assets acquired and net cash outflow on acquisition of subsidiaries by Genting Malaysia Berhad ("GENM"), which is 49.5% owned by the Company, as disclosed in Part I(j)ii) of this interim financial report, are analysed as follows:

Group	**As at date of acquisition RM'000**
Property, plant and equipment	**(1,903)**
Intangible assets	**(9,516)**
Deferred tax assets	**(4,568)**
Cash and cash equivalents	**(1,254)**
Trade and other receivables	**(3,097)**
Deferred tax liabilities	**837**
Trade and other payables	**3,685**
Provision for taxation	**300**
Goodwill on acquisition	**(54,229)**
Total purchase consideration	**(69,745)**
Less: Cash and cash equivalents acquired	**1,254**
Deferred consideration	**13,381**
Net cash outflow from acquisition of subsidiaries	**(55,110)**

(b) DISPOSAL OF A SUBSIDIARY

The details of the net assets disposed and net cash inflow on disposal of a subsidiary by GENM, as disclosed in Part I(j)i) of this interim financial report, are analysed as follows:

Group	**As at date of disposal RM'000**
Property, plant and equipment	**33,890**
Deferred tax assets	**471**
Intangible assets	**2,673**
Inventories	**442**
Trade and other receivables	**710**
Cash and cash equivalents	**2,494**
Trade and other payables	**(2,664)**
Net assets disposed	**38,016**
Reclassification of currency translation reserve	**3,610**
	41,626
Gain on disposal	**138,663**
Cash proceeds from disposal	**180,289**
Less: Cash and cash equivalents in subsidiary disposed of	**(2,494)**
Net cash inflow on disposal	**177,795**

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018)

(I) Compliance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting

(a) Accounting Policies, Presentation and Methods of Computation

The interim financial report has been prepared in accordance with MFRS 134 "Interim Financial Reporting" and paragraph 9.22 of Bursa Malaysia Securities Berhad ("Bursa Securities") Listing Requirements. The 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 2018. The accounting policies, presentation and methods of computation adopted for the interim financial report are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2018 except for the adoption of new MFRSs, amendments to published standards and IC Interpretations for the Group for the financial year beginning 1 January 2019:

- MFRS 16 "Leases"
- Amendments to MFRS 9 "Prepayment Features with Negative Compensation"
- Amendments to MFRS 119 "Plan Amendment, Curtailment or Settlement"
- Amendments to MFRS 128 "Long-term Interests in Associates and Joint Ventures"
- Annual Improvements to MFRSs 2015 - 2017 Cycle
- IC Interpretation 23 "Uncertainty over Income Tax Treatments"

The adoption of these new MFRSs, amendments to published standards and IC interpretations did not have any material impact on the interim financial report of the Group except for the following:

<u>MFRS 16 "Leases"</u>

MFRS 16 eliminates the classification of leases by the lessee as either finance leases or operating leases. MFRS 16 introduces a single accounting model, requiring the lessee to recognise the "right-of-use" of the underlying asset and the lease liability reflecting future lease payments liabilities in the statement of financial position. The rights of use of lease assets is depreciated in accordance with the principle in MFRS 116 "Property, Plant and Equipment" and the lease liability is accreted over time with interest expense recognised in the income statement. For lessors, MFRS 16 retains most of the requirements in MFRS 117. Lessors continue to classify all leases as either operating leases or finance leases and account for them differently.

The Group has adopted MFRS 16 retrospectively from 1 January 2019 using the simplified transition approach and has not restated comparatives for the 2018 reporting period, as permitted under the standard. The reclassifications and adjustments arising from the new leasing rules are therefore recognised in the opening balance of statement of financial position as at 1 January 2019.

As permitted by the exemptions under the standard, the Group has not applied the principles of MFRS 16 to short term leases (a lease with lease term of 12 months or less from date of commencement) and leases for which the underlying asset is of low value.

The impact of adoption of MFRS 16 on operating leases and finance leases are as follows:

(i) Leases previously classified as operating leases

On adoption of MFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified as "operating leases" under the principles of MFRS 117. These liabilities are measured at the present value of the remaining lease payments and discounted using the lessee's incremental borrowing rate as of 1 January 2019.

On a lease-by-lease basis, the Group measures the associated rights of use of lease asset on a retrospective basis either at its carrying amount as if the new rules had always been applied or at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised as at 31 December 2018.

In applying MFRS 16 for the first time, the Group has applied the following practical expedients:

(a) The use of a single discount rate to a portfolio of leases with reasonably similar characteristics;
(b) Reliance on previous assessments on whether leases are onerous;
(c) The accounting for operating leases with a remaining lease term of less than 12 months as at the date of initial application as short term leases;
(d) The exclusion of initial direct costs for the measurement of the rights of use of lease asset at the date of initial application; and
(e) The use of hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

The Group has also elected not to reassess whether a contract is, or contains a lease at the date of initial application. Instead, for contracts entered into before the transition date, the Group relied on its assessment by applying MFRS 117 and IC Interpretation 4 “Determining whether an Arrangement contains a Lease”.

(ii) Leases previously classified as finance leases

For leases previously classified as finance leases, the Group recognised the carrying amount of the lease asset and lease liability immediately before transition as the carrying amount of the rights of use of lease assets and lease liabilities on the date of initial application. The measurement principles of MFRS 16 are then applied after that date. Consequently, reclassifications from property, plant and equipment and finance lease liabilities which have been included in borrowings have been made to rights of use of lease assets and lease liabilities respectively on the date of initial application.

The table below shows the impact of changes to the condensed consolidated statement of financial position of the Group resulting from the adoption of MFRS 16 as at 1 January 2019:

	1 Jan 2019 as previously stated	**Effects of adoption of MFRS 16**	**1 Jan 2019 as stated**
	RM'000	**RM'000**	**RM'000**
Group			
Non-current assets			
Property, plant and equipment	38,996,086	(2,683,721)	36,312,365
Leasehold land use rights	664,644	(664,644)	-
Rights of use of lease assets	-	4,094,828	4,094,828
Other non-current assets	4,332,593	(11,351)	4,321,242
Current asset			
Trade and other receivables	2,433,927	(18,218)	2,415,709
Non-current liabilities			
Long term borrowings	25,163,533	(39,724)	25,123,809
Lease liabilities	-	712,728	712,728
Other non-current liabilities	993,418	(16,965)	976,453
Current liabilities			
Trade and other payables	5,251,453	(6,667)	5,244,786
Short term borrowings	4,060,960	(10,858)	4,050,102
Lease liabilities	-	81,670	81,670
Equity			
Foreign exchange & other reserves	(1,314,750)	(54)	(1,314,804)
Retained earnings	33,057,316	(1,607)	33,055,709
Non-controlling interests	23,114,496	(1,629)	23,112,867
Net assets per share (RM)	8.90	-	8.90

The impact on the Group's financial performance upon adoption of MFRS 16 in the current financial year is as follows:

(i) Consolidated Income Statement
Expenses which had included operating lease rental within adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") are now replaced by interest expense on lease liabilities (included within "finance cost") and amortisation of rights of use of lease assets (included within "depreciation and amortisation"); and

(ii) Consolidated Statement of Cash Flows
Operating lease rental outflow previously recorded within "net cash flow from operating activities" are now classified as "net cash flow from financing activities" for repayment of lease liabilities.

(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 2019.

(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) On 4 February 2019, LLPL Capital Pte Ltd, a 57.9% owned indirect subsidiary of the Company, issued USD775,000,000 6.875% guaranteed secured senior notes due 2039 ("Senior Notes"). The Senior Notes were listed on Singapore Exchange Securities Trading Limited on 7 February 2019. The Senior Notes are unconditionally and irrevocably guaranteed by PT Lestari Banten Energi, a 55.0% owned indirect subsidiary of the Company.

(ii) On 17 April 2019, the Company through its indirect wholly owned subsidiaries, Resorts World Las Vegas LLC ("RWLV") and RWLV Capital Inc., issued USD1,000,000,000 aggregate principal amount of 4.625% Senior Notes due 2029 ("Notes"). The Notes were listed on Singapore Exchange Securities Trading Limited on 17 April 2019. The Notes have the benefit of various funding agreements provided by Genting Overseas Holdings Limited, a direct wholly owned subsidiary of the Company. The Notes also have the benefit of a keepwell deed provided by the Company.

Concurrent with the issuance of the Notes, RWLV has on 16 April 2019 also entered into and closed on the USD1.6 billion senior secured credit facilities, comprising a USD400 million term loan facility, which was fully drawn in connection with the closing, and a USD1,200 million revolving credit facility.

(iii) On 25 April 2019, Resorts World at Sentosa Pte. Ltd., an indirect wholly owned subsidiary of Genting Singapore Limited ("GENS"), which is 52.7% owned by the Company, has made a voluntary full prepayment of the outstanding SGD680 million under its SGD2.27 billion syndicated senior secured credit facilities and cancelled the said facilities. Restricted cash which had been pledged as security for loan repayments and interest was fully released.

(iv) On 17 September 2019, Genting RMTN Berhad ("Genting RMTN"), a wholly owned subsidiary of the Company, has made a lodgement with the Securities Commission Malaysia ("SC") pursuant to the SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework for the establishment of a medium term notes ("MTNs") programme of RM10.0 billion in nominal value ("MTN Programme").

On 8 November 2019, Genting RMTN issued RM1.0 billion in nominal value of MTNs via 2 tranches under the MTN Programme, comprising RM0.46 billion 10-year MTNs at coupon rate of 4.18% per annum and RM0.54 billion 15-year MTNs at coupon rate of 4.38% per annum, which are guaranteed by the Company. The coupon is payable semi-annually.

Other than the above, there were no other material issuance, cancellation, share buy-back, resale and repayment of debt securities or equity securities for the current financial year ended 31 December 2019.

(f) **Dividends Paid**

Dividends paid during the current financial year ended 31 December 2019 are as follows:

		RM'million
i)	Special single-tier dividend paid on 8 April 2019 for the financial year ended 31 December 2018	
	- 7.0 sen per ordinary share	269.5
ii)	Final single-tier dividend paid on 25 July 2019 for the financial year ended 31 December 2018	
	- 6.0 sen per ordinary share	231.0
iii)	Interim single-tier dividend paid on 18 November 2019 for the financial year ended 31 December 2019	
	- 6.5 sen per ordinary share	250.3
		750.8

(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 geographic and industry perspective. The performance of the operating segments is based on a measure of adjusted EBITDA. Items not forming part of the adjusted EBITDA include net fair value gain or loss on financial assets, gain or loss on disposal of assets, assets written off, gain or loss on changes in shareholding in joint ventures and associates, project costs written off, impairment losses, reversal of previously recognised impairment losses and pre-opening and development expenses.

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

Segment analysis for the current financial year ended 31 December 2019 is set out below:

RM'million	Leisure & Hospitality					Plantation			Power	Property	Oil & Gas	Investments & Others	Total
	Malaysia	**Singapore**	**United Kingdom and Egypt**	**United States of America and Bahamas**	**Total**	**Oil Palm Plantation**	**Downstream Manufacturing**	**Total**					
Revenue													
Total revenue	7,789.7	7,525.9	1,676.4	1,469.4	18,461.4	1,275.6	1,379.7	2,655.3	1,060.3	231.1	314.8	186.1	22,909.0
Inter/intra segment	(731.0)	(0.4)	-	-	(731.4)	(511.3)	-	(511.3)	-	(6.4)	(5.3)	(38.1)	(1,292.5)
External	7,058.7	7,525.5	1,676.4	1,469.4	17,730.0	764.3	1,379.7	2,144.0	1,060.3	224.7	309.5	148.0	21,616.5
Adjusted EBITDA	2,651.3	3,728.2	231.6	289.3	6,900.4	330.5	58.4	388.9	453.6	83.1	214.9	(157.9)	7,883.0
Main foreign currency	RM	SGD	GBP	USD		RM/^IDR	RM		RM/^IDR	USD	^RMB		
Exchange ratio of 1 unit/ 100 units^ of foreign currency to RM		3.0370	5.2913	4.1431		0.0293			0.0293	4.1431	59.9796		

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

	RM'million
Adjusted EBITDA	7,883.0
Net fair value gain on derivative financial instruments	0.2
Net fair value gain on financial assets at fair value through profit or loss ("FVTPL")	53.5
Net gain on derecognition and changes in shareholding of joint ventures and associates	37.4
Net gain on disposal of a subsidiary and investment properties	270.8
Net impairment losses	(398.7)
Depreciation and amortisation	(2,631.9)
Interest income	720.5
Finance cost	(1,097.0)
Share of results in joint ventures and associates	89.3
Others *	(344.5)
Profit before taxation	**4,582.6**

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

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

RM'million	**Leisure & Hospitality**					**Plantation**			**Power**	**Property**	**Oil & Gas**	**Investments & Others**	**Total**
	Malaysia	**Singapore**	**United Kingdom and Egypt**	**United States of America and Bahamas**	**Total**	**Oil Palm Plantation**	**Downstream Manufacturing**	**Total**					
Segment Assets	12,145.2	14,725.7	5,458.8	14,131.7	46,461.4	5,739.1	529.7	6,268.8	4,744.5	2,471.2	3,831.9	6,505.4	70,283.2
Segment Liabilities	2,384.5	1,485.7	1,190.2	1,053.0	6,113.4	286.5	52.1	338.6	422.6	276.3	362.8	181.0	7,694.7
Main foreign currency	RM	SGD	GBP	USD		RM/^IDR	RM		^IDR	USD	^RMB/^IDR		
Exchange ratio of 1 unit/ 100 units^ of foreign currency to RM		3.0539	5.3547	4.1400		0.0296			0.0296	4.1400	59.0872/ 0.0296		

	RM'million
A reconciliation of segment assets to total assets is as follows:	
Segment assets	70,283.2
Interest bearing instruments	28,471.0
Joint ventures	1,334.9
Associates	1,322.5
Unallocated corporate assets	604.8
Total assets	**102,016.4**
A reconciliation of segment liabilities to total liabilities is as follows:	
Segment liabilities	7,694.7
Interest bearing instruments	32,130.0
Unallocated corporate liabilities	2,917.7
Total liabilities	**42,742.4**

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

Notes

1. Total revenue from the Leisure & Hospitality segment of RM17,730.0 million for current financial year ended 31 December 2019 comprised gaming revenue and non-gaming revenue of RM12,577.5 million and RM5,152.5 million respectively. In respect of the Leisure & Hospitality non-gaming revenue:
   i) Hotel room revenue is recognised when services are rendered to the customers over their stay at the hotel.
   ii) Revenue from sales of food and beverage is recognised when the services are rendered to the customers.
   iii) Attractions revenue is recognised when tickets are used. Revenue from annual passes is amortised over the period of their validity.

2. Plantation revenue from sales of palm produce and its derivatives is recognised upon the delivery of goods at the point when control of the goods has been passed to the customers.

3. Revenue from sale of oil is recognised at a point in time upon delivery to customer at the delivery point and there is no unfulfilled obligation that could affect the customer's acceptance of the oils. Revenue from sale of electricity is recognised over time upon delivery to customer.

4. Revenue from property development projects is recognised upon the finalisation of sale and purchase agreements and is measured as the projects' activities progress over time by reference to the property development costs incurred to date as a percentage of the total estimated development costs of the respective projects. Revenue from sales of completed properties is recognised upon delivery of properties at the point when control of the properties has been passed to the buyers.

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

During the current financial year ended 31 December 2019, acquisitions and disposals of property, plant and equipment by the Group were RM7,330.1 million and RM133.6 million respectively.

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

On 12 February 2020, Genting Plantations Berhad ("GENP"), which is 55.4% owned by the Company, announced the proposed unwinding of the share sale and purchase agreement between GENP and Elevance Renewables Sciences Singapore Pte Ltd ("ERS Singapore") dated 11 July 2014 ("Share SPA") for the disposal by GENP of 72 million fully paid-up ordinary shares representing 25% of the entire share capital of Genting Biorefinery Sdn Bhd ("GIB") to ERS Singapore for a cash consideration of RM72.0 million ("Share Sale").

Concurrently, other existing agreements between GENP and its subsidiaries and ERS Singapore and its holding company, Elevance Renewable Sciences, Inc ("Elevance"), will also be unwound, amended or terminated.

The unwinding, amendment or termination of the Share SPA and the aforesaid agreements, respectively, are collectively referred to as "Proposed Transactions".

The Proposed Transactions involved the following:

(a) The unwinding of the Share SPA whereby ERS Singapore will transfer the 72 million fully paid-up ordinary shares, representing 25% equity interest in GIB, to GENP for a cash consideration of RM72.0 million. GENP shall pay ERS Singapore a net amount of RM64.0 million after setting off RM8.0 million owing by ERS Singapore for the initial Share Sale under the Share SPA against the said consideration of RM72.0 million;
(b) The unwinding of the Project Design and Consultancy Agreement ("PDC Agreement") between Elevance and GIB, whereby Elevance will refund RM64.0 million in cash, representing the entire sum of the design fee paid to date by GIB to Elevance under the PDC Agreement;
(c) The termination of all ancillary agreements between GENP, GIB, GENP Services Sdn Bhd (a wholly subsidiary of GENP), ERS Singapore and Elevance to facilitate the operations of the metathesis plant covering offtake, marketing and the provision of management services as well as to set out the rights and obligations of the shareholders of GIB; and
(d) The execution of a Supplemental Licensing and Catalyst Supply Agreement between Elevance and GIB for a final licence fee of USD1.67 million, whereby Elevance will continue to grant the metathesis licence and provide catalyst supply to GIB on the same terms and conditions as in the Licensing and Catalyst Supply Agreement.

(i) **Material Events Subsequent to the End of the Financial Year (Cont'd)**

The metathesis plant refers to GIB's existing 200,000 metric tonnes biodiesel plant located at the Palm Oil Industrial Cluster, Lahad Datu, Sabah which will be transformed to produce high value palm oil derivatives using Elevance's metathesis technology.

On 18 February 2020, GENP further announced that the Proposed Transactions have been completed.

Other than the above, there were no other material events subsequent to the end of the current financial year ended 31 December 2019 that have not been reflected in this interim financial report.

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

i) On 21 March 2019, Genting UK Plc, an indirect wholly owned subsidiary of GENM, entered into a Share Purchase Agreement with Sonco UK BidCo Limited to dispose of its entire equity interest in Coastbright Limited ("Coastbright"), an operator of Maxims casino in Kensington, London, for a total net cash consideration of GBP33.7 million (equivalent to approximately RM180.3 million). The Group realised a gain of approximately GBP26.6 million (equivalent to approximately RM138.7 million) from the disposal. The disposal was completed on 21 March 2019 and Coastbright ceased to be an indirect wholly owned subsidiary of GENM.

ii) On 30 October 2019, Genting Malta Limited, an indirect wholly owned subsidiary of GENM, acquired the entire share capital of Authentic Gaming Limited ("AGL") and Authentic Gaming Malta Limited ("AGML") for a total consideration of GBP13.0 million (equivalent to approximately RM69.7 million). The acquisition was completed on 30 October 2019 and AGL and AGML became indirect wholly owned subsidiaries of GENM.

iii) On 4 November 2019, Genting (USA) Limited ("GenUSA"), an indirect wholly owned subsidiary of GENM, purchased 13.2 million shares of Empire Resorts, Inc.'s ("Empire") Common Stock from Kien Huat Realty III Limited ("KH") at a price of USD9.74 per share ("Proposed Acquisition").

On 13 November 2019, Empire stakeholders approved the proposal to acquire the outstanding shares of capital stock held by shareholders of Empire unaffiliated with KH at a cash consideration of USD9.74 per share of Common Stock ("Proposed Merger"). The Proposed Merger was completed on 15 November 2019. With the completion of the Proposed Acquisition and Proposed Merger, GenUSA now holds 49% indirect interest in the outstanding Common Stock of Empire and Empire became an associate of GENM.

Other than the above, there were no other material changes in the composition of the Group for the current financial year ended 31 December 2019.

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

As disclosed in the audited financial statements for the financial year ended 31 December 2018, a counter claim of approximately USD46.4 million (equivalent to approximately RM191.7 million) was made against GENM by Fox Entertainment Group, LLC, Twentieth Century Fox Film Corporation and FoxNext, LLC (collectively referred to as "Fox"). GENM is of the view that the obligation to pay is neither remote nor probable as the litigation is in its initial phase and the outcome of the claim cannot be predicted with certainty. Therefore, this claim was disclosed as a contingent liability in accordance with MFRS 137 "Provisions, Contingent Liabilities and Contingent Assets" as at 31 December 2018.

On 25 July 2019, GENM and Fox, Twenty First Century Fox, Inc. and The Walt Disney Company (collectively referred to as "Parties") entered into a settlement agreement fully resolving their disputes against each other and agreeing to dismiss all claims and counterclaims between the Parties in the pending legal action in the United States District Court for the Central District of California. As such, there is no longer a contingent liability as at 31 December 2019 arising from the dismissal of this counter claim.

Other than the above, there were no other material changes in the contingent liabilities or contingent assets since the last financial year ended 31 December 2018.

(l) **Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 31 December 2019 are as follows:

	RM'million
Contracted	23,172.7
Not contracted	8,198.7
	31,371.4
Analysed as follows:	
- Property, plant and equipment	30,996.0
- Rights of use of oil and gas assets	197.7
- Investments	84.2
- Rights of use of lease assets	74.2
- Intangible assets	19.3
	31,371.4

(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 2019 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 2018 and the approved shareholders' mandates for recurrent related party transactions.

		Current Year Quarter RM'million	Current Year to date RM'million
Group			
i)	Licensing fee for the use of the name "Genting" charged by wholly owned subsidiaries of the Company to Genting Simon Sdn Bhd ("GSSB") and Genting Highlands Premium Outlets Sdn Bhd ("GHPO").	0.4	1.3
ii)	Licensing fees charged by Resorts World Inc Pte Ltd ("RWI") Group to Genting Hong Kong Limited ("GENHK") Group and Empire Group.	4.2	6.6
iii)	Provision of management services by Genting Awanpura Sdn Bhd, a wholly owned subsidiary of GENP, to GSSB and GHPO.	0.5	1.4
iv)	Sale of refined palm oil products by Genting MusimMas Refinery Sdn Bhd to Inter-Continental Oils & Fats Pte Ltd.	112.6	555.9
v)	Sales of fresh fruit bunches by PT Agro Abadi Cemerlang to Sepanjang Group.	2.2	5.2
vi)	Licensing fee for the use of "Resorts World" and "Genting" intellectual property charged by RWI Group to GENM Group.	-	43.7

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

		Current Year Quarter RM'million	Current Year to date RM'million
Group			
vii)	Income from rental of premises by GENM Group to Warisan Timah Holdings Sdn Bhd.	0.6	2.3
viii)	Provision of water supply services by an entity connected with shareholder of BB Entertainment Ltd ("BBEL") to GENM Group.	0.3	1.5
ix)	Income from rental of office space by GENM Group to GENHK Group.	1.8	7.0
x)	Provision of maintenance and construction services by an entity connected with shareholder of BBEL to GENM Group.	35.1	86.4
xi)	Licensing fee for the use of gaming software and system charged by RWI Group to GENM Group.	-	3.1
xii)	Provision of utilities, maintenance and security services by GENM Group to GHPO.	0.7	2.3
xiii)	Purchase of holiday packages by GENM Group from GENHK Group.	0.1	1.4
xiv)	Provision of support services by GENHK Group to GENM Group.	-	4.1
xv)	Provision of onboard entertainment services by GENHK Group to GENM Group.	3.1	3.1
xvi)	Purchase of building improvement by GENM Group from GENHK Group.	20.2	20.2
xvii)	Acquisition of shares of Common Stock in Empire by GENM Group from KH.	573.2	573.2
xviii)	Acquisition of shares of Common Stock in Empire by GENM Group from the shareholders of Empire unaffiliated with KH.	109.5	109.5
xix)	Sale of goods and services by GENS Group to GENHK Group.	0.8	3.2
xx)	Purchase of goods and services by GENS Group from GENHK Group.	0.1	0.9
xxi)	Sale of goods and services by GENS Group to DCP (Sentosa) Pte Ltd.	0.9	3.8
xxii)	Purchase of goods and services by GENS Group from DCP (Sentosa) Pte Ltd.	14.8	64.3

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

		Current Year Quarter RM'million	Current Year to date RM'million
<u>Group</u>			
xxiii)	Sale of goods and services by GENS Group to International Resorts Management Services Pte Ltd ("IRMS").	0.1	0.7
xxiv)	Purchase of goods and services by GENS Group from IRMS.	-	0.7

(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 2019, 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 other comprehensive income	576.8	-	962.1	1,538.9
Financial assets at FVTPL	5.8	2,067.7	350.4	2,423.9
Derivative financial instruments	-	4.2	-	4.2
	582.6	**2,071.9**	**1,312.5**	**3,967.0**
Financial liability				
Derivative financial instruments	**-**	**50.2**	**-**	**50.2**

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2018.

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

	RM'million
As at 1 January 2019	552.8
Foreign exchange differences	(3.7)
Additions	491.6
Acquisition of subsidiaries	52.2
Fair value changes – recognised in income statement	1.6
Dividends income and interest income	6.0
Dividends income received	(24.0)
Redemption of unquoted preference shares	(25.0)
Reclassification from receivables and associates	261.0
As at 31 December 2019	**1,312.5**

There have been no transfers between the levels of the fair value hierarchy during the current financial year ended 31 December 2019.

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

1. Performance Analysis

Financial review for the current quarter and financial year to date compared with the corresponding periods last year.

	Individual Period (4th quarter)				Cumulative Period			
	Current Year Quarter 31/12/2019 RM'million	Preceding Year Corresponding Quarter 31/12/2018 RM'million	Changes +/- RM'million	+/- %	Current Year to date 31/12/2019 RM'million	Preceding Year Corresponding Period 31/12/2018 RM'million	Changes +/- RM'million	+/- %
Revenue								
Leisure & Hospitality								
- Malaysia	**1,602.9**	1,696.3	-93.4	-6	**7,058.7**	6,586.3	472.4	+7
- Singapore	**1,853.9**	2,015.4	-161.5	-8	**7,525.5**	7,591.7	-66.2	-1
- UK and Egypt	**422.3**	426.6	-4.3	-1	**1,676.4**	1,780.7	-104.3	-6
- US and Bahamas	**368.5**	343.0	25.5	+7	**1,469.4**	1,384.9	84.5	+6
	4,247.6	4,481.3	-233.7	-5	**17,730.0**	17,343.6	386.4	+2
Plantation								
- Oil Palm Plantation	**379.2**	315.2	64.0	+20	**1,275.6**	1,232.0	43.6	+4
- Downstream Manufacturing	**371.2**	247.5	123.7	+50	**1,379.7**	977.8	401.9	+41
	750.4	562.7	187.7	+33	**2,655.3**	2,209.8	445.5	+20
- Intra segment	**(141.0)**	(105.8)	-35.2	-33	**(511.3)**	(428.1)	-83.2	-19
	609.4	456.9	152.5	+33	**2,144.0**	1,781.7	362.3	+20
Power	**279.2**	297.8	-18.6	-6	**1,060.3**	1,067.0	-6.7	-1
Property	**62.5**	52.3	10.2	+20	**224.7**	219.9	4.8	+2
Oil & Gas	**76.9**	83.1	-6.2	-7	**309.5**	327.7	-18.2	-6
Investments & Others	**27.4**	26.1	1.3	+5	**148.0**	113.1	34.9	+31
	5,303.0	5,397.5	-94.5	-2	**21,616.5**	20,853.0	763.5	+4
Profit before tax								
Leisure & Hospitality								
- Malaysia	**575.7**	751.7	-176.0	-23	**2,651.3**	2,915.7	-264.4	-9
- Singapore	**909.5**	899.1	10.4	+1	**3,728.2**	3,758.8	-30.6	-1
- UK and Egypt	**59.7**	62.1	-2.4	-4	**231.6**	182.4	49.2	+27
- US and Bahamas	**65.3**	92.0	-26.7	-29	**289.3**	305.8	-16.5	-5
	1,610.2	1,804.9	-194.7	-11	**6,900.4**	7,162.7	-262.3	-4
Plantation								
- Oil Palm Plantation	**108.4**	70.6	37.8	+54	**330.5**	383.3	-52.8	-14
- Downstream Manufacturing	**13.8**	2.8	11.0	>100	**58.4**	11.2	47.2	>100
	122.2	73.4	48.8	+66	**388.9**	394.5	-5.6	-1
Power	**108.3**	143.1	-34.8	-24	**453.6**	495.6	-42.0	-8
Property	**26.1**	22.4	3.7	+17	**83.1**	76.4	6.7	+9
Oil & Gas	**51.8**	59.7	-7.9	-13	**214.9**	234.5	-19.6	-8
Investments & Others	**(52.1)**	(62.5)	10.4	+17	**(157.9)**	(226.6)	68.7	+30
Adjusted EBITDA	**1,866.5**	2,041.0	-174.5	-9	**7,883.0**	8,137.1	-254.1	-3
Net fair value (loss)/gain on derivative financial instruments	**-**	(1.1)	1.1	+100	**0.2**	(0.6)	0.8	>100
Net fair value gain/(loss) on financial assets at FVTPL	**15.9**	0.5	15.4	>100	**53.5**	(196.3)	249.8	>100
Net gain on disposal of a subsidiary and investment properties	**132.1**	-	132.1	NM	**270.8**	-	270.8	NM
Net (loss)/gain on derecognition and changes in shareholding of joint ventures and associates	**(0.2)**	(0.1)	-0.1	-100	**37.4**	(1.8)	39.2	>100
Net impairment losses	**(13.5)**	(72.4)	58.9	+81	**(398.7)**	(2,005.1)	1,606.4	+80
Depreciation and amortisation	**(667.7)**	(645.3)	-22.4	-3	**(2,631.9)**	(2,223.7)	-408.2	-18
Interest income	**159.0**	172.8	-13.8	-8	**720.5**	838.1	-117.6	-14
Finance cost	**(270.2)**	(253.3)	-16.9	-7	**(1,097.0)**	(1,013.1)	-83.9	-8
Share of results in joint ventures and associates	**(9.3)**	19.9	-29.2	>-100	**89.3**	134.4	-45.1	-34
Others	**(93.1)**	(132.9)	39.8	+30	**(344.5)**	(250.6)	-93.9	-37
	1,119.5	1,129.1	-9.6	-1	**4,582.6**	3,418.4	1,164.2	+34

NM = Not meaningful

Quarter ended 31 December 2019 compared with quarter ended 31 December 2018

The Group generated a total revenue of RM5,303.0 million in the current quarter compared with the previous year's corresponding quarter's revenue of RM5,397.5 million which represented a decrease of 2%.

Revenue from Resorts World Sentosa ("RWS") declined in the current quarter due mainly to lower revenue from the gaming segment. Its non-gaming businesses continued to do well with its hotels achieving an occupancy rate of 92% and key attractions welcoming an average daily visitation of over 20,000. Prudence continued to be exercised within the VIP segment. Overall margins improved as a result of productivity and efficiency initiatives implemented in early 2019 which are now bearing results. Adjusted EBITDA was comparable with that of previous year's corresponding quarter.

Revenue from Resorts World Genting ("RWG") decreased in the current quarter, mainly attributable to a lower hold percentage in the mid to premium players segments coupled with lower business volume from the mass market. This was mitigated by increased revenue from the non-gaming businesses. Consequently, adjusted EBITDA declined in the current quarter due to the lower revenue and higher casino duty as a result of duty rate hike.

The leisure and hospitality businesses in the United Kingdom ("UK") and Egypt recorded a marginally lower total revenue in the current quarter. Adjusted EBITDA was also lower due to the higher level of bad debts, partially mitigated by the impact of the adoption of MFRS 16 as mentioned in Part I (a) of this interim report.

Higher revenue was recorded from the leisure and hospitality businesses in United States of America ("US") and Bahamas due mainly to higher revenue from Resorts World Casino New York City ("RWNYC") operations as a result of higher volume of business. However, adjusted EBITDA decreased due mainly to higher payroll costs and operating expenses from RWNYC operations and higher operating expenses from Bimini operations mitigated by higher revenue.

Total revenue from the Plantation Division increased due mainly to an increase in prices of crude palm oil ("CPO") and sales volume of biodiesel and refinery products. FFB production in the current quarter was however lower as the decline in output from the Malaysian estates arising from dry weather conditions in the first half of the current year exceeded the production growth from Indonesia. Adjusted EBITDA also improved, supported by higher CPO prices. Downstream Manufacturing segment's higher EBITDA was reflective of its higher sales volume, capacity utilisation and improved margins.

Revenue and adjusted EBITDA from the Power Division declined compared with last year's quarter due mainly to lower coal prices.

Profit before tax for the current quarter was RM1,119.5 million compared with RM1,129.1 million in the previous year's corresponding quarter. The lower profit before tax was due mainly to lower adjusted EBITDA, partially mitigated by a net gain on disposal of investment properties in the UK by the GENM Group of RM132.1 million. The share of results in joint ventures and associates for the current quarter included GENM's share of loss of Empire following the completion of the Proposed Merger as disclosed in Part I Note (j)iii) of this interim financial report. The loss was due mainly to GENM Group's share of Empire's financing costs as well as depreciation and amortisation.

Financial year ended 31 December 2019 compared with the previous financial year ended 31 December 2018

The Group recorded a total revenue of RM21,616.5 million in the current financial year ended 31 December 2019, an increase of 4% compared with RM20,853.0 million recorded in the previous financial year ended 31 December 2018.

During the current financial year, RWS's business was challenged by geopolitical uncertainties and economic volatilities. Its revenue and adjusted EBITDA declined marginally compared with that of the previous financial year.

The higher revenue from RWG was mainly attributable to an improved hold percentage in the mid to premium players segments. However, the overall business volume from gaming segment declined in the current financial year due to a reduction in the incentives offered to the players as part of the cost rationalisation initiatives. Increased revenue was also attributable to the non-gaming segment. Adjusted EBITDA however declined due mainly to higher casino duty as a result of duty rate hike.

The lower revenue recorded by the leisure and hospitality businesses in UK and Egypt was due mainly to lower hold percentage from the premium gaming segment in UK and lower revenue from Cairo, Egypt. Adjusted EBITDA however improved due mainly to the impact of adoption of MFRS 16, as mentioned in Part I (a) of this interim report, partially offset by lower debts recovery.

Higher revenue from the leisure and hospitality businesses in US and Bahamas was due mainly to the stronger US Dollar exchange rate to the Malaysian Ringgit. A higher volume of business was recorded from RWNYC's operations. However, its adjusted EBITDA decreased due mainly to higher payroll costs and operating expenses from RWNYC operations, partially mitigated by lower operating loss from Bimini operations as a result of improved operational efficiencies.

Plantation Division recorded an increase in revenue due mainly to higher sales volume from Downstream Manufacturing. FFB production grew in the current financial year contributed by its Indonesia operations on the back of increased harvesting area and better age profile. Adjusted EBITDA for Plantation segment was however lower on the back of weaker palm products prices. Downstream Manufacturing recorded higher adjusted EBITDA due to higher sales volume, capacity utilisation and improved margins.

Revenue from the Power Division declined due mainly to lower net generation from the Indonesian coal-fired Banten power plant and lower coal prices. Adjusted EBITDA likewise declined due to lower revenue and impairment loss on receivable from a power plant in India.

Despite higher average oil prices in the current financial year, revenue and adjusted EBITDA from the Oil & Gas Division were lower due mainly to lower production.

The lower adjusted loss recorded from "Investments & Others" was due mainly to net foreign exchange gain on net foreign currency denominated financial assets recorded for the current financial year compared with a net foreign exchange loss in the previous financial year.

The profit before tax for the current financial year was RM4,582.6 million compared with RM3,418.4 million recorded in the previous financial year, an increase of 34%. Last year's profit had been impacted by the impairment loss of RM1,834.3 million on GENM Group's investment in the promissory notes issued by the Mashpee Wampanoag Tribe. A gain on disposal of a subsidiary and a net gain on disposal of investment properties in UK were recorded by GENM Group in the current financial year. These were partially offset by higher depreciation and amortisation charges recorded in the current financial year due mainly to the GENS Group as it has drawn up plans to retire certain assets as it embarks on its SGD4.5 billion expansion initiatives to transform its world class integrated resort.

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

Financial review for the current quarter compared with the immediate preceding quarter.

	Current Year Quarter 31/12/2019 RM'million	Immediate Preceding Quarter 30/09/2019 RM'million	Changes +/- RM'million	Changes +/- %
Revenue				
Leisure & Hospitality				
- Malaysia	**1,602.9**	1,793.6	-190.7	-11
- Singapore	**1,853.9**	1,802.8	51.1	+3
- UK and Egypt	**422.3**	414.7	7.6	+2
- US and Bahamas	**368.5**	355.8	12.7	+4
	4,247.6	4,366.9	-119.3	-3
Plantation				
- Oil Palm Plantation	**379.2**	300.0	79.2	+26
- Downstream Manufacturing	**371.2**	266.1	105.1	+39
	750.4	566.1	184.3	+33
- Intra segment	**(141.0)**	(127.2)	-13.8	-11
	609.4	438.9	170.5	+39
Power	**279.2**	293.3	-14.1	-5
Property	**62.5**	61.3	1.2	+2
Oil & Gas	**76.9**	78.7	-1.8	-2
Investments & Others	**27.4**	55.9	-28.5	-51
	5,303.0	5,295.0	8.0	-
Profit before tax				
Leisure & Hospitality				
- Malaysia	**575.7**	698.1	-122.4	-18
- Singapore	**909.5**	868.0	41.5	+5
- UK and Egypt	**59.7**	85.8	-26.1	-30
- US and Bahamas	**65.3**	55.4	9.9	+18
	1,610.2	1,707.3	-97.1	-6
Plantation				
- Oil Palm Plantation	**108.4**	54.3	54.1	+100
- Downstream Manufacturing	**13.8**	10.0	3.8	+38
	122.2	64.3	57.9	+90
Power	**108.3**	135.0	-26.7	-20
Property	**26.1**	21.2	4.9	+23
Oil & Gas	**51.8**	59.7	-7.9	-13
Investments & Others	**(52.1)**	(18.6)	-33.5	>-100
Adjusted EBITDA	**1,866.5**	1,968.9	-102.4	-5
Net fair value loss on derivative financial instruments	**-**	(0.1)	0.1	+100
Net fair value gain on financial assets at FVTPL	**15.9**	15.7	0.2	+1
Net gain on disposal of a subsidiary and investment properties	**132.1**	-	132.1	NM
Net (loss)/gain on derecognition and changes in shareholding of joint ventures and associates	**(0.2)**	37.6	-37.8	>-100
Net impairment losses	**(13.5)**	(364.2)	350.7	+96
Depreciation and amortisation	**(667.7)**	(689.0)	21.3	+3
Interest income	**159.0**	179.9	-20.9	-12
Finance cost	**(270.2)**	(265.6)	-4.6	-2
Share of results in joint ventures and associates	**(9.3)**	43.1	-52.4	>-100
Others	**(93.1)**	27.8	-120.9	>-100
	1,119.5	954.1	165.4	+17

NM = Not meaningful

Material changes in profit before taxation for the current quarter compared with the immediate preceding quarter

The Group's profit before tax for the current quarter of RM1,119.5 million was an increase of 17% compared with RM954.1 million in the immediate preceding quarter.

Both revenue and adjusted EBITDA of RWS increased in the current quarter with increased revenue recorded from the gaming segment.

Adjusted EBITDA from RWG was lower in the current quarter due mainly to lower revenue.

Higher adjusted EBITDA from the Plantation Division was due to better palm products prices and higher sales volume.

The higher profit before tax in the current quarter was mainly attributable to lower net impairment losses and a net gain on disposal of investment properties in the UK by the GENM Group, partially mitigated by the lower adjusted EBITDA of the Group.

* *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.*

Listed subsidiaries	*Announcement date*
Genting Singapore Limited	*12 February 2020*
Genting Plantations Berhad	*26 February 2020*
Genting Malaysia Berhad	*27 February 2020*

3. **Prospects**

The performance of the Group for the 2020 financial year may be impacted as follows:

(a) The expansion of the global economy is expected to modestly improve in 2020 as market sentiments gradually recover following potentially lower global trade tensions. However, downside risks are more pronounced due to heightened global concerns over the impact of the Coronavirus Disease 2019 (COVID-19) on the global economy. Additionally, concerns over protracted geopolitical tensions and policy uncertainties remain. In Malaysia, the expansion of the domestic economy is expected to continue at a slower pace.

Demand for international travel is expected to decline in the near-term following the imposition of travel restrictions and widespread concerns surrounding the COVID-19 outbreak. The regional leisure and hospitality industry will be adversely impacted, including the gaming industry.

Consequently, the GENM Group is more cautious on the near-term prospects of the leisure and hospitality industry.

In Malaysia, the GENM Group remains focused on the timely completion of the outdoor theme park as ongoing development works approach its final stages. Pre-opening arrangements for the theme park are currently underway as the GENM Group prepares to capitalise on the growth in visitation once the domestic and regional tourism sector recovers. Meanwhile, the GENM Group will keep leveraging on its quality assets to grow key business segments and improve overall yield contributions at RWG. Additionally, the GENM Group will continue to drive operational and cost efficiencies as well as optimise yield management at the resort to better manage the challenging operating environment;

(b) The GENS Group will continue with the process of bidding for the "Japan IR opportunity". At the Extraordinary General Meeting of shareholders held on 4 February 2020, GENS's shareholders approved the proposal to submit one or more bids, with an investment amount not exceeding USD10 billion, for the development, operation and/or ownership of an IR in Japan and to undertake the Japan IR project. Following GENS's response to Osaka and Yokohama's Request-for-Concept ("RFC"), GENS is now stepping up its efforts and deploying more resources to prepare for the Request for Proposal ("RFP") process.

With the COVID-19 issue that has created massive disruption to the travel and tourism industries, the GENS Group is generally pessimistic about the outlook for the first half of 2020. RWS will be embarking on a stronger productivity drive and utilise this period to refresh and develop its offerings;

(c) In the UK, the GENM Group endeavours to continue delivering sustainable performance by focusing on strengthening its position in the mass market segment. Additionally, the GENM Group will review its operations on an ongoing basis to identify streamlining opportunities to improve overall business efficiency. This includes leveraging the GENM Group's revamped online interactive business to enhance offline and online gaming experiences for customers;

(d) In the US, the GENM Group is focused on strengthening its position in the New York State gaming market amid an increasingly competitive landscape. The ongoing expansion project at RWNYC is progressing well and the GENM Group is currently working towards the completion of a new 400-room hotel, which is expected to open in the second half of 2020. Meanwhile, the GENM Group is committed to implementing various strategies to improve Resorts World Catskills ("RWC")'s operating performance as well as capitalise on synergies between RWNYC and RWC to drive business volume at the resort. In the Bahamas, the GENM Group remains focused on improving the accessibility and infrastructure at Resorts World Bimini to increase visitation to the property;

(e) The GENP Group's prospects for 2020 will track the performance of its mainstay Plantation segment, which is in turn dependent principally on the movements in palm products prices and the GENP Group's FFB production.

The January 2020 outbreak of the COVID-19 in China has raised concerns on its impact on the outlook for global growth and demand for palm oil, fuelling a pullback in CPO prices from a rally which started in fourth quarter of 2019.

Despite the headwinds from the COVID-19 outbreak, palm product prices are currently trading well above their corresponding levels in 2019. In the near term, the GENP Group expects prices to also be influenced by a confluence of other factors including the extent of palm oil supply tightness, demand for palm oil from major importing countries and the implementation of higher biodiesel mandates by Indonesia and Malaysia.

The GENP Group anticipates an overall growth in FFB production for 2020 driven mainly by its additional mature areas and better age profile in Indonesia. However, crop production is expected to be moderated by the lagged effects of dry weather conditions across Malaysia and Indonesia in 2019.

For the Property segment, the GENP Group will continue to offer products that cater to the broader market. Meanwhile, the Premium Outlets will experience lower patronage until concerns on the spread of COVID-19 subside.

The outlook for the Downstream Manufacturing segment in 2020 will be challenging due to the unfavourable palm oil-gas oil spread, the COVID-19 outbreak and import restrictions on refined palm oil from India which will likely lead to softer demand for its products;

(f) The operational availability and efficiency of the Banten power plant in Indonesia are expected to be stable and continue to contribute positive earnings to the Group's performance. In Gujarat, India, earnings from the Jangi wind farm is expected to be stable despite seasonal factors when the peak period falls between May to August;

(g) The continuous tension arising from the COVID-19 outbreak had an indirect negative impact on the global oil prices, where Brent crude price had dropped drastically from USD69/barrel in early January to a price as low as USD53/barrel ever since the outbreak. Nonetheless, the Brent crude prices had bounced up marginally to USD57/barrel recently as it was countered by output cuts by OPEC and other oil producers. Despite the negative outlook in global oil prices, Chengdaoxi block carries low-sulfur oil profile, where its revenue is expected to improve marginally following the revision in International Maritime Organisation's global sulfur limit since 1 January 2020, which is noticeable from the higher local selling price compared to international Brent crude price since September 2019. Earnings from Genting CDX Singapore Pte Ltd will continue to remain positive.

With the approval from the Ministry of Energy and Mineral Resources of Indonesia on the Plan of Development for the Kasuri block, Genting Oil Kasuri Pte Ltd ("GOKPL") had commenced its front end engineering design work since third quarter of 2019 and is expected to complete by the middle of 2020. Utilising 1.7 trillion cubic feet of discovered gas reserves, GOKPL plans to supply 170 million cubic feet per day of natural gas for 20 years to a petrochemical plant in West Papua, which is in the plan and will be built by a third party; and

(h) Construction of RWLV continues to progress well. As of 17 January 2020, RWLV is nearing completion on the curtain wall for both the West and East Towers and dismantling of its first crane has started. Structural steel construction has been completed for the low-rise casino podium with framing and drywall continuing on all levels. All pile foundations for the Retail Promenade have been completed and structure steel is being erected. The North Garage is substantially completed. Total development and land costs incurred as of 31 December 2019 were approximately USD1.9 billion.

Projected to open in Summer 2021, RWLV will combine traditional and modern architecture weaving a new luxury hotel experience into the fabric of Las Vegas with Asian-inspired touches, progressive technology and world-class guests service. Updated plans for the USD4.3 billion luxury resort-casino include new amenities such as a 5,000-capacity state-of-the-art theatre scalable to host A-list residencies and corporate events; a dynamic 75,000-square-foot nightlife and daylife concept; a 50-foot diameter video globe which will display over 6,000-square-feet of captivating LED content; and additional luxury suites, villas and penthouses with individual lobby experiences, open balconies and a sky casino. RWLV and Hilton have partnered to bring three of Hilton's premium brands together for the first time when the integrated resort opens in Summer 2021. The partnership marks Hilton's largest multi-brand deal in company history and will include three Hilton premium brands, Hilton Hotels & Resorts, LXR Hotels & Resorts and Conrad Hotels & Resorts, into RWLV.

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 for the current quarter and current financial year ended 31 December 2019 is set out below:

	Current Year Quarter 31/12/2019 RM'million	**Preceding Year Corresponding Quarter 31/12/2018 RM'million**	**Current Year to date 31/12/2019 RM'million**	**Preceding Year Corresponding Period 31/12/2018 RM'million**
Current taxation				
Malaysian income tax charge/(credit)	**74.9**	(65.6)	**329.4**	385.2
Foreign income tax charge	**176.2**	121.4	**772.0**	654.9
	251.1	55.8	**1,101.4**	1,040.1
Deferred tax credit	**(122.4)**	(149.4)	**(226.7)**	(58.2)
	128.7	(93.6)	**874.7**	981.9
Prior period taxation				
Income tax under/(over) provided	**55.6**	(11.7)	**26.8**	(7.4)
Total tax charge/(credit)	**184.3**	(105.3)	**901.5**	974.5

The effective tax rate of the Group for the current quarter and current financial year ended 31 December 2019 is lower than the Malaysian statutory income tax rate due mainly to income subject to lower tax rates in certain jurisdictions, income not subject to tax and tax incentives, partially offset by expenses not deductible for tax purposes.

6. **Profit Before Taxation**

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

	Current Year Quarter 31/12/2019 RM'million	Preceding Year Corresponding Quarter 31/12/2018 RM'million	Current Year to date 31/12/2019 RM'million	Preceding Year Corresponding Period 31/12/2018 RM'million
Charges:				
Finance cost	**270.2**	253.3	**1,097.0**	1,013.1
Depreciation and amortisation	**667.7**	645.3	**2,631.9**	2,223.7
Impairment and write off of receivables	**54.5**	109.8	**312.6**	168.8
Net impairment losses	**13.5**	72.4	**398.7**	2,005.1
Loss on discontinued cash flow hedge	**-**	-	**74.0**	-
Property, plant and equipment written off	**12.9**	7.0	**35.4**	35.4
(Reversal of provision)/Provision for termination related costs	**(9.0)**	-	**27.6**	-
Inventories written off	**2.1**	8.2	**2.7**	8.5
Credits:				
Interest income	**159.0**	172.8	**720.5**	838.1
Investment income	**16.6**	13.4	**51.3**	34.5
Net gain on disposal of a subsidiary and investment properties	**132.1**	-	**270.8**	-
Net fair value gain/(loss) on financial assets at FVTPL	**15.9**	0.5	**53.5**	(196.3)
Net gain on disposal of property, plant and equipment	**1.0**	2.8	**4.0**	9.9
Net (loss)/gain on derecognition and changes in shareholding of joint ventures and associates	**(0.2)**	(0.1)	**37.4**	(1.8)
Net surplus arising from Government acquisition	**(0.3)**	-	**6.3**	17.5
Net fair value gain/(loss) on derivative financial instruments	**-**	(1.1)	**0.2**	(0.6)
Net foreign exchange gain/(loss)	**21.9**	(5.8)	**31.7**	(16.0)

7. **Status of Corporate Proposals Announced**

There were no corporate proposals announced but not completed as at 20 February 2020.

8. **Group Borrowings and Debt Securities**

The details of the Group's borrowings and debt securities as at 31 December 2019 are as set out below:

	As at 31/12/2019				As at 31/12/2018
	Secured/ Unsecured	**Foreign Currency 'million**		**RM Equivalent 'million**	**RM Equivalent 'million**
Short term borrowings	Secured	RM		**1.0**	1.0
	Secured	USD	145.0	**600.3**	591.0
	Secured	SGD	-	**-**	636.2
	Secured	GBP	14.9	**79.8**	133.8
	Secured	INR	315.9	**18.4**	12.0
	Unsecured	RM		**1,349.0**	1,888.1
	Unsecured	USD	134.4	**556.3**	665.2
	Unsecured	GBP	25.0	**134.1**	132.7
	Unsecured	JPY	25.3	**0.9**	1.0
				2,739.8	4,061.0
Long term borrowings	Secured	RM		**87.3**	87.6
	Secured	USD	1,673.8	**6,929.6**	4,679.1
	Secured	SGD	-	**-**	1,936.1
	Secured	GBP	54.6	**292.3**	500.2
	Secured	INR	2,526.3	**147.0**	163.9
	Unsecured	RM		**10,488.2**	10,587.9
	Unsecured	USD	2,582.6	**10,692.1**	6,459.9
	Unsecured	JPY	19,916.5	**753.7**	748.8
				29,390.2	25,163.5
Total borrowings	Secured	RM		**88.3**	88.6
	Secured	USD	1,818.8	**7,529.9**	5,270.1
	Secured	SGD	-	**-**	2,572.3
	Secured	GBP	69.5	**372.1**	634.0
	Secured	INR	2,842.2	**165.4**	175.9
	Unsecured	RM		**11,837.2**	12,476.0
	Unsecured	USD	2,717.0	**11,248.4**	7,125.1
	Unsecured	GBP	25.0	**134.1**	132.7
	Unsecured	JPY	19,941.8	**754.6**	749.8
				32,130.0	29,224.5

9. **Outstanding Derivatives**

As at 31 December 2019, 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
Interest Rate Swaps		
USD	349.4	
- Less than 1 year		(4.2)
- 1 year to 3 years		(4.5)
GBP	374.8	
- Less than 1 year		(2.2)
- 1 year to 3 years		(3.0)
Forward Foreign Currency Exchange		
USD	94.9	
- Less than 1 year		1.1
Commodity Future Contracts		
RM	204.0	
- Less than 1 year		(30.0)
Commodity Swap		
USD	-	
- Less than 1 year		(6.3)
- 1 year to 3 years		3.1

There is no significant change for the financial derivatives in respect of the following since the last financial year ended 31 December 2018:

(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**

As at 31 December 2019, the Group does not have any financial liabilities measured at fair value through profit or loss.

11. **Changes in Material Litigation**

There are no pending material litigations as at 20 February 2020.

12. **Dividend Proposed or Declared**

(a) i) The Board of Directors ("Board") has declared a special single-tier dividend of 9.5 sen per ordinary share;

ii) The special single-tier dividend shall be payable on 9 April 2020;

iii) Entitlement to the special single-tier dividend:-

A Depositor shall qualify for entitlement to the special single-tier dividend only in respect of:-

- Shares transferred into the Depositor's Securities Account before 4.30 p.m on 16 March 2020 in respect of transfers; and

- Shares bought on Bursa Securities on a cum entitlement basis according to the Rules of Bursa Securities.

(b) i) A final single-tier dividend for the current financial year ended 31 December 2019 has been recommended by the Board for approval by shareholders;

ii) The recommended final single-tier dividend, if approved, would amount to 6.0 sen per ordinary share;

iii) A final single-tier dividend of 6.0 sen per ordinary share has been declared for the previous financial year ended 31 December 2018; and

iv) The date of payment of the recommended final single-tier dividend shall be determined by the Board and announced at a later date.

(c) Should the final single-tier dividend be approved at the forthcoming Annual General Meeting, the total dividend paid/payable for the current financial year ended 31 December 2019 would amount to 22.0 sen per ordinary share, comprising an interim single-tier dividend of 6.5 sen per ordinary share, a special single-tier dividend of 9.5 sen per ordinary share and a proposed final single-tier dividend of 6.0 sen per ordinary share.

13. **Earnings Per Share ("EPS")**

(a) The earnings used as the numerator in calculating basic and diluted EPS for the current quarter and current financial year ended 31 December 2019 is as follows:

	Current Year Quarter RM'million	**Current Year to date RM'million**
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Basic EPS)	528.8	1,995.8
Net impact on earnings on potential exercise of Performance Share Scheme awarded to executives of the Company's subsidiaries	(1.0)	(4.7)
Profit for the financial period attributable to equity holders of the Company (used as numerator for the computation of Diluted EPS)	527.8	1,991.1

(b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted EPS for the current quarter and current financial year ended 31 December 2019 is as follows:

	Current Year Quarter No. of shares 'million	**Current Year to date No. of shares 'million**
Weighted average number of ordinary shares in issue (used as denominator for the computation of Basic and Diluted EPS)	3,850.6	3,850.6

14. **Disclosure of Audit Report Qualification and Status of Matters Raised**

The audit report of the Group's annual financial statements for the financial year ended 31 December 2018 did not contain any qualification.

15. **Approval of Interim Financial Statements**

The condensed consolidated financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 27 February 2020.

GENTING
BERHAD
Registration No. 196801000315 (7916-A)

PRESS RELEASE **For Immediate Release**

GENTING BERHAD ANNOUNCES RESULTS FOR THE FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2019

KUALA LUMPUR, 27 FEBRUARY 2020 - Genting Berhad today announced its financial results for the fourth quarter ("4Q19") and full year ("FY2019") ended 31 December 2019.

In 4Q19, Group revenue was RM5,303.0 million compared with the previous year's corresponding quarter's ("4Q18") revenue of RM5,397.5 million which represented a decrease of 2%.

Revenue from Resorts World Sentosa ("RWS") declined in 4Q19 due mainly to lower revenue from the gaming segment. Its non-gaming businesses continued to do well with its hotels achieving an occupancy rate of 92% and key attractions welcoming an average daily visitation of over 20,000. Prudence continued to be exercised within the VIP segment. Overall margins improved as a result of productivity and efficiency initiatives implemented in early 2019 which are now bearing results. Adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") was comparable with 4Q18.

Revenue from Resorts World Genting ("RWG") decreased in 4Q19, mainly attributable to a lower hold percentage in the mid to premium players segments coupled with lower business volume from the mass market. This was mitigated by increased revenue from the non-gaming businesses. Consequently, EBITDA declined in 4Q19 due to the lower revenue and higher casino duty as a result of duty rate hike.

The leisure and hospitality businesses in the United Kingdom ("UK") and Egypt recorded a marginally lower total revenue in 4Q19. EBITDA was also lower due to the higher level of bad debts, partially mitigated by the impact of the adoption of MFRS 16.

Higher revenue was recorded from the leisure and hospitality businesses in United States of America ("US") and Bahamas due mainly to higher revenue from Resorts World Casino New York City ("RWNYC") operations as a result of higher volume of business. However, EBITDA decreased due mainly to higher payroll costs and operating expenses from RWNYC operations and higher operating expenses from Bimini operations mitigated by higher revenue.

Total revenue from the Plantation Division increased due mainly to an increase in prices of crude palm oil ("CPO") and sales volume of biodiesel and refinery products. Fresh fruit bunches ("FFB") production in 4Q19 was however lower as the decline in output from the Malaysian estates arising from dry weather conditions in the first half of the current year exceeded the production growth from Indonesia. EBITDA also improved, supported by higher CPO prices. Downstream Manufacturing segment's higher EBITDA was reflective of its higher sales volume, capacity utilisation and improved margins.

Revenue and EBITDA from the Power Division declined compared with 4Q18 due mainly to lower coal prices.

The Group's profit before tax for 4Q19 was RM1,119.5 million compared with RM1,129.1 million in 4Q18. The lower profit before tax was due mainly to lower EBITDA, partially mitigated by a net gain on disposal of investment properties in the UK by the Genting Malaysia Berhad ("GENM") Group of RM132.1 million. The share of results in joint ventures and associates for 4Q19 included GENM's share of loss of Empire Resorts, Inc. ("Empire") following the completion of the acquisition of the outstanding shares of capital stock held by shareholders of Empire unaffiliated with Kien Huat Realty III Limited. The loss was due mainly to GENM Group's share of Empire's financing costs as well as depreciation and amortisation.

In FY2019, the Group recorded a total revenue of RM21,616.5 million, an increase of 4% compared with RM20,853.0 million recorded in the full year of 2018 ("FY2018").

In FY2019, RWS's business was challenged by geopolitical uncertainties and economic volatilities. Its revenue and EBITDA declined marginally compared with FY2018.

The higher revenue from RWG was mainly attributable to an improved hold percentage in the mid to premium players segments. However, the overall business volume from gaming segment declined in FY2019 due to a reduction in the incentives offered to the players as part of the cost rationalisation initiatives. Increased revenue was also attributable to the non-gaming segment. EBITDA however declined due mainly to higher casino duty as a result of duty rate hike.

The lower revenue recorded by the leisure and hospitality businesses in UK and Egypt was due mainly to lower hold percentage from the premium gaming segment in UK and lower revenue from Cairo, Egypt. EBITDA however improved due mainly to the impact of adoption of MFRS 16, partially offset by lower debts recovery.

Higher revenue from the leisure and hospitality businesses in US and Bahamas was due mainly to the stronger US Dollar exchange rate to the Malaysian Ringgit. A higher volume of business was recorded from RWNYC's operations. However, its EBITDA decreased due mainly to higher payroll costs and operating expenses from RWNYC operations, partially mitigated by lower operating loss from Bimini operations as a result of improved operational efficiencies.

Plantation Division recorded an increase in revenue due mainly to higher sales volume from Downstream Manufacturing. FFB production grew in FY2019 contributed by its Indonesia operations on the back of increased harvesting area and better age profile. EBITDA for Plantation segment was however lower on the back of weaker palm products prices. Downstream Manufacturing recorded higher EBITDA due to higher sales volume, capacity utilisation and improved margins.

Revenue from the Power Division declined due mainly to lower net generation from the Indonesian coal-fired Banten power plant and lower coal prices. EBITDA likewise declined due to lower revenue and impairment loss on receivable from a power plant in India.

Despite higher average oil prices in FY2019, revenue and EBITDA from the Oil & Gas Division were lower due mainly to lower production.

The lower adjusted loss recorded from “Investments & Others” was due mainly to net foreign exchange gain on net foreign currency denominated financial assets recorded for FY2019 compared with a net foreign exchange loss in FY2018.

The Group’s profit before tax for FY2019 was RM4,582.6 million compared with RM3,418.4 million recorded in FY2018, an increase of 34%. The profit for FY2018 had been impacted by the impairment loss of RM1,834.3 million on GENM Group’s investment in the promissory notes issued by the Mashpee Wampanoag Tribe. A gain on disposal of a subsidiary and a net gain on disposal of investment properties in UK were recorded by GENM Group in FY2019. These were partially offset by higher depreciation and amortisation charges recorded in FY2019 due mainly to the Genting Singapore Limited (“GENS”) Group as it has drawn up plans to retire certain assets as it embarks on its SGD4.5 billion expansion initiatives to transform its world class integrated resort.

The performance of the Group for the 2020 financial year may be impacted as follows:

a) The expansion of the global economy is expected to modestly improve in 2020 as market sentiments gradually recover following potentially lower global trade tensions. However, downside risks are more pronounced due to heightened global concerns over the impact of the Coronavirus Disease 2019 (COVID-19) on the global economy. Additionally, concerns over protracted geopolitical tensions and policy uncertainties remain. In Malaysia, the expansion of the domestic economy is expected to continue at a slower pace.

   Demand for international travel is expected to decline in the near-term following the imposition of travel restrictions and widespread concerns surrounding the COVID-19 outbreak. The regional leisure and hospitality industry will be adversely impacted, including the gaming industry.

   Consequently, the GENM Group is more cautious on the near-term prospects of the leisure and hospitality industry.

   In Malaysia, the GENM Group remains focused on the timely completion of the outdoor theme park as ongoing development works approach its final stages. Pre-opening arrangements for the theme park are currently underway as the GENM Group prepares to capitalise on the growth in visitation once the domestic and regional tourism sector recovers. Meanwhile, the GENM Group will keep leveraging on its quality assets to grow key business segments and improve overall yield contributions at RWG. Additionally, the GENM Group will continue to drive operational and cost efficiencies as well as optimise yield management at the resort to better manage the challenging operating environment;

b) The GENS Group will continue with the process of bidding for the "Japan IR opportunity". At the Extraordinary General Meeting of shareholders held on 4 February 2020, GENS's shareholders approved the proposal to submit one or more bids, with an investment amount not exceeding USD10 billion, for the development, operation and/or ownership of an IR in Japan and to undertake the Japan IR project. Following GENS's response to Osaka and Yokohama's Request-for-Concept ("RFC"), GENS is now stepping up its efforts and deploying more resources to prepare for the Request for Proposal ("RFP") process.

With the COVID-19 issue that has created massive disruption to the travel and tourism industries, the GENS Group is generally pessimistic about the outlook for the first half of 2020. RWS will be embarking on a stronger productivity drive and utilise this period to refresh and develop its offerings;

c) In the UK, the GENM Group endeavours to continue delivering sustainable performance by focusing on strengthening its position in the mass market segment. Additionally, the GENM Group will review its operations on an ongoing basis to identify streamlining opportunities to improve overall business efficiency. This includes leveraging the GENM Group's revamped online interactive business to enhance offline and online gaming experiences for customers;

d) In the US, the GENM Group is focused on strengthening its position in the New York State gaming market amid an increasingly competitive landscape. The ongoing expansion project at RWNYC is progressing well and the GENM Group is currently working towards the completion of a new 400-room hotel, which is expected to open in the second half of 2020. Meanwhile, the GENM Group is committed to implementing various strategies to improve Resorts World Catskills ("RWC")'s operating performance as well as capitalise on synergies between RWNYC and RWC to drive business volume at the resort. In the Bahamas, the GENM Group remains focused on improving the accessibility and infrastructure at Resorts World Bimini to increase visitation to the property;

e) The Genting Plantations Berhad ("GENP") Group's prospects for 2020 will track the performance of its mainstay Plantation segment, which is in turn dependent principally on the movements in palm products prices and the GENP Group's FFB production.

The January 2020 outbreak of the COVID-19 in China has raised concerns on its impact on the outlook for global growth and demand for palm oil, fuelling a pullback in CPO prices from a rally which started in fourth quarter of 2019.

Despite the headwinds from the COVID-19 outbreak, palm product prices are currently trading well above their corresponding levels in 2019. In the near term, the GENP Group expects prices to also be influenced by a confluence of other factors including the extent of palm oil supply tightness, demand for palm oil from major importing countries and the implementation of higher biodiesel mandates by Indonesia and Malaysia.

The GENP Group anticipates an overall growth in FFB production for 2020 driven mainly by its additional mature areas and better age profile in Indonesia. However, crop production is expected to be moderated by the lagged effects of dry weather conditions across Malaysia and Indonesia in 2019.

For the Property segment, the GENP Group will continue to offer products that cater to the broader market. Meanwhile, the Premium Outlets will experience lower patronage until concerns on the spread of COVID-19 subside.

The outlook for the Downstream Manufacturing segment in 2020 will be challenging due to the unfavourable palm oil-gas oil spread, the COVID-19 outbreak and import restrictions on refined palm oil from India which will likely lead to softer demand for its products;

f) The operational availability and efficiency of the Banten power plant in Indonesia are expected to be stable and continue to contribute positive earnings to the Group's performance. In Gujarat, India, earnings from the Jangi wind farm is expected to be stable despite seasonal factors when the peak period falls between May to August;

g) The continuous tension arising from the COVID-19 outbreak had an indirect negative impact on the global oil prices, where Brent crude price had dropped drastically from USD69/barrel in early January to a price as low as USD53/barrel ever since the outbreak. Nonetheless, the Brent crude prices had bounced up marginally to USD57/barrel recently as it was countered by output cuts by OPEC and other oil producers. Despite the negative outlook in global oil prices, Chengdaoxi block carries low-sulfur oil profile, where its revenue is expected to improve marginally following the revision in International Maritime Organisation's global sulfur limit since 1 January 2020, which is noticeable from the higher local selling price compared to international Brent crude price since September 2019. Earnings from Genting CDX Singapore Pte Ltd will continue to remain positive.

With the approval from the Ministry of Energy and Mineral Resources of Indonesia on the Plan of Development for the Kasuri block, Genting Oil Kasuri Pte Ltd ("GOKPL") had commenced its front end engineering design work since third quarter of 2019 and is expected to complete by the middle of 2020. Utilising 1.7 trillion cubic feet of discovered gas reserves, GOKPL plans to supply 170 million cubic feet per day of natural gas for 20 years to a petrochemical plant in West Papua, which is in the plan and will be built by a third party; and

h) Construction of Resorts World Las Vegas ("RWLV") continues to progress well. As of 17 January 2020, RWLV is nearing completion on the curtain wall for both the West and East Towers and dismantling of its first crane has started. Structural steel construction has been completed for the low-rise casino podium with framing and drywall continuing on all levels. All pile foundations for the Retail Promenade have been completed and structure steel is being erected. The North Garage is substantially completed. Total development and land costs incurred as of 31 December 2019 were approximately USD1.9 billion.

Projected to open in Summer 2021, RWLV will combine traditional and modern architecture weaving a new luxury hotel experience into the fabric of Las Vegas with Asian-inspired touches, progressive technology and world-class guests service. Updated plans for the USD4.3 billion luxury resort-casino include new amenities such as a 5,000-capacity state-of-the-art theatre scalable to host A-list residencies and corporate events; a dynamic 75,000-square-foot nightlife and daylife concept; a 50-foot diameter video globe which will display over 6,000-square-feet of captivating LED content; and additional luxury suites, villas and penthouses with individual lobby experiences, open balconies and a sky casino. RWLV and Hilton have partnered to bring three of Hilton's premium brands together for the first time when the integrated resort opens in Summer 2021. The partnership marks Hilton's largest multi-brand deal in company history and will include three Hilton premium brands, Hilton Hotels & Resorts, LXR Hotels & Resorts and Conrad Hotels & Resorts, into RWLV.

The Board of Directors ("Board") recommended a final single-tier dividend of 6.0 sen per ordinary share for FY2019. The Board also declared a special single-tier dividend of 9.5 sen per ordinary share. Should the final dividend be approved by shareholders, total dividend for FY2019 will amount to 22.0 sen per ordinary share. In comparison, for FY2018, the total dividend amounted to 21.5 sen per ordinary share.

GENTING BERHAD

Registration No. 196801000315 (7916-A)

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GENTING BERHAD SUMMARY OF RESULTS	4Q19 RM'million	4Q18 RM'million	4Q19 vs 4Q18 %	FY2019 RM'million	FY2018 RM'million	FY2019 vs FY2018 %
Revenue						
Leisure & Hospitality						
- Malaysia	1,602.9	1,696.3	-6	7,058.7	6,586.3	+7
- Singapore	1,853.9	2,015.4	-8	7,525.5	7,591.7	-1
- UK and Egypt	422.3	426.6	-1	1,676.4	1,780.7	-6
- US and Bahamas	368.5	343.0	+7	1,469.4	1,384.9	+6
	4,247.6	4,481.3	-5	17,730.0	17,343.6	+2
Plantation						
- Oil Palm Plantation	379.2	315.2	+20	1,275.6	1,232.0	+4
- Downstream Manufacturing	371.2	247.5	+50	1,379.7	977.8	+41
	750.4	562.7	+33	2,655.3	2,209.8	+20
- Intra segment	(141.0)	(105.8)	-33	(511.3)	(428.1)	-19
	609.4	456.9	+33	2,144.0	1,781.7	+20
Power	279.2	297.8	-6	1,060.3	1,067.0	-1
Property	62.5	52.3	+20	224.7	219.9	+2
Oil & Gas	76.9	83.1	-7	309.5	327.7	-6
Investments & Others	27.4	26.1	+5	148.0	113.1	+31
	5,303.0	**5,397.5**	-2	**21,616.5**	**20,853.0**	+4
Profit for the period						
Leisure & Hospitality						
- Malaysia	575.7	751.7	-23	2,651.3	2,915.7	-9
- Singapore	909.5	899.1	+1	3,728.2	3,758.8	-1
- UK and Egypt	59.7	62.1	-4	231.6	182.4	+27
- US and Bahamas	65.3	92.0	-29	289.3	305.8	-5
	1,610.2	1,804.9	-11	6,900.4	7,162.7	-4
Plantation						
- Oil Palm Plantation	108.4	70.6	+54	330.5	383.3	-14
- Downstream Manufacturing	13.8	2.8	>100	58.4	11.2	>100
	122.2	73.4	+66	388.9	394.5	-1
Power	108.3	143.1	-24	453.6	495.6	-8
Property	26.1	22.4	+17	83.1	76.4	+9
Oil & Gas	51.8	59.7	-13	214.9	234.5	-8
Investments & Others	(52.1)	(62.5)	+17	(157.9)	(226.6)	+30
Adjusted EBITDA	1,866.5	2,041.0	-9	7,883.0	8,137.1	-3
Net fair value (loss)/gain on derivative financial instruments	-	(1.1)	+100	0.2	(0.6)	>100
Net fair value gain/(loss) on financial assets at fair value through profit or loss	15.9	0.5	>100	53.5	(196.3)	>100
Net gain on disposal of a subsidiary and investment properties	132.1	-	NM	270.8	-	NM
Net (loss)/gain on derecognition and changes in shareholding of joint ventures and associates	(0.2)	(0.1)	-100	37.4	(1.8)	>100
Net impairment losses	(13.5)	(72.4)	+81	(398.7)	(2,005.1)	+80
Depreciation and amortisation	(667.7)	(645.3)	-3	(2,631.9)	(2,223.7)	-18
Interest income	159.0	172.8	-8	720.5	838.1	-14
Finance cost	(270.2)	(253.3)	-7	(1,097.0)	(1,013.1)	-8
Share of results in joint ventures and associates	(9.3)	19.9	>-100	89.3	134.4	-34
Others	(93.1)	(132.9)	+30	(344.5)	(250.6)	-37
Profit before taxation	**1,119.5**	**1,129.1**	-1	**4,582.6**	**3,418.4**	+34
Taxation	(184.3)	105.3	>-100	(901.5)	(974.5)	+7
Profit for the period	**935.2**	**1,234.4**	-24	**3,681.1**	**2,443.9**	+51
Basic earnings per share (sen)	13.73	17.01	-19	51.83	35.58	+46

NM= Not meaningful

About GENTING:

Genting Berhad is principally an investment holding and management company. While the Company was incorporated in 1968 and listed in 1971, the Genting Group was founded in 1965 when its Founder, the late Tan Sri Lim Goh Tong started the journey to realise his vision of building a mountaintop resort in Malaysia. Today, the Genting Group comprises Genting Berhad and its listed companies; Genting Malaysia Berhad, Genting Plantations Berhad and Genting Singapore Limited, as well as its wholly owned unlisted subsidiaries Genting Energy Limited and Resorts World Las Vegas LLC.

Led by Tan Sri Lim Kok Thay, the Group is involved in leisure and hospitality, oil palm plantations, power generation, oil and gas, property development, life sciences and biotechnology activities, with operations spanning across the globe, including in Malaysia (the Group's country of origin), Singapore, Indonesia, India, China, the United States of America, Bahamas, the United Kingdom and Egypt. In the core leisure and hospitality business, the Genting Group and its brand affiliates market and offer a suite of products under a number of premier brands including **Genting, Resorts World, Genting Grand, Genting Club, Crockfords, Maxims, Crystal Cruises, Dream Cruises** and **Star Cruises.** The Genting Group also have tie ups with established names such as Universal Studios, Premium Outlets, Zouk, Hard Rock Hotel, Hilton and other renowned international brand partners. For more information, visit www.genting.com.

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