



Genting Singapore Ltd (GENS.SP)

9 November 2020

SECTOR: Gaming

STI: 2,578.68

PRICE: S\$0.68

EARNINGS (reported in SGDm)						KEY DATA	
For the fiscal year ended	2017	2018	2019	2020E	2021E	Issued Capital (m Shrs)	12,064.8
Turnover	2,393	2,539	2,480	873	1,782	Market Cap (SGDm)	8,325
Operating Profit	1,038	908	786	(235)	374	Avg. 6M Turnover (SGDm)	98.7
Net Profit	686	755	689	(159)	357	52 Week High/Low (SGD)	0.96 / 0.51
EPS (SGD)	0.05	0.06	0.06	(0.02)	0.03	Net Gearing (%)	(45.75)
% Change	125.2%	25.4%	(8.9%)	(126.3%)	300.0%	Book Value per Share (SGD)	0.63
DPS (SGD)	0.04	0.04	0.04	0.03	0.03	Free Float (%)	47.00%
Dividend yield (%)	5.1%	5.1%	5.1%	3.8%	4.9%	Major Shareholder(s)	Genting Bhd (52.66%)
PE Ratio (x)	26.20	15.55	16.11	N/A	23.00		

INTERIM RESULTS (reported in SGDm)				
Period	1H19	1H20	% change	
Turnover	1,277	448	(64.9%)	
Operating Profit	474	(120)	(125.4%)	
Net Profit	374	(117)	(131.2%)	
EPS (SGD)	0.03	(0.01)	(131.3%)	

Note: Genting Bhd's beneficial owner is Tan Sri Lim Kok Thay, who is also deemed to be the major shareholder of Genting Singapore.

Source: Bloomberg, SGX, Company data

SECTION 1 2Q20 RESULTS BRIEFING

Badly hit by Covid-19; revenue misses consensus by 53%

- 1.1 Genting reported 2Q20 adjusted EBITDA losses of S\$85m, vs S\$294m of profit for 2Q19 largely due to the Covid-19 closure for almost the entire quarter from 6 April to 30 June.
- 1.2 Revenues decreased 94% YoY to S\$41m, with a 99% decline in gaming revenues to S\$6m and a 92% decline in non-gaming revenues to S\$16m. Consensus estimates on Reuters for 2Q20 were S\$88m, which translates to a miss of 53%.
- 1.3 The results were the worst since the opening of Resorts World Sentosa ("RWS"), as cost containment measures, such as payroll rationalization, could only slightly defray the impact of suffering almost zero revenue.
- 1.4 Genting management remains concerned on the overall financial performance as global travel remains highly restrictive.
- 1.5 However, the financial position remains strong with a net cash position of S\$3.4b, or S\$0.28 per share.