



IOI GROUP

IOI CORPORATION BERHAD (9027-W)
(Incorporated in Malaysia)

**Interim Report
For The Financial Period Ended
31 March 2008**

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Condensed Consolidated Income Statement

| | INDIVIDUAL QUARTER (Q3) | | CUMULATIVE QUARTER (9 Mths) | |
|---|-------------------------|--------------------------------------|-----------------------------|-------------------------------------|
| | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
| | 31/03/2008 RM'000 | 31/03/2007 RM'000 | 31/03/2008 RM'000 | 31/03/2007 RM'000 |
| Revenue | 3,525,422 | 2,271,783 | 10,105,304 | 6,410,953 |
| Operating profit | 823,817 | 543,363 | 2,280,049 | 1,417,735 |
| Interest income | 25,571 | 20,482 | 46,941 | 32,656 |
| Finance cost | (46,952) | (43,857) | (130,642) | (97,183) |
| Share of results of associates | 17,949 | 7,081 | 42,795 | 35,366 |
| Share of results of jointly controlled entity | (26) | - | (46) | - |
| Profit before taxation | 820,359 | 527,069 | 2,239,097 | 1,388,574 |
| Taxation | (182,782) | (101,646) | (482,875) | (271,374) |
| Profit for the period | 637,577 | 425,423 | 1,756,222 | 1,117,200 |
| Attributable to: | | | | |
| Equity holders of the parent | 601,639 | 392,173 | 1,634,348 | 1,030,443 |
| Minority interest | 35,938 | 33,250 | 121,874 | 86,757 |
| | 637,577 | 425,423 | 1,756,222 | 1,117,200 |
| Earnings per share (sen) * | | | | |
| Basic | 9.89 | 6.34 | 26.95 | 16.83 |
| Diluted | 8.78 | 5.73 | 24.71 | 15.75 |

* Comparative earnings per share have been restated to take into account the effect of the subdivision of ordinary share of RM0.50 each into RM0.10 each on 6 June 2007.

(The condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Condensed Consolidated Balance Sheet

| | AS AT END OF CURRENT QUARTER 31/03/2008 RM'000 | AS AT PRECEDING FINANCIAL YEAR END 30/06/2007 RM'000 |
|------------------------------------|---|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant & equipment | 4,556,699 | 4,467,810 |
| Prepaid lease payments | 818,720 | 826,258 |
| Land held for property development | 980,208 | 821,744 |
| Investment properties | 708,848 | 699,469 |
| Other long term investments | 27,136 | 27,699 |
| Goodwill on consolidation | 510,113 | 510,661 |
| Associates | 558,054 | 280,924 |
| Jointly controlled entity | 1,047,769 | 161,479 |
| Deferred tax assets | 64,176 | 78,993 |
| | <u>9,271,723</u> | <u>7,875,037</u> |
| Current assets | | |
| Property development costs | 355,411 | 428,934 |
| Inventories | 2,314,639 | 1,332,819 |
| Receivables | 1,617,642 | 1,295,667 |
| Short term investments | 7,199 | 7,199 |
| Short term funds | 1,125,700 | 1,879,345 |
| Short term deposits | 1,490,938 | 507,070 |
| Cash and bank balances | 394,606 | 341,581 |
| | <u>7,306,135</u> | <u>5,792,615</u> |
| Non-current assets held for sale | - | 13,190 |
| | <u>7,306,135</u> | <u>5,805,805</u> |
| TOTAL ASSETS | <u>16,577,858</u> | <u>13,680,842</u> |

(The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Condensed Consolidated Balance Sheet (Continued)

| | AS AT END OF CURRENT QUARTER | AS AT PRECEDING FINANCIAL YEAR END |
|---|------------------------------------|---|
| | 31/03/2008 RM'000 | 30/06/2007 RM'000 |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 613,121 | 625,881 |
| Share premium | 1,900,717 | 2,349,560 |
| Other reserves | (329,386) | 56,257 |
| Retained profits | 6,006,029 | 4,707,560 |
| | 8,190,481 | 7,739,258 |
| Minority interests | 918,249 | 856,954 |
| Total equity | 9,108,730 | 8,596,212 |
| Non-current liabilities | | |
| Long term borrowings | 4,686,664 | 3,381,663 |
| Other long term liabilities | 57,808 | 53,722 |
| Deferred tax liabilities | 550,250 | 502,857 |
| | 5,294,722 | 3,938,242 |
| Current liabilities | | |
| Payables | 1,159,888 | 818,010 |
| Bank overdrafts | 4,456 | 7,013 |
| Short term borrowings | 722,559 | 242,681 |
| Provision for taxation | 287,503 | 78,684 |
| | 2,174,406 | 1,146,388 |
| Total liabilities | 7,469,128 | 5,084,630 |
| TOTAL EQUITY AND LIABILITIES | 16,577,858 | 13,680,842 |
| Net assets per share attributable to equity holders of the parent (RM) | 1.36 | 1.24 |

(The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Condensed Consolidated Cash Flow Statement

| | 9 Months Ended 31/03/2008 RM'000 | 9 Months Ended 31/03/2007 RM'000 |
|---|---|---|
| Operating Activities | | |
| Profit before taxation | 2,239,097 | 1,388,574 |
| Adjustments for: | | |
| Depreciation | 173,838 | 131,420 |
| Other non-cash items | (219,624) | (126,145) |
| Operating profit before working capital changes | 2,193,311 | 1,393,849 |
| Net changes in working capital | (922,098) | (377,720) |
| Cash generated from operations | 1,271,213 | 1,016,129 |
| Other payments | (461) | (333) |
| Taxes paid | (207,735) | (181,876) |
| Net cash inflow from operating activities | 1,063,017 | 833,920 |
| Investing Activities | | |
| Other investments | 48,659 | (47,615) |
| Property, plant and equipment | (135,399) | (118,733) |
| Investment in land held for development | (145,093) | (175,877) |
| Equity investments | (283,216) | (463,394) |
| Payment made to jointly controlled entity | (873,970) | - |
| Net cash outflow from investing activities | (1,389,019) | (805,619) |
| Financing Activities | | |
| Issuance of 3rd Exchangeable Bonds | 1,953,900 | - |
| Bank borrowings | 930,773 | 276,041 |
| Issuance/(Repurchase) of shares (subsidiary)(net) | 4,486 | (319) |
| Dividends paid to minority shareholders | (67,134) | (48,321) |
| Dividends paid | (314,738) | (481,130) |
| Issuance/(Repurchase) of shares (net) | (591,909) | (87,291) |
| Capital repayment | (1,314,391) | - |
| Issuance of 2nd Exchangeable Bonds | - | 1,314,980 |
| Net cash inflow from financing activities | 600,987 | 973,960 |
| Net increase in cash and cash equivalents | 274,985 | 1,002,261 |
| Cash and cash equivalents at beginning of period | 2,720,983 | 1,220,441 |
| Effect of exchange rate changes | 10,820 | (2,063) |
| Cash and cash equivalents at end of period | 3,006,788 | 2,220,639 |

(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to this interim financial report.)



Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Condensed Consolidated Statement Of Changes In Equity

| (RM'000) | Attributable to equity holders of the Company | | | | | | | Minority interests | Total equity |
|---|---|------------------|-----------------|--------------------------------------|------------------|-------------------|------------------|--------------------|------------------|
| | Share capital | Share premium | Capital reserve | Foreign currency translation reserve | Treasury shares | Retained earnings | Total | | |
| As at 1 July 2007 | 625,881 | 2,349,560 | 158,234 | (101,977) | - | 4,707,560 | 7,739,258 | 856,954 | 8,596,212 |
| Net gain not recognised in income statement | - | - | - | 73,978 | - | - | 73,978 | 1,766 | 75,744 |
| Net profit for the period | - | - | - | - | - | 1,634,348 | 1,634,348 | 121,874 | 1,756,222 |
| Dividend paid in respect of current financial year | - | - | - | - | - | (314,738) | (314,738) | - | (314,738) |
| Issue of shares arising from conversion of 2nd Exchangeable Bonds | 17,209 | 791,620 | (56,826) | - | - | (21,141) | 730,862 | - | 730,862 |
| Issue of shares arising from exercise of share options | 1,326 | 42,633 | (11,426) | - | - | - | 32,533 | - | 32,533 |
| Capital repayment | (31,295) | (1,283,096) | - | - | - | - | (1,314,391) | - | (1,314,391) |
| Repurchase of shares | - | - | - | - | (625,046) | - | (625,046) | - | (625,046) |
| Recognition of share option expenses | - | - | 27,965 | - | - | - | 27,965 | - | 27,965 |
| Equity component of 3rd Exchangeable Bonds | - | - | 205,712 | - | - | - | 205,712 | - | 205,712 |
| Arising from acquisition of additional interest in subsidiaries | - | - | - | - | - | - | - | 4,789 | 4,789 |
| Dividend paid to minority interest | - | - | - | - | - | - | - | (67,134) | (67,134) |
| As at 31 March 2008 | 613,121 | 1,900,717 | 323,659 | (27,999) | (625,046) | 6,006,029 | 8,190,481 | 918,249 | 9,108,730 |

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to this interim financial report.)



Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Condensed Consolidated Statement Of Changes In Equity (Continued)

| (RM'000) | Attributable to equity holders of the Company | | | | | | | | Minority interests | Total equity | |
|--|---|---------------|---------------------|-----------------|--------------------------------------|-------------------|-----------------|-------------------|--------------------|--------------|-----------|
| | Share capital | Share premium | Revaluation surplus | Capital reserve | Foreign currency translation reserve | Negative goodwill | Treasury shares | Retained earnings | | | Total |
| As at 1 July 2006 | | | | | | | | | | | |
| As previously reported | 605,267 | 1,855,765 | 82,290 | 86,688 | (101,318) | 6,512 | (108,188) | 3,606,907 | 6,033,923 | 746,984 | 6,780,907 |
| Effect of adopting FRS 2 - Share-based Payment | - | - | - | 14,786 | - | - | - | (14,786) | - | - | - |
| As restated but before opening balance adjustments | 605,267 | 1,855,765 | 82,290 | 101,474 | (101,318) | 6,512 | (108,188) | 3,592,121 | 6,033,923 | 746,984 | 6,780,907 |
| Effect of adopting FRS 140 - Investment property | - | - | (82,290) | - | - | - | - | 82,290 | - | - | - |
| Effect of adopting FRS 3 - Business combination | | | | | | | | | | | |
| - Transfer of reserve on consolidation to retained earnings | - | - | - | - | - | (6,512) | - | 6,512 | - | - | - |
| - Transfer of discount on acquisition of associates to retained earnings | - | - | - | - | - | - | - | 25,613 | 25,613 | 2,148 | 27,761 |
| As restated | 605,267 | 1,855,765 | - | 101,474 | (101,318) | - | (108,188) | 3,706,536 | 6,059,536 | 749,132 | 6,808,668 |
| Net loss not recognised in income statement | - | - | - | - | (5,813) | - | - | - | (5,813) | (562) | (6,375) |
| Net profit for the period | - | - | - | - | - | - | - | 1,030,443 | 1,030,443 | 86,757 | 1,117,200 |
| Dividend paid in respect of previous financial year | - | - | - | - | - | - | - | (164,779) | (164,779) | - | (164,779) |
| Dividend paid in respect of current financial year | - | - | - | - | - | - | - | (316,351) | (316,351) | - | (316,351) |
| Issue of shares arising from conversion of Exchangeable Bonds | 20,563 | 434,282 | - | (46,306) | - | - | - | 2,614 | 411,153 | - | 411,153 |
| Issue of shares arising from exercise of share options | 713 | 20,535 | - | (3,410) | - | - | - | - | 17,838 | - | 17,838 |
| Repurchase of shares | - | - | - | - | - | - | (105,129) | - | (105,129) | - | (105,129) |
| Cancellation of treasury shares | (7,356) | (213,317) | - | 7,356 | - | - | 213,317 | - | - | - | - |
| Restatement of investment property reclassified from property, plant and equipment to fair value | - | - | 3,340 | - | - | - | - | - | 3,340 | - | 3,340 |
| Arising from disposal of subsidiary | - | - | - | (4,767) | - | - | - | 4,767 | - | - | - |
| Recognition of share option expenses | - | - | - | 20,373 | - | - | - | - | 20,373 | 450 | 20,823 |
| Equity component of 2nd Exchangeable Bonds | - | - | - | 92,023 | - | - | - | - | 92,023 | - | 92,023 |
| Arising from exercise of share options in a subsidiary | - | - | - | (15) | - | - | - | - | (15) | (6) | (21) |
| Arising from acquisition of subsidiary | - | - | - | - | - | - | - | - | - | 8,913 | 8,913 |
| Arising from acquisition of additional interest in subsidiaries | - | - | - | - | - | - | - | - | - | (22,827) | (22,827) |
| Dividend paid to minority interest | - | - | - | - | - | - | - | - | - | (48,321) | (48,321) |
| As at 31 March 2007 | 619,187 | 2,097,265 | 3,340 | 166,728 | (107,131) | - | - | 4,263,230 | 7,042,619 | 773,536 | 7,816,155 |

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Explanatory Notes

a) Accounting Policies

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard ("FRS") 134 "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2007.

These explanatory notes attached to the Interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2007.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements for the financial year ended 30 June 2007 except for the adoption of the following new/revised FRSs:

| | | For financial period beginning on or after |
|---------|---|---|
| FRS 6 | Exploration for and Evaluation of Mineral Resources | 1 January 2007 |
| FRS 107 | Cash Flow Statements | 1 July 2007 |
| FRS 111 | Construction Contracts | 1 July 2007 |
| FRS 112 | Income Taxes | 1 July 2007 |
| FRS 118 | Revenue | 1 July 2007 |
| FRS 120 | Accounting for Government Grants and Disclosures of Government Assistance | 1 July 2007 |
| FRS 134 | Interim Financial Reporting | 1 July 2007 |
| FRS 137 | Provision, Contingent Liabilities and Contingent Assets | 1 July 2007 |

The adoption of FRS 107, 111, 112, 118 and 137 do not have any significant financial impact on the results and the financial position of the Group.

FRS 6 and 120 are not relevant to the Group's operations.

b) Seasonal or Cyclical Factors

The traditional low crop season for oil palm for the third quarter has resulted in a 23% drop in FFB yield per mature hectare as compared to the immediate preceding quarter. Apart from this, there were no significant seasonal or cyclical factors that affect the business of the Group for the quarter under review.

c) Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income and cash flows for the current financial year except for the capital repayment, share buy-back and issuance of 3rd Exchangeable Bonds as explained in Note e).

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Explanatory Notes

d) Material Changes in Estimates of Amounts Reported

There were no changes in estimates of amounts reported in prior interim period or financial year that have a material effect in the current financial period.

e) Details of Changes in Debt and Equity Securities

i. During the current financial year-to-date, the Company issued:

- 13,255,000 shares of RM0.10 each for cash at RM2.50 per share arising from the exercise of options granted under the Company's Executive Share Option Scheme.
- 172,091,304 new ordinary shares of RM0.10 each at RM4.70 per share arising from the exchange of USD228,483,000 Zero Coupon Guaranteed Exchangeable Bonds due 2011.

ii. During the first quarter of the current financial year, the Company completed a capital repayment of RM1.314 billion to the shareholders of the Company on the basis of a cash distribution of RM4.20 for each share cancelled. The capital repayment was implemented via a cancellation of 312,950,341 ordinary shares in the Company on the basis of one (1) share cancelled for every twenty (20) existing shares held on the entitlement date of 15 August 2007. A total of RM0.031 billion of the issued and paid-up share capital of the Company was cancelled and the remaining balance of RM1.283 billion was set-off against the share premium account of the Company pursuant to Sections 64 and 60(2) of the Companies Act, 1965.

iii. During the current financial year-to-date, the Company has repurchased 88,619,500 of its issued shares capital from the open market. The average price paid for the shares repurchased was RM7.05 per share. The repurchase transactions were financed by internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.

iv. During the third quarter of the current financial year, a subsidiary of the Company, IOI Resources (L) Berhad issued USD600 million nominal value of five (5)-year unsecured guaranteed zero coupon exchangeable Bonds ("3rd Exchangeable Bonds"). The 3rd Exchangeable Bonds are listed on the Singapore Exchange Securities Trading Limited and the Labuan International Financial Exchange.

The detailed terms and conditions of the Bonds are disclosed in our announcement to Bursa Malaysia on 9 January 2008.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Explanatory Notes

f) Dividends Paid

| | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
|--|----------------------------|---|
| | RM'000 | RM'000 |
| Interim dividend in respect of financial year ending 30 June 2008 - 7.0 sen per ordinary share of RM0.10 each less 26% income tax | 314,738 | - |
| Interim dividend in respect of financial year ended 30 June 2007 - 35.0 sen per ordinary share of RM0.50 each less 27% income tax | - | 316,351 |
| Second interim dividend in respect of financial year ended 30 June 2006 - 13.5 sen tax exempt per ordinary share of RM0.50 each | - | 164,779 |
| | 314,738 | 481,130 |

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Explanatory Notes

g) Segment Revenue & Results

| (RM'000) | Plantation | Property Development | Property Investment | Resource-based Manufacturing | Other Operations | Eliminations | Consolidated |
|--|------------------|----------------------|---------------------|------------------------------|------------------|--------------------|-------------------|
| 9 Months Ended 31/03/08 | | | | | | | |
| REVENUE | | | | | | | |
| External Sales | 168,528 | 580,368 | 52,640 | 9,220,663 | 83,105 | - | 10,105,304 |
| Inter-segment sales | 1,815,960 | - | - | - | - | (1,815,960) | - |
| Total Revenue | 1,984,488 | 580,368 | 52,640 | 9,220,663 | 83,105 | (1,815,960) | 10,105,304 |
| RESULT | | | | | | | |
| Segment results | 1,302,352 | 278,276 | 32,354 | 457,401 | 36,404 | - | 2,106,787 |
| Gain on disposal of non-current assets held for sale | 11,221 | 3,310 | 2,190 | - | - | - | 16,721 |
| Translation gain on USD denominated borrowings | | | | | | | 226,796 |
| Other unallocated corporate expenses | | | | | | | (70,255) |
| Operating profit | | | | | | | 2,280,049 |
| Finance cost | | | | | | | (130,642) |
| Interest income | | | | | | | 46,941 |
| Share of results of associates | 15,772 | - | - | 27,023 | - | - | 42,795 |
| Share of results of jointly controlled entity | - | (46) | - | - | - | - | (46) |
| Profit before taxation | | | | | | | 2,239,097 |
| Taxation | | | | | | | (482,875) |
| Profit for the period | | | | | | | 1,756,222 |
| 9 Months Ended 31/03/07 | | | | | | | |
| REVENUE | | | | | | | |
| External sales | 345,010 | 511,509 | 49,068 | 5,439,177 | 66,189 | - | 6,410,953 |
| Inter-segment sales | 788,343 | - | - | - | - | (788,343) | - |
| Total Revenue | 1,133,353 | 511,509 | 49,068 | 5,439,177 | 66,189 | (788,343) | 6,410,953 |
| RESULT | | | | | | | |
| Segment results | 668,746 | 275,374 | 30,235 | 311,776 | 35,697 | - | 1,321,828 |
| Translation gain on USD denominated borrowings | | | | | | | 122,954 |
| Other unallocated corporate expenses | | | | | | | (27,047) |
| Operating profit | | | | | | | 1,417,735 |
| Finance cost | | | | | | | (97,183) |
| Interest income | | | | | | | 32,656 |
| Share of results of associates | 7,916 | - | - | 27,450 | - | - | 35,366 |
| Profit before taxation | | | | | | | 1,388,574 |
| Taxation | | | | | | | (271,374) |
| Profit for the period | | | | | | | 1,117,200 |

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Explanatory Notes

h) Material Events Subsequent to the End of Financial Period

There were no material events subsequent to 31 March 2008 that has not been reflected in the financial statements

i) Changes in the Composition of the Group

There were no material changes in the composition of the Group during the financial period ended 31 March 2008 except for the following:

| | EFFECTIVE EQUITY INTEREST AS AT | |
|---|--|-------------------|
| | 31/03/2008 | 30/06/2007 |
| IOI Consolidated (Singapore) Pte Ltd <i>(formerly known as I.O.I. (S) Pte Ltd)</i> | 100% | - |
| IOI Lipid Enzymtec Sdn Bhd | 100% | - |
| Lynwood Capital Resource Pte Ltd | 100% | - |
| Oakridge Investments Pte Ltd | 100% | - |
| Oleander Capital Resources Pte Ltd | 100% | - |

j) Contingent Liabilities

There were no significant changes in contingent liabilities since the last annual balance sheet date.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

1) Review of the Performance of the Company and Its Principal Subsidiaries

Group revenue for YTD Q3 FY2008 is 58% higher than last year's corresponding period. All major business segments reported increase in revenue as a result of higher palm oil prices, increased volume for resource-based manufacturing, as well as higher sales of properties.

The Group's pre-tax profit for YTD Q3 FY2008 is RM2.24 billion, an increase of 61% as compared to the RM1.39 billion reported for YTD Q3 FY2007, contributed by better performances from all major business segments.

Plantation earnings of RM1,302.4 million for YTD Q3 FY2008 is about twice the earnings generated for YTD Q3 FY2007, boosted by significantly higher CPO prices. Average CPO prices realised for YTD Q3 FY2008 is RM2,705 per MT as compared to RM1,649 per MT for the same period last year.

The resource-based manufacturing segment continued to perform well for YTD Q3 FY2008 with an increase in operating profit by 47% at RM457.4 million with the inclusion of profit from Pan Century Group as well as volume and margin growth from all three sub-segments.

The property segment's operating profit is about previous year's level at RM310.6 million.

Overall, the Group achieved net earnings of RM1.63 billion for YTD Q3 FY2008, a 59% increase over the RM1.03 billion recorded for YTD Q3 FY2007. The percentage increase of the Group's net earnings level is slightly lower than the percentage increase of the Group's pre-tax level due mainly to higher tax expense as a result of the expiry of certain tax incentives granted by the tax authority at the end of FY2007.

In the opinion of the Directors, the results for the financial period under review have not been affected by any transaction or event of a material or unusual nature which may have arisen between 31 March 2008 and the date of this announcement.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

2) Material Change in Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter

Group pre-tax profit increased by 4% from RM790.5 million in Q2 FY2008 to RM820.4 million in Q3 despite it being a low production season for oil palm. The decrease of 8% in plantation operating profit for Q3 as compared to Q2 is relatively mild compared to past years. The traditional seasonal drop in FFB production (down by 23%) was cushioned by the continued increase in CPO prices (up by 13%). Besides the plantation segment, both property and resource-based manufacturing segments reported increase in operating profit, by 12% and 10% respectively. The manufacturing segments continued to perform well despite an extremely volatile market, largely due to successful hedges for raw material feedstock and increased volume. The property segment benefited from an improved performance from the residential sector, in particular, our Johor projects.

The analysis of contribution by segment is as follows:

| | CURRENT QUARTER RM'000 | PRECEDING QUARTER RM'000 | INCREASE/ (DECREASE) RM'000 | |
|--|---------------------------------------|---|--|--------|
| Plantation | 434,779 | 470,036 | (35,257) | (8%) |
| Property development | 95,496 | 83,851 | 11,645 | |
| Property investment | 10,429 | 11,124 | (695) | |
| Total Property | 105,925 | 94,975 | 10,950 | 12% |
| Resource-based manufacturing | 175,561 | 159,079 | 16,482 | 10% |
| Other operations | 11,023 | 9,865 | 1,158 | 12% |
| | 727,288 | 733,955 | (6,667) | (1%) |
| Gain on disposal of non-current assets held for sale | - | 16,721 | (16,721) | - |
| Translation gain on USD denominated borrowings | 95,700 | 96,191 | (491) | (1%) |
| Other unallocated corporate expenses | 829 | (42,007) | 42,836 | (102%) |
| Operating profit | 823,817 | 804,860 | 18,957 | 2% |
| Interest expense | (46,952) | (38,987) | (7,965) | 20% |
| Interest income | 25,571 | 12,734 | 12,837 | 101% |
| Share of results of associates | 17,949 | 11,884 | 6,065 | 51% |
| Share of results of jointly controlled entity | (26) | (4) | (22) | 550% |
| Profit before taxation | 820,359 | 790,487 | 29,872 | 4% |

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

3) Current Year Prospects

Barring unforeseen circumstances, all business segments are expected to continue to perform well for the financial year ending 30 June 2008.

4) Achievability of forecast results

Not applicable

5) Variance of Actual Profit from Forecast Results or Profit Guarantee

Not applicable.

6) Taxation

| | INDIVIDUAL QUARTER (Q3) | | CUMULATIVE QUARTER (9 Mths) | |
|--|--------------------------------|--|--------------------------------|---|
| | CURRENT YEAR QUARTER RM'000 | PRECEDING YEAR CORRESPONDING QUARTER RM'000 | CURRENT YEAR TO DATE RM'000 | PRECEDING YEAR CORRESPONDING PERIOD RM'000 |
| The tax expense comprises the following: | | | | |
| Current taxation | | | | |
| - Current year | 181,317 | 91,286 | 485,158 | 257,267 |
| - Prior years | 1,616 | 3,941 | 2,042 | 5,435 |
| Deferred taxation | | | | |
| - Current year | (4,877) | 6,481 | (16,685) | 3,958 |
| - Prior years | 4,726 | (62) | 12,360 | 4,714 |
| | 182,782 | 101,646 | 482,875 | 271,374 |

The effective tax rates of the Group for the current year and current quarter are lower than the statutory tax rate due principally to the utilisation of previously unrecognised tax losses, capital and agricultural allowances, non taxable income as well as tax incentives available to certain subsidiaries of the Group.

Effective tax rate for the current year is higher because of the expiry of certain tax incentive granted by the tax authority at the end of FY2007.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

7) Profit on Sale of Unquoted Investments and/or Properties

There were no material disposals of unquoted investments and/or properties outside the ordinary course of business of the Group for the current quarter and financial year to-date.

**8) Quoted Securities
(Other than Securities in Existing Subsidiaries)**

a) Purchases and disposals of quoted securities

| | INDIVIDUAL QUARTER (Q3) | | CUMULATIVE QUARTER (9 Mths) | |
|------------------------|-------------------------|--------------------------------------|-----------------------------|-------------------------------------|
| | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Total sale proceeds | 340 | 4,299 | 1,127 | 5,054 |
| Total gain on disposal | 212 | 2,000 | 564 | 2,131 |
| Total purchases | - | 1,452 | - | 1,466 |

b) Total investments in quoted securities (mainly classified under other long term investments) as at 31 March 2008 are as follows:

| | RM'000 |
|-----------------------------------|---------------|
| Quoted in Malaysia | |
| At cost | 31,532 |
| Allowance for diminution in value | (5,905) |
| Net book value | <u>25,627</u> |
| At market value | <u>70,049</u> |
| Quoted outside Malaysia * | |
| At cost | 16,194 |
| Allowance for diminution in value | (9,017) |
| Net book value | <u>7,177</u> |
| At market value | <u>8,976</u> |

* Held by IOI Oleochemical Industries Berhad

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

9) Status of Corporate Proposal

- a) The status of corporate proposals announced by the Group but not completed as at 8 May 2008 (being a date not earlier than 7 days from the date of issue of the quarterly report) is as follows:

IOI Corporation Berhad ("IOI")

| | | |
|----|---------------------|---|
| i. | Proposal | On 17 March 2008, IOI entered into conditional share sale agreements with Double Dynasty Sdn Bhd and its subsidiaries/affiliates, and Nirwana Muhibbah Sdn Bhd to acquire 70%, 70%, 60%, 48%, 100% and 60% of the issued and paid-up share capitals of DD Pelita Gedong Plantation Sdn Bhd, DD Pelita Sadong Plantation Sdn Bhd, DD Pelita Sebunggan Plantation Sdn Bhd, Mutiara Pelita Genaan Plantation Sdn Bhd, DD Palm Oil Mills Sdn Bhd and a nominated company ("collectively referred to as the "Acquiree Companies") respectively for a total purchase consideration of RM439,852,203. The Acquiree Companies are involved in the cultivation and processing of palm oil. |
| | Adviser | None. |
| | Approval(s) pending | Foreign Investment Committee. |

IOI Properties Berhad ("IOIP")

| | | |
|----|---------------------|--|
| i. | Proposal | <p>On 9 January 2008, IOI Properties (Singapore) Pte Ltd, a wholly-owned subsidiary of IOIP, and Ho Bee Investment Ltd, successfully tendered for a 99-year leasehold land parcel in Sentosa, Singapore, identified as Condominium Parcel C13 or The Pinnacle Collection, measuring approximately 21,523 square meters or approximately 5.3 acres (with a maximum permissible gross floor area of 602,359 square feet, which translates into a maximum permissible gross plot ratio of 2.60), for a total cash consideration of SGD1,097,499,999.</p> <p>IOI Properties (Singapore) Pte Ltd and Ho Bee Investment Ltd have formed a joint venture company named Pinnacle (Sentosa) Pte Ltd to acquire and develop the Pinnacle Collection. The equity interest in this joint venture company is held in the proportion of 65%:35% by IOI Properties (Singapore) Pte Ltd and Ho Bee Investment Ltd respectively.</p> <p>The tender consideration of SGD1,097,499,999 has been fully paid to the Vendor.</p> |
| | Adviser | None. |
| | Approval(s) pending | Shareholders' ratification will be sought at an extraordinary general meeting to be convened. |

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

9) Status of Corporate Proposal (Continued)

IOI Properties Berhad (“IOIP”) (Continued)

| | | |
|-----|---------------------|---|
| ii. | Proposal | <p>On 26 February 2008, IOIP announced the following proposals:</p> <ul style="list-style-type: none"> • proposed share split involving the subdivision of every one (1) existing ordinary share of RM1.00 each in IOIP into two (2) new ordinary shares of RM0.50 each in IOIP (“Proposed Share Split”); • proposed amendments to the memorandum and articles of association of IOIP to facilitate the implementation of the Proposed Share Split (“Proposed M&A Amendments”); and • proposed renounceable rights issue of up to 169,534,900 new ordinary shares of RM0.50 each in IOIP (“Rights Shares”), on the basis of one (1) Rights Share for every four (4) ordinary shares of RM0.50 each in IOIP to be held on the entitlement date, after the Proposed Share Split at an issue price of RM5.50 per Rights Share (“Proposed Rights Issue”) |
| | Adviser | Aseambankers Malaysia Berhad |
| | Approval(s) pending | <ul style="list-style-type: none"> • Securities Commission for the Proposed Rights Issue; • Bursa Securities for both the Proposed Share Split and Proposed Rights Issue; and • the shareholders of IOIP for the Proposed Share Split, Proposed M&A Amendments and Proposed Rights Issue. |

b) The status of utilisation of proceeds raised from the 3rd Exchangeable Bonds as at 8 May 2008 (being a date not earlier than 7 days from the date of issue of the quarterly report) is as follows:

| Purpose | Proposed Utilisation (USD million) | Actual Utilisation (USD million) | Intended Timeframe for Utilisation | Deviation | |
|---|---------------------------------------|-------------------------------------|------------------------------------|-----------|----------|
| | | | | Amount | % |
| Capital expenditure, investments/acquisitions and working capital | 600 | 114 | by January 2011 | - | - |
| Total | 600 | 114 | | - | - |

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

10) Group Borrowings and Debts Securities

Group borrowings and debt securities as at 31 March 2008 are as follows:

| | RM'000 |
|--|------------------|
| a) Bank overdrafts | |
| Unsecured | |
| Denominated in RM | 2,461 |
| Denominated in EGP* (EGP3,469,000) | 1,995 |
| Total Bank Overdrafts | 4,456 |
| b) Short term borrowings | |
| Secured | |
| Denominated in SGD (SGD22,150,000) | 51,171 |
| Unsecured | |
| Denominated in RM | 205,292 |
| Denominated in USD (USD1,102,000) | 3,513 |
| Denominated in SGD (SGD200,235,000) | 462,583 |
| Total Short Term Borrowings | 722,559 |
| c) Long term borrowings | |
| Unsecured | |
| Denominated in SGD (SGD241,000,000) | 556,758 |
| Denominated in JPY (JPY21,000,000,000) | 582,618 |
| Denominated in USD (USD1,112,874,000) | 3,547,288 |
| Total Long Term Borrowings | 4,686,664 |
| Total Borrowings | 5,413,679 |

* EGP – Egyptian Pound

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

11) Off Balance Sheet Financial Instruments

- a) Forward foreign exchange sale and purchase contracts that were entered into as at 8 May 2008 (being a date not earlier than 7 days from the date of issue of the quarterly report) by certain subsidiary companies were RM4.97 billion and RM83.2 million respectively. These contracts were entered into as hedges for sales and purchases denominated in foreign currencies and to limit the exposure to potential changes in foreign exchange rates with respect to subsidiary companies' foreign currencies denominated estimated receipts and payments. The maturity period of these contracts range from May 2008 to January 2011.

There is minimal credit risk as the contracts were entered into with reputable banks.

- b) Structured foreign exchange contracts entered into by the Group and outstanding as at 8 May 2008 are as follows:

| Description | Notional Amount | Effective Period |
|-----------------------------------|------------------|---------------------------|
| EUR/USD Target Redemption Forward | EUR192.0 million | June 2007 to October 2009 |
| EUR/USD Strike Lift | EUR54.0 million | May 2007 to April 2010 |
| USD/RM Strike Lift | USD180.0 million | May 2007 to August 2009 |
| USD/MYR Target Redemption Forward | USD858.0 million | March 2008 to April 2009 |

The above contracts were entered into as hedges for USD deposits, sales and purchases denominated in foreign currencies and to limit the exposure to potential changes in foreign exchange rates with respect to subsidiary companies' foreign currencies denominated estimated receipts and payments.

There is minimal credit risk as the contracts were entered into with reputable banks.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

11) Off Balance Sheet Financial Instruments (Continued)

- c) Commodity future contracts entered into by certain subsidiary companies and outstanding as at 8 May 2008 are as follows:

| Description | Ringgit Equivalent (RM'mil) | Maturity Period |
|--------------------|-----------------------------|---------------------------|
| Sale contracts | 41.5 | June 2008 to May 2009 |
| Purchase contracts | 467.4 | June 2008 to January 2009 |

The above exchange traded commodity contracts were entered into with the objective of managing and hedging the respective exposure of the Group's plantation segment and resource-based manufacturing segment to adverse price movements in vegetable oil commodities.

The associated credit risk is minimal as these contracts were entered into with brokers of commodity exchanges. Gains or losses arising from contracts entered into as hedges of anticipated future transactions are deferred until the date of such transactions, at which time they are included in the measurement of such transactions. Gains and losses on contracts which are no longer designated as hedges are included in the income statement.

- d) As at 8 May 2008, the Group has the following interest rate swap contracts:

| Interest Rate Swap | Notional Amount | Effective Period |
|-------------------------------------|-----------------|------------------------------------|
| CMS Spread Daily Range Accrual Swap | USD 100 million | 12 October 2005 to 13 October 2010 |
| CMS Spread Daily Range Accrual Swap | RM100 million | 11 May 2006 to 11 May 2011 |
| USD Dual Index Hybrid Swap | USD40 million | 22 July 2007 to 22 July 2014 |

Note:

CMS: Constant Maturity Swap

Any differential to be paid or received on the interest rate swap contract is recognised as a component of interest expense over the period of the contract. Gains or losses on early termination of interest rate swap contract or on repayment of the borrowings are taken to the income statement.

There is minimal credit risk as the interest rate swap contracts were entered into with reputable banks.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

11) Off Balance Sheet Financial Instruments (Continued)

e) As at 8 May 2008, the Group has the following cross currency swap contracts:

| Cross Currency Swap | Notional Amount | Effective Period |
|---|-------------------------------------|------------------------------------|
| Fixed rate USD liability to fixed rate EUR liability ¹ | USD209.6 million into EUR161million | 1 April 2005 to 28 February 2015 |
| JPY liability to USD liability ² | JPY15.0 billion into USD128 million | 23 January 2007 to 22 January 2037 |
| JPY liability to USD liability ³ | JPY6.0 billion into USD55 million | 11 January 2008 to 10 January 2038 |

¹ The contracts effectively swapped part of the Group's USD500 million 5.25% Guaranteed Notes due 2015 into fixed rate EUR liability and serve as a hedge against the Group's Euro denominated assets.

² The contracts effectively swapped the Group's JPY15.0 billion 30-year Fixed Rate Term Loan due 2037 into USD128 million liability.

³ The contracts effectively swapped the Group's JPY6.0 billion 30-year Fixed Rate Term Loan due 2038 into USD55 million liability.

There is minimal credit risk as the swaps were entered into with reputable banks.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

12) Material Litigations

There are no new material litigation or significant changes to the status of material litigations which are pending disposal in the courts since 30 June 2007. For ease of reference, the material litigations brought forward are detailed below:

a) IOI Corporation Berhad

- i) A minority shareholder of IOI Oleochemical Industries Berhad ("IOI Oleo"), Tuan Haji Zulkifli bin Haji Hussain ("the Applicant") has on 26 July 2000 obtained an Ex-parte Order For Leave to apply for an Order of Mandamus against the Securities Commission to compel the Securities Commission to direct the Company to make a mandatory general offer on the remaining shares of IOI Oleo not owned by the Company.

Notwithstanding that the Company was not a party to the above proceedings, in order to protect the interests of the Company, the Company has applied and has been allowed to be joined as a party to the aforesaid court action on 1 November 2000. Subsequent thereto, the Company has instructed its solicitors to make the necessary application to set aside the Order For Leave and to strike out the Applicant's Notice of Motion for an Order of Mandamus. The Company had successfully completed a mandatory general offer on IOI Oleo in October 2001. The High Court had on 20 December 2004 struck out with costs the Applicant's Notice of Motion for an Order of Mandamus and the Applicant has since filed an appeal against the said decision.

On 15 March 2006, the Company had completed the privatisation of IOI Oleo by way of a members' scheme of arrangement under Section 176 of the Companies Act, 1965 and IOI Oleo is now a wholly-owned subsidiary of the Company.

The Board, based on legal advice, is of the opinion that the Company has valid grounds to succeed in this litigation.

- ii) A civil suit has been instituted by Tuan Haji Zulkifli Bin Hussain and 6 others, the shareholders/former shareholders of IOI Oleochemical Industries Berhad ("IOI Oleo") against the Company, its Executive Chairman Tan Sri Dato' Lee Shin Cheng and its Executive Director, Dato' Lee Yeow Chor. The Writ of Summons and the Statement of Claim, inter alia, alleged that the defendants are under an obligation pursuant to Rule 34.1 of the Malaysian Code on Take-Overs and Mergers, 1987 to extend a mandatory general offer to the plaintiffs to acquire their shares in IOI Oleo and have sought for damages by reason of alleged failure by the defendants to extend the said general offer.

The plaintiffs' claim in this suit is based on similar facts that gave rise to the mandamus proceeding initiated by the first plaintiff in the High Court of Kuala Lumpur against the Securities Commission, as disclosed under item 12(a)(i), in which the Company and Tan Sri Dato' Lee Shin Cheng were subsequently allowed to be joined as parties to the said mandamus proceeding.

This case has been fixed for further direction on 6 October 2008.

The Company had been advised by its solicitors that it has genuine and valid defences to advance against the plaintiffs' cause of actions and the claims made therein.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

12) Material Litigations (Continued)

b) Unipamol Malaysia Sdn Bhd (subsidiary of IOI Oleochemical Industries Berhad)

Unipamol Malaysia Sdn Bhd ("Unipamol") has obtained summary judgement against Unitangkob (Malaysia) Berhad ("Unitangkob") on 27 July 2001 in the High Court of Sabah and Sarawak at Kota Kinabalu for, inter alia, recovery of the principal sum of approximately RM5 million together with interest and costs. Unitangkob's appeal against the summary judgement was dismissed with costs and it has filed further appeal to the Court of Appeal. Unipamol has commenced winding-up proceedings against Unitangkob to recover the amount due under the summary judgement and Unitangkob has filed Notice of Motion for stay of the said winding-up proceedings. The following applications are still pending disposal in court:

- i) an application to stay the execution of the summary judgement; and
- ii) an application to amend their Defence and include a Counter-claim against Unipamol for a sum of RM208 million for special and general damages;

Meanwhile, Unipamol has been advised that Unitangkob has been wound up by its other creditors on 21 September 2007 and the Director General of Insolvency has been appointed as the Official Receiver of Unitangkob. Unipamol has filed a Proof of Debt against Unitangkob.

Unipamol has obtained favourable legal opinion on the merits of the case.

c) Unipamol Malaysia Sdn Bhd and Pamol Plantations Sdn Bhd (subsidiaries of IOI Oleochemical Industries Berhad)

A legal suit has been instituted by Joseph bin Paulus Lantip, Mairin @ Martin bin Idang, Jaskri Doyou, Saffar bin Jumat @ Beklin bin Jumat, Datuk Miller Munang and George Windom Munang against Unipamol Malaysia Sdn Bhd ("Unipamol"), Pamol Plantations Sdn Bhd ("PPSB"), Unilever plc and its subsidiary Pamol (Sabah) Ltd. The Writ of Summons and Statement of Claim are dated 4 December 2002 and inter-alia, alleged that the Defendants have wrongfully refused or failed to continue with the Share Sale Agreement (to which PPSB is a party but not Unipamol) and Shareholders' Agreement (to which both PPSB and Unipamol are parties). The Plaintiffs are claiming for, inter-alia, special damages of RM43.47 million, general damages of RM136.85 million or such amount as may be assessed, exemplary damages, interest and costs. Unipamol and PPSB have entered an appearance and filed a Defence to the claim as well as a Counter-claim against the Plaintiffs.

This case is fixed for full trial on 19-21 November 2008.

Unipamol and PPSB have obtained favourable legal opinion on the merits of the case.

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

13) Dividend

The Board has on 14 February 2008 declared an interim dividend of 70% or 7.0 sen per ordinary share of RM0.10 each less 26% income tax in respect of six months financial period ended 31 December 2007 (31 December 2006: 70% or 35.0 sen per ordinary share of RM0.50 each less 27% income tax). The dividend was paid on 28 March 2008.

The total dividend declared to date for the current financial year is 7.0 sen per RM0.10 share less 26% income tax (31 March 2007: 35.0 sen per RM0.50 share less 27% income tax).

No dividend has been proposed for this quarter.

14) Earnings per Share

Comparative earnings per share have been restated to take into account the effect of the subdivision of ordinary share of RM0.50 each into ordinary share of RM0.10 each on 6 June 2007.

| | INDIVIDUAL QUARTER (Q3) | | CUMULATIVE QUARTER (9 Mths) | |
|--|-------------------------|---|-----------------------------|--|
| | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER (Restated) | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD (Restated) |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| a) Basic earnings per share | | | | |
| Net profit for the period attributable to equity holders of the parent | 601,639 | 392,173 | 1,634,348 | 1,030,443 |
| Weighted average number of ordinary shares in issue ('000) | 6,081,566 | 6,190,075 | 6,065,414 | 6,122,650 |
| Basic earnings per share (sen) | 9.89 | 6.34 | 26.95 | 16.83 |

Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

14) Earnings per Share (Continued)

| | INDIVIDUAL QUARTER (Q3) | | CUMULATIVE QUARTER (9 Mths) | |
|--|-------------------------|---|-----------------------------|--|
| | CURRENT YEAR QUARTER | PRECEDING YEAR CORRESPONDING QUARTER (Restated) | CURRENT YEAR TO DATE | PRECEDING YEAR CORRESPONDING PERIOD (Restated) |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| b) Diluted earnings per share | | | | |
| Adjusted net profit for the period attributable to equity holders of the parent : | | | | |
| Net profit for the period attributable to equity holders of the parent | 601,639 | 392,173 | 1,634,348 | 1,030,443 |
| Assumed exchange of USD310 million Zero Coupon Guaranteed Exchangeable Bonds at beginning of period: | | | | |
| Net interest savings | - | 513 | - | 4,496 |
| Net foreign exchange differences taken up | - | (1,696) | - | (9,590) |
| | - | (1,183) | - | (5,094) |
| Assumed exchange of USD370 million Zero Coupon Guaranteed Exchangeable Bonds at inception: | | | | |
| Net interest savings | 3,775 | 10,846 | 21,586 | 12,424 |
| Net foreign exchange differences taken up | (16,878) | (26,140) | (55,707) | (33,888) |
| | (13,103) | (15,294) | (34,121) | (21,464) |
| Assumed exchange of USD600 million Zero Coupon Guaranteed Exchangeable Bonds at inception: | | | | |
| Net interest savings | 11,228 | - | 11,228 | - |
| Net foreign exchange differences taken up | (37,122) | - | (37,122) | - |
| | (25,894) | - | (25,894) | - |
| | 562,642 | 375,696 | 1,574,333 | 1,003,885 |
| Adjusted weighted average number of ordinary shares in issue ('000) | | | | |
| Weighted average number of ordinary shares in issue | 6,081,566 | 6,190,075 | 6,065,414 | 6,122,650 |
| Assumed exchange of USD310 million Zero Coupon Guaranteed Exchangeable Bonds at beginning of period | - | 37,630 | - | 105,965 |
| Assumed exchange of USD370 million Zero Coupon Guaranteed Exchangeable Bonds at inception | 97,977 | 278,680 | 183,856 | 104,760 |
| Assumed exchange of USD600 million Zero Coupon Guaranteed Exchangeable Bonds at inception | 149,419 | - | 49,444 | - |
| Assumed exercise of Executive Share Options at beginning of period | 79,044 | 44,895 | 73,507 | 38,890 |
| | 6,408,006 | 6,551,280 | 6,372,221 | 6,372,265 |
| Diluted earnings per share (sen) | 8.78 | 5.73 | 24.71 | 15.75 |



Interim Report For The Financial Period Ended 31 March 2008

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

15) Audit Qualification

The audit report of the Group's preceding year financial statements was not qualified.

By Order of the Board

Lee Ai Leng
Yap Chon Yoke
Company Secretaries

Putrajaya
15 May 2008

**IOI GROUP****IOI CORPORATION BERHAD** (9027-W)
(Incorporated in Malaysia)**Interim Report For The Financial Period Ended 31 March 2008**

(The figures have not been audited)

Group Plantation Statistics

| | | As At 31/03/2008 | As At 31/03/2007 |
|---------------------|-------------------|---------------------|---------------------|
| Planted Area | | | |
| Oil palm | | | |
| Mature | <i>(hectares)</i> | 138,386 | 138,934 |
| Total planted | <i>(hectares)</i> | 149,060 | 148,822 |
| Rubber | | | |
| Mature | <i>(hectares)</i> | 274 | 568 |
| Total planted | <i>(hectares)</i> | 552 | 568 |

| | | 31/03/2008 (9 months) | 31/03/2007 (9 months) |
|---------------------------------------|-------------------|--------------------------|--------------------------|
| Average Mature Area | | | |
| Oil Palm | <i>(hectares)</i> | 138,567 | 137,791 |
| Rubber | <i>(hectares)</i> | 482 | 568 |
| Production | | | |
| Oil Palm | | | |
| FFB production | <i>(tonnes)</i> | 3,027,224 | 2,899,096 |
| Yield per mature hectare | <i>(tonnes)</i> | 21.85 | 21.04 |
| FFB processed | <i>(tonnes)</i> | 3,040,937 | 2,921,833 |
| Crude palm oil production | <i>(tonnes)</i> | 649,623 | 623,249 |
| Palm kernel production | <i>(tonnes)</i> | 154,163 | 146,558 |
| Crude palm oil extraction rate | <i>(%)</i> | 21.36% | 21.33% |
| Palm kernel extraction rate | <i>(%)</i> | 5.07% | 5.02% |
| Rubber | | | |
| Rubber production | <i>('000kgs)</i> | 1,066 | 1,317 |
| Yield per mature hectare | <i>(kgs)</i> | 2,212 | 2,319 |
| Average Selling Price Realised | | | |
| Oil palm | | | |
| Crude palm oil | <i>(RM/tonne)</i> | 2,705 | 1,649 |
| Palm kernel | <i>(RM/tonne)</i> | 1,630 | 881 |