



IJM PLANTATIONS BERHAD (133399-A)

Part A1 : Quarterly Report

Quarterly report for the financial period ended: 30/06/2009
Quarter: 1st Qtr
Financial Year End: 31/03/2010
The figures: Have not been Audited

Full Quarterly Report: Refer attached

Part A2 : Summary of Key Financial Information for the financial period 30/06/2009

	Individual Quarter		Cumulative Period	
	Current year quarter 30/06/2009 RM'000	Preceding year quarter 30/06/2008 RM'000	Current year to date 30/06/2009 RM'000	Preceding year to date 30/06/2008 RM'000
1 Revenue	94,277	158,546	94,277	158,546
2 Profit before tax	11,303	57,928	11,303	57,928
3 Profit for the period	7,976	43,772	7,976	43,772
4 Profit/(loss) attributable to ordinary equity holders of the Company	7,881	43,772	7,881	43,772
5 Basic earnings/(loss) per share (sen)	1.23	6.85	1.23	6.85
6 Proposed/Declared dividend per share (sen)	-	-	-	-
	As at end of current quarter 30/06/2009		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		1.24		1.30

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER 3 MONTHS ENDED 30 JUNE		CUMULATIVE 3 MONTHS ENDED 30 JUNE	
	2009 RM'000 (unaudited)	2008 RM'000 (unaudited)	2009 RM'000 (unaudited)	2008 RM'000 (unaudited)
Revenue	94,277	158,546	94,277	158,546
Operating Expenses	(83,358)	(103,521)	(83,358)	(103,521)
Other Income	411	1,204	411	1,204
Profit from Operations	11,330	56,229	11,330	56,229
Finance Costs	(660)	(1,033)	(660)	(1,033)
Share of results of Associate	656	2,722	656	2,722
Share of results of Jointly Controlled Entities	(23)	10	(23)	10
Profit Before Taxation	11,303	57,928	11,303	57,928
Taxation	(3,327)	(14,156)	(3,327)	(14,156)
Profit for the Period	7,976	43,772	7,976	43,772
Profit for the Period attributable to:				
- Equity holders of the Company	7,881	43,772	7,881	43,772
- Minority Interest	95	-	95	-
	7,976	43,772	7,976	43,772
Earnings per share attributable to equity holders of the Company (sen):				
(a) Basic:				
- [Note B13]	1.23 sen	6.85 sen	1.23 sen	6.85 sen
(b) Fully diluted:				
- [Note B13]	1.23 sen	6.83 sen	1.23 sen	6.83 sen

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2009

	30 June 2009 RM'000 (Unaudited)	31 March 2009 RM'000 (Audited)
ASSETS		
Non-Current Assets:		
Property, Plant and Equipment	270,127	265,423
Leasehold land	116,350	116,850
Plantation Expenditure	440,085	430,972
Investments in Associate	13,464	12,808
Investment in Jointly Controlled Entities	9,855	9,797
Other Receivables	111,969	92,165
Deferred Tax Assets	4,751	3,394
	966,601	931,409
Current Assets:		
Inventories	46,369	39,317
Trade and Other Receivables	22,773	15,268
Tax recoverable	5,658	3,120
Cash and Bank Balances	48,379	52,665
	123,179	110,370
TOTAL ASSETS	1,089,780	1,041,779
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	320,537	320,537
Reserves	474,258	510,456
	794,795	830,993
Minority interests	1,525	1,274
Total Equity	796,320	832,267
Non-Current Liabilities:		
Borrowings	30,000	-
Deferred Tax Liabilities	126,842	124,823
	156,842	124,823
Current Liabilities:		
Trade and Other Payables	50,257	49,456
Dividend Payable	51,286	-
Borrowings	34,974	34,958
Tax payables	101	275
	136,618	84,689
Total Liabilities	293,460	209,512
TOTAL EQUITY AND LIABILITIES	1,089,780	1,041,779
 Net Assets Per Share attributable to ordinary shareholders of the Company (RM)	 1.24	 1.30

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2009

	Attributable to Equity Holders of the Company					Minority Interests	Total Equity
	Non distributable Reserve			Distributable Reserve			
	Share Capital	Share Premium	Other Reserves	Retained Profits	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 April 2009	320,537	59,297	46,296	404,863	830,993	1,274	832,267
Realisation of revaluation reserve	-	-	(48)	48	-	-	-
Foreign exchange Translation	-	-	7,207	-	7,207	156	7,363
Net income recognised directly in equity	-	-	7,159	48	7,207	156	7,363
Profit for the period	-	-	-	7,881	7,881	95	7,976
Total income and expenses recognised for the period	-	-	7,159	7,929	15,088	251	15,339
Dividend - Year ended 31 March 2009	-	-	-	(51,286)	(51,286)	-	(51,286)
At 30 June 2009 (Unaudited)	320,537	59,297	53,455	361,506	794,795	1,525	796,320

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2008

	Attributable to Equity Holders of the Company				Total Equity
	Non distributable Reserve			Distributable Reserve	
	Share Capital	Share Premium	Other Reserves	Retained Profits	
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2008	319,298	58,418	54,739	343,872	776,327
Realisation of revaluation reserve	-	-	(48)	48	-
Foreign exchange Translation	-	-	(609)	-	(609)
Net income recognised directly in equity	-	-	(657)	48	(609)
Profit for the period	-	-	-	43,772	43,772
Total income and expense recognised for the period	-	-	(657)	43,820	43,163
Dividend - Year ended 31 March 2008	-	-	-	(62,389)	(62,389)
Issue of ordinary shares pursuant to exercise of ESOS	304	230	-	-	534
At 30 June 2008 (Unaudited)	319,602	58,648	54,082	325,303	757,635

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	3 MONTHS ENDED 30 JUNE 2009 RM'000 (unaudited)	3 MONTHS ENDED 30 JUNE 2008 RM'000 (unaudited)
OPERATING ACTIVITIES		
Receipts from customers	100,056	156,176
Payments to contractors, suppliers and employees	(91,711)	(100,968)
Interest paid	(1,253)	(2,187)
Income tax paid	(5,183)	(6,815)
<i>Net cash flows from operating activities</i>	1,909	46,206
INVESTING ACTIVITIES		
Additions to property, plant, equipment, leasehold land and plantation expenditure	(17,894)	(14,082)
Advances to plantation development activities	(15,568)	-
Interest received	170	783
<i>Net cash flows used in investing activities</i>	(33,292)	(13,299)
FINANCING ACTIVITIES		
Issuance of ordinary shares	-	534
Advances to a jointly controlled entity	(3,595)	(7,500)
Proceeds from bank borrowings	30,000	-
<i>Net cash flows from/(used in) financing activities</i>	26,405	(6,966)
Net Change in Cash and Cash Equivalents	(4,978)	25,941
Cash & Cash Equivalent at beginning of year	52,665	99,416
Foreign Exchange differences on opening balances	692	-
Cash & Cash Equivalent at end of period	48,379	125,357
Notes:		
	AS AT 30 JUNE 2009 RM'000	AS AT 30 JUNE 2008 RM'000
Cash and cash equivalents represents the following:		
Cash and bank balances	9,118	2,539
Deposits with licensed banks	39,261	122,818
	48,379	125,357

IJM PLANTATIONS BERHAD (133399-A)

A NOTES TO THE QUARTERLY RESULTS

A1. Basis of Preparation

The audited financial report has been prepared in accordance with *FRS 134: Interim Financial Reporting* and *Chapter 9 Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad*.

The unaudited financial report should be read in conjunction with the audited financial statements for the year ended 31 March 2009 which are available at <http://www.ijm.com>. The explanatory notes attached to the unaudited interim financial report 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 31 March 2009.

A2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2009.

A3. Disclosure of Audit Report Qualification and Status of Matters Raised

The audit report for the financial year ended 31 March 2009 was not subject to any qualifications.

A4. Seasonality or Cyclicity of Operations

As the cropping pattern of oil palm normally declines to a trough in the first half of a calendar year before rising to a peak in a second half, the Group's performance can be affected accordingly.

A5. Unusual Significant Items

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual in nature, size or incidence during the financial period under review.

A6. Material Changes in Estimates

There were no major changes in estimates that have had material effect in the current quarter.

A7. Debt and Equity Securities

There were no other cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter.

A8. Dividend Paid

There was no dividend paid during the current quarter.

IJM PLANTATIONS BERHAD (133399-A)

A9. Segmental Information

There was no segmental reporting as the Group's activities are predominantly engaged in the oil palm cultivation and milling, and principally operated in Malaysia. The operation in Indonesia is significantly below the 10% thresholds for reporting as geographical segment.

A10. Valuations of Property, Plant and Equipment

There was no revaluation of property, plant and equipment for the current quarter.

A11. Material Subsequent Events

There was no material event subsequent to the end of the current quarter that has not been reflected in the unaudited financial statements.

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter except that on 6 June 2009, IJMP Investments (L) Limited ("IJMPILL"), a dormant wholly-owned subsidiary of the Company was struck off from the register of Companies of Labuan Offshore Financial Services Authority.

A13. Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets since 31 March 2009.

A14. Capital Commitments

Capital commitments not provided for in the unaudited financial statements as at 30 June 2009 are as follows:

	2009
	RM'000
Property, plant, equipment and Plantation expenditure	
Approved and contracted for	33,616
Approved but not contracted for	<u>113,380</u>
	<u>146,996</u>
Share of capital commitments of a jointly controlled entity	
Approved and contracted for	13
Approved but not contracted for	<u>27,958</u>
	<u>27,971</u>
	<u>174,967</u>

The current estimated cost of developing our oil palm plantation in Indonesia is about RM700 million of which RM98.9 million has been incurred up to 30 June 2009 and another RM82.5 million has been included in the above stated capital commitment. The Board of Directors will review and approve the development program and cost annually.

IJM PLANTATIONS BERHAD (133399-A)

B Bursa Securities Listing Requirements (Part A of Appendix 9B)

B1. Review of Performance

A convergence of negative factors had a sharp impact on the performance of this quarter. The average CPO selling prices dropped by 32.0% from RM3,306 per tonne to RM2,249 per tonne. The average PKO selling prices reduced by 35.6% from RM4,036 to RM2,593 per tonne. Production of fresh fruit bunches (“FFB”) for the current quarter had also reduced. Compared to the corresponding quarter of the preceding year, when we normally would have shown an upward crop trend, we had instead a 9.2% decline due to a change in cropping pattern. As a result, Group revenue of RM94.3 million was significantly lower (40.5%) than the corresponding quarter of the preceding year. Plantation upkeep costs in particular fertiliser was higher due to earlier application of the required nutrients and higher prices during the period. In addition, the Group incurred an exceptional cost of RM2.8 million in respect of land compensation payment. As such, profit before taxation of RM11.3 million for the current quarter was lower as compared to the same period of the preceding year.

Contribution to the Sabah state sales tax for the current quarter was RM7.2 million. It was RM10.7 million for the corresponding quarter of the preceding year.

B2. Material Changes in the Quarterly Results Compared to the Results of Immediate Preceding Quarter

FFB production decreased marginally (1.6%) from 127,230 tonnes to 125,233 tonnes as production remained in the low crop season. Similarly, outside fruits purchase decreased by 4.0% to 37,216 tonnes.

Average CPO selling price improved by 18.3% from RM1,901 per tonne to RM 2,249 per tonne while average PKO selling price increased by 40.2% from RM1,850 to RM2,593 per tonne. As a result, revenue and profit before taxation for the current quarter were 19.3% and 51.1% higher respectively.

IJM PLANTATIONS BERHAD (133399-A)

B3. Prospects for the Current Financial Year

For the current financial year ending 31 March 2010, the Group expects an increase in palm produce production. However, the Group results will be dependent on palm produce prices and plantation costs, in particular fertiliser costs. Assuming that prices of palm produce and fertiliser remain at current levels, the Group expects reasonable results despite the slow start to the year.

B4. Variance of Actual Profit from Forecast Profit

Not applicable as no profit forecast was published.

B5. Taxation

The taxation of the group for the financial period under review is as follows:

	INDIVIDUAL QUARTER 3 MONTHS ENDED 30 JUNE		CUMULATIVE QUARTER 3 MONTHS ENDED 30 JUNE	
	2009 RM'000	2008 RM'000	2009 RM'000	2008 RM'000
Income tax	2,471	8,392	2,471	8,392
Deferred tax	856	5,764	856	5,764
	<u>3,327</u>	<u>14,156</u>	<u>3,327</u>	<u>14,156</u>

The Group effective tax rate (excluding the result of associate and jointly controlled entities which are equity accounted net of tax) is higher than the statutory tax rate of 25% due to non deductibility of certain expenses for tax purposes.

B6. Unquoted Investments and/or Properties

There were no sales of unquoted investment and/or properties for the current quarter.

B7. Quoted Investment

There were no purchases or disposals of quoted investments for the current quarter.

IJM PLANTATIONS BERHAD (133399-A)

B8. Status of Corporate Proposals

- (a) On 4 April 2007, a wholly owned subsidiary, Gunaria Sdn. Bhd. (“GSB”) entered into a Conditional Sale and Purchase Agreement to acquire 2,850 shares of Rupiah 1 million each, representing 95% equity interest in PT Zarhasih Kaltim Perkasa (“ZKP”), a company incorporated in Indonesia, for a total cash consideration of Rupiah 2,850 million (approximately RM1,056,000). Approval from the Indonesia Investment Coordinating Board for the conversion of ZKP to a foreign capital investment company had been obtained. Subscription of shares in ZKP by GSB is pending clearance from the Indonesia Ministry of Law and Justice and Company Registry.
- (b) On 22 April 2009, a wholly owned subsidiary, Dynasive Enterprise Sdn. Bhd. entered into a Conditional Sale and Purchase Agreement to acquire 750 shares of Rupiah 1 million each, representing 75% equity interest in PT Prima Alumga (“PPA”), a company incorporated in Indonesia, for a total cash consideration of Rupiah 750 million (approximately RM250,000).
- (c) On 8 July 2009, IJM Plantations Berhad (“IJMP”) announced the proposed renounceable rights issue of 160,268,583 new ordinary shares of RM0.50 each in IJMP (“Rights Shares”) together with 80,134,291 new warrants (“Warrants”), on the basis of 2 Rights Shares together with 1 free Warrant for every 8 existing IJMP shares held by the shareholders of IJMP on an entitlement date to be determined and announced later, at an issue price of RM2.10 per Rights Share (“Proposed Rights Issue”). The Proposed Rights Issue had been approved by the Securities Commission and Bank Negara on 6 August 2009 and 14 August 2009 respectively. The shareholders had also approved the Proposed Rights Issue at an Extraordinary General Meeting held on 20 August 2009.

Except for the above, there were no corporate proposals announced but pending completion for the current quarter and financial year-to-date.

B9. Group Borrowings

Particulars of the Group’s borrowings as at 30 June 2009 are as follows:

Unsecured:	RM’000
<u>Bond</u>	35,000
Less: Discount on issuance	
At beginning of year	42
Amortisation for the period	(16)
	26
Short term borrowing	<u>34,974</u>
<u>Term Loan</u>	
Long term borrowing	<u>30,000</u>
Total Borrowings	<u><u>64,974</u></u>

There were no borrowings denominated in foreign currency.

IJM PLANTATIONS BERHAD (133399-A)

B10. Off Balance Sheet Risk Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

B11. Changes in Material Litigation

There was no material litigation since 31 March 2009.

B12. Dividend

In respect of the financial year ended 31 March 2009, a single tier interim dividend of 16% or 8 sen per share (previous corresponding financial year: 18% or 9 sen per share less income tax at 25% and 6% tax exempt dividend per share) was paid on 18 August 2009 to every member who is entitled to receive the dividend on 31 July 2009.

The Directors do not recommend any interim dividend for the current quarter.

IJM PLANTATIONS BERHAD (133399-A)

B13. Earnings per Share

Basic and diluted earnings per ordinary share

Basic earnings per share is calculated by dividing the profit for the period attributable to ordinary equity shareholders of the Company by the weighted average number of ordinary shares in issue during the financial period.

For the purpose of calculating diluted earnings per share in previous financial period, the weighted average number of ordinary shares in issue during the financial period had been adjusted for the dilutive effects of all potential ordinary shares from the exercise of ESOS. The adjusted weighted average number of ordinary shares was the weighted average number of ordinary shares in issue during the financial period plus the weighted average number of ordinary shares which would be issued upon exercise of the ESOS into ordinary shares. The ESOS were deemed to have been converted into ordinary shares at the beginning of the financial period.

	INDIVIDUAL QUARTER 3 MONTHS ENDED 30 JUNE		CUMULATIVE QUARTER 3 MONTHS ENDED 30 JUNE	
	2009	2008	2009	2008
<u>Basic Earnings per share</u>				
(a) Profit for the period attributable to equity holders of the Company (RM'000)	7,881	43,772	7,881	43,772
(b) Weighted average number of ordinary shares ('000')	641,074	638,803	641,074	638,803
Basic Earnings per share (sen)	1.23	6.85	1.23	6.85
<u>Diluted Earnings per share</u>				
(a) Adjusted Profit for the period attributable to equity holders of the Company (RM'000)	7,881	43,772	7,881	43,772
(b) Weighted average number of ordinary shares ('000')	641,074	638,803	641,074	638,803
Effect of dilution				
-ESOS	-	1,797	-	1,797
Adjusted weighted average number of ordinary shares in issue and issuable ('000')	641,074	640,600	641,074	640,600
Diluted Earnings per share (sen)	1.23	6.83	1.23	6.83

B14. Comparative Figures

Comparative figures, where applicable, have been modified to conform with the current quarter's presentation.