



## IJM PLANTATIONS BERHAD (133399-A)

### Part A1 : Quarterly Report

**Quarterly report for the financial period ended:** 31/12/2009  
**Quarter:** 3<sup>rd</sup> 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 31/12/2009

	Individual Quarter		Cumulative Period	
	Current year quarter 31/12/2009 RM'000	Preceding year quarter 31/12/2008 RM'000	Current year to date 31/12/2009 RM'000	Preceding year to date 31/12/2008 RM'000
1 Revenue	120,924	101,665	304,738	412,609
2 Profit before tax	51,631	46,032	86,806	152,995
3 Profit for the period	38,507	33,869	63,914	114,558
4 Profit/(loss) attributable to ordinary equity holders of the Company	38,523	34,001	63,746	114,688
5 Basic earnings/(loss) per share (sen)	5.20	5.05	9.16	17.07
6 Proposed/Declared dividend per share (sen)	-	-	-	-
	<b>As at end of current quarter 31/12/2009</b>		<b>As at preceding financial year end</b>	
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		1.48		1.30

# IJM PLANTATIONS BERHAD (133399-A)

## CONDENSED CONSOLIDATED INCOME STATEMENTS

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 DECEMBER		CUMULATIVE 9 MONTHS ENDED 31 DECEMBER	
	2009 RM'000 (unaudited)	2008 RM'000 (unaudited)	2009 RM'000 (unaudited)	2008 RM'000 (unaudited)
Revenue	120,924	101,665	304,738	412,609
Operating Expenses	(70,717)	(53,785)	(219,374)	(262,325)
Other Income	2,203	1,063	4,220	2,832
Profit from Operations	52,410	48,943	89,584	153,116
Finance Costs	(1,516)	(875)	(3,277)	(3,125)
Share of results of Associate	224	(1,811)	764	3,266
Share of results of Jointly Controlled Entities	513	(225)	(265)	(262)
Profit Before Taxation	51,631	46,032	86,806	152,995
Taxation	(13,124)	(12,163)	(22,892)	(38,437)
Profit for the Period	38,507	33,869	63,914	114,558
Profit for the Period attributable to:				
- Equity holders of the Company	38,523	34,001	63,746	114,688
- Minority Interests	(16)	(132)	168	(130)
	38,507	33,869	63,914	114,558
Earnings per share attributable to equity holders of the Company (sen):				
(a) Basic:				
- [Note B13]	5.20 sen	5.05 sen	9.16 sen	17.07 sen
(b) Fully diluted:				
- [Note B13]	5.20 sen	5.05 sen	9.16 sen	17.07 sen

# IJM PLANTATIONS BERHAD (133399-A)

## CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 31 DECEMBER 2009

	<b>31 December 2009 RM'000 (Unaudited)</b>	<b>31 March 2009 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-Current Assets:</b>		
Property, Plant and Equipment	329,289	265,423
Leasehold land	132,366	116,850
Plantation Expenditure	460,153	430,972
Investment in Associate	13,572	12,808
Investments in Jointly Controlled Entities	9,597	9,797
Other Receivables	118,176	92,165
Deferred Tax Assets	4,226	3,394
	1,067,379	931,409
<b>Current Assets:</b>		
Inventories	58,156	39,317
Trade and Other Receivables	53,273	15,268
Tax recoverable	6,891	3,120
Cash and Bank Balances	291,948	52,665
	410,268	110,370
<b>TOTAL ASSETS</b>	<b>1,477,647</b>	<b>1,041,779</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share Capital	400,671	320,537
Reserves	789,092	510,456
	1,189,763	830,993
Minority interests	1,637	1,274
<b>Total Equity</b>	<b>1,191,400</b>	<b>832,267</b>
<b>Non-Current Liabilities:</b>		
Borrowings	100,000	-
Deferred Tax Liabilities	135,825	124,823
	235,825	124,823
<b>Current Liabilities:</b>		
Trade and Other Payables	48,047	49,456
Borrowings	-	34,958
Tax payables	2,375	275
	50,422	84,689
<b>Total Liabilities</b>	286,247	209,512
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,477,647</b>	<b>1,041,779</b>
 <b>Net Assets Per Share attributable to ordinary shareholders of the Company (RM)</b>	 <b>1.48</b>	 <b>1.30</b>

## IJM PLANTATIONS BERHAD (133399-A)

### CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 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	
<b>At 1 April 2009</b>	320,537	59,297	46,296	404,863	830,993	1,274	832,267
Realisation of revaluation reserve	-	-	(135)	135	-	-	-
Foreign exchange Translation	-	-	9,746	-	9,746	195	9,941
Net income recognised directly in equity	-	-	9,611	135	9,746	195	9,941
Profit for the period	-	-	-	63,746	63,746	168	63,914
Total income and expenses recognised for the period	-	-	9,611	63,881	73,492	363	73,855
Issuance of ordinary shares pursuant to Renounceable Rights Issue	80,134	219,568	36,862	-	336,564	-	336,564
Dividend - Year ended 31 March 2009	-	-	-	(51,286)	(51,286)	-	(51,286)
<b>At 31 December 2009 (Unaudited)</b>	400,671	278,865	92,769	417,458	1,189,763	1,637	1,191,400

## IJM PLANTATIONS BERHAD (133399-A)

### CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2008

	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
<b>At 1 April 2008</b>	319,298	58,418	54,739	343,872	776,327	-	776,327
Realisation of revaluation reserve	-	-	(144)	144	-	-	-
Foreign exchange Translation	-	-	(6,680)	-	(6,680)	(135)	(6,815)
Net income recognised directly in equity	-	-	(6,824)	144	(6,680)	(135)	(6,815)
Profit for the period	-	-	-	114,688	114,688	(130)	114,558
Total income and expenses recognised for the period	-	-	(6,824)	114,832	108,008	(265)	107,743
Acquisitions of subsidiaries	-	-	-	-	-	9	9
Issuance of shares by subsidiaries to minority shareholders	-	-	-	-	-	1,569	1,569
Dividend - Year ended 31 March 2008	-	-	-	(62,389)	(62,389)	-	(62,389)
Issuance of ordinary shares pursuant to exercise of ESOS	1,239	880	-	-	2,119	-	2,119
<b>At 31 December 2008 (Unaudited)</b>	<b>320,537</b>	<b>59,298</b>	<b>47,915</b>	<b>396,315</b>	<b>824,065</b>	<b>1,313</b>	<b>825,378</b>

## IJM PLANTATIONS BERHAD (133399-A)

### CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	<b>9 MONTHS ENDED 31 DECEMBER 2009 RM'000 (unaudited)</b>	<b>9 MONTHS ENDED 31 DECEMBER 2008 RM'000 (unaudited)</b>
<b>OPERATING ACTIVITIES</b>		
Receipts from customers	286,251	414,126
Payments to contractors, suppliers and employees	(231,243)	(270,567)
Interest paid	(2,728)	(3,147)
Income tax paid	(14,168)	(17,048)
<i>Net cash flows from operating activities</i>	38,112	123,364
<b>INVESTING ACTIVITIES</b>		
Additions to property, plant, equipment, leasehold land and plantation expenditure	(126,035)	(61,562)
Advances to plantation development activities	(56,804)	-
Acquisition of subsidiaries, net of cash and cash equivalents	-	6,883
Proceed from disposal of plant and equipment	90	-
Interest received	1,290	2,313
<i>Net cash flows used in investing activities</i>	(181,459)	(52,366)
<b>FINANCING ACTIVITIES</b>		
Issuance of ordinary shares on ESOS	-	2,119
Issuance of ordinary shares on Renounceable Rights Issue	336,564	-
Issuance of ordinary shares by subsidiaries to minority interests	-	1,569
Prepayment from/(Advances to) a jointly controlled entity	31,488	(22,927)
Proceeds from bank borrowings	100,000	-
Bond repayment	(35,000)	(35,000)
Dividend paid	(51,286)	(62,389)
<i>Net cash flows from/(used in) financing activities</i>	381,766	(116,628)
<b>Net Change in Cash and Cash Equivalents</b>	238,419	(45,630)
<b>Cash &amp; Cash Equivalent at beginning of year</b>	52,665	99,416
<b>Foreign Exchange differences on opening balances</b>	864	-
<b>Cash &amp; Cash Equivalent at end of period</b>	291,948	53,786
<b>Notes:</b>	<b>AS AT 31 DECEMBER 2009 RM'000</b>	<b>AS AT 31 DECEMBER 2008 RM'000</b>
Cash and cash equivalents represents the following:		
Cash and bank balances	6,523	9,036
Deposits with licensed banks	285,425	44,750
	291,948	53,786

# 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 and financial period-to-date.

## IJM PLANTATIONS BERHAD (133399-A)

### A7. Debt and Equity Securities

There were no other cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter and financial year-to-date except for the following:

- (a) For the financial period ended 31 December 2009, the paid-up share capital of the Company was increased by RM80,134,291.50 by way of allotment and issue of 160,268,583 ordinary shares of RM0.50 each together with 80,134,149 new detachable Warrants arising from the Renounceable Rights Issue.
- (b) Pursuant to the RM150 million bonds issued under the Islamic Financing concept of Al-Bai's Bithaman Ajil on 15 December 2003, the final installment payment of the bonds amounting to RM35 million was made during the current quarter.

### A8. Dividend Paid

Dividend paid during the financial period ended 31 December 2009 is as follow:

In respect of the financial year ended 31 March 2009 as reported in the directors' report of that year:

	RM'000
A single tier interim dividend of 16% or 8 sen per share was paid on 18 August 2009.	<u>51,286</u>

### 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 and financial period-to-date.

### A11. Material Subsequent Events

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



## IJM PLANTATIONS BERHAD (133399-A)

### A12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter and financial period-to-date 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 31 December 2009 are as follows:

	<b>2009</b>
	<b>RM'000</b>
Property, plant, equipment and Leasehold land and Plantation expenditure	
Approved and contracted for	33,637
Approved but not contracted for	59,691
	<u>93,328</u>
Share of capital commitments of a jointly controlled entity	
Approved and contracted for	13,006
Approved but not contracted for	6,333
	<u>19,339</u>
	<u>112,667</u>

The current estimated cost of developing our oil palm plantation in Indonesia is about RM700 million of which RM184 million has been incurred up to 31 December 2009 and another RM48.7 million has been included in the above stated capital commitment. The Board of Directors will review and approve the development programme and cost annually.

## IJM PLANTATIONS BERHAD (133399-A)

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

#### **B1. Review of Performance**

The Group revenue of RM120.9 million was higher than the corresponding quarter of the preceding year by 18.9%. The increase was due to higher tonnage of palm produce sold. However, the average CPO selling price reduced by 5.4% from RM2,327 per tonne to RM2,202 per tonne while the average price of PKO increased by 3.5% from RM2,362 to RM2,444 per tonne against the corresponding quarter of the preceding year. Fresh fruit bunches (“FFB”) production for the current quarter increased by 8.5% compared to the corresponding quarter of the preceding year due to the change in cropping pattern in addition to more areas reaching prime age in Sugut region. As a result, profit before taxation of RM51.6 million for the current quarter is an increase of 12.2% from the same period of the preceding year.

The Group’s year-to-date revenue of RM304.7 million was lower than the corresponding period of the preceding year by 26.1% due to the average realised CPO selling price of RM2,205 per tonne which was 23.3% lower as compared to RM2,874 per tonne. The average price of PKO decreased by 27.3% from RM3,361 to RM2,443 per tonne. Year-to-date FFB production was 1.9% lower than that of the corresponding period of the preceding year. Due to the above factors, year-to-date profit before taxation of RM86.8 million was 43.3% lower than the corresponding period of the preceding year.

Contribution to the Sabah state sales tax for the current quarter and corresponding quarter of the preceding year were RM8.5 million and RM4.3 million respectively. Year-to-date contribution to the Sabah state sales tax was RM21.9 million as compared to RM23.7 million in the corresponding period of the preceding year.

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

The revenue for the current quarter was higher by 35.1% as a result of increase average realised CPO selling price by 1.8% from RM2,164 per tonne to RM 2,202 per tonne and average PKO selling price by 7.1% from RM2,282 to RM2,444 per tonne. As the crop production moved into peak season, both CPO and PKO sales volumes were higher by 27.6% and 67.1% respectively. This contributed to higher profit before taxation by 116.3%.

#### **B3. Prospects for the Current Financial Year**

For the current financial year ending 31 March 2010, the Group still expects an increase in palm produce production despite the lower year-to-date production. However, the Group results will be dependent on palm produce prices. Assuming that prices of palm produce remain at current levels, the Group expects reasonable results for the year.

## IJM PLANTATIONS BERHAD (133399-A)

### 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 31 DECEMBER		CUMULATIVE QUARTER 9 MONTHS ENDED 31 DECEMBER	
	2009 RM'000	2008 RM'000	2009 RM'000	2008 RM'000
Current Income Tax:				
-Income tax	7,268	4,109	12,498	19,468
-Foreign tax	-	35	-	39
Deferred Tax	<u>5,856</u>	<u>8,019</u>	<u>10,394</u>	<u>18,930</u>
	<u>13,124</u>	<u>12,163</u>	<u>22,892</u>	<u>38,437</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 and financial period-to-date.

### B7. Quoted Investment

There were no purchases or disposals of quoted investments for the current quarter and financial period-to-date.

## 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).

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

### B9. Group Borrowings

Particulars of the Group’s borrowings as at 31 December 2009 are as follows:

<b>Unsecured:</b>	<b>RM’000</b>
<u>Bond</u>	35,000
Less: Discount on issuance	
At beginning of year	42
Amortisation for the period	(42)
	-
Repayment	(35,000)
<b>Short term borrowing</b>	<b>-</b>
<u>Term Loan</u>	
<b>Long term borrowing</b>	<b>100,000</b>
<b>Total Borrowings</b>	<b>100,000</b>

There were no borrowings denominated in foreign currency.

## IJM PLANTATIONS BERHAD (133399-A)

### B10. Off Balance Sheet Risk Financial Instruments

Commodity Swap	Contract Quantity	Effective Period
To fix Crude Palm Oil selling price at RM2,304 per tonne	1,000 tonnes per month	September 2009 to March 2010

The commodity swap was traded and contracted on 30 April 2009. The gain or loss on the commodity swap contract is recognised in the profit or loss on a monthly basis based on average price quoted by Bursa Malaysia Derivative Berhad. The settlement of net proceed is done on a monthly basis as well.

### B11. Changes in Material Litigation

There was no material litigation since 31 March 2009.

### B12. Dividend

The Directors do not recommend any interim dividend for the current quarter and financial period-to-date.

### 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 outstanding during the period. The weighted average number of ordinary shares outstanding during the period and for all periods presented shall be adjusted for events, other than the conversion of potential ordinary shares, that have changed the number of ordinary shares outstanding without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the weighted average number of ordinary shares outstanding during the period had been adjusted for the dilutive effects of all potential ordinary shares from the exercise of Warrants. The adjusted weighted average number of ordinary shares was the weighted average number of ordinary shares outstanding during the period and for all periods presented shall be adjusted for events, other than the conversion of potential ordinary shares, that have changed the number of ordinary shares outstanding without a corresponding change in resources plus the weighted average number of ordinary shares which would be issued upon exercise of the Warrants.

## IJM PLANTATIONS BERHAD (133399-A)

### B13. Earnings per Share (Continued)

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 DECEMBER		CUMULATIVE QUARTER 9 MONTHS ENDED 31 DECEMBER	
	2009	2008	2009	2008
<b><u>Basic Earnings per share</u></b>				
(a) Profit for the period attributable to equity holders of the Company (RM'000)	38,523	34,001	63,746	114,688
(b) Weighted average number of ordinary shares, as previously reported ('000')	-	640,944	-	639,892
(c) <b>Basic Earnings per share, previously reported (sen)</b>	-	5.30	-	17.92
(d) Weighted average number of ordinary shares including the effects of Rights Issue ('000')	741,416	672,991	695,973	671,887
(e) <b>Basic Earnings per share including the effect of Rights Issue (sen)</b>	5.20	5.05	9.16	17.07
<b><u>Diluted Earnings per share</u></b>				
(a) Adjusted Profit for the period attributable to equity holders of the Company (RM'000)	38,523	34,001	63,746	114,688
(b) <b>Diluted Earnings per share, previously reported (sen)</b>	-	5.30	-	17.92
(c) Weighted average number of ordinary shares including the effects of Rights Issue ('000')	741,416	672,991	695,973	671,887
Effect of dilution				
-Warrants	-	-	-	-
Adjusted weighted average number of ordinary shares in issue and issuable ('000')	741,416	672,991	695,973	671,887
<b>Diluted Earnings per share (sen)</b>	5.20	5.05	9.16	17.07

The Warrants are anti-dilutive and hence the calculation of diluted earnings per share for the financial period ended 31 December 2009 does not assume the exercise of Warrants.

### B14. Comparative Figures

Comparative figures, where applicable, have been modified to conform to the current quarter and financial period-to-date presentation.