



IJM PLANTATIONS BERHAD (133399-A)

Part A1 : Quarterly Report

Quarterly report for the financial period ended: 31/12/2016
Quarter: 3rd Qtr
Financial Year End: 31/03/2017
The figures: Have not been Audited

Full Quarterly Report: Refer attached

Part A2 : Summary of Key Financial Information for the financial period 31/12/2016

	Individual Quarter		Cumulative Period	
	Current year quarter 31/12/2016 RM'000	Preceding year quarter 31/12/2015 RM'000	Current year to date 31/12/2016 RM'000	Preceding year to date 31/12/2015 RM'000
1 Revenue	220,321	155,687	561,081	442,566
2 Profit before taxation	28,859	53,579	131,572	47,166
3 Profit for the period	21,644	29,237	94,070	36,864
4 Profit attributable to owners of the Company	23,627	22,751	93,040	40,675
5 Basic earnings per share (sen)	2.68	2.58	10.56	4.62
6 Proposed/Declared dividend per share (sen)	-	-	-	-
	As at end of current quarter 31/12/2016		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		2.01		1.84

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 DECEMBER		CUMULATIVE 9 MONTHS ENDED 31 DECEMBER	
	2016 RM'000 (unaudited)	2015 RM'000 (unaudited)	2016 RM'000 (unaudited)	2015 RM'000 (unaudited)
Revenue	220,321	155,687	561,081	442,566
Operating expenses	(172,305)	(134,273)	(425,649)	(369,892)
Net income/(expense) and net (losses)/gains:				
- Net other income/(expense)	1,829	5	10,141	(107)
- Net foreign exchange (losses)/gains	(11,413)	42,110	3,339	17,594
Profit from operations	38,432	63,529	148,912	90,161
Finance costs:				
- Interest expense	(4,085)	(3,181)	(11,852)	(9,092)
- Net foreign exchange losses on borrowings	(5,488)	(6,769)	(5,488)	(33,903)
Profit before taxation	28,859	53,579	131,572	47,166
Income tax expense	(7,215)	(24,342)	(37,502)	(10,302)
Net profit for the financial period	21,644	29,237	94,070	36,864
Other comprehensive income				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
- Currency translation difference	41,534	25,238	101,730	77,268
Total comprehensive income for the financial period	63,178	54,475	195,800	114,132
Net profit/(loss) attributable to:				
- Owners of the Company	23,627	22,751	93,040	40,675
- Non-controlling interests	(1,983)	6,486	1,030	(3,811)
	21,644	29,237	94,070	36,864
Total comprehensive income/(loss) attributable to:				
- Owners of the Company	65,560	47,945	195,521	119,192
- Non-controlling interests	(2,382)	6,530	279	(5,060)
	63,178	54,475	195,800	114,132
Earnings per share attributable to owners of the Company (sen):				
(a) Basic:				
- [Note B10]	2.68 sen	2.58 sen	10.56 sen	4.62 sen

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED BALANCE SHEET

	31 December 2016 RM'000 (Unaudited)	31 March 2016 RM'000 (Audited)
ASSETS		
Non-Current Assets:		
Property, plant and equipment	974,202	886,634
Land use rights	152,187	133,435
Plantation expenditure	1,196,697	1,088,487
Other receivables	39,235	28,222
Deferred tax assets	21,898	19,927
	2,384,219	2,156,705
Current Assets:		
Inventories	108,760	73,469
Trade and other receivables	105,676	67,690
Tax recoverable	10,417	19,683
Deposits, cash and bank balances	377,499	272,876
	602,352	433,718
TOTAL ASSETS	2,986,571	2,590,423
EQUITY AND LIABILITIES		
Capital and reserves attributable to owners of the Company		
Share capital	440,290	440,290
Reserves	1,327,332	1,177,585
	1,767,622	1,617,875
Non-controlling interests	(6,406)	(12,585)
Total Equity	1,761,216	1,605,290
Non-Current Liabilities:		
Retirement benefits	4,890	4,526
Borrowings	751,677	626,931
Deferred tax liabilities	173,132	160,244
	929,699	791,701
Current Liabilities:		
Trade and other payables	106,293	76,770
Derivative financial instruments	1,077	10,158
Current tax liabilities	2,050	44
Borrowings	186,236	106,460
	295,656	193,432
Total Liabilities	1,225,355	985,133
TOTAL EQUITY AND LIABILITIES	2,986,571	2,590,423
Net Assets Per Share attributable to owners of the Company (RM)	2.01	1.84

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2016

	Attributable to Equity Holders of the Company						Non- controlling interests	Total Equity
	Share Capital	Share Premium	Equity Contribution Reserve	Other Reserves	Retained Profits	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2016	440,290	482,240	9,064	(24,955)	711,236	1,617,875	(12,585)	1,605,290
Total comprehensive income for the financial period	-	-	-	102,481	93,040	195,521	279	195,800
Capital contribution by ultimate holding company	-	-	(1,745)	-	-	(1,745)	-	(1,745)
Dividend - year ended 31 March 2016	-	-	-	-	(44,029)	(44,029)	-	(44,029)
Issuance of shares to non-controlling interests	-	-	-	-	-	-	5,900	5,900
At 31 December 2016 (Unaudited)	440,290	482,240	7,319	77,526	760,247	1,767,622	(6,406)	1,761,216

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2015

	Attributable to Equity Holders of the Company						Non- controlling interests	Total Equity
	Share Capital	Share Premium	Equity Contribution Reserve	Other Reserves	Retained Profits	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2015	440,290	482,240	6,390	(60,897)	739,874	1,607,897	(9,942)	1,597,955
Total comprehensive income for the financial period	-	-	-	78,517	40,675	119,192	(5,060)	114,132
Capital contribution by ultimate holding company	-	-	2,268	-	-	2,268	-	2,268
Dividend - year ended 31 March 2015	-	-	-	-	(52,835)	(52,835)	-	(52,835)
At 31 December 2015 (Unaudited)	440,290	482,240	8,658	17,620	727,714	1,676,522	(15,002)	1,661,520

IJM PLANTATIONS BERHAD (133399-A)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 MONTHS ENDED 31 DECEMBER 2016 RM'000 (Unaudited)	9 MONTHS ENDED 31 DECEMBER 2015 RM'000 (Unaudited)
OPERATING ACTIVITIES		
Receipts from customers	547,615	441,143
Payments to contractors, suppliers and employees	(395,784)	(334,583)
Interest paid	(11,852)	(9,092)
Income tax paid	(14,620)	(24,528)
<i>Net cash flows from operating activities</i>	125,359	72,940
INVESTING ACTIVITIES		
Additions to property, plant, equipment, land use rights and plantation expenditure	(98,171)	(146,403)
Interest received	5,118	6,242
<i>Net cash flows used in investing activities</i>	(93,053)	(140,161)
FINANCING ACTIVITIES		
Repayment of term loan	(28,250)	(28,705)
(Placement)/uplifting restricted deposit	(3,002)	105,553
Drawdown of term loan	122,862	-
Dividend paid	(44,029)	(52,835)
<i>Net cash flows from financing activities</i>	47,581	24,013
Net Change in Cash and Cash Equivalents	79,887	(43,208)
Cash & Cash Equivalents at beginning of financial period	268,520	371,420
Foreign Exchange differences	21,424	8,223
Cash & Cash Equivalents at end of financial period	369,831	336,435
Notes:	AS AT 31 DECEMBER 2016 RM'000	AS AT 31 DECEMBER 2015 RM'000
Cash and cash equivalents represent the following:		
Cash and bank balances	72,581	38,662
Deposits with licensed banks	304,918	301,989
	377,499	340,651
Less: Restricted deposits with licensed banks	(7,668)	(4,216)
	369,831	336,435

IJM PLANTATIONS BERHAD (133399-A)

A NOTES TO THE QUARTERLY RESULTS

A1. Basis of Preparation

The unaudited interim 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 interim financial report should be read in conjunction with the audited financial statements for the year ended 31 March 2016 which are available at <http://www.ijm.com>. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2016.

A2. Changes in Accounting Policies

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”). The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 “Agriculture” and/or IC Interpretation 15 “Agreements for Construction of Real Estate”, including their parent, significant investor and venturer (herein called “Transitioning Entities”).

Based on the MASB announcement on 2 September 2014, the adoption of MFRS 141 was to be mandatory for annual periods beginning on or after 1 January 2016, whereas the adoption of MFRS 15 “Revenue” was to be mandatory for annual periods beginning on or after 1 January 2017. On 8 September 2015, MASB further announced that the adoption of MFRS 15 “Revenue” will only be mandatory for annual periods beginning on or after 1 January 2018. As a Transitioning Entity, the Group is allowed to defer the adoption of MFRS 141 to annual periods beginning after 1 January 2018, in line with its ultimate holding company, IJM Corporation Berhad.

The significant accounting policies applied are consistent with those adopted for the audited financial statements for the year ended 31 March 2016 except for the adoption of the following amendments to published standards issued by MASB that are effective for the Group’s financial year beginning on or after 1 April 2016 and applicable to the Group as follows:

- Annual improvements to FRSs 2012 – 2014 Cycle, which include Amendments to FRS 5 “Non-current Assets Held for Sale and Discontinued Operations”, FRS 7 “Financial Instruments: Disclosures”, FRS 119 “Employee Benefits” and FRS 134 “Interim Financial Reporting”
- Amendments to FRS 10, FRS 12 and FRS 128 “Investment Entities: Applying the Consolidation Exception”
- Amendments to FRS 11 “Accounting for Acquisition of Interest in Joint Operations”
- Amendments to FRS 101 “Presentation of Financial Statements” – “Disclosure Initiative”
- Amendments to FRS 116 and FRS 138 “Clarification of Acceptable Methods of Depreciation and Amortisation”

The amendments to published standards do not result in any significant change to the accounting policies and do not have a material impact on the interim financial information of the Group.

IJM PLANTATIONS BERHAD (133399-A)

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

The audit report for the financial year ended 31 March 2016 was not subject to any modification or qualification.

A4. Seasonality or Cyclicity of Operations

The Group's performance is affected by the oil palms cropping pattern that normally starts in a trough in the first half of a calendar year before rising to a peak in the second half.

A5. Unusual Significant Items

Other than the net foreign exchange (losses)/gains shown in Note B12, 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 to-date under review.

A6. Material Changes in Estimates

There were no major changes in estimates that have had a material effect in the current quarter and financial year to-date.

A7. Debt and Equity Securities

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

A8. Dividend Paid

Dividend paid during the financial period ended 31 December 2016 is as follows:

In respect of the financial year ended 31 March 2016 as reported in the directors' report of that year:

A single tier interim dividend of 5 sen per share paid on 13 July 2016.

RM'000
44,029

IJM PLANTATIONS BERHAD (133399-A)

A9. Segmental Information

The principal activities of the Group are the cultivation of oil palms and milling of fresh fruit bunches. The operations are geographically located in Malaysia and Indonesia.

	9 months ended 31/12/2016	9 months ended 31/12/2015
	RM'000	RM'000
REVENUE		
Malaysian Operations	364,055	310,012
Indonesian Operations	197,026	132,554
	561,081	442,566
	9 months ended 31/12/2016	9 months ended 31/12/2015
	RM'000	RM'000
PROFIT/(LOSS) BEFORE TAXATION		
Malaysian Operations	108,593	63,022
Indonesian Operations	22,979	(15,856)
	131,572	47,166
	As at 31 December 2016	As at 31 March 2016
	RM'000	RM'000
TOTAL ASSETS		
Malaysian Operations	1,072,555	1,007,887
Indonesian Operations	1,881,701	1,542,926
Unallocated assets	32,315	39,610
	2,986,571	2,590,423

A10. Valuations of Property, Plant and Equipment

There was no revaluation of property, plant and equipment for the current quarter and financial year to-date.

A11. Material Subsequent Events

There was no material event subsequent to the end of the financial year to-date 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 and financial year to-date.

IJM PLANTATIONS BERHAD (133399-A)

A13. Contingent Liabilities or Contingent Assets

There were no material contingent liabilities or contingent assets as at 31 December 2016.

A14. Capital Commitments

Capital commitments not provided for in the unaudited financial statements as at 31 December 2016 are as follows:

Property, plant, equipment, land use rights and Plantation expenditure	RM'000
Approved and contracted for	171,264
Approved but not contracted for	<u>63,359</u>
	<u>234,623</u>

A15. Fair Value of Financial Instruments

The following hierarchies were applied to determine the fair value of all the financial instruments carried at fair value:

- (a) Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (b) Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- (c) Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at 31 December 2016, the Group measured and recognised the derivative financial instruments for the crude palm oil pricing swap contracts at fair value. It was classified by the level of fair value measurement hierarchy as follows:

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
<u>Financial Liabilities</u>				
Derivative financial instruments	-	1,077	-	<u>1,077</u>

IJM PLANTATIONS BERHAD (133399-A)

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

Current quarter under review – Q3-FY2017

Corresponding quarter of the preceding year – Q3-FY2016

Immediate preceding quarter – Q2-FY2017

Current financial year to-date – Year to-date FY 2017

Corresponding financial year to-date – Year to-date FY2016

B1. Review of Performance

The results of the Group are tabulated below:

	Individual Quarter		var % +/-	Cumulative Period		var % +/-
	Current year quarter 31/12/2016 RM'000	Preceding year quarter 31/12/2015 RM'000		Current year to-date 31/12/2016 RM'000	Preceding year to-date 31/12/2015 RM'000	
Revenue:						
-Malaysia	133,365	106,628	+25.1	364,055	310,012	+17.4
-Indonesia	86,956	49,059	+77.2	197,026	132,554	+48.6
	<u>220,321</u>	<u>155,687</u>	<u>+41.5</u>	<u>561,081</u>	<u>442,566</u>	<u>+26.8</u>
Profit/(loss) before taxation:						
-Malaysia	30,811	13,460	>100	108,593	63,022	+72.3
-Indonesia	(1,952)	40,119	-	22,979	(15,856)	-
	<u>28,859</u>	<u>53,579</u>	<u>-46.1</u>	<u>131,572</u>	<u>47,166</u>	<u>>100</u>

Individual Quarter -- Q3-FY2017 vs Q3-FY2016

For Q3-FY2017, the Group recorded a 41.5% increase in revenue as compared to Q3-FY2016 mainly due to higher commodity prices. FFB production recovery from the effect of the prolonged dry weather continued partially during the quarter. Compounded by the crop from the larger area attaining maturity in the Indonesian operations, the total FFB production was marginally higher than the previous year corresponding quarter. However, the overall financial performance of the Group was lower as a result of the net foreign exchange losses arising from the strengthening of the US Dollar against the Indonesian Rupiah during the quarter. The currency movement resulted in net unrealised foreign exchange losses of RM16.9 million (Q3-FY2016: RM35.3 million gains) on the US Dollar denominated borrowings.

The performance by geographical segments are summarised as follows:

- (a) the Malaysian operations recorded a higher revenue in Q3-FY2017 because of higher commodity prices. However, FFB production recovery from the effect of the prolonged dry weather was below expectation. Volume was approximately at the level that was achieved in the previous year. The significantly higher profit before tax was as a result of the higher commodity prices; and
- (b) the Indonesian operations recorded a higher revenue in Q3-FY2017 because of the higher commodity prices. However, the strengthening of the US Dollar against the Indonesian Rupiah during the quarter severely impacted the overall financial performance of the operations due to the net unrealised foreign exchange losses on its US Dollar denominated borrowings.

IJM PLANTATIONS BERHAD (133399-A)

B1. Review of Performance (continued)

Cumulative Period -- Year to-date FY 2017 vs Year to-date FY 2016

The current year to-date revenue of the Group was 26.8% higher than that of the Year to-date FY2016. The increase was due to higher commodity prices. In addition to the higher commodity prices, the overall better financial performance was compounded by the lower net foreign exchange losses of RM2.1 million as opposed to the foreign exchange losses of RM16.3 million recorded in the Year to-date 2016 on the US Dollar denominated borrowings.

The performance by geographical segments are summarised as follows:

- (a) Revenue for the Malaysian operations was higher due to higher commodity prices. FFB production was lower due to the change in cropping pattern and the impact of the prolonged dry weather since 2015. The higher profit before tax was achieved as a result of improved commodity prices; and
- (b) Revenue for the Indonesian operations was higher due to the higher commodity prices. Despite the effect of the prolonged dry weather, the total FFB production was slightly higher due to the larger area attaining maturity. The improved profitability was mainly a result of the lower foreign exchange losses recorded on its US Dollar denominated borrowings, despite the production cost pressure due to the increase in young mature areas incurring full fixed plantation maintenance and overhead costs set against the start-up crop yield.

The relevant details pertaining to the results above are as follows:

	Individual Quarter			var %	Cumulative Period		
	Current year quarter 31/12/2016	Preceding year quarter 31/12/2015	var % +/-		Current year to-date 31/12/2016	Preceding year to-date 31/12/2015	var % +/-
Malaysian Operations							
Own FFB production (mt)	119,363	120,214	-0.7	379,500	417,838	-9.2	
Outside FFB crops (mt)	49,743	55,253	-10.0	158,519	176,585	-10.2	
CPO production (mt)	35,434	38,465	-7.9	111,197	125,546	-11.4	
PKO production (mt)	4,358	4,351	+0.2	11,899	14,118	-15.7	
CPO sales (mt)	36,920	40,959	-9.9	108,369	122,504	-11.5	
PKO sales (mt)	4,021	5,054	-20.4	11,915	13,953	-14.6	
CPO price per mt (RM)	2,840	2,137	+32.9	2,674	2,115	+26.4	
PKO price per mt (RM)	6,134	3,406	+80.1	5,631	3,207	+75.6	
Indonesian Operations							
Own FFB production (mt)	121,464	113,611	+6.9	285,420	278,881	+2.3	
Outside FFB crops (mt)	20,532	13,812	+48.7	52,921	39,042	+35.5	
CPO production (mt)	19,681	20,195	-2.5	55,066	56,401	-2.4	
PKO production (mt)	1,493	1,505	-0.8	3,829	4,195	-8.7	
CPO sales (mt)	18,506	20,307	-8.9	51,016	52,819	-3.4	
PKO sales (mt)	2,500	-	-	4,501	2,000	>100	
CPO price per mt (RM)	2,667	1,761	+51.4	2,504	1,860	+34.6	
PKO price per mt (RM)	5,677	-	-	5,132	2,485	>100	
Closing Exchange Rates							
	As at 31/12/2016			As at 31/12/2015			
RM : Rupiah	1 : 2,994			1 : 3,205			
US Dollar : RM	1 : 4.484			1 : 4.296			
US Dollar : Rupiah	1 : 13,436			1 : 13,795			

IJM PLANTATIONS BERHAD (133399-A)

B1. Review of Performance (continued)

Contribution to the Sabah state sales tax, windfall profit levy to Malaysian Customs Department and statutory payment of cesses to the Malaysian Palm Oil Board (“MPOB”) were as follows:

	Individual Quarter		Cumulative Period	
	Current year quarter 31/12/2016 RM'000	Preceding year quarter 31/12/2015 RM'000	Current year to-date 31/12/2016 RM'000	Preceding year to-date 31/12/2015 RM'000
Malaysian Operations				
Sabah sales tax	7,934	6,554	21,663	19,368
Windfall profit levy	101	-	101	-
MPOB Cess:				
-Palm Oil Price Stabilisation Fund Order 2001	79	86	246	280
MPOB Cess:				
-Research & Development, Licensing, Enforcement and Marketing Cess Order 2002	438	468	1,354	1,536
Total	8,552	7,108	23,364	21,184

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

The results of the Group are tabulated below:

	Individual Quarter		var % +/-
	Current year quarter 31/12/2016 RM'000	Immediate preceding quarter 30/09/2016 RM'000	
Revenue:			
- Malaysia	133,365	156,982	-15.0
- Indonesia	86,956	44,400	+95.8
	220,321	201,382	+9.4
Profit/(loss) before taxation:			
- Malaysia	30,811	56,797	-45.8
- Indonesia	(1,952)	7,275	-
	28,859	64,072	-55.0

Revenue for the Q3-FY2017 was higher than Q2-FY2017 mainly due to higher commodity prices. FFB production was slightly higher. The reduction in crop as the production season moved out of its peak for the Malaysian operations was more than compensated by the higher crop in the Indonesian operations where the season peaked. However, the Group achieved a lower financial performance due to the net unrealised foreign exchange losses of RM16.9 million recorded on its US Dollar denominated borrowings.

IJM PLANTATIONS BERHAD (133399-A)

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

The performance by geographical segments are summarised as follows:

- (a) The Malaysian operations recorded lower revenue due to lower sales volume. Crop production reduced significantly as it moved out of the peak cropping season, resulting in a lower financial performance; and
- (b) The Indonesian operations recorded higher revenue due to the higher commodity prices and sales volume. FFB production improved significantly as it moved into the high crop season. The lower profitability was as result of the production cost pressure due to the increase in young mature areas incurring full fixed plantation maintenance and overhead costs set against the start-up crop yield and the net unrealised foreign exchange losses being recorded on its US Dollar denominated borrowings.

The relevant details pertaining to the results above are as follows:

	Individual Quarter		var %
	Current year quarter 31/12/2016	Immediate preceding quarter 30/09/2016	
Malaysian Operations			
Own FFB production (mt)	119,363	152,940	-22.0
Outside FFB crops (mt)	49,743	64,641	-23.0
CPO production (mt)	35,434	45,831	-22.7
PKO production (mt)	4,358	4,909	-11.2
CPO sales (mt)	36,920	48,805	-24.4
PKO sales (mt)	4,021	4,819	-16.6
CPO price per mt (RM)	2,840	2,597	+9.4
PKO price per mt (RM)	6,134	5,642	+8.7
Indonesian Operations			
Own FFB production (mt)	121,464	79,534	+52.7
Outside FFB crops (mt)	20,532	16,267	+26.2
CPO production (mt)	19,681	16,397	+20.0
PKO production (mt)	1,493	1,273	+17.3
CPO sales (mt)	18,506	13,004	+42.3
PKO sales (mt)	2,500	-	-
CPO price per mt (RM)	2,667	2,412	+10.6
PKO price per mt (RM)	5,677	-	-
Closing Exchange Rates			
	As at 31/12/2016	As at 30/09/2016	
RM : Rupiah	1 : 2,994	1 : 3,135	
US Dollar : RM	1 : 4.484	1 : 4.144	
US Dollar : Rupiah	1 : 13,436	1 : 12,998	

B3. Prospects for the Current Financial Year

The Group expects a better financial performance than that of the previous year given the prevailing high commodity prices, notwithstanding the lower FFB production due to the unfavourable weather conditions.

IJM PLANTATIONS BERHAD (133399-A)

B4. Variance of Actual Profit from Forecast Profit

Not applicable.

B5. Income Tax Expense

The income tax expense of the group for the financial period under review is as follows:

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 DECEMBER		CUMULATIVE PERIOD 9 MONTHS ENDED 31 DECEMBER	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Current tax:				
- Malaysian income tax	5,345	4,670	25,892	20,169
Deferred tax:				
- Relating to origination/(reversal) of temporary differences	1,870	19,672	11,610	(9,867)
	<u>7,215</u>	<u>24,342</u>	<u>37,502</u>	<u>10,302</u>

The effective tax rate of the Group is impacted by the tax treatment of the foreign exchange movements at the overseas subsidiaries.

B6. Corporate Proposals

At the close of the quarter, there were no corporate proposals that were pending completion.

B7. Group Borrowings

Particulars of the Group's borrowings denominated in US Dollars in RM equivalent as at 31 December 2016 are as follows:

	RM'000
<u>Borrowings</u>	
Short term advance facility	89,752
Term loans	848,161
	<u>937,913</u>

The term loans are secured by way of corporate guarantees by the Company.

B8. Changes in Material Litigation

There was no material litigation since 31 March 2016.

IJM PLANTATIONS BERHAD (133399-A)

B9. Dividend Payable

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

B10. Earnings per Share

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 DECEMBER		CUMULATIVE PERIOD 9 MONTHS ENDED 31 DECEMBER	
	2016	2015	2016	2015
<u>Basic earnings per share</u>				
Profit for the period attributable to owners of the Company (RM'000)	23,627	22,751	93,040	40,675
Weighted average number of ordinary shares in issue ('000')	880,580	880,580	880,580	880,580
Basic earnings per share (sen)	2.68	2.58	10.56	4.62

B11. Disclosure of Realised and Unrealised Retained Profits/(Accumulated Losses)

The following analysis is prepared in accordance with the Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the context of disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants and the directive of Bursa Malaysia Securities Berhad.

	As at 31 December 2016 RM'000	As at 31 March 2016 RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	1,177,100	1,070,491
- Unrealised (Note 1)	(166,810)	(261,455)
	<u>1,010,290</u>	<u>809,036</u>
Less: Consolidation adjustments (Note 2)	(250,043)	(97,800)
Total Group retained profits	<u>760,247</u>	<u>711,236</u>

Note 1 The unrealised accumulated losses arose mainly from deferred tax provisions and net translation losses on monetary items denominated in a currency other than the functional currency.

Note 2 Consolidation adjustments are mainly elimination of pre-acquisition profits or losses, fair value adjustments arising from the business combination and non-controlling interests' share of retained profits or accumulated losses.

IJM PLANTATIONS BERHAD (133399-A)

B12. Notes to the Condensed Statement of Comprehensive Income

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 DECEMBER		CUMULATIVE PERIOD 9 MONTHS ENDED 31 DECEMBER	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Interest income	1,791	1,911	5,118	6,242
Net foreign exchange (losses)/gains	(16,901)	35,341	(2,149)	(16,309)
Other income	1,885	850	3,701	3,266
Fair value (losses)/gains on crude palm oil pricing swaps	(1,789)	(2,262)	1,595	(9,121)
Interest expense	(4,085)	(3,181)	(11,852)	(9,092)
Depreciation and amortisation	(15,801)	(14,145)	(45,638)	(40,117)

The above disclosure was prepared in accordance with the paragraph 16 of Appendix 9B of the Main Market Listing Requirements (“MMLR”) issued by Bursa Malaysia Securities Berhad. Except for the above, the rest of the items required for disclosures pursuant to paragraph 16 of MMLR are not applicable to the Group.

B13. Fair Value changes of Financial Instruments

The Group recognised the fair value losses of approximately RM1,789,000 (*Q3-FY 2016: Losses of RM2,262,000*) and fair value gains of approximately RM1,595,000 (*Year to-date FY2016: Losses of RM9,121,000*) on the crude palm oil (“CPO”) pricing swap contracts during the current quarter and the financial year to-date respectively.

The fair value change is due to the difference between fixed CPO prices as per the swap contracts and the average future CPO prices quoted on the Bursa Malaysia Derivative Exchange for the specific contracted periods.