

IJM CORPORATION BERHAD (104131-A)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED
30 JUNE 2002

(The figures have not been audited)

CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 30/06/2002 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2001 RM'000	CURRENT YEAR TODATE 30/06/2002 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2001 RM'000
1 (a) Revenue	324,120	142,831	564,826	362,462
(b) Investment income	2,989	13	3,017	116
(c) Other income	12,563	14,013	15,346	22,800
2 (a) Profit/(loss) before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	53,594	47,391	96,958	82,344
(b) Finance cost	(5,734)	(7,378)	(11,461)	(15,627)
(c) Depreciation and amortisation	(6,351)	(6,010)	(12,508)	(11,218)
(d) Exceptional items	-	34,062	-	115,066
(e) Profit/(loss) before income tax, minority interests and extraordinary items	41,509	68,065	72,989	170,565
(f) Share of profits and losses of associated companies	6,176	3,868	11,108	12,114
(g) Profit/(loss) before income tax, minority interests and extraordinary items	47,685	71,933	84,097	182,679
(h) Income tax	(13,713)	(12,127)	(23,637)	(20,986)
(i) (i) Profit/(loss) after income tax but before deducting minority interests	33,972	59,806	60,460	161,693
(ii) Less: Minority interests	(2,604)	(1,655)	(4,944)	(4,789)
(j) Pre-acquisition profit/(loss)	31,368	58,151	55,516	156,904
(k) Net profit/(loss) from ordinary activities attributable to members of the company	-	-	-	-
(l) (i) Extraordinary items	31,368	58,151	55,516	156,904
(ii) Less minority interests	-	-	-	-
(iii) Extraordinary items attributable to members of the company	-	-	-	-
(m) Net profit/(loss) attributable to members of the company	31,368	58,151	55,516	156,904
3 Earnings per shares based on 2(m) above after deducting any provision for preference dividends, if any:-				
(a) Basic (sen)				
Based on 360,364,000 ordinary shares for the cumulative period and the current quarter	8.70	16.54	15.41	44.63
(b) Fully diluted (sen)				
Based on 390,971,000 ordinary shares for the cumulative period and 396,269,000 ordinary shares the current quarter	7.92	16.37	14.20	44.16

IJM CORPORATION BERHAD (104131-A)
CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2002

	30/06/2002	31/12/2001
	RM'000	RM'000
1 Property, plant and equipment	611,758	586,007
2 Investment property	-	-
3 Investment in associated companies	303,541	261,176
4 Long term investments	61,738	60,987
5 Goodwill on consolidation	3,175	3,383
6 Intangible assets	3,775	2,431
7 Long term receivables	78,332	85,618
8 Current assets		
Development properties	230,989	217,896
Inventories	48,802	47,380
Trade receivables	402,395	357,362
Amount due from customers on construction contracts	28,496	40,999
Amount owing by associated companies	226,525	186,756
Amount owing by joint ventures	81,465	92,673
Other receivables	109,763	98,527
Short term investments	97,728	84,009
Deposits with licensed banks	115,944	141,895
Cash and bank balances	23,347	22,823
	<u>1,365,454</u>	<u>1,290,320</u>
9 Current liabilities		
Trade payables	306,329	229,694
Amount due to customers on construction contracts	58,669	108,989
Amount owing to associated companies	43,965	33,796
Amount owing to joint ventures	7,201	7,728
Other payables	74,173	72,041
Bank borrowings	89,627	62,727
Provision for taxation	15,171	18,369
	<u>595,135</u>	<u>533,344</u>
10 Net current assets	<u>770,319</u>	<u>756,976</u>
	<u>1,832,638</u>	<u>1,756,578</u>
11 SHAREHOLDERS' FUND		
Share capital	362,779	352,723
Reserves		
Share premium	239,576	210,559
Revaluation reserve	73,853	73,853
Capital reserves	34,110	34,161
Exchange translation reserve	7,913	5,946
Retained profits	685,854	643,399
	<u>1,404,085</u>	<u>1,320,641</u>
12 Minority interest	100,110	95,587
13 Long term borrowings	246,956	247,160
14 Other long term liabilities	63,211	72,077
15 Deferred income	9,686	12,515
16 Deferred taxation	8,590	8,598
	<u>1,832,638</u>	<u>1,756,578</u>
17 Net tangible assets per share (RM)	<u>3.82</u>	<u>3.62</u>

**NOTES TO THE QUARTERLY REPORT
FOR THE FINANCIAL QUARTER ENDED 30 JUNE 2002**

1 Accounting Policies

The quarterly financial statements have been prepared based on accounting policies and methods of computation consistent with those adopted in the annual audited accounts for the year ended 31 December 2001.

2 Exceptional items

There was no exceptional item for the financial period under review.

3 Extraordinary item

There was no extraordinary item for the current quarter and financial year-to-date.

4 Taxation

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

	Current Quarter Ended 30-Jun-02 RM'000	Cumulative Current Year ToDate Ended 30-Jun-02 RM'000
Malaysian income tax	11,682	19,162
Overseas taxation	661	1,948
Transfer to/(from) deferred taxation	-	(8)
	12,343	21,102
Share of associated companies' taxation	1,370	2,535
	13,713	23,637

The effective tax rate for the Group approximates the statutory tax rate.

5 Profits / (Losses) on sale of unquoted investments and/or properties

There was no sale of unquoted investment or property for the current quarter and financial year-to-date.

6 Quoted Investments

a) Purchases and sales of quoted investments

	Current Quarter 30-Jun-02 RM'000	Cumulative Current Year Todate 30-Jun-02 RM'000
i) Long Term		
- Total purchases	22	22
- Total disposals / sale proceeds	-	-
- Total Profit/(Loss) on Disposal	-	-
ii) Short Term		
- Total purchases	-	-
- Total disposals / sale proceeds	36	36
- Total Profit/(Loss) on Disposal	23	23

b) Quoted investments as at 30 June 2002

	RM'000
i) Long Term	
- Total investments at costs	61,807
- Total investments at carrying value/book value (after provision for diminution in value)	57,580
- Total investments at market value	43,998
ii) Short Term	
- Total investments at cost	46,285
- Total investments at carrying value/book value (after provision for diminution in value)	36,478
- Total investments at market value	47,321

7 Changes in the Composition of the Group

During the current quarter, there was no change in the composition of the Group.

During the financial year-to-date, a 55% subsidiary, Kemena Industries Sdn Bhd, disposed of its entire 51% equity interest in Kipal Industries Sdn Bhd for RM586,500. The disposal has no material impact on the Group for the current quarter and financial year-to-date.

8 Status of Corporate Proposals

On 29 April 2002, the Company announced the signing of a Transfer of Listing Agreement between the Special Administrators of Rahman Hydraulic Tin Berhad ("RHTB"), IJM Corporation Berhad ("IJM") and IJM Plantations Sdn Bhd, a wholly-owned subsidiary of IJM, for the proposed acquisition of the listing status of RHTB. Details of the Scheme was announced to the KLSE on 28 June 2002 and application has been submitted to the Securities Commission on 29 June 2002 for approval.

9 Debt & Equity Securities

For the current financial year-to-date, there was no issuance of debt or equity securities other than the issuance of 9,605,000 ordinary shares of RM1.00 each under the Employees Share Option Scheme and 450,911 ordinary shares of RM1.00 each arising from the conversion of warrants.

There was no share buy back, share cancellation, share held as treasury share or resale of treasury share for the current financial year-to-date.

10 Group Borrowings

**As at
30-Jun-02
RM'000**

(a) (i) Short Term Borrowings

Unsecured:-

- Revolving Credits	1,000
- Bankers acceptances and trust receipts	82,649
- Bank overdraft	5,978
	<u>89,627</u>

(ii) Long Term Borrowings

Secured:-

- Term Loan	532
- 8% Secured Fixed Rate Bond 1999/2009 (net of discount)	96,424

Unsecured:-

- 5% Redeemable Unsecured Bond 2000/2005	150,000
	<u>246,956</u>

(b) Foreign currency bank borrowings included in the above long term borrowings are as follows:

	Foreign Currency '000	Ringgit Equivalent '000
Australian Dollar	<u>249</u>	<u>532</u>

11 Contingent liabilities

There are contingent liabilities amounting to RM77.97 million at the date of this report (31 December 2001 : RM70.70 million) which represent the Group's proportionate share of the guarantees for the bank borrowings of associated companies.

12 Financial Instruments

The Group does not have any financial instrument with off balance sheet risk at the date of this report.

13 Material Litigation

There was no material litigation at the date of this report which exceeds 5% of the Group's net tangible assets.

14 Segmental Reporting

(a) Analysis by business segments

	Revenue RM'000	Profit/(Loss) before taxation RM'000	Assets employed RM'000
Construction	521,651	50,345	690,153
Property development	54,040	6,068	524,469
Industries	90,925	8,887	218,963
Plantation	47,347	9,360	556,272
Infrastructure	19,491	6,803	205,261
Investment and others	10,690	2,634	232,655
	<u>744,144</u>	<u>84,097</u>	<u>2,427,773</u>
Group's share of turnover of associated companies and joint ventures	<u>(179,318)</u>		
	<u>564,826</u>		

(b) Analysis by geographical segments

	Revenue RM'000	Profit/(Loss) before taxation RM'000	Assets employed RM'000
Malaysia	593,343	63,415	1,888,935
Australia	10,393	(1,334)	117,157
China	799	4,266	134,623
Argentina	12,260	2,593	47,368
Vietnam	6,713	3,205	35,746
Singapore	26,173	4,369	23,205
India	93,958	6,919	117,551
Other Countries	505	664	63,188
	<u>744,144</u>	<u>84,097</u>	<u>2,427,773</u>
Group's share of turnover of associated companies and joint ventures	<u>(179,318)</u>		
	<u>564,826</u>		

15 Material changes in the Quarterly Results compared to the results of the preceding quarter

There was no material change in the quarterly results, compared to the results of the preceding quarter.

16 Review of the Performance

For the current quarter, the Group achieved a revenue of RM324.12 million and a pre-tax profit of RM47.68 million. Excluding the exceptional items, the Group achieved a 25.91% increase in pre-tax profit and a 30.22% increase in net profit over the preceding year corresponding quarter. The increases were attributable to the improved performance from the Construction, Property Development and Plantations divisions.

For the current financial year-to-date, the Group achieved a revenue of RM564.83 million and a pre-tax profit of RM84.10 million. Excluding the exceptional items, the Group achieved a 24.38% increase in pre-tax profit and a 32.69% increase in net profit over the preceding year corresponding period. The increase in revenue was contributed by the Construction, Property Development and Plantations divisions whilst the increase in pre-tax profit was attributable to the improved performance from all the divisions except the Infrastructure division.

17 Material subsequent events

There is no material event subsequent to the end of the period reported on that has not been reflected in the financial statement.

18 Seasonality or Cyclicity of Operations

The Group operations are not materially affected by seasonal or cyclical factors except for the Construction Division, which normally sees a lower level of activity in the first quarter.

19 Current Year Prospects

Recent actions on foreign labour is affecting productivity at our construction sites and impacting the sale of construction material from our Industries Division. These will have an effect on 3rd Quarter results. However, with proactive action taken by the Government and the Company, the Group hopes to regain the momentum of work in the 4th Quarter. Barring any other unforeseen events and coupled with the existing good order book as well as expectation of favourable crude palm oil prices, the Group is confident of better operational results for the current financial year.

20 Profit forecast

The Group did not issue any profit forecast for the year.

21 Comparative figures

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

22 Dividends

For the current financial year-to-date, an interim dividend of 5% or 5 sen per share less tax at 28% is declared. The interim dividend will be paid on 15 November 2002 to every member who is entitled to receive the dividend as at 5.00 pm on 31 October 2002.

For the preceding year's corresponding period, a special interim dividend of 10% or 10 sen per share less tax at 28% was declared and paid on 13 July 2001 and an interim dividend of 5% or 5 sen per share less tax at 28% was declared and paid on 9 November 2001.