



IJM CORPORATION BERHAD (104131-A)

Part A1 : Quarterly Report

Quarterly report for the financial period ended: 31/03/2008
Quarter: 4th Quarter
Financial Year End: 31/03/2008
The figures: Have been audited
Full Quarterly Report: Refer attached

Part A2 : Summary of Key Financial Information for the financial period ended 31/03/2008

	Individual Quarter		Cumulative Period	
	Current year quarter 31/03/2008 RM'000	Preceding year quarter 31/03/2007 RM'000	Current year to date 31/03/2008 RM'000	Preceding year to date 31/03/2007 RM'000
1 Revenue	1,312,672	688,212	4,637,172	2,311,234
2 Profit before tax	164,462	72,602	(144,848)	318,929
3 Profit for the period	154,728	62,075	(300,162)	240,109
4 Profit attributable to ordinary equity holders of the Company	116,474	49,612	(420,467)	194,336
5 Basic earnings per share (sen)	13.57	8.94	(49.44)	37.98
6 Proposed/Declared dividend per share (sen)	-	-	-	15.00
	As at end of current quarter 31/03/2008		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		5.39		4.56

CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter			Cumulative Period			
	Current year quarter		Preceding year quarter	Current year to date			Preceding year to date
	Normal Operational Results	Including Merger Goodwill Impairment		Normal Operational Results	Merger Goodwill Impairment	Including Merger Goodwill Impairment	
31/03/2008 RM'000	31/03/2008 RM'000	31/03/2007 RM'000	31/03/2008 RM'000	31/03/2008 RM'000	31/03/2008 RM'000 (Audited)	31/03/2007 RM'000 (Audited)	
Operating revenue	1,312,672	1,312,672	688,212	4,637,172	-	4,637,172	2,311,234
Cost of sales	(1,010,663)	(1,010,663)	(586,931)	(3,652,868)	-	(3,652,868)	(1,837,853)
Gross profit	302,009	302,009	101,281	984,304	-	984,304	473,381
Other operating income	62,551	62,551	28,095	331,029	-	331,029	76,720
Tendering and marketing expenses	(37,052)	(37,052)	(20,276)	(83,559)	-	(83,559)	(55,749)
Administrative expenses	(57,736)	(57,736)	(12,378)	(169,215)	-	(169,215)	(74,022)
Other operating expenses	(46,113)	(46,113)	1,801	(127,583)	-	(127,583)	(35,712)
Goodwill written off	-	(18,605)	-	-	(940,860)	(940,860)	-
Operating profit before finance cost	223,659	205,054	98,523	934,976	(940,860)	(5,884)	384,618
Finance cost	(45,421)	(45,421)	(11,771)	(157,459)	-	(157,459)	(72,289)
Operating profit after finance cost	178,238	159,633	86,752	777,517	(940,860)	(163,343)	312,329
Share of results of associates	3,069	3,069	583	14,638	-	14,638	13,085
Share of results of jointly controlled entities	1,760	1,760	(14,733)	3,857	-	3,857	(6,485)
Profit before tax	183,067	164,462	72,602	796,012	(940,860)	(144,848)	318,929
Income tax expense	(9,734)	(9,734)	(10,527)	(155,314)	-	(155,314)	(78,820)
Profit for the period	173,333	154,728	62,075	640,698	(940,860)	(300,162)	240,109
<u>Attributable to:-</u>							
Equity holders of the Company	135,079	116,474	49,612	520,393	(940,860)	(420,467)	194,336
Minority interest	38,254	38,254	12,463	120,305	-	120,305	45,773
	173,333	154,728	62,075	640,698	(940,860)	(300,162)	240,109
<u>Earnings / (Loss) per share (sen):-</u>							
Basic	15.73	13.57	8.94	61.18		(49.44)	37.98
Fully diluted	15.58	13.44	8.65	60.47		(49.44)	37.04
<u>Dividends per share (sen) declared / proposed:-</u>							
Tax-exempt	-	-	-	-	-	-	5.00
Subject to income tax	-	-	5.00	-	-	-	10.00

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2008

	Including Merger Goodwill Impairment	
	31/03/2008	31/03/2007
	RM'000	RM'000
	(Audited)	(Restated)
CAPITAL AND RESERVES ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	859,314	570,327
Treasury shares	(1,774)	-
Share premium	1,991,180	748,846
Reserves	91,908	90,917
Retained profits	1,687,622	1,192,832
	4,628,250	2,602,922
Minority interest	936,026	559,459
Total equity	5,564,276	3,162,381
NON-CURRENT LIABILITIES		
Bonds	844,130	168,464
Medium term notes	274,384	150,000
Term loans	990,633	654,085
Government borrowings	273,365	-
Hire purchase and lease creditors	5,605	9,697
Deferred tax liabilities	347,760	90,947
Trade and other payables	75,221	52,666
Retirement benefits	5,670	-
	2,816,768	1,125,859
DEFERRED INCOME	68,952	58,371
	8,449,996	4,346,611

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2008

	Including Merger Goodwill Impairment	
	31/03/2008	31/03/2007
	RM'000	RM'000
	(Audited)	(Restated)
NON-CURRENT ASSETS		
Property, plant and equipment	1,179,706	698,347
Leasehold land	309,668	210,853
Concession assets	2,184,803	474,385
Plantation expenditure	416,898	408,500
Investment properties	35,489	38,664
Associates	397,586	383,063
Jointly controlled entities	661,557	405,204
Long term investments	86,233	100,722
Long term receivables	55,410	109,385
Deferred tax assets	65,820	18,862
Land held for property development	638,891	319,037
Intangible assets	86,681	66,669
	6,118,742	3,233,691
CURRENT ASSETS		
Property development costs	1,667,188	685,488
Inventories	341,868	233,365
Trade and other receivables	2,178,722	1,414,104
Short term investments	68,455	71,228
Non-current assets held for sale	94,940	-
Tax recoverable	11,961	-
Deposits with licensed banks	339,683	174,073
Cash and bank balances	326,854	226,860
	5,029,671	2,805,118
CURRENT LIABILITIES		
Trade and other payables	1,816,802	1,238,891
Bank borrowings	592,310	404,417
Bonds	70,758	34,924
Commercial paper/Medium term notes	184,124	-
Current tax liabilities	34,423	13,966
	2,698,417	1,692,198
NET CURRENT ASSETS	2,331,254	1,112,920
	8,449,996	4,346,611
NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY SHAREHOLDERS OF THE COMPANY (RM)	5.39	4.56

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2008

(The figures have been audited)

	<-----Attributable to equity holders of the Company----->					Minority interests	Total equity	
	Share capital	Treasury shares	Share premium	Other reserves	Retained profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 April 2007	570,327	-	748,846	90,917	1,192,832	2,602,922	559,459	3,162,381
Realisation of reserves upon disposal of assets	-	-	-	(31,158)	(37)	(31,195)	(6,841)	(38,036)
Transfer to capital reserve upon issuance of bonus shares by a subsidiary	-	-	-	544	(544)	-	-	-
Net gains/(losses) recognised directly in equity	-	-	-	32,319	710	33,029	8,985	42,014
Accretion of interest in a subsidiary upon conversion of redeemable convertible unsecured loan stocks	-	-	-	-	23,220	23,220	(23,220)	-
Dilution of minority interest arising from changes in composition of the Group	-	-	-	-	-	-	(34,052)	(34,052)
Net profit for the financial year	-	-	-	-	520,393	520,393	120,305	640,698
Dividends paid for the year ended:- 31 March 2007 (second interim)	-	-	-	-	(31,542)	(31,542)	-	(31,542)
Dividends paid by subsidiaries to minority shareholders	-	-	-	-	-	-	(24,291)	(24,291)
Purchase of treasury shares	-	(1,774)	-	-	-	(1,774)	-	(1,774)
Issuance of shares by subsidiaries to minority shareholders	-	-	-	-	-	-	16,765	16,765
Issuance of shares:								
- exercise of ESOS	2,039	-	6,651	-	-	8,690	-	8,690
- exercise of Warrants 2005/2010	14,287	-	55,003	(714)	-	68,576	-	68,576
Acquisition of subsidiaries	272,661	-	2,102,935	-	1,195	2,376,791	318,916	2,695,707
At 31 March 2008 (Normal Operational Results)	859,314	(1,774)	2,913,435	91,908	1,706,227	5,569,110	936,026	6,505,136
Merger Goodwill Impairment	-	-	(922,255)	-	(18,605)	(940,860)	-	(940,860)
At 31 March 2008 (Including Merger Goodwill Impairment)	859,314	(1,774)	1,991,180	91,908	1,687,622	4,628,250	936,026	5,564,276
At 1 April 2006:								
As previously stated	479,931	-	420,401	93,804	1,071,916	2,066,052	169,288	2,235,340
Effects of consolidating IJM Plantations Berhad as a subsidiary	-	-	-	-	-	-	294,364	294,364
	479,931	-	420,401	93,804	1,071,916	2,066,052	463,652	2,529,704
Effects of adopting FRS 3	-	-	-	-	9,791	9,791	-	9,791
Restated	479,931	-	420,401	93,804	1,081,707	2,075,843	463,652	2,539,495
Net gains/(losses) recognised directly in equity	-	-	-	11,542	189	11,731	(461)	11,270
Realisation of exchange translation reserve upon settlement of loan previously accounted for as net investment in a foreign subsidiary	-	-	-	(11,413)	-	(11,413)	-	(11,413)
Net profit for the financial year	-	-	-	-	194,336	194,336	45,773	240,109
Dividends paid for year ended:- 31 March 2006	-	-	-	-	(35,668)	(35,668)	-	(35,668)
31 March 2007	-	-	-	-	(47,732)	(47,732)	-	(47,732)
Dividends paid by subsidiaries to minority shareholders	-	-	-	-	-	-	(16,036)	(16,036)
Issuance of shares by subsidiaries to minority shareholders	-	-	-	-	-	-	66,531	66,531
Issuance of shares:								
- exercise of ESOS	30,096	-	96,292	-	-	126,388	-	126,388
- exercise of Warrants 2005/2010	60,300	-	232,153	(3,016)	-	289,437	-	289,437
At 31 March 2007	570,327	-	748,846	90,917	1,192,832	2,602,922	559,459	3,162,381

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2008
(The figures have been audited)

	12 months ended 31/03/2008 RM'000	12 months ended 31/03/2007 RM'000
OPERATING ACTIVITIES		
Receipts from customers	4,269,480	1,947,549
Payments to contractors, suppliers and employees	(3,715,946)	(1,817,123)
Interest received	56,532	18,915
Interest paid	(182,246)	(62,704)
Income tax paid	(120,680)	(59,144)
Net cash flow from operating activities	307,140	27,493
INVESTING ACTIVITIES		
Acquisition of investments	103,907	(56,799)
Purchases of property, plant and equipment, development land, concession assets and deferred expenditure	(555,106)	(623,221)
Disposal of investments, property, plant and equipment and land	399,462	101,183
Dividends received	12,525	20,403
Advances and repayments to associates and jointly controlled	(139,516)	(84,078)
Net cash flow used in investing activities	(178,728)	(642,512)
FINANCING ACTIVITIES		
Issuance of shares by the Company		
- exercise of ESOS	8,690	126,388
- conversion of Warrants	68,576	289,437
Issuance of shares by subsidiaries to minority interest in	16,765	66,531
Purchase of treasury shares	(1,774)	-
Net proceeds from bank and government borrowings	255,331	300,342
Net drawdown / (repayment) of Bonds	(65,000)	(25,000)
Payments of Bonds and Medium Term Notes interest	(16,267)	(16,250)
Advances from the State Government	7,000	14,000
Repayments to hire purchase and lease creditors	(14,366)	(14,195)
Dividends paid by subsidiaries to minority shareholders	(24,291)	(16,036)
Dividends paid by the Company	(31,542)	(83,400)
Net increase / (decrease) of bank deposits assigned to trustees	(13,481)	12,455
Net cash flow from financing activities	189,641	654,272
Net increase in cash and cash equivalents during the	318,053	39,253
Cash and cash equivalents at beginning of the financial year	251,793	212,764
Foreign exchange differences on opening balances	(7,129)	(224)
Cash and cash equivalents at end of the financial period	562,717	251,793

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A NOTES TO THE QUARTERLY RESULTS

A1. Basis of Preparation

The audited 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 audited interim financial report should be read in conjunction with the audited financial statements for the year ended 31 March 2007 which are available at <http://www.ijm.com>. The explanatory notes attached to the audited 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 2007.

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 2007 except for the adoption of the Financial Reporting Standards (“FRS”) 117 Leases, which is effective for financial year beginning on 1 April 2007.

Prior to 1 April 2007, the Group’s leasehold land held for own use was classified as property, plant and equipment and was stated at cost/valuation less accumulated depreciation and impairment losses. The adoption of the revised FRS 117 resulted in a retrospective change in the accounting policy relating to the classification of leasehold land separately from Property, plant and equipment. The upfront payments for leasehold land represent prepaid lease payments and are amortised on a straight-line basis over the lease term. As allowed by the transitional provisions of FRS 117, the unamortised revalued amount of leasehold land is retained as the surrogate carrying amount of prepaid lease payments.

The reclassifications of leasehold land have been accounted for retrospectively and the following comparative amounts as at 31 March 2007 have been restated:

Consolidated Balance Sheets	As previously reported RM’000	Effect RM’000	As restated RM’000
Property, plant and equipment	916,031	(217,684)	698,347
Leasehold land	-	210,853	210,853
Deposits for leasehold land	-	6,831	6,831

A3. Audit Report

The audit reports for the financial years ended 31 March 2008 and 31 March 2007 were not subject to any qualifications.

A4. Seasonality or Cyclicity of Operations

The Group’s operations are not materially affected by seasonal or cyclical factors except for the Plantations division which normally sees its cropping pattern of oil palm declining to a trough in the first half of a calendar year before rising to a peak in the second half.

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A5. Unusual Significant Items

Other than the following, there were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual in nature, size or incidence:-

- i. On 25 January 2007, the shareholders of the Company approved a proposed conditional takeover offer by the Company for all the ordinary shares of RM1.00 each of Road Builder (M) Holdings Berhad (“RBH Shares”) at the offer price of RM3.00 per share to be satisfied by the issuance of up to 273,293,885 new ordinary shares of RM1.00 each in IJM (“IJM Shares”) on the basis of one (1) new IJM Share at the issue price of RM6.00 for every two (2) existing RBH Shares held.

On 16 March 2007, the Company announced that the offer has become unconditional and subsequently the Company issued 258,889,538 new IJM ordinary shares on 2 April 2007 and a further 13,771,831 new IJM ordinary shares on 27 April 2007 to the shareholders of RBH to complete the merger. The market prices of the new IJM shares issued on 2 April 2007 and 27 April 2007 were RM 8.70 and RM 8.95 per share, respectively.

Pursuant to the merger, the Company undertook and has since completed the Purchase Price Allocation exercise in respect of RBH’s assets and liabilities, and with reference to the fair valuation of the new IJM shares issued as consideration for the merger, has determined the merger goodwill arising, inclusive of inherent goodwill of RBH of RM 149.793 million and goodwill attributable to RBH’s order book and staff cost synergies of RM 13.133 million, to aggregate RM 922.255 million. A subsequent year end review of the fair values of the net assets indicated additional loss provisions in respect of RBH’s Indian joint venture operations existing as at the acquisition date. The adjustment thereof has increased the amount of merger goodwill arising to RM 953.992 million. The merger goodwill arising has no cash impact and arises solely as a result of the application of FRS 3: Business Combination, whereby the Group has to reflect the acquisition cost based on the market price of IJM shares as at the point of issuance. The Company has reviewed and adopted a prudent approach as to the sustainability of the merger goodwill and, other than the retention of the goodwill attributable to RBH’s order book and staff cost synergies of RM 13.133 million, has booked in a one-off impairment to the extent of RM 940.860 million thereof to the Consolidated Income Statement of the Group during the period under review. This resulted in negative retained earnings at the Company level and subsequently the Company obtained court sanction to off-set the negative retained earnings against the share premium account to the extent of RM 922.255 million.

The effect of this merger on the income statement of the Group for the financial year-to-date after taking into account the fair value adjustments is as follows:-

	RM’000
Revenue	912,877
Operating Expenses	(762,120)
Other Income	28,585
Profit from Operations	<u>179,342</u>
Finance Costs	(71,355)
Share of results of Associates	2,853
Goodwill impairment	<u>(940,860)</u>
Profit / (Loss) Before Taxation	(830,020)
Taxation	<u>(15,711)</u>
Increase/(Decrease) in Group profit (before minority interests)	(845,731)
Less: Increase in Minority Interests	<u>(20,373)</u>
Increase/(Decrease) in profit attributable to equity holders of the Company	<u>(866,104)</u>

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The effect of this acquisition on the financial position of the Group as at 31 March 2008 after taking into account the fair value adjustments is as follows:-

	RM'000
Non-current assets	2,484,260
Current assets	1,663,378
Current liabilities	(807,576)
Non-current liabilities	(1,510,384)
Minority interests	(343,645)

- ii. Gain on disposal of 59,455,917 quoted shares in Guangdong Provincial Expressway Development Co Ltd ("GPED") amounting to RM118.01 million during the current financial year.
- iii. Gain on disposal of 49% equity interest in Pacific Alliance-Stradec Group Infrastructure Company ('PASGIC') amounting to RM65 million in the financial year-to-date.

A6. Material Changes in Estimates

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

A7. Debt and Equity Securities

- (a) For the period ended 31 March 2008, the paid-up share capital of the Company was increased by RM288,986,369 by way of allotment and issue of:
 - i. 272,661,369 ordinary shares of RM1.00 each for the acquisition of Road Builder (M) Holdings Berhad;
 - ii. 2,038,400 ordinary shares of RM1.00 each arising from the exercise of Employee Share Option Scheme; and,
 - iii. 14,286,600 ordinary shares of RM1.00 each arising from the conversion of IJM Warrants 2005/2010.
- (b) For the period ended 31 March 2008, 346,700 ordinary shares of RM1.00 each were repurchased in the open market at prices ranging from RM4.90 to RM5.30 per share. These shares have been retained as treasury shares of the Company. There were no cancellations, resale and repayments of debt and equity securities for the financial year-to-date.

A8. Dividend Paid

On 17 August 2007, dividend of 5% less 26% tax in respect of the financial year ended 31 March 2007 was paid totalling RM31,542,000.

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A9. Segmental Information

Analysis by business segments

	Group revenue including share of revenue of JVs and associates		GROUP	
	12 months ended 31/03/2008	12 months ended 31/03/2007	12 months ended 31/03/2008	12 months ended 31/03/2007
	RM'000	RM'000	RM'000	RM'000
<u>Revenue:</u>				
Construction	2,353,153	1,126,246	2,152,301	900,267
Property	991,027	499,594	928,030	463,879
Industries	871,995	715,600	811,442	658,832
Plantation	527,703	302,816	478,029	271,633
Infrastructure	305,019	63,188	235,337	10,338
Investment and others	39,148	33,144	32,033	6,285
	<u>5,088,045</u>	<u>2,740,588</u>	<u>4,637,172</u>	<u>2,311,234</u>

	GROUP	
	12 months ended 31/03/2008	12 months ended 31/03/2007
	RM'000	RM'000
<u>Profit / (Loss) before taxation:</u>		
Construction	165,558	120,425
Property	107,043	77,177
Industries	118,858	73,740
Plantation	191,151	57,106
Infrastructure	88,604	(22,946)
Investment and others	124,798	13,427
	<u>796,012</u>	<u>318,929</u>
Merger Goodwill Impairment	<u>(940,860)</u>	<u>-</u>
	<u>(144,848)</u>	<u>318,929</u>

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A10. Carrying Amount of Revalued Property, Plant and Equipment

Other than the fair values ascribed to RBH assets pursuant to the Purchase Price Allocation exercise undertaken by the Company, the valuations of certain property, plant and equipment have been brought forward without amendment from the latest audited annual financial statements.

A11. Material Subsequent Events

There was no other material event subsequent to the end of the current financial year-to-date that has not been reflected in the financial statements.

A12. Changes in the Composition of the Group

During the financial year-to-date, the following changes in composition were effected:

- i. Acquisition of the entire equity interest in Road Builder (M) Holdings Berhad (“RBH”) vide the issuance of 272,661,369 new ordinary shares of RM1.00 each in IJM (“IJM Shares”) on the basis of one (1) new IJM Share at the issue price of RM6.00 for every two (2) existing RBH Shares held. The effect on the Group for the financial year-to-date is explained in Note A5(i) above.
- ii. On 30 April 2007 the Company converted 11,100,000 Redeemable Convertible Unsecured Loan Stocks (RCULS) of IJM Plantations Berhad (“IJMP”) into 22,200,000 new ordinary shares of RM0.50 each, increasing its shareholding in IJMP from 49.5% to 50.6%. This has no material impact on the Group for the financial year-to-date.
- iii. Karachi Expressway J.A. Limited (“KEJAL”) has been incorporated in Jebel Ali Free Zone, Dubai, United Arab Emirates on 10 July 2007. KEJAL is a wholly-owned subsidiary of IJM Investments J.A. Limited (“IJMIJA”). IJMIJA is a wholly-owned subsidiary of IJM Construction Sdn Bhd, which in turn is a wholly-owned subsidiary of the Company. This has no material impact on the Group for the financial year-to-date.
- iv. Acquisition of 118,373,600 ordinary shares of RM1 each in Kumpulan Europlus Berhad (“KEB”) representing 25% equity interest in KEB for a total cash consideration of RM33,144,608 or RM0.28 per share. This has no material impact on the Group for the financial year-to-date.
- v. IJM Properties Sdn Bhd (“IJMPRP”), a wholly-owned subsidiary of the Company, acquired 7,200,000 ordinary shares of RM1 each and 3,000,000 preference shares of RM1 each, representing 36% equity interest in Worldwide Ventures Sdn Bhd (“WVSB”) for a total cash consideration of RM12,240,000. With this acquisition, WVSB has become an 86% subsidiary of IJMPRP. This has no material impact on the Group for the financial year-to-date.
- vi. On 14 November 2007 the Company converted 28,650,000 Redeemable Convertible Unsecured Loan Stocks (RCULS) of IJM Plantations Berhad (“IJMP”) into 57,300,000 new ordinary shares of RM0.50 each, increasing its shareholding in IJMP to 54.6%. This has no material impact on the Group for the financial year-to-date.
- vii. On 30 November 2007 the Company completed the disposal of 10,000,000 ordinary shares of RM1 each in Torsco Sdn Bhd (“TSB”) representing 100% equity interest in TSB for a total cash consideration of RM74,624,582. This resulted in a capital gain of RM22 million for the Group in the financial year-to-date.

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- viii. On 1 February 2008, IJMII (Mauritius) Limited, a wholly-owned subsidiary of IJM Investments (M) Limited, which in turn is a wholly-owned subsidiary of the Company, disposed its 49% equity interest in Pacific Alliance-Stradec Group Infrastructure Company ('PASGIC') for a total cash consideration of USD32.8 million (approximately RM105.9 million). This resulted in a capital gain of about RM65 million for the Group in the financial year-to-date.
- ix. On 7 March 2008, IJM Properties Sdn Bhd ("IJMPRP") acquired two (2) ordinary shares of RM1 each representing 100% equity interest in Glamour Development (MM2H) Sdn Bhd ("GDSB") from Industrial Concrete Products Berhad ("ICP") for a cash consideration of RM2. With the acquisition, GDSB will become a wholly-owned subsidiary of IJMPRP, which in turn is a wholly-owned subsidiary of the Company. ICP is a 63.5% subsidiary of the Company. This has no material impact on the Group for the financial year-to-date.

A13. Contingent Liabilities

The changes in contingent liabilities since 31 March 2007 are as follows:-

	RM'000
Group's proportionate share of guarantees for borrowings of associates:	
- As at 31 March 2007	8,000
- Exchange difference	70
- As at 31 March 2008	8,070
Pledging of share certificates for term loan facility granted to an associate:	
- As at 31 March 2007	46,296
- Exchange difference	(1,905)
- As at 31 March 2008	44,391
Stamp duty matters under appeal:	
- As at 31 March 2007	2,624
- Exchange difference	23
- As at 31 March 2008	2,647

A14. Capital Commitments

Capital commitments not provided for in the financial statements as at 31 March 2008 are as follows:

	RM'000
Approved and contracted for	717,235
Approved but not contracted for	133,510
	850,745
<u>Analysed as follows:</u>	
- Purchase of property, plant and equipment	220,532
- Purchase of investment property	15,666
- Purchase of development land	109,554
- Concession assets	112,107
- Participation in a concession	239,000
- Share of capital commitment of jointly controlled entities	153,886
	850,745

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

B1. Review of Performance

The Group continues to record strong results with aggregate revenues of RM 1,313 million for the current quarter, a significant increase of RM 625 million or 91% over the corresponding quarter of the preceding year. The merger of RBH accounted for 44% of the revenue increase. All divisions within the Group attained significantly higher revenues during the quarter under review, driven largely by the Group's sizeable order book, higher CPO prices, strong demand for the Group's building materials and the inclusion of RBH's contributions from the construction, property and infrastructure assets.

The normal operating profit before tax (and before merger goodwill impairment) for the Group for the current quarter correspondingly showed a significant increase to RM 183 million, up by 152% over the previous year, mainly attributable to higher plantation profits as well as additional profits pursuant to the acquisition of RBH as well as capital gain from the disposal of PASGIC mentioned in Note A12(viii) above.

For the year ended 31 March 2008, the Group achieved total revenue of RM 4,637 million, up by 101% over the previous year's corresponding period, attributed mainly to the same reasons mentioned above. The merger of RBH accounted for 39% of the total revenue increase.

The operating profit before tax for the Group for the year ended 31 March 2008 increased by 2.5 times over the previous year to RM796 million. Whilst the aggregate increase includes non-recurrent gains of RM226 million arising from the disposal of GPED shares, sales of Torsco Sdn Bhd, PASGIC & PIETC land and buildings, the remainder is mainly attributable to higher divisional operating profits recorded as well as additional profits pursuant to the acquisition of RBH. Of the total increase, 14% was contributed by the enhanced order book and development projects of the Construction and Properties divisions of the merged entity. The Industries division showed a healthy 61% increase in profits over the previous year while the Plantations division's profits rose by approximately 3.35 times due to higher CPO prices. The added profit contributions from the infrastructure assets of the newly acquired RBH Group and the sale of PASGIC enabled the Infrastructure division to contribute 11% of the aggregate Group profits for the year.

The impairment of merger goodwill of RM 940.86 million has resulted in the Group recording a loss before tax of RM 144.85 million for the year ended 31 March 2008. The write-off, being a non-recurring, non-cash transaction does not impair the Group's future earnings or operational strengths and the Company has, on 12 March 2008, obtained court sanction to off-set the resultant negative retained earnings against the share premium account up to RM 922.255 million.

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

The Group's operating revenue rose by 19% in the current quarter compared to the immediate preceding quarter. The operating pre-tax profit (excluding merger goodwill impairment) however decreased by 17% mainly due to lower construction and property earnings arising from increased building material prices, seasonal downturn in CPO tonnage and allowance for impairment of investment assets in the current quarter. The preceding quarter's operating pre-tax profits includes an adjustment for a partial reversal of a capital gain on a disposal made during the quarter.

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B3. Prospects for the Coming Financial Year

The Group expects the coming financial year to pose stiff challenges in terms of inflationary pressures attributable to the rising prices of crude oil and building materials.

Amidst the challenging environment, given the existing strong order book and substantial land bank, the Group's Construction and Property divisions are well-positioned to maintain strong performances into the coming financial year both locally as well as overseas. The Group's Plantations division is expected to thrive on the back of high CPO prices which are expected to continue into the coming financial year. The Industries division is also expected to remain competitive and its recent ventures overseas are expected to add significantly to the division's revenue in the coming financial year. The Group's prospects are further expected to be enhanced by the steady revenue streams contributed by the tolling and port operations.

As a result of the above stated factors, barring any unforeseen circumstances, the Group expects to record a satisfactory performance for the coming financial year.

B4. Profit Forecast

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

B5. Taxation

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

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 MARCH		CUMULATIVE PERIOD 12 MONTHS ENDED 31 MARCH	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Malaysian income tax	25,285	7,590	122,728	68,474
Overseas taxation	6,696	2,664	15,026	4,157
Transfer to/(from) deferred taxation	(22,247)	273	17,560	6,189
	<u>9,734</u>	<u>10,527</u>	<u>155,314</u>	<u>78,820</u>

The Group's effective tax rate (excluding the results of associates and jointly controlled entities which are equity accounted net of tax) is higher than the statutory tax rate mainly due to the goodwill written off which is not allowable as disclosed in Note A5(i) above.

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B6. Unquoted Investments and/or Properties

There were no sales of unquoted investment and/or properties for the financial year-to-date other than the following:-

- i) Disposal of a subsidiary mentioned in Note A12(vii) above which resulted in a capital gain of approximately RM22 million;
- ii) Disposal of land and buildings situated in Bukit Jambul, Penang, for a capital gain of approximately RM21 million to the Group; and,
- iii) Disposal of an associate mentioned in Note A12(viii) above which resulted in a capital gain of approximately RM65 million.

B7. Quoted Investments

a. Purchases and sales of quoted investments

	Current Quarter Ended 31/03/2008 RM'000	Cumulative Current Year-to-date 31/03/2008 RM'000
Long term:		
- Total purchases	-	180
- Total disposals / sale proceeds	-	-
- Total profit / (loss) on disposal	-	-
Short term:		
- Total purchases	20,197	20,197
- Total disposals / sale proceeds	-	178,453
- Total profit / (loss) on disposal	-	118,008

b. Quoted investments as at 31 March 2008

	RM'000
Long term:	
Quoted investments at cost	73,377
Quoted investments at carrying value	57,685
Quoted investments at market value	58,380
Short term:	
Quoted investments at cost	74,156
Quoted investments at carrying value	68,455
Quoted investments at market value	68,455

B8. Status of Corporate Proposals

- a. On 25 July 2007, the Company announced the proposed rationalisation of the Group's Property Division into RB Land Holdings Berhad ('RB Land') involving, among others, the proposed disposal of 100% equity interest in IJM Properties Sdn Bhd, a wholly-owned subsidiary of the Company, to RB Land, a 70% indirect subsidiary of the Company via Road Builder (M) Holdings Berhad. This proposal has been approved by the Securities Commission vide its letter dated 10 April 2008 and is now pending the approval of shareholders.

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- b. On 19 December 2007, the Company announced the proposed capital repayment entailing a cash payment of RM0.50 for every one (1) existing IJM Share held to the entitled shareholders whose names appear on the Record of Depositors of IJM at the close of business, on an entitlement date to be determined later by the Board of IJM. This proposal is pending Court sanction and shareholders' approvals.

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B9. Group Borrowings

Particulars of the Group's borrowings as at 31 March 2008 are as follows:

Group Borrowings

	As at 31/03/2008 RM'000
(a) (i) Short Term Borrowings	
Secured:-	
- Commercial Paper	49,000
- Islamic bonds	35,812
- Term loan	329,102
- Bank overdrafts	54,804
- Hire purchase and lease creditors (included in trade and other payables)	15,354
- Bankers acceptances	17,401
Unsecured:-	
- Islamic bonds	34,946
- Commercial Paper	95,000
- Medium Term Notes	40,124
- Government support loans	2,500
- Term loan	35,571
- Revolving credits	27,726
- Bankers acceptances	114,578
- Bank overdrafts	13,128
	<u>865,046</u>
(ii) Long Term Borrowings	
8% Secured Fixed Rate Bond 1999/2009 (net of discount)	99,260
5.5% Unsecured Medium Term Notes 2005/2010	150,000
Unsecured Medium Term Notes	124,384
Secured Islamic bonds and notes	709,975
Secured Government support loans	273,365
Secured Hire purchase and lease creditors	5,605
Secured term loan	461,460
Unsecured term loan	529,173
Unsecured Islamic bonds and notes	34,895
	<u>2,388,117</u>

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

	Foreign Currency '000	RM Equivalent '000
US Dollar	152,435	487,564
Indian Rupee	7,182,887	579,659
Chinese Renminbi	60,480	27,591
Singapore Dollar	19	44
UAE Dirham	183	159
		<u>1,095,017</u>

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B10. Off Balance Sheet Financial Instruments

a. Interest rate swaps (from floating rate to fixed rate):

Duration	Floating rate	Fixed rate	Amount in foreign currency USD'000	RM Equivalent '000
31.05.06 – 29.07.12	6-month LIBOR + 0.7%	5.00%	40,000	127,940
29.07.05 – 29.07.12	6-month LIBOR + 0.7%	5.00%	40,000	127,940
02.06.05 – 29.07.12	6-month LIBOR + 0.7%	4.95%	20,000	63,970
22.03.06 – 22.02.10	12-month LIBOR + 1.25%	6.45%	2,582	8,259

b. Interest rate swaps (from fixed rate to floating rate):

Duration	Fixed rate	Floating rate	RM '000
18.02.04 – 15.12.08	6.65%	6-month KLIBOR + 1.90%	35,000

B11. Changes in Material Litigation

There was no change in material litigation since 31 March 2007 which exceeds 5% of the Group's net assets.

B12. Dividend

The Directors do not recommend the payment of a dividend for the current financial year. Following the successful court application to offset the merger goodwill impairment against the share premium account, the Company is proposing a capital repayment entailing a cash payment of RM0.50 per share as mentioned in Note B8(b) above. This proposal is pending Court sanction and shareholders' approvals.

For the preceding year's corresponding period, a special interim tax-exempt dividend of 5% or 5 sen per share and an interim dividend of 5% or 5 sen per share less tax at 27% was declared and paid on 9 February 2007. A second interim dividend of 5% or 5 sen per share less tax at 26% was also declared and paid on 17 August 2007.

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B13. Earnings per Share

	Individual Quarter			Cumulative Period		
	Current year quarter		Preceding year quarter	Current year to date		Preceding year to date
	Normal Operational Results	Including Merger Goodwill Impairment		Normal Operational Results	Including Merger Goodwill Impairment	
	31/3/2008 RM'000	31/3/2008 RM'000	31/3/2007 RM'000	31/3/2008 RM'000	31/3/2008 RM'000	31/3/2007 RM'000
<u>Basic Earnings/(Loss) per share:-</u>						
(a) Profit/(Loss) for the period attributable to equity holders of the parent	135,079	116,474	49,612	520,393	(420,467)	194,336
(b) Weighted average number of ordinary shares ('000)	858,611	858,611	555,017	850,544	850,544	511,616
Basic Earnings/(Loss) per share (sen)	15.73	13.57	8.94	61.18	(49.44)	37.98
<u>Diluted Earnings/(Loss) per share:-</u>						
(a) Profit/(Loss) for the period attributable to equity holders of the parent	135,079	116,474	49,612	520,393	(420,467)	194,336
(b) Weighted average number of ordinary shares ('000)	858,611	858,611	555,017	850,544	850,544	511,616
Effect of dilution ('000)						
- ESOS	1,030	1,030	2,602	1,192	-	1,997
- Warrants	7,247	7,247	15,795	8,808	-	11,045
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	866,888	866,888	573,414	860,544	850,544	524,658
Diluted Earnings/(Loss) per share (sen)	15.58	13.44	8.65	60.47	(49.44)	37.04

B14. Comparative Figures

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