



IJM CORPORATION BERHAD (104131-A)

Part A1 : Quarterly Report

Quarterly report for the financial period ended:	30/06/2012
Quarter:	1st Quarter
Financial Year End:	31/03/2013
The figures:	Have not been audited
Full Quarterly Report:	Refer attached

Part A2 : Summary of Key Financial Information for the financial period ended 30/06/2012

	Individual Quarter		Cumulative Period	
	Current year quarter 30/06/2012 RM'000	Preceding year quarter 30/06/2011 RM'000	Current year to date 30/06/2012 RM'000	Preceding year to date 30/06/2011 RM'000
1 Revenue	1,041,686	1,033,791	1,041,686	1,033,791
2 Profit before taxation	166,215	201,610	166,215	201,610
3 Net profit for the period	119,514	153,638	119,514	153,638
4 Net profit attributable to owners of the Company	88,833	115,030	88,833	115,030
5 Basic earnings per share (sen)	6.43	8.51	6.43	8.51
6 Proposed/Declared dividend per share (sen)	-	-	-	-
	As at end of current quarter 30/06/2012	As at preceding financial year end		
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		3.85		3.87

IJM CORPORATION BERHAD (104131-A)

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

(The figures have not been audited)

	Individual Quarter		Cumulative Period	
	Current year quarter	Preceding year quarter	Current year to date	Preceding year to date
	30/06/2012	30/06/2011	30/06/2012	30/06/2011
	RM'000	RM'000	RM'000	RM'000
Operating revenue	1,041,686	1,033,791	1,041,686	1,033,791
Cost of sales	(792,860)	(741,246)	(792,860)	(741,246)
Gross profit	248,826	292,545	248,826	292,545
Other operating income	75,575	39,035	75,575	39,035
Foreign exchange differences	(30,977)	1,866	(30,977)	1,866
Tendering, selling and distribution expenses	(26,579)	(26,750)	(26,579)	(26,750)
Administrative expenses	(56,521)	(34,645)	(56,521)	(34,645)
Other operating expenses	(9,181)	(13,320)	(9,181)	(13,320)
Operating profit before finance cost	201,143	258,731	201,143	258,731
Finance cost	(42,305)	(50,302)	(42,305)	(50,302)
Operating profit after finance cost	158,838	208,429	158,838	208,429
Share of profits of associates	2,579	6,992	2,579	6,992
Share of profits/(losses) of jointly controlled entities	4,798	(13,811)	4,798	(13,811)
Profit before taxation	166,215	201,610	166,215	201,610
Income tax expense	(46,701)	(47,972)	(46,701)	(47,972)
Net profit for the period	119,514	153,638	119,514	153,638
<u>Other comprehensive income / (loss) net of tax:</u>				
Currency translation differences	(18,637)	(4,875)	(18,637)	(4,875)
Share of other comprehensive income of associates	675	(483)	675	(483)
Total comprehensive income for the period	101,552	148,280	101,552	148,280
<u>Net profit attributable to:-</u>				
Owners of the Company	88,833	115,030	88,833	115,030
Non-controlling interests	30,681	38,608	30,681	38,608
	119,514	153,638	119,514	153,638
<u>Total comprehensive income attributable to:-</u>				
Owners of the Company	70,537	109,242	70,537	109,242
Non-controlling interests	31,015	39,038	31,015	39,038
	101,552	148,280	101,552	148,280
<u>Earnings per share (sen):-</u>				
Basic	6.43	8.51	6.43	8.51
Fully diluted	6.31	8.25	6.31	8.25

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED BALANCE SHEET

	30/06/2012	31/03/2012
	RM'000	RM'000
	(Unaudited)	(Audited)
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	1,381,664	1,381,609
Treasury shares	(115)	(89)
Share premium	1,934,960	1,934,782
Reserves	(38,362)	(20,052)
Retained profits	2,039,178	2,051,801
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Non-controlling interests	5,317,325	5,348,051
	1,645,549	1,609,647
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Total equity	6,962,874	6,957,698
NON-CURRENT LIABILITIES		
Bonds	1,096,211	1,096,121
Commercial Papers and Medium Term Notes	750,000	750,000
Term loans	1,337,303	1,351,763
Government support loans	204,880	208,111
Hire purchase and lease creditors	812	1,475
Deferred tax liabilities	386,499	388,165
Trade and other payables	85,630	85,630
Provisions	11,577	11,577
Retirement benefits	6,159	5,851
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	3,879,071	3,898,693
GOVERNMENT GRANTS	75,258	81,423
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	10,917,203	10,937,814
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IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED BALANCE SHEET

	30/06/2012	31/03/2012
	RM'000	RM'000
	(Unaudited)	(Audited)
NON-CURRENT ASSETS		
Property, plant and equipment	1,378,606	1,330,335
Leasehold land	155,401	156,651
Concession assets	2,490,132	2,476,068
Plantation development expenditure	706,572	685,694
Investment properties	83,791	84,243
Associates	471,305	476,097
Jointly controlled entities	1,256,969	1,178,647
Derivative financial instruments	28,645	15,911
Available-for-sale financial assets	2,204	2,204
Long term receivables	102,838	85,214
Deferred tax assets	98,829	98,810
Land held for property development	725,979	705,532
Intangible assets	77,137	76,696
	7,578,408	7,372,102
CURRENT ASSETS		
Property development costs	1,812,315	1,754,108
Inventories	489,715	499,100
Trade and other receivables	1,653,923	1,883,863
Financial assets at fair value through profit or loss	527,238	584,625
Derivative financial instruments	73	73
Assets held for sale	19,760	50,560
Tax recoverable	60,743	47,197
Deposits, cash and bank balances	1,826,796	1,699,020
	6,390,563	6,518,546
CURRENT LIABILITIES		
Trade and other payables	1,816,748	1,785,685
Provisions	26,727	24,129
Derivative financial instruments	1,473	1,466
Borrowings:		
- Bank overdrafts	128,019	127,145
- Others	1,054,520	988,737
Current tax liabilities	24,281	25,672
	3,051,768	2,952,834
NET CURRENT ASSETS	3,338,795	3,565,712
	10,917,203	10,937,814
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)	3.85	3.87

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2012

(The figures have not been audited)

	<-----Attributable to equity holders of the Company----->						Non-controlling interests	Total equity
	Share capital	Treasury shares	Share premium	Other reserves	Retained profits	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2012	1,381,609	(89)	1,934,782	(20,052)	2,051,801	5,348,051	1,609,647	6,957,698
Total comprehensive income for the period	-	-	-	(18,296)	88,833	70,537	31,015	101,552
Shares buy back	-	(26)	-	-	-	(26)	-	(26)
Accretion/dilution arising from changes in composition of the Group	-	-	-	-	9,075	9,075	(9,075)	-
Single tier second interim dividend: Year ended 31 March 2012	-	-	-	-	(110,531)	(110,531)	-	(110,531)
Issuance of shares by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	13,962	13,962
Issuance of shares: - exercise of Warrants 2009/2014	55	-	178	(14)	-	219	-	219
At 30 June 2012	1,381,664	(115)	1,934,960	(38,362)	2,039,178	5,317,325	1,645,549	6,962,874
At 1 April 2011	1,351,115	(77)	1,835,676	27,126	1,782,141	4,995,981	1,469,770	6,465,751
Total comprehensive income for the period	-	-	-	(5,788)	115,030	109,242	39,038	148,280
Accretion/dilution arising from changes in composition of the Group	-	-	-	-	(5,086)	(5,086)	5,086	-
Single tier second interim dividend payable: Year ended 31 March 2011	-	-	-	-	(95,465)	(95,465)	-	(95,465)
Shares buy back	-	(6)	-	-	-	(6)	-	(6)
Issuance of shares by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	28,986	28,986
Issuance of shares: - exercise of Warrants 2009/2014	12,689	-	41,239	(3,172)	-	50,756	-	50,756
At 30 June 2011	1,363,804	(83)	1,876,915	18,166	1,796,620	5,055,422	1,542,880	6,598,302

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2012
(The figures have not been audited)

	3 months ended 30/06/2012 RM'000	3 months ended 30/06/2011 RM'000
OPERATING ACTIVITIES		
Receipts from customers	1,266,021	1,098,925
Payments to contractors, suppliers and employees	(978,039)	(1,000,674)
Income tax paid	(64,543)	(54,529)
Net cash flow from operating activities	223,439	43,722
INVESTING ACTIVITIES		
Acquisition of a jointly controlled entity	(51,000)	-
Acquisition of short term investments	(60,616)	(74,000)
Purchases of property, plant and equipment, development and leasehold land, investment properties, concession assets, plantation development expenditure and deferred expenditure	(189,452)	(113,444)
Disposal of investments, property, plant and equipment, leasehold land, investment properties and assets held for sale	175,742	58,698
Interest received	21,131	20,763
Dividends received	-	10,013
Net (advances to) and repayments from associates and jointly controlled entities	(15,193)	(16,427)
Net cash flow used in investing activities	(119,388)	(114,397)
FINANCING ACTIVITIES		
Issuance of shares by the Company		
- exercise of Warrants	219	50,756
Issuance of shares and warrants by subsidiaries to minority shareholders	13,962	28,986
Repurchase of treasury shares	(26)	(6)
Net proceeds from bank and government borrowings	51,870	(24,051)
Net drawdown/(repayment) of Bonds, Commercial Papers and Medium Term Notes	-	100,000
Payments of Bonds and Medium Term Notes interest	-	(8,893)
Repayment to the State Government	(5,000)	-
Repayments to hire purchase and lease creditors	(475)	(944)
Interest paid	(49,506)	(41,726)
Net decrease of bank deposits assigned to trustees	3,535	-
Net cash flow from financing activities	14,579	104,122
Net increase in cash and cash equivalents during the financial period	118,630	33,447
Cash and cash equivalents at beginning of the financial period	1,448,835	1,319,618
Foreign exchange differences on opening balances	6,704	2,447
Cash and cash equivalents at end of the financial period	1,574,169	1,355,512

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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 2012 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 2012.

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 its parent, significant investor and venturer (herein called “Transitioning Entities”).

Based on the MASB announcement on 30 June 2012, Transitioning Entities will be allowed to defer the adoption of the new MFRS Framework from the previous adoption date of 1 January 2013 to 1 January 2014. Consequently, the adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

The Group falls within the scope of Transitioning Entities and accordingly, will adopt the MFRS Framework for the financial year beginning 1 April 2014. For the financial year ending 31 March 2013, the Group will continue to prepare its financial statements using the Financial Reporting Standards framework.

The significant accounting policies applied are consistent with those adopted for the audited financial statements for the year ended 31 March 2012 except for the adoption of the following new standards, amendments to standards and IC interpretations issued by MASB that are mandatory for the Group for the financial year beginning 1 April 2012:

IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments
Amendments to FRS 7	Disclosures – Transfers of Financial Assets
Amendments to FRS 112	Deferred tax: Recovery of Underlying Assets
Amendments to IC Interpretation 14	Prepayments of a Minimum Funding Requirement

The adoption of the above pronouncements does not result in any significant change to the accounting policies and does not have any material impact on the interim financial information of the Group.

A3. Audit Report

The audit report for the financial year ended 31 March 2012 was not subject to any qualification.

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A4. Seasonality or Cyclicity of Operations

The Group's operations are not materially affected by seasonal or cyclical factors except for the Plantation 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.

A5. Unusual Significant Items

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

A6. Material Changes in Estimates

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

A7. Debt and Equity Securities

- (a) For the period ended 30 June 2012, the paid-up share capital of the Company was increased by RM54,880 by way of allotment and issue of 54,880 new ordinary shares of RM1.00 each arising from the exercise of IJM Warrants 2009/2014.
- (b) For the period ended 30 June 2012, 5,000 ordinary shares of RM1.00 each were repurchased in the open market at RM5.15 per share and retained as treasury shares of the Company. There were no other cancellations and repayments of debt and equity securities for the financial period-to-date.

A8. Dividend Paid

On 4 July 2012, a single tier second interim dividend of 8 sen per share in respect of the financial year ended 31 March 2012 was paid totalling RM110,531,315.

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A9. Segmental Information

	Group revenue including share of revenue of JVs and associates		GROUP	
	3 months ended 30/06/2012	3 months ended 30/06/2011	3 months ended 30/06/2012	3 months ended 30/06/2011
	RM'000	RM'000	RM'000	RM'000
<u>External revenue:</u>				
Construction	463,396	430,303	372,241	322,759
Property	261,474	260,087	258,690	252,536
Industry	191,490	237,482	187,797	233,185
Plantation	109,658	128,351	109,658	128,351
Infrastructure	160,184	166,729	113,209	96,907
Investment and others	91	53	91	53
	<u>1,186,293</u>	<u>1,223,005</u>	<u>1,041,686</u>	<u>1,033,791</u>
<u>Inter-segment revenue:</u>				
Construction			151,907	139,159
Property			-	29
Industry			19,030	18,536
Plantation			-	-
Infrastructure			-	-
Investment and others			-	33,404
			<u>170,937</u>	<u>191,128</u>
<u>Profit before taxation:</u>				
Construction			28,458	11,933
Property			74,584	65,073
Industry			31,508	31,666
Plantation			29,175	66,387
Infrastructure			(4,787)	23,415
Investment and others			7,277	3,136
			<u>166,215</u>	<u>201,610</u>
			As at 30/06/2012 RM'000	As at 31/03/2012 RM'000
<u>Total Assets:</u>				
Construction			1,875,791	1,758,464
Property			4,829,827	4,891,692
Industry			1,010,259	999,746
Plantation			1,889,153	1,839,957
Infrastructure			3,894,543	3,909,102
Investment and others			309,826	345,680
Total segment assets			<u>13,809,399</u>	<u>13,744,641</u>
Unallocated corporate assets			159,572	146,007
Consolidated total assets			<u>13,968,971</u>	<u>13,890,648</u>

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A10. Carrying Amount of Revalued Property, Plant and Equipment

The valuations of certain property, plant and equipment have been brought forward without amendment from the latest audited annual financial statements.

A11. Events After the Balance Sheet Date

As at 28 August 2012, the events subsequent to the end of the current financial period-to-date that has not been reflected in the financial statements are as follows:

- i. On 3 August 2012, IJM Land Berhad (“IJMLB”), a 65.9% owned subsidiary of the Company, entered into a Shareholders’ Agreement (“SA”) with Lite Bell Consolidated Sdn Bhd (“LBC”) to form a joint venture company in Jersey namely, Mintle Limited (“ML”), whereby the Company will acquire 51 ordinary shares of £1 per share. LBC will acquire the remaining 49 ordinary shares and 1 preference share of £1 in ML.

The purpose of setting up ML is to acquire a 999-year lease over a 2.7 acres site with detailed planning consent for approximately 650,000 square feet space predominantly situated above the National Rail and DLR railway lines adjacent to the Royal Mint Street in central London (“the Property”).

In addition to the execution of the SA, ML has executed a Share Purchase Agreement to acquire 1 ordinary share of £1 each in RMS (England) Limited (“RMSEL”), representing the entire issued share capital of RMSEL, at a consideration of £1. RMSEL is a dormant company incorporated in England and Wales. RMSEL, together with another wholly-owned subsidiary of ML, which is intended to be incorporated at a later date in Jersey or such other jurisdiction, will undertake a mixed-used development on the Property.

- ii. PT Sinergi Agro Industri, a subsidiary of IJM Plantations Berhad, which in turn is a subsidiary of the Company, provided a corporate guarantee for a bank loan facility given to a cooperative in Indonesia in respect of plasma development. The facility is for an amount of approximately RM32.4 million. As at date of the report, an amount of approximately RM9.4 million has been drawn down. No loss is expected to arise from this corporate guarantee.

A12. Changes in the Composition of the Group

During the financial period-to-date, the following change in composition was effected:

- i. On 11 June 2012, IJM Construction Sdn Bhd (“IJMC”), a wholly-owned subsidiary of the Company, entered into a Sale of Shares Agreement with CSC Holdings Limited (“CSCHL”) to dispose its entire 30% equity interest in CSC Ground Engineering Sdn Bhd (“CSCGE”) for a total cash consideration of RM464,298. This disposal has no material impact on the Group for the financial period-to-date.
- ii. On 21 March 2012, IJM Land Berhad (“IJMLB”), a 65.9% owned subsidiary of the Company, entered into a conditional Share Sale and Purchase Agreement with Aspirasi Ratna Sdn Bhd to acquire 1,000,000 ordinary shares of RM1 each in Nasa Land Sdn Bhd (“NLSB”), representing 50% of the issued and paid up share capital of NLSB for a total cash consideration of RM51 million. The acquisition was completed on 11 June 2012. This acquisition has no material impact on the Group for the financial period-to-date.

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A13. Contingent Liabilities

The changes in contingent liabilities since 31 March 2012 are summarised as follows:-

	RM'000
Balances as at 31 March 2012	15,621
- Exchange differences	(885)
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Balances as at 30 June 2012	<u>14,736</u>

A14. Capital Commitments

Capital commitments not provided for in the financial statements as at 30 June 2012 are as follows:

	RM'000
Approved and contracted for	693,504
Approved but not contracted for	443,275
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	<u>1,136,779</u>
 <u>Analysed as follows:</u>	
- Purchases of property, plant and equipment, leasehold land and plantation development expenditure	593,742
- Purchases of development land	74,394
- Concession assets	285,668
- Share of capital commitments of jointly controlled entities	182,975
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	<u>1,136,779</u>

An amount of RM627.57 million has been incurred up to 30 June 2012 for developing the oil palm plantations in Indonesia. A further sum of RM491.80 million has been included in the above stated capital commitment. The Board of Directors of IJM Plantations Berhad, a subsidiary of the Company, will review and approve the development programme and cost annually.

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

B1. Detailed Analysis of Performance of all Operating Segments

In the current quarter, the Group's operating revenue increased by 0.8% to RM1,041.7 million compared to the corresponding quarter of the preceding year with the Construction, Property and Infrastructure divisions achieving revenue growth. The Group's pre-tax profit however declined by 17.6% (or RM35.4 million) to RM166.2 million compared to the corresponding quarter of the preceding year mainly due to unrealised foreign exchange losses totalling RM31.0 million in the current quarter and the decline in the Plantation division's profits of RM37.2 million due to lower FFB (fresh fruit bunches) yields following change in cropping pattern from previous year. In addition the corresponding quarter had a reversal of impairment of amounts due from joint ventures of RM 12.8 million. However the Group's Construction and Property divisions managed to record profit growth of 138.5% and 14.6% compared to the corresponding quarter of the previous year.

Further analysis of the divisional performances is given below.

Operating Segment	Commentary
Construction	Revenue grew 15.3% in the current quarter compared to the previous year as certain local projects gathered momentum while works have also commenced in newer projects. Construction pretax profits rose 138.5% (or RM16.5 mil) following increased contribution from the Group's joint venture projects coupled with the gains in cross currency swaps.
Property	Revenue grew 2.4% for the current quarter. However, profits increased by 14.6% due to one-off capital gain of approximately RM21 million arising from the disposal of investment property and property, plant and equipment.
Industry	Despite a substantial order book, revenue declined 19.5% for the current quarter as the total tonnage of piles delivered dropped 23.7% compared with the corresponding quarter of the previous year due to delays in the progress of projects. Despite lower revenues, profit was almost unchanged as higher margins were recorded in the piles, quarrying and ready mixed concrete businesses.
Plantation	Revenue declined 14.6% in the current quarter as sales volumes of crude palm oil (CPO) and palm kernel oil (PKO) dropped 14.4% and 20.9% respectively. Due to the change in cropping pattern from the previous year, the Group's FFB production fell 37.2% in the current quarter. Additionally, the Division incurred unrealised foreign exchange loss of RM7.1 mil in respect of its USD denominated borrowings being recognised during the quarter. Consequently, the Division's profit fell by 56.1% in the current quarter compared to the previous year's corresponding quarter.
Infrastructure	Revenue increased by 16.8% for the current quarter mainly due to increased revenue from the operation of Kuantan port following increased cargo throughput and ship revenues and continued traffic growth in the Group's wholly-owned toll concessions such as the New Pantai Expressway. However profits from Infrastructure division have fluctuated due to foreign exchange movements with the division's current quarter results being impacted by an unrealised foreign exchange loss of RM27.1 mil as compared with unrealised foreign exchange gain of RM0.5 mil in the corresponding quarter of the previous year. These foreign exchange gains/losses arose mainly from USD denominated borrowings used to finance IJM's investments in India.

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B2. Material Changes in the Quarterly Profit Before Taxation Compared to the Immediate Preceding Quarter

The Group's pre-tax profit dropped 12.9% compared to that of the immediate preceding quarter mainly due to unrealised foreign exchange loss of RM31.0 mil compared to an unrealised foreign exchange gain of RM12.2 mil in the immediate preceding quarter and also higher property margin was recorded in the immediate preceding quarter following the completion of sales of some commercial and bungalow lots in that quarter. These foreign exchange gains/losses arose mainly from USD denominated borrowings used to finance the Group's investments in India and Indonesia. However the bottom line was being improved by the higher profit being recorded in Plantation division during the current quarter as impairment amounting to RM11.0 million was recognised for the biomass co-generation plant in the immediate preceding quarter and higher margins were recorded in the piles, quarrying and ready mixed concrete businesses.

B3. Prospects for the Current Financial Year

The Group's Construction Division performance is expected to further improve as many local construction projects gain momentum while order book replenishment remains encouraging following the award of major infrastructure and building projects. The Group's Property division expects to deliver a satisfactory performance in the current financial year on the back of strong unbilled sales in excess of RM1.2 billion, strategically located land bank and a wide product mix. Likewise, the Group's Industry division expects the sales of building materials to increase in tandem with the expected growth in the infrastructure activities. The Group's Plantation division expects local crop production to increase from current cropping level during the second half of the year and with additional crops expected from areas coming into maturity in Indonesia. Assuming palm product prices achieved in the first quarter will sustain, a satisfactory level of profitability is expected to be achieved. The positive contributions from the Group's tolling, ports, power and water operations are expected to continue as concession revenues increase and further enhance the bottom line of the Group's Infrastructure division. However, uncertainties due to foreign exchange fluctuations may dampen group results.

As a result of the above factors, barring any unforeseen circumstances, the Group expects to achieve a satisfactory performance for the current 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 30 JUNE		CUMULATIVE PERIOD 3 MONTHS ENDED 30 JUNE	
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
Malaysian income tax	48,386	50,688	48,386	50,688
Overseas taxation	-	(3,510)	-	(3,510)
Transfer to/(from) deferred taxation	(1,685)	794	(1,685)	794
	<u>46,701</u>	<u>47,972</u>	<u>46,701</u>	<u>47,972</u>

The Group's effective tax rate (excluding the results of associates and jointly controlled entities which are equity accounted net of tax) was higher than the statutory tax rate mainly due to expenses not deductible for tax purposes and the non-recognition of deferred tax assets on unused tax losses on certain subsidiaries.

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B6. Status of Corporate Proposals

There was no corporate proposal announced that was not completed at the end of the reporting period.

B7. Group Borrowings

Particulars of the Group's borrowings as at 30 June 2012 are as follows:

	As at 30/06/2012 RM'000
(a) (i) Short Term Borrowings	
Secured:-	
- Islamic bonds	52,455
- Term loan	71,770
- Hire purchase and lease creditors (included in trade and other payables)	1,997
- Revolving credits	32,330
Unsecured:-	
- Government support loans (included in trade and other payables)	4,965
- Term loan	592,131
- Revolving credits	233,193
- Bankers acceptances	52,471
- Letter of Credit	20,170
- Bank overdrafts	128,019
	1,189,501
(ii) Long Term Borrowings	
Unsecured Medium Term Notes	750,000
Secured Islamic bonds and notes	1,096,211
Unsecured Government support loans	204,880
Secured Hire purchase and lease creditors	812
Secured term loan	504,534
Unsecured term loan	832,769
	3,389,206

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

	Foreign Currency '000	RM Equivalent '000
US Dollar	298,333	955,492
Indian Rupee	13,053,747	734,859
Chinese Renminbi	29,000	14,645
		1,704,996

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B8. Changes in Material Litigation

There was no change in material litigation since 31 March 2012 which exceeds 5% of the Group's net assets.

B9. Dividend

In respect of the financial year ended 31 March 2012, a single tier first interim dividend of 4 sen per share was paid on 22 December 2011 and a single tier second interim dividend of 8 sen per share was paid on 4 July 2012.

No dividend has been declared for the financial year-to-date.

B10. Earnings per Share

	Individual Quarter		Cumulative Period	
	Current year quarter	Preceding year quarter	Current year to date	Preceding year to date
	30/06/2012	30/06/2011	30/06/2012	30/06/2011
	RM'000	RM'000	RM'000	RM'000
<u>Basic Earnings per share:-</u>				
Profit for the period attributable to owners of the Company	88,833	115,030	88,833	115,030
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Weighted average number of ordinary shares ('000)	1,381,634	1,352,430	1,381,634	1,352,430
<hr/>				
Basic Earnings per share (sen)	6.43	8.51	6.43	8.51
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<u>Diluted Earnings per share:-</u>				
Profit for the period attributable to owners of the Company	88,833	115,030	88,833	115,030
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Weighted average number of ordinary shares ('000)	1,381,634	1,352,430	1,381,634	1,352,430
Effect of dilution ('000)				
- Warrants	25,198	42,541	25,198	42,541
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,406,832	1,394,971	1,406,832	1,394,971
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Diluted Earnings per share (sen)	6.31	8.25	6.31	8.25
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B11. Notes to the Statement of Comprehensive Income

	Individual Quarter		Cumulative Period	
	Current year quarter	Preceding year quarter	Current year to date	Preceding year to date
	30/06/2012 RM'000	30/06/2011 RM'000	30/06/2012 RM'000	30/06/2011 RM'000
Interest income	32,868	30,811	32,868	30,811
Other income	42,707	8,224	42,707	8,224
Interest expense	(42,305)	(50,302)	(42,305)	(50,302)
Depreciation and amortisation	(45,879)	(41,388)	(45,879)	(41,388)
Provision for and write off of receivables	(727)	(2,201)	(727)	(2,201)
Provision for and write off of inventories	-	-	-	-
Gain/(loss) on disposal of investments or properties	21,291	2,237	21,291	2,237
Impairment of assets	-	(12,807)	-	(12,807)
Foreign exchange gain/(loss)	(30,977)	1,866	(30,977)	1,866
Gain/(loss) on derivatives	13,637	(78)	13,637	(78)
Exceptional items	N.A.	N.A.	N.A.	N.A.

N.A. denotes not applicable.

B12. Fair value changes of financial liabilities

The Group recognised total fair value gains on derivative financial instruments of RM13.64 million during the current year to date of which RM0.06 million losses arose from financial liabilities. The details are as follows:

Type of financial liability	Current quarter fair value gains/(losses) RM'000	Current year to date fair value gains/(losses) RM'000	Basis of fair value measurement	Reasons for the losses
Interest rate swaps (from floating rate to fixed rate)	(64)	(64)	Interest rates differential between the floating and fixed rates	The interest rates differential between the floating and fixed rates from the last measurement date of 31 March 2012 up to the respective maturity dates of swaps have moved unfavourably.

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B13. Disclosure of Realised and Unrealised Retained Profits / (Accumulated Losses)

The following analysis is prepared in accordance with Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants.

	As at 30 June 2012 RM'000	As at 31 Mar 2012 RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	3,882,686	3,975,614
- Unrealised ^{N1}	(175,902)	(120,384)
	3,706,784	3,855,230
 Total share of retained profits / (accumulated losses) from associates		
- Realised	223,150	186,091
- Unrealised ^{N1}	(9,775)	(12,749)
 Total share of retained profits / (accumulated losses) from jointly controlled entities		
- Realised	(104,825)	(111,782)
- Unrealised ^{N1}	2,720	2,720
	3,818,054	3,919,510
Add/Less: consolidation adjustments ^{N2}	(1,778,876)	(1,867,709)
 Total group retained profits / (accumulated losses) as per group accounts	2,039,178	2,051,801

N1 The unrealised retained profits/(accumulated losses) are mainly deferred tax provision, net gains arising from remeasurement of assets and liabilities at fair value through profits or losses and translation gains or losses of monetary items denominated in a currency other than the functional currency.

N2 Consolidation adjustments are mainly elimination of pre-acquisition profits or losses, fair value adjustments arising from the business combination and minorities' share of retained profits or accumulated losses.

B14. Comparative Figures

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