



IJM CORPORATION BERHAD (104131-A)

Part A1 : Quarterly Report

Quarterly report for the financial period ended:	30/09/2015
Quarter:	2nd Quarter
Financial Year End:	31/03/2016
The figures:	Have not been audited
Full Quarterly Report:	Refer attached

Part A2 : Summary of Key Financial Information for the financial period ended 30/09/2015

	Individual Quarter		Cumulative Period	
	Current year quarter 30/09/2015 RM'000	Preceding year quarter 30/09/2014 RM'000	Current year to date 30/09/2015 RM'000	Preceding year to date 30/09/2014 RM'000
1 Revenue	1,338,960	1,292,955	2,521,203	2,665,993
2 Profit before taxation	221,810	237,993	648,447	496,629
3 Net profit for the period	174,802	165,247	545,351	350,677
4 Net profit attributable to owners of the Company	156,381	111,487	493,248	244,873
5 Basic earnings per share (sen)	4.38	3.42	13.83	7.55
6 Proposed/Declared dividend per share (sen)	3.00	4.00	3.00	4.00
	As at end of current quarter 30/09/2015		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		2.50		5.62

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
	30/09/2015	30/09/2014	30/09/2015	30/09/2014
	RM'000	RM'000	RM'000	RM'000
Operating revenue	1,338,960	1,292,955	2,521,203	2,665,993
Cost of sales	(938,162)	(893,521)	(1,749,446)	(1,839,120)
Gross profit	400,798	399,434	771,757	826,873
Other operating income	39,972	59,286	271,261	101,860
Foreign exchange differences	(7,212)	(7,567)	19,805	(14,911)
Tendering, selling and distribution expenses	(46,232)	(46,124)	(85,679)	(83,740)
Administrative expenses	(83,102)	(82,129)	(168,136)	(152,568)
Other operating expenses	(20,809)	(16,953)	(46,195)	(35,412)
Operating profit before finance cost	283,415	305,947	762,813	642,102
Finance cost	(61,066)	(65,055)	(114,447)	(129,738)
Operating profit after finance cost	222,349	240,892	648,366	512,364
Share of (losses)/profits of associates	(4,713)	3,372	(4,296)	(2,148)
Share of profits/(losses) of joint ventures	4,174	(6,271)	4,377	(13,587)
Profit before taxation	221,810	237,993	648,447	496,629
Income tax expense	(47,008)	(72,746)	(103,096)	(145,952)
Net profit for the period	174,802	165,247	545,351	350,677
<u>Other comprehensive income / (loss) (net of tax):</u>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Currency translation differences	127,590	2,988	126,975	(47,334)
Realisation of other comprehensive income arising from disposal of a foreign subsidiary	-	-	41,025	-
Share of other comprehensive income/(losses) of associates	3,970	(2,637)	5,237	(1,058)
	131,560	351	173,237	(48,392)
Total comprehensive income for the period	306,362	165,598	718,588	302,285
<u>Net profit attributable to:-</u>				
Owners of the Company	156,381	111,487	493,248	244,873
Non-controlling interests	18,421	53,760	52,103	105,804
	174,802	165,247	545,351	350,677
<u>Total comprehensive income attributable to:-</u>				
Owners of the Company	268,515	108,227	647,020	210,430
Non-controlling interests	37,847	57,371	71,568	91,855
	306,362	165,598	718,588	302,285
<u>Earnings per share (sen):-</u>				
Basic	4.38	3.42	13.83	7.55
Fully diluted	4.32	3.39	13.63	7.48

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

	30/09/2015	31/03/2015
	RM'000	RM'000
	(Unaudited)	(Audited)
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	3,572,977	1,500,001
Treasury shares	-	(270)
Shares held under trust	(4,766)	(3,771)
Share premium	2,325,102	2,346,070
Other reserves	194,384	2,045,770
Retained profits	2,842,097	2,541,840
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Non-controlling interests	8,929,794	8,429,640
	1,185,937	1,145,897
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Total equity	10,115,731	9,575,537
NON-CURRENT LIABILITIES		
Bonds	1,980,481	1,628,769
Term loans	2,481,687	2,318,853
Government support loans	180,915	210,498
Hire purchase and lease creditors	344	188
Deferred tax liabilities	791,700	780,336
Trade and other payables	817,509	728,173
Provisions	99,675	99,675
Retirement benefits	5,271	5,271
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	6,357,582	5,771,763
GOVERNMENT GRANTS	90,635	83,287
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	16,563,948	15,430,587
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IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED BALANCE SHEET

	30/09/2015	31/03/2015
	RM'000	RM'000
	(Unaudited)	(Audited)
NON-CURRENT ASSETS		
Property, plant and equipment	1,816,064	1,726,831
Land use rights	132,214	129,320
Concession assets	3,758,537	3,286,306
Plantation development expenditure	1,071,109	997,428
Investment properties	46,825	41,828
Associates	674,704	604,965
Joint ventures	814,972	663,520
Available-for-sale financial assets	25,022	25,022
Long term receivables	127,800	105,556
Deferred tax assets	229,929	201,196
Land held for property development	600,861	587,480
Intangible assets	88,596	85,738
Deposits with licensed banks	-	92,569
	9,386,633	8,547,759
CURRENT ASSETS		
Property development costs	5,781,352	5,479,179
Inventories	873,328	783,912
Trade and other receivables	2,116,956	2,424,292
Financial assets at fair value through profit or loss	305,690	214,908
Derivative financial instruments	239	3,727
Assets held for sale	-	7,464
Assets of disposal group classified as held for sale	-	361,280
Tax recoverable	122,357	89,511
Deposits, cash and bank balances	2,003,106	1,818,657
	11,203,028	11,182,930
CURRENT LIABILITIES		
Trade and other payables	2,114,796	2,014,477
Provisions	20,253	5,115
Derivative financial instruments	7,408	-
Borrowings:		
- Bank overdrafts	112,640	28,024
- Others	1,729,997	1,961,395
Liabilities of disposal group classified as held for sale	-	264,128
Current tax liabilities	40,619	26,963
	4,025,713	4,300,102
NET CURRENT ASSETS	7,177,315	6,882,828
	16,563,948	15,430,587
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)	2.50	5.62

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2015
(The figures have not been audited)

	<-----Attributable to equity holders of the Company----->						Total RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Shares held under trust RM'000	Share premium RM'000	Other reserves RM'000	Retained profits RM'000			
At 1 April 2015	1,500,001	(270)	(3,771)	2,346,070	2,045,770	2,541,840	8,429,640	1,145,897	9,575,537
Total comprehensive income for the year	-	-	-	-	153,772	493,248	647,020	71,568	718,588
Accretion/dilution of interests in subsidiaries	-	-	-	-	-	11,413	11,413	(7,403)	4,010
Share of capital reserves in associates	-	-	-	-	(8)	(7,923)	(7,931)	-	(7,931)
Single tier second interim dividend: Year ended 31 March 2015	-	-	-	-	-	(196,481)	(196,481)	-	(196,481)
Dividends paid by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	-	(24,125)	(24,125)
Issuance of shares:									
- exercise of employee share options	3,301	-	3,760	16,920	(4,239)	-	19,742	-	19,742
- award of employee share grants	2,829	-	-	12,587	(15,416)	-	-	-	-
- shares held under trust	1,000	-	(4,755)	3,755	-	-	-	-	-
Issuance of employee share options and share grants	-	-	-	-	26,085	-	26,085	-	26,085
Shares buy back	-	(7)	-	-	-	-	(7)	-	(7)
Disposal of Treasury shares	-	277	-	36	-	-	313	-	313
Shares allotted upon privatisation of IJM Land Berhad	279,386	-	-	1,732,194	(2,011,580)	-	-	-	-
Bonus issue	1,786,460	-	-	(1,786,460)	-	-	-	-	-
At 30 September 2015	3,572,977	-	(4,766)	2,325,102	194,384	2,842,097	8,929,794	1,185,937	10,115,731
At 1 April 2014	1,427,531	(257)	(2,038)	2,089,511	(16,339)	3,240,400	6,738,808	2,211,464	8,950,272
Total comprehensive income for the period	-	-	-	-	(34,443)	244,873	210,430	91,855	302,285
subsidaries that do not result in a loss of control	-	-	-	-	-	29,769	29,769	(29,769)	-
Share of capital reserves in associates and jointly controlled entities	-	-	-	-	(12)	21,395	21,383	-	21,383
Single tier second interim dividend: Year ended 31 March 2014	-	-	-	-	-	(160,939)	(160,939)	-	(160,939)
Single tier special dividend: Year ended 31 March 2014	-	-	-	-	-	(146,309)	(146,309)	-	(146,309)
Dividends paid by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	-	(61,631)	(61,631)
Shares buy back	-	(7)	-	-	-	-	(7)	-	(7)
Issuance of shares by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	-	55,413	55,413
Issuance of shares:									
- exercise of IJM Warrants 2009/2014	42,632	-	-	138,553	(10,658)	-	170,527	-	170,527
- exercise of employee share options	2,437	-	4,491	11,998	(3,623)	-	15,303	-	15,303
- shares held under trust	1,000	-	(4,405)	3,405	-	-	-	-	-
Issuance of employee share options and share grants	-	-	-	-	16,527	-	16,527	-	16,527
At 30 September 2014	1,473,600	(264)	(1,952)	2,243,467	(48,548)	3,229,189	6,895,492	2,267,332	9,162,824

IJM CORPORATION BERHAD (104131-A)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2015
(The figures have not been audited)

	6 months ended 30/09/2015 RM'000	6 months ended 30/09/2014 RM'000
OPERATING ACTIVITIES		
Receipts from customers	2,903,545	2,704,754
Payments to contractors, suppliers and employees	(2,241,395)	(2,117,452)
Income tax paid	(155,277)	(161,884)
Net cash flow from operating activities	506,873	425,418
INVESTING ACTIVITIES		
Investment in an associate	(1,138)	(121,084)
Acquisition of short term investments	(186,800)	(126,523)
Purchases of property, plant and equipment, development and leasehold land, investment properties, concession assets, plantation development expenditure and deferred expenditure	(234,616)	(574,812)
Disposal of investments, property, plant and equipment, leasehold land, investment properties and assets held for sale	303,770	163,556
Cash consideration paid upon privatisation of a subsidiary	(122,931)	-
Interest received	44,264	38,590
Income from unit trusts	108	41
Dividends received	7,836	5,925
Net advances to associates and joint ventures	(16,407)	(33,404)
Net cash flow used in investing activities	(205,914)	(647,711)
FINANCING ACTIVITIES		
Issuance of shares by the Company		
- exercise of IJM Warrants 2009/2014	-	170,527
- exercise of Employee Share Options	19,742	15,303
Issuance of shares and warrants by subsidiaries to non-controlling shareholders	-	55,413
Repurchase of treasury shares	(7)	(7)
Disposal of treasury shares	313	-
Net (repayment of)/proceeds from bank and government borrowings	(91,924)	61,466
Repayment of Commercial Papers and Medium Term Notes	(380,000)	(200,000)
Repayments to hire purchase and lease creditors	(48)	-
Interests paid	(139,420)	(157,525)
Dividends paid by subsidiaries to non-controlling shareholders	(24,125)	(61,631)
Dividends paid by the Company	(196,481)	(307,248)
Net drawdown of bonds	400,000	800,000
Uplifting/(placement) of restricted deposits	149,043	(6,153)
Partial disposal of equity interests in a subsidiary	16,722	-
Net cash flow (used in)/ from financing activities	(246,185)	370,145
Net increase in cash and cash equivalents during the financial period	54,774	147,852
Cash and cash equivalents at beginning of the financial period	1,637,354	1,736,177
Foreign exchange differences on opening balances	67,549	(575)
Cash and cash equivalents at end of the financial period	1,759,677	1,883,454
Cash and cash equivalents comprise the following :		
Deposits, cash and bank balances	2,003,106	2,024,889
Bank overdrafts	(112,640)	(36,958)
	1,890,466	1,987,931
Less: restricted deposits with licensed banks	(130,789)	(104,477)
	1,759,677	1,883,454

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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 2015 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 for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2015.

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 Malaysian Accounting Standards Board (“MASB”) announcement on 2 September 2014, the adoption of the amendments to MFRS 116 and MFRS 141 “Agriculture: Bearer Plants” will be mandatory for annual periods beginning on or after 1 January 2016, whereas the adoption of MFRS 15 “Revenue from Contracts with Customers” will be mandatory for annual periods beginning on or after 1 January 2017. However on 8 September 2015, MASB confirmed that the effective date of MFRS 15 “Revenue from Contracts with Customers” will be deferred to annual periods beginning on or after 1 January 2018. As a result, IJM Plantations Berhad and IJM Land Berhad, which are within the scope of MFRS 141 “Agriculture” and IC Interpretation 15 “Agreements for Construction of Real Estate”, and the Company as their holding company hereinafter defined as Transitioning Entities are permitted to defer the adoption of the new MFRS Framework to annual periods beginning after 1 January 2018.

The significant accounting policies applied are consistent with those adopted for the audited financial statements for the year ended 31 March 2015 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 2015 and applicable to the Group as follows:

- Annual improvements to FRSs 2010 - 2012 Cycle, which include Amendments to FRS 2 “Share-based Payment”, FRS 3 “Business Combinations”, FRS 8 “Operating Segments”, FRS 13 “Fair Value Measurement”, FRS 116 “Property, Plant and Equipment”, FRS 124 “Related Party Disclosures” and FRS 138 “Intangible Assets”.
- Annual improvements to FRSs 2011 – 2013 Cycle, which include Amendments to FRS 3 “Business Combinations”, FRS 13 “Fair Value Measurement” and FRS 140 “Investment Property”.
- Amendments to FRS 119 “Defined Benefit Plans: Employee Contributions”.

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.

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A3. Audit Report

The audit report for the financial year ended 31 March 2015 was not subject to any modification or qualification.

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 palms 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 other than:

- (a) The one-off gains totalling RM168.7 million from the disposal of 74% equity interest in Jaipur Mahua Tollway Private Limited as explained in Note A11(ii).
- (b) The bonus issue of 1,786,460,110 new ordinary shares of RM1.00 each ("Bonus Shares") that was allotted and issued on the basis of one (1) Bonus Share for every one (1) existing share held on 10 September 2015.

A6. Material Changes in Estimates

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

A7. Debt and Equity Securities

- (a) For the period ended 30 September 2015, the issued and paid-up ordinary share capital of the Company was increased by RM2,072,975,420 by way of allotment and issuance of:-
 - i. 279,386,110 new ordinary shares of RM1.00 each as part of the consideration for the privatisation of IJM Land Berhad;
 - ii. 2,828,500 new ordinary shares of RM1.00 each arising from the vesting of shares under the Employee Share Grant Plan ("ESGP");
 - iii. 3,300,700 new ordinary shares of RM1.00 each arising from the exercise of options under the Employee Share Option Scheme ("ESOS");
 - iv. subscription of 1,000,000 new ordinary shares of RM1.00 each under Shares held under trust; and
 - v. 1,786,460,110 new ordinary shares of RM1.00 each arising from the bonus issue as mentioned in Note A5(b).
- (b) On 2 June 2015, 1,000 ordinary shares of RM1.00 each were repurchased in the open market at an average of RM7.00 per share and retained as treasury shares of the Company. On 2 September 2015, the entire holding of treasury shares of the Company, comprising 50,000 ordinary shares of RM1.00 each, were sold in the open market at an average of RM6.29 per share. There were no other cancellations and repayments of debt and equity securities for the financial period-to-date.

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A8. Dividend Paid

On 9 July 2015, a single tier second interim dividend of 11 sen per share in respect of the financial year ended 31 March 2015 was paid totalling RM196,481,110.

A9. Segmental Information

	GROUP		GROUP	
	6 months ended 30/09/2015	6 months ended 30/09/2014	3 months ended 30/09/2015	3 months ended 30/09/2014
	RM'000	RM'000	RM'000	RM'000
<u>External revenue:</u>				
Construction	573,480	506,734	360,073	221,622
Property	578,163	990,332	284,516	501,085
Industry	533,165	474,842	247,659	220,431
Plantation	286,879	351,498	145,137	173,730
Infrastructure	549,234	342,303	301,338	175,831
Investment and others	282	284	237	256
	2,521,203	2,665,993	1,338,960	1,292,955
<u>Inter-segment revenue:</u>				
Construction	334,025	604,484	166,269	296,060
Property	-	-	-	-
Industry	14,728	19,784	7,047	9,442
Plantation	-	-	-	-
Infrastructure	-	-	-	-
Investment and others	210,634	159,775	116,407	148,535
	559,387	784,043	289,723	454,037
<u>Profit/(loss) before taxation:</u>				
Construction	82,303	94,140	41,761	47,343
Property	134,305	226,901	84,244	111,705
Industry	78,100	69,376	38,086	32,940
Plantation	(6,413)	65,510	(32,282)	34,391
Infrastructure	205,810	33,823	(37,895)	(2,631)
Investment and others	154,342	6,879	127,896	14,245
	648,447	496,629	221,810	237,993
	As at 30/09/2015 RM'000	As at 31/03/2015 RM'000		
<u>Total Assets:</u>				
Construction	1,789,419	1,685,816		
Property	9,114,168	8,905,964		
Industry	1,318,501	1,265,918		
Plantation	2,645,151	2,527,221		
Infrastructure	5,336,605	4,845,379		
Investment and others	33,531	209,684		
Total segment assets	20,237,375	19,439,982		
Unallocated corporate assets	352,286	290,707		
Consolidated total assets	20,589,661	19,730,689		

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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 audited financial statements of FY2015.

A11. Changes in the Composition of the Group

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

- i. On 17 August 2015, IJM Properties Sdn Bhd (“IJMPRP”), a wholly-owned subsidiary of IJM Land Berhad, which in turn is a wholly-owned subsidiary of the Company, entered into a share sale agreement (“SSA”) with WNG Sdn Bhd to acquire the remaining 125,000 ordinary shares of RM1 each in Ever Mark (M) Sdn Bhd (“EMM”), representing 50% of the issued and paid-up ordinary share capital of EMM for a total purchase consideration of RM125,000. With the acquisition, EMM becomes a wholly-owned subsidiary of IJMPRP. This acquisition has no material impact on the Group for the financial period-to-date.
- ii. On 14 May 2015, Maxharta Sdn Bhd, a wholly-owned subsidiary of IJM Properties Sdn Bhd, which in turn is a wholly-owned subsidiary of the Company through IJM Land Berhad, acquired two ordinary shares of RM1 each representing a 100% equity interest in Eksplorasi Cemerlang Sdn Bhd for a total cash consideration of RM2. This acquisition has no material impact on the Group for the financial period-to-date.
- iii. On 6 December 2014, IJM Rajasthan (Mauritius) Limited, a wholly-owned subsidiary of IJM Investments (M) Limited, which in turn is a wholly-owned subsidiary of the Company, entered into a conditional Share Purchase and Debenture Subscription Agreement (“SPDSA”) to dispose 195,141,936 equity shares of Indian Rupees 10 each, representing a 100% equity interest in Jaipur-Mahua Tollway Private Limited (“JMTPL”) to ISQ Asia Infrastructure I-A Private Limited (“IIA”) for a total cash consideration of INR5,250,000,000 (equivalent to approximately RM295 million).

The disposal was initially for 74% of the equity interest in JMTPL and the balance of 26% of the equity interest shall be disposed upon obtaining the approval from the National Highways Authority of India (“NHAI”) pursuant to a put and call option within a period of two years from the completion of the disposal of the 74% equity interest.

On 12 May 2015, the disposal of the 74% equity interest in JMTPL was completed and resulted in a capital gain of approximately RM168.7 million to the Group.

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A12. Contingent Liabilities

The changes in contingent liabilities since 31 March 2015 are summarised as follows:-

	RM'000
Balance as at 31 March 2015	10,396
- Exchange differences	<u>1,460</u>
Balance as at 30 September 2015	<u>11,856</u>

A13. Capital Commitments

Capital commitments not provided for in the financial statements as at 30 September 2015 are as follows:

	RM'000
Approved and contracted for	187,767
Approved but not contracted for	<u>96,785</u>
	<u>284,552</u>
<u>Analysed as follows:</u>	
- Purchases of property, plant and equipment, leasehold land and plantation development expenditure	248,762
- Purchases of development land	12,268
- Concession assets	<u>23,522</u>
	<u>284,552</u>

A14. Significant events subsequent to the balance sheet date

On 20 July 2015, IJMII (Mauritius) Limited ("IJMIIM"), a wholly-owned subsidiary of IJM Investments (M) Limited, which in turn is a wholly-owned subsidiary of the Company, entered into a conditional Share Purchase Agreement with MAIF Investments India 3 Pte Ltd ("MAIF") and Swarna Tollway Private Limited ("STPL") to dispose 175,000,000 ordinary shares of INR10 each and 14,000,000 cumulative compulsorily convertible preference shares of INR10 each, representing 70% equity interest in STPL to MAIF for a total consideration of INR6,853.1 million (equivalent to about RM441.09 million) ("Disposal").

On 28 October 2015, the Disposal was completed and it resulted in a capital gain of approximately RM133 million to the Group.

IJM CORPORATION BERHAD (104131-A)

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 posted an operating revenue of RM1,339.0 million, an increase of 3.6% over the corresponding quarter of the preceding year, mainly due to higher revenues contributed by the Group's Construction, Industry and Infrastructure divisions. The Group's pre-tax profit for the current quarter stood at RM221.8 million, a decrease of 6.8% compared to the corresponding quarter of the preceding year, mainly due to lower contributions from the Group's Construction, Property, Plantation and Infrastructure divisions.

Over the current year to-date, the Group achieved an operating revenue of RM2,521.2 million, a decrease of 5.4% over the preceding year to-date, mainly following decreases in revenue from the Group's Property and Plantation divisions. The Group's pre-tax profit for the current year to-date totalled RM648.4 million, an increase of 30.6% over the preceding year to-date, mainly due to the one-off gain from the disposal of the 74% equity interest in Jaipur Mahua Tollway Private Limited totalling RM168.7 million recorded in the current year.

Further analysis of the divisional performances is given below.

Operating Segment	Commentary
Construction	Current quarter and year to-date revenue increased by 62.5% and 13.2% respectively over the previous year's corresponding periods following increased contribution from newer projects that were secured in the previous year. However, the current quarter and year to-date pre-tax profit declined by 11.8% and 12.6% respectively over the previous year's corresponding periods as certain projects that contributed significantly to the previous year's results had been completed in the previous financial year.
Property	Revenue and pre-tax profit for the current quarter dropped by 43.2% and 24.6% respectively whilst the current year to-date revenue and pre-tax profit dropped by 41.6% and 40.8% respectively compared to the previous year's corresponding periods. The decrease in revenue and profit before taxation was mainly due to the lower level of unbilled sales as a result of the lower take-up rate given the challenging property market condition, as well as the completion of several projects in the preceding year.
Industry	Current quarter revenue and pre-tax profit increased by 12.4% and 15.6% respectively compared to the previous year's corresponding quarter mainly due to a 12.0% increase in the delivery tonnage of piles. Likewise the current year to-date revenue and pre-tax profit climbed by 12.3% and 12.6% respectively compared to the previous year's corresponding period mainly due to a 20.5% increase in the delivery tonnage of piles.

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B1. Detailed Analysis of Performance of all Operating Segments (continued)

Operating Segment	Commentary
Plantation	<p>Revenue for the current quarter and year to-date declined by 16.5% and 18.4% respectively compared to the previous year's corresponding periods mainly due to lower commodity prices and lower sales volume. The sales volume of crude palm oil (CPO) fell by 13.1% and 9.9% for the current quarter and year to-date respectively while the average CPO prices for the Division's Sabah and Indonesian operations dropped by 8.5% and 6.9% respectively for the current quarter and 11.7% and 10.7% respectively for the current year to-date. In addition to lower sales volume, lower commodity prices and the introduction of the export levy of USD50 per metric tonne by Indonesia, the Division's financial performance for the current quarter and year to-date were adversely impacted by the strengthening of the US Dollar against the Indonesian Rupiah resulting in net unrealised foreign exchange losses of RM45.9 million for the current quarter and RM51.6 million for the current year to-date.</p>
Infrastructure	<p>Revenue for the current quarter and year to-date increased by 71.4% and 60.5% respectively compared to the previous year mainly due to continued traffic growth in the Group's toll road concessions as well as higher cargo revenue recorded by the Group's port concession. The Division's pre-tax profit was adversely affected by unrealised foreign exchange losses of RM149.6 million in the current quarter and RM166.2 million year to-date (previous year's foreign exchange losses totaled RM13.5 million for the quarter and RM3.6 million loss for year to-date), arising mainly from the USD denominated borrowings used to finance the Group's investments in India. However, the unrealised foreign exchange gains of RM116.7 million in the current quarter and RM133.0 million year to-date as recognised in "Investment and Others" managed to reduce the unrealised foreign exchange losses suffered by the Infrastructure division. Nevertheless, despite incurring higher foreign exchange losses, the Division managed to achieve a six-fold increase in pre-tax profit to RM205.8 million for the current year to-date compared to the previous year largely due to the one-off gain derived from the disposal of 74% equity interest in Jaipur Mahua Tollway Private Limited totalling RM168.7 million, coupled with the increased profits in the Group's toll road and port concessions.</p>

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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 decreased by RM204.8 million (or 48.0%) compared to that of the immediate preceding quarter mainly due to:

- (a) non-recurrence of the one-off gain derived from the disposal of the 74% equity interest in Jaipur Mahua Tollway Private Limited totalling RM168.7 million in the immediate preceding quarter; and
- (b) higher net unrealised foreign exchange losses on the US Dollar denominated borrowings to finance the Group's investments in India and Indonesia.

B3. Prospects for the Current Financial Year

The Group's Construction division expects to perform satisfactorily on the current high level of its order book, underpinned by a relatively strong private sector demand in the domestic market, substantial ongoing development activities from the Group's in house property projects as well as the Malaysian government's continued emphasis on infrastructure spending.

The property market is expected to remain challenging due to the weak consumer sentiments from the effect of the implementation of GST, lower oil price and a weak Ringgit, coupled with the continued stringent domestic mortgage approval. Given the challenging market condition, the financial performance of the property division is expected to be weaker for the current financial year.

The Group's Industry division is poised to gain from the expected increase in infrastructure spending under the Malaysian Economic Transformation Programme initiatives while embarking on prudent expansion programmes to further enhance its revenue and profit.

The Group's Plantation division expects its performance for the current financial year to be challenging due to the uncertain global demand scenario and the effect of the El Nino weather pattern which may lead to lower overall crop production. In Indonesia, notwithstanding the higher crop production from the increasing young mature areas, the business environment is expected to be impacted by the volatility of the foreign exchange rates and the recent introduction of the Indonesian palm oil export levy.

The Group's toll and port operations are expected to provide growing recurrent revenue streams thereby enhancing the bottom line of the Group's Infrastructure division.

Increasing volatility in the global capital markets and the resultant uncertainties due to foreign exchange fluctuations may continue to impact the Group's results, barring any unforeseen circumstances, the Group expects to achieve a satisfactory performance for the current financial year.

B4. Profit Forecast

Not applicable.

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B5. Taxation

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

	INDIVIDUAL QUARTER 3 MONTHS ENDED 30 SEPTEMBER		CUMULATIVE PERIOD 6 MONTHS ENDED 30 SEPTEMBER	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Malaysian income tax	70,752	75,244	131,156	147,037
Overseas taxation	2,925	1,523	5,628	4,060
Transfer from deferred taxation	(26,669)	(4,021)	(33,688)	(5,145)
	<u>47,008</u>	<u>72,746</u>	<u>103,096</u>	<u>145,952</u>

The Group's effective tax rate (excluding the results of associates and joint ventures which are equity accounted net of tax) was lower than the statutory tax rate mainly due to certain income not being subject to tax such as the gain on disposal of investments and net foreign exchange gains, as disclosed in note B11.

B6. Status of Corporate Proposals

During the financial period to-date, the Company proposed to undertake the following:

- (i) proposed increase in authorised share capital of the Company from RM3 billion comprising 3 billion ordinary shares of RM1.00 each in the Company ("IJM Shares" or "Shares") to RM5 billion comprising 5 billion IJM Shares of RM1.00 each ("Proposed Increase in Authorised Share Capital"); and
- (ii) proposed bonus issue of up to 1,792,633,010 IJM shares ("Bonus Shares") of RM1.00 each in the Company, to be credited as fully paid-up at par, on the basis of one Bonus Share for every one existing Share held by the entitled shareholders of the Company ("Proposed Bonus Issue").

(Proposed Increase in Authorised Share Capital and Proposed Bonus Issue were collectively referred to as the Proposals).

On 25 August 2015, the shareholders' approval for the Proposals was obtained (at the EGM convened) and the Proposals were completed on 11 September 2015 following the listing and quotation of 1,786,459,610 Bonus Shares on the Main Market of Bursa Malaysia Securities Berhad.

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B7. Group Borrowings

Particulars of the Group's borrowings as at 30 September 2015 are as follows:

	As at 30/09/2015 RM'000
(a) (i) Short Term Borrowings	
Secured:-	
- Islamic bonds	101,752
- Term loans	193,821
- Hire purchase and lease creditors (included in trade and other payables)	89
- Revolving credits	15,349
Unsecured:-	
- Commercial Paper and Medium Term Notes	250,000
- Government support loans (included in trade and other payables)	33,102
- Term loans	503,060
- Revolving credits	617,464
- Bankers' acceptances	37,691
- Letter of credit	10,860
- Bank overdrafts	112,640
	1,875,828
(ii) Long Term Borrowings	
Secured:-	
- Islamic bonds	780,481
- Hire purchase and lease creditors	344
- Term loans	1,023,371
Unsecured:-	
- Islamic bonds	1,200,000
- Government support loans	180,915
- Term loans	1,458,316
	4,643,427

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

	Foreign Currency '000	RM Equivalent '000
US Dollar	392,501	1,742,725
Indian Rupee	6,273,148	422,810
Chinese Renminbi	199,608	139,027
		2,304,562

B8. Changes in Material Litigation

There was no material litigation since 31 March 2015.

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B9. Dividend Payable

The Company has declared a single tier first interim dividend in respect of the financial year ending 31 March 2016 of 3 sen per share to be paid on 23 December 2015 to every member who is entitled to receive the dividend at the close of business on 16 December 2015.

In respect of the financial year ended 31 March 2015, a single tier first interim dividend of 4 sen per share was paid on 23 December 2014 and a single tier second interim dividend of 11 sen per share was paid on 9 July 2015.

B10. Earnings per Share

	Individual Quarter		Cumulative Period	
	Current year quarter	Preceding year quarter	Current year to date	Preceding year to date
	30/09/2015	30/09/2014	30/09/2015	30/09/2014
	RM'000	RM'000 (Restated)	RM'000	RM'000 (Restated)
<u>Basic Earnings per share:-</u>				
(a) Profit for the period attributable to owners of the Company	156,381	111,487	493,248	244,873
(b) Weighted average number of ordinary shares ('000)	3,572,786	3,255,392 *	3,566,646	3,243,934 *
Basic Earnings per share (sen)	4.38	3.42	13.83	7.55
<u>Diluted Earnings per share:-</u>				
(a) Profit for the period attributable to owners of the Company	156,381	111,487	493,248	244,873
(b) Weighted average number of ordinary shares ('000)	3,572,786	3,255,392 *	3,566,646	3,243,934 *
Effect of dilution ('000)				
- Warrants	-	6,094	-	6,022
- Employee share option and share grant	49,539	25,702	51,893	25,416
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	3,622,325	3,287,188	3,618,539	3,275,372
Diluted Earnings per share (sen)	4.32	3.39	13.63	7.48

* Adjusted for the effect of 1:1 bonus issue on 10 September 2015.

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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
	30/09/2015 RM'000	30/09/2014 RM'000	30/09/2015 RM'000	30/09/2014 RM'000
Interest income	30,747	40,541	64,767	66,213
Other income (including investment income)	2,316	1,826	4,712	4,738
Interest expense	(61,066)	(65,055)	(114,447) *	(129,738) *
Depreciation and amortisation	(72,086)	(63,084)	(132,368)	(123,262)
Net (allowance)/write back of impairment of receivables	(3,516)	(715)	2,574	(1,372)
Net (losses)/gains on disposal of investments or properties	(254)	3,191	168,766	5,586
Net reversal of impairment/(impairment) of assets	50	(257)	618	(2,267)
Net foreign exchange (losses)/gains	(7,212)	(7,567)	19,805	(14,911)
Net (losses)/gains on derivatives	(6,186)	929	(9,556)	537

* Includes RM27.1 mil (2014: RM17.9 mil) of unrealised foreign exchange losses incurred by the Plantation division classified under 'Finance Cost'.

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

B12. Fair value changes of financial liabilities

The Group recognised a total net fair value loss on derivative financial instruments of RM9.56 million during the current period to date of which RM6.86 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
Crude palm oil ("CPO") pricing swap contracts	(5,709)	(6,859)	Price differentials between the average future CPO prices quoted on the Bursa Malaysia Derivative Exchange and the fixed contracted CPO prices.	The average future CPO price quoted on the Bursa Malaysia Derivative Exchange has risen above the contracted prices.

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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 Sep 2015 RM'000	As at 31 Mar 2015 RM'000
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	5,833,262	5,672,146
- Unrealised ^{N1}	(460,367)	(368,715)
	5,372,895	5,303,431
Total share of retained profits / (accumulated losses) from associates		
- Realised	88,694	102,184
- Unrealised ^{N1}	(1,592)	4,740
	87,102	106,924
Total share of retained profits / (accumulated losses) from jointly controlled entities		
- Realised	(149,655)	(153,772)
- Unrealised ^{N1}	2,362	2,619
	(147,293)	(151,153)
	5,312,704	5,259,202
Less: consolidation adjustments ^{N2}	(2,470,607)	(2,717,362)
Total group retained profits as per group accounts	2,842,097	2,541,840

N1 The unrealised retained profits are mainly deferred tax provisions, net gains arising from remeasurement of assets and liabilities at fair value through profit or loss 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 combinations and non-controlling interests' share of retained profits or accumulated losses.