



IJM CORPORATION BERHAD
198301008880 (104131-A)

Part A1 : Quarterly Report

Quarterly report for the financial period ended: **31/12/2020**
 Quarter: **3rd Quarter**
 Financial Year End: **31/03/2021**
 The figures: **Have not been audited**
 Full Quarterly Report: **Refer attached**

Part A2 : Summary of Key Financial Information for the financial period ended 31/12/2020

	Individual Quarter		Cumulative Period	
	Current year quarter 31/12/2020 RM'000	Preceding year quarter 31/12/2019 RM'000	Current year to date 31/12/2020 RM'000	Preceding year to date 31/12/2019 RM'000
1 Revenue	1,713,225	1,440,362	4,021,736	4,558,148
2 Profit before taxation	278,532	163,588	533,363	421,199
3 Net profit for the period	206,096	85,699	378,763	250,322
4 Net profit attributable to owners of the Company	144,499	49,767	245,285	179,293
5 Basic earnings per share (sen)	3.98	1.37	6.76	4.94
6 Proposed/Declared dividend per share (sen)	-	-	2.00	2.00
	As at end of current quarter 31/12/2020		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		2.70		2.65

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter			Cumulative Period		
	Current year quarter	Preceding year quarter	Change (+/-)	Current year to date	Preceding year to date	Change (+/-)
	31/12/2020	31/12/2019		31/12/2020	31/12/2019	
	RM'000	RM'000	%	RM'000	RM'000	%
Operating revenue	1,713,225	1,440,362	18.9%	4,021,736	4,558,148	-11.8%
Cost of sales	(1,357,659)	(1,084,808)	25.2%	(3,224,727)	(3,691,237)	-12.6%
Gross profit	355,566	355,554	0.0%	797,009	866,911	-8.1%
Other operating income	58,339	42,835	36.2%	167,282	173,800	-3.8%
Foreign exchange differences	52,798	33,121	59.4%	118,887	7,926	1400.0%
Tendering, selling and distribution expenses	(28,788)	(36,132)	-20.3%	(79,028)	(94,181)	-16.1%
Administrative expenses	(71,734)	(99,063)	-27.6%	(190,704)	(232,968)	-18.1%
Other operating expenses	(32,320)	(48,602)	-33.5%	(75,870)	(74,539)	1.8%
Operating profit before finance cost	333,861	247,713	34.8%	737,576	646,949	14.0%
Finance cost	(50,637)	(54,475)	-7.0%	(158,507)	(169,098)	-6.3%
Operating profit after finance cost	283,224	193,238	46.6%	579,069	477,851	21.2%
Share of losses of associates	(8,142)	(27,229)	-70.1%	(46,663)	(73,800)	-36.8%
Share of profits/(losses) of joint ventures	3,450	(2,421)	242.5%	957	17,148	-94.4%
Profit before taxation	278,532	163,588	70.3%	533,363	421,199	26.6%
Income tax expense	(72,436)	(77,889)	-7.0%	(154,600)	(170,877)	-9.5%
Net profit for the period	206,096	85,699	140.5%	378,763	250,322	51.3%
<u>Other comprehensive income/(loss) (net of tax):</u>						
<i>Items that may be reclassified subsequently to profit or loss:</i>						
Currency translation differences of foreign operations	28,093	(14,288)		73,262	13,627	
Share of other comprehensive (loss)/income of associates	(426)	(269)		(679)	1,432	
	27,667	(14,557)	290.1%	72,583	15,059	382.0%
Total comprehensive income for the period	233,763	71,142	228.6%	451,346	265,381	70.1%
<u>Net profit attributable to:-</u>						
Owners of the Company	144,499	49,767	190.4%	245,285	179,293	36.8%
Perpetual sukuk	11,802	11,732	0.6%	35,058	31,785	10.3%
Non-controlling interests	49,795	24,200	105.8%	98,420	39,244	150.8%
	206,096	85,699	140.5%	378,763	250,322	51.3%
<u>Total comprehensive income attributable to:-</u>						
Owners of the Company	161,662	37,189	334.7%	291,400	183,112	59.1%
Perpetual sukuk	11,802	11,732	0.6%	35,058	31,785	10.3%
Non-controlling interests	60,299	22,221	171.4%	124,888	50,484	147.4%
	233,763	71,142	228.6%	451,346	265,381	70.1%
<u>Earnings per share (sen):-</u>						
Basic	3.98	1.37		6.76	4.94	
Fully diluted	3.98	1.37		6.75	4.94	

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	31/12/2020	31/03/2020
	RM'000	RM'000
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	6,117,057	6,112,042
Treasury shares	(30,109)	(18,070)
Shares held under trust	(1,263)	(1,263)
Other reserves	(46,827)	(90,701)
Retained profits	3,736,905	3,600,358
	<hr/>	<hr/>
	9,775,763	9,602,366
Perpetual sukuk of a subsidiary	859,636	848,470
Non-controlling interests	1,301,306	1,192,770
	<hr/>	<hr/>
Total equity	11,936,705	11,643,606
NON-CURRENT LIABILITIES		
Bonds	2,966,399	2,876,119
Term loans	1,982,211	1,615,143
Government support loans	49,269	58,672
Lease liabilities	46,894	49,889
Deferred tax liabilities	648,707	629,587
Trade and other payables	311,178	311,297
Retirement benefits	26,388	22,443
Derivative financial instruments	-	872
	<hr/>	<hr/>
	6,031,046	5,564,022
DEFERRED INCOME	264,858	70,355
	<hr/>	<hr/>
	18,232,609	17,277,983
	<hr/> <hr/>	<hr/> <hr/>

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	31/12/2020 RM'000	31/03/2020 RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	2,632,200	2,578,272
Right-of-use assets	433,907	444,907
Concession assets	3,864,071	3,786,391
Investment properties	644,759	652,879
Associates	919,280	921,975
Joint ventures	853,204	852,370
Financial assets at fair value through other comprehensive income	3,665	3,665
Long term receivables	253,933	220,731
Deferred tax assets	449,358	447,287
Inventories	676,983	679,223
Intangible assets	104,891	101,116
	10,836,251	10,688,816
CURRENT ASSETS		
Inventories	7,424,976	7,687,014
Produce growing on bearer plants	19,912	11,892
Trade and other receivables	1,854,206	1,865,664
Contract assets	319,650	345,336
Financial assets at fair value through profit or loss	588,882	534,630
Derivative financial instruments	-	1,722
Assets held for sale	-	3,665
Tax recoverable	81,676	91,880
Deposits, cash and bank balances	2,738,113	2,222,648
	13,027,415	12,764,451
CURRENT LIABILITIES		
Trade and other payables	2,970,596	3,130,999
Contract liabilities	489,164	666,366
Provisions	1,526	2,476
Derivative financial instruments	18,851	3,236
Lease liabilities	12,089	11,870
Borrowings:		
- Bank overdrafts	74,928	118,860
- Others	2,017,287	2,211,657
Current tax liabilities	46,616	29,820
	5,631,057	6,175,284
NET CURRENT ASSETS	7,396,358	6,589,167
	18,232,609	17,277,983
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)	2.70	2.65

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2020

	-----Attributable to owners of the Company-----						Perpetual sukuk 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	Other reserves RM'000	Retained profits RM'000	Total RM'000			
At 1 April 2020	6,112,042	(18,070)	(1,263)	(90,701)	3,600,358	9,602,366	848,470	1,192,770	11,643,606
Total comprehensive income for the period	-	-	-	46,115	245,285	291,400	35,058	124,888	451,346
Issuance of employee share options and share grants (net)	-	-	-	2,774	-	2,774	-	-	2,774
Single tier second interim dividend: Year ended 31 March 2020	-	-	-	-	(36,313)	(36,313)	-	-	(36,313)
Single tier first interim dividend: Year ending 31 March 2021	-	-	-	-	(72,425)	(72,425)	-	-	(72,425)
Perpetual Sukuk distribution payable and paid by a subsidiary	-	-	-	-	-	-	(23,892)	-	(23,892)
Dividends paid by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	-	(18,723)	(18,723)
Issuance of shares: - vesting of shares under ESGP	5,015	-	-	(5,015)	-	-	-	-	-
Shares buy back	-	(12,039)	-	-	-	(12,039)	-	-	(12,039)
Non-controlling interests arising on business combination	-	-	-	-	-	-	-	2,371	2,371
At 31 December 2020	6,117,057	(30,109)	(1,263)	(46,827)	3,736,905	9,775,763	859,636	1,301,306	11,936,705
At 1 April 2019	6,099,350	(18,070)	(1,379)	(35,922)	3,494,673	9,538,652	647,108	1,198,661	11,384,421
Total comprehensive income for the period	-	-	-	3,819	179,293	183,112	31,785	50,484	265,381
Issuance of employee share options and share grants (net)	-	-	-	18,907	-	18,907	-	-	18,907
Single tier second interim dividend: Year ended 31 March 2019	-	-	-	-	(72,589)	(72,589)	-	-	(72,589)
Single tier first interim dividend: Year ended 31 March 2020	-	-	-	-	(72,589)	(72,589)	-	-	(72,589)
Distribution to perpetual sukuk holders	-	-	-	-	-	-	(18,634)	-	(18,634)
Dividends paid by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	-	(13,713)	(13,713)
Issuance of perpetual sukuk by a subsidiary	-	-	-	-	-	-	199,760	-	199,760
Issuance of shares: - exercise of employee share options	421	-	37	(96)	-	362	-	-	362
- vesting of shares under ESGP	12,250	-	-	(12,250)	-	-	-	-	-
At 31 December 2019	6,112,021	(18,070)	(1,342)	(25,542)	3,528,788	9,595,855	860,019	1,235,432	11,691,306

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2020

	9 months ended 31/12/2020 RM'000	9 months ended 31/12/2019 RM'000
OPERATING ACTIVITIES		
Receipts from customers	3,890,299	4,725,611
Payments to contractors, suppliers and employees	(3,031,406)	(3,650,439)
Government grant received	199,092	-
Income tax paid	(102,547)	(123,163)
Net cash flow from operating activities	955,438	952,009
INVESTING ACTIVITIES		
Acquisition of a subsidiary	(12,548)	-
Subscription of Redeemable Convertible Preference Shares in an associate	-	(127,377)
Subscription of Redeemable Unsecured Murabahah Stocks in an associate	(14,053)	(60,940)
Acquisition of financial assets at fair value through profit or loss	(349,149)	(573,835)
Purchases of property, plant and equipment, development land, right-of-use assets, investment properties, concession assets and deferred expenditure	(331,410)	(592,543)
Disposal of investments, property, plant and equipment, right-of-use assets, investment properties and assets held for sale	331,067	492,749
Interest received	45,515	59,163
Dividends received from associates, joint ventures and other investments	21,597	55,004
Net advances to associates and joint ventures	(30,062)	(103,303)
Net cash flow used in investing activities	(339,043)	(851,082)
FINANCING ACTIVITIES		
Issuance of shares by the Company	-	362
- exercise of share options	(12,039)	-
Re-purchase of treasury shares	253,767	475,590
Net proceeds from bank and government borrowings	(8,301)	(6,541)
Repayments of hire purchase and lease liabilities	(228,551)	(250,109)
Interest paid	(18,723)	(13,713)
Dividends paid by subsidiaries to non-controlling shareholders	(23,892)	(18,634)
Distribution to perpetual sukuk holders	(108,738)	(145,178)
Dividends paid by the Company	89,738	75,000
Net drawdown of bonds	-	199,760
Issuance of perpetual sukuk by a subsidiary	18,090	(5,134)
Net uplifts/(placements) of restricted deposits	(38,649)	311,403
Net cash flow (used in)/from financing activities	577,746	412,330
Net increase in cash and cash equivalents during the financial period	2,071,209	1,451,135
Cash and cash equivalents at beginning of the financial period	(160)	1,384
Foreign exchange differences	2,648,795	1,864,849
Cash and cash equivalents at end of the financial period	2,648,795	1,864,849
Cash and cash equivalents comprise the following :		
Deposits, cash and bank balances	2,738,113	2,032,442
Bank overdrafts	(74,928)	(131,783)
	<u>2,663,185</u>	<u>1,900,659</u>
Less: restricted deposits with licensed banks	(14,390)	(35,810)
	<u>2,648,795</u>	<u>1,864,849</u>

IJM CORPORATION BERHAD
198301008880 (104131-A)

A NOTES TO THE QUARTERLY RESULTS

A1. Basis of Preparation

The interim financial report has been prepared in accordance with *MFRS 134: Interim Financial Reporting* and *Paragraph 9.22 of Main Market Listing Requirements of Bursa Malaysia Securities Berhad* (“*Bursa Securities*”).

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2020 which are available at <http://www.ijm.com>. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2020.

The financial statements of the Group, which comprise the statement of financial position of the Group as at 31 December 2020, the statement of comprehensive income, statement of changes in equity and the statement of cash flows for the financial period ended 31 December 2020 have not been audited.

A2. Changes in Accounting Policies

(i) The significant accounting policies applied are consistent with those adopted for the audited financial statements for the year ended 31 March 2020 except for the adoption of the following amendments to published standards:

(a) Amendments to published standards that are effective for the Group’s financial year beginning on or after 1 April 2020 and applicable to the Group are as follows:

- The conceptual framework for financial reporting (Revised 2018)
- Amendments to MFRS 3 “Definition of a business”
- Amendments to MFRS 101 and MFRS 108 “Definition of Material”

(b) Amendments to published standard that is effective for the Group’s financial year beginning on or after 1 April 2021 and the Group has early adopted in FY2021 is as follows:

- Amendments to MFRS 16 Leases “COVID-19 Related Rent Concessions”

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

(ii) As at the date of this report, the following amendments to published standards and interpretations have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective and have not been early adopted.

(a) Effective for financial periods beginning on or after 1 April 2021

- Amendments to MFRS 9 Financial Instruments, MFRS 139 Financial Instruments: Recognition and Measurement, MFRS 7 Financial Instruments: Disclosures and MFRS 16 Leases – *Interest Rate Benchmark reform – Phase 2*
- IFRIC Agenda Decision on MFRS 123 “Borrowing Costs”

(b) Effective for financial periods beginning on or after 1 April 2022

- Amendments to MFRS 3 Business Combinations – *Reference to the Conceptual Framework*
- Amendments to MFRS 116 Property, Plant and Equipment – *Proceeds before Intended Use*
- Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets – *Onerous Contracts – Cost of Fulfilling a Contract*
- Annual Improvements to MFRS Standards 2018 – 2020

IJM CORPORATION BERHAD
198301008880 (104131-A)

A2. Changes in Accounting Policies (continued)

(c) Effective for financial periods beginning on or after 1 April 2023

- Amendments to MFRS 101 Presentation of Financial Statements – *Classification of Liabilities as Current or Non-current*

The Group and the Company are currently assessing the impact of the above amendments to published standards and change in accounting policy pursuant to the IFRIC agenda decision on borrowing costs incurred on property under construction where control is transferred over time.

A3. Audit Report

The audit report for the financial year ended 31 March 2020 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 ended 31 December 2020.

A6. Material Changes in Estimates

There were no major changes in estimates that have a material effect on the results for the financial period ended 31 December 2020.

A7. Debt and Equity Securities

- (a) For the financial period ended 31 December 2020, the number of issued and paid-up ordinary shares of the Company was increased from 3,639,288,920 to 3,641,119,020 by way of the issuance of 1,830,100 new ordinary shares arising from the vesting of shares under the Employee Share Grant Plan ("ESGP").
- (b) For the financial period ended 31 December 2020, 10,000,000 ordinary shares were repurchased in the open market at an average price of RM1.20 per share and retained as treasury shares of the Company. There were no cancellations and repayments of debt and equity securities for the financial period ended 31 December 2020.

A8. Dividend Paid

On 21 August 2020, a single tier second interim dividend of 1 sen per share in respect of the financial year ended 31 March 2020 was paid totalling RM36,312,823.

On 30 December 2020, a single tier first interim dividend of 2 sen per share in respect of the financial year ending 31 March 2021 was paid totalling RM72,425,647.

IJM CORPORATION BERHAD
198301008880 (104131-A)

A9. Segmental Information

	GROUP			GROUP		
	3 months ended 31/12/2020	3 months ended 31/12/2019	Change (+/-)	9 months ended 31/12/2020	9 months ended 31/12/2019	Change (+/-)
	RM'000	RM'000	%	RM'000	RM'000	%
<u>External revenue:</u>						
Construction	520,271	482,154	7.9%	1,381,416	1,594,317	-13.4%
Property development	529,760	325,053	63.0%	930,543	1,163,414	-20.0%
Manufacturing and quarrying	198,298	192,455	3.0%	446,269	651,496	-31.5%
Plantation	271,957	237,812	14.4%	689,312	543,740	26.8%
Infrastructure	192,823	202,721	-4.9%	573,670	604,473	-5.1%
Investment and others	116	167	-30.5%	526	708	-25.7%
	1,713,225	1,440,362	18.9%	4,021,736	4,558,148	-11.8%
<u>Inter-segment revenue:</u>						
Construction	65,568	85,453	-23.3%	132,788	264,324	-49.8%
Property development	-	-	-	-	2	-100.0%
Manufacturing and quarrying	6,695	9,782	-31.6%	20,603	35,906	-42.6%
Plantation	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-
Investment and others	90,889	185,887	-51.1%	259,801	459,429	-43.5%
	163,152	281,122	-42.0%	413,192	759,661	-45.6%
<u>Profit/(loss) before taxation:</u>						
Construction	40,520	28,454	42.4%	107,797	107,570	0.2%
Property development	71,742	63,515	13.0%	94,295	146,568	-35.7%
Manufacturing and quarrying	18,953	13,132	44.3%	10,156	46,233	-78.0%
Plantation	98,851	33,303	196.8%	211,718	22,966	821.9%
Infrastructure	44,655	27,523	62.2%	102,038	107,166	-4.8%
Investment and others	3,811	(2,339)	262.9%	7,359	(9,304)	179.1%
	278,532	163,588	70.3%	533,363	421,199	26.6%
<u>Earnings/(losses) before interest, tax, depreciation and amortisation:</u>						
Construction	62,922	56,612	11.1%	178,167	190,552	-6.5%
Property development	80,611	69,296	16.3%	120,468	163,248	-26.2%
Manufacturing and quarrying	32,531	29,589	9.9%	56,802	94,192	-39.7%
Plantation	133,311	65,831	102.5%	315,987	127,330	148.2%
Infrastructure	117,614	96,775	21.5%	325,049	310,393	4.7%
Investment and others	3,822	(2,328)	264.2%	7,380	(9,282)	179.5%
	430,811	315,774	36.4%	1,003,853	876,433	14.5%
Finance Cost	(50,637)	(54,475)		(158,507)	(169,098)	
Depreciation and amortisation	(101,642)	(97,712)		(311,983)	(286,136)	
Profit before taxation	278,532	163,588	70.3%	533,363	421,199	26.6%
				As at 31/12/2020 RM'000	As at 31/03/2020 RM'000	
<u>Total Assets:</u>						
Construction				2,473,338	2,634,774	
Property development				10,667,250	10,881,362	
Manufacturing and quarrying				1,453,566	1,487,153	
Plantation				2,489,455	2,285,766	
Infrastructure				6,101,262	5,564,870	
Investment and others				147,761	60,175	
Total segment assets				23,332,632	22,914,100	
Unallocated corporate assets				531,034	539,167	
Consolidated total assets				23,863,666	23,453,267	

IJM CORPORATION BERHAD
198301008880 (104131-A)

A9. Segmental Information (continued)

	Construction RM'000	Property development RM'000	Manufacturing & Quarrying RM'000	Plantation RM'000	Infrastructure RM'000	Investment & Others RM'000	Total RM'000
3 months ended 31/12/2020							
Revenue from contract with customers							
Timing of revenue recognition:							
- At a point in time	5,154	115,701	196,086	271,450	-	-	588,391
- Over time	515,117	405,549	1,237	507	186,402	20	1,108,832
	520,271	521,250	197,323	271,957	186,402	20	1,697,223
Revenue from other sources	-	8,510	975	-	6,421	96	16,002
Total revenue	520,271	529,760	198,298	271,957	192,823	116	1,713,225
9 months ended 31/12/2020							
Revenue from contract with customers							
Timing of revenue recognition:							
- At a point in time	9,464	219,468	440,608	688,085	-	-	1,357,625
- Over time	1,371,952	685,340	2,809	1,227	543,318	82	2,604,728
	1,381,416	904,808	443,417	689,312	543,318	82	3,962,353
Revenue from other sources	-	25,735	2,852	-	30,352	444	59,383
Total revenue	1,381,416	930,543	446,269	689,312	573,670	526	4,021,736
3 months ended 31/12/2019							
Revenue from contract with customers							
Timing of revenue recognition:							
- At a point in time	2,624	80,470	188,417	237,812	-	-	509,323
- Over time	479,530	238,441	3,227	-	191,157	44	912,399
	482,154	318,911	191,644	237,812	191,157	44	1,421,722
Revenue from other sources	-	6,142	811	-	11,564	123	18,640
Total revenue	482,154	325,053	192,455	237,812	202,721	167	1,440,362
9 months ended 31/12/2019							
Revenue from contract with customers							
Timing of revenue recognition:							
- At a point in time	7,609	338,474	632,167	543,740	-	-	1,521,990
- Over time	1,586,708	815,012	16,967	-	571,207	119	2,990,013
	1,594,317	1,153,486	649,134	543,740	571,207	119	4,512,003
Revenue from other sources	-	9,928	2,362	-	33,266	589	46,145
Total revenue	1,594,317	1,163,414	651,496	543,740	604,473	708	4,558,148

A10. Carrying Amount of Revalued Property, Plant and Equipment

The carrying amounts of property, plant and equipment have been brought forward without amendments from the audited financial statements for the Financial Year 2020.

IJM CORPORATION BERHAD
198301008880 (104131-A)

A11. Changes in the Composition of the Group

On 18 September 2020, IJM Engineering (Mauritius) Limited, a wholly-owned subsidiary of IJM Investments (M) Limited, which in turn is a wholly-owned subsidiary of the Company, completed the acquisition of 11,656,884 equity shares in Team Universal Infratech Private Limited (“TUIPL”), representing 80% equity interest in TUIPL, for a total purchase consideration of INR 240,000,000 (Indian Rupees Two Hundred and Forty Million only), which was equivalent to approximately RM13.45 million. TUIPL is engaged in the business of construction of buildings and infrastructure. The provisional effect of the acquisition is as follows:

	<u>Fair value</u> RM'000
<u>Identifiable assets and liabilities:</u>	
<u>Non-current assets</u>	
Property, plant and equipment	15,007
Deferred tax assets	581
<u>Current assets</u>	
Trade and other receivables	68,634
Inventory	14,005
Tax recoverable	4,949
Cash and bank balances	897
Restricted deposits with licensed bank	779
	104,852
<u>Non-current liabilities</u>	
Lease liabilities	(1,048)
<u>Current liabilities</u>	
Trade and other payables	(86,405)
Lease liabilities	(2,870)
Term loan	(2,675)
	(92,998)
Fair value of identifiable net assets acquired	11,854
Less: Non-controlling interests	(2,371)
	9,483
Less: Purchase consideration	(13,445)
	(3,962)
Details of cash flows arising from the acquisition are as follows:	
	Group RM'000
Total purchase consideration	(13,445)
Less: Cash and cash equivalents of a subsidiary acquired	897
Cash outflow to the Group on acquisition	(12,548)

IJM CORPORATION BERHAD
198301008880 (104131-A)

A12. Contingent Liabilities

The changes in contingent liabilities are summarised as follows:-

	RM'000
Balance as at 31 March 2020	5,022
- Exchange differences	(210)
	4,812
Balance as at 31 December 2020	4,812

A13. Capital Commitments

Capital commitments not provided for in the financial statements as at 31 December 2020 are as follows:

	RM'000
Approved and contracted for	690,748
Approved but not contracted for	123,166
	813,914
 <u>Analysed as follows:</u>	
- Purchases of property, plant and equipment	326,569
- Purchases of development land	11,359
- Concession assets	466,667
- Investment properties	9,319
	813,914

A14. Significant events subsequent to the date of statement of financial position

There was no significant event subsequent to the date of the statement of financial position.

A15. Fair Value of Financial Instruments

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

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

	<u>As at 31 December 2020</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000
<u>Non-Current Assets</u>				
Financial assets at fair value through other comprehensive income	-	-	3,665	3,665
<u>Current Assets</u>				
Financial assets at fair value through profit or loss	588,882	-	-	588,882
<u>Current Liability:</u>				
Derivative financial instruments	-	(18,851)	-	(18,851)

IJM CORPORATION BERHAD
198301008880 (104131-A)

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

B1. Detailed Analysis of Performance of all Operating Segments

In response to the World Health Organisation declaring Covid-19 as a global pandemic on 11 March 2020, the Malaysian government implemented the Movement Control Order (MCO) with effect from 18 March 2020. The other countries in which the Group operates have also implemented similar control measures which have materially impacted the Group's business operations. Subsequently on 10 June 2020, Malaysia entered the Recovery MCO (RMCO) phase which allowed for the relaxation of certain control measures to enable a gradual recovery of the Malaysian economy. However, due to the steep rise in number of new Covid-19 cases, the Malaysian government re-enforced the Conditional MCO (CMCO) in certain states from 14 October 2020 and this was further tightened into a second movement control order (MCO 2.0) from 13 January 2021 until 4 March 2021.

Despite the re-enforcement of the CMCO, the Group had recorded an improved financial performance during this quarter with higher operating revenue of RM1,713.2 million (an increase of 18.9% from the corresponding quarter of the preceding year) and higher pre-tax profit of RM278.5 million (a growth of 70.3% from the corresponding quarter of the preceding year) with improved profits achieved by all the five operating divisions of the Group. For the period-to-date, the Group recorded lower operating revenue of RM4,021.7 million (a decrease of 11.8% from the corresponding period of the preceding year) as a result of the shutdown of some of the Group's business operations due to the MCO. Despite the lower revenue, the Group's pre-tax profit for the period-to-date was higher at RM533.4 million (an increase of 26.6% from the corresponding period of the preceding year) substantially backed by a significant improvement in profit contribution from the Group's Plantation division.

Further analysis of the divisional performances is given below.

Operating Segment	Commentary
Construction	Revenue and pre-tax profit for the current quarter increased by 7.9% and 42.4% respectively compared to the corresponding quarter of the preceding year mainly due to higher work done and improved profit margins. As compared to the corresponding period of the preceding year, revenue for the period-to-date decreased by 13.4% due to lower construction activities during the MCO period whilst pre-tax profit increased marginally by 0.2% on improved margin of on-going projects and higher foreign exchange gains.
Property development	Revenue and pre-tax profit for the current quarter increased by 63.0% and 13.0% respectively as compared to the corresponding quarter of the preceding year as a result of higher sales of completed stocks as well as the completion of certain projects. On a period-to-date basis, the revenue and pre-tax profit decreased by 20.0% and 35.7% respectively as compared to the corresponding period of the preceding year. This was mainly due to lower work progress for the development projects as well as lower sales being recorded during the MCO period.
Manufacturing and quarrying	Revenue and pre-tax profit for the current quarter increased by 3.0% and 44.3% respectively compared to the previous year's corresponding quarter as a result of a gain arising from the disposal of a property, plant & equipment. Revenue and pre-tax profit for the period-to-date decreased by 31.5% and 78.0% respectively compared to the previous year's corresponding period. The decrease was mainly due to lower deliveries of piles, quarry products and ready-mixed concrete as a result of lower level of construction activities during the period.

IJM CORPORATION BERHAD
198301008880 (104131-A)

B1. Detailed Analysis of Performance of all Operating Segments (cont'd)

Operating Segment	Commentary
Plantation	<p>Revenue for the current quarter increased by 14.4% compared to the corresponding quarter of the preceding year mainly due to higher commodity prices. During the quarter, the Indonesian Rupiah strengthened against both the US Dollar and the Japanese Yen resulting in net foreign exchange gain of RM29.5 million (Q3-FY2020: Gain of RM13.4 million) on the foreign currency denominated borrowings. As a result of the higher commodity prices, favorable currency fluctuation and lower fair value losses recorded on the crude palm oil pricing swap contracts, the division recorded a 196.8% increase in pre-tax profit for the current quarter.</p> <p>Revenue for the period-to-date increased by 26.8% compared to the corresponding period of the preceding year mainly due to higher commodity prices and sales volume. During the period, the Indonesian Rupiah strengthened against both the US Dollar and the Japanese Yen to record a net foreign exchange gain of RM86.3 million (FY2020 corresponding period: Gain of RM13.6 million) on the foreign currency denominated borrowings. The higher commodity prices and improved FFB production coupled with the favorable currency movements had contributed to a significant improvement in the overall financial performance for the period-to-date.</p>
Infrastructure	<p>Revenue for the current quarter decreased by 4.9% compared to the corresponding quarter of the preceding year mainly due to lower local traffic volume as a result of the CMCO implemented. However, pre-tax profit for the current quarter increased by 62.2% compared to the corresponding quarter of the preceding year. This was mainly due to higher cargo throughput handled by the Group's port operations, favourable foreign exchange movements which resulted in a net foreign exchange gain of RM2.7 million for the current quarter (Q3-FY2020: Loss of RM1.7 million) and lower share of losses from associates.</p> <p>Revenue and pre-tax profit for the period-to-date decreased by 5.1% and 4.8% respectively compared to the corresponding period of the preceding year mainly due to lower local and overseas traffic volumes as a result of the movement control measures implemented, despite the better performance recorded by the Port operations.</p>

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

The Group's pre-tax profit increased by 72.3% to RM278.5 million compared to RM161.7 million posted in the immediate preceding quarter mainly due to higher CPO prices recorded by the Plantation division, improved contributions from the Group's Property Development and Manufacturing & Quarrying divisions and higher foreign exchange gains.

IJM CORPORATION BERHAD
198301008880 (104131-A)

B3. Prospects for the Current Financial Year

The Malaysian gross domestic product (GDP) contracted by 5.6% in 2020 reflecting the unprecedented challenges and uncertainties currently faced by businesses. The Group expects a gradual recovery in the business landscape, arising from the efforts of the Malaysian Government to revitalise the economy through an expansionary Budget 2021. The Government expects Malaysia's GDP to grow between 6.5% and 7.5% in 2021.

Following the resumption of construction activities after the Movement Control Order (MCO) in the first quarter of FY2021, the Group's Construction division will be focusing on the timely execution and completion of its outstanding order book of RM5.0 billion for the remainder of the year. The division had secured RM2.0 billion of new projects for this year and with large scale infrastructure projects identified to be rolled out under Budget 2021, prospects for the division are encouraging.

Market sentiment for the property sector showed signs of recovery post-MCO with the Property Development division achieving pre-pandemic sales levels in Q2 FY2021. While the low interest rate environment, coupled with property sector incentives such as stamp duty waivers and housing discounts, are supportive of mid-market segment demand, the re-imposition of the Conditional MCO followed by the MCO 2.0 has resulted in a decrease in footfall to the galleries. Combined with stringent bank lending criteria and the uncertainties over employment, the Property Development division is expected to record a weaker performance for the current financial year.

The boost for the construction sector as unveiled in Budget 2021 should also bode well for the outlook of the Group's Manufacturing and Quarrying division. The division will, however, continue with its business rationalisation efforts through the improvements in product quality, cost optimisation and process efficiency enhancements.

With the expectation of the prevailing CPO prices being sustainable, the Group's Plantation division is optimistic for a better financial performance for the year barring any unfavourable movement in the foreign exchange rates.

The Group's Port operations are expected to perform well as cargo throughput remains stable despite the pandemic. Traffic volumes for the Toll business had been gradually recovering close to pre-Covid 19 levels until the re-introduction of the CMCO from 14 October 2020 after which traffic volume reduced again. The outlook for the toll business will be dependent on the extent and duration of the movement control measures being imposed in the key states in which we operate, as the traffic volume will be lower during this period.

The Group's diversified portfolio is expected to provide resilience to its financial performance. Despite the constantly changing business environment, the Group expects the performance to be satisfactory.

B4. Profit Forecast

Not applicable.

IJM CORPORATION BERHAD
198301008880 (104131-A)

B5. Taxation

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

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 DECEMBER		CUMULATIVE PERIOD 9 MONTHS ENDED 31 DECEMBER	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Malaysian income tax	52,202	83,337	126,290	178,381
Overseas taxation	11,074	504	11,402	1,072
Deferred taxation	9,160	(5,952)	16,908	(8,576)
	<u>72,436</u>	<u>77,889</u>	<u>154,600</u>	<u>170,877</u>

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

B6. Status of Corporate Proposals

As at 31 December 2020, there were no outstanding corporate proposals.

IJM CORPORATION BERHAD
198301008880 (104131-A)

B7. Group Borrowings

Particulars of the Group's borrowings as at 31 December 2020 are as follows:

	As at 31/12/2020 RM'000
(a) (i) Short Term Borrowings	
Secured:-	
- Islamic bonds	60,000
- Term loans	100,185
- Revolving credits	156,401
- Government support loans (included in trade and other payables)	9,930
Unsecured:-	
- Islamic bonds	150,000
- Term loans	659,194
- Revolving credits	882,524
- Bankers' acceptances	6,828
- Letters of Credit	2,155
- Bank overdrafts	74,928
	2,102,145
 (ii) Long Term Borrowings	
Secured:-	
- Islamic bonds	1,466,399
- Term loans	1,232,980
- Government support loans	49,269
Unsecured:-	
- Islamic bonds	1,500,000
- Term loans	749,231
	4,997,879

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

	Foreign Currency '000	RM Equivalent '000
US Dollar	466,400	1,880,781
Indian Rupee	9,790,872	539,477
Chinese Yuan	37,800	23,221
Japanese Yen	5,247,200	205,519
Pound Sterling	6,218	34,179
		2,683,177

B8. Changes in Material Litigation

There was no material litigation since 31 March 2020.

IJM CORPORATION BERHAD
198301008880 (104131-A)

B9. Dividends

In respect of the financial year ending 31 March 2021, a single tier first interim dividend of 2 sen per share was paid on 30 December 2020.

In respect of the financial year ended 31 March 2020, a single tier first interim dividend of 2 sen per share was paid on 27 December 2019 and a single tier second interim dividend of 1 sen per share was paid on 21 August 2020.

B10. Earnings per Share

	Individual Quarter		Cumulative Period	
	Current year quarter	Preceding year quarter	Current year to date	Preceding year to date
	31/12/2020	31/12/2019	31/12/2020	31/12/2019
	RM'000	RM'000	RM'000	RM'000
<u>Basic Earnings per share:-</u>				
(a) Net profit for the period attributable to owners of the Company	144,499	49,767	245,285	179,293
(b) Weighted average number of ordinary shares ('000)	3,631,282	3,629,452	3,630,517	3,628,441
Basic Earnings per share (sen)	3.98	1.37	6.76	4.94
<u>Diluted Earnings per share:-</u>				
(a) Net profit for the period attributable to owners of the Company	144,499	49,767	245,285	179,293
(b) Weighted average number of ordinary shares ('000)	3,631,282	3,629,452	3,630,517	3,628,441
Effect of dilution ('000)				
- Employee share options and share grants	1,830	-	1,830	114
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	3,633,112	3,629,452	3,632,347	3,628,555
Diluted Earnings per share (sen)	3.98	1.37	6.75	4.94

IJM CORPORATION BERHAD
198301008880 (104131-A)

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
	31/12/2020 RM'000	31/12/2019 RM'000	31/12/2020 RM'000	31/12/2019 RM'000
Interest income	26,305	26,308	87,403	111,754
Other income (including investment income)	16,498	24,607	52,162	57,553
Interest expense	(50,637)	(54,475) *	(158,507)	(169,098) *
Depreciation and amortisation	(101,642)	(97,712)	(311,983)	(286,136)
Net reversal/(allowance) of impairment of receivables	3,313	(3,126)	8,999	(2,753)
Net write back of inventories	436	-	891	13
Net gains on disposal of investments and properties	11,819	609	10,063	2,771
Net allowance of impairment of assets	(944)	(1,780)	(1,166)	(3,883)
Net foreign exchange gains	52,798	33,121	118,887	7,926
Net losses on derivatives	(19,555)	(31,576)	(22,560)	(22,334)
<i>* Includes reversal of net foreign exchange loss recognised by the Plantation division, classified under Finance Cost</i>	-	2,709	-	-

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

IJM CORPORATION BERHAD
198301008880 (104131-A)

B12 Derivative financial instruments

(a) Crude Palm Oil Pricing Swap Contracts

The Group entered into Crude Palm Oil (“CPO”) pricing swap contracts offered by certain reputable banks in Malaysia to mitigate the exposure of fluctuations in the prices of CPO.

As at 31 December 2020, the outstanding notional volume and value of the CPO pricing swap contracts and their fair values are as follows:

CPO pricing swap contracts	Notional volume outstanding as at 31/12/2020 (metric tonnes)	Notional value outstanding as at 31/12/2020 (RM'000)	Fair value as at 31/12/2020 (RM'000)
- Less than 1 year	6,600	14,746	(6,900)
- 1 year to 3 years	-	-	-
- More than 3 years	-	-	-

(b) Cross Currency Swap Contracts

The Group entered into Cross Currency Swap contracts offered by certain reputable banks in Malaysia to swap USD floating rate liabilities into MYR floating rate liabilities, thus hedging the USD/MYR currency risk and the interest rate risk.

As at 31 December 2020, the outstanding notional value of the cross currency swap contracts and their fair values are as follows:

Cross currency swap contracts	Notional value outstanding as at 31/12/2020 (USD'000)	Notional value outstanding as at 31/12/2020 (RM'000)	Fair value as at 31/12/2020 (RM'000)
- Less than 1 year	87,500	352,494	(10,048)
- 1 year to 3 years	-	-	-
- More than 3 years	-	-	-

(c) Interest Rate Swap Contracts

The Group entered into Interest Rate Swap (‘IRS’) contracts offered by a reputable bank in Malaysia to mitigate the exposure to fluctuations in the interest rates of its US Dollar borrowings. The Group has entered into IRS contracts to swap a portion of its US Dollar borrowings which are under floating rates to fixed rates.

As at 31 December 2020, the outstanding notional value of the IRS contracts and their fair values are as follows:

Interest rate swap contracts	Base Currency	Notional value outstanding as at 31/12/2020 (RM'000)	Fair value as at 31/12/2020 (RM'000)
- Less than 1 year	USD	157,877	(1,903)
- 1 year to 3 years	-	-	-
- More than 3 years	-	-	-

IJM CORPORATION BERHAD
198301008880 (104131-A)

B13. Fair value changes of derivative financial instruments

The Group recognised a total net fair value loss on derivative financial instruments of RM22.56 million during the current financial period. The details are as follows:

Type of derivative	Current quarter fair value gains/(losses) RM'000	Current period fair value gains/(losses) RM'000	Basis of fair value measurement	Reasons for the gains/(losses)
Crude palm oil ("CPO") pricing swap contracts	(8,209)	(11,316)	Price differentials between the average future CPO prices quoted on the Bursa Malaysia Derivative Exchange and the fixed contracted CPO prices for specific contracted periods.	The average future CPO price quoted on the Bursa Malaysia Derivative Exchange is lower/(higher) than the contracted fixed CPO prices.
Cross currency swap contracts	(11,785)	(11,441)	Exchange rate differentials between the USD/MYR spot rate and the contracted USD/MYR rate; Interest rate differentials between the USD floating interest rate and the contracted MYR interest rate.	The fair value gain or loss is affected by movements in the USD/MYR spot rates and the USD and MYR interest rates.
Interest rate swap contracts	439	197	The difference between floating and fixed interest rates.	Fair value gain is recorded when the floating interest rates are higher than the fixed interest rates. Conversely, a fair value loss is recorded when the floating interest rates are lower than the fixed interest rates.