



IJM CORPORATION BERHAD
198301008880 (104131-A)

Part A1 : Quarterly Report

Quarterly report for the financial period ended: **30/09/2021**
 Quarter: **2nd Quarter**
 Financial Year End: **31/03/2022**
 The figures: **Have not been audited**
 Full Quarterly Report: **Refer attached**

Part A2 : Summary of Key Financial Information for the financial period ended 30/09/2021

	Individual Quarter		Cumulative Period	
	Current year quarter 30/09/2021 RM'000	Preceding year quarter 30/09/2020 RM'000 Restated	Current year to date 30/09/2021 RM'000	Preceding year to date 30/09/2020 RM'000 Restated
1 Revenue	874,249	1,217,338	1,908,429	1,891,156
2 Profit before taxation	6,688	164,259	90,425	143,277
3 Net profit for the period	670,577	122,766	781,334	173,260
4 Net profit attributable to owners of the Company	629,301	99,364	694,984	101,412
5 Basic earnings per share (sen)	17.42	2.73	19.24	2.80
6 Proposed/Declared dividend per share (sen)	17.00	2.00	17.00	2.00
	As at end of current quarter 30/09/2021		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		2.94		2.76

Remarks:

The revenue and profit before taxation ("PBT") above are from continuing operations and exclude the revenue and PBT of the Plantation division following the completion of the disposal of IJM Plantations Berhad on 6 September 2021. The net profit and basic earnings per share comprise the financial results of both continuing and discontinued operations.

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 (+/-)
	30/09/2021 RM'000	30/09/2020 RM'000 Restated	%	30/09/2021 RM'000	30/09/2020 RM'000 Restated	%
<i>Continuing operations</i>						
Operating revenue	874,249	1,217,338	-28.2%	1,908,429	1,891,156	0.9%
Cost of sales	(755,154)	(986,887)	-23.5%	(1,623,622)	(1,562,649)	3.9%
Gross profit	119,095	230,451	-48.3%	284,807	328,507	-13.3%
Other operating income	55,027	46,991	17.1%	115,547	105,928	9.1%
Foreign exchange differences	(9,221)	9,620	-195.9%	(10,632)	9,313	-214.2%
Tendering, selling and distribution expenses	(9,051)	(7,600)	19.1%	(16,110)	(13,961)	15.4%
Administrative expenses	(62,739)	(45,361)	38.3%	(133,663)	(108,360)	23.4%
Other operating expenses	(16,768)	(13,456)	24.6%	(28,127)	(32,847)	-14.4%
Operating profit before finance cost	76,343	220,645	-65.4%	211,822	288,580	-26.6%
Finance cost	(48,939)	(43,181)	13.3%	(93,888)	(102,359)	-8.3%
Operating profit after finance cost	27,404	177,464	-84.6%	117,934	186,221	-36.7%
Share of losses of associates	(19,811)	(13,787)	43.7%	(27,881)	(38,764)	-28.1%
Share of (losses)/profits of joint ventures	(905)	582	-255.5%	372	(4,180)	108.9%
Profit before taxation	6,688	164,259	-95.9%	90,425	143,277	-36.9%
Income tax expense	(24,141)	(38,292)	-37.0%	(58,907)	(54,740)	7.6%
<i>(Losses)/profit from continuing operations</i>	(17,453)	125,967	-113.9%	31,518	88,537	-64.4%
<i>Profit/(losses) from discontinued operation</i>	688,030	(3,201)	21594.2%	749,816	84,723	785.0%
Net profit for the period	670,577	122,766	446.2%	781,334	173,260	351.0%
<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	16,950	6,015		12,623	8,823	
Currency translation differences of discontinued operations	10,507	(61,712)		10,930	36,346	
Realisation of other comprehensive income arising from disposal of subsidiary	48,779	-		48,779	-	
Share of other comprehensive income of associates	343	(502)		344	(253)	
	76,579	(56,199)	236.3%	72,676	44,916	61.8%
Total comprehensive income for the period	747,156	66,567	1022.4%	854,010	218,176	291.4%

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 (+/-)
	30/09/2021 RM'000	30/09/2020 RM'000 Restated	%	30/09/2021 RM'000	30/09/2020 RM'000 Restated	%
<u>Net profits/(losses) attributable to:-</u>						
<u>Continuing operations</u>						
Owners of the Company	(29,316)	99,949	-129.3%	2,613	55,847	-95.3%
Perpetual sukuk	11,782	11,707	0.6%	23,334	23,256	0.3%
Non-controlling interests	81	14,311	-99.4%	5,571	9,434	-40.9%
	(17,453)	125,967		31,518	88,537	
<u>Discontinued operation</u>						
Owners of the Company	658,617	(585)	112684%	692,371	45,565	1419.5%
Perpetual sukuk	-	-	0.0%	-	-	0.0%
Non-controlling interests	29,413	(2,616)	1224.4%	57,445	39,158	46.7%
	688,030	(3,201)		749,816	84,723	
	670,577	122,766	446.2%	781,334	173,260	351.0%
<u>Total comprehensive income attributable to:-</u>						
<u>Continuing operations</u>						
Owners of the Company	37,337	105,203	-64.5%	64,329	63,994	0.5%
Perpetual sukuk	11,782	11,707	0.6%	23,334	23,256	0.3%
Non-controlling interests	(501)	14,570	-103.4%	5,601	9,857	-43.2%
	48,618	131,480		93,264	97,107	
<u>Discontinued operation</u>						
Owners of the Company	664,317	(35,604)	1965.8%	698,494	66,370	952.4%
Perpetual sukuk	-	-	0.0%	-	-	0.0%
Non-controlling interests	34,221	(29,309)	216.8%	62,252	54,699	13.8%
	698,538	(64,913)		760,746	121,069	
	747,156	66,567	1022.4%	854,010	218,176	291.4%
<u>Earnings/(losses) per share (sen):-</u>						
<u>Continuing operations</u>						
Basic	(0.81)	2.75		0.07	1.54	
Fully diluted	(0.81)	2.75		0.07	1.54	
<u>Discontinued operation</u>						
Basic	18.23	(0.02)		19.17	1.26	
Fully diluted	18.21	(0.02)		19.16	1.25	

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

	30/09/2021	31/03/2021	1/04/2020
	RM'000	RM'000	RM'000
		Restated	Restated
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY			
Share capital	6,127,731	6,117,056	6,112,042
Treasury shares	(113,575)	(36,655)	(18,070)
Shares held under trust	(1,263)	(1,263)	(1,263)
Other reserves	(5,205)	(23,561)	(90,701)
Retained profits	4,505,602	3,916,830	3,592,029
	10,513,290	9,972,407	9,594,037
Perpetual sukuk of a subsidiary	848,019	848,293	848,470
Non-controlling interests	694,982	1,367,704	1,191,206
	12,056,291	12,188,404	11,633,713
NON-CURRENT LIABILITIES			
Bonds	2,606,959	2,966,586	2,876,119
Term loans	1,406,909	1,925,833	1,615,143
Government support loans	36,373	49,810	58,672
Lease liabilities	27,060	48,983	49,889
Deferred tax liabilities	517,434	587,449	629,587
Trade and other payables	281,718	278,938	311,297
Retirement benefits	2,080	22,359	22,443
Derivative financial instruments	-	-	872
	4,878,533	5,879,958	5,564,022
DEFERRED INCOME	269,094	271,212	70,355
	17,203,918	18,339,574	17,268,090

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

	30/09/2021 RM'000	31/03/2021 RM'000	1/04/2020 RM'000
NON-CURRENT ASSETS			
Property, plant and equipment	1,070,025	2,635,708	2,578,272
Right-of-use assets	203,466	436,979	444,907
Concession assets	4,199,276	4,075,202	3,786,391
Investment properties	634,489	638,718	652,879
Associates	894,418	893,627	921,975
Joint ventures	857,778	853,417	850,868
Financial assets at fair value through other comprehensive income	3,665	3,665	3,665
Long term receivables	75,893	258,945	220,731
Deferred tax assets	466,807	482,848	449,937
Inventories	508,088	511,916	679,223
Intangible assets	94,696	94,800	101,116
	9,008,601	10,885,825	10,689,964
CURRENT ASSETS			
Inventories	7,153,690	7,341,783	7,675,973
Produce growing on bearer plants	-	19,380	11,892
Trade and other receivables	1,557,334	1,707,793	1,865,664
Contract assets	108,194	299,553	345,336
Financial assets at fair value through profit or loss	852,584	689,357	534,630
Derivative financial instruments	937	2,370	1,722
Assets held for sale	-	-	3,665
Assets of disposal group classified as held for sale	-	23,167	-
Tax recoverable	123,219	111,037	91,880
Deposits, cash and bank balances	3,159,456	2,406,181	2,222,648
	12,955,414	12,600,621	12,753,410
CURRENT LIABILITIES			
Trade and other payables	2,548,596	2,932,624	3,130,999
Contract liabilities	452,841	323,657	666,366
Provisions	3,476	1,640	2,476
Derivative financial instruments	-	4,388	3,236
Lease liabilities	9,508	14,642	11,870
Borrowings:			
- Bank overdrafts	85,358	14,755	118,860
- Others	1,648,544	1,825,067	2,211,657
Current tax liabilities	11,774	27,004	29,820
Liabilities of disposal group classified as held for sale	-	3,095	-
	4,760,097	5,146,872	6,175,284
NET CURRENT ASSETS	8,195,317	7,453,749	6,578,126
	17,203,918	18,339,574	17,268,090
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)	2.94	2.76	2.64

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	-----Attributable to owners of the Company-----					Total RM'000	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				
At 1 April 2021									
- as previously reported	6,117,056	(36,655)	(1,263)	(23,561)	3,922,958	9,978,535	848,293	1,369,311	12,196,139
- effect of the adoption of Agenda Decision	-	-	-	-	(6,128)	(6,128)	-	(1,607)	(7,735)
At 1 April 2021, as restated	6,117,056	(36,655)	(1,263)	(23,561)	3,916,830	9,972,407	848,293	1,367,704	12,188,404
Total comprehensive income for the period	-	-	-	67,839	694,984	762,823	23,334	67,853	854,010
Issuance of employee share options and share grants (net)	-	-	-	(599)	-	(599)	-	-	(599)
Single tier second interim dividend: Year ended 31 March 2021	-	-	-	-	(144,421)	(144,421)	-	-	(144,421)
Perpetual Sukuk distribution payable and paid by a subsidiary	-	-	-	-	-	-	(23,608)	-	(23,608)
Dividends paid by a subsidiary to non-controlling shareholders	-	-	-	-	-	-	-	(62,928)	(62,928)
Issuance of shares:									
- vesting of shares under ESGP	10,675	-	-	(10,675)	-	-	-	-	-
Shares buy back	-	(76,920)	-	-	-	(76,920)	-	-	(76,920)
Transfer from other reserve to retained profits upon liquidation of a subsidiary	-	-	-	(10,000)	10,000	-	-	-	-
Liquidation of a subsidiary	-	-	-	-	-	-	-	(5,137)	(5,137)
Disposal of subsidiaries	-	-	-	(28,209)	28,209	-	-	(672,510)	(672,510)
At 30 September 2021	6,127,731	(113,575)	(1,263)	(5,205)	4,505,602	10,513,290	848,019	694,982	12,056,291
At 1 April 2020									
- as previously reported	6,112,042	(18,070)	(1,263)	(90,701)	3,600,358	9,602,366	848,470	1,192,770	11,643,606
- effect of the adoption of Agenda Decision	-	-	-	-	(8,329)	(8,329)	-	(1,564)	(9,893)
At 1 April 2020, as restated	6,112,042	(18,070)	(1,263)	(90,701)	3,592,029	9,594,037	848,470	1,191,206	11,633,713
Total comprehensive income for the period	-	-	-	28,952	101,412	130,364	23,256	64,556	218,176
Issuance of employee share options and share grants (net)	-	-	-	(1,314)	-	(1,314)	-	-	(1,314)
Single tier second interim dividend: Year ended 31 March 2020	-	-	-	-	(36,313)	(36,313)	-	-	(36,313)
Perpetual Sukuk distribution payable and paid by a subsidiary	-	-	-	-	-	-	(23,606)	-	(23,606)
Dividends paid by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	-	(16,684)	(16,684)
Issuance of shares:									
- vesting of shares under ESGP	5,014	-	-	(5,014)	-	-	-	-	-
Shares buy back	-	(12,039)	-	-	-	(12,039)	-	-	(12,039)
Non-controlling interests arising on business combination	-	-	-	-	-	-	-	2,371	2,371
At 30 September 2020	6,117,056	(30,109)	(1,263)	(68,077)	3,657,128	9,674,735	848,120	1,241,449	11,764,304

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	6 months ended 30/09/2021 RM'000	6 months ended 30/09/2020 RM'000
OPERATING ACTIVITIES		
Receipts from customers	2,806,880	2,195,510
Payments to contractors, suppliers and employees	(2,085,772)	(1,807,027)
Income tax paid	(90,534)	(65,261)
Net cash flow from operating activities	630,574	323,222
INVESTING ACTIVITIES		
Acquisition of a subsidiary	-	(9,188)
Disposal of a subsidiary	1,365,022	-
Additional investments in associates	(21,769)	-
Subscription of Redeemable Unsecured Murabahah Stocks in an associate	(12,200)	(8,433)
Acquisition of financial assets at fair value through profit or loss	(497,467)	(269,730)
Purchases of property, plant and equipment, development land, right-of-use assets, investment properties, concession assets and deferred expenditure	(305,930)	(193,268)
Disposal of investments, property, plant and equipment, right-of-use assets, investment properties and assets held for sale	359,225	199,013
Net cash flow arising from liquidation of a subsidiary	(5,137)	-
Interest received	37,570	37,250
Dividends received from associates, joint ventures and other investments	13,316	20,138
Net (advances to)/repayment from associates and joint ventures	(2,353)	3,371
Net cash flow from/(used in) investing activities	930,277	(220,847)
FINANCING ACTIVITIES		
Purchase of treasury shares	(76,920)	(12,039)
Net (repayments of)/proceeds from bank and government borrowings	(229,526)	328,496
Repayments of lease liabilities	(6,525)	(5,506)
Interest paid	(127,226)	(159,316)
Dividends paid by subsidiaries to non-controlling shareholders	(62,928)	(16,684)
Distribution to perpetual sukuk holders	(23,608)	(23,606)
Dividends paid by the Company	(144,421)	(36,313)
Net (repayment)/drawdown of bonds	(210,000)	40,000
Net uplifts of restricted deposits	3,517	18,288
Net cash flow (used in)/from financing activities	(877,637)	133,320
Net increase in cash and cash equivalents during the financial period	683,214	235,695
Cash and cash equivalents at beginning of the financial period	2,381,044	2,071,209
Foreign exchange differences	(521)	(1,625)
Cash and cash equivalents at end of the financial period	3,063,737	2,305,279
Cash and cash equivalents comprise the following :		
Deposits, cash and bank balances	3,159,456	2,396,277
Bank overdrafts	(85,358)	(76,472)
	3,074,098	2,319,805
Less: restricted deposits with licensed banks	(10,361)	(14,526)
	3,063,737	2,305,279

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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 2021 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 2021.

The financial statements of the Group, which comprise the statement of financial position of the Group as at 30 September 2021, the statement of comprehensive income, statement of changes in equity and the statement of cash flows for the financial period ended 30 September 2021 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 2021 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 2021, which the Group has early adopted in FY2021 are as follows:

- Amendments to MFRS 16 Leases “COVID-19 Related Rent Concessions”
- Amendments to MFRS 16 Leases “COVID-19 Related Rent Concessions beyond 30 June 2021”

(b) Amendments to published standards and IFRIC agenda decision that are effective for the Group’s financial year beginning on or after 1 April 2021 and applicable to the Group are as follows:

- 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”

The adoption of the above did 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 except for the adoption of the Agenda Decision. The effect of the adoption of the IFRIC Agenda Decision on MFRS 123 is shown in section (iii) below.

(ii) As at the date of this report, the following amendments to published standards 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 year 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*

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A2. Changes in Accounting Policies (continued)

(a) Effective for financial year beginning on or after 1 April 2022 (continued)

- Annual Improvements to MFRS Standards 2018 – 2020:
 - Amendment to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards – *Subsidiary as First-time Adopter*
 - Amendment to MFRS 9 Financial Instruments – *Fees in the 10% test for derecognition of financial liabilities*
 - Amendment to MFRS 16 Leases – *Illustrative Example accompanying MFRS 16 Leases: Lease Incentives*

(b) Effective for financial year beginning on or after 1 April 2023

- Amendments to MFRS 101 Presentation of Financial Statements – *Classification of Liabilities as Current or Non-current and Disclosure of Accounting Policies*
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors – *Definition of Accounting Estimates*
- Amendments to MFRS 112 Income Taxes – *Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

(c) Effective date of these Amendments to Standards has been deferred and yet to be announced

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures – *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group and the Company are currently assessing the impacts of the above amendments to published standards.

(iii) Effects of the adoption of the IFRIC Agenda Decision on MFRS 123 “Borrowing Costs” (“Agenda Decision”)

Prior to the adoption of the Agenda Decision, borrowing costs incurred on property development were capitalised in the inventories until the completion of the construction of the assets. The borrowing costs capitalised in inventories were recognised as cost of sales in profit or loss by reference to the progress towards complete satisfaction of that performance obligation.

With the adoption of the Agenda Decision, the capitalisation of borrowing costs into a development project ceases when it is launched. The Group has applied the Agenda Decision retrospectively with the restatement of statement of financial position as at 1 April 2020 and throughout all periods presented in the financial statements.

The effects of adoption of the Agenda Decision on the results for the second quarter and period ended 30 September 2020 and the financial positions as at 1 April 2020 and 31 March 2021 are as follows:

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A2. Changes in Accounting Policies (continued)

(a) Reconciliation of Statement of Comprehensive Income for the quarter ended 30 September 2020

	Pre-adoption of Agenda Decision	Effects of adoption of Agenda Decision	Post-adoption of Agenda Decision
	RM'000	RM'000	RM'000
Quarter ended 30 September 2020			
<i>Continuing operations</i>			
Revenue	1,217,338	-	1,217,338
Cost of sales	<u>(990,693)</u>	3,806	<u>(986,887)</u>
Gross profit	226,645		230,451
Other operating income	46,991	-	46,991
Foreign exchange differences	9,620	-	9,620
Tendering, selling and distribution expenses	(7,600)	-	(7,600)
Administrative expenses	(45,361)	-	(45,361)
Other operating expenses	<u>(13,456)</u>	-	<u>(13,456)</u>
	216,839		220,645
Finance cost	<u>(40,614)</u>	(2,567)	<u>(43,181)</u>
	176,225		177,464
Share of losses of associates	(13,787)	-	(13,787)
Share of profits of joint ventures	<u>1,671</u>	(1,089)	<u>582</u>
Profit before taxation	164,109		164,259
Income tax expense	<u>(37,994)</u>	(298)	<u>(38,292)</u>
Profit from continuing operations	126,115		125,967
Loss from discontinued operation	<u>(3,201)</u>		<u>(3,201)</u>
	122,914		122,766
Other comprehensive income	<u>(56,199)</u>	-	<u>(56,199)</u>
	<u>66,715</u>		<u>66,567</u>
Net profit/(loss) attributable to:			
<i>Continuing operations</i>			
Owners of the Company	100,100	(151)	99,949
Perpetual Sukuk	11,707	-	11,707
Non-controlling interests	<u>14,308</u>	3	<u>14,311</u>
	<u>126,115</u>		<u>125,967</u>
<i>Discontinued operation</i>			
Owners of the Company	(585)		(585)
Perpetual Sukuk	-		-
Non-controlling interests	<u>(2,616)</u>		<u>(2,616)</u>
	<u>(3,201)</u>		<u>(3,201)</u>
Total comprehensive income/(loss) attributable to:			
<i>Continuing operations</i>			
Owners of the Company	105,354	(151)	105,203
Perpetual Sukuk	11,707	-	11,707
Non-controlling interests	<u>14,567</u>	3	<u>14,570</u>
	<u>131,628</u>		<u>131,480</u>
<i>Discontinued operation</i>			
Owners of the Company	(35,604)		(35,604)
Perpetual Sukuk	-		-
Non-controlling interests	<u>(29,309)</u>		<u>(29,309)</u>
	<u>(64,913)</u>		<u>(64,913)</u>
Earnings/(losses) per share (sen):			
<i>Continuing operations</i>			
Basic	2.76		2.75
Fully Diluted	2.76		2.75
<i>Discontinued operation</i>			
Basic	(0.02)		(0.02)
Fully Diluted	(0.02)		(0.02)

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A2. Changes in Accounting Policies (continued)

(b) Reconciliation of Statement of Comprehensive Income for the period ended 30 September 2020

	Pre-adoption of Agenda Decision RM'000	Effects of adoption of Agenda Decision RM'000	Post-adoption of Agenda Decision RM'000
Period ended 30 September 2020			
<i>Continuing operations</i>			
Revenue	1,891,156	-	1,891,156
Cost of sales	<u>(1,570,203)</u>	7,554	<u>(1,562,649)</u>
Gross profit	320,953		328,507
Other operating income	105,928	-	105,928
Foreign exchange differences	9,313	-	9,313
Tendering, selling and distribution expenses	(13,961)	-	(13,961)
Administrative expenses	(108,360)	-	(108,360)
Other operating expenses	<u>(32,847)</u>	-	<u>(32,847)</u>
	281,026		288,580
Finance cost	<u>(97,806)</u>	(4,553)	<u>(102,359)</u>
	183,220		186,221
Share of losses of associates	(38,764)	-	(38,764)
Share of losses of joint ventures	<u>(2,493)</u>	(1,687)	<u>(4,180)</u>
Profit before taxation	141,963		143,277
Income tax expense	<u>(54,019)</u>	(721)	<u>(54,740)</u>
Profit from continuing operations	87,944		88,537
Profit from discontinued operation	<u>84,723</u>		<u>84,723</u>
	172,667		173,260
Other comprehensive income	<u>44,916</u>	-	<u>44,916</u>
	<u>217,583</u>		<u>218,176</u>
Net profit attributable to:			
<i>Continuing operations</i>			
Owners of the Company	55,221	626	55,847
Perpetual Sukuk	23,256	-	23,256
Non-controlling interests	<u>9,467</u>	(33)	<u>9,434</u>
	<u>87,944</u>		<u>88,537</u>
<i>Discontinued operation</i>			
Owners of the Company	45,565		45,565
Perpetual Sukuk	-		-
Non-controlling interests	<u>39,158</u>		<u>39,158</u>
	<u>84,723</u>		<u>84,723</u>
Total comprehensive income attributable to:			
<i>Continuing operations</i>			
Owners of the Company	63,368	626	63,994
Perpetual Sukuk	23,256	-	23,256
Non-controlling interests	<u>9,890</u>	(33)	<u>9,857</u>
	<u>96,514</u>		<u>97,107</u>
<i>Discontinued operation</i>			
Owners of the Company	66,370		66,370
Perpetual Sukuk	-		-
Non-controlling interests	<u>54,699</u>		<u>54,699</u>
	<u>121,069</u>		<u>121,069</u>
Earnings per share (sen):			
<i>Continuing operations</i>			
Basic	1.52		1.54
Fully Diluted	1.52		1.54
<i>Discontinued operation</i>			
Basic	1.26		1.26
Fully Diluted	1.25		1.25

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A2. Changes in Accounting Policies (continued)

(c) Reconciliation of Statement of Financial Position as at 1 April 2020

	Pre-adoption of Agenda Decision RM'000	Effects of adoption of Agenda Decision RM'000	Post-adoption of Agenda Decision RM'000
As at 1 April 2020			
<i>Total equity</i>			
Other equity	6,850,478	-	6,850,478
Retained profits	3,600,358	(8,329)	3,592,029
Non-controlling interests	1,192,770	(1,564)	1,191,206
	<u>11,643,606</u>		<u>11,633,713</u>
<i>Non-current liabilities</i>	5,564,022	-	5,564,022
Deferred income	70,355	-	70,355
<i>Total equity and liabilities</i>	<u>17,277,983</u>		<u>17,268,090</u>
<i>Non-current assets</i>			
Joint ventures	852,370	(1,502)	850,868
Deferred tax assets	447,287	2,650	449,937
Other non-current assets	9,389,159	-	9,389,159
	<u>10,688,816</u>		<u>10,689,964</u>
<i>Current assets</i>			
Inventories	7,687,014	(11,041)	7,675,973
Other current assets	5,077,437	-	5,077,437
	<u>12,764,451</u>		<u>12,753,410</u>
<i>Current liabilities</i>			
Trade and other payables	3,130,999	-	3,130,999
Other current liabilities	3,044,285	-	3,044,285
	<u>6,175,284</u>		<u>6,175,284</u>
<i>Net current assets</i>	<u>6,589,167</u>		<u>6,578,126</u>
	<u>17,277,983</u>		<u>17,268,090</u>

(d) Reconciliation of Statement of Financial Position as at 31 March 2021

	Pre-adoption of Agenda Decision RM'000	Effects of adoption of Agenda Decision RM'000	Post-adoption of Agenda Decision RM'000
As at 31 March 2021			
<i>Total equity</i>			
Other equity	6,903,870	-	6,903,870
Retained profits	3,922,958	(6,128)	3,916,830
Non-controlling interests	1,369,311	(1,607)	1,367,704
	<u>12,196,139</u>		<u>12,188,404</u>
<i>Non-current liabilities</i>	5,879,958	-	5,879,958
Deferred income	271,212	-	271,212
<i>Total equity and liabilities</i>	<u>18,347,309</u>		<u>18,339,574</u>
<i>Non-current assets</i>			
Joint ventures	857,719	(4,302)	853,417
Deferred tax assets	481,763	1,085	482,848
Other non-current assets	9,549,560	-	9,549,560
	<u>10,889,042</u>		<u>10,885,825</u>
<i>Current assets</i>			
Inventories	7,346,301	(4,518)	7,341,783
Other current assets	5,258,838	-	5,258,838
	<u>12,605,139</u>		<u>12,600,621</u>
<i>Current liabilities</i>			
Trade and other payables	2,932,624	-	2,932,624
Other current liabilities	2,214,248	-	2,214,248
	<u>5,146,872</u>		<u>5,146,872</u>
<i>Net current assets</i>	<u>7,458,267</u>		<u>7,453,749</u>
	<u>18,347,309</u>		<u>18,339,574</u>

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A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 March 2021 was unmodified.

A4. Seasonality or Cyclicity of Operations

The Group's operations will not be materially affected by seasonal or cyclical factors following the completion of the disposal of IJM Plantations Berhad during the current quarter.

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 30 September 2021 other than the gain of RM632.4 million arising from the disposal of the Company's 56.2% equity interest in IJM Plantations Berhad. Details of the disposal are shown in Note A11(i).

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 30 September 2021.

A7. Debt and Equity Securities

- (a) For the financial period ended 30 September 2021, the number of issued and paid-up ordinary shares of the Company was increased from 3,641,119,020 to 3,645,488,520 by way of the issuance of 4,369,500 new ordinary shares arising from the vesting of shares under the Employee Share Grant Plan ("ESGP").
- (b) For the financial period ended 30 September 2021, 41,940,300 ordinary shares were repurchased in the open market at an average price of RM1.83 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 30 September 2021.

A8. Dividend Paid

On 23 July 2021, a single tier second interim dividend of 4 sen per share in respect of the financial year ended 31 March 2021 was paid totalling RM144,421,121.

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A9. Segmental Information

	GROUP			GROUP		
	3 months ended 30/09/2021	3 months ended 30/09/2020	Change (+/-)	6 months ended 30/09/2021	6 months ended 30/09/2020	Change (+/-)
	RM'000	RM'000	%	RM'000	RM'000	%
	Restated			Restated		
External revenue:						
<i>Continuing operations</i>						
Construction	347,197	573,635	-39.5%	724,733	861,145	-15.8%
Property development	160,801	255,078	-37.0%	492,907	400,783	23.0%
Manufacturing and quarrying	210,316	162,405	29.5%	373,625	247,971	50.7%
Infrastructure	155,530	225,891	-31.1%	316,690	380,847	-16.8%
Investment and others	405	329	23.1%	474	410	15.6%
	874,249	1,217,338		1,908,429	1,891,156	
<i>Discontinued operation</i>						
Plantation	200,797	211,370	-5.0%	472,512	417,355	13.2%
	1,075,046	1,428,708	-24.8%	2,380,941	2,308,511	3.1%
Inter-segment revenue:						
Construction	28,439	50,299	-43.5%	90,446	67,220	34.6%
Manufacturing and quarrying	3,886	9,440	-58.8%	7,791	13,908	-44.0%
Investment and others	358,282	156,624	128.8%	388,035	168,912	129.7%
	390,607	216,363	80.5%	486,272	250,040	94.5%
Profit/(loss) before taxation:						
<i>Continuing operations</i>						
Construction	9,557	50,883	-81.2%	39,470	67,277	-41.3%
Property development	(14,788)	33,112	-144.7%	17,905	23,867	-25.0%
Manufacturing and quarrying	18,494	6,137	201.4%	26,139	(8,797)	397.1%
Infrastructure	(8,773)	68,405	-112.8%	3,466	57,383	-94.0%
Investment and others	2,198	5,722	-61.6%	3,445	3,547	-2.9%
	6,688	164,259	-95.9%	90,425	143,277	-36.9%
<i>Discontinued operation</i>						
Plantation	698,862	(2,430)	28859.8%	781,959	112,868	592.8%
	705,550	161,829	336.0%	872,384	256,145	240.6%
Earnings/(losses) before interest, tax, depreciation and amortisation:						
<i>Continuing operations</i>						
Construction	31,951	65,486	-51.2%	87,180	115,245	-24.4%
Property development	(707)	45,908	-101.5%	38,691	45,724	-15.4%
Manufacturing and quarrying	30,825	23,309	32.2%	51,186	24,271	110.9%
Infrastructure	71,475	143,751	-50.3%	156,545	207,435	-24.5%
Investment and others	2,208	5,727	-61.4%	3,460	3,558	-2.8%
	135,752	284,181		337,062	396,233	
<i>Discontinued operation</i>						
Plantation	721,920	32,401	2128.1%	837,989	182,676	358.7%
	857,672	316,582	170.9%	1,175,051	578,909	103.0%
Finance Cost	(51,152)	(48,028)		(99,219)	(112,423)	
Depreciation and amortisation	(100,970)	(106,725)		(203,448)	(210,341)	
Profit before taxation	705,550	161,829	336.0%	872,384	256,145	240.6%
				As at 30/09/2021 RM'000	As at 31/03/2021 RM'000 Restated	
Total Assets:						
<i>Continuing operations</i>						
Construction				3,385,557	2,341,268	
Property development				10,278,746	10,436,019	
Manufacturing and quarrying				1,390,927	1,469,535	
Infrastructure				6,000,404	6,137,254	
Investment and others				318,355	129,280	
				21,373,989	20,513,356	
<i>Discontinued operation</i>						
Plantation				-	2,379,205	
Total segment assets				21,373,989	22,892,561	
Unallocated corporate assets				590,026	593,885	
Consolidated total assets				21,964,015	23,486,446	

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A9. Segmental Information (continued)

	Continuing operations					Total RM'000	Discontinued operation Plantation RM'000	Total RM'000
	Construction RM'000	Property development RM'000	Manufacturing & Quarrying RM'000	Infrastructure RM'000	Investment & Others RM'000			
3 months ended 30/09/2021								
Revenue from contract with customers								
Timing of revenue recognition:								
- At a point in time	6,846	62,048	199,373	-	-	268,267	201,514	469,781
- Over time	340,351	95,370	9,740	146,509	64	592,034	(717)	591,317
	347,197	157,418	209,113	146,509	64	860,301	200,797	1,061,098
Revenue from other sources	-	3,383	1,203	9,021	341	13,948	-	13,948
Total revenue	347,197	160,801	210,316	155,530	405	874,249	200,797	1,075,046
6 months ended 30/09/2021								
Revenue from contract with customers								
Timing of revenue recognition:								
- At a point in time	9,256	182,766	355,903	-	-	547,925	472,512	1,020,437
- Over time	715,477	298,216	15,337	298,981	93	1,328,104	-	1,328,104
	724,733	480,982	371,240	298,981	93	1,876,029	472,512	2,348,541
Revenue from other sources	-	11,925	2,385	17,709	381	32,400	-	32,400
Total revenue	724,733	492,907	373,625	316,690	474	1,908,429	472,512	2,380,941
3 months ended 30/09/2020								
Revenue from contract with customers								
Timing of revenue recognition:								
- At a point in time	3,528	60,907	159,950	-	-	224,385	210,940	435,325
- Over time	570,107	185,517	1,434	214,355	46	971,459	430	971,889
	573,635	246,424	161,384	214,355	46	1,195,844	211,370	1,407,214
Revenue from other sources	-	8,654	1,021	11,536	283	21,494	-	21,494
Total revenue	573,635	255,078	162,405	225,891	329	1,217,338	211,370	1,428,708
6 months ended 30/09/2020								
Revenue from contract with customers								
Timing of revenue recognition:								
- At a point in time	4,310	103,767	244,522	-	-	352,599	416,635	769,234
- Over time	856,835	279,791	1,572	356,916	62	1,495,176	720	1,495,896
	861,145	383,558	246,094	356,916	62	1,847,775	417,355	2,265,130
Revenue from other sources	-	17,225	1,877	23,931	348	43,381	-	43,381
Total revenue	861,145	400,783	247,971	380,847	410	1,891,156	417,355	2,308,511

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 ended 31 March 2021.

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A11. Changes in the Composition of the Group

During the current financial period, the following changes in composition were effected:

- (i) On 9 June 2021, the Company received an offer letter from Kuala Lumpur Kepong Berhad (“KLK”) proposing to purchase 494,865,786 shares of IJM Plantations Berhad (“IJMP”), representing the Company’s entire 56.2% equity interests in IJMP for a cash consideration of RM1,534,083,937. The Company accepted the offer letter on 11 June 2021 and on the same date entered into a conditional Share Sale and Purchase Agreement (“SPA”) with KLK. The disposal was completed on 6 September 2021. Following the completion of the disposal, IJMP ceased to be a subsidiary of the Company.

Details of the disposal were as follows:	
	At date of disposal
	RM'000
Non-current assets	
Property, plant and equipment	1,567,906
Right-of-use assets	227,327
Associates	23,571
Long term receivables	165,631
Deferred tax assets	4,205
Inventories	5,477
	1,994,117
Current assets	
Inventories	94,468
Produce growing on bearer plants	26,707
Trade and other receivables	88,214
Tax recoverable	7,888
Deposits, cash and bank balances	165,062
	382,339
Non-current liabilities	
Term loans	419,311
Lease liabilities	20,552
Deferred tax liabilities	70,092
Retirement benefits	22,515
	532,470
Current liabilities	
Trade and other payables	105,568
Derivative financial instruments	239
Lease liabilities	1,208
Borrowings	208,598
Current tax liabilities	15,786
	331,399
Net assets	1,512,587
Less: Non-controlling interests share of net assets	(663,671)
Net assets disposed of	848,916
Transfer from foreign exchange reserve	48,779
Net disposal proceeds	1,530,084
Gain on disposal of subsidiary	632,389
The net cash flows on disposal is determined as follows:	
Total net disposal proceeds	1,530,084
Cash and cash equivalents of a subsidiary disposed of	(165,062)
Cash inflow to the Group on disposal	1,365,022

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A11. Changes in the Composition of the Group (continued)

- (ii) On 15 March 2021, the Company entered into a share sale agreement to dispose 1,100,000 ordinary shares of RM1 each, representing 55% equity interests in Kemena Industries Sdn Bhd (“KISB”) to Kemena Global Sdn Bhd for a total cash consideration of RM18.1 million. As at 31 March 2021, the transaction satisfied the criteria in MFRS 5 “Non-Current Assets Held for Sale and Discontinued Operations” and therefore the assets and liabilities were reclassified as assets and liabilities of disposal group classified as held for sale. The disposal was completed on 31 August 2021. Following the completion of the disposal, KISB ceased to be a subsidiary of the Company.

Details of the disposal were as follows:	
	At date of disposal
	RM'000
Assets of disposal group classified as held for sale	
Property, plant and equipment	6,366
Right-of-use assets	879
Investment properties	171
Inventories	4,048
Trade and other receivables	8,212
Deposits, cash and bank balances	3,491
	23,167
Liabilities of disposal group classified as held for sale	
Deferred tax liabilities	511
Trade and other payables	2,534
Current tax liabilities	148
	3,193
Net assets	19,974
Less: Non-controlling interests share of net assets	(8,839)
Net assets disposed of	11,135
Disposal proceeds	18,110
Gain on disposal of subsidiary	6,975
The net cash flows on disposal is determined as follows:	
Total disposal proceeds	18,110
Cash and cash equivalents of a subsidiary disposed of	(3,491)
Cash inflow to the Group on disposal	14,619

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A12. Net cash flows attributable to discontinued operation

	5 months ended 31/08/21 RM'000	6 months ended 30/09/20 RM'000
Net cash flow from operating activities	133,808	74,174
Net cash flow from investing activities	(28,830)	(29,427)
Net cash flow from financing activities	<u>(158,024)</u>	<u>(26,309)</u>
<i>Total cash flows attributable to discontinued operation</i>	<u>(53,046)</u>	<u>18,438</u>

A13. Contingent Liabilities

The changes in contingent liabilities are summarised as follows:-

	RM'000
Balance as at 31 March 2021	4,970
- Exchange differences	<u>(52)</u>
Balance as at 30 September 2021	<u>4,918</u>

A14. Capital Commitments

Capital commitments not provided for in the financial statements as at 30 September 2021 are as follows:

	RM'000
Approved and contracted for	90,052
Approved but not contracted for	<u>52,840</u>
	<u>142,892</u>
<u>Analysed as follows:</u>	
- Purchases of property, plant and equipment	68,742
- Purchases of development land	2,070
- Concession assets	71,076
- Investment properties	<u>1,004</u>
	<u>142,892</u>

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A15. Significant events subsequent to the date of statement of financial position

There were no significant events subsequent to the date of the statement of financial position.

A16. 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 30 September 2021</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 Asset:</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	852,584	-	-	852,584
Derivative financial instruments	-	937	-	937
	<hr/>	<hr/>	<hr/>	<hr/>

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

B1. Detailed Analysis of Performance of all Operating Segments

The Malaysian government has implemented various forms of movement control orders (MCO) since March 2020, which have materially affected the Group's business operations. Some of the other countries in which the Group operates have also experienced a similar situation. The Malaysian Government reintroduced a nationwide total lockdown on all social and economic sectors except for some essential services with effect from 1 June 2021.

The Group recorded operating revenues of RM1,075.0 million and RM2,380.9 million for the 2Q FY2022 and 6m FY2022 respectively (a decrease of 24.8% and a minimal increase of 3.1% as compared to 2Q FY2021 and 6m FY2021 respectively). Lower operating revenue in 2Q FY2022 is mainly attributable to the re-imposition of the nationwide lockdown, which had restricted business activities for most of 2Q FY2022. However, the Group recorded a sharp rise of 336.0% and 240.6% in the pre-tax profits for 2Q FY2022 and 6m FY2022 respectively, primarily due to the gains of RM639.4 million arising from the disposal of subsidiaries.

Further analysis of the divisional performances is given below.

Operating Segment	Commentary
Construction	<p>Revenue for 2Q FY2022 and 6m FY2022 decreased by 39.5% and 15.8% respectively as compared to 2Q FY2021 and 6m FY2021 mainly due to lower construction activities during the lockdown period.</p> <p>Pre-tax profit for 2Q FY2022 and 6m FY2022 also decreased by 81.2% and 41.3% respectively as compared to 2Q FY2021 and 6m FY2021, mainly due to lower revenue coupled with forex losses for 2Q FY2022 and 6m FY2022 of RM0.1 million and RM1.4 million respectively (2Q FY2021 and 6m FY2021: forex gains of RM4.6 million and RM10.3 million respectively).</p>
Property development	<p>Revenue for 2Q FY2022 decreased by 37.0% as compared to 2Q FY2021 mainly due to the lockdown which had restricted business activities for most of 2Q FY2022. Revenue for 6m FY2022 increased by 23.0% as compared to 6m FY2021 mainly due to higher sales of completed stocks.</p> <p>Pre-tax profit for 2Q FY2022 and 6m FY2022 decreased by 144.7% and 25.0% respectively as compared to 2Q FY2021 and 6m FY2021, mainly due to lower revenue and work progress caused by the lockdown. In addition, forex losses for 2Q FY2022 and 6m FY2022 of RM8.5 million and RM6.7 million respectively contributed to lower profits.</p>
Manufacturing and quarrying	<p>Revenue for 2Q FY2022 and 6m FY2022 increased by 29.5% and 50.7% respectively as compared to 2Q FY2021 and 6m FY2021, mainly due to higher deliveries of piles, quarry products and ready-mixed concrete.</p> <p>Pre-tax profit for 2Q FY2022 and 6m FY2022 also increased by 201.4% and 397.1% respectively as compared to 2Q FY2021 and 6m FY2021, principally due to higher gross profit margins coupled with the recognition of the one-off gain arising from the disposal of a subsidiary (the financial effect of the disposal is explained in Note A11(ii)).</p>

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

Operating Segment	Commentary
Plantation	<p>Revenue for 2Q FY2022 is lower by 5.0% as compared to 2Q FY2021, mainly due to the deconsolidation of the results of the Plantation Division during the current quarter following the completion of the disposal of the Company's 56.2% equity stake in IJM Plantations Berhad to KLK. However, revenue for 6m FY2022 increased by 13.2% as compared to 6m FY2021, mainly attributable to higher commodity prices recorded by both the Malaysian and Indonesian operations.</p> <p>Pre-tax profit for 2Q FY2022 and 6m FY2022 increased significantly as compared to 2Q FY2021 and 6m FY2021, mainly due to higher commodity prices coupled with the gain arising from the disposal of IJM Plantations Berhad (the financial effect of the disposal is explained in Note A11(i)).</p>
Infrastructure	<p>Revenue for 2Q FY2022 and 6m FY2022 decreased by 31.1% and 16.8% respectively as compared to 2Q FY2021 and 6m FY2021, mainly due to the lockdown which had caused significant reduction in the local traffic volume at the toll highways and cargo throughput at the port.</p> <p>Pre-tax profit for 2Q FY2022 and 6m FY2022 decreased by 112.8% and 94.0% respectively as compared to 2Q FY2021 and 6m FY2021, mainly due to lower revenue coupled with forex losses for 2Q FY2022 and 6m FY2022 of RM0.7 million and RM3.0 million respectively (2Q FY2021 and 6m FY2021: forex gains of RM4.9 million).</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 increased by 322.9% to RM705.6 million compared to RM166.8 million posted in the immediate preceding quarter, mainly due to the gains of RM639.4 million arising from the disposal of IJM Plantations Berhad and KISB, despite the lower profit contribution from the Group's Construction, Property Development and Infrastructure divisions as a result of the re-implosion of a nationwide lockdown from 1 June 2021, which had badly hampered business activities of these divisions.

B3. Prospects for the Coming Financial Year

At present, most of the States that the Group operates in are under Phase 4 of the National Recovery Plan ("NRP"). As business restrictions continue to be lifted, we expect the performance of the Group to gradually improve in the second half of the financial year.

The Construction division's outstanding order book currently stands at RM4.51 billion. The performance of the Group's Construction division is expected to improve with the resumption of construction activities.

The on-going Home Ownership Campaign, low interest rate regime as well as the recent rate reduction of the Real Property Gains Tax ("RPGT") bode well for the property market. With its wide array of mid-market products in strategic locations and its unbilled sales in hand, the Property division is expected to recover with the resumption of business activities post lockdown.

The Industry division's performance will continue to improve in line with the resumption of construction activities. The division's secured order book is expected to underpin its performance in the 2nd half of FY2022 whilst it continues with its business rationalisation efforts through product quality improvements, cost optimisation and process efficiency enhancements.

The performance of the Port operations will be dependent on the pace of recovery of its customers' business activities while the Group's toll operations are expected to see a rebound in traffic volumes following the relaxation of the movement controls under the NRP.

The Group's performance for the 2nd half of FY2022 is expected to recover with the reopening of business activities under the NRP.

B4. Profit Forecast

Not applicable.

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B5. Taxation

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	
	2021 RM'000	2020 RM'000 Restated	2021 RM'000	2020 RM'000 Restated
<i>Continuing operations:</i>				
Malaysian income tax	16,718	40,773	56,730	59,130
Overseas taxation	4,226	9	3,131	328
Deferred taxation	3,197	(2,490)	(954)	(4,718)
	<u>24,141</u>	<u>38,292</u>	<u>58,907</u>	<u>54,740</u>
<i>Discontinued operations</i>				
	10,832	771	32,143	28,145
	<u>34,973</u>	<u>39,063</u>	<u>91,050</u>	<u>82,885</u>

The Group's effective tax rate for continuing operations (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 being not deductible for tax purposes, the non-recognition of deferred tax assets on unused tax losses of certain subsidiaries and the recognition of under accrual of tax in respect of the previous year.

B6. Status of Corporate Proposals

As at 30 September 2021, there were no outstanding corporate proposals.

As at 30 September 2021, the proposed utilisation of proceeds received from the disposal of IJM Plantations Berhad and the status are as follows:

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Balance unutilised RM'000	Estimated utilisation timeframe from the completion of the disposal of IJM Plantations Berhad
Future investment opportunities	430,000	-	430,000	Within 36 months
Capital management activities	800,000	6,889	793,111	Within 24 months
Working capital	300,000	2,165	297,835	Within 24 months
Estimated expenses	4,000	1,784	2,216	Within 3 months
	<u>1,534,000</u>	<u>10,838</u>	<u>1,523,162</u>	

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B7. Group Borrowings

Particulars of the Group's borrowings as at 30 September 2021 are as follows:

	As at 30/09/2021 RM'000
(a) (i) Short Term Borrowings	
Secured:-	
- Islamic bonds	60,000
- Term loans	101,289
- Revolving credits	77,194
- Government support loans (included in trade and other payables)	9,930
Unsecured:-	
- Islamic bonds	300,000
- Term loans	447,350
- Revolving credits	293,520
- Bankers' acceptances	2,960
- Revolving loan	366,231
- Bank overdrafts	85,358
	<u>1,743,832</u>
 (ii) Long Term Borrowings	
Secured:-	
- Islamic bonds	1,406,959
- Term loans	1,300,374
- Government support loans	36,373
Unsecured:-	
- Islamic bonds	1,200,000
- Term loans	106,535
	<u>4,050,241</u>

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

	Foreign Currency '000	RM Equivalent '000
US Dollar	319,160	1,333,959
Indian Rupee	10,107,378	569,045
Pound Sterling	849	4,777
		<u>1,907,781</u>

B8. Changes in Material Litigation

There was no material litigation since 31 March 2021.

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B9. Dividends

The Company has declared a single tier first interim dividend and special dividend in respect of the financial year ending 31 March 2022 of 2 sen and 15 sen respectively per share to be paid on 30 December 2021 to every member who is entitled to receive the dividend at the close of business on 15 December 2021.

In respect of the financial year ended 31 March 2021, a single tier first interim dividend of 2 sen per share was paid on 30 December 2020 and a single tier second interim dividend of 4 sen per share was paid on 23 July 2021.

B10. Earnings per Share

	Individual Quarter		Cumulative Period	
	Current year quarter	Preceding year quarter	Current year to date	Preceding year to date
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
		Restated		Restated
<u>Basic earnings per share:-</u>				
Net (loss)/profit for the period attributable to owners of the				
- Continuing operations	(29,316)	99,949	2,613	55,847
- Discontinued operation	658,617	(585)	692,371	45,565
	<hr/>	<hr/>	<hr/>	<hr/>
Weighted average number of ordinary shares ('000)	3,613,750	3,630,805	3,611,946	3,630,132
	<hr/>	<hr/>	<hr/>	<hr/>
Basic earnings per share (sen)				
- Continuing operations	(0.81)	2.75	0.07	1.54
- Discontinued operation	18.23	(0.02)	19.17	1.26
	<hr/>	<hr/>	<hr/>	<hr/>
<u>Diluted earnings per share:-</u>				
Net (loss)/profit for the period attributable to owners of the				
- Continuing operations	(29,316)	99,949	2,613	55,847
- Discontinued operation	658,617	(585)	692,371	45,565
	<hr/>	<hr/>	<hr/>	<hr/>
Weighted average number of ordinary shares ('000)	3,613,750	3,630,805	3,611,946	3,630,132
Effect of dilution ('000)				
- Employee share grants	2,230	1,830	2,230	1,830
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	3,615,980	3,632,635	3,614,176	3,631,962
	<hr/>	<hr/>	<hr/>	<hr/>
Diluted earnings per share (sen)				
- Continuing operations	(0.81)	2.75	0.07	1.54
- Discontinued operation	18.21	(0.02)	19.16	1.25
	<hr/>	<hr/>	<hr/>	<hr/>

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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
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
		Restated		Restated
Continuing operations				
Interest income	25,564	24,781	54,212	59,314
Other income (including investment income)	11,366	10,480	27,321	34,471
Interest expense	(48,939)	(43,181)	(93,888)	(102,359)
Depreciation and amortisation	(80,125)	(76,741)	(152,749)	(150,598)
Net write back of allowance for impairment of receivables	1,713	6,254	1,255	5,686
Net reversal of write down of inventories	5,786	440	18,107	455
Net gains/(losses) on disposal of investments or properties	7,124	2,163	10,138	(1,756)
Net allowance for impairment of assets	(1,903)	(219)	(1,581)	(222)
Net foreign exchange (losses)/gains	(9,221)	9,620	(10,632)	9,313
Net losses on derivatives	(1,388)	1,661	(1,433)	344
Discontinued operation				
Interest income	14,505	971	15,249	1,784
Other income (including investment income)	790	596	1,544	1,193
Interest expense	(2,213)	(4,847)	(5,331)	(10,064)
Depreciation and amortisation	(20,845)	(29,984)	(50,699)	(59,743)
Net allowance for impairment of receivables	(5)	-	(5)	-
Net reversal of write down of inventories	-	-	-	-
Net gains on disposal of investments or properties	632,389	-	632,389	-
Net allowance for impairment of assets	(305)	-	(411)	-
Net foreign exchange (losses)/gains	3,360	(34,967)	7,162	56,776
Net losses on derivatives	(247)	(6,286)	(764)	(3,349)

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.

B12 Derivative financial instruments

Cross Currency Swap Contracts

The Group entered into a Cross Currency Swap contract offered by a reputable bank 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 30 September 2021, the outstanding notional value of the cross currency swap contract and its fair value is as follows:

Cross currency swap contracts	Notional value outstanding as at 30/09/2021 (USD'000)	Notional value outstanding as at 30/09/2021 (RM'000)	Fair value of the derivative financial instrument as at 30/09/2021 (RM'000)
- Less than 1 year	87,500	365,138	937

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B13. Fair value changes of derivative financial instruments

The Group recognised a total net fair value loss on derivative financial instruments of RM2.2 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	-	(482)	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	(1,388)	(1,433)	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 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	(247)	(282)	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.