



IJM CORPORATION BERHAD
198301008880 (104131-A)

Part A1 : Quarterly Report

Quarterly report for the financial period ended: **31/03/2020**
 Quarter: **4th Quarter**
 Financial Year End: **31/03/2020**
 The figures: **Have been audited**
 Full Quarterly Report: **Refer attached**

Part A2 : Summary of Key Financial Information for the financial period ended 31/03/2020

	Individual Quarter		Cumulative Period	
	Current year quarter 31/03/2020 RM'000	Preceding year quarter 31/03/2019 RM'000	Current year to date 31/03/2020 RM'000 (Audited)	Preceding year to date 31/03/2019 RM'000 (Audited)
1 Revenue	2,046,953	1,394,930	6,605,101	5,655,661
2 Profit before taxation	96,566	331,622	517,765	647,988
3 Net profit for the period	77,864	266,950	328,186	440,709
4 Net profit attributable to owners of the Company	71,297	240,811	250,590	418,916
5 Basic earnings per share (sen)	1.96	6.64	6.91	11.56
6 Proposed/Declared dividend per share (sen)	1.00	2.00	3.00	4.00
	As at end of current quarter 31/03/2020		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the Company (RM)		2.65		2.63

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 (+/-)
	31/03/2020 RM'000	31/03/2019 RM'000	%	31/03/2020 RM'000 (Audited)	31/03/2019 RM'000 (Audited)	%
Operating revenue	2,046,953	1,394,930	46.7%	6,605,101	5,655,661	16.8%
Cost of sales	(1,678,864)	(1,055,894)	59.0%	(5,370,101)	(4,506,479)	19.2%
Gross profit	368,089	339,036	8.6%	1,235,000	1,149,182	7.5%
Other operating income	196,165	50,267	290.2%	369,965	216,577	70.8%
Foreign exchange differences	(91,016)	13,499	-774.2%	(83,090)	(45,696)	-81.8%
Tendering, selling and distribution expenses	(21,491)	(32,139)	-33.1%	(115,672)	(123,485)	-6.3%
Administrative expenses	(78,978)	(82,943)	-4.8%	(311,946)	(339,528)	-8.1%
Other operating expenses	(149,394)	(27,920)	435.1%	(223,933)	(111,697)	100.5%
Operating profit before finance cost	223,375	259,800	-14.0%	870,324	745,353	16.8%
Finance cost	(121,325)	(39,780)	205.0%	(290,423)	(225,103)	29.0%
Operating profit after finance cost	102,050	220,020	-53.6%	579,901	520,250	11.5%
Share of (losses)/profits of associates	(18,608)	111,793	-116.6%	(92,408)	142,551	-164.8%
Share of profits/(losses) of joint ventures	13,124	(191)	6971.2%	30,272	(14,813)	304.4%
Profit before taxation	96,566	331,622	-70.9%	517,765	647,988	-20.1%
Income tax expense	(18,702)	(64,672)	-71.1%	(189,579)	(207,279)	-8.5%
Net profit for the period	77,864	266,950	-70.8%	328,186	440,709	-25.5%
Other comprehensive income / (loss) (net of tax):						
<i>Items that will not be reclassified to profit or loss:</i>						
Actuarial gain on defined benefit plan	528	1,831		528	1,831	
<i>Items that may be reclassified subsequently to profit or loss:</i>						
Currency translation differences of foreign operations	(97,976)	2,983		(84,349)	(4,072)	
Realisation of other comprehensive losses arising from disposal of foreign subsidiary and associate	-	1,667		-	21,740	
Share of other comprehensive income/(loss) of associates	326	(9,441)		1,758	(1,348)	
	(97,122)	(2,960)	3181.1%	(82,063)	18,151	-552.1%
Total comprehensive (loss)/income for the period	(19,258)	263,990	-107.3%	246,123	458,860	-46.4%
<u>Net profit/(loss) attributable to:-</u>						
Owners of the Company	71,297	240,811	-70.4%	250,590	418,916	-40.2%
Perpetual sukuk	11,601	-	>100%	43,386	-	>100%
Non-controlling interests	(5,034)	26,139	-119.3%	34,210	21,793	57.0%
	77,864	266,950	-70.8%	328,186	440,709	-25.5%
<u>Total comprehensive income/(loss) attributable to:-</u>						
Owners of the Company	8,773	237,565	-96.3%	191,885	426,928	-55.1%
Perpetual sukuk	11,601	-	>100%	43,386	-	>100%
Non-controlling interests	(39,632)	26,425	-250.0%	10,852	31,932	-66.0%
	(19,258)	263,990	-107.3%	246,123	458,860	-46.4%
<u>Earnings per share (sen):-</u>						
Basic	1.96	6.64		6.91	11.56	
Fully diluted	1.96	6.63		6.91	11.55	

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

(the figures have been audited)

	31/03/2020	31/03/2019
	RM'000	RM'000
CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	6,112,042	6,099,350
Treasury shares	(18,070)	(18,070)
Shares held under trust	(1,263)	(1,379)
Other reserves	(90,701)	(35,922)
Retained profits	3,600,358	3,494,673
	9,602,366	9,538,652
Perpetual sukuk of a subsidiary	848,470	647,108
Non-controlling interests	1,192,770	1,198,661
	11,643,606	11,384,421
NON-CURRENT LIABILITIES		
Bonds	2,876,119	2,755,848
Term loans	1,615,143	1,982,960
Government support loans	58,672	92,970
Lease liabilities	49,889	-
Hire purchase and lease payables	-	11
Deferred tax liabilities	629,587	614,540
Trade and other payables	311,297	347,469
Retirement benefits	22,443	21,831
Derivative financial instruments	872	-
	5,564,022	5,815,629
DEFERRED INCOME	70,355	70,355
	17,277,983	17,270,405

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(the figures have been audited)

	31/03/2020	31/03/2019
	RM'000	RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	2,578,272	2,946,837
Land use rights	-	145,968
Right-of-use assets	444,907	-
Concession assets	3,786,391	3,568,740
Investment properties	652,879	584,162
Associates	921,975	842,859
Joint ventures	852,370	764,503
Financial assets at fair value through other comprehensive income	3,665	3,665
Long term receivables	220,731	206,220
Deferred tax assets	447,287	371,200
Inventories	679,223	631,921
Intangible assets	101,116	102,200
	10,688,816	10,168,275
CURRENT ASSETS		
Inventories	7,687,014	8,236,097
Produce growing on bearer plants	11,892	7,750
Trade and other receivables	1,865,664	2,090,197
Contract assets	345,336	326,836
Financial assets at fair value through profit or loss	534,630	444,699
Derivative financial instruments	1,722	4,470
Assets held for sale	3,665	-
Tax recoverable	91,880	169,697
Deposits, cash and bank balances	2,222,648	1,557,953
	12,764,451	12,837,699
CURRENT LIABILITIES		
Trade and other payables	3,130,999	3,101,618
Contract liabilities	666,366	773,877
Provisions	2,476	2,870
Derivative financial instruments	3,236	4,467
Lease liabilities	11,870	-
Borrowings:		
- Bank overdrafts	118,860	75,753
- Others	2,211,657	1,721,215
Current tax liabilities	29,820	55,769
	6,175,284	5,735,569
NET CURRENT ASSETS	6,589,167	7,102,130
	17,277,983	17,270,405
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)	2.65	2.63

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2020 *(the figures have been audited)*

	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 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	-	-	-	(58,978)	250,863	191,885	43,386	10,852	246,123
Issuance of employee share options and share grants	-	-	-	16,567	-	16,567	-	-	16,567
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)
Perpetual Sukuk distribution payable and paid by a subsidiary	-	-	-	-	-	-	(41,784)	-	(41,784)
Dividends paid by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	-	(14,213)	(14,213)
Issuance of perpetual sukuk by a subsidiary	-	-	-	-	-	-	199,760	-	199,760
Issuance of shares:									
- exercise of employee share options	442	-	116	(118)	-	440	-	-	440
- vesting of shares under ESGP	12,250	-	-	(12,250)	-	-	-	-	-
Acquisition of additional interests in a subsidiary	-	-	-	-	-	-	-	(2,530)	(2,530)
At 31 March 2020	6,112,042	(18,070)	(1,263)	(90,701)	3,600,358	9,602,366	848,470	1,192,770	11,643,606
At 1 April 2018	6,074,349	(2,104)	(1,521)	(64,137)	3,256,706	9,263,293	-	1,171,800	10,435,093
Total comprehensive income for the period	-	-	-	7,120	419,808	426,928	-	31,932	458,860
Share of reserves in an associate	-	-	-	409	(299)	110	-	-	110
Issuance of employee share options and share grants	-	-	-	45,817	-	45,817	-	-	45,817
Transferred to retained earnings	-	-	-	(200)	200	-	-	-	-
Accretion of interests in a subsidiary	-	-	-	-	(274)	(274)	-	(854)	(1,128)
Capital distribution upon liquidation of a foreign subsidiary	-	-	-	-	-	-	-	(214)	(214)
Single tier second interim dividend: Year ended 31 March 2018	-	-	-	-	(108,927)	(108,927)	-	-	(108,927)
Single tier first interim dividend: Year ended 31 March 2019	-	-	-	-	(72,541)	(72,541)	-	-	(72,541)
Dividends paid by subsidiaries to non-controlling shareholders	-	-	-	-	-	-	-	(21,485)	(21,485)
Issuance of shares by a subsidiary to non-controlling shareholders	-	-	-	-	-	-	-	17,482	17,482
Issuance of perpetual sukuk by a subsidiary	-	-	-	-	-	-	647,108	-	647,108
Issuance of shares:									
- exercise of employee share options	122	-	142	(52)	-	212	-	-	212
- vesting of shares under ESGP	24,879	-	-	(24,879)	-	-	-	-	-
Share buy back	-	(15,966)	-	-	-	(15,966)	-	-	(15,966)
At 31 March 2019	6,099,350	(18,070)	(1,379)	(35,922)	3,494,673	9,538,652	647,108	1,198,661	11,384,421

IJM CORPORATION BERHAD 198301008880 (104131-A)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2020 *(the figures have been audited)*

	12 months ended 31/03/2020 RM'000	12 months ended 31/03/2019 RM'000
OPERATING ACTIVITIES		
Receipts from customers	6,691,105	5,527,590
Payments to contractors, suppliers and employees	(4,819,302)	(5,201,244)
Income tax paid	(190,385)	(226,926)
Net cash flow from operating activities	1,681,418	99,420
INVESTING ACTIVITIES		
Investments in associates	(3,111)	(12,513)
Subscriptions of Redeemable Convertible Preference Shares and Redeemable Unsecured Murabahah Stocks in associates	(188,317)	(24,870)
Acquisition of financial assets at fair value through other comprehensive income	-	(1,510)
Acquisition of financial assets at fair value through profit or loss	(686,133)	(696,894)
Purchases of property, plant and equipment, development land, right-of-use assets, investment properties, concession assets and deferred expenditure	(752,407)	(796,354)
Disposal of investments, property, plant and equipment, right-of-use assets, investment properties and assets held for sale	628,844	740,122
Redemption of preference shares of an associate	-	8,187
Capital distribution to minority shareholders upon liquidation of a subsidiary	-	(214)
Interest received	74,428	84,512
Dividends received from associates, joint venture and other investments	56,129	60,246
Net repayments from/(advances to) associates and joint ventures	48,604	(130,882)
Net cash flow used in investing activities	(821,963)	(770,170)
FINANCING ACTIVITIES		
Issuance of shares by the Company		
- exercise of share options	440	212
Re-purchase of treasury shares	-	(15,966)
Net proceeds from/(repayments to) bank and government borrowings	49,828	(437,657)
Repayments to hire purchase and lease creditors	(11,994)	(598)
Interest paid	(346,805)	(341,627)
Dividends paid by subsidiaries to non-controlling shareholders	(14,213)	(21,485)
Distribution to perpetual sukuk holders	(41,783)	-
Dividends paid by the Company	(145,178)	(181,468)
Net drawdown of bonds	75,000	1,065,000
Issuance of Perpetual Sukuk by a subsidiary	199,760	647,108
Net placements of restricted deposits	(1,740)	(2,955)
Acquisition of additional interests in a subsidiary	(254)	(1,128)
Net cash flow (used in)/from financing activities	(236,939)	709,436
Net increase in cash and cash equivalents during the financial year	622,516	38,686
Cash and cash equivalents at beginning of the financial year	1,451,135	1,407,001
Foreign exchange differences on opening balances	(2,442)	5,448
Cash and cash equivalents at end of the financial year	2,071,209	1,451,135
Cash and cash equivalents comprise the following :		
Deposits, cash and bank balances	2,222,648	1,557,953
Bank overdrafts	(118,860)	(75,753)
	2,103,788	1,482,200
Less: restricted deposits with licensed banks	(32,579)	(31,065)
	2,071,209	1,451,135

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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 2019 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 2019.

The financial statements of the Group, which comprise the statement of financial position of the Group as at 31 March 2020, the statement of comprehensive income, statement of changes in equity and the statement of cash flows for the financial year ended 31 March 2020 have been audited.

A2. Changes in Accounting Policies

The significant accounting policies applied are consistent with those adopted for the audited financial statements for the year ended 31 March 2019 except for the adoption of the following new standard, amendments to published standards and interpretation that are effective for the Group’s financial year beginning on or after 1 April 2019 and applicable to the Group as follows:

- MFRS 16 “Leases”
- Amendments to MFRS 9 “Prepayment features with negative compensation”
- Amendments to MFRS 119 “Plan amendment, curtailment or settlement”
- Amendments to MFRS 128 “Long-term interests in Associates and Joint Ventures”
- Annual improvements to MFRSs 2015 - 2017 Cycle, which include Amendments to MFRS 3 “Business Combinations”, MFRS 11 “Joint Arrangements”, MFRS 112 “Income Taxes” and MFRS 123 “Borrowing Costs”.
- IC Interpretation 23 “Uncertainty over income tax treatments”

Other than MFRS 16, the adoption of these amendments and interpretation 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.

MFRS 16 “Leases”

MFRS 16 “Leases” supersedes MFRS 117 “Leases” and the related interpretations. MFRS 16 eliminates the classification of leases by the lessee as either finance leases or operating leases. MFRS 16 introduces a single accounting model, requiring the lessee to recognise the “right-of-use” of the underlying asset and the lease liability reflecting future lease payment liabilities in the statement of financial position. The right-of-use asset is depreciated in accordance with the principles in MFRS 116 “Property, Plant and Equipment” and the lease liability is accreted over time with interest expense recognised in the statement of comprehensive income. For lessors, MFRS 16 retains most of the requirements in MFRS 117. Lessors continue to classify all leases as either operating leases or finance leases and account for them differently.

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A2. Changes in Accounting Policies (continued)

The Group has adopted MFRS 16 retrospectively from 1 April 2019 using the simplified transition approach and has not restated comparatives for the 2019 reporting period, as permitted under the specific transitional provisions in the standard. The reclassifications and adjustments arising from the new leasing rules are therefore recognised in the opening balance of statement of financial position as at 1 April 2019.

As permitted by the exemptions under the standard, the Group has not applied the principles of MFRS 16 to short term leases (leases with lease terms of 12 months or less from dates of commencement) and leases for which the underlying assets are of low value.

The impact of adoption of MFRS 16 on operating leases and finance leases are as follows:

(i) Leases previously classified as operating leases

On adoption of MFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified as “operating leases” under the principles of MFRS 117. These liabilities are measured at the present value of the remaining lease payments.

On a lease-by-lease basis, the Group measures the associated right-of-use asset on a retrospective basis either at its carrying amount as if the new rules had always been applied or at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position as at 31 March 2019.

In applying MFRS 16 for the first time, the Group has applied the following practical expedients:

- (a) The use of a single discount rate to a portfolio of leases with reasonably similar characteristics;
- (b) Reliance on previous assessments on whether leases are onerous;
- (c) The accounting for operating leases with remaining lease terms of less than 12 months as short term leases as at the date of initial application;
- (d) The exclusion of initial direct costs for the measurement of the right-of-use assets at the date of initial application; and
- (e) The use of hindsight in determining the lease terms where the contracts contain options to extend or terminate the leases.

The Group has also elected not to reassess whether a contract is, or contains a lease at the date of initial application. Instead, for contracts entered into before the transition date, the Group relied on its assessment made by applying MFRS 117 and IC Interpretation 4 “Determining whether an Arrangement contains a Lease”.

(ii) Leases previously classified as finance leases

For leases previously classified as finance leases, the Group recognised the carrying amount of the lease asset immediately before transition as the carrying amount of the right-of-use asset at the date of initial application. The measurement principles of MFRS 16 are then applied after that date. Consequently, reclassifications from certain property, plant and equipment and land use rights have been made to right-of-use assets on the date of initial application.

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A2. Changes in Accounting Policies (continued)

The table below shows the impact of changes to the condensed consolidated statement of financial position of the Group resulting from the adoption of MFRS 16 as at 1 April 2019:

	As at 31 March 2019 RM'000	Effects of adoption of MFRS 16 RM'000	As at 1 April 2019 RM'000
<u>Group</u>			
<u>Non-current assets:</u>			
- Property, plant and equipment	2,946,837	(249,543)	2,697,294
- Land use rights	145,968	(145,968)	-
- Right-of-use assets	-	457,350	457,350
- Long term receivables	206,220	1,148	207,368
<u>Current assets:</u>			
- Trade and other receivables	2,090,197	(1,148)	2,089,049
<u>Non-current liabilities:</u>			
- Lease liabilities	-	50,126	50,126
- Hire purchase	11	(11)	-
<u>Current liabilities:</u>			
- Hire purchase (included in trade and other payables)	3,101,618	(278)	3,101,340
- Lease liabilities	-	12,002	12,002

Other than the recognition of right-of-use assets and lease liabilities in the statement of financial position, the impact on the Group's financial performance upon adoption of MFRS 16 in the current financial period is as follows:

(i) Consolidated Statement of Comprehensive Income

Expenses which had included operating lease rentals within adjusted earnings before interest, tax, depreciation and amortisation ("EBITDA") are now replaced by interest expense on lease liabilities (included within "finance costs") and amortisation of right-of-use assets (included within "depreciation and amortisation"); and

(ii) Consolidated Statement of Cash Flows

Operating lease rental outflows previously recorded within "net cash flow from operating activities" are now classified as "net cash flow from financing activities" for repayment of lease liabilities.

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A3. Audit Report

The audit reports for the financial years ended 31 March 2020 and 31 March 2019 were 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 year ended 31 March 2020.

A6. Material Changes in Estimates

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

A7. Debt and Equity Securities

- (a) For the financial year ended 31 March 2020, the number of issued and paid-up ordinary shares of the Company was increased from 3,635,687,820 to 3,639,288,920 by way of the issuance of:-
- i. 3,450,700 new ordinary shares arising from the vesting of shares under the Employee Share Grant Plan ("ESGP"); and
 - ii. 150,400 new ordinary shares arising from the exercise of options under the Employee Share Option Scheme ("ESOS").
- (b) There were no share buybacks, cancellations and repayments of debt and equity securities for the financial year ended 31 March 2020.

A8. Dividend Paid

On 19 July 2019, a single tier second interim dividend of 2 sen per share in respect of the financial year ended 31 March 2019 was paid totalling RM72,588,598.

On 27 December 2019, a single tier first interim dividend of 2 sen per share in respect of the financial year ended 31 March 2020 was paid totalling RM72,589,044.

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A9. Segmental Information

	GROUP			GROUP		
	3 months ended 31/03/2020	3 months ended 31/03/2019	Change (+/-)	12 months ended 31/03/2020	12 months ended 31/03/2019	Change (+/-)
	RM'000	RM'000	%	RM'000	RM'000	%
<u>External revenue: *</u>						
Construction	457,531	444,919	2.8%	2,051,848	1,981,153	3.6%
Property development	1,026,133	357,122	187.3%	2,189,547	1,427,318	53.4%
Manufacturing and quarrying	177,983	212,217	-16.1%	829,479	883,353	-6.1%
Plantation	195,393	164,802	18.6%	739,133	630,900	17.2%
Infrastructure	189,761	215,688	-12.0%	794,234	732,185	8.5%
Investment and others	152	182	-16.5%	860	752	14.4%
	2,046,953	1,394,930	46.7%	6,605,101	5,655,661	16.8%
<u>Inter-segment revenue:</u>						
Construction	58,985	105,599	-44.1%	323,309	533,449	-39.4%
Property development	(2)	-	-	-	-	-
Manufacturing and quarrying	6,737	11,334	-40.6%	42,643	44,077	-3.3%
Plantation	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-
Investment and others	38,083	211,086	-82.0%	497,512	540,384	-7.9%
	103,803	328,019	-68.4%	863,464	1,117,910	-22.8%
<u>Profit/(loss) before taxation:</u>						
Construction	65,629	61,946	5.9%	173,199	174,392	-0.7%
Property development	56,693	70,020	-19.0%	203,261	202,043	0.6%
Manufacturing and quarrying	(1,338)	14,814	-109.0%	44,895	58,993	-23.9%
Plantation	(73,438)	16,722	-539.2%	(50,472)	(43,306)	-16.5%
Infrastructure	46,080	171,438	-73.1%	153,246	268,251	-42.9%
Investment and others	2,940	(3,318)	188.6%	(6,364)	(12,385)	48.6%
	96,566	331,622	-70.9%	517,765	647,988	-20.1%
<u>Earnings before interest, tax, depreciation and amortisation:</u>						
Construction	97,732	79,152	23.5%	288,284	267,180	7.9%
Property development	84,993	77,703	9.4%	248,241	228,525	8.6%
Manufacturing and quarrying	16,111	29,113	-44.7%	110,303	114,721	-3.9%
Plantation	(4,675)	39,666	-111.8%	122,655	118,990	3.1%
Infrastructure	129,535	236,025	-45.1%	439,928	495,427	-11.2%
Investment and others	2,939	(3,318)	188.6%	(6,343)	(12,385)	48.8%
	326,635	458,341	-28.7%	1,203,068	1,212,458	-0.8%
Finance Cost	(121,325)	(39,780)	-	(290,423)	(225,103)	-
Depreciation and amortisation	(108,744)	(86,939)	-	(394,880)	(339,367)	-
Profit before taxation	96,566	331,622	-70.9%	517,765	647,988	-20.1%
				As at	As at	
				31/03/2020	31/03/2019	
				RM'000	RM'000	
<u>Total Assets:</u>						
Construction				2,634,774	2,247,025	
Property development				10,881,362	11,356,498	
Manufacturing and quarrying				1,487,153	1,447,279	
Plantation				2,285,766	2,255,326	
Infrastructure				5,564,870	5,082,436	
Investment and others				60,175	76,513	
Total segment assets				22,914,100	22,465,077	
Unallocated corporate assets				539,167	540,897	
Consolidated total assets				23,453,267	23,005,974	

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A9. Segmental Information (continued)

	Construction	Property development	Manufacturing & Quarrying	Plantation	Infrastructure	Investment & Others	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
3 months ended 31/03/2020							
Revenue from contract with customers							
Timing of revenue recognition:							
- At a point in time	1,636	783,190	173,716	194,141	-	-	1,152,683
- Over time	455,895	229,822	3,428	1,252	177,943	33	868,373
	457,531	1,013,012	177,144	195,393	177,943	33	2,021,056
Revenue from other sources	-	13,121	839	-	11,818	119	25,897
Total revenue	457,531	1,026,133	177,983	195,393	189,761	152	2,046,953
12 months ended 31/03/2020							
Revenue from contract with customers							
Timing of revenue recognition:							
- At a point in time	9,245	1,121,664	805,883	737,881	-	-	2,674,673
- Over time	2,042,603	1,044,834	20,395	1,252	749,150	152	3,858,386
	2,051,848	2,166,498	826,278	739,133	749,150	152	6,533,059
Revenue from other sources	-	23,049	3,201	-	45,084	708	72,042
Total revenue	2,051,848	2,189,547	829,479	739,133	794,234	860	6,605,101
3 months ended 31/03/2019							
Revenue from contract with customers							
Timing of revenue recognition:							
- At a point in time	2,548	100,757	205,413	164,782	-	-	473,500
- Over time	442,371	265,081	6,098	20	198,231	52	911,853
	444,919	365,838	211,511	164,802	198,231	52	1,385,353
Revenue from other sources	-	(8,716)	706	-	17,457	130	9,577
Total revenue	444,919	357,122	212,217	164,802	215,688	182	1,394,930
12 months ended 31/03/2019							
Revenue from contract with customers							
Timing of revenue recognition:							
- At a point in time	19,418	606,524	865,535	630,880	-	-	2,122,357
- Over time	1,961,735	820,764	14,580	20	687,129	77	3,484,305
	1,981,153	1,427,288	880,115	630,900	687,129	77	5,606,662
Revenue from other sources	-	30	3,238	-	45,056	675	48,999
Total revenue	1,981,153	1,427,318	883,353	630,900	732,185	752	5,655,661

A10. Carrying Amount of Revalued Property, Plant and Equipment

The valuations of certain property, plant and equipment have been brought forward without amendments from the audited financial statements for the Financial Year 2019.

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A11. Changes in the Composition of the Group

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

- (i) On 9 October 2019, the Company made an announcement on members' voluntary winding-up of a dormant subsidiary, ICP Investments (L) Limited ("ICPIL"). ICPIL is a wholly-owned subsidiary of Industrial Concrete Products Sdn Bhd and which in turn is a wholly-owned subsidiary of the Company. This winding-up has no material impact on the financial results of the Group for Financial Year 2020.
- (ii) On 16 March 2020, the Company made an announcement on members' voluntary winding-up of a dormant subsidiary, Nilai Cipta Sdn Bhd ("NCSB"). NCSB is a 70%-owned subsidiary of the Company. This winding-up has no material impact on the financial results of the Group for Financial Year 2020.

A12. Contingent Liabilities

The changes in contingent liabilities are summarised as follows:-

	RM'000
Balance as at 31 March 2019	5,144
- Exchange differences	(122)
	5,022
Balance as at 31 March 2020	5,022

A13. Capital Commitments

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

	RM'000
Approved and contracted for	966,404
Approved but not contracted for	246,153
	1,212,557

Analysed as follows:

- Purchases of property, plant and equipment	436,716
- Purchases of development land	11,673
- Concession assets	744,718
- Investment properties	19,450
	1,212,557

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

On 25 June 2020, the Company disposed 233,991,865 ordinary shares at RM0.03 each, representing 21.4% of the issued and paid-up share capital of Scomi Group Berhad ("SGB") for a total consideration of RM7.02 million.

The total consideration of the disposal was arrived at after taking into account the PN17 status of SGB, its present financial position and business outlook. The loss on the disposal was RM4.18 million.

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

B1. Detailed Analysis of Performance of all Operating Segments

In the current quarter, the Group achieved an operating revenue of RM2,046.95 million, an increase of 46.7% over the corresponding quarter of the preceding year, following higher revenue contributed by the Group's Construction, Property Development and Plantation divisions. The Group recorded a pre-tax profit for the current quarter of RM96.57 million, a decrease of 70.9% over the corresponding quarter of the preceding year, as the Group's Property Development, Manufacturing & Quarrying, Plantation and Infrastructure divisions posted lower profits.

For the current year ended 31 March 2020, the Group posted an operating revenue of RM6,605.10 million, an increase of 16.8% over the preceding year, mainly due to higher revenue contributed by the Group's Construction, Property Development, Plantation and Infrastructure divisions. The Group's pre-tax profit for the current year was RM517.77 million, a decrease of 20.1% compared to the preceding year, mainly due to lower earnings achieved by the Group's Construction, Manufacturing & Quarrying, Plantation and Infrastructure divisions.

Further analysis of the divisional performances is given below.

Operating Segment	Commentary
Construction	Revenue for the current quarter and year ended 31 March 2020 increased by 2.8% and 3.6% respectively compared to the corresponding period of the preceding year. Pre-tax profit for the current quarter increased by 5.9%. However, the pre-tax profit for the current year was slightly lower than the preceding financial year mainly attributable to the slight changes in the overall construction margins.
Property development	The Division posted a higher turnover for the current quarter and current year-to date with an increase of 187.3% and 53.4% respectively as compared to the preceding year's corresponding quarter and year-to-date. Completion of the Royal Mint Gardens, London, has contributed to higher revenue recorded for both the current quarter and the current year. However, due to the recognition of impairment of inventories in the current quarter, pre-tax profit for the current quarter was 19.0% lower as compared to the preceding year's corresponding quarter. For the current year, pre-tax profit was marginally higher as compared to the preceding year mainly attributable to higher revenue recorded as well as the recognition of a foreign exchange gain of RM7.1 million in the current year as opposed to a foreign exchange loss of RM2.8 million in the preceding year.
Manufacturing and quarrying	Revenue and pre-tax profit for the current quarter decreased by 16.1% and 109.0% respectively compared to the previous year's corresponding quarter. Revenue and pre-tax profit for the year were lower by 6.1% and 23.9% respectively compared to the previous year. These were mainly due to lower deliveries of piles and ready-mixed concrete and lower margins recorded by the piles and quarrying sectors.

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

Operating Segment	Commentary
Plantation	Revenue for the current quarter increased by 18.6% compared to the corresponding quarter of the preceding year mainly due to higher commodity prices. Revenue for the current year also increased by 17.2% mainly due to higher commodity prices and sales volumes. Overall FFB production for the current quarter and year increased by 2.1% and 8.7% respectively due to the change in the cropping pattern in both the Malaysian and Indonesian operations and larger areas attaining maturity in the Indonesian operations. However, the uncertainties in the economic environment caused by the Covid-19 pandemic and the collapse of crude oil prices resulted in the unfavourable currency movement on its US Dollar and Japanese Yen denominated borrowings, leading to weaker financial performances for the current quarter and year compared to the corresponding period of the preceding year. The division recorded net foreign exchange losses of RM100.7 million and RM87.1 million for the current quarter and year respectively (FY2019: Gain of RM9.7 million for the quarter and loss of RM25.8 million for the year).
Infrastructure	Revenue for the current quarter decreased by 12.0% compared to the corresponding quarter of the preceding year mainly due to the Covid-19 movement restrictions imposed in Malaysia and India which affected the Group's toll collections and cargo throughput handled by the Group's port concession. Revenue for the year increased by 8.5% compared to the preceding year mainly due to a 27% growth in cargo throughput handled by the Group's port concession. Pre-tax profit for the current quarter and year fell by 73.1% and 42.9% respectively due to lower contribution from associates, attributable mainly to the share of losses of RM23.1 million and RM40.8 million for the current quarter and year respectively (FY2019: share of profits of RM116.3 million and RM140.5 million for the quarter and year respectively) from an associate in Argentina as a result of the inflationary adjustments and higher than expected credit losses on the toll compensation.

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

The Group's pre-tax profit decreased to RM96.6 million compared to RM163.6 million posted in the immediate preceding quarter mainly due to unfavourable currency movements which resulted in an unrealised foreign exchange loss of RM91.0 million for the current quarter as opposed to an unrealised foreign exchange gain of RM33.1 million in the immediate preceding quarter. Lower financial performance for the current quarter is also due to the Covid-19 movement restrictions imposed in Malaysia and India in mid March.

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B3. Prospects for the Coming Financial Year

The Covid-19 pandemic has caused a severe dampening effect on the global and Malaysian economy. The Group anticipates disruptive implications of the pandemic on the overall market environment, together with the uncertainty of commodity prices and volatility of foreign exchange rates.

Bearing the above, the Group's Construction division is expected to be impacted by the subdued property market and reduction in Government infrastructure spending and availability of new construction jobs in the local market. The division will remain vigilant and cautious to preserve its earnings whilst focusing on the execution and timely completion of its existing outstanding order book of RM4.5 billion.

Market sentiment for the Property industry is expected to be weak in the near to medium term as purchasers would adopt a wait-and-see attitude due to the poor economic outlook and uncertainties over employment. As such, the Group's Property division is expected to record lower sales and lower performance in the forthcoming financial year.

The reduction in the availability of new construction jobs in the local market is also expected to impact the Group's Industry division.

The Group's Plantation division will continue to face cost pressures arising mainly from wage increases, the cost impact of the COVID-19 pandemic in terms of people's health and safety, as well as the uncertainty of the commodity prices and volatility of the foreign exchange rates particularly that of the Indonesian Rupiah against the US Dollar and the Japanese Yen.

The Group's tolling operations are expected to be impacted by the pandemic lock-downs imposed in Malaysia and India in mid-March 2020 with the expected gradual recovery of traffic flows back to the pre-Covid 19 levels anticipated to be only after the first quarter of FY2021. However, the Group's port operations are expected to provide recurrent revenue streams and earnings as the existing port concession matures.

Given the constantly changing business environment, the Group expects the coming financial year to be challenging.

B4. Profit Forecast

Not applicable.

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B5. Taxation

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

	INDIVIDUAL QUARTER 3 MONTHS ENDED 31 MARCH		CUMULATIVE PERIOD 12 MONTHS ENDED 31 MARCH	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Malaysian income tax	67,607	101,947	245,988	236,220
Overseas taxation	3,258	(2,936)	4,330	717
Deferred taxation	(52,163)	(34,339)	(60,739)	(29,658)
	<u>18,702</u>	<u>64,672</u>	<u>189,579</u>	<u>207,279</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 year was higher than the statutory tax rate mainly due to certain expenses not being deductible for tax purposes, non-recognition of deferred tax assets on unused tax losses of certain subsidiaries and also the derecognition of previously recognised deferred tax assets due to the time restrictions on recognised tax losses in certain overseas subsidiaries.

B6. Status of Corporate Proposals

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

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B7. Group Borrowings

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

	As at 31/03/2020 RM'000
(a) (i) Short Term Borrowings	
Secured:-	
- Islamic bonds	60,000
- Term loans	135,689
- Revolving credits	147,721
- Government support loans (included in trade and other payables)	9,930
Unsecured:-	
- Islamic bonds	150,000
- Government support loans (included in trade and other payables)	26,715
- Term loans	827,528
- Revolving credits	567,105
- Revolving loans	302,995
- Bankers' acceptances	19,239
- Letters of Credit	1,380
- Bank overdrafts	118,860
	<u>2,367,162</u>
 (ii) Long Term Borrowings	
Secured:-	
- Islamic bonds	1,476,119
- Term loans	576,832
- Government support loans	58,672
Unsecured:-	
- Islamic bonds	1,400,000
- Term loans	1,038,311
	<u>4,549,934</u>

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

	Foreign Currency '000	RM Equivalent '000
US Dollar	329,200	1,426,175
Indian Rupee	12,540,443	721,043
Chinese Yuan	54,550	33,107
Japanese Yen	5,247,200	209,775
Pound Sterling	12,249	65,678
		<u>2,455,778</u>

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B8. Changes in Material Litigation

There was no material litigation since 31 March 2019.

B9. Dividends

The Company has declared a single tier second interim dividend in respect of the financial year ended 31 March 2020 of 1 sen per share to be paid on 21 August 2020 to every member who is entitled to receive the dividend at the close of business on 30 July 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.

In respect of the financial year ended 31 March 2019, a single tier first interim dividend of 2 sen per share was paid on 27 December 2018 and a single tier second interim dividend of 2 sen per share was paid on 19 July 2019.

B10. Earnings per Share

	Individual Quarter		Cumulative Period	
	Current year quarter	Preceding year quarter	Current year to date	Preceding year to date
	31/03/2020	31/03/2019	31/03/2020	31/03/2019
	RM'000	RM'000	RM'000	RM'000
			Audited	Audited
<u>Basic Earnings per share:-</u>				
(a) Net profit for the period attributable to owners of the Company	71,297	240,811	250,590	418,916
(b) Weighted average number of ordinary shares ('000)	3,629,452	3,625,856	3,628,693	3,624,337
Basic Earnings per share (sen)	1.96	6.64	6.91	11.56
<u>Diluted Earnings per share:-</u>				
(a) Net profit for the period attributable to owners of the Company	71,297	240,811	250,590	418,916
(b) Weighted average number of ordinary shares ('000)	3,629,452	3,625,856	3,628,693	3,624,337
Effect of dilution ('000)				
- Employee share options and share grants	-	3,764	-	3,764
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	3,629,452	3,629,620	3,628,693	3,628,101
Diluted Earnings per share (sen)	1.96	6.63	6.91	11.55

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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
	31/03/2020 RM'000	31/03/2019 RM'000	31/03/2020 RM'000	31/03/2019 RM'000
Interest income	81,773	19,832	193,527	108,219
Other income (including investment income)	35,538	18,578	93,091	83,904
Interest expense	(121,325) *	(39,780) *	(290,423) *	(225,103) *
Depreciation and amortisation	(108,744)	(86,939)	(394,880)	(339,367)
Net allowance of impairment of receivables	(9,664)	(6,475)	(12,417)	(3,276)
Provision for and write off of inventories	(91,185)	(149)	(91,185)	(149)
Net gains/(losses) on disposal of investments or properties	10,454	18,722	13,225	(21,301)
Net write back/(allowance) of impairment of assets	19,249	(3,173)	15,379	(3,477)
Net foreign exchange (losses)/gains	(91,016)	13,499	(83,090)	(45,696)
Net gains/(losses) on derivatives	17,056	(2,759)	(5,278)	4,777
<i>* Includes unrealised foreign exchange gains/(losses) incurred by the Plantation division, classified under Finance Cost</i>	(37,717)	7,211	(37,717)	(25,923)

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.

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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 price of CPO.

As at 31 March 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 31/03/2020 (metric tonnes)	Notional value outstanding as at 31/03/2020 (RM'000)	Fair value as at 31/03/2020 (RM'000)
- Less than 1 year	15,500	36,855	(786)
- 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 liability into MYR floating rate liability, thus hedging the USD/MYR currency risk and the interest rate risk.

As at 31 March 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 31/03/2020 (USD'000)	Notional value outstanding as at 31/03/2020 (RM'000)	Fair value as at 31/03/2020 (RM'000)
- Less than 1 year	77,000	329,490	1,393
- 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 is under floating rates to fixed rates.

As at 31 March 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 31/03/2020 (RM'000)	Fair value as at 31/03/2020 (RM'000)
- Less than 1 year	USD	168,812	(2,121)
- 1 year to 3 years	USD	168,812	(872)
- More than 3 years	-	-	-

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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 RM5.28 million during the current financial year. The details are as follows:

Type of derivative	Current quarter fair value gains/(losses) RM'000	Current year fair value gains/(losses) RM'000	Basis of fair value measurement	Reasons for the gains/(losses)
Crude palm oil ("CPO") pricing swap contracts	14,156	(7,881)	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	5,743	5,860	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	(2,843)	(3,257)	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.