

Financial Statements

IJM CORPORATION BERHAD (104131-A)

for the year ended 31 December 2000

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The Directors have pleasure in submitting their 17th annual report together with the audited financial statements of the Group and of the Company for the financial year ended 31 December 2000.

PRINCIPAL ACTIVITIES

2. The Company is principally engaged in construction, property development and investment holding. The Group's principal activities consist of construction, property development, manufacturing and quarrying, plantation and investment holding.

There have been no significant changes in these principal activities during the financial year.

FINANCIAL RESULTS

	The Group RM'000	The Company RM'000
3. Profit for the financial year after taxation and minority interests	76,773	41,495

DIVIDENDS

4. Dividends paid, declared or proposed since the end of the previous financial year are as follows:-

	RM'000
a) In respect of the year ended 31 December 1999 as proposed in the Directors' Report for that year:	
Final tax exempt dividend of 6% paid on 9 June 2000	21,064
b) In respect of the year ended 31 December 2000:	
Interim dividend of 3% less tax paid on 10 October 2000	7,591
Proposed final dividend of 5% less tax to be paid on 13 July 2001	12,654

RESERVES AND PROVISIONS

5. There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the notes to the financial statements.

SHARE CAPITAL

6. During the financial year, the issued and paid up ordinary share capital of the Company was increased from RM345,965,654 to RM351,516,654 by way of:
- a) The issuance of 5,447,000 new ordinary shares of RM1 each pursuant to the ESOS referred to in paragraph 7 below:-
- i) 338,000 new ordinary shares of RM1 each at the exercise price of RM4.01 per share;
 - ii) 8,000 new ordinary shares of RM1 each at the exercise price of RM3.89 per share; and
 - iii) 5,101,000 new ordinary shares of RM1 each at the exercise price of RM1.82 per share.
- b) The issuance of 104,000 new ordinary shares of RM1 each arising from the exercise of warrants 2000/2004 at the exercise price of RM2.99 in accordance with the deed poll dated 24 January 2000.

The new shares issued rank pari passu in all respects with the existing issued shares of the Company.

EMPLOYEES SHARE OPTION SCHEME (ESOS)

7. At an Extraordinary General Meeting held on 9 March 1995, the existing ESOS, which was originally due to expire on 12 March 1997, was approved to be extended for a period of five years to expire on 12 March 2002. The total number of shares that could be offered to eligible employees and Executive Directors of the Group was increased to a maximum of 10% of the issued share capital of the Company and the exercise price shall be the average of the middle market quotation of the Company's shares as shown in the Daily Official List issued by the KLSE for the five (5) trading days preceeding the Date of Offer or at par value of the ordinary shares of the Company, whichever is higher. As at 31 December 2000, the details of options granted but not exercised are as follows:-

Date Granted	Number of Ordinary Shares ('000)				Exercise Price
	Granted	Exercised	Terminated	Balance	
17.03.1995	* 19,894	6,385	1,982	11,527	RM4.01
29.12.1995	1,537	981	66	490	RM3.89
01.11.1997	10,832	8,995	629	1,208	RM1.82
	32,263	16,361	2,677	13,225	

* Adjusted for the bonus issue in 1995.

The consideration in cash payable in full on application. The options granted do not confer any right to participate in any share issue of any other company.

WARRANTS

8. The Warrants 2000/2004 are constituted by a Deed Poll dated 24 January 2000.

During the financial year, the Company issued RM150,000,000 nominal amount of 5% Redeemable Unsecured Bond 2000/2005 with 80,178,930 detachable warrants to a primary subscriber on a bought deal basis.

Each warrant entitles the registered holder to subscribe for one (1) new ordinary share in the Company at any time on or after 28 February 2000 to 28 August 2004 at an exercise price of RM 2.99 per share or such adjusted price in accordance with the provisions in the Deed Poll. Any Warrants 2000/2004 not exercised at the date of maturity will lapse and cease to be valid for any purpose.

The shares arising from the exercise of Warrants 2000/2004 shall rank passu in all respects with the existing issued ordinary shares of the Company except that they shall not be entitled to any dividends, distributions or rights unless the exercise of Warrants 2000/2004 was effected before the book closure of the share register for the determination of the entitlement to such rights or distributions.

DIRECTORS

9. The Directors in office since the date of the last report are:-

Tan Sri Dato' Haji Ahmad Azizuddin bin Haji Zainal Abidin, *Chairman*
 Tan Boon Seng @ Krishnan, *Group Managing Director*
 Goh Chye Koon, *Deputy Group Managing Director*
 Ooi Poay Lum, *Group Executive Director*
 Tan Sri Dato' (Dr) Haji Murad bin Mohamad Noor
 Tan Sri Dato' Ir (Dr) Wan Abdul Rahman bin Wan Yaacob
 Datuk Yahya bin Ya'acob
 Dato' Goh Chye Keat
 Dato' Arthur Tan Boon Shih
 Choo Choon Yeow
 Khoo Chew Meng
 Lai Meng
 Mior Abdul Rahman bin Miou Mohd Khan (*resigned on 5 January 2001*)
 Osman Bin Ismail (*appointed on 5 January 2001*)
 Soo Heng Chin (*alternate to Ooi Poay Lum*)
 Velayuthan A/L Tan Kim Song (*alternate to Choo Choon Yeow*)

10. According to the Register of Directors' Shareholdings, particulars of Directors' interests in the shares of the Company during the financial year are as follows:-

Name of Director	Number of Ordinary Shares of RM1 each			Balance 31.12.2000
	Balance 01.01.2000	Acquired	Disposed	
Tan Sri Dato' Haji Ahmad Azizuddin bin Haji Zainal Abidin				
Direct interest	155,000	-	-	155,000
Indirect interest	40,000	-	-	40,000
Tan Boon Seng @ Krishnan				
Direct interest	422,698	10,000	-	432,698
Indirect interest	321,698	36,000	-	357,698
Goh Chye Koon				
Direct interest	325,712	-	-	325,712
Ooi Poay Lum				
Direct interest	86,000	-	-	86,000
Tan Sri Dato' (Dr) Haji Murad bin Mohamad Noor				
Direct interest	10,333	-	-	10,333
Tan Sri Dato' Ir. (Dr) Wan Abdul Rahman bin Wan Yaacob				
Direct interest	32,000	105,000	100,000	37,000
Dato' Goh Chye Keat				
Direct interest	558,362	100,000	-	658,362
Indirect interest	851,132	-	-	851,132
Dato' Arthur Tan Boon Shih				
Direct interest	140,000	-	-	140,000
Choo Choon Yeow				
Direct interest	190,000	234,000	32,000	392,000
Indirect interest	155,000	-	-	155,000
Khoo Chew Meng				
Direct interest	38,000	2,000	-	40,000
Soo Heng Chin				
Direct interest	146,000	-	76,000	70,000
Velayuthan A/L Tan Kim Song				
Direct interest	-	8,000	-	8,000

11. Particulars of Directors' share options during the financial year pursuant to the ESOS referred to in paragraph 7 above are as follows:-

	Number of Ordinary Shares of RM1 each		
	Balance 01.01.2000	Options Exercised	Balance 31.12.2000
Tan Boon Seng @ Krishnan	318,000	-	318,000
Goh Chye Koon	250,000	-	250,000
Ooi Poay Lum	214,000	-	214,000
Dato' Goh Chye Keat	328,000	100,000	228,000
Choo Choon Yeow	234,000	234,000	-
Khoo Chew Meng	214,000	-	214,000
Soo Heng Chin	174,000	-	174,000
Velayuthan A/L Tan Kim Song	282,000	8,000	274,000

12. Particulars of Directors' warrant holdings during the financial year are as follows:-

Name of Director	Balance 01.01.2000	Number of Warrants		Balance 31.12.2000
		Acquired	Disposed	
Tan Sri Dato' Haji Ahmad Azizuddin bin Haji Zainal Abidin				
Direct interest	-	31,000	-	31,000
Indirect interest	-	8,200	-	8,200
Tan Boon Seng @ Krishnan				
Direct interest	-	1,475,000	-	1,475,000
Indirect interest	-	184,000	-	184,000
Goh Chye Koon				
Direct interest	-	1,331,000	-	1,331,000
Ooi Poay Lum				
Direct interest	-	1,018,000	1,000	1,017,000
Tan Sri Dato' Ir. (Dr) Wan Abdul Rahman bin Wan Yaacob				
Direct interest	-	33,400	-	33,400
Dato' Goh Chye Keat				
Direct interest	-	132,000	-	132,000
Indirect interest	-	172,000	-	172,000
Dato' Arthur Tan Boon Shih				
Direct interest	-	100,000	-	100,000
Choo Choon Yeow				
Direct interest	-	90,000	-	90,000
Indirect interest	-	31,000	-	31,000
Khoo Chew Meng				
Direct interest	-	18,000	-	18,000
Soo Heng Chin				
Direct interest	-	1,015,000	-	1,015,000
Velayuthan A/L Tan Kim Song				
Direct interest	-	801,600	-	801,600

13. According to the Register of Directors' Shareholdings, none of the other Directors has any direct or indirect interests in the shares of the Company during the financial year.
14. Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than the fees and other emoluments shown in the financial statements) by reason of a contract made by the Company or by a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has substantial financial interest other than Dato' Goh Chye Keat who has substantial financial interests in Industrial Concrete Products Berhad, an associated company of the Group which trades with the Company in the ordinary course of business.
15. Except as disclosed above, neither during nor at the end of the financial year was the Company or any of its subsidiaries a party to any arrangement whose object was to enable the Directors to acquire benefits through the acquisition of shares in, or debentures of, the Company or any other body corporate.

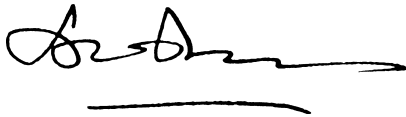
OTHER STATUTORY INFORMATION

16. Before the financial statements of the Group and of the Company were made out, the Directors took reasonable steps:-
 - (a) to ascertain the action taken in relation to the writing off of bad debts and the making of provision for doubtful debts and have satisfied themselves that all known bad debts have been written off and that adequate provision had been made for doubtful debts; and
 - (b) to ensure that any current assets which were unlikely to realise their book values in the ordinary course of business have been written down to their estimated realisable values.
17. At the date of this report, the Directors are not aware of any circumstances:-
 - (a) which would render the amounts written off or provided for bad and doubtful debts of the Group and of the Company inadequate to any material extent or the values attributed to current assets of the Group and of the Company misleading;
 - (b) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate; and
 - (c) not otherwise dealt with in this report or in the financial statements that would render any amount stated in the financial statements of the Group and of the Company misleading.
18. In the interval between the end of the financial year and the date of this report:-
 - (a) no item, transaction or other events of a material and unusual nature has arisen which, in the opinion of the Directors, would substantially affect the results of the operations of the Group and of the Company for the current financial year; and
 - (b) no charge has arisen on the assets of any company in the Group which secures the liability of any other person nor have any contingent liabilities arisen in any company in the Group.
19. No contingent or other liability of any company in the Group has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the Directors, will or may affect the ability of the Company and its subsidiary companies to meet their obligations when they fall due.
20. In the opinion of the Directors:-
 - (a) the results of the operations of the Group and of the Company during the financial year have not been substantially affected by any item, transaction or event of a material and unusual nature; and
 - (b) the financial statements of the Group and of the Company set out on pages 48 to 95 are drawn up so as to give a true and fair view of the state of affairs of the Group and Company as at 31 December 2000 and of the results and cash flows of the Group and Company for the financial year ended on that date in accordance with the applicable approved accounting standards in Malaysia and the provisions of the Companies Act, 1965.

AUDITORS

21. The Auditors, PricewaterhouseCoopers have expressed their willingness to continue in office. The Directors endorsed the recommendation of the Audit Committee for PricewaterhouseCoopers to be reappointed as Auditors.

Signed on behalf of the Board in accordance with a resolution of the Directors



**TAN SRI DATO' HAJI AHMAD AZIZUDDIN
BIN HAJI ZAINAL ABIDIN**



TAN BOON SENG @ KRISHNAN

Petaling Jaya
21 February 2001

		The Group		The Company	
	Note	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
CAPITAL AND RESERVES					
Share capital	4	351,517	345,966	351,517	345,966
Share premium		208,913	203,482	208,913	203,482
Revaluation reserve		73,853	74,451	-	-
Exchange translation reserve		12,317	18,306	176	264
Capital reserves	5	55,990	21,314	-	-
Retained profits	6	490,607	429,202	213,121	192,177
Shareholders' equity		1,193,197	1,092,721	773,727	741,889
Minority interest		96,138	100,171	-	-
		1,289,335	1,192,892	773,727	741,889
DEFERRED AND LONG TERM LIABILITIES					
Bonds	7	245,684	95,191	150,000	-
Term loans	8	932	55,295	-	12,877
Hire purchase and lease creditors	9	39,277	35,043	-	-
Deferred taxation	10	8,710	10,900	3,103	3,103
Amount due to an associated company	11	36,295	35,071	-	-
Retirement benefits		1,673	1,797	1,032	1,179
		332,571	233,297	154,135	17,159
DEFERRED INCOME	12	18,199	18,931	-	-
		1,640,105	1,445,120	927,862	759,048
NON-CURRENT ASSETS					
Property, plant and equipment	13	504,169	423,103	21,092	17,418
Subsidiary companies	14	-	-	230,068	146,321
Associated companies	15	542,967	482,185	181,545	173,562
Investments	16	67,570	65,981	52,261	52,530
Long term receivables	17	65,860	73,024	-	-
Intangible assets	18	6,137	7,368	-	-
		1,186,703	1,051,661	484,966	389,831
CURRENT ASSETS					
Development properties	19	193,891	197,314	281	281
Inventories	20	55,240	47,531	7,012	6,252
Trade and other receivables	21	686,395	673,550	690,767	699,710
Short term investments	23	10,123	12,646	9,289	11,554
Deposits with licensed banks	24	106,059	19,645	85,887	10,388
Cash and bank balances	25	23,600	47,927	5,325	23,175
		1,075,308	998,613	798,561	751,360
CURRENT LIABILITIES					
Trade and other payables	27	405,796	379,998	260,786	240,975
Bank borrowings	28	174,729	182,372	84,016	117,662
Bank overdrafts	29	20,967	17,115	485	355
Provision for taxation		7,759	4,911	(2,277)	2,393
Proposed dividend		12,655	20,758	12,655	20,758
		621,906	605,154	355,665	382,143
NET CURRENT ASSETS		453,402	393,459	442,896	369,217
		1,640,105	1,445,120	927,862	759,048

The above balance sheets are to be read in conjunction with the notes to the financial statements on pages 55 to 95.

Income Statements

IJM CORPORATION BERHAD (104131-A)

for the year ended 31 December 2000

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		The Group		The Company	
	Note	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
OPERATING REVENUE	31	615,848	549,598	127,749	164,171
COST OF SALES		(504,638)	(408,582)	(71,228)	(114,732)
GROSS PROFIT		111,210	141,016	56,521	49,439
OTHER OPERATING INCOME		38,178	52,398	20,125	54,776
TENDERING, SELLING AND DISTRIBUTION EXPENSES		(3,785)	(4,191)	-	(853)
ADMINISTRATIVE EXPENSES		(38,470)	(46,417)	(8,337)	(16,067)
OTHER OPERATING EXPENSES		(18,378)	(23,923)	(1,726)	(9,796)
OPERATING PROFIT BEFORE FINANCE COSTS	32	88,755	118,883	66,583	77,499
FINANCE COSTS	33	(35,426)	(36,740)	(17,451)	(19,161)
OPERATING PROFIT AFTER FINANCE COSTS		53,329	82,143	49,132	58,338
SHARE OF RESULTS OF ASSOCIATED COMPANIES		55,383	55,860	-	-
SHARE OF RESULTS OF JOINTLY CONTROLLED ENTITIES		10,244	1,428	1,580	(1,321)
PROFIT FROM ORDINARY ACTIVITIES BEFORE TAXATION		118,956	139,431	50,712	57,017
TAXATION					
Company and subsidiary companies	34 (a)	(16,110)	1,882	(9,217)	(1,609)
Associated companies	34 (b)	(14,311)	(3,552)	-	-
		(30,421)	(1,670)	(9,217)	(1,609)
PROFIT FROM ORDINARY ACTIVITIES AFTER TAXATION		88,535	137,761	41,495	55,408
MINORITY INTEREST		(11,762)	(20,085)	-	-
NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS		76,773	117,676	41,495	55,408
EARNINGS PER SHARE:-					
Basic	35 (a)	21.9 Sen	34.2 Sen		
Fully diluted	35 (b)	20.9 Sen	34.0 Sen		
DIVIDEND PER SHARE					
- Less income tax of 28%	36	8.0 Sen	-		
- Tax exempt	36	-	6.0 Sen		

The above income statements are to be read in conjunction with the notes to the financial statements on pages 55 to 95.

Statement of Changes in Equity

for the year ended 31 December 2000

The Group	Note	Non-distributable				Distributable		Total RM'000
		Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Exchange translation reserve RM'000	Capital reserves RM'000	Retained profits RM'000	
At 1 January 2000		345,966	203,482	74,451	18,306	21,314	429,202	1,092,721
Foreign exchange differences on opening balance		-	-	(57)	-	-	-	(57)
Reserve on consolidation		-	-	-	-	43	-	43
Share of share premium of an associated company		-	-	-	-	34,972	-	34,972
Reserves arising from translation of foreign subsidiary and associated companies and branch		-	-	-	(2,492)	-	-	(2,492)
Exchange differences arising from foreign equity investments net of foreign currency borrowings		-	-	-	806	-	-	806
Realisation of reserves on disposal of associated companies		-	-	(541)	(4,303)	(339)	5,183	-
Net gain not recognised in income statement		-	-	(598)	(5,989)	34,676	5,183	33,272
Net profit for the year		-	-	-	-	-	76,773	76,773
Dividends	36	-	-	-	-	-	(20,551)	(20,551)
Issue of shares under ESOS	4	5,447	5,224	-	-	-	-	10,671
Conversion of warrants	4	104	207	-	-	-	-	311
At 31 December 2000		351,517	208,913	73,853	12,317	55,990	490,607	1,193,197

The above statement of changes in equity is to be read in conjunction with the notes to the financial statements on pages 55 to 95.

The Group	Note	Non-distributable				Distributable		Total RM'000
		Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Exchange translation reserve RM'000	Capital reserves RM'000	Retained profits RM'000	
At 1 January 1999		342,090	200,304	78,592	16,359	21,395	331,477	990,217
Dilution of interest in a subsidiary company		-	-	-	-	61	-	61
Revaluation reserve of an associated company disposed		-	-	(4,018)	-	-	-	(4,018)
Disposal of property, plant and equipment by a subsidiary company		-	-	(2,791)	-	-	-	(2,791)
Share of revaluation reserves of associated companies		-	-	2,668	-	-	-	2,668
Reserves arising from translation of foreign subsidiary and associated companies and branch		-	-	-	1,520	-	-	1,520
Exchange differences arising from foreign equity investments net of foreign currency borrowings		-	-	-	1,199	-	-	1,199
Realisation of reserves on disposal of associated companies		-	-	-	(772)	(142)	914	-
Net loss not recognised in income statement		-	-	(4,141)	1,947	(81)	914	(1,361)
Net profit for the year		-	-	-	-	-	117,676	117,676
Dividends	36	-	-	-	-	-	(20,865)	(20,865)
Issue of shares under ESOS	4	3,876	3,178	-	-	-	-	7,054
At 31 December 1999		345,966	203,482	74,451	18,306	21,314	429,202	1,092,721

The above statement of changes in equity is to be read in conjunction with the notes to the financial statements on pages 55 to 95.

The Company	Note	Non-distributable			Distributable	Total RM'000
		Share capital RM'000	Share premium RM'000	Exchange translation reserve RM'000	Retained profits RM'000	
At 1 January 2000		345,966	203,482	264	192,177	741,889
Reserves arising from translation of foreign branch		-	-	(88)	-	(88)
Net loss not recognised in income statement		-	-	(88)	-	(88)
Net profit for the year		-	-	-	41,495	41,495
Dividends	36	-	-	-	(20,551)	(20,551)
Issue of shares under ESOS	4	5,447	5,224	-	-	10,671
Conversion of warrants	4	104	207	-	-	311
At 31 December 2000		351,517	208,913	176	213,121	773,727
At 1 January 1999		342,090	200,304	(176)	157,634	699,852
Reserves arising from translation of a foreign branch		-	-	(54)	-	(54)
Exchange differences arising from foreign equity investments net of foreign currency borrowings		-	-	494	-	494
Net gain not recognised in income statement		-	-	440	-	440
Net profit for the year		-	-	-	55,408	55,408
Dividends	36	-	-	-	(20,865)	(20,865)
Issue of shares under ESOS	4	3,876	3,178	-	-	7,054
At 31 December 1999		345,966	203,482	264	192,177	741,889

The above statement of changes in equity is to be read in conjunction with the notes to the financial statements on pages 55 to 95.

Consolidated Cash Flow Statement

IJM CORPORATION BERHAD (104131-A)

for the year ended 31 December 2000

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	Note	The Group 2000 RM'000	1999 RM'000
OPERATING ACTIVITIES			
Receipts from customers		579,326	616,907
Payments to contractors, suppliers and employees		(399,684)	(403,966)
Trade advances, deposits and prepayments		(44,037)	(133,147)
Interest received		12,086	17,035
Interest paid		(33,472)	(20,041)
Income tax paid		(15,410)	(25,517)
Net cash flow from operating activities		98,809	51,271
INVESTING ACTIVITIES			
Acquisitions of subsidiary companies	37 (a)	(2,735)	(2,486)
Acquisitions of shares from minority shareholders		(1,805)	(280)
Investments in associated companies		(20,157)	(11,500)
Acquisitions of long term investments		(669)	(5,221)
Acquisitions of short term investments		-	(839)
Purchases of property, plant and equipment		(106,583)	(87,757)
Disposal of shares in a subsidiary company	37 (b)	(63)	-
Disposal of shares in associated companies		651	59,665
Disposal of property, plant and equipment		7,520	77,024
Disposal of long term investments		159	238
Disposal of short term investments		-	1,492
Dividends received from associated companies		13,720	23,497
Dividends received from other investments		453	344
Short term deposits assigned to trustee		(3,753)	(7,872)
Advances to associated companies		(33,768)	(13,875)
Repayment from associated companies		51,490	136,322
Net cash flow from investing activities		(95,540)	168,752
FINANCING ACTIVITIES			
Issue of shares by the Company:-			
- Employees Share Option Scheme		10,671	7,054
- Conversion of warrants		311	-
Issue of shares by subsidiary company to minority shareholders		-	60
Issue of bonds		150,000	95,068
Bank borrowings		26,137	3,825
Repayments of bank borrowings		(88,115)	(211,958)
Repayments of hire purchase and lease instalments		(13,808)	(21,527)
Dividends paid by subsidiary companies to minority shareholders		(4,954)	(2,214)
Dividends paid by the Company		(28,598)	(12,429)
Net cash flow from financing activities		51,644	(142,121)
Net increase in cash and cash equivalents during the financial year		54,913	77,902
Cash and cash equivalents at beginning of financial year		42,585	(35,884)
Foreign exchange differences on opening balances		(431)	567
Cash and cash equivalents at end of financial year	38	97,067	42,585

The above consolidated cash flow statement is to be read in conjunction with the notes to the financial statements on pages 55 to 95.

Cash Flow Statement

for the year ended 31 December 2000

	Note	The Company 2000 RM'000	1999 RM'000
OPERATING ACTIVITIES			
Receipts from customers		231,696	158,514
Payments to contractors, suppliers and employees		(178,505)	(98,174)
Trade advances, deposits and prepayments		(17,251)	(20,245)
Interest received		21,499	29,626
Interest paid		(14,951)	(18,634)
Income tax paid		(5,720)	(4,197)
Net cash flow from operating activities		36,768	46,890
INVESTING ACTIVITIES			
Acquisitions of additional shares in subsidiary companies		(87,700)	(40,030)
Acquisitions of shares in associated companies		(19,826)	(5,043)
Acquisitions of long term investments		-	(5,194)
Acquisitions of short term investments		-	(813)
Disposal of shares in associated companies		15,345	43,483
Disposal of property, plant and equipment		569	21,889
Disposal of long term investments		-	139
Disposal of short term investments		-	1,414
Dividends received from subsidiary companies		12,829	8,892
Dividends received from associated companies		2,933	1,407
Dividends received from other investments		400	250
Purchases of property, plant and equipment		(5,699)	(1,124)
Advances to subsidiary companies		(112,665)	(99,035)
Advances to associated companies		(29,117)	(14,381)
Repayment from subsidiary companies		123,205	176,918
Repayment from associated companies		34,828	33,666
Net cash flow from investing activities		(64,898)	122,438
FINANCING ACTIVITIES			
Issue of shares by the Company:-			
- Employees Share Option Scheme		10,671	7,054
- Conversion of warrants		311	-
Issue of bonds		150,000	-
Repayments of bank borrowings		(46,609)	(103,908)
Repayments of hire purchase and lease instalments		(123)	(623)
Dividends paid by the Company		(28,598)	(12,429)
Net cash flow from financing activities		85,652	(109,906)
Net increase in cash and cash equivalents during the financial year		57,522	59,422
Cash and cash equivalents at beginning of financial year		33,208	(26,201)
Foreign exchange difference on opening balances		(3)	(13)
Cash and cash equivalents at end of financial year	38	90,727	33,208

The above cash flow statement is to be read in conjunction with the notes to the financial statements on pages 55 to 95.

GENERAL INFORMATION

1. The Company is principally engaged in construction, property development and investment holding. The Group's principal activities consist of construction, property development, manufacturing and quarrying, plantation and investment holding. The principal activities of the subsidiary and associated companies are described in Note 43 to the financial statements.

The Company is a public limited liability company, incorporated and domiciled in Malaysia and listed on the Main Board of the Kuala Lumpur Stock Exchange. The address of the registered office of the Company is 2nd Floor, Wisma IJM, Jalan Yong Shook Lin, 46050 Petaling Jaya, Selangor Darul Ehsan, Malaysia.

The number of employees in the Group and in the Company as at 31 December 2000 amounted to 1,225 (1999: 1,092) and 75 (1999: 73) respectively.

BASIS OF PREPARATION OF FINANCIAL STATEMENTS

2. The financial statements of the Group and of the Company have been prepared in accordance with the applicable approved accounting standards in Malaysia and the provisions of the Companies Act, 1965.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3. The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements.

(a) Accounting Convention

The financial statements are prepared under the historical cost convention, (as modified for the revaluation of certain property, plant and equipment and certain investments and development properties) unless otherwise indicated in this summary of significant accounting policies.

(b) Basis of Consolidation

The consolidated financial statements include the financial statements of the Company and all its subsidiary companies made up to the end of the financial year. Subsidiary companies are those companies in which the Group has power to exercise control over the financial and operating policies so as to obtain benefits from their activities.

Subsidiary companies are consolidated from the date on which control is transferred to the Group and are no longer consolidated from the date that control ceases. Subsidiary companies are consolidated using the acquisition method of accounting.

Under the acquisition method of accounting, the results of subsidiary companies acquired or disposed of during the year are included from the date of acquisition or up to the date of disposal. At the date of acquisition, the fair values of the subsidiary companies' net assets are determined and these values are reflected in the consolidated financial statements. The difference between the acquisition cost and the fair values of the subsidiary companies' net assets is reflected as goodwill on consolidation or reserve on consolidation and is amortised using the straight line method over its estimated useful economic life of 15 years.

All intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated; unrealised losses are also eliminated unless cost cannot be recovered. Where necessary accounting policies for subsidiary companies have been changed to ensure consistency with policies adopted by the Group. Separate disclosure is made of minority interest.

The gain or loss on disposal of a subsidiary company is the difference between net disposal proceeds and the Group's share of its net assets together with any unamortised balance of goodwill on acquisition and exchange differences which were not previously recognised in the consolidation income statement.

(c) **Subsidiary Companies**

Investments in subsidiary companies are stated at cost except where the Directors are of the opinion that there is a permanent diminution in the value of the investment, in which case provision is made for the diminution in value.

(d) **Associated Companies**

Investments in associated companies are accounted for in the consolidated financial statements using the equity method of accounting.

The Group treats as associated companies those companies where it is able to exercise significant influence by representation on the board of directors and/or participation in the financial and operating decision making processes of the investee but not control over those policies.

Investments in associated companies are stated at cost except where the Directors are of the opinion that there is a permanent diminution in the value of the investment, in which case provision is made for the diminution in value.

Equity accounting involves recognising in the income statement the Group's share of the results of associated companies for the period. The Group's investments in associated companies are carried in the balance sheet at an amount that reflects its share of the net assets of the associated companies and includes goodwill on acquisition. Equity accounting is discontinued when the carrying amount of the investment in an associated company reaches zero, unless the Group has incurred obligations or guaranteed obligations in respect of the associated company.

Goodwill on acquisition of associated companies are stated at cost except where the Directors are of the opinion there is a permanent diminution in value, in which case a provision is made for the diminution in value.

Unrealised gains on transactions between the Group and its associated companies are eliminated to the extent of the Group's interest in the associated companies; unrealised losses are also eliminated unless the transaction provides evidence on impairment of the assets transferred. Where necessary, in applying the equity method, adjustments are made to the financial statements of associated companies to ensure consistency of accounting policies with the Group.

The depreciation policy on Highway Expenditure below is adopted by associated companies, engaged in operation and maintenance of tolled roads and expressways.

The Highway Development Expenditure comprise development and upgrading expenditure (including interest charges relating to the financing of the development prior to the completion of the highways) incurred to bring the highway to their completion to enable commencement of tolling operations.

The cumulative Highway Development Expenditure are depreciated and charged to the income statements of the associated companies over the concession periods of 20 to 30 years upon the completion of the development work of the highways based on the proportion of actual toll paying vehicles recorded during the financial year to total projected toll paying vehicles for the entire concession period. The Directors will base these projections on transit studies updated annually.

(e) Jointly Controlled Entities

The Group's interest in jointly controlled entities, which are entities in which the Group has short duration contractual arrangements with third parties to undertake construction and other projects, are accounted for in the consolidated financial statements using the equity method of accounting where the Group's share of results of the jointly controlled entities is included in the consolidated financial statements.

Unrealised gains on transactions between the group and its jointly controlled entities are eliminated to the extent of the Group's interest in the jointly controlled entities; unrealised losses are also eliminated unless the transaction provides evidence on impairment of the assets transferred. Where necessary, in applying the equity method, adjustments have been made to the financial statements of jointly controlled entities to ensure consistency of accounting policies in the Group.

(f) Investments

Long term investments are stated at cost unless in the opinion of the Directors, there has been permanent diminution in value, in which case a provision is made for the diminution in value.

Short term investments in quoted shares are stated at the lower of cost and market value determined on an aggregate basis.

On disposal of an investment, the difference between net disposal proceeds and its carrying amount is charged or credited to the income statement.

(g) Currency Translations

Foreign currency transactions are converted into Ringgit Malaysia at the rates of exchange ruling on the transaction dates. Exchange differences arising on settlement of monetary items or on translating monetary assets and liabilities at rates of exchange ruling at year end are taken to income statement.

Exchange differences arising on foreign currency borrowings that have been used to finance equity investments in foreign currencies are dealt with through exchange translation reserve to the extent that they are covered by exchange differences arising on the net assets represented by the equity investments.

Assets and liabilities of foreign subsidiary and associated companies, both monetary and non-monetary, are translated into Ringgit Malaysia at the rates of exchange ruling at financial year end; and income and expense items are translated at exchange rates at the date of the transactions. All resulting exchange differences are dealt with through the exchange translation reserve.

The principal closing rates used in translation of foreign currency amounts are as follows:

	31.12.2000	31.12.1999
Foreign currency	RM	RM
1 US Dollar	3.800	3.800
1 Australian Dollar	2.106	2.451
1 Singapore Dollar	2.193	2.259
1 Hongkong Dollar	0.487	0.484
1 Chinese Renminbi	0.459	0.459
1 Indian Rupee	0.081	0.085

(h) Property, Plant and Equipment and Depreciation

All property, plant and equipment are stated at cost or at valuation less accumulated depreciation except for freehold land, long term leasehold land of 50 years and above, plantation development expenditure incurred for new planting and capital work-in-progress which are not depreciated. The Directors are of the opinion that the non-amortisation of the long term leasehold land has no material effect on the financial statements. The depreciation charge for the financial year to the income statement, had the long term leasehold land been depreciated over their leasehold period, amounted to RM231,000.

Plantation land and development expenditure comprise land stated at cost or valuation and expenditure incurred on new planting, estate administration and upkeep of plantation up to its maturity. All expenditure incurred subsequent to maturity and replanting expenditure is charged to the income statement when incurred.

On other assets, depreciation is calculated to write off the cost or revalued amount of property, plant and equipment on a straight line basis at rates that will write off the assets, less their estimated residual values, over their expected useful lives. The annual rates of depreciation are:-

Leasehold land of below 50 years	2	-	2.5%
Buildings	2	-	20.0%
Plant, machinery and equipment	10	-	20.0%
Office equipment, furniture and fittings	5	-	33.3%
Office renovations	10	-	20.0%
Motor vehicles	20	-	25.0%

The Directors have applied the transitional provision of the International Accounting Standards No. 16 (Revised) on Property, Plant and Equipment, which allows the assets to be stated at their last revalued amounts less depreciation. Accordingly, these valuations have not been updated.

Depreciation on assets under construction commences when the assets are ready for their intended use.

Where the carrying amount of an assets is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount.

(i) Revenue and Profit Recognition**(i) Construction Contract Revenue and Expenditure**

Where the outcome of the construction contract can be estimated reliably, contract revenue and costs associated with the construction contract are recognised as revenue and expenses respectively by reference to the stage of completion of the contract. The stage of completion of a construction contract is determined based on the proportion that the contract costs incurred for work performed to date bear to the estimated total contract costs.

When the outcome of a construction contract cannot be estimated reliably, revenue is recognised only to the extent of contract costs incurred that it is probable will be recoverable and contract costs are recognised as an expense in the period.

Where it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense in the period in which the loss is identified.

(ii) Revenue and Profit from Property Development

Progress billings from property development represent the value of the development properties sold recognised by reference to the stage of completion of the properties.

Profits on sale of development properties are recognised using the percentage of completion method. Anticipated losses are provided for in full.

(iii) Revenue from Sale of Goods

Sales are recognised upon delivery of products and customer acceptance, if any, or performance of services, net of sales taxes and discounts and after eliminating sales within the Group.

(iv) Other Revenues

Dividend income is recognised when the shareholder's right to receive payment is established. Interest income is recognised as it accrues unless collectibility is in doubt.

(j) Capitalisation of Finance Costs

Interest incurred on borrowings directly associated with development properties and new planting activities, up to completion and maturity respectively, is capitalised and included as part of development expenditure and plantation development expenditure respectively.

Interest costs on borrowings to finance the construction of property, plant and equipment are capitalised as part of the cost of the asset during the period of time that is required to complete and prepare the asset for its intended use.

(k) Development Properties

The cost of land held for development and related development costs are carried forward as development property and expenditure respectively. Where applicable, the fair value of land at the date of acquisition of subsidiary companies is carried forward in place of cost. Costs charged to the income statements comprise proportionate cost of land and related development costs.

The Group considers as current assets that portion of development properties where significant development work has been undertaken and is expected to be completed within the normal operating cycle of two to three years.

(l) Inventories**(i) Completed Buildings**

Units of development properties completed and held for sale are stated at the lower of cost and net realisable value. Cost comprises proportionate cost of land and related development and construction costs.

(ii) Finished Goods, Raw Materials, Construction Materials, Store and Spares

Inventories are valued at the lower of cost and net realisable value after adequate provision has been made for all deteriorated, damaged, obsolete or slow-moving stocks. Cost is determined on a weighted average basis. The costs of raw materials, stores and spares comprise the original cost of purchase plus the cost of bringing the stocks to their present location and for finished goods, it consists of direct materials, direct labour, direct charges and variable production overheads.

(m) **Amounts Due From/(To) Customers On Construction Contracts**

Where the amounts of construction contract costs incurred plus recognised profits (less recognised losses) exceed progress billings, the net balance is shown as amounts due from customers for construction contracts under trade and other receivables. Where the progress billings exceed the sum of construction contract costs incurred and recognised profits (less recognised losses), the net balance is shown as amounts due to customers from construction contracts under trade and other payables.

(n) **Trade Receivables**

Trade receivables include retention monies withheld by principals. Known bad debts are written off and a provision is made for any considered to be doubtful of collection.

(o) **Leased Assets**

Leases of property, plant and equipment where the Group assumes substantially all the benefits and risks of ownership are classified as finance leases.

Finance leases are capitalised at the estimated present value of the underlying lease payments at the date of inception. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the lease principal outstanding. The corresponding rental obligations, net of finance charges, are included in borrowings. The interest element of the finance charge is charged to the income statement over the lease period.

Property, plant and equipment acquired under finance lease contracts is depreciated over the useful life of the asset. If there is no reasonable certainty that the ownership will be transferred to the Group, the asset is depreciated over the shorter of the lease term and its useful life.

For sale and leaseback transactions involving property, plant and equipment which resulted in finance leases, the excess of sales proceeds over the carrying amount of the aforesaid assets are amortised on the straight line basis over the period of the leases which have duration of 3 to 4 years.

(p) **Deferred Expenditure**

- (i) Premium paid on the conversion of leasehold mining land to industrial land is written off on a straight line basis over the leasehold period. During the financial year, the premium has now been included in property, plant and equipment.
- (ii) Expenses incurred on the development of quarry face are written off on straight line basis over the economic useful lives of the quarry face developed. The development is normally undertaken in phases and the useful lives of each phase is approximately two to three years.
- (iii) During the financial year, pre-operating expenses amounting to RM684,000 of the Group have been written off to the consolidated income statement.

In prior years, pre-operating expenses incurred were stated at cost and were amortised on a straight line basis over five years upon commencement of operations of the respective companies. However, the impact of the amount written off was not material.

(q) Deferred Taxation

Provision is made using the liability method, for taxation deferred by timing differences except where it is thought reasonably probable that the tax effects of such deferrals will continue in the foreseeable future.

No future income tax benefit is recognised in respect of unutilised tax losses and timing differences that result in a net debit unless it can be demonstrated that these benefits can be realised in the foreseeable future.

(r) Retirement Benefits

The Company and certain subsidiary companies participated in the IJM Retirement Scheme which is an approved defined benefits scheme under Section 150 of the Income Tax Act, 1967. The benefits payable on retirement are based on length of service and average basic salary over the last five years of service. The liability in respect of the said defined benefits scheme is determined by an actuarial valuation carried out every three years by a qualified actuary based on the projected benefits valuation method. The last valuation was carried out in December 1999.

The cost of providing retirement benefits based on the latest actuarial valuation obtained is charged against profits on a systematic basis so as to be sufficient to meet the liability of the scheme over the future working lives of the existing employees. The difference between the amount charged in the income statement and payments made to the fund is treated as a deferred liability.

(s) Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand, bank balances, bank overdrafts, demand deposits and short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

SHARE CAPITAL

	The Group and The Company	
	2000	1999
	RM'000	RM'000
4. Ordinary shares of RM1 each:-		
(a) Authorised	1,000,000	1,000,000
(b) Issued and fully paid:-		
At 1 January	345,966	342,090
Issued under the Employees Share Option Scheme (ESOS)	5,447	3,876
Conversion of warrants	104	-
At 31 December	351,517	345,966

(c) During the financial year, the issued and paid-up share capital of the Company was increased from RM345,965,654 to RM351,516,654 by way of:

- (i) the issuance of 5,447,000 new ordinary shares of RM1 each pursuant to the ESOS at the following option prices:
 - 338,000 new ordinary shares of RM1 each at the exercise price of RM4.01 per share;
 - 8,000 new ordinary shares of RM1 each at the exercise price of RM3.89 per share; and
 - 5,101,000 new ordinary shares of RM 1 each at the exercise price of RM1.82 per share.
- (ii) The issuance of 104,000 new ordinary shares of RM1 each arising from the conversion of warrants 2000/2004 at the price of RM2.99 in accordance with the provisions of the Deed Poll constituting the warrants dated 24 January 2000.

The new shares issued rank pari passu in all respects with the existing issued shares of the Company.

(d) As at 31 December 2000, the unexercised options under the ESOS are as follows:-

Exercise Price	No. of ordinary shares of RM1 each ('000)	
	2000	1999
RM 4.01 *	11,527	12,060
RM 3.89	490	514
RM 1.82	1,208	6,477
	<u>13,225</u>	<u>19,051</u>

* Adjusted for bonus issue in 1995.

(e) During the financial year, the Company issued 80,178,930 warrants 2000/2004 as described in note 7 (b) (ii). As at the balance sheet date, the total number of warrants 2000/2004 which remained unexercised amounted to 80,074,930.

CAPITAL RESERVES

	The Group	
	2000 RM'000	1999 RM'000
5. Capitalisation of post acquisition reserves in subsidiary and associated companies:-		
As at 1 January	12,902	12,983
Arising from dilution of interest in a subsidiary company	-	61
Realisation on disposal of associated companies	(339)	(142)
As at 31 December	<u>12,563</u>	<u>12,902</u>
Share of share premium of associated companies:-		
As at 1 January	8,412	8,412
Arising from issue of additional shares by an associated company	34,972	-
As at 31 December	<u>43,384</u>	<u>8,412</u>
Reserve on consolidation:-		
As at 1 January	-	-
Arising from acquisition of a subsidiary company	43	-
As at 31 December	<u>43</u>	<u>-</u>
Total capital reserves	<u>55,990</u>	<u>21,314</u>

RETAINED PROFITS

6. The Company has sufficient tax exempt income and tax credit under Section 108 of the Income Tax Act, 1967 to frank the payment of net dividends of approximately RM79,338,000 (1999: RM51,613,000) and RM119,636,000 (1999: RM129,443,000) respectively out of its retained profits as at 31 December 2000 without incurring any additional tax liabilities.

BONDS

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
7 (a) 8% Secured Fixed Rate Bond 1999/2009	100,000	100,000	-	-
Less:				
Discount on issuance	4,932	4,932	-	-
Amortisation	(616)	(123)	-	-
	4,316	4,809	-	-
	95,684	95,191	-	-
(b) 5% Redeemable Unsecured Bond 2000/2005	150,000	-	150,000	-
	245,684	95,191	150,000	-

The principal features of the bonds are as follows:

- (i) The RM100,000,000 nominal amount of 8% Secured Fixed Rate Bond 1999/2009 was issued by a subsidiary company at RM95.068 per RM100 nominal value to two local licensed banks, being the primary subscribers, on a bought deal basis. The bond is secured by way of assignment of all rights under the Concession Agreement between the subsidiary company and the Government of Malaysia referred to in Note 17 to the financial statements. The bond ranks parri passu and rateably among themselves and in priority to all other unsecured indebtedness.

The bond carries a fixed coupon rate of 8% per annum payable semi-annually in arrears. At the end of its tenure, the bond will be redeemed at 100% of its nominal value on 15 October 2009.

- (ii) The RM150,000,000 nominal amount of 5% Redeemable Unsecured Bond 2000/2005 was issued by the Company with 80,178,930 detachable warrants to a primary subscriber on a bought deal basis.

The bond was issued at 100% nominal amount and carries a fixed coupon rate of 5% per annum payable semi-annually in arrears. At the end of its tenure, the bond will be redeemed at 100% nominal value together with interest accrued to the date of maturity on 28 February 2005.

LONG TERM LOANS

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
8. (a) Secured				
Payable within 1 year	42,008	42,896	-	-
Payable between 1 and 2 years	878	42,261	-	-
Payable between 2 and 5 years	54	157	-	-
Payable after 1 year	932	42,418	-	-
	42,940	85,314	-	-
Unsecured				
Payable within 1 year	12,201	26,908	12,201	26,908
Payable between 1 and 2 years	-	12,877	-	12,877
	12,201	39,785	12,201	39,785
Total				
Payable within 1 year	54,209	69,804	12,201	26,908
Payable between 1 and 2 years	878	55,138	-	12,877
Payable between 2 and 5 years	54	157	-	-
Payable after 1 year	932	55,295	-	12,877
	55,141	125,099	12,201	39,785

- (b) The term loans are obtained at interest rates ranging between 6.49% and 9.19% (1999: 6.16% and 10.30%) per annum during the financial year and repayable by fixed instalments which vary from monthly, quarterly to half yearly basis.

	The Group	
	2000	1999
	RM'000	RM'000
(c) The secured long terms are secured by:-		
a debenture incorporating fixed and floating charges over a subsidiary company's present assets	233	522
fixed and floating charges over a subsidiary company's assets and guaranteed by the Company	38,760	77,520
fixed and floating charges over certain subsidiary companies' development properties	3,947	7,272
	42,940	85,314

HIRE PURCHASE AND LEASE CREDITORS

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
9. Minimum payments:				
- payable within 1 year	20,606	14,001	-	126
- payable between 1 and 5 years	42,895	39,888	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	63,501	53,889	-	126
Less: Future finance charges	7,482	7,397	-	3
	<hr/>	<hr/>	<hr/>	<hr/>
Present value of liabilities	56,019	46,492	-	123
	<hr/>	<hr/>	<hr/>	<hr/>
Representing liabilities				
Payable within 1 year				
(included in other payables and accruals)	16,742	11,449	-	123
Payable between 1 and 5 years	39,277	35,043	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	56,019	46,492	-	123
	<hr/>	<hr/>	<hr/>	<hr/>

DEFERRED TAXATION

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
10. (a) At 1 January	10,900	11,716	3,103	3,103
Effect of acquisition of additional equity interest in a subsidiary company	-	196	-	-
Transfer to income statement (Note 34)	(2,190)	(1,012)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December	8,710	10,900	3,103	3,103
	<hr/>	<hr/>	<hr/>	<hr/>

(b) The deferred tax effects of revalued assets are not disclosed because the Group has no intention to dispose of these assets in the foreseeable future.

(c) Deferred taxation has been provided for all timing differences.

AMOUNT DUE TO AN ASSOCIATED COMPANY

11. The amount due to an associated company is secured by way of a fixed charge over certain long term leasehold plantation land and development expenditure of the Group with a net book value of RM61,838,000. (1999: RM61,838,000). The amount is repayable by way of a bullet payment 7 years from the first drawdown date on 25 October 1999 and bears interest at a fixed rate of 9.95% (1999: 9.95%) per annum. The proceeds were utilised for the plantation division's capital expenditure.

DEFERRED INCOME

12. Deferred income represents the excess of sales proceeds over the carrying amount of property, plant and equipment arising from the sale and leaseback arrangements which resulted in finance leases.

PROPERTY, PLANT AND EQUIPMENT

13. The details of property, plant and equipment are as follows:-

(a) The Group**2000**

	Land				
	Freehold	Long term leasehold	Long term leasehold	Short term leasehold	Long term leasehold plantation land & development expenditure
	At cost RM'000	At cost RM'000	At valuation RM'000	At cost RM'000	At cost RM'000
Cost or valuation:-					
At 1 January	3,268	35,332	955	4,705	66,139
Additions	458	2,980	-	94	46,693
Acquisition of subsidiary companies	-	-	-	-	2,808
Disposals	-	-	-	-	-
Disposal of subsidiary companies	-	-	-	-	-
Written off	-	-	-	-	-
Transfers / reclassification	-	(2,488)	-	-	2,589
Exchange differences arising from translation of assets of a foreign entity	-	-	-	-	-
At 31 December	3,726	35,824	955	4,799	118,229
Less:					
Accumulated depreciation:					
At 1 January	-	-	-	383	-
Charge for the year	-	-	-	144	-
Acquisition of subsidiary companies	-	-	-	-	-
Disposals	-	-	-	-	-
Disposal of subsidiary companies	-	-	-	-	-
Written off	-	-	-	-	-
Transfers / reclassification	-	-	-	-	-
Exchange differences arising from translation of assets of a foreign entity	-	-	-	-	-
At 31 December	-	-	-	527	-
Net book value					
At 31 December 2000	3,726	35,824	955	4,272	118,229

Long term leasehold plantation land & development expenditure At valuation RM'000	Buildings At cost RM'000	Buildings At valuation RM'000	Plant, machinery, equipment & vehicles At cost RM'000	Office equipment, furniture & fittings & renovations At cost RM'000	Capital work in progress At cost RM'000	Total RM'000
146,948	34,610	9,130	140,570	12,533	37,307	491,497
-	22,479	-	17,187	3,293	16,363	109,547
-	-	-	125	65	-	2,998
-	-	-	(2,968)	(72)	(6,439)	(9,479)
-	-	-	(320)	(40)	-	(360)
-	(150)	-	(24)	(422)	-	(596)
-	(25)	-	(1,593)	(72)	-	(1,589)
-	-	-	(33)	(15)	-	(48)
146,948	56,914	9,130	152,944	15,270	47,231	591,970
-	12,600	1,694	44,812	8,905	-	68,394
-	1,666	548	18,540	1,438	-	22,336
-	-	-	9	16	-	25
-	-	-	(2,047)	(65)	-	(2,112)
-	-	-	(281)	(39)	-	(320)
-	(110)	-	(20)	(375)	-	(505)
-	-	-	(7)	5	-	(2)
-	-	-	(13)	(2)	-	(15)
-	14,156	2,242	60,993	9,883	-	87,801
146,948	42,758	6,888	91,951	5,387	47,231	504,169

PROPERTY, PLANT AND EQUIPMENT (Continued)

13. The details of property, plant and equipment are as follows:-

(a) The Group**1999**

	Land				Long term leasehold plantation land & development expenditure At cost RM'000	Long term leasehold plantation land & development expenditure At valuation RM'000
	Freehold	Long term leasehold	Long term leasehold	Short term leasehold		
	At cost RM'000	At cost RM'000	At valuation RM'000	At cost RM'000	At cost RM'000	At valuation RM'000
Cost or valuation:-						
At 1 January	2,405	28,994	955	4,981	5,552	146,948
Additions	1,012	5,460	-	-	32,119	-
Acquisition of subsidiary companies	-	-	-	-	28,468	-
Disposals	(149)	-	-	-	-	-
Written off	-	-	-	-	-	-
Transfers / reclassification	-	878	-	(276)	-	-
Exchange differences arising from translation of assets of a foreign entity	-	-	-	-	-	-
At 31 December	3,268	35,332	955	4,705	66,139	146,948
Less:						
Accumulated depreciation:						
At 1 January	-	-	-	244	-	-
Charge for the year	-	-	-	139	-	-
Acquisition of subsidiary companies	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Written off	-	-	-	-	-	-
Transfers / reclassification	-	-	-	-	-	-
Exchange differences arising from translation of assets of a foreign entity	-	-	-	-	-	-
At 31 December	-	-	-	383	-	-
Net book value						
At 31 December 1999	3,268	35,332	955	4,322	66,139	146,948

Buildings	Buildings	Plant, machinery & equipment	Plant, machinery, equipment & vehicles	Office equipment, furniture & fittings & renovations	Capital work in progress	
At cost RM'000	At valuation RM'000	At valuation RM'000	At cost RM'000	At cost RM'000	Total RM'000	RM'000
27,159	9,130	20,815	152,710	11,604	927	412,180
7,481	-	-	67,841	935	35,898	150,746
175	-	-	2,552	147	1,795	33,137
-	-	(20,815)	(83,941)	(177)	-	(105,082)
-	-	-	(270)	(43)	-	(313)
(205)	-	-	1,673	67	(1,313)	824
-	-	-	5	-	-	5
34,610	9,130	-	140,570	12,533	37,307	491,497
11,090	847	2,081	80,855	7,532	-	102,649
1,692	847	2,082	17,682	1,287	-	23,729
47	-	-	646	26	-	719
-	-	(4,163)	(55,079)	(122)	-	(59,364)
-	-	-	(129)	(37)	-	(166)
(229)	-	-	834	219	-	824
-	-	-	3	-	-	3
12,600	1,694	-	44,812	8,905	-	68,394
22,010	7,436	-	95,758	3,628	37,307	423,103

PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) The Company

2000

	Land					
	Freehold land	Long term leasehold land & building	Buildings	Plant, machinery, equipment & vehicles	Office equipment, furniture & fittings & renovations	Total
	At cost RM'000	At cost RM'000	At cost RM'000	At cost RM'000	At cost RM'000	RM'000
Cost:-						
At 1 January	-	11,500	3,619	8,548	4,028	27,695
Additions	-	-	5,092	394	214	5,700
Disposals	-	-	-	(2,051)	-	(2,051)
At 31 December	-	11,500	8,711	6,891	4,242	31,344
Less:						
Accumulated depreciation						
At 1 January	-	1,916	350	4,488	3,523	10,277
Charge for the year	-	138	70	1,164	172	1,544
Disposals	-	-	-	(1,569)	-	(1,569)
At 31 December	-	2,054	420	4,083	3,695	10,252
Net book value						
At 31 December 2000	-	9,446	8,291	2,808	547	21,092

1999

	Land					
	Freehold land	Long term leasehold land & building	Buildings	Plant, machinery, equipment & vehicles	Office equipment, furniture & fittings & renovations	Total
	At cost RM'000	At cost RM'000	At cost RM'000	At cost RM'000	At cost RM'000	RM'000
Cost:-						
At 1 January	149	11,500	3,619	38,903	3,963	58,134
Additions	-	-	-	1,059	65	1,124
Disposals	(149)	-	-	(31,414)	-	(31,563)
At 31 December	-	11,500	3,619	8,548	4,028	27,695
Less:						
Accumulated depreciation						
At 1 January	-	1,779	287	18,984	3,278	24,328
Charge for the year	-	137	63	4,526	245	4,971
Disposals	-	-	-	(19,022)	-	(19,022)
At 31 December	-	1,916	350	4,488	3,523	10,277
Net book value						
At 31 December 1999	-	9,584	3,269	4,060	505	17,418

(c) Valuation

The buildings, long term leasehold land, long term leasehold plantation land and development expenditure of certain plantation subsidiary companies were revalued in 1997 on an open market value basis by a firm of independent professional valuers.

	The Group	
	2000	1999
	RM'000	RM'000
The net book values of the revalued land, buildings and plantation development expenditure had these assets been carried at cost less accumulated depreciation:		
- long term leasehold land	12,588	12,588
- long term leasehold plantation land and development expenditure	47,787	47,787
- buildings	4,565	4,994
	<u>64,940</u>	<u>65,369</u>

(d) Plantation development expenditure

The expenses incurred during the financial year which have been charged to the Group's plantation development expenditure include depreciation charge amounting to RM1,534,000 (1999: RM1,413,000) and interest expense amounting to RM2,718,000 (1999: RM6,637,000).

(e) Assets acquired under finance lease agreements

Included in property, plant and equipment of the Group and the Company are the net book values of the following assets acquired under finance lease agreements:-

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
Plant, machinery, equipment and vehicles	55,509	64,690	-	192

(f) Certain long term leasehold plantation land and development expenditure of the Group, at a net book value of RM61,838,000 have been charged as security for the amount due to an associated company referred to in Note 11 to the financial statements.

(g) The net book values of assets pledged as securities for term loan facilities (Note 8) and bank overdrafts (Note 29):-

	The Group	
	2000	1999
	RM'000	RM'000
Leasehold land	1,353	1,379
Buildings	267	274
Plant and machinery and vehicles	227	422
Furniture and fittings	5	11
	<u>1,852</u>	<u>2,086</u>

SUBSIDIARY COMPANIES

	The Company	
	2000	1999
	RM'000	RM'000
14. Unquoted shares, at cost		
- in Malaysia	224,879	140,958
- outside Malaysia	5,362	5,363
	<u>230,241</u>	<u>146,321</u>
Less: Provision for diminution in value	173	-
	<u>230,068</u>	<u>146,321</u>

The Group's effective equity interest in the subsidiary companies and their respective principal activities and countries of incorporation are set out in Note 43 to the financial statements.

ASSOCIATED COMPANIES

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
15. At cost:-				
Quoted shares				
- in Malaysia	46,476	45,649	46,476	45,649
- outside Malaysia	160,882	154,224	38,080	19,080
	<u>207,358</u>	<u>199,873</u>	<u>84,556</u>	<u>64,729</u>
Unquoted shares				
- in Malaysia	85,957	80,925	51,650	57,014
- outside Malaysia	135,118	121,887	52,979	54,319
	<u>428,433</u>	<u>402,685</u>	<u>189,185</u>	<u>176,062</u>
Share of post acquisition retained profits	126,478	86,304	-	-
	<u>554,911</u>	<u>488,989</u>	<u>189,185</u>	<u>176,062</u>
Less: Provision for diminution in value	11,944	6,804	7,640	2,500
	<u>542,967</u>	<u>482,185</u>	<u>181,545</u>	<u>173,562</u>
Represented by:-				
Group's share of net assets	502,556	456,334		
Group's share of goodwill	2,971	-		
Goodwill on acquisition	37,440	25,851		
	<u>542,967</u>	<u>482,185</u>		
Market value of:-				
Quoted shares				
- in Malaysia	43,077	51,173	43,077	51,173
- outside Malaysia	192,251	142,962	51,987	33,420
	<u>235,328</u>	<u>194,135</u>	<u>95,064</u>	<u>84,593</u>

The Group's effective equity interest in the associated companies and their respective principal activities and countries of incorporation are set out in Note 43 to the financial statements.

INVESTMENTS

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
16. At cost:-				
Quoted shares				
- in Malaysia	48,911	48,911	48,911	48,911
- outside Malaysia	14,400	238	54	54
	63,311	49,149	48,965	48,965
Unquoted shares				
- in Malaysia	7,802	7,755	6,500	6,500
- outside Malaysia	260	260	260	260
	8,062	8,015	6,760	6,760
Quoted non-convertible loan stock				
- outside Malaysia	359	359	359	359
Unquoted unit trusts				
- outside Malaysia	1,742	13,153	-	-
	73,474	70,676	56,084	56,084
Less: Provision for diminution in value	5,904	4,695	3,823	3,554
	67,570	65,981	52,261	52,530
Market value of:-				
Quoted shares				
- in Malaysia	23,498	29,187	23,498	29,187
- outside Malaysia	14,851	371	144	207
	38,349	29,558	23,642	29,394
Quoted non-convertible loan stock				
- outside Malaysia	450	599	450	599
	38,799	30,157	24,092	29,993

Although at balance sheet date, the costs of the Group's quoted long term investments exceeded their market values, these investee companies are profitable and their attributable net tangible assets are above the cost of the Group. As such, the Directors are of the opinion that a provision for diminution of investments is not necessary.

LONG TERM RECEIVABLES

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
17. Receivables	73,024	80,188	-	-
Less:				
Amount due within 12 months (included in trade receivables - Note 21)	7,164	7,164	-	-
Amount due after 12 months	65,860	73,024	-	-

LONG TERM RECEIVABLES (Continued)

The amount represents the cost of construction incurred up to 31 December 1997 on the Kementerian Kerja Raya Office Blocks by a subsidiary company. The cost of construction upon completion is reimbursable in instalments by the Government of Malaysia over a period of 13 1/2 years commencing from 1 March 1997, pursuant to a concession agreement.

In connection with the concession, the subsidiary company will also receive fees over the duration of the concession period for the maintenance, operation and management of the Kementerian Kerja Raya Office Blocks from the Government of Malaysia commencing from 1 March 1997. All rights under the above concession agreement have been assigned to secure the Bond referred to in Note 7 to the financial statements.

INTANGIBLE ASSETS

	The Group	
	2000	1999
	RM'000	RM'000
18. Goodwill on consolidation	3,097	3,109
Deferred expenditure	3,040	4,259
	6,137	7,368
a) Goodwill on consolidation		
Cost		
At 1 January	9,085	9,085
Arising from the acquisition of subsidiary companies	354	-
At 31 December	9,439	9,085
Less: Accumulated amortisation		
At 1 January	5,976	5,664
Current amortisation	366	312
At 31 December	6,342	5,976
	3,097	3,109
b) Deferred expenditure		
Deferred expenditure comprises:-		
At cost:-		
Premium paid on the conversion of leasehold mining land to industrial land	-	110
Expenses incurred on the development of quarry face	11,737	10,115
Pre-operating expenses	-	684
	11,737	10,909
Less: Accumulated amortisation	8,697	6,650
	3,040	4,259

DEVELOPMENT PROPERTIES

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
19. At valuation:				
Freehold land	7,222	7,585	-	-
At cost:				
Freehold land	224,655	131,292	281	281
Leasehold land	209,015	121,075	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	440,892	259,952	281	281
Add: Attributable profits	34,664	10,812	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	475,556	270,764	281	281
Less: Progress billings	281,665	73,450	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	193,891	197,314	281	281
	<hr/>	<hr/>	<hr/>	<hr/>

Included in the development properties of the Group are interests incurred and capitalised during the financial year amounting to RM Nil (1999: RM416,000).

INVENTORIES

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
20. At cost:				
Completed buildings	33,491	24,907	5,982	5,959
Construction materials	7,175	4,620	1,030	256
Raw materials	1,207	887	-	-
Finished goods	2,306	3,388	-	-
Stores and spares	5,070	5,261	-	37
Oil palm nurseries	1,980	6,671	-	-
Consumables	164	110	-	-
Fertilisers and chemicals	728	1,687	-	-
Work-in-progress	23	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	52,144	47,531	7,012	6,252
	<hr/>	<hr/>	<hr/>	<hr/>
At net realisable value:				
Crude palm oil	2,764	-	-	-
Palm kernel	332	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	3,096	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	55,240	47,531	7,012	6,252
	<hr/>	<hr/>	<hr/>	<hr/>

TRADE AND OTHER RECEIVABLES

	Note	The Group		The Company	
		2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
21. Trade receivables		411,604	377,077	141,254	195,142
Less: Provision for doubtful debts		38,162	38,751	23,317	25,317
		373,442	338,326	117,937	169,825
Amounts due from customers on construction contracts	30	23,781	29,823	9,835	2,744
Amounts owing by subsidiary companies		-	-	421,608	383,186
Amounts owing by associated companies		149,439	178,358	74,075	90,962
Less: Provision for doubtful debts		3,197	1,903	2,010	716
		146,242	176,455	72,065	90,246
Amounts owing by jointly controlled entities	26	62,291	28,528	42,500	23,437
Other receivables	22	80,639	100,418	26,822	30,272
		686,395	673,550	690,767	699,710

The amounts owing by subsidiary companies and associated companies are unsecured, bear interest ranging from 7.50% to 8.80% (1999: 7.80% to 10.05%) per annum and have no fixed terms of repayment.

OTHER RECEIVABLES

	The Group		The Company	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
22. Trade and tender deposits	24,834	34,411	11,761	3,426
Trade advances	34,959	43,050	10,746	25,748
Other deposits and prepayments	20,846	22,957	4,315	1,098
	80,639	100,418	26,822	30,272

SHORT TERM INVESTMENTS

	The Group		The Company	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
23. At cost:-				
Quoted shares - in Malaysia	21,669	21,675	20,387	20,387
Quoted debentures - in Malaysia	221	221	-	-
	21,890	21,896	20,387	20,387
Less: Provision for diminution in value of investments	11,767	9,250	11,098	8,833
	10,123	12,646	9,289	11,554
Market value:				
Quoted shares - in Malaysia	10,096	12,583	9,289	11,554
Quoted debentures - in Malaysia	27	63	-	-
	10,123	12,646	9,289	11,554

DEPOSITS WITH LICENSED BANK

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
24. Short term deposits with a licensed bank	11,625	7,872	-	-
Fixed deposits with licensed banks	94,434	11,773	85,887	10,388
	<u>106,059</u>	<u>19,645</u>	<u>85,887</u>	<u>10,388</u>

The short term deposits with a licensed bank are assigned to the trustee of the bond holders to hold as security in connection with the 8% Secured Fixed Rate Bond issued by a subsidiary company during the financial year referred to in Note 7 to the financial statements. The short term deposits are maintained by the trustee for payment of interest, income tax and for the redemption of the bond. Surplus fund could only be released to the subsidiary company with the consent of the trustee.

CASH AND BANK BALANCES

25. Cash and bank balances include balances amounting to RM1,879,000 (1999: RM2,304,000) which are maintained in designated Housing Development Accounts pursuant to the Housing Developers (Control and Licensing) Act, 1966 and Housing Regulations, 1991 in connection with the Group's property development projects.

AMOUNTS OWING BY JOINTLY CONTROLLED ENTITIES

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
26. (a) Amounts owing by jointly controlled entities	41,252	21,061	30,125	20,284
Share of profits	21,039	7,467	12,375	3,153
	<u>62,291</u>	<u>28,528</u>	<u>42,500</u>	<u>23,437</u>

(b) Details of the jointly controlled entities are as follows:

	Group's effective interest in jointly controlled entities		Principal activity
	2000	1999	
IJM-Gammon Joint Venture	50%	50%	Construction
Dywidag-IJM Joint Venture	49%	49%	Construction
IJM-IT&T Joint Venture	51%	51%	Construction
IJM-Rezeki Joint Venture	70%	70%	Construction
IJM-Perkasa Sutera Joint Venture	70%	70%	Construction
IJM-SCL Joint Venture	50%	50%	Construction
IJM-Salcon Joint Venture	50%	50%	Construction
IJM-Gayatri Joint Venture	60%	60%	Construction
WGI-IJM Joint Venture	40%	40%	Construction
Liberty Properties – IJM Joint Venture	60%	-	Construction
IJM Properties – JA Manan Development Joint Venture	50%	-	Property development
IJM Properties – Danau Lumayan Joint Venture	60%	-	Property development
IJM Management Services – Giat Bernas Joint Venture	70%	-	Project management services

- (c) The Group's and the Company's share of assets, liabilities, revenue and profit less losses before taxation of the jointly controlled entities are as follows:-

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
Property, plant and equipment	6,975	10,224	6,907	10,189
Current assets	98,959	57,499	83,491	36,331
Current liabilities	66,467	69,365	60,178	45,944
Revenue	141,162	202,042	91,958	169,845
Profit less losses before taxation	10,244	1,428	1,580	(1,321)

There are no capital commitments and contingent liabilities relating to the Group's and the Company's interests in the jointly controlled entities.

TRADE AND OTHER PAYABLES

	Note	The Group		The Company	
		2000	1999	2000	1999
		RM'000	RM'000	RM'000	RM'000
27. Trade payables		171,515	129,334	18,715	38,878
Amounts due to customers on construction contracts	30	55,026	37,946	18,638	15,778
Amounts owing to subsidiary companies		-	-	162,795	124,426
Amounts owing to associated companies		79,783	93,498	20,057	30,797
Amounts owing to jointly controlled entities		19,634	8,301	12,279	-
Trade accruals		26,892	48,940	15,391	16,643
Other payables and accruals		52,849	61,938	12,814	14,412
Dividend payable		97	41	97	41
		<u>405,796</u>	<u>379,998</u>	<u>260,786</u>	<u>240,975</u>

The amounts due to subsidiary companies, associated companies and jointly controlled entities are unsecured, bear interest at rates ranging from 2.55% to 6.80% (1999: 3.25% to 8.05%) per annum and have no fixed terms of repayment.

BANK BORROWINGS

	Note	The Group		The Company	
		2000	1999	2000	1999
		RM'000	RM'000	RM'000	RM'000
28. Term loans	8	54,209	69,804	12,201	26,908
Revolving credits		74,005	96,014	29,000	76,500
Bankers acceptances		46,515	16,554	42,815	14,254
		<u>174,729</u>	<u>182,372</u>	<u>84,016</u>	<u>117,662</u>

The bankers acceptances and revolving credits are unsecured, bear interest at rates ranging between 2.95% and 8.40% (1999: 3.10% and 9.62%) per annum.

BANK OVERDRAFTS

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
29. Secured by:-				
Leasehold land of subsidiary companies	2,030	623	-	-
Development properties of subsidiary companies	6,144	5,103	-	-
	8,174	5,726	-	-
Unsecured	12,793	11,389	485	355
	20,967	17,115	485	355

The bank overdrafts bear interest at rates for the year ranging between 7.0% and 7.80% (1999: 6.8% and 13.80%) per annum.

AMOUNTS DUE FROM / (TO) CUSTOMERS ON CONSTRUCTION CONTRACTS

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
30. Aggregate costs incurred to date	943,963	760,712	246,590	256,653
Attributable profits less recognised losses	54,720	50,148	(3,302)	2,278
	998,683	810,860	243,288	258,931
Less: Progress billings on contracts	1,029,928	818,983	252,091	271,965
	(31,245)	(8,123)	(8,803)	(13,034)
Amounts due from customers on contracts (included in trade and other receivables - Note 21)	23,781	29,823	9,835	2,744
Amounts due to customers on contracts (included in trade and other payables - Note 27)	(55,026)	(37,946)	(18,638)	(15,778)
	(31,245)	(8,123)	(8,803)	(13,034)
Advances received on contracts (included in trade payables)	14,869	14,733	-	2
Retention sums on contracts (included trade receivables)	38,725	4,125	14,846	18,366

OPERATING REVENUE

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
31. Construction contract revenue	409,089	255,625	74,347	98,641
Sale of development properties and property management services	85,463	117,435	5,592	44,933
Sale of quarry and manufactured products	71,527	58,515	-	-
Sale of crude palm oil and by-products	46,855	114,964	-	-
Dividend income	342	327	45,786	17,567
Rental of properties	2,572	2,732	2,024	3,030
	615,848	549,598	127,749	164,171
Share of operating revenue of:-				
Associated companies	337,614	458,328	-	-
Jointly controlled entities	141,162	202,042	91,958	169,845
	1,094,624	1,209,968	219,707	334,016

OPERATING PROFIT BEFORE FINANCE COSTS

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
32. Operating profit before finance costs is stated after charging:-				
Depreciation	20,802	21,424	1,544	4,971
Hire of plant and equipment	1,449	757	-	-
Auditors' remuneration:				
- current year	514	440	105	103
- under/(over) provision in respect of prior year	10	(1)	-	-
Amortisation of deferred expenditure	2,058	774	-	-
Rental of land and buildings	1,292	817	-	-
Amortisation of goodwill	366	312	-	-
Lease rental	2,466	106	-	-
Property, plant and equipment written off	94	154	-	-
Bad debts written off	200	28	-	-
Construction contract costs	320,345	161,244	71,205	83,483
Cost of quarry and manufactured products sold	61,325	28,864	-	-
Staff cost (note (a))	49,106	45,890	10,458	19,314
Net exchange (loss)/gain:				
- unrealised	(3,608)	8,817	(3,464)	6,011
- realised	(27)	-	-	-
Provision for diminution in value of investment in subsidiary companies	-	-	(173)	-
Provision for diminution in value of investment in associated companies	(4,690)	-	(5,140)	-
Provision for diminution in value of long term unquoted investments	(270)	(875)	(270)	-
Provision for diminution in value of long term quoted investments	(940)	-	-	-
Provision/(write back of provision) for diminution in value of short term quoted investments	(2,519)	4,495	(2,264)	4,275

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
and crediting:-				
Gross dividends received from:				
- subsidiary companies (unquoted)	-	-	44,689	9,227
- associated companies				
(quoted)	-	-	642	7,134
(unquoted)	-	-	39	879
- other investments				
(quoted)	440	344	416	327
(unquoted)	49	34	-	-
Interest income	12,964	17,254	21,500	29,626
Profit on disposal of property, plant and equipment	153	12,374	88	9,348
Rental income from properties	2,458	3,797	2,024	3,030
Plant rental income	54	1,511	1,607	-
Bad debts recovered	140	334	-	-
Gain on disposal of shares in a subsidiary company	1,473	-	-	-
Gain on disposal of shares in associated companies	92	12,587	8,642	11,737

(a) Included in staff cost for the financial year are:

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
Directors' remuneration:-				
Fees				
Current year	165	157	165	157
Over provision in respect of prior year	(15)	(7)	(15)	(7)
Other emoluments	2,345	3,644	1,787	2,720
Directors of subsidiary companies:-				
Fees	71	60	-	-
Other emoluments	1,717	2,209	-	-

The estimated monetary value of benefits-in-kind provided to the Directors of the Group and the Company by way of usage of the Group's and of the Company's assets and the provision of other benefits amounted to RM139,000 (1999: RM125,600) and RM89,000 (1999: RM65,300) respectively.

(b) Professional fees of RM48,000 (1999: RM78,000) was paid to a company in which a director of a subsidiary company has interest. This transaction is based on commercial terms and conditions mutually agreed by the parties.

FINANCE COSTS

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
33. Interest expense on borrowings	21,176	35,073	11,201	19,161
Interest expense on bonds	14,250	1,667	6,250	-
	35,426	36,740	17,451	19,161

TAXATION

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
34. (a) Taxation based on the profit for the year:				
Malaysian income tax	(17,333)	(77)	(8,670)	(1,572)
Overseas taxation	(1,129)	(37)	(547)	(37)
Transfer from deferred taxation (Note 10)	2,190	1,012	-	-
	(16,272)	898	(9,217)	(1,609)
Overprovision in prior year	162	984	-	-
	(16,110)	1,882	(9,217)	(1,609)

The effective rates of taxation of the Group and the Company for the current year are lower than the statutory rate of tax applicable to the Group's profit because of tax exempt overseas income.

	The Group		The Company	
	2000	1999	2000	1999
	RM'000	RM'000	RM'000	RM'000
(b) Share of taxation of associated companies:				
Current year	(11,005)	(3,552)	-	-
Underprovision in prior year	(3,306)	-	-	-
	(14,311)	(3,552)	-	-

EARNINGS PER SHARE35. (a) **Basic**

The basic earnings per share for the financial year has been calculated based on the Group's profit attributable to shareholders for the financial year of RM76,773,000 (1999: RM117,676,000) and on the weighted average number of ordinary shares in issue during the financial year of 349,871,000 (1999: 343,807,000). The weighted average number of ordinary shares in issue was derived at after taking into account the issuance of shares pursuant to the ESOS and from the conversion of Warrants 2000/2004.

(b) **Fully diluted**

The fully diluted earnings per share of the Group is calculated by dividing the Group's profit attributable to shareholders of RM76,773,000 (1999: RM117,676,000) by the weighted average number of ordinary shares in issue adjusted to assume the conversion of all dilutive potential ordinary shares, i.e. share options issued pursuant to the ESOS and the Warrants 2000/2004. A calculation is done to determine the number of shares that could have been acquired at market price (determined as the weighted average annual share price of the Company's shares) based on the monetary value of the subscription rights attached to the outstanding share options and warrants. This calculation serves to determine the unpurchased shares to be added to the ordinary shares outstanding for the purpose of computing the dilution. No adjustment is made to the net profit attributable to shareholders for the share options and warrants calculation.

	The Company	
	2000	1999
	RM'000	RM'000
Profit attributable to shareholders (RM'000)	76,773	117,676
Weighted average number of ordinary shares in issue ('000)	349,871	343,807
Adjustments for:-		
- share options	614	2,282
- warrants	15,366	-
Weighted average number of ordinary shares for diluted earnings per share ('000)	365,851	346,089
Diluted earnings per share (sen)	20.9	34.0

DIVIDENDS

	The Company	
	2000	1999
	RM'000	RM'000
36. In respect of the year ended 31 December 2000:-		
Paid interim dividend of 3% (1999: nil) less tax	7,591	-
Proposed final dividend of 5% less tax (1999: 6% -tax exempt)	12,654	20,758
Underprovision of dividends declared in respect of prior years due to exercise of ESOS.	306	107
	20,551	20,865

The proposed final dividend is based on the issued and paid-up share capital at balance sheet date.

SUMMARY OF EFFECTS ON ACQUISITION AND DISPOSAL OF INTERESTS IN SUBSIDIARY COMPANIES

	2000
	RM'000
37. (a) Net assets acquired:-	
Property, plant and equipment	2,973
Inventories	245
Trade and other receivables	86
Cash and bank balances	139
Trade and other payables	(440)
Bank borrowings	(39)
Minority interest	(47)
Reserve on consolidation	(43)
Net cash acquired	2,874
Less: Cash and bank balances of subsidiary companies acquired	(139)
Cash flows on acquisition, net of cash acquired	2,735

The effect of the acquisition on the financial results for the financial year are as follows:-

	2000 RM'000
Revenue	944
Administrative expenses	(863)
Other operating expenses	(182)
	<hr/>
Operating loss before finance cost	(101)
Finance cost	(2)
	<hr/>
Loss from ordinary activities	(103)
	<hr/>

The effect of the acquisition on the financial position of the Group at 31 December 2000 are as follows:-

	2000 RM'000
Property, plant and equipment	2,972
Inventories	328
Trade and other receivables	1,038
Cash and bank balances	214
Trade and other payables	(1,372)
Bank borrowings	(814)
Minority interest	(926)
	<hr/>
	1,440
	<hr/>

	2000 RM'000
(b) Net assets disposed:-	
Property, plant and equipment	40
Trade and other receivables	10,396
Cash and bank balances	63
Trade and other payables	(12,424)
Provision for taxation	(42)
Minority interest	(490)
Net assets attributable to shares retained as an associated company	984
	<hr/>
Gain on disposal	(1,473)
	<hr/>
Cash and cash equivalents in subsidiary company disposed	(63)
	<hr/>
Net cash outflow on disposal	(63)
	<hr/>

The effect of the disposal on the financial results of the Group are as follows:

	As an associate 2000 RM'000	As a subsidiary 1999 RM'000
Operating revenue	-	-
Cost of sales	-	(131)
Gross loss	-	(131)
Other operating income	-	172
Administrative expenses	-	(122)
Other operating expenses	-	(51)
Loss from operations	-	(132)
Finance cost	-	(663)
Share of losses from associated companies	(27)	-
Loss from ordinary activities before taxation	(27)	(795)
Taxation	-	393
Loss from ordinary activities after taxation	(27)	(402)

CASH AND CASH EQUIVALENTS

38. Cash and cash equivalents included in the consolidated and Company's cash flow statements comprise the following:-

	The Group		The Company	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
Fixed deposits with licensed banks (Note 24)	94,434	11,773	85,887	10,388
Cash and bank balances	23,600	47,927	5,325	23,175
Bank overdrafts				
- Secured (Note 29)	(8,174)	(5,726)	-	-
- Unsecured (Note 29)	(12,793)	(11,389)	(485)	(355)
	97,067	42,585	90,727	33,208

SIGNIFICANT RELATED PARTY DISCLOSURES

39. The Group

- (a) In 1997, the Company has entered into a joint venture with IT & T Engineering & Construction Sdn Bhd, a 100% owned subsidiary company of a significant shareholder, IGB Corporation Berhad to undertake a turnkey contract at an original contract sum of RM968 million, subsequently revised to RM772 million to design and construct Phase 1 of Mid Valley. The progress billings made by the joint venture during the financial year amounted to RM34,750,000 (1999: RM245,777,000), out of which the balance outstanding at balance sheet date was RM22,062,535 (1999: RM87,972,000).

	2000 RM'000	1999 RM'000
(b) Associated companies:-		
Progress billings on contracts to:		
- THB-IJM Joint Venture Sdn Bhd	20,027	20,569
- Worldwide Ventures Sdn Bhd	609	20,599
- Akrab Perkasa Sdn Bhd	202	15,226
Management fee charged to:		
- Grupo Concesionario del Oeste S.A.	3,625	1,871
Sales of quarry products to:		
- Industrial Concrete Products Bhd	1,260	768
- Kuang Rock Products Sdn Bhd	120	56
Purchase of building materials from:		
- Industrial Concrete Products Bhd	22,750	505
Purchase of building maintenance services from:		
- Cofreth (M) Sdn Bhd	558	558
Purchase of agricultural fertilisers and chemicals from:		
- Loongsyn Sdn Bhd	2,731	5,294
Rental income from:		
- Industrial Concrete Products Bhd	262	235
Interest income from:		
- Worldwide Ventures Sdn Bhd	3,619	5,538
- Emas Utilities Corporation Sdn Bhd	938	1,401
- Jelutong Development Sdn Bhd	723	999
- Other associated companies *	279	306
Interest charged by:		
- THB-IJM Joint Venture Sdn Bhd	86	206
Advances to/(repayment from):		
- Emas Utilities Corporation Sdn Bhd	(15,391)	14,304
- Jelutong Development Sdn Bhd	3,859	(6,394)
Advances from:		
- THB-IJM Joint Venture Sdn Bhd	9,250	5,000
* These transactions are aggregated as they are similar in nature and none is significant enough to warrant separate disclosure.		
(c) Jointly controlled entities		
Progress billings on contracts by:		
- IJM Construction – Perkasa Sutera Joint Venture	6,212	-
(d) The above transactions with related parties were carried out in the normal course of business under terms and conditions which are obtainable in transactions with unrelated parties or negotiated amongst related parties.		

(e) Significant outstanding balances arising from the above non-trade transactions during the financial year:

Related party	Type of transaction	2000 RM'000	1999 RM'000
Receivables:			
- Jelutong Development Sdn Bhd	Advances	3,859	-
- Emas Utilities Corporation Sdn Bhd	Advances	-	14,594
Payables:			
- THB-IJM Joint Venture Sdn Bhd	Advances	9,250	5,000

CAPITAL COMMITMENTS

	The Group	
	2000 RM'000	1999 RM'000
40. Approved and contracted for	43,100	9,319
Approved but not contracted for	24,076	12,883
	<u>67,176</u>	<u>22,202</u>
Analysed as follows:-		
Property, plant and equipment	47,176	22,202
Development land	20,000	-
	<u>67,176</u>	<u>22,202</u>

CONTINGENT LIABILITIES (UNSECURED)

	The Group		The Company	
	2000 RM'000	1999 RM'000	2000 RM'000	1999 RM'000
41. Bank borrowings of subsidiary companies guaranteed by the Company	-	-	103,453	160,680
Bank borrowings of associated companies guaranteed by the Company	79,577	106,633	79,577	106,633
	<u>79,577</u>	<u>106,633</u>	<u>183,030</u>	<u>267,313</u>

SEGMENTAL REPORTING

42. The analysis of Group's operations for the financial year ended 31 December 2000 are as follows:-

(a) Analysis by activity

	Turnover RM'000	Profit/(loss) before taxation RM'000	Total assets employed RM'000
2000			
Construction	621,377	64,040	677,493
Property development	97,247	13,411	417,682
Manufacturing and quarrying	188,708	11,718	208,634
Plantations	65,123	4,792	442,586
Infrastructure	98,020	27,911	401,542
Education and investment	24,149	(2,916)	114,074
	<u>1,094,624</u>	<u>118,956</u>	<u>2,262,011</u>
Group's share of turnover of associated companies and jointly controlled entities	(478,776)		
	<u>615,848</u>		

	Turnover RM'000	Profit before taxation RM'000	Total assets employed RM'000
1999			
Construction	612,122	42,083	588,170
Property development	252,594	25,864	417,013
Manufacturing and quarrying	155,607	8,693	187,647
Plantations	114,964	24,314	400,105
Infrastructure	56,336	36,230	350,421
Education and investment	18,345	2,247	106,918
	<hr/>	<hr/>	<hr/>
	1,209,968	139,431	2,050,274
Group's share of turnover of associated companies and jointly controlled entities	(660,370)		
	<hr/>		
	549,598		
	<hr/>		

(b) Analysis by geographical location

	Turnover RM'000	Profit/(loss) before taxation RM'000	Total assets employed RM'000
2000			
Malaysia	790,422	63,779	1,669,735
Australia	58,156	11,313	141,440
China	20,352	12,818	225,501
Argentina	66,638	17,070	102,258
Vietnam	16,064	7,345	25,765
Singapore	84,233	7,045	17,227
Other countries	58,759	(414)	80,085
	<hr/>	<hr/>	<hr/>
	1,094,624	118,956	2,262,011
Group's share of turnover of associated companies and jointly controlled entities	(478,776)		
	<hr/>		
	615,848		
	<hr/>		

(b) Analysis by geographical location

	Turnover RM'000	Profit/(loss) before taxation RM'000	Total assets employed RM'000
1999			
Malaysia	853,615	86,510	1,522,407
Australia	142,754	7,314	144,296
China	27,093	17,065	190,040
Argentina	24,929	18,459	77,993
Vietnam	13,418	8,945	41,471
Singapore	97,016	4,680	13,850
Other countries	51,143	(3,542)	60,217
	<hr/>	<hr/>	<hr/>
	1,209,968	139,431	2,050,274
Group's share of turnover of associated companies and jointly controlled entities	(660,370)		
	<hr/>		
	549,598		
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List of Subsidiary and Associated Companies

IJM CORPORATION BERHAD (104131-A)

as at 31 December 2000

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43.

Name of Company	Country of incorporation	Effective equity interest		Principal activities	
		2000 %	1999 %		
SUBSIDIARY COMPANIES					
Damansara Rock Products Sdn Bhd	Malaysia	70	70	Quarrying, road pavement construction, manufacture and sale of premix products	
GR Concrete Sdn Bhd	Malaysia	72	72	Production and supply of ready-mixed concrete	
IJM Argentina Sociedad Anomina *	Argentina	100	100	Investment holding	
IJM Australia Pty Limited +	Australia	80	80	Engineering and construction consultancy and property development	
IJM Construction Sdn Bhd	Malaysia	100	100	Civil and building construction and investment holding	
IJM International (BVI) Pty Ltd *	British Virgin Islands	100	100	Investment holding	
IJM International Limited #	Hong Kong	100	100	Investment holding	
IJM Investments (L) Ltd *	Federal Territory of Labuan	100	100	Investment holding	
IJM Overseas Ventures Sdn Bhd	Malaysia	100	100	Investment holding	
IJM Plantations Sdn Bhd	Malaysia	100	100	Cultivation of oil palm and investment holding	
IJM Properties Sdn Bhd	Malaysia	100	100	Property development and investment holding	
Jurutama Sdn Bhd	Malaysia	100	100	Civil and building construction and property development	
Kamad Quarry Sdn Bhd	Malaysia	100	100	Quarrying, manufacture and sale of premix products and road pavement construction	
Kemena Industries Sdn Bhd *	Malaysia	55	55	Manufacture of ready-mixed concrete and reinforced concrete products	
Malaysian Rock Products Sdn Bhd	Malaysia	100	100	Quarrying, sale of rock products and investment holding	
Maxharta Sdn Bhd	Malaysia	100	100	Property development, civil and building construction	
Nilai Cipta Sdn Bhd *	Malaysia	70	70	Office complex concession holder	

Name of Company	Country of incorporation	Effective equity interest		Principal activities
		2000 %	1999 %	
Regal Glamour Sdn Bhd	Malaysia	100	100	Dormant
Scaffold Master Sdn Bhd	Malaysia	100	100	Sale and rental of steel scaffolding
Styrobilt Sdn Bhd	Malaysia	100	100	Dormant
Suria Bistari Development Sdn Bhd	Malaysia	51	51	Property development
Torsco Berhad *	Malaysia	90	90	Engineering, fabrication and construction
Held by GR Concrete Sdn Bhd				
Strong Mixed Concrete Sdn Bhd	Malaysia	100	100	Production and supply of ready-mixed concrete
Held by IJM Australia Pty Limited				
Billmex Pty Limited +	Australia	70	70	Property development
Held by IJM Construction Sdn Bhd				
Crendon Building Systems Sdn Bhd	Malaysia	100	100	Prefabricated building construction
IJM (India) Infrastructure Limited *	India	70	-	Construction
Prebore Piling & Engineering Sdn Bhd *	Malaysia	70	50.1	Piling, engineering and other construction works
Held by IJM International Limited				
Park-Lee Construction Limited #	Hong Kong	62.5	62.5	Dormant
Held by IJM Overseas Ventures Sdn Bhd				
IJM Construction (Vietnam) Sdn Bhd	Malaysia	100	100	Dormant
Held by IJM Plantations Sdn Bhd				
Berakan Maju Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Desa Talisai Sdn Bhd *	Malaysia	60	60	Cultivation of oil palm
Dynasive Enterprise Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Excellent Challenger (M) Sdn Bhd *	Malaysia	70	70	Cultivation of oil palm
Gunaria Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm

Name of Company	Country of incorporation	Effective equity interest		Principal activities
		2000 %	1999 %	
IJM Agri Services Sdn Bhd *	Malaysia	70	70	Provision of agricultural management services to plantations
Rakanan Jaya Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Ratus Sempurna Sdn Bhd *	Malaysia	100	100	Property holding
Sabang Mills Sdn Bhd *	Malaysia	100	100	Palm oil milling
Sijas Plantations Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Held by Desa Talisai Sdn Bhd				
Cahaya Adil Sdn Bhd *	Malaysia	100	-	Cultivation of oil palm
Desa Talisai Palm Oil Mill Sdn Bhd *	Malaysia	60	60	Operates a palm oil mill
Firdana Corporation Sdn Bhd *	Malaysia	100	-	Cultivation of oil palm
Gerbang Selasih Sdn Bhd *	Malaysia	100	-	Cultivation of oil palm
Sihat Maju Sdn Bhd *	Malaysia	100	-	Cultivation of oil palm
Held by Excellent Challenger (M) Sdn Bhd				
Ampas Maju Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Gapas Mewah Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Golden Grip Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Kulim Mewah Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Laserline Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Macmillion Group Sdn Bhd *	Malaysia	100	100	Dormant
Rantajasa Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Sri Kilau Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm
Held by Rakanan Jaya Sdn Bhd				
Isu Mutiara Sdn Bhd *	Malaysia	100	100	Cultivation of oil palm

Name of Company	Country of incorporation	Effective equity interest		Principal activities
		2000 %	1999 %	
Held by IJM Properties Sdn Bhd				
BDA-Kidurong Development Sdn Bhd *	Malaysia	53	53	Property development
Chen Yu Land Sdn Bhd	Malaysia	100	100	Property development
IJM Management Services Sdn Bhd	Malaysia	100	100	Project and construction management services
Jalanan Masyhur Sdn Bhd	Malaysia	51	51	Property development
Liberty Heritage (M) Sdn Bhd	Malaysia	100	100	Property management and car parking services
Sinaran Intisari (M) Sdn Bhd	Malaysia	51	51	Property development
Wedec Sdn Bhd	Malaysia	100	100	Interior fit-out services, upgrades and renovation works
Xylocorp (M) Sdn Bhd	Malaysia	100	100	Property development
Held by Kemena Industries Sdn Bhd				
Kipal Industries Sdn Bhd *	Malaysia	51	51	Sale of ready-mixed concrete and manufacture of cement bricks
Held by Malaysian Rock Products Sdn Bhd				
Aggregate Marketing Sdn Bhd	Malaysia	51	51	Sale of rock products
Azam Ekuiti Sdn Bhd	Malaysia	100	100	Quarry owner
Bohayan Industries Sdn Bhd	Malaysia	70	70	Quarrying, sale of quarry products, production and sale of ready-mixed concrete
Global Rock Marketing Sdn Bhd	Malaysia	100	100	Sale of rock products
Masello (M) Sdn Bhd	Malaysia	100	100	Sale of rock products
Oriental Empire Sdn Bhd	Malaysia	100	100	Quarry owner
Held by Torsco Berhad				
Torsco Overseas Sdn Bhd* (formerly known as Mercury Trading Sdn Bhd)	Malaysia	100	100	Marketing piping spools worldwide
Sang Kee Enterprise Sdn Bhd *	Malaysia	100	100	Property investment
Sang Kee Feedmills Sdn Bhd *	Malaysia	100	100	Property investment

Name of Company	Country of incorporation	Effective equity interest		Principal activities
		2000 %	1999 %	

ASSOCIATED COMPANIES

CIDB Inventures Sdn Bhd	Malaysia	23	25.6	Construction
Cofreth (M) Sdn Bhd *	Malaysia	20	20	Total facilities management, operations & maintenance, co-generation and district cooling system/service provider
Community Resort Development System Sdn Bhd*	Malaysia	20	20	Dormant
Emas Utilities Corporation Sdn Bhd *	Malaysia	40	40	Investment holding
Grupo Concesionario del Oeste S.A. ~	Argentina	20.1	17.38	Construction, renovation, repair, conservation and operation of Acceso Oeste highway
IJM-Yorkville (BVI) Pty Ltd *	British Virgin Islands	50	50	Special purpose vehicle for financing
Industrial Concrete Products Berhad *	Malaysia	21.5	21.2	Manufacture of precast concrete products
Inversiones e Inmobiliaria Sur-Sur S.A. *	Chile	25	25	Property Development
Jelutong Development Sdn Bhd	Malaysia	50	50	Civil construction and property development
JWS Projects Sdn Bhd	Malaysia	50	50	Investment holding
Macroland Holdings Sdn Bhd	Malaysia	30	30	Dormant
MASSCORP-Chile Sdn Bhd	Malaysia	31.4	31.4	Investment holding
Precast Products Sdn Bhd *	Malaysia	25	25	Dormant
Precast Property Sdn Bhd *	Malaysia	50	50	Dormant
Precast Technology Sdn Bhd *	Malaysia	50	50	Dormant
Sin Kean Boon Group Berhad *	Malaysia	20.1	20.1	Manufacture of roller shutters and aluminium extrusions and investment holding
Spirolite (M) Sdn Bhd *	Malaysia	37.5	37.5	Manufacture of straight extruded pipes and "spiral" pipes, tubes, tanks and containers
Worldwide Ventures Sdn Bhd	Malaysia	50	50	Property development and investment holding

Name of Company	Country of incorporation	Effective equity interest		Principal activities
		2000 %	1999 %	
Held by IJM Australia Pty Limited				
D.E.M. Limited *	Australia	9	50	Architectural and design services
Quay Link Enterprises Pty Limited +	Australia	50	50	Property development
Held by IJM Construction Sdn Bhd				
@ Hexacon Construction Pte Limited ^	Singapore	49	-	Civil and building construction
@ Highway Master Sdn Bhd	Malaysia	50	-	Road pavement construction
IJM Binamaju Sdn Bhd	Malaysia	-	50	Civil and building construction
Intergrated Water Services (M) Sdn Bhd *	Malaysia	35	-	Operation and maintenance of a water treatment plant
@ IT&T Builders Sdn Bhd	Malaysia	45	-	Building construction
@ Kami Builders Sdn Bhd *	Malaysia	50	-	Civil construction and property development
Malaysian Construction Ventures (Overseas) Sdn Bhd	Malaysia	20	20	Project consultancy services
@ Nekadsatu Jaya Sdn Bhd	Malaysia	50	-	Construction and property development
THB-IJM Joint Venture Sdn Bhd	Malaysia	49	50	Construction
Held by IJM International (BVI) Pty Ltd				
Avillion Hotels International (Sydney) Pty Limited *	Australia	49	49	Hotel operator
Reliance-OSW (Nominees) Pty Limited *	Australia	49	49	Trustee company
Held by IJM International Limited				
Amcol Pacific Infrastructure Pte Limited *	Singapore	20	20	Dormant
Amcol Pacific Management Pte Limited *	Singapore	40	40	Dormant
Grapevine Investments (Hong Kong) Limited #	Hong Kong	50	50	Investment holding
OSW Properties Pty Limited *	Australia	50	50	Property development

Name of Company	Country of incorporation	Effective equity interest		Principal activities
		2000 %	1999 %	
Held by IJM Overseas Ventures Sdn Bhd				
Crendon Holdings Limited *	England	25	25	In members' voluntary liquidation
Earning Edge Sdn Bhd	Malaysia	20	20	Property development
Gautami Power Limited *	India	60 ⁽¹⁾	60 ⁽¹⁾	Power generation
Guangdong Provincial Expressway Development Co. Ltd *	China	13.77	15.1	Development, operation and management of expressways and large bridges
MASSCORP-Namibia Sdn Bhd	Malaysia	40	40	Investment holding
Meaga Corporation Sdn Bhd *	Malaysia	25	25	In members' voluntary liquidation
Held by IJM Plantations Sdn Bhd				
Cekap Tropikal Sdn Bhd*	Malaysia	60 43 ⁽²⁾	60 43 ⁽²⁾	Special purpose vehicle for financing
Loongsyn Sdn Bhd *	Malaysia	50	50	Trading in agricultural fertilizers and chemicals
Minat Teguh Sdn Bhd *	Malaysia	35	35	Cultivation of oil palm
Trunkline Plantations Sdn Bhd *	Malaysia	50	50	Cultivation of oil palm
Held by IJM Properties Sdn Bhd				
Ever Mark (M) Sdn Bhd	Malaysia	50	50	Property development
@ MASSCORP-Vietnam Sdn Bhd	Malaysia	20	-	Investment holding
Wilmington Sdn Bhd	Malaysia	50	50	Property development
Held by Malaysian Rock Products Sdn Bhd				
Batu Kenangan Sdn Bhd *	Malaysia	40	40	Leaseholder of quarry land
DML-MRP Resources (M) Sdn Bhd	Malaysia	50	50	Dormant
Kuang Rock Products Sdn Bhd	Malaysia	50	50	Quarrying and sale of rock products
Pulai Maiu Sdn Bhd	Malaysia	50	50	Leaseholder of quarry land

^ Audited by PricewaterhouseCoopers, Singapore
 # Audited by PricewaterhouseCoopers, Hong Kong
 + Audited by PricewaterhouseCoopers, Australia
 ~ Audited by PricewaterhouseCoopers, Argentina

* Not audited by PricewaterhouseCoopers
 @ Held by IJM Corporation Berhad in 1999
 (1) Holding is temporary pending partial divestment
 (2) Voting power held

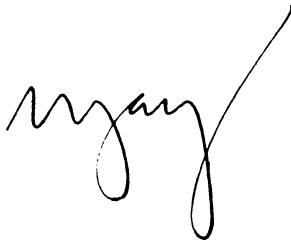
I, Loy Boon Chen, being the officer primarily responsible for the financial management of IJM Corporation Berhad, do solemnly and sincerely declare that to the best of my knowledge and belief, the financial statements set out on pages 48 to 95 are correct and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared at Petaling Jaya on 21 February 2001.



LOY BOON CHEN

Before me: -



G. VIJAYAN BASKARAN PPN
Commissioner for Oaths
Petaling Jaya

We have audited the financial statements set out on pages 48 to 95. These financial statements are the responsibility of the Company's Directors. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with approved auditing standards in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Directors, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the financial statements have been prepared in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia so as to give a true and fair view of:
 - (i) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements; and
 - (ii) the state of affairs of the Group and Company as at 31 December 2000 and of the results and cash flows of the Group and Company for the financial year ended on that date;

and

- (b) the accounting and other records and the registers required by the Act to be kept by the Company and by the subsidiary companies have been properly kept in accordance with the provisions of the Act.

The names of the subsidiary companies of which we have not acted as auditors are indicated in Note 43 to the financial statements. We have considered the financial statements of these subsidiary companies and the auditors' report thereon.

We are satisfied that the financial statements of the subsidiary companies that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

Our audit reports on the financial statements of the subsidiary companies were not subject to any qualification and did not include any adverse comment made under subsection (3) of Section 174 of the Act.



PricewaterhouseCoopers

[AF: 1146]

Public Accountants



Shirley Goh

[1778/8/02 (J)]

Partner

Kuala Lumpur
21 February 2001

Location	Description	Area (Hectares)	Tenure	Existing Use	Net Book Value RM'000
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FIXED ASSETS**SELANGOR**

Lot 170, Section 7, Jalan Yong Shook Lin, 46050 Petaling Jaya	Commercial land	0.759	Leasehold (expiring 2069)	2 office buildings (20 years; 7,088 sq.m.)	10,503
55 Jalan TS6/10A, Subang Industrial Park, Subang Jaya, H.S.(D) 97263, P.T. 27731 Mukim of Petaling	Industrial land	0.018	Leasehold (expiring 2090)	3 storey industrial building (6 years; 178 sq.m.)	676

PENANG

Parcel No. M/0/05/20 & M/0/05/21, Pusat Perdagangan Tanjung	Office space	0.050	Leasehold (expiring 2089)	Office space (5 years, 548 sq.m.)	699
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PERAK

Lot 11004, 4-3/4 Miles, Jalan Lahat, Mukim Ulu Kinta	Industrial land	2.718	Leasehold (expiring 2053)	Office building and workshop (22 years; 8,757 sq.m.)	637
PT No. 595, H.S. (D) Dgs 1276/88 and PT No. 538, H.S. (D) Dgs 1272/88, Mukim Lumut, Daerah Manjung	Industrial land	2.016	Leasehold (expiring 2087)	Office building and workshop (7 years; 7,275 sq. m.)	330
Lot I1, Mukim Lumut, Daerah Manjung	Industrial land	2.497	Leasehold (expiring 2094)	Office building and workshop (1 year; 2500 sq. m.)	1,327
Lot D-2, Mukim Lumut, Daerah Manjung	Industrial land	5.075	Leasehold (expiring 2093)	Vacant; for future development	4,101

NEGERI SEMBILAN

H.S. (D) 77335, P.T. 6322 Mukim Labu, Daerah Seremban	Industrial land	14.164	Leasehold (expiring 2053)	Quarrying	1,250
H.S. (D) 75235, P.T. 6054 Mukim Labu, Daerah Seremban	Industrial land	16.997	Leasehold (expiring 2053)	Quarrying	3,600

Location	Description	Area (Hectares)	Tenure	Existing Use	Net Book Value RM'000
JOHOR					
Lot PTB 19233 H.S.(D) 210937 Unit 1701-1705, 13A01-13A07, 508 & 602 Jalan Tebrau, Johor Bahru	Commercial land	0.236	Freehold	Office space (3 years; 2,361 sq.m.)	9,130
Lot Nos. 810, 811 and MLO 23, GM 66, 68 & H.S. (M) 937 Mukim Sedenak, Air Bambau, Kulai	Agriculture land	8.147	Freehold	Vacant; for future development	2,000
SARAWAK					
Lot 1176 Block 32, Kemena Crossing, Bintulu	Mixed-zone land	3.710	Leasehold (expiring 2050)	Office and workshop buildings (12 years; 1,734 sq. m.)	1,353
Lot 2945, Block 32 Kemena Land District Bintulu	Industrial land	2.676	Leasehold (titles not issued yet)	Vacant; for future development	680
DEVELOPMENT PROPERTIES					
PENANG					
Lots 14, 17, 372, 374, 376 & 492, Section 19, Georgetown, North East District	Commercial land	0.546	Freehold	Vacant; for future development	10,631
Lots 397 and 343, Section 2, Town of Batu Ferringhi, North East District	Residential land	2.587	Freehold	Vacant; for future development	3,132
Lots 721 to 739 & 745, 1721 and 1727, Seksyen 4, Bandar Butterworth, Daerah Seberang Prai Utara	Commercial and residential land	5.378	Freehold	Vacant; for future development	9,360
Lots 37, 38 and 139, Seksyen 1, Bandar Butterworth, Daerah Seberang Prai Utara	Commercial and residential land	3.256	Freehold	Vacant; for future development	5,673
Lots 104, 105, 106, 262, 1253, 2870 and 2871, Seksyen 3, Bandar Butterworth, Daerah Seberang Prai Utara	Residential land	2.036	Freehold	Vacant; for future development	3,352
Lots 395 & 396, Mukim 1, Pulau Betong, Daerah Barat Daya	Agriculture land	2.104	Freehold	Vacant; for future development	1,306

Location	Description	Area (Hectares)	Tenure	Existing Use	Net Book Value RM'000
Lots 34, 35, 38, 40, 41, 1245 & 101, Mukim 12, Daerah Seberang Prai Tengah	Agriculture land	5.508	Freehold	Vacant; for future development	1,214
Holding No. 299, 300 & 304, Mukim 14, Seberang Prai Selatan	Commercial and residential land	25.710	Freehold	Under development	9,241
Lot No. 501, Mukim 14, Seberang Prai Selatan (comprised in Geran No. 38943)	Commercial and residential land	7.899	Freehold	Under development	2,964
Lot No. 502, Mukim 14, Seberang Prai Selatan (comprised in Geran Mukim No. 102)	Commercial and residential land	0.486	Freehold	Under development	65
Lot No. 862, Mukim 14, Seberang Prai Selatan (comprised in No. Pendaftaran 3754)	Commercial and residential land	2.226	Freehold	Vacant; for future development	716
Lot No. 583, Mukim 14, Seberang Prai Tengah (comprised in Geran Mukim No. 381)	Commercial and residential land	1.453	Freehold development	Vacant; for future development	233
Lot No. 590, Mukim 14, Seberang Prai Tengah (comprised in No. Pendaftaran 12126)	Commercial and residential land	21.032	Freehold	Vacant; for future development	3,737
Lot No. 591, No. GM 168, Mukim 14, Seberang Prai Tengah	Commercial and residential land	2.635	Freehold	Vacant; for future development	625
Lot No. 592, Mukim 14, Seberang Prai Tengah (comprised in No. Pendaftaran 12127)	Commercial and residential land	11.153	Freehold	Vacant; for future development	2,161
Lot No. 1639, Mukim 14, Seberang Prai Tengah, (comprised in Geran Mukim No. 299)	Commercial and residential land	2.978	Freehold	Vacant; for future development	479
Lot No. 1640, Mukim 14, Seberang Prai Tengah (comprised in Geran Mukim No. 300)	Commercial and residential land	0.121	Freehold	Vacant; for future development	181
Lot Nos. 1686 & 1729 Mukim 14, Seberang Prai Tengah	Agriculture land	5.233	Freehold	Vacant; for future development	3,393
Lot No. 1627, Mukim 14, Seberang Prai Tengah	Agriculture land	7.282	Leasehold (expiring 2876)	Vacant; for future development	3,504

Location	Description	Area (Hectares)	Tenure	Existing Use	Net Book Value RM'000
Lot No. 1628, Mukim 14, Seberang Prai Tengah	Agriculture land	1.174	Freehold	Vacant; for future development	565
Lot 1725, 1727, 1728, 1768, 1781 & 1789, Mukim 14, Seberang Prai Tengah	Agriculture land	8.720	Freehold	Vacant; for future development	5,731

PERAK

Lot 10520, 10524-7, 12163-6, 12179, 12180, 12212, 12338, 12393, 12963, 13027-9, 13031-2, 13169, 13170, 17369, 56432 & 56434-6, Off Jalan Kuala Kangsar, Mukim Ulu Kinta, Daerah Kinta	Industrial land	87.295	Freehold	Vacant; for future development	10,786
Parcel No. 1 Lot No. 78 Mukim of Gunong Semanggol, Daerah Kerian	Residential land	0.093	Leasehold (expiring 2093)	Vacant; for future development	268

SELANGOR

Lot 4446, Mukim Kapar, 41400 Kelang	Agriculture land	1.214	Freehold	Vacant; for future development	300
P.T. 29651, H.S.(D) 97465 Mukim Sungai Buluh, Daerah Petaling	Residential land	5.459	Leasehold (expiring 2090)	Under development	6,505
H.S. (D) 45120, P.T. 23728 Mukim Kapar, Daerah Klang	Industrial land	7.790	Freehold	Vacant; for future development	14,248
Grant No. 5051 Lot 240, Mukim Klang	Agriculture land	40.052	Freehold	Vacant; for future development	10,793
Lot 6497 C.T. 26645 Mukim Kapar, Daerah Klang	Industrial land	5.969	Freehold	Vacant; for future development	8,520

SARAWAK

Lot 5238, Section 65 KTLD, Kuching	Residential	8.308	Leasehold (expiring 2024)	Under development	2,947
Lot 5536, Section 65 KTLD, Kuching	Agricultural	2.752	Leasehold (expiring 2038)	Under conversion to residential	976

Location	Description	Area (Hectares)	Tenure	Existing Use	Net Book Value RM'000
PLANTATIONS					
SABAH					
LA 78080114 (CL085321535) District of Labuk/Sugut, Sandakan	Agriculture land	1,011.000	Leasehold (expiring 2087)	Oil palm cultivation	22,111
District of Labuk/Sugut Country Lease No. 085330141	Agriculture land	4,032.30	Leasehold (expiring 2082)	Oil palm cultivation	98,918
District of Labuk/Sugut Part of Country Lease No. 085330150	Industrial land	40.00	Leasehold (expiring 2082)	Palm oil mill	1,500
District of Labuk/Sugut Country Lease No. 085322881	Agriculture land	1,944.518	Leasehold (expiring 2087)	Oil palm cultivation	36,578
District of Sandakan Country Lease No. 075165774	Residential	3.169	Leasehold (expiring 2892)	Vacant; for future development	1,050
District of Sandakan Sungai Segaluid/Pangantin	Agriculture land	118.98	Leasehold (expiring 2077 to 2096)	Vacant; for future development	499
District of Labuk & Sugut Kampung Ensuan	Agriculture land	38.37	Leasehold (expiring 2097)	Vacant; for future development	205
District of Sandakan Sungai Mowtas	Industrial land	7.440	Leasehold (expiring 2022)	Vacant; for future development	2,126
District of Labuk/Sugut	Agriculture land	10,625	Leasehold (expiring 2078 to 2098)	Oil palm cultivation	119,529
District of Beluran Country Lease No. 085331559, 085331568, 085330098, 085333815	Agriculture land	769.30	Leasehold (expiring 2095 to 2097)	Oil palm cultivation	4,295
District of Beluran Country Lease No. 085331488	Agriculture land	249.00	Leasehold (expiring 2097)	Oil palm cultivation	1,078
District of Lubuk/Sugut Country Lease No. 085328310	Agriculture land	12.88	Leasehold (expiring 2094)	Vacant for future development	83
District of Sandakan Sungai Mowtas	Industrial land	9.33	Leasehold (expiring 2038 to 2095)	Vacant for future development	3,106
District of Sugut Country Lease No. 085333973	Agriculture land	2,428.17	Leasehold (expiring 2098)	Oil palm cultivation	14,428

Form of Proxy

IJM CORPORATION BERHAD (104131-A)

103

I/We _____

of _____

being a member/members of **IJM CORPORATION BERHAD (104131-A)**

hereby appoint _____

of _____

or failing him/her, the Chairman of the meeting, as my/our proxy to vote for me/us and on my/our behalf at the 17th Annual General Meeting (AGM) of IJM CORPORATION BERHAD (104131-A) to be held on Wednesday, 16 May 2001, at 4.00 p.m. and, at any adjournment thereof, in the manner indicated below:

No.	Resolution	For	Against
1.	To receive the audited financial statements together with the reports of the Directors and Auditors for the year ended 31 December 2000		
2.	To declare a final gross dividend of 5% or 5 sen per share for the year ended 31 December 2000		
3.	To reappoint Tan Sri Dato' Haji Ahmad Azizuddin bin Haji Zainal Abidin as Director to hold office until the next AGM		
4.	To reappoint Tan Sri Dato' (Dr) Haji Murad Bin Mohamad Noor as Director to hold office until the next AGM		
5.	To reappoint Tan Boon Seng @ Krishnan as Director		
6.	To reappoint Goh Chye Koon as Director		
7.	To reappoint Lai Meng as Director		
8.	To reappoint Khoo Chew Meng as Director		
9.	To reappoint Osman Bin Ismail as Director		
10.	To reappoint PricewaterhouseCoopers as Auditors and to authorize the Directors to fix their remuneration		
11.	To authorize the issuance of up to 10% of the issued share capital of the Company		

Please indicate with "X" how you wish your vote to be cast.

In the absence of specific instruction, your Proxy will vote or abstain as he/she thinks fit.

Number of Shares Held

Signed (and sealed) this _____ day of _____ 2001

Signature(s) : _____

Notes:

A member or holder entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote in his stead and such a proxy need not be a member of the Company. In the case of a corporate member, the instrument appointing a proxy must be either under its common seal or under the hand of its officer or attorney duly authorized. The instrument appointing a proxy must be deposited at the Registered Office not less than forty-eight (48) hours before the time set for holding the meeting or adjourned meeting. The Annual Report and Form of Proxy are available for access and download at IJM website at <http://www.ijm.com>.



Stamp

The Company Secretary
IJM CORPORATION BERHAD (104131-A)
2nd Floor, Wisma IJM
Jalan Yong Shook Lin
46050 Petaling Jaya
Selangor Darul Ehsan
Malaysia
