



**UNAUDITED BALANCE SHEETS AS AT 30 SEPTEMBER 2010**

	Note	Group		Company	
		30 September 2010 RM'000	31 December 2009 RM'000	30 September 2010 RM'000	31 December 2009 RM'000
<b>ASSETS</b>					
Cash and short-term funds		1,217,478	849,183	523,304	435,330
Deposits and placements with banks and other financial institutions		641,799	461,986	363,712	278,952
Securities held-for-trading	7	868,910	951,635	6,262	8,410
Securities available-for-sale	8	1,874,724	2,612,690	44,321	46,753
Securities held-to-maturity	9	17,068	29,797	-	-
Derivative assets		24,384	26,631	-	-
Loans, advances and financing	10	492,293	562,044	289,462	372,775
Other assets	11	271,637	478,235	98,604	194,790
Statutory deposits with Bank Negara Malaysia		15,592	21,197	-	-
Investment properties		7,141	7,315	-	-
Prepaid lease payments		434	443	-	-
Investment in associates		3,331	2,380	2,560	-
Investment in subsidiaries		-	-	796,009	796,009
Property, plant and equipment		11,478	13,694	7,616	10,189
Deferred tax assets		46,049	48,110	5,549	3,329
Goodwill		86,713	86,713	-	-
<b>TOTAL ASSETS</b>		<b>5,579,031</b>	<b>6,152,053</b>	<b>2,137,399</b>	<b>2,146,537</b>
<b>LIABILITIES</b>					
Deposits from customers	12	1,838,105	1,881,204	-	-
Deposits and placements of banks and financial institutions	13	1,179,480	1,626,601	-	-
Other payables		431,172	490,002	232,815	220,526
Borrowings	14	393,444	446,369	392,737	438,369
Provision for taxation and zakat		2,077	2,824	-	-
Employee benefits		10,093	10,398	8,575	8,543
Deferred tax liabilities		5,174	4,501	673	-
<b>TOTAL LIABILITIES</b>		<b>3,859,545</b>	<b>4,461,899</b>	<b>634,800</b>	<b>667,438</b>
<b>EQUITY</b>					
Capital and reserves attributable to equity holder of the Company					
Share Capital		466,070	466,070	466,070	466,070
Reserves :					
Share Premium		363,861	363,861	363,861	363,861
Statutory Reserve		82,592	79,337	-	-
Capital Reserve		688	688	-	-
Securities Available-For-Sale Reserve		6,524	4,960	(1,122)	(139)
Retained Profits		797,067	772,341	673,790	649,307
		1,716,802	1,687,257	1,502,599	1,479,099
Minority Interest		2,684	2,897	-	-
<b>TOTAL EQUITY</b>		<b>1,719,486</b>	<b>1,690,154</b>	<b>1,502,599</b>	<b>1,479,099</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>5,579,031</b>	<b>6,152,053</b>	<b>2,137,399</b>	<b>2,146,537</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	23	<b>350,200</b>	<b>421,334</b>	<b>8,883</b>	<b>18,479</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDER OF THE COMPANY (RM)</b>		<b>3.68</b>	<b>3.62</b>	<b>3.22</b>	<b>3.17</b>

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the year ended 31 December 2009.



UNAUDITED INCOME STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2010

Group	Note	Individual Quarter		Cumulative Quarter	
		30.09.2010 RM'000	30.09.2009 RM'000	30.09.2010 RM'000	30.09.2009 RM'000
<b>Continuing operations</b>					
Revenue		<u>73,822</u>	<u>74,884</u>	<u>209,987</u>	<u>281,801</u>
Interest income	15	<u>52,480</u>	46,318	<u>148,088</u>	150,871
Interest expense	16	<u>(17,491)</u>	(16,005)	<u>(50,880)</u>	(58,988)
Net interest income		<u>34,989</u>	30,313	<u>97,208</u>	91,883
Net income from Islamic banking business	28b	<u>9,404</u>	8,475	<u>24,891</u>	23,568
Other operating income	17	<u>10,858</u>	8,498	<u>29,815</u>	95,555
		<u>55,251</u>	47,286	<u>151,914</u>	211,006
Operating expenses	18	<u>(21,749)</u>	(20,612)	<u>(60,892)</u>	(62,631)
<b>Operating profit</b>		<b>33,502</b>	26,674	<b>91,022</b>	148,375
Impairment losses (made)/ written-back on loans, advances and financing	19	<u>(2,711)</u>	4,024	<u>7,499</u>	(3,372)
Impairment loss made on securities	20	<u>(22,080)</u>	(8,720)	<u>(45,432)</u>	(33,368)
Profit before share of results in associates		<u>8,711</u>	21,978	<u>53,089</u>	111,635
Share of results in associates		<u>384</u>	390	<u>951</u>	1,104
<b>Profit before taxation and zakat</b>		<b>9,095</b>	22,368	<b>54,040</b>	112,739
Tax expense		<u>(1,961)</u>	(5,506)	<u>(13,171)</u>	(18,485)
Zakat		<u>(216)</u>	(124)	<u>(430)</u>	(319)
Profit for the period from continuing operations		<u>6,918</u>	16,738	<u>40,439</u>	93,935
<b>Discontinued operations</b>					
Profit for the period from discontinued operations	6	<u>-</u>	6,486	<u>-</u>	15,793
<b>Profit for the period</b>		<b>6,918</b>	23,224	<b>40,439</b>	109,728
Attributable to:					
Equity holder of the company		<u>6,746</u>	22,991	<u>40,652</u>	109,112
Minority interest		<u>172</u>	233	<u>(213)</u>	616
<b>Profit for the period</b>		<b>6,918</b>	23,224	<b>40,439</b>	109,728
<b>Earnings per share</b>					
- Basic, for profit from continuing operations		<u>1.45</u>	1.69	<u>8.72</u>	9.54
- Basic, for profit from discontinued operations		<u>-</u>	0.66	<u>-</u>	1.61
- Basic, for profit for the period		<u>1.45</u>	2.35	<u>8.72</u>	11.15

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the year ended 31 December 2009.



UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2010

<u>Group</u>	Cumulative Quarter	
	30.09.2010 RM'000	30.09.2009 RM'000
<b>Net profit for the period</b>	<b>40,439</b>	109,728
Other comprehensive gain/ (loss):		
Net realised gain transferred to profit or loss on disposal of securities available-for-sale	(1,425)	(12,385)
Net unrealised gain on revaluation of securities available-for-sale	5,966	12,571
Deferred tax on revaluation of securities available-for-sale	28	51
Currency translation differences	-	(261)
Realisation of reserve arising from disposal of property	-	(39)
Other comprehensive gain/ (loss) for the period, net of tax	<b>4,568</b>	(63)
Total comprehensive income for the period	<b>45,007</b>	109,665
Total comprehensive income for the period attributable to:		
Equity holder of the company	45,220	109,049
Minority interest	(213)	616
	<b>45,007</b>	109,665

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the year ended 31 December 2009.



UNAUDITED INCOME STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2010

<u>Company</u>	Note	Individual Quarter		Cumulative Quarter	
		30.09.2010 RM'000	30.09.2009 RM'000	30.09.2010 RM'000	30.09.2009 RM'000
Revenue		<u>21,165</u>	<u>201,340</u>	<u>74,718</u>	<u>244,895</u>
Interest income	15	<u>13,876</u>	12,431	<u>41,748</u>	42,418
Interest expense	16	<u>(2,074)</u>	<u>(2,617)</u>	<u>(6,959)</u>	<u>(8,271)</u>
Net interest income		<u>11,801</u>	9,814	<u>34,788</u>	34,147
Net income from Islamic banking business	28b	<u>4,075</u>	3,155	<u>12,105</u>	<u>9,381</u> -
Other operating income	17	<u>4,003</u>	<u>186,393</u>	<u>24,700</u>	<u>196,436</u>
		<u>19,879</u>	199,362	<u>71,593</u>	239,964
Operating expenses	18	<u>(10,989)</u>	<u>(11,281)</u>	<u>(34,031)</u>	<u>(34,555)</u>
<b>Operating profit</b>		<u>8,890</u>	188,081	<u>37,562</u>	205,409
Impairment losses (made) / written-back on loans, advances and financing	19	<u>(5,243)</u>	4,509	<u>3,315</u>	(2,512)
Impairment loss made on securities	20	-	-	<u>(532)</u>	-
<b>Profit before taxation and zakat</b>		<u>3,647</u>	192,590	<u>40,345</u>	202,897
Tax expense		<u>(919)</u>	(1,627)	<u>(8,614)</u>	(50,432)
Zakat		<u>(94)</u>	57	<u>(160)</u>	-
<b>Profit for the period</b>		<u>2,634</u>	<u>191,020</u>	<u>31,571</u>	<u>152,465</u>

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the year ended 31 December 2009.



UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2010

<u>Company</u>	Cumulative Quarter	
	30.09.2010 RM'000	30.09.2009 RM'000
<b>Net profit for the period</b>	<b>31,571</b>	152,465
Other comprehensive gain / (loss):		
Net unrealised gain on revaluation of securities available-for-sale	185	-
Deferred tax on revaluation of securities available-for-sale	(46)	-
Other comprehensive gain for the period, net of tax	139	-
Total comprehensive income for the period	<b>31,710</b>	152,465

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the year ended 31 December 2009.

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2010

Group	Share Capital	Share Premium	Securities Available-For-Sale Reserve	Non-Distributable Capital Reserve	Exchange Fluctuation Reserve	Statutory Reserve	Distributable Retained Profits	Total	Minority Interest	Total Equity
	RM'000									
At 1 January 2010, as perviously reported	466,070	363,861	4,960	688	-	79,337	772,341	1,687,257	2,897	1,690,154
Effect of adopting FRS 139	-	-	(3,004)	-	-	-	(12,671)	(15,675)	-	(15,675)
At 1 January 2010, as restated	466,070	363,861	1,956	688	-	79,337	759,670	1,671,582	2,897	1,674,479
Profit for the financial period	-	-	-	-	-	-	40,652	40,652	(213)	40,439
Other comprehensive gain for the period, net of tax	-	-	4,568	-	-	-	-	4,568	-	4,568
Total comprehensive income for the period	-	-	4,568	-	-	-	40,652	45,220	(213)	45,007
Transfer within reserves	-	-	-	-	-	3,255	(3,255)	-	-	-
<b>At 30 September 2010</b>	<b>466,070</b>	<b>363,861</b>	<b>6,524</b>	<b>688</b>	<b>-</b>	<b>82,592</b>	<b>797,067</b>	<b>1,716,802</b>	<b>2,684</b>	<b>1,719,486</b>
At 1 January 2009	978,495	363,861	1,478	36,220	(4,876)	79,159	674,655	2,128,992	26,143	2,155,135
Profit for the financial period	-	-	-	-	-	-	109,112	109,112	616	109,728
Other comprehensive loss for the period, net of tax	-	-	237	(39)	(261)	-	-	(63)	-	(63)
Total comprehensive loss for the period	-	-	237	(39)	(261)	-	109,112	109,049	616	109,665
At 30 September 2009	978,495	363,861	1,715	36,181	(5,137)	79,159	783,767	2,238,041	26,759	2,264,800

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the year ended 31 December 2009.



UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2010

Company	Share Capital	← Non-Distributable →		Distributable Retained Profits	Total Equity
		Share Premium	Securities Available-For- Sale Reserve		
-----RM'000-----					
<b>At 1 January 2010 (as previously reported)</b>	466,070	363,861	(139)	649,307	1,479,099
Effect of adopting FRS 139	-	-	(1,122)	(7,088)	(8,210)
<b>At 1 January 2010 (as restated)</b>	466,070	363,861	(1,261)	642,219	1,470,889
Profit for the financial period	-	-	-	31,571	31,571
Other comprehensive gain for the period, net of tax	-	-	139	-	139
Total comprehensive income for the period	-	-	139	31,571	31,710
<b>At 30 September 2010</b>	<b>466,070</b>	<b>363,861</b>	<b>(1,122)</b>	<b>673,790</b>	<b>1,502,599</b>
At 1 January 2009	978,495	363,861	-	470,510	1,812,866
Profit for the financial period	-	-	-	152,465	152,465
Other comprehensive gain for the period, net of tax	-	-	-	-	-
Total comprehensive income for the period	-	-	-	152,465	152,465
At 30 September 2009	978,495	363,861	-	622,975	1,965,331

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the year ended 31 December 2009.



UNAUDITED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2010

	Group		Company	
	30.09.2010 RM'000	30.09.2009 RM'000	30.09.2010 RM'000	30.09.2009 RM'000
<b>Profit before taxation and zakat:</b>				
<b>Continuing operations</b>	<b>54,040</b>	112,739	<b>40,345</b>	202,897
<b>Discontinued operations</b>	-	19,489	-	-
Adjustments for non-cash items	<b>7,609</b>	(86,684)	<b>5,666</b>	8,706
Operating profit before changes in working capital	<b>61,649</b>	45,544	<b>46,011</b>	211,603
Changes in working capital				
Net changes in operating assets	<b>270,980</b>	14,549	<b>(383,634)</b>	232,005
Net changes in operating liabilities	<b>(945,772)</b>	(1,265,952)	<b>516,916</b>	4,104
Tax expense paid	<b>(4,797)</b>	(10,463)	<b>(4,701)</b>	(2,466)
Retirement benefits paid	<b>(1,014)</b>	(1,712)	-	(1,505)
Movements on exchange fluctuations	-	(261)	-	-
<b>Net cash (used in) / generated from operating activities</b>	<b>(618,954)</b>	(1,218,295)	<b>174,592</b>	443,741
<b>Net cash generated from / (used in) investing activities</b>	<b>816,826</b>	551,813	<b>(2,810)</b>	(2,560)
<b>Net cash used in financing activities</b>	-	-	-	-
Net increase / (decrease) in cash and cash equivalents	<b>197,872</b>	(666,482)	<b>171,782</b>	441,181
Cash and cash equivalents at beginning of the period	<b>1,676,847</b>	2,429,769	<b>715,234</b>	661,139
<b>Cash and cash equivalents at end of the period</b>	<b>1,874,719</b>	1,763,287	<b>887,016</b>	1,102,320
Cash and cash equivalents:				
Cash and cash equivalents included in the cash flow statements comprise the following balance sheet amounts:				
Continuing operations:				
Cash and short-term funds (note 1)	<b>1,217,328</b>	1,463,171	<b>523,304</b>	960,299
Deposits and placements with banks and other financial institutions	<b>641,799</b>	268,905	<b>363,712</b>	142,021
Statutory deposits with Bank Negara Malaysia	<b>15,592</b>	19,571	-	-
	<b>1,874,719</b>	1,751,647	<b>887,016</b>	1,102,320
Discontinued operations:				
Cash and short-term funds	-	9,117	-	-
Deposits and placements with banks and other financial institutions	-	2,523	-	-
	-	11,640	-	-
	<b>1,874,719</b>	1,763,287	<b>887,016</b>	1,102,320

Note :

- 1) Net of pledged deposits with a licensed bank for banking facilities granted to a subsidiary amounting to RM150,000.

The Condensed Interim Financial Statements should be read in conjunction with the audited financial statements of the Group and the Company for the year ended 31 December 2009.



**Explanatory Notes Pursuant to Financial Reporting Standard 134 ("FRS 134") and Guidelines on Financial Reporting for Licensed Institutions (BNM/GP8) Issued by Bank Negara Malaysia**

**1. Basis of preparation**

The unaudited condensed interim financial statements have been prepared under the historical cost convention unless otherwise indicated and comply with the provisions of the Companies Act, 1965 and Financial Reporting Standards ("FRSs") in Malaysia as modified by Bank Negara Malaysia ("BNM") Guidelines.

The unaudited condensed interim financial statements have been prepared in accordance with FRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB").

The unaudited condensed interim financial statements should be read in conjunction with the audited annual financial statements of the Group and the Company for the financial year ended 31 December 2009. The explanatory notes attached to the unaudited condensed interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and the Company since the financial year ended 31 December 2009.

**2. Significant accounting policies**

The significant accounting policies and methods of computation adopted in the unaudited condensed interim financial statements are consistent with those adopted in the audited annual financial statements for the year ended 31 December 2009 except for the adoption of the following new and revised FRSs, Amendments to FRSs, IC Interpretations, Amendments to IC Interpretation and Technical Release issued by the MASB that are effective for financial period beginning on or after 1 January 2010, with the exception of FRS 8, which takes effect for financial period beginning on or after 1 July 2009:

*FRS 4 Insurance Contracts*

*FRS 7 Financial Instruments: Disclosures*

*FRS 8 Operating Segments*

*FRS 101 Presentation of Financial Statements*

*FRS 123 Borrowing Costs*

*FRS 139 Financial Instruments: Recognition and Measurement*

*Amendments to FRS 1 First-time Adoption of Financial Reporting*

*Standards and FRS 127 Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate*

*Amendments to FRS 2 Share-based Payment: Vesting Conditions and Cancellations*

*Amendments to FRS 132 Financial Instruments: Presentation*

*Amendments to FRS 139 Financial Instruments: Recognition and Measurement*

*Amendments to FRS 139 Financial Instruments: Recognition and Measurement, FRS 7 Financial Instruments: Disclosures and IC Interpretation 9 Reassessment of Embedded Derivatives*

*Amendments to FRSs contained in the document entitled "Improvements to FRSs (2009)"*

*IC Interpretation 9 Reassessment of Embedded Derivatives*

*IC Interpretation 10 Interim Financial Reporting and Impairment*

*IC Interpretation 11 FRS 2 - Group and Treasury Share Transactions*

*IC Interpretation 13 Customer Loyalty Programmes*

*IC Interpretation 14 FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*

*TRi-3 Presentation of Financial Statements of Islamic Financial Institutions*

The adoption of abovementioned FRSs, Amendments to FRSs, IC Interpretations, Amendments to IC Interpretation and Technical Release, where applicable, does not result in significant changes to the accounting policies of the Group and the Company, other than the adoption of FRS 139 which the impact is disclosed in Note 26 to the unaudited condensed interim financial statements.

On 8 January 2010, BNM issued the guidelines on Classification and Impairment Provisions for Loans/Financing which is effective for annual periods beginning on and after 1 January 2010. The guidelines set out the minimum requirements on classification of impaired loans/financing, provisioning for impaired loans/financing and expectations that must be met by banking institutions with the adoption of FRS 139. With the issuance of the guidelines, the existing revised BNM/GP3 which was issued on 7 August 2008 will be withdrawn and replaced with the requirements of the guidelines.

**2. Significant accounting policies (cont'd)**

In accordance with the transitional provisions under the Amendments to FRS 139 Financial Instruments: Recognition and Measurement, the Financial Services sector is granted a transitional period for the purpose of complying with the collective assessment of impairment required under FRS 139. During the transitional period, banking institutions will be required to comply with the requirements on collective assessment of impairment of loans and financing under the BNM's guidelines on Classification and Impairment Provisions for Loans/Financing. Banking institutions are required to maintain collective impairment provisions of at least 1.5% of total outstanding loans/financing, net of individual impairment provisions under the transitional provision in the guidelines. Subject to the prior written approval from BNM, banking institutions are allowed to maintain a lower collective impairment provision.

**3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the audited financial statements for the financial year ended 31 December 2009 was not subject to any qualification.

**4. Performance review**

The Group registered a pre-tax profit of RM54.04 million for the period ended 30 September 2010, a decrease of 52% as compared to the previous corresponding period's pre-tax profit of RM132.228 million (as analysed in Note 21, including discontinued operations). The lower pre-tax profit is attributable to lower other operating income and higher impairment losses in the current financial period.

**5. Current year prospects**

The Government has forecasted GDP growth to be 5% - 6% next year, with continued focus on socio-economic development. Works to expand and upgrade public transportation and infrastructure, and development of strategic landbanks will provide the desired multiplier effect to boost the local economy. For the capital market, the plan to offer three new stockbroking licences to increase retail participation is expected to enhance the velocity and vibrancy of Bursa Malaysia.

The investment banking division will continue to focus on the opportunities in the equity markets and corporate finance activities, building up on the equity dealing capabilities and infrastructure in order to strengthen its relationships with its core clients. Opportunities in corporate finance advisory activities are expected to improve as corporate actions such as capital management and corporate restructuring, as well as in underwriting, with fund raising activities through initial public offerings slowly picking up. The Overnight Policy Rate has been maintained at 2.75% since its previous revision on 8 July 2010. However, the long-term uptrend in interest rates is expected to remain intact. Consequently, the prospects for fund-based activities, especially in the debt capital market and treasury-related activities will remain challenging for the division.

The development finance division intends to continue to work closely with the Government in providing financial assistance to the targeted sectors to build up the country's SMEs' capacity in line with its mandated role.

Efforts to sustain the improved fund performance will be continued for the asset management division. The other areas of focus for the division will be to accelerate efforts for client acquisition as well business and product development.

With the completion of the streamlining of the businesses of the Group, efforts will be focused on the need to establish a stronger franchise in each of the business lines, with continued emphasis on operational efficiencies, credit, cost and capital management.

**6. Assets of disposal group/classified as held for sale**

An analysis of the results of discontinued operations of disposal group is as follows:

Group	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2010 RM'000	30.09.2009 RM'000	30.09.2010 RM'000	30.09.2009 RM'000
Revenue	-	22,292	-	59,665
Cost of Sales	-	(7,160)	-	(18,624)
	-	15,132	-	41,041
Operating income	-	214	-	423
	-	15,346	-	41,464
Staff cost	-	(2,485)	-	(7,415)
Depreciation	-	(786)	-	(2,609)
Operating expenses	-	(3,971)	-	(11,951)
Profit before tax of discontinued operations	-	8,104	-	19,489
Tax expense	-	(1,618)	-	(3,696)
Profit for the year from discontinued operation	-	6,486	-	15,793

The Company had on 23 February 2010 informed Bank Negara Malaysia and Securities Commission that the MIDF Group's restructuring exercise had been completed.

**7. Securities held-for-trading**

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
At fair value				
Money market instruments:				
Bank Negara Malaysia Notes	398,193	449,783	-	-
Other Acceptances Discounted	371,221	226,532	-	-
Negotiable Instruments of Deposit	-	200,000	-	-
	769,414	876,315	-	-
Quoted securities in Malaysia:				
Unit Trusts	2	3	2	2
Shares in Malaysia	385	1,464	385	417
Redeemable Convertible Secured Notes	5,875	7,991	5,875	7,991
	6,262	9,458	6,262	8,410
Unquoted securities in Malaysia				
Loan Stocks	-	3,533	-	-
Private Debt Securities:	93,234	62,329	-	-
	93,234	65,862	-	-
	868,910	951,635	6,262	8,410

**8. Securities available-for-sale**

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
<b>At fair value, or at cost less impairment losses for certain unquoted equity instruments</b>				
Money market instruments:				
Malaysian Government Securities	8,972	114,675	-	-
Government Investment Issue	248,090	149,065	-	-
Bank Negara Malaysia Notes	-	99,595	-	-
Malaysian Treasury Bills	9,963	26,904	-	-
Khazanah Nasional Berhad Bonds	-	14,986	-	-
Other Acceptances Discounted	136,599	193,004	-	-
Negotiable Instruments of Deposit	139,489	229,642	-	-
	<u>543,113</u>	<u>827,871</u>	<u>-</u>	<u>-</u>
Quoted securities in Malaysia:				
Shares and Warrants	7,098	7,277	702	1,049
Loan Stocks	8,010	8,010	-	-
	<u>15,108</u>	<u>15,287</u>	<u>702</u>	<u>1,049</u>
Unquoted securities in Malaysia:				
Private Debt Securities	1,269,828	1,728,497	37,379	42,608
Shares in Malaysia	6,455	6,823	300	-
Loan Stocks	40,220	34,212	5,940	3,096
	<u>1,316,503</u>	<u>1,769,532</u>	<u>43,619</u>	<u>45,704</u>
	<u>1,874,724</u>	<u>2,612,690</u>	<u>44,321</u>	<u>46,753</u>

**9. Securities held-to-maturity**

	Group	
	30.09.2010 RM'000	31.12.2009 RM'000
<b>At amortised cost, or at cost for certain unquoted equity instruments</b>		
Money market instruments:		
Khazanah Nasional Berhad Bonds	-	19,966
Unquoted securities in Malaysia:		
Shares	-	906
Private Debt Securities	90,359	85,647
Loan Stocks	4,201	-
	<u>94,560</u>	<u>86,553</u>
Less: Individual impairment provisions	<u>(77,492)</u>	<u>(76,722)</u>
	<u>17,068</u>	<u>29,797</u>

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**10. Loans, advances and financing**

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
Term loans				
- Syndicated term loan/financing	22,423	23,352	-	-
- Hire purchase receivables	74,495	110,079	52,237	81,530
- Lease receivables	4,786	3,769	2,921	1,904
- Other term loans/financing	475,531	515,460	360,846	416,990
Staff loans	6,044	7,927	2,919	3,327
Revolving credits	14,050	18,972	-	-
Margin accounts	67,254	60,669	-	-
	<u>664,583</u>	<u>740,228</u>	<u>418,923</u>	<u>503,751</u>
Less: Unearned interest and income	(5,464)	(9,659)	(5,094)	(8,639)
	<u>659,119</u>	<u>730,569</u>	<u>413,829</u>	<u>495,112</u>
Less: Security deposits	(96)	(224)	-	-
Less: Impairment provisions				
- Collective impairment provisions	(27,971)	(16,068)	(23,483)	(11,760)
- Individual impairment provisions	(138,759)	(152,233)	(100,884)	(110,577)
Total net loans, advances and financing	<u>492,293</u>	<u>562,044</u>	<u>289,462</u>	<u>372,775</u>

a. By type of customer

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
Domestic business enterprises				
- Small medium enterprises	423,040	451,435	233,171	282,221
- Others	178,403	212,967	175,315	205,699
Individuals	55,252	62,302	2,919	3,327
Foreign entities	2,424	3,865	2,424	3,865
Gross loans, advances and financing	<u>659,119</u>	<u>730,569</u>	<u>413,829</u>	<u>495,112</u>

b. By interest/profit rate sensitivity

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
Fixed rate				
- Staff loans	6,044	7,927	2,919	3,327
- Hire purchase receivables	74,133	109,076	52,237	81,530
- Other fixed rate loan/financing	270,167	290,105	199,414	225,958
Variable rate				
- BLR plus	125,853	143,366	125,853	143,366
- Other variable rates	182,922	180,095	33,406	40,931
Gross loans, advances and financing	<u>659,119</u>	<u>730,569</u>	<u>413,829</u>	<u>495,112</u>

c. By economic sector

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
Agriculture, hunting, forestry & fishing	972	2,222	-	-
Mining and quarrying	26,399	29,921	343	1,047
Manufacturing	364,338	396,705	300,682	357,716
Construction	19,701	22,713	385	1,352
Purchase of landed property:				
- Residential	344	373	-	-
Wholesale & retail trade and restaurants & hotels	103,970	110,830	82,279	87,689
Transport, storage and communications	20,056	36,335	14,393	23,613
Finance, insurance and business services	27,690	30,960	8,946	11,484
Purchase of securities	67,255	60,669	-	-
Purchase of transport vehicles	18,469	23,403	-	-
Others	9,925	16,438	6,801	12,211
Gross loans, advances and financing	<u>659,119</u>	<u>730,569</u>	<u>413,829</u>	<u>495,112</u>

**10. Loans, advances and financing (cont'd)**

d. Movements in impaired loans ("IL"), advances and financing

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
At beginning of period/year	281,407	264,904	216,902	207,751
Classified as impaired during the period/year	37,217	69,868	35,646	54,315
Reclassified as unimpaired during the period/year	(13,501)	(6,215)	(13,501)	(5,627)
Amount written-back	(15,404)	(13,483)	(11,361)	(11,786)
Amount written off	-	(33,667)	-	(27,751)
At end of period/year	<u>289,719</u>	<u>281,407</u>	<u>227,686</u>	<u>216,902</u>
Less: Impairment provisions				
- Individual impairment provisions	(136,767)	(146,691)	(98,892)	(105,035)
Net impaired loans, advances and financing	<u>152,952</u>	<u>134,716</u>	<u>128,794</u>	<u>111,867</u>
Net IL as % of gross loans, advances and financing less individual impairment provisions	<u>29.39%</u>	<u>23.29%</u>	<u>41.16%</u>	<u>29.09%</u>
Performing loans with individual impairment provisions provided				
Gross loan	3,042	21,606	3,042	21,606
Less: Impairment loss				
- Individual impairment provisions	(1,992)	(5,542)	(1,992)	(5,542)
Net	<u>1,050</u>	<u>16,064</u>	<u>1,050</u>	<u>16,064</u>

e. Movements in impairment provisions

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
<b>Collective impairment provisions</b>				
At beginning of period/year, as previously reported	16,068	24,905	11,760	21,606
Effect of adopting FRS 139				
- transfer from individual impairment provisions	6,848	-	6,848	-
- additional collective impairment provisions	4,860	-	4,875	-
At beginning of period/year, as restated	<u>27,776</u>	<u>24,905</u>	<u>23,483</u>	<u>21,606</u>
Impairment made during the period/year	195	1,009	-	-
Amount transferred to individual impairment provisions	-	(9,846)	-	(9,846)
At end of period/year	<u>27,971</u>	<u>16,068</u>	<u>23,483</u>	<u>11,760</u>
As % of gross loans, advances and financing less individual impairment provisions	<u>5.38%</u>	<u>2.78%</u>	<u>7.50%</u>	<u>3.06%</u>
<b>Individual impairment provisions</b>				
At beginning of period/year, as previously reported	152,233	172,645	110,577	125,509
Effect of adopting FRS 139				
- transfer to collective impairment provisions	(6,848)	-	(6,848)	-
- individual impairment provisions	766	-	-	-
At beginning of period/year, as restated	<u>146,151</u>	<u>172,645</u>	<u>103,729</u>	<u>125,509</u>
Impairment made during the period/year	28,313	26,536	26,428	23,815
Amount written-back	(32,619)	(23,127)	(26,372)	(20,842)
Amount written off	-	(33,667)	-	(27,751)
Amount transferred from collective impairment provisions	-	9,846	-	9,846
Discount unwind	(3,086)	-	(2,901)	-
At end of period/year	<u>138,759</u>	<u>152,233</u>	<u>100,884</u>	<u>110,577</u>

f. IL by economic sector

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
Manufacturing	154,127	166,689	142,283	154,349
Construction	19,304	21,281	-	-
Purchase of landed property - Residential	113	113	-	-
Wholesale & retail trade and restaurants & hotels	73,213	49,365	72,787	48,884
Transport, storage and communication	9,219	9,205	7,915	8,380
Finance, insurance and business services	16,991	17,363	2,565	2,904
Purchase of transport vehicles	13,842	14,285	-	-
Others	2,909	3,106	2,136	2,385
	<u>289,718</u>	<u>281,407</u>	<u>227,686</u>	<u>216,902</u>

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**11. Other assets**

	Group		Company	
	30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
Accrued interest, commitment charges, commissions, and fees receivable	47,426	35,439	16,953	14,233
Amount due from holding company	-	83,299	-	83,299
Amount due from subsidiaries				
- current accounts	-	-	2,106	1,322
- loan accounts	-	-	9,535	10,509
Clients' and brokers' accounts	142,794	262,698	-	-
Less: Allowance for doubtful debts	(2,462)	(2,531)	-	-
	140,332	260,167	-	-
Trade receivables	7,237	24,526	-	-
Less: Allowance for doubtful debts	(2,808)	(19,137)	-	-
	4,429	5,389	-	-
Other receivables, deposits and prepayments	98,623	107,206	64,835	76,443
Less: Allowance for doubtful debts	(26,332)	(25,717)	-	-
	72,291	81,489	64,835	76,443
Tax recoverable	7,159	12,452	5,175	8,984
	<u>271,637</u>	<u>478,235</u>	<u>98,604</u>	<u>194,790</u>

**12. Deposits from customers**

	Group	
	30.09.2010 RM'000	31.12.2009 RM'000
(i) By type of deposit		
- Call deposits	139,085	216,579
- Fixed deposits	1,699,020	1,664,625
	<u>1,838,105</u>	<u>1,881,204</u>

	Group	
	30.09.2010 RM'000	31.12.2009 RM'000
(ii) By type of customer		
Government and statutory bodies	172,000	25,500
Business enterprises	1,666,105	1,855,704
	<u>1,838,105</u>	<u>1,881,204</u>

**13. Deposits and placements of banks and financial institutions**

	Group	
	30.09.2010 RM'000	31.12.2009 RM'000
(i) Call deposits		
- Other financial institutions	126,549	185,836
(ii) Fixed deposits		
- Licensed Islamic banks	30,000	77,690
- Licensed Investment banks	30,000	-
- Other financial institutions	992,931	1,363,075
	<u>1,179,480</u>	<u>1,626,601</u>





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**16. Interest expense**

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
<b>Group</b>				
Deposits and placements of banks and other financial institutions	6,430	6,033	18,013	21,090
Deposits from customers	8,974	7,287	25,804	29,482
Short-term funds and bank overdrafts	13	55	104	182
Concessional funds	2,172	2,028	6,653	7,307
Commercial loans	(98)	602	306	927
	<u>17,491</u>	<u>16,005</u>	<u>50,880</u>	<u>58,988</u>
<b>Company</b>				
Short-term funds and bank overdrafts	-	4	-	54
Concessional funds	2,172	2,011	6,653	7,290
Commercial loans	(98)	602	306	927
	<u>2,074</u>	<u>2,617</u>	<u>6,959</u>	<u>8,271</u>

**17. Other operating income**

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
<b>Group</b>				
(a) Revenue income:				
Fee income derived from:				
- Capital market activities	2,730	1,700	6,897	9,584
- Management fees	1,038	777	3,012	2,298
- Net brokerage fees	5,738	4,077	15,856	8,823
Investment income derived from:				
- Net unrealised gain/ (loss) on revaluation of securities held-for-trading	69	71	(375)	55
- Net unrealised loss on revaluation of derivative assets	(131)	-	(1,620)	-
- Gain on sale of securities:				
- Available-for-sale	268	268	1,338	53,206
- Held-for-trading	40	252	291	1,424
- (Loss)/ Gain on sale of trust units	(6)	(115)	(7)	9
Total dividends (gross) from:				
- Securities held-for-trading	-	26	-	26
- Securities available-for-sale	176	35	665	14,525
- Securities held-to-maturity	-	-	-	88
Rental income on buildings	128	366	462	516
Income from factoring	123	240	353	699
Profit earned on Al-Bai Bithamin Ajil and Al-Ijarah	-	21	-	72
	<u>10,173</u>	<u>7,718</u>	<u>26,872</u>	<u>91,325</u>
(b) Other income:				
Total interest income on:				
- promissory notes	117	191	460	460
Gain on disposal of:				
- Property, plant and equipment	(2)	257	24	492
Interest on staff loans	18	36	60	108
Guarantee fee	-	369	-	640
Commitment fee	21	-	56	6
Rental of :				
- office premises	267	3	778	25
- parking space	15	-	1	-
Others	249	(76)	1,564	2,499
	<u>685</u>	<u>780</u>	<u>2,943</u>	<u>4,230</u>
Total non-interest income	<u>10,858</u>	<u>8,498</u>	<u>29,815</u>	<u>95,555</u>

**17. Other operating income (cont'd)**

**Company**

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
(a) Revenue income:				
Fee income:				
- Management fees	3,155	4,149	8,258	9,496
Net unrealised loss on revaluation of securities held-for-trading	60	29	(396)	44
Gain on sale of securities:				
- Available-for-sale	-	-	-	1,980
Gross dividend income:				
- Subsidiaries	-	181,576	13,004	181,576
	<u>3,214</u>	<u>185,754</u>	<u>20,865</u>	<u>193,096</u>
(b) Other income:				
Interest income on:				
- promissory notes	117	191	460	460
Gain on disposal of:				
- Property, plant and equipment	(2)	21	23	109
Guarantee fee	-	(40)	-	231
Commitment fee	3	-	4	6
Rental of:				
- office premises from subsidiaries	671	-	2,051	-
- office premises	268	3	779	25
- parking space	15	7	1	30
Others	(283)	457	518	2,479
	<u>788</u>	<u>639</u>	<u>3,834</u>	<u>3,340</u>
Total non-interest income	<u>4,003</u>	<u>186,393</u>	<u>24,700</u>	<u>196,436</u>

**18. Operating expenses**

	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
<b><u>Group</u></b>				
Personnel costs				
- Salaries and wages	7,987	8,347	24,883	25,772
- Allowance and bonuses	3,183	3,980	5,790	10,143
- Staff training	313	112	493	566
- Others	2,512	3,239	7,535	8,900
	<u>13,995</u>	<u>15,678</u>	<u>38,701</u>	<u>45,381</u>
Establishment costs				
- Depreciation	1,159	1,619	3,956	5,155
- Office rental	1,780	46	5,173	255
- Equipment rental	449	852	1,382	1,452
- Others	1,440	1,027	4,136	3,068
	<u>4,828</u>	<u>3,544</u>	<u>14,647</u>	<u>9,930</u>
Promotion and marketing-related expenses				
- Business promotion and advertisement	316	124	1,668	1,552
- Entertainment	122	110	246	215
	<u>438</u>	<u>234</u>	<u>1,914</u>	<u>1,767</u>
Administration and general expenses				
- Communication expenses	201	281	702	771
- Audit fees	185	87	369	342
- Directors fees and meeting allowances	342	239	874	663
- Securities Commission's levy	261	176	654	358
- Others	1,499	373	3,031	3,419
	<u>2,488</u>	<u>1,156</u>	<u>5,630</u>	<u>5,553</u>
	<u>21,749</u>	<u>20,612</u>	<u>60,892</u>	<u>62,631</u>

**18. Operating expenses (cont'd)**

	Individual 30.09.2010 RM'000	Quarter Ended 30.09.2009 RM'000	Cumulative 30.09.2010 RM'000	Quarter Ended 30.09.2009 RM'000
<b>Company</b>				
Personnel costs				
- Salaries and wages	3,974	4,209	12,462	13,254
- Allowance and bonuses	1,718	1,770	4,111	5,209
- Staff training	54	67	77	337
- Others	1,426	1,959	4,199	5,200
	<u>7,173</u>	<u>8,005</u>	<u>20,850</u>	<u>24,000</u>
Establishment costs				
- Depreciation	553	1,025	2,317	3,292
- Office rental	1,690	878	5,065	2,259
- Equipment rental	20	23	74	56
- Others	917	309	2,479	1,806
	<u>3,180</u>	<u>2,235</u>	<u>9,935</u>	<u>7,413</u>
Promotion and marketing-related expenses				
- Business promotion and advertisement	104	151	918	1,350
- Entertainment	20	1	25	7
	<u>124</u>	<u>152</u>	<u>943</u>	<u>1,357</u>
Administration and general expenses				
- Communication expenses	106	149	382	402
- Audit fees	53	10	116	72
- Directors fees and meeting allowances	163	51	416	325
- Others	190	679	1,389	986
	<u>513</u>	<u>889</u>	<u>2,304</u>	<u>1,785</u>
	<u>10,989</u>	<u>11,281</u>	<u>34,031</u>	<u>34,555</u>

**19. Impairment losses on loans, advances and financing**

	Individual 30.09.2010 RM'000	Quarter Ended 30.09.2009 RM'000	Cumulative 30.09.2010 RM'000	Quarter Ended 30.09.2009 RM'000
<b>Group</b>				
(a) Individual impairment provisions				
- made in the financial period	(12,383)	(7,578)	(28,313)	(17,039)
- written-back	9,328	10,438	32,619	12,942
(b) Collective impairment provisions				
- made in the financial period	(326)	(1,173)	(1,144)	(1,652)
- written-back	497	137	949	137
Bad debts on loans, advances and financing recovered	173	2,200	3,388	2,240
	<u>(2,711)</u>	<u>4,024</u>	<u>7,499</u>	<u>(3,372)</u>
<b>Company</b>				
(a) Individual impairment provisions				
- made in the financial period	(11,555)	(7,816)	(26,428)	(16,786)
- written-back	6,139	10,075	26,372	12,024
Bad debts on loans, advances and financing recovered	173	2,250	3,371	2,250
	<u>(5,243)</u>	<u>4,509</u>	<u>3,315</u>	<u>(2,512)</u>

**20. Impairment losses on securities**

	Individual 30.09.2010 RM'000	Quarter Ended 30.09.2009 RM'000	Cumulative 30.09.2010 RM'000	Quarter Ended 30.09.2009 RM'000
<b>Group</b>				
Securities available-for-sale	(22,214)	(9,321)	(45,919)	(50,516)
Securities held-to-maturity	134	601	487	17,148
	<u>(22,080)</u>	<u>(8,720)</u>	<u>(45,432)</u>	<u>(33,368)</u>
<b>Company</b>				
Securities available-for-sale	-	-	(532)	-
	<u>-</u>	<u>-</u>	<u>(532)</u>	<u>-</u>

**21. Segmental information**

Segmental information is presented in respect of the Group's business segments. No geographical segmental information is presented as the Group operates principally in Malaysia.

Inter-segment pricing is determined based on terms mutually agreed between the respective companies.

	Segment Revenue		Segment Revenue	
	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
Investment banking	52,472	49,185	147,947	169,845
Asset management	779	479	2,374	1,474
Development finance	13,853	13,765	44,001	42,634
Others	1,945	1,530	4,062	4,790
Investment holding	8,255	16,227	35,270	72,386
	<u>77,304</u>	<u>81,186</u>	<u>233,654</u>	<u>291,129</u>
Inter-segment elimination	<u>(3,482)</u>	<u>(6,302)</u>	<u>(23,667)</u>	<u>(9,328)</u>
	73,822	74,884	209,987	281,801
Discontinued operations	-	22,292	-	59,665
	<u>73,822</u>	<u>97,176</u>	<u>209,987</u>	<u>341,466</u>

	Segment Results		Segment Results	
	Individual Quarter Ended		Cumulative Quarter Ended	
	30.09.2010	30.09.2009	30.09.2010	30.09.2009
	RM'000	RM'000	RM'000	RM'000
Investment banking	4,175	13,167	21,730	39,362
Asset management	(511)	(515)	(1,669)	(1,831)
Development finance	2,960	10,981	28,235	21,601
Others	698	(325)	1,533	(779)
Investment holding	1,392	472	17,387	59,542
Consolidation adjustments	<u>(3)</u>	<u>(1,802)</u>	<u>(14,127)</u>	<u>(6,260)</u>
	8,711	21,978	53,089	111,635
Share of results in associates	<u>384</u>	<u>390</u>	<u>951</u>	<u>1,104</u>
	9,095	22,368	54,040	112,739
Discontinued operations	-	8,104	-	19,489
	<u>9,095</u>	<u>30,472</u>	<u>54,040</u>	<u>132,228</u>

**22. Capital commitments**

	As at	As at
	30.09.2010	30.09.2009
	RM'000	RM'000
Authorised and contracted for	-	-
Authorised but not contracted for	<u>5,757</u>	<u>13,979</u>
	<u>5,757</u>	<u>13,979</u>

**23. Contingencies and commitments**

In the normal course of business, the Group and the Company made various commitments and incurred certain contingent liabilities with legal recourse to their customers. No material losses are anticipated as a result of these transactions.

The commitments and contingencies and the related risk-weighted exposures of the Group and the Company as at the end of financial period/year are as follows:

<b>Group</b>	← As at 30.09.2010 →			← As at 31.12.2009 →		
	Principal amount RM'000	Credit equivalent amount* RM'000	Risk weighted amount RM'000	Principal amount RM'000	Credit equivalent amount* RM'000	Risk weighted amount RM'000
Guarantee facilities	8,837	8,837	8,837	18,052	18,052	18,052
Obligations under on-going underwriting agreement	301,997	150,998	41,379	344,390	172,195	56,223
Irrevocable commitments to extend credit:						
- Maturity not exceeding one year	39,344	7,869	7,601	58,870	11,773	9,215
- Maturity exceeding one year	22	11	7	22	11	7
<b>Total</b>	<b>350,200</b>	<b>167,715</b>	<b>57,824</b>	<b>421,334</b>	<b>202,031</b>	<b>83,497</b>
<b>Company</b>						
Guarantee facilities	8,837	8,837	8,837	18,052	18,052	18,052
Irrevocable commitments to extend credit:						
- Maturity not exceeding one year	46	9	9	427	85	85
<b>Total</b>	<b>8,883</b>	<b>8,846</b>	<b>8,846</b>	<b>18,479</b>	<b>18,137</b>	<b>18,137</b>

\* The credit equivalent amount is arrived at using the credit conversion factors as per Bank Negara Malaysia guidelines.

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**24. Interest rate risk**

Group	Non-trading book					Non- interest sensitive RM'000	Trading book RM'000	Effective interest	
	Up to 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	1 to 5 years RM'000	> 5 years RM'000			Total RM'000	rate %
30.09.2010									
<b>Assets</b>									
Cash and short-term funds	1,184,052	-	-	-	-	33,426	-	1,217,478	1.61
Deposits and placements with banks and other financial institutions	-	371,211	265,714	-	-	4,874	-	641,799	2.85
Securities held-for-trading	-	-	-	-	-	-	868,910	868,910	-
Securities available-for-sale	150,841	381,354	364,441	595,159	171,866	211,063	-	1,874,724	4.99
Securities held-to-maturity	-	-	-	8,632	7,890	546	-	17,068	8.18
Loans, advances and financing									
- unimpaired	42,439	43,036	57,585	110,371	113,881	(27,971) *	-	339,341	7.48
- impaired	-	-	-	-	-	152,952	-	152,952	-
Derivative assets	-	-	-	-	-	24,384	-	24,384	-
Statutory deposits with Bank Negara Malaysia	-	-	-	-	-	15,592	-	15,592	-
Other non-interest sensitive balances	-	-	-	-	-	426,783	-	426,783	-
<b>Total assets</b>	<b>1,377,332</b>	<b>795,601</b>	<b>687,740</b>	<b>714,162</b>	<b>293,637</b>	<b>841,649</b>	<b>868,910</b>	<b>5,579,031</b>	
<b>Liabilities</b>									
Deposits from customers	1,570,985	99,487	167,633	-	-	-	-	1,838,105	2.66
Deposits and placements of banks and financial institutions	950,301	102,630	126,549	-	-	-	-	1,179,480	2.66
Borrowings	1,770	5,477	43,389	171,689	171,119	-	-	393,444	2.36
Other non-interest sensitive balances	-	-	-	-	-	448,516	-	448,516	-
<b>Total liabilities</b>	<b>2,523,056</b>	<b>207,594</b>	<b>337,571</b>	<b>171,689</b>	<b>171,119</b>	<b>448,516</b>	<b>-</b>	<b>3,859,545</b>	
Shareholder's funds	-	-	-	-	-	1,716,802	-	1,716,802	
Minority interests	-	-	-	-	-	2,684	-	2,684	
	<b>2,523,056</b>	<b>207,594</b>	<b>337,571</b>	<b>171,689</b>	<b>171,119</b>	<b>2,168,002</b>	<b>-</b>	<b>5,579,031</b>	
On-balance sheet interest sensitivity gap	(1,145,724)	588,007	350,169	542,473	122,518	(1,326,353)	868,910		
Off-balance sheet interest sensitivity gap (interest rate swaps)	-	-	-	-	-	-	-		
<b>Total interest sensitivity gap</b>	<b>(1,145,724)</b>	<b>588,007</b>	<b>350,169</b>	<b>542,473</b>	<b>122,518</b>	<b>(1,326,353)</b>	<b>868,910</b>		

\* Collective impairment provisions on loans, advances and financing

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**24. Interest rate risk (cont'd)**

Group	Non-trading book					Non- interest sensitive RM'000	Trading book RM'000	Effective interest	
	Up to 1 month RM'000	> 1 - 3 months RM'000	> 3 - 12 months RM'000	1 to 5 years RM'000	> 5 years RM'000			Total RM'000	rate %
31.12.2009									
<b>Assets</b>									
Cash and short-term funds	778,770	-	-	-	2,633	67,780	-	849,183	2.09
Deposits and placements with banks and other financial institutions	-	120,831	336,305	-	-	4,850	-	461,986	2.16
Securities held-for-trading	-	-	-	-	-	-	951,635	951,635	-
Securities available-for-sale	545,983	413,956	603,390	656,006	187,126	206,229	-	2,612,690	4.38
Securities held-to-maturity	19,966	-	-	8,497	-	1,334	-	29,797	1.99
<b>Loans, advances and financing</b>									
- unimpaired	58,353	9,443	13,991	230,764	130,845	(16,068) *	-	427,328	8.40
- impaired	-	-	-	-	-	134,716	-	134,716	-
Derivative assets	-	-	-	-	-	26,631	-	26,631	-
Statutory deposits with Bank Negara Malaysia	-	-	-	-	-	21,197	-	21,197	-
Other non-interest sensitive balances	-	-	-	-	-	636,890	-	636,890	-
<b>Total assets</b>	<b>1,403,072</b>	<b>544,230</b>	<b>953,686</b>	<b>895,267</b>	<b>320,604</b>	<b>1,083,559</b>	<b>951,635</b>	<b>6,152,053</b>	
<b>Liabilities</b>									
Deposits from customers	1,475,502	143,088	262,614	-	-	-	-	1,881,204	1.98
Deposits and placements of banks and financial institutions	1,358,998	82,255	185,348	-	-	-	-	1,626,601	1.96
Borrowings	9,064	5,479	66,143	194,562	171,121	-	-	446,369	2.02
Other non-interest sensitive balances	-	-	-	-	-	507,725	-	507,725	-
<b>Total liabilities</b>	<b>2,843,564</b>	<b>230,822</b>	<b>514,105</b>	<b>194,562</b>	<b>171,121</b>	<b>507,725</b>	<b>-</b>	<b>4,461,899</b>	
Shareholder's funds	-	-	-	-	-	1,687,257	-	1,687,257	
Minority interests	-	-	-	-	-	2,897	-	2,897	
	<b>2,843,564</b>	<b>230,822</b>	<b>514,105</b>	<b>194,562</b>	<b>171,121</b>	<b>2,197,879</b>	<b>-</b>	<b>6,152,053</b>	
<b>On-balance sheet interest sensitivity gap</b>									
	(1,440,492)	313,408	439,581	700,705	149,483	(1,114,320)	951,635		
<b>Off-balance sheet interest sensitivity gap (interest rate swaps)</b>									
	-	-	-	-	-	-	-		
<b>Total interest sensitivity gap</b>	<b>(1,440,492)</b>	<b>313,408</b>	<b>439,581</b>	<b>700,705</b>	<b>149,483</b>	<b>(1,114,320)</b>	<b>951,635</b>		

\* Collective impairment provisions on loans, advances and financing

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**24. Interest rate risk (cont'd)**

Company	Non-trading book					Non-interest sensitive	Trading book	Effective interest	
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	1 to 5 years	> 5 years			Total	rate
30.09.2010	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
<b>Assets</b>									
Cash and short-term funds	513,528	-	-	-	-	9,776	-	523,304	2.47
Deposits and placements with banks and other financial institutions	-	363,712	-	-	-	-	-	363,712	2.55
Securities held-for-trading	-	-	-	-	-	-	6,262	6,262	-
Securities available-for-sale	-	-	-	39,652	-	4,669	-	44,321	3.89
Loans, advances and financing									
- unimpaired	5,587	11,175	50,287	74,414	42,688	(23,483) *	-	160,668	6.76
- impaired	-	-	-	-	-	128,794	-	128,794	-
Other non-interest sensitive balances	-	-	-	-	-	910,338	-	910,338	-
<b>Total assets</b>	<b>519,115</b>	<b>374,887</b>	<b>50,287</b>	<b>114,066</b>	<b>42,688</b>	<b>1,030,094</b>	<b>6,262</b>	<b>2,137,399</b>	
<b>Liabilities</b>									
Borrowings	1,063	5,477	43,389	171,689	171,119	-	-	392,737	2.36
Other non-interest sensitive balances	-	-	-	-	-	242,063	-	242,063	-
<b>Total liabilities</b>	<b>1,063</b>	<b>5,477</b>	<b>43,389</b>	<b>171,689</b>	<b>171,119</b>	<b>242,063</b>	<b>-</b>	<b>634,800</b>	
Shareholder's funds	-	-	-	-	-	1,502,599	-	1,502,599	
	1,063	5,477	43,389	171,689	171,119	1,744,662	-	2,137,399	
On-balance sheet interest sensitivity gap	518,052	369,410	6,898	(57,623)	(128,431)	(714,568)	6,262		
Off-balance sheet interest sensitivity gap (interest rate swaps)	-	-	-	-	-	-	-		
<b>Total interest sensitivity gap</b>	<b>518,052</b>	<b>369,410</b>	<b>6,898</b>	<b>(57,623)</b>	<b>(128,431)</b>	<b>(714,568)</b>	<b>6,262</b>		

\* Collective impairment provisions on loans, advances and financing



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**24. Interest rate risk (cont'd)**

Company	Non-trading book					Non-interest sensitive	Trading book	Effective interest	
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	1 to 5 years	> 5 years			Total	rate
31.12.2009	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
<b>Assets</b>									
Cash and short-term funds	381,966	-	-	-	-	53,364	-	435,330	2.11
Deposits and placements with banks and other financial institutions	-	135,652	143,300	-	-	-	-	278,952	2.16
Securities held-for-trading	-	-	-	-	-	-	8,410	8,410	-
Securities available-for-sale	-	-	-	44,430	-	2,323	-	46,753	2.73
Loans, advances and financing									
- unimpaired	6,180	485	12,072	165,612	88,319	(11,760) *	-	260,908	8.74
- impaired	-	-	-	-	-	111,867	-	111,867	-
Other non-interest sensitive balances	-	-	-	-	-	1,004,317	-	1,004,317	-
<b>Total assets</b>	<b>388,146</b>	<b>136,137</b>	<b>155,372</b>	<b>210,042</b>	<b>88,319</b>	<b>1,160,111</b>	<b>8,410</b>	<b>2,146,537</b>	
<b>Liabilities</b>									
Borrowings	1,064	5,479	66,143	194,562	171,121	-	-	438,369	1.99
Other non-interest sensitive balances	-	-	-	-	-	229,069	-	229,069	-
<b>Total liabilities</b>	<b>1,064</b>	<b>5,479</b>	<b>66,143</b>	<b>194,562</b>	<b>171,121</b>	<b>229,069</b>	<b>-</b>	<b>667,438</b>	
Shareholder's funds	-	-	-	-	-	1,479,099	-	1,479,099	
	1,064	5,479	66,143	194,562	171,121	1,708,168	-	2,146,537	
On-balance sheet interest sensitivity gap	387,082	130,658	89,229	15,480	(82,802)	(548,057)	8,410		
Off-balance sheet interest sensitivity gap (interest rate swaps)	-	-	-	-	-	-	-		
<b>Total interest sensitivity gap</b>	<b>387,082</b>	<b>130,658</b>	<b>89,229</b>	<b>15,480</b>	<b>(82,802)</b>	<b>(548,057)</b>	<b>8,410</b>		

\* Collective impairment provisions on loans, advances and financing

**25. Capital adequacy**

The capital adequacy ratios in respect of the investment bank subsidiary are as follows:-

	30.09.2010 RM'000	31.12.2009 RM'000
<b>Tier-I capital</b>		
Paid-up share capital	155,000	155,000
Paid-up non-cumulative perpetual preference share	1,500	1,500
Share premium	362,611	362,611
Statutory reserve	115,520	112,265
Retained profit	68,085	97,279
	<u>702,716</u>	<u>728,655</u>
Less: Deferred tax assets	(35,858)	(40,313)
Total Tier-I capital	<u>666,858</u>	<u>688,342</u>
<b>Tier-II capital</b>		
Collective impairment provisions on loans, advances and financing	4,001	3,597
Total Tier-II capital	<u>4,001</u>	<u>3,597</u>
<b>Capital base</b>	<u>670,859</u>	<u>691,939</u>
Before deducting proposed dividends		
Core capital ratio	44.17%	37.45%
Risk-weighted capital ratio	44.43%	37.64%
After deducting proposed dividends		
Core capital ratio	42.86%	37.45%
Risk-weighted capital ratio	43.12%	37.64%

Breakdown of gross risk-weighted assets of the investment bank subsidiary in the various categories of risk-weights are as follows:

	30.09.2010		31.12.2009	
	Notional amount RM'000	Risk-weighted amount RM'000	Notional amount RM'000	Risk- weighted amount RM'000
0%	689,744	-	778,515	-
20%	1,661,170	332,234	1,819,542	363,908
35%	774	271	993	348
50%	257,109	128,554	499,445	249,723
75%	147	110	183	137
100%	382,594	382,594	580,196	580,196
150%	272,757	409,136	227,238	340,857
Total Risk Weighted Assets for Credit Risk	<u>3,264,295</u>	<u>1,252,899</u>	<u>3,906,112</u>	<u>1,535,169</u>
Risk Weighted Assets Equivalent for Market Risk	-	95,585	-	93,860
Risk Weighted Assets Equivalent for Operational Risk	-	207,269	-	209,107
	<u>3,264,295</u>	<u>1,555,753</u>	<u>3,906,112</u>	<u>1,838,136</u>

**26. Summary of effects on adopting FRS 139**

In accordance with the transitional provisions of FRS 139, the changes which arising from the adoption of FRS 139 are applied prospectively and the comparatives as at 31 December 2009 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the balance sheet as at 1 January 2010.

	As at 1 January 2010	
	Group	Company
	RM'000	RM'000
Decrease in securities available-for-sale	(13,655)	(4,447)
Increase in loans, advances and financing - Individual impairment provisions	6,082	6,848
Decrease in loans, advances and financing - Collective impairment provisions	(11,708)	(11,723)
Increase in deferred tax assets	4,087	1,593
Decrease in tax recoverable	(481)	(481)
Decrease in securities available-for-sale reserve	(3,004)	(1,122)
Decrease in retained earnings	<u>(12,671)</u>	<u>(7,088)</u>

The adoption of FRS 139 has resulted in several changes to accounting policies relating to recognition and measurement of financial instruments. Significant changes in accounting policies are as follows:

**Securities held-for-trading**

Prior to the adoption of FRS 139, the fair value of quoted securities is derived from last done market price. With the adoption of FRS 139, the fair value of the quoted securities is derived from market bid prices.

**Securities available-for-sale**

Prior to the adoption of FRS 139, the fair value of quoted securities is derived from last done market price. With the adoption of FRS 139, the fair value of the quoted securities is derived from market bid prices.

**27. Comparative figures**

Certain comparative amounts have also been restated to conform with the current financial period presentation.

The following comparative amounts have been restated accordingly:

(i) The Group and Company

	Group	
	As previously stated	As restated
	RM'000	RM'000
<b>At 31 December 2009</b>		
<b>Balance Sheet</b>		
Cash and short-term funds	1,193,814	849,183
Other payables	451,705	490,002
Government Scheme Funds	<u>382,928</u>	<u>-</u>
	Company	
	As previously stated	As restated
	RM'000	RM'000
<b>At 31 December 2009</b>		
<b>Balance Sheet</b>		
Cash and short-term funds	779,961	435,330
Other payables	182,229	220,526
Government Scheme Funds	<u>382,928</u>	<u>-</u>

(ii) Islamic Banking operations

	Group	
	As previously stated	As restated
	RM'000	RM'000
<b>At 31 December 2009</b>		
<b>Balance Sheet</b>		
Cash and short-term funds	156,718	141,763
Other liabilities	143,565	147,813
Government Scheme Funds	<u>19,203</u>	<u>-</u>
	Company	
	As previously stated	As restated
	RM'000	RM'000
<b>At 31 December 2009</b>		
<b>Balance Sheet</b>		
Cash and short-term funds	156,556	141,601
Other liabilities	129,217	133,465
Government Scheme Funds	<u>19,203</u>	<u>-</u>

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28. **Operations of Islamic Banking**

28a. **Unaudited Balance Sheets as at 30 September 2010**

	Note	Group		Company	
		30.09.2010 RM'000	31.12.2009 RM'000	30.09.2010 RM'000	31.12.2009 RM'000
<b>ASSETS</b>					
Cash and short-term funds		186,449	141,763	150,357	141,601
Securities available-for-sale	28c	632,572	719,315	-	-
Securities held-to-maturity	28d	-	19,966	-	-
Financing and advances	28e	35,123	53,739	35,123	53,739
Other assets		16,673	10,333	893	292
Deferred tax assets		3,680	3,680	818	818
<b>TOTAL ASSETS</b>		<b>874,498</b>	<b>948,796</b>	<b>187,191</b>	<b>196,450</b>
<b>LIABILITIES</b>					
Deposits from customers	28f	177,757	326,582	-	-
Deposits and placements of banks and other financial institutions	28g	359,242	286,349	-	-
Borrowings (unsecured)	14	17,404	22,272	17,404	22,272
Other liabilities		94,901	147,813	82,624	133,465
Taxation		10,593	7,778	10,156	7,778
Amount due to Government scheme funds		37,626	-	37,626	-
Amount due to Head Office		3,236	904	-	-
<b>TOTAL LIABILITIES</b>		<b>700,758</b>	<b>791,698</b>	<b>147,809</b>	<b>163,515</b>
<b>ISLAMIC BANKING CAPITAL FUNDS</b>					
Funds allocated from Head Office		100,000	100,000	20,000	20,000
Reserves		73,740	57,098	19,382	12,935
<b>TOTAL ISLAMIC BANKING CAPITAL FUNDS</b>		<b>173,740</b>	<b>157,098</b>	<b>39,382</b>	<b>32,935</b>
<b>TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS</b>		<b>874,498</b>	<b>948,796</b>	<b>187,191</b>	<b>196,450</b>

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28. **Operations of Islamic Banking (cont'd)**

28b. **Unaudited Income Statements for the period ended 30 September 2010**

<u>Group</u>	Individual	Quarter Ended	Cumulative	
	30.09.2010	30.09.2009	Quarter Ended	Quarter Ended
	RM'000	RM'000	30.09.2010	30.09.2009
			RM'000	RM'000
Income derived from investment of depositors funds and others	8,946	9,465	27,699	33,790
Income derived from Government Scheme Funds	2,351	1,854	6,903	5,430
Transfer to profit equalisation reserve	1,875	971	834	(2,901)
Total attributable income	13,172	12,290	35,436	36,319
Income attributable to depositors	(3,768)	(3,815)	(10,545)	(12,751)
Net income attributable to the reporting institution	9,404	8,475	24,891	23,568
Other operating expenses	(489)	(360)	(1,320)	(1,455)
Operating profit	8,915	8,115	23,571	22,113
Impairment losses on securities	6	-	(749)	-
Impairment losses on financing and advances	1,228	(375)	(3,075)	(7,447)
Finance costs	(70)	(106)	(229)	(350)
Profit before taxation and zakat	10,079	7,634	19,518	14,316
Tax expense	(1,244)	-	(2,130)	-
Zakat	(216)	(124)	(430)	(319)
Profit after taxation and zakat	8,619	7,510	16,958	13,997
<b><u>Company</u></b>				
Income derived from investment of depositors funds and others	1,724	1,301	5,202	3,951
Income derived from Government Scheme Funds	2,351	1,854	6,903	5,430
	4,075	3,155	12,105	9,381
Income attributable to the reporting institution	4,075	3,155	12,105	9,381
Other operating expenses	(38)	(19)	(64)	(30)
Operating profit	4,037	3,136	12,041	9,351
Impairment losses on financing and advances	1,228	(375)	(3,075)	(7,447)
Finance costs	(70)	(106)	(229)	(350)
Profit before taxation and zakat	5,194	2,655	8,736	1,554
Tax expense	(1,244)	-	(2,130)	-
Zakat	(94)	-	(160)	-
Profit after taxation and zakat	3,856	2,655	6,446	1,554

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28. **Operations of Islamic Banking (cont'd)**

28c. **Securities available-for-sale**

	Group	
	30.09.2010	31.12.2009
	RM'000	RM'000
At fair value		
Money market instruments:		
Government Investment Issue:	248,090	149,065
Other Acceptances Discounted	19,076	-
Khazanah Nasional Berhad bonds	-	14,986
Islamic Negotiable Certificate of Deposits	<u>139,489</u>	<u>229,643</u>
	<u>406,655</u>	<u>393,694</u>
Unquoted securities in Malaysia:		
Islamic Private Debt Securities	<u>225,917</u>	<u>325,621</u>
	<u><u>632,572</u></u>	<u><u>719,315</u></u>

28d. **Securities held-to-maturity**

	Group	
	30.09.2010	31.12.2009
	RM'000	RM'000
At amortised cost		
Money market instruments:		
Khazanah Nasional Berhad bonds	<u>-</u>	<u>19,966</u>
Unquoted securities:		
Islamic Private Debt Securities	<u>4,998</u>	<u>4,998</u>
	<u>4,998</u>	<u>24,964</u>
Less: Individual impairment provisions	<u>(4,998)</u>	<u>(4,998)</u>
	<u><u>-</u></u>	<u><u>19,966</u></u>

28e. **Financing and advances**

	Group and Company	
	30.09.2010	31.12.2009
	RM'000	RM'000
Term financing		
- Islamic hire purchase/leasing	37,106	48,235
- Other term financing	<u>24,918</u>	<u>31,900</u>
	62,024	80,135
Less: Unearned income	<u>(4,030)</u>	<u>(6,445)</u>
	57,994	73,690
Less: Impairment provisions		
- Collective impairment provisions	(1,600)	(1,600)
- Individual impairment provisions	<u>(21,271)</u>	<u>(18,351)</u>
Total net financing and advances	<u><u>35,123</u></u>	<u><u>53,739</u></u>

(i) By contract

	Group and Company	
	30.09.2010	31.12.2009
	RM'000	RM'000
Bai Bithaman Ajil (deferred payment sales)	22,193	28,187
Murabahah Working Capital (cost plus)	35	164
Al-Ijarah Thumma Al-Bai (finance lease)	35,329	43,971
Al-Ijarah (operating lease)	<u>437</u>	<u>1,368</u>
	<u><u>57,994</u></u>	<u><u>73,690</u></u>

(ii) By type of customer

	Group and Company	
	30.09.2010	31.12.2009
	RM'000	RM'000
Domestic business enterprises	<u>57,994</u>	<u>73,690</u>

**MALAYSIAN INDUSTRIAL DEVELOPMENT FINANCE BERHAD (No. 3755-M)**  
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28. **Operations of Islamic Banking (cont'd)**

28e. **Financing and advances (cont'd)**

(iii) By profit rate sensitivity

	Group and Company	
	30.09.2010	31.12.2009
	RM'000	RM'000
Fixed rate		
Hire purchase receivables	37,106	54,814
Other fixed rate financing	20,888	18,876
	<u>57,994</u>	<u>73,690</u>

(iv) By economic sector

	Group and Company	
	30.09.2010	31.12.2009
	RM'000	RM'000
Mining and quarrying	293	910
Manufacturing	47,465	49,876
Construction	223	1,167
Wholesale & retail trade and restaurants & hotels	1,363	6,233
Transport, storage and communications	6,973	10,013
Finance, insurance and business services	59	769
Others	1,618	4,722
	<u>57,994</u>	<u>73,690</u>

(v) Movements in impaired financing and advances

	Group and Company	
	30.09.2010	31.12.2009
	RM'000	RM'000
At beginning of period/year	33,672	17,418
Classified as impaired during the period/year	1,728	25,237
Reclassified as unimpaired during the period/year	(3,488)	(590)
Amount written-back	(2,727)	(3,858)
Amount written off	-	(4,535)
At end of period/year	<u>29,185</u>	<u>33,672</u>
Less: Individual impairment provisions	<u>(21,256)</u>	<u>(18,351)</u>
Net impaired financing and advances	<u>7,929</u>	<u>15,321</u>
Net impaired financing and advances as % of gross financing and advances less individual impairment provisions	<u>21.59%</u>	<u>27.69%</u>
Performing loans with individual impairment provisions provided		
Gross loans	90	-
Less: Individual impairment provisions	(15)	-
Net	<u>75</u>	<u>-</u>

(vi) Movements in impairment provisions

	Group and Company	
	30.09.2010	31.12.2009
	RM'000	RM'000
<b>Collective impairment provisions</b>		
At beginning of period/year	1,600	3,314
Impairment made during the period/year	-	554
Amount transferred to individual impairment provisions	-	(2,268)
At end of period/year	<u>1,600</u>	<u>1,600</u>
As % of gross financing and advances less individual impairment provisions	<u>4.36%</u>	<u>2.89%</u>
<b>Individual impairment provisions</b>		
At beginning of period/year	18,351	16,240
Impairment made during the period/year	9,489	5,796
Amount transferred from collective impairment provisions	-	2,268
Amount written-back	(6,414)	(913)
Amount written off	-	(5,040)
Discount unwind	(155)	-
At end of period/year	<u>21,271</u>	<u>18,351</u>

28. **Operations of Islamic Banking (cont'd)**

28e. **Financing and advances (cont'd)**

(vii) Impaired financing and advances by economic sector

Group and Company		
30.09.2010	31.12.2009	
RM'000	RM'000	
Manufacturing	21,897	26,145
Wholesale & retail trade and restaurants & hotels	310	341
Transport, storage and communications	6,462	6,607
Others	516	579
	<u>29,185</u>	<u>33,672</u>

28f. **Deposits from customers**

(i) By type of deposits

Group		
30.09.2010	31.12.2009	
RM'000	RM'000	
Mudharabah Fund		
- Fixed/Investment deposits	175,407	320,895
- Others	2,350	5,687
	<u>177,757</u>	<u>326,582</u>

(ii) By type of customers

Group		
30.09.2010	31.12.2009	
RM'000	RM'000	
Business enterprises	177,757	326,582

28g. **Deposits and placements of banks and other financial institutions**

(i) By type of deposits

Group		
30.09.2010	31.12.2009	
RM'000	RM'000	
Mudharabah Fund		
- Fixed/Investment deposits	353,402	284,103
- Others	5,840	2,246
	<u>359,242</u>	<u>286,349</u>

(ii) By type of customers

Group		
30.09.2010	31.12.2009	
RM'000	RM'000	
Licensed Islamic Banks	30,000	77,690
Licensed Investment Banks	30,000	-
Other financial institutions	299,242	208,659
	<u>359,242</u>	<u>286,349</u>



**MALAYSIAN INDUSTRIAL DEVELOPMENT FINANCE BERHAD (No. 3755-M)  
CONDENSED INTERIM FINANCIAL STATEMENTS**

I, Foo Wei Hoong, the officer primarily responsible for the financial management of Malaysian Industrial Development Finance Berhad, do hereby state that, the unaudited interim financial statements for the nine months ended 30th September 2010, as set out on pages 1 to 32, have been prepared from the Group and the Company's accounting and other records and that to the best of my knowledge and belief, are drawn up so as to give a true and fair view of the state of affairs of the Group and the Company as at 30th September 2010. The results and cash flows of the Group and the Company for the period ended on that date are in accordance with the applicable approved Financial Reporting Standards issued by the Malaysian Accounting Standards Board as modified by Bank Negara Malaysia Guidelines and the provisions of the Companies Act, 1965.



**FOO WEI HOONG**  
CHIEF FINANCIAL OFFICER

**24 November 2010**