



UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2011

	Note	Group		Company	
		30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
ASSETS					
Cash and short-term funds		927,855	911,543	617,353	674,178
Deposits and placements with licensed banks and other financial institutions		328,729	313,000	320,200	208,152
Assets of disposal group/ assets classified as held-for-sale		-	3,006	-	-
Securities held-for-trading	7	190,806	328,626	4,814	4,520
Securities available-for-sale	8	1,917,438	2,135,741	47,290	45,063
Securities held-to-maturity	9	2,252,198	293,513	-	-
Derivative assets	10	1,082	1,384	-	-
Loans, advances and financing	11	482,370	462,684	183,977	260,342
Other assets	12	254,368	241,942	93,506	91,002
Statutory deposits with Bank Negara Malaysia		153,445	19,083	-	-
Investment properties		4,162	6,870	-	-
Land use rights		374	431	-	-
Investment in associates		3,554	3,853	2,560	2,560
Investment in subsidiaries		-	-	791,693	791,693
Property, plant and equipment		9,836	10,921	6,002	7,010
Deferred tax assets		47,937	54,684	10,482	11,079
Goodwill		86,713	86,713	-	-
TOTAL ASSETS		6,660,867	4,873,994	2,077,877	2,095,599
LIABILITIES					
Deposits from customers	13	2,407,686	1,438,946	-	-
Deposits and placements of banks and other financial institutions	14	1,979,255	1,127,892	-	-
Derivative liabilities	10	632	-	-	-
Other liabilities		183,117	232,928	94,921	110,586
Borrowings	15	329,035	356,081	329,035	356,081
Liabilities directly associated with assets classified as held-for-sale		-	1,166	-	-
Provision for taxation and zakat		2,228	3,927	30	2,068
Employee benefits		9,876	9,535	8,894	8,593
Deferred tax liabilities		5,938	5,938	-	-
TOTAL LIABILITIES		4,917,767	3,176,413	432,880	477,328
SHAREHOLDER'S EQUITY					
Capital and reserves attributable to shareholder 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	82,592	-	-
Capital Reserve		461	649	-	-
Securities Available-For-Sale Reserve		5,729	9,954	1,380	(409)
Retained Profits		823,070	771,972	813,686	788,749
		1,741,783	1,695,098	1,644,997	1,618,271
Minority Interest		1,317	2,483	-	-
TOTAL SHAREHOLDER'S EQUITY		1,743,100	1,697,581	1,644,997	1,618,271
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		6,660,867	4,873,994	2,077,877	2,095,599
COMMITMENTS AND CONTINGENCIES	24	447,433	312,917	19	8,550
NET ASSETS PER SHARE (RM)		3.74	3.64	3.53	3.47

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 2010.



UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2011

Group	Note	Individual Quarter ended		Cumulative Quarter ended	
		30 September 2011 Note	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
Continuing operations					
Operating revenue		100,911	78,120	260,845	219,879
Interest income	16	69,176	55,990	178,790	157,146
Interest expense	17	(27,773)	(17,491)	(65,956)	(50,880)
Net interest income		41,403	38,499	112,834	106,266
Net income from Islamic banking operations	27b	7,060	9,648	22,260	25,560
Other operating income	18	16,027	10,025	41,046	28,560
		64,490	58,172	176,140	160,386
Operating expenses	19	(19,855)	(21,431)	(54,472)	(59,824)
Operating profit		44,635	36,741	121,668	100,562
Impairment losses (made)/ written-back on loans, advances and financing	20	(11,775)	(6,511)	(41,289)	(2,187)
Impairment loss made on securities (net)	21	(15,705)	(22,080)	(17,951)	(45,432)
Profit before share of results in associates		17,155	8,150	62,428	52,943
Share of results in associates		783	384	2,023	951
Profit before taxation and zakat		17,938	8,534	64,451	53,894
Taxation		(7,360)	(1,961)	(13,133)	(13,171)
Zakat		(152)	(216)	(443)	(430)
Profit for the period from continuing operations		10,426	6,357	50,875	40,293
Discontinued operations					
Profit for the period from discontinued operations	6	-	560	(64)	145
Profit for the period		10,426	6,917	50,811	40,438
Attributable to:					
Shareholder of the Company		10,426	6,902	50,910	40,651
Minority interest		-	15	(99)	(213)
Profit for the period		10,426	6,917	50,811	40,438
Earnings per share					
- Basic and diluted, for profit from continuing operations		2.24	1.36	10.94	8.69
- Basic and diluted, for profit from discontinued operations		-	0.12	(0.01)	0.03
- Basic and diluted, for profit for the period		2.24	1.48	10.92	8.72

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 2010.



UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2011

<u>Group</u>	Cumulative Quarter ended	
	30 September 2011 RM'000	30 September 2010 RM'000
Net profit for the period	50,811	40,438
Other comprehensive gain / (loss):		
Net realised gain transferred to profit or loss on disposal of securities available-for-sale	(5,884)	(1,425)
Net unrealised gain / (loss) on revaluation of securities available-for-sale	247	5,966
Deferred tax on revaluation of securities available-for-sale	1,412	28
Other comprehensive gain / (loss) for the period, net of tax	(4,225)	4,569
Total comprehensive income for the period	46,586	45,007
Total comprehensive income for the period attributable to:		
Shareholder of the Company	46,685	45,220
Minority interest	(99)	(213)
	46,586	45,007

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 2010.



UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2011

<u>Company</u>	Note	Individual Quarter ended		Cumulative Quarter ended	
		30 September 2011 RM'000	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
Operating revenue		<u>28,489</u>	24,897	<u>87,313</u>	84,538
Interest income	16	<u>22,399</u>	17,363	<u>65,360</u>	50,898
Interest expense	17	<u>(2,049)</u>	(2,074)	<u>(6,107)</u>	(6,959)
Net interest income		20,350	15,289	59,253	43,939
Net income from Islamic banking operations	27b	2,522	4,319	9,954	12,774
Other operating income	18	<u>4,777</u>	4,003	<u>15,778</u>	24,700
		27,649	23,611	84,985	81,413
Operating expenses	19	<u>(12,340)</u>	(10,990)	<u>(31,160)</u>	(34,032)
Operating profit		15,309	12,621	53,825	47,381
Impairment losses (made) / written-back on loans, advances and financing	20	<u>(4,358)</u>	(8,974)	<u>(23,489)</u>	(6,504)
Impairment loss made on securities (net)	21	-	-	-	(532)
Profit before taxation and zakat		10,951	3,647	30,336	40,345
Taxation		<u>(3,482)</u>	(919)	<u>(5,235)</u>	(8,614)
Zakat		<u>(119)</u>	(94)	<u>(164)</u>	(160)
Profit for the period		<u>7,350</u>	<u>2,634</u>	<u>24,937</u>	<u>31,571</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 2010.



UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2011

<u>Company</u>	Cumulative Quarter ended	
	30 September 2011 RM'000	30 September 2010 RM'000
Net profit for the period	24,937	31,571
Other comprehensive gain/ (loss):		
Net unrealised gain on revaluation of securities available-for-sale	2,384	185
Deferred tax on revaluation of securities available-for-sale	(595)	(46)
Other comprehensive gain for the period, net of tax	1,789	139
Total comprehensive income for the period	26,726	31,710

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 2010.

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



UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2011

	Attributable to shareholder of the Company					Distributable Retained Profits	Total	Minority Interest	Total Equity
	Share Capital	Share Premium	Non-Distributable Securities Available-For- Sale Reserve	Capital Reserve	Statutory Reserve				
Group	-----RM'000-----								
At 1 January 2010, as previously stated	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
Total comprehensive income for the period	-	-	4,569	-	-	40,651	45,220	(213)	45,007
At 30 September 2010	466,070	363,861	6,525	688	79,337	800,321	1,716,802	2,684	1,719,486
Total comprehensive income for the period	-	-	3,429	-	-	(4,160)	(731)	(201)	(932)
Transactions with owner	<hr/>								
Transfer within reserves	-	-	-	-	3,255	(3,255)	-	-	-
Dividend paid	-	-	-	-	-	(20,973)	(20,973)	-	(20,973)
Realisation of reserve arising from disposal of properties	-	-	-	(39)	-	39	-	-	-
Total transactions with owner	-	-	-	(39)	3,255	(24,189)	(20,973)	-	(20,973)
At 31 December 2010	466,070	363,861	9,954	649	82,592	771,972	1,695,098	2,483	1,697,581
At 1 January 2011	466,070	363,861	9,954	649	82,592	771,972	1,695,098	2,483	1,697,581
Total comprehensive income for the period	-	-	(4,225)	-	-	50,910	46,685	(99)	46,586
Transactions with owner	<hr/>								
Realisation of reserve arising from disposal of properties	-	-	-	(188)	-	188	-	-	-
Disposal of a subsidiary	-	-	-	-	-	-	-	(1,067)	(1,067)
Total transactions with owner	-	-	-	(188)	-	188	-	(1,067)	(1,067)
At 30 September 2011	466,070	363,861	5,729	461	82,592	823,070	1,741,783	1,317	1,743,100

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 2010.

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



UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2011

<u>Company</u>	← Non-Distributable →			Distributable Retained Profits	Total Equity
	Share Capital	Share Premium	Securities Available-For- Sale Reserve		
	-----RM'000-----				
At 1 January 2010, as previously stated	466,070	363,861	(139)	649,307	1,479,099
Effect of adopting FRS 139	-	-	(1,122)	(7,088)	(8,210)
At 1 January 2010, as restated	466,070	363,861	(1,261)	642,219	1,470,889
Total comprehensive income for the period	-	-	139	8,341	8,480
At 30 September 2010	466,070	363,861	(1,122)	650,560	1,479,369
Total comprehensive income for the period	-	-	713	159,162	159,875
Transactions with owner					
Dividend paid	-	-	-	(20,973)	(20,973)
Total transactions with owner	-	-	-	(20,973)	(20,973)
At 31 December 2010	466,070	363,861	(409)	788,749	1,618,271
At 1 January 2011	466,070	363,861	(409)	788,749	1,618,271
Total comprehensive income for the period	-	-	1,789	24,937	26,726
At 30 September 2011	466,070	363,861	1,380	813,686	1,644,997

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 2010.



UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2011

	Group		Company	
	30 September 2011 RM'000	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
Profit before taxation and zakat:				
Continuing operations	64,451	53,894	30,336	40,345
Discontinued operations	(64)	145	-	-
Adjustments for non-cash items	54,524	7,609	40,228	5,666
Operating profit / (loss) before changes in working capital	118,911	61,648	70,564	46,011
Changes in working capital:				
Net changes in operating assets	(94,729)	270,980	104,474	(383,634)
Net changes in operating liabilities	1,735,233	(945,772)	(112,424)	516,916
Tax expense paid	(4,177)	(4,796)	(6,634)	(4,701)
Retirement benefits paid	(455)	(1,014)	(161)	
Net cash generated from / (used in) operating activities	1,754,783	(618,954)	55,819	174,592
Net cash generated from / (used in) investing activities	(1,588,380)	816,826	(596)	(2,810)
Net increase in cash and cash equivalents	166,403	197,872	55,223	171,782
Cash and cash equivalents at beginning of the period	1,243,626	1,676,847	882,330	715,234
Cash and cash equivalents at end of the period	1,410,029	1,874,719	937,553	887,016

Cash and cash equivalents comprise:

	Group		Company	
	30 September 2011 RM'000	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
Continuing operations:				
Cash and short-term funds (note 1)	927,855	1,217,328	617,353	523,304
Deposits and placements with licensed banks and other financial institutions	328,729	641,799	320,200	363,712
Statutory deposits with Bank Negara Malaysia	153,445	15,592	-	-
	1,410,029	1,874,719	937,553	887,016

Note:

- 1) Net of pledged deposits with a licensed bank for banking facilities granted to a subsidiary which was disposed on 10 March 2011 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 2010.

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 in accordance with Financial Reporting Standards ("FRSs") as modified by Bank Negara Malaysia ("BNM") Guidelines and the provisions of the Companies Act, 1965 in Malaysia.

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 2010. 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 2010.

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 2010 except for the adoption of the 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 March 2010.

The Directors are of the view that the adoption of new and revised standards and interpretations above does not have any effect on the financial performance or financial position of the Group and the Company.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2010 was not qualified.

4. Performance review

The Group registered a pre-tax profit of RM64.5 million for the nine months period ended 30 September 2011, an increase of 20% as compared to the previous corresponding period's pre-tax profit of RM53.9 million. The higher pre-tax profit is attributable to higher income in the current financial period.

5. Prospects for 2011

Real GDP growth decelerated to 4.0% year-on-year ("yoy") in the second quarter this year from a revised 4.9%yoy in the first quarter. The deceleration is likely to continue in the third quarter 2011. This is premised on the -0.6%yoy contraction in industrial output in July 2011, the trend of which should stretch into August 2011 as there was a long layoff period due to the festive season.

A much more challenging prospect is in store for the economy in 2012. If the global economy can avert a recession next year, there is a fair chance for the Malaysian economy to register a 4.0% GDP growth.

Amid an increasingly challenging macro scenario, the investment banking division maintains its cautious optimism that its business performance will be better in 2011.

The investment banking division has embarked on an internal reorganization as part of a performance improvement initiative. Capability-building continues unabated in the dealing and research teams in order to tap opportunities in the equity market. The current phase of market correction accords the division the breathing space to invest in the right talents and infrastructure to undertake broking, origination and distribution activities in the equity market, in expectation of the next wave of capital inflow and price upswing.

In advisory activities for corporate actions, such as mergers and takeovers and initial public offerings, the division will continue with its efforts to secure the mandates in the identified focus areas, as it builds up its resources and capacity in these areas. Thus far, 2011 has yielded more jobs undertaken by the Bank than that in 2010. It executed its maiden Initial Public Offering in the second quarter 2011, and underwrote and placed out several issues, including that in the secondary market.

In fund-based activities, the division had increased its portfolio of long-term fixed rate assets, through aggressive acquisitions of corporate bonds and long-term government bonds. The current outlook that interest rates will not rise and that "normalization" activities would be halted for now have resulted in bond yields falling, such that further build-up of assets will no longer be aggressively done, but on selective basis only.

The expectation that interest rates will not rise has also caused interest rate swap (IRS) rates to fall. As such, the division has taken this opportunity to lock-in some long duration fixed rates, which will assist to maintain a sustainable interest income/funding spread.

The development finance division intends to continue to work closely with the Government in providing financial assistance to the targeted sectors, especially the services sector, to build up the country's SMEs' capacity in line with its mandated role, and to sustain the recovery in the economy under the financial stimulus package.

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 clients' acquisition as well as business and product development.

In addition to the above efforts to establish a stronger franchise in each of the business divisions, the focus will be on new income opportunities to enlarge the revenue base, in addition to the continued emphasis on operational efficiencies, credit, cost and capital management.

6. Assets of disposal group/assets 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 September 2011	September 2010	September 2011	September 2010
	RM'000	RM'000	RM'000	RM'000
Revenue	-	928	156	1,389
Operating income	-	10	2	32
	-	938	158	1,421
Staff cost	-	(252)	(167)	(915)
Depreciation	-	(24)	(17)	(88)
Operating expenses	-	(102)	(38)	(273)
Loss before tax of discontinued operations	-	560	(64)	145
Loss for the period from discontinued operations	-	560	(64)	145

Amanah Equities Sdn Bhd, a wholly-owned subsidiary of the Company, has entered into a Share Sale Agreement ("SSA") for the disposal of its 51% shareholding in the MIDF Consultancy and Corporate Services Sendirian Berhad ("MIDFCCS"). The application for the change in the shareholders/shareholding was approved by the Securities Commission on 2 November 2010. The disposal was completed on 10 March 2011.

7. Securities held-for-trading

	Group		Company	
	30 September 2011	31 December 2010	30 September 2011	31 December 2010
	RM'000	RM'000	RM'000	RM'000
At fair value				
Money market instruments:				
Bank Negara Malaysia Notes	-	164,940	-	-
Other Acceptances Discounted	122,200	64,068	-	-
	122,200	229,008	-	-
Quoted securities in Malaysia:				
Shares	222	356	222	356
Unquoted securities in Malaysia:				
Unit Trusts	-	4	-	2
Shares	1	1	1	1
Redeemable Convertible Secured Notes	4,591	4,161	4,591	4,161
Private Debt Securities	63,792	95,096	-	-
	68,384	99,262	4,592	4,164
	190,806	328,626	4,814	4,520

The Group and the Company have no significant concentration of credit risk that may arise from exposures to a single issuer or to group of issuers.

8. Securities available-for-sale

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
At fair value				
Money market instruments:				
Malaysian Government Securities	8,912	207,683	-	-
Government Investment Issue	178,685	257,993	-	-
Other Acceptances Discounted	298,601	429,199	-	-
Negotiable Instruments of Deposit	249,202	79,380	-	-
	<u>735,400</u>	<u>974,255</u>	<u>-</u>	<u>-</u>
Quoted securities in Malaysia:				
Shares and Warrants	24,652	13,020	1,107	870
Loan Stocks	4,379	8,010	-	-
	<u>29,031</u>	<u>21,030</u>	<u>1,107</u>	<u>870</u>
Unquoted securities in Malaysia:				
Private Debt Securities	1,137,812	1,106,039	44,226	42,236
Shares	300	1,400	300	300
Loan Stocks	14,138	32,260	1,657	1,657
	<u>1,152,250</u>	<u>1,139,699</u>	<u>46,183</u>	<u>44,193</u>
At cost				
Unquoted securities in Malaysia:				
Shares	757	757	-	-
	<u>1,917,438</u>	<u>2,135,741</u>	<u>47,290</u>	<u>45,063</u>

The Group has no significant concentration of credit risk that may arise from exposures to a single issuer or to group of issuers.

A significant concentration of credit risk arises from 1 (2010: 1) investment in unquoted private debt securities amounting to RM32,653,000 (2010: RM30,503,000) representing 69.05% (2010: 67.69%) of the Company's total securities available-for-sale.

9. Securities held-to-maturity

	Note	Group	
		30 September 2011 RM'000	31 December 2010 RM'000
At amortised cost			
Money market instruments:			
Malaysian Government Securities		623,747	92,163
Government Investment Issues		987,387	90,554
		<u>1,611,134</u>	<u>182,717</u>
Unquoted securities in Malaysia:			
Private Debt Securities		661,173	133,975
Loan Stocks		3,465	4,201
		<u>664,638</u>	<u>138,176</u>
Less: Individual impairment provision	(a)	<u>(23,574)</u>	<u>(27,380)</u>
		<u>2,252,198</u>	<u>293,513</u>

(a) Movements in individual impairment provision- Unquoted securities in Malaysia

	Group	
	30 September 2011 RM'000	31 December 2010 RM'000
At 1 January, as previously stated	27,380	76,722
Effects of adopting FRS 139	-	(149)
At 1 January, as restated	<u>27,380</u>	<u>76,573</u>
Amount written back	(3,806)	(50,598)
Impairment made during the period/year	-	1,405
At 31 December	<u>23,574</u>	<u>27,380</u>

The Group has no significant concentration of credit risk that may arise from exposures to a single issuer or to group of issuers.

10. Derivatives Assets / (Liabilities)

	Group	
	30 September 2011 RM'000	31 December 2010 RM'000
Derivatives assets	1,082	1,384
Derivatives liabilities	(632)	-
	<u>450</u>	<u>1,384</u>

	Contract or Underlying principal amount	Positive	Negative
		fair value	fair value
30 September 2011			
Interest rate related contract:			
- Interest rate swaps	200,000	1,082	632
	<u>200,000</u>	<u>1,082</u>	<u>632</u>
31 December 2010			
Equity related derivatives:			
- Equity options	95,080	1,384	-
	<u>95,080</u>	<u>1,384</u>	<u>-</u>

11. Loans, advances and financing

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
Term loans				
- Syndicated term loan/financing	75,026	75,394	-	-
- Hire purchase receivables	59,262	75,792	39,655	52,957
- Lease receivables	5,800	6,015	3,486	3,701
- Other term loans/financing	442,853	530,983	343,453	417,728
	<u>582,941</u>	<u>688,184</u>	<u>386,594</u>	<u>474,386</u>
Staff loans	4,329	5,793	2,444	2,928
Less: Staff loans classified as assets held-for-sale	-	(289)	-	-
	4,329	5,504	2,444	2,928
Revolving credits	134,870	14,586	-	-
Margin accounts	70,065	58,738	-	-
	<u>792,205</u>	<u>767,012</u>	<u>389,038</u>	<u>477,314</u>
Less: Unearned interest and income	(2,558)	(4,427)	(2,414)	(4,143)
Gross loans, advances and financing	<u>789,647</u>	<u>762,585</u>	<u>386,624</u>	<u>473,171</u>
Less: Security deposits	(24)	(80)	-	-
Less: Impairment provision				
- Collective impairment provision	(28,953)	(26,934)	(22,638)	(22,638)
- Individual impairment provision	(278,300)	(272,887)	(180,009)	(190,191)
Total net loans, advances and financing	<u>482,370</u>	<u>462,684</u>	<u>183,977</u>	<u>260,342</u>

The Group and the Company operate principally in Malaysia and hence, disclosure of information by geographical area is not presented.

a. By type of customer

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
Domestic business enterprises				
- Small medium enterprises	531,426	497,367	199,455	258,908
- Others	201,185	210,591	184,631	207,304
Individuals	56,942	50,596	2,444	2,928
Foreign entities	94	4,031	94	4,031
Gross loans, advances and financing	<u>789,647</u>	<u>762,585</u>	<u>386,624</u>	<u>473,171</u>

11. Loans, advances and financing (cont'd)

b. By interest/profit rate sensitivity

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
Fixed rate				
- Staff loans	4,274	5,124	2,444	2,928
- Hire purchase receivables	62,055	73,859	42,504	51,269
- Other fixed rate loan/financing	246,909	283,694	173,313	220,982
Variable rate				
- BLR plus	167,647	188,968	167,647	188,968
- Cost plus	308,046	201,916	-	-
- Other variable rates	716	9,024	716	9,024
Gross loans, advances and financing	<u>789,647</u>	<u>762,585</u>	<u>386,624</u>	<u>473,171</u>

c. By economic sector

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
Agriculture, hunting, forestry & fishing	-	556	-	-
Mining and quarrying	21,146	24,956	-	98
Manufacturing	350,010	434,607	239,228	319,563
Construction	22,779	23,760	-	227
Purchase of landed property:				
- Residential	-	381	-	-
Wholesale & retail trade and restaurants & hotels	141,145	140,942	121,436	119,392
Transport, storage and communications	10,560	18,979	9,383	15,565
Finance, insurance and business services	167,282	61,206	10,928	11,706
Purchase of transport vehicles	16,578	19,041	-	-
Others	60,147	38,157	5,649	6,620
Gross loans, advances and financing	<u>789,647</u>	<u>762,585</u>	<u>386,624</u>	<u>473,171</u>

11. Loans, advances and financing (cont'd)
d. Impaired loans ("ILs"), advances and financing
(i.) ILs by economic sector

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
Manufacturing	254,016	286,016	170,815	201,359
Construction	22,767	23,521	-	-
Purchase of landed property - Residential	-	113	-	-
Wholesale & retail trade and restaurants & hotels	107,960	109,409	88,710	89,118
Transport, storage and communication	9,148	11,316	8,342	10,401
Finance, insurance and business services	18,139	21,006	2,343	5,029
Purchase of transport vehicles	15,214	15,678	-	-
Others	5,320	4,545	4,627	3,897
	<u>432,564</u>	<u>471,604</u>	<u>274,837</u>	<u>309,804</u>

(ii.) Movements in ILs

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
At 1 January, as previously stated	471,604	281,407	309,804	216,902
Effects of adopting FRS 139	-	84,759	-	73,069
At 1 January, as restated	<u>471,604</u>	<u>366,166</u>	<u>309,804</u>	<u>289,971</u>
Classified as impaired during the period/ year	20,841	155,090	14,318	60,194
Reclassified as unimpaired during the period/ year	539	(22,912)	539	(22,303)
Amount recovered	(34,412)	(26,740)	(23,816)	(18,058)
Amount written off	(26,008)	-	(26,008)	-
At 30 September/ 31 December	<u>432,564</u>	<u>471,604</u>	<u>274,837</u>	<u>309,804</u>
Less: Individual impairment provision	<u>(278,300)</u>	<u>(272,887)</u>	<u>(180,009)</u>	<u>(190,191)</u>
Net ILs	<u>154,264</u>	<u>198,717</u>	<u>94,828</u>	<u>119,613</u>
Net ILs as % of gross loans, advances and financing less individual impairment provision	<u>30.17%</u>	<u>40.58%</u>	<u>45.90%</u>	<u>42.27%</u>

11. Loans, advances and financing (cont'd)
d. Impaired loans ("ILs"), advances and financing (cont'd)
(iii.) Movements in impairment provision

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
Collective impairment provision				
At 1 January, as previously stated	26,934	-	22,638	-
Effect of adopting FRS 139	-	27,776	-	23,483
At 1 January, as restated	26,934	27,776	22,638	23,483
Impairment made during the period/year	2,019	-	-	-
Written back during the period/year	-	(842)	-	(845)
At 30 September/ 31 December	<u>28,953</u>	<u>26,934</u>	<u>22,638</u>	<u>22,638</u>
As % of gross loans, advances and financing less individual impairment provision	<u>5.66%</u>	<u>5.50%</u>	<u>10.96%</u>	<u>8.00%</u>

Included in collective impairment provision of the Group is RM1,189,000 (2010: RM1,583,000) relating to impaired loans of the investment bank subsidiary in which individual impairment provision are not required due to sufficient security cover.

	Group		Company	
	30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
Individual impairment provision				
At 1 January, as previously stated	272,887	-	190,191	-
Effect of adopting FRS 139	-	230,910	-	176,798
At 1 January, as restated	272,887	230,910	190,191	176,798
Impairment made during the period/year	65,375	104,944	41,551	62,088
Amount written-back	(22,117)	(58,462)	(14,719)	(45,163)
Amount written off	(32,955)	-	(32,955)	-
Discount unwind	(4,890)	(4,505)	(4,059)	(3,532)
At 30 September/ 31 December	<u>278,300</u>	<u>272,887</u>	<u>180,009</u>	<u>190,191</u>

11. Loans, advances and financing (cont'd)

e. Maturity profile of loans, advances and financing as at reporting date based on the remaining contractual maturity

	On demand RM'000	Under 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
30 September 2011							
Group							
Loans, advances and financing	130,736	190,206	6,645	25,387	81,624	47,772	482,370
Company							
Loans, advances and financing	72,190	3,505	6,588	24,784	30,296	46,614	183,977
31 December 2010							
Group							
Loans, advances and financing	174,447	68,622	12,638	42,898	115,123	48,956	462,684
Company							
Loans, advances and financing	96,975	11,355	10,592	41,118	82,611	17,691	260,342

12. Other assets

	Note	Group		Company	
		30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
Accrued interest, commitment charges, commissions, and fees receivable		86,087	45,988	19,894	18,350
Less: Transfer to assets held-for-sale		-	(14)	-	-
		<u>86,087</u>	<u>45,974</u>	<u>19,894</u>	<u>18,350</u>
Amount due from subsidiaries					
- current accounts	(a)	-	-	4,116	1,807
- loan accounts	(b)	-	-	10,151	9,425
Amount due from related company	(c)	119	844	-	-
Clients' and brokers' accounts	(d)	99,116	117,248	-	-
Less: Individual impairment provision	(d)	(4,393)	(4,119)	-	-
		<u>94,723</u>	<u>113,129</u>	-	-
Trade receivables		5,244	6,540	-	-
Less: Individual impairment provision		(1,212)	(1,670)	-	-
		<u>4,032</u>	<u>4,870</u>	-	-
Other receivables, deposits and prepayments		137,936	105,056	59,345	61,420
Less: Individual impairment provision		(68,854)	(27,980)	-	-
Less: Transfer to assets held-for-sale		-	(139)	-	-
		<u>69,082</u>	<u>76,937</u>	<u>59,345</u>	<u>61,420</u>
Tax recoverable		325	188	-	-
		<u>254,368</u>	<u>241,942</u>	<u>93,506</u>	<u>91,002</u>

(a) Amount due from subsidiaries - current accounts

These amounts are unsecured, interest free and repayable on demand.

(b) Amount due from subsidiaries - loan account

The loan due from a subsidiary is unsecured, bear interest at 4.00% (2010: 4.00%) per annum and are repayable on demand.

(c) Amount due from related company

These amounts are unsecured, interest free and repayable on demand.

12. Other assets (cont'd)

(d) Clients' and brokers' accounts		30 September 2011	31 December 2010
Group	Note	RM'000	RM'000
Brokers		40,875	51,610
Clients		58,241	65,638
		<u>99,116</u>	<u>117,248</u>
Less: Individual impairment provision	(i)	<u>(4,393)</u>	<u>(4,119)</u>
		<u>94,723</u>	<u>113,129</u>

This arose from trading of securities, through the investment bank subsidiary, which are not yet due for settlement as at financial period end under the rules of the Bursa Malaysia Securities Berhad ("Rules of Bursa").

Group	30 September 2011	31 December 2010
	RM'000	RM'000
(i) Movements in individual impairment provision		
At 1 January, as previously stated	(4,119)	-
Effects of adopting FRS 139	-	(3,901)
At 1 January, as restated	<u>(4,119)</u>	<u>(3,901)</u>
Impairment made during the period / year	(274)	(285)
Amount written back	-	67
At 30 September/ 31 December	<u>(4,393)</u>	<u>(4,119)</u>

Included in individual impairment provision above is the provision relating to interest portion of the amount due from clients, in which the movement is as follows:

Group	30 September 2011	31 December 2010
	RM'000	RM'000
At 1 January, as previously stated	(1,653)	-
Effects of adopting FRS 139	-	(1,368)
At 1 January, as restated	<u>(1,653)</u>	<u>(1,368)</u>
Net interest suspended during the period/year	(203)	(285)
At 30 September/ 31 December	<u>(1,856)</u>	<u>(1,653)</u>

The classification of impaired accounts in accordance with Rule 1104.1, Schedule 7A of the Rules of Bursa is as follows:

Group	30 September 2011	31 December 2010
	RM'000	RM'000
Impaired accounts classified as doubtful	-	-
Impaired accounts classified as bad	3,021	2,594
Total impaired accounts	<u>3,021</u>	<u>2,594</u>

13. Deposits from customers

Group
30 September 2011 31 December 2010
RM'000 RM'000

(i) By type of deposit

- Call deposits	127,847	83,034
- Fixed deposits	2,279,839	1,355,912
	2,407,686	1,438,946

(ii) By type of customer

- Business enterprises	2,402,104	1,421,946
- Government and statutory bodies	2,000	17,000
- Individuals	3,582	-
	2,407,686	1,438,946

(iii) Maturity profile of deposits from customers as at reporting date based on the remaining contractual maturity

	On demand	Under 1 month	>1 - 3 months	>3 - 12 months	1 to 5 years	>5 years	Total
Group 30 September 2011	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deposits from customers	127,847	1,891,351	386,608	1,880	-	-	2,407,686

	On demand	Under 1 month	>1 - 3 months	>3 - 12 months	1 to 5 years	>5 years	Total
Group 31 December 2010	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deposits from customers	83,034	1,109,110	236,778	10,024	-	-	1,438,946

14. Deposits and placements of banks and other financial institutions

	Group	
	30 September 2011 RM'000	31 December 2010 RM'000
(i) Call deposits		
- Other financial institutions	133,036	119,025
(ii) Fixed deposits		
- Licensed Islamic banks	68,000	92,400
- Licensed Commercial banks	320,000	179,800
- Licensed Investment banks	5,000	-
- Other financial institutions	1,403,219	666,667
	<u>1,796,219</u>	<u>938,867</u>
(iii) Negotiable instruments deposits issued		
- Licensed banks	50,000	70,000
	<u>1,979,255</u>	<u>1,127,892</u>

(iv) Maturity profile of deposits and placements of banks and other financial institutions as at reporting date based on the remaining contractual maturity

Group	On demand	Under 1 month	>1 - 3 months	>3 - 12 months	1 to 5 years	>5 years	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Group 30 September 2011							
Deposits and placements of banks and other financial institutions	133,036	1,817,915	20,754	7,550	-	-	1,979,255
Group 31 December 2010							
Deposits and placements of banks and other financial institutions	119,025	666,767	272,100	70,000	-	-	1,127,892

15. Borrowings

	Group and Company	
	30 September 2011 RM'000	31 December 2010 RM'000
(a) Short Term		
Unsecured	31,688	46,999
	<u>31,688</u>	<u>46,999</u>
(b) Long Term		
Unsecured	290,105	293,616
Unsecured – Islamic operations	7,242	15,466
	<u>297,347</u>	<u>309,082</u>
Total borrowings	<u>329,035</u>	<u>356,081</u>

Included in the borrowings are loans obtained from a Japanese financial institution, denominated in Yen, equivalent to RM106.156 million as at 30 June 2011. The foreign exchange risk on the above loans is borne by the Government of Malaysia.

16. Interest income

	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
Group				
Loans, advances and financing				
- Interest income on non-impaired loans	7,050	6,792	18,611	19,181
- Interest income on ILs	10,467	6,504	31,978	20,014
Income from Government Scheme Funds	4,042	2,942	10,511	7,724
Money at call and deposit placements with financial institutions	8,848	9,941	26,566	27,841
Securities available-for-sale ("AFS")				
- Interest income on AFS	12,488	16,672	30,382	42,382
- Interest income on impaired AFS	284	1,282	771	6,310
Securities held-for-trading ("HFT")				
- Interest income on HFT	212	366	929	1,450
Securities held-to-maturity	18,525	324	36,268	981
Hire purchase and leasing operations	529	31	1,672	2,222
Accretion of discounts (net of amortisation of premium)	6,662	11,077	20,899	28,833
Others	69	59	203	208
	<u>69,176</u>	<u>55,990</u>	<u>178,790</u>	<u>157,146</u>

	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
Company				
Loans, advances and financing				
- Interest income on non-impaired loans	2,120	3,020	6,605	9,006
- Interest income on ILs	8,130	5,775	24,951	17,845
Income from Government Scheme Funds	4,042	2,942	10,511	7,724
Money at call and deposit placements with financial institutions	6,717	4,997	19,262	12,804
Securities available-for-sale ("AFS")				
- Interest income on AFS	650	368	1,897	844
- Interest income on impaired AFS	-	96	-	289
Securities held-for-trading ("HFT")				
- Interest income on HFT	177	222	533	667
Hire purchase and leasing operations	460	(162)	1,300	1,420
Loans to subsidiaries	103	105	301	299
	<u>22,399</u>	<u>17,363</u>	<u>65,360</u>	<u>50,898</u>

17. Interest expense	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
Group				
Deposits and placements of banks and other financial institutions	14,414	6,430	29,750	18,013
Deposits from customers	11,310	8,974	30,099	25,804
Short-term funds and bank overdrafts	-	13	-	104
Concessional funds	2,046	2,172	6,084	6,653
Commercial loans	3	(98)	23	306
	<u>27,773</u>	<u>17,491</u>	<u>65,956</u>	<u>50,880</u>
Company				
Concessional funds	2,046	2,172	6,084	6,653
Commercial loans	3	(98)	23	306
	<u>2,049</u>	<u>2,074</u>	<u>6,107</u>	<u>6,959</u>

18. Other operating income	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
Group				
(a) Revenue income:				
Fee income derived from:				
- Capital market activities	2,820	2,730	7,432	6,897
- Management fees	462	1,038	2,546	3,012
- Net brokerage fees	7,101	4,914	21,111	14,633
Investment income derived from:				
- Net unrealised gain/ (loss) on revaluation of securities held-for-trading	(99)	69	(90)	(375)
- Net unrealised loss on revaluation of derivative assets	-	(131)	(892)	(1,620)
- Gain on sale of securities:				
- Available-for-sale	2,370	268	3,635	1,338
- Held-for-trading	274	40	845	291
- Held-to-maturity	459	-	459	-
- Loss on sale of trust units	(3)	(6)	(7)	(7)
Total dividends (gross) from:				
- Securities available-for-sale	529	176	831	665
Income from factoring	195	123	602	353
Profit earned on Al-Bai Bithamin Ajil and Al-Ijarah	30	-	49	-
	<u>14,138</u>	<u>9,221</u>	<u>36,521</u>	<u>25,187</u>

18. Other operating income (cont'd)

<u>Group</u>	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
(b) Other income:				
Interest income on:				
- promissory notes	117	117	460	460
Gain on disposal of:				
- Property, plant and equipment	1,261	(2)	1,896	24
Interest on staff loans	1	12	18	40
Commitment fee	17	22	67	56
Rental income on buildings	417	409	1,233	1,240
Gain on disposal of subsidiaries	-	1	43	1
Others	76	245	808	1,552
	<u>1,889</u>	<u>804</u>	<u>4,525</u>	<u>3,373</u>
Total other operating income	<u>16,027</u>	<u>10,025</u>	<u>41,046</u>	<u>28,560</u>

Company

(a) Revenue income:

Fee income derived from:				
- Management fees	2,547	3,155	7,941	8,258
Net unrealised loss on revaluation of securities held-for-trading	(39)	60	(98)	(396)
Gross dividend income:				
- Subsidiaries	1,000	-	1,000	13,004
- Associate	-	-	3,096	-
- Securities available-for-sale	60	-	60	-
	<u>3,568</u>	<u>3,215</u>	<u>11,999</u>	<u>20,866</u>

(b) Other income:

Interest income on:				
- promissory notes	117	117	460	460
Gain on disposal of:				
- Property, plant and equipment	-	(2)	-	23
Commitment fee	-	3	15	4
Rental of premises	1,056	954	3,048	2,831
Others	36	(284)	256	516
	<u>1,209</u>	<u>788</u>	<u>3,779</u>	<u>3,834</u>
Total other operating income	<u>4,777</u>	<u>4,003</u>	<u>15,778</u>	<u>24,700</u>

19. Operating expenses

<u>Group</u>	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011 RM'000	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
	Personnel costs			
- Salaries and wages	8,198	7,674	24,167	24,136
- Allowance and bonuses	3,126	3,168	3,734	5,764
- Staff training	194	313	398	481
- Others	2,990	2,674	8,290	7,407
	<u>14,508</u>	<u>13,829</u>	<u>36,589</u>	<u>37,788</u>
Establishment costs				
- Depreciation	1,228	1,135	3,767	3,868
- Office rental	1,898	1,781	5,236	5,173
- Equipment rental	346	447	883	1,380
- Others	1,173	1,424	3,190	4,073
	<u>4,645</u>	<u>4,787</u>	<u>13,076</u>	<u>14,494</u>
Promotion and marketing-related expenses				
- Business promotion and advertisement	922	320	2,305	1,668
- Entertainment	77	115	234	235
	<u>999</u>	<u>435</u>	<u>2,539</u>	<u>1,903</u>
General and administrative expenses				
- Communication expenses	171	189	517	693
- Audit fees	119	173	379	349
- Directors' fees and meeting allowances	335	399	943	864
- Securities Commission's levy	313	261	957	654
- Others	(1,235)	1,358	(528)	3,079
	<u>(297)</u>	<u>2,380</u>	<u>2,268</u>	<u>5,639</u>
	<u>19,855</u>	<u>21,431</u>	<u>54,472</u>	<u>59,824</u>

19. Operating expenses (cont'd)

<u>Company</u>	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
- Salaries and wages	4,146	3,974	12,183	12,462
- Allowance and bonuses	1,076	1,718	500	4,111
- Staff training	135	54	246	77
- Others	1,762	1,468	4,491	4,199
	<u>7,119</u>	<u>7,214</u>	<u>17,420</u>	<u>20,849</u>
Establishment costs				
- Depreciation	704	553	2,131	2,317
- Office rental	1,814	1,690	5,134	5,065
- Equipment rental	14	20	42	74
- Others	891	917	2,314	2,479
	<u>3,423</u>	<u>3,180</u>	<u>9,621</u>	<u>9,935</u>
Promotion and marketing-related expenses				
- Business promotion and advertisement	578	104	1,402	918
- Entertainment	2	20	5	25
	<u>580</u>	<u>124</u>	<u>1,407</u>	<u>943</u>
General and administrative expenses				
- Communication expenses	105	106	312	382
- Audit fees	49	53	162	116
- Directors' fees and meeting allowances	213	163	639	416
- Management fees	-	(42)	-	-
- Others	851	192	1,599	1,391
	<u>1,218</u>	<u>472</u>	<u>2,712</u>	<u>2,305</u>
	<u>12,340</u>	<u>10,990</u>	<u>31,160</u>	<u>34,032</u>

20. Impairment losses (made)/ written-back on loans, advances and financing

<u>Group</u>	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
(a) Individual impairment provision				
- made in the financial period	(20,787)	(17,754)	(65,375)	(45,381)
- written-back	5,839	10,899	22,117	40,001
(b) Collective impairment provision				
- made in the financial period	(19)	(326)	(4,740)	(1,144)
- written-back	2,502	497	2,721	949
(c) Recoveries from impaired loans	690	173	3,988	3,388
	<u>(11,775)</u>	<u>(6,511)</u>	<u>(41,289)</u>	<u>(2,187)</u>

20. Impairment losses (made)/ written-back on loans, advances and financing (cont'd)

<u>Company</u>	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
(a) Individual impairment provision				
- made in the financial period	(9,428)	(16,474)	(41,551)	(42,159)
- written-back	4,392	7,327	14,719	32,284
(b) Collective impairment provision				
- made in the financial period	-	-	-	-
- written-back	-	-	-	-
(c) Recoveries from impaired loans	678	173	3,343	3,371
	<u>(4,358)</u>	<u>(8,974)</u>	<u>(23,489)</u>	<u>(6,504)</u>

21. Impairment losses on securities

<u>Group</u>	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
Securities available-for-sale (net)	(19,158)	(22,214)	(21,757)	(45,919)
Securities held-to-maturity (net)	3,453	134	3,806	487
	<u>(15,705)</u>	<u>(22,080)</u>	<u>(17,951)</u>	<u>(45,432)</u>

Company

Securities available-for-sale (net)	-	-	-	(532)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(532)</u>

22. Segment information

For management purposes, the Group is organised into business units based on their products and services, has five reportable operating segments as follows:

Segment Revenue	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
Investment banking	74,587	52,598	180,807	148,020
Asset management	734	779	2,124	2,374
Development finance	19,243	18,039	58,418	53,820
Investment holding	6,792	3,370	21,790	23,218
Others	555	2,406	1,646	4,062
	101,911	77,192	264,785	231,494
Inter-segment elimination	(1,000)	-	(4,096)	(13,004)
	100,911	77,192	260,689	218,490
Discontinued operations	-	928	156	1,389
	<u>100,911</u>	<u>78,120</u>	<u>260,845</u>	<u>219,879</u>

22. Segment information (cont'd)

Segment Results	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011	30 September 2010	30 September 2011	30 September 2010
	RM'000	RM'000	RM'000	RM'000
Investment banking	5,300	4,175	32,671	21,730
Asset management	(778)	(511)	(1,876)	(1,669)
Development finance	7,824	2,960	16,846	28,235
Investment holding	4,116	(14,462)	15,107	1,533
Others	1,489	16,576	3,514	17,826
Consolidation adjustments	(796)	(588)	(3,834)	(14,712)
	<u>17,155</u>	<u>8,150</u>	<u>62,428</u>	<u>52,943</u>
Share of results in associates	783	384	2,023	951
	<u>17,938</u>	<u>8,534</u>	<u>64,451</u>	<u>53,894</u>
Discontinued operations	-	560	(64)	145
	<u>17,938</u>	<u>9,094</u>	<u>64,387</u>	<u>54,039</u>

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

The Group operates principally in Malaysia and hence, disclosure of information by geographical area is not presented.

23. Capital commitments

Group	As at 30 September 2011	As at 31 December 2010
	RM'000	RM'000
Authorised but not contracted for	<u>4,226</u>	<u>6,251</u>
	<u>4,226</u>	<u>6,251</u>
Company		
Authorised but not contracted for	-	877
	<u>-</u>	<u>877</u>

24. Commitments and contingencies

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:

Group	← As at 30.09.2011 →			← As at 31.12.2010 →		
	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	-	-	-	8,504	8,504	8,504
Obligations under underwriting agreement	156,791	78,395	20,028	257,864	128,932	31,426
Interest/profit rate related contracts over one year to five years	200,000	9,082	1,816	-	-	-
Irrevocable commitments to extend credit:						
- Maturity not exceeding one year	90,606	18,121	12,240	46,527	9,305	9,041
- Maturity exceeding one year	36	13	9	22	11	6
Total	447,433	105,611	34,093	312,917	146,752	48,977
Company						
Guarantee facilities	-	-	-	8,504	8,504	8,504
Irrevocable commitments to extend credit:						
- Maturity not exceeding one year	19	4	4	46	9	9
Total	19	4	4	8,550	8,513	8,513

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

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25. Interest rate risk

The Group and the Company are exposed to various risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The following table indicates the effective interest rates at the reporting date and the periods in which they reprice or mature, whichever is earlier.

Group	Non-trading book					Non- interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	1 to 5 years	> 5 years				
30.09.2011	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
Assets									
Cash and short-term funds	911,206	-	-	-	-	16,649	-	927,855	3.12
Deposits and placements with licensed banks and other financial institutions	-	328,729	-	-	-	-	-	328,729	3.13
Securities held-for-trading	-	-	-	-	-	-	190,806	190,806	3.62
Securities available-for-sale	291,552	448,336	230,866	320,736	464,126	160,415	1,407	1,917,438	5.03
Securities held-to-maturity	-	-	8,817	279,229	1,963,662	490	-	2,252,198	4.01
Loans, advances and financing									
- Non-impaired	4,452	210,462	15,484	54,984	71,677	(28,953) *	-	328,106	7.19
- Impaired	-	-	-	-	-	154,264	-	154,264	-
Derivative assets	-	-	-	-	-	-	1,082	1,082	-
Statutory deposits with Bank Negara Malaysia	-	-	-	-	-	153,445	-	153,445	-
Other non-interest sensitive balances	-	-	-	-	-	406,944	-	406,944	-
Total assets	1,207,210	987,527	255,167	654,949	2,499,465	863,254	193,295	6,660,867	

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

Group	Non-trading book						Non- interest sensitive RM'000	Trading book RM'000	Total RM'000	Effective interest rate %
	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					
30.09.2011 (cont'd)										
Liabilities										
Deposits from customers	1,891,982	386,608	125,396	3,700	-	-	-	2,407,686	3.06	
Deposits and placements of banks and financial institutions	1,818,785	20,754	134,316	5,400	-	-	-	1,979,255	3.01	
Borrowings	637	5,051	26,000	140,196	157,151	-	-	329,035	2.85	
Derivative liabilities	-	-	-	-	-	-	632	632	-	
Other non-interest sensitive balances	-	-	-	-	-	201,159	-	201,159	-	
Total liabilities	3,711,404	412,413	285,712	149,296	157,151	201,159	632	4,917,767		
Shareholder's funds	-	-	-	-	-	1,741,783	-	1,741,783		
Minority interests	-	-	-	-	-	1,317	-	1,317		
	3,711,404	412,413	285,712	149,296	157,151	1,944,259	-	6,660,867		
On-balance sheet interest sensitivity gap	(2,504,194)	575,114	(30,545)	505,653	2,342,314	(1,081,005)	193,295			
Off-balance sheet interest sensitivity gap (interest rate swaps)	-	200,000	-	-	-	-	-			
Total interest sensitivity gap	(2,504,194)	775,114	(30,545)	505,653	2,342,314	(1,081,005)	193,295			

* Collective impairment provision on loans, advances and financing

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

Group	Non-trading book					Non- interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	1 to 5 years	> 5 years				
31.12.2010	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
Assets									
Cash and short-term funds	911,543	-	-	-	-	-	-	911,543	2.82
Deposits and placements with licensed banks and other financial institutions	-	313,000	-	-	-	-	-	313,000	2.94
Securities held-for-trading	-	-	-	-	-	2	328,624	328,626	3.62
Securities available-for-sale	175,766	327,778	477,792	774,641	185,943	192,951	870	2,135,741	4.69
Securities held-to-maturity	-	-	-	82,892	210,075	546	-	293,513	4.20
Loans, advances and financing									
- Non-impaired	16,639	66,289	42,761	115,631	49,581	(26,934) *	-	263,967	6.47
- Impaired	-	-	-	-	-	198,717	-	198,717	-
Derivative assets	-	-	-	-	-	1,384	-	1,384	-
Statutory deposits with Bank Negara Malaysia	-	-	-	-	-	19,083	-	19,083	-
Other non-interest sensitive balances	-	-	-	-	-	408,420	-	408,420	-
Total assets	1,103,948	707,067	520,553	973,164	445,599	794,169	329,494	4,873,994	

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

Group	Non-trading book					Non- interest sensitive RM'000	Trading book RM'000	Total RM'000	Effective interest rate %
	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				
31.12.2010 (cont'd)									
Liabilities									
Deposits from customers	1,104,697	240,877	93,372	-	-	-	-	1,438,946	2.74
Deposits and placements of banks and other financial institutions	666,768	272,100	189,024	-	-	-	-	1,127,892	2.77
Borrowings	655	2,100	34,528	140,497	178,301	-	-	356,081	2.79
Other non-interest sensitive balances	-	-	-	-	-	253,494	-	253,494	-
Total liabilities	1,772,120	515,077	316,924	140,497	178,301	253,494	-	3,176,413	
Shareholder's funds	-	-	-	-	-	1,695,098	-	1,695,098	
Minority interests	-	-	-	-	-	2,483	-	2,483	
	1,772,120	515,077	316,924	140,497	178,301	1,951,075	-	4,873,994	
On-balance sheet interest sensitivity gap	(668,172)	191,990	203,629	832,667	267,298	(1,156,906)	329,494		
Off-balance sheet interest sensitivity gap (interest rate swaps)	-	-	-	-	-	-	-		
Total interest sensitivity gap	(668,172)	191,990	203,629	832,667	267,298	(1,156,906)	329,494		

* Collective impairment provision on loans, advances and financing

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

Company	Non-trading book					Non-interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	1 to 5 years	> 5 years				
30.09.2011	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
Assets									
Cash and short-term funds	604,853	-	-	-	-	12,500	-	617,353	3.18
Deposits and placements with licensed bank and other financial institutions	-	320,200	-	-	-	-	-	320,200	3.21
Securities held-for-trading	-	-	-	-	-	-	4,814	4,814	-
Securities available-for-sale	-	-	-	37,653	2,059	6,171	1,407	47,290	8.02
Loans, advances and financing									
- Non-impaired	3,505	6,588	24,784	30,296	46,614	(22,638) *	-	89,149	6.70
- Impaired	-	-	-	-	-	94,828	-	94,828	-
Other non-interest sensitive balances	-	-	-	-	-	904,243	-	904,243	-
Total assets	608,358	326,788	24,784	67,949	48,673	995,104	6,221	2,077,877	

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

Company	Non-trading book					Non-interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	1 to 5 years	> 5 years				
30.09.2011 (cont'd)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
Liabilities									
Borrowings	637	5,051	26,000	140,196	157,151	-	-	329,035	2.85
Other non-interest sensitive balances	-	-	-	-	-	103,845	-	103,845	-
Total liabilities	637	5,051	26,000	140,196	157,151	103,845	-	432,880	
Shareholder's funds	-	-	-	-	-	1,644,997	-	1,644,997	
	637	5,051	26,000	140,196	157,151	1,748,842	-	2,077,877	
On-balance sheet interest sensitivity gap	607,721	321,737	(1,216)	(72,247)	(108,478)	(753,738)	6,221		
Off-balance sheet interest sensitivity gap (interest rate swaps)	-	-	-	-	-	-	-		
Total interest sensitivity gap	607,721	321,737	(1,216)	(72,247)	(108,478)	(753,738)	6,221		

* Collective impairment provision on loans, advances and financing

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

Company	Non-trading book					Non-interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	1 to 5 years	> 5 years				
31.12.2010	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
Assets									
Cash and short-term funds	674,178	-	-	-	-	-	-	674,178	2.86
Deposits and placements with licensed banks and other financial institutions	-	208,152	-	-	-	-	-	208,152	2.92
Securities held-for-trading	-	-	-	-	-	-	4,520	4,520	-
Securities available-for-sale	-	-	-	35,524	2,198	6,471	870	45,063	8.02
Loans, advances and financing									
- Non-impaired	11,355	10,592	41,118	82,611	17,691	(22,638) *	-	140,729	5.29
- Impaired	-	-	-	-	-	119,613	-	119,613	-
Other non-interest sensitive balances	-	-	-	-	-	903,344	-	903,344	-
Total assets	685,533	218,744	41,118	118,135	19,889	1,006,790	5,390	2,095,599	

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

Company	Non-trading book					Non-interest sensitive	Trading book	Total	Effective interest rate
	Up to 1 month	> 1 - 3 months	> 3 - 12 months	1 to 5 years	> 5 years				
31.12.2010 (cont'd)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	%
Liabilities									
Borrowings	655	2,100	34,528	140,497	178,301	-	-	356,081	2.79
Other non-interest sensitive balances	-	-	-	-	-	121,247	-	121,247	-
Total liabilities	655	2,100	34,528	140,497	178,301	121,247	-	477,328	
Shareholder's funds	-	-	-	-	-	1,618,271	-	1,618,271	
	655	2,100	34,528	140,497	178,301	1,739,518	-	2,095,599	
On-balance sheet interest sensitivity gap	684,878	216,644	6,590	(22,362)	(158,412)	(732,728)	5,390		
Off-balance sheet interest sensitivity gap (interest rate swaps)	-	-	-	-	-	-	-		
Total interest sensitivity gap	684,878	216,644	6,590	(22,362)	(158,412)	(732,728)	5,390		

* Collective impairment provision on loans, advances and financing

26. Capital adequacy

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

	As at 30 September 2011 RM'000	As at 31 December 2010 RM'000
Tier-I capital		
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	115,520
Retained profits	64,722	64,722
	<u>699,353</u>	<u>699,353</u>
Less: Deferred tax assets	(31,498)	(37,600)
Total Tier-I capital	<u>667,855</u>	<u>661,753</u>
Tier-II capital		
Collective impairment provision	4,856	2,443
Total Tier-II capital	4,856	2,443
Investment in capital instrument of other banking institutions	(5,000)	(5,000)
Capital base	<u>667,711</u>	<u>659,196</u>
Core capital ratio	45.44%	48.59%
Risk-weighted capital ratio	45.44%	48.59%

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

	30 September 2011		31 December 2010	
	Notional amount RM'000	Risk- weighted amount RM'000	Notional amount RM'000	Risk- weighted amount RM'000
0%	2,413,024	-	667,636	-
20%	1,841,492	368,298	1,765,741	353,148
35%	703	246	735	257
50%	249,971	124,986	204,187	102,093
75%	79	59	147	110
100%	490,625	490,625	310,897	310,897
150%	137,323	205,985	258,919	388,379
Total Risk Weighted Assets for Credit Risk	<u>5,133,217</u>	<u>1,190,199</u>	<u>3,208,262</u>	<u>1,154,884</u>
Total Risk Weighted Assets Equivalent for Market Risk	-	85,812	-	9,184
Total Risk Weighted Assets Equivalent for Operational Risk	-	193,623	-	192,568
	<u>5,133,217</u>	<u>1,469,634</u>	<u>3,208,262</u>	<u>1,356,636</u>

27. Operations of Islamic Banking

(a) UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2011

	Note	Group		Company	
		30 September 2011 RM'000	31 December 2010 RM'000	30 September 2011 RM'000	31 December 2010 RM'000
ASSETS					
Cash and short-term funds		121,315	31,301	40,464	31,031
Deposits and placements with licensed banks and other financial institutions		-	42,050	-	42,050
Securities available-for-sale	27 (c)	715,803	588,462	-	-
Securities held-to-maturity	27 (d)	520,634	4,969	-	-
Financing and advances	27 (e)	15,526	31,239	15,526	31,239
Trade receivables	27 (f)	5,432	4,420	-	-
Other assets		28,740	27,238	355	621
Deferred tax assets		2,194	2,995	772	818
TOTAL ASSETS		1,409,644	732,674	57,117	105,759
LIABILITIES					
Deposits from customers	27 (g)	854,615	332,333	-	-
Deposits and placements of banks and other financial institutions	27 (h)	256,392	141,527	-	-
Borrowings (unsecured)	15	7,242	15,466	7,242	15,466
Amount due to clients		1,395	1,422	-	-
Other liabilities		31,182	59,313	14,572	48,097
Provision for taxation and zakat		9,286	11,615	8,753	11,111
Amount due to Head Office		10,178	9,576	-	-
TOTAL LIABILITIES		1,170,290	571,252	30,567	74,674
ISLAMIC BANKING CAPITAL FUNDS					
Funds allocated from Head Office		175,000	105,000	20,000	20,000
Reserves		64,354	56,422	6,550	11,085
TOTAL ISLAMIC BANKING CAPITAL FUNDS		239,354	161,422	26,550	31,085
TOTAL LIABILITIES AND ISLAMIC BANKING CAPITAL FUNDS		1,409,644	732,674	57,117	105,759

27. Operations of Islamic Banking (cont'd)

(b) UNAUDITED INCOME STATEMENTS FOR THE PERIOD ENDED 30 September 2011

<u>Group</u>	Individual Quarter Ended		Cumulative Quarter Ended	
	30 September 2011 RM'000	30 September 2010 RM'000	30 September 2011 RM'000	30 September 2010 RM'000
Income derived from investment of depositors' funds and others	16,441	9,190	39,003	28,368
Income derived from Government Scheme Funds	1,711	2,351	6,778	6,903
Transfer to profit equalisation reserve	(2,860)	1,875	(3,525)	834
Total attributable income	15,292	13,416	42,256	36,105
Income attributable to depositors	(8,232)	(3,768)	(19,996)	(10,545)
Net income attributable to the reporting institution	7,060	9,648	22,260	25,560
Income from factoring	183	123	502	353
Other income	77	100	257	302
Other operating expenses	(669)	(710)	(1,992)	(2,007)
Operating profit	6,651	9,161	21,027	24,208
Impairment losses on securities	1	6	(3)	(749)
Impairment losses on financing and advances	1,603	984	332	(3,744)
Impairment written back on trade receivables	(1,255)	-	(874)	545
Finance costs	(61)	(70)	(157)	(229)
Profit before taxation and zakat	6,939	10,081	20,325	20,031
Taxation	(705)	(1,244)	(2,187)	(2,130)
Zakat	(152)	(216)	(443)	(430)
Profit for the period	6,082	8,621	17,695	17,471
Company				
Income derived from investment of depositors' funds and others	811	1,968	3,176	5,871
Income derived from Government Scheme Funds	1,711	2,351	6,778	6,903
Net income attributable to the reporting institution	2,522	4,319	9,954	12,774
Other operating expenses	(37)	(38)	(176)	(64)
Operating profit	2,485	4,281	9,778	12,710
Impairment losses on financing and advances	397	(72)	(874)	(3,744)
Finance costs	(61)	(70)	(157)	(229)
Profit before taxation and zakat	2,821	4,139	8,747	8,737
Taxation	(705)	(1,244)	(2,187)	(2,130)
Zakat	(53)	(94)	(164)	(160)
Profit for the period	2,063	2,801	6,396	6,447

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

(c) **Securities available-for-sale**

	Group	
	30 September 2011	31 December 2010
	RM'000	RM'000
At fair value		
Money market instruments:		
Government Investment Issues	105,539	257,993
Islamic Acceptance Bills	96,064	54,538
Islamic Negotiable Certificate of Deposits	249,202	79,380
	<u>450,805</u>	<u>391,911</u>
Unquoted securities in Malaysia:		
Islamic Private Debt Securities	264,998	196,551
	<u>715,803</u>	<u>588,462</u>

(d) **Securities held-to-maturity**

	Note	Group	
		30 September 2011	31 December 2010
		RM'000	RM'000
At amortised cost			
Money market instruments:			
Government Investment Issues		490,187	4,969
		<u>490,187</u>	<u>4,969</u>
Unquoted securities in Malaysia:			
Islamic Private Debt Securities		35,445	4,998
		<u>35,445</u>	<u>4,998</u>
Less: Individual impairment provision	(i)	(4,998)	(4,998)
		<u>520,634</u>	<u>4,969</u>
(i) Movements in individual impairment provision - Unquoted securities in Malaysia			
At 30 September / 31 December		<u>(4,998)</u>	<u>(4,998)</u>

(e) **Financing and advances**

	Group and Company	
	30 September 2011	31 December 2010
	RM'000	RM'000
Term financing		
- Islamic hire purchase/leasing	28,469	36,038
- Other term financing	13,129	23,219
	<u>41,598</u>	<u>59,257</u>
Less: Unearned income	(2,148)	(3,405)
Gross financing and advances	<u>39,450</u>	<u>55,852</u>
Less: Impairment provision		
- Collective impairment provision	(2,430)	(2,430)
- Individual impairment provision	(21,494)	(22,183)
Total net financing and advances	<u>15,526</u>	<u>31,239</u>

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

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

(i) **By contract**

	Group and Company	
	30 September 2011	31 December 2010
	RM'000	RM'000
Bai Bithaman Ajil (deferred payment sales)	11,352	20,775
Murabahah Working Capital (cost plus)	1	21
Al-Ijarah Thumma Al-Bai (finance lease)	28,097	35,056
	<u>39,450</u>	<u>55,852</u>

(ii) **By type of customer**

	Group and Company	
	30 September 2011	31 December 2010
	RM'000	RM'000
Domestic business enterprises	<u>39,450</u>	<u>55,852</u>

(iii) **By profit rate sensitivity**

	Group and Company	
	30 September 2011	31 December 2010
	RM'000	RM'000
Fixed rate		
Hire purchase receivables	28,097	35,056
Other fixed rate financing	11,353	20,796
	<u>39,450</u>	<u>55,852</u>

(iv) **By economic sector**

	Group and Company	
	30 September 2011	31 December 2010
	RM'000	RM'000
Mining and quarrying	-	78
Manufacturing	35,225	45,663
Construction	-	70
Wholesale & retail trade and restaurants & hotels	481	1,154
Transport, storage and communications	2,314	7,243
Finance, insurance and business services	59	59
Others	1,371	1,585
	<u>39,450</u>	<u>55,852</u>

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

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

(v) **Impaired financing and advances by economic sector**

	Group and Company	
	30 September 2011	31 December 2010
	RM'000	RM'000
Manufacturing	22,523	23,592
Wholesale & retail trade and restaurants & hotels	265	181
Transport, storage and communications	2,315	7,324
Others	530	547
	<u>25,633</u>	<u>31,644</u>

(vi) **Movements in impaired financing and advances**

	Group and Company	
	30 September 2011	31 December 2010
	RM'000	RM'000
At 1 January, as previously stated	31,644	33,672
Effects of adopting FRS 139	-	2,228
At 1 January, as restated	<u>31,644</u>	<u>35,900</u>
Impaired during the period/year	728	3,001
Reclassified as unimpaired during the period/year	539	(3,488)
Amount recovered	(5,919)	(3,769)
Amount written off	<u>(1,359)</u>	<u>-</u>
At 30 September/ 31 December	25,633	31,644
Less: Individual impairment provision	<u>(21,494)</u>	<u>(22,183)</u>
Net impaired financing and advances	<u>4,139</u>	<u>9,461</u>
Net impaired financing and advances as % of gross financing and advances less individual impairment provision	<u>23.05%</u>	<u>28.10%</u>

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

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

(vii) **Movements in impairment provision**

	Group and Company	
	30 September	31 December
	2011	2010
	RM'000	RM'000
Collective impairment provision		
At 1 January, as previously stated	2,430	-
Effects of adopting FRS 139	-	1,600
At 1 January, as restated	2,430	1,600
Impairment made during the period/year	-	830
At 30 September/ 31 December	<u>2,430</u>	<u>2,430</u>
As % of gross financing and advances less individual impairment provision	<u>13.53%</u>	<u>7.22%</u>

	Group and Company	
	30 September	31 December
	2011	2010
	RM'000	RM'000
Individual impairment provision		
At 1 January, as previously stated	22,183	-
Effects of adopting FRS 139	-	20,579
At 1 January, as restated	22,183	20,579
Impairment made during the period/year	3,101	8,837
Written-back during the period/year	(2,227)	(7,087)
Amount written off	(1,549)	-
Discount unwind	(14)	(146)
At 30 September/ 31 December	<u>21,494</u>	<u>22,183</u>

27. Operations of Islamic Banking (cont'd)

(f) Trade receivables

	Group	
	30 September 2011 RM'000	31 December 2010 RM'000
Factoring receivables	9,523	8,843
Less: Impairment provision		
- Collective impairment provision	(61)	(46)
- Individual impairment provision	(4,030)	(4,377)
	5,432	4,420

	Group	
	30 September 2011 RM'000	31 December 2010 RM'000
Collective impairment provision		
At 1 January, as previously stated	46	2,128
Transferred to individual impairment provision	-	(1,624)
Impairment made/written back during the period/year	15	(458)
At 30 September/ 31 December	61	46

	Group	
	30 September 2011 RM'000	31 December 2010 RM'000
Individual impairment provision		
At 1 January, as previously stated	4,377	17,009
Effects of adopting FRS 139	-	8,838
At 1 January, as restated	4,377	25,847
Impairment written off during the period/year	-	(23,233)
Transferred from collective impairment provision	-	1,624
Impairment written back during the period/year	(473)	(100)
Impairment made during the period/year	126	239
At 30 September/ 31 December	4,030	4,377

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

(g) **Deposits from customers**

	Group	
	30 September 2011	31 December 2010
	RM'000	RM'000
(i) By type of deposits		
Mudharabah Fund		
- Fixed/Investment deposits	834,953	328,277
- Others	19,662	4,056
	<u>854,615</u>	<u>332,333</u>
(ii) By type of customers		
Mudharabah Fund		
- Business enterprises	<u>854,615</u>	<u>332,333</u>

(h) **Deposits and placements of banks and other financial institutions**

	Group	
	30 September 2011	31 December 2010
	RM'000	RM'000
(i) By type of deposits		
Mudharabah Fund		
- Fixed/Investment deposits	255,522	140,087
- Others	870	1,440
	<u>256,392</u>	<u>141,527</u>
(ii) By type of customers		
Mudharabah Fund		
- Licensed Islamic banks	68,000	92,400
- Other financial institutions	188,392	49,127
	<u>256,392</u>	<u>141,527</u>

I, Foo Wei Hoong, being 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 2011, as set out on pages 1 to 47, 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 2011. 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

20 October 2011