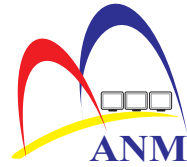




GOVERNMENT OF MALAYSIA



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# FEDERAL GOVERNMENT FINANCIAL STATEMENTS **2014**

PUBLISHED BY AUTHORITY

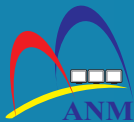


The 2014 Federal Government Financial Statements are prepared by the Accountant General of Malaysia in compliance with Section 16(1) of the Financial Procedure Act 1957 [Act 61] and audited by the Auditor General before being tabled in Parliament in compliance with Section 16(2) of the said Act.

The preparation of Federal Government Financial Statements is to show the financial position, cash flow and financial performance. These Financial Statements report on all the financial transactions pertaining to the sources and applications of financial resources as appropriated by Parliament for 2014 financial year.

The Federal Government Financial Statements presentation is inline with accounting best practices to facilitate understanding and users analysis of financial statements. The Financial Statements contain the Statement of Financial Position, Statement of Cash Receipts and Payments, Statement of Financial Performance, Statement of Memorandum Accounts and Notes to the Financial Statements. Notes to the Financial Statements include further explanations and detailed schedules of amounts shown in the Financial Statements.





# CONTENTS

## ■ EXECUTIVE SUMMARY

iii

## ■ ACCOUNTANT GENERAL'S REPORT

3

### FINANCIAL STATEMENTS

**29**

Certificate of the Auditor General

**32**

Statement by Secretary General of Treasury and Accountant General of Malaysia

**34-35**

Statement of Cash Receipts and Payments

**37**

Statement of Memorandum Accounts

**31**

Glossary of Federal Government Financial Statements

**33**

Statement of Financial Position

**36**

Statement of Financial Performance

**38-50**

Notes to the Financial Statements

### ATTACHMENTS TO THE NOTES

**54-61**

Statement of Operating Expenditure

**69-71**

Statement of Memorandum Account of Recoverable Loans

**81-84**

Statement of Memorandum Account of Public Debt

**64-65**

Statement of Development Expenditure

**75-78**

Statement of Memorandum Account of Investments

**87**

Statement of Memorandum Account of Statutory Guarantees

### APPENDICES

**93-95**

Federal Government Financial Statistics 2005-2014

**98**

Ministry of Finance, Malaysia – Organisation Chart

**99**

Accountant General's Department, Malaysia – Organisation Chart







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# EXECUTIVE SUMMARY

FEDERAL GOVERNMENT FINANCIAL STATEMENTS 2014

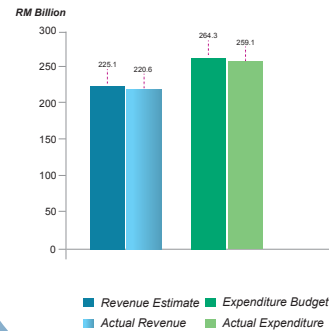


# EXECUTIVE SUMMARY

The 2014 Budget which were formulated with the theme '**Strengthening Economic Resilience, Accelerating Transformation and Fulfilling Promise**' focus on the following five main areas:

- **First Focus**  
Invigorating Economic Activity
- **Second Focus**  
Strengthening Fiscal Management
- **Third Focus**  
Inculcating Excellence in Human Capital
- **Fourth Focus**  
Intensifying Urban and Rural Development
- **Fifth Focus**  
Ensuring Well-Being of the Rakyat

Performance Budget 2014



In the 2014 Budget, a total of RM264.2 billion is allocated to implement strategies development programs and projects, concentrating on the people's wellbeing, national transformation and economic development. From this amount, RM217.7 billion is for operating expenditure and RM46.5 billion for development expenditure. Federal Government revenue for the year 2014 amounting to RM220.6 billion as compared to RM225.1 billion of the revised total revenue estimate. Meanwhile, Federal Government total overall expenditure for the year 2014 amounted to RM259.1 billion as compared to RM264.3 billion of the revised total expenditure budget. Deficit amount for the year 2014 is RM38.5 billion.

For the year 2014, the Federal Government revenue was RM220.6 billion as compared to the operating expenditure of RM219.6 billion, resulting in a surplus of RM1.0 billion in the current account. The Federal Government overall deficit slightly decreased from 3.92% of Gross Domestic Product (GDP) in 2013 to 3.47% in 2014 due to prudent and value-for-money spending measures undertaken by the Government.

The Federal Government cash decreased by RM7.6 billion to RM17.4 billion in 2014 due to higher payments of RM337.6 billion as compared to receipts of RM330.0 billion.

Receipts for the year 2014 comprised RM219.1 billion in revenue, RM109.0 billion in loans and external assistance, RM1.7 billion in capital receipts and RM0.2 billion in trust receipts. Government revenue at 66.4% was the main component of receipts followed by loans and external assistance at 33.0% and trust receipts and capital receipts at 0.6%.

Payments for the year 2014 comprised RM216.5 billion for operating expenditure, RM42.0 billion for development expenditure including payment under Private Finance Initiative and Activity of RM2.6 billion, RM66.5 billion for repayment of loans and external assistance and RM12.6 billion for other trust expenditure. Operating expenditure at 64.1% formed the main component of payments

*followed by repayment of loans and external assistance 19.7%, development expenditure including payment under Private Finance Initiative and Activity 12.5% and other trust expenditure 3.7%.*

*The Federal Government Assets disclosed in the Statement of Memorandum Accounts only include Recoverable Loans amounting to RM99.0 billion and Investments amounting to RM29.9 billion. Federal Government Liabilities disclosed in the Statement of Memorandum Accounts comprised of Public Debt amounting to RM582.8 billion and Other Liabilities amounting to RM0.3 billion.*

*The Federal Government Debt increased by 8.0% to RM582.8 billion in 2014 comprising domestic debt RM566.0 billion (97.1%) and external debt including external assistance RM16.8 billion (2.9%). The debt service charges in 2014 were at 10.2% of total operating expenditure.*





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# HIGHLIGHTS THROUGHOUT THE YEAR

**▲ 4%**

*Increase in Operating Expenditure to RM219.6 billion.*

**▲ 7%**

*Increase in Recoverable Loans to RM99.0 billion.*

**▲ 3%**

*Increase in Revenue to RM220.6 billion, mainly due to high collection of tax revenue.*

**▲ 8%**

*Increase in Federal Government's Debts to RM582.8 billion (54.06% GDP).*

**2014**

**▼ 30%**

*Reduction in cash flow to RM17.4 billion.*

**▼ 10%**

*Decrease of deficit ratio (3.47% GDP) as compared in 2013 (3.92%).*

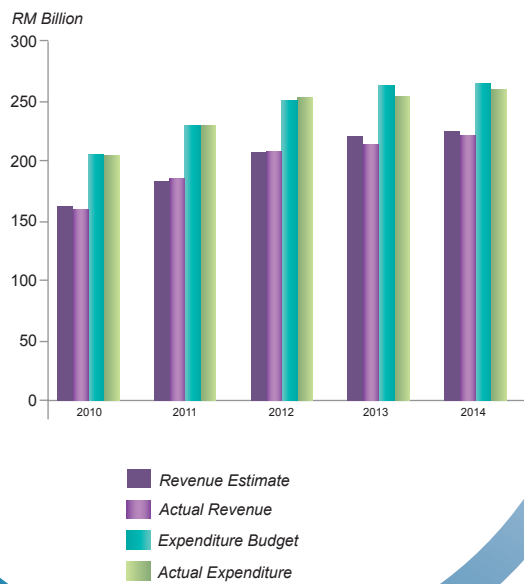
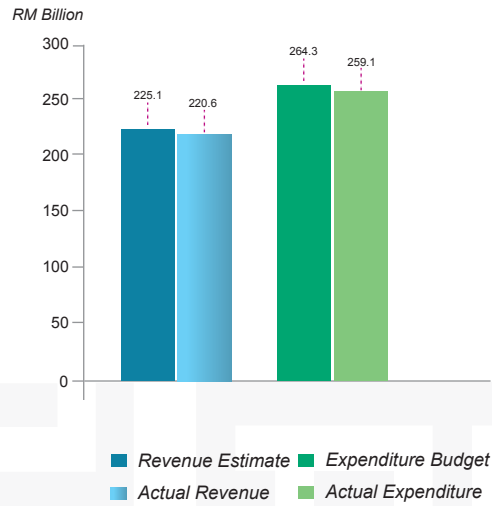
HIGHLIGHTS THROUGHOUT THE YEAR





**Diagram 1**

**Performance Budget 2014**

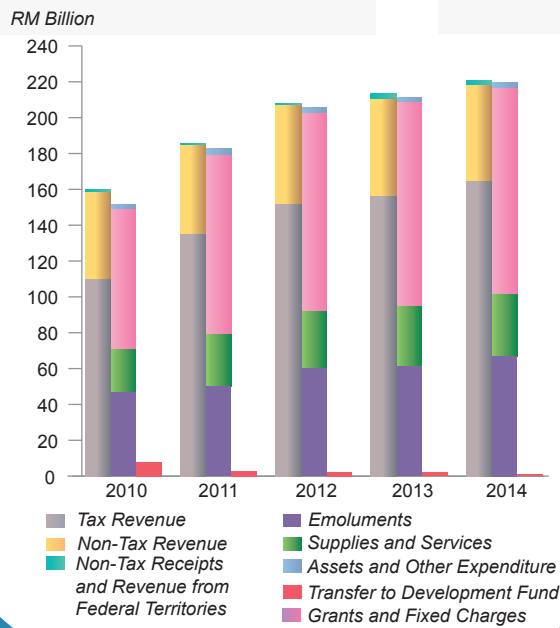
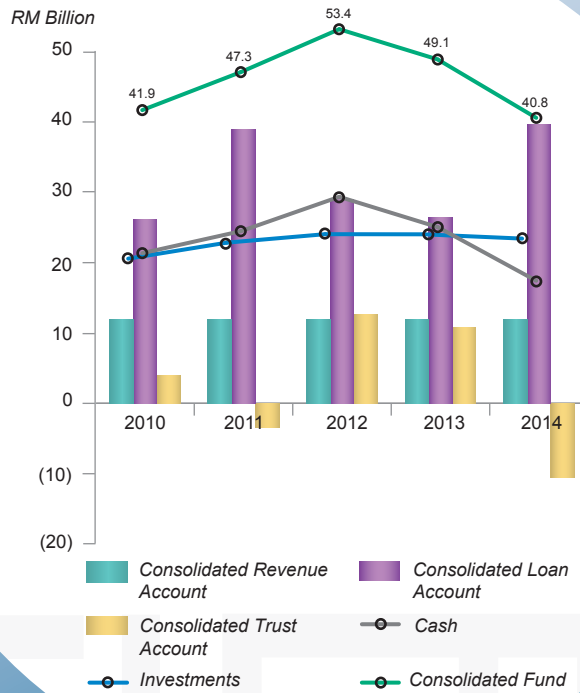


**Diagram 2**

**Performance Budget 2010 - 2014**

**Diagram 3**

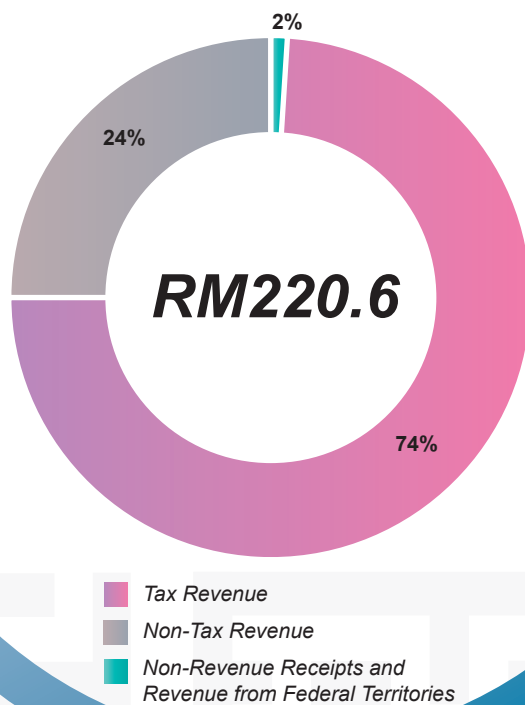
**Federal Government Financial Position**



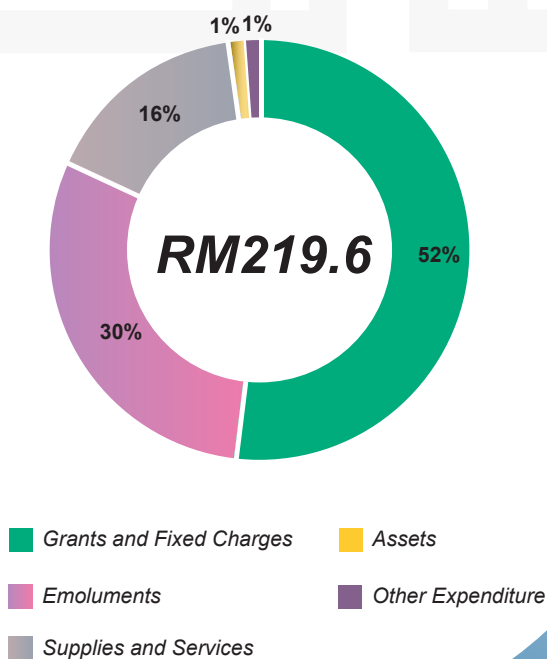
**Diagram 4**

**Consolidated Revenue Account**

**Diagram 5**  
**Revenue Breakdown 2014**  
 (RM Billion)

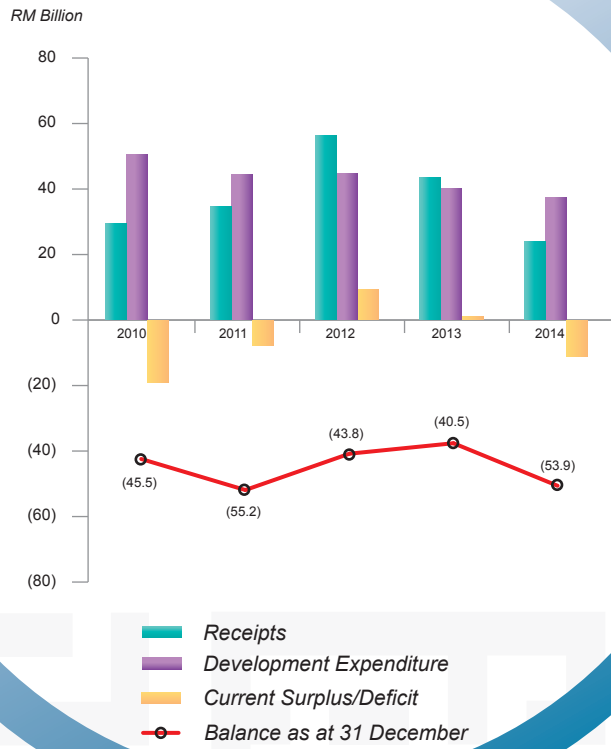


**Diagram 6**  
**Operating Expenditure Breakdown 2014**  
 (RM Billion)

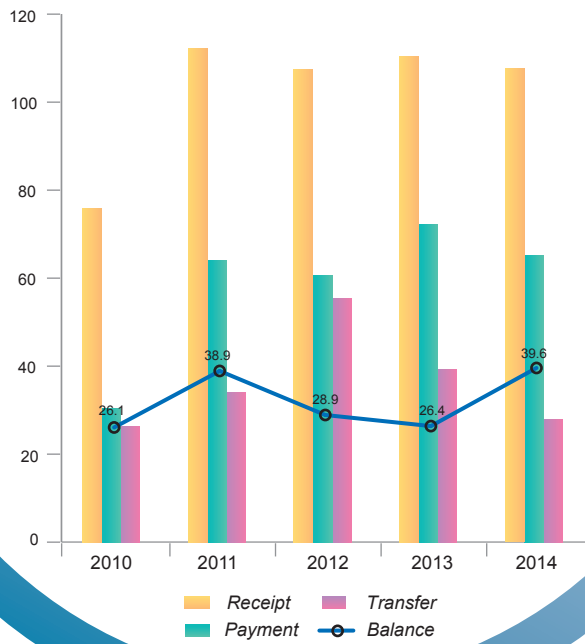


**Diagram 7**

**Development Fund**



RM Billion

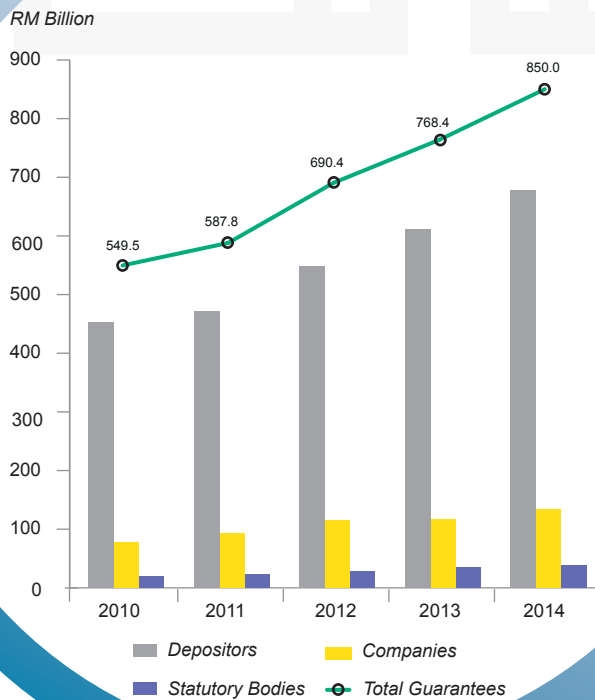
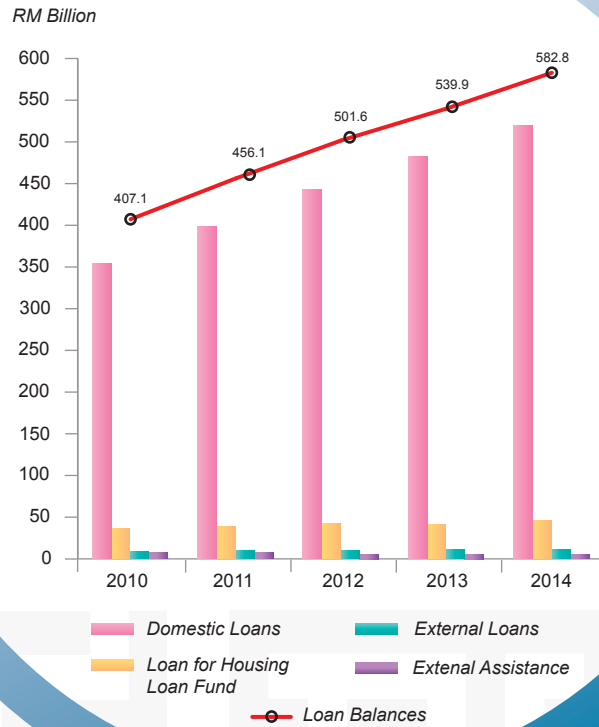


**Diagram 8**

**Consolidated Loan Account**

**Diagram 9**

**Federal Government Public Debt**

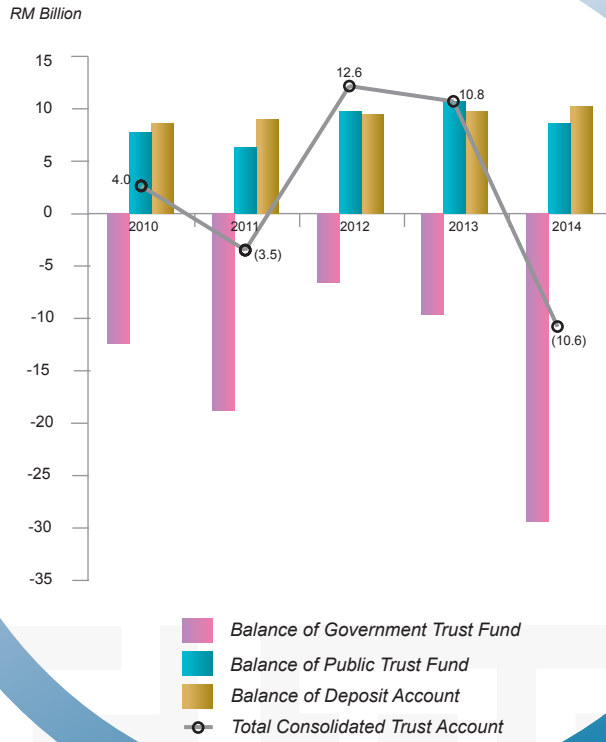


**Diagram 10**

**Statutory Guarantees**

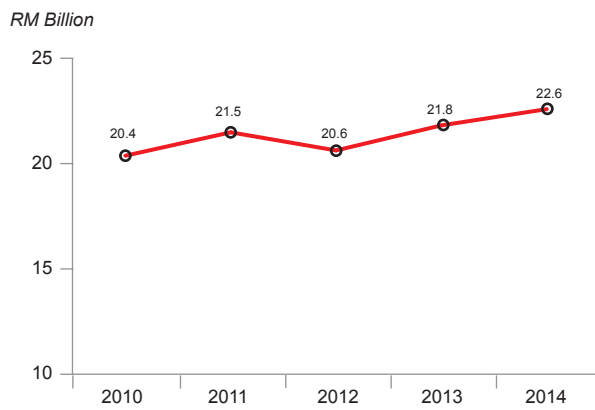
**Diagram 11**

**Consolidated Trust Account**

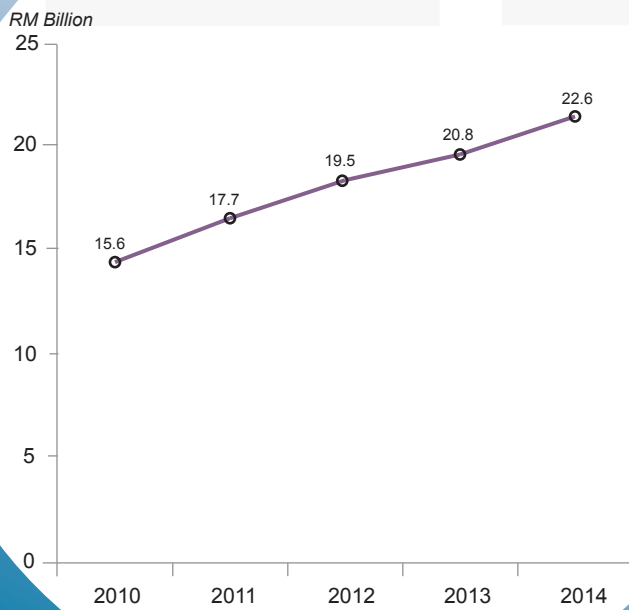
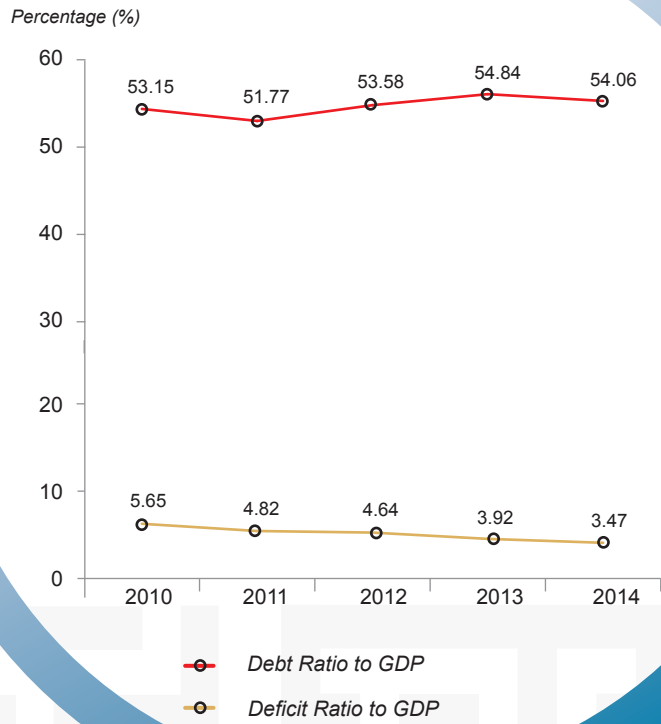


**Diagram 12**

**Account Receivables**



**Diagram 13**  
**Deficit Ratio and Debt Ratio to Gross Domestic Product (GDP)**



**Diagram 14**  
**National Debt Expenditure**





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# ACCOUNTANT GENERAL'S REPORT

FEDERAL GOVERNMENT FINANCIAL STATEMENTS 2014



## BUDGETARY PERFORMANCE

The 2014 Budget was formulated to ensure that the economy continues to expand at a strong pace, and to reduce the fiscal deficit, with the overall objective of prospering the nation and promoting the well-being of the people. Towards this, the 2014 Budget was formulated based on the theme “**Strengthening Economic Resilience, Accelerating Transformation And Fulfilling Promises**”, outlining five main thrusts:

- Invigorating Economic Activity;
- Strengthening Fiscal Management;
- Inculcating Excellence in Human Capital;
- Intensifying Urban and Rural Development;
- Ensuring Well-Being of the People

The 2014 Budget was approved by Parliament in December 2013 with an allocation amounting to RM264.2 billion to carry out all the strategies, development programs and projects, concentrating on the people's wellbeing, national transformation and economic development. From the total, a sum of RM217.7 billion allocated for Operating Expenditure and RM46.5 billion for Development Expenditure. Parliament later approved an additional allocation of RM8.6 billion for Operating Expenditure and RM1.9 billion for Development Expenditure.

Total Operating and Development Expenditure for the year 2014 is RM259.1 billion (excludes RM1.0 billion transferred from the Consolidated Revenue Account to Development Fund), which is 94.3% of the total allocated amount of RM274.7 billion (taking into account an additional allocation of RM10.5 billion). Of this amount, Operating Expenditure amounted to RM219.6 billion

(not including the transfer to the Development Fund) while Development Expenditure amounting to RM39.5 billion.

Operating Expenditure includes Charged and Supply Expenditure. Charged Expenditure amounted to RM44.3 billion, 98.2% of the total allocation of RM45.1 billion. Supply Expenditure of RM175.3 billion (not including the transfer to the Development Fund), which is 96.7% of the total provision of RM181.2 billion.

Development Expenditure for the year 2014, amounting to RM39.5 billion. The performance of the Development Expenditure was 93.6% of the total revised allocation totaling RM42.2 billion. The Development Expenditure consists of Direct Expenditure amounting to RM37.6 billion and Loan Expenditure amounting to RM1.9 billion.

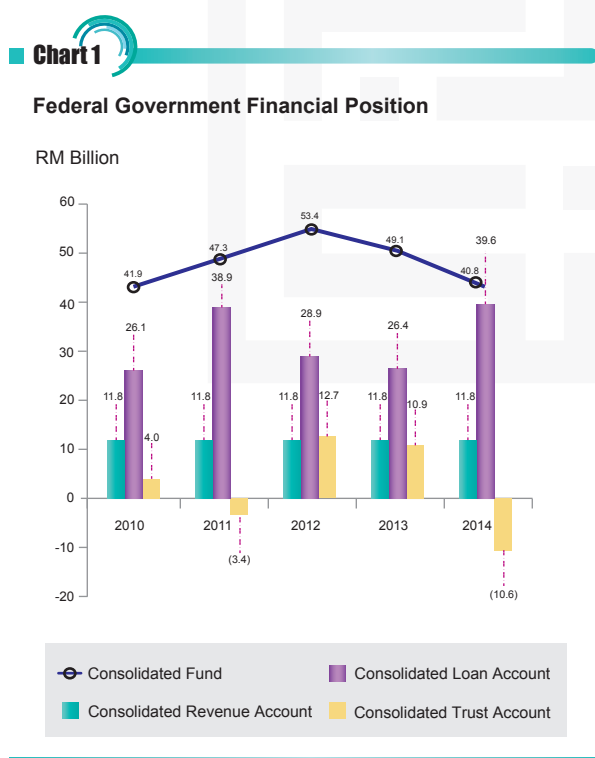
## REVIEW AND ANALYSIS OF FEDERAL GOVERNMENT

The Financial Statements for the year ended 31 December 2014 were prepared and submitted to the Auditor General on 27 February 2015. The Auditor General as provided by the Audit Act 1957 [Act 62] audited the Financial Statements 2014 and issued the Certificate of the Auditor General on 22 June 2015.

The scope of discussion covers Statements of Financial Position, Statement of Cash Receipts and Payments and Statement of Memorandum Accounts. The statements were prepared based on Recommended Practice Guideline (RPG) 2 - Financial Statement Discussion and Analysis issued by International Public Sector Accounting Standards Board (IPSASB).

## STATEMENT OF FINANCIAL POSITION

The Statement of Financial Position of the Federal Government shows the amount of cash and investment held in respect of three accounts of the Consolidated Fund, namely the Consolidated Revenue Account, Consolidated Loan Account and Consolidated Trust Account. In accordance with the cash basis of accounting adopted by the Federal Government, only investments held for revenue and specific trust accounts are disclosed in the Statement of Financial Position. Other investments are disclosed in the Notes to the Financial Statements with details in the Statement of Memorandum Accounts. **Chart 1** summarises the Consolidated Fund balances for a period of five (5) years.



current account and fixed deposit account for the term of three (3) months or below, where as Cash In Transit consists of cash that is not been banked-in and cash in bank that has not been taken into accounting office cash book account at the end of the financial year. Meanwhile Cash In Hand is the balance of the petty cash.

The objective of efficient cash planning is to ensure that all the Federal Government expenses can be financed by a strong cash position. Therefore, the excess cash is invested in deposit for the term of three (3) months or below in order to ensure there will be sufficient liquidity to cover daily expenses.

The Federal Government cash decreased by RM7,624 million (30%) to RM17,427 million as at 31 December 2014 compared to RM25,051 million as at 31 December 2013. Out of this total, Cash at Bank amounted to RM16,479 million (94%) whilst Cash In Transit amounted to RM944 million (5%) and Cash in Hand was RM4 million (1%). Cash at Bank consists of Current Account of RM7,025 million (43%) and Fixed Deposit Account for a period of three (3) months and below amounting to RM9,454 million (57%). **Table 1** refers to Cash balance of the Federal Government as at 31 December 2014 and 2013.

**Table 1**

**Federal Government Cash**

Description	2014 (RM)	2013 (RM)
Cash At Bank	16,479,289,901	24,150,819,417
Cash In Transit	943,952,421	897,494,085
Cash In Hand	3,428,750	2,725,483
<b>Total Cash</b>	<b>17,426,671,072</b>	<b>25,051,038,985</b>

## PUBLIC MONIES

### Cash

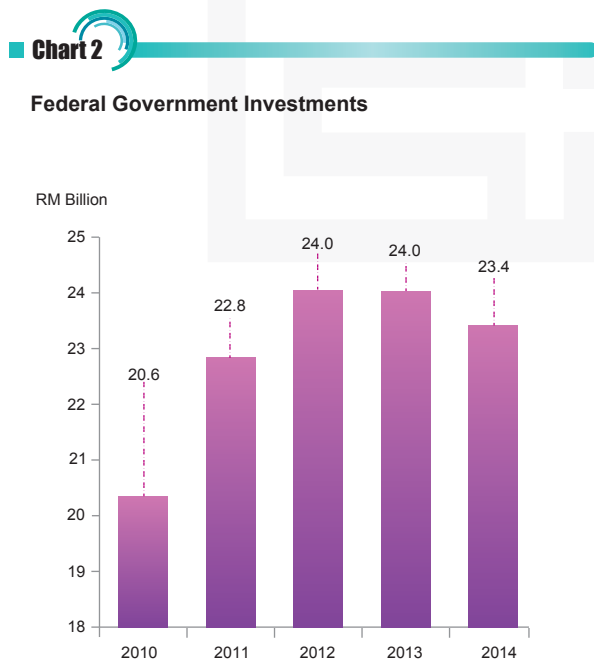
The Federal Government Cash can be classified into Cash At Bank, Cash In Transit and Cash In Hand. Cash At Bank consist of

Detailed report on cash can be referred to **Note 3 in the Notes to the Financial Statements.**

## Investments

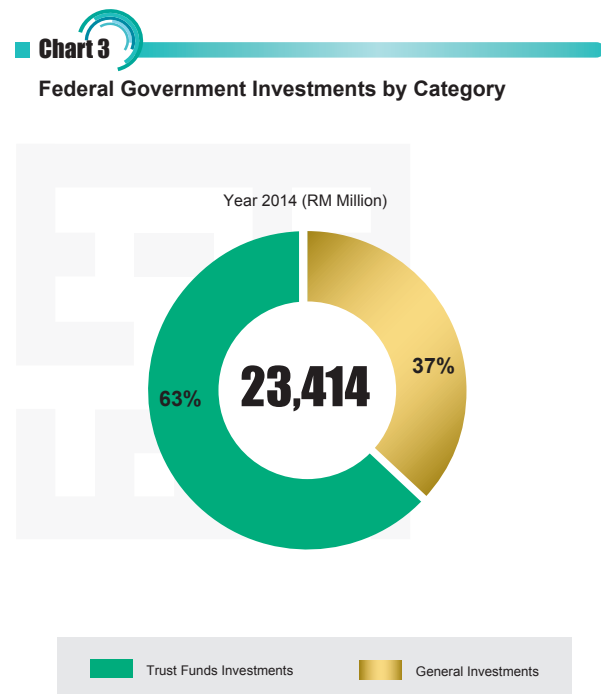
Investments of the Federal Government are reported as one of the items under the Public Money in the Statement of Financial Position other than Cash. The reported value of investments is the investments made from the excess funds of the Consolidated Accounts, which is either from the surplus of the Consolidated Revenue Account, the Consolidated Loan Account or the Consolidated Trust Account. The investments for Consolidated Trust Account include the investments of National Trust Fund managed by the Central Bank of Malaysia.

Total amount of investment as a whole showed an increase from 2010 to 2012 and decreased slightly from year 2013 to 2014. **Chart 2** shows the amount of the Federal Government Investments for the period of 2010 - 2014.



As at 31 December 2014, the Federal Government Investments decreased by 3% or RM618 million to RM23,414 million as compared

to RM24,032 million as at 31 December 2013. The total investments of RM23,414 million comprised of Trust Fund Investments amounting to RM14,764 million (63%) and General Investments amounting to RM8,650 million (37%). Among the reasons for the increase in Trust Fund Investments is due to an additional investment of RM440 million under the National Trust Fund, while the decline in General Investments among others is due to the need for dilution of the investment in order to cover current expenditures. **Chart 3** shows the breakdown of the amount of Federal Government Investments by category as at 31 December 2014.



Federal Government Investments are divided into Foreign Government Securities, Malaysian Government Securities, Domestic Quoted Shares, Domestic Unquoted Shares, Domestic Short Term Deposits For More Than 3 - 12 Months and Miscellaneous. Detailed comparison of the amount of investments by types between 2013 and 2014 is shown in **Table 2**.

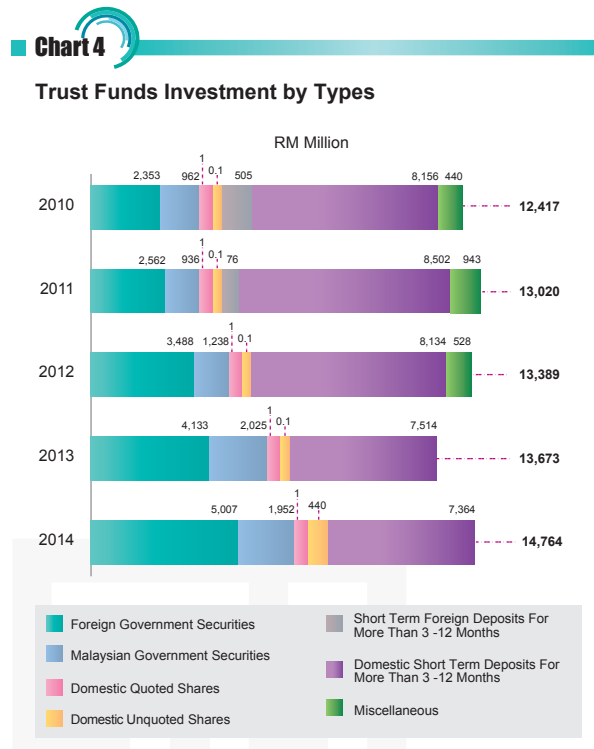
**Table 2**  
**Investments by Types**

Description	Book Value		Increase/ (Decrease)	
	2014 (RM Million)	2013 (RM Million)	(RM Million)	%
<b>Trust Funds Investment</b>				
Foreign Government Securities	5,007	4,133	874	21
Malaysian Government Securities	1,952	2,025	(73)	(4)
Domestic Quoted Shares	1	1	-	-
Domestic Unquoted Shares	440	0.10	439.9	439,900
Domestic Short Term Deposits For More Than 3 - 12 Months	7,364	7,514	(150)	(2)
<b>Total</b>	<b>14,764</b>	<b>13,673</b>	<b>1,091</b>	<b>8</b>
<b>General Investments</b>				
Domestic Unquoted Shares	6,142	6,204	(62)	(1)
Domestic Short Term Deposits For More Than 3 - 12 Months	2,506	4,153	(1,647)	(40)
Miscellaneous	2	2	-	-
<b>Total</b>	<b>8,650</b>	<b>10,359</b>	<b>(1,709)</b>	<b>(17)</b>
<b>Overall Total</b>	<b>23,414</b>	<b>24,032</b>	<b>(618)</b>	<b>(3)</b>

### Trust Funds Investments

Trust Funds Investments for year 2014 had increased by RM1,091 million (8%) as compared to RM13,673 million in 2013. The rise was due to the increase in the amount of investments in Foreign Government Securities of RM874 million (21%) and Domestic Unquoted Shares of RM440 million (439,900%). Meanwhile, Malaysian Government Securities is facing a declining of RM73 million (4%) for year 2014. Domestic Short Term Deposits For More Than 3 - 12 Months still stood as the largest component which amounting to 50% of the Trust Funds Investments although there is a decline of RM150 million (2%) as compared to the previous year.

**Chart 4** shows the movement patterns of the Trust Funds Investments according to types of investments from the year 2010 – 2014.



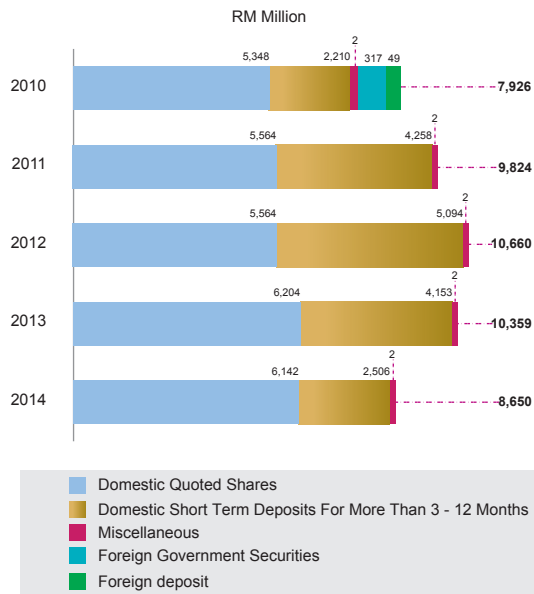
### General Investments

The overall General Investments in 2014 had decreased by RM1,709 million (17%) as compared to RM10,359 million in 2013. The decline was mainly due to the decrease in the amount of investments in Domestic Short Term Deposits For More Than 3 - 12 Months of RM1,647 million (40%) over the previous year. Investments in Domestic Unquoted Shares, which was the largest component amounting to 71% of the General Investments, also facing a slightly decline of 1% in 2014 compared to 2013. The movement pattern of the General Investments according to types of investments from the year 2010 - 2014 is shown in **Chart 5**.

Further information on the Investments can be referred to **Note 4 in the Notes to the Financial Statements**.

## Chart 5

General Investment by Types



## CONSOLIDATED FUND

### CONSOLIDATED REVENUE ACCOUNT

#### Revenue

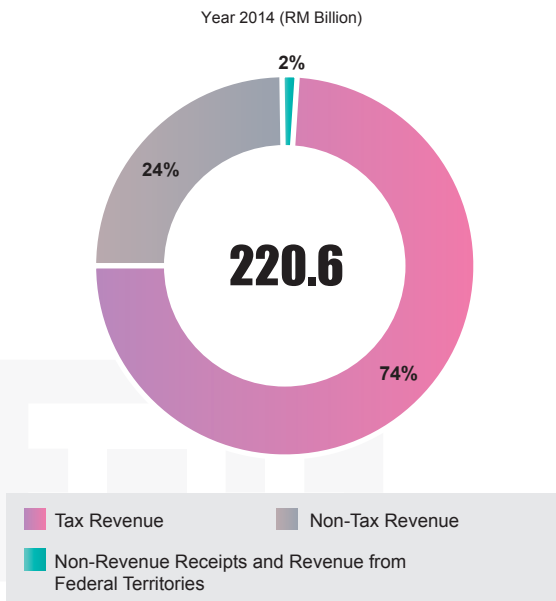
The 2014 revised total Federal Government's revenue increased slightly by RM0.85 billion or 0.4% to RM225.09 billion as compared to the original estimate of RM224.24 billion, after taking into account tax measures. While the revised tax revenue collection for 2014 decreased by 0.2% to RM171.77 billion as compared to the original estimate of RM172.12 billion. Nevertheless, the revised estimate for revenue from Federal Territories remain unchanged at RM0.64 billion.

Federal Government revenue in 2014 increased by 3% or RM7.26 billion to RM220.63 billion compared to the 2013 actual collection of RM213.37 billion. However, this revenue collection was 2% lower than the revised estimate of RM225.09 billion. Tax revenue as a major contributor accounted for 74% of the total revenue to RM164.20 billion, while non-tax revenue contributed RM53.90 billion or 24% of total revenue. Non-revenue receipts and revenue

from the Federal Territories contributed RM1.67 billion and RM0.86 billion respectively or 2% of total revenue. **Chart 6** shows the breakdown of the Federal Government Revenue by category as at 31 December 2014.

## Chart 6

Revenue Breakdown



In 2014, direct tax collection amounted to RM126.74 billion, 5% higher than 2013 collection, which amounted to RM120.52 billion. However, the amount of direct tax revenue was 5% lower than the 2014 revised estimate amounted to RM133.15 billion. Income tax remained the major contributor with total proceeds of RM119.0 billion or 94% of total direct tax revenue. The main component consists of company income tax revenue, petroleum income tax and individual income tax.

The company income tax collection amounting to RM65.24 billion was 12% higher than the 2013 actual collection at RM58.18 billion, but 4% lower than the 2014 revised estimate amounted to RM67.68 billion. The increase in company income tax collection was due to good economic growth in 2014 with a growth rate of Gross Domestic Product (GDP) of 6%. The

good GDP growth allows companies to pay a monthly tax installments higher than in 2013. Petroleum income tax collections decreased by 9% to RM26.96 billion compared with actual revenue collected in 2013 amounted to RM29.75 billion. This decline was due to the average crude oil price (Brent) of USD99 per barrel lower than the USD115 per barrel in 2013. The individual income tax is accounted for RM24.42 billion or 6% higher than the collection of RM23.05 billion in 2013. The other direct taxes components, stamp duty collection increased by 2% to RM6.46 billion from the proceeds of RM6.36 billion in 2013 due to positive growth in the real estate sector activity. Real property gains tax collection has increased by 53% to RM1.21 billion compared with 2013 collection of RM0.79 billion. This increase is in line with the review of real property gains tax rate beginning in 2014.

Indirect taxes collection amounted to RM37.46 billion, 6% higher than the 2013 collection of RM35.43 billion. However, the indirect tax collection was 3% lower than the 2014 revised estimate, which amounted to RM38.62 billion. Import duties collection amounting to RM2.67 billion, increased by 6% compared with 2013 actual collection of RM2.52 billion. This increase was due to higher collection of duties on machinery and spare parts. Meanwhile the export duty collection amounting to RM1.89 billion, decreased by 2% compared to 2013 due to lower average crude oil prices. Excise duty collection, which is a major contributor to the collection of indirect taxes increased by 6% to RM12.93 billion compared to 2013 which amounted to RM12.19 billion. Sales tax collection has increased by 9% to RM10.94 billion from the proceeds of 2013 of RM10.07 billion. Improved collection of excise duties and sales taxes was contributed by the increase in demand for passenger cars with 588,341 units were sold in 2014 compared to 576,657 units in 2013. The service tax collection grew by 6% to RM6.28 billion in 2014 compared to RM5.94 billion in 2013 due to good economic growth in

2014. The collection of levy increased by 25% to RM0.22 billion. Meanwhile, other indirect taxes collection decreased by 2% to RM2.54 billion compared to 2013 actual collection of RM2.60 billion.

In 2014, non-tax revenue collection decreased by 1% to RM53.89 billion from RM54.45 billion in 2013. The decline was due to the interests and proceeds on investments. Revenue from licenses, registration fees and permit amounted to RM14.25 billion, increased by 6% compared to the 2013 collection of RM13.42 billion and 9% compared to the revised estimate of RM13.05 billion in 2014. The increase was contributed by the higher receipts from petroleum royalties. Proceeds from service fees increased by 15% to RM1.45 billion compared with RM1.26 billion in 2013. While revenues from sales of goods decreased by 10% to RM1.10 billion from RM1.22 billion in 2013 due to lower revenue collection from sales on land. However, revenue from interests and proceeds on investments decreased by 4% to RM33.76 billion from RM35.31 billion in 2013.

Non-revenue receipts increased by RM0.08 billion to RM1.67 billion compared to RM1.59 billion in 2013. While the revenue from the Federal Territories decreased by 38% to RM0.86 billion compared with 2013 collection due to lower receipts from premium and quit rent, sales of assets and entertainment duty.

Detailed report can be referred to **Note 5 in the Notes to the Financial Statements.**

### Operating Expenditure

Total revised Operating Expenditure budget of the Federal Government's increase by 4% over the original budget of RM217,651 million in 2014.

Operational Expenditure 2014 amounted to RM219,589 million (excluding the transfer of a total of RM1,037 million to the Development

Fund). The bulk of the expenses is to cover the expense under the grant and fixed charges, namely subsidies and cash assistance, the grant to the State Governments and statutory bodies, the national debt, pensions and compensation, emoluments, salaries and allowances of the civil service and supply and services including maintenance, rental and other operating costs.

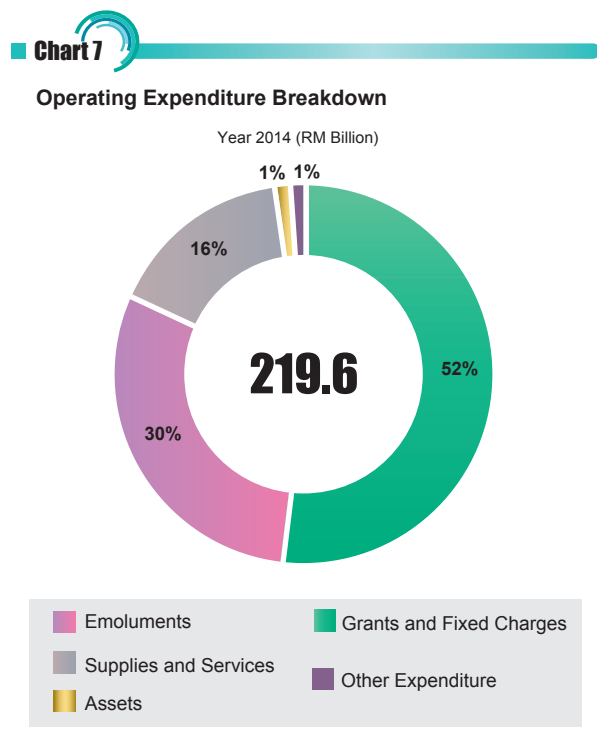
Charged Expenditure amounting to RM44,336 million or 20.2% of the total Operating Expenditure of 2014. A large share of the Charged Expenditure was for debts servicing which amounted to RM22,588 million, which is 50.9% of the total Charged Expenditure.

Supply Expenditure of RM175,253 million (excluding the transfer to the Development Fund) is 79.8% of Operating Expenditure in 2014. The Ministry of Education continued to record the highest expenditure with RM51,627 million and followed by Treasury General Services amounted to RM36,440 million.

In terms of Operating Expenditure classification, RM66,947 million or 30.5% is for Emoluments, RM34,259 million (15.6%) for expenditure on Supplies and Services, RM1,802 million (0.8%) for Assets, RM115,097 million (52.4%) for Grants and Fixed Charges (not including the transfer to the Development Fund of RM1,037 million) and RM1,484 million (0.7%) for Other Expenditure. **Chart 7** shows the breakdown of the Federal Government Operating Expenditure by category as at 31 December 2014.

Emoluments increased by 9.7% to RM66,947 million as compared to RM61,001 million for 2013 due to the increase in various allowances, bonus and annual salary increment.

Expenditure on Supplies and Services increased by 1.2% to RM34,259 million as compared to RM33,860 million spent in 2013. Expense in this category were for maintenance, rental, repairs, transport and travel expenses,



the cost of utilities and postal charges as well as the expenses of office supplies and raw materials.

Assets procurement expenditure that is 0.8% of the total Operating Expenditure has shown an increase of 27.3%, from RM1,415 million in 2013 to RM1,802 million in 2014. The expenses incurred are mainly for the purchase of equipments, repairs of buildings and facilities and the purchase of vehicles.

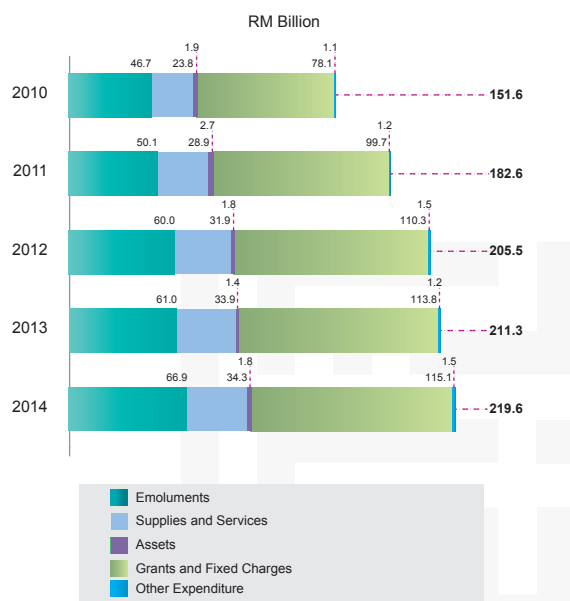
Expenditure under the Grant and Fixed Charges continued to be the largest component of Operating Expenditure. Grants includes the subsidies, assistance and incentives, grants to state governments, overseas as well as statutory bodies amounting to RM69,033 million (not including the transfer to the Development Fund), whilst expenses for interest, dividends and debt charge amounted to RM25,924 million. Payment of pension and remuneration amounting to RM16,718 million while the scholarships and educational grants amounting to RM2,792 million. In addition, included in grants and fixed charges cost were the insurance claims and compensations amounting RM630 million.

Other expenditure for the year 2014 amounting to RM1,484 million.

**Chart 8** summarise the Operating Expenditure of the Federal Government for a period of five (5) years. Detailed report of the expenditure may be referred to **Attachment 1 Statement of Operating Expenditure**.

### Chart 8

Federal Government Operating Expenditure



## CONSOLIDATED LOAN ACCOUNT

Federal Government continued to focus on domestic sources for borrowing. Borrowings were raised to finance the deficit in Development Expenditure and for the repayment of matured securities. In the year 2014, the government sourced a gross sum of RM108,870 million from the domestic market compared to RM111,487 million in 2013. This comprised of RM6,630 million in Treasury Bills (TB), RM57,240 million in Malaysian Government Securities (MGS), RM33,500 million in Government Investment Issues (GII) and RM11,500 million for Government Housing Loans Scheme (GHLS). After taking into account the repayment of RM65,913 million, which comprised of RM6,630 million for TB,

RM32,683 million for MGS, RM20,500 million for GII, and RM6,100 million for GHLS, net domestic borrowings were RM42,957 million in 2014 compared to RM38,326 million in 2013.

No external borrowing from the international capital market was obtained in 2014. External Assistance for project loans to an amount of RM274 million compared to RM413 million in 2013 was obtained. Detailed report on Consolidated Loan Account can be referred to **Note 6 in the Notes to the Financial Statements**.

## Domestic Borrowings

TB, which are issued periodically, were used to finance the redemption of matured bills that amounted to RM6,630 million during 2014. Hence, there were no net receipts from borrowings through the issuance of TB as at the end of 2014.

Issues of GII were used to meet the demand for Government Papers Based On Islamic Principles. In 2014, a total of RM33,500 million of GII were issued with net receipts of RM13,000 million compared to 2013 where RM41,000 million of GII were issued with net receipts of RM29,000 million.

MGS continued to be the main source of domestic borrowings for the Federal Government. MGS accounted for 52.6% of gross domestic borrowings in 2014 compared to 53.3% in 2013. Out of a total of RM57,240 million issued, RM32,683 million were used for the redemption of matured MGS during the year. Thus, the net borrowings of MGS was RM24,557 million compared to RM12,925 million in 2013.

Loans to finance GHLS operations totalled RM11,500 million in 2014 compared to RM4,400 million in 2013. After taking into account the repayment of RM6,100 million, net borrowings of GHLS as at the end of 2014 was RM5,400 million compared to net outflow of RM1,200 million in 2013.

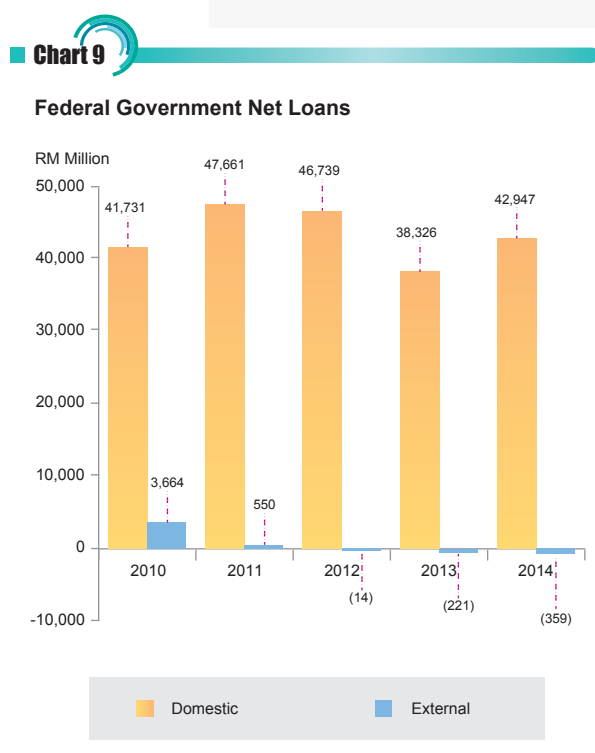
GII and MGS are obtained with limits of borrowing based on the Government Funding Act 1983 [Act 275] and Loan (Local) Act 1959 [Act 637], respectively. Currently, the ceiling under both Acts is not more than 55% of total GDP.

## External Borrowings

The government continued with its prudent debt management stance of containing the growth in external debt in order to reduce its exposure to foreign exchange. In 2014, gross External Borrowing was from Foreign Assistance totalled at RM274 million. These loans were made through the existing project disbursements from bilateral (RM247 million) and multilateral (RM27 million) sources. After netting out repayment of RM633 million, net External Borrowing recorded a net outflow of RM359 million.

External Loans was conducted according to the External Loans Act 1963 [Act 403]. Currently, the ceiling under the act is RM35 billion.

**Chart 9** shows Federal Government net loans for five (5) years.



## CONSOLIDATED TRUST FUND

Consolidated Trust Fund consists of Government Trust Fund, Public Trust Fund, and Deposits.

As at 31 December 2014, Consolidated Trust Fund shows a debit balance of RM10,614 million compared to credit balance RM10,840 million at the end of year 2013. This is due to reduction of accumulated balance of Government Trust Fund amounting to RM19,785 million which equivalents to 206% from debit balance RM9,605 million in 2013.

The reduction of Government Trust Fund was mainly due to the reducing amount of Development Fund by RM13,376 million (33.0%) followed by reducing amount of Housing Loans Funds amounting to RM85 million (6.4%) and reduction balance of Miscellaneous Government Trust Fund amounting to RM6,322 million (21.4%) as compared to balances in year 2013.

Detailed report on Consolidated Trust Account can be referred to **Note 7 in the Notes to the Financial Statements**.

### Government Trust Funds

Government Trust Fund can be categorised as follows:

- Development Fund;
- Housing Loans Fund; and
- Miscellaneous Government Trust Funds

### Development Expenditure

The Development Fund is a trust fund set up in accordance with the Development Funds Act 1966 [Act 406] for the economic development of the country.

The fund registered a significant decreased in current deficit of RM13,377 million in 2014 compared to a current surplus of RM3,290 million

in 2013. This was mainly due to current year receipts have decreased to RM26,127 million as compared to RM45,499 million in the year 2013. Development Expenditure has reduced by 6% to RM39,503 in 2014 as compared to RM42,210 million in year 2013. However, the accumulated deficit in the Development Fund has significantly increased by 33% to RM53,912 million in 2014 as compared to RM40,535 million in 2013.

Main receipts for this fund consist mainly of contributions from the Consolidated Revenue Account, transfer from Consolidated Loan Account, repayment of loans given out from this fund and other receipts.

Transfer from the Consolidated Loan Account to the Development Fund amounting to RM23,976 million in the year 2014 has decreased as compared to RM41,830 million amount transferred in the year 2013.

RM1,037 million was transferred from the Consolidated Revenue Account to the Development Fund compared to a transfer of RM2,100 million in 2013.

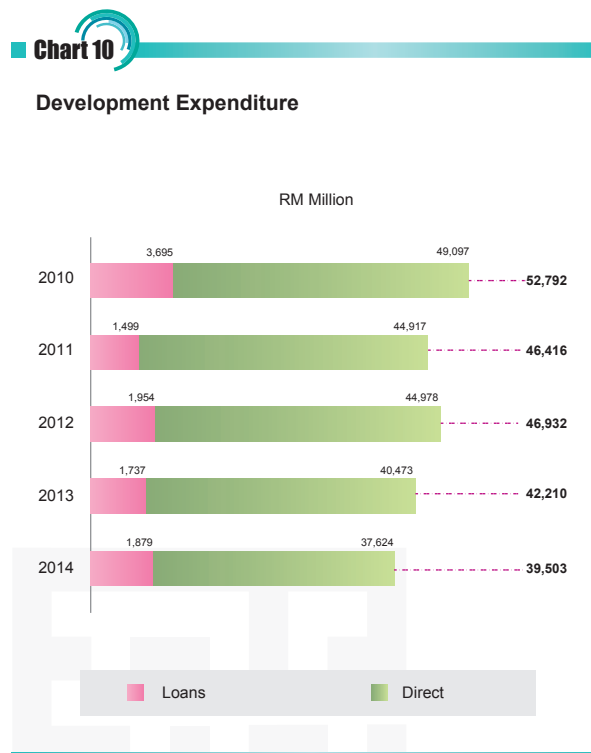
Receipts of loan repayments amounted to RM1,047 million inclusive adjustment and conversion of loan to equity and differences in foreign currency. No Forex Relending Loan differences in 2014 as compared to RM13.7 million Forex Relending Loan differences in 2013. Miscellaneous receipts for year 2014 has significantly reduced to RM5.5 million as compared to RM25.8 million in 2013.

Detailed report can be referred to **Note 7(a) (i) in the Notes to the Financial Statements.**

### Development Expenditure

Development Expenditure for the year 2014 amounted to RM39,503 million or 93.7% of the total revised allocation amounting RM42,163 million. Of the total expenditure, Direct Expenditure constituted RM37,624 million

while Loan Expenditure amounted to RM1,879 million. **Chart 10** summaries the Development Expenditure of the Federal Government for a period of five (5) years.



Direct Development Expenditure decreased by 7% to RM37,624 million in 2014 compared to RM40,473 million in 2013. This decrease was caused by the completion by the ministries for projects and programmes under the Tenth Malaysia Plan (10MP). Meanwhile, Loan Expenditure increased by 8% to RM1,879 million in 2014 compared to RM1,737 million in 2013. Ministries with high expenditures were the Prime Minister's Department (RM8,309 million), Ministry of Education (RM4,020 million), Ministry of Rural and Regional Development (RM3,897 million), Ministry of Works (RM3,727 million), Ministry of Defence (RM3,153 million), Ministry of Transport (RM2,460 million) and Ministry of Urban Wellbeing, Housing and Local Government (RM2,150 million).

In terms of sectoral classification, economic sector expenditure amounted to RM23,338 million or 59.1% of the total Development Expenditure in 2014. The larger components of expenditure

were transport, trade and industry, energy and public utilities, agriculture and regional development and finance which amounted to RM7,270 million, RM4,688 million, RM3,485 million, RM2,875 million and RM2,521 million respectively.

Expenditure on the social sector amounted RM10,490 million or 26.5% of the total Development Expenditure in 2014. The bigger components of this were the education and training sub-sector with a total of RM4,928 million, local authorities RM1,688 million, health RM1,385 million and housing RM618 million.

Expenditure on the security sector amounted to RM4,332 million or 11.0% of the total Development Expenditure in 2014. Of this amount, a sum of RM3,751 million was for the construction of facilities and the purchase of equipment for the army, navy and air force. The internal security sub-sector expenditure amounting to RM581 million were for internal security agencies such as the National Registration Department, Royal Police Department, Immigration Department and Prison Department.

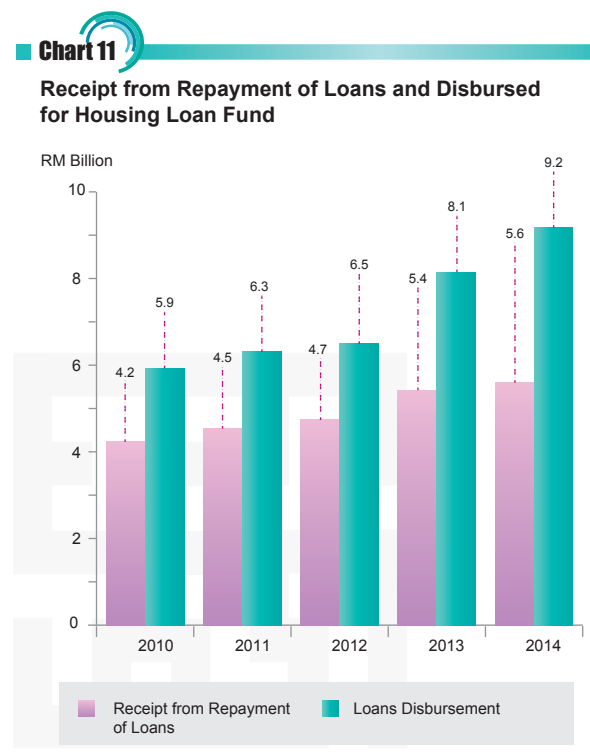
Expenditure on general administration was RM1,343 million or 3.4% of the total Development Expenditure in 2014. This expenditure includes repairs and renovations, basic building facilities and computer services and equipment for government departments.

The detailed report on Development Expenditure can be referred to in **Attachment 2 Statement of Development Expenditure**.

### Housing Loans Funds

Housing Loans Funds (HLF) is funded through the appropriations from both Consolidated Revenue Account and Development Fund, proceeds from loans raised through transfer from Consolidated Loan Account and housing loan repayment income.

As at 31 December 2014, HLF balance was RM1.2 billion compared to RM1.3 billion at the end of 2013. For 2014, total collection from loan repayment was RM5.6 billion while total loan disbursement amounted to RM9.2 billion. **Chart 11** shows a summary of collection and disbursement for the period 2010 – 2014.

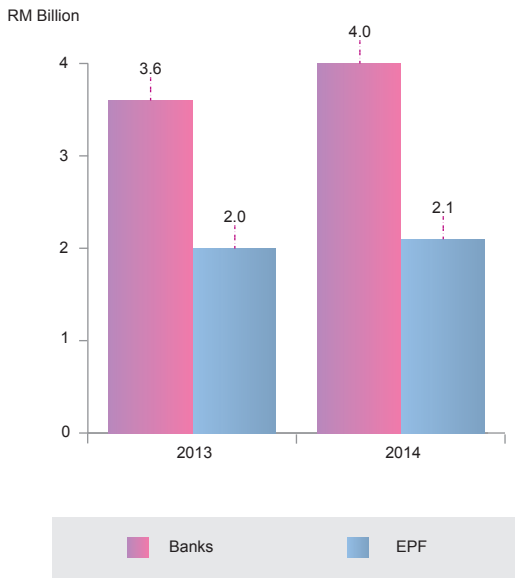


In 2014, a total of RM11.5 billion funds were injected into HLF in which was raised through sukuk issuance. The funding obtained is used to finance HLF operations including to repay the loans obtained from banks and financial institutions amounting to RM6.1 billion. **Chart 12** shows a comparison of the amount of payment for the year 2013 and 2014. **Chart 13** shows the loan payment patterns for period of five (5) years.

HLF faces operating deficit risk where loan disbursement was far excess compared to collections and credit risk where borrowers fail to perform their contractual obligation to repay the loan.

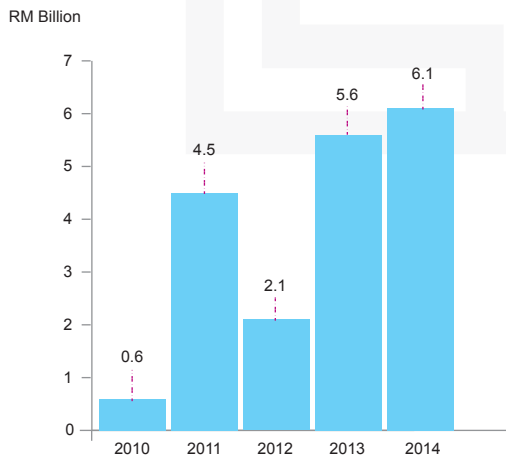
**Chart 12**

**Loan Repayment**



**Chart 13**

**Loan Repayment**



**Miscellaneous Government Trust Fund**

Miscellaneous Government Trust Funds are classified into five (5) main categories, namely Clearance Accounts, Trading Accounts, Loan

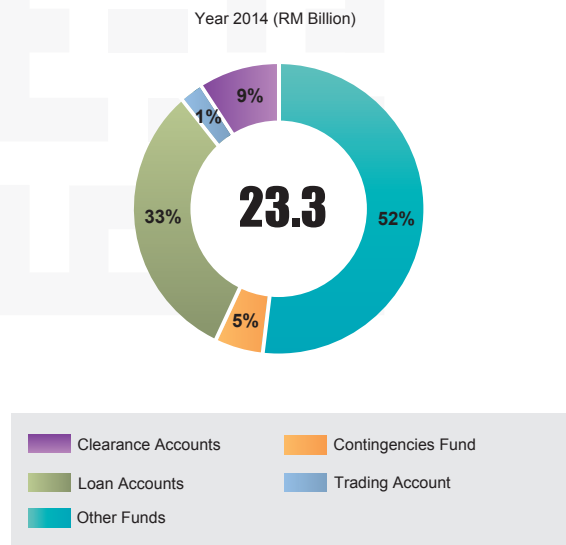
Accounts, Contingency Funds and Miscellaneous Funds which established under Section 10 of the Financial Procedure Act 1957 [Act 61].

As at 31 December 2014, a total of 156 accounts were regulated compared to 165 in 2013. The balance of trust fund shows a reduction of 21% as compared to 2013 from RM29.6 billion to RM23.3 billion in year 2014.

**Chart 14** shows balance amount by account categories of the Miscellaneous Government Trust Funds for year 2014. Detailed report can be referred to **Note 7(a) (iii) in the Notes to the Financial Statements.**

**Chart 14**

**Account Categories of Miscellaneous Government Trust Funds**



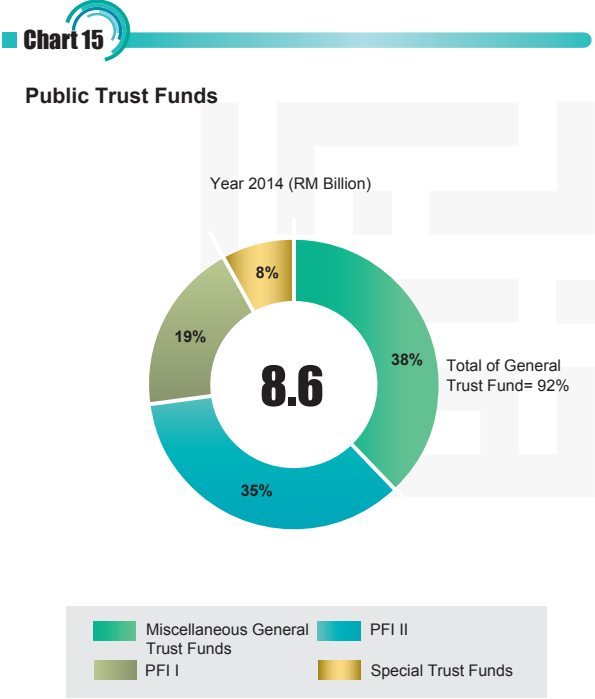
**Public Trust Funds**

Public Trust Funds are divided into two (2) categories namely General Trust Fund which established under Section 9 of the Financial Procedure Act 1957 [Act 61] and Special Trust Fund which is established under relevant act.

As at 31 December 2014, a total of 353 accounts of Public Trust Funds have been regulated with a balance of RM8.6 billion as

compared to 348 accounts in the year of 2013 with a balance of RM10.7 billion. The balance of General Trust Fund and Special Trust Fund for the year 2014 were RM7.9 billion and RM0.7 billion each as compared to RM10.1 billion and RM0.7 billion in the year of 2013. Out of RM7.90 billion balance of General Trust Fund, a sum of RM4.6 billion is actually belong to Private Finance Initiative Trust Account (PFI I) and Special Development Activity Private Finance Trust Account (PFI II).

**Chart 15** shows balance amount by account categories of the Public Trust Funds for year 2014.



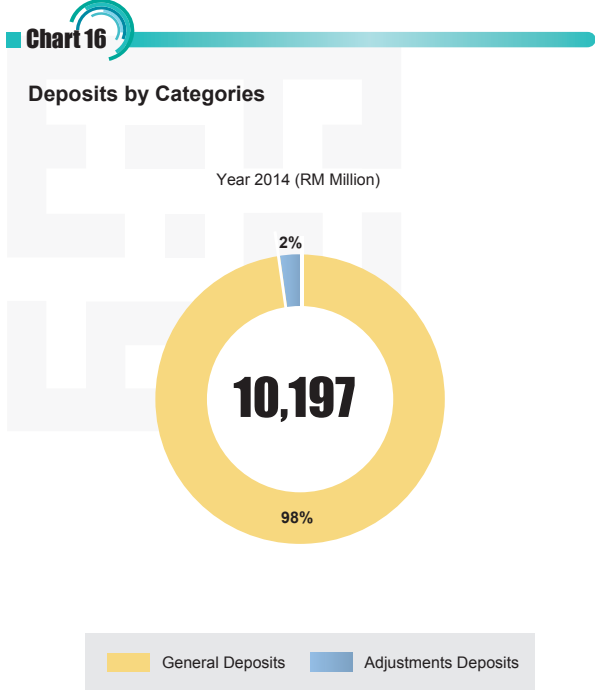
The Government has created two PFI accounts with allocations of RM20.0 billion for PFI I and RM10.0 billion for PFI II to finance 886 infrastructures projects. In 2014, total expenditure for PFI I was RM0.4 billion and for PFI II was RM2.2 billion.

As at 31 December 2014, the balance of PFI I shows a balance of RM1.7 billion which equivalents to a reduction of 15% from RM2.0 billion in 2013. Whereas the balance of PFI II

shows a balance of RM3.0 billion or equivalents to a reduction of 42% from RM5.10 billion in 2013.

**Deposits**

Deposits consist of General Deposits and Adjustment Deposits. General Deposits are monies received for specific purposes under any laws or contractual agreement and are refundable once the purpose is achieved. Adjustment Deposits are temporary accounts that are used before payments or adjustments are made to actual accounts. **Chart 16** shows total balance of deposit accounts for the year 2014 based on categories of deposits.



In 2014, deposits held by the government increased by 4.7% to RM10,197 million compared to RM9,738 million in 2013. From this amount a total of RM9,971 million (98%) were General Deposits and RM226 million (2%) were Adjustments Deposits.

Detailed report is disclosed at **Note 7(c) in the Notes to the Financial Statements.**

## STATEMENT OF CASH RECEIPTS AND PAYMENTS

### Cash Receipts and Payments

The Federal Government recorded a decrease in cash RM7,624 million in the year 2014, due to the increase in total payments RM337,634 as compared to total receipts RM330,010 million. Cash as at 31 December 2014 was RM17,427 million. The Statement of Cash Receipts and Payments of the Federal government is presented in **Table 3**.

Description	2014 (RM Million)	2013 (RM Million)
<b>Receipts</b>		
Revenue	219,075	209,152
Loans	108,809	111,357
External Assistance	249	413
Capital Receipts	1,713	2,157
Trust Receipts	164	5,203
<b>Total Receipts</b>	<b>330,010</b>	<b>328,282</b>
<b>Payments</b>		
Operating Expenditure <i>(excludes transfer to Development Fund)</i>	(216,491)	(207,752)
Development Expenditure	(39,469)	(42,210)
Loans	(65,861)	(73,030)
External Assistance	(625)	(621)
Capital Expenditure	-	-
Trust Expenditure	(15,188)	(8,974)
<b>Total Payments</b>	<b>(337,634)</b>	<b>(332,587)</b>
Increase/(Decrease) in cash	<b>(7,624)</b>	<b>(4,305)</b>
Cash as at 1 January	25,051	29,356
Cash as at 31 December	<b>17,427</b>	<b>25,051</b>

The total receipts of RM330,010 million comprised of Revenue amounted to RM219,075 million (66.3%), Domestic and External Loans amounted to RM108,809 million (33.0%), External Assistance amounted to RM249 million (0.1%), Capital Receipts amounted RM1,713 million (0.5%) and other Trust Receipts amounted to RM164 million (0.1%).

From the total Revenue for the year 2014, RM164,205 million (75.0%) derived from Tax Revenue, RM52,348 million (24.0%) from Non-Tax Revenue, RM1,667 million (0.7%) from Non-Revenue Receipts and RM855 million (0.3%) from Federal Territories Revenue.

Total receipts from the Federal Government's borrowing including External Assistance for the year 2014 amounted RM109,058 million. Borrowing comprised of Domestic Loans amounted to RM108,809 million (99.7%) whilst External Assistance comprised of Multilateral Loans amounted RM27 million (0.1%) and Bilateral Loans amounted to RM222 million (0.2%).

Capital receipts of RM1,713 million derived from Loan Repayment given out amounted to RM1,028 million (60.0%), Advances Recoveries amounted to RM61 million (3.6%), Disposal of Financial Instrument amounted to RM618 million (36.0%), Disposal of Capital Assets amounted to RM0.04 million and Other Receipts amounted to RM5.5 million (0.4%). Trusts Receipts amounted to RM164 million comprised of Private Finance Initiative amounted to RM61 million (37.0%) and Special Development Activity Private Finance amounted to RM103 million (63.0%).

Total Federal Government payments for the 2014 amounted to RM337,634 million. Operating Expenditure which formed the major portion of total payments amounted to RM216,491 million (64.1%), whilst Development Expenditure amounted to RM39,469 million (11.7%), Domestic Loan Repayment amounted to RM65,861 million (19.5%) and External Assistance repayment amounted to RM625 million (0.2%). External

Assistance comprised of Multilateral Loans amounted to RM109 million and Bilateral Loans amounted to RM516 million.

Trust Expenditure contributed 4.5% or RM15,188 million from total Federal Government payments. Trust Expenditure consist of Private Finance Initiative payment of RM349 million, Special Development Activity Private Finance payment of RM2,257 million and other Trust Payment amounted to RM12,582 million.

## STATEMENT OF MEMORANDUM ACCOUNTS

The Statement of Memorandum Accounts is a statement that shows some of the Assets and Liabilities of the Federal Government which are not disclosed in the Statement of Financial Position. Assets consist of Recoverable Loans and Investments, whilst Liabilities consist of Public Debt and Other Liabilities.

## ASSETS

### Recoverable Loans

#### Background

Government has allocated funds to provide loans in selected sectors as a strategic investment and as one of the measures to increase the productive capacity of the economy. Focused sectors include loans for providing basic needs such as water supply and low-cost public housing, developing agriculture sector, small and medium industries, information technology and as a capital for business activities that may increase household income. This program is to promote potential sector that can boost economic growth and to enhance the well-being of the people.

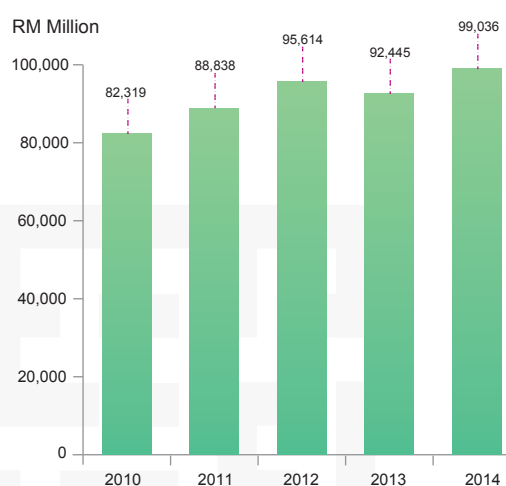
Recoverable Loans consist of corporate loans are given to the State Government, Local Authorities, Statutory Bodies, Cooperative,

Companies and various types of non-profit agencies. In addition, housing loans, computer loans and conveyance loans granted to civil servants are also part of Federal Government's financial assets.

**Chart 17** and **Table 4** shows the trends of recoverable loan for the period of 2010 – 2014.

**Chart 17**

#### Recoverable Loans



**Table 4**  
**Recoverable Loans Statistics For The Period 2010 to 2014**

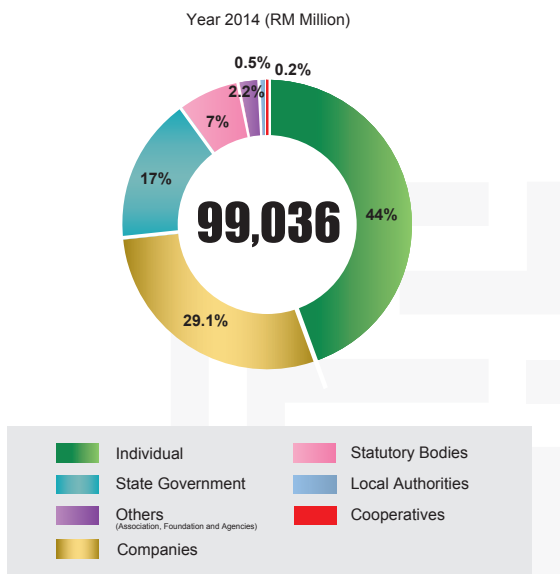
Year	2010	2011	2012	2013	2014
Recoverable Loan (RM Million)	82,319	88,838	95,614	92,445	99,036
Rate of change (%)	112%	18%	18%	13%	17%

As at 31 December 2014, total outstanding balance of Federal Government recoverable loan amounted to RM99,036 million. This amount has increased by 7% compared to RM92,445 million in 2013. From the total amount, RM44,061 million (44.5%) was from Individuals, RM28,857

million (29.1%) from Companies, RM16,470 million (16.6%) State Government, RM6,821 million (6.9%) Statutory Bodies, RM2,218 million (2.2%) from various Foundations, Associations and Agencies, RM451 million (0.5%) from Local Authorities, whilst the remaining balance of RM158 million (0.2%) was from Cooperatives. The total Recoverable Loans by sector in 2014 is shown in **Chart 18**.

**Chart 18**

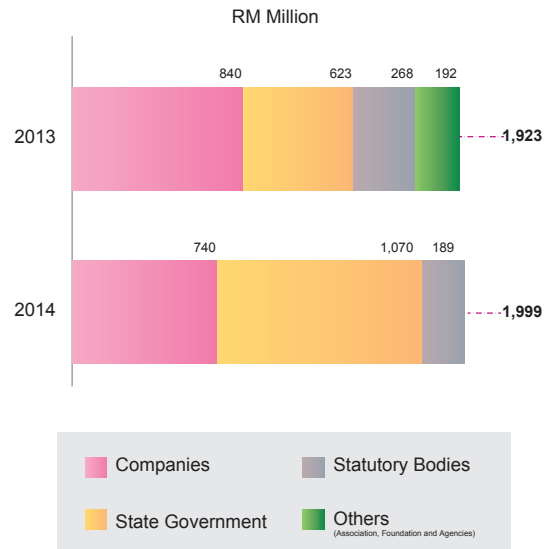
Recoverable Loans



Total disbursement in 2014 for Corporate Loan which was approved, finalized and met its specified requirements was RM1,999 million, an increased of RM76 million or 4% from RM1,923 million in 2013. In 2014, out of total Corporate Loan disbursed, State Government amounting to RM1,070 million (53%) were the largest loan recipient, followed by Companies amounting to RM740 million (37%) and Statutory Bodies RM189 million (9%). Corporate Loan disbursement statistic for the year 2013 and 2014 are shown in **Chart 19**. Disbursement of current year Federal Government Corporate Loan amounting to RM1,999 million were for water supply projects, agriculture, information technology and as capital loans. Loan disbursements by sector are shown in **Chart 20**.

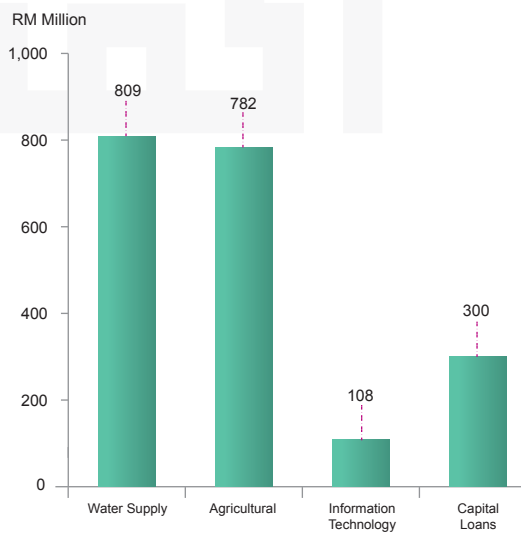
**Chart 19**

Corporate Loan Disbursement



**Chart 20**

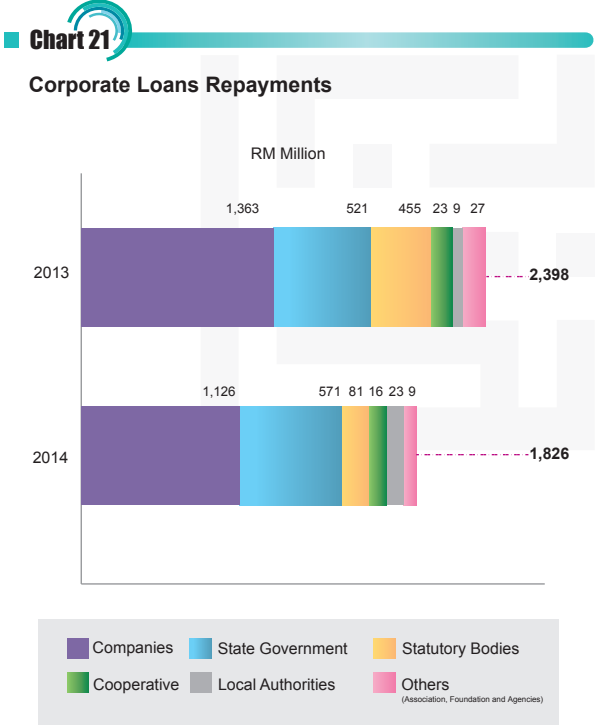
Corporate Loan Disbursement by Sector



Total outstanding balance for Individuals as at 31 December 2014 was RM44,061 million. This amount was increased by 21% from RM36,460 million in 2013. The main contributor for this amount is from Housing Loan where there was increased in net amount of outstanding loans

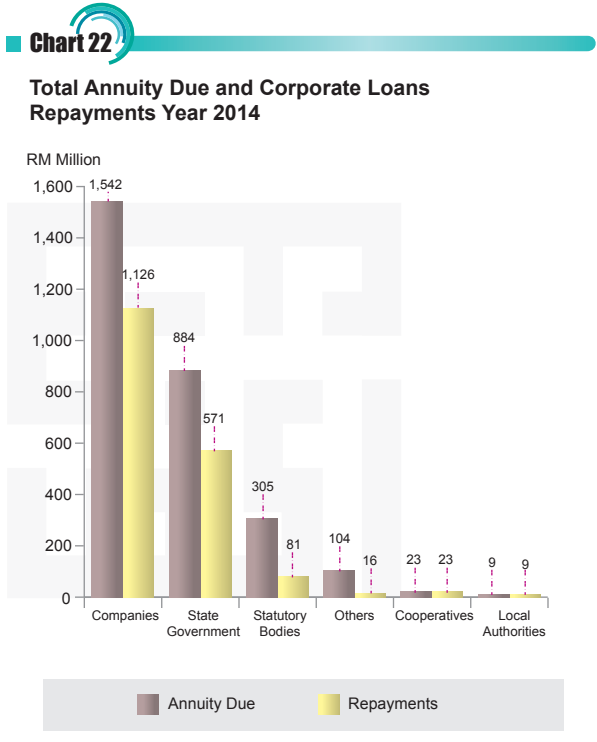
after deducting the principal payment for 2014. These was followed by computer loan where there was increased in new applications of computer loan during 2014.

Loan repayments in 2014 has decreased by RM572 million (24%) to RM1,826 million compared to RM2,398 million in 2013. The highest Corporate Loan repayments are from Companies of RM1,126 million (62%), followed by State Government of RM571 million (31%) from Statutory Bodies RM81 million (4%), and RM48 million (3%) from Cooperatives, Local Authorities and Others. Loan repayments for the year 2013 and 2014 are shown in **Chart 21**.



Current year repayment performance against annuity due for the year 2014 was in the ratio of 64% which is mainly caused by the late repayment from the agencies. Total annuity due was amounting to RM2,867 million while the repayment was RM1,826 million. Total annuity due from Companies for the year amounted to RM1,542 million and total repayment is RM1,126 million, which gives the performance of 73%. Repayment performance

for State Government is 65% which reflected by RM571 million repayments compared to RM884 million annuities due. Statutory Bodies annuity due amount RM305 million and repayment was RM81 million which mainly caused by the late repayment from the agencies which indicates 27% repayment performance. Annuity due from Cooperatives, Local Authorities and Others worth RM136 million with repayments made are RM48 million which indicates 35% repayment performance. Comparison of total annuity due and repayments of Federal Government Loan for 2014 are shown in **Chart 22**.



Loans granted by the Federal Government to various agencies in selected sectors require Government to create financing structures with accommodating terms to enable effective management of these loans.

Risks and uncertainties in managing these loans are with regard to agency's ability to pay and their capacity to generate cash flow from the underlying industries. Despite challenges, this strategic investment remained as one of the effective agendas to enhance productive capacity of the economy due to constructive planning, continuous monitoring and strong

financing structures. This movement will ensure Government's commitment to promote higher income society and to develop the nation.

Detailed report can be referred to **Note 8(a) in the Notes to the Financial Statements** and **Attachment 3 Statement of Memorandum Accounts of Recoverable Loans**.

## Investments

Investments in companies, statutory bodies and international agencies are part of the Federal Government's financial assets. These investments are charged to operating or development expenses and not reported in the Statement of Financial Position. However, the Federal Government's equity holdings in these agencies are reported in the Statement of Memorandum Account of Investments.

As at 31 December 2014, the Federal Government has an interest in 111 agencies which consists of one (1) International Agency, six (6) Statutory Bodies and 104 Companies with a total investments of RM29,883 million. Of this amount, a sum of RM38 million (0.1%) are investments in International Agency, RM1,219 million (4.1%) in Statutory Bodies and RM28,626 million (95.8) in the Companies. **Chart 23** shows the breakdown of the amount of investments according to entities as at 31 December 2014.

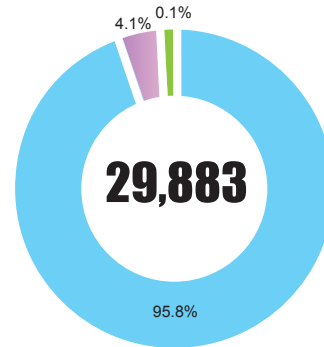
In 2014, total investments increased by RM204 million (0.7%) to RM29,883 million as compared to 2013 of RM29,679 million. This increase was 100% attributed to changes in the amount of investments in the companies throughout the year 2014. There is no changes in the value of investments in international agency and statutory bodies between 2013 and 2014. **Chart 24** shows a comparison of the amount of investments between 2013 and 2014.

During the year 2014, the Federal Government has made additional equity holdings of RM340 million in four (4) companies. Whereas,

**Chart 23**

### Federal Government Investments According to Entities

Year 2014 (RM Million)

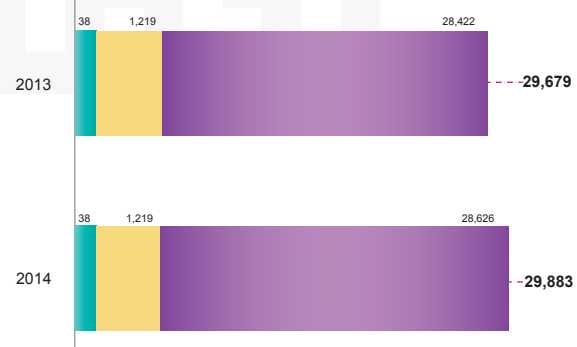


Companies Statutory Bodies International Agency

**Chart 24**

### Federal Government Investments

RM Million



International Agency Statutory Bodies Companies

there was a reduction in the equity holdings for two (2) companies that worth RM76.1 million.

The amount of dividends received on investments in 2014 amounted to RM31,153 million. PetroliaM Nasional Berhad (PETRONAS)

remain the main contributor with the dividend of RM29,000 million, followed by Bank Negara Malaysia amounted to RM1,500 million, Khazanah Nasional Berhad amounted to RM250 million and the balance is from other companies of RM403 million.

Detailed report of the investments can be referred to **Note 8(b) in the Notes to the Financial Statements** and **Attachment 4 – Statement of Memorandum Account of Investments**.

## LIABILITIES

### Public Debt

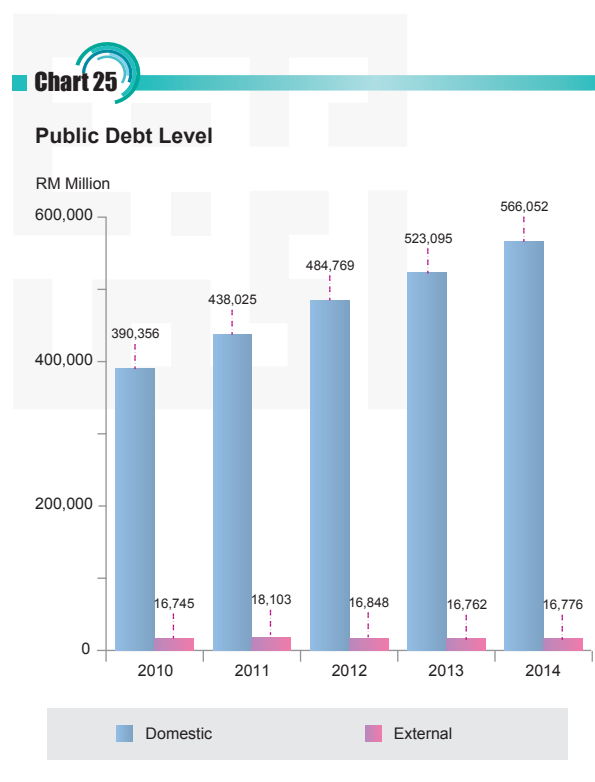
Public Debt is commonly used to finance national development in a fiscal deficit situation. This measure is to ensure the continuity of the implementation of projects that provide significant benefits to enhance quality of life and well-being of the people and help strengthen economic growth.

Public Debt includes Federal Government's dues from domestic and foreign sources consisting of debt securities which are Treasury Bills, Government Investment Issues, Malaysian Government Securities and Foreign Markets Loans comprising of Global Sukuk. External Assistance is a syndicated loan obtained from foreign governments and international financial institutions to finance projects that capable of generating economic impact on development and social progress. In addition, funds are also obtained from the issuance of Government Housing Sukuk and term loan to finance the Housing Loans Fund.

As at 31 December 2014, the Public Debt amounted to RM582,828 million. This figure denotes an increase of RM42,970 million (8.0%) compared to RM539,857 million at the end of 2013. A total of RM566,052 million (97.1%) of Public Debt are of the domestic instruments

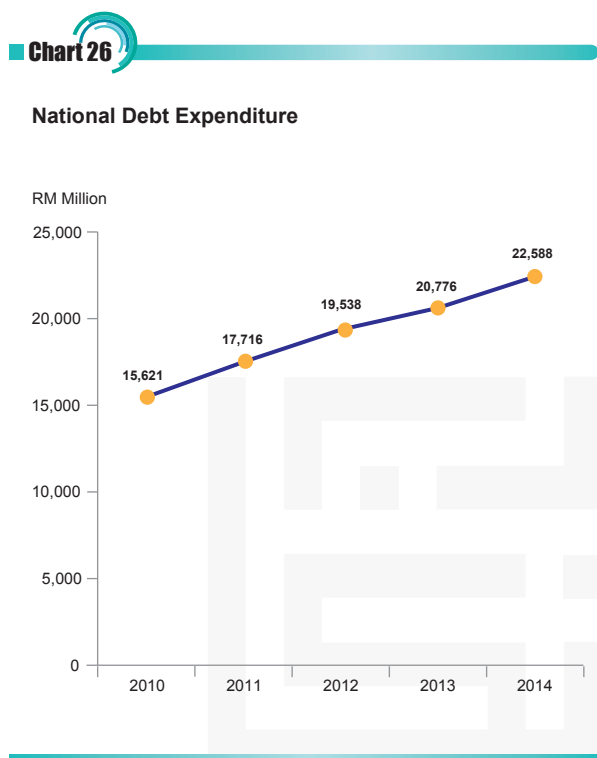
whereas RM16,766 million (2.9%) are from foreign sources. Comparative position of Public Debt for the period 2010 – 2014 is shown in **Table 5** and **Chart 25**.

Year	Domestic (RM Million)	%	External (RM Million)	%	Total (RM Million)
2010	390,356	95.9	16,745	4.1	407,101
2011	438,025	96.0	18,103	4.0	456,128
2012	484,769	96.6	16,848	3.4	501,617
2013	523,095	96.9	16,762	3.1	539,857
2014	566,052	97.1	16,776	2.9	582,828



Percentage of debt to Gross Domestic Product (GDP) is 54.06%, a slight decrease compared to 54.84% in 2013. An aspect that always be in tandem with the increase in total debt is the increase of borrowing costs to be borne by the Government. Control and monitoring for cost of debt is always executed to ensure it does not become a financial burden to the

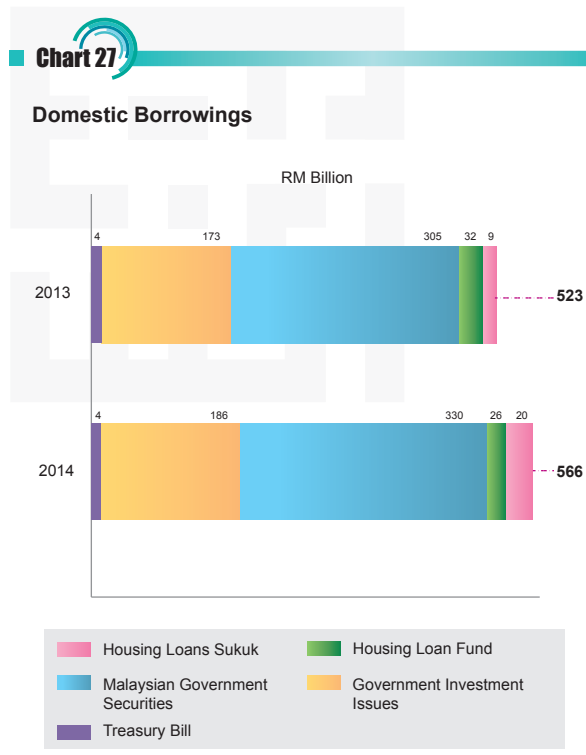
country. In 2014, a total of RM22,588 million were spent for interest payments, discounts on securities, commitment charges and management fees for obtaining loans. This amount indicates an increase of RM1,812 million (8.7%) compared to 2013. **Chart 26** shows expenditures for Public Debt for 2010 - 2014.



From the aspect of domestic debt composition, Malaysian Government Securities (MGS) is the largest contributor with the amount of RM329,632 million (58.2%) while the Government Investment Issues (GII) contributed RM185,500 million (32.8%). Term loan for Housing Loan Fund (HLF) and Housing Loans Sukuk (HLS) each added RM26,200 million (4.6%) and RM20,400 million (3.6%). The remaining 0.8% is the short term Treasury Bills (TB) amounted to RM4,320 million. **Table 6** and **Chart 27** give a brief overview of the position Federal Government's debt from domestic sources for 2014 and 2013.

**Table 6**  
**Domestic Loan by Instrument**

Instruments	2014 (RM Million)	%	2013 RM Million)	%
Treasury Bill	4,320	0.8	4,320	0.8
Government Investment Issue	185,500	32.8	172,500	33.0
Malaysia Government Securities	329,632	58.2	305,075	58.3
Housing Loans Sukuk	26,200	4.6	32,300	6.2
Loan for Housing Loan Fund	20,400	3.6	8,900	1.7
<b>Total</b>	<b>566,052</b>	<b>100</b>	<b>523,095</b>	<b>100</b>



Public Debt structure is dominated by the issuance of debt securities in domestic as well as foreign securities and term loans. Domestic debt securities as at 31 December 2014 amounted to RM539,852 million, an increase of 10% compared to RM490,795 million in 2013. Of this

amount, a total of RM151,377 million (28%) is non-resident holdings. Comparison of resident versus non-resident holdings of domestic debt securities is shown in **Table 7**.

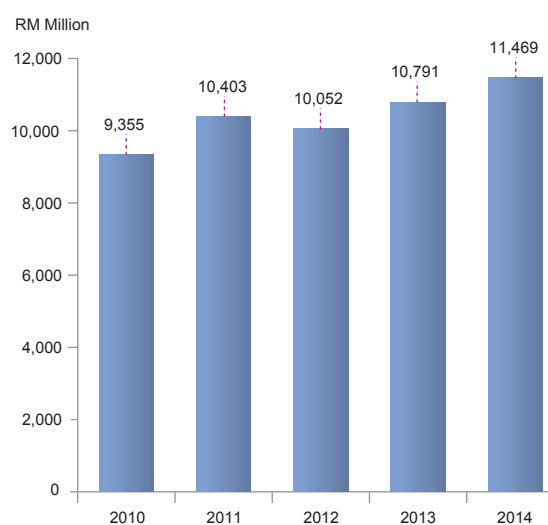
Debt Securities	Resident (RM Million)	%	Non-Resident (RM Million)	%	Total (RM Million)
Treasury Bill	4,014	93	306	7	4,320
Government Investment Issue	180,351	97	5,149	3	185,500
Malaysia Government Securities	184,320	56	145,312	44	329,632
Loan for Housing Loan Fund	19,790	97	610	3	20,400
<b>Total</b>	<b>388,475</b>	<b>72</b>	<b>151,377</b>	<b>28</b>	<b>539,852</b>

Percentage of foreign debt instruments remained low at 2.9% of the Public Debt amounted to RM16,776 million which includes the External Market Loan of RM11,469 million and External Assistance of RM5,307 million. All debts payable of foreign instruments are converted into Ringgit Malaysia equivalent value at 31 December 2014. External Markets Loan obtained from Global Sukuk issuance remain unchanged at USD3.25 billion, equivalent to RM11,469 million at the end of 2014. This shows an increase of RM678 million (6.3%) compared to RM10,791 million at the end of 2013 which is the effect of the depreciation of the RM against the USD. Of this total, USD1.25 billion is maturing in June 2015. The value of External Debt Securities for the year 2010 – 2014 is shown in **Chart 28**.

The External Assistance balance as at 31 December 2014 amounting to RM5,307 million showed a decrease of RM664 million (11.1%) compared to the year 2013 with a balance amounting to RM5,971 million. Comparative balances of External Assistance from 2010 – 2014 is shown in **Chart 29** and **Table 8**.

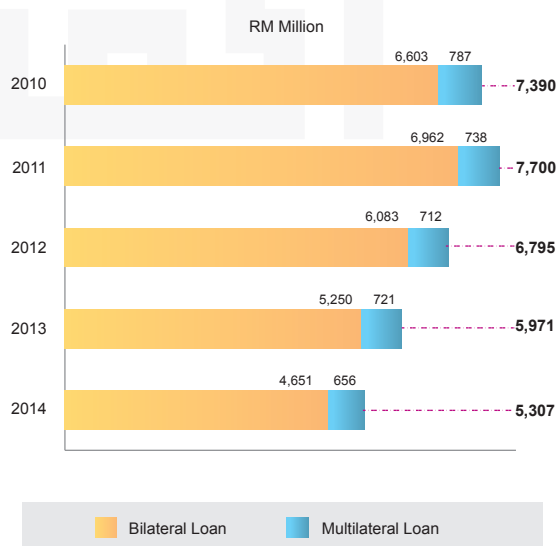
**Chart 28**

**Value of External Debt Securities**



**Chart 29**

**External Assistance**



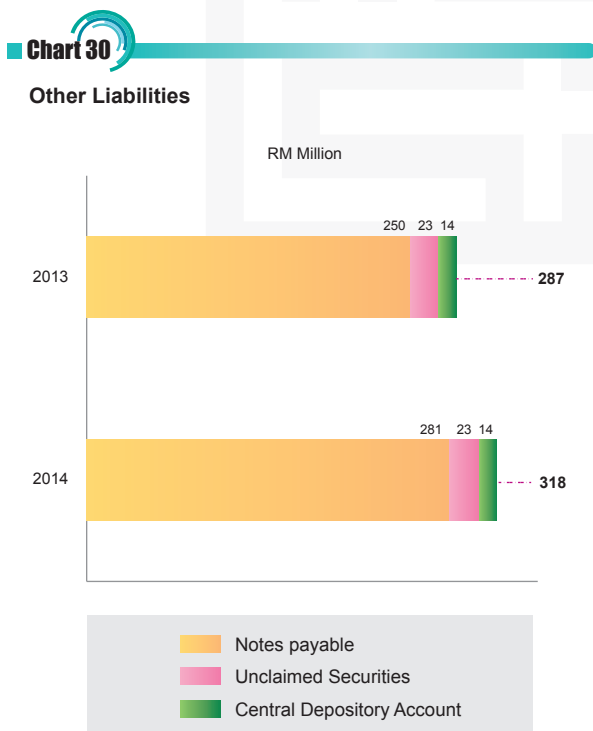
Detailed report can be referred to **Note 9 (a), in the Notes to the Financial Statements and Attachment 5 Statement of Memorandum Liabilities - Public Debt**.

**Table 8**  
Comparative Balances of External Assistance  
from 2010 to 2014

Type of Loan	2010 (RM Million)	2011 (RM Million)	2012 (RM Million)	2013 (RM Million)	2014 (RM Million)
Bilateral Loan	6,603	6,962	6,083	5,250	4,651
Multilateral Loan	787	738	712	721	656
<b>Total</b>	<b>7,390</b>	<b>7,700</b>	<b>6,795</b>	<b>5,971</b>	<b>5,307</b>

### Other Liabilities

Other Liabilities as at 31 December 2014 amounted to RM318.1 million, with an increase of RM31.5 million (11%) compared to RM286.6 million in 2013. Other Liabilities consist of Notes Payable, Unclaimed Securities and Central Depository Securities Account (CDS) as shown in Chart 30.



Notes Payable is a promissory note for the payment of fees and capital contributions to international institutions and organizations according to schedule under mutual agreement. Notes Payable as at 31 December 2014 amounted

to RM280.8 million. Unclaimed Securities are securities surrendered to the Accountant General of Malaysia in accordance with the provisions of Section 65 of the Trustee Act 1949, Section 36 of the Trust Companies Act 1949 and Section 353 of the Companies Act 1965. The position of Unclaimed Securities balance at the end of 2014 amounted to RM23.3 million. CDS refer to securities credited to Ministry of Finance CDS account in accordance with the provisions of Sections 14, 29 and 30 of the Securities Industry Act (Central Depositories) (Amendment) (No.2) 1998 (SICDA). CDS balance at 31 December 2014 amounted to RM14.0 million.

Accountant General Department merely act as a trustee to all unclaimed securities listed in the report. There are no risk or uncertainties involved. Detailed report can be referred to **Note 9(b) in Notes to the Financial Statements.**

### Contingent Liabilities

Contingent Liabilities consist of Federal Government Guarantees which comprise of Deposits Guarantees and Statutory Guarantees. Contingent Liabilities will become actual government liabilities upon failure of the entities to fulfill their agreement obligation or upon occurrence of specified events.

Detailed report can be referred to **Note 10 in the Notes to the Financial Statements and Attachment 6 Statement of Memorandum Account of Statutory Guarantees.**

### Looking Forward

All in all, Federal Government is committed towards fiscal consolidation, as mirrored in fiscal deficit ratio to total Gross Domestic Product continuous reduction from as high as 5.65% in year 2010 to 3.47% in year 2014.

Total Federal Government revenue grew by 3% supported by higher tax revenue of 5%. Operating Expenditure also slightly increased by

4% while Development Expenditure decreased by 6% resulted from modest spending pattern. Public Debts for year 2014 maintained to be below the fixed ceiling of 55% of total GDP.

Federal Government will continue to maintain economical expenditure, prioritizing more on high impact projects where the efficiency and performance budget can be monitored effectively when Outcome Based Budgeting (OBB) is fully implemented in year 2015. Moreover, with the implementation of accrual

accounting in accordance to Malaysian Public Sector Accounting Standard (MPSAS) later, the preparation of the Financial Statements will be more comprehensive and holistic, and therefore will enhance the accountability and transparency of Federal Government financial management.

With all the above said efforts, the Government will continue to be more committed in its efforts to reduce the fiscal deficit with a target to achieve a balanced budget by 2020.







GOVERNMENT OF MALAYSIA



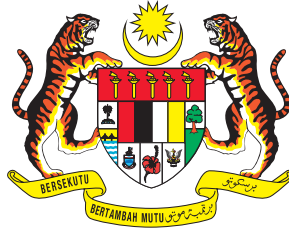
ACCOUNTANT GENERAL'S DEPARTMENT OF MALAYSIA  
*Excellent Accounting @ Your Service*

財政部

# FINANCIAL STATEMENTS

FEDERAL GOVERNMENT FINANCIAL STATEMENTS 2014





**CERTIFICATE OF THE AUDITOR GENERAL  
ON THE FEDERAL GOVERNMENT  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

I have audited the financial statements of the Federal Government which comprise of Statement of Financial Position as at 31 December 2014, Statement of Cash Flows, Statement of Memorandum Accounts, Statement of Financial Performance and Notes to the Accounts for the year then ended.

*Financial Authorities' Responsibility for the Financial Statements*

The financial authorities are responsible for the preparation and fair presentation of the financial statements in accordance with approved accounting standards in Malaysia. The financial authorities are also responsible for such internal control as they determine is necessary to enable the preparation of the financial statements that are free from material misstatement whether due to fraud or error.

*Auditor's Responsibility*

My responsibility is to express an opinion on the financial statements based on the audit. The audit has been carried out in accordance with the Audit Act 1957 and in conformity with approved auditing standards in Malaysia. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks. An audit also includes evaluating the appropriateness of accounting policies used by the

financial authorities as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence that I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

*Opinion*

In my opinion, the financial statements give a true and fair view of the financial position of the Federal Government as at 31 December 2014 and of their financial performance and cash flows for the year then ended. The financial statements are also prepared in accordance with approved accounting standards in Malaysia.

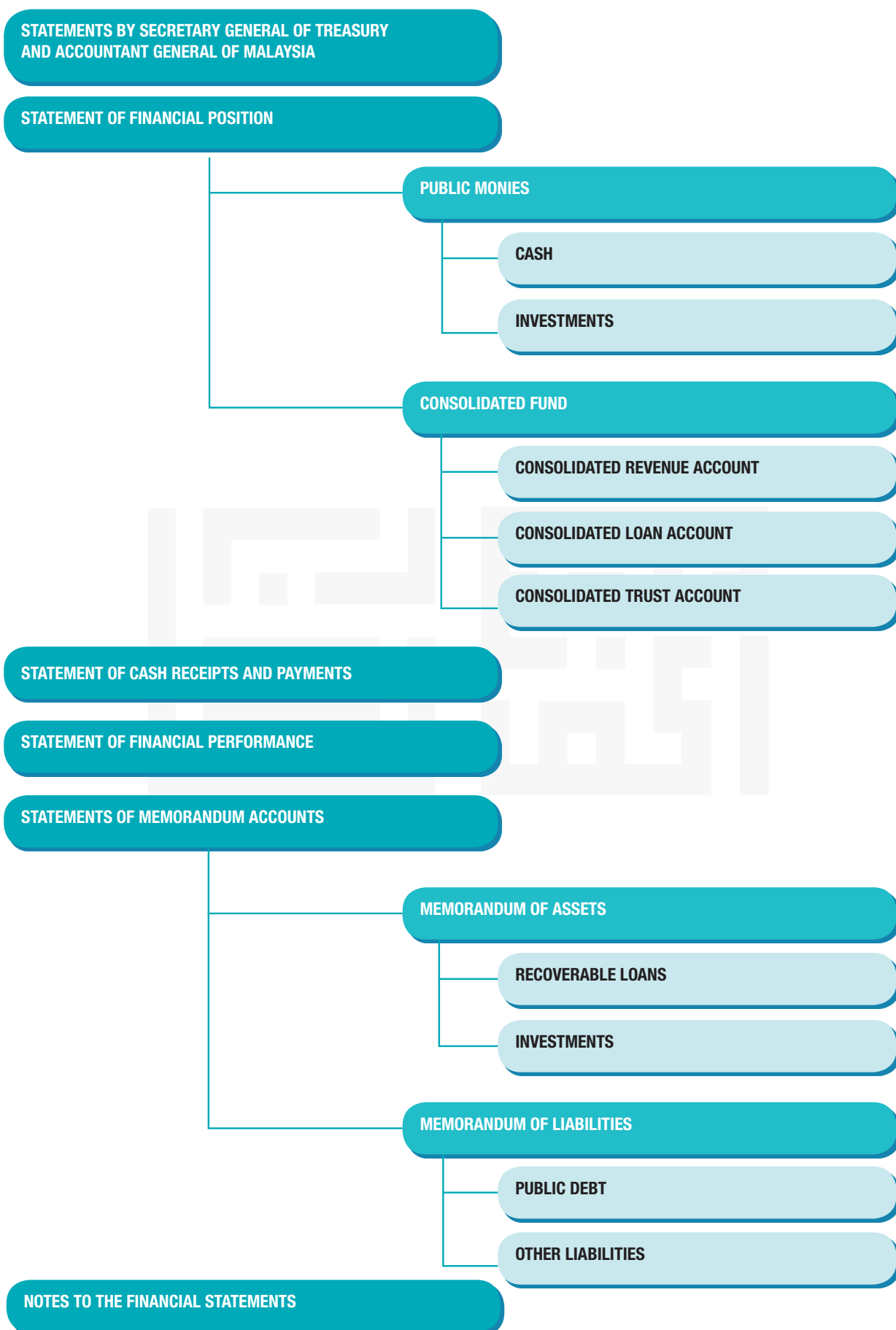


**(TAN SRI DATO' SETIA HAJI AMBRIN BIN BUANG)**  
~~AUDITOR GENERAL~~  
MALAYSIA

Putrajaya  
22 June 2015



# GLOSSARY OF FEDERAL GOVERNMENT FINANCIAL STATEMENTS 2014



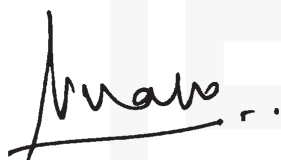
## STATEMENT BY SECRETARY GENERAL OF TREASURY AND ACCOUNTANT GENERAL OF MALAYSIA

The Federal Government Financial Statements 2014 and Notes to the Financial Statements are prepared:

- (a) in compliance with Section 16(1) of the Financial Procedure Act 1957 [Act 61], *Piawaian Perakaunan Kerajaan* and International Public Sector Accounting Standard - Financial Reporting under the Cash Basis of Accounting; and
- (b) by consolidating financial information from all Accountant General's Department accounting offices and Ministries.

The Federal Government Financial Statements which consist of the Statement of Financial Position, Statement of Cash Receipts and Payments, Statement of Financial Performance, Statement of Memorandum Accounts and the Notes to the Financial Statements give a true and fair view as at 31 December 2014.

At the time of signing, we are not aware of any circumstances, which would render any particulars included in the 2014 Federal Government Financial Statements to be misleading or inaccurate.



TAN SRI DR. MOHD IRWAN SERIGAR BIN ABDULLAH  
Secretary General of Treasury

25 February 2015



DATO' HAJI CHE PEE BIN SAMSUDIN  
Accountant General of Malaysia  
25 February 2015

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2014**

		<u>2014</u>	<u>2013</u>
	<u>Note</u>	<u>RM</u>	<u>RM</u>
<b>PUBLIC MONIES</b>			
<b>CASH</b>	<b>3</b>	17,426,671,072	25,051,038,985
<b>INVESTMENTS</b>	<b>4</b>	23,414,668,249	24,032,546,356
		<u>40,841,339,321</u>	<u>49,083,585,341</u>
<b>HELD FOR: CONSOLIDATED FUND</b>			
<b>CONSOLIDATED REVENUE ACCOUNT</b>	<b>5</b>	11,863,127,086	11,863,127,086
<b>CONSOLIDATED LOAN ACCOUNT</b>	<b>6</b>	39,592,120,099	26,380,357,864
<b>CONSOLIDATED TRUST ACCOUNT</b>	<b>7</b>	(10,613,907,864)	10,840,100,391
		<u>40,841,339,321</u>	<u>49,083,585,341</u>

*This Statement of Financial Position is to be read in conjunction with the accompanying notes to the financial statements.*

**STATEMENT OF CASH RECEIPTS AND PAYMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

		<u>2014</u>		<u>2013</u>	
	<u>Note</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
<b>RECEIPTS</b>					
<b>Revenue</b>					
Tax Revenue	5	164,204,887,589		155,952,205,546	
Non-tax Revenue		52,348,131,946		50,241,306,637	
Non-revenue Receipts		1,666,651,362		1,580,740,186	
Revenue from Federal Territories		855,349,863	219,075,020,760	1,378,022,570	209,152,274,939
<b>Loans</b>					
Domestic Loans	6	108,809,141,548		111,357,188,482	
External Loans		–	108,809,141,548	–	111,357,188,482
<b>External Assistance</b>					
Multilateral Loans	6	26,539,848		325,828	
Bilateral Loans		222,744,257	249,284,105	412,326,368	412,652,196
<b>Capital Receipts</b>					
Loans Recoveries	7	1,028,450,618		1,377,968,465	
Forex Relending Loan Differences		–		6,947,052	
Advances Recoveries		60,728,977		29,508,837	
Disposal of Capital Assets		42,799		87,017	
Miscellaneous Capital Receipts		5,497,682		24,919,163	
Disposal of Financial Instruments	4	617,878,107	1,712,598,183	717,599,227	2,157,029,761
<b>Trust Receipts</b>					
Private Finance Initiative (PFI)	7	61,163,842		148,775,232	
Special Development Activity Private Finance		103,256,039		5,054,580,710	
Others		–	164,419,881	–	5,203,355,942
<b>Total Receipts</b>			<b>330,010,464,477</b>		<b>328,282,501,320</b>

**STATEMENT OF CASH RECEIPTS AND PAYMENTS (continuation)**  
**FOR THE YEAR ENDED 31 DECEMBER 2014**

	<i>Note</i>	<u>2014</u>		<u>2013</u>	
		<i>RM</i>	<i>RM</i>	<i>RM</i>	<i>RM</i>
<b>PAYMENTS</b>					
<b>Operating Expenditure</b>	<b>5</b>				
Emolument		66,946,934,325		61,001,190,871	
Supplies and Services		34,252,935,877		33,860,076,805	
Assets		1,681,823,151		1,414,680,060	
Grants and Fixed Charges		112,544,254,857		110,424,046,265	
Other Expenditure		1,064,584,574	216,490,532,784	1,052,603,153	207,752,597,154
<b>Development Expenditure</b>	<b>7</b>				
Direct		37,614,004,995		40,473,294,579	
Loans		1,854,590,132	39,468,595,127	1,736,506,805	42,209,801,384
<b>Repayment of Loans</b>	<b>6</b>				
Domestic Loans		65,861,587,665		73,030,098,558	
External Loans		-	65,861,587,665	-	73,030,098,558
<b>External Assistance</b>	<b>6</b>				
Multilateral Loans		109,014,953		98,564,203	
Bilateral Loans		516,480,465	625,495,418	522,458,616	621,022,819
<b>Trust Expenditure</b>	<b>7</b>				
Private Finance Initiative (PFI)		349,159,690		1,212,643,573	
Special Development Activity Private Finance		2,257,167,555		3,239,193,138	
Others		12,582,294,151	15,188,621,396	4,521,930,893	8,973,767,604
<b>Total Payments</b>			<b>337,634,832,390</b>		<b>332,587,287,519</b>
Increase / (Decrease) in Cash			(7,624,367,913)		(4,304,786,199)
Cash as at 1 January			25,051,038,985		29,355,825,184
<b>CASH AS AT 31 DECEMBER</b>			<b>17,426,671,072</b>		<b>25,051,038,985</b>

*This Statement of Cash Receipts and Payments is to be read in conjunction with the accompanying notes to the financial statements.*

**STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEAR ENDED 31 DECEMBER 2014**

	<i>Note</i>	<i>2014</i>		<i>2013</i>
		<i>Budget</i>	<i>Actual</i>	<i>Actual</i>
		<i>RM</i>	<i>RM</i>	<i>RM</i>
<b>REVENUE</b>	5	225,094,429,000	220,625,673,356	213,370,213,558
<i>Less:</i>				
Operating Expenditure	5	222,081,271,970	219,589,142,572	211,270,336,793
<b>REVENUE SURPLUS</b>		<u>3,013,157,030</u>	<u>1,036,530,784</u>	<u>2,099,876,765</u>
<i>Less:</i>				
Development Expenditure	7	42,163,431,931	39,503,487,396	42,209,801,384
<b>OVERALL DEFICIT</b>		<u><b>(39,150,274,901)</b></u>	<u><b>(38,466,956,612)</b></u>	<u><b>(40,109,924,619)</b></u>
<b>DEFICIT FUNDED BY:</b>				
Loans and External Assistance	6		37,188,086,245	39,305,562,572
Loans Recoveries and Miscellaneous Receipts	7		1,113,766,045	1,569,433,042
Changes in Cash, Investments and Trust			165,104,322	(765,070,995)
<b>TOTAL FUND</b>			<u><b>38,466,956,612</b></u>	<u><b>40,109,924,619</b></u>

*This Statement of Financial Performance is to be read in conjunction with the accompanying notes to the financial statements.*

**STATEMENT OF MEMORANDUM ACCOUNTS  
AS AT 31 DECEMBER 2014**

		<u>2014</u>	<u>2013</u>
	<u>Note</u>	<u>RM</u>	<u>RM</u>
<b>MEMORANDUM OF ASSETS</b>			
	<b>8</b>		
Recoverable Loans		99,036,023,598	92,444,600,374
Investments		29,883,017,259	29,679,137,799
<b>MEMORANDUM OF LIABILITIES</b>			
	<b>9</b>		
Public Debt		582,828,241,281	539,857,759,215
Other Liabilities		318,104,801	286,624,151

*This Statement of Memorandum Accounts is to be read in conjunction with the accompanying notes to the financial statements.*

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

### SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES

#### 1. ACCOUNTING POLICIES AND PRACTICES

Accounting policies and practices are consistently applied in the preparation of the financial statements unless otherwise stated.

- a) Accounting policies are in compliance with the laws, rules and regulations relating to accounting and financial management of the Federal Government.
- b) Federal Government accounting is based on the concept of Consolidated Fund, whereby:
  - i) Article 97 of the Federal Constitution requires all revenues and monies raised or received except Zakat, Fitrah and Baitulmal or similar Islamic religious revenue, to be paid into and form one fund known as the Consolidated Fund.
  - ii) Article 104 of the Federal Constitution requires that no monies, except specified charged expenditure, shall be withdrawn from the Consolidated Fund unless they are appropriated or otherwise authorised by Parliament.
  - iii) Section 7 of the Financial Procedure Act 1957 [Act 61], provides that the Consolidated Fund is divided into the Consolidated Revenue Account, the Consolidated Loan Account and the Consolidated Trust Account.
- c) The Federal Government practices modified cash basis of accounting. All payments and receipts are accounted for when payments are made and receipts received with the following modifications:
  - i) Payment for works done, supplies received and services rendered up to 31 December of the financial year can be made in January the following year and charged to that financial year's allocation.
  - ii) Cash receipts not deposited in the bank and cash at bank not accounted for in the accounting offices' cash books at 31 December of that financial year are defined as cash-in-transit and are accounted as revenue for that financial year.
  - iii) Accounting for certain non-cash transactions such as transfer of appropriations from Consolidated Revenue Account to Consolidated Trust Account, Profit and Loss from Investments, Write-off of Loans from Trust Fund, Conversion of Loans into Equities and other similar transactions.
- d) Accounting entity includes all ministries and departments of the Federal Government.
- e) The financial year is defined by Section 3 of the Financial Procedure Act 1957 [Act 61] as a period of twelve months ending on the 31st of December every year.
- f) The financial statements have been prepared using Ringgit Malaysia (RM). Transaction in foreign currencies have been translated into Ringgit Malaysia at Central Bank of Malaysia or the Accountant General's Department rates of exchange as specified in the relevant policies.
- g) The Financial Statements are prepared on the same basis as the Budget to enable comparison to be made.
- h) When there is a change in the presentation or classification of items, the comparative amounts have been restated unless otherwise stated.
- i) Amounts have been rounded up to Ringgit Malaysia which may result in difference of RM1 among several items between the Financial Statements and the Notes to the Financial Statements.

#### 2. PRESENTATION OF THE FEDERAL GOVERNMENT FINANCIAL STATEMENTS

The Federal Government Financial Statements prepared in compliance with Section 16(1) of the Financial Procedure Act 1957 [Act 61], Government Accounting Standards and International Public Sector Accounting Standard (IPSAS) - Financial Reporting under the Cash Basis of Accounting comprise the following:

- a) Statement of Financial Position
- b) Statement of Cash Receipts and Payments
- c) Statement of Financial Performance
- d) Statement of Memorandum Accounts
- e) Notes to the Financial Statements

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**3. CASH**

Cash comprises Cash at Bank, Cash-in-Transit and Cash-in-Hand.

Cash at Bank represents current account and deposit balances in financial institutions for a period not more than three (3) months in line with Para 1.2.3. Cash Basis IPSAS.

Cash-in-Transit shows cash not deposited in the bank and cash at bank not accounted for in the accounting offices' cash books at financial year end.

Cash-in-Hand consists of Petty Cash.

Cash as at 31 December 2014 is as below:

	<b>2014 RM</b>	<b>2013 RM</b>
Cash At Bank	16,479,289,901	24,150,819,417
Cash-In-Transit	943,952,421	897,494,085
Cash-In-Hand	3,428,750	2,725,483
<b>TOTAL CASH</b>	<b>17,426,671,072</b>	<b>25,051,038,985</b>

**4. INVESTMENTS**

Investments consist of Trust Fund Investments and General Investments which are quoted at book value.

Trust Fund Investments are investments made from Trust Fund in accordance with trust deed Section 9 and Section 10, Financial Procedure Act 1957 [Act 61] and relevant regulations. General Investments are investment made from surplus in Consolidated Fund except investments from Trust Fund.

Starting year 2014, a few investments categories have been reclassified into new categories. Investments details previously stated as Shares have been reclassified into Domestic Quoted Shares and Domestic Unquoted Shares where as Domestic Deposits have been reclassified into Short Term Deposits For More Than 3 - 12 Months and Long Term Deposits For More Than 12 Months. The comparative figures for year 2013 have been restated accordingly in line with the new classification.

Investments as at 31 December 2014 are as below:

	<b>2014 Book Value</b>		<b>2013 Book Value</b>	
	<b>Trust Fund Investments RM</b>	<b>General Investments RM</b>	<b>Trust Fund Investments RM</b>	<b>General Investments RM</b>
Foreign Government Securities	5,007,128,695	-	4,133,344,179	-
Malaysian Government Securities	1,951,810,234	-	2,024,714,111	-
Domestic Quoted Shares	676,753	-	676,753	-
Domestic Unquoted Shares	440,108,058	6,142,945,695	108,058	6,203,976,779
Domestic Short Term Deposits For More Than 3 - 12 Months	7,364,290,243	2,506,038,013	7,514,279,088	4,153,776,830
Miscellaneous	-	1,670,558	-	1,670,558
<i>Total</i>	14,764,013,983	8,650,654,266	13,673,122,189	10,359,424,167
<b>TOTAL INVESTMENTS</b>	<b>23,414,668,249</b>		<b>24,032,546,356</b>	

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**5. CONSOLIDATED REVENUE ACCOUNT**

All revenue and operating expenditure of the government are accounted in the Consolidated Revenue Account in compliance with Article 97 and 98 of the Federal Constitution and Section 7(a) of the Financial Procedure Act 1957 [Act 61]. All revenue surplus for the current year is transferred to the Development Fund except accumulated balance before 1996 amounting to RM11,863,127,086.

Statement of Consolidated Revenue Account for the year ended 31 December 2014 is as below:

	2014			2013	
	Budget RM	Actual RM	% Budget	Actual RM	% Budget
BALANCE AS AT 1 JANUARY		11,863,127,086		11,863,127,086	
<b>REVENUE</b>					
Tax Revenue	171,770,377,000	164,204,887,589	95.60	155,952,205,546	95.38
Non-Tax Revenue	51,526,705,000	53,898,784,542	104.60	54,450,479,701	100.04
Non-Revenue Receipts	1,152,467,000	1,666,651,362	144.62	1,589,505,741	104.16
Revenue From Federal Territories	644,880,000	855,349,863	132.64	1,378,022,570	143.31
<i>Total Revenue</i>	225,094,429,000	220,625,673,356	98.01	213,370,213,558	96.80
<b>OPERATING EXPENDITURE</b>					
Emolument	66,476,153,030	66,946,934,325	100.71	61,001,190,871	98.22
Supplies and Services	35,499,389,766	34,258,880,520	96.51	33,860,076,805	98.57
Assets	1,885,255,875	1,802,125,806	95.59	1,414,680,060	95.85
Grants and Fixed Charges	116,722,105,786	**115,096,757,716	98.61	**113,762,343,505	96.85
Other Expenditure	1,498,367,513	1,484,444,205	99.07	1,232,045,552	98.64
<i>Total Operating Expenditure (excluding transfer)</i>	222,081,271,970	219,589,142,572	98.88	211,270,336,793	97.52
Revenue Surplus transfer to Development Fund	-	1,036,530,784	-	2,099,876,765	-
<i>Total Operating Expenditure (including transfer)</i>	222,081,271,970	220,625,673,356	99.34	213,370,213,558	98.49
Surplus/(Deficit) For The Year		-		-	
<b>BALANCE AS AT 31 DECEMBER</b>		<b>11,863,127,086</b>		<b>11,863,127,086</b>	

Note: (\*\*) – Excludes transfer to Development Fund

**(a) Revenue**

The revenue collected, unless specifically provided otherwise in any law, is accounted for in gross.

Non-Tax Revenue which is reported in the Statement of Cash Receipts and Payments did not include the transfer for Government Investment Securities Premium Account amounting to RM1,550,000,000, adjustment of receipt for the loan given to State Government amounting to RM123,101 and adjustment of payment for Liquidated and Ascertained Damage (LAD) amounting to RM529,495.

Material differences between original estimate and revised estimate and between revised estimate and actual revenue are explained in the Accountant General's Report.

Revenue by category for the year ended 31 December 2014 is as below:

	2014			2013	
	Original Estimate RM	Revised Estimate RM	Actual RM	Actual RM	% Budget
<b>TAX REVENUE</b>					
Income Tax	125,413,715,000	125,234,683,000	118,995,547,439	113,300,254,972	94.36
Other Direct Taxes	7,634,528,000	7,913,560,000	7,746,944,723	7,223,221,718	103.96
Customs Duties - Export	2,105,406,000	2,105,406,000	1,892,894,533	1,929,961,713	91.94
Customs Duties - Import	2,501,864,000	2,501,864,000	2,669,683,046	2,523,811,590	104.41
Excise Duties	9,438,440,000	9,200,940,000	8,456,105,401	8,394,673,827	96.36
Sales Tax on Locally Manufactured Goods	6,241,660,000	6,241,660,000	6,130,394,771	5,626,192,917	97.09
Sales Tax on Imported Goods	4,743,889,000	4,743,889,000	4,808,996,229	4,441,630,795	100.85
Service Tax	6,809,619,000	6,779,619,000	6,277,600,117	5,944,248,119	96.47
Levy	150,000,000	180,000,000	216,318,553	173,029,334	115.35

(continued)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

(continuation)

	2014				2013	
	Original Estimate	Revised Estimate	Actual	% Budget	Actual	% Budget
	RM	RM	RM		RM	
Excise Duties on Imported Goods	4,253,829,000	4,241,329,000	4,468,395,725	105.35	3,797,876,302	94.57
Miscellaneous Indirect Taxes	2,827,428,000	2,627,427,000	2,542,007,052	96.75	2,597,304,259	95.08
<b>Total Tax Revenue</b>	<b>172,120,378,000</b>	<b>171,770,377,000</b>	<b>164,204,887,589</b>	<b>95.60</b>	<b>155,952,205,546</b>	<b>95.38</b>
<b>NON-TAX REVENUE</b>						
Licences, Registration	13,149,177,000	13,049,177,000	14,253,820,028	109.23	13,417,887,467	99.63
Fees and Permit						
Service and Services Fees	1,232,593,000	1,232,593,000	1,452,480,156	117.84	1,261,723,001	103.08
Returns from Sales of Goods	912,615,000	1,139,236,000	1,096,357,029	96.24	1,222,248,175	80.41
Rentals	232,962,000	207,020,000	188,097,653	90.86	176,360,962	76.53
Interest and Returns on Investment	32,065,445,000	32,815,445,000	33,755,931,743	102.87	35,305,508,379	100.69
Fines and Penalties	1,063,968,000	1,063,968,000	1,117,102,950	104.99	1,077,685,416	102.91
Contributions and Compensation from Foreign Countries and Local Contributions	3,818,000	3,140,000	4,363,340	138.96	4,067,211	107.68
Exploration of Oil and Gas MTJA	1,966,126,000	2,016,126,000	2,030,631,643	100.72	1,984,999,090	106.01
<b>Total Non-Tax Revenue</b>	<b>50,626,704,000</b>	<b>51,526,705,000</b>	<b>53,898,784,542</b>	<b>104.60</b>	<b>54,450,479,701</b>	<b>100.04</b>
<b>NON-REVENUE RECEIPTS</b>						
Refunds of Expenditure	814,205,000	1,033,021,000	1,529,635,147	148.07	1,530,311,666	104.99
Receipts from Government Agencies	38,262,000	119,446,000	137,016,215	114.71	59,194,075	86.42
<b>Total Non-Revenue Receipts</b>	<b>852,467,000</b>	<b>1,152,467,000</b>	<b>1,666,651,362</b>	<b>144.62</b>	<b>1,589,505,741</b>	<b>104.16</b>
<b>REVENUE FROM FEDERAL TERRITORIES</b>						
Tax Revenue from Federal Territories	423,934,000	567,656,000	731,734,325	128.90	997,870,605	157.86
Non-Tax Revenue from Federal Territories	220,946,000	77,224,000	123,615,538	160.07	380,151,965	115.39
<b>Total Revenue from Federal Territories</b>	<b>644,880,000</b>	<b>644,880,000</b>	<b>855,349,863</b>	<b>132.64</b>	<b>1,378,022,570</b>	<b>143.31</b>
<b>TOTAL REVENUE</b>	<b>224,244,429,000</b>	<b>225,094,429,000</b>	<b>220,625,673,356</b>	<b>98.01</b>	<b>213,370,213,558</b>	<b>96.80</b>

**(b) Operating Expenditure**

Operating expenditure consists of charged expenditure and supply expenditure such as emoluments, supplies and services, assets as well as grants and fixed charges, and other expenditure. Charged expenditure consists of charges to the Consolidated Fund as required by Article 98 of the Federal Constitution. Supply expenditure consists of charges to the Consolidated Fund as approved by Parliament in compliance with Article 104 of the Federal Constitution.

Differences in Supplies and Services amounting to RM5,944,643 for year 2014 in the Statement of Cash Receipts and Payments are mainly due to various non cash transactions from Special Development Activity Private Finance Trust Account.

Differences in Assets amounting to RM120,302,655 for year 2014 in the Statement of Cash Receipts and Payments is due to allocation transfer of Statutory Funds to Government Trust Funds.

Differences in grants and fixed charges amounting RM2,552,502,859 for year 2014 in the Statement of Cash Receipts and Payments are mainly due to adjustment in loan repayment amounting to RM8,000,000; allocation transfer of Statutory Funds to Government Trust Funds amounting to RM2,530,255,234, other transfers to Government Trust Funds amounting RM13,915,000 and non cash adjustment from Special Development Activity Private Finance Trust Account amounting to RM332,625.

Differences in Other Expenditure amounting RM419,859,631 in the Statement of Cash Receipts and Payments are mainly due to adjustment of bad debt loan amounting RM400,129,482 and adjustment of refund income amounting to RM19,730,149.

Where purpose of expenditure has exceeded appropriation, a supplementary estimate will be tabled in Parliament during subsequent years' session in compliance with Article 101 (b) of the Federal Constitution.

Material difference between original budget and revised budget and between revised budget and actual expenditure are explained in the Accountant General's Report. Detailed information on operating expenditure can be referred to in Attachment I - Statement of Operating Expenditure for the year ended 31 December 2014.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

Operating Expenditure for the year ended 31 December 2014 is as below:

	Original Budget RM	Revised Budget RM	2014 Actual RM	% Budget
<b>CHARGED EXPENDITURE</b>				
T. 01 Civil List	13,533,000	15,713,000	15,711,211	99.99
T. 02 Royal Allowances	1,814,000	1,814,000	1,668,727	91.99
T. 03 Chief Justice, Chief Judge and Judges	100,114,000	100,114,000	79,037,811	78.95
T. 04 Auditor-General	679,000	679,000	597,720	88.03
T. 05 Speaker of The House of Representatives	1,250,000	1,262,500	1,262,340	99.99
T. 06 President of The Senate	1,290,000	1,290,000	1,236,482	95.85
T. 07 Election Commission	1,622,000	2,260,000	2,131,668	94.32
T. 08 Judicial and Legal Services Commission	50,000	50,000	36,493	72.99
T. 09 Public Services Commission	10,383,000	10,383,000	5,924,132	57.06
T. 10 Education Service Commission	3,845,000	4,035,000	3,938,766	97.62
T. 11 Police Force Commission	1,404,000	1,754,000	1,510,131	86.10
T. 12 Treasury	5,407,780,000	5,407,780,000	5,292,172,665	97.86
T. 13 Charges on Account of Public Debt	23,185,891,000	23,185,891,000	22,588,420,197	97.42
T. 14 Pensions, Retiring Allowances and Gratuities	14,113,636,000	16,358,854,840	16,341,889,948	99.90
<i>Total Charged Expenditure</i>	42,843,291,000	45,091,880,340	44,335,538,291	98.32
<b>SUPPLY EXPENDITURE</b>				
B. 01 Parliament	86,650,000	86,650,000	86,649,405	100.00
B. 02 Office of The Keeper of the Rulers' Seal	2,248,000	2,178,000	1,886,785	86.63
B. 03 National Audit Department	169,087,000	165,924,000	153,563,552	92.55
B. 04 Election Commission	83,032,000	82,043,000	60,442,227	73.67
B. 05 Public Services Commission	54,140,000	52,570,000	52,565,981	99.99
B. 06 Prime Minister's Department	5,869,615,000	5,764,924,420	5,646,176,534	97.94
B. 07 Public Services Department	2,181,617,000	2,269,617,000	2,556,651,759	112.65
B. 08 Attorney General's Chambers	197,384,000	193,060,000	183,074,121	94.83
B. 09 Malaysian Anti-Corruption Commission	297,510,000	291,987,000	260,941,073	89.37
B. 10 Treasury	3,266,545,000	3,475,499,000	3,387,772,709	97.48
B. 11 Treasury General Services	34,574,370,000	36,762,558,000	36,440,519,510	99.12
B. 12 Contribution To Statutory Funds	2,916,949,000	3,126,949,000	**4,155,557,889	132.89
B. 13 Ministry of Foreign Affairs	641,837,000	668,530,000	695,363,236	104.01
B. 20 Ministry of Plantation Industries and Commodities	1,318,495,000	816,995,000	811,063,938	99.27
B. 21 Ministry of Agriculture and Agro-Based Industry	4,367,380,000	4,439,597,000	4,421,855,550	99.60
B. 22 Ministry of Rural and Regional Development	5,724,380,000	5,691,102,000	5,585,058,664	98.14
B. 23 Ministry of Natural Resources and Environment	1,112,097,000	1,103,618,000	1,103,551,586	99.99
B. 24 Ministry of International Trade and Industry	601,078,000	597,817,000	588,065,745	98.37
B. 25 Ministry of Domestic Trade, Co-operatives and Consumerism	1,131,420,000	1,130,277,000	1,045,399,993	92.49
B. 27 Ministry of Works	2,605,544,000	2,525,893,000	1,610,113,788	63.74
B. 28 Ministry of Transport	1,311,071,000	1,291,852,400	1,283,267,341	99.34
B. 29 Ministry of Energy, Green Technology and Water	135,748,000	131,902,000	124,908,862	94.70
B. 30 Ministry of Science, Technology and Innovation	734,791,000	724,263,110	702,131,421	96.94
B. 31 Ministry of Tourism and Culture	1,219,591,000	1,214,745,000	1,197,062,192	98.54
B. 32 Ministry of Federal Territories	504,770,000	535,920,700	529,007,361	98.71
B. 40 Education Service Commission	16,837,000	16,837,000	16,071,139	95.45
B. 41 Ministry of Education	50,565,450,000	51,199,505,000	51,627,335,953	100.84
B. 42 Ministry of Health	20,498,060,000	20,498,060,000	20,695,118,557	100.96
B. 43 Ministry of Urban Wellbeing, Housing and Local Government	2,371,345,000	2,345,180,000	1,566,695,349	66.80
B. 45 Ministry of Youth and Sports	579,849,000	570,644,000	564,292,147	98.89
B. 46 Ministry of Human Resources	847,739,000	829,086,000	829,082,239	100.00
B. 47 Ministry of Communication and Multimedia	1,452,903,000	1,438,621,000	1,420,510,728	98.74
B. 48 Ministry of Women, Family and Community Development	2,052,067,000	2,052,067,000	2,037,805,624	99.31
B. 60 Ministry of Defence	13,355,334,000	13,121,029,000	13,078,741,976	99.68
B. 62 Ministry of Home Affairs	11,960,776,000	11,771,891,000	11,771,830,131	99.99
<i>Total Supply Expenditure</i>	174,807,709,000	176,989,391,630	176,290,135,065	99.60
<b>TOTAL OPERATING EXPENDITURE</b>	<b>217,651,000,000</b>	<b>222,081,271,970</b>	<b>220,625,673,356</b>	<b>99.34</b>

Note: (\*\*) - Inclusive of appropriation to Development Fund amounting RM1,036,530,784.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**6. CONSOLIDATED LOAN ACCOUNT**

All transactions pertaining to Loans and External Assistance raised under the relevant acts are accounted in the Consolidated Loan Account.

Loans comprise of Domestic Loans and External Loans. Domestic loans include loans for financing the Housing Loan Fund. Domestic Loans instruments are Treasury Bills, Government Investment Issues, Malaysian Government Securities and *Sukuk*. External Assistance comprises of Bilateral and Multilateral Loans.

Interest on public debt and related charges in obtaining loan are charged to Charged Expenditure (T13) amounting to RM22,588,420,197 as in Note 5(b).

Differences in Receipts of Bilateral Loans amounting to RM24,820,725 in the Statement of Cash Receipts and Payments is due to non cash adjustment of loan drawdown whereas the differences in Repayments of Bilateral Loans amounting to RM8,077,049 is due to non cash adjustment of loan repayment.

All the balances of Loans and External Assistance are transferred to the Development Fund and Housing Loans Fund at year end except for net balance amounting to RM39,592,120,099.

Undrawn External Assistance at 31 December 2014 for funding development project amounted to RM838,977,259 (2013 – RM1,320,651,597).

In the Statement of Financial Performance, the Loans and External Assistance amounting to RM37,188,086,245 for the year 2014 are the net receipts for the current year but excluding the opening balance of RM26,380,357,864 and balance of the Housing Loans Fund of RM5,400,000,000.

Statement of Consolidated Loan Account as at 31 December 2014 is as below:

	<b>2014 (Debit)/Credit RM</b>	<b>2013 (Debit)/Credit RM</b>
<b>LOANS</b>		
<b>Domestic</b>		
Balance as at 1 January	26,601,885,216	28,904,795,292
Receipts	97,309,141,548	106,957,188,482
Payments	(59,761,587,665)	(67,430,098,558)
Balance as at 31 December	64,149,439,099	68,431,885,216
<b>Housing Loans Fund</b>		
Receipts	11,500,000,000	4,400,000,000
Payments	(6,100,000,000)	(5,600,000,000)
Balance as at 31 December	5,400,000,000	(1,200,000,000)
<b>External</b>		
Receipts	-	-
Payments	-	-
Balance as at 31 December	-	-
<i>Total Loans as at 31 December</i>	<u>69,549,439,099</u>	<u>67,231,885,216</u>
<b>EXTERNAL ASSISTANCE</b>		
<b>Multilateral Loans</b>		
Balance as at 1 January	(98,238,375)	-
Receipts	26,539,848	325,828
Payments	(109,014,953)	(98,564,203)
Balance as at 31 December	(180,713,480)	(98,238,375)
<b>Bilateral Loans</b>		
Balance as at 1 January	(123,288,977)	-
Receipts	247,564,982	412,326,368
Payments	(524,557,514)	(535,615,345)
Balance as at 31 December	(400,281,509)	(123,288,977)
<i>Total External Assistance as at 31 December</i>	<u>(580,994,989)</u>	<u>(221,527,352)</u>
<i>Total Loans and External Assistance as at 31 December</i>	<u>68,968,444,110</u>	<u>67,010,357,864</u>
Transfer to		
<i>Development Fund</i>	(23,976,324,011)	(41,830,000,000)
<i>Housing Loans Fund</i>	(5,400,000,000)	1,200,000,000
<b>CONSOLIDATED LOAN ACCOUNT AS AT 31 DECEMBER</b>	<u><b>39,592,120,099</b></u>	<u><b>26,380,357,864</b></u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**7. CONSOLIDATED TRUST ACCOUNT**

All receipts and payments of trust monies are accounted in Consolidated Trust Account in accordance with the requirements of laws, trust's acts, trust deeds and trust agreements. Consolidated Trust Account consists of Government Trust Funds, Public Trust Funds and Deposit Accounts.

A substantial amount under the Miscellaneous Government Trust Funds is for current transactions of the Treasury Main Clearance Account with a debit amount of RM359,050,507,609 and credit amount of RM351,397,174,528. This is a clearance account used to account for transactions for Control Accounts, Accounts Payable and other similar accounts which do not involve cash receipts or payments.

The Receipts and Payments of Private Finance Initiative (PFI) Trust Account and Special Development Activity Private Finance Trust Account in the Statement of Cash Receipts and Payments exclude the non cash transactions arising from the restructuring of Ministry of Education and other various non cash transactions. Miscellaneous Trust Expenditure reported in the Statement of Cash Receipts and Payments amounting RM12,582,294,151 are net balance of Trust Accounts excluding Development Fund and financing for Housing Loans Fund.

Statement of Consolidated Trust Account as at 31 December 2014 is as below:

	<i>Balance as at 01.01.2014 (Debit)/Credit RM</i>	<i>Debit RM</i>	<i>Credit RM</i>	<i>Balance as at 31.12.2014 (Debit)/Credit RM</i>
<b>GOVERNMENT TRUST FUNDS</b>				
Development Fund	(40,535,070,833)	51,895,675,268	38,518,808,712	(53,911,937,389)
Housing Loans Fund	1,324,944,951	17,710,186,413	17,624,779,113	1,239,537,651
Miscellaneous Government Trust Funds	29,605,216,930	372,535,693,111	366,212,812,830	23,282,336,649
<i>Total Government Trust Funds</i>	(9,604,908,952)	442,141,554,792	422,356,400,655	(29,390,063,089)
<b>PUBLIC TRUST FUNDS</b>				
Special Trust Funds	646,842,019	468,126,550	497,213,951	675,929,420
General Trust Funds	10,059,927,940	8,021,398,461	5,865,050,685	7,903,580,164
<i>Total Public Trust Funds</i>	10,706,769,959	8,489,525,011	6,362,264,636	8,579,509,584
<b>DEPOSITS</b>				
General Deposits	9,465,977,654	1,868,707,084	2,373,276,848	9,970,547,418
Adjustment Deposits	272,261,730	2,081,723,535	2,035,560,028	226,098,223
<i>Total Deposits</i>	9,738,239,384	3,950,430,619	4,408,836,876	10,196,645,641
<b>TOTAL CONSOLIDATED TRUST ACCOUNT</b>	<b>10,840,100,391</b>	<b>454,581,510,422</b>	<b>433,127,502,167</b>	<b>(10,613,907,864)</b>

**(a) Government Trust Funds**

Government Trust Funds account for receipts and payments made under Section 10 of the Financial Procedure Act 1957 [Act 61]. Government Trust Funds consist of Development Fund, Housing Loans Fund and Miscellaneous Government Trust Funds.

- (i) Development Fund accounts for receipts and development expenditure payments as stipulated under the Development Fund Act 1966 [Act 406].

Main receipts for this fund consist mainly of contributions from the Consolidated Revenue Account, transfer from Consolidated Loan Account, repayment of loans given out from this fund and other receipts.

Loan Recoveries in the Development Fund for the year 2014 amounting RM1,028,450,618 in the Statement of Cash Receipts and Payments exclude non-cash transaction amounting RM19,045,969 which is due to adjustment in loan repayment.

Differences of Development Expenditure for the year 2014 amounting to RM34,892,269 in the Statement of Cash Receipts and Payments exclude non-cash transactions which involve adjustment of loan drawdown amounting to RM24,820,725 and other various non cash transactions from Special Development Activity Private Finance Trust Account amounting to RM10,071,544.

Cumulative deficit in Development Fund amounting to RM53,911,937,389 was due to loan yet to be transferred to Development Fund.

Detailed information on development expenditure can be referred to in Attachment 2 – Statement of Development Expenditure for the year ended 31 December 2014.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

Development Fund as at 31 December 2014 is as below:

	<b>2014 (Debit)/Credit RM</b>	<b>2013 (Debit)/Credit RM</b>
<i>BALANCE AS AT 1 JANUARY</i>	(40,535,070,833)	(43,824,579,256)
<b>RECEIPTS</b>		
Appropriation From Consolidated Revenue Account	1,036,530,784	2,099,876,765
Transfer From Consolidated Loan Account	23,976,324,011	41,830,000,000
Loans Recoveries	1,047,496,587	1,500,331,052
Differences Forex Relending Loan	-	13,697,019
Advance Recoveries	60,728,977	29,508,837
Disposal of Capital Assets	42,799	87,017
Miscellaneous Receipts	5,497,682	25,809,117
<i>Total Receipts</i>	26,126,620,840	45,499,309,807
<b>PAYMENTS</b>		
Development Expenditure		
Direct	37,624,076,539	40,473,294,579
Loans	1,879,410,857	1,736,506,805
<i>Total Payments</i>	39,503,487,396	42,209,801,384
<i>Surplus/(Deficit) For The Year</i>	(13,376,866,556)	3,289,508,423
<b>BALANCE AS AT 31 DECEMBER</b>	<b>(53,911,937,389)</b>	<b>(40,535,070,833)</b>

- (ii) Housing Loans Fund established under the Housing Loans Fund Act 1971 [Act 42] provides housing loan facilities to employees in the civil service, local authorities and members of administration, legislature and judiciary. Receipts of these funds comprise appropriations from both Consolidated Revenue Account and Development Fund, proceeds from loans raised through transfer from Consolidated Loan Account and housing loan repayment income.

Housing Loans Fund as at 31 December 2014 is as below:

	<b>2014 (Debit)/Credit RM</b>	<b>2013 (Debit)/Credit RM</b>
<i>BALANCE AS AT 1 JANUARY</i>	1,324,944,951	1,515,520,436
<b>RECEIPTS</b>		
Individual Loans		
Repayment of Individual Loans	1,533,029,162	1,530,464,432
Securitisation Revenue	58,273,033	6,727,762,560
Financing		
Miscellaneous Financing	11,500,000,000	4,400,000,000
Interest Income		
Interest Repayment of Individual Loans	1,403,066,372	1,380,731,300
Securitisation Account		
Collection of Securitisation Account's Repayment	2,659,660,349	2,501,037,601
Allocation for Amortisation of Securitisation Discount	376,544,776	(386,424,941)
Miscellaneous	108,368,161	11,665,999
<i>Total Receipts</i>	17,638,941,853	16,165,236,951

(continued)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

(continuation)

	<b>2014 (Debit)/Credit RM</b>	<b>2013 (Debit)/Credit RM</b>
<b>PAYMENTS</b>		
Individual Loans		
Disbursement of Individual Loans	(9,171,503,943)	(8,145,312,053)
Financing		
Repayment of Miscellaneous Financing	(6,100,000,000)	(5,600,000,000)
Securitisation Account		
Remittance of Securitisation Account's Collection	(2,438,248,577)	(2,582,427,916)
Securitisation Account's Other Payments	(14,596,633)	(28,072,467)
<i>Total Payments</i>	(17,724,349,153)	(16,355,812,436)
<b>BALANCE AS AT 31 DECEMBER</b>	<b>1,239,537,651</b>	<b>1,324,944,951</b>

(iii) Miscellaneous Government Trust Funds consist of Clearance Accounts, Trading Account, Loan Accounts, Contingencies Fund and Miscellaneous Funds established under Section 10 of the Financial Procedure Act 1957 [Act 61] for specific purposes in accordance with the Federal Constitution. Financial sources of these funds are appropriations from the government. Part of these funds are revolving in nature while others provide for outright payments.

Miscellaneous Government Trust Funds as at 31 December 2014 are as below:

	<b>2014 (Debit)/Credit RM</b>	<b>2013 (Debit)/Credit RM</b>
<b>CLEARANCE ACCOUNTS</b>		
Inter-Administration Current Account	14,831,283	15,062,341
Treasury Main Clearance Account	2,041,985,996	9,695,319,077
Self-Accounting Departments Clearance Account	100,000,000	100,000,000
<i>Total Clearance Accounts</i>	2,156,817,279	9,810,381,418
<b>TRADING ACCOUNT</b>		
Unallocated Stores and Workshops	77,668,364	82,506,758
<i>Total Trading Account</i>	77,668,364	82,506,758
<b>LOAN ACCOUNTS</b>		
Contractors	6,961,438	7,712,617
Co-operative Credit	15,037,189	15,037,189
Cooperative Development Department Working Capital	105,298,941	158,813,111
Youth Economic Development	6,729,018	6,311,298
Computer Financing for Civil Service Personnel	93,149,013	105,065,042
Personnel Advances (Public Officer)	137,256,413	122,577,139
Miscellaneous Advances	58,414,113	58,548,445
Sarawak Refrigerator Advance	620,000	620,000
States Advance	132,900,289	160,928,872
Royal Loans	2,522,438	2,500,000
Vehicle Loans	666,405,513	666,576,983
Loan to Statutory and Other Bodies	5,879,831,188	5,189,338,781
Housing Loans to Lower Income Group	77,651,847	86,428,496
Overseas Malaysian	1,117,744	1,082,529
Federal Education Loan Revolving Fund	579,747,113	552,352,156
<i>Total Loan Accounts</i>	7,763,642,257	7,133,892,658
<b>CONTINGENCIES FUND</b>		
Contingencies Fund	1,255,624,280	1,207,799,118
<i>Total Contingencies Fund</i>	1,255,624,280	1,207,799,118

(continued)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

(continuation)

	<b>2014 (Debit)/Credit RM</b>	<b>2013 (Debit)/Credit RM</b>
<b>OTHER FUNDS</b>		
National Trust	9,523,070,010	7,040,478,437
Poor Students Fund	229,607,833	428,734,551
National Sports Fund	16,938,063	25,329,695
National Disaster Relief	714,813,016	257,948,166
Wild Animals Attack Victims Relief	2,753,500	251,500
State Reserve	99,731,424	248,606,008
Overseas Student Welfare and Amenity	3,070,152	3,875,655
Bumiputra Automotive Trust Fund	33,959,710	81,083,808
Artist Welfare and Cultural Trust Fund	1,541,248	3,154,793
Examination Syndicate Trust Fund	76,837,530	84,660,107
Public Sector ICT Project Development Trust Fund	1,000,000	1,000,000
Education, Consultation and Research Trust Fund, National Institute of Valuation	2,517,487	1,689,081
Public Transportation Trust Fund	469,191,949	634,903,284
Tax Stamp (Bandero) Procurement Management for Cigarette and Liquor Trust Fund	50,951,084	46,029,888
Project and State Border (Peninsular Malaysia) Survey Trust Fund	6,364,603	7,045,522
Project Platform Continent Malaysia Trust Fund	779,768	835,748
Support Syariah Judiciary Department of Malaysia Trust Fund	13,202,080	13,202,886
National Natural Resources Conservation Trust Fund	10,000,000	-
Marine Reserve and Park Trust Fund	5,142,408	4,777,584
Malay Studies Course Leiden University, The Netherlands	794	794
National Council for Scientific Research and Development (MPKSN)	3,147,930	2,988,430
Sinking Fund	225,450,294	219,449,874
Social and Welfare Services	49,188,440	57,561,454
National Library	1,096,915	653,949
People Housing Ownership Programme	258,018,140	391,444,071
Federal Sports Scholarship Scheme	911,590	2,028,245
Medical Aid Fund (TBP)	30,264,250	15,530,468
Tax Refund Fund	179,136,825	1,777,285,515
Innovation National Berhad Fund	19,813,116	20,002,616
P. Ramlee Memorial Library Fund	84,310	84,849
<i>Total Other Funds</i>	12,028,584,469	11,370,636,978
<b>TOTAL MISCELLANEOUS GOVERNMENT TRUST FUNDS</b>	<b>23,282,336,649</b>	<b>29,605,216,930</b>

**(b) Public Trust Funds**

All receipts and payments for specific purposes in accordance with specific acts or Financial Procedure Act 1957 [Act 61] are accounted in Public Trust Funds. Public Trust Funds consist of Special Trusts incorporated under the relevant acts and General Trusts established under Section 9 of the Financial Procedure Act 1957 [Act 61]. Financial sources of these funds are receipts from organisations or individuals for specific purposes. Private Finance Initiative Trust Account (PFI) and Special Development Activity Private Finance Trust Account are public trust funds used for ascertained development expenditure

Significant Public Trust Funds for each category of Public Trust Funds as at 31 December 2014 are as below:

	<b>2014 (Debit)/Credit RM</b>	<b>2013 (Debit)/Credit RM</b>
<b>SPECIAL TRUSTS</b>		
Light Dues Board	307,294,870	275,682,421
Interest on Investment for Court Deposit	227,962,538	225,789,017
Miscellaneous Special Trusts	140,672,012	145,370,581
<i>Total Special Trusts</i>	675,929,420	646,842,019
<b>GENERAL TRUSTS</b>		
Special Development Activity Private Finance Trust Account	2,958,965,467	5,097,189,238
Private Finance Initiative (PFI) Trust Account	1,670,014,869	1,958,569,562
Special Fund Trust Account	890,845,481	716,580,225
Industrial Electricity Supply Trust Account	486,453,170	471,904,192
Developing/Upgrading Sewerage System for New Development	480,911,314	526,940,287
Miscellaneous General Trust	1,416,389,863	1,288,744,436
<i>Total General Trusts</i>	7,903,580,164	10,059,927,940
<b>TOTAL PUBLIC TRUST FUNDS</b>	<b>8,579,509,584</b>	<b>10,706,769,959</b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**(c) Deposits**

Deposits consist of General Deposits and Adjustment Deposits. General Deposits are monies received for specific purposes under any laws or agreements and need to be reimbursed once the purpose is achieved. Adjustment Deposits are temporary accounts used before payments are made or adjustments are made to specific accounts.

Significant Deposits for each category of Deposits as at 31 December 2014 are as below:

	<b>2014 (Debit)/Credit RM</b>	<b>2013 (Debit)/Credit RM</b>
<b>GENERAL DEPOSITS</b>		
Unclaimed Monies Control Account	3,636,888,078	3,216,434,707
Money for Implementation Guarantee	1,426,358,847	1,503,886,080
Deposit for Unclaimed Monies	1,351,989,426	1,189,759,017
Bankruptcy Estate	1,299,688,831	1,503,240,128
Deposit for High Court	804,404,771	815,311,116
Miscellaneous General Deposits	1,451,217,465	1,237,346,606
<i>Total General Deposits</i>	9,970,547,418	9,465,977,654
<b>ADJUSTMENT DEPOSITS</b>		
Cancelled EFT Payment	123,788,200	94,251,189
Cancelled Pension Scheme B	35,974,648	24,081,607
Adjustment Deposit for Void Cheque	35,645,852	43,528,668
Unallocated Receipts	24,410,156	83,396,516
Miscellaneous Adjustment Deposits	6,279,367	27,003,750
<i>Total Adjustment Deposits</i>	226,098,223	272,261,730
<b>TOTAL DEPOSITS</b>	<b>10,196,645,641</b>	<b>9,738,239,384</b>

**8. MEMORANDUM OF ASSETS**

Memorandum of Assets show a portion of the government's financial assets including Recoverable Loans and Investments that are charged to operating or development expenditure, but not reported in the Statement of Financial Position.

**(a) Recoverable Loans**

Recoverable Loans are balance of loans granted by the Federal Government to State Governments, Local Authorities, Statutory Bodies, Co-operatives, Companies, Individuals and Others.

Recoverable Loans Year 2013 amounted to RM92,547,188,214 has been restated to RM92,444,600,374 to incorporate balance outstanding in foreign currency based on translated exchange rate dated on 31 December 2014 as well as to take into account the reclassification of a few entities under Statutory Bodies to Companies.

Detailed information on Recoverable Loans can be referred to in Attachment 3 – Statement of Memorandum Account of Recoverable Loans as at 31 December 2014.

Recoverable Loans as at 31 December 2014 are as below:

	<b>2014 RM</b>	<b>2013 RM</b>
State Governments	16,470,077,891	15,940,499,634
Local Authorities	451,005,221	457,717,393
Statutory Bodies	6,820,864,168	6,655,453,658
Co-operatives	158,302,635	178,271,904
Companies	28,856,676,215	29,624,251,367
Individuals	44,061,429,758	36,460,363,862
Miscellaneous	2,217,667,710	3,128,042,556
<b>TOTAL RECOVERABLE LOANS</b>	<b>99,036,023,598</b>	<b>92,444,600,374</b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**(b) Investments**

Investments are equity holdings in Companies, Statutory Bodies and International Agency.

Detailed information on Investments can be referred to in Attachment 4 - Statement of Memorandum Account of Investments as at 31 December 2014.

Investments as at 31 December 2014 are as below:

	<i>Book Value</i>	
	<b>2014</b>	<b>2013</b>
	<b>RM</b>	<b>RM</b>
Companies	28,625,590,154	28,421,710,694
Statutory Bodies	1,218,852,876	1,218,852,876
International Agency	38,574,229	38,574,229
<b>TOTAL INVESTMENTS</b>	<b><u>29,883,017,259</u></b>	<b><u>29,679,137,799</u></b>

**9. MEMORANDUM OF LIABILITIES**

Memorandum of Liabilities show a portion of the government's liabilities including Public Debt and Other Liabilities that is not reported in the Statement of Financial Position.

**(a) Public Debt**

Public Debt has been classified as Loans and External Assistance in line with Para 1.10 Cash Basis IPSAS. The equivalent values of outstanding external debt were converted into Malaysian Ringgit based on the Central Bank of Malaysia exchange rate as at 31 December 2014.

Non-Resident holder of Domestic Loans and Housing Loans Sukuk as at 31 December 2014 is amounting to RM151,377,000,000.

Starting year 2014, Housing Loans Fund are being detailed out into two categories which are Term Loans and Housing Loans Sukuk.

Detailed information on Public Debt can be referred to in Attachment 5 - Statement of Memorandum Account of Public Debt as at 31 December 2014

Public Debt as at 31 December 2014 is as below:

	<b>2014</b>	<b>2013</b>
	<b>RM</b>	<b>RM</b>
<b>LOANS</b>		
<b>Domestic</b>		
Treasury Bills	4,320,000,000	4,320,000,000
Government Investment Issues	185,500,000,000	172,500,000,000
Malaysia Government Securities	329,632,319,000	305,075,000,000
	519,452,319,000	481,895,000,000
<b>Housing Loans Fund</b>		
Term Loans	26,200,000,000	32,300,000,000
Housing Loans Sukuk	20,400,000,000	8,900,000,000
	46,600,000,000	41,200,000,000
<b>External</b>		
Market Loans	11,468,925,000	10,791,300,000
<i>Total Loans</i>	<u>577,521,244,000</u>	<u>533,886,300,000</u>
<b>EXTERNAL ASSISTANCE</b>		
Multilateral Loans	656,158,104	721,664,278
Bilateral Loans	4,650,839,177	5,249,794,937
<i>Total External Assistance</i>	5,306,997,281	5,971,459,215
<b>TOTAL PUBLIC DEBT</b>	<b><u>582,828,241,281</u></b>	<b><u>539,857,759,215</u></b>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2014**

**(b) Other Liabilities**

Other Liabilities as at 31 December 2014 is as below:

	<b>2014 RM</b>	<b>2013 RM</b>
Notes Payable	280,810,997	250,336,879
Unclaimed Securities	23,291,530	22,225,104
Central Depository Account	14,002,274	14,062,168
<b>TOTAL OTHER LIABILITIES</b>	<b><u>318,104,801</u></b>	<b><u>286,624,151</u></b>

**10. CONTINGENT LIABILITIES**

Contingent Liabilities will become actual government liabilities upon failure of the entities to fulfill their agreement obligation or upon occurrence of specified events. Contingent Liabilities as at 31 December 2014 comprise:

- a) Loans taken by statutory bodies and government linked companies guaranteed by the Federal Government for RM172,019,413,967 under the provision of Loans Guarantee (Bodies Corporate) Act 1965 (Act 96).
- b) Depositors' savings in Bank Simpanan Nasional, Teachers Provident Fund, Employees Provident Fund and Lembaga Tabung Haji amounting RM678,015,728,835 under the provision of the respective funds' act.

Detailed information on Statutory Guarantees can be referred to in Attachment 6 – Statement of Memorandum Account of Statutory Guarantees as at 31 December 2014.

**11. ACCOUNT RECEIVABLES**

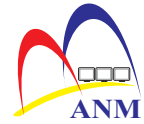
Account Receivables as at 31 December 2014 amounting RM22,574,827,371 based on information provided by Ministries/ Departments are reported as additional information.

**12. ADVANCES TO CONTRACTORS**

Advances to contractors yet to be reimbursed as at 31 December 2014 amounting RM948,969,538 based on information provided by Ministries/ Departments are reported as additional information.



GOVERNMENT OF MALAYSIA



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# ATTACHMENTS TO THE NOTES

FEDERAL GOVERNMENT FINANCIAL STATEMENTS 2014





GOVERNMENT OF MALAYSIA



ACCOUNTANT GENERAL'S DEPARTMENT OF MALAYSIA  
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**ATTACHMENT I**  
**STATEMENT OF OPERATING**  
**EXPENDITURE**

**FEDERAL GOVERNMENT FINANCIAL STATEMENTS 2014**

## Statement of Operating Expenditure for the year ended 31 December 2014

Purpose of Expenditure	Budget		Actual	
	Original	Revised	Amount	Budget
	RM	RM	RM	%
<b>CHARGED EXPENDITURE</b>				
<b>T.01 CIVIL LIST</b>				
<i>Total Emolument</i>	7,602,000	9,938,796	9,937,007.34	99.98
<i>Total Supplies and Services</i>	5,611,000	5,437,000	5,437,000.00	100.00
<i>Total Assets</i>	170,000	317,036	317,035.71	99.99
<i>Total Grants and Fixed Charges</i>	150,000	20,168	20,167.65	99.99
<b>TOTAL FOR CIVIL LIST</b>	<b>13,533,000</b>	<b>15,713,000</b>	<b>15,711,210.70</b>	<b>99.99</b>
<b>T.02 ROYAL ALLOWANCES</b>				
<i>Total Emolument</i>	1,814,000	1,814,000	1,668,727.54	91.99
<b>TOTAL FOR ROYAL ALLOWANCES</b>	<b>1,814,000</b>	<b>1,814,000</b>	<b>1,668,727.54</b>	<b>91.99</b>
<b>T.03 CHIEF JUSTICE, CHIEF JUDGE AND JUDGES</b>				
<i>Total Emolument</i>	74,906,300	74,906,300	61,861,317.08	82.58
<i>Total Supplies and Services</i>	22,946,200	22,946,200	16,509,427.71	71.95
<i>Total Assets</i>	1,752,500	1,752,500	326,862.30	18.65
<i>Total Grants and Fixed Charges</i>	509,000	509,000	340,204.41	66.84
<b>TOTAL FOR CHIEF JUSTICE, CHIEF JUDGE AND JUDGES</b>	<b>100,114,000</b>	<b>100,114,000</b>	<b>79,037,811.50</b>	<b>78.95</b>
<b>T.04 AUDITOR-GENERAL</b>				
<i>Total Emolument</i>	369,000	450,200	450,142.51	99.99
<i>Total Supplies and Services</i>	310,000	228,800	147,577.20	64.50
<b>TOTAL FOR AUDITOR-GENERAL</b>	<b>679,000</b>	<b>679,000</b>	<b>597,719.71</b>	<b>88.03</b>
<b>T.05 SPEAKER OF THE HOUSE OF REPRESENTATIVES</b>				
<i>Total Emolument</i>	730,000	869,372	869,212.01	99.98
<i>Total Supplies and Services</i>	520,000	393,128	393,127.69	99.99
<b>TOTAL FOR SPEAKER OF THE HOUSE OF REPRESENTATIVES</b>	<b>1,250,000</b>	<b>1,262,500</b>	<b>1,262,339.70</b>	<b>99.99</b>
<b>T.06 PRESIDENT OF THE SENATE</b>				
<i>Total Emolument</i>	760,000	760,000	716,364.12	94.26
<i>Total Supplies and Services</i>	530,000	530,000	520,117.76	98.14
<b>TOTAL FOR PRESIDENT OF THE SENATE</b>	<b>1,290,000</b>	<b>1,290,000</b>	<b>1,236,481.88</b>	<b>95.85</b>
<b>T.07 ELECTION COMMISSION</b>				
<i>Total Emolument</i>	1,395,300	1,896,800	1,768,838.44	93.25
<i>Total Grants and Fixed Charges</i>	226,700	363,200	362,830.15	99.90
<b>TOTAL FOR ELECTION COMMISSION</b>	<b>1,622,000</b>	<b>2,260,000</b>	<b>2,131,668.59</b>	<b>94.32</b>
<b>T.08 JUDICIAL AND LEGAL SERVICES COMMISSION</b>				
<i>Total Emolument</i>	11,000	11,000	6,300.00	57.27
<i>Total Supplies and Services</i>	39,000	39,000	30,192.50	77.42
<b>TOTAL FOR JUDICIAL AND LEGAL SERVICES COMMISSION</b>	<b>50,000</b>	<b>50,000</b>	<b>36,492.50</b>	<b>72.99</b>
<b>T.09 PUBLIC SERVICES COMMISSION</b>				
<i>Total Emolument</i>	6,213,700	6,405,200	3,292,655.77	51.41
<i>Total Supplies and Services</i>	4,098,300	3,797,300	2,451,073.47	64.55
<i>Total Grants and Fixed Charges</i>	71,000	180,500	180,402.90	99.95
<b>TOTAL FOR PUBLIC SERVICES COMMISSION</b>	<b>10,383,000</b>	<b>10,383,000</b>	<b>5,924,132.14</b>	<b>57.06</b>

(continued...)

# Statement of Operating Expenditure for the year ended 31 December 2014

(Continuation)

Purpose of Expenditure	Budget		Actual	
	Original	Revised	Amount	Budget
	RM	RM	RM	%
<b>CHARGED EXPENDITURE - (CONT.)</b>				
<b>T.10 EDUCATIONAL SERVICES COMMISSION</b>				
<i>Total Emolument</i>	2,576,900	2,766,900	2,766,487.68	99.99
<i>Total Supplies and Services</i>	974,100	974,100	913,578.85	93.79
<i>Total Grants and Fixed Charges</i>	294,000	294,000	258,699.95	87.99
<b>TOTAL FOR EDUCATIONAL SERVICES COMMISSION</b>	<b>3,845,000</b>	<b>4,035,000</b>	<b>3,938,766.48</b>	<b>97.62</b>
<b>T.11 POLICE FORCE COMMISSION</b>				
<i>Total Emolument</i>	954,800	1,304,800	1,222,726.78	93.71
<i>Total Supplies and Services</i>	426,700	426,200	264,875.50	62.15
<i>Total Grants and Fixed Charges</i>	22,500	23,000	22,528.52	97.95
<b>TOTAL FOR POLICE FORCE COMMISSION</b>	<b>1,404,000</b>	<b>1,754,000</b>	<b>1,510,130.80</b>	<b>86.10</b>
<b>T.12 TREASURY</b>				
<i>Total Grants and Fixed Charges</i>	5,105,599,900	5,127,539,500	5,024,275,293.26	97.99
<i>Total Other Expenditure</i>	302,180,100	280,240,500	267,897,371.88	95.60
<b>TOTAL FOR TREASURY</b>	<b>5,407,780,000</b>	<b>5,407,780,000</b>	<b>5,292,172,665.14</b>	<b>97.86</b>
<b>T.13 CHARGES ON ACCOUNT OF PUBLIC DEBT</b>				
<i>Total Grants and Fixed Charges</i>	23,185,891,000	23,185,891,000	22,588,420,196.66	97.42
<b>TOTAL FOR CHARGES ON ACCOUNT OF PUBLIC DEBT</b>	<b>23,185,891,000</b>	<b>23,185,891,000</b>	<b>22,588,420,196.66</b>	<b>97.42</b>
<b>T.14 PENSIONS, RETIRING ALLOWANCES AND GRATUITIES</b>				
<i>Total Grants and Fixed Charges</i>	12,043,389,900	13,154,204,913	13,133,956,461.63	99.85
<b>TOTAL FOR PENSIONS, RETIRING ALLOWANCES AND GRATUITIES</b>	<b>12,043,389,900</b>	<b>13,154,204,913</b>	<b>13,133,956,461.63</b>	<b>99.85</b>
<i>Total Emolument</i>	97,333,000	101,123,368	84,559,779.27	83.62
<i>Total Supplies and Services</i>	35,455,300	34,771,728	26,666,970.68	76.69
<i>Total Assets</i>	1,922,500	2,069,536	643,898.01	31.11
<i>Total Grants and Fixed Charges</i>	42,406,400,100	44,673,675,208	43,955,770,271.52	98.39
<i>Total Other Expenditure</i>	302,180,100	280,240,500	267,897,371.88	95.60
<b>TOTAL CHARGED EXPENDITURE</b>	<b>42,843,291,000</b>	<b>45,091,880,340</b>	<b>44,335,538,291.36</b>	<b>98.32</b>
<b>SUPPLY EXPENDITURE</b>				
<b>B.01 PARLIAMENT</b>				
<i>Total Emolument</i>	52,380,000	52,258,324	52,258,272.25	99.99
<i>Total Supplies and Services</i>	31,970,000	31,944,099	31,943,714.65	99.99
<i>Total Assets</i>	800,000	831,563	831,404.82	99.98
<i>Total Grants and Fixed Charges</i>	1,500,000	1,616,014	1,616,012.82	99.99
<b>TOTAL FOR PARLIAMENT</b>	<b>86,650,000</b>	<b>86,650,000</b>	<b>86,649,404.54</b>	<b>99.99</b>
<b>B.02 OFFICE OF THE KEEPER OF THE RULER'S SEAL</b>				
<i>Total Emolument</i>	743,000	743,000	741,538.69	99.80
<i>Total Supplies and Services</i>	1,414,000	1,290,719	1,016,154.35	78.73
<i>Total Assets</i>	—	45,609	33,996.00	74.54
<i>Total Grants and Fixed Charges</i>	91,000	98,672	95,096.11	96.38
<b>TOTAL FOR OFFICE OF THE KEEPER OF THE RULER'S SEAL</b>	<b>2,248,000</b>	<b>2,178,000</b>	<b>1,886,785.15</b>	<b>86.63</b>
<b>B.03 NATIONAL AUDIT DEPARTMENT</b>				
<i>Total Emolument</i>	102,924,000	103,895,500	101,825,131.43	98.01
<i>Total Supplies and Services</i>	63,270,000	56,707,500	47,068,588.99	83.00
<i>Total Assets</i>	2,700,000	5,093,000	4,481,644.50	88.00
<i>Total Grants and Fixed Charges</i>	133,000	168,000	150,966.55	89.86
<i>Total Other Expenditure</i>	60,000	60,000	37,220.90	62.03
<b>TOTAL FOR NATIONAL AUDIT DEPARTMENT</b>	<b>169,087,000</b>	<b>165,924,000</b>	<b>153,563,552.37</b>	<b>92.55</b>

(continued...)

# Statement of Operating Expenditure for the year ended 31 December 2014

(Continuation)

Purpose of Expenditure	Budget		Actual	
	Original	Revised	Amount	Budget
	RM	RM	RM	%
<b>SUPPLY EXPENDITURE - (CONT.)</b>				
<b>B.04 ELECTION COMMISSION</b>				
Total Emolument	33,012,000	35,583,740	26,482,512.05	74.42
Total Supplies and Services	49,790,000	45,413,140	33,312,905.01	73.36
Total Assets	–	760,000	444,128.95	58.44
Total Grants and Fixed Charges	230,000	286,120	202,681.45	70.84
<b>TOTAL FOR ELECTION COMMISSION</b>	<b>83,032,000</b>	<b>82,043,000</b>	<b>60,442,227.46</b>	<b>73.67</b>
<b>B.05 PUBLIC SERVICES COMMISSION</b>				
Total Emolument	20,797,300	21,027,993	21,023,977.53	99.98
Total Supplies and Services	31,415,700	29,648,041	29,648,038.08	99.99
Total Assets	1,927,000	1,595,446	1,595,445.92	99.99
Total Grants and Fixed Charges	–	298,520	298,519.03	99.99
<b>TOTAL FOR PUBLIC SERVICES COMMISSION</b>	<b>54,140,000</b>	<b>52,570,000</b>	<b>52,565,980.56</b>	<b>99.99</b>
<b>B.06 PRIME MINISTER'S DEPARTMENT</b>				
Total Emolument	1,240,425,100	1,304,172,727	1,292,615,817.89	99.11
Total Supplies and Services	2,845,837,200	2,671,983,460	2,618,035,539.66	97.98
Total Assets	51,443,900	97,373,103	91,351,287.89	93.82
Total Grants and Fixed Charges	1,729,701,800	1,688,213,010	1,641,324,280.78	97.22
Total Other Expenditure	2,207,000	3,182,120	2,849,608.16	89.55
<b>TOTAL FOR PRIME MINISTER'S DEPARTMENT</b>	<b>5,869,615,000</b>	<b>5,764,924,420</b>	<b>5,646,176,534.38</b>	<b>97.94</b>
<b>B.07 PUBLIC SERVICES DEPARTMENT</b>				
Total Emolument	198,271,700	226,746,415	226,746,409.12	99.99
Total Supplies and Services	339,345,200	420,483,760	420,483,750.75	99.99
Total Assets	1,200,000	1,545,356	1,545,355.05	99.99
Total Grants and Fixed Charges	1,642,644,100	1,620,766,699	1,907,801,474.49	117.71
Total Other Expenditure	156,000	74,770	74,769.48	99.99
<b>TOTAL FOR PUBLIC SERVICES DEPARTMENT</b>	<b>2,181,617,000</b>	<b>2,269,617,000</b>	<b>2,556,651,758.89</b>	<b>112.65</b>
<b>B.08 ATTORNEY GENERAL'S CHAMBERS</b>				
Total Emolument	103,420,100	110,608,317	109,921,674.87	99.38
Total Supplies and Services	86,499,300	75,296,483	70,989,222.20	94.28
Total Assets	7,000,000	6,700,000	1,752,380.53	26.15
Total Grants and Fixed Charges	464,600	455,200	410,843.16	90.26
<b>TOTAL FOR ATTORNEY GENERAL'S CHAMBERS</b>	<b>197,384,000</b>	<b>193,060,000</b>	<b>183,074,120.76</b>	<b>94.83</b>
<b>B.09 MALAYSIAN ANTI-CORRUPTION COMMISSION</b>				
Total Emolument	174,793,200	169,813,767	143,288,395.48	84.38
Total Supplies and Services	110,473,700	98,984,985	94,874,146.06	95.85
Total Assets	11,963,500	18,588,200	18,243,972.68	98.15
Total Grants and Fixed Charges	279,600	4,600,048	4,534,559.18	98.58
<b>TOTAL FOR MALAYSIAN ANTI-CORRUPTION COMMISSION</b>	<b>297,510,000</b>	<b>291,987,000</b>	<b>260,941,073.40</b>	<b>89.37</b>
<b>B.10 TREASURY</b>				
Total Emolument	929,450,100	969,586,300	951,522,078.67	98.14
Total Supplies and Services	820,933,000	776,674,980	713,638,112.98	91.88
Total Assets	31,300,000	28,800,000	22,727,362.52	78.91
Total Grants and Fixed Charges	1,484,395,700	1,699,401,520	1,699,080,596.77	99.98
Total Other Expenditure	466,200	1,036,200	804,558.24	77.65
<b>TOTAL FOR TREASURY</b>	<b>3,266,545,000</b>	<b>3,475,499,000</b>	<b>3,387,772,709.18</b>	<b>97.48</b>

(continued...)

# Statement of Operating Expenditure for the year ended 31 December 2014

(Continuation)

Purpose of Expenditure	Budget		Actual	
	Original	Revised	Amount	Budget
	RM	RM	RM	%
<b>SUPPLY EXPENDITURE - (CONT.)</b>				
<b>B.11 TREASURY GENERAL SERVICES</b>				
Total Emolument	-	2,082,188,000	2,082,188,000.00	100.00
Total Supplies and Services	356,253,000	483,666,539	461,455,960.86	95.41
Total Assets	42,170,000	42,170,000	4,630,703.00	10.98
Total Grants and Fixed Charges	33,119,647,000	33,085,991,918	32,824,230,215.71	99.21
Total Other Expenditure	1,056,300,000	1,068,541,543	1,068,014,630.05	99.95
<b>TOTAL FOR TREASURY GENERAL SERVICES</b>	<b>34,574,370,000</b>	<b>36,762,558,000</b>	<b>36,440,519,509.62</b>	<b>99.12</b>
<b>B.12 CONTRIBUTION TO STATUTORY FUNDS</b>				
Total Assets	-	120,302,700	120,302,655.18	99.99
Total Grants and Fixed Charges	2,916,949,000	3,006,646,300	4,035,255,234.19	134.21
<b>TOTAL FOR CONTRIBUTION TO STATUTORY FUNDS</b>	<b>2,916,949,000</b>	<b>3,126,949,000</b>	<b>4,155,557,889.37</b>	<b>132.89</b>
<b>B.13 MINISTRY OF FOREIGN AFFAIRS</b>				
Total Emolument	301,407,600	284,732,172	284,732,163.29	99.99
Total Supplies and Services	266,142,700	299,660,140	326,493,388.35	108.95
Total Assets	2,000,000	9,769,167	9,769,166.36	99.99
Total Grants and Fixed Charges	65,306,700	67,657,609	67,657,606.73	99.99
Total Other Expenditure	6,980,000	6,710,912	6,710,910.90	99.99
<b>TOTAL FOR MINISTRY OF FOREIGN AFFAIRS</b>	<b>641,837,000</b>	<b>668,530,000</b>	<b>695,363,235.63</b>	<b>104.01</b>
<b>B.20 MINISTRY OF PLANTATION INDUSTRIES AND COMMODITIES</b>				
Total Emolument	18,125,000	18,125,000	17,159,030.39	94.67
Total Supplies and Services	29,915,000	29,562,000	25,230,378.20	85.35
Total Assets	-	350,000	176,500.00	50.43
Total Grants and Fixed Charges	1,270,455,000	768,955,000	768,495,109.50	99.94
Total Other Expenditure	-	3,000	2,920.00	97.33
<b>TOTAL FOR MINISTRY OF PLANTATION INDUSTRIES AND COMMODITIES</b>	<b>1,318,495,000</b>	<b>816,995,000</b>	<b>811,063,938.09</b>	<b>99.27</b>
<b>B.21 MINISTRY OF AGRICULTURE AND AGRO-BASED INDUSTRY</b>				
Total Emolument	440,750,000	438,126,150	433,101,303.22	98.85
Total Supplies and Services	375,679,000	334,170,488	323,039,421.16	96.67
Total Assets	13,400,000	15,413,300	14,435,694.32	93.66
Total Grants and Fixed Charges	3,537,107,000	3,651,432,562	3,651,071,055.37	99.99
Total Other Expenditure	444,000	454,500	208,075.64	45.78
<b>TOTAL FOR MINISTRY OF AGRICULTURE AND AGRO-BASED INDUSTRY</b>	<b>4,367,380,000</b>	<b>4,439,597,000</b>	<b>4,421,855,549.71</b>	<b>99.60</b>
<b>B.22 MINISTRY OF RURAL AND REGIONAL DEVELOPMENT</b>				
Total Emolument	121,427,400	121,427,400	114,924,950.69	94.64
Total Supplies and Services	1,065,565,800	1,091,270,775	1,069,145,997.00	97.97
Total Assets	7,711,000	8,886,000	8,116,123.61	91.34
Total Grants and Fixed Charges	4,529,675,800	4,469,515,015	4,392,868,800.66	98.29
Total Other Expenditure	-	2,810	2,792.35	99.37
<b>TOTAL FOR MINISTRY OF RURAL AND REGIONAL DEVELOPMENT</b>	<b>5,724,380,000</b>	<b>5,691,102,000</b>	<b>5,585,058,664.31</b>	<b>98.14</b>
<b>B.23 MINISTRY OF NATURAL RESOURCES AND ENVIRONMENT</b>				
Total Emolument	586,937,100	588,002,000	587,971,313.70	99.99
Total Supplies and Services	320,070,300	300,993,520	300,961,428.35	99.99
Total Assets	7,491,400	10,058,220	10,057,624.44	99.99
Total Grants and Fixed Charges	67,503,700	75,014,360	75,012,346.46	99.99
Total Other Expenditure	130,094,500	129,549,900	129,548,872.80	99.99
<b>TOTAL FOR MINISTRY OF NATURAL RESOURCES AND ENVIRONMENT</b>	<b>1,112,097,000</b>	<b>1,103,618,000</b>	<b>1,103,551,585.75</b>	<b>99.99</b>
<b>B.24 MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY</b>				
Total Emolument	64,947,300	64,947,300	59,901,688.09	92.23
Total Supplies and Services	65,239,800	55,626,051	51,212,831.46	92.07
Total Assets	350,000	1,440,000	1,429,218.86	99.25
Total Grants and Fixed Charges	470,390,500	475,684,899	475,506,045.52	99.96
Total Other Expenditure	150,400	118,750	15,961.37	13.44
<b>TOTAL FOR MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY</b>	<b>601,078,000</b>	<b>597,817,000</b>	<b>588,065,745.30</b>	<b>98.37</b>

(continued...)

# Statement of Operating Expenditure for the year ended 31 December 2014

(Continuation)

Purpose of Expenditure	Budget		Actual	
	Original	Revised	Amount	Budget
	RM	RM	RM	%
<b>SUPPLY EXPENDITURE - (CONT.)</b>				
<b>B.25 MINISTRY OF DOMESTIC TRADE, CO-OPERATIVES AND CONSUMERISM</b>				
Total Emolument	149,137,100	158,068,750	145,758,233.31	98.66
Total Supplies and Services	476,874,000	480,598,241	441,044,440.55	94.26
Total Assets	940,000	12,848,333	10,958,390.68	-
Total Grants and Fixed Charges	504,468,900	478,761,676	447,638,928.26	73.54
<b>TOTAL FOR MINISTRY OF DOMESTIC TRADE, CO-OPERATIVES AND CONSUMERISM</b>	<b>1,131,420,000</b>	<b>1,130,277,000</b>	<b>1,045,399,992.80</b>	<b>92.49</b>
<b>B.27 MINISTRY OF WORKS</b>				
Total Emolument	542,187,400	556,592,400	539,802,357.03	96.98
Total Supplies and Services	1,593,036,600	1,501,074,396	603,286,604.47	40.19
Total Assets	4,000,000	6,377,140	5,485,929.85	86.02
Total Grants and Fixed Charges	466,210,000	461,739,064	461,436,208.28	99.93
Total Other Expenditure	110,000	110,000	102,688.72	93.35
<b>TOTAL FOR MINISTRY OF WORKS</b>	<b>2,605,544,000</b>	<b>2,525,893,000</b>	<b>1,610,113,788.35</b>	<b>63.74</b>
<b>B.28 MINISTRY OF TRANSPORT</b>				
Total Emolument	529,111,300	520,713,485	519,768,790.75	99.82
Total Supplies and Services	494,780,600	493,910,656	486,553,772.39	98.51
Total Assets	3,283,000	4,622,669	4,407,612.96	95.35
Total Grants and Fixed Charges	283,748,600	272,486,409	272,418,068.57	99.97
Total Other Expenditure	147,500	119,181	119,096.37	99.93
<b>TOTAL FOR MINISTRY OF TRANSPORT</b>	<b>1,311,071,000</b>	<b>1,291,852,400</b>	<b>1,283,267,341.04</b>	<b>99.34</b>
<b>B.29 MINISTRY OF ENERGY, GREEN TECHNOLOGY AND WATER</b>				
Total Emolument	45,318,800	43,618,800	41,140,206.01	94.32
Total Supplies and Services	76,930,200	73,779,586	69,712,812.09	94.49
Total Assets	1,840,000	2,360,220	2,076,534.40	87.98
Total Grants and Fixed Charges	11,659,000	12,143,394	11,979,309.84	98.65
<b>TOTAL FOR MINISTRY OF ENERGY, GREEN TECHNOLOGY AND WATER</b>	<b>135,748,000</b>	<b>131,902,000</b>	<b>124,908,862.34</b>	<b>94.70</b>
<b>B.30 MINISTRY OF SCIENCE, TECHNOLOGY AND INNOVATION</b>				
Total Emolument	239,662,300	239,662,300	232,885,252.39	97.17
Total Supplies and Services	234,644,300	231,141,635	216,799,351.97	93.80
Total Assets	8,892,000	7,786,100	6,842,254.82	87.88
Total Grants and Fixed Charges	251,464,100	245,545,503	245,478,790.98	99.97
Total Other Expenditure	128,300	127,572	125,770.39	98.59
<b>TOTAL FOR MINISTRY OF SCIENCE, TECHNOLOGY AND INNOVATION</b>	<b>734,791,000</b>	<b>724,263,110</b>	<b>702,131,420.55</b>	<b>96.94</b>
<b>B.31 MINISTRY OF TOURISM</b>				
Total Emolument	139,988,800	146,044,794	140,113,114.66	95.94
Total Supplies and Services	364,926,900	290,438,294	283,399,572.45	97.58
Total Assets	15,380,000	20,493,767	18,437,143.27	89.96
Total Grants and Fixed Charges	699,255,300	757,728,145	755,076,128.84	99.65
Total Other Expenditure	40,000	40,000	36,232.93	90.58
<b>TOTAL FOR MINISTRY OF TOURISM</b>	<b>1,219,591,000</b>	<b>1,214,745,000</b>	<b>1,197,062,192.15</b>	<b>98.54</b>

(continued...)

# Statement of Operating Expenditure for the year ended 31 December 2014

(Continuation)

Purpose of Expenditure	Budget		Actual	
	Original	Revised	Amount	Budget
	RM	RM	RM	%
<b>SUPPLY EXPENDITURE - (CONT.)</b>				
<b>B.32 MINISTRY OF FEDERAL TERRITORIES AND URBAN WELLBEING</b>				
<i>Total Emolument</i>	18,361,900	19,306,905	18,184,827.75	94.19
<i>Total Supplies and Services</i>	64,518,700	53,956,925	48,653,354.75	90.17
<i>Total Assets</i>	300,000	1,333,000	1,167,668.60	87.60
<i>Total Grants and Fixed Charges</i>	421,589,400	461,323,870	461,001,509.94	99.93
<b>TOTAL FOR MINISTRY OF FEDERAL TERRITORIES AND URBAN WELLBEING</b>	<b>504,770,000</b>	<b>535,920,700</b>	<b>529,007,361.04</b>	<b>98.71</b>
<b>B.40 EDUCATION SERVICE COMMISSION</b>				
<i>Total Emolument</i>	10,585,500	11,069,594	10,897,636.95	98.45
<i>Total Supplies and Services</i>	5,874,800	5,219,306	4,729,590.34	90.62
<i>Total Assets</i>	360,000	529,100	426,151.14	80.54
<i>Total Grants and Fixed Charges</i>	16,700	19,000	17,760.00	93.47
<b>TOTAL FOR EDUCATION SERVICE COMMISSION</b>	<b>16,837,000</b>	<b>16,837,000</b>	<b>16,071,138.43</b>	<b>95.45</b>
<b>B.41 MINISTRY OF EDUCATION</b>				
<i>Total Emolument</i>	30,400,996,900	30,434,165,774	30,862,187,981.16	101.41
<i>Total Supplies and Services</i>	5,050,309,500	5,492,002,092	5,491,810,870.69	99.99
<i>Total Assets</i>	238,140,800	215,083,513	215,083,508.38	99.99
<i>Total Grants and Fixed Charges</i>	14,875,142,800	15,057,371,128	15,057,371,100.34	99.99
<i>Total Other Expenditure</i>	860,000	882,493	882,492.01	99.99
<b>TOTAL FOR MINISTRY OF EDUCATION</b>	<b>50,565,450,000</b>	<b>51,199,505,000</b>	<b>51,627,335,952.58</b>	<b>100.84</b>
<b>B.42 MINISTRY OF HEALTH</b>				
<i>Total Emolument</i>	11,070,105,400	11,511,839,270	11,712,562,681.36	101.74
<i>Total Supplies and Services</i>	8,927,335,700	8,153,606,757	8,153,606,720.10	99.99
<i>Total Assets</i>	102,776,800	458,921,740	458,921,732.77	99.99
<i>Total Grants and Fixed Charges</i>	397,787,100	373,637,529	369,972,718.74	99.02
<i>Total Other Expenditure</i>	55,000	54,704	54,704.00	100.00
<b>TOTAL FOR MINISTRY OF HEALTH</b>	<b>20,498,060,000</b>	<b>20,498,060,000</b>	<b>20,695,118,556.97</b>	<b>100.96</b>
<b>B.43 MINISTRY OF HOUSING AND LOCAL GOVERNMENT</b>				
<i>Total Emolument</i>	652,396,000	660,029,200	660,024,237.23	99.99
<i>Total Supplies and Services</i>	523,310,300	477,810,627	460,488,123.81	96.37
<i>Total Assets</i>	33,961,300	34,512,190	31,684,429.76	91.81
<i>Total Grants and Fixed Charges</i>	1,161,677,400	1,172,827,983	414,498,558.49	35.34
<b>TOTAL FOR MINISTRY OF HOUSING AND LOCAL GOVERNMENT</b>	<b>2,371,345,000</b>	<b>2,345,180,000</b>	<b>1,566,695,349.29</b>	<b>66.80</b>
<b>B.45 MINISTRY OF YOUTH AND SPORTS</b>				
<i>Total Emolument</i>	138,989,000	156,808,500	155,364,613.58	99.08
<i>Total Supplies and Services</i>	260,101,600	234,513,400	230,862,845.99	98.44
<i>Total Assets</i>	2,500,000	1,950,000	1,483,640.45	76.08
<i>Total Grants and Fixed Charges</i>	176,758,400	175,872,100	175,124,983.85	99.58
<i>Total Other Expenditure</i>	1,500,000	1,500,000	1,456,063.30	97.07
<b>TOTAL FOR MINISTRY OF YOUTH AND SPORTS</b>	<b>579,849,000</b>	<b>570,644,000</b>	<b>564,292,147.17</b>	<b>98.89</b>

(continued...)

# Statement of Operating Expenditure for the year ended 31 December 2014

(Continuation)

Purpose of Expenditure	Budget		Actual	
	Original	Revised	Amount	Budget
	RM	RM	RM	%
<b>SUPPLY EXPENDITURE - (CONT.)</b>				
<b>B.46 MINISTRY OF HUMAN RESOURCES</b>				
<i>Total Emolument</i>	391,480,800	417,563,914	417,562,815.08	99.99
<i>Total Supplies and Services</i>	373,061,500	335,693,589	335,691,739.22	99.99
<i>Total Assets</i>	5,500,000	7,679,800	7,679,408.49	99.99
<i>Total Grants and Fixed Charges</i>	77,669,700	68,142,277	68,141,885.67	99.99
<i>Total Other Expenditure</i>	27,000	6,400	6,390.72	99.86
<b>TOTAL FOR MINISTRY OF HUMAN RESOURCES</b>	<b>847,739,000</b>	<b>829,086,000</b>	<b>829,082,239.18</b>	<b>100.00</b>
<b>B.47 MINISTRY OF INFORMATION, COMMUNICATION AND CULTURE</b>				
<i>Total Emolument</i>	355,518,400	355,405,100	351,714,017.54	98.96
<i>Total Supplies and Services</i>	885,650,200	879,817,500	866,421,689.70	98.48
<i>Total Assets</i>	3,333,000	6,592,000	6,361,128.66	96.50
<i>Total Grants and Fixed Charges</i>	208,286,400	196,806,400	196,013,891.71	99.60
<i>Total Other Expenditure</i>	115,000	–	–	–
<b>TOTAL FOR MINISTRY OF INFORMATION, COMMUNICATION AND CULTURE</b>	<b>1,452,903,000</b>	<b>1,438,621,000</b>	<b>1,420,510,727.61</b>	<b>98.74</b>
<b>B.48 MINISTRY OF WOMEN, FAMILY AND COMMUNITY DEVELOPMENT</b>				
<i>Total Emolument</i>	242,974,800	250,226,414	247,855,217.81	99.05
<i>Total Supplies and Services</i>	212,369,900	221,128,534	211,162,074.99	95.49
<i>Total Assets</i>	7,696,000	6,951,479	6,180,756.93	88.91
<i>Total Grants and Fixed Charges</i>	1,589,026,300	1,573,760,573	1,572,607,574.41	99.93
<b>TOTAL FOR MINISTRY OF WOMEN, FAMILY AND COMMUNITY DEVELOPMENT</b>	<b>2,052,067,000</b>	<b>2,052,067,000</b>	<b>2,037,805,624.14</b>	<b>99.31</b>
<b>B.60 MINISTRY OF DEFENCE</b>				
<i>Total Emolument</i>	6,719,560,800	6,730,799,157	6,729,026,791.10	99.97
<i>Total Supplies and Services</i>	5,866,108,700	5,705,487,576	5,678,391,149.43	99.53
<i>Total Assets</i>	647,419,000	572,810,930	559,781,556.04	97.73
<i>Total Grants and Fixed Charges</i>	121,979,000	108,145,799	107,814,753.14	99.69
<i>Total Other Expenditure</i>	266,500	3,785,538	3,727,725.94	98.47
<b>TOTAL FOR MINISTRY OF DEFENCE</b>	<b>13,355,334,000</b>	<b>13,121,029,000</b>	<b>13,078,741,975.65</b>	<b>99.68</b>

(continued...)

## Statement of Operating Expenditure for the year ended 31 December 2014

Purpose of Expenditure	Budget		Actual	
	Original	Revised	Amount	Budget
	RM	RM	RM	%
<b>SUPPLY EXPENDITURE - (CONT.)</b>				
<b>B.62 MINISTRY OF HOME AFFAIRS</b>				
<i>Total Emolument</i>	7,476,511,000	7,571,131,200	7,571,121,514.33	99.99
<i>Total Supplies and Services</i>	4,317,712,000	4,031,062,244	4,031,049,257.98	99.99
<i>Total Assets</i>	148,902,700	152,612,694	152,579,396.24	99.98
<i>Total Grants and Fixed Charges</i>	15,817,300	15,318,262	15,314,613.23	99.98
<i>Total Other Expenditure</i>	1,833,000	1,766,600	1,765,348.97	99.93
<b>TOTAL FOR MINISTRY OF HOME AFFAIRS</b>	<b>11,960,776,000</b>	<b>11,771,891,000</b>	<b>11,771,830,130.75</b>	<b>99.99</b>
<i>Total Emolument</i>	63,512,697,100	66,375,029,662	66,862,374,545.40	100.73
<i>Total Supplies and Services</i>	36,587,359,200	35,464,618,038	34,232,213,549.03	96.52
<i>Total Assets</i>	1,406,681,400	1,883,186,339	1,801,481,908.07	95.66
<i>Total Grants and Fixed Charges</i>	72,099,030,900	72,048,430,578	72,177,518,228.77	100.18
<i>Total Other Expenditure</i>	1,201,940,400	1,218,127,013	1,216,546,833.24	99.87
<b>TOTAL FOR SUPPLY EXPENDITURE</b>	<b>174,807,709,000</b>	<b>176,989,391,630</b>	<b>176,290,135,064.51</b>	<b>99.60</b>
<i>Total Emolument</i>	63,610,030,100	66,476,153,030	66,946,934,324.67	100.71
<i>Total Supplies and Services</i>	36,622,814,500	35,499,389,766	34,258,880,519.71	96.51
<i>Total Assets</i>	1,408,603,900	1,885,255,875	1,802,125,806.08	95.59
<i>Total Grants and Fixed Charges</i>	114,505,431,000	116,722,105,786	*116,133,288,500.29	99.50
<i>Total Other Expenditure</i>	1,504,120,500	1,498,367,513	1,484,444,205.12	99.07
<b>TOTAL OPERATING EXPENDITURE</b>	<b>217,651,000,000</b>	<b>222,081,271,970</b>	<b>220,625,673,355.87</b>	<b>99.34</b>

Note: (\*) – Included transfer to Development Fund RM 1,036,530,784.19.





GOVERNMENT OF MALAYSIA



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**ATTACHMENT 2**  
**STATEMENT OF DEVELOPMENT**  
**EXPENDITURE**

**FEDERAL GOVERNMENT FINANCIAL STATEMENTS 2014**

## Statement of Development Expenditure for the year ended 31 December 2014

<i>Purpose of Expenditure</i>	<i>Total Cost for Project</i>	<i>Actual Expenditure for 10MP as at 31.12.2013</i>
	<i>RM</i>	<i>RM</i>
PRIME MINISTER'S DEPARTMENT		
P.06 Prime Minister's Department	115,327,791,764.00	25,206,400,876.30
PUBLIC SERVICES DEPARTMENT		
P.07 Public Services Department	216,528,949.00	119,084,045.06
MINISTRY OF FINANCE		
P.10 Treasury	8,862,288,114.00	3,843,245,546.13
MINISTRY OF FOREIGN AFFAIRS		
P.13 Ministry of Foreign Affairs	807,065,466.00	238,141,294.22
MINISTRY OF PLANTATION INDUSTRIES AND COMMODITIES		
P.20 Ministry of Plantation Industries and Commodities	4,916,081,606.00	1,807,549,100.00
MINISTRY OF AGRICULTURE AND AGRO-BASED INDUSTRY		
P.21 Ministry of Agriculture and Agro-Based Industry	8,267,194,735.00	3,264,795,622.13
MINISTRY OF RURAL AND REGIONAL DEVELOPMENT		
P.22 Ministry of Rural and Regional Development	51,709,503,231.00	19,705,541,469.35
MINISTRY OF NATURAL RESOURCES AND ENVIRONMENT		
P.23 Ministry of Natural Resources and Environment	8,591,771,549.00	4,459,712,219.28
MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY		
P.24 Ministry of International Trade and Industry	8,172,680,000.00	2,229,890,502.92
MINISTRY OF DOMESTIC TRADE, CO-OPERATIVES AND CONSUMERISM		
P.25 Ministry of Domestic Trade, Co-operatives and Consumerism	269,821,320.00	128,011,240.10
MINISTRY OF WORKS		
P.27 Ministry of Works	32,568,492,487.00	9,924,446,634.28
MINISTRY OF TRANSPORT		
P.28 Ministry of Transport	40,908,107,974.00	11,447,815,622.87
MINISTRY OF ENERGY, GREEN TECHNOLOGY AND WATER		
P.29 Ministry of Energy, Green Technology and Water	19,508,042,891.00	4,841,394,505.07
MINISTRY OF SCIENCE, TECHNOLOGY AND INNOVATION		
P.30 Ministry of Science, Technology and Innovation	4,695,110,822.00	1,631,079,586.62
MINISTRY OF TOURISM		
P.31 Ministry of Tourism	1,790,407,928.00	988,243,004.02
MINISTRY OF FEDERAL TERRITORIES AND URBAN WELLBEING		
P.32 Ministry of Federal Territories and Urban Wellbeing	8,853,218,753.39	2,760,672,922.72
MINISTRY OF EDUCATION		
P.41 Ministry of Education	35,365,246,778.91	17,181,473,891.54
MINISTRY OF HEALTH		
P.42 Ministry of Health	17,987,974,607.00	5,460,514,286.17
MINISTRY OF HOUSING AND LOCAL GOVERNMENT		
P.43 Ministry of Housing and Local Government	10,665,681,486.00	3,893,401,946.70
MINISTRY OF YOUTH AND SPORTS		
P.45 Ministry of Youth and Sports	1,340,411,688.00	780,798,137.83
MINISTRY OF HUMAN RESOURCES		
P.46 Ministry of Human Resources	3,667,596,933.00	1,789,976,775.20
MINISTRY OF INFORMATION, COMMUNICATION AND CULTURE		
P.47 Ministry of Information, Communication and Culture	7,226,724,093.00	1,962,689,490.13
MINISTRY OF WOMEN, FAMILY AND COMMUNITY DEVELOPMENT		
P.48 Ministry of Women, Family and Community Development	1,037,959,609.00	363,437,950.71
MINISTRY OF DEFENCE		
P.60 Ministry of Defence	43,133,740,787.00	9,327,559,542.48
MINISTRY OF HOME AFFAIRS		
P.62 Ministry of Home Affairs	7,457,323,524.24	2,202,741,404.66
CONTINGENCIES RESERVE		
P.70 Contingencies Reserve	0.00	0.00
<b>TOTAL FOR DEVELOPMENT EXPENDITURE</b>	<b>443,346,767,095.54</b>	<b>135,558,617,616.49</b>

Budget for the Year 2014			Actual Expenditure for the Year 2014			Actual Expenditure for 10 MP as at 31.12.2014
Direct	Loans	Total	Direct	Loans	Total	
RM	RM	RM	RM	RM	RM	RM
8,410,391,188.00	–	8,410,391,188	8,308,754,327.07	–	8,308,754,327.07	33,515,155,203.37
23,675,300.00	–	23,675,300	23,180,247.25	–	23,180,247.25	142,264,292.31
1,186,144,731.00	6,487,300.00	1,192,632,031	1,135,068,812.37	6,487,300.00	1,141,556,112.37	4,984,801,658.50
126,436,082.00	–	126,436,082	120,223,380.11	–	120,223,380.11	358,364,674.33
519,158,300.00	194,000,000.00	713,158,300	508,518,526.90	189,000,000.00	697,518,526.90	2,505,067,626.90
1,218,214,210.00	300,000,000.00	1,518,214,210	1,165,541,689.00	300,000,000.00	1,465,541,689.00	4,730,337,311.13
3,610,768,700.00	305,930,300.00	3,916,699,000	3,593,966,262.26	303,430,300.00	3,897,396,562.26	23,602,938,031.61
1,267,496,930.00	–	1,267,496,930	1,257,647,955.24	–	1,257,647,955.24	5,717,360,174.52
547,550,000.00	88,300,000.00	635,850,000	543,919,263.37	88,299,999.00	632,219,262.37	2,862,109,765.29
28,606,100.00	–	28,606,100	28,406,770.50	–	28,406,770.50	156,418,010.60
3,741,212,778.00	–	3,741,212,778	3,726,518,728.86	–	3,726,518,728.86	13,650,965,363.14
2,580,876,599.00	–	2,580,876,599	2,459,939,265.31	–	2,459,939,265.31	13,907,754,888.18
831,233,110.00	994,325,110.00	1,825,558,220	808,578,795.12	992,193,258.00	1,800,772,053.12	6,642,166,558.19
360,766,010.00	–	360,766,010	338,074,839.74	–	338,074,839.74	1,969,154,426.36
255,840,010.00	–	255,840,010	246,573,945.63	–	246,573,945.63	1,234,816,949.65
878,545,900.00	–	878,545,900	878,508,919.84	–	878,508,919.84	3,639,181,842.56
4,035,143,850.00	–	4,035,143,850	4,020,143,013.51	–	4,020,143,013.51	21,201,616,905.05
1,495,320,310.00	–	1,495,320,310	1,389,079,700.52	–	1,389,079,700.52	6,849,593,986.69
2,162,884,420.00	–	2,162,884,420	2,150,171,934.99	–	2,150,171,934.99	6,043,573,881.69
121,663,063.00	–	121,663,063	121,383,230.20	–	121,383,230.20	902,181,368.03
529,112,050.00	–	529,112,050	502,503,765.11	–	502,503,765.11	2,292,480,540.31
510,228,000.00	–	510,228,000	490,214,006.68	–	490,214,006.68	2,452,903,496.81
73,389,340.00	–	73,389,340	70,289,885.61	–	70,289,885.61	433,727,836.32
3,152,732,210.00	–	3,152,732,210	3,152,726,081.99	–	3,152,726,081.99	12,480,285,624.47
607,000,030.00	–	607,000,030	584,143,191.80	–	584,143,191.80	2,786,884,596.46
2,000,000,000.00	–	2,000,000,000	–	–	–	–
40,274,389,221.00	1,889,042,710.00	42,163,431,931	37,624,076,539	1,879,410,857	39,503,487,396	175,062,105,012





GOVERNMENT OF MALAYSIA



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**ATTACHMENT 3**  
**STATEMENT OF MEMORANDUM**  
**ACCOUNT OF RECOVERABLE LOANS**



**Statement of Memorandum Account of Recoverable Loans  
as at 31 December 2014**

Particulars	Loans Charged to			Outstanding Balance as at	
	Development	Revenue Account	Other Trust Accounts	2014	2013
	RM	RM	RM	RM	RM
<b>I. STATE GOVERNMENTS</b>					
Johor	367,022,126.34	1,792,223.76	84,000,000.00	452,814,350.10	412,728,017.94
Kedah	2,496,313,172.52	7,255,809.66	113,333,333.33	2,616,902,315.51	2,615,665,928.26
Kelantan	1,259,771,335.36	128,240.93	33,660,765.18	1,293,560,341.47	1,233,435,714.83
Melaka	421,819,162.79	44,181,501.80	401,447,352.18	867,448,016.77	876,731,378.34
Negeri Sembilan	844,011,657.04	3,120,782.61	65,562,000.00	912,694,439.65	883,297,933.92
Pahang	2,480,944,826.76	9,369,485.16	238,185,351.62	2,728,499,663.54	2,605,940,052.92
Perak	558,315,316.60	85,100.61	–	558,400,417.41	479,806,943.72
Perlis	288,627,857.08	6,067,005.83	61,301,207.54	355,996,070.45	353,823,627.70
Pulau Pinang	61,255,356.10	13,453.19	–	61,268,809.29	50,260,099.62
Sabah	2,335,856,306.30	–	75,423,330.44	2,411,279,636.74	2,307,788,709.18
Sarawak	2,331,665,666.96	320,000.89	12,521,640.28	2,344,507,308.13	2,279,894,588.94
Selangor	940,651,600.66	1,186,183.70	15,357,003.49	957,194,787.85	883,041,842.70
Terengganu	891,830,972.30	17,680,762.07	–	909,511,734.37	958,084,796.17
<i>Total State Governments</i>	15,278,085,357.01	91,200,550.21	1,100,791,984.06	16,470,077,891.28	15,940,499,634.24
<b>II. LOCAL AUTHORITIES</b>					
Kuala Lumpur City Hall	293,519,669.34	25,143,464.56	–	318,663,133.90	325,375,306.24
Penang Municipal Council	15,130,668.80	4,085,203.07	–	19,215,871.87	19,215,871.87
Seberang Perai Municipal Council	90,106,876.31	23,019,338.86	–	113,126,215.17	113,126,215.17
<i>Total for Local Authorities</i>	398,757,214.45	52,248,006.49	–	451,005,220.94	457,717,393.28
<b>III. STATUTORY BODIES</b>					
South Kelantan Development Authority	10,000,000.00	–	–	10,000,000.00	10,000,000.00
Sabah Land Development Authority	2,670,730.89	–	–	2,670,730.89	3,491,087.39
Central Terengganu Development Authority	32,209,525.34	733,134.60	–	32,942,659.94	36,926,249.88
Kedah Regional Development Authority	2,500,269.29	–	–	2,500,269.29	3,627,642.22
Penang Regional Development Authority	6,295,341.21	–	–	6,295,341.21	8,392,664.37
Malaysian Highway Authority	771,477,449.89	–	–	771,477,449.89	774,477,449.89
Kelang Port Authority	2,658,611,617.66	323,185,470.16	798,811,245.97	3,780,608,333.79	3,753,622,287.56
Sabah Port Authority	105,931,790.17	18,988,113.63	–	124,919,903.80	147,096,443.47
Malaysian Timber Industry Board (MTIB)	464,000,000.00	43,956,471.01	180,000,000.00	687,956,471.01	487,356,900.68
Majlis Amanah Rakyat	340,000,000.00	–	60,000,000.00	400,000,000.00	410,000,000.00
Railway Assets Corporation	737,189,359.06	94,563,044.67	–	831,752,403.73	839,752,403.73
Penang Development Corporation (PDC)	–	–	167,400,000.00	167,400,000.00	174,602,849.51
Rubber Industry Smallholders Development Authority	2,340,604.69	–	–	2,340,604.69	6,107,679.39
<i>Total Statutory Bodies</i>	5,133,226,688.20	481,426,234.07	1,206,211,245.97	6,820,864,168.24	6,655,453,658.09
<b>IV. CO-OPERATIVES</b>					
National Youth Co-operative Berhad	6,120,210.00	812,152.48	–	6,932,362.48	6,932,362.48
Koperasi Pegawai-Pegawai Melayu Malaysia Berhad (MOCCIS)	–	2,280,000.00	78,200,000.00	80,480,000.00	80,480,000.00
National Youth Development Co-operative Berhad	–	–	6,060,761.30	6,060,761.30	6,060,761.30
Koperasi Polis DiRaja Malaysia Berhad	–	2,493,442.76	62,336,068.85	64,829,511.61	84,798,780.20
<i>Total Co-operative</i>	6,120,210.00	5,585,595.24	146,596,830.15	158,302,635.39	178,271,903.98
<b>V. COMPANIES</b>					
Agro Qas Sdn. Bhd.	–	449,715.41	7,371,962.75	7,821,678.16	9,021,678.16
Airport Limo (M) Sdn. Bhd.	–	–	46,950,196.20	46,950,196.20	47,950,196.20
Asia E-Learning Sdn. Bhd.	–	–	80,000,000.00	80,000,000.00	80,000,000.00
AUO SunPower Sdn. Bhd.	375,000,000.00	83,575,068.49	375,000,000.00	833,575,068.49	1,035,903,835.61
A-Winn Global Market Services Sdn. Bhd.	–	–	4,960,000.00	4,960,000.00	4,960,000.00
Bank Pembangunan Malaysia Berhad	131,823,341.00	44,180,409.07	412,687,182.85	588,690,932.92	606,170,412.15
Bank Pertanian Malaysia	605,925,982.09	–	1,289,182,396.62	1,895,108,378.71	1,796,108,378.56
Bank Perusahaan Kecil & Sederhana Malaysia Berhad	707,133,118.00	–	290,000,000.00	997,133,118.00	1,000,307,082.00
Composites Technology Research Malaysia Sdn. Bhd.	–	–	–	–	88,100,000.00

(continued...)

# Statement of Memorandum Account of Recoverable Loans as at 31 December 2014

(Continuation)

Particulars	Loans Charged to			Outstanding Balance as at	
	Development	Revenue Account	Other Trust Accounts	2014	2013
	RM	RM	RM	RM	RM
<b>V. COMPANIES - (CONT.)</b>					
Credit Guarantee Corporation Malaysia Berhad	113,000,000.00	—	—	113,000,000.00	117,000,000.00
Cyberview Sdn. Bhd.	439,000,000.00	112,337,500.00	66,300,000.00	617,637,500.00	620,537,500.00
Equal Concept Sdn. Bhd.	—	—	83,440,000.00	83,440,000.00	83,440,000.00
Expressway Lingkaran Tengah Sdn. Bhd.	—	—	—	—	250,000,000.00
FELCRA Berhad	1,560,377,272.33	—	—	1,560,377,272.33	1,331,370,227.01
Indah Water Konsortium Sdn. Bhd.	715,000,000.00	1,173,266,572.32	210,000,000.00	2,098,266,572.32	2,014,539,660.43
InventQjaya Sdn. Bhd.	—	—	—	—	244,627,038.21
Iskandar Investment Berhad	—	36,937,197.05	517,486,199.50	554,423,396.55	574,113,396.55
JKP Sdn. Bhd.	—	—	18,957,652.97	18,957,652.97	19,312,004.64
Kedah Aquaculture Sdn. Bhd.	59,617,515.49	5,379,691.11	7,000,000.00	71,997,206.60	71,997,206.60
Keretapi Tanah Melayu Berhad	855,504,289.00	—	25,000,000.00	880,504,289.00	880,504,289.00
KESAS Sdn. Bhd.	—	—	—	—	108,112,808.97
Kuantan Port Consortium Sdn. Bhd.	118,000,000.00	—	—	118,000,000.00	125,000,000.00
KUB - BERJAYA Enviro Sdn. Bhd.	—	—	34,772,155.73	34,772,155.73	36,600,000.00
Kumpulan Modal Perdana Sdn. Bhd.	212,500,000.00	2,000,000.00	—	214,500,000.00	217,500,000.00
Lebuhraya Shapadu Sdn. Bhd.	—	32,743,909.30	—	32,743,909.30	83,663,312.28
M.Y Ikan Sdn. Bhd.	—	—	10,000,000.00	10,000,000.00	10,000,000.00
Malaysia Airlines System Berhad	2,598,301.96	—	—	2,598,301.96	11,250,776.48
Malaysia Building Society Berhad	52,623,311.76	10,113,644.68	—	62,736,956.44	64,136,956.44
Malaysia Debt. Ventures Berhad (MDV)	40,000,000.00	250,000,000.00	—	290,000,000.00	520,171,936.86
Malaysia Venture Capital Management Berhad	481,744,023.00	—	—	481,744,023.00	489,591,534.40
Malaysian Industrial Development Finance Berhad	331,120,201.00	—	—	331,120,201.00	338,104,699.00
Malaysian Technology Development Corporation Sdn. Bhd.	420,900,000.00	—	270,000,000.00	690,900,000.00	690,900,000.00
MIMOS Berhad	14,850,000.00	—	—	14,850,000.00	14,850,000.00
MSU Holdings Sdn. Bhd.	—	—	250,000,000.00	250,000,000.00	250,000,000.00
Multimedia Development Corporation Sdn. Bhd.	—	—	14,895,038.00	14,895,038.00	14,895,038.00
National Feedlot Corporation Sdn. Bhd.	—	—	224,765,230.40	224,765,230.40	224,765,230.40
Pengurusan Aset Air Berhad (PAAB)	4,733,469,325.44	—	369,145,000.00	5,102,614,325.44	5,106,827,117.14
Perbadanan Usahawan Nasional Berhad (PUNB)	—	—	682,400,000.00	682,400,000.00	760,300,000.00
Permodalan Nasional Berhad	—	—	88,076,475.00	88,076,475.00	102,755,975.00
Perwaja Terengganu Sdn. Bhd.	—	—	3,179,481,336.50	3,179,481,336.50	3,279,481,336.50
Perwaja Steel Sdn. Bhd.	117,131,169.00	—	—	117,131,169.00	117,131,169.00
Piramid Pertama Sdn Bhd	460,000,000.00	—	—	460,000,000.00	460,000,000.00
PKPS Agro Industries Sdn. Bhd.	—	3,135,000.00	40,100,000.00	43,235,000.00	43,235,000.00
Premium Agro Products Sdn. Bhd.	—	—	50,200,000.00	50,200,000.00	50,200,000.00
Projek Lintasan Kota Sdn. Bhd.	144,000,000.00	31,535,173.66	—	175,535,173.66	186,506,122.02
Puncak Niaga (M) Sdn. Bhd.	24,409,829.36	—	—	24,409,829.36	32,077,131.26
Q - Cells Malaysia Sdn. Bhd.	844,000,000.00	—	—	844,000,000.00	847,000,000.00
Sabah Electricity Sdn. Bhd.	1,415,006,363.04	271,215,944.05	5,000,000.00	1,691,222,307.09	1,535,321,409.55
Sistem Penyuraian Trafik KL BARAT Sdn. Bhd.(SPRINT)	—	—	15,337,165.00	15,337,165.00	15,537,165.00
SME Ordnance Sdn. Bhd.	9,674,560.00	—	—	9,674,560.00	9,674,560.00
Syarikat Bekalan Air Selangor Sdn. Bhd. (SYABAS)	260,450,000.00	321,191,612.06	—	581,641,612.06	528,010,000.00
Syarikat Jengka Sdn. Bhd.	6,156,320.02	8,187,660.60	—	14,343,980.62	13,913,038.22
Syarikat Perumahan Negara Berhad	—	223,400,000.00	—	223,400,000.00	223,400,000.00
Syarikat Prasarana Negara Berhad	425,452,237.73	—	49,363,644.00	474,815,881.73	474,815,881.73
Tanjung Langsat Port Sdn. Bhd.	110,800,000.00	5,984,306.85	—	116,784,306.85	112,352,306.85
Telekom Malaysia Bhd.	3,145,263.56	—	—	3,145,263.56	3,389,394.20
UDA Holdings Berhad	245,595,404.96	15,913,384.40	—	261,508,789.36	285,418,600.77
Warisan Jengka Holdings (M) Sdn. Bhd.	—	—	4,850,000.00	4,850,000.00	5,000,000.00
White Heron Dairy Farm Sdn. Bhd.	—	—	10,400,000.00	10,400,000.00	10,400,000.00
Yayasan Tekun Nasional	1,455,999,962.00	—	—	1,455,999,962.00	1,345,999,962.00
<b>Total Companies</b>	<b>17,492,007,790.74</b>	<b>2,631,546,789.05</b>	<b>8,733,121,635.52</b>	<b>28,856,676,215.31</b>	<b>29,624,251,367.19</b>
<b>VI. INDIVIDUALS</b>					
Conveyance Loans	—	—	(1,405,512.56)	(1,405,512.56)	(1,576,982.84)
Computer Loans	—	—	60,100,986.64	60,100,986.64	48,184,958.02
Housing Loans	—	—	43,897,886,130.67	43,897,886,130.67	36,317,684,382.30
Housing Loans to Lower Income Group	—	—	104,848,152.98	104,848,152.98	96,071,503.72
<b>Total Individuals</b>	<b>—</b>	<b>—</b>	<b>44,061,429,757.73</b>	<b>44,061,429,757.73</b>	<b>36,460,363,861.20</b>

(continued...)

**Statement of Memorandum Account of Recoverable Loans  
as at 31 December 2014**

Particulars	Loans Charged to			Outstanding Balance as at	
	Development	Revenue Account	Other Trust Accounts	2014	2013
	RM	RM	RM	RM	RM
<b>VII. MISCELLANEOUS</b>					
Amanah Ikhtiar Malaysia	196,101,307.50	–	586,500,000.00	782,601,307.50	782,601,307.50
Housing Loans Division, Treasury	473,417,858.04	–	–	473,417,858.04	473,417,858.04
Department of Civil Aviation	–	–	–	–	899,805,550.08
Malaysia Public Services Golf Club	4,316,954.14	–	–	4,316,954.14	4,886,250.16
Yayasan Amanah Saham Anak Langkawi	–	–	6,800,000.00	6,800,000.00	6,800,000.00
Yayasan Pembangunan Ekonomi Islam Malaysia	98,531,590.00	–	822,000,000.00	920,531,590.00	930,531,590.00
Malaysian Chinese Woman Entrepreneurs Foundation	–	–	30,000,000.00	30,000,000.00	30,000,000.00
<i>Total Miscellaneous</i>	772,367,709.68	–	1,445,300,000.00	2,217,667,709.68	3,128,042,555.78
<b>TOTAL RECOVERABLE LOANS</b>	39,080,564,970.08	3,262,007,175.06	56,693,451,453.43	99,036,023,598.57	92,444,600,373.76







GOVERNMENT OF MALAYSIA



ACCOUNTANT GENERAL'S DEPARTMENT OF MALAYSIA  
*Excellent Accounting @ Your Service*



**ATTACHMENT 4**  
**STATEMENT OF MEMORANDUM**  
**ACCOUNT OF INVESTMENTS**

**FEDERAL GOVERNMENT FINANCIAL STATEMENTS 2014**



**Statement of Memorandum Account of Investments**  
as at 31 December 2014

Entities	Issued/ Paid-up Shares Capital	Holding			Book Value	
		Particulars	Nominal Value	%	2014	2013
<b>INTERNATIONAL AGENCY</b>	<b>RM</b>		<b>RM</b>		<b>RM</b>	<b>RM</b>
International Finance Corporation	USD 2,502,000,000.00	15,222 share USD1,000	USD 15,222,000.00	0.6	38,574,228.53	38,574,228.53
<i>Total International Agency</i>					38,574,228.53	38,574,228.53
<b>STATUTORY BODIES</b>						
Bank Pertanian Malaysia Berhad	1,000,000,000.00	262,502,558 ord. share RM1.00	262,502,558.00	99.9	240,752,180.87	240,752,180.87
Bank Simpanan Nasional	-	Capital	749,900,000.00	-	749,900,000.00	749,900,000.00
Central Bank of Malaysia	-	Capital	100,000,000.00	-	100,000,000.00	100,000,000.00
Labuan Offshore Financial Services Authority	-	Capital	2,000,000.00	-	2,000,000.00	2,000,000.00
Port Klang Authority	-	Capital	9,134,494.58	-	9,134,494.58	9,134,494.58
Railway Asset Corporation	-	Capital	117,066,201.00	-	117,066,201.00	117,066,201.00
<i>Total Statutory Bodies</i>					1,218,852,876.45	1,218,852,876.45
<b>COMPANIES</b>						
1Malaysia Development Berhad (Formerly known as Terengganu Investment Authority Berhad)	1,000,000,001.00	1,000,000,000 ord. share RM1.00 1 preference share RM1.00	1,000,000,000.00 1.00	99.9 -	1,000,002.00 -	1,000,002.00 -
1Malaysia Sukuk Global Berhad	2.00	1 ord. share RM1.00	1.00	50.0	1.00	1.00
Aerospace Technology Systems Corporation Sdn. Bhd.	40,000,000.00	1 preference share RM1.00	1.00	-	-	-
AES Solutions Sdn. Bhd.	2.00	1 ord. share RM1.00	1.00	-	-	-
Amanah Raya Berhad	6,000,002.00	6,000,001 ord. share RM1.00	6,000,001.00	99.9	6,000,001.00	6,000,001.00
ASEAN Potash Mining Public Co. Ltd.	Baht 1,680,337,300.00	1,673,100 ord. share Baht 100.00	Baht 167,310,000.00	10.0	15,118,001.47	15,118,001.47
Aset Tanah Nasional Berhad (Formerly known as National Content Development Corporation Berhad)	100,002.00	100,001 ord. share RM1.00	100,001.00	99.9	100,000.00	100,000.00
Assets Global Network Sdn. Bhd. (Formerly known as Terusan Timur Barat Sdn. Bhd.)	10,000,000.00	9,999,998 ord. share RM1.00 1 preference share RM1.00	9,999,998.00 1.00	99.9 -	9,999,999.00 1.00	9,999,999.00 1.00
Astronautic Technology (M) Sdn. Bhd.	62,579,000.00	62,578,999 ord. share RM1.00	62,578,999.00	99.9	62,579,000.00	62,579,000.00
Bank Pembangunan Malaysia Berhad	3,078,724,049.00	2,878,724,048 ord. share RM1.00	2,878,724,048.00	99.9	2,823,361,474.72	2,823,361,474.72
Bintulu Port Holdings Berhad	460,000,001.00	1 preference share RM1.00	1.00	-	1.00	1.00
Bintulu Port Sdn. Bhd.	65,000,001.00	1 spc. share RM1.00	1.00	-	1.00	1.00
Boustead Naval Shipyard Sdn. Bhd.	130,000,003.00	1 spc. share RM1.00	1.00	-	1.00	1.00
Bursa Malaysia Berhad	266,759,900.00	86,200,000 ord. share RM0.50	43,100,000.00	16.2	-	-
Commerce Dot Com Sdn. Bhd.	40,000,001.00	1 preference share RM1.00	1.00	-	-	-
Cradle Fund Sdn. Bhd.	5,000,000.00	4,999,999 ord. share RM1.00	4,999,999.00	99.9	5,000,000.00	5,000,000.00
Cyberview Sdn. Bhd.	676,640,398.00	624,140,397 ord. share RM1.00 1 spc. share RM1.00	624,140,397.00 1.00	92.2 -	779,650,000.00 -	779,650,000.00 -
Danainfra Nasional Berhad	10,000,000.00	9,999,999 ord. share RM1.00	9,999,999.00	99.9	10,000,000.00	10,000,000.00
Danajamin Nasional Berhad	1,000,000,000.00	500,000,000 ord. share RM1.00	500,000,000.00	50.0	500,000,000.00	500,000,000.00
Export-Import Bank of Malaysia Berhad	2,708,665,284.00	350,000,000 ord. share RM1.00 1 preference share RM1.00	350,000,000.00 1.00	99.9 -	350,000,000.00 1.00	350,000,000.00 1.00
FELCRA Berhad	500,000,002.00	500,000,001 ord. share RM1.00	500,000,001.00	99.9	-	-
FELDA Global Ventures Holdings Bhd.	3,648,151,501.00	1 spc. share RM1.00	1.00	-	-	-
FELDA Holdings Berhad	220,000,000.00	1 spc. share RM1.00	1.00	-	1.00	1.00
GovCo Holdings Berhad	100,002.00	100,001 ord. share RM1.00	100,001.00	99.9	100,000.00	100,000.00
Halal Industry Development Corporation Sdn. Bhd.	95,000,002.00	95,000,001 ord. share RM1.00	95,000,001.00	99.9	95,000,000.00	95,000,000.00
HICOM Holdings Berhad	1,100,253,628.00	1 preference share RM1.00	1.00	-	1.00	1.00
HVD Holdings Sdn. Bhd.	10,000,000.00	3,000,000 ord. share RM1.00	3,000,000.00	30.0	20,000,000.00	20,000,000.00
IJN Holdings Sdn. Bhd.	221,619,213.00	221,619,212 ord. share RM1.00	221,619,212.00	99.9	416,619,211.00	416,619,211.00
Indah Water Konsortium Sdn. Bhd.	100,000,001.00	99,999,999 ord. share RM1.00 1 spc. share RM1.00	99,999,999.00 1.00	99.9 -	192,540,000.00 1.00	192,540,000.00 1.00

(continued...)

## Statement of Memorandum Account of Investments as at 31 December 2014

(Continuation)

Entities	Issued/ Paid-up Shares Capital	Holding			Book Value	
		Particulars	Nominal Value	%	2014	2013
	RM		RM		RM	RM
<b>COMPANIES - (CONT.)</b>						
Inno Bio Ventures Sdn. Bhd.	300,000,000.00	292,400,000 ord. share RM1.00	292,400,000.00	97.5	292,400,000.00	292,400,000.00
Institut Terjemahan & Buku Malaysia (Formerly known as Institut Terjemahan Negara Malaysia Berhad)	29,410,000.00	29,409,998 ord. share RM1.00 1 spc. share RM1.00	29,409,998.00 1.00	99.9 -	29,409,998.00 1.00	29,409,998.00 1.00
International Rubber Consortium Limited	Baht 179,772,048.00	10,656,000 ord. share Baht 10.00	Baht 106,560,000.00	59.3	3,939,776.53	3,939,776.53
Jambatan Kedua Sdn. Bhd.	772,000,003.00	772,000,001 ord. share RM1.00 1 golden share RM1.00	772,000,001.00 1.00	99.9 -	772,000,000.00 1.00	772,000,000.00 1.00
JKP Sdn. Bhd.	10,250,002.00	10,250,000 ord. share RM1.00 1 preference share RM1.00	10,250,000.00 1.00	99.9 -	10,250,001.00 1.00	10,250,001.00 1.00
Johor Port Berhad	330,000,001.00	1 preference share RM1.00	1.00	-	1.00	1.00
K.L. International Airport Berhad	200,000,002.00	200,000,001 ord. share RM1.00	200,000,001.00	99.9	200,000,001.00	200,000,001.00
Keretapi Tanah Melayu Berhad	1,253,159,172.00	1,216,895,170 ord. share RM1.00 1 preference share RM1.00	1,216,895,170.00 1.00	97.0 -	1,216,895,169.00 -	1,166,895,169.00 -
		57,000,000 preference share RM0.10	5,700,000.00	0.5	57,000,000.00	57,000,000.00
Khazanah Nasional Berhad	5,443,953,229.00	4,739,321,789 ord. share RM1.00	4,739,321,789.00	99.9	5,687,907,846.29	5,687,907,846.29
Konsortium Pelabuhan Kemaman Sdn. Bhd.	10,000,000.00	1 preference share RM1.00	1.00	-	1.00	1.00
Kuantan Port Consortium Sdn. Bhd.	120,000,001.00	1 preference share RM1.00	1.00	-	-	-
KUB Malaysia Berhad	222,585,876.00	125,466,950 ord. share RM0.40	50,186,780.00	22.5	125,466,950.00	125,466,950.00
Kumpulan Modal Perdana Sdn. Bhd.	30,000,003.00	2 ord. share RM1.00	2.00	99.9	3.00	3.00
Malaysia Airports (Sepang) Sdn. Bhd.	50,000,003.00	1 preference share RM1.00	1.00	-	-	-
Malaysia Airports Holdings Berhad	1,374,149,855.00	1 preference share RM1.00	1.00	-	1.00	1.00
Malaysia Airports Sdn. Bhd.	360,113,847.00	1 preference share RM1.00	1.00	-	-	-
Malaysia Batek and Handicraft Berhad	300,002.00	300,000 ord. share RM1.00	300,000.00	99.9	300,000.00	300,000.00
Malaysia Debt Ventures Berhad	250,000,000.00	249,999,999 ord. share RM1.00	249,999,999.00	99.9	250,000,000.00	250,000,000.00
Malaysia Development Holding Sdn. Bhd. (Formerly known as Radio Televisyen Malaysia Berhad)	2.00	1 ord. share RM1.00	1.00	50.0	-	-
Malaysia Venture Capital Management Berhad	410,000,002.00	410,000,000 ord. share RM1.00 1 spc. share RM1.00	410,000,000.00 1.00	99.9 -	410,000,000.00 -	360,000,000.00 -
Malaysian Airline System Berhad	1,671,078,171.00	1 preference share RM1.00	1.00	-	1.00	1.00
Malaysian Biotechnology Corporation Sdn. Bhd.	245,000,002.00	245,000,001 ord. share RM1.00	245,000,001.00	99.9	245,000,000.00	245,000,000.00
Malaysian Maritime Academy Sdn. Bhd.	10,000,000.00	1 preference share RM1.00	1.00	-	1.00	1.00
MARDEC Berhad	125,709,001.00	1 preference share RM1.00	1.00	-	1.00	1.00
Mass Rapid Transit Corporation Sdn. Bhd.	94,000,002.00	94,000,001.00 ord. share RM1.00	94,000,001.00	99.9	10,000,000.00	10,000,000.00
Medical Online Sdn. Bhd.	22,000,001.00	1 preference share RM1.00	1.00	-	-	-
MIMOS Berhad	100,000,000.00	99,999,999 ord. share RM1.00	99,999,999.00	99.9	99,999,999.00	99,999,999.00
MISC Berhad	4,463,793,104.00	1 preference share RM1.00	1.00	-	-	-
Multimedia Development Corporation Sdn. Bhd.	620,475,003.00	476,905,002 ord. share RM1.00	476,905,002.00	99.9	476,905,002.00	476,905,002.00
MyCreative Ventures Sdn. Bhd.	110,900,000.00	109,999,999 ord. share RM1.00 90,000,000 preference share RM0.01	109,999,999.00 900,000.00	99.9 0.5	110,000,000.00 90,000,000.00	20,000,000.00 -

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