TH FINANCES REMAIN STRONG - DEPOSITORS HAVE NO REASON TO WORRY

KUALA LUMPUR, Wednesday, 2 November 2015: In response to the media statement made recently on Lembaga Tabung Haji’s (TH) financial standing for the year ending 31st December 2015, TH wish to stress that we are transparent in our financial disclosure published in TH Annual Report 2015 (THAR 2015) which has been given a clean audit status by the Department of Auditor General.

As at 31st December 2015, TH’s total nett savings stood at RM4.97 billion, the total inflow of deposits minus all withdrawals. This information can be found in THAR 2015 on page 254.

TH would be in the position to honour all obligations if needed, as its Realisable Assets stand at RM64.74 billion. In fact, TH recorded a surplus of nett assets valued at RM1.44 billion for the same period. This information is shown on page 127 in THAR 2015, Operational Review.

In accordance with the Malaysian Accounting Standards MFRS139, any gain or loss arising from changes in fair value are recognized through other comprehensive income until the securities concerned are sold, disposed or impaired (see note monetary policy on page 267 para 3 C (iv) THAR 2015 ). In relation to accounting for depreciation of shares value, TH has made the necessary provisions where applicable.

The bonus payment was from TH’s operating profit and not based on the nett increase in the depositor savings. The savings concept of TH is on a voluntary basis, according to individual affordability and needs. Depositors are free to withdraw or increase their savings at any time without limits or conditions. There are various reasons for withdrawals, including for the purpose of pilgrimage and personal usage. In 2015, the number of depositors increased by 236,000 persons, reflecting continuous confidence in TH.

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www.tabunghaji.gov.my
Savings with TH by depositors are guaranteed by the Government under the Al Wadiah Yad Dhamanah savings principles. In its 53 years of operations, TH has never failed to fulfil its obligations to meet requests for withdrawals by its depositors.

-Lembaga Tabung Haji-

Lembaga Tabung Haji (TH) is a statutory body incorporated under the Lembaga Tabung Haji Act, 1995 (Act 535). The principal activity of TH is in Hajj management operations, savings and investment. Among its core investment sectors are plantation, property, construction, banking, information technology, oil & gas, tourism, services and halal food. TH has 123 branches nationwide and a branch in Jeddah, Saudi Arabia. For more information about the Tabung Haji services, please visit our website www.tabunghaji.gov.my or call Tabung Haji Contact Centre at 03-6207 1919.