

MEDIA STATEMENT MINISTRY OF FINANCE MALAYSIA

COURT CLAIMS WILL BE CONDUCTED BY THE ATTORNEY GENERAL'S CHAMBERS AGAINST NATIONAL FEEDLOT CORPORATION SDN. BHD. WHICH STILL OWES RM253.6 MILLION TO THE FEDERAL GOVERNMENT

On 9 January 2008, National Feedlot Corporation Sdn. Bhd. (NFCorp) received a loan facility of RM250,000,000 from the Federal Government at an interest rate of 2% with a loan period of 20 years and grace period of 3 years. This loan is secured by a debenture which was signed alongside the loan agreement on 6 December 2007.

Based on the due diligence report by the accounting firm PwC, the Board of Directors of NFCorp for the period between 6 December 2007 till 31 December 2011 consisted of Datuk Dr. Mohamad Salleh Ismail and his children, Izran Salleh, Izmir Salleh, Izzana Salleh, as well as representatives from the Federal and State Governments. However, the latest SSM search conducted as of 17 May 2019 only listed Datuk Dr. Salleh Ismail as the sole director of NFCorp, and two company secretaries.

Based on the Complete Statement of Federal Government Loans as of 30 April 2019 from the Accountant General's Department of Malaysia, the outstanding loan amount by NFCorp to the Federal Government is RM253,618,455.03, which includes interest and late interest charges as of 30 April 2019. From this sum, RM110,840,854.28 is the amount due for repayment to the Federal Government as of 30 April 2019, consisting of loan principal arrears of RM81,987,629.65, loan interest of RM22,967,131.55 and late interest charges of RM5,886,093.08.

On 4 September 2014, a Notice of Declaration of Event of Default in accordance with Clause 14 of the Loan Agreement between the Federal Government and NFCorp was issued to NFCorp. The Ministry of Finance has decided to seek full repayment of the loan to NFCorp and this matter was referred to the Attorney General's Chambers on 29 August 2018 for further action. The Attorney General's Chambers is currently looking into the matter and will announce the latest development when available.

Sayangi Malaysiaku!

Lim Guan Eng
Finance Minister
Ministry of Finance Malaysia
Putrajaya
18 May 2019

[Tweet](#)

[Like](#) Be the first of your friends to like this.
