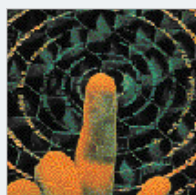


towards
stability in the
financial sector

Building a stable and diversified financial system for the future

stability

While the financial sector will become more diversified, the banking sector will continue to be an important source of financing for the domestic



economy in the future. The development of the banking system, particularly the domestic banking institutions is therefore vital to facilitate and support the economic growth and transformation process.

BANKING SECTOR

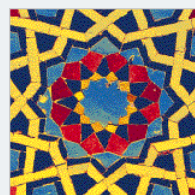
Significant changes must be made to raise performance standards in the Malaysian insurance industry in tandem with the global advances in



order to narrow the gap between the standards and performance of Malaysian insurers with the established international best practices and performance standards.

INSURANCE SECTOR

It is now timely to formulate specific strategies to develop further Islamic banking and takaful. Moving forward, these strategies will also contribute to strengthening Malaysia as a



regional Islamic financial centre.

ISLAMIC BANKING AND TAKAFUKL

DEVELOPMENT FINANCIAL INSTITUTIONS

It is envisaged that in the coming decade, DFIs would continue to progress and assume a significant role in addressing the development strategies of the nation by



complementing the established private financial institutions to meet the requirements of the changing economy.

ALTERNATIVE MODES OF FINANCING

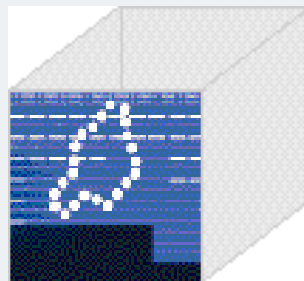
As the economy transforms into one in which service and productivity will drive growth, different sources of financing are required to meet the substantial financing



requirements of new activities and industries.

LABUAN IOFC •

The IOFC in the future is not only a centre that thrives on the offshore financial services, but also one, which is developed holistically to support the development of



the island, and plays an effective complementary role to domestic financial market.