

# Your Deposits Are Protected Up To RM250,000. Learn more.

The deposit insurance system was established by the government on 1 September 2005 to provide protection for depositors against the loss of deposits in the unlikely event of a member bank failure.

Perbadanan Insurans Deposit Malaysia (PIDM), a government agency established under Akta Perbadanan Insurans Deposit Malaysia, protects your deposits up to RM250,000 per depositor per member bank. So, in the unlikely event of a member bank failure, your deposits will be reimbursed promptly.

The PIDM protection is provided automatically – you do not need to apply or pay for this protection.

## 1. Is deposit insurance protection provided to all depositors?

All depositors, whether individuals or businesses, can enjoy deposit insurance protection if they hold eligible deposit accounts with a member bank.

## 2. Which types of deposits are protected?

- Savings accounts, current accounts and fixed deposits
- Islamic deposit accounts
- Foreign currency deposits
- Principal-guaranteed conventional structured deposits

## 3. Which types of products are not protected?

- Conventional structured deposits that are not principal-guaranteed
- Deposits not payable in Malaysia
- Money market deposits
- Negotiable instruments of deposits (NIDs) and other bearer deposits
- Repurchase agreements
- Unit trusts, stocks and shares
- Gold-related investment products or accounts

## 4. How do I know if my bank is a member bank of PIDM?

Look out for the PIDM membership sign at all of our member banks' branches. To enquire for our full list of member banks, please call PIDM's toll-free line at 1-800-88-1266 or log on to PIDM's website at [www.pidm.gov.my](http://www.pidm.gov.my).

## 5. How do I know if my deposits are protected by PIDM?

Under the Deposit Insurance Information Regulations 2011, member banks must provide you with relevant and timely information on deposit insurance protection which includes the limit and scope of coverage provided by PIDM to help you make informed financial decisions. Member banks are also required to inform you if a deposit product is eligible or not for deposit insurance protection.

All deposit products eligible for deposit insurance protection are also listed in a register displayed at the bank or bank's website. Member banks must provide a free copy of the register to you on request.

## 6. Are Islamic and conventional deposits protected separately?

Yes, Islamic and conventional deposits are eligible for a separate deposit insurance limit of RM250,000 per depositor per member bank.

| Account Holder | Type of Deposit      | Amount (RM) | Protected (RM) |
|----------------|----------------------|-------------|----------------|
| Zita           | Conventional savings | 300,000     | 250,000        |
|                | Islamic savings      | 275,000     | 250,000        |
| Total          |                      | 575,000     | 500,000        |

## 7. How are joint accounts protected?

Joint accounts are protected separately from other types of deposit accounts. Additionally, joint accounts held with different joint account holders enjoy separate protection. The maximum protection for a joint account is RM250,000 collectively and not RM250,000 per joint account holder.

| Account Holder  | Type of Deposit | Amount (RM) | Protected (RM) |
|-----------------|-----------------|-------------|----------------|
| Daniel          | Individual      | 50,000      | 50,000         |
| Daniel and wife | Joint savings   | 300,000     | 250,000        |
| Daniel and son  | Joint savings   | 200,000     | 200,000        |
| Total           |                 | 550,000     | 500,000        |

## 8. What if a depositor has several deposit accounts with the same member bank?

All deposit accounts held by the same depositor will be added together and protected up to RM250,000.

| Account Holder | Type of Account            | Amount                              |
|----------------|----------------------------|-------------------------------------|
| Anita          | Savings (foreign currency) | 50,000<br>(equivalent to RM150,000) |
|                | Current                    | RM250,000                           |
|                | Total deposits             | RM400,000                           |
|                | Protected by PIDM          | RM250,000                           |

Assumption: 1 unit foreign currency = RM3.00

## 9. How are deposits held by sole proprietorships, partnerships, professional practices or companies protected?

These deposits are protected separately, providing that such ownership information is disclosed on the records of the member banks. The maximum protection for such entities is RM250,000 collectively.

| Account Holder                  | Type of Deposit       | Type of Account | Amount (RM) | Protected (RM) |
|---------------------------------|-----------------------|-----------------|-------------|----------------|
| Maria                           | Individual            | Savings         | 300,000     | 250,000        |
| Maria, Leong & Co. (legal firm) | Professional practice | Current         | 280,000     | 250,000        |
| Maria Flowers & Gifts Sdn. Bhd. | Company               | Current         | 180,000     | 180,000        |
| Total deposits                  |                       |                 | 760,000     | 680,000        |

## 10. In the unlikely event of a member bank failure, how do I make a deposit insurance claim?

You do not need to make a claim. PIDM will announce how, where and when your insured deposits will be reimbursed. PIDM will base its reimbursement on the depositor records of the member bank.

To find out more, call us at 1-800-88-1266 or visit [www.pidm.gov.my](http://www.pidm.gov.my)



Perbadanan Insurans Deposit Malaysia  
Protecting Your Insurance And Deposits In Malaysia