

## **Board Composition and Terms**

### **A. Board Composition**

Under the MDIC Act 2011, PIDM's Board of Directors comprises:

- the Chairman —a person appointed by the Minister of Finance with relevant private sector experience;
- two *ex-officio* Directors – the Governor of Bank Negara Malaysia and the Secretary General of the Treasury;
- two Directors with public sector experience – appointed by the Minister of Finance, one of whom shall be from the public sector and the other may be either from the public sector or one who has public sector experience; and
- four Directors with private sector experience – appointed by the Minister of Finance, who shall have relevant private sector experience and at least one of whom shall have relevant banking and financial sector experience.

### **Terms of Office of Directors**

The Governor of Bank Negara Malaysia and the Secretary General of the Treasury shall be Directors for the duration of their tenures as the Governor and the Secretary General of the Treasury, respectively. All non *ex-officio* Directors appointed by the Minister of Finance shall hold office for terms not exceeding three years and shall be eligible for reappointment.

No Director is eligible to be appointed or remain as a Director of the Board if he or she is:

- a member of Parliament or any Legislative Assembly; or
- an officer of a member institution; or
- a divisional head of, or any person who holds any similar office or position, in a political party.

Directors are subject to strict rules governing conflicts of interest and must report annually to the Chairman on their conflicts, as set out in PIDM's Conflict of Interest Code for Directors. All of the Directors are subject to PIDM's Code of Business Conduct and Ethics for Directors.

For independence of the Board, the Chief Executive Officer of PIDM is not a member of the Board.