

MALAYSIA FUND INC
Form N-Q
November 29, 2006

[Annotated Form N-Q]

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-Q

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number 811-05082
THE MALAYSIA FUND, INC.
(Exact name of registrant as specified in charter)
1221 AVENUE OF THE AMERICAS 5TH FLOOR NEW YORK, NY 10020
(Address of principal executive offices) (Zip code)

RONALD E. ROBISON
1221 AVENUE OF THE AMERICAS 5TH FLOOR NEW YORK, NY, 10020
(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-221-6726

Date of fiscal year end: 12/31

Date of reporting period: 9/30/06

Item 1. Schedule of Investments.

The Fund's schedule of investment as of the close of the reporting period prepared pursuant to Rule 12-12 Regulation S-X is as follows:

The Malaysia Fund, Inc.**Third Quarter Report****September 30, 2006 (unaudited)****Portfolio of Investments**

| | Shares | Value (000) |
|--|---------------|----------------|
| COMMON STOCKS (97.6%) | | |
| (Unless Otherwise Noted) | | |
| Automobiles (3.8%) | | |
| DRB-Hicom Bhd | 3,050,000 | \$ 1,191 |
| Proton Holdings Bhd | 512,000 | 675 |
| TAN Chong Motor Holdings Bhd | 1,309,000 | 443 |
| | | 2,309 |
| Commercial Banks (23.2%) | | |
| Bumiputra-Commerce Holdings Bhd | 4,235,196 | 7,637 |
| Malayan Banking Bhd | 1,710,500 | 5,194 |
| Public Bank Bhd | 639,390 | 1,188 |
| | | 14,019 |
| Construction & Engineering (6.9%) | | |
| Gamuda Bhd | 1,633,000 | 1,780 |
| Road Builder M Holdings Bhd | 2,397,000 | 1,709 |
| TRC Synergy Bhd | (a) 2,252,400 | 690 |
| | | 4,179 |
| Diversified Telecommunication Services (4.6%) | | |
| Telekom Malaysia Bhd | 1,122,000 | 2,784 |
| Electric Utilities (5.6%) | | |
| Tenaga Nasional Bhd | 1,286,750 | 3,384 |
| Food Products (9.5%) | | |
| IOI Corp. Bhd | 707,000 | 3,106 |
| Kuala Lumpur Kepong Bhd | 583,000 | 1,723 |
| PPB Oil Palms Bhd | 453,000 | 933 |
| | | 5,762 |
| Hotels, Restaurants & Leisure (7.9%) | | |
| Genting Bhd | 403,800 | 2,639 |
| Resorts World Bhd | 352,700 | 1,061 |
| Tanjong plc | 314,000 | 1,073 |
| | | 4,773 |
| Industrial Conglomerates (4.3%) | | |
| MMC Corp. Bhd | 913,000 | 753 |
| Sime Darby Bhd | 1,125,000 | 1,830 |
| | | 2,583 |
| Insurance (0.7%) | | |
| MAA Holdings Bhd | 1,174,000 | 446 |
| Marine (2.9%) | | |
| Malaysia International Shipping Corp. Bhd | 740,000 | 1,726 |
| Multi-Utilities (4.7%) | | |
| YTL Corp. Bhd | 1,955,733 | 2,810 |
| Real Estate (12.0%) | | |
| Bandar Raya Developments Bhd | 1,050,000 | 296 |

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| | | |
|--|-----------|--------|
| Glomac Bhd | 1,763,000 | 483 |
| IGB Corp. Bhd | 3,024,000 | 1,189 |
| IOI Properties Bhd | 415,000 | 923 |
| MK Land Holdings Bhd | 2,460,000 | 310 |
| Naim Cendera Holdings Bhd | 1,404,000 | 1,142 |
| SP Setia Bhd | 2,826,499 | 2,897 |
| | | 7,240 |
| Tobacco (2.4%) | | |
| British American Tobacco Bhd | 126,000 | 1,460 |
| Water Utilities (2.1%) | | |
| Puncak Niaga Holding Bhd | 1,643,000 | 1,261 |
| Wireless Telecommunication Services (7.0%) | | |
| Digi.Com Bhd | 1,248,000 | 4,230 |
| TOTAL COMMON STOCKS | | |
| (Cost \$46,776) | | 58,966 |

| | | No. of Warrants | | |
|---|-----|--------------------|----------------------------------|--------|
| WARRANTS (0.1%) | | | | |
| Construction & Engineering (0.1%) | | | | |
| IJM Corp. Bhd expiring 8/20/10 (Cost \$2) | (a) | 148,600 | | 55 |
| | | | Face Amount (000) | |
| CORPORATE BOND (0.0%) | | | | |
| Media (0.0%) | | | | |
| Media Prima Bhd 2.00%, 7/18/08 (Cost \$26) | (a) | MYR | 100 | 25 |
| SHORT-TERM INVESTMENT (1.9%) | | | | |
| Repurchase Agreement (1.9%) | | | | |
| J.P. Morgan Securities, Inc., 5.25%, dated 9/29/06, due 10/2/06 repurchase price \$1,133 (Cost \$1,133) | (b) | \$ | 1,133 | 1,133 |
| TOTAL INVESTMENTS + (99.6%) (Cost \$47,937) | | | | 60,179 |
| OTHER ASSETS IN EXCESS OF LIABILITIES (0.4%) | | | | 216 |
| NET ASSETS (100%) | | | \$ | 60,395 |

(a) Non-income producing security.

(b) Represents the Fund's undivided interest in a joint repurchase agreement which has a total value of \$1,401,259,000. The repurchase agreement was fully collateralized by U.S. government agency securities at the date of this Portfolio of Investments as follows: Federal Farm Credit Bank, 0.00% to 7.43%, due 10/2/06 to 10/23/35; Federal Home Loan Bank, 0.00% to 7.38%, due 10/2/06 to 7/15/36; Federal Home Loan Mortgage Corporation, 0.00% to 6.94%, due 10/10/06 to 9/7/21; Federal National Mortgage Association, 0.00% to 10.35%, due 10/05/06 to 3/11/19; Tennessee Valley Authority, 5.38% to 7.13%, due 11/13/08 to 4/1/36 which had a total value of \$1,429,288,878. The investment in the repurchase agreement is through participation in a joint account with affiliated parties pursuant to exemptive relief received by the Fund from the SEC.

MYR Malaysian Ringgit

+ At September 30, 2006, the U.S. Federal income tax cost basis of investments was approximately \$47,937,000 and, accordingly, net unrealized appreciation for U.S. Federal income tax purposes was \$12,242,000 of which \$17,135,000 related to appreciated securities and \$4,893,000 related to depreciated securities.

Item 2. Controls and Procedures.

(a) The Fund's principal executive officer and principal financial officer have concluded that the Fund's disclosure controls and procedures are sufficient to ensure that information required to be disclosed by the Fund in this Form N-Q was recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms, based upon such officers' evaluation of these controls and procedures as of a date within 90 days of the filing date of the report.

(b) There were no changes in the Fund's internal control over financial reporting that occurred during the registrant's fiscal quarter that has materially affected, or is reasonably likely to materially affect, the Fund's internal control over financial reporting.

Item 3. Exhibits.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) The Malaysia Fund, Inc.
By: /s/ Ronald E. Robison
Name: Ronald E. Robison
Title: Principal Executive Officer
Date: November 21, 2006

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Ronald E. Robison
Name: Ronald E. Robison
Title: Principal Executive Officer
Date: November 21, 2006

By: /s/ James Garrett
Name: James Garrett
Title: Principal Financial Officer
Date: November 21, 2006
