

Annex



Table A.1

Key Financial Soundness Indicators

	As at end				
	1H 2021	2H 2021	1H 2022	2H 2022	1H 2023p
	% (or otherwise stated)				
Banking System					
Total Capital Ratio	18.6	19.2	18.4	19	18.5
Tier 1 Capital Ratio	15.4	16	15.2	15.8	15.4
Common Equity Tier 1 Capital Ratio	14.9	15.5	14.7	15.2	14.8
Return on Assets ¹	1.1	1.1	1.3	1.4	1.3
Return on Equity ¹	9.7	9.5	11.8	12.3	11.6
Liquidity Coverage Ratio	149.1	153.4	148.3	151.5	154.4
Net Impaired Loans Ratio ²	1.0	1.1	1.1	1.1	1.1
Capital Charge on Interest Rate Risk in the Trading Book to Capital Base	1.0	0.9	0.9	0.9	1.0
FX Net Open Position to Capital Base	4.4	3.8	4.1	3.4	3.8
Equity Holdings to Capital Base	1.3	1.3	1.3	1.2	1.2
Insurance and Takaful Sector					
Capital Adequacy Ratio	221.1	221.0	224.4	225.5	224.5
Life Insurance and Family Takaful					
Excess Income over Outgo (RM billion) ³	0.6	2.2	-2.8	5.5	6.1
New Business Premium / Contribution (RM billion)	11.8	10.5	12.3	10.8	12.6
Capital Adequacy Ratio	207.9	210.7	217.3	216.4	215.8
General Insurance and General Takaful					
Operating Profit (RM billion)	1.8	1.3	1.0	2.1	1.3
Underwriting Profit (RM billion)	1.3	0.7	0.4	1.2	0.2
Gross Direct Premium / Contribution (RM billion)	10.8	10.8	12.1	12.1	12.9
Claims Ratio	52.7	56.5	63.8	52.0	60.7
Capital Adequacy Ratio	270.9	256.6	246.2	249.5	247.7
Household (HH) Sector					
HH Debt (RM billion)	1,338.6	1,376.4	1,409.1	1,451.4	1,481.0
HH Financial Assets (RM billion)	2,896.0	2,971.3	2,901.9	3,002.0	3,036.0
HH Debt-to-GDP Ratio	89.6	88.9	84.4	81.0	81.9
HH Financial Assets-to-Total HH Debt Ratio	216.3	215.9	205.9	206.8	205.0
HH Liquid Financial Assets-to-Total HH Debt Ratio	145.8	144.0	137.5	135.4	133.2
Impaired Loans Ratio of HH Sector (Bank Loans) ²	1.2	1.1	1.3	1.2	1.3
Impaired Loans Ratio of HH Sector (Non-Bank Loans) ⁴	1.5	1.0	1.1	1.1	1.3
Business Sector					
Return on Assets	2.2	2.5	2.7	2.5	2.1
Return on Equity	4.1	4.2	4.6	4.5	3.4
Debt-to-Equity Ratio	22.7	22.9	22.0	22.5	20.6
Interest Coverage Ratio (times)	7.0	7.3	7.9	6.5	5.5
Operating Margin	7.6	7.4	7.7	6.9	6.0
Impaired Loans Ratio of Business Sector ²	2.9	2.8	3.0	2.8	2.8
Development Financial Institutions⁵					
Lending to Targeted Sectors (% change)	6.2	3.6	3.0	1.3	2.4
Deposits Mobilised (% change)	7.5	1.4	2.3	3.9	1.8
Impaired Loans Ratio	5.5	4.8	5.4	5.5	5.9
Return on Assets	1.3	1.1	1.0	1.1	1.2

¹ Banking system profits are aggregated at the entity level and adjusted for dividend income received from domestic banking subsidiaries.

² Based on Stage 3 loans under the Malaysian Financial Reporting Standard 9 (MFRS 9).

³ Excess income over outgo excludes investment-linked unit funds to reflect the core performance of ITOs' profitability more accurately and thus, may not be directly comparable to the data reported in previous publications.

⁴ Based on loans with 3 months or more in-arrears.

⁵ Refers to development financial institutions under the Development Financial Institutions Act 2002.

p Preliminary

Note: Figures may not necessarily add up due to rounding.

Source: Bank Negara Malaysia, Bursa Malaysia, Department of Statistics Malaysia, Employees Provident Fund, Securities Commission Malaysia, S&P Capital IQ.

Table A.2

Key Financial Indicators: Islamic Banking and Takaful Sectors

	As at end				
	1H 2021	2H 2021	1H 2022	2H 2022	1H 2023 ^p
Islamic Banking System	RM million (or otherwise stated)				
Total Assets ¹	1,139,095.2	1,191,622.4	1,236,239.2	1,316,121.5	1,343,223.8
% of total assets of entire banking system ¹	35.1	35.5	35.5	36.3	36.2
Total Financing ¹	841,507.2	879,159.0	915,901.3	974,383.5	993,226.8
% of total loans / financing of entire banking system ¹	41.5	42.3	43.0	44.5	44.7
Total Deposits and Investment Accounts ¹	933,749.8	968,918.4	1,001,104.9	1,058,671.8	1,075,999.2
Total Deposits ¹	820,390.9	844,293.4	865,763.1	926,471.6	933,153.2
Total Investment Accounts ¹	113,358.9	124,625.0	135,341.8	132,200.2	142,845.9
% of total deposits and investment accounts of entire banking system ¹	39.7	39.8	40.2	41.6	41.6
	%				
Total Capital Ratio	18.4	19.2	18.3	18.9	18.2
Tier 1 Capital Ratio	14.8	15.5	14.5	15.5	14.8
Common Equity Tier 1 Capital Ratio	14.3	15.0	14.0	14.8	14.1
Return on Assets	1.3	1.1	1.2	1.3	1.0
Net Impaired Financing Ratio	0.9	0.9	1.0	1.0	1.1
Takaful Sector	RM million (or otherwise stated)				
Takaful Fund Assets	43,223.1	45,803.0	46,780.0	49,864.4	52,464.9
Family	38,272.5	40,258.9	41,182.8	43,645.1	45,972.0
General	4,950.6	5,544.1	5,597.2	6,219.4	6,492.9
% of insurance and takaful industry	12.3	12.6	13.2	13.4	13.7
Net Contribution Income	7,189.0	6,614.6	8,588.5	7,715.3	8,973.5
Family	5,776.3	5,093.2	6,886.3	5,853.9	7,053.3
General	1,412.8	1,521.5	1,702.1	1,861.4	1,920.2
% of insurance and takaful industry	21.9	19.4	24.3	21.6	24.8
Family Takaful					
New Business Contribution	4,682.1	3,817.5	5,439.9	4,618.9	5,225.6
General Takaful					
Gross Direct Contribution	1,861.7	1,966.4	2,229.5	2,407.2	2,679.0
Claims Ratio (%)	51.8	50.7	60.0	61.0	64.3

¹ Including development financial institutions under the Development Financial Institutions Act 2002.

^p Preliminary

Note: Figures may not necessarily add up due to rounding.

Source: Bank Negara Malaysia