

Table A.1

## Key Financial Soundness Indicators

	As at end				
	2H 2019	1H 2020	2H 2020	1H 2021	2H 2021p
	% (or otherwise stated)				
<b>Banking System</b>					
Total Capital Ratio	18.6	18.4	18.9	18.6	18.9
Tier 1 Capital Ratio	15.1	15.2	15.7	15.4	15.7
Common Equity Tier 1 Capital Ratio	14.6	14.6	15.2	14.9	15.2
Return on Assets <sup>1</sup>	1.4	1.0	1.0	1.1	1.1
Return on Equity <sup>1</sup>	12.2	8.8	8.4	9.7	9.7
Liquidity Coverage Ratio	149.1	149.2	148.2	149.1	153.8
Net Impaired Loans Ratio	0.9	0.9	1.0	1.0	0.9
Capital Charge on Interest Rate Risk in the Trading Book to Capital Base	1.2	1.2	1.1	1.1	1.0
FX Net Open Position to Capital Base	4.2	4.8	5.2	4.7	4.1
Equity Holdings to Capital Base	1.6	1.3	1.5	1.3	1.3
<b>Insurance and Takaful Sector</b>					
Capital Adequacy Ratio	226.9	227.1	219.7	221.1	222.2
Life Insurance and Family Takaful					
Excess Income over Outgo (RM billion)	7.7	4.7	17.3	3.7	8.7
New Business Premium / Contribution (RM billion)	9.0	9.0	9.9	11.8	10.5
Capital Adequacy Ratio	206.2	210.6	203.5	207.9	212.0
General Insurance and General Takaful					
Underwriting Profit (RM billion)	0.6	0.9	0.9	1.3	0.7
Operating Profit (RM billion)	1.5	1.7	1.7	1.8	1.3
Gross Direct Premium / Contribution (RM billion)	10.2	10.3	10.5	10.8	10.8
Claims Ratio	59.1	55.9	54.2	52.7	56.4
Capital Adequacy Ratio	279.8	287.1	282.6	270.9	256.9
<b>Household (HH) Sector</b>					
HH Debt (RM billion)	1,251.8	1,265.9	1,320.6	1,335.4	1,374.7
HH Financial Assets (RM billion)	2,712.3	2,749.8	2,901.3	2,896.0	2,971.7
HH Debt-to-GDP Ratio	82.7	87.4	93.2	89.6	89.0
HH Financial Assets-to-Total HH Debt Ratio	216.7	217.2	219.7	216.9	216.2
HH Liquid Financial Assets-to-Total HH Debt Ratio	143.4	143.7	145.2	146.2	144.2
Impaired Loans Ratio of HH Sector <sup>2</sup>	1.2	1.0	1.1	1.0	0.7
<b>Business Sector</b>					
Return on Assets	1.6	0.9	1.1	2.1	2.4
Return on Equity	3.2	1.6	2.2	4.0	4.1
Debt-to-Equity Ratio	25.8	24.1	22.6	22.2	21.8
Interest Coverage Ratio (times)	4.8	4.0	5.1	6.7	7.5
Operating Margin	5.7	5.1	5.5	7.2	7.6
Impaired Loans Ratio of Business Sector	2.5	2.5	2.6	2.7	2.4
<b>Development Financial Institutions<sup>3</sup></b>					
Lending to Targeted Sectors (% change)	-0.3	3.9	7.7	6.2	3.6
Deposits Mobilised (% change)	2.5	2.0	6.6	7.5	1.4
Impaired Loans Ratio	6.4	5.9	5.1	5.5	4.8
Return on Assets	1.5	1.1	1.1	1.3	1.1

<sup>1</sup> Banking system profits are aggregated at the entity level. The aggregated results are subsequently adjusted for dividend income received from domestic banking subsidiaries (previously added at both the parent and subsidiary levels). Differences in comparative pre-tax figures reported in previous Financial Stability Reviews are estimated to range between 5.5% and 10.7%.

<sup>2</sup> Refers to both banks and non-bank financial institutions.

<sup>3</sup> 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 and Bank Negara Malaysia estimates

Table A.2

**Key Financial Indicators: Islamic Banking and Takaful Sectors**

	As at end				
	2H 2019	1H 2020	2H 2020	1H 2021	2H 2021 <sup>p</sup>
<b>Islamic Banking System</b>	RM million (or otherwise stated)				
Total Assets <sup>1</sup>	1,020,371.0	1,041,629.6	1,089,540.7	1,139,095.2	1,192,862.4
% of total assets of entire banking system <sup>1</sup>	33.5	33.3	34.2	35.1	35.5
Total Financing <sup>1</sup>	753,609.9	780,376.6	817,403.3	841,507.2	886,607.2
% of total loans / financing of entire banking system <sup>1</sup>	39.2	39.9	41.0	41.5	42.5
Total Deposits and Investment Accounts <sup>1</sup>	826,167.2	859,946.8	889,951.4	933,749.8	968,909.4
Total Deposits <sup>1</sup>	739,130.3	761,993.4	790,905.4	820,390.9	844,293.4
Total Investment Accounts <sup>1</sup>	87,036.9	97,953.4	99,046.0	113,358.9	124,616.0
% of total deposits and investment accounts of entire banking system <sup>1</sup>	37.7	38.1	38.9	39.7	39.8
	%				
Total Capital Ratio	18.5	18.3	18.6	18.4	18.9
Tier 1 Capital Ratio	14.6	14.6	15.0	14.8	15.2
Common Equity Tier 1 Capital Ratio	14.1	14.0	14.5	14.3	14.7
Return on Assets	1.2	0.6	0.7	1.3	1.1
Net Impaired Financing Ratio	1.0	0.9	0.9	0.9	0.7
<b>Takaful Sector</b>	RM million (or otherwise stated)				
Takaful Fund Assets	36,517.6	39,040.1	41,871.2	43,223.1	45,730.6
Family	32,283.8	34,538.5	37,025.5	38,272.5	40,190.6
General	4,233.9	4,501.6	4,845.7	4,950.6	5,540.1
% of insurance and takaful industry	11.2	11.8	11.9	12.3	12.6
Net Contribution Income	5,542.4	5,642.8	5,985.5	7,189.0	6,593.8
Family	4,150.9	4,336.5	4,527.5	5,776.3	5,072.3
General	1,391.4	1,306.3	1,457.9	1,412.8	1,521.5
% of insurance and takaful industry	17.7	18.6	18.2	21.9	19.3
Family Takaful					
New Business Contribution	2,904.0	3,191.8	3,401.9	4,682.1	3,822.6
General Takaful					
Gross Direct Contribution	1,677.2	1,641.2	1,817.1	1,861.7	1,966.4
Claims Ratio (%)	59.5	53.3	58.0	51.8	50.7

<sup>1</sup> Including development financial institutions under the Development Financial Institutions Act 2002.

<sup>p</sup> Preliminary

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

Source: Bank Negara Malaysia