

Table A.1

Key Financial Soundness Indicators

	As at end				
	2013	2014	2015	2016	2017 ^p
	% (or otherwise stated)				
Banking System					
Total Capital Ratio	14.9	15.9	16.6	16.5	17.1
Tier 1 Capital Ratio	13.5	14.0	14.2	14.0	14.3
Common Equity Tier 1 Capital Ratio	12.6	13.3	13.3	13.1	13.3
Return on Assets	1.5	1.5	1.3	1.3	1.5
Return on Equity	15.9	15.2	12.3	12.5	13.0
Liquid Assets to Total Assets	11.6	13.3	-	-	-
Liquid Assets to Short-term Liabilities	36.5	42.6	-	-	-
Liquidity Coverage Ratio ¹	-	-	127.4	124.3	134.9
Net Impaired Loans Ratio	1.3	1.2	1.2	1.2	1.1
Capital Charge on Interest Rate Risk in the Trading Book to Capital Base	1.5	1.4	1.2	1.1	1.0
Net Open Position in FC to Capital Base	5.7	4.7	6.1	6.3	6.1
Equity Holdings to Capital Base	0.8	1.3	0.7	1.5	1.0
Insurance and Takaful Sector					
Capital Adequacy Ratio (conventional only)	246.1	251.9	251.6	248.2	236.3
Life Insurance and Family Takaful					
Excess Income over Outgo (RM billion)	13.2	13.8	12.0	13.3	19.0
New Business Premiums / Contributions (RM billion)	12.1	12.9	13.2	14.2	15.1
Capital Adequacy Ratio (conventional only)	260.9	259.2	260.6	245.0	233.5
General Insurance and General Takaful					
Underwriting Profit (RM billion)	1.8	1.8	1.3	1.8	1.4
Operating Profit (RM billion)	3.2	3.2	2.7	3.4	2.7
Gross Direct Premiums / Contributions (RM billion)	17.8	19.1	19.5	19.7	19.9
Claims Ratio	57.1	57.5	60.2	55.9	58.3
Capital Adequacy Ratio (conventional only)	231.7	279.7	263.3	269.1	268.9
Household (HH) Sector					
HH Debt (RM billion)	877.4	960.0	1,030.5	1,086.1	1,139.9
HH Financial Asset (RM billion)	1,904.9	2,015.0	2,119.3	2,232.4	2,423.6
HH Debt-to-GDP Ratio	86.1	86.8	89.0	88.3	84.3
HH Financial Asset to Total HH Debt Ratio	217.1	209.9	205.7	205.5	212.6
HH Liquid Financial Asset to Total HH Debt Ratio	155.7	147.5	142.4	140.7	145.2
Impaired Loans Ratio of HH Sector	2.2	1.9	1.6	1.6	1.6
Business Sector					
Return on Assets	6.4	6.0	4.9	4.6	4.4
Return on Equity	11.3	10.2	8.8	7.9	7.7
Debt-to-Equity Ratio	39.1	39.2	43.2	43.0	47.0
Interest Coverage Ratio (times)	13.1	12.0	10.6	11.5	9.1
Operating Margin	16.1	15.9	14.8	14.5	15.4
Impaired Loans Ratio of Business Sector	2.9	2.6	2.5	2.5	2.5
Development Financial Institutions²					
Lending to Targeted Sectors (% change)	8.1	7.0	5.5	5.7	0.1
Deposits Mobilised (% change)	7.2	5.3	2.0	6.4	4.8
Impaired Loans Ratio	5.6	5.0	4.8	5.9	5.2
Return on Assets	2.2	1.6	1.4	1.0	1.4

¹ The Basel III Liquidity Coverage Ratio (LCR) Framework takes effect on 1 June 2015 and supersedes the guidelines on Liquidity Framework and Liquidity Framework-i issued on 1 July 1998

² 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, Securities Commission Malaysia, Bursa Malaysia, Bloomberg, Department of Statistics, Malaysia and internal computation