

Financial Stability and Payment Systems Report 2006

Table A.2
Banking System¹: Income and Expenditure

| | For the calendar year | | |
|--------------------------------------------------------|-----------------------|-----------------|-------------------|
| | 2004 | 2005 | 2006 ^p |
| | RM million | | |
| Interest income ² | 40,755.3 | 43,659.6 | 51,234.5 |
| Less: Interest expense | 20,591.0 | 22,034.8 | 27,279.3 |
| Net interest income | 20,164.4 | 21,624.8 | 23,955.2 |
| Add: Fee-based income | 4,229.4 | 4,721.2 | 5,080.4 |
| Less: Staff cost | 5,662.1 | 6,280.0 | 7,246.3 |
| Overheads | 6,427.1 | 7,057.8 | 7,859.3 |
| Gross operating profit | 12,304.6 | 13,008.2 | 13,930.0 |
| Less: Loan loss and other provisions | 4,586.9 | 5,558.7 | 6,230.8 |
| Gross operating profit after provision | 7,717.7 | 7,449.6 | 7,699.2 |
| Add: Other income | 3,851.7 | 4,932.2 | 5,261.2 |
| Pre-tax profit | 11,569.4 | 12,381.8 | 12,960.4 |
| Pre-tax profit / Average assets (%) | 1.4 | 1.3 | 1.3 |
| Pre-tax profit / Average shareholders' funds (%) | 16.0 | 16.5 | 16.1 |
| Pre-tax profit / Average employee (RM'000) | 125.2 | 130.3 | 131.9 |
| Cost incurred per ringgit of revenue earned (sen) | 40.1 | 40.0 | 41.3 |
| Cost incurred per ringgit of net interest income (sen) | 60.0 | 61.7 | 63.1 |
| Overheads to staff cost (%) | 113.5 | 112.4 | 108.5 |
| Staff cost per employee (RM'000) | 60.3 | 65.3 | 72.2 |

¹ Includes Islamic banks

² Effective January 2005, banking institutions no longer accrue interests on non-performing loan accounts

^p Preliminary

Note: Numbers may not necessarily add up due to rounding