

Table A.5
Merchant/Investment Banks: Income and Expenditure

	For the calendar year		
	2004	2005	2006 ^p
	RM million		
Interest income ¹	1,661.7	1,698.7	1,713.3
Less: Interest expense	1,196.0	1,265.9	1,306.8
Net interest income	465.8	432.8	406.5
Add: Fee-based income	351.4	354.2	285.1
Less: Staff cost	297.5	347.6	320.6
Overheads	154.6	180.9	156.8
Gross operating profit	365.1	258.5	214.2
Less: Loan loss and other provisions	101.5	113.9	191.5
Gross operating profit after provision	263.6	144.5	22.7
Add: Other income	550.9	1,141.9	943.8
Pre-tax profit	814.4	1,286.5	966.5
Pre-tax profit / Average assets (%)	1.9	2.9	1.8
Pre-tax profit / Average shareholders' funds (%)	15.5	23.2	16.2
Pre-tax profit / Average employee (RM'000)	318.2	484.1	314.5
Cost incurred per ringgit of revenue earned (sen)	30.3	25.6	27.5
Cost incurred per ringgit of net interest income (sen)	97.1	122.1	117.4
Overheads to staff cost (%)	52.0	52.0	48.9
Staff cost per employee (RM'000)	110.6	132.4	91.0

¹ 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