

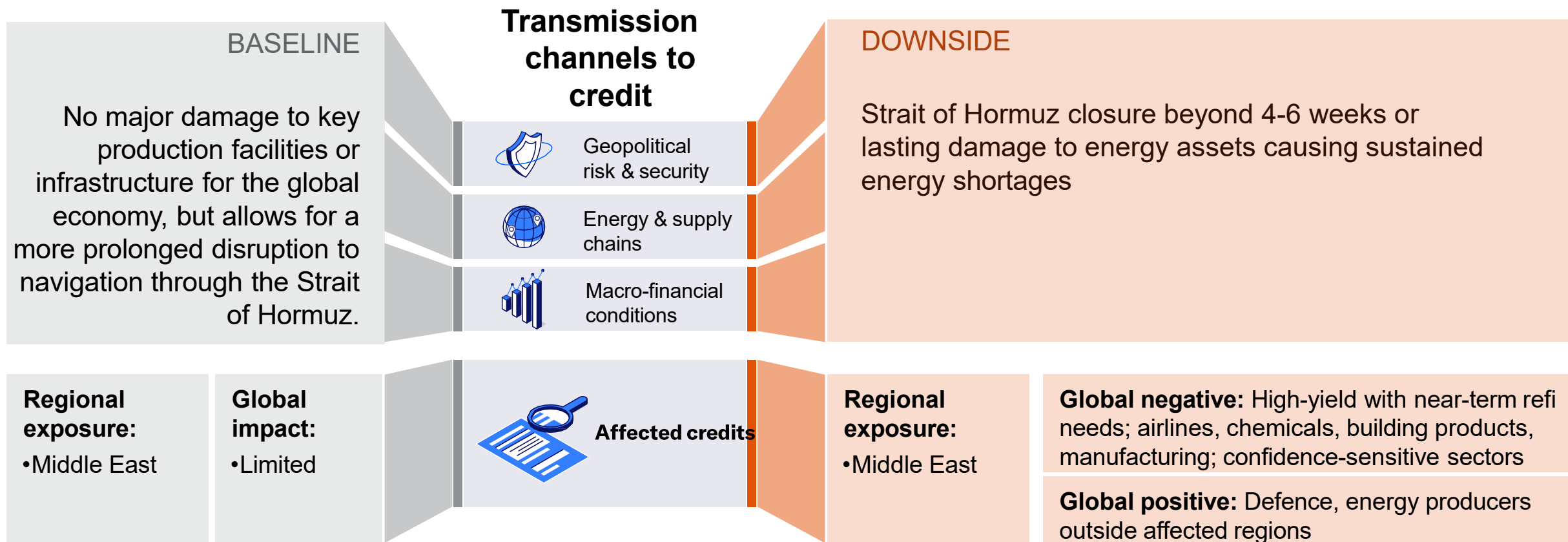
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APAC

Malaysian Banks

**Malaysia Credit
Conference 2026**

Middle East conflict: scenarios and risk channels

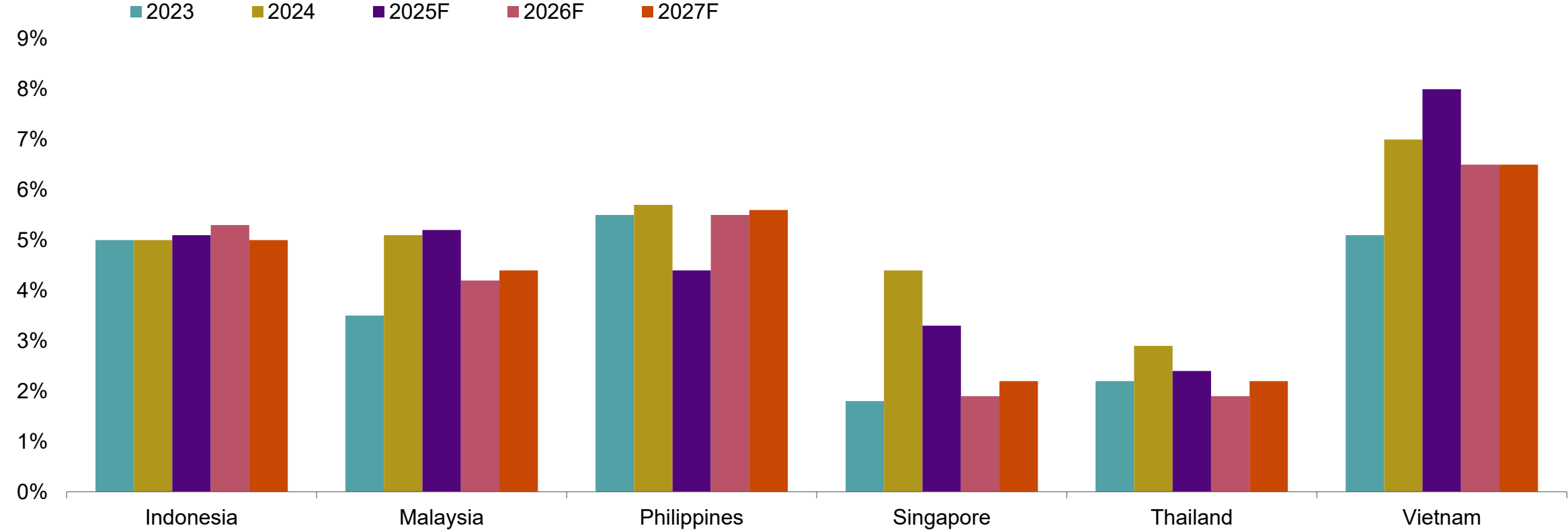


Source: Moody's Ratings
 Note: Scenarios are illustrative and not probability weighted. Outcomes across transmission channels are not binary: some effects may materialise even if others do not.

Growth remains solid

Household spending, steady investments, tourism balanced by weaker agriculture (rubber / palm oil) and uncertain external environment

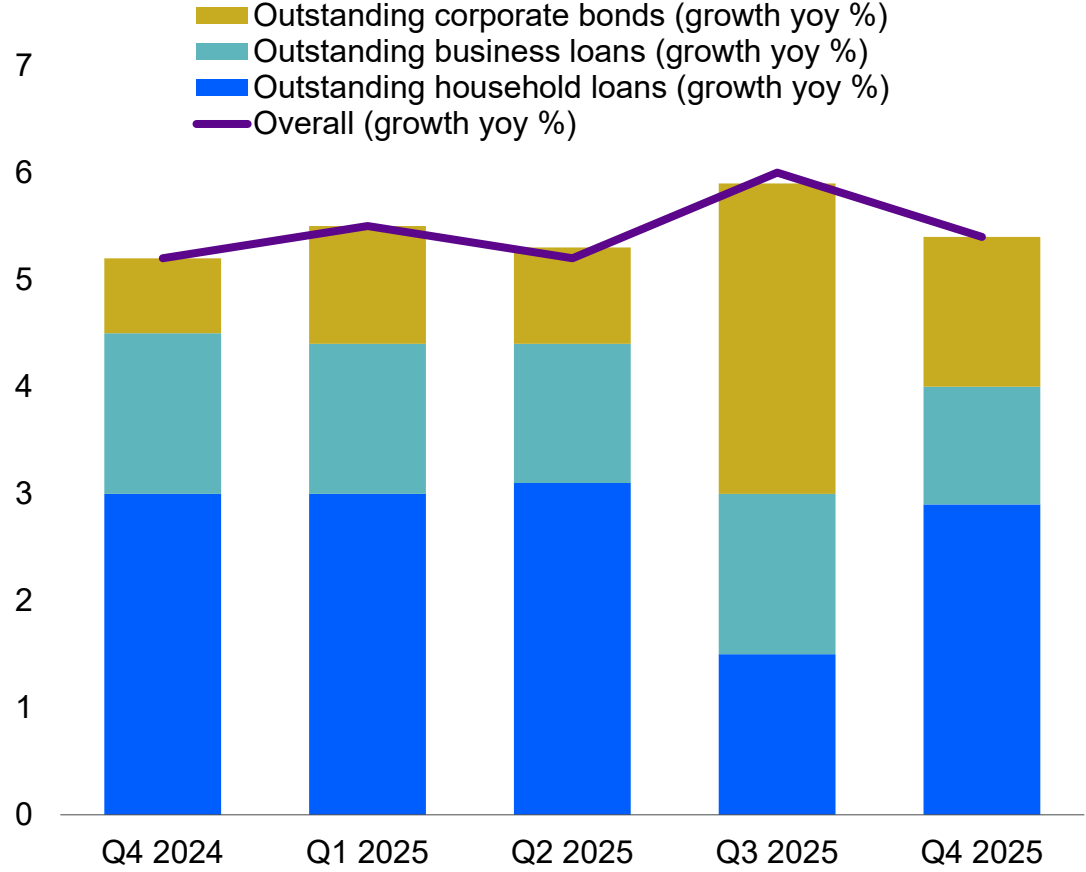
Real GDP growth %



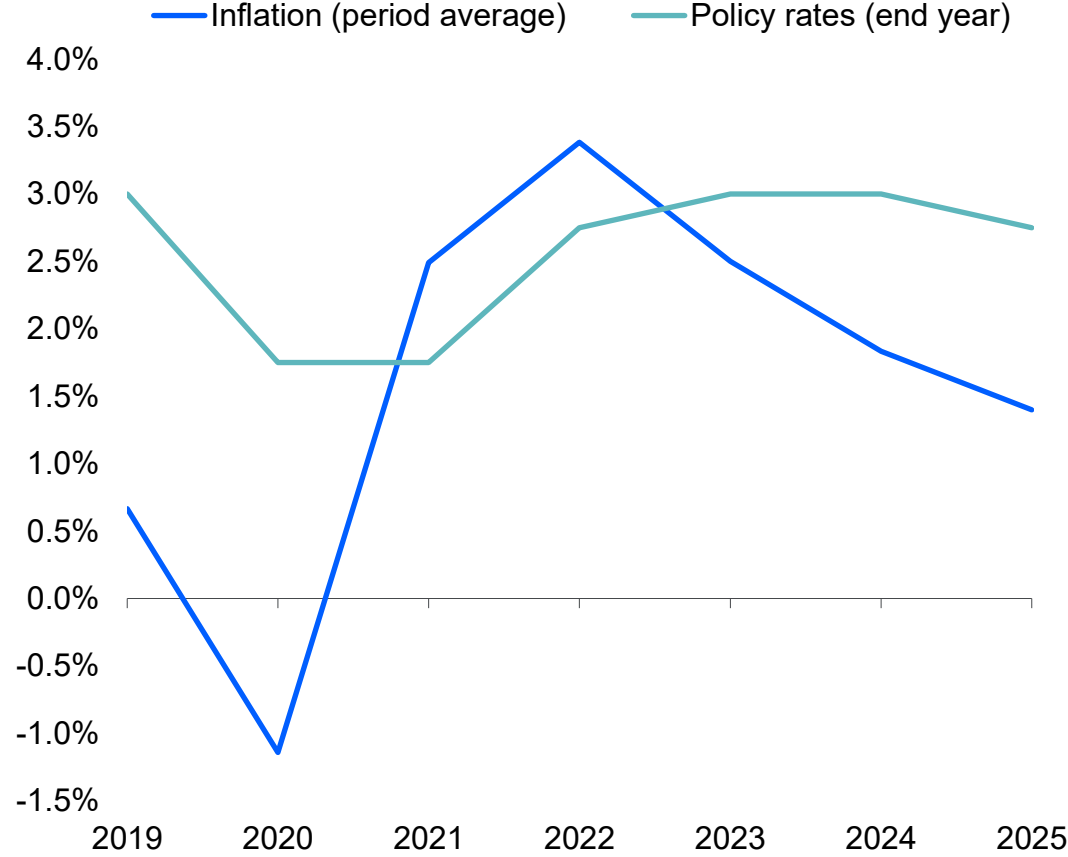
Source: Moody's Ratings

Steady credit growth

Credit growth for private sector



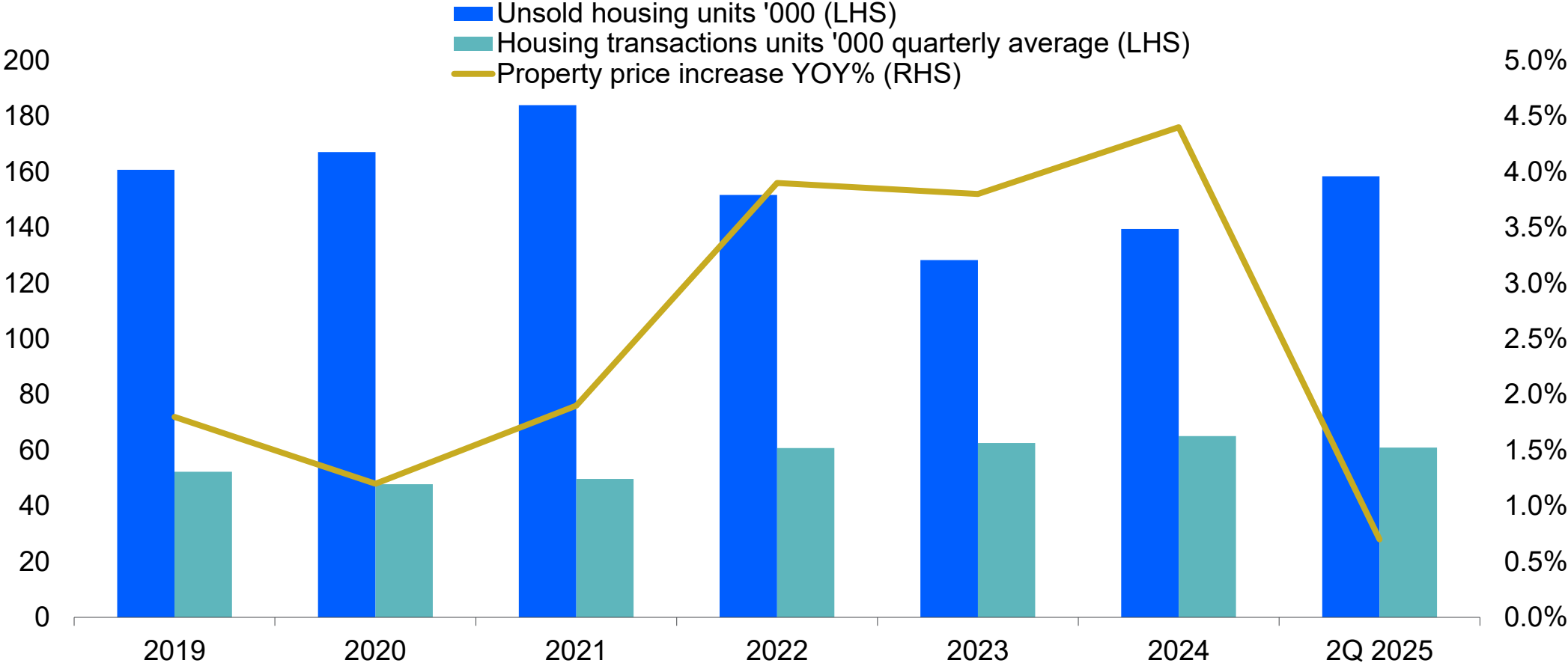
Low rates support credit demand



Residential real estate market is broadly stable

Inventory building marginally

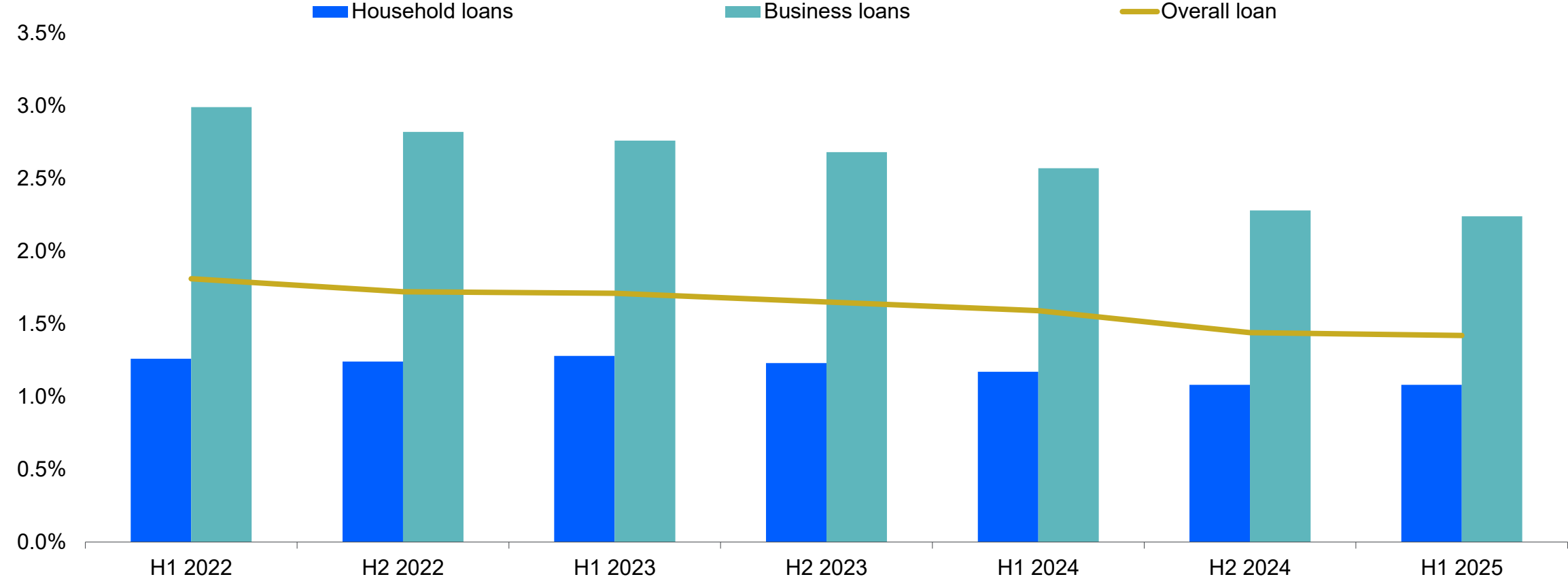
Housing market



Source: BNM, DOSM, NAPIC

Loan quality is stable

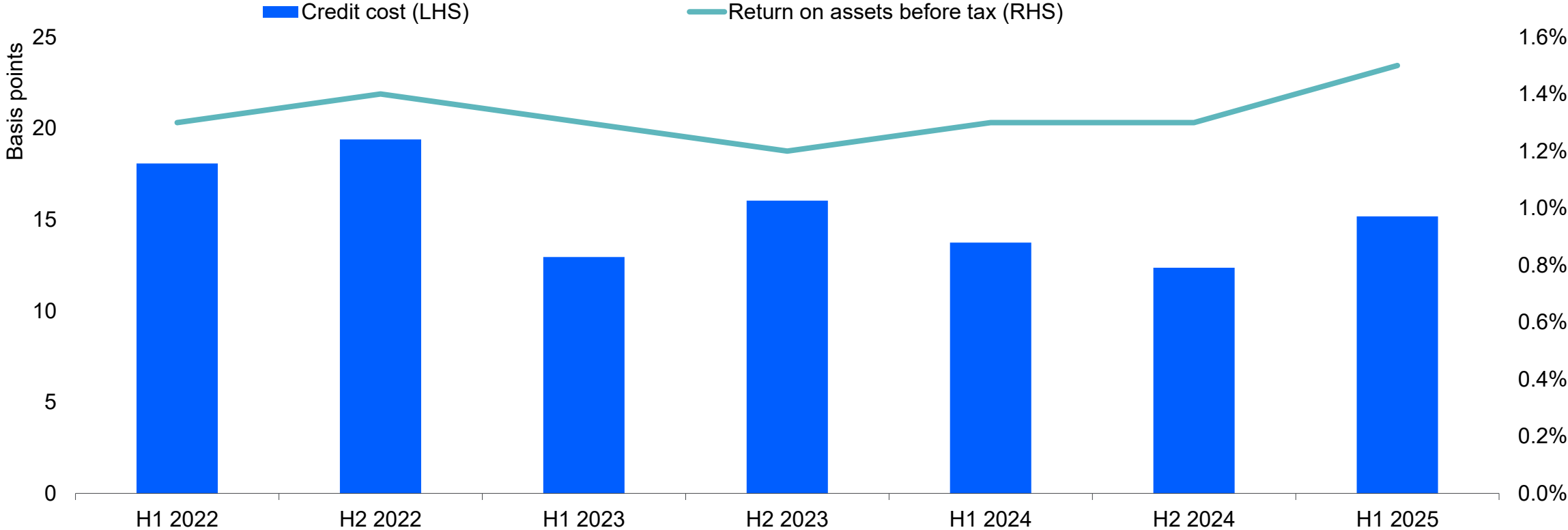
Banking system NPL breakdown



Stable profitability

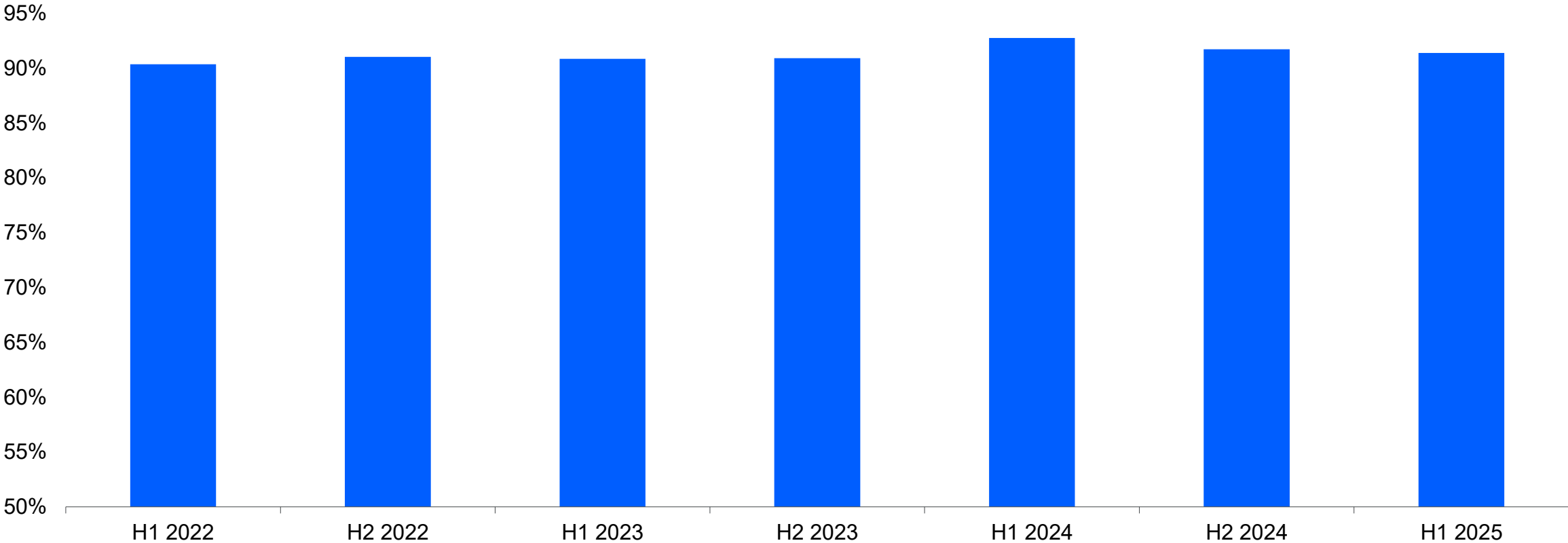
Strong non-interest income mitigating NIM pressures; credit cost still stable

Systemwide profitability



Loans grow in line with deposits

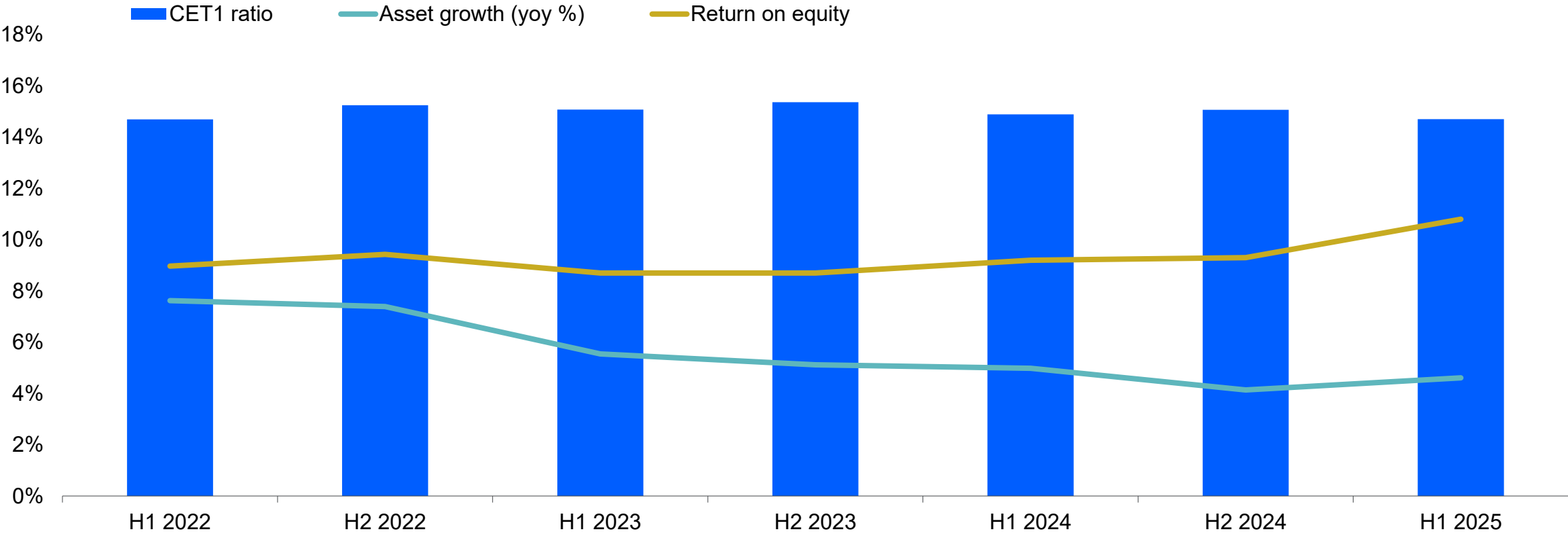
Rated banks' asset-weighted loan / deposit ratio



Source: Moody's Ratings; Company filings

Good capitalization supported by slow asset growth

Some banks are paying very high dividends



Thank you

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