

Table A.17

**Financing of the Economy**

| By borrower  | Businesses <sup>1</sup> |                | Households    | Government    | Total financing |
|--|-------------------------|----------------|---------------|---------------|-----------------|
|  | Total                   | of which: SMEs |               |               |                 |
| By financing type/institution                          | RM million              |                |               |               |                 |
| <b>Net Change in Financing (2017)</b>                  |                         |                |               |               |                 |
| <b>Financial intermediaries</b>                        |                         |                |               |               |                 |
| Banking system   | 12,192                  | 17,192         | 44,319        | 6,401         | 62,912          |
| Development financial institutions (DFIs) <sup>2</sup> | -2,063                  | -1,264         | 2,279         | -             | 216             |
| Other domestic intermediaries <sup>3</sup>             | -381                    | -255           | 6,620         | -             | 6,239           |
| <b>Capital markets</b>                                 |                         |                |               |               |                 |
| Bond market <sup>4</sup>                               | 75,102                  | -              | -             | 40,750        | 115,852         |
| Equity market <sup>5</sup>                             | 12,232                  | -              | -             | -             | 12,232          |
| <b>External financing</b>                              |                         |                |               |               |                 |
| Foreign direct investment                              | 40,419                  | -              | -             | -             | 40,419          |
| Offshore borrowing <sup>6</sup>                        | -21,672                 | -              | -             | -1,897        | -23,569         |
| <b>Total</b>   | <b>115,828</b>          | <b>15,673</b>  | <b>53,218</b> | <b>45,254</b> | <b>214,301</b>  |
| <b>Net Change in Financing (2018p)</b>                 |                         |                |               |               |                 |
| <b>Financial intermediaries</b>                        |                         |                |               |               |                 |
| Banking system   | 35,633                  | 352            | 50,763        | 2,747         | 89,143          |
| Development financial institutions (DFIs) <sup>2</sup> | -1,974                  | 1,666          | 1,492         | -             | -482            |
| Other domestic intermediaries <sup>3</sup>             | -2,248                  | 335            | 8,639         | -             | 6,391           |
| <b>Capital markets</b>                                 |                         |                |               |               |                 |
| Bond market <sup>4</sup>                               | 45,189                  | -              | -             | 51,973        | 97,162          |
| Equity market <sup>5</sup>                             | 2,365                   | -              | -             | -             | 2,365           |
| <b>External financing</b>                              |                         |                |               |               |                 |
| Foreign direct investment                              | 32,648                  | -              | -             | -             | 32,648          |
| Offshore borrowing <sup>6</sup>                        | 26,316                  | -              | -             | 140           | 26,457          |
| <b>Total</b>   | <b>137,929</b>          | <b>2,353</b>   | <b>60,894</b> | <b>54,861</b> | <b>253,683</b>  |

<sup>1</sup> Businesses include domestic banking institutions, domestic non-bank financial institutions, domestic other entities and foreign entities

<sup>2</sup> Refers to DFIs regulated under the Development Financial Institutions Act 2002 (DFIA 2002)

<sup>3</sup> Other domestic intermediaries include Employees Provident Fund (EPF), leasing and factoring companies, insurance companies, housing credit institutions, and *Lembaga Pembiayaan Perumahan Sektor Awam* (previously Treasury Housing Loans Division)

<sup>4</sup> Refers to the change in outstanding corporate bonds and Government securities (Malaysian Government Securities and Government Investment Issues), held by both residents and non-residents. Data excludes issuances by Cagamas and non-residents; and short-term papers

<sup>5</sup> Refers to equity issuances during the year, excluding issuances by non-residents

<sup>6</sup> Refers to all offshore borrowings under the redefined external debt effective first quarter 2014, excluding short-term offshore borrowings by the banking sector

<sup>p</sup> Preliminary

Note: Numbers may not add up due to rounding