

Income Statement summary

Key points for the December 2021 quarter:

- Banking sector profit after tax was \$1.72 billion in the December 2021 quarter, up \$90 million (5.5 percent) from \$1.63 billion in September 2021. This is close to the record high quarterly profit of \$1.73 billion in March 2021.
- With two consecutive OCR increases over the December 2021 quarter increasing the OCR to 0.75%, total interest income and expenses of the banking sector increased for the first time following continuous decreases since March 2019. Net interest income hit a record high at \$3.13 billion and the net interest margin (NIM) was up by 2bp to 2.00%.
- The system-wide return on assets was stable at 1.0% and the return on equity increased to 12.6%.
- The proportion of interest income from mortgages to total loans declined from 59.7% in December 2020 to 57.5% in December 2021, while the proportion of interest income from business loans has increased from 33.4% in December 2020 to 36.3% in December 2021.

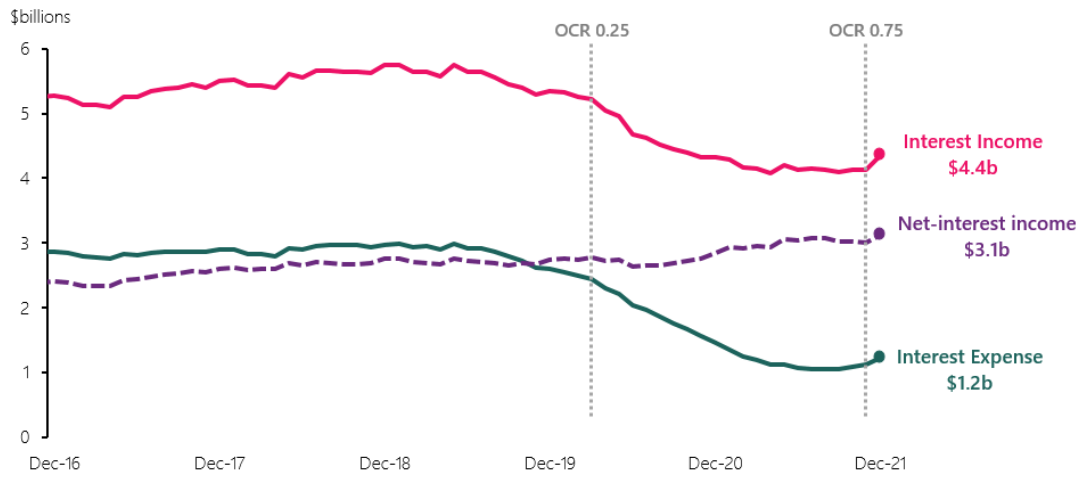
NZ Banking System's profit after tax

3 month rolling totals



NZ Banking System's Interest Income and Expense

3 month rolling totals



Proportion of interest income by loans type to total loans

