

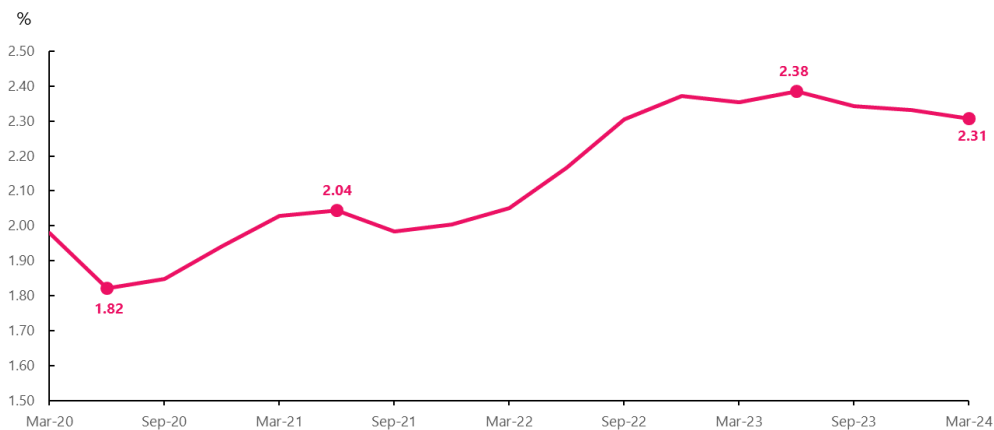
27 May 2024

## Income statement summary

### Key points for the March 2024 quarter:

- Banking sector profit after tax rose by \$204 million to \$1.89 billion.
- The system-wide return on assets (ROA) increased to 1.1% and the return on equity (ROE) rose to 12.0%.
- Net interest margin (NIM) decreased for the third consecutive quarter, dropping slightly by 2bp to 2.31%. The net interest income decreased by \$66 million to \$3.87 billion.
- Total interest income slightly increased by \$28 million (+0.3%) to \$10.76 billion. Interest income from fixed mortgage loans increased by \$176 million to \$4.65 billion, while interest income from business loans decreased by \$25 million to \$3.70 billion.
- Total interest expense rose by \$95 million (+1.4%) to \$6.89 billion, mostly driven by interest expense for deposits which rose by \$117 million to reach \$4.74 billion this quarter.

NZ Banking System's Net Interest Margin



**NZ Banking System's Interest Income and Expense**  
3-month rolling totals

