CONTENTS

FOREWORD		iii
PREFACE		V
ACRONYMS	AND ABBREVIATIONS	xvii
CHAPTER 1	ECONOMIC MANAGEMENT AND PROSPECTS	
	Managing the Twin Health and Economic Crises	3
	Feature Article 1.1 – The Impact of COVID-19 Pandemic on Households and Micro and Small Enterprises	6
	Feature Article 1.2 – Mapping Development Expenditure to Sustainable Development Goals	12
	Feature Article 1.3 – Financing for Sustainable Development	15
	Outlook	19
	Issues and Challenges	20
	Feature Article 1.4 – The Future of Work Post COVID-19 Pandemic	21
	Feature Article 1.5 – Selected Lessons from the COVID-19 Pandemic	28
	Feature Article 1.6 – A Fresh Approach in Measuring and Enhancing Public Sector Productivity in Malaysia	34
	Strategic Initiatives - 2022 Budget	38
	Conclusion	40
	References	41
CHAPTER 2	MACROECONOMIC OUTLOOK	
	Overview	47
	Economy in 2021	48
	Global Economy	48
	Feature Article 2.1 – ASEAN Catalytic Green Finance Facility	49
	Domestic Economy	52
	Feature Article 2.2 – The Digital Economy: Transformation towards a Resilient Nation	54

Outlook for 2022	78
Global Outlook	78
Feature Article 2.3 – Regional Financial Safety Net: The Chiang Mai Initiative Multilateralisation	79
Domestic Outlook	82
Feature Article 2.4 – Beefing Up Food Security Through Sustainable Agriculture Sector	84
Feature Article 2.5 – Promoting Quality Investment for Achieving Sustainable Development	89
Conclusion	97
References	98
CHAPTER 3 MONETARY AND FINANCIAL DEVELOPMENTS	
Overview	105
Monetary Developments	105
Performance of Ringgit	106
Banking Sector Performance	107
Feature Article 3.1 – Environmental, Social and Governance Practices: Toward Enhancing Corporate Resilience in Malaysia	110
Capital Market Performance	116
Information Box 3.1 – Key Capital Market Measures	120
Islamic Banking and Capital Market Performance	121
Conclusion	123
References	124
STATISTICAL TABLES	127
ORGANISATION OF THE MINISTRY OF FINANCE MALAYSIA	177

FIGURES

The Economy 2022

Figure 2.1.	Global Real Gross Domestic Product, Trade and Inflation Growth	48
Figure 2.2.	Selected Indicators for the Services Sector	53
Figure 2.3.	Output of Manufacturing Sector	63
Figure 2.4.	Supply Indicators of Residential Property	66
Figure 2.5.	House Price Index	66
Figure 2.6.	Supply Indicators of Non-Residential Property	66
Figure 2.7.	Savings-Investment Gap	68
Figure 2.8	Gross Domestic Product by Income Components	69
Figure 2.9.	Top 10 Trading Partners	71
Figure 2.10.	International Reserves	74
Figure 2.11.	Consumer Price Index and Producer Price Index Trends	76
Figure 3.1.	Monetary Aggregates	105
Figure 3.2.	Performance of Ringgit Against Selected Currencies	107
Figure 3.3.	Banking System: Impaired Loans and Net Impaired Loans Ratio	108
Figure 3.4.	Malaysian Government Securities Indicative Yields	117
Figure 3.5.	Share of Foreign Holdings in Total Malaysian Government Securities Outstanding	117
Figure 3.6.	5-Year Corporate Bond Yields	118
Figure 3.7.	Performance of Bursa Malaysia	119
Figure 3.8.	Performance of Selected Stock Markets	119
Figure 3.9.	Global Sukuk Outstanding by Country	122

TABLES

Table 1.1.	Assistance and Economic Stimulus Packages during COVID-19 Pandemic	4
Table 2.1.	Gross Domestic Product by Sector	52
Table 2.2.	Services Sector Performance	52
Table 2.3.	Manufacturing Production Index	64
Table 2.4.	Value-added in the Agriculture Sector	65
Table 2.5.	Gross Domestic Product by Aggregate Demand	67
Table 2.6.	Gross Domestic Product by Income Components	69
Table 2.7	External Trade	70
Table 2.8.	Gross Exports	70
Table 2.9.	Exports of Manufactured Goods	71
Table 2.10.	Gross Imports by End Use	72
Table 2.11.	Current Account of the Balance of Payments	73
Table 2.12.	Consumer Price Index	75
Table 2.13.	Producer Price Index	75
Table 2.14.	Labour Market Indicators	77
Table 2.15.	Employed Persons by Sector	77
Table 3.1.	Factors Affecting M3	106
Table 3.2.	Banking System: Loan Indicators	108
Table 3.3.	Banking System: Loans Outstanding by Sector	100

Table 3.4.	Funds Raised in the Capital Market	116
Table 3.5.	New Issuance of Corporate Bonds by Sector	117
Table 3.6.	Bursa Malaysia: Selected Indicators	118
Table 3.7.	Islamic Banking: Key Indicators	121