

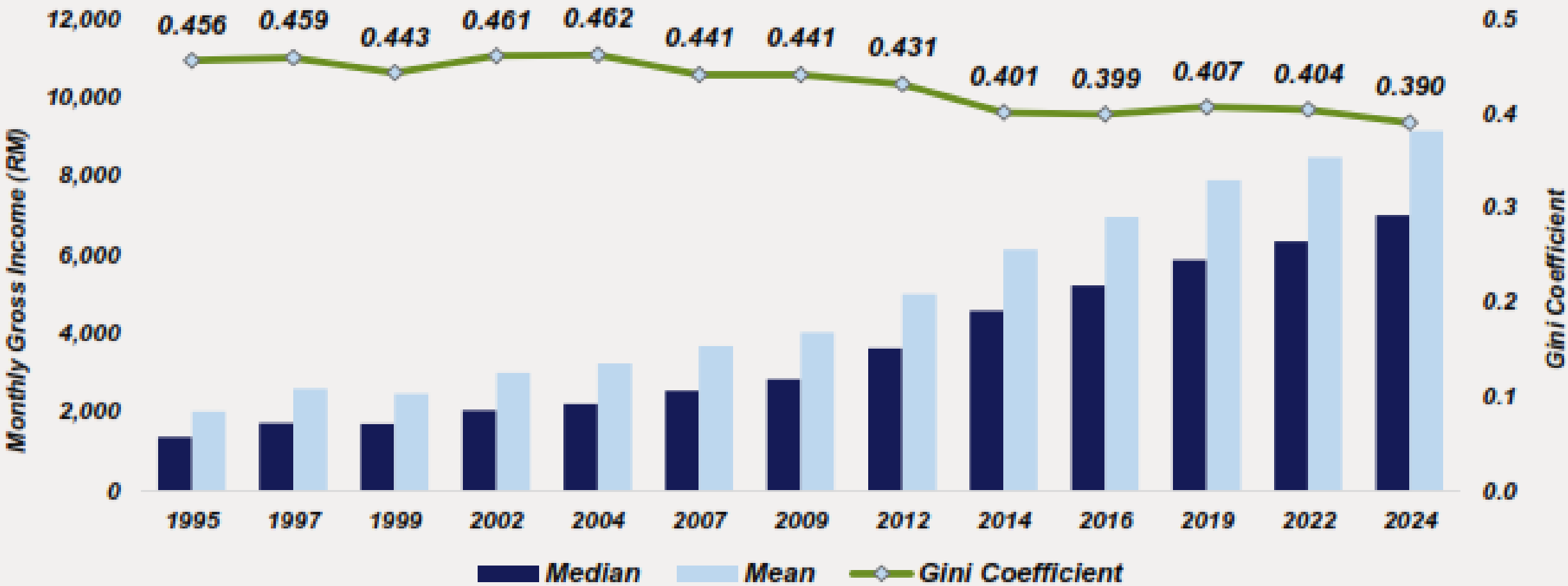


INCOME INEQUALITY, MALAYSIA 2024

GINI COEFFICIENT BY STRATA AND ETHNIC, 2024

	Ethnic				Strata	
	Bumiputera	Chinese	Indians	Others	Urban	Rural
Gross Income	0.369	0.412	0.380	0.352	0.378	0.344
Gross Income per Capita	0.391	0.420	0.407	0.407	0.411	0.357
Disposable Income	0.357	0.395	0.370	0.342	0.364	0.343
Disposable Income per Capita	0.379	0.402	0.395	0.392	0.396	0.359

TIME SERIES OF MEDIAN & MEAN MONTHLY HOUSEHOLD GROSS INCOME AND GINI COEFFICIENT, MALAYSIA



INCOME GAP

	Ethnic			Strata
	Chinese : Bumiputera	Chinese : Indians	Chinese : Others	Urban : Rural
2024	1 : 0.72	1 : 0.86	1 : 0.55	1 : 0.56
2022	1 : 0.71	1 : 0.84	1 : 0.56	1 : 0.55

Note: Income gap between the Chinese and other ethnic groups

Source: Income Inequality Malaysia 2024, Department of Statistics Malaysia (DOSM)



The income inequality gap narrowed by 1.4 percentage points in 2024

- Income and expenditure data from the Household Income and Expenditure Survey are used to generate indicators of inequality and poverty.
- Most countries use the Gini coefficient as a standard measure of income distribution and inequality among households.
- The Gini coefficient measures income inequality based on the Lorenz Curve, with values ranging from 0 (perfect equality) to 1 (perfect inequality).
- The Gini coefficient declined from 0.404 in 2022 to 0.390 in 2024, indicating that the income inequality gap narrowed by 1.4 percentage points over the period.

Income Inequality by Ethnic and Strata

- All ethnic groups recorded a smaller income gap, with the Chinese group recorded the highest inequality (Gini: 0.412).
- In 2024, the income gap ratio between Chinese and Bumiputera remained at 1:0.72, showing a slight improvement from 1:0.71 in 2022. Meanwhile, the gap between Chinese and Indians improved to 1:0.86 in 2024 as compared to 1:0.84 in 2022.
- Meanwhile, income inequality in urban areas decreased to 0.378 in 2024 from 0.393 in 2022, while rural areas also recorded a decline to 0.344 from 0.351 over the same period.

