## TOP TEN US COMPANIES IN MALAYSIA

<table>
<thead>
<tr>
<th>Company</th>
<th>Activity</th>
</tr>
</thead>
<tbody>
<tr>
<td>Intel (M) Sdn. Bhd.</td>
<td>Microprocessor &amp; semiconductor devices</td>
</tr>
<tr>
<td>Western Digital (M) Sdn. Bhd.</td>
<td>Hard disk drives &amp; components</td>
</tr>
<tr>
<td>Dell Asia Pacific Sdn. Bhd.</td>
<td>Desktop &amp; laptop personal computer systems</td>
</tr>
<tr>
<td>Flextronics Technologies (M) Sdn. Bhd.</td>
<td>Computer, telecommunication and networking products</td>
</tr>
<tr>
<td>Malaysian Refining Company Sdn. Bhd.</td>
<td>Liquefied petroleum gas, chemical naphtha, gasoline, etc</td>
</tr>
<tr>
<td>Advanced Micro Devices Sdn. Bhd.</td>
<td>Integrated circuit</td>
</tr>
</tbody>
</table>

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MALAYSIA’S ECONOMIC DEVELOPMENT JOURNEY

1960s
Import Substitution

1970s
Export-Oriented & Labour-Intensive

1980s
Resource-Based & Heavy Industries

1990s
Technology Intensive

2000
Economic Corridors & Services

2010
Innovation, ETP & High Income

“Malaysia : Your Premier Investment Destination”
Investment Opportunities & Policies in the Manufacturing & Services Sectors
The Prime Minister’s Vision - Transforming Malaysia

The Two Pillars of the National Transformation Programme

1Malaysia – People First, Performance Now
Preservation and Enhancement of Unity in Diversity

Government Transformation Plan (GTP)
Effective Delivery of Government Services

Political Transformation Programme

New Economic Model

- High Income
- Inclusiveness
- Sustainability

A High Income, Inclusive And Sustainable Nation

10th & 11th Malaysia Plan Roll-Out
Macroeconomic growth targets & expenditure allocation
Implementation of Government’s Development Programmes

www.neac.gov.my
The New Economic Model (NEM)
Aspirations of a united and advanced nation – The Goals to be Achieved

HIGH INCOME

Target
US$15,000 per capita by 2020

People
Quality of Life

Inclusiveness
Enables all communities to fully benefit from the wealth of the country

Sustainability
Meets present needs without compromising future generations

www.neac.gov.my
INVESTMENT OPPORTUNITIES IN THE MANUFACTURING SECTOR

Electronics & Electrical Industries:
- High-technology based products using wireless and convergence technology
- Mobile application
- Solar wafer / cells / modules
- Semiconductors

Petrochemical Industry:
- Alpha-olefins & fatty alcohols, propylene oxide & caprolactam
- Renewable & biodegradable materials

Aerospace Industry:
- Maintenance, Repair and Overhaul (MRO)
- Aerospace Manufacturing

Machinery & Equipment:
- Automated equipment for semiconductor, solar, medical & automotive industries
- Process machinery for food & beverages and oil & gas
- Packaging machinery

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AEROSPACE ECOSYSTEM

- Aerospace Value Chain
- R&D, Design
- Parts Manufacturing
- Parts Assembly
- Maintenance Repair & Overhaul (MRO)

Aerospace Companies Operating in Malaysia

- Honeywell
- Honeywell (Aviatron & Meerkat)
- SPIRIT AEROSYSTEMS
- STRAND
- ACM
- UPECA
- SME
- SME (ICM)
- SME (ICM)
- CTRM
- CTRM
- CTRM
- EUROALA
- INNOPEAK (M) SDN BHD

Supporting Companies

- Hampshire Aerospace
- All Metal Services
- Aerotech
- GT
- EDAG
- IAC

Policies & Regulations

- National Aerospace Blueprint

Domestic Companies

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Investment Policies & Incentives
INVESTMENT POLICIES

Foreign Equity

Manufacturing

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THE SERVICES SECTOR

- Computer and Related Services
- Business Services
- Health and Social Services
- Sporting and Other Recreational Services
- Tourism Services
- Supporting and Auxiliary Transport Services
- Rental/Leasing Services Without Operators
- Logistic Services
- Regional Establishment

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1. Telecommunication services (Application Services Providers license)
2. Courier services
3. Private hospital services
4. Medical specialists services
5. Dental specialists services
6. Private higher education institution with university status
7. International schools
8. Technical and vocational secondary education services
9. Technical and vocational secondary education services (for students with special needs)
10. Skills training centre
## MAJOR INCENTIVES PROVIDED

<table>
<thead>
<tr>
<th>Incentives</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Pioneer Status</strong></td>
<td>Income tax exemption ranging from 70% or 100% for a period of 5 or 10 years</td>
</tr>
<tr>
<td><strong>Investment Tax Allowance</strong></td>
<td>60% or 100% on qualifying capital expenditure for 5 years</td>
</tr>
<tr>
<td><strong>Reinvestment Allowance</strong></td>
<td>60% on qualifying capital expenditure for 15 consecutive years</td>
</tr>
<tr>
<td><strong>Import Duty &amp; Sales Tax Exemption</strong></td>
<td>For raw materials/components and Machinery and Equipment</td>
</tr>
</tbody>
</table>
Economic Corridors
REGIONAL ECONOMIC CORRIDORS IN MALAYSIA

NCER : NORTHERN CORRIDOR ECONOMIC REGION
SDC : SABAH DEVELOPMENT CORRIDOR

ECER : EAST COAST ECONOMIC REGION
SCORE: SARAWAK CORRIDOR OF RENEWABLE ENERGY
IRDA : ISKANDAR MALAYSIA

“Malaysia : Your Premier Investment Destination”
Focus on the services sector as the key economic driver. Promoted activities are:

- Tourism related services
- Education services
- Healthcare
- Logistics
- Creative industries
- Financial advisory and consulting services
NORTHERN CORRIDOR ECONOMIC REGION (NCER)

Area of Coverage: 17,816 sq km

- Investment Opportunities:
  - Agriculture,
  - Manufacturing
  - Tourism & Healthcare
  - Education & Human capital
  - Social Development

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EAST COST ECONOMIC REGION (ECER)

Area of Coverage: 66,736 sq km

- Investment Opportunities:
  - Tourism
  - Oil, Gas & Petrochemical
  - Manufacturing
  - Agriculture
  - Education