



MALAYSIAN INVESTMENT DEVELOPMENT AUTHORITY

MALAYSIA  
INVESTMENT  
PERFORMANCE REPORT

**2019**

A large, decorative circular graphic on the right side of the page. It consists of many concentric, thin lines in a light green color, creating a spiral effect. In the center, there are several thicker, overlapping circles in shades of grey and light green. A horizontal grey band with a grid pattern of small squares passes through the center of the graphic, serving as a background for the text 'Crafting the Future'.

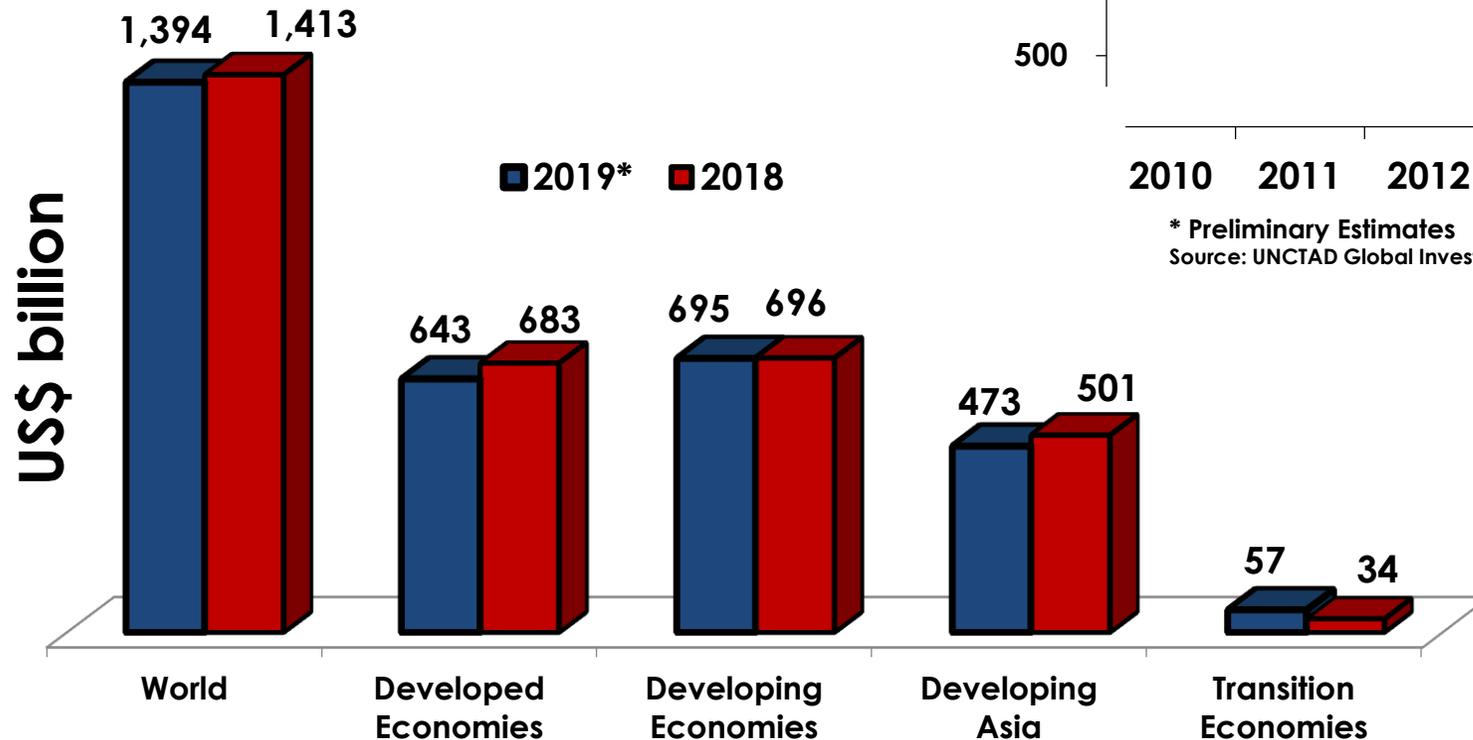
**Crafting the Future**

A man in a dark blue suit is shown from the chest up, pointing with his right hand towards a digital financial chart. The chart features a candlestick pattern with labels such as 'SS.5K', 'S1.8K', and 'S1.9K'. The background is a dark blue grid with various data series, including a line graph at the top and a bar chart at the bottom. The overall scene is illuminated with a cool blue light, suggesting a high-tech or financial environment.

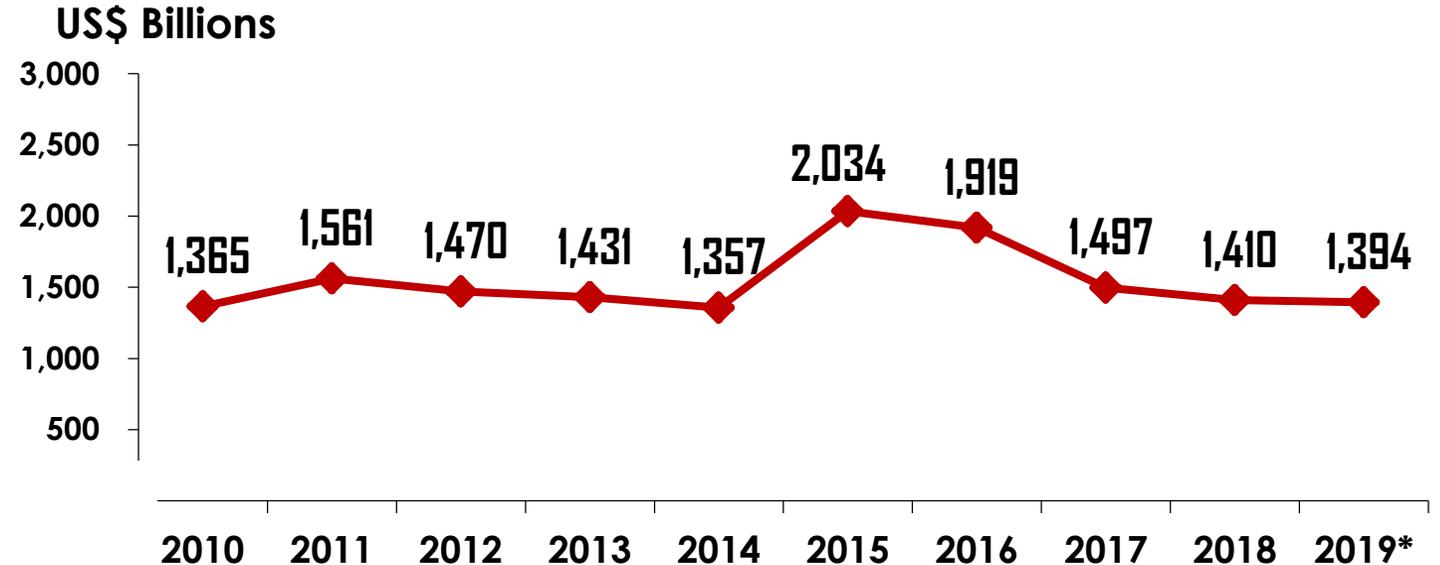
# GLOBAL & MALAYSIA'S FDI INFLOWS

# GLOBAL FDI INFLOWS 2019

Global FDI registered at **\$1.39 trillion** in 2019, **1% decline** from the revised **\$1.41 trillion** in 2018



\* Preliminary Estimates  
Source: UNCTAD Global Investment Trends Monitor



\* Preliminary Estimates  
Source: UNCTAD Global Investment Trends Monitor

- ❑ For 2019, FDI inflows to developing Asia accounted for **one-third** of global FDI, despite significant declines in investment to Hong Kong and China from divestments
- ❑ Southeast Asia continued to be the region's growth engine, registering a **19% increase**

# DESPITE THE GLOBAL CHALLENGES, MALAYSIA CONTINUES TO RECEIVE **INTERNATIONAL ACCOLADES** AND **GOOD RATINGS** IN 2019



**THE WORLD BANK**  
IBRD • IDA | WORLD BANK GROUP

12<sup>th</sup> in the World Bank's  
Ease of Doing Business 2020  
Report

- *Improved to 4<sup>th</sup> position in Asia after Singapore, Hong Kong & South Korea*

**WORLD  
ECONOMIC  
FORUM**

27<sup>th</sup> among 141 countries in  
Global Competitiveness Index  
(GCI) by World Economic  
Forum's 2019 Global  
Competitiveness Report

- *Second in ASEAN after Singapore*



**GIPC**  
GLOBAL INNOVATION POLICY CENTER

2<sup>nd</sup> place in Southeast Asia  
by the US Chamber of  
Commerce's Global  
Innovation Policy Centre's 7<sup>th</sup>  
Annual Intellectual Property  
(IP) Index

**A3**

**MOODY'S**

**A-**

**FitchRatings**

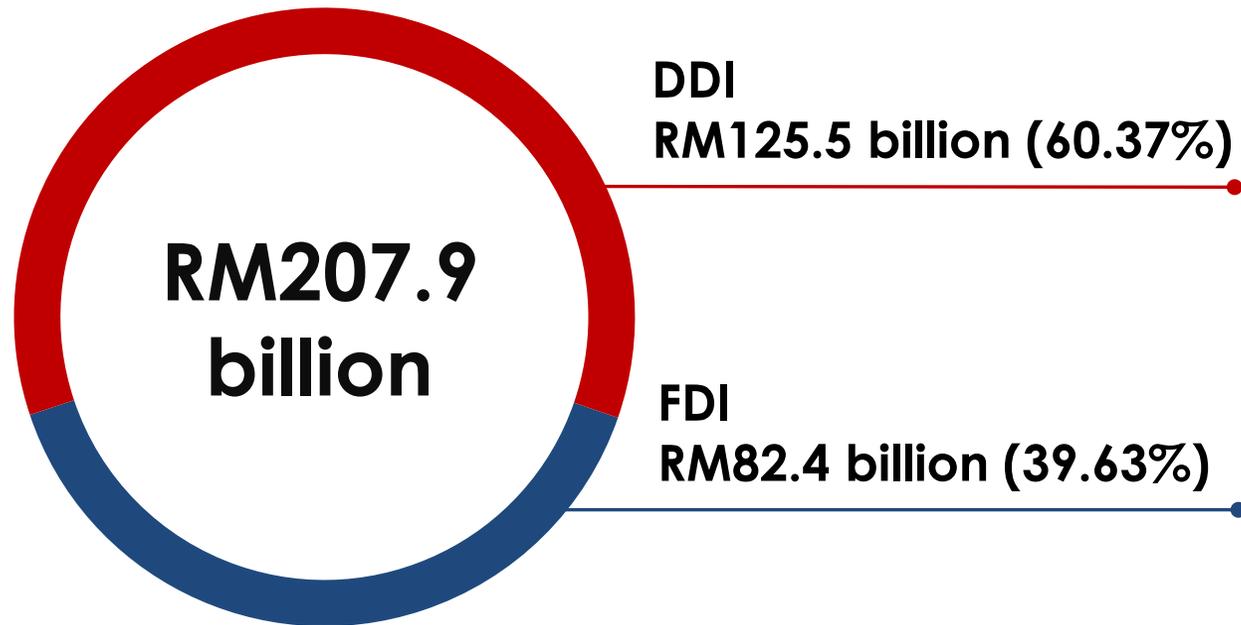
**A-**

**S&P Global  
Ratings**

# APPROVED INVESTMENTS IN THE ECONOMY, 2019



# TOTAL APPROVED INVESTMENTS IN THE ECONOMY, 2019



 RM207.9 billion investments

 5,140 projects

 124,443 new jobs

**1.7% increase** in approved investments from RM204.4 billion in 2018 to RM207.9 billion in 2019

**FDI** and **DDI** increased by **2.9%** and **1.1%** from RM80.1 billion and RM124.2 billion respectively in 2018

**DDI** assumes greater role in **complementing FDI** in driving Malaysia's investment agenda

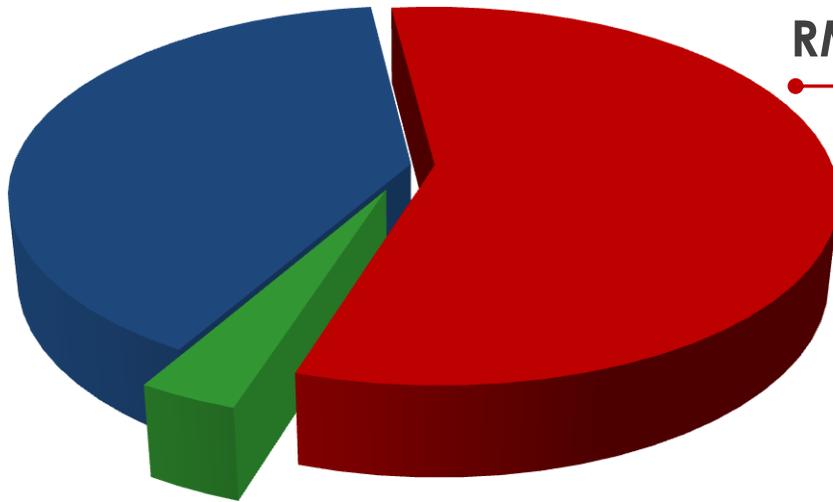
# TOTAL APPROVED INVESTMENTS IN THE ECONOMY BY SECTOR



MANUFACTURING  
RM82.7 billion (39.8%)



SERVICES  
RM118.1 billion (56.8%)



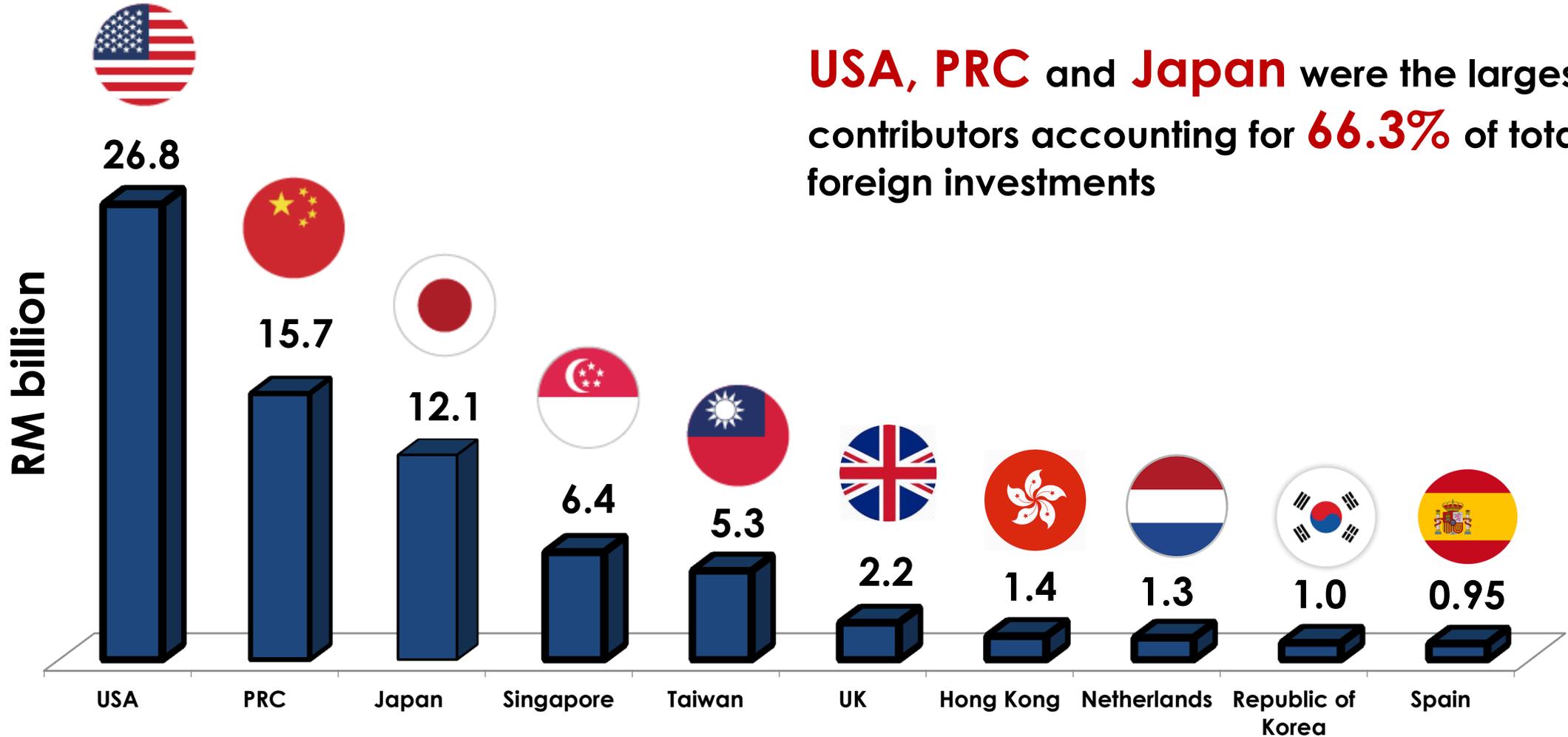
PRIMARY  
RM7.0 billion (3.4%)

**Services sector** maintained its position as the **largest contributor** with **more than half** of the country's total approved investments

**Manufacturing sector** continued to be a **major contributor** to the nation's export earnings with **365 export-oriented projects** approved, an **increase of 65.2%** from 2018

# APPROVED INVESTMENTS IN THE ECONOMY

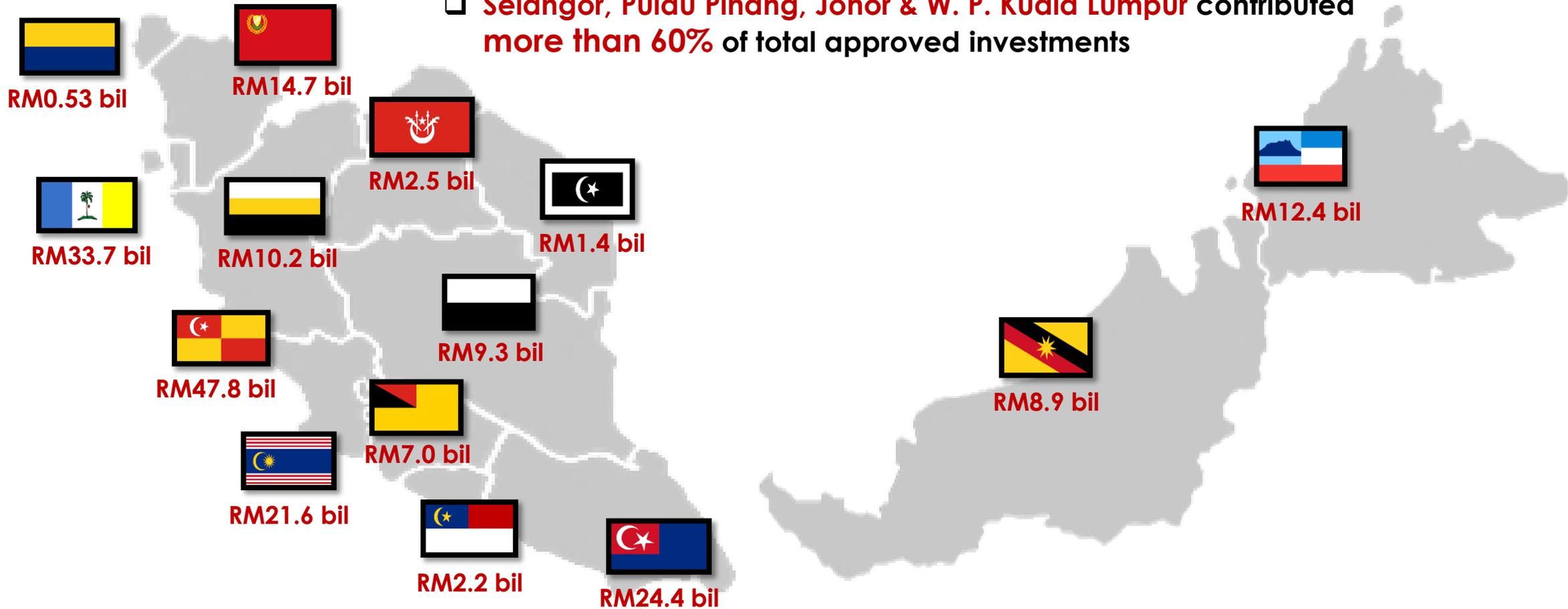
## MAJOR SOURCES OF FDI



Note: Excluding Tax Havens

# APPROVED INVESTMENTS IN THE ECONOMY BY STATES

- ☐ **Selangor** recorded the highest approved investments
- ☐ **Selangor, Pulau Pinang, Johor & W. P. Kuala Lumpur** contributed more than 60% of total approved investments

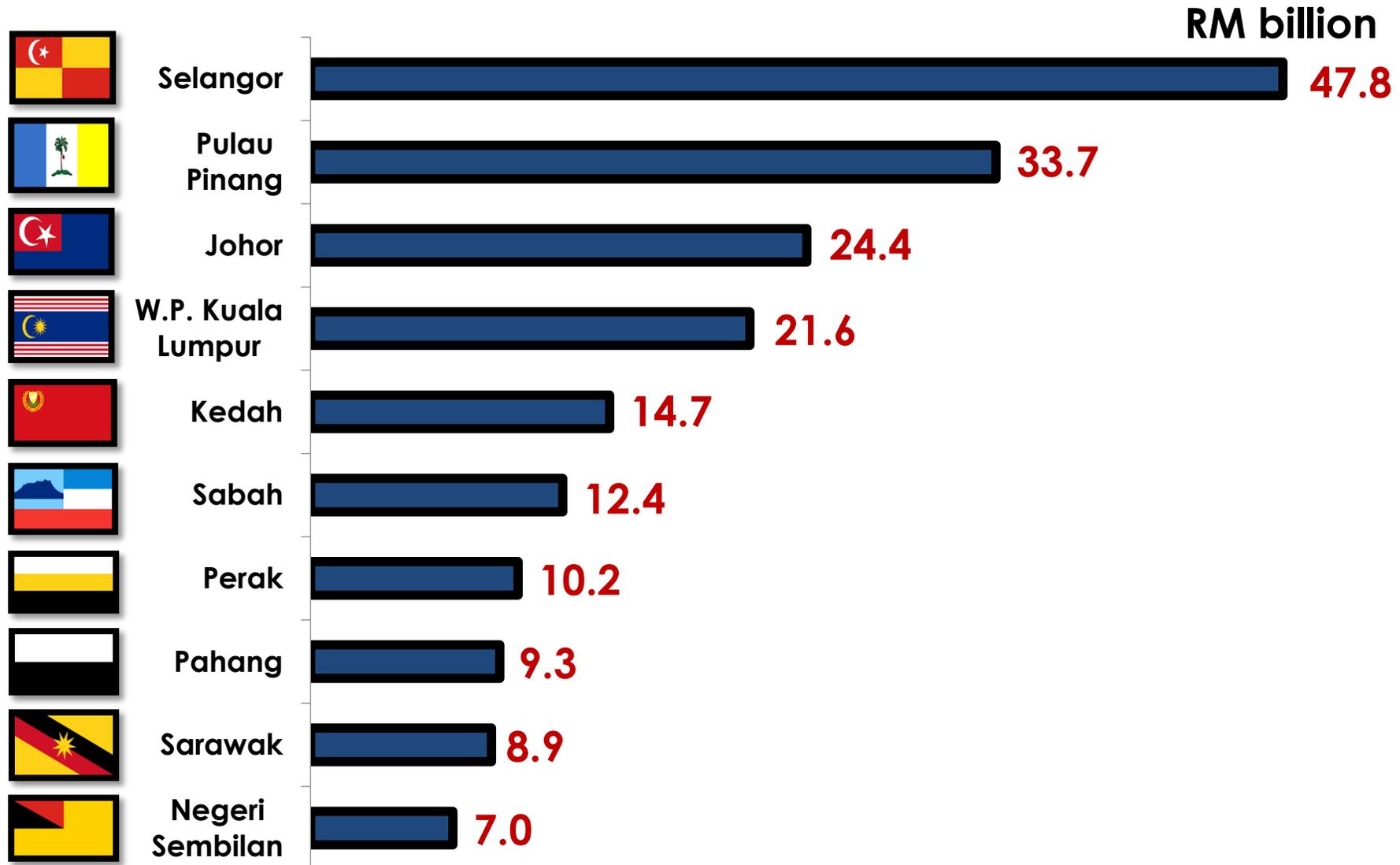


W.P. Putrajaya = **RM254.6 mil**  
 W.P. Labuan = **RM128.8 mil**

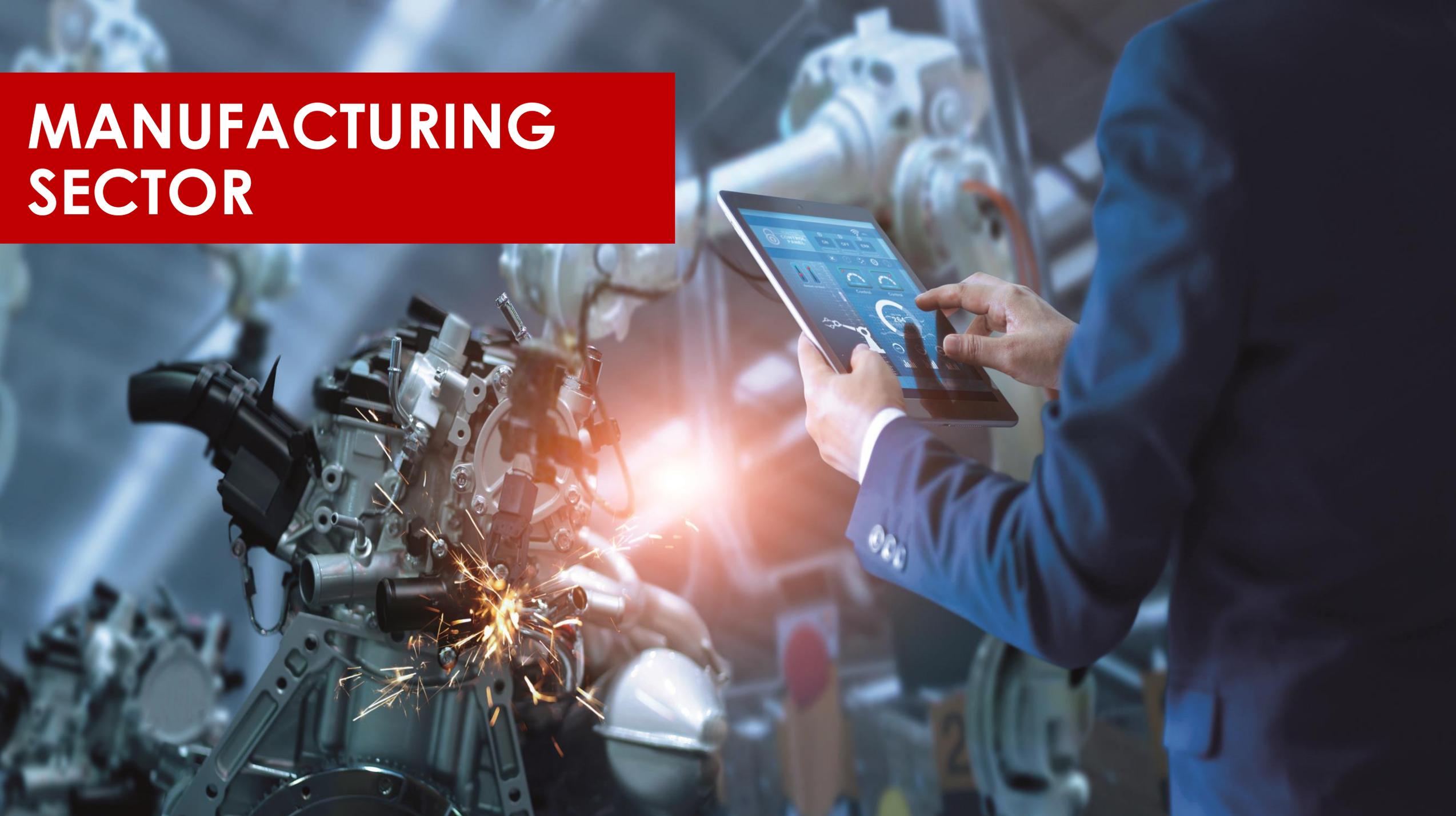
*Note: The total may not tally as the breakdown by states for the remaining investments are not available*

# APPROVED INVESTMENTS IN THE ECONOMY

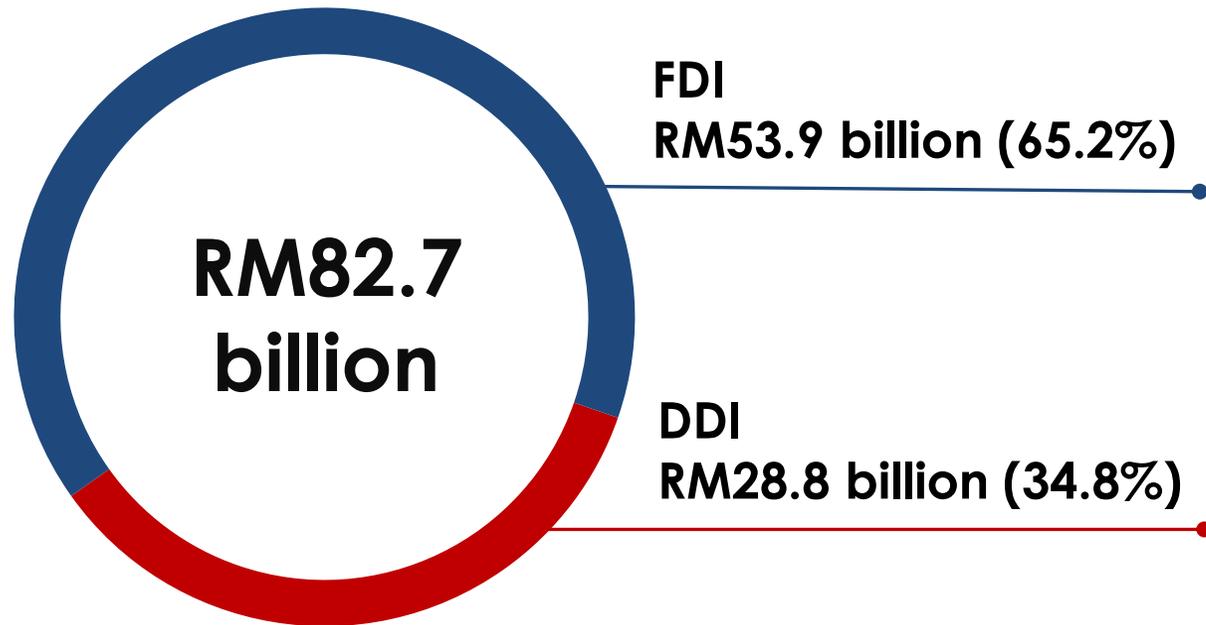
## TOP 10 STATES



# MANUFACTURING SECTOR



# TOTAL APPROVED INVESTMENTS IN THE **MANUFACTURING SECTOR, 2019**



RM82.7 billion investments



988 projects



78,606 new jobs

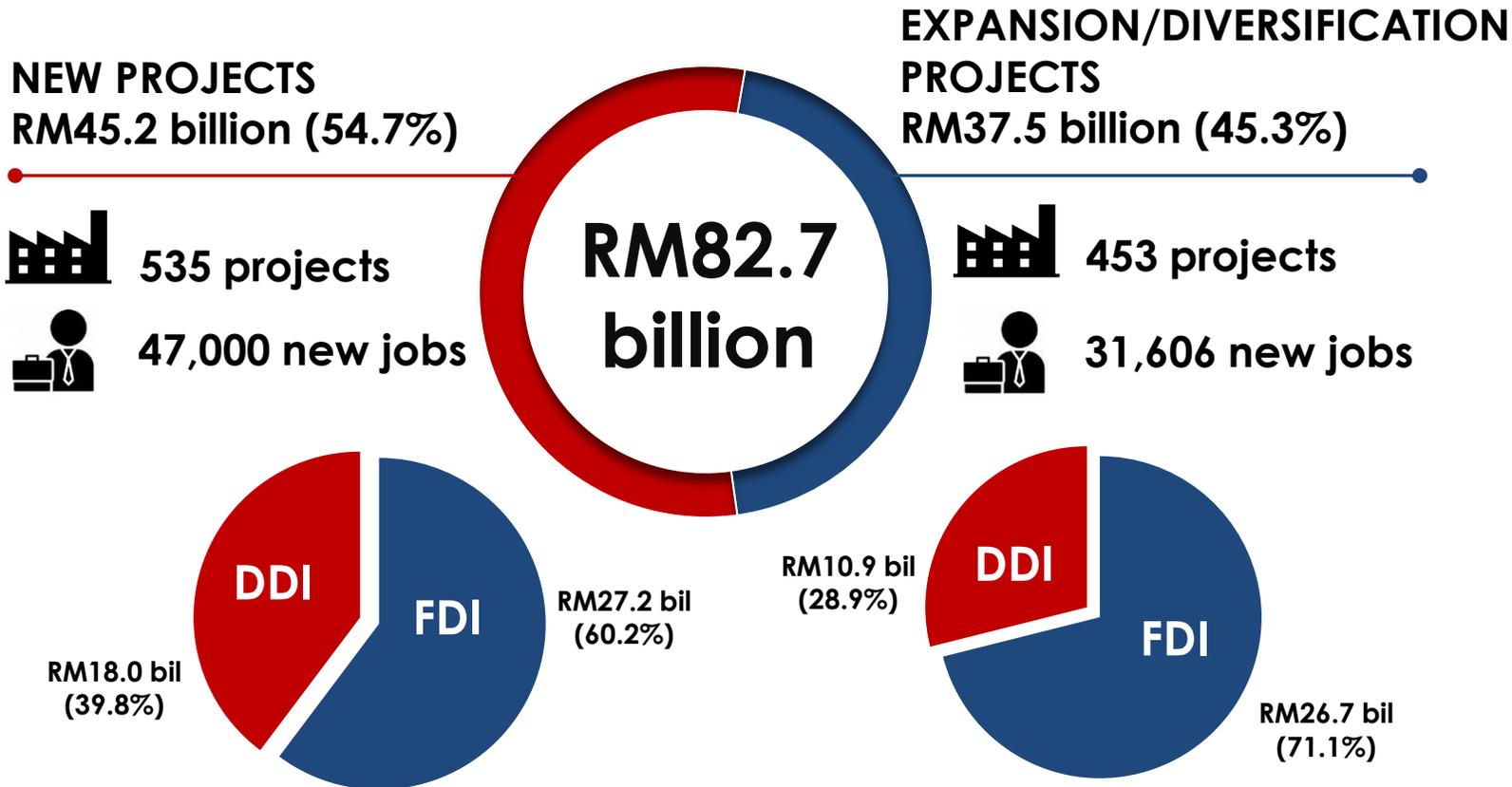
Malaysia continued to attract healthy level of investments into the manufacturing sector with **37.0% increase** in **number of projects** from **721** recorded in 2018 to **988** in 2019

FDI made up nearly **two-third** of total investments

**108** projects with investments of **RM100 million above**, an **increase of 33.3%** from 2018

New jobs in managerial, technical and supervisory (MTS) roles **increased by 24%** to 27,843 from 22,449 in 2018

# TOTAL APPROVED INVESTMENTS IN THE MANUFACTURING SECTOR BY TYPE OF PROJECTS



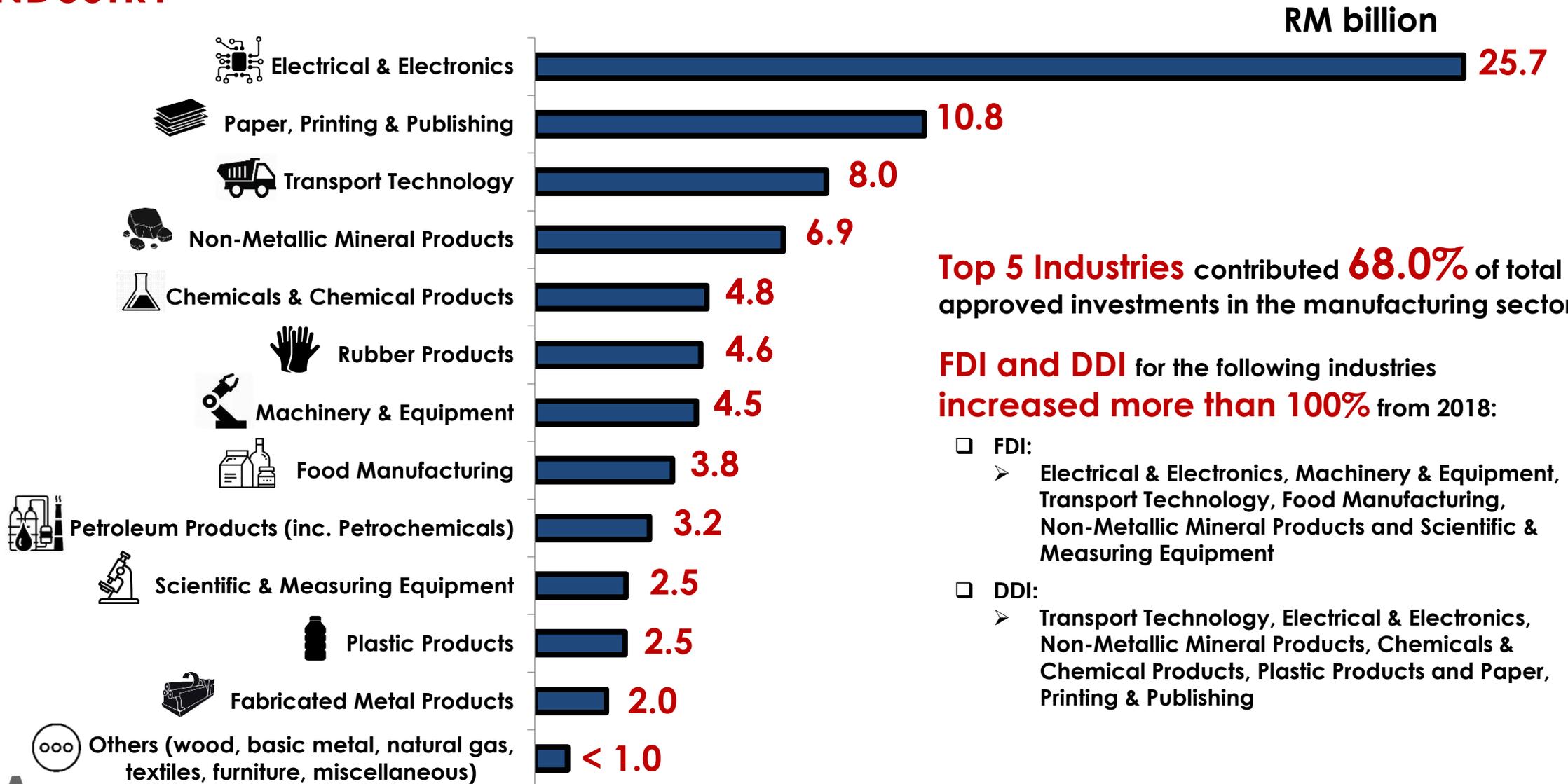
Malaysia remained an ideal location for **new investors** with **535 new projects** recorded, or **54.1%** of total projects approved

**RM45.2 billion** or **54.7%** from the total approved investments, were **new investments**

**FDI** continued to **dominate** both new and expansion/diversification projects

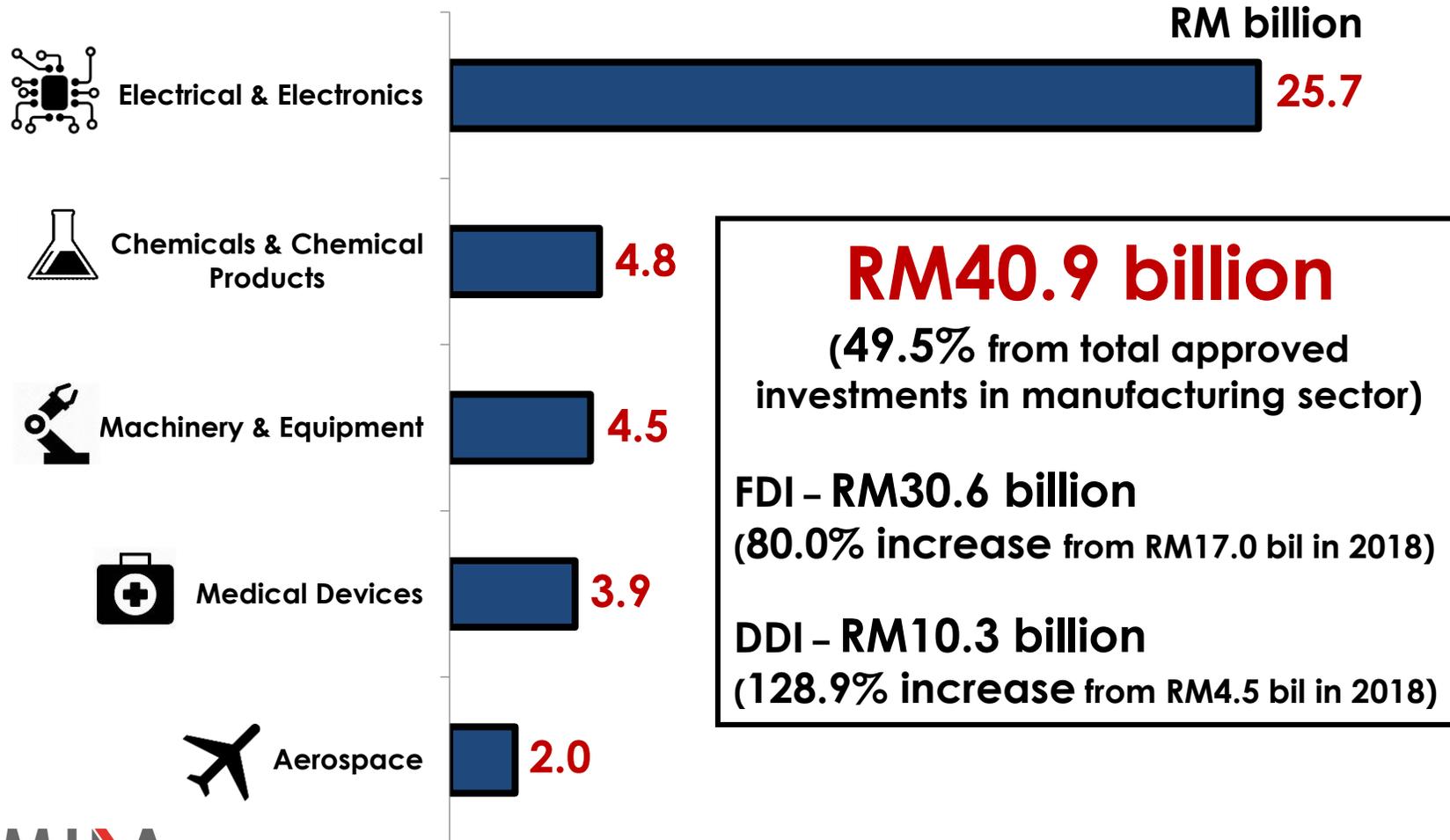
**DDI** focused on new projects with investments worth of **RM18.0 billion**, **65.1% higher** than expansion/diversification projects

# APPROVED INVESTMENTS IN THE MANUFACTURING SECTOR BY INDUSTRY



# APPROVED INVESTMENTS IN THE MANUFACTURING SECTOR

## 3 catalytic and 2 high growth sub-sectors (3+2) under the 11<sup>th</sup> Malaysia Plan



Approved investments increased by **90.2%** from RM21.5 billion in 2018 to RM40.9 billion

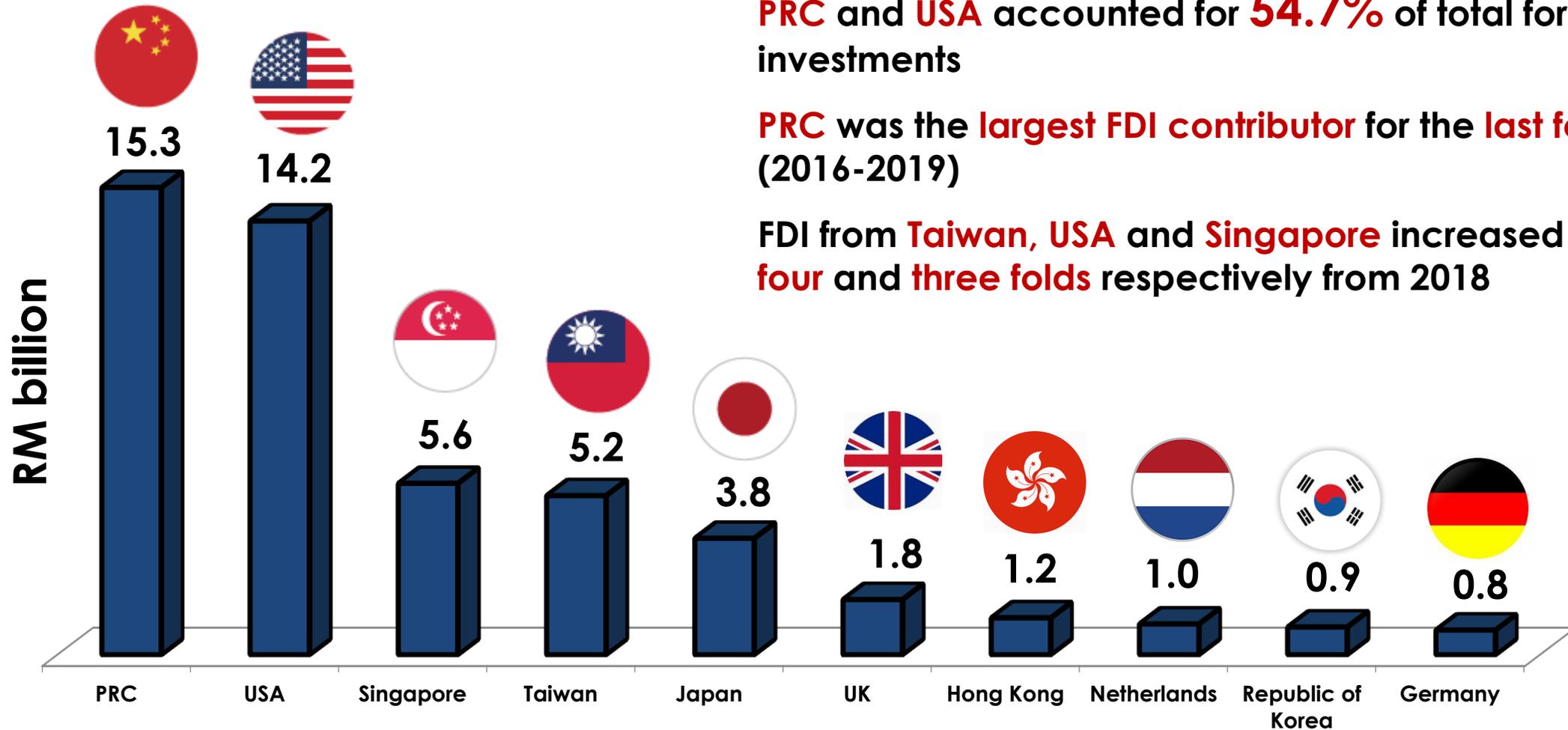
**386** approved projects, an increase of **53.8%** from 251 projects in 2018

Capital Investment Per Employee (CIPE) increased by **20.0%** from 2018

**13,391** new jobs in managerial, technical and supervisory (MTS) roles

# APPROVED INVESTMENTS IN THE MANUFACTURING SECTOR

## MAJOR SOURCES OF FDI



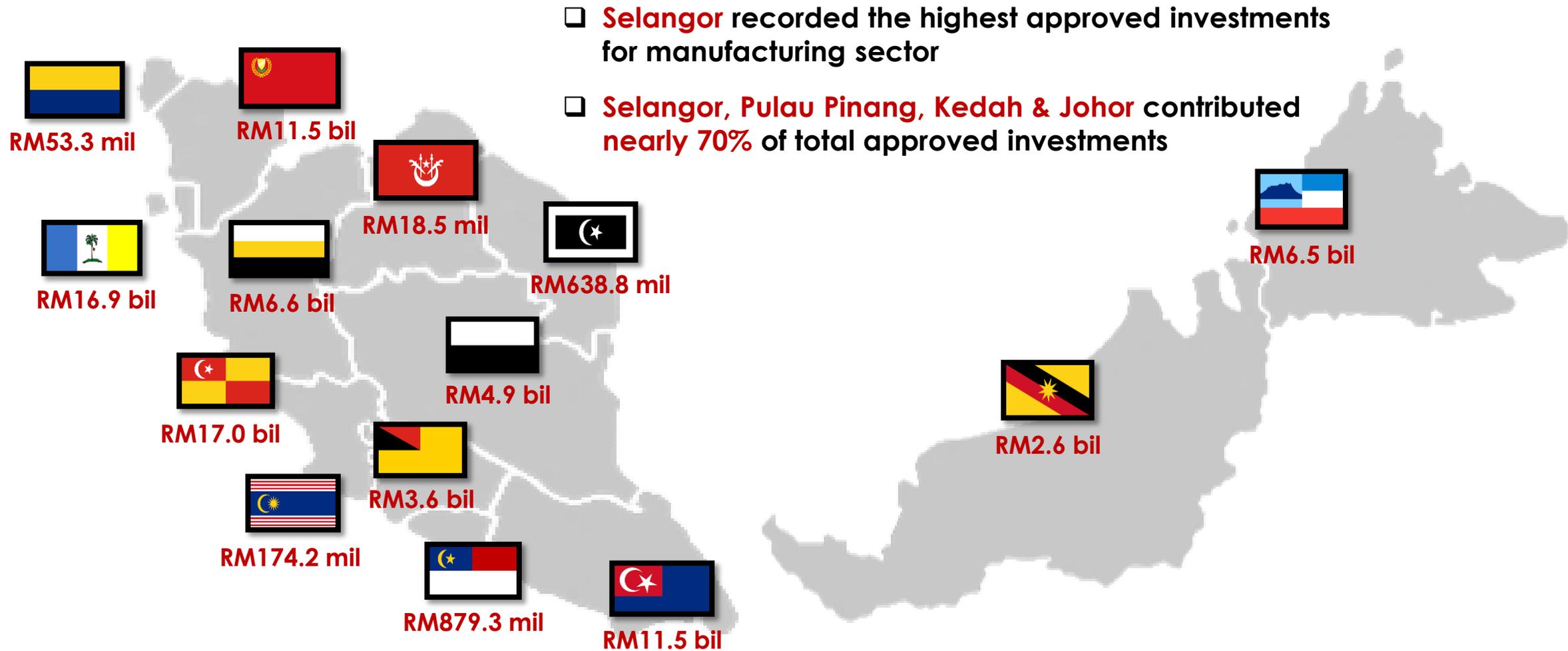
PRC and USA accounted for **54.7%** of total foreign investments

PRC was the **largest FDI contributor** for the **last four years** (2016-2019)

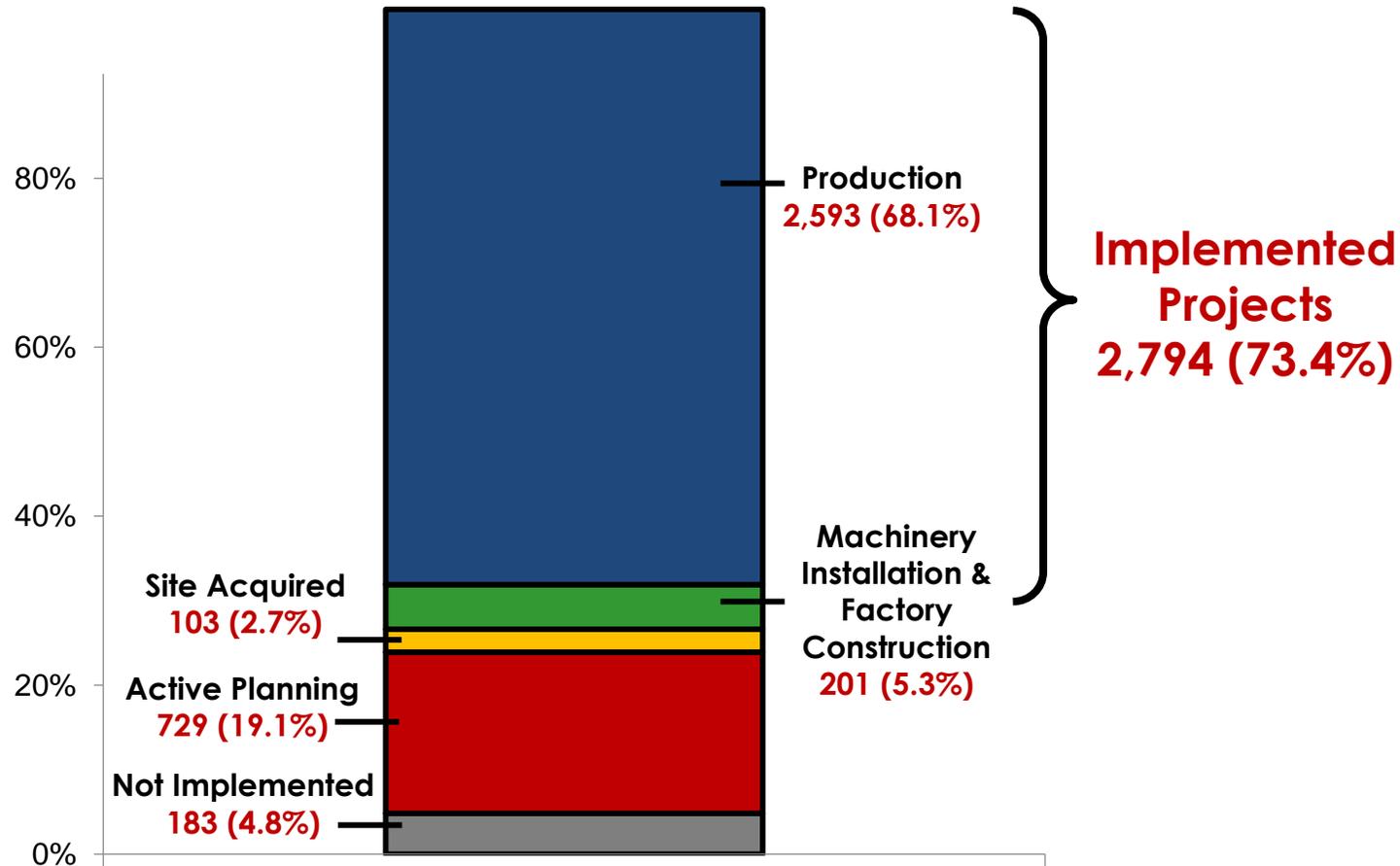
FDI from **Taiwan, USA** and **Singapore** increased **seven, four** and **three folds** respectively from 2018

Note: Excluding Tax Havens

# APPROVED INVESTMENTS IN THE MANUFACTURING SECTOR BY STATES



# STATUS OF IMPLEMENTATION OF MANUFACTURING PROJECTS APPROVED (2015-2019) AS AT 31 DEC 2019



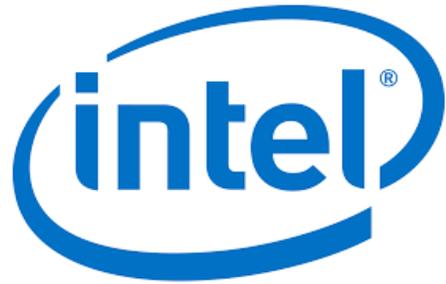
**2,794** implemented projects with investments worth of **RM208.5 billion** from the total of **3,809** approved projects from 2015-2019 with investments worth of **RM367.0 billion**

**73.4%** of total projects approved have been implemented

**214,969** jobs have been created

# APPROVED INVESTMENTS IN THE MANUFACTURING SECTOR

## NOTABLE PROJECTS



Intel Technology  
Sdn. Bhd.



Country  
USA



Industry  
Electrical & Electronics



Investment  
Expansion: RM10 billion



Location  
Pulau Pinang & Kedah



Smith & Nephew  
Operations Sdn. Bhd.



Country  
United Kingdom



Industry  
Medical Device



Investment  
RM1.51 billion



Manpower  
Total: 793  
(783 Malaysians)  
Managerial, Technical &  
Supervisory (MTS)  
Total: 676 (85.2%)



Location  
Pulau Pinang



# APPROVED INVESTMENTS IN THE MANUFACTURING SECTOR

## NOTABLE PROJECTS



**AAC TECHNOLOGIES**  
**AAC Technologies**  
**(Malaysia) Sdn. Bhd**



Country  
**People's Republic of China**



Industry  
**Machinery & Equipment**



Investment  
**RM72 million**



Manpower  
**Total: 83 (67 Malaysians)**  
 Managerial, Technical &  
 Supervisory (MTS)  
**Total: 27 (33%)**



Location  
**Johor**



**PROTON**  
**Perusahaan Otomobil**  
**Nasional Sdn. Bhd.**



Country  
**Malaysia**



Industry  
**Automotive**



Investment  
**Existing: RM1.04 billion**  
**Expansion: RM2.60 billion**



Manpower  
**Existing: 4,264**  
**Expansion: 766**  
**(100% Malaysians)**  
 Managerial, Technical &  
 Supervisory (MTS)  
**Total: 327 (42.7%)**



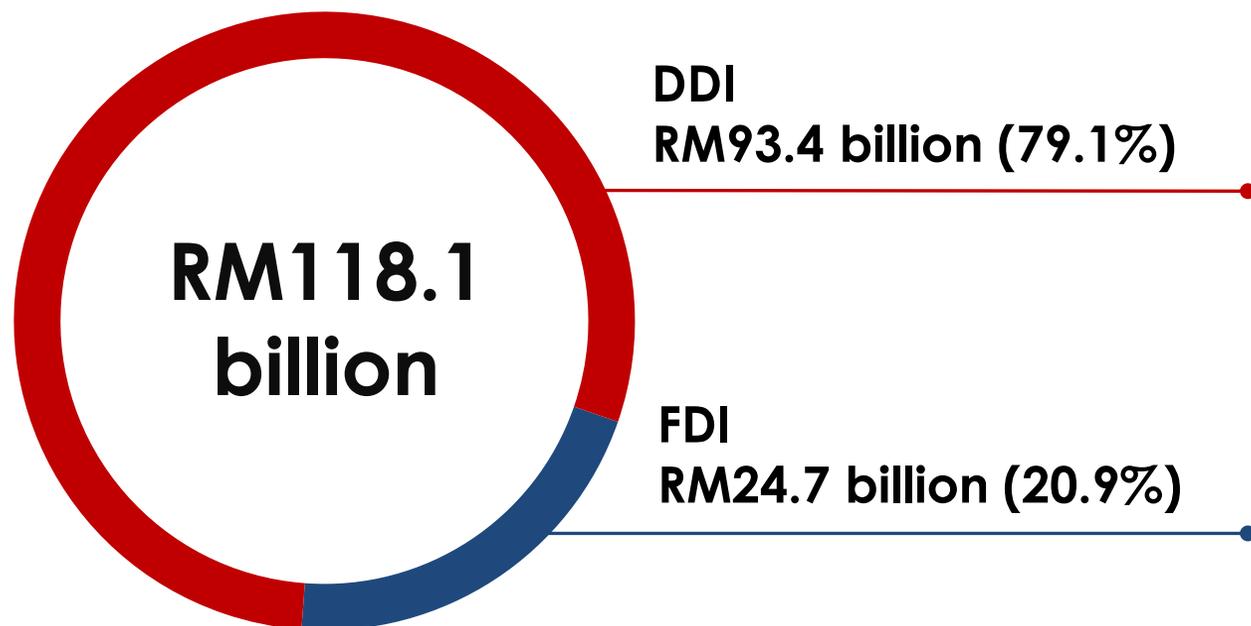
Location  
**Perak**





# SERVICES SECTOR

# TOTAL APPROVED INVESTMENTS IN THE SERVICES SECTOR, 2019



RM118.1 billion investments



4,087 projects



44,811 new jobs

**Services sector** continued to take the **leading** lane in the country's race for approved investments

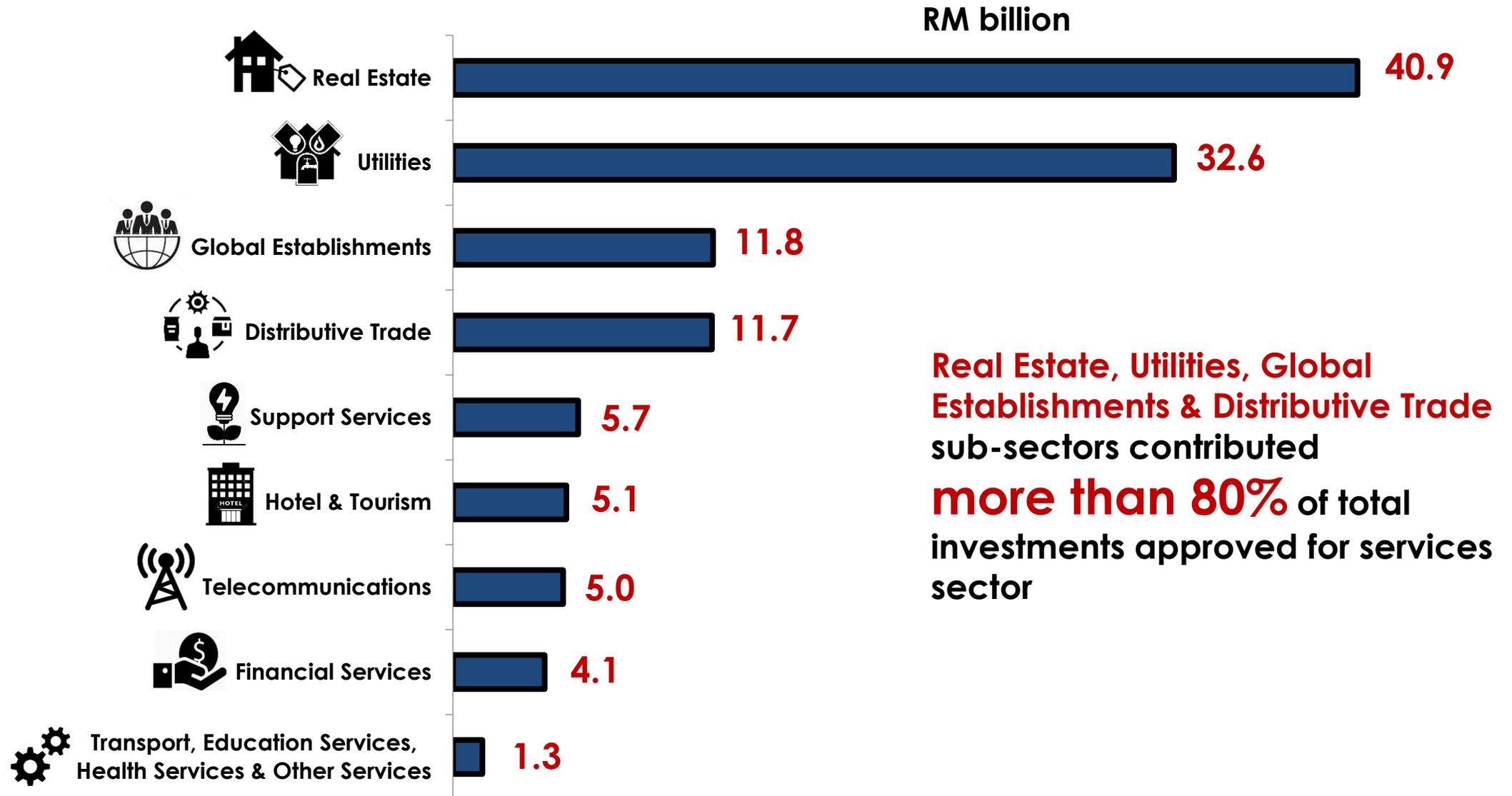
The approved investments **increased** by **11.3%** from RM106.1 billion in 2018

**Domestic investments** continued to dominate the approved investments in the services sector at **79.1%**

**FDI increased** by **53.4%** from RM16.1 billion in 2018

**DDI increased** by **3.8%** from RM90.0 billion in 2018

# APPROVED INVESTMENTS IN THE SERVICES SECTOR BY SUB-SECTORS



# APPROVED INVESTMENTS IN THE SERVICES SECTOR

## GLOBAL ESTABLISHMENTS AND GREEN TECHNOLOGY

GLOBAL  
ESTABLISHMENTS

**RM11.8 billion**

GREEN  
TECHNOLOGY

**RM4.4 billion**



Investments in Global Establishments **increased** by **57.3%** from RM7.5 billion recorded in 2018



Investments in Green Technology **increased** by **33.3%** from RM3.3 billion recorded in 2018



169 projects



1,058 new jobs



439 projects



1,024 new jobs

# APPROVED INVESTMENTS IN THE SERVICES SECTOR

## NOTABLE PROJECTS



### Telekosang Hydro One (TH1) and Two (TH2)



Country  
**Malaysia**



Industry  
**Green Technology**



Investment  
**RM587.5 million**



Manpower  
**Total: 30**  
**(100% Malaysians)**

Managerial, Technical & Supervisory (MTS)  
**Total: 12 (40%)**



Location  
**Sabah**



**DAEHAN**  
REHABILITATION HOSPITAL PUTRAJAYA

### Dae Han Rehabilitation Services Sdn. Bhd.



Country  
**United Kingdom**



Industry  
**Healthcare**



Investment  
**RM158.16 million**



Manpower  
**Total: 465**  
**(461 Malaysians)**

Employees with salary more than RM5,000  
**Total: 54 (11.6%)**



Location  
**Wilayah Persekutuan Putrajaya**



# APPROVED INVESTMENTS IN THE SERVICES SECTOR

## NOTABLE PROJECTS



**Interland Development  
Sdn. Bhd.**



Country  
**Malaysia**



Industry  
**Hospitality (5-Star Hotel)**



Investment  
**RM281 million**



Manpower  
**Total: 420  
(100% Malaysians)**



Location  
**Sabah**



**Air Marine Cargo Agency  
Sdn. Bhd.**



Country  
**Malaysia**



Industry  
**Logistic**



Investment  
**Existing: RM176.38 million  
Expansion: RM114.71 million**



Manpower  
**Total: 273  
(89.4% Malaysians)**  
Employees with salary  
more than RM5,000  
**Total: 29 (10.6%)**



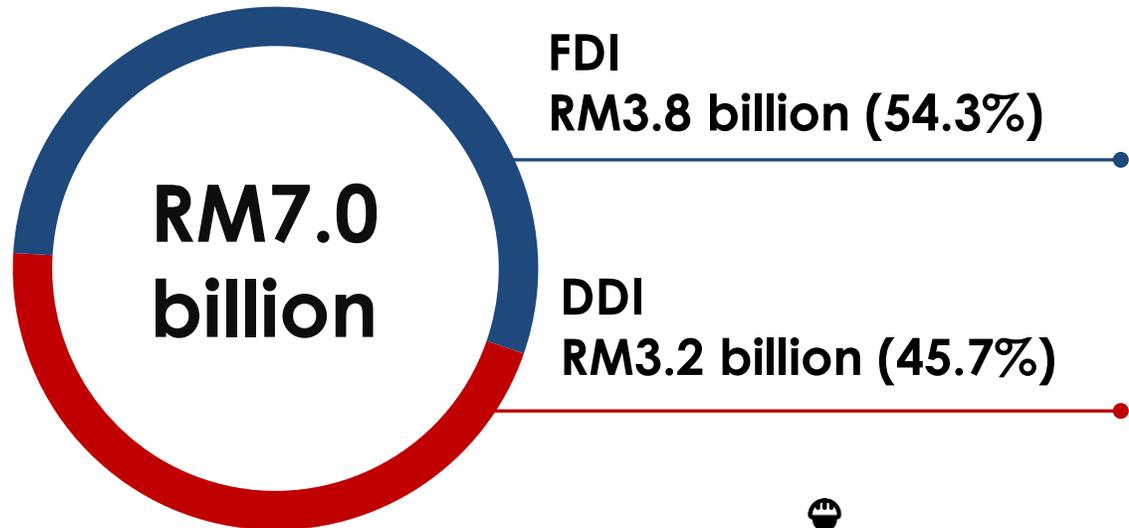
Location  
**Sarawak**



# PRIMARY SECTOR



# TOTAL APPROVED INVESTMENTS IN THE PRIMARY SECTOR, 2019



RM7.0 billion investments



65 projects



1,026 new jobs



Mining  
RM6.6 billion



Plantation & Commodities  
RM291.4 million



Agriculture  
RM135.1 million

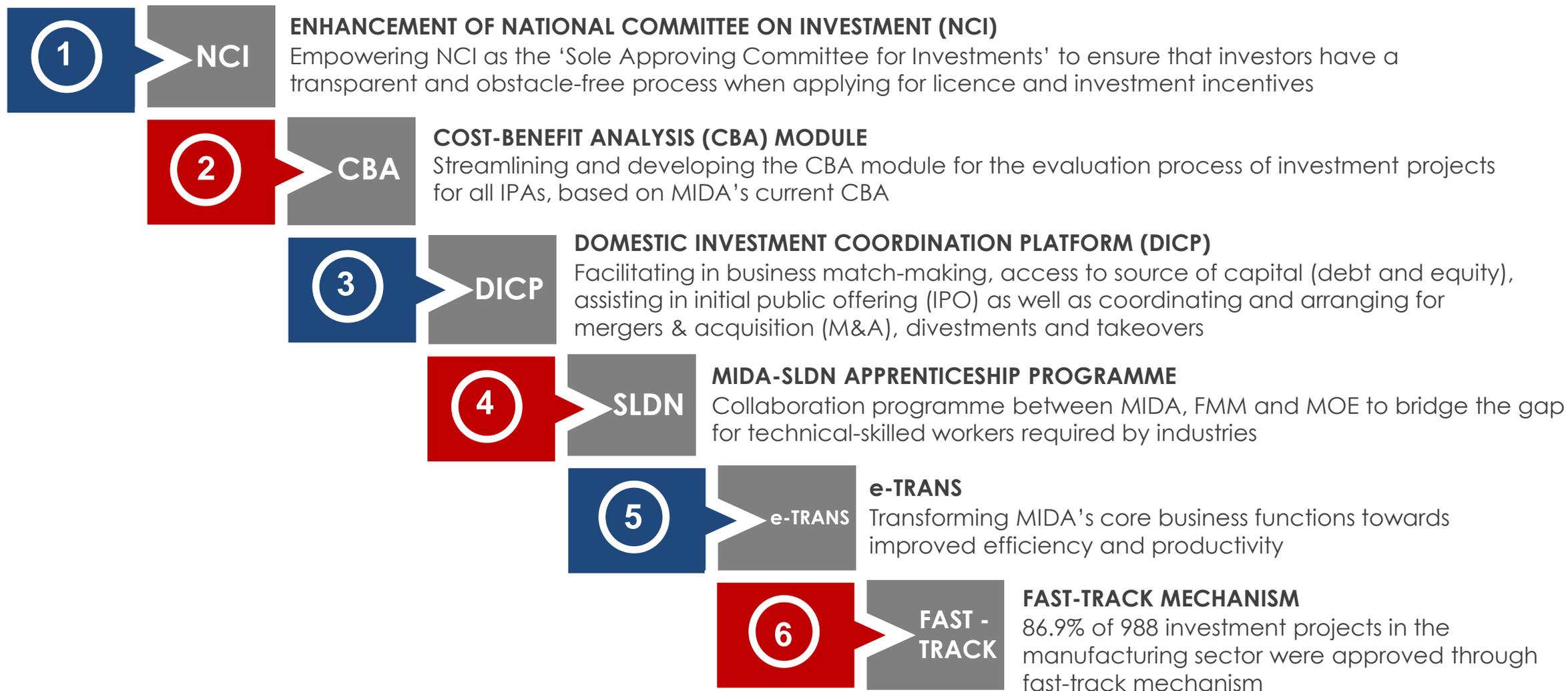
**Mining** sub-sector leads the bulk of investments in primary sector **(94.3%)**. The **number of projects** increased by **46.2%** from 2018

Approved investments in the **agriculture** sub-sector increased by **96.4%** from RM68.8 million in 2018

# STRATEGIC INITIATIVES & KEY MESSAGES



# STRATEGIC INITIATIVES



## KEY MESSAGES

- ❑ Malaysia's economy remained resilient despite global headwinds. The country attracted **1.7% more** approved investments in 2019, reflecting **continued investors' confidence**.
- ❑ **Local investors** in the manufacturing sector contributed **RM18.0 billion** in **new projects**, indicating **investors' optimism** in the domestic business environment.
- ❑ **More than 70%** of manufacturing projects approved (for 2015-2019) have been **realised**.
- ❑ Investments in the **3 catalytic** and **2 high growth sub-sectors (3+2)** recorded an **increase of 90.2%** from RM21.5 billion in 2018 to RM40.9 billion in 2019.
- ❑ The services sector led the way for total investments approved in 2019, **increasing** by **11.3%** as compared to 2018.
- ❑ There are currently **750 projects** in the pipeline as to date with investments valued at **RM55.0 billion** in the manufacturing and services sectors under MIDA's purview.



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THANK YOU

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