

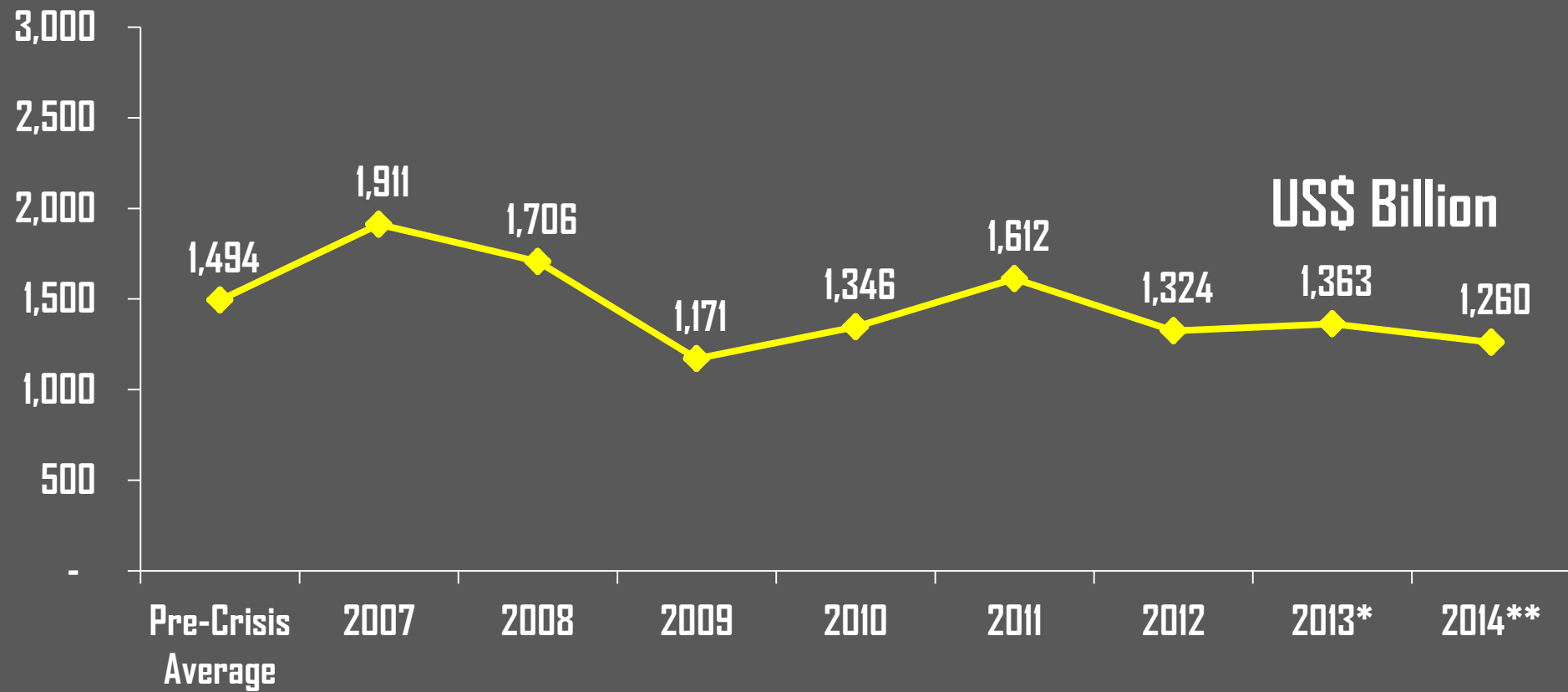
MALAYSIA 2015

Investment Performance

First Half 2015 (Jan-June)

19 August 2015

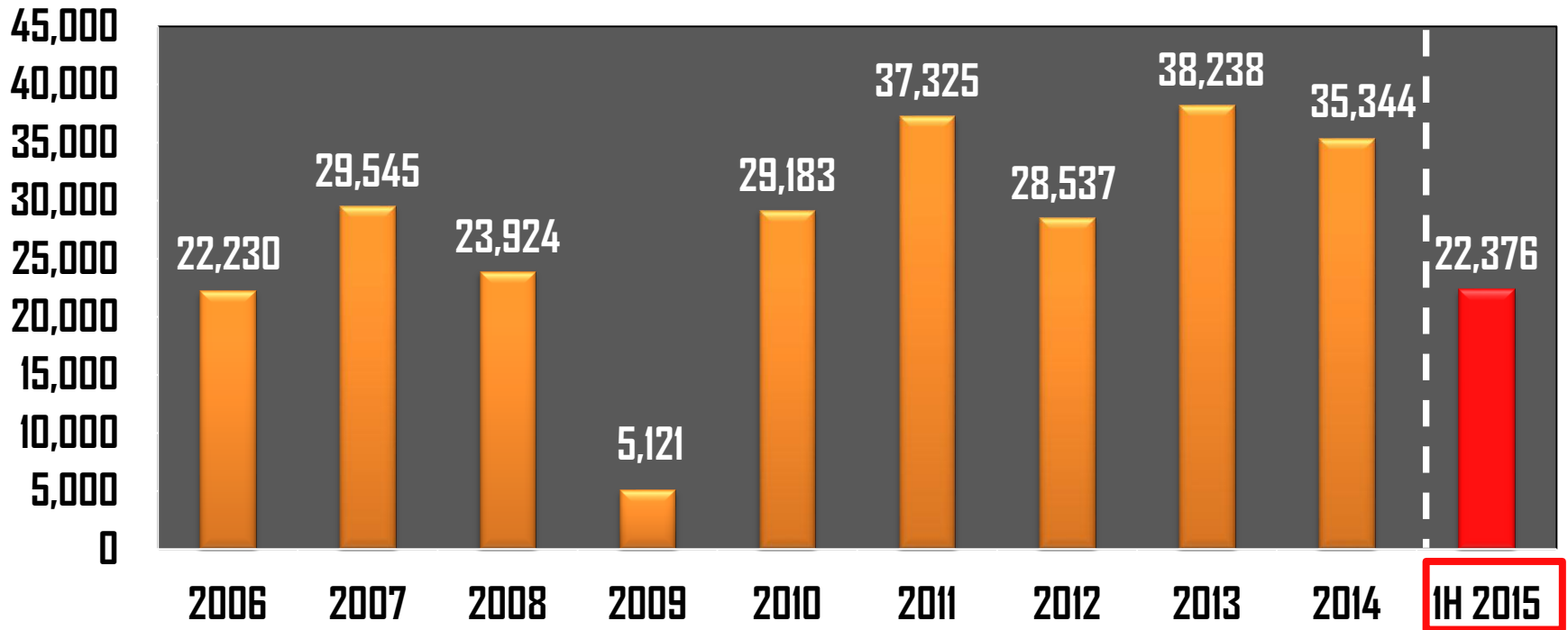
Global FDI Inflows



Note: *Revised **Preliminary Estimates
Source: UNCTAD's Global Investment Trends Monitor,

Malaysia's FDI Inflows

RM million



Source: DOSM

Gross Fixed Capital Formation (GFCF) – Private Investment

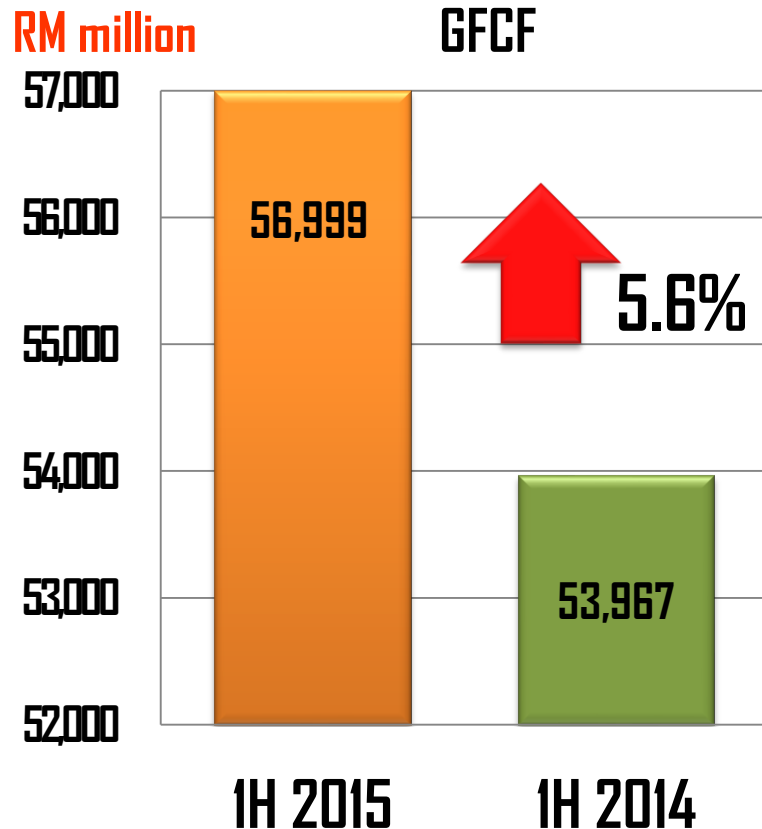


Year	2012	2013	2014	1H 2014	1H 2015
Current Price (RM mil.)	142,307	162,815	183,902	53,967	56,999
Constant Price (RM mil.)	134,543	151,749	168,510	49,596	51,540

Source: DOSM

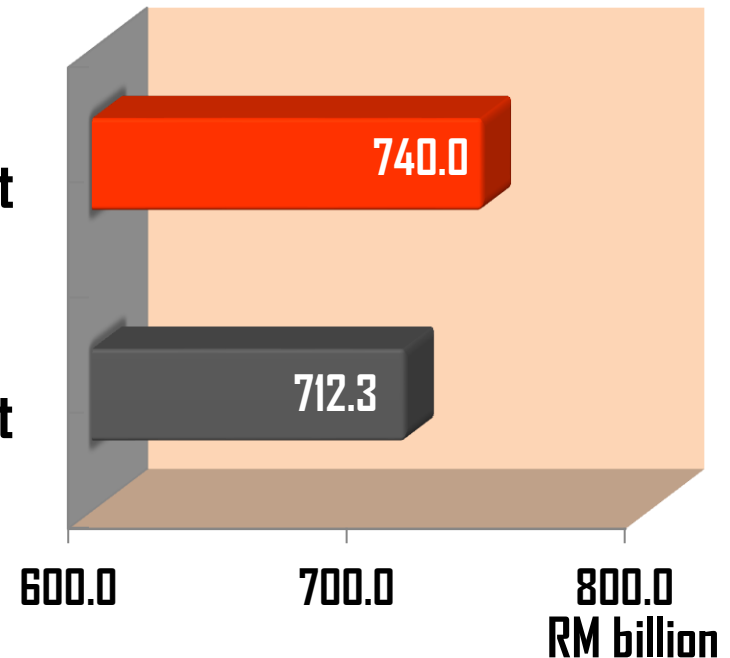
Realised Private Investments

Private Investments in 1H 2015 grew by 5.6%



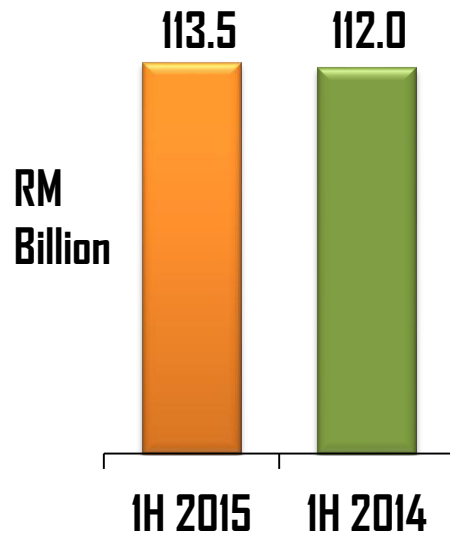
RMK10 Target

Achievement

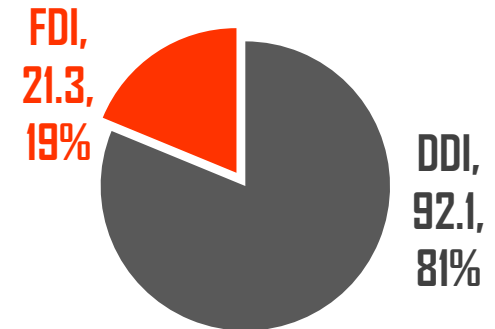


Source: DOSM, BNM

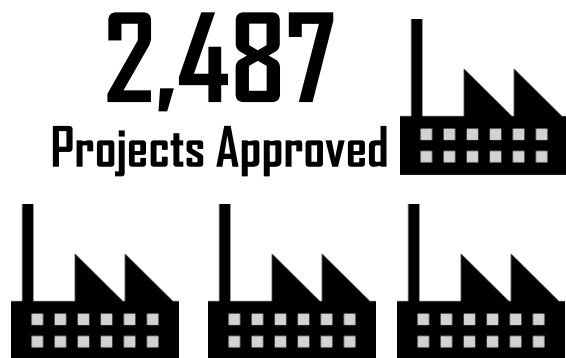
Total Approved Investments – 1H 2015



RM113.5 billion
Approved investments



81.1 : 18.9
Domestic-**Foreign**
investment ratio



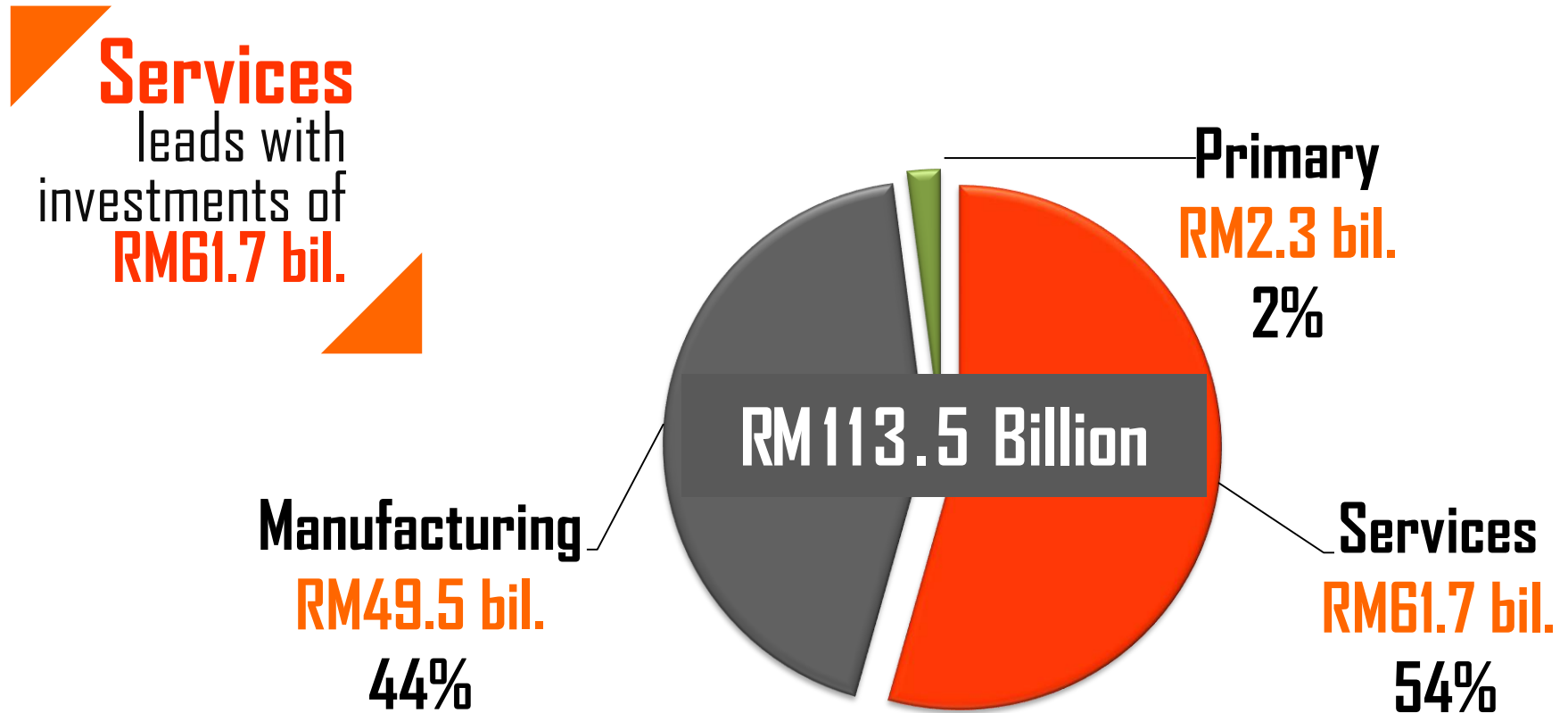
101,785
Employment opportunities



**59.7% [60,750] were in
Services Sector**

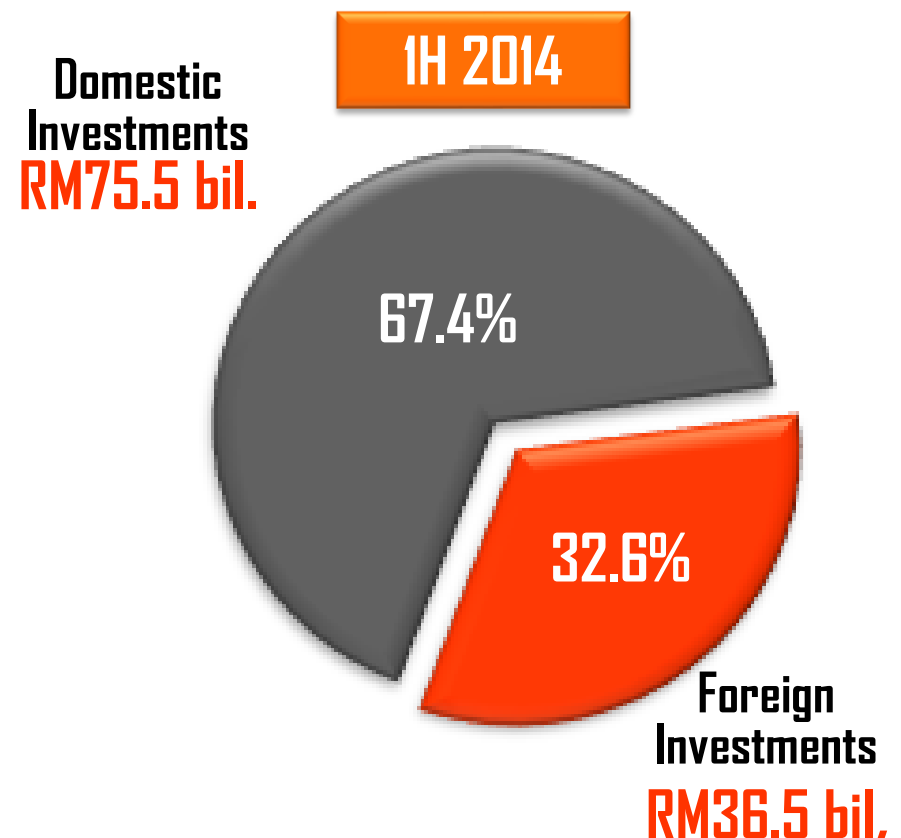
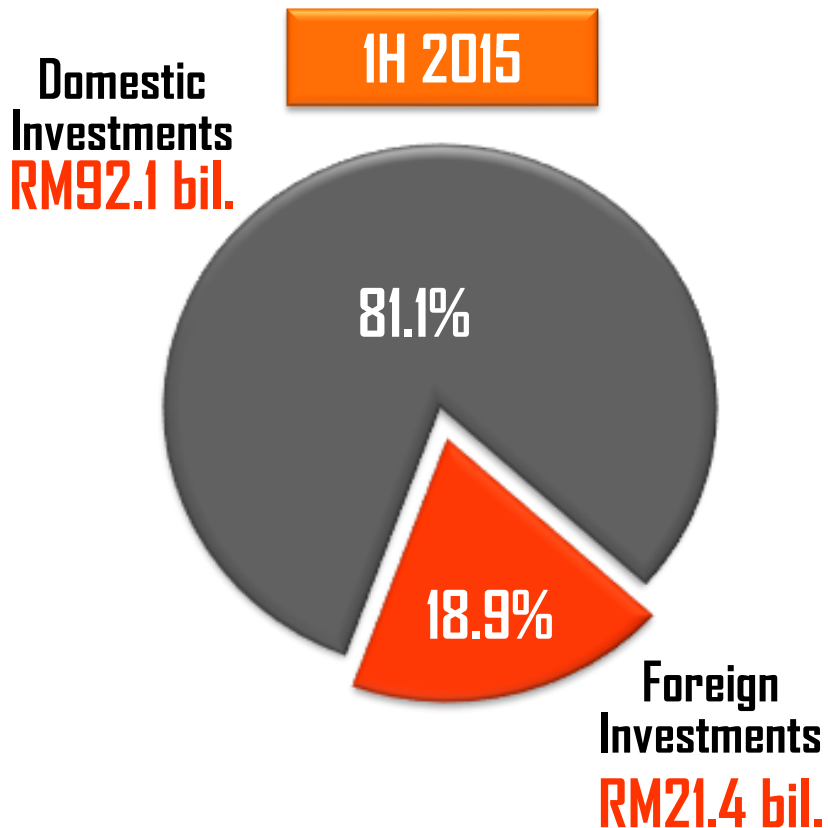
Total Approved Investments – 1H 2015

Cont'd...



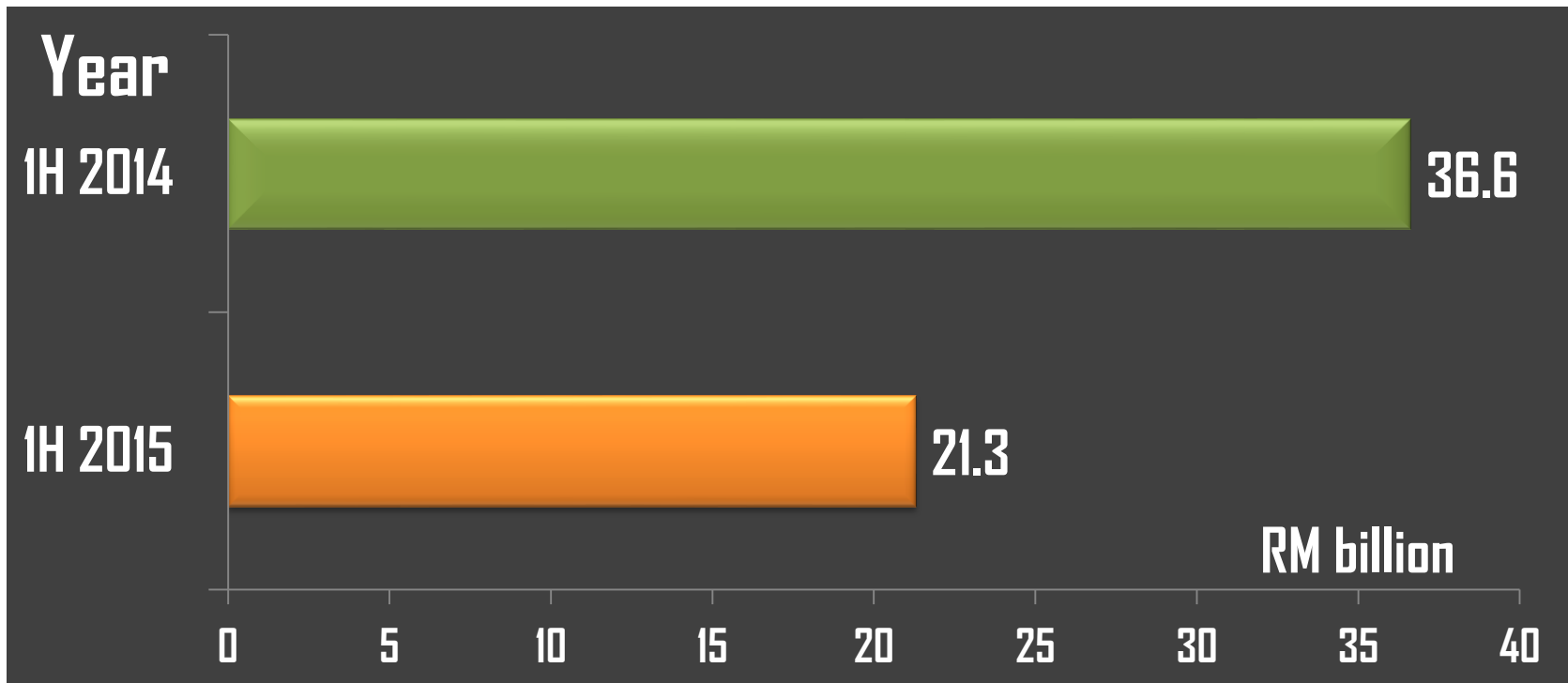
FDI vs DDI Approved

Domestic Investments continue to spearhead private investments



FDI Approved year-on-year

Lower approved FDI in **1H 2015** vis-a-vis **1H 2014**





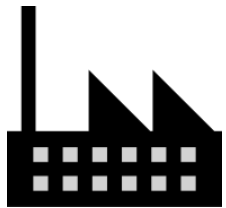
INVESTMENTS APPROVED IN THE SERVICES SECTOR



Approved Investments in the Services Sector – 1H 2015

Services sector contributes **54.4%** of approved investments

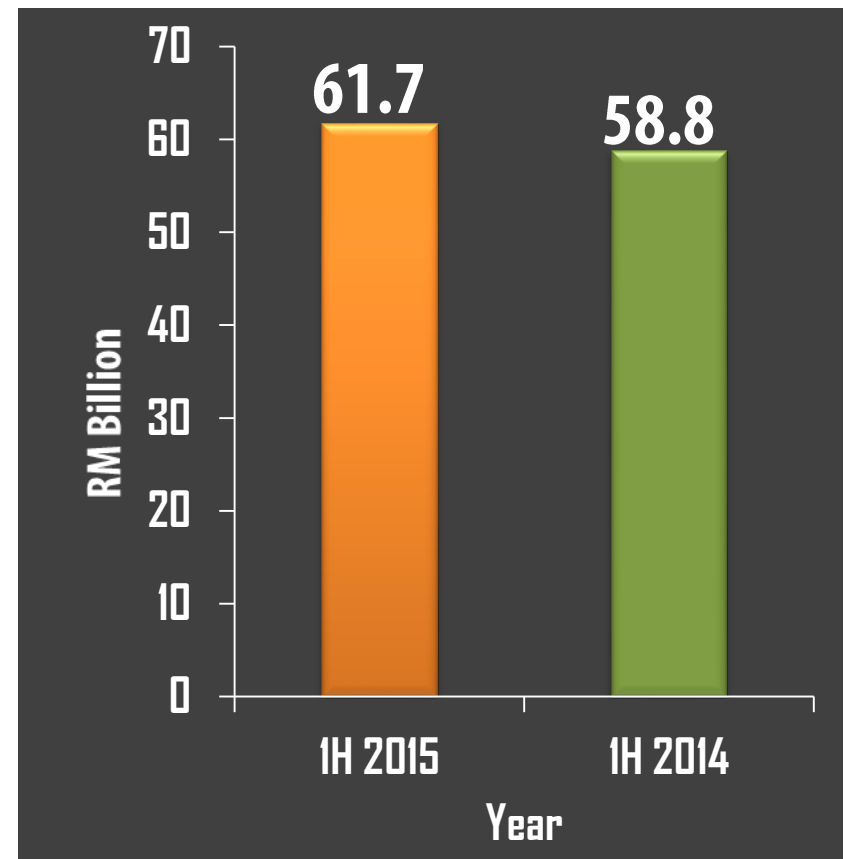
RM61.7 billion
Approved investments



2,071 Projects



60,753 Jobs

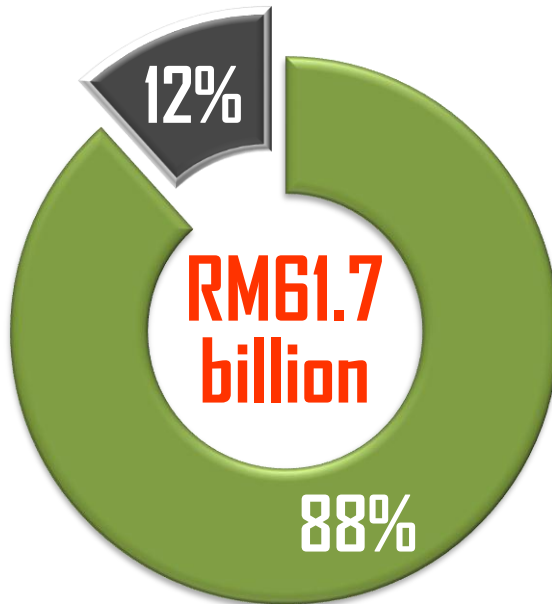


Approved Investments in the Services Sector – 1H 2015

Cont'd...

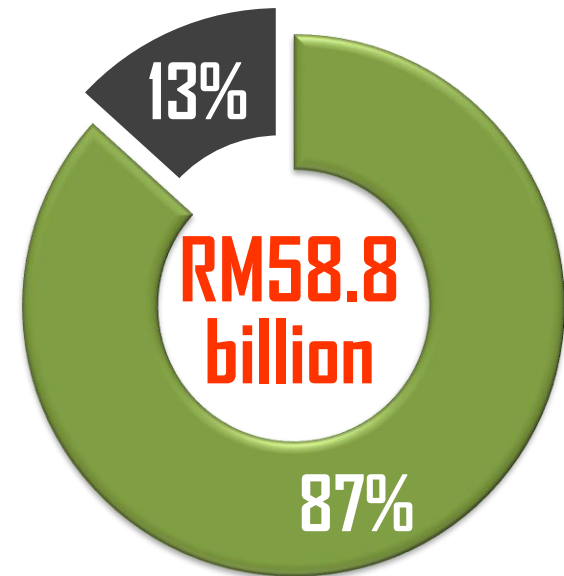
Domestic investments continue to dominate

1H 2015



1H 2014

■ DDI
■ FDI



Approved Investments in the Services Sector – 1H 2015

Cont'd...

Subsectors	Jan-June 2014 (RM mil)	Jan-June 2015 (RM mil)	Change(%)
Regional Establishments	2,346.9	3,035.9	29.4
Global Operations Hub	762.7	2,633.3	245.3
Support Services	911.9	2,443.0	167.9
MSC Status	1,116.8	3,339.5	199.0
Transport	3,033.4	12,759.0	320.6
Real Estate	29,070.2	15,871.6	-45.4
Utility	3,603.2	5,969.2	65.7
Telecommunications*	2,898.3	1,272.6	-56.1
Distributive Trade	4,388.7	2,089.8	-52.4
Hotel & Tourism	3,533.6	4,024.0	13.9
Financial Services	4,820.4	4,263.5	-11.6
Health Services	1,673.1	2,636.3	57.6
Education Services	404.0	808.4	100.1
Others	261.0	539.8	106.8
TOTAL	58,824.3	61,686.0	4.9%

* Jan-March 2015 Figures Only

Investment Performance 1H 2015



INVESTMENTS APPROVED IN THE MANUFACTURING SECTOR



Approved Investments in the Manufacturing Sector – 1H 2015

Approved investments grew year-on-year

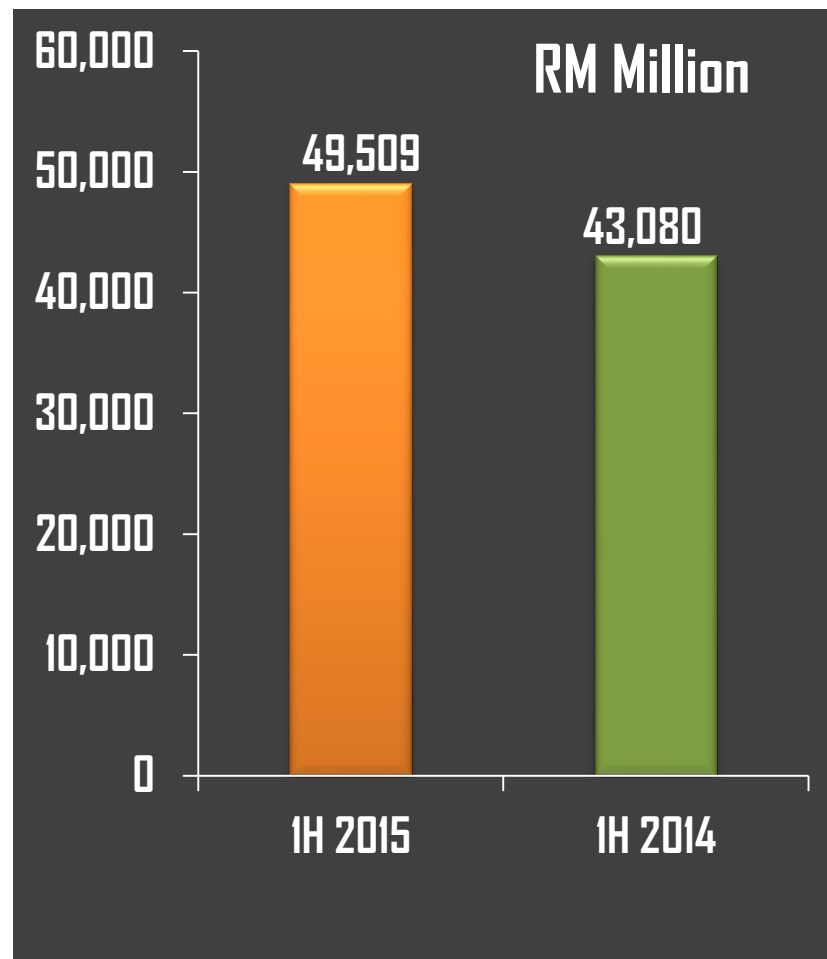
RM49.5 billion
Approved investments



388 PROJECTS



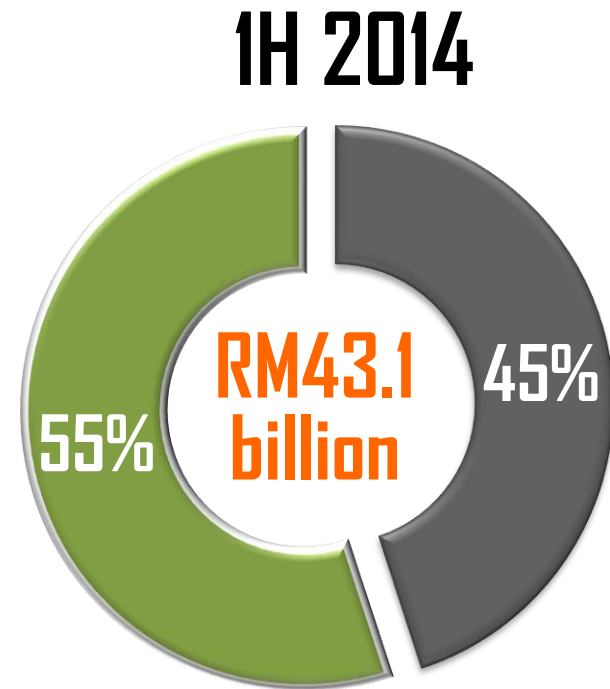
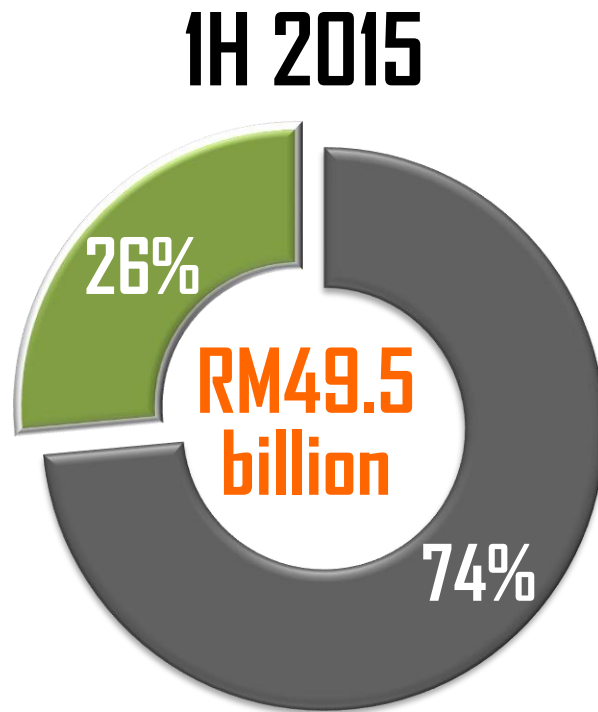
39,994 JOBS



Approved Investments in the Manufacturing Sector – 1H 2015

Cont'd...

DDI drives investments in the manufacturing sector



Approved Investments in the Manufacturing Sector – 1H 2015

Cont'd...

Major Investments

Malaysian-owned Companies



PRPC Refinery and Cracker Sdn. Bhd

(liquefied petroleum product)



Faidhi Resources Sdn Bhd

(Composite Cylinders)



Golden Star Services Sdn Bhd

(Air Compressors)



KJM Aluminium Can Sdn Bhd



(2 layer can for beverages)



KAREX
(Medical Devices)

Foreign-owned Companies



Delong JC Sdn Bhd

(Hot rolled narrow strips)

Penang Seagate

(Hard Disk Drives)

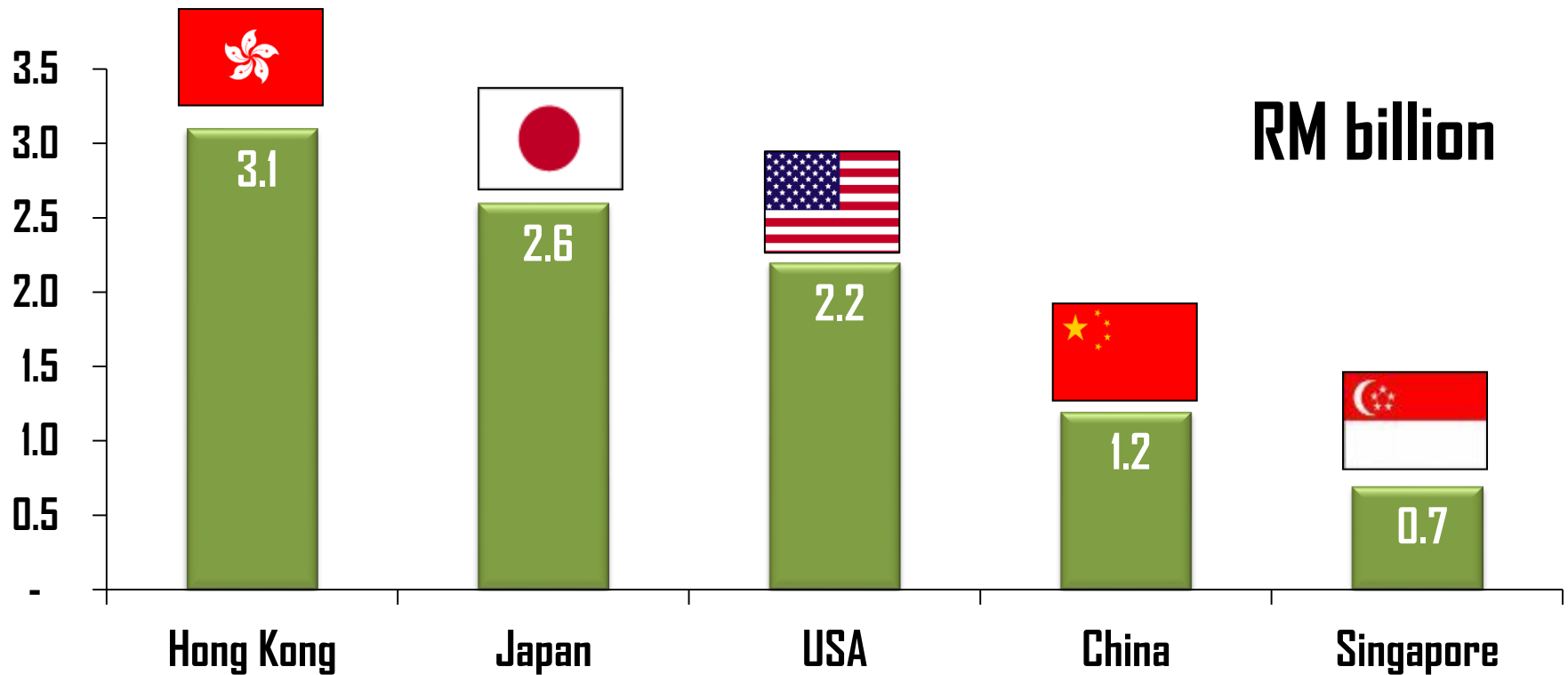


(High-Tech Precision Glass)

Approved Investments in the Manufacturing Sector – 1H 2015






Cont'd...

Hong Kong, Japan and USA were the main sources of FDI, contributing more than half of total investments



Approved Investments in the Manufacturing Sector – 1H 2015

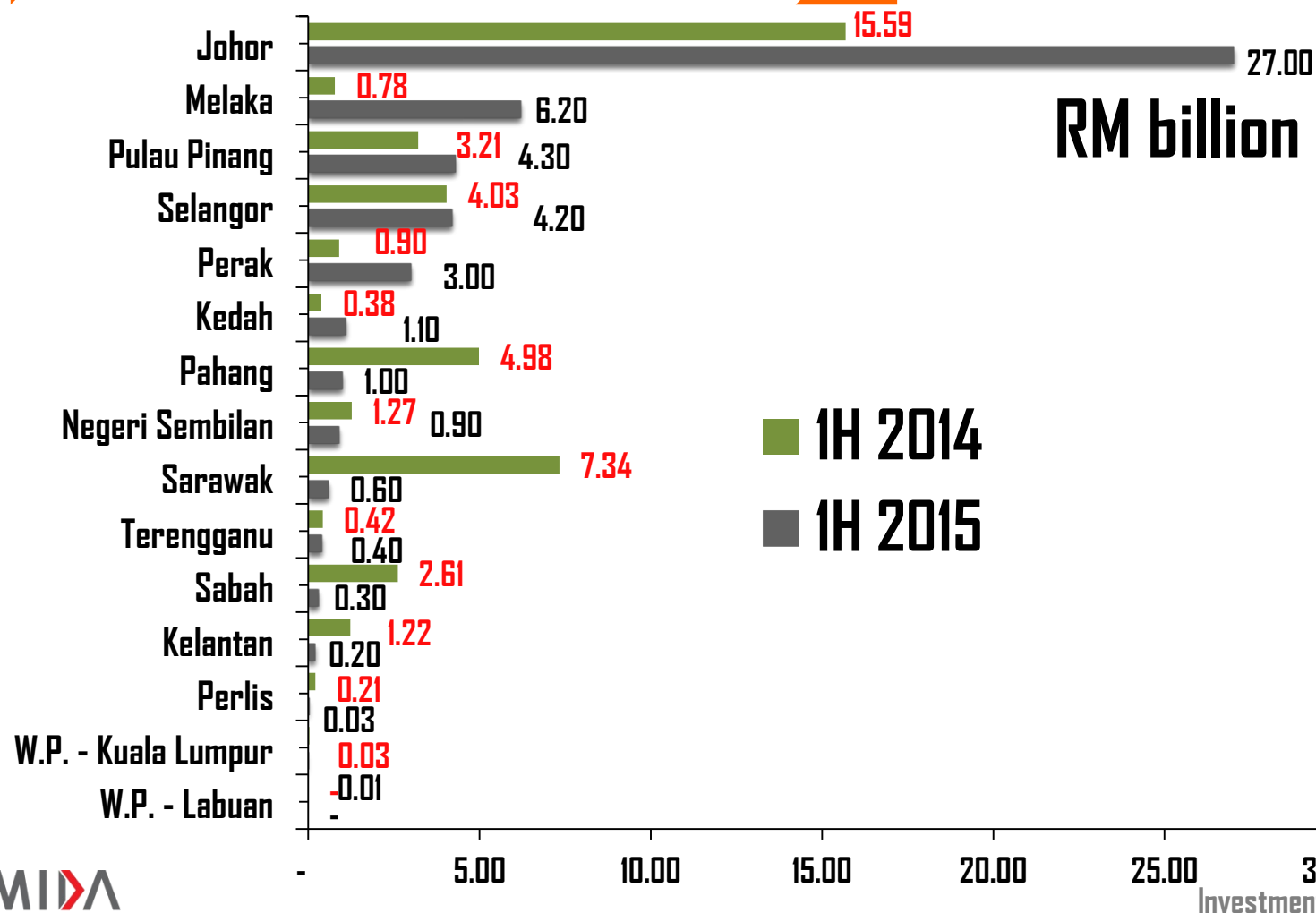
Cont'd...

Economic Corridor	1H 2014 (RM Million)	1H 2015 (RM Million)
Northern Corridor Economic Region (NCER) 	7,761	5,455
Eastern Coast Economic Region (ECER) 	6,628	1,689
Sabah Development Corridor 	2,613	338
Sarawak Corridor of Renewable Energy (SCORE) 	7,741	81
Iskandar Malaysia 	1,611	1,284

Approved Investments in the Manufacturing Sector – 1H 2015

Cont'd...

Investments approved by State



Approved Manufacturing Subsectors 1H2015

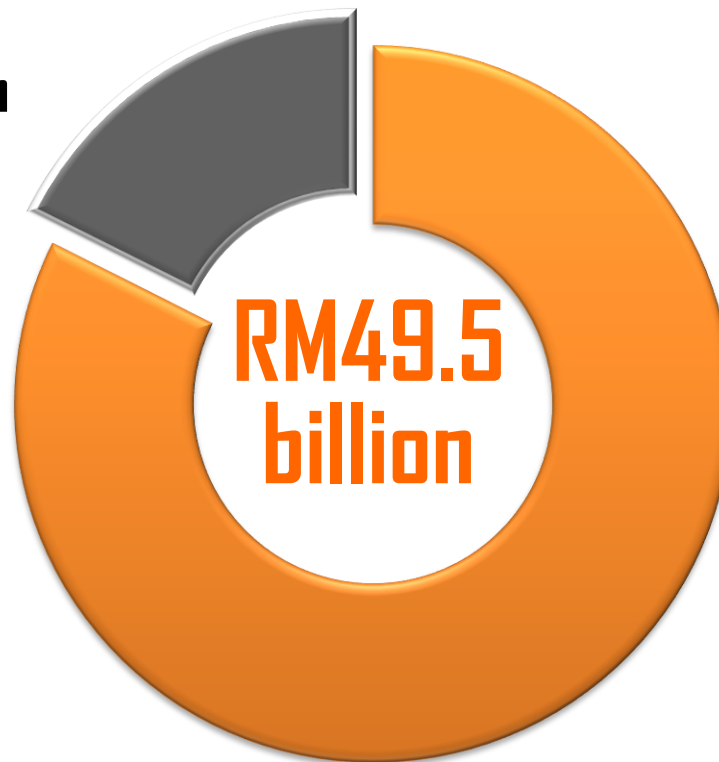
Subsectors	Jan-June 2014 (RM mil.)	Jan-June 2015 (RM mil.)	Change(%)
Petroleum Products incl Petrochemicals	12,681	25,369	100.0
Transport Equipment	1,138	5,358	370.8
E&E	3,506	4,484	27.9
Fabricated Metal Products	1,238	4,182	237.8
Non Metallic Mineral Products	1,893	3,179	67.9
Machinery & Equipment	492	1,498	204.5
Chemicals & Chemical Products	9,932	1,339	-86.5
Food Manufacturing	1,338	954	-28.7
Paper, Printing & Publishing	220	706	220.9
Basic Metal Products	7,108	702	-90.1
Plastic Products	430	591	37.4
Scientific & Measuring Equipment	491	372	-24.2
Rubber Products	917	252	-72.5
Wood & Wood Products	186	240	29.0
Others	1,509	283	-81.2
TOTAL	43,080	49,509	14.9

Approved Investments in the Manufacturing Sector – 1H 2015

Cont'd...

Malaysia remains an ideal location for new investments and sustains existing investors' confidence to reinvest

Expansion /
Diversification
Projects
RM8.7 Bil
18%

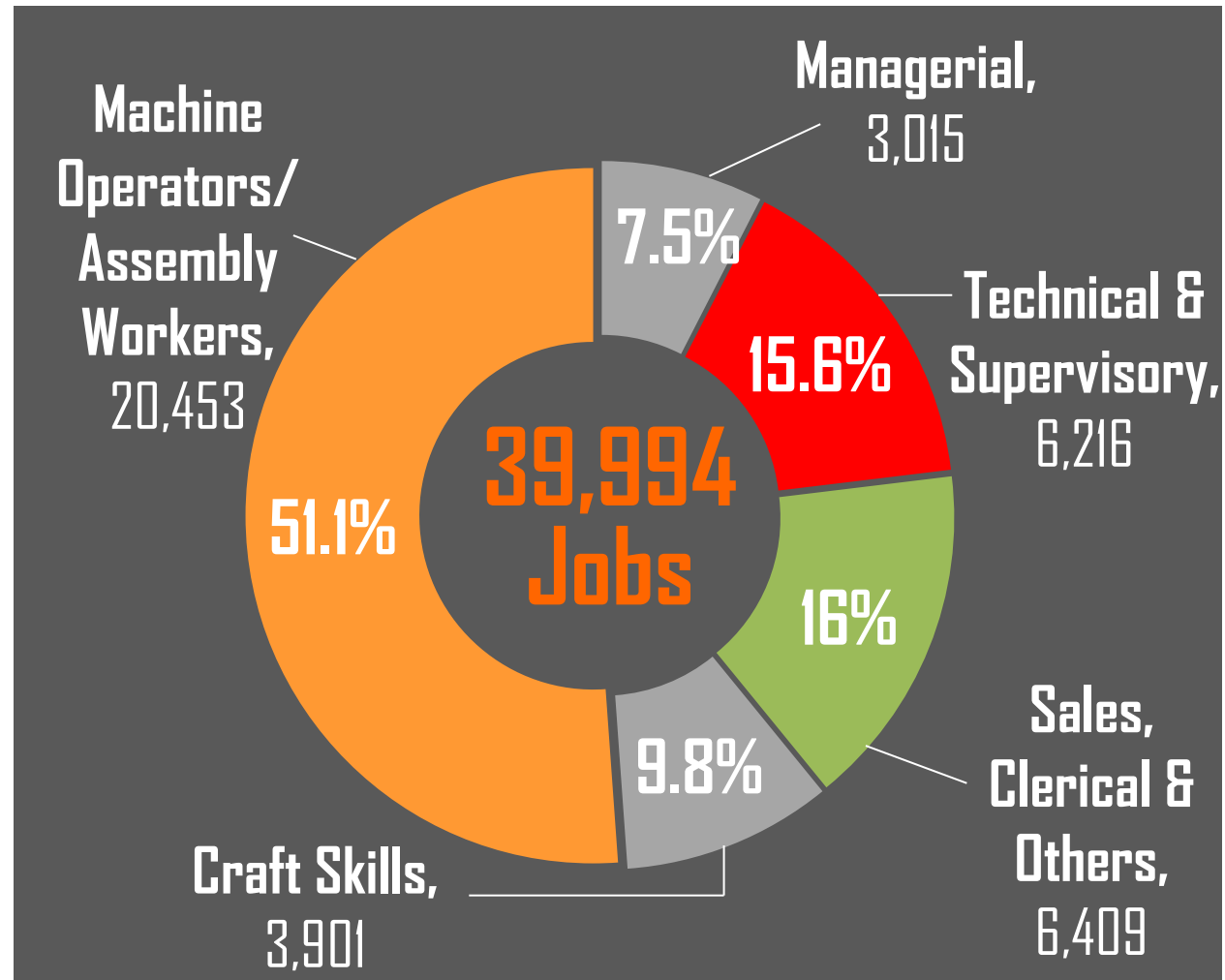


New Projects
RM40.8 Bil
82%

Approved Investments in the Manufacturing Sector – 1H 2015

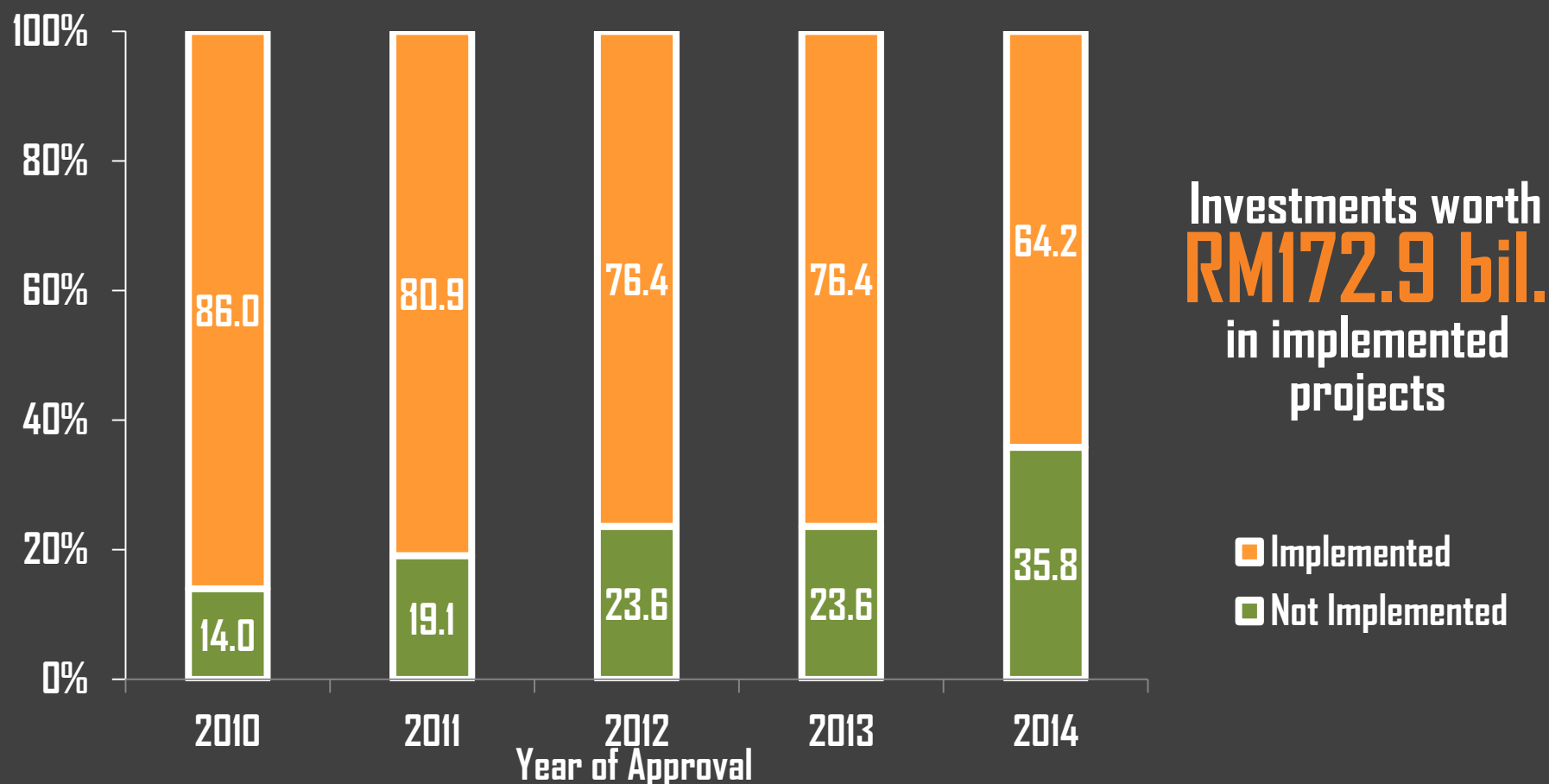
Cont'd...

84% skilled / high-skilled employment from projects approved in **1H 2015**



Implemented Projects in the Manufacturing Sector

Implemented as at 31 December 2014





INVESTMENTS APPROVED IN THE PRIMARY SECTOR

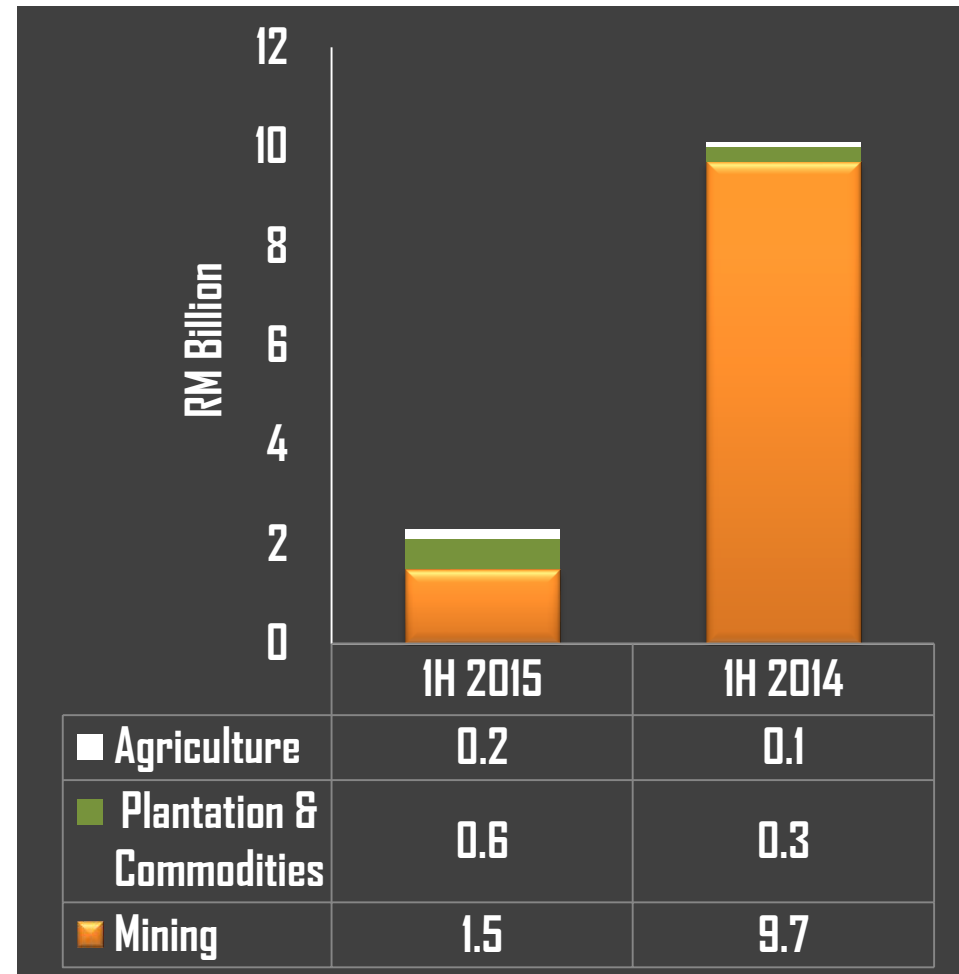


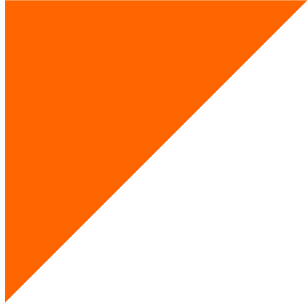
Approved Investments in the Primary Sector – 1H 2015

RM2.3 billion
Approved investments

 **28 Projects**

 **1,038 Jobs**





THE WAY FORWARD



Investments in the Pipeline

- **Manufacturing (RM13.8 billion)**

- **Sectors**

- Food Manufacturing
 - Transportation Technology
 - Chemicals & Advanced Materials
 - E&E
 - Others

- RM4.3 billion
 - RM3.1 billion
 - RM2.6 billion
 - RM1.3 billion
 - RM2.5 billion

- **Services (RM8.0 billion)**

- **Sectors**

- Oil & Gas Services
 - Healthcare, Education & Hospitality
 - Regional Establishments & Logistics
 - Others

- RM4.2 billion
 - RM2.1 billion
 - RM0.8 billion
 - RM0.9 billion

- **Major Foreign Sources of Investments**

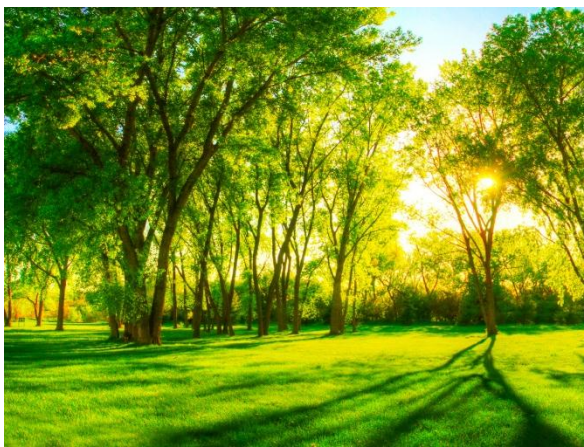
- Australia, Japan, Singapore, India, China, Korea

Challenges

- 
- ☐ Uncertain Global Economic Scenario
 - ☐ Currency Volatility
 - ☐ Low Commodity Prices
 - ☐ Subdued FDI Outlook
 - ☐ China Factor
 - ☐ Increase in Costs of Doing Business

Mitigating Strategies

- ❑ Intensify handholding and facilitation efforts to actualise implementation of approved projects.
- ❑ Increase efforts to develop and enhance local supply chain to support MNCs.
- ❑ Carrying out more direct engagement and outreach programmes with the private sector and relevant stakeholders via *Turun Padang* visits, Roundtable Meetings, etc.
- ❑ To make costs of doing business competitive.



THANK YOU

MALAYSIAN
INVESTMENT
DEVELOPMENT
AUTHORITY

