### RMK10 vs RMK11

<table>
<thead>
<tr>
<th><strong>Investment: Average Annual Target</strong></th>
<th>RMK10</th>
<th>RMK11</th>
</tr>
</thead>
<tbody>
<tr>
<td>RM148 billion p.a (achieved RM162 billion p.a)</td>
<td>810</td>
<td>1,455</td>
</tr>
<tr>
<td>Total Investments (RM billion)</td>
<td>12.6%</td>
<td>9.4%</td>
</tr>
<tr>
<td>Growth rate</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

MALAYSIA INVESTMENT PERFORMANCE Q1 2015
Gross Fixed Capital Formation (GFCF) - Private Investment

GFCF Q1 2015 surpasses Q1 2014 figures

<table>
<thead>
<tr>
<th>Year</th>
<th>2012</th>
<th>2013</th>
<th>2014</th>
<th>Q1 2014</th>
<th>Q1 2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Price (RM mil.)</td>
<td>142,307</td>
<td>162,815</td>
<td>183,902</td>
<td>45,330</td>
<td>51,477</td>
</tr>
<tr>
<td>Constant Price (RM mil.)</td>
<td>134,543</td>
<td>151,749</td>
<td>168,510</td>
<td>41,470</td>
<td>46,316</td>
</tr>
</tbody>
</table>

Source: DOSM
Total Investment Approved in Q1 2015

RM57.4 bil investments

797 projects

48,120 jobs

18.8% increase in Investments

12% increase in Job Opportunities

Approved Investments

Job Opportunities
Manufacturing leads the economic sectors with investments of RM33.6 billion.

- **Manufacturing**: RM33.6 bil (58.5%)
- **Primary**: RM1.5 bil (2.6%)
- **Services**: RM22.3 bil (38.9%)
FDI vs DDI Approved year-on-year

Domestic Investments continue to spearhead private investments

Q1 2015

- Domestic Investments $RM47.4 bil.$
- Foreign Investments $RM10.0 bil.$
  - 82.6%
  - 17.4%

Q1 2014

- Domestic Investments $RM30.3 bil.$
- Foreign Investments $RM18 bil.$
  - 62.7%
  - 37.3%
Sustainable, albeit lower approved FDI in Q1 2015 vis-a-vis Q1 2014

- Q1 2014: RM18 bil
- Q1 2015: RM10 bil

Comparison graph showing FDI approved year-on-year.
Creating/Nurturing local companies/listing on Bursa Malaysia

Develop local suppliers/vendors to be part of Global Supply Chain

Building local capabilities & capacities

Creating local entrepreneurs

Malaysians helming global MNC operations
Local Suppliers are part of the MNC Global Supply Chain
Quality MNC investments not only spur technology but also create opportunities and enhance local capabilities.

The spin-offs...in advanced semiconductor
Malaysia remains an ideal location for new investments in the Manufacturing Sector.

- **New Projects**: RM27.8 bil (82.7%)
- **Expansion/Diversification Projects**: RM5.8 bil (17.3%)

Q1 2015: RM33.6 bil
Approved Investments in Manufacturing by Industry Q1 2015

- Petroleum, 25.3
- E&E, 4.1
- Fabricated Metal, 0.9
- Non-Metallic, 0.7
- Machinery & Equip, 0.4
- Plastic, 0.3
- Basic Metal, 0.3
- Scientific & Measuring Equip, 0.3
- Food Manufacturing, 0.3
- Others, 0.8

RM33.6 billion
RM billion
Job Opportunities in the Manufacturing Sector (Q1 2015)

- 60.2% Plant and Machine Operators and Assemblers, 16,588
- 6.6% Craft Skills, 1,827
- 6.6% Managerial, 1,830
- 17% Supervisory & Technical, 4,696
- 9.5% Sales, Clerical & Others, 2,612

Total Jobs: 27,553
Job Opportunities in manufacturing by State

- **Pulau Pinang**
  - Q1 2015: 11,804
  - Q1 2014: 4,127
- **Johor**
  - Q1 2015: 7,153
  - Q1 2014: 3,696
- **Selangor**
  - Q1 2015: 3,990
  - Q1 2014: 4,877
- **Kedah**
  - Q1 2015: 2,448
  - Q1 2014: 1,604
- **Melaka**
  - Q1 2015: 819
  - Q1 2014: 347
- **Negeri Sembilan**
  - Q1 2015: 520
  - Q1 2014: 435
- **Perak**
  - Q1 2015: 465
  - Q1 2014: 463
- **Pahang**
  - Q1 2015: 102
  - Q1 2014: 106
- **Sabah**
  - Q1 2015: 1,334
  - Q1 2014: 418
- **Sarawak**
  - Q1 2015: 82
  - Q1 2014: 95
- **WP K.Lumpur**
  - Q1 2015: 75
  - Q1 2014: 15
- **Terengganu**
  - Q1 2015: 216
  - Q1 2014: -
Services Sector’s Global Operations Hub—Gaining Traction

Q1 2015
RM22.3 bil

Q1 2014
RM25.7 bil

Real Estate, 6.5
Support Services, 1.2
MSC Status, 1.6
Health Services, 1.6
Hotel & Tourism, 2.2
Global Operations Hub, 2.6
Regional Establishments, 0.8
Others, 1.0

Others, 7.6
Real Estate, 10.9
Support Services, 0.4
MSC Status, 0.1
Global Operations Hub, 0.6
Regional Establishments, 0.8
Health Services, 1.5
Utility, 1.6
Hotel & Tourism, 1.9
Regional Establishments and Global Operations Hub by State Q1 2015

- Kuala Lumpur: 21 projects
- Selangor: 11 projects
- N.Sembilan: 2 projects
- Others: 8 projects

No. of projects
Approved Green Energy projects for sustainable investments

<table>
<thead>
<tr>
<th>RM million</th>
<th>Q1 2014</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Energy Generation</td>
<td>1,219</td>
<td>101</td>
</tr>
<tr>
<td>Energy Conservation</td>
<td>284</td>
<td>5</td>
</tr>
</tbody>
</table>
### RMK11: People Economy

**6 thrusts of RMK11**

1. Re-engineering Economic Growth
2. Strengthening Growth Enablers
3. Harnessing Talent
4. Mainstreaming Environment and Resources Management
5. Enhancing Inclusivity
6. Improving Well-Being
Investment strategies are aligned to RMK11

Q1 2015 & RMK11

Annual RMK11 Target, RM291 bil

Q1 2015, RM57.4 bil (19.7%)

Vision Valley/ Sendayan

Akashi Kikai
Collaborative Talent Initiatives

**Industry Skills Committee (ISC)**
- MIDA + JPK: Co-chair the Industry Working Group (IWG)
- RMK-11 (Chapter 5)
- Industry Lead Bodies to identify relevant skills competencies

**Industrial Cooperation Working Group (ICWG)** between EDB Singapore & MIDA
- MIDA & IRDA to determine immediate technical skillsets requirement for Iskandar
- MIDA to promote a structured ‘Apprentice Scheme’ programme

**Overseas Internship Programme**
- Collaborative effort MIDA + MARA + JPA
- Structured Internship with Parent Companies
- Germany, Japan, South Korea

**TalentCorp**
- Returning Expert Programme (REP)
  - More than 3,100 approved from 2011 to 2014
- Resident Pass Talent (R-PT)
  - More than 3,000 approved from 2011 to 2014

**Indstry Academia Collaboration (IAC) Launched 21 April 2015**
- Tripartite Partnership between TalentCorp, (MoE) and (MIDA)
  - Focus is on Electrical & Electronics (E&E) sector
- 14 Companies, 9 public universities for 7 key technology clusters

**Collaboration between MIDA, MOE & FMM**
- Vocational College + FMM (target: PMR/PT3)
- 2 years programme: 1 year at Vocational College + 1 year at Company
I believe the desire to 'take charge' and 'build something' and passion for innovative engineering is what will drive the technical growth for our country in this new era of economy and world's challenges. This is the culture at NI.

Cheah Chin Hong
Principal Hardware Engineer
National Instruments

My project management skill is enhanced, my knowledge in aerospace manufacturing is continuously improved, my leadership capabilities upgraded and my confidence level in interpersonal communication through dealing with customers from all over the world has grown from day to day.

Nik Nurul Azmatun Bt Nik Mohd Yusoff
Senior Engineer
SME Aerospace Sdn Bhd
What makes working for VAT so great is because we get to work with world class tools and equipment.

Salman Bin Shaik Ma’ruf
Technician
VAT Manufacturing Malaysia Sdn. Bhd.

Developing Sustainable Futures - Sime Darby’s guiding principle brilliantly describes the interesting experience and balance benefits when I am being employed at Inokom.

Murni Binti Basir
Engineer – BMW Quality Management System
Inokom Corporation Sdn. Bhd.
Exposure to MNC work practices and ISO 13485 is great add on to my work experience.

Halisa Mohd Said
Process Engineer
SteriPack Asia Sdn Bhd

I was recruited to the finance function of FMC Wellhead Equipment Sdn Bhd in 2007. The opportunity to venture into the operation (outside finance) is valuable for me and making me a better and all-rounded controller in a short period.

Lee Teong Teck
Ast. Financial Controller & Director
FMC Wellhead Equipment Sdn Bhd
Investments in the Pipeline as at 30 May 2015

- **Manufacturing (RM17.6 billion)**
  - **Sectors**
    - Natural Gas & Chemicals
    - E&E
    - Food Manufacturing
    - Others
  - RM13.3 billion
  - RM2.4 billion
  - RM1 billion
  - RM0.9 billion

- **Services (RM8.8 billion)**
  - **Sectors**
    - Oil & Gas Services
    - Healthcare, Education & Hospitality
    - Regional Establishments & Logistics
    - Others
  - RM3.7 billion
  - RM3.4 billion
  - RM1.1 billion
  - RM0.6 billion

- **Major Foreign Sources Of Investments**
  - Australia, Hong Kong, Singapore, UK, Japan, Pakistan, Taiwan, Korea and Canada.
Visit to Japan

ROUND TABLE MEETING WITH CAPTAINS OF INDUSTRY

25 May 2015
Tokyo, Japan

Organized by:

Captains of industry
Areas of interest – High Speed Train project, Energy Efficiency Vehicles (EEV), R&D Centres, Shipping & Logistics Industries etc.
## Progress of *New Incentives Announced in 2015 Budget* as at 31 May 2015

<table>
<thead>
<tr>
<th>Incentive</th>
<th>Key Promotional Programmes Undertaken to Promote the Incentives</th>
<th>Remarks</th>
</tr>
</thead>
</table>
| **Incentive for Establishment of Principal Hubs**     | 4 Specific Mission Programmes to Japan, Taiwan and Singapore  
7 Seminars/ Briefings with Local & Foreign Chambers and Associations, Federal & State Agencies | • Two (2) applications received                                         |
| **Locational Incentive for Less Developed Area**      | Briefings to Local Authorities & State Governments, Industrial Park Developers                                                | • Two (2) applications received  
(Jeli & Tebedu)                                                         |
| **Incentive for Industrial Park Management**          | 4 briefings to Local Authorities & State Governments, Industrial Park Developers                                               | • Established Working Committee for Pilot Project on Management of Industrial Areas (Johor, Melaka, Selangor and Perak) |
| **Capital Allowance to increase Automation in Labour Intensive Industry** | Guideline & Form uploaded into MIDA’s website                                                                                | • Briefings arranged with stakeholders/industry associations (textiles, plastics, rubber, furniture) |
Thank You