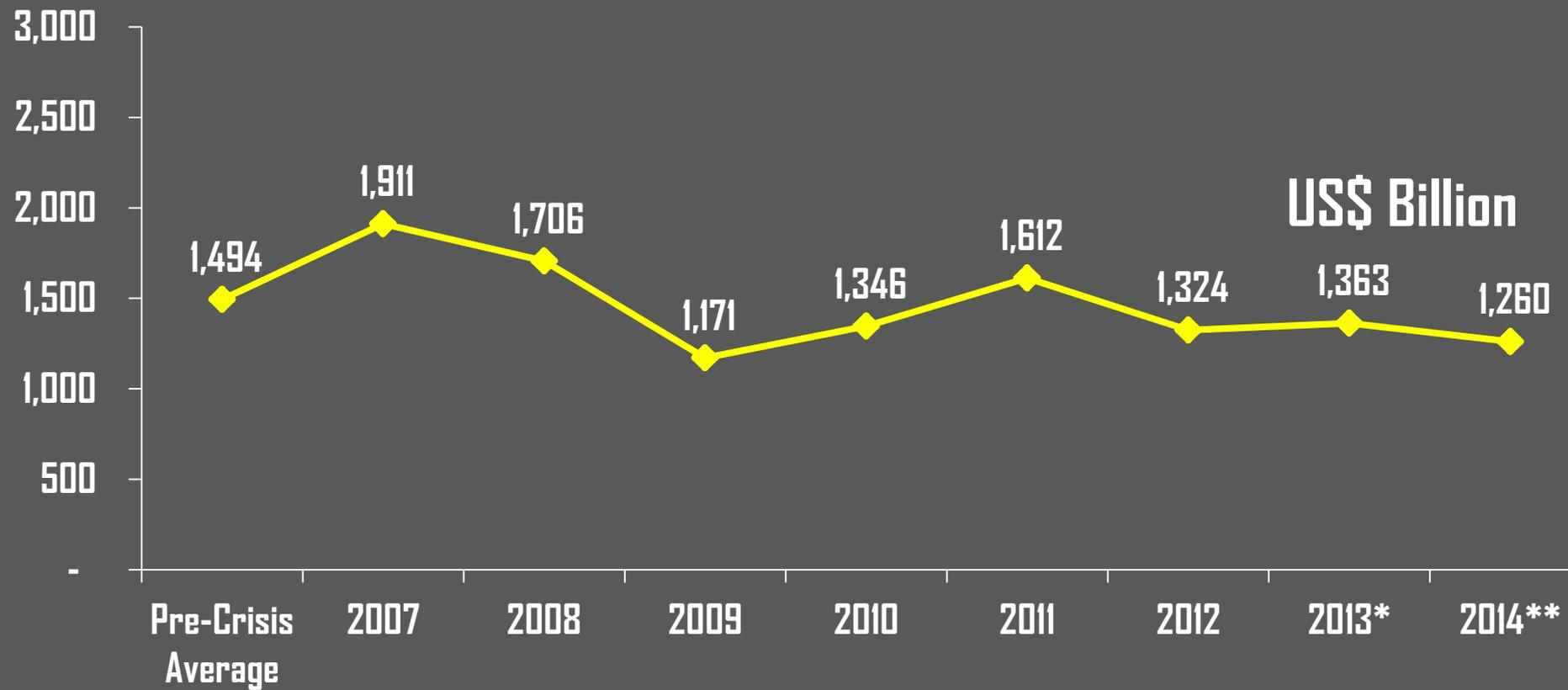




**MALAYSIA** 2015  
Investment Performance  
First Half 2015 (Jan-June)

**19 August 2015**

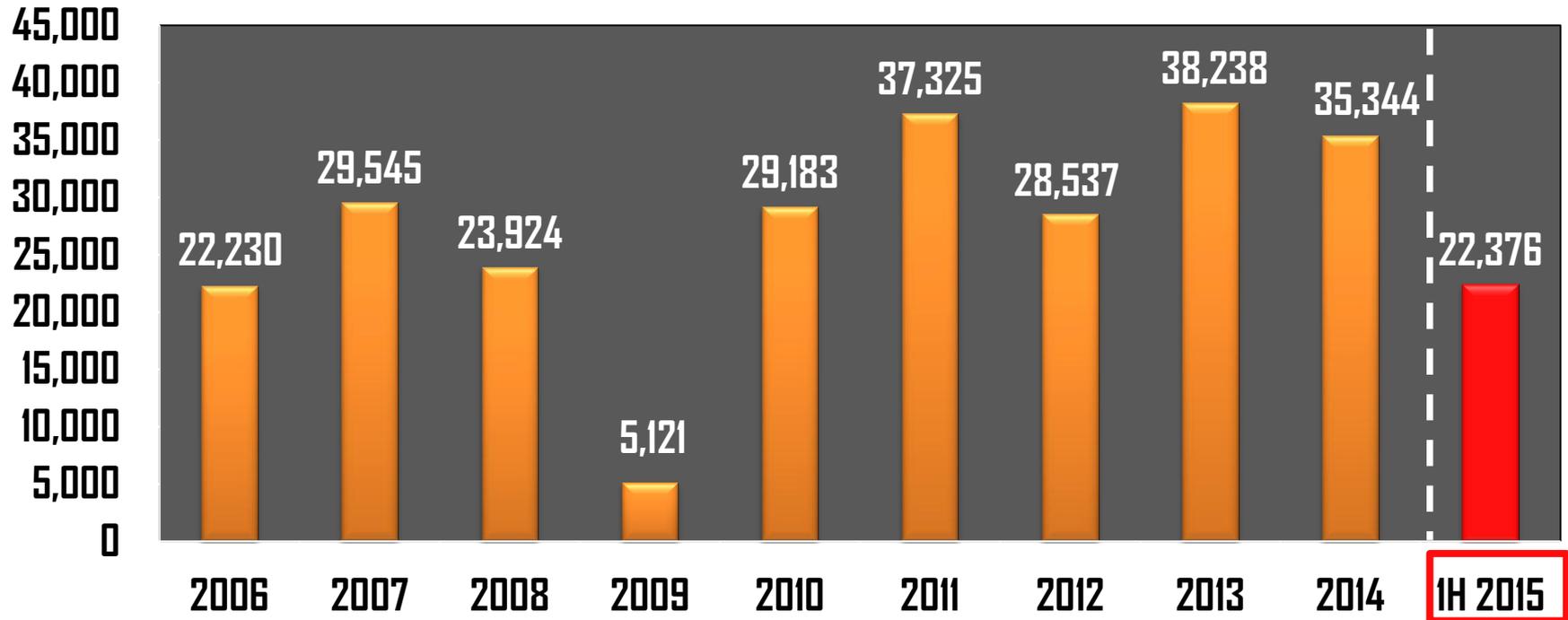
# Global FDI Inflows



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

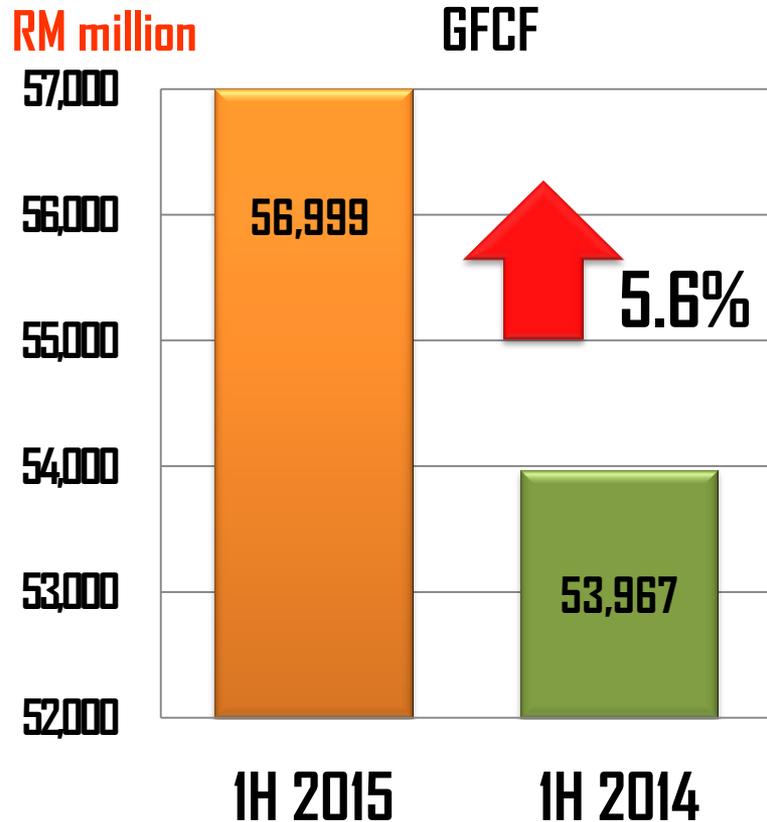


Year	2012	2013	2014	1H 2014	1H 2015
<b>Current Price (RM mil.)</b>	142,307	162,815	183,902	53,967	56,999
<b>Constant Price (RM mil.)</b>	134,543	151,749	168,510	49,596	51,540

Source: DOSM

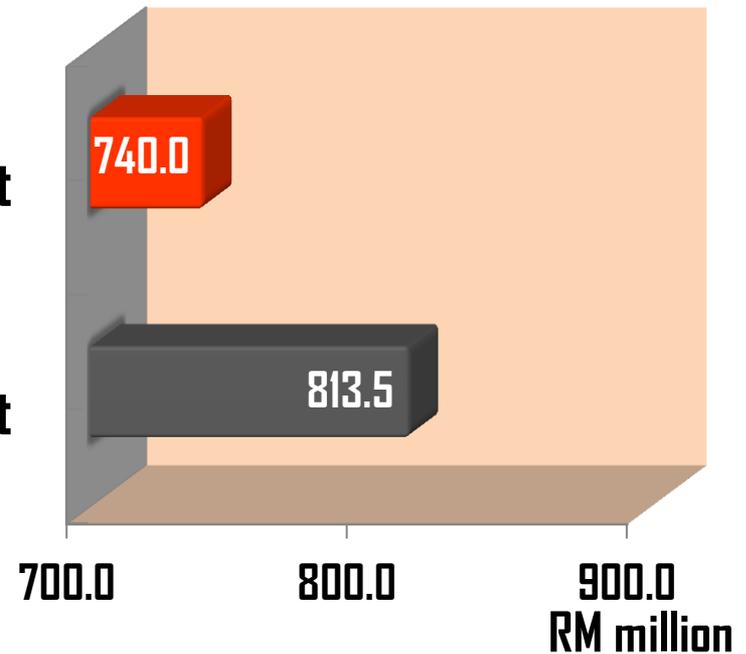
# Realised Private Investments

Private Investments in 1H 2015 grew by 5.6%



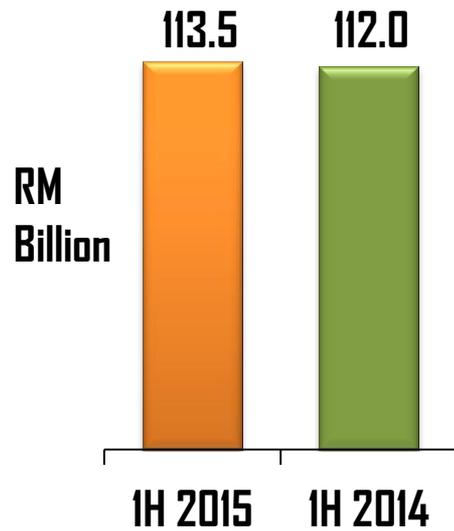
RMK10 Target

Achievement

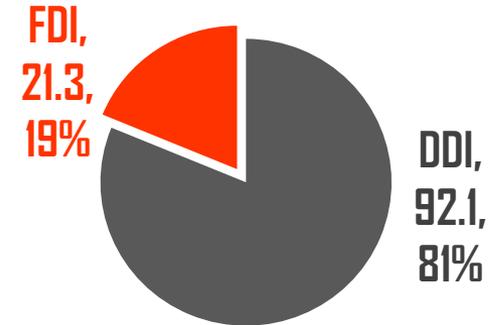


Source: DOSM, BNM

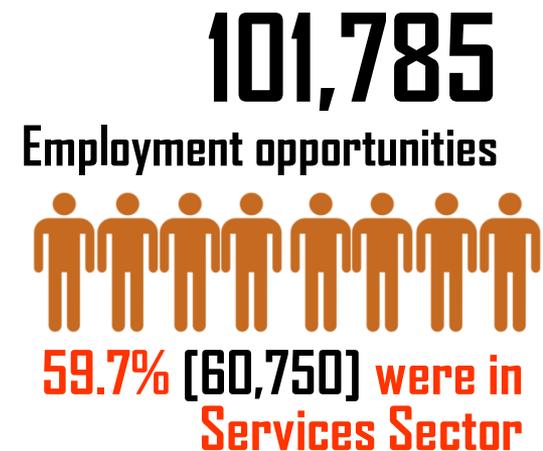
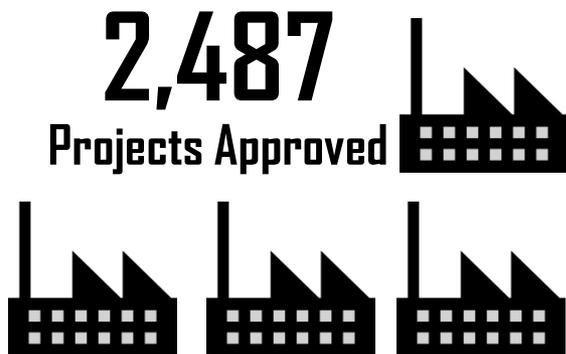
# Total Approved Investments – 1H 2015



**RM113.5 billion**  
Approved investments

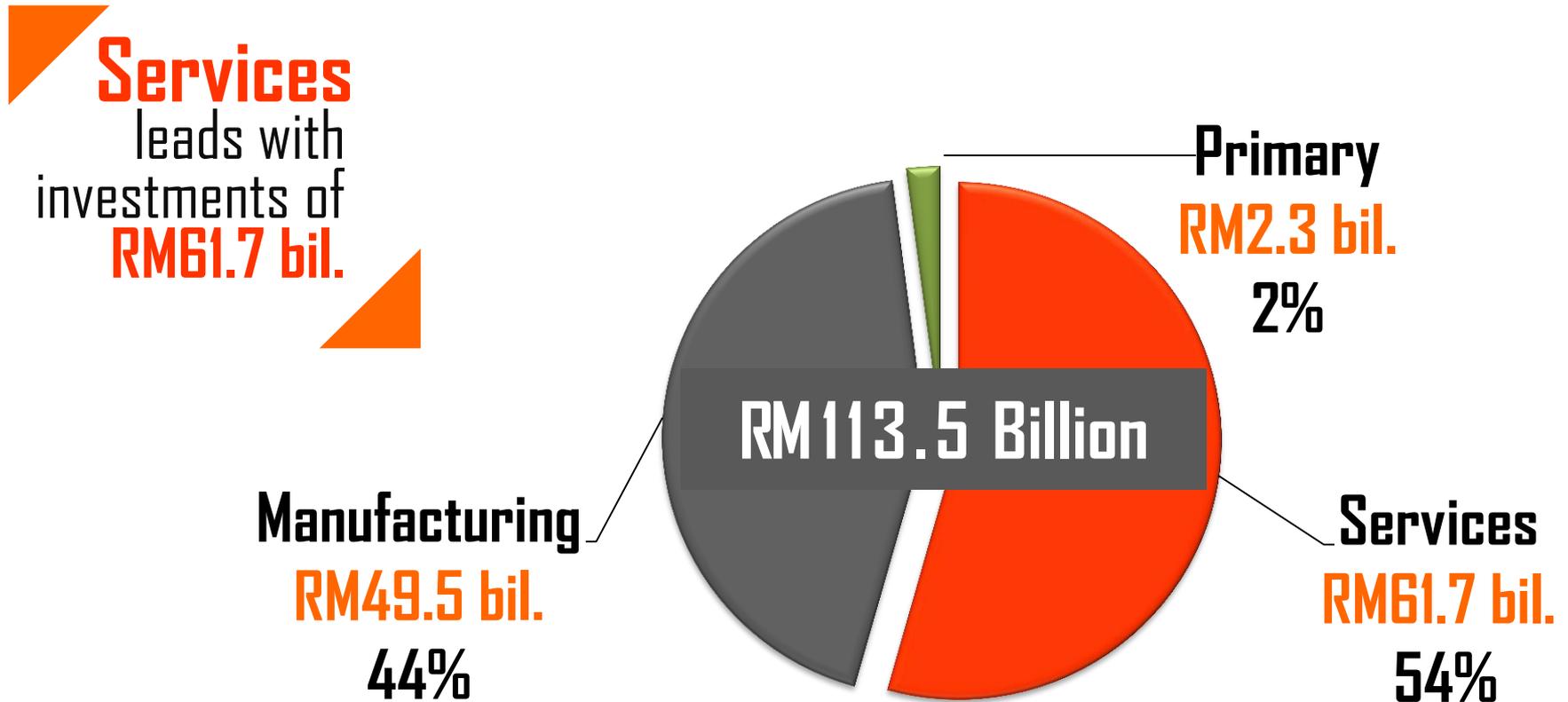


**81.1 : 18.9**  
Domestic-**Foreign**  
investment ratio



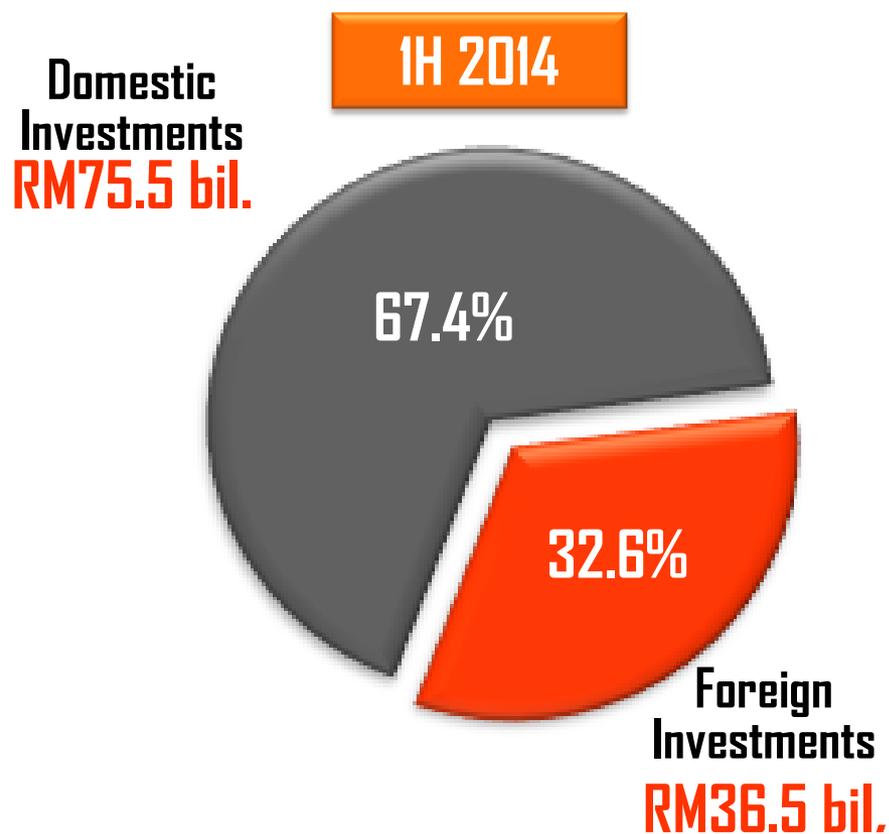
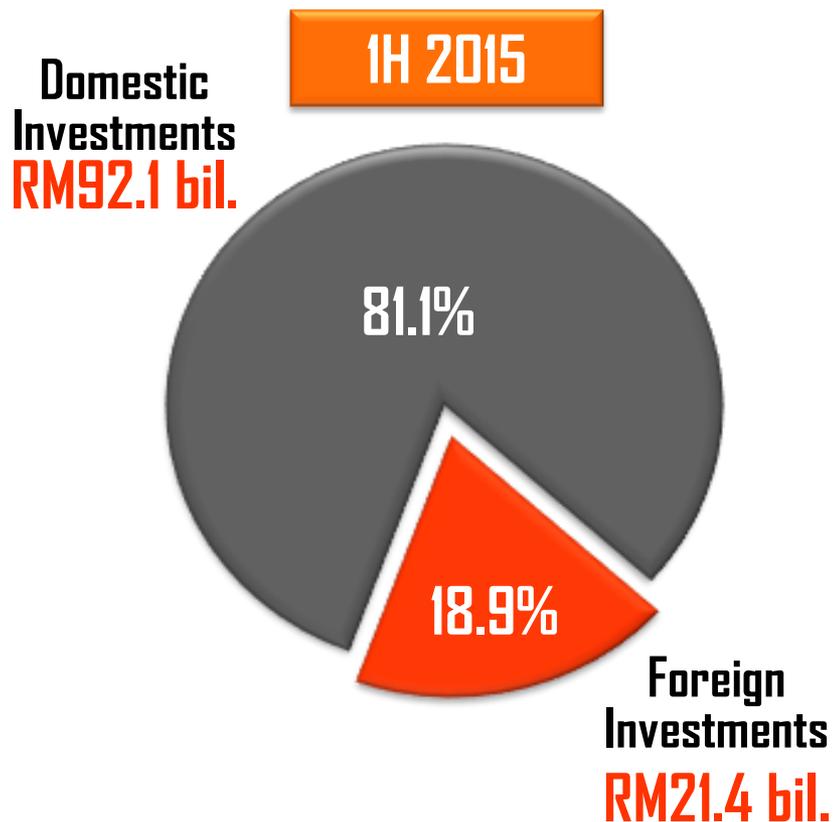
# Total Approved Investments – 1H 2015

Cont'd...



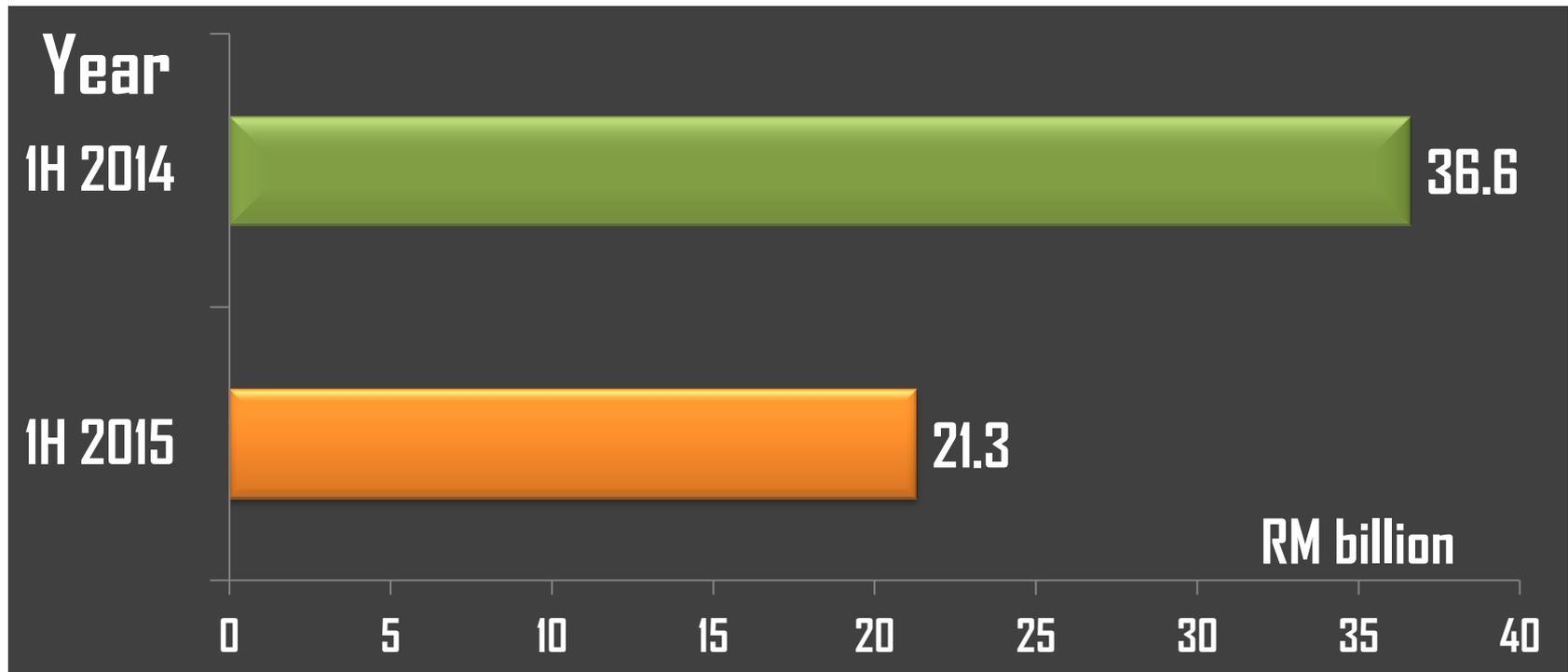
# FDI vs DDI Approved

## 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

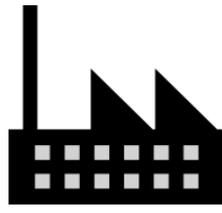
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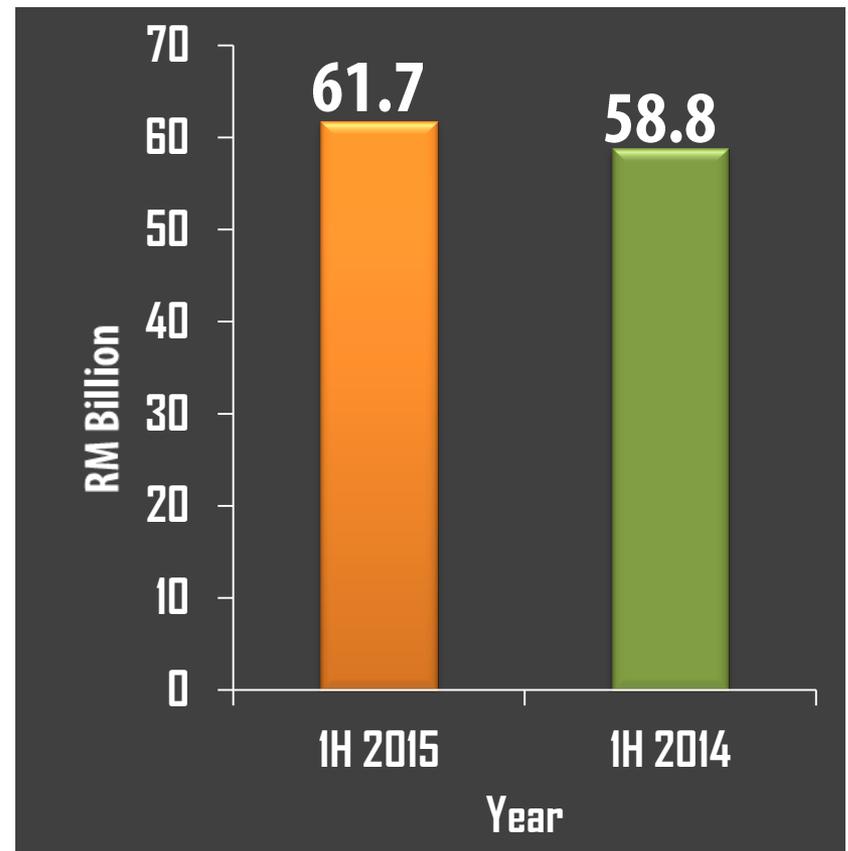
# Approved Investments in the Services Sector – 1H 2015

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

**RM61.7 billion**  
Approved investments

 **2,071 Projects**

 **60,753 Jobs**

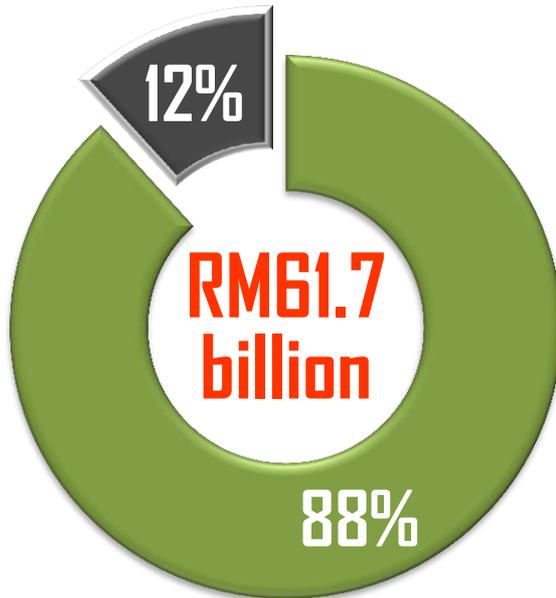


# Approved Investments in the Services Sector – 1H 2015

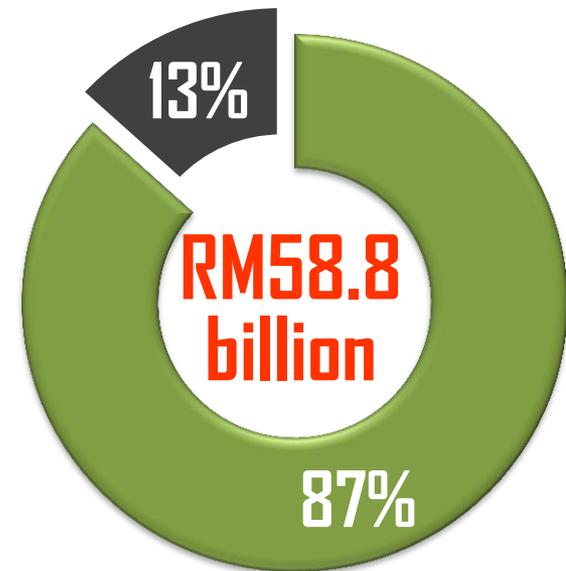
Cont'd...

**Domestic investments** continue to dominate

1H 2015



1H 2014



# 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
<b>TOTAL</b>	<b>58,824.3</b>	<b>61,686.0</b>	<b>4.9%</b>

\* Jan-March 2015 Figures Only

Investment Performance 1H 2015



# INVESTMENTS APPROVED IN THE MANUFACTURING SECTOR

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# Approved Investments in the Manufacturing Sector – 1H 2015

Approved investments grew year-on-year

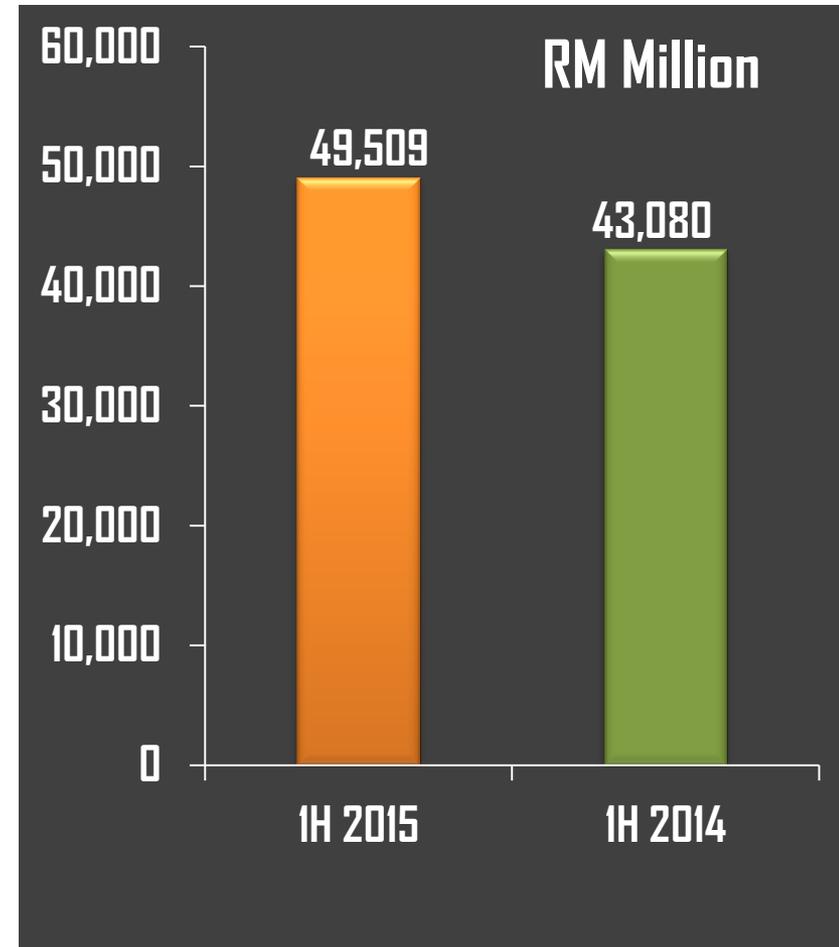
**RM49.5 billion**  
Approved investments



**388 PROJECTS**



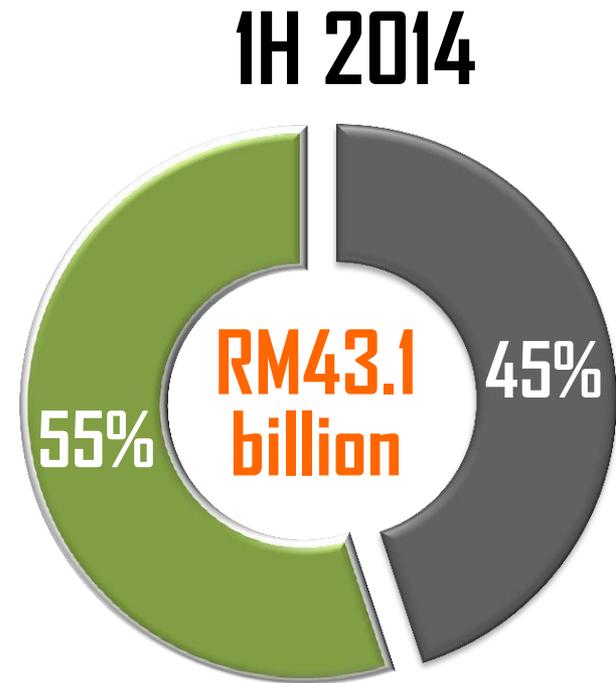
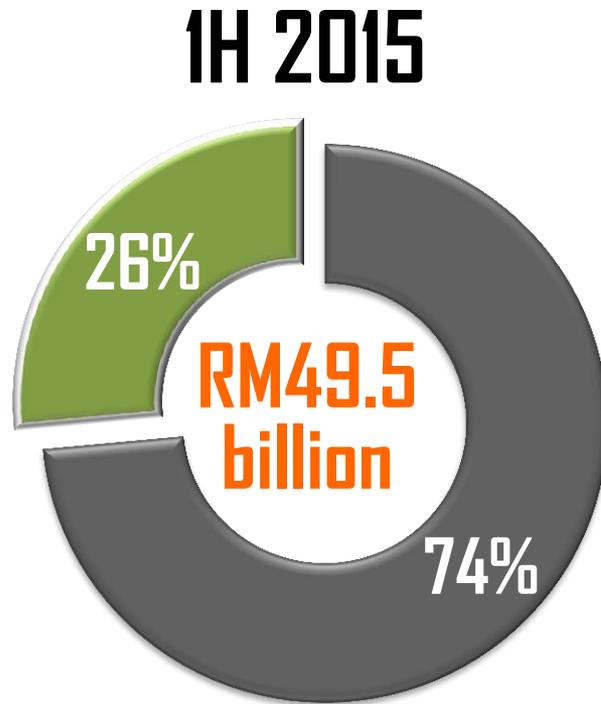
**39,994 JOBS**



# 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)*



**NEG M**

(211795 - M)

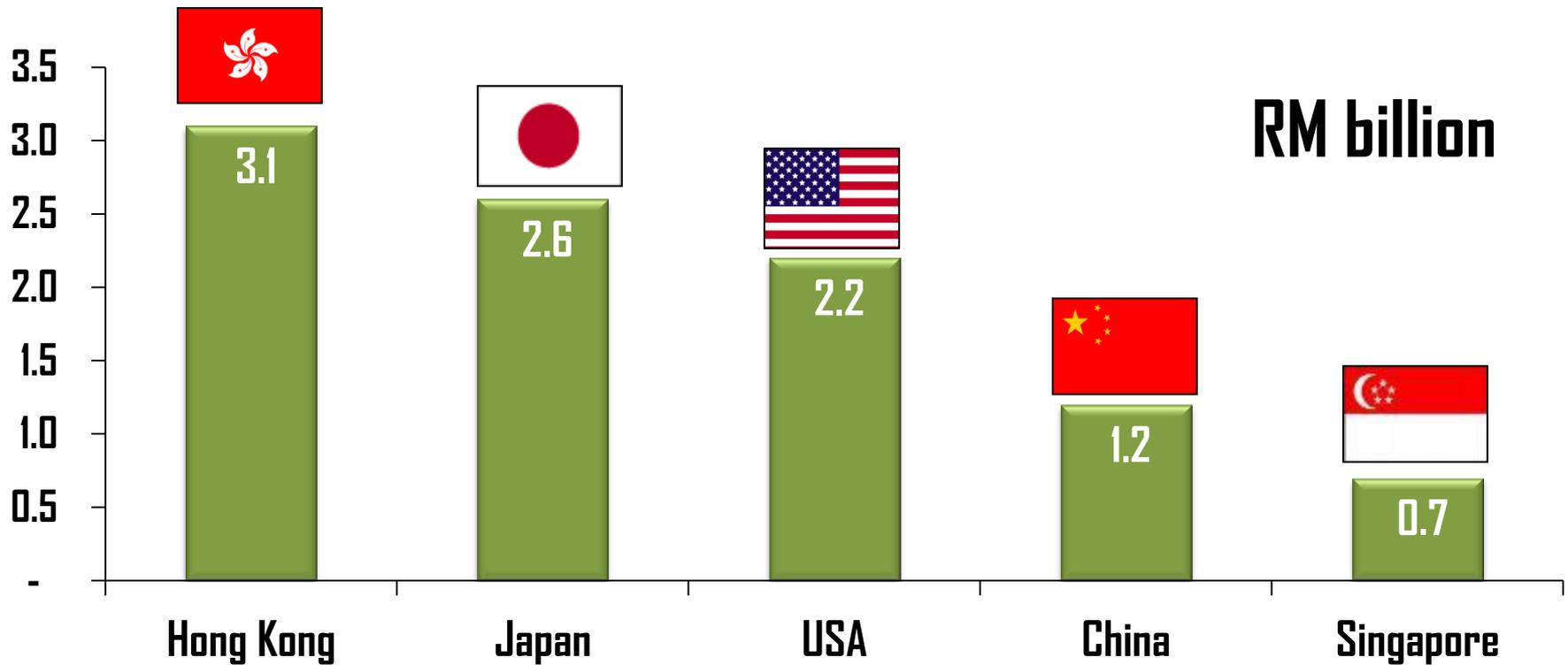
**NIPPON ELECTRIC GLASS (MALAYSIA) SDN BHD**

*(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

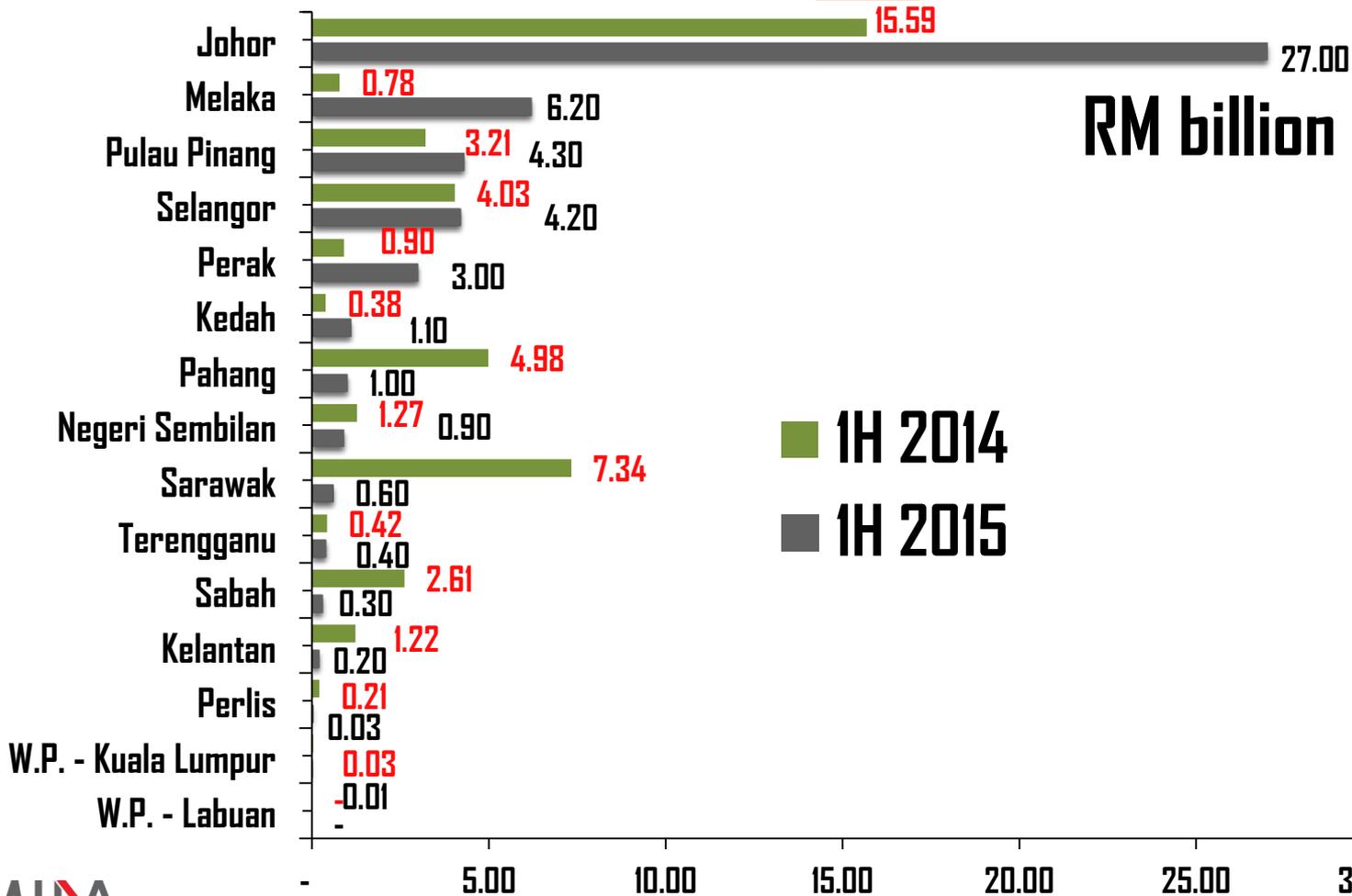
Cont'd...

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

# Approved Investments in the Manufacturing Sector – 1H 2015

Cont'd...

## Investments approved by State



# Approved Manufacturing Subsectors 1H2015

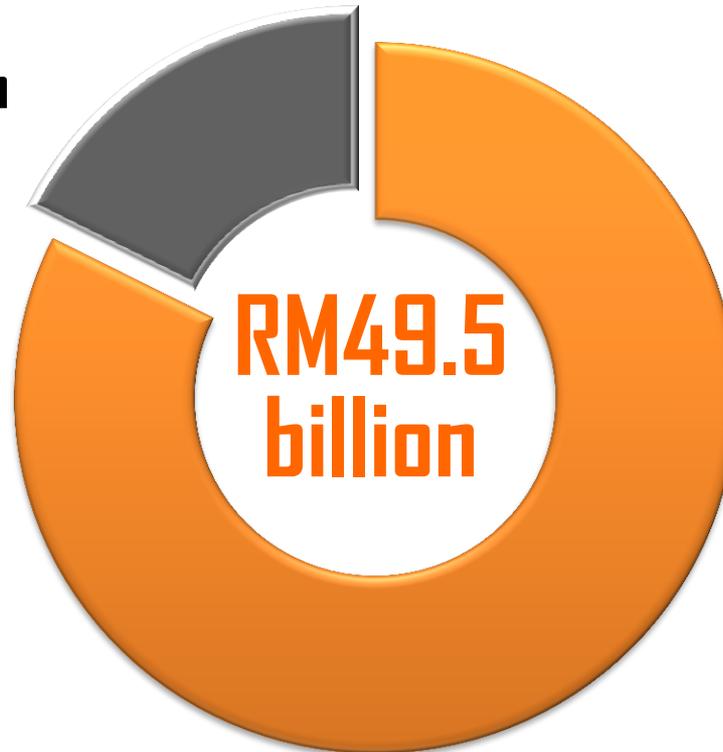
Subsectors	Jan-June 2014 (RM mil)	Jan-June 2015 (RM mil)	Change(%)
<b>Petroleum Products incl Petrochemicals</b>	12,681	25,368.46	200.0%
<b>Transport Equipment</b>	1,004	5,357.81	533.9%
<b>E&amp;E</b>	3,046	4,483.94	147.2%
<b>Fabricated Metal Products</b>	1,022	4,181.69	409.2%
<b>Non Metallic Mineral Products</b>	690	3,179.14	460.5%
<b>Machinery &amp; Equipment</b>	426	1,498.25	351.7%
<b>Chemicals &amp; Chemical Products</b>	8,096	1,339.31	16.5%
<b>Food Manufacturing</b>	1,166	954.23	81.8%
<b>Paper, Printing &amp; Publishing</b>	214	706.43	330.1%
<b>Basic Metal Products</b>	6,813	702.26	10.3%
<b>Plastic Products</b>	415	590.60	142.3%
<b>Scientific &amp; Measuring Equipment</b>	456	371.72	81.4%
<b>Rubber Products</b>	739	252.68	34.2%
<b>Wood &amp; Wood Products</b>	168	239.80	143.2%
<b>Others</b>	947	282.7845	29.9%
<b>TOTAL</b>	<b>37,883</b>	<b>49,509.12</b>	<b>130.7%</b>

# 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%

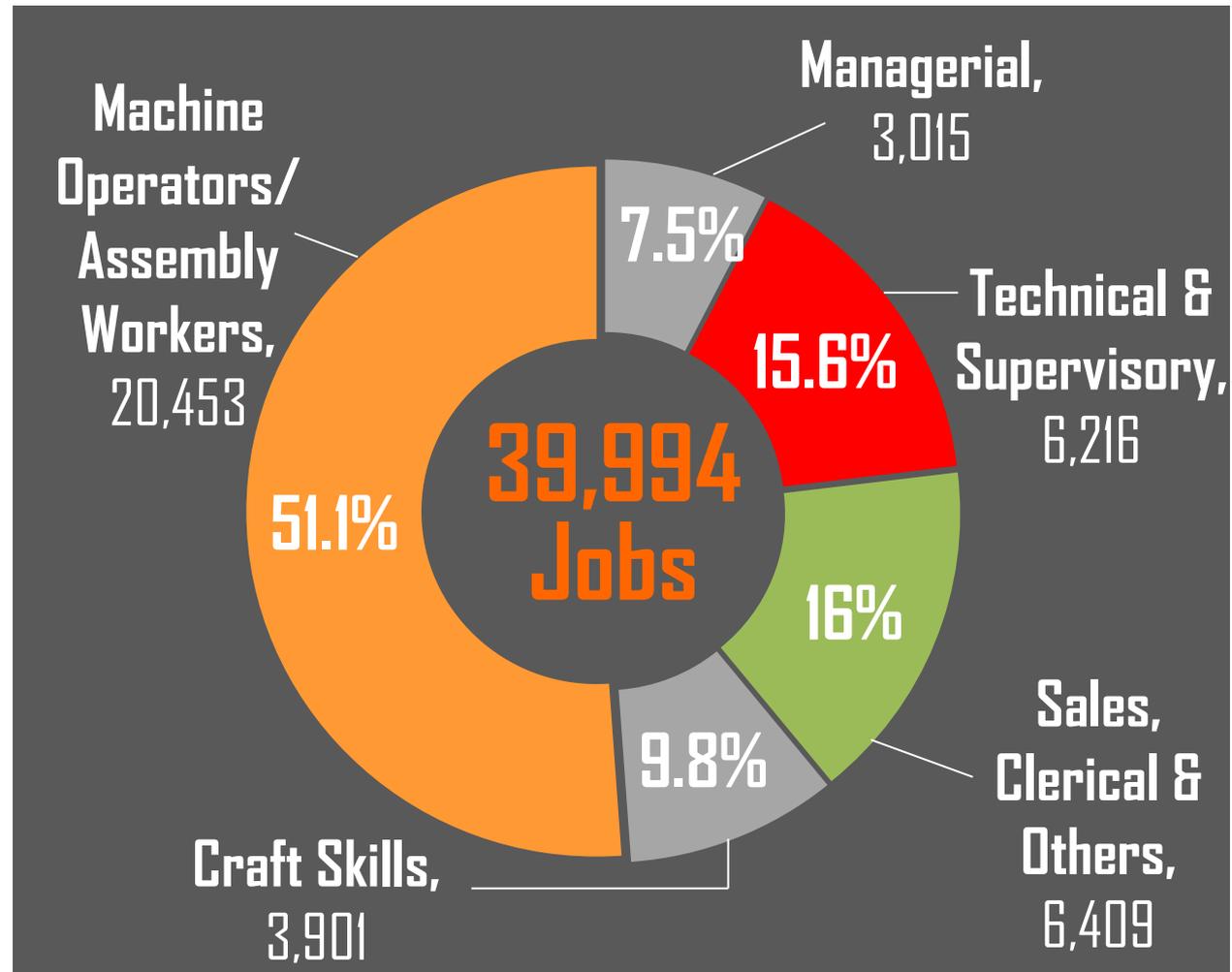


New Projects  
**RM40.8 Bil**  
82%

# 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 worth  
**RM172.9 bil.**  
in implemented  
projects

■ Implemented  
■ Not Implemented



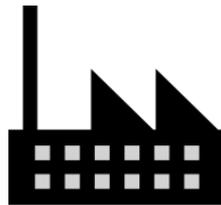
# INVESTMENTS APPROVED IN THE PRIMARY SECTOR

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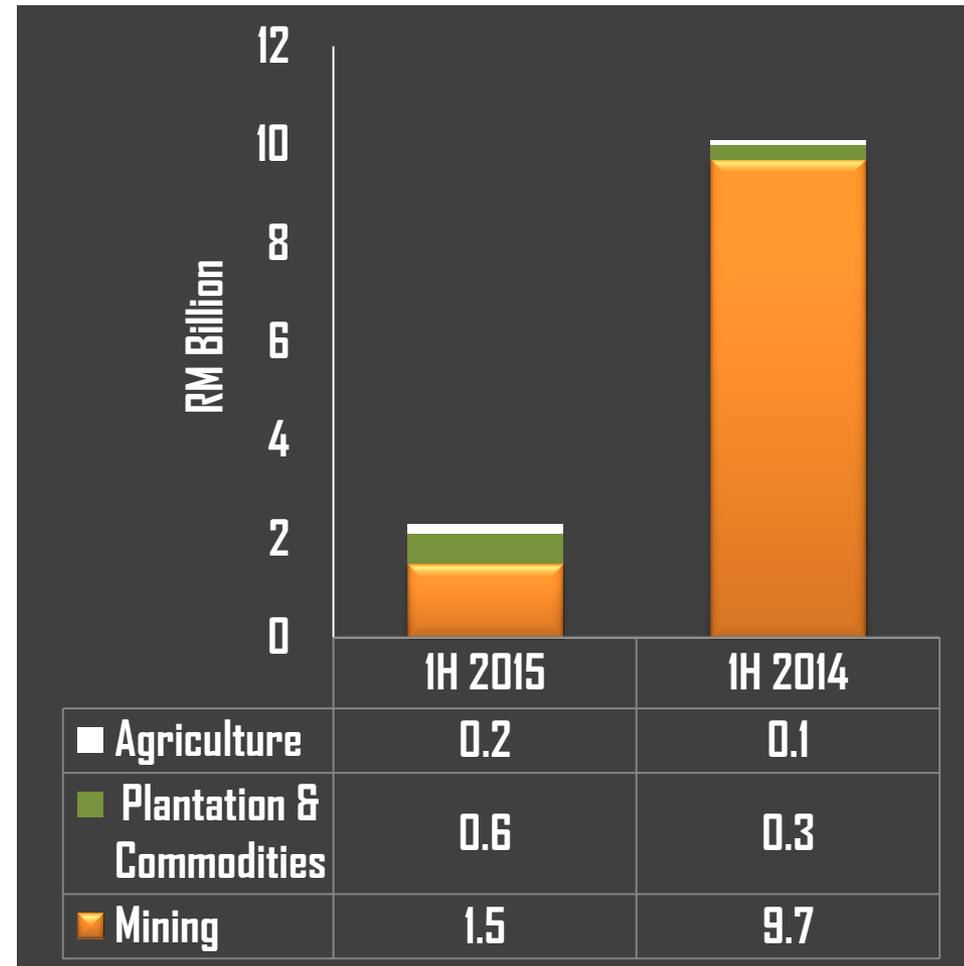


# Approved Investments in the Primary Sector – 1H 2015

**RM2.3 billion**  
Approved investments

 **28 Projects**

 **1,038 Jobs**





# THE WAY FORWARD

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# 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

