

NATIONAL INVESTMENT POLICY: ATTRACTING INVESTMENT IN THE DIGITAL ECOSYSTEM

15 May 2023 Intercontinental Hotel, KL

MALAYSIAN INVESTMENT DEVELOPMENT AUTHORITY (MIDA)



YOUR FIRST POINT OF CONTACT



The principal Malaysian Government agency responsible for the promotion of investments and coordination of industrial development and selected services sectors in the country Established in 1967 under Act of Parliament, 1965.

SERVICES PROVIDED – PROMOTION TO IMPLEMENTATION



PROMOTION

- Data on Industries
- Seminars and Briefings
- One-on-One Meetings
- Meetings with companies operating in Malaysia
- Visits to production facilities and service providers
- Visits to potential locations



APPROVAL

- Manufacturing Licence
- Tax Incentives
- Expatriate Posts
- Import Duty Exemptions
- Representative/Regional (RE/RO) Office
- Principal Hub/OHQ



IMPLEMENTATION

- Handholding (MIDA State
- Industry Talent
 Management
- Post Investment
- Incentives Coordination and Collaboration Office (ICCO)
- Compliance and
 Monitoring



POLICY ADVOCACY

- Planning for industrial development
- Recommend policies & strategies on industrial promotion and development
- Formulation of strategies, programmes and initiatives for international economic cooperation

Truly International



SHAPING INVESTMENT LANDSCAPE Since 1960's

- 4.0 Digital Economy, Industry 4.0 & **E-Commerce**
- 2020

- Over the last five decades, MIDA has assumed the critical and pivotal roles in contributing significantly to Malaysia's rapid industrial development particularly in the manufacturing and services sectors by promoting investments, both FDI and DDI.
- MIDA's investment strategies have gone through various transformations, in-line with the changing dynamics of the global and domestic economic landscapes.



1980s





1970s

Import Substitution

1960s

Resource-based & Heavy

industries



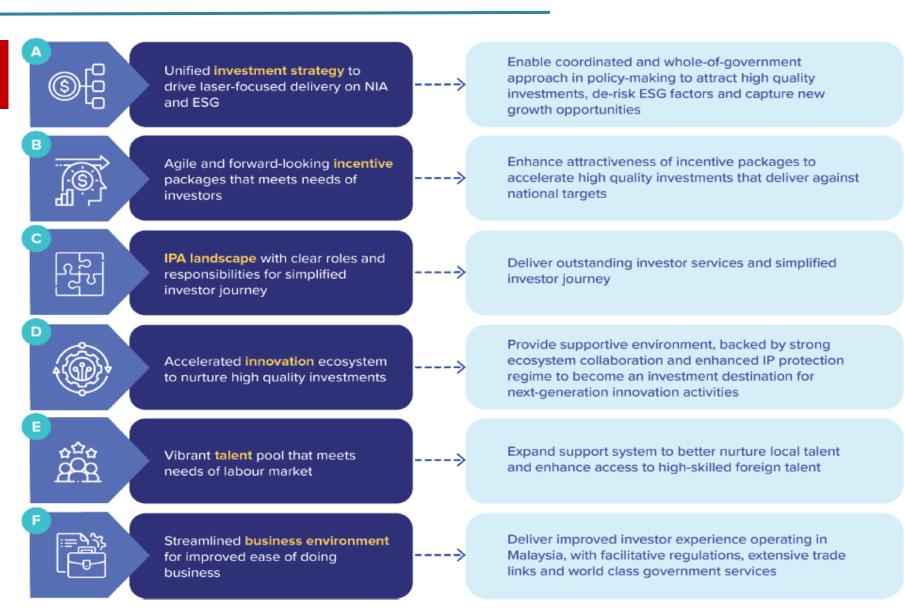
NATIONAL INVESTMENT ASPIRATIONS (NIA) – a guiding principle to establish a strong linkage between initiatives and target outcomes





NEW INVESTMENT POLICY (NIP)

Launched by MITI on 6 October 2022, outlines 6 Strategic Thrusts and 22 National-level initiatives that will form the basis for comprehensive reforms of Malaysia's investment policies.



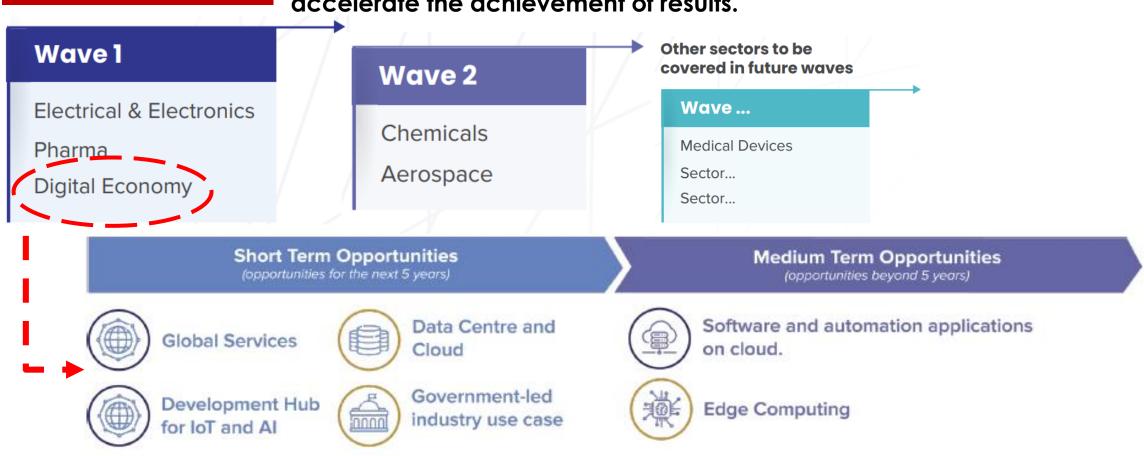


NEW INVESTMENT POLICY (NIP)

Enabler

Growth

Sector-Level Priorities – focused on addressing specific challenges, needs of each sector, and more efficient resource allocation to accelerate the achievement of results.





Malaysia Digital Economy Blueprint (2021-2030)



Charts the trajectory of the digital economy contribution to the Malaysian economy and builds the foundation to drive digitalisation across the nation, including bridging the digital gap.

To be achieved by 2025

22.6% of the digital economy to Malaysia's GDP

- 875,000 MSMEs adopt eCommerce
- RM70 billion investment in digitalisation
- Attract 2 unicorns (home-grown or foreign)
- Increase the number of start-ups to 5,000

National Fourth Industrial Revolution (4IR) Policy (2021-2030)



Outlines the key focus areas impacting the people, businesses and government, to seize growth opportunities and address potential risks arising from 4IR.

TO ACHIEVE BY 2030

QUALITY OF LIFE



- Malaysian Wellbeing Index(MyWI)* 136.5
- · Longer and healthier life span
- · Safer and secured living
- · Meaningful use of time

Balanced, responsible and sustainable growth

Vision

Missions

Improve quality
of life by
leveraging
technological
advancement

Enhance local capabilities to embrace 4IR across sectors Harness
technologies to
preserve
ecological
integrity

LOCAL CAPABILITIES

- Top 20 in Global Innovation Index
- 30% productivity increase across all sectors, compared to 2020 levels
- · More higher-paid jobs
- · Fit-for-future education and talent
- 3.5% GERD, including for 4IR related R&D
- · More home-grown 4IR technology providers
- · More efficient government services

ECOLOGICAL INTEGRITY



- Top 50 in Environmental Performance Index
- Reduce GHG emissions intensity by 45% by 2030





Collaborative Platform

Act as a collaborative platform endorsed by the MED4iR council chaired by YAB Prime Minister on 22 April 2021 to coordinate, assess, advice and facilitate all digital investments (foreign and domestic) into the country.

Role of DIO

Role of DIO is consistent with the MyDIGITAL Blueprint and the National Investment Aspirations, guided by the essence of the Shared Prosperity Vision (SPV) 2030.

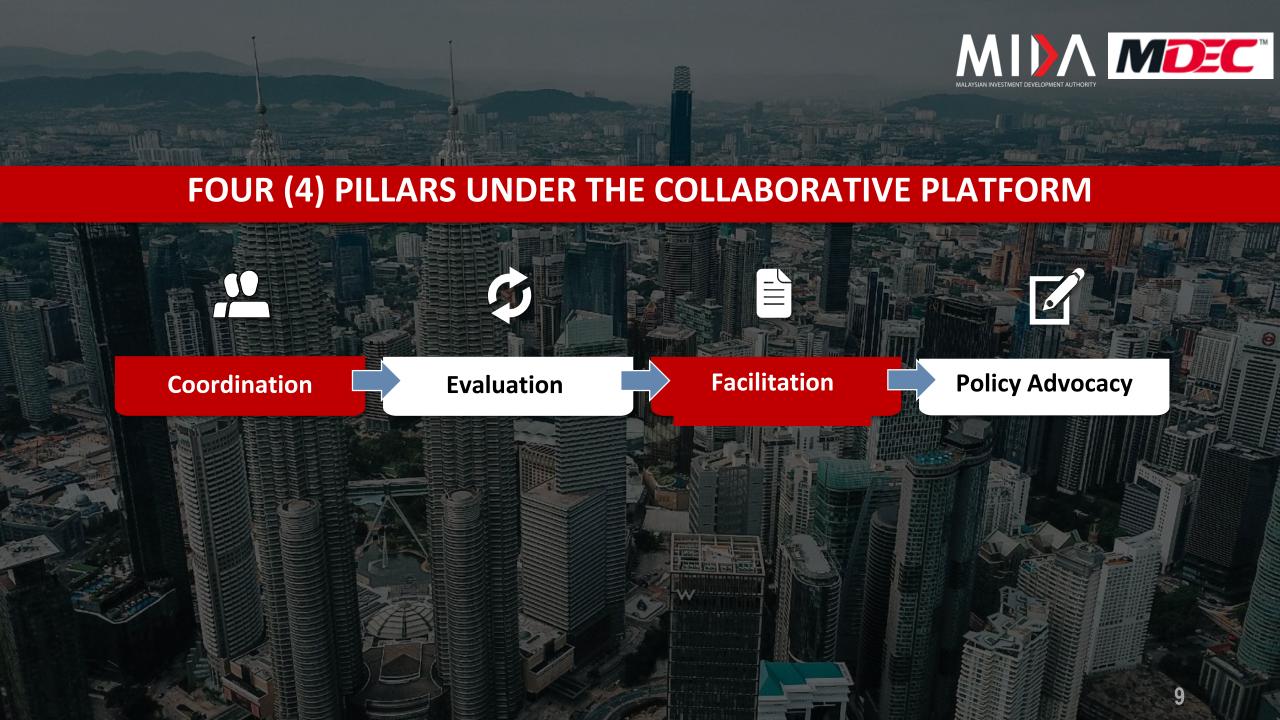
Investment Target

To attract **RM70 Billion** investment in digitalization by 2025.

DIO Portal

DIO is reachable via www.mydigitalinvestment.gov.my



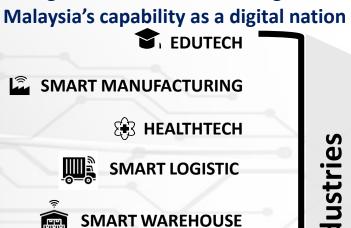


MOVING FORWARD, MALAYSIA WILL REINVENT ITSELF IN

STRATEGIC DIGITAL TECH INDUSTRIES



As digital is a fast evolution segment, we welcome a new breed of technology that can enhance Malaysia's capability as a digital nation





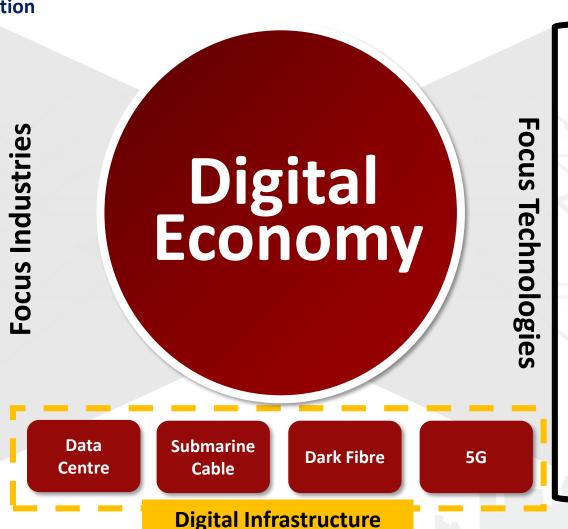








DIGITAL GLOBAL
BUSINESS SERVICES



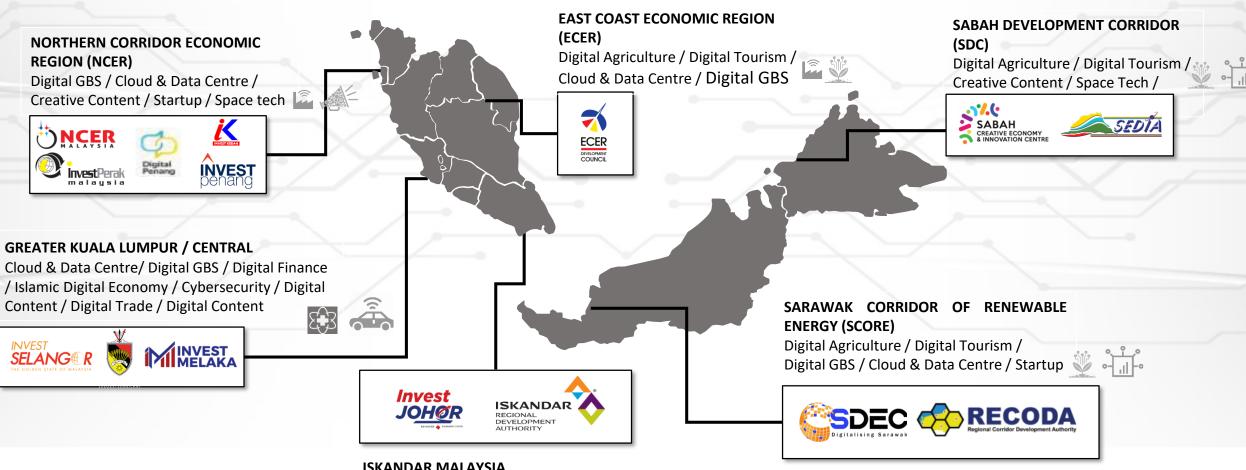
(Key Enablers)



REGIONAL TECHNOLOGY FOCUS AREA



Various corridors and states in Malaysia have dedicated organizations that focus on nurturing and developing the growth and expansion of digital economy ecosystems



Digital GBS / Cloud & Data Centre / Digital Tourism / Digital Content

