

1. KEY ECONOMIC INDICATORS

	Unit	2003		2004		2005		2006 ^(p)		2007 ^(f)	
		RM million	% p.a.	RM million	% p.a.	RM million	% p.a.	RM million	% p.a.	RM million	% p.a.
1.1 Gross Domestic Product (in 1987 constant prices)		232,496	5.5	249,314	7.2	262,175	5.3	277,673	5.9	294,373	6.0
Agriculture, forestry & fishing		20,109	5.5	21,107	5.0	21,626	2.5	23,009	6.4	23,746	3.2
Mining		16,720	5.8	17,372	3.9	17,504	0.8	17,465	-0.2	17,955	2.8
Manufacturing		71,691	8.6	78,742	9.8	82,724	5.1	88,542	7.0	94,427	6.6
Construction		7,359	1.5	7,248	-1.5	7,133	-1.6	7,097	-0.5	7,310	3.0
Services		133,956	4.7	143,310	7.0	152,571	6.5	162,469	6.5	172,697	6.3
1.2 Gross National Product (in 1987 constant prices)		217,292	6.9	233,443	7.4	246,210	5.5	261,930	6.4	275,719	5.3
Private consumption		108,722	6.6	120,181	10.5	131,266	9.2	140,502	7.0	149,540	6.4
Private investment		22,270	0.4	28,994	30.2	31,466	8.5	34,523	9.7	38,107	10.4
Public consumption		34,440	11.4	36,558	6.1	38,526	5.4	41,566	7.9	43,256	4.1
Public investment		42,690	3.9	38,002	-11.0	38,709	1.9	41,222	6.5	45,918	11.4
Exports of goods & services		251,463	5.7	292,476	16.3	317,693	8.6	337,821	6.3	359,026	6.3
Imports of goods & services		225,996	4.2	272,721	20.7	294,647	8.0	315,918	7.2	339,227	7.4
Per capita GNP	RM	14,870		16,638		18,040		19,764		20,900	
	US\$	3,913		4,378		4,763		5,388		5,806	
			% of GNP		% of GNP		% of GNP		% of GNP		% of GNP
1.3 Balance of Payments											
Goods		97,762	26.2	104,474	24.5	125,562	26.6	135,023	25.6	137,690	24.2
Services & Income		-37,837	-10.2	-33,329	-7.8	-32,918	-7.0	-27,179	-5.2	-28,818	-5.1
Current account balance		50,625	13.6	56,511	13.3	75,681	16.1	91,214	17.8	92,653	16.3
Capital and financial account balance		-12,146	-3.3	16,791	4.0	-37,018	-7.9	-39,919	-7.6		
Overall balance		39,703	10.7	83,784	19.7	13,552	2.9	25,251	4.8	-	-
Central Bank reserves		167,812	45.0	251,596	59.1	265,148	56.3	290,399	55.2	-	-
Months of retained imports		6.5		7.9		7.7		7.8		-	
1.4 Federal Government Accounts											
Revenue		92,608	24.9	99,397	23.4	106,304	22.6	123,546	23.5	134,815	23.7
Operating expenditure		75,224	20.2	91,298	21.5	97,744	20.7	107,694	20.5	112,986	19.9
Development expenditure (net)		38,312	10.3	27,518	6.5	27,284	5.8	34,961	6.6	42,025	7.4
Overall balance		-20,928	-5.6	-19,419	-4.6	-18,724	-4.0	-19,109	-3.6	-20,196	-3.6

	Unit	1999	2000	2001	2002	2003	2004	2005	2006	2007 ^(f)
1.5 Price Indices										
Consumer Price Index (CPI)	% p.a.	2.8	1.6	1.4	1.8	1.2	1.4	3.0	3.6	2.6 ^{af}
Producer Price Index (PPI)	% p.a.	-3.3	3.1	-5.0	4.4	5.7	8.9	6.8	6.7	4.4 ^{af}
1.6 Unemployment	% of labour force	3.4	3.1	3.6	3.5	3.6	3.5	3.5	3.5	3.5
1.7 Exchange Rates (average for period)										
RM / US\$		3.800	3.800	3.800	3.800	3.800	3.800	3.787	3.668	3.492 ^{af}
RM / 100Yen		3.351	3.527	3.130	3.039	3.282	3.515	3.446	3.155	2.976 ^{af}
RM / S\$		2.242	2.205	2.122	2.123	2.181	2.249	2.276	2.309	2.290 ^{af}
RM / Pound Sterling		6.150	5.764	5.474	5.710	6.211	6.965	6.894	6.756	6.799 ^{af}
1.8 Money and Banking										
Money supply M1	RM million	73,447	78,216	80,728	89,072	102,104	114,269	124,023	141,124	144,288 ^{af}
Money supply M2	RM million	337,138	354,702	362,512	383,542	426,061	534,163	616,178	718,216	738,415 ^{af}
Money supply M3	RM million	434,590	456,496	469,519	501,125	549,649	617,639	667,327	749,691	771,178 ^{af}
Commercial Banks										
Total deposits	RM million	339,708	362,991	368,792	388,406	433,008	550,930	644,891	768,414	793,500 ^{af}
Total loans ^{1/}	RM million	295,332	314,798	325,072	338,242	355,839	448,354	526,772	585,454	594,037 ^{af}
Non-performing loans	% of total loans	5.5	5.4	7.4	6.9	6.4	5.3	4.4	3.7	3.5 ^{af}
Interest rates										
3-month interbank	Avg. at end-period (%)	4.08	3.19	3.13	2.92	2.89	2.84	2.88	3.55	3.60 ^{af}
3-month fixed deposit	Avg. at end-period (%)	3.33	3.48	3.21	3.20	3.00	3.00	3.02	3.19	3.18 ^{af}
Savings deposit	Avg. at end-period (%)	2.76	2.72	2.28	2.12	1.86	1.58	1.41	1.48	1.43 ^{af}
Base lending rate	Avg. at end-period (%)	6.79	6.78	6.39	6.39	6.00	5.98	6.20	6.72	6.72 ^{af}
3-month Treasury Bills	Avg. at end-period (%)	3.53	2.86	2.79	2.73	2.79	2.40	2.50	3.23	3.41 ^{af}

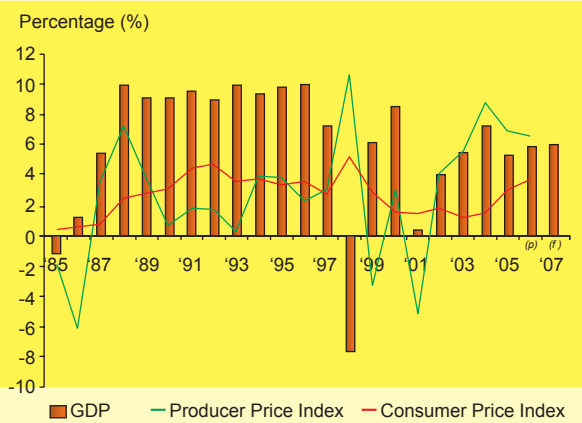
Notes: ^(f) Forecast

^{af} Data as at end of March 2007.

^{1/} Sub-total may not necessarily add up to grand total due to rounding. With effect from April 2006, following reclassifications under the Financial Institutions Statistical System (FISS), loans/financing by economic sector/industry encompasses non-household customers while loans by purpose encompasses loans to all customers. Therefore, a loan to a non-household customer will be reflected in both economic sector/industry and purpose.

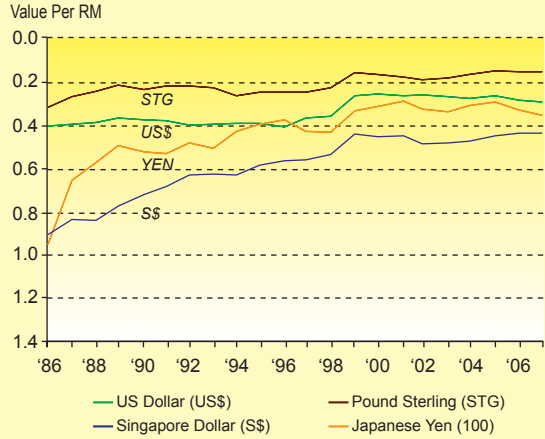
Sources: Economic Planning Unit, Ministry of Finance, Department of Statistics, Bank Negara Malaysia and the Bursa Malaysia.

GDP, CPI AND PPI, 1985-2007 (Annual Growth Rate)



^(p) Preliminary ^(f) Forecast

MOVEMENT OF EXCHANGE RATES AGAINST THE RINGGIT 1986-2007



* Data for 2007 up to 30th March

2. AREA, POPULATION AND LABOUR FORCE

2.1 Area	Sq. Km.	2.2 Population	Unit	1970	1980	1990	1999	2000	2001	2002	2003	2004	2005	2006 ^(e)	2007 ^(e)
Malaysia	330,252	Malaysia													
Peninsular Malaysia	131,805	Number (Mid-year)	mil	10.3	13.8	18.1	22.9	23.5	23.7	24.6	25.3	26.0	26.7	27.2	27.6
Sabah & Labuan	73,997	Growth	% p.a.	2.7	2.4	2.4	2.4	1.7	1.7	2.1	2.8	2.8	2.9	1.7	1.6
Sarawak	124,450	Density	per sq. km.	31.3	41.7	54.9	69.3	70.6	73.3	74.5	74.5	77.2	78.7	80.5	82.5

Age group	1990		2000		2002		2003		2004		2005		2006 ^(e)		2007 ^(e)		1991-2007 ^(e)
	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total	Average Growth (%)
2.3 Population Age Structure																	
0 - 14	6,774.9	28.8	8,003.1	34.0	8,219.9	33.5	8,364.8	33.1	8,517.8	32.8	8,719.9	32.6	8,793.7	32.3	8,888.3	32.3	1.6
15 - 64	10,669.1	45.4	14,560.0	62.0	15,339.1	62.5	15,893.8	62.8	16,396.7	63.0	16,878.2	63.1	17,243.6	63.4	17,552.7	63.4	3.0
65 & above	658.5	2.8	931.8	4.0	993.8	4.0	1,035.0	4.1	1,079.8	4.2	1,150.2	4.3	1,156.8	4.3	1,192.8	4.3	3.6
TOTAL	18,102.5	77.0	23,494.9	100.0	24,552.8	100.0	25,293.5	100.0	25,994.3	100.0	26,748.3	100.0	27,194.1	100.0	27,633.8	100.0	2.5

Note: ^(e) Estimates

Sources: Economic Planning Unit, Ministry of Finance.

	Unit	2001	2002	2003	2004	2005	2006	2007 ^(e)
2.4 Labour Force								
Labour force	'000	9,724	10,064	10,426	10,846	11,291	11,545	11,775
Labour Force Participation Rates :								
Total ^{1/}	%	65.1	65.2	65.6	66.1	66.7	66.9	67.0
Male ^{2/}	%	84.7	84.8	85.4	86.2	86.6	86.7	87.0
Female ^{3/}	%	44.4	44.7	44.7	45.1	45.7	46.1	46.1
Unemployment	% of labour force	3.6	3.5	3.6	3.5	3.5	3.5	3.5
2.5 Employment								
Total	'000	9,379	9,709	10,047	10,464	10,893	11,144	11,363
Agriculture	% of total	15.1	14.6	14.1	13.4	12.9	12.5	12.2
Mining	% of total	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Manufacturing	% of total	26.4	26.7	27.6	28.4	28.7	28.8	29.2
Construction	% of total	8.2	7.9	7.7	7.3	7.0	6.8	6.8
Services	% of total	49.9	50.3	50.2	50.4	51.0	51.4	51.4

Notes: ^(e) Estimates

^{1/} Total number of people economically active as a percentage of total number in the working age population of 15 to 64 years.

^{2/} Total number of people economically active as a percentage of total number of males in the working age population.

^{3/} Total number of people economically active as a percentage of total number of females in the working age population.

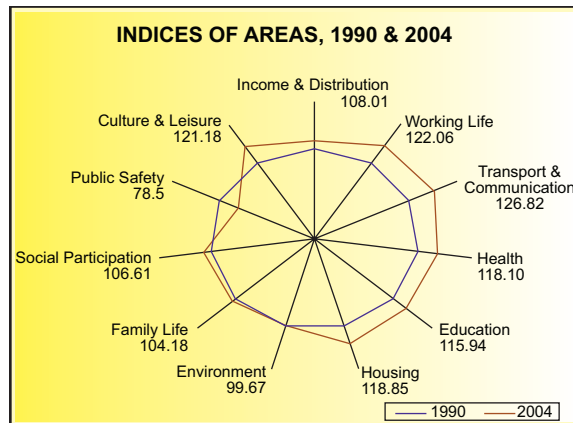
Sources: Economic Planning Unit, Department of Statistics.

3. QUALITY OF LIFE

Index	1990 ^{1/}	2004
3.1 Area Indices and the Malaysian Quality of Life Index		
Income & Distribution	100.00	108.01
Working Life	100.00	122.06
Transport & Communications	100.00	126.82
Health	100.00	118.10
Education	100.00	115.94
Housing	100.00	118.85
Environment	100.00	99.67
Family Life	100.00	104.18
Social Participation	100.00	106.61
Public Safety	100.00	78.50
Culture and Leisure	100.00	121.18
MQLI	100.00	110.93

Note: ^{1/} 1990 is used as the base year.

Source: Economic Planning Unit.



3.2 Selected Social Indicators

	Unit	2001	2002	2003	2004	2005 ^{pl}	2006 ^{fl}
Indicators							
Trade disputes	number	378	431	378	321	381	n.a.
Working days lost	per 1,000 workers	6.0	1.6	0.1	3.3	4.8	n.a.
Industrial accidents	per 1,000 workers	85.4	81.8	73.9	69.1	n.a.	n.a.
Private motorcars and motorcycles	per 1,000 population	423	442	462	488	516	n.a.
Telephone fixed lines	per 1,000 population	196	188	181	172	166	161
Cellular phones	per 1,000 population	311	369	139	565	741	723
Internet subscribers	per 1,000 population	88	105	114	127	139	140
Total road mileage	km	71,818	72,165	76,800	77,297	77,673	78,256
Total railway tracks	km	2,235	2,266	2,266	2,266	2,266	2,270
Average daily newspaper circulation	per 1,000 population	143.7	148.2	147.9	154.5	148.4	144.1
Doctor-population ratio	persons	1,487	1,406	1,377	1,402	1,300	n.a.
Crude birth rate	per 1,000 live births	21.5	19.7	20.6	19.1	19.4	19.0
Crude death rate	per 1,000 population	4.4	4.3	4.5	4.5	4.5	4.5
Infant mortality rate	per 1,000 live births	5.7	6.5	5.8	6.5	6.3	6.2
Maternal mortality rate	per 1,000 population	0.4	0.3	0.4	0.3	0.3	0.3
Life expectancy at birth : male	years	70.2	70.8	70.9	71.1	71.8	71.8
: female	years	75.2	75.3	75.6	75.9	76.2	76.3
Beds in hospitals ^{1/}	number	34,522	34,524	34,089	34,414	34,716	n.a.

	Unit	2001	2002	2003	2004	2005 ^{p/}	2006 ^{o/}
Indicators							
Literacy rate	%	93.9	94.0	95.0	95.1	n.a.	n.a.
Enrolment : Primary school ^{1/}	%	92.1	92.4	92.7	92.8	91.7	89.9
: Lower secondary school	%	83.6	81.2	81.8	82.0	84.4	84.8
: Upper secondary school	%	71.7	72.6	71.7	72.5	71.7	71.0
: Tertiary ^{2/}	%	7.6	8.3	8.3	7.9	9.1	n.a.
Pupil-teacher ratio : Primary	pupils	18.4	18.1	17.6	17.2	16.5	16.1
: Secondary	pupils	17.2	16.5	16.4	16.3	16.2	16.1
Electricity coverage : Rural housing units	% of population	90.9	91.4	91.5	92.7	92.9	n.a.
Water coverage ^{2/} : Total h/unit with piped water	%	92.7	93.2	93.0	93.6	95.0	n.a.
Low-cost housing units	number	703,302	749,300	818,950	849,345	857,874	28,373
Air quality	% of stations with API < 50	72.6	64.7	78.4	74.5	78.0	n.a.
Water quality	% of clean rivers	50.0	52.5	49.2	48.3	54.8	n.a.
Forested land	% of total land	56.0	61.3	59.3	59.2	59.2	n.a.
Divorces	% population aged 18-50	0.14	0.15	0.16	0.16	0.4	n.a.
Household size	number	4.6	4.6	4.5	4.5	n.a.	
Membership in residents' associations	number	1,738	1,818	1,945	2,249	2,769	n.a.
Crimes	per 1,000 population	6.5	6.1	6.2	6.1	6.0	7.4
Road accidents (fatality rate)	per 1,000 vehicles	5.2	4.9	4.9	4.9	4.2	4.0

Notes: ^(p) Preliminary ^{1/} Excluding pre-school enrolment in primary school.
^(e) Estimates ^{2/} Excluding pre-university (e.g. matriculation, pre-diploma and certificate) enrolment.
n.a. (not available)
^{1/} Includes government hospitals and special medical institutions.
^{2/} Beginning from 2000, water coverage is presented by the percentage of population.

Sources: Economic Planning Unit, Department of Statistics, Ministry of Works, Ministry of Health, Ministry of Transport, Ministry of Education, Ministry of Higher Education, National Registration Department, Industrial Relations Department, Jabatan Kemajuan Islam Malaysia, Malaysian Communications & Multimedia Commission, Royal Malaysian Police.

3.3 Poverty *

	Unit	1990	1995	1997	1999**	2002	2004**
Incidence of poverty : Overall	% of households	17.1	8.9	6.1	8.5	5.1	5.7
: Rural	% of households	21.8	15.3	10.9	14.8	11.4	11.9
: Urban	% of households	7.5	3.7	2.1	3.3	2.0	2.5
Incidence of hardcore poverty : Overall	% of households	3.9	2.1	1.4	1.9	1.0	1.2
: Rural	% of households	5.2	3.6	2.5	3.6	2.3	2.9
: Urban	% of households	1.3	0.9	0.4	0.5	0.4	0.4

3.4 Gender-Related Information

	Unit	2001	2002	2003	2004	2005
Female labour force	%	35.4	35.7	35.9	36.0	35.6
Total female employed	%	35.3	35.6	35.9	35.9	35.6
Female unemployed ratio	%	3.9	3.8	3.6	3.8	3.7
Female labour force participation rate	%	46.8	46.7	47.7	47.3	45.9
Female primary schools enrolment	%	48.7	48.7	48.6	48.6	48.6
Female secondary schools enrolment	%	50.4	50.4	50.3	50.1	50.0
Female university enrolment	%	57.8	58.8	60.9	60.6	61.2
Female members in Parliament	%	12.8	13.1	14.5	15.9	13.8

Notes: * Based on Household Income Survey which is done once in 2 years.

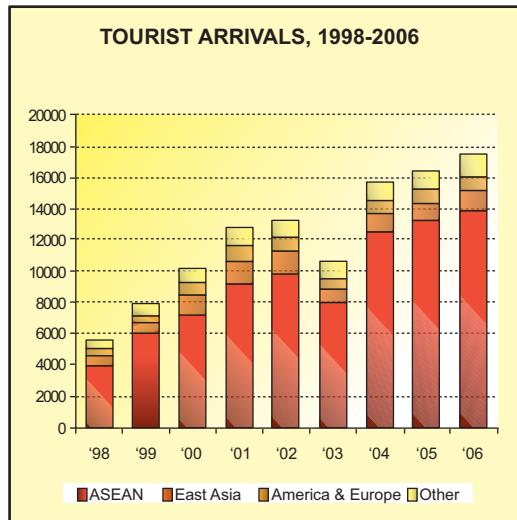
** Based on 2005 Methodology

Sources: Economic Planning Unit, Department of Statistics, Ministry of Women Family and Community Development, Ministry of Education.

3.5 Tourist Arrivals by Region

Region	2002		2003		2004		2005		2006	
	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total
ASIA	11,578	87.1	9,164	86.6	14,092	89.7	14,809	90.1	15,678	89.4
ASEAN	9,878	74.3	8,042	76.0	12,491	79.5	13,239	80.6	13,857	79.0
Eastern Asia	1,315	9.9	833	7.9	1,226	7.8	1,108	6.7	1,263	7.2
Southern Asia	244	1.8	209	2.0	249	1.6	309	1.9	371	2.1
Western Asia	132	1.0	80	0.8	126	0.8	153	0.9	187	1.1
AMERICAS	283	2.1	270	2.6	272	1.7	275	1.7	312	1.8
Caribbean	53	0.4	51	0.5	38	0.2	36	0.2	38	0.2
Central America	20	0.2	17	0.2	13	0.1	13	0.1	14	0.1
Northern America	164	1.2	160	1.5	180	1.1	185	1.1	211	1.2
Southern America	47	0.4	42	0.4	42	0.3	41	0.3	50	0.3
OCEANIA	254	1.9	199	1.9	266	1.7	339	2.1	355	2.0
EUROPE	631	4.7	451	4.3	534	3.4	618	3.8	673	3.8
Eastern Europe	77	0.6	68	0.6	30	0.2	27	0.2	34	0.2
Northern Europe	324	2.4	194	1.8	277	1.8	323	2.0	349	2.0
Southern Europe	75	0.6	64	0.6	79	0.5	86	0.5	87	0.5
Western Europe	155	1.2	125	1.2	149	0.9	181	1.1	203	1.2
AFRICA	148	1.1	137	1.3	141	0.9	133	0.8	163	0.9
OTHERS	397	3.0	355	3.4	398	2.5	257	1.6	364	2.1
TOTAL	13,292	100.0	10,577	100.0	15,703	100.0	16,431	100.0	17,547	100.0

Source: Ministry of Tourism.



4. OWNERSHIP OF SHARE CAPITAL (AT PAR VALUE) OF LIMITED COMPANIES ^{1/}

	1990		1995		1999		2000		2002		2004		Average Annual Growth Rate (%) 1996 - 2004
	RM Million	% Total	RM Million	% Total	RM Million	% Total	RM Million	% Total	RM Million	% Total	RM Million	% Total	
4.1 Ownership Group													
Bumiputera	20,877.5	19.3	36,981.2	20.6	59,394.4	19.1	62,976.0	18.9	73,161.8	18.7	100,037.2	18.9	10.5
Bumiputera Individuals & Institutions	15,322.0	14.2	33,353.2	18.6	54,046.0	17.4	57,173.6	17.2	66,746.0	17.1	91,340.6	17.2	10.6
Trust Agencies ^{2/}	5,555.5	5.1	3,628.0	2.0	5,348.4	1.7	5,802.4	1.7	6,415.8	1.6	8,696.6	1.7	9.1
Non-Bumiputera	50,754.0	46.8	78,026.9	43.4	125,013.3	40.3	137,412.8	41.3	168,962.7	43.2	214,972.8	40.6	10.7
Chinese	49,296.5	45.5	73,552.7	40.9	117,372.4	37.9	129,318.3	38.9	159,806.9	40.9	206,682.9	39.0	10.9
Indians	1,068.0	1.0	2,723.1	1.5	4,752.9	1.5	5,136.8	1.5	5,951.1	1.5	6,392.6	1.2	8.9
Others	389.5	0.3	1,751.1	1.0	2,888.0	0.9	2,957.7	0.9	3,204.7	0.8	1,897.3	0.4	0.8
Foreigners	27,525.5	25.4	49,792.7	27.7	101,279.2	32.7	103,909.4	31.3	112,727.6	28.9	172,279.6	32.5	13.2
Nominee Companies	9,220.4	8.5	14,991.4	8.3	24,389.5	7.9	28,119.4	8.5	35,969.5	9.2	42,479.1	8.0	11.0
Total	108,377.4	100.0	179,792.2	100.0	310,076.4	100.0	332,417.6	100.0	390,821.6	100.0	529,768.7	100.0	11.4

Notes: ^{1/} Exclude Government holdings (except through trust agencies).

^{2/} Refers to shares held through trust agencies, such as Permodalan Nasional Berhad (PNB) and State Economic Development Corporation (SEDCs).

Sources: Economic Planning Unit, Companies Commission of Malaysia.

5. GROSS DOMESTIC PRODUCT

	2003		2004		2005		2006 ^(p)		2007 ^(t)	
	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth
5.1 Supply (at constant 1987 prices)										
Agriculture, forestry & fishing	20,109	5.5	21,107	5.0	21,626	2.5	23,009	6.4	23,746	3.2
Mining and quarrying	16,720	5.8	17,372	3.9	17,504	0.8	17,465	-0.2	17,955	2.8
Manufacturing	71,691	8.6	78,742	9.8	82,724	5.1	88,542	7.0	94,427	6.6
Construction	7,359	1.5	7,248	-1.5	7,133	-1.6	7,097	-0.5	7,310	3.0
Services	133,956	4.7	143,310	7.0	152,571	6.5	162,469	6.5	172,697	6.3
Electricity, gas & water	9,594	5.7	10,297	8.1	10,873	5.6	11,402	4.9	12,005	5.3
Transport, storage & communications	20,011	5.5	21,701	7.2	23,045	6.2	24,491	6.3	26,145	6.8
Wholesale & retail trade, hotels & restaurants	33,235	1.5	35,626	7.1	38,459	8.0	40,726	5.9	43,062	5.7
Finance, real estate & business services	35,563	5.4	38,064	6.5	40,245	5.7	43,105	7.1	46,233	7.3
Government services	17,053	7.6	18,223	5.1	19,604	7.6	21,486	9.6	22,983	7.0
Other services	18,500	3.3	19,399	5.0	20,346	4.9	21,259	4.5	22,269	4.8
Less : Imputed bank service charges	22,622	7.4	23,461	3.6	24,296	3.6	25,215	3.8	26,122	3.6
Plus : Import duties	5,282	-1.9	4,995	-5.4	4,912	-1.7	4,306	-12.3	4,359	1.2
GDP at purchasers' value	232,496	5.5	249,314	7.2	262,175	5.2	277,673	5.9	294,373	6.0
5.2 Demand (at constant 1987 prices)										
Private expenditure	130,992	5.5	149,175	13.9	162,732	9.1	175,025	7.6	187,647	7.2
Consumption	108,722	6.6	120,181	10.5	131,266	9.2	140,502	7.0	149,540	6.4
Investment	22,270	0.4	28,994	30.2	31,466	8.5	34,523	9.7	38,107	10.4
Public expenditure	77,130	7.1	74,560	-3.3	77,235	3.6	83,677	8.3	89,174	6.6
Consumption	34,440	11.4	36,558	6.1	38,526	5.4	41,566	7.9	43,256	4.1
Investment	42,690	3.9	38,002	-11.0	38,709	1.9	41,222	8.8	45,918	9.0
Exports of goods & services	251,463	5.7	292,476	16.3	317,693	8.6	337,821	6.3	359,026	6.3
Imports of goods & services	225,996	4.2	272,721	20.7	294,647	8.0	315,918	7.2	339,227	7.4
GNP at purchasers' value	217,292	7.0	233,443	7.4	246,210	5.5	261,930	6.4	275,719	5.3

Unit	2003		2004		2005		2006 ^(P)		2007 ^(F)		
	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth	
Savings and Investment Balance											
Savings:											
RM million (current prices)	136,056	15.9	158,881	16.8	174,411	9.8	200,690	15.1	216,199	7.7	
% of GNP	36.5		37.3		37.0		38.1		38.1		
Investment ^{1/} :											
RM million (current prices)	85,431	-1.7	102,370	19.8	98,730	-3.6	109,476	10.9	123,546	12.9	
% of GNP	22.9		24.1		20.9		20.8		21.8		
5.3 Major Output Production											
Rubber	'000 tonnes	986	10.8	1,169	18.6	1,126	-3.7	1,274	13.1	-	-
Crude palm oil	'000 tonnes	13,355	12.1	13,976	4.6	14,961	7.0	15,881	6.1	-	-
Sawlogs	'000 cu.m ^{2/}	21,532	4.3	21,782	1.2	22,398	2.8	21,338	-4.7	-	-
Tin	'000 tonnes	3.4	-20.3	2.7	-18.3	2.9	4.1	2.4	-16.1	-	-
Crude oil & condensates	'000 bpd ^{3/}	738	5.7	762	3.3	704	-7.6	700	-0.6	-	-
Natural gas	mmscfd ^{4/}	5,013	7.2	5,196	3.7	5,797	11.6	5,774	-0.4	-	-
Manufacturing production index	2000 =100	109.1	10.9	123.0	12.8	129.3	5.1	139.0	7.5	-	-

Notes: ^(P) Preliminary ^(F) Forecast

^{1/} Including change in stock.

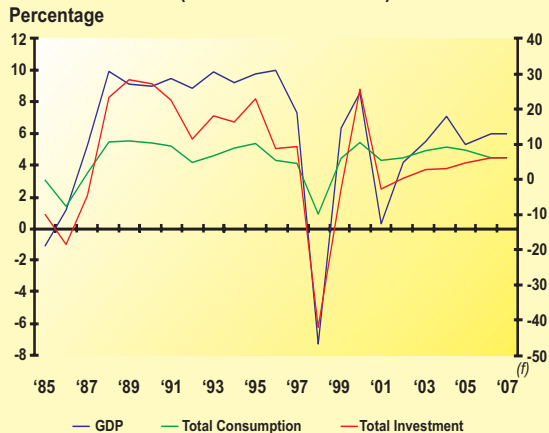
^{2/} Cubic metres.

^{3/} Barrels per day.

^{4/} Million standard cubic foot per day.

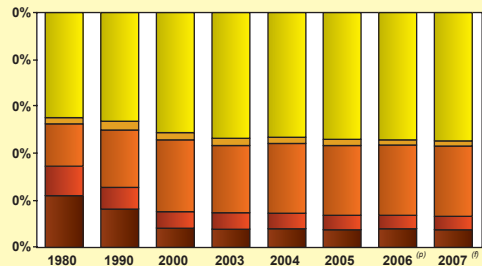
Sources: Economic Planning Unit, Ministry of Finance, Department of Statistics, Bank Negara Malaysia.

GDP, CONSUMPTION AND INVESTMENT, 1985-2007 (Annual Growth Rate)



(f) Forecast

STRUCTURE OF PRODUCTION, 1980-2007 (% of GDP)^{1/}



■ Agriculture	21.0	16.3	8.9	8.6	8.5	8.2	8.3	8.1
■ Mining	12.1	9.4	7.3	7.21	7.0	6.7	6.3	6.1
■ Manufacturing	17.2	24.6	31.9	30.8	31.6	31.6	31.9	32.1
■ Construction	2.7	3.5	3.3	3.2	2.9	2.7	2.6	2.5
■ Services	43.1	46.8	53.9	57.6	57.5	58.2	58.5	58.7

^{1/}: Excludes import duties and bank service charges

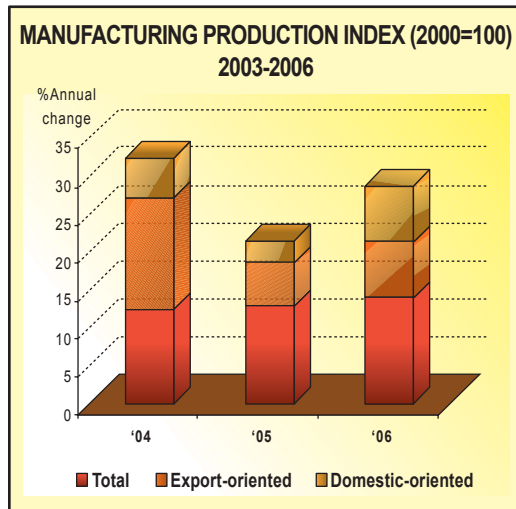
^(p) Preliminary

^(f) Forecast

Selected Industries	Annual Change (%)		
	2004	2005	2006
5.4 Manufacturing Production Index (2000 =100)	123.0	129.3	139.0
Export-Oriented Industries	14.8	5.7	7.5
Electronic and electrical products	19.3	3.5	7.9
Chemicals & chemical products	15.1	11.0	3.2
Petroleum products ^{1/}	9.8	10.8	13.6
Textiles & wearing apparel & footwear	-4.8	3.4	6.1
Wood & wood products	12.8	1.5	3.8
Rubber products	8.1	-0.4	7.2
Off-estate processing	2.7	8.1	5.7
Others	23.9	-3.7	11.3
Domestic-Oriented Industries	5.2	2.8	7.2
Construction-related products	1.3	-0.5	3.6
Food products	2.0	7.6	6.7
Transport equipment	11.7	8.5	-1.5
Fabricated metal products	11.4	-4.9	26.5
Paper products	4.2	7.5	13.1
Beverages	1.4	6.1	-5.3
Tobacco products	2.9	-3.0	-4.7

Notes: ^{1/} Under the new Industrial Production Index, LNG has been reclassified as petroleum products.

Sources: Department of Statistics, Bank Negara Malaysia.



	2002		2003		2004		2005*		2006*	
	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth
5.5 Distributive Trade										
Wholesale										
Value of sales	112,026	8.0	118,739	6.0	130,102	9.6	110,911	-14.8	140,088	26.3
Value of purchases	92,807	9.3	98,624	6.3	114,165	15.8	97,602	-14.5	116,297	19.2
Number of workers ('000)	163	0.6	167	2.5	165	-1.2	74	-55.2	84	13.5
Salaries & wages	3,210	8.0	3,489	8.7	3,424	1.9	2,155	-37.1	2,781	29.0
Retail										
Value of sales	35,872	5.1	36,465	1.7	38,437	5.4	59,857	55.7	72,324	20.8
Value of purchases	28,960	8.5	28,001	-3.3	29,170	4.2	55,484	90.2	60,595	9.2
Number of workers ('000)	235	1.3	234	-0.4	228	-2.6	297	30.3	280	-5.7
Salaries & wages	1,492	4.8	1,474	-1.2	1,410	-4.3	3,806	169.9	4,247	11.6
Motor Vehicles										
Value of sales	26,811	4.3	26,337	-1.8	26,496	0.6	27,826	5.0	25,380	-8.8
Value of purchases	24,697	0.9	23,474	-5.0	24,583	4.7	25,196	2.5	21,197	-15.9
Number of workers ('000)	50	2.0	53	6.0	53	0.0	35	-34.0	36	2.9
Salaries & wages	853	11.5	934	9.5	933	0.1	803	-13.9	950	18.3
Total										
Value of sales	174,709	6.8	181,541	3.9	195,035	7.4	198,594	1.8	237,792	19.7
Value of purchases	146,464	7.6	150,099	2.5	167,918	-7.5	178,282	6.2	198,089	11.1
Number of workers ('000)	448	1.1	454	1.3	446	-1.8	406	-9.0	400	-1.5
Salaries & wages	5,555	7.6	5,897	6.2	5,767	-2.2	6,764	17.3	7,978	17.9
Sales per worker (RM)	389,975	5.6	399,870	2.5	437,298	9.4	489,148	11.9	594,480	21.5
Salaries & wages per worker (RM)	12,400	6.4	12,989	4.8	12,930	-0.5	16,660	28.8	19,945	19.7

Note: * Sampling frame changed in Year 2005 due to migration to classification based on Malaysia Standard Industry Classification 2000.

Sources: Economic Planning Unit, Department of Statistics.

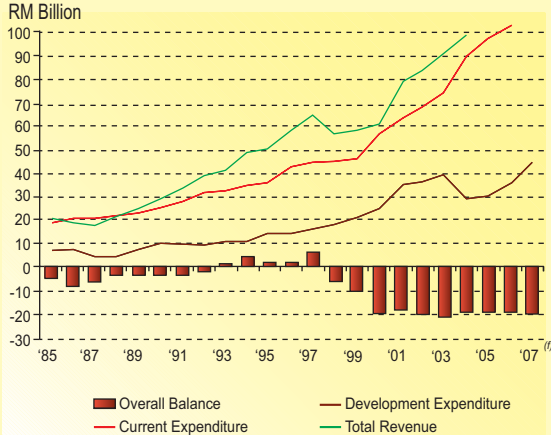
6. PUBLIC SECTOR ACCOUNTS

		Unit	2003	2004	2005	2006 ^{1/}	2007 ^{1/}			Unit	2003	2004	2005	2006 ^P	2007 ^{1/}
6.1	Federal Government Finance							6.2	Consolidated Public Sector Finance						
6.1.1	Total Revenue	RM bil	92.6	99.4	106.3	123.5	134.8	6.2.1	General Government Revenue	RM bil	92.6	95.0	95.0	105.3	110.0
		% of GDP	23.4	22.1	21.5	22.6	24.8		Operating expenditure	RM bil	83.6	101.0	106.6	117.4	124.1
		% of GNP	24.9	23.4	22.5	23.5	26.0		Current surplus	RM bil	9.0	-6.0	-11.6	-12.1	-14.1
	Direct taxes	% of total	46.4	49.0	50.9	51.9	52.0		% of GDP	% of GDP	2.3	-1.3	-2.3	-2.1	-2.3
	Indirect taxes	% of total	23.6	23.5	25.4	20.9	19.0		% of GNP	% of GNP	2.4	-1.4	-2.5	-2.3	-2.5
	Non-tax revenue	% of total	29.9	27.5	24.2	27.2	28.9	6.2.2	Non-Financial Public Enterprises (NFPEs) surplus/deficit	RM bil	55.1	81.3	85.0	116.7	128.0
6.1.2	Current Expenditure	RM bil	75.2	91.3	97.7	107.7	113.0		% of GDP	% of GDP	13.9	18.1	17.2	21.5	23.6
	Emoluments	% of total	28.9	26.0	26.2	23.8	22.8		% of GNP	% of GNP	14.8	19.1	18.0	22.5	24.7
	Supplies & services	% of total	18.6	18.2	18.4	20.5	20.5	6.2.3	Total Public Sector Current Surplus/Deficit	RM bil	64.1	75.3	73.3	104.5	114.9
	Asset acquisition	% of total	1.9	1.9	1.6	1.6	1.9		% of GDP	% of GDP	16.2	16.7	14.8	19.1	19.5
	Debt service charges	% of total	14.0	12.0	11.9	12.6	11.6		% of GNP	% of GNP	17.2	17.7	15.5	20.4	22.4
	Pension & gratuities	% of total	7.8	6.6	7.0	6.3	6.2	6.2.4	Development Expenditure	RM bil	83.3	56.7	64.5	84.4	85.7
	Subsidies	% of total	3.6	6.3	13.7	10.7	10.5		% of GDP	% of GDP	21.1	12.6	13.0	15.4	14.5
	Others	% of total	25.2	29.0	21.2	25.0	26.5		% of GNP	% of GNP	22.4	13.3	13.6	16.0	15.1
6.1.3	Development Expenditure	RM bil	39.4	28.9	30.5	35.8	44.5	6.2.5	Overall Surplus/Deficit	RM bil	-19.2	18.5	8.8	20.2	29.2
		% of GDP	10.0	6.4	6.2	6.6	8.2		% of GDP	% of GDP	-4.9	4.1	1.8	3.7	5.0
		% of GNP	10.6	6.8	6.5	6.9	8.6		% of GNP	% of GNP	-5.2	4.3	1.9	3.4	6.4
	Economic services	% of total	35.0	41.1	49.0	45.5	46.8	6.2.6	External Debt						
	Social services	% of total	45.0	35.5	24.4	28.5	31.9		Debt service ratio ^{2/}	%	6.4	4.6	5.4	4.7	-
	Security	% of total	15.3	14.3	15.7	16.1	15.3		Total debt	RM bil	186.7	200.6	197.7	179.4	-
	General administration	% of total	4.6	9.1	10.9	9.9	5.9		Medium and long term debt	RM bil	153.2	156.8	150.7	138.1	-
6.1.4	Overall Surplus/Deficit	RM bil	-21.0	-19.4	-18.7	-19.1	-20.2								
		% of GDP	-5.3	-4.3	-3.8	-3.5	-3.4								
		% of GNP	-5.6	-4.6	-4.0	-3.6	-3.6								
6.1.5	Sources of Finance (net)														
	Domestic borrowing	RM bil	23.3	25.7	12.7	17.8	-								
	External borrowing	RM bil	-3.6	0.1	-3.5	-3.1	-								
	Change in assets	RM bil	1.3	-6.4	9.5	4.4	-								

Notes: ^(a) Preliminary ^(b) Forecast^{1/} Budget 2007 & Bank Negara Malaysia Annual Report 2006.^{2/} % of exports of goods and services.

Sources: Economic Planning Unit, Ministry of Finance, Department of Statistics, Bank Negara Malaysia.

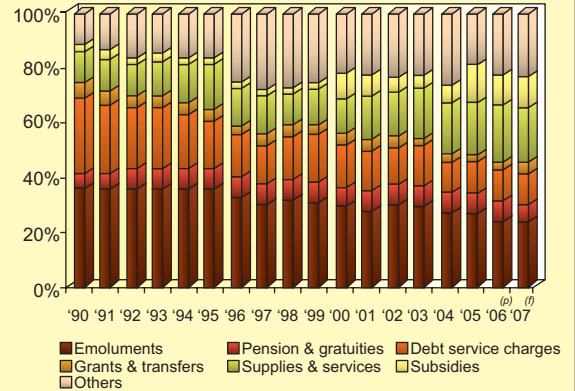
FEDERAL GOVERNMENT FINANCE, 1985-2007



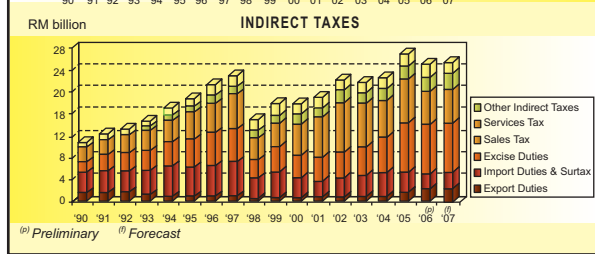
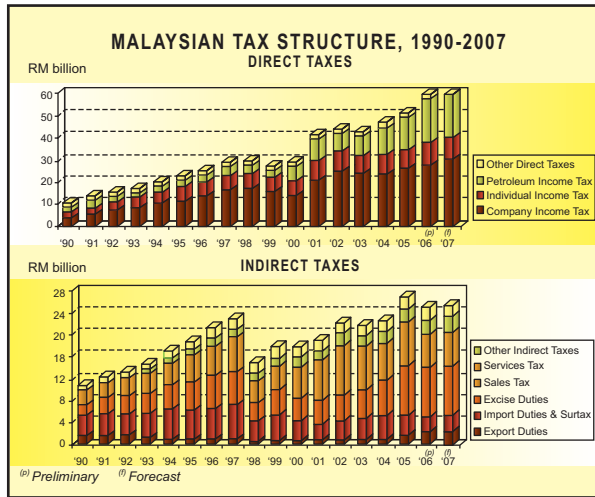
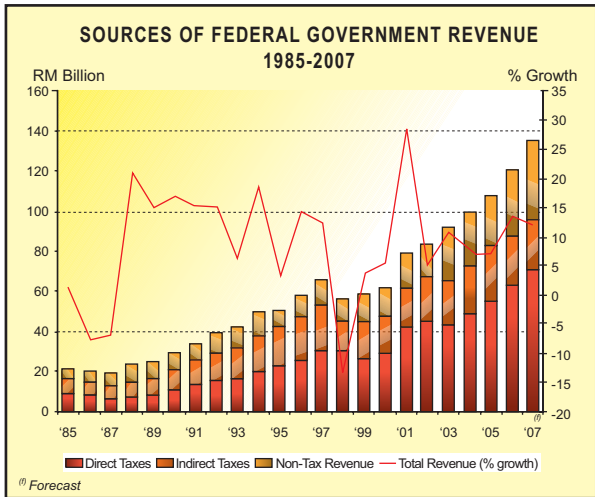
(f) Forecast

COMPONENTS OF FEDERAL GOVERNMENT OPERATING EXPENDITURE, 1990-2007

(Share to Total)



(p) Preliminary (f) Forecast



7. BALANCE OF PAYMENTS

ITEM	2002		2003		2004		2005		2006 ^(e)		2007 ^(f)	
	RM million	% of GNP	RM million	% of GNP	RM million	% of GNP	RM million	% of GNP	RM million	% of GNP	RM million	% of GNP
7.1 Goods (net)	72,117	21.5	97,762	26.2	104,474	24.5	125,562	26.6	135,023	25.6	137,690	24.2
Exports	358,504	106.8	397,969	106.8	481,240	113.1	536,955	113.9	589,636	112.0	638,543	112.4
Imports	286,387	85.3	300,207	80.6	376,766	88.5	411,393	87.3	454,613	86.3	500,853	88.2
7.2 Services Account (net)	-5,996	-1.8	-15,300	-4.1	-8,780	-2.1	-9,010	-1.9	-7,354	-1.4	-6,710	-1.2
Transportation	-11,572	-3.4	-13,486	-3.6	-17,783	-4.2	-16,433	-3.5	-18,648	-3.5	-21,324	-3.8
Travel	17,102	5.1	11,523	3.1	19,398	4.6	19,449	4.1	21,607	4.1	26,388	4.6
Other services	-11,242	-3.3	-13,011	-3.5	-9,675	-2.3	-11,676	-2.5	-9,879	-1.9	-11,308	-2.0
Government services n.i.e.	-284	-0.1	-327	-0.1	-721	-0.2	-350	-0.1	-433	-0.1	-465	-0.1
7.3 Income (net)	-25,061	-7.5	-22,537	-6.0	-24,549	-5.8	-23,908	-5.1	-17,396	-3.3	-22,108	-3.9
Compensation of employees	-1,179	-0.4	-960	-0.3	-1,142	-0.3	-482	-0.1	-323	-0.1	-340	-0.1
Investment income	-23,882	-7.1	-21,577	-5.8	-23,408	-5.5	-23,426	-5.0	-17,073	-3.2	-21,768	-3.8
7.4 Current Transfers	-10,566	-3.1	-9,300	-2.5	-14,633	-3.4	-16,963	-3.6	-16,631	-3.2	-16,220	-2.9
7.5 Current Account Balance (net)	30,494	9.1	50,625	13.6	56,511	13.3	75,681	16.1	93,642	17.8	92,653	16.3
7.6 Capital and Financial Account Balance (net)												
Capital Account	-	-	-	-	-	-	-	-	-	-	-	-
Financial Account	-11,941	-3.6	-12,146	-3.3	16,791	3.9	-37,018	-7.9	-43,488	-8.3	-	-
Direct investment	4,935	1.5	4,194	1.1	9,739	2.3	3,771	0.8	122	0.0	-	-
Portfolio investment	-6,506	-1.9	4,168	1.1	31,965	7.5	-14,156	-3.0	12,911	2.5	-	-
Other investment	-10,370	-3.1	-20,508	-5.5	-24,913	-5.9	-26,633	-5.7	-56,422	-10.7	-	-
7.7 Overall balance	14,191	4.2	39,703	10.7	83,784	19.7	13,552	2.9	25,252	4.8	-	-
BNM international reserves, (net)	131,394	39.2	167,812	45.0	251,596	59.1	265,148	56.3	290,399	55.2	-	-
Months of retained imports	5.4		6.5		7.9		7.7		7.8		-	-

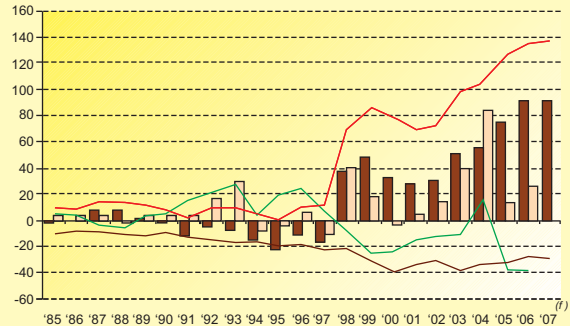
Notes: ^(e) Estimate ^(f) Forecast

n.i.e. - Not included elsewhere

Sources: Department of Statistics, Bank Negara Malaysia.

BALANCE OF PAYMENTS, 1985-2007

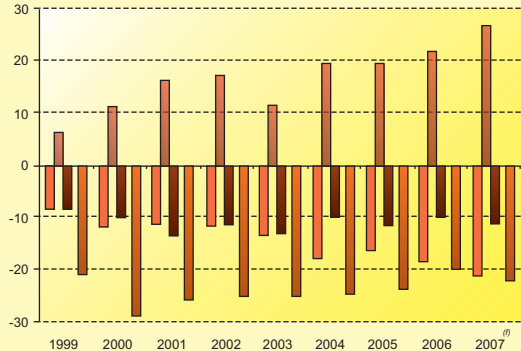
RM Billion



^(f) Forecast

BALANCE ON SERVICES AND INCOME, 1999-2007

RM billion



^(f) Forecast

8. BURSA MALAYSIA

	2002	2003	2004	2005	2006	2007 ^{ad}
8.1 Major Indices						
Composite Index	646.3	793.9	907.4	899.8	1,096.2	1,246.9
Emas Index	157.3	195.6	214.3	203.9	-	-
Second Board Index	98.2	140.6	110.9	80.4	92.0	99.3
Mesdaq Index	83.3	152.3	162.5	87.1	119.9	138.5
8.2 Market Capitalization (RM billion)	481.6	640.3	722.0	695.3	848.7	985.1
8.3 Selected World Stock Market Indices						
Dow Jones, New York	8,341.6	10,453.9	10,783.0	10,717.5	12,463.2	13,062.9
Nikkei, Tokyo	8,579.0	10,676.6	11,488.8	16,111.4	17,225.8	17,400.4
Hang Seng, Hong Kong	9,321.3	12,575.9	14,230.1	14,876.4	19,964.7	20,318.9
8.4 New Listing						
Main Board	22.0	16.0	15.0	13.0	6.0	2.0
Second Board	22.0	22.0	26.0	17.0	8.0	1.0
Mesdaq Market	7.0	20.0	31.0	46.0	22.0	3.0
Total	51.0	58.0	72.0	76.0	36.0	6.0
8.5 Listed Companies						
Main Board	562.0	598.0	622.0	646.0	649.0	648.0
Second Board	294.0	276.0	278.0	268.0	250.0	245.0
Mesdaq Market	12.0	32.0	63.0	107.0	128.0	130.0
Total	868.0	906.0	963.0	1,021.0	1,027.0	1,023.0

	2002		2003		2004		2005		2006		2007 ^{1/}	
	Volume (mil units)	Value (RM mil)	Volume (mil units)	Value (RM mil)	Volume (mil units)	Value (RM mil)	Volume (mil units)	Value (RM mil)	Volume (mil units)	Value (RM mil)	Volume (mil units)	Value (RM mil)
8.6 Turnover ^{a/}:												
Consumer Products	3,788.8	13,225.1	7,022.2	17,250.7	8,088.8	19,051.5	7,987.8	15,505.6	9,486.0	22,741.6	2,610.0	5,548.3
Industrial Products	7,399.1	13,355.0	19,865.7	30,164.6	22,841.0	32,174.3	21,079.7	22,990.3	31,028.0	28,098.1	15,711.5	16,009.4
Construction	5,388.9	10,732.5	9,245.0	17,094.7	6,883.7	13,299.0	5,943.5	9,210.3	12,294.3	17,278.0	8,066.8	18,036.9
Trading/Services	15,143.4	44,920.4	27,587.3	62,860.7	26,898.9	77,688.0	26,334.8	69,330.3	48,763.4	92,811.9	24,686.4	49,730.5
Technology ^{b/}	946.2	3,688.0	6,621.7	7,734.8	8,167.7	9,016.4	10,506.1	6,537.8	42,310.2	25,118.1	14,976.5	8,069.3
Finance	7,946.3	24,059.8	13,444.2	30,964.1	12,753.6	41,553.2	2,828.7	4,913.0	13,237.7	41,245.0	9,396.9	29,044.3
Hotels	1,129.9	1,001.2	1,135.5	910.6	1,736.7	2,242.0	12,241.2	41,364.7	1,179.33	1,016.7	685.2	543.6
Properties	6,851.5	6,403.3	16,341.3	15,021.1	14,033.2	20,262.9	1,430.0	1,195.1	22,560.1	12,529.6	17,024.7	12,204.1
Plantation	1,899.9	5,962.9	3,844.9	11,024.0	5,258.1	15,062.3	12,273.7	13,117.9	4,481.7	19,787.3	1,642.5	8,771.0
Mining	246.2	589.0	193.1	387.8	110.4	353.4	3,015.3	10,616.3	33.3	91.7	32.5	43.0
Trusts	26.5	15.7	23.6	16.1	45.9	41.5	0.2	9.8	638.5	686.8	398.1	424.6
Infrastructure Project Companies	389.2	1,175.0	1,516.0	3,620.7	1,199.6	3,347.0	337.2	392.0	3,841.2	7,640.3	1,686.5	3,618.1
Closed End Fund	36.6	22.9	70.0	46.3	58.9	45.0	59.0	51.6	78.0	78.7	46.4	48.0
Exchange Traded Fund ^{c/}	-	-	-	-	-	-	45.1	47.4	13.1	13.5	4.8	5.1
Loans	1,168.9	1,054.8	1,448.7	1,471.2	1,657.8	1,553.8	1,386.6	1,006.7	4,729.6	1,281.6	1,335.4	779.0
Loans (PN4)	6.8	1.4	2.3	0.4	-	-	-	-	-	-	-	-
TSR ^{d/} /Warrant	8,836.5	5,194.4	13,332.2	6,210.5	10,424.9	5,501.3	11,716.0	3,604.3	14,956.1	3,924.1	20,014.2	7,602.6
TSR ^{d/} /Warrant (PN4)	53.6	12.2	9.5	1.0	2.8	0.5	-	-	-	-	-	-
PN4 Condition	750.7	208.9	846.6	174.8	573.0	168.3	-	-	-	-	-	-
Trading of Rights	735.5	232.7	528.2	191.4	287.8	118.1	671.1	147.1	198.5	24.3	117.0	10.1
Call Warrants Board	-	-	1,122.2	1,192.8	1,657.5	2,453.4	963.1	1,049.9	5,619.3	3,415.8	6,275.3	5,454.7
Grand Total	62,744.5	131,855.2	124,200.2	206,338.3	122,680.3	243,861.9	118,819.1	201,090.1	215,448.2	277,783.2	124,710.7	165,942.6

Notes: Figures are inclusive of Direct Business

^{1/} Data as at 30th March 2007.

^{a/} The Main Board, Second and Mesdaq Market (Mesdaq Market merged with Bursa Malaysia with effect from 18th March 2002).

^{b/} Launched on 15th May 2005.

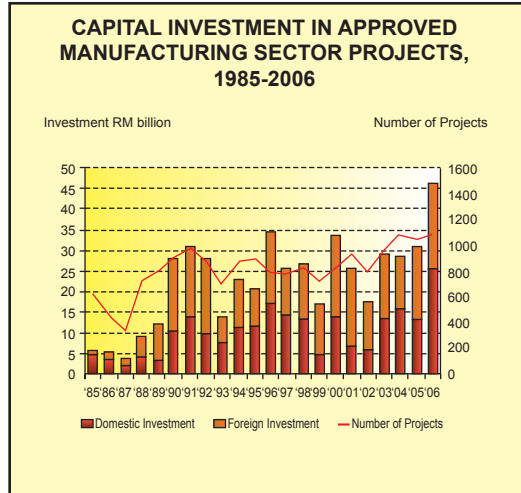
^{c/} Launched on 18th July 2005.

^{d/} Transferable Subscription Rights.

9. MITI APPROVED PROJECTS

	Unit	2001	2002	2003	2004	2005	2006
9.1 MITI Approved Projects							
Number of projects approved		928	792	965	1,101	1,027	1,077
Potential employment	'000s	89	65	77	89	115	89
Proposed called-up capital	RM mil	4,142	2,498	6,614	4,450	3,693	4,474
Loans	RM mil	9,972	5,337	12,844	14,591	9,879	16,585
Total proposed capital investment	RM mil	25,775	17,877	29,145	28,774	31,057	45,993
9.2 Foreign Investment In Approved Projects (By Selected Countries)							
Australia	% of total	0.7	0.9	0.7	0.9	0.9	12.7
France	% of total	0.4	0.6	0.3	1.0	0.2	0.4
Japan	% of total	17.8	5.1	8.3	7.7	20.5	21.8
Singapore	% of total	11.8	8.8	7.8	11.5	16.3	9.3
Taiwan	% of total	6.0	2.2	4.0	3.2	2.4	2.0
United Kingdom	% of total	0.7	1.5	24.7	1.1	0.6	3.2
United States	% of total	18.0	23.0	13.9	8.1	28.8	12.2
Germany	% of total	13.8	43.7	1.1	35.9	2.2	1.1
Others	% of total	30.9	14.3	39.2	30.6	28.1	37.2
TOTAL	RM mil	18,907	11,578	15,640	13,144	17,883	20,228

	Unit	2002	2003	2004	2005	2006
9.3 Proposed Capital Investment in Approved Projects (By Selected Industry)						
Food manufacturing	% of total	5.6	4.3	5.1	4.7	3.5
Textiles & textile products	% of total	1.9	1.1	6.3	1.2	1.8
Wood & wood products	% of total	3.3	3.2	2.7	1.2	2.1
Paper, printing & publishing	% of total	3.2	2.0	13.0	3.1	1.5
Chemical & chemical products	% of total	29.2	3.6	11.4	5.5	19.9
Petroleum & petrochemical prod.	% of total	3.2	1.3	5.7	2.4	24.9
Rubber products	% of total	2.1	0.7	1.3	2.5	1.6
Plastic products	% of total	2.5	2.0	1.6	3.8	2.5
Non-metallic mineral products	% of total	3.0	15.1	2.3	3.0	2.5
Basic metal products	% of total	1.2	14.7	5.8	10.3	5.9
Fabricated metal products	% of total	2.0	3.5	2.9	2.4	2.9
Machinery manufacturing	% of total	3.1	3.4	2.0	3.3	2.8
Electronics & electrical products	% of total	31.6	17.2	30.1	44.4	21.8
Transport equipment	% of total	3.9	24.2	4.6	4.6	3.1
Others	% of total	4.3	3.8	5.1	7.7	3.2
TOTAL	RM mil	17,877	28,900	28,742	31,057	45,993



10. EXTERNAL SECTOR

	Unit	2001	2002	2003	2004	2005	2006 ^(P)
10.1 Exports							
Total exports	RM mil	334,284	357,430	397,884	481,253	533,788	588,965
<i>Annual growth</i>	%	-10.4	6.9	11.3	21.0	10.9	10.3
Major primary commodities							
Rubber	RM mil	1,886	2,492	3,583	5,205	5,787	8,235
Palm oil	RM mil	9,876	14,838	20,192	20,842	19,036	21,643
Sawlogs and sawn timber	RM mil	3,796	4,867	5,183	5,676	6,516	6,594
Crude oil and condensates	RM mil	11,118	11,600	15,659	21,494	28,508	30,814
Manufacturing products	RM mil	285,316	302,021	326,322	390,938	429,873	473,213
<i>Annual growth</i>	%	-10.3	5.9	8.0	19.8	10.0	10.1
Electrical and electronic prod.	RM mil	200,307	212,298	222,851	257,221	282,779	300,861
Chemical & chemical products	RM mil	14,879	17,228	21,200	27,836	29,718	32,893
Manufactures of metal	RM mil	8,692	8,796	11,242	15,969	17,157	22,817
Optical & scientific equipment	RM mil	7,802	8,152	9,156	11,615	12,318	13,558
10.2 Imports^{1/}							
Total imports	RM mil	280,229	303,090	316,538	399,632	434,010	480,773
<i>Annual growth</i>	%	-10.0	8.2	4.4	26.3	8.6	10.8
Consumption goods	RM mil	16,307	18,666	18,721	22,879	24,600	27,894
Intermediate goods	RM mil	204,124	219,136	235,449	287,884	308,335	335,532
Capital goods	RM mil	41,285	43,196	40,799	55,482	60,734	65,257
Others	RM mil	11,620	12,971	13,079	16,046	18,479	19,170
Imports for re-exports	RM mil	6,896	9,121	8,490	17,342	21,862	32,920

Notes: ^(P) Preliminary

^{1/} Based on Broad Economic Categories (BEC).

Sources: Department of Statistics, Bank Negara Malaysia.

	Unit	2001	2002	2003	2004	2005	2006 ^(p)	
10.3	Direction of Exports							
	USA	% of total	20.2	20.7	19.6	18.8	19.7	18.8
	Singapore	% of total	16.9	16.9	15.7	14.9	15.6	15.4
	North East Asia ^{1/}	% of total	11.6	12.6	13.0	12.7	12.0	11.3
	ASEAN ^{2/}	% of total	8.2	8.9	9.1	10.0	10.5	10.7
	Japan	% of total	13.3	11.1	10.7	10.1	9.4	8.9
	China	% of total	4.4	5.6	6.5	6.7	6.6	7.2
10.4	Sources of Imports							
	North East Asia ^{1/}	% of total	12.2	13.7	13.1	13.0	13.0	13.5
	Japan	% of total	19.2	17.8	17.1	16.1	14.5	13.2
	ASEAN ^{2/}	% of total	10.1	11.0	12.4	12.8	12.9	12.7
	USA	% of total	16.0	16.3	15.4	14.5	12.9	12.5
	China	% of total	5.2	7.7	8.7	9.8	11.5	12.1
	Singapore	% of total	12.6	12.0	11.7	11.1	11.7	11.7
10.5	Trade Prices and Terms of Trade							
	Export Price Index	index (1987=100)	171.0	174.5	178.1	186.3	192.3	197.6
	Import Price Index	index (1987=100)	160.8	160.9	161.7	164.7	167.8	170.9
	Terms of Trade	index (1987=100)	106.3	108.4	110.2	113.1	114.6	115.6

Notes: ^(p) Provisional

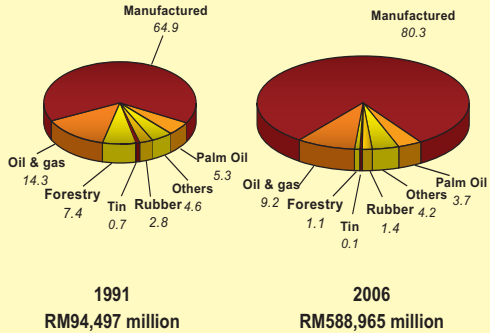
^{1/} Exclude Japan and China.

^{2/} ASEAN-10 exclude Singapore.

Sources: Department of Statistics, Bank Negara Malaysia.

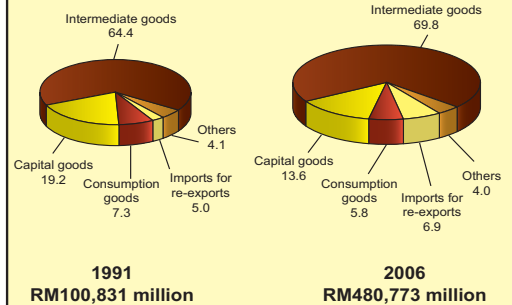
DIVERSIFICATION OF EXPORTS, 1991 & 2006

(% of Total Exports)



IMPORTS BY BROAD ECONOMIC CATEGORIES, 1991 & 2006

(% Of Total Imports)



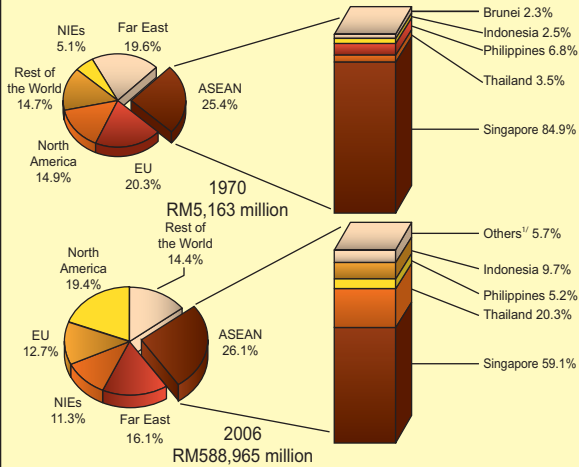
10.6 Trade Balance by Main Trading Partners (RM million)

Country	2002			2003			2004			2005			2006 ^(p)		
	Exports	Imports	Balance	Exports	Imports	Balance	Exports	Imports	Balance	Exports	Imports	Balance	Exports	Imports	Balance
North America	76,283	50,817	25,466	80,150	50,086	30,064	93,269	59,621	33,649	107,880	58,051	49,829	114,353	62,614	51,739
United States	74,131	49,555	24,576	77,872	48,717	29,155	90,254	57,863	32,391	105,033	55,918	49,115	110,586	60,210	50,375
Canada	2,152	1,262	890	2,278	1,369	909	3,016	1,758	1,258	2,847	2,133	714	3,767	2,404	1,363
EU	43,894	34,583	9,310	49,929	37,701	12,228	60,478	47,845	12,633	62,629	50,512	12,117	74,941	54,633	20,308
United Kingdom	8,327	5,966	2,361	8,845	5,995	2,850	10,554	6,610	3,944	9,470	6,522	2,948	10,714	6,809	3,905
Germany	7,970	11,188	-3,218	9,131	14,666	-5,536	10,521	17,768	-7,247	11,259	19,266	-8,007	12,774	21,063	-8,288
France	5,170	4,263	907	6,673	4,581	2,092	7,084	5,533	1,551	6,913	5,660	1,253	7,942	7,696	246
Netherlands	13,136	2,453	10,683	13,010	2,152	10,858	15,779	3,436	12,342	17,452	3,351	14,101	21,429	3,375	18,055
ASEAN	92,386	69,494	22,892	98,677	76,360	22,318	120,298	95,601	24,698	139,208	106,976	32,232	153,560	117,442	36,118
Brunei	1,141	13	1,129	1,205	18	1,187	1,209	50	1,159	1,337	49	1,288	1,268	276	992
Indonesia	6,804	9,683	-2,880	8,086	11,175	-3,089	11,639	15,964	-4,325	12,580	16,566	-3,986	14,916	18,166	-3,250
Philippines	5,162	9,956	-4,794	5,467	11,808	-6,342	7,384	10,707	-3,323	7,476	12,192	-4,716	7,974	10,640	-2,666
Singapore	60,534	36,250	24,284	62,488	37,142	25,347	71,938	44,278	27,660	83,333	50,828	32,506	90,751	56,188	34,563
Thailand	15,092	11,982	3,109	17,505	14,492	3,013	22,900	21,974	926	28,723	22,889	5,834	31,177	26,276	4,901
Far East	59,715	77,231	-17,516	68,298	81,669	-13,371	80,785	103,662	-22,878	85,139	112,862	-27,723	94,875	121,794	-26,919
Japan	39,707	53,902	-14,195	42,507	54,039	-11,532	48,499	64,389	-15,890	49,918	62,982	-13,064	52,215	63,568	-11,354
China	20,008	23,329	-3,321	25,791	27,630	-1,839	32,286	39,274	-6,988	35,221	49,880	-14,659	42,660	58,226	-15,565
NIEs	45,411	41,731	3,681	51,602	41,481	10,121	61,746	52,180	9,567	63,963	56,374	7,589	66,478	64,781	1,698
Hong Kong	20,281	8,827	11,455	25,723	8,508	17,215	28,736	10,695	18,041	31,205	10,797	20,409	29,144	12,650	16,494
South Korea	11,866	16,013	-4,147	11,555	17,304	-5,749	16,948	19,864	-2,916	17,945	21,604	-3,659	21,291	25,911	-4,620
Taiwan	13,264	16,891	-3,627	14,324	15,669	-1,345	16,062	21,621	-5,559	14,813	23,974	-9,160	16,044	26,220	-10,176
Central & South America	3,994	3,233	761	3,974	3,565	409	5,696	4,871	825	6,169	6,786	-620	7,853	8,100	-247
Australia	8,108	5,415	2,694	9,924	4,805	5,119	15,812	6,793	9,019	18,042	8,171	9,872	16,711	8,884	7,827
TOTAL (including others)	357,430	303,091	54,340	397,884	316,538	81,347	481,253	399,632	81,621	533,788	434,010	99,778	588,965	480,773	108,193

Note: ^(p) Provisional

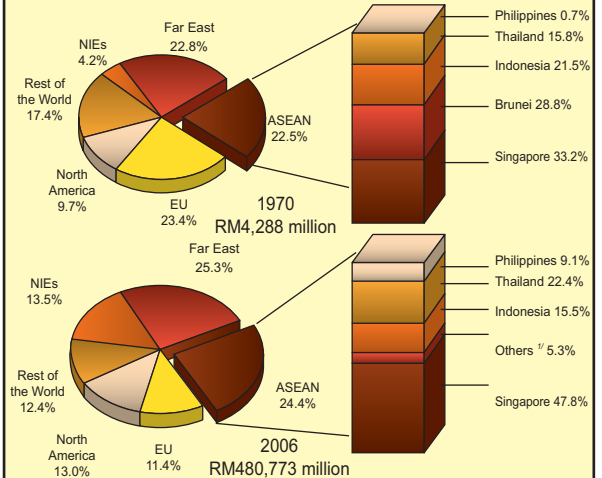
Sources: Department of Statistics, Bank Negara Malaysia.

MALAYSIA'S EXPORTS BY DESTINATION, 1970 & 2006



^{1/} Include Brunei, Vietnam, Myanmar, Laos and Cambodia

MALAYSIA'S IMPORTS BY ORIGIN, 1970 & 2006

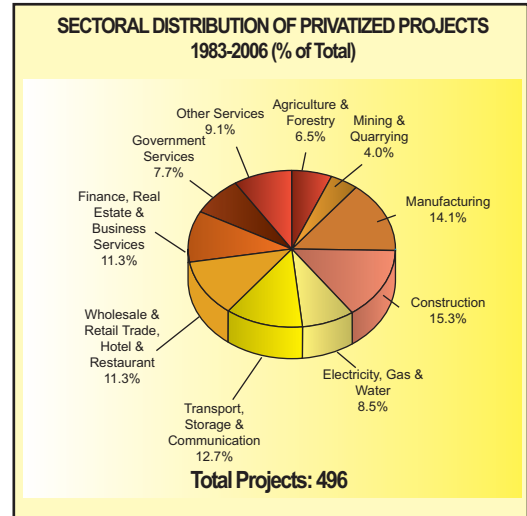


^{1/} Include Brunei, Vietnam, Myanmar, Laos and Cambodia

11. PRIVATIZATION

11.1 Privatization Achievement	1983-2006
Total Projects Privatized:	496
Existing projects	348
New projects	148
Jobs eliminated from Government payroll	113,220
Savings:	
Capital expenditure (RM bil)	153.6
Proceeds from Sales of Government Equity and Assets (RM bil)	6.5
Market Capitalization as at 31 December 2006 (RM bil)	199.0
% of total Bursa Malaysia Capitalization	23.5

Sources: Economic Planning Unit.



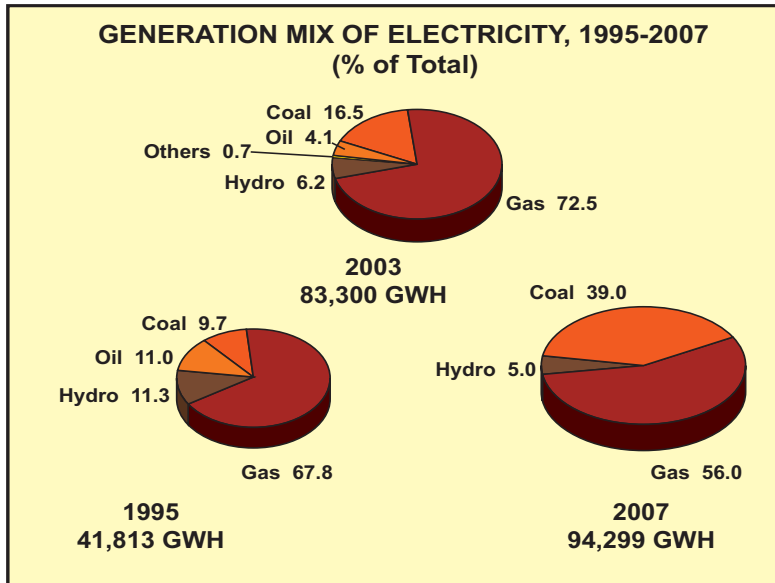
12. ENERGY AND INFRASTRUCTURE

	2001		2002		2003		2004		2005		2006 ^(p)		2007 ^(f)	
	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total
12.1 Primary Commercial Energy - Final Demand														
Final Demand By Source :														
Petroleum products	851.1	64.5	864.2	62.0	886.0	61.2	954.5	62.0	1,023.1	62.7	984.1	61.9	1,016.7	61.4
Electricity	234.3	17.8	248.0	17.8	264.1	18.3	287.1	18.7	310.0	19.0	312.1	19.7	327.9	19.8
Natural gas	193.5	14.7	236.3	17.0	246.3	17.0	246.4	16.0	246.6	15.1	232.2	14.6	246.6	14.9
Coal & coke	40.9	3.1	45.5	3.3	50.7	3.5	51.4	3.3	52.0	3.2	60.3	3.8	63.8	3.9
TOTAL	1,319.8	100.0	1,394.0	100.0	1,447.1	100.0	1,539.4	100.0	1,631.7	100.0	15.9	100.0	16.6	100.0
	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006 ^(p)	2007 ^(f)	
12.2 Electricity - Demand and Supply														
Peak demand (Megawatt)	7,212	8,143	9,106	9,304	9,690	10,657	11,055	11,833	12,504	13,848	13,779	14,857	16,301	
Installed capacity (Megawatt)	10,764	12,257	12,992	13,894	13,625	14,291	14,761	15,483	18,562	19,423	19,217	20,330	21,633	
Reserve margin (%)	49.2	50.5	42.7	49.3	40.6	34.1	33.5	30.8	48.4	40.3	39.5	35.5	34	

Notes: ^(p) Preliminary ^(f) Forecast

^{1/} Joule is the unit of energy used to establish the equivalent physical heat content of each energy form, where 1 petajoule (PJ) = 1015 joules.

Sources: Economic Planning Unit, Ministry of Energy, Water and Communications, Tenaga Nasional Berhad, Sabah Electricity Sdn. Bhd., Sarawak Electricity Corporation.



	Unit	2001	2002	2003	2004	2005	2006	2007 ^(f)
12.3 Roads By Surface Type								
Paved	km	55,937	56,348	59,113	59,255	59,277	59,816	67,851
Unpaved	km	15,881	15,817	17,687	18,042	18,396	18,440	19,174
TOTAL	km	71,818	72,165	76,800	77,297	77,673	78,256	87,025
12.4 Railway Statistics								
Inter-city daily ridership	'000s	9.6	9.4	9.2	10.0	10.1	10.4	10.9
KTM Komuter daily ridership	'000s	57.3	60.5	67.5	75.0	85.7	95.9	106.0
Light Rail daily ridership	'000s	232.6	245.8	293.1	324.6	347.4	355.4	382.9
Total freight traffic	'000 tonnes	4,151	4,719	4,607	4,610	4,039	4,466	8,248
Container handling	TEUs	259,452	262,478	276,586	302,735	310,011	333,050	389,616
12.5 Air Traffic Statistics								
No. of Passengers								
Domestic	million	19.9	20.7	21.8	25.4	25.6	25.6	27.0
International	million	12.7	13.3	12.3	15.5	17.2	18.2	19.3
TOTAL (including transit)	million	32.6	34.0	34.1	40.9	42.8	43.8	46.3
Cargo Handled								
Domestic	tonnes	138,405	147,786	152,242	181,972	197,783	183,301	196,491
International	tonnes	564,905	669,823	720,193	783,403	809,031	871,704	947,033
TOTAL (including transit)	tonnes	703,310	817,609	872,435	965,375	1,006,814	1,055,005	1,143,524
12.6 Port Statistics								
Composition of Cargo Throughput								
General cargo	mil tonnes	27.7	43.6	31.7	40.9	44.7	35.1	35.6
Dry bulk cargo	mil tonnes	31.9	31.7	31.7	31.8	38.2	38.5	40.3
Liquid bulk cargo	mil tonnes	87.5	95.4	98.6	101.9	103.8	104.5	110.2
Containerized cargo	mil tonnes	97.4	131.1	150.6	161.5	182.7	206.1	241.3
TOTAL	mil tonnes	244.5	301.8	312.6	336.1	369.4	384.2	427.4

Note: ^(f) Forecast

Sources: Economic Planning Unit, Department of Statistics, Ministry of Transport, Ministry of Works, Malaysian Communications and Multimedia Commission, Malaysia Airports Holdings Berhad.

13 INTERNATIONAL COMPARISON

Country	2002	2003	2004	2005	2006 ^(e)	2007 ^(f)
13.1 Real Gross Domestic Product						
World (% Annual Growth)	3.1	4.0	5.3	4.9	5.4	4.9
Advanced Economies	1.6	1.9	3.3	2.5	3.1	2.5
Germany	-	-0.2	1.2	0.9	2.7	1.8
Japan	0.3	1.4	2.7	1.9	2.2	2.3
United Kingdom	2.1	2.7	3.3	1.9	2.7	2.9
United States	1.6	2.5	3.9	3.2	3.3	2.2
Developing Countries	5.0	6.7	7.7	7.5	7.9	7.5
NIEs	5.4	3.2	5.8	4.7	5.3	4.6
Hong Kong	1.8	3.2	8.6	7.5	6.8	5.5
Singapore	4.2	3.1	8.8	6.6	7.9	5.5
Korea	7.0	3.1	4.7	4.2	5.0	4.4
Taiwan	4.2	3.4	6.1	4.0	4.6	4.2
ASEAN 6						
Brunei	3.9	2.9	0.5	0.4	3.8	2.6
Indonesia	4.5	4.8	5.0	5.7	5.5	6.0
Malaysia*	4.4	5.5	7.2	5.2	5.9	6.0
Philippines	4.4	4.9	6.2	5.0	5.4	5.8
Thailand	5.3	7.1	6.3	4.5	5.0	4.5
Vietnam	7.1	7.3	7.8	8.4	8.2	8.0
China	9.1	10.0	10.1	10.4	10.7	10.0
India	4.3	7.3	7.8	9.2	9.2	8.4

Notes: ^(e) Estimate ^(f) Forecast */ Bank Negara Malaysia Annual Report 2006

Sources: Ministry of Finance, Bank Negara Malaysia, World Economic Outlook April 2007



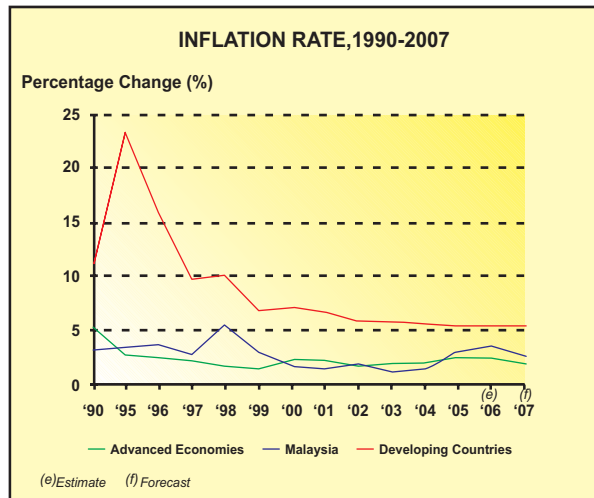
Country	2002	2003	2004	2005	2006 ^(e)	2007 ^(f)
13.2 Consumer Price Index (% Annual Growth)						
Advanced Economies	1.5	1.8	2.0	2.3	2.3	1.8
Germany	1.4	1.0	1.8	1.9	1.8	2.0
Japan	-0.9	-0.2	-	-0.6	0.2	0.3
United Kingdom ^{1/}	1.3	1.4	1.3	2.0	2.3	2.3
United States	1.6	2.3	2.7	3.4	3.2	1.9
Developing Countries	5.8	5.8	5.6	5.4	5.3	5.4
NIEs	1.0	2.5	2.4	2.3	1.6	2.1
Hong Kong	-3.0	-2.6	-0.4	0.9	2.0	2.5
Singapore	-0.4	0.5	1.7	0.5	1.0	1.0
Korea	2.8	3.5	3.6	2.7	2.2	2.1
Taiwan	-0.2	-0.3	1.6	2.3	0.6	1.6
ASEAN 6						
Brunei	-2.3	0.3	0.9	1.1	0.5	1.2
Indonesia	11.8	6.8	6.1	10.5	13.1	6.3
Malaysia	1.8	1.1	1.4	3.0	3.6	2.6 ^{2/}
Philippines	2.9	3.5	6.0	7.6	6.2	4.0
Thailand	0.6	1.8	2.8	4.5	4.6	2.5
Vietnam	4.0	3.2	7.7	8.3	7.5	6.5
China	-0.8	1.2	3.9	1.8	1.5	2.2
India	4.3	3.8	3.8	4.2	6.1	6.2

Notes: ^(e) Estimate ^(f) Forecast ^{1/} Bank Negara Malaysia Annual Report 2006

^{1/} Based on Eurostat's harmonized index for consumer prices

^{2/} Data as at end of March 2007

Sources: Economic Planning Unit, Ministry of Finance, Bank Negara Malaysia, World Economic Outlook April 2007, Economist Intelligence Unit.



Country	Year	GDP (US\$ billion)	Value Added as percent of GDP (%)		
			Agriculture	Industry ^{1/}	Services
13.3 Structure of Output					
Selected Developed Countries					
Germany	2005	2,789.4	1.0	26.0	69.0
Japan	2005	4,567.7	1.0	33.0	66.0
United Kingdom	2005	2,198.7	1.0	26.0	73.0
United States	2005	12,487.2	1.0	22.0	77.0
NIEs					
Hong Kong	2005	177.7	0.0	10.0	90.0
Singapore	2005	116.8	0.0	32.0	67.0
Rep. of Korea	2005	787.7	3.0	36.0	60.0
Taiwan	2005	346.1	2.0	25.0	74.0
ASEAN 5					
Indonesia	2005	281.1	13.0	46.0	41.0
Malaysia^{3/}	2005	69.4 ^{2/}	7.7	42.0	50.3
Philippines	2005	97.7	14.0	33.0	53.0
Thailand	2005	176.4	9.0	39.0	52.0
Vietnam	2005	52.8	20.9	41.0	38.1
China	2005	2,225.7	12.0	47.0	40.0
India	2005	726.5	23.0	24.0	53.0

Notes: ^{1/} Includes mining, manufacturing, construction, electricity, gas and water.

^{2/} GDP (at constant 1987 prices).

^{3/} Adjusted for Import Duties less Imputed Bank Service Charges

Sources: Economic Planning Unit, World Development Report 2006, World Competitiveness Yearbook 2006, Economist Intelligence Unit

Country	Year	Percentage of GDP (%)				
		Government Consumption	Private Consumption	Gross Domestic Investment	Exports of Goods & Services	Resource Balance
13.4 Structure of Demand (in current prices)						
Selected Developed Countries						
Germany	2005	18.6	59.2	17.2	34.8	4.2
Japan	2005	17.9	57.5	23.2	13.0	3.6
United Kingdom	2005	21.7	65.4	16.7	17.2	-2.2
United States	2005	15.7	70.0	19.9	7.2	-6.4
NIEs						
Hong Kong	2005	8.8	58.5	20.5	164.5	11.3
Singapore	2005	10.6	41.9	21.8	196.6	28.5
Rep. of Korea	2005	13.5	52.4	29.5	36.1	2.1
ASEAN 5						
Indonesia	2005	8.2	73.7	22.0	30.7	0.1
Malaysia	2005	12.9	43.6	20.0	123.4	16.1
Philippines	2005	9.7	70.1	15.5	42.2	2.0
Thailand	2005	11.8	56.9	29.0	62.4	-2.1
Vietnam	2005	6.2	63.6	33.1	69.0	0.4
China	2005	10.3	39.9	43.3	34.2	7.1
India	2005	12.4	66.5	33.0	7.2	-0.9

Notes: / Derived from Data Economist Intelligence Unit

Sources: Economic Planning Unit, Bank Negara Malaysia, World Competitiveness Yearbook 2006, Economist Intelligence Unit.

	2002	2003	2004	2005	2006	2007 ⁽¹⁾		2002	2003	2004	2005	2006	2007 ⁽¹⁾
13.5 Current Account of Balance of Payments (US\$ billion)													
Advanced Economies							Developing Countries						
Exports (f.o.b.)	4,595.6	5,280.1	6,256.9	6,818.0	7,718.3	8,389.8	Exports (f.o.b.)	1,753.0	2,138.2	2,760.3	3,457.4	4,201.9	4,662.0
Imports (f.o.b.)	4,784.3	5,497.8	6,573.3	7,351.7	8,362.2	9,023.0	Imports (f.o.b.)	1,567.1	1,888.3	2,432.9	2,918.5	3,513.3	4,081.2
Trade balance	-188.7	-217.7	-316.4	-533.7	-643.8	-633.2	Trade balance	186.0	249.9	327.3	539.0	688.5	580.8
Services (net)	86.2	105.4	147.3	174.9	202.7	226.5	Services (net)	-66.4	-70.0	-70.1	-76.0	-108.6	-124.9
Balance on goods and services	-102.5	-112.2	-169.1	-358.7	-441.1	-406.7	Balance on goods and services	119.5	179.9	257.2	462.9	579.9	455.9
Income (net)	20.4	69.9	121.6	117.0	108.8	80.1	Income (net)	-135.1	-151.9	-183.3	-205.7	-227.4	-198.6
Current transfers (net)	-146.8	-178.3	-207.6	-231.7	-230.9	-260.5	Current transfers (net)	92.8	119.5	138.6	170.7	191.7	197.8
Current account balance	-229.0	-220.6	-255.2	-473.4	-563.2	-587.2	Current account balance	77.3	147.6	212.6	428.0	544.2	455.1
Developing Asia							Malaysia^{1/ 2/}						
Exports (f.o.b.)	675.7	833.3	1,065.5	1,319.3	1,617.3	1,903.8	Exports (f.o.b.)	94.3	104.7	126.6	142.1	167.0	182.1
Imports (f.o.b.)	607.8	763.6	1,001.9	1,209.4	1,424.8	1,658.9	Imports (f.o.b.)	75.4	79.0	99.2	108.8	128.7	142.9
Trade balance	67.9	69.6	63.5	109.9	192.6	244.9	Trade balance	18.9	25.7	27.5	33.2	38.2	39.3
Services (net)	-11.7	-15.8	-6.6	-1.0	-3.3	1.5	Services (net)	-1.6	-4.0	-2.3	-2.4	-2.1	-1.9
Balance on goods and services	56.2	53.9	56.9	108.9	189.3	246.4	Balance on goods and services	17.4	21.7	25.2	30.8	36.1	37.4
Income (net)	-41.4	-35.1	-36.7	-28.5	-29.2	-30.0	Income (net)	-6.6	-5.9	-6.4	-6.3	-5.4	-6.3
Current transfers (net)	49.8	63.7	68.2	84.8	93.0	92.5	Current transfers (net)	-2.8	-2.4	-3.8	-4.5	-4.7	-4.6
Current account balance	64.6	82.5	88.5	165.2	253.1	308.9	Current account balance	8.0	13.3	14.9	20.0	25.8	26.4

Notes: ⁽¹⁾ Forecast

^{1/} Data for 2006 is preliminary. ^{2/} Data for 2007 based on average period of Jan-April 2007 exchange rates, USD1=3.6577.

Sources: Department of Statistics, Bank Negara Malaysia, World Economic Outlook April 2007.

	2001	2002	2003	2004	2005	2006	2007 ^(f)
13.6 Savings and Investment (as % of GDP)							
World							
Savings	21.2	20.5	20.8	21.7	22.1	22.8	22.9
Investment	21.4	20.8	21.1	21.9	22.3	22.8	23.1
Advanced Economies							
Savings	20.4	19.1	19.0	19.3	19.3	19.8	19.5
Investment	20.8	19.9	19.9	20.4	20.8	21.2	21.1
Resource Balance	-0.5	-0.4	-0.4	-0.5	-1.1	-1.2	-1.1
Developing Asia							
Savings	31.6	33.6	36.7	38.4	40.7	42.2	44.0
Investment	30.1	31.2	33.9	35.8	36.6	36.9	38.2
Resource Balance	1.6	2.1	1.8	1.6	2.7	4.0	4.6
Malaysia (as % of GNP)							
Savings	34.9	34.8	36.5	37.3	37.0	38.1	38.1
Investment ¹⁾	25.9	25.8	22.9	24.1	20.9	20.8	21.8
Resource Balance	9.0	9.0	13.6	13.3	16.1	17.3	16.3

Notes: ^(f) Forecast

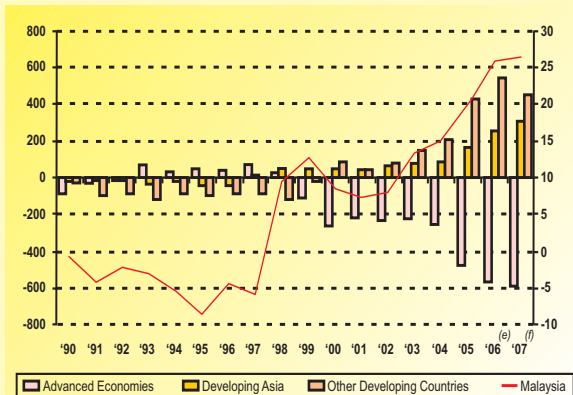
¹⁾ Including change in stock.

Sources: Economic Planning Unit, World Economic Outlook April 2007.

CURRENT ACCOUNT BALANCE , 1990-2007

Advanced, Developing Asia & Other
Developing Countries (US\$ billion)

Malaysia (US\$ billion)

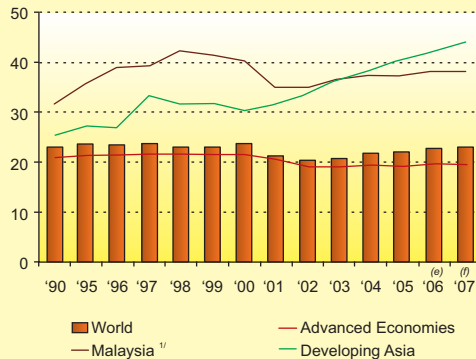


(e) Estimate (f) Forecast

WORLD SAVINGS RATE, 1990-2007

(% of GDP)

Percentage



(e) Estimate (f) Forecast

† : For Malaysia, savings rate refer to % of GNP

Country	Year	Central Government Current Revenue (% of GDP)	Central Government Expenditure (% of GDP)	Overall Budget Surplus/Deficit (% of GDP)	External Debt (% of GNP)	Foreign Direct Investment Flows ^{2/} (US \$ millions)
13.7 Government, Debt And Resource Flows						
Selected Developed Countries						
Germany	2005	29.0	46.7	-3.3	24.9	32,663
United Kingdom	2005	37.0	42.9	-3.7	5.7	164,530
United States	2005	18.0	34.9	-2.6	17.5	99,443
Australia	2005	26.0	34.1	1.5	<i>n.a.</i>	-34,547
NIEs						
Singapore	2005	20.1	15.4	0.2	0.0	20,083
Rep. of Korea	2005	20.7	22.9	0.7	1.8	7,198
Hong Kong	2005	17.9	17.2	0.3	0.9	35,898
ASEAN 5						
Indonesia	2005	17.8	19.2	-0.7	31.4	5,260
Malaysia	2005	22.1	25.9	-3.8	39.9	4,731 ^{2/}
Philippines	2005	15.1	17.5	-2.7	32.1	1,132
Thailand	2005	20.8	15.0	1.5	3.6	3,688
Vietnam	2005	25.9	27.1	-1.2	40.1 ^{1/}	2,020
China	2005	17.2	18.5	-1.1	0.1	72,406
India		20.6	16.1	-4.7	2.0	6,598

Notes: ^{1/} % of GNI.

^{2/} Data refer to Approved Manufacturing Projects.

Sources: Economic Planning Unit, Bank Negara Malaysia, World Competitiveness Yearbook 2005, Asia Development Report 2007, World Investment Report 2006.

Country	Surface Area ('000 km ²) (2006)	Millions (2005)	Population Density (per km ²) (2005)	Urban Population as % of Total Population (2005)	Percentage of Population using Improved Water Sources (2005)
13.8 Population, Urbanization and Population Density					
Selected Developed Countries					
Germany	357.0	82.8	232.0	88.0	200.0
Japan	387.0	127.8	339.0	66.0	200.0
United Kingdom	245.0	60.0	244.0	89.0	200.0
United States	9,809.0	296.5	32.0	78.0	200.0
Australia	7,713.0	20.3	3.0	88.0	200.0
NIEs					
Hong Kong	1.0	6.9	6,630.0	101.0	n.a.
Singapore	1.0	4.4	7,064.0	81.0	200.0
Rep. of Korea	100.0	48.3	491.0	82.0	92.0
Mexico	1,958.0	103.1	54.0	78.0	179.0
ASEAN 6					
Brunei	5.8	0.4	65.0	n.a.	n.a.
Indonesia	1,891.0	219.1	116.0	49.0	149.0
Malaysia	330.3	26.7	78.0	63.0	197.0
Philippines	300.0	85.2	281.0	62.0	172.0
Thailand	513.0	65.1	125.0	31.0	194.0
Vietnam	331.7	83.0	256.0	n.a.	518.0
China	9,600.0	1,307.6	137.0	43.0	147.0

Sources: Economic Planning Unit, Ministry of Finance, World Development Indicators 2006, World Competitiveness Yearbook 2006.

Country	Year	Total Employment (million)	Employment by Sector (% of total employment)		
			Agriculture	Industry ^{1/}	Services
13.9 Structure of Employment					
Selected Developed Countries					
Germany	2005	38.8	2.2	26.4	71.3
Japan	2005	63.6	4.5	28.0	67.5
United Kingdom	2005	28.4	1.3	22.3	76.4
United States	2005	141.7	1.6	20.0	78.4
Australia	2005	10.0	3.8	21.4	74.9
NIEs					
Hong Kong	2005	3.4	0.4	14.0	85.7
Singapore	2005	2.3	0.0	31.1	68.9
Rep. of Korea	2005	22.9	8.1	27.5	64.4
Taiwan	2005	9.9	6.6	35.2	58.2
Mexico	2005	41.7	15.9	25.1	59.0
ASEAN 4					
Indonesia	2005	93.7	43.6	18.1	38.3
Malaysia	2005	10.9	12.9	36.1	51.0
Philippines	2005	31.6	35.6	16.0	48.4
Thailand	2005	35.3	38.9	24.5	36.6
China	2005	758.3	46.9	22.5	30.6

Notes: ^{1/} Includes manufacturing, mining, electricity, construction, gas and water for other countries. For Malaysia includes manufacturing only.

Sources: Economic Planning Unit, World Competitiveness Yearbook 2006.

Country	Life Expectancy at birth		Infant mortality rate (per 1,000 live births)	Crude Birth Rate (per 1,000 population)	Internet Users (No. of internet users per 1,000 people)	Computers per capita (No. of computers per 1,000 people)	Adult Literacy Rate (% age 15 & above)	Tertiary Gross Enrolment Ratio (%)		Cellular Mobile Telephone Subscribers No. of Subscribers (per 1,000 inhabitants)
	Male	Female						2004	2005	
13.10 Quality of Life										
Selected Developed Countries										
Germany	75.9	81.7	4.0	8.6	561.8	611.0	n.a.	50.0 ^{5/}		864.2
Japan	78.6	85.6	3.0	9.1	676.6	577.0	n.a.	54.0 ^{5/}		715.8
United Kingdom	76.2	80.8	5.0	12.0	591.4	639.0	n.a.	60.1 ^{5/}		1,021.6
United States	74.8	80.2	7.0	14.1	667.9	778.0	n.a.	82.4 ^{5/}		621.1
NIEs										
Hong Kong	78.9	84.8	3.0 ^{2/}	7.2	661.7	547.0	93.5 ^{4/}	32.1 ^{5/}		1,187.7
Singapore	77.0	80.8	3.0	10.1	619.3	601.0	92.5	19.0 ^{3/}		894.7
Rep. of Korea	73.7	80.9	5.0	9.3	702.3	588.0	98.0	89.9		760.9
Taiwan	71.9 ^{1/}	72.2 ^{1/}	6.4	12.6 ^{4/}	580.1	410.0	96.1 ^{4/}	n.a.		1,003.1
ASEAN 6										
Brunei	74.5	79.1	8.0	22.4	n.a.	74.6 ^{2/}	92.7	14.8		400.6 ^{4/}
Indonesia	63.5	69.2	30.0	20.3	74.4	19.0	90.4	16.7 ^{5/}		134.8
Malaysia	71.8	76.2	5.1	19.6	5.3	216.0	95.0	24.7		751.7
Philippines	68.6	72.8	26.0	24.7	78.0	42.0	92.6	28.8 ^{5/}		398.5
Thailand	66.7	74.0	18.0	15.9	127.2	66.0	92.6	43.0		441.8
Vietnam	66.8	72.9	17.0	18.0	71.0	11.7 ^{2/}	90.3	10.2 ^{5/}		60.8
China	70.2	26.0	26.0	12.3	84.4	48.0	90.9	19.1 ^{5/}		257.6

Notes: ^{1/} Data refers to 1992.

^{2/} Data refers to 2001.

^{3/} Data refers to 2002.

^{4/} Data refers to 2003.

^{5/} Data refers to 2004.

Sources: Economic Planning Unit, World Development Indicators 2006, World Competitiveness Yearbook 2006, Human Development Report 2006, World Bank database

Country	2000	2001	2002	2003	2004	2005
13.11 GNP Per Capita (US\$)						
Selected Developed Countries						
Germany	25,130	23,560	22,740	25,700	30,690	34,580
Japan	35,420	35,610	33,640	33,860	37,050	38,980
United Kingdom	25,200	25,120	25,510	28,220	33,630	37,600
United States	34,370	34,400	35,230	37,780	41,440	43,740
NIEs						
Hong Kong	26,830	25,780	24,330	25,160	26,660	27,670
Singapore	22,780	21,100	20,690	21,750	24,760	27,490
Rep. of Korea	9,010	9,490	11,280	12,060	14,000	15,830
Taiwan	14,114	12,798	12,884	13,139	14,032	16,170
ASEAN 6						
Brunei	24,630	20,400	n.a	n.a	n.a.	n.a
Indonesia	570	680	830	940	1,140	1,280
Malaysia	3,509	3,383	3,611	3,913	4,373	4,960
Philippines	1,030	1,030	1,040	1,070	1,170	1,300
Thailand	2,020	1,960	1,970	2,150	2,490	2,750
Vietnam	390	410	430	470	540	620
China	840	890	1,100	1,270	1,500	1,740

Sources: Economic Planning Unit, Ministry of Finance, World Development Indicators 2006, World Development Report 2006, Economist Intelligence Unit.

Country	Information Technology skills 2006	Broadband subscribes per 1,000 inhabitants 2006	Cyber Security 2006	Telephones per 1,000 inhabitants 2004	Mobile Phones per 1,000 people 2004	Personal Computers per 1,000 people 2005	Internet users per 1,000 people 2005	Internet costs for 20 hours dial up per month 2004
13.12 Information Age Selected Developed Countries								
Germany	8.0	55.2	6.7	662.0	864.2	611.0	561.8	19.8
Japan	7.9	116.8	6.2	460.0	715.8	577.0	676.6	28.6
United Kingdom	7.3	119.2	5.8	564.0	1,021.6	639.0	591.4	29.1
United States	8.5	96.1	6.7	606.0	621.1	778.0	667.9	15.0
Australia	7.8	52.3	7.1	586.0	827.6	727.0	704.1	24.3
NIEs								
Hong Kong	8.9	220.9	7.4	544.0	1,187.7	547.0	661.7	3.9
Singapore	8.6	120.8	7.7	432.0	894.7	601.0	619.3	11.7
Rep. of Korea	8.2	247.9	5.4	553.0	760.9	588.0	702.3	10.5
Mexico	5.8	9.8	4.8	172.0	366.4	119.0	158.4	19.3
ASEAN 5								
Brunei								
Indonesia	5.7	0.2	3.4	45.0	134.8	19.0	74.4	21.5
Malaysia	7.4	9.9	6.3	174.0	571.2	216.0	474.3	8.4
Philippines	7.6	0.7	5.4	42.0	398.5	42.0	78.0	15.7
Thailand	6.0	0.7	5.2	110.0	441.8	66.0	127.0	7.4
China	5.0	19.8	6.6	240.0	257.6	48.0	84.4	10.1

Sources: Malaysian Communications & Multimedia Commission, World Development Indicators 2006, World Competitiveness Yearbook 2006, International Telecommunication Union 2006, World Telecommunication Development Report 2003.

Country	Development & Application of Technology Supported 2006	Funding for Technological Development Sufficient 2006	Total Expenditure on R&D % of GDP 2004	Business Expenditure on R&D % of GDP 2004	High - Technology Exports US\$ Millions 2004	High - Technology Exports % of Manufactured Exports 2004	Intellectual Property Rights Enforced 2006
13.13 Science & Technology							
Selected Developed Countries							
Germany	7.1	6.2	2.5	17.5	131,838	17.2	7.9
Japan	7.1	6.9	3.2	24.0	124,045	23.7	7.1
United Kingdom	6.8	5.8	1.9	12.4	64,295	24.1	6.6
United States	8.0	7.9	2.7	18.7	216,016	32.3	8.0
Australia	7.7	6.3	1.7	8.9	3,128	13.7	8.0
NIEs							
Hong Kong	8.4	7.6	0.7	3.6	80,109	32.0	6.5
Singapore	8.4	8.1	2.2	14.3	87,742	58.9	8.2
Rep. of Korea	5.5	5.2	2.6	20.0	75,742	32.8	5.0
Mexico	4.7	3.0	0.4	1.2	31,832	21.2	3.8
ASEAN 4							
Indonesia	4.2	3.2	0.04	n.a	5,809	16.1	3.1
Malaysia	7.3	6.8	0.6	4.5	52,868	55.4	6.2
Philippines	5.8	4.1	0.1	0.9	13,913	63.9	3.8
Thailand	5.6	5.0	0.3	1.1	18,203	30.2	4.7
China	6.1	4.9	1.2	8.2	161,603	29.8	5.5
India	6.7	5.4	0.8	1.9	2,840	4.9	5.2

Sources: World Development Indicators 2006, World Competitiveness Yearbook 2006.

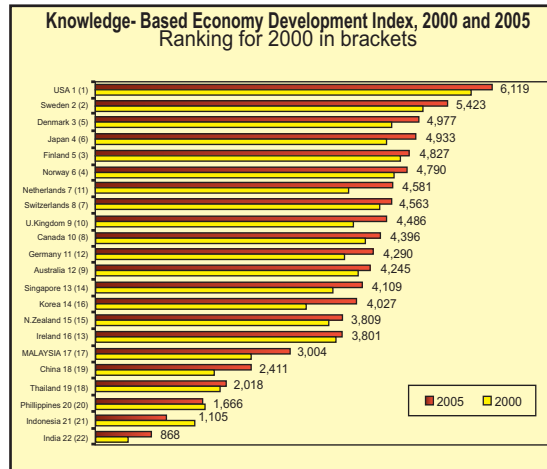
13.14 THE KNOWLEDGE-BASED ECONOMY DEVELOPMENT INDEX (KDI), 2000/2005

Countries / Rank	Computer Infrastructure		Infostructure		Education & Training		R&D and Technology		OVERALL	
	2000	2005	2000	2005	2000	2005	2000	2005	2000	2005
• USA	1	1	4	5	9	7	3	2	1	1
• Sweden	6	5	1	1	2	1	2	3	2	2
• Denmark	7	4	5	6	1	4	9	7	5	3
• Japan	14	8	12	16	11	9	1	1	6	4
• Finland	4	11	2	12	5	5	5	4	3	5
• Norway	3	9	3	2	3	2	12	11	4	6
• Netherlands	8	2	11	4	14	12	8	10	11	7
• Switzerland	10	12	10	9	10	6	4	5	7	8
• United Kingdom	5	3	8	3	12	11	13	13	10	9
• Canada	2	7	9	14	7	3	14	12	8	10
• Germany	13	6	14	10	13	14	7	8	12	11
• Australia	9	10	6	7	6	10	15	15	9	12
• Singapore	12	15	15	11	15	15	6	6	14	13
• Korea	16	13	7	13	16	16	11	9	16	14
• New Zealand	11	14	13	15	8	8	18	19	15	15
• Ireland	15	16	16	8	4	13	10	14	13	16
• MALAYSIA	17	17	17	17	18	17	17	17	17	17
• China	18	18	18	18	19	19	20	18	19	18
• Thailand	19	19	20	21	17	18	19	20	18	19
• Philippines	21	21	21	19	21	21	16	16	20	20
• Indonesia	22	22	19	22	20	20	21	21	21	21
• India	20	20	22	20	22	22	22	22	22	22

Note:

The KDI was developed to assess Malaysia's readiness to become a knowledge-based economy. It compares Malaysia's position relative to 21 other countries, which are mainly developed. The KDI is derived from selected key factors required to drive a knowledge-based economy, namely computer infrastructure, infostructure, education and training as well as R&D and technology.

Source: Economic Planning Unit.



14. Investors' Guide

14.1 Income Tax Rate

Individual : 0-28%

Corporate : 27%

14.2 Promotion of Investment Act, 1986

Incentives available are Pioneer Status, Investment Tax Allowance, Industrial Adjustment Allowance, Infrastructure Allowance, Double Deduction on Expenses for the Promotion of Exports

14.3 Income Tax Act, 1967

- (i) Exemption of income: The quantum of tax exemption varies. These activities are as follows:
Approved Service Project, Trading Companies, Operational Headquarters, Venture Capital Companies, Tour Operators, Promotion of International Conference, Promotion of Export, Promotion of Car and Motorcycle Racing Events, Promotion of Boat/Yacht Maintenance Activities in Langkawi, Promote the Usage of IT to Improve Business and Management Process
- (ii) Investment Allowance
- (iii) Reinvestment Allowance
- (iv) Double Deduction: Research & Development, Approved Training Institutions & Programmes, Freight Charges, Insurance Premiums, Overseas Promotion, Promotion of Local Brand Name
- (v) Single Deduction
- (vi) Industrial Building Allowance
- (vii) Special Capital Allowance
- (viii) Deduction for Capital Expenditure on Approved Agricultural Projects
- (ix) Special Tax Treatment for Gifts

14.4 Others

Customs Act 1967, Sales Tax Act 1972, Excise Act 1976, Free Zone Act 1990 and Labuan Offshore Business Activity Act (LOBATA) 1990.

15. Foreign Exchange Administration Policies

Liberalisation of Foreign Exchange Administration Policies

With effect from 1 April 2007, foreign exchange administration rules are liberalised to:

- (a) Expand the scope of licensed onshore banks' foreign currency business;
- (b) Facilitate investments in ringgit assets by non-residents;
- (c) Enhance business efficiency and investment opportunities; and
- (d) Facilitate development of the capital market.

Expanding Scope of Licensed Onshore Banks' Foreign Currency Business

To provide greater flexibility to licensed onshore banks to undertake foreign currency business, the following foreign exchange administration rules are liberalised:

- (a) Abolish net open position limit of licensed onshore banks which was previously capped at 20% of the banks' capital base. The limit is abolished in view of the implementation of a more comprehensive regulatory capital framework for foreign currency risks.
- (b) Abolish the limit imposed on licensed onshore banks for foreign currency accounts maintained by residents. The removal of the limit is to facilitate licensed onshore banks' readiness in enhancing capacity and capability to deal in foreign currency as well as to support the initiative to promote Malaysia as an Islamic Financial Centre.
- (c) Allow investment banks in Malaysia to undertake foreign currency business subject to a comprehensive supervisory review on the capacity and capability of the investment banks.

Facilitating Investments in Ringgit Assets by Non-Residents in Promoting Malaysia as an Investment Destination

- (a) Further flexibility for non-resident stockbroking companies and custodian banks to obtain ringgit overdraft facility from licensed onshore banks to avoid settlement failure due to inadvertent delays by:

- (i) Removing the previous overdraft limit of RM200 million; and
 - (ii) Expanding the scope on utilisation of the overdraft facility to include ringgit instruments settled through the Real Time Electronic Transfer of Funds and Securities (RENTAS) System and Bursa Malaysia. Previously, utilisation of the facility was confined only to shares traded on Bursa Malaysia.
- (b) Abolish the limit on the number of residential or commercial property loans obtained by non-residents.
 - (c) Allow licensed onshore banks to appoint overseas branches of their banking group as a vehicle to facilitate the settlement of any ringgit assets of their non-resident clients.
 - (d) Remove the restriction on Labuan offshore banks to transact in ringgit financial products on behalf of non-resident clients to enhance the role and scope of business of the Labuan offshore banks.

Enhancing Business Efficiency and Investment Opportunities for Residents

To reduce cost of doing business, enhance business efficiency as well as promote Malaysia as a centre of origination, the following foreign exchange administration rules are liberalised:

- (a) Increase the limit of foreign currency borrowing that can be obtained by resident corporations from licensed onshore banks and non-residents as well as through issuance of onshore foreign currency bonds, to RM100 million equivalent in aggregate and on corporate group basis from the previous RM50 million equivalent. The proceeds may be used for domestic purposes or offshore investment.
- (b) Allow residents to hedge foreign currency loan repayment up to the full amount of underlying commitment. Under the previous policy, hedging for foreign currency loan repayment was allowed only up to 24 months' commitment. The flexibility would provide greater degree of risk management facilities to businesses in Malaysia, thus reduce the country's vulnerability to external shocks.
- (c) Enhance flexibilities for resident individuals and corporations to invest in foreign currency assets.

Facilitating Development of the Capital Market

To support the initiatives to expand the pool of high quality stocks and to provide diversity of offerings and promote cross-border linkages with other markets, the following foreign exchange administration rules are liberalised:

- (a) Allow non-resident corporations to utilise proceeds arising from the listing of shares through Initial Public Offering on the Main Board of Bursa Malaysia, abroad; and

- (b) Allow resident corporations to utilise proceeds arising from the listing of shares through Initial Public Offering on the Main Board of Bursa Malaysia for offshore investment purposes.

Amendments to the Regulatory Framework

The Exchange Control Act 1953 (ECA) was amended to strengthen the enforcement and surveillance provisions to address illegal foreign exchange trading. In addition, a new provision was included in the ECA to regulate the issuance and obtaining of financial guarantees by residents. The amendments of the ECA, which were effective on 1 January 2007, include the following:

- (a) Increased penalty amount for illegal dealings in foreign currency from RM10,000 to RM1 million and imprisonment term from three years to five years;
- (b) Increased compound up to 50% of the penalty amount for all offences;
- (c) Allowed investigating officers to obtain information and documents from advocates during investigation;
- (d) Increased retention period of seized articles, including documents from three months to twelve months to facilitate investigation;
- (e) Allowed search warrants to be issued to investigating officers of Bank Negara Malaysia to facilitate investigation process; and
- (f) Required a resident to seek prior permission from the Controller of Foreign Exchange (Controller) to issue financial guarantee to or on behalf of a non-resident or obtain financial guarantee from a non-resident.

Reporting Requirement

To reduce cost of doing business and enhance the efficiency of the regulatory delivery system, with effect from 1 January 2007, only resident companies which have registered or have been permitted to make investments abroad or obtain foreign currency credit facilities exceeding RM50 million equivalent, are required to submit a quarterly report on the external assets and liabilities of the companies to the Controller.

For further information on the foreign exchange administration policies, details can be obtained from Bank Negara Malaysia's website, <http://www.bnm.gov.my/fxadmin>