



The Malaysian Economy in Figures 2008



Prepared by
Economic Planning Unit, Prime Minister's Department

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Background on Malaysia

- Malaysia covers an area of about 330,252 square kilometers, consisting of states in Peninsular Malaysia, namely Perlis, Kedah, Pulau Pinang, Perak, Selangor, Negeri Sembilan, Melaka, Johor, Pahang, Terengganu, Kelantan and the Federal Territories of Kuala Lumpur and Putrajaya; Sabah and Sarawak on the island of Borneo and the Federal Territory of Labuan off Sabah. Malaysia lies entirely in the equatorial zone and the average daily temperature throughout Malaysia varies from 21°C to 32°C.
- Malaysia is a multi-ethnic country. The principal ethnic groups are Malay, Chinese and Indian. Other significant groups are the indigenous people of Sabah and Sarawak, including Kadazandusun, Bajau, Rungus, Murut, Dayak and Melanau .
- Malaysia practises a system of Parliamentary democracy with constitutional monarchy. It has three branches of government, namely the Executive, the Legislature and the Judiciary.
- The Malaysian Parliament is made up of the Yang di-Pertuan Agong, the Senate (upper house) with 70 members and House of Representatives (lower house) with 222 members. Out of the 70 senators, 44 are appointed by the Yang di-Pertuan Agong while 26 are elected by the State legislatures. The general election for the 222 members of the lower house is held every five years.

MALAYSIA : BASIC STATISTICS

	2007 ^(p)	2008 ^(f)
Population (million)	27.2	27.9
Labour force (million)	11.8	12.0
Employment (million)	11.4	11.6
Unemployment rate (%)	3.3	3.2
Nominal GNP (RM billion)	628.1	682.2
Nominal GDP (RM billion)	641.9	698.3
Real GDP growth rate (%)	6.3	5.0-6.0
Per capita income RM	23,115	24,749
USD	6,719	7,710
PPP(USD)	13,529	15,586
Inflation (% p.a)	2.0	2.5-3.0
Merchandise exports (RM billion)	605.2	617.0
Merchandise imports (RM billion)	504.8	485.9
Current account of BOP (% of GNP)	16.0	14.4
Exchange rate (RM/USD)	3.44	3.25*

Notes: ^(p) Preliminary

^(f) Forecast

* Data as at 23 June 2008



THE MALAYSIAN ECONOMY IN FIGURES
as at June 2008

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1. KEY ECONOMIC INDICATORS

	Unit	2004		2005		2006		2007 ^(p)		2008 ^(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 2000 constant prices)		426,508	6.8	449,250	5.3	475,192	5.8	505,353	6.3	532,916	5.5
Agriculture, forestry & fishing		34,929	4.7	35,835	2.6	37,769	5.4	38,594	2.2	40,017	3.7
Mining		42,627	4.1	42,472	-0.4	41,315	-2.7	42,663	3.3	45,224	6.0
Manufacturing		131,127	9.6	137,940	5.2	147,672	7.1	152,262	3.1	155,012	1.9
Construction		14,903	-0.9	14,685	-1.5	14,604	-0.6	15,279	4.6	16,017	4.8
Services		214,528	6.4	230,044	7.2	246,895	7.3	270,762	9.7	291,606	7.7
1.2 Gross National Product (in 2000 constant prices)		402,838	6.9	424,294	5.3	454,625	7.1	482,239	6.1	510,921	5.9
Private consumption		198,193	9.8	216,247	9.1	230,222	6.5	255,028	10.8	271,605	6.5
Private investment		49,239	46.5	50,841	3.3	54,643	7.5	59,996	9.8	64,803	8.0
Public consumption		54,832	7.6	58,395	6.5	61,258	4.9	65,299	6.6	69,468	6.4
Public investment		45,322	-21.5	48,425	6.8	52,473	8.4	57,378	9.3	57,642	0.5
Export of goods & services		511,774	16.1	554,261	8.3	592,898	7.0	617,628	4.2	623,141	0.9
Import of goods & services		436,906	19.6	475,838	8.9	516,412	8.5	544,059	5.4	556,504	2.3
Per capita GNP	RM	17,577		19,079		20,885		23,115		24,749	
	US\$	4,626		5,038		5,695		6,719		7,710	
			% of GNP		% of GNP		% of GNP		% of GNP		% of GNP
1.3 Balance of Payments											
Goods		104,775	23.3	128,892	25.9	134,558	24.2	127,673	20.3	130,691	19.2
Services & income		-32,601	-7.3	-33,555	6.7	-24,202	-4.3	-11,520	-2.6	-13,750	-2.0
Current account balance		57,303	12.7	78,367	15.7	93,504	16.8	100,410	16.0	99,400	14.6
Capital and financial account balance		19,347	4.3	-36,991	-7.4	-43,488	-7.8	-37,222	-5.9	-	-
Overall balance		83,728	18.6	13,550	2.7	25,158	4.5	45,296	7.2	-	-
Central Bank international reserves		251,690	56.0	265,240	53.2	290,399	52.2	335,695	53.4	-	-
Months of retained imports		7.9		7.7		7.8		8.4		-	
1.4 Federal Government Accounts											
Revenue		99,397	22.1	106,304	21.5	123,546	22.3	134,885	22.3	146,442 **	21.4
Operating expenditure		91,298	20.3	97,744	19.7	107,694	19.4	123,084	19.6	128,799 *	18.8
Development expenditure (net)		27,518	6.1	27,284	5.5	34,961	6.3	37,460	6.0	39,227 *	5.7
Overall balance		-19,419	-4.3	-18,724	-3.8	-19,109	-3.4	-20,659	-3.3	-21,584 *	-3.2

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

* Budget

** Revenue used are inclusive of potential tax losses arising from implementation of 2008 Budget measures.

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

	Unit	2000	2001	2002	2003	2004	2005	2006	2007	2008
1.5 Price Indices										
Consumer Price Index (CPI)	% p.a.	1.6	1.4	1.8	1.2	1.4	3.0	3.6	2.0	2.9 ^{a/}
Producer Price Index (PPI)	% p.a.	3.1	-0.2	-0.7	4.6	6.2	5.9	5.1	6.6	10.0 ^{b/}
1.6 Unemployment	% of labour force	3.1	3.6	3.5	3.6	3.5	3.5	3.5	3.3	3.2 ^f
1.7 Exchange Rates (average for period)										
RM / US\$		3.800	3.800	3.800	3.800	3.800	3.787	3.668	3.438	3.255 ^{c/}
RM / 100Yen		3.527	3.130	3.039	3.282	3.515	3.446	3.155	2.922	3.048 ^{c/}
RM / S\$		2.205	2.122	2.123	2.181	2.249	2.276	2.309	2.281	2.379 ^{c/}
RM / Pound Sterling		5.666	5.516	6.092	6.768	7.317	6.523	6.923	6.607	6.390 ^{c/}
1.8 Money and Banking										
Money supply M1	RM million	78,516	81,016	89,512	102,441	114,550	124,338	141,367	168,969	170,060 ^{b/}
Money supply M2	RM million	356,657	364,723	386,512	429,437	532,636	614,346	727,684	796,987	861,786 ^{b/}
Money supply M3	RM million	458,363	471,731	504,150	553,058	621,226	672,835	760,302	832,849	893,658 ^{b/}
Commercial Banks										
Total deposits	RM million	362,991	368,792	388,406	433,008	550,930	644,891	768,085	821,002	886,652 ^{b/}
Total loans ^{1/}	RM million	314,798	325,072	338,242	355,839	448,354	526,772	585,506	635,878	665,749 ^{b/}
Non-performing loans (6 months)	% of total loans	5.4	7.4	6.9	6.4	5.3	4.4	3.7	2.4	2.2 ^{b/}
Interest rates										
3-month interbank	Avg. at end-period (%)	3.19	3.13	2.92	2.88	2.84	2.88	3.55	3.59	3.59 ^{b/}
3-month fixed deposit	Avg. at end-period (%)	3.48	3.21	3.20	3.00	3.00	3.02	3.19	3.15	3.14 ^{b/}
Savings deposit	Avg. at end-period (%)	2.72	2.28	2.12	1.86	1.58	1.41	1.48	1.44	1.42 ^{b/}
Base lending rate	Avg. at end-period (%)	6.78	6.39	6.39	6.00	5.98	6.20	6.72	6.72	6.72 ^{b/}
3-month Treasury Bills	Avg. at end-period (%)	2.86	2.79	2.73	2.79	2.40	2.50	3.23	3.43	3.40 ^{b/}

Notes : ^(f) Forecast

^{a/} Data as at May 2008. ^{b/} Data as at April 2008. ^{c/} Data as at 23 June 2008.

^{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. Loans by sector (economic/industry+household sector)=Loans by purpose (total loans).

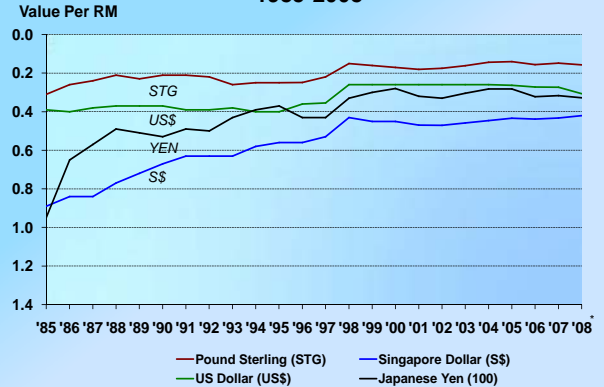
Sources : Economic Planning Unit, Ministry of Finance, Department of Statistics, Bank Negara Malaysia and the Bursa Malaysia.

GDP, CPI AND PPI, 1985-2008 (Annual Growth Rate)



(p) Preliminary (f) Forecast

MOVEMENT OF EXCHANGE RATES AGAINST THE RINGGIT 1985-2008



* Data for 2008 up to 23rd of June

2. AREA, POPULATION AND LABOUR FORCE

2.1	Area	Sq. Km.	2.2	Population	Unit	1980	1990	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008 ^(e)
	Malaysia	330,252		Malaysia													
	Peninsular Malaysia	131,805		Number (Mid-year)	mil	13.8	18.1	22.9	23.5	24.0	24.6	25.2	25.7	26.4	26.9	27.2	27.9
	Sabah & Labuan	73,997		Growth	% p.a.	2.4	2.4	2.4	3.4	2.0	2.6	2.7	2.0	2.8	1.6	1.4	2.4
	Sarawak	124,450		Density	per sq. km.	41.7	54.9	69.3	71.1	72.5	74.4	76.4	77.9	80.1	81.4	82.5	84.4

Age group	2000		2001		2002		2003		2004		2005		2006		2007		2008 ^(e)		1991-2008
	% of		% of		% of		% of		% of		% of		% of		% of		% of		Average Growth
	'000	Total	'000	Total	'000	Total	'000	Total	'000	Total	'000	Total	'000	Total	'000	Total	'000	Total	(%)
0 - 14	7,833.4	33.3	7,871.7	32.9	7,890.4	32.1	7,891.9	31.3	7,858.8	30.5	7,830.1	29.6	7,803.0	29.0	7,772.0	28.5	7,738.4	27.8	0.8
15 - 64	14,739.2	62.8	15,131.3	63.2	15,702.0	63.9	16,326.6	64.7	16,816.1	65.3	17,515.1	66.2	17,924.3	66.7	18,278.6	67.1	18,921.2	67.9	3.2
65 & above	916.1	3.9	949.0	4.0	986.1	4.0	1,024.5	4.1	1,063.3	4.1	1,102.1	4.2	1,141.3	4.2	1,181.3	4.3	1,222.7	4.4	3.5
TOTAL	23,488.7	100.0	23,952.0	100.0	24,578.5	100.0	25,243.0	100.0	25,738.2	100.0	26,447.3	100.0	26,868.6	100.0	27,231.9	100.0	27,882.4	100.0	2.4

Note : ^(e) Estimates

Sources : Economic Planning Unit and Department of Statistics.

	Unit	2000	2001	2002	2003	2004	2005	2006	2007	2008
2.4	Population By Ethnic Group									
Malaysian Citizens	'000	22,082	22,492	22,891	23,276	23,628	23,985	24,345	24,702	25,056
Bumiputera	'000	14,349	14,656	14,956	15,248	15,517	15,791	16,071	16,350	16,630
Malay	'000	11,786	12,038	12,285	12,525	12,746	12,972	13,203	13,434	13,667
Other Bumiputera	'000	2,563	2,618	2,671	2,722	2,770	2,819	2,868	2,915	2,963
Chinese	'000	5,762	5,837	5,907	5,974	6,034	6,093	6,150	6,204	6,256
Indian	'000	1,696	1,723	1,748	1,773	1,794	1,816	1,838	1,859	1,880
Others	'000	2,747	2,771	2,792	2,811	2,834	2,852	2,868	2,884	290
Non-Malaysian citizens	'000	1,407	1,460	1,688	1,967	2,109	2,462	2,523	2,530	2,826

Source : Economic Planning Unit .

	Unit	2002	2003	2004	2005	2006	2007	2008 ^(e)
2.5 Labour Force								
Labour force	'000	10,064	10,426	10,846	11,291	11,545	11,775	11,986
Labour Force Participation Rates :								
Total ^{1/}	%	65.2	65.6	66.1	66.7	66.9	67.0	67.1
Male ^{2/}	%	84.8	85.4	86.2	86.6	86.7	87.0	87.2
Female ^{3/}	%	46.7	47.7	47.3	45.9	45.8	46.4	46.2
Unemployment	% of labour force	3.5	3.6	3.5	3.5	3.5	3.3	3.2
2.6 Employment								
Total	'000	9,709	10,047	10,464	10,893	11,144	11,363	11,608
Agriculture	% of total	14.6	14.1	13.4	12.9	12.5	12.2	11.9
Mining	% of total	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Manufacturing	% of total	26.7	27.6	28.4	28.7	28.8	29.2	29.2
Construction	% of total	7.9	7.7	7.3	7.0	6.8	6.8	6.5
Services	% of total	50.3	50.2	50.4	51.0	51.4	51.4	52.0

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 and Department of Statistics.

3. GROSS DOMESTIC PRODUCT

	2004		2005		2006		2007 ^(p)		2008 ^(f)	
	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth
3.1 Supply (at constant 2000 prices)										
Agriculture, forestry & fishing	34,929	4.7	35,835	2.6	37,769	5.4	38,594	2.2	40,017	3.7
Mining and quarrying	42,627	4.1	42,472	-0.4	41,315	-2.7	42,663	3.3	45,224	6.0
Manufacturing	131,127	9.8	137,940	5.2	147,672	7.1	152,262	3.1	155,102	1.9
Construction	14,903	-0.9	14,685	-1.5	14,604	-0.6	15,279	4.6	16,017	4.8
Services	214,528	6.4	230,044	7.2	246,895	7.3	270,762	9.7	291,606	7.7
Electricity, gas & water	13,100	8.1	13,851	5.7	14,631	5.6	15,196	3.9	15,826	4.1
Transport, storage & communications	30,973	7.2	32,870	6.1	34,903	6.2	37,851	8.4	40,901	8.1
Wholesale & retail trade, hotels & restaurants	56,441	7.1	61,346	8.7	65,536	6.8	73,522	12.2	79,656	8.3
Finance, real estate & business services	60,775	6.5	65,541	7.8	71,023	8.4	80,516	13.4	88,201	9.5
Government services	28,243	5.1	30,371	7.5	33,498	10.3	35,004	4.5	36,875	5.3
Other services	24,996	5.0	26,064	4.3	27,304	4.8	28,673	5.0	30,145	5.1
Less : Imputed bank service charges	17,705	0.2	17,742	0.2	18,351	3.4	19,727	7.5	20,869	5.8
Plus : Import duties	6,099	-5.5	6,017	-1.3	5,287	-12.1	5,521	4.4	5,819	5.4
GDP at purchasers' value	426,508	6.8	449,250	5.3	475,192	5.8	505,353	6.3	532,916	5.5
3.2 Demand (at constant 2000 prices)										
Private expenditure	247,432	15.6	267,088	7.9	284,865	6.7	315,024	10.6	336,408	6.8
Consumption	198,193	9.8	216,247	9.1	230,222	6.5	255,028	10.8	271,605	6.5
Investment	49,239	46.5	50,841	3.3	54,643	7.5	59,996	9.8	64,803	8.0
Public expenditure	100,154	-7.8	106,820	6.7	113,731	6.5	122,667	7.9	127,110	3.6
Consumption	54,832	7.6	58,395	6.5	61,258	4.9	65,299	6.6	69,468	6.4
Investment	45,322	-21.5	48,425	6.8	52,473	8.4	57,378	9.3	57,642	0.5
Exports of goods and services	511,774	16.1	554,261	8.3	592,898	7.0	617,628	4.2	623,141	0.9
Imports of goods and services	436,906	19.6	475,838	8.9	516,412	8.5	544,059	5.4	556,504	2.3
GNP at purchasers' value	402,838	6.9	424,294	5.3	454,625	7.1	482,239	6.1	510,921	5.9

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

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

Unit	2004		2005		2006		2007 ^(p)		2008 ^(f)	
	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth
3.3 Savings and Investment Gap										
Savings :										
RM million (current prices)	166,568	14.1	182,764	9.7	213,591	16.9	241,341	13.0	255,407	5.8
% of GNP	37.0		36.6		38.4		38.4		37.5	
Investment ^{1/} :										
RM million (current prices)	109,267	14.6	104,415	-4.4	120,173	15.1	140,796	17.2	156,007	10.8
% of GNP	24.3		20.9		21.6		22.4		22.9	
Resource Balance	57,301		78,349		93,418		100,545		99,400	
3.4 Major Output Production										
Rubber	'000 tonnes	1,169	18.6	1,126	-3.7	1,284	14.0	1,201	-6.5	-
Crude palm oil	'000 tonnes	13,976	4.6	14,961	7.0	15,881	6.1	15,823	-0.4	-
Sawlogs	'000 cu.m ^{2/}	21,782	1.2	22,398	2.8	21,344	-4.7	20,214	-5.3	-
Tin	'000 tonnes	2.7	-18.3	2.9	4.1	2.4	-16.1	2.2	-8.2	-
Crude oil & condensates	'000 bpd ^{3/}	762	3.3	704	-7.6	667	-5.3	695	4.2	-
Natural gas	mmscfd ^{4/}	5,196	3.7	5,797	11.6	5,774	-0.4	5,854	1.4	-
Manufacturing production index	2000 =100	123.0	12.8	129.3	5.1	139.0	7.5	141.6	1.9	-

Notes : ^(p) Preliminary ^(f) Forecast n.a. (not available)

^{1/} Including change in stock.

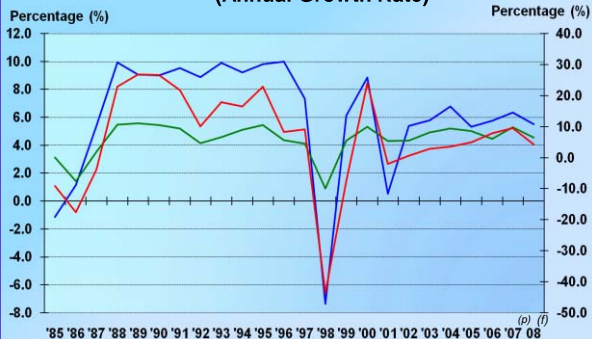
^{2/} Cubic metres.

^{3/} Barrels per day.

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

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

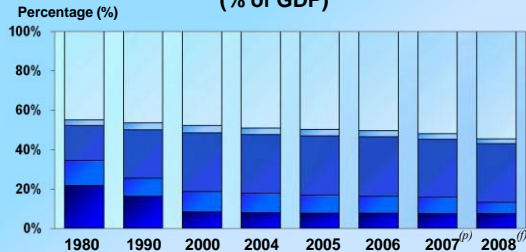
GDP, CONSUMPTION AND INVESTMENT, 1985-2008 (Annual Growth Rate)



(LHS) — GDP — Total Consumption — Total Investment

^(p) Preliminary ^(f) Forecast

STRUCTURE OF PRODUCTION, 1980-2008 (% of GDP) ^{1/}

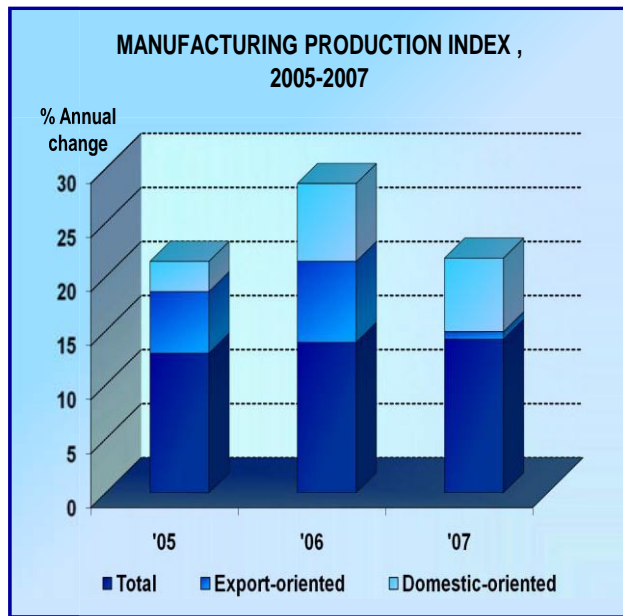


■ Agriculture	21.0	16.3	8.6	8.2	8.0	7.9	7.6	8.1
■ Mining	12.1	9.4	10.6	10.0	9.4	8.8	8.6	6.1
■ Manufacturing	17.2	24.6	30.9	30.7	30.8	31.1	30.2	32.1
■ Construction	2.7	3.5	3.9	3.5	3.3	3.1	3.0	2.5
□ Services	43.1	46.8	49.3	50.3	51.1	51.8	53.4	58.7

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

^(p) Preliminary ^(f) Forecast

Selected Industries		2005	2006	2007
3.5	Manufacturing Production Index (2000 =100)	129.3	139.0	141.6
	Export-Oriented Industries	5.7	7.5	0.7
	Electronic and electrical products	3.5	7.9	-0.9
	Chemicals & chemical products	11.0	3.2	1.8
	Petroleum products ^v	10.8	13.6	5.4
	Textiles & wearing apparel footwear	3.4	6.1	-9.3
	Wood & wood products	1.5	3.8	1.4
	Rubber products	-0.4	7.2	5.9
	Off-estate processing	8.1	5.7	-0.5
	Others	-3.7	11.3	5.5
	Domestic-Oriented Industries	2.8	7.2	6.8
	Construction-related products	-0.5	3.2	5.0
	Food products	7.6	6.7	7.6
	Transport equipment	8.5	-1.5	-6.0
	Fabricated metal products	-4.9	26.5	19.4
	Paper products	7.5	13.1	11.0
	Beverages	6.1	-5.3	8.3
	Tobacco products	-3.0	-4.7	2.8



Note : ^v Under the new Industrial Production Index, LNG has been reclassified as petroleum products.

Sources : Department of Statistics and Bank Negara Malaysia.

	2003		2004		2005*		2006*		2007*	
	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth	RM million	% growth
3.6 Distributive Trade										
Wholesale										
Value of sales	119,423	6.6	130,850	9.6	110,911	-15.2	140,088	26.3	161,023	14.9
Number of workers ('000)	167	2.4	166	-0.3	79	-52.4	85	7.8	105	23.5
Salaries & wages	3,500	9.0	3,436	-1.8	2,155	-37.3	2,781	29.0	3,447	24.0
Retail										
Value of sales	36,464	1.7	38,442	5.4	59,384	54.5	71,692	20.7	95,836	33.7
Number of workers ('000)	234	-0.5	228	-2.3	292	28.0	273	-6.8	274	0.7
Salaries & wages	1,474	-1.2	1,410	-4.3	3,777	167.8	4,216	11.6	4,937	17.1
Motor Vehicles										
Value of sales	25,654	-4.3	25,743	0.3	27,826	8.1	25,380	-8.8	37,090	46.1
Number of workers ('000)	54	8.9	51	-5.5	38	-26.7	36	-5.0	51	41.9
Salaries & wages	922	8.1	921	-0.2	803	-12.8	950	18.3	1,359	43.2
Total										
Value of sales	181,541	3.9	195,035	7.4	198,121	1.6	237,159	19.7	293,949	23.9
Number of workers ('000)	455	1.6	446	-1.9	409	-8.3	394	-3.8	431	9.4
Salaries & wages	5,897	6.2	5,767	-2.2	6,734	16.8	7,946	18.0	9,744	22.6
Sales per worker (RM)	398,840	2.3	436,965	9.6	483,991	10.8	602,340	24.5	682,729	13.3
Salaries & wages per worker (RM)	12,956	4.5	12,920	-0.3	16,451	27.3	20,181	22.7	22,631	12.1

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

Sources : Economic Planning Unit and Department of Statistics.

4. PUBLIC SECTOR ACCOUNTS															
		Unit	2004	2005	2006	2007 ^(p)	2008 ^(b)			Unit	2004	2005	2006	2007 ^(p)	2008 ^(f)
4.1	Federal Government Finance							4.2	Consolidated Public Sector Finance						
4.1.1	Total revenue	RM bil	99.4	106.3	123.5	139.9	146.4 **	4.2.1	General Government						
		% of GDP	21.0	20.5	21.5	21.8	20.9	Revenue	RM bil	95.0	95.0	102.0	115.5	122.9	
		% of GNP	22.1	21.5	22.3	22.3	21.4	Operating expenditure	RM bil	101.0	106.6	117.7	134.5	140.6	
	Direct taxes	% of total	49.0	50.4	49.8	49.6	50.7	Current deficit	RM bil	-6.0	-11.7	-15.8	-19.0	-17.7	
	Indirect taxes	% of total	23.5	25.4	20.3	18.4	18.5	% of GDP		-1.3	-2.2	-2.8	-3.0	-2.5	
	Non-tax revenue	% of total	27.5	24.2	29.9	32.0	30.8	% of GNP		-1.3	-2.4	-2.8	-3.0	-2.6	
4.1.2	Current Expenditure	RM bil	91.3	97.7	107.7	123.1	128.8	4.2.2	Non-Financial Public Enterprises(NFPEs) Surplus/Deficit	RM bil	81.3	85.0	100.7	105.4	105.7
	Emoluments	% of total	26.0	26.2	26.5	26.5	28.1	% of GDP		17.1	16.4	17.6	16.4	15.1	
	Supplies & services	% of total	18.2	18.4	19.4	19.2	19.8	% of GNP		18.1	17.1	18.1	16.8	15.5	
	Asset acquisition	% of total	1.9	1.6	1.8	2.1	1.6	4.2.3	Total Public Sector Current Surplus/Deficit	RM bil	75.3	73.2	84.9	86.4	88.0
	Debt service charges	% of total	12.0	11.9	11.6	10.5	10.2	% of GDP		15.9	14.1	14.8	13.5	12.6	
	Pension & gratuities	% of total	6.6	7.0	6.5	6.7	6.5	% of GNP		16.7	14.8	15.3	13.8	12.9	
	Subsidies	% of total	6.3	13.7	9.4	8.6	7.9	4.2.4	Development Expenditure	RM bil	56.7	66.1	86.5	103.3	90.1
	Others	% of total	28.9	21.2	24.8	26.5	25.9	% of GDP		12.0	12.7	15.1	16.1	12.9	
4.1.3	Development Expenditure	RM bil	28.9	30.5	35.8	40.6	40.0	% of GNP		12.6	13.3	15.6	16.4	13.2	
		% of GDP	6.1	5.9	6.3	6.3	5.7	4.2.5	Overall Surplus/Deficit	RM bil	18.5	7.2	-1.6	-16.8	-2.1
		% of GNP	6.4	6.2	6.4	6.5	5.9	% of GDP		3.9	1.4	-0.3	-2.6	-0.3	
	Economic services	% of total	41.1	49.0	48.6	49.6	44.7	% of GNP		4.1	1.5	-0.3	-2.7	-0.3	
	Social services	% of total	35.5	24.4	26.6	31.8	33.7	4.2.6	External Debt						
	Security	% of total	14.3	15.7	13.4	14.1	15.2	Debt service ratio ^{1/}	%	4.6	5.4	4.8	3.8	-	
	General administration	% of total	9.1	10.9	11.4	4.6	6.3	Total debt	RM bil	200.6	197.7	184.5	187.4	-	
4.1.4	Overall Surplus/Deficit	RM bil	-19.4	-18.7	-19.1	-20.7	-21.6	Medium and long term debt	RM bil	156.8	150.7	141.7	133.0	-	
		% of GDP	-4.1	-3.6	-3.3	-3.2	-3.1								
		% of GNP	-4.3	-3.8	-3.4	-3.3	-3.2								
4.1.5	Sources of Finance (net)														
	Domestic borrowing	RM bil	25.7	12.7	17.8	25.8	-								
	External borrowing	RM bil	0.1	-3.5	-3.1	-4.3	-								
	Change in assets	RM bil	-6.4	9.5	4.4	-0.8	-								

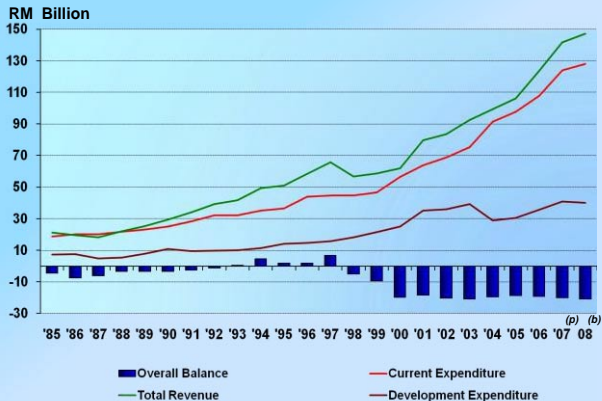
Notes : (p) Preliminary (f) Forecast (b) Budget

^{1/} % of exports of goods and services.

** Revenue used are inclusive of potential tax losses arising from implementation of 2008 Budget measures.

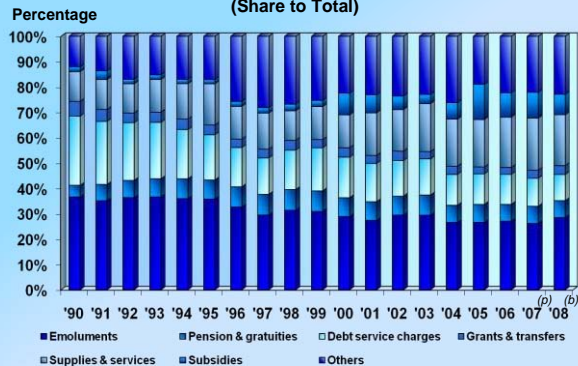
Sources : Economic Planning Unit, Ministry of Finance and Bank Negara Malaysia.

FEDERAL GOVERNMENT FINANCE, 1985-2008



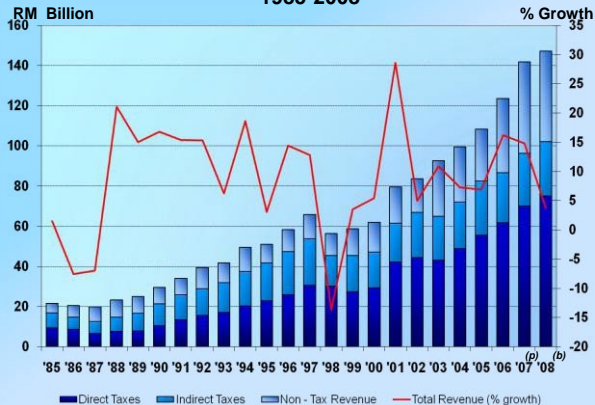
(p) Preliminary (b) Budget

COMPONENTS OF FEDERAL GOVERNMENT OPERATING EXPENDITURE, 1990-2008



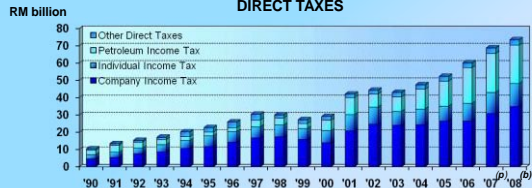
(p) Preliminary (b) Budget

SOURCES OF FEDERAL GOVERNMENT REVENUE 1985-2008

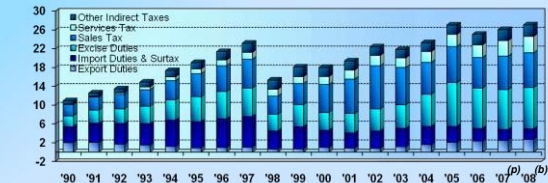


(p) Preliminary (b) Budget

MALYSIAN TAX STRUCTURE, 1990-2008 DIRECT TAXES



INDIRECT TAXES



(p) Preliminary (b) Budget

5. BALANCE OF PAYMENTS

ITEM	2003		2004		2005		2006		2007 ^(p)		2008 ^(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
5.1 Goods (net)	97,762	24.7	104,775	23.3	128,892	25.9	134,558	24.2	127,673	20.3	130,691	19.2
Exports	397,969	100.4	481,903	107.2	539,420	108.2	589,743	106.0	605,916	96.5	647,815	95.0
Imports	300,207	75.8	377,129	83.9	410,529	82.4	455,185	81.8	478,243	76.1	517,124	75.8
5.2 Services Account (net)	-15,300	-3.9	-8,199	-1.8	-9,612	-1.9	-6,931	-1.2	2,373	0.4	2,369	0.3
Transportation	-13,486	-3.4	-17,545	-3.9	-15,880	-3.2	-19,620	-3.5	-13,173	-2.1	-10,848	-1.6
Travel	11,523	2.9	19,096	4.2	18,684	3.7	23,501	4.2	29,115	4.6	25,207	3.7
Other services	-13,011	-3.3	-9,029	-2.0	-12,066	-2.4	-10,378	-1.9	-13,178	-2.1	-11,795	-1.7
Government services n.i.e.	-327	-0.1	-721	-0.2	-350	-0.1	-433	-0.1	-390	-0.1	-195	0.0
5.3 Income (net)	-22,537	-5.7	-24,402	-5.4	-23,943	-4.8	-17,271	-3.1	-13,893	-2.2	-16,119	-2.4
Compensation of employees	-960	-0.2	-995	-0.2	-535	-0.1	-283	-0.1	-600	-0.1	-705	-0.1
Investment income	-21,577	-5.4	-23,408	-5.2	-23,408	-4.7	-16,988	-3.1	-13,294	-2.1	-15,415	-2.3
5.4 Current Transfers	-9,300	-2.3	-14,871	-3.3	-16,971	-3.4	-16,852	-3.0	-15,743	-2.5	-17,541	-2.6
5.5 Current Account Balance (net)	50,625	12.8	57,302	12.7	78,367	15.7	93,504	16.8	100,410	16.0	99,400	14.6
5.6 Capital & Financial Account Balance(net)												
Capital Account	-	-	-	-	-	-	-	-	-95	-	-	-
Financial Account	-12,146	-3.1	19,347	4.3	-36,991	-7.4	-43,488	-7.8	-37,127	-6.0	-	-
Direct investment	4,194	1.1	9,739	2.2	3,749	0.8	22	0.0	-9,142	-1.5	-	-
Portfolio investment	4,168	1.1	32,336	7.2	-14,116	-2.8	12,911	2.3	18,355	2.9	-	-
Other investment	-20,508	-5.2	-23,386	-5.2	-26,624	-5.3	-56,422	-10.1	-46,923	-7.5	-	-
5.7 Overall balance	39,781	10.0	83,728	18.6	13,550	2.7	25,158	4.5	45,296	7.2	-	-
Central Bank international reserves (net)	167,961	42.4	251,690	56.0	265,240	53.2	290,399	52.2	335,695	53.5	-	-
Months of retained imports	6.5		7.9		7.7		7.8		8.4		-	-

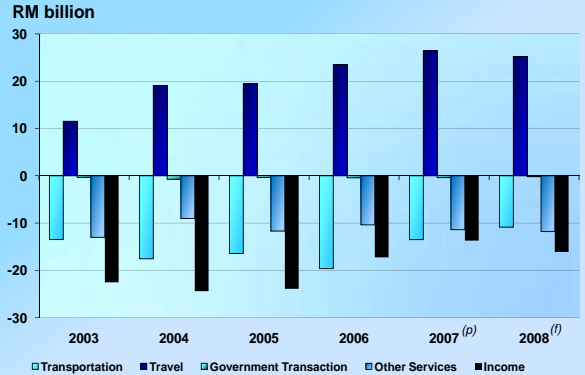
Notes : ^(p) Preliminary ^(f) Forecast

Sources : Economic Planning Unit and Department of Statistics.

BALANCE OF PAYMENTS, 1985-2008



BALANCE ON SERVICES AND INCOME, 2003-2008



6. BURSA MALAYSIA

	2003	2004	2005	2006	2007	2008^(a)
6.1 Major Indices						
Composite Index	793.9	907.4	899.8	1,096.2	1,445.0	1,276.1
Emas Index	195.6	214.3	203.9	-	-	-
Second Board Index	140.6	110.9	80.4	92.0	-	-
Mesdaq Index	152.3	162.5	87.1	119.9	-	-
6.2 Market Valuation (RM billion)	640.3	722.0	695.3	848.7	1,106.2	971.3
6.3 Selected World Stock Market Indices						
Dow Jones, New York	10,453.9	10,783.0	10,717.5	12,463.2	13,264.8	12,638.3
Nikkei, Tokyo	10,676.6	11,488.8	16,111.4	17,225.8	15,307.8	14,338.5
Hang Seng, Hong Kong	12,575.9	14,230.1	14,876.4	19,964.7	27,812.7	24,533.1
6.4 New Listing						
Main Board	16.0	15.0	13.0	6.0	11.0	3.0
Second Board	22.0	26.0	17.0	8.0	9.0	5.0
Mesdaq Market	20.0	31.0	46.0	22.0	3.0	4.0
Total	58.0	72.0	76.0	36.0	23.0	12.0
6.5 Listed Companies						
Main Board	598.0	622.0	646.0	649.0	636.0	637.0
Second Board	276.0	278.0	268.0	250.0	227.0	223.0
Mesdaq Market	32.0	63.0	107.0	128.0	124.0	126.0
Total	906.0	963.0	1,021.0	1,027.0	987.0	986.0

Note: ^(a) Data as at 30th May 2008.

Source : Bursa Malaysia.

	2003		2004		2005		2006		2007		2008 ^{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)
6.6 Turnover^{2/} :												
Consumer Products	7,022.2	17,250.7	8,088.8	19,051.5	7,987.8	15,505.6	9,486.0	22,741.6	10,787.7	22,313.6	1,995.8	5,794.5
Industrial Products	19,865.7	30,164.6	22,841.0	32,174.3	21,079.7	22,990.3	31,028.0	28,098.1	50,378.1	56,796.8	9,432.0	13,081.2
Construction	9,245.0	17,094.7	6,883.7	13,229.0	5,943.5	9,210.3	12,294.3	17,278.0	23,876.8	58,427.5	7,356.2	18,476.3
Trading/Services	27,587.3	62,860.7	26,898.9	77,688.0	26,334.8	69,330.3	48,763.4	92,811.9	83,495.6	187,936.0	18,956.6	59,912.6
Technology ^{3/}	6,621.7	7,734.8	8,167.7	9,016.4	10,506.1	6,537.8	42,310.2	25,118.1	39,059.1	23,622.5	6,152.7	2,958.8
Finance	13,444.2	30,964.1	12,753.6	41,553.2	2,828.7	4,913.0	13,237.7	41,245.0	23,879.9	90,276.5	5,488.1	35,123.7
Hotels	1,135.5	910.6	1,736.7	2,242.0	12,241.2	41,364.7	1,179.3	1,016.7	1,842.2	1,781.4	340.7	307.3
Properties	16,341.3	15,021.1	14,033.2	20,262.9	1,430.0	1,195.1	22,560.1	12,529.6	50,474.0	48,792.3	6,654.3	7,622.9
Plantation	3,844.9	11,024.0	5,258.1	15,062.3	12,273.7	13,117.9	4,481.7	19,787.3	8,581.2	38,047.8	3,469.4	20,445.9
Mining	193.1	387.8	110.4	353.4	3,015.3	10,616.3	33.3	91.7	51.6	65.6	4.4	4.7
Trusts	23.6	16.1	45.9	41.5	0.2	9.8	638.5	686.8	1,427.5	1,662.6	223.7	252.5
Infrastructure Project Companies	1,516.0	3,620.7	1,199.6	3,347.0	337.2	392.0	3,841.2	7,640.3	6,280.0	15,381.4	1,775.1	5,613.8
Closed End Fund	70.0	46.3	58.9	45.0	59.0	51.6	78.0	78.7	152.0	180.9	8.8	20.6
Exchange Traded Fund ^{4/}	-	-	-	-	45.1	47.4	13.1	13.5	84.3	471.1	102.2	136.6
Loans	1,448.7	1,471.2	1,657.8	1,553.8	1,386.6	1,006.7	4,729.6	1,281.6	6,874.9	5,505.5	2,161.3	1,998.8
Loans (PN4)	2.3	0.4	-	-	-	-	-	-	-	-	-	-
TSR ^{5/} /Warrant	13,332.2	6,210.5	10,424.9	5,501.3	11,716.0	3,604.3	14,956.1	3,924.1	41,379.9	17,097.0	4,874.4	1,967.7
TSR ^{6/} /Warrant (PN4)	9.5	1.0	2.8	0.5	-	-	-	-	-	-	-	-
PN4 Condition	846.6	174.8	573.0	168.3	-	-	-	-	-	-	-	-
Trading of Rights	528.2	191.4	287.8	118.1	671.1	147.1	198.5	24.3	811.7	165.6	779.3	195.3
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	34,554.2	13,208.3	9,845.4	1,107.3
Grand Total	124,200.2	206,338.3	122,680.3	243,861.9	118,819.1	201,090.1	215,448.2	277,783.2	383,990.7	581,732.6	79,620.4	175,020.5

Notes : Figures are inclusive of Direct Business.

^{1/} Data as at 30th May 2008.

^{2/} The Main Board, Second Board and Mesdaq Market (Mesdaq Market merged with Bursa Malaysia with effect from 18th March 2002).

^{3/} Launched on 15th May 2005.

^{4/} Launched on 18th July 2005.

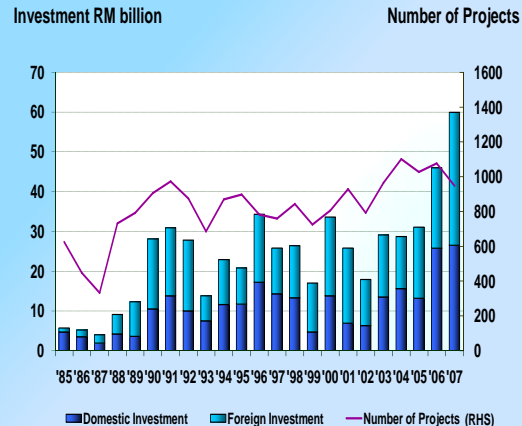
^{5/} Transferable Subscription Rights.

7. APPROVED INVESTMENT PROJECTS

	Unit	2002	2003	2004	2005	2006	2007
7.1 Approved Investment Projects							
Number of projects approved		792	965	1,101	1,027	1,077	949
Potential employment	'000s	65	77	89	115	89	98
Proposed called-up capital	RM mil	2,498	6,614	4,450	3,693	4,474	4,973
Loans	RM mil	5,337	12,844	14,591	9,879	16,585	20,446
Total proposed capital investment	RM mil	17,877	29,145	28,774	31,057	45,993	59,932
7.2 Foreign Investment In Approved Projects (By Selected Countries)							
Australia	% of total	0.9	0.7	0.9	0.9	12.7	5.0
France	% of total	0.6	0.3	1.0	0.2	0.4	2.4
Germany	% of total	43.7	1.1	35.9	2.2	1.1	11.2
Japan	% of total	5.1	8.3	7.7	20.5	21.8	19.5
Singapore	% of total	8.8	7.8	11.5	16.3	9.3	8.8
Taiwan	% of total	2.2	4.0	3.2	2.4	2.0	1.2
United Kingdom	% of total	1.5	24.7	1.1	0.6	3.2	1.2
United States	% of total	23.0	13.9	8.1	28.8	12.2	9.0
Others	% of total	14.3	39.2	30.6	28.1	37.2	41.7
TOTAL	RM mil	11,578	15,640	13,144	17,883	20,228	33,426

	Unit	2003	2004	2005	2006	2007
7.3 Proposed Capital Investment in Approved Projects (By Selected Industry)						
Food manufacturing	% of total	4.3	5.1	4.7	3.5	4.0
Textiles & textile products	% of total	1.1	6.3	1.2	1.8	2.3
Wood & wood products	% of total	3.2	2.7	1.2	2.1	1.0
Paper, printing & publishing	% of total	2.0	13.0	3.1	1.5	4.8
Chemicals & chemical products	% of total	3.6	11.4	5.5	19.9	6.3
Petroleum & petrochemical products	% of total	1.3	5.7	2.4	24.9	23.1
Rubber products	% of total	0.7	1.3	2.5	1.6	0.9
Plastic products	% of total	2.0	1.6	3.8	2.5	1.8
Non-metallic mineral products	% of total	15.1	2.3	3.0	2.5	2.2
Basic metal products	% of total	14.7	5.8	10.3	5.9	20.3
Fabricated metal products	% of total	3.5	2.9	2.4	2.9	1.1
Machinery manufacturing	% of total	3.4	2.0	3.3	2.8	2.9
Electronics & electrical products	% of total	17.2	30.1	44.4	21.8	25.2
Transport equipment	% of total	24.2	4.6	4.6	3.1	2.0
Others	% of total	3.8	5.1	7.7	3.2	2.1
TOTAL	RM mil	29,145	28,774	31,057	45,993	59,932

CAPITAL INVESTMENT IN APPROVED MANUFACTURING SECTOR PROJECTS, 1985-2007



8. EXTERNAL SECTOR

	Unit	2002	2003	2004	2005	2006	2007 ^(p)
8.1 Exports							
Total exports	RM mil	357,430	397,844	481,253	536,234	588,966	605,153
<i>Annual growth</i>	%	6.9	11.3	21.0	11.4	9.8	2.7
Major primary commodities							
Rubber	RM mil	2,492	3,583	5,205	5,787	8,235	7,335
Palm oil	RM mil	14,838	20,192	20,842	19,025	21,643	31,983
Sawlogs & sawn timber	RM mil	4,867	5,182	5,677	6,630	6,594	6,208
Crude oil & condensates	RM mil	11,600	15,659	21,494	28,440	30,814	31,880
Manufacturing products	RM mil	302,021	326,322	390,938	430,093	473,213	474,714
<i>Annual growth</i>	%	5.9	8.0	19.8	10.0	10.0	0.3
Electrical & electronic products	RM mil	212,298	222,851	257,221	282,682	300,861	288,326
Chemical & chemical products	RM mil	17,228	21,200	27,836	29,971	32,893	37,421
Manufactures of metal	RM mil	8,796	11,242	15,969	17,154	22,817	26,410
Optical & scientific equipment	RM mil	8,152	9,156	11,615	12,318	13,558	13,612
8.2 Imports ^{1/}							
Total imports	RM mil	303,090	316,538	399,632	432,871	480,773	504,814
<i>Annual growth</i>	%	8.2	4.4	26.3	8.3	11.1	5.0
Consumption goods	RM mil	18,951	18,721	22,879	24,288	27,894	28,906
Intermediate goods	RM mil	218,848	235,448	287,884	309,667	335,532	358,755
Capital goods	RM mil	43,199	40,799	55,482	58,900	65,257	69,934
Others	RM mil	12,972	13,080	16,046	18,479	19,170	21,642
Imports for re-exports	RM mil	9,120	8,490	17,342	21,693	32,920	25,553

Notes : ^(p) Preliminary

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

Sources : Department of Statistics and Bank Negara Malaysia.

	Unit	2002	2003	2004	2005	2006	2007 ^(p)	
8.3	Direction of Exports							
	USA	% of total	20.7	19.6	18.8	19.6	18.8	15.6
	Singapore	% of total	16.9	15.7	14.9	15.6	15.4	14.6
	North East Asia ^{1/}	% of total	12.6	13.0	12.7	12.1	11.3	11.2
	ASEAN ^{2/}	% of total	8.9	9.1	10.1	10.4	10.7	11.1
	Japan	% of total	11.1	10.7	10.1	9.4	8.9	9.1
	China	% of total	5.6	6.5	6.7	6.6	7.2	8.8
8.4	Sources of Imports							
	North East Asia ^{1/}	% of total	13.7	13.1	13.0	13.0	13.5	13.6
	Japan	% of total	17.8	17.1	16.1	14.5	13.2	13.0
	ASEAN ^{2/}	% of total	11.0	12.4	12.8	13.0	12.7	13.0
	USA	% of total	16.3	15.4	14.5	12.9	12.5	10.8
	China	% of total	7.7	8.7	9.8	11.5	12.1	12.9
	Singapore	% of total	12.0	11.7	11.1	11.7	11.7	11.5
8.5	Trade Prices and Terms of Trade							
	Export Price Index	index (2000=100)	99.0	101.6	106.9	110.7	113.0	114.3
	Import Price Index	index (2000=100)	99.9	100.1	103.1	104.0	105.0	106.7
	Terms of Trade	index (2000=100)	99.1	101.5	103.7	106.5	107.6	107.1

Notes : ^(p) Preliminary

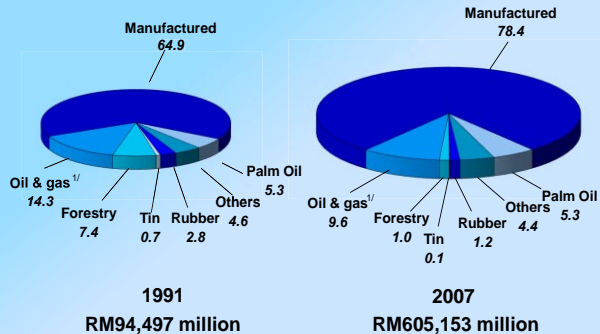
^{1/} Exclude Japan and China.

^{2/} ASEAN-10 exclude Singapore.

Sources : Department of Statistics and Bank Negara Malaysia.

DIVERSIFICATION OF EXPORTS, 1991 & 2007

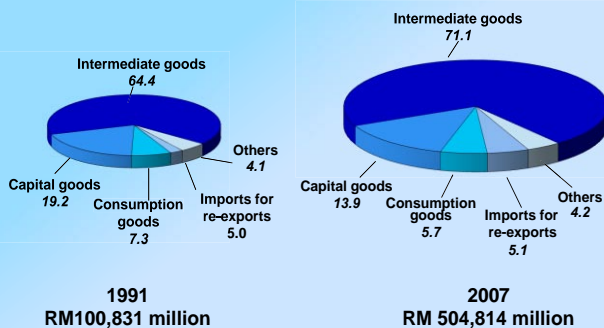
(% of Total)



^{1/} Crude oil and condensates and liquefied natural gas.

IMPORTS BY BROAD ECONOMIC CATEGORIES, 1991 & 2007

(% of Total)



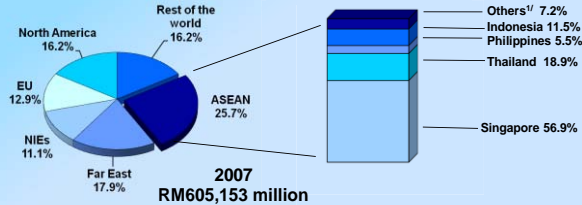
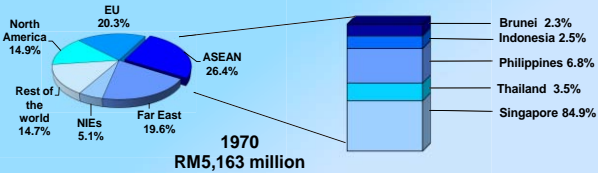
8.6 Trade Balance by Main Trading Partners (RM million)

Country	2003			2004			2005			2006			2007 ^(p)		
	Exports	Imports	Balance	Exports	Imports	Balance	Exports	Imports	Balance	Exports	Imports	Balance	Exports	Imports	Balance
North America	80,150	50,086	30,064	93,269	59,621	33,649	108,106	58,001	50,106	114,353	62,614	51,739	97,800	57,261	40,539
United States	77,872	48,717	29,155	90,254	57,863	32,391	105,238	55,869	49,369	110,586	60,210	50,376	94,519	54,688	39,831
Canada	2,278	1,369	909	3,016	1,758	1,258	2,868	2,132	737	3,767	2,404	1,363	3,281	2,573	708
EU	49,929	37,701	12,228	60,478	47,845	12,633	63,100	50,301	12,799	74,941	54,757	20,184	77,824	59,941	17,882
France	6,673	4,581	2,092	7,084	5,533	1,551	6,912	5,637	1,275	7,942	7,696	246	7,352	7,717	-365
Germany	9,131	14,666	-5,536	10,521	17,768	-7,247	11,173	19,275	-8,102	12,774	21,063	-8,288	14,832	23,423	-8,592
Netherlands	13,010	2,152	10,858	15,779	3,436	12,342	17,915	3,357	14,558	21,429	3,375	18,055	23,599	3,282	20,317
United Kingdom	8,845	5,995	2,850	10,554	6,610	3,944	9,449	6,376	3,073	10,714	6,809	3,905	9,899	7,266	2,633
ASEAN	98,677	76,360	22,318	120,298	95,601	24,698	139,519	106,681	32,838	153,560	117,442	36,118	155,560	123,421	32,139
Brunei Darussalam	1,205	18	1,187	1,209	50	1,159	1,362	47	1,315	1,268	276	992	1,381	328	1,053
Indonesia	8,086	11,175	-3,089	11,639	15,964	-4,325	12,540	16,553	-4,013	14,916	18,166	-3,250	17,749	21,379	-3,630
Philippines	5,467	11,808	-6,342	7,384	10,707	-3,323	7,517	12,191	-4,674	7,974	10,640	-2,666	8,739	9,775	-1,036
Singapore	62,488	37,142	25,347	71,938	44,278	27,660	83,596	50,586	33,011	90,751	56,188	34,563	88,508	57,955	30,553
Thailand	17,505	14,492	3,013	22,900	21,974	926	28,746	22,857	5,889	31,177	26,276	4,901	29,984	27,006	2,978
Far East	68,298	81,669	-13,371	80,785	103,662	-22,878	85,663	112,653	-26,991	94,875	121,794	-26,919	108,271	130,443	-22,166
Japan	42,507	54,039	-11,532	48,499	64,389	-15,890	50,509	62,773	-12,264	52,215	63,568	-11,354	55,241	65,539	-10,298
China	25,791	27,630	-1,839	32,286	39,274	-6,988	35,153	49,880	-14,727	42,660	58,226	-15,565	53,035	64,903	-11,868
NIEs	51,602	41,481	10,121	61,746	52,180	9,567	64,604	56,260	8,343	66,479	64,781	1,698	67,464	68,322	-857
Hong Kong	25,723	8,508	17,215	28,736	10,694	18,041	31,221	10,721	20,500	29,144	12,650	16,494	27,970	14,676	13,294
South Korea	11,555	17,304	-5,749	16,948	19,864	-2,916	18,329	21,581	-3,253	21,291	25,911	-4,620	23,032	24,933	-1,901
Taiwan	14,324	15,669	-1,345	16,062	21,621	-5,559	15,054	23,958	-8,904	16,044	26,220	-10,176	16,462	28,712	-12,250
Central & South America	3,974	3,565	409	5,696	4,871	825	6,174	6,831	-657	7,853	8,100	-247	9,260	9,050	210
Australia	9,924	4,805	5,119	15,812	6,793	9,019	18,138	8,146	9,992	16,711	8,884	7,827	20,400	10,205	10,195
TOTAL (including others)	397,884	316,538	81,347	481,253	399,632	81,621	536,234	432,871	103,363	588,966	480,773	108,194	605,153	504,814	100,339

 Note: ^(p) Preliminary

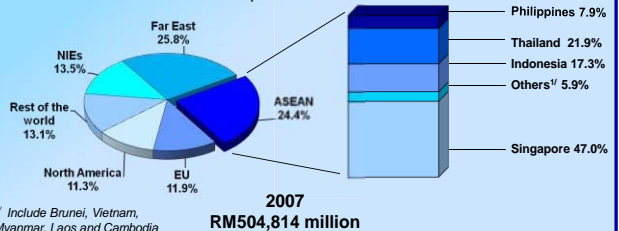
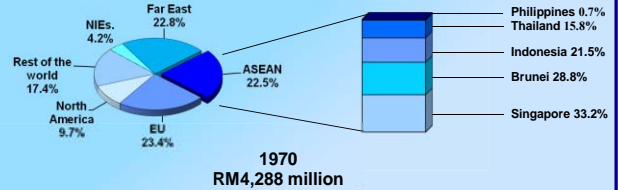
Sources: Department of Statistics and Bank Negara Malaysia.

MALAYSIA'S EXPORTS BY DESTINATION, 1970 & 2007



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

MALAYSIA'S IMPORTS BY ORIGIN, 1970 & 2007

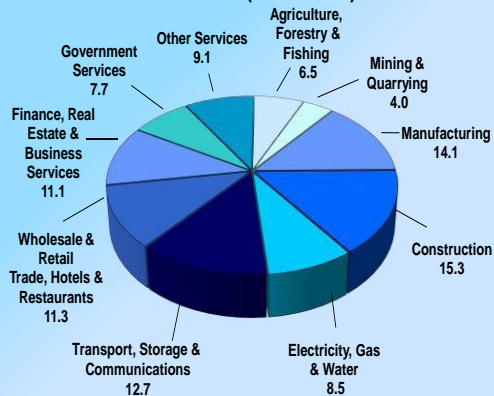


^{1/} Include Brunei, Vietnam, Myanmar, Laos and Cambodia

9. PRIVATIZATION

9.1 Privatization Achievement	1983 - 2007
Total Projects Privatized:	500
Existing projects as at 31 December 2007	348
New projects as at 31 December 2007	152
Jobs eliminated from Government payroll	113,440
Savings:	
Capital expenditure (RM bil)	159.6
Proceeds from Sales of Government Equity and Assets (RM bil)	6.5
Market Capitalization as at 31 December 2007 (RM bil)	235.9
% of total Bursa Malaysia Capitalization	21.3

SECTORAL DISTRIBUTION OF PRIVATIZED PROJECTS, 1983-2007 (% of Total)



Total Projects: 500

10. ENERGY AND INFRASTRUCTURE

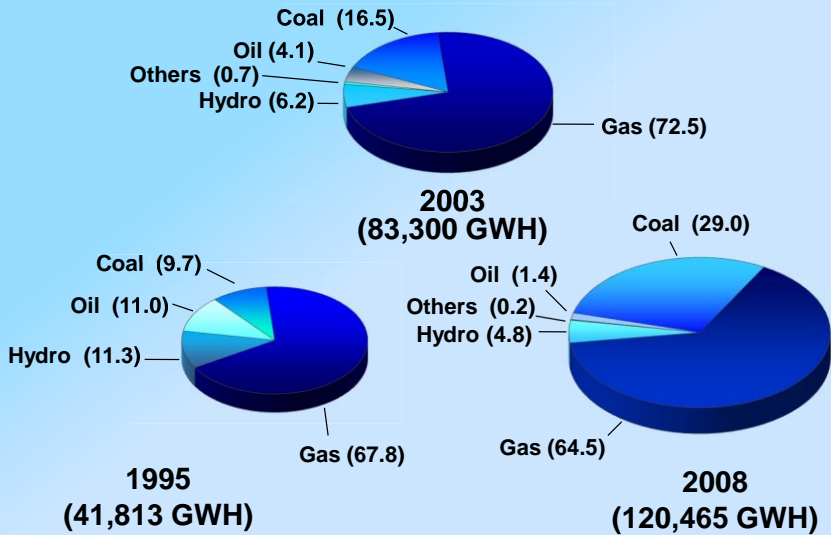
	2002		2003		2004		2005		2006		2007 ^(p)		2008 ^(f)	
	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total	PJ ^{1/}	% of Total
10.1 Primary Commercial Energy - Final Demand														
Final Demand By Source :														
Petroleum products	864.2	62.0	886.0	61.2	954.5	62.0	963.0	60.1	937.0	55.4	954.0	54.7	973.0	54.2
Electricity	248.0	17.8	264.1	18.3	287.1	18.7	291.0	18.2	307.0	18.2	321.0	18.4	331.0	18.4
Natural gas	236.3	17.0	246.3	17.0	246.4	16.0	292.0	18.2	390.0	23.1	409.0	23.5	429.0	23.9
Coal & coke	45.5	3.3	50.7	3.5	51.4	3.3	56.0	3.5	56.0	3.3	59.0	3.4	62.0	3.5
TOTAL	1,394.0	100.0	1,447.1	100.0	1,539.4	100.0	1,602.0	100.0	1,690.0	100.0	1,743.0	100.0	1,795.0	100.0
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007^(p)	2008^(f)		
10.2 Electricity - Demand and Supply														
Peak demand (Megawatt)	9,106	9,304	9,690	10,657	11,055	11,833	12,504	13,848	13,809	14,375	15,172	15,849		
Installed capacity (Megawatt)	12,992	13,894	13,625	14,291	14,761	15,483	18,562	19,423	19,380	20,125	21,559	22,551		
Reserve margin (%)	42.7	49.3	40.6	34.1	33.5	30.8	48.4	40.3	40.3	40.0	42.1	42.3		

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. and Sarawak Electricity Corporation.

GENERATION MIX OF ELECTRICITY, 1995-2008 (% of Total)



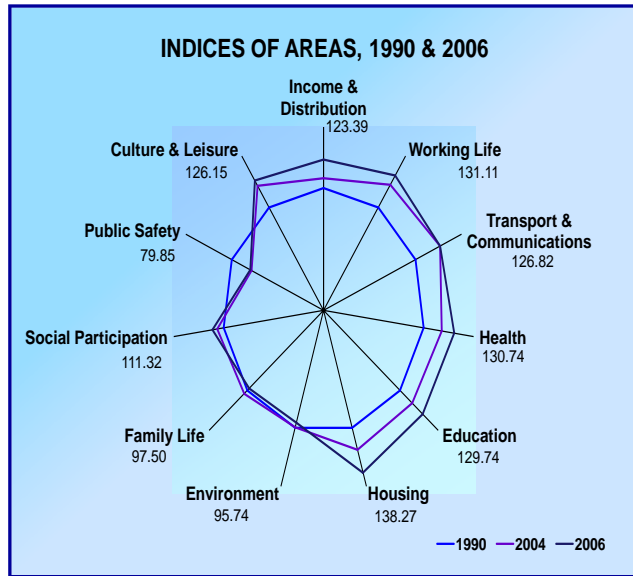
	Unit	2002	2003	2004	2005	2006	2007	2008 ^(f)
10.3 Roads By Surface Type								
Paved	km	56,348	59,113	59,255	59,277	59,816	67,851	n.a.
Unpaved	km	15,817	17,687	18,042	18,396	18,440	19,174	n.a.
TOTAL	km	72,165	76,800	77,297	77,673	78,256	87,025	n.a.
10.4 Railway Statistics								
Inter-city daily ridership	'000s	9.4	9.2	10.0	10.1	10.4	10.9	12.2
KTM Komuter daily ridership	'000s	60.5	67.5	75.0	85.7	95.9	106.0	107.4
Light Rail daily ridership	'000s	245.8	293.1	324.6	347.4	355.4	382.9	471.8
Total freight traffic	'000 tonnes	4,719	4,607	4,610	4,039	4,466	8,248	6,100
Container handling	TEUs*	262,478	276,586	302,735	310,011	333,050	389,616	424,500
10.5 Air Traffic Statistics								
No. of Passengers								
Domestic	million	20.7	21.8	25.4	25.6	25.6	27.0	27.8
International	million	13.3	12.3	15.5	17.2	18.2	19.3	21.1
TOTAL (including transit)	million	34.0	34.1	40.9	42.8	43.8	46.3	48.9
Cargo Handled								
Domestic	tonnes	147,786	152,242	181,972	197,783	183,301	196,491	182,594
International	tonnes	669,823	720,193	783,403	809,031	871,704	947,033	883,188
TOTAL (including transit)	tonnes	817,609	872,435	965,375	1,006,814	1,055,005	1,143,524	1,065,782
10.6 Port Statistics								
Composition of Cargo Throughput								
General cargo	mil tonnes	43.6	31.7	40.9	44.7	35.1	35.6	35.9
Dry bulk cargo	mil tonnes	31.7	31.7	31.8	38.2	38.5	40.3	37.5
Liquid bulk cargo	mil tonnes	95.4	98.6	101.9	103.8	104.5	110.2	82.0
Containerized cargo	mil tonnes	131.1	150.6	161.5	182.7	206.1	241.3	250.7
TOTAL	mil tonnes	301.8	312.6	336.1	369.4	384.2	391.8	370.2

Notes : ^(f) Forecast * Twenty-foot Equivalent units n.a. (not available)

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

11. QUALITY OF LIFE

Index	2004	2006
11.1 Area Indices and the Malaysian Quality of Life Index		
Income & Distribution	108.01	123.39
Working Life	122.06	131.11
Transport & Communications	126.82	126.82
Health	118.10	130.74
Education	115.94	129.74
Housing	118.85	138.27
Environment	99.67	95.74
Family Life	104.18	97.50
Social Participation	106.61	111.32
Public Safety	78.50	79.85
Culture and Leisure	121.18	126.15
MQLI	110.93	117.33



Note : 1990 is used as the base year.

Source : Economic Planning Unit.

11.2 Selected Social Indicators

	Unit	2002	2003	2004	2005	2006	2007 ^(p)
Indicators							
Trade disputes	number	431	378	321	381	333	n.a.
Working days lost	per 1000 workers	1.6	0.1	3.3	4.8	3.5	n.a.
Industrial accidents	per 1000 workers	81.8	73.9	69.1	61.1	n.a.	n.a.
Private motorcars and motorcycles	per 1000 population	442	462	488	516	529	557
Telephone fixed lines	per 1000 population	188	181	172	166	161	163
Cellular phones	per 1000 population	369	139	565	741	723	731
Internet subscribers	per 1000 population	105	114	127	139	140	144
Total road mileage	km	72,165	76,800	77,297	77,673	78,256	104,112
Total railway tracks	km	2,266	2,266	2,266	2,266	2,270	2,384
Average daily newspaper circulation	per 1000 population	148.2	147.9	154.5	148.4	144.1	n.a.
Doctor-population ratio	persons	1,406	1,377	1,402	1,300	1,214	n.a.
Crude birth rate	per 1,000 live births	19.7	20.6	19.1	19.4	19.0	17.6
Crude death rate	per 1,000 population	4.3	4.5	4.5	4.5	4.5	4.4
Infant mortality rate	per 1,000 live births	6.5	5.8	6.5	6.7	6.6	6.7
Maternal mortality rate	per 1,000 population	0.3	0.4	0.3	0.3	0.3	n.a.
Life expectancy at birth : male	years	70.8	70.9	71.1	71.8	71.8	71.9
: female	years	75.3	75.6	75.9	76.2	76.3	76.3
Beds in hospitals ^{1/}	number	34,524	34,089	34,414	34,716	35,739	35,739

Notes : ^(p) Preliminary n.a. (not available)

^{1/} Include government hospitals and special medical institutions.

Sources : Economic Planning Unit, Department of Statistics, Ministry of Works, Ministry of Health, Ministry of Transport, Industrial Relations Department, Malaysian Communications & Multimedia Commission and National Registration Department.

	Unit	2002	2003	2004	2005	2006	2007 ^(p)
Indicators							
Literacy rate	%	94.0	95.0	95.1	95.0	95.0	92.3
Enrolment : primary school ^{*/}	%	92.4	93.8	94.2	94.3	94.4	94.2
: lower secondary school	%	81.2	81.8	82.0	84.4	84.8	85.1
: upper secondary school	%	72.6	71.7	72.5	71.7	71.0	72.5
: tertiary ^{**/}	%	8.3	7.8	8.1	8.7	8.6	8.6
Pupil-teacher ratio : primary	pupils	18.1	17.6	17.2	16.5	16.1	11.1
: secondary	pupils	16.5	16.4	16.3	16.2	16.1	15.5
Electricity coverage : rural housing units	% of population	91.4	91.5	92.7	92.9	93.3	93.5
Water coverage ^{2/} : total hour/units with piped water	%	93.2	93.0	93.6	95.0	94.0	95.4
Low-cost housing units	number	749,300	818,950	849,345	907,945	945,698	556,967 ^{3/}
Air quality	% of stations with API < 50	64.7	78.4	74.5	78.0	78.0	100.0
Water quality	% of clean rivers	52.5	49.2	48.3	54.8	63.6	63.6
Forested land	% of total land	61.3	59.3	59.2	59.2	55.2	59.2
Divorces	% population aged 18-50	1.4	1.5	1.6	1.7	1.8	1.9
Household size	number	4.6	4.6	4.6	4.6	4.6	4.3
Membership in residents' associations	number	1,818	1,945	2,249	2,769	2,808	1,704
Crimes	per 1,000 population	6.1	6.2	6.1	6.0	7.5	7.7
Road accidents (fatality rate)	per 10,000 vehicles	4.9	4.9	4.5	4.2	4.0	3.5

Notes : */ Excluding pre-school enrolment in primary schools. ^(p) Preliminary

**/ Excluding pre-university (e.g. matriculation, pre-diploma and certificate) enrolment.

^{2/} Beginning from 2000, water coverage is presented by the percentage of population.

^{3/} Data from National Property Information Centre (NAPIC).

11.3 Poverty *

	Unit	1995	1997	1999	2002	2004	2007
Incidence of poverty :							
overall	% of households	8.9	6.1	8.5	6.0	5.7	3.6
rural	% of households	15.3	10.9	14.8	13.5	11.9	7.1
urban	% of households	3.7	2.1	3.3	2.3	2.5	2.0
Incidence of hardcore poverty :							
overall	% of households	2.1	1.4	1.9	1.0	1.2	0.7
rural	% of households	3.6	2.5	3.6	2.6	2.9	1.4
urban	% of households	0.9	0.4	0.5	0.3	0.4	0.3

11.4 Gender-Related Information

	Unit	2002	2003	2004	2005	2006	2007
Female Population	%	49.1	49.1	49.1	49.1	49.1	49.1
Female labour force	%	35.7	35.9	36.0	35.6	35.6	36.1
Total female employed	%	35.6	35.9	35.9	35.6	35.6	36.1
Female unemployed rate	%	3.8	3.6	3.8	3.7	3.4	3.4
Female labour force participation rate	%	46.7	47.7	47.3	45.9	45.8	46.4
Female primary schools enrolment	%	48.7	48.6	48.6	48.6	48.6	48.6
Female secondary schools enrolment	%	50.4	50.3	50.1	50.0	51.0	50.9
Female university enrolment	%	58.8	60.9	60.6	61.2	61.4	61.7
Female members in Parliament**	%	13.1	14.5	15.9	13.8	14.2	13.4

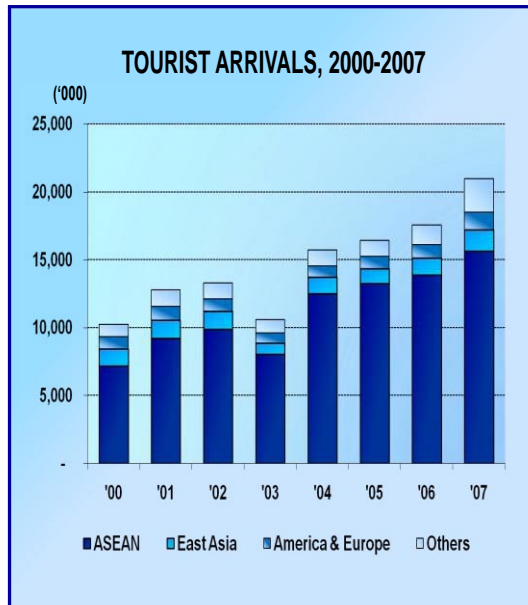
Note : * Based on Household Income Survey which is done once in a 2 years.

** Including in the Senate

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

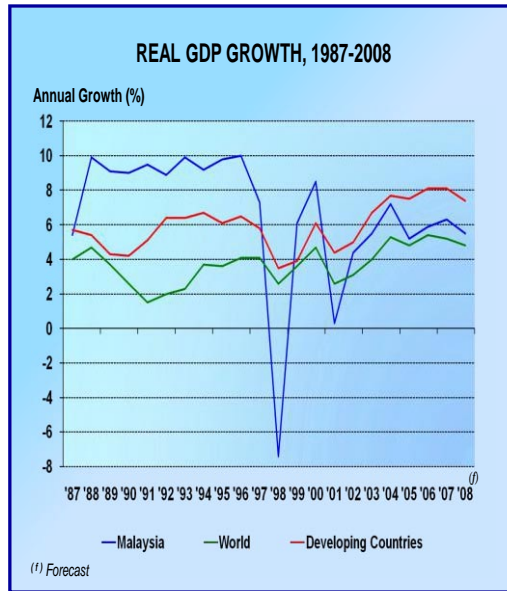
11.5 Tourist Arrivals by Region

Region	2003		2004		2005		2006		2007	
	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total	'000	% of Total
ASIA	9,159	86.6	14,086	89.7	14,809	90.1	15,678	89.4	18,120	86.4
ASEAN	8,042	76.0	12,491	79.5	13,239	80.6	13,857	79.0	15,620	74.5
Eastern Asia	833	7.9	1,226	7.8	1,108	6.7	1,263	7.2	1,595	7.6
Southern Asia	199	1.9	237	1.5	309	1.9	371	2.1	659	3.1
Western Asia	85	0.8	131	0.8	153	0.9	187	1.1	245	1.2
AMERICAS	270	2.6	272	1.7	275	1.7	312	1.8	472	2.3
Caribbean	51	0.5	38	0.2	36	0.2	38	0.2	79	0.4
Central America	17	0.2	13	0.1	13	0.1	14	0.1	30	0.1
Northern America	160	1.5	180	1.1	185	1.1	211	1.2	254	1.2
Southern America	42	0.4	42	0.3	41	0.3	50	0.3	110	0.5
OCEANIA	199	1.9	266	1.7	339	2.1	355	2.0	441	2.1
EUROPE	456	4.3	540	3.4	618	3.8	673	3.8	830	4.0
Eastern Europe	68	0.6	30	0.2	27	0.2	34	0.2	65	0.3
Northern Europe	194	1.8	277	1.8	323	2.0	349	2.0	410	2.0
Southern Europe	70	0.7	85	0.5	86	0.5	87	0.5	115	0.5
Western Europe	125	1.2	149	0.9	181	1.1	203	1.2	241	1.1
AFRICA	137	1.3	141	0.9	133	0.8	163	0.9	315	1.5
OTHERS	355	3.4	398	2.5	257	1.6	364	2.1	795	3.8
TOTAL	10,577	100.0	15,703	100.0	16,431	100.0	17,547	100.0	20,973	100.0



12. INTERNATIONAL COMPARISON

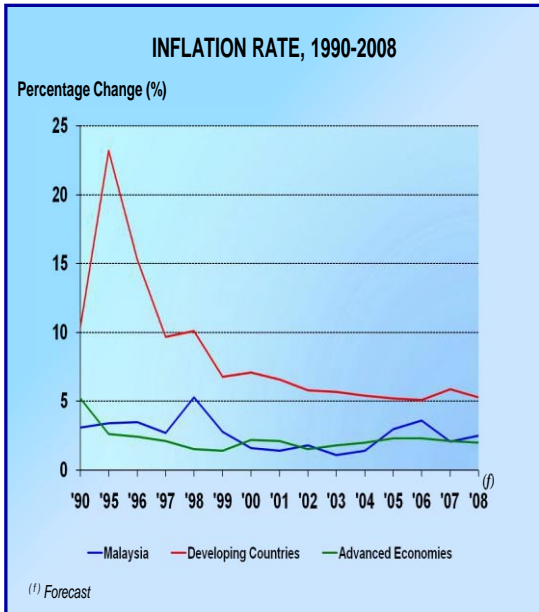
Country	2003	2004	2005	2006	2007	2008 ^(f)
12.1 Real Gross Domestic Product						
World (% Annual Growth)	3.6	4.9	4.4	5.0	4.9	3.7
Advanced Economies	1.9	3.2	2.6	3.0	2.7	1.3
Germany	-0.3	1.1	0.8	2.9	2.5	1.4
Japan	1.4	2.7	1.9	2.4	2.1	1.4
United Kingdom	2.8	3.3	1.8	2.9	3.1	1.6
United States	2.5	3.6	3.1	2.9	2.2	0.5
Developing Countries	6.2	7.5	7.1	7.8	7.9	6.7
NIEs	3.2	5.9	4.8	5.6	5.6	4.0
Hong Kong	3.0	8.5	7.1	7.0	6.3	4.3
Korea	3.1	4.7	4.2	5.1	5.0	4.2
Singapore	3.5	9.0	7.3	8.2	7.7	4.0
Taiwan	3.5	6.2	4.2	4.9	5.7	3.4
ASEAN						
Brunei Darussalam	2.9	0.5	0.4	5.1	0.4	-0.5
Indonesia	4.8	5.0	5.7	5.5	6.3	6.1
Malaysia	5.8	6.8	5.0	5.9	6.3	5.0 ~ 6.0*
Philippines	4.9	6.4	4.9	5.4	7.3	5.8
Thailand	7.1	6.3	4.5	5.1	4.8	5.3
Vietnam	7.3	7.8	8.4	8.2	8.5	7.3
China	10.0	10.1	10.4	11.1	11.4	9.3
India	6.9	7.9	9.1	9.7	9.2	7.9



Notes : ^(f) Forecast * Bank Negara Malaysia Annual Report 2007

Sources : Bank Negara Malaysia and World Economic Outlook April 2008.

Country	2003	2004	2005	2006	2007	2008 ^(f)
12.2 Consumer Price Index (% Annual Growth)						
Advanced Economies	1.8	2.0	2.3	2.4	2.2	2.6
Germany	1.0	1.8	1.9	1.8	2.3	2.5
Japan	-0.3	-	-0.3	0.3	-	0.6
United Kingdom ^{1/}	1.4	1.3	2.0	2.3	2.3	2.5
United States	2.3	2.7	3.4	3.2	2.9	3.0
Developing Countries	6.6	5.9	5.7	5.4	6.4	7.4
NIEs						
Hong Kong	-2.6	-0.4	0.9	2.0	2.0	3.6
Singapore	0.5	1.7	0.5	1.0	2.1	4.7
Korea	3.5	3.6	2.8	2.2	2.5	3.4
Taiwan	-0.3	1.6	2.3	0.6	1.8	1.5
ASEAN 6						
Brunei Darussalam	0.3	0.9	1.1	0.2	0.4	0.7
Indonesia	6.8	6.1	10.5	13.1	6.4	7.1
Malaysia	1.2	1.4	3.0	3.6	2.0	2.5~3.0*
Philippines	3.5	6.0	7.7	6.2	2.8	4.4
Thailand	1.8	2.8	4.5	4.6	2.2	3.5
Vietnam	3.2	7.7	8.3	7.5	8.3	16.0
China	1.2	3.9	1.8	1.5	4.8	5.9
India	3.8	3.8	4.2	6.2	6.4	5.2



Notes : (f) Forecast * Bank Negara Malaysia Annual Report 2007

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

Sources : Economic Planning Unit and World Economic Outlook April 2008.

Country	Year	GDP (US\$ billion)	Value Added as percent of GDP (%)		
			Agriculture	Industry ^{1/}	Services
12.3 Structure of Output					
Selected Developed Countries					
Germany	2006	2,906.7	1.0	30.0	69.0
Japan	2006	4,340.1	2.0	30.0	68.0
United Kingdom	2006	2,345.0	1.0	26.0	73.0
United States	2006	13,201.8	1.0	22.0	77.0
NIEs					
Hong Kong	2006	189.8	0.0	9.0	91.0
Singapore	2006	132.2	0.0	35.0	65.0
Korea	2006	888.0	3.0	40.0	57.0
Taiwan	2006	355.7	2.0	25.0	73.0
ASEAN					
Indonesia	2006	364.5	12.0	42.0	46.0
Malaysia^{2/}	2006	148.9	7.7	44.7	47.6
Philippines	2006	116.9	14.0	33.0	53.0
Thailand	2006	206.2	10.0	46.0	44.0
Vietnam	2006	60.9	21.0	41.0	38.0
China	2006	2,668.1	12.0	47.0	41.0
India	2006	906.3	18.0	28.0	55.0

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

^{2/} Adjusted for Import Duties less Imputed Bank Service Charges.

Sources: Economic Planning Unit and World Development Report 2008.

Country	Year	Percentage of GDP (%)			
		Government Consumption	Private Consumption	Gross Domestic Investment	Exports of Goods & Services
12.4 Structure of Demand (in current prices)					
Selected Developed Countries					
Germany	2006	18.3	58.5	18.0	45.1
Japan	2006	17.7	57.1	23.5	16.1
United Kingdom	2006	22.0	63.5	17.8	28.4
United States	2006	19.1	69.9	16.4	11.1
NIEs					
Hong Kong	2006	8.3	58.6	21.8	205.5
Singapore	2006	11.2	40.1	22.7	246.2
Korea	2006	14.8	53.6	29.0	43.0
ASEAN					
Indonesia	2006	8.6	62.7	24.1	31.0
Malaysia	2006	11.9	44.9	20.8	116.7
Philippines	2006	9.7	70.1	13.8	46.4
Thailand	2006	11.8	55.9	28.2	73.5
Vietnam	2006	5.9	62.8	32.8	73.5
China	2006	13.7	36.2	40.8	38.3
India	2006	10.3	55.8	32.5	22.1

	2003	2004	2005	2006	2007	2008 ^(f)		2003	2004	2005	2006	2007	2008 ^(f)
12.5 Current Account of Balance of Payments (US\$ billion)													
Advanced Economies^{1/}								Other Emerging Market & Developing Countries^{1/}					
Exports (f.o.b.)	5,280.1	6,256.9	6,818.0	7,718.3	8,389.8	8,960.9	Exports (f.o.b.)	2,138.2	2,760.3	3,457.4	4,201.9	4,662.0	5,175.7
Imports (f.o.b.)	5,497.8	6,573.3	7,351.7	8,362.2	9,023.0	9,632.0	Imports (f.o.b.)	1,888.3	2,432.9	2,918.5	3,513.3	4,081.2	4,594.9
Trade balance	-217.7	-316.4	-533.7	-643.8	-633.2	-671.1	Trade balance	249.9	327.3	539.0	688.5	580.8	580.9
Services (net)	105.4	147.3	174.9	202.7	226.5	244.0	Services (net)	-70.0	-70.1	-76.0	-108.6	-124.9	-129.5
Balance on goods and services	-112.2	-169.1	-358.7	-441.1	-406.7	-427.1	Balance on goods and services	179.9	257.2	462.9	579.9	455.9	451.4
Income (net)	69.9	121.6	117.0	108.8	80.1	39.7	Income (net)	-151.9	-183.3	-205.7	-227.4	-198.6	-188.2
Current transfers (net)	-178.3	-207.6	-231.7	-230.9	-260.5	-250.5	Current transfers (net)	119.5	138.6	170.7	191.7	197.8	207.6
Current account balance	-207.0	-224.2	-438.7	-525.2	-463.3	-637.8	Current account balance	144.3	213.6	439.5	606.7	630.9	729.4
Developing Asia^{1/}								Malaysia^{2/3/}					
Exports (f.o.b.)	833.3	1,065.5	1,319.3	1,617.3	1,903.8	2,191.9	Exports (f.o.b.)	104.7	126.8	142.4	160.8	176.3	201.2
Imports (f.o.b.)	763.6	1,001.9	1,209.4	1,424.8	1,658.9	1,908.5	Imports (f.o.b.)	79.0	99.2	108.4	124.1	139.1	160.6
Trade balance	69.6	63.5	109.9	192.6	244.9	283.4	Trade balance	25.7	27.6	34.0	36.7	37.1	40.6
Services (net)	-15.8	-6.6	-1.0	-3.3	1.5	8.0	Services (net)	-4.0	-2.1	-2.5	-1.9	0.7	0.7
Balance on goods and services	53.9	56.9	108.9	189.3	246.4	291.4	Balance on goods and services	21.7	25.4	31.5	34.8	37.8	41.3
Income (net)	-35.1	-36.7	-28.5	-29.2	-30.0	-29.2	Income (net)	-5.9	-6.4	-6.3	-4.7	-4.0	-5.0
Current transfers (net)	63.7	68.2	84.8	93.0	92.5	96.5	Current transfers (net)	-2.4	-3.9	-4.5	-4.6	-4.6	-5.4
Current account balance	82.6	89.2	161.4	277.5	383.5	367.5	Current account balance	13.3	15.1	20.7	25.5	29.2	30.9

Notes : ^(f) Forecast ^{1/} Data for 2007 is estimated.

^{2/} Data for 2007 is preliminary. ^{3/} Data for 2008 based on average period of Jan-June 2008 exchange rates, USD1=RM3.2193.

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

	2002	2003	2004	2005	2006	2007	2008 ^(f)
12.6 Savings and Investment (as % of GDP)							
World							
Savings	20.5	20.8	21.9	22.5	23.3	23.7	23.8
Investment	20.8	21.1	21.9	22.4	23.0	23.3	23.4
Advanced Economies							
Savings	19.2	19.1	19.8	19.7	20.0	20.0	19.7
Investment	19.9	19.9	20.5	20.9	21.3	21.1	20.8
Resource Balance	-0.4	-0.4	-0.5	-1.0	-1.2	-0.8	-0.8
Developing Asia							
Savings	33.6	36.6	38.4	41.3	43.8	44.7	44.7
Investment	31.2	33.8	35.8	36.9	37.6	38.4	39.1
Resource Balance	2.4	1.8	1.6	2.6	4.4	5.0	4.2
Malaysia (as % of GNP)							
Savings	35.0	36.9	37.0	36.6	38.4	38.4	37.5
Investment ^{1/}	26.5	24.1	24.3	20.9	21.6	22.4	22.9
Resource Balance	8.5	12.8	12.7	15.7	16.8	16.0	14.6

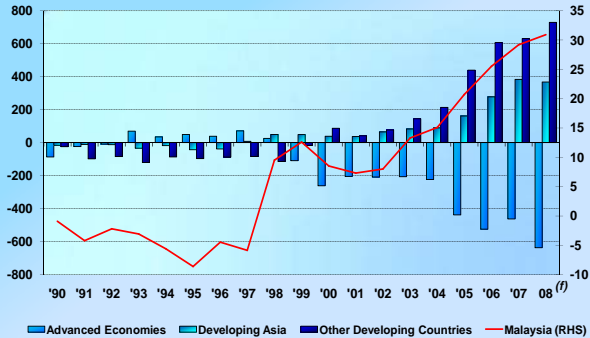
Notes : ^(f) Forecast ^{1/} Including change in stock

Sources : Economic Planning Unit and World Economic Outlook April 2008.

CURRENT ACCOUNT BALANCE , 1990-2008

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

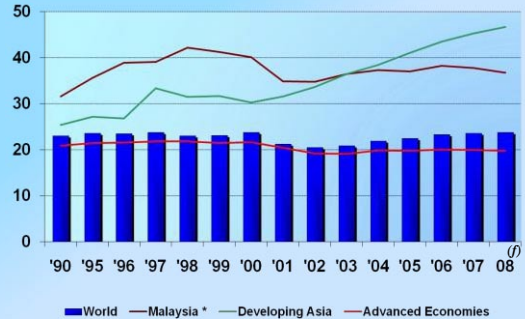
Malaysia (US\$ billion)



^(f) Forecast * Data for 2007 is estimated

WORLD SAVINGS RATE, 1990-2008 (% of GDP)

Percentage (%)



^(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 (US\$ millions)
12.7 Government, Debt And Resource Flows						
Selected Developed Countries						
Australia	2006	22.7	21.0	1.5	<i>n.a.</i>	24,022
Germany	2006	43.8	45.4	-3.2	30.0	42,870
United Kingdom	2006	27.8	44.6	-2.8	5.7	139,543
United States	2006	41.9	36.5	-2.6	16.8	175,394
NIEs						
Hong Kong	2006	19.6	15.8	3.7	0.9	42,892
Korea	2006	24.7	23.6	0.4	1.3	4,950
Singapore	2006	24.7	14.7	0.8	0.0	24,207
ASEAN						
Indonesia	2006	19.1	20.1	-1.0	31.1	5,556
Malaysia	2006	21.5	25.0	-3.3	33.2	6,060 ^{1/}
Philippines	2006	16.2	17.3	-4.0	28.3	2,345
Thailand	2006	17.6	16.4	1.1	2.0	9,751
Vietnam	2006	26.8	29.8	-4.1	<i>n.a.</i>	2,315
China	2006	18.5	19.2	-0.7	0.1	69,468
India	2006	13.8	14.1	-4.0	2.1	16,881

Notes : ^{1/} Data refer to MITI Approved Investment n.a. (not available)

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

Country	Surface Area ('000 km ²) (2006)	Population Millions (2006)	Population Density (per km ²) (2006)	Urban Population as % of Total Population (2006)	Percentage of Population using Improved Water Sources (2004)
12.8 Population, Urbanization and Population Density					
Selected Developed Countries					
Australia	7,741.2	20.7	2.6	88.0	100.0
Germany	357.1	82.4	236.0	75.0	100.0
Japan	377.9	127.8	337.3	66.0	100.0
United Kingdom	243.6	60.6	247.3	90.0	100.0
United States	9,632.0	299.4	30.5	81.0	100.0
NIEs					
Hong Kong	1.1	6.9	6,728.0	100.0	n.a.
Korea	99.3	48.4	487.0	81.0	92.0
Mexico	1,964.4	104.2	54.9	76.0	97.0
Singapore	0.7	4.5	4,500.0	100.0	100.0
ASEAN					
Brunei Darussalam	5.8	0.4	70.0	74.0	n.a.
Indonesia	1,904.6	223.0	123.0	49.0	77.0
Malaysia	329.7	26.1	80.5	63.0	99.0
Philippines	300.0	86.3	298.3	62.0	85.0
Thailand	513.1	63.4	128.7	31.0	99.0
Vietnam	329.3	84.1	256.0	n.a.	85.0
China	9,598.1	1,311.8	141.0	43.0	77.0

Note : n.a. (not available).

Sources : Economic Planning Unit, Ministry of Finance, World Development Indicators 2007/2008 and World Competitiveness Yearbook 2007.

Country	Year	Total Employment (million)	Employment by Sector (% of total employment)		
			Agriculture	Industry ¹¹	Services
12.9 Structure of Employment Selected Developed Countries					
Australia	2006	10.2	3.7	21.4	75.0
Germany	2006	39.1	2.2	25.9	71.9
Japan	2006	63.8	4.1	27.3	68.6
United Kingdom	2006	28.4	1.4	22.1	76.5
United States	2006	145.7	1.6	19.8	78.6
NIEs					
Hong Kong	2006	3.4	0.3	13.6	86.1
Korea	2006	23.2	7.9	26.8	65.2
Mexico	2006	42.9	15.4	25.8	58.9
Singapore	2006	2.5	0.0	31.3	68.7
Taiwan	2006	10.1	5.9	36.4	57.7
ASEAN					
Indonesia	2006	95.5	44.0	18.0	38.0
Malaysia	2006	11.1	12.5	36.1	51.4
Philippines	2006	33.2	35.9	15.7	48.4
Thailand	2006	36.0	38.5	25.2	36.2
China	2006	764.0	44.8	23.8	31.3

Note : ¹¹ Includes manufacturing, mining, electricity, construction, gas and water for other countries.

Sources : Economic Planning Unit and World Competitiveness Yearbook 2007.

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							
	2005	2006	2005	2006	2006	2005	2005	2005	
12.10 Quality of Life									
Selected Developed Countries									
Germany	76.0	82.0	4.0	8.0	609.7	660.0	<i>n.a.</i>	<i>n.a.</i>	957.8
Japan	79.0	86.0	4.0	8.0	711.2	610.0	<i>n.a.</i>	54.0	753.3
United Kingdom	77.0	81.0	6.0	12.0	654.7	685.0	<i>n.a.</i>	60.0	1,097.7
United States	75.0	81.0	8.0	14.0	703.4	805.0	<i>n.a.</i>	82.0	714.3
NIEs									
Hong Kong	79.0	85.0	<i>n.a.</i>	8.0	621.2	591.0	<i>n.a.</i>	31.0	1,225.7
Korea	74.0	81.0	5.0	9.0	721.2	633.0	<i>n.a.</i>	90.0	793.9
Singapore	78.0	82.0	3.0	10.0	663.0	626.0	92.5	<i>n.a.</i>	1,007.6
Taiwan	<i>n.a.</i>	<i>n.a.</i>	8.0	12.6	598.3	445.0	<i>n.a.</i>	<i>n.a.</i>	973.7
ASEAN									
Brunei Darussalam	<i>n.a.</i>	<i>n.a.</i>	9.0	22.0	<i>n.a.</i>	74.6	92.7	<i>n.a.</i>	<i>n.a.</i>
Indonesia	66.0	70.0	34.0	20.0	92.5	22.0	90.4	17.0	210.6
Malaysia	71.8	76.2	6.6	19.4	518.8	238.0	88.7	32.0	751.7
Philippines	69.0	73.0	32.0	24.0	89.2	49.0	92.6	29.0	413.0
Thailand	68.0	74.0	8.0	16.0	140.6	76.0	92.6	43.0	429.8
Vietnam	68.0	73.0	17.0	18.0	71.0	11.7	90.3	16.0	60.8
China	70.0	74.0	24.0	12.0	103.6	56.0	90.9	19.0	299.0

Note: *n.a.* (not available).

Sources: Economic Planning Unit, World Development Indicators 2007, World Competitiveness Yearbook 2007, Human Development Report 2007 and World Bank database.

Country	2001	2002	2003	2004	2005	2006
12.11 GNI Per Capita (US\$)						
Selected Developed Countries						
Germany	23,700	22,670	25,250	30,120	34,580	36,620
Japan	35,990	33,550	34,510	37,180	38,980	38,410
United Kingdom	24,230	25,250	28,350	33,940	37,600	40,180
United States	34,870	35,060	37,610	41,400	43,740	44,970
NIEs						
Hong Kong	25,920	24,750	25,430	26,810	27,670	28,460
Korea	9,400	9,930	12,020	13,980	15,830	17,690
Singapore	24,740	20,690	21,230	24,220	27,490	29,320
Taiwan	12,798	12,884	13,139	14,032	16,170	n.a.
ASEAN						
Indonesia	680	710	810	1,140	1,280	1,420
Malaysia	3,583	3,843	4,163	4,626	5,008	5,681
Philippines	1,050	1,020	1,080	1,170	1,300	1,420
Thailand	1,970	1,980	2,190	2,540	2,750	2,990
Vietnam	410	430	480	550	620	690
China	890	940	1,100	1,290	1,740	2,010

Note : n.a. (not available).

Sources : Economic Planning Unit and World Development Report 2008.

Country	Information Technology skills 2007	Broadband subscribers per 1000 inhabitants 2005	Cyber Security 2007	Fixed Telephones per 1000 inhabitants 2005	Mobile Phones per 1000 people 2005	Personal Computers per 1000 people 2006	Internet users per 1000 people 2006	Internet costs for 20 hours dial-up per month 2006
12.12 Information Age Selected Developed Countries								
Australia	7.5	103.4	7.1	564.0	906.0	763.0	742.5	22.8
Germany	7.8	129.2	6.4	667.0	960.0	660.0	609.7	7.4
Japan	7.6	116.8	6.3	460.0	742.0	610.0	711.2	13.8
United Kingdom	7.3	119.2	6.0	528.0	1,088.0	685.0	654.7	27.3
United States	8.5	96.1	6.7	606.0	680.0	805.0	703.4	15.0
NIEs								
Hong Kong	8.6	243.6	6.7	546.0	1,252.0	591.0	621.2	3.9
Korea	9.1	253.3	6.4	492.0	794.0	633.0	721.2	10.5
Mexico	6.4	18.2	5.0	189.0	460.0	132.0	188.5	20.1
Singapore	8.9	153.3	8.2	425.0	1,010.0	626.0	663.0	11.7
ASEAN								
Indonesia	5.9	0.2	4.0	58.0	213.0	22.0	92.5	17.3
Malaysia	7.6	19.2	7.1	172.0	771.0	238.0	518.8	7.4
Philippines	7.5	0.7	4.8	41.0	419.0	49.0	89.2	1.8
Thailand	5.9	0.7	5.1	110.0	430.0	76.0	140.6	7.0
China	5.8	28.7	5.6	269.0	302.0	56.0	103.59	9.8

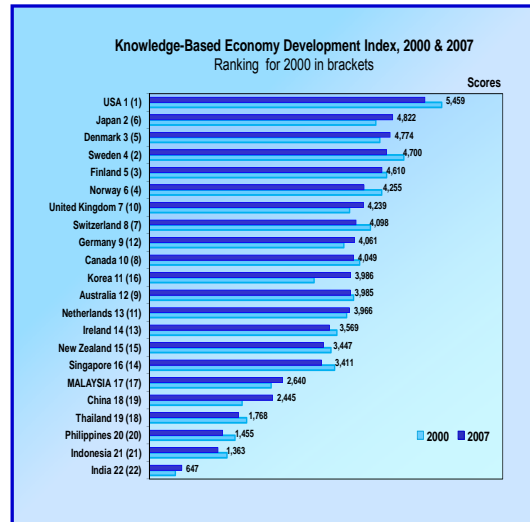
Country	Development & Application of Technology Supported 2007	Funding for Technological Development Sufficient 2007	Total Expenditure on R&D % of GDP 2005	Business Expenditure on R&D % of GDP 2005	High - Technology Exports US\$ million 2005	High - Technology Exports % of Manufactured Exports 2005	Intellectual Property Rights Enforced 2007
12.13 Science & Technology							
Selected Developed Countries							
Australia	7.2	6.2	1.8	1.0	3,276	12.7	7.4
Germany	6.8	6.6	2.5	1.8	137,547	16.9	8.2
Japan	6.8	6.4	3.2	2.4	122,680	22.5	7.0
United Kingdom	6.9	6.0	2.6	1.1	82,841	28.0	6.8
United States	7.4	7.7	2.7	1.9	233,079	31.8	7.4
NIEs							
Hong Kong	7.7	6.3	0.7	0.4	94,808	33.9	6.3
Korea	7.4	7.0	3.0	2.3	83,527	32.3	5.2
Mexico	5.1	3.6	0.4	0.2	32,262	19.6	3.7
Singapore	8.9	8.3	2.4	1.6	105,078	56.6	8.5
ASEAN							
Indonesia	5.5	3.6	0.1	0.0	6,571	16.3	3.9
Malaysia	7.2	6.8	0.6	0.5	57,376	54.7	6.7
Philippines	5.7	4.3	0.1	0.1	26,077	71.0	3.6
Thailand	5.7	5.0	0.2	0.1	22,480	26.6	3.5
China	6.4	4.1	1.3	0.9	214,246	30.6	5.4
India	6.6	6.4	0.8	0.2	2,840	4.9	5.3

12.14 The Knowledge-based Economy Development Index (KDI), 2000/2007

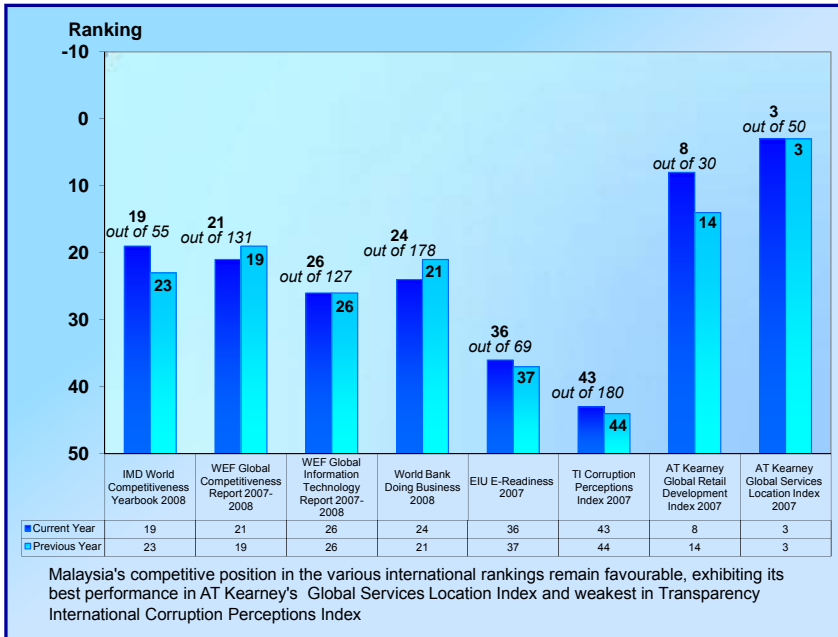
Countries / Rank	Computer Infrastructure		Infostructure		Education & Training		R&D and Technology		OVERALL	
	2000	2007	2000	2007	2000	2007	2000	2007	2000	2007
• USA	1	1	4	8	9	11	3	2	1	1
• Sweden	14	6	12	12	11	4	1	1	6	2
• Denmark	7	4	5	4	1	1	9	8	5	3
• Japan	6	7	1	3	2	5	2	4	2	4
• Finland	4	11	2	11	5	2	5	3	3	5
• Norway	3	10	3	1	3	6	12	11	4	6
• Netherlands	5	2	8	2	12	12	13	12	10	7
• Switzerland	10	13	10	6	10	10	4	6	7	8
• United Kingdom	13	5	14	7	13	14	7	9	12	9
• Canada	2	8	9	14	7	3	14	13	8	10
• Germany	16	12	7	9	16	13	11	7	16	11
• Australia	9	9	6	5	6	7	15	15	9	12
• Singapore	8	3	11	10	14	15	8	10	11	13
• Korea	15	16	16	13	4	8	10	14	13	14
• New Zealand	11	14	13	15	8	9	18	19	15	15
• Ireland	12	15	15	17	15	16	6	5	14	16
• MALAYSIA	17	17	17	18	18	17	17	17	17	17
• China	18	18	18	16	19	19	20	18	19	18
• Thailand	19	19	20	20	17	18	19	20	18	19
• Philippines	21	21	21	19	21	21	16	16	20	20
• Indonesia	22	22	19	21	20	20	21	22	21	21
• India	20	20	22	22	22	22	22	21	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.



13. MALAYSIA'S COMPETITIVENESS POSITION



14. INVESTOR'S GUIDE

14.1 Income Tax Rate

Individual 0-28%

Corporate 26%

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 Exports, 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

15.1 Foreign Exchange Administration Rules Applicable to Residents

Residents:

- Citizens of Malaysia (excluding persons who have obtained permanent resident status of a territory outside Malaysia and are residing abroad);
- Non-citizens who have obtained permanent resident status in Malaysia and are residing permanently in Malaysia; or
- Persons, whether body corporate or unincorporated, registered or approved by any authority in Malaysia.

Ringgit assets include:

- Ringgit-denominated securities including bills of exchange, private debt securities, Cagamas bonds or notes, Malaysian Government Securities, Treasury Bills, shares and warrants;
- Derivatives traded on Bursa Malaysia and OTC derivatives (excluding OTC derivatives and structured products which tantamount to lending or borrowing of ringgit between residents and non-residents);
- Fixed deposits and negotiable instruments of deposits denominated in ringgit;
- Immovable properties in Malaysia; and
- Other fixed assets in Malaysia.

Foreign currency assets include:

- Equity/portfolio investment abroad;
- Loans to non-residents;
- Foreign currency deposits onshore and offshore; and
- Investment in approved foreign currency products marketed by licensed onshore banks, licensed International Islamic Banks (licensed IIBs) and any residents permitted by the Controller of Foreign Exchange (the Controller).

Domestic ringgit borrowings refer to any ringgit advances, loans, trade financing facilities, hire purchase, factoring facilities with recourse, financial leasing facilities, guarantee for payment of goods, redeemable preference shares or similar facilities in whatever name or form, except:

- Trade credit terms extended by suppliers for all types of goods and services;
- Forward foreign exchange contracts entered into with licensed onshore banks;
- Performance guarantees and financial guarantees;
- One personal housing loan and one vehicle loan obtained from residents;
- Credit card and charge card facilities;
- Operational leasing facilities;
- Factoring facilities without recourse; and
- Inter-company borrowings within a corporate group in Malaysia.

INVESTMENTS IN FOREIGN CURRENCY ASSETS BY RESIDENTS

The current limits for investment in foreign currency assets are applicable only to residents that have domestic ringgit borrowing and are converting ringgit into foreign currency to invest in foreign currency assets.

- Investment in foreign currency assets

No limit for residents without domestic ringgit borrowing, using own ringgit or foreign currency funds
Residents with domestic ringgit borrowing are allowed to invest as follows:

Resident individuals

- No limit if funded by own foreign currency funds retained onshore or offshore
- Up to full amount of foreign currency borrowing if funded by approved foreign currency borrowing; and
- Up to RM1 million in aggregate per calendar year if funded from conversion of ringgit

Resident companies

- No limit if funded with own foreign currency funds retained onshore or offshore
- No limit if funded from proceeds of listing through initial public offering on:
 - the Main Board of Bursa Malaysia; or
 - foreign stock exchanges
- Up to RM50 million equivalent in aggregate and on corporate group basis per calendar year if funded from conversion of ringgit; and
- Up to the full amount of permitted foreign currency borrowing

- Investment in foreign currency assets by resident institutional investors
- ✓ Unit trust management companies
- ✓ Fund management companies
- ✓ Insurers and takaful operators

- ✓ Unit trust management companies
 - Investment of Islamic funds
 - No limit
 - Investment of conventional funds
 - Foreign currency-denominated funds
 - 100% of the net asset value (NAV)
 - Ringgit-denominated funds
 - 100% of NAV attributed to non-residents and residents without domestic ringgit borrowing; and
 - 50% of NAV attributed to residents with domestic ringgit borrowing
- ✓ Fund management companies:
 - Fund mandated to be invested in Shariah-compliant assets
 - No limit
 - Fund mandated to be invested in non Shariah-compliant assets
 - Foreign currency-denominated funds
 - No limit
 - Ringgit-denominated funds
 - 100% of total funds managed for non-residents and residents without domestic ringgit borrowing; and
 - 50% of total funds managed for residents with domestic ringgit borrowing
- ✓ Insurers and takaful operators, including international currency business unit of takaful operators and international takaful operators:
 - Foreign currency-denominated funds
 - 100% of NAV of foreign currency investment-linked funds marketed to residents and non-residents

	<p>Ringgit-denominated funds</p> <ul style="list-style-type: none"> – 100% of NAV of investment-linked funds marketed to non-residents and residents without domestic ringgit borrowing; – 50% of NAV of investment-linked funds marketed to residents with domestic ringgit borrowing; – 10% of margin of solvency for insurers; and – 5% of total assets for takaful operators
<ul style="list-style-type: none"> • Payment for purchase of foreign currency assets • Divestment /income from investment in foreign currency assets • Hedging 	<ul style="list-style-type: none"> • Offshore foreign currency assets <ul style="list-style-type: none"> ✓ Payment must be made in foreign currency other than the currency of Israel ✓ The foreign currency may be sourced from conversion of ringgit with licensed onshore banks or own foreign currency funds • Onshore foreign currency assets offered by licensed onshore banks, licensed IIBs or entities approved by the Controller: <ul style="list-style-type: none"> ✓ Payment may be in foreign currency or ringgit • Free to repatriate and convert divestment proceeds or income from investment in foreign currency assets into ringgit • Free to retain the proceeds in foreign currency accounts • Free to hedge with licensed onshore banks and licensed IIBs for investment in foreign currency assets based on firm underlying commitment • Hedging involving ringgit shall only be undertaken with licensed onshore banks

15.2 Foreign Exchange Administration Rules Applicable to Non-Residents

Non-residents:

- Overseas branches, subsidiaries, regional offices, sales offices and representative offices of resident companies;
- Embassies, Consulates, High Commissions, supranational or international organisations recognised by the Government of Malaysia; or
- Malaysian citizens who have obtained permanent status of a territory outside Malaysia and are residing outside Malaysia.

Ringgit assets include:

- Ringgit-denominated securities including bills of exchange, private debt securities, Cagamas bonds or notes, Malaysian Government Securities, Treasury Bills, shares and warrants;
- Derivatives traded on Bursa Malaysia and OTC derivatives (excluding OTC derivatives and structured products which tantamount to lending or borrowing of ringgit between residents and non-residents);
- Fixed deposits and negotiable instruments of deposits denominated in ringgit;
- Immovable properties in Malaysia; and
- Other fixed assets in Malaysia.

Foreign currency assets include:

- Equity/portfolio investment abroad;
- Loans to non-residents;
- Foreign currency deposits onshore and offshore; and
- Investment in approved foreign currency products marketed by licensed onshore banks, licensed International Islamic Banks (licensed IIBs) and any residents permitted by the Controller of Foreign Exchange (the Controller).

Domestic ringgit borrowings refer to any ringgit advances, loans, trade financing facilities, hire purchase, factoring facilities with recourse, financial leasing facilities, guarantee for payment of goods, redeemable preference shares or similar facilities in whatever name or form, except:

- Trade credit terms extended by suppliers for all types of goods and services;
- Forward foreign exchange contracts entered into with licensed onshore banks;
- Performance guarantees and financial guarantees;
- One personal housing loan and one vehicle loan obtained from residents;
- Credit card and charge card facilities;
- Operational leasing facilities;
- Factoring facilities without recourse; and
- Inter-company borrowings within a corporate group in Malaysia.

FOREIGN DIRECT AND PORTFOLIO INVESTMENTS BY NON-RESIDENTS

The foreign exchange administration rules support and facilitate non-residents' investments into Malaysia

<ul style="list-style-type: none"> • Purchase of ringgit assets • Sourcing ringgit for settlement of ringgit assets 	<ul style="list-style-type: none"> • Free to purchase any ringgit assets including ringgit-denominated bonds/sukuk issued by non-residents in Malaysia • Ringgit for settlement of the investment can be sourced from: <ul style="list-style-type: none"> ✓ non-residents' own External Accounts; ✓ sale of foreign currency on spot or forward basis, with licensed onshore banks or overseas branches appointed by licensed onshore banks; or ✓ onshore borrowing
<ul style="list-style-type: none"> • Onshore borrowing • Divestment/ income from investment 	<ul style="list-style-type: none"> • Free to borrow any amount in foreign currency from licensed onshore banks and licensed IIBs • Free to borrow in ringgit of any amount from licensed onshore banks, resident companies and individuals to finance activities in the real sector in , including financing the purchase of ringgit assets • Free to borrow any amount for margin financing from resident stock broking companies • Free to repatriate funds from divestment of ringgit assets or profits/dividends arising from the investments • Repatriation, however, must be made in foreign currency other than the currency of Israel
<ul style="list-style-type: none"> • Hedging 	<ul style="list-style-type: none"> • Free to hedge the exposure arising from investment in ringgit assets made on or after 1 April 2005 with the licensed onshore banks or overseas branches appointed by licensed onshore banks

INVESTMENT IN IMMOVABLE PROPERTIES BY NON-RESIDENTS

<ul style="list-style-type: none"> • Ringgit lending <ul style="list-style-type: none"> ✓ By non-resident non-bank parent companies ✓ By other non-resident non-bank companies or individuals 	<ul style="list-style-type: none"> • Free to lend any amount of ringgit to resident subsidiaries to finance activities in the real sector in Malaysia • Free to lend up to RM1 million in aggregate to resident companies and individuals for use in Malaysia
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- Foreign currency lending
 - ✓ By non-resident non-bank parent companies
 - ✓ By other non-resident non-bank companies or individuals

- Free to lend any amount in foreign currency to resident subsidiaries in Malaysia
- Free to lend in foreign currency to a resident provided the resident borrower's total foreign currency borrowing does not exceed the following limits:

✓ Resident individual	RM10 million equivalent in aggregate
✓ Resident company	RM100 million equivalent in aggregate on a corporate group basis

- The onus is on the resident borrower to obtain the prior permission of the Controller of Foreign Exchange for borrowing exceeding the limits.