



DEPARTMENT OF STATISTICS MALAYSIA



QUARTERLY BULLETIN

FOREIGN DIRECT INVESTMENT IN MALAYSIA (FDI)
& MALAYSIA'S DIRECT INVESTMENT ABROAD (DIA)



Third Quarter, **2019**

Key Highlights on

FDI & DIA in Third Quarter 2019

FDI in Malaysia recorded a lower net inflow of **RM2.9 billion** from RM4.4 billion in Q2 2019

FDI FLOWS BY REGION



ASIA
RM4.8b



AFRICA
RM0.2b



OCEANIA
RM0.1b

TOP SECTOR

1

Services
RM3.0 billion



2

Construction
RM1.1 billion



3

Mining & quarrying
RM1.0 billion



TOP COUNTRY



Netherlands
RM2.0b



Singapore
RM1.9b



Japan
RM0.9b

Malaysia's DIA recorded a lower net outflow of **RM3.7 billion** as compared RM12.6 billion in Q2 2019

DIA FLOWS BY REGION



EUROPE
-RM2.6b



AMERICAS
-RM1.9b



ASIA
-RM0.3b

TOP SECTOR

1

Services
-RM2.2 billion



2

Manufacturing
-RM1.4 billion



3

Mining & quarrying
-RM1.2 billion



TOP COUNTRY



Australia
-RM1.4b



Netherlands
-RM1.2b



Canada
-RM1.0b

Notes:

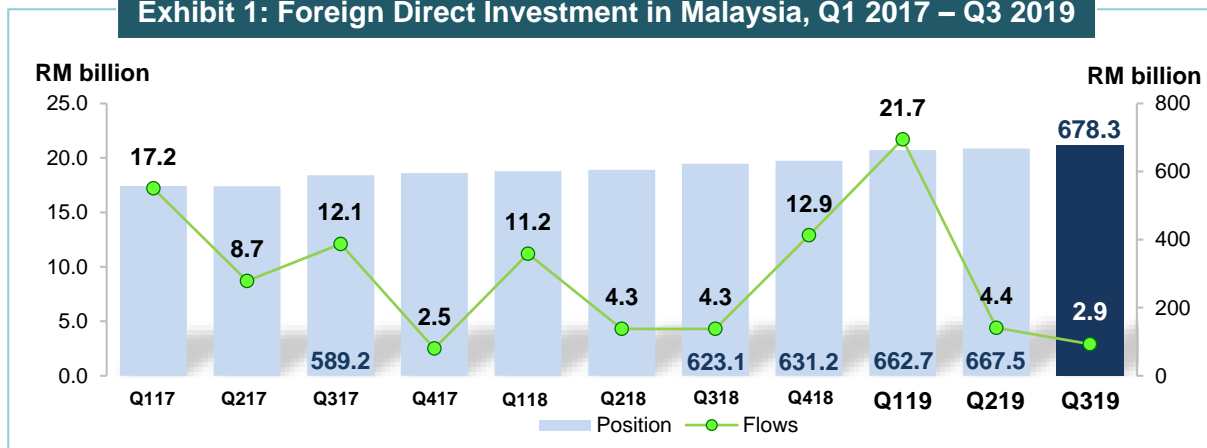
- Negative value refers to net outflow
- 'b' refer to billion

FOREIGN DIRECT INVESTMENT (FDI)

Highlights

- FDI flows in Malaysia recorded RM2.9 billion in the third quarter of 2019, compared to RM4.4 billion last quarter.
- FDI position registered a higher value of RM678.3 billion as against RM667.5 billion as at end of previous quarter, as shown in Exhibit 1.

Exhibit 1: Foreign Direct Investment in Malaysia, Q1 2017 – Q3 2019

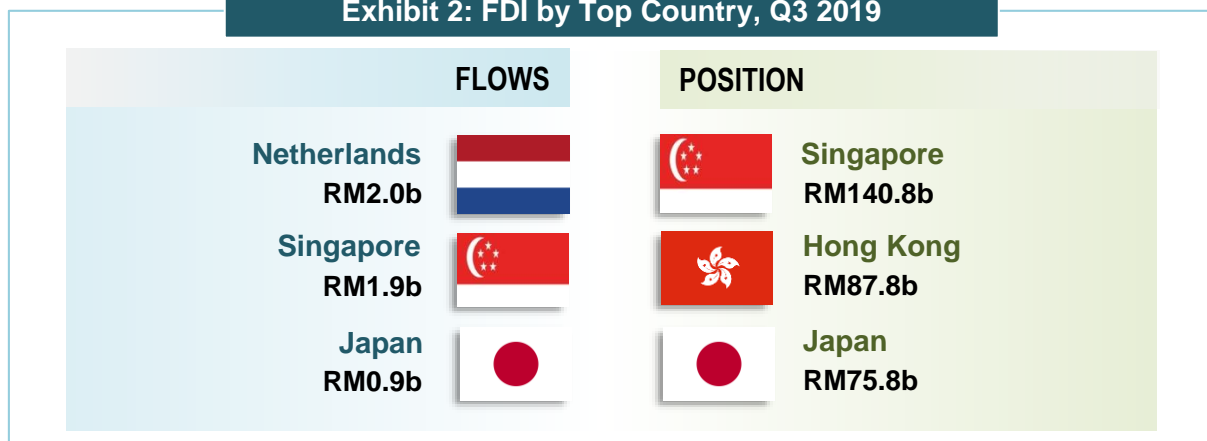


FDI by Top Country

The top three countries contributed to FDI flows were from Netherlands (RM2.0 billion), Singapore (RM1.9 billion) and Japan (RM0.9 billion). These countries collectively contributed RM4.8 billion, as shown in **Exhibit 2**.

FDI position were mainly led by Singapore with a value of RM140.8 billion, followed by Hong Kong (RM87.8 billion) and Japan (RM75.8 billion). These three countries collectively contributed RM304.4 billion to total FDI position.

Exhibit 2: FDI by Top Country, Q3 2019

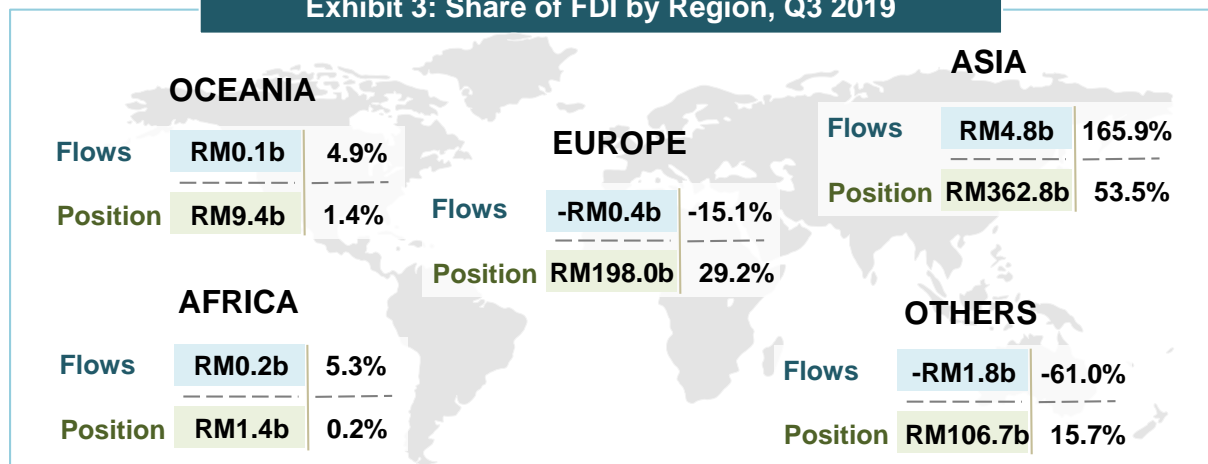


FDI by Region

Asia registered as the top region of FDI flows which amounted RM4.8 billion, followed by Africa (RM0.2 billion) and Oceania (RM0.1 billion), as shown in **Exhibit 3**.






As for FDI position, Asia remained as the largest region with cumulative share of 53.5 per cent, and followed by Europe (29.2%). These two regions contributed RM560.8 billion as at end of third quarter 2019.

Exhibit 3: Share of FDI by Region, Q3 2019



FDI by Sector

Exhibit 4: Share of FDI by Sector, Q3 2019

	FLOWS		POSITION	
	Q219	Q319	Q219	Q319
 Agriculture	RM0.1b (2.3%)	RM0.1b (2.8%)	RM11.9b (1.8%)	RM12.0b (1.8%)
 Mining & quarrying	-RM0.6b (-13.5%)	RM1.0b (33.0%)	RM48.2b (7.2%)	RM49.5b (7.3%)
 Manufacturing	RM2.1b (46.5%)	-RM2.3b (-78.6%)	RM265.8b (39.8%)	RM270.2b (39.8%)
 Construction	-RM0.5b (-10.2%)	RM1.1b (38.2%)	RM8.7b (1.3%)	RM9.7b (1.4%)
 Services	RM3.3b (74.9%)	RM3.0b (104.6%)	RM332.9b (49.9%)	RM336.9b (49.7%)

FDI flows were mainly recorded in Services sector which amounted RM3.0 billion, particularly in Financial & insurance / takaful activities, followed by Construction sector, as shown in **Exhibit 4**.

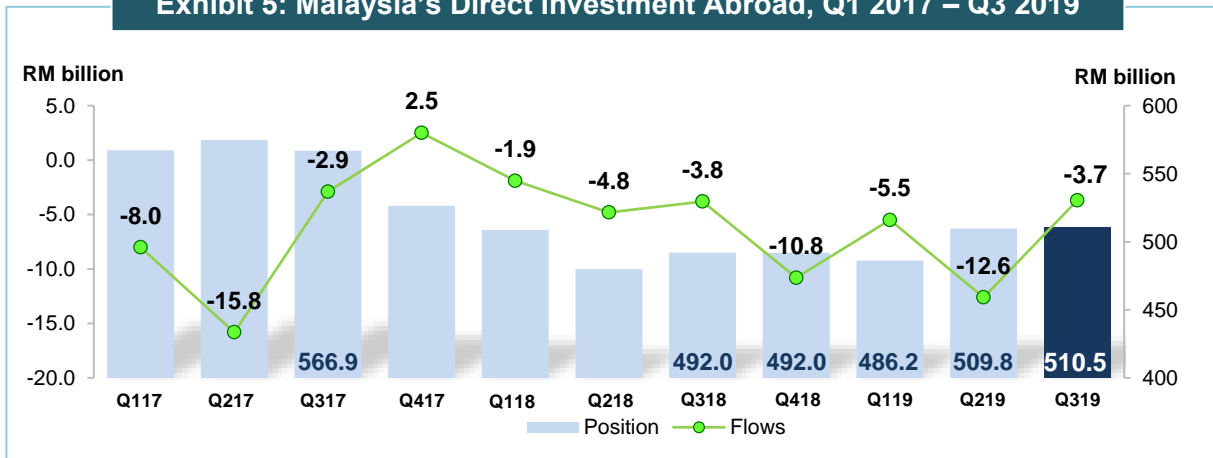
FDI position were mainly in Services (49.7%), followed by Manufacturing (39.8%) sector. Financial & insurance / takaful, Real estate activities and Wholesale & retail trade were the major contributors for Services sector.

DIRECT INVESTMENT ABROAD (DIA)

Highlights

- Malaysia's DIA flows recorded a lower net outflow of RM3.7 billion in the third quarter of 2019 from RM12.6 billion in previous quarter.
- As at end of third quarter 2019, DIA position stood at RM510.5 billion as against RM509.8 billion in last quarter, as depicted in Exhibit 5.

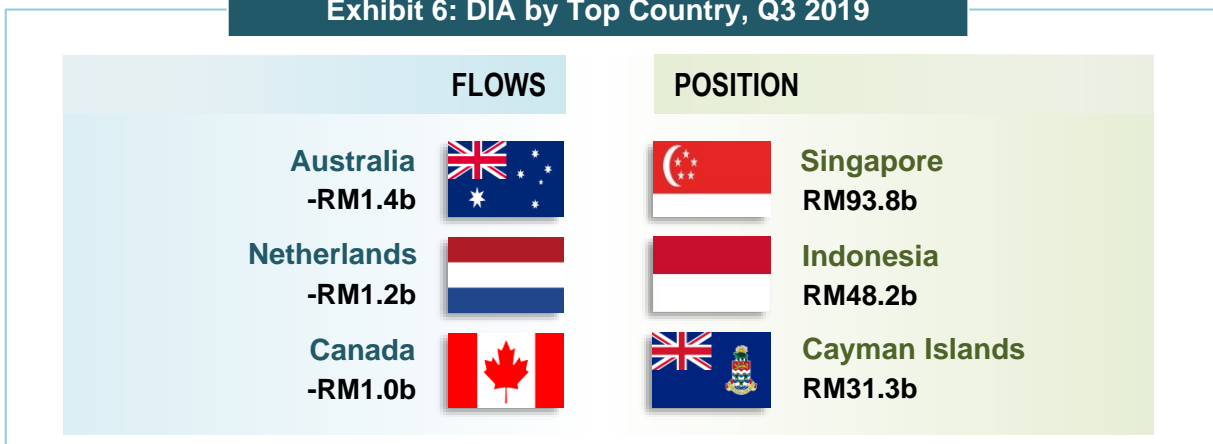
Exhibit 5: Malaysia's Direct Investment Abroad, Q1 2017 – Q3 2019



DIA by Top Country

Australia was the top destination of DIA flows in the current quarter with RM1.4 billion, followed by Netherlands (RM1.2 billion) and Canada (RM1.0 billion). These three countries accounted for RM3.6 billion (Q219: RM2.9 billion) of DIA flows, as depicted in **Exhibit 6**.

Exhibit 6: DIA by Top Country, Q3 2019



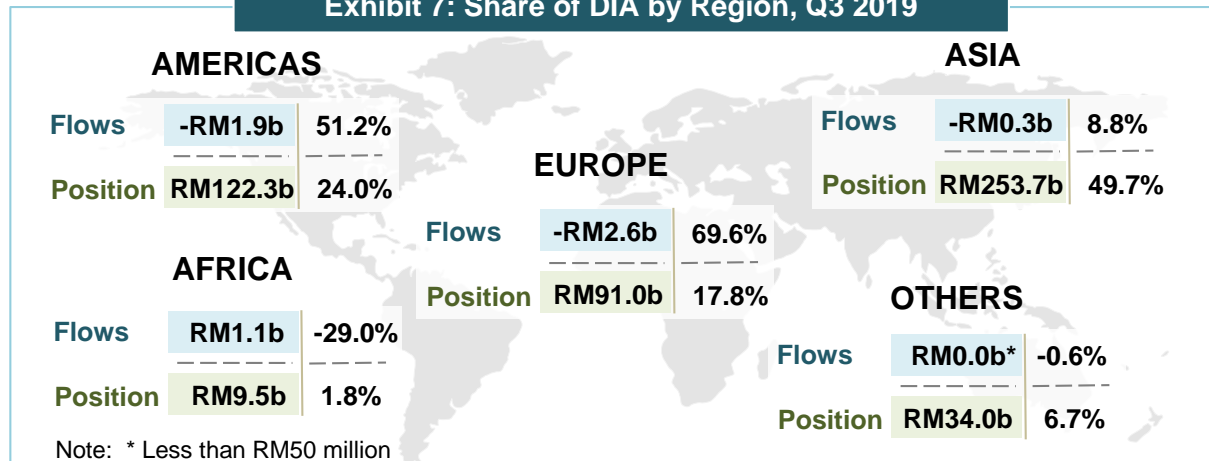
As at end of third quarter 2019, Singapore held the largest DIA position which accounted for RM93.8 billion, followed by Indonesia (RM48.2 billion) and Cayman Islands (RM31.3 billion).

DIA by Region

Europe region was the top destination for DIA flows which registered a value of RM2.6 billion, followed by Americas (RM1.9 billion) and Asia (RM0.3 billion), as shown in **Exhibit 7**.

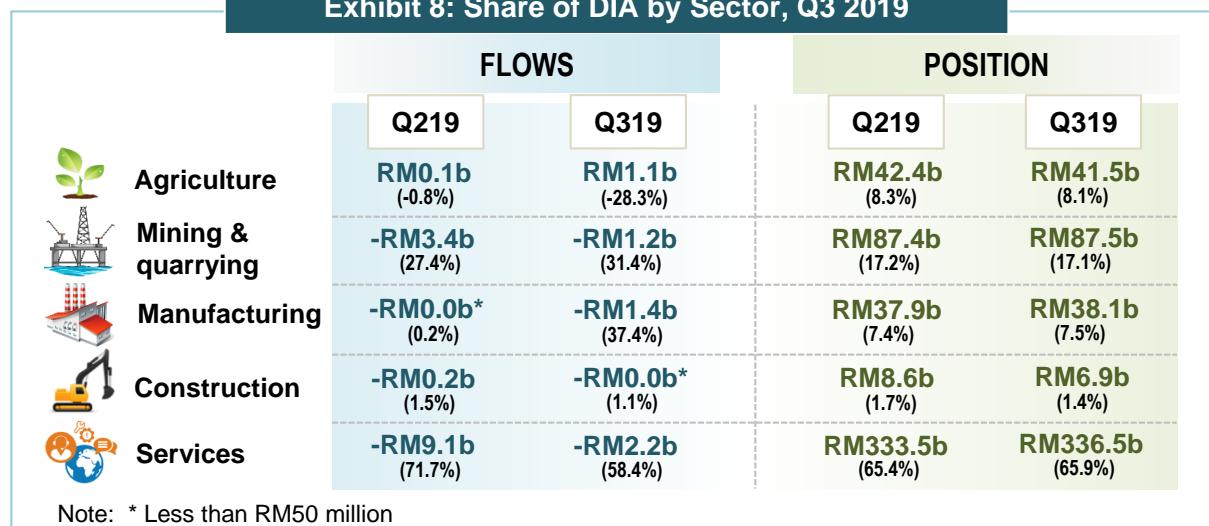
Asia region with a cumulative value of RM253.7 billion or 49.7 per cent was the major contributor for DIA position. This was followed by Americas (24.0%) and Europe (17.8%). These three regions collectively contributed RM467.0 billion to total DIA position.

Exhibit 7: Share of DIA by Region, Q3 2019



DIA by Sector

Exhibit 8: Share of DIA by Sector, Q3 2019



DIA flows was predominantly channelled in Services sector with a value of RM2.2 billion, followed by Manufacturing sector at RM1.4 billion, as shown in **Exhibit 8**. Arts, entertainment & recreation was the main contributor for Services sector.

As for DIA position, Services sector was the major contributor which registered RM336.5 billion (65.9%), followed by Mining & quarrying RM87.5 billion (17.1%).