



MINISTRY OF
INTERNATIONAL TRADE AND INDUSTRY

ASEAN FORUM ON SUSTAINABLE INVESTMENT

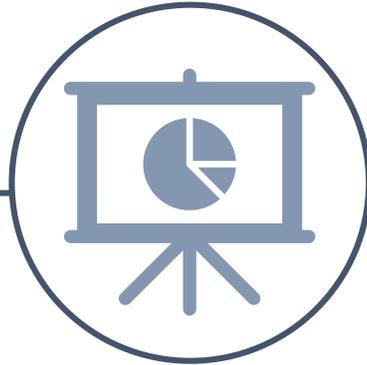
MALAYSIA'S NATIONAL INVESTMENT ASPIRATIONS

4 – 5 November 2021

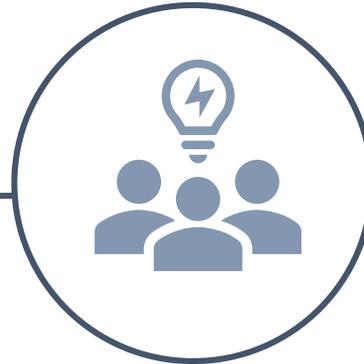
Outline



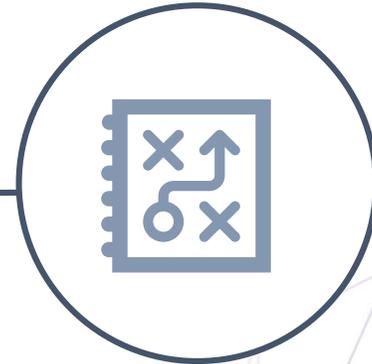
Global Trends



**The need of
quality
investment**



**National
Investment
Aspirations**



IIAs

Global Trends: Is Malaysia ready for the future?

-  EU Carbon Border Adjustment Mechanism through the European Green Deal
(Announced in December 2019)
-  US priority on carbon pricing system
(January 2021)
-  China Carbon Trading Scheme
(February 2021)
-  Japan zero emissions of greenhouse gases & carbon-neutral by 2050
(January 2021)
-  UK Emissions Trading Scheme (UK ETS)
(January 2021)
-  Singapore Green Plan 2030
(February 2021)
-  Korean Emission Trading System (KETS)
(January 2015)
-  Thailand Voluntary Emission Trading Scheme
(October 2013)



Carbon Border Adjustment Mechanism



Geopolitical shift



Environmental, Social & Governance (ESG)



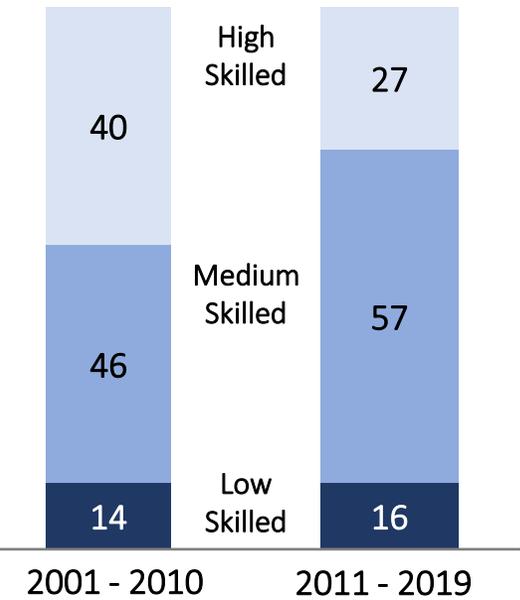
Disruptive Technologies – Tech Economy

Source: Energy Security & Climate Change Program

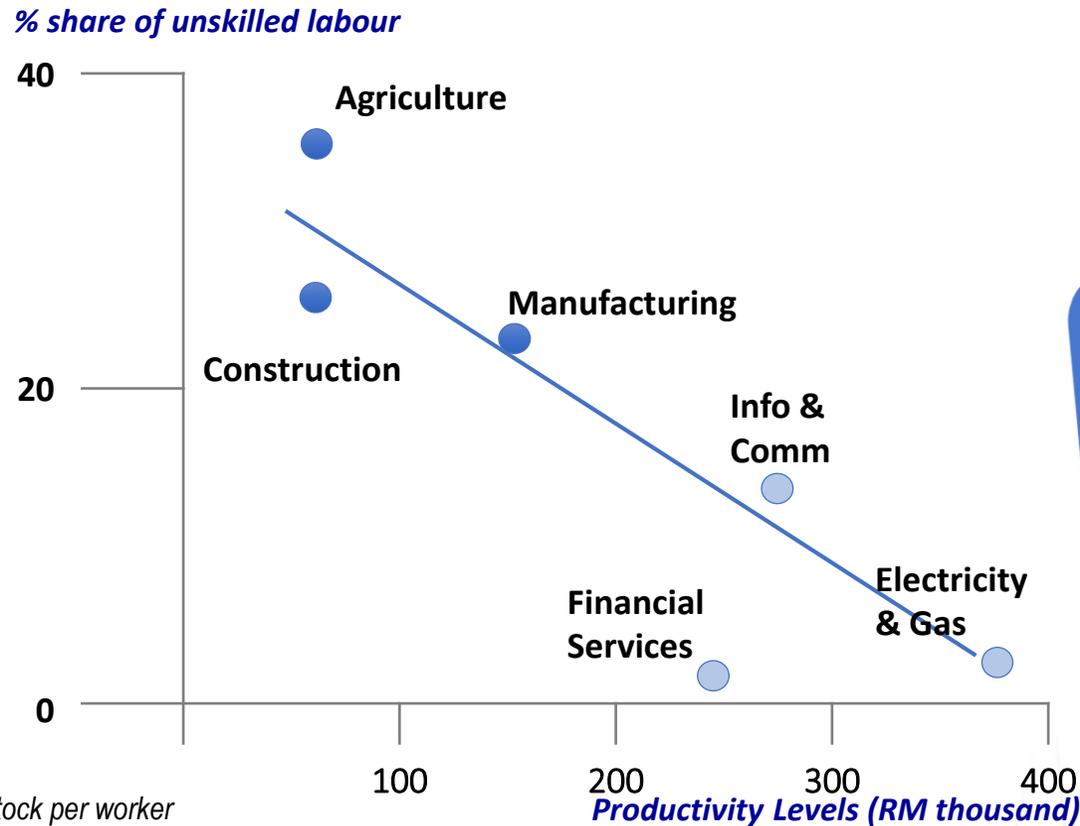
Investment need to help create high skilled jobs

Bold investment reforms are needed to generate quality jobs and improve incomes of Malaysians...

Share of Net Employment Gains by Skill Level, %



Productivity and Share of Unskilled Labour by Sector/Industries (2019)



GNI Per Capita



* Capital Intensity is measured by Gross Capital Stock per worker
Sources: Department of Statistics, Malaysia, Malaysia Employers' Federation, BNM estimates, **World Bank Report "Aiming High"

Malaysia's Investment Agenda

*National Investment Aspirations (NIA) will serve as the **FOUNDATION** for policy coherence and ensure institutional synergies in Malaysia's investment ecosystem*

Increase economic complexity

- Development of sophisticated product and services
- High local R&D and innovation intensity



Create high-value jobs

- High-skilled, high-income
- Employment for locals



Extend domestic linkages

- High use of domestic inputs
- Increase breadth and depth of domestic supply chain



Develop new and existing clusters

- Development of high-productivity sectors
- Development of new products and services locally



Improve inclusivity

- Increase development in underserved areas and communities



ESG

Objectives to be incorporated in key national plans

Economic Recovery Plan

12th Malaysian Plan (2021-2025)

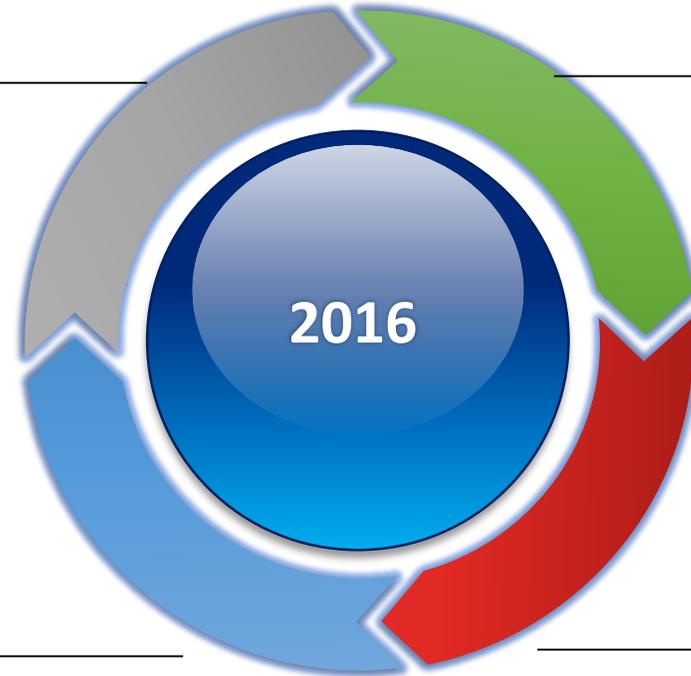
New Industrial Master Plan (2021-2030)

Malaysia's IIAs

Cross-References

UNCTAD
Investment Policy
Framework for
Sustainable
Development
(IPFSD)

5 amended articles
15 new articles



Endorsed by
Cabinet in 2018

Development in
International
Investment
Agreement (IIAs) &
On-going FTA
Negotiations/
Signed FTA

Consultations with cross-ministries and agencies in Malaysia



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Our Agencies



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