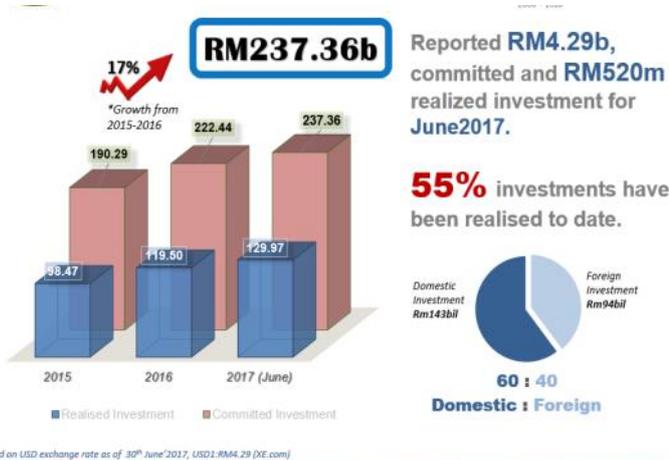


Iskandar Malaysia's Investment Updates 2017 (2006 - June 2017)

Investment Highlights

For the first half of 2017, Iskandar Malaysia had secured RM14.92 billion worth of cumulative committed investment.

This brings the total cumulative committed investment for Iskandar Malaysia for the period of 2006 until June 2017 to RM237.36 billion.



Out of the total cumulative committed investment of RM237.36 billion, 55% or RM130.55 billion has been realized on the ground to-date. An additional RM14.92 investments have been realized for the first 6 months of 2017 and this contributed to the 55% total realized investments to date.

We will continue to work closely with our investors to increase the contribution of realized investments.

Contribution by Sectors

Property and manufacturing sectors remained the main contributors to the total cumulative committed investment of RM237.36 billion.

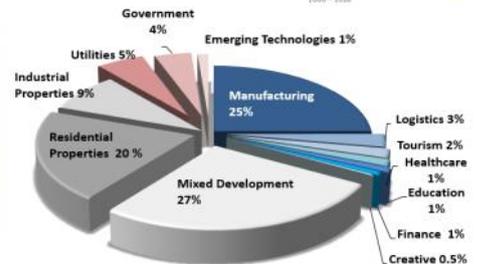
Mixed development, with total investment of RM64.74 billion accounted for 27% of the total cumulative committed investment, followed by manufacturing of RM59.26 billion or 25%, residential properties of RM47.47 billion or 20% and industrial properties of RM20.44 billion or 9%.

Some of the key projects taken into account in the first six months are IKEA Tebrau, SILC Phase 3 and Kompleks Perubatan Pakar Jalan Tahana.



Cumulative Sector Breakdown 2006 to June 2017

Sector	RM'bil
Manufacturing	59.26
Logistics	6.69
Tourism	4.69
Healthcare	3.29
Education	2.36
Finance	1.85
Creative	0.59
Mixed Development	64.74
Residential Properties	47.47
Industrial Properties	20.44
Utilities	12.97
Government	10.07
Emerging Technologies	2.94



Promoted Sectors: Rm79b
Other Support Sectors: Rm159b

Source: MIDA, Dec'2016 & Audited Corporate Announcements

The promoted sectors accounted for RM79 billion or 33% of the total cumulative committed investment of RM237.36 billion. The services sector made up of RM22.40 billion or 9%.

Local investments remained the main driver contributing 60% of the total investments.

Top foreign investment was from China with total investment worth RM26.51 billion, followed by Singapore, RM20.87 billion and USA, RM6.79 billion.

China's investments in Iskandar Malaysia are mainly in the property development sector which saw the presence of large listed Chinese property development company such as Country Garden, Greenland and R&F Properties undertaking massive waterfront development projects in Iskandar Malaysia.

We are engaging with these mega developers to bring in investments from the promoted sectors into the developments to enhance the livability and economic vibrancy of the developments.



Top 10 Foreign Investments in IM

Manufacturing, Services, Properties & Others (2006- June 2017)



Recorded a total of RM93.92b foreign investment in Iskandar Malaysia (2006-2017)

Source: MIDA, Dec'2016 & Audited Corporate Announcements

**Iskandar Malaysia's
Investment Updates 2017
(2006 - June 2017)**

BizWatch

Going forward, we will see more diversification of China's investments into areas such as manufacturing with the proposed expansion of D&Y Textile, the upcoming Industrialised Building System (IBS) project in Gelang Patah and the setting up of the Robotics City.

Investments from Singapore are more diversified and are in the manufacturing, education and healthcare sectors.

The completion of Phase 2 of the state-of-the-art facilities of Raffles American School as well as the opening of MDIS Malaysia in EduCity will mark new milestones in the investments from Singapore.

Investments from ASEAN (besides Singapore) are also on an increasing trend especially investments from Indonesia following our targeted investment missions under the IMITRA platform. Indonesian investments are usually in the manufacturing sector, eg oleochemicals and related. The hospitality (hotel) projects by Mulia Group will contribute to a more vibrant tourism landscape in Iskandar Malaysia.

BizWatch is expecting that investments from countries such as Indonesia, Japan and Korea will continue to increase in the next few years as IRDA intensifies its engagement plans and target promotions to these countries.

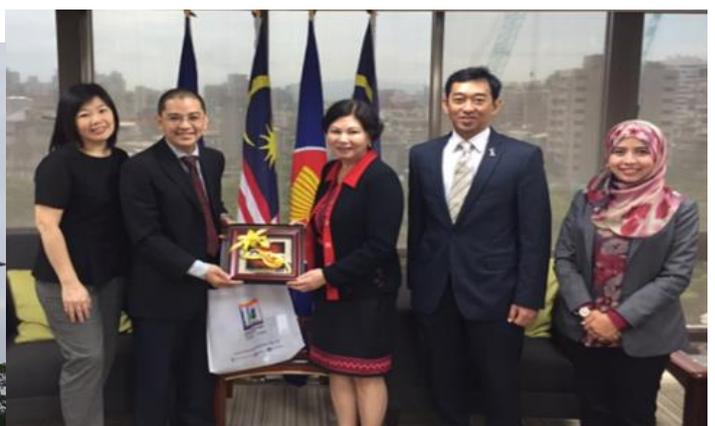
IRDA is also exploring new markets such as Thailand, India and Taiwan in order to diversify its investment portfolios in the next few years.



The opening of the Index Living Mall in Aeon Tebrau City in March 2017 after two stores in Selangor marked the entrance of investment from Thailand in the retail space. Amari Hotel on Jalan Trus with its signature Thai's hospitality had its soft opening in June.

Therefore, in order for Iskandar Malaysia to achieve its vision to become the strong and sustainable metropolis of international standing by 2025, BizWatch urge all stakeholders to collaborate with us (IRDA) as we jointly promote investments from the above countries.

Updates on IRDA Trade Mission to Taiwan (June 21 to June 23, 2017)



Malaysia Ranks 11th in Global Transportation Index

Malaysia is ranked 11th among 138 nations in the latest World Economic Forum Global Competitive Index 2016 - 2017 ranking on transportation.

Prime Minister Datuk Seri Najib Razak said in the rankings, it acknowledged that Malaysian commuters obtain greatest value for money in daily travel, beating the likes of Indonesia, Thailand, Vietnam and the Philippines.

“Today, as a result of careful planning and foresight, Malaysians are able to benefit from using the Mass Rapid Transit (MRT), with the successful launch of the Sungai Buloh-Kajang (SBK) MRT’s first phase last December,” noted the prime minister.



In the near future, he said, Malaysians would be even more connected with the completion of the MRT, Light Rail Transit Line 3 (LRT3) and KL-Singapore High Speed Rail.

The second phase of the SBK opened in June 2017 bring together 51km of tracks and 31 stations which are serving many areas not served by urban lines.

I believe no one must be left behind and that’s why we’re charging ahead on a forward trajectory with mega infrastructure projects like the Pan Borneo Highway in Sabah and Sarawak, as well as the East Coast Rail Link in Malaysia’s East Coast.”

Najib described the projects, to be completed in the medium term, as “game changer”.

“Insha-Allah, they will transform Malaysia’s socio-economic landscape and the way our people live, work, travel and do business,” he said.



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ASEAN COUNTRIES RANKING IN TRANSPORT INFRASTRUCTURE

Country	Rank	Score
1 Singapore	2	6.5
2 Malaysia	11	5.7
3 Indonesia	36	4.5
4 Thailand	37	4.5
5 Vietnam	63	3.8
6 Brunei Darussalam	70	3.5
7 Philippines	90	3.2
8 Cambodia	102	2.9
9 Laos	110	2.8

Myanmar was not included in the 2016-2017 report. Score values are on a 1-7 scale.
Source: World Economic Forum

BizWatch

Connectivity and accessibility are important elements to enhance the value propositions of development. Iskandar Malaysia is well connected by roads, rail, sea and air.

As southern gateway into Malaysia with the largest number of travelers (based on immigration records), there are already in place initiatives to improve accessibility into and within Iskandar Malaysia :

- i. Bus Rapid Transit (BRT) (connecting different areas within Iskandar Malaysia)
- II. Rapid Transit System (RTS) (connecting to the Thomson line in Singapore to Johor Bahru city)
- III. High Speed Rail (HSR) (connecting Singapore to Kuala Lumpur passing through Iskandar Puteri)

From sea, we have two ports: Johor Port and Port of Tanjung Pelepas, both subsidiaries of MMC Group which have expansion plans within the next 5 years. The growth of these ports (direct shipments, transshipments) together with Tanjung Langsat Port will contribute to the increased trade within and outside this region.

On air connectivity, the Senai International Airport is undergoing expansion to upgrade the facilities to cater for increase in air travelers following the increase of direct international flights from the airport. Currently, Airasia flies to 5 international destinations (Bangkok, Guangzhou, Ho Chi Minh, Jakarta and Surabaya) and is scheduled to add another 2 international routes by end 2017.

Once the Iskandar Malaysia’s BRT and RTS as well as the completion of HSR by 2026 as well as enhanced air and sea connectivity, Malaysia’s ranking in terms of transportation infrastructure measured by the World Economic Forum Global Competitive Index would improve further.

Season for Convocation

June is the month for graduation and convocations.

For the private universities/colleges in EduCity, June marked the achievement of various milestones with University of Reading holding their first convocation and Raffles University Iskandar holding their second convocation at the newly opened Raffles American School and the Netherlands Maritime Institute of Technology having their 4th convocation.



In this historical first convocation, the University of Reading Malaysia conferred the Honorary Degree of Doctorate of Law to Datuk Ismail Ibrahim, Chief Executive of IRDA.



Graduation of first cohort from the Henley Business School, University of Reading



Raffles University Iskandar



Netherlands Maritime Institute of Technology

BizWatch

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The Invest Iskandar Malaysia 2017 Symposium will be held on 3 to 4 October in Phoenix Hotel, Forest City. The two-day Symposium organized at the strategic project of Forest City will have three thrusts covering investments, green and the digital economy. Bringing together key thought leaders, capital market players, investors and potential investors, the two-day Symposium will be an exciting platform to network, spur forward thinking investment propositions and develop business relationships.

Our signature event will be graced by the Dato Sri Mustapa Mohamed, Minister MITI and Datuk Seri Maximus Ongkili, Minister KeTTHA. Foreign and local speakers will share their insights and views on moving Iskandar Malaysia forward.

More details and registration at www.iskandarmalaysia.com.my
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