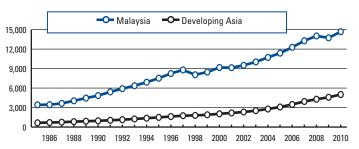
# Malaysia

### **Key indicators, 2010**

Population (millions)	27.9
GDP (US\$ billions)	238.0
GDP per capita (US\$)	8,423
GDP (PPP) as share (%) of world total	0.56

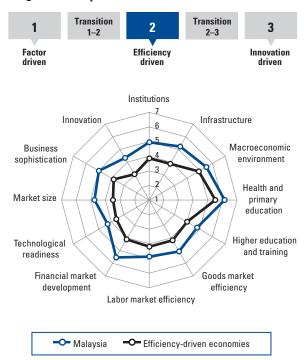
#### GDP (PPP) per capita (int'l \$), 1985-2010



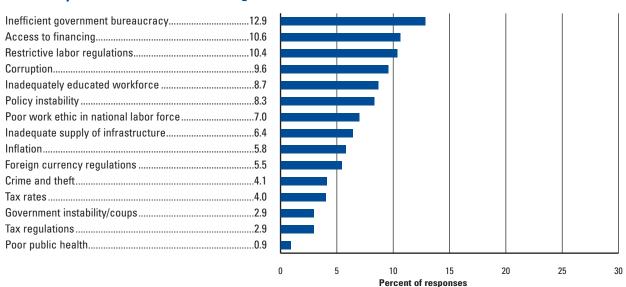
#### **Global Competitiveness Index**

	Rank (out of 142)	Score (1-7)
GCI 2011–2012	21	5.1
GCI 2010–2011 (out of 139)	26	4.9
GCI 2009–2010 (out of 133)	24	4.9
Basic requirements (40.0%)	25	5.5
Institutions	30	4.9
Infrastructure	26	5.2
Macroeconomic environment	29	5.5
Health and primary education	33	6.1
Efficiency enhancers (50.0%)	20	4.9
Higher education and training	38	4.8
Goods market efficiency	15	5.1
Labor market efficiency	20	4.9
Financial market development	3	5.5
Technological readiness	44	4.3
Market size	29	4.8
Innovation and sophistication factors (10.0%)	22	4.7
Business sophistication	20	5.0
Innovation	24	4.3

#### Stage of development



#### The most problematic factors for doing business



Note: From a list of 15 factors, respondents were asked to select the five most problematic for doing business in their country and to rank them between 1 (most problematic) and 5. The bars in the figure show the responses weighted according to their rankings.

# Malaysia

## The Global Competitiveness Index in detail

	INDICATOR VALUE RANK/142
	1st pillar: Institutions
1.01	Property rights
1.02	Intellectual property protection
1.03	Diversion of public funds
1.04	Irregular payments and bribes
1.06	Judicial independence 4.7 43
1.07	Favoritism in decisions of government officials 4.124
1.08	Wastefulness of government spending4.64.5
1.09	Burden of government regulation
1.10 1.11	Efficiency of legal framework in settling disputes 5.0
1.12	Transparency of government policymaking
1.13	Business costs of terrorism
1.14	Business costs of crime and violence4.963
1.15	Organized crime 5.5 54
1.16 1.17	Reliability of police services 5.0 39 Ethical behavior of firms 4.9 34
1.17	Strength of auditing and reporting standards 5.6
1.19	Efficacy of corporate boards
1.20	Protection of minority shareholders' interests 5.3 14
1.21	Strength of investor protection, 0–10 (best)* 8.74
	2nd pillar: Infrastructure
2.01	Quality of overall infrastructure
2.02	Quality of roads
2.03	Quality of railroad infrastructure
2.04	Quality of port infrastructure
2.05	Available airline seat kms/week, millions* 1,475.8
2.07	Quality of electricity supply
2.08	Fixed telephone lines/100 pop.* 16.1
2.09	Mobile telephone subscriptions/100 pop.*121.340
	3rd pillar: Macroeconomic environment
3.01	Government budget balance, % GDP*96
3.02	Gross national savings, % GDP*33.123
3.03	Inflation, annual % change*       1.7       1         Interest rate spread, %*       2.5       15
3.05	General government debt, % GDP*
3.06	Country credit rating, 0–100 (best)*
	*** ***
4.01	<b>4th pillar: Health and primary education</b> Business impact of malaria
4.02	Malaria cases/100,000 pop.*
4.03	Business impact of tuberculosis
4.04	Tuberculosis incidence/100,000 pop.*
4.05	Business impact of HIV/AIDS
4.06 4.07	HIV prevalence, % adult pop.*       0.5         88       Infant mortality, deaths/1,000 live births*       5.7
4.08	Life expectancy, years*74.6
4.09	Quality of primary education5.021
4.10	Primary education enrollment, net %*94.161
	5th pillar: Higher education and training
5.01	Secondary education enrollment, gross %* 68.7 101
5.02	Tertiary education enrollment, gross %*36.566
5.03	Quality of the educational system
5.04 5.05	Quality of math and science education
5.06	Internet access in schools
5.07	Availability of research and training services 5.3
5.08	Extent of staff training 5.2 9

	INDICATOR	VALUE KANK/142
	6th pillar: Goods market efficiency	
6.01	Intensity of local competition	E / 26
6.02	Extent of market dominance	
6.03	Effectiveness of anti-monopoly policy	4.825
6.04	Extent and effect of taxation	4.5 <b>16</b>
6.05	Total tax rate, % profits*	33.749
6.06	No. procedures to start a business*	994
6.07	No. days to start a business*	
6.08	Agricultural policy costs	
6.09	Prevalence of trade barriers	
6.10	Trade tariffs, % duty*	
6.11	Prevalence of foreign ownership	
6.12	Business impact of rules on FDI	
6.13	Burden of customs procedures	
6.14	Imports as a percentage of GDP*	
6.15	Degree of customer orientation	5.5 <b>13</b>
6.16	Buyer sophistication	4.4 <b>19</b>
	7th pillar: Labor market efficiency	
7.01	Cooperation in labor-employer relations	5.4 <b>15</b>
7.02	Flexibility of wage determination	
7.03	Rigidity of employment index, 0–100 (worst)*	
7.04	Hiring and firing practices	
	Redundancy costs, weeks of salary*	
7.05		
7.06	Pay and productivity	
7.07	Reliance on professional management	
7.08	Brain drain	
7.09	Women in labor force, ratio to men*	0.57 114
	8th pillar: Financial market development	
8.01	Availability of financial services	5.8 <b>20</b>
8.02	Affordability of financial services	5.5 <b>11</b>
8.03	Financing through local equity market	
8.04	Ease of access to loans	
8.05	Venture capital availability	
	· · · · · · · · · · · · · · · · · · ·	
8.06	Soundness of banks	
8.07	Regulation of securities exchanges	
8.08	Legal rights index, 0-10 (best)*	10.0 <b>1</b>
	9th pillar: Technological readiness	
9.01	Availability of latest technologies	
9.02	Firm-level technology absorption	5.628
9.03	FDI and technology transfer	5.3 <b>12</b>
9.04	Internet users/100 pop.*	55.340
9.05	Broadband Internet subscriptions/100 pop.*	62
9.06	Internet bandwidth, kb/s/capita*	
	,,,	
	10th pillar: Market size	
10.01	Domestic market size index, 1–7 (best)*	1.1 32
10.01	Foreign market size index, 1–7 (best)*	
10.02	Totelgit market size index, 1–7 (best)	5.0
	11th pillar: Business sophistication	
11 01		F.F. 4F
11.01	Local supplier quantity	
11.02	Local supplier quality	
11.03	State of cluster development	
11.04	Nature of competitive advantage	4.329
11.05	Value chain breadth	4.823
11.06	Control of international distribution	5.0 <b>12</b>
11.07	Production process sophistication	4.927
11.08	Extent of marketing	
11.09	Willingness to delegate authority	
	.g	
	12th pillar: Innovation	
12.01	Capacity for innovation	// 3 <b>10</b>
	Quality of scientific research institutions	
12.02	•	
12.03	Company spending on R&D	
12.04	University-industry collaboration in R&D	
12.05	Gov't procurement of advanced tech products	
12.06	Availability of scientists and engineers	
12 07	Litility natents granted/million non *	72 32