



**INVESTMENT: THE IMPACT OF FOREIGN DIRECT
INVESTMENT (FDI) IN MALAYSIA**

**NORLIYANA BT MHD SAIBANI
2004374063**

**BACHELOR OF BUSINESS ADMINISTRATION
(HONS) INTERNATIONAL BUSINESS
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
MELAKA**

MAY 2007

DECLARATION OF ORIGINAL WORK



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“DECLARATION OF ORIGINAL WORK”

I, NORLIYANA BT MHD SAIBANI,

Hereby, declare that,

- This work has not previously been accepted in substance for any degree, locally or overseas and is not being concurrently submitted for this degree or any other degrees
- This project paper is the result of my independent work and investigation, except where otherwise stated
- All verbatim extracts have been distinguished by quotation marks and sources of my information have been specifically acknowledged.

Signature: _____

Date: APRIL 2007

ACKNOWLEDGEMENT

Firstly, I would like to dedicate my highest gratitude to Allah S.W.T for giving me strength in order to complete my research. I would also like to thank to my respective advisor, Mr. Norazman bin Harun for giving me prudent advice and guidance in shaping my direction to ensure that I could complete the research successfully. Apart from that, I would like to thank to my second advisor Madam Nurul Wahji bt Ahmad who gives advice and support in completing this research.

I would like to take this opportunity to thank to Miss Ezanee Romli, Manager Assistant of Advertising and Promotion/ Public Relation (PR), Sales KL, TM Retail, for give me ideas and support in doing this research.

Finally, I would like to express my gratitude to my fellow friends and family that for their continuous support to ensure that I continued growth and success during my study. It was quite hard for me to complete this research without guidance, assistance and support from persons that I mentioned above

ABSTRACT

The problem statement of this study is how far FDI gives benefit to Malaysia according to the area which is economic growth, employment, technology diffusion and transfer, and spillover/linkage to domestic firms. This research also study about what most impact that FDI gives to Malaysia. As far as concern with the FDI, this research will focus to analysis whether Malaysia gain either positive or negative impact from receiving the FDI.

The research objective is to determine the majority level of FDI impacts, to measure the central tendencies and dispersion, and to determine the trend analysis between FDI and its impact.

This research use exploratory and descriptive because an exploratory study is undertaken when not much is known about the situation of FDI in Malaysia, in descriptive research design it would ascertain and to describe the characteristics of the variables of interest in the impact of FDI Malaysia. The secondary data were used in this study which is journals and articles related to this study for the literature review writing. In this research, the program that will use is SPSS. To analyze there have three type of analysis which is frequency, descriptive statistics and line chart for trend analysis.

The finding of this research is technology not easy to diffuse and transferred from MNCs to Malaysia through FDI. However, FDI gives meaningful impact to our domestic firms because spillover/ linkage exist between MNCs and domestic firms through copying foreign affiliates' technique.

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