

THE DETERMINANTS OF THE EFFECTIVENESS OF ONE DISTRICT ONE INDUSTRY (ODOI) PROGRAMME

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DECEMBER 2013

ACKNOWLEDGEMENT

At this successful completion of my thesis, I am deeply relieved and thankful to God for the strength and patience that has been to me to enable me to finish this thesis paper. The past one semester has been exciting and challenging experience for me completing this thesis.

First and foremost, I would like to address my special gratitude to my advisor Mr Hylmee bin Matahir for his insight, criticism, guidance and support throughout completing this research paper. His ideas have formed a firm base for my study, which serves as a guideline to me.

I would also like to extend my gratitude to Mr. Hj Wahi bin Ismail as my second advisor and as a panel of examiner during VIVA who has provided useful insight and advice to me.

Besides, I would also extend my gratitude to the participants of One District One Industry (ODOI) programme for their support in giving me the information needed in this research.

Finally, to my dearest beloved parents and siblings, thank you so much for being supportive, loving and caring towards me throughout completing my Bachelor of Business Administration (Hons) Business Economics. And special thanks to my friends Asrafrawbi'ah binti Abdullah, Rosefadzillah binti Ali, Natasha Nani and Steffi Severin for their help, encouragement, ideas and emotional support. Thank you very much and may God bless you all.

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CHAPTER 1

INTRODCTION

1.0 Introduction

The background of study section explains some general information regarding the topic in this study. The implementation of One District One Industry programme raises the concerns whether it is effective and what would be the determinants that leads to its effectiveness. This section will also discuss about the research question arise concerning the ODOI issues, the objective of the study as well as the significance of the study.

1.1 Background of Study

In the year 2003, One District One Industry (ODOI) programme was introduced by the Malaysian Government. The programme was inspired by the accomplishment of the One Tambon One Product (OTOP) programme in Thailand. According to the study by Mackenzie (1992) and Friedman (1987), enhancing rural entrepreneurship is one of the ways to boost economic development and thus improving the well being in rural areas.

According to the study by Tajuddin (2012), being employed may be a more attractive option to many, especially in countries where employment opportunities are readily available and entrepreneurial activities are generally not very rewarding, but in other cases especially those in poor countries, entrepreneurial action is crucial as that is