



**TRADE PERFORMANCE BETWEEN MALAYSIA
AND BRUNEI DARUSSALAM FOR THE YEAR 1996
UNTIL 2006 PROSPECT FOR INCREMENT IN
FUTURE TRADE**

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ABSTRACTS

Malaysia and Brunei Darussalam is a neighbor country who shares several similarity of demographic such as race, religion, language use and many other several factors. Both countries have done bilateral trade since 1984 but both countries are not the major contributor in import and export performance of the two countries.

Henceforth, this project paper was intended to study the prospects of increment in future bilateral trade between these two countries and also the determinants of trade. The study is done by using secondary data. Data that is needed in this research is import and export data for both countries and also the exchange rate data in terms of US Dollar with the time frame of 11 years from 1996 until 2006.

Research also is done to know why that there is so much of land that is not being developed by the government of Brunei. They are too dependent on the oil and liquefied natural gas industries.

With such emphasis, there should be more development, as well as improvement in trade in order to increase the trade trend.

1.1 BACKGROUND OF STUDY

1.1.1 Malaysia



Malaysia's geographic can be divided into two demographic and economics region. Part of it is known as Peninsular Malaysia along the straits of Malacca and the other part is on the East of Malaysia, which consists of two states on the Borneo or known as Sabah and Sarawak. Current population for the year 2005/2006 is 25.5 million³. (World Bank Sources, 2005). The estimated population in Malaysia until June 2007 is 27,122,000 person. (www.wikipedia.com).



Figure 1.0: Map of Malaysia