TIDAK BOLEH DIFOTOSTAT

Perputakatin Universiti Teknologi MARA Kumpus Machang.

## A STUDY OF FOREIGN DIRECT INVESTMENT: THE IMPACT ON ELECTRICAL & ELECTRONIC PRODUCTS, WOOD & WOOD PRODUCTS, TRANSPORT EQUIPMENT AND FOOD MANUFACTURING

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A dissertation submitted for partial fulfillment of the requirements for the Bachelor of Business Administration (Hons) Finance

## FACULTY OF BUSINESS AND MANAGEMENT UNIVERSITI TEKNOLOGI MARA MACHANG CAMPUS KELANTAN

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Perpustakian Eniversiti Teknolosi MARA Kaupus Machaus.

## LETTER OF TRANSMITTAL

March 26, 2002

The Head of Program, Bachelor of Business Administration with Honours (Finance), Faculty of Business Management, Universiti Teknologi MARA, 18500 Machang, Kelantan.

Dear Sir,

#### **SUBMISSION OF PROJECT PAPER (FIN 650)**

Attached is the project paper titled 'A STUDY OF FOREIGN DIRECT INVESTMENT: THE IMPACT ON ELECTRICAL & ELECTRONOIC PRODUCT, WOOD & WOOD PRODUCT, TRANSPORT EQUIPMENT AND FOOD MANUFACTURING' to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you,

Yours sincerely,

#### UMI AZWANI BINTI ABDUL RAHMAN

99389288

Bachelor of Business Administration with Honours (Finance),

# ACKNOWLEDGEMENT

#### Bísmíllahírrahmanírrahím....

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# ABSTRACT

Foreign Direct Investment (FDI), an inflow of capital and new technology is regarded as an important factor for the growth and industrial development of a country.

The purpose of this study is to analyze the relationship between FDI inflow and its impact on the production level of selected sector; Electrical & Electronic Products, Wood & Wood Products, Transport Equipment and Food Manufacturing.

This study uses a sample of twelve years data over the period from 1989 to 2001. The analysis is done by using simple regression analysis on the four selected models. The study also focuses on the trends of FDI in flow between 1989 to 2001.

## LIST OF ABBREVIATIONS

FDI	=	Foreign Direct Investment
MIDA	Ŧ	Malaysian Industrial and Development Authority
MITI	=	Malaysian International Trade Industry
EP	=	Export Promoting
IS		Import Substituting
FCCs	=	Foreign Control Company
LCCs	=	Local Control Company
Ee	=	Electrical and Electronic
Ww	=	Wood and Wood
TE	=	Transport Equipment
MNCs	=	Multinational Corporation
GDP	=	Gross Domestic Product
ICT	=	Information Communication Technology