

TABLE OF CONTENTS

	Page
Abstract	<i>i</i>
Acknowledgements	<i>ii</i>
List of Tables	<i>iii</i>
List of Figures	<i>iv</i>
CHAPTER 1 INTRODUCTION	1
1.1. Recent Trends in International Capital Flows	1
1.2. Background of the Problem	5
1.3. Objectives of the Study	8
1.4. Significance of the Study	8
1.5. Scope of Study	9
1.6. Limitations of the Study	10
1.7. Organisation of the Study	10
CHAPTER 2 LITERATURE REVIEW	12
2.1. Theories of FDI	12
2.2. International Competitiveness	20
CHAPTER 3 RESEARCH METHODOLOGY	24
3.1. Secondary Data	24
3.2. Limitations and Strengths of the Data	24
3.3. Data Analysis Techniques	26
3.4. Considerations for Factor Choice	28
3.5. Analysis	29
CHAPTER 4 RESEARCH FINDINGS	31
4.1. Malaysia's International Competitiveness	31

4.2.	Regression Analysis	33
4.3.	Correlation between International Ranking and FDI Inflows	37
4.4.	Correlation between Economic Growth Rates and FDI Inflows	40
4.5.	Correlation between Exports and FDI inflows	43
4.6.	Other Factors of FDI	45
CHAPTER 5 CONCLUSION AND RECOMMENDATIONS		49
5.1.	Summary	49
5.2.	Conclusions	50
5.3.	Policy Recommendations	53
5.4.	Suggestions for Additional Research	56
5.5.	Implications of the Study	57
APPENDIXES		58
APPENDIX I:	WEF Competitiveness Ranking	58
APPENDIX II:	IMD Competitiveness Ranking	60
APPENDIX III:	MIDA Approved Projects	61
APPENDIX IV:	Regression Analysis (Enter)	62
APPENDIX V:	Regression Analysis (Stepwise)	64
APPENDIX VI:	Foreign Equity Conditions	67
BIBLIOGRAPHY		68