



Investment Trend and Economic Situation in Myanmar

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Directorate of Investment and Company Administration

- Expanding our financial resources
- Improving the operations of state-owned enterprises and privatizing those enterprises
- Fostering the human capital
- The rapid development of fundamental economic infrastructure
- Creating employment opportunities for all citizens
- Establishing an economic model
- Asserting the right individuals to freely pursue the economic opportunities
- Achieving financial stability

- Building environmentally sustainable cities, upgrading public services and utilities
- Establishing a fair and efficient tax
- Establishing technical systems and procedures
- Identifying the changing and developing business environment

- In order to achieve a 6-9% annual GDP growth, an accumulative amount of USD140 billion is necessary during the period 2014 - 2030.

Required Annual Investment to Achieve GDP Growth Target

Unit: Million USD

Year/Period	Total Investment	FDI	Domestic investment	Government Capital Investment
2014	11,899	3,282	3,146	5,470
2015	14,308	4,661	3,763	5,884
2016-20 Average	20,558	6,306	5,093	7,416
2021-25 Average	32,025	8,120	10,672	10,516
2026-30 Average	49,886	11,405	19,095	14,888
Total	495,091	138,429	181,206	175,455

Vision

Dynamic economic growth led by FDI worth USD140 billion* during the period of 2014 to 2030

*accumulated amount

Goals (with Target FDI amount)

**Short-term
(2015)
USD 4 billion/year**

Increase of FDI to achieve access to the Global Supply Chain for Myanmar's economy and to contribute to the development of the domestic market as well as to export

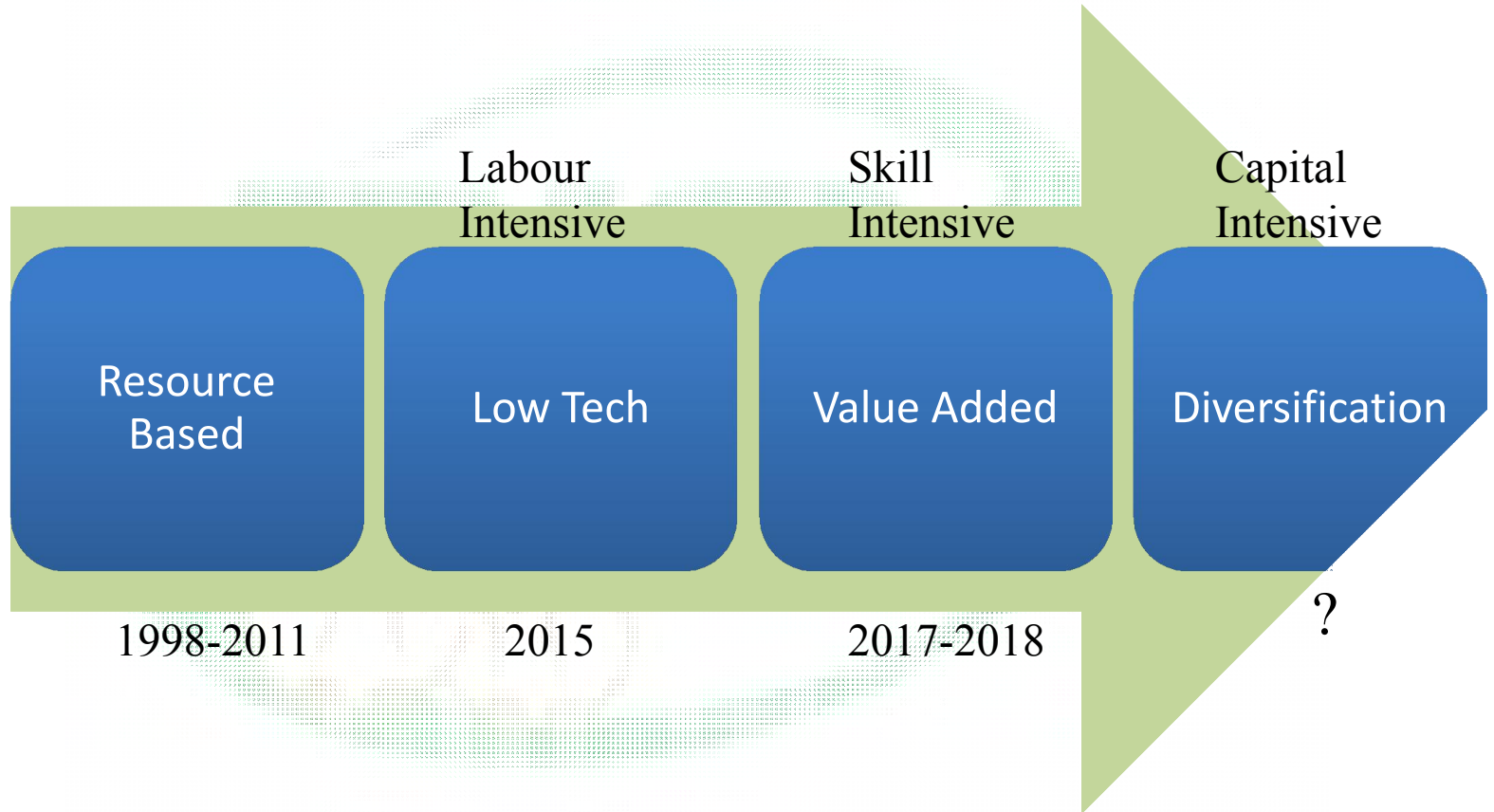
**Mid-term
(2016-2020)
USD 6 billion/year**

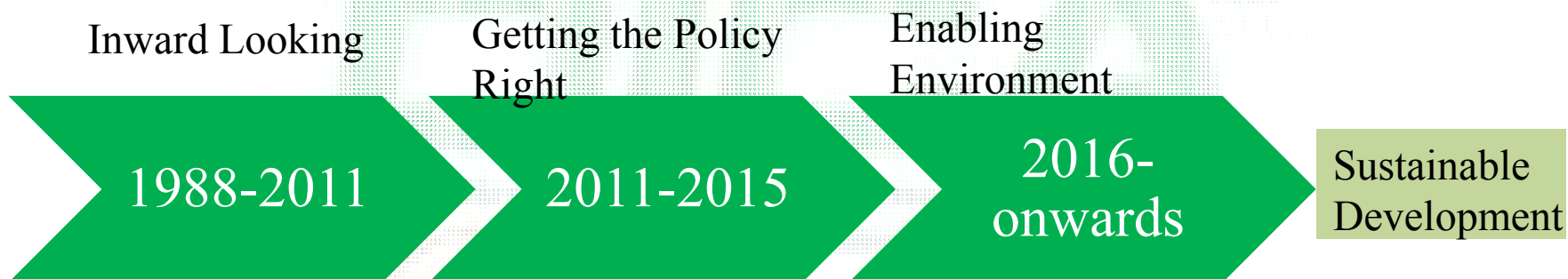
Achievement of comparative advantage in the AEC with internationally-recognized reputation and realization of domestic industrial diversification

**Long-term
(2021-2030)
USD 8 billion/year (2021-2025)
USD 11 billion/year (2026-2030)**

Development of industrial agglomeration through continuous FDI-led industrial development with sophisticated infrastructure and multi-layered supporting industries that contributing as the core driver of Myanmar's sustainable economic growth

Trend of Investment





Myanmar Investment Law



Submitting Proposal (Section 36)

- Businesses that are strategic for the Union
- Large capital intensive investment projects
- Projects which have large potential impact on the environment and the local community
- Business carried out in State-owned land and building
- businesses which are designated by the government to require the submission of a proposal to the Commission

Business except
where it concerns
investments
stipulated under
section 36

Endorsement
application to the
Commission

To enjoy the Rights to Use Land
under Chapter (12) and
Exemptions and Reliefs under
sections 75,77 and 78

Not required to submit
a Proposal to the
Commission

Business:

- ⊗ the hazardous or poisonous wastes;
- ⊗ technologies, medicines and instruments which are still being tested abroad or which have not obtained relevant approvals for use, planting except for the purpose of R&D;
- ⊗ may affect the traditional culture and customs of the racial groups;
- ⊗ may affect the public health
- ⊗ may cause damage to the natural environment and ecosystem;
- ⊗ manufactured goods that are prohibited in accordance with existing laws.



Restricted Investment

- ✓ Investment activities allowed to carry out by State only;
- ✓ Investment activities restricted to foreign investors;
- ✓ Investment activities allowed only in form of joint venture with a citizen owned entity or a citizen of Myanmar; and
- ✓ Investment activities permitted with the recommendation of the relevant ministries

Restricted Investment

**National
Treatment for
the Foreign
investors and
investments**

**Most-Favoured
Nation
Treatment**

**Fair and
Equitable
Treatment**

Treatment of Investors



Rights to Use Land



- From any government body or government organization
- From private land-holders

Initial 50 years

The period of
consecutive
10 years

- From any government body or government organization
- From private land-holders

- From any government body or government organization
- From private land-holders

Further
10 years





Any Citizen

- ✓ Senior Manager
- ✓ Expert
- ✓ Advisor



Guarantees not to expropriate or nationalize or indirect expropriation to any investment

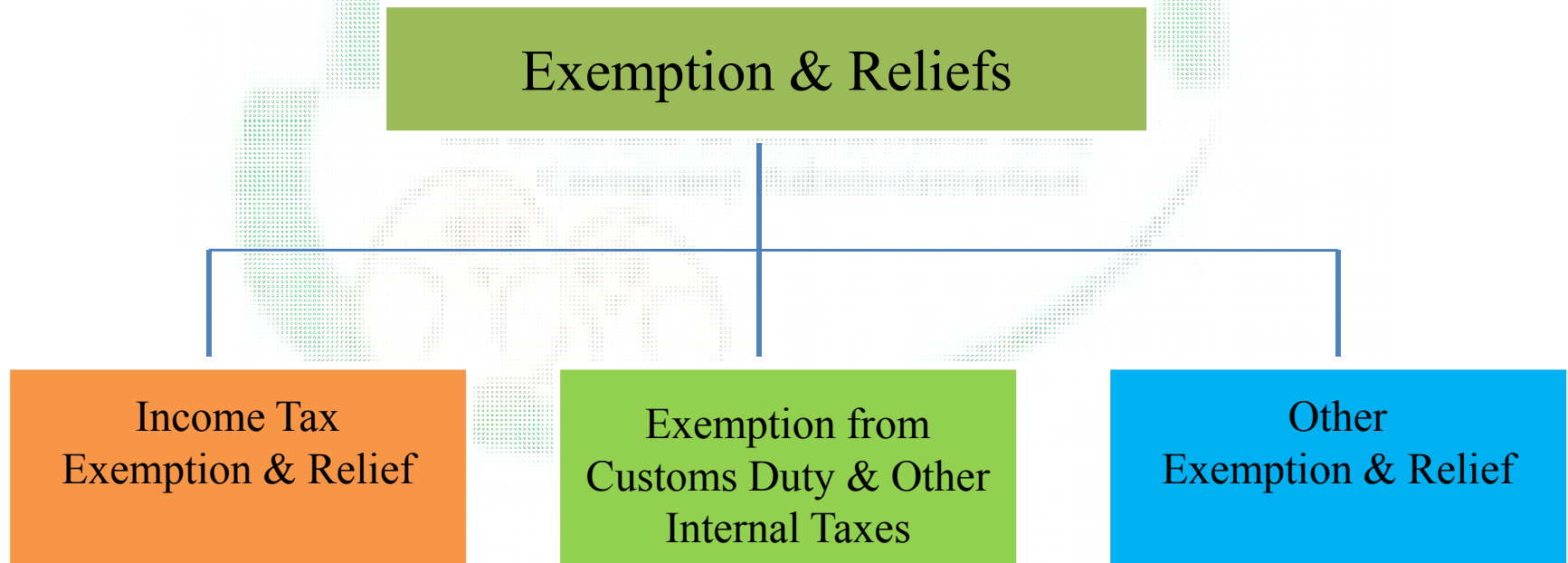


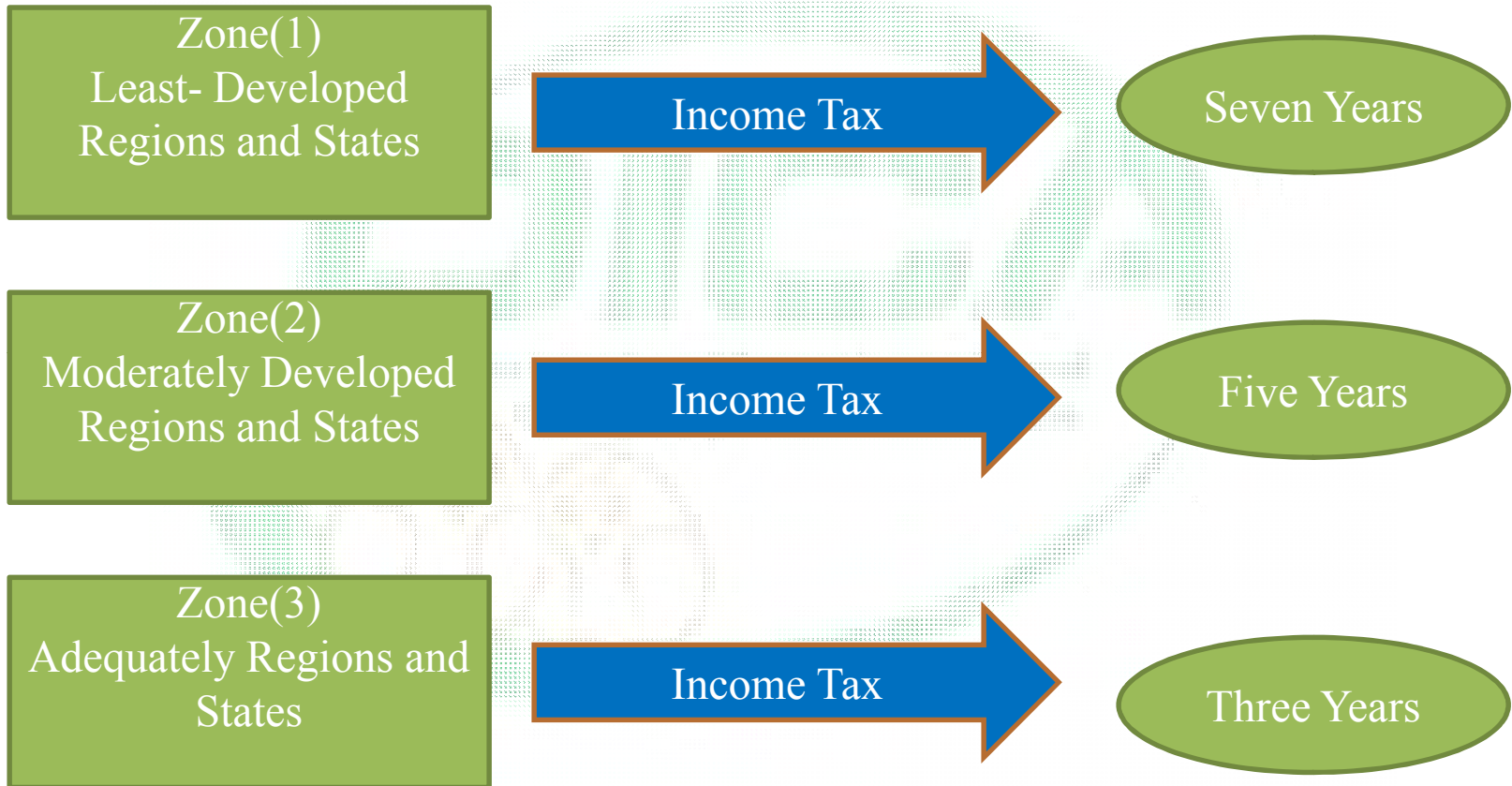
**Conditions
for
expropriation**

- ✓ For a public interest
- ✓ In a non-discriminatory manner
- ✓ In accordance with due process of law
- ✓ Upon payment of prompt, fair, adequate and effective compensation

Incentives under New Myanmar Investment Law

- ❖ Incentive is not granted automatically
- ❖ Investors may apply one or more than one the exemptions and reliefs







**Agriculture and its
related services
(except cultivation and
production of
tobacco and virginia)**



**Plantation and
conservation of forest,
and other businesses
with forest**



**Livestock production,
breeding and
production of fishery
products, and its
related services**





**Manufacturing
(Except
manufacturing of
cigarette, liqueur, beer,
and other
harmful products to
health)**



**Establishment of
Industrial Zones**



**Establishment of New
Urban Areas**





**City Development
Activities**



**Construction of Road,
Bridge and Railway
Line**



**Construction of
Seaport, River Port
and Dry Port**





**Management,
Operation and
Maintenance of
Airport**



**Maintenance of
Aircrafts**



**Supply and
Transport Services**



Promoted Sectors



**Power Generation,
Transmission and
Distribution**



**Production of
Renewable Energy**



**Telecommunication
Businesses**



Promoted Sectors



**Education
Services**



Health Services



**Information
Technology
Services**





Hotel and Tourism

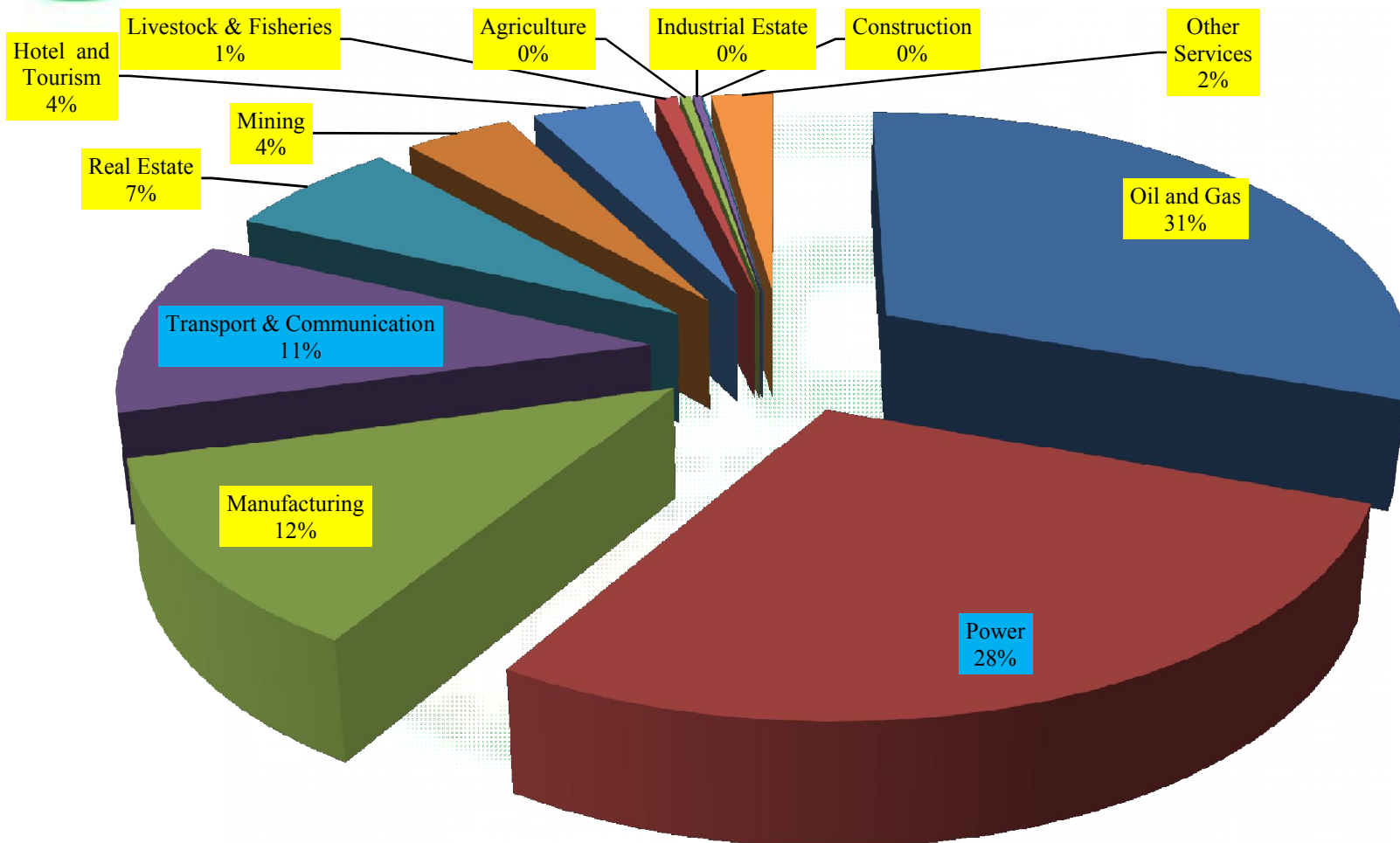


**Science Research
Development Business**

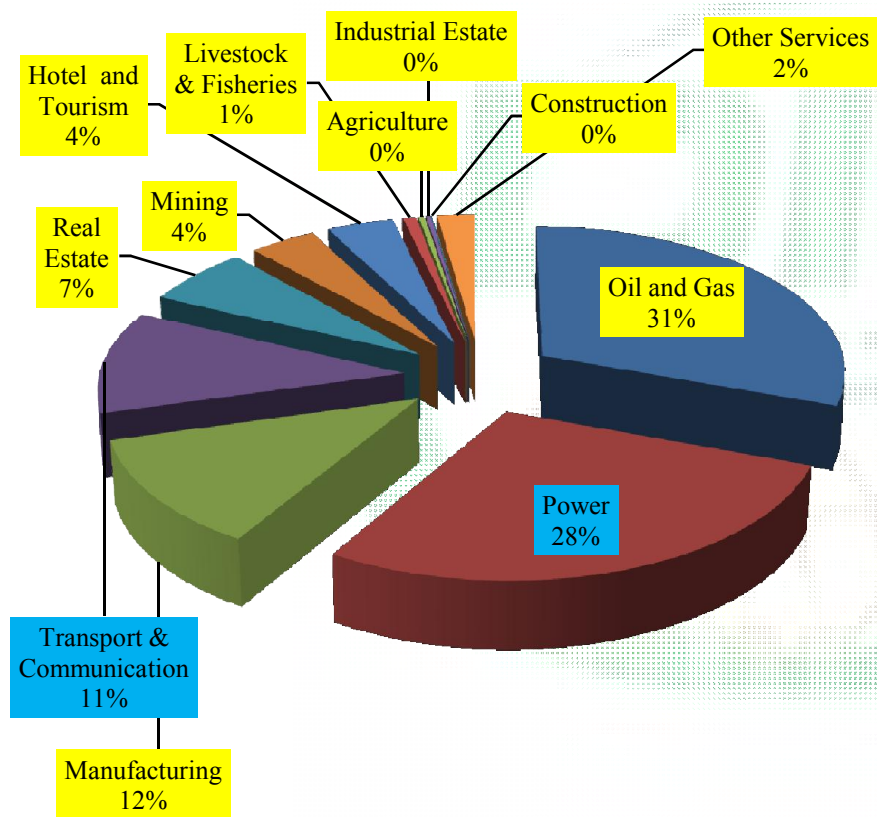


FDI Situation in Myanmar

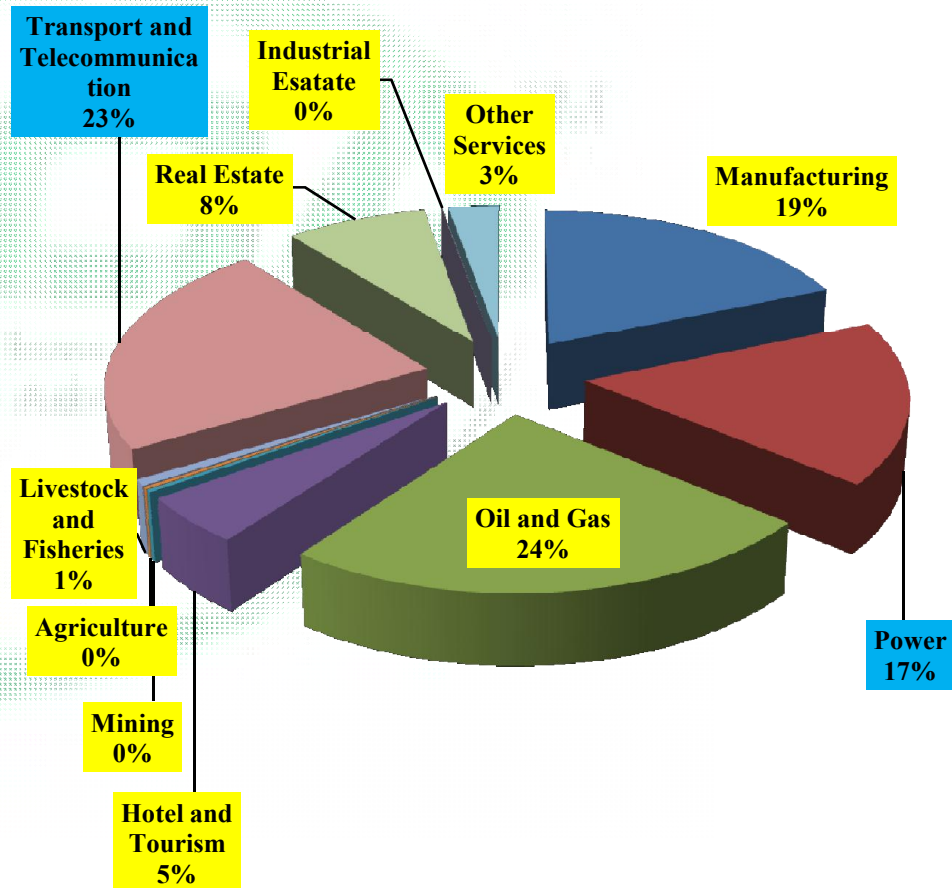
Foreign Investment in Myanmar (1988-1989 to July, 2017)

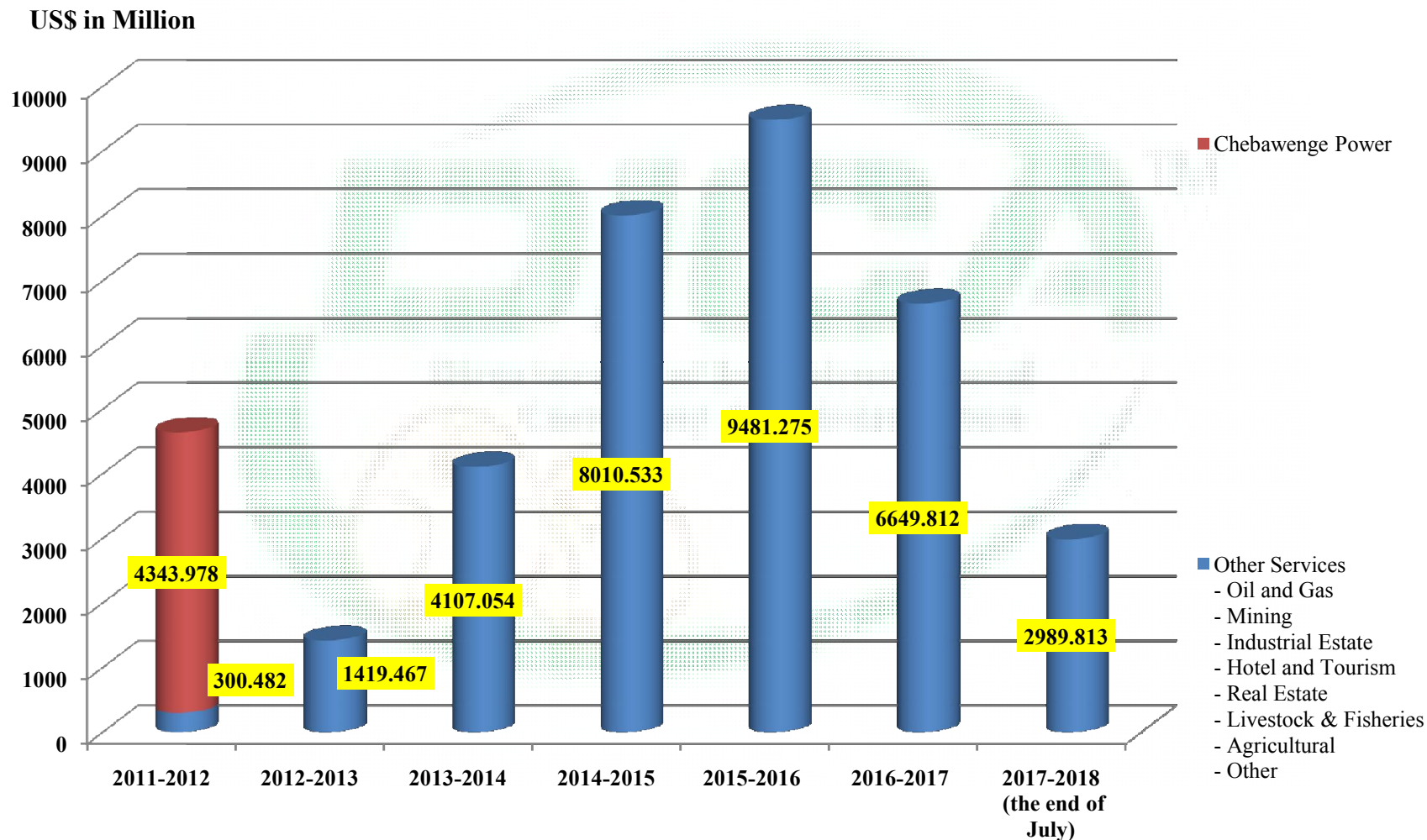


Foreign Investment of Permitted Enterprises as of (31/7/2017) (Sectors)



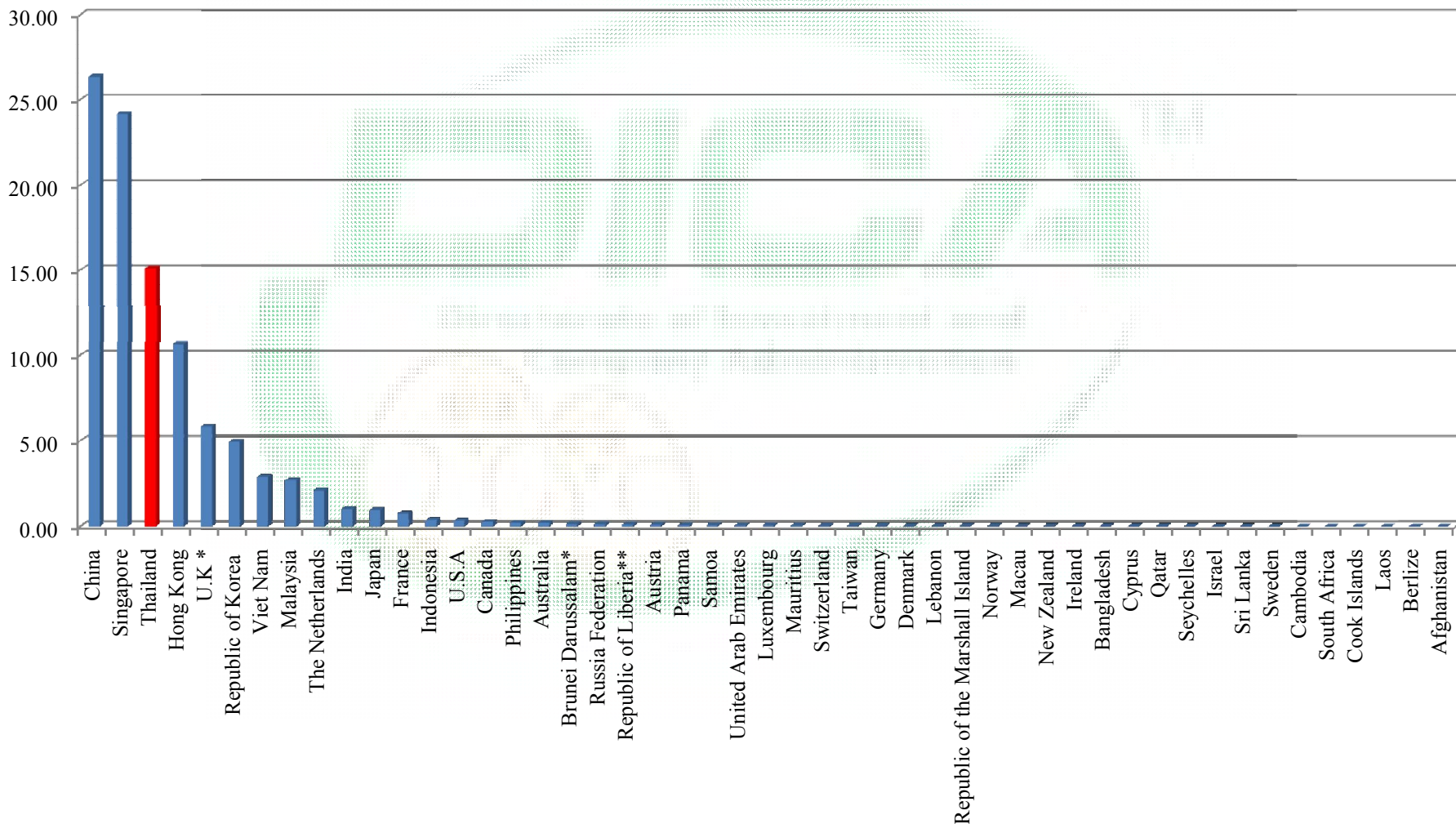
Sectors (2011-2012 to 2017-2018, as the end of June)





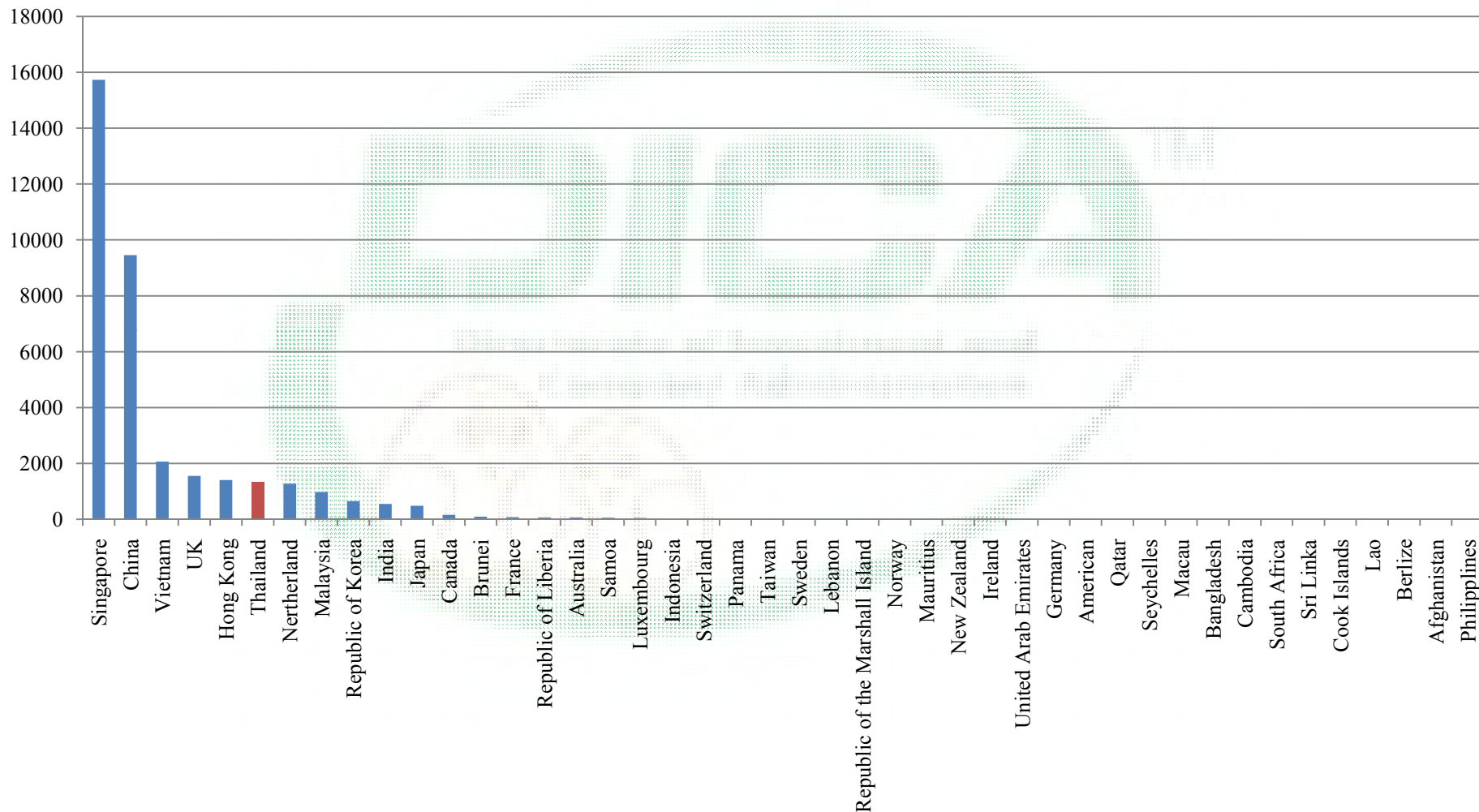
Foreign Investment of Permitted Enterprises as of (30/6/2017) (Countries)

US\$ in Millions

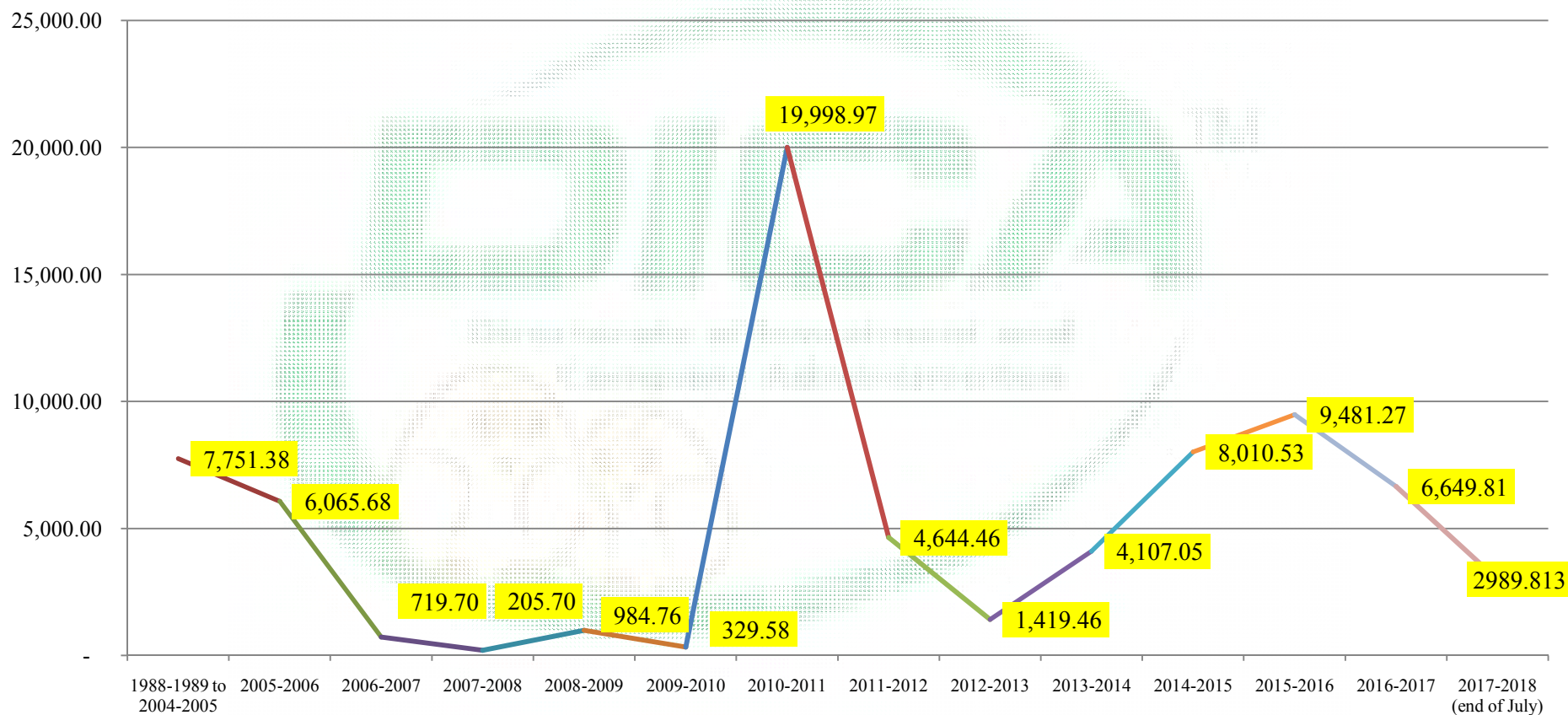


Countries (2011-2012 to 2017 June)

US\$ in Millions



US\$ in Millions



Thank You



Cooperator of Business Community,

Developer of National Economy

DICA

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