



**IHK Nord Westfalen** 

**Business Day** 

Malaysia

Volker Friedrich CEO of GBP International www.gbp-international.com **Case Studies:** 

Market Entry Malaysia

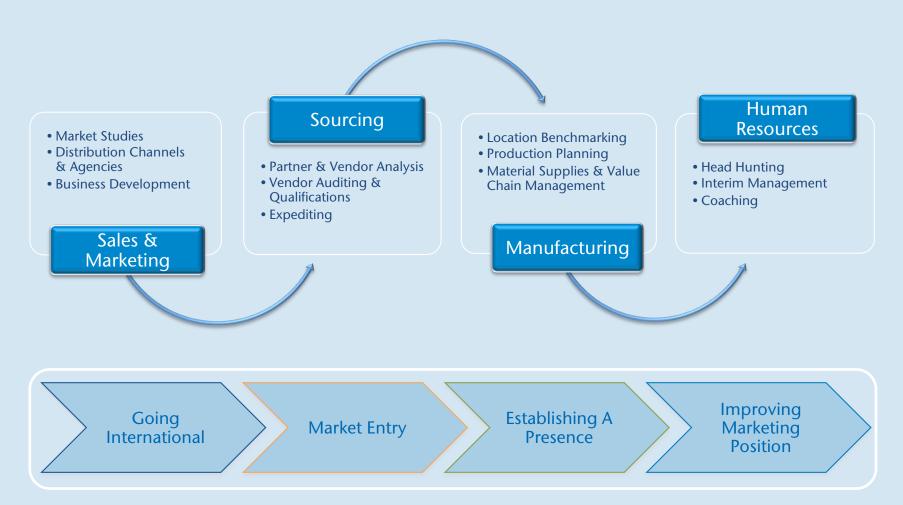
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# GBP International: Going International in Asia made easy





## Market development in Malaysia – a wide range of positive experience

"Kuala Lumpur is still a hidden jewel and it is not selling itself to well – however, once you know the place you will appreciate the value the city has to offer"

> "Malaysia can serve as the ideal regional hub in Southeast Asia to develop the rest of the ASEAN markets, offering talent and a high standard of living."

"The competition between Kuala Lumpur and Singapore is getting closer and KL is catching up – unless you are in finance or insurance there is no need to be in Singapore"

"Developing countries like Malaysia should have a say in changing the world financial system since we have faced the problems that it has caused in 1997"

Strong aspiration by the government to be considered a developed nation by 2020.

## 2. Case Studies 1/4



### a) Engineering company GmbH: Investment in Malaysia

★ What is the best investment location in Southeast Asia?

### **Industry**

Health Care (MRT-Systems) & Engineering

#### **Location-related factors**

Sales market, mobility, talent, price

#### Criteria

- Availability of skilled labour
- Business English skills
- Salary level
- Office rent
- Visa regulations
- Ease of Doing Business
- Government Efficiency
- Political & Social Framework
- etc.





### a) Engineering company GmbH: Investment in Malaysia

# Is Malaysia the ideal investment location in Southeast Asia?

#### **GBP Services**

Comparative location study of 8 countries

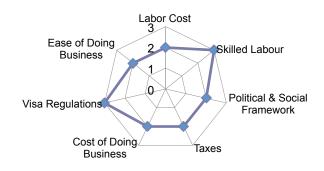
### Methodology

Data Acquisition, Primary Research, Analysis, Interviews

#### Results

Kuala Lumpur vs. Singapore & Hong Kong

### Kuala Lumpur





## 2. Case Studies 2/4



## b) Mining-Systems AG: Factory Setup in Malaysia

# Is Malaysia the right manufacturing base?

### **Industry**

Vehicle production for mining industry

#### **Location-related factors**

Salary level, Trade and Investment regulations

#### Criteria

- Comparative country study Asia
- Comparative location Study Malaysia
- Cost for employer
- Salary level
- Employment law
- Cost of living
- etc.



## 2. Case Studies 2/4



### b) Mining-Systems AG: Factory Setup in Malaysia

What are the total costs for a factory setup in MYR, THA, VN and China?

#### **GBP Services**

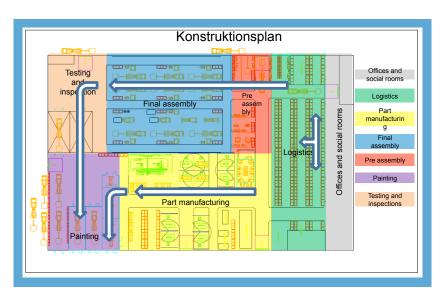
- Comperative Country Study Asia (MYR, THA, VN, China)
- Comparative location study Malaysia (Ipoh, Kulim, Selangor, Johor)
- Investitionsplan
- Head Hunting

### Methodology

Data Acquisition, Primary Research, Analysis, HR

#### Results

Malaysia vs. Thailand. Work in progress



## 2. Case Studies 3/4



# c) Power Station Factory Co. KG: Vendor Sourcing, Auditing & Business Development

# Sourcing in Malaysia?

### Industry

Mechanical Engineering in the Energy sector

### **Location-related factors**

Standards, Price advantages

### Criteria

- ISO, DIN





c) Power Station Factory Co. KG: Vendor Sourcing, Auditing & Business Development

Does Malaysia offer cost advantages vs. China & Vietnam?

#### **GBP Services**

- Asia Sourcing Strategy
- Vendor sourcing
- Vendor & Quotation Evaluation
- Auditing across Asia
- Business Development in Southeast Asia

## Methodology

GBP Vendor Database, Know how & know who, Audits

#### Results

- Successfull vendor search
- Regular ad hoc audits
- Sufficient cost advantages through local auditing
- Development of new projects through local contacts



# 2. Case Studies 4/4



### d) Cement Plan Factory AG: Mechanical Engineering in Malaysia

# Is Malaysia a potential sales market?

### Industry

Mechanical Engineering in the cement industry

### **Location-related factors**

- Potentials in the cement industry
- Public tendering

#### Criteria

- Running and future public tenders
- Cooperation's, Partner search
- Marketing



## 2. Case Studies 4/4



## d) Cement Plan Factory AG: Mechanical Engineering in Malaysia

# Development of a local sales Agency!

#### **GBP Services**

- Market study on the cement industry in Malaysia
- Project development

### Methodology

Development of distribution company

#### Results

- Marketing
- Local Sales Agency
- Human Resources/ Head Hunting
- Training





# Thank you very much!

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