

THE shockwaves from DeepSeek's emergence in the AI arena are being felt far beyond Silicon Valley – and they should be. This Chinese-developed chatbot isn't just another competitor, it's a wake-up call and, frankly, a bit of a humbling experience for tech giants in the United States who thought they had the game sewn up.

DeepSeek's success throws a wrench into the US-China AI war, and presents both a challenge and an enormous opportunity for nations like Malaysia that are looking to carve out a space in this rapidly evolving landscape.

It's a testament to Asian innovation with China leading the charge and India hot on its heels,

Opportunities for affordable AI development

fresh from the recent success of its space programme. It looks like the future of tech might not be so Western-centric after all.

One of DeepSeek's most disruptive features is its cost-effectiveness. Built for a fraction of the price of its American rivals, it undercuts the assumption that massive budgets and top-tier hardware are essential for AI dominance.

This has sent shivers down the spines of industry giants like Nvidia, whose stock plummeted after DeepSeek's release. Perhaps Silicon Valley needs a lesson in frugality?

But beyond the financial implications, DeepSeek challenges the very notion of how we build and access AI. Its open-source nature and low application programming interface costs mean practically zero switching costs for users. This accessibility could democratise AI development, shifting power away from large corporations and empowering smaller players.

Where does Malaysia fit into this evolving landscape? We have a unique opportunity to position ourselves as a hub for affordable and accessible AI development. Instead of trying to

compete head-on with the giants, we can focus on building a thriving ecosystem that leverages DeepSeek's open-source model.

Imagine Malaysian startups and researchers building innovative applications on top of DeepSeek, tailored to local needs and languages. Imagine a vibrant community of developers contributing to and refining the model, making AI more inclusive and accessible for all.

This approach requires a shift in mindset. We need to embrace open-source technologies, invest in training and development for our workforce, and create a reg-

ulatory environment that fosters innovation and collaboration.

We also need to address legitimate concerns about data security and privacy, ensuring responsible AI development.

DeepSeek's arrival is a wake-up call. The AI landscape is changing rapidly, and Malaysia has a choice: We can be swept aside by the tide, or we can ride the wave and become a leader in this exciting new era.

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