

VOLUME 630 24March 2021 | NO. ISSN :2180-0448

# SAFE@WORK TO BALANCE SAFETY AND LIVES OF WORKERS WITH ECONOMIC SUSTAINABILTY



The Strategic Program to Empower the People and the Economy (PEMERKASA) aimed at jump starting and revitalising the country's economy which is currently in the fifth stage of the 6R Strategy under the Comprehensive Economic Recovery Plan. In order to ensure the competitiveness and sustainability of the industrial sector and commercial enterprises in contributing to the country's economic recovery, the protection of the safety and health of workers is paramount.

Based on data by the Crisis Preparedness and Response Center (CPRC) under the Ministry of Health, MITI views with concern the COVID-19 outbreak in the premises of the manufacturing and related services sectors. As at March 16, 2021, the manufacturing sector accounted for 58.1 per cent or 194 clusters of COVID-19 cases in the country.

Thus, MITI has taken a proactive and responsive step by introducing a comprehensive initiative known as Safe@Work aimed at balancing theoperational sustainability of the manufacturing sector with the control of the spread of the pandemic among workers.

# SAFE@WORK TO BALANCE SAFETY AND LIVES OF WORKERS WITH ECONOMIC SUSTAINABILTY

Safe@Work is a Standard Operating Procedure (SOP) that can be implemented by companies in the manufacturing sector requiring employers to provide safe accommodation for employees as well as comply with standards under the Minimum Standards of Accommodation and Housing for Employees Act 1990 (Act 446). It also entails responsibilities relating to management of employees who are COVID-19 positive, close contacts, health screening as well as measures to prevent transmission among employees.

This initiative is calculated at preventing disruption of company operations and reducing the adverse impact on productivity in the event of an occurrence of a positive case of COVID-19 in business premises. Commitment and support from employers are crucial in ensuring the safety and health of employees. This effort is very important in order to contribute to the continuation of economic activity.

Safe@Work is the result of a series of engagement sessions and consultations with public and private sector stakeholders including the Ministry of Health, National Security Council, Department of Labor, Federation of Malaysian Manufacturers (FMM), industry associations and chambers, local and international businesses.

Based on the current practice, in the event of an occurrence of a positive case, close contact workers must be quarantined and barred from working until all of them are certified COVID-19 free after undergoing health screening tests. Now, the Safe@Work initiative will allow close contact workers to continue working under a new protocol known as the Safe Work Bubble. In accordance with this protocol, close contact workers will be isolated from the local community as well as other workers until all of them are certified COVID-19 free based on screening test results.

Some of the main aspects emphasized under the "Safe Work Bubble" are as follows:

- i. Establishment of Safe Work Bubble for close contact workers in factory areas and employee accommodation premises;
- ii. Establishment of COVID-19 Emergency Preparedness and Response Team (PERT) by the company for the preparation and implementation of procedures to manage emergency cases;
  - iii. Ongoing sanitation processes at manufacturing premises;
  - iv. Permission to use employee vehicles at full capacity;
  - v. Provision and management of conducive employee accommodation;
- vi. Implementation of targeted screening for employees of the manufacturing and related services sectors; and
- vii. Provision of information channels related to pandemic control procedures from employers to employees.

# SAFE@WORK TO BALANCE SAFETY AND LIVES OF WORKERS WITH ECONOMIC SUSTAINABILTY

As an incentive to companies implementing Safe@Work, the Government will provide additional tax deductions to companies under the manufacturing and related services sector in respect of rentals of employee hostel premises and the provision of related equipment such as CCTV, wearable tracking devices and other basic necessities needed to comply with the Safe@Work SOP.

Expenses eligible for this additional tax deduction are limited to RM50,000 per company. Companies can register in the COVID-19 Intelligent Management System (CIMS) from April 1, 2021.

MITI hopes that with Safe@Work, companies in the manufacturing and related services sectors will improve their level of compliance with their SOPs to ensure that companies can continue to operate as usual.

This is in line with the whole of society approach to foster an attitude of selfreliance and a spirit of responsibility in society. In this context, it cannot be overstressed that the role of industry is paramount in order to jointly realize the Government's desire to balance the demands of protecting lives and livelihoods.

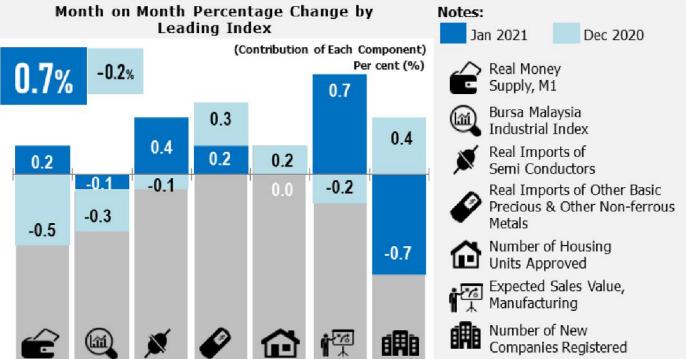
DATO' SERI MOHAMED AZMIN ALI
Ministry of International Trade and Industry
18 MARCH 2021

## **LEADING INDEX, JAN 2021**

Malaysia's Leading Index (LI) increased to 110.0 points in January 2021 from 101.7 points in the same month last year to attain an annual growth of 8.2 per cent. The increase in LI was supported by the persistent increase in Bursa Malaysia Industrial Index which was attributed by the Health Care Index and Transportation & Logistic Index. At the same time, the growth rate of smoothed LI remained above the trend which indicates that the Malaysia's near term economic prospects remain upbeat, in line with the vaccine inoculation. Besides that, a more eased economic containment measures raise hopes for bringing the economic impacts under control.

# NEAR TERM ECONOMIC PROSPECTS REMAIN UPBEAT

Leading Index, January 2021 Annual Growth Rate of Leading Index (Year on Year) (Smoothed) and Business Cycle (Grey Shaded Areas), Jan 1991 to Jan 2021 Per Cent MALAYSIA Peak Trough Peak Trough 12/97 11/98 2/01 2/02 7.5% 7.6% 8.2% NOV 2020 **DEC 2020** JAN 2021 -10 91 92 93 94 95 96 97 98 99 00 01 02 03 04 05 06 07 08 09 10 11 12 13 14 15 16 17 18 19 20 21 Note: Economic Direction Forecast by Leading Index in Average of 4 to 6 Months Ahead Year

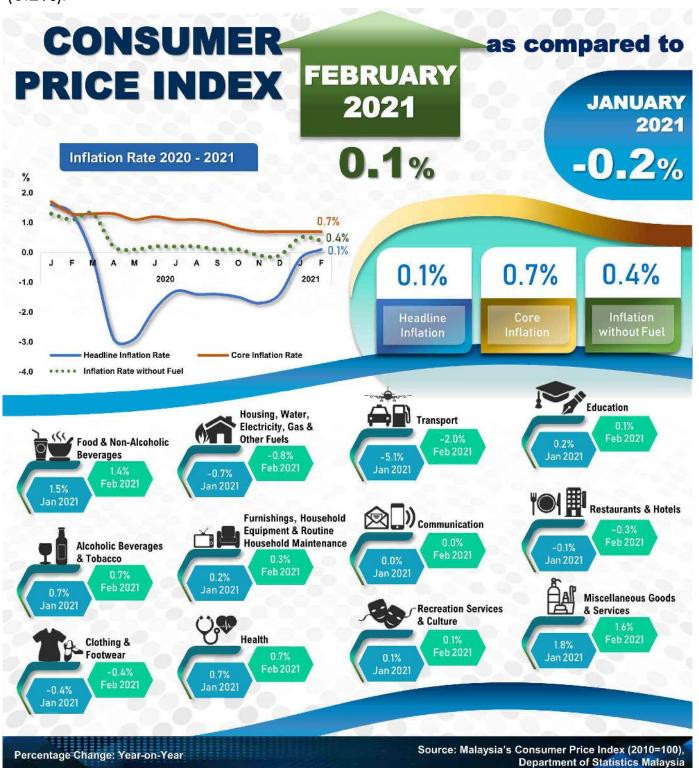


Source: Malaysian Economic Indicators: Leading, Coincident & Lagging Indexes, January 2021
Department of Statistics Malaysia

## **CPI, FEB 2021**

Consumer Price Index (CPI) increased 0.1 per cent in February 2021 to 122.5 as against 122.4 in the same month of the preceding year. The increase in the overall index was driven by the index of Miscellaneous Goods & Services (1.6%); Food & Non-Alcoholic Beverages (1.4%); Alcohol Beverages & Tobacco (0.7%); Health (0.7%); Furnishings, Household Equipment & Routine Household Maintenance (0.3%); Recreation Services & Culture (0.1%) and Education (0.1%) which contributed 50.7 per cent to overall weight.

On a monthly basis, CPI increased by 0.3 per cent as compared to January 2021. The increase was attributed by Transport (2.3%); Housing, Water, Electricity, Gas & Other Fuels (0.2%) and Furnishings, Household Equipment & Routine Household Maintenance (0.2%).

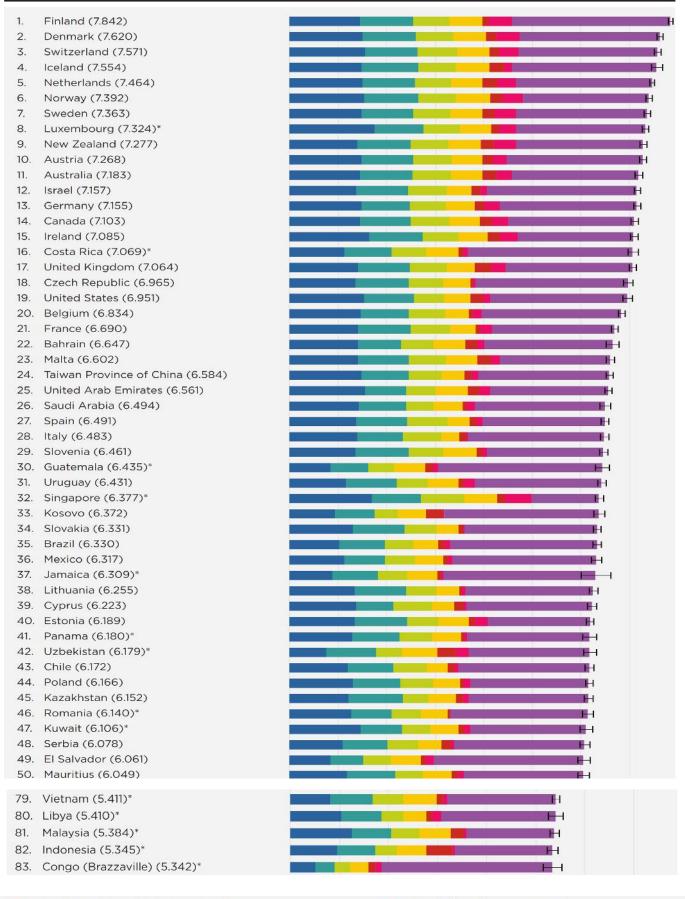


## **RUBBER STATISTICS, FEB 2021**

Malaysia's natural rubber production in January 2021 amounted 45,735 tonnes, decreased 31.0 per cent as compared to 66,259 tonnes in January 2020 and also decreased by 8.2 per cent from last month. Smallholdings sector was the main contributor to the natural rubber production of 88.5 per cent. Production of smallholdings decreased by 32.4 per cent while estate sector decreased by 17.3 per cent as compared to January 2020.



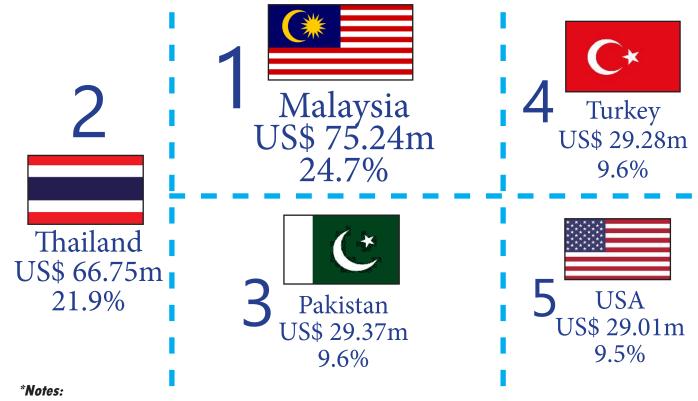
# **WORLD HAPPINESS, 2018 - 2020**



- Explained by: GDP per capita
- Explained by: social support
- Explained by: healthy life expectancy
- Explained by: freedom to make life choices
- Explained by: generosity
- Explained by: perceptions of corruption
- Dystopia (2.43) + residual
- → 95% confidence interval

# WORLD LARGEST EXPORTER OF FIBREBOARD OF WOOD OR OTHER LIGNEOUS MATERIALS\*

In 2019, Malaysia's export of Fibreboard of wood or other ligneous materials recorded US\$ 75.24 million which was 24.7% share of the world.



- HS441879 Fibreboard of wood or other ligneous materials, whether or not agglomerated with resins or other organic bonding agents, of a density of > 0,5 g to 0,8 g/cm³ (excluding medium density fibreboard "MDF"; particle board, whether or not bonded with one or more sheets of fibreboard; laminated wood with a layer of plywood; cellular wood panels of which both sides are fibreboard; paperboard; identifiable furniture components)
- % refer to share in world exports

#### **MALAYSIA'S TOP FIVE EXPORT DESTINATION**







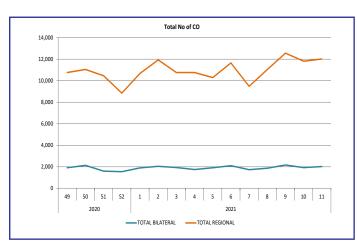


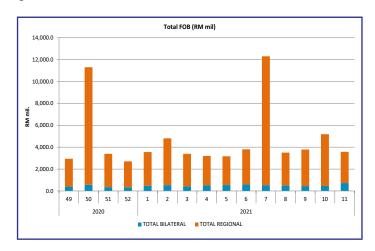


Source: https://www.trademap.org/index.aspx

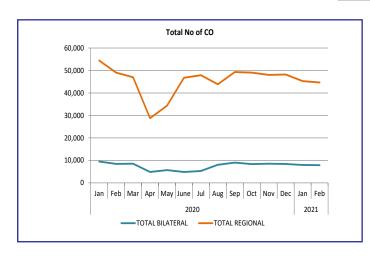
## Number and FOB Value of PCO as at 14 March 2021 Weekly / Monthly/ Annually

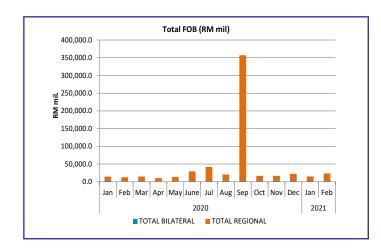
#### Weekly



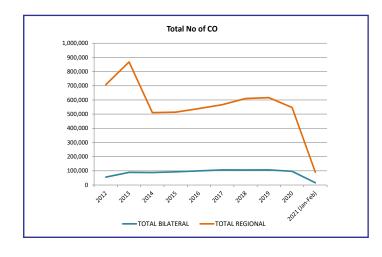


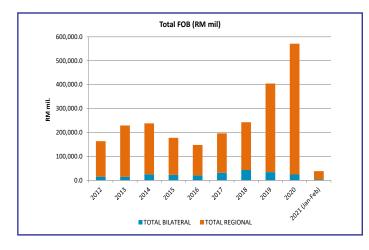
#### **Monthly**





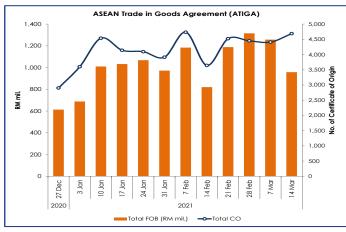
#### **Annually**



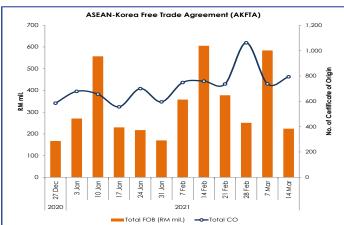


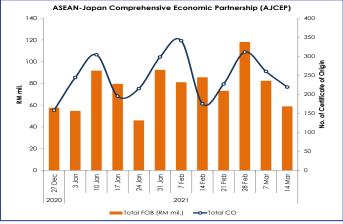
Note: \*Provisional Data Source: Ministry of International Trade and Industry, Malaysia

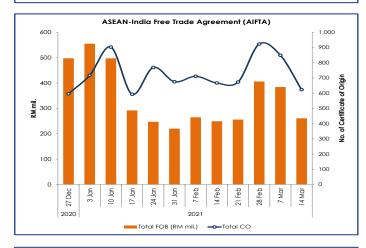
# Regional FTA Number and Value of Preferential Certificates of Origin (PCOs)

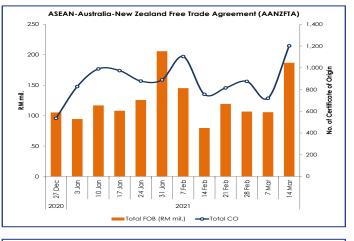




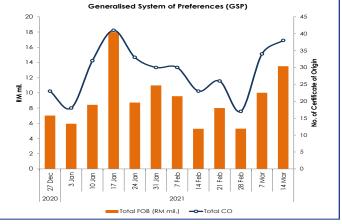








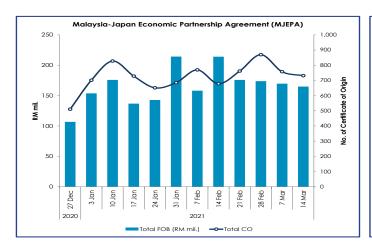




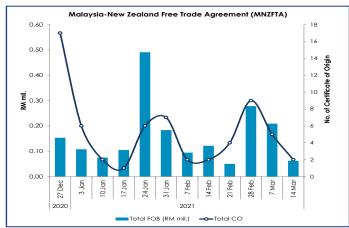
Note: The preference giving countries under the GSP scheme are Liechtenstein, the Russian Federation, Japan, Switzerland, Belarus, Kazakhstan, Norway and Cambodia

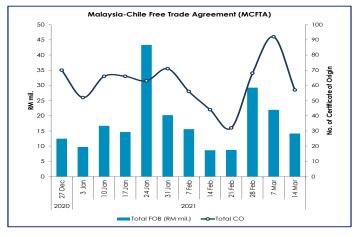
Note: \*Provisional Data Source: Ministry of International Trade and Industry, Malaysia

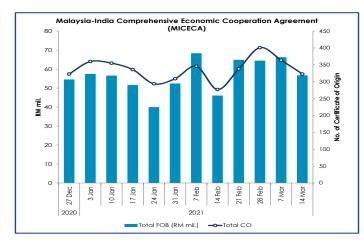
# Bilateral FTA Number and Value of Preferential Certificates of Origin (PCOs)

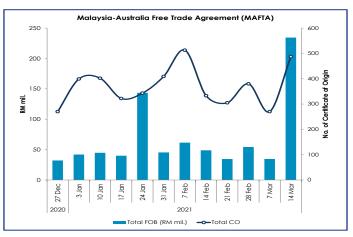


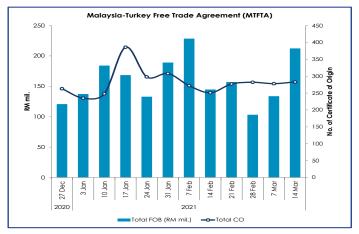








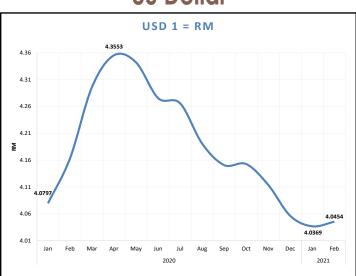




Note: \*Provisional Data

# Malaysian Ringgit Exchange Rate with Selected Countries, January 2020 - February 2021

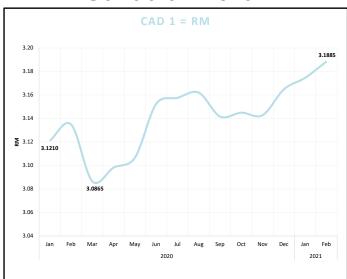
# **US Dollar**



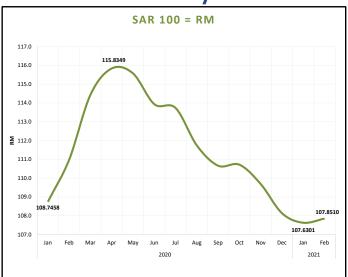
# **Swiss Franc**



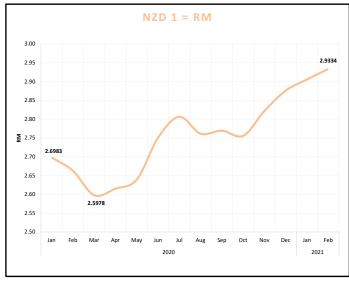
# **Canadian Dollar**



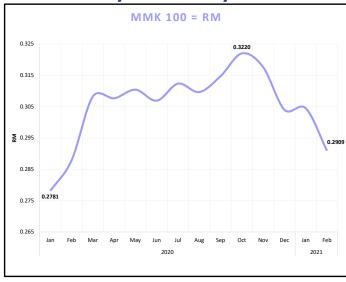
# Saudi Riyal



# **New Zealand Dollar**



## **Myanmar Kyat**



Source : Bank Negara Malaysia

# **Commodity Prices**

#### **CRUDE PETROLEUM** (BRENT) -per bbl-



6.8%<sup>\*</sup> US\$64.5 19 Mar 2021

**Highest** 2020/2021

5 Mar 2021: US\$69.4

03 Jan 2020 : US\$68.6

15 Jan 2021 : US\$55.1

24 Apr 2020: US\$21.4

Lowest 2020/2021

Average Price 2020 i: US\$43.5

#### **CRUDE PALM OIL**



US\$968.1 19 Mar 2021

Highest 2020/2021

12 Mar 2021 : US\$1,019.9 24 Dec 2020 : US\$944.2

22 Jan 2021: US\$884.7 8 May 2020: US\$473.0

> Lowest 2020/2021

Average Price 2020i: US\$668.3

#### **RUBBER SMR 20 -per MT-**



US\$1,779.0 19 Mar 2021

Average Price 2020 i: US\$1,333.4

#### COCOA SMC 2 -per MT-



US\$1,594.5 19 Mar 2021

Average Price 2020 : US\$1,576.6

#### SUGAR -per lbs-



19 Mar 2021



Average Price 2020 i: US\$12.9

#### COAL -per MT-



**3.6**%\*

19 Mar 2021

Average Price 2020 i: US\$47.7

#### SCRAP IRON HMS -per MT-



**(=)%**\* US\$470.0 (high)

US\$455.0 (low)

19 Mar 2021

Average Price 2020 : US\$307.9 (high) Average Price 2020 : US\$284.7 (low)

## **Domestic Prices** 19 Mar 2021



**Billets** (per MT) RM2,350- RM2,450

(per MT) RM2,600 - RM2,750

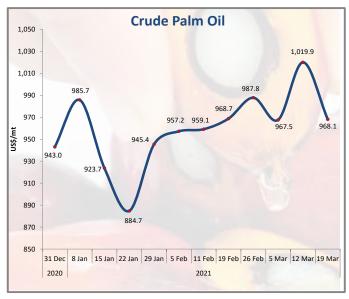
**Steel Bars** 

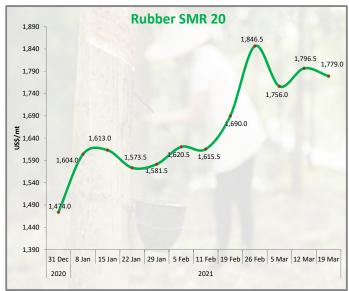
Notes: All figures have been rounded to the nearest decimal point

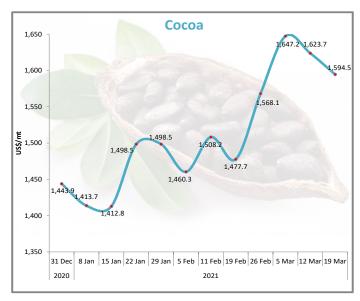
- Refer to % change from the previous week's price
- i Average price in the year except otherwise indicated

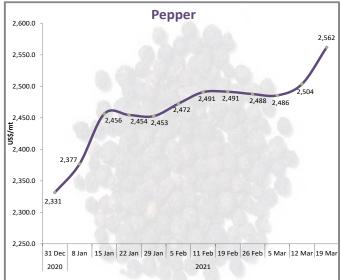
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

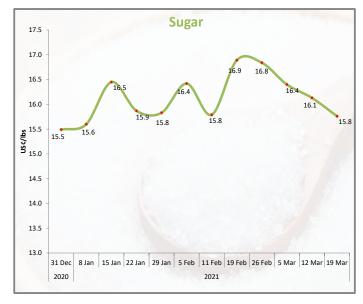
# **Commodity Price Trends**

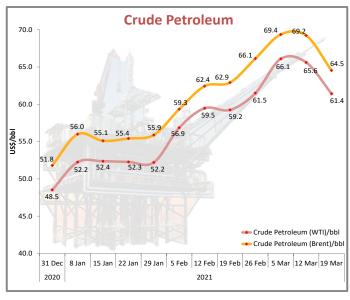






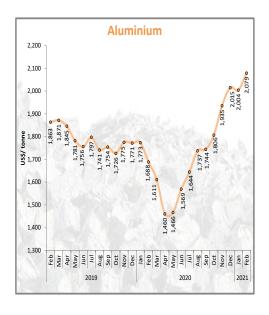


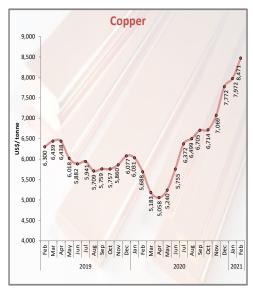


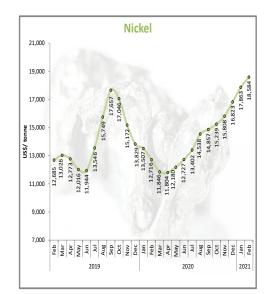


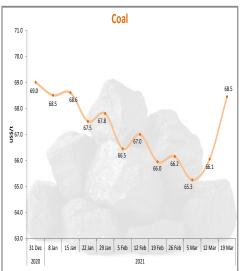
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

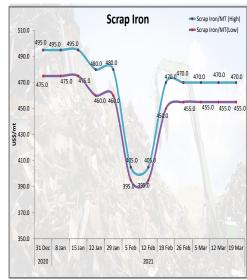
# **Commodity Price Trends**

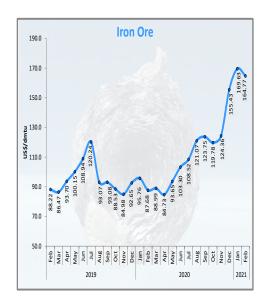


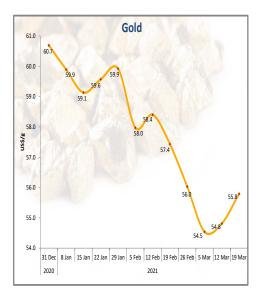


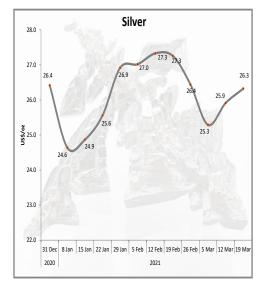


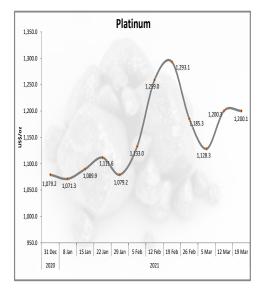












Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.



MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY



# INDUSTRY4WRD RELATED INCENTIVES

Having the extra capital allows SMEs to flourish and prosper. Find the suitable fund for your company

01 LOANS

Soft Loan Scheme for Automation and Modernisation (SLSAM)

- · targets manufacturing sectors
- 4.0% interest rate per annum for SMEs
- www.midf.com.my

Industry
Digitalisation
Transformation
Fund (IDTF)

- targeted sectors: Al, Robotics, Automation etc.
- provides a 2% interest rate subsidy
- www.bpmb.com.my

Coming Soon!

- 1. Intervention Fund\*
- 70:30 matching grant up to RM500,000.
- 2. Industry4WRD DISF\*
- . 60:40 matching grant

\*participation in Industry4WRD RA is a prerequisite to apply

Domestic Investment Strategic Fund (DISF)

- 50:50 matching grant to companies adopting Industry 4.0 enabling technologies
- targets manufacturing and services sectors
- www.mida.gov.my

2 | GRANTS

Digital Transformation Acceleration Program

(DTAP) Pilot Grant

- 1:1 matching grant
- targets large corporate and mid-tier companies in Malaysia
- assists companies to tap on the expertise of Digital Transformation Labs (DTL)
- www.mdec.my

Automation Capital Allowance (Automation CA)



For Labour Intensive Industries:

 Automation CA of 200% on the first RM4 million expenditure incurred within 5 years For other industries:

- Automation CA of 200% on the first RM2 million expenditure incurred within 5 years
- www.mida.gov.my

For more information, kindly click the following links:

https://www.miti.gov.my/index.php/pages/view/industry4WRD?mid=559#tab 547 2202



MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

## INDUSTRY4*WRD* READINESS ASSESSMENT

Get your firm assessed. Be ready for Industry 4.0.

## All you need to know about Industry4WRD RA



#### What is it?

Trained assessors will help you to understand your readiness for Industry 4.0 and make recommendations on where to start your transformation.

#### Who is eligible?



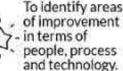


- Incorporated under the Companies Act (1965/2016)/ Registration of Business Act (1956)
- Hold a valid license
- In operation for more than 3 years

#### What are the benefits?

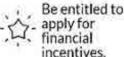








Receive comprehensive readiness report.



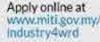
## Incentives for RA

- 500 SMEs will be selected for free assessment.
- Others will get tax exemption on RA fees up to RM27k.











Process Flow

A FEW SIMPLE STEPS

Evaluation by Committees



Onsite Assessment

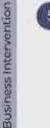


Receive RA Report

#### Enquiries

- General: i4.0@miti.gov.my
- RA: industry4wrd@m pc.gov.my







Develop Intervention Proposal



Apply for Financial Incentives



Implement the Intervention Plan

For more information, kindly click the following links: https://www.miti.gov.my/index.php/pages/view/industry4WRD

# **SAFE@WORK**

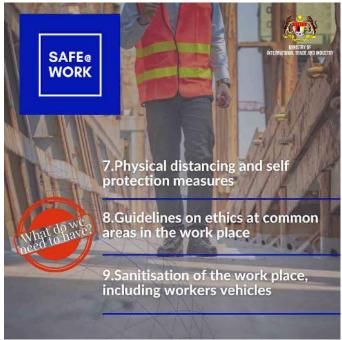












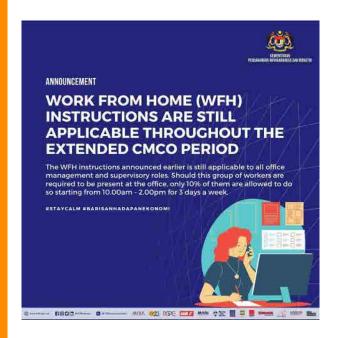
# SAFE@WORK



































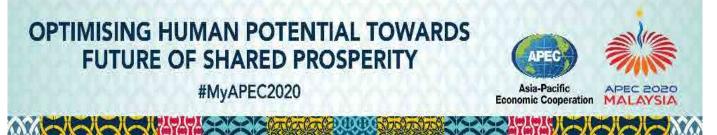
Bagi sebarang pertanyaan berkaitan MITI seperti operasi sektor ekonomi atau amalan BDR/WFH sila hubungi talian hotline MITI seperti di atas.



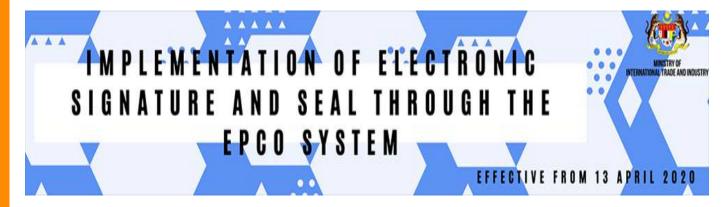
For more information, please contact:







For more information, kindly click the following links: <a href="https://www.myapec2020.my/en/">https://www.myapec2020.my/en/</a>



For more information, kindly click the following links: https://bit.ly/2RUyG8l

# HOW COMPANY CAN CHECK THE STATUS OF ATIGA E-FORM D TRANSACTIONS IN THE ELECTRONIC PREFERENTIAL CERTIFICATE OF ORIGIN (EPCO) SYSTEM

For more information, kindly click the following links: https://bit.ly/2ZhxmRp







## **WE ARE GOING FULLY ONLINE!**

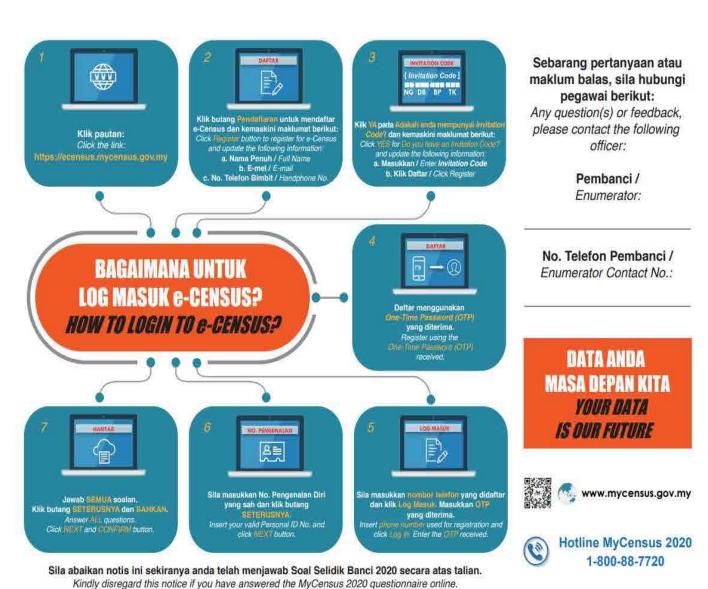
Due to the recent announcement of Movement Control Order (MCO/PKP) by the Government, the Population and Housing Census 2020 will not conduct the face-to-face interview. Please be counted by participating in e-Census at:

#### http://ecensus.mycensus.gov.my

Please contact @MyCensus2020 helpdesk for further assistance.

Hotline: 1-800-88-7720

Stay Home | Keep Calm | Your Data | Our Future



#### MITI Weekly Bulletin (MWB) Mobile Apps



MITI MWB APPs is now available for IOS, Android and Windows platforms.

MWB APPs can be downloaded from **Gallery of Malaysian Government Mobile APPs (GAMMA)** at the link: <a href="http://gamma.malaysia.gov.my/#/appDetails/85">http://gamma.malaysia.gov.my/#/appDetails/85</a>



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