



MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

Weekly BULLETIN

VOLUME 693

14 June 2022 | NO. ISSN :2180-0448

TRADE IN SERVICES, 2021

"In 2021, Malaysia's International Trade in Services recorded a total of **RM234.2 billion**"

EXPORTS **RM86.7b**
(2020: RM93.0b)

IMPORTS **RM147.5b**
(2020: RM140.1b)

BALANCE **DEFICIT RM60.7b**
(2020: RM47.2b)
DEFICIT

TOTAL TRADE **RM234.2b**
(2020: RM233.1b)

MAIN SERVICES COMPONENTS

EXPORTS



Other Business Services
RM27.1b
(2020:RM27.3b)



Manufacturing Services
RM15.5b
(2020:RM12.7b)



Transport
RM15.5b
(2020:RM13.8b)



Telecommunications, Computer and Information
RM13.8b
(2020: RM13.4b)

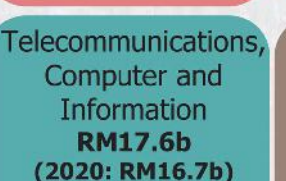
IMPORTS



Transport
RM47.9b
(2020:RM41.2b)



Other Business Services
RM30.9b
(2020:RM29.8b)



Telecommunications, Computer and Information
RM17.6b
(2020: RM16.7b)



Travel
RM14.9b
(2020:RM20.1b)

MAJOR TRADING PARTNERS



1



United States of America
X: RM26.6b | M: RM32.1b

2



Singapore
X: RM19.5b | M: RM23.1b

3



United Kingdom
X: RM6.3b | M: RM8.0b

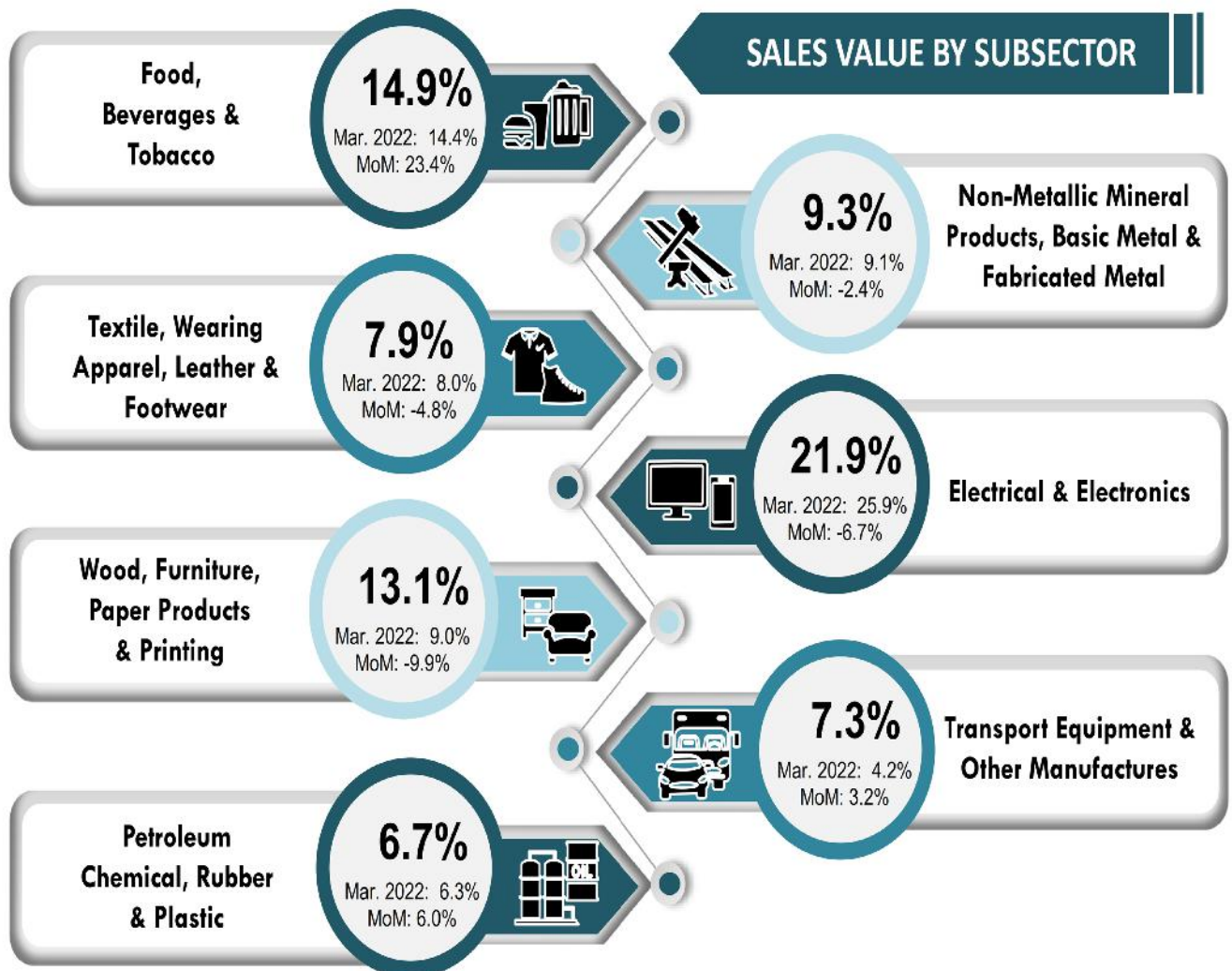
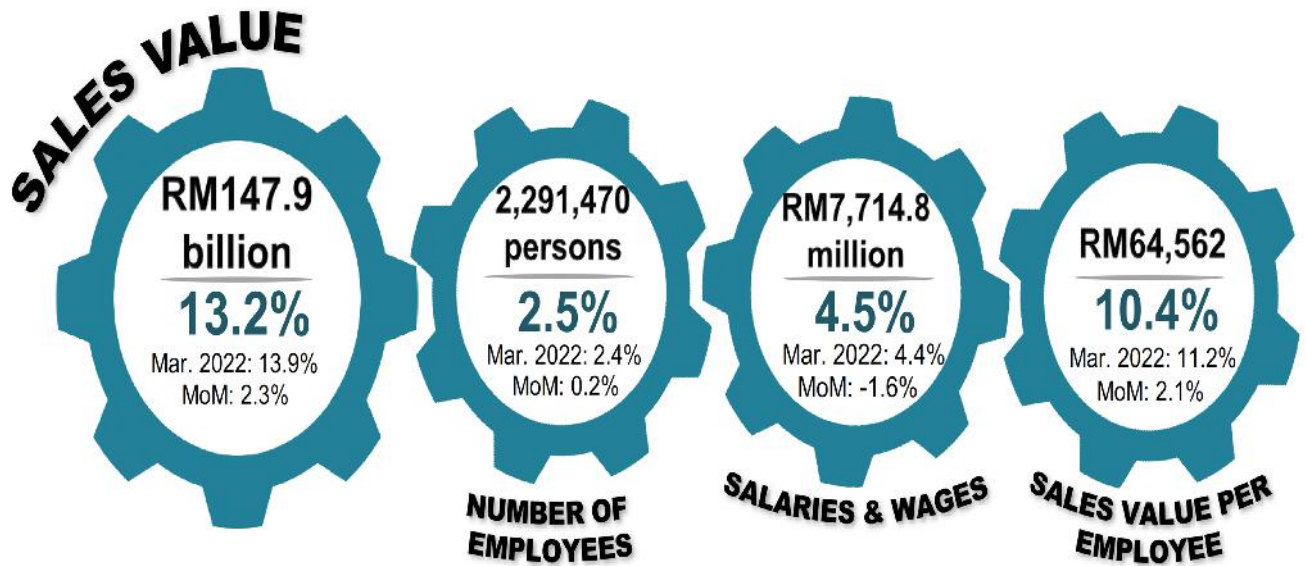
Ranking countries based on exports performance

Notes: b billion, X Exports, M Imports

Source: International Trade in Services, Department of Statistics Malaysia (DOSM)

MONTHLY MANUFACTURING, APRIL 2022

Malaysia's Manufacturing sales continued to record a double-digit growth of 13.2 per cent with RM147.9 billion in April 2022

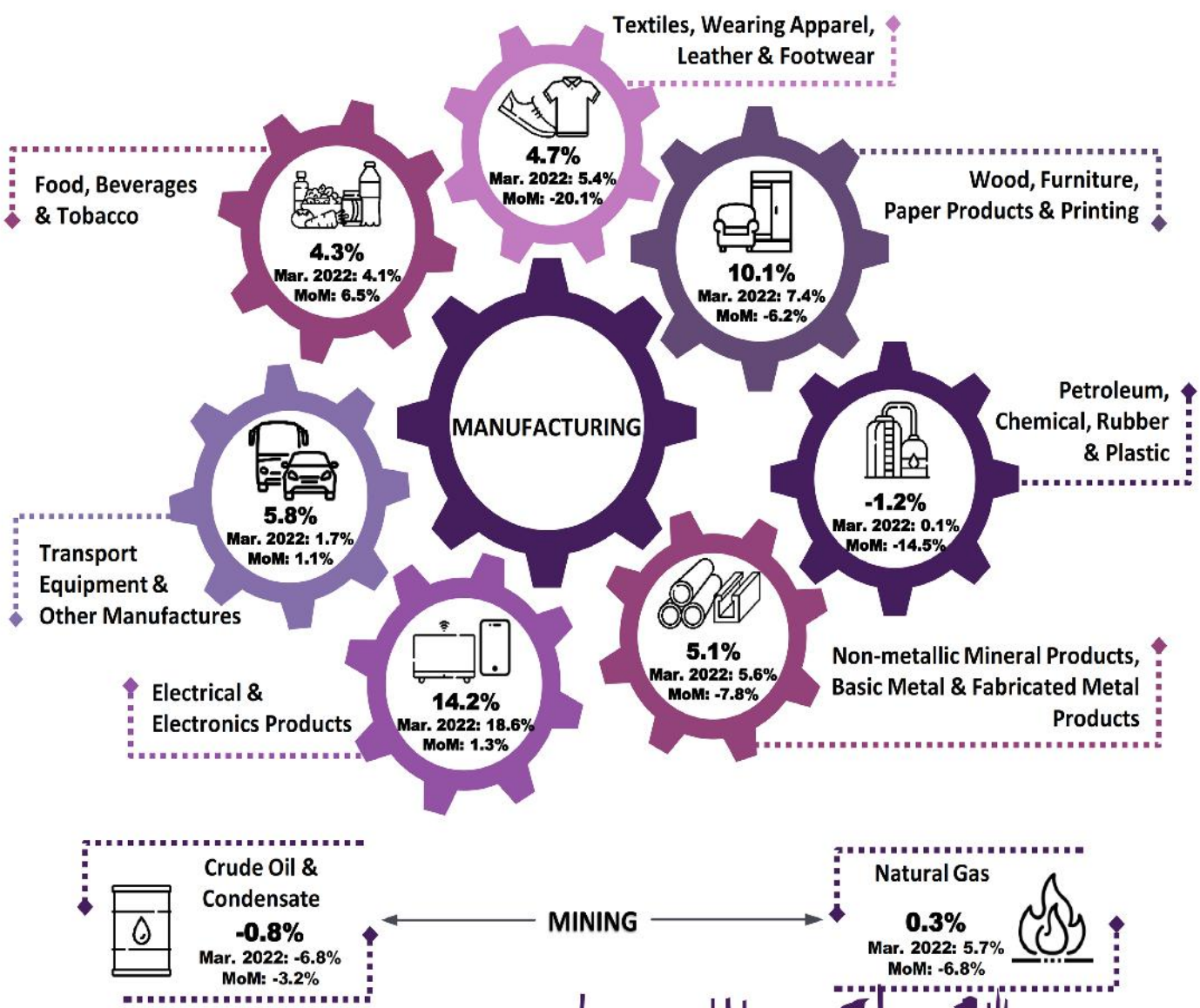
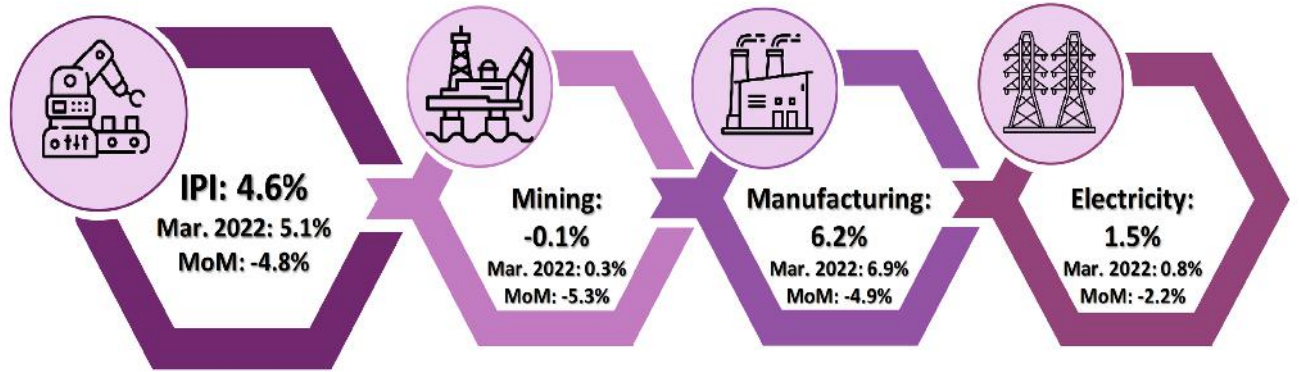


Note: Percentage growth refers to Year-on-Year (YoY) and Month-on-Month (MoM) changes

Source: Monthly Manufacturing Statistics, Malaysia
April 2022
Department of Statistics Malaysia

INDUSTRIAL PRODUCTION INDEX (IPI), APRIL 2022

Malaysia's Industrial Production Index (IPI) increased 4.6 per cent in April 2022, steered by Manufacturing and Electricity sector



Note: Percentage refers to the change in Month-on-month (MoM) And Year-on-year (YoY)

Source: Index Of Industrial Production Malaysia, April 2022
Department Of Statistics Malaysia

Malaysia Statistics

DISTRIBUTIVE TRADE, APRIL 2022

 SALES VALUE

RM128.0b
Apr. 2022: 15.2%
Mar. 2022: 9.8%

VOLUME INDEX

140.6 points
Apr. 2022: 10.0%
Mar. 2022: 4.7%

Apr. 2022: RM59.0b
11.5% ↑

Mar. 2022: RM57.2b
8.6% ↑


**WHOLESALE
TRADE**

Apr. 2022
3.3% ↑

Mar. 2022
1.2% ↑

Apr. 2022: RM53.6b
20.9% ↑

Mar. 2022: RM49.9b
10.8% ↑


**RETAIL
TRADE**

Apr. 2022
16.6% ↑

Mar. 2022
7.3% ↑

Apr. 2022: RM15.4b
11.3% ↑

Mar. 2022: RM16.7b
11.1% ↑


**MOTOR
VEHICLES**

Apr. 2022
7.2% ↑

Mar. 2022
6.5% ↑



Seasonally
Adjusted Volume
Index (Monthly)

**MAR.
2022
0.4%**

**APR.
2022
7.9%**


**MAIN GROUPS
(SALES VALUE)**


Other Specialised
Wholesale

Mar. 2022: 6.8% | Apr. 2022: 6.5%



Wholesale of Household
Goods

Mar. 2022: 9.0% | Apr. 2022: 22.9%



Wholesale of Food,
Beverages & Tobacco

Mar. 2022: 9.4% | Apr. 2022: 11.8%



Retail Sale in Non-
specialised Stores

Mar. 2022: 16.2% | Apr. 2022: 26.4%



Retail Sale of Other Goods
in Specialised Stores

Mar. 2022: 7.5% | Apr. 2022: 19.2%



Retail Sale of Other
Household Equipment in
Specialised Stores

Mar. 2022: 9.6% | Apr. 2022: 16.0%



Sale of Motor Vehicles

Mar. 2022: 10.6% | Apr. 2022: 1.2%



Sale of Motor Vehicles
Parts & Accessories

Mar. 2022: 22.5% | Apr. 2022: 31.1%



Maintenance & Repair of
Motor Vehicles

Mar. 2022: 26.9% | Apr. 2022: 33.8%

LABOUR FORCE, APRIL 2022

April's unemployment rate dipped to 3.9 per cent, below 4.0 per cent for the first time since the COVID-19 outbreak

LABOUR FORCE



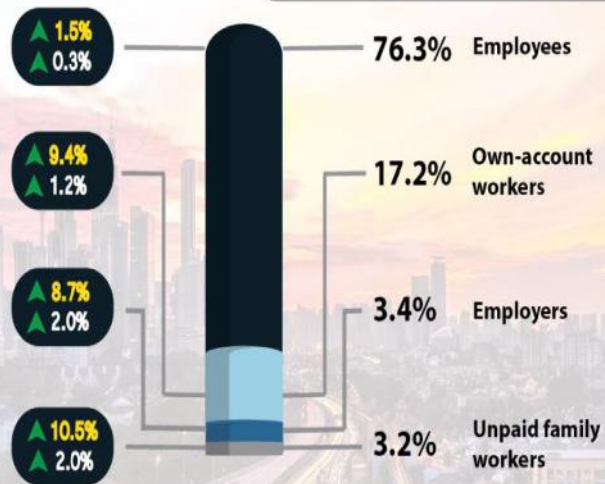
69.4% (▲ 0.8pp ▲ 0.2pp)

April's labour force participation rate was further strengthened by 0.2 percentage points to 69.4 per cent

EMPLOYED PERSON



Employed person by status in employment



The employee's category made up the largest composition of employed person at 76.3 per cent

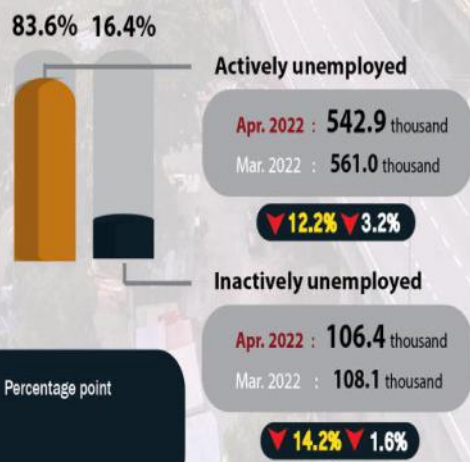
All categories registered positive month-on-month growth in April 2022

UNEMPLOYMENT



3.9% (▼ 0.7pp ▼ 0.2pp)

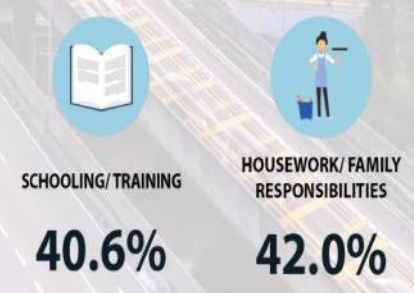
The unemployment rate declined below 4.0 per cent for the first time to record 3.9 per cent



OUTSIDE LABOUR FORCE



The largest composition of outside labour force was housework/ family responsibilities



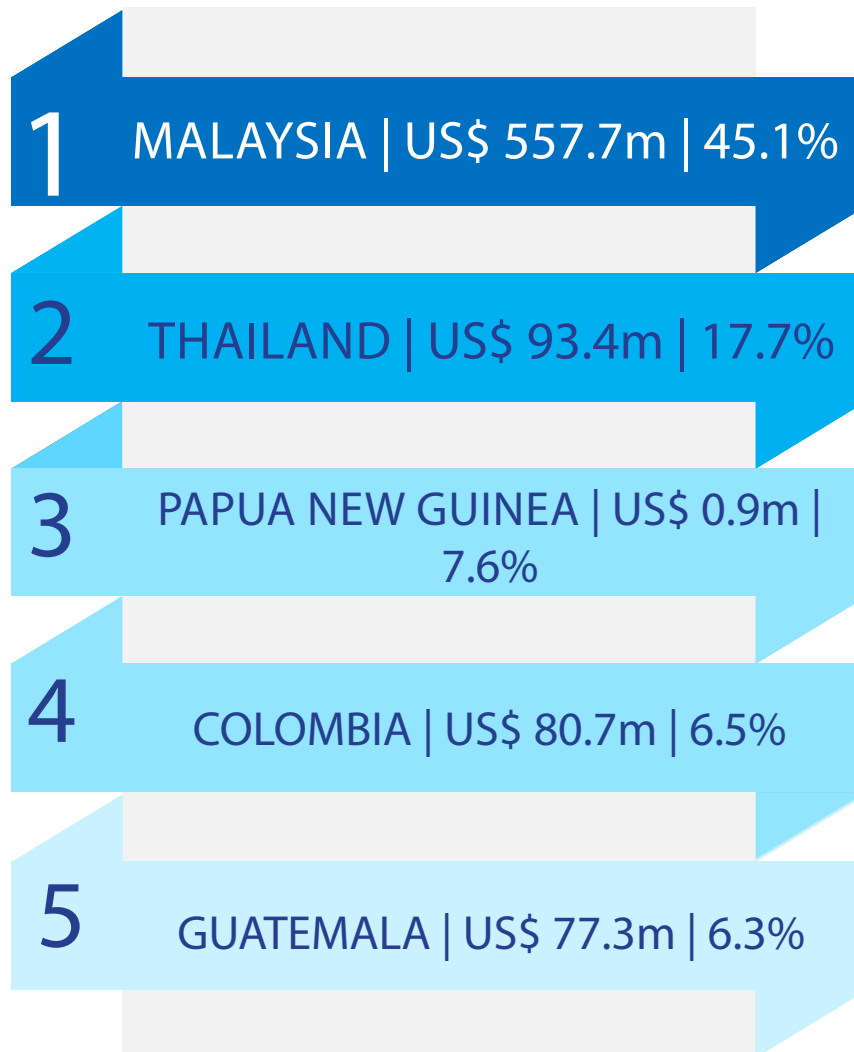
Malaysia Statistics

▲ Percentage change (year-on-year) pp Percentage point
 ▼ Percentage change (month-on-month)

Source: Labour Force Survey, Department of Statistics Malaysia (DOSM)

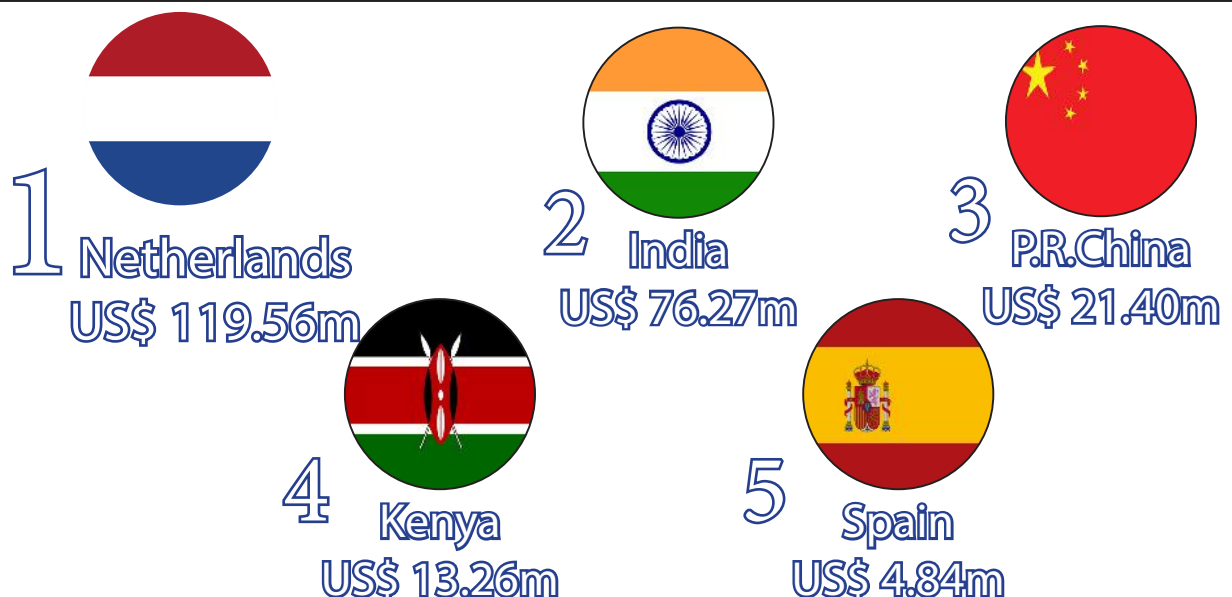
WORLD LARGEST EXPORTER OF CRUDE PALM KERNEL AND BABASSU OIL

In 2021, Malaysia's export of Crude palm kernel and babassu oil recorded US\$ 557.7 million which was 45.1% share of the world exports.



Notes:
 -HS151321
 -% refer to share in world exports

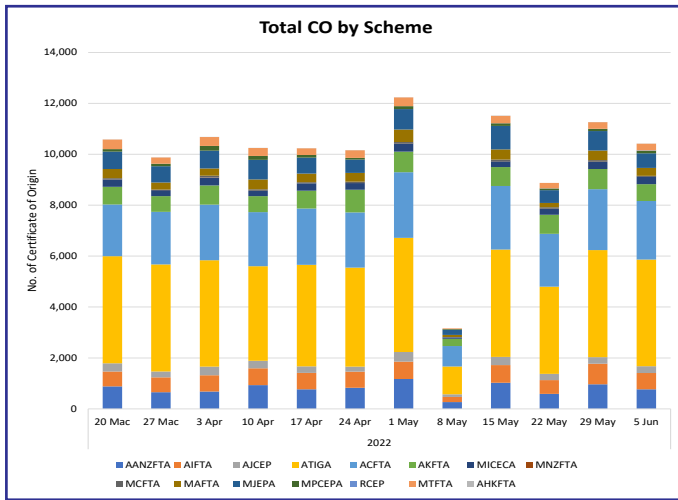
MALAYSIA'S TOP EXPORT DESTINATIONS



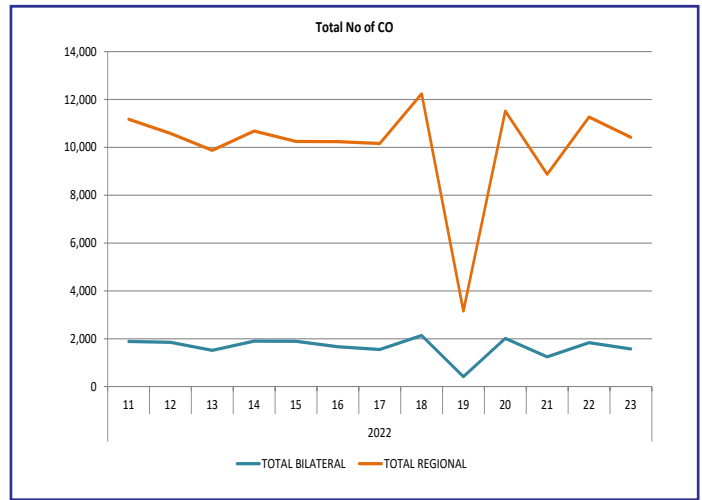
Source: <https://www.trademap.org/index.aspx>

Number and FOB Value of PCO as at 5 June 2022 Weekly / Monthly / Annually

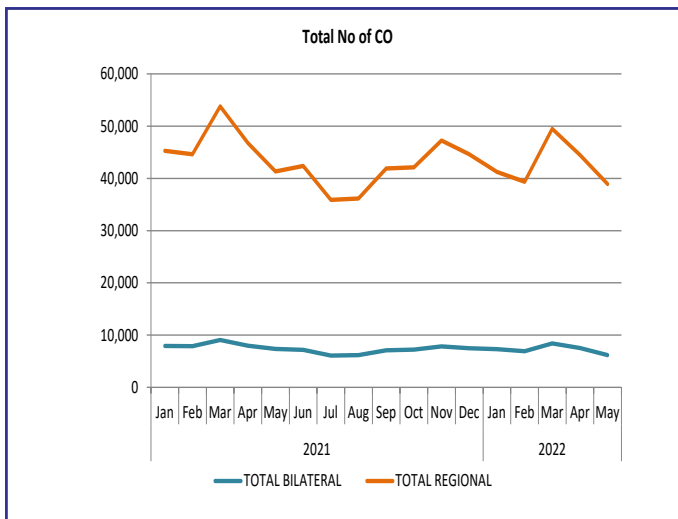
Weekly Total Scheme



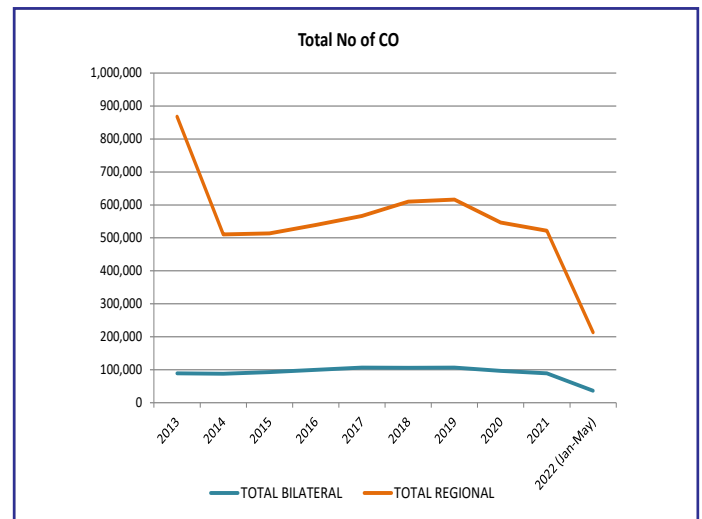
Weekly



Monthly

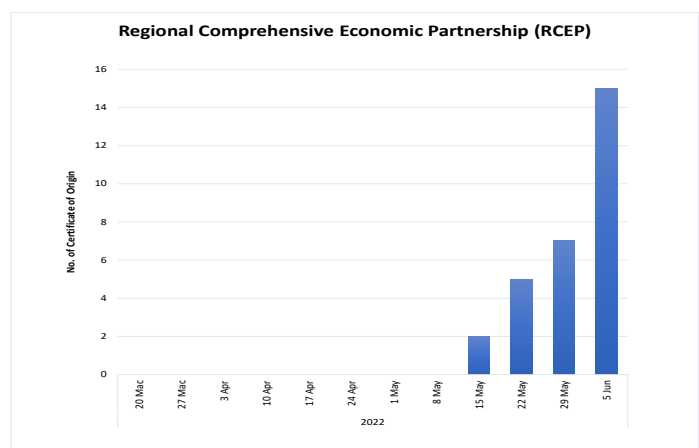
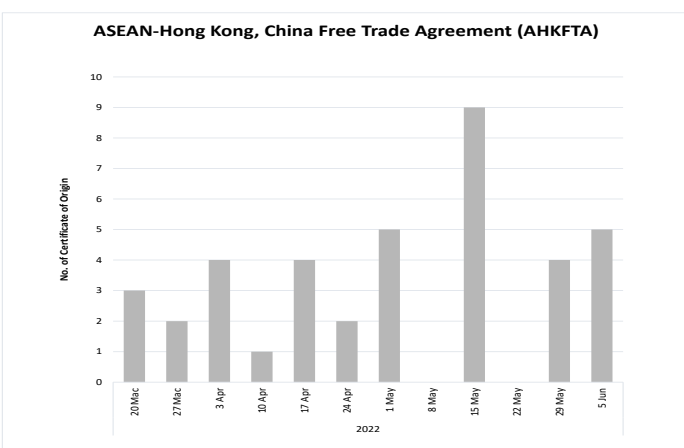
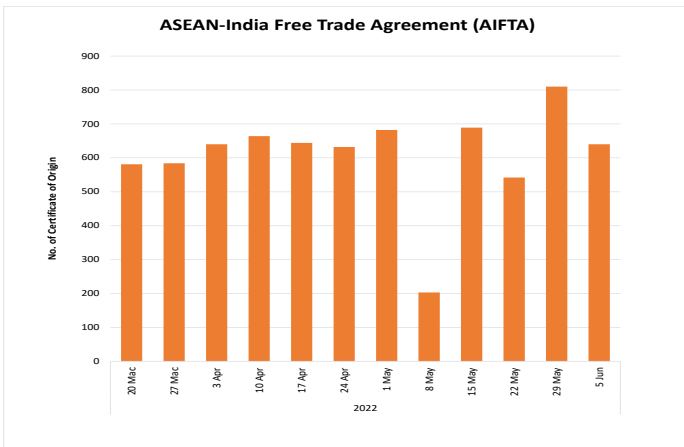
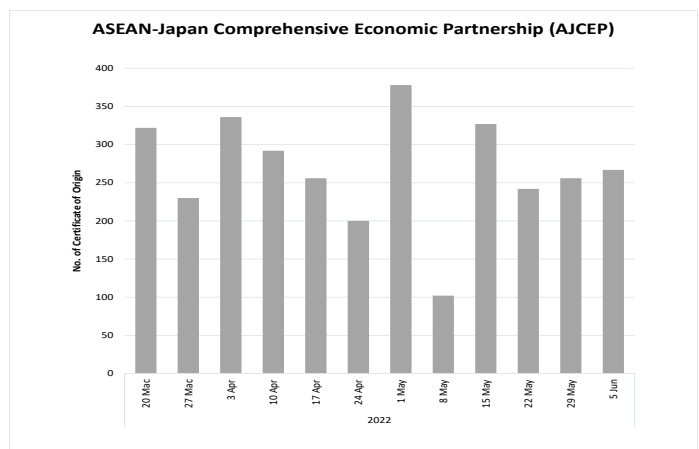
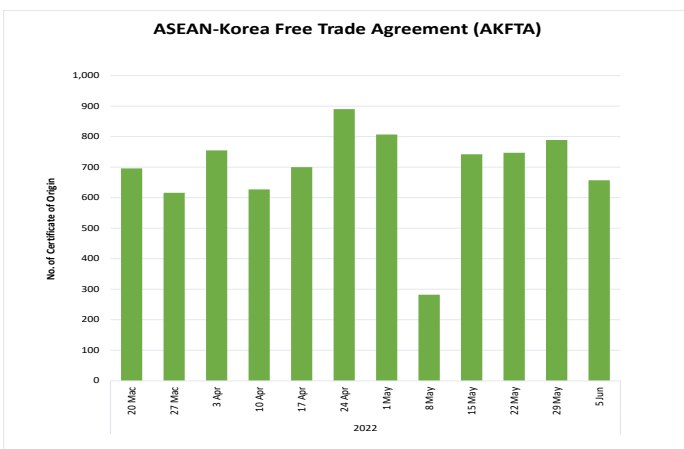


Annually



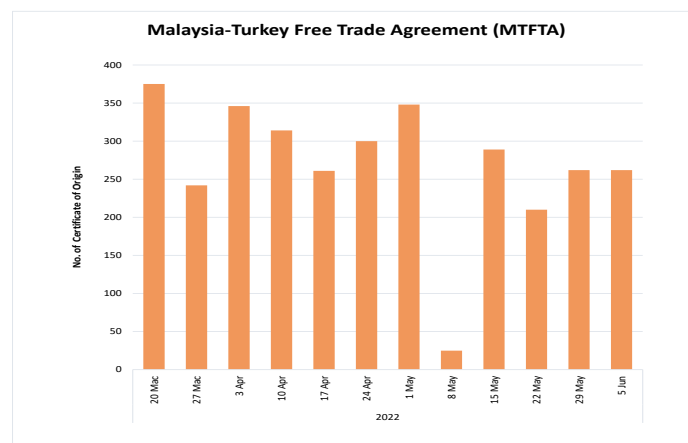
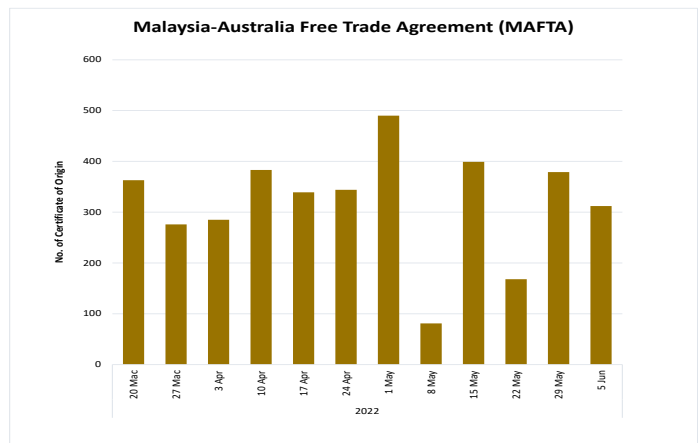
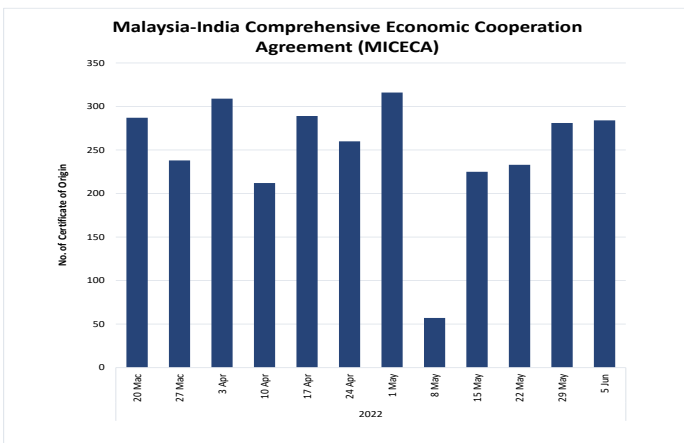
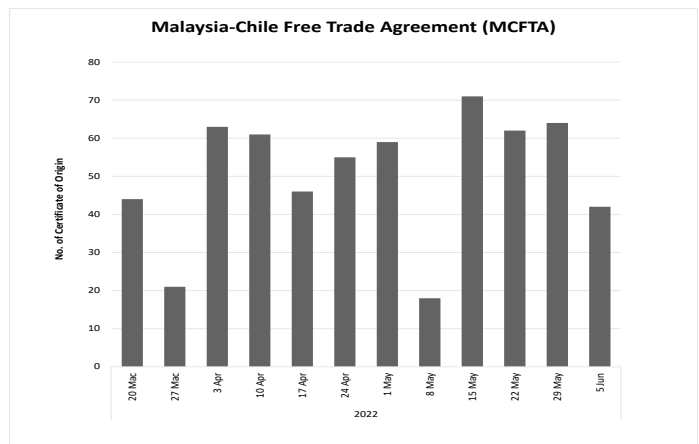
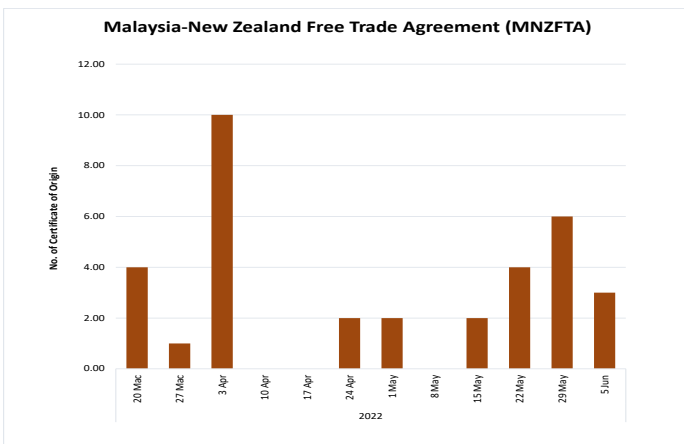
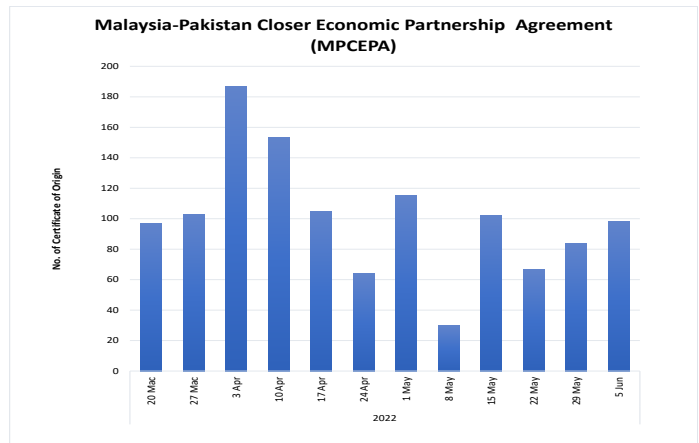
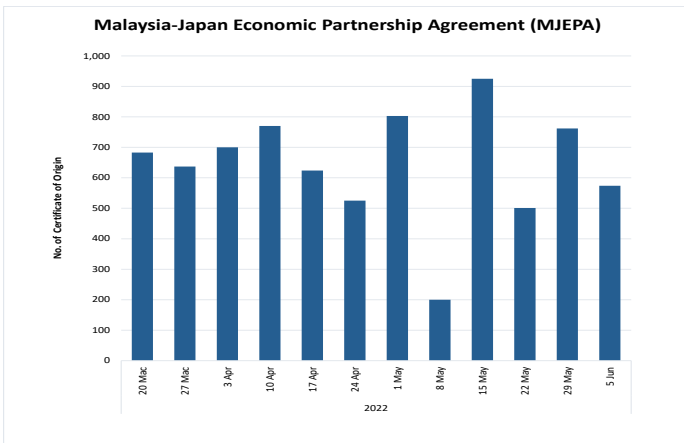
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

Regional FTA Number of Preferential Certificates of Origin (PCOs) as at 5 June 2022



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

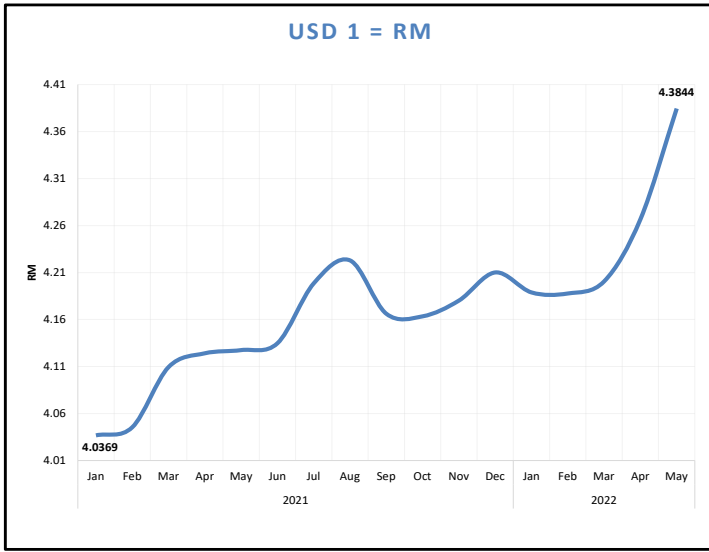
Bilateral FTA Number of Preferential Certificates of Origin (PCOs) as at 5 June 2022



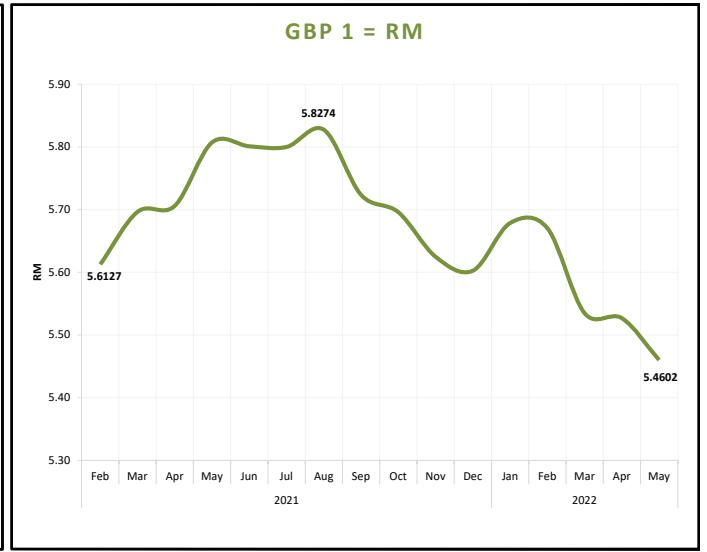
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

Malaysian Ringgit Exchange Rate with Selected Countries, January 2021 - May 2022

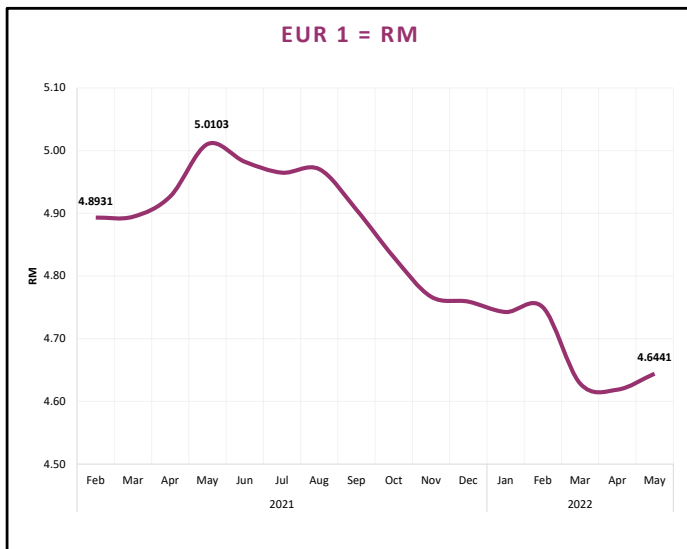
US Dollar



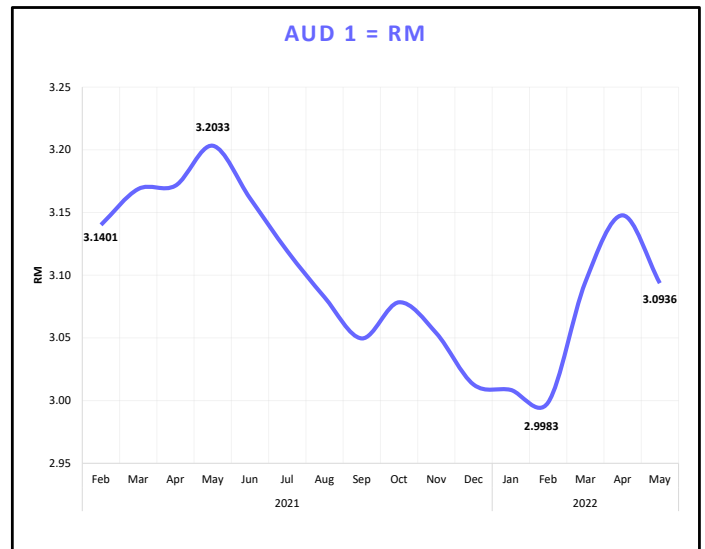
Pound Sterling



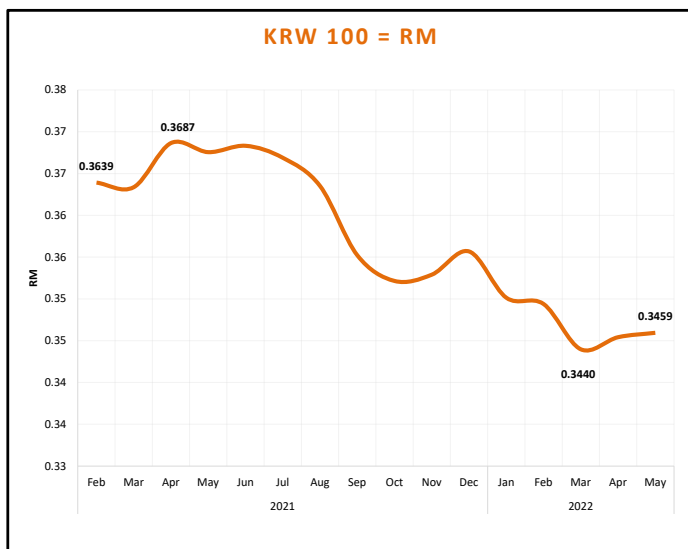
Euro



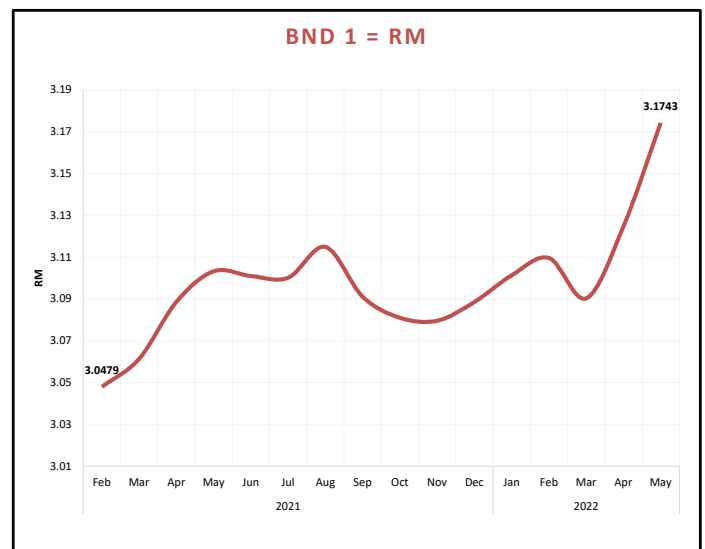
Australian Dollar



South Korean Won



Brunei Dollar



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM (BRENT) -per bbl-



▲ 1.9%*
US\$122.0
10 June 2022

Highest
2021/2022

10 June 2022 : US\$122.0
22 Oct 2021 : US\$85.5

7 Jan 2022 : US\$81.8
15 Jan 2021 : US\$55.1

Lowest
2021/2022

Average Price 2021 ⁱ: US\$71.1

CRUDE PALM OIL -per MT-



▼ 3.6%*
US\$1,486.8
10 June 2022

Highest
2021/2022

11 Mar 2022 : US\$1,774.7
29 Oct 2021 : US\$1,302.0

14 Jan 2022 : US\$1,267.7
18 Jun 2021 : US\$844.6

Lowest
2021/2022

Average Price 2021 ⁱ: US\$1,075.3

RUBBER SMR 20 -per MT-



▼ 0.2%*
US\$1,687.5
10 June 2022

Average Price 2021 ⁱ: US\$1,689.1

COCOA SMC 2 -per MT-



▼ 1.7%*
US\$1,545.8
10 June 2022

Average Price 2021 ⁱ: US\$1,505.9

SUGAR -per lbs-



▼ 2.5%*
US\$19.1
10 June 2022

Average Price 2021 ⁱ: US\$17.9

COAL -per MT-



▼ 2.9%*
US\$317.5
10 June 2022

Average Price 2021 ⁱ: US\$120.5

SCRAP IRON HMS -per MT-

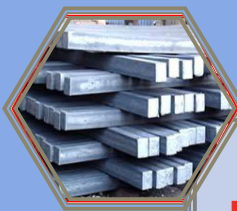


⊖ %* : ⊖ %*
US\$496.0 : US\$445.0
(high) : (low)
10 June 2022

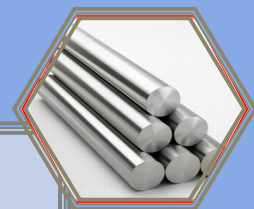
Average Price 2021 ⁱ: US\$486.4 (high)
Average Price 2021 ⁱ: US\$468.1 (low)

Domestic Prices

10 June 2022



Billets
(per MT)
RM3,080 - RM3,170

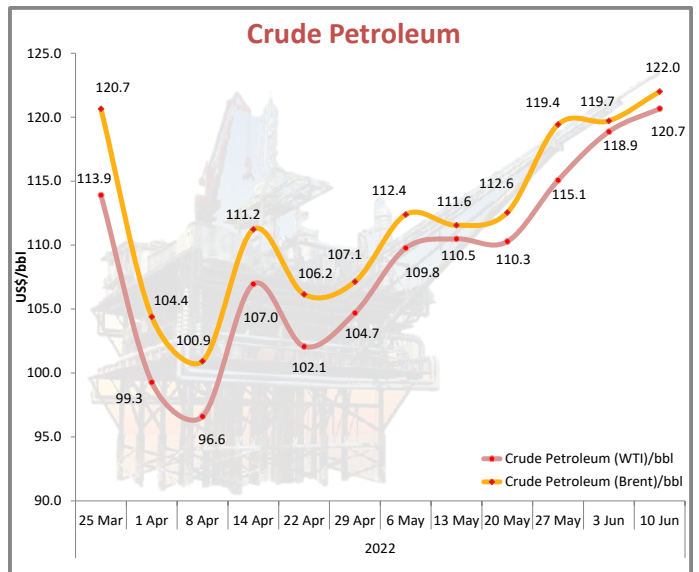
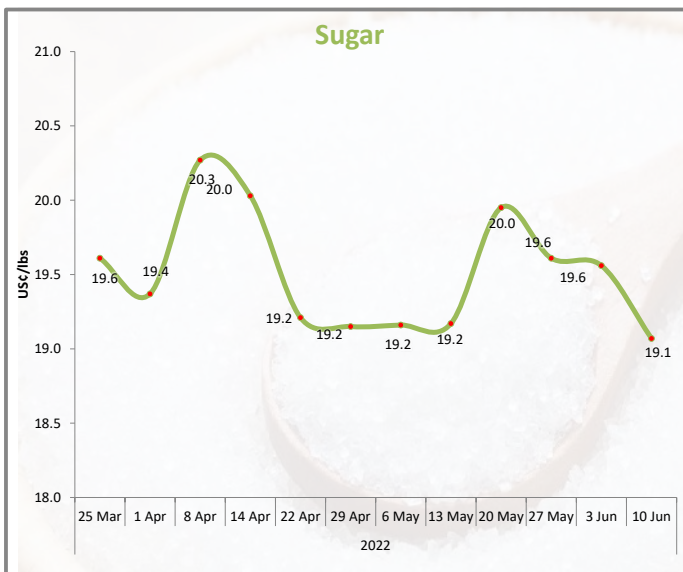
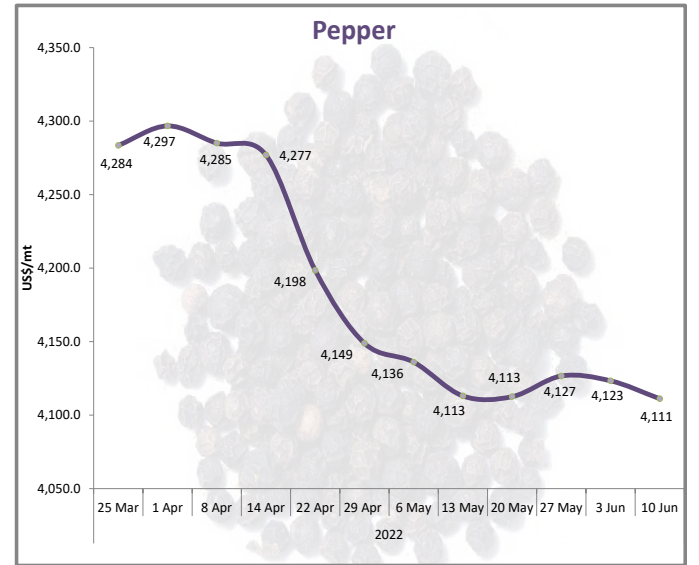
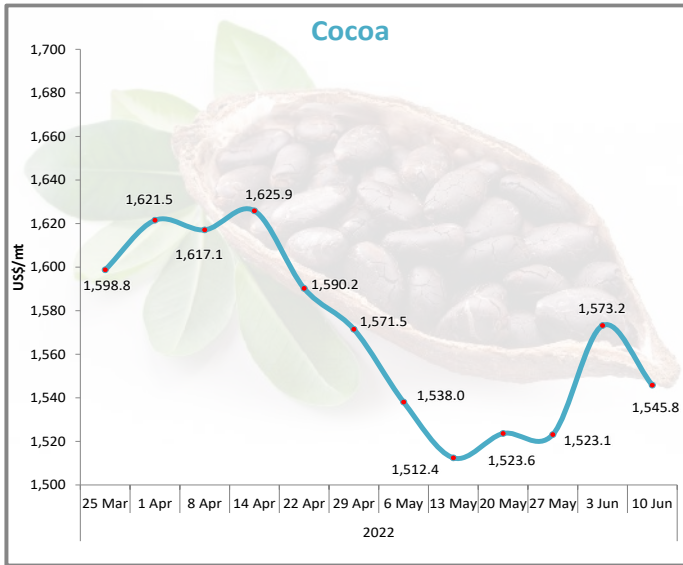
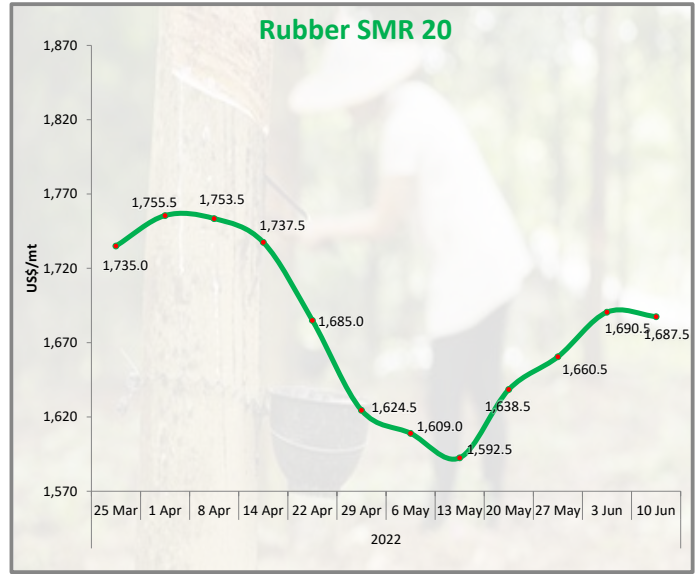
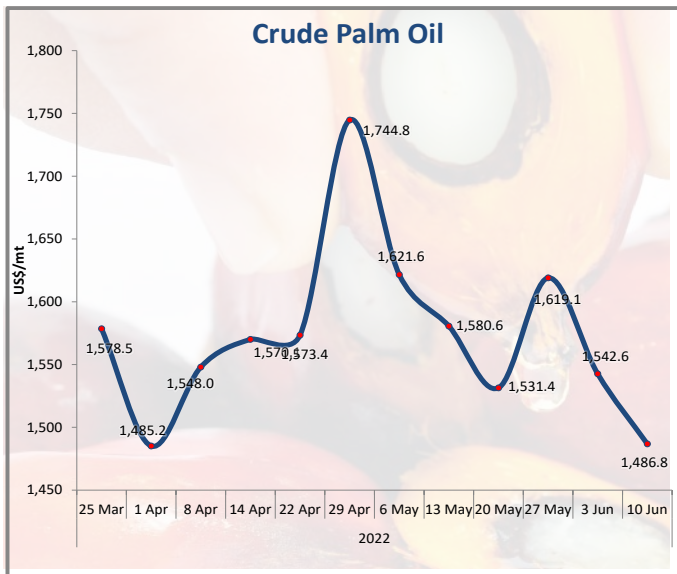


Steel Bars
(per MT)
RM3,200 - RM3,350

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

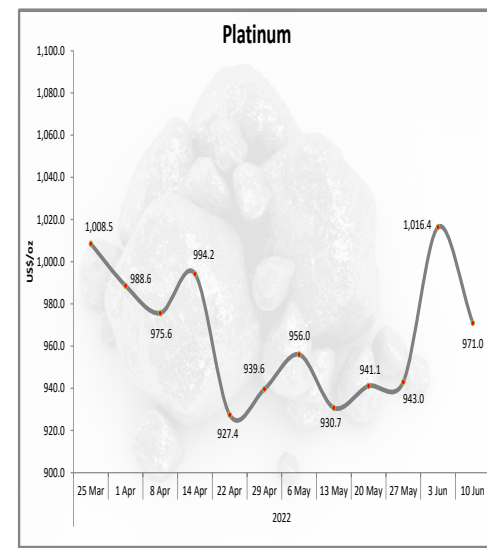
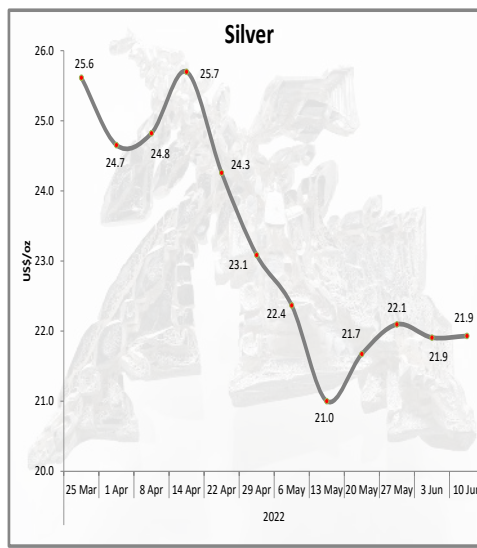
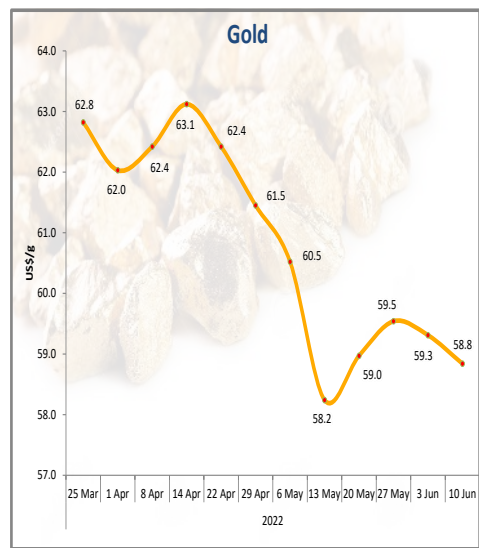
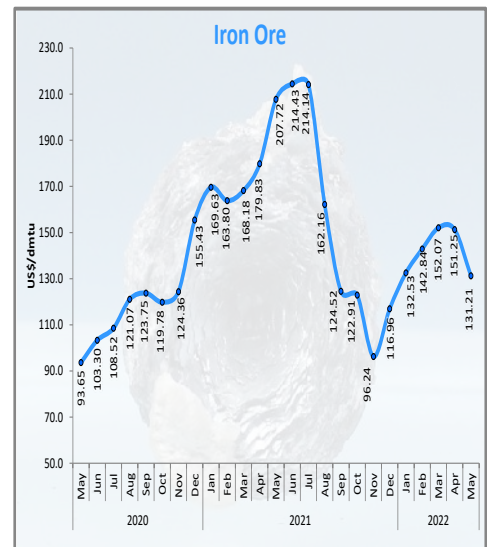
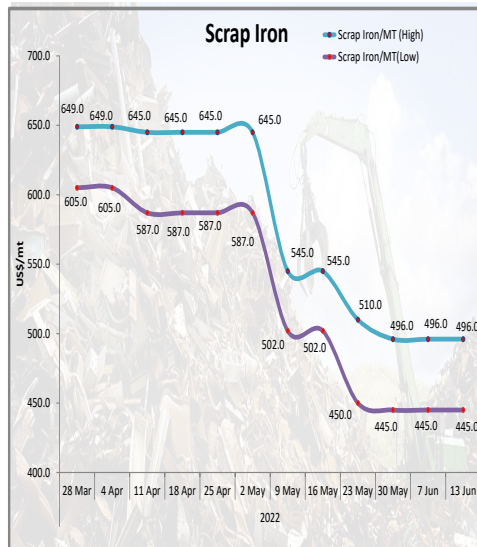
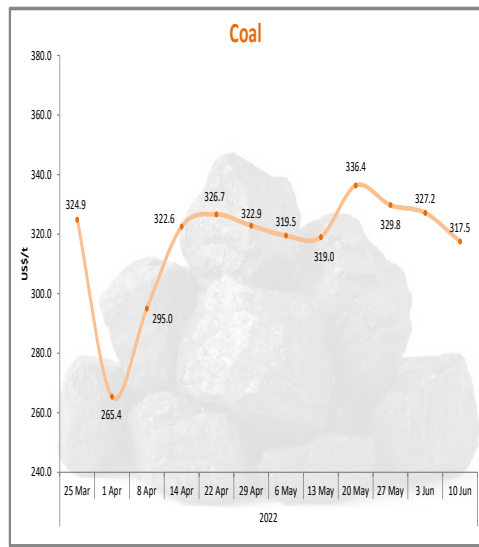
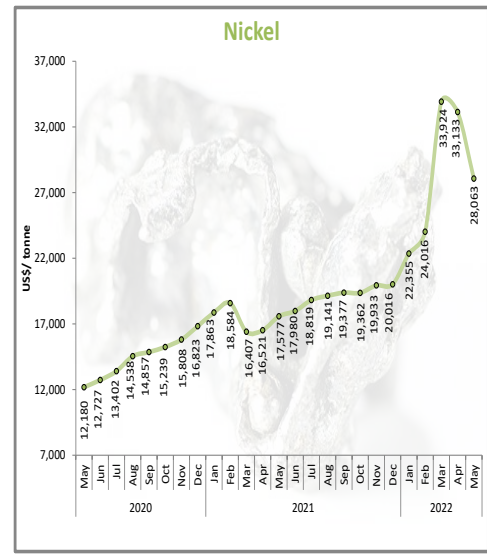
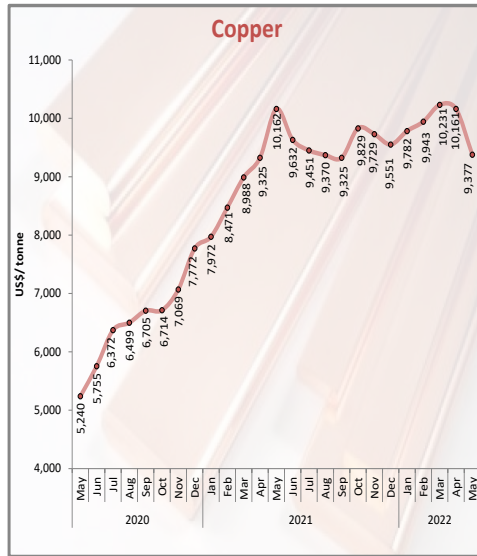
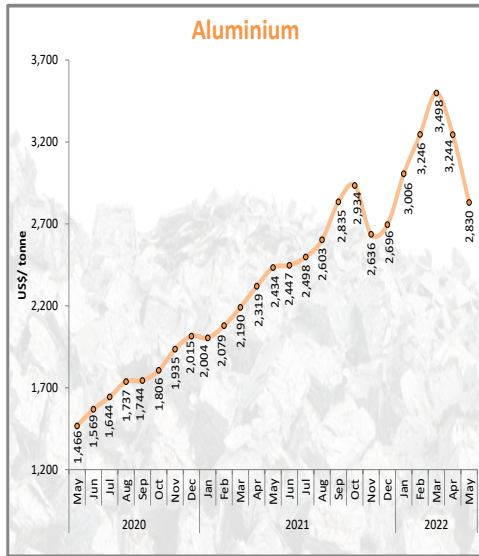
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

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.

RCEP

Regional Comprehensive Economic Partnership (RCEP)

The Regional Comprehensive Economic Partnership (RCEP) Agreement is designed to broaden and deepen ASEAN's engagement with Australia, China, Japan, Korea and New Zealand. The objective of the trade agreement is to establish a modern, comprehensive, high-quality, and mutually beneficial economic partnership that will facilitate the expansion of regional trade and investment and contribute to global economic growth and development in the region.



2012

The decision to initiate the Regional Comprehensive Economic Partnership (RCEP) Agreement begins at the 21st ASEAN Summit

2020

The RCEP is officially signed by 10 ASEAN member countries along with five ASEAN FTA partner countries after 31 rounds of formal negotiations

Total Population 2.2 billion

Total GDP US\$24.8 billion
28.9% of the world's GDP

PRIMARY OBJECTIVES

The RCEP Agreement is created to establish a modern, comprehensive, high-quality, and mutually beneficial economic partnership that will facilitate the expansion of regional trade and investment and contribute to global economic growth and development amongst RCEP member countries.

The single regional free trade agreement (FTA) is also intended to strengthen regional value chain for businesses in the region, particularly the Small and Medium Enterprises (SMEs).

It is designed to create and support an open, inclusive, and rules-based multilateral trading system, which will in turn create avenues for market and employment opportunities for businesses and people within the region.

The trade agreement will allow businesses in RCEP member countries to gain access to a much wider regional market. Progressive elimination and reduction of customs duties for trade in goods as well as facilitation of export and import of goods among the RCEP countries will serve to enhance inter and intra regional trade and investment whilst strengthening regional value chains.

To serve as a vital economic tool to spur economic growth in the region. It will also allow more seamless opening of markets whilst creating uninterrupted supply chains within the region. The trade agreement is also intended to help facilitate transparency, information exchange and better compliance for technical regulations and standards amongst RCEP member countries.

KEY FEATURES OF THE RCEP



Trade In Goods

Progressive elimination of tariff and non-tariff barriers on substantially all trade in goods including the related chapters of rules of origin, customs procedures, sanitary and phytosanitary measures, standards, technical regulations and conformity assessment procedures and trade remedies in order to establish a free trade area among the parties.



Trade In Services

Liberalisation of services sectors, including financial services, telecommunications services and movement of natural persons. The RCEP will be comprehensive, of high quality and substantially eliminate restrictions and/or discriminatory measures with respect to trade in services between the RCEP participating countries. Rules and obligations on trade in services under the RCEP will be consistent with the General Agreement on Trade in Services (GATS).



Investment

Promotion, facilitation, protection and liberalisation of investment. The RCEP will aim to create a liberal, facilitative, and competitive investment environment in the region based on these four pillars in order to create an enabling investment environment in the region along with improved investment facilitation provisions as well as investor aftercare.

Economic & Technical Cooperation

The economic and technical cooperation provisions in the RCEP will build upon existing economic cooperation arrangements between ASEAN and ASEAN's FTA partners to narrow the development gaps amongst member countries. Under the RCEP agreement, cooperation activities will also include trade activities such as include e-commerce and other areas that would be mutually agreed upon by the RCEP participating countries.



Protection Of Intellectual Property Rights

Aimed at reducing IP-related barriers to trade and investment by promoting economic integration and cooperation in the utilization, protection and enforcement of intellectual property rights amongst RCEP member countries.



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: AI, 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

02 | 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

INDUSTRY4WRD 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? ✓ Manufacturing and its related services sector



- ✓ 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?



To identify areas of improvement in terms of people, process and technology.



Receive comprehensive readiness report.



Be entitled to apply for financial incentives.

Incentives for RA

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



Enquiries

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



Process Flow

A FEW SIMPLE STEPS



For more information, kindly click the following links:

<https://www.miti.gov.my/index.php/pages/view/industry4WRD>



MINISTRY OF
INTERNATIONAL TRADE AND INDUSTRY

MITI POCKET TALK 2022

TOPIC

Introduction
to FTAs

Introduction to
Preferential
Certificate of
Origin (PCO)

Introduction to
Strategic Trade
Act 2010

DATE

23 February 2022

20 July 2022

23 March 2022

24 August 2022

27 April 2022

21 September 2022

25 May 2022

19 October 2022

22 June 2022

23 November 2022



Click here to register

For more information, please contact the Secretariat

Fairul : 03-6207 1152 (fairul@miti.gov.my)

Arshana : 03-6207 1093 (arshana.jalil@miti.gov.my)



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Invitation to participate in the
**ASEAN SINGLE WINDOW (ASW)
 TRADER SURVEY**

CLICK HERE

For more information or inquiries, kindly contact the ATIGA team at allatiga@miti.gov.my

**THE 40th ANNIVERSARY
 THE LOOK EAST POLICY (LEP)
 INVITATION TO SUBMIT EVENT/PROJECT PROPOSALS
 TO COMMEMORATE THE ANNIVERSARY**

MINISTRY OF
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