Ministry of International Trade and Industry

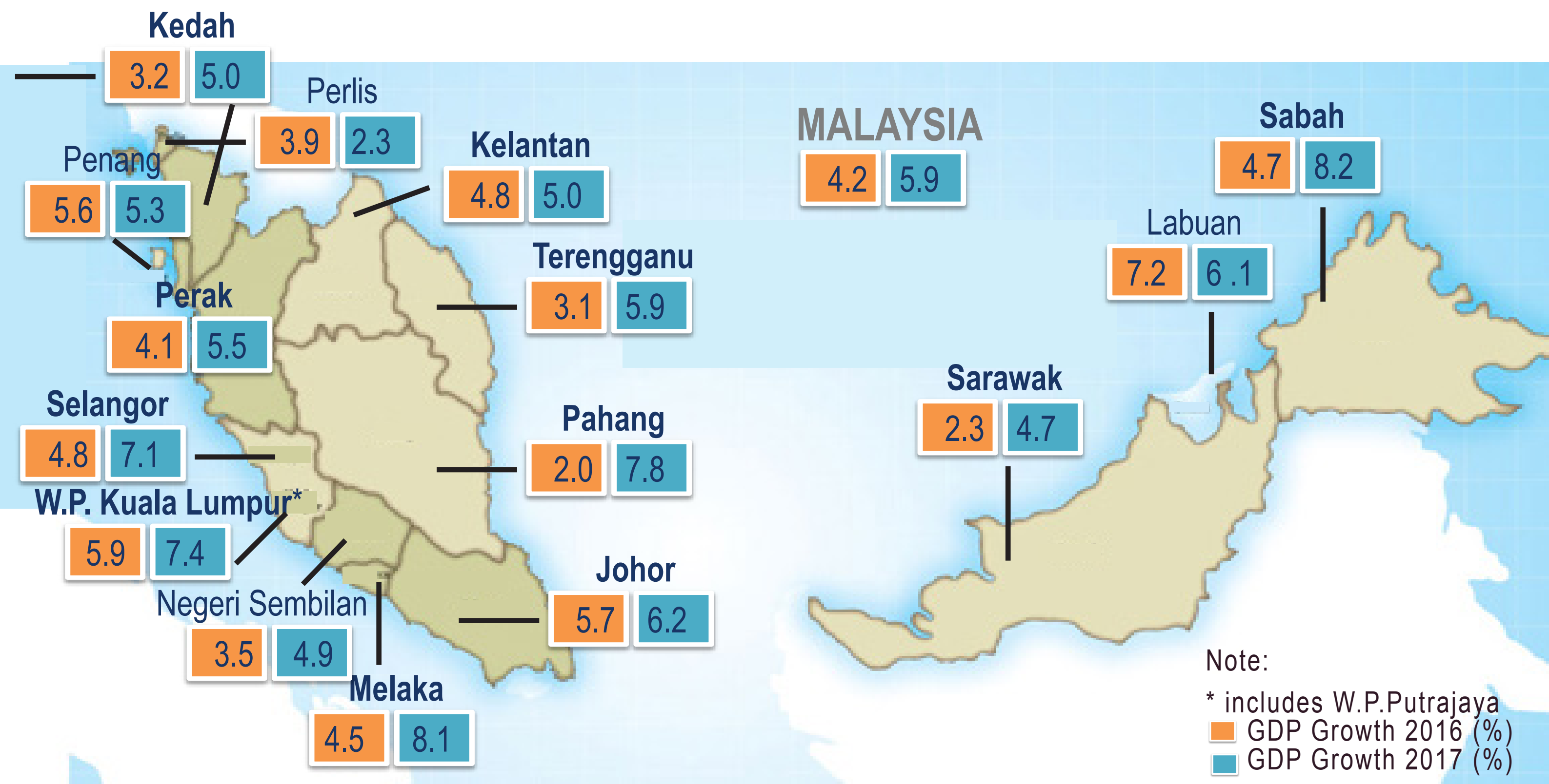
Weekly Bulletin

DRIVING TRANSFORMATION, POWERING GROWTH

VOLUME 495

31 JULY 2018| NO. ISSN: 2180-0448

12 states registered a better economic growth in 2017



Selected Indicators and States 2017

Population (million)

Selangor : 6.38

Sabah : 3.87

Johor : 3.70

Sarawak : 2.77

Inflation (%)

Srawak : .3.0

Sabah : 3.0

W.P. Kuala Lumpur : 3.7

Selangor : 3.9

Employed Persons (million)

Selangor : 3.36

Sabah :1.80

Johor : 1.61

Sarawak : 1.25

Unemployent (%)

Melaka : 1.0

Penang : 2.1

Selangor : 2.8

W.P. Kuala Lumpur : 3.1

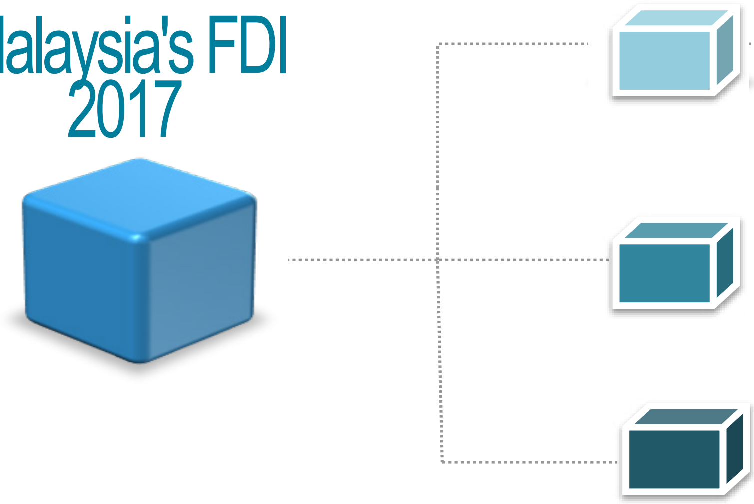
Socioeconomic Performance by State 2017

Source: Department of Statistics, Malaysia

Foreign Direct Investment (FDI) in Malaysia, 2017

Malaysia's FDI recorded a **net inflow** of **RM 41.0 billion** in 2017

Malaysia's FDI 2017

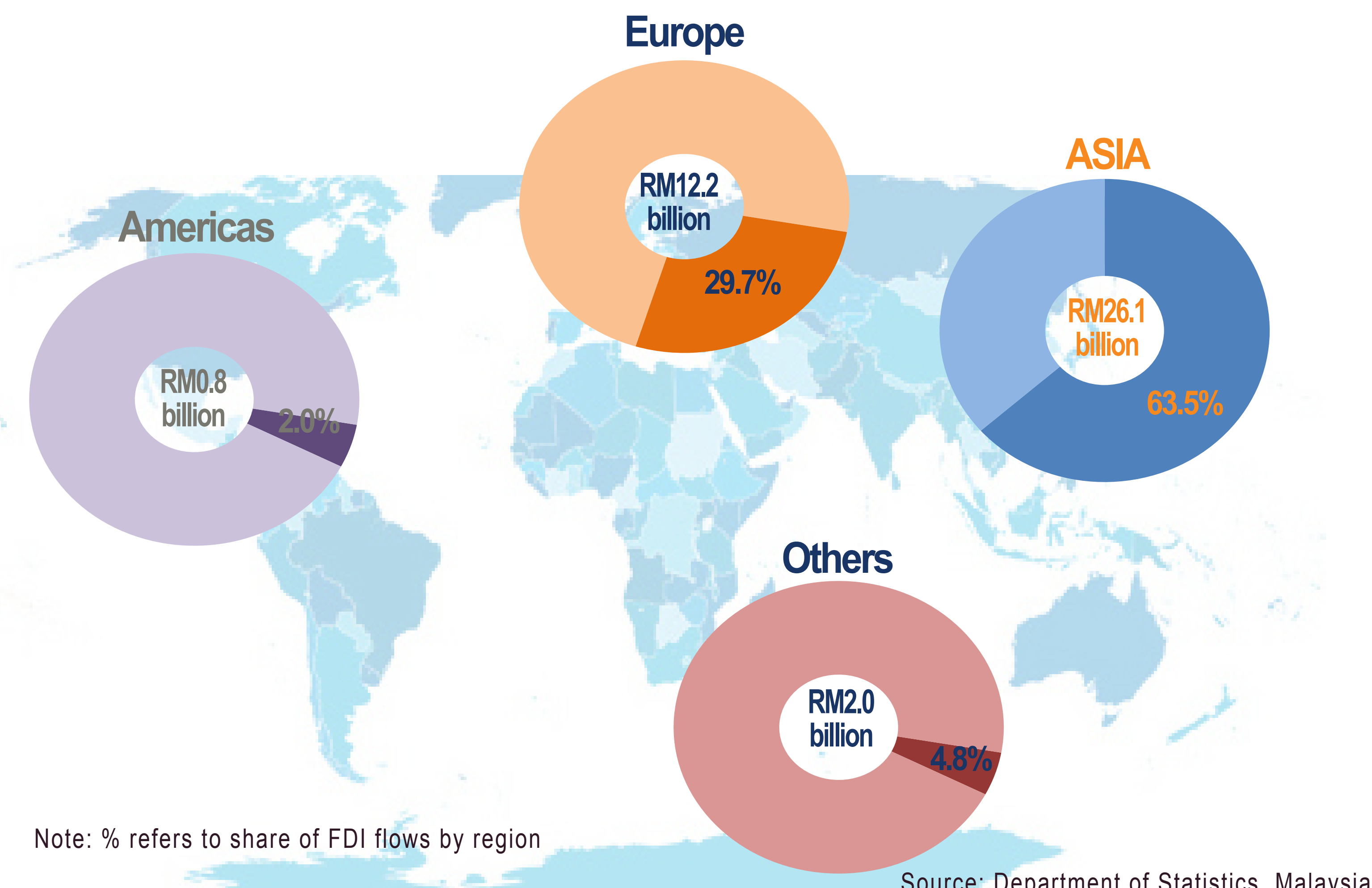


Flows
2017:RM41.0 billion
2016:RM47.0 billion

Position
2017:RM570.3 billion
2016:RM547.4 billion

Income
2017:RM59.1 billion
2016:RM50.9 billion

FDI Flows by Region , 2017



Note: % refers to share of FDI flows by region

Source: Department of Statistics, Malaysia

FDI Flows by Component , 2017

Component	2017	2016
Equity & Investment Fund Shares	RM35.4 bil (86.3%)	RM42.6 bil (90.5%)
Debt Instruments	RM5.6 bil (13.7%)	RM4.5 bil (9.5%)

FDI Flows by Sector , 2017

Main sector	2017	2016
Services	48.2% RM19.8 bil	50.9% RM23.9 bil
Mining and Quarrying	31.2% RM12.8 bil	17.5% RM8.2 bil
Manufacturing	15.7% RM6.4 bil	25.8% RM12.1 bil
Others	4.9% RM2.0 bil	5.8% RM2.8 bil

Source: Department of Statistics, Malaysia

Direct Investment Abroad (DIA) from Malaysia, 2017

Malaysia's **DIA** recorded a **value** of <u>RM24.9 billion</u> in 2017

Malaysia's DIA 2017

Flows
2017:RM24.9 billion
2016:RM33.2 billion

Position
2017:RM525.2 billion
2016:RM565.3 billion

Income
2017:RM25.8 billion
2016:RM20.8 billion

DIA Perfomance , 2014 - 2017

RM billion

	2017	2016	2015	2014
Flows	24.9	33.2	41.2	53.6
Position	525.2	565.3	583.8	473.4
Income	25.8	20.8	18.4	24.3

Source: Department of Statistics, Malaysia

DIA Flows by Component , 2017

Component	2017	2016
Equity & Investment Fund Shares	RM16.5 bil (66.1%)	RM25.9 bil (78.0%)
Debt Instruments	RM8.4 bil (33.9%)	RM7.3 bil (22.0%)

FDI Flows by Sector , 2017

Main sector	2017		2016	
Services	73.5%	RM18.3 bil	57.3%	RM19.1 bil
Mining and Quarrying	12.0%	RM3.0 bil	25.6%	RM8.5 bil
Manufactur-	7.4%	RM1.8 bil	14.1%	RM4.7 bil
Others	7.0%	RM1.7 bil	2.9%	RM1.0 bil

Source: Department of Statistics, Malaysia

Foreign Direct Investment (FDI) Inflow

US$ million

2013	2014	2015	2016	2017
121,320.35	130,302.42	121,711.89	123,170.39	137,006.20

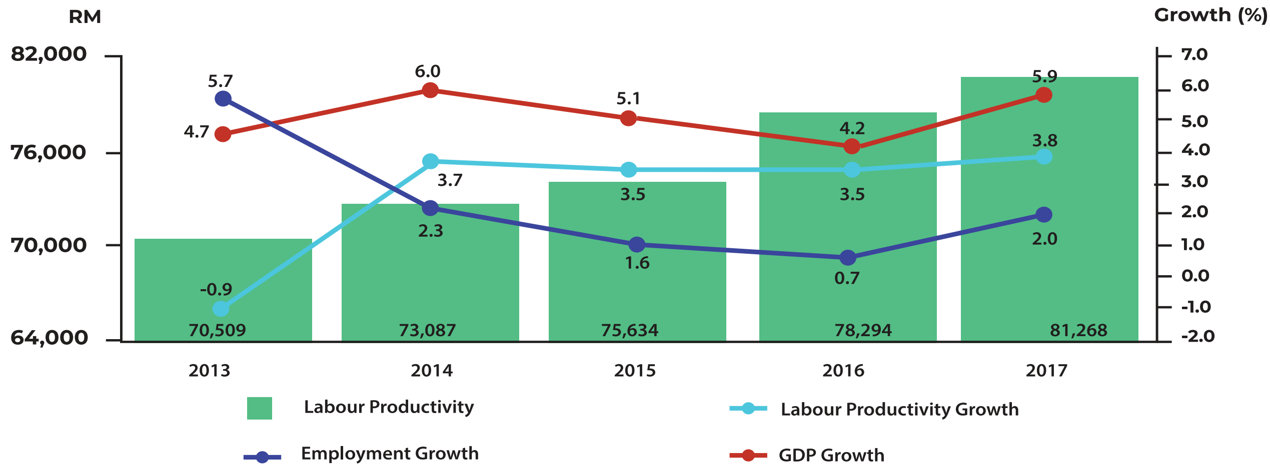
Top Ten Soucers of FDI Inflow to ASEAN , 2017

Rank	Country	US$ million
1	Singapore	18,301.51
2	Japan	13,212.16
3	PRC	11,295.27
4	Netherlands	10,744.67
5	Hong Kong SAR	7,767.89
6	Ireland	5,763.95
7	USA	5,383.41
8	ROK	5,347.30
9	Malaysia	4,104.69
10	United Kingdom	4,022.31

Note:
FDI 2017 figures are preliminary as of 30 June 2018
Source: https://data.aseanstats.org/fdi-by-hosts-and-sources

National Productivity , 2017

Gross Domestic Product (GDP), Employment and Labour Productivity, 2013-2017



2017

GDP (million)	Employment (million)	Labour Productivity
RM 1,174,329	14.450	RM 81,268
5.9% Growth	2.0% Growth	3.8% Growth

Sources of Labour Productivity

MFP Growth	Capital Intensity Growth
2.2%	1.6%

11MP Target

Labour Productivity

RM 92,300

3.7% Growth

MFP Growth

2.3%

Source: Productivity Report , 2017/2018

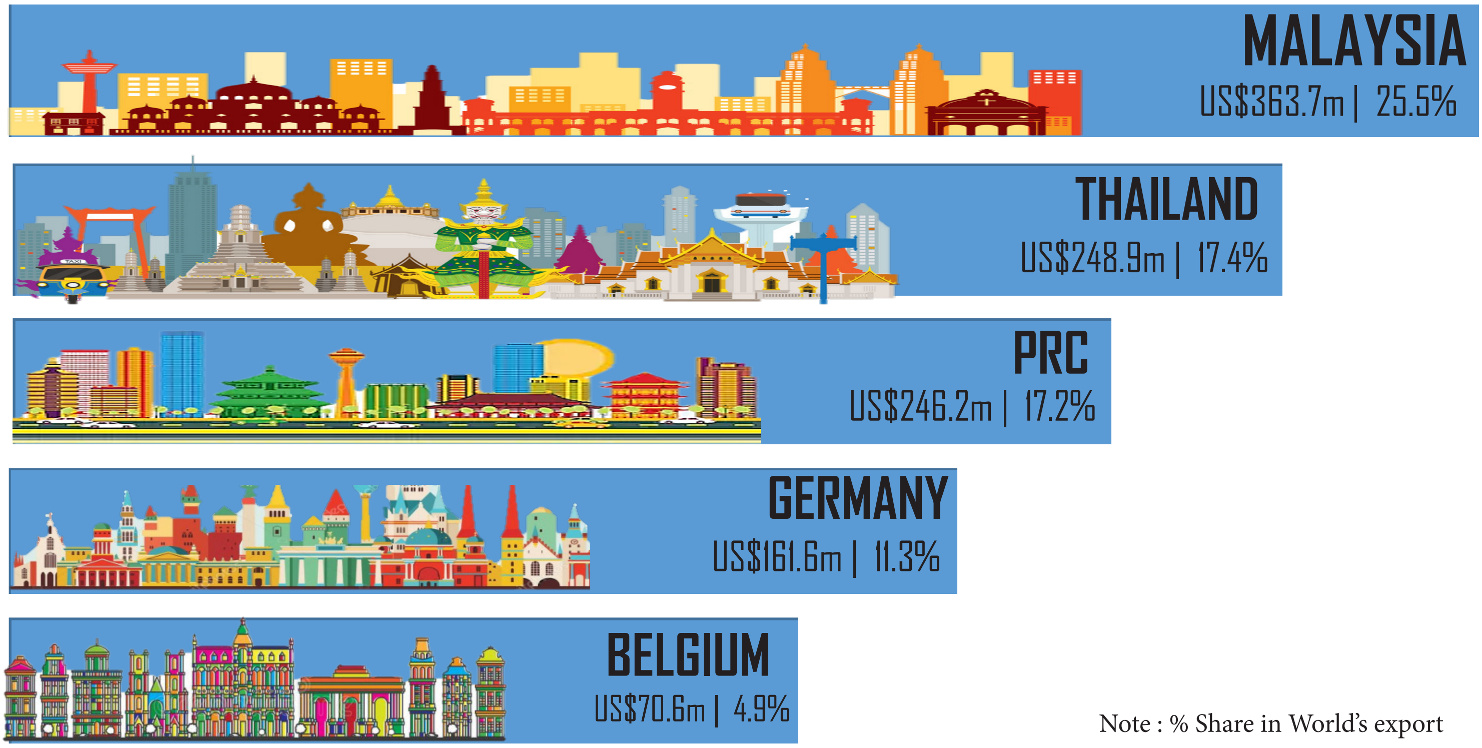
National Productivity , 2017

Source: Productivity Report , 2017/2018

Notes:
Skill level is classified according to the **Malaysia Standard Classification of Occupation (MASCO) 2013**
*__High-skilled:__ 1. Managers; 2. Professionals; 3. Technicians and associate professionals;
**__Medium-skilled:__ 4. Clerical support workers; 5. Service and sales workers; 6. Skilled agricultural, forestry, livestock and fishery workers; 7. Craft related trade workers; 8. Plant and machine operators and assemblers;
***__Low-skilled:__ 9. Elementary occupations

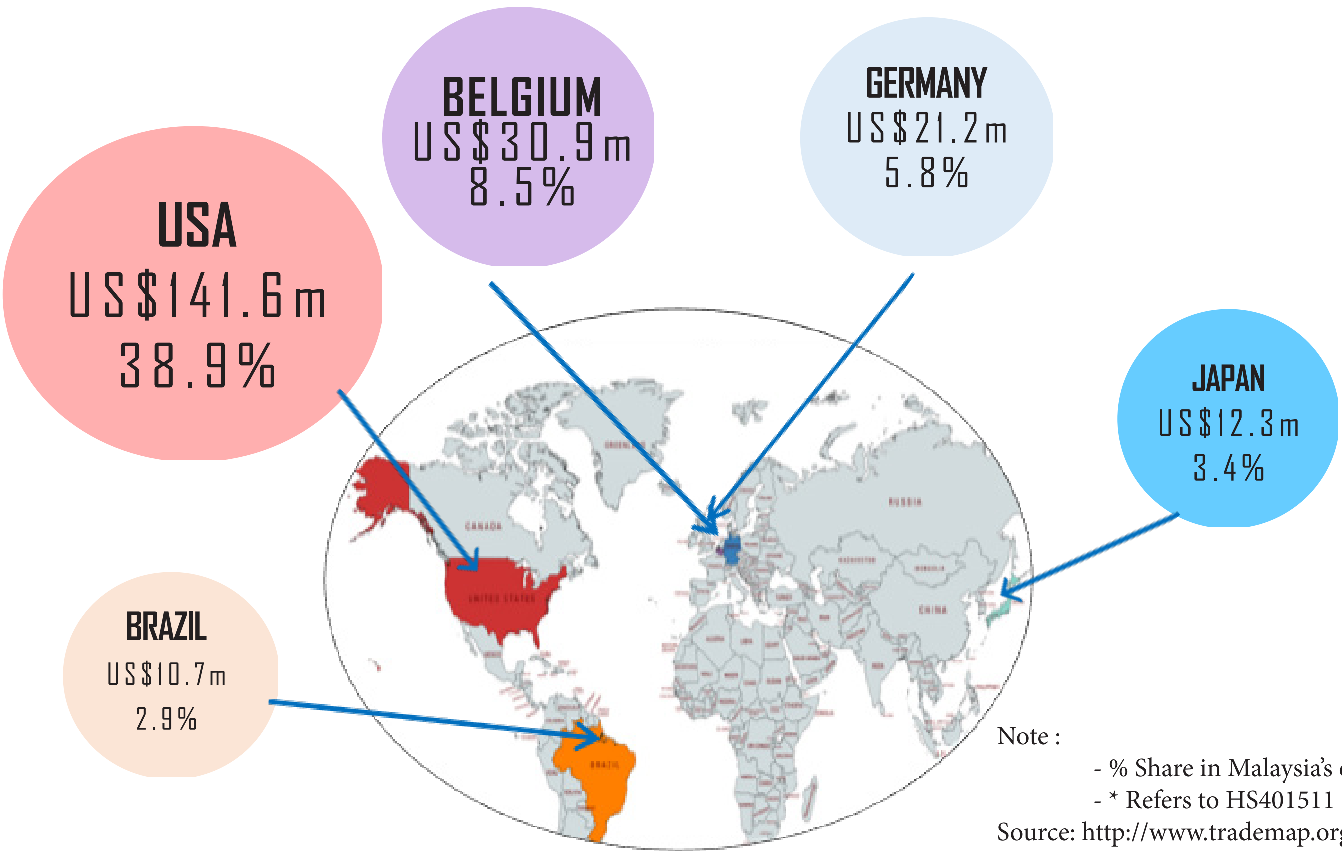
International Report

Malaysia ranked number one exporter of surgical gloves, of vulcanised rubber (excluding fingerstalls)*in 2017



Note : % Share in World's export

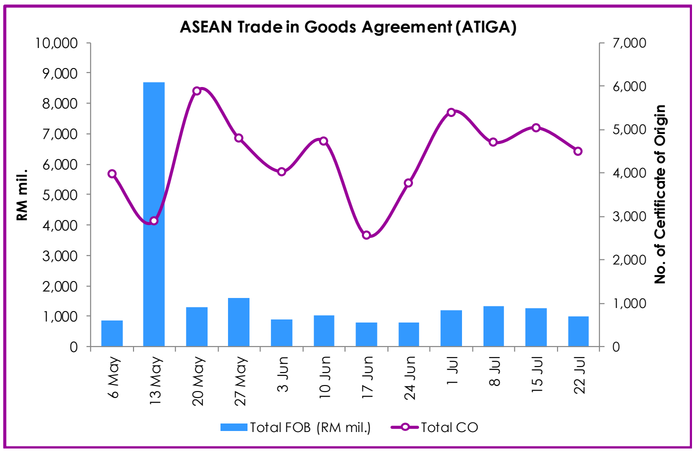
Malaysia's top five exports destinations for surgical gloves, of vulcanised rubber (excluding fingerstalls)* in 2017

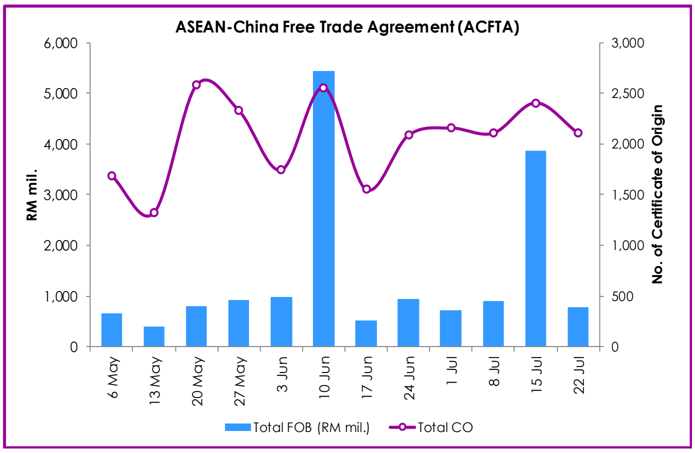


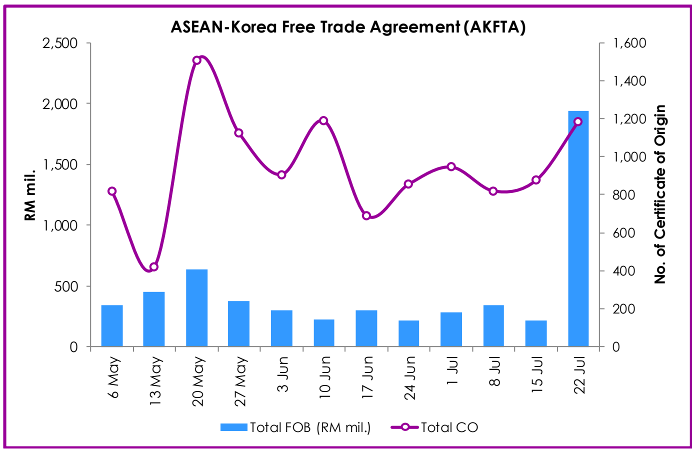
Note :
- % Share in Malaysia's export
- * Refers to HS401511

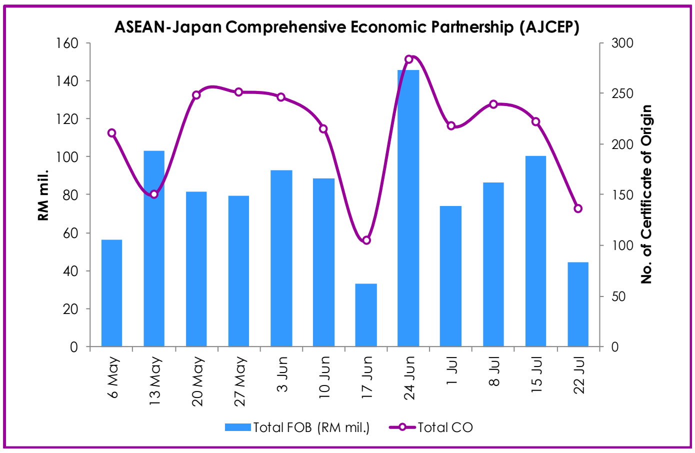
Source: http://www.trademap.org/Index.aspx

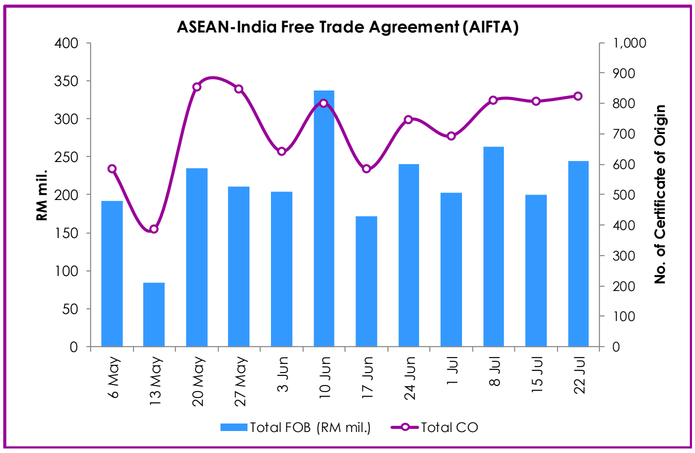
Number and Value of Preferential Certificates of Origin (PCOs)

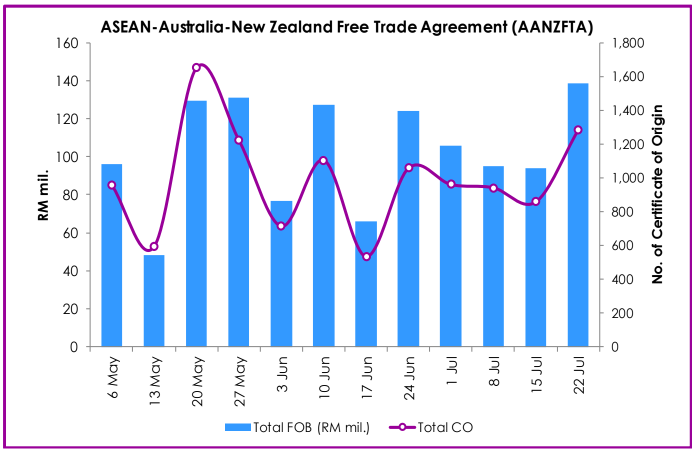


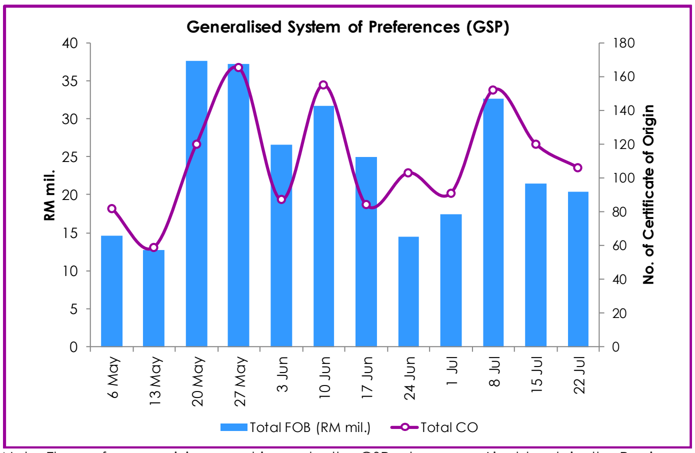










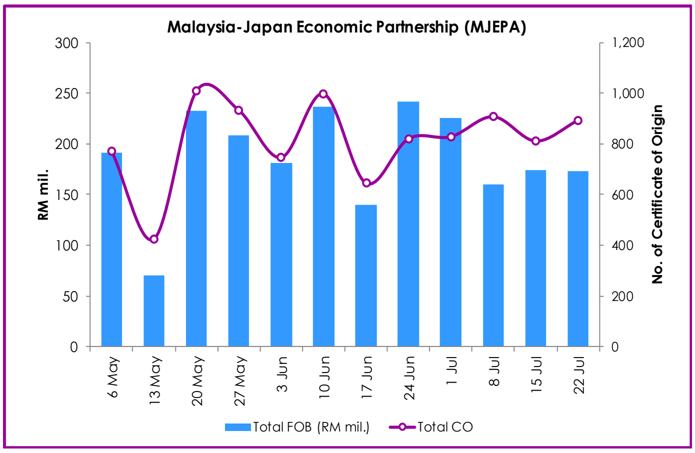


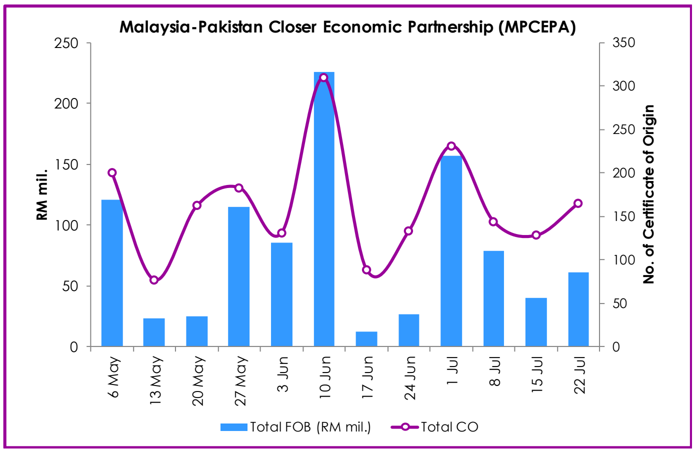
Note: The preference giving countries under the GSP scheme are Liechtenstein, the Russian Federation, Japan, Switzerland, Belarus, Kazakhstan and Norway.

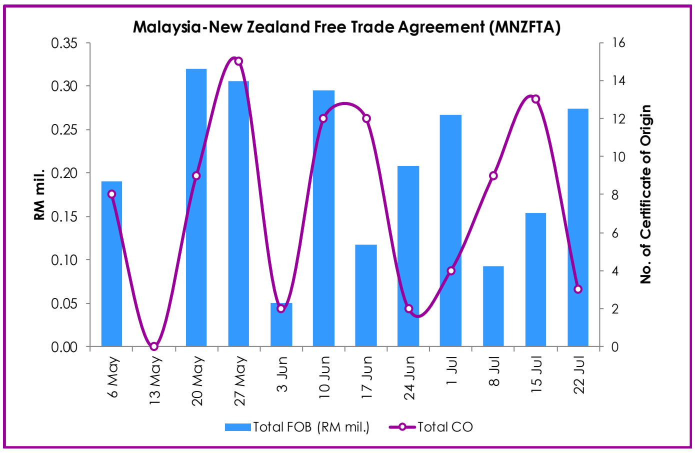
Note: *Provisional Data

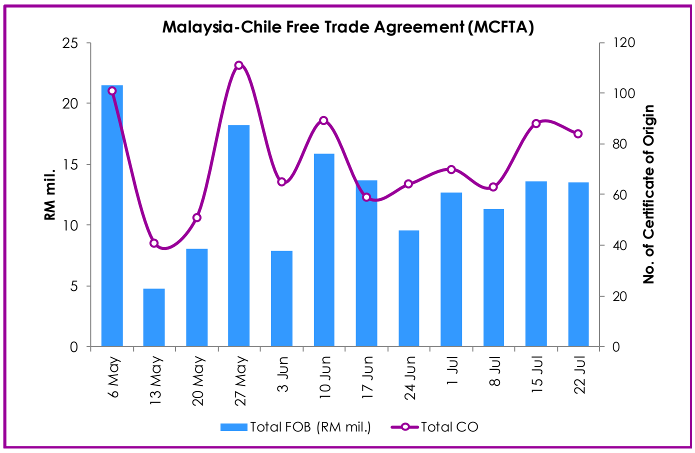
Source: Ministry of International Trade and Industry, Malaysia

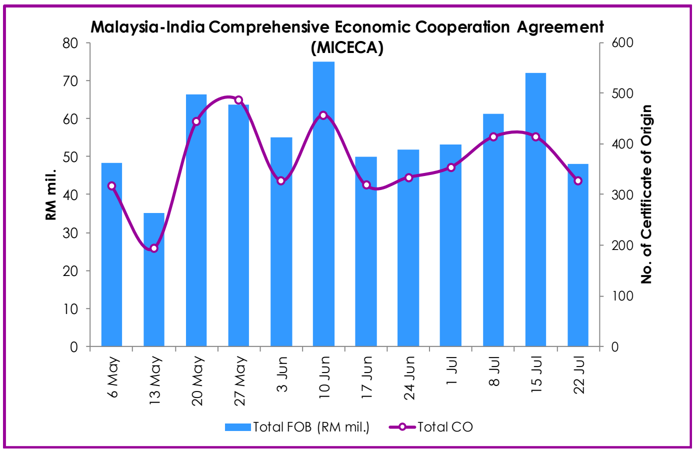
Number and Value of Preferential Certificates of Origin (PCOs)

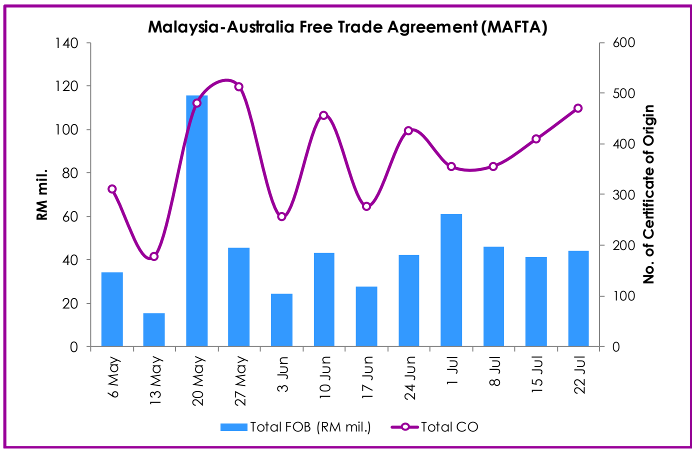


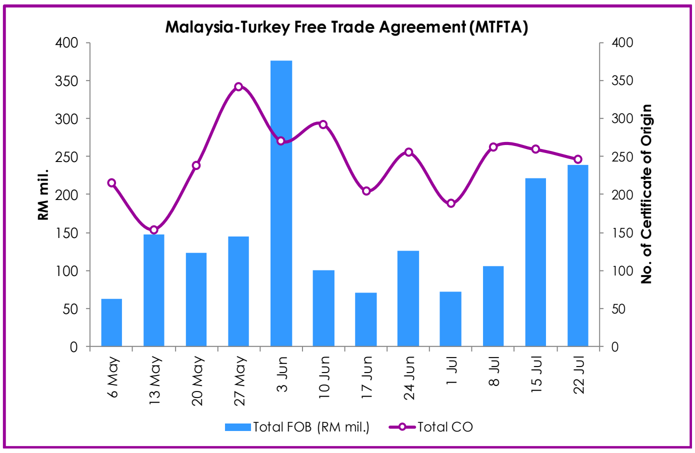










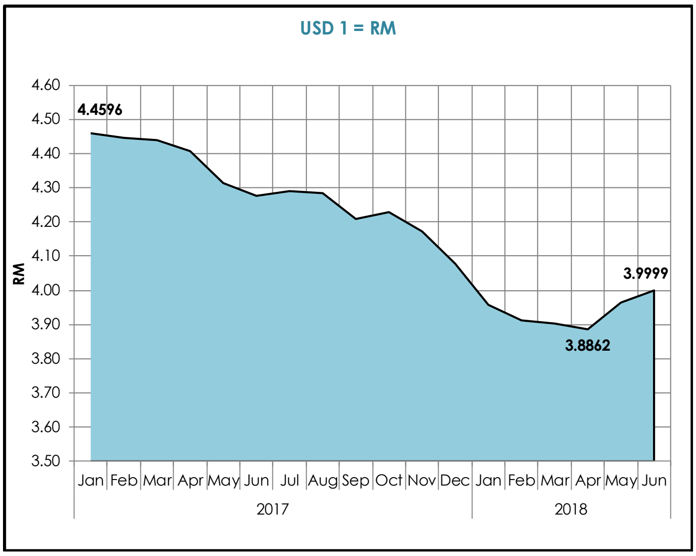


Note: *Provisional Data

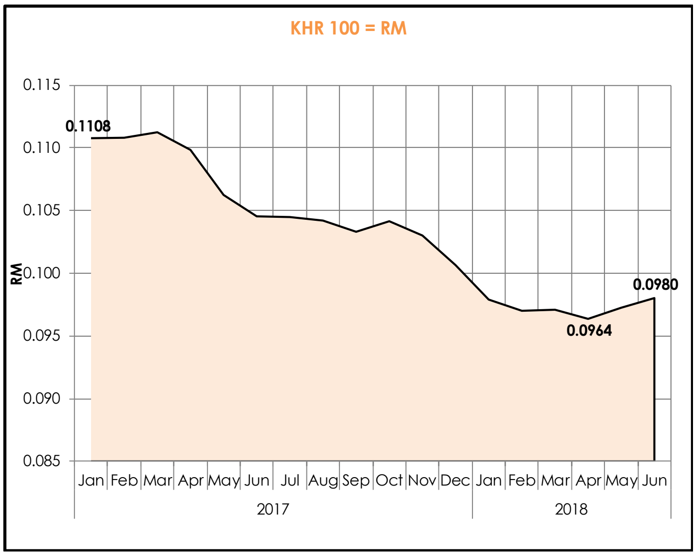
Source: Ministry of International Trade and Industry, Malaysia

Malaysian Ringgit Exchange Rate with Selected Countries, January 2017 - June 2018

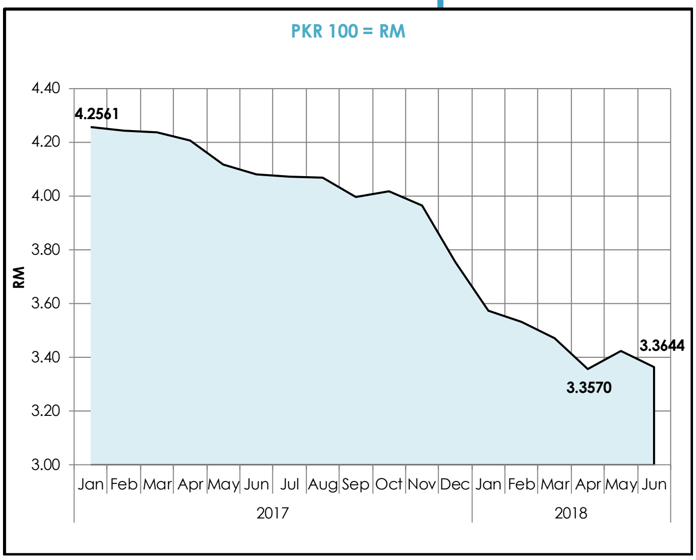
US Dollar



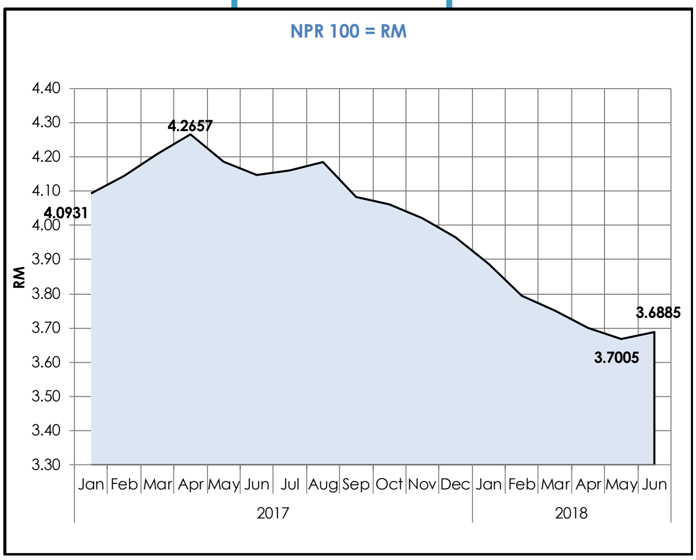
Cambodian Riel



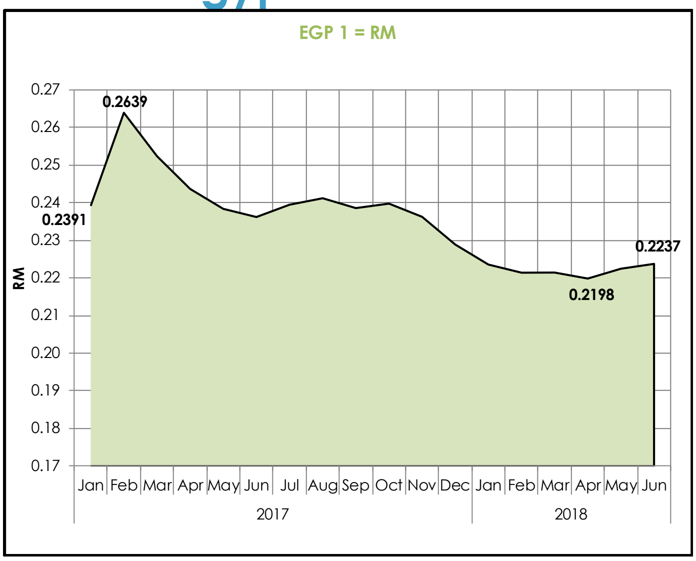
Pakistani Rupee



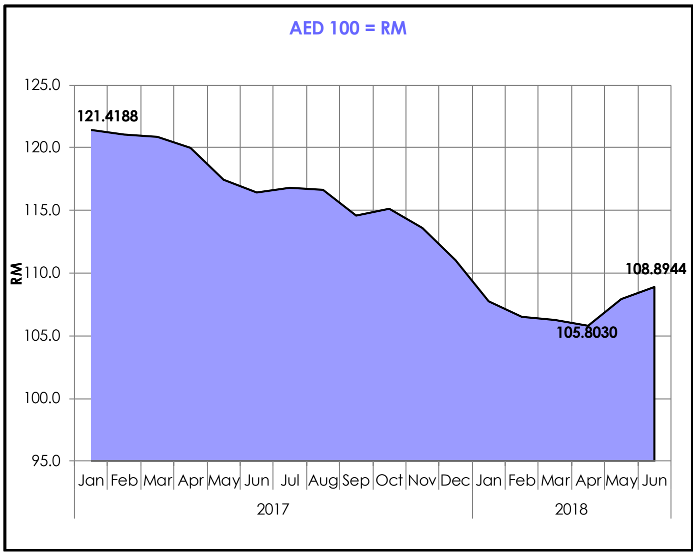
Nepalese Rupee



Egyptian Pound



United Arab Emirates Dirham



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM (BRENT)
-per bbl-

27 July 2018 : US$74.3, ▲1.7%*
Average Price[i] : 2017: US$55.0
2016: US$45.3

CRUDE PALM OIL
-per MT-

27 July 2018 : US$587.5, ▼2.9%*
Average Price[i] : 2017: US$719.7
2016: US$702.2

SUGAR -per lbs-

27 July 2018 :US¢10.9, ▼2.2%*
Average Price[i] : 2017: US¢15.8
2016: US¢18.2

RUBBER SMR 20
-per MT-

27 July 2018 : US$1,332.5, ▼0.7%*
Average Price[i] : 2017: US$1,646.6
2016: US$1,394.5

COCOA SMC 2
-per MT-

27 July 2018 : US$1,489.2, ▲1.8%*
Average Price[i] : 2017: US$1,439.0
2016: US$1,609.8

COAL -per MT-

27 July 2018 : US$65.2, ▲0.9%*
Average Price[i] : 2017: US$57.2
2016: US$45.6

SCRAP IRON HMS
-per MT-

27 July 2018 :US$380.0(high), ▼2.6%*
US$360.0 low), ▼4.0%*
Average Price[i] : 2017: US$314.5
2016: US$243.2

HIGHEST and LOWEST 2017/2018

Crude Petroleum (Brent) -per bbl-

Highest
29 June 2018 : US$79.4
29 Dec 2017 : US$66.9

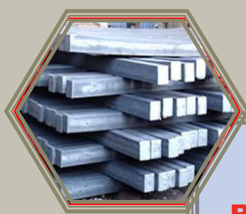
Lowest
9 Feb 2018 : US$62.8
23 June 2017 : US$45.5

Crude Palm Oil -per MT-

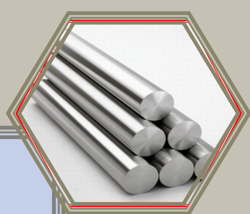
Highest
9 Mar 2018 : US$691.5
20 Jan 2017 : US$843.0

Lowest
27 July 2018 : US$587.5
30 June 2017 : US$650.0

Domestic Prices 27 July 2018



Billets
(per MT)
RM2,300– RM2,350

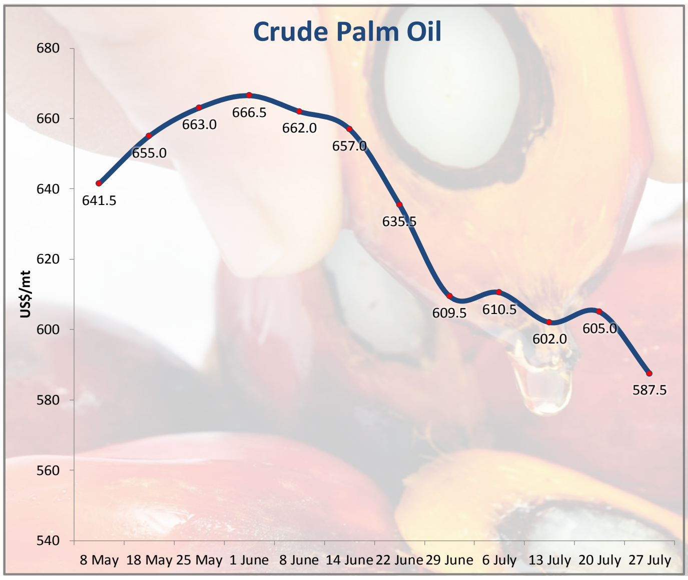


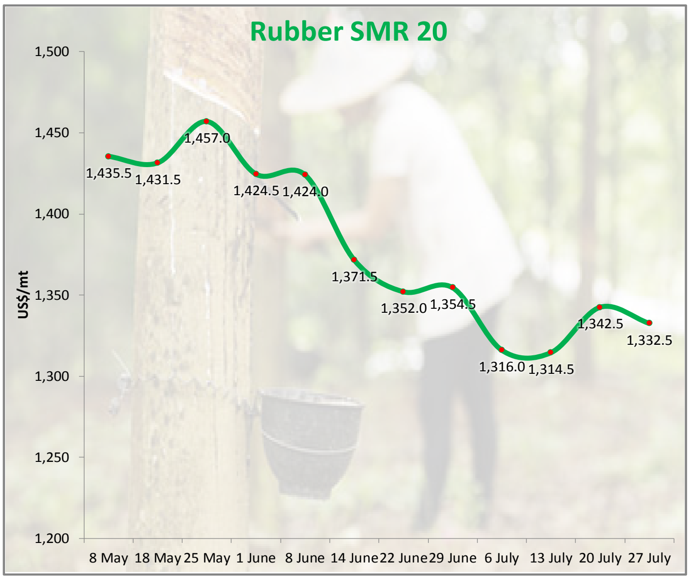
Steel Bars
(per MT)
RM2,400– RM2,550

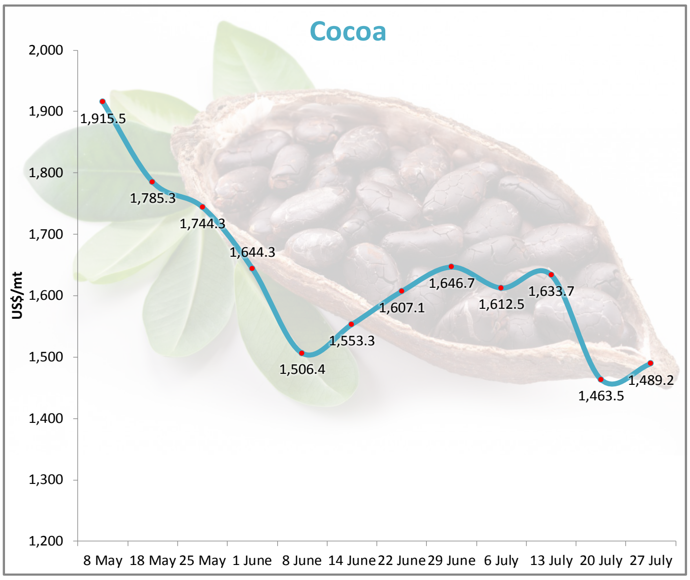
Notes: All figures have been rounded to the nearest decimal point
* Refer to % change from the previous week's price
i Average price in the year except otherwise indicated

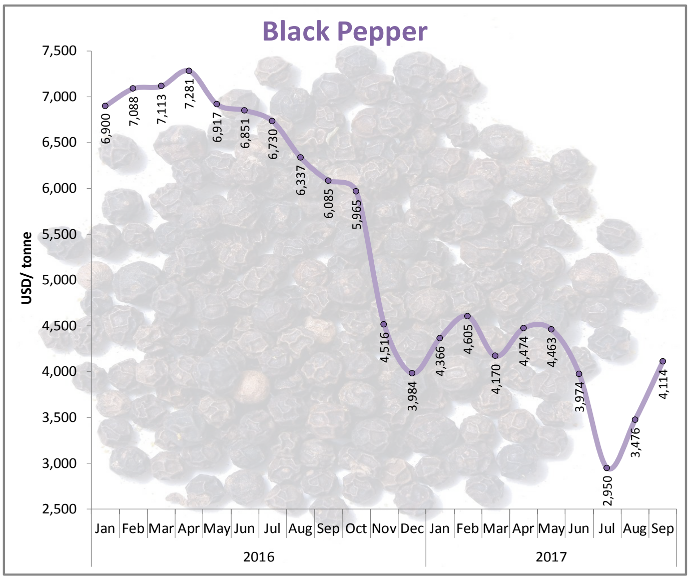
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

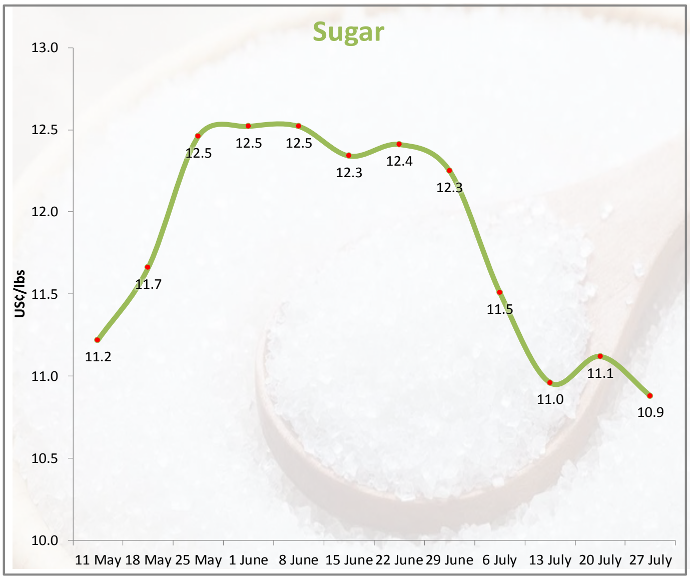
Commodity Price Trends

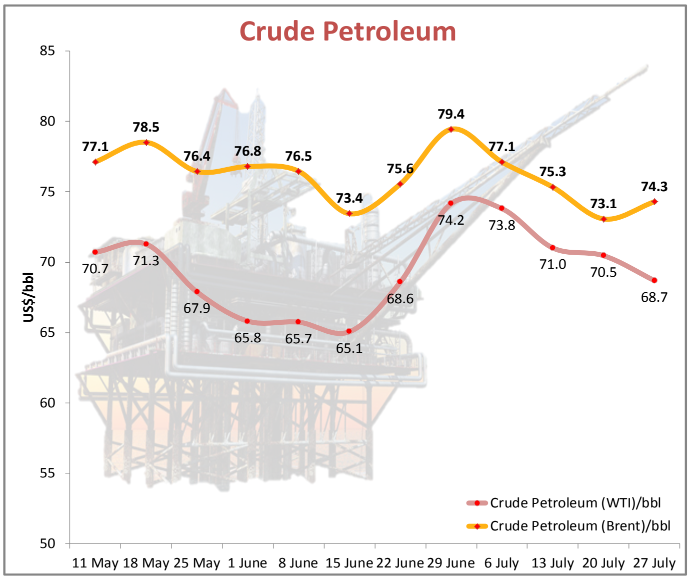






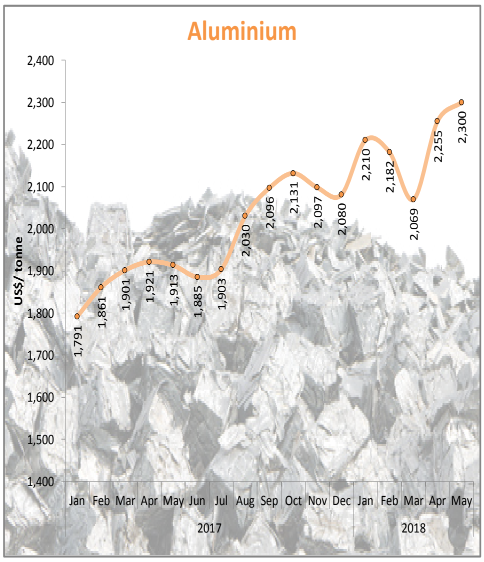


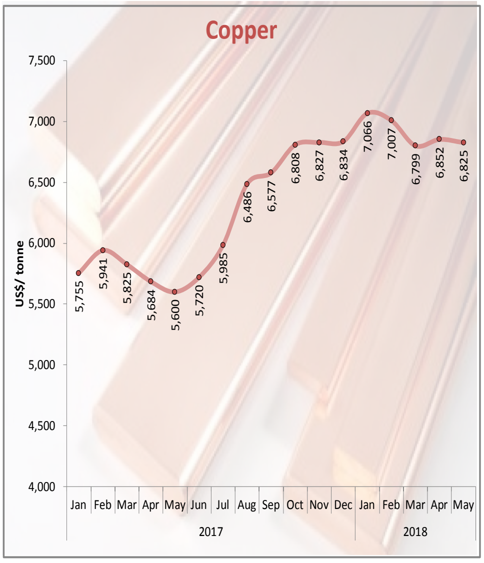


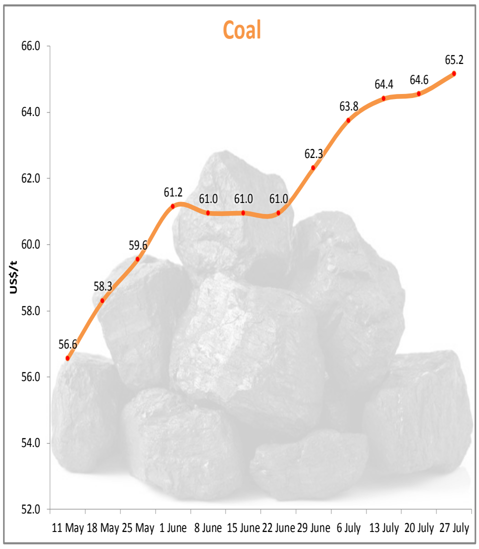


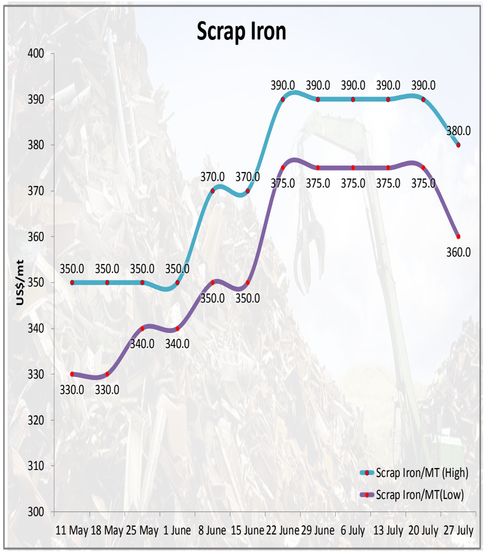
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

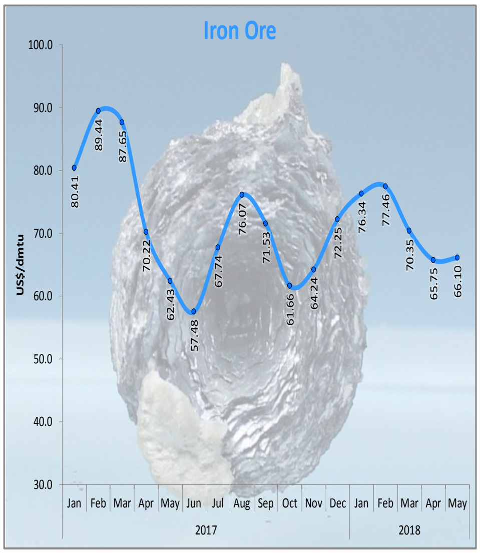
Commodity Price Trends

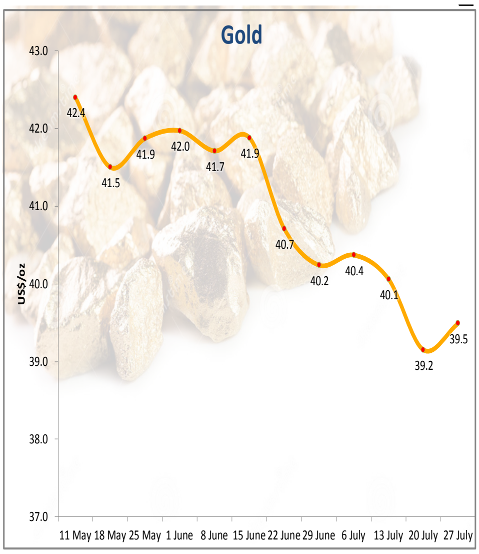


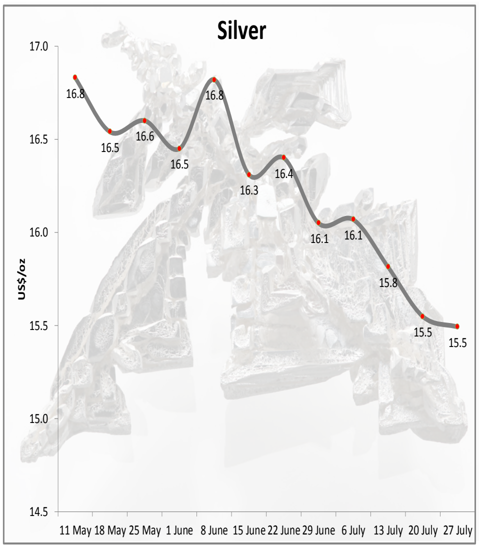


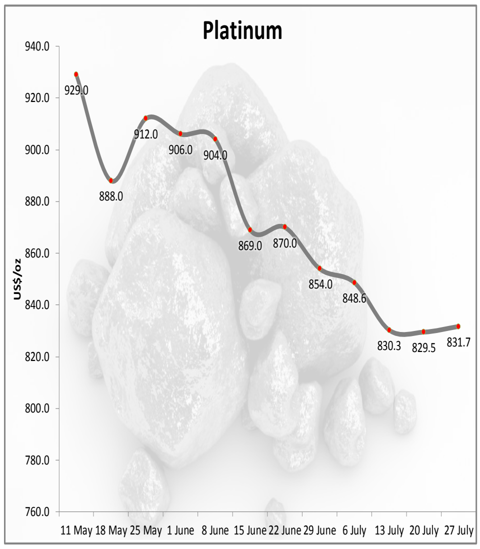










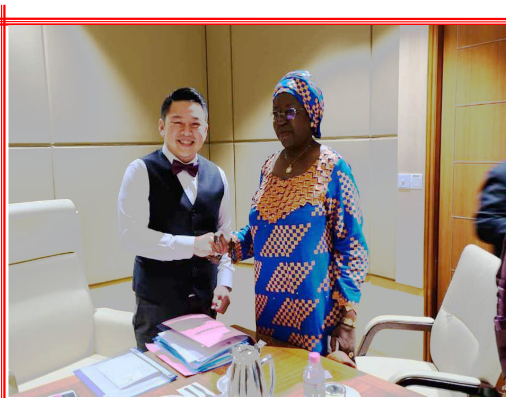


Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

The launch of Productivity Report 2017 on 26 July 2018

MITI PROGRAMMES

Courtesy call by Senegal and Mexico delegates on 24 July 2018



Glossary of Technical Terms

MTS
Multilateral Trading System - a trading system which involves participation of many different parties with the aim of promoting cooperation in terms of trade and the making of trade policy, rules and regulations among members. The term 'multilateral trading system' is used in APEC Statements to indicate the World Trade Organization - WTO (previously known as GATT).

Multilateral Trade Agreement
A multilateral trade agreement involves three or more countries who wish to regulate trade between the nations without discrimination. They are usually intended to lower trade barriers between participating countries and, as a consequence, increase the degree of economic integration between the participants. Multilateral trade agreements are considered the most effective way of liberalizing trade in an interdependent global economy.

Multilateralism
According to American scientist John Ruggie, multilateralism is defined as "coordinated behavior among three or more states on the basis of generalized principles of conduct". Multilateralism comprises three main criteria: generalized principles of conduct, indivisibility and diffuse reciprocity (mutual concession). These principles are demonstrated in the General Agreement on Tariffs and Trade (GATT) and in the Most Favored Nation Treatment (MFN).

My APEC YouthConnect
MyAPEC YouthConnect is a short term employment project open to top talent from the APEC region between the ages of 21 to 30. Successful talent will have the opportunity to work in an APEC economy between four to twelve months. Under the programme, youth from other APEC economies can also be placed with leading Malaysian MNCs and GLCs employees such as Maybank, Air Asia, Maxis, Nestle, GE and so o on short-term work assignments. This initiative is a collaboration between MITI and Talent Corporation Malaysia (TalentCorp) launched in October 2016.

MY ASEAN Internship
Is collaboration between the Malaysian Ministry of International Trade & Industry (MITI) and Talent Corporation Malaysia (Talent Corp.) to engage top ASEAN students and fresh graduates and increase awareness of ASEAN and the ASEAN Economic Community (AEC) among youth.

NAC
The National Automotive Council - is chaired by YB Minister of MITI and consists of representatives from the Government and automotive industry. The role of the council is to oversee the implementation of NAP 2014 and other policy related to automotive industry.

NAICO
National Aerospace Industry Coordinating Office - coordinates, implements and monitors the Malaysian Aerospace Industry Blueprint 2030 and overall aerospace industry development programmes in Malaysia. It is the centre of excellence for the aerospace industry development in Malaysia and also promotes and facilitate the involvement and growth of Small, Medium Enterprises in the global supply chain in the aerospace industry. NAICO is also the Secretariat to the Malaysian Aerospace Council (MAC).

NAMA
Non-Agriculture Market Access - involves all products that are not covered by the Agriculture Agreement. In other words, NAMA products include all fish and fishery products, wood and forestry products, electronics, manufactures, automotive products, machinery, textiles, clothing, leather, chemical products, and mining products. Sometimes NAMA products are also called industrial goods or manufactured goods. NAMA products

Source: http://www.miti.gov.my/index.php/glossary

TO BE CONTINUED...

ANNOUNCEMENT

Tentative Schedule for MITI Pocket Talks 2018

No.	Date	Venue	Topic
1	18-Jul	MITI Kelantan	• Introduction to FTA & Preferential Certificate of Origin (PCO)
2	8-Aug	MITI HQ	• Introduction Preferential Certificate of Origin (PCO) • Updates on RCEP
3	15-Aug	MITI Perak	• Introduction to FTA & Preferential Certificate of Origin (PCO)
4	19-Sep	MITI Pahang	• Introduction to FTA & Preferential Certificate of Origin (PCO)
5	17-Oct	MITI HQ	• Introduction to FTA & Preferential Certificate of Origin (PCO)
6	14-Nov	MITI Sabah	• Introduction to FTA & Preferential Certificate of Origin (PCO)
7	5-Dec	MITI HQ	• Introduction to FTA & Preferential Certificate of Origin (PCO)
8	12-Dec	MITI Sarawak	• Introduction to FTA & Preferential Certificate of Origin (PCO)

Please click here to register

ANNOUNCEMENT

NEW GUIDELINE ON APPLICATION FOR CLASSIC AND VINTAGE VEHICLES IMPORT LICENSE (AP)

Please be informed effective 1 July 2018 (Sunday), a new guideline on application for classic and vintage vehicles Import License (AP) will be enforced. All application received by MITI on 1 July 2018 onward will be subjected to the terms and conditions under this new guideline.

For more information, kindly click the following links:
http://www.miti.gov.my/miti/resources/Approve%20Permit/AP%20Announcement/Lampiran_GP_Classic_and_

For more information, kindly click the following links:
http://www.miti.gov.my/index.php/pages/view/4761Vintage_English.pdf

---

Issuance of APEC Business Travel Card is temporarily suspended

Immigration Department of Malaysia has issued a notice that due to unavoidable circumstances, the issuance of APEC Business Travel Card is temporarily suspended and ABTC card will not be printed for approved applicants until further notice (Kindly refer: http://www.imi.gov.my/index.php/en/resources-and-archives/announcement/1784-notice-of-apec-card-production-suspended-time.html).

ANNOUNCEMENT

MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

ANNOUNCEMENT
COO ENDORSEMENT AT MITI MALACCA OFFICE

From 2 August to 28 September 2018, companies are encouraged to submit Certificate of Origin (COO) for endorsement at MITI Malacca Office from Monday to Wednesday.

COO endorsement can also be done at the nearest MITI office such as MITI Headquarters, Kuala Lumpur and MITI Office in Johor.

-MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY-

The seminar is intended to promote better compliance of export control and effective implementation of the Strategic Trade Act 2010 (STA). This seminar which is expected to host 250 representatives from government agencies and various industries in Malaysia will be a platform to provide guidance on the latest developments and initiatives by the relevant authorities in Malaysia and United States of America.

Should you wish to participate, kindly register your attendance at this link: https://docs.google.com/forms/d/e/1FAIpQLSfWwbLEktIGm3OvoE5UJMdzvbq4X5ymttWg6TBVnS2pTrQwwQ/formResponse

Please note that registration will be **closed by Wednesday, 25 July 2018**. You may contact Ms. Nur Liyana Alwi (email: liyana.alwi@miti.gov.my) or Ms. Alice Simbun (email: alice@miti.gov.my) for further inquiries.

@ Your Service MITI Jakarta

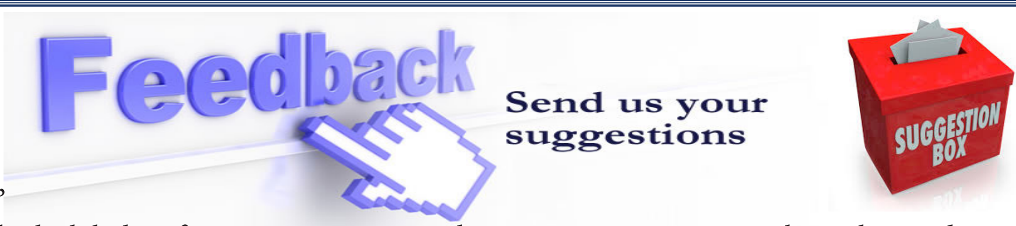
Name	: Rolly Zerdian Yulizar
Designation	: Driver MITI Jakarta
Contact No	: (+62) 21 522 4947

MITI Weekly Bulletin (MWB) Mobile Apps

MITI MWB APPs is now available for IOS, Android and Windows platforms. MWB APPs can be download from **Gallery of Malaysian Government Mobile APPs (GAMMA)** at the link: http://gamma.malaysia.gov.my/#/appDetails/85

MWB Facebook Page

Like MWB page at https://www.facebook.com/MITIWeeklyBulletin/?fref=ts



Dear Readers,

Kindly click the link below for any comments in this issue. MWB reserves the right to edit and republish letters as reprints. http://www.miti.gov.my/index.php/forms/form/13