Weekly BULLETIN

MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

VOLUME 552

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MANUFACTURING, JULY 2019

Malaysia Statistics

Malaysia's Manufacturing sales grew by 6.0 per cent in July 2019 to register at RM74.24 billion as compared to RM70.0 billion reported a year ago.

Manufacturing Indicators

Sales Value	RM74.24 billion	6.0%
Number of Employees	1,088,616 persons	1.3%
Salaries & Wages	RM4.01 billion	3.4%
Sales Value Per Employees	RM68,193	4.7%

Performance of Sales in Manufacturing Sector

Non-Metallic Mineral Products, Basic Metal & Fabricated Metal Products	7.4%
Food, Beverages & Tobacco	7.2%
Textile, Wearing Apparel, Leather & Footwear	6.2%
Petroleum, Chemical, Rubber & Plastic	5.9%
Electrical & Electronics Products	5.8%
Transport Equipment & Other Manufactures	5.7%
Wood, Furniture, Paper Products & Printing	4.4%

Note: % refer to Y-o-Y Growth

Source: Department of Statistics, Malaysia

Malaysia Statistics

Industrial Production Index (IPI)

Electricity
2.0%

Manufacturing
4.0%

Mining
-8.4%

Malaysia's IPI grew by 1.2% in July 2019

July 2019	July 2018
114.8	113.4

1.2%

Manufacturing

Transport Equipment & Other Manufactures
5.8%

Textile, Wearing Apparel, Leather & Footwear
5.8%

Wood, Furniture, Paper Products & Printing
5.6%

E&E Products
4.9%

Non-Metallic Mineral Products, Basic Metal & Fabricated Metal Products
4.4%

Petroleum, Chemical, Rubber & Plastic
3.4%

Food, Beverages & Tobacco
0.7%

Mining

Natural Gas
7.3%

Crude oil
-22.7%

Note: Percentage refers to y-o-y percentage change
Source: Department of Statistics, Malaysia

Malaysia Statistics

LABOUR FORCE IN MALAYSIA, JULY 2019

The number of labour force in July rose 1.8 per cent against June 2018 to 15.66 million persons

Labour Force ('000)	July 2019:15,704.6 July 2018:15,401.0	2.0%
Employed ('000)	July 2019:15,179.8 July 2018:14,882.4	2.0%
Unemployed ('000)	July 2019:524.8 July 2018:518.6	1.2%
Outside Labour Force ('000)	July 2019:7,207.7 July 2018:7,044.5	2.3%

Labour Force Participation Rate

July 2019:68.5%

July 2018:68.6%

Unemployment Rate

July 2019:3.3%

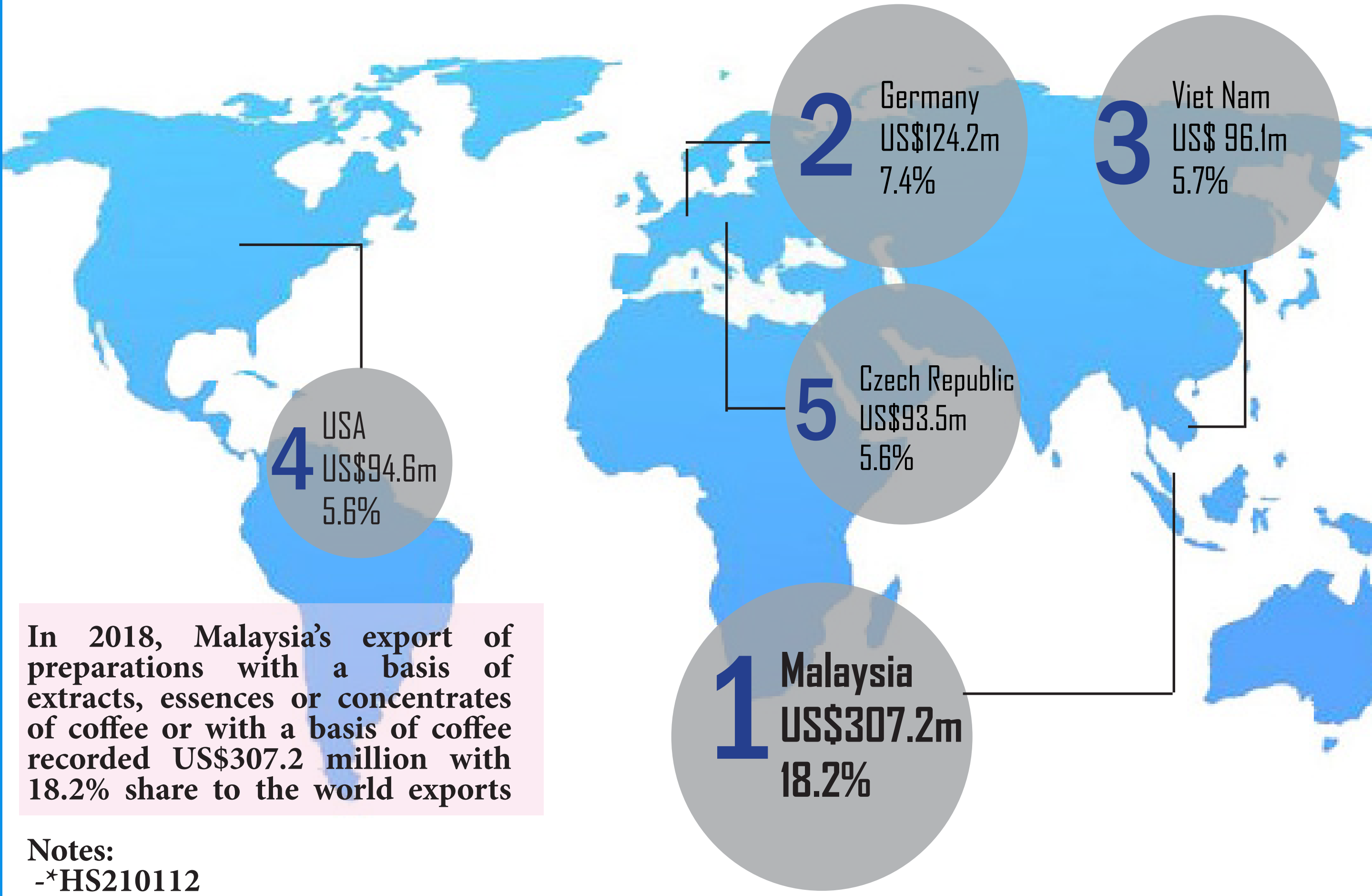
July 2018:3.4%

Note: % refer to Y-o-Y Growth

Source: Department of Statistics, Malaysia

Merchandise Trade Statistics

WORLD LARGEST EXPORTERS OF PREPARATIONS WITH A BASIS OF EXTRACTS, ESSENCES OR CONCENTRATES OF COFFEE OR WITH A BASIS OF COFFEE*



In 2018, Malaysia's export of preparations with a basis of extracts, essences or concentrates of coffee or with a basis of coffee recorded US$307.2 million with 18.2% share to the world exports

Notes:
-*HS210112
-% refer to share in world exports

TOP FIVE MALAYSIA EXPORT DESTINATIONS

1 China US$45.7m

2 Indonesia US$21.3m

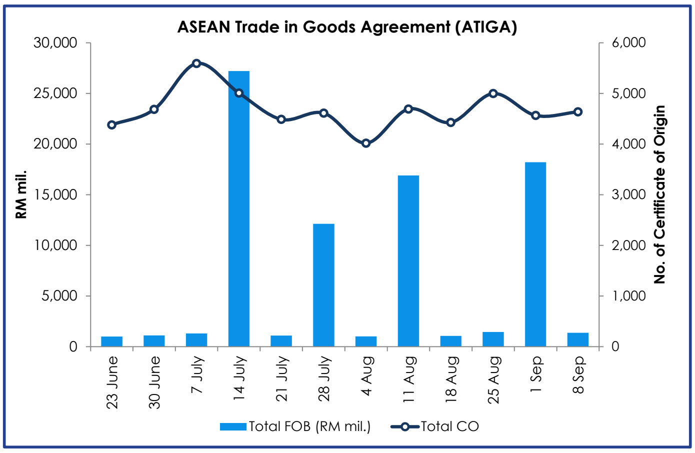
3 Kazakhstan US$19.6m

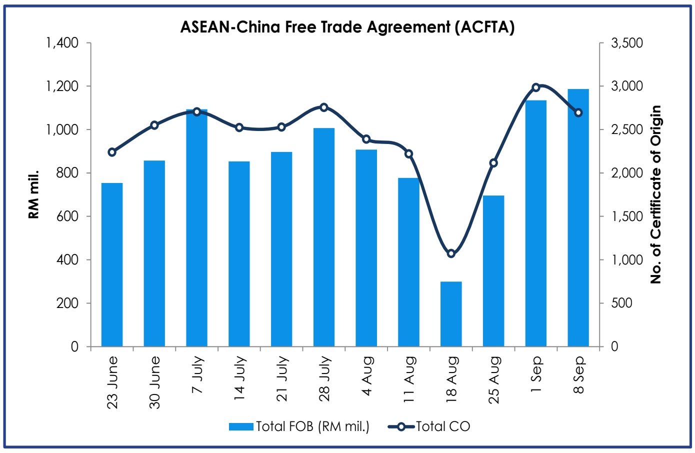
4 Hong Kong US$19.2m

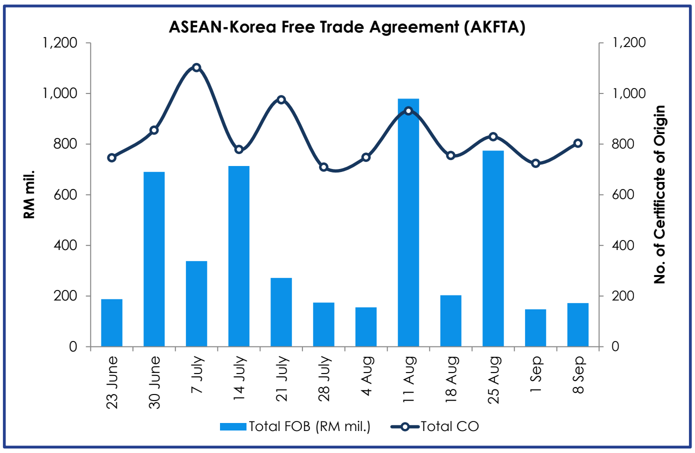
5 Saudi Arabia US$16.2m

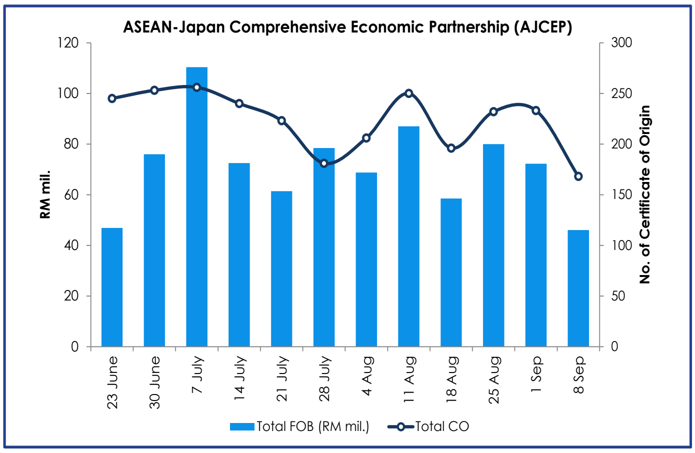
Source: https://www.trademap.org/index.aspx

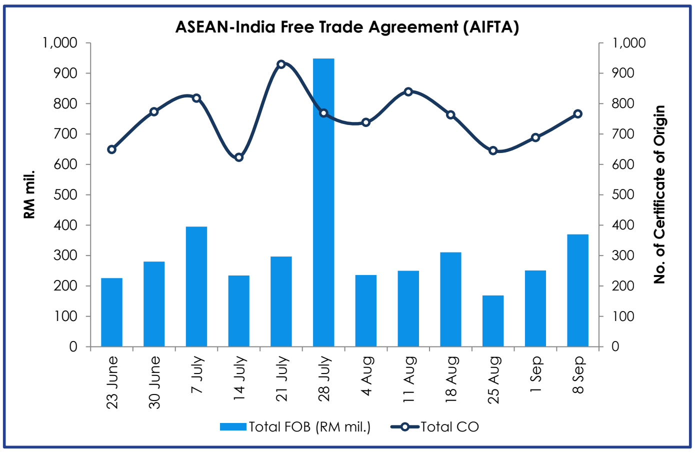
Number and Value of Preferential Certificates of Origin (PCOs)

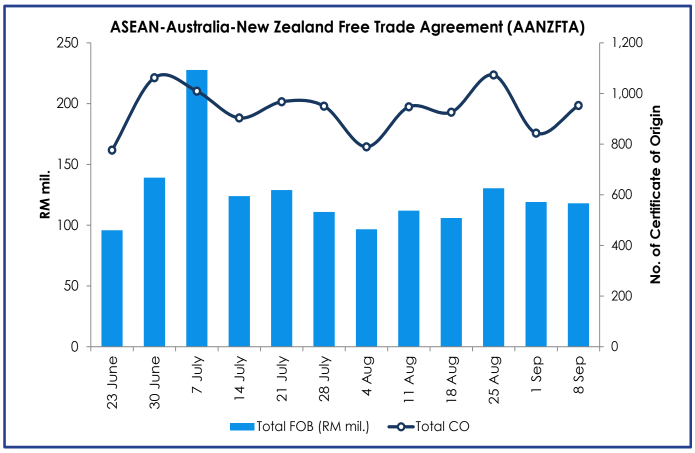


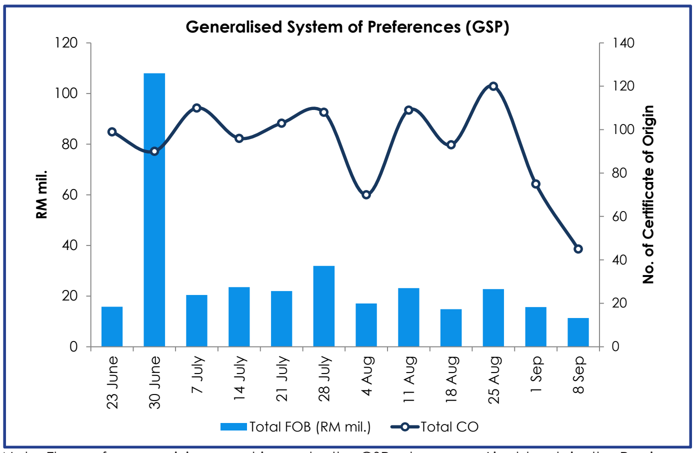










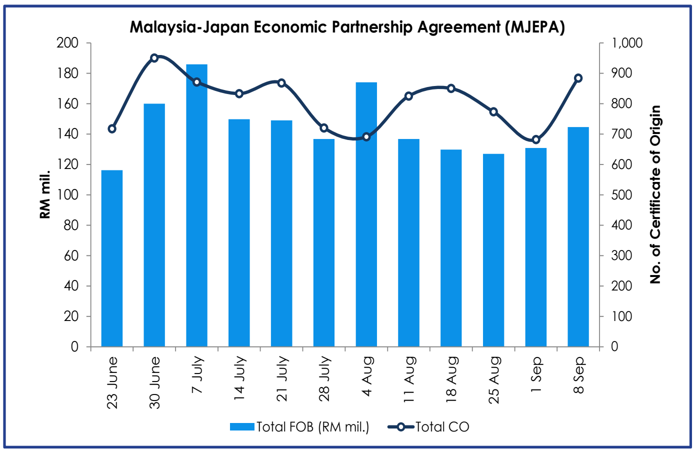


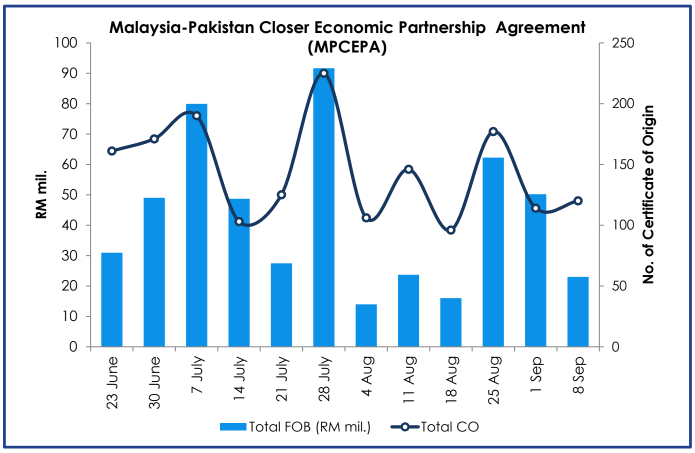
Note: The preference giving countries under the GSP scheme are Liechtenstein, the Russian Federation, Japan, Switzerland, Belarus, Kazakhstan and Norway.

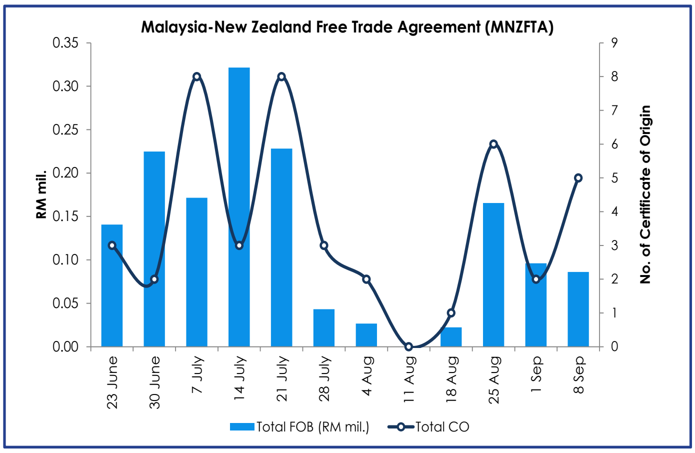
Note: *Provisional Data

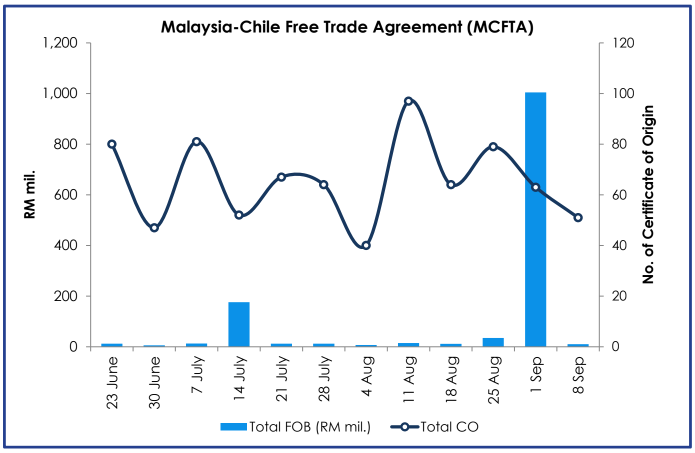
Source: Ministry of International Trade and Industry, Malaysia

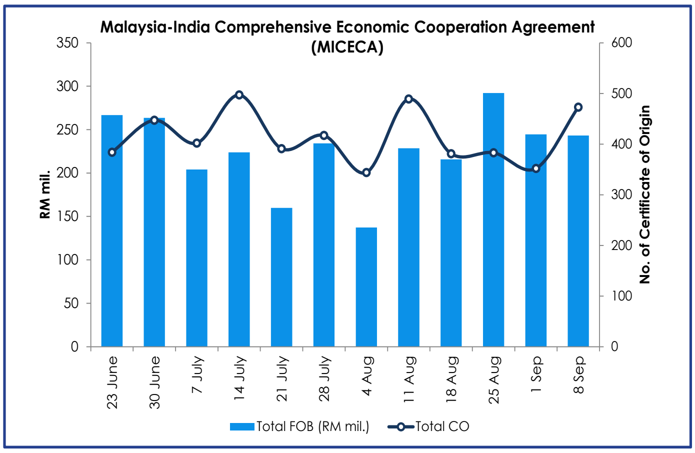
Number and Value of Preferential Certificates of Origin (PCOs)

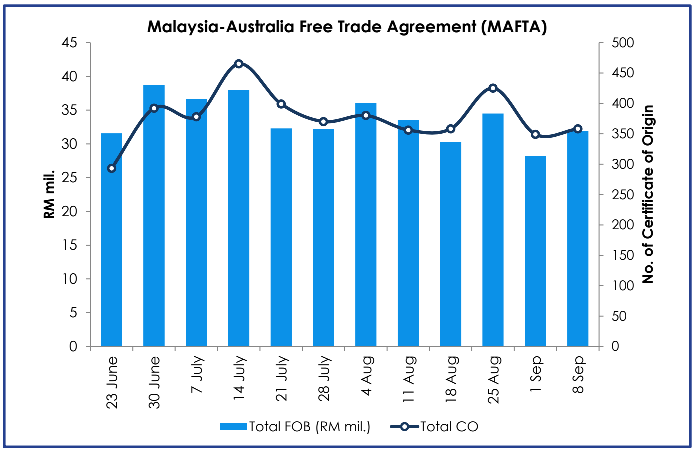


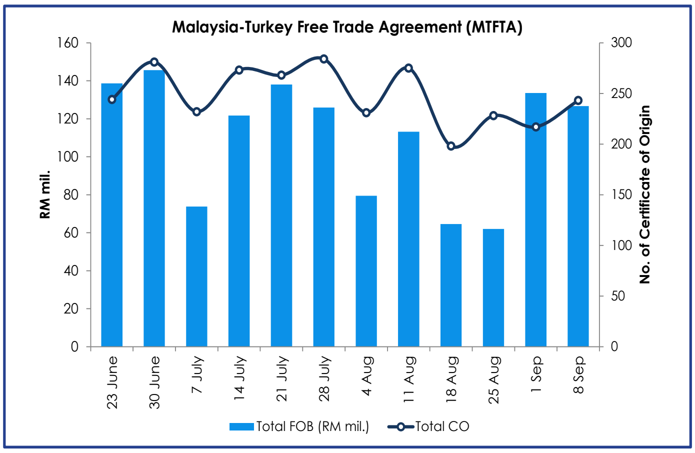








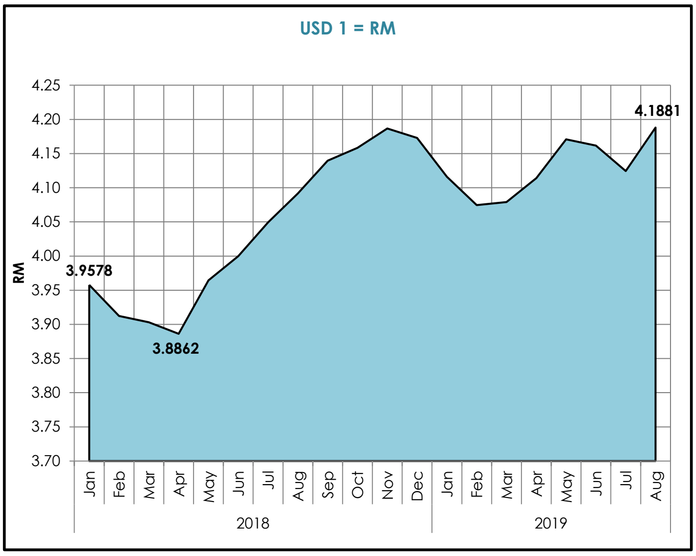




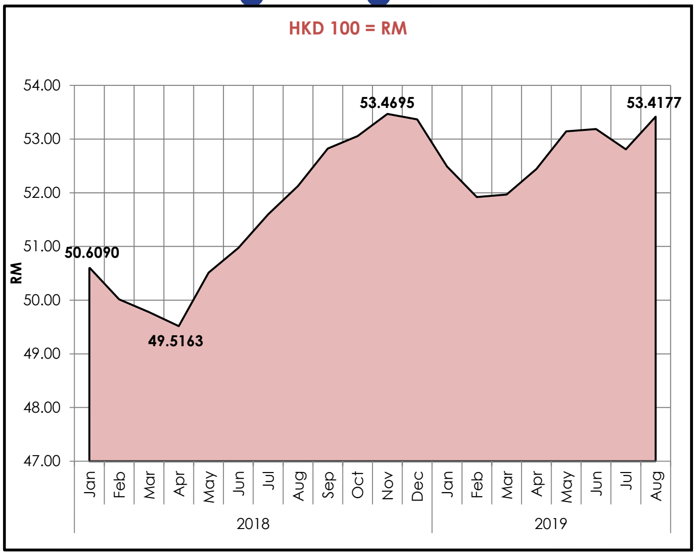
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

Malaysian Ringgit Exchange Rate with Selected Countries, January 2018 - August 2019

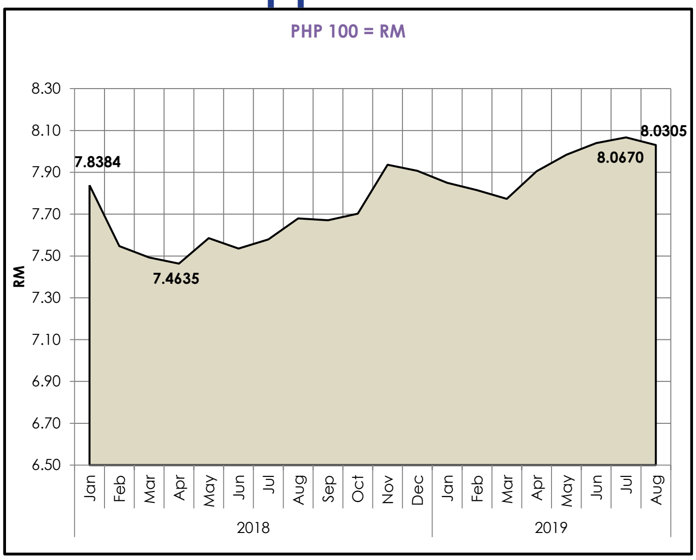
US Dollar



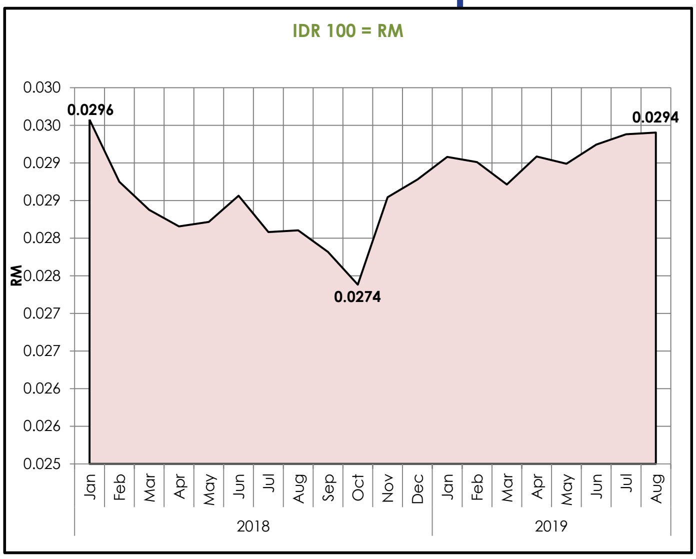
Hong Kong Dollar



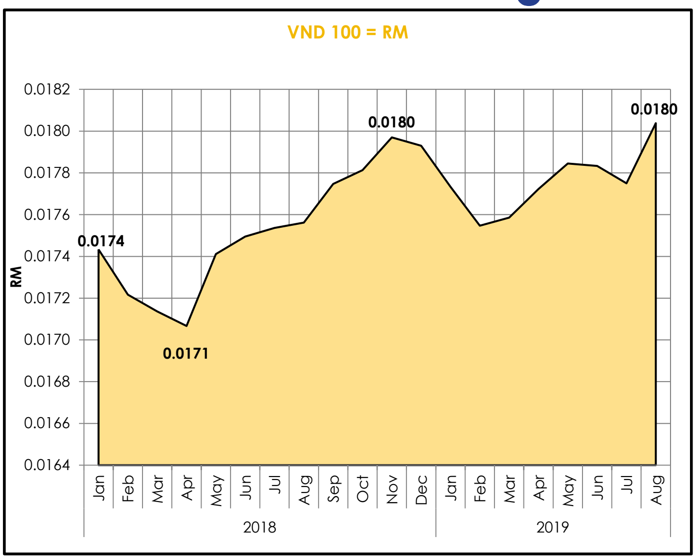
Philippine Peso



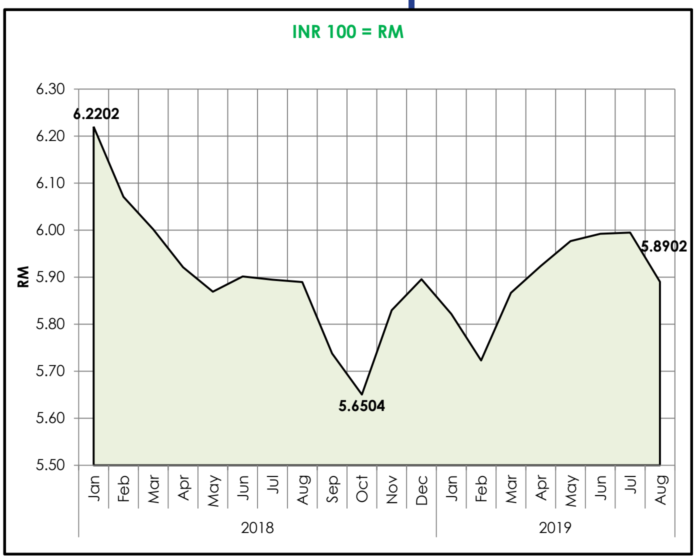
Indonesian Rupiah



Vietnamese Dong



Indian Rupee



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM (BRENT) -per bbl-

▼ 2.1%*
US$60.2
13 September 2019

Highest 2018/2019
17 May 2019 : US$72.2
5 Oct 2018 : US$84.2

9 Aug 2019 : US$54.5
28 Dec 2018 : US$52.2
Lowest 2018/2019

Average Price 2018 [i]: US$71.5

CRUDE PALM OIL -per MT-

▼ 0.7%*
US$566.0
13 September 2019

Highest 2018/2019
6 Sep 2019 : US$570.0
9 Mar 2018 : US$691.5

26 July 2019 : US$488.5
23 Nov 2018 : US$448.5
Lowest 2018/2019

Average Price 2018 [i]: US$600.1

RUBBER SMR 20 -per MT-

▼ 0.1%*
US$1,351.0
13 September 2019

Average Price 2018 [i]: US$1,371.0

COCOA SMC 2 -per MT-

▲ 10.8%*
US$1,518.8
13 September 2019

Average Price 2018 [i]: US$1,535.6

SUGAR -per lbs-

▲ 8.3%*
US$11.9
13 September 2019

Average Price 2018 [i]: US¢12.3

COAL -per MT-

▼ 1.1%*
US$45.1
13 September 2019

Average Price 2018 [i]: US$66.9

SCRAP IRON HMS -per MT-

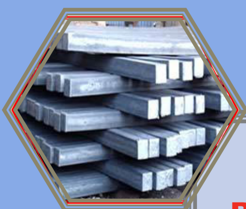
⊜ %*
US$280.0
(high)

⊜ %*
US$250.0
(low)

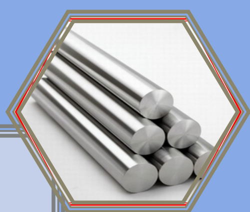
13 September 2019

Average Price 2018 [i]: US$380.7 (high)
Average Price 2018 [i]: US$359.6 (low)

Domestic Prices
13 September 2019



Billets
(per MT)
RM1,800 - RM2,000

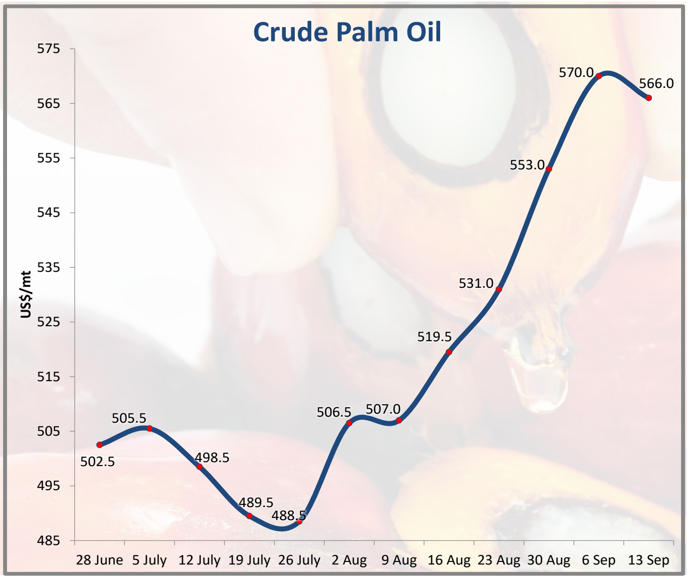


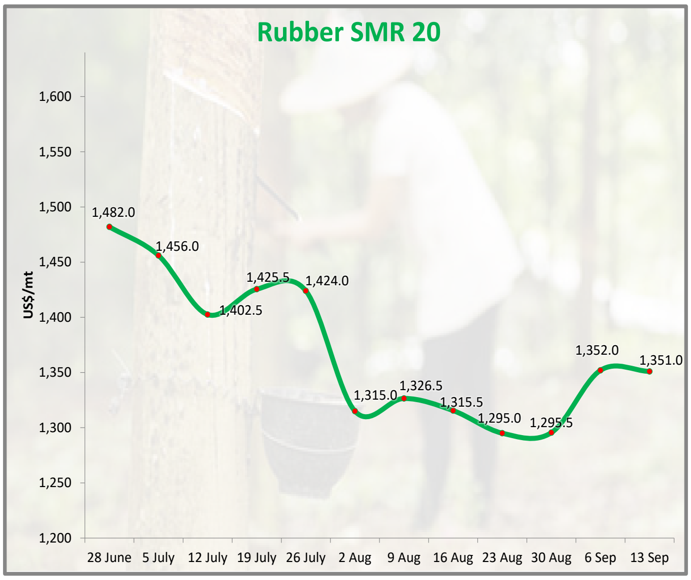
Steel Bars
(per MT)
RM1,870– RM2,020

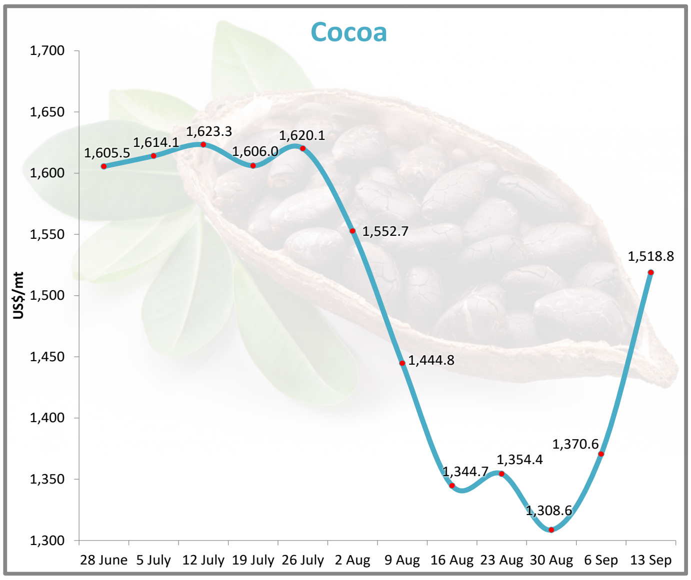
Notes: All figures have been rounded to the nearest decimal point
* Refer to % change from the previous week's price
i Average price in the year except otherwise indicated

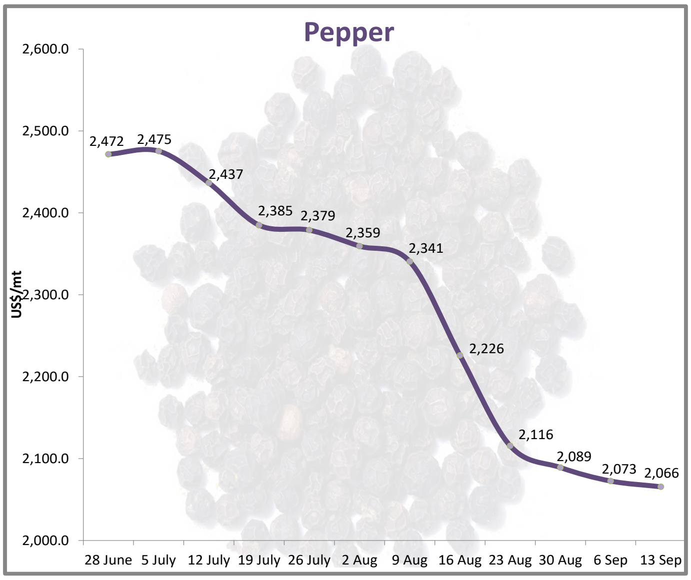
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

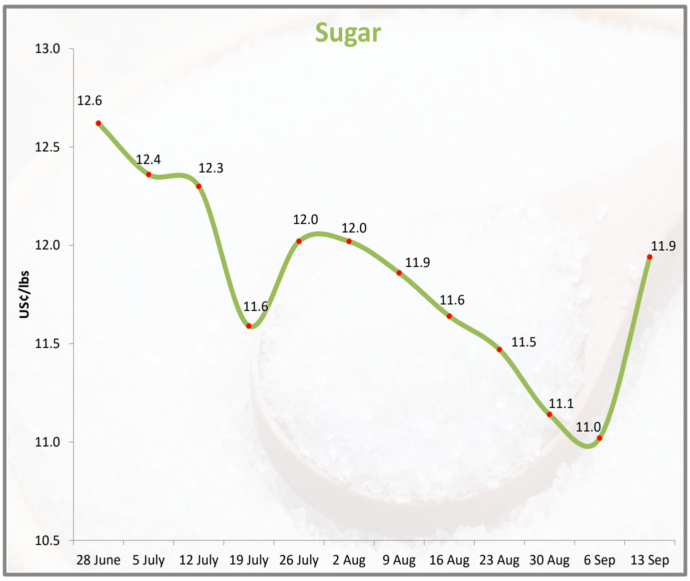
Commodity Price Trends

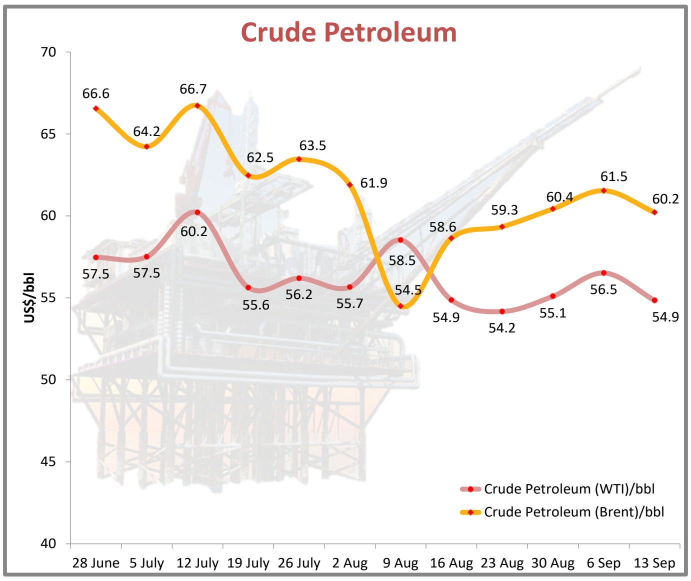






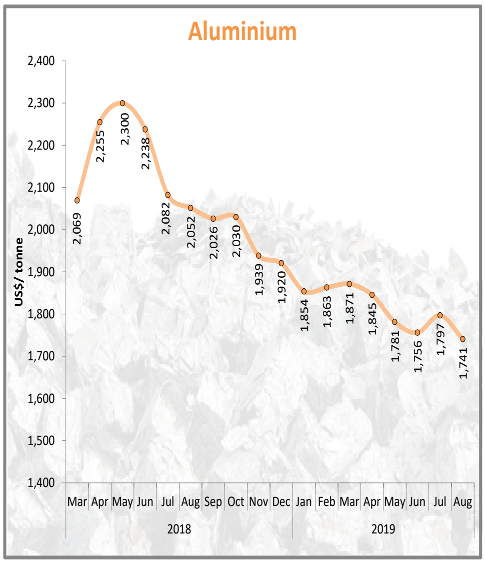


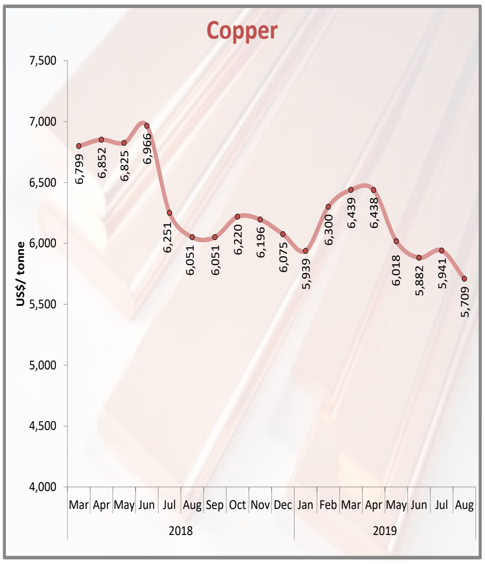


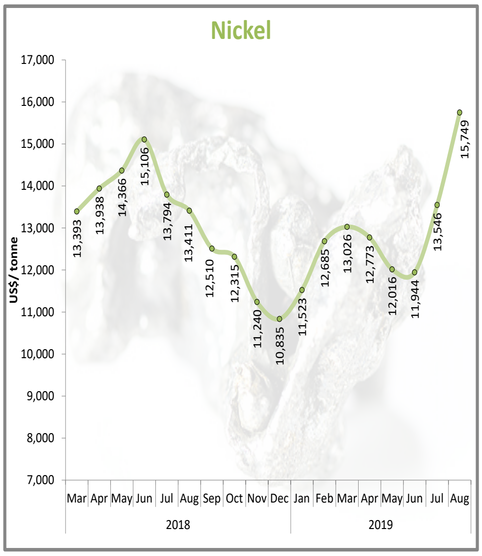


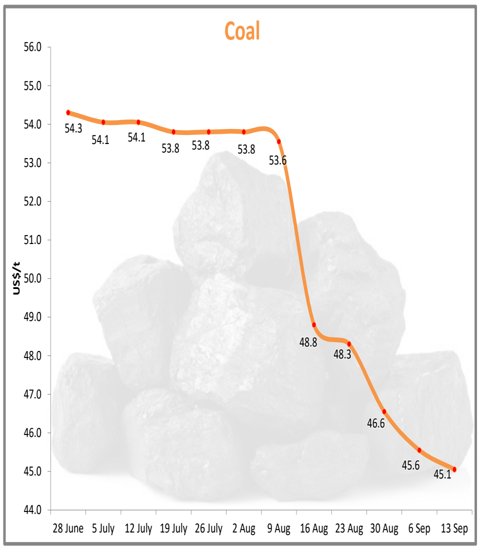
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

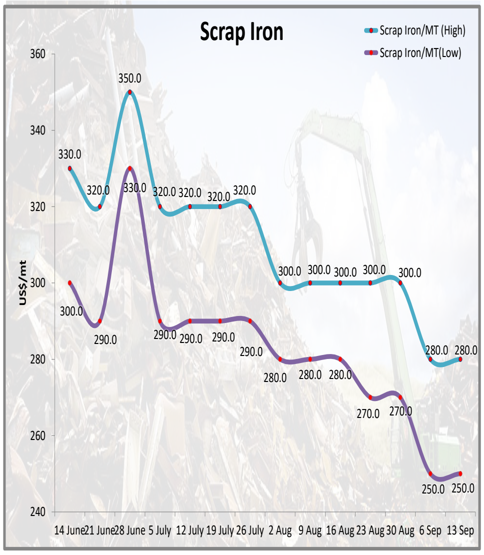
Commodity Price Trends

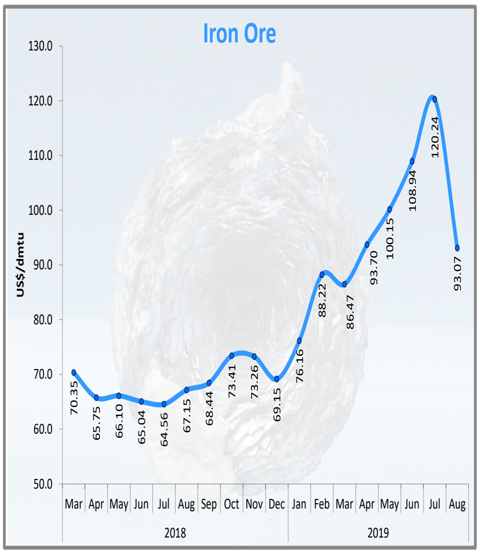


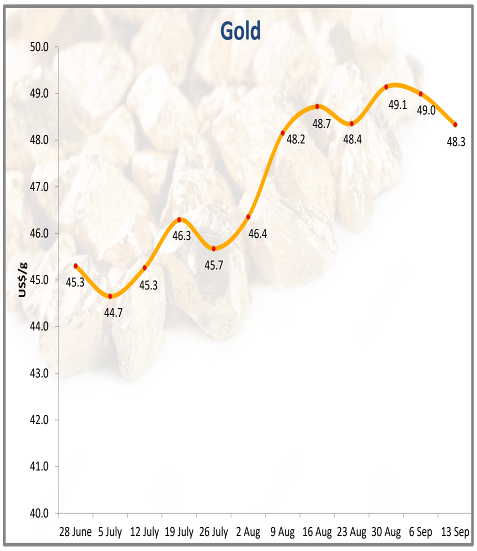


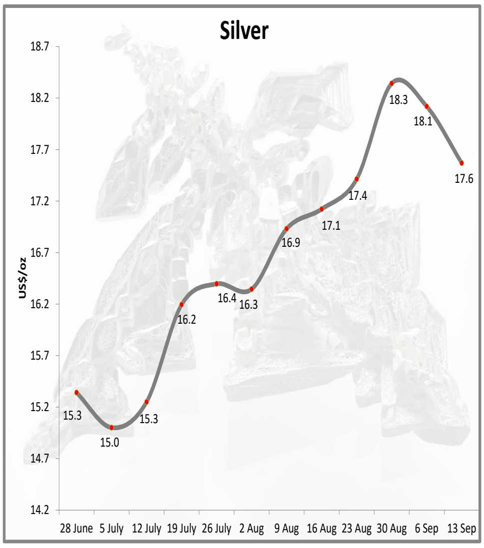


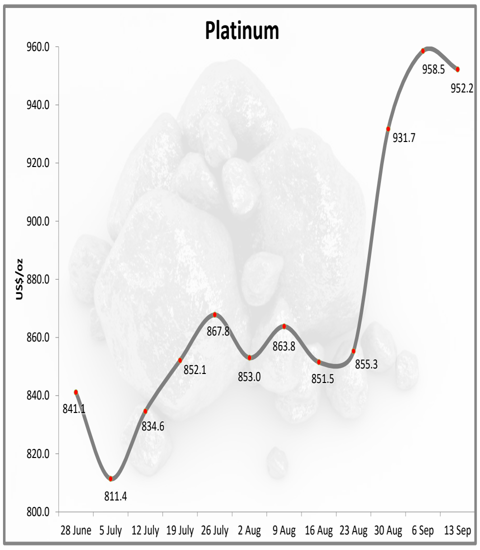












Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

MITI PROGRAMMES

MITI Minister at Fire Extinguisher Demonstration at MITI Tower , 13 September 2019

MITI PROGRAMMES

The MITI Consultative Dialogue 2019 was officiated by MITI Minister 12 September 2019

GLOSSARY

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

LMW:

Licensed Manufacturing Warehouse (Gudang Pengilangan Berlesen (GPB)) - In Malaysia, a Manufacturing Bonded Warehouse is known as Licensed Manufacturing Warehouse established under the provision of section 65/65A of the Customs Act 1967. An LMW is a manufacturing unit (factory) granted to any person for warehousing and manufacturing approved products on the same premise. It is primarily intended to cater for export oriented industries. Customs duty exemption is given to all raw materials and components used directly in the manufacturing process of approved produce from the initial stage of manufacturing until the finished product is finally packed ready for export.

MISIF:

Malaysian Iron and Steel Industry Federation - MISIF is the national industry association for manufacturers of iron and steel products. The primary function of MISIF is to assist and support members in carrying out their business efficiently and successfully.

MMBK:

Mesyuarat Mingguan Besi Keluli – A technical committee under the Jawatankuasa Pengecualian Cukai 3 (JPC3) to evaluate import duty exemption applications for raw materials of iron and steel products.

ML:

Manufacturing License - The Industrial Coordination Act, 1975 requires person(s) engaging in any manufacturing activity with shareholders' funds of RM2.5 million and above or employing 75 or more full-time paid employees to obtain a Manufacturing Licence.

MSA:

Malaysia Steel Association - The association was launched on 2 November 2010 with the objective of upholding the interests of upstream steel companies, consolidating their strengths and providing a platform for the exchange of knowledge to achieve mutual goodwill, cooperation and unity for the benefit of all members in the Malaysian steel industry.

MAC:

The Malaysian Aerospace Council chaired by YB Minister MITI provides the vision and direction for the overall development plan of the national aerospace industry. It also provides policy guidelines and identify priority areas of aerospace activities in Malaysia. Members of the Council consists of Government and industry players.

MAIA:

Malaysia Aerospace Industry Association is a non-governmental organisation and functions to support and represent the voice of Malaysian companies in the aerospace sector.

MPCEPA:

Malaysia-Pakistan Closer Economic Partnership Agreement - Malaysia and Pakistan established the Malaysia-Pakistan Closer Economic Partnership Agreement (MPCEPA) on 8 November 2007. MPCEPA came into force on 1 January 2008. The MPCEPA encompasses liberalisation in trade in goods and services, investment, as well as bilateral technical cooperation and capacity building in areas such as sanitary and phytosanitary measures, intellectual property protection, construction, tourism, healthcare and telecommunications.

MRO:

Maintenance, repair and overhaul - includes preservation, and the replacement of parts the sub- sector under MRO consist of airframe heavy maintenance, line maintenance, modification, engine overhaul and component MRO.

MSC:

Malaysia Steel Council - The Malaysia Steel Council was established in 2012 and is chaired by YB Minister MITI. The objectives of MSC are to oversee, develop and continuously align the implementation milestones and roadmap including governance mechanism, towards ensuring the competitiveness of the iron and steel industry in Malaysia.

MSI:

Malaysia Steel Institute – The Malaysia Steel Institute (MSI) is an industry driven institute under MITI. MSI's role among others, is to collaborate with the Government in planning the growth and development of the iron and steel industry.

All you need to know...

Industry4WRD

MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

https://www.miti.gov.my/

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

02 | GRANTS

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

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

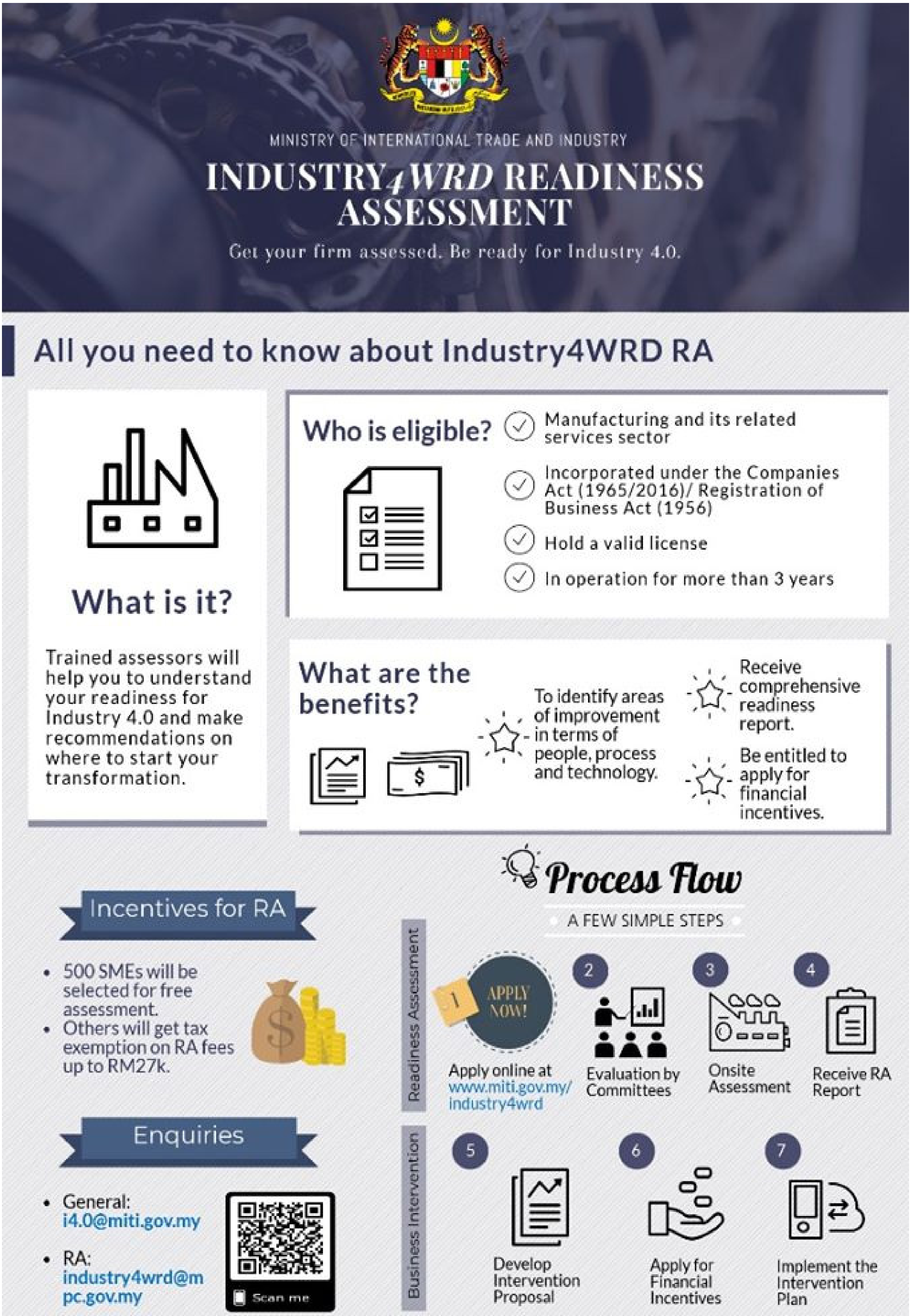
For other industries:

- 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

All you need to know...

Industry4WRD



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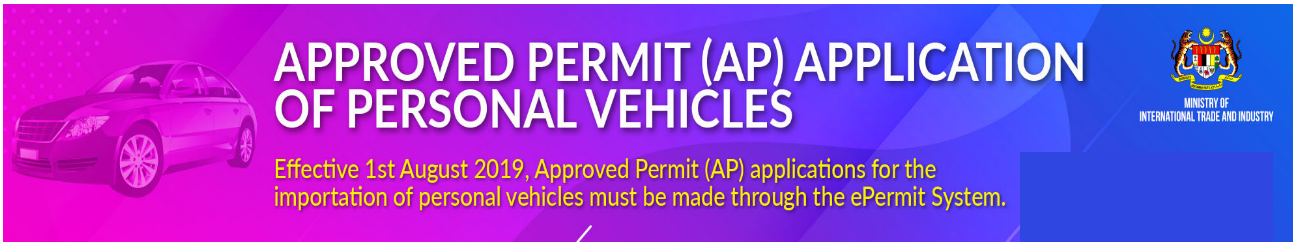
ANNOUNCEMENTS

For more information, kindly click the following links:
https://www.miti.gov.my/index.php/pages/view/aki?mid=535

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



For more information, kindly click the following links:
https://www.miti.gov.my/miti/resources/Approve%20Permit/AP%20Announcement/Notice_for_Application_of_Personal_Vehicle_Import_License_(AP)_(15072019)_BI.pdf

For more information, kindly click the following links:
https://www.miti.gov.my/index.php/pages/view/5539

Tentative Schedule for MITI Pocket Talks 2019

NO	DATE	VENUE	TOPIC
1	19 September (Thursday)	MITI PERAK	Introduction to FTA & Preferential Certificate of Origin (PCO)
2	17 October (Thursday)	MITI HQ (SEMINAR 1)	
3	14 November (Thursday)	MITI KELANTAN	

For more information please contact the secretariat:

03-6200 0468/69/57 allaki@miti.gov.my

MITI @ Your Service

MITI OVERSEAS OFFICE (GENEVA)

DR. RASHIDI SAID
AMBASSADOR / PERMANENT REPRESENTATIVE OF MALAYSIA TO THE WTO

HAZRUL IMRAN AZAHAR
MINISTER COUNSELLOR

AZUWIZA DARUS
COUNSELLOR (ECONOMICS)

MONIKA FATTIER
CUSTOMER SERVICE OFFICER

KRISTINA LISTIYOWATI
CLERK

CARMENCITA ARAOS HARTMAN
CLERK

MOHD HAFIZ MIHAD
CLERK

FRANIE J. NUCUM
DRIVER

YOUCEF AIT-ABBAS
DRIVER

SUTAMTI DARTO
OPERATIONAL ASST.

MITI Weekly Bulletin (MWB) Mobile Apps

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