

Weekly BULLETIN

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MISSION CONTINUES TO AUSTRIA TOWARDS FURTHER STRENGTHENING BILATERAL TRADE AND INVESTMENT TIES



Senior Minister and Minister of International Trade and Industry, YB Dato' Seri Mohamed Azmin Ali continues the Trade and Investment Mission (TIM) to Vienna, The Republic of Austria in order to explore new growth areas for enhanced bilateral trade and investment ties.

In Vienna, the Senior Minister met his counterpart, Her Excellency Dr. Margarete Schrambock, Federal Minister for Digital and Economic Affairs of the Republic of Austria, and signed an Establishment of Focal Points on 8th July 2021, where, elected senior officials will have direct dialogues and exchange of ideas to further expand trade and investment opportunities as well as intensify economic cooperation. In this regard, several Austrian companies have expressed interest to invest in Malaysia, seeing Malaysia's strategic position as a gateway to the Asia Pacific region. As Malaysia is focusing on environment, social and governance issues (ESG), the Senior Minister assured Dr Schrambock that Malaysia will facilitate interest by Austrian companies renowned for placing clean energy at the forefront of their products and services.

MISSION CONTINUES TO AUSTRIA TOWARDS FURTHER STRENGTHENING BILATERAL TRADE AND INVESTMENT TIES

At the roundtable discussion with Austrian Federal Economic Chambers (WKO), Dato' Seri Azmin concurred that there was an urgent need to intensify strategic engagements of business-to-business cooperation particularly in industries such as smart manufacturing, artificial intelligence, aerospace industry, medical devices, and renewable energy.

Continuing his schedule, the Senior Minister had discussions with Stellantis N.V., one of the largest car manufacturers in the world in terms of sales volume with manufacturing facilities in 30 countries and more than 300,000 employees. Its presence in Malaysia has the potential to nudge the automotive sector towards the production of Electric Vehicles (EV). The discussion centred on how best Stellantis can enhance their investments, particularly, in line with the National Investment Aspirations which promotes EV through customised incentives that include CBU bridging prior to the preparation of the CKD production.

The Senior Minister paid a site visit to the headquarters of Austria Technologie & Systemtechnik AG (AT&S) in Loeben, a global manufacturing leader of high-end printed circuit boards (PCB), which has chosen Malaysia as its first production plant in Southeast Asia to produce integrated circuit (IC) substrates, with projected total investment value of RM8.5 billion. The meeting entailed discussions with Mr. Hannes Androsch, Chairman of the Supervisory Board and Mr. Andreas Gerstenmayer, Chairman of the Management Board and Chief Executive Officer of AT&S about cooperation in research and university education. An MoU was signed focusing on cooperation in teaching and training in production as well as research on high-end technologies.

To date, Malaysia's total trade with Austria surged by 32.2 per cent to RM1.31 billion (USD319.22 million) for the first five months of this year as compared to the corresponding period last year in 2020, despite the pandemic. For the rest of the year, the prospects for further enhancements of bilateral trade are bright between Malaysia and Austria, particularly in sectors that will propel Malaysia's footprint in the digital and hi-tech industries.

MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY
9 JULY 2021

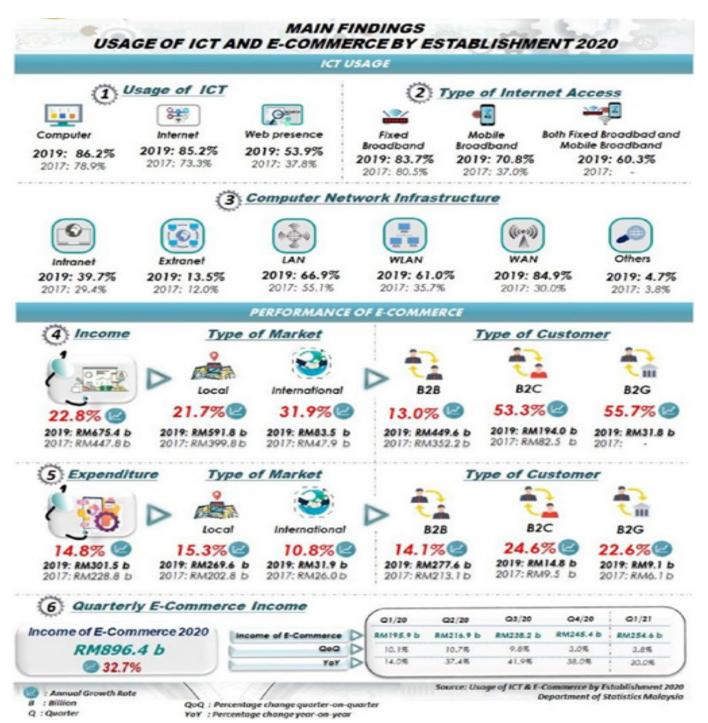
USAGE OF ICT AND E-COMMERCE BY ESTABLISHMENT

E-Commerce Performance

Performance of e-commerce income by establishments accelerated to 22.8 per cent in 2019 to RM675.4 billion as compared to 2017. The e-commerce income from local market segment increased 21.7 per cent to RM591.8 billion. Meanwhile, international market increased 31.9 per cent to RM83.5 billion. E-Commerce income by type of customers via Business to Business (B2B) rose 13.0 per cent to RM449.6 billion, and followed by Business to Consumer (B2C) increased 53.3 per cent to RM194.0 billion. Whilst, Business to Government (B2G) grew 55.7 per cent to RM31.8 billion.

ICT Usage

Subsequently, the internet usage also recorded an increase of 11.9 percentage point to 85.2 per cent, followed by computers, 7.3 percentage point to 86.2 per cent and web presence, 16.1 percentage point to 53.9 per cent. Information & Communication and Financial & Takaful/Insurance sectors had fully utilised the usage of internet and computer in the business.



MONTHLY PRINCIPAL STATISTICS OF LABOUR FORCE

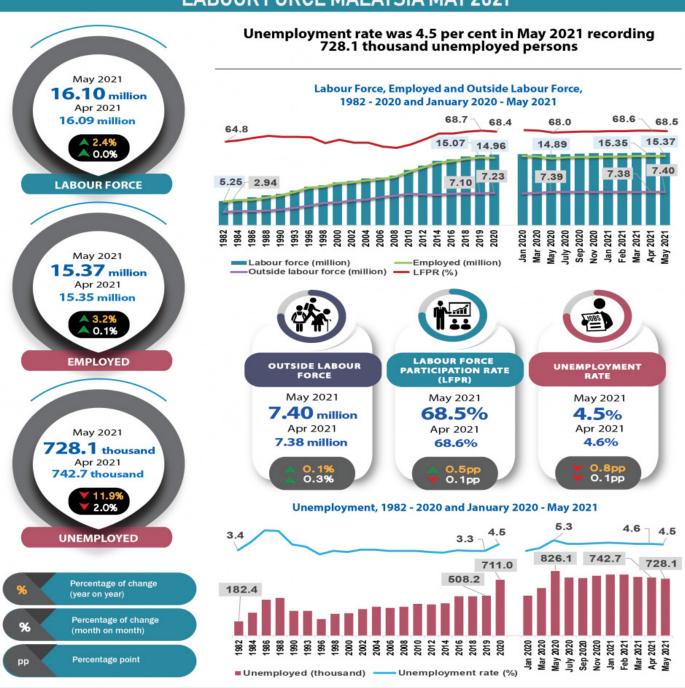
KEY REVIEWS

Employed persons increased marginally in May 2021 by 0.1 per cent or 18.8 thousand persons to 15.37 million persons (April 2021: 15.35 million persons). The employment-topopulation ratio which indicates the ability of an economy to create employment stood at 65.4 per cent.

By economic sector, the number of employed persons in Services sector posted a month-on-month increase particularly in Wholesale & retail trade; Food & beverages services and Human health & social work activities. The number of employed persons in Manufacturing sector also continued its positive growth for seven months. In the meantime, employed persons in Construction, Agriculture and Mining & Quarrying sectors declined.

The unemployment rate was slightly lower in May 2021 by 0.1 percentage point to 4.5 per cent as against 4.6 per cent in April 2021. Accordingly, fewer number of unemployed persons were registered at 728.1 thousand persons by negative 2.0 per cent (April 2021: 742.7 thousand persons) and it was on a downward trend since February 2021.

LABOUR FORCE MALAYSIA MAY 2021



Source: Labour Force Survey, Department of Statistics Malaysia

MITI Tower, No.7, Jalan Sultan Haji Ahmad Shah . 50480 Kuala Lumpur Tel:+603-8000 8000 Fax: +603-6202 9446

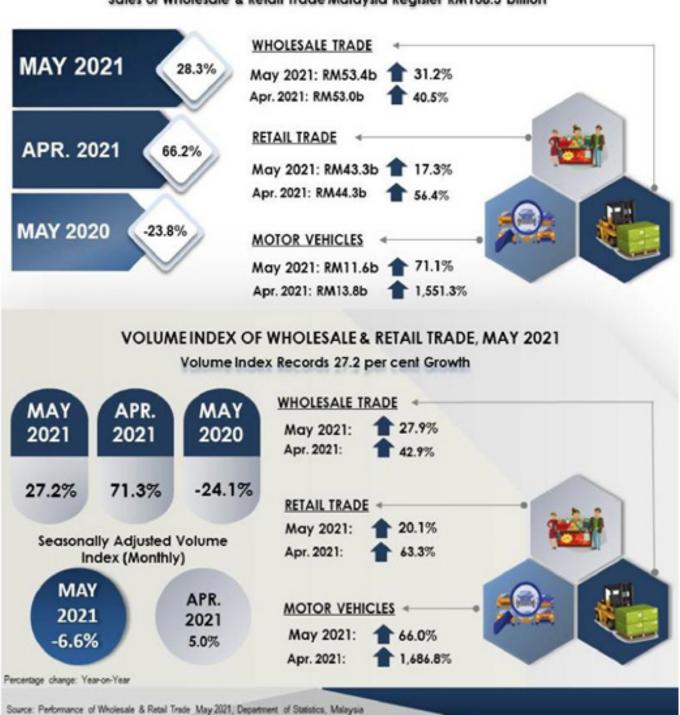
PERFORMANCE OF WHOLESALE & RETAIL TRADE

HIGHLIGHTS

Sales value of Wholesale & Retail Trade recorded RM108.3 billion in May 2021, registered a positive growth of 28.3 per cent year-on-year. The growth was attributed to Motor Vehicles which increased 71.1 per cent. Similarly, Wholesale Trade and Retail Trade rose 31.2 per cent and 17.3 per cent respectively.

In terms of volume index, Wholesale & Retail Trade registered a growth of 27.2 per cent year-on-year to record 123.6 points. The increment was due to the increase of 66.0 per cent in Motor Vehicles. Wholesale Trade and Retail Trade also recorded a positive growth to register 27.9 per cent and 20.1 per cent respectively. As for seasonally adjusted volume index, it went down 6.6 per cent month-on-month in May 2021.

SALES VALUE OF WHOLESALE & RETAIL TRADE, MAY 2021 Sales of Wholesale & Retail Trade Malaysia Register RM108.3 billion



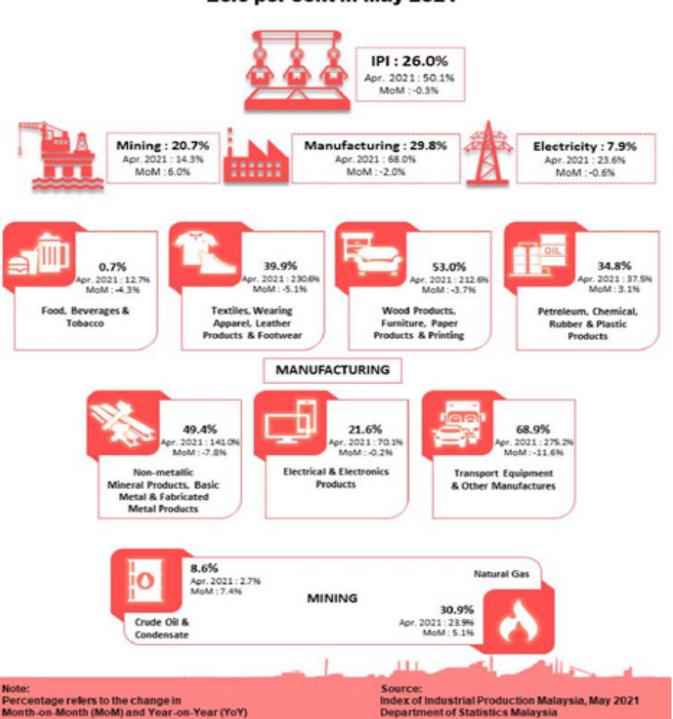
INDEX OF INDUSTRIAL PRODUCTION, MALAYSIA

KEY REVIEWS

The Industrial Production Index (IPI) surged 26.0 per cent in May 2021 as compared to the same month of the previous year. The growth of IPI in May 2021 was underpinned by the expansion in all indices; Manufacturing index (29.8%), Mining index (20.7%) and Electricity index (7.9%).

The Manufacturing sector output based on year-on-year comparison rose by 29.8 per cent in May 2021 after recording a growth of 68.0 per cent in April 2021. The major sub-sectors contributing to the growth in Manufacturing sector in May 2021 were Petroleum, Chemical, Rubber & Plastic Products (34.8%), Non-metallic Mineral Products, Basic Metal & Fabricated Metal Products (49.4%) and Transport Equipment & Other Manufactures (68.9%). The export-oriented industries driven the growth of the Manufacturing sector by 25.3 per cent while domestic-oriented industries increased by 41.1 per cent.

Malaysia's Industrial Production Index (IPI) surged 26.0 per cent in May 2021



MONTHLY MANUFACTURING STATISTICS, MALAYSIA

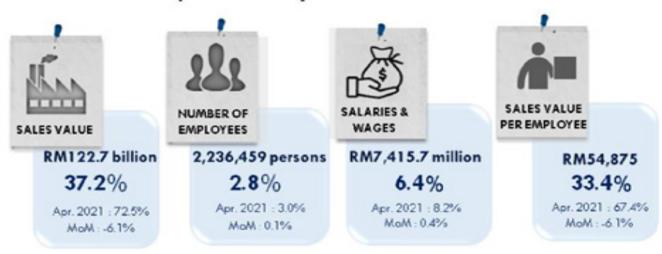
HIGHLIGHTS

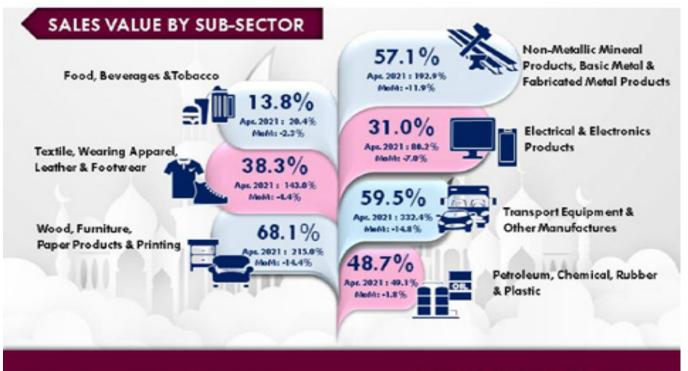
Malaysia's Manufacturing sales in May 2021 stood at RM122.7 billion, grew 37.2 per cent as compared to previous year. The rise in sales value in May 2021 was driven by the increase in Transport Equipment & Other Manufactures Products (59.5%), Petroleum, Chemical, Rubber & Plastic Products (48.7%) and Electrical & Electronics Products (31.0%). Meanwhile, on month-onmonth basis, the sales value decreased 6.1 per cent.

Total employees engaged in the Manufacturing sector in May 2021 was 2,236,459 persons, an increase of 2.8 per cent as compared to 2,175,145 persons in May 2020. Salaries & wages paid amounted to RM7,415.7 million, increased by 6.4 per cent or RM447.8 million in May 2021 as against the same month of the preceding year.

The sales value per employee rose by 33.4 per cent to record RM54,875 as compared with the same month in 2020. Meanwhile, the average salaries & wages per employee was RM3,316 in May 2021.

Malaysia Manufacturing sales retained a double digit growth of 37.2 per cent in May 2021 to RM122.7 billion





Note: Percentage growth refers to Year-on-Year (YoY) and Month-on-Month (MoM) changes Source: Monthly Manufacturing Statistics, Malaysia May 2021 Department of Statistics Malaysia

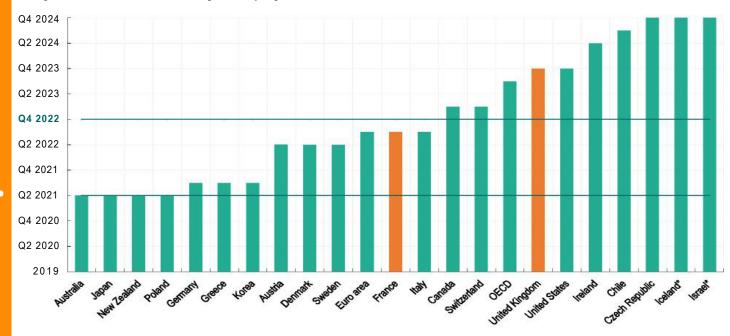
EMPLOYMENT OUTLOOK 2021

A once-in-a-lifetime opportunity to build a better world of work

© OECD 2021, OECD Employment Outlook 2021 **Employment database**



Projected time to full recovery in employment in selected OECD countries



Note: Baseline pre-pandemic level is the average of the 4 quarters of 2019. * Pre-crisis level not recovered in Q4 2024. Source: OECD calculations from Short-term Labour Market Statistics and Economic Outlook Databases.

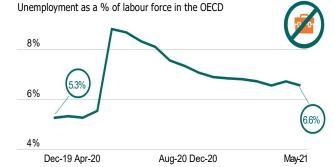
The COVID-19 pandemic has put millions out of work

About 20 million fewer jobs in OECD countries

Over 110 million fewer jobs worldwide



Unemployment has dropped since 2020, but is still higher than in 2019



Many are out of a job and not looking for a new one

14 million more people inactive in OECD countries today than in 2019

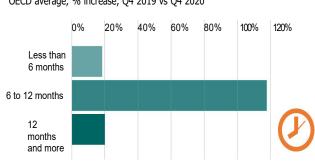






More people have been unemployed for longer periods than before the pandemic

OECD average, % increase, Q4 2019 vs Q4 2020

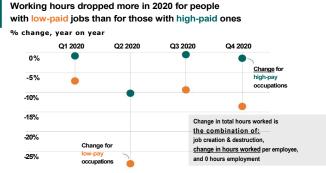


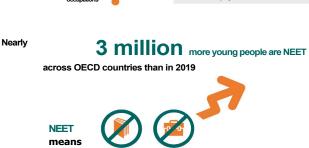


Source: http://oecd.org/

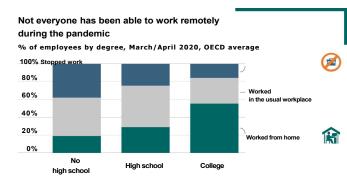
EMPLOYMENT OUTLOOK 2021

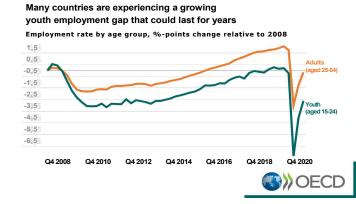
A once-in-a-lifetime opportunity to build a better world of work



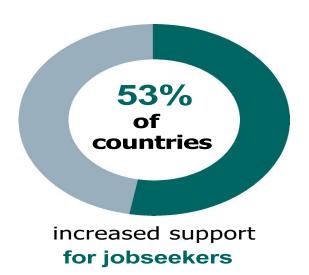


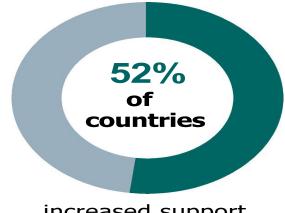
Not in Employment, Education or Training





In 2021, countries have increased their budget for employment policies





increased support for matching skill needs and talent

Source: OECD (2021), Active Labour Market Policy Measures to Mitigate The Rise in (long-Term) Unemployment

Source: http://oecd.org/

WORLD LARGEST EXPORTER OF METHIONINE



In 2020, Malaysia's export of Methionine recorded US\$ 261.2 million which was 58.6% share of the world exports

Notes: -*HS293040

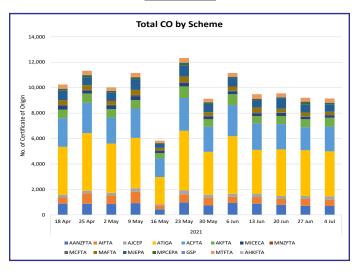
MALAYSIA'S TOP EXPORT DESTINATIONS



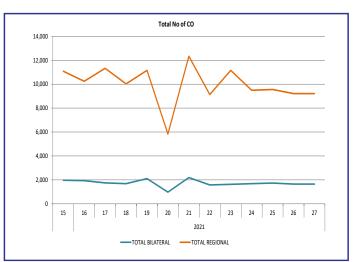
Sources: https://www.trademap.org/index.aspx

Number of PCO as at 4 July 2021 Weekly / Monthly/ Annually

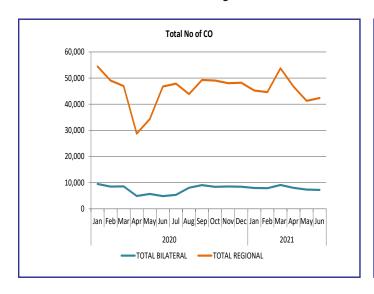
Weekly Total Scheme



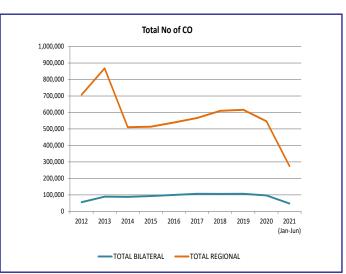
Weekly



Monthly



Annually



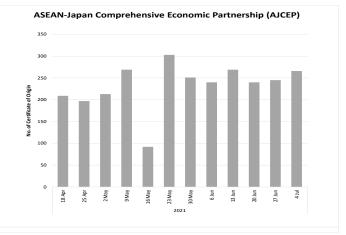
Note: *Provisional Data Source: Ministry of International Trade and Industry, Malaysia

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



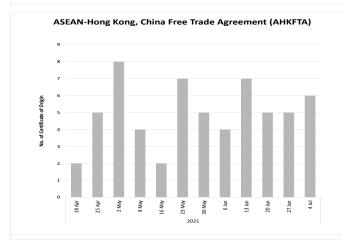


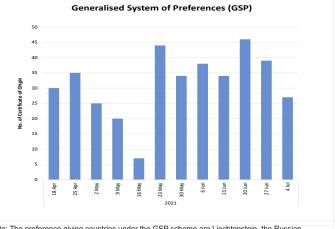








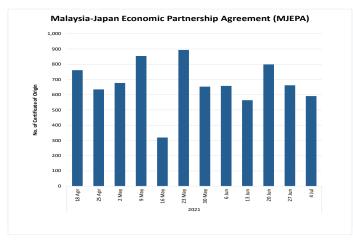


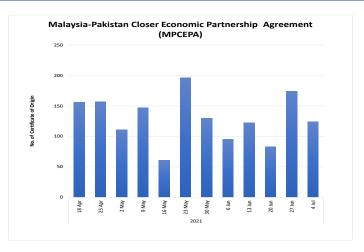


Note: The preference giving countries under the GSP scheme are Liechtenstein, the Russian Federation, Japan, Switzerland, Belarus, Kazakhstan, Norway and Cambodia

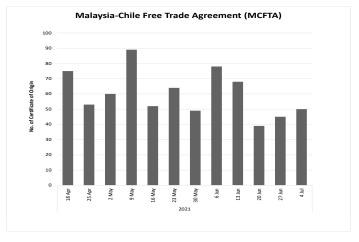
Note: *Provisional Data

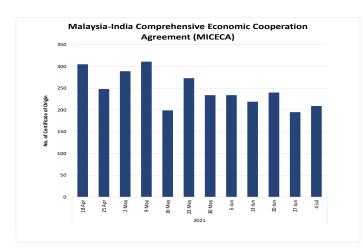
Bilateral FTA Number and Value of Preferential Certificates of Origin (PCOs)

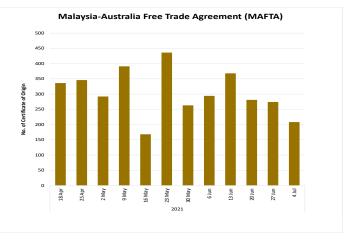


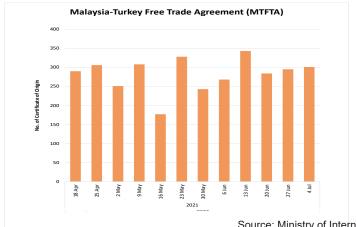










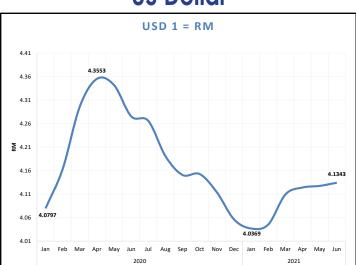


Note: *Provisional Data

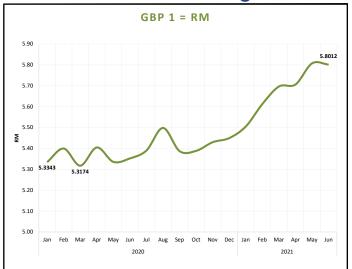
Source: Ministry of International Trade and Industry, Malaysia

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

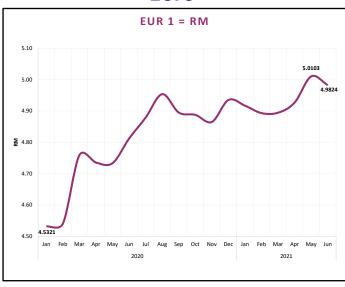
US Dollar



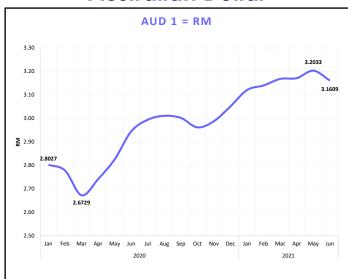
Pound Sterling



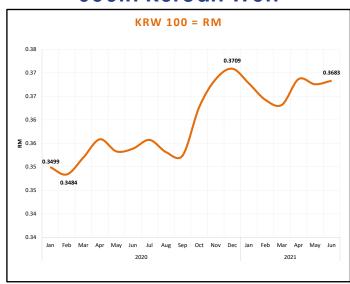
Euro



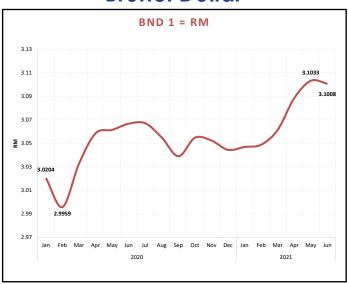
Australian Dollar



South Korean Won



Brunei Dollar



Source : Bank Negara Malaysia

Commodity Prices





US\$75.6 9 Jul 2021

Highest 2020/2021

25 Jun 2021 : US\$76.2 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 -per MT-



1.0%* US\$955.0 9 Jul 2021

Highest 2020/2021

7 May 2021 : US\$1,156.0 24 Dec 2020 : US\$944.2

18 Jun 2021: US\$844.6 8 May 2020 : US\$473.0

> Lowest 2020/2021

Average Price 2020i: US\$668.3

RUBBER SMR 20 -per MT-



US\$1,626.5 9 Jul 2021

Average Price 2020 i: US\$1,333.4

COCOA SMC 2 -per MT-



0.6%* US\$1,443.9 9 Jul 2021

Average Price 2020 : US\$1,576.6

SUGAR -per lbs-



9 Jul 2021



Average Price 2020 i: US\$12.9

COAL -per MT-



2.6%* US\$126.8

9 Jul 2021

Average Price 2020 i: US\$47.7

SCRAP IRON HMS -per MT-



(=) %* US\$534.0 (high)

US\$524.0 (low)

9 Jul 2021

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

Domestic Prices 9 Jul 2021



(per MT) RM2,698- RM2,801

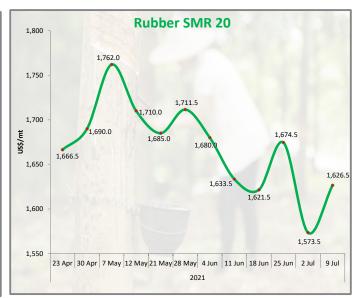
Steel Bars (per MT) RM3,100 - RM3,250

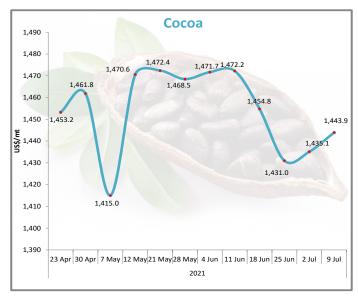
Notes: All figures have been rounded to the nearest decimal point

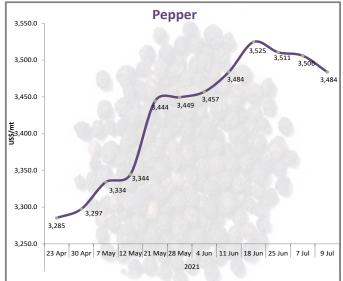
- Refer to % change from the previous week's price
- i Average price in the year except otherwise indicated

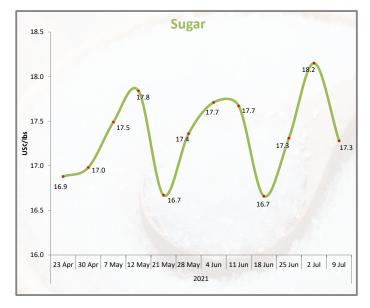
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

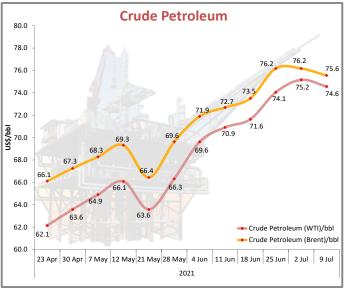
Crude Palm Oil 1,170 1,156.0 1,149.7 1,070.2 1,070.2 1,039.0 1,026.2 970 970 870 883.8 820 23 Apr 30 Apr 7 May 12 May 21 May 28 May 4 Jun 11 Jun 18 Jun 25 Jun 2 Jul 9 Jul 2021





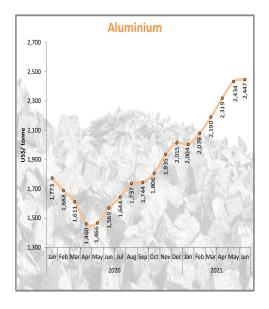


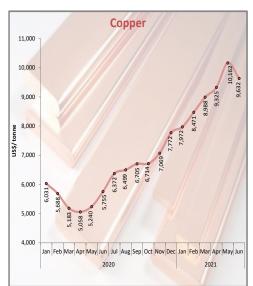


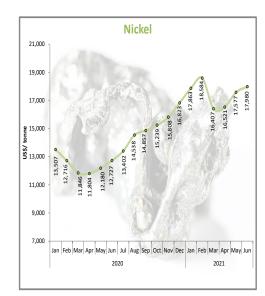


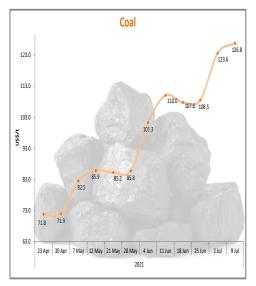
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

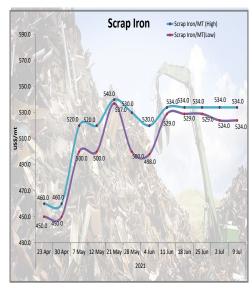
Commodity Price Trends

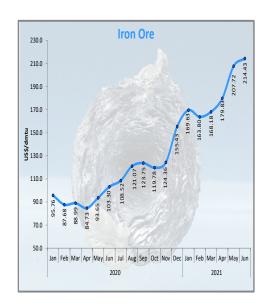


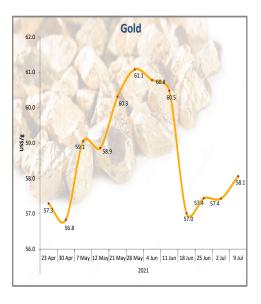


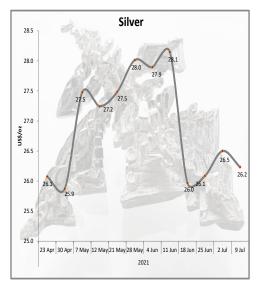


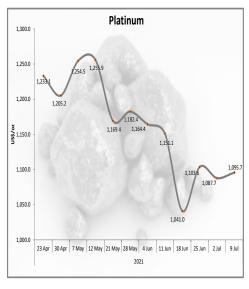












Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

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

(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:



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?





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
- industry4wrd@m pc.gov.my











Process Flow

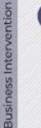
Evaluation by Committees



Onsite Assessment



Receive RA Report





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

NATIONAL RECOVERY PLAN (PPN)

1. PPN MEDIA RELEASE

2. PPN INFO: STAGE & PARAMETER

3. ALL THE CONTACTS YOU NEED



4. REGISTRATION FOR BUSINESS OPERATION



5. SOPs



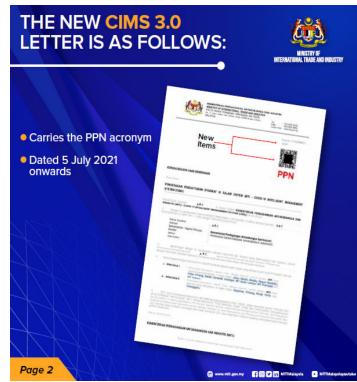
6. FAQ & ENQUIRY





COMPILATION OF INFOGRAPHICS RELATED TO CIMS 3.0 APPROVAL LETTER









PIKAS

(PROGRAM IMMUNISASI KERJASAMA AWAM DAN SWASTA)

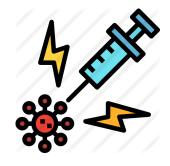
1. PIKAS MEDIA RELEASE

2. TERMS AND CONDITIONS

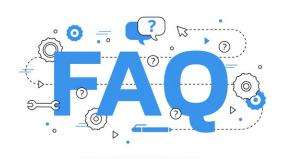
3. REGISTRATION



4. LIST OF PIKAS PPV



5. FAQ



PIKAS

23 MITI WEEKLY BULLETTIN

(PROGRAM IMMUNISASI KERJASAMA AWAM DAN SWASTA)

Since the launch of #PIKAS 24 days ago, a total of 52,225 doses of the first vaccine have been given to workers in the manufacturing sector. This figure is expected to rise with more #PPVs approved to operate in the near future.

#LindungDiriLindungSemua #EconomicFrontliners



SOP Sektor Pengilangan & Pembuatan PKPD terkini mewajibkan ujian swab
RTK dua kali seminggu bagi kesemua pekerja. Langkah ini selain dapat
mengenalpasti kes COVID-19, akan memastikan hanya pekerja
yang disahkan negatif dibenarkan ke tempat kerja.



Setiap pekerja dalam sektor pembuatan yang dibenarkan beroperasi di PKPD Selangor:





wajib disaring dengan ujian swab RTK dua kali seminggu



hanya pekerja yang disahkan negatif dibenarkan bekerja



syarikat bertanggungjawab sepenuhnya untuk menanggung sepenuhnya kos saringan tersebut

8 Julai 2021





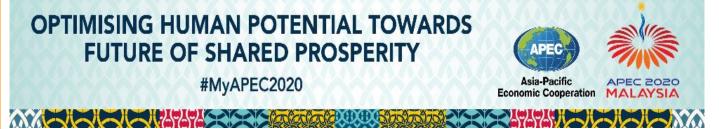


Bagi sebarang pertanyaan/aduan berkaitan operasi sektor ekonomi, sila hubungi talian hotline MITI seperti di atas.

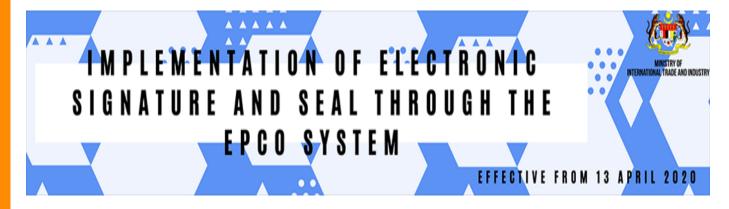


For more information, please contact:





For more information, kindly click the following links: https://www.myapec2020.my/en/



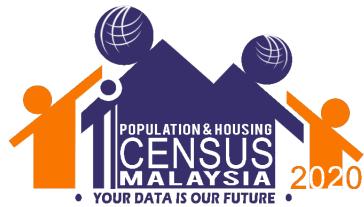
For more information, kindly click the following links: https://bit.ly/2RUyG81

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!

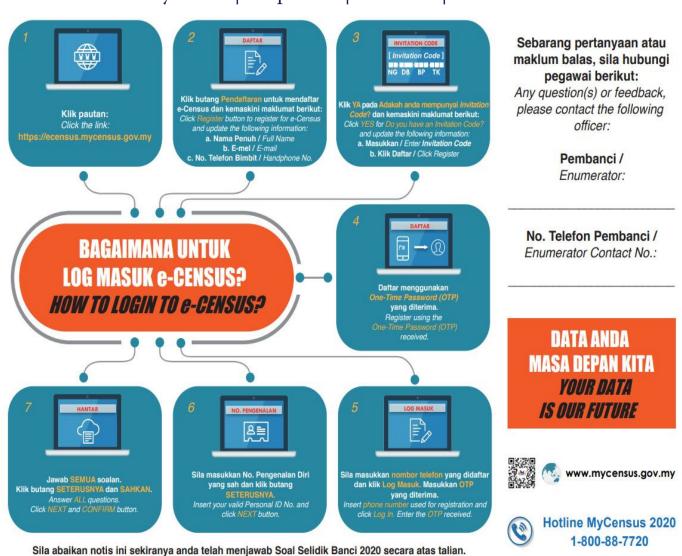
Due to the recent announcement of Movement Control Order (MCO/PKP) 3.0 by the Government, the Population and Housing Census 2020 will continue online. Please be counted by participating in e-Census at:

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



Kindly disregard this notice if you have answered the MyCensus 2020 questionnaire online.

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: http://gamma.malaysia.gov.my/#/appDetails/85



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http://www.miti.gov.my/index.php/forms/form/13