

VOLUME 655
14 September 2021 | NO. ISSN :2180-0448

MASSIVE JUMP IN APPROVED INVESTMENTS IN MALAYSIA SIGNALS CONFIDENCE OF INVESTORS

MITI and MIDA Committed to Ensuring Success of National Investment Aspirations and Robust and Sustainable Economic Recovery

Malaysia achieved robust and impressive performance for the first half of 2021 with foreign direct investments (FDI) soaring by 223.1 per cent compared to 1H 2020, signaling the confidence of foreign investors in the country's stable and conducive economic climate and business ecosystem. This augurs well for Malaysia's path to vibrant and sustainable economic recovery.

The stellar performance also demonstrates that Malaysia's strategy of positioning the country as an attractive investment destination of choice and a supply chain hub in ASEAN, particularly for manufacturing operations, is showing positive results. FDI drove the strong and vibrant performance of the manufacturing sector during the period, registering RM58.2 billion in approved investments. The remaining RM8.7 billion approved investments in this sector were from domestic sources.

In terms of total approved investments, Malaysia recorded RM107.5 billion of FDI and domestic direct investments (DDI) in the manufacturing, services and primary sectors, chalking up a massive jump of 69.8 per cent compared to the same period last year. Achieved amidst a very challenging global economic landscape, the investments involved 2,110 projects and are expected to generate 44,994 job opportunities in the country.

Leveraging on the positive progress on the National Recovery Plan (NRP), improvement in the overall public health situation, and gradual reopening of economic sectors, Malaysia continues to attract high-value and high-tech investments, bolstered by our capacity and capability in providing high-skilled talents and firm readiness in adopting advanced technology for value-added industries.

In tandem with our National Investment Aspirations (NIA), Malaysia consistently pursues more capital-intensive projects and those that support the development agenda of the nation, consistent with Environmental, Social and Governance (ESG) goals. This is reflected by the increasing number of capital-intensive projects approved by MIDA. Simultaneously, there is an emphasis on creating jobs across a wide spectrum of skills for the rakyat. In this regard, the 367 manufacturing projects worth RM66.9 billion approved during the first half of 2021, will create 32,220 job opportunities in various positions and roles, leading on the path for high-value and skilled employment.

The workforce required for the approved investments include 1,367 managerial positions and 4,031 technical professionals such as engineers

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in the field of E&E, mechanical, chemical and other disciplines, reflecting the higher value chain transition of the manufacturing sector. The approved manufacturing projects will also require 4,144 skilled craftsmen. Meanwhile, domestic investments, leading in the services and primary sectors, totaled RM45.0 billion or 41.9% of the total approved investments.

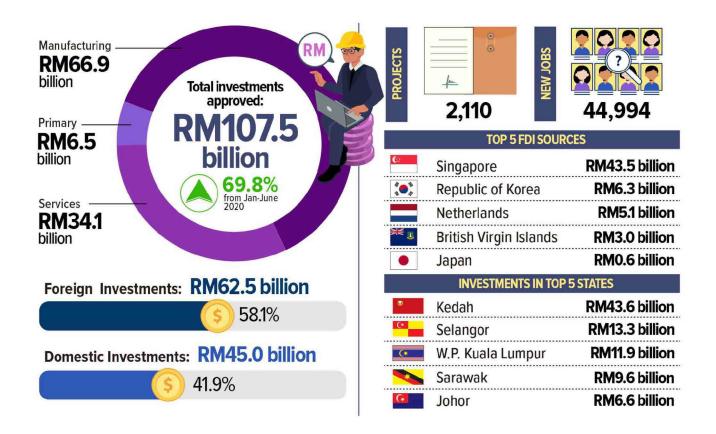
Notable projects approved in 1H 2021 include Republic of Korea's SK Nexilis project for a new copper foil manufacturing plant, Risen Energy's proposed project to produce bi-facial technology solar products, and OCIM's proposed investment to expand the capacity of its solar grade polysilicon plant. These projects will not only further enhance Malaysia's industry ecosystem but boost employment opportunities in the field of high-tech skills as well as enable local businesses to leverage on the global value chain.

Going forward, from the strategic vantage point of the NIA, we will continue to pursue high quality investments to bring value to the nation and people, not just in preserving jobs but in creating new high value-added employment. We are committed towards positioning Malaysia as the ideal partner for investors in the region, enhancing our economic complexity and propelling long term growth for Malaysia through the flow of sustainable quality investments in new and complex growth areas.

With the trajectory of Malaysia's strong economic fundamentals, positive factors underpinning growth prospect as well as expected stronger external demand for our products, the Government is fully committed to ensuring robust and sustainable recovery, equitable economic growth and shared prosperity for Malaysia.

DATO' SERI MOHAMED AZMIN ALI
SENIOR MINISTER
MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY
7 SEPTEMBER 2021

INVESTMENT PERFORMANCE, JAN - JUNE 2021



During the first half of 2021, Malaysia attracted a total of RM107.5 billion of foreign investments (FDI) and expanded domestic investments (DDI) approved in the manufacturing, services and primary sectors, representing an increase of 69.8 per cent compared to the same period of last year. The approved investments involved 2,110 projects and are expected to generate 44,994 job opportunities in the country.

More than 58.1 per cent of the approved investments were from foreign sources, valued at RM62.5 billion. Singapore, Republic of Korea and the Netherlands were the top three foreign investment sources accounting for nearly 90 per cent or RM54.9 billion of the total approved FDI in the country.

Meanwhile, domestic investments totaled RM45.0 billion or 41.9% of the total approved investments. While FDI dominated the manufacturing sector, investments from Malaysian companies led in the services and primary sectors.

Five states - Kedah, Selangor, W.P. Kuala Lumpur, Sarawak and Johor - contributed RM85.0 billion (79.0%) to the total approved investments with a potential to create 31,395 jobs.

Source: Malaysia Investment Development Authority (MIDA)

INVESTMENT PERFORMANCE, JAN - JUNE 2021

INVESTMENT BY SECTOR



Foreign Investments: RM58.2 billion 86.9% Domestic Investments: RM8.7 billion





Foreign Investments: RM2.2 billion 6.4%

Domestic Investments: RM31.9 billion 93.6%



Singapore

Republic of Korea

British Virgin Islands

Netherlands

Taipei

Foreign Investments: RM2.1 billion

33.1%

13.1%

Domestic Investments: RM4.4 billion



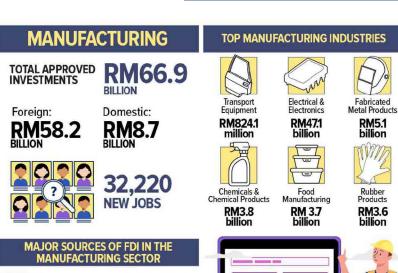


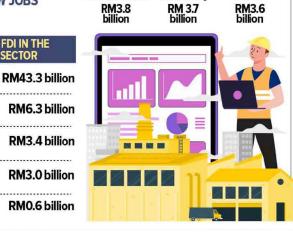
26 **PROJECTS**

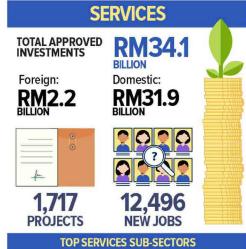


JOBS CREATED

INVESTMENT IN MANUFACTURING









INFORMATION AND COMMUNICATIONS TECHNOLOGY (ICT) SERVICES

RM1.3 billion

TRANSPORT SERVICES RM0.5 billion

GLOBAL ESTABLISHMENTS DISTRIBUTIVE TRADE RM1.9 billion RM282.9 Million

Source: Malaysia Investment Development Authority (MIDA)

RM6.4 billion

RM4.4 billion

RM2.7 billion

SUPPORT SERVICES

UTILITIES

RM3.0 billion

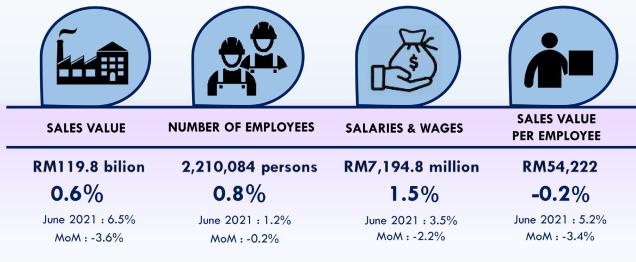
MANUFACTURING, JULY 2021

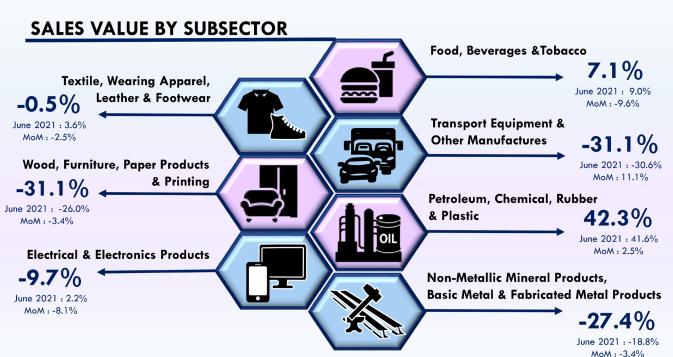
Malaysia's Manufacturing sales in July 2021 stood at RM119.8 billion, grew 0.6 per cent as compared to RM119.2 billion reported a year ago (Chart 1). On month-on-month growth, the sales value went down by 3.6 per cent (RM4.5 billion) while in a seasonally adjusted terms, the sales value decreased by 8.0 per cent.

The year-on-year increase in July 2021 was driven by Petroleum, Chemical, Rubber & Plastic Products (42.3%) and Food, Beverages & Tobacco Products (7.1%).

Total employees engaged in the Manufacturing sector in July 2021 was 2,210,084 persons, an increase of 0.8 per cent as compared to 2,192,260 persons in July 2020. During the reference period, the number of employees decreased by 0.2 per cent as compared to 2,215,420 persons registered in the preceding month.

Salaries & wages paid amounted to RM7,194.8 million, rose by 1.5 per cent or RM140.0 million in July 2021 as against the same month of the preceding year. Meanwhile, salaries & wages paid in July 2021 decreased by 2.2 per cent (RM165.5 million) as compared to June 2021.





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

Source : Monthly Manufacturing Statistics, Malaysia

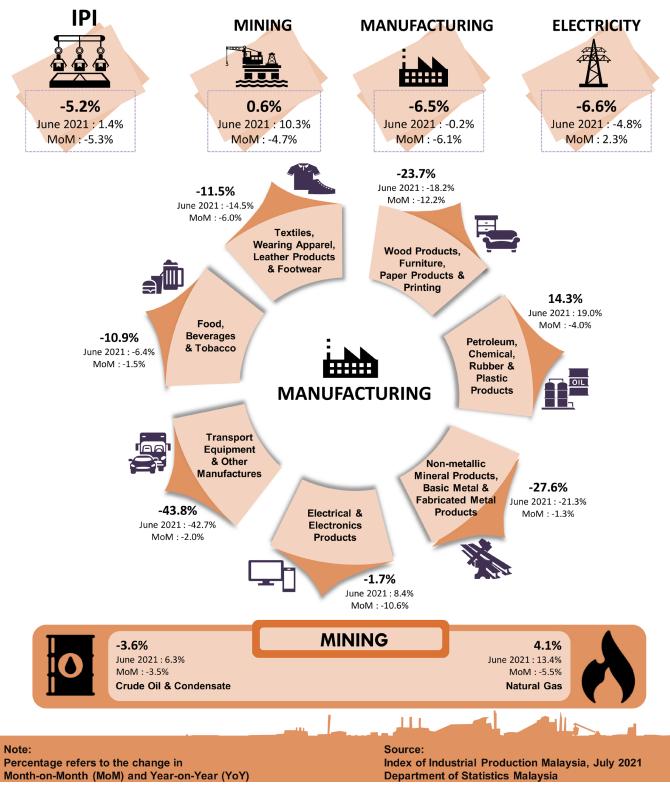
July 2021

Department of Statistics Malaysia

INDUSTRIAL PRODUCTION INDEX, JULY 2021

The Industrial Production Index (IPI) declined 5.2 per cent in July 2021 as compared to the same month of the previous year. The fall of IPI was influenced by the decrease in Manufacturing index (-6.5%) and Electricity index (-6.6%). Meanwhile, Mining index recorded an increase of 0.6 per cent.

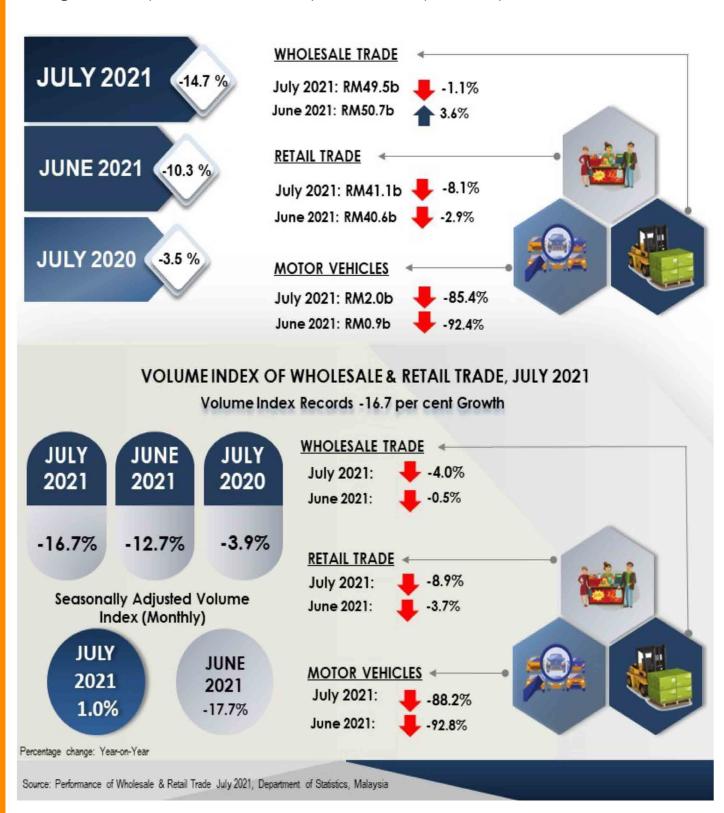
On year-on-year basis, the Manufacturing sector output decreased by 6.5 per cent in July 2021 after recording a downturn of 0.2 per cent in June 2021. The main subsectors contributed to the downturn in Manufacturing sector in July 2021 were Transport Equipment & Other Manufactures (-43.8%), Non-metallic Mineral Products, Basic Metal & Fabricated Metal Products (-27.6%) and Wood Products, Furniture, Paper Products & Printing (-23.7%).



DISTRIBUTIVE TRADE, JULY 2021

Sales value of Wholesale & Retail Trade recorded RM92.7 billion in July 2021, registered a negative growth of -14.7 per cent year-on-year (Chart 1). The fall was contributed by all sub-sectors with Motor Vehicles -85.4 per cent, Retail Trade -8.1 per cent and Wholesale Trade -1.1 per cent.

In terms of volume index, Wholesale & Retail Trade registered a negative growth of -16.7 per cent year-on-year to record 106.5 points. The main subsector that contributed to the fall was Motor Vehicles with a decrease of -88.2 per cent. Retail Trade and Wholesale Trade also recorded a negative growth to register -8.9 per cent and -4.0 per cent, respectively.

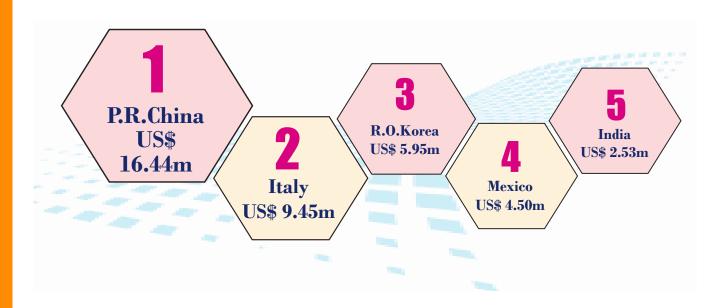


WORLD LARGEST EXPORTER OF TUBES OF GLASS, UNWORKED (EXCLUDING TUBES OF GLASS HAVING A LINEAR COEFFICIENT OF EXPANSION <= 5 X 10-6 PER KELVIN WITHIN A TEMPERATURE RANGE OF 0°C TO 300°C OR OF FUSED QUARTZ OR OTHER FUSED SILICA)

In 2020, Malaysia's export of World largest exporter of Tubes of glass, unworked (excluding tubes of glass having a linear coefficient of expansion <= 5 x 10-6 per kelvin within a temperature range of 0°C to 300°C or of fused quartz or other fused silica) recorded US\$ 44.0 million which was 16.6% share of the world exports.



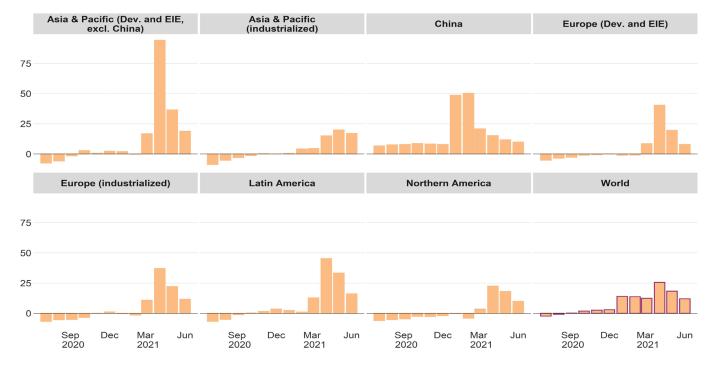
MALAYSIA'S TOP EXPORT DESTINATIONS



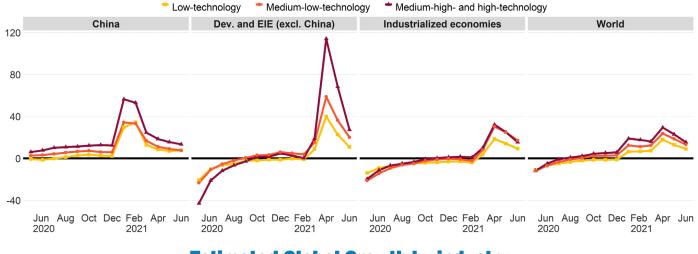
Source: https://www.trademap.org/index.aspx

WORLD MANUFACTURING, JUNE 2021

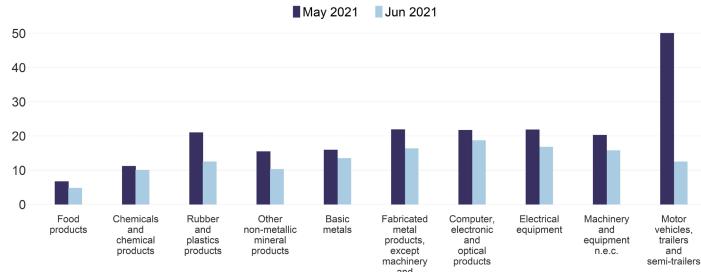
Growth of Manufacturing Output by Selected Country Groups



Growth of Manufacturing Production Grouped by Technological Intensity



Estimated Global Growth by industry



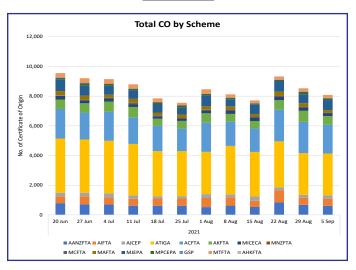
equipment

Source: http://www.unido.org/

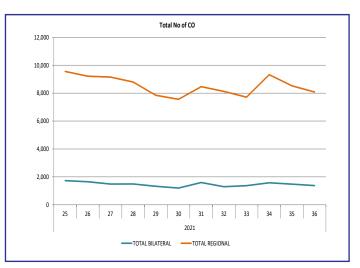
MITI Tower, No.7, Jalan Sultan Haji Ahmad Shah . 50480 Kuala Lumpur Tel:+603-8000 8000 Fax: +603-6202 9446

Number and FOB Value of PCO as at 05 September 2021 Weekly / Monthly/ Annually

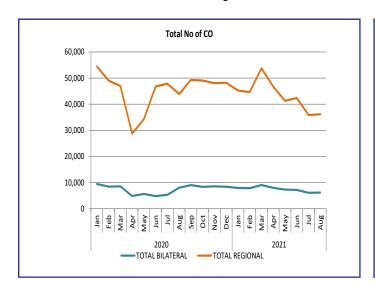
Weekly Total Scheme



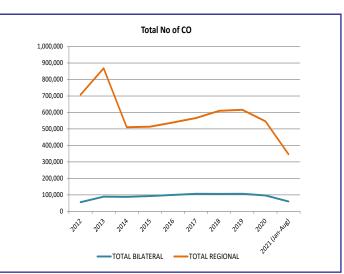
Weekly



Monthly

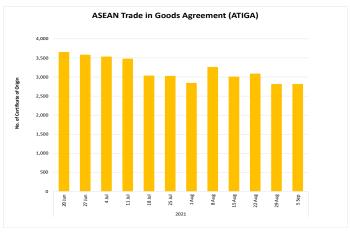


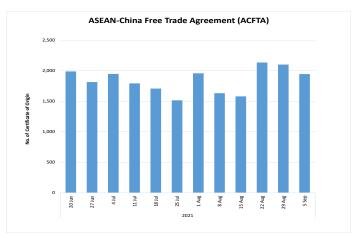
Annually

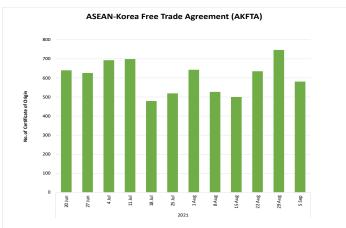


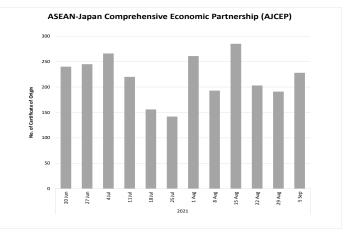
Note: *Provisional Data Source: Ministry of International Trade and Industry, Malaysia

Regional FTA Number of Preferential Certificates of Origin (PCOs)as at 05 September 2021





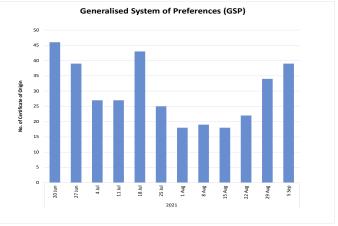








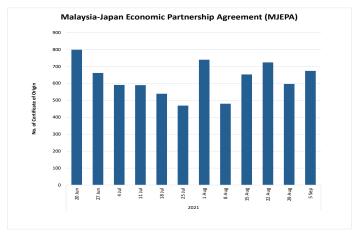


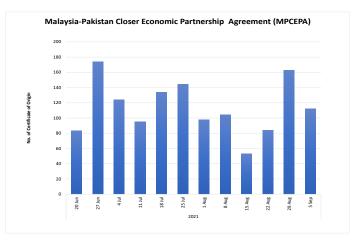


Note: The preference giving countries under the GSP scheme are Liechtenstein, the Russian Federation, Japan, Switzerland, Belarus, Kazakhstan, Norway and Cambodia

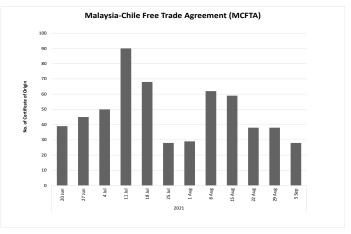
Note: *Provisional Data Source: Ministry of International Trade and Industry, Malaysia

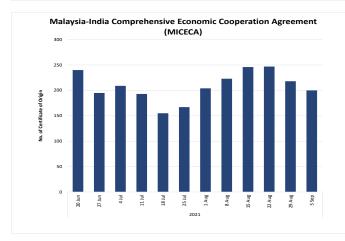
Bilateral FTA Number of Preferential Certificates of Origin (PCOs)as at 5 September 2021



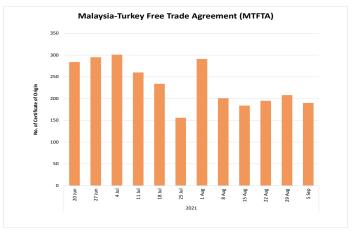










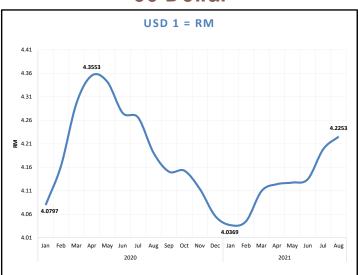


Note: *Provisional Data

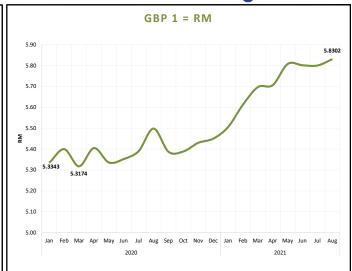
Source: Ministry of International Trade and Industry, Malaysia

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

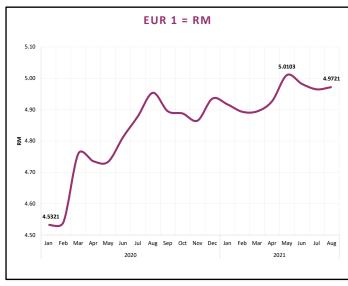
US Dollar



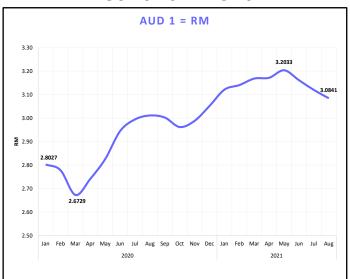
Pound Sterling



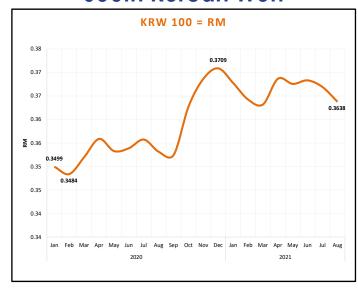
Euro



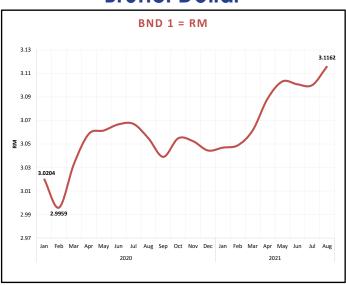
Australian Dollar



South Korean Won



Brunei Dollar



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM (BRENT) -per bbl-



0.4%* US\$72.9 10 Sep 2021 Highest 2020/2021

30 Jul 2021 : US\$76.3

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



0.6%* US\$1,098.3 10 Sep 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-



V1.5%* US\$1,611.0 10 Sep 2021

Average Price 2020 i: US\$1,333.4

COCOA SMC 2 -per MT-



0.3%* US\$1,648.0 10 Sep 2021

Average Price 2020 : US\$1,576.6

SUGAR -per lbs-



10 Sep 2021



Average Price 2020 i: US\$12.9

COAL -per MT-



3.5%* US\$170.9

10 Sep 2021

Average Price 2020 i: US\$47.7

SCRAP IRON HMS -per MT-



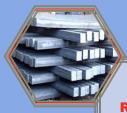
(high)

(low)

10 Sep 2021

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

Domestic Prices 10 Sep 2021



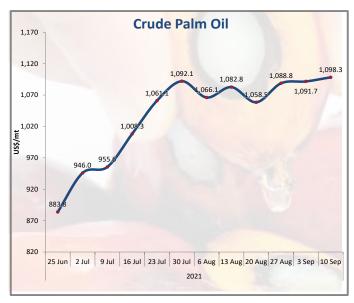
Billets (per MT) RM2,700- RM2,900 Steel Bars (per MT) RM3,100 – RM3,250

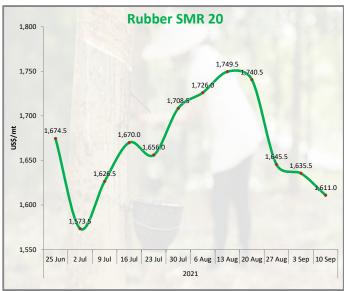
Notes: All figures have been rounded to the nearest decimal point

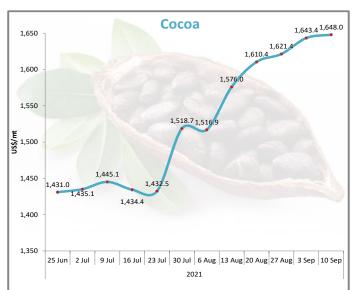
- * Refer to % change from the previous week's price
- i Average price in the year except otherwise indicated

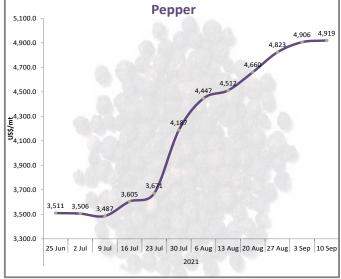
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

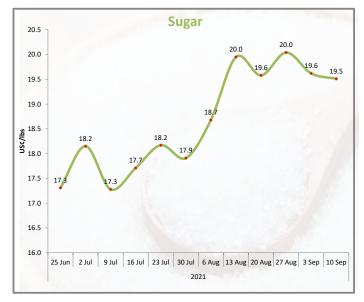
Commodity Price Trends

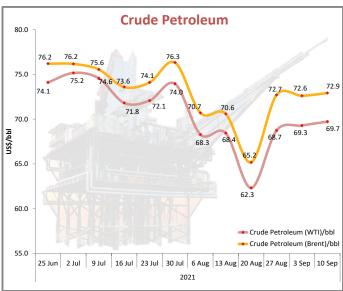






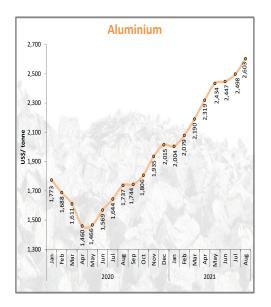


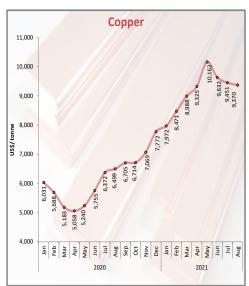


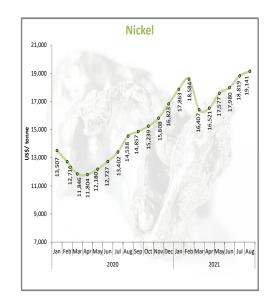


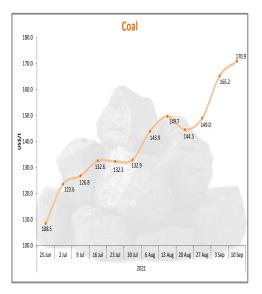
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

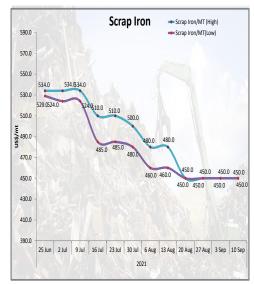
Commodity Price Trends

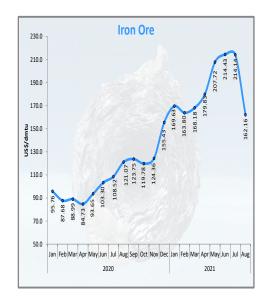


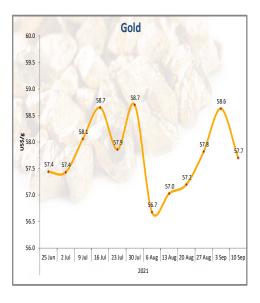


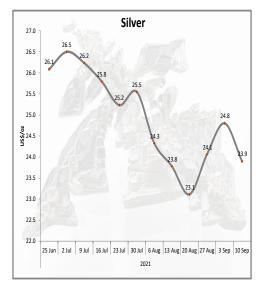


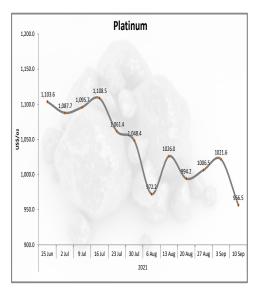












Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.



MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY





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

LOANS

Soit 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.bomb.com.my

Ceming Seen!

- 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

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)

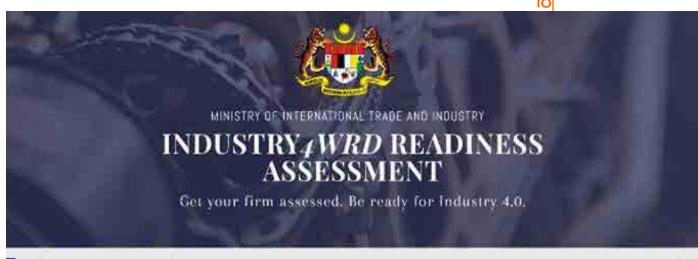
For Labour Intensive Industries:

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 vears
- www.mida.gov.my

For more information, kindly click the following links:



All you need to know about Industry4WRD RA



What is it?

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

Who is eligible?



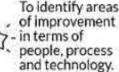


- Incorporated under the Companies Act (1965/2016)/ Registration of Business Act (1956)
- Hold a valid license
- In operation for more than 3 years

What are the benefits?









Receive comprehensive readiness report.



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.





Apply online at www.miti.gov.my/ industry4wrd

/bbr/



Process Flow

A FEW SIMPLE STEPS

Evaluation by Committees



Onsite Assessment



Receive RA Report

Enquiries

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







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. ALL THE CONTACTS YOU NEED



3. REGISTRATION FOR BUSINESS OPERATION



4. PPN SOPs



5. FAQ & ENQUIRY





16 August 2021

DOING BUSINESS @ COVID













PIKAS

(PROGRAM IMMUNISASI KERJASAMA AWAM DAN SWASTA)

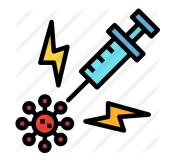
1. PIKAS MEDIA RELEASE

2. TERMS AND CONDITIONS

3. REGISTRATION



4. LIST OF PIKAS PPV

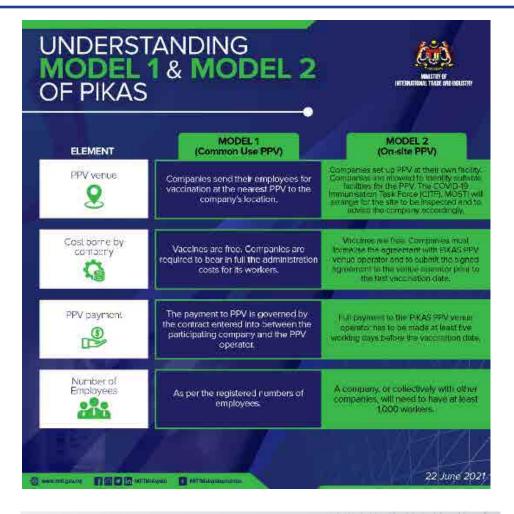


5. FAQ



PIKAS

(PROGRAM IMMUNISASI KERJASAMA AWAM DAN SWASTA)







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/

TMPLEMENTATION OF ELECTRONIC SIGNATURE AND SEAL THROUGH THE EPCO SYSTEM EFFECTIVE FROM 13 APRIL 2020

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



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



Sila abaikan notis ini sekiranya anda telah menjawab Soal Selidik Banci 2020 secara atas talian. 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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Kindly click the link below for any comments in this issue. MWB reserves the right to edit and republish letters as reprints.

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