MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

Weekly BULLETIN

VOLUME 689

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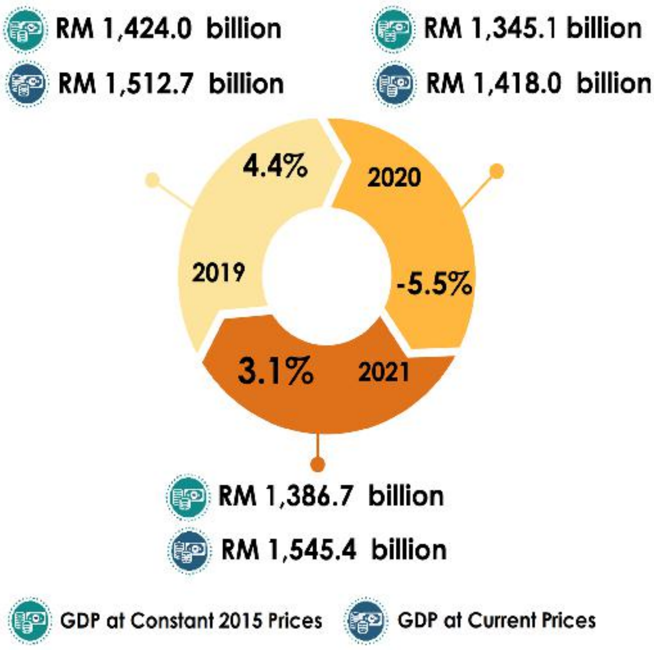
Malaysia Statistics

GDP, 2021



MACRO ECONOMIC KEY DATA 2021

Gross National Income (GNI)	RM 1,503.8 billion
GNI per capita at Current Prices	RM 46,051
Gross National Savings	RM 402.9 billion
Labour Force Participation Rate	68.6 %
Unemployment Rate	4.6%
Population	32.66 million

PRODUCTION

	2021	2020
Services	1.9%	-5.4%
Manufacturing	9.5%	-2.7%
Agriculture	-0.2%	-2.4%
Mining & quarrying	0.3%	-9.7%
Construction	-5.2%	-19.3%

Note: Exclude Import duties

EXPENDITURE

	2021	2020
Private Final Consumption Expenditure	1.9%	-4.2%
Gross Fixed Capital Formation	-0.9%	-14.4%
Government Final Consumption Expenditure	5.3%	5.0%
Exports	15.4%	-8.6%
Imports	17.7%	-7.9%

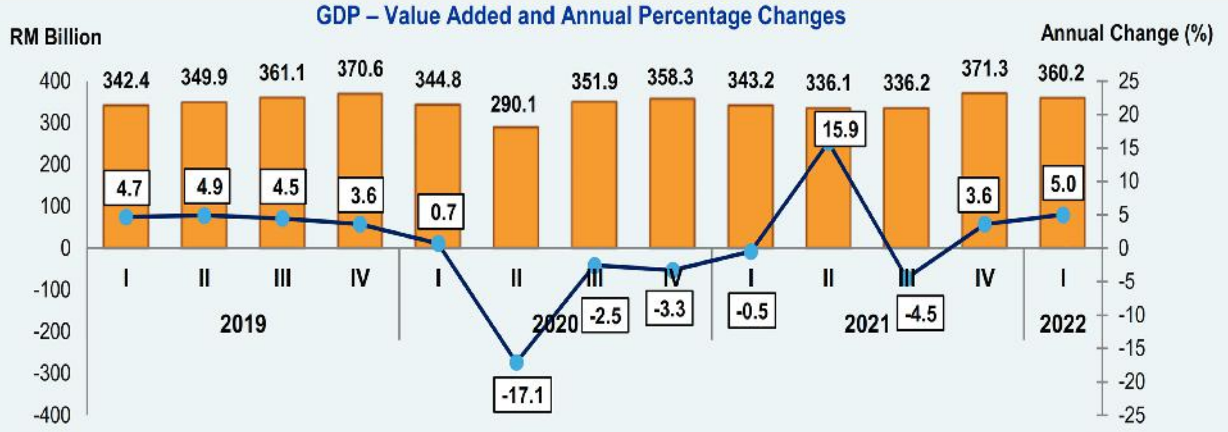
Note: 2021 / 2020

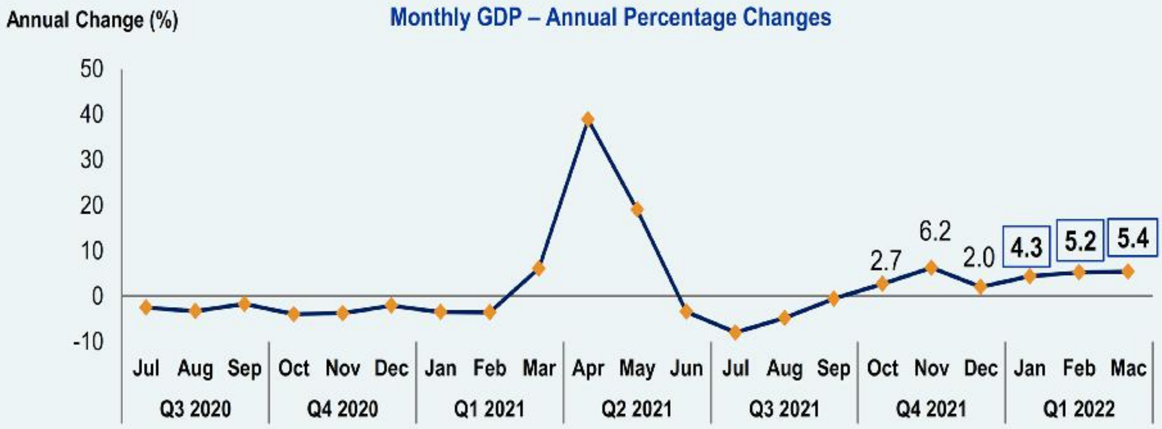
Source: National Accounts, Gross Domestic Product, Department of Statistics Malaysia (DOSM)

Malaysia Statistics

GDP, Q1 2022

MALAYSIA'S GDP EXPANDED 5.0% UNDERPPINNED BY STRONGER DOMESTIC DEMAND IN THE FIRST QUARTER OF 2022

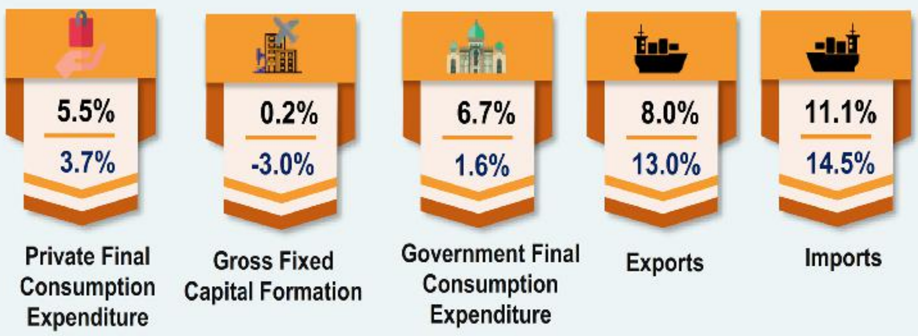




PRODUCTION

Note: Exclude Import duties

EXPENDITURE

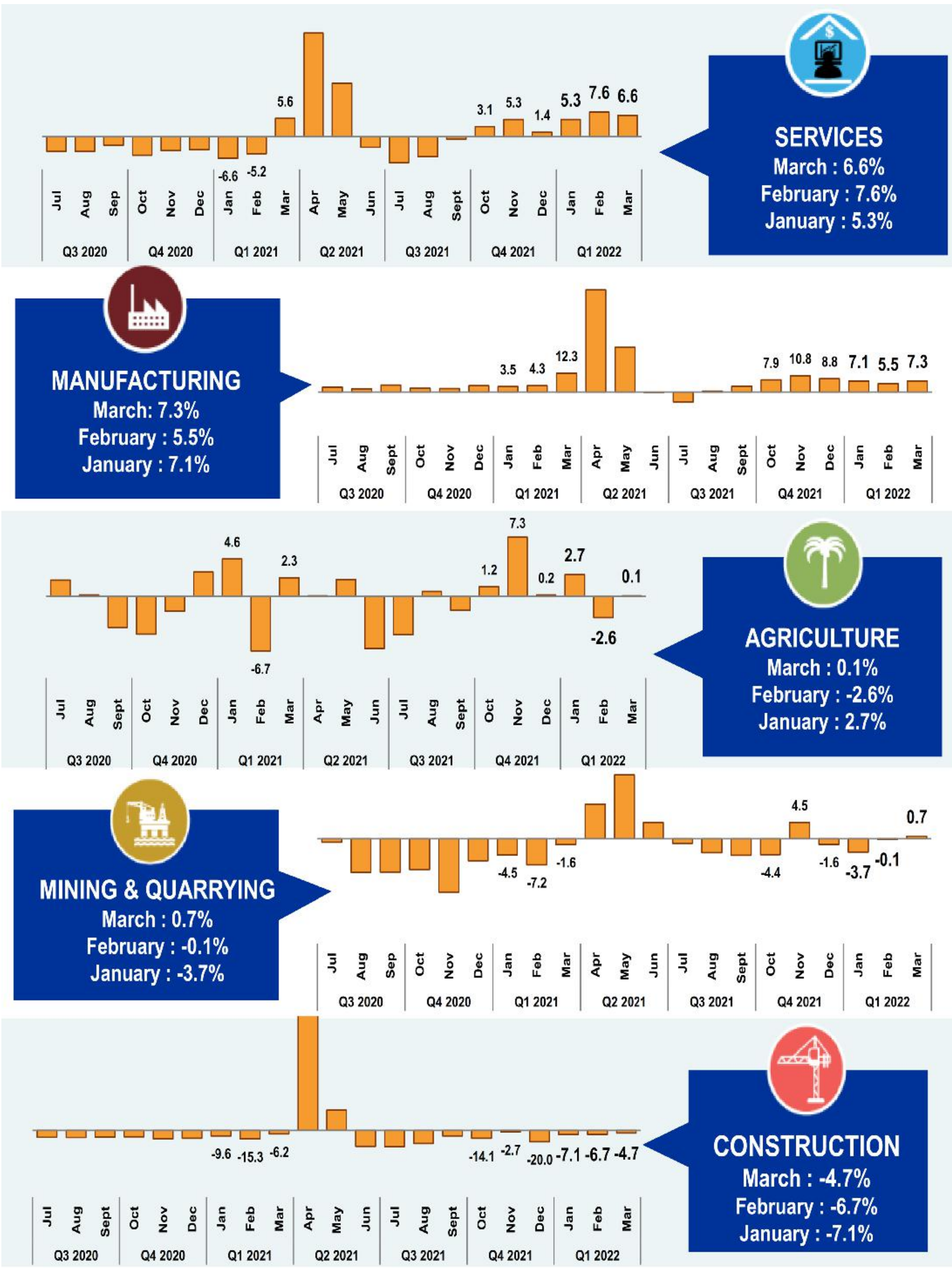


Note:
Q1 2022
Q4 2021

Source: National Accounts, Gross Domestic Product, Department of Statistics Malaysia (DOSM)

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

MONTHLY GDP, JUL 2020 - MAR 2022



Percentage change: Year-on-Year

Source: National Accounts, Gross Domestic Product, Department of Statistics Malaysia (DOSM)

Malaysia Statistics

Malaysia Statistics

GDP COMPARISON, 2021- Q1 2022

Gross Domestic Product (Growth YoY, %)	2020	2021	2021 Q1	2021 Q2	2021 Q3	2021 Q4	2022 Q1
SELECTED ASEAN COUNTRIES							
Malaysia	-5.5	3.1	-0.5	15.9	-4.5	3.6	5.0
Singapore	-4.1	7.6	2.0	15.8	7.5	6.1	3.4
Indonesia	-2.1	3.7	-0.7	7.1	3.5	5.0	5.0
Philippines	-9.5	5.7	-3.8	12.1	7.0	7.8	8.3
OTHER SELECTED COUNTRIES							
United States of America	-3.4	5.7	0.5	12.2	4.9	5.5	3.6
European Union	-5.9	5.3	-0.9	14.0	4.2	4.9	5.2
Spain	-10.8	5.1	-4.1	17.8	3.5	5.5	6.4
Italy	-9.0	6.6	0.1	17.7	3.9	6.2	5.8
France	-7.9	7.0	1.6	19.1	3.5	5.5	5.3
United Kingdom	-9.3	7.4	-5.0	24.5	6.9	6.6	8.7
P.R. China	2.3	8.1	18.3	7.9	4.9	4.0	4.8
Republic of Korea	-0.9	4.0	1.9	6.0	4.0	4.2	3.1

Source: Official website of Selected National Statistical Office

Malaysia Statistics

SERVICES SECTOR, Q1 2022

	Q1 2022	YoY Q4 2021	YoY Q1 2022	QoQ Q4 2021	QoQ Q1 2022
Revenue	RM473.0b	5.3%	10.4%	17.7%	2.8%
Number of Persons Engaged	3.8m	1.4%	2.7%	1.9%	1.0%
Salaries & Wages	RM25.4b	1.2%	5.0%	3.8%	1.8%

PERFORMANCE OF SERVICES SECTOR BY SEGMENT

	Revenue	Number of Persons Engaged (persons)	Salaries & Wages
Wholesale & Retail Trade, Food & Beverages and Accommodation	RM378.7b Q1 2022: 9.2% Q4 2021: 5.1%	2,832,128 Q1 2022: 2.7% Q4 2021: 1.5%	RM15.6b Q1 2022: 5.3% Q4 2021: 2.7%
Information & Communication and Transportation & Storage	RM69.5b Q1 2022: 16.1% Q4 2021: 8.2%	481,995 Q1 2022: 6.5% Q4 2021: 4.1%	RM4.8b Q1 2022: 8.5% Q4 2021: -1.2%
Private Health, Private Education and Arts, Entertainment & Recreation	RM15.2b Q1 2022: 17.3% Q4 2021: 6.5%	276,849 Q1 2022: -0.8% Q4 2021: -2.0%	RM2.5b Q1 2022: 1.6% Q4 2021: 0.3%
Professional and Real Estate Agent	RM9.7b Q1 2022: 7.7% Q4 2021: -6.9%	175,213 Q1 2022: -1.2% Q4 2021: -2.0%	RM2.5b Q1 2022: 0.5% Q4 2021: -2.1%

PERFORMANCE OF E-COMMERCE INCOME

	Q4 2021	Q1 2022
RM billion	290.3	278.2
YoY (%)	18.3	9.3
QoQ (%)	4.0	-4.2

Percentage change: Year-on-Year

Source: Quarterly Services Statistics, First Quarter 2022, Department of Statistics, Malaysia

DISTRIBUTIVE TRADE, Q1 2022

	Q1 2022	YoY		QoQ	
		Q4 2021	Q1 2022	Q4 2021	Q1 2022
Revenue	RM361.0b	5.1%	8.6%	17.8%	1.9%
Number of Persons Engaged	1.9m	2.7%	3.9%	2.3%	0.9%
Salaries & Wages	RM13.5b	3.6%	6.0%	3.8%	1.3%

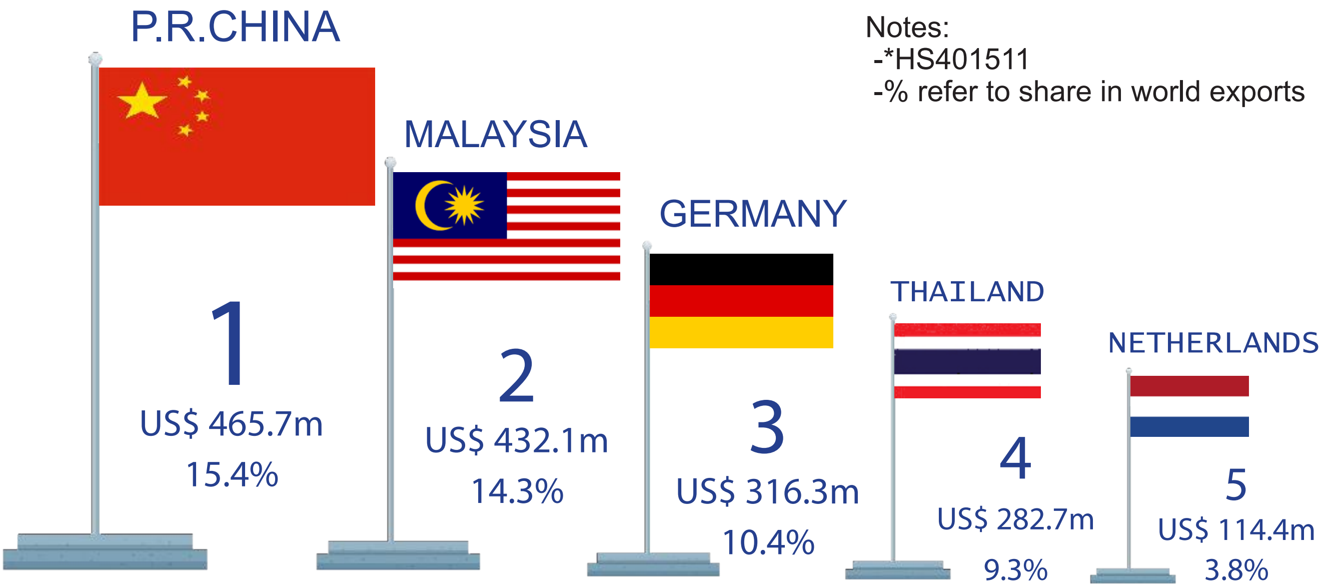
WHOLESALE TRADE ACTIVITY	RETAIL TRADE ACTIVITY	MOTOR VEHICLES ACTIVITY
SALES VALUE		
RM171.7b	RM147.6b	RM41.8b
Q1 2022: 6.8%	Q1 2022: 9.4%	Q1 2022: 13.0%
Q4 2021: 5.1%	Q4 2021: 5.0%	Q4 2021: 5.5%
MAIN GROUPS		
Other Specialised Wholesale	Retail Sale in Non-specialised Stores	Sale of Motor Vehicles
Q4 2021: 4.9% | Q1 2022: 6.0%	Q4 2021: 8.0% | Q1 2022: 14.0%	Q4 2021: 7.9% | Q1 2022: 9.6%
Wholesale of Household Goods	Retail Sale of Other Goods in Specialised Stores	Sale of Motor Vehicles Parts & Accessories
Q4 2021: 0.1% | Q1 2022: 4.4%	Q4 2021: -2.7% | Q1 2022: 4.7%	Q4 2021: -1.4% | Q1 2022: 24.6%
Wholesale of Food, Beverages & Tobacco	Retail Sale of Other Household Equipment in Specialised Stores	Maintenance & Repair of Motor Vehicles
Q4 2021: 9.9% | Q1 2022: 9.3%	Q4 2021: 4.2% | Q1 2022: 8.8%	Q4 2021: -1.0% | Q1 2022: 27.0%

Percentage change: Year-on-Year

Source: Quarterly Services Statistics, First Quarter 2022, Department of Statistics, Malaysia

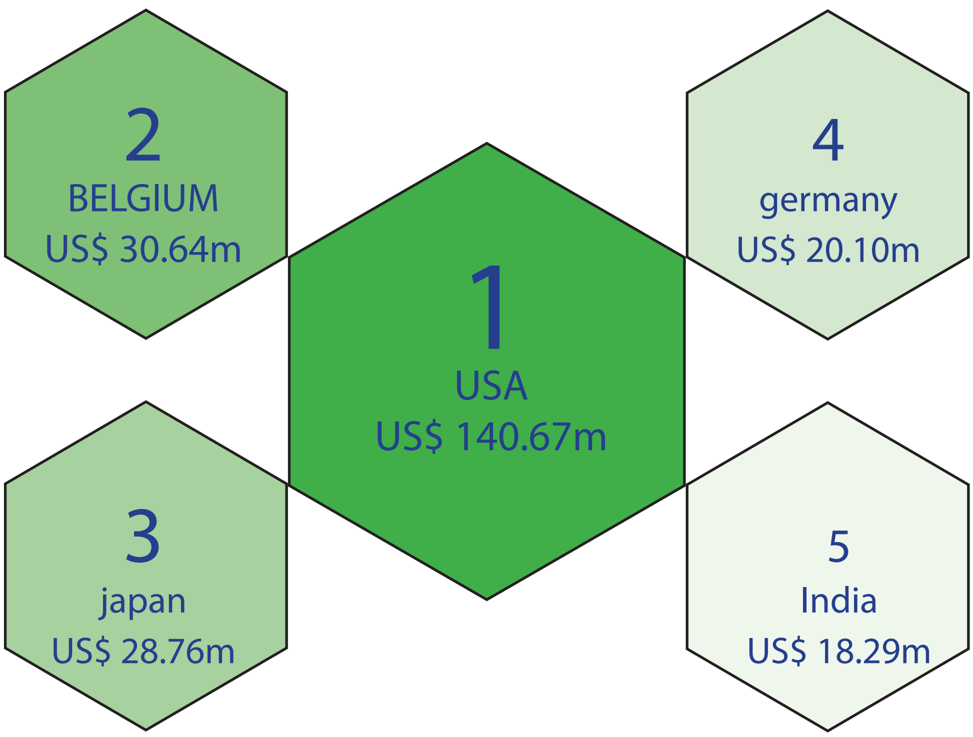
MALAYSIA AS SECOND LARGEST EXPORTERS IN THE WORLD OF SURGICAL GLOVES, OF VULCANISED RUBBER (EXCLUDING FINGERSTALLS)

In 2020, Malaysia's export of Surgical gloves, of vulcanised rubber (excluding fingerstalls) recorded US$ 432.1 million which was 14.3% share of the world exports.



Notes:
-*HS401511
-% refer to share in world exports

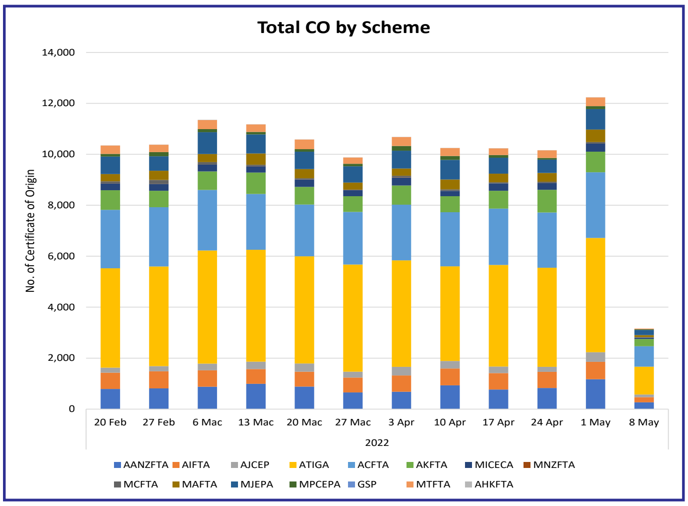
MALAYSIA'S TOP EXPORT DESTINATIONS



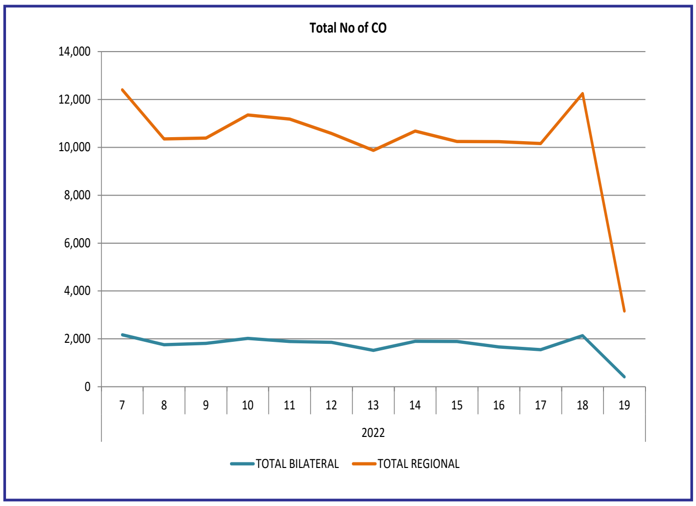
Source: https://www.trademap.org/index.aspx

Number and FOB Value of PCO as at 8 May 2022 Weekly / Monthly/ Annually

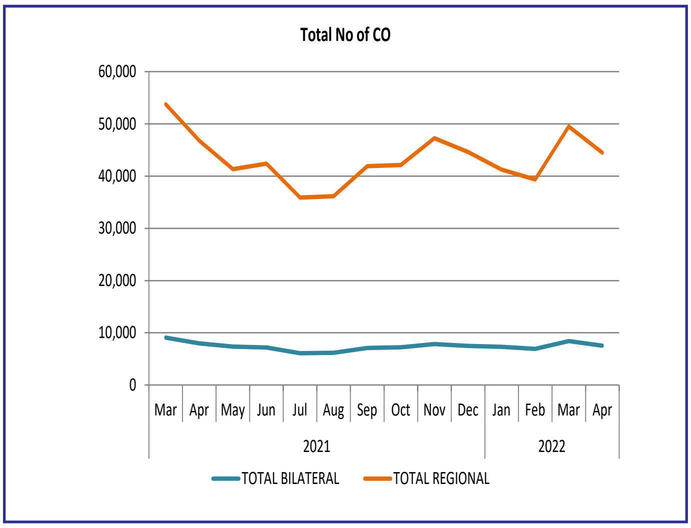
Weekly Total Scheme



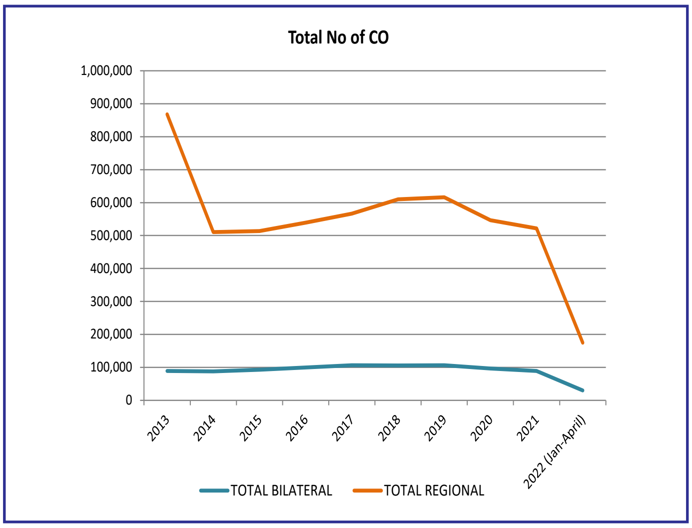
Weekly



Monthly

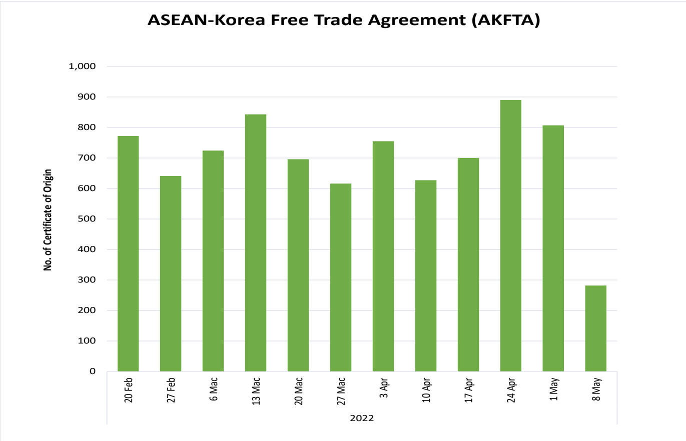


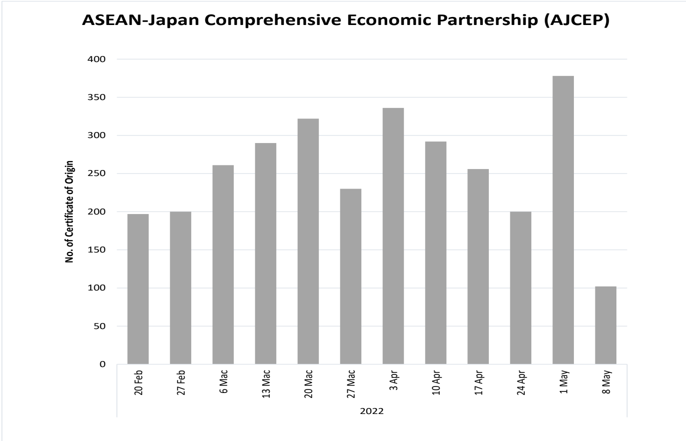
Annually

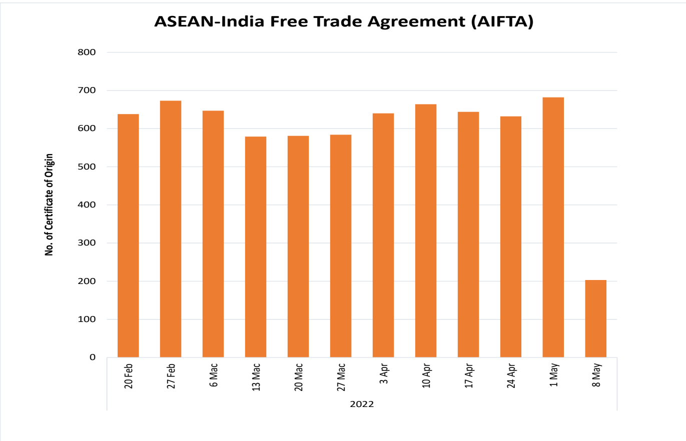


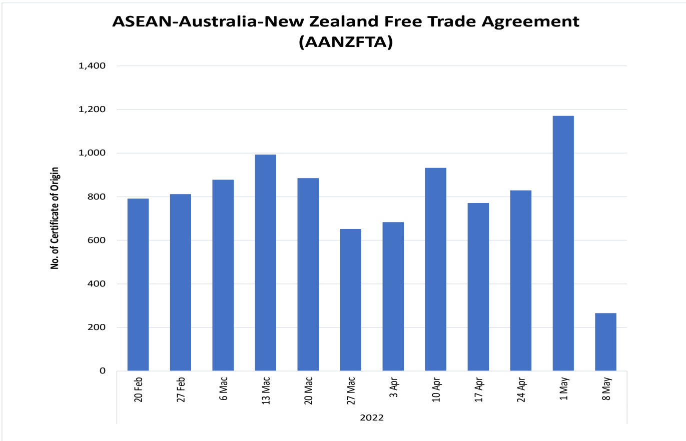
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

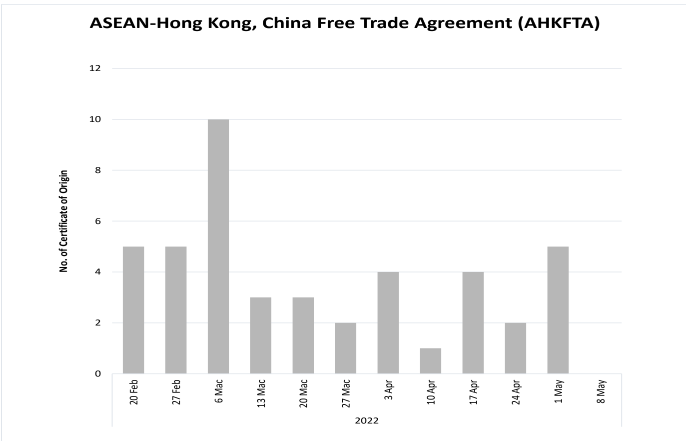
Regional FTA
Number of Preferential Certificates of Origin (PCOs) as at 8 May 2022





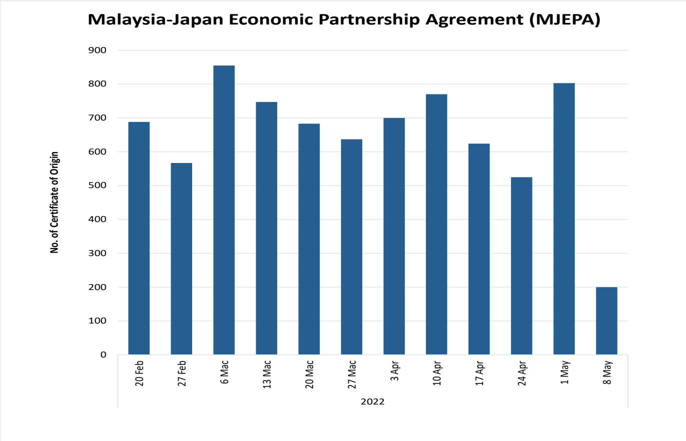


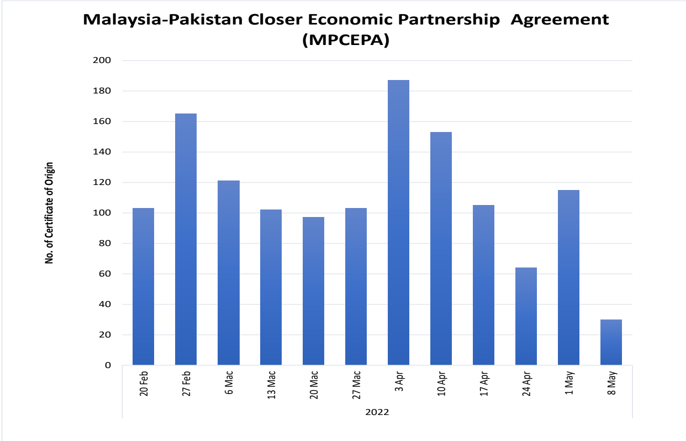


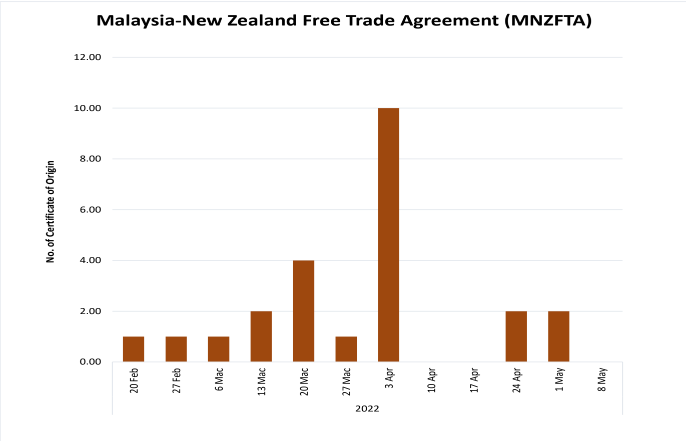


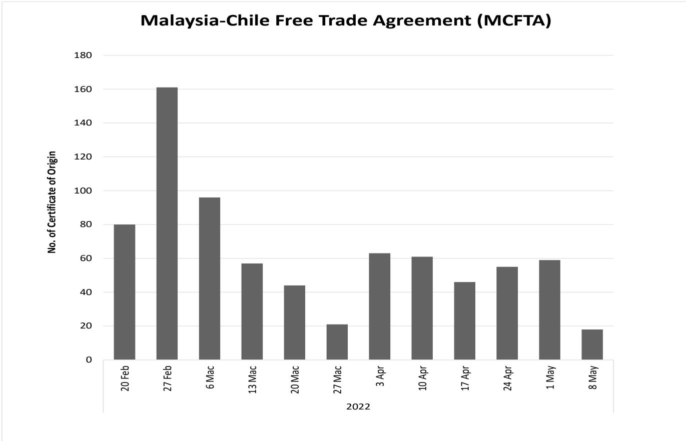
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

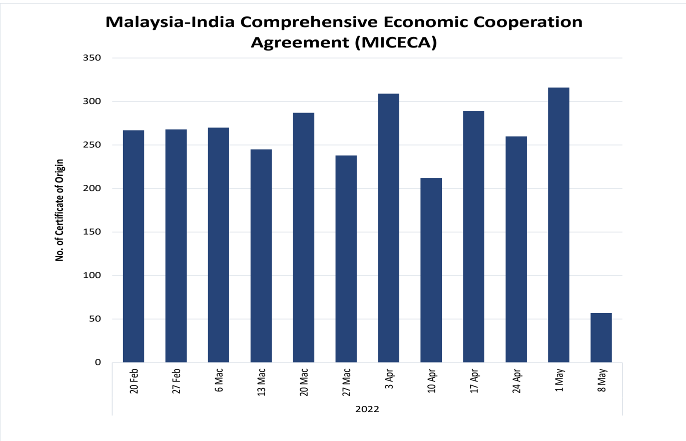
Bilateral FTA
Number of Preferential Certificates of Origin (PCOs) as at 8 May 2022

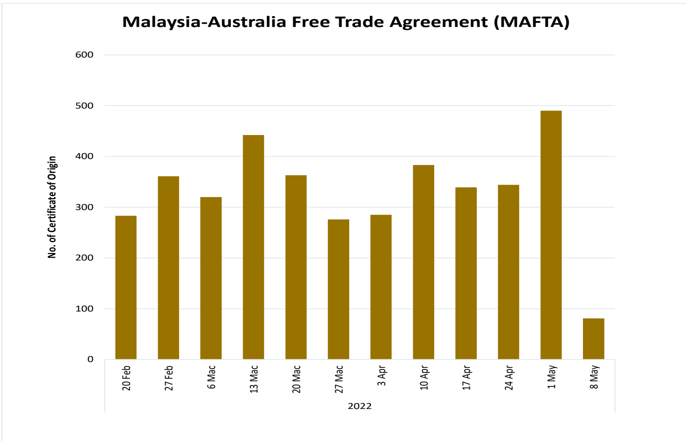


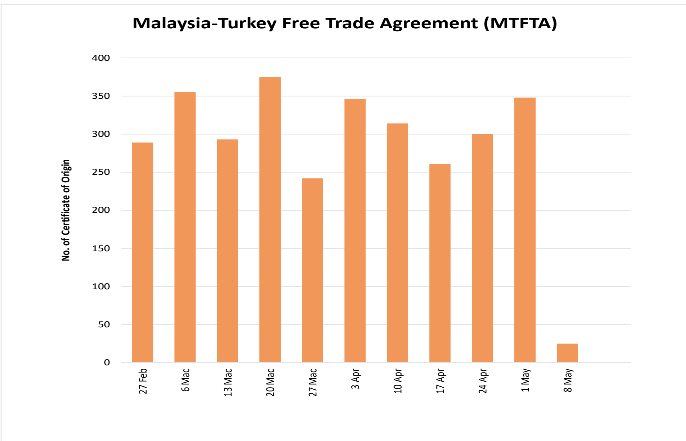








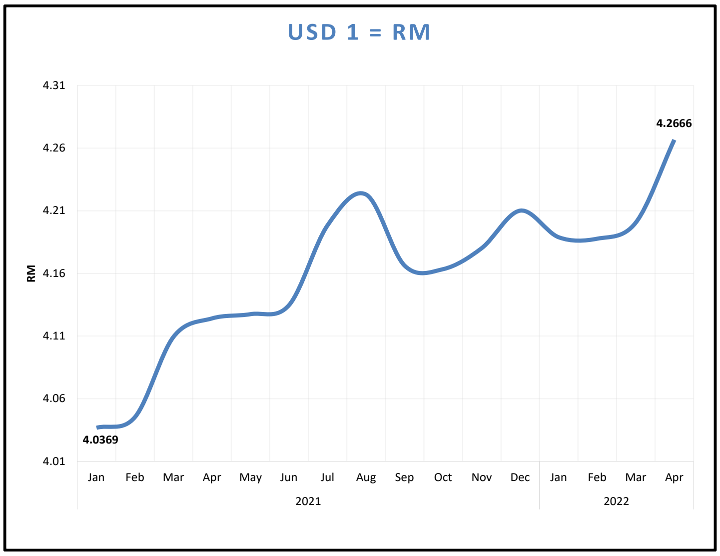




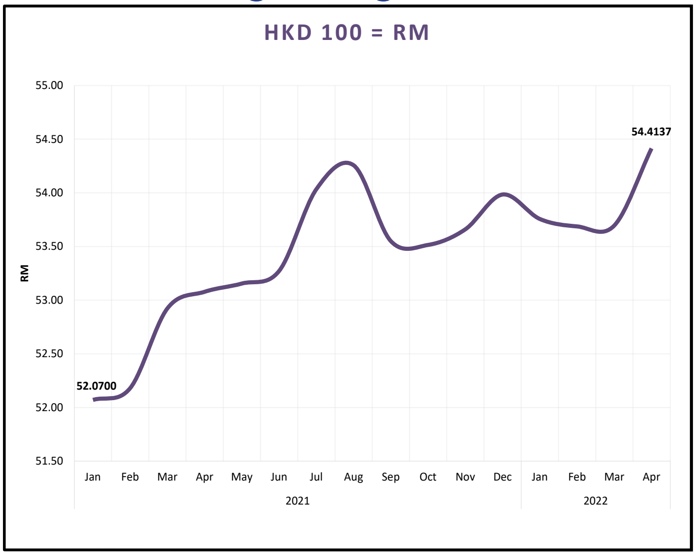
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

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

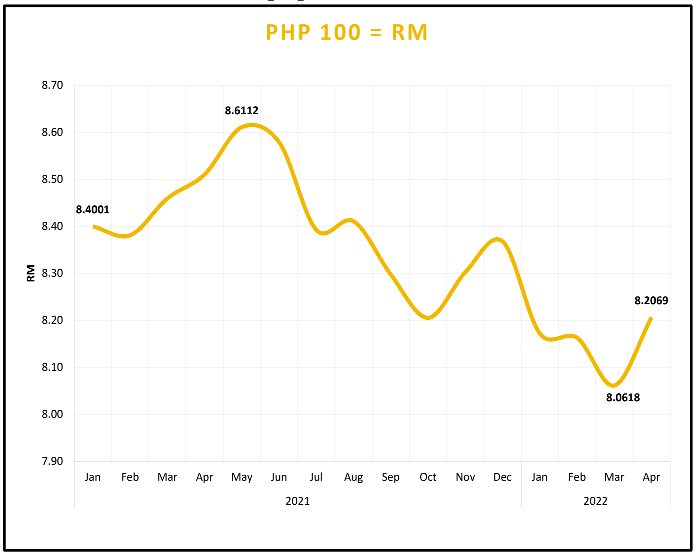
US Dollar



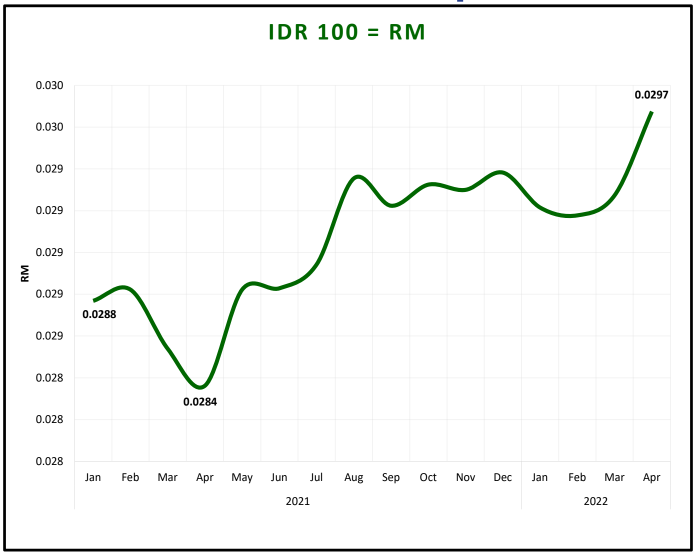
Hong Kong Dollar



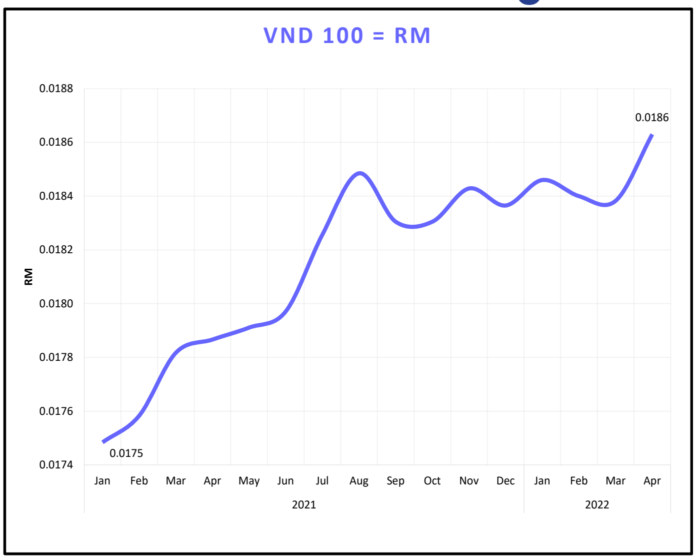
Philippine Peso



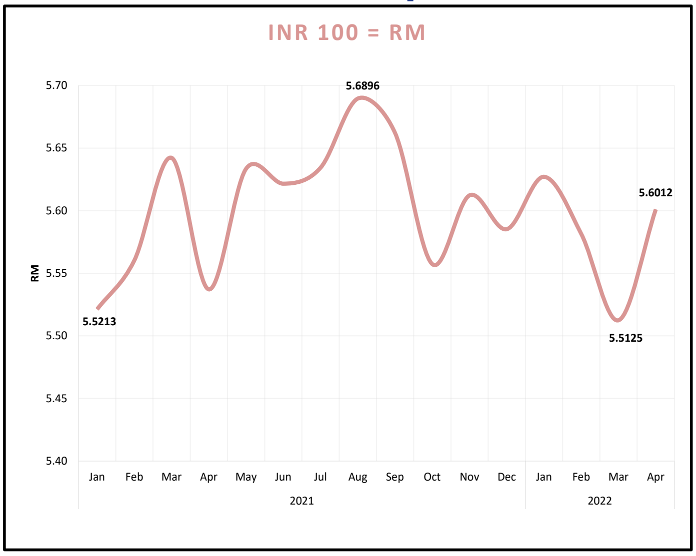
Indonesian Rupiah



Vietnamese Dong



Indian Rupee



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM (BRENT) -per bbl-

▼ 0.7%*
US$111.6
13 May 2022

Highest 2021/2022
25 Mac 2022 : US$120.7
22 Oct 2021 : US$85.5

7 Jan 2022 : US$81.8
15 Jan 2021 : US$55.1
Lowest 2021/2022

Average Price 2021 i : US$71.1

CRUDE PALM OIL -per MT-

▼ 3.2%*
US$1,569.6
13 May 2022

Highest 2021/2022
11 Mac 2022 : US$1,774.7
29 Oct 2021 : US$1,302.0

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

Average Price 2021 i : US$1,075.3

RUBBER SMR 20 -per MT-

▼ 1.0%*
US$1,592.5
13 May 2022

Average Price 2021 i : US$1,689.1

COCOA SMC 2 -per MT-

▼ 1.7%*
US$1,512.4
13 May 2022

Average Price 2021 i : US$1,505.9

SUGAR -per lbs-

▲ 0.1%*
US$19.2
13 May 2022

Average Price 2021 i : US$17.9

COAL -per MT-

▼ 0.2%*
US$319.0
13 May 2022

Average Price 2021 i : US$120.5

SCRAP IRON HMS -per MT-

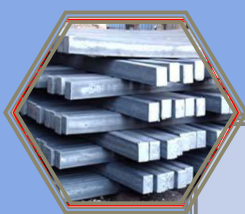
▼ 15.5%*
US$545.0
(high)

▼ 14.5%*
US$502.0
(low)

13 May 2022

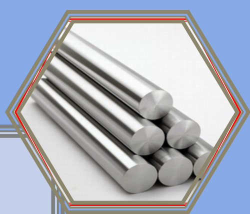
Average Price 2021 i : US$486.4 (high)
Average Price 2021 i : US$468.1 (low)

Domestic Prices
13 May 2022



Billets
(per MT)
RM3,280

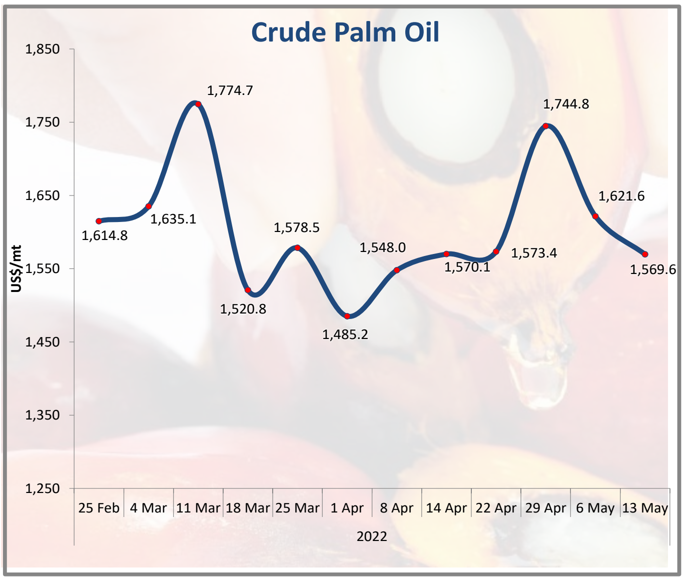
Steel Bars
(per MT)
RM3,400 – RM3,550

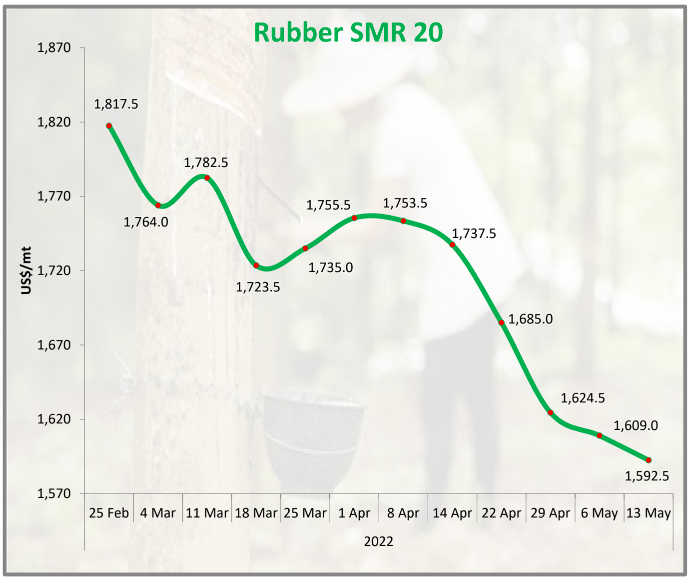


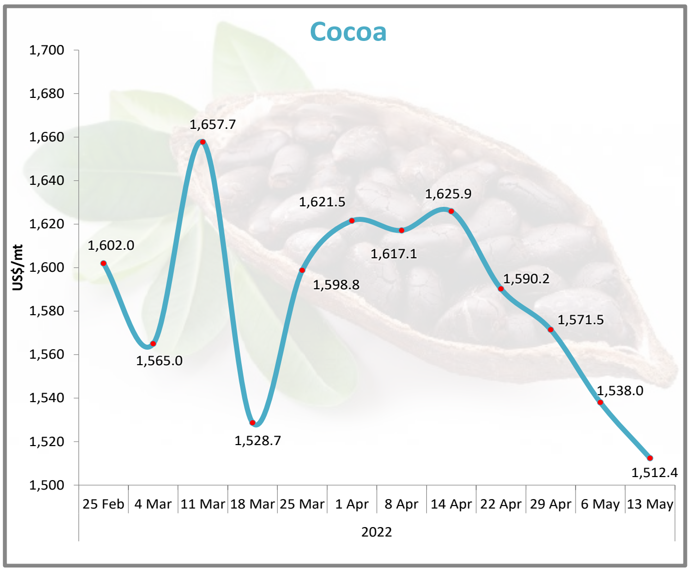
Notes: All figures have been rounded to the nearest decimal point
* Refer to % change from the previous week's price
i Average price in the year except otherwise indicated

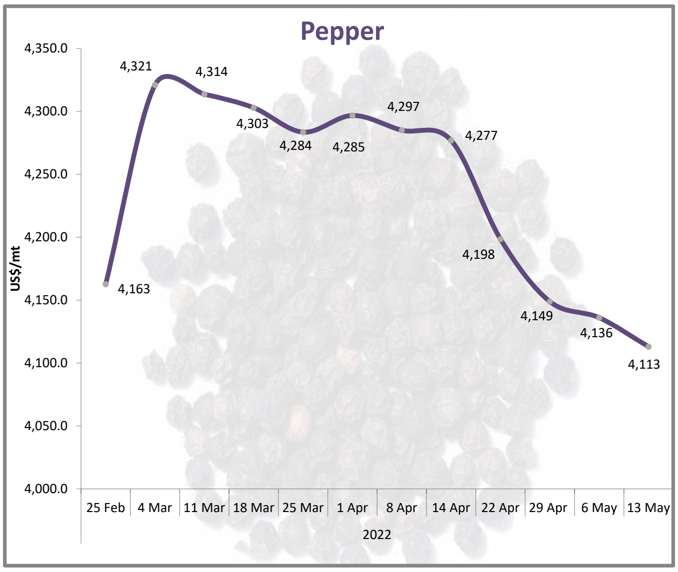
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

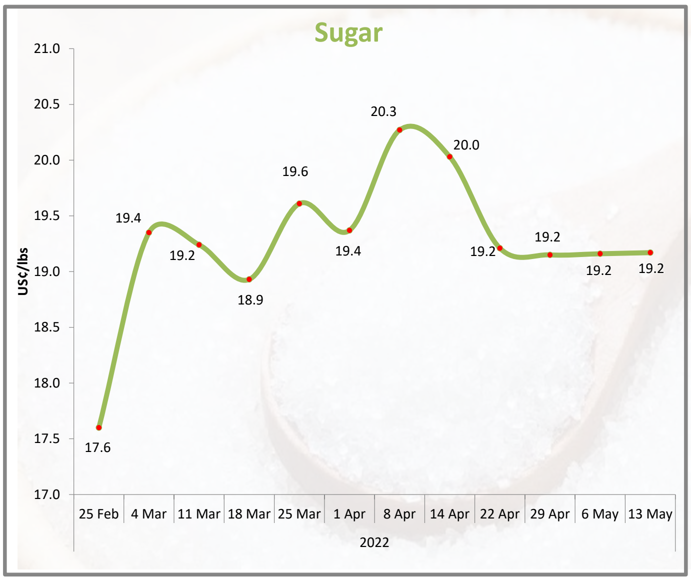
Commodity Price Trends

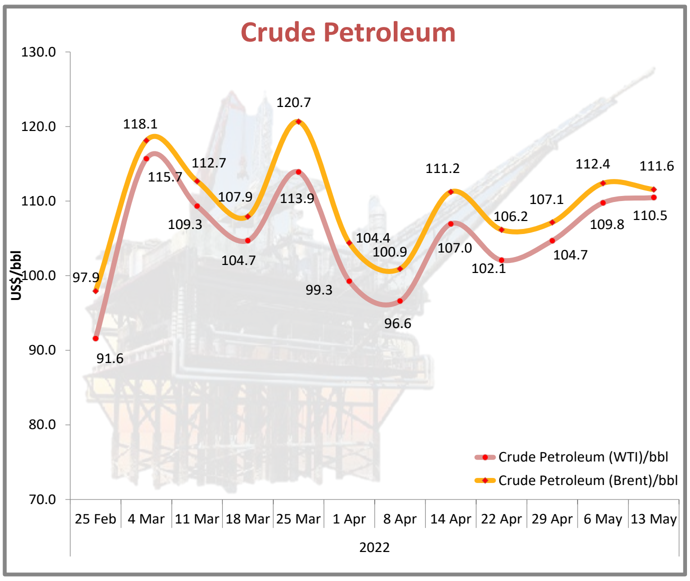






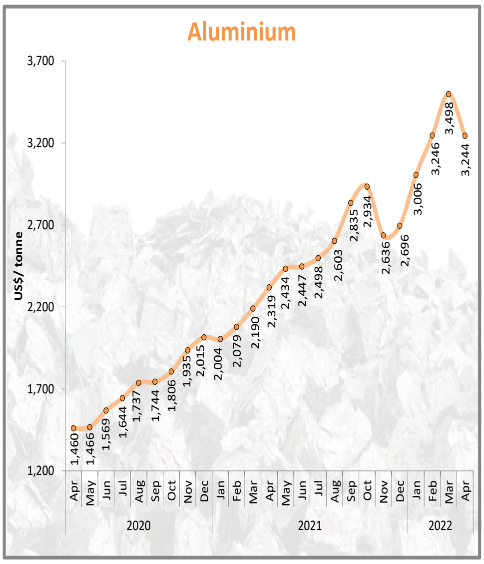


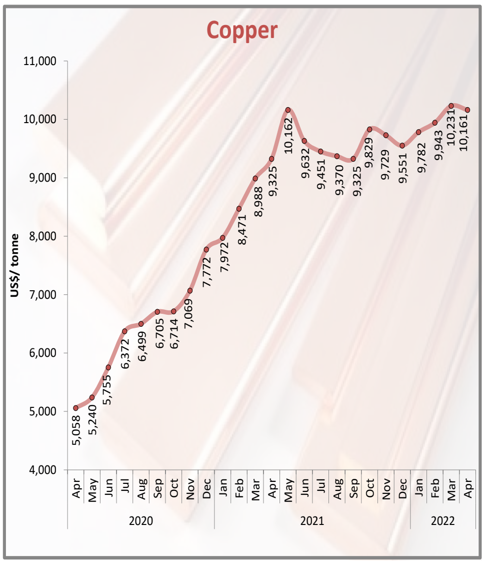


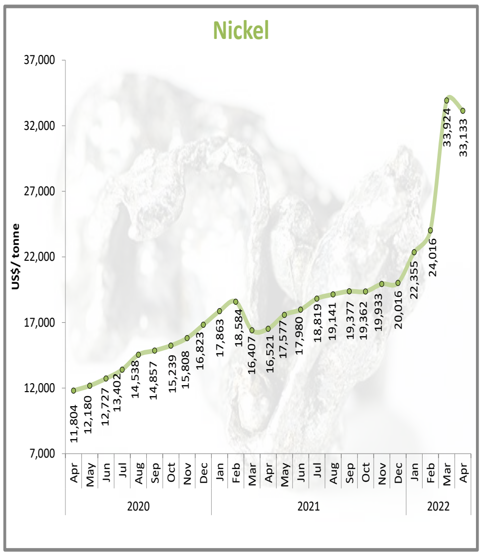


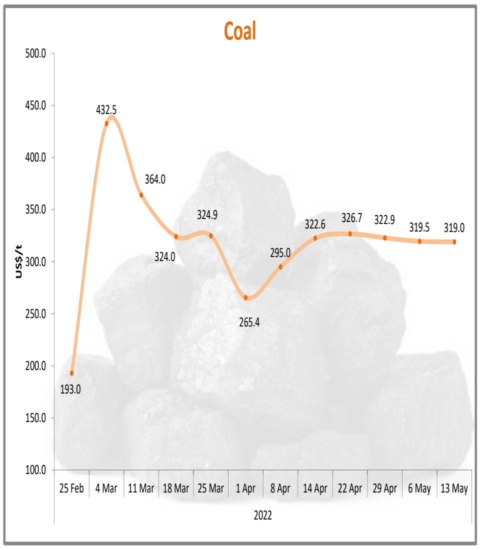
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

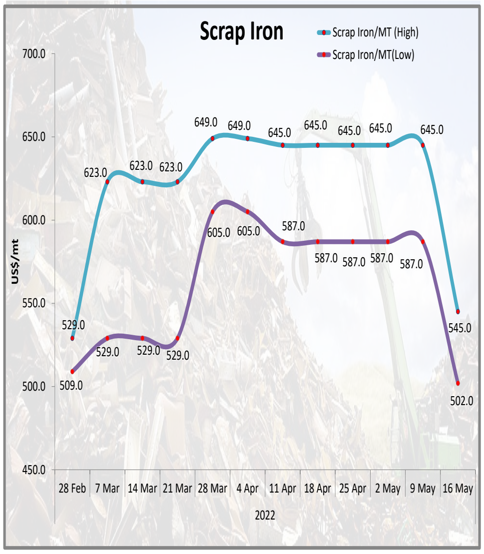
Commodity Price Trends

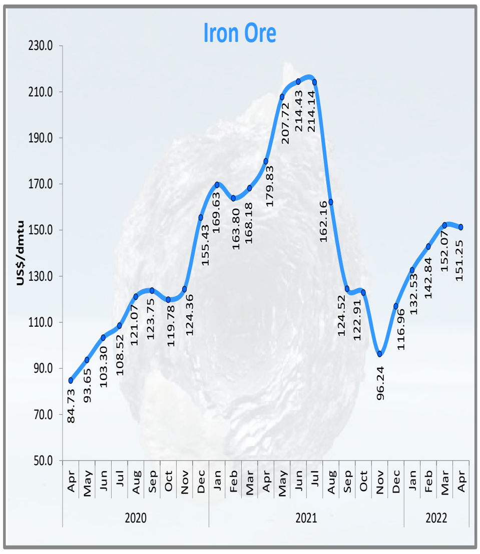


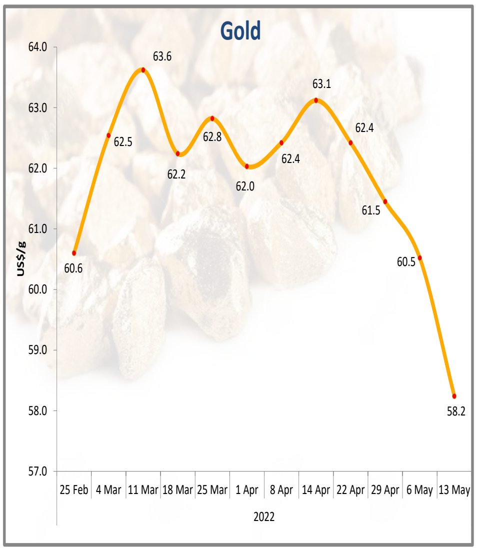


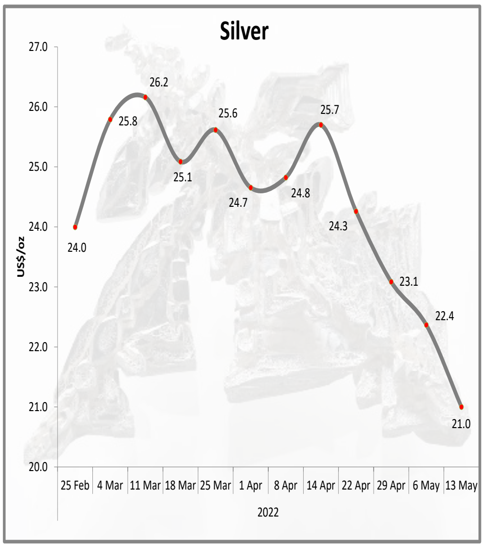


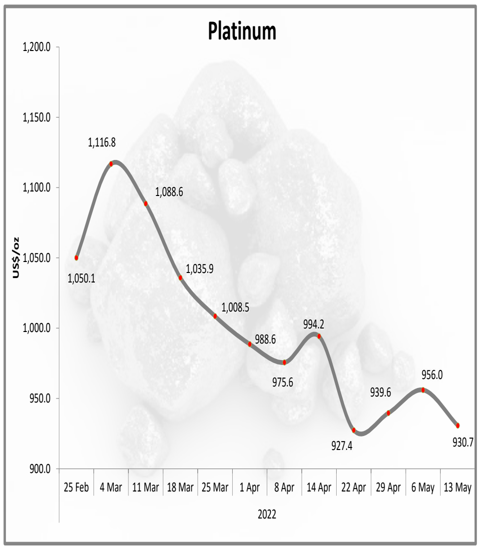












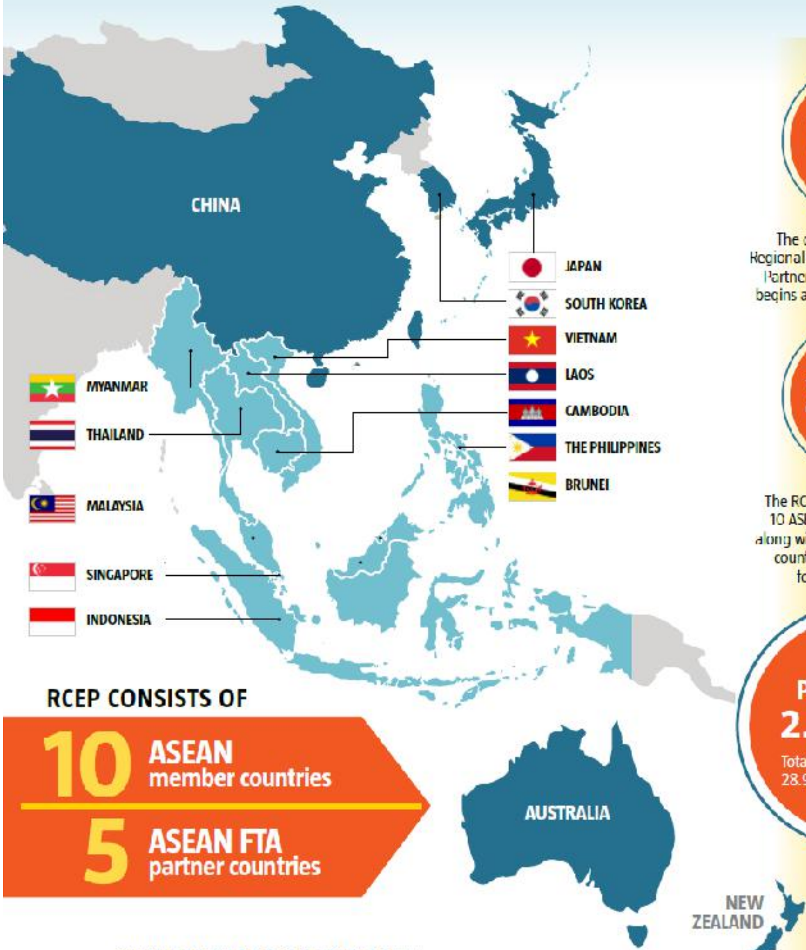
Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

ALL YOU NEED TO KNOW

RCEP

Regional Comprehensive Economic Partnership (RCEP)

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



2012

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

2020

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

Total Population 2.2 billion

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

RCEP CONSISTS OF

10 ASEAN member countries

5 ASEAN FTA partner countries

PRIMARY OBJECTIVES

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

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

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

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

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

KEY FEATURES OF THE RCEP

Trade In Goods

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

Trade In Services

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

Investment

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

Economic & Technical Cooperation

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

Protection Of Intellectual Property Rights

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

MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

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

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MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

INDUSTRY4WRD READINESS ASSESSMENT

Get your firm assessed. Be ready for Industry 4.0.

All you need to know about Industry4WRD RA

What is it?

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

Who is eligible?

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

What are the benefits?

- To identify areas of improvement in terms of people, process and technology.
- Receive comprehensive readiness report.
- Be entitled to apply for financial incentives.

Incentives for RA

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

Enquiries

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

Scan me

Process Flow

A FEW SIMPLE STEPS

Readiness Assessment

1. APPLY NOW! Apply online at www.miti.gov.my/industry4wrd
2. Evaluation by Committees
3. Onsite Assessment
4. Receive RA Report

Business Intervention

5. Develop Intervention Proposal
6. Apply for Financial Incentives
7. Implement the Intervention Plan

For more information, kindly click the following links:
https://www.miti.gov.my/index.php/pages/view/industry4WRD

Announcements

MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

MITI POCKET TALK 2022

TOPIC

- Introduction to FTAs
- Introduction to Preferential Certificate of Origin (PCO)
- Introduction to Strategic Trade Act 2010

DATE

- 23 February 2022
- 23 March 2022
- 27 April 2022
- 25 May 2022
- 22 June 2022
- 20 July 2022
- 24 August 2022
- 21 September 2022
- 19 October 2022
- 23 November 2022

Click here to register

For more information, please contact the Secretariat

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

MIDA MATRADE MPC midf MARii Malaysia Steel Institute SIRIM HDC EXIM BANK STANDARDS MALAYSIA InvestKL MRM MAJLIS PENGUKURAN KEBANGSAAN

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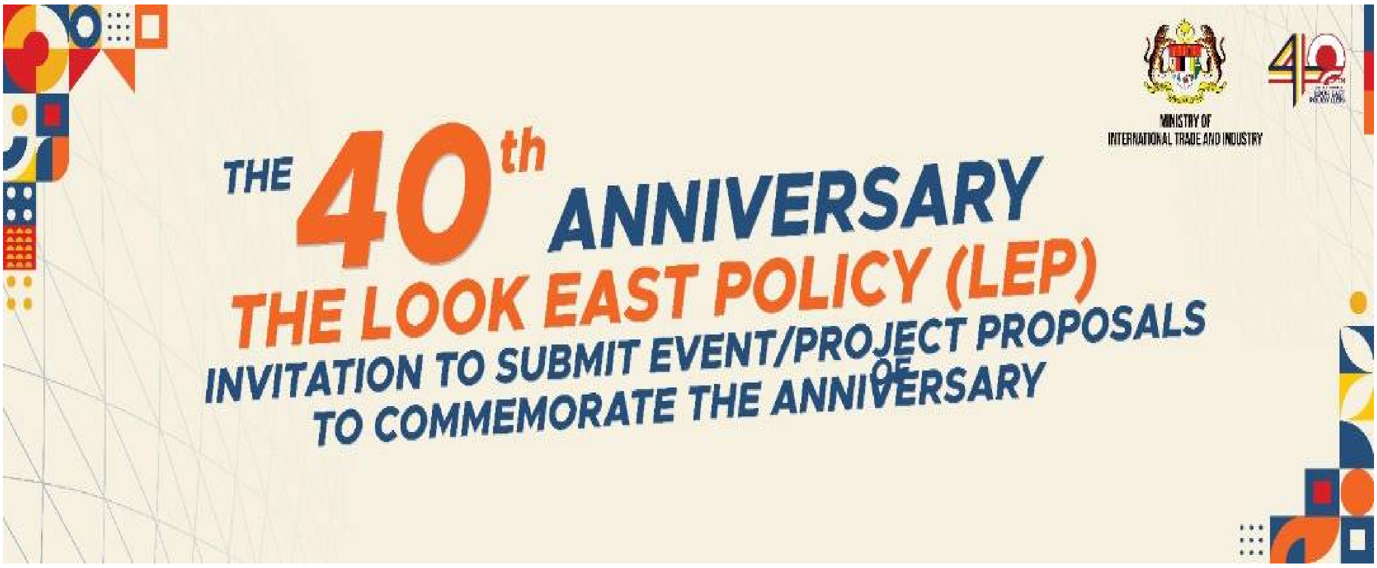
Announcements



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