MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

Weekly BULLETIN

VOLUME 692

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Malaysia Statistics

TRADE INDICES, APRIL 2022

Import prices in April 2022 increased at a faster pace, 2.4 per cent, drove Terms of Trade to a drop of 1.4 per cent

VALUE (RM BILLION)

Exports			
Mar' 22	131.6	▼ 3.1%	
Apr' 22P	127.5		

Imports			
Mar' 22	104.9	▼ 0.9%	
Apr' 22P	103.9		

EXPORTS

Unit Value Index ▲ 1.1%

- ▲ 7.6% Animal & Vegetable Oils & Fats
- ▲ 1.5% Machinery & Transport Equipment
- ▲ 1.2% Chemicals

Volume Index ▼ 4.1%

- Animal & Vegetable Oils & Fats ▼ 11.8%
- Machinery & Transport Equipment ▼ 10.7%
- Mineral Fuels ▼ 5.5%

IMPORTS

Unit Value Index ▲ 2.4%

- ▲ 11.4% Mineral Fuels
- ▲ 5.9% Animal & Vegetable Oils & Fats
- ▲ 1.1% Machinery & Transport Equipment

Volume Index ▼ 3.3%

- ▼ 14.2% Mineral Fuels
- ▼ 10.0% Miscellaneous Manufactured Articles
- ▼ 1.8% Machinery & Transport Equipment

TERMS OF TRADE ▼ 1.4%

- Mineral Fuels ▼ 12.1%
- Inedible Crude Materials ▼ 0.4%

All changes are based on month-on-month comparison.

Source : External Trade Indices, April 2022, Department of Statistics Malaysia (DOSM)

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Malaysia Statistics

CONSUMER PRICE INDEX, 2021

	2021	2020
Headline Inflation	2.5%	-1.2%
Core Inflation	0.7%	1.1%
Inflation without Fuel	1.2%	0.4%

INFLATION BY MAIN GROUP, 2020 AND 2021

	2021	2020
Food & Beverages	1.7%	1.3%
Alcoholic Beverages & Tobacco	0.5%	0.3%
Clothing & Footwear	-0.4%	-0.8%
Housing, Water, Electricity, Gas & Other Fuels	1.5%	-1.7%
Furnishings,House hold Equipment & Routine Household Maintenance	1.6%	0.3%
Health	0.4%	1.1%
Transport	11.0%	-10.0%
Communication	0.0%	1.1%
Recreation Services & Culture	0.4%	0.4%
Education	0.2%	1.0%
Restaurants & Hotels	0.4%	0.5%
Miscellaneous Goods & Services	0.5%	2.7%

INFLATION OF URBAN & RURAL AREA, 2020 AND 2021

	2021	2020
Urban	2.4%	-1.1%
Rural	2.6%	-1.5%

INFLATION FOR SUBGROUP FOOD & BEVERAGES, 2020 AND 2021

	2021	2020
Food at Home	2.1%	1.0%
Rice, Bread & Other Cerels	0.5%	0.8%
Meat	3.2%	1.0%
Fish & Seafood	3.1%	0.7%
Milk, Cheese & Eggs	2.3%	-1.9%
Food Away from Home	1.4%	1.7%
Oils & Fats	3.3%	1.3%
Fruits	0.8%	1.0%
Vegetables	2.1%	4.1%
Sugar, Jam, Honey, Chocolate & Confectionery	0.3%	-0.6%

Notes : 2021 2020

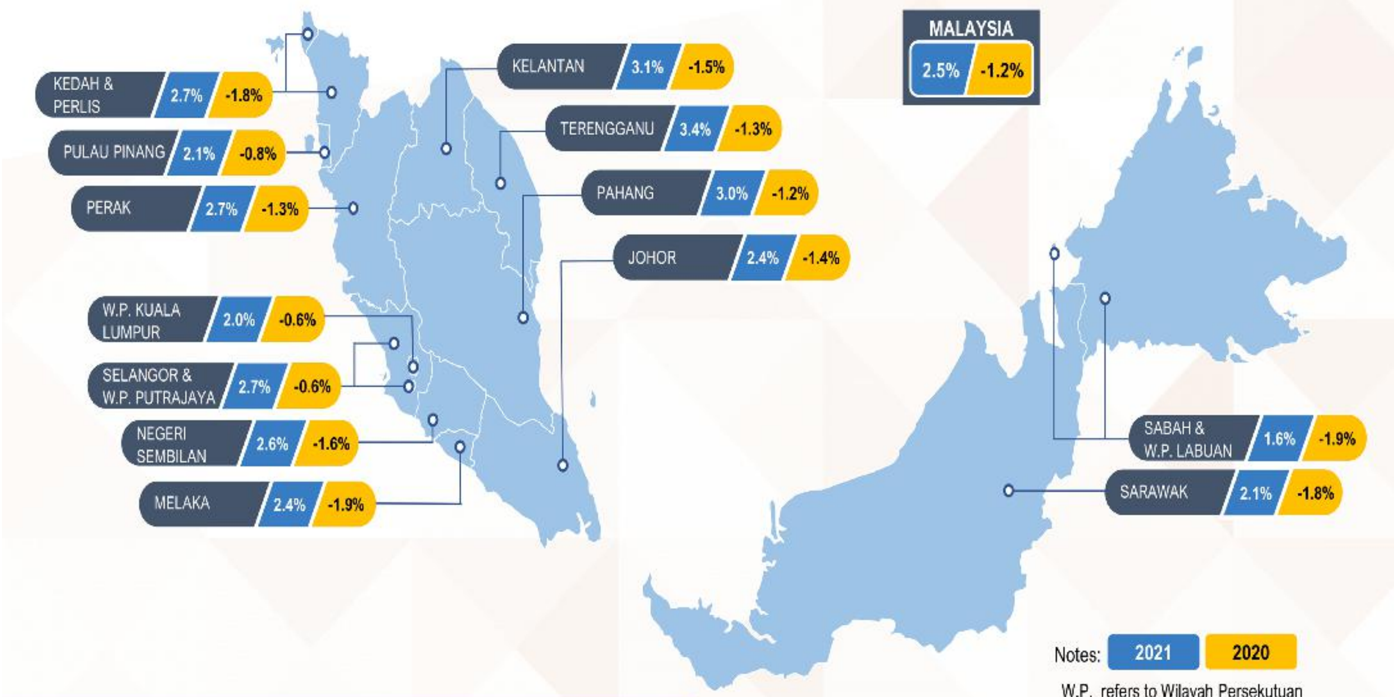
Source: Malaysia's Consumer Price Index (2010=100), Department of Statistics Malaysia (DOSM)

Percentage Change: Year-on-Year

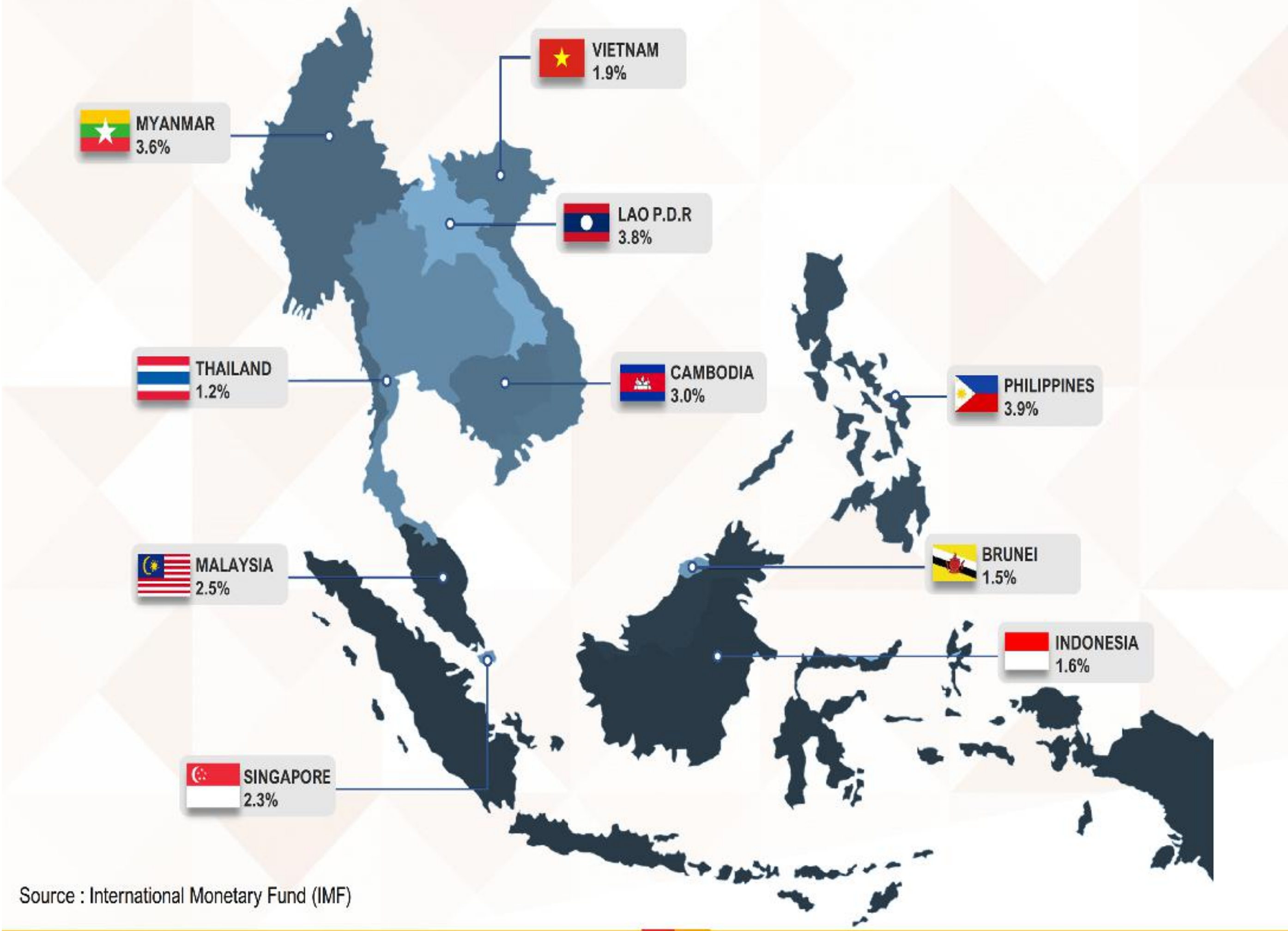
Malaysia Statistics

CONSUMER PRICE INDEX, 2021

INFLATION BY STATE, 2020 AND 2021



INFLATION OF ASEAN COUNTRIES, 2021



Source : International Monetary Fund (IMF)

Source: Malaysia's Consumer Price Index (2010=100), Department of Statistics Malaysia (DOSM)

Percentage Change: Year-on-Year

PRODUCER PRICE INDEX, APRIL 2022

PPI LOCAL PRODUCTION APRIL 2022

11.0% Mar 2022: 11.6% year-on-year

0.2% Mar 2022: 2.4% month-on-month

PPI BY SECTOR

Sector	Year-on-year	Month-on-month
Agriculture, Forestry & Fishing	18.0% (Mar 2022: 24.9%)	-2.9% (Mar 2022: 8.6%)
Mining	18.4% (Mar 2022: 28.2%)	-6.6% (Mar 2022: 5.0%)
Manufacturing	9.8% (Mar 2022: 8.9%)	1.4% (Mar 2022: 1.5%)
Electricity & Gas Supply	0.6% (Mar 2022: 0.2%)	0.7% (Mar 2022: 0.2%)
Water Supply	1.2% (Mar 2022: 1.7%)	0.2% (Mar 2022: 0.1%)

PPI BY STAGE OF PROCESSING

1. Crude materials for further processing: 17.1% (Mar 2022: 23.3%); -3.5%
2. Intermediate materials, supplies & components: 13.1% (Mar 2022: 12.5%); 1.8%
3. Finished goods: 1.1% (Mar 2022: 0.4%); 0.3%

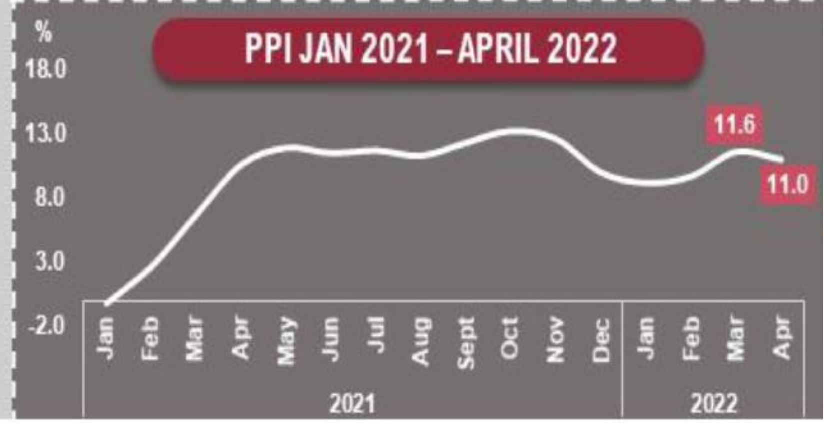
Source: Producer Price Index (2010=100) Local Production, Department of Statistics Malaysia (DOSM)

PPI OF SELECTED COUNTRIES

- United Kingdom: 14.0% (Mar 2022: 11.9%)
- P.R. China: 8.0% (Mar 2022: 8.3%)
- United States of America: 11.0% (Mar 2022: 11.5%)
- Republic of Korea: 9.2% (Mar 2022: 9.0%)
- Japan: 10.0% (Mar 2022: 9.5%)
- Thailand: 12.8% (Mar 2022: 11.4%)

Source: tradingeconomics.com

PPI JAN 2021 – APRIL 2022



Malaysia Statistics

WORLD LARGEST EXPORTER OF CRUDE PALM OIL

In 2021, Malaysia's export of Crude palm oil recorded US$ 5.0 billion which was 43.9% share of the world exports.

1 MALAYSIA
US$ 5.0B
43.9%

2 INDONESIA
US$ 2.7B
23.9%

3 PAPUA NEW GUINEA
US$ 0.7B
6.6%

4 THAILAND
US$ 0.6B
5.6%

5 GUATEMALA
US$ 0.6B
5.5%

Notes:
- *HS151110
- % refer to share in world exports

MALAYSIA'S TOP EXPORT DESTINATIONS

1 India
US$ 701.54m

2 Netherlands
US$ 679.59m

3 Kenya
US$ 121.61m

4 Italy
US$ 41.47m

5 Pakistan
US$ 35.64m

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

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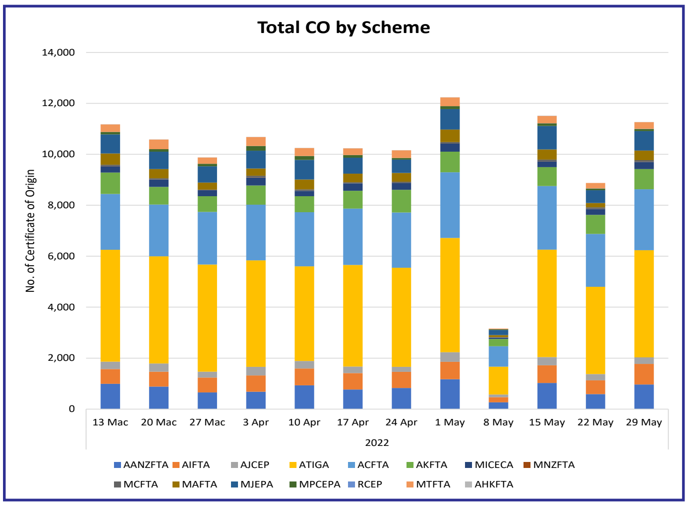
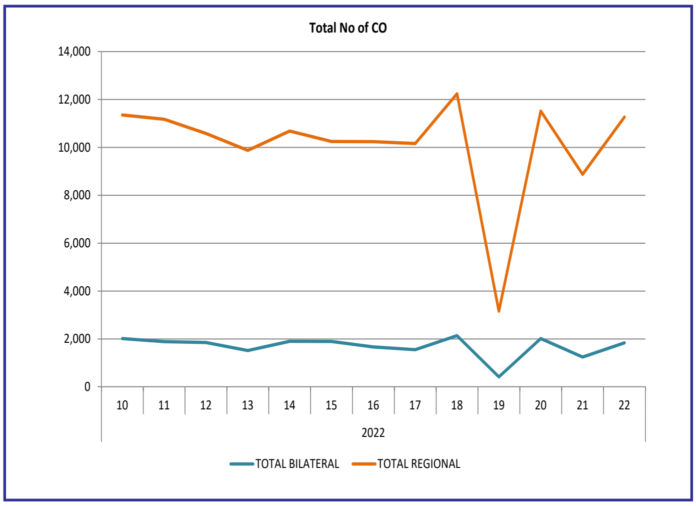
Number and FOB Value of PCO as at 29 May 2022
Weekly / Monthly/ Annually

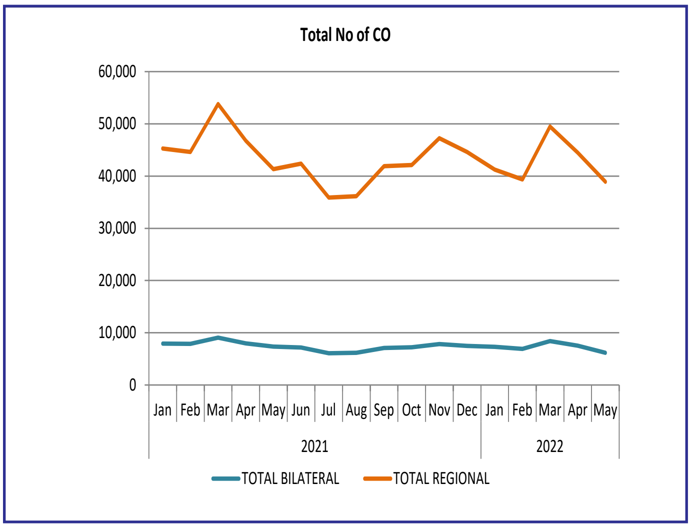
Weekly Total Scheme



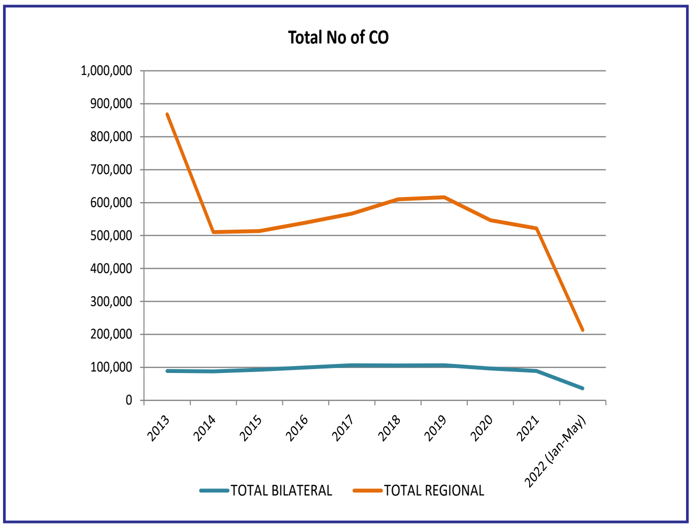
Weekly



Monthly

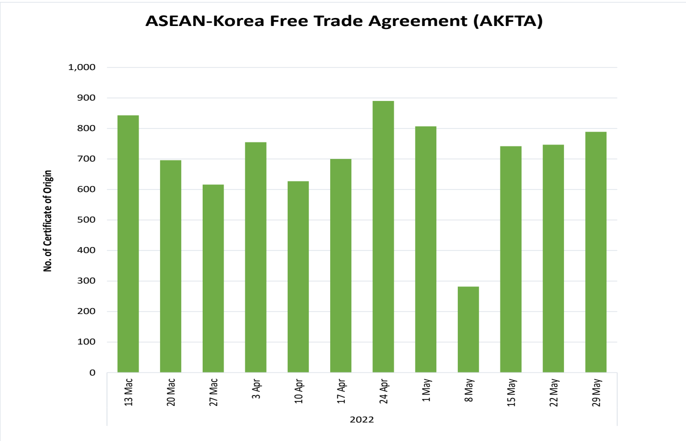


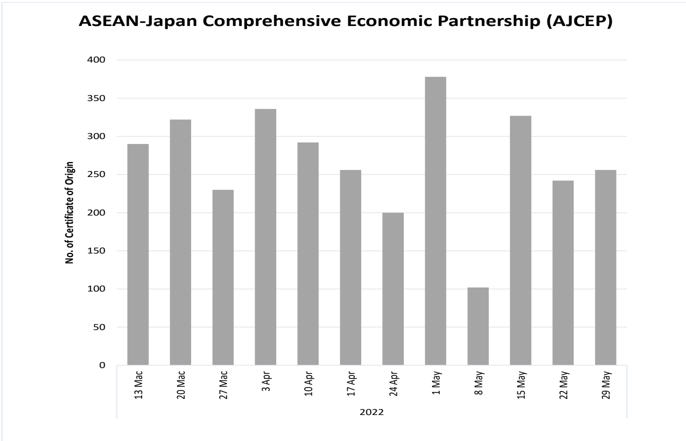
Annually

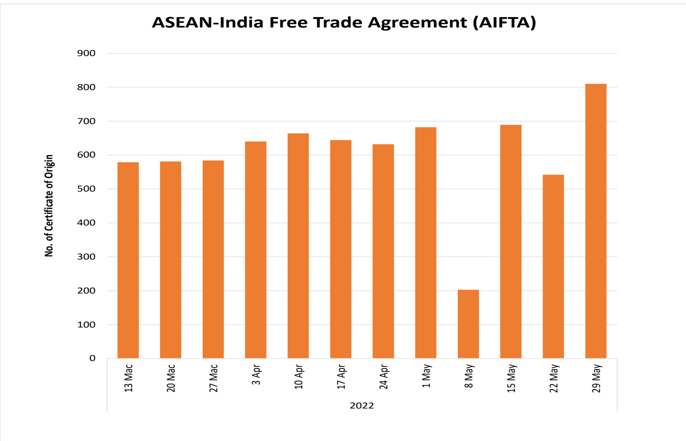


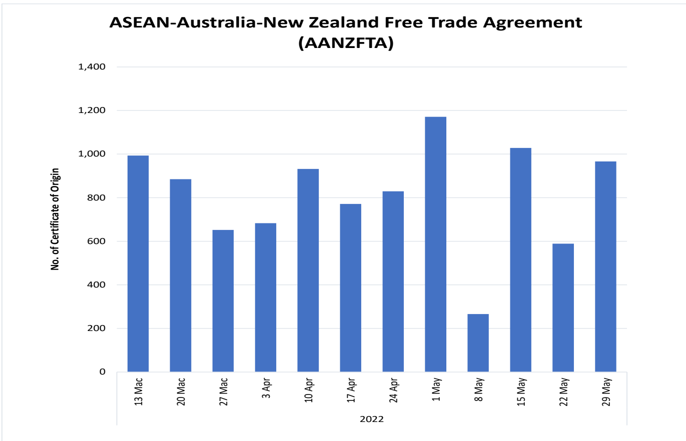
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

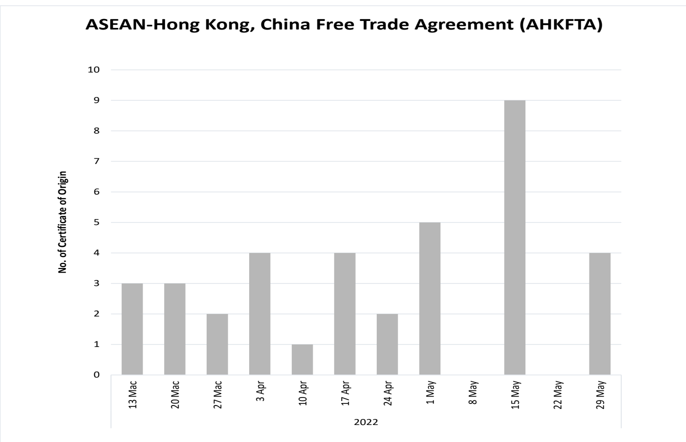
Regional FTA
Number of Preferential Certificates of Origin (PCOs) as at 29 May 2022

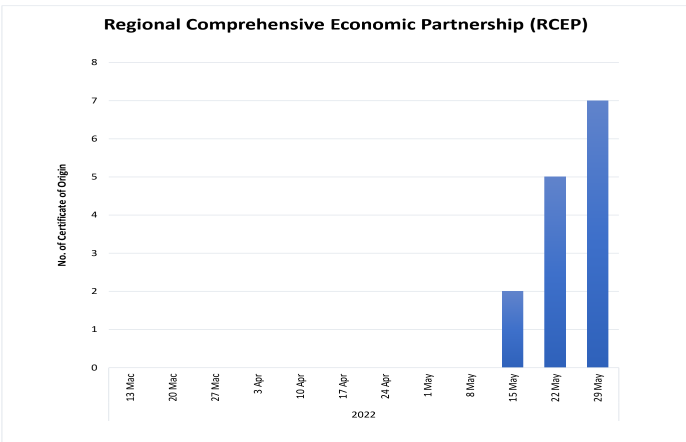






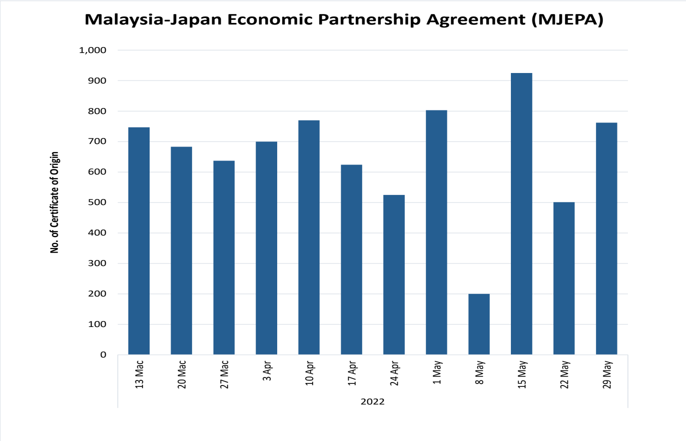


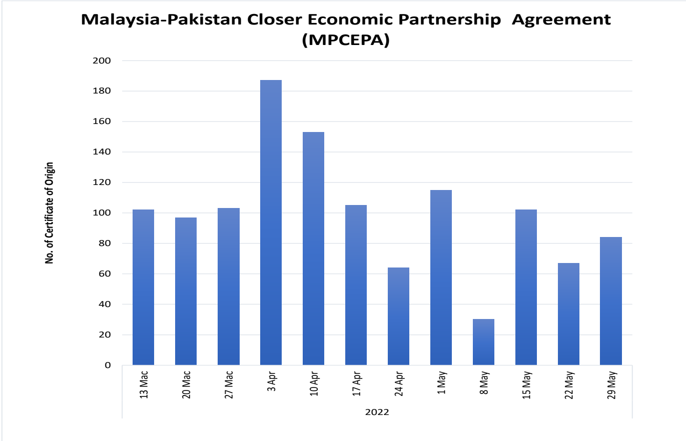


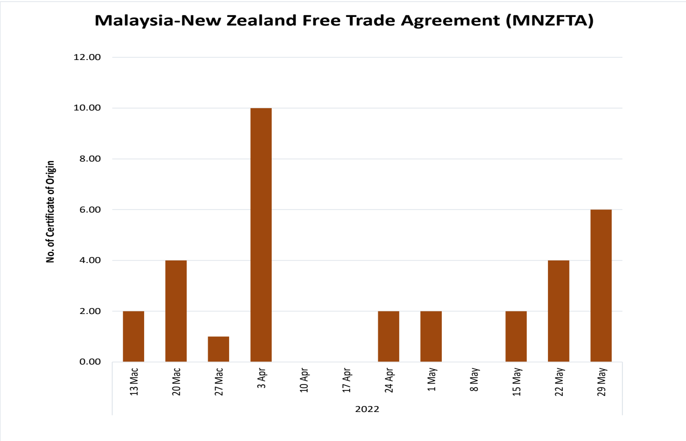


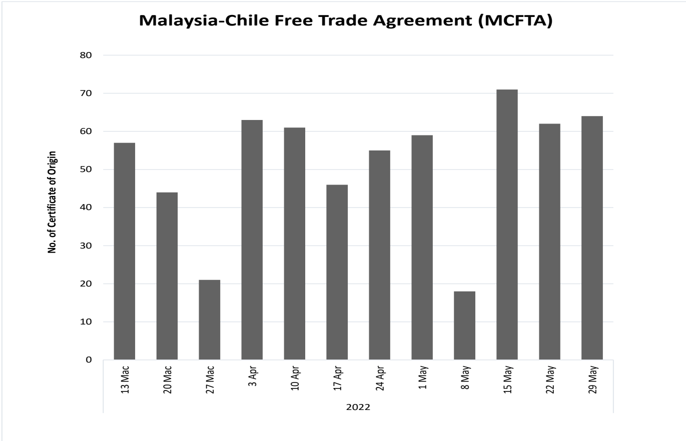
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

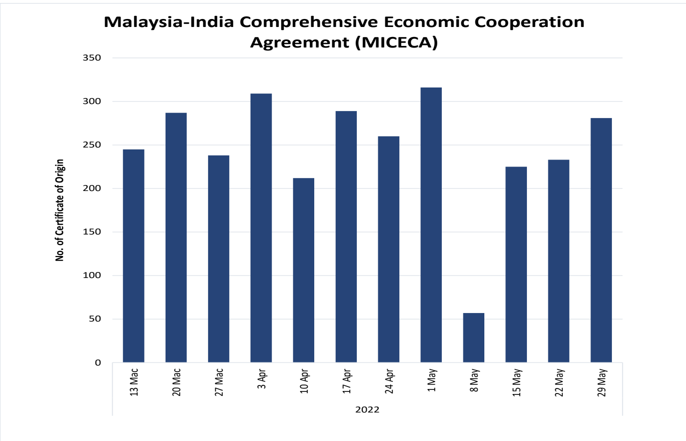
Bilateral FTA
Number of Preferential Certificates of Origin (PCOs) as at 29 May 2022

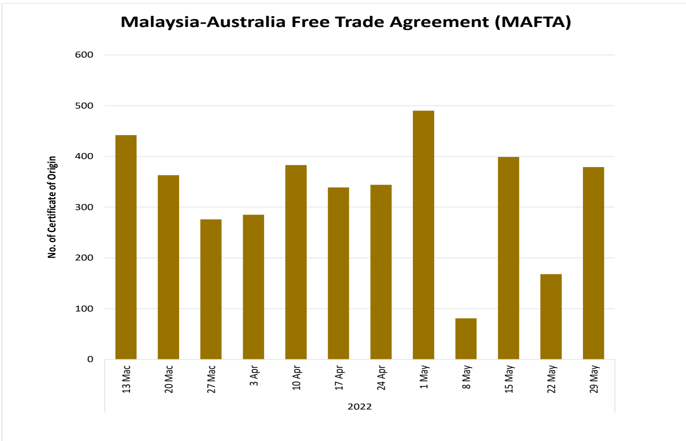


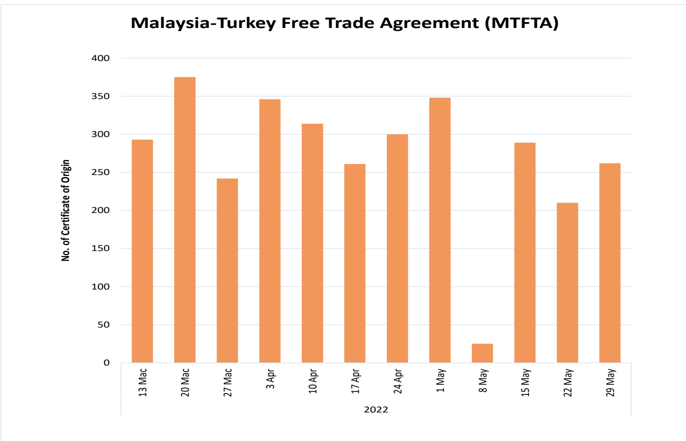










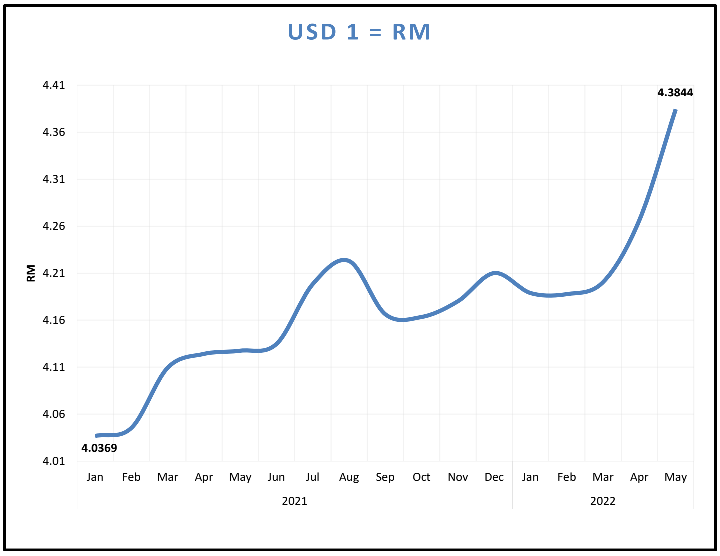


Note: *Provisional Data

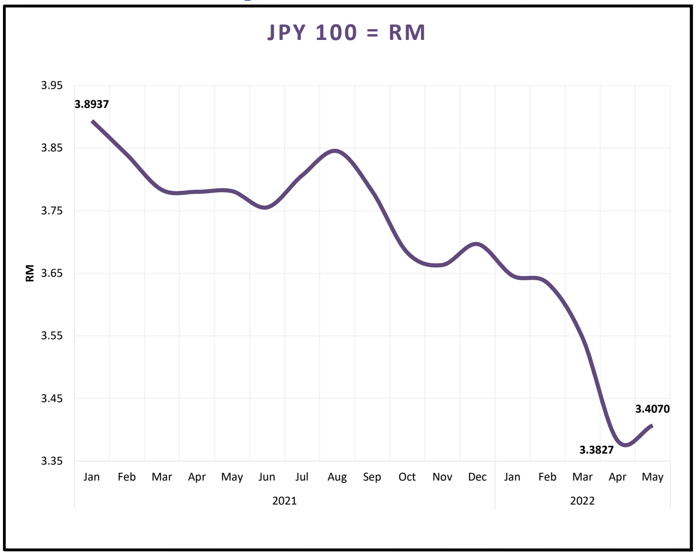
Source: Ministry of International Trade and Industry, Malaysia

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

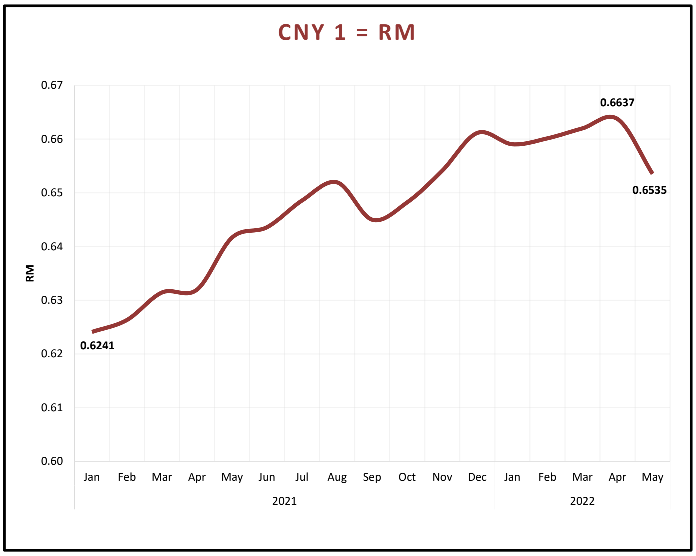
US Dollar



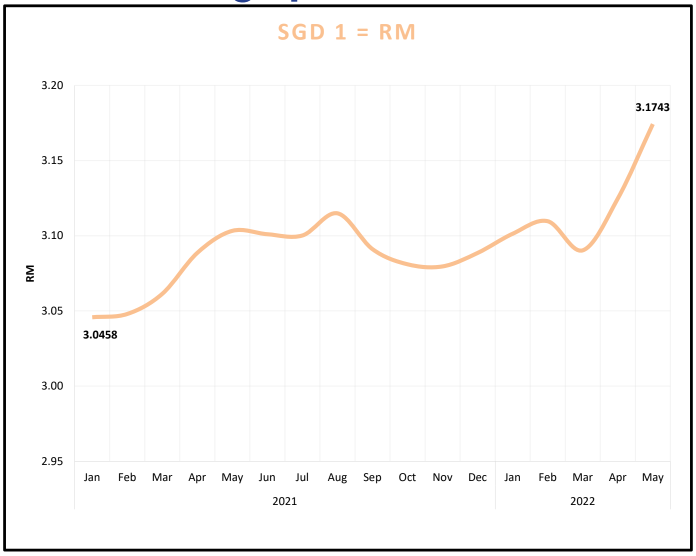
Japanese Yen



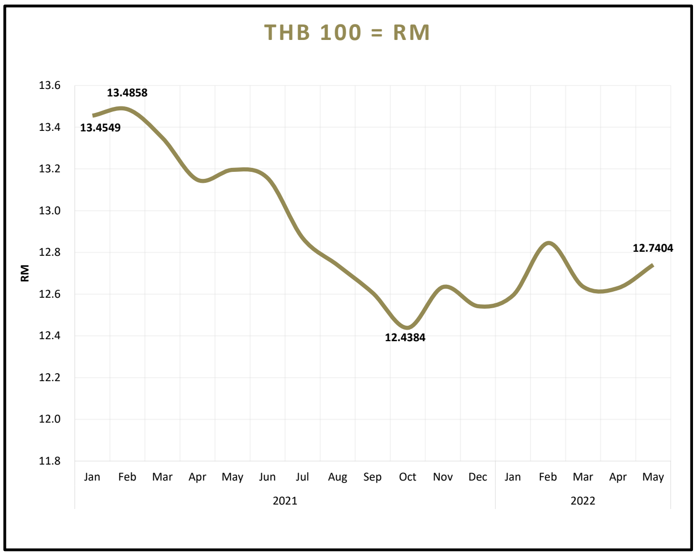
Chinese Yuan



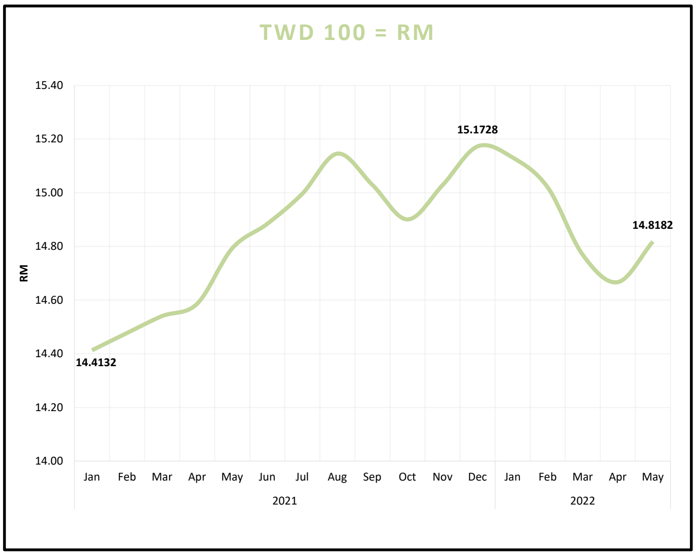
Singapore Dollar



Thai Baht



New Taiwan Dollar



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM (BRENT) -per bbl-

▲ 0.2%*
US$119.7
3 Jun 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-

▼ 4.7%*
US$1,542.6
3 Jun 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-

▲ 1.8%*
US$1,690.5
3 Jun 2022

Average Price 2021 [i]: US$1,689.1

COCOA SMC 2 -per MT-

▲ 3.3%*
US$1,573.2
3 Jun 2022

Average Price 2021 [i]: US$1,505.9

SUGAR -per lbs-

▼ 0.3%*
US$19.6
3 Jun 2022

Average Price 2021 [i]: US$17.9

COAL -per MT-

▼ 0.8%*
US$327.2
3 Jun 2022

Average Price 2021 [i]: US$120.5

SCRAP IRON HMS -per MT-

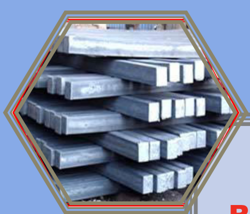
⊜ %*	⊜ %*
US$496.0 (high)	US$445.0 (low)

7 Jun 2022

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

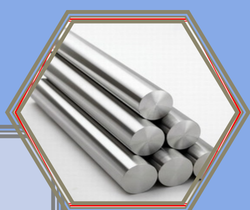
Domestic Prices

7 Jun 2022



Billets
(per MT)
RM3,080 – RM3,170

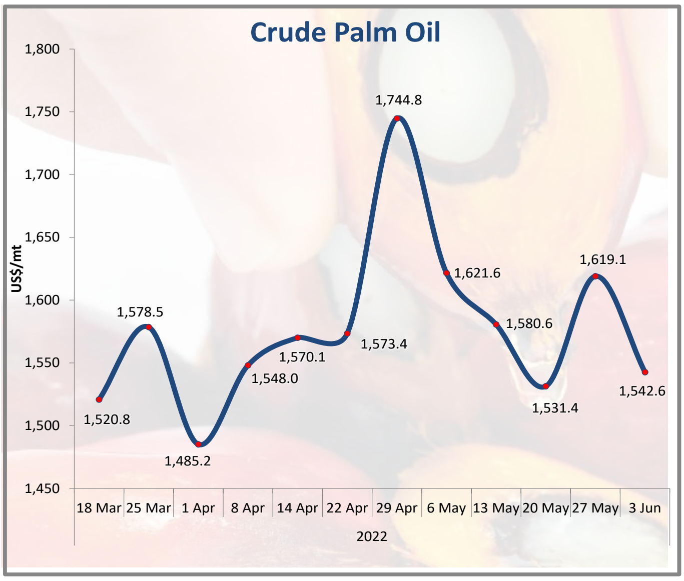
Steel Bars
(per MT)
RM3,200 – RM3,350

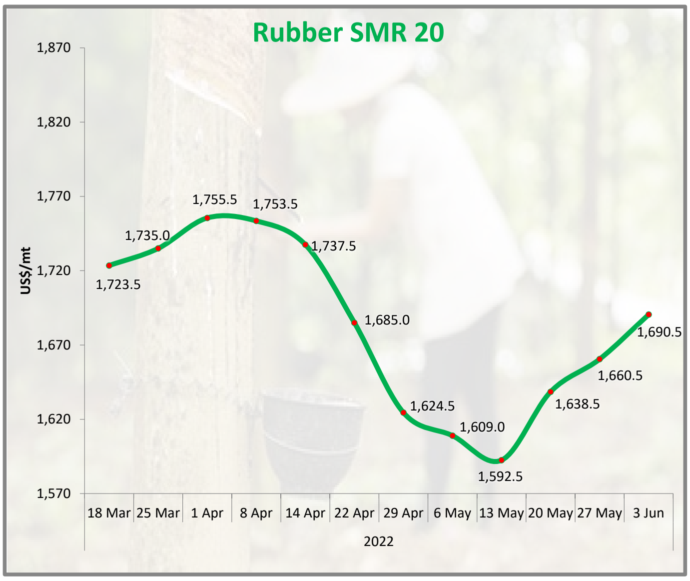


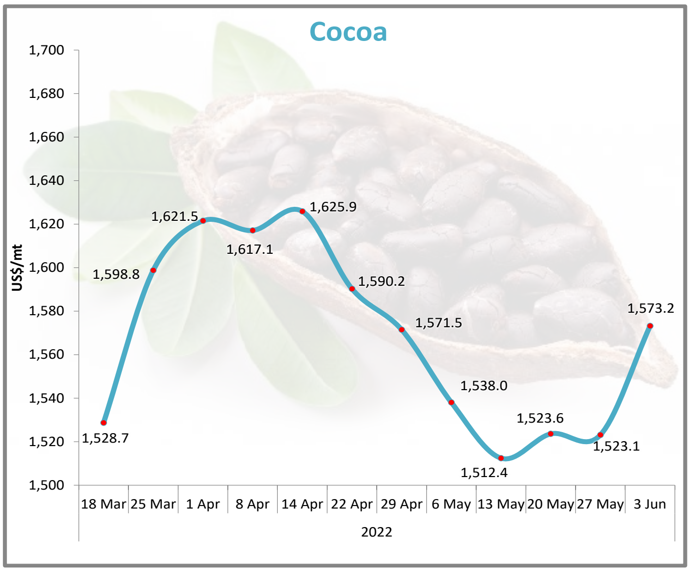
Notes: All figures have been rounded to the nearest decimal point
* Refer to % change from the previous week's price
i Average price in the year except otherwise indicated

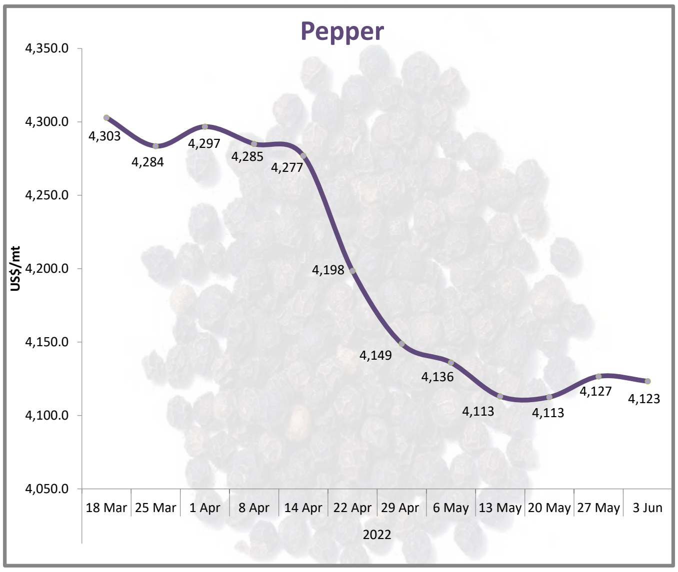
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

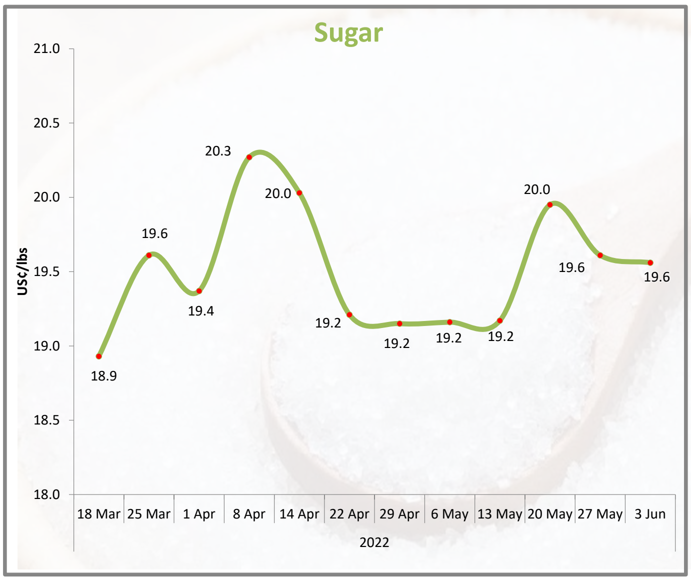
Commodity Price Trends

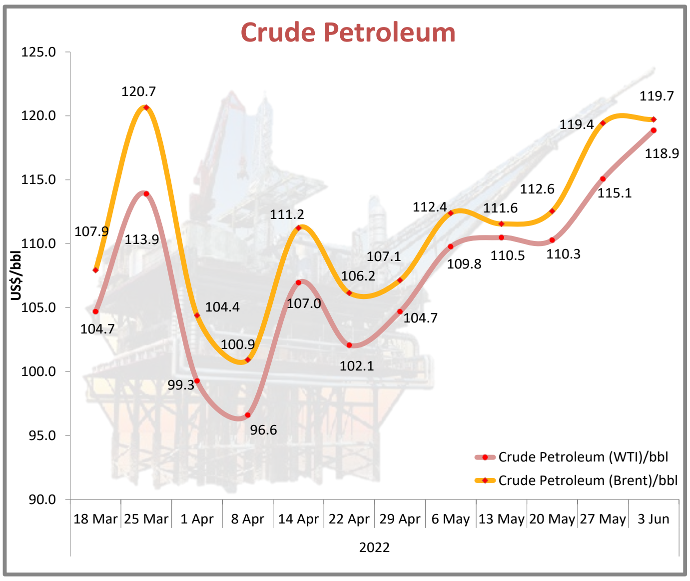






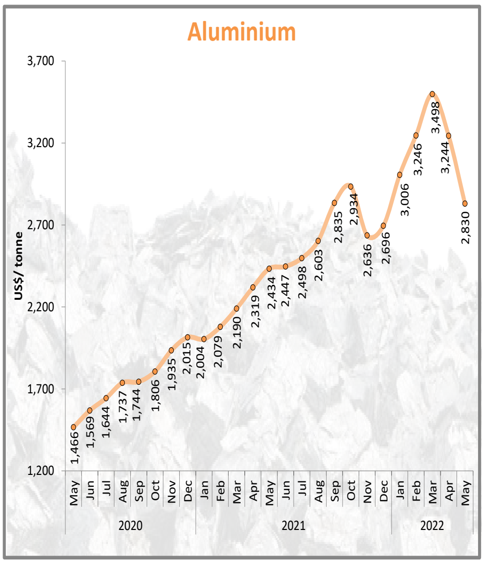


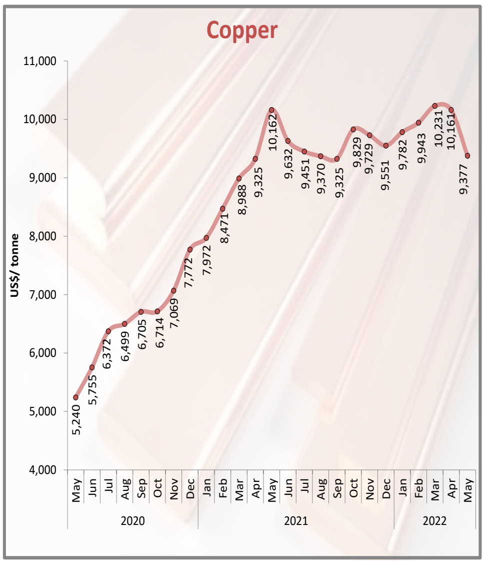


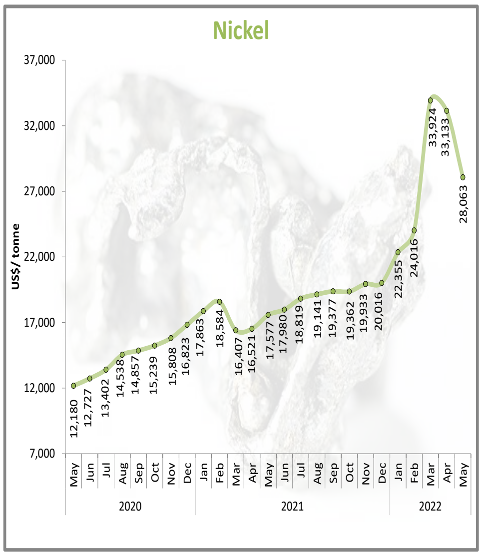


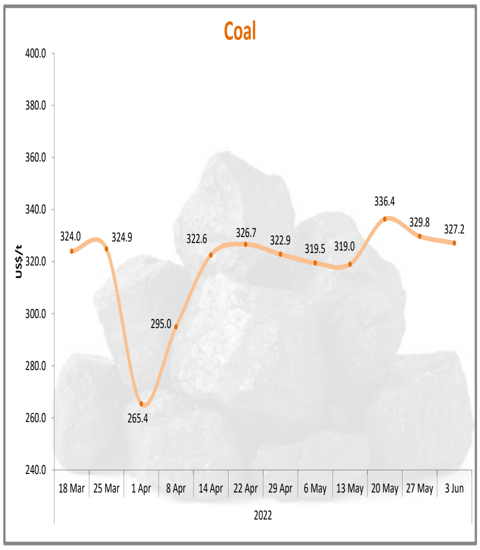
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

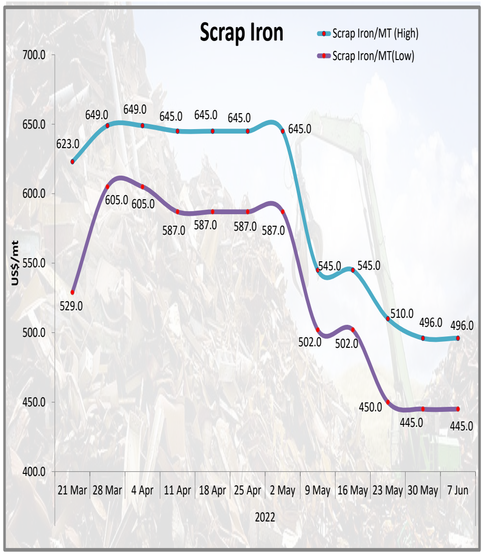
Commodity Price Trends

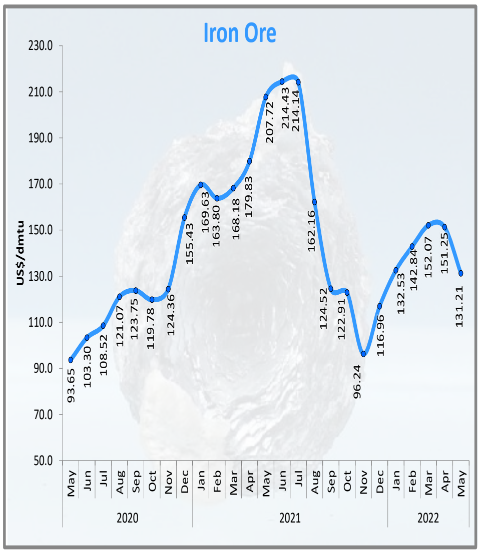


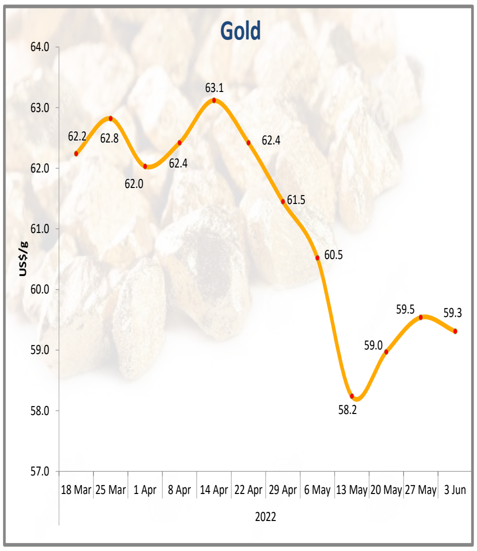


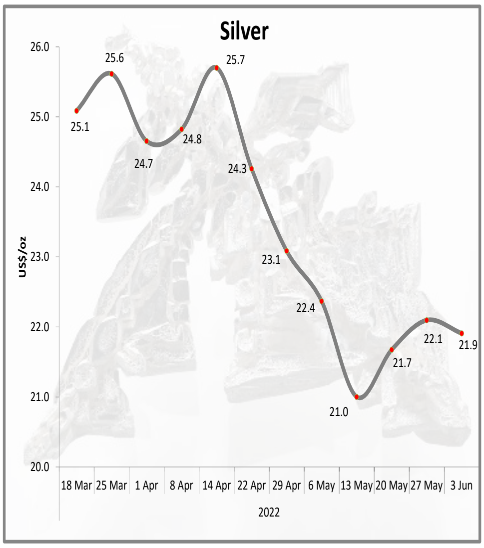


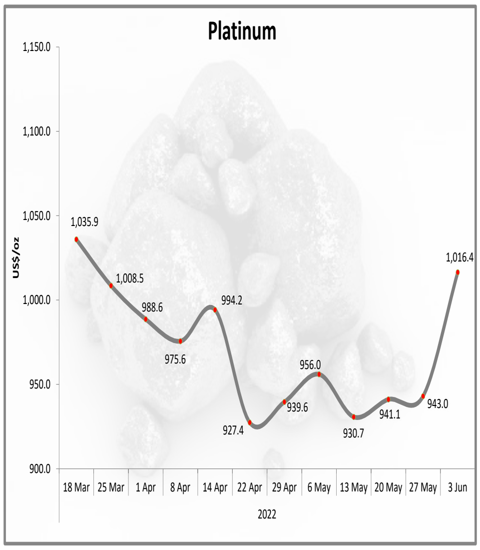












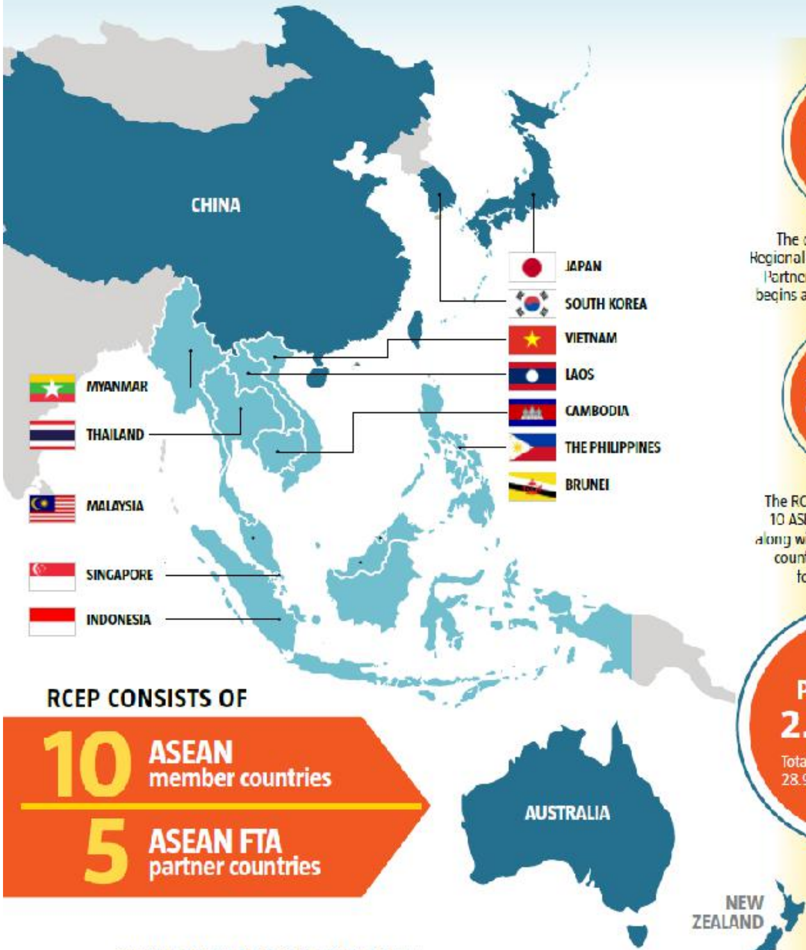
Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

RCEP

ALL YOU NEED TO KNOW

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 ASEAN 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

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

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

02 GRANTS

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

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

MITI POCKET TALK 2022

MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

TOPIC

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

DATE

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

Click here to register

For more information, please contact the Secretariat

Fairul : 03-6207 1152 (fairul@miti.gov.my)
Arshana : 03-6207 1093 (arshana.jalil@miti.gov.my)

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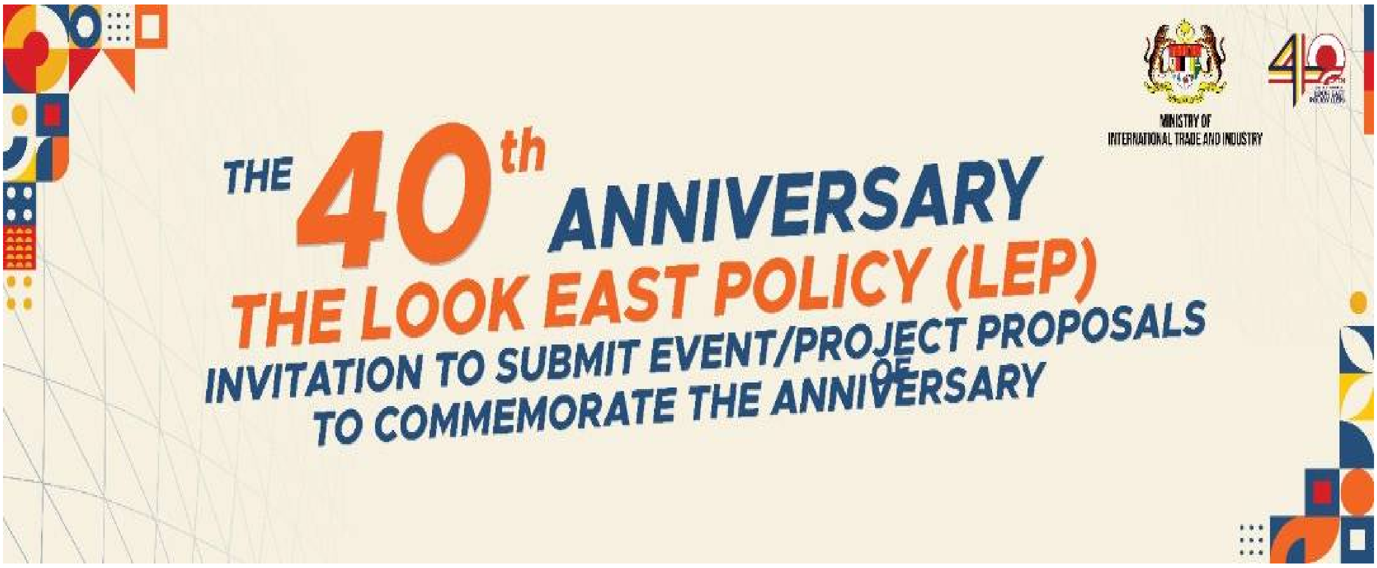
Announcements



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