MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY
Weekly BULLETIN
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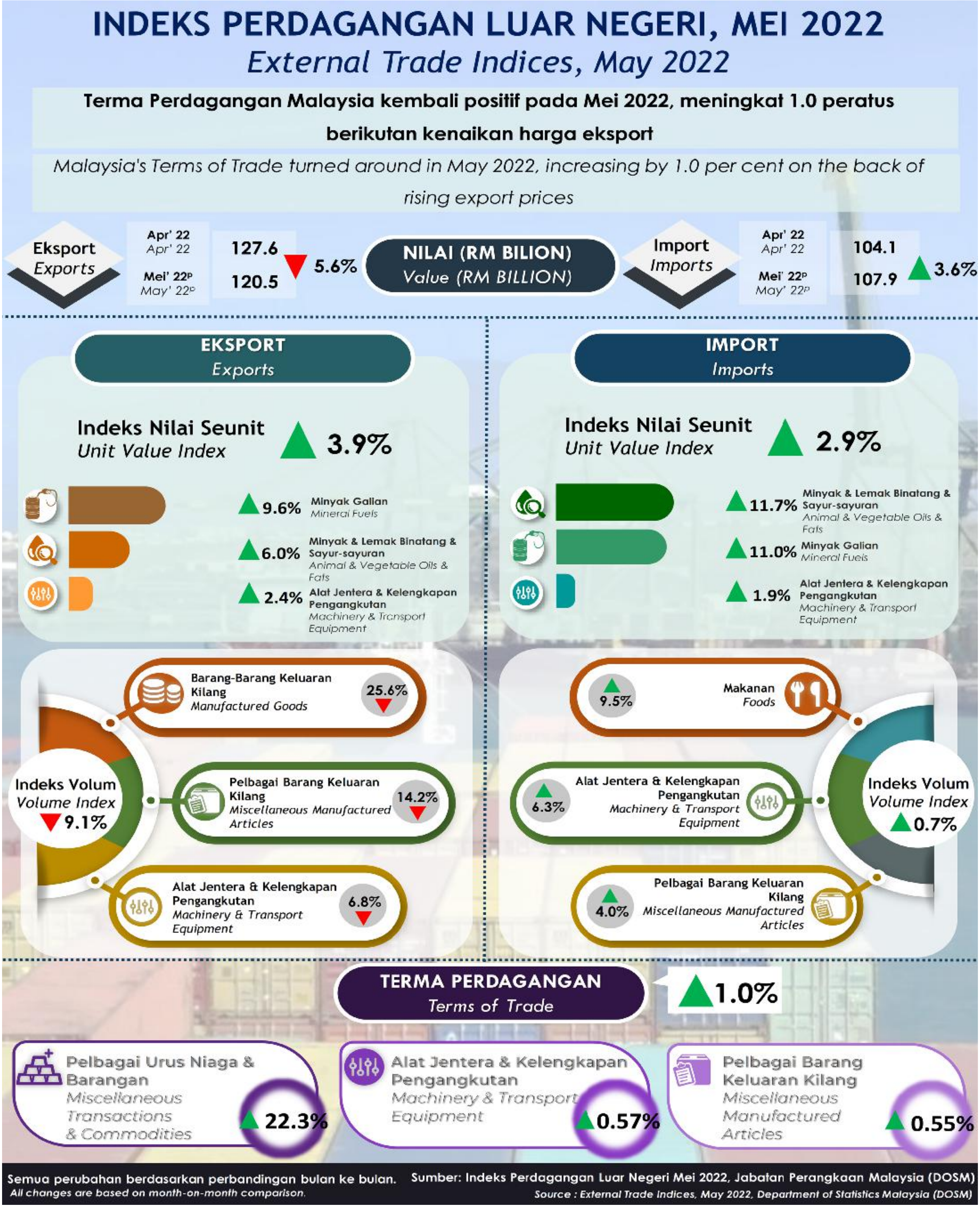
Malaysia Statistics

EXTERNAL TRADE INDICES, MAY 2022



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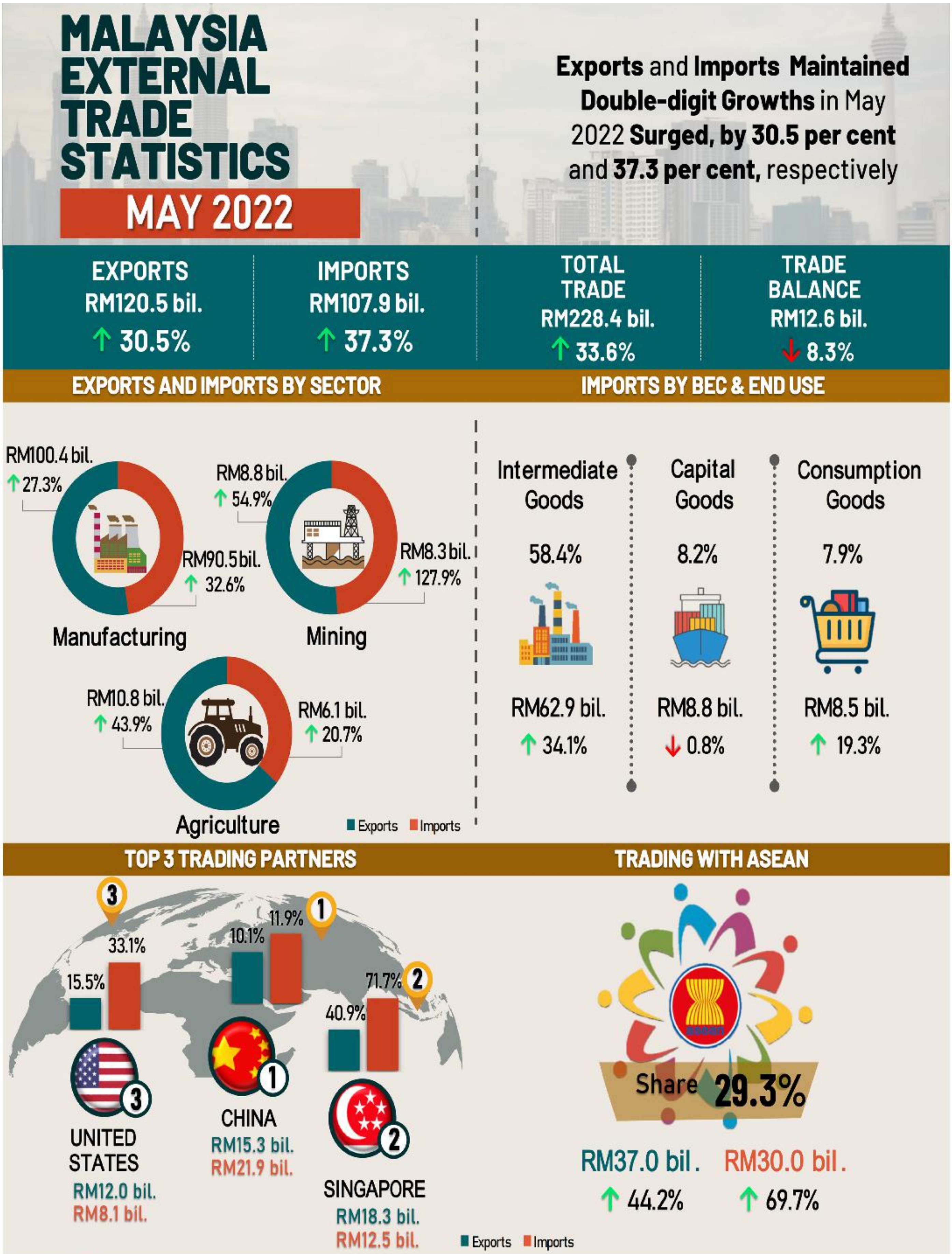
EXTERNAL TRADE, MAY 2022



Note: 1. ↑↓ All changes are based on year-on-year (y-o-y) comparison
2. The May 2022 data is preliminary and subject to revision in later issues.
3. This report can be accessed through the web portal of the Department of Statistics, Malaysia (http://www.dosm.gov.my) under section: Latest Release

Source : Monthly External Trade Statistics, May 2022, Department of Statistics Malaysia (DOSM)

Malaysia Statistics

PRODUCER PRICE INDEX, MAY 2022

PPI LOCAL PRODUCTION MAY 2022

11.2% Apr 2022: 11.0% year-on-year

1.2% Apr 2022: 0.2% month-on-month

PPI BY SECTOR

Sector	Year-on-year	Month-on-month
Agriculture, Forestry & Fishing	16.7% (Apr 2022: 18.0%)	0.9% (Apr 2022: -2.9%)
Mining	20.6% (Apr 2022: 18.4%)	4.0% (Apr 2022: -6.6%)
Manufacturing	10.1% (Apr 2022: 9.8%)	1.0% (Apr 2022: 1.4%)
Electricity & Gas Supply	-0.6% (Apr 2022: 0.6%)	-0.5% (Apr 2022: 0.7%)
Water Supply	1.2% (Apr 2022: 1.2%)	0.1% (Apr 2022: 0.2%)

PPI BY STAGE OF PROCESSING

1 Crude materials for further processing: 17.3% (Apr 2022: 17.1%); 2.1%

2 Intermediate materials, supplies & components: 13.5% (Apr 2022: 13.1%); 1.2%

3 Finished goods: 1.0% (Apr 2022: 1.1%); 0.3%

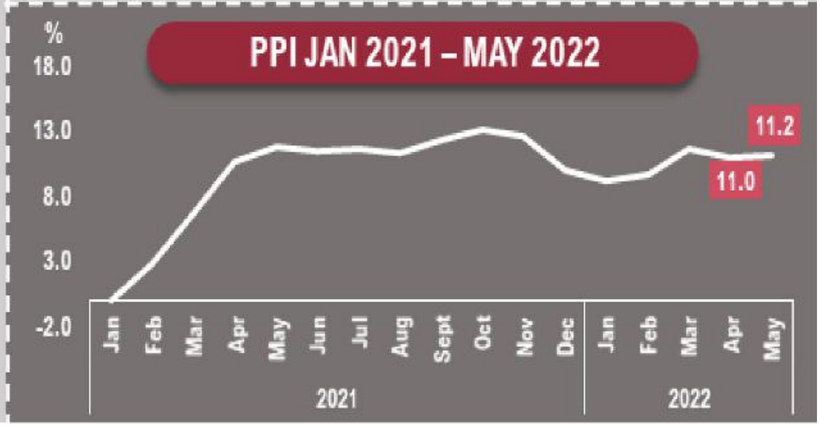
Source: Producer Price Index (2010=100) Local Production, Department of Statistics Malaysia (DOSM)

PPI OF SELECTED COUNTRIES

Country	May 2022	Apr 2022
United Kingdom	15.7%	14.7%
P.R. China	6.4%	8.0%
United States of America	10.8%	10.9%
Japan	9.1%	9.8%
Thailand	13.3%	12.8%
Republic of Korea	9.7%	9.7%

Source: tradingeconomics.com

PPI JAN 2021 – MAY 2022



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DOMESTIC TOURISM, 2021

DOMESTIC TOURISM MALAYSIA 2021

MAIN INDICATORS

	2020	2021	
Domestic Visitors (Million)	131.7	66.0	-49.9%
Number of Trips (Million)	147.0	72.4	-50.7%
Total Expenditure (RM Billion)	40.4	18.4	-54.5%

5 Main Purposes of Trips by Domestic Visitors

Shopping	36.4%
Visiting Relatives & Friends	24.2%
Holiday/ Leisure/ Relaxation	15.5%
Medical Treatment/ Wellness	10.3%
Incentive Travel/ Others	6.6%

5 Top States of Domestic Visitors (Million)

Selangor	10.2
W.P.K.L	9.1
Sarawak	6.5
Negeri Sembilan	5.5
Pulau Pinang	5.1

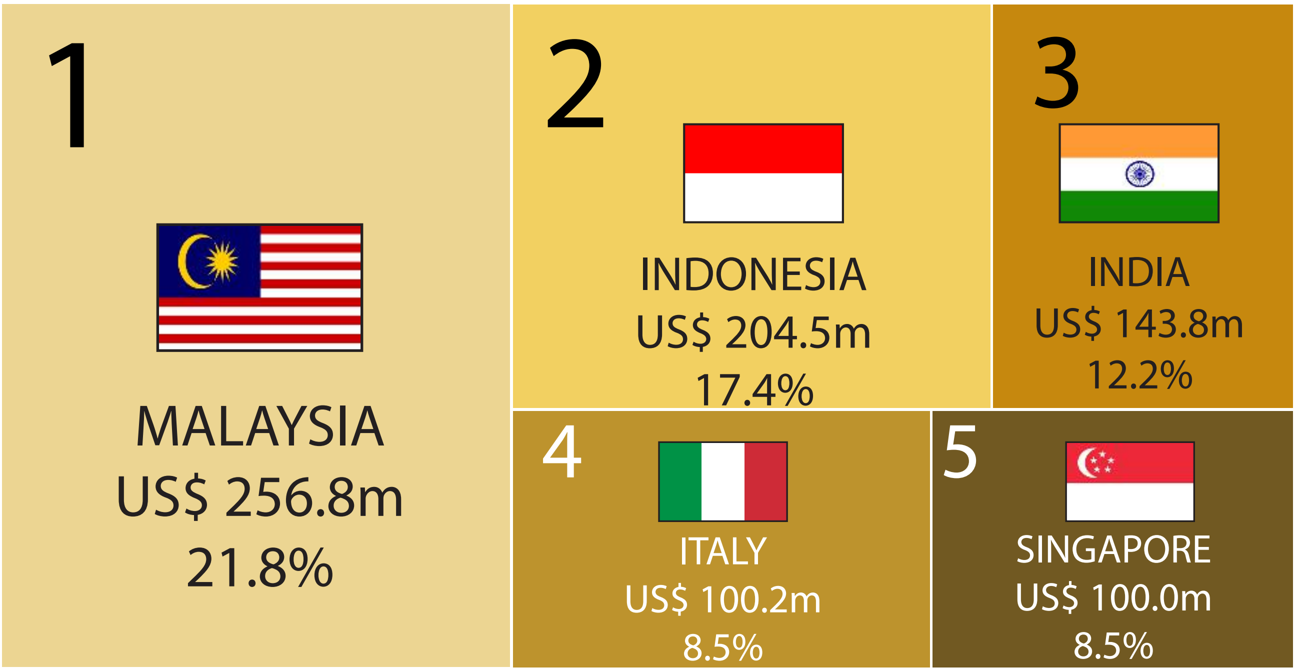
Expenditure Components of Domestic Visitors

Shopping	50.3%
Food & Beverage	15.1%
Purchase of Automotive Fuel	11.1%
Accommodation	5.9%
Expenditure by Visited Households	5.2%
Transportation	4.8%
Expenditure Before the Trip/ Package/Entrance Fees/ Tickets	4.7%
Other Activities	2.9%

Source: Domestic Tourism Survey, Department of Statistics Malaysia (DOSM)

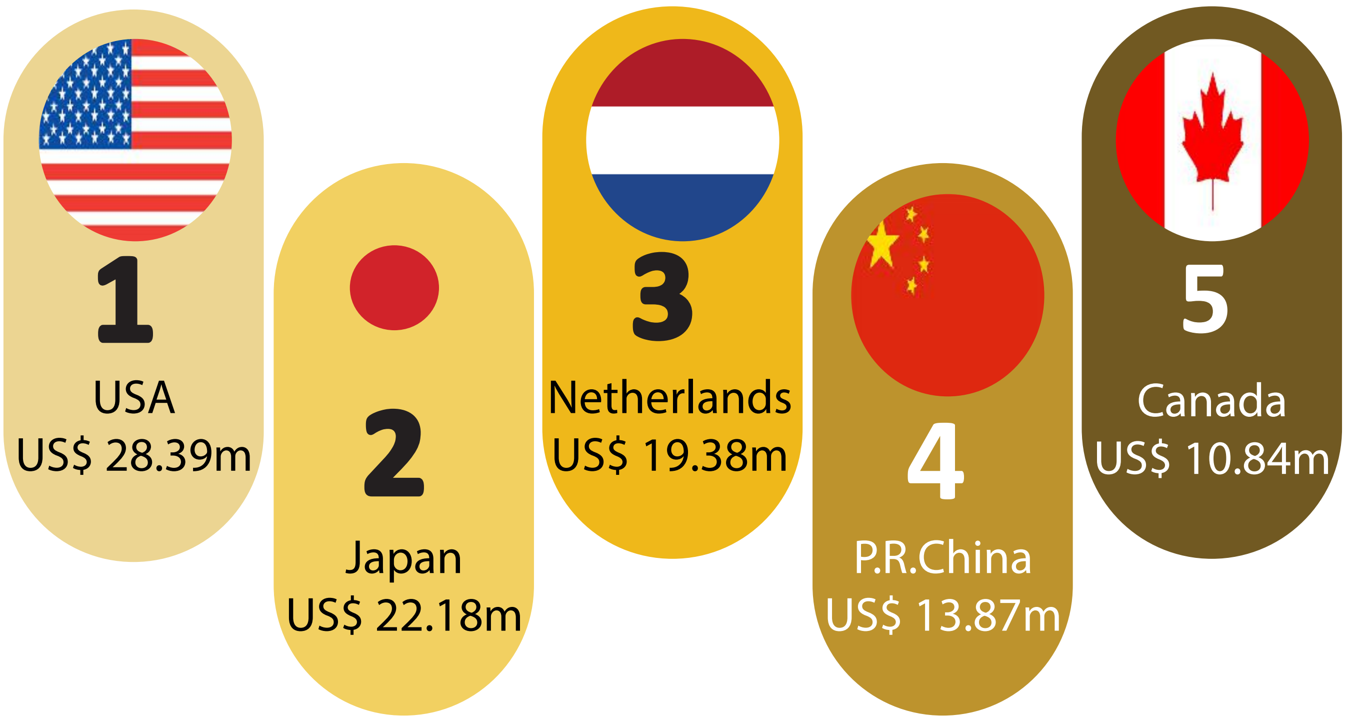
WORLD LARGEST EXPORTER OF PALMITIC ACID, STEARIC ACID, THEIR SALTS AND ESTERS

In 2021, Malaysia's export of Palmitic acid, stearic acid, their salts and esters recorded US$ 256.8 million which was 21.8% share of the world exports.



Notes:
-*HS291570
-% refer to share in world exports

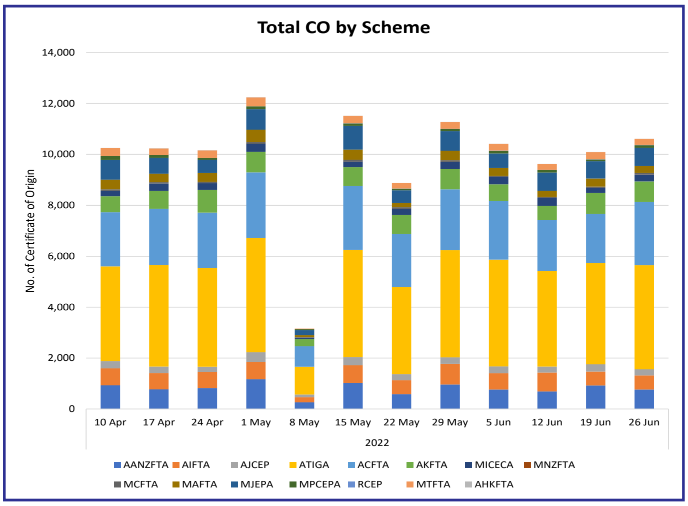
MALAYSIA'S TOP EXPORT DESTINATIONS



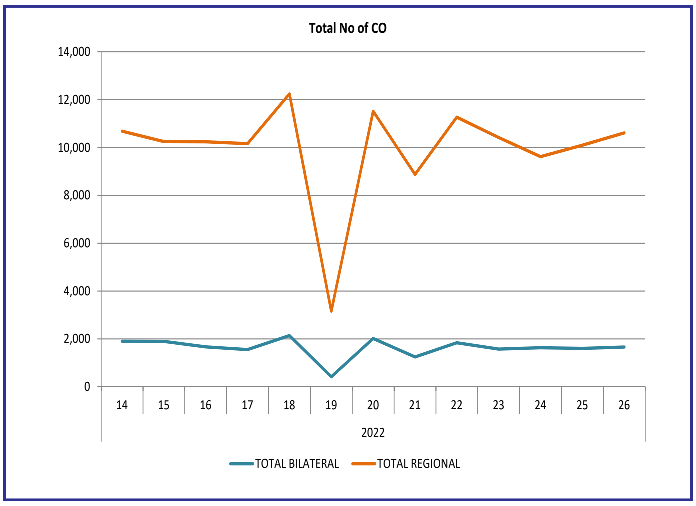
Source: https://www.trademap.org/index.aspx

Number and FOB Value of PCO as at 26 June 2022
Weekly / Monthly/ Annually

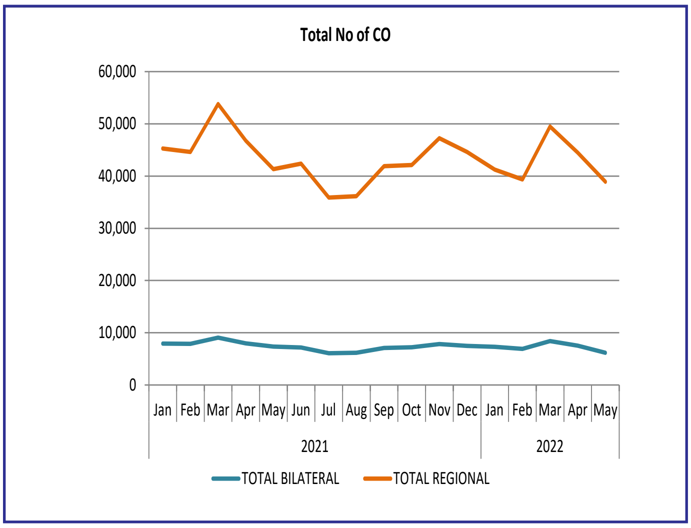
Weekly Total Scheme



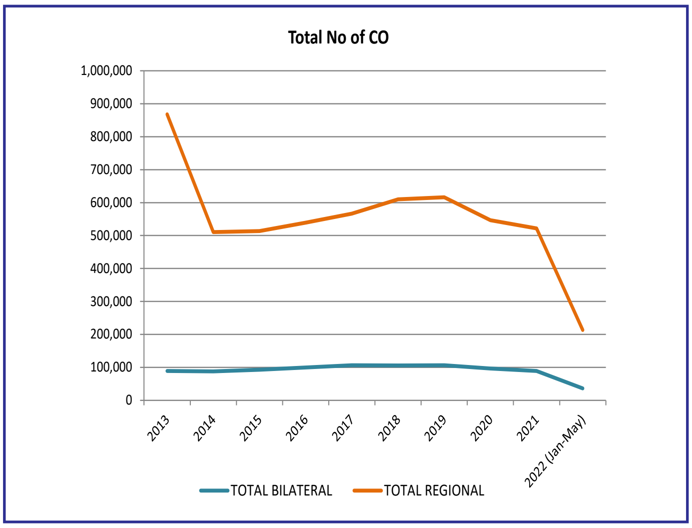
Weekly



Monthly



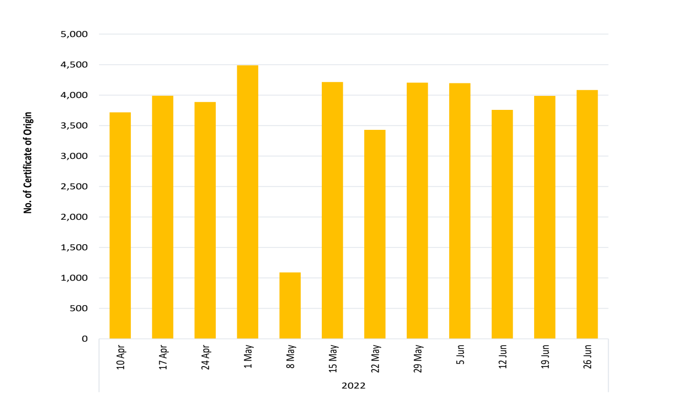
Annually



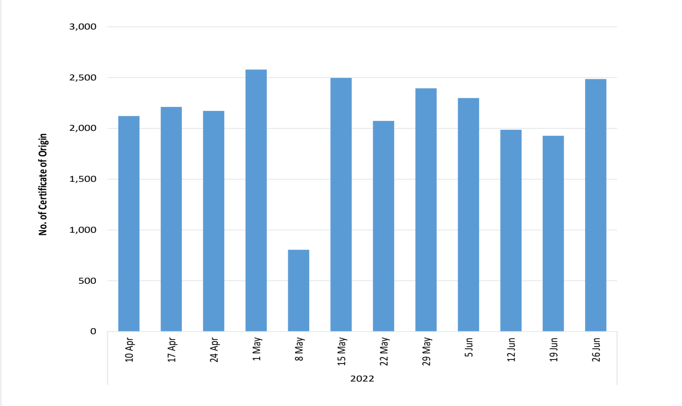
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

Regional FTA
Number of Preferential Certificates of Origin (PCOs) as at 26 June 2022

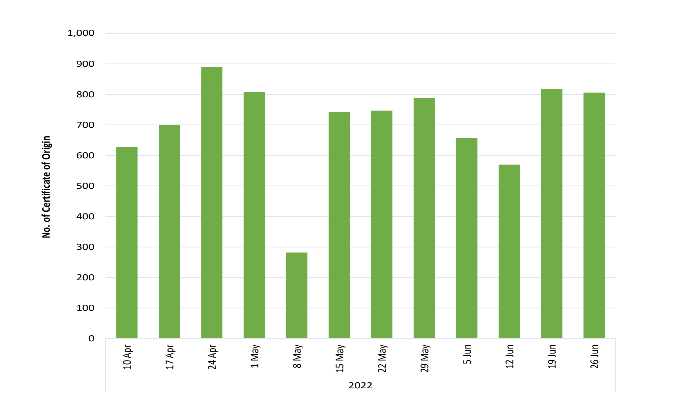
ASEAN Trade in Goods Agreement (ATIGA)



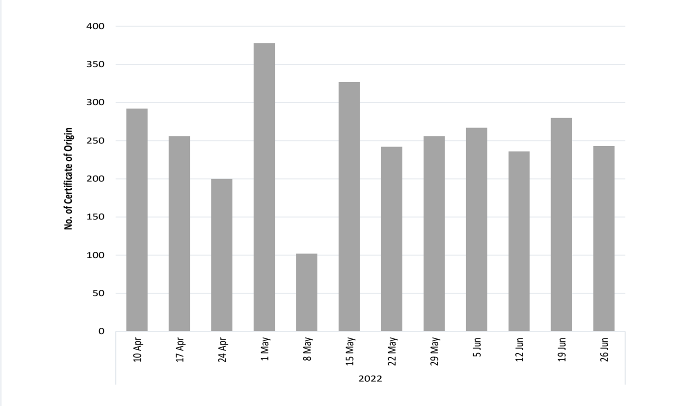
ASEAN-China Free Trade Agreement (ACFTA)



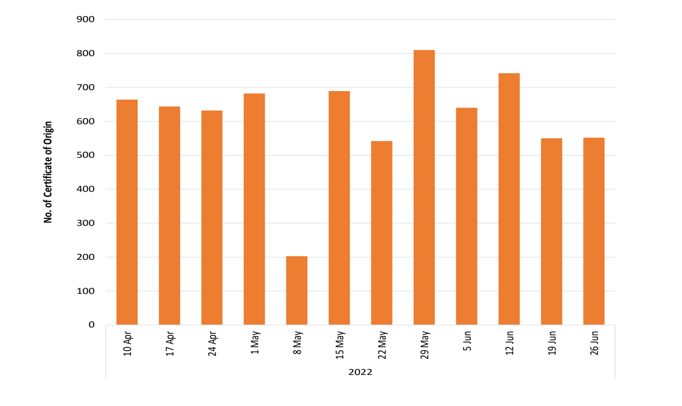
ASEAN-Korea Free Trade Agreement (AKFTA)



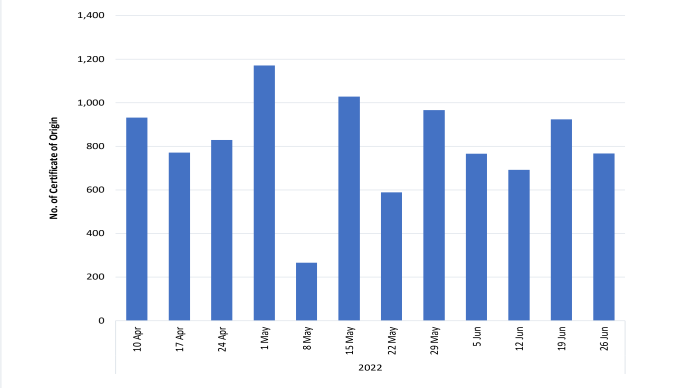
ASEAN-Japan Comprehensive Economic Partnership (AJCEP)



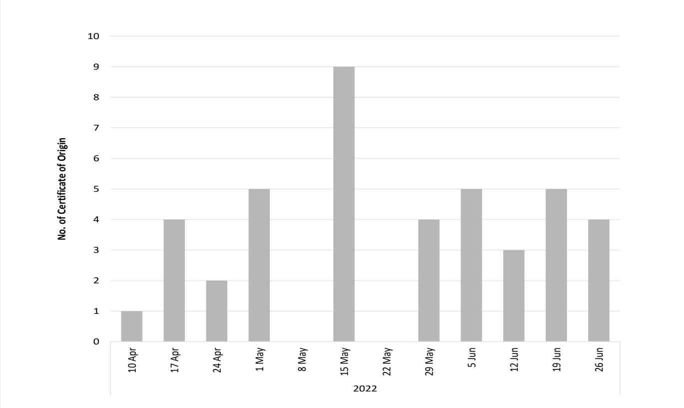
ASEAN-India Free Trade Agreement (AIFTA)



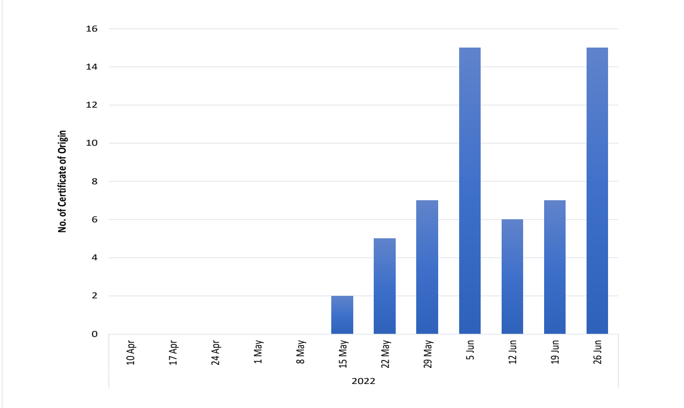
ASEAN-Australia-New Zealand Free Trade Agreement (AANZFTA)



ASEAN-Hong Kong, China Free Trade Agreement (AHKFTA)

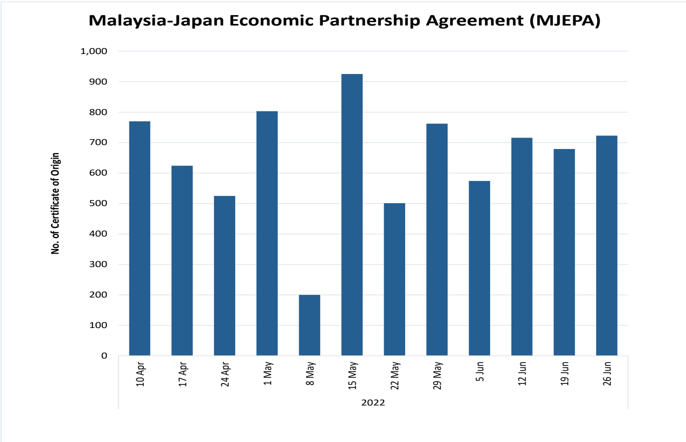


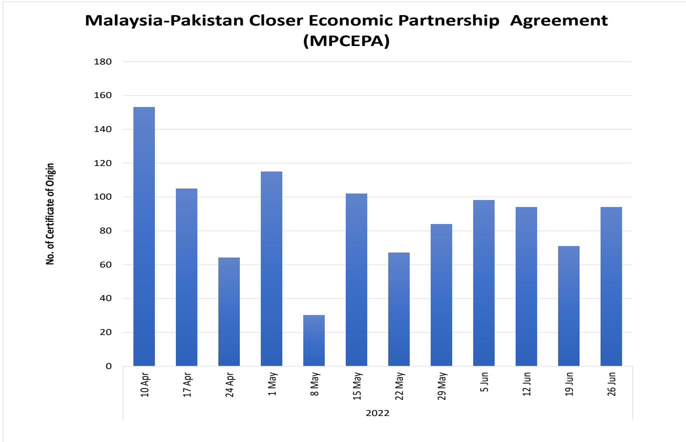
Regional Comprehensive Economic Partnership (RCEP)

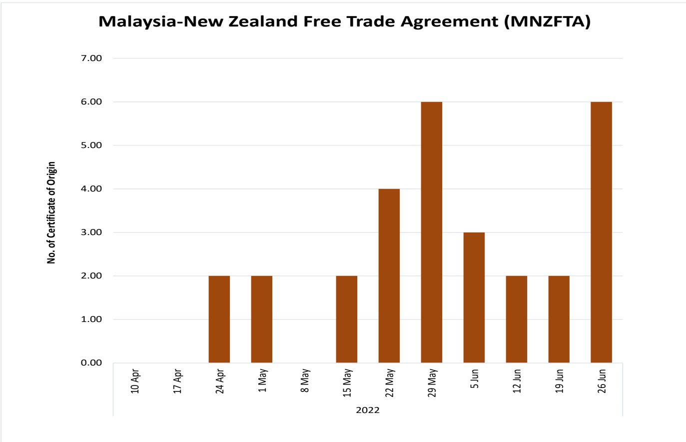


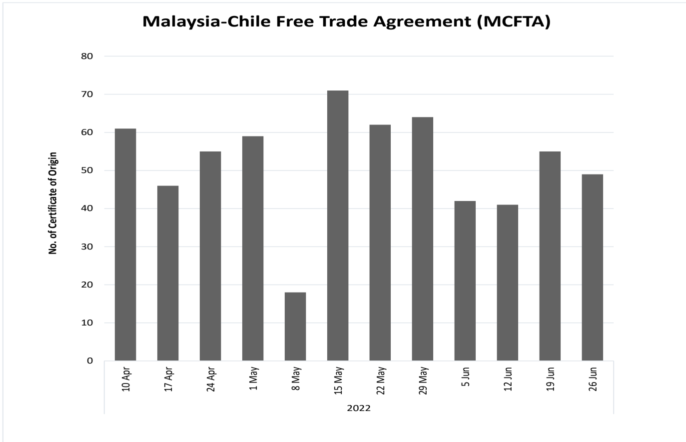
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

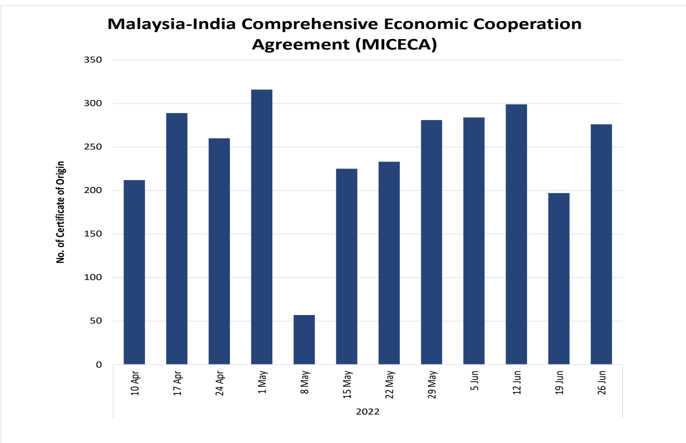
Bilateral FTA
Number of Preferential Certificates of Origin (PCOs) as at 26 June 2022

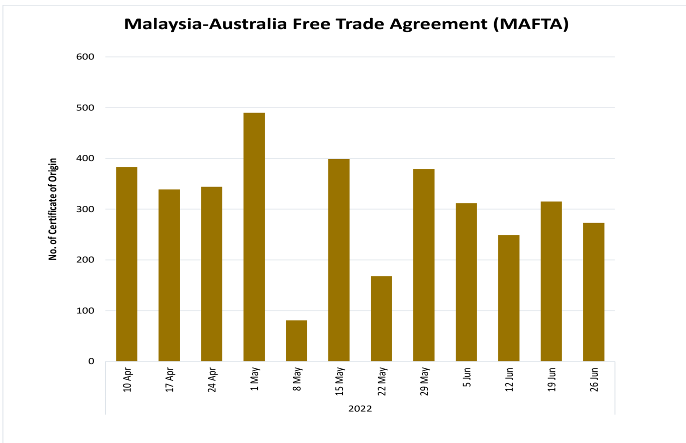


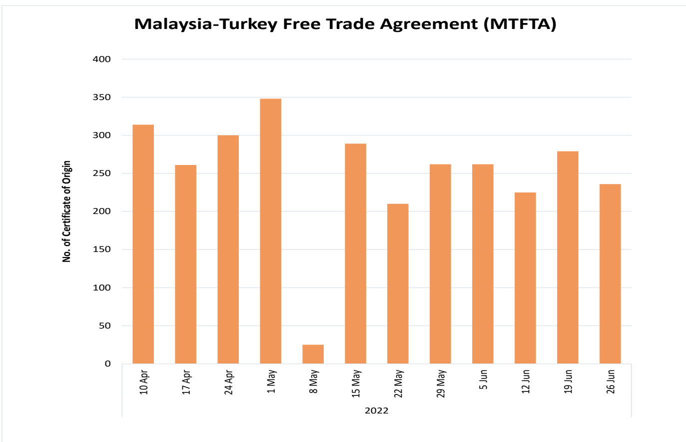








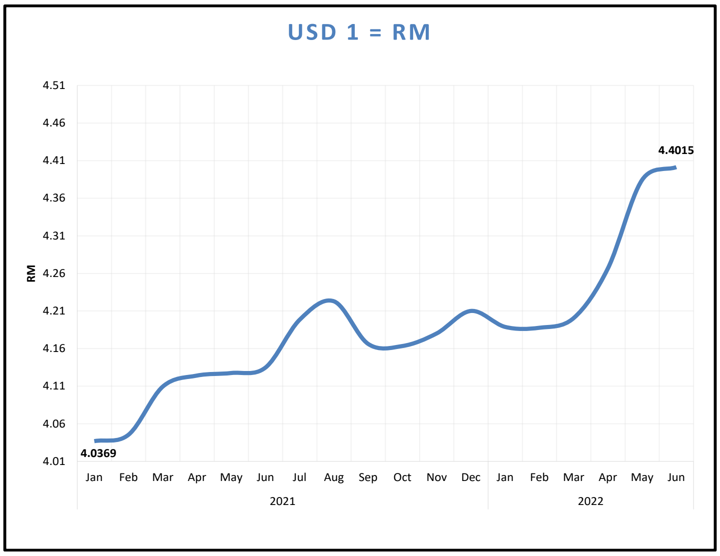




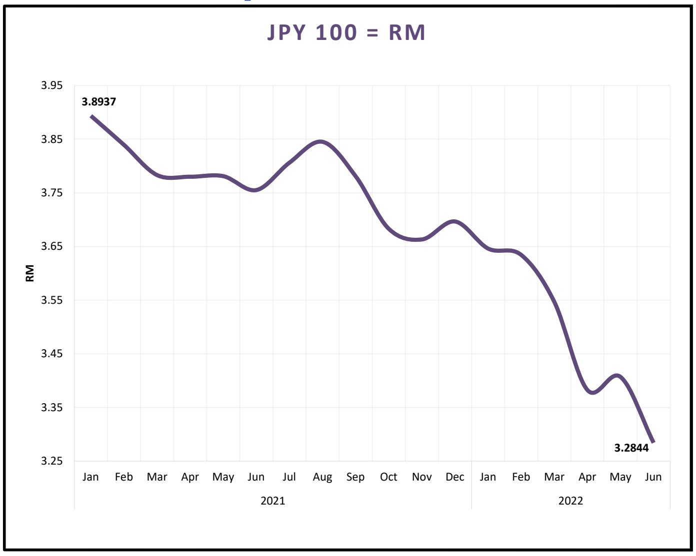
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

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

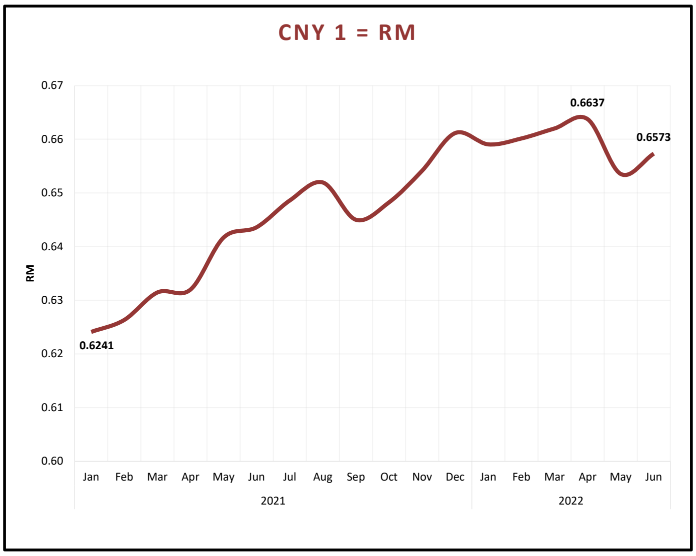
US Dollar



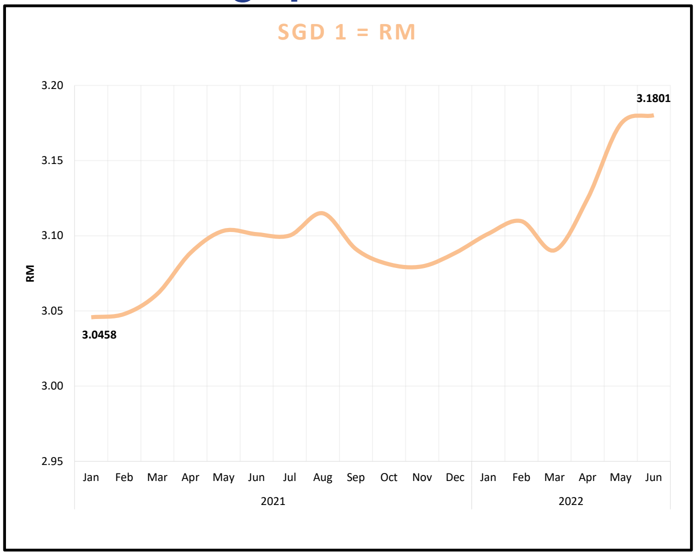
Japanese Yen



Chinese Yuan

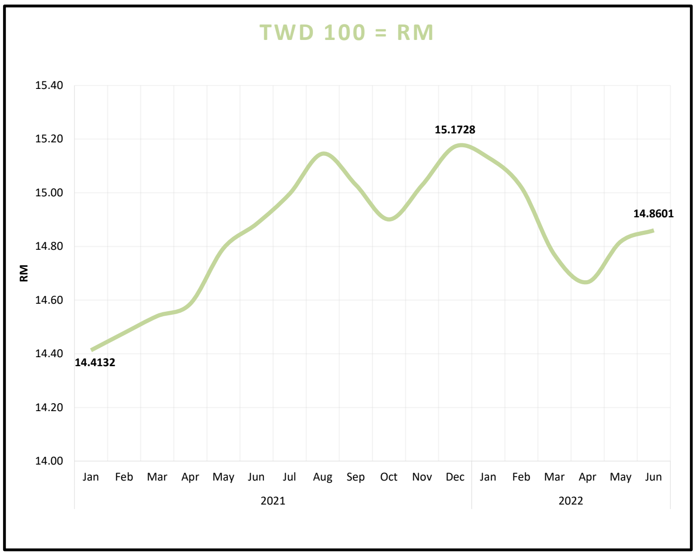


Singapore Dollar



Thai Baht

New Taiwan Dollar



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM (BRENT) -per bbl-

▼ 1.3%*
US$111.6
1 Jul 2022

Highest 2021/2022
10 June 2022 : US$122.0
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-

▲ 1.5%*
US$1,097.4
1 Jul 2022

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

24 June 2022 : US$1,081.6
18 Jun 2021 : US$844.6
Lowest 2021/2022

Average Price 2021 i: US$1,075.3

RUBBER SMR 20 -per MT-

▲ 1.4%*
US$1,648.0
1 Jul 2022

Average Price 2021 i: US$1,689.1

COCOA SMC 2 -per MT-

▼ 4.9%*
US$1,440.2
1 Jul 2022

Average Price 2021 i: US$1,505.9

SUGAR -per lbs-

▼ 1.3%*
US$18.1
1 Jul 2022

Average Price 2021 i: US$17.9

COAL -per MT-

▲ 6.0%*
US$369.0
1 Jul 2022

Average Price 2021 i: US$120.5

SCRAP IRON HMS -per MT-

(=) %*
US$460.0
(high)

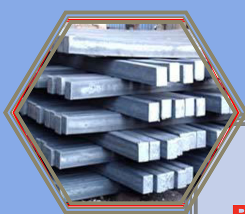
(=) %*
US$400.0
(low)

4 Jul 2022

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

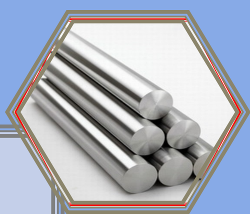
Domestic Prices

4 Jul 2022



Billets
(per MT)
RM3,010 - RM3,100

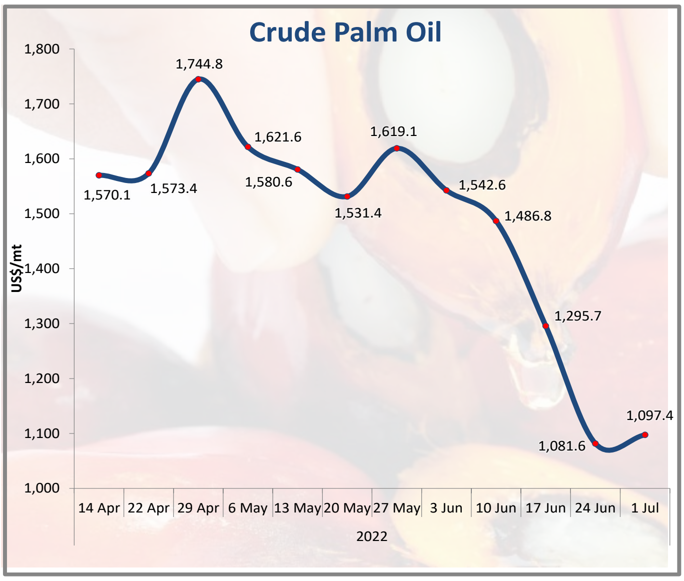
Steel Bars
(per MT)
RM3,130 – RM3,280

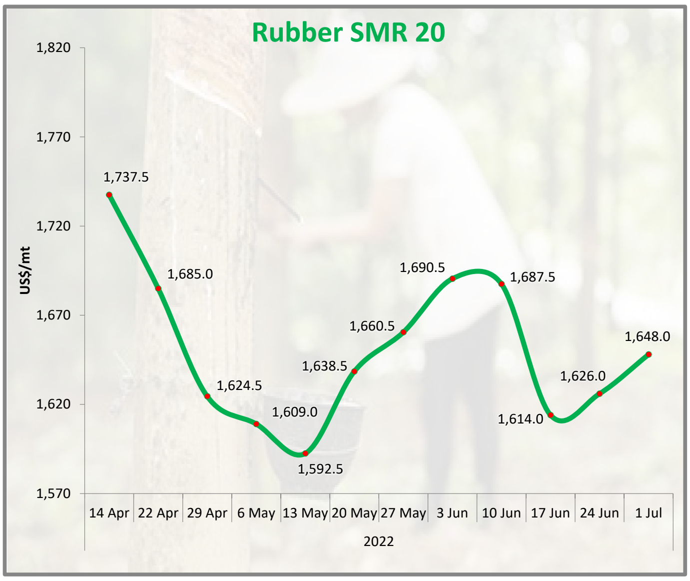


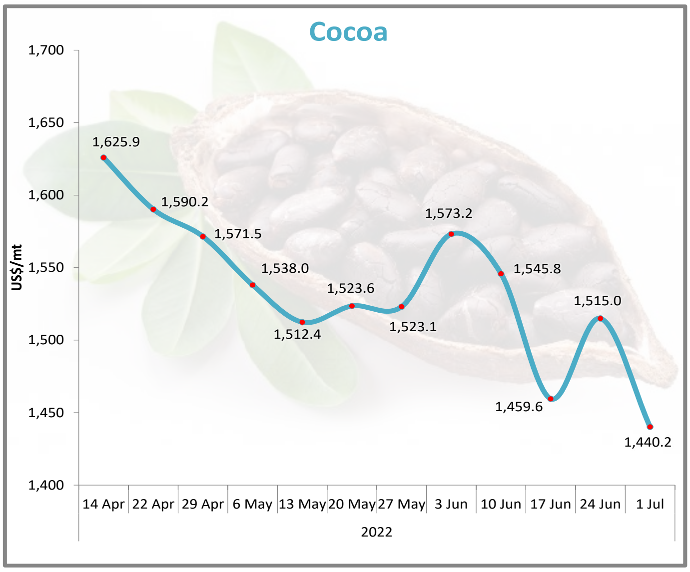
Notes: All figures have been rounded to the nearest decimal point
* Refer to % change from the previous week's price
i Average price in the year except otherwise indicated

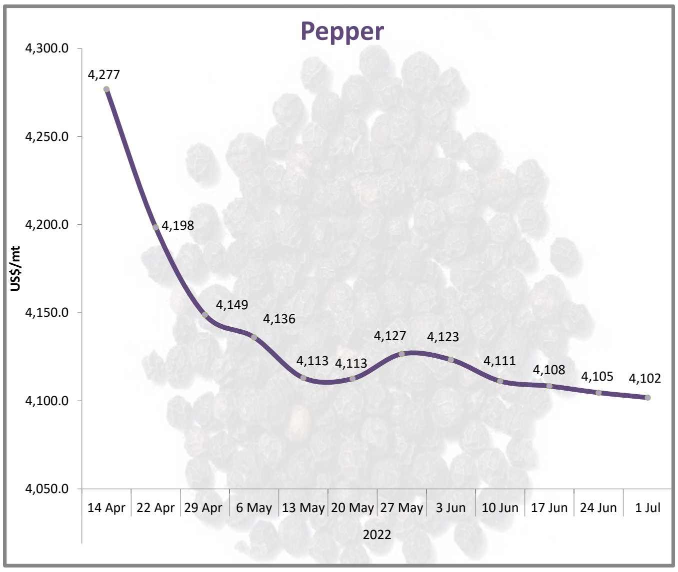
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

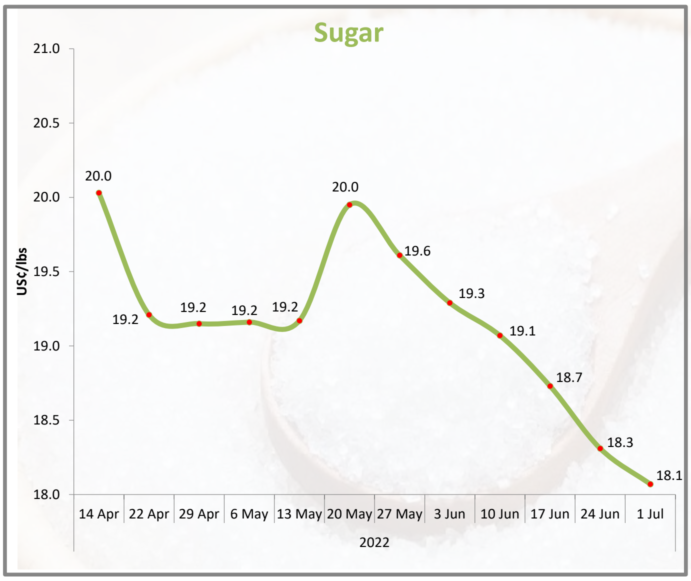
Commodity Price Trends

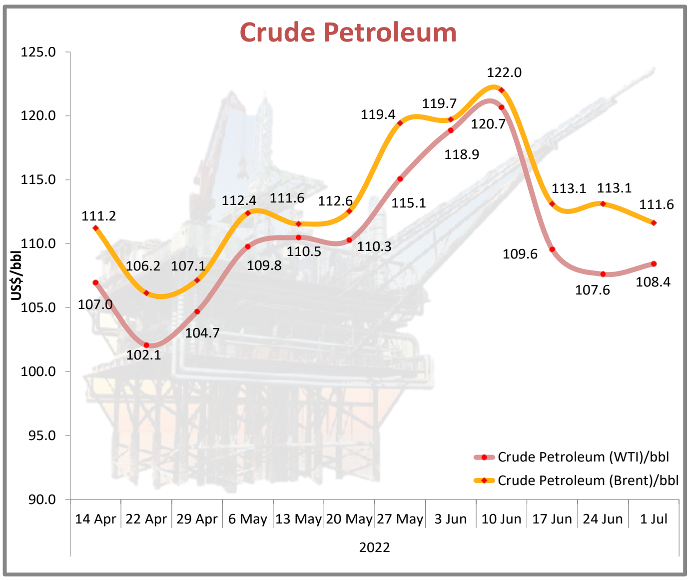






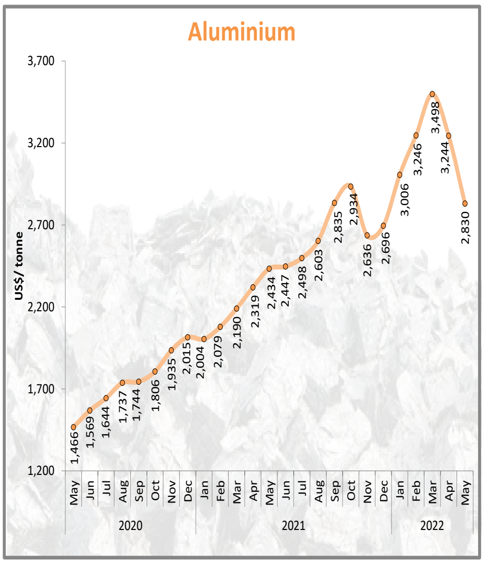


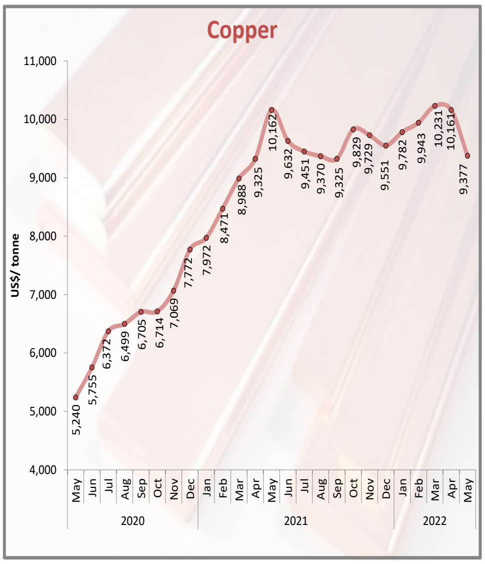


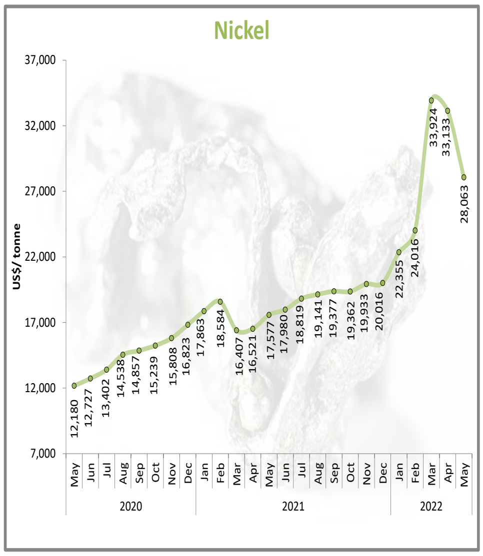


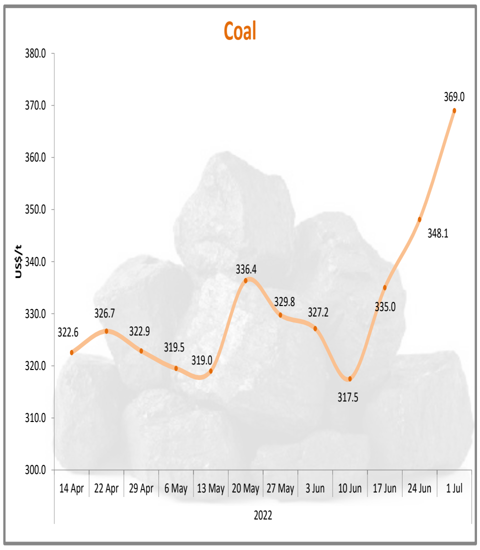
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

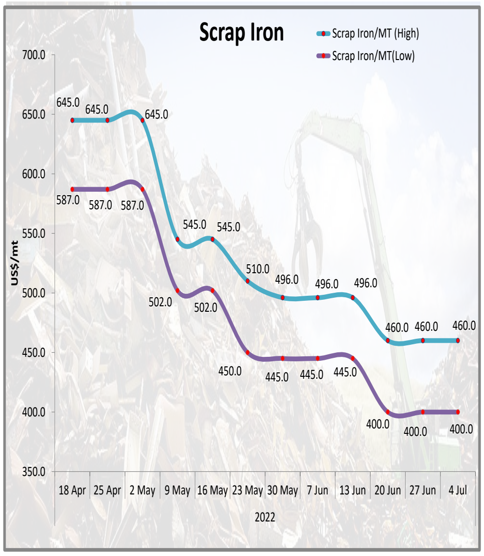
Commodity Price Trends

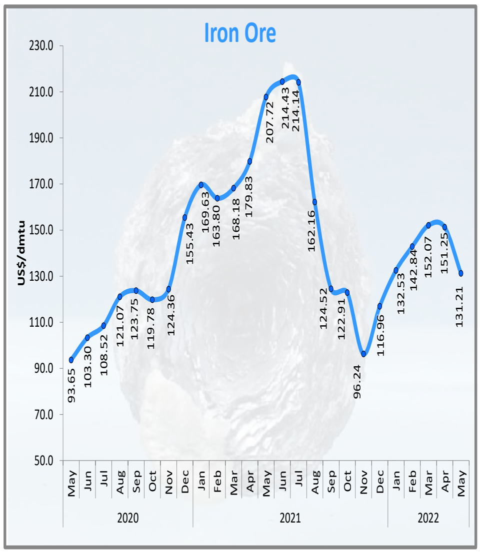


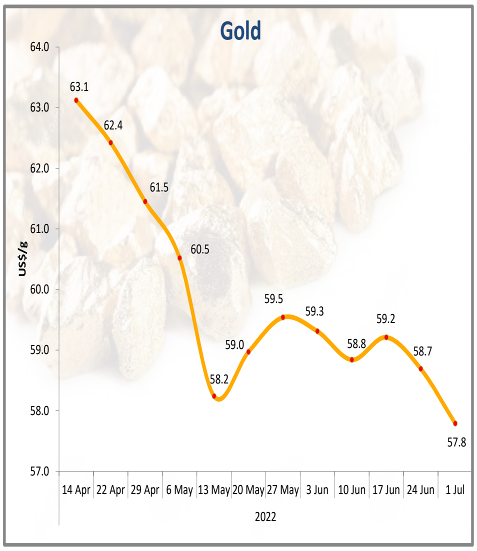


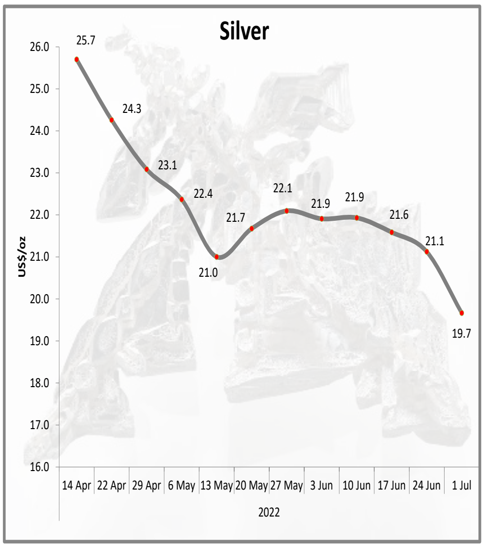


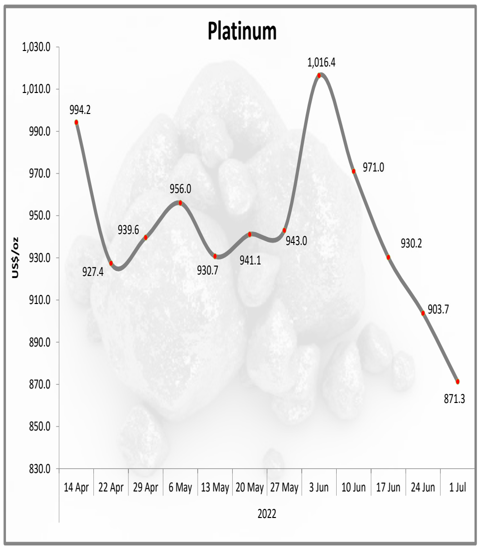










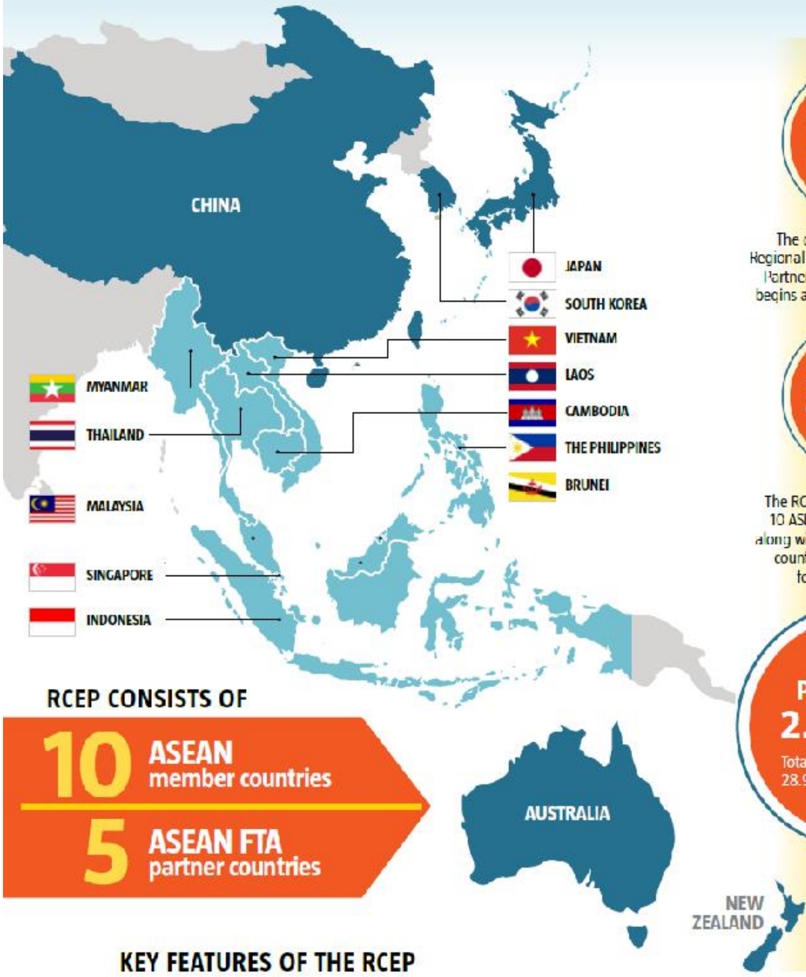


Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

RCEP

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.



RCEP CONSISTS OF

10 ASEAN member countries

5 ASEAN FTA partner countries

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

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

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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

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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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Announcements

FROM ALL OF US IN MITI!

Dear Readers,

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