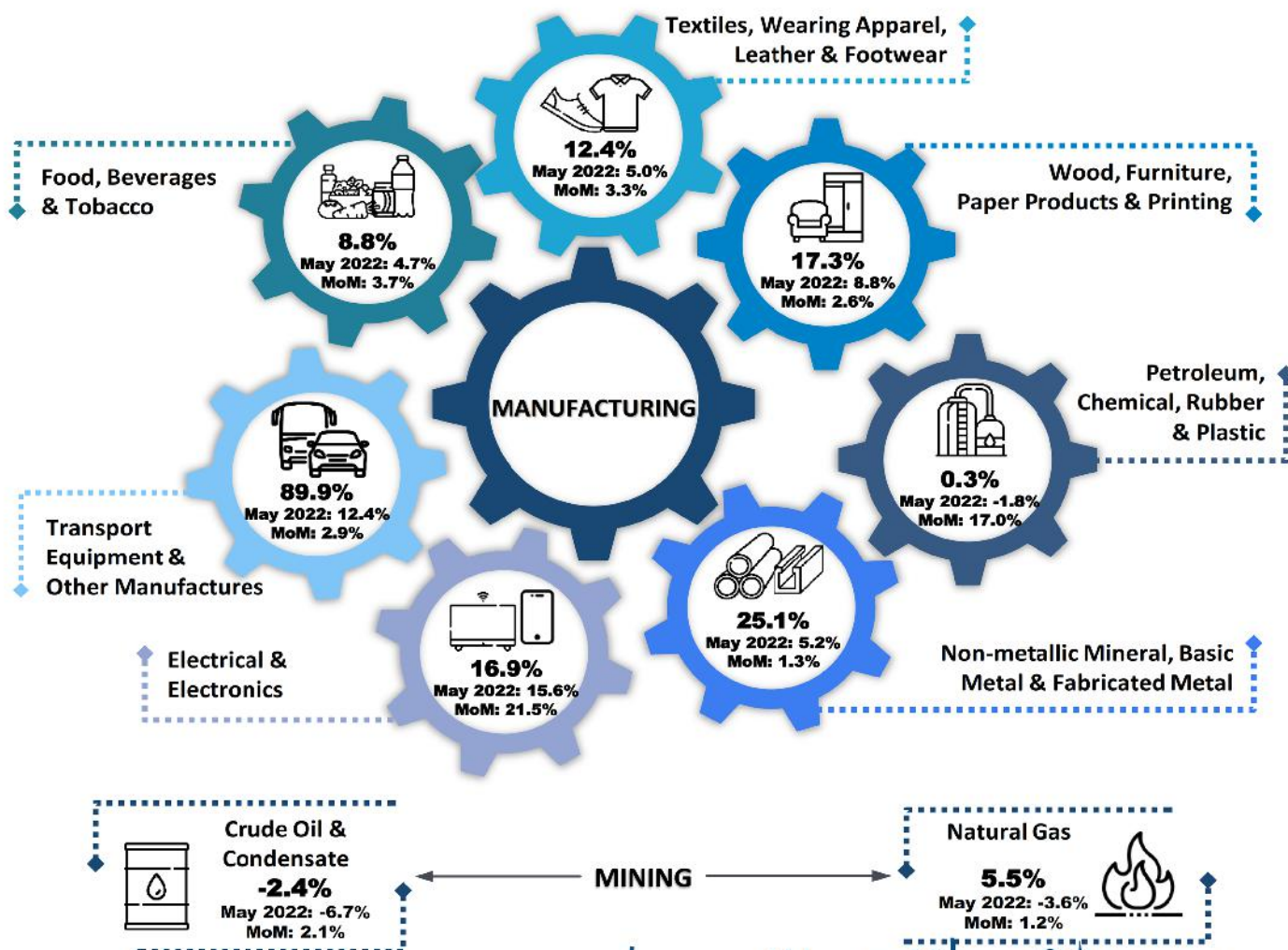
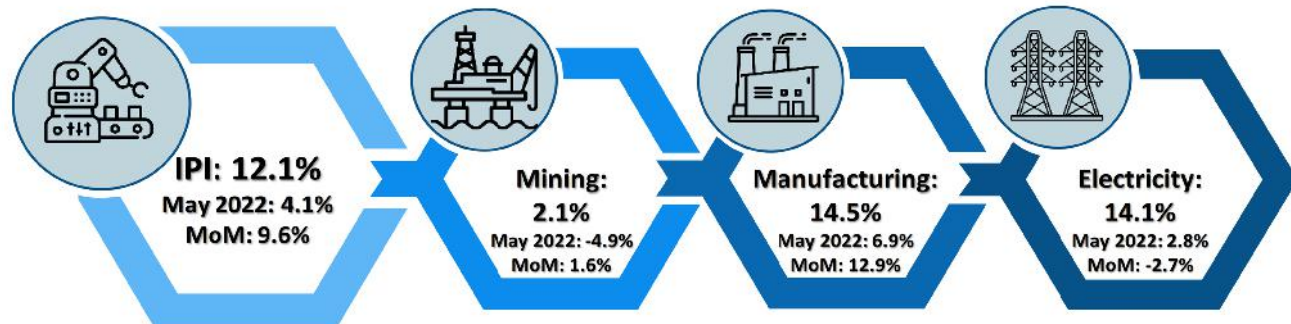


## INDUSTRIAL PRODUCTION INDEX, JUNE 2022

**Malaysia's Industrial Production Index (IPI) up 12.1 per cent in June 2022, supported by all sectors**

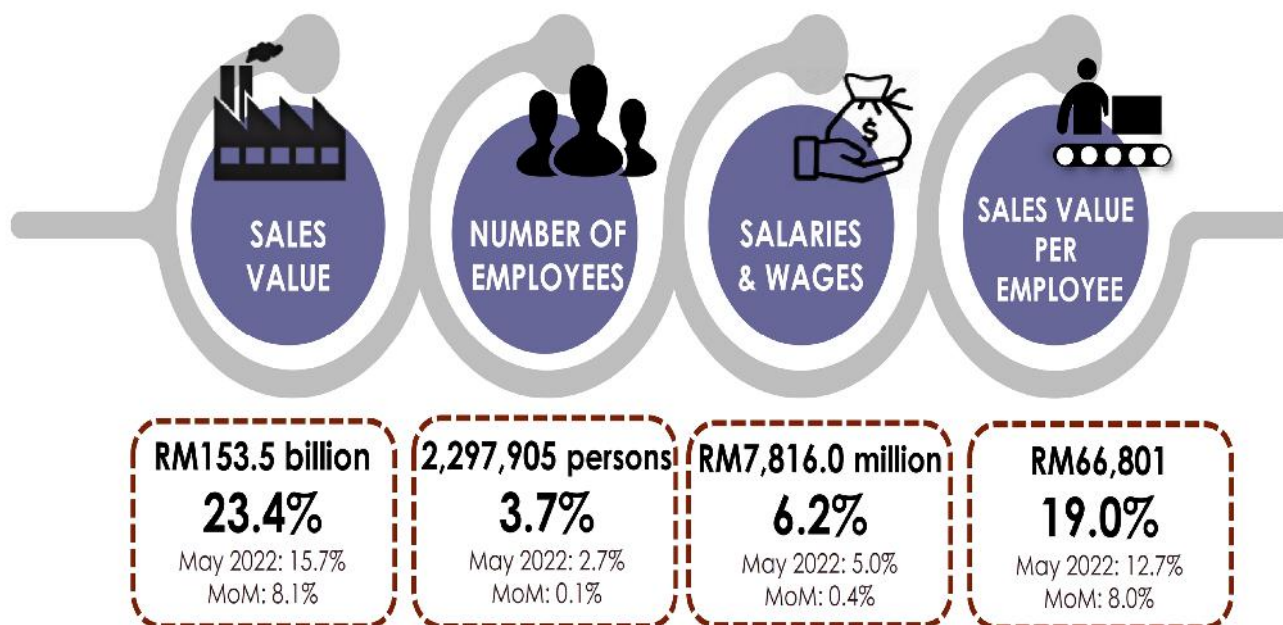


**Note:**  
Percentage refers to the change in  
Month-on-month (MoM) and Year-on-year (YoY)

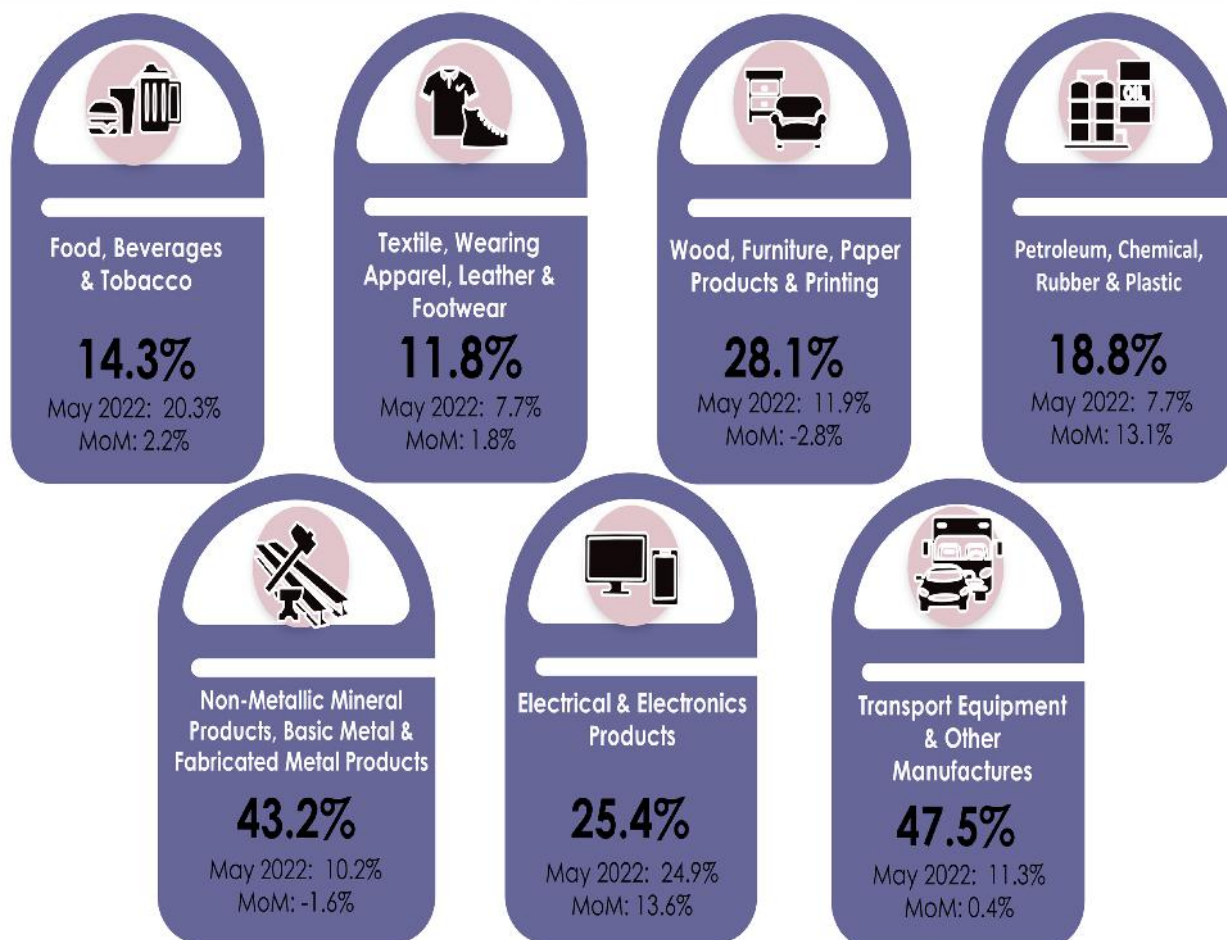
**Source:**  
Index of Industrial Production Malaysia, June 2022  
Department of Statistics Malaysia (DOSM)

## MANUFACTURING, JUNE 2022

Malaysia's Manufacturing sales value surged 23.4 per cent in June 2022, the highest value at RM153.5 billion



## SALES VALUE BY SUBSECTOR

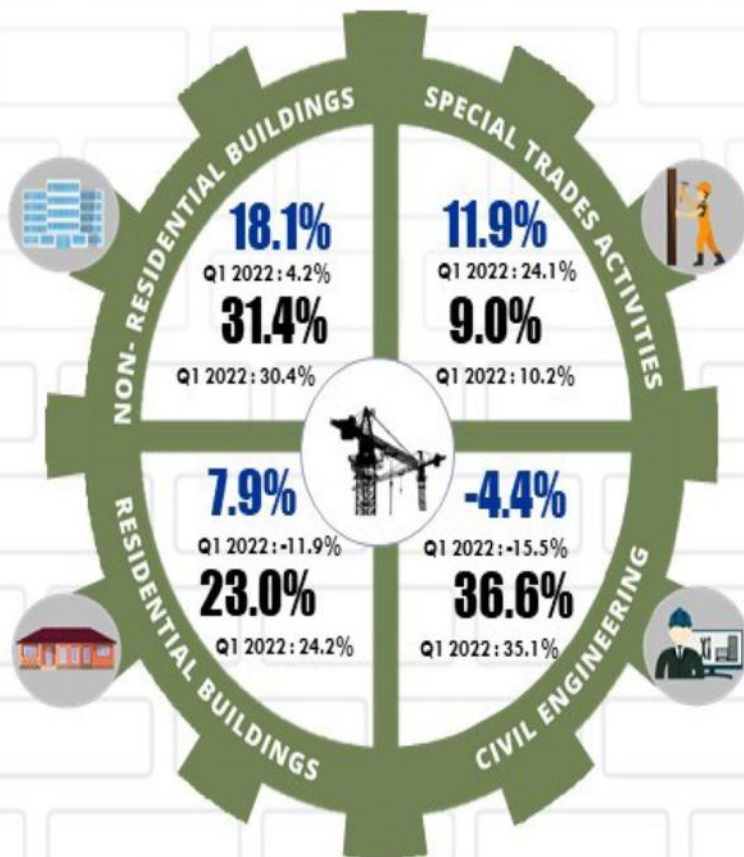


Note: Percentage growth refers to Year-on-Year (YoY) and Month-on-Month (MoM) changes

Source: Monthly Manufacturing Statistics, Malaysia  
June 2022  
Department of Statistics Malaysia, DOSM

## CONSTRUCTION, Q2 2022

# CONSTRUCTION SECTOR REBOUNDED TO 6.1 PER CENT IN THE SECOND QUARTER OF 2022 WITH VALUE OF WORK DONE OF RM29.9 BILLION



NOTA : GROWTH

SHARE



PUBLIC SECTOR

SHARE  
**41.9%**  
RM12.5  
BILLION



PRIVATE SECTOR

SHARE  
**58.1%**  
RM17.4  
BILLION

2022  
Q1-Q22021  
Q1-Q2VALUE OF WORK DONE  
(RM BILLION)

59.4

59.6

GROWTH (%)

-0.3

8.7

Three main states contributed  
RM15.4 billion or 51.6% value of work  
done in Q2 2022.

SELANGOR

RM6.8 BILLION



WILAYAH

PERSEKUTUAN

RM5.2 BILLION



SARAWAK

RM3.5 BILLION



Note: Growth percentage refers to Year-on-Year (YoY)

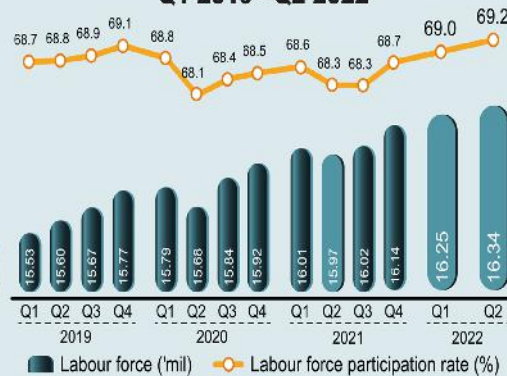
Source: Quarterly Construction Statistics,  
Second Quarter 2022  
Department of Statistics Malaysia (DOSM)

# LABOUR FORCE, Q2 2022

Lower unemployment rate recorded in the second quarter of 2022 at **3.9 per cent** with **642.0 thousand** unemployed persons



## LABOUR FORCE AND LABOUR FORCE PARTICIPATION RATE, MALAYSIA, Q1 2019 - Q2 2022



**Q2 2022**  
**16.34**  
**MILLION**  
Q1 2022  
16.25 MILLION

**▲ 0.6**  
**LABOUR FORCE**

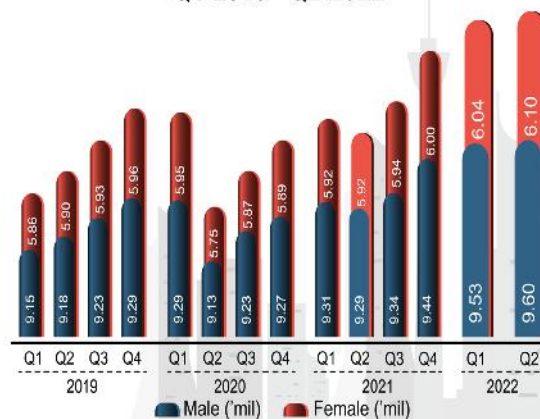
**Q2 2022**  
**69.2%**  
Q1 2022  
69.0%

**LABOUR FORCE PARTICIPATION RATE**

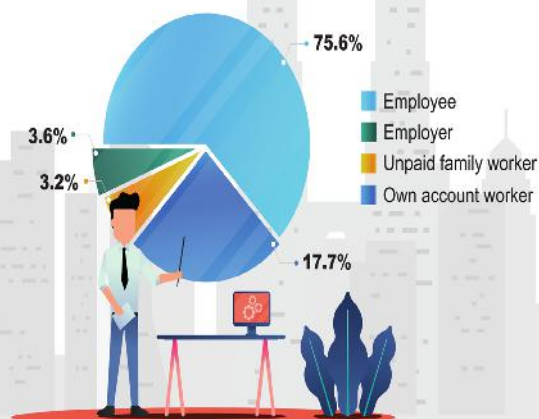
## EMPLOYED

### EMPLOYED PERSON BY SEX, MALAYSIA, Q1 2019 - Q2 2022

**Q2 2022**  
**15.70**  
**MILLION**  
Q1 2022  
15.57 MILLION  
**▲ 0.8**  
**EMPLOYED**



### EMPLOYED PERSON BY EMPLOYMENT STATUS, MALAYSIA, Q2 2022



## UNEMPLOYMENT

### UNEMPLOYED PERSONS AND UNEMPLOYMENT RATE, MALAYSIA, Q1 2019 - Q2 2022



### UNEMPLOYMENT BY SEX, MALAYSIA, Q2 2022



**Q2 2022**  
**642.0**  
**THOUSAND**  
Q1 2022  
671.2 THOUSAND

**UNEMPLOYMENT**

**Q2 2022**  
**3.9%**  
Q1 2022  
4.1%

**UNEMPLOYMENT RATE**

## OUTSIDE LABOUR FORCE

**7.26 MILLION ▼ -0.4**

① Note: ▲▼ Quarter on quarter (%)

Source: Labour Force Survey, Department of Statistics Malaysia (DOSM)

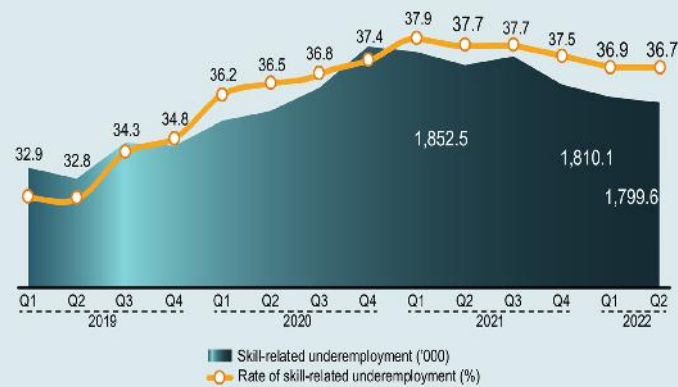
## LABOUR FORCE, Q2 2022

## UNDEREMPLOYMENT

EMPLOYED PERSONS WORKING LESS THAN 30 HOURS PER WEEK AND TIME - RELATED UNDEREMPLOYMENT, MALAYSIA, Q1 2019 - Q2 2022

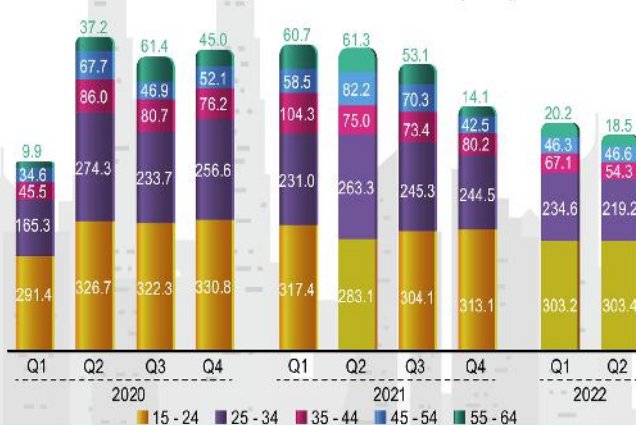


SKILL - RELATED UNDEREMPLOYMENT, MALAYSIA, Q1 2019 - Q2 2022

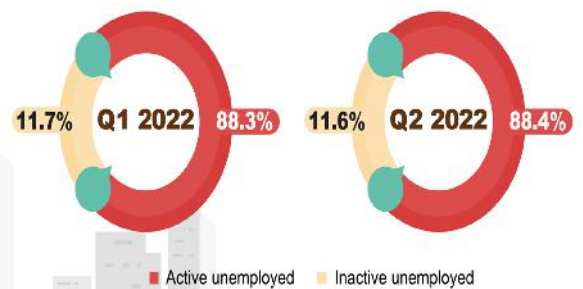


## UNEMPLOYMENT

UNEEMPLOYED BY AGE GROUP, MALAYSIA, Q1 2020 - Q2 2022 ('000)



UNEMPLOYMENT CATEGORY, MALAYSIA, Q1 2022 &amp; Q2 2022



## LABOUR FORCE PARTICIPATION RATE (LFPR) AND UNEMPLOYMENT RATE (UR) BY STATE

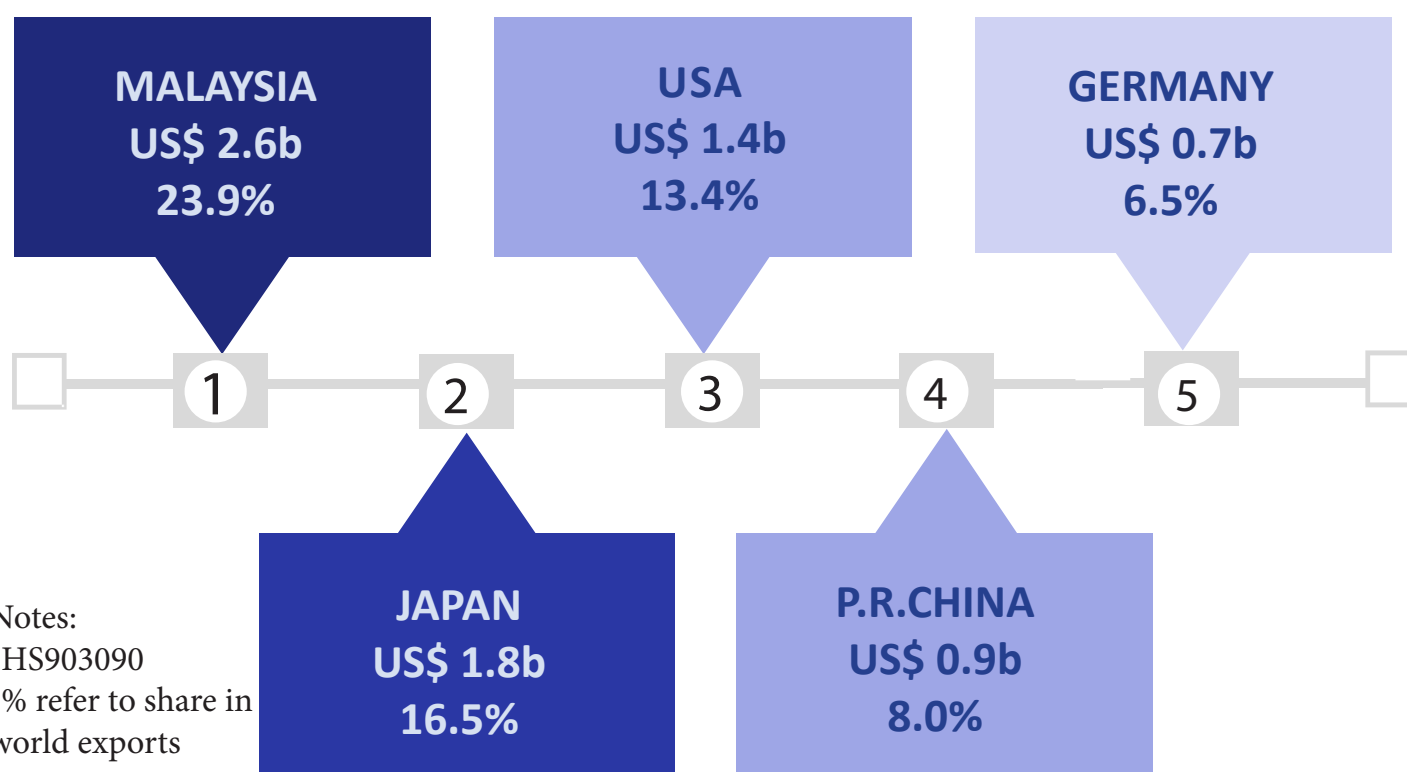


② Note: ▲▼ Quarter on quarter (%)

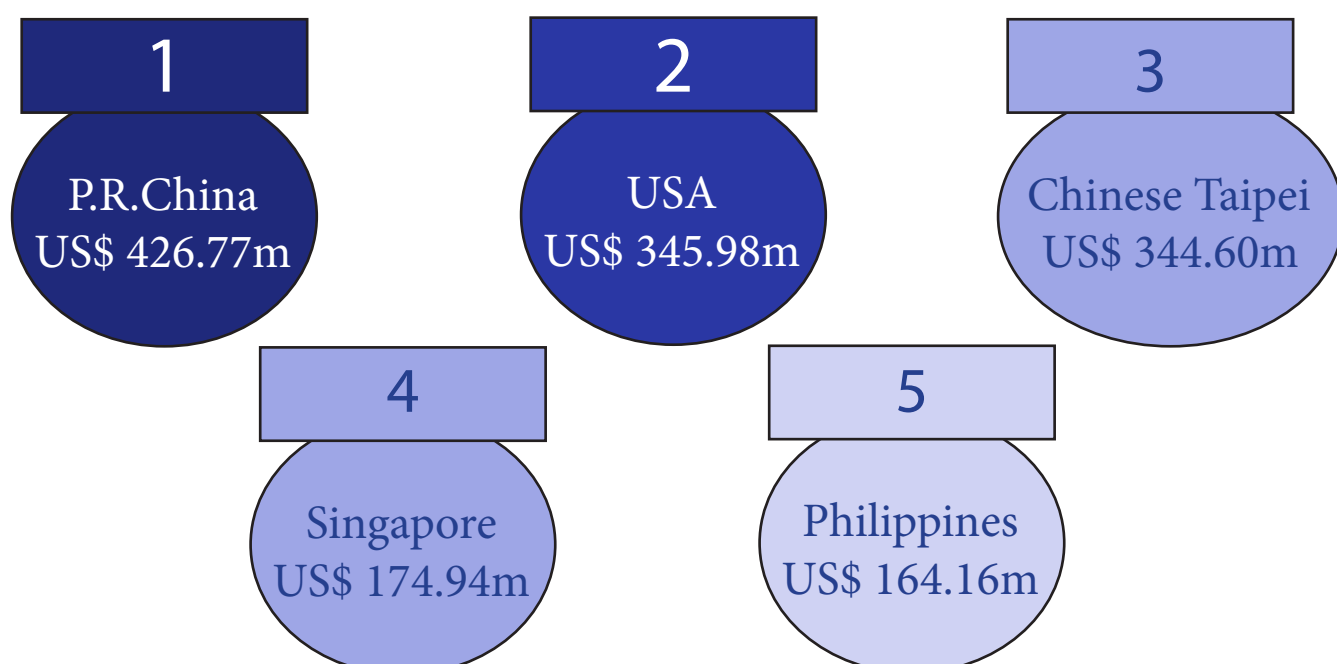
Source: Labour Force Survey, Department of Statistics Malaysia (DOSM)

## WORLD LARGEST EXPORTER OF PARTS AND ACCESSORIES FOR INSTRUMENTS AND APPARATUS FOR MEASURING OR CHECKING ELECTRICAL QUANTITIES OR FOR DETECTING IONISING RADIATIONS, N.E.S.

In 2021, Malaysia's export of Parts and accessories for instruments and apparatus for measuring or checking electrical quantities or for detecting ionising radiations, n.e.s. recorded US\$ 2.6 billion which was 23.9% share of the world exports .



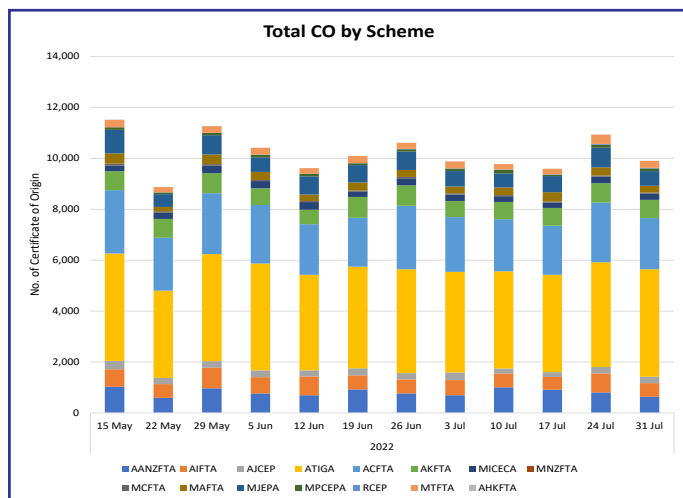
## MALAYSIA'S TOP EXPORT DESTINATIONS



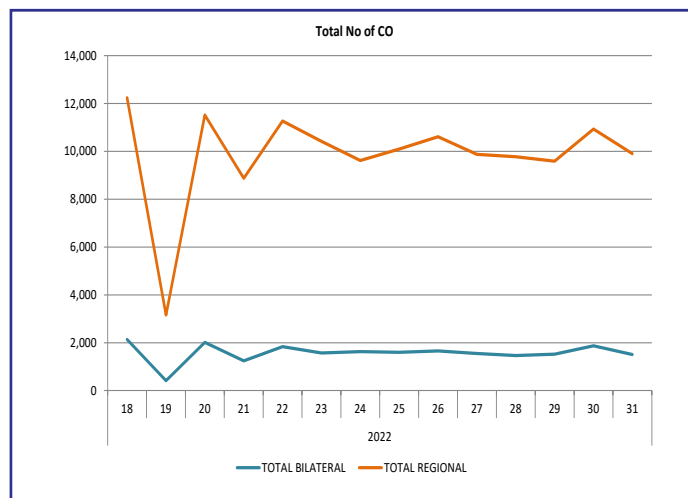
Source: <https://www.trademap.org/index.aspx>

# Number and FOB Value of PCO as at 31 July 2022 Weekly / Monthly/ Annually

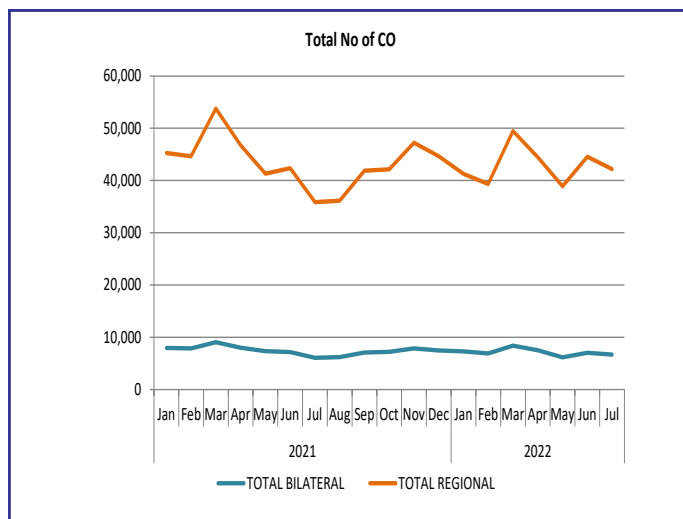
## Weekly Total Scheme



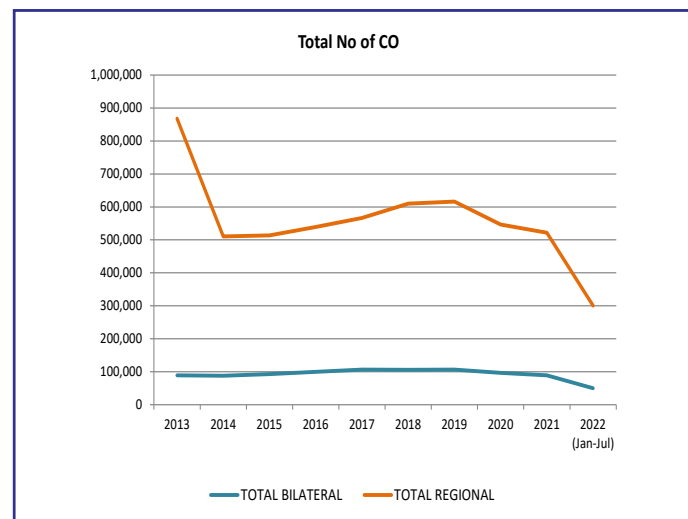
## Weekly



## Monthly



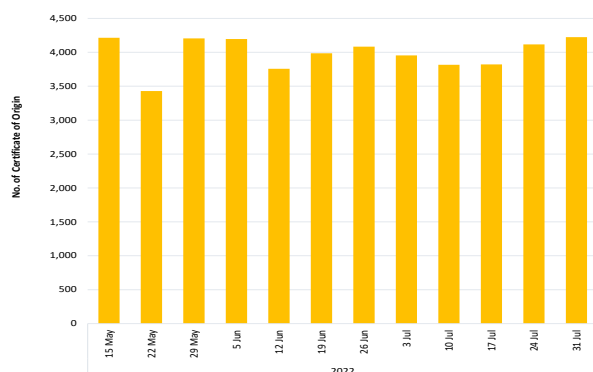
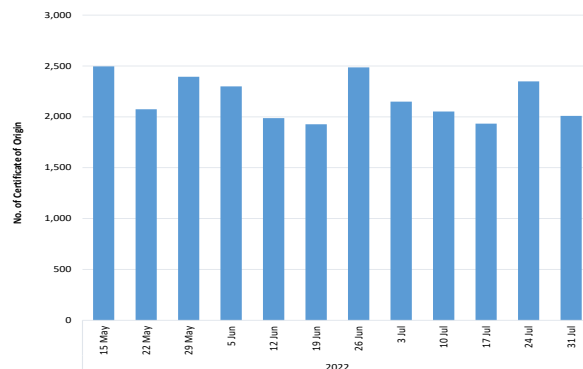
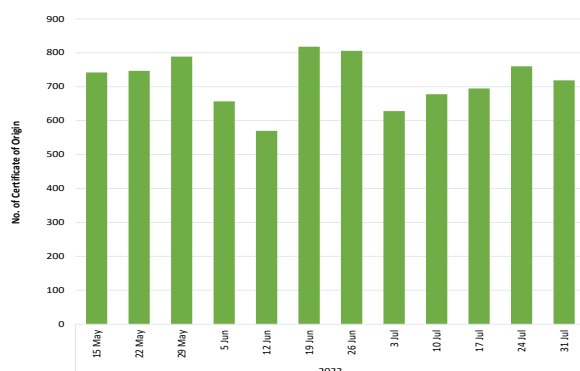
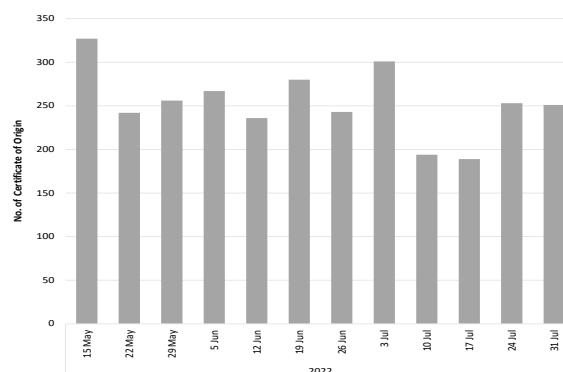
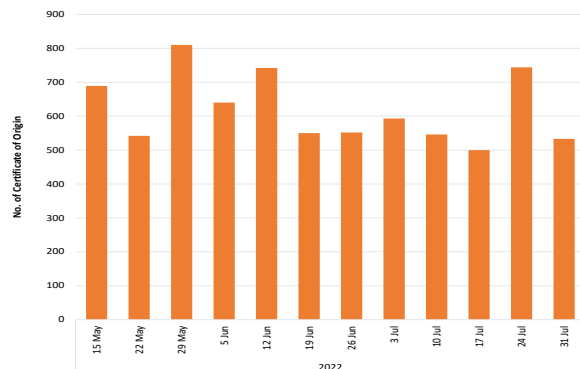
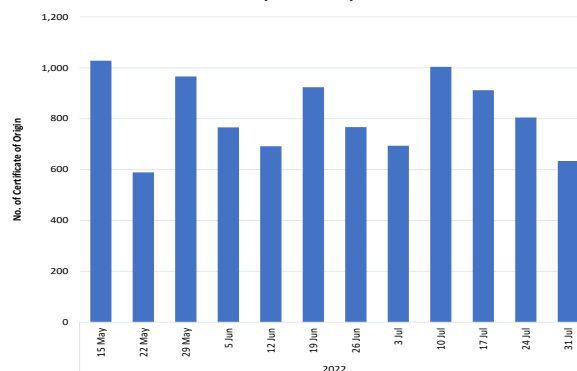
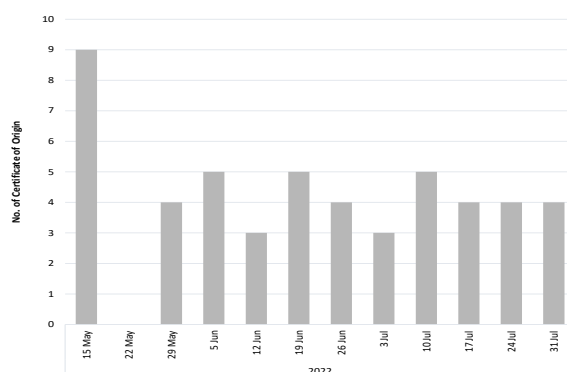
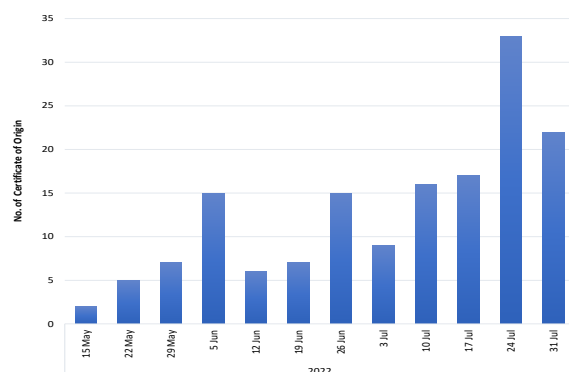
## Annually



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

# Regional FTA

## Number of Preferential Certificates of Origin (PCOs) as at 31 July 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

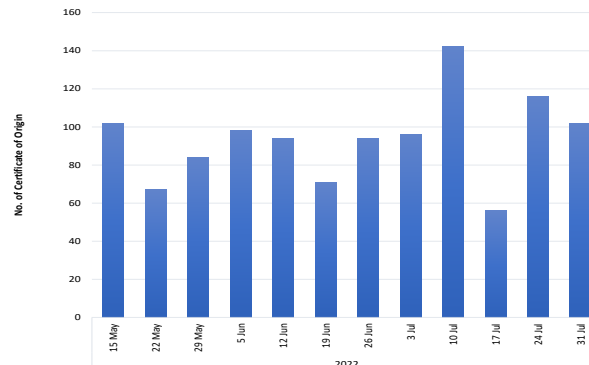
# Bilateral FTA

## Number of Preferential Certificates of Origin (PCOs) as at 31 July 2022

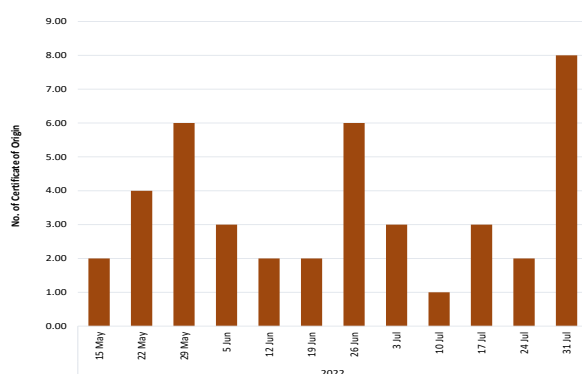
**Malaysia-Japan Economic Partnership Agreement (MJEPA)**



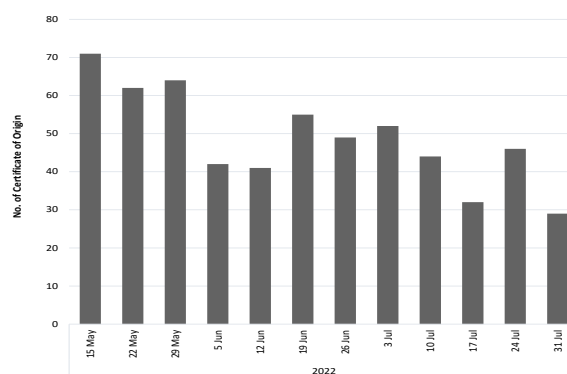
**Malaysia-Pakistan Closer Economic Partnership Agreement (MPCEPA)**



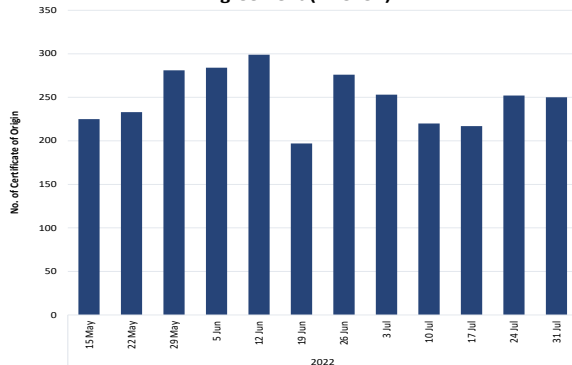
**Malaysia-New Zealand Free Trade Agreement (MNZFTA)**



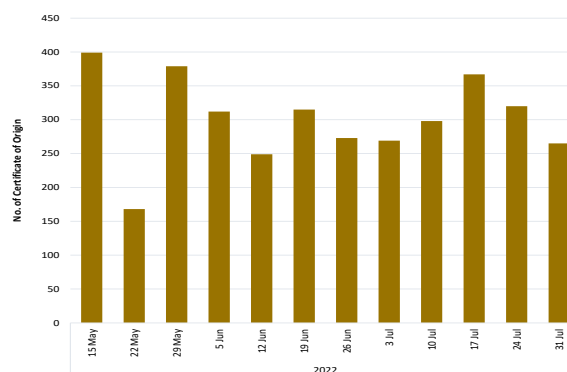
**Malaysia-Chile Free Trade Agreement (MCFTA)**



**Malaysia-India Comprehensive Economic Cooperation Agreement (MICECA)**



**Malaysia-Australia Free Trade Agreement (MAFTA)**



**Malaysia-Turkey Free Trade Agreement (MTFTA)**

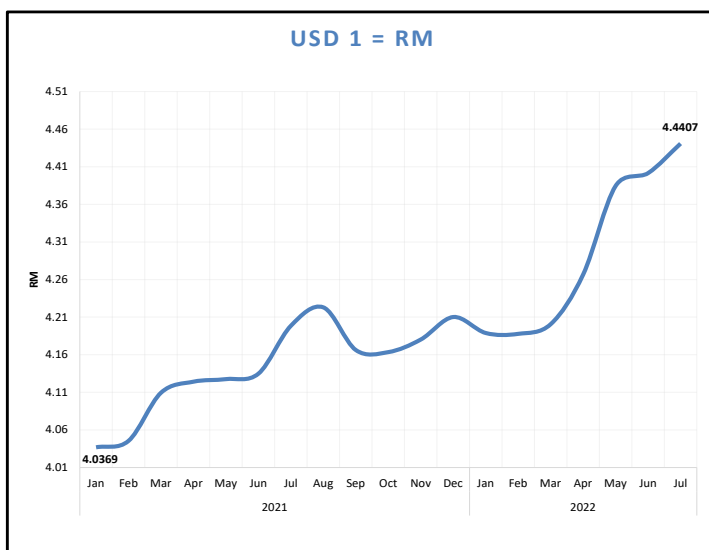


Note: \*Provisional Data  
Source: Ministry of International Trade and Industry, Malaysia

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

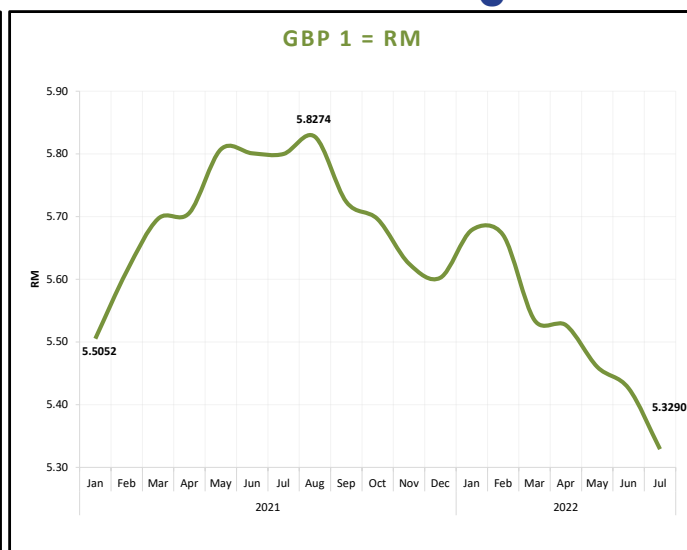
## US Dollar

USD 1 = RM



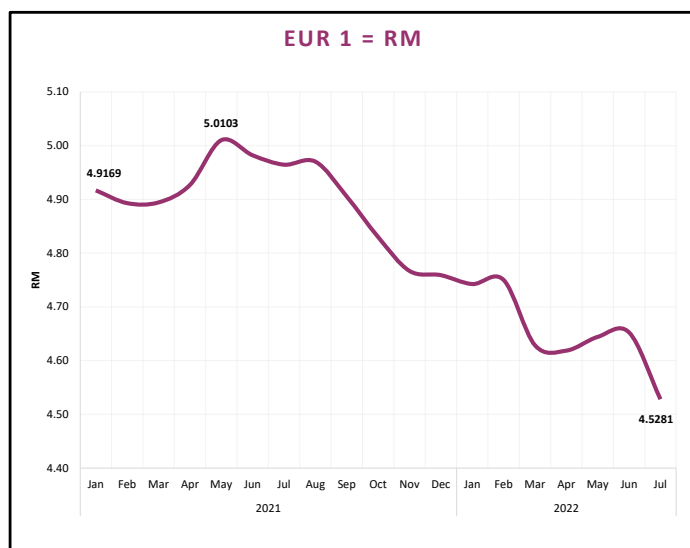
## Pound Sterling

GBP 1 = RM



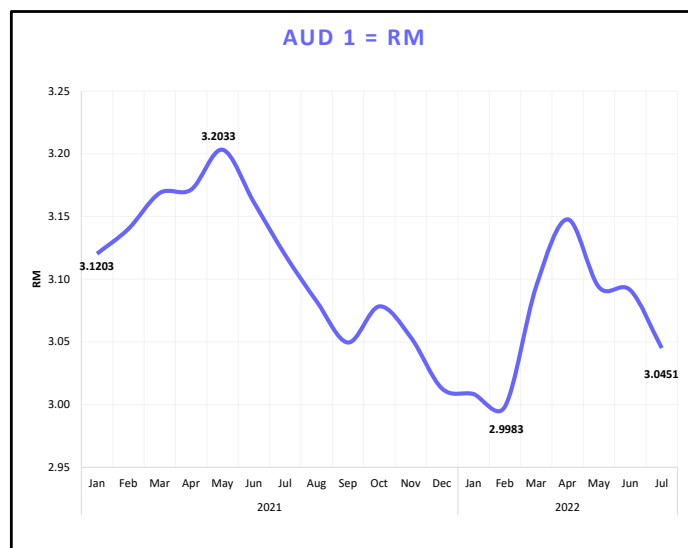
## Euro

EUR 1 = RM



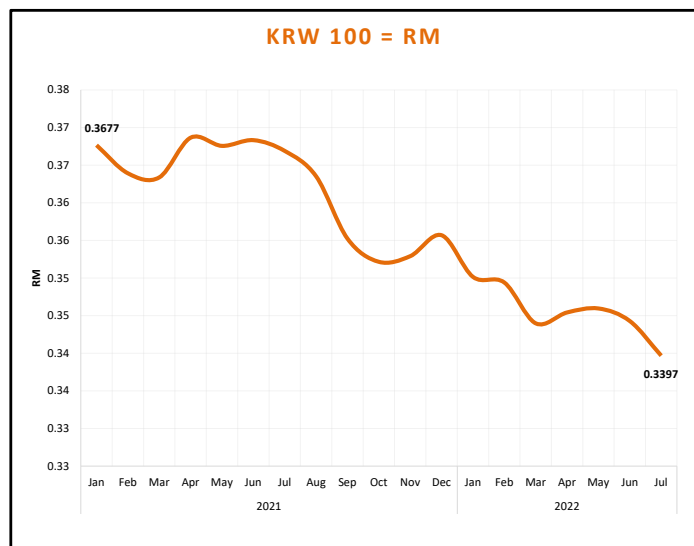
## Australian Dollar

AUD 1 = RM



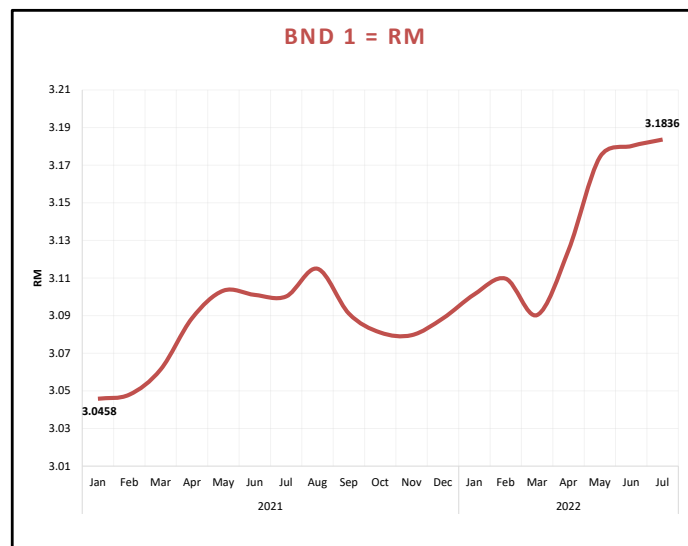
## South Korean Won

KRW 100 = RM



## Brunei Dollar

BND 1 = RM



Source : Bank Negara Malaysia

# Commodity Prices

## CRUDE PETROLEUM (BRENT) -per bbl-



▼ 13.7%\*  
US\$94.9  
05 Aug 2022

Highest  
2021/2022

10 Jun 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-



▼ 3.9%\*  
US\$907.1  
05 Aug 2022

Highest  
2021/2022

11 Mar 2022 : US\$1,774.7  
29 Oct 2021 : US\$1,302.0

15 Jul 2022 : US\$816.2  
18 Jun 2021 : US\$844.6

Lowest  
2021/2022

Average Price 2021 i: US\$1,075.3

## RUBBER SMR 20 -per MT-



▼ 2.5%\*  
US\$1,517.0  
05 Aug 2022

Average Price 2021 i: US\$1,689.1

## COCOA SMC 2 -per MT-



▲ 3.0%\*  
US\$1,487.3  
05 Aug 2022

Average Price 2021 i: US\$1,505.9

## SUGAR -per lbs-



▲ 2.3%\*  
US\$17.9  
05 Aug 2022

Average Price 2021 i: US\$17.9

## COAL -per MT-



▼ 19.2%\*  
US\$313.7  
05 Aug 2022

Average Price 2021 i: US\$120.5

## SCRAP IRON HMS -per MT-

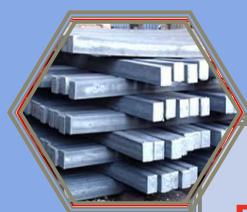


⊖ %\*  
US\$460.0  
(high)  
⋮  
⊖ %\*  
US\$400.0  
(low)  
05 Aug 2022

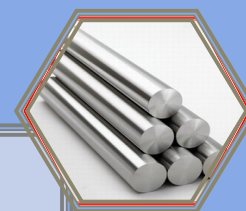
Average Price 2021 i: US\$486.4 (high)  
Average Price 2021 i: US\$468.1 (low)

## Domestic Prices

05 Aug 2022



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

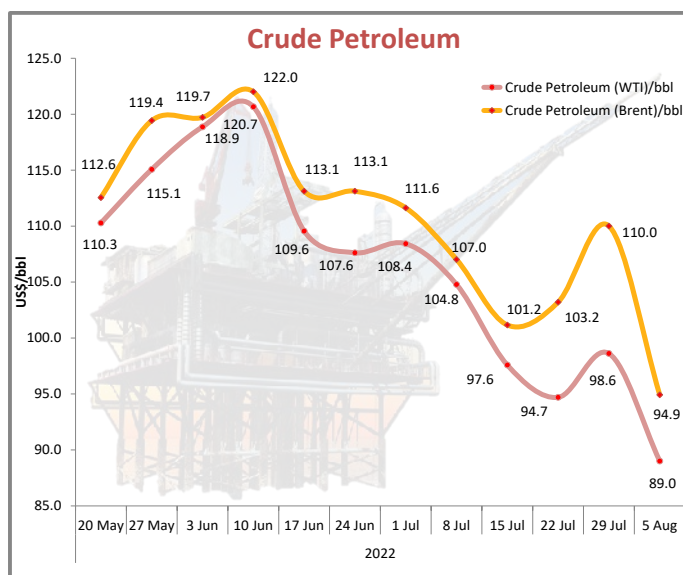
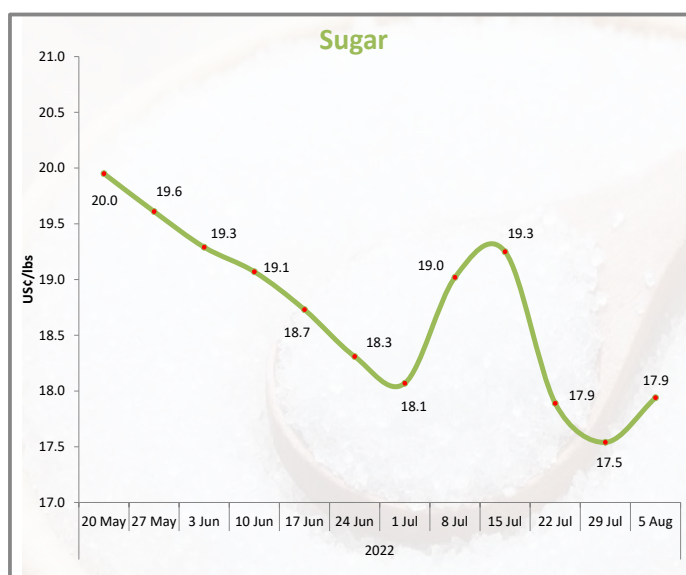
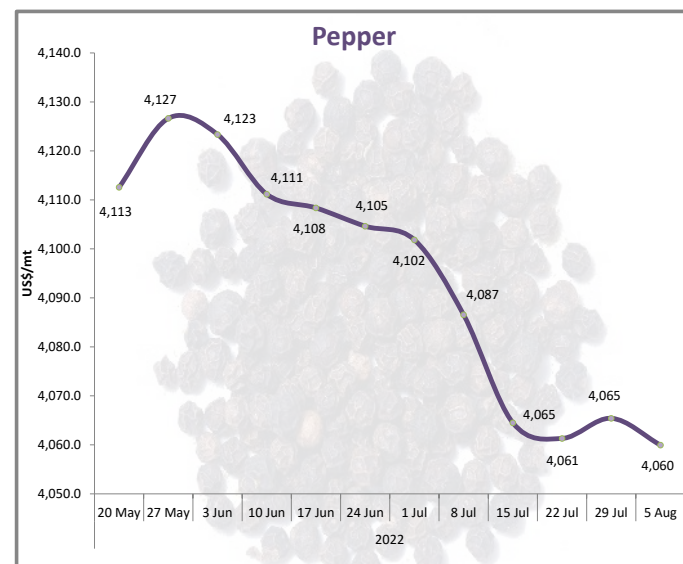
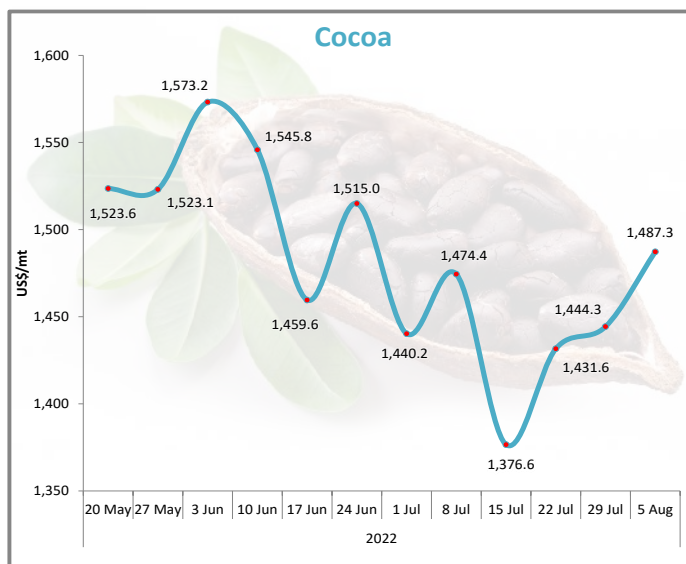
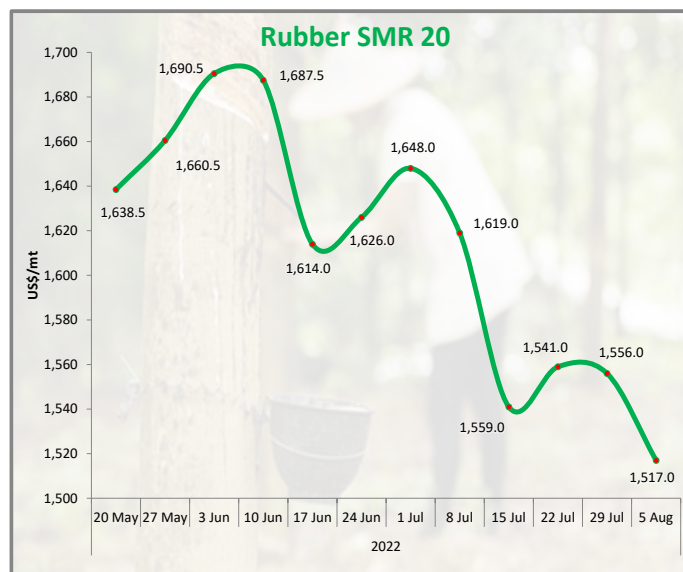
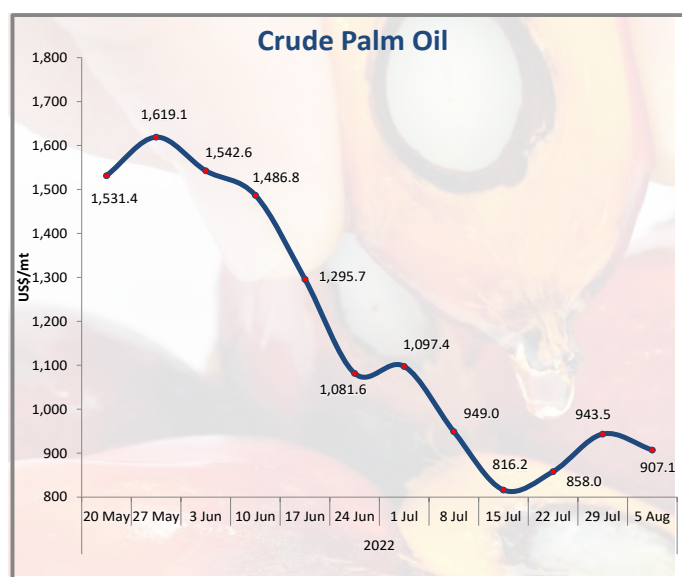


**Steel Bars  
(per MT)  
RM3,130 - RM3,280**

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

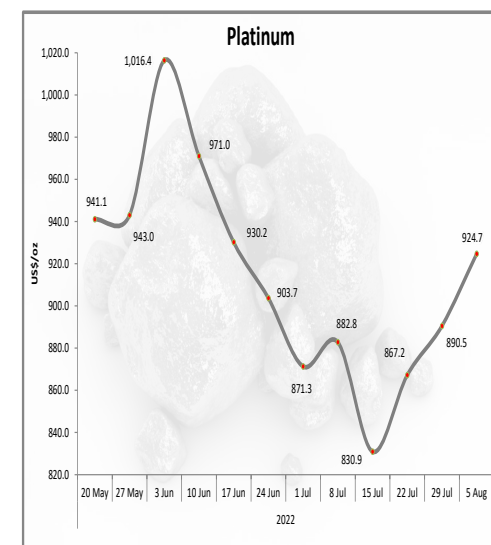
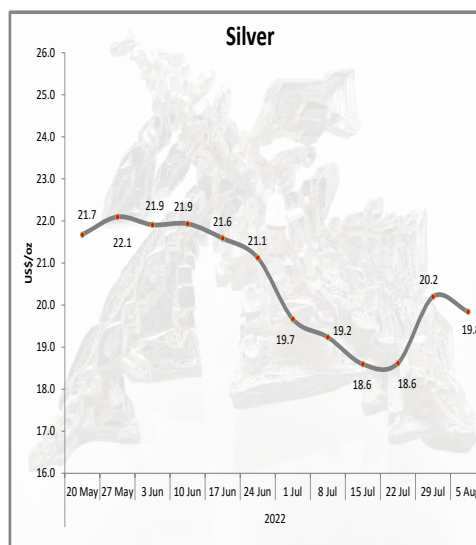
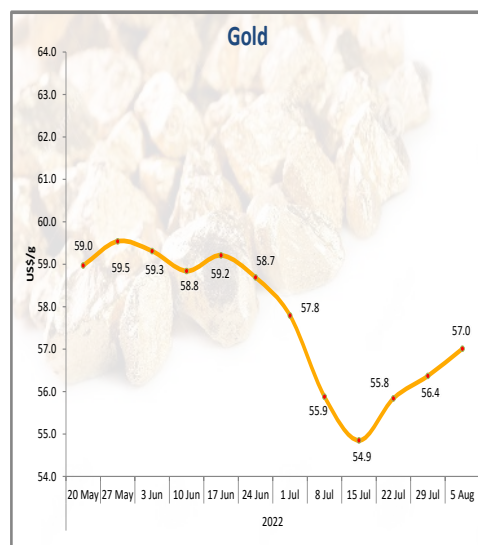
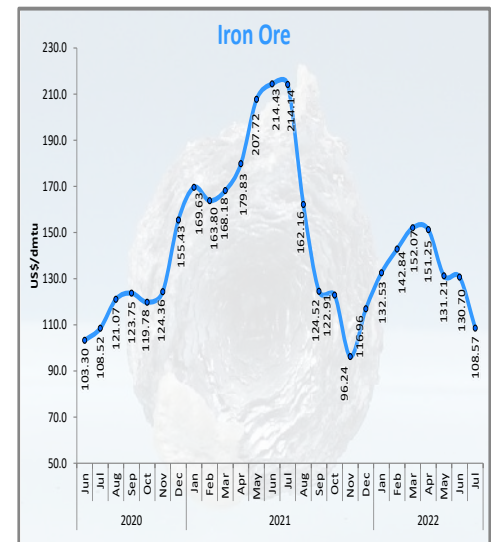
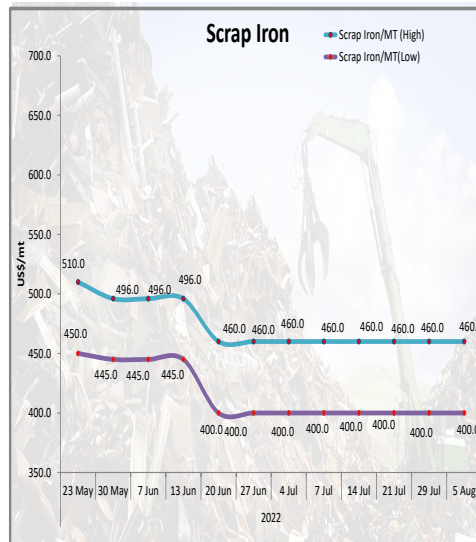
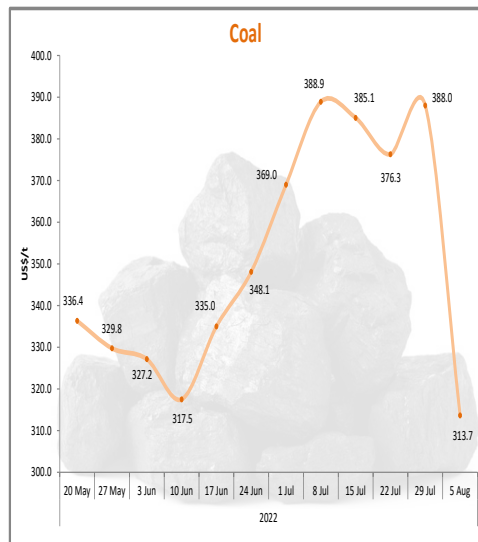
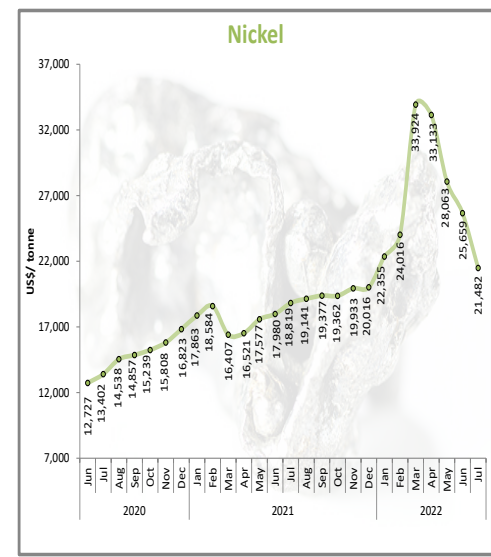
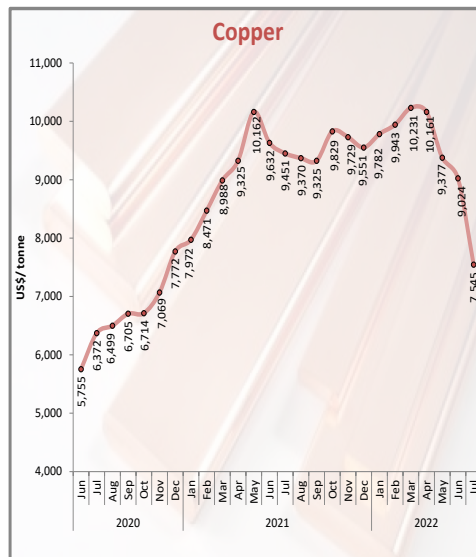
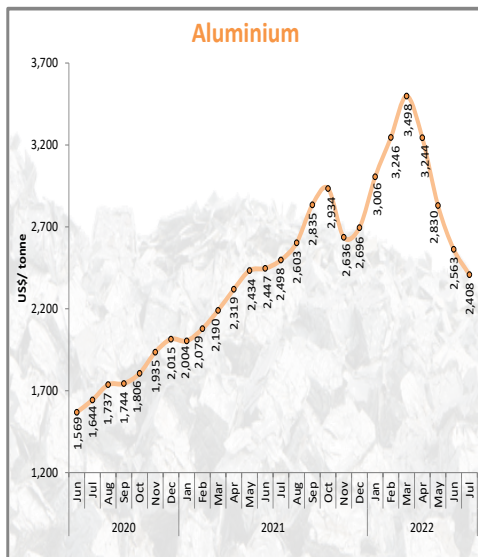
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

# 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 Czarikow 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.



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



# 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.miti.com.my](http://www.miti.com.my)

### Industry Digitalisation Transformation Fund (IDTF)

- targeted sectors: AI, Robotics, Automation etc.
- provides a 2% interest rate subsidy
- [www.bpmi.com.my](http://www.bpmi.com.my)

Coming Soon!

1. Intervention Fund\*
  - 70:30 matching grant up to RM500,000.
2. Industry4WRD DSF\*
  - 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](http://www.mida.gov.my)

## 02 | 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](http://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](http://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](https://www.miti.gov.my/index.php/pages/view/industry4WRD?mid=559#tab_547_2202)



MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

# INDUSTRY4WRD READINESS ASSESSMENT

Get your firm assessed. Be ready for Industry 4.0.

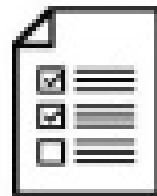
## All you need to know about Industry4WRD RA



### What is it?

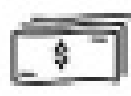
Trained assessors will help you to understand your readiness for Industry 4.0 and make recommendations on where to start your transformation.

### 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.



## Process Flow

A FEW SIMPLE STEPS

### 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](mailto:i4.0@miti.gov.my)
- RA: [industry4wrdr@mpc.gov.my](mailto:industry4wrdr@mpc.gov.my)



Readiness Assessment



Apply online at [www.miti.gov.my/industry4wrdr](http://www.miti.gov.my/industry4wrdr)



Evaluation by Committees

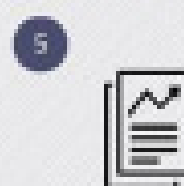


Onsite Assessment



Receive RA Report

Business Intervention



Develop Intervention Proposal



Apply for Financial Incentives



Implement the Intervention Plan

For more information, kindly click the following links:

<https://www.miti.gov.my/index.php/pages/view/industry4WRD>



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

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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# Invitation to participate in the ASEAN SINGLE WINDOW (ASW) TRADER SURVEY

**CLICK HERE**

For more information or inquiries, kindly contact the ATIGA team at [allatiga@miti.gov.my](mailto:allatiga@miti.gov.my)



## THE 40<sup>th</sup> ANNIVERSARY THE LOOK EAST POLICY (LEP) INVITATION TO SUBMIT EVENT/PROJECT PROPOSALS TO COMMEMORATE THE ANNIVERSARY

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