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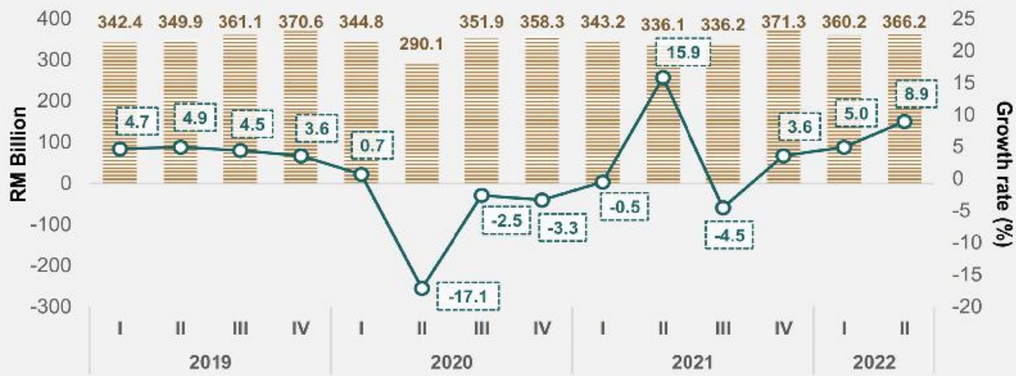
Malaysia Statistics

GDP, Q2 2022

Malaysia's GDP expanded to 8.9 per cent in Q2 2022

Quarterly GDP – Value Added and Annual Percentage Change



Performance
Q2 2022 | Q1 2022

Value Added
RM366.2b | RM360.2b

Growth Rate (%)
8.9 | 5.0

Monthly GDP – Annual Percentage Change

Performance
April – June 2022

June	16.5%
May	5.0%
April	5.6%

PERFORMANCE BY PRODUCTION & EXPENDITURE APPROACH

PRODUCTION

	Services	Manufacturing	Mining & quarrying	Agriculture	Construction
Growth	12.0% | 6.5%	9.2% | 6.6%	-0.5% | -1.1%	-2.4% | 0.1%	2.4% | -6.2%
Share:	58.1%	24.3%	6.4%	6.4%	3.5%

Notes:
i. Exclude Import duties
ii. Q2 2022 | Q1 2022
iii. % change is year-on-year

EXPENDITURE

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

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Malaysia Statistics

GDP BY ACTIVITY ECONOMY, Q2 2022

MONTHLY GDP BY KIND OF ECONOMIC ACTIVITY

SERVICES

June : 19.8%
May : 8.5%
April : 8.0%

MANUFACTURING

June : 14.5%
May : 7.4%
April : 5.5%

AGRICULTURE

June : -1.0%
May : -3.6%
April : -2.7%

MINING & QUARRYING

June : 4.6%
May : -5.6%
April : 0.3%

CONSTRUCTION

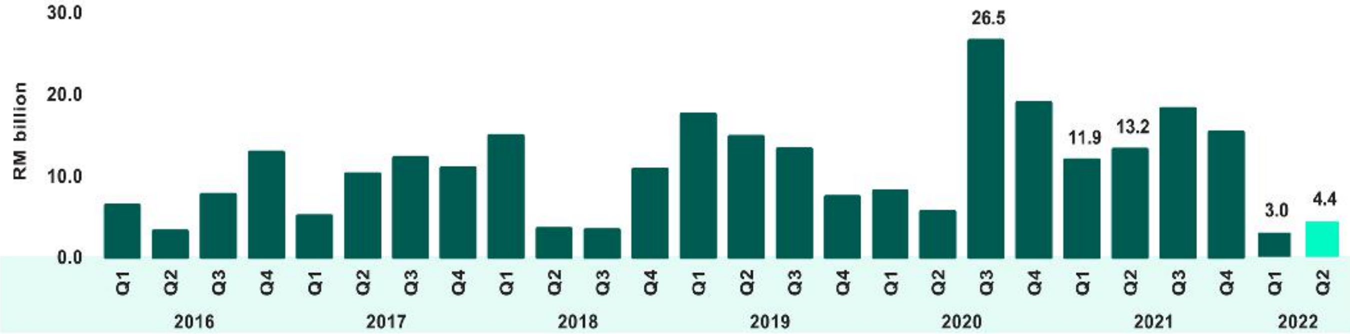
June : 34.1%
May : -19.2%
April : 0.3%

Note: % change is year-on-year

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

BALANCE OF PAYMENTS, Q2 2022

Malaysia's current account balance recorded a surplus of RM4.4 billion in Q2 2022



CURRENT ACCOUNT

"Malaysia's current account balance posted a surplus of **RM4.4 billion**, mainly contributed by net exports of Goods, followed by lower deficits in Primary Income and Services"

GOODS
Surplus RM34.0b | Surplus RM40.5b

SERVICES
Deficit RM12.3b | Deficit RM15.0b

PRIMARY INCOME
Deficit RM14.7b | Deficit RM20.1b

SECONDARY INCOME
Deficit RM2.6b | Deficit RM2.4b

Notes :
Q2 22
Q1 22
b refers to billion

FINANCIAL ACCOUNT

"Financial account recorded a **net inflow** of **RM0.2 billion**, mainly owing to net inflow Other Investment and Direct Investment"

DIRECT INVESTMENT
Net inflow RM20.8b | Net inflow RM2.6b

PORTFOLIO INVESTMENT
Net outflow RM10.1b | Net outflow RM14.7b

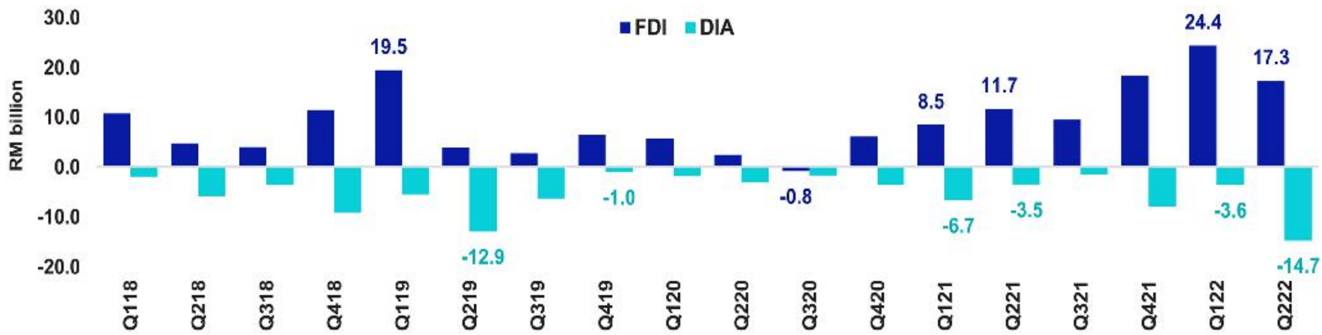
FINANCIAL DERIVATIVES
Net inflow RM0.2b | Net outflow RM0.2b

OTHER INVESTMENT
Net inflow RM19.6b | Net inflow RM12.5b

Notes :
Q2 22
Q1 22
b refers to billion

FOREIGN DIRECT INVESTMENT
FDI recorded a lower net inflow of RM17.3 billion

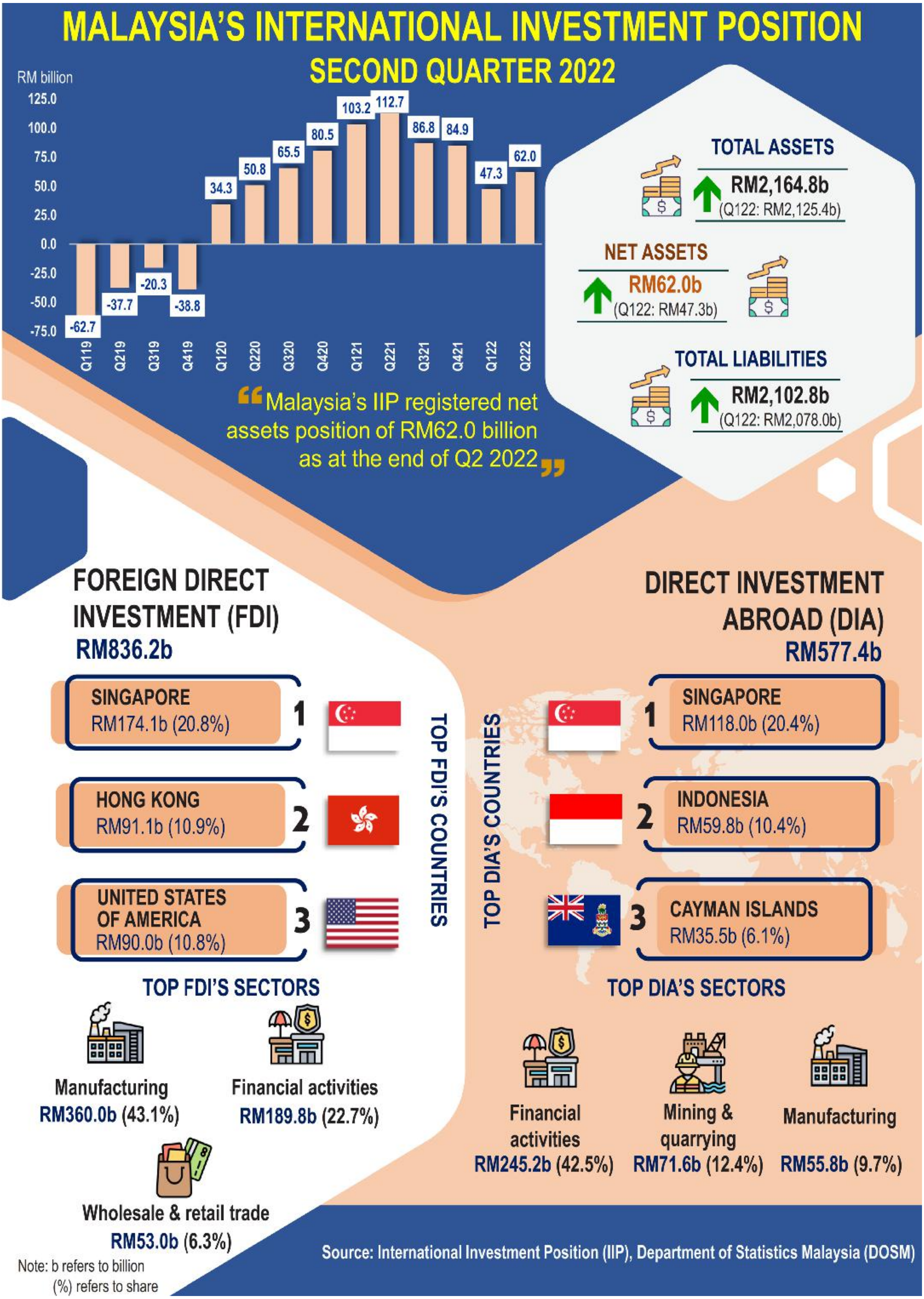
DIRECT INVESTMENT ABROAD
DIA posted a higher net outflow of RM14.7 billion



Source: Balance of Payments, Department of Statistics Malaysia (DOSM)

Malaysia Statistics

INTERNATIONAL INVESTMENT POSITION, Q2 2022



Malaysia Statistics

SERVICES SECTOR STATISTICS, Q2 2022

	Q2 2022	YoY Q1 2022	YoY Q2 2022	QoQ Q1 2022	QoQ Q2 2022
Revenue	RM506.5b	10.3%	25.2%	2.8%	7.1%
Number of Persons Engaged	3.8m	2.7%	4.9%	1.0%	0.9%
Salaries & Wages	RM25.8b	5.0%	9.3%	1.8%	1.7%

PERFORMANCE OF SERVICES SECTOR BY SEGMENT

	Revenue	Number of Persons Engaged (persons)	Salaries & Wages
Wholesale & Retail Trade, Food & Beverages and Accommodation	RM409.3b Q2 2022: 26.1% Q1 2022: 9.2%	2,856,832 Q2 2022: 5.0% Q1 2022: 2.7%	RM15.9b Q2 2022: 10.5% Q1 2022: 5.3%
Information & Communication and Transportation & Storage	RM72.2b Q2 2022: 21.3% Q1 2022: 16.1%	490,355 Q2 2022: 8.6% Q1 2022: 6.5%	RM4.9b Q2 2022: 11.7% Q1 2022: 8.5%
Private Health, Private Education and Arts, Entertainment & Recreation	RM15.1b Q2 2022: 24.4% Q1 2022: 15.2%	278,363 Q2 2022: 0.7% Q1 2022: -0.8%	RM2.5b Q2 2022: 4.1% Q1 2022: 1.6%
Professional and Real Estate Agent	RM9.9b Q2 2022: 20.0% Q1 2022: 7.7%	175,501 Q2 2022: 0.3% Q1 2022: -1.2%	RM2.5b Q2 2022: 3.5% Q1 2022: 0.5%

PERFORMANCE OF E-COMMERCE INCOME

	Q1 2022	Q2 2022
RM billion	278.2	288.2
YoY (%)	9.3	7.7
QoQ (%)	-4.2	3.6

Percentage Change: Year-on-Year

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

WORLD LARGEST EXPORTER OF BARS AND RODS, HOT-ROLLED, IN IRREGULARLY WOUND COILS, OF IRON OR NON-ALLOY STEEL, OF CIRCULAR CROSS-SECTION MEASURING < 14 MM IN DIAMETER (EXCLUDING BARS AND RODS OF FREE-CUTTING STEEL, AND BARS AND RODS WITH INDENTATIONS, RIBS, GROOVES OR OTHER DEFORMATIONS PRODUCED DURING THE

In 2021, Malaysia's export of Bars and rods, hot-rolled, in irregularly wound coils, of iron or non-alloy steel, of circular cross-section measuring < 14 mm in diameter (excluding bars and rods of free-cutting steel, and bars and rods with indentations, ribs, grooves or other deformations produced during the rolling process) recorded US$ 1.14 billion which was 9.3% share of the world exports.

1 **MALAYSIA** US$ 1.14b 9.3%

2 **RUSSIA** US$ 0.86b 7.0%

3 **GERMANY** US$ 0.86b 7.0%

4 **TURKEY** US$ 0.71b 5.8%

5 **SPAIN** US$ 0.62b 5.1%

Notes:
-HS721391
-% refer to share in world exports

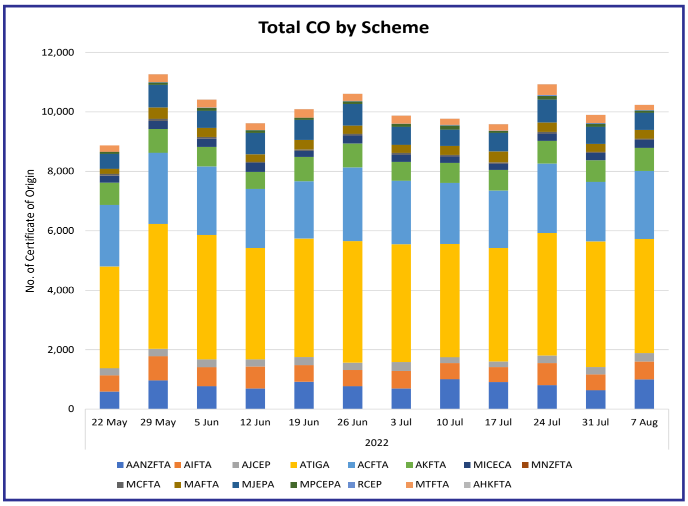
MALAYSIA'S TOP EXPORT DESTINATIONS

1. P.R.China | US$ 215.63m
2. Thailand | US$ 185.24m
3. R.O.Korea | US$ 145.27m
4. Philippines | US$ 79.32m
5. Belgium | US$ 33.97m

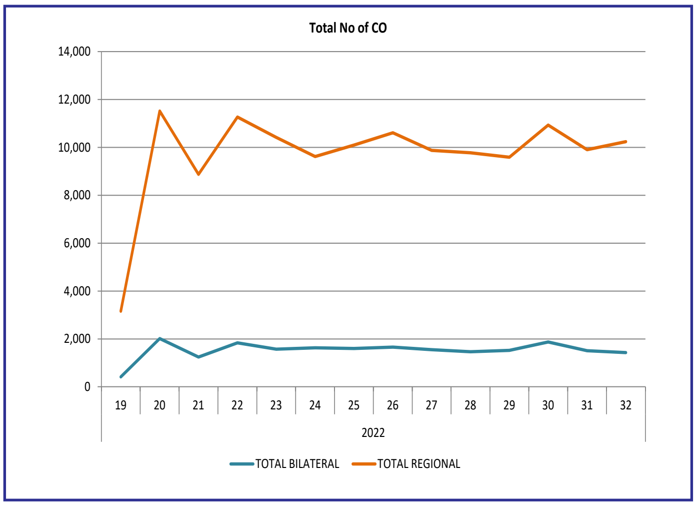
Source: https://www.trademap.org/index.aspx

Number and FOB Value of PCO as at 07 August 2022
Weekly / Monthly/ Annually

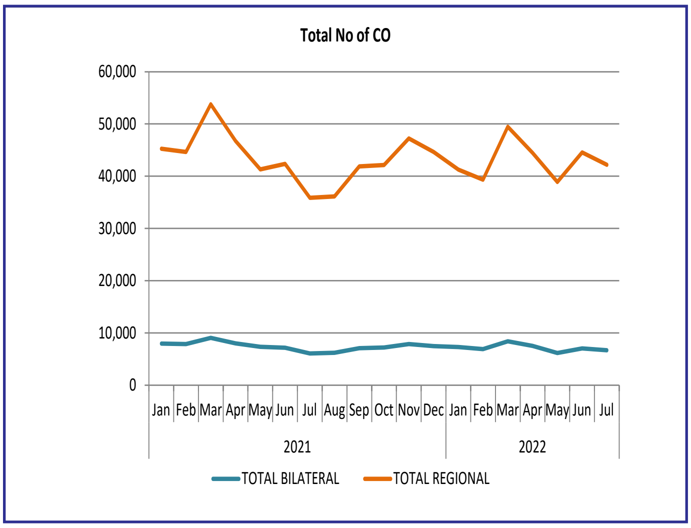
Weekly Total Scheme



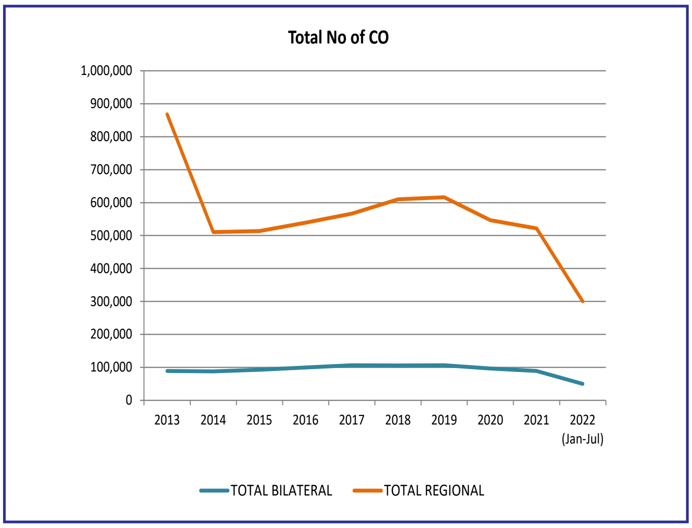
Weekly



Monthly



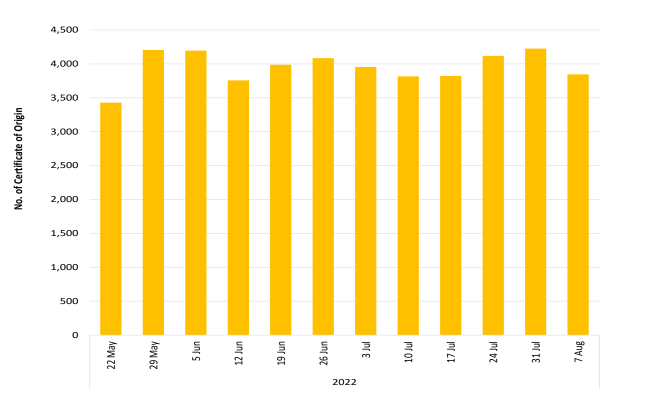
Annually



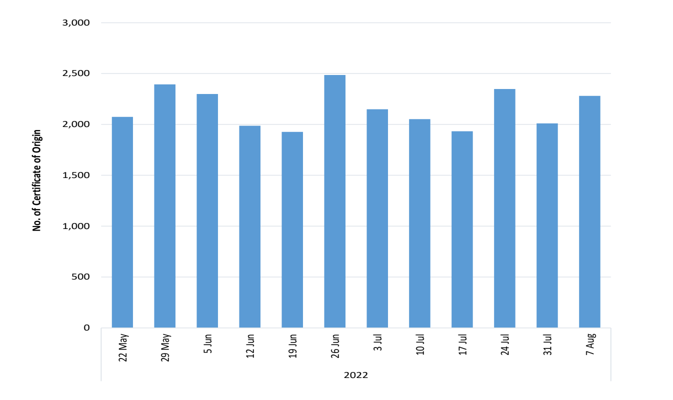
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

Regional FTA
Number of Preferential Certificates of Origin (PCOs) as at 07 August 2022

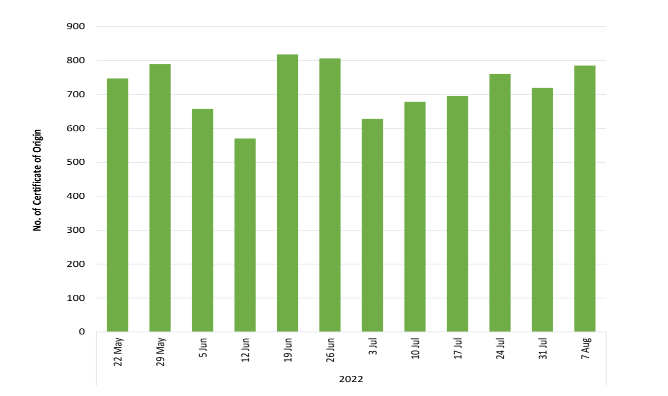
ASEAN Trade in Goods Agreement (ATIGA)



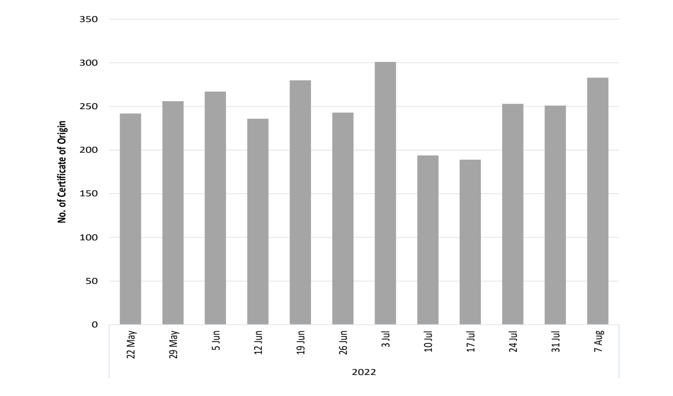
ASEAN-China Free Trade Agreement (ACFTA)



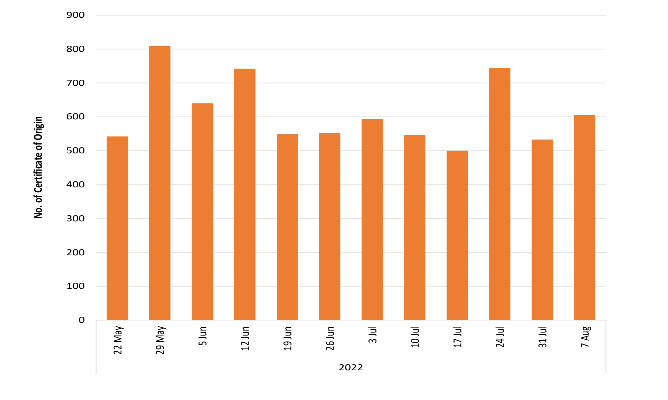
ASEAN-Korea Free Trade Agreement (AKFTA)



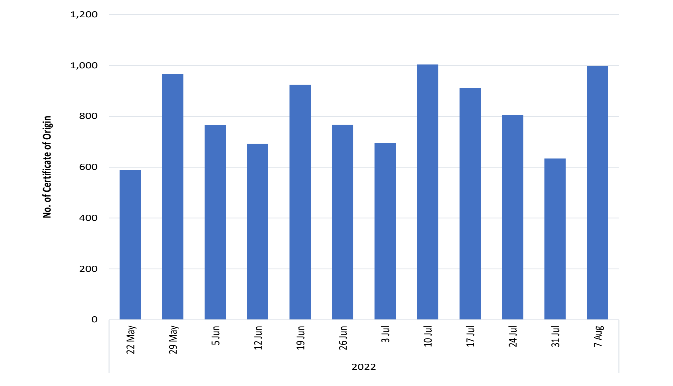
ASEAN-Japan Comprehensive Economic Partnership (AJCEP)



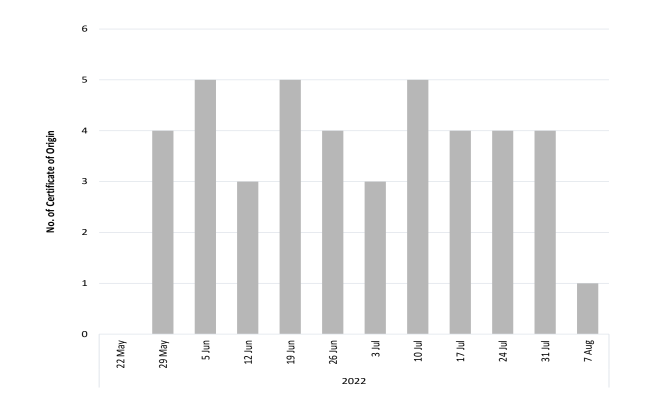
ASEAN-India Free Trade Agreement (AIFTA)



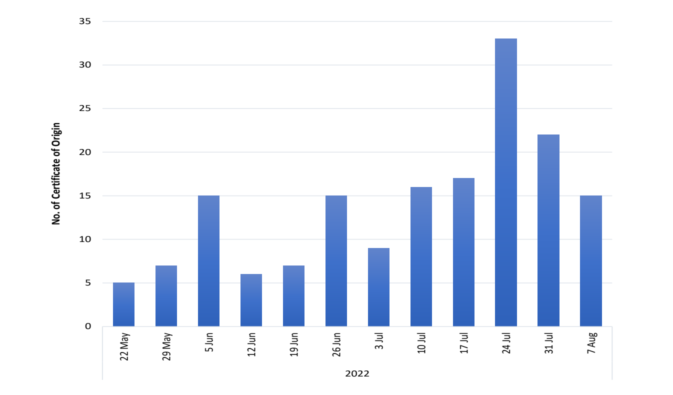
ASEAN-Australia-New Zealand Free Trade Agreement (AANZFTA)



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

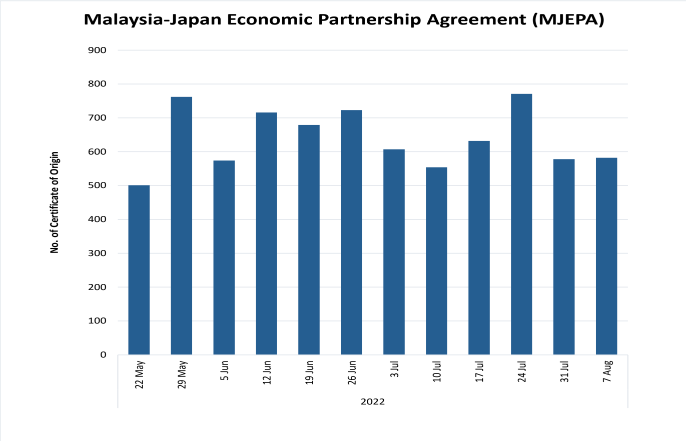


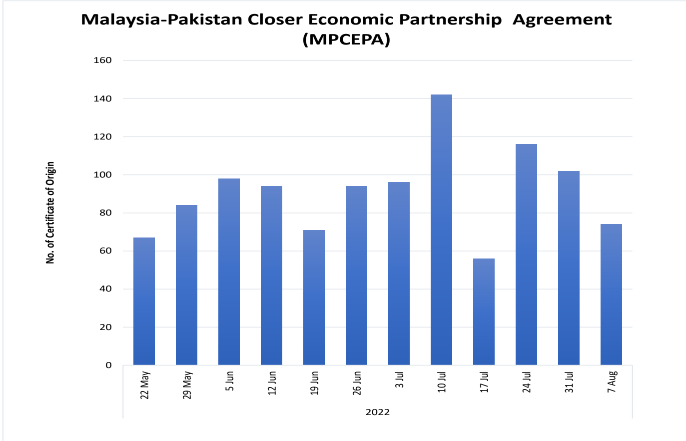
Regional Comprehensive Economic Partnership (RCEP)

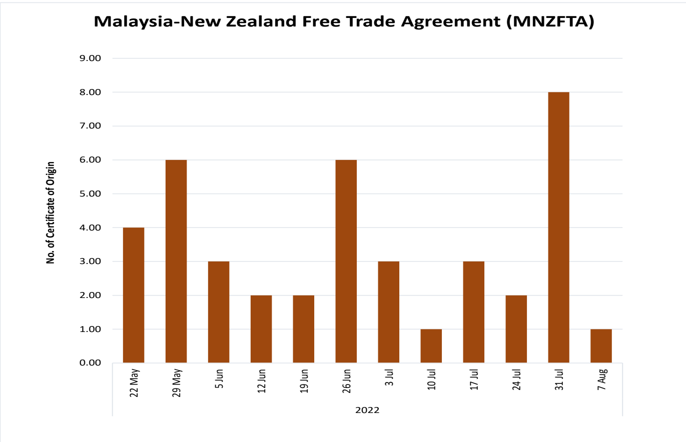


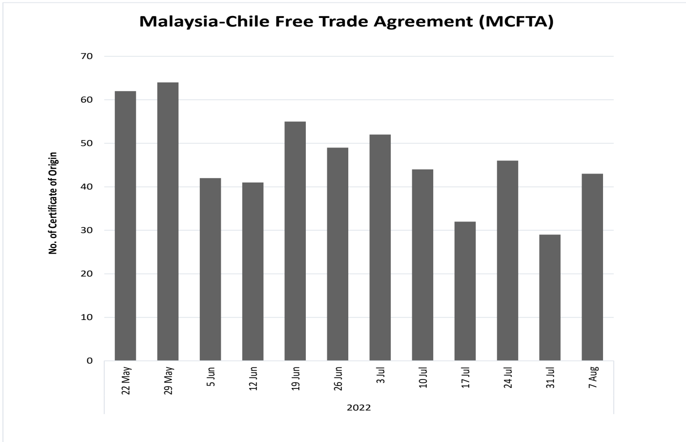
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

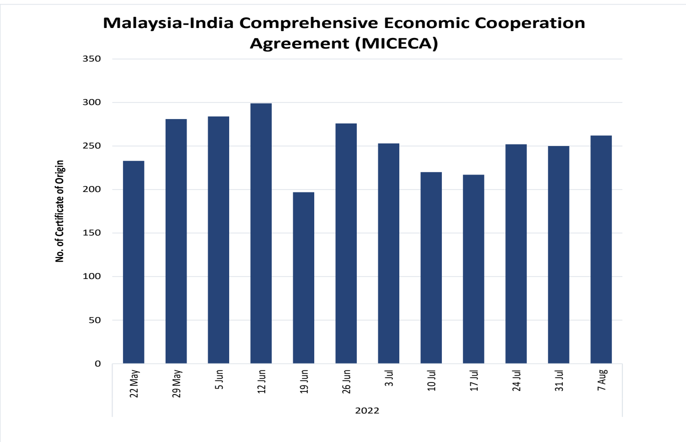
Bilateral FTA
Number of Preferential Certificates of Origin (PCOs) as at 07 August 2022

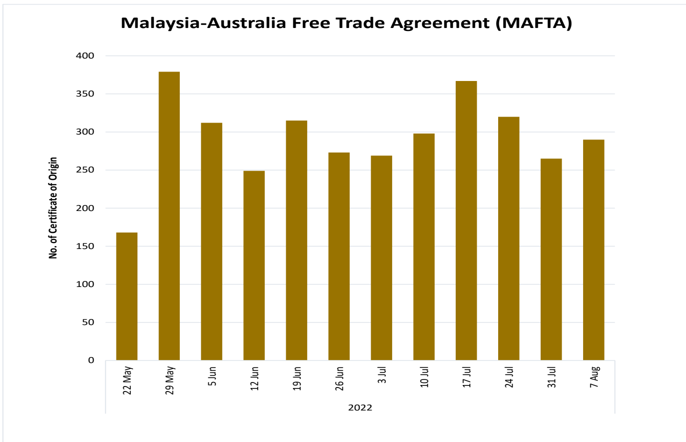


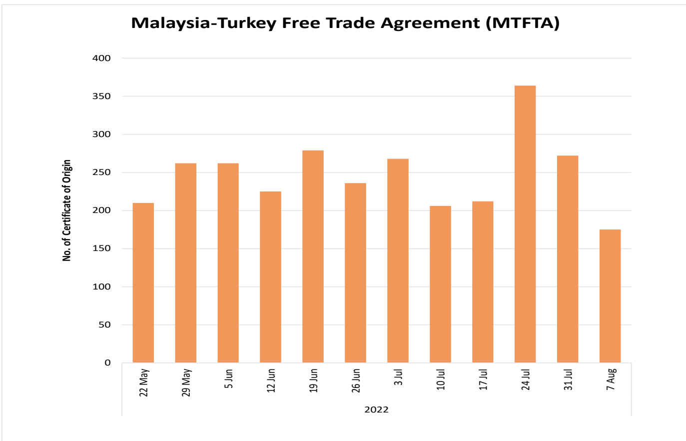








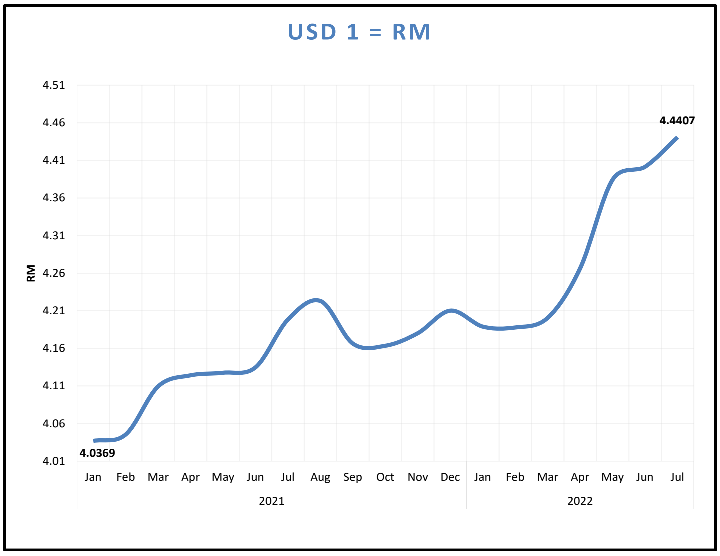




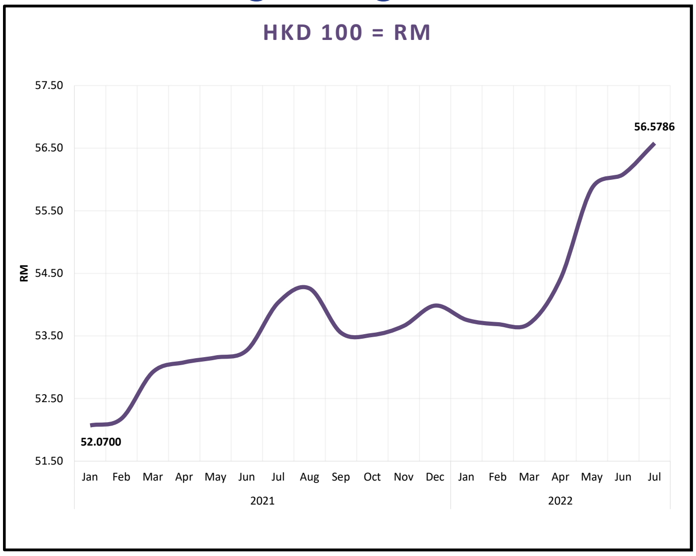
Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

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

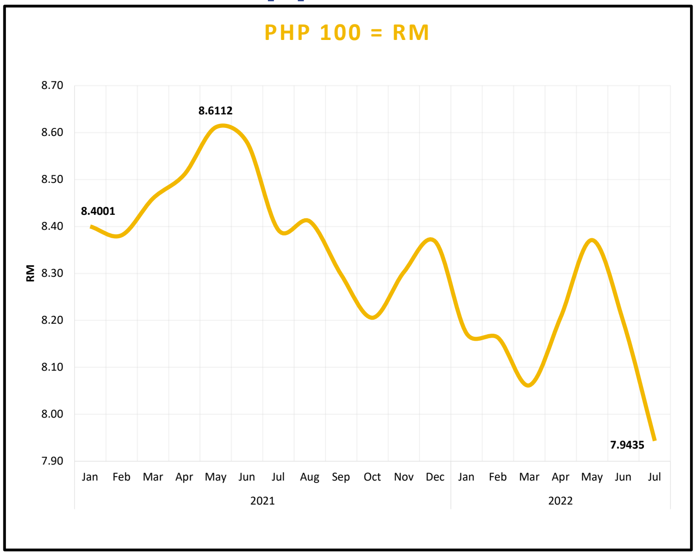
US Dollar



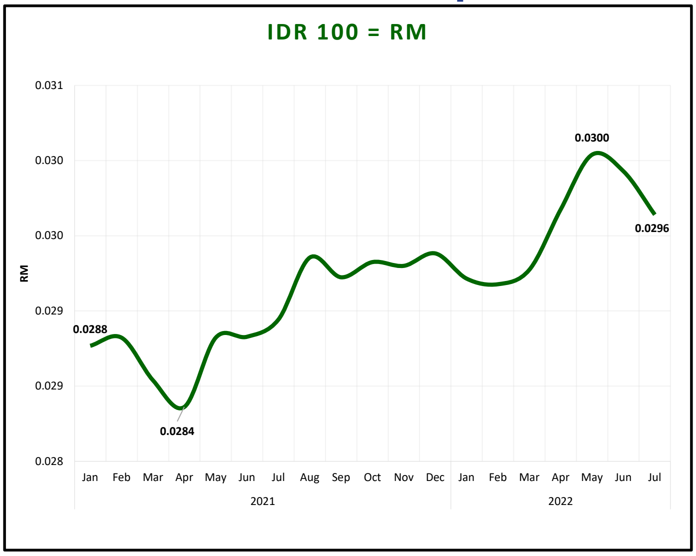
Hong Kong Dollar



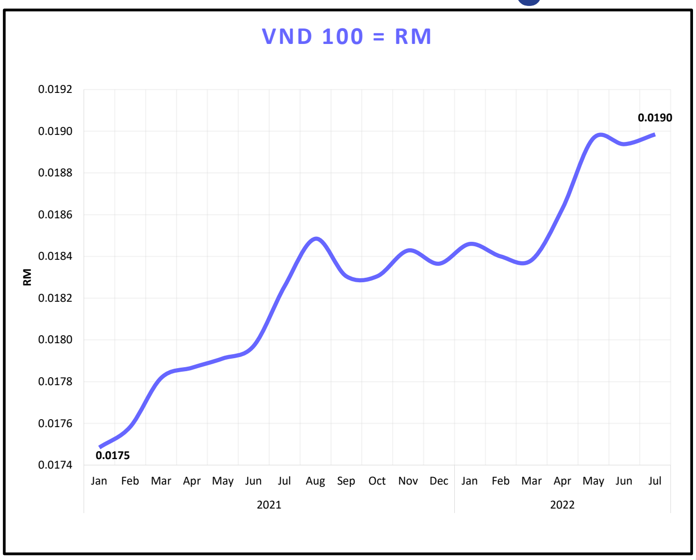
Philippine Peso



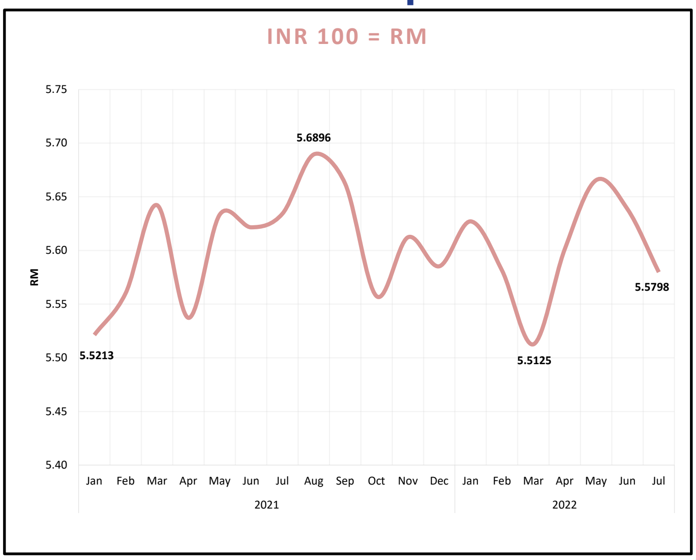
Indonesian Rupiah



Vietnamese Dong



Indian Rupee



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM (BRENT) -per bbl-

▲ 3.4%*
US$98.2
12 Aug 2022

Highest 2021/2022
10 Jun 2022 : US$122.0
22 Oct 2021 : US$85.5

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

Average Price 2021 i : US$71.1

CRUDE PALM OIL -per MT-

▲ 9.7%*
US$995.4
12 Aug 2022

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

Lowest 2021/2022
15 Jul 2022 : US$816.2
18 Jun 2021 : US$844.6

Average Price 2021 i : US$1,075.3

RUBBER SMR 20 -per MT-

▲ 0.7%*
US$1,527.5
12 Aug 2022

Average Price 2021 i : US$1,689.1

COCOA SMC 2 -per MT-

▲ 3.0%*
US$1,531.4
12 Aug 2022

Average Price 2021 i : US$1,505.9

SUGAR -per lbs-

▲ 3.7%*
US$18.6
12 Aug 2022

Average Price 2021 i : US$17.9

COAL -per MT-

▲ 11.7%*
US$350.5
12 Aug 2022

Average Price 2021 i : US$120.5

SCRAP IRON HMS -per MT-

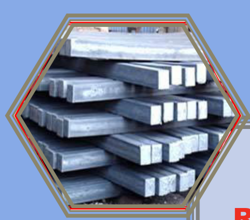
(=) %*
US$460.0
(high)

(=) %*
US$400.0
(low)

11 Aug 2022

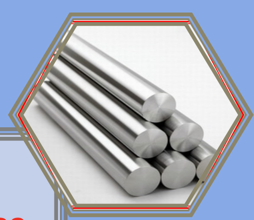
Average Price 2021 i : US$486.4 (high)
Average Price 2021 i : US$468.1 (low)

Domestic Prices
11 Aug 2022



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

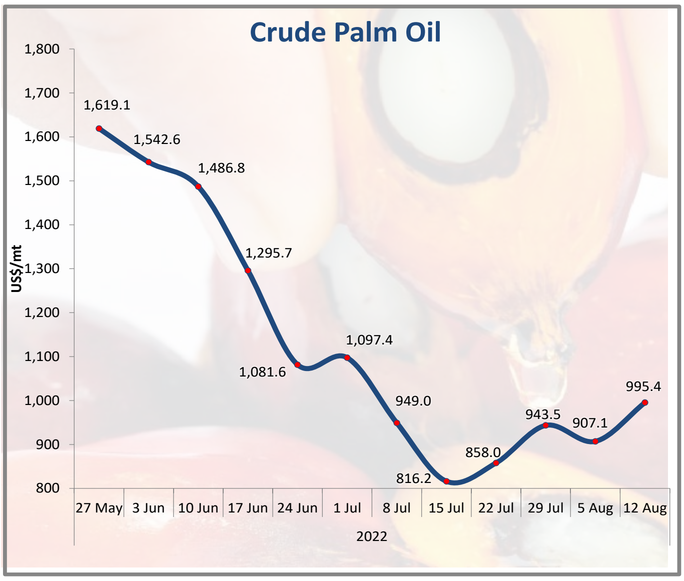
Steel Bars
(per MT)
RM3,130 – RM3,280

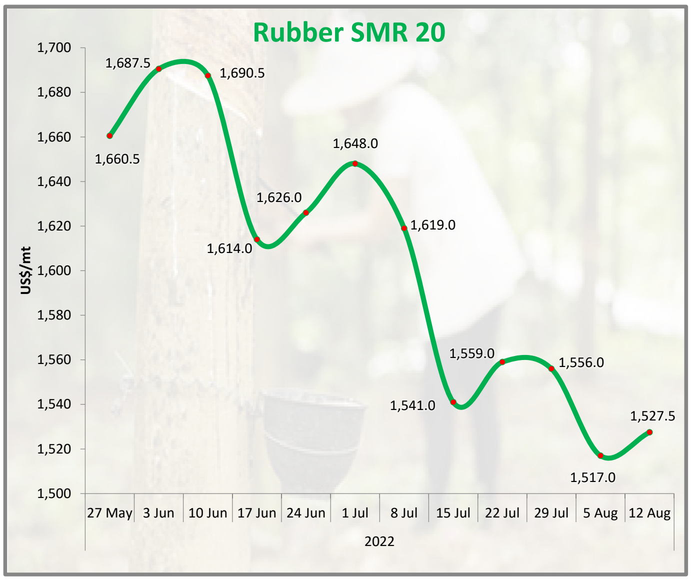


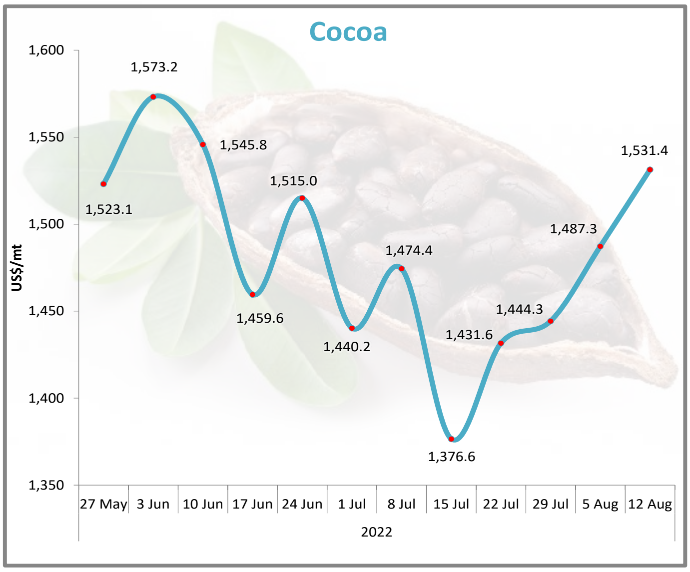
Notes: All figures have been rounded to the nearest decimal point
* Refer to % change from the previous week's price
i Average price in the year except otherwise indicated

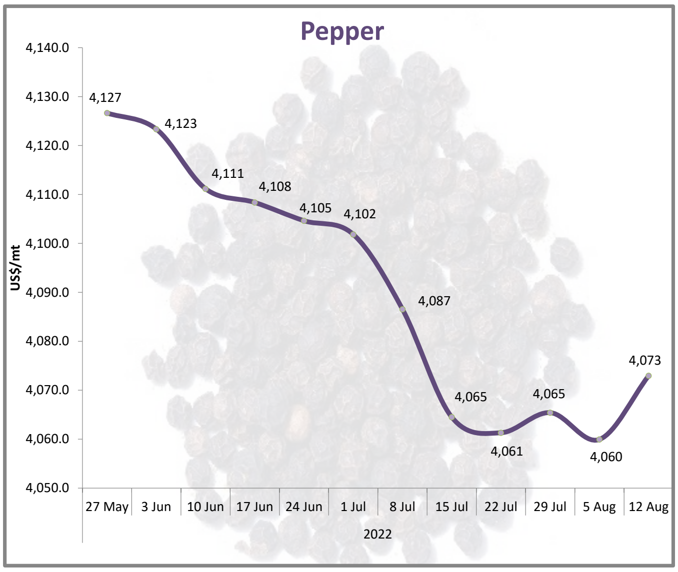
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

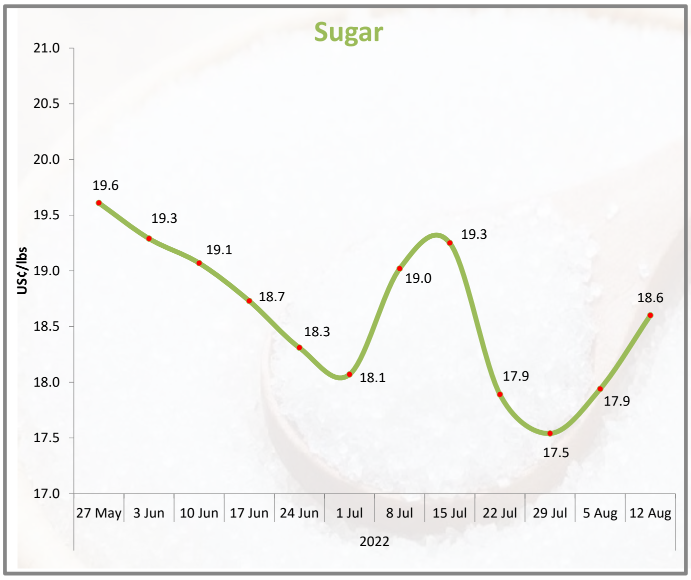
Commodity Price Trends

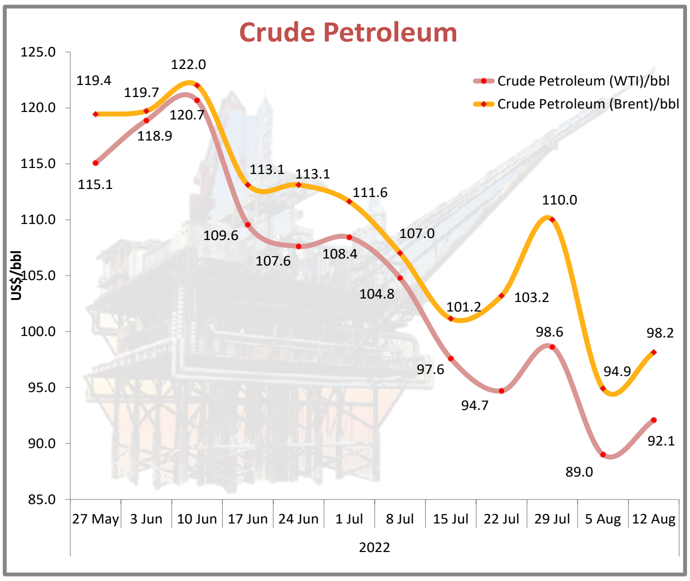






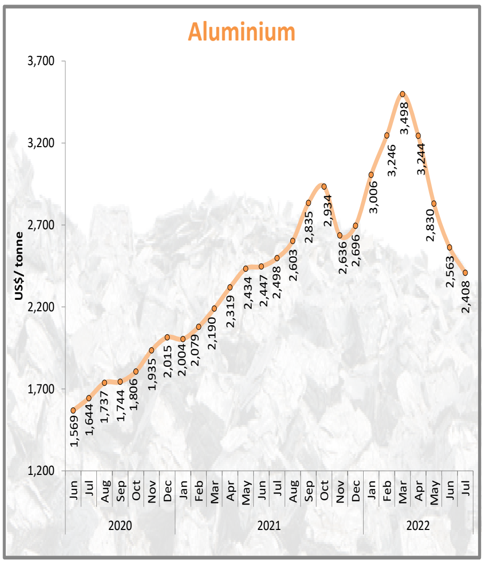


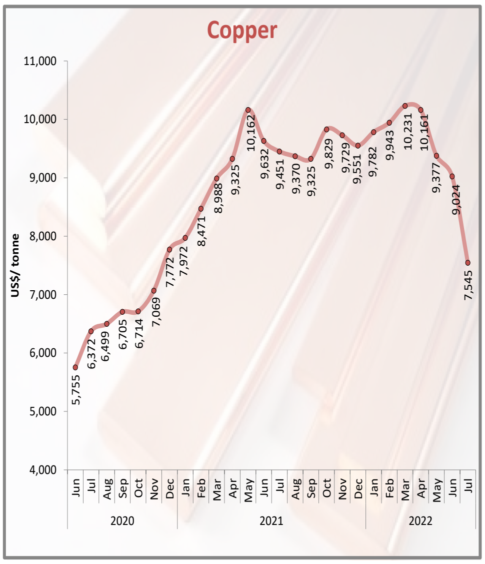


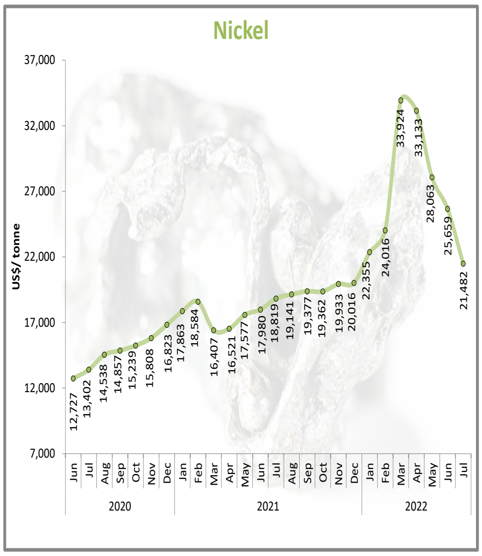


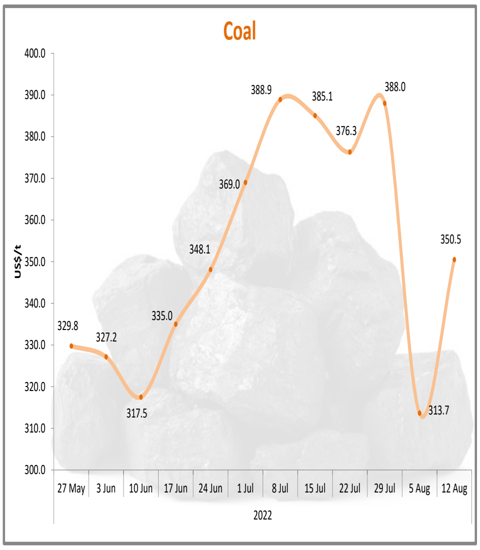
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

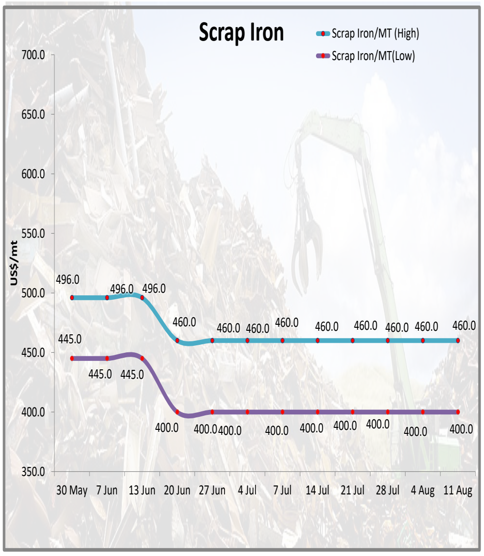
Commodity Price Trends

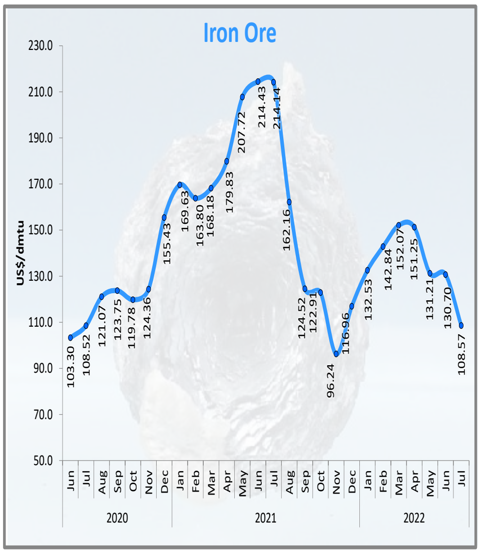


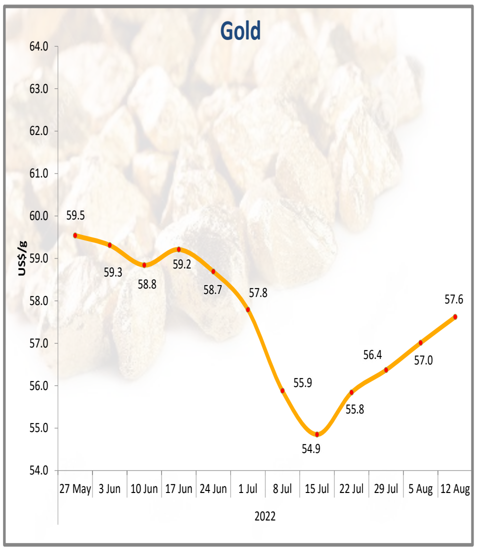


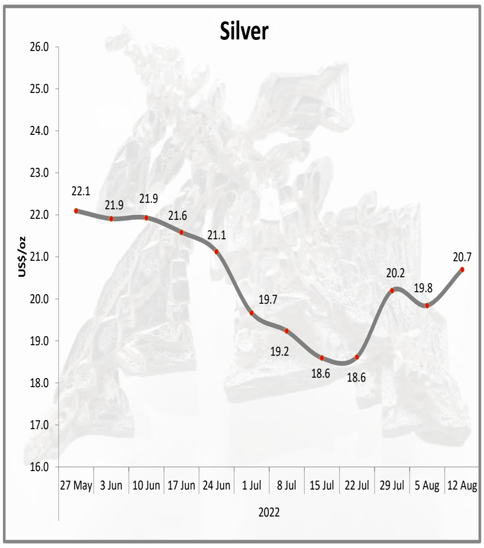


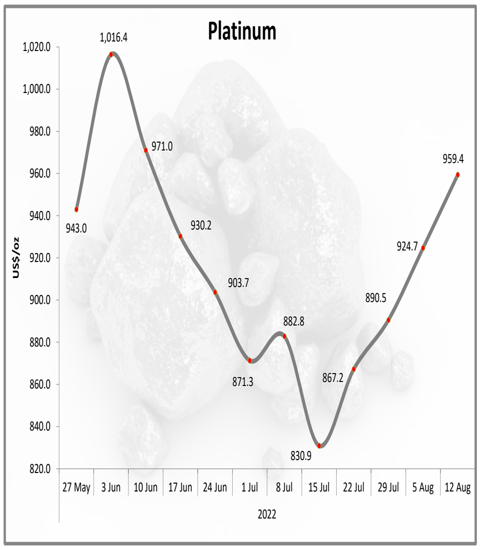












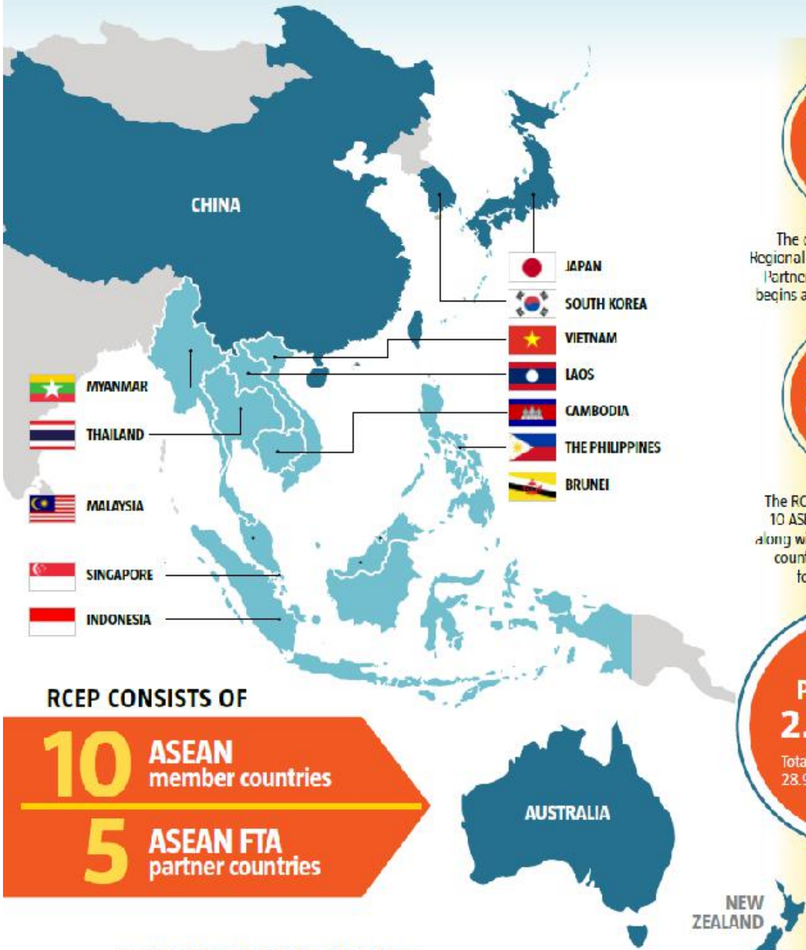
Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

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.



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 region, 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

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

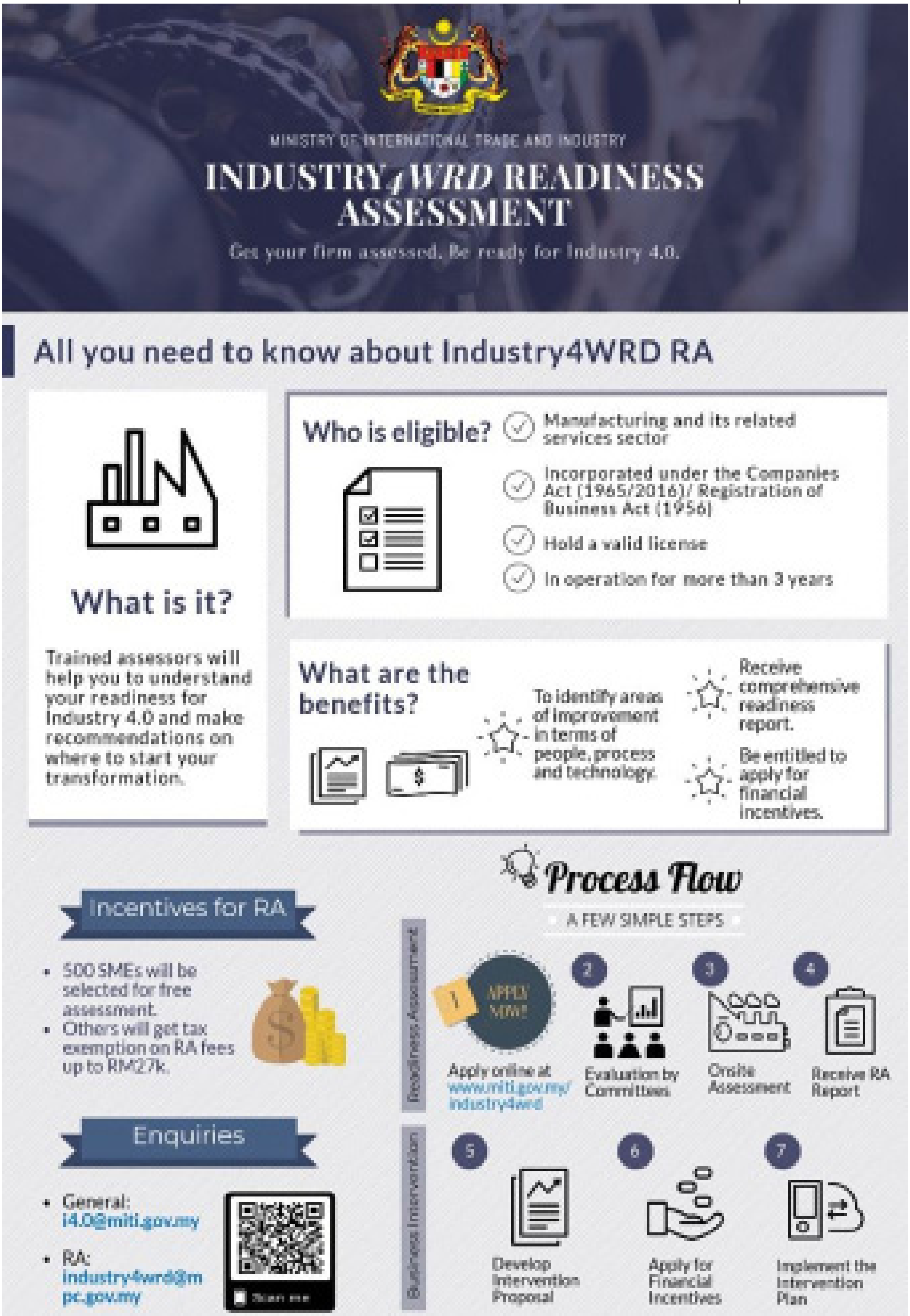
For other industries:

- 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

ALL YOU NEED TO KNOW

Industry4WRD



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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

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Announcements

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