

PRODUCER PRICE INDEX (PPI), AUGUST 2022

PRODUCER PRICE INDEX (PPI) LOCAL PRODUCTION, AUGUST 2022

6.8%

July 2022: 7.6%
year-on-year

Malaysia's Producer Price Index eased further to record 6.8 per cent in August 2022

-0.2%

July 2022: -2.3%
month-on-month

PPI BY SECTOR

-10.6%

July 2022: -10.3%



Agriculture, forestry & fishing

2.5%

July 2022: -22.3%

5.8%

July 2022: 9.0%



Mining

-3.7%

July 2022: -3.6%

9.4%

July 2022: 9.9%



Manufacturing

-0.1%

July 2022: 0.2%

0.9%

July 2022: 0.9%



Electricity & gas supply

0.1%

July 2022: 0.9%

3.0%

July 2022: 2.1%



Water supply

0.8%

July 2022: -0.3%

PPI BY STAGE OF PROCESSING



-0.5%

July 2022: 1.1%

1 Crude materials for further processing

-1.0%

July 2022: -11.5%



2 Intermediate materials, supplies & components

11.3%

July 2022: 12.5%

-0.1%

July 2022: 0.2%

3 Finished goods

2.9%

July 2022: 2.4%

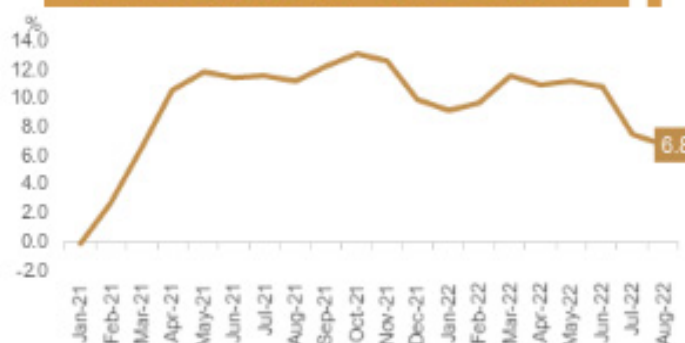
0.3%

July 2022: 0.0%

PPI OF OTHER COUNTRIES

	Aug 2022	July 2022
United States of America	8.7%	9.8%
United Kingdom	16.1%	17.1%
P.R. China	2.3%	4.2%
Thailand	10.7%	12.2%
Japan	9.0%	9.0%
Republic of Korea	8.4%	9.2%

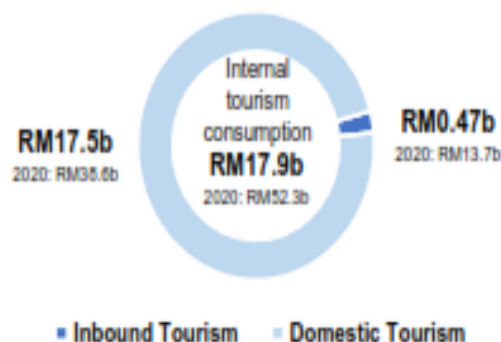
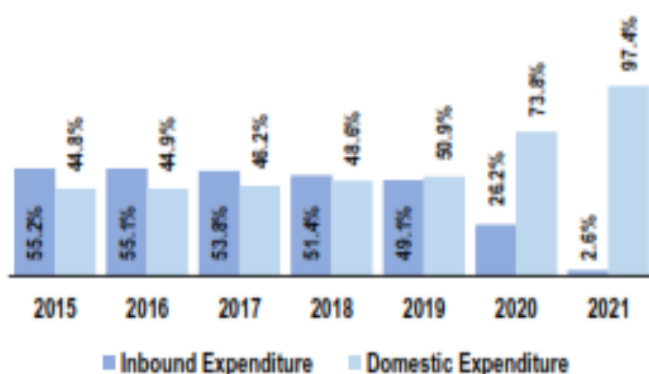
PPI JAN 2021 – AUG 2022



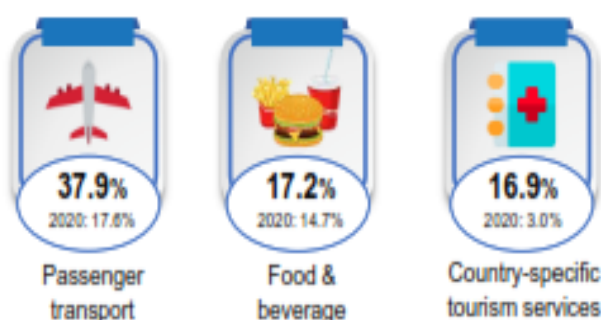
Source: Producer Price Index (PPI) Local Production, Department of Statistics Malaysia (DOSM)

TOURISM SATELLITE ACCOUNT, 2021

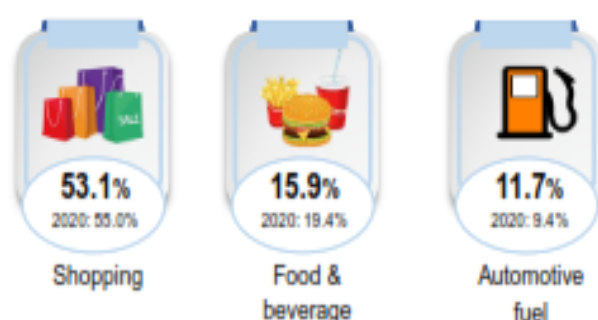
Domestic tourism dominated with 97.4 per cent to tourism expenditure (2020: 73.8%)



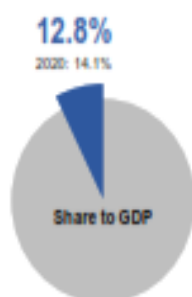
Main components of inbound tourism expenditure:



Main components of domestic tourism expenditure:



Tourism industry contributed 12.8 per cent in 2021



Main components of GVATI¹

Value
RM197.9b
2020: RM199.7b

Growth
-0.9%
2020: -16.8%



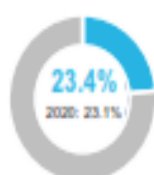
TDGDP²



Value
RM13.1b
2020: RM26.4b

Growth
-53.8%
2020: -72.2%

Employment in tourism industries



The percentage of employment directly involved in the tourism industry in Malaysia

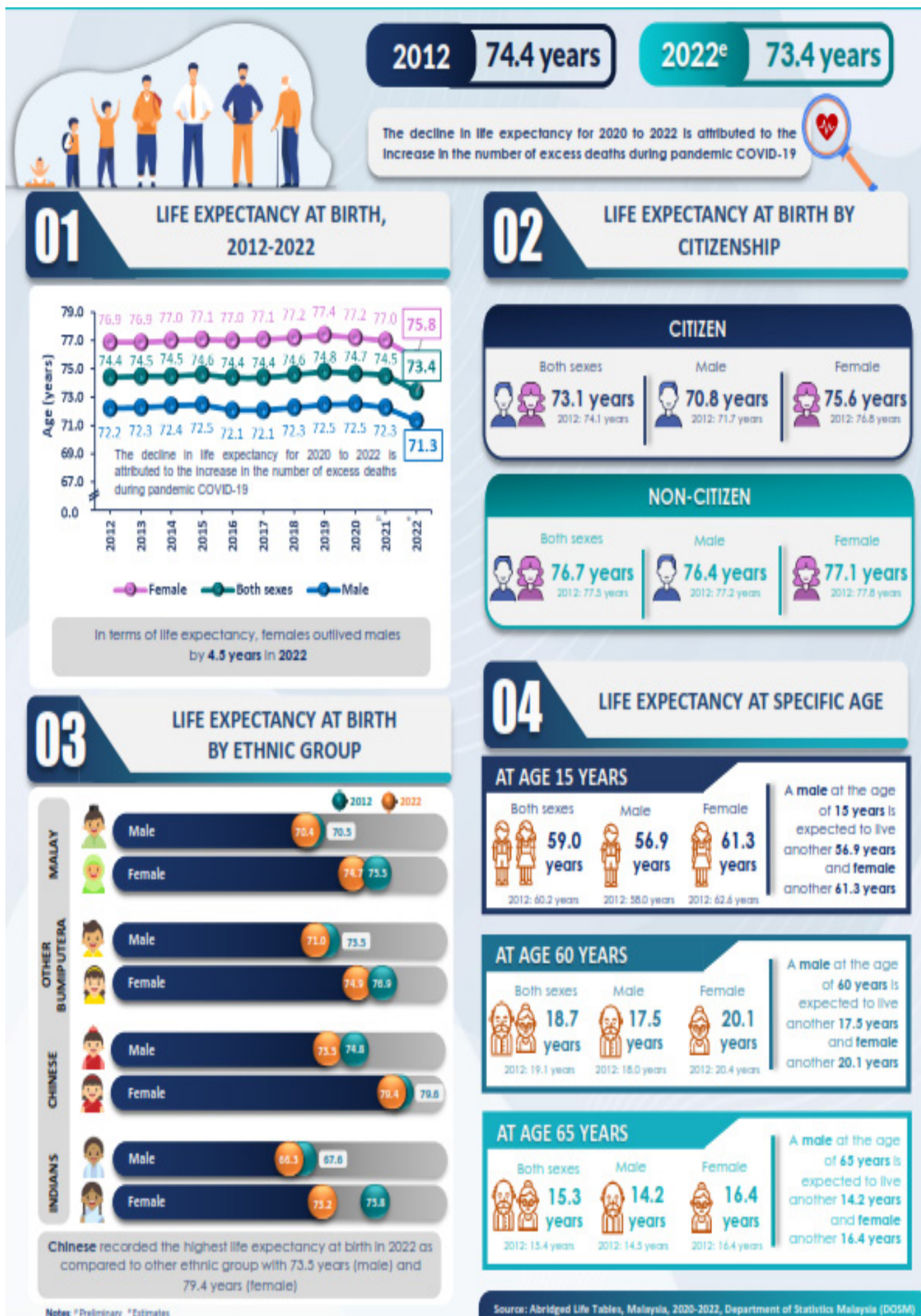
Employment in the tourism industry attributed by:



¹ GVATI: Gross Value Added of Tourism Industries

² TDGDP: Tourism Direct Gross Domestic Product

LIFE EXPECTANCY, 2022



LIFE EXPECTANCY, 2022

05

LIFE EXPECTANCY AT BIRTH
BY STATE, MALAYSIA, 2022^e

MALAYSIA

Both sexes: 73.4 years Male: 71.3 years Female: 75.8 years



JOHOR

Both sexes: 73.1 years
Male: 71.2 years
Female: 73.4 years

KEDAH

Both sexes: 70.9 years
Male: 68.6 years
Female: 73.4 years

KELANTAN

Both sexes: 71.0 years
Male: 68.7 years
Female: 73.3 years

MELAKA

Both sexes: 72.5 years
Male: 70.2 years
Female: 74.8 years

NEGERI SEMBILAN

Both sexes: 72.4 years
Male: 70.2 years
Female: 74.9 years

PAHANG

Both sexes: 72.4 years
Male: 70.2 years
Female: 75.1 years

PERAK

Both sexes: 73.1 years
Male: 69.4 years
Female: 76.1 years

PERLIS

Both sexes: 72.3 years
Male: 69.4 years
Female: 73.3 years

PULAU PINANG

Both sexes: 73.2 years
Male: 70.9 years
Female: 75.8 years

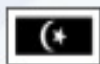
SABAH

Both sexes: 73.5 years
Male: 72.0 years
Female: 75.2 years

SARAWAK

Both sexes: 74.3 years
Male: 72.1 years
Female: 76.9 years

SELANGOR

Both sexes: 75.2 years
Male: 72.4 years
Female: 77.5 years

TERENGGANU

Both sexes: 71.0 years
Male: 69.0 years
Female: 73.1 years

W.P. KUALA LUMPUR

Both sexes: 74.0 years
Male: 71.8 years
Female: 76.6 years

W.P. LABUAN

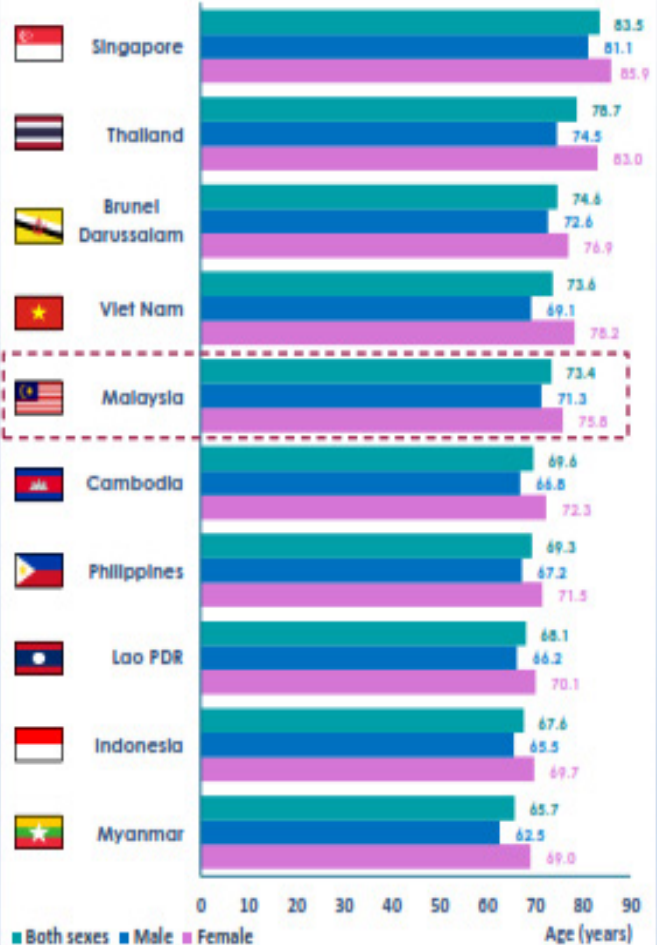
Both sexes: 74.5 years
Male: 72.4 years
Female: 76.8 years

W.P. PUTRAJAYA

Both sexes: 74.5 years
Male: 71.9 years
Female: 77.0 years

Six states recorded life expectancy above the national level (73.4 years) namely **Selangor** (75.2 years), **W.P. Putrajaya** (74.5 years), **W.P. Labuan** (74.5 years), **Sarawak** (74.3 years), **W.P. Kuala Lumpur** (74.0 years) and **Sabah** (73.5 years) in 2022.

06

LIFE EXPECTANCY AT BIRTH BY ASEAN
COUNTRY, 2021^a

07

LIFE EXPECTANCY BY SELECTED
COUNTRIES, 2021^a

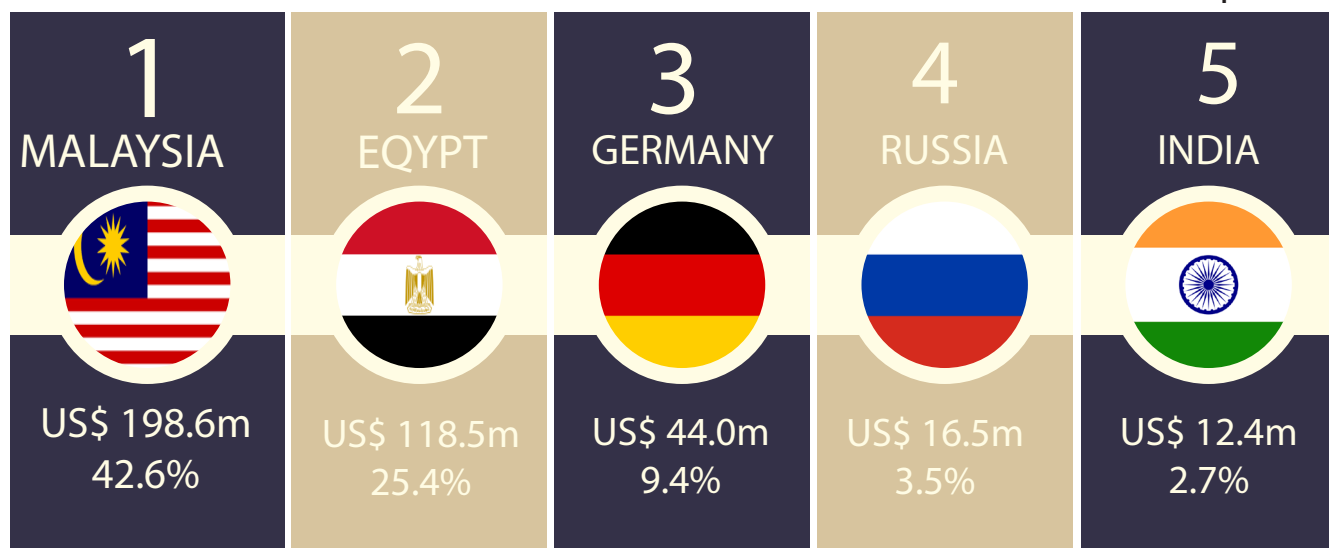
Notes:

^a Estimates^b Statistics of life expectancy at birth for ASEAN and selected countries are obtained from the World Population Prospects, updated July 2022 except Malaysia and Singapore (latest release)

Source: Abridged Life Tables, Malaysia, 2020-2022, Department of Statistics Malaysia (DOSM)

WORLD LARGEST EXPORTERS OF POWDERS OF ALUMINIUM, OF LAMELLAR STRUCTURE, AND FLAKES OF ALUMINIUM (EXCLUDING PELLETS OF ALUMINIUM, AND SPANGLES)

In 2021, Malaysia's export of Powders of aluminium, of lamellar structure, and flakes of aluminium (excluding pellets of aluminium, and spangles) recorded US\$198.6 million which was 42.6% share to the world exports.

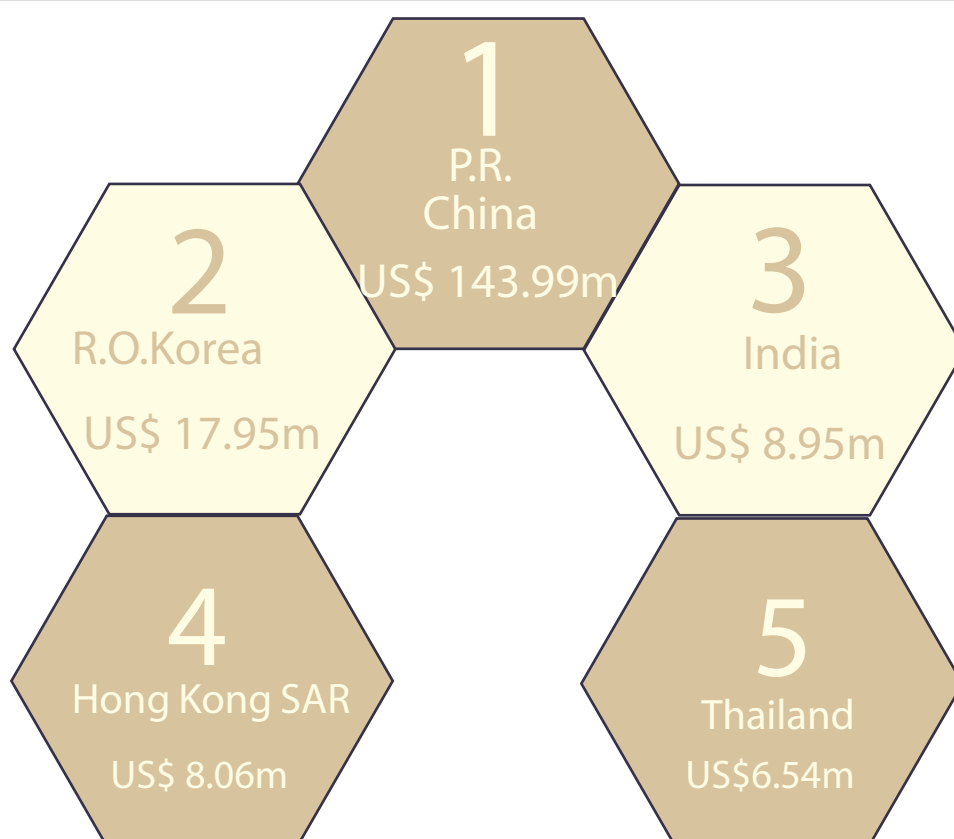


Notes:

-*HS760320

-% refer to share in world exports

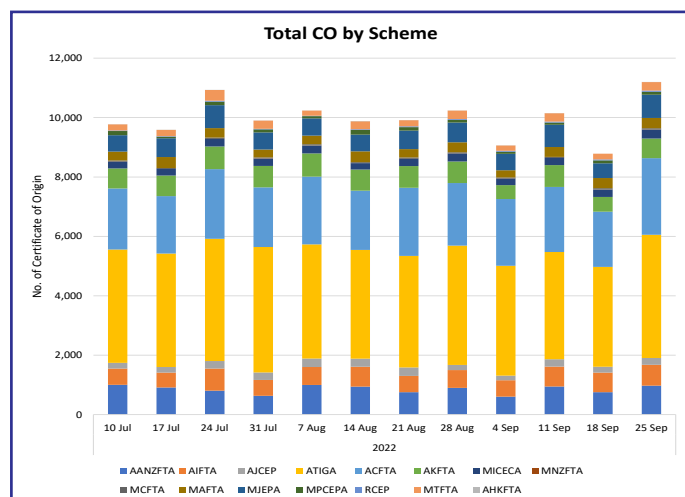
MALAYSIA'S TOP EXPORT DESTINATIONS



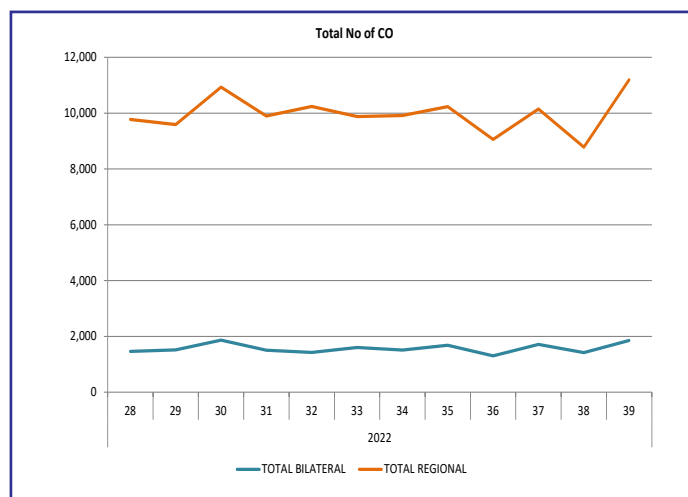
Source: <https://www.trademap.org/index.aspx>

Number and FOB Value of PCO as at 25 September 2022 Weekly / Monthly/ Annually

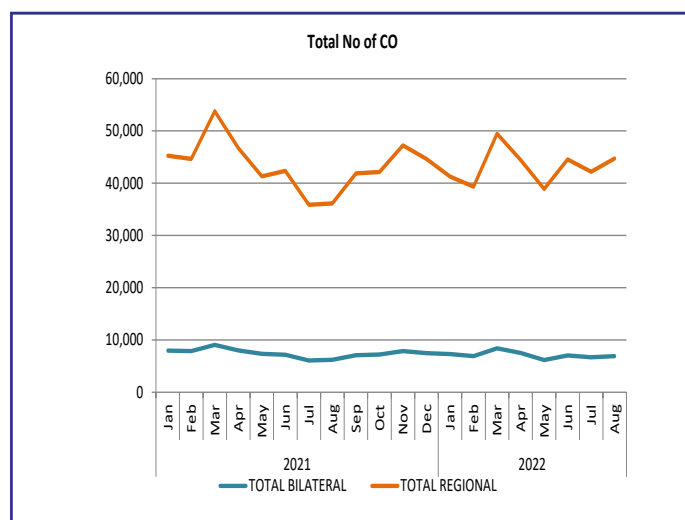
Weekly Total Scheme



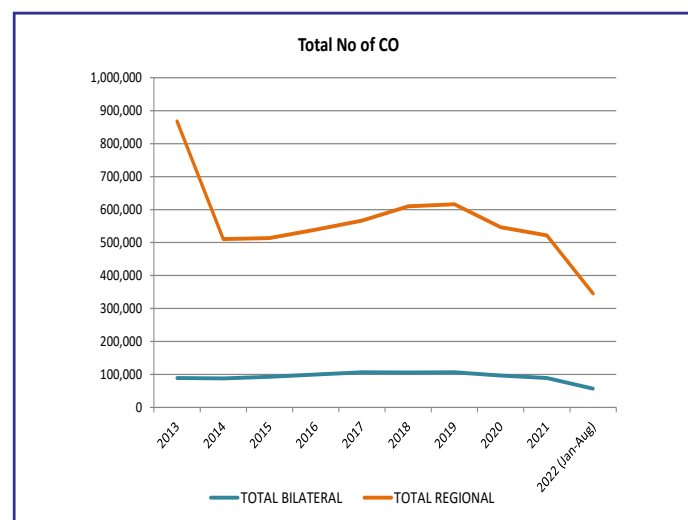
Weekly



Monthly



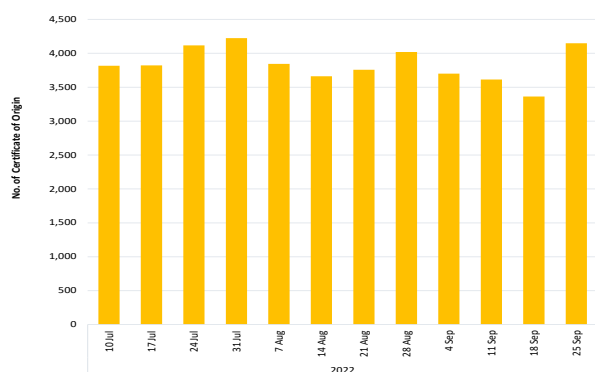
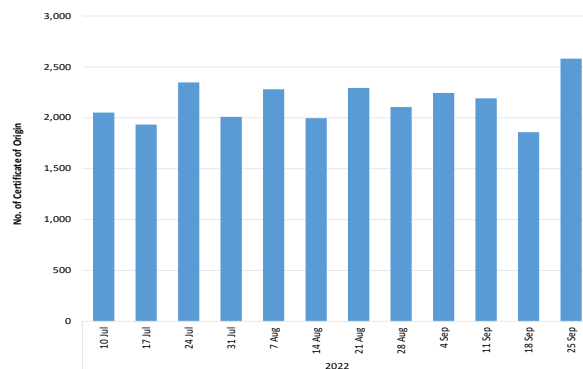
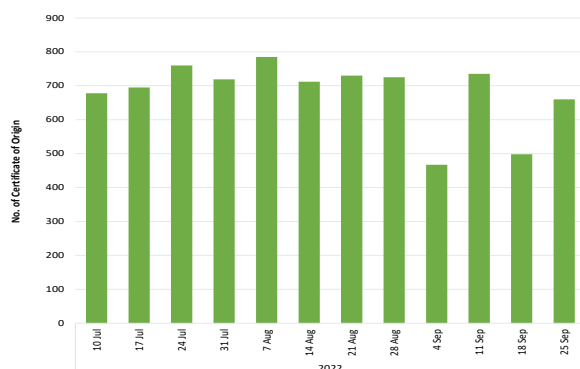
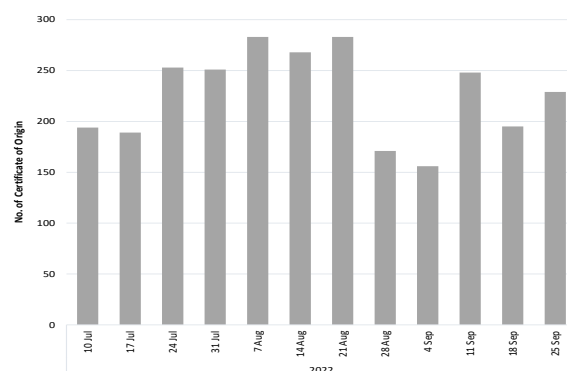
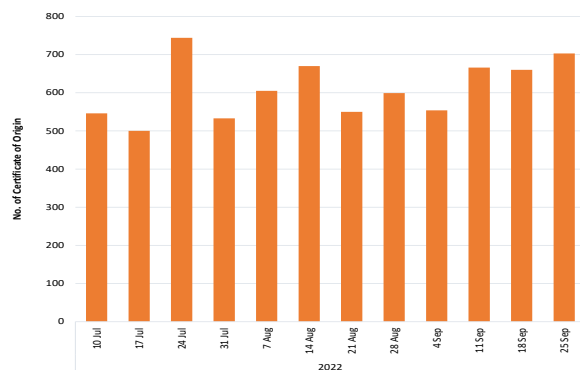
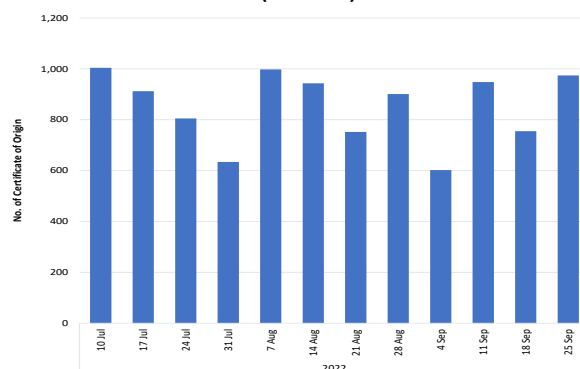
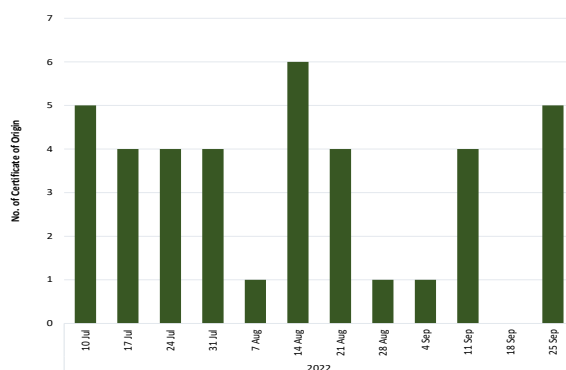
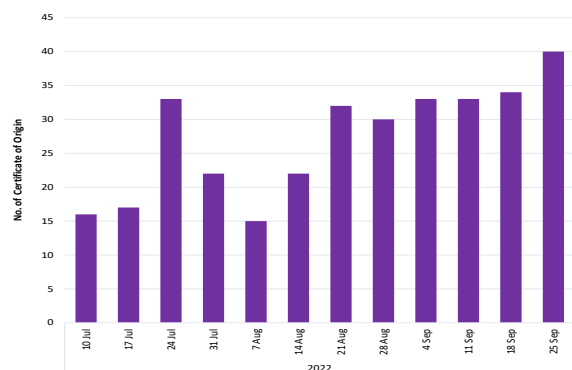
Annually



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

Regional FTA

Number of Preferential Certificates of Origin (PCOs) as at 25 September 2022

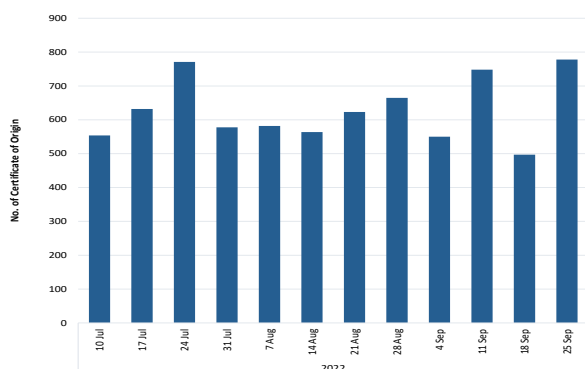
ASEAN Trade in Goods Agreement (ATIGA)

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

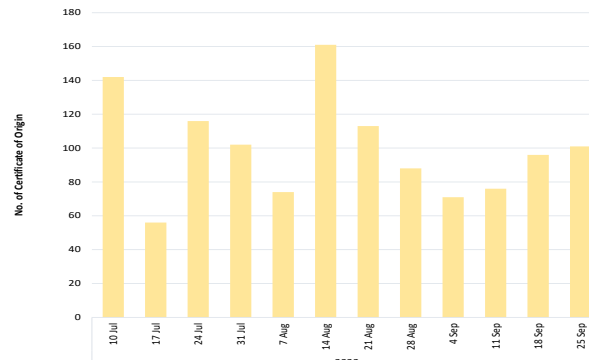
Bilateral FTA

Number of Preferential Certificates of Origin (PCOs) as at 25 September 2022

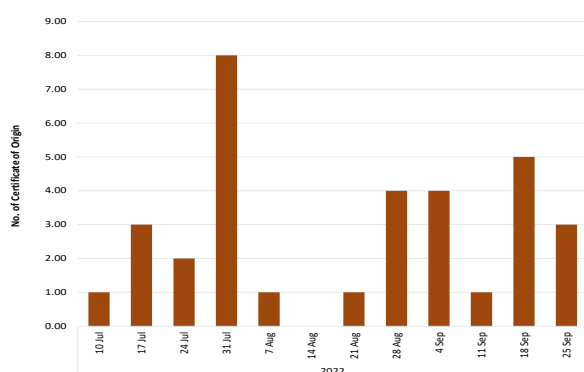
Malaysia-Japan Economic Partnership Agreement (MJEPA)



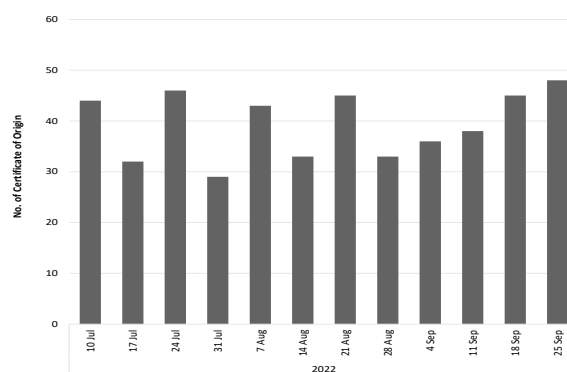
Malaysia-Pakistan Closer Economic Partnership Agreement (MPCEPA)



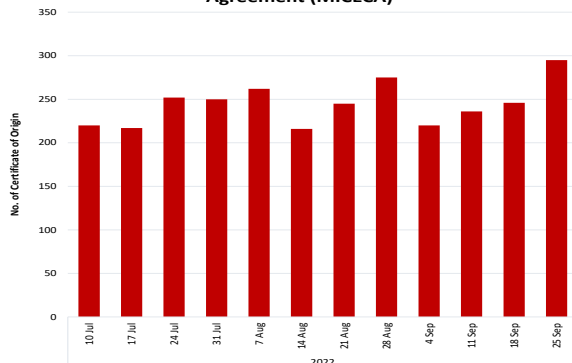
Malaysia-New Zealand Free Trade Agreement (MNZFTA)



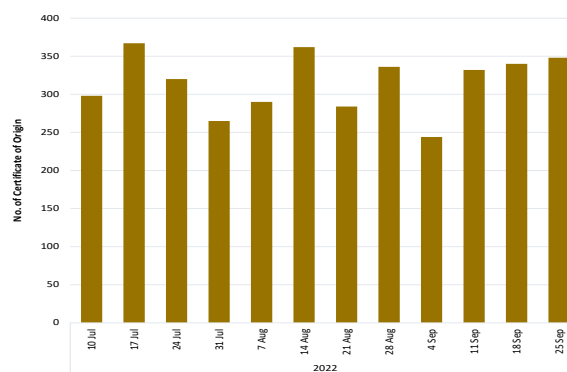
Malaysia-Chile Free Trade Agreement (MCFTA)



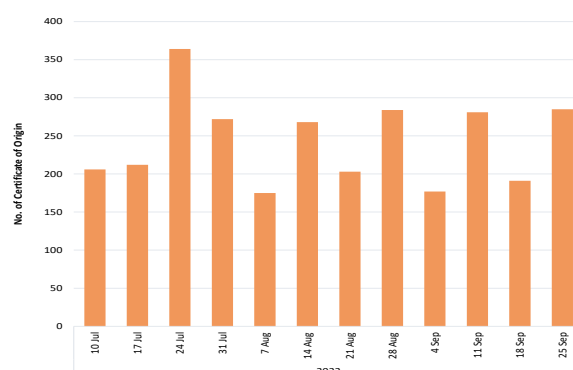
Malaysia-India Comprehensive Economic Cooperation Agreement (MICECA)



Malaysia-Australia Free Trade Agreement (MAFTA)



Malaysia-Turkey Free Trade Agreement (MTFTA)

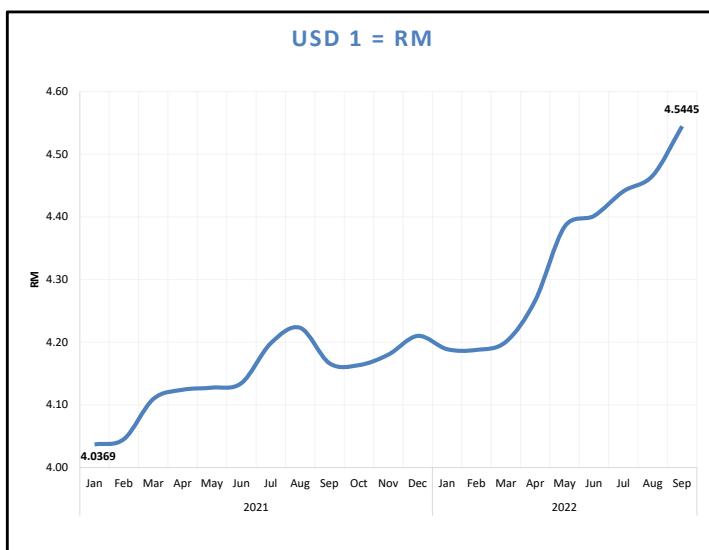


Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

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

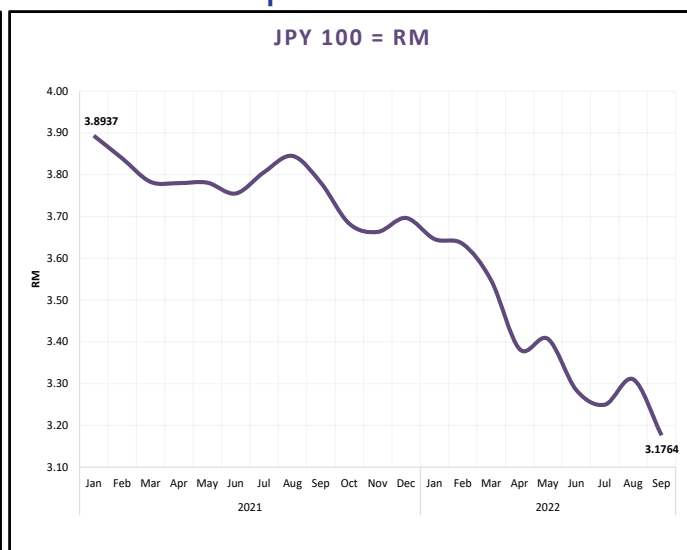
US Dollar

USD 1 = RM



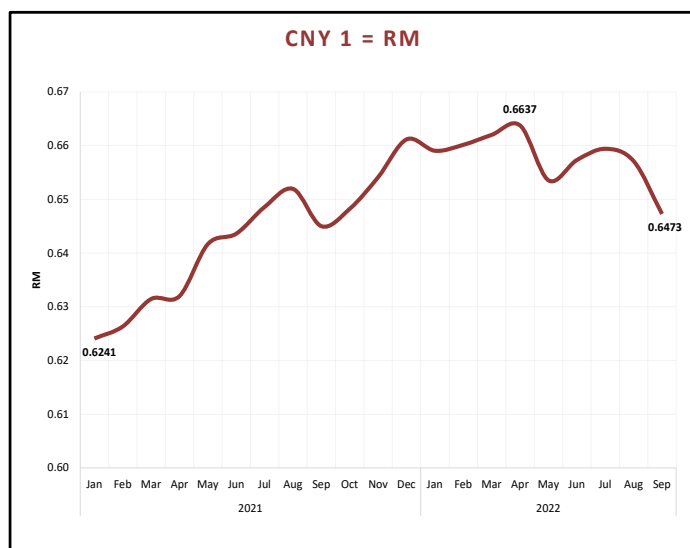
Japanese Yen

JPY 100 = RM



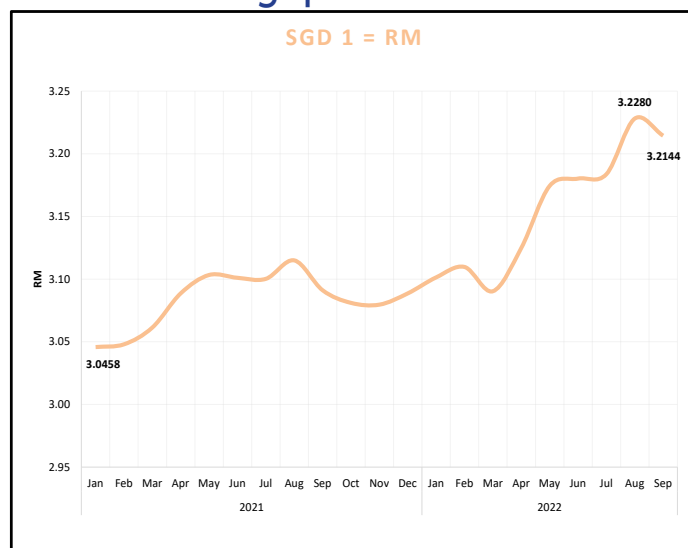
Chinese Yuan

CNY 1 = RM



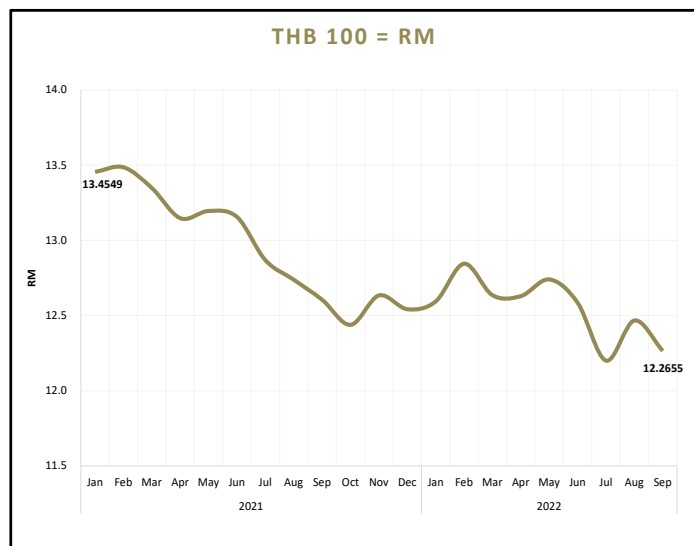
Singapore Dollar

SGD 1 = RM



Thai Baht

THB 100 = RM



New Taiwan Dollar

TWD 100 = RM



Source : Bank Negara Malaysia

Commodity Prices

CRUDE PETROLEUM
(BRENT) -per bbl-

▲ 2.1%*
US\$88.0
30 Sep 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-

▼ 12.8%*
US\$715.6
30 Sep 2022

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

30 Sep 2022 : US\$715.6
18 Jun 2021 : US\$844.6

Lowest
2021/2022

Average Price 2021 ⁱ: US\$1,075.3

RUBBER SMR 20 -per MT-



▲ 0.4%*
US\$1,352.0
30 Sep 2022

Average Price 2021 ⁱ: US\$1,689.1

COCOA SMC 2 -per MT-



▲ 2.1%*
US\$1,502.9
30 Sep 2022

Average Price 2021 ⁱ: US\$1,505.9

SUGAR -per lbs-



▲ 0.2%*
US\$17.7
30 Sep 2022

Average Price 2021 ⁱ: US\$17.9

COAL -per MT-



▲ 0.5%*
US\$328.5
30 Sep 2022

Average Price 2021 ⁱ: US\$120.5

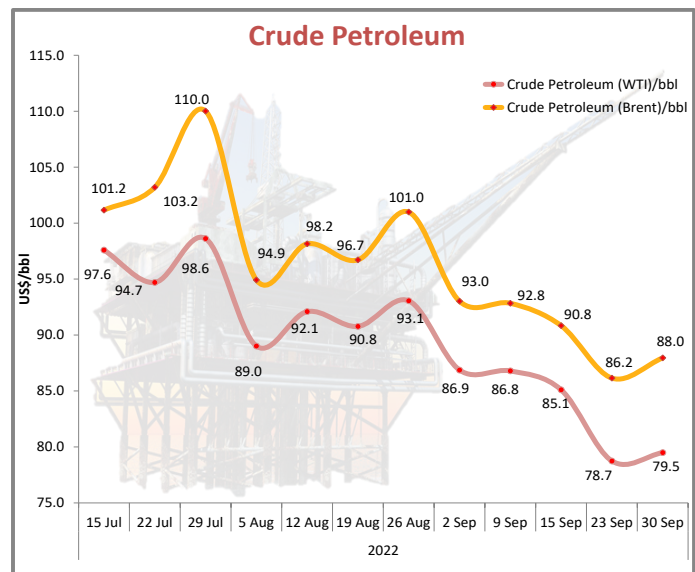
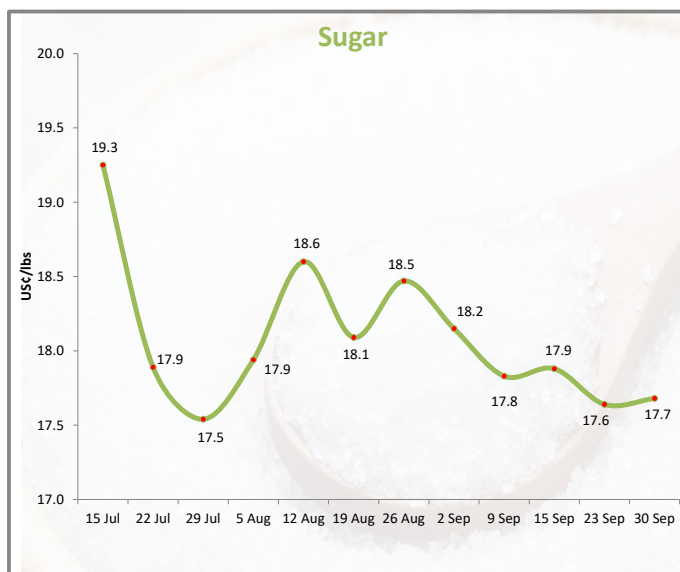
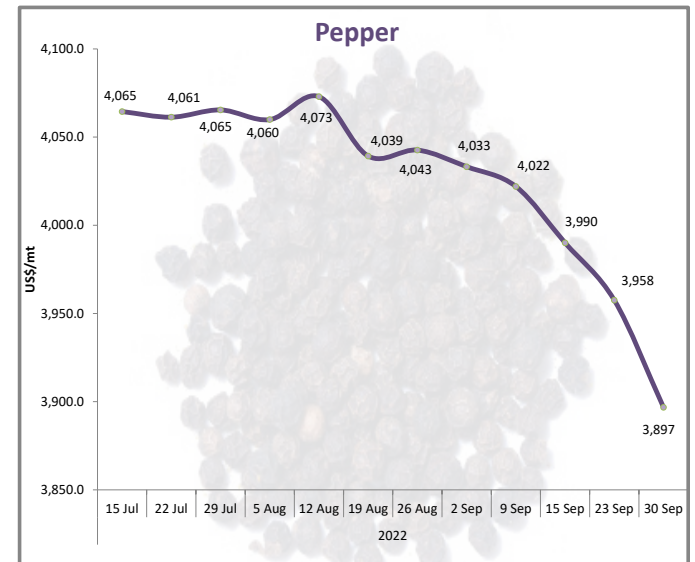
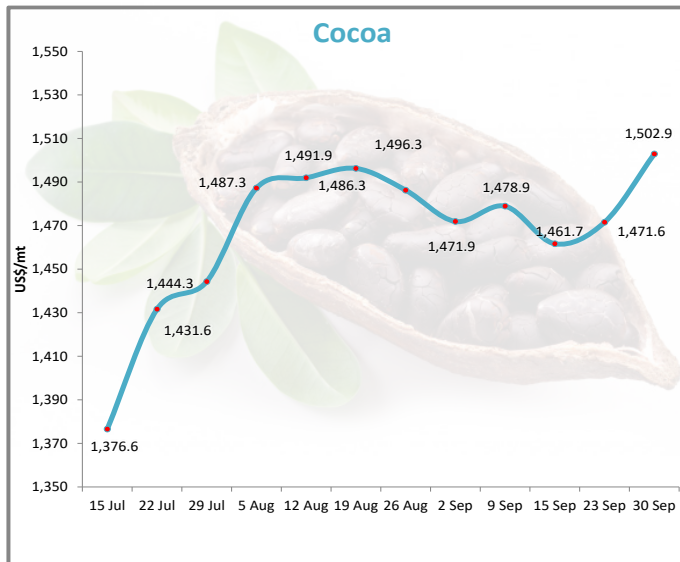
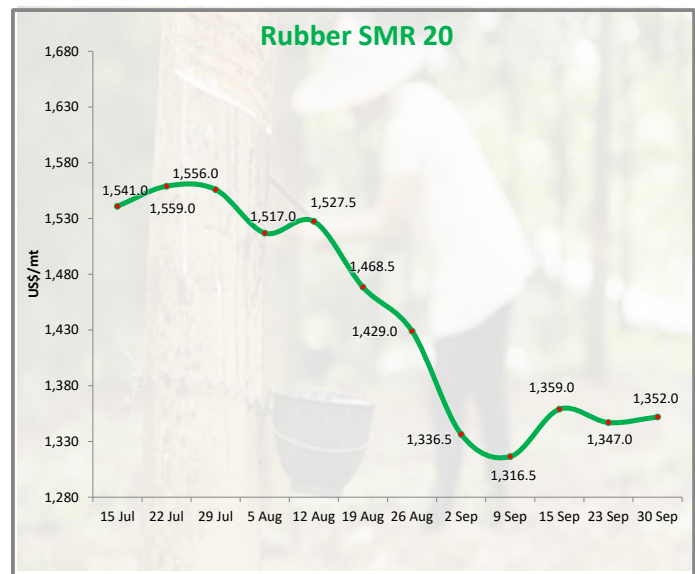
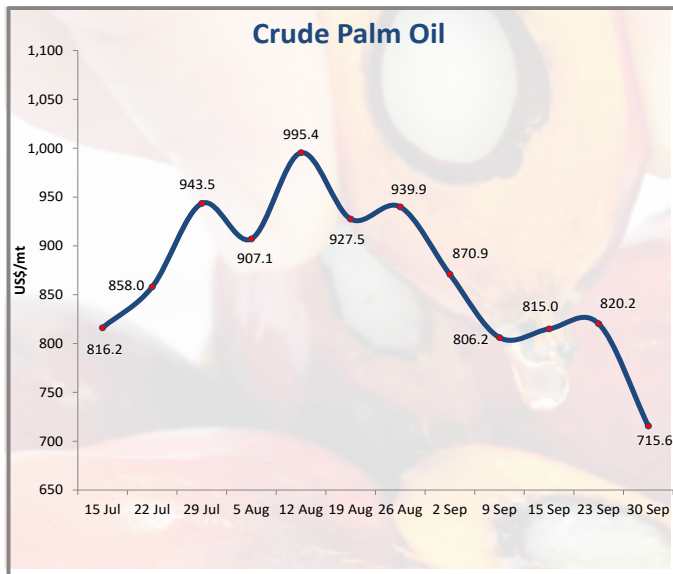
Notes: All figures have been rounded to the nearest decimal point

* Refer to % change from the previous week's price

ⁱ Average price in the year except otherwise indicated

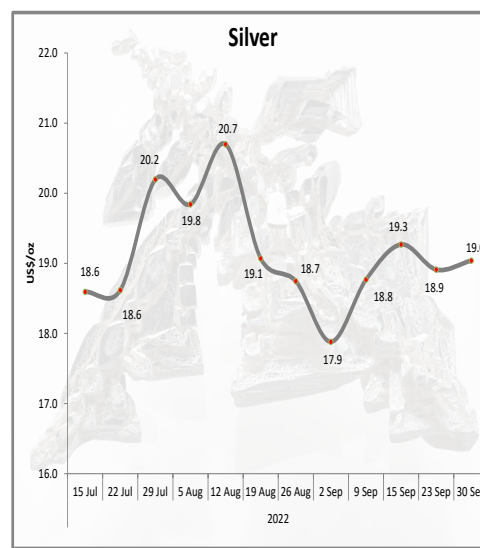
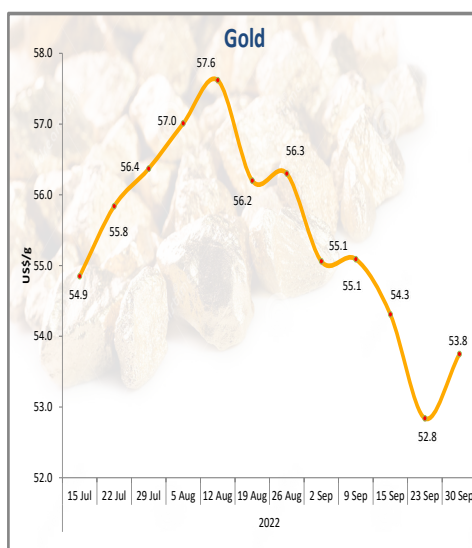
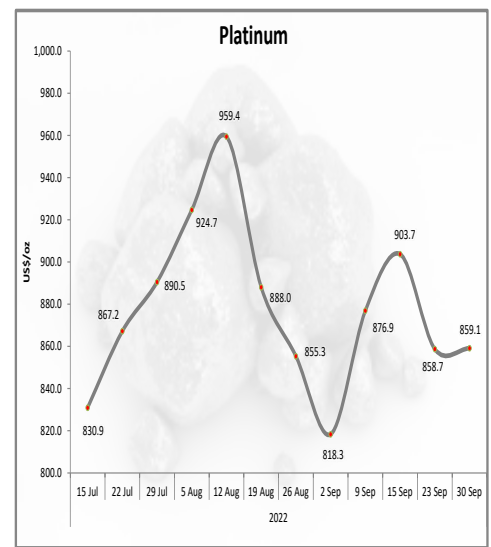
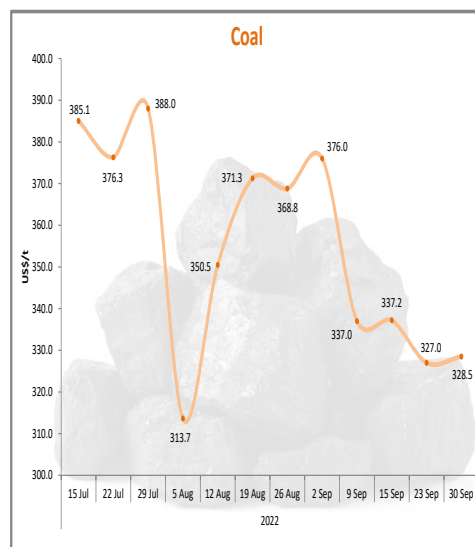
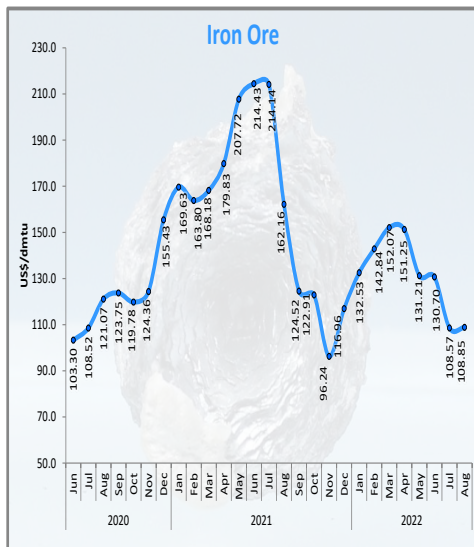
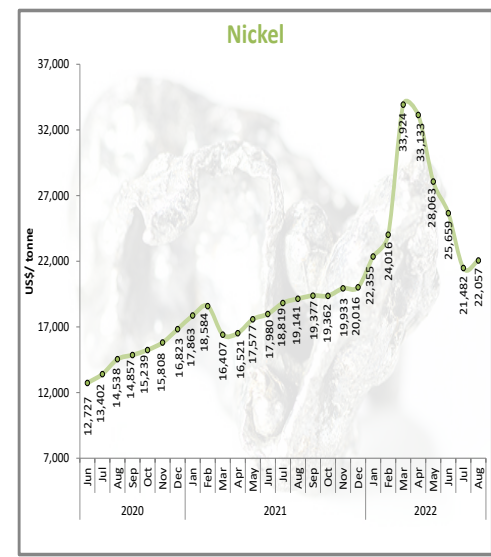
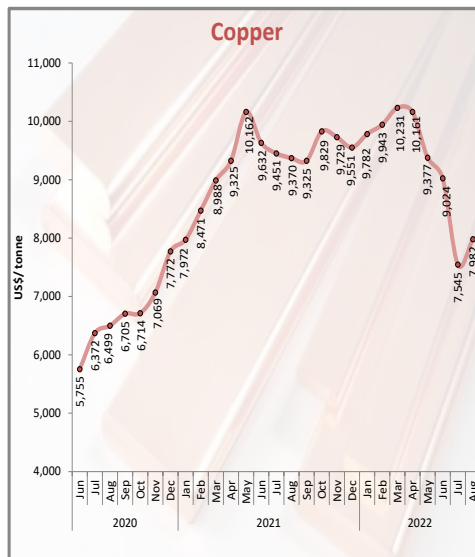
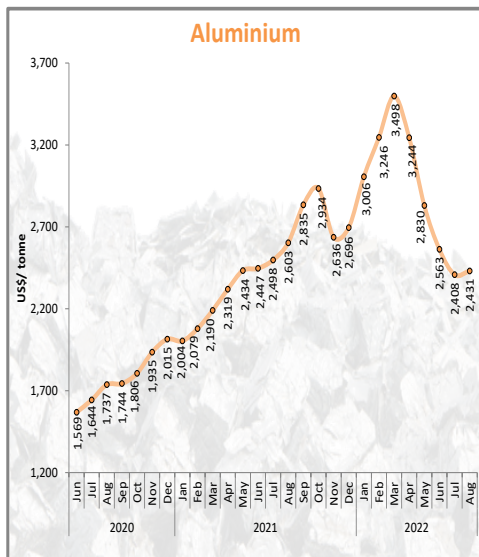
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, and Bloomberg.

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.

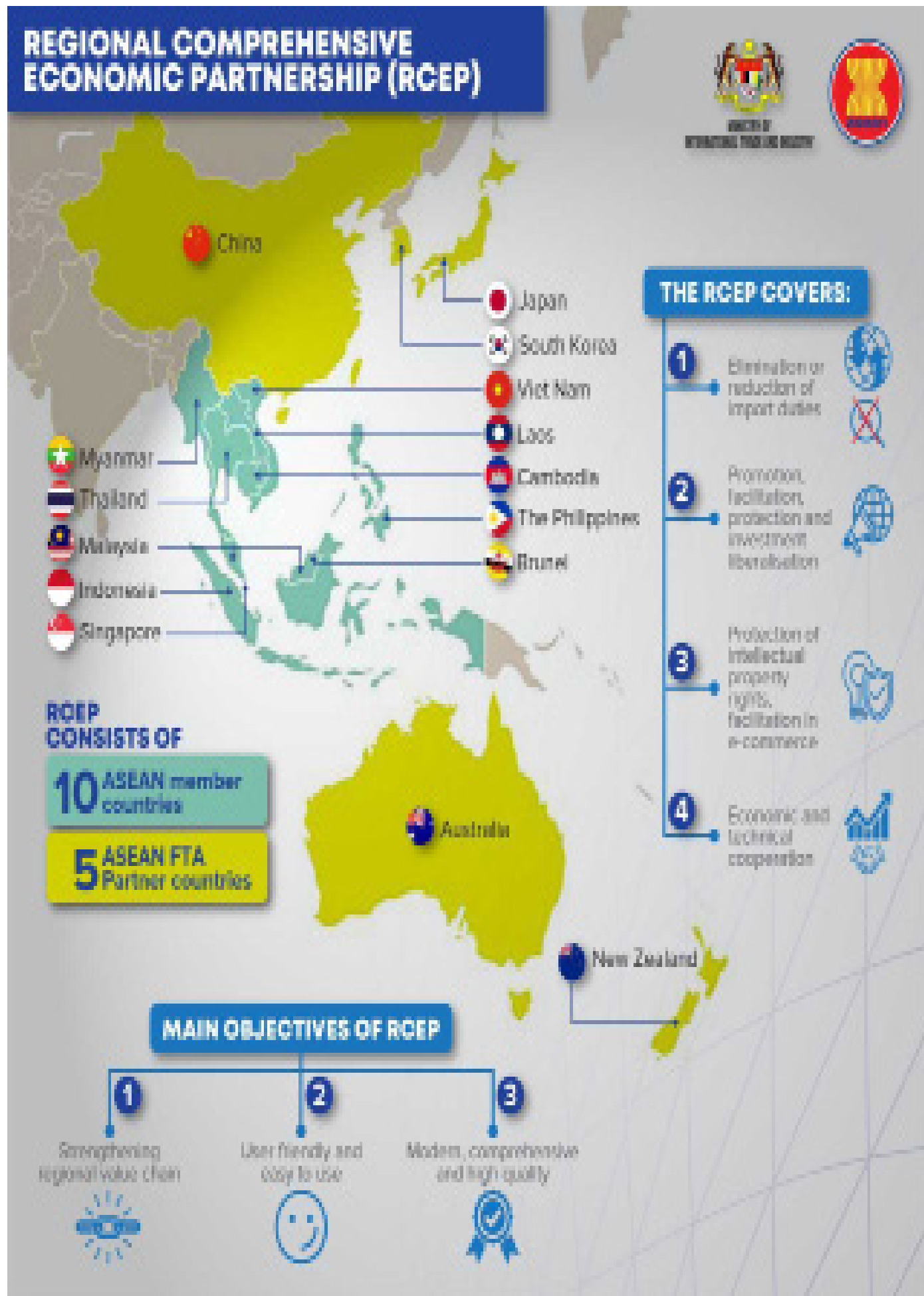
Commodity Price Trends



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

RCEP

ALL YOU NEED TO KNOW



RCEP

Regional Comprehensive Economic Partnership (RCEP)

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



2012

The decision to initiate the Regional Comprehensive Economic Partnership (RCEP) Agreement begins with the ASEAN Summit.

2020

The RCEP is officially signed by 18 member states (10 ASEAN member states and 8 FTA partner countries) after 11 rounds of negotiations.

Total Population
2.2 billion

Total GDP: \$20.4 trillion
(30.8% of the world's GDP)

PRIMARY OBJECTIVES

The RCEP Agreement is designed 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.

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

It is designed to create and support an open, inclusive, and rule-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 across the facilitation of export and import of goods among the RCEP countries will serve to enhance intra and inter-regional trade and investment while strengthening regional value chains.

Together with economic to spur economic growth in the region, it will also allow more seamless opening of markets, which enabling uninterrupted supply chains within the region. The trade agreement is also intended to help facilitate transparency, information exchange and better cooperation for technical regulations and standards among RCEP member countries.

KEY FEATURES OF THE RCEP



Trade in Goods

Progressive elimination of tariff and non-tariff barriers 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

Liberalization of service sectors, including financial services, telecommunications and transport (air, land, and sea). 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 relating to markets under the RCEP will be consistent with the General Agreement on Trade in Services (GATS).



Investment

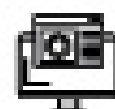
Promoting investment, protection and liberalization of investment. The RCEP will aim to create a liberal, facilitative, and competitive investment environment in the region through their long-term focus to create an enabling investment environment in the region along with improved investment facilitation provisions as well as investor services.

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 address the development gaps amongst member countries. Under the RCEP agreement, cooperation activities will also include trade activities such as trade in consumer products and services that would mutually agreed upon by the RCEP participating countries.

Protection Of Intellectual Property Rights

Standards including Protection of Intellectual Property Rights and Investment. It promotes economic integration and cooperation for the utilization, protection and development 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

Industry Digitalisation Transformation Fund (IDTF)

- targeted sectors: AI, Robotics, Automation etc.
- provides a 2% interest rate subsidy
- www.bpmi.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

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

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

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



MINISTRY OF INTERNATIONAL TRADE AND INDUSTRY

INDUSTRY4WRD READINESS ASSESSMENT

Get your firm assessed. Be ready for Industry 4.0.

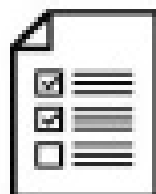
All you need to know about Industry4WRD RA



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
- RA: industry4wrdr@mpt.gov.my



Readiness Assessment



Apply online at www.miti.gov.my/industry4wrdr



Evaluation by Committees

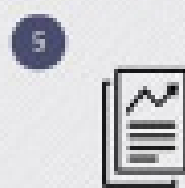


Onsite Assessment



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

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