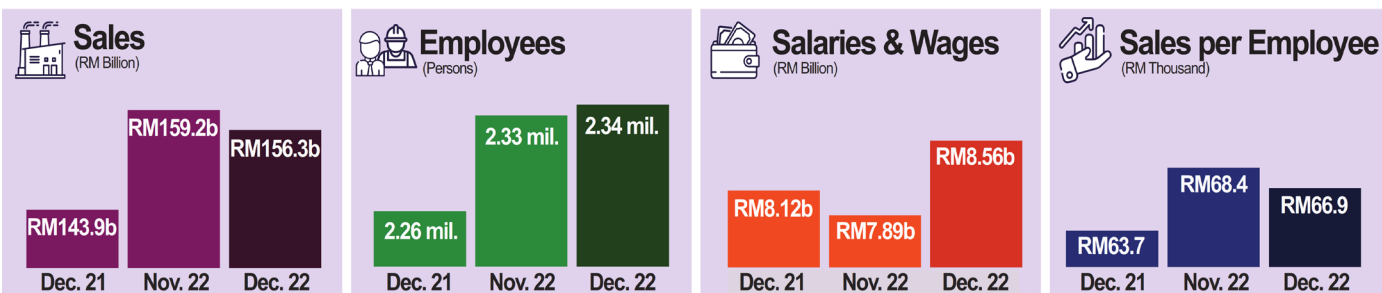


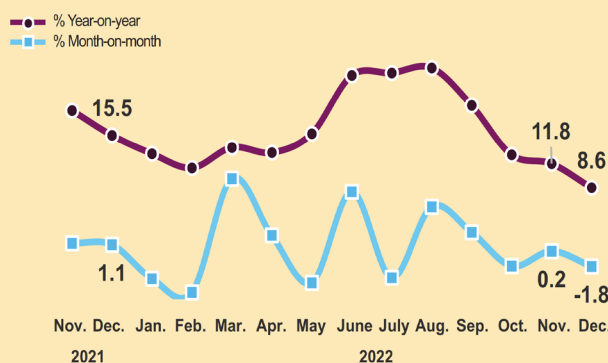
MANUFACTURING, DECEMBER 2022

The sales value of Manufacturing sector expanded by 8.6 per cent in December 2022 to record RM156.3 billion

A total of 2.34 million employees were engaged in this sector with salaries and wages paid amounting to RM8.56 billion



Sales of the Manufacturing sector, Nov. 2021 - Dec. 2022 (% change)



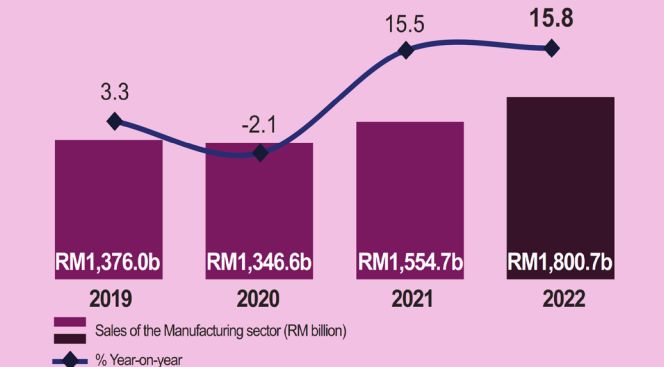
Three subsectors recorded a double-digit growth of sales in Dec. 2022



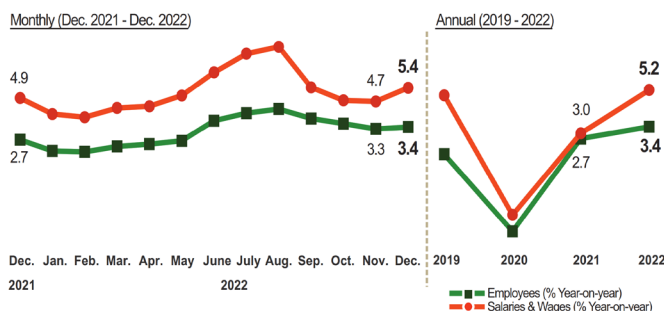
Highest employment growth recorded by Manufacturing subsectors in Dec. 2022



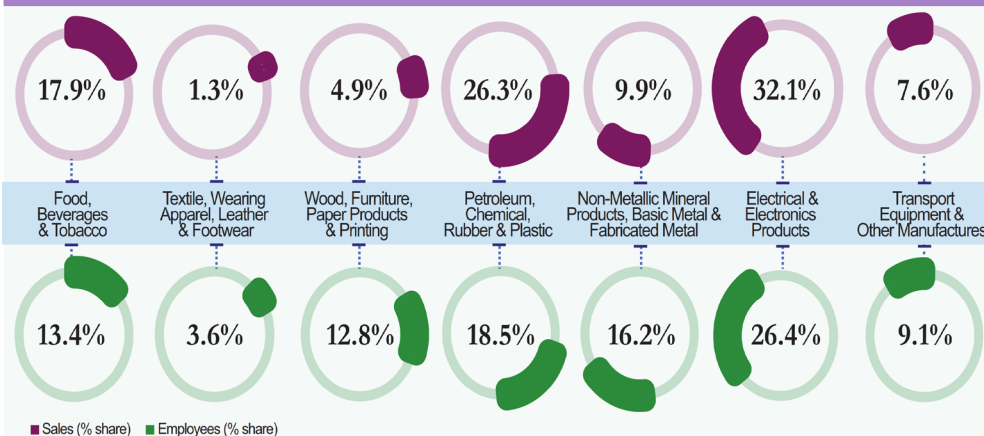
Sales of the Manufacturing sector, 2019 - 2022



Employees and Salaries & Wages of the Manufacturing sector (% change)



Sales and Employees of the Manufacturing Subsectors, December 2022 (% share)



Sales

More than two-thirds of Manufacturing sales value was contributed by Electrical & Electronics products (32.1%); Petroleum, Chemical, Rubber & Plastic (26.3%); and Food, Beverages & Tobacco (17.9%) subsectors

Employees

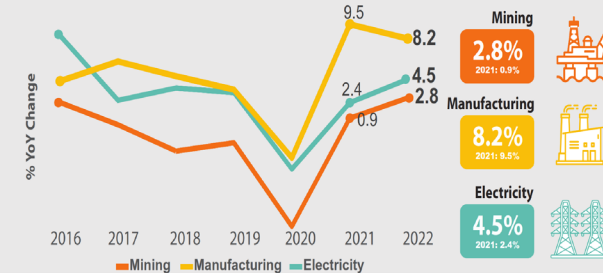
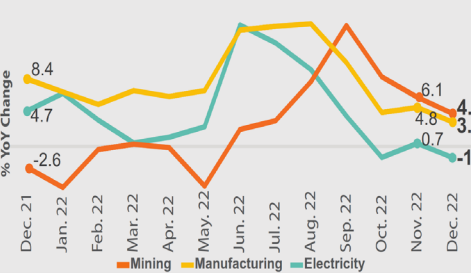
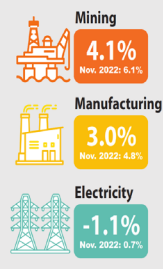
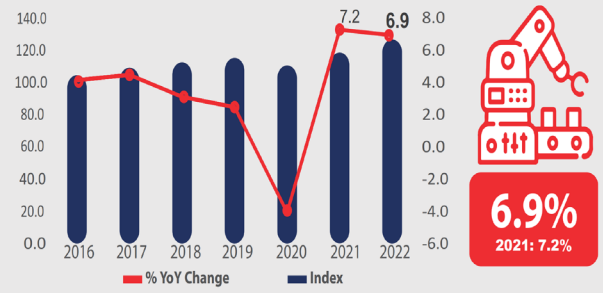
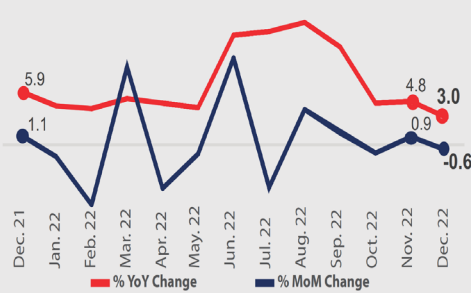
Employees in the Manufacturing sector were concentrated largely in Electrical & Electronics Products (26.4%); Petroleum, Chemical, Rubber & Plastic (18.5%); and Non-metallic Mineral Products, Basic Metal & Fabricated Metal (16.2%) subsectors

Source: Manufacturing Statistics, Malaysia December 2022
Department of Statistics Malaysia (DOSM)

INDUSTRIAL PRODUCTION INDEX (IPI), DECEMBER 2022

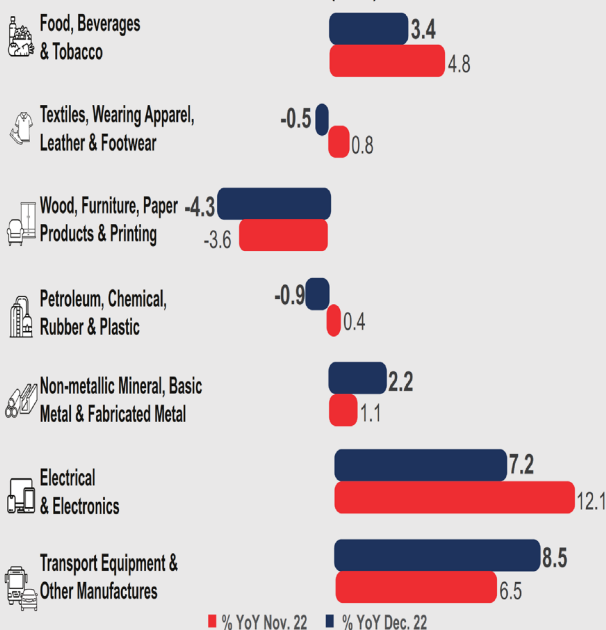
IPI

The positive momentum of Malaysia's Industrial Production Index (IPI) continued in December 2022 with 3.0 per cent growth, spearheaded by expansion in Manufacturing and Mining sectors



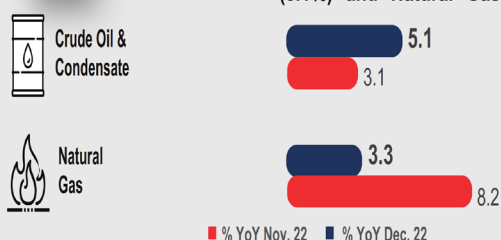
Manufacturing

Output growth in Manufacturing sector driven by Electrical & Electronics Products (7.2%); Transport Equipment & Other Manufactures (8.5%); Food, Beverages & Tobacco Products (3.4%); and Non-metallic Mineral Products, Basic Metal & Fabricated Metal Products (2.2%)



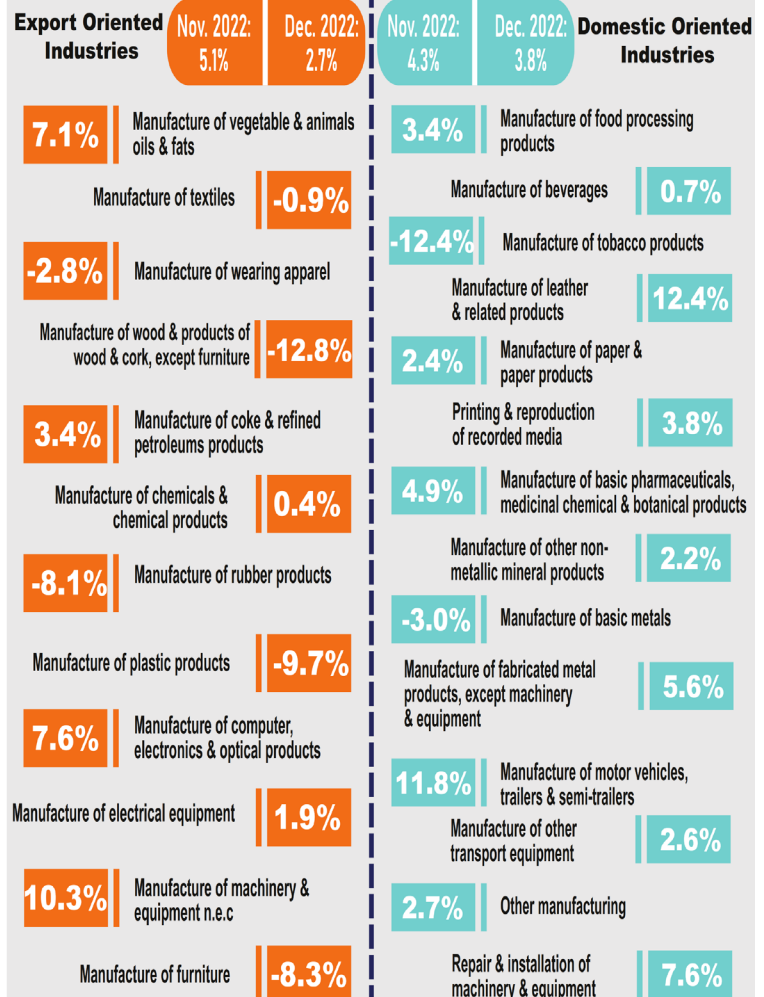
Mining

The growth of Mining sector was supported by the increment in the Crude Oil & Condensate (5.1%) and Natural Gas (3.3%)



Export and Domestic Oriented Industries

Both export-oriented industries (2.7%) and domestic-oriented industries (3.8%) contribute to the growth of Manufacturing sector



% YoY: Percentage change year-on-year

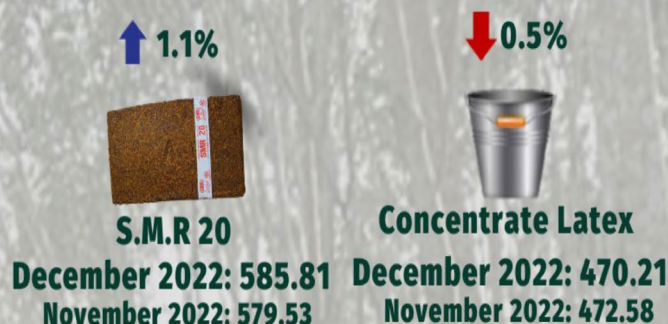
Source: Index of Industrial Production Malaysia, December 2022 Department of Statistics Malaysia (DOSM)

RUBBER STATISTICS, DECEMBER 2022

PRODUCTION of NATURAL RUBBER ↑ 8.9%

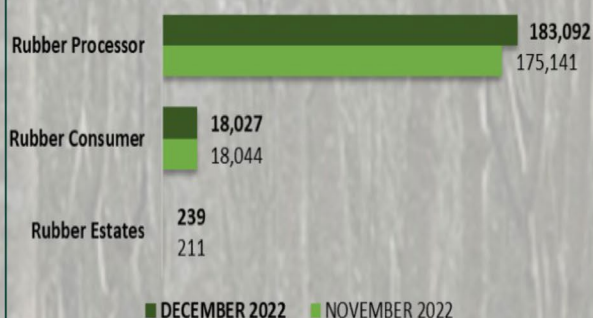


AVERAGE PRICE (sen/kg)



STOCKS ↑ 4.1%

December 2022^P : 201,359 tonnes
November 2022: 193,396 tonnes



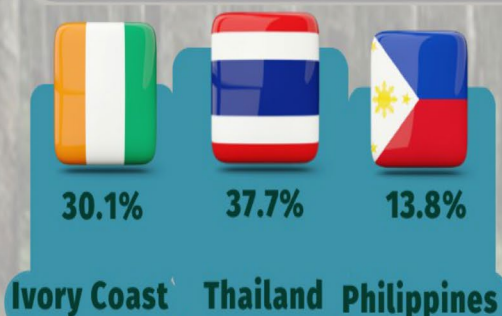
DOMESTIC CONSUMPTION ↑ 0.7%

December 2022^P : 28,622 tonnes
November 2022: 28,410 tonnes



IMPORTS Share of top three countries 81.6%

December 2022^P : 79,589 tonnes



EXPORTS Share of top three countries 56.0%

December 2022^P : 48,797 tonnes



Source: Monthly Rubber Statistics December 2022, Department of Statistics Malaysia (DOSM)

SERVICES PRODUCER PRICE INDEX, Q4 2022

SPPI increased **3.3%**
in Q4 2022

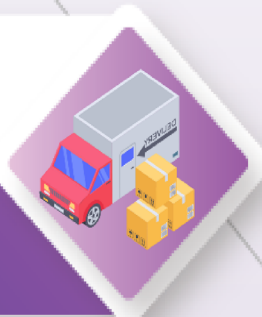
114.3

YoY = 3.3%

QoQ = 0.4%

110.9
YoY = 5.3%
QoQ = 1.1%

Transportation



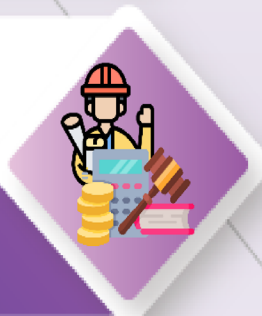
147.7
YoY = 8.0%
QoQ = 1.6%

Accommodation and
Food & Beverage
Service Activities



104.3
YoY = 0.5%
QoQ = 0.2%

Professional



117.2
YoY = 1.1%
QoQ = 0.1%

Education



107.6
YoY = 0.3%
QoQ = 0.0%

Health



126.9
YoY = 0.0%
QoQ = -0.1%

Real Estate Activities



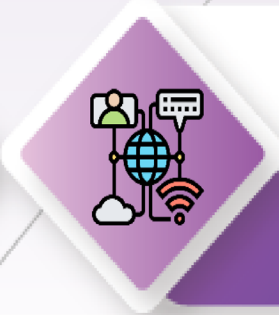
102.9
YoY = 5.3%
QoQ = -4.2%

Arts, Entertainment &
Recreation



101.1
YoY = 0.0%
QoQ = 0.0%

Information &
Communication



Note: YoY = Year on Year
QoQ = Quarter on Quarter

Source: Department of Statistics, Malaysia (DOSM)



PRIME MINISTER'S DEPARTMENT
DEPARTMENT OF STATISTICS MALAYSIA



6 CLEAN WATER AND SANITATION

 **Available**
 **Not Relevant**

 **Partially Available, Need Further Development**



137 (2020)

2.0% (2020)

12 RESPONSIBLE CONSUMPTION AND PRODUCTION



7,185,228 tonnes
(2020)

Source: Department of Environment, Malaysia

30.7%

2020

31.5%

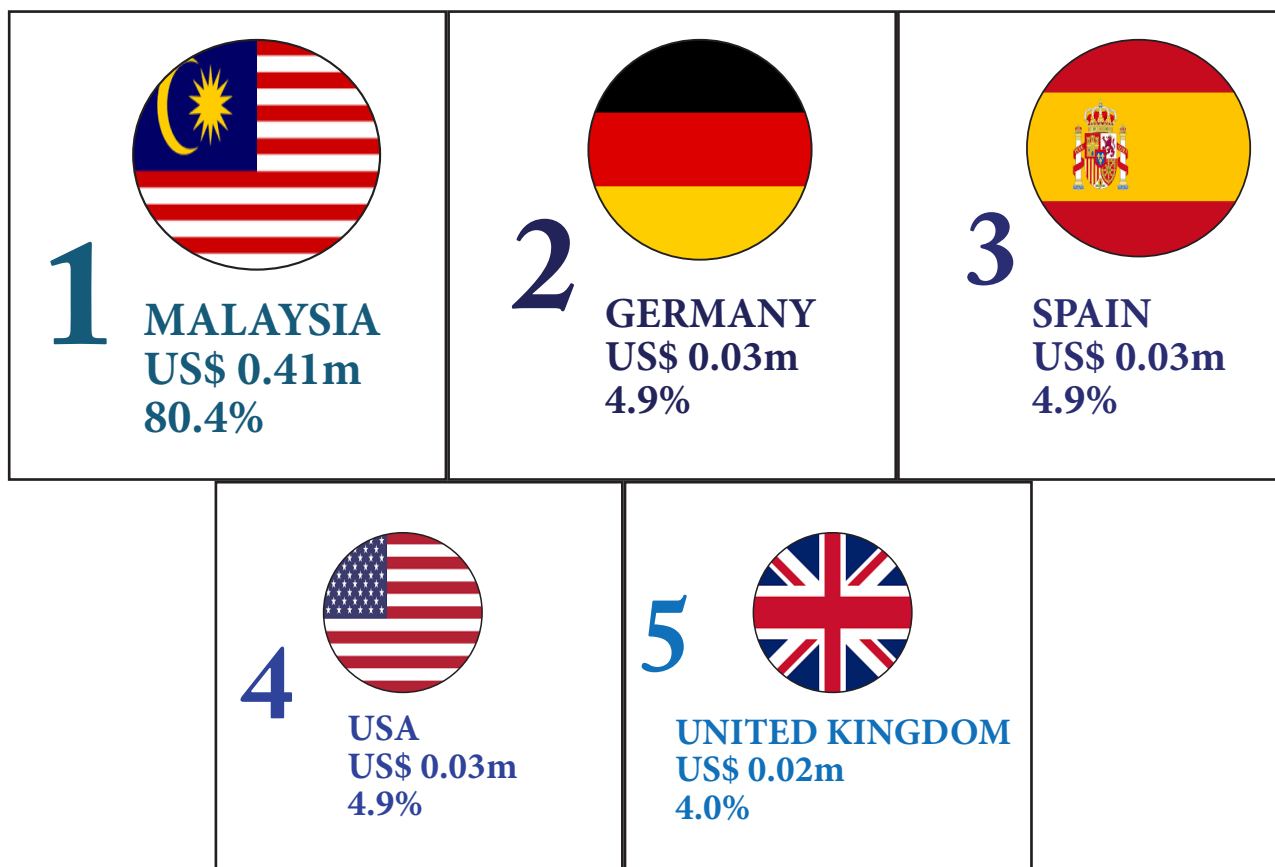
2021

Sources:

- Ministry of Housing and Local Government
- National Solid Waste Management Department

WORLD LARGEST EXPORTERS OF ARTICLES OF THALLIUM, N.E.S.

In 2021, Malaysia's export of Articles of thallium, n.e.s. recorded US\$ 0.41 million which was 80.4% share of the world exports.

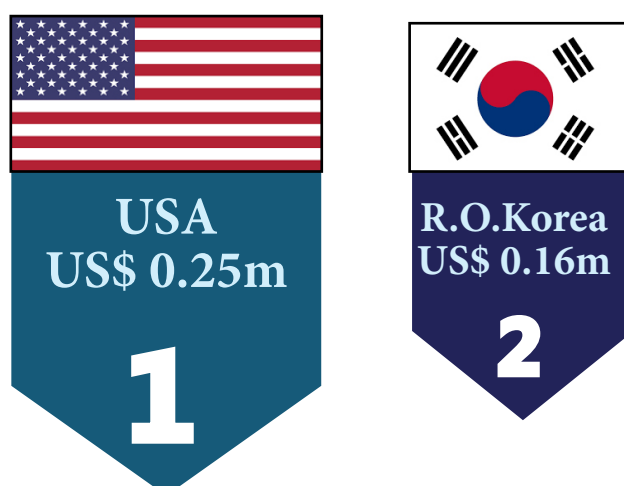


Notes:

-*HS811259

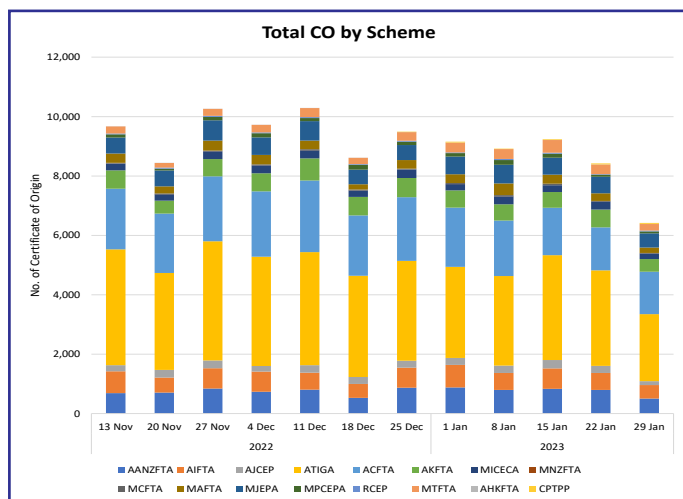
-% refer to share in world exports

MALAYSIA'S TOP EXPORT DESTINATIONS

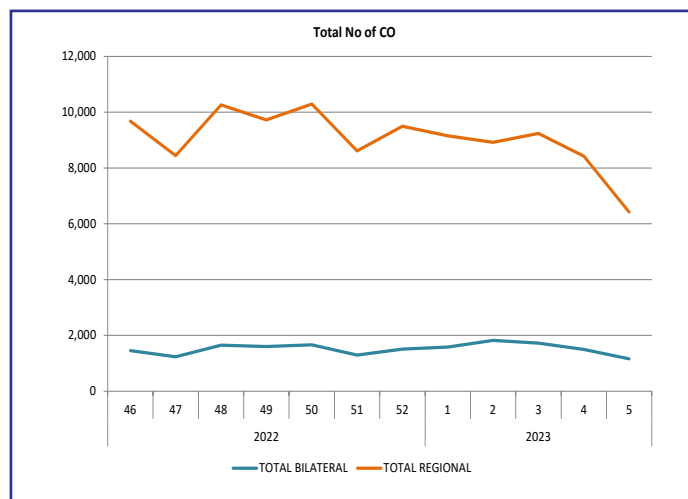


Number and FOB Value of PCO as at 29 January 2023 Weekly / Monthly/ Annually

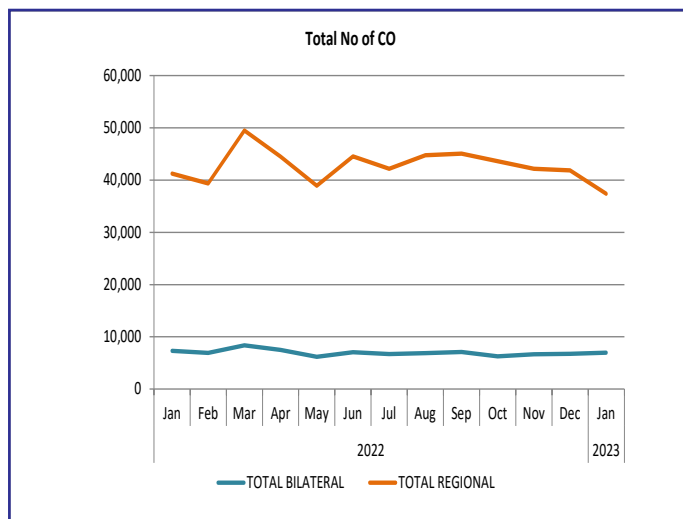
Weekly Total Scheme



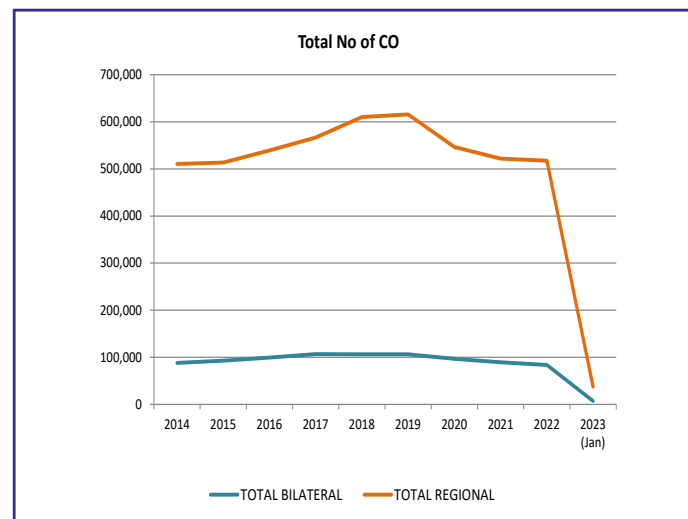
Weekly



Monthly



Annually

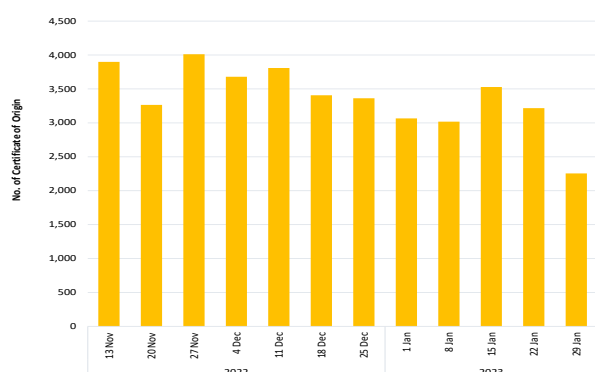


Note: *Provisional Data
Source: Ministry of International Trade and Industry, Malaysia

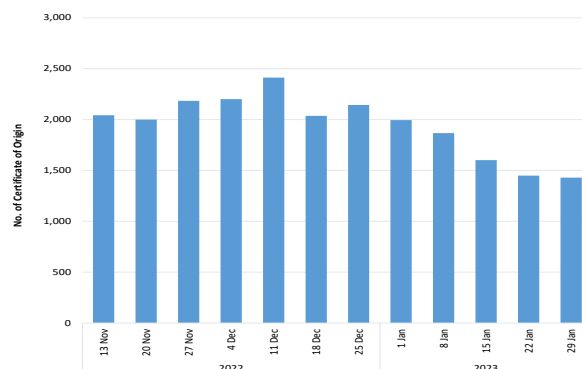
Regional FTA

Number of Preferential Certificates of Origin (PCOs) as at 29 January 2023

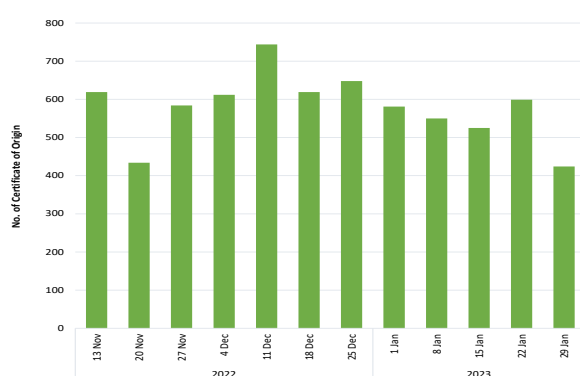
ASEAN Trade in Goods Agreement (ATIGA)



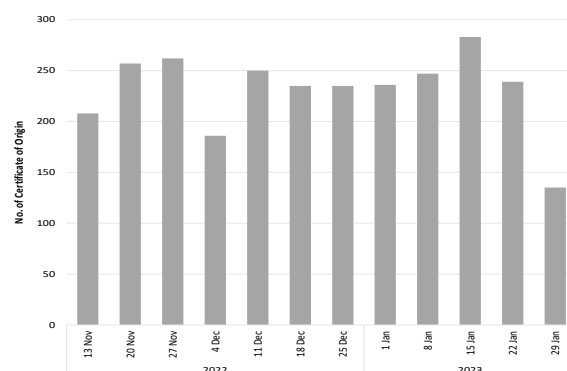
ASEAN-China Free Trade Agreement (ACFTA)



ASEAN-Korea Free Trade Agreement (AKFTA)



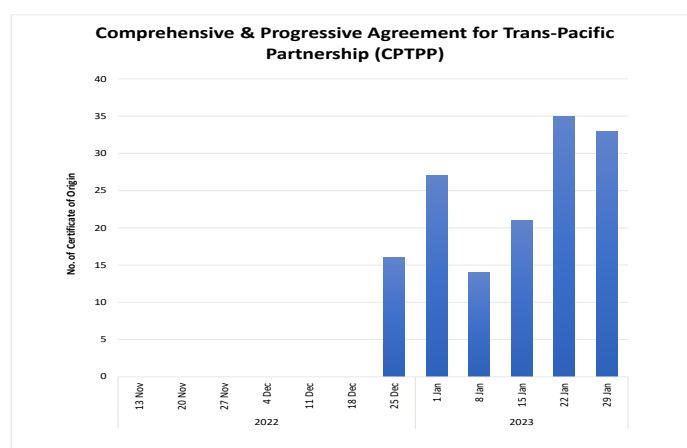
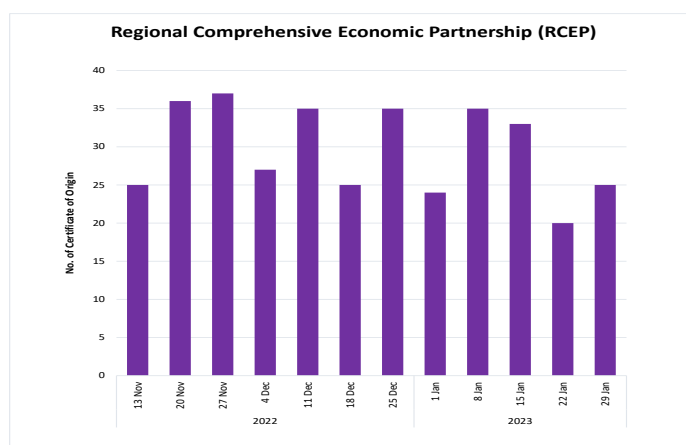
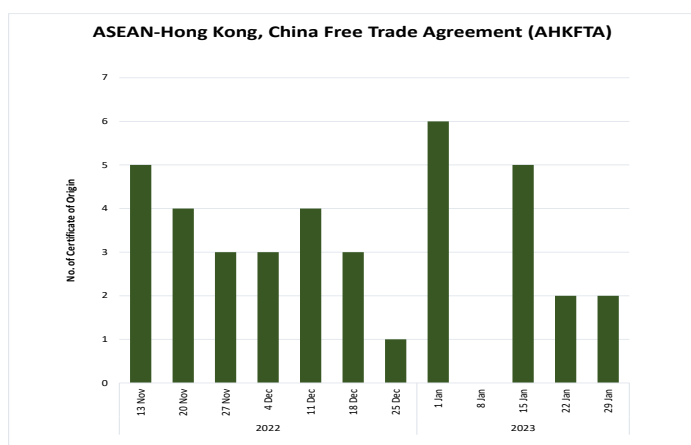
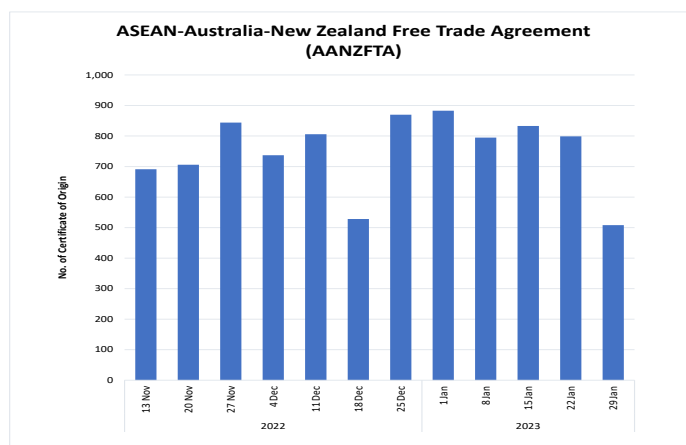
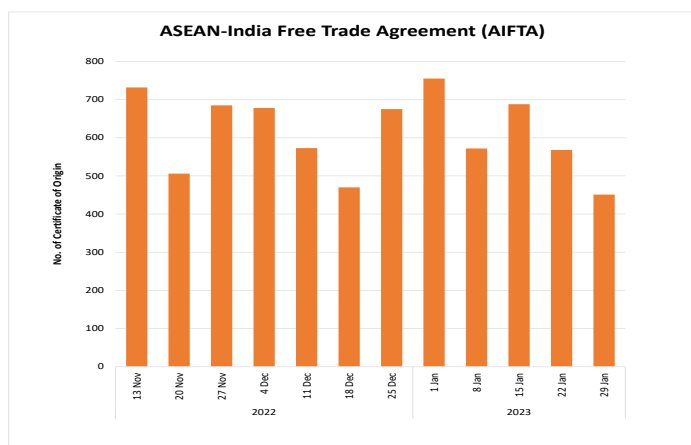
ASEAN-Japan Comprehensive Economic Partnership (AJCEP)



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

Regional FTA

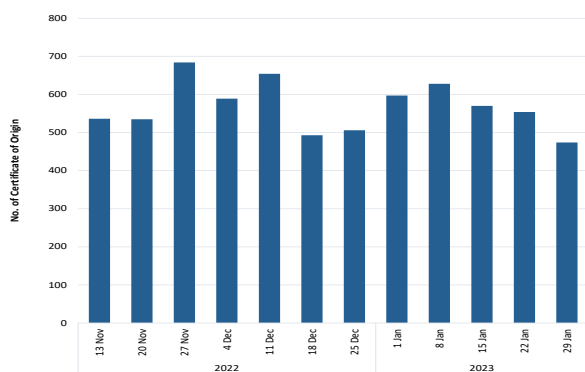
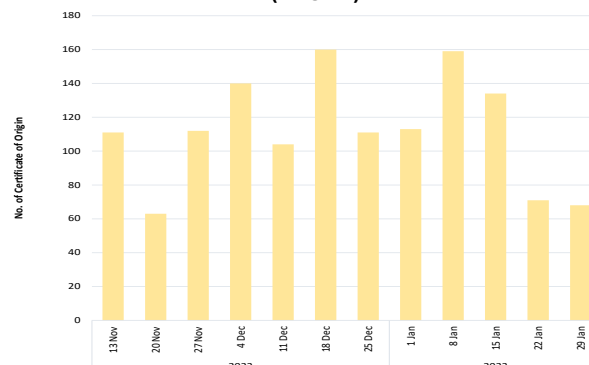
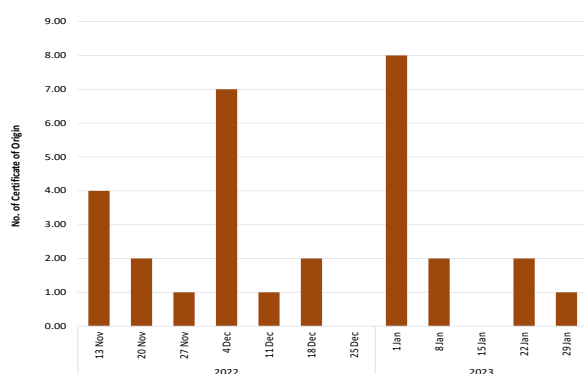
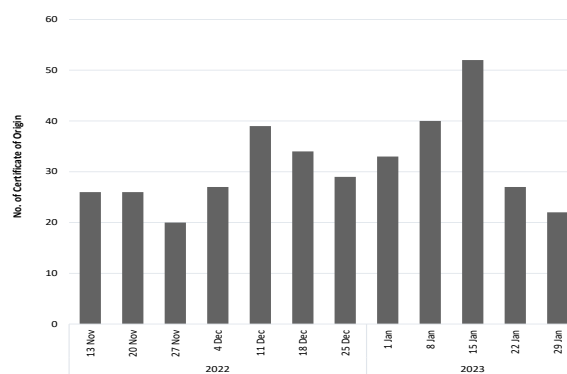
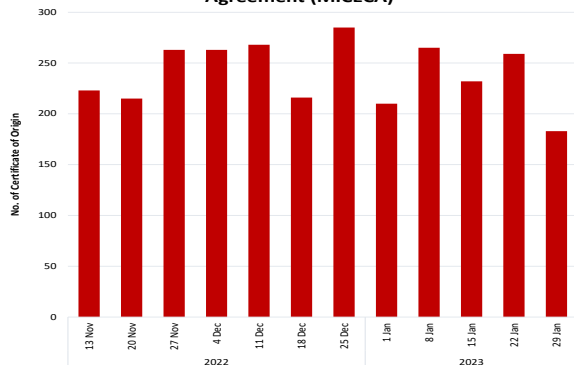
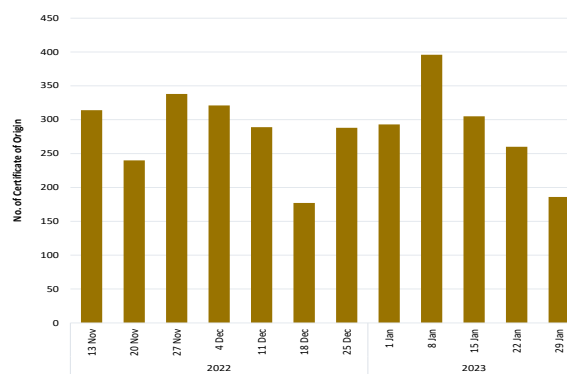
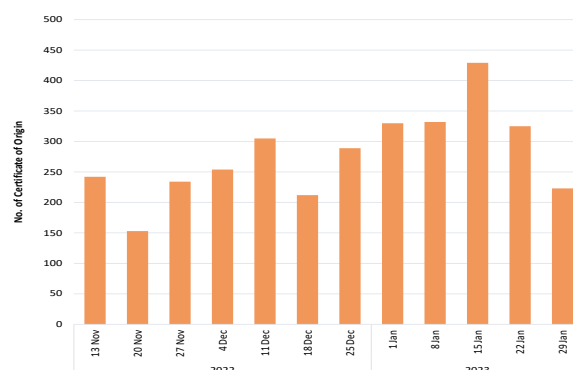
Number of Preferential Certificates of Origin (PCOs) as at 29 January 2023



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

Bilateral FTA

Number of Preferential Certificates of Origin (PCOs) as at 29 January 2023

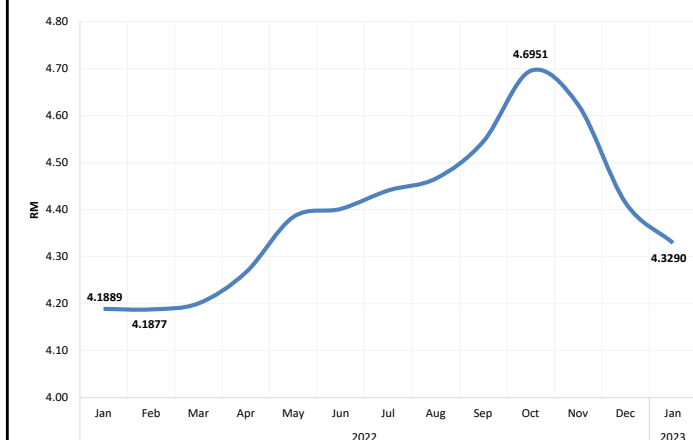
Malaysia-Japan Economic Partnership Agreement (MJEPA)

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 2022 - January 2023

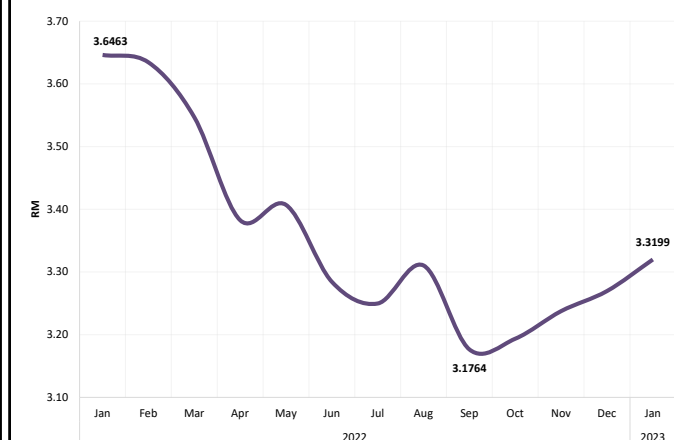
US Dollar

USD 1 = RM



Japanese Yen

JPY 100 = RM



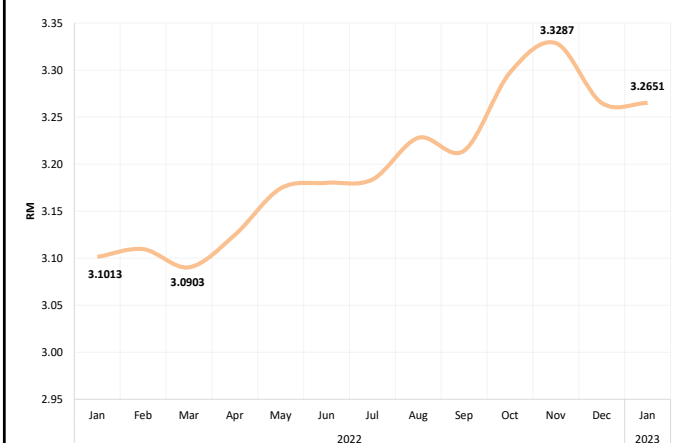
Chinese Yuan

CNY 1 = RM



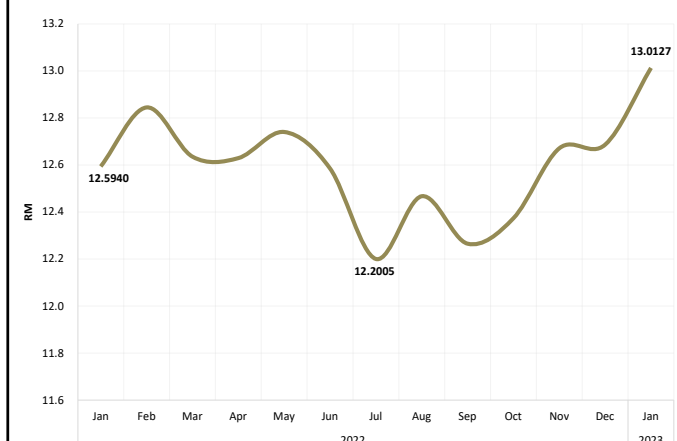
Singapore Dollar

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-



▼ **7.8%***
US\$79.9
3 Feb 2023

Highest
2022/2023
20 Jan 2023 : US\$87.6
10 June 2022 : US\$122.0
Lowest
2022/2023
6 Jan 2023 : US\$78.6
9 Dec 2022 : US\$76.1

Average Price 2022 ⁱ: US\$99.4

CRUDE PALM OIL -per MT-



▼ **3.3%***
US\$877.4
3 Feb 2023

Highest
2022/2023
6 Jan 2023 : US\$920.3
11 Mac 2022 : US\$1,774.7
Lowest
2022/2023
3 Feb 2023 : US\$877.4
30 Sep 2022 : US\$715.6

Average Price 2022 ⁱ: US\$1,171.6

RUBBER SMR 20 -per MT-



▼ **5.7%***
US\$1,418.0
3 Feb 2023

COCOA SMC 2 -per MT-



▼ **1.5%***
US\$1,775.3
3 Feb 2023

SUGAR -per lbs-



▲ **1.3%***
US\$21.2
3 Feb 2023

Average Price 2022 ⁱ: US\$1,549.9

Average Price 2022 ⁱ: US\$1,564.5

Average Price 2022 ⁱ: US\$18.8

COAL -per MT-



▼ **17.1%***
US\$138.5
3 Feb 2023

Average Price 2022 ⁱ: US\$290.8

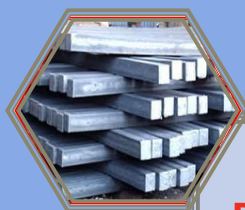
SCRAP IRON HMS -per MT-



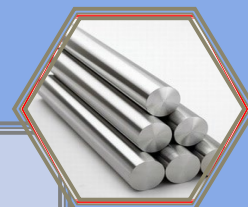
▲ **11.4%***
US\$397.1
(high)
December 2022
▲ **1.6%***
US\$351.8
(low)

Average Price 2022 ⁱ: US\$469.9 (high)
Average Price 2022 ⁱ: US\$426.3 (low)

Domestic Prices December 2022



Billets
(per MT)
RM2,525 - RM2,530

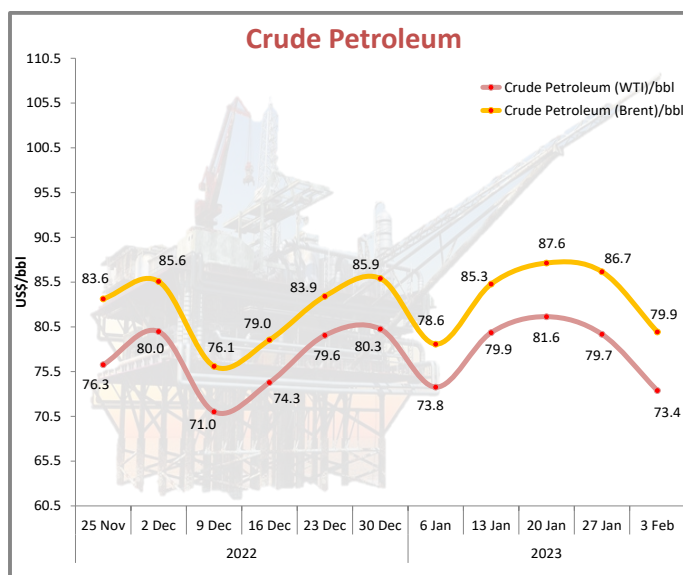
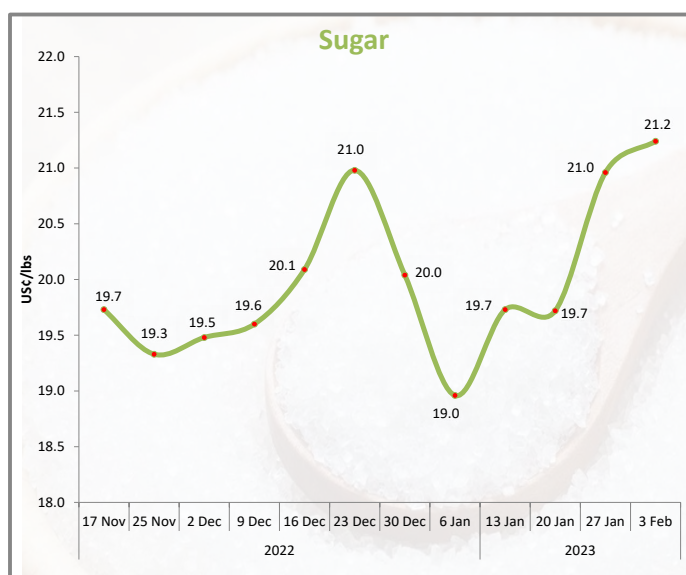
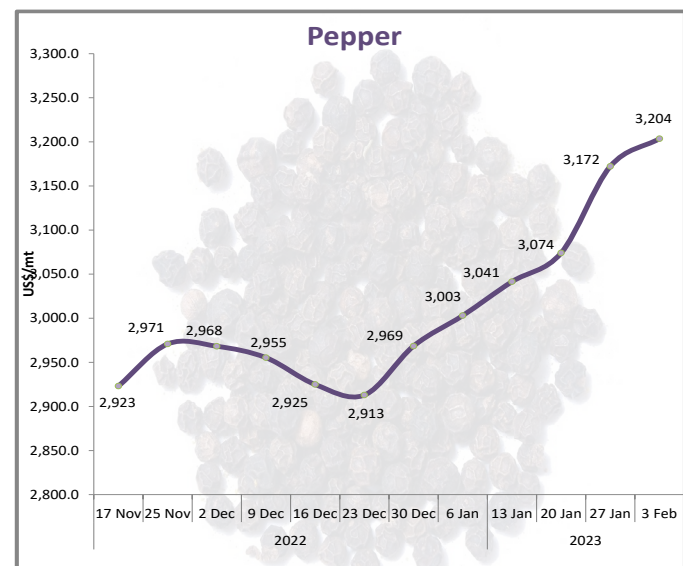
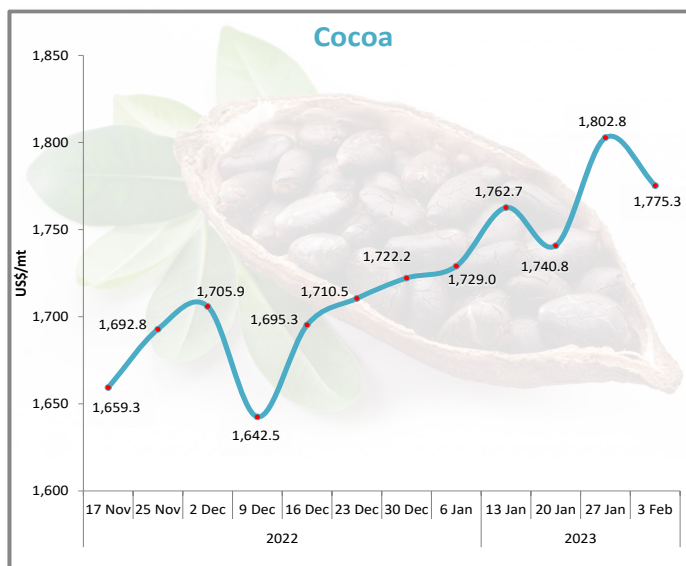
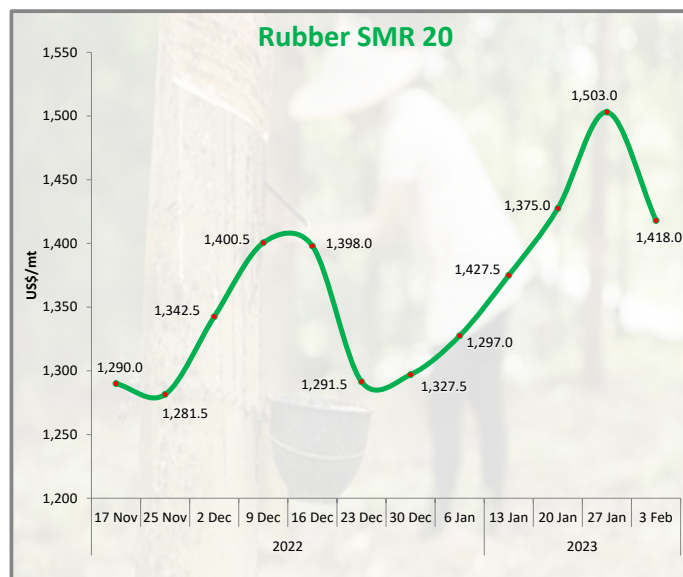
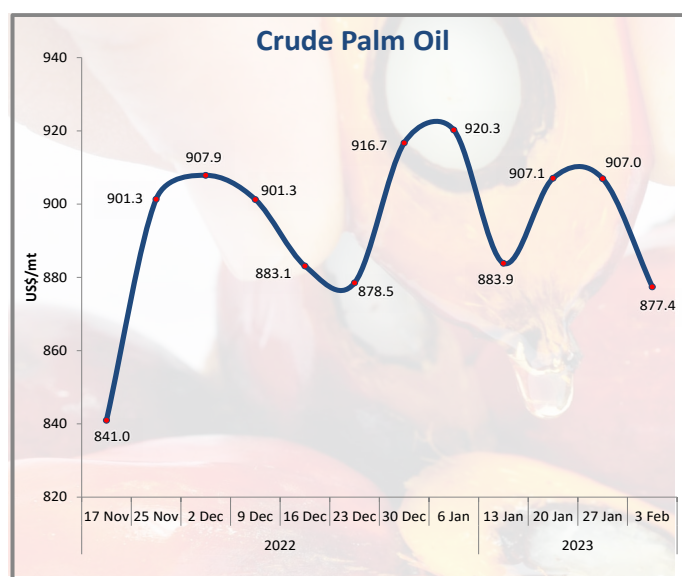


Steel Bars
(per MT)
RM2,665 - RM2,811

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

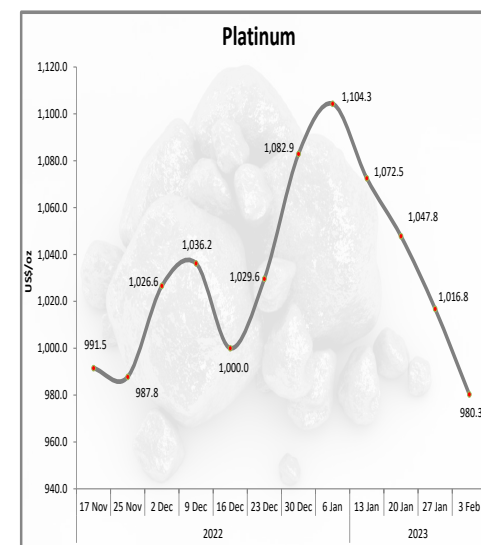
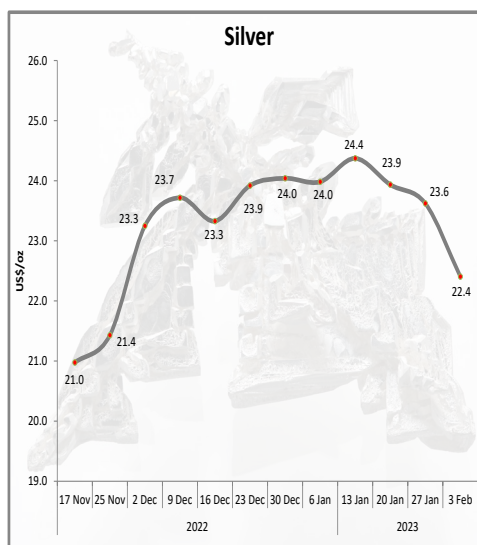
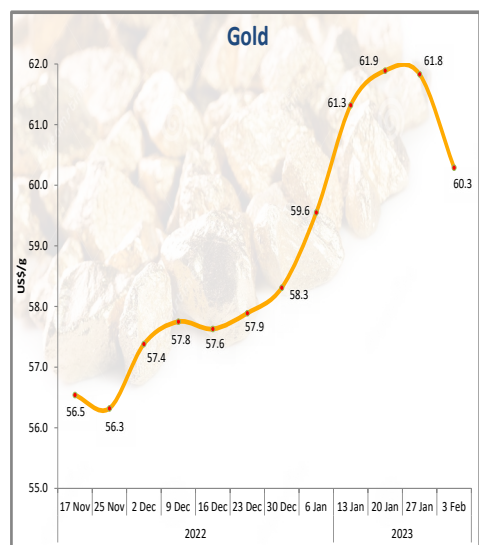
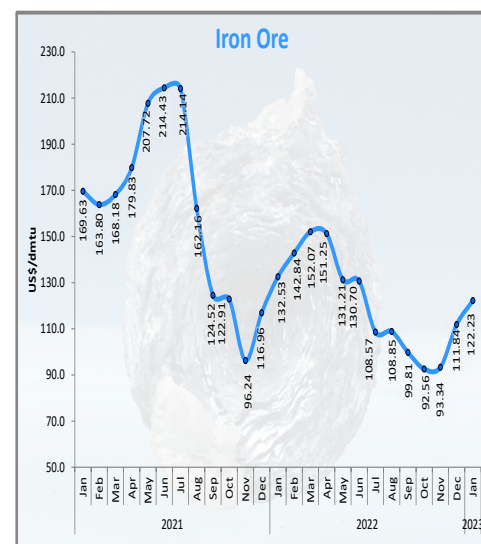
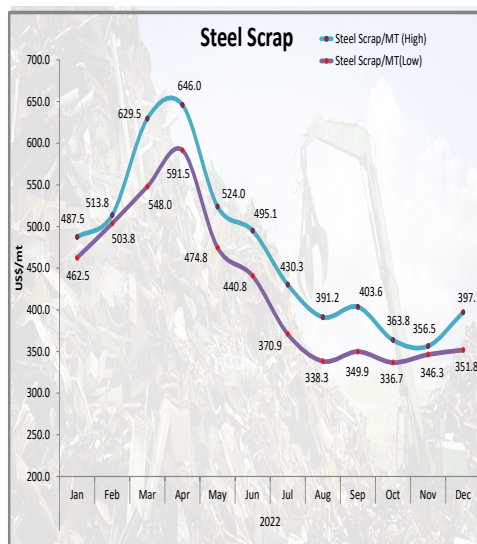
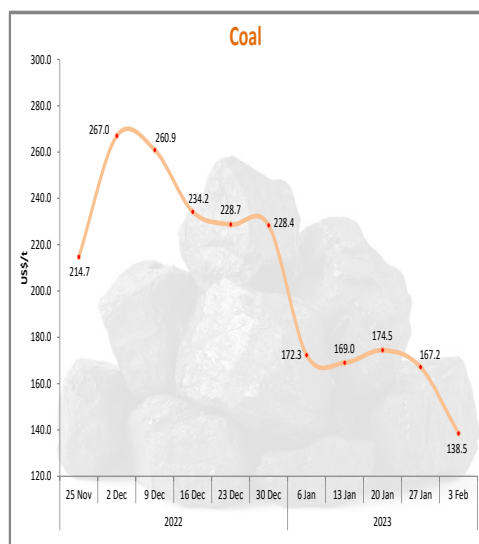
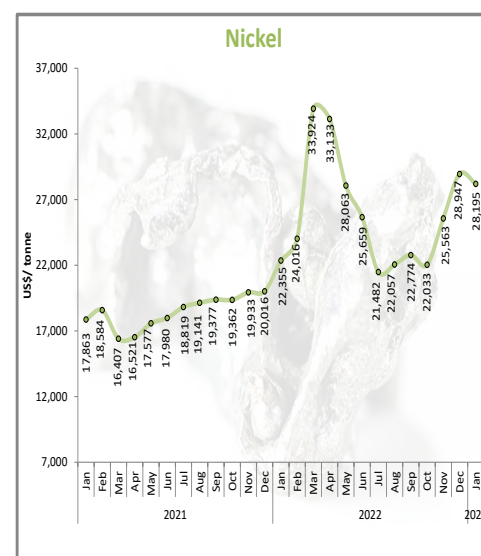
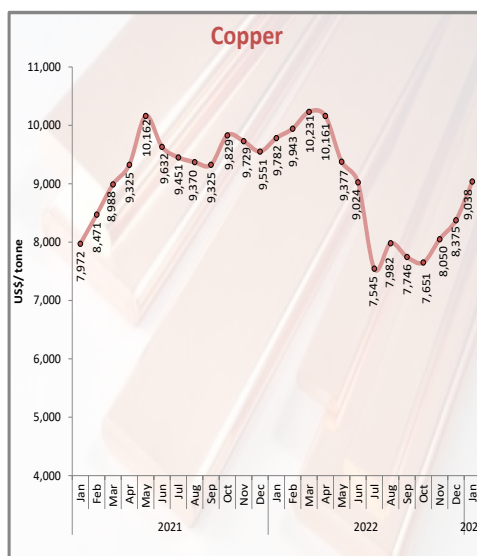
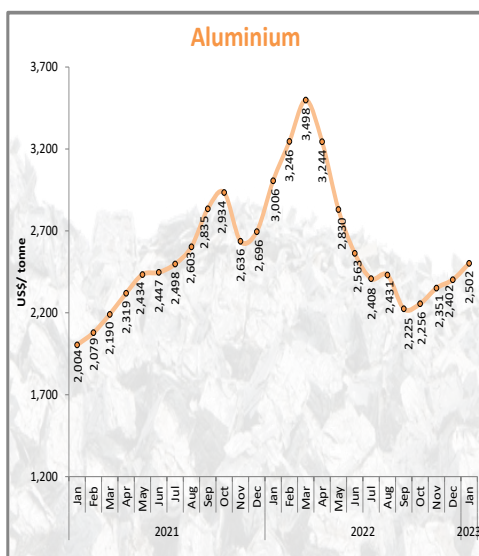
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

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 RCEP COVERS:

- 1 Elimination or reduction of import duties
- 2 Promotion, facilitation, protection and investment liberalisation
- 3 Protection of intellectual property rights, facilitation in e-commerce
- 4 Economic and technical cooperation

RCEP CONSISTS OF

10 ASEAN member countries

5 ASEAN FTA Partner countries

MAIN OBJECTIVES OF RCEP

- 1 Strengthening regional value chain
- 2 User friendly and easy to use
- 3 Modern, comprehensive and high quality

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
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All you need to know about Industry4WRD RA



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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



- ✓ Valid registration and business licences
- ✓ Company has at least 60% local equity
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Enquiries

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- RA: industry4wrld@mpc.gov.my



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Apply for Financial Incentives



Implement the Intervention Plan

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**JOINT STATEMENT ON THE SUBSTANTIAL CONCLUSION OF
THE ASEAN-AUSTRALIA-NEW ZEALAND FREE TRADE AREA (AANZFTA)
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