

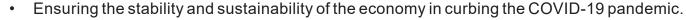
Allowing additional economic sectors to operate

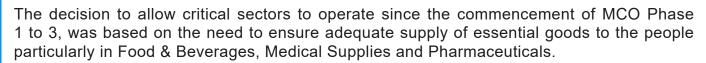
In our efforts at curbing the spread of COVID-19, the Government places the rakyat's safety and health as of paramount importance. Thus, the Government has implemented the Movement Control Order (MCO) and introduced a comprehensive set of health protocols.

At the same time, the Government is mindful of the unintended economic consequences of the measures used in battling the pandemic, particularly the negative impact on the financial position, the economy and the well-being of the people.

Therefore, the Cabinet has decided to undertake proactive and responsive measures to balance:







These measures are to ensure the sustainability of the nation's economy, mitigate the loss of jobs among Malaysians in addition to ensuring that the rakyat continue to have access to essential and critical products throughout the MCO period.

The Government is mindful that the economic sectors that are not allowed to operate during the MCO will face a host of challenges such as cash flow, business viability, and loss of jobs. There is also the risk of losing export market share for Malaysian companies and other establishments operating here. To address these issues, the Government has introduced the PRIHATIN Economic Stimulus Package.

MITI has undertaken engagement sessions with industry associations, Small and Medium Enterprises (SMEs), local and international Chambers of Commerce as well as other relevant Ministries and agencies in order to identify the additional economic sectors to be allowed to operate subject to the guidelines set by the Ministry of Health (MOH).

This measure is in line with the Cabinet decision to set up a committee, namely, the Special Cabinet Committee to Mitigate the Impact of COVID-19 on the Economy and Labour Market. This Committee has presented a number of proposals to the Cabinet on 6 and 8 April 2020.

The presentations took into account the feedback from the Ministry of Finance, Bank Negara Malaysia (BNM), Ministry of International Trade and Industry (MITI) and Khazanah Nasional



Berhad. The Cabinet agreed to allow additional economic sectors to operate in phases subject to compliance with health guidelines and strict movement control. The said sectors:

- Automotive Industry;
- · Machinery and Equipment;
- Aerospace Industry;
- Construction projects and services related to construction works;
- Science, professional and technical services; including research & development (R&D);
- Social health services including registered traditional and complementary medicine (TCM) practitioners;
- Hardware shops, electrical and electronics (E&E) shops in the wholesale and retail segments;
 and
- Laundry services

Companies that are allowed to operate must comply with the Standard Operating Procedures (SOP) that have been established for the respective sectors. The approval to operate is also subject to compliance with the rules and guidelines set from time to time by MOH and other related enforcement agencies. This compliance is in line with the undertaking by the companies in their applications to continue their operations during MCO.

MITI has been provided with guidelines on health precautions and strict movement control from MOH that are to be adopted and complied with by the companies that are allowed to operate. MITI has also made it mandatory for companies that have been allowed to operate to submit the registers of workers that are involved in their operations during MCO and to ensure that their movement is confined only to leaving their homes to the factories/premises. The companies are required to provide thermal scanners as well as screening for symptoms of coughing, sore throat or breathing difficulties. The readings of the workers must be recorded and kept for a period of at least three months for reference.

As a safety measure to ensure that all workers of companies allowed to operate are free of COVID-19, MITI will collaborate with the Ministry of Human Resource through SOCSO where all workers are required to undergo COVID-19 screening. Employers applying to operate must ensure that all their workers undergo screening at any of the 3000 over SOCSO panel health clinics nation wide according to MOH guidelines.

The construction industry must adhere to the conditions set by the Ministry of Works and the Construction Industry Development Board (CIDB) as follows:

- Companies must reduce the number of workers to the bare minimum or not exceeding 50 per cent of what is currently needed;
- Companies must fully cooperate with MOH in executing contact tracing of workers that have been infected with COVID-19;
- Companies must provide transportation for workers and practise social/safe distancing and the vehicles used have to be sanitised before and after use;
- Companies must disseminate information and guidelines in respect of dealing with COVID-19 to their value chains;
- In cases where companies provide Centralised Labour Quarter (CLQ) facilities, they must comply with the CLQ guidelines as well as guidelines on Construction Workers Accommodation During MCO issued by CIDB or other relevant agencies.

Enforcement units comprising the Public Works Department, CIDB, Kuala Lumpur City Hall, Local Authorities, and the Department of Occupational Safety and Health (DOSH) have been established to monitor and enforce compliance by approved companies as well as to take action against those that operate without approval.

MITI is also collaborating with the police and the Department of Labour to monitor the activities of the industries required to comply with the SOPs. Failure to comply with the SOPs amounts to a criminal offence under Regulation 11 of the Prevention and Control of Infectious Diseases (Measures within the Infected Local Areas) (No. 2) Regulations 2020.

Failure of companies to comply with the SOPs will result in immediate revocation of their approval to operate as well as legal action according the existing laws. To date, MITI has revoked the approvals of 4 companies that have violated the prescribed conditions. Investigations are also being conducted by the Labour Department in Peninsular Malaysia and the police against 35 companies reported to have violated conditions set by MITI.

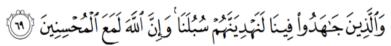
The public may lodge complaints directly to the police or MITI if they come across any violation of SOPs by companies allowed to operate. The decision to allow the operation of companies in phases, subject to strict conditions, is to ensure:

- Adequate food supplies;
- 2. Adequate medicine and medical devices supplies; and
- 3. Certain SMEs and critical sectors can operate to ease the rakyat's burden as well as mitigate the economic impact on the nation.

BNM projected our economy to grow between -2% to 0.5% in 2020. This projection took into account the 4-week MCO (until 14 April 2020). As a result of the closure on non-essential services, the economy was estimated to operate at 45% of its operating capacity during the 4-week MCO. The decision to allow more businesses to gradually resume their operations during MCO3 would increase the operating capacity of the economy and thus, mitigate the economic impact of COVID-19.

With the implementation of this two-pronged strategy, the Government aims to effectively battle the COVID-19 pandemic and at the same time bolster the nation's economy. I am confident that the rakyat will remain strong and united in facing these trying times.

In Surah al-Ankabut verse 69, Allah tells us:



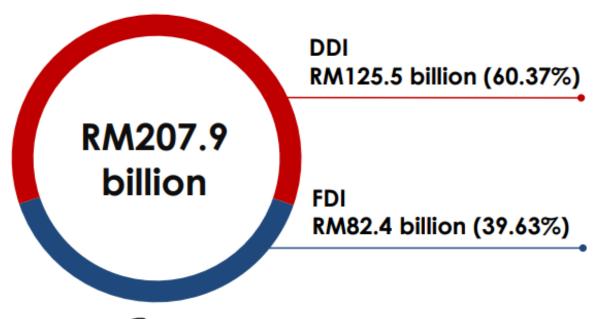
"And those who strive in Our (cause) – We will certainly guide them to Our paths: for verily Allah is with those who do right."

Let us pray for the success of our efforts and for the swift recovery of the nation's prosperity after the pandemic.

YB Dato' Seri Mohamed Azmin Ali Senior Minister Minister of International Trade & Industry (MITI) 16 April 2020

Approved Investments 2019

Total approved investments





RM207.9 billion investments

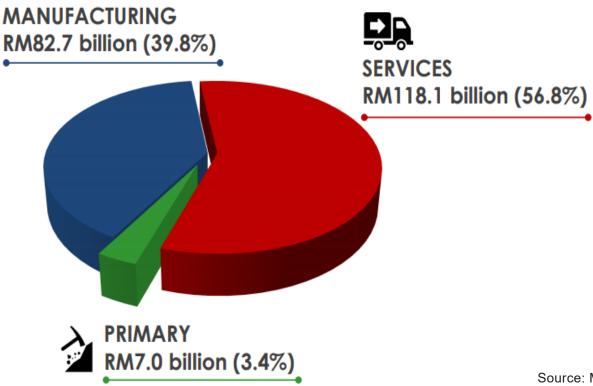


5,140 projects



124,443 new jobs

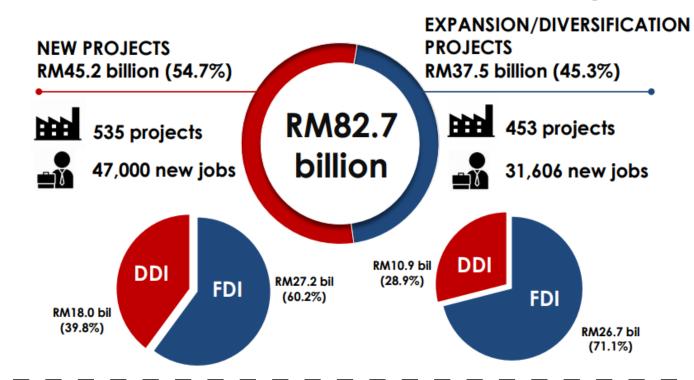
Approved investments by sector



Source: MIDA

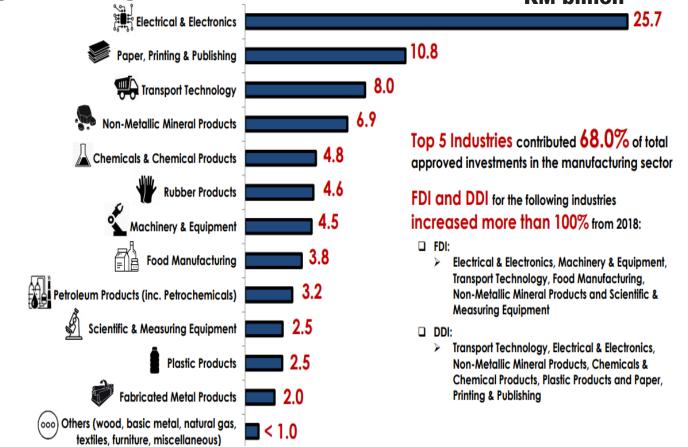
Approved Investments 2019

Approved investments in the manufacturing sector



Approved investments in manufacturing sector by industry

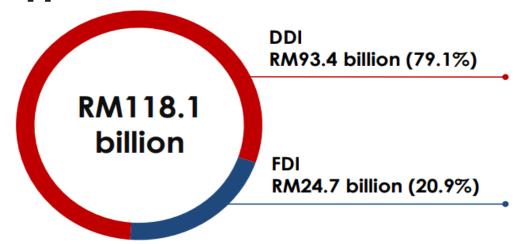
RM billion



Source: MIDA

Approved Investments 2019

Total approved investments in the services sector





RM118.1 billion investments

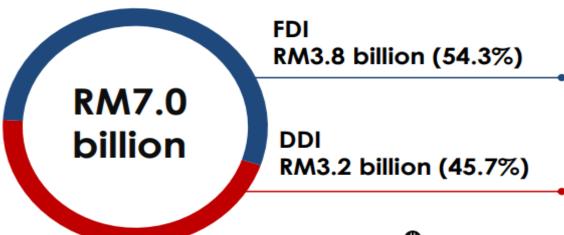


4,087 projects



44,811 new jobs

Total approved investments in the primary sector





RM7.0 billion investments



65 projects



1,026 new jobs



Mining RM6.6 billion



Plantation & Commodities RM291.4 million

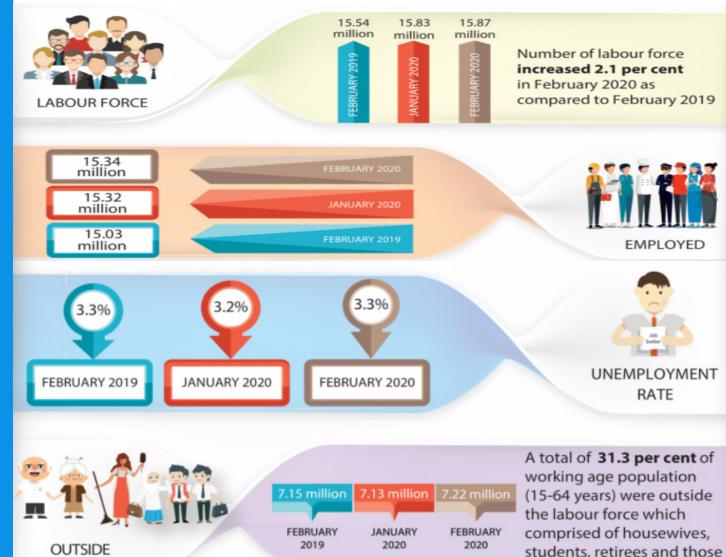


Agriculture RM135.1 million

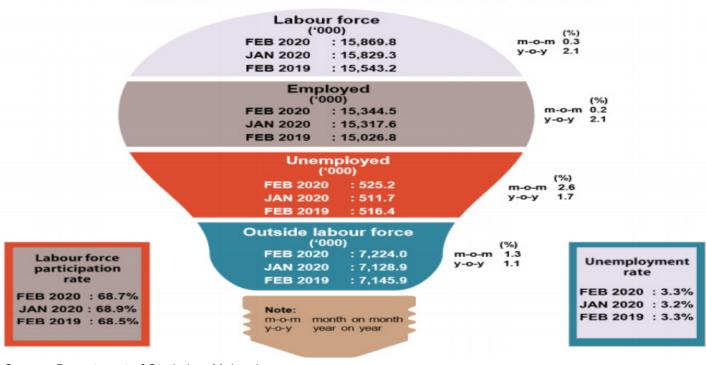
Source: MIDA

LABOUR FORCE

Labour Force, February 2020



WORKING AGE POPULATION (15-64 YEARS)



Source: Department of Statistics, Malaysia

not interested to work

TOP 20 WORLD Exporters

Global Exports: US\$18.89 trillion



USA: US\$1,645.6b (8.7%)



3

Germany: US\$1,489.2.0b (7.9%)

Netherlands: US\$709.2b (3.8%)



5

Japan: US\$705.5b (3.7%)

France: US\$569.7b (3.0%)



7

R.o. Korea: US\$542.2b (2.9%)

Hong Kong SAR: US\$534.9b (2.8%)



9

Italy: US\$532.7b (2.8%)

UK: US\$468.8b (2.5%)



11

Africa: US\$462.2b (2.4%)

Mexico: US\$461.1b (2.4%)



13 🐈

Canada: US\$446.9b (2.4%)

Belgium: US\$444.6b (2.4%)



15

Russia: US\$b (13.2%)

Singapore: US\$390.8b (2.1%)



17

Spain: US\$333.6b (1.8%)

Chinese Taipei: US\$330.6b (1.8%)



19 (9)

India: US\$324.2b (1.7%)

Switzerland: US\$313.9b (1.7%)



8



Malaysia: US\$238.2b (1.3%)

Malaysia's was a fourth exporters among ASEAN members after Singapore, Viet Nam and Thailand in 2019

Note: Percentage share refers to share to total exports

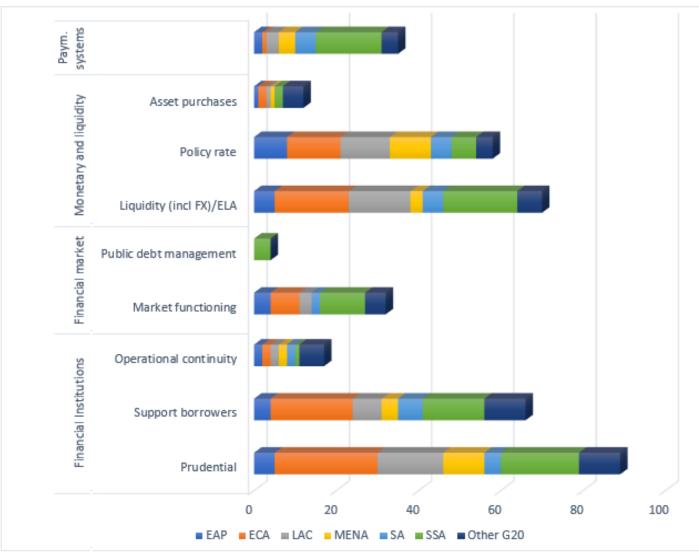
Source: WTO online database



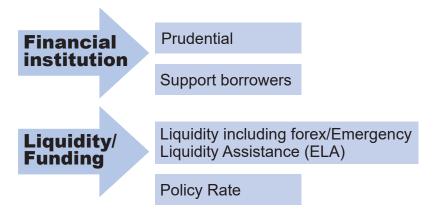
COVID-19 Finance Sector Related Policy Responses

COVID-19 policy response relevant to the financial sector

Number of countries that have taken at least one policy measure by category



Malaysia's Financial Sector response during covid-19 pandemic:

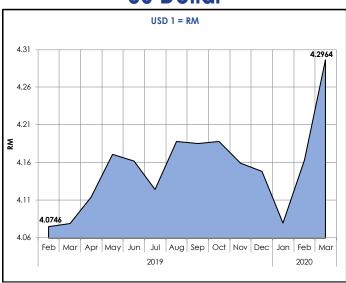


Source: https://datacatalog.worldbank.org/dataset/covid-19-finance-sector-related-policy-responses

Source: Bank Negara Malaysia

Malaysian Ringgit Exchange Rate with Selected Countries, January 2019 - March 2020

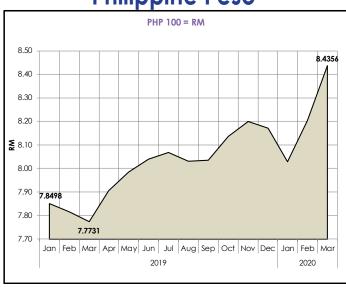
US Dollar



Hong Kong Dollar



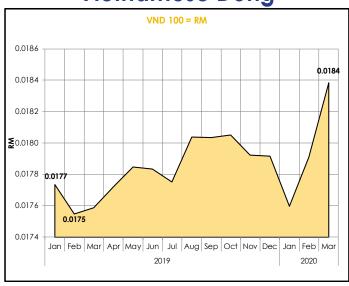
Philippine Peso



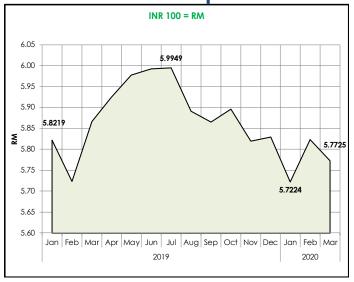
Indonesia Rupiah



Vietnamese Dong



Indian Rupee



Source : Bank Negara Malaysia

Commodity Prices





▼10.8%* US\$28.1

17 April 2020

Highest 2019/2020

03 Jan 2020 : US\$68.6 17 May 2019 : US\$72.2

27 Mar 2020 : US\$24.9 09 Aug 2019 : US\$54.5

Lowest 2019/2020

Average Price 2019 : US\$64.2

CRUDE PALM OIL -per MT-



4.0%* US\$524.9

17 April 2020

Highest 2019/2020

10 Jan 2020 : US\$761.9 27 Dec 2019 : US\$794.5

17 Apr 2020 : US\$524.9 26 Jul 2019 : US\$488.5

Lowest 2019/2020

Average Price 2019 : US\$557.1

RUBBER SMR 20 -per MT-



▲ 0.2%* US\$1,132.5

17 April 2020

Average Price 2019 : US\$1,414.6

COCOA SMC 2 -per MT-



▼5.3%* US\$1,615.1 **17 April 2020**

Average Price 2019 : US\$1,592.4

SUGAR -per lbs-

▲ 0.4%* US¢10.5

17 April 2020



Average Price 2019 : US¢12.4

COAL -per MT-



■%* US\$34.1

17 April 2020

Average Price 2019 : US\$56.5

SCRAP IRON HMS -per MT-



= %* US\$275.0 (high) = %* US\$255.0 (low)

17 April 2020

Average Price 2019 : US\$316.9 (high)
Average Price 2019 : US\$291.6(low)

Domestic Prices 13 March 2020



Steel Bars (per MT) RM2,020- RM2,170

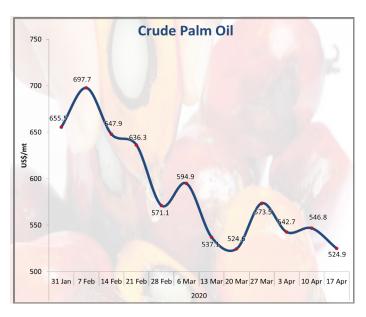
Note: No transaction in sales or purchase of billets and steel bars at 20 March due to MCO.

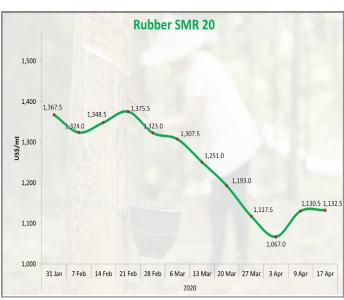
Notes: All figures have been rounded to the nearest decimal point

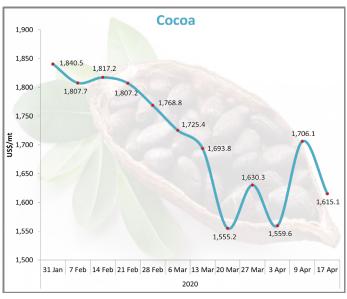
- * Refer to % change from the previous week's price
- i Average price in the year except otherwise indicated

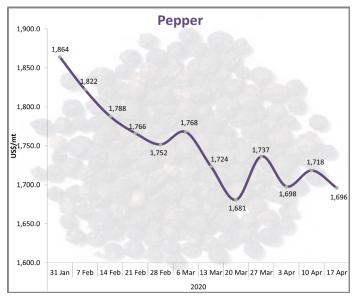
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Iron and Steel Industry Federation, and Bloomberg.

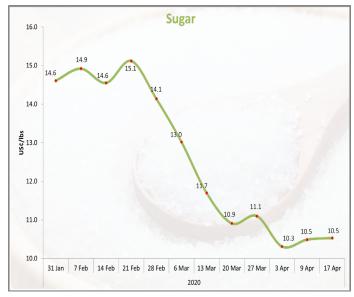
Commodity Price Trends

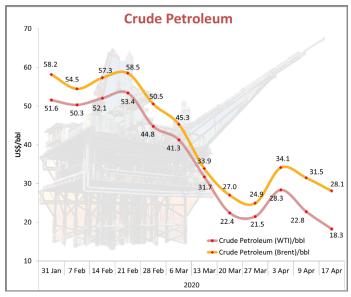






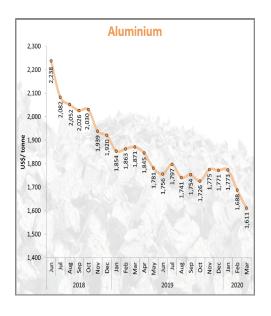


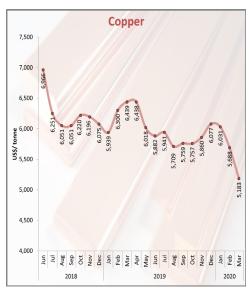


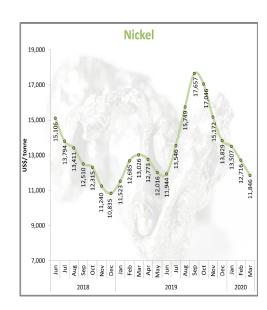


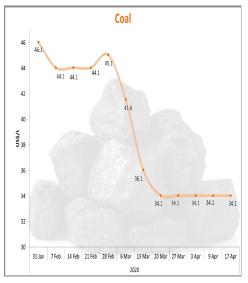
Sources: Ministry of International Trade and Industry Malaysia, Malaysian Palm Oil Board, Malaysian Rubber Board, Malaysian Cocoa Board, Malaysian Pepper Board, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

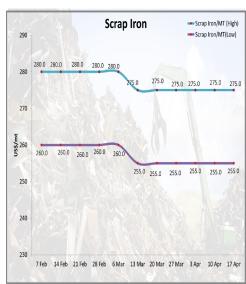
Commodity Price Trends

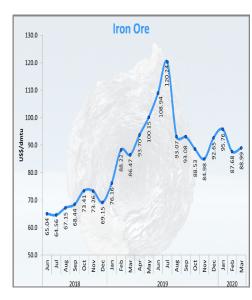


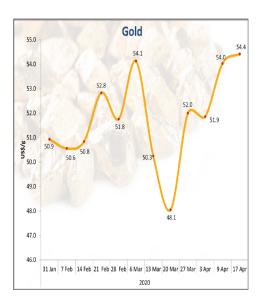


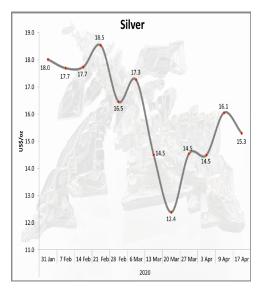


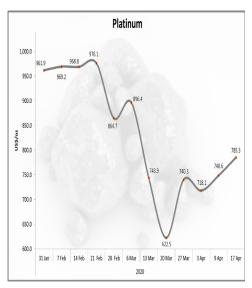












Sources: Ministry of International Trade and Industry Malaysia, , Malaysian Iron and Steel Industry Federation, Bloomberg and Czarnikow Group, World Bank, World Gold Council, The Wall Street Journal.

List of additional sectors allowed to operate during MCO Phase 3 until 28 April 2020



Still wondering the application steps in CIMS 2.0?

Click this link to understand the steps for applying in COVID-19 Intelligent Management System (CIMS) 2.0 at application.miti.gov.my. Good luck!

If your company's application was rejected and you're keen to submit an appeal, please follow these 4 simple steps. This appeal is allowed once only.



Untuk memudahkan syarikat, kami ingin memaklumkan bahawa status permohonan beroperasi semasa #PKP3 boleh disemak terus di https://application.miti.gov.my dari semasa ke semasa. Rujuk grafik untuk maklumat lanjut.



Jika permohonan syarikat anda untuk meneruskan operasi adalah di dalam status 'Baharu' anda boleh meminda maklumat yang dimasukkan mengikut panduan ini. Perhatian: Terhad kepada permohonan 'Baharu' sahaja.



Mengapa perlu ada kod QR di surat kelulusan beroperasi? Kod QR ini adalah untuk memudahkan pemeriksaan pihak berkuasa terhadap syarikat dan memastikan tiada pemalsuan surat dibuat.



MIDA

IMPC-

Media Prima visited economic frontliners at MITI war room, 19 April 2020

56,000 application received for processing during MCO











INDUSTRY4*WRD* 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?





- Incorporated under the Companies Act (1965/2016)/ Registration of Business Act (1956)
- Hold a valid license
- In operation for more than 3 years

What are the benefits?







To identify areas of improvement in terms of people, process and technology.



Receive comprehensive readiness report.



Be entitled to apply for financial incentives.

Incentives for RA

- 500 SMEs will be selected for free assessment.
- Others will get tax exemption on RA fees up to RM27k.





Enquiries

- General: i4.0@miti.gov.my
- industry4wrd@m pc.gov.my









Process Flow

A FEW SIMPLE STEPS

Evaluation by Committees



Onsite Assessment



Receive RA Report





Develop Intervention Proposal



Apply for Financial Incentives

Fax: +603 - 6202 9446



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





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: Al, Robotics, Automation etc.
- provides a 2% interest rate subsidy
- www.bpmb.com.my

Coming Soon!

- 1. Intervention Fund*
- 70:30 matching grant up to RM500,000.
- 2. Industry4WRD DISF*
- 60:40 matching grant

*participation in Industry4WRD RA is a prerequisite to apply

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

For more information, kindly click the following links: https://www.miti.gov.my/index.php/pages/view/industry4WRD?mid=559#tab 547 2202



For more information, kindly click the following links: https://bit.ly/2WUDQEt

UTILISATION OF ASEAN TRADE IN GOODS AGREEMENT (ATIGA) E-FORM D DURING THE MOVEMENT CONTROL ORDER PERIOD FROM 18 TO 31 MARCH 2020



Please note that the processing time may be longer than usual due to this movement restriction. If you experience any transmission issues with the ATIGA e-Form D, please email. to apbpm@miti.gov.my and careline@dagangnet.com for assistance.

For more information, kindly click the following links: https://bit.ly/2Uw00YW



CALLING INTERESTED APPLICANTS TO APPLY FOR GRANT UNDER RMK-11 HIGH VALUE ADDED COMPLEX PRODUCT DEVELOPMENT PROGRAMME (PDP) AND MARKET DEVELOPMENT PROGRAMME (MDP)

For more information, kindly click the following links: http://www.miti.gov.my/index.php/pages/view/4761



NOTIFICATION ON IMPLEMENTATION OF PRODUCT SPECIFIC RULES (PSR) IN HS 2017 FOR ASEAN-KOREA FREE TRADE AREA (AKFTA)



EFFECTIVE 1 JANUARY 2020

For more information, kindly click the following links: https://bit.ly/39cJvrO

ANNOUNCEMENT >



NOTIFICATION ON THE LIVE OPERATION OF ASEAN SINGLE WINDOW (ASW) BY THE PEOPLE'S REPUBLIC OF LAO AND THE REPUBLIC OF PHILIPPINES



For more information or inquiries, kindly contact the ATIGA team at allatiga@miti.gov.my

For more information, kindly click the following links: https://bit.ly/2UmkAyo



For more information, kindly click the following links: https://bit.ly/2UoZwrg



For more information, kindly click the following links: https://bit.ly/2RUyG8l



For more information, kindly click the following links: https://bit.ly/2MyIPFt





MITI Weekly Bulletin (MWB) Mobile Apps



MITI MWB APPs is now available for IOS. Android and Windows platforms.

MWB APPs can be downloaded from Gallery of Malaysian Government Mobile APPs (GAMMA) at the link: http://gamma.malaysia.gov.my/#/appDetails/85



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