

DEVELOPING MALAYSIA: The Green Initiative for the Plastics Industry

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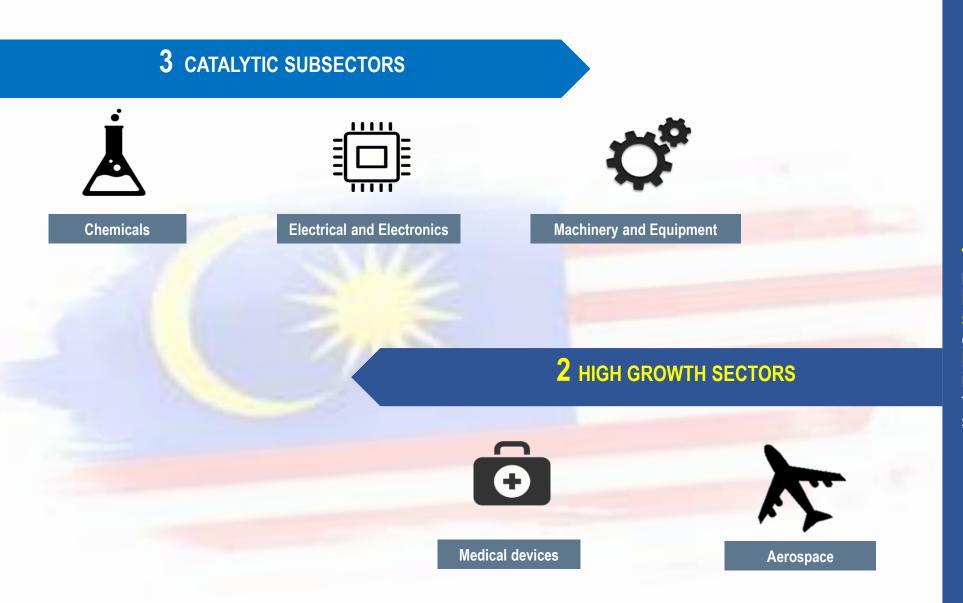
The Ritz-Carlton Hotel 25 October 2018





Eleventh Malaysia Plan (2016-2020)







Three (3) catalytic subsectors namely Chemical, E&E and M&E industries; and two (2) subsectors of high potential growth namely Aerospace and Medical Devices have been identified in the 11th MP to drive the growth of the manufacturing sector.



GOVERNMENT'S INITIATIVE



Photo credit: indiamart.com

Plastic waste

- Policy on importation of plastic waste
- HS Code 3915
- Ministry of Housing and Local Government



Photo credit: greenpeace.org

Single Use Plastic (SUP)

- Roadmap 2018 2030
- Ministry of Energy, Science,
 Technology, Environment and
 Climate Change (MESTECC)



& INVESTMENT POLICIES

Manufacturing License

- The Industrial Coordination Act 1975;
- Shareholders' funds of RM2.5 million and above; and/or
- 75 or more full time paid employees.

Investment Policies

OWNERSHIP

Manufacturing & selected services sectors can be wholly foreign-owned



EXPATRIATE POSTS

Liberal policy, based on merit of each case



CAPITAL

Freedom to Repatriate Capital, Interest, Dividends and Profits – No Restrictions





ENVIRONMENTAL QUALITY ORDER 2015 (Department of Environmental, Malaysia)

FIRST SCHEDULE

Activities do not require public display or public comment unless otherwise instructed in writing by the Director General of DOE.

- ☐ Chemicals 100 tonnes or more per day.
- ☐ Petrochemical less than 50 tonnes per day.
- Construction of recovery or recycling plant.

SECOND SCHEDULE

Activities require public display & public comments.

- □ Petrochemicals 50 tonnes or more per day.
- ☐ Oil & Gas Refineries.

MIDA

QUALITY INVESTMENT INDICATOR



PROMOTED LIST





XX. MANUFACTURING RELATED SERVICES

- 4. Environmental management:
- a) Recycling of waste such as:
 - i) toxic and non- toxic waste (local waste)

XXII. MISCELLANEOUS

4. Biodegradable disposable packaging products and household wares.



MAJOR INCENTIVE





SERVICES INCENTIVES

Tax Incentives for Establishment of Waste Eco Park (WEP)

WEP Developer

WEP Manager

WEP Operator

MALAYSIA AS A HUB FOR ASEAN





7th Largest economy (4th by 2050)



ASEAN Dialogue Partners:

- Australia
- Canada
- China
- India
- Japan

- Korea
- New Zealand
- EU
- Russia
- **USA**



Population: 634 million (2016)

Youth: 60%



GDP: US\$ 2.55 trillion (2016 **GDP Growth: 4.8% (2016)** Per capita: US\$ 4,021(2016)



Total FDI: US\$ 96 billion (2016) Intra ASEAN: US\$24 billion (24.7%)



Total Goods Exports: US\$ 1.1 trillion Intra ASEAN 24.7%



Tourist Arrivals: 109 million (2015)

Intra ASEAN: 46 million

MALAYSIA IS CONNECTED TO THE WORLD THROUGH FTA's



- Market size: 2.7 billion people
- Tariff reduction and elimination: 2016





ASEAN

- 1. ASEAN Free Trade Area (2002)
- 2. ASEAN-China (2004)
- 3. ASEAN-Korea (2006)
- 4. ASEAN-Japan (2008)
- 5. ASEAN-India (2009)
- 6. ASEAN-Australia-New Zealand (2009)
- 7. ASEAN-Hong Kong (2017)

BILATERAL

- 1. Japan (2005)
- 2. Pakistan (2007)
- 3. New Zealand (2009)
- 4. Chile (2010)
- 5. India (2011)
- 6. Australia (2012)
- 7. Turkey (2015)

Malaysia is **still negotiating Regional Comprehensive Economic Partnership (RCEP)**, **Malaysia-EU**, **Malaysia-EFTA** and **ASEAN-Hong Kong**.



Political and Economic Stability



Well Developed Infrastructure/ Connectivity



Young, Trainable and Educated Labour Force



50 years -Strong Industry
Base



Pro-business Government



Liberal Investment Policies





Stable Banking System



Harmonious Industrial Relations



Quality of Life



IP Protection



Liberal Business Environment



Excellent Facilities - Convention and Conferences





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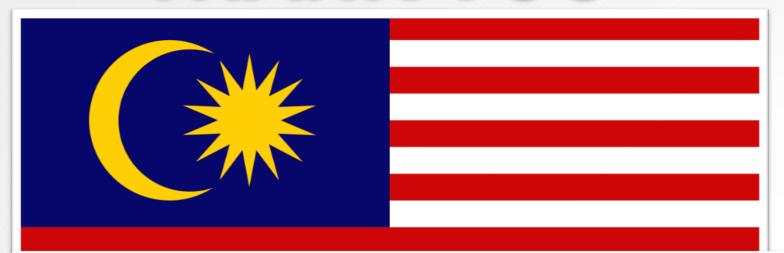
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THANK YOU



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