



UNITED NATIONS
DEPARTMENT OF ECONOMIC AND SOCIAL AFFAIRS
STATISTICS DIVISION

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Country Paper

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SECTION 3 – COVERAGE AND TIME OF RECORDING

GOODS FOR PROCESSING



**THE DEPARTMENT OF STATISTICS
MALAYSIA**



INTRODUCTION

- **Department of Statistics Malaysia : sole agency that collects, compiles and publishes External Trade Statistics for Malaysia.**
- **Conducted by External Trade Statistics Division (ETSD).**
 - process source documents
 - publish trade statistics (monthly/annually) and trade indices (monthly)
 - supply trade data (users/subscribers)



SYSTEM OF RECORDING

- **Malaysia is adopting the ‘general’ system in compiling the external trade statistics.**
- **National boundary of the country is used as the statistical frontier.**
 - **All goods entering or leaving the country are recorded.**
 - **Accordingly, goods entering or leaving customs bonded warehouses, Free Trade Zone and Free Zones are recorded in statistics**
- **Time of recording – TIME OF RELEASE (approval)**



DEFINITION

- **IMPORTS**

- Goods that are brought into the country either directly or into bonded warehouses

- **EXPORTS**

- Goods that are taken out of the country

- **RE-EXPORTS**

- Goods that taken out of the country in the same form as they were imported without any transformation



CUSTOMS PROCEDURES RELEVANT TO TRADE STATISTICS

- **All procedures under the Kyoto Convention are included**
- **Additional procedures**
 - **Barter trade**
 - **Goods on lease (financial lease)**
 - **Duty-free shop**
 - **Humanitarian aid**
 - **Capital investment goods (equipment and material)**



CUSTOMS PROCEDURES AND KIND OF PROCESSING

		KIND OF PROCESSING
4.02	Importation of goods under clearance for home use	•Manufacturing
4.03	Re-importation of goods in the same state	•Returned goods • <u>Repairing</u> • <u>Overhauling</u>
4.04	Exportation of domestic goods (outright exportation)	•Manufacturing



		KIND OF PROCESSING
4.05	Temporary admission of goods subject to re-exportation in the same state (FCZ)	<ul style="list-style-type: none"> •Breaking bulk •Consolidation •Grading •Repacking •Labeling •Storing •Trading •Distributing <div style="display: flex; align-items: center; justify-content: center;"> } VA </div>
4.06	Re-exportation of goods in the same state (FCZ)	
4.07	Temporary admission of goods for inward processing	<ul style="list-style-type: none"> •Manufacturing •<u>Repairing</u> •<u>Overhauling</u>
4.08	Goods leaving the country after inward processing	

VA – Value added activity



		<p style="text-align: center;">KIND OF PROCESSING</p>
<p>4.09</p>	<p>Temporary exportation of goods for outward processing</p>	<ul style="list-style-type: none"> •Manufacturing •<u>Repairing</u> •<u>Overhaul</u>
<p>4.10</p>	<p>Reimportation of goods after temporary exportation for outward processing</p>	
<p>4.11 4.12</p>	<p>Goods <u>admitted</u> into OR <u>leaving</u> a customs warehouse?</p>	<ul style="list-style-type: none"> •Breaking bulk •Consolidation •Grading •Repacking •Labeling •Storing •Trading •Distributing <div style="text-align: right; margin-top: 10px;"> <p style="font-size: 2em;">}</p> <p>VA</p> </div>



		KIND OF PROCESSING
4.13 4.14	Goods <u>admitted</u> into OR <u>leaving</u> a commercial free zone (zones where only minimal repackaging and similar processing of goods is allowed) ?	<ul style="list-style-type: none">•Breaking bulk•Consolidation•Grading•Repacking•Labeling•Storing•Trading•Distributing <p style="text-align: right;">} VA</p>
4.15 4.16	Goods <u>admitted</u> into OR <u>leaving</u> an industrial free zone (zones where specific processing or manufacturing of goods is allowed) ?	<ul style="list-style-type: none">•Manufacturing
4.17	Goods in customs transit?	<ul style="list-style-type: none">•Manufacturing



SOURCE OF DATA

- **Custom Declaration Form (K1, K2, K8)**
- **Free Zone (ZB1 and ZB2)**
- **Duty Free Shop (KBC 1,3,4,6 and KBC/JP1)**
- **Postal (R & P 40, 41, 42 and 43)**
- ***Bunker Fuel dan Ballast (Petronas / Port Operators)***
- ***Courier (Pre-alert manifest)***
- **Railway (KTM/JP1 and KTM/JP2)**
- **Electricity (TNB/JP1 and TNB/JP2)**
- **Water (Exports and Imports)**



COMMON PRACTICES

- **COO changes to origin Malaysia**
 - Based on **TRANSFORMATION** of goods
- **Valuation of the goods**
 - **GROSS** basis
- **Link between goods being imported for processing and good being exported after processing**
 - **NOT** clear
- **Ownership of the goods**
 - **NOT** registered, only consignee or consignor were declared in the custom form

THANK YOU
TERIMA KASIH