
Malaysia Updates: Follow-Up Report: Up to 30% import duty exemption on 90 items used in the manufacturing sector, Effective 22 October 2015

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Following the announcement of the Malaysian Prime Minister on the 5-30% import duty exemptions on approximately 90 items used in the manufacturing sector as reported in our previous web alert in September 2015, we have obtained further clarification that the 90 items/HS codes will be granted import duty exemption under Item 117 of the recently gazetted Customs Duties (Exemption) (Amendment) (No.3) Order 2015.

Details on the HS codes can be found at the following link:-

[http://www.federalgazette.agc.gov.my/output/pua_20151022_P.U.%20\(A\)%20251_draf%20perintah%20kastam.pdf](http://www.federalgazette.agc.gov.my/output/pua_20151022_P.U.%20(A)%20251_draf%20perintah%20kastam.pdf)

As the import duty exemption is granted by Order, manufacturers will not have to rely on the merit-based exemption granted by the powers of the Minister. Application for import duty exemption to the Malaysian Investment Development Authority (MIDA) and the Royal Malaysian Customs Department is therefore not required.

Manufacturers who intend to claim for the exemption however must be licensed under the Industrial Co-ordination Act 1975 or exempted from the manufacturing license under the Industrial Co-Ordination Act 1975. When making the claim, manufactures must state the exemption item number 117 ("Butiran 117") on the customs declaration forms.

Contact us

If you would like further advice or information in relation to the topic outlined above, please contact:

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