

GUIDELINE ON INCENTIVE APPLICATION FOR MANUFACTURING PROJECT

1. INTRODUCTION

- 1.1. Pioneer Status (PS) with income tax exemption of 70% or 100% of statutory income for 5 or 10 years. Unabsorbed pioneer losses after the end of pioneer period can be carried forward for seven (7) consecutive years of assessment; or
- 1.2. Investment Tax Allowance (ITA) of 60% or 100% of qualifying capital expenditure incurred within a period of 5 years. The allowance can be offset against 70% or 100% of statutory income in the year of assessment. Unutilised allowances can be carried forward to subsequent years until fully utilised. *

***Note**

For the purpose of ITA, qualifying capital expenditure means capital expenditure incurred on factory or any plant and machinery used in Malaysia in connection with and for the purposes of the promoted activity or promoted product.

2. ELIGIBILITY CRITERIA

For further information on eligibility criteria, please refer to <https://investmalaysia.mida.gov.my/incentives>

3. PROCEDURE FOR APPLICATION

3.1 Applications should be made online at <https://investmalaysia.mida.gov.my>:

- New Manufacturing Project
- Expansion and/or Diversification Project by a Licensed Manufacturer or by an Existing Non-Licensed Manufacturer
- High Technology for New Manufacturing Activities
- High Technology for Expansion and/or Diversification
- Strategic Project for New Manufacturing Activities
- Strategic Project for Expansion and/or Diversification
- Integrated Agricultural Project
- Expansion and/or Diversification of an Existing Integrated Agricultural Project
- Commercialisation of Public Sector R&D Findings in Resource & Non-Resource Based Industry
- Small Scale Manufacturing Company
- Expansion and/or Diversification of a Small Scale Manufacturing Company

3.1. For enquiries and clarification, please refer to:-

Website : www.mida.gov.my
Tel : 603-2267 3633
Fax : 603-2274 7970 / 2273 4204
E-mail : investment@mida.gov.my