

# Accelerating Sectoral Regulatory Reform (ASRR): Warehousing Services

## *Licensed Manufacturing Warehouse Scrap Disposal*

### **1. What the MPC has been asked to do**

With reference to the Eleventh Malaysia Plan (RMK11) Chapter 8: Re-engineering economic growth for greater prosperity - Strategy A2, MPC has been tasked to undertake programme on Sectoral Governance Reform. Accelerating Sectoral Regulatory Reform is one of the two initiatives that MPC needs to carry out targeted to improve quality of existing regulations in the selected sector.

### **2. Conduct of the review**

In April 2016, PEMUDAH proposed that the Malaysia Productivity Corporation (MPC) undertake a review of the burdens on business arising from the scrap disposal regulation. Following consultation with stakeholders (Business, Customs, InvestKL), MPC is to report on those areas in which the regulatory burden on business should be removed or significantly reduced as a matter of priority and options for doing so. This review commenced in Jun 2016 and has started with canvassing interested parties about concerns with written regulation and its administration.

### **3. Scope of the Study**

The scope of this study covers scrap disposal procedures classified under categories 1 and 2 which is **disposal** of machines (<10 or > 10 years), **rejected** finished product/ raw materials/ work in progress and/or Sale of scrap resulting from such disposal (e.g. grinding / molding defect), manufacturing waste / **direct scrap**; leftover materials which carry duties. Sample data applications (June 2015 to June 2016) are collected from 16 LMW companies under RMCD - WPKL principal customs area.

### **4. Contacts**

Interested parties are welcomed to participate in this review. You can contact the persons below on matters relating to this review.

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