

# TOUCHPOINTS

## BUDGET 2022 MEASURES

### FIRST FOCUS

### THE RAKYAT'S WELLBEING

### STRATEGY 1: RESTORING LIVES AND LIVELIHOODS

Budget 2022 Measures				
<b>Initiative 1: Direct Cash Assistance &amp; Welfare</b>				
<ul style="list-style-type: none"> <li>Bantuan Keluarga Malaysia (RM8.2 b)               <ul style="list-style-type: none"> <li>9.6 million recipients</li> <li>Additional assistance for single parents/senior citizen/eligible singles (ex: single father, &lt;RM2,500, &gt;3 children = RM2,000 + RM500)</li> </ul> </li> </ul>				
Income	Number of Beneficiaries/ Assistance			
HOUSEHOLD	Num. of Beneficiaries	CHILD 0	CHILDREN 1-2	CHILDREN ≥ 3
<RM2,500	4.0 million	RM1,000	RM1,500	RM2,000
RM2,501-RM5,000	0.8 million	RM400	RM600	RM800
<b>Additional Assistance:</b>				
Single Parents with Children (IBT)	0.5 million	RM500		
Senior Citizen Household	0.9 million	RM300		
Senior Citizen/Singles	1.0 million	RM600		

## Budget 2022 Measures

<RM5,000		
Singles <RM2,500	3.8 million	RM350

- Welfare Eligibility Requirements for four categories of assistance under Social Welfare Department increased from RM980 based on 2016 Food Poverty Line (PGK) to RM1,169 based on 2019's PGK
  - The four assistances include:
    - Children Assistance
    - Elderly Assistance
    - Unemployment Assistance for OKU
    - Federal General Assistance
  - Welfare assistance increased to RM2.4 billion with an addition of RM200 million
- Yayasan Keluarga Malaysia (**RM25 m**)
  - Established under Prime Minister's Office to protect the welfare and education of those orphaned due to COVID-19
  - Government to provide RM25 million for the initial startup fund combined with contributions from corporate sector

### Initiative 2: Access to Public Healthcare Facilities

- Ministry of Health allocation (**RM32.4 b**)
- Additional allocation specifically to continue the agenda on managing COVID-19 (**RM2 b**)
  - Medical supply, medical gases, reagents and consumables (**RM750 m**)
  - Outsourcing medical service to private hospitals and private laboratories (**RM190 m**)
  - PPE and sanitizer for MOH staff (**RM230 m**)
  - To increase Teaching Hospital and Field Hospital ICU capacity and procurement of medical devices for Military Hospital Radiology Department (**RM200 m**)
  - Health kits for 3.6 million B40 families that include reusable face masks, self-test kit, pulse oximeter and thermometer (**RM450 m**)

## Budget 2022 Measures

- Acquisition of antiviral drugs against various viruses including COVID-19
- To provide third dose of COVID-19 vaccine as booster shots to all rakyat aged 12 to 17 years old and above
  - The government has signed an agreement to secure 88 million doses of vaccines, which is equivalent to more than 140% of the population.
  - National Trust Fund to fund the procurement of COVID-19 vaccine. **(RM6 b)**
- Individual tax relief and tax deduction to employers for self-funded costs associated with taking the booster shot
- National Health Agenda **(RM15 m)**
- Strengthen the clinical management of patients with Rare Diseases **(RM20 m)**
- Impose excise duty on liquid or gel products containing nicotine used in electronic cigarette and vape
- Expand the imposition of excise duty on sugary drink products in premixed form
- Improve access and responsiveness of ambulance services **(RM8 m)**
- Continue the contractual appointment of more than 10,000 medical, dental and pharmaceutical officers
- Approved the sponsorship of specialisation programmes for 3,000 medical and dental contract officers **(RM100 m)**
- Mental Health **(RM70m)**
  - Mental health programme, counseling and psychosocial support, increasing the number of mental health advocacy programmes and strengthening the role of NGOs
  - Expand the scope of individual income tax relief for mental health related expenses

### Initiative 3: Quality Education for All

- Allocation to Ministry of Education **(RM52.6 b)**
- Allocation to Ministry of Higher Education **(RM14.5 b)**
- Early Schooling Assistance increased to RM150 to benefit 3 million students **(RM450 m)**

## Budget 2022 Measures

- Maintenance and upgrading of schools to more than 10,000 schools under the MOE **(RM900 m)**
  - Maintenance of 1,800 Chinese schools and National Type Tamil Schools **(RM120 m)**
- Maintenance of tahfiz school, rakyat religious schools and Registered Religious Pondok Schools **(RM140 m)**
- Upgrade dilapidated schools involving 330 projects including 43 new projects **(RM746 m)**
  - 112 projects in Sabah and 165 projects in Sarawak
- Purchase of teaching aids and improve facilities in special needs schools **(RM50 m)**
- To build 8 new blocks for special needs students **(Project cost: RM124 m)**
- Provide daily food and milk under the Supplementary Food Programme (RMT) **(RM400 m)**
- RM100 one-off Special Incentive for Teaching Aids to all teachers under the Ministry of Education **(RM42 m)**
- PerantiSiswa Keluarga Malaysia initiative **(RM450 m)**
  - One tablet for each B40 student at higher learning institutions
  - Government to provide RM450 million allocation to finance device cost
  - Telecommunication companies to contribute RM65 million
- Extend the special individual income tax relief of up to RM2,500 on the purchase of mobile phones, computers and tablets until 31 December 2022
- Upgrade infrastructure and replace obsolete facilities at public universities and community colleges **(RM40 m)**
- Upgrade Malaysian Research and Education Network (MyREN) line access at institutes of higher education from 500Mbps to 10Gbps **(RM67 m)**
- Discounts on PTPTN loan repayments from 1 November 2021 to 30 April 2022:
  - 15% discount on the outstanding debt for full settlement
  - 12% discount for repayment of at least 50% of the outstanding debt made in a single payment
  - 10% discount for repayment through salary deductions or direct debit according to the repayment schedule

## Budget 2022 Measures

- Strengthen education field and Technical and Vocational Education and Training (TVET) **(RM6.6 b)**
- Additional programmes **(RM200 m)**
  - PERKASA TVET Program for short term training for 13,000 trainees **(RM100 m)**
  - SLDN programme under JPK for 10,000 trainees **(RM60 m)**
  - TVET programme under JPJK for 25,000 trainees **(RM50m)**
- Construction of new GiatMara Centres at Setiu and Marang, Terengganu **(RM11 m)**

### Initiative 4: Generating & Sustaining Jobs

- Jamin Kerja Keluarga Malaysia (JaminKerja) will guarantee 600,000 job opportunities comprising the following initiatives **(RM4.8 b)**
  - JaminKerja employment incentives
  - Malaysia Short-term Employment Programme (MySTEP)
  - Upskilling and reskilling programmes
- JaminKerja employment incentives by SOCSO to benefit 300,000 job seekers **(RM2 b)**

INCENTIVE CATEGORY	ELIGIBILITY
a) <b>20%</b> of employee's salary for the first 6 months & <b>30%</b> of employee's salary for the last 6 months	
Job seekers	<ul style="list-style-type: none"> <li>• Individuals aged 16 - 50 years old that are not actively working</li> </ul>
Replacing Foreign Workers	<ul style="list-style-type: none"> <li>• Change in role offered to local employees to replace foreign workers and trade officers</li> <li>• Additional 10% of salary will be provided to employees each month for 12 months</li> </ul>
b) <b>30%</b> of employee's salary for the first 6 months & <b>40%</b> of employee's salary for the last 6 months	
Vulnerable Groups	<ul style="list-style-type: none"> <li>• Individuals / Graduates unemployed for over 180 days</li> <li>• Army veterans</li> </ul>

## Budget 2022 Measures

	<ul style="list-style-type: none"> <li>• Orang Asli</li> <li>• Inmates / Individuals under parole</li> <li>• Disabled persons registered under the Social Welfare Department</li> <li>• Participants in SOCSO RTW Programme</li> <li>• Employees aged 50 years and above</li> </ul>
Women	<ul style="list-style-type: none"> <li>• Women unemployed for over 365 days inclusive of career break</li> <li>• Single mothers / housewives</li> <li>• Includes offers for flexible working arrangements</li> </ul>
Key Sectors	<ul style="list-style-type: none"> <li>• Digital Skills Related (ICT)</li> <li>• Tourism Sector</li> </ul>
c) Allowance of <b>RM900</b> per month for a period 6 months	
Apprentices	<ul style="list-style-type: none"> <li>• School leavers and graduates aged 18-30</li> <li>• Employment offers for Executive roles</li> <li>• Minimum diploma required</li> </ul>
d) Job incentives in the gig sector amounting to <b>RM600 per month</b> for a period of 6 months	
Gig Workers	<ul style="list-style-type: none"> <li>• Involves job seekers from the following categories: <ul style="list-style-type: none"> <li>○ Individuals that have lost their jobs</li> <li>○ Vulnerable groups including the list of individuals registered under eKasih</li> <li>○ Employees forced to take unpaid leave</li> <li>○ Individuals/Graduates unemployed for over 30 days</li> <li>○ Housewives and low-income group</li> </ul> </li> <li>• An additional RM200 per month will be provided if the gig worker earns over RM2,500 per month or works for over 120 hours.</li> </ul>
<ul style="list-style-type: none"> <li>• Malaysia Short-term Employment Programme (MySTEP) offers 80,000 job placements in the public sector and GLCs (<b>RM1.8 b</b>) <ul style="list-style-type: none"> <li>○ 50,000 in public sector</li> <li>○ 30,000 in GLCs</li> </ul> </li> </ul>	

## Budget 2022 Measures

- Training and upskilling programmes targeting 220,000 participants (RM1.1 b)

Reskilling/Upskilling	Agency	Target
HRDCorp	HRDC	36,000
Regional Corridors	Corridors	16,000
PRUV-ATM	Perhebat	5,000
SLDN Plus	JPK	10,000
KPT-CAP	KPT	20,000
KPT-PACE	KPT	45,000
TVET Training	JPPKK	25,000
MITI Reskilling	MITI	24,000
MDEC	MDEC	12,000
Upskilling for Deeptech and Future Skills	MOSTI	5,000
Peneraju Skil and Peneraju Teknologi	JPM	3,000
Partnerships with State Governments	FMSDC	5,000
PERKASA TVET	PTPK	13,000
Creative Graduates Incubator Programme	MyCreative Ventures	1,000
<b>TOTAL</b>		<b>220,000</b>

- Increase tax relief for expenses in attending reskilling and upskilling courses from RM1,000 to RM2,000 until 2023
- Increase tax relief up to RM7,000 for course fees with any approved professional body

### Initiative 5: Social Protection

- Increase Perlindungan Tenang Voucher to RM75
  - Voucher can be used to help purchase motorcycle comprehensive insurance for motorcycles 150cc and below beginning 1 January 2022

## Budget 2022 Measures

- Stamp duty exemption for Perlindungan Tenang products as well as insurance or takaful products
  - Premium or Contribution value <RM150 for individuals
  - Premium or Contribution value <RM250 for MSMEs
- Expansion of mySalam to eligible children of mySalam recipients
- Expansion of i-Saraan initiative to those aged between 55 to 60 years old **(RM30 m)**
- Kasih Suri Keluarga Malaysia Programme under EPF and SOCSO
  - Social protection for housewives and widows against the risk of disability, illness or old age **(RM80 m)**
- Expansion of SOCSO's coverage to 9 new categories, namely artists, hawkers, fisheries, agriculture, tourism sector, OKU, Orang Asli, Orang Asal Sabah Sarawak and Community Rehabilitation supervisors and staff
- Continue to provide Job Search Allowance **(RM300 m)**
  - SOCSO contributors - 80% of first month's salary, 50% of second to sixth months' salary and 30% of last three months' salary
  - Non-SOCSO contributors - RM300 allowance for a period of 3 months
- PERKESO Disability Scheme
  - Increase the minimum pension rate under the Disability Scheme from RM475 to RM550 **(RM267 m)**
  - Coordination of SOCSO benefits
- Increase the salary ceiling of the insured from RM4,000 to RM5,000 to improve social security coverage for 9 million workers covered by SOCSO
- Increase tax relief up to RM4,000 for EPF contributors to cover voluntary contributions
- Increase the tax relief limit from RM250 to RM350 and the scope of relief for SOCSO contributions to be expanded to cover employee contributions through the Employment Insurance System

## STRATEGY 2: CULTIVATING KELUARGA MALAYSIA

## Budget Measures 2022

### Initiative 1: Bumiputera Development & Islamic Pillar

- Bumiputera Empowerment Agenda - Implement various initiatives under the umbrella of Bumiputera development **(RM11.4 b)**
  - Education for Bumiputera Children - Education programmes by MARA, UiTM and Yayasan Peneraju **(RM6.6 b)**
  - Capacity building and business financing programs **(RM4.8 b)**
- Development of Malay Reserve Land - Increase the equity of Bumiputera ownership by Pelaburan Hartanah Berhad **(RM50 m)**
- Extension of tax incentive period for Bumiputera Vendor Program until 31 December 2025
- Bumiputera Status - Declaration of Beneficial Ownership and establishment of a Central Coordination agency to increase the transparency of Bumiputera company status
- Participation of Bumiputera Youth Contractors
  - Creation of an accelerator programme by CIDB **(RM10 m)**
  - Provision of small-scale Government procurement projects to youth contractors **(RM200 m)**
- Empowerment of Technology Depository Agency - Empowerment of Industrial Collaboration Programme (ICP) regulated by Technology Depository Agency
- Promote Islamic Pillar - Allocation for management and development of Islamic affairs under the Prime Minister's Department **(RM1.4 b)**
- Islamic Education Programme - Construction of Religious Schools in the Federal Territory of Labuan **(Project Cost: RM65 m)**
- Addition of 1,000 Takmir teachers **(RM10.8 m)**
- One-off special grant of RM500 paid to 70,000 Imams, Bilal, Siak, Noja, Marbut, Takmir teachers and KAFA teachers **(RM35 m)**
- Start-up fund to initiate the SME Halal Endowment, Agriculture Endowment and Disaster Endowment initiatives **(RM10 m)**

## Budget Measures 2022

### Initiative 2: Community Empowerment

- Chinese Programmes - Allocation for house repairs and new village development and financing funds under the SME Entrepreneur Development Scheme **(RM200 m)**
- Indian Programmes - Socio-economic empowerment of Indian community under MITRA and Indian Community Entrepreneur Development Scheme by TEKUN **(RM145 m)**
- Sabah and Sarawak Bumiputera Programmes - Education programmes for Sabah and Sarawak Bumiputera children pertaining to culture and heritage **(RM10 m)**
- Orang Asli Living Standard Improvement Programme - Community leader allowance, subsidies, schooling assistance and increase in student pocket money to RM4 **(RM274 m)**
- Unity Agenda - Grant allocation of RM6,000 for each Rukun Tetangga Area **(RM50 m)**
- Houses of worship - Repair, maintenance and development programmes for houses of worship **(RM50 m)**

### Initiative 3: Women Empowerment

- Women on Boards - Appointment of at least one female director for all public listed companies
- Women empowerment - Women's youth leadership and entrepreneurship programme by Yayasan Kepimpinan Wanita **(RM5 m)**
- Women entrepreneurship - Funding for women entrepreneurs through BSN, Agrobank, the DANANITA (MARA) and TEKUNITA (TEKUN) programmes **(RM230 m)**
- Women entrepreneurship
  - MyKasih Capital Programme includes basic business capital assistance, guidance and training to promote online business involving 5,000 participants **(RM6.25 m)**

## Budget Measures 2022

- Allocation for nurseries in Government buildings, especially in public hospitals and universities **(RM30 m)**
- Government to encourage flexible working arrangements and allocation of nurseries. Guidelines to allow nurseries to operate beyond the first floor of office buildings.
- Extension of individual income tax relief up to RM3,000 for payment of nursery and kindergarten fees until the year of assessment 2023
- Women's safety
  - Empowerment of PDRM D11 Division **(RM13 m)** and WAJA Squad **(RM10 m)**
  - Addition of Local Social Support Centres to protect victims of domestic violence **(RM4.5 m)**
  - Additional Special Shelter houses for Women **(RM10 m)**
- Programme to provide basic personal hygiene kits to 130,000 B40 female teenagers **(RM10 m)**
- Women's Health Prevention Programme - Subsidy for mammogram test and cervical cancer screening test **(RM11.5 m)**

### Initiative 4: Community Focused Empowerment

- Senior Citizen Assistance Programme **(RM635 m)**
  - Socio-economic assistance for senior citizens and pocket money of senior citizen institutions **(RM607 m)**
  - NGO operating grants especially for the operation of Elderly Care Institutions **(RM19 m)**
  - Strengthen the Elderly Activity Centre and the Elderly Care Unit **(RM9 m)**
- Early Childhood Education
  - Supplementary Food Assistance and Per Capita Grant Assistance as well as the construction of 69 new Early Childhood Education Centres, KEMAS kindergartens and nurseries **(RM190 m)**
- Children's Safety
  - 50% subsidy or up to RM150 for purchase of child safety seats by B40 families **(RM30 m)**

## Budget Measures 2022

- Children's Health **(RM24 m)**
  - Expand Community Feeding Programme to children from urban poor families in the states of Selangor, Johor, Penang, Kuala Lumpur and Putrajaya
  - Malnutrition Rehabilitation Programme for Children
  - Establishment of *Bank Susu Ibu* for premature babies in the Neonatal Care Unit in Penang, Johor, Terengganu, Sabah dan Sarawak hospitals
- Welfare for Persons with Disabilities
  - To make Government buildings OKU friendly **(RM30 m)**
- Training for Persons with Disabilities
  - Training and mentoring programmes at Independent Training Centres and the Government Industrial Training and Rehabilitation Centre **(RM10 m)**
  - Establish more Community Rehabilitation Programs (PPDK) in public universities **(RM10 m)**
- Access to media for Persons with Disabilities
  - Provision of sign language interpreters in delivery of news at TV stations **(RM1 m)**
- Full exemption of Motor Vehicle License fees to all private vehicles owned by the disabled
- Jobs for Persons with Disabilities
  - Special quota of 1% under the MyStep programme for the disabled

## Initiative 5: Youth and Sports Development

- Jobs for youths
  - Allowance of RM900 to employers who employ apprentices for a period of six months
  - Private sector urged to provide an allowance of at least RM900 to students that undergo industrial training
- Youth entrepreneurs
  - Financing scheme for youth entrepreneurs by BSN and Agrobank **(RM150 m)**
  - Extension of tax incentive for Structured Internship Programme until financial assessment year 2025

## Budget Measures 2022

- eStart Programme (**RM300 m**)
  - RM150 one-off payment into e-wallet accounts of youths aged 18 to 20 as well as full-time students at institutions of higher learning
- Sports for Persons with Disabilities- Athlete training programmes for the disabled and implementation of an OKU Sports League by the National Sports Council (**RM10 m**)
- Sports - Improvement of sports facilities (**RM159 m**)
- Healthy lifestyle - Programmes to foster a healthy lifestyle (**RM50 m**)
- e-Sports
  - National e-Sports development (**RM15 m**)
  - Income tax exemption for prize monies received overseas
  - Construction of drone sports centre-of-excellence (**RM5 m**)
- Financing facility for sports centres with zero interest rates for first six months and repayment moratorium for six months by BSN (**RM50 m**)

## STRATEGY 3: BUILDING A CONDUCTIVE LIVING ENVIRONMENT

### Budget Measures 2022

#### Initiative 1: Alleviating the Cost of Living

- Subsidies, aid and incentives (**RM31 b**)
- Subsidise costs of transporting and distributing basic goods (LPG and Petrol) to rural areas (particularly Sabah and Sarawak) (**RM200 m**)
- Minimum employee EPF contribution rate reduction from 11% to 9% to be extended up to June 2022 (**RM2 b**)
- Extend 100% sales tax exemption on CKD passenger vehicles and 50% on CBU including MPVs and SUVs for 6 months until 30 June 2022

## Budget Measures 2022

### Initiative 2: Home Ownership

- Home Ownership (RM1.5 b)
  - Real Property Gains Tax is not levied on disposals made from the sixth year onwards
  - Projek Perumahan Rakyat - 11,800 apartment units (RM398 m)
  - Program Rumah Mesra Rakyat - 3,000 house units (RM315 m)
  - Program Perumahan Penjawat Awam (RM266 m)
  - Program Bantuan Rumah - Construction of new houses and repair of 14,000 houses (RM361 m)
  - Program Penyelenggaraan Perumahan dan Tabung Penyelenggaraan Perumahan Malaysia (RM125 m)
- Financing (RM2 b)
  - Skim Jaminan Kredit Perumahan - Housing loans to those without a fixed income (RM2 b)

### Initiative 3: Access to Public Transportation

- Rural Air Services (RAS) subsidy in Sabah and Sarawak (RM209 m)
- Interim Stage Bus Support Fund (ISBSF) Programme (RM80 m)
- Stage Bus Service Transformation Programme (SBST) (RM78 m)
- Uneconomical Train Subsidy (TTE) Eastern Region Sector (RM33 m)
- MyRail5 Initiative - Unlimited monthly travel for 30 days at a price of RM5 to students of Year 1 to Form 6 and the disabled (OKU) (RM3.6 m)
- Bus and rail travel without borders My50 - Bus and rail services at a price of RM50 a month (RM115 m)

### Initiative 4: Rural Infrastructure

- Rural and inter-village road projects - 519 kilometers (RM1.5 b)

## Budget Measures 2022

- Rural water supply and alternative water supply - 4,800 houses **(RM382 m)**
- Rural electricity supply - 2,100 homes **(RM485 m)**
- Installing 7,000 units of village street lights, maintaining more than 500,000 units of village street lights, upgrading 20 dilapidated bridges and preliminary works for 30 new bridges **(RM107 m)**
- Rural infrastructure development allocation to Sabah and Sarawak **(RM1.5 b)**

### Initiative 5: National Defence and Public Safety

- Allocation for Ministry of Defence **(RM16 b)**
- Allocation for Ministry of Home Affairs **(RM17 b)**
- To enhance the readiness of the primary assets of the Malaysian Armed Forces **(RM1.6 b)**
- Replacing PASKAL and PASKAU primary equipment such as skydiving, closed circuit diving equipment and boats **(RM14 m)**
- Maintaining schools in military camps, military facilities and the Armed Forces Family Home, replacement and repair of elevators and PDRM quarters **(RM230 m)**
- Adding 8 General Operations Force monitoring posts in Pagalungan, Sabah and Temong Mura, Sarawak **(RM2.2 m)**
- Adding 4 new immigration gateways in Telok Melano and Baleh, Sarawak
- National Disaster Management Agency (NADMA) preparedness **(RM100 m)**
- *Malaysian Incentive Community Empowerment* - Grants of up to RM10,000 to 2,000 registered establishments with the Registrar of Societies **(RM20 m)**

## SECOND FOCUS

### RESILIENT BUSINESS

## STRATEGY 1: REVIVE BUSINESS CAPABILITIES

### Budget 2022 Measures

#### Initiative 1: Microcredit Scheme

- Out of RM1.8 billion for microcredit financing, the main facilities are as follow:

Agencies	Programme/Scheme	Fund Size (RM million)	Terms
TEKUN	Skim Pinjaman Informal dan Mikro (SPIM)	200	<ul style="list-style-type: none"> <li>• Loan rate: 0%</li> <li>• Size: Up to RM10,000</li> <li>• Tenure: Up to 5 years (including moratorium)</li> <li>• Moratorium: 12 months</li> </ul>
TEKUN	Various microcredit schemes	225	<ul style="list-style-type: none"> <li>• Loan rate: 0%</li> <li>• Size: Up to RM10,000</li> <li>• Tenure: Up to 5 years</li> <li>• Moratorium: 6 months</li> </ul>
BSN	Various easy microcredit schemes	800	<ul style="list-style-type: none"> <li>• Loan rate: 0% for the first 6 months, 4% thereafter</li> <li>• Size: Up to RM75,000</li> <li>• Tenure: Up to 5 years</li> <li>• Moratorium: 6 months</li> </ul>
Agrobank	Various microcredit schemes	250	<ul style="list-style-type: none"> <li>• Loan rate: 0% for the first 6 months, 3.0% next</li> <li>• Size: Up to RM75,000</li> <li>• Tenure: Up to 5 years</li> <li>• Moratorium: 6 months</li> </ul>

- Cooperative Financing
  - Cooperative Movement Economic Transformation Programme (TRANSFER) (RM10 m)
  - Cooperative Economic Recovery Intervention Financing Programme (RM30 m)

## Budget 2022 Measures

- Provision of food truck business sites in major urban areas (RM1.75 m)

### Initiative 2 (a): Business Financing and Alternative Financing

Agency	Programme/Scheme	Fund Size (RM million)	Financing Terms
PUNB	Various financing Programmes	200	<ul style="list-style-type: none"> <li>• Loan rate: 0% for the first 6 months, 5.0% - 8.0% thereafter</li> <li>• Size: Up to RM10 million</li> <li>• Tenure: Up to 7 years</li> <li>• Moratorium: 6 months</li> </ul>
MIDF	Jumpstart financing	50	<ul style="list-style-type: none"> <li>• Loan rate: 2.0% - 3.0%</li> <li>• Size: Up to RM500,000</li> <li>• Tenure: Up to 7 years</li> <li>• Moratorium: 18 months</li> </ul>
Agrobank	Various agrofood financing programmes	550	<ul style="list-style-type: none"> <li>• Loan rate: 0% for the first 6 months, 3.0% thereafter</li> <li>• Size: Up to RM500,000</li> <li>• Tenure: Up to 8 years</li> <li>• Moratorium: 6 months</li> </ul>
BPMB	Working Capital Scheme	500	<ul style="list-style-type: none"> <li>• Loan rate: 4%</li> <li>• Size: RM1 million - RM10 million</li> <li>• Tenure: Up to 3 years</li> </ul>
SME Bank	IBS Promotion Fund (IBS2.0)	200	<ul style="list-style-type: none"> <li>• Lending rate: risk based</li> <li>• Size: Up to RM10 million</li> <li>• Tenure: Up to 15 years</li> <li>• Moratorium: none</li> </ul>
SME Bank	Young Entrepreneur Fund - YEF 2.0	100	<ul style="list-style-type: none"> <li>• Loan rate: 5%</li> <li>• Size: Up to RM1 million</li> <li>• Tenure: Up to 10 years</li> </ul>
SME Bank	SME Recapitalisation Fund	600	<ul style="list-style-type: none"> <li>• Lending rate: dividend <math>\pm</math> 6%</li> <li>• Size: Up to RM5 million</li> </ul>

## Budget 2022 Measures

			<ul style="list-style-type: none"> <li>• Tenure: Up to 5 years</li> <li>• Moratorium: 6 months</li> </ul>
BPMB	RESET Fund	500	<ul style="list-style-type: none"> <li>• n/a</li> </ul>
MyCIF	Equity Crowdfunding Peer-to-peer lending (P2P)	80	<ul style="list-style-type: none"> <li>• n/a</li> </ul>

### Initiative 2(b): Bank Negara Funds for SMEs (according to the allocated amount)

Agency	Programme/Scheme	Financing Terms
BNM	Targeted Relief and Recovery Facility	<ul style="list-style-type: none"> <li>• Loan rate: up to 3.5% per annum (including guarantee fee)</li> <li>• Size: Up to RM500,000</li> <li>• Duration: Up to 7 years (including moratorium period)</li> <li>• Moratorium: at least 6 months</li> </ul>
BNM	Low Carbon Transition Facility	<ul style="list-style-type: none"> <li>• Loan rate: up to 5% per annum (for portion from BNM)</li> <li>• Size: Up to RM5 million (for portion from BNM)</li> <li>• Duration: Up to 10 years (further details to be finalised by BNM)</li> </ul>
BNM	Business Recapitalisation Facility	<ul style="list-style-type: none"> <li>• Lending rate: up to 3.5% per annum (for credit financing) + dividend (determined by equity financier)</li> <li>• Size: Up to RM5 million</li> <li>• Duration: Up to 10 years (Details to be finalized later)</li> </ul>
BNM	Agrofood Facility	<ul style="list-style-type: none"> <li>• Lending rate: up to 3.75% per annum (including guarantee fee)</li> <li>• Size: Up to RM5 million</li> </ul>

## Budget 2022 Measures

		<ul style="list-style-type: none"> <li>Duration: Up to 8 years</li> </ul>
BNM	Micro Enterprises Facility	<ul style="list-style-type: none"> <li>Lending rate: as determined by the financial institution</li> <li>Size: Micro Enterprises (including part-time workers (gig workers) using digital platforms and self-employed workers): Up to RM50,000</li> <li>Duration: Up to 5 years</li> </ul>
BNM	SME Automation and Digitalisation Facility	<ul style="list-style-type: none"> <li>Loan rate: up to 4% per annum (including guarantee fee)</li> <li>Size: Up to RM3 million</li> <li>Duration: Up to 10 years</li> </ul>
BNM	PENJANA Tourism Financing	<ul style="list-style-type: none"> <li>Loan rate: up to 3.5% per annum (including guarantee fee)</li> <li>Size: Up to RM300,000</li> <li>Duration: Up to 7 years (including moratorium period)</li> <li>Moratorium: at least 6 months</li> </ul>
BNM	All Economic Sectors Facility	<ul style="list-style-type: none"> <li>Loan rate: up to 7% per annum (including guarantee fee)</li> <li>Size: Up to RM5 million</li> <li>Duration: Up to 5 years</li> </ul>
BNM	High Tech Facility - National Investment Aspirations	<ul style="list-style-type: none"> <li>Loan rate: up to 3.5% per annum (excluding guarantee fee); up to 5% per annum (including guarantee fee)</li> <li>Size: Up to RM1 million for working capital purposes; or up to RM5 million for capital expenditure (CAPEX) or a combination of working capital and CAPEX</li> <li>Duration: Up to 7 years</li> </ul>

- Funds available as of 30 September 2021: RM11.2 billion out of a total facility of **RM31.1 billion**.

## Budget 2022 Measures

### Initiative 3: Business Financing Guarantee

- Improvement of Business Financing Guarantee Scheme
  - Increase the business financing guarantee limit by up to RM10 billion, in addition to the RM20 billion announced under the PEMULIH package;
  - 80% financing guarantee of up to RM20 million on existing financing facilities that are to be restructured and rescheduled (R&R). The guarantee is over the repayment period of 36 months including the 12 months repayment moratorium.
  - 80% guarantee on new financing facilities including 12 months repayment moratorium.
- Under this scheme, RM2 billion in guarantees are dedicated for Bumiputera borrowers.

### Initiative 4: Ease of Doing Business

- Extension of tax deduction on renovation cost up to RM300,000 for SOP compliance measures such as improving air ventilation
- Additional tax deduction up to RM50,000 on expenses spent on workers' hostel rental
- Enforcement of COVID-19 SOP compliance through the Ministry of Home Affairs as well as compliance to Act 446 through the Ministry of Human Resources
- Increasing opportunities for participation in Government procurement, registration requirements will be simplified
- Creating a second Business Travellers Centre in Johor **(RM10 m)**
- Tax Treatment
  - Deferred income tax instalment payment
  - Approval for amendments on tax estimates
  - Tax deduction on rental reduction
  - Carry forward accumulated losses

## STRATEGY 2: DRIVING STRATEGIC INVESTMENTS

### Langkah Bajet 2022

#### Initiative 1: Investments in Key Sectors

- Special strategic investment fund to attract strategic foreign investments among multinational corporations **(RM2 b)**
- Trade and Investment Mission to explore high-impact investments and new export markets **(RM25 m)**
- Skills training programme to train 20,000 workers to support industry clusters **(RM80 m)**
- State skills development programme to train 5,000 workers in fields such as oil and gas welding, industrial automation and mechatronics **(RM50 m)**
- Smart Automation matching grant to 200 manufacturing and services companies **(RM100 m)**
- Extension of Reinvestment Allowance
- Programmes for Halal product development for MSMEs **(RM25 m)**

#### Initiative 2: Science, Technology and Innovation

- Intensify R&D activities under MOSTI and KPT **(RM423 m)**
- Matching grant via Collaborative Research in Engineering, Science and Technology **(RM12 m)**
- Implementing Innovation Hub: Industrial Revolution 4.0 under Technology Park Malaysia for the benefit of 10,000 potential entrepreneurs **(RM30 m)**
- MyStartup programme to facilitate efforts to restore and build economic resilience of startups **(RM20 m)**

## Langkah Bajet 2022

- Technology transformation programme towards Industrial Revolution 4.0 or Industry4WRD for SMEs (RM45 m)
- Enhance National Regulatory Sandbox under FUTURISE

### Initiative 3: Perkukuh Pelaburan Rakyat Initiative (PERKUKUH)

- GLC NETWORK: EMPOWERING MSMEs to assist microentrepreneurs through initiatives such as advisory and financial support services (RM5 b)
- GLC CSR NETWORK: RAKYAT'S WELLBEING to help the people through initiatives such as medical equipment donations and scholarship programmes (RM500 m)
- Speed up payment to vendors no later than 14 days from invoice verification date
- 40% of local procurements awarded to Bumiputera entrepreneurs
- Offer 30,000 job opportunities from January 2022 under the MySTEP and PROTEGÉ programmes
- Enhance voluntary work of GLCs
- Projected investments worth at least RM30 billion by GLCs in 2022 in the fields of renewable energy, supply chain modernisation and 5G infrastructure
- Impact Fund under Khazanah Nasional Berhad (RM6 b)

## STRATEGY 3: RECOVERY FOR TARGETED SECTORS

### Budget 2022 Measures

Initiative 1: Tourism Industry - RM1.6 b

## Budget 2022 Measures

- Wage Subsidy Programme targeted at tourism industry players **(RM600 m)**
  - Assistance to tour operators whom experienced a decrease in income of at least 30%
  - RM600 for 3 months limited to 500 employees
  - Benefiting more than 26,000 employers and 330,000 employees
- Tourism sector - specific financing
  - BNM - PENJANA Tourism Financing **(RM500 m)**
  - BPMB - BPMB Rehabilitation Scheme **(RM100 m)**
- Special Assistance to tour operators **(RM85 m)**
- Tourism project implementation **(RM82 m)**
  - Islamic Civilization Park preservation project in Kuala Terengganu
  - Melaka Island Geopark and Zipline Island development, in Pulau Besar, Melaka
  - Upgrading of tourist facilities at the Gua Gelap Complex, Keris Caves and Pagar Caves in Dabong, Kelantan
- Maintenance of tourism infrastructure **(RM50 m)**
  - Sultan Abdul Samad Building
  - Carcosa Seri Negara
  - Lembah Bujang in Kedah
  - Sungai Lembing Mine in Pahang
- Matching grants for owners of registered village homestays **(RM30 m)**
  - Improve conditions of hotel / homestay facilities (738 budget hotels)
- Tourism, arts and culture matching grants to private companies / non-governmental statutory bodies to organise arts & cultural programmes / events / projects **(RM50 m)**
- Promotion fund to encourage domestic tourism **(RM60 m)**
- Allocation to strengthen Malaysia's position as a destination for health tourism **(RM20 m)**
- Special individual tax relief on tourism expenses
- Duty exemption on entertainment activities and tourism tax exemption

## Initiative 2: Creative Industry - RM238 m

- Continuing creative industry initiatives **(RM188 m)**

## Budget 2022 Measures

- Digital Content Fund (RM60 m)
- Digital Multimedia Content Project (RM90 m)
- Film Incentive (RM15 m)
- Perkasa Modal Insan Programme (RM3 m)
- Keluarga Malaysia Rihuh Programme (RM20 m)
- Investment Loan Matching Scheme for the National Animation Platform initiative (RM30 m)
- SOCSO Social Protection Scheme for creative groups (RM5 m)

### Initiative 3: Retail Industry - RM307 m

- *Shop Malaysia Online and Go-eCommerce Onboarding (RM250 m)*
- Production and purchase of local products
  - Buy Made in Malaysia Campaign, Malaysia Sales Programme and Khazanah Alam Industry Direct Selling Programme (RM33 m)
  - The Made in Malaysia logo as the main reference to Government agencies and companies involved in Government procurement
  - Support the Health Off-Take Agreement Programme as well as review the potential expansion for the security and defence sectors to promote the development of local industries.
- Business training and guidance programmes and easy financing scheme (RM74 m)
  - Easy financing scheme of 0% for the first 6 months together with a moratorium under PERNAS.

### Initiative 4: Agricultural Industry, Food Security & Commodities

- Providing subsidies and incentives for the agricultural and fishing industries (RM1.7 b)

No.	Agricultural Subsidies/Incentives	Provisions (RM million)
1.	Rice Price Subsidy	570

## Budget 2022 Measures

2.	Rice Fertiliser Subsidy	383
3.	Rice Seed Subsidies	75
4.	Bukit/Huma Rice Fertiliser Subsidy	40
5.	Rice Production Incentives	462
6.	Fishermen Catch Incentives	151
<b>Total (RM)</b>		<b>1,700</b>

- Food Supply Security
  - Various food security projects **(RM66 m)**
    - Development of Aquaculture Industry and Shellfish Estates in Johor;
    - Development of the Park Programme of High Technology Food Production in Pahang.
  - Food Security Strengthening Programme **(RM20 m)**
  - Ruminant Feed Incentive Assistance Programme through subsidised price scheme of palm oil bran **(RM25 m)**
  - SME Techno Entrepreneur Incentive Program **(RM10 m)**
- Leasing of idle and undeveloped land owned by the Federal Government and Malay Reserve land for agricultural or business projects
- Financing Scheme Program SemarakNiaga
  - BNM - Agrofood Facility **(RM500 m)**
  - Agrobank - Agromakanan Financing Fund **(RM200 m)**
- Commodity Development Programme **(RM2.5 b)**
  - FELDA settlers' rehabilitation and development package **(RM1.3 b)**
  - Initiative for the benefit of FELCRA participants **(RM495 m)**
  - Smallholder development for rubber industry under RISDA **(RM699 m)**
- State Rubber Company Transformation Programme for 600 small rubber planters **(RM5 m)**
- Rubber productivity enhancement programme **(RM15 m)**
- Matching grant - RRIM Hydrobest Technology to help improve the socio-economic status of smallholders in B40 category **(RM5 m)**
- Monsoon aid to 320,000 smallholders **(RM190 m)**
- Farmers' Smart Card Takaful Protection Scheme to more than 920,000 PPK farmers with a premium of RM5 for a one-year term coverage **(RM5 m)**
- Smallholder Palm Replanting Stimulus Scheme **(RM10 m)**
- Addressing the international anti-palm oil campaign **(RM20 m)**

## **Budget 2022 Measures**

- Increase the windfall profit levy threshold on palm oil for Peninsular Malaysia from RM2,500 to RM3,000 and for Sabah and Sarawak from RM3,000 to RM3,500

## THIRD FOCUS

### A PROSPEROUS AND SUSTAINABLE ECONOMY

#### STRATEGY 1: SUSTAINABILITY AGENDA

<b>Budget 2022 Measures</b>
<p><b>Initiative 1: Low Carbon Practice</b></p> <ul style="list-style-type: none"><li>• Voluntary Carbon Market (VCM) by Bursa Malaysia</li><li>• Matching grant - Low Carbon Transition Facility <b>(RM1 b)</b></li><li>• Import duty, excise duty and sales tax exemption for EVs</li></ul>
<p><b>Initiative 2: Environment and Biodiversity</b></p> <ul style="list-style-type: none"><li>• Nature conservation projects <b>(RM115 m)</b></li><li>• Programmes to empower the involvement of local communities, veterans and Orang Asli as biodiversity guardians <b>(RM37 m)</b></li><li>• Natural Resource Ecotourism Empowerment Programme For Local Community Development <b>(RM15 m)</b></li><li>• Assistance for zoo operating costs, efforts to increase the breeding of Malayan Tigers and implementation of the Frozen Zoo program to preserve the survival of endangered species <b>(RM13 m)</b></li><li>• 100 Million Tree Planting Programme <b>(RM10 m)</b></li><li>• Environmental Pollution Programme <b>(RM24 m)</b></li><li>• SDG Programme Initialising Fund <b>(RM9 m)</b></li><li>• Pilot project for biofuel production and rain harvesting in government buildings <b>(RM7 m)</b></li><li>• Ecological Fiscal Transfer for Biodiversity Conservation (EFT) <b>(RM70 m)</b></li></ul>

## Budget 2022 Measures

- Expand the scope of tax incentives on green technology for the purchase of green assets and green services that are eligible for Rainwater Collection and Reuse System Projects.
- Non-Revenue Water **(RM150 m)**

### Initiative 3: Community Empowerment

- Matching grants for NGOs **(RM100 m)**
  - Income generation and jobs creation for vulnerable groups in rural area **(RM30 m)**
  - Tackle mental health issues through awareness programmes and capacity development **(RM20 m)**
  - After school education and online teaching **(RM20 m)**
  - Environmental conservation and animal welfare **(RM20 m)**
  - Preservation of arts and heritage **(RM5 m)**
  - Social enterprise **(RM5 m)**
- Income tax exemption on social enterprise income
- Grants for NGOs and universities for social enterprise programmes **(RM10 m)**
- Digital learning including online education applications and robotic programmes **(RM20 m)**
- Government Social Impact Procurement Programme to be extended to all ministries
- Funds for United Nations Development Programme on tourism activity and financing grants for startups, NGOs and local SOEs **(RM14 m)**
- A maximum of 5 days of unrecorded leave for government servants that participate in NGO activities

### Initiative 4: Sustainability Sukuk

## Budget 2022 Measures

- Issue Sustainability Sukuk (RM10 b)

## STRATEGY 2: BRIDGING THE ECONOMIC GAP

### Langkah Bajet 2022

#### Initiative 1: Development Projects for Recovery

- Various infrastructure projects (RM3.53 b)
  - Continue the construction of the Sabah Pan Borneo Highway from Sindumin to Rampayan Laut
  - Continue the construction of the Sarawak Pan Borneo Highway from Semantan to Jalan Pujut Link
  - Jenang Transfer project, Kedah
  - Continue the Central Spine Road project at the Paloh 2 alignment to Gua Musang and completed the Kg Orang Asli Sungai Chandan alignment to Kg Asap and Raub ByPass
  - Build highway packages from Kok Lanas to Bukit Tiu, Kota Bharu Highway to Kuala Krai, Kelantan
  - Slope and road improvements from Kg. Tuit to Kg. Mat Daling (Section 2), Jerantut, Pahang
  - The construction of the Rantau Panjang Floodwall
- Infrastructure Facilitation Fund 3.0 under the supervision of Public Private Partnership Unit, Prime Minister's Office (RM200 m)

## Langkah Bajet 2022

- Small and medium projects G1 - G4 **(RM2.9 b)**
  - Small maintenance projects for schools, offices, buildings, bridges, streetlights and traffic lights **(RM800 m)**
  - Small projects in local authority areas **(RM327.8 m)**
  - Inter-village roads and federal roads **(RM323.9 m)**
  - Pavement repair works and slope maintenance **(RM241.3 m)**
  - Small school maintenance projects in army camps, ATM health facilities and Rumah Keluarga Angkatan Tentera (RKAT) **(RM200 m)**
  - Repairs for facilities damaged by floods **(RM175 m)**
  - Maintenance of housing lifts, repairs for houses, houses of worships and slaughterhouses **(RM166.9 m)**
  - Social Amenities Programme (PAMS) in rural areas including in Orang Asli Villages **(RM81.9 m)**
  - Rural water and electricity supply **(RM34.3 m)**
  - Upgrade sports arenas in various states **(RM21.5 m)**
  - Others **(RM481.2 m)**

### Initiative 2: Inter-Regional Development

- Corridor development **(RM690 m)**
- State-specific allocations - RM20 million per state **(RM260 m)**
- DE allocation for Sabah **(RM5.2 b)** and Sarawak **(RM4.6 b)**
- Mobile Banks - an additional 20 units in 250 rural areas

### Initiative 3: Digital Connectivity Project

- Continuation of JENDELA **(RM700 m)**
- ICT network in MOE educational institutions **(RM50 m)**
- Digital connectivity in 40 existing PPRs **(RM30 m)**
- 5G services in major cities in Selangor, Johor, Penang, Sabah and Sarawak
- SME Digitalisation Grant Scheme **(RM200 m)**
- Keluarga Malaysia Digital Economy Centres (PEDi)

## Langkah Bajet 2022

- Transformation of 600 PEDI into One Stop Centres /OSC for Small Entrepreneur Digitisation Empowerment Programme (PUPUK)
- Pilot Project - Malaysia Digital Nomad (**RM5 m**)

## STRATEGY 3: FISCAL CONSOLIDATION AND REVENUE SUSTAINABILITY

### Langkah Bajet 2022

#### Initiative 1: Fiscal Responsibility Act (FRA)

- Fiscal Responsibility Act
- *Public Expenditure Review*

#### Initiative 2: Revenue Sustainability Measures

- Revenue sustainability measures
  - Stamp duty treatment on contract notes and service tax treatment on brokerage for listed stock trading
  - Income tax on income derived from foreign sources
  - Sales tax on small value goods
  - Service tax on goods delivery services
  - Special Voluntary Disclosure Programme (RMCD)
  - LHDN Tax Compliance Certificate
  - Use of tax identification number
- Tax Expenditure Statement
- Imposition of “Cukai Makmur”

## STRATEGY 4: SUPPORTING PUBLIC SERVICE DELIVERY

### Langkah Bajet 2022

## Langkah Bajet 2022

### Initiative 1: Reforming Service Delivery

- MyDIGITAL Initiative
  - National Digital Identity
  - Digital First Programme to increase the use of cloud computing in the public sector
- JPJ - 100 kiosks at UTC and 20 mobile counters **(RM24 m)**
- Mobile clinic services by Teaching University Hospitals **(RM20 m)**

### Initiative 2: Government Servant's Welfare

- Profit rate for computer and smartphone financing scheme lowered to 2%
- Maintenance of quarters and common use buildings under the supervision of BPH **(RM365 m)**
- Expanding personal accident protection up to RM100,000 for 40,000 new LPPSA borrowers
- Inmate monitoring incentive payments increased from RM150 to RM200 per month and extended to cadet officers in prisons
- Police Reserve Volunteer assignment allowance increase
  - Officer - RM7.80 to RM9.80
  - Member - RM6.00 to RM8.00
- RM200 incentive payment to Community Development Assistant Grade S19 and Welfare Care Assistant Grade U11 and U14
- Leave replacement increased from a maximum of 150 days to 160 days
- Early redemption of GCR up to 50% or 80 days
- One time financial assistance: RM700 for 1.3 million officers of Grade 56 and below and RM350 for 1 million retirees and non-pensionable veterans.
- Yang Amat Berhormat Prime Minister will chair a Budget 2022 oversight committee to ensure effective and efficient implementation of budget measures