



MINISTRY OF ECONOMY
DEPARTMENT OF STATISTICS MALAYSIA

MEDIA STATEMENT
INDEX OF INDUSTRIAL PRODUCTION MALAYSIA
JANUARY 2023

Malaysia's Industrial Production Index moderated to 1.8 per cent in January 2023, weighed down by slower output growth in the Manufacturing sector

PUTRAJAYA, 13 March 2023 - Malaysia's Industrial Production Index (IPI) moderated to 1.8 per cent in January 2023, weighed down by slower output growth in the Manufacturing sector. The Department of Statistics, Malaysia (DOSM) reported today on the release of the **Industrial Production Index (IPI), Malaysia, January 2023**. This publication presents IPI statistics, consisting of three sectors namely Mining, Manufacturing and Electricity.

According to the Chief Statistician Malaysia, Dato' Sri Dr. Mohd Uzir Mahidin, "The positive growth of IPI continued in January 2023, albeit at a more moderate rate of 1.8 per cent as against 2.8 per cent recorded in the preceding month. The moderation in industrial production was attributable to lower output growth in the Manufacturing sector during the month which was 1.3 per cent (December 2022: 3.0%) as well as a decline of the Electricity output by 4.3 per cent (December 2022: -2.2%). Meanwhile, Mining production expanded by 5.9 per cent as compared to 3.9 per cent in December 2022. The year-on-year growth of IPI for January 2023 was also the lowest recorded since August 2021. A month-on-month comparison, the IPI decreased further by 2.3 per cent, after registering a marginal decline of 0.6 per cent in the previous month."

Commenting further on the performance of the Manufacturing sector production, the Chief Statistician said, "The lower output growth in the Manufacturing sector was weighed down by the export-oriented industries which slowed to 0.6 per cent from 2.7 per cent in the previous month. While the production of the manufacture of computer, electronics & optical products were the largest contributor to the Manufacturing sector, the output growth diminished to 0.8 per cent (December 2022: 7.6%), in line with the slower momentum of the external trade sector and declining trend in global semiconductor industry during the month. In the meantime, rapid expansion was observed in the manufacture of coke & refined petroleum products with the output growth of 11.0 per cent and in the manufacture of vegetable & animal oils and fats with 8.3 per cent."

The production of domestic-oriented industries which contributed to one-third of the Manufacturing output, grew by 2.7 per cent in January 2023 (December 2022: 3.8%). The increase was propelled by the manufacture of motor vehicles, trailers & semi-trailers which accelerated by 12.2 per cent (December 2022: 11.8%). The output growth was positive in almost all domestic-oriented industries products except for the manufacture of beverages; and the manufacture of basic metals which posted declines during the month. In comparison with the preceding month, the Manufacturing output declined further by 3.3 per cent after registering a decrease of 1.2 per cent a month earlier.

Commenting on the Mining sector performance, Dato' Sri Dr. Mohd Uzir Mahidin said, "The expansion of 5.9 per cent in the output of the Mining sector was bolstered by the strong growth of 8.0 per cent in the Crude Oil & Condensate index (December 2022: 4.2%) and 4.5 per cent in the Natural Gas index (December 2022: 3.7%). As compared to December 2022, the Mining index grew by 1.7 per cent as against 1.1 per cent growth recorded in the previous month."

In the meantime, the Electricity index posted a decline for two consecutive months to record a negative 4.3 per cent in January 2023 after recording a fall of 2.2 per cent last month. A month-on-month comparison, the Electricity index shrank by 3.4 per cent as against the positive growth of 0.9 per cent recorded in December 2022.

The Department of Statistics Malaysia (DOSM) will conduct the Economic Census in 2023. DOSM greatly appreciates the cooperation from respondents to provide information with DOSM and make this census a success. Please visit www.dosm.gov.my for more information

DOSM has launched OpenDOSM NextGen as a platform that provides a catalogue of data and visualisation that facilitates users in analysing various types of data. OpenDOSM NextGen is an open source data sharing medium and accessible through <https://open.dosm.gov.my> portal.

Please be informed that the Government of Malaysia has declared National Statistics Day (MyStats Day) on October 20 each year. MyStats Day theme is "Connecting the World with Data We Can Trust".

Chart 1: Performance of Industrial Production Index, January 2022 – January 2023

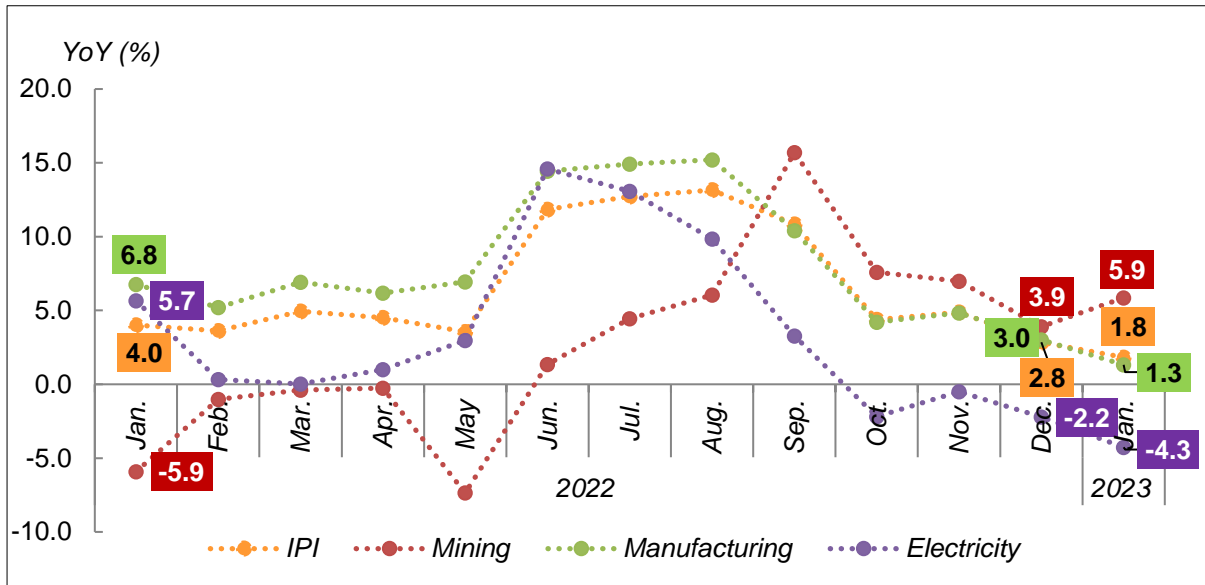


Chart 2: Manufacturing Index Growth by Subsector, December 2022 and January 2023

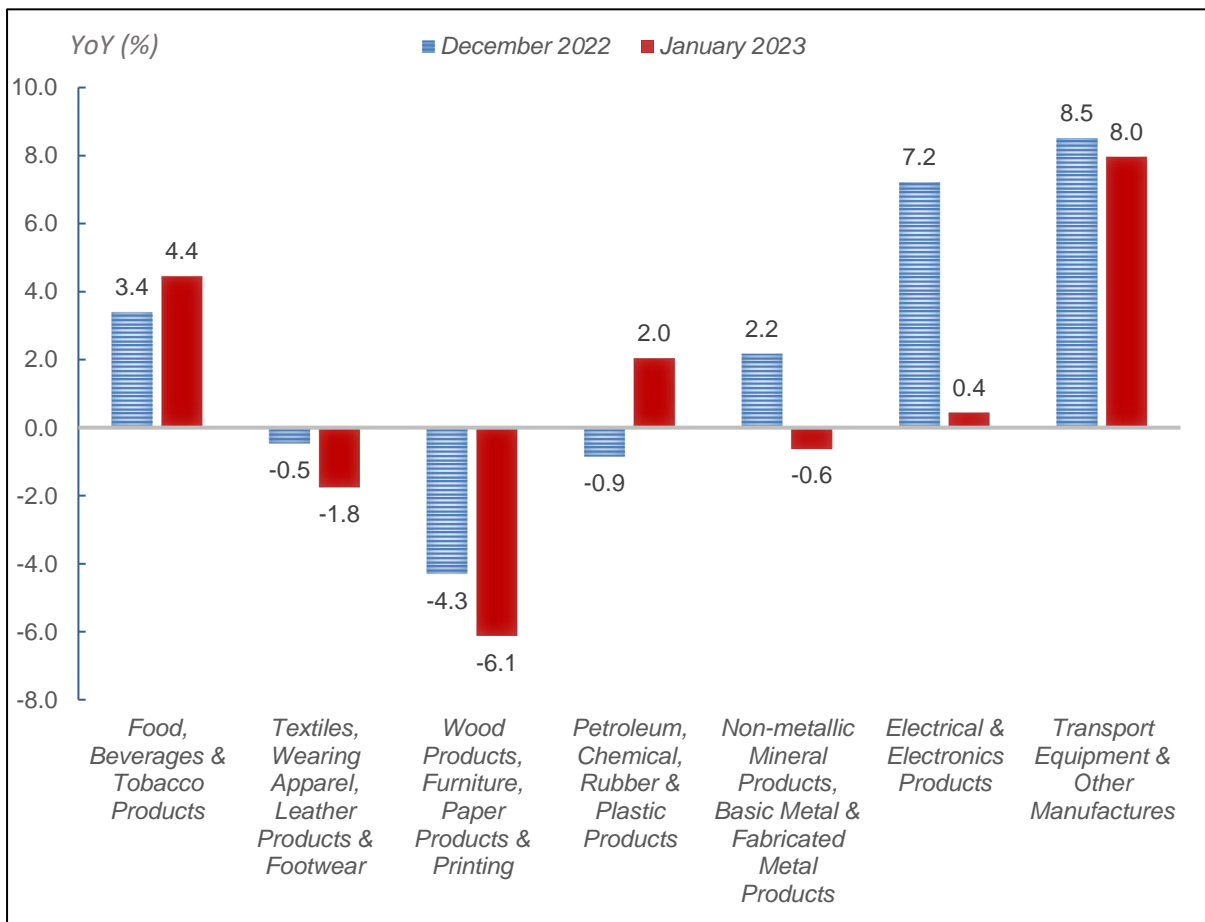


Chart 3: Performance of Manufacturing Index by Export and Domestic Oriented Industries, January 2022 – January 2023

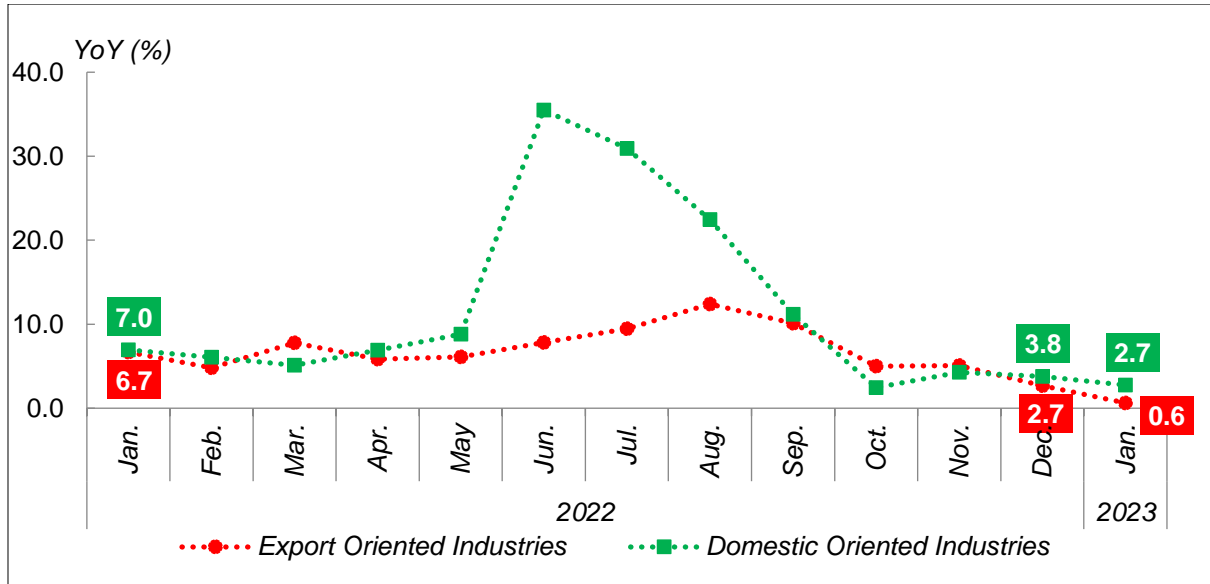
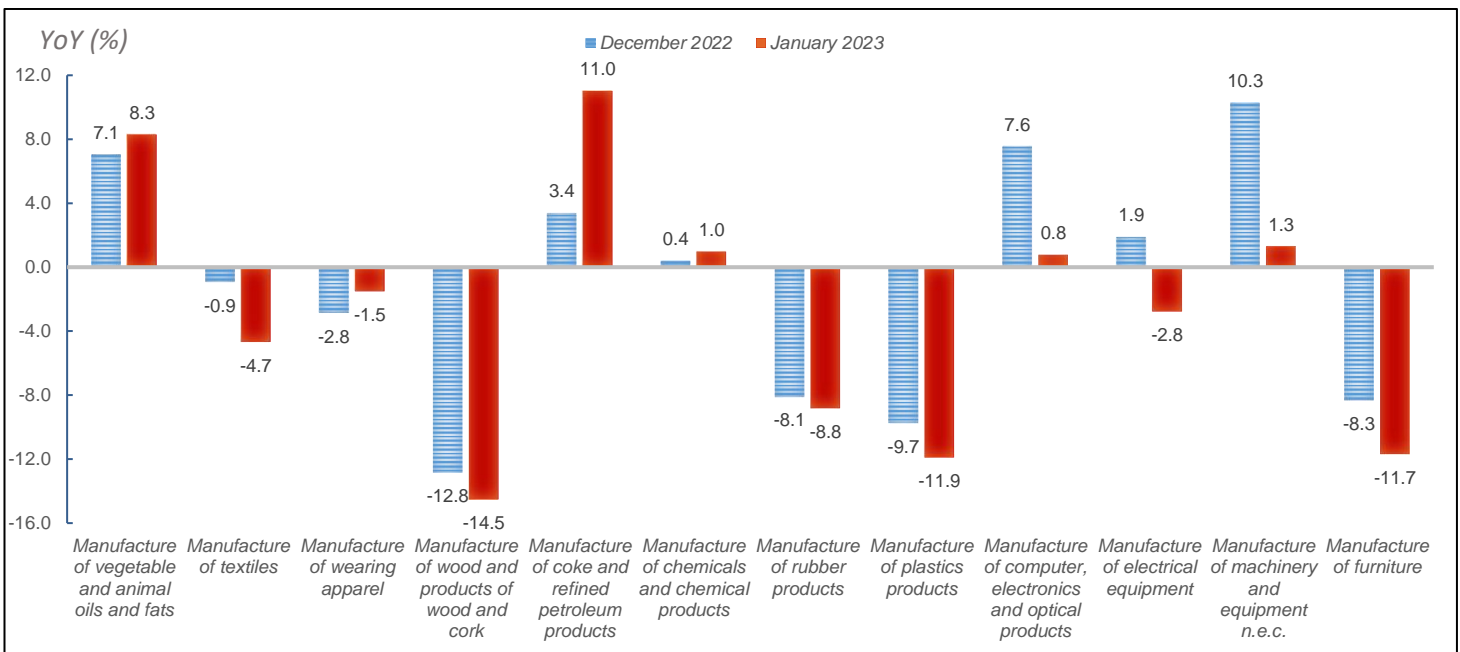
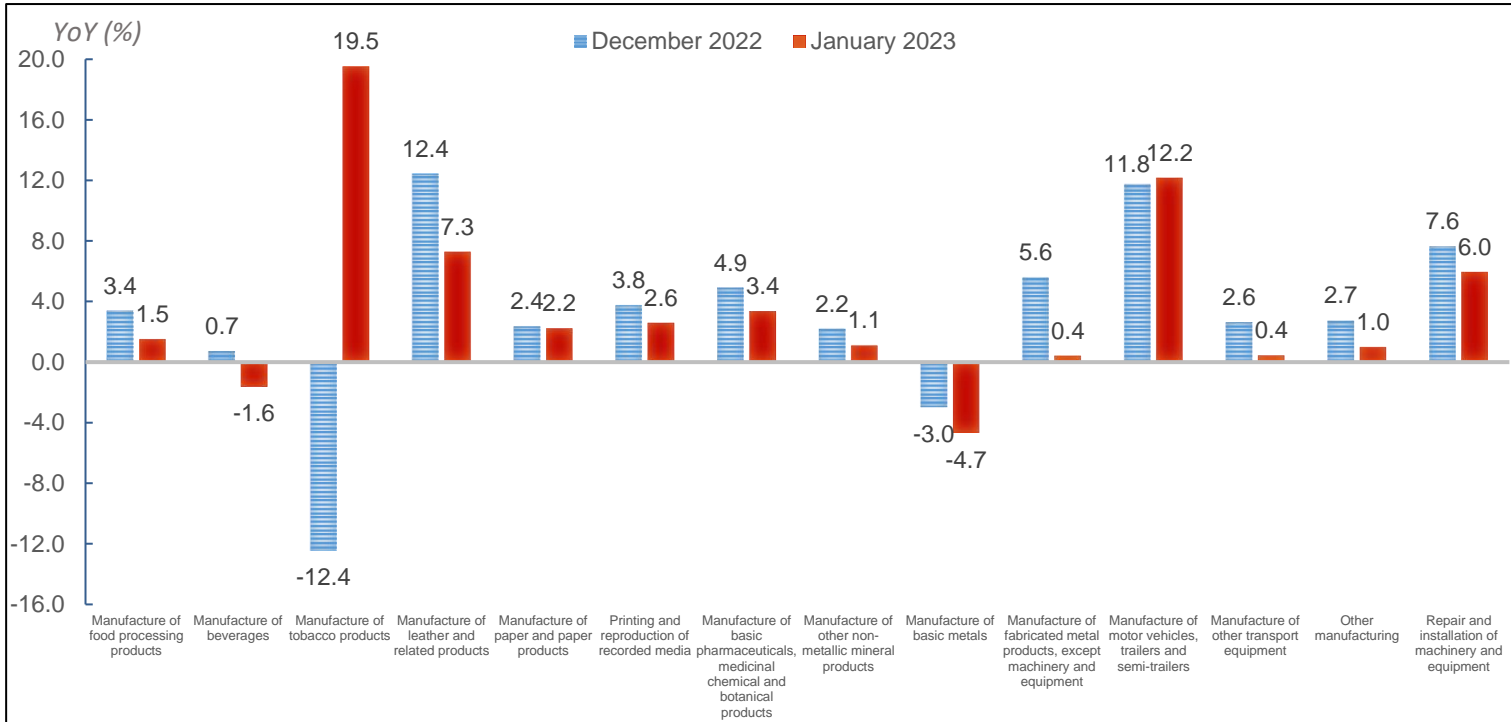


Chart 4: Manufacturing Export-Oriented by Group, December 2022 and January 2023



**Chart 5: Manufacturing Domestic-Oriented by Group,
December 2022 and January 2023**



Released by:

**THE OFFICE OF CHIEF STATISTICIAN MALAYSIA
DEPARTMENT OF STATISTICS, MALAYSIA
13 MARCH 2023**