

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 capital allowances incurred during the pioneer period can be carried forward and deducted from the post pioneer income of the company; 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://incentives.mida.gov.my/>

3. PROCEDURE FOR APPLICATION

3.1. Applications should be made using the relevant forms as follows:-

- **New Manufacturing Project**
ICA / JA-1
- **Expansion and/or Diversification Project by a Licensed Manufacturer or by an Existing Non-Licensed Manufacturer**
ICA / JA-2
- **High Technology/Strategic Project for New Manufacturing Activities**
ICA / JA-3
- **High Technology/Strategic Project for Expansion and/or Diversification**

ICA / JA-4

- **Integrated Agricultural Project**
ICA / JA-5
- **Expansion and/or Diversification of an Existing Integrated Agricultural Project**
ICA / JA-6
- **Commercialisation of Public Sector R&D Findings in Resource-Based Industry**
ICA(C) / JA-8
- **Small Scale Manufacturing Company**
IK / JA-1
- **Expansion and/or Diversification of a Small Scale Manufacturing Company**
IK / JA-2

3.2. Applications should be submitted in three (3) copies to:

Chief Executive Officer
Malaysian Investment Development Authority (MIDA)

MIDA Sentral
No. 5, Jalan Stesen Sentral 5
50470 Kuala Lumpur
P.O. Box 10618
50720 Kuala Lumpur
Malaysia;

or email to investmalaysia@mida.gov.my

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

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