

## **Annex 1: Some key facts on Malaysia-USA trade in goods in the context of TPP**

Malaysia graduated from the USA's generalised system of preferences in 1995,<sup>i</sup> therefore Malaysian exports currently face the most-favoured nation (MFN) tariff that other World Trade Organization (WTO) member countries face when they export to the USA. (i.e. Malaysian exports are not currently paying lower tariffs into the USA due to a preference scheme that is going to expire – that's Canada, a much smaller market). So if Malaysia does not sign the TPP, Malaysia will continue exporting to the USA, facing the same tariffs as it is today (with a goods trade surplus with the USA that it has had since US government records began).<sup>ii</sup>

Malaysia exported more products to the US in 2012 (US\$26.7billion) than the USA exported to Malaysia (US\$15.9billion).

While the USA imposed (applied) tariffs worth US\$207million on Malaysian exports to the USA in 2012, Malaysia imposed (applied) tariffs of US\$720million on the USA in 2012. So if both sides remove all tariffs (except perhaps on one product) in the TPP,<sup>iii</sup> Malaysia is doing 3.5 times more liberalisation and losing 3.5 times more tariff revenue than the USA. This is the opposite of the special and differential treatment for developing countries agreed to by all WTO members (including the USA), where developing countries do less liberalisation than developed countries.

### **Current American tariffs on Malaysia products (at least 10%)**

- 75% of Malaysian exports to the USA (by value) only face a negligible average applied tariff of 0.2% (see Table 1 below)
- Malaysia's palm oil exports already enter the USA without any tariffs being imposed on them
- Textiles and clothing – this is in essence the only product group currently exported to the USA by Malaysia in some quantities that face relatively high duties. However past US free trade agreements (FTAs) show that the USA insists on a yarn forward rule of origin to obtain any lower US tariffs on Malaysia textiles/clothing that requires the thread used in the Malaysian textiles/clothing to come from a TPP country – of which only the USA is large enough to have a significant yarn industry, but it is expensive. So by the time the more expensive US thread is used, Malaysian textile and clothing exports entering the USA will be more expensive than exports from competing countries (eg China), even though they still face US tariffs, because they can use cheaper thread.
- Tobacco and tobacco products – US tariffs are up to 350% (but there are currently no exports from Malaysia to the USA of tobacco products)
- Malaysian ceramics – face a total of about US\$1.1 million in tariffs in 2012 (on US\$19 million of exports).

If this is the only significant gain for Malaysia from the TPP, there are a lot costs that would outweigh this. e.g. in 2007 (the latest year for which data were made available), Malaysia's revenue from export duties amounted to RM 2,296 billion<sup>iv</sup> and based on past USFTAs, the TPP will effectively ban export taxes.

**Main items where Malaysia imposes high tariffs on United States products:**

- Tobacco and tobacco products (up to 322% ad valorem equivalent for tobacco and 1005% for tobacco refuse)
- Food preparations (up to 20%)
- A wide range of industrial products – tariffs up to 50%
- Ceramics – up to 60%
- Whiskies – ad valorem equivalent of around 250% as well as other fermented or alcoholic beverages
- See Table 2 below for more details.

**Comparison:**

- The Malaysia Government will lose US\$371million per year in tariff revenue on the top 18 US exports to Malaysia alone if it removes tariffs on these US exports in the TPP. (Based on past USFTAs, Malaysia will have to remove all tariffs on all US products).
- In addition, in 2007 (the latest year for which data were made available), Malaysia's revenue from export duties amounted to RM 2,296 billion<sup>v</sup> and based on past USFTAs, the TPP will effectively ban export taxes.
- By comparison, Malaysian ceramic exporters will only save US\$1.03million in tariffs per year if the USA removes tariffs on Malaysian ceramic exports in the TPP.

**Table 1: the top 75% of Malaysia's exports by value enter into US market essentially duty free**

Sources: ITC Trade Map (trade data, US imports from Malaysia), USITC (MFN tariffs), all data at 2012 rates

HS8 code	Product	Malaysian exports to US (US\$ Thousands) , 2012	Applied MFN tariff	Duty payable (US\$ thousands )	Share in Malaysian exports to US (by value)
<b>First 75% MY exports to US</b>		<b>19,983,900</b>	<b>0.2%</b>	<b>40,941</b>	<b>75.0%</b>
85176200	Machines for the reception, conversion and transmission or regeneration of voice, images or other data, including switching and routing appa	2,852,502	0.0%	-	10.7%
85423100	Processors and controllers, whether or not combined with memories, converters, logic circuits, amplifiers, clock and timing circuits, or oth	2,200,680	0.0%	-	8.3%
85414060	Diodes for semiconductor devices, other than light-emitting diodes, nesi	1,561,514	0.0%	-	5.9%
85423900	Electronic integrated circuits, NESOI	1,240,568	0.0%	-	4.7%
<b>15119000</b>	<b>Palm oil, other than crude, and its fractions, whether or not refined, but not chemically modified</b>	<b>1,025,412</b>	<b>0.0%</b>	<b>-</b>	<b>3.8%</b>
84733011	Printed circuit assemblies, not incorporating a cathode ray tube, of the machines of 8471	912,387	0.0%	-	3.4%
40151905	Medical gloves of vulcanized rubber other than hard rubber	846,508	0.0%	-	3.2%
85171200	Telephones for cellular networks or for other wireless networks	777,228	0.0%	-	2.9%
84717040	ADP magnetic disk drive storage units, disk dia. n/ov 21 cm,not in cabinet, w/o attached external power supply, n/entered w/rest of a system	683,346	0.0%	-	2.6%
85177000	Parts of telephone sets; parts of other apparatus for the transmission or reception of voice, images or other data, including apparatus for	543,515	0.0%	-	2.0%
98010010	U.S. goods returned without having been advanced in value or improved in condition while abroad	493,545	0.0%	-	1.9%
94035090	Furniture (o/than seats) of wood (o/than bentwood), of a kind used in the bedroom & not designed for	409,640	0.0%	-	1.5%

HS8 code	Product	Malaysian exports to US (US\$ Thousands) , 2012	Applied MFN tariff	Duty payable (US\$ thousands )	Share in Malaysian exports to US (by value)
	motor vehicle use				
90304000	Instruments and apparatus specially designed for telecommunications	342,358	0.0%	-	1.3%
<b>15132900</b>	<b>Palm kernel oil or babassu oil, other than crude, and their fractions, whether or not refined, but not chemically modified</b>	<b>334,150</b>	<b>0.0%</b>	<b>-</b>	<b>1.3%</b>
85081100	Vacuum cleaners with self-contained electric motor, of a power not exceeding 1,500 W and having a dust bag or other receptacle capacity not	288,170	0.0%	-	1.1%
85256010	Transceivers	283,040	0.0%	-	1.1%
85371090	Boards, panels, consoles, desks, cabinets, etc., equipped with apparatus for electric control, for a voltage not exceeding 1,000, nesi	267,384	1.8%	4,780	1.0%
85279160	Radiobroadcast receivers combined with sound recording or reproducing apparatus, nesi	263,520	0.0%	-	1.0%
84717050	ADP magnetic disk drive storage units, disk dia. n/ov 21 cm, nesoi, not entered with the rest of a system	261,650	0.0%	-	1.0%
99999500	Estimated imports of low valued transactions	255,244	0.0%	-	1.0%
84439950	Parts and accessories of other printing, copying or facsimile machines; nesoi	211,092	0.0%	-	0.8%
85219000	Video recording or reproducing apparatus, other than magnetic tape-type	210,252	0.0%	-	0.8%
85414020	Light-emitting diodes (LED's)	203,455	0.0%	-	0.8%
85423300	Amplifiers	182,561	0.0%	-	0.7%
84714101	ADP machines, nonportable or over 10 kg, comprise in the same housing least central processing unit and input & output unit	161,011	0.0%	-	0.6%
40151910	Seamless gloves of vulcanized rubber other than hard rubber, other than surgical or medical gloves	160,688	2.5%	3,990	0.6%
94036080	Furniture (o/than seats & o/than of 9402) of wooden (o/than bentwood) nesoi	156,512	0.0%	-	0.6%

HS8 code	Product	Malaysian exports to US (US\$ Thousands) , 2012	Applied MFN tariff	Duty payable (US\$ thousands )	Share in Malaysian exports to US (by value)
40151101	Surgical gloves of vulcanized rubber other than hard rubber	150,311	0.0%	-	0.6%
85235100	Semiconductor media, solid state non-volatile storage devices	149,921	0.0%	-	0.6%
03061700	Other shrimps and prawns, cooked in shell or uncooked, dried, salted or in brine, frozen	140,992	0.0%	-	0.5%
85272140	Radiobroadcast receivers not operable w/o external power source, for motor veh., combined with sound recording/reproducing apparatus, nesi	133,573	0.0%	-	0.5%
85165000	Microwave ovens of a kind used for domestic purposes	132,323	2.7%	3,513	0.5%
84433210	Printer units, capable of connecting to an automatic data processing machine or to a network	131,158	0.0%	-	0.5%
85412900	Transistors, other than photosensitive transistors, with a dissipation rating of 1 W or more	129,431	0.0%	-	0.5%
40012200	Technically specified natural rubber (TSNR), in primary forms	124,886	0.0%	-	0.5%
38231920	Industrial monocarboxylic fatty acids or acid oils from refining derived from coconut, palm-kernel, or palm oil	124,096	1.5%	1,860	0.5%
62052020	Men's or boys' shirts, not knitted or crocheted, of cotton, nesi	115,851	17.7%	20,461	0.4%
84718010	Control or adapter units for automatic data processing machines not entered with rest of a system	111,147	0.0%	-	0.4%
90309088	Parts and accessories for articles of subheadings 9030.20 to 9030.40, 9030.83 and 9030.89, nesi	110,376	1.4%	1,491	0.4%
85269100	Radio navigational aid apparatus, other than radar	108,899	0.0%	-	0.4%
85171100	Line telephone sets with cordless handsets	108,394	0.0%	-	0.4%
85044095	Static converters (for example, rectifiers), nesi	107,763	1.1%	1,207	0.4%
84715001	Processing units other than those of subheading 8471.41 and 8471.49, nesi	106,340	0.0%	-	0.4%
90021190	Objective lenses and parts & access. thereof, for cameras, projectors, or photographic enlargers or reducers, except projection, nesi	105,686	1.5%	1,574	0.4%

<b>HS8 code</b>	<b>Product</b>	<b>Malaysian exports to US (US\$ Thousands) , 2012</b>	<b>Applied MFN tariff</b>	<b>Duty payable (US\$ thousands )</b>	<b>Share in Malaysian exports to US (by value)</b>
84439925	Parts and accessories of printers, nesoi	100,627	0.0%	-	0.4%
84733051	Parts and accessories of the ADP machines of heading 8471, not incorporating a CRT, nesi	99,629	0.0%	-	0.4%
39232100	Sacks and bags (including cones) for the conveyance or packing of goods, of polymers of ethylene	98,003	2.1%	2,066	0.4%
80011000	Tin (o/than alloy), unwrought	96,394	0.0%	-	0.4%
85299086	Parts suitable for use solely or principally with the apparatus of 8525 and 8527 (except television apparatus or cellular phones), nesi	96,099	0.0%	-	0.4%
85366940	Connectors: coaxial, cylindrical multicontact, rack and panel, printed circuit, ribbon or flat cable, for a voltage not exceeding 1,000 V	95,305	0.0%	-	0.4%
84713001	Portable automatic data processing machines, not over 10 kg, consisting at least a central processing unit, keyboard and display	89,618	0.0%	-	0.3%
85256020	Transmission apparatus incorporating reception apparatus, other than transceivers	89,146	0.0%	-	0.3%

**Table 2: Top 18 tariff revenue earners for Malaysia, 2012**

This uses applied Malaysian tariffs on imported US products. The top 20 is calculated by the amount of revenue paid.

*Sources:* ITC tradeMap for trade data, WTO Integrated Database for Ad Valorem duties and MarketAccess for ad valorem equivalents.

*Note:* Assumes 100% collection ratio, and the non-existence of duty drawbacks (under Section 93/99 of the Customs Act 1976, e.g. in the case of electronic assembly industry, re-exports)

<b>HS6</b>	<b>DESC</b>	<b>Ad Valorem duty (% , maximum)<sup>vi</sup></b>	<b>Non Ad Valorem duty/duties</b>	<b>Duty (ad valorem duty x value of US exports to MY), US\$ thousands</b>
240120	Tobacco, unmanufactured, partly or wholly stemmed or stripped	322	[5% and RM40.00] [5% and RM40.00]	144,877
853710	Boards,panels,includg numerical control panels,for a voltage <=1000 V	15		25,134
853690	Electrical app for switchg/protec elec circuits,not exceed 1,000 V,nes	15		20,781
210690	Food preparations nes	20		17,481
854460	Electric conductors, for a voltage exceeding 1,000 V, nes	30		15,759
848180	Taps, cocks, valves and similar appliances, nes	25		13,255
854420	Co-axial cable and other co-axial electric conductors	30		13,009
240391	Homogenized or reconstituted tobacco	264.3	[5% and RM50.00] [5% and RM40.00]	12,816
392690	Articles of plastics or of other materials of Nos 39.01 to 39.14 nes	20		12,697
271019	Other petroleum oils and preparations	5		12,595
240130	Tobacco refuse	1005	[5% and RM40.00]	12,422
841480	Air or gas compressors, hoods	30		11,864
843143	Parts of boring or sinking machinery, whether or not self-propelled	10		11,828

701349	Glassware for table or kitchen purposes (excl. glass having a linear c	30		10,537
732690	Articles, iron or steel, nes	25		10,316
700510	Float glass etc in sheets,non-wird havg an absorbent or reflectg layer	30		9,261
848190	Parts of taps, cocks, valves or similar appliances	25		8,550
382490	Chemical/allied industry preparations/prods nes	30		7,913
<b>Total tariff revenue lost per year if Malaysian tariffs on these 18 US products alone are removed in TPP</b>				<b>371,095</b>

**Table 3: Malaysian ceramics exports to USA in 2012– HS Chapter 69**

All relevant ceramic products

<b>HS10 code</b>	<b>Description</b>	<b>Applied MFN tariff US</b>	<b>MY exports to US, 2012 (USD Thousands)</b>	<b>Duty in total 2012 (USD thousands)</b>
6913905000	ORNAMENTAL CERAMIC ARTICLES NESOI	6.00%	11825	710
6912003910	CERAMIC TABLEWARE ETC NOT OF PORCELAIN OR CHINA, AVAIL IN SPEC SETS, AGG VALUE (US NOTE 6B- 12 SETTNGS) OVER \$38 NES, PLATES NOV 27.9, OTH NOV 22.9 CM	4.50%	2463	111
6908900051	GLAZED CERAMIC FLAGS AND PAVING, HEARTH OR WALL TILES, MOSAIC CUBES AND THE LIKE, NESOI	8.50%	1146	97
6914908000	CERAMIC ARTICLES NESOI	5.60%	996	56
6912004810	OTHER TABLEWARE AND KITCHENWARE, SUITABLE FOR FOOD OR DRINK CONTACT, NOT PORCELAIN OR CHINA, NOT AVAILABLE IN SPECIFIED SETS, NESOI.	9.80%	310	30
6912004500	CERAMIC TABLEWARE NOT AVAILABLE IN SPECIFIED SETS, NOT PORCELAIN OR CHINA, NESOI, CUPS OVER \$5.25/DZ, SAUCERS OVER \$3/DZ, CEREALS OVER \$6/DZ ETC ETC	4.50%	611	27
<b>Total tariffs on Malaysian ceramic exports to USA in 2012</b>				<b>1031</b>

## Annex 2: Some figures on Malaysia and Canada's generalised system of preferences (GSP): General Preferential Tariff (GPT)

- Malaysian exports into Canada (CA) currently face lower tariffs due to preferences for developing countries under Canada's GPT. However Malaysia is expected to graduate from the GPT on 30/6/2014 due to its upper middle income status. This note examines the implications for Malaysian exports of losing Canadian GPT, if Malaysia does not sign the Trans-Pacific Partnership Agreement (TPP).
- Canadian imports from Malaysia amounted to USD 2.4 billion/year during 2007-2011 (average) and slowed a declining trend, from USD 2.7 billion in 2008-2009 to USD 2.2 billion in 2011
- At a detailed 10 digit level, 103 tariff lines represent 80% of Canada's imports from Malaysia (average 2007-2011 imports, from ITC TradeMap) – see Table 3 for details
  - From this representative sample, only 11 products would face a tariff increase of more than 3 percentage points when Malaysia loses GPT. (3% is often quoted as the cost of complying with the rule of origin required to get 0% tariffs under the FTAs).
  - The 11 potentially affected products are listed in Table 2 and represent 5.8% of Canada's imports from Malaysia during 2007-2011 and 7.8% in 2011.
  - Assuming unchanged trading patterns, the additional tariffs collected by Canada (or the additional tariffs faced by Malaysian (MY) exporters) amount to USD 8.5 million per year (based on 2007-2011 trade).
  - However, almost all of this USD8.5million/year would be paid by Malaysian industries which need export taxes to survive. (Only the USD1.017 million and USD1.136 million of vacuum cleaners and USD119,000 worth of TV parts are extra tariffs on Malaysian exports that do not rely on export taxes. Ie a total of USD2.272million/year in additional tariffs paid by Malaysian exporters). Based on past USFTAs, Malaysia will be required to remove all or almost all<sup>1</sup> the export taxes it currently has on 515 tariff lines which earned the Malaysian Government RM2,296billion in 2007 according to the World Trade Organization Secretariat.<sup>2</sup> Therefore these industries are likely to prefer to keep the export taxes as high as they need on their raw materials to all countries (by not signing the TPPA), rather than get the lower tariffs to Canada and the USA under the TPPA.
  - Extrapolating this from 80% of Malaysia's exports to Canada to all Malaysian exports to Canada results in a total of additional tariffs paid by Malaysia of USD 10.625 million/year (USD 8.5 x 1/0.8) without GPT or TPP

**Table 1: Most products are not affected by reverting back to most-favoured-nation (MFN)<sup>3</sup> tariffs**

Difference between MFN and GPT tariff	No. of tariff lines at 10 digit level	% of tariff lines
0.0%	87	84.5%
0.5%	2	1.9%
1.0%	2	1.9%
2.0%	1	1.0%
3.5%	6	5.8%

<sup>1</sup> The best any country has ever managed in a past USFTA is to keep export taxes on three products.

<sup>2</sup> WTO document WT/TPR/S/225/Rev.1

<sup>3</sup> Ie no GPT and no TPP.

5.0%	1	1.0%
7.5%	1	1.0%
11.0%	3	2.9%
Total	103	

**Table 2: The 11 affected products by non-eligibility of MY for GPT**

(Figures in USD thousands unless otherwise specified)

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference	Additional tariffs faced by MY
1516209041	Vegetable oils & their fract, nes, partly or wholly hydrogenated, w/n refined	149,15	11.0%	0.0%	11%	1,640.6
8508110000	Vacuum cleaners, incl. dry cleaners and wet vacuum cleaners, with self-contained electric motor, power <= 1 500 W and having a dust bag or other receptacle capacity <= 20 l (detailed label not available)	22,726	8.0%	3.0%	5%	1,136.3
8508199000	Vacuum cleaners, incl. dry cleaners and wet vacuum cleaners, with self-contained electric motor ( excl. of a power <= 1 500 W and having a dust bag or other receptacle capacity <= 20 l) (detailed label not available)	13,555	7.5%	0.0%	7.5%	1,016.6
1516202000	Palm & palm kernel oil & fract & blends t/o, use in mfr of margarine/shortening	8,345	11.0%	0.0%	11%	918.0
9403500090	Furniture, of wood, used in the bedroom, o/t cribs/bunk beds	23,773	9.5%	6.0%	3.5%	832.1
1517909900	Edible mx or prep of animal or veg fats & oils/of fractions, nes, excl hd 15.16	7,452	11.0%	0.0%	11%	819.7
9403601092	Furniture, wood, dinnig room, domestic	18,173	9.5%	6.0%	3.5%	636.1
9401611010	Chairs, household, upholstered, with wooden frames	14,781	9.5%	6.0%	3.5%	517.3
9401691000	Seats, household, with wooden frames, not upholstered	6,242	9.5%	6.0%	3.5%	218.5
9403601091	Furniture, wood, living room, domestic	3,791	9.5%	6.0%	3.5%	132.7
9401611090	Seats, o/t chairs, household, upholstered, with wooden frames	3,477	9.5%	6.0%	3.5%	121.7

Sources for both tables: ITC TradeMap, Canada Customs Tariff 2014, downloaded from <http://www.cbsa-asfc.gc.ca/trade-commerce/tariff-tarif/2014/menu-eng.html>, author's calculations.

**Table 3: All 103 tariff lines – trade, MFN tariff, GPT tariff, difference and additional tariffs by Malaysia**

(figures in USD thousands where not otherwise specified)

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
8471300000	Data-processing machines, automatic, digital, portable, weighing <= 10 kg, consisting of at least a central processing unit, a keyboard and a display (excl. peripheral units)	231,651	0.0%	0.0%	0.0%	-	9.7%	9.7%
8517620090	Machines for the reception, conversion and transmission or regeneration of voice, images or other data, incl. switching and routing apparatus (excl. telephone sets, telephones for cellular networks or for other wireless networks)	175,780	0.0%	0.0%	0.0%	-	7.4%	17.1%
8542311043	Electronic integrated circuits as processors and controllers, whether or not combined with memories, converters, logic circuits, amplifiers, clock and timing circuits, or other circuits	76,400	0.0%	0.0%	0.0%	-	3.2%	20.3%
4015199000	Gloves, mittens and mitts, nes, of rubber	54,609	15.5%	15.0%	0.5%	273	2.3%	22.6%
8517120020	Telephones for cellular networks "mobile telephones" or for other wireless networks	51,770	0.0%	0.0%	0.0%	-	2.2%	24.8%
8527210000	Radio-broadcast receivers not capable of operating without an external source of power, of a kind used in motor vehicles, incl. apparatus capable of also receiving radio-telephony or radio-telegraphy, combined with sound recording or reproducing apparatus	51,452	0.0%	0.0%	0.0%	-	2.2%	27.0%
8542311019	Electronic integrated circuits as processors and controllers, whether or not combined with memories, converters, logic circuits, amplifiers, clock and timing circuits, or other circuits	44,597	0.0%	0.0%	0.0%	-	1.9%	28.8%
8473302000	Printed circuit assemblies of the machines of heading 84.71	43,811	0.0%	0.0%	0.0%	-	1.8%	30.7%
8542391019	Electronic integrated circuits (excl. such as processors, controllers, memories and amplifiers)	42,090	0.0%	0.0%	0.0%	-	1.8%	32.4%
8443990090	Parts and accessories of printers, copying machines and facsimile machines, n.e.s. (excl. of printing machinery used for printing by means	40,764	0.0%	0.0%	0.0%	-	1.7%	34.2%

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
	of plates, cylinders and other printing components of heading 8442)							
8542331039	Electronic integrated circuits as amplifiers	40,563	0.0%	0.0%	0.0%	-	1.7%	35.9%
8521901000	Laser video disc players, w/n incorp video tuner	37,465	0.0%	0.0%	0.0%	-	1.6%	37.4%
8517700015	Parts of telephone sets, telephones for cellular networks or for other wireless networks and of other apparatus for the transmission or reception of voice, images or other data, n.e.s.	37,078	0.0%	0.0%	0.0%	-	1.6%	39.0%
8527991000	Radio-broadcast receivers, for mains operation only, not combined with sound recording or reproducing apparatus and not combined with a clock (excl. those of a kind used in motor vehicles)	37,031	0.0%	0.0%	0.0%	-	1.6%	40.5%
1511902000	Palm oil and its fractions for use in the manufacture of margarine/shortening	35,999	0.0%	0.0%	0.0%	-	1.5%	42.1%
8525800030	Television cameras, digital cameras and video camera recorders	31,989	0.0%	0.0%	0.0%	-	1.3%	43.4%
9030409000	Cross talk meters, gain meas inst, distortion factor meters, psophometers, etc	30,332	0.0%	0.0%	0.0%	-	1.3%	44.7%
4001220000	Technically specified natural rubber "TSNR"	29,912	0.0%	0.0%	0.0%	-	1.3%	45.9%
8471410090	Other digital auto data process mach cntg CPU,input & output, o/t CRT,nes	26,694	0.0%	0.0%	0.0%	-	1.1%	47.0%
8542321041	Electronic integrated circuits as memories	26,659	0.0%	0.0%	0.0%	-	1.1%	48.2%
8471700013	Other hard magnetic disk drive units, o/t presented in form of system	26,034	0.0%	0.0%	0.0%	-	1.1%	49.3%
8529905030	Pts,incl face plates&lock latches,f prtd crt ass of gds of TI 8527.12.10 etc	25,830	0.0%	0.0%	0.0%	-	1.1%	50.3%
8541400022	Solar cells assembled into modules/made into panels,photosensitive,o/t	25,407	0.0%	0.0%	0.0%	-	1.1%	51.4%

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
	LED			%				
8471801000	Control or adapter units, o/t form of system	25,277	0.0%	0.0%	0.0%	-	1.1%	52.5%
9403500090	Furniture, of wood, used in the bedroom, o/t cribs/bunk beds	23,773	9.5%	6.0%	3.5%	832	1.0%	53.5%
8508110000	Vacuum cleaners, incl. dry cleaners and wet vacuum cleaners, with self-contained electric motor, power <= 1 500 W and having a dust bag or other receptacle capacity <= 20 l	22,726	8.0%	3.0%	5.0%	1,136	1.0%	54.4%
8517700090	Parts of telephone sets, telephones for cellular networks or for other wireless networks and of other apparatus for the transmission or reception of voice, images or other data, n.e.s.	21,949	0.0%	0.0%	0.0%	-	0.9%	55.4%
8443999000	Parts and accessories of printers, copying machines and facsimile machines, n.e.s. (excl. of printing machinery used for printing by means of plates, cylinders and other printing components of heading 8442)	21,160	0.0%	0.0%	0.0%	-	0.9%	56.2%
9403601092	Furniture, wood, dining room, domestic	18,173	9.5%	6.0%	3.5%	636	0.8%	57.0%
8542311090	Electronic integrated circuits as processors and controllers, whether or not combined with memories, converters, logic circuits, amplifiers, clock and timing circuits, or other circuits	18,088	0.0%	0.0%	0.0%	-	0.8%	57.8%
8471500090	Digital process units, o/t 8471.41/49, w/n cntg strg,input/output o/t w CRT, nes	17,744	0.0%	0.0%	0.0%	-	0.7%	58.5%
8443310000	Machines which perform two or more of the functions of printing, copying or facsimile transmission, capable of connecting to an automatic data processing machine or to a network	17,532	0.0%	0.0%	0.0%	-	0.7%	59.2%
8473309000	Pts & access (o/t printed circuit assy) of the machines of heading 84.71, nes	15,796	0.0%	0.0%	0.0%	-	0.7%	59.9%
1513291000	Palm kernel and its fractions, for use in manufacture of margarine/shortening	15,191	0.0%	0.0%	0.0%	-	0.6%	60.5%

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
8542321033	Electronic integrated circuits as memories	14,998	0.0%	0.0%	0.0%	-	0.6%	61.2%
1516209041	Vegetable oils & their fract, nes, partly or wholly hydrogenated, w/n refined	14,915	11%	0%	11.0%	1,641	0.6%	61.8%
9401611010	Chairs, household, upholstered, with wooden frames	14,781	9.50%	6%	3.5%	517	0.6%	62.4%
8508199000	Vacuum cleaners, incl. dry cleaners and wet vacuum cleaners, with self-contained electric motor ( excl. of a power <= 1 500 W and having a dust bag or other receptacle capacity <= 20 l)	13,555	7.5%	0.0%	7.5%	1,017	0.6%	63.0%
8542311049	Electronic integrated circuits as processors and controllers, whether or not combined with memories, converters, logic circuits, amplifiers, clock and timing circuits, or other circuits	13,526	0.0%	0.0%	0.0%	-	0.6%	63.6%
8525600032	Transmission apparatus for radio-broadcasting or television, incorporating reception apparatus	13,427	0%	0%	0.0%	-	0.6%	64.1%
1804000000	Cocoa butter, fat and oil	13,052	0.0%	0.0%	0.0%	-	0.5%	64.7%
8470500010	Point-of-sale terminals, cash register types	11,782	0.0%	0.0%	0.0%	-	0.5%	65.2%
8527911000	Radio-broadcast receivers, for mains operation only, combined with sound recording or reproducing apparatus (excl. those of a kind used in motor vehicles)	11,739	0.0%	0.0%	0.0%	-	0.5%	65.7%
8516500000	Microwave ovens	11,497	0.0%	0.0%	0.0%	-	0.5%	66.1%
9032900040	Parts & access of the goods of classification No 9032.81.00.11,9032.81.00.19,etc	10,617	0.0%	0.0%	0.0%	-	0.4%	66.6%
8525600033	Transmission apparatus for radio-broadcasting or television, incorporating reception apparatus	10,326	0.0%	0.0%	0.0%	-	0.4%	67.0%
8517110010	Line telephone sets w cordless handsets, w answering machine, for line telephony	9,968	0.0%	0.0%	0.0%	-	0.4%	67.4%

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
8537109990	Boards,panels,voltage<=1000 V, nes	9,647	0.0%	0.0%	0.0%	-	0.4%	67.9%
8538902000	Printed circuit assemblies used with apparatus of hd 85.35, 85.36 or 85.37	9,550	0.0%	0.0%	0.0%	-	0.4%	68.3%
4015110000	Surgical gloves of rubber	8,807	15.5%	15.0%	0.5%	44	0.4%	68.6%
1516202000	Palm & palm kernel oil & fract & blends t/o, use in mfr of margarine/shortening	8,345	11%	0%	11.0%	918	0.4%	69.0%
9030200000	Cathode-ray oscilloscopes and cathode-ray oscillographs	7,768	0.0%	0.0%	0.0%	-	0.3%	69.3%
9002111010	Objective lenses,mounted, for colour TV cameras, projectors, etc	7,549	0.0%	0.0%	0.0%	-	0.3%	69.6%
8541400010	Light emitting diodes (LED's)	7,507	0.0%	0.0%	0.0%	-	0.3%	69.9%
9030900000	Parts and accessories for instruments and apparatus for measuring or checking electrical quantities or for detecting ionising radiations, n.e.s.	7,504	0.0%	0.0%	0.0%	-	0.3%	70.2%
8527131000	Radio-broadcast rece, w or w/o an ext src of pwr, w snd record or reprod app,dom	7,499	0.0%	0.0%	0.0%	-	0.3%	70.6%
1517909900	Edible mx or prep of animal or veg fats & oils/of fractions, nes, excl hd 15.16	7,452	11.0%	0.0%	11.0%	820	0.3%	70.9%
8517620049	Machines for the reception, conversion and transmission or regeneration of voice, images or other data, incl. switching and routing apparatus (excl. telephone sets, telephones for cellular networks or for other wireless networks)	7,251	0.0%	0.0%	0.0%	-	0.3%	71.2%
1511901000	Palm oil mid-fractions for use in the manufacture of cocoa butter equivalents	7,115	0.0%	0.0%	0.0%	-	0.3%	71.5%
8529901290	Pts, ptd crt asy of transmission app for radio-tele etc, reception app ,etc, nes	7,020	0.0%	0.0%	0.0%	-	0.3%	71.8%

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
8517620010	Machines for the reception, conversion and transmission or regeneration of voice, images or other data, incl. switching and routing apparatus (excl. telephone sets, telephones for cellular networks or for other wireless networks)	7,017	0.0%	0.0%	0.0%	-	0.3%	72.1%
8542391018	Electronic integrated circuits (excl. such as processors, controllers, memories and amplifiers)	6,985	0.0%	0.0%	0.0%	-	0.3%	72.4%
8517620039	Machines for the reception, conversion and transmission or regeneration of voice, images or other data, incl. switching and routing apparatus (excl. telephone sets, telephones for cellular networks or for other wireless networks)	6,911	0.0%	0.0%	0.0%	-	0.3%	72.7%
9001300000	Contact lenses	6,643	0.0%	0.0%	0.0%	-	0.3%	72.9%
9401691000	Seats, household, with wooden frames, not upholstered	6,242	9.5%	6.0%	3.5%	218	0.3%	73.2%
8529906900	Other pts of the goods of hds 85.25 or 85.27 (excl pts of cellular tel), nes	6,053	0.0%	0.0%	0.0%	-	0.3%	73.4%
8528723300	Reception apparatus for television, colour, whether or not incorporating radio-broadcast receivers or sound or video recording or reproducing apparatus, designed to incorporate a video display or screen	5,964	5.0%	3.0%	2.0%	119	0.3%	73.7%
8543200000	Signal generators, electrical	5,941	0.0%	0.0%	0.0%	-	0.2%	73.9%
8504409093	Power supplies, nes	5,844	0.0%	0.0%	0.0%	-	0.2%	74.2%
3903110000	Expansible polystyrene, in primary forms	5,700	0.0%	0.0%	0.0%	-	0.2%	74.4%
8525600090	Transmission apparatus for radio-broadcasting or television, incorporating reception apparatus	5,545	0.0%	0.0%	0.0%	-	0.2%	74.7%
8542391029	Electronic integrated circuits (excl. such as processors, controllers, memories and amplifiers)	5,032	0.0%	0.0%	0.0%	-	0.2%	74.9%

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
8708299990	Body parts and accessories, nes, for motor vehicles	4,987	6.0%	6.0%	0.0%	-	0.2%	75.1%
8443329090	Machines which only perform one of the functions of printing, copying or facsimile transmission, capable of connecting to an automatic data processing machine or to a network	4,819	0.0%	0.0%	0.0%	-	0.2%	75.3%
8528719090	Reception apparatus for television, whether or not incorporating radio-broadcast receivers or sound or video recording or reproducing apparatus, not designed to incorporate a video display or screen	4,701	5.0%	5.0%	0.0%	-	0.2%	75.5%
7213919011	Wire rods, i/nas, hr, irreg wound coils, circ c sect, >9.525 <14mm diam, <0.25% carbon	4,652	0.0%	0.0%	0.0%	-	0.2%	75.7%
9030849090	Instruments and apparatus for measuring or checking electrical quantities, with recording device (excl. appliances specially designed for telecommunications, multimeters, oscilloscopes and oscillographs, and apparatus for measuring or checking semiconductor wafers or devices)	4,582	0.0%	0.0%	0.0%	-	0.2%	75.9%
6212100020	Brassières and parts thereof, of man-made fibres, w/n knitted or crocheted	4,339	18.0%	18.0%	0.0%	-	0.2%	76.1%
9032900020	Parts & access of the goods of classificatio No 9032.89.10.10, 9032.89.10.21 etc	4,331	0.0%	0.0%	0.0%	-	0.2%	76.2%
6205200011	Mens shirts, with tailored collar, containing >=85% of cotton, not knitted/crochet	4,317	17.0%	17.0%	0.0%	-	0.2%	76.4%
9403300090	Furniture of wood, used in offices, nes	4,293	0.0%	0.0%	0.0%	-	0.2%	76.6%
1513299000	Palm kernel nes or babassu oil & their fractions, refined but not chem modified	4,140	11.0%	10.0%	1.0%	41	0.2%	76.8%
8529909090	Pts, suitable for use with the apparatus of headings 8525 to 85.28, nes	4,003	0.0%	0.0%	0.0%	-	0.2%	76.9%
8474900020	Parts for crushing or grinding machines	3,973	0.0%	0.0%	0.0%	-	0.2%	77.1%

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
4001290090	Natural rubber, nes	3,911	0.0%	0.0%	0.0%	-	0.2%	77.3%
8525500010	Transmission apparatus for radio-broadcasting or television, not incorporating reception apparatus	3,838	0.0%	0.0%	0.0%	-	0.2%	77.4%
8471700020	Disk drive units, o/t magnetic, o/t presented in form of system, nes	3,829	0.0%	0.0%	0.0%	-	0.2%	77.6%
8542331090	Electronic integrated circuits as amplifiers	3,825	0.0%	0.0%	0.0%	-	0.2%	77.8%
7318159031	Drywall screws, of iron or steel, threaded	3,808	0.0%	0.0%	0.0%	-	0.2%	77.9%
9403601091	Furniture, wood, living room, domestic	3,791	9.5%	6.0%	3.5%	133	0.2%	78.1%
8541100099	Diodes, o/t photosensitive or LED, nes	3,770	0.0%	0.0%	0.0%	-	0.2%	78.2%
8543700000	Electrical machines and apparatus, having individual functions, n.e.s. in chapter 85	3,742	0.0%	0.0%	0.0%	-	0.2%	78.4%
8471700019	Other magnetic disk drive units, o/t presented in form of system, nes	3,674	0.0%	0.0%	0.0%	-	0.2%	78.5%
8525800020	Television cameras, digital cameras and video camera recorders	3,623	0.0%	0.0%	0.0%	-	0.2%	78.7%
8519812190	Sound recording or sound reproducing apparatus, using magnetic, optical or semiconductor media (excl. those operated by coins, banknotes, bank cards, tokens or by other means of payment, turntables and telephone answering machines)	3,578	0.0%	0.0%	0.0%	-	0.2%	78.8%
9403900093	Parts of furniture, wood, nes	3,515	0.0%	0.0%	0.0%	-	0.1%	79.0%
8517180092	Telephone sets (excl. line telephone sets with cordless handsets and telephones for cellular networks or for other wireless networks)	3,502	0.0%	0.0%	0.0%	-	0.1%	79.1%

HS10 code	Description	2007-2011 avg	MFN	GPT	Difference between MFN and GPT	Additional tariffs faced by MY	Share of MY exports to CA	Cumulative share
9401611090	Seats, o/t chairs, household, upholstered, with wooden frames	3,477	9.5%	6.0%	3.5%	122	0.1%	79.3%
1511909000	Palm oil and its fractions, nes, refined but not chemically modified	3,449	11.0%	10.0%	1.0%	34	0.1%	79.4%
8541290090	Transistors, dissipation rate >1W, o/t photosensitive, nes	3,430	0.0%	0.0%	0.0%	-	0.1%	79.6%
8517700080	Parts of telephone sets, telephones for cellular networks or for other wireless networks and of other apparatus for the transmission or reception of voice, images or other data, n.e.s.	3,420	0.0%	0.0%	0.0%	-	0.1%	79.7%
8471700090	Other storage units, o/t presented in form of system, nes	3,379	0.0%	0.0%	0.0%	-	0.1%	79.9%
4001210000	Smoked sheets of natural rubber	3,364	0.0%	0.0%	0.0%	-	0.1%	80.0%

<sup>i</sup> [http://www.btimes.com.my/Current\\_News/BTIMES/articles/rebeka/Article/](http://www.btimes.com.my/Current_News/BTIMES/articles/rebeka/Article/)

<sup>ii</sup> 1989 at <http://tse.export.gov/>.

<sup>iii</sup> And the USA may not remove all tariffs, but may still require Malaysia to

<sup>iv</sup> WTO document WT/TPR/S/225/Rev.1.

<sup>v</sup> WTO document WT/TPR/S/225/Rev.1.

<sup>vi</sup> converted from non-ad valorem duty