



UNOFFICIAL ENGLISH TRANSLATION

PERMISSIONS TO OPERATE FOR SUPPLY CHAIN ACTIVITY, FOOD SECTOR, E-TRADE AND SUB SECTORS REGULATED BY KPDNHEP IN THE PERIOD OF MOTION CONTROL ORDER (MCO) Phase 3

1) Under the MCO Phase 1 and 2, KPDNHEP provided verification of operating permits for established industry players from distributors, wholesalers, retailers and e-commerce in ensuring citizens continue to gain access to basic needs and critical products during the MCO period.

2) To balance the economic viability of the country, the Government has agreed to take pro-active and responsive steps to justify some additional economic sectors to operate in phases such as was announced through the Press Conference with the Minister of International Trade and Industry on April 16, 2020 at 4:00 pm.

3) Following the media statement from MITI, the Ministry wishes inform the following:

- i. Companies that run food supply chain activities, e-commerce and distribution services and that received confirmed authorization from KPDNHEP before or on April 14th 2020 does **NOT** need to submit a new application and is eligible to continue operations during the MCO period in force. Approval letters issued are still valid and applicable.
- ii. For verification of applications of food supply chain activities, e-trade and logistics services that have been submitted to the ministry beforehand and have not yet received permissions to operate, please proceed with new application online at www.miti.gov.my.

4) Listed here are the ADDITIONAL SUB SECTORS authorized to operate under the Ministry's regulation:

- a) Hardware store;
 - b) Electrical and electronic stores (**excluding** telecommunications equipment and ICT equipment stores); and
 - c) Full service dobi/ laundry services
- i. All applications for such additional sub-sectors must be submitted to MITI online at the website www.miti.gov.my <https://application.miti.gov.my>. Only requests that comply with the requirements of the Standard Operating Procedure (SOP) and those which are fully completed will be considered. Applications received other than through the portal will not be processed.
 - ii. Companies looking to submit an application for the additional sub sectors under the regulation of KPDNHEP should also ensure their company's operating location is not located in a Red Zone, Yellow Zone or in an area with imposed Enhanced Movement



Control Order (Enhanced MCO) as set by the National Security Council (NSC) and the Ministry Health Malaysia (MOH) throughout the MCO period.

5) In addition to adhering to tightened terms and guidelines, these operating permits are also subject to compliance with the terms prescribed by NSC, MOH and Local Authorities (Local Authorities) and guidelines by other relevant enforcement agencies from time to time. The company's failure to do so can result in the immediate revocation of the right of operation.

Any questions related to the above should be raised to our officer, Mr. Shahrin Bin Ismail, Secretary of Commerce and Service Industry at 03-8882 6088 or spip@kpdnhep.gov.my

YB Datuk Alexander Nanta Lingi
Menteri Perdagangan Dalam Negeri dan Hal Ehwal Pengguna
14 April 2020

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BACKGROUND

The Ministry of Domestic Trade and Consumer Affairs (KPDNHEP) has been established on October 27, 1990. The aim of the Ministry is to promote development of a viable, competitive, and resilient domestic trade sustainable, especially in the distribution trade sector.

The distribution trade sector is one of the country's major contributors to GDP and it is acting as a bastion of economic stability, especially when the external economic situation is uncertain. The distribution trade needs to be strong enough to withstand any instability in the national economy.

At the same time, the Ministry is also committed to protecting its interests and rights users. This includes building an ecosystem of users and merchants in nature complement and self-regulated, in line with the aspirations of a developed nation. It is expected to produce mature and ethical consumers and merchants business, and the result is a country that is economically and socially balanced.