
EXPORT OF GOODS

Part A: Receipt by resident

- Receipt of export proceeds**
1. (1) A resident shall receive the full value of export proceeds in Malaysia –
 - (a) in ringgit or foreign currency; and
 - (b) earlier than or in accordance with the payment date of the export contract which in any case shall not exceed six months from the date of export.

 - (2) Notwithstanding subparagraph (1), a resident is allowed –
 - (a) to receive less than the full value of the export proceeds due to –
 - (i) adjustments for agency commission, handling charges including freight and insurance rates and other fees related to the export;
 - (ii) administrative errors;
 - (iii) discounts;
 - (iv) loss in quantity due to pilferage;
 - (v) quality claims or partial rejection by buyers;
 - (vi) short-shipment; or
 - (vii) shut-out.

- (b) to not receive export proceeds arising from goods exported –
 - (i) under a border trade agreement entered into by the Government of Malaysia with any foreign government; or
 - (ii) which are not for sale, as follows:
 - (aa) Gift or donation;
 - (bb) personal effects;
 - (cc) business sample;
 - (dd) goods that are exported for further processing, testing, repairing, exchange or exhibition, and will be subsequently imported; or
 - (ee) goods belonging to a non-resident that are exported after an exhibition in Malaysia or upon expiry of the lease or rental period.

Part B: Payment by non-resident

Payment in ringgit

2. (1) Where the settlement for export is to be made by a non-resident in ringgit in Malaysia, the ringgit shall be sourced from –
- (a) the buying of ringgit as set out in Part B of Notice 1;
 - (b) an external account of the non-resident;
 - (c) an external account of any non-resident financial institution or appointed overseas office, on behalf of the non-resident; or
 - (d) a ringgit trade financing facility as allowed in Part B of Notice 2.
- (2) For the purpose of subparagraph (1)(c), the settlement between the non-resident financial institution or the appointed overseas office and the non-resident shall be in foreign

currency and there shall be no ringgit financing provided by the non-resident financial institution or the appointed overseas office.

Part C: Reporting requirement

Submission of report

3. (1) Where a resident's annual gross export of goods exceeds RM50 million equivalent in the preceding year, the resident shall submit a report to the Bank via www.bnm.gov.my/fxadmin on a quarterly basis for all goods exported in that quarter, within 21 days after the end of each reporting quarter in the calendar year.

(2) The report shall be submitted to the Bank whether or not there is any export of goods in that quarter.