

# MALAYSIA BUDGET 2021 PROPOSALS

This infographic highlights Malaysia Budget 2021 proposals amidst the challenges of the COVID-19 pandemic presented by Malaysia's Finance Minister, YB Tengku Datuk Sri Zafrul Abdul Aziz during the tabling of Supply Bill (2021) in Parliament on 6 November 2020. The Parliament is scheduled to vote on the proposed Budget 2021 on 25 November 2020.

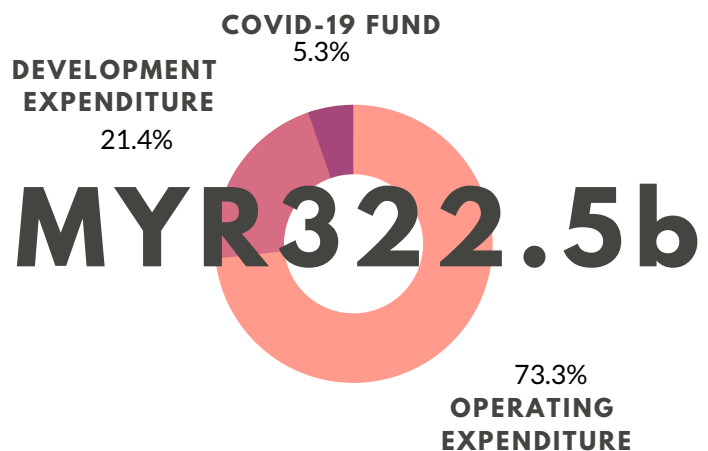
## THREE GOALS

RAKYAT'S WELLBEING

BUSINESS CONTINUITY

ECONOMIC RESILIENCE

## THE ALLOCATION



## THE BREAKDOWN

### EMPLOYER

#### Additional incentive of 20%

Hiring disabled/long-term unemployed/terminated people

#### Monthly incentive of 40%

For employees earning MYR1,500 and above

#### Special Incentive of 40%

Of monthly salary over six (6) months for sectors with high reliance on foreign workers

#### MYR7,000 Maximum Claim

High-skilled training programme for employees under *PenjanaKerjaya*

#### MYR1,000 Maximum Claim

Up to three (3) months to hire fresh graduates for apprenticeship programmes

### WORKERS

#### Special incentive of 20%

Of monthly salary over 6 months for local workers replacing foreign workers

### TARGETED WAGE SUBSIDY PROGRAMME

#### MYR600/month

Earning MYR4,000 and below for tourism and retail industry up to 500 workers

### FINANCING & GRANTS

#### Targeted Loan Repayment Assistance (TRA) for micro-enterprises with loans up to MYR150,000

- Option 1: 3-month loan moratorium
- Option 2: 50% reduction on monthly repayment for 6 months

#### MYR2b

Targeted Assistance and Rehabilitation facility introduced through loan from banking institutions to affected SMEs

#### MYR1.9b

Soft loan funds to help SMEs and micro SMEs who have difficulty in financing through *PRIHATIN* & *PENJANA*

#### MYR230m

To SMEs for working capital, upgrading of automation systems, equipment and expenditure related to the implementation of COVID-19 SOP compliance

#### MYR150m

To support automation and modernisation of SMEs, Micro SMEs and start-ups

#### MYR4.6b

To boost and empower *Bumiputera* SMEs and Micro SMEs through financing and capacity building programmes

SME & ENTREPRENEURS



EMPLOYMENT



## BANTUAN PRIHATIN RAKYAT (BPR)



### Household <MYR2,500

- Household with 1 child - **MYR1,200**
- Household with 2 or more children - **MYR1,800**

### Household MYR2,501 – MYR4,000

- Household with 1 child - **MYR800**
- Household with 2 or more children - **MYR1,200**

### Household MYR4,001 – MYR5,000

- Household with 1 child - **MYR500**
- Household with 2 or more children - **MYR750**

### Individuals (aged 21 and above)

- Earning less than MYR2,500 - **MYR350**

### MYR50 e-wallet credit

- eBelia Programme for youths aged 18 to 20

### Jaringan PRIHATIN Programme

- MYR180** telco voucher for B40 on telecommunication

### My30 Unlimited Travel Pass

- Expanded to Penang and Kuantan

### MYR5 Unlimited Travel Pass

- Students and OKU

### Loan Moratorium for B40

- Bantuan Sara Hidup/BPR recipients



## GENERAL ASSISTANCE

## COVID-19 MYR17b



**MYR475m** - Equipment and supplies for the Ministry of Health (MOH)

**MYR318m** - PPEs and hand sanitisers to MOH frontliners

**MYR150m** - National Disaster Management Agency

**MYR50m** - Laboratory equipment for university teaching hospitals

**MYR500** - One-off payment for frontliners

**MYR3b** - To obtain COVID-19 vaccine

### From 11% to 9%

For 12 months, starting January 2021

### Up to MYR500/month

From Account 1 for 12 months, starting January 2021

### Withdrawal of Account 2

To purchase life insurance and takaful protection for critical illness for self and family



## EMPLOYEES PROVIDENT FUND (EPF)

## HOME OWNERSHIP MYR1.2b



**MYR500m** - To build 14 million affordable homes (*Program Perumahan Rakyat*)

**MYR315m** - To build 3000 units of people friendly homes

**MYR125m** - Repair and maintain low and medium cost strata housing

**Extension of Rent-To-Own (RTO) Scheme extended until 2022**

Stamp duty exemption for first-home buyers **up to MYR500,000** from 2021 to end of 2025

### MYR7.4b

Build and upgrade broadband services in 2020 and 2021

### MYR1.5b Free Data

### MYR1.5b

To implement the *Jaringan PRIHATIN* Programme to subsidise cost of internet services for the B40 group

## DIGITAL CONNECTIVITY



## HEALTHCARE TAX RELIEF

- MYR1,000** – Vaccinations
- MYR8,000** – Critical illness treatments
- MYR1,000** – Full health check up
- MYR8,000** – Medical care for special needs and parents



## TAX

## INDIVIDUAL INCOME TAX RELIEF

**1% Income Tax Cut**  
Between **MYR50,001 - MYR70,000**

**Lifestyle Tax Relief**  
**MYR3,000** tax relief

**Income Tax Exemption for 2 years**  
Job loss compensation for earning **MYR10,000 to MYR20,000**

**PTPTN Net Annual Savings**  
**MYR8,000** tax relief

**Private Retirement Scheme (PRS)**  
**MYR3,000** tax relief extended until the year of assessment 2025

**Full Health Screening**  
**MYR1,000** tax relief