



PROGRAMME OUTLINE for “2 Days Training on LMW – Concepts, Procedures, Documentations & Compliance”

DAY 1

9.00am to 10.30am

- 1. Customs Objectives and Organisation Structure**
- 2. Facilities Provided Under Customs Legislation**
- 3. LMW and Special Area**

10.30am to 10.45am

Break

10.45am to 1.00pm

- 4. Legislations Applicable to LMW**
- 5. Application Procedures for LMW License**
- 6. Scope of Licensed Manufacturing Warehouse (LMW)**
 - Eligibility Criteria and Concept of LMW**
 - Legislation – Section 65 / 65A Customs Act 1967**
 - Objective of setting up LMW**
 - Definition of Export in the context of LMW**
 - Definition of Manufacture**

1.00pm to 2.00pm

Lunch Break

2.00pm to 3.30pm

7. Requirements As to Premises

- Certificate of Fitness**
- Separate Storage for Finished Goods, Raw Materials and Scrap**
- Alterations to Premises**
- Transfer of Premises**
- Layout Plans**
- Additional Premises / Branches**

8. Exemptions available under LMW

- Duty / Tax Exemptions on Raw Materials, Components and Packaging Materials**



<https://wanfahprosper.com/2-days-training-on-lmw-concepts-procedures-documentations-compliance/>

- **Duty / Tax Exemptions on Machinery, Equipment & Spare Parts**
- **Items not eligible for Duty / Tax Exemptions**

3.30pm to 3.45pm

Break

3.45pm to 5.00pm

9. Requirement of Security

- **Bank Guarantee**
- **General Bond**

10. LMW procedures and documentations

- **Movement of goods & documentations**
- **Release to domestic market and payment of duty**
- **Procedures to apply for ATIGA rate of duty on local sales**
- **Procedures related Third Party Exports**
- **Goods send for repair and returned for repair**
- **Documentation – K1, K2, K3, K9, GPB1, GPB2,GPB Am, Lampiran M1, M2, M3 and M4**

11. Subcontract / Farming Out

- **Application procedures related to subcontracting out of raw materials / components**
- **Application procedures related to accepting subcontract materials / components**
- **Documentations and Conditions**

DAY 2

9.00am to 10.30am

12. Accounting for Wastages & Scrap

- **Sale of Scrap & Wastages**
- **Sales of Machinery & Equipment**
- **Destruction of Scrap & Wastages**
- **Destruction of Machinery & Equipment**
- **Destruction Certificate**

13. Accounting for losses by fire, flood and theft

- **Losses due to Fire & Flood**
- **Losses due to Theft**
- **Loss in Transit**
- **Application for Remission of Duty**



10.30am to 10.45am

Break

10.45am to 1.00pm

14. Drop Shipments & Third Party Export

- Procedure & Documentation

15. Application of Free Trade Agreements and Certificate of Origin to LMW

16. Inspection and enforcement by Controlling Station

17. Other activities allowed in LMW Premises

- Value Added Activities
- Repairing, Servicing & Remanufacturing
- International Procurement Centre (IPC)
- Regional Distribution Centre (RDC)
- Trading Activities

1.00pm to 2.00pm

Lunch Break

2.00pm to 3.30pm

18. LMW Conditions and Consequences of Non Compliance

19. Offences and Penalties Related to LMW

20. Differences & Similarities Between LMW and MIDA Exemptions

3.30pm to 3.45pm

Break

3.45pm to 5.00pm

21. Appeal / Review Procedures

- DG Customs
- Customs Appeal Tribunal
- Minister of Finance

22. Question and Answer Session