



Insight Opportunities of 5 Key Investment Sectors

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DICA



Outline

-  **Structure of Myanmar Investment Commission (MIC)**
-  **Investment Situation in Myanmar**
-  **Brief on new Myanmar Investment Law**
-  **Highlights of new Myanmar Companies Law**



Structure of the Myanmar Investment Commission



Members of the MIC

NO.	NAME	FUNCTION	INSTITUTION	ROLE
1.	H.E. U Thaung Tun	Union Minister	Ministry of Investment and Foreign Economic Relations	Chairman
2.	H.E. Dr. Than Myint	Union Minister	Ministry of Commerce	Vice Chairman
3.	H.E. U Tun Tun Oo	Union Attorney General	Union Attorney General Office	Member
4.	U Set Aung	Deputy Minister	Ministry of Planning and Finance	Member
5.	Daw Nilar Kyaw	Minister	Yangon Regional Government	Member
6.	Dr. Aung Tun Thet	Economist		Member
7.	U Khin Maung Yee	Permanent Secretary	Ministry of Natural Resources and Environmental Conservation	Member
8.	U Toe Aung Myint	Permanent Secretary(Rtd)	Ministry of Commerce	Member
9.	U Htein Lwin	Permanent Secretary(Rtd)	Ministry of Electricity and Energy	Member
10.	U Htay Chun	Deputy Director General (Rtd)	Directorate of Investment and Company Administration	Member
11.	U Aye Lwin	Central Executive Committee Member	Republic of the Union of Myanmar Federation of Chambers of Commerce and Industry	Member
12.	U Thant Sin Lwin	Director General	Directorate of Investment and Company Administration	Secretary
13.	Daw Mya Thuza	Deputy Director General (Retired)	Directorate of Investment and Company Administration	Joint Secretary



Structure of the Myanmar Investment Commission



- MIC Functions
 - investment promotion agency;
 - investment facilitation;
 - Investment approvals;
 - advise on investment policies including promoted sectors and restricted sectors (negative list);



- DICA serves as the Secretariat of MIC.
- Registrar of Companies
- The First Contact Point of Investors
- Directorate of MIFER
- involving in regional cooperation



Investment Situation in Myanmar



Top 5 Sector of Foreign Investment of Permitted Enterprises as of (31/12/2019)

US\$ in Million

Sr. No.	Particulars	Permitted Enterprises		
		No.	Approved Amount	%
1	Oil and Gas	154	22420.572	27.00
2	Power	24	21716.707	26.15
3	Manufacturing	1215	11687.646	14.07
4	Transport & Communication	61	10908.833	13.14
5	Real Estate	60	5907.378	7.11
	FIL Total	1909	83038.498	100.00

Total - 12 Sector



Top 5 Countries of Foreign Investment of Permitted Enterprises as of (31/12/2019)

US\$ in Million

Sr. No.	Particulars	Permitted Enterprises		
		No.	Approved Amount	%
1	Singapore	318	22307.448	26.86
2	China	430	20934.616	25.21
3	Thailand	135	11341.918	13.66
4	Hong Kong	240	9156.648	11.03
5	U.K	103	4551.016	5.48
	FIL Total	1909	83038.498	100.00

Total -50 Countries



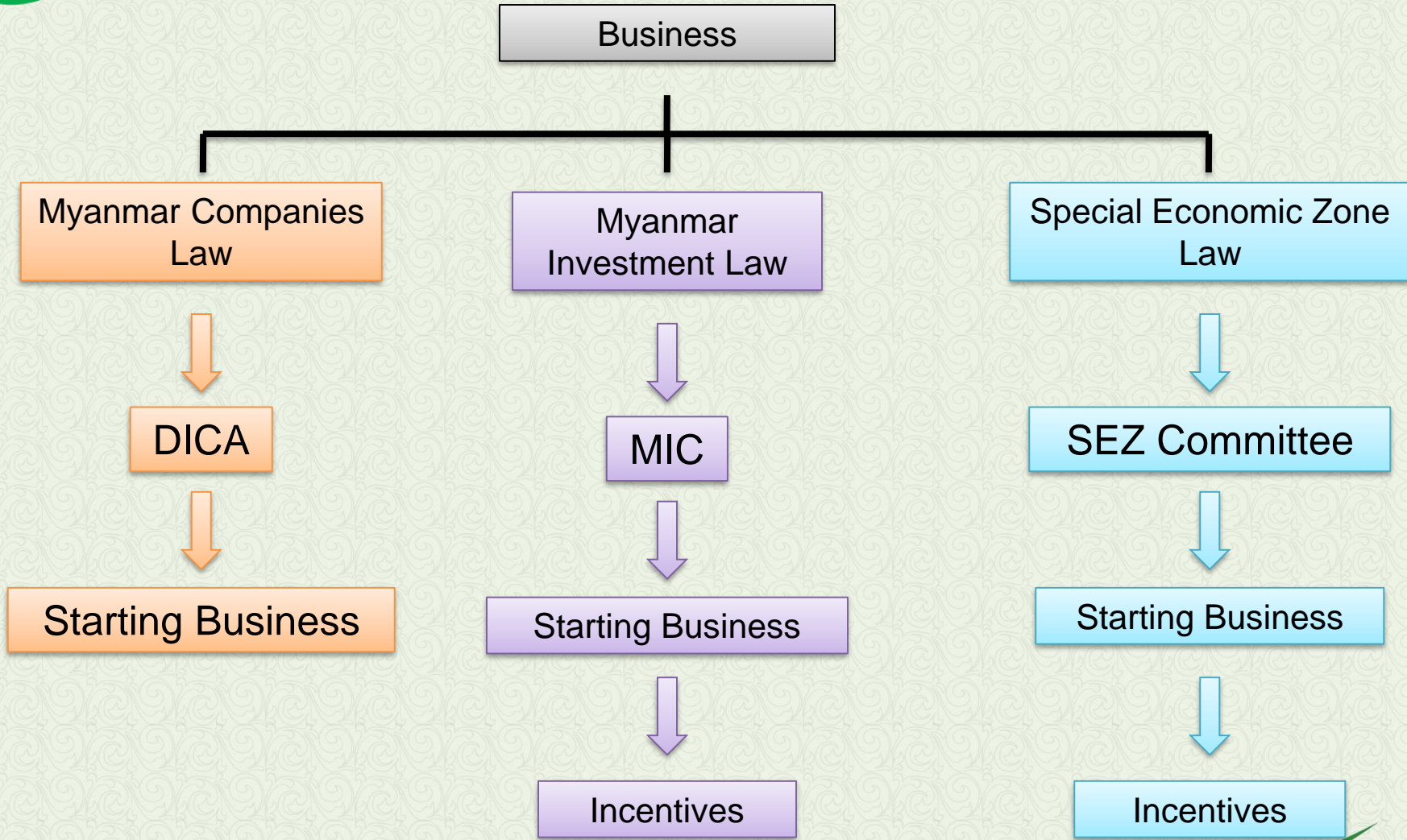
Thailand Investment in Myanmar

US\$ in Million

Foreign Investment of Existing Enterprises			
(As of November 30, 2019)			
Thailand			
Sr. No.	Particulars	No	Approved Amount
1	Agriculture Sector	3	22.684
2	Livestock & Fisheries Sector	13	276.873
3	Mining Sector	1	1.000
4	Manufacturing Sector	43	870.986
5	Transport Sector	1	24.667
6	Power Sector	1	297.000
7	Oil & Gas Sector	4	2176.400
8	Hotels and Tourism Sector	12	421.373
9	Others Sector	13	99.738
	Total	91	4190.721








Mode of Doing Business





Investments Requiring MIC Permit (S.36)

-  (a) Businesses /investment activities that are **strategic** for the Union;
-  (b) Large **capital intensive** investment projects;
-  (c) Projects which have large potential **impact on the environment and the local community**;
-  (d) Businesses/ investment activities which **used state-owned land and building**; and
-  (e) Businesses/ investment activities which are **designated by the Government** to require the submission of a proposal to the Commission.



Investment Application Process Maps



PERMIT



ENDORSEMENT



**Region &
States
Investment
Committee**

ENDORSEMENT



Step 1: Inquire information from DICA

Seek advice and request information from DICA (optional).



Step 2: Preparing the application documents

Buy the Investment permit application form 2, fill in the form and submit it to DICA.

Buy the Investment endorsement application form 4 A, fill in the form and submit it to DICA.

Buy the Investment endorsement application form 4 B, fill in the form and submit it to region/state DICA offices.



Step 3: Review by the DICA

Attend the PAT meeting and give presentation.

Review by the Investment Divisions of DICA

Review by the region/state DICA offices



Step 4: Review by the MIC/ region & state Investment Committee

Attend the MIC meeting and give presentation.

Review by the MIC, no presentation and no need to attend the meeting.

Attend the region/state Investment Committee meeting and give presentation.



Step 5: Obtaining results

Receive the decision of MIC. If accepted, pick up the MIC Permit.

Receive the decision of MIC. If accepted, pick up the MIC Endorsement.

Receive the decision of region/state Investment Committee. If accepted, pick up the region/state Investment Endorsement.

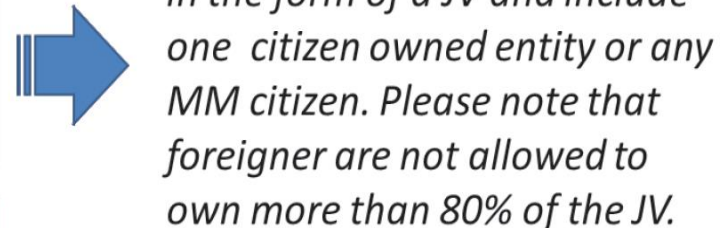
Tips to foreign investors

If you are a foreign investor, please consider additionally the following:

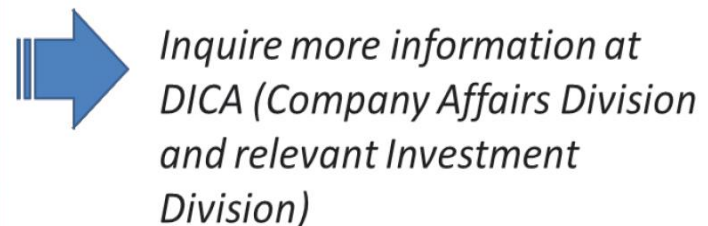
If your investment activity falls in the list of investment activity which are not allowed to foreigners (Notification 15/2017, B)



If your investment activity falls in list of investment businesses allowed only in the form of JV with any citizen owned entity or any MM citizen (Notification 15/2017, C).

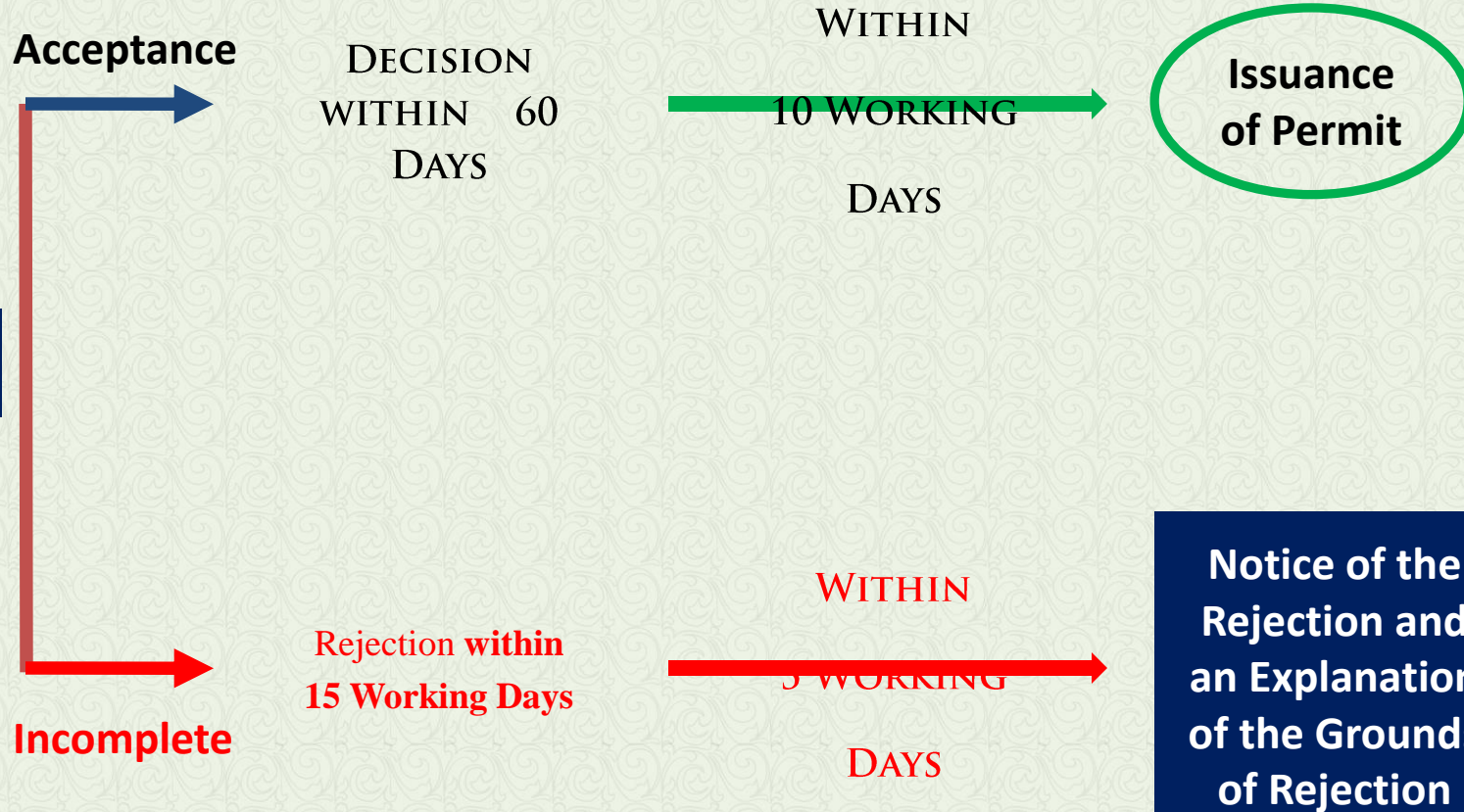


If you invest for the first time in Myanmar, and your investment need to undergo an MIC permit or endorsement process, you can implement both business registration process and MIC permit/endorsement process in parallel.



Proposal Submission and Assessment

Proposal Assessment Procedure



Proposal

Acceptance

DECISION
WITHIN 60
DAYS

WITHIN
10 WORKING
DAYS

**Issuance
of Permit**

Incomplete

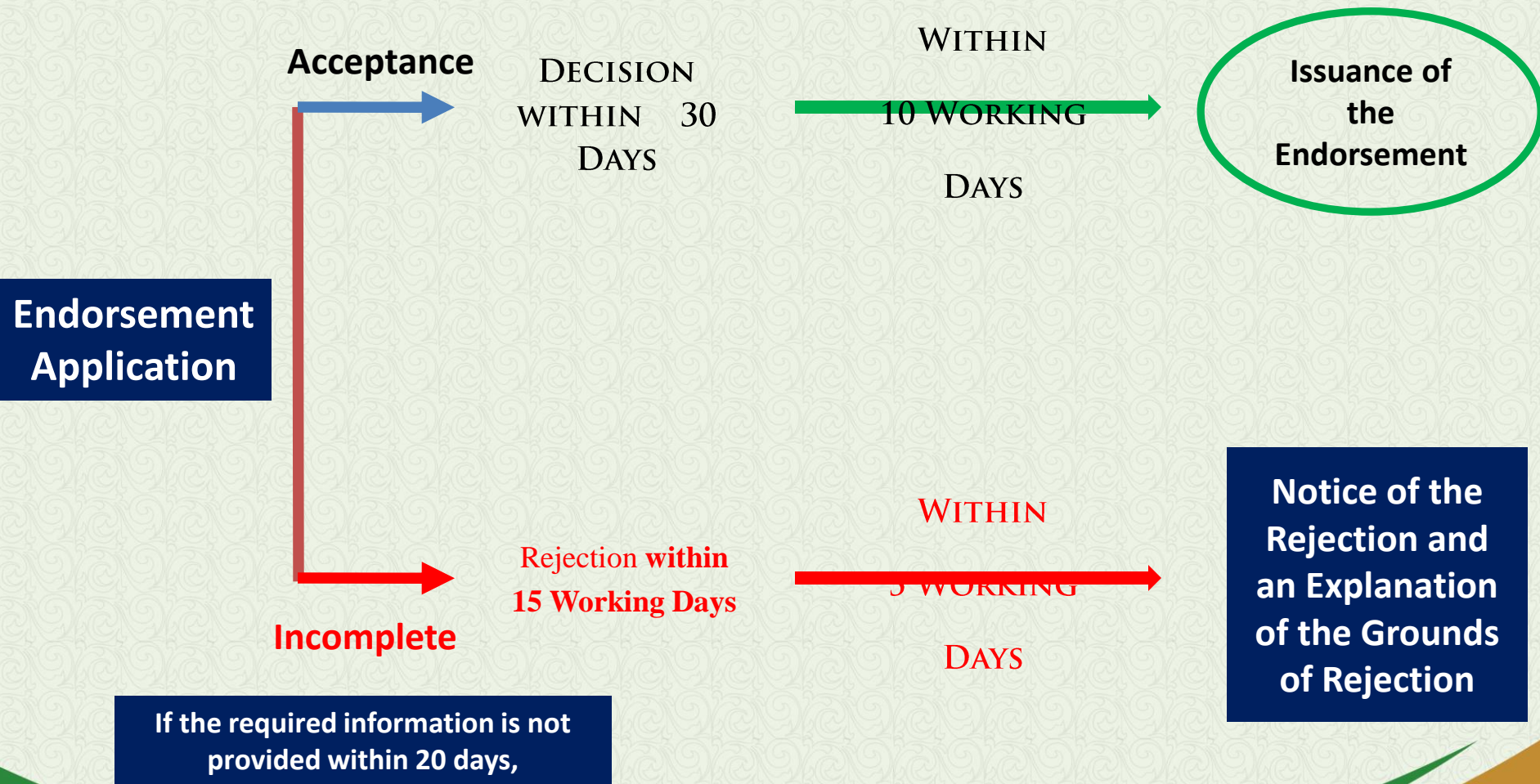
Rejection within
15 Working Days

WITHIN
5 WORKING
DAYS

**Notice of the
Rejection and
an Explanation
of the Grounds
of Rejection**

Endorsement Application and Assessment

Endorsement Application Assessment Procedure



Rights to Use Land



- From any government body or government organization
- From private land-holders

Initial 50 years

The period of
consecutive
10 years

- From any government body or government organization
- From private land-holders

- From any government body or government organization
- From private land-holders



Further
10 years






Promoted Sectors (Notification 13/2017)


Agriculture Sector

-  30 types of businesses (Cultivation of crops, paddy, vegetables, post-harvest crops activities, Modification of seeds to reproduce plants, services for storage of farm-crops etc.)
-  Forest plantation, Production of teak, rubber wood

Livestock & Fishery Sector

-  10 types of businesses (Dairy cattle farming, farming, reproduction and production of poultry, breeding & production of fresh water and marine products etc.)

Manufacturing Sector








-  92 types of businesses (manufacturing of : canned fish, palm oil, milk powder, sweetened creamer, sport items, leather baggage and hand bags, iron & steel etc.)



Promoted Sectors (Notification 13/2017)



Infrastructure Sector

-  Establishment of **industrial zones, new urban areas**
-  **City Development** Activities (5 types of businesses e.g. water supply, public transport etc.)
-  **Construction of road, bridge and railway line**(4 types of businesses such as construction of highway, railway line, flight runway etc.)
-  **Construction of seaport, river port and dry port**
-  **Management, operation and maintenance of airport**
-  **Maintenance of aircrafts**
-  **Supply of transport services** (12 types of businesses e.g. public transport by road, train cargo transport, domestic air transport for passengers
-  **Telecommunication businesses** (3 types of business: installation of fibre pipeline, telecom services etc.)



Promoted Sectors (Notification 13/2017)



Services Sector



Education Services (7 types of businesses: private schools, technology & vocational institutes, higher education, sport education, etc.)



Health Services (5 types of businesses: hospital services, medical laboratory services, manufacturing of Veterinary Medicine etc.)



Information Technology Services (2 types of businesses: Software development, Service for information and technology infrastructure)



Hotel & Tourism (3 types of businesses: eco-tourism, transport services for tourists and sight-seeing, providing services by construction of hotels and resorts)



Science research development business



Policy Framework for Digital Economy

- **Established Digital Economy Development Committee (DEDC) in June 2017 Vice President, U Henry Van Thio as Patron**
- Union Minister of Planning and Finance as Chairperson
- Deputy Ministers, Permanent Secretaries and Director Generals Ministry of Planning and Finance
 - Ministry of Transportation and Communication
 - Ministry of Education
 - Ministry of Commerce
 - Ministry of Labour, Immigration and Population
 - Myanmar Investment Commission
 - Central Bank of Myanmar
 - SME Development Committee
 - Private Sectors and Academics
- **Multi Stakeholders Participations**
- 25th Aug, 2017 – Roadmap Version 1 (Draft)
- 30th Jan, 2018 – Roadmap Version 2 (Draft)
- 20th Sept, 2018 – Roadmap Version 3 (Draft)



Designation of Development Zones (Notification 10/2017)

Zone 1: Less Developed Zone

Total: 166 townships

Income Tax Exemption

Seven
Years

Zone 2: Moderate Developed Zone

Total: 122 townships

Income Tax Exemption

Five
Years

Zone 3: Developed Regions

Total: 46 townships

Income Tax Exemption

Three
Years



How to Register a New Company in Myanmar



Myanmar Companies Law

(Launched at 1st August 2018)



MyCo →

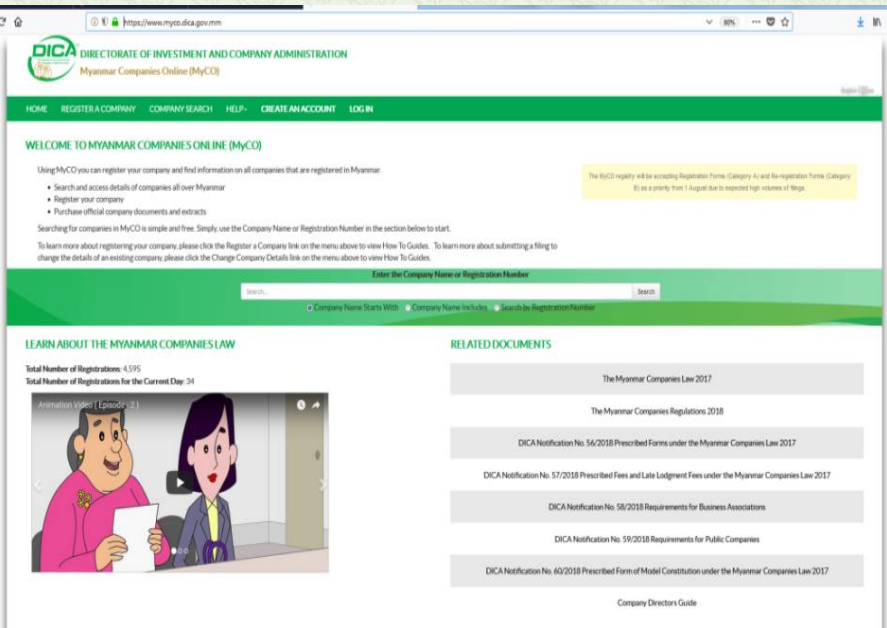
Myanmar Companies Online Registration.



<https://www.myco.dica.gov.mm/>



Foreign Share Ratio up to 35% → Local Company





Thank You.

Cooperator of Business Community,

Developer of National Economy

DICA

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