





# UPDATES ON IMPORT MECHANISM FOR IRON AND STEEL PRODUCTS

### INTRODUCTION

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### INTRODUCTION

### Under the IMP3 (2006-2020):

 Implementation of Mandatory Standards on selected steel products

### INTRODUCTION

### **OBJECTIVE OF MANDATORY STANDARDS**

- To ensure only products of acceptable quality are imported or locally produced;
- To protect the interests of local industries, consumers and environment; and
- Safeguard product quality, safety, technical standards to meet health, safety and environment requirements.
- To improve the image of the industry and the nation

### IMPLEMENTATION OF MANDATORY STANDARDS

- 19<sup>th</sup> June 2003 4 Tariff Lines on Wire
- 15<sup>th</sup> Nov 2008 57 Tariff lines
- 1st August 2009 627 Tariff lines
- Review of 627 tariff lines, to include only critical tariff lines for the first phase of implementation
- Review was carried out after series of consultation with industries, MITI, SIRIM, CIDB and Customs
- 13<sup>th</sup> October 2009 New Implementation Covers only 187 tariff lines.
- 1st Nov 2011 additional 6 tariff lines for aluminium

## IMPLEMENTATION OF MANDATORY STANDARDS

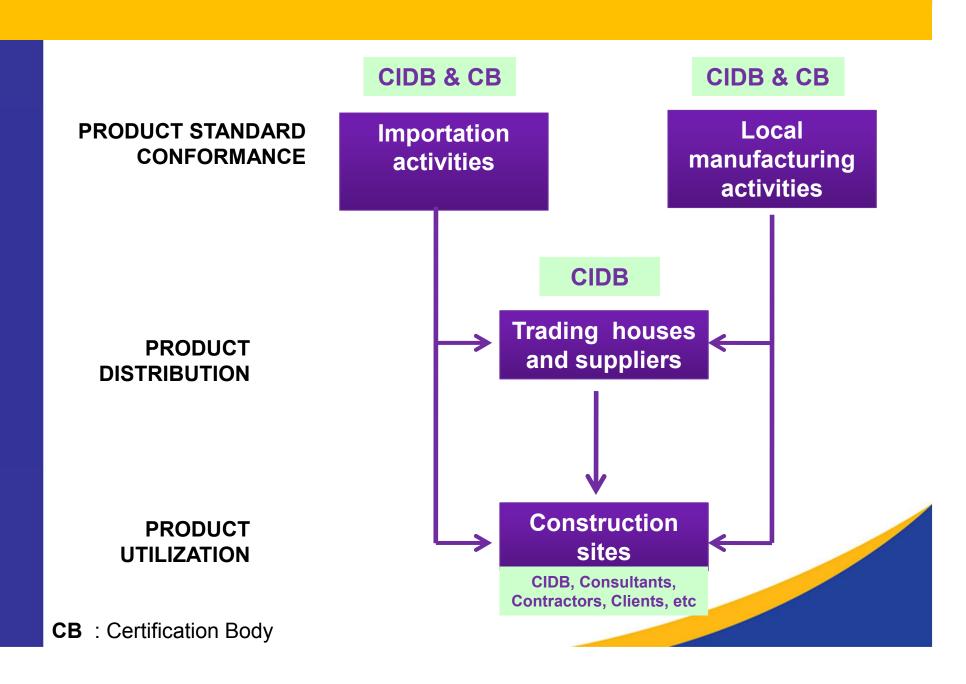
- Importation enforcement under Customs Order (Import Prohibition).
- Importation must acquired CERTIFICATE OF APPROVAL (COA) issued based on testing and verification for standard compliances.
- Enforcement agencies/Issuance bodies:
  - CIDB for construction products; and
  - SIRIM QAS Intl. for non-construction & manufacturing products.

# IMPLEMENTATION OF MANDATORY STANDARDS

### CIDB Act 520 (AMENDMENT 2011) : Enforce mandatory standards on imported and local materials for usage in construction sector:

- Section 33C (1): The Lembaga shall, in the manner determined by the Lembaga, certify the construction materials used in the construction industry and specified in the Fourth Schedule in accordance with the standard specified in the schedule
- Section 33D(1): A person shall not deal or undertake to deal. Whether directly
  or indirectly with the construction materials specified in the Fourth Schedule
  unless the construction materials have been certified by CIDB
- Section 33D(2): Any person who deal or undertake to deal with the construction materials specified in the Fourth Schedule without the certification of the Lembaga shall be guilty of an offence and shall, on conviction, be liable to a fine of not less than RM 10,000 but not more than RM500,000

## QUALITY CONFORMANCE CONTROL & ENFORCEMENT MECHANISM ON CONSTRUCTION PRODUCTS



### IMPLEMENTATION OF MANDATORYSTANDARDS

### LIST OF CONSTRUCTION MATERIALS & PRODUCTS TO BE ENFORCED (1<sup>ST</sup> PHASE) : SCHEDULE 4, ACT 520

#### **LISTED (17 CATEGORIES)**

- Sanitary Wares (Ceramic)
- Ceramic Tiles
- Steel Frame Scaffoldings
- Vitrified Clay Pipes & Fitting and Pipe Joints for drains and sewers
- Cold Reduced Mild Steel Wires for Reinforcement of Concrete
- Portland Cement
- Hydraulic Cement
- Hot Rolled Steel Bars for Reinforcement of Concrete
- Prefabricated Timber roof truss system
- Hot Rolled Non Alloy structural steel section
- Precast Concrete Piles for Foundation
- Steel Wire Ropes for Lift
- Iron & Steel Products
- Insulation Materials
- Float Glass
- MS 1064:2001 guide to MC in building

### **IMPLEMENTATION OF MANDATORYSTANDARDS**

### To be Listed

- Clear Float Glass
- Tinted Float Glass
- Reflective Glass
- Wired Glass
- Radiant Barrier
- Fibre Cement Flat Sheet

### **IMPLEMENTATION OF MANDATORYSTANDARDS**

NO	CONSTRUCTION MATERIALS & PRODUCTS	MALAYSIAN STD (MS)
2	Ceramic product  * Ceramic Tiles  * Clay Pipes and Pipe Fittings  Sanitary Wares ( Ceramic & Plastic)	MS ISO 13006 MS 1061, PART 1:1999 MS 147/ MS 1522/ MS 795
3	Iron and Steel Product  * Wire rods and steel bars  * steel welded fabric  * steel frame scaffoldings  * wire rope for lifts  * angle, shape and sections	MS 144, MS 146 MS 145 MS 1462 MS ISO 4344 MS 1490, MS 1491
4	Cement	MS 522, MS 888, MS1037, MS 1227, MS 1389, MS 1389, MS 1520, MS 1388, MS 794
5	Insulation Material	MS 1020:2010
6	Float Glass	MS 1135
7	Aluminum	MS 2040: 2007 MS 1848 : 2005

### IMPLEMENTATION OF MANDATORY STANDARD

### CIDB's IMPLEMENTATION CONCEPT (Construction Materials)

ENFORCEMENT OF QUALITY
COMFORMANCE FOR MATERIALS
(LOCAL & IMPORTED)

#### **ENFORCED**

Listed in Schedule 4 (Act 520)

VOLUNTARY Not listed in Schedule 4 (Act 520)

### IMPORTED MATERIAL

Consignment verification at point of entry for CoA

Sampling, lab testing & factory inspection overseas.

Inspection & verification of overseas lab for Product Certification (PC).

CoA exemption processing.

#### **LOCAL MATERIAL**

Inspection, verification of quality and factory / product registration.

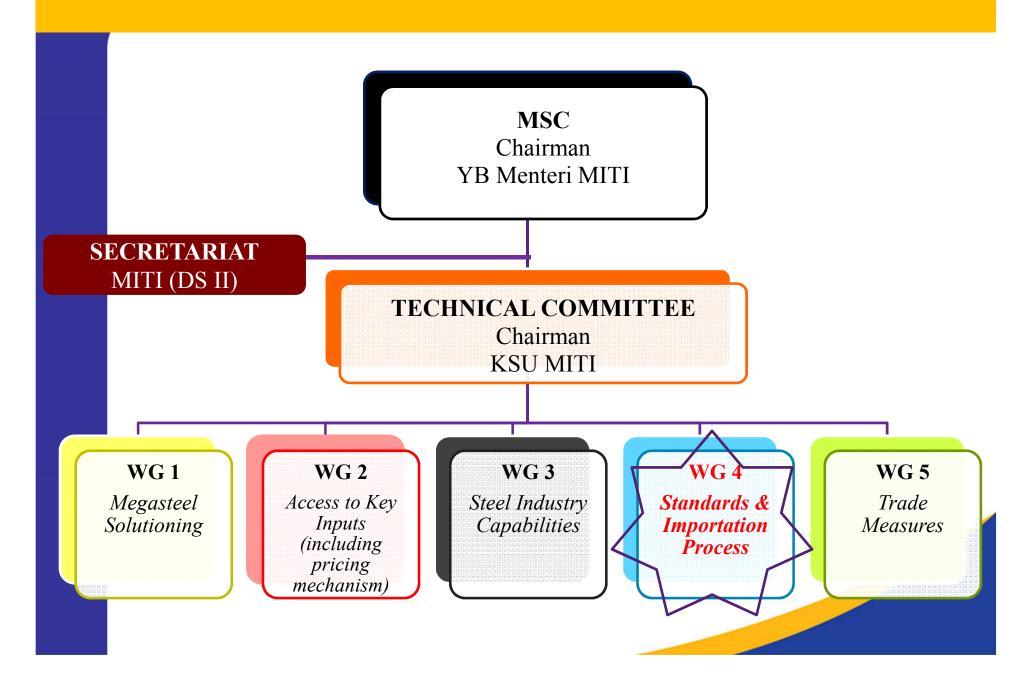
### IMPORTED MATERIAL

Inspection, verification of quality and factory / product registration – voluntary basis.

#### **LOCAL MATERIAL**

Inspection, verification of quality and factory / product registration – voluntary basis.

- Boston Consulting Group (BCG) undertaken comprehensive study on the competitiveness of the local steel industry as well as to make recommendations to the ministry to develop an up to date plan for the future.
- Recommended government to focus on the enhancement of overall industry capabilities via the formation of Malaysian Steel Council



### > ENHANCING THE COA PROCEDURES

The WG4 committee agreed

- 1. SQAS TO ABOLISH TEMPORARY COA (Normal Consignment with Special Condition)
- 2. SQAS/CIDB SHALL STREAMLINE THE IMPORTATION PROCESS
- 3. CARRY FULL TYPE TESTS
- 4. REVIEW TARIFF LINES FOR CONSTRUCTION AND NON CONSTRUCTION PRODUCTS

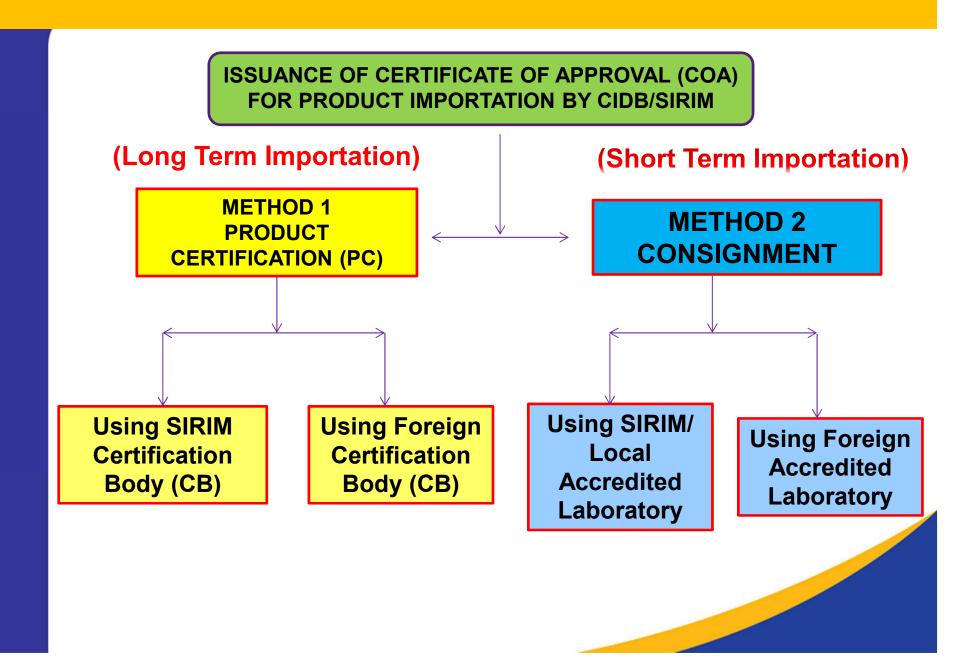
# 1. SQAS TO ABOLISH TEMPORARY COA (Normal Consignment with Special Condition)

### MITI PRESS RELEASE 22ND JANUARY 2012

Dato Sri Mustapa said that Government approach will be to focus in the enforcement of mandatory standards to prevent below par products from entering market..

30 days from 22<sup>nd</sup> January 2013 the Government will cease the issuance of the Temporary COA and companies currently utilising TCOA may be considered for fast track clearance for a period of six (6) months..

# 2. SQAS/CIDB SHALL STREAMLINE THE IMPORTATION PROCESS



### APPOINT TESTING LAB SIRIM / LOCAL ACCREDITED LAB

**SUBMIT APPLICATION** 

•

ARRANGE TO COLLECT SAMPLE AT COUNTRY OF ORIGIN/PORT ISO 17025 & SCOPE OF ACCREDITATION

SUBMIT ACCREDITATION CERT

•

CONDUCT FULL TYPE TEST AND ISSUE REPORT

FTTR VALID 3-6 MONTHS



SHIPMENT ARRIVED AT PORT OF ENTRY



CONSIGNMENT VERIFICATION
AT PORT OF ENTRY



**ISSUE COA** 

3 WORKING DAYS

### APPOINT TESTING FOREIGN LAB (APLAC/ILAC MRA)

**SELECT ACCR LAB & CONFIRM** 

SUBMIT ACCREDITATION
CERT ISO 17025 & SCOPE OF
ACCREDITATION

ARRANGE TO COLLECT SAMPLE AT COUNTRY OF ORIGIN SIRIM/CIDB/TPIB



CONDUCT FULL TYPE TEST AND ISSUE REPORT



SUBMIT ORIGINAL REPORT TO SIRIM/CIDB



CONSIGNMENT VERIFICATION AT PORT OF ENTRY



3 WORKING DAYS

CONFIRMATORY/CRITICAL TEST (IF BY TPIB)



**ISSUE COA** 

### **APPOINT CERTIFICATION BODY (SIRIM)**

SUBMIT APPLICATION FOR PC



CONDUCT ASSESSMENT AND SAMPLING BY PC AUDITOR



CONDUCT FULL TYPE TEST FOR PC



**ISSUE PC LICENCE** 



CONSIGNMENT VERIFICATION AT PORT OF ENTRY



**ISSUE COA** 

3 WORKING DAYS

## APPOINT FOREIGN CERTIFICATION BODY (IAF/PAC MLA)

SELECT FOREIGN CB & CONFIRM

•

CONDUCT ASSESSMENT AND SAMPLING BY FOREIGN CB

FOREIGN CB SHALL BE ACCREDITED TO ISO GUIDE 65 TYPE 5 CERTIFICATION

PC LICENCE VALID FOR 1
YEAR

•

FOREIGN CB ISSUE PC LICENCE



ARRANGE FACTORY VISIT FOR SIRIM/CIDB (1 TIME ONLY)



SUBMIT PC LICENCE

3 WORKING DAYS

CONSIGNMENT VERIFICATION AT PORT OF ENTRY



**ISSUE COA** 

### OTHER METHODS OF IMPORTATION

## CONSIGNMENT OF PATENTED MATERIALS

#### **DOCUMENTS REQUIRED:**

- BILL OF LADING/ AIRWAY BILL
- PACKING LIST

- INVOICE

- MILL CERTIFICATE

- FULL TYPE TEST REPORT BY SIRIM

(VALIDITY 1 YEAR)

- AGREEMENT BETWEEN PURCHASER &

**MANUFACTURERS** 

- TECHNICAL SPECIFICATION

- SAMPLE SHALL BE SELECTED BY SIRIM
/3RD PARTY INSPECTION BODY

### OTHER METHODS OF IMPORTATION

METHOD 4 - CONSIGNMENT FOR LOCAL SALES
(FROM BONDED
WAREHOUSE/FCZ/FIZ)
- WITH MASTER COA

### OTHER METHODS OF IMPORTATION

### METHOD 5 - CONSIGNMENT WITH COA EXEMPTION NO FULL TYPE TEST REPORT REQUIRED

**OIL & GAS SECTOR: EXEMPTION BY CIDB** 

### **IMPORTANT NOTES**

IMPORTERS SHALL ENSURE GOODS FULLY READY PRODUCE FOR INSPECTION AND SAMPLING

IMPORTERS SHALL BE RESPONSIBLE FOR SAMPLE CUTTING

CUTTING SAMPLES SHALL BE WITNESSED BY SQAS/CIDB

SAMPLING FOR COILS SHALL BE DONE AT FACTORY-DIMENSION

IMPORTERS/REP SHALL ASSIST DURING DIMENSIONING TEST

# 3. CARRY FULL TYPE TESTS ON MATERIALS/PRODUCTS

### **FULL TYPE TESTS**

### **MECHANICAL TEST**

### **Tensile Testing**

Involves straining a test piece in tension, generally to fracture for the purpose of determining mechanical properties.

- Tensile
- Shear Strength
- Pull Out Test
- Slip Test
- Fatigue Test
- Compression







### **MECHANICAL TEST**



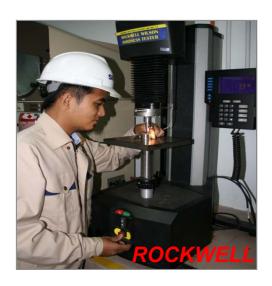
Load range divide into two:

- Micro = 1 to 1000 grams
- Macro = above 1000 grams

### **Hardness Testing**

**Hardness** is the resistance to plastic deformation.

**Determined** by the ability of a material to scratch another, diamond being the hardest and talc the softer.



- Major loads for the Standard Rockwell test are 60, 100, and 150 kg
- HRA, HRB and HRC
- According to ASTM E 18/ ASTM A 370



Load: Up to 3000 kg

Ball Indentor: 5 & 10 mm

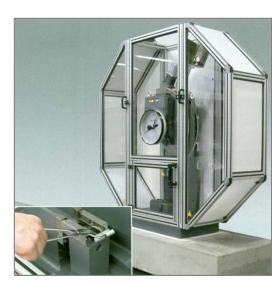
### **MECHANICAL TEST**

### **Charpy Impact Testing**



**CHARPY TEST SPECIMEN** 





### **Capacity:**

- Up to 300 J
- In House specimen preparation
- According to BS 131 / ASTM A 370 / BS EN 10045-1/ AS 1544.2

### **CHEMICAL COMPOSITION**





WAVELENGTH DISPERSIVE X-RAY FLUORESCENCE SPECTROMETER





PORTABLE XRF (ALPHA)

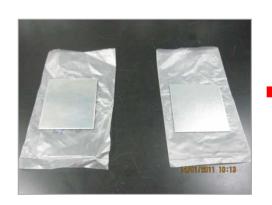


PORTABLE XRF (DELTA)

### **Elements analyzed:**

- Carbon, Silicon, Manganese, Phosphorus, Sulphur, Nickel, Chromium
- Total Elements : 32 Elements

### **COATING MASS TEST**







**WEIGHTING TEST SAMPLE** 



**EXTRACT COATING MATERIAL** 



WEIGHTING TEST SAMPLE AFTER EXTRACTION OF COATING MATERIAL



COATING MATERIAL EXTRACTED



### **TYPICAL PRODUCT (cont.) & TEST**





**WIRE ROPE** 



**MANHOLE COVER & FRAME** 



BREAKING LOAD TEST OF WIRE ROPE



**PC STRAND** 



**BREAKING LOAD TEST** 



**LOAD TEST** 

### **DIMENSIONING ON SHEET COIL**





### **OTHER TESTS**

- HYDROSTATIC
- EDDY CURRENT
- BONDING STRENGTH
- FATIGUE
- GEOMETRICAL PROPERTIES
- DUCTILITY
- ISOTHERMAL RELAXATION
- FLATTENING/BEND
- GRAIN SIZE
- DEPTH OF CARBURIZATION
- PRESSURE TEST
- TORSION
- FLARING

http://www.standardsmalaysia.gov.my

https://www.ilac.org/members\_contact\_details.html

# 4. REVIEW TARIFF LINES FOR CONSTRUCTION AND NON CONSTRUCTION PRODUCTS

### IRON & STEEL AND ALUMINIUM PRODUCTS

NO.	HS CO	DDE 2	2012	PRODUCT DESCRIPTION	COA ISSUANCE ORGANIZATION
7207 Semi-finished products of iron or non-alloy steel					
				- Containing by weight less than 0.25% of carbon:	
1	7207	11	000	Of rectangular (including square) cross-section, the width measuring less than twice the thickness:	SIRIM
2	7207	19	000	Other	SIRIM
	7207	20		- Containing by weight 0.25% or more of carbon:	
3	7207	20	200	Containing by weight less than 0.6 % of carbon	SIRIM
4	7207	20	900	Other	SIRIM
7208 Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more hot-rolled, not clad, plated or coated		0 mm or more,			
5	7208	10	000	- In coils, not further worked than hot-rolled, with patterns in relief	SIRIM
				- Other, in coils, not further worked than hot-rolled, pickled:	
6	7208	25	000	Of a thickness of 4.75 mm or more	SIRIM
7	7208	26	000	Of a thickness of 3 mm or more but less than 4.75 mm	SIRIM
8	7208	27	000	Of a thickness of less than 3 mm	SIRIM
- Other, in coils, not further worked than hot-rolled:					
9	7208	36	000	Of a thickness exceeding 10 mm	SIRIM
10	7208	37	000	Of a thickness of 4.75 mm or more but not exceeding 10 mm	SIRIM
11	7208	38	000	Of a thickness of 3mm or more but less than 4.75 mm	SIRIM
	7208	39		Of a thickness of less than 3 mm:	
12	7208	39	200	Containing by weight less than 0.6% of carbon	SIRIM
13	7208	39	900	Other	SIRIM
14	7208	40	000	- Not in coils, not further worked than hot-rolled, with patterns in relief	SIRIM
			-	- Other, not in coils, not further worked than hot-rolled:	
15	7208	51	000	Of a thickness exceeding 10 mm	SIRIM/CIDB
16	7208	52	000	Of a thickness of 4.75 mm or more but not exceeding 10	SIRIM/CIDB

### **CONTACTS**

SIRIM Shah Alam		
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### SIRIM Shah Alam (Enquiry & Quotation)

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	03 - 5544 5032 03 - 5544 5182 03 - 5544 5031 03 - 5544 5183 03 - 5544 5186

# SIRIM Shah Alam (Schedule for Verification & Inspection)

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### SIRIM Shah Alam (Verification & Inspection)

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	SIRIM Sabah
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P.I.C	En. Bonaventure @ Hamzah Abie En. Andy Azman Lantara

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P.I.C	Puan Rohana Abd. Manan En Zulkefli Ismail

### **CONCLUSION**

# THE IMPLEMENTATION OF THE MEASURES WILL FURTHER ENHANCE THE INDUSTRY'S COMPETITIVENESS AND HELP BUILD ITS CAPACITY TO FACE CHALLENGES



### **THANK YOU**