

June Industrial Production Index up 6.5% year-on-year

KUALA LUMPUR: The Industrial Production Index (IPI) rose by 6.5% year-on-year (y-o-y) in June 2026, continuing the positive momentum across all sectors, said the Department of Statistics, Malaysia (DoSM).

It said the manufacturing sector continued to drive output growth, recording an expansion of 7.3% and followed by 6.7% increase in the electricity sector compared with 4.8% registered in the prior month.

The mining production grew by 3.1%, moderating significantly from 19.8% in May 2026.

On a month-on-month (m-o-m) basis, the IPI increased by 5.5% from 1.4% recorded in May 2026.

Export-oriented industries remained the

key driver of manufacturing production in June 2026, recording a growth of 7.6%. This increase was predominantly observed in the manufacture of computer, electronics and optical products which sustained double-digit growth of 14.9%.

DoSM said the manufacture of coke and refined petroleum products also recorded positive growth of 2.9%.

The y-o-y expansion of export-oriented industries mirrored the growth in the country's export of manufactured goods during this month.

On a m-o-m comparison, the export-oriented industries were up by 10.7% compared with 5.7% growth in May 2026.

Meanwhile, the domestic-oriented industries expanded by 6.4% in June 2026

following an increased of 2.0% in May 2026.

The expansion was mainly supported by the robust momentum in the manufacture of motor vehicles, trailers and semi-trailers; and the manufacture of basic metals which registered an increases of 12.6% and 8.2% respectively.

DoSM noted that the mining sector witnessed a moderate growth of 3.1% in June 2026 due to the increase in natural gas output by 7.4%. It added that crude oil and condensate production decreased 3.3% y-o-y in June 2026, while the generation of electricity went up by 6.7%.

On a m-o-m basis, the electricity index contracted by 2.9% versus 1.8% in May 2026. – Bernama