

> The Republic of the Union of Myanmar Myanmar Investment Commission Notification no. 26/2016 13<sup>th</sup> Waxing of Ta-paung, 1377 (21 March 2016)

### Amended classification of types of economic activities

 In exercising the power conferred under sub-section (b), section 56 of the Foreign Investment Law, the Republic of the Union of Myanmar, Myanmar Investment Commission, with the approval of the Union Government, announces - out of the related economic activities contained in chapter 2 of the Foreign Investment Law - the list of the types of prohibited economic activities, the list of the types of economic activities that may be done in a joint venture with Myanmar citizens and the list of the types of economic activities allowed under specifically stipulated conditions -

No.	Type of economic activity
1	Manufacturing of, and related services with regard to, arms and ammunition
	for the national defense;
2	Activities which destroy mangrove forests, religious conservation areas,
	places for ritual worshipping, pasturelands, farms and fields, or water
	resources
3	Management and conservation of natural forests;
4	Prospecting, exploration and production of jade/gem stones;
5	Mid-scale and small scale production of minerals;
6	Administration of electric power systems;
7	Inspection work related to electric power;
8	Air navigation services;
9	Excavation of minerals including gold in rivers and water ways;
10	Navigation services;
11	Combining print media and broadcasting media without the approval of the

### List of prohibited economic activities



10	Union Government;
12	All printing and publishing business related to periodical magazines and
	journals in national ethnical language including the Myanmar language.

## List of economic activities permitted in a joint venture with citizens

No.	Type of Economic Activities
1	Manufacturing and domestic distribution of biscuits, wafers, various kinds of noodles,
	vermicelli, thin wheat noodles, and other cereal products
2	Manufacturing and domestic distribution of various kinds of sweet snacks including candy,
	cocoa and chocolate
3	Manufacturing, canning and domestic distribution of foodstuffs except milk and dairy
	products
4	Manufacturing and distribution of beverages produced from barley and barley fermentation
5	Producing, refining, bottling and distributing alcohol and non-beverages
6	Manufacturing and distributing ice made with purified water
7	Purified water business
8	Manufacturing and distributing various kinds of ropes
9	Manufacturing and domestic distribution of various kinds of goods such as enamel
	products, containers, spoons, knives and forks
10	Manufacturing and domestic distribution of various kinds of plastic products
11	Packaging business
12	Manufacturing and domestic distribution of raw hides, various kinds of leather, leather
	products including shoes and handbags except synthetic leather
13	Manufacturing and distributing various kinds of paper including smoked paper [i.e. paper
	exposed to smoke so that it burns less easily, e.g. used for paper balloons], wax paper, toilet
	paper, and manufacturing of pulp [for papermaking] and paper-based materials
14	Manufacturing and distributing chemical products based on domestic resources (excluding
	oil and natural gas, petroleum products)
15	Manufacturing and distributing flammable solids, liquids, gases and aerosols (acetylene,
	gasoline, propane, hair sprays, perfume, deodorant, insect spray), excluding oil and natural
10	gas and petroleum products
16	Manufacturing and distributing oxidizing agents (oxygen, hydrogen peroxide), compressed
17	gases (acetone, argon, hydrogen, nitrogen, acetylene)
17	Manufacturing and distributing caustic chemical products (sulphuric acid, nitric acid)



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18	Manufacturing and distributing various kinds of industrial chemical gases (gases, liquids,
	solids)
19	Pharmaceutical raw material production business
20	Mid-scale and small-scale production of electricity
21	Establishing international golf clubs and resorts
22	Business of establishing, selling and leasing residential buildings and condominiums
23	Constructing and selling office and business buildings
24	Establishing and selling residential buildings within an industrial zone
25	Establishing and constructing low-cost housing
26	Domestic air transport service
27	International air transport service

## List of economic activities permitted under specific conditions

## (a) List of economic activities permitted in a joint venture with citizens and a recommendation from the relevant ministry

]	No.	Type of economic activities	
	(1) (2)		
1.		To acquire the opinion and the remarks of the Ministry of	
		Livestock, Fisheries and Rural Development	
	1.	Production of bees and bee products	
	2.	Manufacturing of fishing nets	
	3.	Construction of jetties for off-loading fish and markets for fish auctions	
	4.	Research work relating to live stock and fisheries	
	5.	Marine fisheries business	
	6.	Production of preserved fishery products	
	7.	Importing, exporting, cultivation of animals and fish species	
	8.	Cultivation of fresh water or marine fish and prawns	
2.		To acquire the opinion and the remarks of the Ministry of	
		Environmental Conservation and Forestry	
	1.	National parks	
	2.	Business activities relating to the reduction of carbon emission	



	3.	Extraction (logging) in reserved forests (reserved forest, protected	
		public forest)	
	4.	Business of distributing, selling and reproducing imported	
		genetically modified organisms	
	5.	High technology research for the forestry sector and commercial	
		business activities such as the production and maintenance of good	
		quality, valuable or scarce species and tree tissue cultures	
	6.	Development of high technology, research and human resources in	
		the forestry sector	
	7.	Extraction of natural resources in forest land and forest-covered land	
		under the administration of the government	
	8.	Production of plants or wildlife animals for business, marketing and	
		distribution within the country or abroad after importing and	
		breeding them	
3.		To acquire the opinion and the remarks of the Ministry of	
	1	Industry	
	1.	Manufacturing and marketing of beverages, aerated water and other soft drinks	
	2.	Production of monosodium glutamate (MSG)	
	2. 3.	Manufacturing of pharmaceuticals used in medical treatment,	
	5.	blended with any kind of controlled chemicals	
		blended with any kind of controlled chemicals	
4.		To acquire the opinion and the remarks of the Ministry of	
		Transport	
	1.	Transport services for passengers and goods by water vessels	
	2.	Establishing and opening nautical institutes and training schools	
	3.	Dockyard services	
	4.	Inland water transport and related services on lands owned by the	
		Inland Water Transport Department	
5.		To acquire the opinion and the remarks of the Ministry of	
5.		Communications and Information Technology	
	1.	Domestic and international postal services	
	1.	Domestie and international postal services	



6.		To acquire the opinion and the remarks of the Ministry of		
		Health		
	1.	Private hospital business		
	2.	Private clinic business		
	3.	Private diagnostic services		
	4.	Private pharmaceutical and medical equipment production		
	5.	Research on producing vaccines, and testing samples		
	6.	Opening private universities of medicine and universities and		
		training schools related to medical education		
	7.	Trading of raw materials for traditional medicine		
	8.	Cultivation and production of traditional herbs		
	9.	Research and laboratory analyses concerning traditional medicine		
	10.	Manufacturing of traditional medicine		
	11.	Traditional hospital business		
7.		To acquire the opinion and the remarks of the Ministry of		
		Information		
	1.	Publishing of periodical newspapers in a foreign language		
	2.	Broadcasting of FM radio programs		
	3.	Direct To Home (DTH)		
	4.	DVB-T2		
	5.	Cable TV		
	6.	Production of movies		
	7.	Showing of movies		

# (b) List of economic activities that are only allowed in a joint venture and subject to other restrictions

No.		Type of economic activity	Restriction
(1	l)	(2)	(3)
	1.	Importing/exporting, transporting, storing and marketing of petroleum, natural gas and other	Allowed in a joint venture with the Ministry of Energy



	petroleum products; construction, installation and provision of storage tanks, jetties for loading/off-loading oil, pipelines and related equipment and buildings required in order to carry out the above businesses	
2.	Import, manufacturing and erection of machinery, equipment and spare parts required in order to carry out exploration and testing of petroleum and natural gas by geological, geophysical or geochemical methods, and related businesses	Allowed in a joint venture with the Ministry of Energy
3.	Import, manufacturing and erection of machinery, equipment and spare parts required in order to carry out drilling/ production/laboratory analyses of petroleum and natural gas, and related businesses	Allowed in a joint venture with the Ministry of Energy
4.	Import, manufacturing and erection of machinery, equipment and spare parts required in order to transport petroleum and natural gas or to construct pipeline networks, and related	Allowed in a joint venture with the Ministry of Energy



	businesses	
5.	Import, manufacturing and erection of machinery, equipment and spare parts required in order to construct, manufacture or install all kinds of offshore platforms	Allowed in a joint venture with the Ministry of Energy
6.	Construction and installation of all kinds of new petrochemical factories, renovating old factories by investment and carrying out the functions <i>[of the factories]</i>	Allowed in a joint venture with the Ministry of Energy
7.	Manufacturing of cigarettes	At least 50% of the tobacco used must be local tobacco in the first 3 years or, alternatively, at least 50% of the raw materials must be purchased from proceeds of the export of local tobacco. 90% of the products must be exported. In the investment proposal, a table of the plan to use local raw materials and a table of the plan to export products must be submitted. The opinion and the remarks of the Ministry of Industry must be acquired.
8.	Production and distribution of explosive chemicals (TNT, nitro-glycerin, ammonium nitrite)	Allowed in a joint venture with the government



9.	Production and distribution of auto-inflammable liquids and solids (titanium powder), chemicals which release heat by themselves (potassium sulfide), chemicals which de- ionize easily due to heat, and things which are inflammable and release gas when getting in contact with water (calcium phosphide)	Allowed in a joint venture with the government
10.	Domestic distribution and export of crop products after importing and cultivating the required input crops	The production of value-added goods shall be allowed. Foreign share participation shall be allowed up to 49% only. Domestic trade and export shall be allowed based on the production of the joint venture company. Any export of paddy through sea trade or border trade shall not be allowed.
11.	E-lottery business	To acquire the opinion and the remarks of the Ministry of Finance. Allowed in a joint venture with the government.
12.	Reclaiming and establishing new satellite towns	To acquire the opinion and the remarks of the Ministry of Construction. Allowed in a joint venture with the government.
13.	Urban rehabilitation and	To acquire the opinion and the



	development	remarks of the Ministry of Construction.
		Allowed in a joint venture with the government.
14.	New construction of railways/ stations/buildings	Allowed only in a joint venture or BOT scheme with Myanma Railways To acquire the opinion and remarks of the Ministry of Rail Transportation. To acquire the approval of the Union Government.
15.	Operation and maintenance of trains	Allowed in a joint venture or through a BOT scheme or through a lease with the relevant department. To acquire the opinion and remarks of the Ministry of Rail Transportation.
16.	Construction, production and maintenance of railway engines/passenger coaches/carriage, wagons and engine spare parts	Allowed in a joint venture or through a BOT scheme or through a lease with the relevant department. To acquire the opinion and remarks of the Ministry of Rail Transportation.
17.	Setting up of fibre- optic cables, construction of tower pillars and construction of engine rooms on land owned by the Ministry of Rail Transportation	Allowed in a joint venture or through a BOT scheme or through a lease with the relevant department. To acquire the opinion and remarks of the Ministry of Rail Transportation.



18.	Special use of land and	Allowed in a joint venture or
	buildings owned by the	through a BOT scheme or through a
	Ministry of Rail	lease with the relevant department.
	Transportation for	To acquire the opinion and remarks
	commercial activities	of the Ministry of Rail
		Transportation.
19.	Transportation of goods and	To acquire the approval of the
	passengers by railway or truck	Union Government.
		Allowed in a joint venture with the
		relevant department or organization
		(government department or private
		entity).
		To acquire the opinion and remarks
		of the Ministry of Rail
		Transportation.
20.	Motor vehicle inspection,	Allowed in a 50:50 joint venture.
	training how to drive a motor	To acquire the opinion and remarks
	vehicle, training how to repair	of the Ministry of Rail
	engines and maintenance	Transportation.
	activities	L L
21.	Generation of electric power	Allowed in a joint venture or
	to be used in railway	through a BOT scheme or through a
	businesses	lease with the relevant department.
		To acquire the opinion and remarks
		of the Ministry of Rail
		Transportation.
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- 2. Business activities which are not contained in this notification may be carried out as 100% foreigninvested business except business believed by the Commission to require permission of the relevant ministry.
- 3. Services which are not categorized as investment may only be performed with the permission of the relevant ministry.



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4. Notification no. 49/2014 dated 14.8.2014 issued by the Myanmar Investment Commission is repealed by this notification.

U Zay Yar Aung Chairman Myanmar Investment Commission

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