



Voluntary Report - Voluntary - Public Distribution

Date: May 07, 2025

Report Number: MY2025-0007

Report Name: Malaysia to End Egg Subsidy Program

Country: Malaysia

Post: Kuala Lumpur

Report Category: Agriculture in the News, Agricultural Situation, Poultry and Products

Prepared By: Mohd Syafiee Mohd Sait

Approved By: Timothy Harrison

Report Highlights:

The Malaysian government will end chicken egg subsidies effective August 1, 2025 as part of a broader shift from blanket subsidies to targeted assistance. Current ceiling prices for certain grades of eggs remain unchanged.

Egg Subsidies to End, Though Ceiling Prices Remain

On April 30, 2025, the Malaysian government announced the <u>staged termination of chicken egg</u> <u>subsidies by August 1, 2025</u>.¹ Previously, poultry farmers including integrators, semi-integrators, breeders, and contract breeders that produce Grade A, B, and C eggs received 0.10 MYR (0.023 USD) subsidies for each egg produced and delivered to the market. Starting May 1, 2025, the government will only subsidize 0.05 MYR (0.012 USD) for each piece. The decision is part of a broader strategy to phase out blanket subsidies and implement targeted assistance, ensuring that financial support reaches only those in genuine need.

The subsidies were established in early 2022, when high commodity prices drove consumer up egg prices. The Government of Malaysia established ceiling prices for Grade A, B, and C eggs to stabilize prices and support consumers amidst rising living costs. The government also began providing a subsidy to producers of those categories of eggs to counteract the impact of higher feed prices. In recent months, the government has noted that market prices are generally below the ceiling price. The cancellation of the subsidies allows the government to reallocate budget resources.

As of June 17, 2024, the ceiling retail prices for chicken eggs in Peninsular Malaysia were set at 0.42 MYR (0.098 USD) per egg for Grade A, 0.40 MYR (0.093 USD) per egg for Grade B and 0.38 MYR (0.089 USD) for Grade C. Eggs of Omega Grade and Grades D, E, and F do not have ceiling prices. The government has not announced any revisions to these ceiling price levels at this time.

Attachments:

No Attachments.

¹ Link in Bahasa