### GLOBAL CORRUPTION BAROMETER (GCB) 2010 RESULTS

10 December 2010

Royal Selangor Club Bukit Kiara, Kuala Lumpur

### **Agenda**

9.45 am Opening remarks - Datuk Paul Low,

President, Transparency International – Malaysia

9.50 am Release of 2010 GCB Results

10.15 am Questions and Answers

# WHAT IS THE GLOBAL CORRUPTION BAROMETER (GCB)?

#### Worldwide survey of **general public**:

- Views of corruption and bribery
- Perception of corruption of key institutions and public services
- Views on government efforts to fight corruption
- Views on institutions most trusted to fight corruption

### ABOUT THE BAROMETER

- Largest worldwide survey of general public's views and experiences of corruption
- 7<sup>th</sup> edition (1<sup>st</sup> in 2003) but not every country every year
- >91,500 people interviewed in 86 countries
- Period: 1 June 30 September 2010
- Conducted by Gallup International in 84 countries
- Complements surveys of country experts and businessmen: TI's Corruption Perceptions Index (CPI) - (2 years' data) and Bribe Payers Index (BPI)

### **GENERAL RESULTS**

- Corruption levels worldwide seen as increasing over the past three years
  - 60% consider that corruption levels in their country have increased
- Political parties identified as the most corrupt institution around the world
  - 80% consider political parties as corrupt or extremely corrupt, followed by the civil service, the judiciary, parliaments, and the police
- Experience of petty bribery is widespread, unchanged compared to 2006
  - Police identified as most frequent recipient of bribes in the past 12 months.
  - Police has the biggest increase in bribery incidents
- Government action to fight corruption often seen as ineffective
  - 50% consider their government's actions to be ineffective to stop corruption
- Little trust in formal institutions to fight corruption
  - 25% do not trust any particular institution 'most of all' to fight corruption
- Significant belief that the public has a role to stop corruption
  - 70% think ordinary people can make a difference in the fight against corruption, while 50% could imagine themselves getting involved

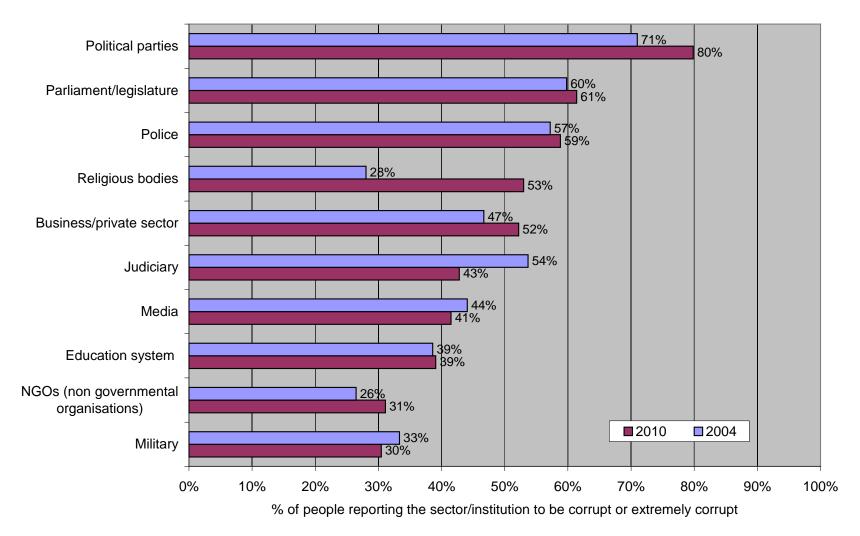


#### The view around the world: Corruption has increased in the past three years

Asia Pacific	EU+	Latin America	Middle East&North Africa	North America	NIS+	Sub-Saharan Africa	Western Balkans + Turkey
Afghanistan Australia Bangladesh Cambodia China Fiji Hong Kong India Indonesia Japan Korea (South)	Austria Bulgaria Czech Republic Denmark Finland France Germany Greece Hungary Iceland Ireland	Argentina Bolivia Brazil Chile Colombia El Salvador Mexico Peru Venezuela	Iraq Israel Lebanon Morocco Palestine	Canada United States	Belarus Georgia Moldova Mongolia	Cameroon Ghana Kenya Liberia Nigeria Senegal Sierra Leone South Africa Uganda Zambia	Bosnia & Herzegovina Croatia FYR Macedonia Kosovo Serbia Turkey
Malaysia New Zealand Pakistan Papua New Guinea Philippines Singapore Solomon Islands Taiwan Thailand Vanuatu Vietnam	Italy Latvia Lithuania Luxembourg Netherlands Norway Poland Portugal Romania Slovenia Spain Switzerland United Kingdom						



#### Corruption affecting key institutions/sectors, comparison over time, overall results



Source: Transparency International Global Corruption Barometer 2004 and 2010. Percentages are weighted.

Only countries included in both editions are used in the analysis

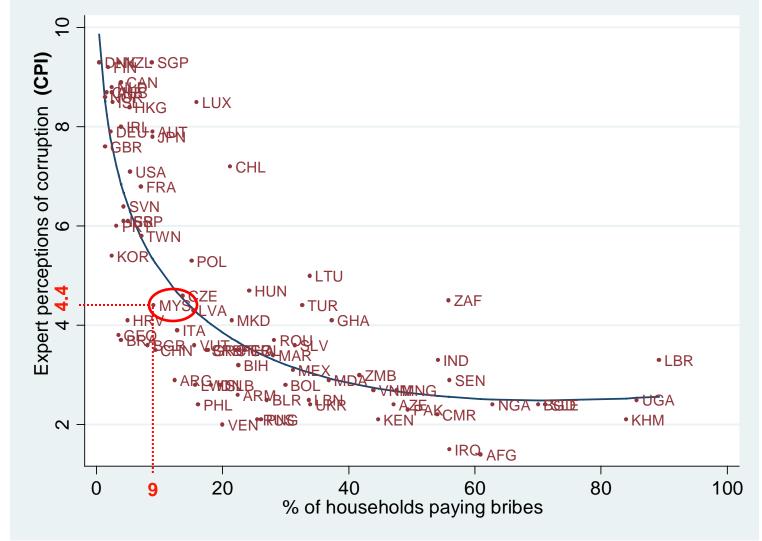


#### Percentage of people by region reporting that the last bribe paid was to...

	Asia Pacific	EU+	Latin Americ a	Middle East and North Africa	North America	NIS+	Sub- Saharan Africa	Western Balkans +Turkey	Total
Avoid a problem with the authorities	12%	6%	10%	9%	16%	12%	67%	6%	44%
Speed things up	28%	15%	44%	48%	9%	28%	20%	21%	22%
Receive a service entitled to	35%	8%	34%	14%	6%	21%	11%	15%	17%
Don't know	20%	59%	8%	20%	59%	33%	1%	53%	14%
Don't remember	5%	12%	5%	10%	10%	6%	0%	5%	3%

Source: Transparency International Global Corruption Barometer 2010. Percentages are weighted.

People's experiences of bribery in the 2010 Barometer compared to experts' perceptions of corruption in the 2010 Corruption Perceptions Index



Source: Transparency International Global Corruption Barometer 2010 and Corruption Perceptions Index 2010. Each dot represents a country.



**Transparency International Malaysia** 

# 2010 GLOBAL CORRUPTION BAROMETER (GCB) RESULTS

#### **MALAYSIA**

http://www.transparency.org/policy\_research/surveys\_indices/gcb/2010

#### SAMPLING FOR MALAYSIA

Sample 1,000 persons (adult population, 16 years and

above

Methodology Face to face

Coverage National (57% urban, 43% rural)

Field dates
 June 28 to July 26 2010

Sampling firm TNS Malaysia

Margin of Error Between +/- 2.18% and 4.40%



#### In the past 3 years, how has the level of corruption changed?

Country	Decreased (%)	Stayed the same (%)	Increased (%)
Asia Pacific	15	38	47
Cambodia	30	27	43
China	25	29	46
Hong Kong	32	35	33
India	10	16	74
Indonesia	27	30	43
Japan	14	40	46
Korea Rep.	24	44	32
Malaysia	19	35	46
Pakistan	6	16	77
Philippines	6	25	69
Singapore	28	33	38
Taiwan	23	35	42
Thailand	39	32	29
Vietnam	18	19	63

Source: Global Corruption Barometer 2010. Percentages are weighted. Figures are weighted.



#### Do you expect the level of corruption in the next year to change in Malaysia?

		Gender		Age		Education			Income			Region		
	Total	Male	Female	<30	30-50	50+	None/ Basic	Secondary	High Level	Low	Medium	High	Rural	Urban
Increase a lot	13	15	11	17	11	10	11	13	19	10	15	10	14	12
Increase a little	14	14	14	17	12	14	10	15	13	17	13	13	15	14
Stay the same	41	40	42	42	42	37	39	41	42	40	41	46	41	41
Decrease a little	22	24	21	18	26	23	24	23	17	21	22	21	22	23
Decrease a lot	3	2	3	1	3	3	2	2	3	3	3	3	1	3
Don't know/No answer	7	5	9	5	6	13	14	6	6	9	6	7	7	7

Source: Transparency International Global Corruption Barometer 2010. Percentages are weighted.



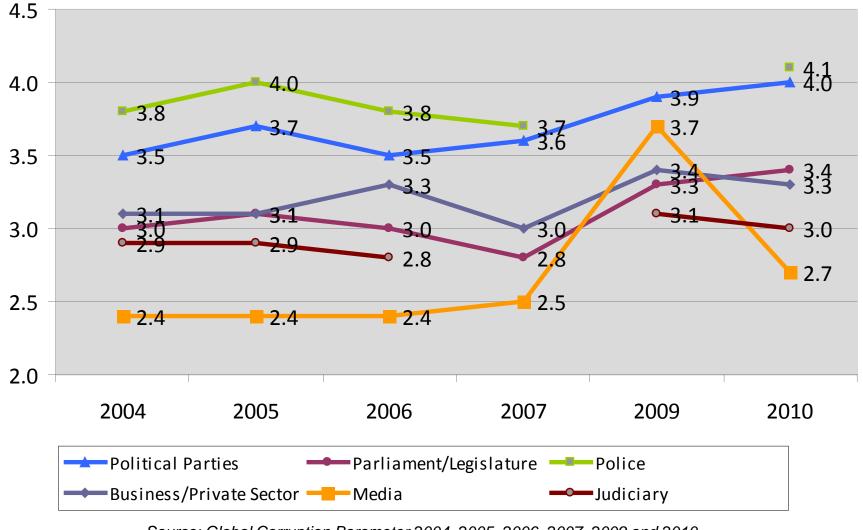
#### Perceptions of corruption in key institutions/sectors – Asia Pacific countries

Country	Political parties	Parliament/ Legislature	Police	Business/ Private Sector	Media	Public Officials/ Civil Servants	Judiciary	NGOs	Religious bodies	Military	Education System
Asia Pacific	4.2	3.8	3.7	3.6	3.4	3.9	3.1	2.9	3.8	3.2	3.5
Cambodia	3.1	2.9	3.7	2.7	2.6	3.5	4.0	1.9	1.8	2.6	3.0
China	3.4	3.4	3.4	3.6	3.3	3.4	3.0	2.9	2.8	2.7	3.0
Hong Kong	3.3	3.0	3.4	3.6	3.2	3.4	2.9	2.7	2.6	2.8	2.8
India	4.2	4.0	4.1	3.1	3.0	3.5	3.1	3.1	2.9	2.8	3.4
Indonesia	3.5	3.6	3.5	2.8	2.8	3.2	3.3	2.5	2.5	2.8	3.0
Japan	4.2	3.8	3.7	3.7	3.5	3.9	3.1	3.1	4.0	3.3	3.6
Korea Rep.	4.0	4.0	3.7	3.4	3.4	3.6	3.6	2.7	3.0	3.3	3.5
Malaysia	4.0	3.4	4.1	3.3	2.7	3.3	3.0	2.9	2.0	2.3	2.4
Pakistan	4.1	4.0	4.5	3.8	3.3	4.2	3.6	3.8	2.8	3.0	3.1
Philippines	3.6	3.5	3.6	2.9	2.0	3.5	3.1	2.4	1.9	2.9	2.7
Singapore	2.9	2.6	2.8	2.9	3.0	2.9	2.7	2.6	2.8	2.7	2.7
Taiwan	3.5	3.8	3.9	3.5	3.2	3.8	3.3	2.8	2.9	3.4	3.2
Thailand	3.6	3.4	3.6	3.2	2.8	3.7	3.0	2.5	2.4	3.5	3.3
Vietnam	2.0	1.9	3.6	2.6	2.2	3.0	2.8	1.7	1.5	2.3	3.3

Source: Transparency International Global Corruption Barometer 2010. (1 – not corrupt, 5 – very corrupt) Scores are averaged.



## Perceptions of corruption in key Malaysian institutions/sectors - 2004 to 2010



Source: Global Corruption Barometer 2004, 2005, 2006, 2007, 2009 and 2010. (1 – not corrupt, 5 – very corrupt). Percentages are weighted.



**Transparency International Malaysia** 

# Percentage of respondents paying a bribe to at least one of nine different service providers in the past 12 months

Country	%
Asia Pacific	18
Cambodia	84
China	9
Hong Kong	5
India	54
Indonesia	18
Japan	9
Korea Rep.	2
Malaysia	9
Pakistan	49
Philippines	16
Singapore	9
Taiwan	7
Thailand	23
Vietnam	44

Source: Global Corruption Barometer 2010. Percentages are weighted. Figures are calculated for respondents who paid a bribe to the service providers. Groups were defined using cluster analysis.



# Percentage of respondents who trust the following institutions the most to fight corruption

	Asia Pacific	EU+	Latin America	Middle East and North Africa	NIS+	North America	Sub- Saharan Africa	Western Balkans+ Turkey	Total
Media	34%	18%	22%	21%	10%	22%	15%	11%	25%
Nobody	26%	34%	30%	29%	39%	33%	13%	45%	25%
Government leaders	17%	13%	29%	28%	35%	13%	40%	17%	22%
Business /private sector	10%	9%	4%	3%	2%	8%	17%	2%	11%
NGOs (Non governmental organisations)	10%	9%	8%	12%	5%	20%	7%	14%	9%
International organisations [eg UN, World Bank, International Monetary Fund, etc]	3%	18%	8%	7%	8%	5%	7%	10%	8%

Source: Transparency International Global Corruption Barometer 2010. Percentages are weighted.



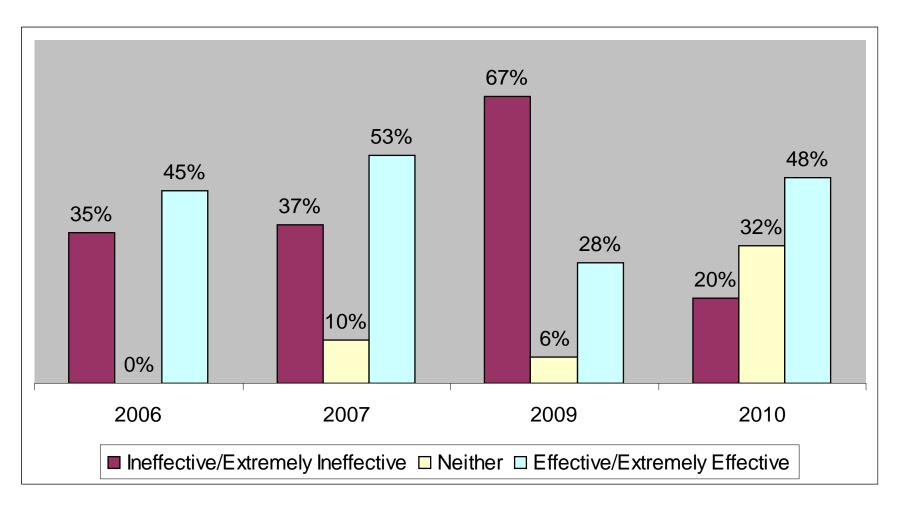
#### How would you assess your government's actions in the fight against corruption?

Country	Ineffective (%)	Neither (%)	Effective (%)
Asia Pacific	44	33	23
Cambodia	15	14	72
China	35	30	36
Hong Kong	43	30	27
India	44	31	25
Indonesia	35	32	33
Japan	45	35	20
Korea Rep.	54	20	26
Malaysia	20	32	48
Pakistan	73	15	12
Philippines	48	24	28
Singapore	31	40	29
Taiwan	28	35	37
Thailand	47	31	22
Vietnam	34	29	37

Source: Global Corruption Barometer 2010. Figures are weighted.



### Assessment of Malaysian Government's actions in the fight against corruption 2006 to 2010



Source: Transparency International Global Corruption Barometer 2006, 2007, 2009 and 2010. Percentages are weighted.



#### **Government Initiatives**

- 1. Integrity NKRA, with improvement of the CPI score (4.5 to 4.9) as KPI
- 2. Formation of MACC with more powers, autonomy and independent panels
- 3. Whistleblower Protection Act, to expose corruption and protect whistleblowers
- 4. TI's IPs for government procurement
- 5. Government guidelines on support letters
- 6. MyProcurement website tender awards
- 7. 18 special corruption courts and amendments to the CPC
- 8. MACC website "Name and Shame" of convicted corruption offenders
- 9. Compliance units in key enforcement agencies

#### **Concerns**

- "Big fish"
- PKFZ fiasco
- NFA by A-G in judicial appointments tampering ("Lingam tapes")
- Snowballing mega projects and contracts without open tenders or competitive bidding
- No Integrity Pacts (IPs) implemented yet

### TI Malaysia's Recommendations

- 1. Make MACC more independent and autonomous to reinforce the rule of law that no one is above the law
- 2. Reform political financing and regulation of political parties and elections, and public disclosure of politicians' assets
- 3. Promote freedom of information repeal or drastically curb OSA, Seditions Act and Printing Presses and Publications Act
- 4. Effective and vigorous enforcement of existing laws and policies

Government must show strong political will to fight corruption

# Thank you for your attention Questions please?

http://www.transparency.org/policy\_research/surveys\_indices/gcb/2010