



TRANSPARENCY  
INTERNATIONAL  
MALAYSIA

## **ANNUAL REPORT 2015**

**MALAYSIA SOCIETY FOR TRANSPARENCY AND INTEGRITY  
(Transparency International – Malaysia)  
ROS No: PPM-007-10-28081999**

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## **President's Message**

Dear TI-M Members,

Welcome to this 18<sup>th</sup> Annual General Meeting.

The World Bank sees corruption as a symptom of deep-seated economic, political and institutional weakness. The consequential cost of corruption is huge. The World Economic Forum estimated that the cost of corruption amounts to more than 5% of world GDP which translate to more than \$3.8 trillion USD.

The 2015 Corruption Perceptions Index (CPI) clearly shows that corruption remains a challenge around the world. 2015 was also a year when people again took to the streets to protest against corruption. Around the globe, public are sending a strong signal to those in power that they are there to tackle corruption. Malaysia's 2015 CPI score has declined from 52 to 50/100, and the country ranking has dropped significantly from 50<sup>th</sup> to 54<sup>th</sup>. Despite many new initiatives have been implemented by the public and private sector, the battle to fight against corruption has yet to be won. A successful fight against corruption influences a range of fronts, such as transparency; accountability; non-discrimination; meaningful social, economic and civic participation; and more. All of this matters to the Malaysia Citizens. Any improvement in these fronts shows that the government genuinely cares about people and their welfare, and will be reflected in a higher trust level.

Corruption typically happens behind closed doors and away from the public eye. In 2015, we have successfully launched our "Speak Up Against Corruption Campaign" and were able to reach out to the public and also marginalized group such as Orang Asli. With the sponsorship by High Commission of Canada in Malaysia and also Transparency International, we were able to provide free of charge, confidential and professional legal advice assistance to ensure citizens that approached TI-M are armed with the right tools to make their voices that minuses the risk of retaliation. Most complaints we receive are from citizens who require basic information or advice in order to successfully determine an appropriate course of action. Issues can sometimes be solved simply by informing individuals of the right administrative procedures to be followed or by pointing them to the appropriate contact points within government institutions. This campaign will eventually strengthen and increase the trust of citizens and communities in the relevant enforcement agencies and also strengthen their credibility

Recognising the need to develop a culture that encourages and empowers the youth to think critically and debate social and political norms, TI-M launched the "The Youth Speak Up: Debate on Integrity and Corruption" last year at Taylors University. It was a one-day debate event that brings together champion debaters to debate issues pertaining to integrity and corruption. Youths from all the youth groups in Malaysia were invited to participate in the event and were given opportunities to ask questions relating to the subject matter.

TI-M was the co-host for the 16<sup>th</sup> International Anti-Corruption Conference (IACC) held in last September. The IACC/ is the world premier forum that brings together heads of state, civil societies and the private sector to tackle the increasingly sophisticated challenges posed by corruption. Nearly 1,200 people from 130 countries gathered in Putrajaya, Malaysia to discuss one of the world's biggest challenges: how impunity enables the spread of corruption. The Putrajaya Declaration and eight resolutions were adopted at the 16th IACC with the member countries pledging to work together to stop the rapid spread of corruption. It was the best platform for a roundtable on anti-corruption at international level.

On behalf of the Executive Committee and TI-M staff, I would like to extend our deepest appreciation to the commitment and support shown by our members. We will continue our proud tradition of engaging with the government in a constructive manner for the betterment of our beloved country. We will support what is right, criticize what is wrong.

Thank you.

A handwritten signature in black ink, appearing to be 'Dato' Akhbar Satar', written in a cursive style.

Dato' Akhbar Satar  
President  
Transparency International-Malaysia

**Transparency International - Malaysia's (TI-M)**  
**Annual Report 2015**

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## **1.0 Introduction**

In 2014, TI-M conducted the Malaysian Corruption Barometer (MCB), which surveyed approximately 2,000 respondents across Malaysia's 13 states on their experiences and views on corruption and also their willingness to report corruption. This MCB results found that citizen's willingness to report corruption had declined – as only 51% said “YES” to report an incident of corruption. There are many barriers that prevent individuals from speaking up. Public trust in the ability of institutions to deal with corruption is low and reporting channels are often unclear, citizens often do not know their rights or how to effectively exercise them.

The CPI (Corruption Perception Index) for 2015 saw Malaysia's performance deteriorating from a country ranking of 50 in 2014 to 54 in 2015. The main reason for the deterioration of performance is due to the Malaysian government's handling of the 1 MDB issue. In the 2016 Edelman Trust Barometer based on a survey of more than 33,000 respondents across 28 countries, found that the trust Malaysian respondents have in their government took a massive plunge compared to last year, falling seven points to 39% among the general population and 11 points to 34% among the informed public.

In order to address these barriers and encourage citizens to speak up and report corruption, TI-Malaysia has launched a “SPEAK UP” campaign, sponsored by the High Commission of Canada and TI-Secretariat, where a hotline has been set up to provide support to the witnesses and victims of corruption.

By end of 2015, TI-M had received 31 reports from the concerned citizens, victims and witnesses of corruption from all walks of life. They have come to us for assistance in helping them to understand and to take a stand against corruption and the misuse of power. Their stories are not all about bribery and petty corruption, sometimes the cases are related to abuses of power, activities that harm the environment, resource management by the government agencies etc. Through this campaign, we have assisted a few individuals in finding their way around the complex maze of reporting channels and referral systems. The citizens have also helped us by giving us insight into how corruption works in practice, so that we can keep working on relevant solutions to combat it.

What is more important: being honest or being rich? A research conducted by Universiti Kebangsaan Malaysia (UKM) in 2002 showed that 30.5% of the respondents (students) agreed to receive bribes if they are in power. Convinced that young people can shape our world for the better and recognising that we cannot fight corruption successfully without them, TI-M seeks to stem youth apathy and disillusion and to engage young people in building integrity and fighting corruption. TI-M will continue to reach out to the young people and develop youth programmes that can build the capacity of the young people to mobilise against corruption in our societies.

We have now moved to a smaller office in November 2015 to reduce our overheads. However, the funds we receive as grants or donation is not enough to cover our operating expenses. We are planning a fund raising dinner or lunch this year and a committee has been

formed to organize this event. Other fund raising initiatives include organising training for the corporate sector on integrity and good governance practice. Fund raising will continue to be one of our core initiatives in our strategic plan.

TI-M has just completed the Strategic Plan for 2016-2020. We reviewed our vision and mission statements and also our core values to be in line with the current scenario and the executive committee approved the following:

Vision: A Nation Without Corruption: A Society with Integrity

Mission: To Eradicate Corruption and promote Transparency, Integrity and Accountability throughout Society.

Core Values: Integrity, Transparency, Accountability and Independence.

Strategic Thrusts for 2016-2020 are in line with Transparency International's goals of focusing on the following three (3) key areas

- People & Partners
- Prevention, Enforcement & Justice
- Strong Movement

Transparency International Malaysia (TI-M) will continue its partnership with key stakeholders ie.CSOs, government agencies and the business community in strengthening and broadening its collaboration to meet its vision. TI-M will continue to speak up without fear or favour and at the same time will engage with the government to make reforms and show greater commitment in eradicating corruption in this country.

Regards



Dr Muhammad Mohan  
Secretary-General  
Transparency International Malaysia

## **2.0 Projects**

### **2.1 Speak Up Against Corruption**

**Empowering citizens to report corruption by providing free and confidential support, and education on the redress mechanisms available, and carry out strategic advocacy for systemic change.**

#### **2.1.1 BACKGROUND**

To strengthen the corruption reporting culture in Malaysia and increase public confidence in the impact of their engagement, TI-M has set up a new toll free “Speak Up” hotline - **1800 220 122**. The new toll free service will provide an avenue for the public to speak up on issues concerning corruption. The long-term goal is to impact behavioural change.

TI-M in turn will provide free and confidential advice and educate citizens on: the redress mechanisms available, the process involved in submitting a corruption complaint, and follow up on their corruption report explained the protection given under the Whistleblower Protection Act 2010 and what are their rights under this Act. Details of the complaint will be filed in an internal database as a point of reference, helping to track the steps taken by the complainant once they have gone through the official avenues available. Such tracking will help map the gaps and causes driving corruption.

By engaging directly with and supporting the public, TI-M empowers citizens to voice and seek redress on individual complaints and consequently strengthen democracy and the rule of law. The real-time data gathered will identify corruption hotspots that can then be used for strategic advocacy work to demand reforms, in turn, bringing about systemic change in public policy and practice.

#### **2.1.2 ACTIVITIES AND ACHIEVEMENTS**

- a. The toll free hotline was established and is available as an independent reporting channel for the public to make their complaints. Free advice given on a confidential basis is now more readily accessible to the public especially the vulnerable and indigenous communities.
- b. The database, which is connected to Transparency International’s central ALAC database, has been set up to log in complaints received.
- c. A lawyer was appointed in mid-November 2014 to lead the project and provide professional advice to the public on their complaints and concerns regarding corruption. The Working Committee consisting of the Senior Manager and an Executive Committee member reviews the actions to be taken on the complaints, with an Advisory and Review Committee consisting of Executive Committee (Exco) members to assess the services periodically to ensure best practises are adhered to.

- d. Three field visits in three different Orang Asli (indigenous communities) villages were carried out in the States of Perak, Pahang and Negeri Sembilan to increase awareness amongst the indigenous communities. Two of the field visits consisted of a workshop and a mobile visit (in Perak and Negeri Sembilan) and the visit to Pahang involved a mobile visit. The outreach programmes covered many different aspects such as: what is corruption, the redress mechanism available, the different mechanisms available for reporting complaints on corruption. The objective of the outreach visits was to inform and educate the communities on the support services provided by TI-M.
- e. We collaborated with the Malaysian Anti-Corruption Commission (MACC) for the 3 workshops. The MACC representative was able to directly answer questions posed by the Orang Asli and clarify the methods of corruption reporting, as it was clear that there was a lack of basic understanding on how to report corruption, and how to identify corruption by the community members. Additionally, all the communities we engaged with confirmed this was the first time they had ever had the chance to enquire about corruption issues and had the opportunity to engage with the MACC face-to-face. The MACC also confirmed this was the first time they had ever engaged with, or conducted an outreach activity with the Orang Asli. TI-M engaged with approximately 360 participants across all three workshops.
- f. Posters and brochures publicising the new hotline and other reporting channels provided by TI-Malaysia as well as the type of services were distributed to the communities and the services provided (all available in Bahasa Malaysian).
- g. A citizen's handbook 'Speak Up Against Corruption' was produced, containing information on corruption, reporting channels, anti-corruption laws. The aim of the handbook is to help educate and empower citizens and improve their willingness to report corruption. The handbook is available in four different languages and is accessible on TI-M's website and was promoted on our Facebook. The handbooks were distributed to members of the public during the launch of the campaign (held on 17th April 2015 ) and at the subsequent workshop held with the indigenous community in Tasik Chini on the 9<sup>th</sup> June 2015.
- h. The Speak Up campaign launch (17th April 2015) was attended by forty participants (media and invited attendees), the campaign and hotline was officially launched at Publika Mall. Speeches were given by the Counsellor from the High Commission of Canada (who also co-funded the project) and Deputy Director of the Community Education Division from MACC. The launch included an exhibition of TI-M's public engagement work, the Speak Up outreach workshops with the Orang Asli and a display of the 2014 Corruption Perceptions Index results. TI-M used the opportunity to engage with citizens and talk to them about corruption issues, provided them with



corruption reporting materials and asked them to engage in a quick survey on whether they would report corruption. A ‘Declaration Against Corruption’ signature board was also on display for the public to sign and leave their messages, advocating for a better Malaysia

- i. A mobile outreach workshop was held in Tasik Chini on the 9th June 2015 and was attended by 54 participants.

### 2.1.3 PERSONNEL

- (a) 2 Exco-In-Charge: Dato’ Akhbar Satar and Dr Muhammad Mohan
- (b) 4 Team Members: Jessica Sercombe, Harbans Kaur, Chak Tze Chin, Sheetaljit Kaur,
- (c) 2 Interns: Nurul Hidayah Binti Mohamed Hashim and Abby Naomi Doss

### 2.1.4 FUNDING

- (a) High Commission of Canada, Canada Fund For Local Initiatives (CFLI) – RM80,000
- (b) Transparency International – Secretariat (TI-S) – RM123,172 (€30,000.00)



*TI-M president gave his speech at the Launch at Publika Mall and public engagement*



## 2.2 Youth Engagement

### 2.2.1 BACKGROUND

TI-M's people engagement strategy applied a stronger focus on the youth started since 2014. On 4-10 January 2015, TI-M sponsored three youth representatives<sup>1</sup> to participate in Transparency International's (TI) International Youth Camp (IYC) on 'Youth Empowerment for Transparency and Integrity' in Cambodia. Attended by 40 youth from seven Asian Countries, the camp sought to enhance the young participants' sense of belonging to a community, inspire them to stand up to corruption and equip them with the tools to do so. The delegates participated in sessions on human rights, good governance, the separation of powers and international anti-corruption frameworks, presented by leading experts in the field.



*'Youth Empowerment for Transparency and Integrity (YETI)' camp in Cambodia Jan 2015*

A significant outcome of the IYC was the formation of a regional movement: the Youth Movement for Transparency Asia-Pacific (YMTA-P)<sup>2</sup>. Through YMTA-P, the youth delegates collaborate to promote and raise awareness on corruption issues and the salient role of the youth in combating its prevalence across the region. As a movement, they are implementing a joint initiative to gain momentum and engage other youth across Asia and the Pacific. The first, in a series of activities, is the 'Arts for Transparency' competition which they have announced the results of in July 2015 and the winners were from the Philippines. The team met again in December 2015 in Kuala Lumpur to discuss the strategic plan for the movement the next 3 years.



*YMTA-P team meet again in December 2015.  
From left : Janis & Tze Chin (TI-Malaysia), Angel (Philippines), Sovattha (TI-Cambodia), Preet (Pakistan), Nhat (Vietnam), Madinay (Cambodia), Nicholas (Malaysia), Indra (Indonesia)*

<sup>1</sup> <http://transparency.org.my/what-we-do/youth-integrity-promotion-yip/introducing-ti-ms-youth-representatives-who-participated-in-the-ti-international-youth-camp-on-transparency-and-integrity/>.

<sup>2</sup> <http://ymtaofficial.org/>

## 2.2.2 ACTIVITIES AND ACHIEVEMENTS

### National Project: The Youth Speak Up: Debate on Integrity and Corruption

Recognising the need to develop a culture that encourages and empowers the youth to think critically and debate social and political norms, TI-M organised a ‘Youth Debate on Integrity and Corruption’ on 25<sup>th</sup> April 2015 at Taylor’s University.

The debate was spearheaded by TI-M’s three youth ambassadors who attended the IYC in Cambodia. The showcase debate involved two teams of experienced university student debaters which debated on the theme: **This House Believes that it is legitimate for progressive voters to bribe politicians to ensure change.**

#### **Objectives of the debate:**

- 1) To provide a platform to empower the youth to openly discuss and engage on issues pertaining to corruption, transparency and integrity in a free, fair and non-violent environment.
- 2) To empower and build the capacity of the youth ambassadors who managed the organisation and stakeholder engagement of the debate.



*Syed Saddiq Bin Syed Abdul Rahman, the debater*

#### **Achievements:**

- 1) The event engaged six top debaters in raising awareness to the youth on pertinent corruption issues<sup>3</sup>.
- 2) Forty students attended the debate and participated in a question and answer session with the debaters.
- 3) The debaters and participants signed a pledge board demonstrating their commitment against corruption.
- 4) The debaters and youth ambassadors participated in a series of radio talk shows to promote the event before and after it took place, and the media reported on the event which helped to raise awareness on the youth integrity programme and the impact of youth engagement.



*The youth wrote message on the pledge board on their commitment to combat corruption*

<sup>3</sup> <http://transparency.org.my/what-we-do/debaters-viewpoints-on-corruption/>

### **Partners of the debate included:**

- Taylor's university,
- IM4U,
- The Malaysian Institute for Debate and Public Speaking (MIDP).

### **Supporters of the debate included representatives from the panel of expert judges:**

- The Bar Council, represented by the President Steven Thiru,
- The Performance Management and Delivery Unit (PEMANDU), represented by the Director Ravindran Devaganam,
- The United Nations Global Compact Network Malaysia, represented by the President Mohd. Shah bin Hashim.

#### 2.2.3 PERSONNEL

- a. 1 Exco-In-Charge: Dr Muhammad Mohan
- b. 2 Team Members: Jessica Sercombe, Sheetaljit Kaur
- c. 3 Youth Representatives: Wong Mei Hwa, Ong Cheng Ken and Nicholas Tan Check Foong. Three youth volunteers were selected as TI-M's Youth Representatives, and are initiating the start of a wider youth engagement strategy with TI-M.

## **2.3 International Anti-Corruption Conference (IACC) 2015**

### 2.3.1 BACKGROUND

IACC was founded in 1983, the International Anti-Corruption Conference (IACC) is the world's premier forum for bringing together actors from civil society, the public and private sectors, journalists, activists, academics and young people to tackle the increasingly sophisticated challenges posed by corruption. Innovative and dynamic, the IACC series serves as the global hub for the networking and cross-fertilisation that are indispensable for effective action on a global and national level. The IACC takes place every two years in a different region of the world, and attracts up to 2,000 participants from over 135 countries.

The Government of Malaysia hosted the three-day 16<sup>th</sup> International Anti-Corruption Conference (IACC) in Putrajaya. The event was jointly organised by the Malaysian Anti-Corruption Commission (MACC), the IACC Council, Transparency International (TI) and the Transparency International Malaysia (TI-Malaysia). The 16<sup>th</sup> IACC is driven by People with Integrity taking action to end impunity. The conference aims to promote international cooperation amongst agencies and citizens from all around the world with different sessions and initiatives engaging global leaders and experts in frank and open debates. The IACC Series takes places every two years in a different region of the world and the 16<sup>th</sup> IACC has attracted 1,200 delegates from 130 countries.



The IACC's objectives are to:

- Facilitate Exchange
- Empower people to stand up to fight corruption
- Generate innovative anti-corruption solutions
- Showcase game-changing anti-corruption solutions and the people behind them

### 2.3.2 The 16<sup>TH</sup> IACC

The 16th IACC theme was **ENDING IMPUNITY: PEOPLE. INTEGRITY. ACTION.** Over the Conference's three days of vibrant discussions, IACC delegates tackled the most pressing areas of concern. The Conference featured up to 60 interactive and dynamic sessions focusing on best practices, lessons learned and strategies for the future based on the following:

- i. Ending Impunity: People, Integrity, and Action: How to trigger change against impunity for corruption?
- ii. From Impunity to Justice: Transitions that Restore the Trust of the People: How to meet the expectations of the people who stood up for lasting change?
- iii. Aid, Foreign Direct Investment and Human Security: Room for Corruption? How to root out corruption in our quest to end extreme poverty?
- iv. Rooting Out Dirty Money from the Financial World: Are we witnessing a tipping point in the world of money?
- v. The Business Case for Countering Corruption: How can companies and their leaders contribute to the fight against corruption?

At the 16<sup>th</sup> IACC, TI-M organised and participated in the following sessions:

1. Country Experiences in Dealing with Governance
2. Corruption The Future of the Fight: Driving Youth Action and Social Movements to Beat Corruption"
3. Tackling grand corruption: what recommendations to the UNCAC Conference of States Parties in November?



*From Left: Datuk Paul Low Seng Kuan, Minister in the Prime Minister Department, Dato Akhbar Satar, TI-M President, Kwak Jin-Young, Anti-Corruption & Civil Rights Commission Of Korea at the Session "Country Experience in dealing with Governance"*



*Dr Loi, representing TI-Malaysia at the Session “Tackling grand corruption: what recommendations to the UNCAC Conference of States Parties in November?”*



*Session “Corruption: The Future of the Fight: Driving Youth Action and Social Movements to Beat Corruption” From left: Dr. Muhammad Mohan, TI-M Secretary-General, speakers Jufitri Joha & Soumaya Belaid, Emmanuel Sanyi(moderator), Nurul Izzah & Syed Saddiq and Chak Tze Chin, TI-M Project Manager and Sheetal, Project Executive.*

### Putrajaya Declaration: Zero Tolerance against Impunity

The Putrajaya Declaration and eight resolutions were adopted at the 16<sup>th</sup> IACC, with the member countries pledging to work together to stop the rapid spread of corruption.

The eight resolutions, among others, will focus on numerous actions to prevent corruption, to stop corruption, to make sure corrupt acts are not repeated and to ensure the corrupt not only feel the full force of the law but fully repay their debts to the society. The declaration makes clear that asset recovery is essential because it restores the trust of the people and constitutes a sanction that reduces the incentives for corruption and at the same time compensates for the damaged caused.



*From left: Dato Akhbar (TI-M President), Mr Akere Muna (IACC Council Chair), Senator Dato Sri Abdul Wahid Omar (Minister in the Prime Minister Department), Datuk Seri Mustafar Ali (MACC Deputy Chief Commissioner), Ms Elena Pafilova (TI Vice President)*

Besides, the declaration underlined efforts to recover stolen assets are as important to make sure there is no safe haven for the corrupt or a way for them to enjoy illicit wealth. The declaration also highlighted that grand corruption should become a crime of international law. That would enable international institutions and alliances to prosecute offenders. It suggested to develop additional international mechanisms to apprehend, prosecute, judge and sentence those who have committed crimes of grand corruption.

Last but not least, the declaration indicates that the corrupt should not be able to use secret companies to hide their wealth, and banks should make every effort to comply with anti-money laundering laws as well as prevent money laundering from flourishing.

### 2.3.3 PERSONNEL

- (a) 3 Exco-In-Charge: Dato' Akhbar Satar ,Dr Muhammad Mohan and Dr Loi Kheng Min
- (b) 5 Team Members: Jessica Sercombe, Chak Tze Chin, Sheetaljit Kaur, Azuan Azuan Bin Abdul Gani and Pang Chin Fang
- (c) 1 intern: Pamart Maximilien

## 2.4 Engagement with Petronas

### 2.4.1 ISO 37001 Anti-bribery Management System sharing Session with Petronas

A group of experts developing the new ISO Anti-Bribery Management System standard met in Kuala Lumpur for a five day meeting to discuss the development of the ISO certification beginning 28<sup>th</sup> September 2015. The Project Committee ISO/PC 278 for ISO 37001 was established in 2013. The Chair, Mr. Neill Stansbury from the United Kingdom, who is the Co-founder and Director of Global Infrastructure Anti-Corruption Centre and the Vice-Chair is, Dr Loi Kheng Min from TI-Malaysia.

On the 1<sup>st</sup> October 2015, Petronas hosted a knowledge sharing session on the topic of integrity and good governance with these ISO international experts and the domestic counterparts at Impiana Hotel Kuala Lumpur. About 100 anti-corruption experts attended this meeting. Datuk Samsiah Abu Bakar, Petronas' Chief Integrity Officer, who is the key person in the national oil corporation that is responsible for matters pertaining to Petronas' corruption prevention strategies and initiatives stated in this sharing session was that, this ISO standard will enhance Petronas efforts in the fight against corruption.

Dato Akhbar was the moderator for the sharing session. He stressed that PETRONAS is an exemplary corporation with an active integrity programme in place and leading in these activities, TI-M hopes that more corporations will follow Petronas's example in combating corruption through formulation of anti-corruption policies and implementing them.



*Knowledge Sharing Session with ISO/PC 278 , Petronas Group and TI-Malaysia*

#### **2.4.2 Round Table Discussion (RTD) on Embedding Integrity into Corporate Culture with Petronas' Vendors**

PETRONAS hosted a Round Table Discussion (RTD) to gain insights and to share the different perspectives on best practices in integrity among its business partners, civil society and anti-corruption agencies; in line with its implementation of zero-tolerance policy on corruption and bribery.

The RTD was co-organised by PETRONAS & TI-M, with the theme of “Embedding Integrity into Corporate Culture”. The discussion was held in conjunction with the International Anti-Corruption day on the December 9, 2015.

The main objective of the discussion was to arrive at an agreement for collective action by third parties to practise ethical business transactions with PETRONAS. It also allows for participants to share the tools for best practices and concepts practised by them to achieve the goals of the integrity initiatives. Key concerns pertaining to integrity and transparency affecting the oil and gas industry were discussed during the RTD. Key points arising from this discussion will be shared electronically via TI-M website.

The discussion further manifests PETRONAS' commitment in complying with high integrity standards and applicable anti-corruption laws, whilst making ethics and anti-corruption practices an integral part of its business operations. PETRONAS would also be sharing the international standards on Anti-Bribery Management System (ISO 37001) with their vendors. PETRONAS will continue with its efforts to mitigate all forms of corruption and misconduct



in its own work environment and encourage the same of its business partners, contractors, vendors and related parties.



*Datuk Samsiah Abu Bakar, Petronas' Chief Integrity Officer gave her views during the RTD discussion with Petronas's Vendor*

## **2.5 KL Car Free Morning and Anti-Corruption Day 2015**

TI-M collaborated with the Malaysian Anti-Corruption Commission (MACC) Kuala Lumpur and Dewan Bandaraya Kuala Lumpur (DBKL) in jointly organising the 'International Anti-Corruption Day & KL Car Free Morning' at the Dataran DBKL on 6<sup>th</sup> December 2015

The aim of co-organising the event was to reach out to Malaysians in order to engage them in the fight against corruption and to ensure good governance. TI-M finds it is important to include the people from all walks of life in our anti-corruption activities and show them the role they can play in demanding accountability from their government. Moreover, TI-M believes that getting public support in fighting corruption across all sectors of society as well as raising awareness on graft issues are important.

A booth was set up for the public, where a range of informative literature was distributed at the event. Another highlight was the life size "Say >No< to Corruption"-Polaroid frame. where the public can take a picture with it. TI-M's president Dato' Akhbar Satar and the representatives of MACC and DBKL released white pigeons as a symbol for peace, prosperity

and success for Malaysia. The event concluded successfully with many interested fellow Malaysians, the youth in particular, showing commitment towards integrity.



At KL Car Free Morning and Anti Corruption Day



## 2.5.1 PERSONNEL

- (a) 3 Exco-In-Charge: Dato' Akhbar Satar, Dr Pola Singh, Puan Faridah Rohani Rais
- (b) 3 Team Members: Chak Tze Chin, Pang Chin Fang, Bavani a/p Jayaderan Rajaretnam
- (c) 2 interns: Janis Daniel and Gizem Varol

## 2.6 Business Integrity Project (BIP)

The TI Malaysia BIP (TI-M BIP) project was established to address corruption in the private sector and complement TI Malaysia's advocacy in anti-corruption and transparency work with practical, working solutions through paid advisory services. Apart from addressing corruption issues in the private sector, BIP also provided assistance and consultation services to public sector organisations such as government agencies and GLCs, and NGOs. The BIP Unit aims to improve good governance practices through promotion of integrity programmes and implementation of measurable anti-corruption standards and practices to both public and private sector.

In March 2013, TI Malaysia Sdn Bhd was formed as a social enterprise to manage the growing work of the BIP Unit and facilitate the delivery of integrity projects and initiatives. The company is a wholly-owned subsidiary of TI Malaysia, with oversight provided by the TI Malaysia Executive Committee and chaired by the TI-M President, Dato' Akhbar Satar. However, due to TI-Secretariat's instruction, TI-M BIP has ceased to be operational, the company accounts will be closed. TI-Malaysia will continue to run the BIP Programme. The current project that TI-M has contract with is the Bhutan Anti-Corruption Commission Project which has subcontracted to Trident Integrity Solutions Sdn Bhd.

### Projects Completed in Jan 2014-Dec2015

1. Production of a handbook on tendering best practices for local authorities
2. Benchmarking report on gifts, expenses and travel guidelines with Sime Darby Holdings
3. Gifts, expenses and travel guidance principals with Sime Darby Holdings Berhad
4. Church Integrity Programme with The Methodist Church in Malaysia
5. CIS with PKNS Engineering & Construction Bhd
6. CIS with SACC Convec Sdn Bhd
7. CIS with Selaman Sdn Bhd
8. CIS with De Palma Management Services Sdn Bhd
9. Purchasing Policy Review with SACC Convec Sdn Bhd
10. Integrity & Ethics Survey Telekom Malaysia Berhad
11. CIS with Encorp Berhad
12. CIS with EP Plus Group Sdn Bhd
13. CIS with Worldwide Holdings Berhad
14. CIS with PKNS Infra Berhad
15. CIS with PKNS Holdings Sdn Bhd
16. CIS with Akademi PKNS Sdn Bhd
17. CIS with PKNS Real Estate Sdn Bhd
18. CIS with Datumcorp International Sdn Bhd
19. CIS with PLUS Berhad



## 2.7 MACC Reform Project

To strengthening the Malaysian Anti-Corruption Commission (MACC) for it to comprehensively address and deal with corruption, the Malaysian Bar, Institute for Democracy and Economic Affairs (“IDEAS”), Transparency International Malaysia (“TI-M”), Citizens’ Network for a Better Malaysia (“CNBM”), and the Center to Combat Corruption and Cronyism (“C4”) have submitted a Memorandum to YB Senator Datuk Paul Low Seng Kuan, Minister in the Prime Minister’s Office on 11 November 2015.

There are four substantive parts in this memorandum:

- (a) Constitutional amendments to establish a constitutional entity to be called the Independent Anti-Corruption Commission (“IACC”);
- (b) Amendments to the Malaysian Anti-Corruption Commission Act 2009;
- (c) Amendments to other related legislation; and
- (d) Prosecutorial powers.

At the heart of these proposals is the initiative to establish a constitutionally mandated Independent Anti-Corruption Commission (“IACC”). This newly created entity would operate essentially as an oversight body to the Anti-Corruption Agency (“ACA”), the investigation arm of the IACC. Thus, both the constitutionally founded IACC and the statutorily established ACA are to be separate entities.

It is axiomatic that the MACC must function independently and impartially to be a viable and potent entity to eradicate corruption. The target should be the maintenance of an effective and efficient public administration, and a high standard of professional ethics in the public service. In order to achieve this purpose, the MACC must have structural protection from governmental control or dictate. This can be achieved by putting the MACC beyond the pale of executive intervention and influence.

### 3.0 Presentations, Meetings, Representations, Events

Date	Event/Activity	Attended By
25 Mar	IACC Meeting with MACC- Meeting potential suppliers for the registration problem	Jessica Sercombe Chak Tze Chin
25 Mar	ISO Meeting	Dr.KM Loi
26 Mar	Youth Integrity Promotion with Managing Director from EYE (Empowering Youth Endeavours)	Jessica Sercombe
28 Mar	"Ethics and Integrity as Core Proposition of Governance"By "The Malaysian Association of Certified Fraud Examiners"	Dato Akhbar Satar Yunos Yusop Lawrance Chew
28 Mar	Program Walkathon PDRM Rasuah Memusnahkan	Dato Akhbar Satar
15 Apr	Talk at MCKL- TI-M presented on youth engagement and corruption issues in Malaysia	Jessica Sercombe Sheetaljit Kaur
17 Apr	Speak Up Against Corruption Launch	TI-M Staff & TI-M Exco
24 Apr	ASEAN Integrity Community Report Launch	Dato' Akhbar Satar Dr. Loi Dr. Mohan TI-M staff Dr. Pola Singh Faridah Rohani Rais
25 Apr	<p>Youth Debate on Integrity &amp; Corruption</p> <p>The debate aims to provide a platform for the youth to openly discuss and engage on issues pertaining to corruption, transparency and integrity in a free, fair and non-violent environment. Two teams consisting of six leading, champion student debaters will compete during the showcase debate, for the winning position.</p>	Dato Akhbar Satar Dr.KM Loi Dr.Mohan TI-M staff Tan Sri James Alfred

6 May	Fundraising Committee Meeting at Shah Alam Club	Tan Sri James Alfred Kanakaraja Muthusamy Lawrence Chew Seng Chen Sivasangaran Nair Chak Tze Chin Jessica Sercombe
6 May	Global Ethics and Integrity Summit (GEIS) 2016 <sup>3rd</sup> Committee Meeting aim is to discuss the implementation of the program/summit	Dato Akhbar Satar
11 May	IACC Meeting with MACC – Working Committee Meeting	Chak Tze Chin Jessica Sercombe
12 May	IACC Meeting with MACC – Meeting with MACC and TI-S IACC representative (Paula O’Malley)	Chak Tze Chin Jessica Sercombe
20 May	Panelist Speaker for “Colloquium Transformation Integrity Civil Servants”Universiti Sultan Zainal Abidin together with the State Secretary 's Office of Terengganu organized a program of transformation Integrity Civil Servants .	Dato’ Akhbar Satar
20 -21 May	Unmask the Corrupt Workshop	Dr.Muhammad Mohan
21 May	Committee Meeting GEIS 2016 for Pre-Summit Workshop	Dato Akhbar Satar
26 May	TI Cambodia and Ministry of Interior visit to Malaysia to Pemandu Office	Jessica Sercombe TI Cambodia and Cambodian delegates from Ministry of Interior
27 May	TI Cambodia and Ministry of Interior visit to PMO Office Meeting Senator Datuk Paul Low	Jessica Sercombe Sheetaljit Kaur TI Cambodia and Cambodian delegates from Ministry of Interior
27 May	Meeting with Tradewinds,Dato' Mohammad Zainal- Fundraising meeting and courtesy call meeting	Dato’ Akhbar Satar
27 May	TI Cambodia and Ministry of Interior visit to MACA	Jessica Sercombe Sheetaljit Kaur TI Cambodia and Cambodian delegates from Ministry of Interior

27 May	TI Cambodia and Ministry of Interior visit to INTAN	Jessica Sercombe Sheetaljit Kaur TI Cambodia and Cambodian delegates from Ministry of Interior
27 May	TI Cambodia and Ministry of Interior, dinner with TI-M	TI Cambodia TI-M Team Dr.Loi Dr. Mohan
28 May	German Ambassador - H.E. Ambassador Holger Michael First Secretary: Mr. Carsten Fischer Courtesy call meeting to discuss potential collaboration and funding opportunities	Dato' Akhbar Satar Dr. Mohan
28 May	TI Cambodia and Ministry of Interior visit to TI-M Office	Dato' Akhbar Satar Dr. Loi Dr. Mohan TI-M Team TI Cambodia Mr Rakesh Ramdal Tan Sri James Alfred Mr. Lawrance Chew
28 May	TI Cambodia and Ministry of Interior visit to IIM	Jessica Sercombe Sheetaljit Kaur TI Cambodia and Cambodian delegates from Ministry of Interior
29 May	WHO World No Tobacco Day (Media Prima)	Dato' Akhbar Satar
1 Jun	11 <sup>th</sup> Interpol Global Programme on Anti-Corruption and Asset Recovery	Dato Akhbar Satar
1 –3 Jun	BINA-CLDP Programme - Afghanistan	Rachel Chow
1-6 Jun	6th session of the Implementation Review Group  Implementation Review Group of the United Nations Convention against Corruption	Dr.KM Loi

8 - 9 Jun	Workshop on "Speak Up Against Corruption" with the Orang Asli community	Dr Muhammad Mohan TI M Staff
17 -18 Jun	The 19th Malaysian Banking Summit- session on "Overcoming Banking Fraud & Risk Management"	Dato' Akhbar Satar
16 Jun	MACA Student visit	Dato' Akhbar Satar Jessica Sercombe Chak Tze Chin
24 Jun	Petronas Visit	Dato' Akhbar Satar Tan Sri James Dr KM Loi Jessica Sercombe Chak Tze Chin
19 Jun	IACC Meeting	Jessica Sercombe Chak Tze Chin
28 Jun	EYE Youth Meeting	Jessica Sercombe
1 Jul	To meet Joseph Jenkinson Alumni and Youth Engagement Officer, to share our Executive Summary for Youth	Jessica Sercombe
3 Jul	GIAT Coalition Meeting	Dr KM Loi Jessica Sercombe Chak Tze Chin
3 Jul	Meeting with Alan on Youth Project	Jessica Sercombe
3 Jul	Invitation as a Discussant for the "Executive Talk" programme  Topic : Integrity issues and challenges in the context of national security & experience in Lahad Datu	Dato' Akhbar



7 Jul	Forensic & Fraud Investigation Conference 2015  Themed “Uncovering Global Trends in Corporate Crimes”, the conference focuses on best approaches to uncover perpetrators and suggests latest methods to safeguard organisations against this rampant threat.	Dato’ Akhbar
27 Jul	IACC Meeting	Chak Tze Chin
11 Aug	IACC Meeting	Jessica Sercombe Chak Tze Chin
26 Aug	IACC meeting	Dato Akhbar Satar Dr Muhammad Mohan Chak Tze Chin Sheetaljit Kaur
29 Aug	Regional Meeting	Dato Akhbar Satar Dr Loi Kheng Min Dr Muhammad Mohan Chak Tze Chin
30-31 Aug	AMM	Dato Akhbar Satar Dr Loi Kheng Min Dr Muhammad Mohan
2-4 Sept	16 <sup>th</sup> IACC	Dato Akhbar Satar Dr Loi Kheng Min Dr Muhammad Mohan Tan Sri James Alfred Puan Faridah Rohani Rais TI-M Staff
1 October	Knowledge Exchange Session with Petronas, TI-M & PC278 ISO37001 (Anti-Bribery Management System)	Dato Akhbar Satar Dr Loi Kheng Min Dr Muhammad Mohan Tan Sri James Alfred Chak Tze Chin
6 October	ACE Centre Launch MACC	Chak Tze Chin

19 October	GIAT Meeting	Chak Tze Chin
4 November	Meeting with NKRA for Walk Against Corruption	Puan Faridah Chak Tze Chin
13 November	Meeting with MACC KL	Chak Tze Chin Bavani a/p Jayaderan Rajaretnam
19 November	IDEAS Forum on "Prolonged Period of Low Oil Price: Managing Expectation"	Dr Pola Singh
3 December	Meeting With SPAD	Dr Muhammad Mohan Pang Chin Fang
6 December	KL Car Free Morning and Anti Corruption Day	Dato Akhbar Satar Dr Muhammad Mohan Dr Pola Singh Puan Faridah Rohani Rais TI-M Staff
8 December	Seminar Integriti dan Pencegahan Rasuah	Dato Akhbar Satar
9 December	Round Table Discussion with Petronas Vendor	Dr Muhammad Mohan Chak Tze Chin Pang Chin Fang
12 December	Strategy Plan 2016-2020 Workshop	Dato Akhbar Satar Dr Loi Kheng Min Dr Muhammad Mohan Mr Kanakaraja Muthusamy Mr Lawrence Chew Mr Yunos Yusop TI-M staff
15 December	Open Government Partnership Workshop	Dr Loi Kheng Min Bavani a/p Jayaderan Rajaretnam

#### 4.0 Launch of TI Indexes

TI-M released the 2015 Corruption Perceptions Index (CPI) on the 22<sup>nd</sup> January 2016. Overall, two-thirds of the 168 countries on the 2015 CPI scored below 50, on a scale from 0 (perceived to be highly corrupt) to 100 (perceived to be very clean). This year 168 countries and territories are included in the CPI Survey. In 2014, there were 175 countries and territories. Bahamas, Barbados, Dominica, Puerto Rico, Saint Vincent & Grenadines, Samoa and Swaziland are not included in this 2015 CPI. The result in 2015 showed that Malaysia's CPI score had declined from 52 to 50/100, and the country ranking dropped significantly from 50<sup>th</sup> to 54<sup>th</sup> place. Malaysia's position would be even worse if those 7 missing countries were taken into account for 2015 CPI.



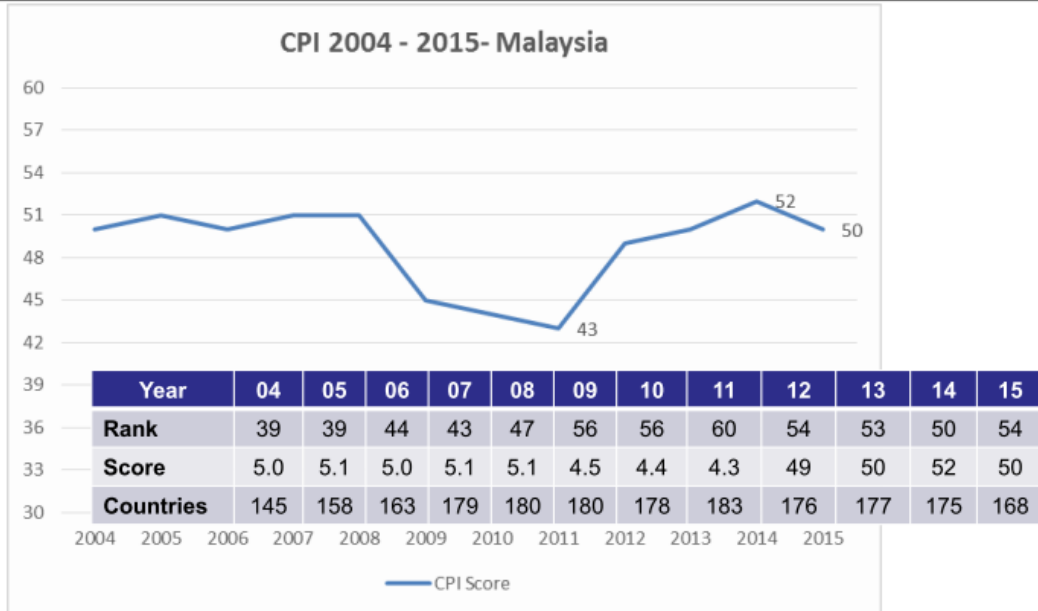
*At the CPI Launch, Dr Loi (Deputy President), Dato Akhbar (President), Dr Mohan (Secretary-General)*

### CPI 2013 - 2015 : MALAYSIA

Year	2013	2014	2015
Score	50	52	50 ↓
Ranking	53	50	54 ↓
Countries	177	175	168

2013-2015 presented on a scale of 0 – 100 0 (Highly Corrupt) 100 (Very Clean)

# CPI 2004 - 2015 : MALAYSIA



2004-2010 presented on a scale of 0-10 0 (Highly corrupt) 10 (Very clean)  
 2011-2015 presented on a scale of 0 – 100 0 (Highly Corrupt) 100 (Very Clean)

# SCORES OF ASEAN COUNTRIES



Rank	ASEAN	Position (168)	CPI Score	GDP per capita	Rank Difference
1	Singapore	8	85	56,284	-1
2	<b>Malaysia</b>	<b>54</b>	<b>50</b>	<b>11,307</b>	<b>-4</b>
3	Thailand	76	38	2,765	+9
4	Indonesia	88	36	5,977	+19
5	Philippines	95	35	2,873	-10
6	Vietnam	112	31	2,052	+7
7	Laos	139	21	1,794	+6
8	Myanmar	147	22	1,204	+9
9	Cambodia	150	21	1,095	+6
10	Brunei	38*	60	40,980	-

## 5.0 Coalition for Governance, Integrity, Accountability and Transparency (GIAT)

The Coalition for Governance, Integrity, Accountability and Transparency (GIAT) was officially launched on the 13<sup>th</sup> December 2014, by President Dato' Akhbar Satar, at TI-M's 'Walk Against Corruption'. The core members of the coalitions are: Transparency International-Malaysia, Centre to Combat Corruption and Cronyism (C4), Institute for Democracy and Economic Affairs (IDEAS), Friends of Kota Damansara and Sinar Project.

In 2015, TI-M participated in the Open Government Partnership Seminar and Exhibition organized by IDEAS on 18<sup>th</sup> August 2015. The seminar and exhibition aimed to promote the discourse on the strengths and weaknesses of the current open data initiatives by the Malaysian government and the potential benefits of open data for improving good governance, civic engagement and economic growth.



*TI-Malaysia at the OGP Seminar & Exhibition*

## 6.0 Upcoming Projects and Events 2016

### 6.1 Transparency International Annual Membership Meeting (TI AMM)



The Annual Membership Meeting of Transparency International (TI) is scheduled to be held from 28 Nov – 30 Nov in Panama. TI representatives from over 100 countries will be attending this AMM.

## 6.2 17<sup>th</sup> International Anti-Corruption Conference (IACC)



The 17<sup>th</sup> IACC will be held from 1<sup>st</sup> – 4<sup>th</sup> December 2016 in Panama

## 6.3 ISO/PC 278 Anti-Bribery Management System (ISO 370001) Final Meeting



The ISO/PC 278 Project Committee, which is responsible for the development of ISO 37001 anti-bribery management system, will have its final meeting scheduled 29 May – 5<sup>th</sup> June at Mexico. 100 ISO experts will be attending this meeting and this standard is expected to be published as International Standard in October 2016. Dr KM Loi (Deputy President TI-M) is the Vice-Chair of this Project Committee.

## 7.0 Membership

Category	Subscription Members as Feb 2016	December 2014	December 2013
Individual	62	28	63
Corporate	13	08	15
Friends	0	0	5
Total	75	36	83



## 8.0 Funding

We wish to acknowledge and thank the strong support and contributions from the funders and donors : (a) Prime Minister’s Department (RM150,000); (b) TMF Trustees Malaysia Berhad (RM 10,000) (c) Leopad Group (RM10,000), (d) World Commerce Freight System Sdn Bhd (RM 5,000), (e) Syarikat Bekalan Air Selangor Sdn. Bhd (RM 20,000), (f) The Selangor & Federal Territory Hainan Association (RM2,000), (g) Port Klang Free Zone (RM3,000) (h) The Association of Kwong Tong Cemetery Management Kuala Lumpur (RM 3,000), (i) Petronas (RM60,000) , (j) High Commission of Canada, Canada Fund For Local Initiatives (CFLI) – RM80,000 (k) Transparency International – Secretariat (TI-S) (€30,000.00) and many other NGO coalitions and host of others.

## 9.0 Executive Committee, Staff and Consultants

The 2015-2017 Executive Committee:

No.	Name	Position
1	Dato’ Akhbar Satar	President
2	Dr. Loi Kheng Min	Deputy President
3	Dr. Muhammad Mohan	Secretary-General
4	Mr. Kanakaraja Muthusamy	Treasurer
5	Mr Lawrence Chew Seng Chen	Member
6	Encik Mohd Yunos Bin Yusop	Member
7	Mr. Chew Phye Keat	Member
8	Dr. Pola Singh	Member
9	Tan Sri Dato’ James Alfred David	Member
10	Ms. Faridah Rohani Rais	Member

Staff:

No.	Name	Position
<b>Secretariat</b>		
1	Chak Tze Chin	Manager
2	Pang Chin Fang	Project Officer II
3	Bavani a/p Jayaderan Rajaretnam	Senior Executive
4	Janis Daniel	Intern

The following staff and interns left the organization in 2015. We thank them for their services.

No.	Name	Position
1	Jessica Sercombe	Senior Manager
2	Harbans Kaur	'Speak Up' Campaign Lawyer
3	Sheetaljit Kaur	Project Officer
4	Azuan Bin Abdul Gani	Accounts Assistant
5	Dr. Mark Lovatt	Project Manager / Managing Director (TI-BIP Sdn Bhd )
6	Rachel Chow	Project Manager (TI-BIP Sdn Bhd )
7	Nurul Hidayah Binti Mohamed Hashim	Intern
8	Haneen Noor	Intern
9	Abby Naomi Doss	Intern
10	Roshani Ghimire	Intern
11	Pamart Maximillien	Intern
12	Edgaras Katinas	Intern
13	Gizem Varol	Intern