

# THE POWER OF THE ORDINARY CITIZEN IN FIGHTING CORRUPTION

7<sup>TH</sup> ICAC SYMPOSIUM

23 MAY 2019



clean conscious competent credible

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THE CENTER TO COMBAT  
CORRUPTION AND CRONYISM

# WHO ARE WE?

- KEY MALAYSIAN WHISTLEBLOWER AND POLICY ADVOCACY CENTRE, DEDICATED TO FIGHTING CORRUPTION AT LEVELS OF GOVERNMENT.
- INDEPENDENT, NON PROFIT AND COURAGEOUS IN OUR WORK, WHICH IS RESEARCH AND EVIDENCED BASED, WORKING WITH INVESTIGATIVE JOURNALISTS AND YOUNG LAWYERS TO BUILD GREATER AWARENESS.
- BOARD MEMBER OF THE UNCAC COALITION, A GROUP OF ABOUT 350 CIVIL SOCIETY GROUPS AROUND THE WORLD

# What is Malaysia's 1MDB scandal?

## 1Malaysia Development Berhad (1MDB)

- ▶ Sovereign wealth fund
- ▶ Focuses on investments in strategic development projects
- ▶ Owned by the finance ministry, headed by Prime Minister Najib Razak

**1MDB**

Real Estate Sdn. Bhd

## Key allegations

- ▶ \$700 million missing from a joint venture with a Saudi energy company in 2009
- ▶ Abu Dhabi sovereign wealth fund accused 1MDB of failure to pay back a \$1 billion loan
- ▶ \$4 billion suspicious payments to a now-dissolved British Virgin Islands company, according to a Malaysian parliamentary report this year
- ▶ US Justice Department in July moved to seize more than \$1 billion in assets bought with money believed to have been siphoned from 1MDB

## Prime minister implicated



- ▶ 2015 report in the Wall Street Journal said Najib had received \$681 million in 2013, which has been linked to 1MDB accounts in further reports
- ▶ After initial denial, government said the money had been a "personal donation" from the Saudi royal family

# 1MDB saga: The players

## Arul Kanda Kandasamy

• Appointed president and group managing director in January 2013 and from then on 1MDB in the space of two years has turned the company over into what was largely a shell company to his fortune.

• Having faced an issue with cash flow problems, he has to be expected to have sold down his stake in the BPP4 before the deal to a private sale.

PHOTO: ARUL KANDA KANDASAMY

PHOTO: AP/REUTERS/ARUL KANDA KANDASAMY

## 1MDB: The story so far

### Sept 2009

The Singapore Investment Authority in which Najib Razak has a 25 per cent stake, is set up to manage the investment vehicle for the sovereign wealth fund of the Islamic Republic of Malaysia.

### 2012-13

1MDB begins buying up power plants, accumulating assets worth RM18 billion in debt, but is unable to pay for them.

### 2014

The company was awarded RM40 billion in debt, nearly all of which was to be used to finance the construction of the new airport in Kuala Lumpur.

### Dec 2014-May 2015

1MDB begins to struggle to meet its obligations and is forced to seek a loan from the government to finance the debt. In February 2015, 1MDB was forced to seek a loan from the government to finance the debt.

### March 2015

Under intense public pressure over growing allegations of mismanagement in 1MDB, the Cabinet orders a review of the company's accounts by the Auditor-General.

### July 2015

The Wall Street Journal and London-based Sunday Times publish a report on July 15, 2015, stating that 1MDB has been accused of mismanagement in the company's accounts by the Auditor-General.

## Low Taek Jho

• Regularly criticised for his 25-year-old position having admitted to being an advisor to the Prime Minister in 1998.

• He reportedly came to Good Star Limited, a company controlled by the US and UK, in 2007. He was reportedly involved in a joint venture with Good Star Limited, the Wall Street Journal also alleges that Good Star deposited US\$500 million in 1MDB's Singapore bank account between 2011 and 2013.

## Rosmah Mansor & Riza Aziz

• The couple got a divorce in 2014, but they are still linked by their children's marriages.

• Riza Aziz, the son of the former Prime Minister, is said to be the link between the couple. He was reportedly involved in the 1MDB scandal, which featured a financial transfer of RM100 million to his company.

## Najib Razak

• Appointed Prime Minister in September 2009, he was the first Malaysian Prime Minister to be elected by the people.

• He is accused by the Wall Street Journal and Sunday Times of having received US\$700 million from 1MDB, which he then used to finance his personal expenses, largely prior to the 2013 General Election.

## Mahathir Mohamad

• He served as Prime Minister of Malaysia from 1981 to 2003, and was the first Malaysian Prime Minister to be elected by the people.

• He is accused by the Wall Street Journal and Sunday Times of having received US\$700 million from 1MDB, which he then used to finance his personal expenses, largely prior to the 2013 General Election.

## Tony Pua & Rafizi Ramli

• The opposition has accused them of having received US\$700 million from 1MDB, which they then used to finance their personal expenses, largely prior to the 2013 General Election.

## Sarawak Report, Wall Street Journal and The New York Times

• London-based Sunday Times, Wall Street Journal and The New York Times published a report on July 15, 2015, stating that 1MDB has been accused of mismanagement in the company's accounts by the Auditor-General.

## The Edge

• The Edge, a Singaporean newspaper, has accused 1MDB of mismanagement in the company's accounts by the Auditor-General.

## The Auditor-General

• The Auditor-General, a body set up to audit the accounts of the government, has accused 1MDB of mismanagement in the company's accounts.

## The Public Accounts Committee

• The Public Accounts Committee, a body set up to audit the accounts of the government, has accused 1MDB of mismanagement in the company's accounts.

## Xavier Andre Justo

• The former 1MDB executive has been accused of having received US\$700 million from 1MDB, which he then used to finance his personal expenses, largely prior to the 2013 General Election.



## The four Tan Sris

• The four Tan Sris, a group of four men, have been accused of having received US\$700 million from 1MDB, which they then used to finance their personal expenses, largely prior to the 2013 General Election.



THE WILD CARD

Malaysia's state Development Bank, debt of RM42 billion of the money flows.

## RM42 billion

1MDB has accumulated RM42 billion in debt, which is the highest amount of debt in the world. The debt is used to finance the construction of the new airport in Kuala Lumpur.

## US\$700 million

The Wall Street Journal, Sunday Times and The New York Times published a report on July 15, 2015, stating that 1MDB has been accused of mismanagement in the company's accounts by the Auditor-General.

## RM0.6 billion RM18 billion

Accumulated 1MDB debt, RM18 billion, is the highest amount of debt in the world.



1MDB's debt, RM18 billion, is the highest amount of debt in the world.









# KETAWA PINK PINK

ZUNAR

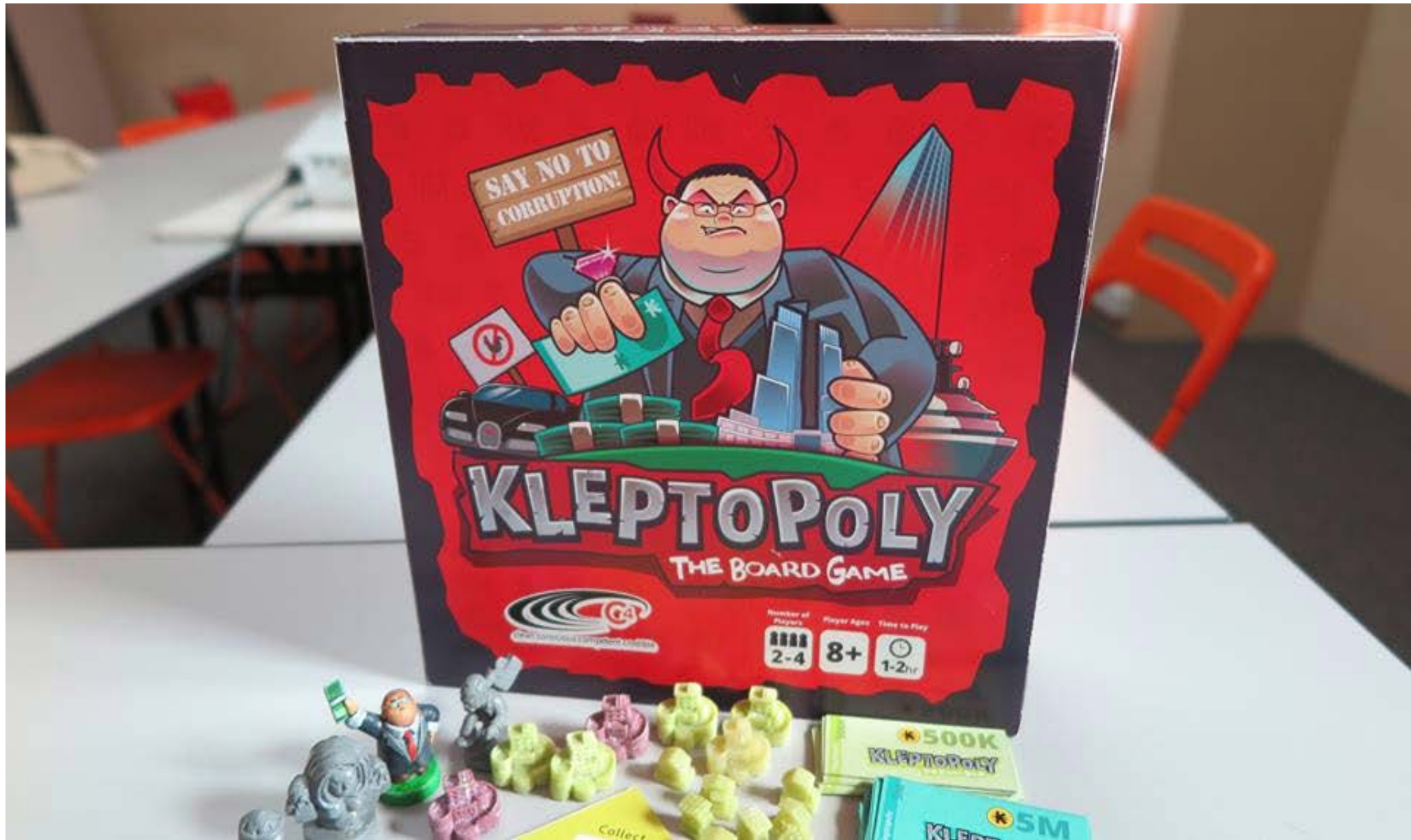
1MDB, Tanah Felda, Lembu  
Condo, Cincin Permata,  
BR1M, RM2.6B, GST



KOS HIDUP NAIK  
PETROL NAIK  
KOS MEDICAL NAIK  
BARANG NAIK  
GST GST  
TAMBAH NAIK







# OTHER SCANDALS

# FELDA DIPERAH!!!

## SIRI KRISIS FELDA

2014-2015	2016-2015	2012-2018	2017-2018	2011-2012	2017
<b>Tanah Felda ditukar milik secara rahsia</b> Tanah di Jalan Semarak bernilai <b>RM1 bilion</b> ditukar milik secara rahsia kepada pertama kuasa wakli tyang <b>Isa Samad</b> (dikendalikan tanpa pengetahuan Lembaga Felda.	<b>Bel hotel mewah lebih harga pasaran</b> FIC beli hotel hotel mewah di London dan Kuching, <b>RM110 juta</b> dan <b>RM50 juta</b> lebih dari harga pasaran. SPRM menyiasat hal ini sejak awal 2017 dan masih belum selesai.	<b>Saham FGV jatuh</b> Harga saham <b>FGV jatuh</b> dari <b>RM4.45</b> ke <b>RM1.71</b> , dikatakan terpurat dan pelaburan FGV yang merugikan. Felda dan peneroka mempunyai saham dalam FGV.	<b>Saham Eagle High jatuh</b> FIC Properties rugi <b>RM1.33 bilion</b> bila saham Eagle High Plantations jatuh. Eagle High dikuasai oleh <b>Peter Sendakh</b> , yang dikatakan rapat dengan <b>Najib Razak</b> .	<b>Pergelutan dalam Felda</b> Dzulfitri Wahab, bekas Pemangku Besar Felda, <b>disarahkan bercuti dan dipindahkan keluar</b> dari Felda. Dzulfitri dikatakan mementeng penyaharan FGV di pasaran saham.	<b>Pergelutan dalam FGV</b> Zakaria Arshad, Presiden dan Ketua Pegawai Eksekutif FGV, <b>digantung kerja</b> . Zakaria dikatakan mempromosikan keputusan pelaburan yang merugikan FGV.

### BADAN YANG DISALAH GUNA

### POLITIK KRONISME

### APA CERITA NI?

**MANGSA SEBENAR 122,635**  
 peneroka Felda dan generasi seterusnya. Wang Felda yang haus sapatutnya dimafatkan untuk kebajikan mereka.

<b>2004</b> Najib Razak jadi Menteri penyelia Felda.	<b>2009</b> Najib Razak jadi Perdana Menteri.	<b>2011</b> Isa Samad jadi Pengerusi Felda.	<b>2011</b> Najib Razak jadi Pengerusi Felda.	<b>2012</b> FGV ditukar ke pasaran saham.	<b>2013-2014</b> FIC beli hotel-hotel mewah di London dan Kuching, lebih dari harga pasaran.	<b>2014</b> Isa Samad beli surat wakli kuasa ke atas tanah Felda di Jalan Semarak kepada peneroka.
<b>2015</b> Najib Razak jadi Menteri penyelia Felda secara rahsia.	<b>Januari 2017</b> Shahhir Samad jadi Pengerusi Felda yang baru.	<b>April 2017</b> FIC Properties beli saham Eagle High.	<b>Jun 2017</b> Najib Razak jadi Pengerusi Felda.	<b>Julai 2017</b> Najib Razak jadi Pengerusi Felda.	<b>Disember 2017</b> FGV ditukar ke pasaran saham.	<b>2018</b> Najib Razak jadi Menteri penyelia Felda secara rahsia.

### INGAT INII

Kemapa siasatan SPRM dan Polis masih belum selesai?  
 Adakah orang yang berakhlak diilindungi oleh pihak berkuasa?  
 Wang Felda haus, kebajikan peneroka terabai?

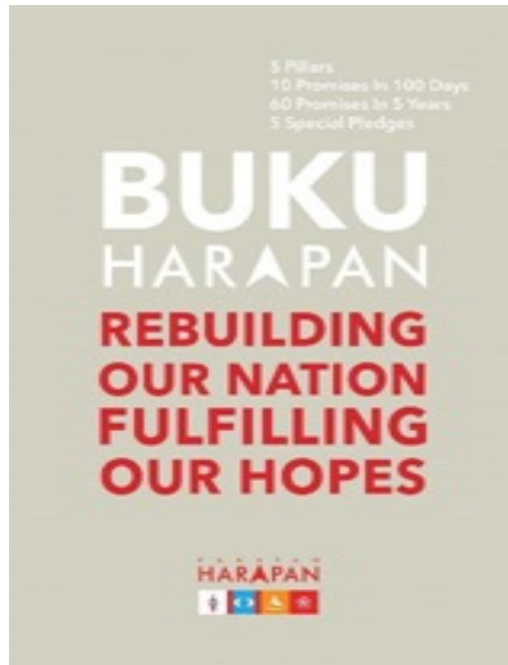
- RURAL FARMING SUBSISTANCE SCHEME MEANT TO BUILD CAPACITIES OF RURAL FARMERS
- POOR RURAL FARMING SCHEME LOST ABOUT RM 8 BILLION LEAVING POOR FARMERS IN DEBT.

# THE CONSEQUENCES AFTER

- POLICE THREATS, ARRESTS, QUESTIONING
- CRACKDOWN ON DISSENTERS, MEDIA, CIVIL SOCIETY
- SOCIAL MEDIA CYBERTROOPERS ATTACKS
- ANTI FAKE NEWS LAW



# NEW GOVERNMENT ...PAKATAN HARAPAN – Good Governance Agenda



Prior GE14



October 2018



January 2019

# CRITICAL ROLE OF THE CITIZEN



# MyCleanCity Mobile App Screenshots





# PH Litmus Tracker

- A monitoring mechanism that will keep track of the Pakatan Harapan Promises government's performance over the next year
- A repository of articles and updates on the NACP and the progress or the lack of it on its governance, political and institutional reforms.
- [www.JanjiPakatan.org](http://www.JanjiPakatan.org) will be live on 9 May 2019

Welcome to our Litmus Tracker for the pH of our country!

Does the PH government make good on its basic promise?  
Or will it leave everything behind in an acidic red?

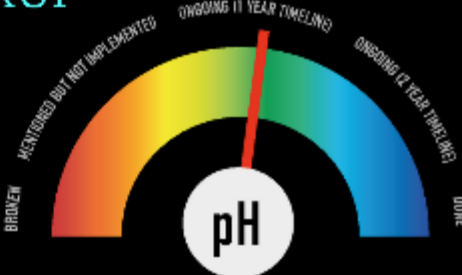
THE CENTER TO COMBAT CORRUPTION AND CRONYISM PRESENTS

**pH Litmus Tracker**

BUKU  
BERKUALITI  
DIPERDAYAKAN  
PLUS MELAKSANAKAN  
GURUPOLIS

NATIONAL  
ANTI-  
CORRUPTION  
PLAN  
2019-2023

A complete E-library of articles, press releases, expert opinions/analysis, social media announcements and all other forms of news on government's progress on 16 Promises from the Buku Harapan Manifesto and the NACP (2019-2023) Initiatives in their effort to fight corruption.



The pH meter goes from RED all the way to BLUE (just like a litmus paper) where the RED is a stomach-churning, acidic, red stop-sign for policies and promises which are stagnant and turning sour!

While the BLUE end of the scale is up in the sky, where they ought to strive to be!

The pH meter will be adjusted as the Pakatan Harapan government netes out their fight against corruption!