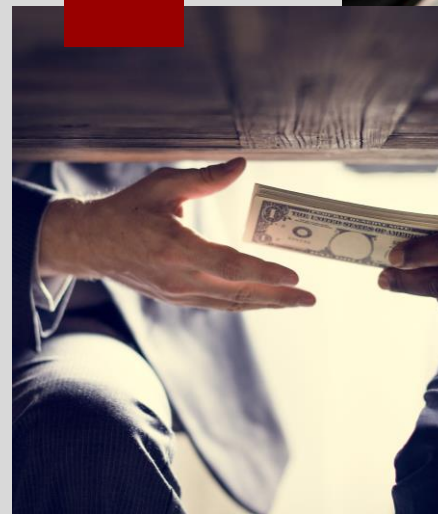




Supreme Audit Institution (SAI) Malaysia

Roles and Collaboration of
Government and Non-
Government Organisations
in Combating Corruption





Overview of SAI Malaysia

- 01 **Operating independently under the Federal Constitution.**
- 02 **Ensuring government accountability through external public audit.**
- 03 **AG's Report findings to Parliament and the Public Accounts Committee.**





Enhancement of SAI Malaysia Roles

Amendment of Audit Act 1957 (July 24, 2024)
enhances AG's power in conducting audit:

01

Broader audit
capabilities

02

Issuance of
guidelines

03

Follow-up
reporting on
audits



LAWS OF MALAYSIA

REPRINT

Act 62

AUDIT ACT 1957

Incorporating all amendments up to 1 January 2006

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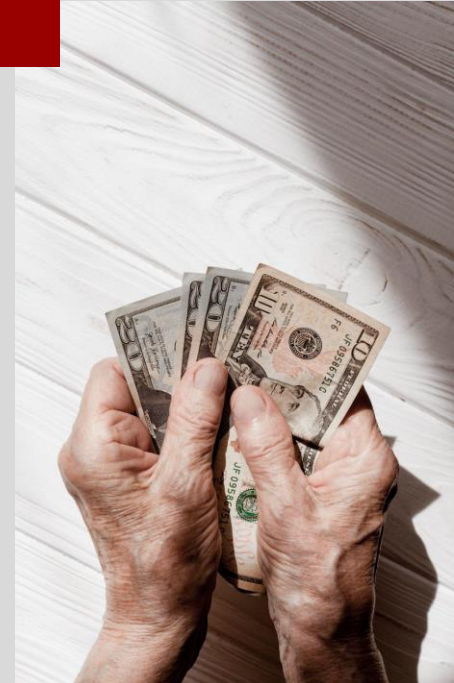


Roles of SAI Malaysia in Combating Fraud

SAI Malaysia plays a crucial role in **detecting and preventing fraud** through financial, compliance, and performance audits.

These audits help:

- 01 Identify red flags;
- 02 Guide improvements in financial management; and.
- 03 Internal controls.





Types of Audits

Types of Audit ➤

Prevention and Detection of Fraud ➤

Financial Audit

- Assess whether financial statements are accurate and whether funds are used as intended.
- Irregularities or discrepancies found during these audits can indicate risk for mitigation and potential fraud.

01

Compliance Audits

- Evaluates whether public entities adhere to relevant laws, regulations, and policies.
- Non-compliance can highlight areas where fraud might occur or where controls are inadequate.
- Violations or exceptions from standard practices can signal potential fraud.

02

Performance Audits

- Assess the efficiency and effectiveness of government programs and projects. it will deter:
- Inefficiencies or misconduct that may suggest fraudulent activity.
 - Discrepancies between expected and actual results may indicate underlying issues, including fraud.
 - Irregularities in resource allocation or usage can point to fraudulent practices or misappropriation.

03



Reporting and Recommendations

Audit findings are reported to Parliament and relevant bodies. Recommendations may lead to policy changes, improved controls, and further investigations by law enforcement agencies like MACC.



The PAC examines AG reports, identify financial irregularities and inefficiencies in government departments. PAC helps ensure effective use of public funds and strengthens government accountability.



MACC responsible for investigating and prosecuting corruption-related offenses. Ensures a coordinated approach to tackling fraudulent activities and enhances the overall effectiveness of fraud prevention efforts.



Special committees formed in collaboration with other agencies, such as the MACC, PSD, AG's Chambers, RMP, NACP, MoF and IIM. Any audit findings may refer the matter to law enforcement agencies for further investigation and legal action if there is uncover evidence of potential fraud. Ensures that fraudulent activities are addressed through appropriate legal channels.

Connection with Non-Government Agencies



SAI Malaysia collaborates with NGOs

01

Enhance anti-corruption efforts

02

Share best practices

03

Drive reforms

04

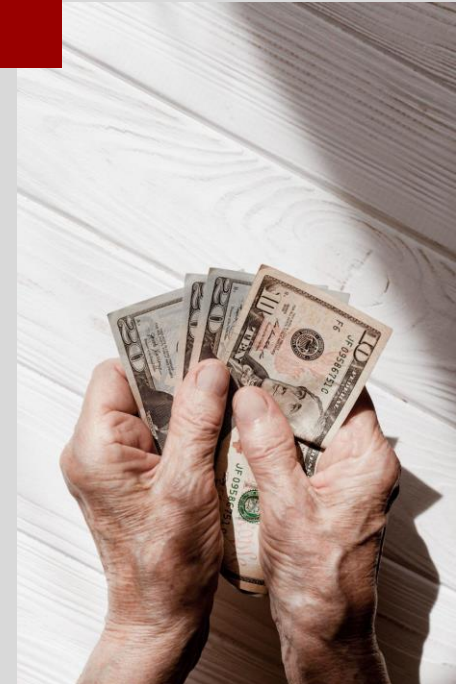
Partnerships with civil society

05

Strengthen accountability

06

Transparency





Auditor General Dashboard (AGD)



The Auditor General Dashboard (AGD) is a **digital platform** that makes audit reports and findings **accessible to the public**, including NGOs and civil society groups.

Transparency and Access

The AGD offers a user-friendly interface for viewing audit results, promoting public scrutiny of government actions.

Support for Advocacy

The platform aids in fighting corruption by raising awareness through media coverage and supporting policy recommendations for legislative and regulatory reforms.

Public and Policy Impact

Findings from the AGD help inform and drive policy changes aimed at addressing systemic corruption issues.

Capacity Building

SAI Malaysia uses the AGD to organize training and workshops with NGOs, fostering a culture of integrity and improving financial management and anti-corruption practices beyond the public sector



NGO Roles in Combating Corruption

01

**Advocacy &
Public
Awareness**

02

**Monitoring &
Reporting**

03

Legal Assistance

04

**Community
Engagement &
Empowerment**

05

**Research &
Analysis**

06

**International
Cooperation**

07

**Transparency
Initiatives**

08

**Monitoring
Election &
Governance**

Active NGOs in Malaysia



No.	Name of NGOs	Roles in Combating Corruption
1	Transparency International Malaysia (TI-M)	Focuses on advocating for anti-corruption policies, raising public awareness, and conducting research on corruption.
2	Bersih	A coalition that advocates for free and fair elections and good governance, mobilizing public support against corruption and electoral fraud.
3	Malaysian Centre for Constitutionalism and Human Rights (MCCHR)	Engages in legal advocacy and research on human rights and constitutionalism, including anti-corruption issues.
4	Human Rights Commission of Malaysia (SUHAKAM)	Monitors human rights issues, including those related to corruption, and advocates for reforms to protect rights and promote integrity.
5	Sahabat Alam Malaysia (SAM)	SAM focuses on environmental issues and advocates for transparency and accountability in environmental governance, which includes addressing corruption related to environmental policies.
6	Anti-Corruption Coalition Malaysia (ACCM)	ACCM is a coalition of various NGOs working together to promote anti-corruption efforts and foster collaboration among civil society organizations.

CONCLUSION



01

Recent amendments to the Audit Act 1957 enhance its powers in combating corruption by conducting thorough audits and enforcing follow-ups.

02

Collaboration with government agencies and NGOs is the key strategy for strengthens anti-corruption efforts.

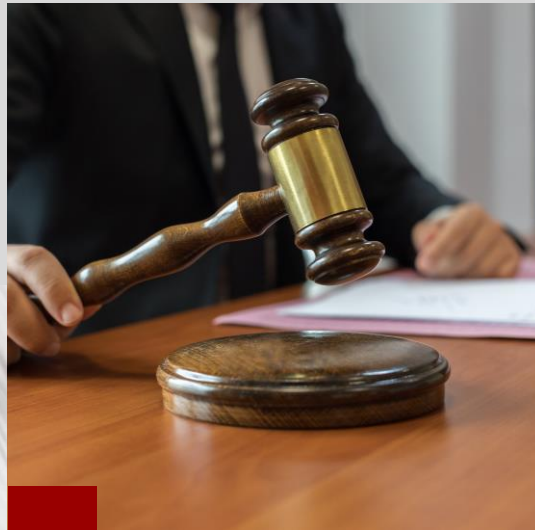
03

The Auditor General Dashboard (AGD) ensures transparency and public scrutiny, creating a robust framework for reducing corruption and improving governance.





PRIME MINISTER'S DEPARTMENT
NATIONAL AUDIT DEPARTMENT OF MALAYSIA



THANK YOU