**MALAYSIA** 

# TOBACCO INDUSTRY INTERFERENCE INDEX 2019

## Malaysia: 2019 Tobacco Industry Interference Index

Over the past three years, Malaysia has not made any progress in implementing Article 5.3 guidelines of the WHO Framework Convention on Tobacco Control (FCTC) and is deteriorating in efforts to address interference from the tobacco industry.

British American Tobacco (BAT) Malaysia, Japan Tobacco International (JTI) and Philip Morris Malaysia control 97 percent of the cigarette market. BAT is the dominant tobacco company occupying 58 percent of the cigarette market share. In 2017, BAT shut down its cigarette manufacturing facility in Petaling Jaya, citing increasing contraband cigarettes in Malaysia and a challenging business environment as its reasons. However just one year later, in October 2018, BAT has opened a new manufacturing facility in Johor stating it can leverage on the proximity for better management of materials, machinery parts as well as resources. This means Malaysia still provides an attractive investment environment for the tobacco business.

Despite there being a ban on tobacco advertising and promotions in Malaysia, in 2018, BAT reported in its annual report that it had seven promotional launches of its cigarette brands:

- January: DUNHILL Limited Edition Pack (LEP)
- February: PETER STUYVESANT 4Mix, first-ever cigarette with 4 different flavour capsules in one pack
- March: Upgraded pack for DUNHILL's capsule range
- May: DUNHILL Limited Edition Pack (LEP)
- July: DUNHILL Evoque with Malaysia's first bamboo charcoal filter; ROTHMANS KOOL (Menthol range)
- September: PETER STUYVESANT Bamboo Charcoal Filter and PETER STUYVESANT Tropica, first double novel capsules in one stick.

#### Main findings of the Index

There has been no progress in implementing Article 5.3, but a deterioration. Summary findings are as follows:

Level of tobacco industry's participation in policy-development: Overall, Malaysia has maintained a 'no direct participation of the tobacco industry' in policy-development. There were many pro-tobacco groups opposing tax increase. With the withdrawal of the GST, and reintroduction of the sales and service tax saw a slight price increase, however there was no excise tax increase. The new Border Security Agency, AKSEM which has the Kenaf Board in the committee (Japan Tobacco is on the Kenaf Board) carried out raids on smuggling of tobacco.

# • **Tobacco related CSR activities:** PMI continued to sponsor Yayasan Salam Malaysia's activity on 'Back-to-School' programme which was officiated by the political secretary of the Prime Minister and endorsed by the government and the Chief Minister of Kedah.

• Benefits to the tobacco industry: In 2018, PMI started to sell its IQOS heated tobacco product without pictorial health warnings (PHW) and there has been no enforcement to apply the PHW on these products. According to the Control of Tobacco Products Regulation, heated tobacco products are tobacco products. Malaysia continues to allow international travellers an allowance of 200 sticks of cigarettes to bring into Malaysia. On

the plus side, in ATIGA (ASEAN Trade in Goods Agreement), Malaysia has maintained to keep tobacco in the sensitive list and has not reduced import duties to zero just yet.

#### • Forms of unnecessary interaction with the industry:

The Johor Director of Royal Customs, Dato' Mohammad Hamiddan bin Maryani, officiated at the opening ceremony of BAT's new factory in Johor. The Managing Director of BAT was also present.

#### • Transparency:

There is no official record keeping of when the tobacco industry meets with government officials. There are no rules for the disclosure or registration of tobacco industry entities, affiliated organizations, and individuals acting on their behalf including lobbyists does not exist.

#### Conflict of interest:

There were no new appointments among recent senior government retirees. The former Secretary General of the Ministry of Home Affairs remains the Chairman of BAT Malaysia. The employee provident fund (EPF) continues to hold shares in tobacco business - BAT.

#### • Preventive measures to protect officials from industry interference:

No progress in preventive measures. While the Ministry of Health started to develop a code of conduct for Ministry of Health officials several years ago, however there was no progress on it in 2018. There is still no procedure in place for disclosing records of interactions with the tobacco industry and its representatives.

#### Recommendations

- To ensure transparency there must be a procedure for government officials to record all interactions, where strictly necessary, with the tobacco industry.
- Ban tobacco related CSR activities.
- The tobacco industry should not be given any benefit to run its business. Tobacco control legislation must be implemented.
- Code of conduct for government officials to provide guidance on dealing with the tobacco industry. The Code will stop government officials from endorsing tobacco related activities and the tobacco industry.

Questionnaire

INDICATORS	0	1	2	3	4	5			
Level of Industry Participation in Policy-Development						_			
<ol> <li>The government<sup>1</sup> accepts, supports or endorses any offer for assistance by or in collaboration with the tobacco industry<sup>2</sup> in setting or implementing public health policies in relation to tobacco control<sup>3</sup> (Rec 3.1)</li> </ol>	0								
No incident was found for 2018									
<ol> <li>The government accepts, supports or endorses <u>policies or</u> <u>legislation drafted</u> by or in collaboration with the tobacco industry. (Rec 3.4)</li> </ol>				3					
Think Tank IDEAS (Institute for Democracy and Economic Affairs) which is funded by PMI and JT released a report (Combatting Illicit Trade: Lessons from Abroad) which among its recommendation urged the government to hold off any further price increases and instead review the present ta structure for tobacco products. <sup>4</sup> The PMI funded "Asia Illicit Tobacco Indicator 2017: Malaysia" report by Oxford Economics wa referred to in media articles. <sup>5</sup> In November cigarette prices were increased slightly (average 40 sen per pack) when the Sales and Service tax came into force on 1 September to replace the GST. <sup>6</sup> The government announced it with not raise excise tax for 2019 – BAT made a statement acknowledging the government for listening to it: "While we understand a price increase is inevitable given the implementation of the new tax system we are glad the government has taken our interpretation into consideration to result in today's price									
<ul> <li>increase."<sup>7</sup></li> <li>3. The government allows/invites the tobacco industry to sit in government interagency/ multi-sectoral committee/ advisory group body that sets public health policy. (Rec 4.8)</li> <li>1 Never 5 Yes</li> </ul>						Ļ			
According to the National Kenaf & Tobacco Board Act 2009, the tobacco i Board (represented by Japan Tobacco International). The National Kenaf a participates in inter-sectoral tobacco control meetings.									
The LKTN took over jurisdiction of the licensing of tobacco retailers in 20 been no decision or movement on the issue. Over the past 7 years, the Minis which over-seas the LTKN, and the LTKN itself have taken turns to make sta consulting with various stakeholders about the licensing. <sup>8</sup> , <sup>9</sup> In January 201	try of F tement	Prima s th	ary I at th	ndu: iey a	strie are s	es stil			
<ul> <li><sup>1</sup> The term "government" refers to any public official whether or not acting within the sector of the sector of the sector of the state-owned tobacco industry.</li> <li><sup>3</sup> "Offer of assistance" may include draft legislation, technical input, recommendations</li> <li><sup>4</sup> Mark Rao. Nation robbed of billions by contraband cigarettes, says IDEAS; The Mala Mark Rao. Nation robbed of billions by contraband cigarettes, says IDEAS; The Mala <u>https://themalaysianreserve.com/2018/10/31/nation-robbed-of-billions-by-contraband</u></li> <li><sup>5</sup> Ronnie Teo. Smoke and mirrors; 28 October 2018; Borneo Post; <a href="https://www.theborneopost.com/2018/10/28/smoke-and-mirrors-for-big-tobacco/">https://www.theborneopost.com/2018/10/28/smoke-and-mirrors-for-big-tobacco/</a></li> <li><sup>6</sup> Martin Carvalho et al. Smokers may turn to illicit cigs; The Star Malaysia; 1 Novemb </li></ul>									

<sup>8</sup> No decision on licensing of tobacco distribution and production says MPIC; The Malay Mail; 28 December 2015 <u>https://www.malaymail.com/news/malaysia/2015/12/28/no-decision-on-licensing-of-tobacco-distribution-and-production-says-mpic/1030961</u>

			4	-	•	4	
INDICATORS	la al 11-	0	1	2	3	4	5
Industries stated, "The government has not decided yet to impose issu tobacco products." <sup>10</sup> This is clearly a delay tactic.	ing lice	nses	το	retai	iers	tos	sei
The LTKN is also on the Board of the Malaysian Border Security Agen force in December 2017. <sup>11</sup> Under the Act, the new agency, the Malay (Agensi Kawalan Sempadan Malaysia, AKSEM), will be "responsible for illegal activities along the country's land borders." Through the LTKN, the involved in the agency (AKSEM) that conducts enforcement activities of	sian Bo curbing tobac	orde g sm co in	r Se nugg idus	ecuri gling try is	ty A and s no	lger d ot	ncy he
<ol> <li>The government nominates or allows representatives from the tobacco industry (including State-owned) in the delegation to the COP or other subsidiary bodies or accepts their sponsorship for delegates. (i.e. COP 4 &amp; 5, INB 4 5, WG) (Rec 4.9 &amp; 8.3)</li> </ol>	he		1				
There was no tobacco industry representative from the National Kenaf ar in previous years, to COP8 session in 2018. <sup>13</sup>	nd Toba	acco	Boa	ard (	(LKT	N)	as
So-called CSR activities				0			<b>—</b>
<ol> <li>A. The government agencies or its officials endorses, supports forms partnerships with or participates in so-called CSR activit organized by the tobacco industry. (Rec 6.2)</li> <li>B. The government (its agencies and officials) receives contributions (monetary or otherwise) from the tobacco industr (including so-called CSR contributions). (Rec 6.4)</li> <li>NOTE: exclude enforcement activities as this is covered in and guestion</li> </ol>	ies y			3			
question							L
12 December 2018: Yayasan Salam's " <u>Back-to-School</u> " programme functives continued, and the 2019 programme was launched. The event was secretary of the Prime Minister, Tuan Muhammad Zahid Md Arip. The event Chief Minister of Kedah, Datuk Seri Mukhriz Mahathir. The backdrop to t	officiate ent was	ed by s atte	y po ende	litica ed b	al y th	e	

Yayasan Salam posting on its fb thanked Philip Morris Malaysia on the sponsorship, and the political secretary of the Prime Minister, for officiating the 'Back To School 2019' programme.<sup>14</sup>

13 http://www.who.int/fctc/en/

<sup>14</sup> Yayasan Salam facebook post;

PMI, Yayasan Salam and government department.

<sup>&</sup>lt;sup>9</sup> Proposed licensing aimed at curbing illegal distribution of tobacco products; The Malay Mail 17 February 2017 <u>https://www.malaymail.com/news/malaysia/2017/02/17/proposed-licensing-aimed-at-curbing-illegal-distribution-of-tobacco-product/1317457</u>

 <sup>&</sup>lt;sup>10</sup> Kenneth Tee. No decision yet on licensing for tobacco product sales, says Teresa Kok; The Malay Mail; 26 January 2019; <u>https://www.malaymail.com/news/malaysia/2019/01/26/no-decision-yet-on-licensing-for-tobacco-product-sales-says-teresa-kok/1716762</u>
 <sup>11</sup> New Straits Times; 29 December 2017 <u>https://www.nst.com.my/opinion/leaders/2017/12/319733/border-</u>

 <sup>&</sup>lt;sup>11</sup> New Straits Times; 29 December 2017 <u>https://www.nst.com.my/opinion/leaders/2017/12/319733/border-security-act-comes-force</u>
 <sup>12</sup> Anti-smuggling raid nets over RM26 mil worth of contraband cigarettes; The Star Malaysia; 2 Sep 2018

<sup>&</sup>lt;sup>12</sup> Anti-smuggling raid nets over RM26 mil worth of contraband cigarettes; The Star Malaysia; 2 Sep 2018 <u>https://www.thestar.com.my/news/nation/2018/09/02/anti-smuggling-raid-nets-over-rm26mil-worth-of-contraband-cigarettes/</u>

https://www.facebook.com/YayasanSalam/photos/pcb.10156297646003138/10156297645028138/?type=3&theater

### 0 1 2 3 4 5



Photo: PMI is sponsor of the event whose logo appears together with logos of Yayasan Salam and government.



https://bit.ly/2KCDOwz

Bene	efits to the Tobacco Industry								
fo to	The government accommodates requests from the tobacco industry or a longer time frame for implementation or postponement of obacco control law. (e.g. 180 days is common for PHW, Tax increase can be implemented within 1 month) (Rec 7.1)					5			
other packa 1. Ir T	<ul> <li>increase can be implemented within 1 month) (Rec 7.1)</li> <li>While the Ministry of Health strengthened its smoke-free measures (FCTC Article 8) in 2018, severa other tobacco control policy decisions pending since 2016 did not make progress in 2018: plain packaging preparation, licensing of retailers and ban on e-cigarette.</li> <li>In February 2016 the MOH announced they will start preparation on plain packaging of cigarette The statements suggested that the ministry had an implementation plan and strategy for plain packaging. The tobacco industry and lobby groups cautioned the Government through statement in the media that introducing plain packaging would violate international trade laws. The MOH</li> </ul>								

<u>back-tracked</u> on its decision, the Health Minister claimed they want to <u>talk to the tobacco</u> <u>companies</u> on intellectual property rights. In 2018, IDEAS (funded by PMI and JTI) ran newspaper articles opposing plain packaging, claiming it did not bring smoking down in Australia but instead curbed decline in smoking and that

it was five years of failure,<sup>15,16</sup> The plan has since been put on hold.

<sup>&</sup>lt;sup>15</sup> <u>https://www.malaymail.com/news/what-you-think/2018/03/23/plain-packaging-five-years-of-failure-ideas/1605509</u>

<sup>&</sup>lt;sup>16</sup> <u>https://www.freemalaysiatoday.com/category/nation/2019/01/24/ideas-took-money-from-tobacco-firms-and-opposed-anti-smoking-plans-says-uk-daily/</u>

INI	DICATORS	0	1	2	3	4	5		
	The Ministry of Primary Industries and the National Kenaf and Tobacco Boa	0	-				Э		
2.						a a			
decision on licensing of tobacco retailers claiming they are still consulting with stakeholder. Meanwhile pro-tobacco industry front groups such as the Malaysia Singapore Coffeeshop									
Proprietors' General Association (MSCSPGA) and the Malaysia Indian Restaurant Owners									
	Association (Primas), opposed any stringent tobacco control measures. See					•			
	Association (Filmas), opposed any stilligent tobacco control measures. See	ans	vve		Q3.				
3.	Contrary to recommendations from the Health Ministry to ban e-cigarettes, r	on	oio	oting					
5.	cigarette will be allowed and three ministries will be responsible for this issue		IIC	otine	- <del>-</del>				
	Although the Ministry of Health recommended a ban on e-cigarettes, the var		ind	duct		hio	d		
	the Ministry of Domestic Trade and Consumer Affairs to allow its sale. On 25					JDIE	u		
	Cabinet <u>decided</u> , e-cigarette with nicotine will be banned – under the jurisdic								
	However the Ministry of Domestic Trade and Consumer Affairs (KPDNKK) w					alo f	or		
	regulating and enforcing safety standards for electronic cigarette devices and					JIET	01		
	vaping devices under the Consumer Protection Act 1999 (Act 599). It would					nd			
	enforce the marking and labelling of electronic cigarette devices and nicotine								
	vapes through the Trade Descriptions Act 2011 (Act 730); Act 599; the Price								
	Profiteering Act (Act 723) and the Weights and Measures Act. Some states,						,		
	banned e-cigarettes. Health Ministry study found e-cigarettes were currently								
	students and had been tried by 710,000. <sup>17</sup>			0,00	,00				
4.	Heated tobacco product: There is confusion around whether heated tobacco	o pro	bd	ucts	are iı	ndee	ed		
	tobacco products, hence must be subject to Control of Tobacco Products R								
	PMI started to sell its IQOS heated tobacco product without pictorial health v								
	has been no enforcement to apply the PHW. <sup>18</sup>		0	,					
7.	The government gives privileges, incentives, exemptions or benefits				3				
	to the tobacco industry (Rec 7.3)				-				
Pa	rt of MIDA (Malaysian Industrial Development Authority) the policy is to increa	ise i	nv	estr	nents	for			
	ports – Incentives for Investment [Book 3 Guide] for Malaysian manufacturer.								
	centives are provided for manufacturing sector – the incentives include tax include								
	emptions on raw materials, components, machinery and equipment; tax exem						of		
	reasing exports; exemption of duties includes tobacco – over and above ATIC								
cig	arettes and tobacco leaves less than 5% under ATIGA (AFTA)								
Ma	alaysia continues to allow an allowance of 200 sticks of duty free cigarette to b	ebi	rou	i <mark>ght</mark> i	nto f	the			
со	untry by international travellers. Both Singapore and Brunei have withdrawn d	uty f	re	e sta	itus o	on			
cig	jarettes.								
Fc	orms of Unnecessary Interaction								
8.					3				
	Minister <sup>19</sup> ) meet with/ foster relations with the tobacco companies		1						
	such as attending social functions and other events sponsored or		1						
	organized by the tobacco companies or those furthering its					1			
	interests. (Rec 2.1)								
			<u> </u>			<u> </u>			
0~	20 October 2018, the Director of Poyce Custome, Johan Data' Mahammad Li	amia	14-		n M.		ai		
	1 29 October 2018, the Director of Royal Customs Johor, Dato' Mohammad Hatis ficiated at the opening ceremony of BAT's new factory in Johor. The emcee two provides the second second second second second second second second second second s					arya	п,		
	notated at the opening celemony of DATS new factory in Jonor. The efficee tw	eele	JU.	jus	L				

officiated at the opening ceremony of BAT's new factory in Johor. The emcee tweeted: "just completed hosting the grand launch of British American Tobacco's Johor Factory! Officiated by Yang

 <sup>&</sup>lt;sup>17</sup> www.thestar.com.my/news/nation/2016/12/31/subra-up-to-states-to-ban-sale-of-ecigs-and-vapes/#tZAxQYkSCtQWU3h9.99
 <sup>18</sup> https://www.thesundaily.my/local/tobacco-product-firms-call-for-regulations-on-smoking-alternative-devices-

DH768489 <sup>19</sup> include immediate members of the families of the high level officials

#### INDICATORS

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Yang Berbahagia Dato' Mohammad Hamiddan bin Maryani, Director of Customs Johor with Erik Stoel, Managing Director of British American Tobacco Malaysia.<sup>20</sup>

Photos: launch of BAT's factory in Johor – Director of Johor Custom appears side-by-side with BAT's MD





Photo credits: emceeshaun

In May 2018, PMI was part of the US-ABC delegation for a <u>meeting</u> with the ASEAN Director-Generals of Customs held Langkawi in Malaysia.<sup>21</sup> The press release issued by US-ABC lists PMI as one of the companies that attended the meeting. PMI is on US-ABC's Customs and Trade Facilitation Committee. The US-ABC, which represents American businesses, proposed a deeper partnership with ASEAN Customs to tackle challenges faced by border agencies. For illicit trade in tobacco, partnership with the tobacco industry goes against the WHO FCTC.

The Prime Minister of Malaysia, Dr Mahathir Mohamad, received a delegation from US-ABC at his office which included a PMI executive.<sup>22</sup>

Political Secretary to the Prime Minister and the Chief Minister of Kedah were at the PMI sponsored Back to School programme. See Q5.

9.	The government accepts assistance/ offers of assistance from the		2		
	tobacco industry on enforcement such as conducting raids on tobacco smuggling or enforcing smoke free policies or no sales to				
	minors. (including monetary contribution for these activities) (Rec				
	4.3)				

New Border security Agency, AKSEM - the Coordinating Committee has Kenaf Board as a member.

- <sup>21</sup> <u>https://www.usasean.org/press-release/2018/05/03/us-companies-explore-expanded-cooperation-aseans-customs-authorities</u>
- <sup>22</sup> https://www.facebook.com/TunDrMahathir/photos/pcb.10155941307378652/10155941306938652/?type=3&theater

<sup>&</sup>lt;sup>20</sup> 'Emceeshaun', who was the master of ceremony at the event, posted it on his twitter; 29 Oct 2019. https://www.picbat.com/media/BpgaxTOHItX

INDICATORS	0	1	2	3	4	5
JTI sits on the Kenaf Board. No other publicly available information.						
10. The government accepts, supports, endorses, or enters into partnerships or agreements with the tobacco industry. (Rec 3.1) <i>NOTE: This must <u>not</u> involve CSR, enforcement activity, or tobacco control policy development since these are already covered in the previous questions.</i>	0					
No report available in the public domain						
Transparency						
<ol> <li>The government does not publicly disclose meetings/ interactions with the tobacco industry in cases where such interactions are strictly necessary for regulation. (Rec 2.2)</li> </ol>				3		
10 April 2017: Despite a call by former Deputy Health Minister Dr Hilmi Yahaya t prices to RM21.50 per pack from the current RM17, the Finance Ministry said the immediate plans to hike duty on tobacco products. Instead, the focus will be on cracking down on the illicit cigarette trade, which ac staggering 57% market share as at last December. "At the moment, the government has no intention of increasing the cigarette tax," Finance Minister Datuk Seri Johari Abdul Ghani told The Edge. These are usual statistic from the industry - there is no official record of when the industry met wit An immediate beneficiary of the news was British American Tobacco (M) Bhd (B price recovered following the assurance by the former Second Finance Minister.	ere v coui " for indu h th AT)	were nted mer ustry e Mi	for Sec po	a conc sitio er.	l n ar	าd
On 29 Oct 2018, BAT opened a new manufacturing factory in Nusajaya Tech Pastrategically located for easy access to BAT's factory in Singapore. BAT's annual allows the manufacturing facility in Johor to leverage on the proximity for better materials, machinery parts as well as resources. <sup>24</sup> BAT engaged with the Royal Malaysian Customs Johor to put in place a process seamless transition to allow the movement of materials and products to and from manufacturing facility. Since there is no guidelines on how government officials it to bacco industry, it is unclear what BAT "seamless transition to allow movement" government procedure. An aim under BAT's supply chain is "decrease the time if deliver tax stamps from the Government to the source factory. In 2018, the Supp worked with the Royal Malaysian Customs to establish a sustainable process to duty paid. The total refund of duty paid obtained in 2018 amounted to RM19 milli	I rep mana s to o n the inter " me t tak oly C obta	enat enat e Jol act v eans ces t chain ain a	says nen ole a hor with for o or o tea	s thi t of the der am	and	
BAT's national distribution warehouse operated by TASCO Berhad, supply from 29 sales hubs in Peninsular and East Malaysia.	the	ware	ehou	lse	to tł	ıe
PMI is a board member of AMCHAM and will be hard for government officials to October, AMCHAM's Investment and Taxation Committee was briefed by repres Ministry of Finance and Inland Revenue Board. <sup>25</sup>					he	
On 28 June at AMCHAM's AGM Luncheon with the Prime Minister of Malaysia, Mohamad, PMI was one of the sponsors of the event. <sup>26</sup>	Tun	Dr.	Mah	athi	r	
<ul> <li><sup>23</sup> <u>http://www.theedgemarkets.com/article/no-cigarette-tax-hike-says-johari</u></li> <li><sup>24</sup> BAT 2019 Annual report; Page 100 <u>http://www.batmalaysia.com/group/sites/bat_ap6d2l.nsf/vwPagesWebLive/DOAP8FP4/\$I</u></li> </ul>		1				

df?openelement <sup>25</sup> https://amcham.com.my/2018/11/01/investment-tax-committee-roundtable-with-mof-and-irb/ <sup>26</sup> https://amcham.com.my/2018/07/11/agm-luncheon-with-y-a-b-tun-dr-mahathir-mohamad-prime-minister-of-malaysia/

	0	4	0	2	A	F
INDICATORS On 10 July 2018, the Prime Minister attended AMCHAM function on CSR activitie PMI's table is next to the VIP table. <sup>27</sup> PMI itself was not one of the featured comp report.						5
Photo: PMI's table is next to the VIP table where the Prime Minister was seated.						
12. The government requires rules for the disclosure or registration of tobacco industry entities, affiliated organizations, and individuals acting on their behalf including lobbyists						5
There are no rules for the disclosure or registration of tobacco industry entities, a organizations, and individuals acting on their behalf including lobbyists does not e						
Conflict of Interest					1	
<ol> <li>The government does not prohibit contributions from the tobacco industry or any entity working to further its interests to political parties, candidates, or campaigns or to require full disclosure of such contributions. (Rec 4.11) <i>1 Never 5 Yes</i></li> </ol>						5
The government continues to hold investment in tobacco companies: The Employees Provident Fund (EPF) is one of BAT's major shareholders, which intention to move towards ESG (environmental, social and governance) investme down its stake in the group. The EPF, which previously announced that it would be gradually decreasing its s now holds about 5% stake. <sup>28</sup>	ents	, ha	s be	en p		ng
Corporations are not required to declare their contributions to political parties, here official record of contributions if any from tobacco companies to political parties.	nce	the	re is	s no		
14. Retired senior government officials form part of the tobacco industry (former Prime Minister, Minister, Attorney General) (Rec 4.4)					4	
No newly retired government official joined the tobacco industry in 2018.						
The previous retiree still remains in his position with BAT. Tan Sri Dato' Seri Dr Aseh was appointed the new Chairman of BAT Malaysia in was the former Secretary General of the Ministry of Home Affairs, Malaysia, till hi October 2007; he is currently associated government linked companies - appoint	is re	tire	men	t on	22	1
	2 9 /2+		2.04			

 <sup>&</sup>lt;sup>27</sup> https://www.facebook.com/AmChamMalaysia/photos/a.292416347500405/2062323507176338/?type=3&theater
 <sup>28</sup> The Star Malaysia; 21 April 2018 <u>https://www.thestar.com.my/business/business-</u>
 <u>news/2018/04/21/contraband-cigarettes-smoking-out-big-tobacco/#oXO5eV8FOBJXGb9j.99</u>

INDICATORS	0	1	2	3	4	5
of Social Security Organisation (SOCSO) in August 2017 and active in communi roles as Trustee and Chairman of the Football Association of Malaysia Vetting, N Integrity Committee; he is an influential person. <sup>29</sup>			e wi	th hi	S	
<ol> <li><u>Current government officials</u> and relatives hold positions in the tobacco business including consultancy positions. (Rec 4.5, 4.8, 4.10)</li> </ol>	0					
There has been no record of current government officials and relatives holdin business.	g po	ositi	on ii	n tob	aco	co
<b>Preventive Measures</b> SCORING for this section: 1. Yes, 2. Yes but partial only, 3. Policy/Progr developed 4. Committed to develop such a policy/program 5. None	ram	bei	ng			
16. The government has put in place a procedure for disclosing the records of the interaction (such as agenda, attendees, minutes and outcome) with the tobacco industry and its representatives. (Rec 5.1)						5
There is no procedure for disclosing the records of any interaction with the tobac and there has been no progress in taking this issue forward.	cco i	ndu	stry	in pla	ace	
<ol> <li>The government has formulated, adopted or implemented a code of conduct for public officials, prescribing the standards with which they should comply in their dealings with the tobacco industry. (Rec 4.2)</li> </ol>						5
The Ministry of Health started work on developing Article 5.3 code of conduct for officials, prescribing the standards with which they should comply in their dealings with the tobacco industry. The initiative then focused on just Ministry of Health's staff several years ago. The Code was not finalised in 2018.						
<ol> <li>The government requires the tobacco industry to periodically submit information on tobacco production, manufacture, market share, marketing expenditures, revenues and any other activity, including lobbying, philanthropy, political contributions and all other activities. (5.2)</li> </ol>						5
The government does not require the tobacco industry to submit information on manufacture, market share, marketing expenditures, revenues and any other activities, philanthropy, political contributions and all other activities. No movement	tivity	, inc	ludi		on,	
19. The government has a program / system/ plan to consistently <sup>30</sup> raise awareness within its departments on policies relating to FCTC Article 5.3 Guidelines. (Rec 1.1, 1.2)			2			
A number of government agencies are part of the FCTC Steering Committee comministry of Health where issues of Art 5.3 are addressed. The Committee did not						
<sup>29</sup> BAT Malaysia						

http://www.batmalaysia.com/group/sites/bat\_7ryj8n.nsf/vwPagesWebLive/DO7SUKSJ/\$FILE/medMDAX45BC.pd f?openelement pg38 <sup>30</sup> For purposes of this question, "consistently" means: a. Each time the FCTC is discussed, 5.3 is explained. AND b. Whenever the opportunity arises such when the tobacco industry intervention is discovered or reported.

INDICATORS	0	1	2	3	4	5		
20. The government has put in place a policy to disallow the acceptance of all forms of contributions/ gifts from the tobacco industry (monetary or otherwise) including offers of assistance, policy drafts, or study visit invitations given or offered to the government, its agencies, officials and their relatives. (3.4)				3				
The government has no specific policy to disallow the acceptance of contributions/ gifts from the tobacco industry. However (General Orders) and anti-corruption law exists and this should apply overall.								
TOTAL = 62								