Asian Roundtable on Corporate Governance
Fighting Abusive Related Party Transactions in Asia
Workshop on Implementation

New Delhi, India
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Presented by John Lim
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- RPTs are not all abusive

- Most are beneficial but provide an avenue for tunnelling
- Rules exist to regulate RPTs but cannot totally prevent abuse

- Focus is on listed entities
- Effective boards, particularly IDs and comprehensive processes provide best safe-guards
- Quality directors to ensure high degree of board independence
- 3Cs – Competence, Commitment, Character
- Effective board selection and leadership
- Continued training
- Processes and procedures to identify related (interested) parties transactions and manage RPTs

- Transparency and disclosures
- “Beneficial” transactions
- Existing gaps
- Integrity and ethical behaviours
Thank you

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