

Asian Roundtable on Corporate Governance

Fighting Abusive Related Party Transactions in Asia Workshop on Implementation

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Singapore Institute of Directors

Excellence in Corporate Governance

- 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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