



Office of Anticorruption and Integrity

**International Anticorruption Day 2021**

## **Integrity: Enforcement and Impact**

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*iACT to fight corruption.*

# ADB Integrity Compliance Enforcement Framework: Why It Matters

- From Respondents' Perspective

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Thursday, 9 December 2021

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& Reed**



# ADB Enforcement Framework: An Overview

## ADB Stats

### To Date:

- OAI received a total of **1681** project-related complains
- Sanctioned a total of **458** firms, and **279** individuals.
- Cross-debarred **1596** entities from the WB, AfDB, EBRD, and IDB.

### In 2020:

- OAI received a total of **302** new complaints
- opened **89** new cases for investigation, of which, **64** of them pertains to fraudulent conduct
- Resulting in the debarment of **89** firms and **31** individuals.

**Published List**

This is ADB's published sanctions list. It contains the names of entities who violated the sanctions while ineligible; entities who committed second and subsequent violations; debarred entities who are uncontactable; and cross-debarred entities.

Search:

Tip: Use the \* for better search results. Type "example" to list all entities containing the text "example" anywhere in the line.

View by:

Expand All + | Collapse All -

Name	Address	Sanction Type	Other Name/Logo	Effect Date/Lapse Date	Grounds
<b>Alghanistan</b>					
LATIFI CONSTRUCTION AND ROAD CONSTRUCTION COMPANY	HEAD OFFICE ADDRESS #11 10TH STREET MAIN ROAD OF WAZIR AKBAR KHAN, NEXT TO THE CHILDREN HOSPITAL, KABUL, Afghanistan	Debarred		14/Jun/2018   No Date	Cross-Debarment, WB
HEAD OFFICE ADDRESS #21 HOUSE #485, 12TH STREET MAIN ROAD OF WAZIR AKBAR KHAN, SIDE OF FINEST STORE, KABUL, Afghanistan					
SERAJ, BEZHAN	SHARAF KABANZAD KODOLA BAZAR, DISTRICT #4, KABUL, Afghanistan	Debarred		20/Feb/2020   12/Feb/2022	Cross-Debarment, WB
<b>Albania - Non ADB Member Country *2</b>					
CORPI - AKTOR	BULEVARDE DEBIBROKET 8 KOHRET TWIN TOWERS 2, KATI 13, R. 1, TRIANA, ALBANIA	Debarred		17/Aug/2021   14/Mar/2022	Cross-Debarment, WB
<b>Argentina - Non ADB Member Country *2</b>					
BOSAR ARGENTINA SA	1, YUCUMAN, PLAT 4, C1049AAA, BURNOS AIRES, ARGENTINA	Debarred		17/Aug/2021   14/Mar/2022	Cross-Debarment, WB
<b>Armenia</b>					
MEDTECHNICA PLUS CIRC & MEDICAL EQUIP	Harati Str, 7, Yerevan 0103, Armenia	Debarred		8/Feb/2013   No Date	Cross-Debarment, WB
<b>Australia</b>					
BOSAR AUSTRALIA PTY	LEVEL 5, 574 ST KILDA ROAD, MELBOURNE VIC 3004, AUSTRALIA	Debarred		17/Aug/2021   14/Mar/2022	Cross-Debarment, WB
Kumaraganaga, Saira Kumar, Din	22, Horia An Hitcham VIC AUSTRALIA 3132	Debarred		4/Dec/2018   Indefinitely	Violated ADB's Integrity Principles and Guidelines 2.A(i), (ii) (v)
<b>Austria</b>					
OEOGIA HED GEE.M.B.H.	CARLBERGEGASSE 68, 1230 VIENNA, AUSTRIA	Debarred		25/Jun/2021   17/Jun/2027	Cross-Debarment, WB
<b>Azerbaijan, Rep. of</b>					
AKIN PROJECT LLC	19 Havaiz Mehdiyev Kadipasa Sokak Yeni Oturuk Apt. No 18/4 Kazaslar Kadisiy Istanbul, TURKEY Civic Codes By 13, Yedigöller R. Harati R, AZ1010, Baku, Azerbaijan	Debarred		18/May/2016   No Date	Violated ADB's Integrity Principles and Guidelines 2.A(i).
ELEKANI THONTI INSAAT MHC/ELEGANI	AZ1010, NAGSHE	Debarred		21/Apr/2015	Cross-Debarment

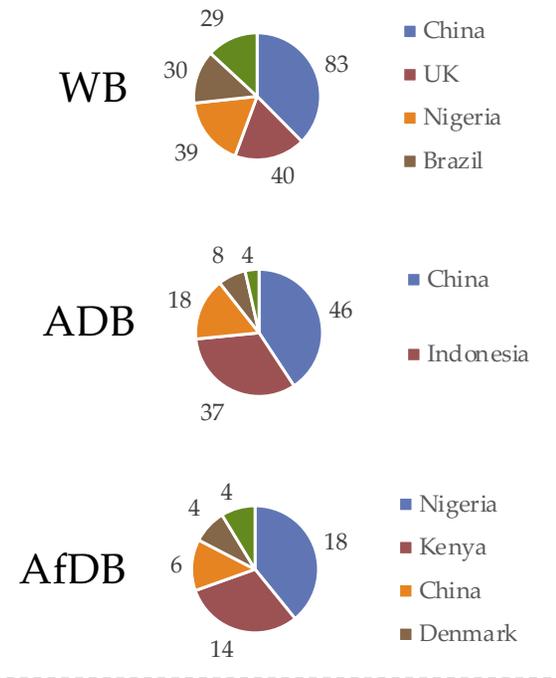
# MDB Sanctions Statistics vis-à-vis Chinese Entities

Rising Sanctions against Chinese Entities



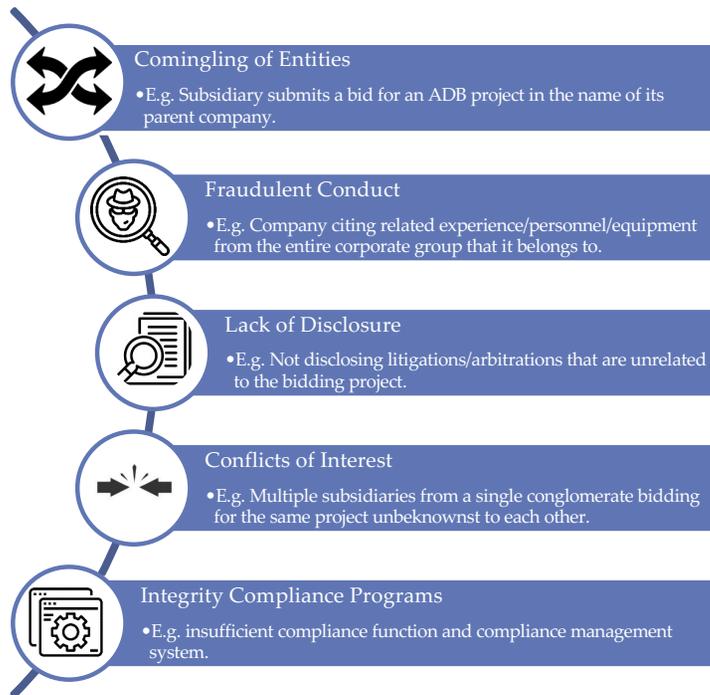
- As of November 2021, there are **137** Chinese entities and individuals debarred by MDBs
- As many of these entities are parent companies of large conglomerates, approximately more than **800** Chinese companies have been affected by these sanctions.

Top 5 Sanctioned Nationalities



# Typical Pitfalls and Attitude Changes among Chinese Respondents

## Typical Compliance Pitfalls



## Attitude Change



## Impact and Influence – How does ADB integrity compliance enforcement impact respondents?

### Immediate Impact of ADB Enforcement

- Cooperation with ADB Investigation

### Long-term Influence of ADB Enforcement

- Better Understand and Gradually Accept ADB Integrity Compliance Standards
- Adopt Integrity Compliance Program (ICP)
- Build Compliance Culture

## Roles and Trend –

ADB personnel can significantly help respondents prevent/navigate out the pitfalls.

### Suggestions for Improvement

- Understanding the Potential Pitfalls of ADB Project Participants
- Repeatedly Emphasizing ADB Integrity Compliance Requirements in the Bidding Phase and during the Entire Process of ADB Projects
- Clarifying to the Respondents that the Ultimate Goal is Protection NOT Sanction: corporate compliance leads to sustainable business growth “合规致远”.

### Best Practices and Trends

- ADB Non-Publishing Regime for first ADB Debarment with Conditions
- ADB Early Reinstatement Regime with Conditions
- Mentor Program
- **MDB Projects are the Best Platforms to Spread the Message of MDB Integrity Compliance Policy and Standards.**