



TANAH MAKMUR BERHAD GROUP (841938–U)

ANTI BRIBERY AND ANTI CORRUPTION POLICY (ABAC)

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ANTI BRIBERY AND ANTI CORRUPTION POLICY (TANAH MAKMUR BERHAD & GROUP)

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1.0 INTRODUCTION

- 1.1 This Policy describes Tanah Makmur Berhad & Group stance on areas relevant to fraud, bribery and corruption and provides guidance on how employees are expected to conduct themselves in encountering potential acts of fraud, bribery and corruption.
- 1.2 This Policy is not intended to be exhaustive. In line with the objective of this Policy for Tanah Makmur Berhad & Group to uphold high levels of ethics and integrity, employees shall adhere to the substance and spirit of this Policy at all times. They shall always ask for clarification, whenever in doubt.
- 1.3 For the purposes of this Policy, all levels of employees of Tanah Makmur Berhad & Group, including Board of Directors, those on contract, secondment, internship, attachment or any persons by whatever description under the supervision of Tanah Makmur Berhad & Group whether remunerated or otherwise are expected to observe this Policy.

2.0 CONFLICT OF INTEREST

- 2.1 Tanah Makmur Berhad & Group is committed to acting impartially, objectively and free from any influence. The organisation acknowledges that a potential or perceived conflict of interest may arise between the commercial interest of Tanah Makmur Berhad & Group and public interest, in particular investor protection. However, if and when such a situation arises, public interest shall prevail.
- 2.2 Tanah Makmur Berhad & Group's employees are expected to always act in the organisation's best interests, exercise proper care and judgment and avoid conflicts of interests in the discharge of their duties. Employees shall refrain from taking advantage of their positions or exercising their authority to further their own personal interests at the expense of the organisation.

- 2.3 There are certain circumstances where employees are strictly prohibited from directly or indirectly soliciting, offering or accepting any gift, entertainment or hospitality, to avoid the perception or appearance of potential conflicts of interest. Examples include (not limited to):
- a. Procurement process (e.g. tender or competitive bidding).
 - b. Negotiations in relation to any contract including the exercise of any right or entitlement, any variation, termination or extension of the same as well as the formalisation of the relevant documentation.
 - c. Process to determine any criteria for the recognition of achievements by regulated persons.
 - d. Recruitment process.
- 2.4 Employees are advised to adopt a more prudent approach when it comes to the above circumstances to avoid potential conflicts of interest.
- 2.5 Where a conflict or potential conflict of interest arises, the employee shall disclose this to the relevant internal parties and recuse himself/herself from any related proceedings.

3.0 GIFTS, CORPORATE HOSPITALITY, ENTERTAINMENT AND TRAVEL

Tanah Makmur Berhad & Group prohibits the corrupt use of gifts, entertainment or travel, directly or indirectly, to unduly influence business or regulatory decisions, gain an unfair advantage or to retain or win business. Employees are strictly prohibited from soliciting gifts, entertainment or travel from any third party. They are particularly disallowed from giving or accepting gifts, entertainment or travel from parties engaged in a tender or competitive bidding exercise (e.g. vendors or consultants) or parties who are the subject matter of the circumstances mentioned in sub-paragraphs (a) to (d) of paragraph 2.3 above.

3.1 Gifts

Tanah Makmur Berhad & Group adopts a “No Gift” policy, subject to certain limited exceptions. At the corporate level, Tanah Makmur Berhad & Group allows the giving or receiving of gifts as follows:

- a. **Official Functions, Events or Engagements**
Providing corporate gifts to a third party as tokens of appreciation in relation to the organisation’s official functions, events, engagements or celebrations of any kind (e.g. commemorative gifts or door gifts offered to all guests attending the event).
- b. **Company Visits or Courtesy Calls**
Providing or receiving tokens of appreciation at company-to-company level such as gifts exchanged as part of an official company visit or courtesy call, where the gifts received are treated as company property.
- c. **Charity or Corporate Social Responsibility**
Providing or soliciting gifts or donations to or from third parties (e.g. monetary gifts or gifts in-kind) for charity or CSR related purposes

3.1.2 In line with the “No Gift” policy employees are generally prohibited from accepting or offering gifts to any third party. Employees may only accept or offer gifts to any third party in the limited exceptions where there is no conflict of interest in accepting or offering the gift and the gift is:

- a. a corporate gift (bearing the corporate logo) of a nominal value (i.e. something small or is a small gesture), worth not more than RM250 and is equally offered to all persons from the same category (e.g. employee receiving the same gift offered to other speakers where the employee was also a speaker).

- b. a perishable item (e.g. fruits, festive cookies or delicacies offered during festive seasons).

3.1.3 Employees must declare and report the receipt or giving of a gift which is a perishable item to the supervisor who is at the level of Head of Department and above. In respect of the receipt of such gift, the approving supervisor must determine whether to:

- a. donate the gift to charity.
- b. allow the employee to retain the gift, subject to the condition that the employee donates an amount equivalent to the worth of the gift, to charity.
- c. allow the gift to be fairly distributed or shared among Tanah Makmur Berhad & Group's employees.

3.1.4 Under no circumstances may an employee accept gifts in the form of cash, fees, rewards, sponsored travel and holidays, benefits-in-kind, tips, commissions, vouchers, complimentary tickets for concerts, sports events, movies, theatres or sporting equipment or accessories.

3.1.5 Employees are prohibited from indirectly soliciting, giving or receiving gifts including, through their family members, namely their spouse, parent, child, including adopted child and stepchild, brother, sister and the spouse of the child, brother or sister.

3.1.6 For the avoidance of doubt, this "No Gift" policy does not apply to the acceptance or offering of gifts by employees from or to their relatives, friends or acquaintances who have no current nor prospective business dealings with Tanah Makmur Berhad & Group and where it will not give rise to any potential or perceived conflicts of interest.

3.2 Corporate Hospitality

Corporate hospitality refers to the considerate care of guests by an organisation, which may include meals, transportation or entertainment,

usually with the host present. The limited exceptions in which Tanah Makmur Berhad & Group may provide corporate hospitality (such as festive season open houses) or accept corporate hospitality from its business associates or stakeholders at the corporate level, are where all the following principles are adhered to:

- a. Valid Purpose
The corporate hospitality is provided as an act of appreciation to its stakeholders in general, to facilitate networking to strengthen business relationships or to promote mutual understanding for future partnerships or collaborations. The corporate hospitality would not create any undue influence on the outcome of a business or regulatory decision.
- b. Transparent
The corporate hospitality is provided openly and the host is also present or participating in the event.
- c. Proportionate
The value of the corporate hospitality is modest and proportionate to the occasion.

3.3 Entertainment

Tanah Makmur Berhad & Group employees are not allowed to accept entertainment from third parties except in the form of meals or corporate hospitality that is accepted at the corporate level, as stated above. Employees may offer or accept meals from business associates or stakeholders where all the following conditions are met:

- a. Valid Purpose
It is for a legitimate business purpose or to build goodwill to strengthen business relationships and is not solicited or given as a bribe, payoff or kickback. It would not unduly influence the outcome of any business or regulatory decision, influence or appear to

influence the performance of the employees' duties in any aspect or create any conflict of interest.

b. Proportionate

The value of the meal is reasonable and appropriate in the context of the business occasion. In this respect, the value of not more than RM250 per person will be considered reasonable in a local setting while the value of not more than RM1,000 per person will be considered reasonable for an overseas setting.

c. Frequency

The offer or acceptance of meals with the same party, shall not be more than 4 times a year.

d. Approval for Offering Entertainment

Only certain Tanah Makmur Berhad & Group employees are eligible to entertain and in doing so, they must comply with the Entertainment Policy as per stated in the Employee Handbook, including obtaining prior approval for the entertainment expense, where required.

3.4 Travel

Tanah Makmur Berhad & Group does not allow third parties to sponsor the travel expenses of any employee, or Tanah Makmur Berhad & Group itself to sponsor the travel expenses of any third party, except in limited circumstances where all the following criteria are met:

a. Valid Purpose

It is for a legitimate business purpose (e.g. the person sponsored is a speaker of an event organised by the sponsoring organisation) and not to unduly influence the outcome of any business or regulatory decision or create any conflict of interest.

- b. Proportionate
The class of travel and accommodation are reasonable and appropriate. In the case of the employee, the class of travel and accommodation shall be consistent with what the employee is entitled to under the Employee Handbook. In the case of a third party, the class of travel and accommodation shall be at least on par with what the third party is entitled to under his or her employee entitlements.

- c. Relevance
Where the sponsorship is for an employee, the selection of the employee shall be based on relevance to the employee's job function or expertise.

- d. Approval
Approval by the Group CEO needs to be obtained.

4.0 SPONSORSHIPS AND DONATIONS

- 4.1 As a responsible corporate citizen, Tanah Makmur Berhad & Group is committed to doing its part for the society and the environment and contributing towards sustainable development. Thus, Tanah Makmur Berhad & Group may undertake charitable or Corporate Social Responsibility (CSR) initiatives including fund-raising events to raise funds for deserving beneficiaries. Tanah Makmur Berhad & Group will ensure that all donations or CSR sponsorships are made to beneficiaries in a transparent way, and:
 - a. supported by legitimate reasons and permitted by existing laws and regulations.

 - b. not made to improperly influence a business or regulatory outcome or as a means to cover up an undue payment or bribery or create any conflict of interest.

 - c. are approved by the Group CEO.

- 4.2 In line with Tanah Makmur Berhad & Group's commitment to high levels of integrity and ethics, appropriate due diligence shall be undertaken on the beneficiaries.
- 4.3 CSR sponsorships include corporate sponsorships for non-business-related purposes and excludes sponsorships for business-related purposes such as marketing or sales.

5.0 POLITICAL CONTRIBUTIONS

Tanah Makmur Berhad & Group does not make or offer monetary or in-kind political contributions to political parties, political officials or candidates for political office. Employees are prohibited from using any of the organisation's funds or resources to make any direct or indirect political contributions on the organisation's behalf. Employees must avoid even having the appearance of making such contributions to any political party, candidate or campaign.

6.0 FACILITATION PAYMENTS

- 6.1 Tanah Makmur Berhad & Group does not allow facilitation payments, namely payments to government officials or authorised agents to illegally secure or expedite the performance of a routine function or duty, which they are in any event obliged to perform.
- 6.2 Employees are prohibited from directly or indirectly, requesting, accepting or giving facilitation payments for the benefit of the employees themselves or in connection with the organisation's operations and business.

7.0 MONEY LAUNDERING

- 7.1 Tanah Makmur Berhad & Group is committed to ensuring that the organisation's funds and services are used for legal and proper business

purposes only and prohibit employees from any involvement, directly or indirectly, in money laundering activities.

- 7.2 To avoid violating anti-money laundering laws, Tanah Makmur Berhad & Group expects all of its employees to be attentive to suspicious behavior by stakeholders in their financial dealings with the organisation.

8.0 DEALING WITH THIRD PARTIES

- 8.1 Tanah Makmur Berhad & Group has dealings with many third parties and stakeholders. These dealings must be carried out in compliance with the relevant laws and in line with Tanah Makmur Berhad & Group's values and principles, which include treating the organisation's stakeholders with integrity and respect. As part of this commitment, all forms of bribery and corruption are unacceptable and will not be tolerated.
- 8.2 Tanah Makmur Berhad & Group expects all third parties acting for or on behalf of the organisation to share Tanah Makmur Berhad & Group's values and to refrain from all forms of bribery or corruption. They must adhere to this Policy, where applicable, in their interactions and dealings with the organisation or when transacting on behalf of the organisation.
- 8.3 Employees are required to undertake due diligence to assess the integrity of prospective business counterparties and avoid knowingly entering into any business dealing with any third party reasonably suspected of engaging in money laundering, bribery or improper business practices unless those suspicions are resolved.
- 8.4 Employees are expected to exercise caution when dealing with public officials to avoid any perception or suspicion of bribery or corruption.

9.0 PROCUREMENT

- 9.1 Tanah Makmur Berhad & Group selects the organisation's counterparties impartially and based on merit. Tanah Makmur Berhad & Group's procurement process is guided by principles of economy, integrity, transparency, competition, fairness and sustainability.
- 9.2 Employees who are involved in procurement activities are required to adhere to the policies and procedures in the Procurement Policy. Due diligence is required to be conducted on the potential counterparties prior to entering into any formalised relationships in the prescribed manner.
- 9.3 Tanah Makmur Berhad & Group adopts a competitive bidding approach for the organisation's procurement practices. Proposals and quotations are required to be solicited from several vendors for goods or services that are beyond a certain prescribed value. Under the Procurement Procedures, an independent tender committee will be formed to carry out evaluations and selections of the vendors.
- 9.4 Tanah Makmur Berhad & Group practises an open tender procedure for goods or services beyond a prescribed value. All open tenders are published in the organisation's official social media platform.

10.0 SUPPORT LETTERS

- 10.1 Tanah Makmur Berhad & Group must remain independent and objective in discharging the organisation's statutory duties of maintaining an orderly and fair market.
- 10.2 To avoid conflicts of interests and biasness, Tanah Makmur Berhad & Group generally will not issue a support letter solely for the benefit of a third party where such letter is used to support an application or influence a consideration involving the organisation or individual to whom the support has been given.

11.0 RECRUITMENT OF EMPLOYEES

- 11.1 Tanah Makmur Berhad & Group provides equal opportunity for any qualified and competent individual to be employed by the organisation. Tanah Makmur Berhad & Group recruits employees based on approved selection criteria to ensure that only the most suitable individuals are employed and to ensure that no element of corruption is involved in the hiring of employees.
- 11.2 In line with this, due diligence shall be undertaken prior to recruitment, that includes background checks, document verification process and conducting interviews. More detailed background checks will be undertaken when hiring employees in key management positions.

Sincerely,

TANAH MAKMUR BERHAD

YH DATO' SHAHRUL NIZAM BIN ABDUL AZIZ

Group Chief Executive Officer