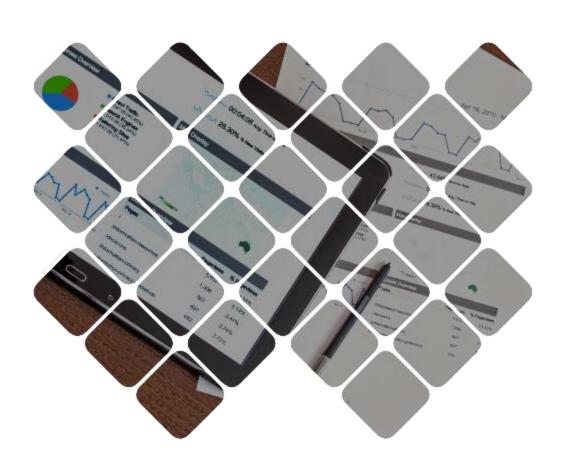


RESULTS OF CHAMBER CORRUPTION PERCEPTION SURVEY 2017

Igor Svitlyk,
Head of the Chamber Anti-Corruption Working Group,
Dentons Law Firm

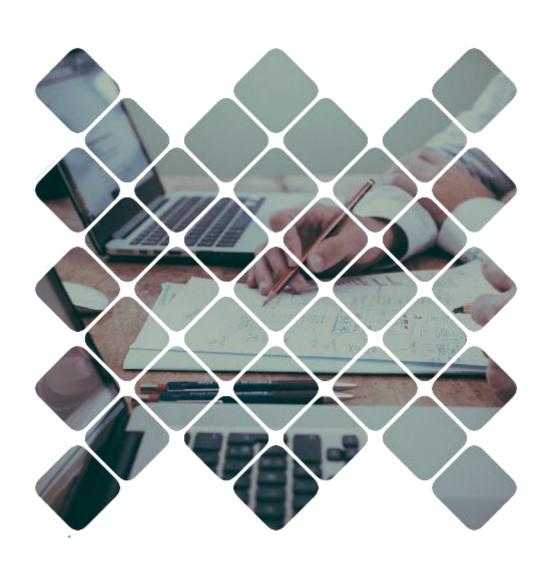
- ABOUT
 THE PROJECT
- RESPONDENTS OF THE SURVEY
- GENERAL ASSESSMENT OF CORRUPTION IN UKRAINE
- COMPANY'S
 ANTI-CORRUPTION PRACTICES
- OPINIONS AND RECOMMENDATIONS

ABOUT THE PROJECT



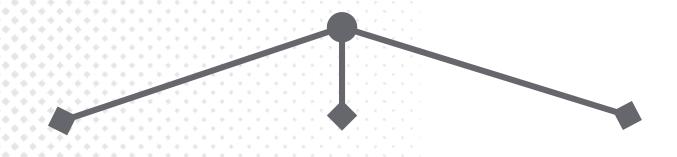
SURVEYS

RESPONDENTS OF THE SURVEY



184

respondents



147

international companies

81%

with more than 100 employees

49%

top managers

INDUSTRIES

Agriculture
Banking & Finance
Energy

Healthcare

Hospitality

ICT

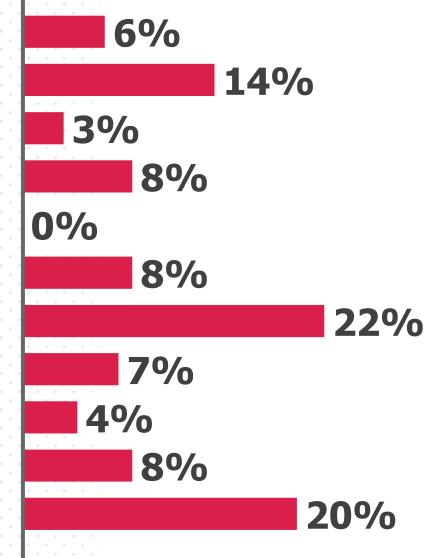
Legal & Accounting

Manufacturing

Food & Beverages

Wholesale & Retail

Other



GENERAL ASSESSMENT OF CORRUPTION IN UKRAINE

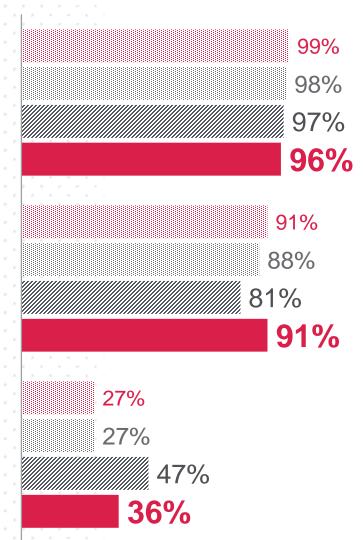






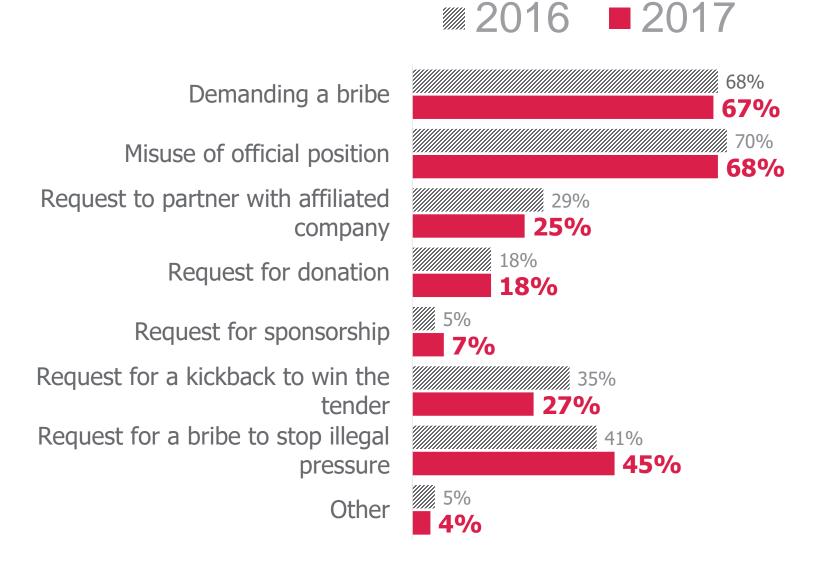
Have you ever faced corruption while doing business in Ukraine?

Do you believe that the level of corruption in Ukraine has decreased over the last year?



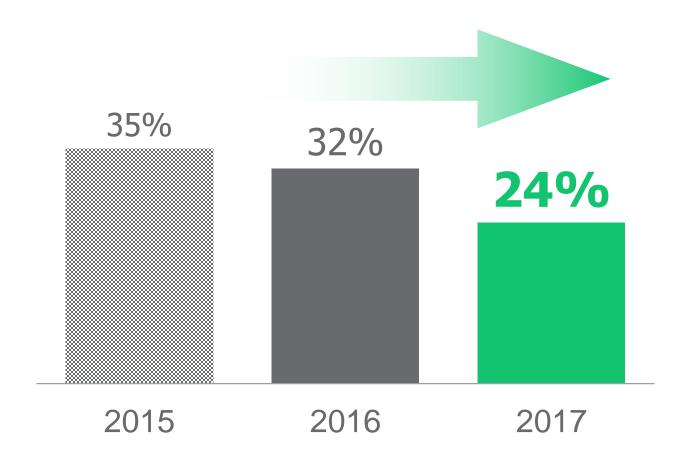
^{*} Percentages of respondents who answered "Yes"

MOST WIDESPREAD FORMS OF CORRUPTION



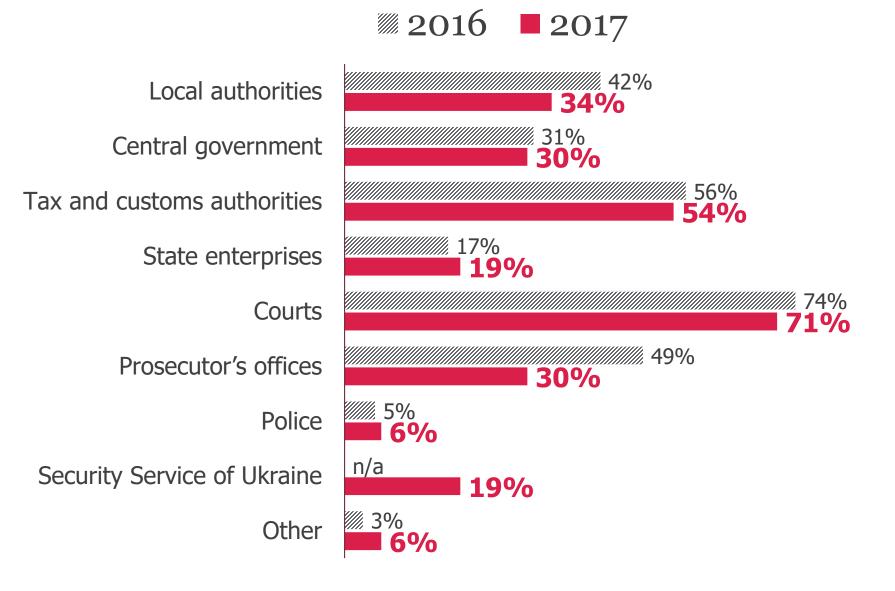
CORRUPTION AND COMPETITION

Do you think that companies in Ukraine have to engage in corruption activities in order to have higher chances of success?



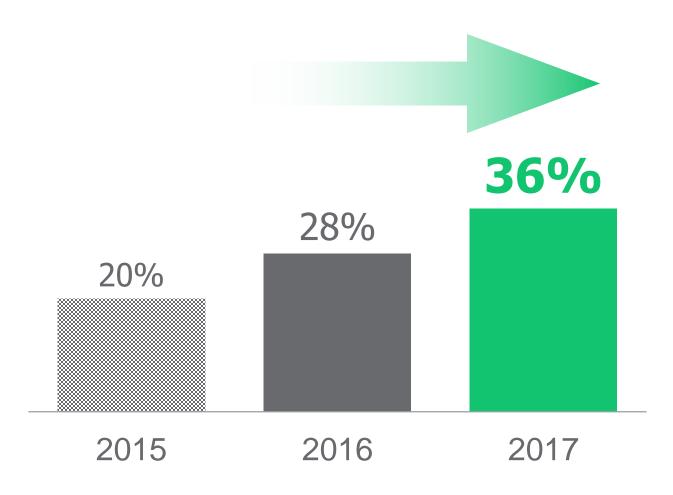
^{*} Percentages of respondents who answered "Yes"

MOST CORRUPT INSTITUTIONS



QUALITY OF ANTI-CORRUPTION (AC) LAWS

Is Ukrainian anti-corruption legislation compliant with international standards?



^{*} Percentages of respondents who answered "Yes"

MOST EFFECTIVE AC AUTHORITIES

Anti-Corruption Bureau

SAPO

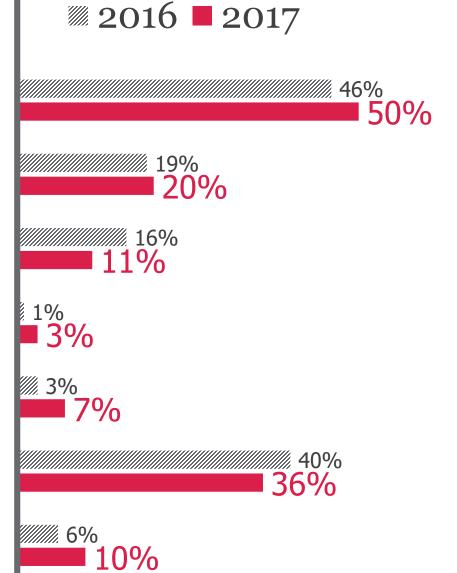
NCPA

AC divisions within ministries

All of them

None of them

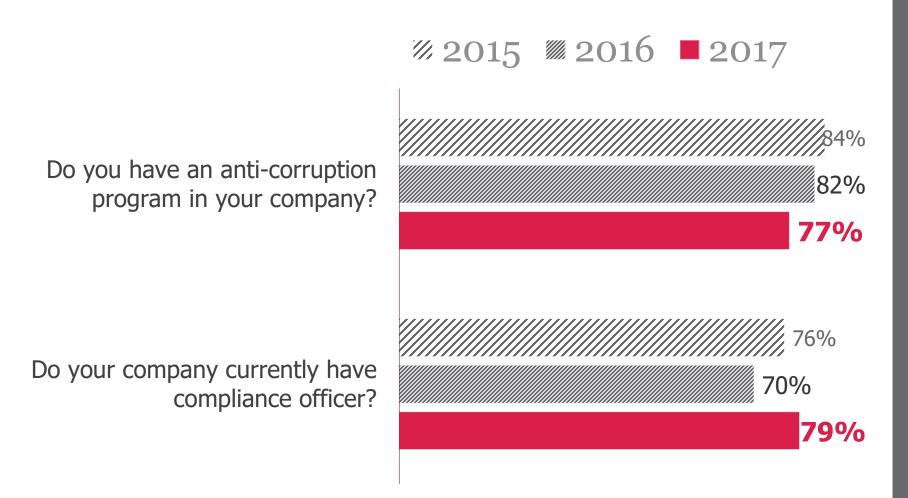
Other



COMPANY'S ANTI-CORRUPTION PRACTICES

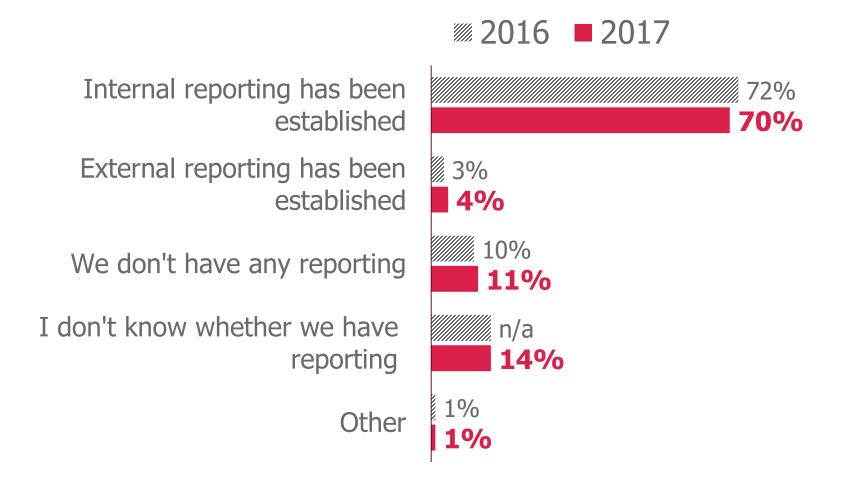


KEY ANTI-CORRUPTION MECHANISMS



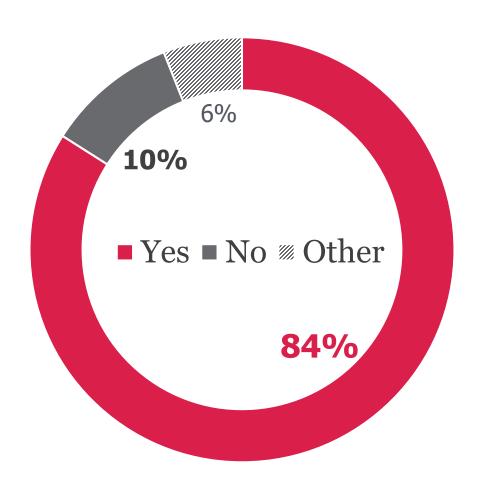
^{*} Percentages of respondents who answered "Yes".

PROCEDURES FOR REPORTING CORRUPTION



HOW TO ENCOURAGE REPORTING?

Do you think that the anti-corruption measures established in your company are effective for creating culture of compliance and preventing corruption?



HOW TO ENCOURAGE REPORTING?

In your opinion, what should be done to encourage businesses to report corruption offences?

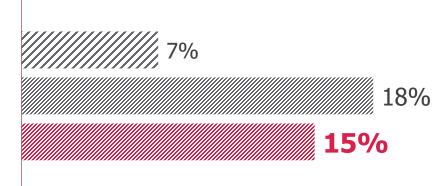


- Ensure proper investigation and punishment of the offender
- Introduce the possibility to report corruption anonymously
- Improve protection of whistleblowers
- Ensure that reporting does not negatively affect the company
- Other

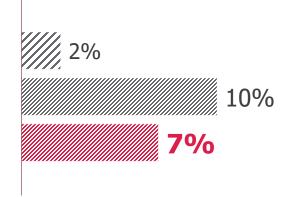
COOPERATION WITH AUTHORITIES

% 2015 **%** 2016 **%** 2017

Does your company have an example of successful cooperation with law enforcement agency on alerted corruption case?



Does your company have an example of successful punishment of corrupted person by the court?



^{*} Percentages of respondents who answered "Yes".

HOW CORRUPTION IMPACTS BUSINESS?

2016 2017

Partners from other jurisdictions refuse to cooperate

Corporate management is unwilling to expand business in Ukraine

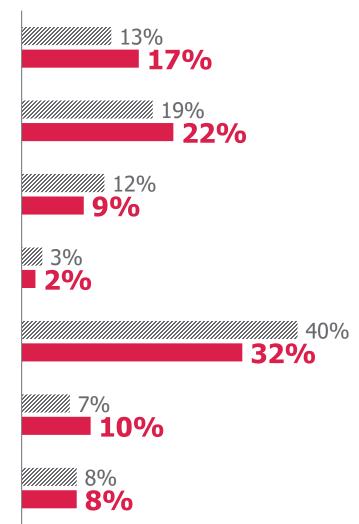
Risk for closure of business increases

Expenses on audit increase

Expenses on legal support and compliance increase

No impact

Other

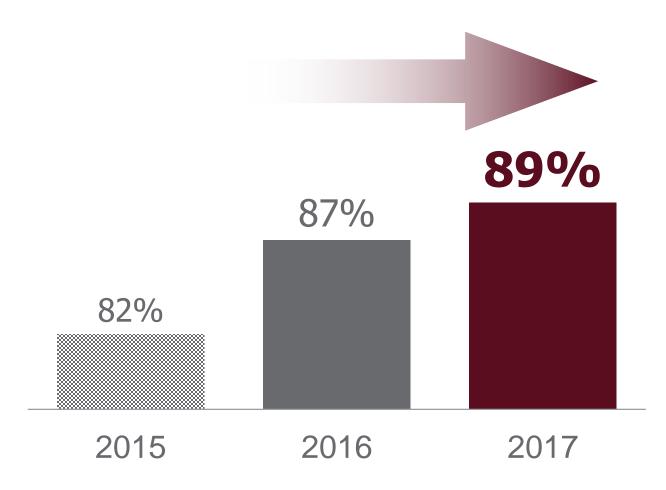


OPINIONS AND RECOMMENDATIONS



IS FIGHTING CORRUPTION A NO.1 PRIORITY?

Do you consider fighting corruption as the number one priority to improve business climate in Ukraine?



^{*} Percentages of respondents who answered "Yes"

BIGGEST OBSTACLES IN ELIMINATING CORRUPTION

Absence of political will

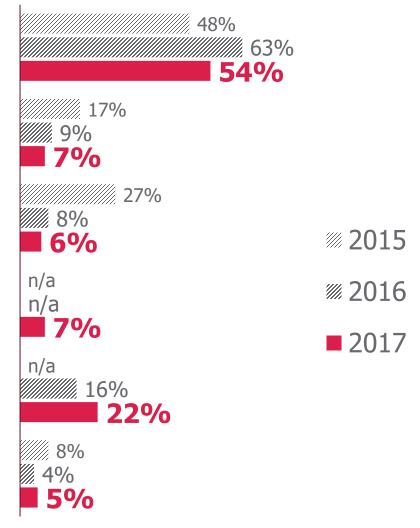
National mentality

Resistance of the state bodies to reforms

Low quality of investigations by competent authorites

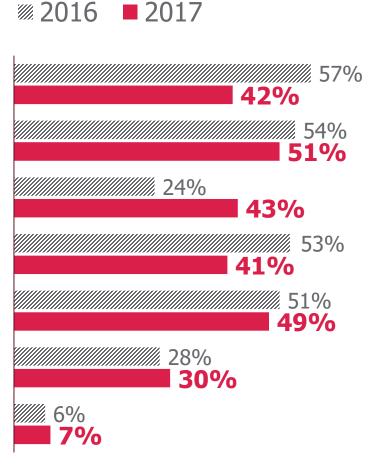
Courts' resistance to investigating and prosecuting corruption cases

Other



MOST EFFECTIVE WAYS TO FIGHT CORRUPTION

Proper compensation Stricter punishment **Establishing Anti-Corruption Court** Replacing staff in problematic bodies Proper enforcement of existing laws Improving existing laws and procedures Other



MONETARY REWARDS FOR WHISTLEBLOWERS

Do you think that the introduction of a monetary reward for whistleblowers would be beneficial in anti-corruption fight?



- Yes, it will be helpful in detecting and investigating corruption
- No, it will lead to increasing of dishonest and false reports
- Other

BIGGEST SUCCESS IN ANTI-CORRUPTION FIGHT

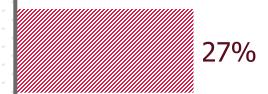
Criminal cases against top officials

14%

Launch of e-declarations

49%

Launch of e-registy of VAT refund



Other



WHO IS AN AC CHAMPION IN UKRAINE?

NABU/Artem Sytnyk

38

No champions

17

I don't know/Can't make a choice

8

NGOs / Journalists

8

International organizations

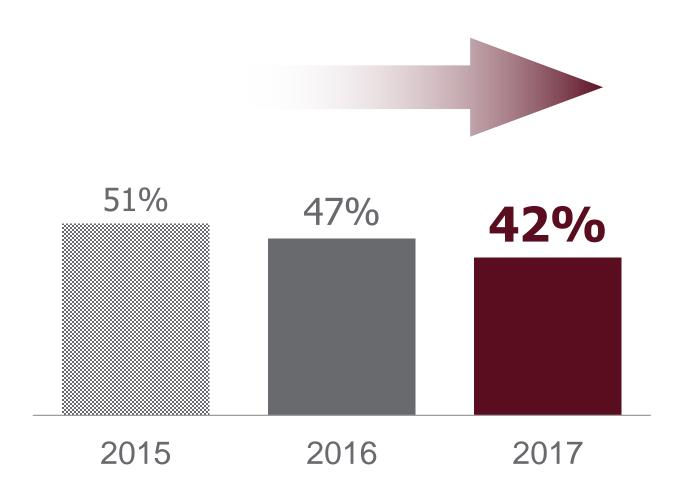
6

Other

25

PREDICTIONS FOR THE UPCOMING YEAR

Are you optimistic about prospects of anti-corruption fight in Ukraine in the upcoming year?



^{*} Percentages of respondents who answered "Yes"

1STEP

TO ACHIEVE REAL PROGRESS

Transparent establishment of Anti-corruption court

Replacement of corrupted officials

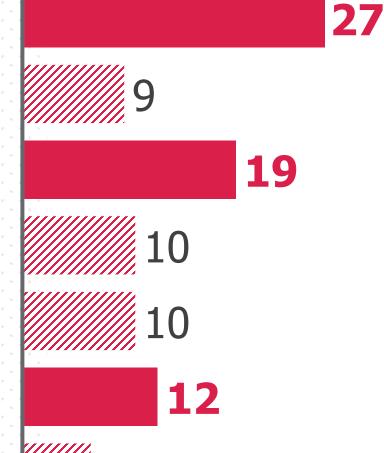
Bringing to liability corruption offenders

Appearance of strong political will

Strengthening liability for corruption offences

Judicial reform

Educate society, business and officials for zero...



THANK YOU!

