

New global survey highlights bribery and corruption in businesses

3 December 2018, by Joe Paxton



Credit: CC0 Public Domain

While progress has been made, improvements to companies' anti-bribery and corruption strategies are still needed, according to the 2018 Global White Collar Crime Survey, which has been launched by The University of Manchester and global law firm White & Case LLP.

The survey gathered views anonymously from employees at businesses operating across a variety of sectors and jurisdictions. It explores a range of themes surrounding [bribery](#) and corruption, building a comprehensive picture of the risks currently faced, as well as the steps being taken to mitigate them.

When asked whether their company has a formal policy in place, 29 percent of employees answered 'no' or 'don't know' (19 percent of respondents reported that it did not), indicating that there was either no policy, or no effective communication strategy around it.

In addition, respondents openly agreed that opportunities for bribery and corruption, as well as pressure to overlook risks, exist day-to-day—39

percent of respondents in non-legal/compliance roles, such as sales and marketing, thought it would be possible for someone in their company to offer a bribe to a public official for preferential treatment, and 40 percent of employees from legal/compliance departments said that they had felt under pressure to approve the engagement of a third party despite bribery and corruption red flags.

The research revealed that perceptions around the benefits of bribery are still a key issue. 48 percent of respondents feel that people who pay bribes on behalf of their company are rewarded internally, and/or able to enjoy substantial personal benefit. Of those who indicated this is the case, 64 percent felt that the [employee](#) concerned would be awarded 'special status' and 60 percent indicated they felt promotion would likely follow, for helping to meet [company](#) targets.

Jonathan Pickworth, Partner at White & Case, comments: "Companies need to do more to tackle this idea that wrong-doing will result in substantial personal gain. The consequences of bribery and corruption are severe, and law enforcement agencies' powers to investigate and prosecute have grown substantially over the last few years. Employers need to make sure their staff are aware of the [legal implications](#), and severity of penalties."

When employees suspect or identify bribery and corruption by a co-worker, 88 percent would be inclined to raise the issue internally, rather than externally. Just 3 percent said they would make use of a whistleblowing hotline, and only 2 percent said they would go to a regulator or authority. 6 percent said they wouldn't notify anyone.

"The survey offers a comprehensive overview of the attitudes of companies and their employees towards bribery and corruption. With a raft of new legislation designed to tackle [white collar crime](#) and extended powers awarded to regulators and law enforcement agencies globally over recent years,

companies need to pay more attention than ever to ensuring internal compliance and systems are robust," says Dr. Nicholas Lord.

"The study indicates that there is still a way to go – in terms of the development of internal compliance programmes and structure, and also in changing perceptions around the benefits and consequences of bribery and [corruption](#)."

More information: Global enforcement of anti-corruption laws is growing.

[www.whitecase.com/publications ... ibery-and-corruption](http://www.whitecase.com/publications...ibery-and-corruption)

Provided by University of Manchester

APA citation: New global survey highlights bribery and corruption in businesses (2018, December 3) retrieved 26 February 2021 from <https://phys.org/news/2018-12-global-survey-highlights-bribery-corruption.html>

This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.