











Integration of Social Impact Assessment (SIA) Reporting and Sustainability Reporting (SR) in Malaysia

Towards a better SDGs Performance

Fazriz Fadzil ESIA Consultant, ERM Indonesia

2 October 2018

Session D2: Practical Tools and Techniques for Voluntary Adoption of IA by the Private Sector

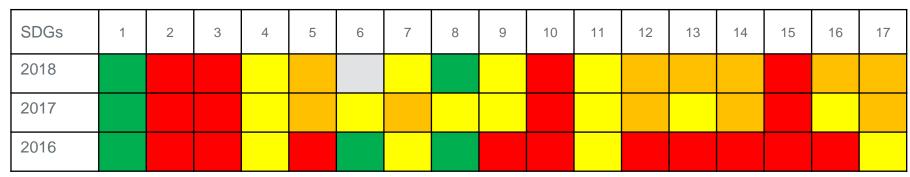
© Copyright 2018 by ERM Worldwide Group Limited and/or its affiliates ("ERM"). All Rights Reserved. No part of this work may be reproduced or transmitted in any form or by any means, without prior written permission of FRM.



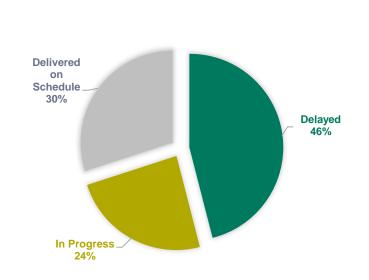
Introduction & Reporting Frameworks

Introduction

Malaysia SDGs Performance (2016-2018)

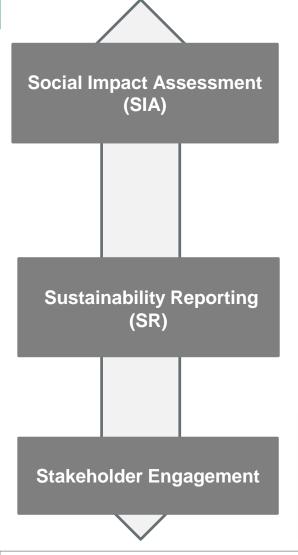


In 2018 - No country is on track towards achieving all SDGs





Overview of Reporting Frameworks



Understand the issues

Predict, analyse and assess the likely impact pathways

Develop and implement strategies

Design and implement monitoring programs









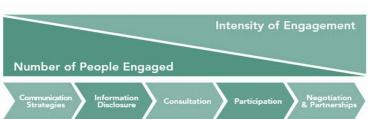














Key Opportunities and Recommendations

Comparative Analysis (Social Components)

International IA Reporting

- Lifestyle and Human Rights impacts
- on the way people behave and relate to family, friends and cohorts on a day-to-day basis.
- Cultural impacts
- on shared customs, obligations, values, language, religious belief and other elements which make a social or ethnic group distinct.
- Community impacts
- on infrastructure, services, voluntary organisation, activity networks and cohesion.
- · Quality of life impacts
- on sense of place, aesthetics and heritage, perception of belonging, security and liveability, and aspirations for the future
- Health impacts
- on mental, physical and social wellbeing, although these aspects are also the subject of health impact assessment

Local IA Reporting

- Social Impact Variables
- Health & Social Wellbeing
- Environmental Quality
- Economic Impact & Material Wellbeing
- Cultural Impact
- Family & Community Impact
- The impact of institutions, legislation and equity
- Social Change Variables
- Demographic process
- Economic process
- Geographical process
 Socio-cultural process

GRI400 SR

- Labor Practices and Decent Work
- Human Rights
- Society
- Product Responsibility

Bursa Malaysia SR

- Diversity
- Human Rights
- Occupational, Safety and Health
- Anti-Competitive Behaviours
- Anti-Corruption
- Labour Practices
- Society
- Product & Services Responsibility (Social)
- Supply Chain (Social)
- Compliance (Social)

Stakeholder Engagement

Gaps

SIA Reporting

- Labour and Working Conditions particularly:
- Collective Bargaining Agreement & Migrant Workers:
- Workers' Organisations;
- Non-Discrimination & Equal Opportunities;
- Retrenchment;
- Grievance Mechanism for Workers;
- Protecting Work Force i.e. Child Labour & Forced Labour: and
- Workers Engaged by Third Parties & Supply Chain.
- Community Health, Safety and Security - Security Personnel.
- Indigenous People -Circumstances Requiring Free, Prior and Informed Consent (FPIC) i.e. Broader Development Opportunities.
- Stakeholder Engagement -Negotiation and Partnerships mainly Stakeholder Involvement during Monitoring activities.

Sustainability Reporting

- Labour Practices & Decent Work
- New Hires & Parental Leave;
- Formal joint management-worker i.e.
 Trade Unions on OHS related:
- Career Performance Review Evaluation;
- Notice of Operational Changes & Collective Bargaining Agreement; and
- Equal Remuneration.
- Human Rights
- Training for Security Forces; and
- Violations involving the rights of Indigenous Peoples.
- Public Policy
- Political Contribution & Lobbying; and
- Anti Corruption i.e. confirmed incidents of corruption and actions taken.
- Product & Services Responsibility (Social)
- H&S impacts of products and services.

Similarity of Gaps Items

Labour i.e. Equal Opportunities and Remuneration

Formal joint managementworker i.e. Trade Unions on OHS related

Collective Bargaining Agreement

Training for Security Forces

The rights of Indigenous Peoples

Opportunities

Similar Gaps Items

Labour i.e. Equality



Collective Bargaining Agreement

Training for Security Forces

The rights of **Indigenous Peoples**















Applicable Local Regulations

- Section 5(1)(c) Industrial Relations Act 1967 (Act 177)
- Section 60L(1) Employment Act 1955 (Act 265)
- Section 30(2) Occupational Safety and Health Act 1994 (Act 514)
- Industrial Relations Act 1967 (Act 177)





- Private Agencies Act 1971 (Act 27)
 - * Section 201(1&2) Armed Forces Act 1972 (Act 77)
- Aboriginal Peoples Act 1954 (Amendments up to 1 January 2006) (Act 134)











5 GENDER EQUALITY

5 GENDER EQUALITY

 \bigcirc















Opportunities

Other Gaps Items in IA

Other Gaps Items in SR

Relevant SDGs

Labour & Working Conditions

- Retrenchment
- Workers Grievance Mechanism
- Child & Forced Labour
- **Supply Chain**

Stakeholder Engagement - during monitoring activities

Labour Practices & Decent Work

- **New Hires/ Parental Leaves**
- **Performance Review**
- **Operational Changes**













































Product & Services Responsibility (Social)













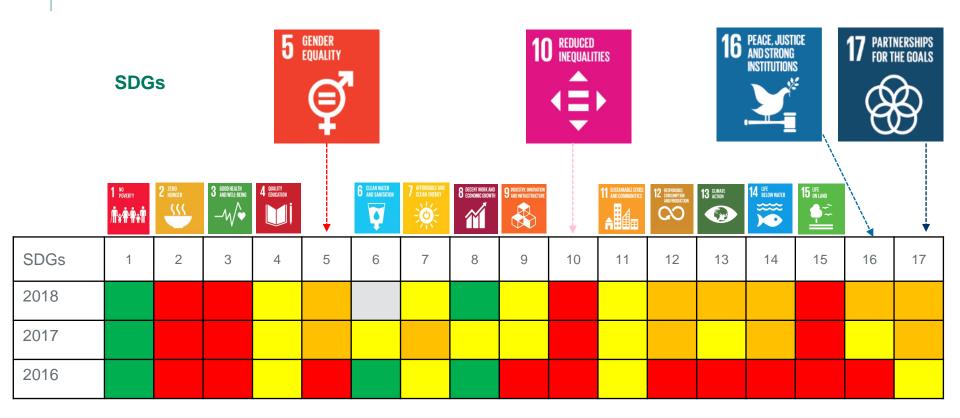








What's Next?



Malaysia SDGs Performance (2016-2018)



Fazriz Fadzil

ESIA Consultant Indonesia fazriz.fadzil@erm.com

Sabrina Genter

Principal Consultant Australia sabrina.genter@erm.com

Sam McCrea

Partner Indonesia samantha.mccrea@erm.com

