Transparency International Corruption Perceptions Index 2004



the coalition against corruption

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About TI:

Transparency International, founded in 1993, is the leading international non-governmental organisation devoted solely to curbing corruption. TI, currently with 90 national chapters around the world, has its International Secretariat is in Berlin, Germany. For more information on TI, its national chapters and its work, please visit:

www.transparency.org

PRESS RELEASE

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Embargoed until 08.30 GMT, 20 October 2004

Corruption is rampant in 60 countries, and the public sector is plagued by bribery, says TI

Transparency International's Corruption Perceptions Index 2004 ranks a record 146 countries; most oil-producing nations are prone to high corruption

London, 20 October 2004 ---- "Corruption in large-scale public projects is a daunting obstacle to sustainable development, and results in a major loss of public funds needed for education, healthcare and poverty alleviation, both in developed and developing countries," said Transparency International (TI) Chairman Peter Eigen today at the launch of the TI Corruption Perceptions Index 2004.

"If we hope to reach the Millennium Development Goal of halving the number of people living in extreme poverty by 2015, governments need to seriously tackle corruption in public contracting," said Eigen. TI estimates that the amount lost due to bribery in government procurement is at least US\$ 400 billion per year worldwide.

A total of 106 out of 146 countries score less than 5 against a clean score of 10, according to the new index, published today by Transparency International, the leading non-governmental organisation fighting corruption worldwide. Sixty countries score less than 3 out of 10, indicating rampant corruption. Corruption is perceived to be most acute in Bangladesh, Haiti, Nigeria, Chad, Myanmar, Azerbaijan and Paraguay, all of which have a score of less than 2.

"Corruption robs countries of their potential," said Eigen. "As the Corruption Perceptions Index 2004 shows, oil-rich Angola, Azerbaijan, Chad, Ecuador, Indonesia, Iran, Iraq, Kazakhstan, Libya, Nigeria, Russia, Sudan, Venezuela and Yemen all have extremely low scores. In these countries, public contracting in the oil sector is plagued by revenues vanishing into the pockets of western oil executives, middlemen and local officials."

TI urges western governments to oblige their oil companies to publish what they pay in fees, royalties and other payments to host governments and state oil companies. "Access to this vital information will minimise opportunities for hiding the payment of kickbacks to secure oil tenders, a practice that has blighted the oil industry in transition and post-war economies," said Eigen.

"The future of Iraq depends on transparency in the oil sector," added Eigen. "The urgent need to fund postwar construction heightens the importance of stringent transparency requirements in all procurement contracts," he continued. "Without strict anti-bribery measures, the reconstruction of Iraq will be wrecked by a wasteful diversion of resources to corrupt elites."

According to TI Vice Chair Rosa Inés Ospina Robledo, "across the globe, international donors and national governments must do more to ensure transparency in public procurement by introducing no-bribery clauses into all major projects." Speaking in Bogota, Colombia, today, she said: "Tough sanctions are needed against companies caught bribing, including forfeit of the contract and blacklisting from future bidding." Tenders should include objective award criteria and public disclosure of the entire process, argues TI. Exceptions to open competitive bidding must be kept to a minimum, and explained and recorded, since limited bidding and direct contracting are particularly prone to manipulation and corruption. Public contracting must be monitored by independent oversight agencies and civil society.

"Companies from OECD countries must fulfil their obligations under the OECD Anti-Bribery Convention and stop paying bribes at home and abroad," said Rosa Inés Ospina Robledo. "With the spread of anti-bribery legislation, corporate governance and anti-corruption compliance codes, managers have no excuse for paying bribes."

The Corruption Perceptions Index is a poll of polls, reflecting the perceptions of business people and country analysts, both resident and non-resident. This year's Corruption Perceptions Index draws on 18 surveys provided to Transparency International between 2002 and 2004, conducted by 12 independent institutions.

Countries with a score of higher than 9, with very low levels of perceived corruption, are predominantly rich countries, namely Finland, New Zealand, Denmark, Iceland, Singapore, Sweden and Switzerland. "But the poorest countries, most of which are in the bottom half of the index, are in greatest need of support in fighting corruption," said Eigen.

On the basis of data from sources that were used for both the 2003 and 2004 index, since last year an increase in perceived corruption can be observed for Bahrain, Belize, Cyprus, Dominican Republic, Jamaica, Kuwait, Luxembourg, Mauritius, Oman, Poland, Saudi Arabia, Senegal, and Trinidad and Tobago.

On the same basis, a fall in corruption was perceived in Austria, Botswana, Czech Republic, El Salvador, France, Gambia, Germany, Jordan, Switzerland, Tanzania, Thailand, Uganda, United Arab Emirates and Uruguay.

The index includes only those countries that feature in at least three surveys. As a result, many countries – including some which could be among the most corrupt – are missing because there simply is not enough survey data available.

The statistical work on the index was coordinated by Professor Johann Graf Lambsdorff at Passau University in Germany, advised by a group of international specialists.

Full details of Transparency International's Corruption Perceptions Index 2004 are available at: <u>www.transparency.org/surveys/#cpi</u>

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Transparency International Corruption Perceptions Index 2004

This table was compiled at the University of Passau on behalf of Transparency International. For information on data and methodology, please consult the frequently asked questions and the framework document at www.transparency.org/surveys/#cpi or www.transparency.org/surveys/#cpi"/>

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3	Denmark	9.5	9.3 - 9.7	10		#	#			#	#	#		#					#	#	#	#
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6	Sweden	9.3	9.2 - 9.4	13		#	#			#	#	#		#	#	#	#	#	#	#	#	#
7	Switzerland	9.1	8.9 - 9.2	10			#			#	#	#		#				#	#	#	#	#
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11	United Kingdom	8.6	8.4 - 8.8	12		#	#		#	#	#	#		#				#	#	#	#	#
12	Canada	8.5	8.1 - 8.9	12		#	#		#	#	#	#		#				#	#	#	#	#
13	Austria	8.4	8.1 - 8.8	10			#			#	#	#		#				#	#	#	#	#
15	Luxembourg Germany	<u>8.4</u> 8.2	8.0 - 8.9 8.0 - 8.5	7		#	#			#	#	#		#				#	#	#	#	#
16	Hong Kong	8.0	7.1 - 8.5	13		π	#			#	#	#		#	#	#	#	#	#	#	#	#
17	Belgium	7.5	7.1 - 8.0	10			#			#	#	#		#				#	#	#	#	#
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20	Barbados	7.3	6.6 - 7.6	3		π	#			π	π	<i>π</i> '	m'	#					#	π	π	π
22	France	7.1	6.6 - 7.6	12		#	#		#	#	#	#		#				#	#	#	#	#
	Spain	7.1	6.7 - 7.4	11		#	#		"	#	#	#		#				#	#	#	#	#
24 25	Japan Malta	6.9 6.8	6.2 - 7.4 5.3 - 8.2	15 4		#	#		#	#	#	#		#	#	#	#	#	#	#	#	#
26	Israel	6.4	5.6 - 7.1	10		#	#		_	#	#	#	L	#	L			L	#	#	#	#
27	Portugal	6.3	5.8 - 6.8	9			#			#	#	#		#					#	#	#	#
28 29	Uruguay	6.2	5.9 - 6.7 5.1 - 6.8	6 5		#	#		ш					#					#	#	#	#
29	Oman United Arab Emirates	<u>6.1</u> 6.1	5.1 - 6.8	5 5		#	#		#					#					#			#
	Botswana	6.0	5.3 - 6.8	7		#	#							#					#	#	#	#
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31	Slovenia	6.0	5.6 - 6.6	12	#	#	#	#	щ	#	#	#		#					#	#	#	#
34 35	Bahrain Taiwan	5.8 5.6	5.5 - 6.2 5.2 - 6.1	5 15		#	#		#	#	#	#		#	#	#	#	#	#	#	#	#
36	Cyprus	5.4	5.0 - 5.8	4		#	#		π	n	m	m		m	<i>п</i>	m	m	n	#	n	n	#
37	Jordan	5.3	4.6 - 5.9	9			#		#		#	#		#					#	#	#	#
38	Qatar	5.2	4.6 - 5.6	4			#		#					#					#			
39	Malaysia	5.0	4.5 - 5.6	15		#	#		#	#	#	#		#	#	#	#	#	#	#	#	#
41	Tunisia Costa Rica	5.0 4.9	4.5 - 5.6 4.2 - 5.8	7 8		#	#						#	#					#	#	#	#
42	Hungary	4.8	4.6 - 5.0	12	#	#	#	#		#	#	#	"	#					#	#	#	#
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44		4.6	3.8 - 5.3	5		#	#		#					#					#			
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47	South Korea	4.0	4.2 - 3.0	14		#	#			#	#	#	#	#	#	#	#	#	#	#	#	#
48	Seychelles	4.4	3.7 - 5.0	3			#							#					#			
49		4.3	4.0 - 4.8	9			#			#	#	#		#					#	#	#	#
	Suriname	4.3	2.1 - 5.8	3			#							#					#			
51	Czech Republic El Salvador	4.2 4.2	3.7 - 4.9 3.3 - 5.1	11 7	#		#	#		#	#	#	#	#			$\left - \right $		#	#	#	#
	Trinidad and Tobago	4.2	3.6 - 5.2	6			#						π	#					#	#	#	#
54	Bulgaria	4.1	3.7 - 4.6	10	#	#	#	#					#	#					#	#	#	#
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57	Latvia Slovakia	4.0 4.0	3.8 - 4.3 3.6 - 4.5	8 11	# #		#	#		#	#	#		#					#	#	#	#
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60	Belize	3.8	3.4 - 4.1	3			#							#					#			
	Colombia	3.8	3.4 - 4.1	10			#			#	#	#	#	#					#	#	#	#
62		3.7	2.2 - 4.7	4		#	#							#					#	ш	щ	щ
64	Panama Ghana	3.7 3.6	3.4 - 4.2 3.1 - 4.1	7		#	#						#	#			$\left - \right $		#	#	# #	#
64	Mexico	3.6	3.3 - 3.8	11		#	#			#	#	#	#	#					#	#	#	#
	Thailand	3.6	3.3 - 3.9	14		#	#			#	#	#	#	#	#	#	#		#	#	#	#
67	Croatia	3.5	3.3 - 3.8	9	#		#	#					#	#					#	#	#	#
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71	China	3.4	3.0 - 3.8	0 16		#	#		#	#	#	#	#	#	#	#	#	#	#	#	#	#
	Saudi Arabia	3.4	2.7 - 4.0	5		#	#		#					#					#			
	Syria	3.4	2.8 - 4.1	5		#	#		#					#					#			
74	Belarus	3.3	1.9 - 4.8	5	#	#	ш	#						#			$\left - \right $		#			
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			Survey reference (for more details see table of s									of sou	urces)									
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Country Rank	Country	CPI 2004 Score*	Confidence Range **	Surveys used***	BEEPS 2002	CU 2003	EIU 2004	FH 2004	II 2003	IMD 2002	IMD 2003	IMD 2004	MDB 2002	MIG 2004	PERC 2002	PERC 2003	PERC 2004	TI/GI 2002	WMRC 2004	WEF 2002	WEF 2003	WEF 2004
	Benin	3.2	2.0 - 4.3	3	BI	#								#	-	-	-		> #			
77	Egypt	3.2	2.0 - 4.3	8		#	#		#				#	#					#		#	#
	Mali	3.2	2.2 - 4.2	5		#	"		"					#					#		#	#
	Morocco	3.2	2.9 - 3.5	7			#		#					#					#	#	#	#
	Turkey	3.2	2.8 - 3.7	13	#	#	#		#	#	#	#	#	#					#	#	#	#
82	Armenia	3.1	2.4 - 3.7	5	#			#					#	#					#			
	Bosnia and Herzegovina Madagascar	3.1 3.1	2.7 - 3.5 1.8 - 4.4	7	#	#		#					#	#					#		#	#
85	Mongolia	3.0	2.6 - 3.2	3		#								#					#		#	#
00	Senegal	3.0	2.5 - 3.5	6		#	#						#	#					#		#	
87	Dominican Republic	2.9	2.4 - 3.3	6			#							#					#	#	#	#
	Iran	2.9	2.2 - 3.4	5		#	#		#					#					#			L
	Romania	2.9	2.5 - 3.4	12	#	#	#	#			#	#	#	#					#	#	#	#
90	Gambia India	2.8 2.8	2.2 - 3.4 2.6 - 3.0	5 15		#	#		#	#	#	#	#	#	#	#	#		#	#	#	#
	Malawi	2.8	2.0 - 3.0	5		π	#		π	π	π	π	π	#	π	π	π		#	π	#	#
	Mozambique	2.8	2.4 - 3.1	7		#	#						#	#					#		#	#
	Nepal	2.8	1.6 - 3.4	3		#								#					#			-
	Russia	2.8	2.5 - 3.1	15	#	#	#	#	#	#	#	#	#	#				#	#	#	#	#
	Tanzania	2.8	2.4 - 3.2	7		#	#						#	#			<u> </u>		#		#	#
97	Algeria Lebanon	2.7 2.7	2.3 - 3.0 2.1 - 3.2	6 5		#	#		#				#	#					#		#	#
	Macedonia (FYR)	2.7	2.3 - 3.2	7	#		#	#	#				#	#					#		#	#
	Nicaragua	2.7	2.5 - 3.0	7		#	#							#					#	#	#	#
	Serbia and Montenegro	2.7	2.3 - 3.0	7			#	#					#	#					#		#	#
102	Eritrea	2.6	1.6 - 3.4	3		#								#					#			
102	Papua New Guinea	2.6	1.9 - 3.4	4		#	#							#					#			<u> </u>
	Philippines	2.6	2.4 - 2.9 2.1 - 3.1	14		#	#			#	#	#	#	#	#	#	#		#	#	#	#
	Uganda Vietnam	2.6 2.6	2.1 - 3.1	7		#	#						#	#	#	#	#		#	#	#	#
	Zambia	2.6	2.3 - 2.9	6		#	#						#	#	#	#	#		#	#	#	#
108	Albania	2.5	2.0 - 3.0	4	#			#					#						#			
100	Argentina	2.5	2.2 - 2.8	11		#	#			#	#	#	#	#					#	#	#	#
	Libya	2.5	1.9 - 3.0	4			#		#					#					#			L
	Palestinian Authority	2.5	2.0 - 2.7	3					#					#					#			
112	Ecuador Yemen	2.4 2.4	2.3 - 2.5 1.9 - 2.9	7 5		#	#		#				#	#					#	#	#	#
	Congo, Republic of	2.4	2.0 - 2.7	4		#	#		#					#					#			
114	Ethiopia	2.3	1.9 - 2.9	6		#	#							#					#		#	#
	Honduras	2.3	2.0 - 2.6	7		#	#							#					#	#	#	#
	Moldova	2.3	2.0 - 2.8	5	#		#	#						#					#			L
	Sierra Leone	2.3	2.0 - 2.7	3		#	#												#			
	Uzbekistan Venezuela	2.3 2.3	2.1 - 2.4 2.2 - 2.5		#	#	#	#		#	#	#	#	# #					#	#	#	#
	Zimbabwe	2.3	1.9 - 2.7	7		#	#			#	#	#	#	#					#	#	#	#
	Bolivia	2.2	2.1 - 2.3				#						п	#					#	#	#	#
122	Guatemala	2.2	2.0 - 2.4			#	#							#					#	#	#	#
	Kazakhstan	2.2	1.8 - 2.7	7	#	#	#	#					#	#					#		┎	
	Kyrgyzstan	2.2	2.0 - 2.5		#	#		#						#					#		 	l
	Niger Sudan	2.2 2.2	2.0 - 2.5 2.0 - 2.3	3 5		#	#		#					# #			┣──		#			
	Ukraine	2.2	2.0 - 2.3	5 10	#	#	#	#	#				#	#					#	#	#	#
129	Cameroon	2.2	1.9 - 2.3	5	π	π	#	π				-	#	#	-			-	#	π	#	11'
129	Iraq	2.1	1.3 - 2.8	4			#		#					#					#			
	Kenya	2.1	1.9 - 2.4	7		#	#						#	#					#		#	#
	Pakistan	2.1	1.6 - 2.6	7			#		#				#	#					#		#	#
133	Angola	2.0	1.7 - 2.1	5	$\left \right $	ш	#							#					#		#	#
	Congo, Democratic Republic Côte d'Ivoire	2.0 2.0	1.5 - 2.2 1.7 - 2.2	3 5		#	#						#	#					#		$ \vdash $	
	Georgia	2.0	1.6 - 2.3	7	#	#	π	#					#	#					#			#
	Indonesia	2.0	1.7 - 2.2	14		#	#			#	#	#	#	#	#	#	#		#	#	#	#
	Tajikistan	2.0	1.7 - 2.4	4		#		#						#					#			
	Turkmenistan	2.0	1.6 - 2.3	3				#						#					#		┎	
140	Azerbaijan	1.9	1.8 - 2.0	7	#	#	#	#					#	#					#			
4.40	Paraguay	1.9 1.7	1.7 - 2.2 1.1 - 2.3	7		#	#							#					#	#	#	#
142	Chad Myanmar	1.7	1.1 - 2.3	4		#	#							#			<u> </u>		#		#	#
144	Nigeria	1.6	1.4 - 1.8	9		#	#		#				#	#					#	#	#	#
145	Bangladesh	1.5	1.1 - 1.9	8		#	#						#	#					#	#	#	#
	Haiti	1.5	1.2 - 1.9	5		#								#					#	#	#	

Explanatory notes *CPI Score relates to perceptions of the degree of corruption as seen by business people and country analysts and ranges between 10 (highly clean) and 0 (highly

*CPI Score relates to perceptions of the degree of corruption as seen by business people and country analysts and ranges between 10 (highly clean) and 0 (highly corrupt). ** Confidence range provides a range of possible values of the CPI score. This reflects how a country's score may vary, depending on measurement precision. Nominally, with 5 percent probability the score is above this range and with another 5 percent it is below. However, particularly when only few sources (n) are available an unbiased estimate of the mean coverage probability is lower than the nominal value of 90%. *** Surveys used refers to the number of surveys that assessed a country's performance. 18 surveys and expert assessments were used and at least 3 were required for a country to be included in the CPI.

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Frequently Asked Questions

Transparency International Corruption Perceptions Index (CPI) 2004

What is the Corruption Perceptions Index?

The TI Corruption Perceptions Index (CPI) ranks countries in terms of the degree to which corruption is perceived to exist among public officials and politicians. It is a composite index, drawing on corruption-related data in expert surveys carried out by a variety of reputable institutions. It reflects the views of business people and analysts from around the world, including experts who are resident in the countries evaluated.

For the purpose of the CPI, how is corruption defined?

The CPI focuses on corruption in the public sector, and defines corruption as the abuse of public office for private gain. The surveys used in compiling the CPI ask questions that relate to the misuse of public power for private benefit, with a focus, for example, on bribe-taking by public officials in public procurement. The sources do not distinguish between administrative and political corruption or between petty and grand corruption.

Why is the CPI based only on perceptions?

It is difficult to base comparative statements on the levels of corruption in different countries on hard empirical data, e.g. by comparing the number of prosecutions or court cases. Such cross-country data does not reflect actual levels of corruption; rather it highlights the quality of prosecutors, courts and/or the media in exposing corruption. The only method of compiling comparative data is therefore to build on the experience and perceptions of those who are most directly confronted with the realities of corruption in a country.

Is the CPI a reliable measure for decisions on aid allocation?

Some governments have begun to wonder whether it is useful to provide aid to countries perceived to be corrupt – and have sought to use corruption scores to determine which countries receive aid, and which do not.

TI does not encourage the CPI to be used in this way. Countries that are perceived as very corrupt should not be penalised for starting from a high level of corruption. They in particular need help to emerge from the corruption-poverty spiral. If a country is believed to be corrupt, but is willing to reform, this should serve as a signal to donors that investment is needed in systemic approaches to fight corruption. And if donors intend to support major development projects in corrupt countries, they should pay particular attention to corruption 'red flags' and make sure appropriate control processes are set up to limit graft.

Which countries are new to the CPI 2004?

The following countries are in the CPI 2004, but not the CPI 2003: Barbados, Benin, Chad, Democratic Republic of Congo, Eritrea, Gabon, Malta, Mongolia, Nepal, Niger, Seychelles, Suriname and Turkmenistan.

Is it right to conclude that the country with the lowest score is the world's most corrupt country?

No. The country with the lowest score is the one perceived to be the most corrupt of those included in the index. There are almost 200 sovereign nations in the world, and the latest CPI ranks 146 of them.

Which matters more, a country's rank or its score?

While ranking countries enables TI to build an index, a country's score is a much more important indication of the perceived level of corruption in a country.

Can country scores in the CPI 2004 be compared with those in past CPIs?

The index primarily provides an annual snapshot of the views of business people and country analysts, with less of a focus on year-to-year trends.

If comparisons with previous years are made, they should be based only on a country's score, not its rank. A country's rank can change simply because new countries enter the index or others drop out. A higher score is an indicator that respondents provided better ratings, while a lower score suggests that respondents revised their perception downwards.

However, year-to-year changes in a country's score result not only from a changing perception of a country's performance but also from a changing sample and methodology. Each year, some sources are not updated and must be dropped from the CPI, while new, reliable sources are added. With differing respondents and slightly differing methodologies, a change in a country's score may also relate to the fact that different viewpoints have been collected and different questions have been asked.

Which countries' scores deteriorated most between 2003 and 2004?

Making comparisons from one year to another is problematic. However, to the extent that changes can be traced back to individual sources, while sometimes not obvious in the final overall score, trends can be cautiously identified. Noteworthy examples of a downward trend from 2003 to 2004 are Bahrain, Belize, Cyprus, Dominican Republic, Jamaica, Kuwait, Luxembourg, Mauritius, Oman, Poland, Saudi Arabia, Senegal, and Trinidad and Tobago. In these cases, actual changes in perceptions occurred during the last three years. In the case of the lower scores in the CPI 2004 for countries such as Belarus, Cuba, Israel, Italy, Namibia, Pakistan, Palestinian Authority and Qatar, however, the deterioration is partly due to technical factors of the CPI methodology, such as the inclusion or dropping of some surveys since last year.

Which countries improved most compared with last year?

With the same caveats applied, on the basis of data from sources that have been consistently used for the index, improvements can be observed from 2003 to 2004 for Austria, Botswana, Czech Republic, El Salvador, France, Gambia, Germany, Jordan, Switzerland, Tanzania, Thailand, Uganda, United Arab Emirates and Uruguay. In the case of the higher scores in the CPI 2004 for countries such as Cameroon, Costa Rica, Estonia, Libya, Macedonia (FYR), Madagascar, Papua New Guinea, and Serbia and Montenegro, however, the improvement is partly due to technical factors of the CPI methodology, such as the inclusion or dropping of some surveys since last year.

The CPI is ten years old. Are there any long-term trends in country scores?

To be clear, the CPI was not designed to provide for comparisons over time, since each year the surveys included in the index vary. Analysing the individual sources in the CPI that have been included over time, however, does yield some aggregate changes over time. Countries that have improved over time include Colombia, Bulgaria, Estonia, Hong Kong, Mexico and Spain; countries that have deteriorated include Argentina, Ecuador, Poland and Zimbabwe, for instance. More research on long-term trends in corruption perception levels is being carried out, and results are expected in 2005-06.

What are the sources of data for the CPI?

The CPI 2004 draws on 18 different polls and surveys from 12 independent institutions. TI strives to ensure that the sources used are of the highest quality and that the survey work is performed with complete integrity. To qualify, the data has to be well documented, and it has to be sufficient to permit a judgment on its reliability.

Since fundamental changes in the levels of corruption in a country evolve only slowly, TI opted to base the CPI on a three-year rolling average. The CPI 2004 is based on surveys provided between 2002 and 2004.

For a full list and details on questions asked, number of respondents and coverage of the 18 polls and surveys included in the CPI 2004, please see www.icgg.org

Whose opinion is polled by these surveys?

Surveys are carried out among business people and country analysts, including surveys of residents of the countries in question. It is important to note that residents' viewpoints are found to correlate well with those of experts from abroad.

In the past, the experts surveyed in the CPI sources were often business people from northern, industrialised countries; the viewpoint of less developed countries was underrepresented. This has changed. On behalf of Transparency International, Gallup International surveyed respondents from emerging market economies, asking them to assess the performance of public servants in industrialised countries. A related approach was carried out by Information International. The results from these surveys correlate well with other sources. In sum, the CPI gathers perceptions that are broadly based, not biased by cultural preconditions, and not only generated by US and European experts.

How is the index itself computed?

TI has made considerable efforts to ensure that the methodologies used to analyse the data are of the highest quality. A detailed description of the underlying methodology is available at <u>www.transparency.org/surveys/#cpi</u> or at <u>www.icgg.org</u>.

The CPI methodology used is reviewed by a Steering Committee consisting of leading international experts in the fields of corruption, econometrics and statistics. Members of the Steering Committee make suggestions for improving the CPI, but the management of TI takes the final decisions on the methodology used. The statistical work on the CPI is orchestrated at the University of Passau under the leadership of Prof. Dr. Johann Graf Lambsdorff.

Further frequently asked questions on the Transparency International Corruption Perceptions Index 2004, together with the framework document (on the methodology), are available at www.transparency.org/surveys/#cpi

Sources for the Transparency International Corruption Perceptions Index 2004

Number	1		2	2									
Number Abbreviation	1 BEEPS		2 CU	EIU									
Appreviation	DEEPO	Colup	nbia University.	EIU									
Source	World Bank and the EBRD	The Center for Ir	nternational Earth Scien nation Network	Economist Intelligence Unit									
Name	Business Environment and Enterprise Performance Survey	State (Capacity Survey	Country Risk Service and Country Forecast									
Year	2002		2003	2004									
Internet address	info.worldbank.org/governance/beeps2002/		www.ciesin.org/	www.eiu.com									
Who was surveyed?	Senior businesspeople		country experts (policy demics and journalists)	Expert staff assessment									
Subject asked	Frequency of irregular additional payments; how problematic is corruption for business?		rruption within the state	gain									
Number of replies	6,500		224	Not applicable									
Coverage	25 transition countries	9	5 countries 142 countries										
Number	4		5										
Abbreviation Source	FH Freedom House			II Information International									
Name Year	Nations in Transit 2004			Survey of Middle Eastern Businesspeople 2003									
Internet address	www.freedomhouse.org/research/nat	rancit htm		www.information-international.com									
Who was surveyed?	Assessment by US, regional, and in-cou		Senior husing	speople from Bahrain, Lebanon and United Arab Emirates									
who was surveyed?	Extent of corruption as practised in gove												
Subject asked	perceived by the public and as reported in th as the implementation of anti-corruptio	ne media, as well	How common are bi are public contrac	ibes, how costly are they for doing business, and how frequently ts awarded to friends and relatives in neighbouring countries?									
Number of replies	Not applicable			382 assessments from 165 respondents									
Coverage	28 countries/territories		7	31 countries									
Number Abbreviation	6	7		8									
Source	IMD												
Name	International Institute for Management Development, Lausanne, Switzerland World Competitiveness Yearbook												
Year	2002	20		2004									
Internet address	LUUL	20	www.imd.ch	2001									
Who was surveyed?	Executive	s in top and middle	e management; domestic and international companies										
Subject asked			bribery and corruption in the economy										
Number of replies	3,532		4,000 4,166										
Coverage	49 countries		51 countries										
Number	9			10									
Abbreviation	MDB			MIG									
Source	A multilateral development	Merchant International Group											
Name	Survey	Grey Area Dynamics											
Year Internet address	2002			2004 www.merchantinternational.com									
Who was surveyed?	Experts within the bank were identifie questionnaires (each relating to a different o to them. Roughly 40% of the questionnai	ountry) were sent											
Subject asked	How widespread is the incidence o		Corruption, rang	ing from bribery of government ministers to inducements payable to the "humblest clerk"									
Number of replies	398			Not applicable									
Coverage	47 countries		155 countries										
Number	11 12 13												
Abbreviation			PERC										
Source			al & Economic Risk Co sian Intelligence Newsl										
Name	2002												
Year Internet address	2002	2004											
Who was surveyed?		Fx	www.asiarisk.com/	itives									
Subject asked	How bad do you consider the prob			hich you are working as well as in your home country?									
Number of replies													
Coverage			14 countries										
Number	14	15											
Abbreviation	TI/GI		WMRC										
Source	Gallup International on behalf of Transpare	ncy International	World Markets Research Centre										
Name	Corruption survey		Risk Ratings										
Year	2002		2004										
Internet address	www.transparency.org/surveys/		www.wmrc.com										
Who was surveyed?	Senior businesspeople from 15 emerging m		Expert staff assessment										
Subject asked	How common are bribes to politicians, seni and judges, and how significant an obst business are the costs associated with su	acle to doing	The likelihood of encountering corrupt officials, ranging from petty bureaucratic corruption to grand political corruption										
Number of replies	835		Not applicable										
Coverage	21 countries 186 countries												
Number	16 17 18												
Abbreviation WEF													
Source													
Name Year	2004												
Year 2002 2003 2004 Internet address www.weforum.org													
Who was surveyed?		Senior husiness les		ernational companies									
Subject asked		Senior business leaders; domestic and international companies Undocumented extra payments connected with various government functions											
Number of replies	ca 4,600		7,741 8,700										
	76 countries		countries	104 countries									
Coverage													