

## **PAYMENTS ON FISH-HAUL INCENTIVE PROGRAMME**

Fisheries Development Authority of Malaysia  
Ministry of Agriculture and Food Industries

---

### **Main Points**

**What we examined?**

- Payments on Fish-Haul Incentive Programme (IHTN) by the Fisheries Development Authority of Malaysia (LKIM) to fishermen comprise vessel owners and employees (crews).

**Why it is important?**

- To determine payments of IHTN Programme made are in accordance with the laws, financial regulations and procedures.

**What we found?**

- The audit findings are as follows:
  - payments of Fishermen's Living Allowance (ESHN) amounted to RM24,571 were made to the deceased fishermen;
  - payments of Fish Landing Incentive amounted to RM21,392 were made to the deceased fishermen; and
  - subsidisation of RM2.12 million in Diesel and Petrol Subsidy Scheme were made to vessel owners who did not declare their fish-haul.

**What do we recommend?**

- The audit recommendations are as follows:
  - improve standard operating procedures for ESHN and Fish Landing Incentive payments by refining the eligibility reviewing elements and effective monitoring mechanism;
  - blacklist and impose restrictions on fuel supply under the Diesel and Petrol Subsidy Scheme on vessel owners who failed or refused to make fish-haul declaration to LKIM; and
  - implement improvements in system that include element of security features, reliability and service continuity plans.