05/06/2024 22:18:09

# (APPELLATE JURISDICTION)

CIVIL APPEAL: NO. 02(f)-54-09/2023(W)

## **BETWEEN**

SEEMA ELIZABETH ISOY (I/C NO. 670719-03-5160)

... APPELLANT

**AND** 

TAN SRI DAVID CHIU TAT-CHEONG (I/C NO. 540530-93-5039)

... RESPONDENT

[In the Matter of the Court of Appeal Malaysia Appellate Jurisdiction Civil Appeal No. W-02(W)-1320-07/2021

Between

Tan Sri David Chiu-Cheong (I/C No. 540530-93-5039)

... Appellant

And

Seema Elizabeth Isoy (I/C No. 670719-03-5160)

... Respondent]

## [In the Matter of the High Court of Malaya at Kuala Lumpur Civil Suit No. WA-23CY-10-03/2018

### Between

Tan Sri David Chui-Cheong (I/C No. 540530-93-5039)

... Plaintiff

And

Seema Elizabeth Isoy (I/C No. 670719-03-5160)

... Defendant]

## CORAM:

## HASNAH MOHAMMED HASHIM, FCJ HARMINDAR SINGH DHALIWAL, FCJ NORDIN HASSAN, FCJ

## JUDGMENT OF THE COURT

## Introduction

[1] This is another defamation suit brought by an aggrieved party for this Court's determination. Tan Sri David Chiu Tat Cheong, the respondent before this Court, was the plaintiff at the High Court and Seema Elizabeth Isoy, the appellant, was the defendant. After a full trial



before the High Court, the plaintiff's claim was dismissed. However, the

plaintiff succeeded in his appeal at the Court of Appeal where the decision

of the High Court was set aside and the plaintiff's claim was allowed. The

plaintiff was awarded damages of RM 100,000.00. Hence, the present

appeal.

**[21** The appeal before us, essentially, centers on the effect of a half-

truth statement in defamation law in Malaysia, particularly whether a half-

truth statement constitutes a false statement. On 28.8.2023, upon the

appellant's application for leave to appeal, this Court granted the following

questions:

**Question 1** 

Are Malaysian Courts jurisdictionally competent to rely on foreign common

law as far as it relates to the doctrine of 'half-truth' in deciding whether a

statement is defamatory or otherwise when the provision of section 3 of

the Civil Law Act 1956 prohibits this reliance in circumstances where local

statutory provisions provide a remedy as decided in the case of **Chong** 

Chieng Jen v Government of State of Sarawak [2019] 3 MLJ 300?

**Question 2** 

If the first question is answered in the affirmative, would the provisions of:

(i) Section 8 of the Defamation Act 1957 sufficiently provides a basis

for the defence of justification in a situation where the impugned

statement is 'substantially true'? and/or

(ii) Section 9 of the Defamation Act 1957 sufficiently provides a basis

for the defence of fair comment in a situation where the impugned

statement is based on true matters?

**Question 3** 

If the second question is answered in the affirmative:

Would a 'substantially true' statement mentioning criminal (i)

charges as having been instituted against a plaintiff in a

defamation suit be protected by the provision of section 8 of the

Defamation Act 1957 despite the absence of a mention that the

plaintiff was eventually acquitted of those charges? and/or

Would a true statement mentioning criminal charges as having (ii)

been instituted against a plaintiff in a defamation suit be

protected by the provision of section 9 of the Defamation Act

1957 despite the absence of a mention that the plaintiff was

eventually acquitted of those charges?

**Question 4** 

Whether the doctrine of 'half-truth' applicable in the threshold test for

defamation which the 2-step process is affirmed by the Federal Court in

Chong Chieng Jen v Government of State of Sarawak [2019] 3 MLJ

**300**?

The Background Facts

[3] Seema Elizabeth Isoy, the appellant, is the registered owner of a

unit in Waldorf & Windsor Tower Serviced Apartments (W&W) which was

developed by Malaysia Land Properties Sdn Bhd ("Mayland"). She was

also a committee or sub-committee member of the W&W Management

Corporation ("MC"). The appellant together with 55 other persons were in

the W&W Whatsapp Group, consisting of unit owners or their

representatives.

[4] Tan Sri David Chiu Tat-Cheong, the respondent, is a businessman

and the Chairman and founder of Mayland.

There were several legal disputes in Court involving Mayland and [5]

W&W and in one of the cases, the High Court decided that Mayland had

defrauded and/or made a false representation to W&W owners in respect

of a common area in W&W. This decision was affirmed by the Court of

Appeal and Mayland application for leave to appeal against the decision

of the Court of Appeal was not granted by the Federal Court.

[6] On 17.8.2017, the appellant sent a text message ("impugned

statement") to the W&W Whatsapp Group which reads:

"In order for owners to know all the facts, I believe we have to step back

even more and ask "who is Mayland?"

Mayland is the CHIU family.

So who is this Chiu family?

Let's have a very brief look at the publicly known facts about his family:

- The Chiu family is an extremely rich and successful family originating from China,

then based in Hong Kong. Now with business in many countries, including

Malaysia.

I'm always happy for people's happiness and good fortune but..

- Deacon Chiu (Sr.) has been in the past arrested and charged with conspiracy to

falsify documents of the Far East Bank, where they were the major shareholders.

For plotting to defraud the Commissioner of Banking by making false claims

concerning the ownership of companies to which the bank had made advances

of \$ 352.5 million.

- Duncan Chiu (Deacon SR's son) has in the past been arrested for allegedly

breaching the Theft Ordinance and the Companies Ordinance.

- David Chiu (Deacon Sr's son) has been in the past arrested and charged

for the same offenses as Deacon Sr. He also faced charges of conspiring

to falsify documents purporting to show that more than \$ 246 million in credit facilities had been granted to the bank by various companies.

And now the climax to this family saga:

 The same don (David Chiu) is the founder and Chairman of Mayland !!!

Mayland has been convicted of Fraud and Misrepresentation against W&W owners:

At High Court level
At Court of Appeal level
At Federal Court level

The apple doesn't fall far from the tree...

Please google these names to read more.

"the same son"

(emphasis added)

[7] Dissatisfied with the impugned statement, the respondent brought an action to the Court against the appellant for defamation. The respondent's pleaded case as reflected particularly, in paragraphs 13, 14, and 15 of the amended statement of claim, in essence, that the impugned message in its ordinary and natural meanings was capable of being defamatory of the respondent and is a defamatory statement. The impugned statement was said to mean, among others, that the respondent is a fraudster, dishonest, untrustworthy, and has been convicted of fraud.



[8] The respondent further claimed that the defamatory statements

tended to excite against the respondent, the adverse opinion of members

of others, and tended to lower the respondent in the estimation of the right-

thinking members of the society.

The reliefs sought by the respondent *inter alia* for special damages [9]

of RM 1.5 million or damages to be assessed by the Registrar, general

damages, and aggravated damages.

[10] Conversely, the appellant's defence as stated at paragraph 8 of the

amended statement of defence, was that the impugned statement was not

defamatory, and in the alternative, the statement was justified, made in

good faith without malice, a fair comment, and a qualified privilege for the

benefit of the participants in the Whatsapp Group.

[11] On 27.8.2017, the administrator of W&W Whatsapp Group removed

the appellant from the Whatsapp Group for knowingly posting false and

misleading information in the Group and refused to take responsibility

when questioned.

The High Court proceedings

[12] After a full trial, the Judicial Commissioner ("JC") dismissed the

respondent's claim as it was the Court's finding that the words referring to

the respondent in the impugned statement were not defamatory. In

addition, the JC found that the appellant had established the defence of

justification as the impugned statement was substantially true. This finding

is based on the fact that Mayland had been found guilty by the Court of

fraud and misrepresentation in obtaining a title in W&W and it is also a

fact that the respondent had, in the past, been arrested and charged for

conspiring to falsify documents, the same offence faced by the

respondent's father, Deacon Sr.

[13] The JC also held that the appellant had established the defence of

qualified privilege because inter alia the impugned statement was

communication between fellow owners or residents of W&W in the

Whatsapp Group without indirect or wrong motive. Therefore, the

circumstances and the occasion relating to the impugned statement are a

privileged occasion.

[14] Further, it was the finding of the JC that the appellant had

discharged her burden of proving the defence of fair comment. Firstly, the

impugned message is a matter of public interest. It concerns Mayland of

which the respondent is the Chairman and founder and there exists legal

disputes between Mayland and W&W. Secondly, the impugned message

is based on true facts, and read as a whole the message is a fair

expression of opinion. Lastly, the impugned message is such that a fair-

minded person can honestly make it. It was stated in a matter-of-factly

manner, straightforward and unemotional, and does not exceed the

bounds of fair comment and just criticism.

[15] Finally, the JC held that there was no malice on the part of the

appellant in sending the impugned statement which would defeat her

defence of a qualified privilege and fair comment. The appellant had an

honest belief in the truth of the impugned statement and nothing in the

statement indicates that the respondent was a target of an improper

motive.

**The Court of Appeal Proceedings** 

[16] At the Court of Appeal, having considered the submissions of the

parties, it was held that there are merits in the appeal. The Court of appeal

was of the view that the impugned statement was defamatory. The words

in the statement conveyed to the ordinary man that the respondent is

dishonest and a fraudster. The statement read as a whole, in its natural

and ordinary meaning had the tendency to disparage and injure the

respondent's standing, character, and reputation. The statement also

tended to excite the adverse opinion of those within the Whatsapp Group

against the respondent. As such, the appeal by the respondent was

allowed. The respondent was awarded RM 100,000.00 as damages and

also a permanent injunction was granted to restrain the appellant from

publishing or spreading the impugned statement or similar defamatory

words concerning the respondent.

[17] On the issue of malice, the Court of appeal found that the posting of

the impugned statement was actuated with malice. The reason is that,

although the appellant was fully aware of the fact the respondent was

acquitted from the said charge mentioned in the impugned statement long

ago, but intentionally omitted to mention it in the statement. The appellant

had posted a half-truth statement and requested the reader to google for

more information. The non-disclosure was deliberate and unfair to the

respondent. As malice had been established, the Court held that the

appellant's defence of qualified privilege and fair comment was

unsustainable.

The Appeal

Submission by the appellant

[18] In essence, counsel for the appellant submitted that the concept or

doctrine of half-truth applied by the Court of Appeal in the present case is

against the principles of defamation and placed the law of defamation in

a state of flux. This concept would be contrary to the principles of the 2-

step process which was affirmed by this Court in Chong Chieng Jen v

Government of State of Sarawak [2019] 3 MLJ 300. The trite principle

of defamation law is that the Court's first task is to determine whether the

words complained of are capable of bearing a defamatory meaning, which

is a question of law, and the next task is to ascertain whether the words

are in fact defamatory which is a question of facts. Therefore, the Court is

only to look at the words themselves when determining whether a

statement is prima facie defamatory and examine the words in their

common, natural, or contextual meaning.

[19] It was further contended that the concept of half-truth would entail

factual consideration of truth or falsity being conjoined into the threshold

test, where consideration only belong to the defences of justification and

fair comment. This also means that consideration of what the maker of the statement knew at the time of making the statement are being conjoined into the threshold test when such consideration traditionally only belong when considering malice. In addition, it was submitted that the concept of half-truth reversed the traditional standard of an ordinary reader being reasonable, not unduly suspicious, and not avid for scandal.

[20] Further, it was the appellant's submission that the Court of Appeal had misinterpreted and misapplied the foreign common law in the South Africa case of *The Citizen 1978 (Pty) Ltd and Others v Mc Bride [2011] 5 LRC 286*, the British Colombia case of *M.D. Mineralsearch Inc v East Kootenay Newspapers Ltd [2002] B.C.J No. 111* and *Cimolai v Hall [2005] B.C.J No.81* and the Indian High Court case of *V Radhakrishnan v Alla Rama Krishna Reddy [2018] SCC Hyd 98*, *Cri LJ 302*. It was contended that these cases do not contribute to the new doctrine of half-truth as among others, those cases do not define what a half-truth statement is, how the half-truth statement applies at the threshold level, and the defence level, and do not show how to reconcile the same with the notion of a reasonable reader not unduly suspicious or avid for scandal.

[21] Counsel for the appellant further contended that the decision of the Court of Appeal had created duality in the approach to defamation allegation at the threshold level. The Court of Appeal's approach contradicts judicial precedent in Malaysia which ruled that allegations of charges, arrest, and commissions of crimes are not *prima facie* defamatory at the threshold level. The cases of **Sharifuddin Mohamed &** 

Anor v Dato' Annas Khatib Jaafar & Anor Appeal [2016] 3 CLJ 574

(CA), Tan Sri Dato' Tan Kok Ping JP v The New Straits Times Press

(M) Bhd dan Yang Lain [2010] 3 CLJ 614 (HC) and Dato' Seri Anwar

bin Ibrahim v The New Straits Times Press (M) Sdn Bhd & Anor [2010]

2 MLJ 492 (HC) amongst the cases cited to support the contention.

[22] In addition, it was submitted that the concept of a half-truth

statement is ambiguous, uncertain, and undefined in Malaysia. Hence, the

concept should not be applicable at the threshold level or the defence

level but only if to establish malice which the respondent failed to prove.

This concept would also create legal absurdities as the appellant was

found liable for defamation based on the statement that she did not make.

[23] Next, counsel for the appellant submitted that the Court of Appeal

was not competent to rely on foreign common law in light of the statutory

provisions in particular sections 8 and 9 of the Defamation Act 1957, the

established principles of defamation law in Malaysia, and the application

of section 3(1) of the Civil Law Act 1956.

The submission by the respondent

[24] On the other hand, counsel for the respondent submitted that the

impugned statement was defamatory of the respondent and the defence

of justification and fair comment is not applicable in the present case.

[25] Firstly, it was contended that the common law of England applies concerning the issue of the doctrine of half-truth as the Defamation Act 1957 is not comprehensive legislation and does not address the issue at hand. Section 3(1) of the Civil Law Act 1956 allows such application where local circumstances render necessary and the provision does not prohibit the application of foreign common law under the circumstances. The cases of Chung Khiaw Bank Ltd v Hotel Rasa Sayang Sdn Bhd & Anor [1990] 1 MLJ 356 (SC), Lim Guan Eng v Ruslan bin Kassim and another appeal [2021] 2 MLJ 514 (FC), Maria Chin Abdullah v Ketua Pengarah Imigresen & Anor [2021] 1 MLJ 750 (FC) and Subashini Rajasingam v Saravanan Thangathoray (No 2) [2007] 4 MLJ 97 (FC) were among the cases quoted in support of the contention.

[26] Further, counsel for the respondent submitted that the test in determining the ordinary and natural meaning of the impugned message is an objective test. Not only that reference is to be made to its literal meaning but it also includes the implied, inferred, or indirect meaning of the impugned statement. In the present case, the message that mentioned the charges of fraud against the respondent and his family long ago and deliberately omitted to state that the respondent was acquitted of the charges and equated Mayland which had been found liable for fraud with the respondent, was defamatory of the respondent. In its natural and ordinary meaning, the impugned statement meant or is understood to mean that the respondent is a fraudster, dishonest, untrustworthy, and convicted of fraud by the Courts.

[27] Counsel for the respondent argued that the truth of a statement must

be presented with its entire context and failure to do so renders the

impugned statements unjustified, regardless of their nature, and not

substantially true. These "half-truth" statements are in fact a "whole lie"

capable of defamatory meaning and are defamatory of the respondent.

[28] Next, it was submitted that since the impugned statement is untrue

or not substantially true, the defence of justification is not available for the

appellant. Thus, the appellant's reliance on section 8 of the Defamation

Act 1957 is misplaced.

[29] As to the defence of fair comment, counsel for the respondent

contended that the impugned message substantially consists of

assertions of facts and does not attract the defence of fair comment. In

addition, the appellant in her pleading, pleads fair comment and not fair

comment on a matter of public interest. As such, the elements to

constitute a defence of fair comment have not been established by the

appellant. In any event, the impugned message is only an assertion of

half-true facts and not a comment which may attract the defence of fair

comment. Further, the impugned message was made with malice and

demolished the defence of fair comment or even qualified privilege. Thus

section 9 of the Defamation Act also does not apply in the present case.

**Analysis and decision of this Court** 

[30] Before we proceed to address the main issue of the concept of half-

truth in the present case, it is instructive to recapitulate the trite principles

of defamation law in Malaysia. To begin with, in a defamation suit, the

elements to be established on the balance of probabilities by the plaintiff

are the defamatory words, the words refer to the plaintiff, and the words

were published.

[31] The test in determining whether the words are defamatory is also

well-settled in that, those words in their natural and ordinary meaning,

tend to lower the plaintiff in the estimation of a reasonable man in society.

The words impute the plaintiff's dishonorable conduct or lack of integrity

and expose the plaintiff to hatred, contempt, or ridicule. It tends to excite

against the plaintiff the adverse opinion of others. (see Syed Husin Ali v

Sharikat Penchetakan Utusan Melayu Berhad & Anor [1973] 2 MLJ 56;

Chok Foo Choo v The China Press Berhad [1999] 1 CLJ 461; Tun Datuk

Patinggi Haji Abdul Rahman Ya'kub v Bre Sdn Bhd & Ors [1996] 1 MLJ

393; JB Jeyaretnam v Goh Chok Tong [1984] 1 LNS 139)

[32] It is pertinent to reiterate here that the tendency of the impugned

words may also amount to a defamatory nature even if the words did not

lower the plaintiff in the estimation of society. (see Tun Datuk Patinggi

(supra); JB Jayaretnam (supra); and Syed Husin Ali (supra))

[33] Further, the ordinary and natural meaning of the words must be considered in the context of the whole text or message, in its entirety and not in isolation. In determining the ordinary and natural meaning of the words, the Court may consider their literal meaning or their implied, inferred innuendo, or indirect meaning. In addition, the ordinary and natural meaning of the words also include implications or inferences that can be drawn from the words. Lord Morris in *Jones v Skelton* [1963] 3 All ER 952 quoted with approval in *Chok Foo Choo (supra)*, said this:

"The ordinary and natural meaning of the words may be either the literal meaning or it may be an implied or inferred or an indirect meaning: any meaning that does not require the support of extrinsic facts passing beyond general knowledge but is a meaning which is capable of being detected in the language used can be a part of the ordinary and natural meaning of words (see Lewis v Daily Telegraph Ltd [1963] 2 All ER 151). The ordinary and natural meaning may therefore include any implication or inference which a reasonable reader, guided not by any special but only by general knowledge and not fettered by any strict legal rules of construction, would draw from the words. The test of reasonableness guides and directs the court in its function of deciding whether it is open to a jury in a particular case to hold that reasonable persons would understand the cords complained of in a defamatory sense."

(emphasis added)

### The 'half-truth' statement

[34] In the present case, the respondent complained that the appellant's impugned statement was not the whole truth of the material facts. It was not disputed that the respondent was charged with a fraudulent act but he was acquitted of the said charge and this took place about 2 decades ago.

Although the charge against the respondent mentioned in the impugned

statement was true, the evidence was also established that when the

appellant published the impugned statement in the Whatsapp Group, it

was within the knowledge of the appellant that the respondent was

acquitted of the charge. However, the appellant omitted to state this

material fact.

[35] The appellant's knowledge of the respondent's acquittal was in the

appellant's testimony as reflected in the notes of proceedings as follows:

"GSR: I want you to look at that article. It says, 'About five years', I'm reading

from the fourth paragraph. About five years ago, Deacon Chiu and his son, David,

were charged with conspiracy to falsify documents of the Far East Bank where

they were the major shareholders. In April last year, the High Court ruled that the

Senior Chiu would not be given a fair trial because he was suffering from serious

deterioration of his intellectual and memory functions. A month later, David Chiu

was acquitted of the fraud charges. After his acquittal, he resolved to rebuild

the fortunes of the Far East Consortium. Now you said that you are being fair to

David Chiu in your witness statement because you said, there was nothing wrong

in what you wrote.

**SEEMA:** There's nothing wrong in what I wrote. Correct.

GSR: But it was not true

SEEMA: Everything I wrote was true

GSR: You did not include in your post the fact, do you confirm that you did not

include in your post that David Chiu had been acquitted?

SEEMA: <u>I agree</u>

GSR: Yes

SEEMA: But I did not say he was found guilty either

GSR: No, no. He, you did not say that he was acquitted. That's all. Answer

the question

SEEMA: Yes, I agree

GSR: So, do you agree with me that if you had included that, that would have

been a fairer statement to him?

SEEMA: I disagree. Because I said google this to read more"

(emphasis added)

[36] The reason for not including the respondent's acquittal in the

impugned statement as revealed in the appellant's testimony was that the

appellant had already asked the readers to google for more information.

In addition, the appellant did not say that the respondent was convicted of

the charge.

[37] Having perused the impugned statement in totality, the sting effect,

was that, the respondent was charged with the fraudulent act same as his

father, Deacon Sr. The imputation to the readers was that the respondent

was not a person of good character and tended to excite against the

plaintiff the adverse opinion of others. If the fact the respondent was

acquitted of the charge mentioned by the appellant in the impugned

message, which in the appellant's knowledge, it certainly would have

neutralized the sting in the eyes of the readers. The defence that the

reader to google for more information on the matter could not neutralise the defamatory nature of the impugned statement. The charging of the respondent without stating that the respondent was acquitted, in the circumstances, is a half-truth statement that harms the respondent. The statement made is not substantially true and false in substance. This is prejudicial and unfair to the respondent as he was unable to justify the criminal act imputed by the impugned statement.

[38] The House of Lords in *Sutherland and Others v Stopes* [1925] *AC* 47 dealt with the issue of the half-truth statement at pages 73 and 74, where Bankes LJ explained:

"When facts are stated they can be justified as being, although defamatory and of and concerning the plaintiff, yet true; when opinions are stated they can be justified on precisely the same grounds - namely, that although of and concerning the plaintiff and defamatory, yet they also are true. In the next place, when in the course of the statement of defamatory matter both facts and opinions are set forth, it is upon similar principles open to a defendant to say that the entirety, both fact and opinion, is true in substance and in fact. That was the present case. It was so pleaded and the trial was conducted by both parties upon that comprehensive defence. In every one of these cases, if the truth of the libel is affirmed by the jury the case is at an end. There is no room for introducing fair comment or of perplexing the jury with the consideration of such a plea, when the defendant has justified the truth of all he has said, whether in stating fact or expressing opinion.

There are two qualifications which must be made upon this absolute rule. <u>In</u> the first place, truth must not be stated without being fully stated; that is to say, without that context in the case of a libel, and without those circumstances in the case of a slander, which would put a different

<u>complexion upon matter which is libellous or slanderous standing by</u>
<u>itself</u>, and would possibly or probably destroy altogether its character as such.

In the second place, a statement of fact or of opinion which consists in the raking up of a long-buried past may, without an explanation (and, in cases which are conceivable, even with an explanation), be libellous or slanderous if written or uttered in such circumstances as to suggest that a taint upon character and conduct still subsists, and that the plaintiff is accordingly held up to ridicule, reprobation, and contempt.

Subject to these qualifications, the rule as to justification, in fact, being exclusive, as a plea, of a plea of fair comment, in the sense of making the latter unnecessary, is, in my opinion, an absolute rule."

(emphasis added)

[39] Further, Bankes LJ in the same case, at page 79, emphasized as follows:

"In the second place, however, the allegation of fact must tell the whole story. If for instance, in the illustration given, the facts as elicited show what my writing had not disclosed — namely, that the defendant had a saddle of his own lying in the harness room, and that he took by mistake mine away instead of his own and, still laboring under that mistake, sold it — then the jury would properly declare that the libel was not justified on the double ground that there were facts completely explaining in a non-criminal sense anything that was done, and the jury would disaffirm the truth of the libel because, although meticulously true in fact, it was false in substance."

[40] Likewise in the present case, the full truth of the respondent already been acquitted was deliberately not disclosed in the impugned statement and this placed a different complexion and effect on the statement. The message without the fact that the respondent had been acquitted, tainted the respondent's character and conduct and the respondent was held in ridicule, reprobation, and contempt. This established the defamatory effect of the impugned statement. Although the charge against the respondent was true, the omission to reveal that the respondent was acquitted of the charge, makes the statement false in substance.

[41] The facts in the present case have similarities with a Court of Appeal of Texas case in *Klentzman v Brady, 456 S.W.3d 239, 268 (Tex. App. 2014)*. In that case, Klentzman, a reporter for The Star was sued by Wade Brady for defamation arising from an article he published concerning Wade Brady. In the article, it states among other things, that Wade Brady was charged with being a minor in possession of alcohol ("MIP"). Klentzman omitted to mention in the article the fact that Wade Brady was acquitted of the said charge. Thus, the Court ruled that the statement Wade Brady was charged and omitted to state that he was acquitted of the charge had brought a defamatory impression. The Court explained as follows:

"Here, the Article failed to state at any point that Wade had been acquitted by a jury on the MIP charge. The failure to report that Wade was acquitted, leaving the impression that he was guilty of the MIP charge, was clearly more damaging to his reputation in the mind of the average reader than the truth would have been."

(emphasis added)

[42] The same position was taken by Ngcobo CJ in The Citizen 1978

(Pty) Ltd v McBride [2011] 5 LRC 286 where in his dissenting judgment

he said this:

"As the facts upon which a fair comment is based must be true, the defence in

relation to this statement must fail. I agree. The statement was simply false.

However, I am unable to agree with his conclusion in relation to the statement

that McBride had a dubious flirtation with alleged gun dealers in Mozambique.

This statement is based on a half-truth and is, therefore, also untrue.

None of the articles that appeared in The Citizen mentioned this fact, in

particular, the explanation that the charges were quashed by the Supreme

Court of Mozambique. Reference to the quashing of the charges was vital

as it would have enabled the reader to understand why McBride was

<u>released</u>. The omission of this information, in my view, resulted in the facts

relating to the arrest and release of Mr McBride in Mozambique to be a half-

truth. The facts relating to McBride were therefore not accurately stated."

(emphasis added)

[43] Similarly in the present case, the omission to state in the impugned

statement the vital information that the respondent was acquitted of the

charge against him is a half-truth statement and resulted in the defamatory

impression that he was guilty of the charge in the eyes of the readers.

[44] Next, the British Columbia Supreme Court in *Olive Hospitality Inc.* 

v Woo [2006] B.C.J. No 2739 explained the same issue in the following

words:

□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )□ ( )<

"164 The allegations that I have found to be true are true only because of Mr. Woo's conduct in making them so. This brings into play the principle that <u>proof</u> that statements are literally true will not be sufficient justification if the words reasonably convey an overall impression that is false. For example, if facts have been omitted, which, if reported, would create an entirely different impression from the facts reported taken alone, the statement may be defamatory: M.D. Mineralsearch Inc v East Kootenay Newspapers Ltd. [2002], 97 B.C.L.R. (3d) 291, 2002 BCCA 42. In Cimolai v Hall [2005] B.C.J. No. 81, 2005 BCSC 31 at para. 173, Madam Justice Holmes stated the proposition as follows:

"If the overall impression of the publication is false, the defence fails even if some or even all of the literal words are proven to be true. <u>Half-truths can be just as damaging as outright falsehoods</u>, and their effect may be even more severe because they can be more difficult to explain.."

(emphasis added)

[45] The issue of false impressions which amounts to defamatory was also elaborated on *M.D. Mineralsearch Inc. case* (supra). In that case, the article reported that Mineralsearch was convicted of a deceptive act or practice under the Trade Practices Act and was fined \$200 by omitting to state that the judge ruled that it was a minor error by Mineralsearch, and as such sentence of only \$200 was imposed. Thus, it was decided by the Court that the article presented a false impression of Mineralsearch, and was unfair and defamatory.

[46] Levine J.A. in that case addressed the issue as follows:

"20 The first question is whether the article was defamatory. The trial judge found that the article created a false impression of the respondent that was potentially damaging to its reputation. That finding accords with the definition



of "defamatory" found in Linden, Canadian Tort Law, 6<sup>th</sup> ed. (Toronto); Butterworths, 1997) at p. 677, quoting the American Restatement (Second) of Torts, s.559 (1965):

A communication is defamatory if it tends so to harm the reputation of another as to lower him in the estimation of the community or to deter third person from associating or dealing with him.

21 In my opinion, the fact that the respondent was convicted of a "deceptive act or practice" (described in the article as a "deceptive business practice") would lead an ordinary reader to conclude that the respondent had done something wrong in a deceptive manner. I disagree with the appellant that only a person trained in the law would conclude that the respondent had a deceptive intent. The ordinary meaning of the word "deceptive" is clear. Nor would an ordinary reader reasonably conclude from the fact that the fine was only \$200 that the respondent had done nothing seriously wrong.

22. In my view, the trial judge applied the proper test and there is no basis to challenge his finding that the article was defamatory".

(emphasis added)

[47] Thus, a half-truth statement that presents a false impression and that harms the reputation of a person is no doubt, defamatory. This kind of statement can safely be considered false in the circumstances. In *V. Radhakrishna v Alla Rama 2019 Cri LJ 302*, the Court opined that a half-truth statement can be more dangerous than a total lie. In the case of *Lim Guan Eng v Utusan Melayu (M) Bhd [2012] 2 MLJ 394*, it was held by the court that half-truths statement are no truth at all and bear the intention to deliberately mislead and malign unfairly the party referred to in the statement.

[48] Reverting to the present case, the half-truth statement by the appellant, as discussed earlier, is not substantially true, presenting a false impression that can be considered as a false statement viewed in totality, that adversely affects the respondent's reputation. In the circumstances, we agree with the Court of Appeal in the present case that the impugned

statement is defamatory of the respondent.

[49] In coming to this conclusion, we need to emphasise here that we are not parting from the settled principles of defamation law in Malaysia and relying on the foreign common law on the concept of a half-truth statement. It is only an application of the facts to the law applicable in Malaysia. To begin with, Malaysian cases, as alluded to earlier, similar to other jurisdictions, had laid down the three elements to establish a defamation claim which are the words are defamatory, the words refer to the plaintiff, and the words were published. The application of the concept of a half-truth statement as elaborated above, does not entail a duality approach in defamation law in Malaysia as contended by counsel for the appellant.

[50] In the present case, it was not disputed that the impugned words that were published in the WhatsApp Group referred to the respondent. The only element left to be proven is whether those words were defamatory and defamatory words in their natural and ordinary meaning impute the plaintiff's dishonorable conduct or lack of integrity and expose the plaintiff to hatred, contempt, or ridicule which tends to excite adverse opinion of others against the respondent. In addition, the ordinary and natural meaning of the words have to be considered in the context of the

whole text or message, in its entirety. The Court may consider their literal

meaning or their implied, inferred, innuendo, or indirect meaning and

include implications or inferences that can be drawn from the words.

[51] Here, the half-truth statement is an important factor to be considered

to determine whether the element of the defamatory words has been

established on the balance of probabilities, and in the present case, as

discussed earlier and applying the principles of law alluded to above, the

impugned statement by the appellant is defamatory of the respondent.

[52] The decision of this Court in *Chong Chieng Jen v Government of* 

State of Sarawak [2019] 3 MLJ 300 cited by the appellant's counsel,

does not prohibit the half-truth statement to be considered in determining

the defamatory nature of an impugned statement. In that case, the Court

re-affirmed the two steps of inquiries in an action for defamation which

are, firstly, whether the impugned statement is capable of bearing a

defamatory meaning which is a question of law, and secondly, whether

the impugned statement is in fact defamatory, which is a question of fact.

[53] Ahmad Maarop PCA, in Chong Chieng Jen's case, quoted with

approval the Court of Appeal case of Chok Foo Choo @ Chok Kee Lian

v The China Press Bhd [1999] 1 MLJ 371 and states as follows:

"[62] In an action for defamation, the first task of the court is to determine

whether the words complained of are capable of bearing a defamatory

meaning. This is a question of law which turns upon the construction of

the words published. The next task of the court is to ascertain whether the words complained of are in fact defamatory. This is a question of fact which depends upon the circumstances of the particular case. The steps of the inquiry before the court in an action for defamation was succinctly explained by Gopal Sri Ram JCA (later FCJ) in Chok Foo Choo @ Chok Kee Lian v The China Press Bhd [1999] 1 MLJ 371 (CA), at pp 374–375:

"It cannot, I think, be doubted that the first task of a court in an action for defamation is to determine whether the words complained of are capable of bearing a defamatory meaning. And it is beyond argument that this is in essence a question of law that turns upon the construction of the words published. As Lord Morris put it in Jones v Skelton [1963] 3 All ER 952 at p 958:

The ordinary and natural meaning of words may be either the literal meaning or it may be an implied or inferred or an indirect meaning: any meaning that does not require the support of extrinsic facts passing beyond general knowledge but is a meaning which is capable of being detected in the language used can be a part of the ordinary and natural meaning of words (see Lewis v Daily Telegraph Ltd [1963] 2 All ER 151). The ordinary and natural meaning may therefore include any implication or inference which a reasonable reader, guided not by any special but only by general knowledge and not fettered by any strict legal rules of construction, would draw from the words. The test of reasonableness guides and directs the court in its function of deciding whether it is open to a jury in any particular case to hold that reasonable persons would understand the words complained of in a defamatory sense.

In my judgment, the test which is to be applied lies in the question: do the words published in their natural and ordinary meaning impute to the plaintiff any dishonourable or discreditable conduct or motives or a lack of integrity on his part? If the question invites an affirmative response, then the words complained of are defamatory. (See JB Jeyaretnam v Goh Chok Tong [1985] 1 MLJ 334.) Richard Malanjum J, in an admirable judgment in Tun Datuk Patinggi Haji Abdul-Rahman Ya'kub v Bre Sdn Bhd & Ors [1996] 1 MLJ 393, collected and reviewed the relevant authorities upon this branch of

the subject and I would, with respect, expressly approve the approach adopted by him.

The article in the present instance when read as a whole clearly suggests that the appellant is a person who, under the guise of doing service, was in fact making false statements in order to deceive the people of Lukut. The implication is that the appellant is a man given to deception and is untrustworthy. I think that there can be no doubt that to say of a man that he is a cheat and a liar is a serious defamation of him. It has the effect of lowering the appellant in the estimation of right-thinking members of society generally. It follows that the learned judge in the present case clearly fell into error when he held that the words complained of were not defamatory of the appellant.

Having decided whether the words complained of are capable of bearing a defamatory meaning, the next step in the inquiry is for a court to ascertain whether the words complained of are in fact defamatory. This is a question of fact dependent upon the circumstances of the particular case. In England, libel actions are tried by judge and jury, and the question is left for the jury to determine. However, in this country, libel actions are tried by a judge alone, he is the sole arbiter of questions of law as well as questions of fact. He must, therefore, make the determination. In the present instance, it is quite apparent that it is as a matter of pure fact that the article defames the appellant. It literally calls him a cheat and a liar. There can, in my opinion, be no dispute that the appellant was in fact libelled. I am, therefore, unable to agree with the opposite conclusion arrived at by the learned judge who tried the action."

(emphasis added)

**[54]** The first task in determining an action for defamation is whether the impugned statement is capable of being defamatory. This involves the assessment of the words and construction of the impugned statement in its entirety and as to its ordinary and natural meaning either directly, indirectly, by implication, or inference.

[55] The test in ascertaining the defamatory nature of the impugned

words as explained in *Chok Foo Choo's* case (supra) and endorsed by

this Court in *Chong Chieng Jen's* case, as alluded to above, is as follows:

"Do the words published in their natural and ordinary meaning impute to the

plaintiff any dishonourable or discreditable conduct or motives or a lack of

integrity on his part? If the question invites an affirmative response, then the

words complained of are defamatory."

(emphasis added)

[56] Applying the said test in the present case, as discussed earlier, the

answer is in the affirmative. The half-truth statement that presented a false

impression, that discredited and dishonoured the respondent, certainly is

capable of bearing a defamatory meaning.

[57] The next step is whether the impugned statement posted in the

WhatsApp Group by the appellant is in fact defamatory. On the

assessment of facts in the present case, in totality, we agree with the

Court of Appeal that the impugned statement is in fact defamatory of the

respondent.

[58] What we wish to emphasise here is that the application of the

concept of a half-truth statement in determining the defamatory nature of

a statement is consistent with the applicable law in Malaysia including this

Court's decision in Chong Chieng Jen's case. The foreign common law

cited above besides being persuasive authority, the common law of

England is part of our law under section 3(1) of the Civil Law Act 1956.

Further, in Malaysia, the task of determining the defamatory nature of a

statement, which involves the question of law and fact, is shouldered by a

judge alone, unlike in England, where the question of law is determined

by the judge and the question of fact by the jury. Thus, there will be a rare

occasion of any conflation of issues regarding the two steps or tasks

required in determining an action for defamation as explained in the

authorities cited above. In any event, the paramount consideration is

whether the impugned statement is defamatory, besides it referred to the

plaintiff and was published.

[59] The cases cited by the appellant's counsel in support of the

contention that the impugned statement, in particular, that the respondent

was charged with a fraudulent act is the truth and not defamatory of the

respondent are distinguishable. All the cases referred to, do not involve a

half-truth statement as in the present case. As such, the cases are of no

assistance to the appellant's appeal.

The application of section 3(1) of the Civil Law Act 1956

[60] On this issue, counsel for the appellant submitted that the Court of

Appeal was not competent to rely on foreign common law regarding the

concept of a half-truth statement in light of section 3(1) of the Civil Law

Act 1956 and the decision of this Court in *Chong Chieng Jen's* case.

[61] Section 3(1) of the Civil Law Act 1956 states:

"3. (1) Save so far as other provision has been made or may hereafter be made by any written law in force in Malaysia, the Court shall—

(a) in Peninsular Malaysia or any part thereof, apply the common law of England and the rules of equity as administered in England on 7 April

<u> 1956;</u>

(b) in Sabah, apply the common law of England and the rules of equity, together with statutes of general application, as administered or in force in England on 1

December 1951;

(c) in Sarawak, apply the common law of England and the rules of equity, together

with statutes of general application, as administered or in force in England on 12

December 1949, subject however to subparagraph (3)(ii):

Provided always that the said common law, rules of equity, and statutes of general application shall be applied so far only as the circumstances of the States of Malaysia and their respective inhabitants permit and subject to

such qualifications as local circumstances render necessary."

(emphasis added)

[62] The reading of section 3(1) above and the decisions of the apex

Court, it is settled law that the common law of England is applicable if

there is no specific written law or principle of law in Malaysia governing or

dealing with the issue raised. (see Chong Chieng Jen's case, Pihak

Berkuasa Tatatertib Majlis Perbandaran Seberang Perai & Anor v Muziadi

bin Mukhtar [2020] 1 MLJ 141 (FC), Public Services Commission Malaysia

& Anor v Vickneswary a/p RM Santhivelu (substituting M Senthirelu a/l R

Marimuthu, deceased) [2008] 6 MLJ 1 (FC), Raphael Pura v Insas Bhd &

Anor [2003] 1 MLJ 513 (FC), and Chung Khiaw Bank Ltd v Hotel Rasa

Sayang Sdn Bhd & Anor [1990] 1 CLJ 675 (SC))

[63] In the present case, the issue of half-truth statements was not

governed by our written law, in particular the Defamation Act 1957 or the

principle of law laid down by our Courts. In this regard, counsel for the

appellant argued that sections 8 and 9 of the Defamation Act 1957 cater

to the issue of half-truth statements. Section 8 provides the defence of

justification whilst section 9 lays down the defence of fair comment. The

provisions are as follows:

"Justification

8. In an action for libel or slander in respect of words containing two or more

distinct charges against the plaintiff, a defence of justification shall not fail by

reason only that the truth of every charge is not proved if the words not

proved to be true do not materially injure the plaintiff's reputation having

regard to the truth of the remaining charges.

Fair comment

9. In an action for libel or slander in respect of words consisting partly of

allegations of fact and partly of expression of opinion, a defence of fair

comment shall not fail by reason only that the truth of every allegation of

fact is not proved if the expression of opinion is fair comment having regard to

such of the facts alleged or referred to in the words complained of as are proved."

(emphasis added)

[64] Considering sections 8 and 9 above, we cannot agree that both sections canvas the issue at hand in the present case, which is the issue of half-truth statement. Section 8 merely provides, in essence, that it is unnecessary to prove the truth of every defamatory allegation if the words not proved to be true do not materially injure the plaintiff's reputation. Section 9 provides that the defence of fair comment is still available even if the truth of every allegation is not proved if a fair comment is proved. Here, although we have a specific law on defamation, it is not comprehensive and common law is needed to fill the gaps. The position is acknowledged by this Court in the case of *Lim Guan Eng v Ruslan bin Kassim and another appeal [2021] 2 MLJ 514* where Harmindar Singh FCJ delivering the majority decision said this:

"[108] There is no express statutory provision governing this issue in the Defamation Act 1957 ('the Act'). The Act itself is quite scanty and it is left to the common law to fill in the gaps. It was asserted during submissions that this was a matter which was considered by the Court of Appeal below and eventually decided by applying the earlier Court of Appeal decision in Adnan Yaakob. It was also argued that this issue was considered as well by this court in Chong Chieng Jen. Before dealing with these cases, it may be helpful to consider how this question has been dealt with in other common law jurisdictions."

(emphasis added)

[65] In Soh Chun Seng v CTOS-EMR Sdn Bhd [2003] 4 MLJ 180 the Court noted as follows:

"Pursuant to <u>s 3</u> of the Civil Law Act 1956, the principles of law and their application in Stubbs, Ld are not merely persuasive authority before the

courts in Malaysia but represent our law. This was emphasized by Barakbah

CJ in Abdul Rahman Talib v Seenivasagam & Anor at p 72, as follows:

By s 3 of the Civil Law Ordinance 1956, the Common Law of England is

applicable in Malaysia except in so far as it has been modified by the Defamation

Ordinance 1957.

More recently, in the case of Pang Fes(sic) Yoon, Suriyadi Halim Omar J,

reaffirmed the applicability of the English common law to the law of defamation

in Malaysia, when he said:

By virtue of s. 3 of the Civil Law Act 1956, the English common law which is the

spring board of the local defamation law, has been statutorily imported keeping

abreast with time, the Defamation Act 1957 (Act 286) was promulgated,

together with the necessary modification.

In our present Defamation Act 1957, there is no provision therein governing the

principles upon which our courts are to construe the words complained of to

determine if the same are capable of a defamatory meaning. <u>In other words, in</u>

this area of the law of defamation, English common law principles (as

pronounced by the House of Lords in Stubbs, Ld) continue to apply and form

part of the law in Malaysia."

(emphasis added)

[66] As such, the principles of English common law on the concept of

half-truth statement as propounded inter alia in the case of **Sutherland** 

and Others v Stopes and Olive Hospitality Inc v Woo are applicable in

our defamation law pursuant to section 3(1) of the Civil Law Act 1956.

[67] On this issue, this Court's decision in *Chong Chieng Jen* was cited

in support of the contention that in the presence of a domestic written law

or principle of law, the common law in England should not be applied. In

that case, the main issue is whether the State Government of Sarawak

has the right to sue for defamation on the issue of mismanagement of

state funds. The principle of English common law in **Derbyshire County** 

Council v Times Newspaper Ltd & Ors [1993] 1 All ER 1011 is that the

government body was not entitled to sue for defamation on the ground

that any democratically-elected government or government body should

be open to uninhibited public criticism. ("The Derbyshire Principle").

However, in Chong Chieng Jen's case, it was held that since there is a

written law, which is section 3 of the Government Proceedings Act 1956,

("the GPA") that allows the State Government to sue, the *Derbyshire* 

Principle was not applicable.

[68] Section 3 of the GPA states as follows:

"Right of the Government to sue

3. Subject to this Act and of any written law where the Government has a claim

against any person which would, if such claim had arisen between subject and

subject, afford ground for civil proceedings, the claim may be enforced by

proceedings taken by or on behalf of the Government for that purpose in

accordance with this Act."

[69] It was held in *Chong Chieng Jen's* case that the right to sue under

section 3 of the GPA includes the right to sue for defamation.

[70] Chong Chieng Jen's case is clearly distinguishble. In the present case, at the risk of repetition, we find that the Defamation Act 1957 does not canvas the concept of half-truth statements as discussed earlier, and as such, the English common law principle alluded to above is applicable under section 3(1) of the Civil Law Act 1956.

## The Defences

[71] The appellant raised the defence of justification, qualified privileged and fair comment. The Court of Appeal, having found that the impugned message was defamatory to the respondent, determined whether the impugned message was actuated with malice. We do not see any error by the Court of Appeal in analysing, firstly, whether there exists any malice on the part of the appellant as malice would defeat the defence of qualified privilege and fair comment.

[72] The Supreme Court in *S. Pakianathan v Jenni Ibrahim* [1988] 2 *MLJ* 173, discussed the issue of malice in the following words:

"The protection afforded by the law to a publication made on an occasion of qualified privilege is not an absolute protection but depends on the honesty of purpose of the person who makes the publication. If he is malicious, that is, if he uses the occasion for some other purpose than that for which the law gives protection, he will not be able to rely on the privilege. If the publication takes place under circumstances that create a qualified privilege, in order to succeed the plaintiff has to prove express malice on the part of the defendant. Broadly speaking, express malice means malice in the popular sense of or desire to injure the person who is defamed. To destroy the privilege, the desire to injure must be the dominant motive for the defamatory publication. Knowledge that it will have that effect is not enough if the defendant is nevertheless acting in

accordance with a sense of duty or in bona fide protection of his own legitimate interests. The mere proof that the words are false is not evidence of malice, but proof that the defendant knew that the statement was false or that he had no genuine belief in its truth when he made it would usually be conclusive evidence of malice. If the defendant publishes untrue defamatory matters recklessly without considering whether it be true or not, he is treated as if he knew it to be false. In ordinary cases, what is required on the part of the defamer to entitle him to the protection of the privilege is honest belief in the truth of what he published. But if he was moved by hatred or a desire to injure and used the occasion for that purpose, the publication would be maliciously made even though he believed the defamatory statement to be true. Where the defendant purposely abstained from inquiring into the facts or from availing himself of means of information which lay at hand when the slightest inquiry would have shown the true situation, or where he deliberately stopped short in his inquiries in order not to ascertain the truth, malice may rightly be inferred: Lee v Ritchie (1904) 6 F (Ct of Sess) 642"

(emphasis added)

[73] On the same issue, an earlier case of this Court in *Rajagopal v Rajan* [1972] 1 MLJ 45 explained as follows:

"The forwarding letter had been drafted by the appellant in consultation with one Manikam (D.W.4) and translated by the latter into English. The appellant had said that he expected the Minister of Internal Security and the Chief Police Officer to act upon his letter. The learned judge had come to the view that the appellant had conceived sending the letter following the insulting remark made by the respondent — and obviously intended to refer to him — that "barbers have come into politics." There was, he further said, deliberate suppression of the true facts concerning the activities which the respondent had been indulging in, calculated to cause considerable embarrassment to the respondent. "Malice which avoids qualified privilege is ill-will or spite or any indirect or

improper motive in the mind of the defendant at the time of publication and actuating it." (Halsbury's, ibid, section 138, page 79). In my view, there is evidence on the record to warrant the conclusion that the appellant had been actuated by malice and that the defence of qualified privilege was not available to the appellant.

. . . .

I may add that on the finding of malice when dealing with the defence of qualified privilege, the defence of fair comment is thereby equally defeated. (Thomas v Bradbury, Agnew & Co Ltd [1906] 2 KB 627 at p 642. As is stated by Viscount Finlay in Sutherland v Stopes [1925] AC 47 at p 63:

"Such a defence on the ground of fair comment will fail if the jury is satisfied that the libel was malicious".

(emphasis added)

[74] In this regard, it is our view that an action of deliberately publishing a half-truth statement that presents a false impression of a person which affects the person's reputation and further expects the reader of the impugned statement to do a further search on the information is conduct actuated with malice. If the whole truth was revealed, it present a completely different complexion of the published statement when read by readers.

[75] In the present case, the Court of Appeal held that the impugned statement was malicious on the grounds as revealed at paragraphs 30 to 32, of the grounds of judgment which are as follows:

"[30] Here, the defendant was fully aware that the Plaintiff was "acquitted"

of the charges of financial misconduct and that these events occurred at least

2 decades ago. There was no rhyme or reason for the Defendant to have

"raked" up the Plaintiff's past in connection with the arrest and charge,

which ultimately resulted in an acquittal. The Defendant was adamant that

she was "not reckless" when she wrote the impugned text. We do not think that

this was a case of recklessness. Rather, it is a case where the Defendant

was fully aware that the Plaintiff had been acquitted of the charges

involving financial misconduct but chose not to disclose this to the

participants in the WhatsApp Group.

[31] She painted only "half" the picture. She said that she asked the

participants to look it up themselves. We do not think that such a disclaimer

will exonerate the Defendant from liability for defamation as she, being the author

of the impugned text, must take responsibility for its contents.

[32] It is quite apparent that the Defendant deliberately chose not to

disclose the fact that the Plaintiff had been acquitted of the charges of

financial misconduct. <u>Therein lies the element of malice on the Defendant's</u>

part. It is clear and obvious that the non-disclosure of the Plaintiff's acquittal was

deliberate and was hardly "fair" to the Plaintiff."

(emphasis added)

[76] Having considered the evidence in totality and the relevant law, we

agree with the reasoning and conclusion made by the Court of Appeal that

the text message concerning the respondent was actuated with malice. In

the circumstances, the defence of qualified privilege and fair comment the

appellant raised is defeated and untenable.

[77] Further, the appellant's defence of justification was also

unsustainable as the impugned statement was not substantially true and

presented a false impression in the readers' eyes. It is trite that the

defence of justification is founded on the truth of the statement or the

statement made is substantially true. (see Dato Sri Dr. Mohamad Salleh

Ismail & Anor v Mohd Rafizi Ramli [2022] 5 CLJ 487 (FC); Syarikat

Bekalan Air Selangor Sdn Bhd v Tony Phua Kiam Wee [2015] 8 CLJ 477

(FC); Dato Seri Nizar Jamaluddin v Sistem Televisyen Malaysia Bhd &

Anor [2014] 5 CLJ 560 (CA)).

[78] In this regard, the statement by Ross J, in the Olive Hospital Inc.

case is instructive where this was said:

"The allegations that I have found to be true are true only because of Mr. Woo's

conduct in making them so. This brings into play the principle that proof that

statements are literally true will not sufficient justification if the words

reasonably convey an overall impression that is false."

(emphasis added)

[79] Further, it has been established that the impugned statement had

injured the respondent's reputation. As such, the defence under section 8

of the Defamation Act 1957, is inapplicable in the present case.

Conclusion

[80] In the upshot, it is our unanimous decision that the appellant's

appeal is without merit, and as such the decision of the Court of Appeal in

setting aside the High Court decision is affirmed. We also find that there

is no necessity to answer the leave questions posed in this appeal. The

appellant is to pay costs of RM50,000 to the respondent subject to

payment of the allocator.

Dated this 5 Jun 2024

-sgd -

(DATO' NORDIN BIN HASSAN)

Judge

Federal Court of Malaysia

Counsel:

For the Appellant: Manmohan Singh Kang

(with him Aneera Joshini Chowdhury &

Lu Yiing Suey)

[Messrs A.J. Chowdhury]

For the Respondent: Datuk D.P. Naban

(with him Austen Pereira, Sivabalan a/l

Karupiah & Goh Wan Ping)

[Messrs Mastura Partnership]