

**THEMATIC COMPILATION OF RELEVANT INFORMATION SUBMITTED
BY PAKISTAN**

ARTICLE 9, PARAGRAPH 2 UNCAC

MANAGEMENT OF PUBLIC FINANCES

PAKISTAN (THIRTEENTH MEETING)

The National Accountability Bureau (NAB) is empowered under section 33-C of the National Accountability Ordinance (NAO), 1999 to review the rules, and laws of the public institutions and propose reforms in their laws and procedures to promote transparency and curb corruption.

2. In light of the foregoing, the National Anti-Corruption Bureau (NAB) has established Prevention Committees in several public sector institutions to analyze systems and recommend reforms in laws, rules, and procedures to eliminate corruption in collaboration with the concerned institutions and all relevant stakeholders. The important recommendations of these committees are transmitted to the relevant ministries for implementation. Some of them are summarized below:

6.	<p style="text-align: center;">Prevention Committee on Tax Evasion</p> <p><u>Use of Information Technologies:</u> The Federal Board of Revenue (Pakistan's National Tax collection body) has successfully implemented the recommendations of the Preventions Committee on Tax Evasion, which includes</p> <ul style="list-style-type: none">a. The Federal Board of Revenue (FBR)/ Inland Revenue should develop an efficient, reliable and user-friendly information technology system to achieve the objectives of FBR.b. Use of Enterprise Resource Planning (ERP) software by FBR.
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9.	Prevention Committee on Motor Registration Authorities, Islamabad
	<p>The following recommendations of the preventive committee have successfully been implemented:</p> <p>a. <u>Creation of Centralized Database integrated with NADRA:</u> Pakistani Identity Card is issued by NADRA. It is essential to activate real-time links between vehicle registration and identification cards. The linking will provide an individual's profile, allowing for the detection of tax evasion, automobiles</p>

	<p>previously registered in an applicant's name, bogus, tampered autos, and other fraudulent actions.</p> <p>b. <u>Mandatory Biometric Verification for Vehicle Transfer/Registration:</u> All provincial motor registration authorities must require biometric verification of the owner for vehicle registration/transfer. The same may be incorporated in section 32, rule 47(1) of Motor Vehicle Ordinance 1965.</p> <p>c. <u>Enhancing Coordination with FBR, NADRA and Police:</u> All provincial Excise & Taxation (E&T) Departments must collaborate with NADRA, FBR and Police Departments for information/record sharing. Memorandum of Understandings (MOUs) should be signed with the concerned departments for information sharing.</p>
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12.	Recommendations by Prevention Committee on Railways
	<u>Introduction of Information Technology (IT) Solutions and Automation of Data.</u>

	<p>c. Manual accounting mechanism for record-keeping be upgraded to the automated system i.e. implementation of Financial Information System (FIS) for Financial Data Automation;</p> <p>d. Material Accounting System (MAS) be upgraded and utilized properly;</p> <p>i. E-procurement system in consultation with PPRA may be developed and the same be integrated with Material Accounting System (MAS);</p>
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14. **Prevention Committee on “Export Forms (E-Forms) Verification, Reconciliation and Realization of Proceeds”**

- a. **Development of Web-Based One Customs (WebBOC):** WeBOC is an online tax exemption and declaration filing system used by Pakistan Customs. The module for processing bulk export shipments and exports requires quota debiting i.e.; Sugar, fuel etc. and complete roll-out of WebBOC in all stations.
- b. **Issuance of Electronic E-Forms for Bulk Cargo:** All items requiring quota debiting for exports by State Bank of Pakistan i.e. Sugar, Tobacco etc. and all other exports by Authorized Dealers (“ADs”) by utilizing existing facilities of WeBOC modules, and doing away with the manual system of issuance of E-Forms.
- c. **State Bank of Pakistan (“SBP”) to Put in Place an Auto Mechanism, Preferably Integrated with WebBOC:** For quarterly reconciliation of manual issued E-Forms between Customs, Authorized Dealers and SBP itself.
- d. **A Module Integrated with WeBOC:** A Module Integrated with WeBOC is developed in consultation with the Authorized Dealers/State Bank of Pakistan and Customs so that relevant information is timely shared among each other before cancellation of E-Forms if any.