



GOVERNMENT OF PAKISTAN
NATIONAL ACCOUNTABILITY BUREAU
ATTA TURK AVENUE, G-5/2
ISLAMABAD

AWARENESS & PREVENTION DIVISION

Mandated to educate, advice, assist and instruct in Prevention of Corruption and Corrupt Practices
(Section 33B & C of NAO 1999)

No. 3-2(1)(46)S-I/MN-II/NAB HQ/14/CVC/158

19th February 2015

To: **Syed Adil Gillani**
Advisor
Transparency International Pakistan
Karachi.

Subject: **Nomination of Representative for Prevention Committee on FBR**

You are well aware of the fact that significantly large number of economic activities are not reported to formal economy in Pakistan and thus remain out of the tax net. The existence of a large underground economy results in high tax rates, reduction in government services, unfair competition and uneven playing field for honest business. Tax evasion is a significant determinant of underground economy largely due to the loopholes in tax policy. Our country is rampant with tax evasion and citizens have been living tax free for many decades. It is the need of the hour to bring reformation in the Tax system of the country.

2. Keeping the above in view, a Prevention Committee under the mandate of Section 33C of National Accountability Ordinance 1999 has been constituted by Chairman NAB to prepare and finalize recommendations / measures, to stop leakages and evasion of billion of rupees in taxes.

3. Chairman NAB has nominated you as member of the Prevention Committee to play your role as an active member of the Committee and being a part of the team for introducing reforms in the Taxation regime in the country.

4. You are requested to accept this challenging assignment for creating a better tax structure in the country.

5. Time and schedule of the meeting will be communicated later on, please.

Encl: Copy of Notification of Prevention Committee

(Aliya Rashid)
Director General (A&P)
NAB HQ

Copy to:
AD(Coord) Chairman Sectt.



National Accountability Bureau
Attaturk Avenue, G-5/2,
Islamabad

No. 3-2(1)(46)S-1/MW-II/NAB HQ /2014/CVC
12 February, 2015

NOTIFICATION

Prevention Committee to Identify Loopholes in the Taxation Rules, Regulations & Procedures of FBR – Recommend Measures to plug the heavy leakages caused through Corrupt Practices

I hereby constitute the following committee under section 33-C and Sec 27 of NAO with the composition and mandate as under:-

a. Composition of the Committee


- | | | | |
|-----|----------------|---|--|
| (1) | President | : | Deputy Chairman NAB |
| (2) | Vice President | : | DG (A&P), NAB HQ |
| (3) | Members | : | Mr. Sohail Ahmed, Ex-Chairman, FBR
Member (Tax Policy), FBR
Syed Adil Gillani – Consultant PMIC
Nominee of Governor State Bank of Pakistan
Nominee of President FPCCI
Nominee of ICAP
Nominee of APTBA
Legal Consultant as nominated by PGA NAB
Director (Ops), NAB HQ |
| (4) | Secretary | : | Additional Director (A&P Division) |

b. **Mandate**

- (1) Focus on the loopholes of those laws, rules, regulations and procedures of taxation which are misused and give rise to corruption and corrupt practices. Systemic weaknesses have to be identified to recommend proposed measures for stopping leakages and evasion of government revenue.
- (2) The Committee may refer observations of glaring corrupt practices and the incidents of corruption to the enforcement Division NAB.
- (3) Committee to submit completion report to Chairman NAB in form of recommendations formulated for consideration and execution by FBR and relevant departments.

2. The committee is authorized to seek full and complete assistance for all or any documents and information relevant to the subject matter from any department, Federal Govt., Provincial Govt., financial Institution, Person or Authority as enunciated in NAO Sec 27.

3. The committee to complete the proceedings in 180 days and recommendations be put up to Chairman NAB. The implementation committee under NAO 33-c(e) may later on be formed.


Qamar Zaman Ch.
Chairman, NAB