

LLM THESIS

**CORPORATE FRAUDS CAUSES, CHALLENGES AND
SOLUTIONS IN PAKISTAN**



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ABSTRACT

The study has examined the legal framework of corporate frauds in Pakistan. It has highlighted the corporate scandals that have brought down big companies, in the United Kingdom, Maxwell, Polly Peck, and Barings that led to the above-mentioned countries to come up with corporate governance practices that are appropriate.

Pakistan entities have had a history of poor governance system with about 70% of the scandals attributed to weak corporate governance practices, lack of internal controls, and weaknesses in regulatory and supervisory systems. The study analyses the laws and corporate governance codes of best practice that have been adopted in Pakistan and whether they comply with international standards while at the same time addressing Pakistan specificities and reform needs.

Lastly, the study based on the findings of the analysis of the situation in Pakistan offers recommendations for reform on the laws governing corporate governance in Pakistan and suggest ways of promoting good corporate governance practices.

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LIST OF ABBREVIATION

ATCSA	Anti-Terrorism, Crime and Security Act
ARS	Alternative Remittance Systems
BA	Bribe Act
BOE	Bank of England
BAE	British Aerospace
BEL	Banker's Equity Limited
COLP	Cabinet Office and City of London Police
CMA	The Competition and Markets Authority
CPS	The Crown Prosecution Service
CCP	Competition Commission of Pakistan
CBC	Commercial Banking Circle
CC	Competition Commission
DPP	Director of Public Prosecution
DOJ	Department of Justice
ECC	Economic Crime Command
ECL	Exit Control List

ECA	Economic Crime Agency
ERRA	Enterprise and Regulatory Reform Act 2013
FAP	Fraud Advisory Panel
FA	Fraud Act 2006
FCA	Financial Conduct Authority
FBI	Federal Bureau of Investigation
HMT	H M Treasury
IFRS	International Financial Reporting Standard
JMLSG	Joint Money Laundering Steering Group
JIT	Joint Investigating Team
KYC	know your client
LIBOR	London Interbank Offered Rate
NCA	National Crime Agency
NFA	National Fraud Authority
NAB	National Accountability Bureau
OECD	Organization of Economic Co-optation and Development
OFT	Office of Fair Trading

PSPE	Pakistan Special Police Establishment
PRA	Prudential Regulation Authority
RCPO	Revenue and Customs Prosecutions Office
SFO	Serious Fraud Office
SOX	Sarbanes-Oxley Act
STR	Suspicious Transaction Reporting
SBP	State Bank of Pakistan
UNCAC	UN Convention against corporate Corruption
WCC	White Collar Crime

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