

EXECUTIVE SUMMARY

The august Supreme Court of Pakistan constituted a JIT on 05-9-2018 in H.R.C No. 39216-G of 2018 "for the purpose of conducting a thorough, in depth and incisive investigation and probe into the matter of fake bank accounts subject matter of these proceedings to get to the truth, uncover the persons involved and collect all material evidence for the purpose of ensuring that in case an offence is made out, the persons involved therein are properly prosecuted".

In compliance of the orders, the JIT which comprised members, co-opted members and associated staff from various State Institutions comprising FIA, NAB, FBR, SBP, SECP and ISI undertook the assignment at Karachi with its office at FIA Cyber Crime Building, Gulistan-e-Jauhar. The JIT summoned 885 and examined in detail 767 individuals / witnesses who appeared before the JIT. In order to conduct an incisive probe as directed, the JIT explored 11500 bank accounts of 924 individuals and companies, 59 STRs and 24500 CTRs that were associated with the 29 Fake Accounts identified by the internal JIT of FIA. All members and associated staff worked tirelessly and with utmost dedication to complete the investigation in an impartial and fair manner within the stipulated time.

In the last hearing dated 08-12-2018, the august Supreme Court of Pakistan, directed as under: -

“With respect to the final report by the JIT, let the same be submitted within a period of two weeks positively. Re-list for 24-12-2018”.

The JIT feels privileged to submit its findings through the “**MAIN (SYNTHESIS) REPORT**” which comprises 128 pages 95 Annexures along with Twenty-seven (27) “**FINAL INVESTIGATION REPORTS**” including Report No.25 marked as 'confidential'.

In order to assist this august Forum, this '**Executive Summary**' of findings, crossed referenced with a '**Graphic Illustration**' is hereby submitted in addition to the comprehensive reports mentioned above.

Title	Ref. MAIN REPORT (Para)	Ref. GRAPHIC Illustration
BACKGROUND Source Report 2015, STR 27-12-2017, FIR 4/2018 SBC Karachi (24 accused, 4 arrested), Suo Moto 29-06-2018 and constitution of JIT 05-09-2018	9-14	
ANALYSIS – 11500 Accounts, 924 individuals and Co., 59 STRs & 24500 CTRs	1	
Creation and Organized Operation of 32 Fake Accounts		

11 Fake Entities in the name of 3 employees , 7 citizens & 1 deceased	18 to 21	
Fake Accounts opening form of deceased sent by Hussain Lowai	Annex-5	
Sarwat w/o SHO Memon Goth (Anver Majid farms), introducer Fake A/c	28	
Fake Accounts in Summit Bank – 15 , Sindh Bank – 07 , UBL – 08 , MCB & Faysal 01 each	16	
Control by Hussain Lowai (Summit Bank) and Bilal Sheikh (Sindh Bank)	24,200,220	
Total turnover 42.37 Bn (credit / debit turnover 27.45 Bn), operation controlled by Aslam Masood (CFO) / Arif Khan (Acctt) / Bankers	Diagram Annex-4	
Direct Influence of AAZ & FT over decisions in NBP & Sindh Bank	130	
Violation of '9' SBP Regulations on AML / CTF for Fake Accounts	296	
Modus Operandi (stages) of Money Laundering		
Placement of funds in Fake Accounts (kickbacks, misappropriated loans and subsidies), embezzlements & proceeds of crime	30-31	
Layering (transfers within Fake Accounts – 14.92 Bn)	32-34	
Integration (receiving kickbacks as real estate gains)	35 – 36	

PLACEMENT OF PROCEEDS OF CRIME INTO FAKE ACCOUNTS

JIT has strong evidence of transactions & instruments pertaining to placement of proceeds of crime and kickbacks as given below

HYPER GROWTH OF BAHRIA SOUTH AND KICKBACKS

Bahria Town Karachi		
Illegal allotment of 11297 acres State land by GoS – 2014/15	175-176	
Capture of thousands of acre of adjoining private land	175-176	
Bahria ICON Project - 10.02 Bn kickback & 50 % shares in project	186-187	A
Gratis allotment: State Land - Bagh Ibn-e-Qasim – 7900 sq. yds.	188-191	B
Control of kickbacks by AAZ - Joint A/c Zain Malik & Mushtaq APS to President 8.3 Bn kickbacks – 147 transactions (2014/15) A/c monitored personally by Hussain Lowai (email evidence)	192-201	C
Kickbacks routed through Fake Accounts – 3.9 Bn	193	
Recommendation – NAB Case & freezing of 3rd party sale of Bahria ICON project to retrieve kickbacks including 50 % shares in project	203-204	
JV Opal 225 project – a Zardari – Bahria Groups venture	178-182	
Plot 225 (Zardari Gp)- pledged at overvalued 3.4 Bn from 1.7 Mn	178	
1.22 Bn paid by Malik Riaz & Bahria to FT A/c as 'drawings' + another 3.1 Bn reflected in Bahria books as land advance	179, 181	
Amounts received (table para 182) without revising JV or any profits accruing from the venture (kickbacks)	182	
Purchase of Zardari Gp Assets and Bilawal Houses from JV Opal Kickbacks (2011-2014)	183	D

S	Property Name	Cost Rs Million		
1	Agriculture land at Tando Allah Yar	74		
2	Plot F-4, Block-3, Clifton Karachi	122.82	Bilawal House Karachi	
3	Plot F-5, Block-3, Clifton Karachi	28.24		
4	Plot F-3, Block-3, Clifton Karachi	101.25		
5	Plot F-1, F-2, F-6 Block-3, Clifton Karachi	349.96		
6	Plot F-5/1, Block-3, Clifton Karachi	80.14		
Bilawal House Karachi		(682.41)		
7	Agriculture land at Chamber Tando Allah Yar	24.58		
8	Agriculture land at Deh Nusrat Daur Nawabshah	5.15		
9	Bilawal House Lahore*	170 Paid / 484.3		
10	Plot D-23, Block-3, Clifton Karachi	31.8		
11	Plot D-25, Block-3, Clifton Karachi	31.8		
12	Plot D-34, Block-3, Clifton Karachi	31.8		
TOTAL		1.195 Bn Paid / 1.395 Bn		
Recommendation – NAB Case & freezing of assets of Zardari Group admittedly purchased (statement filed on behalf of AAZ)- form JV Opal drawings (kickbacks)			184-185 Annex-24	
STATE LAND MISAPPROPRIATION – Role of GoS/BOR/KDA/MDA and Role of Frontmen of AAZ (Manzoor Kaka, Younas Kudwai (YK), Jabbar, Nadeem) JIT has incriminating evidence of illegal allotments, amalgamations and shifting of Survey Nos. to prime urban Areas and associated payments with Fake Accounts			245	E
362 acres PSM land – 32 Mn in Fake Accounts, 4.14 Bn loss			42,252-258	
7 acres prime Gulistan-e-Jauhar Land doled out to M/s Pink Residency (YK & Jabbar) – shifting from Scheme 33 (46 Mn payment from Fake Accounts)			259-260	
Amenity plots of Library, Mandir and Gymnasium , Clifton – doled to Nadeem (In-charge IBSC, owned by M/s Park Lane AAZ)			246-251	
Gratis takeover 31 acres land near Airport form NED family - M/s Al-Ain Holding (Jabbar brother of YK)			261-263	
Forcible acquisition - Plot 103/104 Clifton -5 by AG Majid - (236 Mn paid into Fake A/c.) by victim Hanif Jiwani			264-265	
Fraudulent acquisition - Plot 110 old Clifton by Ali Kamal Majid			266-267	
UNDECLARED Properties of AAZ and Mrs. FT in Karachi			Report 25 'CONFID'	
Kickbacks by 19 Government Contractors – 1.32 Bn			44	F
Water transmission to Thar Coal – escalated from 9 to 40 Bn by Secretary Irrigation (2012-2015), 8 favourite contractors , no feasibility study & violations of S-PPRA rules			45	
Bribes by Builders – 223 Mn by Mohsin Sheikhan & 4 Mn by M. Hanif			47 Annex-13	G
Tailored Subsidy to Omni Group – 497 Mn into Fake Accounts			48	H
Cash Deposits (delinking source) – 2.6 Bn (Z-System)			49-50	I
Deposits with Missing Vouchers – (masking source) – 1.86 Bn			53-54	J
Unexplained Deposits by Omni Companies – 7.1 Bn / 8.4 Bn			Annex-4	
SUMMIT BANK – Illegal Creation and Expansion			59-74	

Techniques of Financial Fraud for taking Loans																																			
Splitting Omni Gp into 5 sub-groups to increase loan exposure		85-87																																	
Single Evaluator (M/s Tracom) versus Inferior collaterals Naudero Sugar Mill – 90 Mn (2009), to 1.56 Bn (2009) in 3months to 4.13 Bn (2016) – 46 times in 7 years Tando Allah Yar Sugar Mill – 40 Mn (2011) to 400 Mn (2012) to 1.1 Bn (2017) – 28 times in 6 years 3.5 Bn and 2.5 Bn loan raised respectively against above mills		88-90	M																																
Debt Property (bank pledged) Swap Plot A1-50 HITE Hub – taken at 198 Mn pledged back at 1.8 Bn Plot 87 / 96-C Model Town Lhr – taken at 193 Mn pledged back at 300 Mn		88-90																																	
Illegal Adjustment Lending (5.2 Bn) to avoid classification as 'default' & 49 restructurings !		91-94																																	
Violation of 5 SBP Regulations on Commercial Lending		297																																	
Recommendation – NAB Case & freezing of all assets (value less than 53.53 Bn) of Omni Group and its Directors mentioned below		95-96																																	
OMNI GROUP – 83 Companies (including 32 Front / Benami, 23 Shell) recommended to be frozen along with their (hyper-valued) Assets & Assets of Directors mentioned in this section																																			
<p style="text-align: center;">Omni Group Rise During PPP Government</p> <table border="1"> <caption>Omni Group Rise During PPP Government Data</caption> <thead> <tr> <th>Year</th> <th>Benami Companies</th> <th>Companies Added</th> <th>Total Companies</th> </tr> </thead> <tbody> <tr> <td>Before 2008</td> <td>0</td> <td>0</td> <td>6</td> </tr> <tr> <td>2008</td> <td>0</td> <td>3</td> <td>9</td> </tr> <tr> <td>2009/10</td> <td>2</td> <td>10</td> <td>21</td> </tr> <tr> <td>2011/12</td> <td>5</td> <td>4</td> <td>30</td> </tr> <tr> <td>2013/14</td> <td>16</td> <td>17</td> <td>63</td> </tr> <tr> <td>2015/16</td> <td>4</td> <td>11</td> <td>78</td> </tr> <tr> <td>2017/18</td> <td>1</td> <td>4</td> <td>83</td> </tr> </tbody> </table>		Year	Benami Companies	Companies Added	Total Companies	Before 2008	0	0	6	2008	0	3	9	2009/10	2	10	21	2011/12	5	4	30	2013/14	16	17	63	2015/16	4	11	78	2017/18	1	4	83		100
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Unexplained / Non-Bonafide receipts to the tune of money-laundering detected in A/c of 22 Omni Entities – 22.72 Bn			55,102-103																																
Acquisition of Thatta Cement – through 4 holding companies (front companies): Misuse of clause (3g) Takeover Ordinance, 2002 – SECP - 135 Mn from Fake Accounts			106-108																																
Acquisition of Thatta & Dadu Sugar mills at throw away prices & role of Mr. Murad Ali Shah as Finance Minister			Annex-25 Copy of Summary for Approval																																
	<table border="1"> <thead> <tr> <th rowspan="2">S</th> <th rowspan="2"></th> <th colspan="3">Sugar Mill</th> </tr> <tr> <th>Naudero</th> <th>Thatta</th> <th>Dadu</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Acquisition (Rs Million)</td> <td>68</td> <td>127.5</td> <td>90</td> </tr> <tr> <td>2</td> <td>Acquired From / Year</td> <td>PIDC / 2001</td> <td>GoS / 2013</td> <td>GoS / 2008</td> </tr> <tr> <td>3</td> <td>Asset Value at time of Acquisition (Rs Million)</td> <td>142.89</td> <td>716.11</td> <td>626.70</td> </tr> <tr> <td>4</td> <td>Liabilities (Rs Million)</td> <td>569.12</td> <td colspan="2">1500</td> </tr> </tbody> </table>	S			Sugar Mill			Naudero	Thatta	Dadu	1	Acquisition (Rs Million)	68	127.5	90	2	Acquired From / Year	PIDC / 2001	GoS / 2013	GoS / 2008	3	Asset Value at time of Acquisition (Rs Million)	142.89	716.11	626.70	4	Liabilities (Rs Million)	569.12	1500						
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Omni Group directors declared Taxable Income 2008-2017 – 1.64 Bn vs declared personal assets 7.74 Bn (anomaly)	104-105	
Omni Group Directors – assets 4.85 Bn in Amnesty 2018	116-117	
AG Majid claimed the ownership of Fake Entities (mentioned in FIR 4/2018, SBC Khi) in revised Amnesty Declaration, malafide, except Dream (M. Rasheed Rikhshaw wala) & Ocean (M. Qadir Falooda Wala). Lawyer of AAZ declared these as Omni Entities. Above findings attract sec 4(2) & 16 of Voluntary Declaration of Assets Ordinance 2018 and hence amnesty claim be pronounced 'void'	118 Annex-24	

OMNI-ZARDARI Nexus - JV M/s Park Lane (AAZ, BBZ & YK) & M/s Parthenon (Front Co. / 'Straw Borrower') – A collusive mortgage Fraud to misappropriate Loan through a 'Straw Borrower'	122-131	
Purchase of IBSC (Benami of AAZ in 1998) on 28-08-2008 by M/s Park Lane (AAZ, BBZ & YK)	125	
Creation of a front company ('Straw Borrower') - M/s Parthenon – controlled by AG Majid & YK disclosed by Noori, dummy Director	123 Annex-26	O
Approval of 2.4 Bn loan from NBP & Summit consortium – without approved building plan & within one month of creation of M/s Parthenon (2009)	129-130	
Fraudulent ' non-arm's length ' transfer 1.5 Bn to M/s Park Lane	126-128	
Misappropriation of 1.5 Bn in cash by frontman YK (M/s Park Lane) – through company account authorized by AAZ on 22-08-2008	124,131 Annex-32&33	
Recommendation – NAB Case & recovery of 3.4 Bn cumulative outstanding loan from M/s Park Lane (AAZ, BBZ & YK)	95-96	
The Saga of Bakht Tower - G2 Plot	133-136	

UTILIZING CRIME PROCEEDS FROM 'FAKE ACCOUNTS' BY ZARDARI FAMILY		
JIT has discovered undeniable proofs like vouchers & banking transactions that substantiates the following personal expenditures which uncover the 'Hidden Beneficiary'		
Cement for Mrs. FT H 19, St 28, DHA-V, Khi – 3.58 Mn	138	P/P1
Cement for Z House Nawabshah (2011) – 0.89 Mn	139	
Utility bills of Bilawal House Khi - 1.53 Mn	155	
Bills (Deli Restaurant) of Bilawal House Khi – 4.14 Mn	156	
Air Tickets for AAZ and Family – 12.82 Mn	157	
Withdrawals by Zardari Group from Fake A/c – 148 Mn	163	
Payment of Bullet proofing of truck – 14.6 Mn	162	
Payment to President House Naudero – Fake A/c 42 Mn	142	
Gratis use of Omni aircraft by AAZ & GoS – 110 trips	158-160	
Payment for Princely Jet chopper – 9 trips – 8.96 Mn	161	
Payment to Adv. Asim Mansoor Khan – 2.3 Mn	169	Q
Import duty of ' Tosha Khana ' vehicles – 37 Mn	143-145	
Payments to ' Baray Sahib ' (AAZ) from Omni Mills – 265 Mn	140	
Payments to Mrs. FT from Omni Mills – 241 Mn	140	
Payment to Zardari House, H 8 St 19 F-8/2 Isb – 54 Mn	141	
Payment to President House Naudero – Sugar mill 16 Mn	142	
Import duty of AZ's ' Bullet Proof SUV ' – by deceased 14 Mn (2011)	150	
UNDECLARED 'Bullet Proof SUV' - in the name of AAZ till date	146-148	

(SUVs not declared in Form B Declaration of Assets and Liabilities General Election 2018)	Annex - 39 & 42 to 46	
UNDECLARED New York (condo) and Dubai (penthouse)– AAZ	164-166	

AGRICULTURAL EMPIRE OF INTERIOR SINDH

UNDECLARED lands of Mrs. FT – copies of record of rights placed on record (Lands not declared in Form B Declaration of Assets and Liabilities General Election 2018)	207-209 Annex - 69 to 73	R
Agricultural empire of AAZ and Mrs. FT – non-cooperation of GoS, Commissioner & DCs	Report 25 'CONFID'	

LOAN MISAPPROPRIATION – Role of Sindh Bank / Finance Minister

The JIT has evidences regarding the influence in banks, collusion for misappropriation of loans through front companies versus 100 % control of Sindh Bank by the Finance Department, Government of Sindh

Sindh Bank – 7 Fake A/c – 1.6 Bn laundering	213-217	K
Misappropriated loan-Alfa Zulu & M/s Parthenon – 928 Mn	218	
Misappropriated loan- M/s Rubicon AAZ– 1 Bn	68 & 221	
Misappropriated loan - M/s Seracom etc – 840 Mn	220	
Misappropriated loan Paramount Builders – 300 Mn	221-222	
Misappropriated loan-equity into Sugar Mills – 1.59 Bn	224-226	
' Incriminating Letter ' from Bilal Sheikh CEO to Mrs. FT	Annex-28	
' Incriminating Note ' on Credit Proposal by a Bank Officer	220	
Misappropriated loan- Pledged Sugar Stocks – 13.6 Bn	223	

SUBSIDY MISAPPROPRIATION – Role of Sindh Bank/ Finance Minister / Chief Minister

The JIT has found impeaching evidence regarding the *colorable legislation* (*N-CPP Subsidy Act 2017*), *tailored policies* (Revival of Sick Industrial Units & Annual Tractor Subsidy Plans – 2013-2016) and retrospective disbursements of N-CPP subsidy steered by the Chief Minister / Finance Minister, Government of Sindh

S	Subsidy Scheme	Amount (Rs Billion)	Estimated Beneficial Share of Omni Group (Rs Billion / %)	228-241	H
1	Annual Subsidized Tractors Schemes	1.99	1.05 (51 %)		
2	Subs dy to Cane Growers	3.89	0.84 (22 %)		
3	Subs dy to New Captive Power Plants	2.31	1.58 (68 %)		
4	Subs dized loans for revival of Sick Industrial Units	3.80	3.72 (97 %)		
TOTAL		11.99	7.19 Billion (60 %)		

INTERNATIONAL MONEY LAUNDERING

The JIT has found indicting evidence regarding collusion between the Government of Sindh and front companies of Omni Group through Khurshid Jamali, for '*Hundi*'

HUNDI – M/s Orient (660 Mn) & M/s Technomen Kinetics (US \$ 33 Mn) – partner companies of GoS in Energy Sector (SNPC I & II)	270-281	S
Indicting role of Khurshid Jamali	278	
HAWALA – Shakeel Jafferani (Reems Exchange Co.) – 965 Mn	282	T
HAWALA – Various other ' <i>Hawala</i> ' dealers	Report 25 'CONFID'	
HUNDI & HAWALA – M/s KAM Crown LLC, Dubai	283-288	

Asset purchased by family of Senator Farooq H. Naek – US\$ 8,00,827 form Spintex Textiles LLC, Dubai (<i>Hundi / Hawala</i> vehicle)	275	
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UNDECLARED INTERNATIONAL ASSETS / OFFSHORE COMPANIES

The JIT has found substantial and concrete information regarding the undeclared international assets of Omni Group, AAZ & FT, these undeclared assets have been procured through international money-laundering by the Omni-Zardari Nexus and are liable to be taken up with the foreign jurisdictions for asset recovery under UNCAC, UNTOC and other international instruments through ARU

Omni Group and Anver Majid Family – UK (£ 102 Mn) - France (€ 0.58 Mn), Turkey & UAE (AED 228 Mn)	289-292	U
Mrs. FT, UAE (AED 17 Mn) through Frontmen	293-294	V
Mr. Asif Ali Zardari (AAZ)	Report 25 'CONFID'	W

FINAL RECOMMENDATIONS

The *preponderance* of evidence shows that AAZ / FT used 'Omni Group' as front, influenced the financial institutions / regulators and misused the authority of the Government of Sindh on a very wide scale to amass a great fortune consigning the masses in Sindh to utter neglect and despair. The crime and corruption unearthed in this report is only the '*Tip of the Iceberg*' – JIT was constrained both in time and scope. However, in the light of the evidence, brought on record, the JIT has formulated very specific recommendations for consideration and approval by this august Forum

16 NAB Cases	300	
Freezing of Assets till Accountability Proceedings		
1 – Freezing of 3 rd party sale of Bahria ICON project to retrieve kickbacks (50 % shares)	203-204	X
2 – Freezing of assets of Zardari Group purchased form JV Opal kickback	184-185	Y
3 – Freezing of all assets (value less than 53 Bn outstanding loan) of Omni Group and its Directors	95-96	Z

The JIT feels accomplished to submit the truth today to the august Supreme Court of Pakistan. The '**GRAPHIC ILLUSTRATION**' (enclosed) shows money-trail of proceeds of crime and kickbacks, appropriately cross referenced with this executive summary for review by the august Supreme Court of Pakistan.