UZBEKISTAN

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DCEC at the General Prosecutor’s Office
Stages of SDGs implementation

• On October 20, 2018, the Decree of the Cabinet of Ministers of the Republic of Uzbekistan “Measures To Implement The National Goals And Objectives In The Field Of Sustainable Development For The Period Up To 2030” (hereinafter referred to as the SDGs) # 841 was adopted.

• The Decree approved a list of indicators and tasks for the implementation of the National SDGs until 2030.

• The Department for Combating Economic Crimes under the General Prosecutor's Office of Uzbekistan is responsible for the implementation of task 16.4.1.

• The coordinator for the implementation of this task is the Law Enforcement Academy of Uzbekistan (formerly the Academy of the Prosecutor General's Office).

• On February 21, 2022, the Decree of the Cabinet of Ministers of the Republic of Uzbekistan “Additional Measures To Accelerate The Implementation Of National Goals And Objectives In The Field Of Sustainable Development For The Period Up To 2030” was adopted.
Measures taken to develop an estimation methodology for indicator 16.4.1

• At the end of 2020, the Academy under the General Prosecutor's Office submitted a Request for Expression of Interest to participate in pilot activities to measure IFFs for SDG Indicator 16.4.1.

• UNODC, ESCAP and UNCTAD have agreed to jointly implement a project to provide direct support to a number of pilot countries in the Asia-Pacific region to evaluate the volume of illicit financial flows (IFFs).

• Based on the existing UNODC-UNCTAD Statistical Framework for the Estimation of IFFs and other methodological guidelines, pilot studies are carried out in pilot countries in 2021-2022 to measure IFFs for selected illicit markets/activities.

• The pilot project involves the Department under the GP, the Law Enforcement Academy, the State Statistics Committee, the State Customs Committee, the State Tax Committee, the Central Bank, the Ministry of Economic Development and Poverty Reduction, the Institute for Forecasting and Macroeconomic Research, the Ministry of Investment and Foreign Trade
Measures taken to develop an estimation methodology for indicator 16.4.1

1 quarter 2021 г.
• Engagement of UN national consultants to support countries in conducting pilot activities.

1 quarter 2021 г.
• Expert group meeting (online) to present, discuss and refine the methodology of IFFs estimating.

1 quarter 2022 г.
• Identification of data providers, collection of relevant data and assessment of their quality, and implementation of the IFFs estimation methodology in the country.

2-3 quarters 2022 г.
• National Statistical Offices (NSOs), with the support of national consultants, will conduct a national workshop on the collection, compilation and dissemination of data and statistics on IFFs in selected countries, including with the goal to increase the use of data for policy-making.

3 quarter 2022 г.
• Final report on the results of the pilot testing and methodological recommendations for strengthening national capacity to measure IFFs.

4 quarter 2022 г.
• Final regional workshop with government, research community and other stakeholders to raise awareness of IFFs data and disseminate the results of the pilot studies.
Methods of assessment

- Partner Country Method
- Flows of offshore financial capital by country
- Illicit remittances (alternative method)
- Price Filter Method
## Results of PCM+ application, aggregate level 4 data, weighted model, millions USD

<table>
<thead>
<tr>
<th></th>
<th>2017</th>
<th>2018</th>
<th>2019</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Overinvoiced Import</strong></td>
<td>657.4</td>
<td>761.6</td>
<td>1,223.6</td>
<td>880.5</td>
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<tr>
<td><strong>Unerinvoiced Import</strong></td>
<td>1,320.6</td>
<td>1,462.8</td>
<td>1,724.3</td>
<td>1,924.0</td>
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<tr>
<td><strong>Overinvoiced Export</strong></td>
<td>483.3</td>
<td>344.8</td>
<td>626.9</td>
<td>501.1</td>
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<tr>
<td><strong>Underinvoiced Export</strong></td>
<td>213.9</td>
<td>244.9</td>
<td>407.8</td>
<td>344.7</td>
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<tr>
<td><strong>Inward IFFs</strong></td>
<td>1,803.9</td>
<td>1,807.5</td>
<td>2,351.2</td>
<td>2,425.1</td>
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<tr>
<td><strong>Outward IFFs</strong></td>
<td>871.3</td>
<td>1,006.6</td>
<td>1,631.4</td>
<td>1,225.2</td>
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<tr>
<td><strong>Total IFFs</strong></td>
<td><strong>2,675.2</strong></td>
<td><strong>2,814.1</strong></td>
<td><strong>3,982.5</strong></td>
<td><strong>3,650.3</strong></td>
</tr>
</tbody>
</table>
## Trade IFFs PFM model, million USD

<table>
<thead>
<tr>
<th></th>
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<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Overinvoiced import</td>
<td>2,796.6</td>
<td>2,635.1</td>
<td>3,273.1</td>
<td>5,108.1</td>
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<tr>
<td>Underinvoiced import</td>
<td>242.2</td>
<td>167.1</td>
<td>284.1</td>
<td>337.8</td>
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<td>Overinvoiced export</td>
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<td>10,314.1</td>
<td>11,728.4</td>
<td>12,099.3</td>
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<tr>
<td>Underinvoiced export</td>
<td>1,568.5</td>
<td>2,012.4</td>
<td>2,634.2</td>
<td>2,496.3</td>
</tr>
<tr>
<td>Inward IFFs</td>
<td>6,957.2</td>
<td>10,481.2</td>
<td>12,012.5</td>
<td>12,437.1</td>
</tr>
<tr>
<td>OuwardIFFs</td>
<td>4,365.0</td>
<td>4,647.5</td>
<td>5,907.2</td>
<td>7,604.4</td>
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<tr>
<td>Total IFFs</td>
<td>11,322.3</td>
<td>15,128.6</td>
<td>17,919.7</td>
<td>20,041.4</td>
</tr>
</tbody>
</table>
Methods that cannot be measured

- Comparative Analysis of Profit Shifts in MNEs and Non-MNEs
- IFFs
- Measure of non-declared offshore asset flows
Lessons Learned

Statistical data consolidation

Possible errors exclusion

Offshore capital declaration

Statistical data correction

Develop MNE statistical reports
Way Forward

- Methodology adaptation
- Development of national statistics
- Automation of collecting and analyzing data process according to the approved methodology
- Collection of statistical data from open sources
- Approval of the national IFFs assessment methodology
- Collected data checking
Required technical assistance

- Expert support
- Conducting workshops and trainings
- Professional development of national experts on regular basis
- Software product development
- Approbation of IFFs measurement method in other areas