

# Other Misuses of Technique for Fraud:



# IBAN Transfer Europe

## Banking Transfers between entities within the Sepa System

### 1. Unique IBAN Nr

Country Code – Regional Code – BankCode-AccountNr

DE88 6809 2000 0014 439 09

### 2. BIC Bank Code

GENODE61EMM

# IBAN Transfer Europe

## Banking Transfers between entities within the Sepa System

Validation only by IBAN

No Crosscheck by name or anything else

you can enter any name e.g. “Donald Trump”

+ target IBAN

On the statement name and IBAN is shown

Donald Trump + target IBAN

# IBAN Transfer Europe

## Banking Transfers between entities within the Sepa System

### Result:

**You cannot trust a IBAN transfer just on the name possibility to issue “proof/documentation” of transfers to a entity by sending money to your own account/trust-account by using the IBAN and another name - accompanying by faked invoices**

# IBAN Transfer Europe

## Issuing Tax Receipts for Donations (Transfer-receipts)

Donations can be deducted from taxable amount:

**Bank transfer-receipt is enough proof**

- under a certain threshold
- special area of donation (human aid, etc.)
- special donations (nature events like floodings)

# Covid 19 Fraud

## Use of the automatic medical system

### Payments of commissions for covid 19 test:

- Setup of a “company” for doing tests
- Applying for automatic refund – promising that every time an unannounced audit would be accepted
- Opening a bank account
- Apply for data base for covid tests (names etc.)

# Covid 19 Fraud

## Next steps

- Falsification of test data base by copying telephone-books/other sources for names/etc.
- Claiming payments via database
- Payments should be processed automatically

# Covid 19 Fraud

## Results

- Payments have been done (600 mil € damage)
- Not tests have been done at all – no audits as of covid 19 restrictions - showing up in person
- Investigation still running – money is gone or spend

# Internal Fraud

## Use of the tax admin processes to commit fraud

- **Tax deductions – tax benefits**
- **Hijacking tax numbers – illegal refunds**
- **Invented tax payers – illegal refunds**
- **Withhold tax - tax deductions based on faked statements**

# Internal Fraud

## Modus operandi

The crimes are committed with the same “ideas”:

- Know/understand the system / processes
- Find the weak points where influenceable
- Install the necessary entities / facts / etc.
- Give it a first try
- If it works let it run

# Internal Fraud

## Modus operandi

### Possible actions:

- **Change of bank accounts – approval by fraudulent activities (eg related often with bribery and corruption)**
- **Invent tax payers – understand and misuse automatic processes (database checks, approvals, etc.)**
- **Registration of entities is influenced**
- **Withhold tax statements are approved although not existing**

# Barcode Fraud

## Video

### Parking area:

**Replace barcode of the company by a barcode-sticker linked with another payment-system / link to another account**

**Depending on that money is gone**

# Barcode Fraud

## Others

Barcodes are widely used to identify and track products, documents, and assets

- **Replacing Barcodes:** scammer generates barcode for cheaper item, prints it on a sticker, and places it over the legitimate barcode of a more expensive product.
- **Exploiting Self-Checkouts:** At self-checkout kiosks, the fake barcode scans as the cheaper item, allowing the scammer to pay a fraction of the actual price.
- **Reselling Items:** The purchased item is then resold at its full retail value, profiting the scammer while causing losses to the retailer.
- **Return Fraud:** Scammers may return the item with the original barcode intact, requesting a full refund.