



TRANSPARENCY INTERNATIONAL-PAKISTAN

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3rd July, 2010

MR. Ayaz Khan Niazi,
Chairman,
National Insurance Company Limited,
3rd Floor, NIC Building,
Abbasi Shaheed Road,
Karachi.

Sub: Complaint on the Violation of Public Procurement Rules, 2004 NIC Procurement for Replacement of Installed HVAC Equipment with The New Equipment at NIC Building

Dear Sir,

On 8th October 2009 Transparency International Pakistan reported to NIC that it has received complaint of gross violation of PPRA Rules in the process of Procurement for Replacement of Installed HVAC Equipment with the New Equipment at NIC Building, but disregarding TIP objections, NICL awarded the Contract to M/s Roma Business Machine on 20 October 2009. However, when TIP proved that the Contract was awarded against the PPRA Rules, on 12 November 2009, the Contract Agreement was terminated by NICL.

Action against the responsible officers and contractor for committing the violations, under Public Procurement Rules 2004, as prescribed in Rule No. 7 "Integrity Pact", for fraud and corruption Rule 2(f) taken by NICL has not been reported to TIP or published on PPRA website, which may be clarified.

TIP on 2nd July 2010 has again received a complaint from M/s Elektra Systems, where allegations are made that NICL has violated Rule No 35 and did not provide a copy of the evaluation report to the bidders under Rule 35. Also that the second lowest bidder M/s SABRO TECHNOLOGIES (PVT) LTD is being considered for award, and that they do not possess C-I, License of PEC as required under the terms of bidding documents.

Kindly confirm above allegations, and if they are true, please clarify. Also provide a copy of the Evaluation reports, and reasons for declaring few firms non responsive.

Yours Sincerely,



Syed Adil Gilani
Chairman

Copy forwarded for the information of:

1. Chairman Public Accounts Committee, National Assembly, Islamabad.
2. Auditor General Pakistan, Islamabad
3. Registrar, Supreme Court of Pakistan, Islamabad.
4. Managing Director PPRA, Islamabad