



TRANSPARENCY INTERNATIONAL-PAKISTAN

26th April, 2010

Most Urgent

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Mr. Qabool Ahmed Shaikh,
Secretary,
Sindh Katchi Abadi Authority,
J-193, Block 2,
PECHS,
Karachi
Tel: 34302723

Subject: Complaint against EDO (Works & Services) on the corruption in Tendering

Dear Sir,

Transparency International Pakistan has received complaint from Karachi Contractors Association on 21 April 2010 (copy enclosed) your department on the process of tenders in violation of SPPRA Public Procurement Rules 2010. Kindly examine the complaint and confirm to TI Pakistan about the allegations of violation of SPPRA Public Procurement Rules 2010 in these tenders.

SPPRA Public Procurement Rules 2010 have eliminated all discretions in procurement process and avenues of corrupt practices in tendering, by making the following Transparent Steps mandatory to eliminate manipulation in tendering:

• **27. Pre-qualification of Suppliers and Contractors**

(1) A procuring agency, may engage in pre-qualification of bidders only in the following cases:

- (a) in case of contracts for large and complex works and services related to, in which there are high costs of preparing detailed bids;*
- (b) in the contracts to be let under turnkey, design and build, or management contract;*
- (c) in case of expensive and technically complex equipment and works with a view to ensuring that invitations to bid are extended only to those who have adequate capabilities, competence and resources.*

- Signing of Integrity Pact (no bribery pact and declaration of Agent's Agreement).
- Evaluation Report to be provided to bidders 15 days before award for filing objections.
- Bidders shall be issued tenders on the date of Tender Notice is Published, and allow minimum 15 days for submission of tenders.
- Rights of bidders for complain on evaluation report and reply by department.
- Declaration of Contract and Evaluation Report on the website after the Award on Contract.
- Contract for Supply, Works and Consultants to be awarded only to the lowest responsive Evaluated Bidder.
- No changes allowed in the Specifications or evaluation criteria after opening of Tenders.

These rule do not allow any discretion, nor allow prequalification for works advertised by you, and ensures that no collusive practices occurs among bidders (prior to or after bid submission) designed to establish bid prices at artificial, non-competitive levels which deprives the CDGK of the benefits of free and open competition. Please clarify the allegations.

With Regards,


Syed Adil Gilani
Chairman

Copy forwarded for the information of,

1. Director General NAB, Sindh, Karachi
2. Managing Director Sindh PPR, Karachi.