



**T R A N S P A R E N C Y  
I N T E R N A T I O N A L - P A K I S T A N**

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6<sup>th</sup> Dec 2010

Mr. Ch Nisar Ali Khan  
Chairman, Public Accounts Committee  
National Assembly Secretariat  
Islamabad

**Subject: Violation of Public Procurement Rules, 2004- Allegation of Award of Rs 90  
Million Advertising Contract at Jinnah Terminal Karachi without  
Tender & Increase in Car Parking fee by 33%**

Dear Sir,

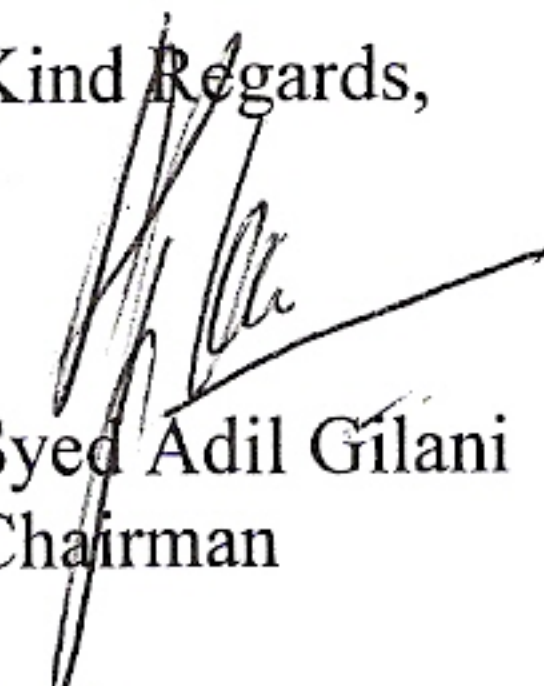
Transparency International Pakistan has received your letter No. F.1 (1)/2010-JSPAC dated 26<sup>th</sup> Nov 2010. Along with clarification reply report by CAA No.HQCAA / 843 / 1501 / Com (Vol-VIII) dated 14<sup>th</sup> Oct 2010.

The clarification given by CAA, to the Ministry of Defence, that both the contracts were awarded on the negotiation basis, which is a violation of Public Procurement Rules 2004. TI-Pakistan has already brought to your notice that Rule 40 strictly forbids any financial negotiation. These two contracts were awarded without any advertisement which is again a clear violation of PPRA Rules 2004.

These two contracts by CAA are a clear violation of PPRA Rules and therefore deemed to be declared as Mis-Procurement under Rule No 50. These violations are also liable to be treated as "Corrupt and Fraudulent Practices" under Rule No.2 (f) of PPRA 2004.

Transparency International Pakistan requests you to kindly take notice of the two admitted violations.

Kind Regards,

  
Syed Adil Gilani  
Chairman

Encls:

cc: Ch. Ahmed Mukhtar, Federal Minister for Defence, Ministry of Defence Rawalpindi  
Registrar, Supreme Court of Pakistan, Islamabad  
Mr. Tanvir Ali Agha, Auditor General Pakistan, Islamabad  
Secretary, Defence Division, Pak Secretariat-II, Rawalpindi  
Managing Director PPRA, Islamabad