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**The Trustee Transparency International,**  
4-C, Mezzanine Floor, Khayaban-e-Ittehad, Phase-VII,  
Defense Housing Authority,  
Karachi.

No. 1429 /DF/FDA-2018

Dated:- 08-12-18

Subject: **VIOLATION OF PUNJAB PROCUREMENT RULES 2014, DIRECTOR FINANCE, FAISALABAD DEVELOPMENT AUTHORITY, FAISALABAD'S TENDER NOTICE FOR GROUP INSURANCE**

Ref: your letter No.TL18/2811/2A dated 28.11.2018 on the subject cited above

The Faisalabad Development Authority Faisalabad was established under the Punjab Development of Cities Act 1976. It's employees are not being treated at par with Govt. employees by the State Life Insurance Company of Pakistan. The rates of premium offered by the State life insurance company of Pakistan to FDA employees are too much higher than the rates of Govt. employees. Therefore, the FDA has to engage an insurance company for coverage of group insurance of its employees. Keeping in view the transparency, advertisement for engagement of insurance company was published in the daily news paper dated 25.11.2018.

The engagement of insurance company is not a procurement of goods. It relates to coverage of risk of its employees. At present 314-Nos regular employees are working. However, the increase will not be exceed more than 15% of original number of employees. The numbers of employees can be variable in case of death, retirement, fresh recruitment and regularization of contract employees. FDA is under obligation to arrange the group insurance of its employees as the group insurance is mandatory right of FDA employees as per Govt. instructions / directions.

It is very clear that no concealment has been committed and advertisement was public to ensure the transparency. Therefore the observations raised by your office vide letter referred to above may kindly be disposed off accordingly please.

✓  
**DIRECTOR FINANCE**  
FAISALABAD DEV: AUTHORITY  
FAISALABAD

Endst. No. /DF/FDA-2018

Dated.

A copy is forwarded to the following:-

1. Chief Secretary, Govt. of Punjab, Lahore.
2. Secretary to Chief Minister, Govt. of Punjab, Lahore.
3. Director General, FDA Faisalabad.
4. Registrar, Lahore High Court, Lahore.
5. Managing Director, Punjab PRA Lahore.
6. P.S to Director General, NAB Lahore.

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**DIRECTOR FINANCE**  
FAISALABAD DEV: AUTHORITY  
FAISALABAD