



20<sup>th</sup> March, 2014

Senator Kamran Michael,  
Federal Minister for Ports & Shipping,  
Government of Pakistan,  
Secretariat Block D,  
Islamabad.

**5<sup>th</sup> Reminder**

**Sub: Complaint on the Irregularities committed in the Dredging Contract by M/s China International Water and Electric Co. Ltd expected to cause loss of more than Rs. 18.5 Billion of Rupees to Exchequer**

Dear Sir,

This is with reference to TI-Pakistan's letter dated 3<sup>rd</sup> August 2013, 16<sup>th</sup> September 2013, 7<sup>th</sup> February 2014 and 20<sup>th</sup> February 2014, sent to the Federal Minister for Ports & Shipping, regarding Irregularities committed in the Dredging Contract by M/s China International Water and Electric Co. Ltd. However no reply has been received till date.

Transparency International Pakistan, vide its above mentioned letter, had forwarded a complaint, against KPT that KPT is not taking action against the Dredging Contract by M/s China International Water and Electric Co. Ltd (CWE) and trying to pay Rs 8.5 billion as additional payment due to hard soil. This is also to point out that in the sub soil investigation report of KPT, provided to bidders, has clearly identified presence of the quality of hard soil of over double than the hardness of what M/s CWE are claiming, and contractor can not claim any extra payment, as it was specifically directed to bidder in the Bidding Documents that bidder shall make his own assessment, and shall quote a single rate for Dredging.

The Minister is again requested to look into the complaint, and if found to be correct, direct KPT to submit a report on the allegations against M/s CWE, and also take action to protect exchequer money of over Rs 8.5 billion.

Transparency International Pakistan is striving for across the board application of Rule of Law, which is the only way to stop corruption.

With Regards,

Sohail Muzzafar  
Chairman

Copies forwarded for the information with request to take action under their mandate to:

1. Secretary to Prime Minister, Islamabad.
2. Chairman, PAC, Islamabad
3. Chairman, NAB, Islamabad.
4. Secretray, Ports & Shipping, Islamabad.
5. Registrar, Supreme Court of Pakistan, Islamabad.
6. Managing Director, PPRA, Islamabad.