



3rd February 2012

Mr. Muhammad Ali Gardezi,
Chairman,
National Highway Authority,
28-Mauve Area, G-9/1, Islamabad.

Sub: Complaint on the Tender of Toll for Iqbal Shaeed T/P, Harro T/P, Mandra T/P, Tarraki T/P
and Jehlum T/P, against the standard used by NHA on other T/P.

Dear Sir,

Transparency International Pakistan has received complaint against NHA on its about the Tender/Auction of Toll for Iqbal Shaeed T/P, Harro T/P, Mandra T/P, Tarraki T/P and Jehlum T/P, opened on 24th January 2012.

A table of the bids opening results, and the toll percentage compared to revenue for Iqbal Shaeed T/P, Harro T/P and Jehlum T/P is enclosed (**Annex-A**), which indicates that the bidders are to quote the bid prices in percentage of Toll collected. And that lowest bids are 0.99%, 1/30% and 0.93% for Iqbal Shaeed T/P, Harro T/P and Jehlum T/P respectively.

The quoted process are reported to be unworkable, as for Jehlum T/P, on average past average daily toll collection of Rs 812,283 is only Rs 213,554, which is about Rs 6994/day. In this price expenses for 3 shifts of 80 persons, runs into tens of millions of rupees.

Transparency International Pakistan refers to another tender for Toll Collection at Sargodha Talibwalla Road (**Annex- B**) invited by Punjab Highway Division Sargodha . In this Tender, the basis of evaluation is different, the rates quoted are the amount of annual revenue to be quoted by the bidders, and the highest quoted bidder will be awarded the Contract. TI Pakistan understand that this is and was the prudent practice of toll collection awards, to protect the Exchequer Interest, as the revenue based bids will.

Transparency International Pakistan request the Chairman to examine the complaint, and following issues may be clarified.

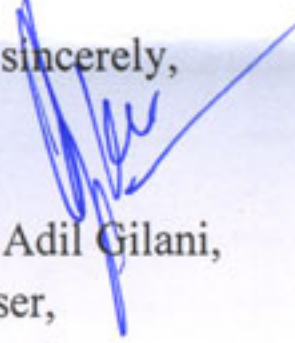
1. Why two different standard of Revenue Collection methods are concurrently being Tended by NHA and Punjab Highway Department?



2. In case the Jehlum T/P Contract is awarded to highest bidder, what is the guarantee asked by NHA from the Contractor for minimum revenue collection of Rs 812,283?. And also how the NHA will protect its revenue for all other 4 Toll Contracts?
3. Why the evaluation report of these tenders have not been posted on PPRA website?
4. Why tender Notice of these Tenders are not available on PPRA website?

Transparency International Pakistan is striving to have across the board implementation of Rule of Law.

Your sincerely,


Syed Adil Gilani,
Adviser,

Copies forwarded for the information and urgent action under rules to observe Rule of law as

1. Chairman, Public Accounts Committee, Islamabad.
2. Chairman, NAB, Islamabad.
3. Secretary Ministry of Communication, Islamabad,
4. Registrar Supreme Court of Pakistan, Islamabad
5. MD, PPRA, Islamabad,
6. Auditor General Pakistan, Islamabad.

BID FOR ETTM TOLL PLAZAS OPEN ON 24th Jan 2012.

1	Iqbal Shaheed T/P		Approx. Daily Revenue
a	NLC	8.43%	Rs 4 Lac/ day
b	Afridi Operator	0.99%	
c	Al-Rehman	4.70%	
2	Harro T/P		Approx. Daily Revenue
a	NLC	7.63%	Rs 6 Lac/ day
b	TRAM	3.47%	
c	Al-Rehman	2.48%	
d	M D B	1.30%	
e	Sh. Iqbal	2.35%	
3	Mandira T/P		Approx. Daily Revenue
a	NLC	4.99%	Rs 9 Lac/ day
4	Tarraki T/P		Approx. Daily Revenue
a	TLPK	2.97%	Rs 8 Lac/ day
b	NLC	6.60%	
5	Jehlum T/P		Approx. Daily Revenue
a	NLC	6.83%	Rs 8 Lac/ day
b	Sh. Iqbal	1.78%	
c	N.E	9.00%	
d	H H & Co	0.93%	
e	TRAM	2.09%	

Average Revenues Of Toll Plaza

Toll Plaza	Avg. Revenue Per Month	Avg. Revenue Per Day	Lowest Rate Quoted by bidder	Bidder Share/Month As Per rate Quoted
Iqbal Shaheed	11,628,133	387,605	0.99%	108,211
Harro	17,259,071	575,289	1.30%	210,901
Jhelum	24,423,502	814,283	0.93%	213,554

PROVINCIAL HIGHWAY DIVISION-I SARGODHA AUCTION NOTICE OF TOLL TAX

Sealed tenders / bids for award of contract rights of toll collection of the following road for the period from **01.11.2011** to **30.06.2012** will be received by the Auction Committee in the office of the Commissioner Sargodha Division Sargodha and will be opened immediately thereafter in the presence of the bidders who may care to be present.

Last date of issue of Auction Bid = 21.10.2011
Date of received / Opening of Auction Bid = 22.10.2011 at 11.00 AM

Sr. No.	Name of Toll Plaza	Reserve Price	Earnest Money	Auction Fee
1	Sargodha Talibwala road (Sargodha Pindi Bhattian at Laksian Toll Plaza and at Model Town toll Plaza).	29.335(M)	1.467(M)	14700/-

1. Bid documents will be issued to only those firms who will attend the office of the undersigned, read the terms and conditions of the agreement including additional conditions, furnish their duly authenticated signatures along with power of attorney in case of the firm and 5% earnest money in shape of call deposit by any of the Scheduled Bank of Pakistan in favour of the Executive Engineer, Provincial Highway Division-I Sargodha respectively at the time of collection of Auction documents and on production of authenticated signatures, NIC, NTN (National Tax Number) and power of Attorney in case of firm.
2. Auction / Bid documents can be obtained from the Divisional Head Clerk of the office of the undersigned during office hours upto **21.10.2011**.
3. The bid amount will be the net amount payable by the Lessee to the Government in **04 equal** installments and 5% income tax in advance with each installment.
4. All expenses on the provision, operation and maintenance of all facilities mentioned in the bid documents will be borne by the Lessee and no deduction from the bid amount will be admissible.
5. The bidder shall sign each and every page for the Auction documents and initial all the corrections therein and shall be bound in all respects to the conditions laid down therein.
6. Conditional tenders shall not be entertained.
7. Acceptance of the highest bid shall rest with the Chief Engineer (North), Punjab Highway Department Lahore who reserves the right to reject the same without assigning any reason thereof.
8. Documents and other terms and conditions pertaining to the bid can be seen in the office of the undersigned on any working day during office hours.

Note: Auction Tenders for the toll plaza if not received on **22.10.2011**, the same will be issued on **24.10.2011** and received on **25.10.2011**.