



OIL & GAS DEVELOPMENT COMPANY LIMITED
OFFICE OF THE GENERAL MANAGER (SCM)

OGDC HOUSE, JINNAH AVENUE,
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NO. PROC/FD/CB/PROD-895/2013

February 19, 2014

Attn: Mr. Sohail Muzaffar (Chairman)
Transparency International Pakistan
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Phase VII, Defense Housing Authority
Karachi.
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SUBJECT: - **COMPLAINT AGAINST OGDCL FOR TENDER ENQUIRY # PROC-FD/CB/PROD-895/2013 &. PROC-FD/CB/PROD-894/2013**

This bears reference to your letter dated January 29, 2014 addressed to MD/CEO OGDCL on the above mentioned subject. It is apprised that OGDCL strictly follows PPRA rules to prepare Bid Documents and TOR. In the above referred cases as well, TOR was prepared in line with the directions given in PPRA Rules. The Terms of Reference (TOR) reflected clear standards required for efficient performance in the sensitive Oil & Gas fields (copy of TORs' attached). The well conditions and service parameters were generic and well defined to achieve objective of economy and efficiency while ensuring safety in the specific environment of Oil & Gas reservoirs in Pakistan which can not be compromised.

2. Our tenders are frequently floated in national and international press, which attract wide competition without any objection for tailor made specification to accommodate a single bidder. Even in both the above referred cases we have received no complaint from any service company other than M/s HK Engineering regarding tailor made specification/evaluation criteria to accommodate a specific bidder. Contrary to the claim of complainant, two bids against each of above referred tender enquiries were submitted by following well established and professionally sound service companies as detailed below:

Sr#	Tender Enquiry No	Description	Participants
1	PROC-FD/CB/PROD-895/2013	Hiring of Stimulation and Allied Services	(i) M/s Schlumberger (ii) M/s Sprint

2	PROC-FD/CB/PROD-894/2013	Hiring of Coil tubing and Nitrogen Pumper Services.	(i) M/s Schlumberger (ii) M/s Sprint
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However one of the bid submitted by M/s Schlumberger against Tender Enquiry No. PROC-FD/CB/PROD-894/2013 being late from prescribed bid submission time was not accepted and returned un-opened in compliance with article 28(2) of PPRA Rules.

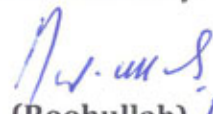

3. The above said tenders do not restrict any Foreign Service company to participate in the bidding. Such bidders are encouraged to submit bids quoting their expertise in the specific TOR requirement, capabilities of units and manpower to meet the tendered requirement to satisfy OGDCL that the bidder can perform, mobilize and set up base in Pakistan with all support facilities as already allowed in our previous biddings.

4. Failure to find no connection for availability of temporarily flow measurement devices with requirement of the tender for Stimulation by M/s H.K Engineering, reflects their lack of knowledge /experience with reference to nature of Stimulation services. A professional bidder would easily understand the specification/requirement of the flow measurement device and quote accordingly.

5. The said complaint of M/s HK Engineering was also reviewed by Bidders Grievances Review Committee constituted under article 48 of PPRA Rules thoroughly and the same was disposed off since M/s HK Engineering never took part in tendering process and OGDCL tender documents does not stop any company to participate in the bidding.

6. We are available for further clarification (if any)

Yours Sincerely


(Roohullah) 19/2/14.
General Manager (SCM) 

Copy forwarded for information:

1. Secretary to Prime Minister, Islamabad
2. Chairman, PAC, Islamabad
3. Chairman NAB, Islamabad
4. Director General , FIA, Islamabad.
5. Mr. Shahid Khaqan Abbasi, Minister of P&NR, Islamabad
6. Registrar, Supreme Court of Pakistan, Islamabad.
7. Managing Director, PPRA, Islamabad.