



09<sup>th</sup> June 2011

Chairman,  
Pakistan International Airlines,  
Head Office, Karachi Airport.

Sub: Violation of Public Procurement Rules 2004, DGM Purchases Commercial, Pakistan International Airlines, Tender Notice for the supply of wall mounted split A/C.

Dear Sir,

The DGM Purchases Commercial, Pakistan International Airline, Karachi's tender notice, posted on PIA's website dated 23<sup>rd</sup> May 2011, is in violation of Public Procurement Rules 2004 as PIA has overlooked the July 11<sup>th</sup>, 2008 notification (S.R.O 805(1)/2008) of Public Procurement Regulatory Authority for the mandatory use of Pakistan Engineering Council's Bidding Documents. According to the PEC documents, "it is bidder's option to select the mode of payment for bid security". The procuring agency cannot bind the bidders by limiting them to make payment through pay order or cash only.

It has also been observed that you have not mentioned anything about the provision of bidding documents in your tender notice, which is again a violation of Public Procurement Rules 2004. The rule is quoted below for your reference;

**23. Bidding documents.**— (1) *Procuring agencies shall formulate precise and unambiguous bidding documents that shall be made available to the bidders immediately after the publication of the invitation to bid.*

The above information is forwarded for the purpose of avoiding the mis-procurement charge under Rule No 50, and with request to re-invite the tender under the prescribed procedures.

TI Pakistan is striving to have Rule of Law in Pakistan, which is the only way to eliminate corruption and have good governance in country.

With Regards,

  
Syed Adil Gilani  
Chairman

Copies forwarded for the information of:

1. Chairman, Public Accounts Committee, Islamabad.
2. Chairman, NAB, Islamabad.
3. Registrar, Supreme Court.
4. Auditor General, Islamabad.
5. Managing Director, PPRA, Islamabad.

Ref. A-089/11  
May 23<sup>rd</sup>, 2011  
Tender Cost Rs. 1,500/-

M/s \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Please drop your sealed quotation on **Single Stage Two Envelopes Basis "Technical Proposal" and "Financial Proposal" Separately** in the tender box marked "Commercial Purchases" placed in the main entrance of P & L Building, Karachi for the following item(s) latest by **June 15<sup>th</sup>, 2011** at 1030 which will be opened at 1100 hrs. Envelope containing tender, must mention PIA Ref No. and Date of Opening. PIA will not be responsible for any postal delay.

S.No	Specification	Qty	Unit Rate (Rs)	17% GST (if Applicable)	Total
1.	Supply of 4 Ton Floor Standing Split A/C operatable on 380/440 Volt, 3 Phase alongwith all safety devices, controls, filters etc.(complete in all respect)	02			
2.	Supply of 2 Ton Wall Mounted Split A/C operatable on 220 Volt, Single Phase alongwith all safety devices, controls, filters etc.(complete in all respect)	02			
3.	Supply of 1 Ton Wall Mounted Split A/C operatable on 220 Volt, Single Phase alongwith all safety devices, controls, filters etc.(complete in all respect)	01			

Note:

- One year complete guarantee / warrantee of entire A/C & three years of compressor must be provided.

**Terms & Conditions**

- Participant must be Manufacturer / Authorized Distributor.
- Participant must be registered with Sales Tax authorities GST & must attach copy of GST Certificate.
- Guarantee & Warrantee must be provided.
- All participants are required to mention all taxes & GST separately.
- Payment term net thirty days Income tax 3.5% / 6% will be deducted at source.
- All participants must quote one rate and best delivery period.
- Quotation must be valid for 90 days.
- Please note that quoted rates must be firmed and final in all respect.
- 2% earnest money (refundable) of the total bid value & Rs.1500/- as a tender cost (Non-Refundable) in shape of pay order from scheduled bank in favor of PIA or Cash Receipt from Finance Officer Procurement and Logistics Deptt must be enclosed with the tender. EM of the unsuccessful bidders will be returned.
- Successful bidders shall also be required to submit professional tax. / NOC

Thanking you,

Yours truly,  
For Pakistan International Airlines

Anis Ahmed Khan  
DGM Purchases Commercial  
(Ph: 99045379, Fax: 34570120)  
Email: mpc@piac.aero

Authorized Signature of  
Supplier with seal and Designation: \_\_\_\_\_  
Date: \_\_\_\_\_