



31 May, 2010

Mr. Malik Asrar Hussain,
CEO,
Pakistan Steel Mills Corporation Limited
Karachi

Subj: Expression of Interest for Expansion of Steel Mill capacity

Dear Sir,

Ti Pakistan refers to the news appearing in News International of 31 May 2010, where following is reported:

According to Kamran Khan, another brilliant investigative reporter, Rasool Bux Phulphoto, a key accused person in the FIR 39/2009 was running the affairs of Pakistan Steel as its Managing Director while no restrictions had been placed on Pak Steel business dealings with Riaz Laljee's Abbas Steel group, whose three directors figured as accused persons in the same FIR.

His relations with President Zardari have been reported in Pakistan and outside with relish. In his several unofficial visits to China and other countries, Laljee has been a regular part of the presidential entourage.

The latest news in Pakistan Steel is that he was working feverishly on an expansion project of Pakistan Steel for which expression of interest letters have been sought by Pakistan till June 4, 2010. The plan is to expand capacity of Pakistan Steel to three or five million tons and some companies had been pre-selected for the deal. Others are protesting.

Transparency International Pakistan would like to know the correctness of the news that Rasool Bux Phulphoto, a key accused person in the FIR 39/2009 was running the affairs of Pakistan Steel as its Managing Director, that Pakistan Steel has invited Expression of Interest, for 3 to 4 million tons, and the date of opening is 4 June 2010, and that Mr Riaz Laljee is negotiating with Pakistan Steel on this expansion.

If the news is true, please stop MD to perform as per ESTACODE, and according to requirement of MOU Signed between Pakistan Steel and TIP, kindly provide by email the Tender Documents for vetting of Transparency International Pakistan

With regards


Syed Ahsan Gilani,
Chairman,

Copies forwarded for the information of:

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