



30th March 2012

Mr. Shahid Aziz Siddiqui,
Chairman,
State Life Insurance Corporation Of Pakistan
Principal Office State Life Building No. 9,
Dr. Ziauddin Ahmed Road, Karachi-75530
Karachi

Fax: 9202844

Subject: Application of Public Procurement Rules, 2004 with regards to negotiations of rates.

Dear Sir,

Transparency International Pakistan refers to the telephonic inquiry of SLIC of the application of Public Procurement Rules, 2004 with regards to voluntarily reduction offer made by the lowest evaluated responsive bidder.

The PPRA rules are very clear about the negotiations. Rule No 40 is quoted below.

40. Limitation on negotiations.-

Save as otherwise provided there shall be no negotiations with the bidder having submitted the lowest evaluated bid or with any other bidder:

No bidders, whether it is the lowest or otherwise is allowed to change to quoted cost, and if /she does it, such procurement stands mis- procurement under Rule No 5.

Yours sincerely,


Syed Adil Gilani
Chairman

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