



15th January, 2015

Chairman,
Water and Power Development Authority,
703 Wapda House,
Lahore.

Sub: Violation of PPRA Rules in Tender for Rehabilitation of Units 5 & 6 – Generators, Mangla Dam.

Dear Sir,

With reference to your letter dated 01/01/2015, regarding the cancellation of Bids for the subjected tender, TI-Pakistan would like to make following observations;

After the acknowledgement of the ineligibility of previously selected company Alstom Hydro, according to the tendered evaluation criteria, the bid shield have been declared non responsive bid. Then remaining responsive bids abolished should have been evaluated, and lowest evaluated responsive bid was required to be awarded the Contract.

But WAPDA has violated the evaluation process defined in the tender documents, and it is violation of PPRA Rule No. 30, quoted below;

30. Evaluation of bids.-(1) All bids shall be evaluated in accordance with the evaluation criteria and other terms and conditions set forth in the prescribed bidding documents. Save as provided for in sub-clause (iv) of clause (c) of rule 36 no evaluation criteria shall be used for evaluation of bids that had not been specified in the bidding documents.

(2) For the purposes of comparison of bids quoted in different currencies, the price shall be converted into a single currency specified in the bidding documents. The rate of exchange shall be the selling rate, prevailing on the date of opening of bids specified in the bidding documents, as notified by the State Bank of Pakistan on that day.

(3) A bid once opened in accordance with the prescribed procedure shall be subject to only those rules, regulations and policies that are in force at the time of issue of notice for invitation of bids.

Since the tender is now cancelled, TI-Pakistan would like to request WAPDA to re-invite bids by open Tendering and immediately issue the tender notice.



TI-Pakistan feels that WAPDA may delay the re-advertisement, which will indicate collusion, as Alstom Hydro's debarment stands only affective till the end of January 2015, and waiting till February for re-advertisement would give another chance to Alstom Hydro to be selected again.

Chairman is requested to take action against all those who are responsible for considering a debarred firm, so that no one dare repeat this collusion.

With regards,


Sohail Muzaffar
Chairman

Copies forwarded for the information with request to take action under their mandate to:

1. Secretary to Prime Minister, Islamabad
2. Chairman, PAC, Leader of Opposition, National Assembly, Islamabad
3. Chairman, NAB, Islamabad.
4. Federal Minister, Ministry of Water and Power, Islamabad
5. Mr. Daniel Altman, OIG
6. Registrar SC, Islamabad
7. Managing Director, PPRA, Islamabad