



16th January, 2015

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

Reference of TI-Pakistan letter dated 29th November, 2014 and Ministry of Water & Power dated 9th January, 2015 received in the office on 15th January, 2015.

Sub: Violation of PPRA Rules in Tender for 122 MW Keyal Kwar Hydropower Project-
Contract No. KKHPP- 03 (E&M Works).

Dear Sir,

TI-Pakistan has examined the decision of the Ministry of Water & Power, on this case of PPRA violation, after 2 month 10 days on 9th of January, 2015, received in this office on 15th January, 2015.

It has been noticed that WAPDA as well as Ministry of Water & Power have been responsible in delaying of the power project since 10 years, by not taking decisions in accordance with the requirements of Public Procurement Rules 2004.

This is a typical case of such delay, adopted by WAPDA and Ministry of Water & Power, where the violation pointed out by the bidder earlier, and by TI-Pakistan in November, 2014, has been referred to Consultant after 2 months 10 days, for his comments, which were un-called for.

According to Public Procurement Rules 2004 and the tender condition issued by WAPDA, both the tenders are non-responsive, and should have been rejected on the date of tender opening, as one company is blacklisted in Pakistan by PPRA, and the other company's tender is not submitting a valid bid guarantee.

TI-Pakistan request the Chairman, WAPDA to immediately discharge the tenders and take action against the officers responsible for delaying the project unnecessarily for more than 4 months, just for the purpose of accommodating the non-responsive bidders.

The Chairman is also requested to direct the officers concerned to invite fresh tenders immediately, so that the project should not suffer further delay because of the insufficiency of WAPDA and Ministry of Water & Power.



Transparency International Pakistan is striving for across the board application of Rule of Law, which is the only way to stop corruption.

With regards,

Sohail Muzaffar
Chairman

Copies forwarded for the information with request to take action under Rules and Regulations 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. Registrar, Supreme Court of Pakistan, Islamabad.
6. Chairman, PMIC, PM House, Islamabad.
7. Managing Director, PPRA, Islamabad.
8. Director, KFW, Islamabad.