



19th September 2012

Mr. Chaudhry Ahmad Mukhtar,
Federal Minister,
Ministry of Water and Power,
Islamabad.

Sub: Complaint against the Constitution of GENCO Holding Company Board.

Dear Sir,

This is with reference to a complaint received by Transparency International Pakistan against the constitution of GENCO Holding Company's Board.


According to the complainant, appointment of Mr. Abdul Razak Dawood on the Board, as Director, may lead to issues pertaining to Conflict of Interest, as Mr. Abdul Razak Dawood is the Chairman of DESCON Group, whose company Descon Engineering is a Boiler Manufacturer and supplier of Boilers to GENCO Holding. DESCON Engineering also has partnership with a Chinese PC Boiler manufacturer.

The presence of Mr. Abdul Razak Dawood on the Board of GENCO Holding is not only questionable and unconstitutional but may also lead to violation of Rule 04 "Principles of Procurements" and Rule 2(f) "Corrupt and Fraudulent Practices" of the Public Procurement Rules 2004.

TI-Pakistan requests the Minister to kindly exam the complaint and take necessary action to de-seat Mr. Dawood, to avoid the conflict of interest which may cause loss to exchequer.

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

With regards,


Syed Adil Gilani,
Adviser

Copies forwarded for information with request to take action under the Rules and Regulations to;

1. Chairman, Public Accounts Committee, Islamabad.
2. Secretary, Ministry of Water & Power, Islamabad.
3. Chairman, NAB, Islamabad.
4. Registrar, Supreme Court of Pakistan, Islamabad.
5. Auditor General, Islamabad.
6. Managing Director, PPRA, Islamabad - *with a request to take an action under section 5(2)(a) "monitor application of the laws, rules, regulations, policies and procedures in respect of, or relating to, procurement" and under section (5)(2)(i) of PPRA Ordinance 2002.*

September 15, 2012

Mr. Naveed Ismail
Chief Executive Officer.
Genco Holding Company Limited
181-WAPDA House,
Lahore – Pakistan.
PH: 92-42-99202160
FAX: 92-42-99202040

Dear Mr. Ismail:

CONSTITUTION OF GENCO HOLDING COMPANY BOARD.

Examination of the GENCO HOLDING COMPANY BOARD reveals that Mr. Abdul Razak Dawood is also a member.

While I personally have the highest regard for Mr. Abdul Razak Dawood, it is clear, on the other hand, that there would be serious conflict of interests as his organization.

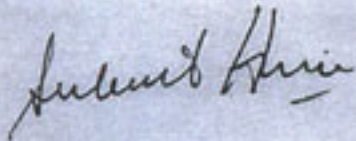
DESCON ENGINEERING WORKD LIMITED is a BOILER MANUFACTURER and their association with a PC Boiler manufacturer in China who is potential bidders, would be questionable.

We request, therefore, in the interest of Fair Play, the following:

- Removal of Mr. Abdul Razak Dawood from GENCO HOLDING as a Member.
- OR: Prohibition from DESCON and or their Chinese Partners from participating in any Tendering process for the Coal Boilers in any form directly/indirectly.
- AND a Pledge from Mr. Abdul Razak Dawood to abstain from any Procurement Activity for GENCO HOLDING for the boilers.

We hope that GENCO HOLDINGS will remove our anxiety in the matter in the best practices of Transparency.

With Best Regards,
For Gresham's Eastern (Pvt.) Ltd.



Mian Suhail Husain
C.E.O/ Director

C.C

- Mr. Ch. Ahmad Mukhtar, Federal Minister for Water & Power, Islamabad.
- Mr. Rana M. Farooq Saeed Khan, Ministry of Climate Change, Islamabad
- Mr. Ghiasuddin Ahmed, Acting Chairman, NEPRA, Islamabad
- Mr. Shoukat Ali Kundi, Member Khyber Pakhtunkhwa, NEPRA, Islamabad
- Mr. Khawaja Muhammad Naeem, Member Punjab, NEPRA, Islamabad
- Mr. Habibullah Khilji, Member Sindh, NEPRA, Islamabad
- Mr. Adil Gilani, Procurement Advisor – Transparency Intl., Karachi