



16th September, 2015

TL15/169/9A

Managing Director,
National Transmission & Despatch Company (NTDC) Ltd,
WAPDA House,
Lahore.

Sub: Corruption in the Evaluation of Design, Manufacture, Supply, Installation, Testing and Commissioning of (Lot-1) 500 KV Double Circuit Quad Bundle Thar-Matiari Transmission Line starting from Thar on Especially Designed Towers Zone A (Appox. 110 KM).

Dear Sir,

Transparency International Pakistan has received a complaint against NTDC regarding Corruption in the Evaluation of Design, Manufacture, Supply, Installation, Testing and Commissioning of (Lot-1) 500 KV Double Circuit Quad Bundle Thar- Matiari Transmission Line starting from Thar on Especially Designed Towers Zone A (Appox. 110 KM) dated 10th September, 2015 (Complaint is enclosed for your ready reference).

The Complainant has made the following allegations;

1. The qualification condition for of the tender for experience as well as financial requirements was made so biased and difficult that the majority of the bidder could not meet the requirement and hence could not participate in the tender. It is a violation of PPRA Rules 2004, Rule No.32. Stated as under;

32. Discriminatory and difficult conditions.- Save as otherwise provided, no procuring agency shall introduce any condition, which discriminates between bidders or that is considered to be met with difficulty. In ascertaining the discriminatory or difficult nature of any condition reference shall be made to the ordinary practices of that trade, manufacturing, construction business or service to which that particular procurement is related.

2. NEIE the member of one if the consortium 'the Bidder', does not exist anymore in China from the year 2014. NEIE after restructuring in China, and cannot be a part of any bidding group, as it do not exist. Due to this reason they are submitting an old and expired business license issued in 2011.
3. NEPC II consortium has offered Glass Insulators instead of specified Porcelain Insulators in their original bid, which they have changed from Glass Insulators to Porcelain Insulators, vide their clarification No. NEPC-II/CPP-01-PB/002 dated July 28, 2015 (Copy Encl). The bid is therefore non responsive .
4. The bid was submitted with NEPC II being the leader of the consortium but later on illegally the leader of Consortium was changed from NEPC II to NEIE.



5. The offers design of the tower is defective and not according to the technical specifications of the tender.
6. Previously NTDC did not accept any tender where there is a single offer. Recently a single offer was received in 500 KV UCH-Sibbi Transmission Line Project. This line was very urgently required that Power Station was ready and there was no Transmission Line for the evacuation of the Power but was retendered twice with the reason that there is only one single offer both times. But here even there is no Power Station and no one knows when it will be constructed, but NCPE consortium's single offer is considered based on the argument that the line is urgently required to favor this company instead of retendering.

Managing Director, NTDC is requested to kindly examine the complaint, and if the allegations are found correct, take necessary action against the alleged officers involved in corrupt practices.

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 their mandate to:

1. Secretary to Prime Minister, Islamabad.
2. Director General, NAB, Rawalpindi.
3. Chairman, Prime Minister's Inspection Commission, Islamabad.
4. Registrar, Supreme Court of Pakistan, Islamabad.
5. Managing Director, PPRA, Islamabad.