

# Faulty power equipment

# CCP set to hold public hearing on 17th

MUSHTAQ GHUMMAN

ISLAMABAD: The Compettion Commission of Pakistan (CCP) is all set to hold a public hearing on February 17, 2105 to investigate procurement of billions of rupees substandard and faulty electric power equipment by Distribution Companies (Discos) which the Ministry of Water and Power believes are damaging the power system.

According to the CCP, the Commission is taking notice of numerous concerns raised by manufactures and suppliers of electric power equipment regarding certain restrictive, exclusive and discriminatory terms and condition in tenders

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# CCP set to hold public

> from page 1 floated by NTDC and Discos etc for supply of electric power equipment.

Well-informed sources told Business Recorder that a few blacklisted companies have also approached CCP and requested to participate in the hearing.

NTDC and Discos, sources said, procure equipment amounting to billions of rupees annually from loans from Development Bank and World Bank but Auditor General of Pakistan unearths billions of rupees financial scams in pro-

According to official documents, such a scandal was recenty unearthed in Islamabad Electric Supply Company

The Disco floated two tenders i.e. ADB-Iesco-III/CB-01-2013 and ADB-lesco/TR-III/ICB-01-2013 for 132 KV grid station Chakri road Rawalpindi, 132 kV grid station Sangjani and 132kV grid station Bara Koh.

The documents reveal that a private company which participated in the tenders complained to Asian Development Bank on February 5, 2015 that the technical committee declared bid of M/s PEL with MR-OTLC technically and commercially responsive and recommended for award of the contract. However, Chief Executive Officer (CEO) Iesco did not forward the report for approval. Later on CEO recommended the award of contract to M/s South China Electric Quanzhau LTD China with Huaming-OTLC which is not yet qualified. Also the power transformer has design issues as pointed out in the first technical evaluation report.

Similarly, in the second tender, Iesco favoured a Chinese manufacturer not meeting the technical specification of NTDC, with same discrepancies in power transformer and tap changer.

According to the documents, on the recommendations of Lahore Electric Supply Company (Lesco) Board of Directors, the ADB issued approval on December 9, 2014 allowing the following statement in the tender documents: "power transformer should be equipped with vacuum type OLTC MR-Germany of equipment specifica-tion". Accordingly, NOC against tender of Lesco has been issued on the same ground, lesco is the only Disco in the country which mentions vacuum type on-load tap changer to accommodate their favourite bidders and substandard/ non equivalent Chinese OLTC.

On the instructions of Lahore High Court (LHC) M/s Huaming led Chinese delegation with their Pakistani nominated advisor held detailed meetings with NTDC designated technical committee. Resultantly, a comparison has

been prepared based upon these deliberations and the technical data has been submitted by M/s Huaming. It has been declared that Huaming OLTC is equivalent to MR-OLTC, and this technical report has already been sub mitted by NTDC to the LHC.

On December 23, 2014, theli private company also wrote a similar letter to Adnan Tareen, Energy Specialist PRM-ADB Islamabad, officials of NTDC and Iesco.

According to pres release issued by CCP, the Competition Commission of Pakistan (CCP) will issue its recommendations to promote competition in public procurement of power equipment following a public hearing to be held on February 17. The CCPm has decided to conduct the hearing under Section 29 of the Competition Act, 2010.

The Commission is mandated by the Act to inter alia undertake enforcement, advocacy, and research efforts to provide for free competition in all spheres of / commercial and economic activity to enhance economic efficiened cy, and to protect consumers. from anti-competitive behaviour. In furtherance of this mandate, Section 29 of the Act empowers the Commission to hold hearings, in connection with matters that affect the state of competition in Pakistan or affect the country's commercial activities and to pub, licly express its opinion in the

The importance of maintaining a level playing field with regardto public procurement cannot be underestimated, as it accounts for at least 25 percent of Pakistan's GDP. It is also crucial to protect against anti-competitive behaviour in public procurement as a healthy competition in the sector is essential to ensure that public money is used in an efficient and effective manner.

The open hearing will be held on February 17, at 11 am at the Commission's office located at 9th Floor, ISE Towers, Blue Area, Jinnah Avenue, Islamabad.

The matter will be heard by the entire Commission comprising Vadiyya Khalil, Chairperson, Dr Joseph Wilson, Member Member Competition Policy and Research, Mucen Batlay, Mergers Member and" Acquisitions, Dr Shahzad Ansar, Member OFT and Advocacy,4 and Ikram ul Haque Qureshi, Member, Legal and Cartels and Trade Abuses

After the hearing, the Commission will issue its consider ered opinion, laying out recommendations to protect and promote competition in public procurement of power equipment in the best interest of all stakeholders including the government, public sector organisations, manufacturers and suppliers, and above all the consumers and public at large.



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# CCP to intervene in power sector for general benefit

### **Mehtab Haider**

ISLAMABAD: The Competition Commission of Pakistan (CCP) will issue its recommendations to promote competition in public procurement of power equipment following a public hearing to be held on 17 February 2015.

CCP, after taking notice of numerous concerns raised by various stakeholders including manufacturers and suppliers of electric power equipment regarding certain restrictive, exclusive, and discriminatory terms and conditions in tenders floated by public sector organisations, such as National Transmission & Dispatch Company (NTDC) & Pakistan Power Distribution. Companies (DISCOS), for the supply of electric power equipment, have decided to conduct an open hearing under Section 29 of the Competition Act, 2010 into the matter on 17 February 2015.

The Commission is mandated by the Act to, inter alia, undertake enforcement, advocacy, and research efforts to provide for free competition in all spheres of commercial and economic activity to enhance economic efficiency, and to protect consumers from anti-competitive behaviour. In furtherance of this mandate, Section 29 of the Act empowers the Commission to hold hearings in connection with matters that affect the state of competition in Pakistan or affect the country's

commercial activities and to publicly express its opinion in the matter.

The importance of maintaining a level playing field with regard to public procurement cannot be underestimated, as it accounts for at least 25% of Pakistan's GDP. It is also crucial to protect against anti-competitive behaviour in public procurement as a healthy competition in the sector is essential to ensure that public money is used in an efficient and effective manner.

The open hearing will be held on Tuesday 17 February 2015 at 11 am at the Commission's office located at 9th Floor, ISE Towers, Blue Area, Jinnah Avenue, Islamabad. The matter will be heard by the entire Commission comprising Ms. Vadiyya Khalil, Chairperson, Dr. Joseph Wilson, Member Competition Policy and Research, Mr. Mueen Batlay, Member Mergers and Acquisitions, Dr. Shahzad Ansar, Member OFT and Advocacy, and Mr. Ikram ul Haque Qureshi, Member, Legal and Cartels & Trade Abuses.

After the hearing, the Commission will issue its considered opinion, laying out recommendations to protect and promote competition in public procurement of power equipment in the best interest of all stakeholders including the government, public sector organisations, manufacturers and suppliers, and above all the consumers and public at large.

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# CCP to conduct open hearing on power equipment procurement

ISLAMABAD: The Competition Commission of Pakistan (CCP) will conduct an open hearing regarding competition concerns in public procurement of electric power equipment on Feb 17.

The CCP took the decision under Section 29 of the Competition Act, 2010 in this regard, after taking notice of numerous concerns raised by various stakeholders, including manufacturers and suppliers of electric power equipment, regarding certain restrictive, exclusive, and discriminatory terms and conditions in tenders floated by public sector organisations, said a press release on Saturday.

The act mandates the CCP to undertake enforcement, advocacy, and research efforts to provide for free competition in all spheres of commercial and economic activity to enhance economic efficiency, and to protect consumers from anti-competitive behav-

iour, the release said.

Section 29 of the act empowers the commission to hold hearings on matters affecting competition or commercial activities in the country.

The matter will be heard by the entire Commission comprising CCP Chairwoman Ms Vadiya Khalil, Dr Joseph Wilson (Member Competition Policy and Research), Mueen Batlay (Member Mergers and Acquisitions), Dr Shahzad Ansar (Member OFT and Advocacy) and Ikramul Haque Qureshi (Member Legal and Cartels and Trade Abuses).

After the hearing, the CCP will issue its considered opinion, laying out recommendations to protect and promote competition in public procurement of power equipment in the best interest of all stakeholders including the government, public sector organisations, manufacturers and suppliers, and above all the consumers and public at large.—APP

# TRIBUNE

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### PUBLIC PROCUREMENT

# CCP to come up with recommendations

ISLAMABAD. The Competition
Commission of Pakistan
(CCP) will issue its recommendations to promote
competition in public
procurement of power equipment following a hearing to
be held on February 17.

The CCP took notice of concerns raised by various stakeholders including manufacturers and suppliers of electric power equipment. These stakeholders complained about certain restrictive and discriminatory terms in the tenders issued by public organisations such as the National Transmission and Dispatch Company (NTDC) and power distribution companies.

The CCP then decided to conduct an open hearing under Section 29 of the Competition Act 2010. The commission is mandated by the Act to undertake enforcement, advocacy and research efforts to provide for free competition in all spheres of commercial and economic activity to enhance economic efficiency and to protect consumers from anti-competitive behaviour. PPI



Economy Watch 15 February 2015

# CCP to hold public hearing on February 17

STAFF REPORTER

ISLAMABAD—The Competition Commission of Pakistan (CCP) will issue its recommendations to promote competition in public procurement of power equipment following a public hearing to be held on 17 February 2015. CCP, after taking notice of numerous concerns raised by various stakeholders including manufacturers and suppliers of electric power equipment regarding certain restrictive, exclusive, and discriminatory terms and conditions in tenders floated by public sector organizations, such as NTDC & DISCOs, for the supply of electric power equipment, has decided to conduct an open hearing under Section 29 of the Competition Act, 2010 into the matter on 17 February 2015.

The Commission is mandated by the Act to inter alia undertake enforcement, advocacy, and research efforts to provide for free competition in all spheres of commercial and economic activity to enhance economic efficiency, and to protect consumers from anti-competitive behaviour. In furtherance of this mandate, Section 29 of the Act empowers the Commission to hold hearings in connection with matters that affect the state of competition in Pakistan or affect the country's commercial activities and to publically express its opinion in the matter.

The importance of maintaining a level playing field with regard to public procurement cannot be underestimated, as it accounts for at least 25% of Pakistan's GDP. It is also crucial to protect against anti-competitive behavior in public procurement as a healthy competition in the sector is essential to ensure that public money is used in an efficient and effective manner.

The open hearing will be held on Tuesday 17 February 2015 at 11 am at the Commission's office located at 9th Floor, ISE Towers, Blue Area, Jinnah Avenue, Islamabad. The matter will be heard by the entire Commission comprising Ms. Vadiyya Khalil, Chairperson, Dr. Joseph Wilson, Member Competition Policy and Research, Mr. Mueen Batlay, Member Mergers and Acquisitions, Dr. Shahzad Ansar, Member OFT and Advocacy, and Mr. Ikram ul Haque Qureshi, Member, Legal and Cartels & Trade Abuses.

After the hearing, the Commission will issue its considered opinion, laying out recommendations to protect and promote competition in public procurement of power equipment in the best interest of all stakeholders including the government, public sector organizations, manufacturers and suppliers, and above all the consumers and public at large.



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# CCP to conduct open hearing

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(PROCUREMENT OF ELECTRIC POWER EQUIPMENT)

# CCP TO CONDUCT OPEN HEARING ON COMPETITION CONCERNS IN PUBLIC

**ISLAMABAD** 

PPI

The Competition Commission of Pakistan (CCP) will issue its recommendations to promote competition in public procurement of power equipment following a public hearing to be held on February 17, 2015.

The CCP after taking notice of numerous concerns raised by various stakeholders including manufacturers and suppliers of electric power equipment regarding certain restrictive, exclusive, and discriminatory terms and conditions in tenders floated by public sector organisations, such as NTDC & DISCOs, for the supply of electric power equipment, has decided to conduct an open hearing under Section 29 of the Competition Act, 2010, into the matter on 17 February 2015.

The commission is mandated by the Act to inter alia undertake enforcement, advocacy, and research efforts to provide for free competition in all spheres of commercial and economic activity to enhance economic efficiency, and to protect consumers from anti-competitive behaviour.

In furtherance of this mandate, Section 29 of the Act empowers the Commission to hold hearings in connection with matters that affect the state of competition in Pakistan or affect the country's commercial activities and to publicly express its opinion in the matter.

The importance of maintaining a level-playing field with regard to public procurement cannot be underestimated as it accounts for at least 25 per cent of Pakistan's GDP. It is also crucial to protect against anti-competitive behaviour in public procurement as a healthy competition in the sector is essential to ensure that public money is used in an efficient and effective man-

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# CCP to conduct open hearing on public sector competition concerns

**Staff Report** 

ISLAMABAD: Competition Commission of Pakistan (CCP) will issue its recommendations to promote competition in public procurement of power equipment following a public hearing being held on February 17, 2015.

The importance of maintaining a level playing field with regard to public procurement cannot be underestimated, as it accounts for at least 25 percent of Pakistan's gross domestic products.

This open public hearing is being conducted after CCP received numerous concerns raised by various stakeholders including manufacturers and suppliers of electric power equipment regarding certain restrictive, exclusive and dis-

criminatory terms and conditions in tenders floated by public sector organisations, such as National Transmission and Dispatch Company and power distribution companies-DISCOs for supply of electric power equipment.

The Commission is mandated by Act to inter alia undertake enforcement, advocacy and research efforts to provide for free competition in all spheres of commercial and economic activity to enhance economic efficiency and to protect consumers from anti-competitive behaviour. In furtherance of this mandate, Section 29 of Act empowers Commission to hold hearings in connection with matters that affect state of competition in Pakistan or affect country's

commercial activities and to publicly express its opinion in the matter.

It is crucial to protect against anti-competitive behaviour in public procurement, as a healthy competition in sector is essential to ensure public money is used in an efficient and effective manner.

The open hearing will be held at 11am at Commission's office Islamabad. Commission comprising Ms Vadiyya Khalil Chairperson, Dr Joseph Wilson member Competition Policy and Research, Mueen Batlay member Mergers and Acquisitions, Dr Shahzad Ansar member OFT and advocacy and Ikram ul Haque Qureshi member Legal and Cartels amd Trade Abuses will conduct the hearing.



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مسابقتی کمیشن کا عوامی ساعت

الا دور (کامرس رپورٹر) سابقتی کمیشن نے پاکستان

میں بکلی کے آلات کی خریداری میں مبابقت کو فروٹ

دینے کے لئے موموار کوعوای ساعت منعقد کرنے کا اعلان

کیا ہے ، جس کے بعد کمیشن باقاعدہ گائیڈ لائٹو مرتب

رے گا۔ مرکاری اداروں، بشول بیششل فراسیشن اینڈ

ڈبسین کینی (این ٹی ڈی کی) اور بکل کی تقیم کارکمپنیوں،

میں بکل کے آلات اور شینری کی خریداری کے مل پر

مین بکل کے آلات اور شینری کی خریداری کے مل پر

اعتر اضات کو دور کرنے کے لئے کمیشن نے مسابقتی

اعتر اضات کو دور کرنے کے لئے کمیشن نے مسابقتی

ماعتر کرنے کا فیصلہ کیا ہے ، تا کہ تمام سٹیک ہولڈرز کی

مشعد کرنے کا فیصلہ کیا ہے ، تا کہ تمام سٹیک ہولڈرز کی

مشعد کرنے کا فیصلہ کیا ہے ، تا کہ تمام سٹیک جولڈرز کی

مشعد کرنے کا فیصلہ کیا ہے ، تا کہ تمام سٹیک جولڈرز کی

مشعد کرنے کا فیصلہ کیا ہے ، تا کہ تمام سٹیک جولڈرز کی



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بحلی کے آلات کی خریداری: مسابقتی کی شریداری: مسابقتی کی شخصلہ کی شخص کا عوامی سماعت کرنے کا فیصلہ کراچی (آن لائن) سابقتی کیشن آف پاکستان (سی کا فیضلہ خفظات کا نوش کی تر اور بیلائز کے تخفظات کا نوش کیتے ہوئے معالمے پرمنگل 17 فروری کو اسلام کے آلات کی سرکاری خریداری شی مسابقت کوفروغ دینے کے آلات کی سرکاری خریداری شی مسابقت کوفروغ دینے کے اللہ منارش بیش کی جائے گی۔ اسٹیک بولڈرز نے این فی وی کا خت اداروں کی جانب کے ایک گیا۔ اسٹیک بولڈرز نے این فی وی کی باور ڈسکوز سیت تھومت کے ماتحت اداروں کی جانب کے ایکٹرک پاورا یکو بہت کی سیائی کیلیے شینڈرز میں بعض ایشازی وی موسوس شرائط برخفظات کا اظہار کیا ہے۔