

To:

1. The Chairman of Senate Committee for Petroleum, Islamabad.
2. Chairman Public Accounts Committee (PAC) Parliament House, Islamabad
3. The Auditor General of Pakistan Islamabad
4. The Secretary Petroleum, A Block, Pak Secretariat, Islamabad
5. Director General Federal Investigation Agency (FIA) Islamabad
6. Brigadier Muzafar Ranjha, Chairman Prime Minister Complaint Cell, Islamabad.
- ✓ 7. Chairman Transparency International Pakistan, Karachi

Subject: COMPLAINT FOR IMMEDIATE INVESTIGATION INTO PROVEN FINANCIAL MISAPPROPRIATION, ABUSE OF AUTHORITY & CORRUPTION-GMCSR MR. SIKANDAR SHEIKH (OGDCL)-BASED ON FACT-FINDING REPORT JULY 2024 & AUDIT OBSERVATION NO. 07 (COPY ATTACHED)

Respected Sir(s),

I submit this complaint in the larger public interest for immediate investigation and accountability in a case of established financial misappropriation, abuse of authority, and systemic corruption within Oil & Gas Development Company Limited (OGDCL). I am a former senior officer of OGDCL and am constrained to bring these grave irregularities to the attention of constitutional and accountability institutions.

As per **Audit Observation No.07 (FY 2024-25)**, based on the **Fact-Finding Committee constituted on 19 July 2024**, it has been officially established that an amount of **Rs.8.522 million** was misappropriated under the guise of crop compensation payments. These payments involved inflated claims and disbursements to fake or non-entitled landowners, resulting in direct financial loss to OGDCL.

The audit further confirms misuse of official resources and clear violations of **Rule 118 (d) of OGDCL Service Rules 2002**, which defines misconduct as abuse of official position for undue advantage and actions prejudicial to good order and discipline.

Despite the completion of the fact-finding exercise and quantification of loss, no effective recovery, disciplinary action, or criminal proceedings have been transparently concluded. This raises serious concerns of institutional negligence, collusion, and deliberate inaction.

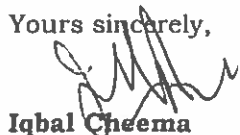
The current General Manager CSR, **Mr. Sikandar Sheikh**, who was **Manager Lands**, exercised direct administrative and supervisory control over CSR-linked compensation mechanisms. The scale, duration, and nature of the misappropriation could not have occurred without gross negligence, willful blindness, or facilitation at senior management level, amounting to criminal negligence and breach of fiduciary duty.

PRAYERS / REQUESTS

1. Auditor General of Pakistan may take up this case as a special audit and place it before the Public Accounts Committee with responsibility fixation.
2. Director General FIA may initiate criminal investigation under relevant provisions of law for misappropriation, fraud, abuse of authority, and conspiracy.
3. Chairman PAC may summon OGDCL management and concerned officers, direct recovery of Rs.8.522 million, and order disciplinary and criminal referrals.
4. Transparency International Pakistan may take cognizance of this case and monitor proceedings to ensure transparency and accountability.

OGDCL is a national asset. Misappropriation of its funds constitutes a serious breach of public trust and a crime against the state. Immediate and decisive action is essential to restore institutional credibility and deter future corruption.

Yours sincerely,


Iqbal Cheema

Ex-Manager Drilling
Oil & Gas Development Company Limited
(OGDCL), Islamabad.
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Subject: Loss due to mis-appropriation of funds regarding crop compensation – Rs 8.522 million

According to Part-II Rule 118 (d) of OGDCL Service Rules 2002, Misconduct' means conduct prejudicial to good order or service discipline or contrary to Company service rules or unbecoming of an executive or any other employee or involvement or participation for gain either directly or indirectly in industries, trade or speculative transactions or abuse or misuse of the official position to gain undue advantage or assumption of financial or other obligations to private institutions or persons such as may cause embarrassment in performance of official duties or functions.

During audit of Oil and Gas Development Company Limited (OGDCL) for the FY 2024-25, it has been observed that the management received a complaint containing allegations of corrupt practices of two officers of the company i.e. RC Hyderabad and Land Officer Hyderabad regarding misappropriation of millions of rupees by making payments of crop compensation to fake land owners. On this, the management constituted a fact-finding Committee on July 19, 2024 directing the committee to submit report within 10 days. However, the Committee, after a considerable lapse of time of three months, concluded that there was misappropriation of Rs 8.522 million in respect of crop compensation made to individual land owners as inflated payments were made. Further, RC Hyderabad misused the company resources as he scheduled official assignments on weekends to visit Karachi. This resulted in loss due to mis-appropriation of funds regarding crop compensation and misuse of company resources amounting Rs 8.522 million.

Audit is of the view that weak internal controls resulted in not only misappropriation of company's funds but also mis-use of company resources by the RC Hyderabad.

It is requested that the matter may be probed in the light of fact-finding report and results may be shared with Audit to proceed further in the matter.


(Arshad Mehmood)
Audit Officer

The Chief Financial Officer,
Oil and Gas Development Company,
Islamabad