



GOVERNMENT OF KHYBER PAKHTUNKHWA ENERGY & POWER DEPARTMENT

Block-A, 1st Floor Abdul Wali Khan Multiplex Civil Secretariat
PHONE: - 091-9212149 Fax: 091-9223624

No.E&P/CPO/Madian HPP/2-19/2025-26 181-4
Dated 26/02/2026

To

The Advocate Daniyal Muzaffar,
Trustee/Legal Advisor, Transparency International Pakistan.
Plot 72-F/2, 1st Floor, 9th Street, Jami Commercial Phase-VII,
Defence Housing Authority, Karachi.

Subject: COMPLAINT AGAINST ALLEGATIONS OF PROCUREMENT IRREGULARITIES IN THE CIVIL WORKS TENDER OF 215 MW MADYAN HYDROPOWER PROJECT (ESTIMATED COST USD 200+ MILLION) FUNDED BY THE WORLD BANK UNDER KHYBER PAKHTUNKHWA HYDROPOWER RENEWABLE ENERGY KHRE PROJECT, RFB NO.PK-PEDO-339715-CW-RFB

I am directed to refer to your letter No.TL2025/1211/1A dated 11.12.2025 on the subject noted above addressed to the Chief Minister, Khyber Pakhtunkhwa and to state that the allegations raised have already been reviewed, duly rejected, and cleared by the World Bank through PMO-KHRE. A formal response was communicated to the complainant, M/s Ozkar-Ozaltin JV. The summary of proceedings is as follows:

- The procurement process for the Madyan Hydropower Project (MHPP) – Civil Works was initiated in March 2023 under World Bank-approved prequalification criteria. The Pre-qualification Evaluation Report was approved by the World Bank, with results announced in November 2023. No complaints were received at that stage.
- Technical bids were opened on May 15, 2024. A complaint from M/s Ozkar-Ozaltin JV dated December 02, 2024, relating to the prequalification stage, was nevertheless entertained and addressed in the Technical Evaluation Report (TER). The World Bank issued its No Objection on July 08, 2025.
- Following notification of technical results on July 09, 2025, Ozkar-Ozaltin JV resubmitted its complaint on July 18, 2025. The matter was processed under the World Bank's Procurement-Related Complaint Mechanism, and financial bid opening was deferred pending clearance.
- Allegations against M/s AGE Insaat ve Ticaret A.S. (AGE-GRC JV) regarding insolvency and financial capacity were thoroughly reviewed. Findings confirmed AGE's temporary Concordatum Respite (May 2023) was lifted in April 2024, prior to bid submission, and did not constitute insolvency. Audited financials demonstrated compliance. The complaint was dismissed.
- Ozkar-Ozaltin JV was formally debriefed, and the complete record submitted to the World Bank. Upon receipt of the Bank's No Objection on August 22, 2025, a formal response was issued on August 25, 2025, and the complaint closed. Financial bids were opened on August 26, 2025.
- Each stage of the process i.e. prequalification, evaluation, and award, remains subject to prior World Bank review, ensuring transparency and scrutiny.



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In view of the foregoing, it is submitted that the complaint has been conclusively addressed, dismissed with World Bank concurrence, and the procurement process continues in full compliance with applicable regulations, please.

This issues with the approval of Competent Authority.


Planning officer-II

Copy for information to the:

1. Section Officer (Technical Sector) Chief Minister Secretariat, Khyber Pakhtunkhwa
2. PS to Secretary, Energy & Power Department, Peshawar.
3. PA to Senior Chief Planning Officer, Energy & Power Department, Peshawar.


Planning officer-II