

Dated: 29.3.2012

Head, Project Management Office (PMO)
For Punjab Barrages Rehabilitation and
Modernization Projects, Irrigation and Power Department
Government of Punjab,
Project Office Building, Canal Bank,
Mustafa Abad (Dharampura) 1st Floor
Lahore - 54840 Pakistan.

**SUBJECT: Procurement of Works for Rehabilitation and Modernization
of Jinnah Barrage (Under IBRD Loan No.7900-PK) ICB No:
JB/ICB-01
Submission of Fake and Fraud Bid in the Name of China
National Electric Wire & Cables Import and Export Corp**

Dear Sir,

I wish to inform you that the bid submitted by China National Electric Wire & Cables Import and Export Corp China in Joint venture with M/s Descon Engineering Ltd., Pakistan for the above mentioned Project is fake based on fraud and not a real bid due to the following facts:

1. Use of Wrong Name of the President of China National Electric Wire & Cables Import and Export Corp.
2. Use of Different names of President of China National Electric Wire & Cables Import and Export Corp. to issue fake Power of Attorneys for different projects in Pakistan during the period of March - July 2011.
3. Fake Signatures of the President of China National Electric Wire & Cables Import and Export Corp.
4. Forged Power of Attorney prepared to sign the bid for and on behalf of China National Electric Wire & Cables Import and Export Corp.
5. The Power of Attorney used for Pre-qualification is without any project title.
6. Use of fake letter head of China National Electric Wire & Cables Import and Export Corp.
1. Use of wrong Name of the President of China National Electric Wire & Cables Import and Export Corp.

In this bid, the present President of China National Electric Wire & Cables Import and Export Corp was declared to be Mr. Song Yueming in July 2011, when the Power of Attorney (to the Authorized signatory of the bid) was issued to sign PQ documents on behalf of the company (copy attached as Annexure-A). But whereas the fact of the matter is that Mr. Song Yueming retired in Nov 2009 and Mr. Wang Shenghan was appointed as the President of China National Electric Wire & Cables Import and Export Corp in Dec 2009. This fact can be checked and verified from the new Business License No. 110000005209309 (4-2) of China National Electric Wire & Cables Import and Export Corp (copy attached as Annexure-B).

As per standard operating procedures of Chinese Companies, the name of the President or Legal representative is always mentioned in the Business License of the Company. Please find attached copy of old Business license No. 110000005209309 (4-1) of China National Electric Wire & Cables Import and Export Corp in which the name of the President mentioned is Mr. Song Yueming. This old Business License is being used in other projects also with attestation by China Chamber of International Commerce and Trade in 2008 (Copy attached as Annexure-C) to mislead various Clients. Whereas, in the copy of new business License, the name of the President of China National Electric Wire & Cables Import and Export Corp is clearly mentioned as Mr. Wang Shenghan. This new business License was not submitted in the bid purposely to hide the name of the new President of China National Electric Wire & Cables Import and Export Corp.

The Authenticity of these copies of Business Licenses can be checked and verified from the concerned Chinese Authorities in Beijing China by Independent teams including members of the World Bank.

2. Use of Different names of President of China National Electric Wire & Cables Import and Export Corp. to issue fake Power of Attorneys for different projects in Pakistan during the period of March - July 2011.

In this bid, the present President of China National Electric Wire & Cables Import and Export Corp was declared to be Mr. Song Yueming in July 2011 when the Power of Attorney (to the Authorized signatory of the bid) was issued to sign PQ documents for and on behalf of the company.

But it is very interesting to note that in the same period of March to July 2011, the name of the President of China National Electric Wire & Cables Import and Export Corp. is declared as Mr. Jin Guangming in other Projects

sponsored by NTDC (WAPDA). (Mr. Jin Guangming was never the President of China National Electric Wire & Cables Import and Export Corp.; but in fact was the President of his own very small Company M/S Sinotec since 2005 - copy of Business License attached as Annexure-F). The list of NTDC (WAPDA) projects (bids) where fake Power of Attorneys were prepared, issued and submitted in the same period of March - July 2011 (Copy attached as Annexure-D) is as follows:

- a. Design, Manufacture, Supply, Installation, Testing and Commissioning of Plant, Equipment and Associated Civil Works for 220/132 KV New Chishtian Substation & 220KV Vehari Substation Extension Project. (Packing-1) under invitation No.CH-001 (Package-I) financed by JICA. Dated 28.3.2011.
- b. Design, Supply, Installation, Testing and commissioning 132KV XLPE underground Power Cable along with terminations at 200 KV University Grid station, Islamabad, on Turnkey Basis. Dated 28.7.2011
- c. Design, Supply, Installation, Testing & Commissioning of Associated Transmission Lines for New Lahore 500KV and Gujrat 220KV Substation Contract No.3263 (Package-II) financed by JICA. Dated 13.4.2011
- d. Contract No.3262 Bidding Documents for Design, Supply, Installation, Testing & commissioning of Plant and Equipment for Gujrat 220KV Substation financed by JICA. Dated 10.4.2011

The Authenticity of these copies of Power of Attorneys can be checked and verified from NTDC (WAPDA) Lahore by an Independent team including members of the World Bank.

Furthermore, in the aforementioned four projects, the signatures of Mr. Jin Guangming, the so called President of China National Electric Wire & Cables Import and Export Corp were inked by forgery and are hence fake since his signatures on two Power of Attorneys on two projects can be clearly seen different than the other two projects.

The name of China National Electric Wire & Cables Import and Export Corp. is being used by fraud and misrepresentation of facts to utilize the qualification of China Electric Wire & Cables Import and Export Corp. to secure the projects by fraudulent means.

3. **Fake Signatures of the President of China National Electric Wire & Cables Import and Export Corp.**

The signature of the so called President of China National Electric Wire & Cables Import and Export Corp in July 2011 are fake. The original signatures of Mr. Song Yueming, the then President of China National Electric Wire & Cables Import and Export Corp in 2009 can be checked and verified from the contract copy of China National Electric Wire & Cables Import and Export Corp. with Bangladesh Power Development Board in October 2003 (copy attached as Annexure-E). **It seems that one and the same person signed these signatures.**

4. **Forged Power of Attorney prepared to sign the bid for and on behalf of China National Electric Wire & Cables Import and Export Corp.**

It is a fundamental and basic requirement for the signatory of the Bid that if the President or Chairman himself is not signing the documents, then he has to issue the Power of Attorney to some other person of the company to sign the bid and other bid related documents such as joint venture agreements, etc. Since China National Electric Wire & Cables Import and Export Corp. was not involved in any of these Projects in Pakistan currently, the fake Power of Attorney was prepared for and on behalf of China National Electric Wire & Cables Import and Export Corp. to use their qualifications to secure the projects by fraud.

5. **The Power of Attorney used for Pre-qualification is without any project title.**

The Power of Attorney is without any title of the project. There is nowhere mention that this Power of Attorney is for the signatory to sign the PQ and/or bid documents of Jinnah Barrage Contract No. (JB / ICB-01). Hence this Power of Attorney is invalid.

6. **Use of fake letter head of China National Electric Wire & Cables Import and Export Corp.**

The letter head used in the name of China National Electric Wire & Cables Import and Export Corp is fake. Please note that all the Chinese Companies always use the original Letter Head of their company duly printed in different colors with complete addresses, phone numbers, emails and fax numbers with Chinese and English translation. But in this case no original

letter head was used and no contact numbers or address of China National Electric Wire & Cables Import and Export Corp. Head Office has been mentioned on the letter head. This letter looks like computer generated only and hence fake. The genuine M/s China National Electric Wire & Cables Import and Export Corp. never use this kind of letter head.

Based on above facts with documentary evidence, it may please be noted that the bid of M/s China National Electric Wire & Cables Import and Export Corp. falls under the clause No.3 (a)(ii) Section I Instructions to Applicants page 1-2 of pre-qualification documents and clause No. 3.1(a)(ii) Section I. Instructions to Bidders which both read the same and are being reproduced here below:

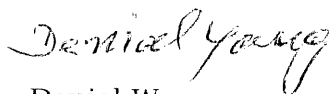
3. Fraud and corruption

3.1(a)(ii) "fraudulent practice"³ is any act or omission, including a misrepresentation, that knowingly or recklessly misleads, or attempts to mislead, a party to obtain a financial or other benefit or to avoid an obligation;

Therefore based on above mentioned facts and clauses, the bid of CCC-Descon JV should be rejected owing to "fraudulent practice". The bid of China Electric Wire & Cables Import and Export Corp is "NOT A LEGAL BID" or "NO BID "as the Power of Attorney to sign the bid is fake and hence the whole bid becomes fake and based on fraud.

I sincerely hope you will not be the part of this fraud and will not support to award this Rs.11.794 Billion contract to a fraud and fake bidder.

Yours Sincerely



Denial Wang
Ex-Employee of
China National Electric Wire & Cables
Import and Export Corp.
Resident of:
No.56 Zanta South Road
Sichuan, China

(Phone No.03294-4967251)