



**GOVERNMENT OF KHYBER PAKHTUNKHWA
CITY IMPLEMENTATION UNIT (CIU-ABBOTTABAD)**



**KHYBER PAKHTUNKHWA CITIES IMPROVEMENT PROJECT
LOCAL GOVERNMENT ELECTIONS & RURAL
DEVELOPMENT DEPARTMENT**

82/3, Opposite AMC Mess, Hill Road, Abbottabad

ciuatd@gmail.com

Ref: KPCIP/CIU-ATD/CE/12

Date 8/12/2023


To,

The Project Director
Project Management Unit
Khyber Pakhtunkhwa Cities Improvement Project (KPCIP)
Peshawar

Project: KHYBER PAKHTUNKHWA CITIES IMPROVEMENT PROJECT (KPCIP)
CW – 02 – Lot 1 - Rehabilitation and Upgradation of Water Supply Connected to the WTP
with SCADA in Abbottabad Including: A. Rehabilitation or Provision of Water Storage
Reservoirs; B. New Distribution Network, C. Intake Structure Including Transmission Main
and Associated Structures


Subject: INTERIM PAYMENT CERTIFICATE NO.2 (Mobilization Advance)

Pursuant to the certification issued by "The Engineer" vide Letter No. Ref: KPCIP/PMCSC/RE-ATD/CW-02/LOT-1/018 dated December 07, 2023, the enclosed IPC No.2 of M/s ZKB-TT Sh. Insaat (JV) for an amount of **Pak Rupees Seven Hundred Million Only (PKR 700,000,000)** at Gross and Net Pak Rupees **Six Hundred Fifty-One Million Only (PKR 651,000,000)** is recommended for processing of payment subject to the fulfillment of all codal formalities and verification/irrevocability of the submitted Advance Payment Guarantee No. 30581GT2302888PK (CLAD Ref. No. LAD/G/4572) at PMU end.


Chief Engineer / Focal Person
City Implementation Unit (CIU)
Abbottabad

Copy forwarded to:

1. Chief Executive Officer, WSSCA
2. Director Technical (PMU-KPCIP)
3. WATSAN Specialist (PMU-KPCIP)
4. Team Leader (PMCSC-KPCIP)
5. Resident Engineer, Water Supply (CIU, KPCIP, Abbottabad)
6. Infrastructure Engineer (CIU, KPCIP, Abbottabad)
7. The Contracts Manager, (CIU-KPCIP, Abbottabad)
8. Office copy


Chief Engineer / Focal Person
City Implementation Unit (CIU)
Abbottabad



KHYBER PAKHTUNKHWA CITIES IMPROVEMENT PROJECT
PROJECT MANAGEMENT AND CONSTRUCTION SUPERVISION CONSULTANTS
MINCONSULT SDN BHD
JOINT VENTURE
CREATIVE ENGINEERING CONSULTANTS



KPCIP/PMCSC/RE-ATD/CW-02/Lot-1/018

Date: 07th December 2023

Chief Executive Officer

Water and Sanitation Services Company,
Abbottabad

Attention: Chief Engineer

City Implementation Unit, Abbottabad

Project:

KHYBER PAKHTUNKHWA CITIES IMPROVEMENT PROJECT (KPCIP); OCB-KPCIP-CW-2: PROCUREMENT OF WORKS FOR IMPROVEMENT / CONSTRUCTION OF WATER SUPPLY SYSTEM: Lot-1: Rehabilitation and Upgradation of Water Supply Connected to the WTP with SCADA in Abbottabad including: A. Rehabilitation or Provision of Water Storage Reservoirs; B. New Distribution Network; C. Intake Structure Including Transmission Main and Associated Structures

Subject: INTERIM PAYMENT CERTIFICATE NO.2

Reference: ZKB-T.T. Sh-Insaat (JV)/2023/525,

Dated: 07th December 2023

Dear Sir,

The Engineer is in receipt of the JV Contractor's letter referred herein above at [A], requesting for the release of Advance Payment in lieu of the Advance Payment guarantee submitted to the Employer.

Accordingly, the Engineer hereby certifies the payment amounting to **PKR 700,000,000 (Pak Rupees Seven Hundred Million only)** at Gross and Net **PKR 651,000,000 (Pak Rupees Six-hundred Fifty-one Million only)** contingent upon the verification/irrevocability of the submitted Advance Payment Guarantee No. 3058IGT2302888PK (CLAD Ref. No. LAD/G/4572) at the Employer's end.

The details of the Payment are as under:

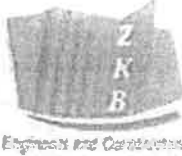
1	Accepted Contract Amount	PKR 8,503,650,701.40
2	20% Advance Payment as per Sub-Clause 14.2 of PCC	PKR 1,700,730,140.28
3	8.23% Advance Payment Certified	PKR 700,000,000.00
4	Less 7% Income Tax	PKR 49,000,000.00
5	Net Advance Payment payable to the Contractor	PKR 651,000,000.00

Yours Sincerely,


Engr. Said Afsar
The Engineer/Resident Engineer
PMCSC-KPCIP

Cc:

1. Chief Engineer, CIU, Abbottabad.
2. Project Director (PMU-KPCIP, LGE&RDD).
3. Team Leader (PMCSC-KPCIP).
4. Contract Expert, (PMCSC-KPCIP).
5. Contract & Claim Engineer, (PMCSC-KPCIP).
6. Office Copy.



ZKB - T.T.Sh-INSAAAT (JV)

Address: Plot No. 44, Street No. 11, I-9/2, Islamabad.
Phone: +92-51-4444555, +92-51-4444533 Fax: +92-51-4444499,
Email: zkb.isbi92@gmail.com



Ref:ZKB-T.T.Sh-Insaaat (JV)/2023/525
Engr. Saif Afsar
The Engineer CW-02, Lot-01
PMCSC.

Dated: 07th December 2023

Project:KPCIP: OCB/KPCIP/CW-02: Procurement of Works for Improv./Constr. of Water Supply System, Lot-1: Rehabilitation And Upgradation of Water Supply System to WTP with SCADA in Abbottabad Including: (a) Rehabilitation & Provision of Water Storage Reservoirs: (b) New Distribution Network and Water Metering Systems: (c) Intake Structure including Transmission Mains & Associated Structures

Subject: Submission of Interim Payment Application viz-a-viz Advance Payment.

Dear Sir,

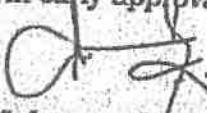
Please find enclosed a copy of the Advance Payment Guarantee @ 8.23% against the 20% Advance Payment of the Accepted Contract Amount amounting to PKR 700,000,000/- (Pak Rupees Seven Hundred Million only) bearing Bank Guarantee No. 3058IGT2302888PK (CLAD Ref. No. LAD/G/4572) dated 17/10/2023 issued by Askari Bank Limited, F-7 Markaz Branch, Islamabad against the Subject Project for the purpose of submitting the Interim Payment Application viz-a-viz Advance Payment under Sub-Clause 14.3 of GCC.

The Interim Payment Application amounts to PKR 700,000,000 (Pak Rupees Seven Hundred Million only) at gross and Net PKR 651,000,000 (Pak Rupees Six-hundred Fifty-one Million only).

Our bank details are as under:

Title: ZKB-T.T.Sh-Insaaat (JV)
IBAN: PK51ASCM0000580190901220
Bank: Askari Bank Limited
Branch: F-7 Markaz Branch, Islamabad
Branch Code: 0058
SWIFT Code: ASCMPKKA001
Bank NTN No.: 0709045-5

An early approval will be helpful in the smooth running of the Project.


Muhammad Suleman Khan
Authorized Representative
Joint Venture of M/s ZKB & T.T.Sh-Insaaat



A Joint Venture of

Zahir Khan and Brothers

Head Office:
14-C Model Town Extension, Khojak Road, Quetta.
Phone: 081-2825480, 2830682 - Fax: 081-2825482
Email: info@zkb.com.pk

T.T.Sh- Insaaat Limited Liability Company

Head Office:
53, Babak Ave., Nizami District, Baku City, the Republic of Azerbaijan
Email: info@ttsi.az

Received By...

Engr. Saif

07/12/23



ZKB - T.T.Sh-INSAAAT (JV)

Address: Plot No. 44, Street No. 11, I-9/2, Islamabad.
Phone: +92-51-4444555, +92-51-4444533 Fax: +92-51-4444499,
Email: zkb.isbi92@gmail.com



Enclosure: Copy of Advance Payment Guarantee
C.c

1. Chief Executive Officer, WSSC, Abbottabad.
2. Chief Engineer, CIU, Abbottabad.
3. Project Director, PMU.
4. Team Leader, PMCSC.
5. Contract Expert, PMCSC.
6. File.

A Joint Venture of

Zahir Khan and Brothers

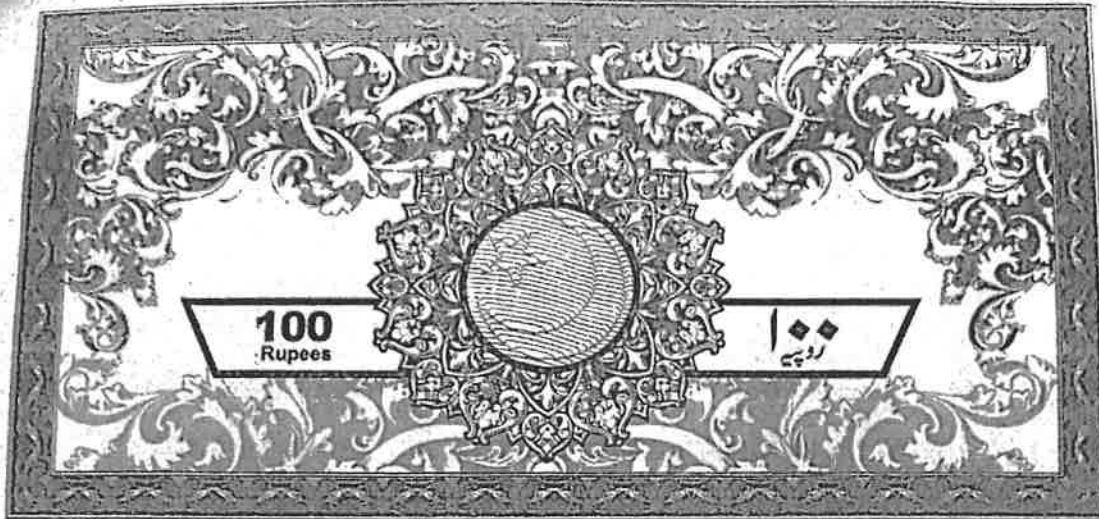
Head Office:

14-C Model Town Extension, Khojak Road, Quetta.
Phone: 081-2825480, 2830682 + Fax: 081-2825482
Email: info@zkb.com.pk

T.T.Sh- Insaat Limited Liability Company

Head Office:

53, babak Ave., Nizami District, Baku City, the Republic of
Azerbaijan
Email: ttsh_inshaat@mail.ru



MOBILIZATION ADVANCE GUARANTEE

Guarantee No. : 3058IGT2302888PK
CLAD Reference : LAD/G/4572 Dated 13.10.2023
Issuance Date : 17.10.2023
Expiry Date : 12.10.2024
Amount : Rs. 700,000,000/-
Beneficiary : Project Director, Project Management Unit, Khyber Pakhtunkhwa
Cities Improvement Project, Local Government Elections and Rural
Development Department, Peshawar
Name of Guarantor (Bank) : Askari Bank Limited
Address of Guarantor (Bank) : F7 Markaz Branch, Islamabad
Name of Principal (Bidder) : M/s Zahir Khan & Brothers-T.T.Sh-Insat (JV)
Address of Principal (Bidder) : Plot # 44, Street No. 11, I-9/2 Islamabad

We have been informed that M/s Zahir Khan & Brothers-T.T.Sh-Insat (JV) (hereinafter called "the Contractor") has entered into Contract No OCB-KPCIP-CW-02 dated 29th November 2022 with you, for the execution of of LOAN 4160-PAK & LOAN 8412-PAK (AIB CO-FINANCING) : KHYBER PAKHTUNKHWA CITIES IMPROVEMENT PROJECT OCB-KPCIP-CW-02: Procurement of Works for Improvement /Construction of Water Supply System Lot-1: Rehabilitation and upgrade of water supply system connected to the WTP with SCADA in Abbottabad including: A. Rehabilitation or Provision of water storage Reservoirs B. New distribution Network c. Intake structure including Transmission Main and Associated Structures (hereinafter called "the Contract").

Furthermore, we understand that, according to the conditions of the contract, an advance payment in the sum of Seven Hundred Million Only (Rs. 700,000,000/-) is to be made against an advance payment guarantee.

At the request of the Contractor, we Askari Bank Limited hereby irrevocably undertake to pay you any sum or sums not exceeding in total an amount of Seven Hundred Million Only (Rs. 700,000,000/-) upon receipt by us of your first demand in writing accompanied by a written statement stating that the Contractor is in breach of its obligation(s) under the contract, because the contractor used the advance payment for purposes other than the costs of mobilization in respect of the works.

It is a condition for any claim and payment under this guarantee to be made that the advance payment referred to above must have been received from you by the contractor on its account number. Contractor's account number 0580420000767 at Askari Bank Limited, F-7 Markaz Branch, Islamabad. This guarantee shall become effective upon receipt of the advance payment on this bank account.

The maximum amount of this guarantee shall be progressively reduced by the amount of the advance payment repaid by the contractor as indicated in copies of interim statements or payment certificates which shall be presented to us. This guarantee shall expire, at the latest, upon our receipt of a copy of the interim payment certificate indicating that ninety percent (90%) of the contract price has been certified for payment, or on the October 12, 2024 whichever is earlier. Consequently, any demand for payment under this guarantee must be received by us at this office on or before that date.

This guarantee is subject to the Uniform Rules for Demand Guarantees, ICC Publication No. 758

for and on behalf of Askari Bank Limited

F-7 Markaz Branch, Islamabad

Authorized Signature

Authorized Signature

NOTE: FOR ANY VERIFICATION / GENUINENESS CONFIRMATION / ENCASHMENT / EXTENSION OR FOR ANY MATTER RELATING TO LETTER OF GUARANTEES AND AMENDMENT ISSUED BY ASKARI BANK AND EFFECTIVENESS CERTIFICATE THERE AGAINST WILL BE ISSUED BY GUARANTEE OPERATIONS UNIT, ASKARI BANK LIMITED, CHAKLALA SCHEME-III, RAWALPINDI. CONFIRMING PAYMENT HAS BEEN RECEIVED TO MAKE INSTRUMENT OPERATIVE, PLEASE CONTACT OUR CENTRALIZED FOREIGN TRADE UNIT OF NORTH REGION GUARANTEES OF ASKARI BANK LIMITED. THE SAME MAY BE REFERRED TO "GOU, CFTU-NORTH, ASKARI BANK LTD, CHAKLALA SCHEME III, RAWALPINDI."