

# EXTRAORDINARY PUBLISHED BY AUTHORITY

# ISLAMABAD, WEDNESDAY, AUGUST 20, 2014

#### PART II

Statutory Notifications (S. R. O.)

GOVERNMENT OF PAKISTAN

PAKISTAN ELECTRONIC MEDIA REGULATORY AUTHORITY

# PEMRA ELIGIBILITY CRITERIA AND BIDDING PROCEDURE FOR SATELLITE TV BROADCAST STATION LICENCE

#### NOTIFICATION

Islamabad, the 24th April, 2014

S.R.O. 741 (I)/2014.—Pakistan Electronic Media Regulatory Authority (PEMRA) in exercise of the powers conferred under Sections 4, 18 and 19 of the PEMRA Ordinance 2002 read with all other enabling provisions of the Ordinance and PEMRA Rules 2009 hereby notifies the PEMRA (Eligibility Criteria and Bidding Procedure for Satellite TV Licensing) Regulations 2014 for information and guidance of the companies interested in applying for grant of licence for satellite TV channels for a period of 15 years:

## **ELIGIBILITY CRITERIA**

1. <u>Definitions:</u> (1) Terms and expressions used herein shall have, unless it appears repugnant to the context or provided otherwise, following meanings:

(2467)

Price: Rs. 20.50

[4503 (2014)/Ex. Gaz.]

- (a) "advertisement" means a set of visual and audio messages for the projection of a product, service, or idea with the object of propagating sale, purchase or hire of the product, service or idea for creating other related effects;
- (b) "annual fee" means the fee mentioned in column (4) of the table contained in Schedule-B or as may be determined by the Authority from time to time;
- (c) "annual gross advertisement revenue" means total revenue receipts from advertisements in one year before deduction of expenses or liabilities;
- (d) "application form" means the application form as contained in Schedule-A;
- (e) "applicable licence fee" for the respective licence means:
  - i. the base price mentioned in **Schedule-B**, where bidding is not held; or
  - ii. the highest bid, where bidding is held;
- (f) "Authority" means the Pakistan Electronic Media Regulatory Authority (PEMRA) established under section 3 of the Ordinance;
- (g) "base price" for respective category of licence shall be as provided in the **Schedule-B**;
- (h) "broadcast station" means physical, technical and software infrastructure for the operation of radio or television and also includes satellite uplinking from ground, repeaters and all such other accessories;
- (i) "Channel" means the set of frequencies that a broadcast station occupies for broadcasting;
- (j) "Code" means the code of conduct for broadcast & distribution services operators specified in **Schedule-A** of the rules;
- (k) "company" means a company as defined in the Companies Ordinance 1984 (XLVII of 1984);
- (l) "copyright" means copyright as defined in the Copyright Ordinance 1962 (XXXIV of 1962);

- (m) "foreign company" means a company or body corporate organized, and registered under the laws of a foreign government;
- (n) "foreign content" means the content that is produced under the direct or indirect creative control of foreigners, foreign company or foreign broadcaster;
- (o) "foreign broadcasting service" means a broadcasting service which is uplinked from outside Pakistan and is down linked / received in Pakistan;
- (p) "frequency" means the frequency of the electromagnetic waves measured in Hertz;
- (q) "licence" means a licence issued by the Authority to establish and operate a broadcast media or distribution service;
- (r) "licensee" means a person to whom the Authority has issued a licence;
- (s) "Ordinance" means the Pakistan Electronic Media Regulatory Authority Ordinance, 2002(XIII of 2002);
- (t) "satellite TV" means broadcast of content through satellite for reception on television;
- (u) "subscriber equipment" means equipment installed at subscriber's premises for receiving the television signal.
- (2) Words and phrases used but not defined herein, unless the context otherwise requires, shall have the meanings assigned to them in the Ordinance, the rules and regulations made thereunder.

## 2. Who May Apply

- i. Any company registered under Companies Ordinance 1984 having paid up capital of not less than Rs. 50 million can apply for a satellite TV channel licence. In the event, the company is applying for more than one licence, or already holds a satellite TV licence, the paid up capital should be enhanced by Rs. 20 million for each additional licence.
- ii. The applicant company must not be holding, directly or indirectly, a distribution service licence (except landing rights permission).

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- iii. Maximum number of satellite TV licences that a person can hold, directly or indirectly, is four. Therefore, those applicant companies who are already holding four satellite TV channel licences, directly or indirectly, are not eligible to apply.
- iv. An applicant company already holding a satellite TV licence, directly or indirectly, in a particular category shall not be eligible to apply for the same category (e.g. M/s ABC holds a satellite TV licence in Entertainment Category; M/s ABC cannot apply for Entertainment Category licence).

Explanation: An applicant company will be considered to hold a licence directly or indirectly if:

- (a) applicant company's director or shareholder holds any shares or office in another person who is a licensee; or
- (b) applicant company is an associated company (within the meaning of Companies Ordinance 1984) of a licensee of PEMRA.
- v. The management, control and majority shareholding of the applicant company must vest in the local nationals.
- vi. The object clause of the applicant company shall allow entry into the business of electronic media or satellite TV.
- vii. The applicant company or any of its directors or shareholders must not be defaulter of PEMRA, any financial institution, tax authorities or Government of Pakistan or any provincial/regional government.
- viii. The applicant company or any of its directors or shareholders must not have been declared insolvent.
  - ix. The applicant company must be in compliance with the relevant provisions of the PEMRA Ordinance 2002, PEMRA Rules 2009, regulations made thereunder and as amended from time to time and licence terms & conditions.
  - x. The applicant company shall undertake to abide by the bidding procedure.

## 3. Ineligibility for Grant of Licence

A licence shall not be granted to:

(a) a person who is not a citizen of Pakistan or resident in Pakistan;

- (b) a foreign company organized under the laws of any foreign government;
- (c) a company the majority of whose shares are owned or controlled by foreign nationals or companies whose management or control is vested in foreign nationals or companies; or
- (d) any person funded or sponsored by a foreign government or organization.
- 4. <u>Documents Required:</u> The applicant company shall submit following documents in the same sequence:
  - i. Duly filled application form (Schedule-A).
  - ii. Board Resolution of the applicant company authorizing filing of the application for grant of satellite TV licence.
  - iii. Certificate of Incorporation from SECP, Statutory Returns and Forms regarding ownership/management of the applicant company (e.g. Form-A, Form 29 and Form 3 etc.).
  - iv. Names and detailed CVs of the directors and shareholders of the applicant company.
  - v. Attested copies of CNICs and Passports of the directors and shareholders of the applicant company.
  - vi. Relevant experience certificates of the directors and shareholders of the applicant company.
  - vii. Details of other businesses of the applicant company alongwith total assets, annual turnovers and annual reports of the company, if any.
  - viii. Audit reports for last two years of the applicant company where applicable.
    - ix. Copy of NTN certificate of the applicant company and its directors and shareholders.
    - x. NOC (No Objection Certificate) from FBR for tax clearance.
    - xi. Income tax returns of the applicant company for last two years. In case of a new company the income tax returns of the directors and shareholders of the company shall be provided.
  - xii. The CIB (Credit Information Bureau) reports of the applicant company and its directors and shareholders.

- xiii. Affidavit of applicant company that neither the applicant company nor any of its directors or shareholders are defaulter of PEMRA, any financial institution, or government and tax authorities (Schedule-C).
- xiv. Affidavit of applicant company that it shall abide by all PEMRA Laws, the Rules, Regulations, Code of Conduct, licence terms & conditions and directions issued by the Authority from time to time (Schedule-D).
- xv. Affidavit of the applicant company that neither the applicant company nor any of its directors and shareholders are directly or indirectly, holding a distribution service licence (except landing rights permission) (Schedule-E).
- xvi. Affidavit that the applicant company is in compliance with Section 25 of the PEMRA Ordinance 2002 (Schedule-F).
- xvii. Affidavit that the applicant company or any of its directors and shareholders has never been black listed (Schedule-G).
- xviii. Demand Draft or Pay Order in favor of PEMRA amounting to rupees two hundred thousand as application processing fee which shall be non-refundable.
  - xix. Technical feasibility containing information as per checklist given in **Schedule-H.**
  - xx. Financial feasibility containing information as per checklist given in **Schedule-I**.
  - xxi. Undertaking from the applicant company that it shall abide by the bidding procedure as notified by the Authority.

## 5. Pre-Qualification of Applicant companies and bidding

- (1) The applicant companies shall be pre-qualified as per the above criteria on the basis of the documents/information provided by them. Incomplete applications may not be entertained.
- (2) Pre-qualification of applicant company, however, shall not guarantee grant of licence. The licence shall be granted to the successful bidder only after fulfillment of all legal requirements.
- (3) Pre-qualification does not include security clearance, public hearing, content presentation and provincial concurrence. These shall be done after completion of the bidding process and before grant of the licence.

- (4) The Authority reserves the right to seek any information and clarification from any applicant company within such time as the Authority may deem fit. If the applicant company fails to provide such information & clarification its application may be rejected without any further processing.
- (5) The pre-qualified applicant companies shall be invited to participate in the bidding. The applicant company shall participate in the bidding as per bidding procedure provided in **Schedule-J.**

### 6. <u>Licence categories</u>:

- (1) The satellite TV channel licences shall be granted in the following commercial categories:
  - a) News & Current Affairs;
  - b) Entertainment;
  - 6) Sports;
  - d) Education;
  - e) Agriculture;
  - f) Health;
  - g) Regional Language.
- (2) All the above licence categories are for commercial satellite TV channels which shall be allowed to carry advertisements only in accordance with the PEMRA Ordinance, rules & regulations, licence terms & conditions as amended from time to time.
- (3) The categories are self-explanatory and the content to be carried by the respective channel shall be in accordance with the respective category and program mix approved by the Authority.
- (4) The successful applicant companies shall give an elaborate content presentation to PEMRA highlighting the main features and layout of the programs to be carried on the respective channel.
- (5) PEMRA reserves the right to approve or reject the proposed content or direct the applicant company to make necessary changes in the content layout as per PEMRA Laws. The applicant company shall be bound to amend the content accordingly.

## 7. Reservation of rights

(1) If at any time either before grant of licence or after grant of licence, it comes to the notice of the Authority that the applicant company or any of its representative had provided any false or misleading

statement/information, advertently or inadvertently, the application shall be rejected immediately and the earnest money shall be forfeited; and if the licence has already been issued, the licence shall be revoked and security deposit and other dues deposited by the applicant company or licensee shall be forfeited.

- (2) The profiles of successful bidder companies will be referred to the Ministry of Interior for security clearance. The licence will be granted only after fulfillment of all legal requirements including receipt of NOC from the Ministry of Interior, successful provincial consultation, content presentation, public hearing and compliance with the relevant laws, rules & regulations prevalent at the time of grant of licence and payment of applicable licence fee & security deposit.
- (3) The schedule for payment of applicable licence fee shall be as determined by the Authority. In case of non-compliance with the schedule of payment given by the Authority, the earnest money and all other sums deposited by the applicant company shall be forfeited.
- (4) The provisions of the PEMRA Ordinance 2002, PEMRA Rules 2009 and Satellite TV Broadcast Operations Regulations 2012 shall have effect notwithstanding anything contained in this notification.
- (5) Any subsequent request for change in category either before grant of licence or after grant of licence shall not be entertained. The licensee shall be obliged to air content only as per the respective category and approved programming mix.
- (6) The Authority reserves the right to revise the annual fee in accordance with the PEMRA Ordinance 2002.
- (7) In the event successful bidder fails to fulfill the legal requirements for grant of satellite TV licence, the Authority may reject its application by recording reasons in writing; and the Authority may, in its discretion, grant opportunity of meeting the highest bid price to the second highest bidder or re-bid the licence.
- (8) The Authority may issue determinations for clarification or revision of any of the provision of this notification.

### SCHEDULE-A

NON-TRANSFERABLE
Reference No. STV \_\_\_\_\_/2014
(for official use only)

# APPLICATION FORM FOR A SATELLITE TELEVISION BROADCAST STATION LICENCE

Please read the following instructions carefully before filling in the Application Form:

- To be submitted in duplicate after printing on A4 paper size;
- Give complete answers, use extra sheets if required, attach copies of other relevant documents, if required, to illustrate an answer;
- Use the typescript or write in black ink in CAPITAL letters;
- Please attach documentary evidence of your authorization to act on behalf of the applicant company;
- One form can be used for only one category;

To,	<b>7</b> 31	N/C - 11' -	Dlo40	A4la	anita
The Pakistan	Electronic	Media	Regulato	ry Auto	orny
Islamabad.			•		

ISIAIIIA	Dau.	•
1.	1.1	Name of applicant company:
	1.2	Full Name & title of CEO:
	1.3	CNIC No. of CEO:
	1.4	Applicant company's Registration No.:
٠	1.5	National Tax No.:
	1.6	Date of incorporation:
	1.7	Business Address:
, v	1.8	Mailing Address [If different from above]
	1.9	Telephone No.: Mobile No.:
٠.	1.10	Fax No.: E-mail address:
	1.11	Website:

TH	E GAZETTE OF PAKISTAN, EXTRA., AUGUST 20, 2014 [PART II
2.1	Proposed Location of broadcast station:
2.2	Addresses of existing or proposed overseas offices:
	gory of licence (mark only one)
	ws & Current affairs = Entertainment = Education = Sports = Agriculture
	alth□Regional Language
	ration of Licence: <u>Fifteen Years</u>
Proj	jected date of first transmission:
	a-refundable application processing fee: Rs. 200,000/- (Two dred thousand)
	k Draft/Pay Order No.: Dated (attached riginal) drawn on:
	on and policy of the channel (min 2000 words): [must be attached the application]
7.1	Proposed language of the programmes:
	□Urdu □English □Regional /Any other (please specify):
7.2	Transmission- Hours, Minutes per day:
	anizational set-up: (Organogram of the company to be submitted eparate sheet)
8.1	Names and addresses of the ultimate beneficial ownership of the Company/Organization:
0.	Name, address, CNIC Number
	2.1 2.2  Cate  New  Hea  Dur  Pro  Non  hun  San  in of  Visi  with  7.1  7.2  Org  on so  8.1

10.

9.	Techni	cal In	forma	tion:
<i>/</i> .	T CCIIIII	COL ALL	ivi illa	

9.1	Proposed location of broadcast station:	
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9.2 Proposed Satellite Information:

Name of Satellite & Transponder	Please check the appropriate boxes							
	Encrypted	<u>-</u>	Analogue	. ; []	C-Band	C.	Free-To-Air	
	Unencrypted		Digital	2	KU-Band	17.1	Subscription	
	Compressed		_		KA-Band			

9.3	<b>Proposed Up-linking Facility:</b> (Details of equipment, mak location, frequency, Satellite Footprint with EIRP)							
		Satemie rootprint wit	n eikp)					
			· · · · · · · · · · · · · · · · · · ·					
Fu	nding Details:							

- 11. Socio-economic Impact: (Attach note of approx. 2000 words on the social benefits or objectives sought to be achieved by the project)
- 12. Financial & Technical Feasibilities: (attach details schedule-H & I)

### **UNDERTAKING**

	I/We	<del></del>					,	the	applica	nt co	mpany	do h	ereby
declare	that	the	above	facts	are	correct	in	all	respects	and	nothing	has	been
conceal	ed or	mis	represe	nted t	here	in. I/We	als	so u	ndertake	that:			

- (1) I/we shall respect the sovereignty, security, integrity and ideology of the Islamic Republic of Pakistan;
- (2) I/we shall respect the national, cultural, social and Islamic values and the principles of public policy as enshrined in the Constitution of the Islamic Republic of Pakistan and to safeguard the ideology of Pakistan;
- (3) I/we have read and understood the eligibility criteria and bidding procedure and shall strictly comply with the same in letter and spirit;
- (4) I/we, if granted a licence, shall comply with PEMRA Ordinance, rules and regulations made thereunder, the Code of Conduct, licence terms & conditions and instructions as notified by the Authority from time to time and pay licence fee, annual fee including such percentage of annual gross advertisement revenue as may be applicable, security deposit and all such other dues as notified by the Authority;
- (5) I/we, if granted a licence, shall broadcast programmes in the public interest specified by the Federal Government or the Authority in the manner indicated by the Government or, as the case may be, the Authority;
- (6) I/we shall abstain from broadcasting any programme or advertisement in violation of copyrights or other intellectual property rights;
- (7) I/we shall obtain NOC from PEMRA before import of any transmitting apparatus for broadcasting as required under Section 20 of the PEMRA Ordinance 2002;
- (8) I/we shall not sell, transfer or assign any of the rights conferred by the licence without prior written permission of the Authority;
- (9) I/we have provided all documents which are required to be submitted along with the application for STV channel licence and shall provide any further information if and when required by the Authority;

Reference No. STV/2014

	Signature on behalf of Applicant company
Place	
Date	

## **RECEIPT**

	Received Rs. 200,000/- through Pay Order/Bank Draft N	lo
from	dated through	
today, th	the, 2014.	•

For Pakistan Electronic Media Regulatory Authority, Islamabad

## **SCHEDULE-B**

S. No.	Category (1)	Base Price Rs. In Million (2)	Licences to be auctioned (3)	Annual Fee (In Rupees) (4)
1	News & Current Affairs	50	1	1.0 million+ 5% of AGAR
2	Entertainment	40	1	0.7 million + 7.5% of AGAR
3	Sports	30	1	0.7 million + 7.5% of AGAR
4	Education	10	1	0.3 million + 5% of AGAR
5	Agriculture	10	1	0.3 million + 5% of AGAR
6	Health	10	· 1	0.3 million + 5% of AGAR
7	Regional Language	10	1	0.5 million + 5% of AGAR

AGAR = Annual Gross Advertisement Revenue

**SCHEDULE-C** 

# NON-DEFAULTER STATUS AFFIDAVIT (TO BE ATTESTED BY OATH COMMISSIONER)

I,		S/o	<u> </u>	
(Designation)		of M/s_		
(hereinafter referred as	"the applicant	company") d	lo hereby soler	nnly state and
affirm on oath that nei	ther the applica	nt company n	or any of its C	EO, Directors
and shareholders are	defaulter of	PEMRA, an	y financial in	nstitution, tax
authorities or the G	overnment of	Pakistan or	any provinci	al and Local
Government.				

### **VERIFICATION:**

I, the above named deponent do hereby solemnly affirm on oath that the contents of the above affidavit are correct and true to the best of my knowledge and nothing has been concealed therein.

DEPONENT

## **SCHEDULE-D**

# <u>AFFIDAVIT FOR COMPLIANCE</u> (TO BE ATTESTED BY OATH COMMISSIONER)

l, "	S/o	
(Designation)	of M/s	,
(hereinafter referred as "the appl	licant company") do hereby solem	nly state and
affirm on oath that the appli	icant company and its CEO, D	irectors and
shareholders shall abide by the Pl	EMRA Ordinance 2002, the Rules,	Regulations,
licence terms & conditions, gui	idelines, eligibility criteria, biddin	g procedure,
Code of Conduct made thereund	er and as amended from time to tir	ne as well as
the directions issued by the Auth	ority from time to time. I also und	ertake to pay
	ual fee including the percentage	
advertisement revenue and secur	rity deposits as provided in the So	chedule-B of
the eligibility criteria and biddir	ng procedure, or as amended by t	he Authority
from time to time.	4 · · · · · · · · · · · · · · · · · · ·	

**DEPONENT** 

#### **VERIFICATION:**

I, the above named deponent do hereby solemnly affirm on oath that the contents of the above affidavit are correct and true to the best of my knowledge and nothing has been concealed therein.

### PART II]

### **SCHEDULE-E**

# <u>AFFIDAVIT - CROSS MEDIA OWNERSHIP</u> (TO BE ATTESTED BY OATH COMMISSIONER)

I,	S/o
(Designation)	of M/s
I,(Designation)(hereinafter referred as "the company") doubt that neither the applicant companshareholders directly or indirectly own, service network which may disqualify for terms of Rule 13 of the PEMRA Rules 20	y nor any of its CEO, Directors or , operate or manage any distribution or getting a broadcast media licence in
	DEPONENT
VERIFICA	ATION:
I, the above named deponent do h contents of the above affidavit are correct and nothing has been concealed therein.	nereby solemnly affirm on oath that the t and true to the best of my knowledge
	DEPONENT
	SCHEDULE-F
AFFIDAVIT - FOREIGN (TO BE ATTESTED BY OA	ATH COMMISSIONER)
I,(Designation)(hereinafter referred as "the applicant continuous continuou	S/o
(Designation)	of M/s
(hereinafter referred as "the applicant con affirm on oath that the applicant company terms of Section 25 of the PEMRA Ord time or as provided in the eligibility criter	is not ineligible for grant of licence in inance 2002 as amended from time to
•	

**DEPONENT** 

### **VERIFICATION:**

I, the above named deponent do hereby solemnly affirm on oath that the contents of the above affidavit are correct and true to the best of my knowledge and nothing has been concealed therein.

### **SCHEDULE-G**

# AFFIDAVIT FOR NO BLACKLISTING STATUS (TO BE ATTESTED BY OATH COMMISSIONER)

I,	S/o	
(Designation)	of M/s	-
affirm on oath th	red as "the applicant company") do hereby solemnly state an at neither the applicant company, nor any of its Directors an ever been blacklisted by PEMRA or any organization of	d

**DEPONENT** 

#### **VERIFICATION:**

I, the above named deponent do hereby solemnly affirm on oath that the contents of the above affidavit are correct and true to the best of my knowledge and nothing has been concealed therein.

**DEPONENT** 

### SCHEDULE-H

# CHECKLIST FOR TECHNICAL FEASIBILITY OF THE APPLICANT COMPANY

S. No	Details	Provided	Not provided
1	Name of satellite to be used along with its footprint		
2	Technical parameters e.g. symbol rate, polarization, FEC, Uplink & Downlink frequency		
3	Detail of satellite bandwidth (in MHz) to be leased		,
4	Equipment / technology to be used e.g. DVB-S/DVB-S2, compression technique e.g.MPEG-2/MPEG-4		·
5	Whether the channel will be Free to Air (FTA). If encrypted, details of encryption		
6	Details of studio equipment	-	
7	Details of transmission, modulation type and equipment		

S. No	Details	Provided	Not provided
8	Details of uplink equipment, Block Up Converter (BUC) and High Power Amplifier (HPA)		
9	Number of DSNGs in case of a news channel		
10	Editing facilities, delaying techniques and equipment		
11	Proposed location of broadcast station and uplink facility		
12	Details of In-house monitoring mechanism		
13	Details of remote access equipment (if any) & purpose		

## SCHEDULE-I

# CHECKLIST FOR FINANCIAL FEASIBILITY OF THE APPLICANT COMPANY

S. No		Details	Provided	Not provided
1	Financial feasibility study of the project:			
	i.	Project cost with break-up.		
	ii.	Capital Equipment along with cost		
	iii.	Sources and uses of Funds statement		
	iv.	Break Even analysis		
	v.	Payback period		
	vi.	Debt to Equity Ratio		
	vii.	Pro Forma Income Statement clearly showing sources of revenues <i>i.e.</i> subscription, advertisements and projected operating & non-operating expenses.		
	viii.	Pro Forma Balance Sheet		
	ix.	Pro Forma Cash Flow Statement		

### **SCHEDULE-J**

### **BIDDING PROCEDURE**

### 1. General

- i. Bidding will be held under Section 19 of PEMRA Ordinance 2002, when the number of applications exceeds the number of satellite TV channel licences to be granted for respective category.
- ii. The bidding process shall be conducted by the Bidding Committee constituted by the Authority.
- iii. Bidding shall be held at such time, place and date as determined by the Committee separately for respective category of the licence.
- iv. Only authorized representative of the pre-qualified applicant companies (specimen for authority letter is given in **Schedule-K**) shall be allowed to participate in the bidding process and make bids on behalf of the companies.
- v. Bids shall be made on the form provided in **Schedule-L** of this bidding procedure.
- vi. The bidding shall consist of following two rounds:

First Round:

Through Sealed Bids.

Second Round:

Through open outcry.

vii. The bidding proceedings shall be video recorded by PEMRA.

## 2. First Round: Sealed Bids

- i. The Authority shall invite the shortlisted applicant companies to submit the sealed bids for the satellite TV broadcast station licence.
- ii. Base price for various categories of satellite TV broadcast station licences is given in the **Schedule B**.
- iii. Shortlisted applicant companies shall submit Earnest Money not less than 15% of the Base Price for the respective category of licence in the form of Pay Order or Demand Draft drawn on PEMRA (valid for a minimum period of ninety days) along with the Sealed Bids.
- iv. Bids without or less than required carnest money shall be rejected.
- v. Bid offered less than the base price shall not be accepted.

- vi. The sealed bids shall be dropped in the box reserved for this purpose along with Earnest Money in presence of the Bidding Committee.
- vii. No subsequent addition, deletion or alteration in the sealed bid shall be acceptable.
- viii. The bids shall be given in Pak Rupees.
  - ix. Conditional bids, having 'ifs' and 'buts', shall out-rightly be rejected.
  - x. The bidders who have successfully complied with the above conditions shall be considered as qualified bidders for the second round.
  - xi. The Bidding Committee shall open sealed bids in the presence of authorized representatives of the bidders. The Bidding Committee shall announce:
    - a. The Offered /Quoted price of each bidder;
    - b. Amount of earnest money
    - c. The Highest Bid Price; and
    - d. The names of Qualified Bidders for the Next Round

## 3. Second Round: Open Outcry

- i. The qualified bidders of the first round shall be eligible to participate in the second round (open outcry).
- ii. The highest bid amount concluded in the first round for a particular category of satellite TV licence shall be the base price for open outcry bidding for that category in the second round.
- iii. In case only one bid is received for satellite TV broadcast station licence in a particular category, the bidder shall be considered successful only if the bid amount is not less than the base price for that particular category of licence provided the bidder fulfills all other conditions of bidding process.
- iv. To make a bid, the minimum incremental value for next higher bid shall be multiple of Rupees Five Hundred Thousand.
- v. Each eligible bidder shall raise hand before offering the bid.
- vi. Each bidder shall cry-out his bid and shall write on the prescribed form (Schedule-L) the final bid amount offered by the authorized

- representative of the company and after signing it, hand it over to the Bidding Committee who shall announce it.
- vii. Authorized Representative of a bidder shall not be allowed to participate in any activity on behalf of any other bidder during the bidding process.
- viii. The open outcry session shall continue till the time the highest bid is not further contested.
  - ix. Each highest bid will get a maximum time of three minutes comprising three announcements each of one minute duration. However, each bidder may once be granted a timeout not exceeding ten minutes, if requested.
  - x. When the bid offered by a bidder is not contested within given time, the Bidding Committee shall announce the highest bid and bidder.
  - xi. The highest bidder in a particular category shall be considered successful bidder and the highest bid shall become 'Applicable Licence Fee (ALF)' for respective category of licence.
- xii. The Earnest Money of the successful bidder or bidders, as the case may be, for any particular category shall be adjusted towards the applicable licence fee (ALF) while the Earnest Money of the unsuccessful bidders shall be released within thirty (30) working days of the bidding date without bearing any liability by the Authority towards interest, indexation, inflation etc.
- xiii. The successful bidder for a particular category shall deposit the difference between the earnest money already deposited and 15% of the 'Applicable Licence Fee' as balance earnest money within fifteen (15) working days from the date of bidding. The mathematical representation is as follows:
  - Balance Earnest Money to be deposited within 15 days After Bidding = 15% of the Applicable Licence Fee "minus" Earnest Money (15% of Base Price) already deposited
- xiv. The successful bidder for a particular category shall be obliged to deposit the balance 'Applicable Licence Fee' alongwith Security Deposit equal to 3% of the Applicable Licence Fee within thirty (30) days when notified after formal approval of the Authority and completion of all legal requirements. Security deposit shall be refundable or adjustable in annual fee on the request of licensee after successful operation of one year.

- xv. In case the successful bidder fails to meet the requirement of clause (xiii) or (xiv), he shall be considered in-eligible for grant of licence and the deposited earnest money and all other amounts paid in this regard shall be forfeited and the applicant company and its directors and shareholders shall be black listed for future licensing.
- xvi. The highest bidders for any particular category of satellite TV licence shall be allowed to withdraw their bid after lapse of two years from the date of bidding. No claim whatsoever shall be entertained /maintainable after this period.
- xvii. The satellite TV broadcast station licences shall be awarded to successful bidders after completion of all the legal requirements, including security clearance from the Ministry of Interior, Consultation with the Provincial Government where the Station is to be established, Public Hearing, content presentation, approval of the Authority and payment of licence fee and security deposit.
- xviii. In case of any dispute during the bidding process, decision of the Bidding Committee shall be final.

## 4. <u>Disqualification</u>

Without prejudice to any other remedy that may be available to it, the Authority reserves the right, on the recommendation of the Bidding Committee, to disqualify any bidder and forfeit its deposited amounts, for any of the following reasons:

- i. If a Successful Bidder abandons the bid or fails to deposit the balance amount of earnest money equal to 15% of the Applicable Licence Fee within fifteen (15) days of the bidding date.
- ii. Inaccuracy or misrepresentation of any fact in any of the documents &bid.
- iii. Indiscipline, disruption during the bidding process, or indulgence in improper attempts to influence the outcome, or delay the process.
- iv. Any "corrupt practice" including the offering, giving, receiving or soliciting of anything of value to influence any official of the Authority in relation to the bidding process.
- v. Any fraudulent practice or misrepresentation of facts in order to influence the results of the bidding process.

## 5. Reservation of Rights

- i. The Authority reserves the right to reject any or all of the bids after recording reasons in writing.
- ii. The Authority reserves the right, in its sole discretion, to take any action, which it deems necessary to ensure that the bidding process occurs in a fair, open and transparent manner, in accordance with law and discourage collusion and destructive bidding that may block the entry of potential bidders into the biding process.
- iii. No suit, prosecution or other legal proceeding shall lie against the Authority or any member of Bidding Committee or employee of the Authority in respect of anything done or intended to be done by the Authority in good faith in connection with bidding process.

**SCHEDULE-K** 

### **AUTHORITY LETTER**

(To be submitted on Stamp Paper of Rs. 500, duly attested by Oath Commissioner, accompanied with Board Resolution)

M/s	(t)	he Applicant company) h	ıereby		
authorize Mr./Ms.	S/o/D/oholding				
of the applicant compa	any to submit licence appl	ication for grant of satelli	te TV		
licence for	catego	ory, to PEMRA and mak	e any		
statement or give as	ny undertaking on behal	lf of the company. The	said		
Mr./Ms.		, is fully authorize	zed to		
	ing process and to take sunding on the Applicant com		r give		
(the Applicant	company)	(Attorney)			
Designation					
Seal/Stamp of the App	licant company				
Date:					
Witnesses:					
1. Name:	CNIC No	Signature			
2 Name	CNICNO	Signatura			

## SCHEDULE-L

## **BID FORM**

Name of Bidder /Applicant of	company	,			
Name of Authorized Represe	entative				
Bid Amount in Figures Rs.					
Bid Amount in Words Rs	·	· · · · · · · · · · · · · · · · · · ·			
I solemnly declare station licence is uncondition date of its submission and t with all other conditions of t	nal, irrecoverat the bidder/appl	ole and is val	id for two yea	rs from the	
••					
	•	•	٠		
Signature of Authorized Re	epresentative	of Applicant	Company	·	
Date:					

NASIR AYUB, Secretary to the Authority.