



Asian Development Bank Business Opportunities Seminar

Doing Business with ADB and the ADB Procurement System

Italy
21 June 2021







Why pursue ADB-Financed Contracts?



Gateway to new opportunities in fast growing emerging economies across multiple sectors



Availability of funds is assured



Internationally accepted procurement procedures



Risks related to transparency, fairness and integrity of procurement processes mitigated through ADB oversight

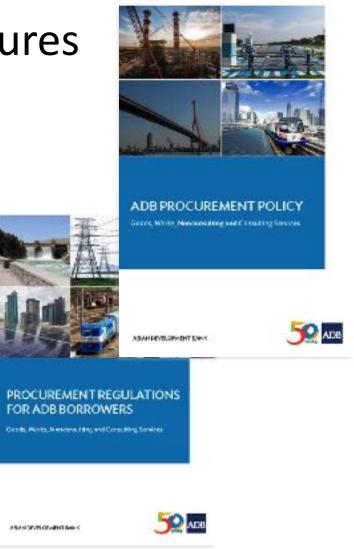




Tendering

International Best Practice Procedures

- Advertisement of Opportunities
- Public Bid Opening
- Robust Bid Evaluations Procedures
- Focus on Quality of bids
- Publication of Results
- Process Oversight by ADB
- Debriefing and Complaints Mechanism
- Robust Fraud and Corruption Procedures







Roles and Responsibilities (Loan & Grant)

Borrower

Responsible for implementation of Projects and integrity of procurement process through all stages.

Bidder

Bidder responsible for submitting complying bid and completing contract on agreed terms

Bidder

ADB

Borrower

ADB

Satisfies itself through reviews and other modalities that the procurement process is carried out in accordance with ADB Requirements





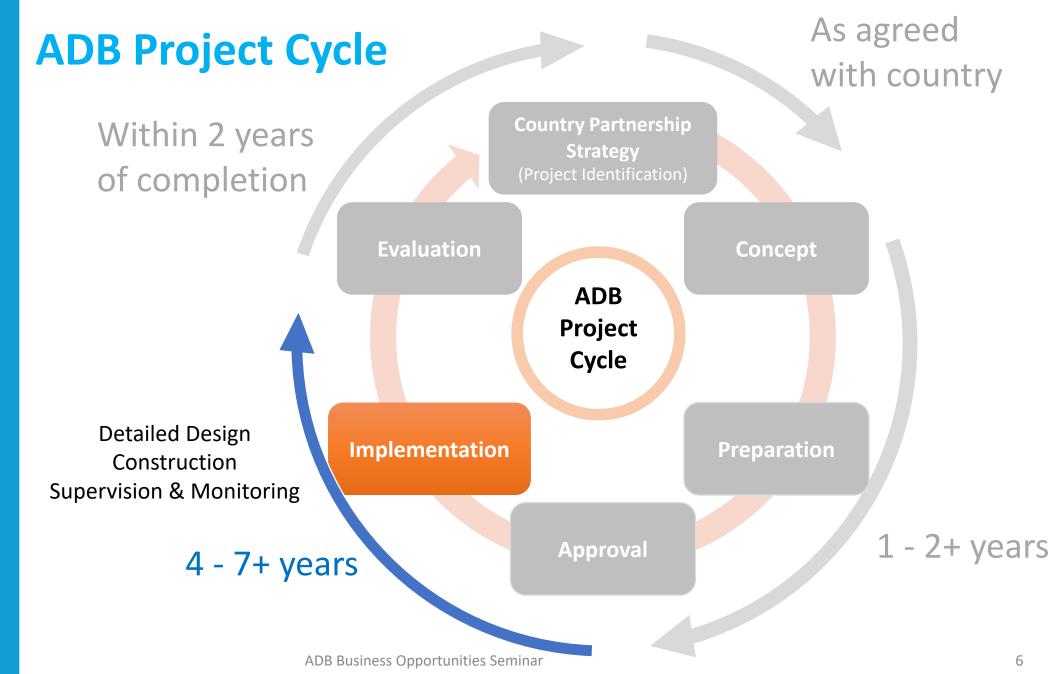




Goods & Works



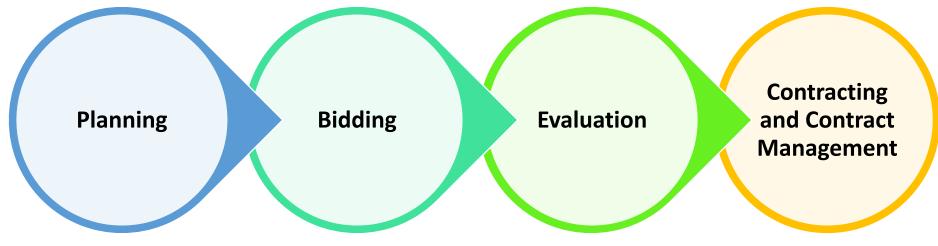








Procurement Process



- Requirements
- Procurement Strategy
- Procurement Plan
- Risk Register

- Bidding documents
- Advertising
- Pre-bid meeting/site visit
- Amendments
- Submission & opening

- Evaluation Stages
- Clarifications
- Preferred Bidder
- ADB Approval
- Notification of Award

- Contract signature
- Contract management plan
- Amendments
- Audit



Project

Individual Packages



Procurement Methods – Goods & Works

Open Competitive Bidding (OCB)

Request for Quotations (RFQ)

Limited Competitive Bidding

Direct Contracting (DC)

Framework Agreements

Electronic Reverse Auction

Borrower's Force Account





Salient Points in Goods & Works Procurement

Use of user guides and standard bidding documents – ability to adapt to market

International and national advertisement depending on complexity and market

Various Procedural Options for Bid Evaluation (1S1E, 1S2E, 2S, 2S2E)

Evaluation can be pass/fail, scoring system, hybrid

ADB Review System – Prior and Post Review (sampling)

Others: Advance Contracting; Abnormally Low Bids; Debriefing & Complaints





User Guides & Standard Bidding Documents

- ADB uses a Standard Bidding Document for Internationally Advertised contracts.
- Bid instructions only incorporate minor adjustments for individual tenders.
- Documents have nine sections
- May use various conditions of contract
- Can be found at:

https://www.adb.org/documents/procurement-goods-guide







Procurement of Works via OCB Standard Bidding Documents (SBD)*

Part I: Bidding Procedures • Section 1: Instructions to Bidders (ITB)

Section 2: Bid Data Sheet (BDS)

Section 3: Evaluation & Qualification Criteria (EQC)

Section 4: Bidding Forms (BDF)

Section 5: Eligible Countries (ELC)

Part II: Requirements

Section 6: Employer's Requirements (ERQ)

Part III:
Conditions of
Contract &
Contract Forms

• Section 7: General Conditions of Contract (GCC)

Section 8: Particular Conditions of Contract (PCC)

Section 9: Contract Forms (COF)

*An Invitation for Bids (IFB) accompanies the package, but does not form part of the bid documents.

BUSINESS
OPPORTUNITIES



Section 3 - Evaluation and Qualification Criteria







Source: https://www.paralleltech.com/how-to-evaluate-uc-providers/

https://www.evergage.com/wp-content/uploads/2019/11/Blog-Image-11.01.2019-300x214.png

Qualification

Evaluation



Part I: Bidding Procedures

• Section 3: Evaluation & Qualification Criteria (EQC)

12



Key Steps in Process



Prequalification (optional step)



Bidding



Bid Opening



Evaluation



Award



Contract Management





Common Mistakes

- Bids not signed
- No Bid Security or Bid Securing Declaration (if required)
- Insufficient Amount of Bid Security, incorrect validity period
- Lack of Supporting Documents
- Incomplete Bids / Partial Bids
- Absence of test reports if required
- Conflicts of interest not disclosed
- Inclusion of financial offer with technical offer where bid conditions require them to be separated

Failure to provide a Signed letter of Bid, a correct Bid Validity Period and the required Bid Security or Bid Securing Declaration and Priced BOQs are grounds for immediate disqualification of the Bid.

Minor omissions to the documents required by the Bidding Documents may be clarified. Multiple minor omissions may add up to a major omission and if clarified would give the Bidder an unfair advantage





ADB Oversight

Procurement **Procurement** Planning Plan Strategy Bidding **Amendments** Bid Extension of to bid bid period (incl prequal, if documents documents used) Bid Extension to Entry into Cancellation / **Evaluation Evaluation Bid Validity** negotiations rebidding Report(s) period **Amendments** Contract Signed Complaints Contracting (incl Management Contract (any part of process) termination) Plan





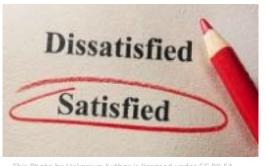
Debriefing and Complaints



https://www.debriefnow.com/images/DebriefNow_cg_men_intersection.jpg

Debriefing:

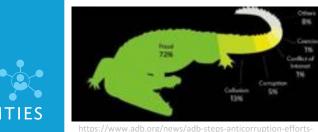
 Unsuccessful bidders may request debriefing from Executing Agency (EA). If they are not satisfied, they may contact ADB directly.



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Complaints:

 Bidders may file complaint directly with ADB and may copy ADB on correspondence with Executing Agencies (EAs). www.adb.org/forms/complaints



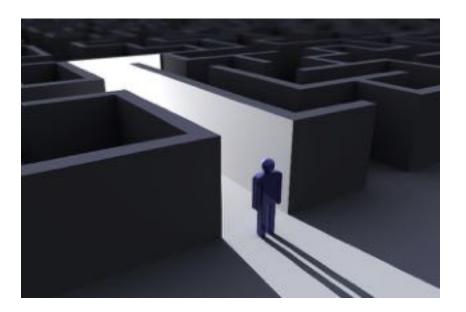
https://www.adb.org/news/adb-steps-anticorruption-effortenhance-asias-development

Anticorruption and Integrity:

www.adb.org/site/integrity/main







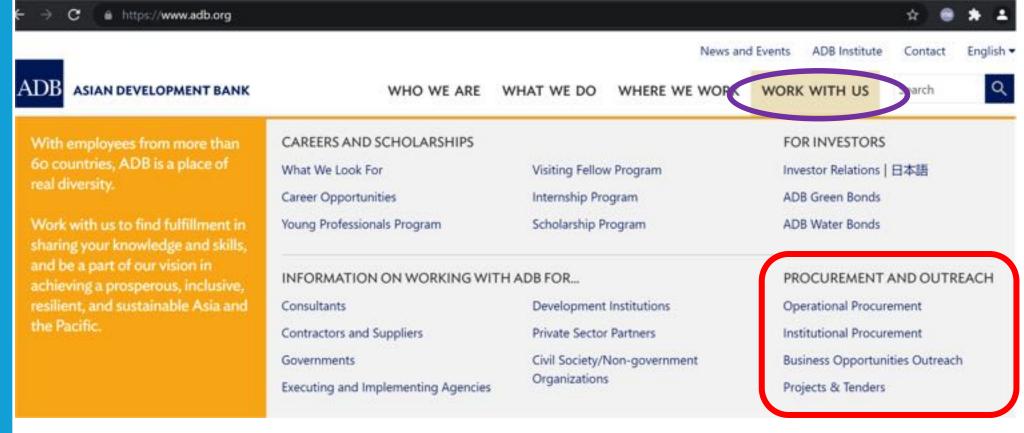


Finding Info and Opportunities





How to find Information on our Website





Business Center - www.adb.org/business

Procurement - www.adb.org/business/operational-procurement



Business Center - www.adb.org/business



- How-Tos
- Policies & Regulations
- Procedures& Guidance
- Documents& Forms

♠ → Work with Us → Business Center → Working with ADB

Working with ADB

Information for... Consultants Contractors and suppliers Governments Executing and implementing agencies Development institutions

Where are the business opportunities in the ADB project cycle? →

What bidding procedures are used by ADB-financed projects? →

How can we improve our chances of securing an ADB-funded contract? →

What are the main eligibility requirements for bidding for contracts under ADB-financed projects? →

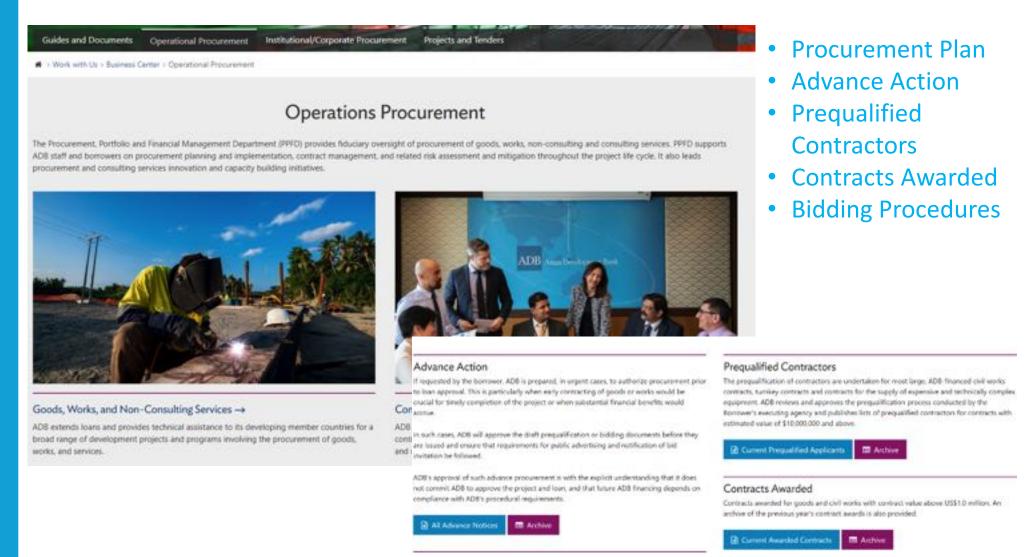
What are the eligibility requirements for subcontractors working for contractors on ADB-financed projects? →



How-Tos



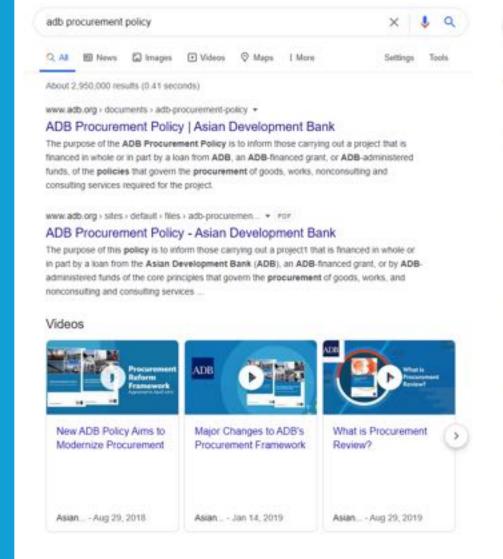
Procurement - www.adb.org/business/operational-procurement

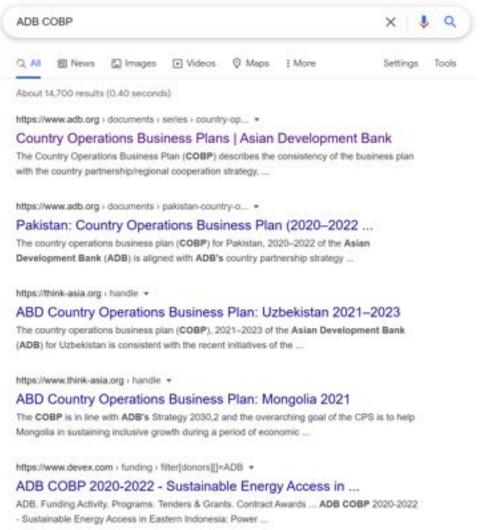






Use Search Engines





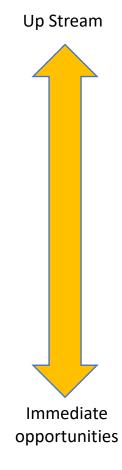




Identifying Opportunities

- Country Operations Business Plan (COBP)
- Project Procurement Plans
- Advance Notices
- Specific Notices

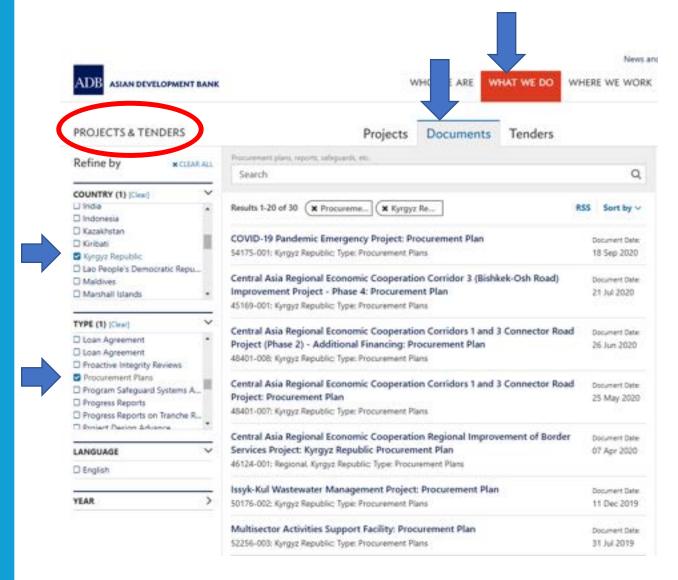
ADB website as a source of Information







The Procurement Plan



- Lists all foreseen procurement on a project.
- Published once the project is approved
- Updated periodically
- Goods, Works and Services
- Includes salient points regarding tenders





The Procurement Plan (Works)

East-West Highway (Khevi-Ubisa Section) Improvement Project: Procurement Plan

B. Lists of Active Procurement Packages (Contracts)

The following table lists goods, works, and consulting services contracts for which the procurement activity is either ongoing or expected to commence within the procurement plan duration.

lans | August 2018

Goods and V	Vorks							
Package Number	General Description	Estimated Value (in US\$)	Procurement Method	Review	Bidding Procedure	Advertisement Date (quarter/year)	Comments	
KURP/CW/ OCB-01	Construction of Khevi-Ubisa Section (E60 Highway Route)	348,100,000.00	OCB	Prior	1S1E	Q3 / 2018	Advertising: International No. of Contracts: 1	National or International Advertising
							Prequalification of Bidders: No	Prequalification not common for Works
							Domestic Preference Applicable: No	Domestic preference not applicable
							Advance Contracting: Yes	Early bid release (before project approval)
							Bidding Document: Large Works	Bidding Documents used for the tender
							Comments: Prior review required.	
Procure	ment Modal	ity (OCB, LCB,	RFQ)					



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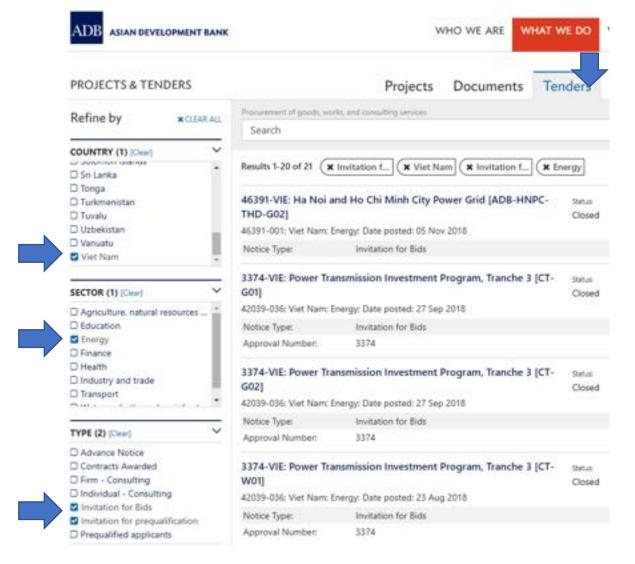
When ADB will review the Package

Package Structure (1S1E, 1S2E, 2S, 2S2E)

When it is expected the package will be advertised



Goods & Works – Procurement Notices





- This Invitation for Prequalification follows the Procurement Plan for this project that appeared on the Asian Development Bank (ADB) website on 8 December 2017.
- The Royal Government of Cambodia has received financing from ADB toward the cost of Provincial Water Supply and Sanitation Project.

Invitation for Bids						
Date:	5 November 2018					
Loan No. and Title:	45391-VIE: Ha Noi and Ho Chi Minh City Power Grid Development Sector Project					
Contract No. and Title:	ADB-HNPC-THD-G02: 110kV Tran Hung Deo Substation: Supply of Materials and Equipment for Substation. Sub - project. Rehabilitation and upgrade of 110kV Tran Hung Dao Substation - E12:					
Deadline for Submission of Bids:	17 December 2018 at 14:00 hours					

 The Socialist Republic of Viet Nam has received financing from the Asian Development Bank (ADB) toward the cost of Ha Noi and Ho Chi Minh City Power Grid Development Sector Project, and it intends to apply part of the proceeds of this financing to payments under the contract named above. Bidding is open to Biddens from eligible source countries.





Find Advertised Opportunities

Goods, Works and Non-consulting Services – EA Administered

International Advertisement

On <u>www.adb.org</u> for contracts >\$1m

 On a freely and publicly accessible website in English; and in a newspaper of national circulation (in English if available) or website in borrowers country.

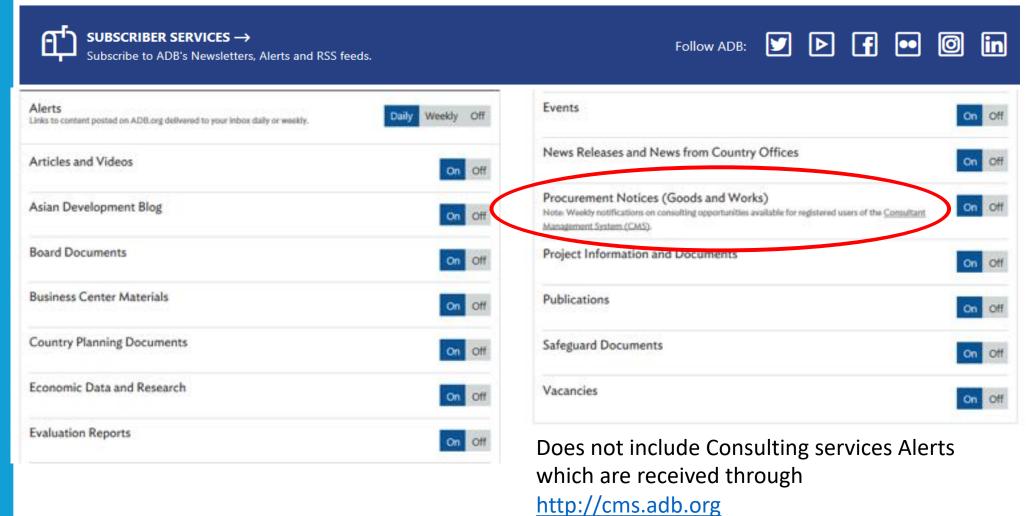
National Advertisement: In a newspaper of national circulation or website







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THANK YOU!

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