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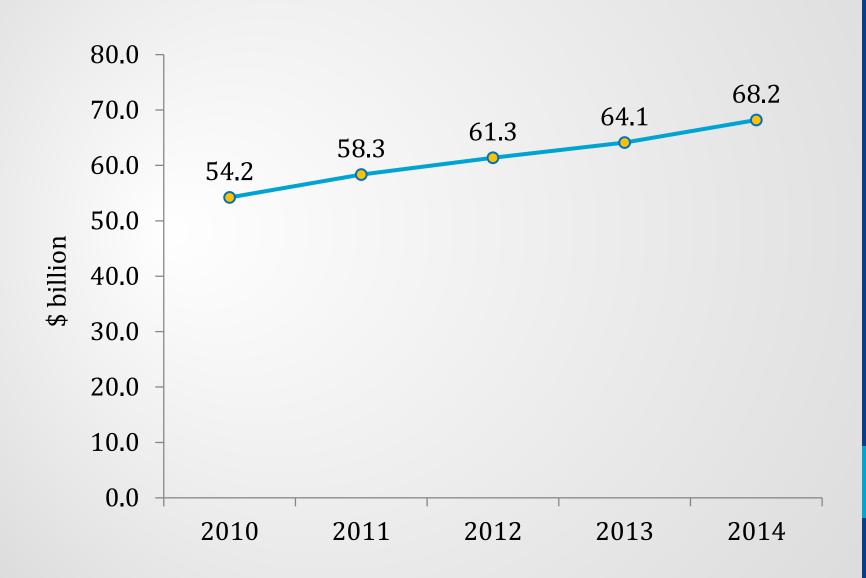
e-GP in ADB Operations: Opportunities and Challenges

Manmohan Parkash, Advisor, OSFMD and Head, Operations Management Unit Asian Development Bank

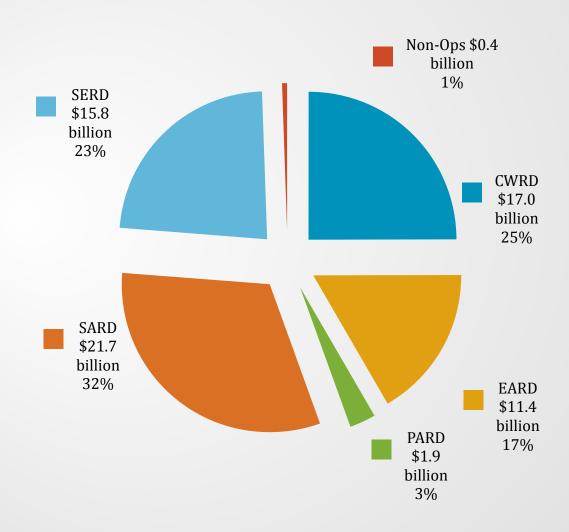
ADB Sovereign Operations

- Active portfolio \$68.2 billion
- Number of active products: 1,963
 - 624 loans
 - 306 grants
 - 1,032 active TAs
 - 1 equity investment

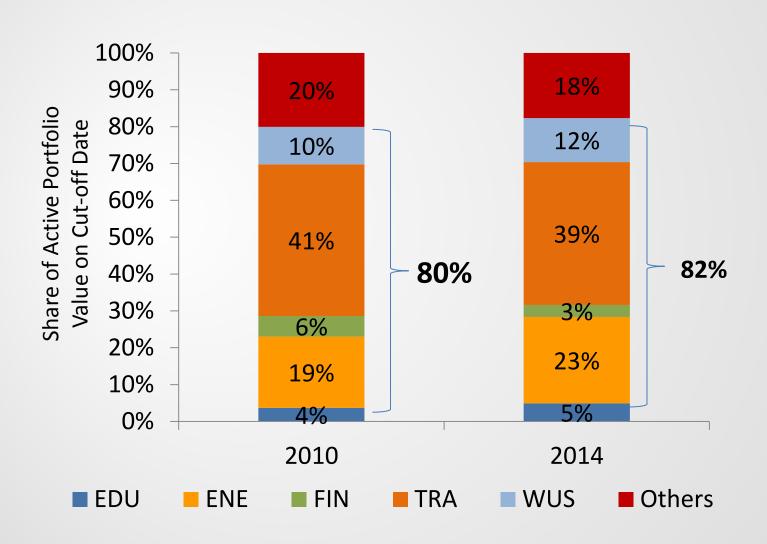
Portfolio Growth, 2010–2014



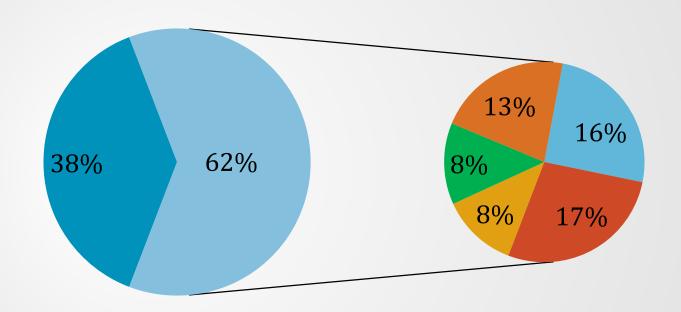
Portfolio by Department



Portfolio by Sector



Five Largest Portfolios by Country, 2014



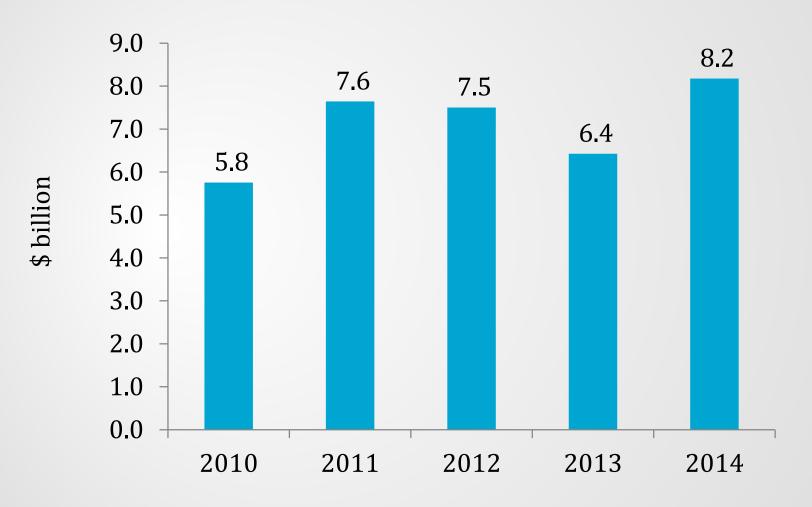
- Others
- Pakistan
- People's Republic of China

- Bangladesh
- Viet Nam
- India

2014 Performance

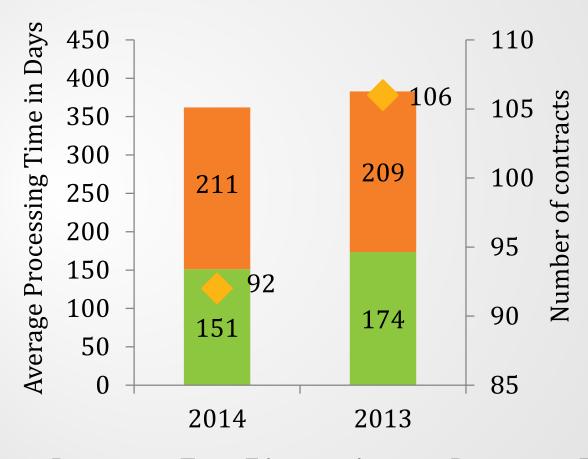
- Approvals
 - Loans:
 - Sovereign = \$11.1 billion
 - Nonsovereign = \$1.7 billion
 - Grants: \$0.6 billion
 - TAs: \$0.2 billion
 - Equity Investment (Nonsovereign): \$0.2 billion
 - Guarantee (Nonsovereign): \$.02 billion
- Contract Awards (loans and grants): \$8.2 billion
- Disbursements (loans and grants): \$7.3 billion

Contract Awards, Projects



Uncontracted balance at the end of 2014 was \$26.1 billion

2014 Average Processing Time for Procurement Contracts ≥\$10 Million



- Average Processing Time EA
- Number of Contracts

Average Processing Time ADB

Key Issues

- Approvals are going up and will increase further due to the merger of OCR and ADF
- Contract awards have not kept pace with approvals
- Uncontracted balance is high
- Procurement time is high

These challenges are an opportunity to use e-Procurement

Why e-Procurement?

Use of e-Procurement would help in:

- More competition through improved accessibility
- Economy significant reduction in cost
- Efficiency reduction in procurement time
- Enhanced transparency and accountability
- Better quality of contractors and services

Key Challenges

- Wide range of procurement rules, regulations & procedures in DMCs
- Rapid changes in DMCs public procurement requirements
- Differing maturity level and e-procurement experience of the DMCs including capacity levels for e-procurement
- Inadequate & disparate technologies (IT and networking infrastructure) in DMCs & rapid change in technology
- Integration of ADB IT systems with DMCs

What next?

- Encourage modern public procurement systems
- Mainstream use of e-procurement: A key recommendation of Midterm Review of Strategy 2020 is to speed up the adoption of e-procurement
- Support DMCs with plans to improve and/or launch eprocurement systems
- Provide capacity building support to encourage use of eprocurement

These efforts will lead to reduced transaction costs, efficient project implementation, and improved fiduciary oversight

Thank You