



## UNITED KINGDOM BUSINESS OPPORTUNITIES SEMINAR

15 September 2020



Procurement, Portfolio and Financial Management Department (PPFD/PFP1







### **ADB - KEY FACTS**

- Founded in 1966
- 68 members; 49 in the region
- Japan and US are largest members

#### IN 2018:

- Commitments: 32 billion
- Total capital: 152 billion
- 3.227 staff; from 60 nationalities







### **Overview of ADB Operations**

#### Main instruments:

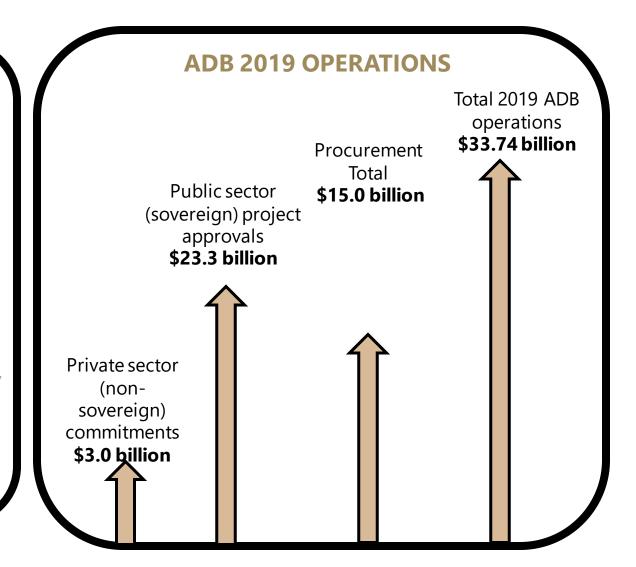
- Loans and grants
- Technical assistance
- Equity and guarantees

#### **Delivered through:**

- ADB's own resources (ordinary; concessional; special funds)
- Cofinancing

#### Focused on: "Finance ++"

 Leveraging cofinance, policy advice, knowledge, provision, and capacity development







#### **TYPES OF BUSINESS OPORTUNITIES**

#### **Goods and civil works (through EAs)**







**~4000** contracts in 2018

#### **Consulting services (through ADB or EAs)**







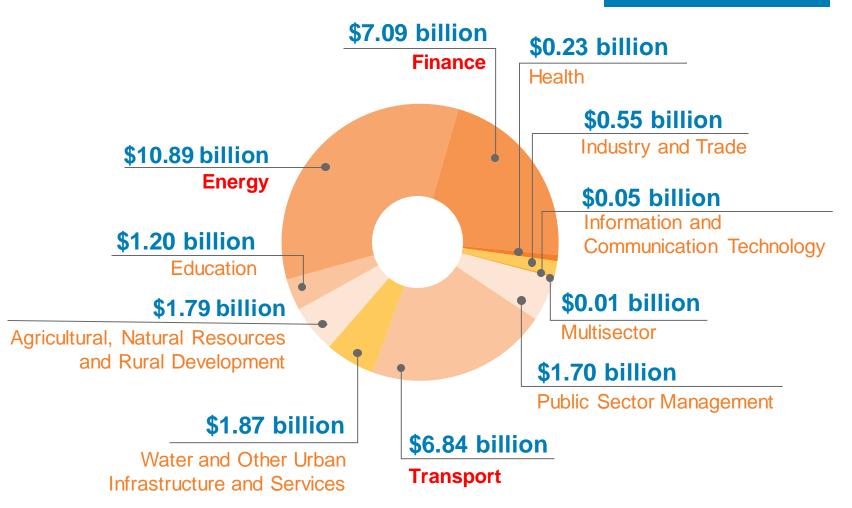
**~5000** contracts in 2018





## **ASSISTANCE**BY SECTOR

\$32.22 BILLION







# **ASSISTANCE**BY REGION









## **Overview of ADB Operations**



Who do we support?

Our 46 DMCs: their governments & private sector

To support our clients, we work with:

- Private sector
- NGOs and CBOs
- Foundations
- Academia & think tanks
- Donors & international organizations



Our 5 biggest borrowers in 2019:

India, China, Pakistan, Bangladesh, Indonesia



#### **TYPES OF OPPORTUNITIES**

#### Supply of goods

Machinery, equipment, computers, furniture

#### Civil works

 Roads, railways, bridges, irrigation canals, schools, power plants, pump stations, water treatment plants, heating plants, airports, etc.

#### Consulting services

 Site supervision (PMC), Project preparation & implementation, knowledge products, staff consultants

#### Non-consulting services

Surveys, training, translation, event management





## **Top Suppliers by Member State**

Procurement Ranking – Goods							
2017 2018 2019 2020 (Jai							
1	PRC	PRC	IND	IND			
2	IND	BAN	PRC	PRC			
3	SWE	IND	USA	INO			
4	INO	SWE	VIE	TUR			
5	BAN	VIE	BAN	UZB			





## **Top Suppliers by Member State**

Procurement Ranking – Works/Plant					
	2020 (Jan- Jul)				
1	PRC	PRC	PRC	IND	
2	IND	IND	IND	PRC	
3	KOR	BAN	INO	PHI	
4	BAN	GER	BAN	BAN	
5	VIE	INO	PAK	PAK	





## **Top Suppliers by Member State**

Procurement Ranking – Consulting Services					
	2020 (Jan- Jul)				
1	AUS	KOR	IND	IND	
2	KOR	UKG	AUS	AUS	
3	IND	IND	GER	KOR	
4	USA	FRA	USA	UKG	
5	UKG	AUS	FRA	INO	





## **Top Suppliers by Amount**

#### Top 5 Suppliers of Goods (2017–July 2020)

	Name	No. of Contracts	ADB Amount (\$ million)
1	BEML LTD., India	2	545.27
2	ABB GROUP, Swiss-Switzerland	10	256.90
3	TBEA CO. LTD., PRC	6	196.33
4	PROGRESS RAIL LOCOMOTIVE INC., USA	1	135.34
5	CHINA NATIONAL TECHNICAL IMPORT & EXPORT CORP., PRC	1	134.63





## **Top Suppliers by Amount**

#### Top 5 Suppliers of Works (2017–July 2020)

	Name	No. of Contracts	ADB Amount (\$ million)
1	SIEMENS AG, GER	20	833.94
2	LARSEN & TOUBRO LTD., India	21	702.27
3	CHINA RAILWAY CONSTRUCTION CO. LTD., PRC	27	494.56
4	CHINA RAILWAY ENGINEERING CORP., PRC	16	479.37
5	POWER CONSTRUCTION CORP. OF CHINA, PRC	30	433.39





### **Top Suppliers by Amount**

#### **Top 5 Consulting Services Firms (2017–July 2020)**

	Name	No. of Contracts	ADB Amount (\$ million)
1	SMEC INTERNATIONAL PTY. LTD., AUS	31	155.07
2	EGIS INTERNATIONAL, FRA	31	82.04
3	KOREA CONSULTANTS INTERNATIONAL CO. LTD., KOR	4	54.53
4	OVE ARUP & PARTNERS INTERNATIONAL LTD., UKG	7	54.37
5	DONGSUNG ENGINEERING CO. LTD., KOR	6	29.84





## UKG SUPPLIERS / CONTRACTORS 2015-2019

Top 5 Contractors/Suppliers from the United Kingdom Involved in Goods, Works, and Related Services Contracts under ADB Loan and Grant Projects, 1 January 2015–31 December 2019

		Contract Amount
Contractor/Supplier	Sector	(\$ million)
Intetrade Ltd.	ENE	2.28
Colahen Management LLP	WUS	0.67
Newboard Energy LLP	WUS	0.51
Primayer Ltd.	WUS	0.27
Unit Export Ltd.	TRA	0.24
Others		0.75
Total		4.72

ENE = energy, TRA = transport, WUS = water and other urban infrastructure and services.





# **UKG CONSULTANTS 2015-2019**

Top 5 Consultants from the United Kingdom Involved in Consulting Services Contracts under ADB Loan, Grant, and Technical Assistance Projects, 1 January 2015–31 December 2019

Consultant	Sector	Contract Amount (\$ million)
Mott MacDonald Ltd.	ANR, EDU, ENE, MUL, TRA, WUS	54.90
Ove Arup & Partners International Ltd.	MUL, TRA, WUS	54.37
Landell Mills Ltd.	ANR, WUS	18.08
Oxfam GB	HLT, WUS	5.75
Ricardo-AEA Ltd.	ENE, WUS	4.73
Individual Consultants		46.32
Others		43.28
Total		227.44
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ANR = agriculture, natural resources, and rural development; EDU = education; ENE = energy; HLT = health; MUL = multisector; TRA = transport; WUS = water and other urban infrastructure and services.







## **UK SUCCESS RATES IN ADB**

#### **Summary of Procurement, 2017-July 2020**

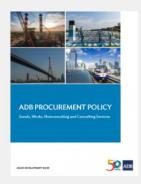
UK	Goods, W Related S		Consulting Services		Overall Total	
OK	No. of Contracts	Amount (US\$M)	No. of Contracts	Amount (US\$M)	No. of Contracts	Amount (US\$M)
By Nationality						
2017	1	0.13	157	29.40	158	29.53
2018	3	0.08	182	67.69	185	67.78
2019	5	0.60	151	24.51	156	25.11
2020 (Jan-Jul)	1	2.43	101	19.94	102	22.37
By Origin						
2017	11	0.83	156	27.73	167	28.56
2018	20	1.05	181	67.37	201	68.42
2019	11	5.89	148	24.25	159	30.14
2020 (Jan-Jul)	10	4.66	101	23.35	111	28.01



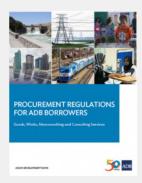
#### **ADB's Procurement Frameworks**

#### For projects with concept papers approved on or after 1 July 2017

ADB's new procurement framework comprises a Procurement Policy and Procurement Regulations for ADB Borrowers. It modernizes project procurement processes through a principles-based approach, to meet the diverse needs of clients as ADB scales up its operations in line with Strategy 2030.



**ADB Procurement Policy** 



Procurement Regulations for ADB Borrowers

For projects with concept papers approved before 1 July 2017

ADB's Procurement Guidelines and Guidelines on the Use of Consultants defined the policies and procedures for selecting, contracting, and monitoring suppliers of goods, works, and services for ADB-financed projects.



**Procurement Guidelines** 



Guidelines on the Use of Consultants





#### **Procurement Framework**

Policy

• ADB Procurement Policy (2017)

Regulations

 Procurement Regulations for ADB Borrowers (2017)

**Staff Instructions** 

 Procurement and Consulting Services

Standard Bidding Docs and User Guides

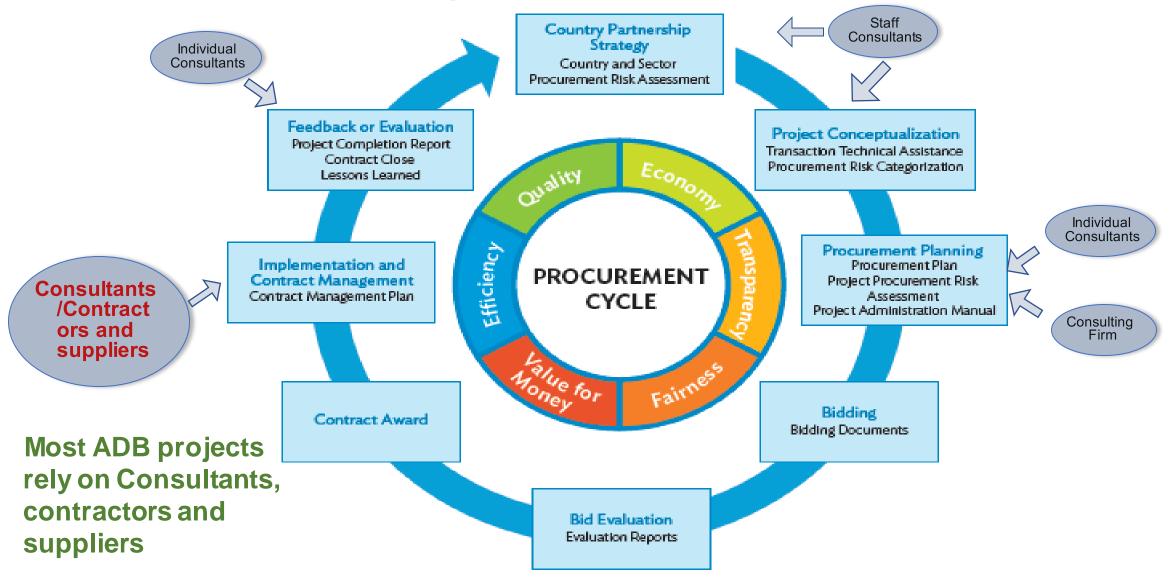
• 8 SBDs and 9 User Guides

**Guidance Notes** 

• 24 Guidance Notes



## When are Consultants, Contractors & Suppliers needed? Project and Procurement Cycle





#### **HOW WE PROCURE GOODS & WORKS**

#### **Roles and Responsibilities**

- The Borrower (Executing/Implementing Agency) is responsible
- ➤ ADB reviews the procurement activities of Eas/IAs to ensure compliance with ADB's Procurement Policy and Procurement Regulations for Borrowers
- ➤ Open Competitive Bidding (OCB) is the preferred option (international or national advertisement)
- ➤ Technical and Financial Bids
- Lowest priced technically compliant bid is the winner (L1)





#### **HOW WE ENGAGE CONSULTANTS**

#### **Roles and Responsibilities**

- ➤ Both EA/IA and ADB procure consultants
- The contractual employer is either EA or ADB
- If EA procures, then ADB reviews the procurement activities of EAs/IAs to ensure compliance
- ➤ Open Competitive Bidding (OCB) is the preferred option
- > Technical and Financial Bid elements
- ➤ BUT the ratio of the technical to financial submittal is usually 90:10 (QCBS).
- ➤ Best technical submission usually wins







- Open Competitive Bidding (OCB)
- Limited Competitive Bidding (short listing)
- Request for Quotations (Goods)
- Framework Agreement (prequalified consultants)
- Direct Contracting
- There are other lesser used modalities please visit website.





#### **HOW TO ACCESS OPPORTUNITIES**

#### Consultancy

- -Register in ADB's Consultant Management System (CMS)
- -CMS is where opportunities are advertised (CSRN)
- -CMS is where you submit your proposals

#### **Goods & Services**

- -Access Country strategies (CPS, COBP)
- -Access General Procurement Notices
- -Access Procurement Plans
- -Subscribe to E-Alerts in ADB website





#### **Some TIPS**

#### What To Do

- ➤ Correct Bid Security Amount, validity and text
- ➤ Signatures and power of attorney
- ➤ Joint venture agreement enclosed
- > References enclosed
- ➤ Marking of envelopes as appropriate
- > Submit before deadline
- Ensure meet country eligibility requirements







#### **Some TIPS**

#### What Not To Do

- > Do not submit conditional bids
- >Do not submit technical and financial bids in the same envelope
- ➤ For Works Contracts, do not omit any evaluation and qualification answers from Section 3
- ➤ Do not enter into a JV with a firm from a country not on the eligibility list



#### **USEFUL LINKS**

CMS - <a href="http://cms.adb.org/">http://cms.adb.org/</a>

ADB Business Center - https://www.adb.org/business/main

ADB Procurement - <a href="https://www.adb.org/business/operational-procurement">https://www.adb.org/business/operational-procurement</a>

Country Strategies - <a href="https://www.adb.org/documents/series/country-partnership-strategies">https://www.adb.org/documents/series/country-partnership-strategies</a>

Procurement Plans - <a href="https://www.adb.org/site/business-opportunities/operational-procurement/goods-services-pp">https://www.adb.org/site/business-opportunities/operational-procurement/goods-services-pp</a>

General Procurement Notices - <a href="https://www.adb.org/site/business-opportunities/operational-procurement/goods-services/notices-current">https://www.adb.org/site/business-opportunities/operational-procurement/goods-services/notices-current</a>

**Complaints - https://www.adb.org/forms/complaints** 

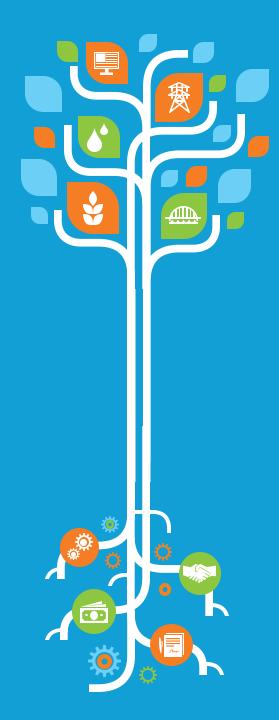
ADB Procurement Policy - https://www.adb.org/documents/adb-procurement-policy

ADB procurement Regulations - <a href="https://www.adb.org/documents/procurement-regulations-adb-borrowers">https://www.adb.org/documents/procurement-regulations-adb-borrowers</a>

**Guidance Notes - https://www.adb.org/documents/guidance-notes-on-procurement** 

Standard Bidding Documents and User Guides - <a href="https://www.adb.org/business/main">https://www.adb.org/business/main</a> (Scroll to Documents and Forms)







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