

Anti-Corruption Initiative for Asia-Pacific

Public Integrity Network - Capacity Development Program

Proactive Integrity Reviews: Procurement

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Strategy 2030

Strengthening governance and institutional capacity

ADB will support governments efforts to **eradicate corruption**

ADB will promote effective, timely, and **corruption free** delivery of public services

ADB will implement **anticorruption measures** in all ADB projects and programs



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ADB



Proactive Integrity Reviews



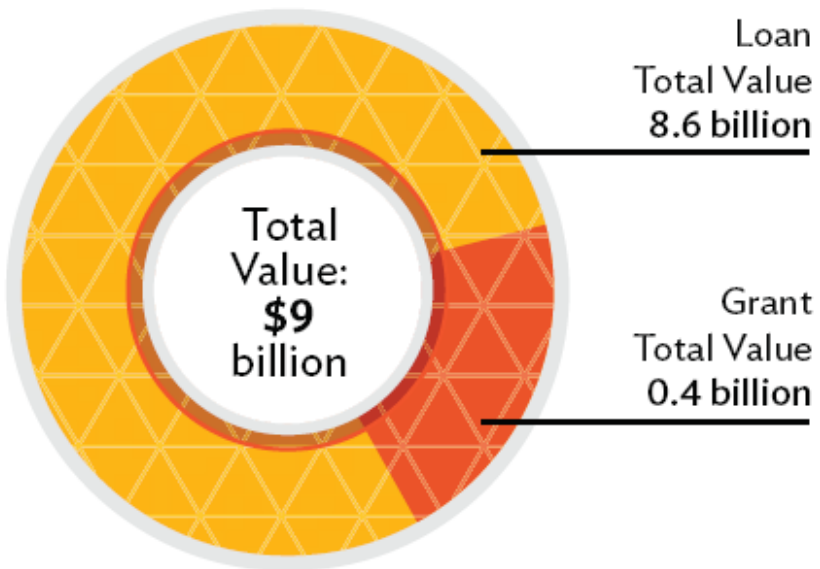
OAI conducts proactive integrity reviews (PIRs) on ongoing sovereign projects to mitigate integrity risks.

PIR outcomes further strengthen the accountability of project stakeholders and controls over processes and activities, enhance transparency in documentation and procedures, and foster fairness in procurement processes and decisions.

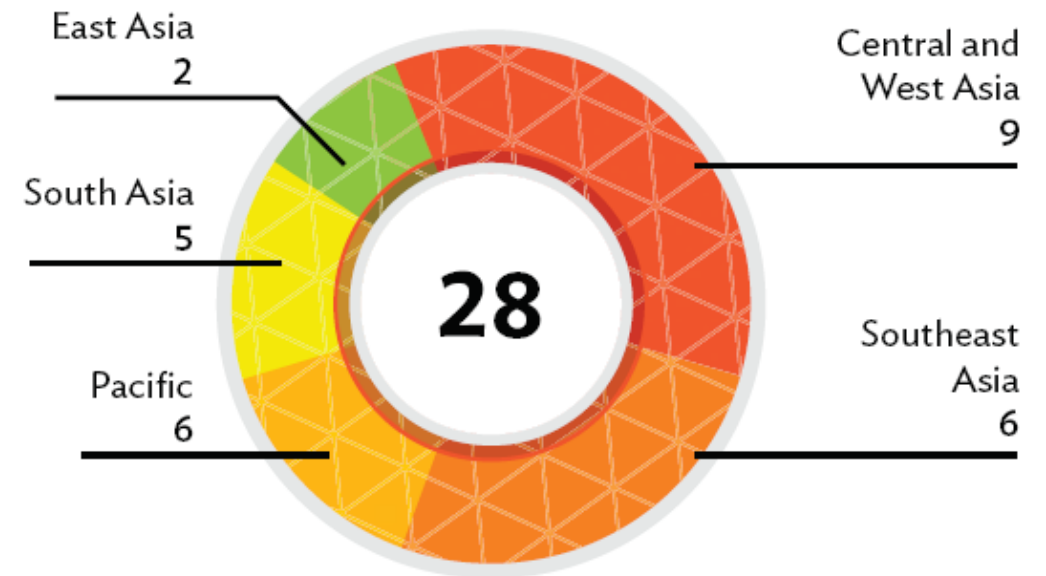


Breadth

Contracts Reviewed



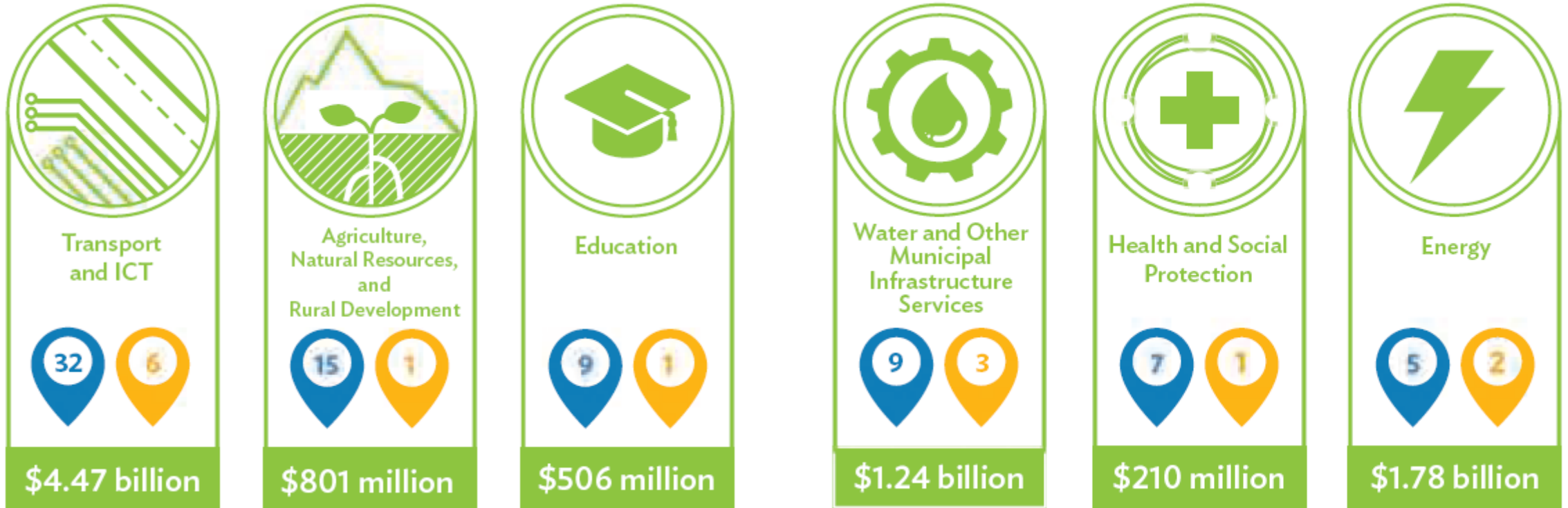
Developing Member Countries



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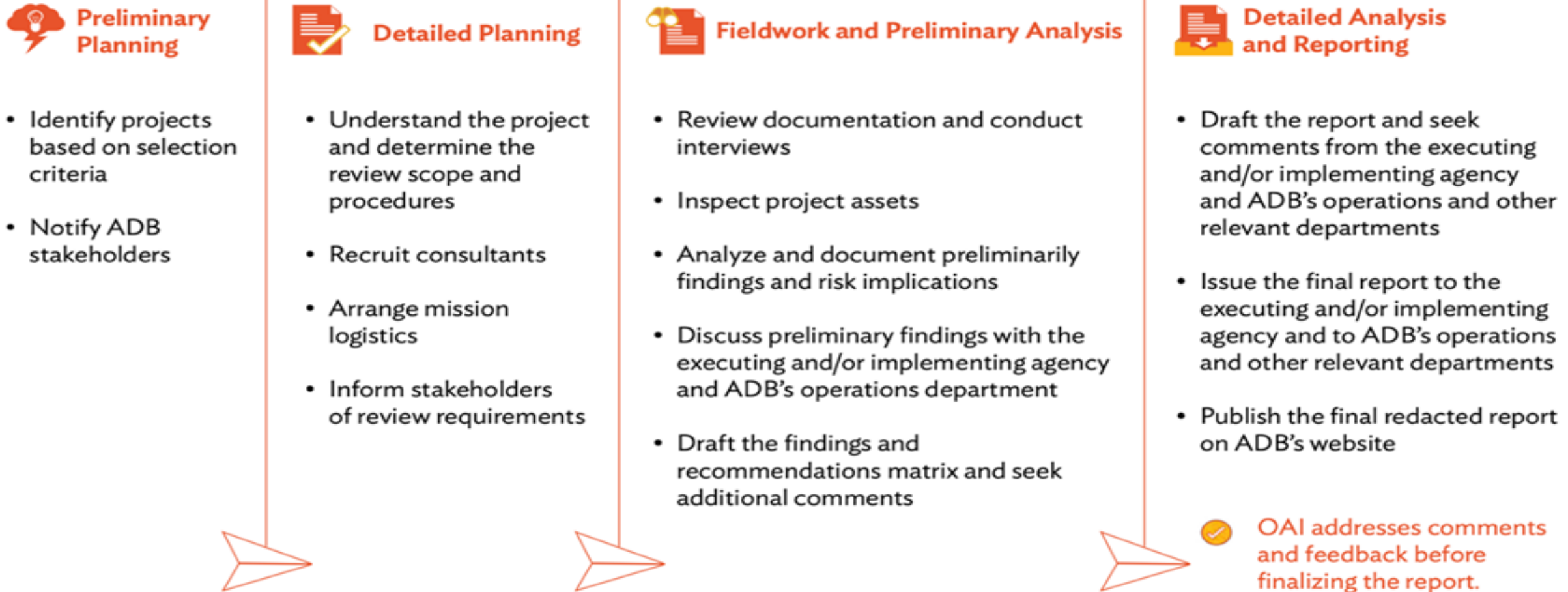
Depth



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Proactive Integrity Reviews





Red flags: Bribery

- Contract prices were unjustifiably high,
- Particular supplier was directly selected,
- Unnecessary broker was involved in contracts or purchases,
- Third party commissions or fees to agents

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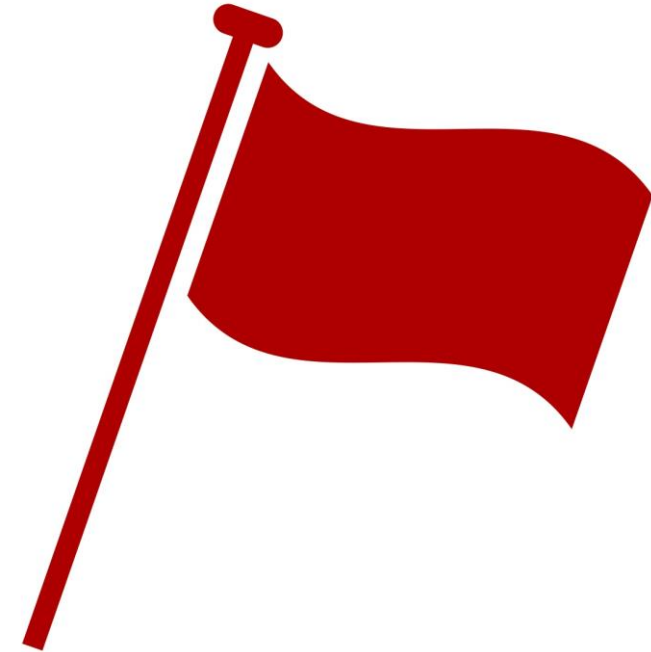




Red flags: Conflicts of Interest

- Unexplained or unusual favoritism of particular
- contractor or vendor
- Contracting personnel failed to disclose conflict of interest
- Close socialization with a contractor or vendor,
- Unnecessary broker was involved in contracts or purchases,
- Third party commissions or fees to agents

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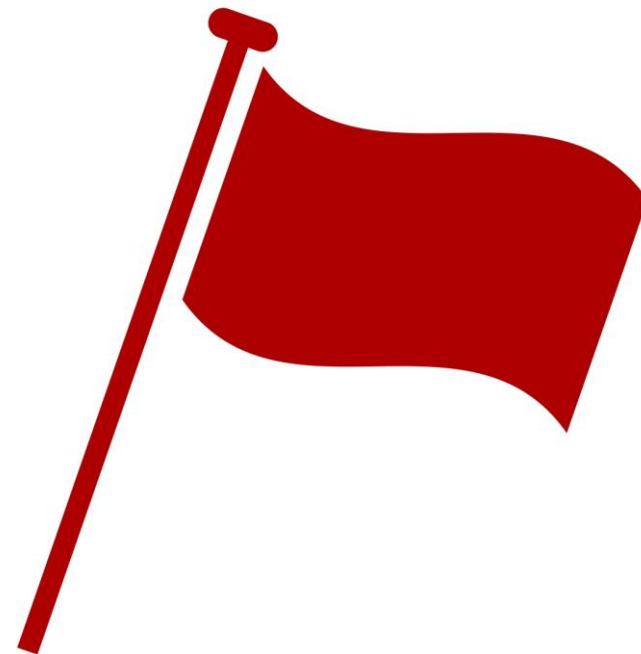




Red flags: Collusive Bidding

- Similarities in bids
- Losing bids did not comply with bid requirements or were poorly prepared.
- Apparent connections between bidders
- Unusual bid patterns
- Losing bidders cannot be located
- Few firms submitted bids
- Allowing an unreasonably short time to respond to bids

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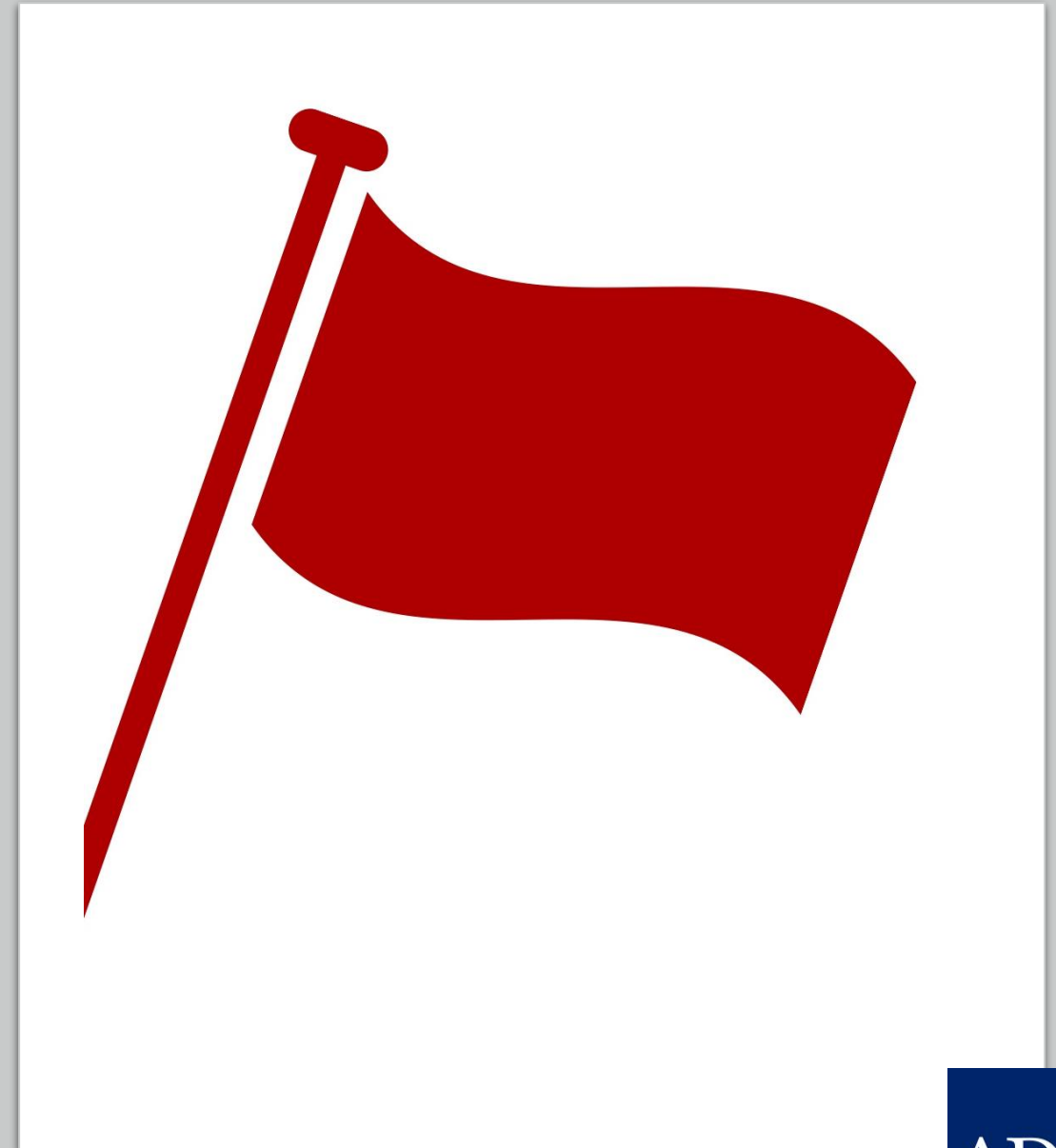




Red flags: Fraudulent Practices

- Specifications are significantly narrow or broad
- Specifications use brand name rather than generic
- Similarity between specifications and winning vendor's product
- Only one or a few bidders respond to bid request
- High number of competitive awards to one supplier
- Discrepancies between information in bid forms and supporting documentation
- Inadequate or apparently altered supporting documentation
- Falsified or unreasonable statements

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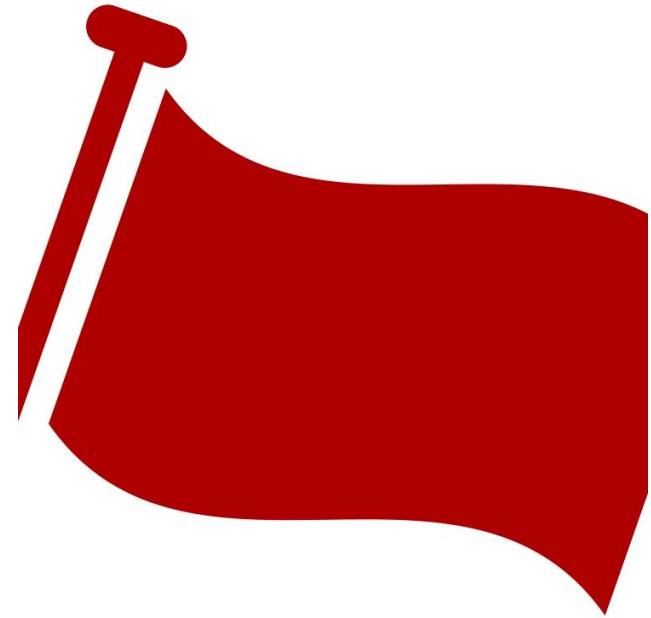




Red flags: Bid manipulation

- A qualified bidder was disqualified
- Award of a contract to a nonresponsive bid
- Acceptance of bids with invalid bid securities
- Inaccurate bid evaluation reports
- Inconsistent application of bid evaluation criteria
- Particular line item bids in the bill of quantity appear low or purchased

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Resources

- [Checklist 1: Executing agency self-assessment on capabilities and staffing adequacy](#)
- [Checklist 2: Disbursements](#)
- [Checklist 3: International competitive bidding procurement](#)
- [Checklist 4: Quality- and cost-based selection \(QCBS\) procurement](#)
- [Checklist 5: Asset verification](#)

- [Procurement Risk Framework \(adb.org\)](http://adb.org)

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“ADB must continue to fight all types of corruption, individually and collectively, as **One ADB.**”

***iACT** to fight corruption!*

Office of Anticorruption and Integrity



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Due to the COVID-19 pandemic, please reach out to OAI via email. Report integrity violations through OAI's complaint form:
<https://www.adb.org/integrity/report-violations>