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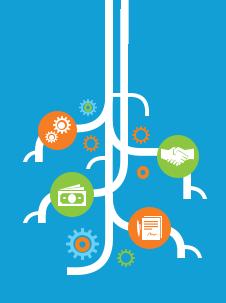
# Doing Business with ADB and the ADB Procurement System

ADB Virtual Business Opportunities Webinar Series: Focus on Smart Cities 26 August 2021

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### **Overview**

- ADB operations
- ADB business opportunities
- ADB procurement framework
- Bidding strategies and identifying opportunities





# **ADB Operations**

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# A brief about ADB

- Founded in 1966, HQ in Philippines
- 68 members
  - 49 regional & 19 non-regional
  - 41 borrowing members

# To support its clients, ADB works with:

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

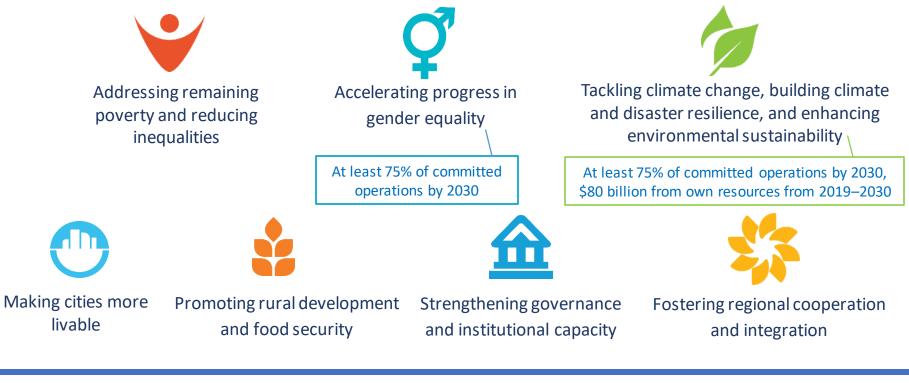


Main instruments: loans/grants, technical assistance, equity and guarantees Delivered through: ADB's own resources (ordinary; concessional; special funds) and cofinancing

Largest borrowers in 2020: India, PR China, Bangladesh, Pakistan, Indonesia



### **Strategy 2030: Seven Operational Priorities**



### **Key Approaches**



Expanding private sector operations

1/3 of ADB operations by 2024 Catalyzing and mobilizing financial resources for development

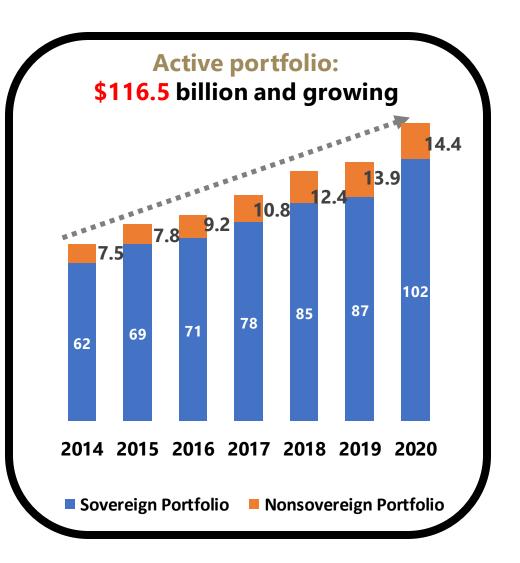
\$1 in private sector operations financing matched by \$2.50 of cofinancing



Strengthening knowledge services

https://www.adb.org/documents/strategy-2030-prosperousinclusive-resilient-sustainable-asia-pacific

### **Overview of ADB Operations**



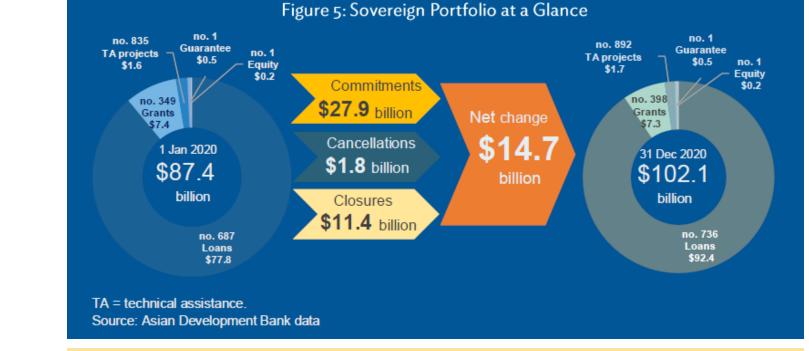


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TA = technical assistance.

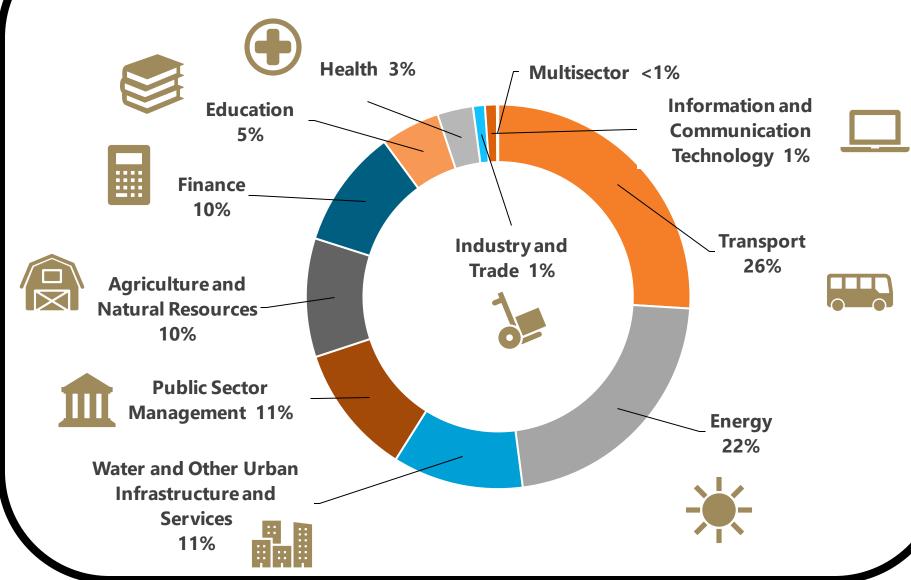
Notes: Closures include prepayments, repayment, valuations, etc. Numbers may not sum precisely because of rounding. Source: Asian Development Bank data.

### What do we work on? (Share of portfolio by sector, 2020)

ADB

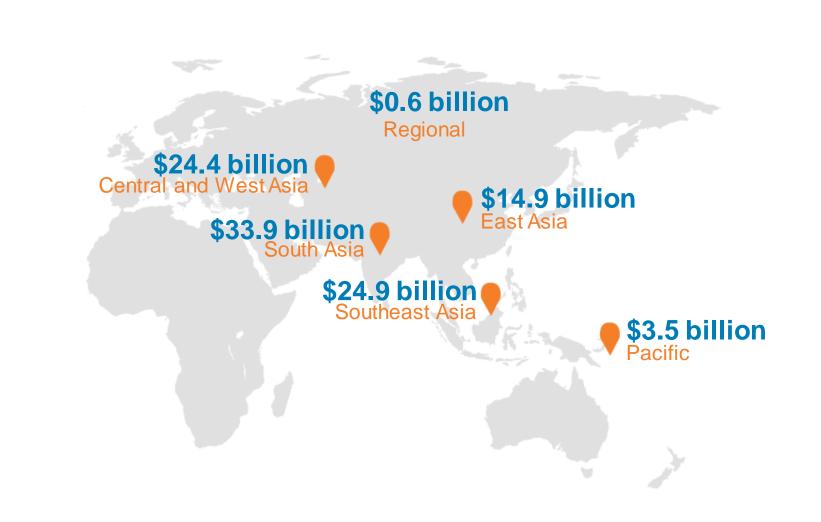
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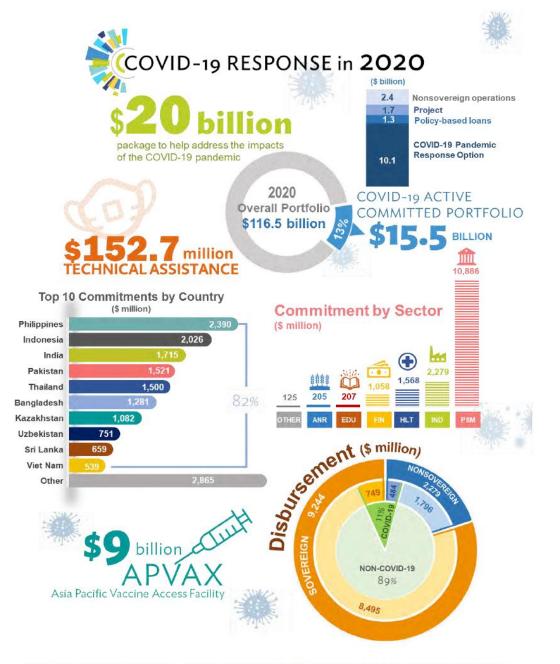
### Active portfolio by region











ANR = agriculture, natural resources, and rural development; COVID-19 = coronavirus disease; FIN = finance; HLT = health; IND = industry and trade; PSM = public sector management. Note: Totals may not sum precisely because of rounding. Source: Asian Development Bank data.



# ADB Business Opportunities







- Assured financing for goods, works, and services
- Gateway to new opportunities in fast growing economies across multiple sectors
- ADB's operations are rapidly growing
- Internationally accepted fair and transparent procurement procedures
- Strong integrity oversight



# **Types of business opportunities**

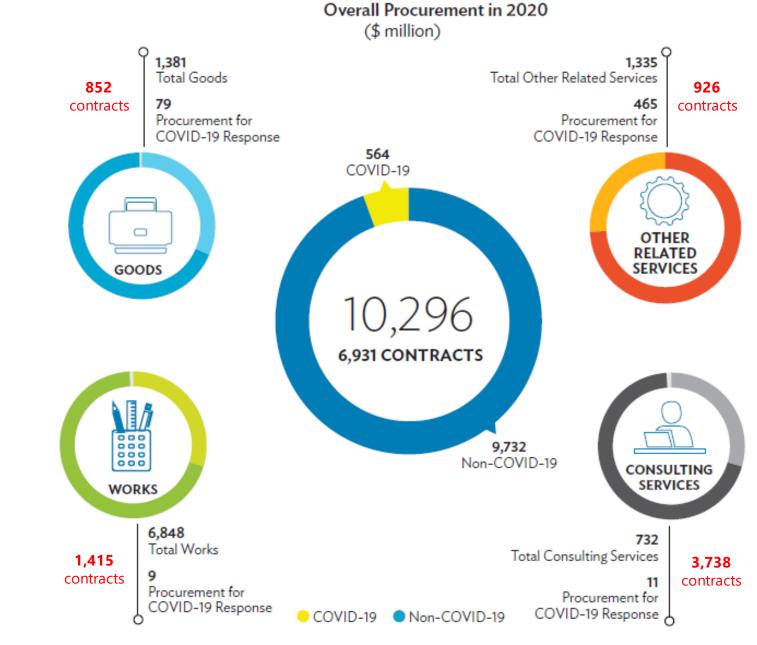
- Supply of goods
  - o Machinery, equipment, computers, furniture
- Civil works
  - o Roads, railways, bridges, irrigation canals, schools, etc.
- Turnkey contracts
  - Power plants, pump stations, water treatment plants, heating plants, airports, etc.
- Consulting services
  - Project preparation & implementation, site supervision, detailed design, knowledge products, policy/advisory, staff consultants
- Nonconsulting services
  - Surveys, training, translation, event management



ADB

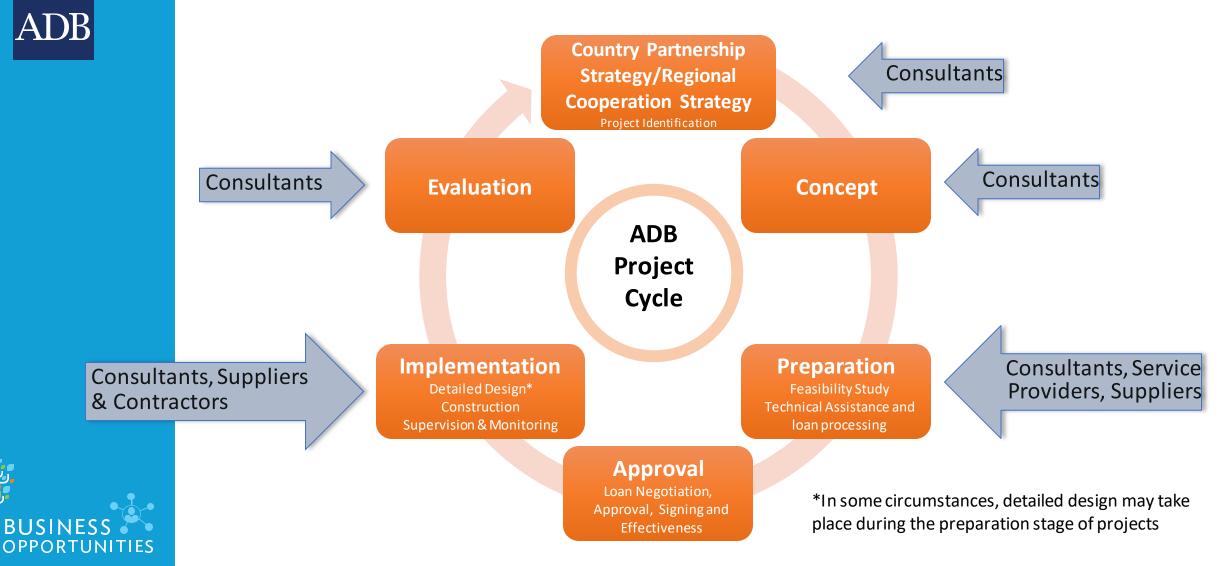
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COVID-19 = coronavirus disease. Source: Asian Development Bank.

### When is the Private Sector engaged?





# **Top Suppliers by Amount**

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

|   | Name   | No. of<br>Contracts | ADB Amount<br>(\$ million) |
|---|--|---------------------|----------------------------|
| 1 | BEML Ltd.                                      | 3                   | 712.10                     |
| 2 | ABB Group                                      | 10                  | 292.28                     |
| 3 | TBEA   | 6                   | 227.61                     |
| 4 | China National Technical Import & Export Corp. | 3                   | 212.74                     |
| 5 | Progress Rail Locomotive Inc                   | 1                   | 135.34                     |





## **Top Suppliers by Amount**

### Top 5 Contractors for Works (2017–2020)

|   | Name                                  | No. of<br>Contracts | ADB Amount<br>(\$ million) |
|---|---------------------------------------|---------------------|----------------------------|
| 1 | Larsen & Toubro Ltd.                  | 28                  | 997.00                     |
| 2 | Siemens                               | 20                  | 807.98                     |
| 3 | China Railway Construction Co. Ltd.   | 30                  | 593.80                     |
| 4 | Hyundai Motor Group                   | 4                   | 568.89                     |
| 5 | Acciona Construction Philippines Inc. | 2                   | 563.46                     |





## **Top Suppliers by Amount**

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

|   | Name  | No. of<br>Contracts | ADB Amount<br>(\$ million) |
|---|---|---------------------|----------------------------|
| 1 | SMEC  | 34                  | 150.61                     |
| 2 | EGIS International                          | 32                  | 84.37                      |
| 3 | T.Y. Lin International                      | 1                   | 59.10                      |
| 4 | Ove Arup & Partners International Ltd.      | 8                   | 58.98                      |
| 5 | Korea Consultants International Co.<br>Ltd. | 4                   | 55.78                      |





## **Top Local Suppliers**

### Top 5 Contractors/Suppliers (2016–2020)

|   | Name   | ADB Amount (\$ million) |
|---|--|-------------------------|
| 1 | Vocational Technology Development<br>Association   | 0.18                    |
| 2 | Chung Chou University of Science and<br>Technology | 0.03                    |
| 3 | Others   | 0.01                    |



https://www.adb.org/sites/default/files/publication/27800/tap-2020.pdf



## **Top Local Suppliers**

### Top 5 Consultants (2016–2020)

|   | Name                                     | ADB Amount (\$ million) |
|---|--|-------------------------|
| 1 | China Engineering Consultants, Inc.      | 0.28                    |
| 2 | Institute for Information Industry (III) | 0.15                    |
| 3 | Individual consultants                   | 0.01                    |



https://www.adb.org/sites/default/files/publication/27800/tap-2020.pdf



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### **ADB Operational Procurement Stats**

#### **Operational Procurement Statistics Dashboard (ProcDash)**

#### Asian Development Bank Public sector governance

#### Welcome to ADB's Operational Procurement Statistics Dashboard (ProcDash)

The Operational Procurement Statistics Dashboard (ProcDash) presents the value of all goods, works and consulting services contracts awarded for projects under the Asian Development Bank operations. It has four sections, namely, overview, operational procurement by nationality, operational procurement by origin of goods and services, and operational procurement by threshold. For purposes of this dashboard, value of operational procurement is reported in terms of the amount financed by ADB.

The overview section presented below shows data on operational procurement statistics by region, nature, sector and by borrowing country. Data can be further filtered by contract year and modality. To determine the allocated procurement for policy-based support and results-based lending, click these two items in the modality filter.

For other details about ProcDash, refer to ProcDash FAQ.

ProcDash can also be used to supplement the operational procurement statistics under the Operational Data section of the ADB <u>Annual Report</u> and the figures from the member Fact Sheets. More information on operational procurement contracts is available on the <u>Tenders</u> page of ADB's website (choose 'Contracts Awarded' from the 'Type' selection).

By Threshold

The ProcDash currently shows data as of 31 March 2021. This will be updated every quarter.

Overview By Nationality of contractor By Origin of goods and services

#### Total operational procurement based on contract year, US\$ million





#### https://data.adb.org/dashboard/operational-procurement-statistics



# ADB Procurement Framework





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### **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



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.



Consultants



# **ADB's procurement principles**

| P     | rinciples          | Outcomes   |
|-------|--------------------|--|
| Eller | Fairness           | Equal opportunity; equitable distribution; and credible mechanisms for addressing procurement-related complaints.                |
|       | Economy            | Using price, quality, and any nonprice attributes to deliver viable projects.  |
|       | Efficiency         | Ensures procurement processes are proportional to value and risks.   |
|       | Transparency       | Deliver relevant procurement information publicly in a consistent and timely manner; appropriate reporting; and confidentiality. |
|       | Quality            | Structured arrangements delivering appropriate outputs in an effective manner to achieve project outcomes and objectives.        |
|       | Value for<br>Money | Obtain optimal benefits through effective, efficient, and economic use of resources.   |





# **Bidding Strategies**





# Tips for winning ADB-financed assignments

- Collect relevant business intelligence network!
- Focus on performance and reputation for successful work
- Express interest
- Understand the country, project, and client requirements
- Position yourself to your competitive advantage
- Study the bidding documents and understand the selection method and evaluation criteria
- Engage partnership with firms likely to be shortlisted
- Prepare a responsive and strong technical proposal
- Seek clarifications in writing
- Be ready for possible bid extensions or amendments





# What NOT to do

- Failure to disclose conflict of interest (e.g., employees from EA included in a proposal)
- Firm or JV partners not from an ADB member country
- Submitting proposal late
- Failure to respond to client requirements
- Conditional bids
- Incomplete/noncompliant bids, e.g., missing bid security, letter of bid not signed, JV agreement missing, bid envelopes not properly marked, etc.
- Integrity violations in the bidding process

### When in doubt, always seek written clarification



# **Debriefing and Complaints**

Debriefing:

- Unsuccessful bidders may request debriefing from the procuring entity (the EA or ADB). If they are not satisfied with the explanation given, they may submit a complaint. Debriefings are an excellent learning opportunity for future bids!

### Complaints:

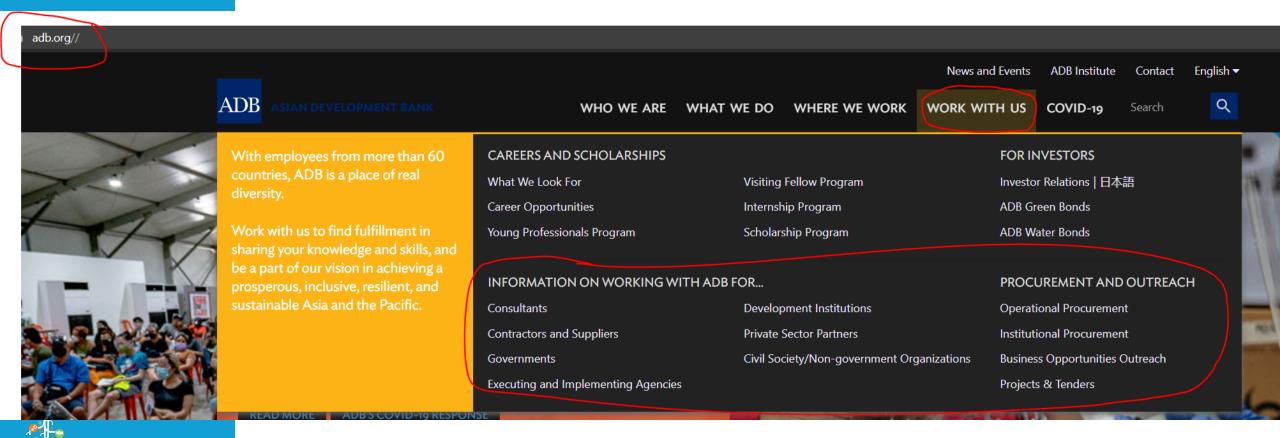
- Bidders may file complaint directly with ADB and may copy ADB on correspondence with EAs.
- Complaints to ADB should be submitted through online form: https://www.adb.org/forms/complaints

How to report fraud:

www.adb.org/site/integrity/how-to-report-fraud



### Identifying opportunities for contracts with project executing agencies and ADB: start at adb.org



# ADB

### Consultants: Register in CMS (cms.adb.org)

#### **Consultant Management System** ADB

Overview FAQ

#### Welcome to the Asian Development Bank's Consultant Management System

Consultant Management System (CMS) is an integrated web-based system that supports the ADB's consulting services recruitment, from advertising the opportunity to awarding consulting contracts. This portal will enable users to work with the different facilities available in CMS.



Consultants create and update their profile, search opportunities, send Expressions of Interest (EOIs), respond to Non-Committal Inquiries (NCIs), and prepare and submit proposals. Login to the system by typing in your registered email address and password.

Since CSRN is now integrated in CMS, consultants are encouraged to complete their full registration to help facilitate EOI submission by tagging project and consulting experiences entered in their profile.

Click here to know who can register as consultants in CMS. By using this service, you are accepting the CMS Terms and Conditions.



ADB Project Team Members can access all CMS functions like creating a selection, advertising opportunities, sending Non-Committal Inquiries (NCIs), distributing Request for Proposals (RFPs), sending Notice to Proceed (NTPs), and approving requests, even while working outside of the ADB network. Login to the system by typing in your ADB Self-Service Username and Password.



Executing Agencies (EAs) can access Consulting Services Recruitment Notice (CSRN) to post consulting opportunities for ADBfinanced projects. Login to the system by typing in your registered Username and Password.

- To obtain an EA account, email your ADB Project Officer and copy csrn@adb.org with the following details: 1. Email address of the agency representative Name and address of the agency 2. Full name of the agency representative
  - 4. Duration of the recruitment for the project

#### Consulting Services Recruitment Notice (CSRN)

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The Consulting Services Recruitment Notice provides detailed information on the consulting services required for ADB-financed or administered projects. The CSRN includes the terms of reference and is posted on ADB's website for at least one month for firms for EA-administered projects, 15 days for firms for ADB-administered projects or 7 days for individual consultants before shortlisting.

This will provide consultants sufficient time to prepare EOIs that are more specific and focused on the project's requirements.

Click here to view the list of advertisements of consulting opportunities.

| 🄑 Login             |   |
|---------------------|---|
| Login usi           | ng your registered username and password.             |
| Us                  | ername  |
| Pa                  | ssword  |
|                     | Login Login Assistance                                |
| Note: AD<br>passwor | B users can login using their Oracle username a<br>d. |
| Registr             | ation   |
| New use             | r? Register now!<br>Register as Consulting Firm       |
|                     | 5   |
|                     | Register as Individual Consultant                     |

#### Need Help?

For inquiries regarding the system, please email cmshelp@adb.org.

#### CMS SYSTEM UPDATE

Dear CMS Users,

The changeover period from the Consulting Services Recruitment Notice (CSRN) to the Consultant Management System (CMS) has concluded. We thank you for your cooperation during this interim process.

Should you have any inquiries, contact cmshelp@adb.org.

CMS Team

NOTE: CMS undergoes weekly maintenance activities from

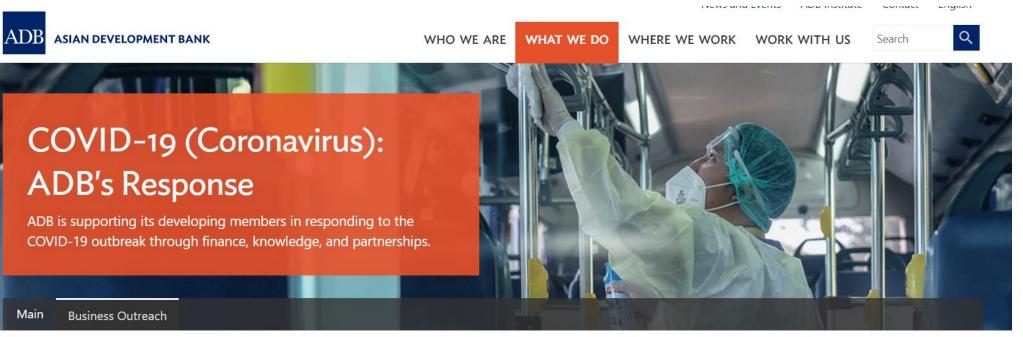


# Identifying opportunities for contracts with project executing agencies and ADB

- Country partnership strategies
- Country operations business plans
- Procurement plans
- General and specific procurement notices
  - Advance notices
  - Invitation for prequalification
  - Invitation for bids
  - Consulting services recruitment notice (CSRN)
- Hop-on opportunities
  - Prequalified contractors / consultants
  - o Contracts awarded
- (ADB only) Institutional procurement notices



### **COVID-19 opportunities**



☆ > COVID-19 (Coronavirus): ADB's Response > ADB Business Outreach Activities for CO...





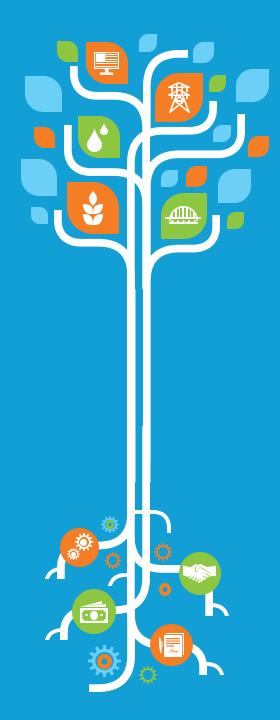
### ADB Business Outreach Activities for COVID-19 Pandemic Response

Recognizing the urgency of the global coronavirus pandemic, ADB announced a \$20 billion package to address the immediate needs of its DMCs as they respond to COVID-19.

As part of the response, ADB has engaged with the international business community to:

- understand and connect with the global market and
- facilitate **regional support** for emergency procurement of COVID-19 related critical products.

https://www.adb.org/what-we-do/covid19-coronavirus/procurement





### For more: adb.org

To join the community of ADB Consultants and Suppliers: 1) ADB Consultants Network: <u>https://www.linkedin.com/groups/3796524/</u> 2) ADB Suppliers Network: <u>https://www.linkedin.com/groups/3796532/</u>

Also follow "ADB Business Center": https://www.linkedin.com/showcase/adb-business-center/

