The views expressed in this presentation are the views of the author/s and do not necessarily reflect the views or policies of the Asian Development Bank, or its Board of Governors, or the governments they represent. ADB does not guarantee the accuracy of the data included in this presentation and accepts no responsibility for any consequence of their use. The countries listed in this presentation do not imply any view on ADB's part as to sovereignty or independent status or necessarily conform to ADB's terminology.



# Asian Development Bank Business Opportunities Seminar

Doing Business with ADB

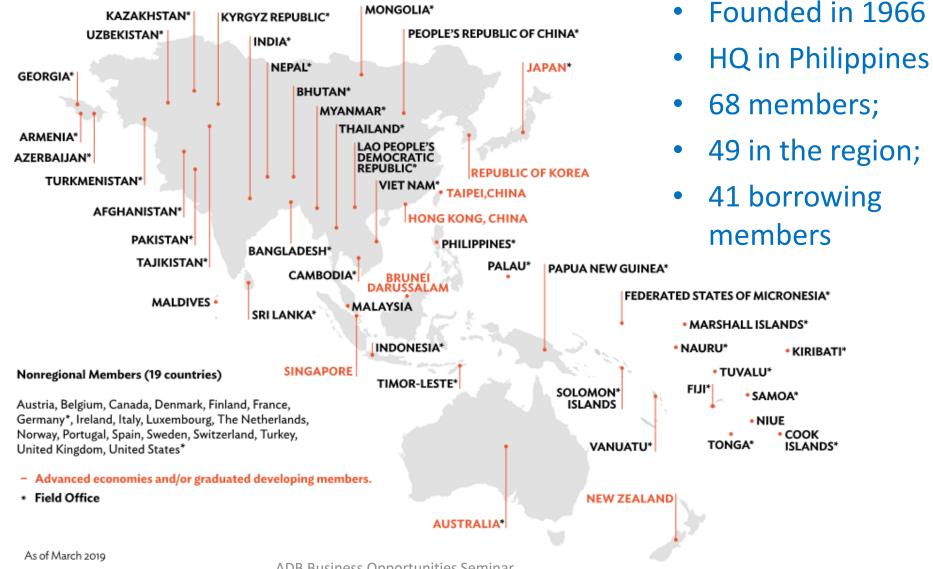
US-ASEAN Business Council 12 August 2024







#### **About ADB?**



MONGOLIA\*





#### How do we support our Developing Members?



Financing: providing loans, technical assistance, grants, and equity investments while also mobilizing funds from other sources



Knowledge: Focusing on practical value that fits local conditions, identifying lessons, and replicating good practices



Partnerships: Promoting dialogue and collaboration among diverse partners and stakeholders





#### Why pursue ADB-Financed Contracts?



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



Availability of funds



International best practice procurement procedures



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





#### **Sovereign Lending - Financing Types**

#### **Loans and Grants**

Provided to and managed by Governments

Procurement of Works, Goods and Services

Government undertakes procurement (ADB oversight)

Contracts signed by Government

#### Technical Assistance

Provided to governments, but contracts managed by ADB

Mostly procurement of Consulting Services

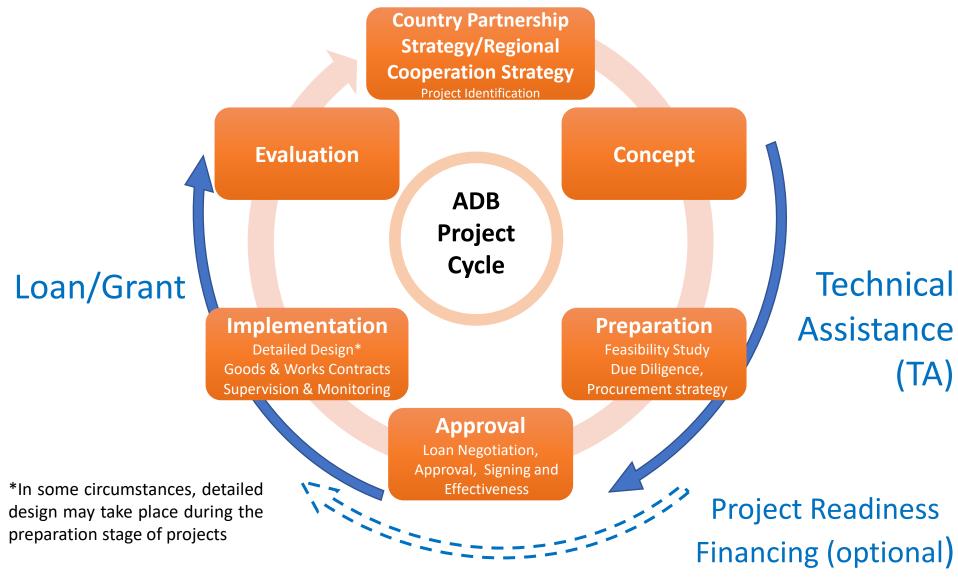
ADB undertakes procurement

Contracts signed by ADB





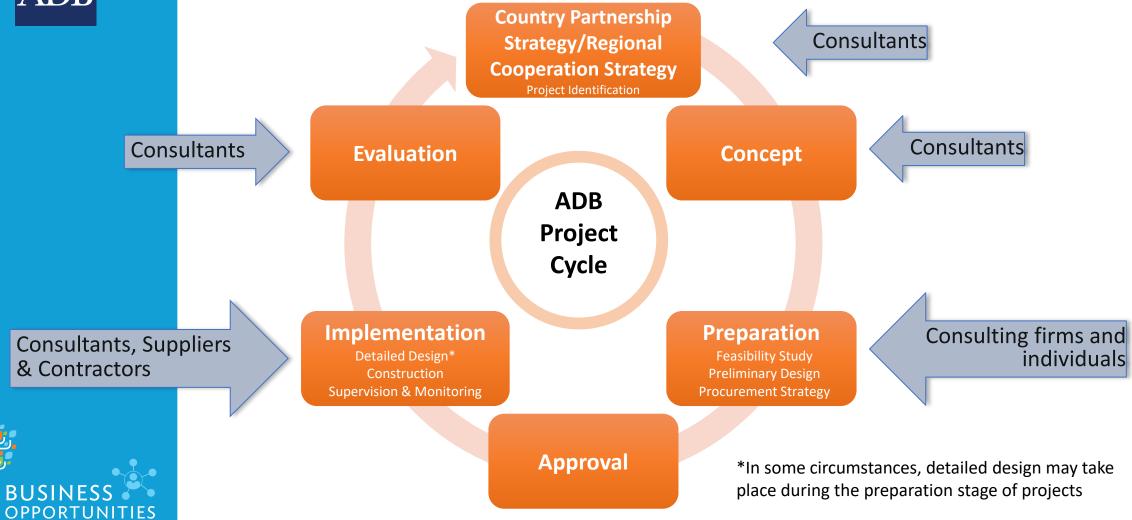
#### Financing Modalities and the Project Cycle







#### When is the Private Sector engaged?





#### **Consulting Services - Technical Assistance (TA)**



Transactional
Technical
Assistance
(TRTA)

- Directly linked to projects/project cycle (e.g. feasibility studies, due diligence, capacity development etc.)
- Utilized by ADB operations departments

Knowledge &
Support
Technical
Assistance
(KSTA)

- Delinked from projects/project cycle
- Used for capacity development, policy advice, R&D\*
- Utilized by all ADB departments

<sup>\*</sup> Sector, thematic, and economic work; search for potential transactions and inputs for project concept paper preparation; flagship knowledge and innovative solutions; and high-level technologies







#### **ADB Procurement Policy - Core Principles**



**Economy** 



**Efficiency** 



**Fairness** 



**Transparency** 



Quality



**Value for money** 





#### **Procurement Framework**



#### **ADB Procurement Policy**



### **Procurement Regulations for ADB Borrowers**



# Standard Bidding Documents and User Guides



#### **Guidance Notes**



**Procurement Staff Instructions** 



#### **ADB uses International Best Practice Procedures**

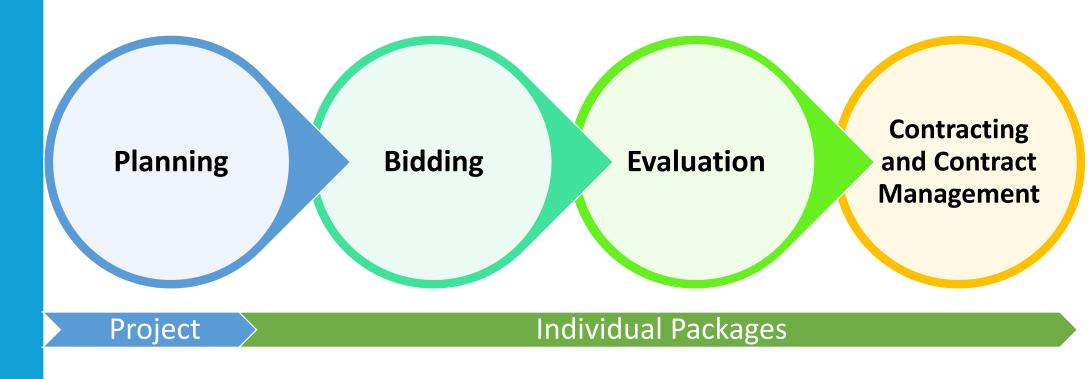
- Open Competitive Bidding
- Advertisement of Opportunities
- Public Bid Opening
- Robust Bid Evaluations Procedures
- Process Oversight by ADB
- Publication of Results
- Debriefing and Complaints Mechanism
- Robust Fraud and Corruption Procedures







#### **Procurement Process**







#### **Advice when approaching Loan & Grant Opportunities**

Plan ahead: Identify a pipeline of projects of interest. Understand
project
background,
local context
& partnership
needs

clearly to qualification and evaluation criteria

Respond

Be aware of borrower systems for advertising and submission of Understand Bids

Build local partnerships (JV or association)

& understand submission requirements; no conditional bids

regulatory
systems
(business
registration,
tax, customs
etc.)

legal &





#### **Common Mistakes**

Bids not signed, or unclear authorization to sign

Ownership structures and JV arrangements

No compliant Bid Security / Bid Securing Declaration

Failure to meet Qualification Criteria

Poor Supporting Documents

Incomplete Bids / Partial Bids

Inclusion of financial offer with technical offer where bid conditions require them to be separated





#### **General points on ADB Consulting Contracts**

Consider individual consulting opportunities

Understand context and background to project

Identify partners or specialist experts who will add value

Consider audience at evaluation

Know your client and their expectations

Leverage experience with similar institutions

Understand costs of doing business (e.g. taxes)



#### **ASK QUESTIONS**



BUSINESS

# Common Mistakes when approaching ADB Consulting opportunities



# **Shortlisting Phase**

- Lack of knowledge of project context
- Incorrect Skills match
- Limited geographic experience
- Generic EOI
- Lack of local presence



- Financial info in technical proposal
- Not responsive to ToR
- Not demonstrating strength of firm
- Lack of suitability
- Issues with CMS\*

**REP Stage** 

\*CMS is ADB's Consultant Management System, an IT platform used to advertise and recruit consultants.



#### **ADB Regions**

Central and West Asia (CWRD)	East Asia (EARD)	South Asia (SARD)	Southeast Asia (SERD)	Pacific (PARD)
Afghanistan	People's Republic of China	Bangladesh	Cambodia	Cook Islands
Armenia	Mongolia	Bhutan	Indonesia	Fiji Islands
Azerbaijan		India	Lao People's Democratic Republic	Kiribati
Georgia		Maldives	Malaysia	Marshall Islands
Kazakhstan		Nepal	Myanmar	Federated States of Micronesia
Kyrgyz Republic		Sri Lanka	Philippines	Nauru
Pakistan			Thailand	Niue
Tajikistan			Timor-Leste	Palau
Turkmenistan			Viet Nam	Papua New Guinea
Uzbekistan				Samoa
				Solomon Islands
				Tonga
				Tuvalu
				Vanuatu





#### **ADB Sovereign Portfolio By Percentage (2023)**



Sector 2023 2018 \$30.2B \$28.9B **TRANSPORT** \$20.6B \$17.1B + **ENERGY AGRICULTURE** \$11.0B \$13.8B **WATER & URBAN HEALTH** \$5.5B **EDUCATION OTHERS** 

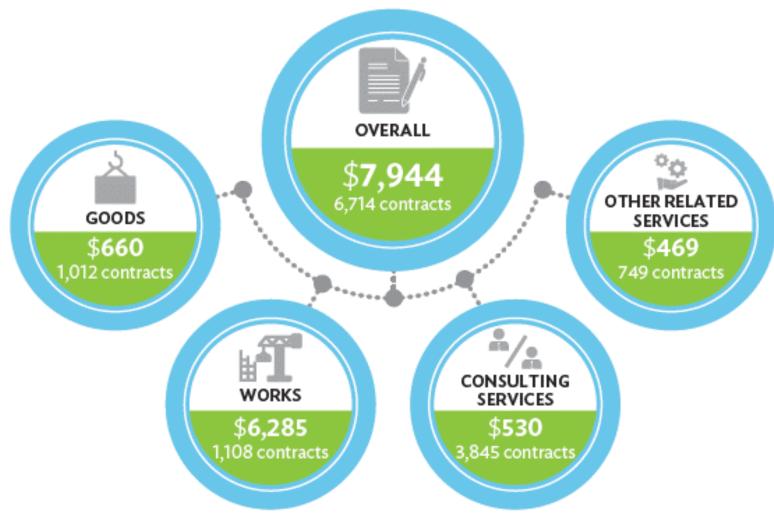


ADB = Asian Development Bank. Source: Asian Development Bank data.

https://www.adb.org/documents/2023-annual-portfolio-performance-report



#### Procurement in 2023 (US\$ million)

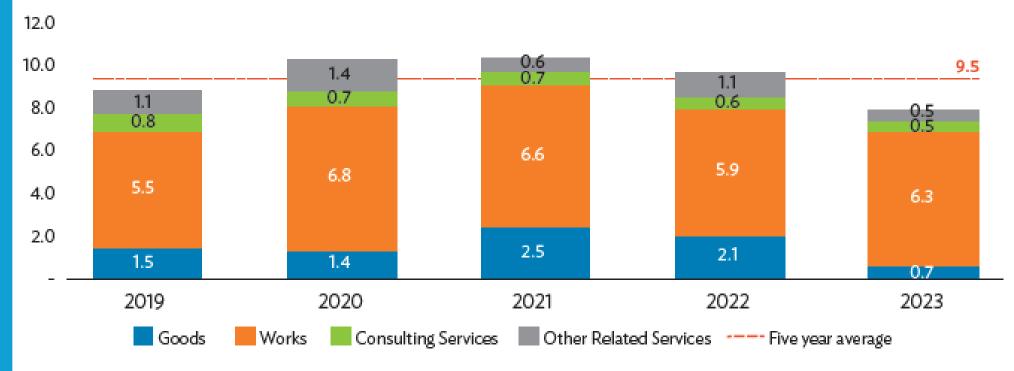








#### **Annual Procurement Statistics - 2019-2023 (\$bn)**









#### Total Procurement by Region, 2023 (USD billion)



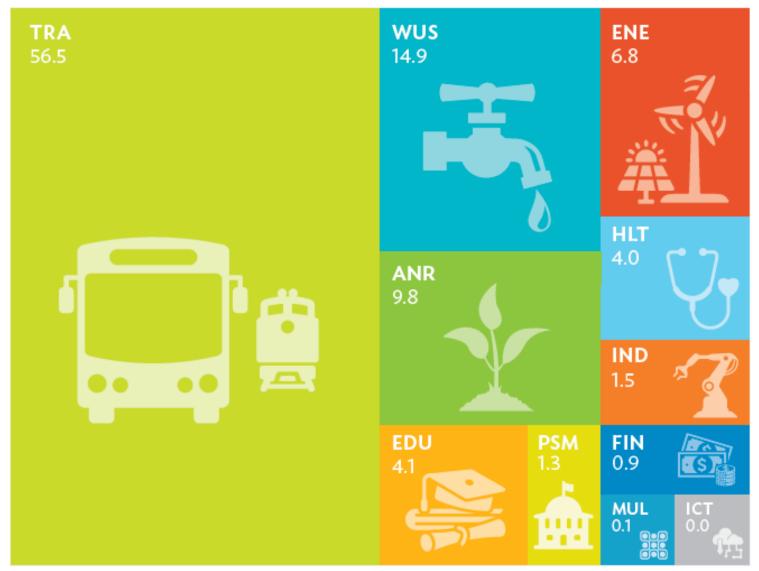
Note: This map depicts total procurement in 2023 across five geographic regions and shows procurement for regional projects with no specific member economy.

Source: Asian Development Bank, PPFD





#### Procurement by Sector, 2023 (% of total Procurement)



ANR = Agriculture, Natural Resources and Rural Development; EDU = Education; ENE = Energy; FIN = Finance; HLT = Health; IND = Industry and Trade; ICT = Information and Communication Technology; MUL = Multisector; PSM = Public Sector Management; TRA = Transport; WUS = Water and Other Urban Infrastructure and Services. 0.0 = less than 0.05.

Source: Asian Development Bank, PPFD





FIJ = Fiji

FSM = Federated States of

Micronesia

KIR = Kiribati

NAU = Nauru

PAL = Palau

PNG =Papua New Guinea

RMI = Marshall Islands

SAM = Samoa

SOL = Solomon Islands

TON = Tonga

TUV = Tuvalu

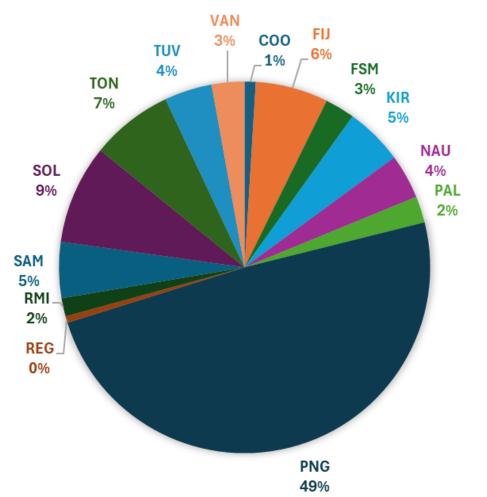
VAN = Vanuatu

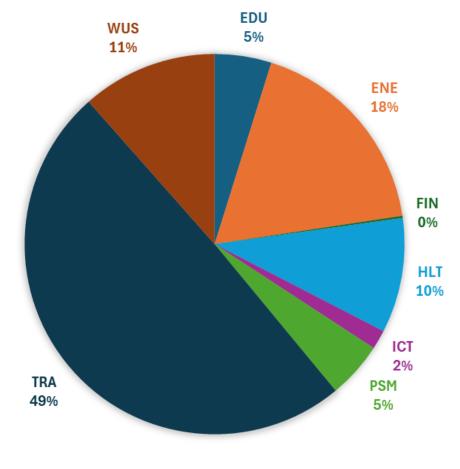


#### **2024 ADB Pacific Active Sovereign Portfolio**

PARD ACTIVE LOANS AND GRANTS BY COUNTRY
VOLUME AS OF 31 MAY 2024

PARD ACTIVE LOANS AND GRANTS BY SECTOR
VOLUME AS OF 31 MAY 2024





ANR = Agriculture, natural resources, and rural development, EDU = Education, ENE = Energy, HLT = Health, ICT = Information and Communication Technology, PSM = Public Sector Management, TRA = Transport, WUS = Water and other Urban Infrastructure & Services



#### **Contract Awards to USA Firms (2019-2023)**

Top 5 Consultants from the United States Involved in Consulting Services Contracts under ADB Loan, Grant, and Technical Assistance Projects, 1 January 2019–31 December 2023

Consultant	Sector	Contract Amount (\$ million)
T.Y. Lin International	TRA	58.80
HJI Group Corp.	ANR, EDU, ENE, HLT, IND, WUS	22.18
Sheladia Associates Inc.	ENE, TRA	19.98
Tetra Tech ES Inc.	ENE	7.40
Paradigm Applications LLC	FIN, PSM	6.78
Individual Consultants		51.16
Others		59.12
Total		225.43

ANR = agriculture, natural resources, and rural development; EDU = education; ENE = energy; FIN = finance; HLT = health; IND = industry and trade; PSM = public sector management; TRA = transport; WUS = water and other urban infrastructure and services.

Top 5 Contractors/Suppliers from the United States Involved in Goods, Works, and Related Services Contracts under ADB Loan and Grant Projects, 1 January 2019–31 December 2023

Sector	(\$ million)
TRA	135.34
ICT	12.19
TRA	5.37
HLT	0.90
TRA	0.85
	119.35
	273.99
	ICT TRA HLT

ICT = information and communication technology, HLT = health, TRA = transport.

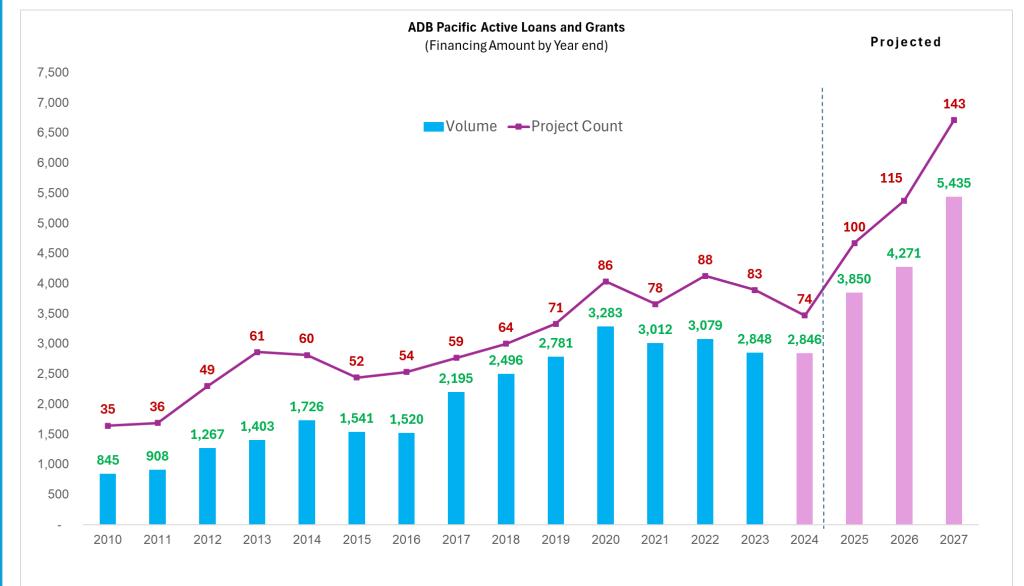
https://www.adb.org/sites/default/files/publication/27810/usa-2023.pdf



Pacific Contract Awards 2019-2023 (companies from USA)					
Row Labels	No. of Contracts	Value (USDm)			
Consulting Services	49	15.2			
Goods	31	14.1			
Other Services	12	0.3			
<b>Grand Total</b>	92	29.6			



#### Growing pacific portfolio increases opportunities

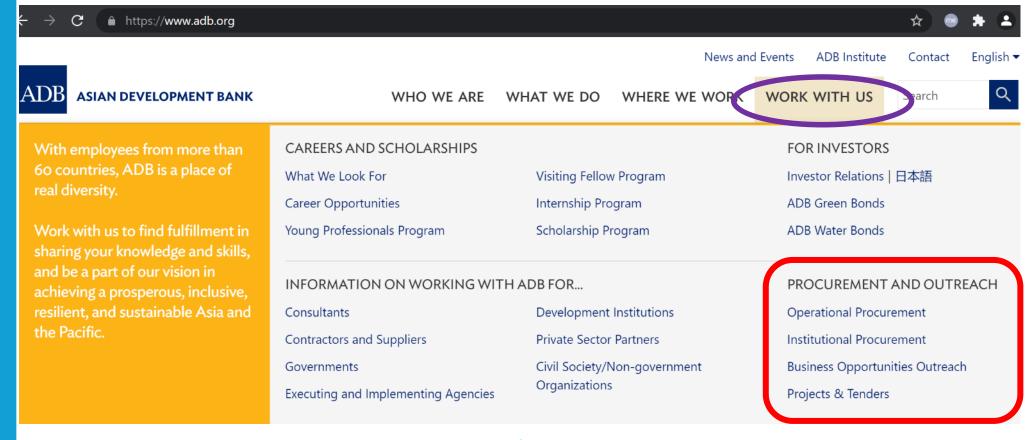




ADB ivianagement and staff. It may be snared outside ADB with appropriate permission.



#### **How to find Information on our Website**



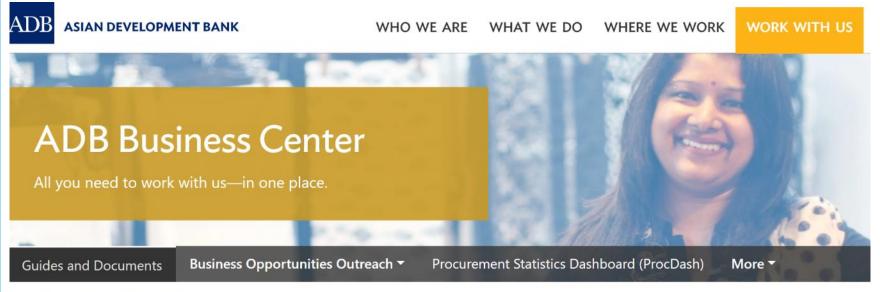


Business Center - www.adb.org/business

<u>Procurement - www.adb.org/business/operational-procurement</u>



#### **Business Center - www.adb.org/business**



★ > Work with Us > Business Center > Working with ADB

Procedures& Guidance

How-Tos

Policies &

Regulations

Documents& Forms

#### 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?  $\rightarrow$ 

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? →

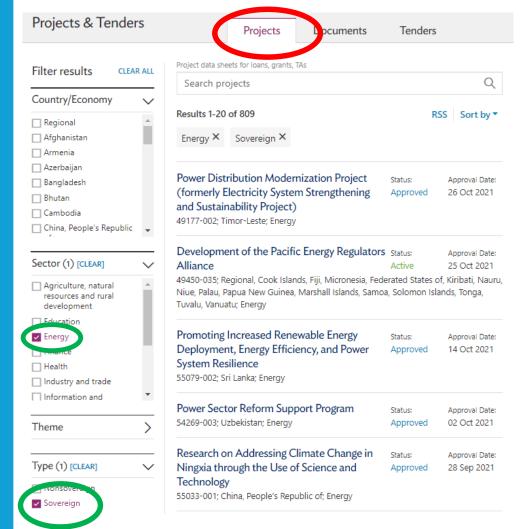
What are the eligibility requirements for subcontractors working for contractors on ADB-financed projects? →

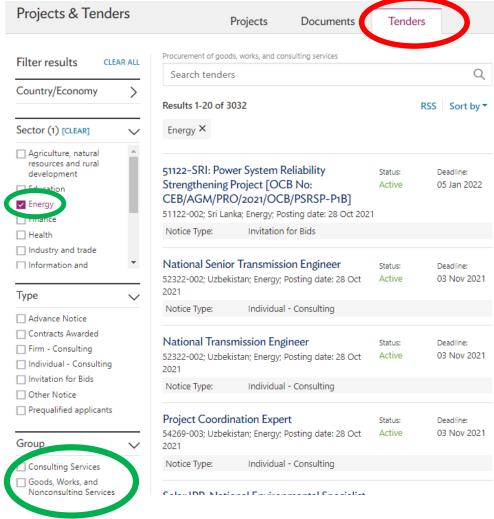
**ADB Business Opportunities Seminar** 

How-Tos



#### **Projects & Tenders - www.adb.org/projects**

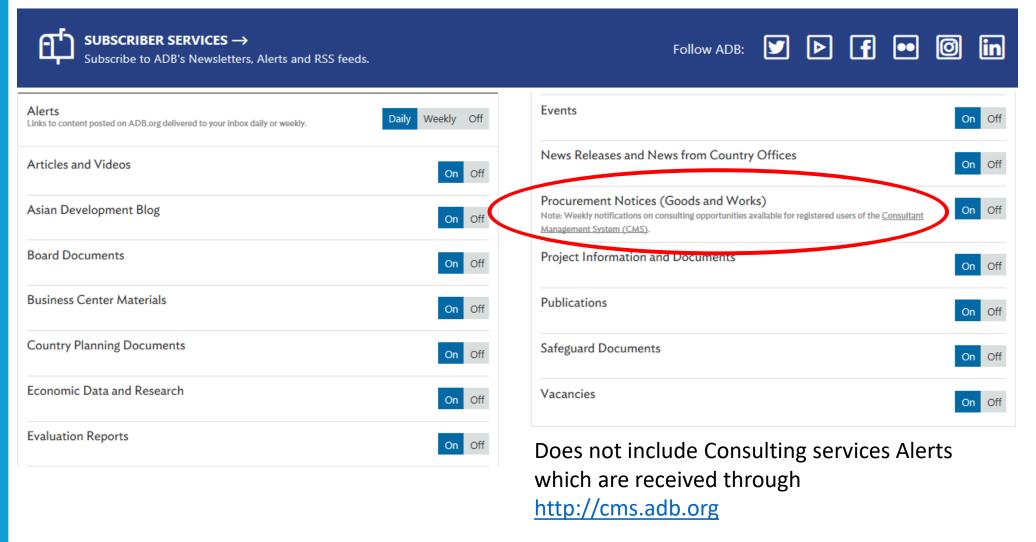








# Goods and Works - Subscribe to receive alerts\* - <a href="https://alerts.adb.org">https://alerts.adb.org</a>







#### Consulting – Finding Opportunities on <a href="http://cms.adb.org">http://cms.adb.org</a>





Search Consulting Opportunities Get detailed information on consulting services requirements and send expression of interests (EOIs) for ADB-financed or administered projects.



ADB publishes the names and contact details of firms invited to submit proposals. This is for the information of consultants who wish to associate with them. Interested consultants should contact

**View Shortlisted Firms** 



View Awarded Contracts ADB Project contracts that are awarded to consulting firms are disclosed to the public. Visit the page to view the list of contracts awarded to consulting firms, along with associated contract

Consulting opportunities are visible through ADB's CMS (http://cms.adb.org)

AWARDED

CONTRACTS

CONSULTANT

TUTOR

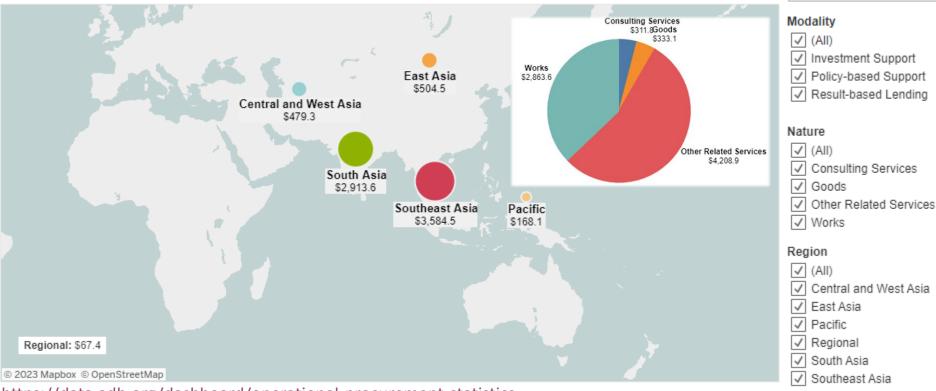
- Register for alerts to receive notices of all consulting opportunities
- All advertisement of Consulting opportunities (both EA and ADB) published
- RFP process for ADB Administered Contracts is through CMS
- Step-by-step guides available at http://consultanttutor.adb.org





#### **ADB Procurement Dashboard**

Operational Procurement by Region, US\$ million



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









Contract Year

2023

**USERS** external and internal

**COVERAGE** past 5 years

**INFORMATION** 

region, member, nationality, nature, origin, sector

**ACCESS TO DATA** 

downloading options



7 D V



#### Attending events, exploring opportunities

- Visit ADB Headquarters / Resident missions
  - Visit departments responsible for projects
  - Business Opportunities Fairs
  - Business Opportunities Seminars
- Undertake local due diligence and find partners in the countries where looking to operate.







## 12TH ASIAN DEVELOPMENT BANK BUSINESS OPPORTUNITIES FAIR 2024 9-10 OCTOBER 2024 | 9 A.M. to 5 P.M. | ADB HEADQUARTERS, MANILA







On 9-10 October 2024, ADB will conduct the 12<sup>th</sup> edition of its Business Opportunities Fair (BOF).

The ADB BOF is a one-stop forum for consultants, contractors, manufacturers, suppliers, and civil society organizations looking to provide goods, works, and services for ADB projects.

Its an excellent opportunity to network with peers in the industry and with ADB specialists in the energy, transport, water, urban development, climate change, agriculture, environment, public management, finance, health, and education sectors.

Register Here to join us in Manila and Click this Link for more information







# THANK YOU!

Kevin Moore
Procurement, Portfolio and Financial Management Department kmoore@adb.org

