

#### **ADB Procurement**

6 November

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# Why Pursue ADB-financed Contracts?



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



Availability of funds is assured



Internationally accepted procurement procedures

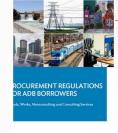


Risks related to transparency, fairness and integrity of procurement processes mitigated through ADB oversight

#### Procurement Framework



**ADB Procurement Policy** 



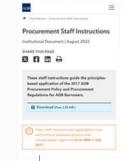
Procurement Regulations for ADB Borrowers



Standard Bidding Documents and User Guides



**Guidance Notes** 



**Procurement Staff Instructions** 



## ADB Core Procurement Principles



#### **Economy**



**Efficiency** 



**Fairness** 



**Transparency** 



Quality

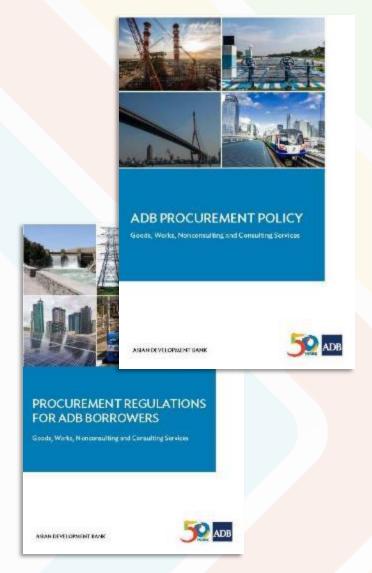


**Value for money** 

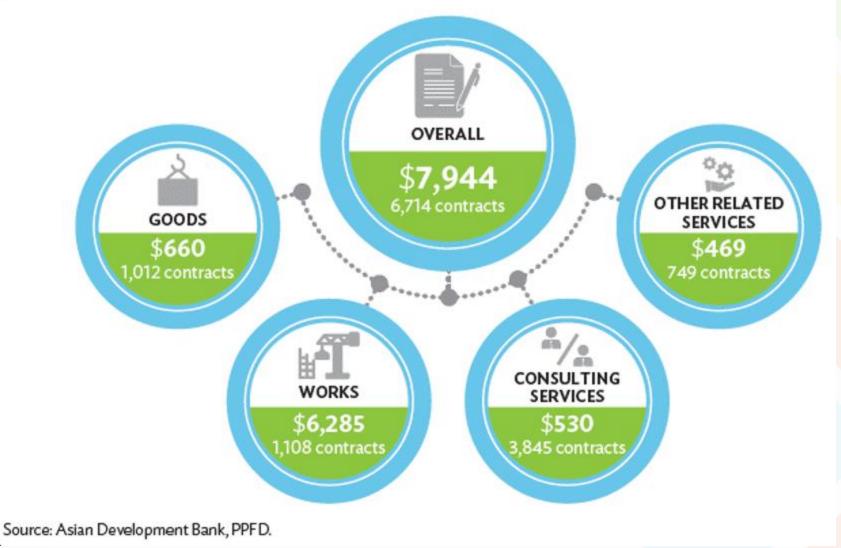


#### International Best Practice Procedures

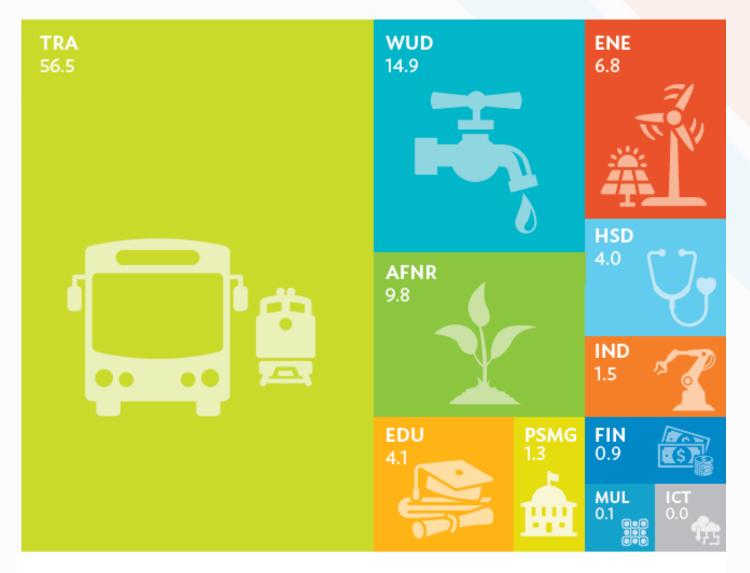
- Open Competitive Bidding
- Advertisement of Opportunities
- Public Bid Opening
- Robust Bid Evaluations Procedures
- Process Oversight by ADB
- Publication of Results
- Debriefing and Complaints Mechanism
- Robust Fraud and Corruption Procedures



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







Procurement
by Sector,
2023
(% of total
Procurement)



AFNR = Agriculture, Food, Nature, and Rural Development; EDU = Education; ENE = Energy; FIN = Finance; HSD = Human and Social Development; IND = Industry and Trade; ICT = Information and Communication Technology; MUL = Multisector; PSMG = Public Sector Management and Governance; TRA = Transport; WUD = Water and Urban Development. > 0.0 = less than 0.05. Note: Numbers may not sum precisely due to rounding. Source: Asian Development Bank.

# Total Procurement by Region, 2023 (USD billion)





#### Sovereign Projects - 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

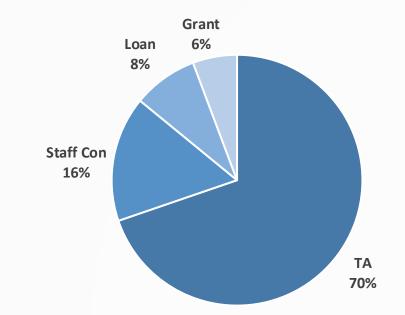


2023
Consultant
Recruitment,
by consultant
type, fund
source – pie
chart by value

#### **Individuals**



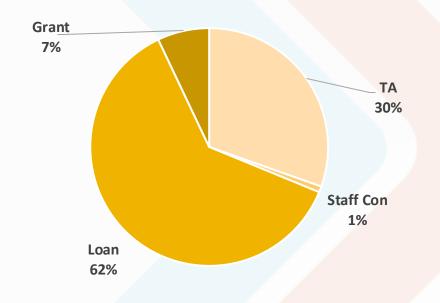
Туре	Total Value (\$)	Count
Technical Assistance	126,262,471	2,805
Staff Consulting	29,287,206	919
Loan	15,140,184	363
Grant	10,337,847	224
Total	181,027,708	4,311







Туре	Total Value (\$)	Count
Technical Assistance	120,732,392	284
Staff Consulting	3,199,017	24
Loan	245,246,774	170
Grant	27,977,241	44
Total	397,155,423	522





#### Delivering Value for Money Outcomes

- Requiring completion of detailed procurement strategies
- Increasing market outreach with feedback loops
- Promoting usage of quality-based evaluation techniques
- Mainstreaming Sustainable Procurement principles
- Mandating use of contract management plans



#### Advice when approaching Opportunities

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

Respond clearly to qualification and evaluation criteria Be aware of borrower systems for advertising and submission of Bids

Build local partnerships (JV or association)

Carefully read & understand submission requirements; no conditional bids

Understand legal
& regulatory
systems
(business
registration, tax,
customs etc.)



#### **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

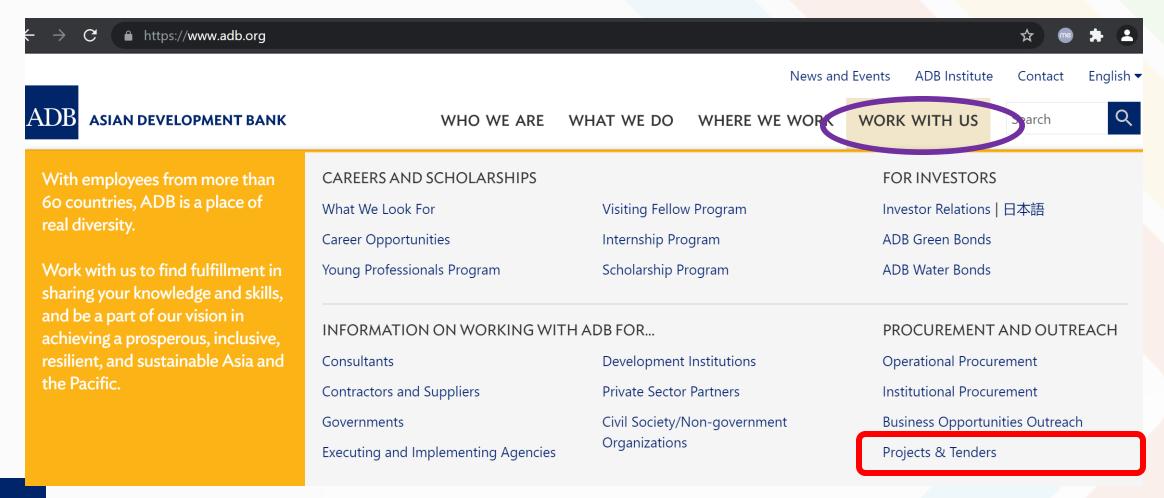
Poor Supporting Documents

Incomplete Bids / Partial Bids

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

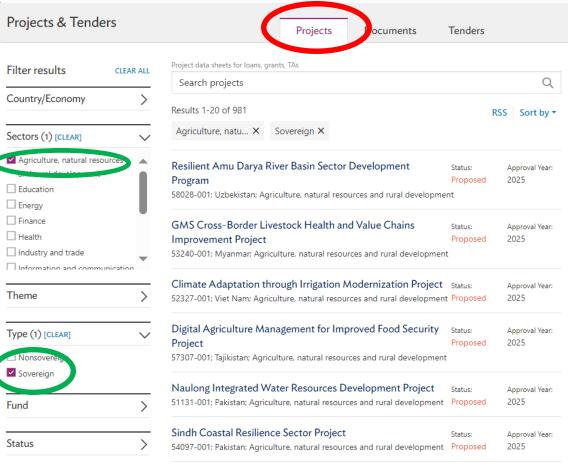


#### How to find Information on our Website





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





**Projects & Tenders** Projects Documents Procurement of goods, works, and consulting services Filter results CLEAR ALL Q Search tenders Country/Economy Results 1-20 of 42 RSS Sort by ▼ Agriculture, natu... X Advance Notice X Sectors (1) [CLEAR] Agriculture, natural resources 56218-NEP: Irrigation Modernization Enhancement Project Deadline: and rural development 56218-001; Nepal; Agriculture, natural resources and rural development; Not available Education Posting date: 18 Jun 2024 Energy Notice Type: Advance Notice Finance Health 54111-TAJ: Resilient Livelihoods and Empowerment of Rural Deadline: Industry and trade Women Project Not available ☐ Information and 54111-008; Tajikistan; Agriculture, natural resources and rural development; Posting date: 08 May 2024 Notice Type: Advance Notice Type (1) [CLEAR]  $\vee$ Advance Notice 57213-IND: Sustainable, Inclusive, and Climate Resilient Status: Deadline: Tourism Development at Tehri Lake Area Not available Contracts Awarded 57213-001; India; Agriculture, natural resources and rural development; Posting date: 08 Mar 2024 Firm - Consulting ☐ Individual - Consulting Notice Type: Advance Notice Invitation for Bids 55252-IND: Maharashtra Sustainable Climate Resilient Invitation for prequalification Deadline: Coastal Protection and Management Project Not available Other Notice 55252-001; India; Agriculture, natural resources and rural development; Posting date: 17 Jan 2024 П п------Notice Type: Advance Notice Group 53110-UZB: Horticulture Intensification and Productivity Deadline: Consulting Services Enhancement Project Goods, Works, and Nonconsult 53110-003; Uzbekistan; Agriculture, natural resources and rural development; Posting date: 07 Dec 2023 Notice Type: Advance Notice Status 55220-CAM: Rural Water Supply, Sanitation, and Hygiene Deadline: Improvement Sector Development Program Not available Year 55220-001; Cambodia; Agriculture, natural resources and rural development; Posting date: 27 Nov 2023 Notice Type: Advance Notice

Apply



- How-Tos
- Policies & Regulations
- Procedures& Guidance
- Documents& Forms

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

#### Working with ADB

How-Tos

Information for...

Consultante

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?  $\rightarrow$ 

How can we improve our chances of securing an ADB-funded contract?  $\rightarrow$ 

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? →



www.adb.org/business

## Thank you!

Jesper Pedersen Director, Procurement Division 1, PPFD, ADB jpedersen@adb.org

