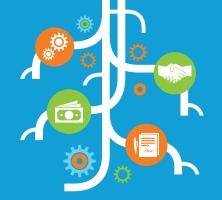
The views expressed in this presentation are the views of the author/s and do not necessarily reflect the views or policies of the Asian Development Bank, or its Board of Governors, or the governments they represent. ADB does not guarantee the accuracy of the data included in this presentation and accepts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



#### Asian Development Bank Business Opportunities Seminar

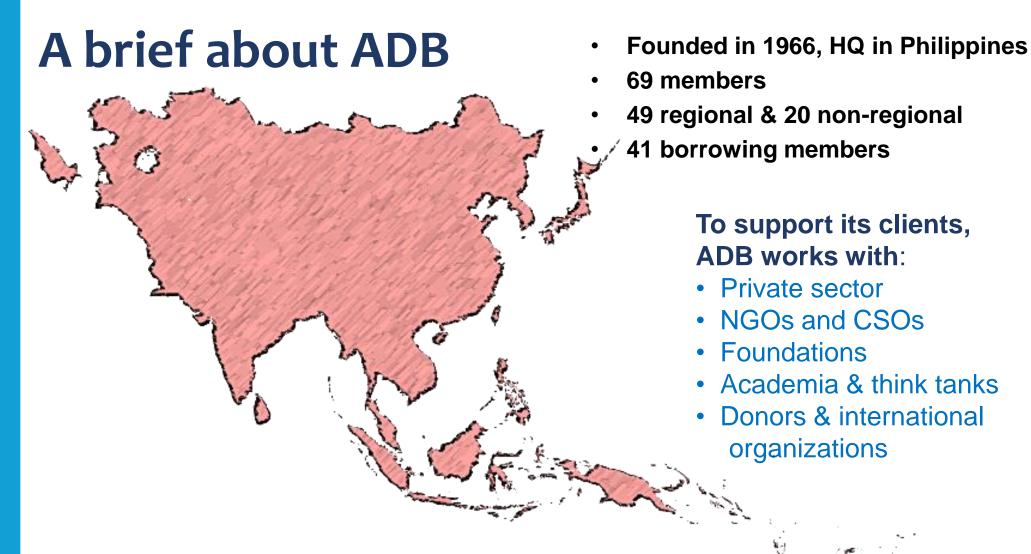
Doing Business with ADB and the ADB Procurement System

20 February 2025 – Malaysia











Main instruments: loans/grants, technical assistance, equity and guarantees

Delivered through: ADB's own resources (ordinary; concessional; special funds) and cofinancing



#### **ADB Regions**

Central and West Asia	East Asia	South Asia	Southeast Asia	Pacific
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





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



Addressing remaining poverty and reducing inequalities



Accelerating progress in gender equality

At least 75% of committed operations by 2030



Tackling climate change, building climate and disaster resilience, and enhancing environmental sustainability (

At least 75% of committed operations by 2030, \$80 billion from own resources from 2019–2030



Making cities more livable



Promoting rural development and food security



Strengthening governance and institutional capacity



Fostering regional cooperation and integration

#### **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-prosperous-inclusive-resilient-sustainable-asia-pacific





BUSINESS

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



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

https://www.adb.org/documents/2023-annual-portfolio-performance-report **ADB Business Opportunities Seminar** 

Sector 2023 2018 \$28.9B **TRANSPORT** \$20.6B **ENERGY AGRICULTURE** \$11.0B \$13.8B **WATER & URBAN** 

**HEALTH** 

\$5.5B

**EDUCATION** 

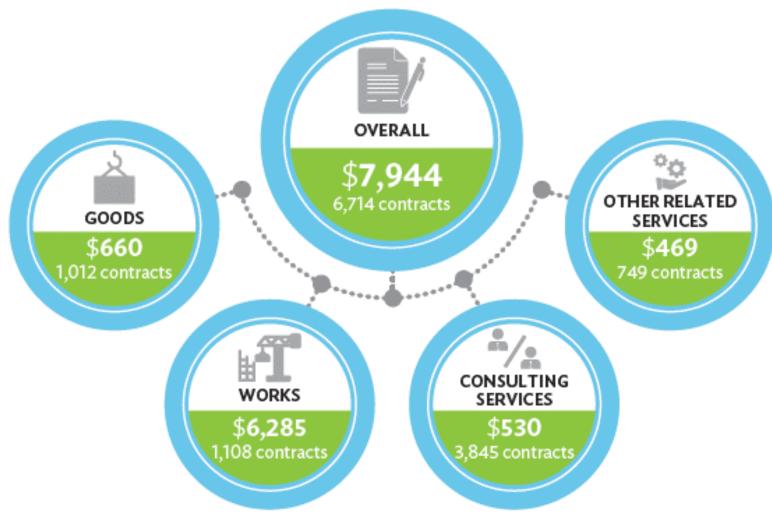
\$5.4B







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



Source: Asian Development Bank, PPFD.





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



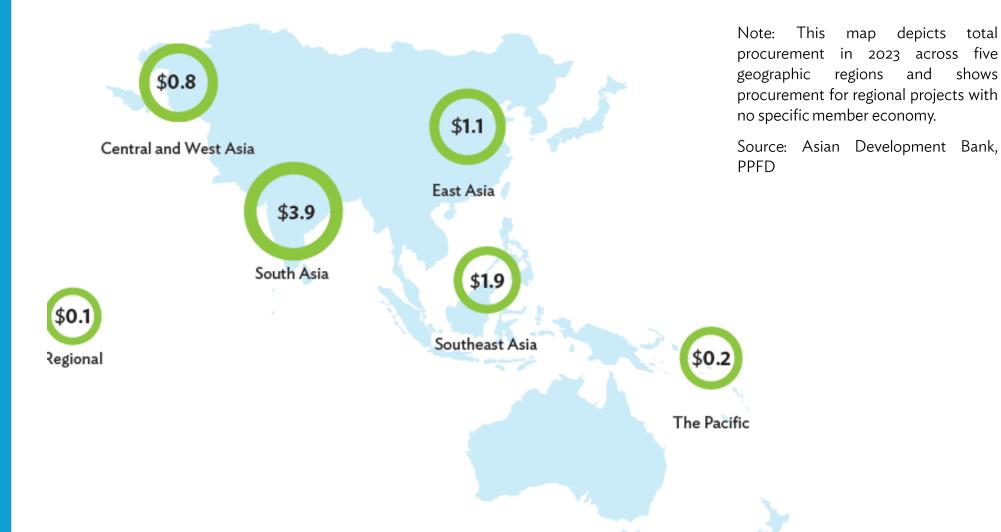
ANR = Agriculture, Natural Resources and Rural Development; EDU = Education; ENE = Energy; FIN = Finance; HLT = Health; IND = Industry and Trade; ICT = Information and Communication Technology; MUL = Multisector; PSM = Public Sector Management; TRA = Transport; WUS = Water and Other Urban Infrastructure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

Source: Asian Development Bank, PPFD





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





depicts

and

total

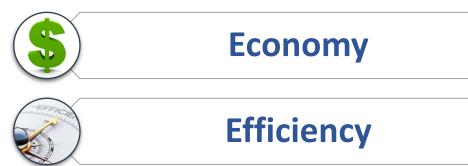
shows

map

regions



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







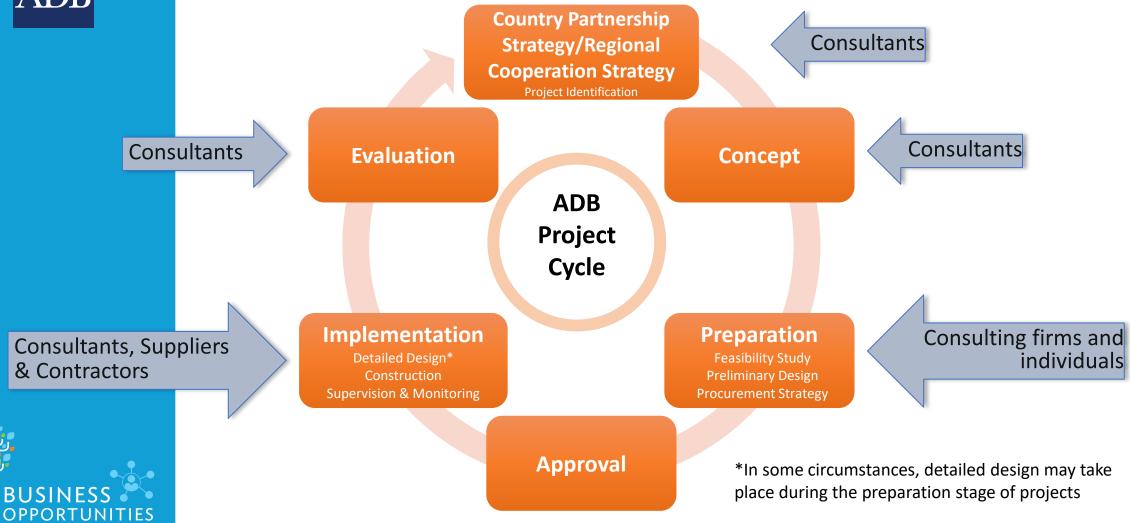






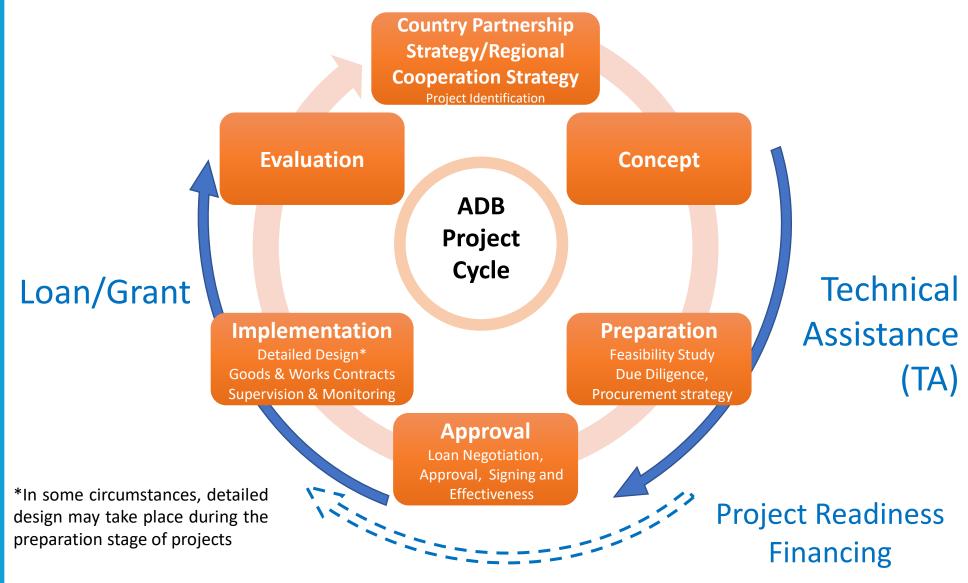


#### When is the Private Sector engaged?





#### Financing Modalities and the Project Cycle







#### **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





#### **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





#### **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









#### achieved through

- policy and regulation
- contract requirements
- specification
- · criteria setting

informed by prioritization and market analysis

ENVIRONMENTAL



SOCIAL



**ECONOMIC** 



INSTITUTIONAL

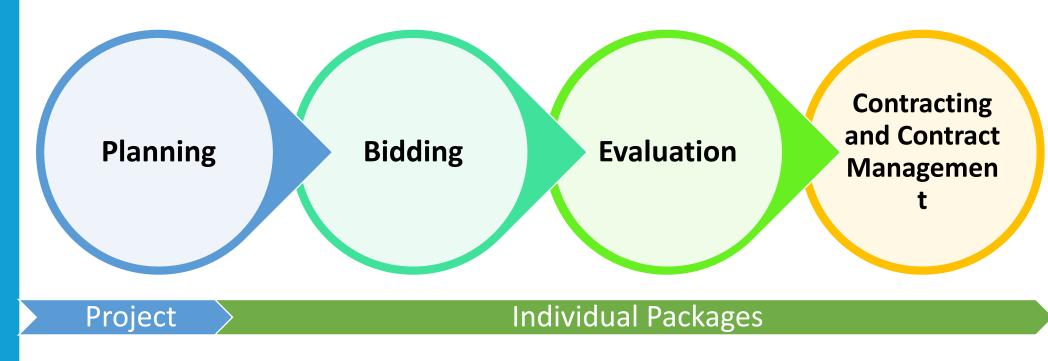




Do good both through what is built and through how it is built



#### **Procurement Process**







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

& understand submission requirements; no conditional bids

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



#### **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**



# 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\*

RFP Stage

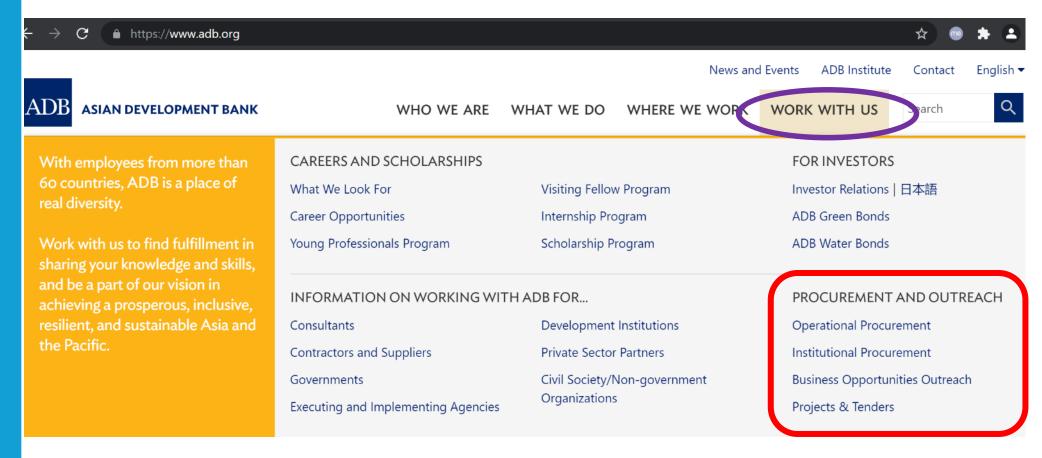
\*CMS is ADB's Consultant Management System, an IT platform used to advertise and recruit consultants.







#### How to find Information on our Website



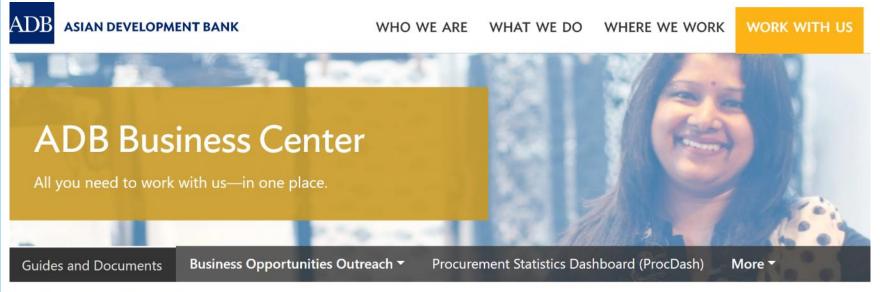


#### **Business Center - www.adb.org/business**

Procurement - www.adb.org/business/operational-procurement



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



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

- How-Tos
- Policies & Regulations
- Procedures& Guidance
- 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?  $\rightarrow$ 

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? →

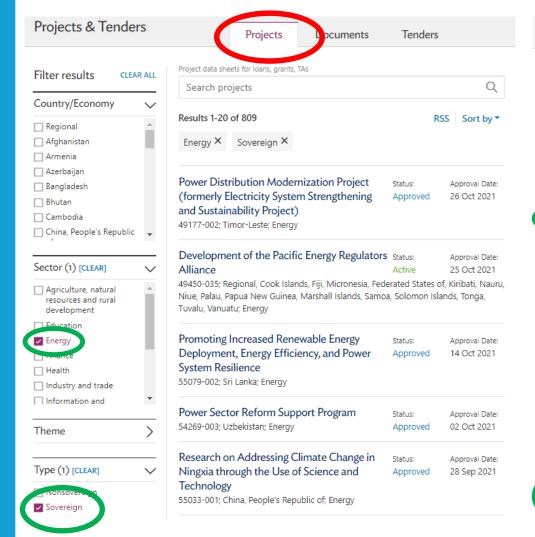
**ADB Business Opportunities Seminar** 

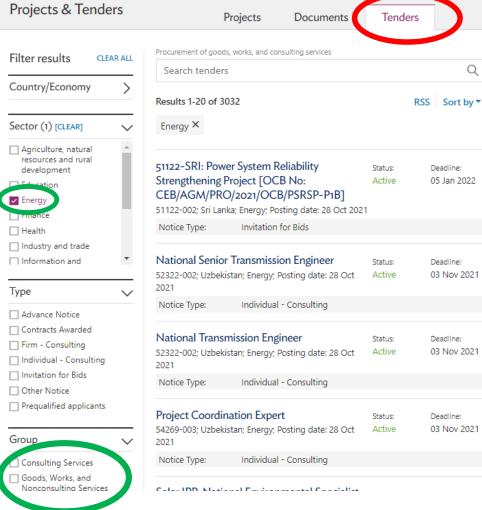
How-Tos





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

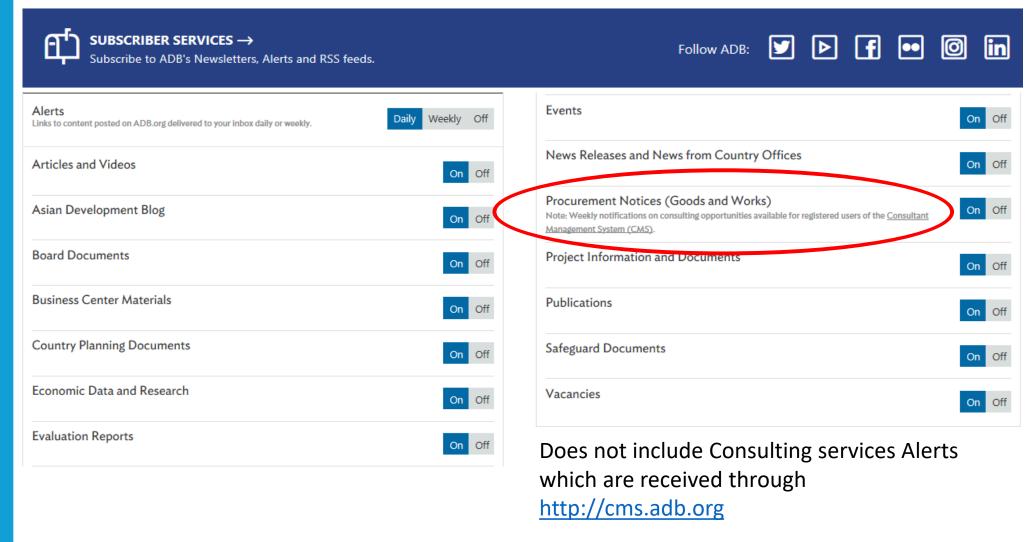








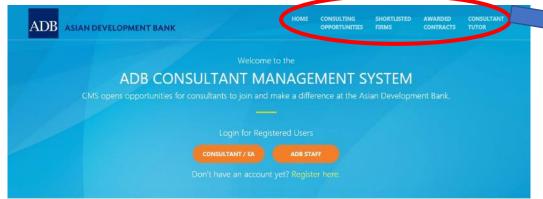
### Goods and Works - Subscribe to receive alerts\* - <a href="https://alerts.adb.org">https://alerts.adb.org</a>







#### **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
(EDIs) for ADB-financed or administered projects.



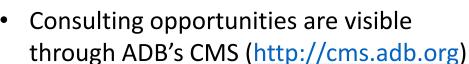
ADB publishes the names and contact details of firms invited to submit proposals. This is for the information of consultants who wish to associate with them. Interested consultants should contact

**View Shortlisted Firms** 



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 details.

View Awarded Contracts



SHORTLISTED

FIRMS

AWARDED

CONTRACTS

CONSULTANT

TUTOR

CONSULTING

**OPPORTUNITIES** 

- 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 <u>http://consultanttutor.adb.org</u>



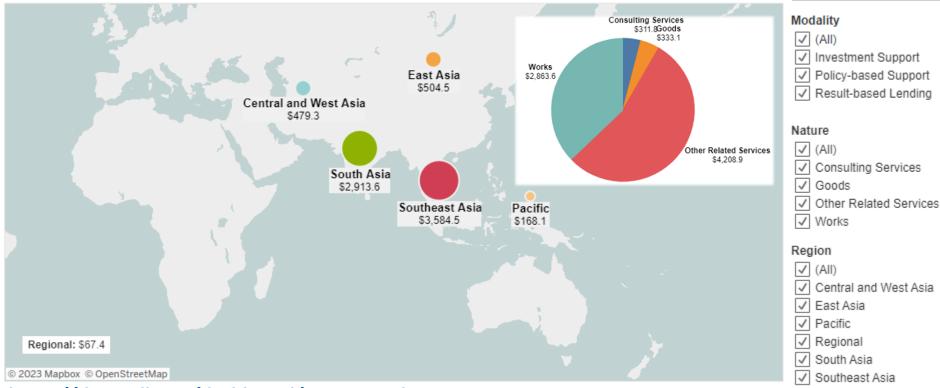


BUSINESS

**OPPORTUNITIES** 

#### **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

**ADB Business Opportunities Seminar** 



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#### **Useful Links**

www.adb.org

http://cms.adb.org/

www.youtube.com/user/Asiandevelopmentbank

www.adb.org/news/videos/series/procurement

www.adb.org/business/main

https://www.adb.org/documents/adb-procurementpolicy

https://www.adb.org/business/how-to/where-can-i-find-adbs-standard-bidding-documents

https://www.adb.org/documents/guidance-notes-onprocurement





# Join the community of ADB Consultants and Suppliers in LinkedIn:

1) ADB Consultants Network:

https://www.linkedin.com/groups/3796524/

2) ADB Suppliers Network:

Also follow "ADB Business Center" in LinkedIn:







#### THANK YOU!

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Management Department (PPFD)
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