

Islamic Development
Bank (IsDB) Group
Business Opportunities

03 June 2024, Islamabad Pakistan

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Introduction of IsDB

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Framework of IsDB Project Procurement

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Business Opportunities Resources of IsDB

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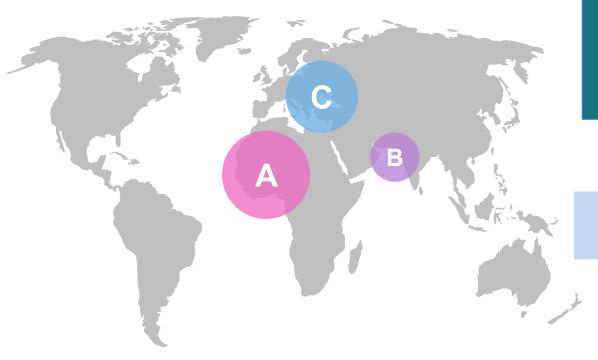
Business Opportunities





Introduction of IsDB

Introduction



THE PRESENT MEMBERSHIP OF THE BANK CONSISTS OF

57 COUNTRIES

The WORK OF THE IsDB TOUCHES THE LIVES OF

1 IN 5
OF THE
WORLDS
POPULATION

THE WORK OF THE ISDB CAN BE SEEN AROUND THE WORLD WITH OPERATIONS IN THREE CORE REGION

- A AFRICA AND LATIN AMERICA
- B ASIA
- MIDDLE EAST & NORTH AFRICA (MENA) AND EUROP

Formation

Established in 1975 to foster economic development and social progress

Development

IsDB Led the development of Islamic (non-interest bearing) financial products

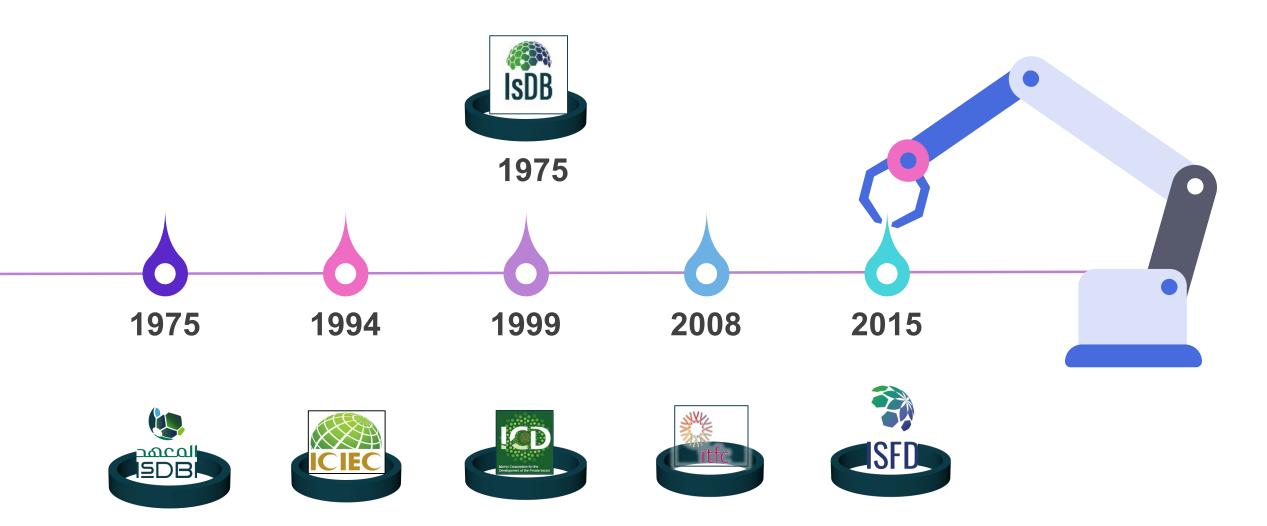
IsDB-Financing

Suitable for infrastructure and asset-based financing

Risk Sharing

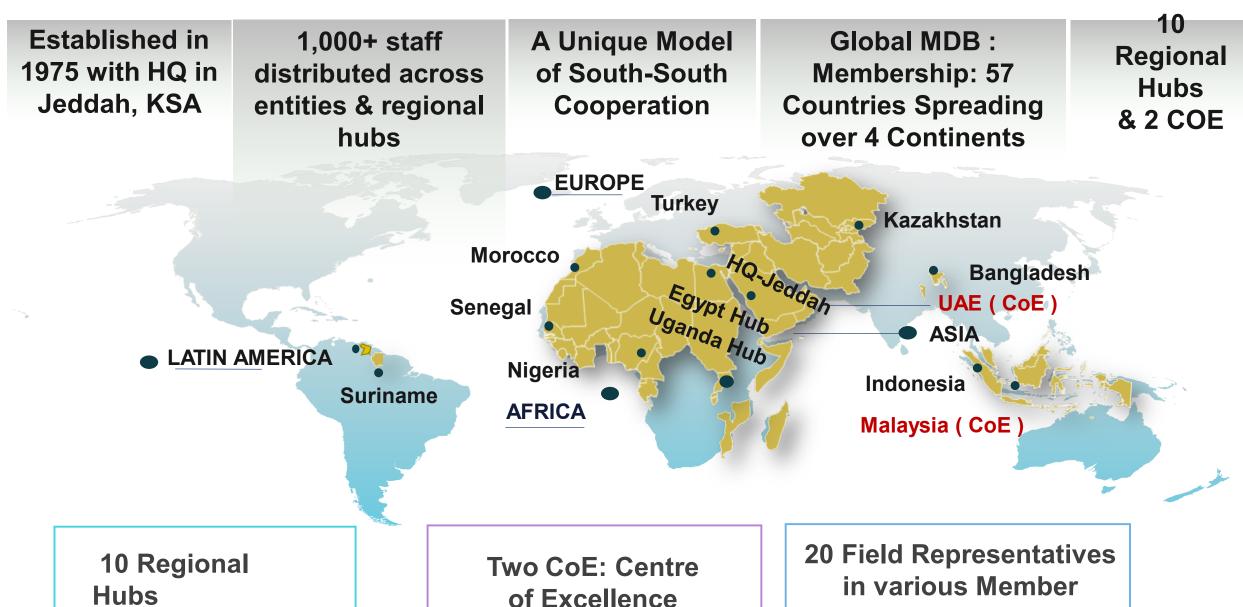
Principle of risksharing instead of risktransfer

Evolution of IsDB Group (1975 - 2023G)



Institution has Evolved from Single Entity to a Group Comprising of 6

Key Facts about IsDB



Countries

RH Türkiye



Mandate

Development

Foster socio-economic development in Member Countries and Muslim communities in Non-MCs



Promote comprehensive human development in 57 MCs

Globalization

Promote & Expand the Islamic Financial Services Industry - Globally

Financing

Offer development financing (Public & Private) with the aim of promoting socio-economic development

Capacity Building

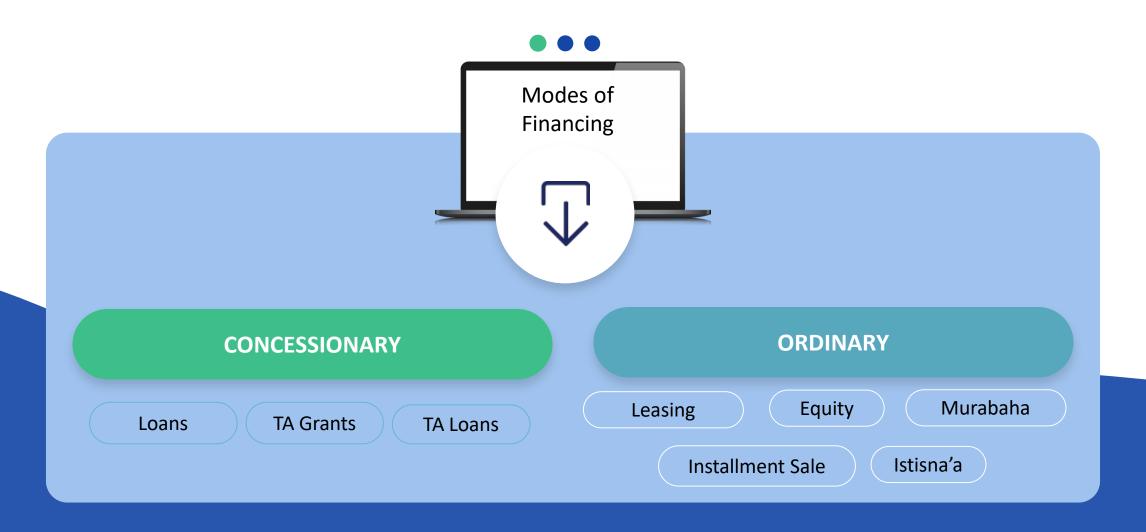
Build capacity and promote technical cooperation

Regional Integration

Facilitate economic cooperation & integration of IsDB Member Countries among themselves and with the World



Project Financing Products



Selected Development Partners

Coordination

















MDBs / International Organizations





























and Others Bilateral





















البنك الإسلامي للتنمية Islamic Development Bank

Project Procurement Framework of IsDB



Project Procurement – Framework & Hierarchy





Procurement Guidelines

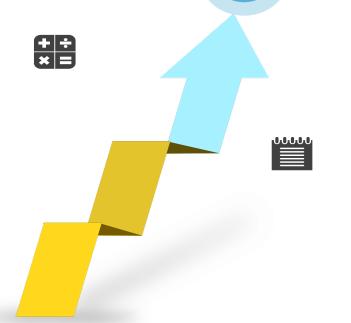
Use of IsDB Procurement Guidelines is mandatory for Procurement of contract financed in whole or in parts by IsDB as further reflected in Project Documents (PAD,RRP) and Financing Agreement.





IDB BED

IsDB Board Executive Directors
(representing all Member Countries,
hence <u>supersedes</u> each MC's
regulation) and <u>mandates</u> the use of
IsDB Procurement Guidelines for
Project financed by the Bank





Article of Agreement

IsDB "ARTICLE OF AGREEMENT"
mandates (i) the use of Bank's managed
fund strictly for the purpose intended
with regards to economy and efficiency
(ii) the use of competitive approach for
procurement and promoting
development of Member Countries

Project Procurement - IsDB Procurement Guidelines

IsDB Procurement Policies and Procedures are detailed in Two Distinct Guidelines

Defines policies, process, methods, criteria, steps, and review process by IsDB

Each includes concepts and approaches which are <u>different</u> for procurement of goods or works and selection of consultant

Further operationalized by a list of procurement documents (bidding documents, evaluation report, etc.)



OUTLINE for Selection of Consultancy Services

 Procurement Strategy Document will set the type and Approach for selection of Consultancy Services

TERMS OF REFERENCE AND COST ESTIMATES

ADVERTISEMENT OF CONSULTANCY SERVICES

 SHORTLISTING AND REQUEST FOR PROPOSAL

EVALUATION OF PROPOSALS

NEGOTIATIONS AND CONTRACT AWARD

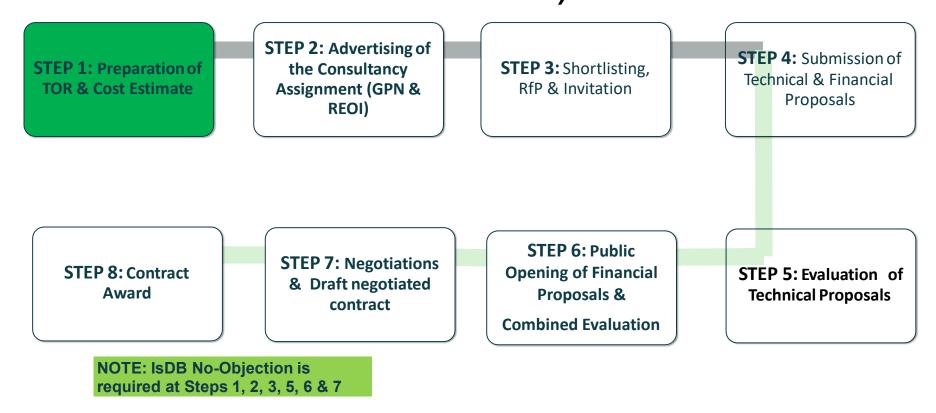


Advertising of the Consultancy Assignment. GPN/REOI

Type of Shortlist	Advertising media
International Consultant	 IsDB's website UNDB Online or DgMarket websites
MC Consultant	 IsDB's website; and Beneficiary's website or the project portal of the MC
Domestic Consultants	 Beneficiary's website Other appropriate publicly accessible mediums of wide distribution in the Country

In addition to the Beneficiary's government's respective web portal, where available, the GPN may also be sent to Embassies, Consulates, and local representatives of IsDB MCs.

Eight Steps in the Consultant Selection Process (based on QCBS Selection Method with Prior Review)



Outline for Procurement of Works and Goods

Goods

Commodities, raw materials, machinery, equipment, industrial plant

Works

Construction Infrastructure

Non-consulting services

Transportation, insurance, installation, commissioning, training and maintenance, operation and management, mapping, drilling, etc.





Prequalification & Initial Selection

Shortlisting process for G/W/S

When high cost of preparing proposals could discourage competition or when we expect to have too many bids to evaluate (too little or too much of a good thing)

For large and complex (high value high risk, especially IS) also for custom, plant, etc.

Done for a specific entity not its affiliates or parent firms: same entity for whole procurement and CM process

IfP=4 weeks minimum=bids=everything turned into monetary value

IS=proposals=rated criteria

IfP criteria:

- a) experience and past performance on similar contracts;
- b) capabilities with respect to personnel, equipment, Plant and manufacturing facilities;
- c) current commitments of Works under execution and progress of work; and
- d) financial position during the past three (3) to five (5) years.

IS:

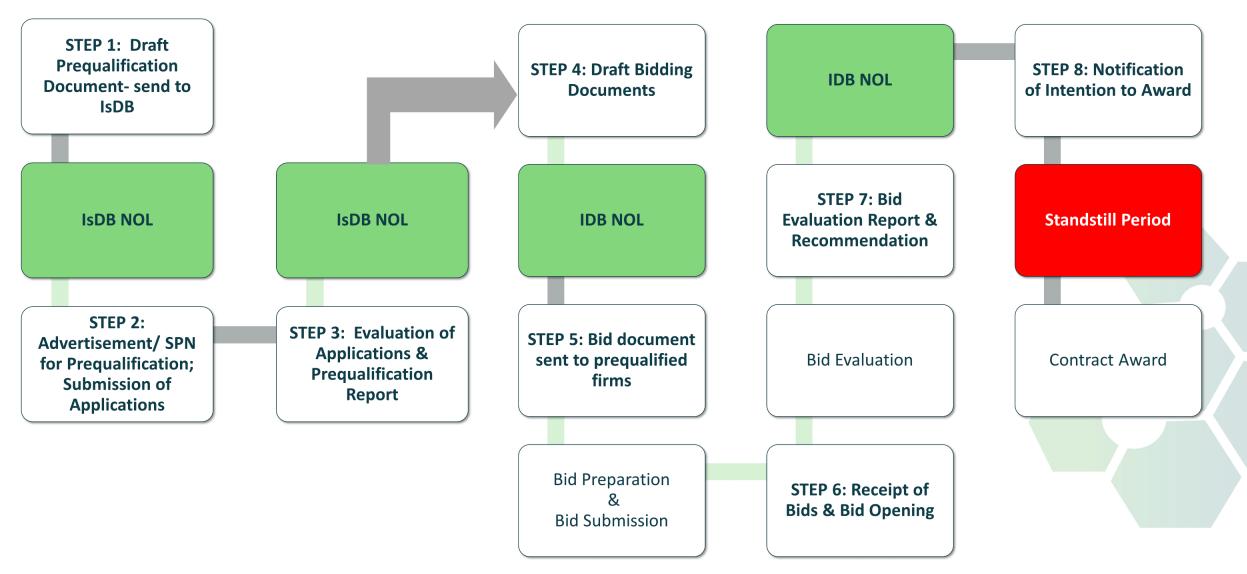
- First step is IfP-type criteria
- Second step uses industryspecific criteria (rated)

Margin of preference if criteria met (15% goods/10% works)





Eleven Steps in Contractor Selection Process (based on ICB or ICB/MC with prequalification)







Selection of Procurement Method



Selected in PS and PP

As usual a change = formal approval of revised planning



Aim to favour MC but you can use ICB if:

MC do not have enough companies

Geographical location of project make it
unlikely that enough acceptable bids will
be received from MC



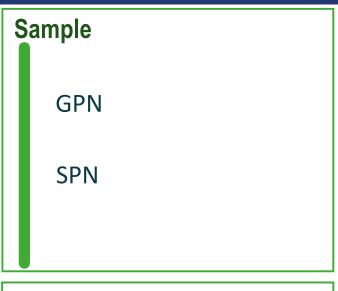
Procurement steps will be the same





IsDB Standard Procurement Documents for G &W

Ds) SP **CUMENTS** 00 **PROCUREMENT** STANDARD 4 ō SUITE EW Z



SBD for

Procurement of Plant
Procurement of Goods
SBD Works - Major Works
SBD Works Smaller
Contracts

Standard

Shopping Document for Procurement of Works and Goods
Pre-qualification Document

Initial Selection Document

Evaluation

St Evaluation Report Consultancy Services St Evaluation Report Goods and Works

Users' Guides

User's Guide For PQD for Proc of Works
User's Guide for SBD Major Works

SPD - January 2019





SBD for TextBooks

Preparation of Bidding Documents is based on:

- Type of Contract- lump sum / unit rate
- Scope of Contract- Works; Maintenance
- Division into lots
- Design Build (Turnkey contract) for industrial plant
- SBDs include: ITB; BDS; CoC; BoQ; Specifications..etc.



Bidding Documents Objectives

- Provide equal information to all bidders
- Instruct bidders on procedures for submission of bids
- Describe goods or works with technical requirements to be procured
- Inform the bidders of criteria for evaluation
- Define conditions of contract
- Encourage participation through reasonable fees, such as sale of bidding document, bid security, performance security etc.



Poor Bidding Document has negative Impact

- Clarifications/complaints from bidders
- Undefined application of instructions and criteria
- Selection of poorly qualified bidder
- Delays in project implementation
- Misprocurement
- Lack of credibility of institutions



Special Features of Contract Performance Security

- Protection of borrower against breach of contract
- Performance security to be issued by institutions with enforceable instrument
- A portion of performance security to cover warranty, defect liability or maintenance period
- Performance security required for works (10% of the contract price)
- Performance security required for EHS (normally up 2%)

Special Features of Contract Liquidated Damages

Cost deducted form the contract price for delays and/or unperformed services

After we asking 400% of the assistant police as liquidated dependence that





Evaluation considerations

- Confidentiality on bid evaluation until publication of award;
- Beneficiary can ask bidders for clarification;
- Responses shall be made in writing;
- Extension of bid and security validity if needed;
- Standard evaluation form;
- Qualified team of evaluators (can include consultants if needed);
- IsDB approval required for rejecting all bids;
- Rejection of bids must be well justified.





Preliminary examination

Technical scrutiny - substantial responsiveness:

- ✓ Bid submission form duly signed;
- ✓ Bid security-amount and validity (90-120 days) or maybe bid-securing declaration?;
- ✓ Price schedules;
- ✓ Conformity to the clauses of the bidding docs;
- ✓ Conformity to standards and specifications;
- ✓ Valid power of attorney.

Detailed evaluation only for substantially responsive bids.

UNACCEPTABLE

- Late bid;
- Unsigned bid;
- Omission of BoQ;
- Inadequate bid security;
- Different prequalified firms and bidders;
- Different price conditions;
- Unacceptable alternative, timing and phasing;
- · Unacceptable applicable law.

FOR CONSIDERATION

www.isbd.org

- Different payment terms;
- Alternative methods/bids;
- Minor omissions;
- Liquidated damages.







Rejecting all bids

G/W/S

- Justification required
- If lack of competition (not solely # of bidders)
- If all bids non-responsive
- If prices substantially higher than estimate
- Review reasons before rebid
- Consider modifications in spec., Conditions, etc.
 Before rebid
- Bank's prior no-objection required

Negotiations

- Usually not the case except for High Value High Risk
- As alternative to rebidding with the lowest evaluated bidder on feasible solution. Bank's prior no-objection required.

Consultant

- Due to major deficiencies in TORs
- If cost is substantially higher than estimate
- Consider increase budget or reducing the scope of services with the firm
- Justification required
- Review reasons before re-inviting
- Bank's prior no-objection required

Negotiations

- Required and normal
- Unit price is not negotiated if price is a factor
- Bank's prior no-objection required for RFP, technical evaluation and draft of negotiated contract



Stakeholders Relationship



Financing Agreement, PAD, PIASR

Financing Agreement (FA) and Project Documents govern the legal obligations between a Beneficiary and IsDB regarding procurement financed by IsDB.

Procurement Documents issued by a Beneficiary and Contract signed between the Beneficiary and a Company define the rights and obligations between both parties



BENEFICIARY

The Company has the option to send copy of its complaint to the Bank in particular if the complaint has not been fully resolved



COMPANY

Biddings continuations of C

The Beneficiary is obliged to respond and fully resolve the issues raised in the complaint

ROLE OF BENEFICIARY

SOLELY RESPONSIBLE FOR PROCUREMENT



01

PROCUREMENT

- Prepares Procurement Strategy and Planning
- Prepares and issues PQ and bidding documents
- Invites applications for PQ, bids/proposals
- Receives and evaluates PQ/bids/proposals
- Awards Contracts

02

SUCCESSFUL COMPLETION OF THE PROJECT

Implements projects and deals with all contractual issues

ROLE OF IsDB



SUPERVISES THE Entire PROCESS



ASSISTS BENEFICIARY IN PREPARATION OF PROJECTS



ASSESSES BENEFICIARIES' CAPACITY AND PROCUREMENT RISKS AND SUGGESTS MITIGATION MEASURES



Reviews and clears procurement strategy and planning, beneficiaries procurement procedures, plans, advertising, prequalification, procurement documents, evaluation report and award recommendations and contracts to ensure compliance with financing agreements



MAKING DISBURSEMENTS IF:

- TERMS IN THE FINANCING AGREEMENT IS MET
- PROCUREMENT PROCEDURES ARE FOLLOWED



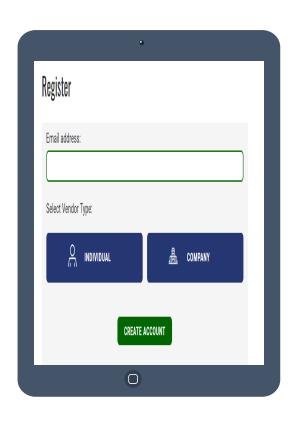




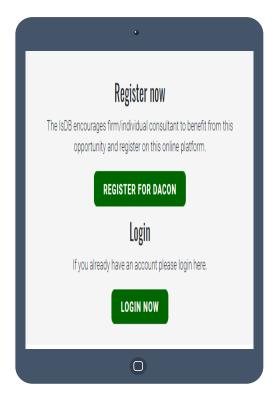


Business Opportunities

Registration of Consultants







Get https://www.isdb.org/project-procurement/portal



Registration of Consultants/Firms

The roster will enable registered firms and individual consultants to get firsthand and timely information on IsDB financed projects.

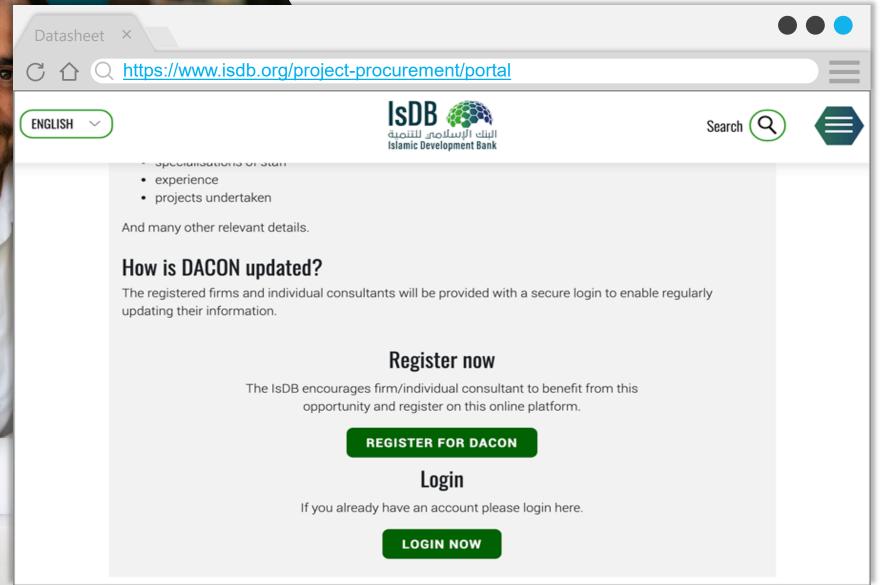
The purpose of the online database is to maintain a profile of individuals and consulting firms that have requisite expertise and experience in specialized fields.

To register in the Database on Consultants (DACON) system, need to fulfil the basic criteria, individuals / companies must provide basic information about themselves/the company's profile.

The information required the contact address, management details, specialization of staff, their experience, projects undertaken, and any other relevant details. A secure login will be provided for regular updates can be added where required.

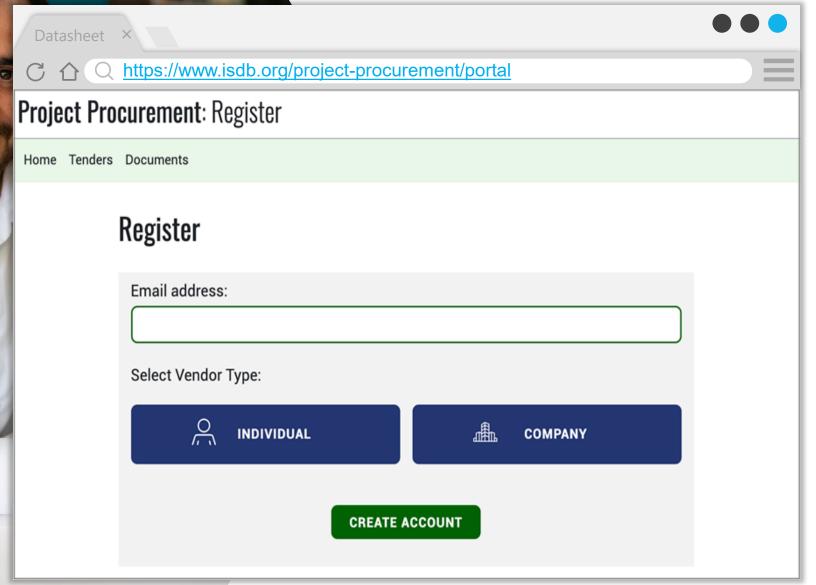
04

Quick steps on Registration of Individual Consultants/Firms

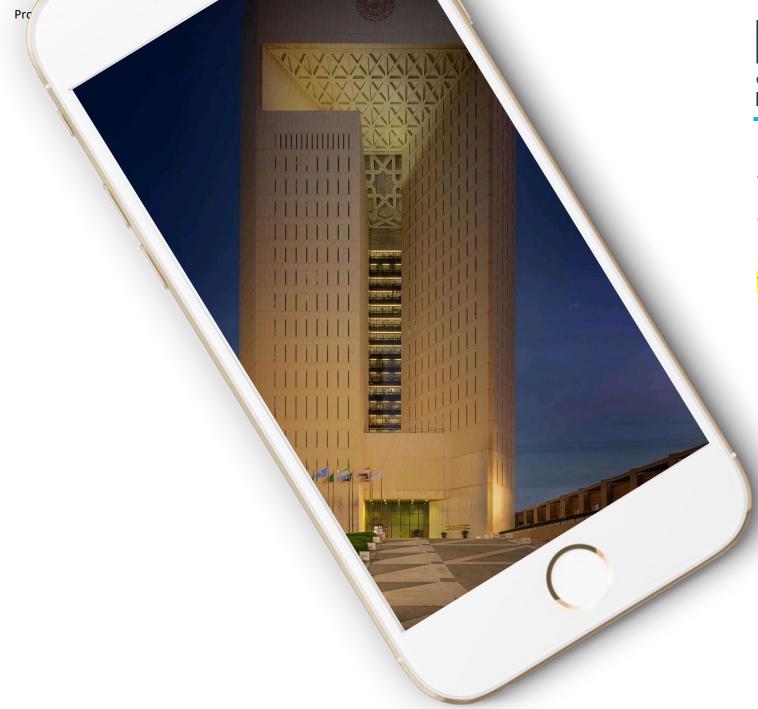


- Visit the Portal and select the option to register for DACON. You can edit or update your profile in Login Options, once approved by the PPFM team
- Ponce you enter the registration page, a second layer will pop up on your screen. In this section, you may select your vendor type and proceed with creating your account

Quick steps on Registration of Individual Consultants/Firms



- ➤ Check your email and follow the steps as instructed. You may receive the email to your inbox or spam, so kindly check both folders
- ➤ After the completion of required information, you will see all your details in Profile section.
- ➤ If the system shows that your account is already created, please visit the link below to reset your password in order to login: https://www.isdb.org/project-procurement/user/password





PPFM urges all the consultants/Firms to register on the Website and provide us feedback on the registration process and any difficulty you may have faced in the registration process. Provided REGISTRATION USER GUIDE WILL HELP YOU WITH THE PROCESS.

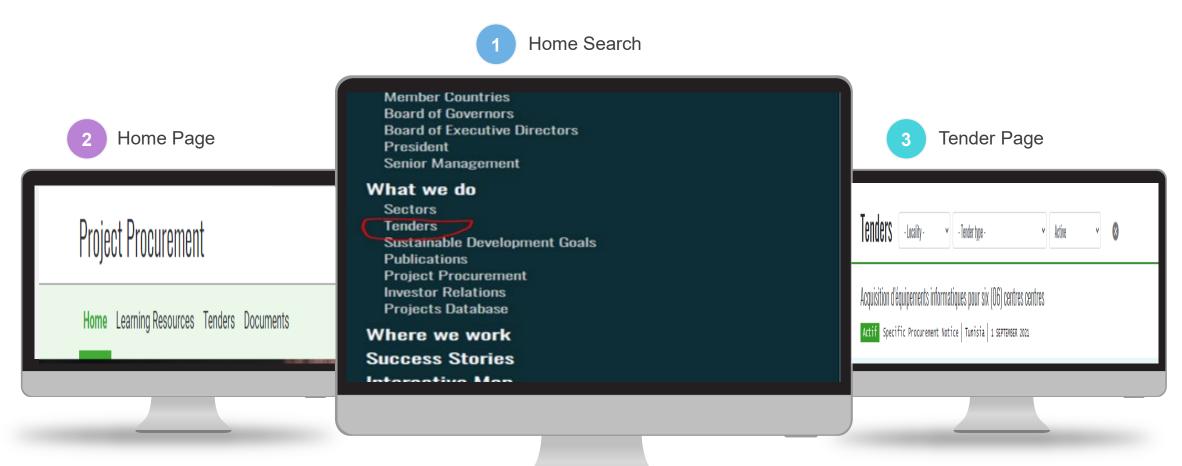
For Technical Difficulties, Please share issues with the following email

PPFM@isdb.org

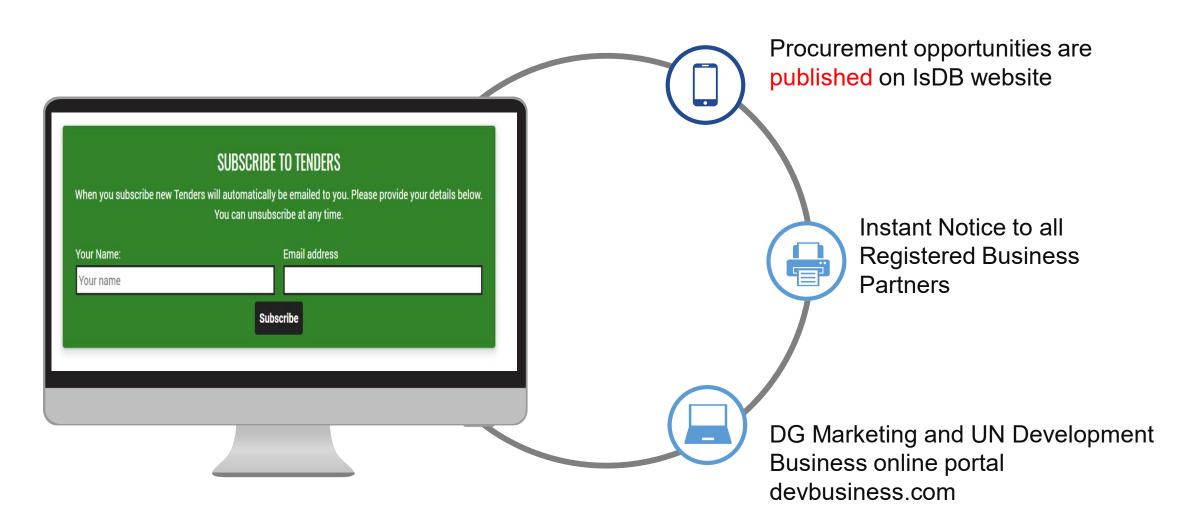
Tender Section

IsDB Website https://www.isdb.org/project-procurement/

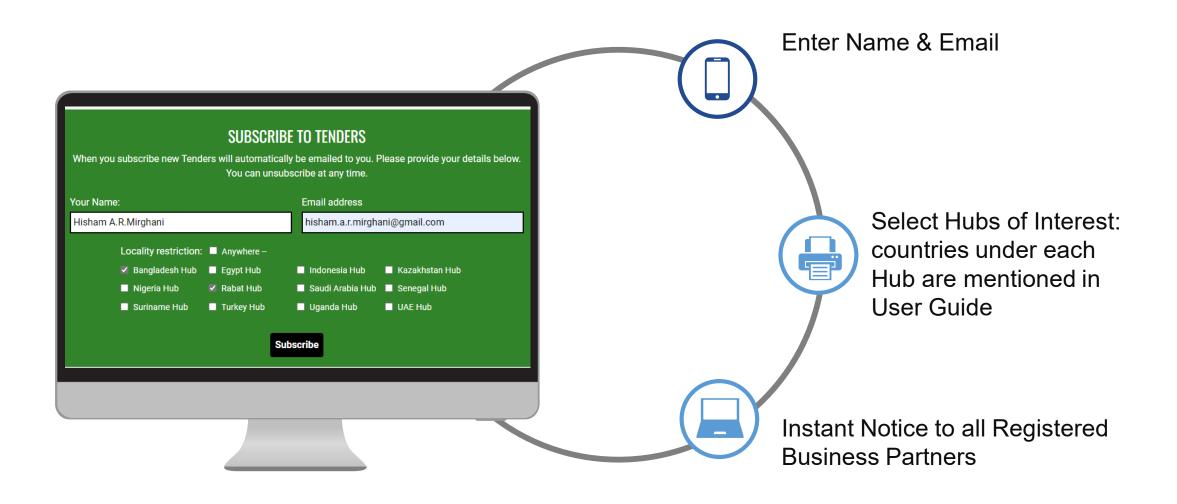
'Opportunities' List of Tender Opportunities for IsDB-financed projects



Access to Business Opportunities through Subscription



Access to Business Opportunities





TENDER SECTION/BUSINESS OPPORTUNITY

Please follow the link below to sign up for the IsDB project's business opportunity:

https://www.isdb.org/project-procurement/tenders

Once you've clicked on the link, scroll down until you see the subscription bar. Please supply the following information in order to take advantage of the opportunties:



IsDB Regional Hubs and Countries





MOROCCO Hub

- Morocco
- Mauritania
- Algeria
- Tunisia
- Libya

EGYPT Hub

- Egypt
- Sudan
- Lebanon Jordan
- Iraq
- Syria

Türkiye Hub

- Turkey
- Pakistan
- Afghanistan
- Iran
- Azerbaijan
- Albania

SENEGAL Hub

- Guinea Bissau
- Mali
- Gambia
- Sierra Leone
- Guinea
- Côte D'Ivoire

INDONESIA Hub

Darussalam

BANGLADESH Hub

Indonesia

Malavsia

Brunei

Bangladesh

Maldives

NIGERIA Hub

- Nigeria
- Chad
- Gabon
- Togo
- Niger
- Cameroon
- **Burkina Faso**
- Benin

KAZAKHSTAN Hub

Tajikistan

Uzbekistan

Kyrgyz Republic

Turkmenistan

Kazakhstan



UGANDA Hub

- Uganda
- Mozambique
- Djibouti
- Comoros
- Somalia

HOs:

- Saudi Arabia
- UAE
- Oman
- Qatar
- Kuwait
- Bahrain
- Palestine
- Yemen

- Suriname Guyana

SURINAME Hub

Protected.

POSSIBILTY OF STRATEGIC JOINT

VENTURES

Federation of Contractors from Islamic Countries (FOCIC) / Federation of Consultants from Islamic Countries (FCIC)



- IsDB helped to establish these federations in 1986 (FCIC) and 1991 (FOCIC).
- > IsDB supports both federations as part of IsDB policy of MC preference, and to support private sector/job creation in MCs.
- IsDB provides venues for both federations to hold their annual General Assemblies during the IsDB AM.
- IsDB jointly organizes seminars and capacity building events in MCs online and physically.
- > Consultants & Contractors are encouraged to join to enhance networking, JV opportunities, capacity building & knowledge sharing.

02

FCIC

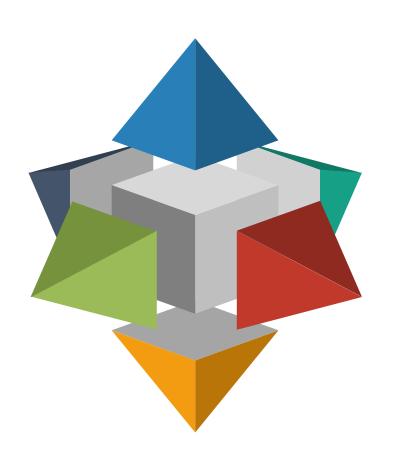
Its membership consists of 100 Consulting firms from 23 Member Countries. Registered as NGO in Istanbul, Turkey. Executive Director based in Ankara.

03

FOCIC

- Restructured in 2022 with new constitution, host country and Board of Directors. Constitution adopted by Contractors' Federations from 27 MCs.
- Currently under process for registration as International Organization in KSA.

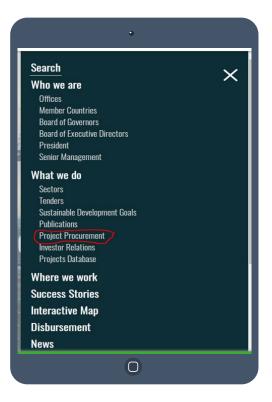
POSSIBILTY OF STRATEGIC JOINT VENTURES: CONTACTS



Federation	Contact	Email / website
FCIC	 Halil Agah Executive Director of FCIC, halilagah@gmail.com Ms Elif Togay, Executive Secretary,FCIC elifyonat@gmail.com Phone: +(90) 216 4570867 	FCIC Federation of Consultants from Islamic Countries (thefcic.org)
FOCIC	Dr Malik Dongla, Acting Secretary General, FOCIC focic3@gmail.com	



How to Access Procurement Documents?.



https://www.isdb.org/projectprocurement/documents

How to Access Procurement Documents?

Procurement documents, Guidelines, Guidance Notes etc. (English and French)

Project Procurement: Documents

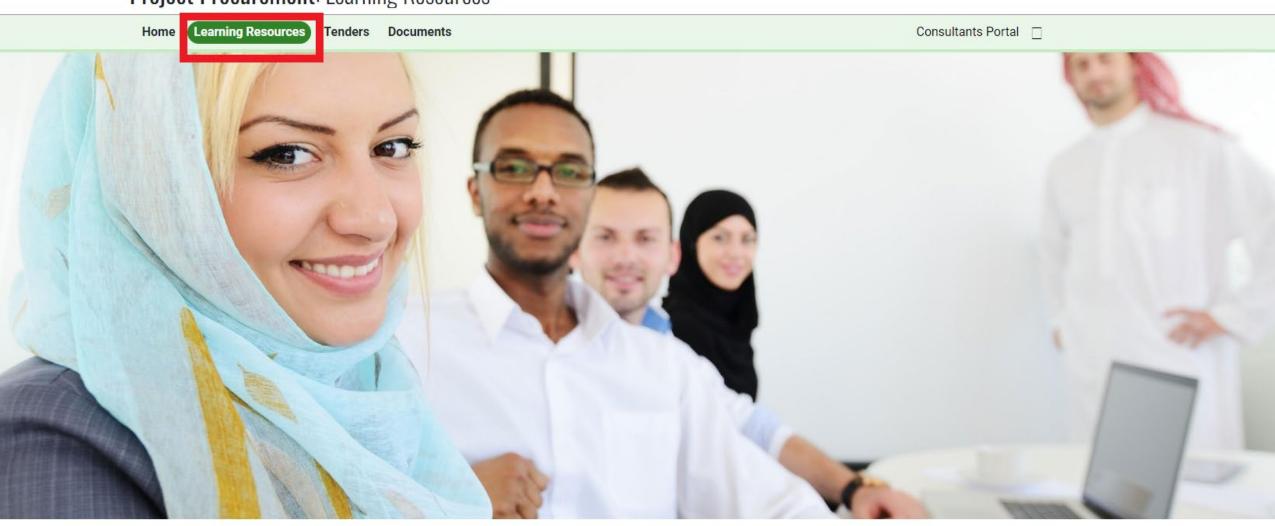


Protected

How to Access Procurement E-Learning Course?

https://www.isdb.org/project-procurement/learning-resource

Project Procurement: Learning Resources

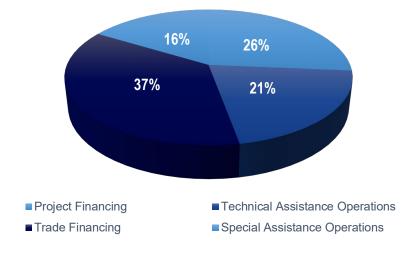


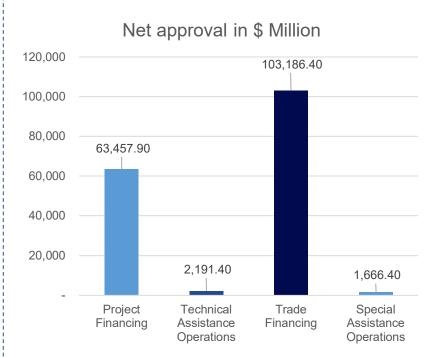


Cumulative IsDB Operations by Major Mode of Financing 1975 - 2023

	Project Financing		Technical Assistance Operations		Trade Financing		Special Assistance Operations		Grand Total	
	No. of Projects	Amount in \$Million	No. of Projects	Amount in \$Million	No. of Projects	Amount in \$Million	No. of Projects	Amount in \$Million	No. of Projects	Amount in \$Million
Net Approval	3,000.00	63,457.90	2,361.00	2,191.40	4,156.00	103,186.40	1,861.00	1,666.40	11,378.00	170,492.10

Net Approval Percentage by Number





Net Approval in Numbers



Active Projects Portfolio - December 2023



2.4bn

Total Awarded SP.

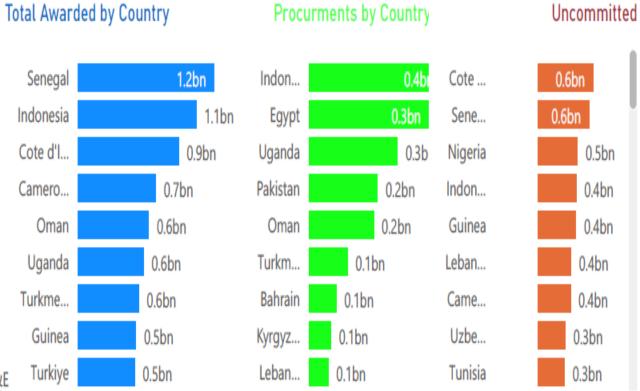
13.4bn (60%)

Procuremen...

2.1bn (9%)

2.2bn 2.7bn

Overall Active Project Portfolio by Countries



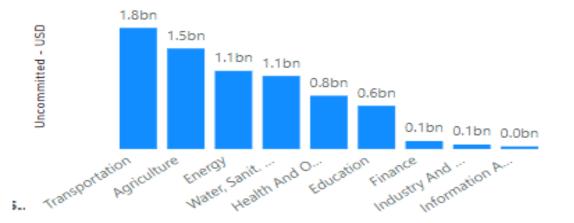
Opportunities Portfolio





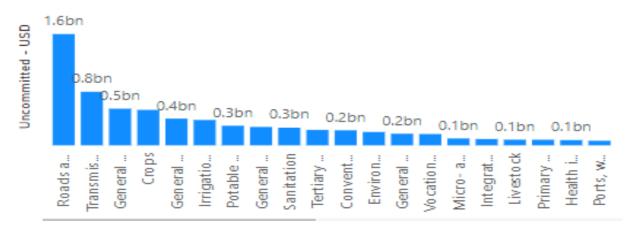
Uncommitments (Opportunity) by Sector

Uncommitments (Opportunity) by Sector



Uncommitments (Opportunity) by Sub-Sector

Uncommitments (Opportunity) by Sector









Business Opportunities & Portfolio of Pakistan



Pakistan Portfolio

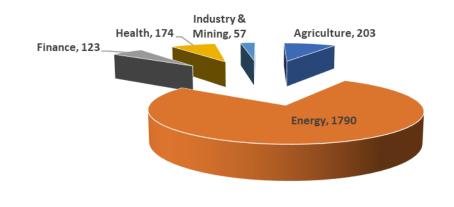
BREIF



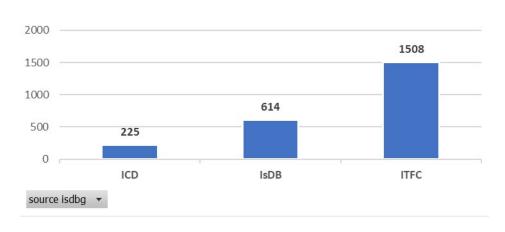
As of March 2024, the IsDB Group has approved total financing of about US\$15.4 billion for Pakistan. This includes US\$3.1 billion project financing by IsDB; US\$274.9 million approved by ICD; US\$7.2 billion trade operations by ITFC, and US\$4.9 billion by other IsDB Group funds and operations. In addition, ICIEC has provided US\$6.2 billion as business insured and US\$4.4 billion as new insurance commitments. Project financing represents 19.5% (US\$3.0 billion) of total financing, while trade financing represents 78.8% (US\$12.1 billion), and concessional financing is 1.8% (US\$271.5 million).

IsDB Group Active Portfolio in Pakistan (\$ 2.34 Billion)

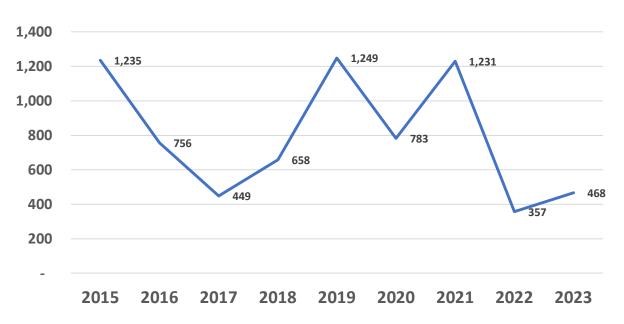
Active Portfolio By Sector



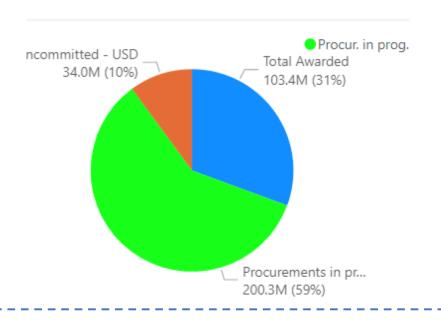
Active Portfolio By Entity



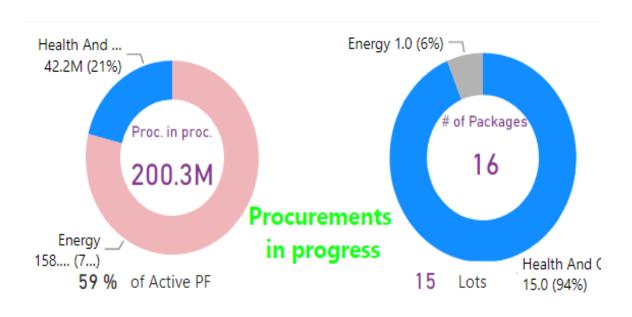
Annual Trends in Project Financing Approvals



Procurement Opportunities in Pakistan







Tender available for Pakistan on IsDB Website

