# WORLD BANK PROCUREMENT OPPORTUNITIES IN UZBEKISTAN

TASHKENT APRIL 24, 2025 This is not an ADB material. The views expressed in this document are the views of the author/s and/or their organizations 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 and/or completeness of the material's contents, and accepts no responsibility for any direct or indirect consequence of their use or reliance, whether wholly or partially. Please feel free to contact the authors directly should you have queries.





- 1. Overview of the World Bank
- 2. World Bank Procurement & Key Advancements
- 3. How to Compete
- 4. Uzbekistan's Active Portfolio
- 5. Procurement Pipeline
- 6. Q&A





- 1. Overview of the World Bank
- 2. World Bank Procurement & Key Advancements
- 3. How to Compete
- 4. Uzbekistan's Active Portfolio
- 5. Procurement Pipeline
- 6. Q&A



The World Bank comprises 5 institutions

**IBRD** 

Provides financing for **middle-income** developing countries

International Bank for Reconstruction and Development

**IDA** 

Provides financing for low-income developing countries

International Development Association

**IFC** 

Mobilizes **private sector** investment

International Finance Corporation

**MIGA** 

Provides political risk insurance and credit guarantees

Multilateral Investment Guarantee Agency

**ICSID** 

Conducts **international arbitration** to settle investment disputes

International Centre for Settlement of Investment Disputes



# **IPF - Investment Project Financing**

- Provides IBRD loans, IDA credits and grants and guarantee financing to governments.
- Funds Activities that create the physical & social infrastructure necessary to reduce poverty and create sustainable development

# \$250 billion

value of active total net commitment IPF projects





- 1. Overview of the World Bank
- 2. World Bank Procurement & Key Updates
- 3. How to Compete
- 4. Uzbekistan's Active Portfolio
- 5. Procurement Pipeline



# ROLES IN IPF PROCUREMENT



# **Role of the Bank**



Ensure funds are used only for the purpose for which they were granted



Provide oversight with prior and post procurement reviews



Provide Borrowers implementation support



# **Role of the Borrower**



**Prepare Procurement Strategy** 



Plan procurement



Seek offers from market



Evaluate offers and determine the Most Advantageous Bid / Proposal



Award, sign, and manage contracts



# World Bank Procurement Framework Launched 2016

World Bank Procurement Framework

- 6 Encourages dialogue with suppliers to incentivize participation and resolve problems collaboratively
  - 5 Enable flexible decision-making consistent with Core Procurement Principles

1 Promote fit-for-purpose procurement arrangements that are country, market and project-specific



2 Provide streamlined procurement approaches and more choices and options

Allow the Bank to provide Hands-on Expanded Implementation Support (HEIS) to Borrowers to run procurement processes

4 Enable the use of Alternative Procurement Arrangements (APAs) following the rules and procedures of another organization



# World Bank's Initiative (Rated Criteria)

#### [An opportunity for Innovation]

#### What is Rated Criteria?

Rated criteria are designed to ensure that the evaluation is comprehensive, transparent, and aligned with the objectives of the procurement. Since 2016, the Bank's Procurement Framework has permitted the use of Rated Criteria to evaluate Bids and Proposals.

#### **Since 2023**

International procurements using Bank Standard Procurement Documents must use rated criteria in their evaluations.\*

#### As of March 2025

International procurements must use specific minimum quality weightings based on their value and risk, meaning most international procurements will require a **minimum 50% weighting for quality**.





# Why has the Bank made this change?

- Aligned with global best practice (Rated Criteria been used for 30+ years in North America, Europe, Australasia etc.), while other countries (e.g. India) have recently modernized their procurement legislation to allow use in Works/NCS
- Greater use of Rated Criteria will further contribute to successful contract outcomes
- Combined with price and life cycle cost formulas, Rated Criteria provide a truer assessment of value that incorporates quality, sustainability, and other key criteria
- Increases the contribution of procurement to Bank priorities such as Green, Resilient and Inclusive Development (GRID) and Paris Alignment
- Rated Criteria create incentives for highly qualified bidders to participate in bidding
- According to the OECD, Rated Criteria reduces the risk of collusion, including bid rigging, in procurement processes





# Dedicated Rated Criteria webpage

# Dedicated Rated Criteria Webpage containing:

- Updated Guidance Evaluating Bids and Proposals (available in English, French, Spanish and Chinese)
- E-Learning (Two modules)
- Examples of Rated Criteria
- Briefing PPT on "How to Implement Rated Criteria"
- FAQs



#### Overview

Since 2016, the World Bank's Procurement Framework has encouraged the use of **Rated Criteria** -or non-price factors- to evaluate quality, sustainability, and innovative aspects of bids in decision making. This has enabled

#### RELATED

#### Infographic

Advancing Rated Criteria

#### Video

Message by World Bank Chief
Procurement Officer
| English | Chinese | French | Spanish

#### **Feature Story**

Rated Criteria: Game Changer for Promoting Value in Procurement

#### E-learning: Course Login Instructions

Module 1: Introduction of Rated Criteria

Module 2: Implementing Rated Criteria to Support Successful Project Outcomes

#### **Documents**

How to implement Rated Criteria
Briefing

Rated Criteria Q&As for Borrowers and Bidders, Proposers July 2023

https://projects.worldbank.org/en/projectsoperations/products-and-services/brief/rated-criteria



# **KEY ADVANCEMENTS**

# 2025: Driving Change in Operations Procurement



**Early engagements** with the market



Promoting value for money with rated criteria



Greater **Bank involvement and support** via Bank-Facilitated Procurement (BFP) and Hands-on Expanded Implementation Support (HEIS)



Standardized and consistent procurement documents based on industry standards



Promoting sustainable procurement with the Environment and Social Framework



**Direct payment** for large international procurements, FCV and Small States



# ADVANCEMENTS IN PROCUREMENT

# To improve supplier experience, the Bank is:

- → Requiring early market engagement for large contracts to optimize procurement strategies and approaches to delivery
- → Collaborating with Borrowers to aggregate smaller contracts into larger packages
- → Offering direct payment for large international procurements
- → Improving the procurement complaint handling system







- Flexible, risk-based approach to mitigate a project's biggest risks
- Implemented using a range of 'instruments' including ESMP, ESCP
- Good Practice Notes, Technical Notes and Guidance

#### GREEN, RESILIENT AND INCLUSIVE DEVELOPMENT (GRID)



- GRID promotes economic growth that goes hand in hand with environmental goals and social inclusion
- Ensures Bank investment meets criteria to be green, resilient and inclusive



# **CLIMATE CHANGE ACTION PLAN**

Seeks to achieve alignment with 2015 Paris Agreement through 3 priorities:

- Integrating climate and development
- Identifying and prioritizing mitigation and adaptation opportunities
- Drive climate finance and leverage private capital to deliver results

\*Reinforced by Paris Alignment mandate

# KEY BENEFITS FOR SUPPLIERS

#### **GLOBAL REACH**



Access to diverse procurement opportunities (Goods, Works, Services and Consultancies) across various regions and sectors

# FAIRNESS



Fair and transparent procurement process with standardized and consistent procurement documents

#### **VALUE FOR MONEY**



Emphasis on effective, efficient and economic use of resources

#### **BANK SUPPORT**



Reliable payments backed by the World Bank

Direct Payment option for FCV, small states and large contracts.



# TRUST BUILDING FOR SUPPLIERS

# **How Bank-Financed Projects Foster a Transparent Business Environment**

Universal Eligibility for Bidders: Open competition ensures equal opportunities for all qualified bidders.

#### **Use of Procurement Regulations and Standard Documents**

Publicly available on the World Bank's website to promote consistency and clarity.

#### **Enhanced Transparency and Fairness**

Through advance publication of procurement plans and contract award disclosures, including beneficial ownership information, and effective complaint handling mechanism.

#### Application of the World Bank's Anti-Corruption Guidelines

Supports integrity and includes clear, transparent debarment procedures.

#### **Robust Oversight Mechanisms**

Prior and post reviews are conducted during and after the contracting process.

#### **Balanced Contracting Approach**

Fair risk allocation and provisions for interest payments on delayed government payments.

#### **Transparent Complaint Handling Mechanisms**

Efficient systems to address and resolve complaints.

#### **Internationally Accepted Dispute Resolution**

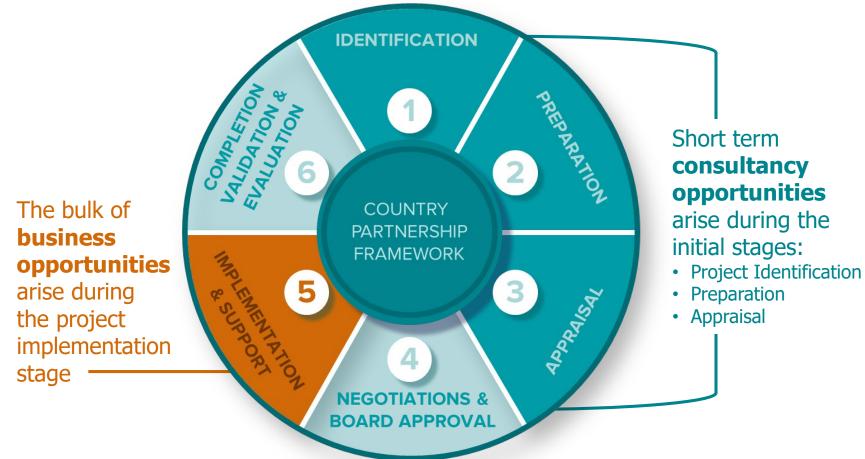
Emphasis on dispute avoidance and fair resolution practices.

- 1. Overview of the World Bank
- 2. World Bank Procurement & Key Advancements
- 3. How to Compete
- 4. Uzbekistan's Active Portfolio
- 5. Procurement Pipeline
- 6. Q&A



# World Bank Project Cycle

Key stages where contract opportunities arise





# Where to find contract opportunities

# STEP 1: Background research

Determine areas of focus – country / region / sector Be informed about what is in the project procurement pipeline

#### Where we work

Search by country or region or country group <a href="https://www.worldbank.org/en/where-we-work">https://www.worldbank.org/en/where-we-work</a>

#### **Country Partnership Framework**

Review individual country-driven development strategies – identify current and planned projects <a href="https://www.worldbank.org/en/projects-operations/country-strategies">https://www.worldbank.org/en/projects-operations/country-strategies</a>

#### **World Bank Procurement App**

Get access to real time procurement data

**Android**: <a href="https://play.google.com/store/apps/details?id=org.worldbank.operationsprocurement&hl=en\_US&gl=US iPhone iPad https://apps.apple.com/us/app/world-bank-project-procurement/id911312962">https://apps.apple.com/us/app/world-bank-project-procurement/id911312962</a>

#### **WBG FinanceOne**

One destination for easy access to financial information of the World Bank Group

**Webpage**: <a href="https://financesapp.worldbank.org/">https://financesapp.worldbank.org/</a>

Guidance: https://thedocs.worldbank.org/en/doc/604cffbcec8bc4bf4b5860c87182b9e1-

0290032023/original/16499-WB-Finances-One-WEB-FINAL.pdf

# Where to find contract opportunities (Cont.)

#### Step 2: Procurement Notices

#### **World Bank Procurement Notices**

Search by country, region, notice type, procurement category and procurement method

https://projects.worldbank.org/en/projects-operations/procurement?srce=both

## Step 3: Deep dive information

## **Monthly Operational Summary**

Search reports on the status of individual projects in the procurement pipeline from the time the operation is identified to the signing of the loan agreement

**webpage**: <a href="https://projects.worldbank.org/en/projects-operations/projects-list?os=0">https://projects.worldbank.org/en/projects-operations/projects-list?os=0</a>

**information on how to use:** <a href="https://www.worldbank.org/en/projects-operations/products-and-services/brief/monthly-operational-summary">https://www.worldbank.org/en/projects-operations/products-and-services/brief/monthly-operational-summary</a>

## 1 – VISIT THE SUPPLIERS' HUB



- Explore a full list of current and upcoming business opportunities
- Consult procurement guidelines and policies
- → Stay informed about upcoming and past procurement events, webinars, and information sessions
- → Access eLearning modules and videos to best understand how to successfully bid for opportunities

#### 2 – STAY CONNECTED



Sign up for email alerts from the World Bank to stay informed about updates to projects, including new procurement notices, based on your indicated interests (accessible via the Suppliers' Hub).

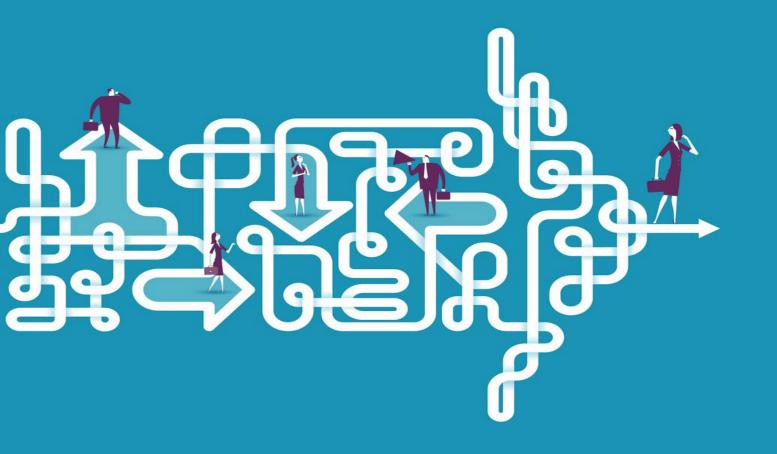


#### **World Bank Procurement App**

The World Bank Procurement App provides access to real time procurement data.







TIPS
PREPARING
BIDS &
PROPOSALS



# Preparing bids & proposals



- Get involved with early market engagement and pre-proposal briefing – if any
- Fully address all requirements
- Emphasize your methodology for delivery innovate if you can
- Propose a strong project manager and experienced experts
- Cite relevant technical and regional experience similar to the project – the more significant and similar the better
- Identify and involve in-country "local partners" where possible, consider joint ventures
- Demonstrate understanding of project E&S risks and how they could be mitigated
- Offer suggestions for reducing GHG emissions
- Don't deviate from standard bidding document forms and conditions
- Carefully review qualification and evaluation criteria and use these to help write the content and detail of your proposal
- Failure to meet pre-qualification conditions leads to rejection

# Preparing bids & proposals (Cont.)



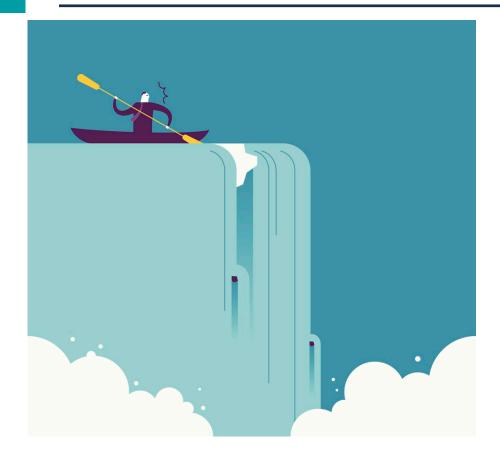
- Check your understanding if in doubt about anything contained in the bidding documents seek clarification from the Borrower's implementing agency undertaking the procurement
- Use trade missions and Executive Director's team for other concerns and questions
- Understand local laws and taxes be aware of local customs
- Don't change Key Personnel without consent

	Submit a	professional	proposal	that is:
--	----------	--------------	----------	----------

- Comprehensive (covers all information requested) If joint venture, ensure all JV provisions includes all supporting documents are met
- signed by an authorized individual
- submitted before the deadline

- properly mark all envelopes enclosing the proposals
- Be fully prepared before going into a negotiation
  - Cover all bases e.g. operational, legal, financial, project-specific risks & opportunities

# Avoiding calamity



# Common problems with bids/proposals:

- No Bid Security
- Insufficient amount of bid security
- Lack of supporting documents
- Incomplete proposals
- Incomplete Bills of Quantities
- Proposals not signed
- JV Partner as proposer in another proposal
- Conflict of Interest
- Information on pricing in the technical bid in 2-Envelope Bidding Process
- Unsealed Bids (Original Or Photocopy)

# Additional Thoughts

- World Bank financed contracts offer suppliers billions of dollars worth of business, opportunities to work globally/enter developing markets and certainty of process/high standards of integrity
- Rated Criteria is a "game changer" for suppliers that want to compete on quality rather than just price
- Latest intervention by Bank (building on Abnormally low bid price protection, Standstill period, Direct Payment etc.) aimed at encouraging participation from high quality international suppliers
- The Bank continues to support Borrowers to implement this change by providing hands-on support and capacity building
- Bidders should review Rated Criteria (and associated weightings) to understand what is most important to the Borrower, and take the opportunity to put forward relevant innovations, approaches etc. to demonstrate how they can support the project development objectives

#### Procurement for Development – overview of World Bank Procurement

https://www.worldbank.org/en/topic/procurement-for-development

## Procurement for Projects and Programs – Procurement Framework & key documents

https://www.worldbank.org/en/projects-operations/products-and-services/procurement-projects-programs

#### World Bank Development Projects – search World Bank lending portfolio of projects

https://www.worldbank.org/en/what-we-do

#### **World Bank's Procurement Regulations for IPF Borrowers**

https://documents1.worldbank.org/curated/en/099120102072534901/pdf/SECBOS-a43bff5f-35cb-48e0-9609-10773aaa8d12.pdf

#### **World Bank Rated Criteria Webpage**

https://projects.worldbank.org/en/projects-operations/products-and-services/brief/rated-criteria

# **Standard Procurement Documents templates (SPDs)**

https://projects.worldbank.org/en/projects-operations/products-and-services/brief/procurement-new-framework#SPD

#### **Guidance on Standard Procurement Documents (SPDs)**

http://www.worldbank.org/en/projects-operations/products-and-services/brief/procurement-new-framework

## **Guidance on how to Complain**

http://www.worldbank.org/en/projects-operations/products-and-services/brief/procurement-new-framework

- 1. Overview of the World Bank
- 2. World Bank Procurement & Key Advancements
- 3. How to Compete
- 4. Uzbekistan's Active Portfolio
- 5. Procurement Pipeline
- 6. Q&A



# Central Asia and Uzbekistan - Portfolio

# PORTFOLIO



73 projects

\$7.3 B commitment

\$7.2 B procurable

\$3.1 B awarded

4,406 contracts



21 projects

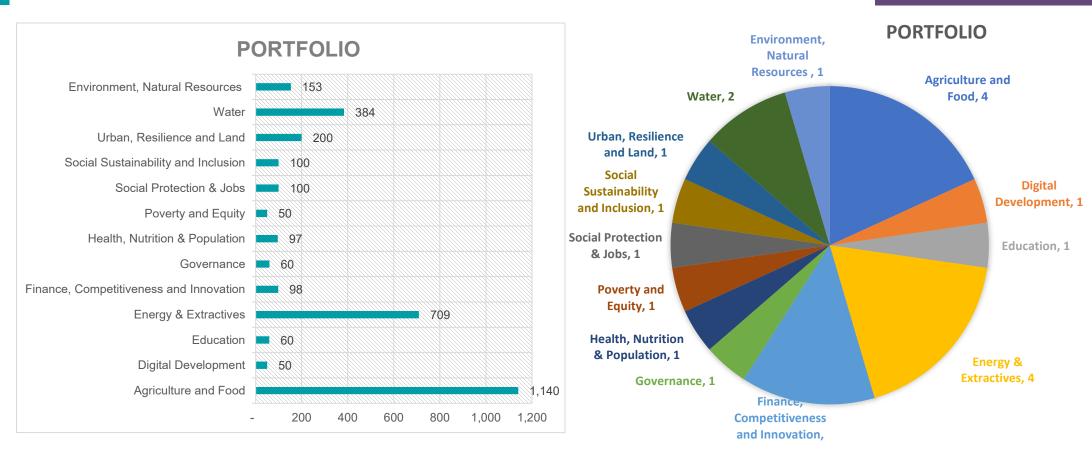
\$3.1 B commitment

\$1.6 B procurable \$0.9 B awarded

1,656 contracts

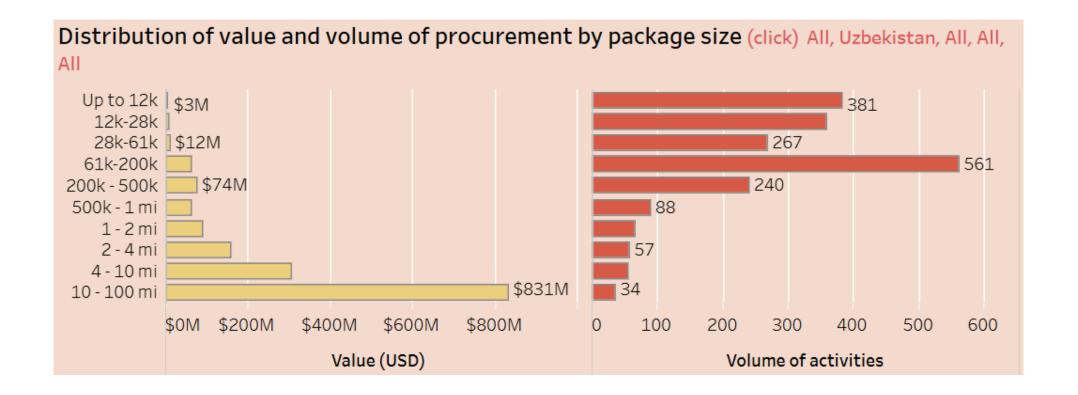


#### **DISTRIBUTION**

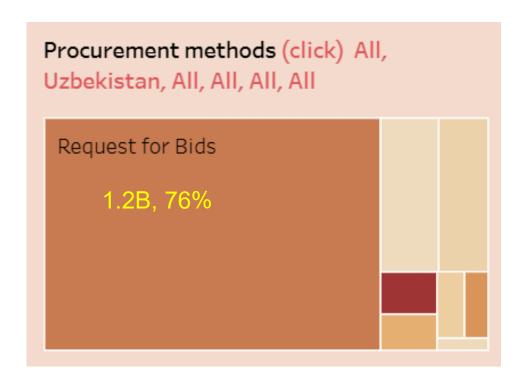


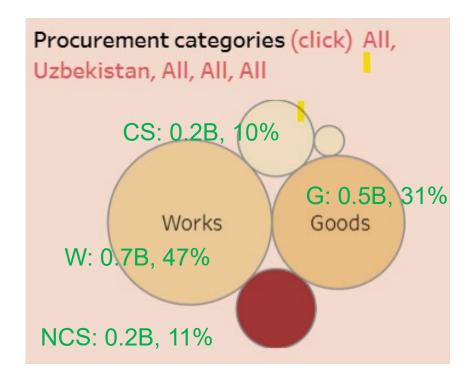
Agriculture & Food and Energy & Extractives are largest portfolios in terms of number and value. Following are Water, Urban, Resilience and Land.





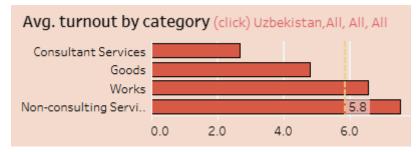






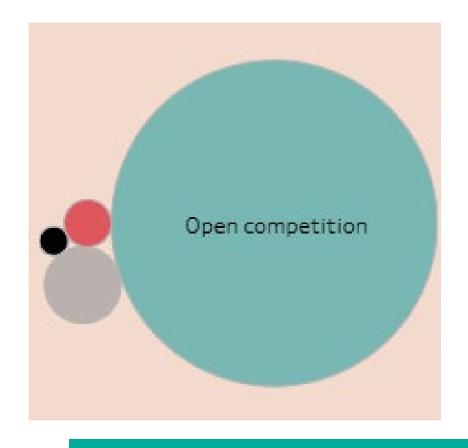


# Avg. turnout = **5.8** bidders





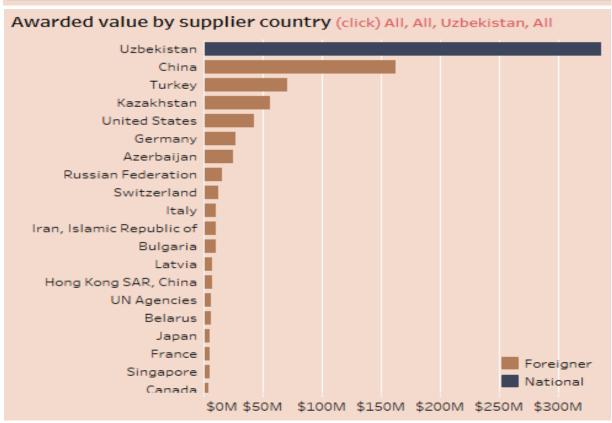
# Open competition = 92% of value

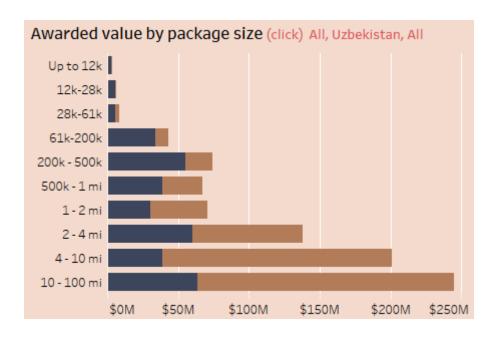




#### **SUPPLIERS**

Distribution of	Distribution of awards between national and foreign bidders (click) All, Uzbekistan				
	% awarded value	Awarded value (USD)	# of contracts		
Foreigner	61%	\$520M	337		
National	39%	\$336M	1,346		







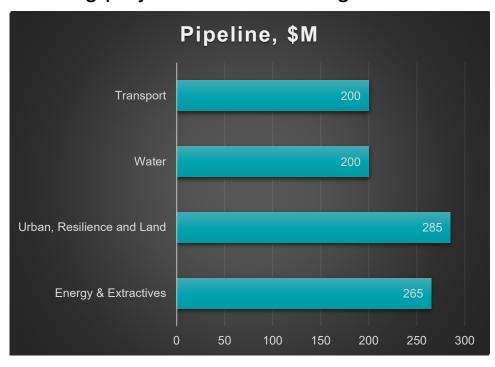
- 1. Overview of the World Bank
- 2. World Bank Procurement & Key Advancements
- 3. How to Compete
- 4. Uzbekistan's Active Portfolio
- 5. Procurement Pipeline
- 6. Q&A

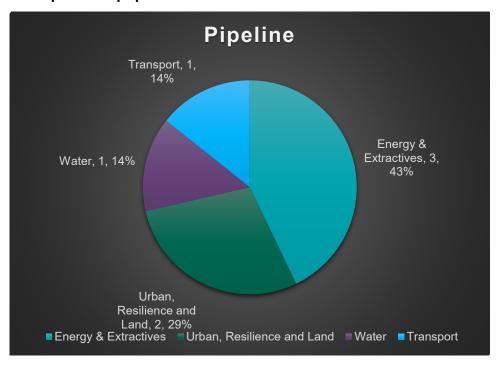




# PIPELINE PROJECTS

Projects are in preparation stage and have not yet reached Bank Approval stage (Pipeline projects). The pipeline commitment in Uzbekistan is about **1.0 to 1.3B** for each fiscal year (FY) including projects financed using PforR. Below is example of pipeline for FY25.





**Energy, Transport and Water** are the top 3 sectors for Pipeline projects (represent half by value).

Urban

Procurement activities include urban works, procurement of equipment, IT system and various technical assistances

Energy

Procurement activities include hydro, transmission, distribution, energy transition, and renewable energy

Water

Procurement activities include rehabilitation of irrigation system and improving energy efficiency

Procurement activities include improving Transport the national highway, various technical assistance to improve transport sector



# Project case

# Project Case: National Irrigation and Energy Efficiency Improvement Project

Activity Description	Cost Estimate (\$M)	Procurement Method
Modernization of the Kuwanish Jarma Canal including Restoring Hydrotechnical Structures	43.0	Request for Bid (RFB)
Modernization of the Zang Canal including Restoring Hydrotechnical Structures	43.8	RFB
Modernization of the Canals including Restoring Hydrotechnical Structures in the Bukhara Region	30.7	RFB
Modernization of Pahktabad Canal including Restoring Hydrotechnical Structures	25.7	RFB
Modernization of the North Ferghana Main Canal including Restoring Hydrotechnical Structures	14.3	RFB
Procurement of Operation and Maintenance Equipment	4.5	RFB

- 1. Overview of the World Bank
- 2. World Bank Procurement & Key Advancements
- 3. How to Compete
- 4. Uzbekistan's Active Portfolio
- 5. Procurement Pipeline
- 6. Q&A

