## **Section 3: Evaluation and Qualification Criteria**

## **Table of Criteria**

1.	Eval	luation CriteriaError! Book	mark not defined3
	1.2 I 1.3 E	Technical Criteria Domestic Preference Economic Criteria 1.3.1 Adjustment for Scope 1.3.1.1 Local Handling and Inland Transportation 1.3.1.2 Minor Omissions or Missing Items	<b>3-3</b> 3-3 3-3
		1.3.2 Adjustment for Deviations from the Terms of Payment 1.3.3 Adjustment for Deviations in the Delivery and Completion Sched	3-3
	1 1	1.3.4 Operating and Maintenance Costs 1.3.5 Spare Parts	3-4 3-4
		1.3.6 Performance and Productivity of the Goods Multiple Lots (Contracts)	
2.	Qual	lification CriteriaError! Book	mark not defined5
	Cont	tract Type B. Custom-Designed, High-Value, and Technically Con	nplex Items 3-8
	2.1	Eligibility	
	2.2	<ul> <li>Historical Contract Nonperformance.</li> <li>2.2.1 History of Nonperforming Contracts.</li> <li>2.2.2 Suspension Based on Execution of Bid-Securing Declaration .</li> <li>2.2.3 Pending Litigation</li></ul>	3-9 3-9
	2.3	Experience and Technical Capacity 2.3.1 Contractual Experience 2.3.2 Technical Experience 2.3.3 Production Capacity	3-11 3-11
	2.4	<b>Financial Situation</b> 2.4.1 Historical Financial Performance 2.4.2 Size of Operation (Average Annual Turnover) 2.4.3 Cash Flow Capacity	

## **1. Evaluation Criteria**

### 1.1 Technical Criteria

The cost of all quantifiable deviations or deficiencies from the technical requirements as specified in Section 6 (Schedule of Supply) shall be evaluated. The Purchaser will make its own assessment of the cost of these deviations or deficiencies for the purpose of ensuring fair comparison of Bids.

### 1.2 Domestic Preference

Not Applicable

#### **1.3 Economic Criteria**

#### 1.3.1 Adjustment for Scope

#### **1.3.1.1 Local Handling and Inland Transportation**

Costs for inland transportation, insurance, and other incidental costs for delivery of the goods from the EXW premises, or port of entry, or border point to Project Site as defined in Section 6 (Schedule of Supply), shall be quoted in the Price Schedule for Related Services to Be Offered from Outside and Within the Purchaser's Country provided In Section 4 (Bidding Forms). These costs will be taken into account during bid evaluation. If a Bidder fails to include such costs in its Bid, then these costs will be estimated by the Purchaser on the basis of published tariffs by the rail or road transport agencies, insurance companies, or other appropriate sources, and added to EXW or CIF or CIP price.

#### **1.3.1.2 Minor Omissions or Missing Items**

Pursuant to ITB 32.3, the cost of all quantifiable nonmaterial nonconformities or omissions from the contractual and commercial conditions shall be evaluated. The Purchaser will make its own assessment of the cost of any nonmaterial nonconformities and omissions for the purpose of ensuring fair comparison of Bids.

#### **1.3.2** Adjustment for Deviations from the Terms of Payment

Deviations from the Terms of Payment as specified in SCC 16.1 are not permitted.

#### 1.3.3 Adjustment for Deviations in the Delivery and Completion Schedule

Deviations from the Delivery and Completion Schedule specified in Section 6 (Schedule of Supply) are not permitted.

#### 1.3.4 Operation and Maintenance (O&M) Costs

Not Applicable

#### 1.3.5 Spare Parts

Not Applicable

## 1.4 Multiple Lots (Contracts)

Not Applicable

# 2. Qualification Criteria

## 2.1 Eligibility

Criteria	Compliance Requirements				Documents
Requirement	Single Entity	J All Partners Combined	oint Ventur Each Partner	e One Partner	Submission Requirements

## 2.1.1 Nationality

Nationality in accordance with ITB 4.2.	Must meet requirement	Must meet requirement	Must meet requirement	Not applicable	Bid Submission Sheet; Forms ELI – 1 and ELI - 2
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### 2.1.2 Conflict of Interest

No conflicts of interest in accordance with ITB 4.3.	Must meet	Must meet	Must meet	Not	Bid Submission
	requirement	requirement	requirement	applicable	Sheet

### 2.1.3 ADB Eligibility

Not having been declared ineligible by ADB, as described in ITB 4.4.	Must meet requirement	Must meet requirement	Must meet requirement	Not applicable	Bid Submission Sheet
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#### 2.1.4 Government-Owned Enterprise

Bidder required to meet conditions of ITB 4.5.	Must meet requirement	Must meet requirement	Must meet requirement	Not applicable	Bid Submission Sheet; Forms ELI – 1 and ELI - 2
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### 2.1.5 United Nations Eligibility

Not having been excluded by an act of compliance with a United Nations Security Council resolution in accordance with ITB 4.8.	Must meet	Must meet	Must meet	Not	Bid Submission
	requirement	requirement	requirement	applicable	Sheet

## 2.2 Historical Contract Nonperformance

### 2.2.1 History of Nonperforming Contracts

Criteria	С	Documents			
	Single	J	oint Venture	Submission	
Requirement	Single Entity	All Partners Combined	Each Partner	One Partner	Requirements
Nonperformance of a contract <sup>a</sup> did not occur as a result of contractor default since 1 January 2018	Must meet requirement	Must meet requirement	Must meet requirement <sup>b</sup>	Not Applicable	Form CON-1

<sup>a</sup> Nonperformance, as decided by the Purchaser, shall include all contracts where (a) nonperformance was not challenged by the contractor, including through referral to the dispute resolution mechanism under the respective contract, and (b) contracts that were so challenged but fully settled against the contractor. Nonperformance shall not include contracts where Purchasers decision was overruled by the dispute resolution mechanism. Nonperformance must be based on all information on fully settled disputes or litigation, i.e. dispute or litigation that has been resolved in accordance with the dispute resolution mechanism under the respective contract and where all appeal instances available to the Bidder have been exhausted.

<sup>b</sup> This requirement also applies to contracts executed by the Bidder as Joint Venture partner.

### 2.2.2 Suspension Based on Execution of Bid-Securing Declaration

Criteria	С	ompliance F	Documents		
	Single	J	oint Ventur	Submission	
Requirement	Entity	All Partners Combined	Each Partner	One Partner	Requirements
Not under suspension based on execution of a Bid-Securing Declaration pursuant to ITB 4.6.	Must meet requirement	Must meet requirement	Must meet requirement	Not applicable	Bid Submission Sheet

#### 2.2.3 Pending Litigation

Pending litigation and arbitration criterion shall not apply.

## 2.3 Experience and Technical Capacity

#### 2.3.1 Contractual Experience

Criteria	Compliance Requirements			Documents	
Requirement	Single	J	oint Venture		Submission
	Entity	All Partners Combined	Each Partner	One Partner	Requirements
Successful completion as main supplier within the last 5 years, of at least 2 contracts each valued at MVR 1.04 million with nature, and complexity similar to the scope of supply described in Section 6 (Schedule of Supply).	Must meet requirement	Must meet requirement	Not applicable	Not applicable	Form EXP – 1 <sup>a</sup>

<sup>a</sup> In addition to the submission of Form EXP-1, the Bidder shall provide the Signed Contract Agreement.

### 2.3.2 Technical Experience

Criteria	C	Compliance Requirements				
	Single	J	oint Venture	-	Submission	
Requirement	Entity	All Partners Combined	Each Partner	One Partner	Requirements	
The Bidder shall demonstrate that the goods offered have:	Must meet requirement	Must meet requirement	Not applicable	Not applicable	Form EXP – 2 <sup>a</sup>	
<ul><li>(i) been in production for at least three (3) years, and</li></ul>						
<ul> <li>(ii) been sold a minimum of 4 units over the last five (5) years;</li> </ul>						
(iii) been in operation for a minimum of two (2) years.						

<sup>a</sup> In addition to the submission of Form EXP-2, the Bidder shall provide the Signed Contract Agreement.

## 2.3.3 Production Capacity

Criteria	Compliance Requirements			Documents	
Requirement	Single	J	oint Venture		Submission
	Single Entity	All Partners Combined	Each Partner	One Partner	Requirements
The Bidder or manufacturer shall demonstrate <sup>a</sup> that it can supply the type, size, and quantity of the goods as required by Purchaser in accordance with the Delivery and Completion Schedule in Section 6 (Schedule of Supply).		Must meet requirement	Not applicable	Not applicable	Form EXP – 3

<sup>a</sup> Bidder or Manufacturer shall provide evidence of production output.

## 2.4 Financial Situation

#### 2.4.1 Historical Financial Performance

Criteria	Compliance Requirements				Documents
Requirement	Single Entity	J	Submission		
		All Partners Combined	Each Partner	One Partner	Requirements
Submission of audited financial statements or, if not required by the law of the Bidder's country, other financial statements acceptable to the Purchaser, for the last three (3) years to demonstrate the current soundness of the Bidder's financial position. As a minimum, the Bidder's net worth for the last year calculated as the difference between total assets and total liabilities should be positive.	Must meet requirement	Not applicable	Must meet requirement	Not applicable	Form FIN - 1

## 2.4.2 Size of Operation (Average Annual Turnover)

Criteria	Compliance Requirements				Documents
Requirement	Single Entity	Joint Venture			Submission
		All Partners Combined	Each Partner	One Partner	Requirements
Minimum average annual turnover of \$160,000 or MVR 2.6 million calculated as total payments received by the Bidder for contracts completed or under execution over the last three (3) years.	Must meet requirement	Must meet requirement	Must meet 25% of the requirement	Must meet 40% of the requirement	Form FIN - 2

### 2.4.3 Cash Flow Capacity

Criteria	Compliance Requirements				Documents
Requirement	Single Entity	Joint Venture			Submission
		All Partners Combined	Each Partner	One Partner	Submission Requirements
Availability of or access to liquid assets, lines of credit, and other finances sufficient to meet cash flow requirement which is \$45,000 or MVR 690,000	Must meet requirement	Must meet requirement	Must meet 25% of the requirement	Must meet 40% of the requirement	Form FIN - 3