



EXECUTIVE SUMMARY OF BID EVALUATION REPORT

PROJECT TITLE: PROCUREMENT OF AN ENGINEERING PROCUREMENT AND CONSTRUCTION (EPC) CONTRACTOR FOR THE OTJIKOTO BIOMASS POWER STATION

REFERENCE NUMBER OF PROCUREMENT: W/OIB/NPWR - 01/2024

PROJECT TITLE: PROCUREMENT OVERVIEW

Scope of Contract	Procurement of an Engineering Procurement and Construction (EPC) Contractor for the Otjikoto Biomass Power Station
Procurement Reference Number	W/OIB/NPWR - 01/2024
Procurement Method	Open International Bidding
Date of Invitation of Bids	18 August 2023
Closing date for submission of bids	01 December 2023, 10h00 am
Place of opening of bids	NamPower Convention Centre
Number of Bids received by Closing date	Five (5)
Responsiveness of Bids	Four (4)
Procurement Category	Works

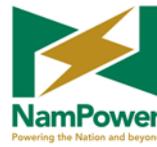


Table 1 Bids Received at the Bid Opening date

BIDDER'S NAME	BID PRICE(NAD)	PRICED- OPTIONS (NAD)	EVALUATED BID PRICE (NAD)	EVALUATION LEVELIZED COST (NAD/MWh)	RESPONSIVE OR NOT RESPONSIVE (YES/NO)	REASONS WHY THE BID IS NOT RESPONSIVE
Jiangsu CPT Power Co., Ltd.	2,762,879,262.63	378,314,850.21	3,141,194,112.84	2,551.34	YES	
Runh Power Corp Ltd JV Nexus Building (Pty) Ltd	1,499,454,944.29	76,431,392.89	1,575,886,337.00	1,851.60	NO	Please see Note 1 on following page
Sinohydro Corporation Ltd JV Hypec	3,195,902,559.43	274,703,342.72	3,470,605,902.15	2,619.14	YES	
Dongfang Electric International Corporation	2,265,597,776.00	405,607,454.00	2,671,205,230.00	2,451.38	YES	
North China Power Engineering Co., Ltd. of China Power Engineering Consulting Group	2,952,491,336.00	269,320,792.00	3,221,812,127.00	3,361.82	YES	

All Bidders passed Stage 1 Preliminary Examination, Stage 2 Eligibility Check, Stage 3 Qualification confirmation and Stage 4 Evaluation of Technical proposal. Runh Power Corp Ltd JV Nexus Building (Pty) was found non-responsive during stage 5 Financial Evaluation which is described in more detail in Note1 on the following page.

NOTE 1

Bidder : Runh Power Corp Ltd JV Nexus Building (Pty) Ltd submitted several line items of the Bid Price quoted as zero (NAD0.00) on the bidding form BF3-1A including but not limited to sections as shown in the table below.

Table 2 List of items quoted zero (NAD0.00).

Line No	Description
12.2	Drafting and updating the ESHS documentation, reporting, inspections
12.3	Implementation of the Health and Safety Plan:
12.6	Meals
12.8	Training and local recruitment management costs
12.9	Protection of adjacent areas, biodiversity, prevention of erosion and wastewater management
12.10	Traffic, noise and atmospheric emissions management,
12.11	Waste and hazardous products management
12.12	Vegetation clearing and Site rehabilitation
13.2	Critical Spare parts and tools as in CF-D-9
13.4	Temporary facilities
13.7	Any other taxes (Please specify)

The BEC clarified and inquired about the possible omission of certain items required within the complete scope of work for the Bid. After two rounds of clarifications, the Bidder confirmed that they did not quote for the complete scope of works. An extract of the Bidder's post-clarification response is shown below:

*“According to your work scope and latest requirements, we confirm that our quotation was made as per bid documents, and that unquoted items in Table 1 and Table 2 **were not quoted in total price** due to substantive reasons in Post-Clarification 1, total price will be no more than NAD1,975,886,337, **to perform complete work**, official quotation shall be made as required.”*

From **Runh Power Corp Ltd JV Nexus Building (Pty) Ltd** post-clarifications response, the BEC concluded that the Bidder has not quoted for all mandatory scope of works and will require an increase not exceeding N\$ 400 million on their current Evaluation Bid Price of N\$ 1,575,886,337.18 to perform the complete scope of works for a proposed Evaluation Bid Price not exceeding N\$ 1,975,886,337.00.

The BEC disqualified the Bidder for the following reasons:

- a) The Bidder confirmed that they did not price the complete scope of works as required in ITB 15.2. and has therefore submitted an incomplete Bid.
- b) The Employer cannot permit any increase to the Bid price proposed by the Bidder to complete the scope of works in accordance with the amended Procurement Act of 2015 section 52(1).
- c) The Bidder has failed to demonstrate their ability to perform the complete scope of works of the contract for the **offered Bid Price**; and as such the Bid is rejected in accordance with ITB 35.2.

1. PRICE COMPARISON FOR BIDS THAT WERE SUBSTANTIALLY RESPONSIVE:

A summary of the outcomes of the financial evaluation after arithmetic corrections is shown in the table below:

Table 3 Summary of Financial Evaluation Information

Variable Description	Unit	Jiangsu CPT Power Co. Ltd.	Sinohydro Corporation Ltd JV Hypec	Dongfang Electric International Corporation	North China Power Engineering Co. Ltd.
Bid Price	NAD	2,762,879,262.63	3,195,902,559.43	2,265,597,776	2,952,491,336
Priced Options	NAD	378,314,850.21	274,703,342.72	405,607,454	269,320,792
Evaluation Bid Price	NAD	3,141,194,112.84	3,470,605,902.15	2,671,205,230	3,221,812,127
Evaluation Levelized Cost	NAD /MWh	2,671.23	2619.14	2432.56	2754.54

The ranking of the Bidders is shown in Table 4 below which was determined based on the financial score formula described in the Bidding Documents.

Table 4 Financial Evaluation Scores and Ranking based on ELC.

Bidder Name	Ranking	Financial Score	ELC
Dongfang Electric International Corporation	1st	100%	2,432.56
Sinohydro Corporation Ltd JV Hypec	2nd	92.3%	2,619.14
Jiangsu CPT Power Co. Ltd.	3rd	90.2%	2,671.23
North China Power Engineering Co. Ltd.	4th	86.8%	2,754.54

2. BIDDER SELECTED FOR AWARD:

Based on the outcome of the evaluation, the Bid from **Dongfang Electric International Corporation** has the lowest Evaluated Levelized Cost of all the substantially responsive Bidders and is selected for award in accordance with Section 55 of the Public Procurement Act of 2015 as amended.