

## **EXECUTIVE SUMMARY**

The project name is “Construction of absorption drains and associated works at different locations in Constituency No 10”.

The cost estimate of the project, as per NDU’s assessment, is MUR 25,800,000 including VAT.

A bid exercise on Open National Bidding basis was published through the e-procurement system on 09 June 2021 and the pre-bid meeting was held on 18 June 2021 at 9.30 hrs at C.A.B., Bel Air.

All four (4) bidders have satisfied the mandatory requirements of qualifications and experience criteria as required in the bid document. The bidders were therefore retained for financial evaluation.

### **Financial Analysis of Bids**

An analysis was carried out to compare the bid amounts with the cost estimate of MUR 22,434,783 (excluding VAT).

*Table 1: Percentage deviation from cost estimate*

Name of Contractor	Quoted amount (Excl. VAT)	Responsive (Yes/No)	Percentage Deviation from Cost Estimate
Safety Construction Co Ltd	27,854,201.98	Yes	24.2%
Onix Co Ltd	29,515,617.80	Yes	31.6%
Sotravic Limitée	30,369,952.51	Yes	35.4%
Trivan & Co Ltd	27,377,740.55	Yes	22.0%

All four responsive bidders had quoted amounts higher than the cost estimate by more than 15%.

### **Negotiation with the lowest bidder**

Following the submission of the BEC report, the Accounting Officer requested that negotiations be held with the bidder Trivan & Co Ltd to lower its Bid Price to the limit of 15% of the cost estimate.

A Negotiation was held on 16 August 2021 with the bidder Trivan & Co Ltd. The latter was informed that its Bid Price deviated by more than 15% from the NDU’s cost estimate, that is, in excess of what was permitted for award. In a letter dated 17 August 2021, Trivan & Co Ltd, confirmed that they are accepting a deduction of Rs. 1,600,000 on the Contract Sum, representing a reduction of 7% on their bid price. The Negotiating Team took note of the Discounted Bid Price of **MUR 25,777,740.55 (excl. VAT)** proposed by Trivan & Co Ltd.

### **Lowest evaluated substantially responsive bid**

The lowest evaluated substantially responsive bid for the contract “Construction of Absorption Drains and Associated works at different locations in Constituency No. 10” is from the bidder Trivan & Co Ltd for a revised negotiated bid amount of **MUR 25,777,740.55 (excluding VAT)** which is 14.9% higher than the cost estimate.