



Secretariat of Addu City Council,
Addu City, Maldives

BID CLARIFICATION 1

Number	(IUL) 426-AA/426/2020/102 , (IUL) 426-AA/426/2020/103, (IUL) 426-AA/426/2020/104
Project	Design Build and Operation of Neighbourhood Fish Factory in Hulhudhoo, Maradhoo and Hithadhoo, Addu City
Issued Date	16 th March 2020
No. of pages	02

Please find below the answers for the queries

1. We are waiting for revised and latest bid documents in subject line.
Revised bid documents uploaded in website

2. Is this a JV with Addu city council?

- A joint venture agreement will be formulated among both parties during contract stage. Since the purpose of the project is to improve economical development of Addu City, the council will monitor the development and operations of the factory to ensure that the project is operating as per regulations and guidelines.
- If the awarded contractor wishes to pay back the 6M, Addu council will allow the contractor to pay back this amount within the terms agreed by both parties. The JV agreement will determine terms of such an arrangement.
- In such a case, the amount invested by the client and land rent would be considered as Council's share. However once the invested amount is paid back, council's share would be considered as the lands rent only.

3. Can we propose to develop the project in phases?

Minimum requirement should be completed in phase1 (plant for processing minimum 400 to 800 tones, as mentioned in the bidding document.) This must be completed within **10** months. Investor can phase out expansion if required, however a schedule would be required in the tender submission.

4. Is there a land rent?

Grace period will be given for construction period. Land rent will be based on the land lease guidelines used in the city council. (Starting from 15 laari per square feet per month ; Land rent will be based on the land lease guidelines used in the city council.)

5. Should there be a CSR component?

There is no CSR components in this project. Main objective of the project is to increase employment and income opportunities for the island locals and to increase buying capacity across Maldives and thus help increase income for the fishermen.

6. Advance payment is for 15% of 6M?
Yes, it is 15% of 6M.

7. Advance payment do we need to submit advance payment guarantee AFTER winning the tender?

If the Contractor requires Advance payment, advance payment guarantee should be provided after winning the tender

6. Advance payment do we need to submit advance payment guarantee AfTER winning the tender?

If the Contractor requires Advance payment, advance payment guarantee should be provided after winning the tender

7. We would like to highlight the following;

The eligibility requirements are more extensive compared to the first document, if we are to meet the eligible requirements we have to partner up with an international firm. Most of the companies that we have approached to partner up with has declined the offer stating the scale of the project been too small for them

The eligibility requirement is based on client's financial contribution to the project and successful delivery of the project. As per our basic calculations to build a facility as per the requirement would cost a minimum of MVR 6m, and to build, operate and manage such a facility to benefit the community we need to ensure that this criteria are met.

To The deliver and success of the project shall be the main objective of the council. Hence, we shall review the criteria in section III- Evaluation and Qualification Criteria of the bidding document.


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Mayor

