Contract Award Notice

Project Name: Irrigation System Modernization Project (ISMP)

Country: Republic of Armenia

Contract Name & Ref#: "Technical Supervision over Rehabilitation/Construction of On-farm Irrigation Networks of Service Areas of Araks, Armavir, Merdzapnya, Masis, Azat, Artashat, Vedi, Ararat, Musaler, Vagarshapat, Khoy, Aknalich, Sevjur-Akhtamar, Shenik, Kasakh, Ashtarak, Parpi, Amberd, Shamiram, Talin, Garni-Geghard, Jrvej-Dzorakhbyur, Nairi, Yeghvard, Hrazdan-Jur, Martuni and Meghri WUAs", Ref# ISMP/QCBS/SW-19/001

Method of Selection: Quality-Cost Based Selection (QCBS)

Minimum Qualifying Technical Score (St): 75 points

Scope of Contract: The consulting services ("the Services") comprise technical supervision and quality control over construction/rehabilitation of on-farm irrigation systems (tertiary canals) in 105 communities of Ararat, Armavir, Kotayk, Aragatsotn, Gegharkunik and Syunik Marzes (Provinces). The extremely emergency and emergency sections of the on-farm irrigation networks with the total length of 259.3km located within the service areas of 27 Water Users Associations (WUAs) will be rehabilitated/reconstructed. The rehabilitation/construction of on-farm irrigation systems will be implemented through 3 construction packages. The duration of each package is 17 calendar months including vegetation period.

Contract Signature Date: July 15, 2020

Consultants' (Firm) names	JV of "Modul" LLC (Leading Partner) – "HGSN" LLC –"JRTUK" LLC	"CECT Infrastructure Consultancy" Ltd (Russian Federation) in association with the following Sub- Consultant: "JINJ Consulting" LLC (RA)	"Mahab Ghodss Consulting Engineering Company"	JV of "Idehpardazan Tosseh Consulting Engineers" (Leading Firm)— "Yekom Consulting Engineers"	"Toossab Consulting Engineering Co." in association with the following Sub- Consultant: "Metagh Kaym Hydro- Construction" LLC (RA)	"Farazab Consulting Engineers"	Rejected Firm
Country	All from Armenia	Russia	Iran	Iran	Iran	Iran	
Status of Consultants' (Firm):	Awarded	Evaluated	Evaluated	Evaluated	Evaluated	Evaluated	
Technical Score (weighted)	74.41	70.23	68.05	67.34	67.14	65.29	
Financial Score (weighted)	20.00	10.58	9.03	9.97	5.74	3.14	
Combined Score	94.41	80.81	77.07	77.30	72.88	68.43	
Criteria:							
(i) Specific Experience	4.75	4.04	4.75	4.25	4.75	4.50	
(ii) Methodology & Work Plan (Sub-criteria):	28.33	24.25	27.50	27.25	26.42	23.75	
a) Methodology	19.00	16.50	18.17	18.33	17.67	15.67	
b)Work Plan	9.33	7.75	9.33	8.92	8.75	8.08	
(iii) Key Experts	54.93	54.58	52.81	52.67	52.39	53.36	
(iv) Local input	5.00	4.91	0.00	0.00	0.37	0.00	"none"
Prices (as read out) & Currency(ies)	244,404,000	799,125	628,163 + 124,692,750	429,000 + 185,731,000	1,766,363	2,635,716	
	AMD	USD	EURO+AMD	EURO+AMD	USD	USD	
Evaluation Curency (AMD) & Currency Conversion	N/A	1USD = 481.97AMD	1EUR = 519.80AMD	1EUR = 519.80AMD	1USD = 481.97AMD	1USD = 481.97AMD	
Final Evaluation Price (AMD)	203,670,000	385,154,276	451,211,877	408,725,200	709,444,981	1,297,974,128	
Final Negotiated Price with VAT	244,404,000	N/A	N/A	N/A	N/A	N/A	
Rank	I	II	IV	III	V	VI	

Notes:

The date of exchange rates is the day of proposals submission i.e. May 6, 2020 (1USD= 481.97AMD; 1EUR=519.80AMD). The source of official selling rates is the Central Bank of Armenia (www.cba.am)

[&]quot;Toossab Consulting Engineering Co.": total Amount of Financial Proposal (Form FIN-1) is USD 1,766,363.00 (including of all indirect local taxes, which is calculated by the Consultant USD 52,991). As per Form FIN-2 ("Summary of Costs") in section "Indirect Local Tax Estimates – to be discussed and finalized at the negotiations if the Contract is awarded" line item (i) "VAT under client liabilities – 20%" was not reflected in figures, except for amount USD 52,991 under line item "(ii) income tax under consultant liabilities". The Evaluation Committee recalculated the indirect local tax (i.e. only VAT 16.67%, which is USD 294,393.83) and compare the adjusted amount (which is USD 1,471,969.17) with other Proposals.

[&]quot;Farazab Consulting Engineers": the arithmetical errors (+ USD 57,344.00) were found in the Form FIN-3 (Breakdown of Remuneration) of each Packages – there were a discrepancy between the amount derived by multiplication of unit price with quantity and the total price. The total price is corrected accordingly as per ITC sub-clause 24.1.1 of RFP.