THE SHELL PETROLEUM DEVELOPMENT COMPANY OF NIGERIA LIMITED

TENDER OPPORTUNITY: CORPORATE CALL OFF CONTRACT FOR LOCAL POLYETHYLENE (PE) AND CONCRETE WEIGHT (CW) COATING OF LINE PIPES & FITTINGS THE SHELL PETROLEUM DEVELOPMENT COMPANY OF NIGERIA LIMITED

REFERENCE TENDER NO. NG01023206

NIPEX NUMBER: SPDC.00000269

(1) INTRODUCTION

SHELL PETROLEUM DEVELOPMENT COMPANY LIMITED hereby invites reputable and competent Nigerian Companies and alliances with the requisite expertise, experience, skilled manpower and technology to apply to be considered for inclusion in the bidders list for subject tender. The contract that will result from this tender will be for the local polyethylene (PE) and concrete weight (CW) coating of line pipes & fittings. The Shell Petroleum Development Company of Nigeria Limited (SPDC), Operator of NNPC/Shell/Total/Agip Joint Venture is seeking qualified vendors for the Provision of local polyethylene (PE) and concrete weight (CW) coating of line pipes & fittings.

Bidders will be expected to demonstrate their capability and capacity to accept and deal with the financial and technical complexities associated with a contract of this magnitude and this evidence will be required in the next stage of this Tender.

SPDC hereby invites submission from reputable and competent Nigerian registered companies having requisite proven experience in Provision of local polyethylene (PE) and concrete weight (CW) coating of line pipes & fittings and oil other works within the scope of Works.

Please visit the Nigerian Petroleum Exchange Portal www.nipex.cotn.ng for further details.

(2.0) SCOPE OF WORK

- The WORK to be covered under this CONTRACT generally consists of all works incidental and necessary to the successful completion of local polyethylene (PE) and concrete weight (CW) coating of line pipes & fittings services and shall include the following:
- Transportation/Receipt of various sizes of bare pipes and fittings at NPA Ports in Warri & Port Harcourt (including Onne Oil and Gas Free zone) and SPDC warehouses as required.
- Transportation of coated pipes and fittings to the Contractor's yard/Site as required
- Cutting, beveling and or repair line pipes of various sizes for minor damages during handling as applicable
- Application of PE or PP coating to pipes and fittings for anti-corrosion purposes as per SPDC specifications

- Application of concrete weight coating of various thicknesses and densities onto corrosion coating as required for protection/buoyancy as required
- Temporary storage of coated pipes and fittings at the contractor's coating yard.
- Handling/Load-out of various size pipes and fittings to SPDC/Third Party trucks.
- Provision and Supply of various sizes of shrink sleeves as per SPDC's specifications/manufacturers
- Human Capacity Development in compliance with NCD requirements

(3.0) MANDATORY REQUIREMENTS

- (1) To be eligible for this tender exercise, interested contractors are required to be pre-qualified in the Product Group: 2.07.01 in NipeX Joint Qualification System (NJQS) data base. Only successfully pre-qualified suppliers in this category will receive Invitation to Technical Tender (ITT).
- (2) To determine if you are prequalified and view the product/service you are listed for: open www.nipex.com and access NJQS with your log in details, click on "Continue Joint Qualification Scheme Tool" button, click "check my supplier status" and then click "Supplier Product Group".
- (3) If you are not listed in a product/service category you are registered with DPR to do business, contact NipeX office at No 8 -10 Bayo Kuku Street, Ikoyi, Lagos with your DPR certificate as evidence for necessary update.
- (4) To initiate the JQS prequalification process, access <u>www.nipexng.com</u> to download the application form, make necessary payments and contact NipeX office for further action.
- (5) To be eligible, all tenders must comply with the Nigerian Content Requirements in the NipeX system.

(4.0) NIGERIAN CONTENT REQUIREMENTS

Vendors are to demonstrate strict compliance with the provisions of Nigerian Oil & Gas Industry Content Development Act and also provide the following requirements:

- Demonstrate that the entity is a Nigerian Registered Company, or Nigerian Registered
 Company as the contracting entity in genuine alliance or joint venture with foreign company with
 details on scope and responsibilities of parties for this work. Such companies must show
 evidence of joint venture binding agreement duly signed by the CEO of both companies
 including evidence or plans of physical operational presence and set-up in Nigeria
- International or multinational company working through a Nigerian subsidiary must demonstrate
 that a minimum 90% of equipment to be deployed for execution of work shall be owned by the
 Nigerian subsidiary by providing a list of equipment for this tender and indicating those that will
 be owned by the Nigerian subsidiary

- Furnish details of company ownership and shareholding structure. Also submit clear photocopies of your CAC Forms CO2 and CO7
- Provide evidence of what percentage of your key management positions is held by Nigerians
 and what percentage of the total work force are Nigerians. Also, show overall percentage of
 work to be performed in Nigeria and those by Nigerian resources relative to total work volume.
- Provide a Nigerian Content Plan providing a detailed description of the role, work scope, manhours and responsibilities of all Nigerian companies and personnel that would be involved in executing the work. Also provide details of Nigerian Content focal point or manager.
- State proposed total scope of work to be conducted by Nigerian personnel (whether contracted directly or under subcontract agreements) with names and addresses including evidences of well equipped offices and workshop; attach post experience of such patronage.
- Specific to this project, provide detailed plan for staff training and development on engineering, project management and procurement (including all software to be used, number of personnel, name of organization providing such training and evidence of past training record) for Nigerian personnel including description of any specific programs in place for transfer of technology and skills to indigenous businesses and Nigerians Over the next five (5) years.
- Provide evidence of domiciliation of project management and procurement centres in Nigeria with physical addresses (not P.O. Box).
- Location of in-country facilities (Equipment, storage, workshops, repair & maintenance facilities and/testing facilities)
- Contractor must be willing and able to provide evidence of maximization of made in Nigeria goods and services.
- Provide details on any other Nigerian Content initiative your company is involved in.

(5.0) CLOSING DATE

Only tenderers who are registered with NJQS in the following category 2.07.01 – Primers, Coatings and Paints as at **28 November 2018** being the advert close date shall be invited to submit Technical Bids.

(6.0) ADDITIONAL INFORMATION

Suppliers eligible for this tender opportunity are expected to be prequalified in NJQS under the relevant product/service categories.

All costs incurred in preparing and processing NJQS prequalification shall be to the contractor's accounts.

This advertisement shall neither be construed as any form of commitment on the part of SHELL PETROLEUM DEVELOPMENT COMPANY OF NIGERIA LIMITED to award any contract to any company and or associated companies, sub-contractors or agents, nor shall it entitle prequalified companies to make any claims whatsoever, and/or seek any indemnity from SHELL PETROLEUM DEVELOPMENT COMPANY OF NIGERIA LIMITED and or any of its partners by virtue of such companies having been prequalified in NJQS.

The tendering process shall be the NNPC contracting process requiring pre-qualified companies to submit technical tenders first. Following a technical review, only technically and financially qualified contractors will be requested to submit commercial tenders.

NNPC/SHELL PETROLEUM DEVELOPMENT COMPANY OF NIGERIA LIMITED reserves the right to reject any and or all pre-qualified suppliers at its sole discretion and at no cost whatsoever.

SHELL PETROLEUM DEVELOPMENT COMPANY OF NIGERIA LIMITED will communicate only with authorized officers of the pre-qualifying companies and NOT through individuals or Agents.