**SECTION 3: FORMS OF LETTER OF TENDER**

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| **2500 HOUSING UNITS PROJECT IN HULHUMALE’ PHASE 2, 2016** |

**Hulhumalé, Republic of Maldives**

**September 2016**

**3.1 Form of Letter of Tender**

NAME OF CONTRACT: **Development of 2500 Housing Units at Hulhumale’ Phase II**

To: Ministry of Finance and Treasury,

Male’, Maldives

FORM A

We have examined the Conditions of Contract, Employer’s Requirements and Addenda Nos. for the above-named Works. We have examined, understood and checked these documents and have ascertained that they contain no errors or other defects. We accordingly offer to design, execute and complete the Works and remedy any defects therein, in conformity with such documents and our enclosed Tender (including this letter) for the Unit Price of Per Housing Unit [*unit price in Figure*] and the sum of USD [*sum in Figure*] (United States Dollars; [*sum in words*], or such other sum as may be determined in accordance with the Conditions of Contract.

We accept your suggestions for the appointment of the DAB, in accordance with the Conditions of Contract.

We agree to abide by this Tender until [*Bid Expiry date*] and it shall remain binding upon us and may be accepted at any time before that date. We acknowledge that the “Schedule of Payments” forms parts of this Letter of Tender.

If this offer is accepted, we will provide the specified Performance Security, commence the Works as soon as is reasonably practicable after the Commencement Date, and complete the Works in accordance with the above-named documents within the Time for Completion. The time of Completion is [*duration in Figure]* calendar days. We guarantee that the Works will then confirm with the Performance Guarantees included in this Tender.

Unless and until a formal Agreement is prepared and executed this Letter of tender including Form B, together with your written acceptance thereof, shall constitute a binding contract between us.

We understand that you are not bound to accept the lowest or any tender you may receive.

Signature ………………………………………………. in the capacity of ……………………………………………..……………………………………………..

(duly authorised to sign tenders for and on behalf of) ……………………………………………………………………………………………

Address: …………………………………………………………………………….

Date………………………………………… Company Stamp:

**Schedule of Payments**

|  |  |  |  |
| --- | --- | --- | --- |
| **Activity Stage** | **Total Proposed Price (In USD)** | **Total Construction Cost** | **Total Finance cost [[1]](#footnote-1)** |
| **Year 1 (Grace Period)** |  |  |  |
| **Year 2 (Grace Period)** |  |  |  |
| **Year 3** |  |  |  |
| **Year 4** |  |  |  |
| **Year 5** |  |  |  |
| **Year 6** |  |  |  |
| **Year 7** |  |  |  |
| **Year 8** |  |  |  |
| **Year 9** |  |  |  |
| **Year 10** |  |  |  |
| **Year 11** |  |  |  |
| **Year 12** |  |  |  |

NAME OF CONTRACT: **Development of 2500 Housing Units at Hulhumale’ Phase II (for arranged financier option)**

To: Ministry of Finance and Treasury,

Male’, Maldives

We have examined the Conditions of Contract, Employer’s Requirements and Addenda Nos. for the above-named Works. We have examined, understood and checked these documents and have ascertained that they contain no errors or other defects. We accordingly agree to arrange and abide by to offer the following Financial Terms;

**Financial Terms**

|  |  |  |
| --- | --- | --- |
| **No** | **Proposed Term** | **Maximum Terms** |
| **1** | Interest rate: [insert terms] | the effective rate of interest shall not be more than 4% Including all fees and charges) |
| **3** | Loan repayment period: [Insert number of years] | loan repayment period shall not be less than 10 years |

Unless and until a formal agreement is signed and is in force, the above terms provided are to be binding between us.

We agree and understand that the financials as per the above terms shall be arranged within [XX days] if the offer is successful. Also, we acknowledge that failure to arrange accordingly may lead to termination of the “Letter of Acceptance” and fortification of the Tender security.

We understand that you are not bound to accept the lowest or any tender you may receive.

Signature ………………………………………………. in the capacity of ……………………………………………..……………………………………………..

(duly authorised to sign tenders for and on behalf of) ……………………………………………………………………………………………

Address: …………………………………………………………………………….

Date………………………………………… Company Stamp:

1. This should be quoted by contractors who opt for arranged financier. [↑](#footnote-ref-1)