

Tender Number: T33/10/20	
Tender description: REQUEST FOR PROPOSAL TO CONDUCT AN INDEPENDENT LENDER TECHNICAL ADVISORY SERVICE	
Question and Answers version 1	

No.	Question	Type	Answer
1	Is this a green field project or do the company has existing production facility and existing an operating structure?	Technical	The project promoters owned another steel mill in Gauteng Province. A decision was made to relocate the equipment from the existing steel mill to a new site about 14 kms away and purchase new equipment to manufacture steel products they could not manufacture at the "old" steel mill.
2	Has the technology been chosen and equipment been ordered already? Or is equipment currently in process of getting installed?	Technical	The technology has been chosen, some equipment is delivered, and some is awaiting delivery.
3	Has the Project manager been appointed for the project or is it managed by the company's existing staff?	Technical	The project manager has already been appointed.
4	Is the equipment supplier also responsible for construction and commissioning of the plant?	Technical	The owners' team is ultimately responsible for both construction and commissioning. The equipment suppliers are assisting with the installation and they will also assist with commissioning.
5	How long will the project be delayed at end of October?	Technical	The project will be about 20 months behind schedule at the end of October 2020.
6	Are you able to share the following: a. Process flow diagram b. Project timeline schedule c. Project budget schedule d. Existing list of resources.	Technical	The preferred bidder will be given this information after signing a non-disclosure agreement and a Service Level Agreement.
7	Please confirm with whom the LTA will have a contract with and from whom the LTA can expect payment.	Technical	The LTA will have a SLA with the IDC and will be paid by the IDC.
8	Is there a transaction setup chart to understand the arrangement between the IDC, SA Steel Mills and their construction contractors; Are you able to share this?	Technical	There is no transaction set up chart. The IDC is a senior lender to the project company. The IDC loans in the project company are governed by loan and security agreements.
9	We would like to request the precise battery limits for the project, specifically: a. Buildings and direct peripherals b. Larger property development c. Connecting logistics d. Any environmental considerations	Technical	SA Steel Mills (Pty) Ltd is located at a site, Portion 75 (425, 913 m2) and 76 (122, 982 m2) Farm Kookfontein (Meyerton). Collectively the total land size for the subject property is 548,895m2, which includes 2 office blocks and decommissioned several factories (17 in total). The plant and equipment mainly comprise of induction furnaces, electric arc furnace, Continuous Caster and Rolling Mills (comprising of rolling mill for light sections, medium sections, heavy sections. Ancillary equipment include oxygen plant, cooling water purification and cooling plant, air pollution control systems (scrubber), material handling and lifting equipment (cranes).
10	We would like to understand whether the findings of the LTA will be used for any sort of claims or litigation?	Technical	The IDC has not made such a decision
11	Are you able to share the bankable feasibility study (BFS) for this work to allow us to fully understand the scope and deliverables.	Technical	The preferred bidder will be given this information after signing a non-disclosure agreement and a Service Level Agreement.
12	What will the contract form be between the IDC and the L	Technical	The IDC Service Level Agreement.
13	Is the understanding that the LTA role will only be 1 month for Phase 1 and 4 months for Phase 2, resulting in 5 months in total. Is that assumption correct?	Technical	The IDC expects Phase 1 to take no more than 1 month and Phase 2 not more than 4 months.