Notification

Advertisement (2) partnership 2024

For construction electrical power transformers plant with production capacity up to 5000 MVA/ year with capacity up to 90MVA according to standard international specifications

Following to our advertisement above, we would like to explain that the closing date has been extended to be 3/3/2024 instead of 22/1/2024

Abdulsattar Mukhlif Oleiwi
ACTING DIRECTOR GENERAL
CHAIRMAN OF ADMINISTRATION BOARD

Diala State Company
18/1/2024

Wafaa T. Yascen

ADVERTISEMENT No.2/partnership/2024

Diala State Company has the pleasure to advertise an investment opportunity as (partnership contract) for construction electrical power transformers plant with production capacity up to 5000 MVA / year with capacity up to 90MVA according to standard international specifications of Ministry of Electricity IEC60076, the desiring companies submit their demands and offers to the company headquarter in Diala Province until the end of official working hours on 22 /1/2024 in accordance with commitments and terms below:-

Required documents

- 1. Submitting the offers and the requests are from manufacturing companies and specialized companies in industrial field, also it is possible to accept offers from any other companies or from financial institution or commercial or investors or capital owners attached with it contracting and cooperation documents (authorization or agency or partnership) with manufacturing supporting companies specialized in the mentioned field through (DHL, TNT, etc...) or direct submitting to our companies headquarter.
- 2. Submitting documents about the company including registration certificate it must be certified by Iraqi embassy in the company country (for the foreign company) and attaching C.V about it and about the supporting companies (if any) and presenting leaflets about their works.
- 3. Submitting letter from reliable banks dependable by Central Bank of Iraq confirming the finance adequacy provided and submit money statements ,financial.
- 4. Opening a registered branch in Iraq at contracting and to be formally registered at company registration office within (3) months from date of signing the contract.

Required obligations from submitting companies

- 1. Submitting letter of guarantee upon contract signing with ratio (2-5)% from project amount in value not less than 200000 USD (two hundred thousand dollars) at signing the contract to be released after complete supplying the lines, machines and equipments.
- 2. Construction full building of project with its serves inside Diala Company site and submitting lay-out including (civil works with all details and quantities tables electrical works mechanical works cranes -industrial serves ...etc) according to dependable international standards commensurate project requirement
- 3. Submitting technical and economical feasibility study about the project including the timetable for the executing, work plan showing mechanism of rates execution; also defining the machines production capacity, numbers of workers in the project & their specialize and the finance study includes (production costs and selling prices ...etc.) and fixing the shares for each party.

- 4. Supplying raw materials and semi-finished parts and all transformers repairing requisites .
- 5. Supplying production, test lines according requirement project capacities from reliable origins (European-Japanese-Korean-American)
- 6. Submitting complete program to train our cadre inside and outside of Iraq on project works
- 7. The period of the partnership contract is no less than 10 years and no more than 25 years.
- 8. Mutual cooperation in marketing.

Diala company contribution in the project

- 1. The project land
- 2. project's workforce, the investor bears their salaries as a whole or in a specific ratio agreed by both parties
- 3. Providing the required industrial services and any other demands that the contributing company cannot present it and our company is able to provide.

Comparison ratios:

- Manufacturing company or (supporting company) (35%)
- Period of execution the project and starting production 15%
- Contract period (10%) - Our company share (40%)
- Our company is ready to reply any question or inquiry through e-mail info@dialacompany.com or by attending our company location. There are attachments can be viewed on our website (a summary in technical economical feasibility (guiding) study.

Abdulsattar Mukhlif Oleiwi Director General Diala State Company

The summary for study result (for guiding only)

- 1. The Dollar is equivalent to 1,310 IQD.
- 2. Project name: Construction electrical power Transformers plant
- 3. Project territory: Diala State Company
- 4. Product :- Transformers manufacturing
- 5. The value of prices was calculated on the basis of our company prices
- 6. Production capacity:-5000 MVA/year
- 7. Type of Industry: electrical
- 8. Number of working days per year: 227 days, with two shift per day (7 hours per shift)
- 9. The raw materials within the operating capital were calculated for 3 months.
- 10. Backup equipment: 10% of the cost of the machinery and equipment.
- 11. Maintenance at 2% of the cost of machinery and equipment.
- 12. Insurance at 0.3% of fixed investments.
- 13. Number of employees: 120 person.
- 14. Production yearly costs: 87 632 million IQD.
- 15. Total Operating Capital investment: 38 758 million IQD.
- 16. sales value: 94228 million IQD.
- 17. Annual profits:- 6595 million IQD.
- 18. Return on invested capital: 14%.
- 19. Capital recovery period: 5.3 years
- 20. Breakeven point 63%.
- 21. Sensitivity test: Good.