ZIMBABWE ELECTRICITY TRANSMISSION & DISTRIBUTION COMPANY



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OUR REF	FN/tc
YOUR REF	additional designation of the contract of the
	ING WITH REFERENCE TER PLEASE ASK FOR
***************************************	F. Nyamakambo

14 April 2022

To All Prospective Bidders

Dear Sir

RE: CLARIFICATION FOR TENDER ZETDC/DOM/13/2023 FOR THE CONVERSION OF HARVESTED COPPER INTO ALUMINIUM CONDUCTORS AND CABLES

The above subject matter refers.

QUERY

- 1. VALUATION OF COPPER AND ALLUMINIUM PRICES
- a. Copper and Aluminium prices shall be based on which date of the London Metal Exchange (LME) rate?
- b. Where do we state the LME prices for Copper and Aluminium for the date given in (1) in the tender document?
- c. Barter exchange for Copper with Aluminium conductors and copper cables is affected if there is movement on prices on either Copper or Aluminium hence there is need of a price variation clause i.e. LME prices to change when there is 10% movement on either Copper or Aluminium prices.
- 2. TYPE OF FURNACE TO CONVERT SCRAP COPPER INTO CABLES
- Process of converting scrap copper into new electrical cables requires an INDUCTION FURNANCE and NOT A BLAST FURNACE as indicated in the tender document.

RESPONSE

- VALUATION OF COPPER AND ALLUMINIUM PRICES
- a. Use 04 April 2023 London Metal Exchange (LME) rates
- b. State the LME prices for Copper and Aluminium on the Statement of Requirements
- c. Note that such price variation formula will be discussed at contract stage, subject to SPOC review as they are not statutory
- 2. TYPE OF FURNACE TO CONVERT SCRAP COPPER INTO CABLES
- a. Bidders can offer either Induction Furnace or Blast Furnace.

Yours faithfully.

F. NYAMAKAMBO SUPPLY CHAIN MANAGER