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PRAZ/OPS VALIDATION/16/06/2025

16 June 2025

The Chief Executive Officer Procurement Regulatory Authority of Zimbabwe 9th Floor, Pearl House Building Samora Machel Avenue Harare

Dear Sir,

RE: RE-SUBMISSION OF EVALUATION REPORT FOR SCRUTINY BY THE SPECIAL PROCUREMENT OVERSIGHT COMMITTEE FOR THE INTERNATIONAL DIRECT PROCUREMENT FOR THE PROVISION OF CONSULTANCY SERVICES ON VALIDATION OF DETAILED ENGINEERING DESIGNS FOR WILTON BOOSTER STATION FOR PIPELINE CAPACITY UPGRADE PROJECT FOR PETROZIM LINE (PVT) LTD. PZL/VALIDATION OF DESIGNS/W 2025

Petrozim Line (Private) Limited (PZL) hereby re-submits the evaluation report for international direct procurement for the provision of consultancy services on validation of detailed engineering designs for Wilton Booster Station for pipeline capacity upgrade project in response to SPOC resolution 0409 of 8 May 2025.

The background of the matter is that Petrozim Line (Pvt) Ltd had initially submitted for SPOC review recommending award of Contract to **Penspen International Limited** for international direct procurement for the provision of consultancy services on validation of detailed engineering designs for Wilton Booster Station for pipeline capacity upgrade project at cost of **USD597,708.00**. SPOC resolution 0409 was upheld because no price negotiations or due diligence were performed to verify the supplier's pricing.

Petrozim Line engaged **Penspen International Limited** on the 23rd of May 2025 to negotiate pricing. As a result of these discussions, Penspen International granted a 5% discount on their original quoted price of **USD597,708.00** reducing the total to **USD567,784.00**.

Furthermore, a due diligence exercise was conducted. Petrozim Line obtained a comparative quotation from the market. A proposal was received from **SEWA Engineering Limited** quoting a total cost of **USD625,000.00** basing on provided detailed designs initially carry out by **Penspen International Limited** during the Phase 1 period. A higher cost might have been obtained

with introduction of technical complexities in different designs from **SEWA Engineering Limited** if they would not have rode on **Penspen International Limited's** designs of Phase 1.

We trust the above information addresses SPOC's feedback satisfactorily, and that the re-submitted evaluation is in good order for further consideration

We hope you will find the above in good order.

Yours sincerely,

For and on behalf of Petrozim Line (Pvt) Limited

PETER MASVIKENI

MANAGING DIRECTOR