

LEGCO QUESTION NO. 3

Table 1

Information on tender exercises and contracts awarded
in each of past five financial years for capital works projects
(excluding projects entrusted to/implemented by
MTR Corporation Ltd., Hospital Authority, subvented bodies, etc.)

	Number of Tenders*	Contracts Awarded*		Reasons for Not Awarding Contracts for Certain Projects
		Number	Total Value (\$ billion)	
2010-11	43	43	17.06	See Remark
2011-12	49	49	22.30	
2012-13	50	50	49.28	
2013-14	57	57	51.08	
2014-15	18	18	18.23	

* The number of tender exercises as well as the number and value of contracts awarded are based on the number of tender invitations published in Gazette and with contracts successfully awarded subsequently. The figures do not include minor works contracts without Gazette notifications, contracts not awarded after tender invitations with Gazette notifications, etc.

Remark: as sensitive information of individual tenders is involved, it is not appropriate to disclose the reasons here. However, generally speaking, the main reasons for not awarding a contract include the following: (i) a contract could not be awarded before the expiry of the tender validity period; (ii) the tender return price exceeded the approved funding; and (iii) insufficient qualified tenders were received.