



ERRATUM 1

RE: NDoH-35(2023/2024): Inclusion of Contract Price Adjustment relating to Foreign Exchange Fluctuation on an annual basis.

The following contractual price adjustment process has been included for the current tender that has been published for NdoH-35(2023/2024).

PRICE ADJUSTMENTS RELATING TO FOREIGN EXCHANGE RISK

Only the portion of the bid price facing foreign exchange risk will be adjusted. This portion is determined by the price breakdown on the signed bid submission.

Adjustments are always calculated using the original awarded contracted price as the base.

Price adjustments relating to foreign exchange will be based on the percentage change between the relevant base average rate of exchange (RoE) and an adjustment average RoE.

Rates are sourced from the Reserve Bank (www.resbank.co.za).

Eligibility for favourable Contractual Price Adjustments may be withdrawn in light of evidence of poor compliance with contractual obligations.

Base average RoE for this tender will be as follows, per currency:

Currency	Base Average Rates of Exchange Average for the period 1 July 2023 to 31 December 2023
Rand per US Dollar	R18.70
Rand per Br Pound	R23.43
Rand per Euro	R20.22
Rand per Yuan Renminbi	R2.58
Rand per Indian Rupee	R0.23
Rand per Danish Krone	R2.71

Should the bidder make use of any currency not mentioned above, the bidder must stipulate this clearly and submit the calculated average RoE for the period 1 July 2023 to 31 December 2023 using the South African Reserve Bank published rates for the specific currency.

APPLICATION FOR CONTRACTUAL PRICE ADJUSTMENTS

Scanned copies of signed applications for price adjustments must be received by the National Department of Health prior to the submission dates detailed in the tables below.

Where no application for an adjustment relating to foreign exchange has been received and such an adjustment would be favourable to the Department, this will be implemented automatically.

ANNUAL PRICE ADJUSTMENTS

Schedules for routine price reviews, and periods for calculating adjustment average RoE are detailed in the table below:

Review	Period for calculating adjustment average RoE	Submission of request for price review to reach the office by	Date from which adjusted prices will become effective
1	01 January 2025 – 30 June 2025	03 July 2025	01 August 2025
2	01 January 2026 – 30 June 2026	03 July 2026	01 August 2026

PRICE ADJUSTMENTS BASED ON A SYSTEMATIC REVIEW

The National Department of Health reserves the right to review international prices to identify lowest comparable global prices. Where this review identifies any prices that are lower than contract prices the National Department of Health will enter into price negotiations with the contracted supplier.

Where the outcome of this negotiation is deemed unfavourable, the National Department of Health reserves the right to terminate the award for the item in question.