

Date: 19-06-2025

Reference: GRD/SERV/PR150235

## **Tender Notice**

Mercy Corps is a leading global organization powered by the belief that a better world is possible. In disaster, in hardship, in more than 40 countries around the world, we partner to put bold solutions into action — helping people triumph over adversity and build stronger communities from within.

Now, and for the future.

## **Project Background and objectives**

The Sudan SOMOUD Enhancing Community Resilience Project, funded by the Sudan Transition and Recovery Support (STARS) Multi-Donor Trust Fund, administered by the World Bank and implemented by Mercy Corps under Additional Financing (AF-1), seeks to address the acute needs of conflict-affected populations, particularly in Gedaref, Sudan. The project targets the seven localities: 1) Al Galabat Al Gharbyah – Kassab, 2) Basundah, 3) Al Fashaga, 4) Galabat Ash-Shargiah, 5) Al Fao, 6) Al Mafaza, and 7) Ar Rahad.

It aims to enhance access to basic services and improve food security through community-led processes and multi-sectoral interventions. The project's two core components focus on: (1) Community-Driven Basic Service Delivery, which includes health, WASH, education, and GBV services, and (2) Food Systems Resilience, which supports agricultural production, value chain enhancement, and the scaling of community consumer cooperatives. Gedaref's strategic location and agricultural potential make it pivotal for implementing innovative solutions like climate-smart agricultural practices, and community engagement models. Emphasizing sustainability, capacity building, and inclusivity, the initiative incorporates extensive planning, stakeholder collaboration, and targeted support mechanisms to bolster resilience and social cohesion among IDPs and vulnerable communities. The project is guided by detailed institutional arrangements, stringent monitoring, and a commitment to environmental and social safeguards.

## 2. Purpose of the Matching Grants

The purpose of the Matching Grants is to leverage and reengage Small and Medium Enterprises (SMEs) in the Sorghum, and vegetables or horticultural agricultural supply chain, specifically in the midstream segment. These Matching Grants aim to enhance the efficiency and effectiveness of SMEs, enabling them to actively contribute to adding value and maintaining the value throughout the agricultural value chain. This will ensure the increased availability of high-quality food, facilitating its delivery from farmer cooperatives (FCs) to consumer cooperatives (CCs) and other market agents, ultimately improving food supply in key market areas.

This activity will be achieved through two major ways -

- 1) Direct support to SMEs through a Matching Grant; and
- 2) Facilitation of sustainable linkages between the SMEs, FCs, and CCs supported by the Project.

The Matching Grant will inject capital to strengthen the cash flow position of SMEs, enabling them to reengage in the agricultural supply and value chains. The grants will be up to a total of 80,000 (Per SME) – 300,000 (Consortium) USD targeting 20-25 SMEs. This funding is aimed at enhancing

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their operational resilience, ensuring they can adapt to and maintain business continuity during periods of disruption, such as those caused by conflict-related shocks to critical value chain functions.

## 3. Eligibility and Selection Criteria

A competitive process has been established to solicit, evaluate, and award matching grants, as detailed in the sections below. Each Request for Application (RFA) will define specific selection criteria, based on programmatic needs. The criteria will focus on projected benefits for vulnerable households, including IDP households; value for money; social accountability; potential for systemic change; innovation and new business models; the potential for widespread adoption and growth; and the potential to support resilience and social cohesion.

- I. Eligible SMEs¹ must be legally registered in accordance with Sudan law and operate in value-added services, such as transport, logistics (including storage and packaging), small-scale processing, and harvesting and post-harvest activities, specifically in the sorghum, millet, or horticultural value chains. These businesses must have been active for at least 24 months (about 2 years) before applying for a Matching Grant. SMEs less than 2 years old are encouraged to partner with firms at least 3 years old to be eligible. Even those with 2 years or more can also apply as a consortium in cases where services complement each other. SMEs must have a constitution outlining the entity's name, location, contact details, lead positions, purpose, vision, and relevant regulations, as well as an operational bank account in the registered entity's name.
- II. The grant support requested by SMEs must demonstrate a clear impact on enhancing the food supply chain linking farm gates to market points.
- III. The Matching Grants, designed with a cycle of up to 18 months, offer funding up to \$80,000 per SME and \$300,000 (Consortium). These grants aim to support value-adding activities within the food production chain (excluding direct production). Mercy Corps will conduct thorough due diligence to ensure SMEs meet the eligibility requirements, can comply with the terms of the Matching Grant agreement, and have no conflicts of interest.
- IV. SMEs will be screened according to Mercy Corps' Ineligibility and Compliance policy², ensuring they are not involved with prohibited parties such as combatants, terrorist organizations', or entities involved in money laundering or sanctions violations. Furthermore, SMEs must not be involved in partisan politics or aligned with warring parties in Sudan. Additionally, SMEs must have a clean record concerning environmental impact, employee treatment, and the management of donor or public funds. Mercy Corps will verify compliance through background checks (whether undertaken by Mercy Corps directly or a third-party subcontractors).
- V. To qualify for a matching grant, SMEs must submit an initial Expression of Interest and meet the following criteria:
  - Be classified as either a "Small" enterprise with a capital size between \$10,000 and \$50,000, or a "Medium" enterprise with capital between \$50,000 and \$1 million
  - Be incorporated and registered as a for-profit entity under Sudanese law and operate within the agricultural produce value-adding activities in selected value chains within project areas.
  - Comply with all relevant tax, legal, and business regulations under Sudanese law, with documented proof of tax compliance and have an established track record of at least two years of uninterrupted business operations.

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- Demonstrate financial and managerial capacity to co-support project activities (though no specific financial contribution is required), and ensure no current debt diverts resources from the project and exhibit sound financial management and a viable business model within the Project's value chains.
- Show evidence of working with smallholder farmers through cooperatives or other SMEs in the selected value chains and demonstrate clear market demand for agribusiness products and services in Sudan, especially within project areas.

If you are interested in submitting a bid, you will need to complete an Intent to Bid Form and Supplier Information Form and submit them according to the guidelines below:

- 1. The suppliers can download the Intent to Bid Form and Supplier Information Form on sudanbid.com /OR Mercy corps website.
- 2. Intend to Bid Form and Supplier Information Form can be picked at Mercy Corps office [Aldanagla District, Block #1, House#50, Gedaref Sudan].

Completed Intent to Bid and Supplier Information Forms must be submitted to Mercy Corps by [30-06-2025] using one of the below methods:

- Email completed Intent to Bid Form and Supplier Information Form to <u>sd-tenders@mercycorps.org</u> with the Bidding Reference: GRD/SERV/PR150235 in the email subject line.
- Return completed Intent to Bid Form and Supplier Information Form in person and put in the Tender Box placed at Mercy Corps office at [Aldanagla District, Block #1, House #50, Gedaref, Sudan].

The Bid Reference: GRD/SERV/PR150235 should be written on the envelope.

After the closing date of this Tender Notice, the Request for Bid / Proposal will be sent to the suppliers who submitted Intent to Bid Forms. The Request for Bid / Request for Proposal will be sent according to the preference you have mentioned in the Intent to Bid Form.