

EVALUATION REPORT AUDITORS FOR FISCAL YEARS 2007 AND 2008

PROCUREMENT ITEM: AUDITORS FOR FISCAL YEARS 2007 AND 2008

NUMBER OF REQUEST FOR PROPOSALS: 2007-09

DATE OF REQUEST FOR PROPOSALS: 23 JUNE 2007

DEADLINE FOR SUBMISSION OF PROPOSALS: 14 SEPTEMBER 2007

DATE OF OPENING OF PROPOSALS: 4 OCTOBER 2007

DATE OF EVALUATION REPORT: 5 OCTOBER 2007

STATUTORY REQUIREMENTS:

In accordance with Article XVI (C) of the STCU Statute, which reads: "An annual audit by an auditor approved by the Board shall be conducted of the Centre's expenditures and related financial activities. Results of the audit shall be reported to the Board within 30 days after completion;" the STCU holds a biennial tender for services of financial statement audit.

The audit has the following objectives:

- (a) report to the Governing Board whether the financial statements present fairly the financial position of the STCU and whether the financial statements are in conformity with the accounting principles recognized by the International Accounting Standards Committee;
- (b) conduct the annual audit in accordance with the International Standards on Auditing (ISA). The ISA require that the audit is planned and performed to obtain reasonable assurance about whether the financial statements are free of material misrepresentations.

EVALUATION CRITERIA AND TECHNIQUE:

The STCU shall award the audit services contract to the firm whose proposal has been determined to be compliant with the tender requirements and who has offered the lowest evaluated price. The evaluated price shall be determined as follows:

$$P_e = P_o / (C_1 \times 50\% + C_2 \times 30\% + C_3 \times 20\%) \times 100, \text{ where:}$$

P_e is evaluated price,

P_o is price offered,

$C_1 \dots C_3$ are criteria, grid 1 to 100:

C₁ = Project team:

- expertise and profiles of proposed project personnel, specifically qualifications related to the functional and technical expertise in auditing enterprises similar in nature to the STCU,
- recent pertinent continuing education,
- appropriateness of assigned staff levels.

C₂ = Office's experience:

includes resources to be applied, depth and breadth of technical expertise and experience and demonstrated results attained in similar engagements.

C₃ = Audit plan and work-plan:

proposers will be expected to submit a representative audit plan and workplan for the scope of services identified in Section III Point A. The audit plan and workplan must address the proposed work methodology and tools to be used in providing STCU services and identify the resources, tasks and schedules associated with delivery, and implementation of the audit. The timeliness of the projected completion dates, as well as the track record of meeting agreed upon delivery dates will also be considered.

EVALUATION AND COMPARISON:

The request for proposals has been advertised at the STCU (procurement opportunities) and the Economist (tenders worldwide) web sites (attached).

In addition to public advertisement, the following firms have been directly invited to submit their written quotations:

Altschuler Melvoin & Glasser
1 S. Wacker Dr., Suite 800, Chicago, IL 60606
Phone: 312-384-6000 | Fax: 312-634-3410

American Express Tax and
Business Services Inc.
1 S. Wacker Dr., Suite 800, Chicago, IL 60606
Phone: 312-634-3400 | Fax: 312-634-3410

Anchin Block & Anchin
1375 Broadway, New York, NY 10018
Phone: 212-840-3456 | Fax: 212-840-7066

BDO Seidman LLP
330 Madison Ave., New York, NY 10017
Phone: 212-885-8000 | Fax: 212-697-1299

Bisys Private Equity Services
245 Fifth Ave., New York, NY 10016
Phone: 212-224-0909 | Fax: 212-447-7020

CAS

2775 Algonquin Road, Suite 250, Rolling Meadows, IL 60008

Phone: 847-255-3500 | Fax: 847-255-3566

Crowe Chizek and Co.

1 Mid America Plaza, Suite 700, Oak Brook, IL 60522-3697

Phone: 630-574-7878 | Fax: 630-574-1608

Deloitte & Touche LLP

2 WFC, New York, NY 10281-1414

Phone: 800-776-4449

Eisner LLP

750 Third Ave., New York, NY 10017

Phone: 212-949-8700 | Fax: 212-891-4100

Ellin & Tucker Chartered

100 S. Charles St., Suite 1300, Baltimore, MD 21201

Phone: 410-727-5735

Ernst & Young LLP

5 Times Square, New York, NY 10036

Phone: 212-773-3000 | Fax: 212-773-6350

Geller & Co.

800 Third Ave., New York, NY 10022

Phone: 212-583-6000 | Fax: 212-583-6243

Goldstein Golub Kessler LLP

1185 Avenue of the Americas, New York, NY 10036-2602

Phone: 212-372-1800 | Fax: 212-372-1801

Grant Thornton LLP

226 Causeway St., Boston, MA 02114

Phone: 617-848-4890

Harb Levy & Weiland LLP

The Landmark @ 1 Market St., Suite 620,

San Francisco, CA 94105

Phone: 415-974-6000 | Fax: 415-974-5488

Invient

1388 Terra Bella Ave., Mountain View, CA 94043

Phone: 650-316-5990 | Fax: 650-316-5901

KPMG LLP

345 Park Ave., New York, NY 10154

Phone: 212-758-9700 | Fax: 212-758-9819

LUBBOCK FINE

Russell Bedford House, City Forum,

250 City Road, London EC1V 2 QQ

Phone: +44 207 490 7766 | Fax: +44 207 490 5102

Marcum & Kliegman LLP

130 Crossways Park Dr., Woodbury, NY 11797

Phone: 516-390-1000 | Fax: 516-390-1001

McGladrey & Pullen LLP

3600 American Blvd. W., Bloomington, MN 55341

Phone: 952-835-9930 | Fax: 952-921-7702

Mohler Nixon & Williams

635 Campbell Technology Pkwy., Suite 100,

Campbell, CA 95008-5059

Phone: 408-369-2400 | Fax: 408-879-9485

Moss Adams LLP

1001 Fourth Ave., Suite 2900, Seattle, WA 98154

Phone: 206-223-1820 | Fax: 206-622-9975

Northport LLC

100 Walnut Ave., Suite 103, Clark, NJ 7066

Phone: 732-943-3400

Palmeri Fund Administrators Inc.

16-00 Route 208 S., Fair Lawn, NJ 7410

Phone: 201-475-8072 | Fax: 201-475-8076

PricewaterhouseCoopers LLP

1177 Avenue of the Americas, New York, NY 10036

Phone: 646-471-4000 | Fax: 646-471-3188

Ravix Group Inc.

2109 Landings Dr., Mountain View, CA 94011

Phone: 650-691-1500 | Fax: 650 691-9909

Rotenberg Meril Solomon

Bertiger & Guttilla

Park 80 W., Plaza One, Saddle Brook, NJ 07663

Phone: 201-487-8383 | Fax: 201-490-2068

Rothstein Kass

1350 Avenue of the Americas, 15th Floor, New York, NY 10019

Phone: 212-997-0500 | Fax: 212-730-6892

The proposals of the following firms have been received and determined to be compliant with the minimum requirements and their offered and evaluated prices are indicated below:

LUBBOCK FINE
Russell Bedford House, City Forum,
250 City Road, London EC1V 2 QQ
Phone: +44 207 490 7766 | Fax: +44 207 490 5102

NB: evaluated prices are used for evaluation purposes only. The successful proposer's offered price shall enter in respective contract.

Prices of the responsive proposals are given below.

All values are in US\$

Supplier's Name	Offered Price	Evaluated Price	Rank
Lubbock Fine	188,128.00	199,077.25	1

See the evaluation sheet and copies of the firm's proposals for details.

AWARD RECOMMENDATIONS:

The Evaluation Committee recommends that the contract shall be awarded to Lubbock Fine.

EVALUATION COMMITTEE:



Curtis Bjelajac
Chief Financial Officer
Voting Member

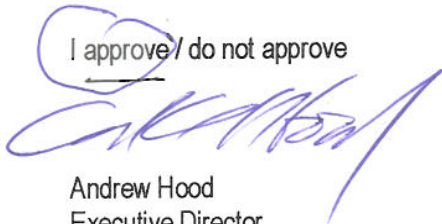


David Cleave
Chief Administrative Officer
Voting Member



Roman Pishchalov
Procurement Officer
Non-voting Member

I approve / do not approve



Andrew Hood
Executive Director

**Audit Services
2007 & 2008**

Enter values in red cells

	Lubbock Fine		
Bjelajac	Grid 1...100	Weight, %	Grade
Project team	99	50%	50
Office's experience	99	30%	30
Audit plan and workplan	99	20%	20
TOTAL			99
Cleave	Grid 1...100	Weight, %	Grade
Project team	87	50%	44
Office's experience	95	30%	29
Audit plan and workplan	90	20%	18
TOTAL			90
TOTAL AVERAGE			95
	Offered	Evaluated	
Price, USD	188,128.00	199,077.25	



REQUEST FOR PROPOSALS - AUDIT SERVICES

1. The Science and Technology Centre in Ukraine (STCU) is honoured to issue this request for proposals (RFP) for furnishing the audit services whereof details are described in the Instructions to Auditors: http://www.stcu.int/news/proc_opport/index.php?id=8.

2. Inquiries for information should be directed to:

Science and Technology Center in Ukraine
Attn: Roman Pishchalov
Procurement Officer
21 Kamenyariv St.
Kyiv, 03138, Ukraine
Tel.: (380-44)-490-7150
Fax: (380-44)-490-7145
E-mail: roman.pishchalov@stcu.int

3. Please indicate your intent to submit a proposal by completing a Notification of Interest in accordance with the sample format shown in Attachment D of this Request for Proposals. Please return this Notification of Interest to the address listed below by 27 July 2007:

Science and Technology Center in Ukraine
Attn: Roman Pishchalov
Procurement Officer
21 Kamenyariv St.
Kyiv, 03138, Ukraine
Tel.: (380-44)-490-7150
Fax: (380-44)-490-7145
E-mail: roman.pishchalov@stcu.int

4. Completed proposals must be received at the address shown above by 17:00 Kyiv time on 14 September 2007.

5. Late proposals will be disqualified.

6. In order to be considered for selection, auditors must submit a complete response to the RFP. Incomplete proposals may not be considered if the omissions are determined to be significant.

7. Proposals must be submitted in two parts: (A) One (1) original and two (2) copies of the Technical Proposal and (B) one (1) original of the Cost Proposal. The Cost Proposal must be submitted in a sealed envelope which specifies on its face the name of the auditing firm.

8. The STCU reserves the right to reject any and all proposals submitted and to request additional information from all proposers.

9. Any contract awarded will be awarded to the auditor, who, based upon evaluation of all proposals, is determined to have submitted the proposal with the lowest evaluated price, considering both technical factors and cost.