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*Government Notice No. 252 of 2021*

**THE CONSTRUCTION INDUSTRY  
DEVELOPMENT BOARD ACT**

**Regulations made by the Minister, after consultation with the  
Council, under section 34 of the Construction  
Industry Development Board Act**

1. These regulations may be cited as the Construction Industry Development Board (Collaboration between Foreign and Local Contractors) Regulations 2021.
2. In these regulations –
  - “Act” means the Construction Industry Development Board Act;
  - “local contractor” means a firm which –
    - (a) is registered as a contractor under section 19 of the Act; and
    - (b) has carried out construction works in the construction industry for at least 10 years.
3. (1) For the purpose of section 20(1) of the Act, no foreign contractor shall carry out construction works unless it –
  - (a) collaborates with a local contractor; and
  - (b) is temporarily registered under the Act.
  - (2) The form of collaboration between a foreign contractor and a local contractor shall be a joint venture agreement, a subcontract agreement or any form of agreement between the contractors for execution of works under the project.
  - (3) The conditions of the collaboration agreement between a foreign contractor and a local contractor shall be based on their

experience, capability, respective input in delivering the project, and the requirements of the project concerned.

(4) The apportioning of the contract price between a foreign contractor and a local contractor shall be commensurate with the value of works undertaken by each contractor.

4. Any person who contravenes these regulations shall commit an offence and shall, on conviction, be liable to a fine not exceeding 500,000 rupees and to imprisonment for a term not exceeding 3 years.

5. These regulations shall come into operation on 1 October 2021.

Made by the Minister, after consultation with the Council, on 30 September 2021.

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