



**PASEGURUHAN NG MGA NAGLILINGKOD SA PAMAHALAAN
(GOVERNMENT SERVICE INSURANCE SYSTEM)**

Financial Center, Pasay City, Metro Manila 1308

GSIS INSURANCE BIDS AND AWARDS COMMITTEE (GIBAC)

Project title: *Reinsurance of the Industrial All Risk Insurance of the BANGKO SENTRAL NG PILIPINAS*

Bid Bulletin No. 2
November 21, 2017

This bid bulletin is issued to amend and modify items in the Bidding Documents of the “***Reinsurance of the Directors and Officers Liability Insurance of the BANGKO SENTRAL NG PILIPINAS***”. This shall form an integral part of the Bidding Documents.

I. Bidders’ Query

Query	Response
1. Please provide details of the losses as follows: <ul style="list-style-type: none"> • Stage of legal case • Basis of loss reserve • Legal cost incurred to date 	The data shall be provided to prospective bidders who have purchased and will purchase the bidding documents.
2. We refer to the following changes: <p>2.1 Page 77, Claims Cooperation Endorsement, item c)</p> <p>From: No settlement and / or compromise shall be made and no liability admitted without the prior approval of the Insurer.</p> <p>To: In the event that any settlement and/or compromise is made, the Insured shall notify the Insurer.</p> <p>2.2 Page 72, item 5.7, How Defense Will Be Conducted</p> <p>The 2nd and 3rd paragraphs were deleted to align this with the revision of the Claims Cooperation Endorsement.</p> <p>We would like to ask why the above (2.1 and 2.2) changes were applied? This appears to deviate from the cooperative nature of the clauses.</p>	<p>The revisions on the policy wordings were requested by the Agency.</p>

3. Please indicate the date when the application form was accomplished and signed by the client.	The form was accomplished and signed on October 20, 2017.
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II. Section VII : Technical Specifications

a. Inclusion of the Proposed Policy Wordings as follows:

PROPOSED POLICY WORDINGS

- LINE : Directors & Officers Liability Insurance
- ITEM 1. INSURED : Bangko Sentral ng Pilipinas
- ITEM 2. LOCATION : A. Mabini cor. P. Ocampo St. Malate Manila
- ITEM 3. PERIOD : November 27, 2017 to November 27, 2018
(both days inclusive)
- ITEM 4. TOTAL SUM INSURED : Php500,000,000.00
- ITEM 5. LIMIT OF LIABILITY : Php500,000,000.00 total aggregate for all losses, arising out arising out of claims made against the Insureds under all insurance covers combined (including defense costs).
- Inner limit for lawyer's fees Php 5,000,000.00 any one claim or claims arising from a single act covered
- (inclusive of acceptance and appearance fees, time charges, incidental expenses)
- Success Fee – Php 1,000,000.00 for Monetary Board Corporate case only
- ITEM 6. COVERAGE : Section A – Directors, Officers and Agency Liability Insurance
Section B – Corporate Reimbursement
- ITEM 6.a : List of Directors and Officers and their positions
(as per list submitted)
- ITEM 7. RETROACTIVE/
CONTINUITY DATES : Pending & Prior Litigation - January 13, 2006
Pollution Claims - January 13, 2006

ITEM 8. DEDUCTIBLE : The Insured shall bear the first amount of loss:

- Section A – Nil
- Section B – Php3,000,000.00 for any one claim including any judgments, settlement or final agreements as specified in 5.4 Retention, only one retention shall be applied for loss from any claim or claims alleging single act covered.

ITEM 9. PREMIUM : As Awarded

ITEM 10. WARRANTIES,
CLAUSES AND
ENDORSEMENTS

: Money Laundering Exclusion
Claims Cooperation Endorsement
Payment and Gratuities Exclusion
War/Act of War Exclusion
Investment Banking Professional Liability Exclusion
Financial Institution Professional Indemnity Exclusion
Failure to Maintain Insurance Exclusion
Known Claims and Circumstances Exclusion
Special Extension Clause

For the information and guidance of all concerned.

(Sgd) VALERIE K. MARQUEZ

Chairperson

GSIS Insurance Bids and Awards Committee