



**GSIS INSURANCE BIDS AND AWARDS COMMITTEE (GIBAC)**

**Project Title: REINSURANCE OF THE INDUSTRIAL ALL RISK WITH SABOTAGE & TERRORISM AND SUBMARINE CABLE INSURANCE OF THE NATIONAL GRID CORPORATION OF THE PHILIPPINES**

**Bid Bulletin No. 2**  
February 13, 2019

This bid bulletin is issued to amend and modify items in the Bidding Documents for the *Reinsurance of the Industrial All Risk with Sabotage & Terrorism and Submarine Cable Insurance of the National Grid Corporation of the Philippines*. This shall form an integral part of the Bidding Documents.

**I. Bidder's Queries**

QUERY	REPLY
<p>1. May we request for the underwriting information as follows:</p> <p><u>Submarine Cables:</u></p> <p>Full details in respect of the subsea cables:</p> <ol style="list-style-type: none"><li>Type of Cable</li><li>Are they installed within protective pipe</li><li>Are the installed within the seabed trench</li><li>Length of cables across sea</li><li>Name of Cable Contractor who installed these cables</li><li>Any other technical data and information about these cables and their installation</li></ol> <p><u>Sabotage and Terrorism:</u></p> <ol style="list-style-type: none"><li>Sum Insured values per location</li><li>Please advise any details of threats or extortion demands that the assured has received</li><li>Details on the bombing that occurred in April 2017 (kindly provide adjuster's report)</li></ol> <p><u>Industrial All Risk:</u></p> <p>Please provide claims update and Loss Adjuster's reports for the following losses:</p> <ol style="list-style-type: none"><li>November 8, 2013 (Transmission Lines and Towers)</li><li>November 21, 2013 (Dasmariñas Substation)</li><li>October 27, 2016 (San Sebastian Substation)</li></ol>	<p>Yes, we will provide the requested underwriting information.</p>

<p>2. Others</p> <ol style="list-style-type: none"> <li>1. Loss History for the past five (5) years</li> <li>2. Latest Survey for the past five (5) years including the Assured's reply to the recommendation</li> <li>3. Breakdown of values per locations</li> <li>4. Exact location addresses of the substations, system operation, metering and NGCP main building &amp; Substations and Sub Offices Building (for IAR/S&amp;T/Submarine Cables)</li> <li>5. Protection measures for the cable</li> <li>6. Age of the Cables and anticipated designed life</li> <li>7. Information about shipping, fishing, and military activity in the area</li> <li>8. Availability of systems monitoring ship/vessel movement.</li> </ol>	<p>Yes, we will provide the requested information.</p>
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## II. Technical Specifications

### REINSURER SHARE HEREON:

From	To
<p>Under Presidential Decree No. 1270, at least ten percent (10%) of the reinsured portion will be automatically ceded to National Reinsurance Corporation of the Philippines.</p> <p>If National Reinsurance Corporation of the Philippines does not participate in the bidding, the bid of the winning bidder will be automatically reduced by the amount accepted by National Reinsurance Corporation of the Philippines, but not exceeding 10% of the reinsured portion. However, the reinsurance automatically ceded by the GSIS to National Reinsurance Corporation of the Philippines will not exceed 10% of the contract.</p>	<p>Under Presidential Decree No. 1270, at least ten percent (10%) of the reinsured portion will be automatically ceded to National Reinsurance Corporation of the Philippines for outward reinsurance placed with unauthorized foreign reinsurers.</p> <p>If National Reinsurance Corporation of the Philippines does not participate in the bidding, the bid of the winning bidder will be automatically reduced by the amount accepted by National Reinsurance Corporation of the Philippines, but not exceeding 10% of the reinsured portion. However, the reinsurance automatically ceded by the GSIS to National Reinsurance Corporation of the Philippines will not exceed 10% of the contract.</p>

### **III. Service Level Agreement**

The revised Service Level Agreement shall be provided to Prospective Bidders who purchased and will purchase the Bidding Documents subject to discretion of the GIBAC in relation to the data privacy act.

For the information and guidance of all concerned.

**(sgd.) ASVP EDUARDO V. FERNANDEZ**  
Chairperson  
GSIS Insurance Bids and Awards Committee