



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 (REBIDDING)

Bid Bulletin No. 1

March 20, 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
<i>1. What is the sub limit for Machinery Breakdown and Debris Removal?</i>	There is no sub-limit for Machinery Breakdown and Debris Removal.
<i>2. Provide detailed breakdown of values per location to allow us to underwrite the largest fire area.</i>	The detailed breakdown of values was already provided as part of the underwriting information.
<i>3. What is the rate of exchange to be used for the Sum Insured?</i>	It is provided under the Invitation to Bid (ITB) posted in the website of GSIS and PhilGEPS.
<i>4. Provide updated loss history as of February 28, 2019.</i>	The data will be provided.
<i>5. Please advise if NGCP has an existing cover with the expiring bidder?</i>	No official information from the NGCP.
<i>6. Are private insurance companies allowed to insure the government interest on the subject risk without coursing thru GSIS bidding?</i>	Please refer to R.A. 656 as amended by P.D. 245.
<i>7. For the benefits of new reinsurers, please provide explanation why the policy for bidding is short term.</i>	The management has a directive to issue the insurance policies on a calendar year, hence, the policy shall end on December 31.

8. <i>Are reinsurers with rating A- and below by AM Best allowed to provide reinsurance support?</i>	Not allowed under the Technical Specifications.
9. <i>Please allow Malayan and/or other bidders to conduct risk survey on major locations.</i>	As discussed during the Pre-Bid Conference, NGCP will arrange the risk survey, subject to approval of proper channels.
10. <i>What assistance can GSIS provide to address the concern about blocked reinsurance markets?</i>	Not allowed under R.A. 9184.

For the information and guidance of all concerned.

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