

Ref. No.: BHEL: CO: FIN: INS: Arun-3 HEP

Dated: 8th July 2022

Clarification

**TENDER NO. : BHEL: CO: FIN: INS: Arun-3 HEP, Nepal Dated 16.06.2022
for Marine-cum-Erection Insurance of 4 x 225 MW HEP, Arun-3, Nepal**

Queries have been received from some of the Insurance Companies regarding applicability of Financial Strength Rating to Companies providing retrocession or support to the Lead/Follow Reinsurers.

In this regard, please be clarified that

“The Lead retrocession company or company behind the Nepalese Reinsurance Company providing support to the Project as Lead Reinsurer shall either be the General Insurance Corporation of India and/or any other Indian Nationalised Insurance Companies or/and “A+” rated (by reputed international rating agency like Standard & Poor or AM Best) international re-insurers.

Similarly, the retrocession company or company behind the Nepalese Reinsurance Company providing support to the Project as follow Reinsurer shall either be the General Insurance Corporation of India and/or any other Indian Nationalised Insurance Companies or/and “A-” rated (by reputed international rating agency like Standard & Poor or AM Best) international re-insurers.

Accordingly, the revised Annexure-IV (Reinsurance Declaration) is attached herewith for submission with techno-commercial bid.


8/7/22
(Kamlesh Agarwal)
Dy. Manager (Fin.)




4 x 225 MW HEP, Arun-3, Nepal

Annexure- IV

REINSURANCE DECLARATION

We will go for a minimum 99% re-insurance and will furnish the details of re-insurance arrangement in the event of becoming a successful bidder.

The Re-insurance will be done with General Insurance Corporation of India and/or any other Indian Nationalised Insurance Companies and/or Re-insurance Companies in Nepal and/or "A+" rated (by reputed international rating agency like Standard & Poor or AM Best) international re-insurers for Lead, and

General Insurance Corporation of India and/or any other Indian Nationalised Insurance Companies and/or Re-Insurance Companies in Nepal and/or "A-" rated (by reputed international rating agency like Standard & Poor or AM Best) international re-insurers for follow re-insurers as per terms of tender.

Further, we confirm that the Lead retrocession company or company behind the Nepalese Reinsurance Company providing support to the Project as Lead Reinsurer shall either be the General Insurance Corporation of India and/or any other Indian Nationalised Insurance Companies or/and "A+" rated (by reputed international rating agency like Standard & Poor or AM Best) international re-insurers.

Similarly, the retrocession company or company behind the Nepalese Reinsurance Company providing support to the Project as follow Reinsurer shall either be the General Insurance Corporation of India and/or any other Indian Nationalised Insurance Companies or/and "A-" rated (by reputed international rating agency like Standard & Poor or AM Best) international re-insurers.

We confirm that M/s (Name of the Lead Reinsurer) has agreed to provide re-insurance support to us for % (Share) in Marine cum Storage cum Erection All Risk Policy in respect of 4x225 MW HEP, Arun-3 Nepal Project (Tender No. BHEL:CO:FIN:INS:Arun-3 HEP, Nepal Dated).

The Lead Re-insurer credentials are as below:

LEAD RE-INSURER CREDENTIALS

1. Name :
2. Registered at :
3. Rating :
4. Last update in rating ;
5. Rating updated by Agency :

For and on behalf of underwriter

Authorized representative's signature
with name and address