

INVITATION FOR SUBMISSION OF PROPOSALS FOR THE EXCESS LAYER OF THE DIRECTORS AND OFFICERS LIABILITY INSURANCE SERVICES TO THE HELLENIC REPUBLIC ASSET DEVELOPMENT FUND (HRADF)

1. INTRODUCTION

The Hellenic Republic Asset Development Fund Société Anonyme (the "HRADF") is a Société Anonyme incorporated under Law 3986/2011 (Government Gazette Bulletin 152/A/1.7.2011), the entire share capital of which is owned and controlled by the Hellenic Republic (the "Hellenic Republic").

HRADF is entrusted, in the context of the Privatization Program under the "Medium-Term Fiscal Strategy Framework 2012-2015" (Law 3985/2011; Government Gazette Bulletin 151/A/1.7.2011), with the development (incl. sale or other transactions) of the assets of the Hellenic Republic as well as the assets of public law legal entities (bodies) or public companies, the share capital of which is fully owned, directly or indirectly, by the Hellenic Republic or public law legal entities.

HRADF is initiating a tender by inviting expression of interest from suitably qualified and experienced insurance companies, in order to award the insurer, that will undertake the Excess Layer of the Directors and Officers liability insurance policy for 12 months, with the sole selection criterion being the lowest price.

The insurance policy under Tender will be for 12 months as from June 1st, 2018.

The budget of this Tender, for the coverage limit of € 30.000.000 in excess of € 20.000.000 has been set, for the duration of the policy, at seventy thousand euro (€ 70.000) plus insurance tax. This is merely indicative and does not indicate an upper bid limit.

2. COMPETENT AUTHORITY FOR THE SERVICE PROCESS – TIME AND PLACE OF THE PROCEDURE CONDUCTION

Competent Authority of HRADF for the tender is deemed to be HRADF the address of which is: 1 Kolokotroni & Stadiou Str. | 105 62 | Athens | Greece [+30] 210 3274400. Tenders must reach HRADF offices before 12:00 pm local time on the 30th of May 2018 at the address indicated above, in sealed envelopes, to the attention of: Mr. Kotsiopoulos.

Tenders received after the closing date and time will not be considered. It is stressed that Tenders received by fax or by e-mail will not be considered also.

3. SCOPE OF WORK

The Primary policy of the Directors & Officers Liability Insurance Policy, is detailed in the attached policy wording in Annex B, and is based, as amended as per our requirements, on the AIG Financial Institutions CorporateGuard 2013 Non-SEC Directors and Officers Liability Insurance wording.

The Excess Layer policy will be in follow form, not allowing any deviation from the Primary wording.

4. PARTICIPATION REQUIREMENTS

The right to participate in this tender lies with insurance companies or consortiums of insurance companies in the form of coinsurance, as provided in Article 15, paragraph 4 of Law 2496/1997. Each participating insurance company, and in case of consortiums each and every member of the consortium:

- a. Must be incorporated in a EU Member State or in a state of the European Economic Area or in third countries that have signed association agreements with the EU.
- b. Must have proven experience in similar Directors & Officers Liability Policies demonstrated at least by having:
 - a. five (5) Primary Directors & Officers Insurance Policies in their books,
 - b. with five (5) different Insureds during the last three (3) years,
 - c. with a limit of €20,000,000 or above, on each one of these policies.
- c. Must exhibit positive equity at year end, for at least the past two (2) consecutive years.

For this purpose, participating insurance companies or consortiums of insurance companies, are obliged to submit the information and documentation as described in paragraph 6b - Technical Proposal of the present Invitation.

Bids submitted by agents of insurance companies or insurance brokers will be rejected.

5. INFORMATION TO BE SUBMITTED

All information to be submitted for this Tender will need to be in English, apart from supporting documents and certificates issued by local authorities.

Supporting documents and certificates awarded by the relevant Greek authorities will be eligible for submission in the Greek language. The equivalent certificates of foreign authorities can be submitted in the local language issued, accompanied by an official translation in Greek.

Additions, modifications, or reservations of the Bidders on the terms contained in this Tender are not accepted and bidders who include such variations will be disqualified from the Tender process.

6. THREE ENVELOPES SYSTEM

Bids must be submitted using a three-envelope system, with separate sealed envelopes containing:

- a. the Supportive Documents
- b. the Technical Proposal
- c. the Financial Proposal

The three sealed envelopes must be enclosed inside an outer envelope (also sealed), showing only the name of the Bidder and addressed to:

HRADF

1 Kolokotroni & Stadiou Str., 105 62 Athens, Greece

To the attention of: Mr. Kotsiopoulos.

Bid for the Excess Layer of the Directors and Officers Liability Insurance Policy

a) 1st File- The supportive documents

- i. Bidders must submit the following information, where necessary together with the originals or certified copies of the required documents: Name of the Company, address of head office, telephone number, date and place of establishment, principal officers (titles and names).
- ii. Recent Certificate of Operation from the Bank of Greece, including the classes of insurance business that the company is licensed for and confirming that it is not under liquidation or
License of operation from the equivalent Ministry of Development or other competent Authority, of the country of incorporation of the Bidder, as provided for foreign companies.
- iii. Solemn declaration of the Bidder for the unconditional acceptance of the Tender requirements, the Tender process and the proposed policy wording.
- iv. Confirmation of acceptance that the proposal will be valid for 90 days.
- v. A duly certified abstract from the Bidders' BoD providing the approval for the participation in the Tender, which will also determine the person authorized to sign the proposal and the person in the Attica prefecture authorized to receive all documents relating to this Tender.
- vi. For any foreign Insurance Company participating in the Tender, the decision of the Company's competent body as specifically required by the Company's Article of Association, as for the person who will be the authorized to sign the proposal and the person in the Attica prefecture who will be authorized to receive all documents relating to this Tender.
- vii. The names and the professional qualifications of the staff of the Bidder that will be appointed to provide the Services.
- viii. In case the Bidder relates to any of the shareholders of HRADF or with any person connected or controlled by HRADF, this should be clearly stated in the Bidders submitted documents.
- ix. Recent Certificate of Membership from the Hellenic Association of Insurance companies, or for foreign Insurance Companies, from the professional or trade register under the conditions laid down by the laws of the country in which the applicant is established.
- x. Valid (original or duly certified) certificates issued by the competent authorities in the country in which the Bidder is established or solemn declaration, made before a duly administrative authority or notary, proving that:
 - a. the Bidder has fulfilled his obligations relating to the payment of social security contributions and the payment of taxes in accordance with the legal provisions of the country of its incorporation;
 - b. the bidder is not, and no motion has been raised against it, seeking to place it in a state of bankruptcy, liquidation, obligatory administration, suspension of operations, or any other equivalent situation in accordance with the legal provisions of the country in which he is established.
- xi. In case the bidder is a consortium of insurance companies, all of the above documents should be

provided for each one of the consortium members. Additionally, the members of the consortium, should provide:

- a. the proposed division of responsibilities and corporate relationships between the members,
- b. a certified undertaking that each consortium member will be jointly and severally responsible for the fulfillment of the Applicant's participation arising from their participation in the Tender.

b) 2nd file-The technical proposal

Technical Proposals should demonstrate the Bidder's knowledge and experience on the specific class of insurance and its good understanding of the work involved in executing the project.

Deviation from the proposed wording and extend of cover is not permitted.

Any financial information or reference to premium costs in the Technical Proposal will invalidate the Bidders proposal.

Technical proposals should include:

- i) A descriptive table of the activities and the relevant experience of the bidder, which demonstrates experience in Directors & Officers Liability Insurances that have been executed in the last three years in Greece and/or in any of the European Union countries.
The above table should include at minimum the nature of these services, the type of activity of the insured, the limit of coverage under the policy, the insurance period, the percentage of own retention, and the country were the insurance was placed, taking also into consideration the requirements of clause 4b above.
- ii) The Annual Report and Accounts of the bidder of the past three years, taking also into consideration the requirements of clause 4c.
- iii) A solemn declaration of the bidder, stating:
 - a. That the bid is 100% supported
 - b. The percentage of own retention
 - c. The reinsurance markets supporting the bid – if any - and their percentage participations
 - d. That the reinsurance support is rated at least with Class A- from Standards & Poor's or AM Best.
 - e. That all reinsurers supporting this bid are aware of this invitation to tender, agree with all of the provisions therein, and have the capacity to write their participation.
- iv) The above solemn declaration should be accompanied with same signed letters/confirmations from all reinsurers supporting the bidder.

In case the bidder is a consortium of insurance companies, all of the above documents should be provided for each one of the consortium members.

The above solemn declaration and all the mentioned herein information, are absolutely binding. Failure to submit all of the above, as well as, all of the original certificates of insurance as specified in Part 9 hereof, will result to the exclusion from this tender.

c)3rd File-Financial Proposal

The Bidder must clearly state that his bid remains valid for a minimum period of ninety (90) days from the deadline of its submission.

HRADF may accept the bid at any time within this period.

Each bidder is required to submit, under penalty of exclusion, the annual premiums without the applicable Greek insurance tax of 15%. The annual premiums should be indicated in both numbers and in words.

Financial offers which are indefinite or conditional will not be accepted.

The financial bid shall be signed by the legal representative of the bidder, who shall mark with initials each page of the tender. In case of a consortium the financial bid is to be signed by the legal representatives of all insurance companies participating in the consortium.

Unsigned bids shall be deemed void.

Any corrections, deletions and additions, which will be clearly indicated in the margin of the pages of the Bid, shall be valid only if they bear the signature and seal of the tenderer.

7. GENERAL REQUIREMENTS

The participation in every phase of the Tender implies full acceptance by each Bidder of the tendering process and of respective terms and conditions.

The insurance policy will be subject to Greek Law and Jurisdiction.

8. LEGAL ENVIRONMENT

This Tender is made in accordance with the provisions of the relevant EU and Greek Legislation, and the respective internal procedures of HRADF. By participating in the Tender, the Bidders acknowledge that they accept the above.

9. AWARD - CANCELLATION OF PROCEDURE - AWARD NOTIFICATION

The tender process is concluded with the approval of the outcome by the authorized officers of the HRADF.

Before the completion of the Tender and before signing the Insurance Policy, the Bidder with the lowest price, is invited by letter and is required within 5 work days under penalty of exclusion, to provide the necessary evidence, in accordance with his solemn declaration under section #6.b, as follows:

- a. The Original Cover Notes, mentioning the full terms and conditions of the insurance policy and the reinsurers, their percentage participation and the own retention of the Bidder. In case of a consortium of insurance companies, the Cover Note issued by the Leader must be signed and

sealed by all participating insurance companies for their share of risk.

- b. The above certificate should be accompanied by an original letter from each of the supporting reinsurers to the bidder, stating the percentage of their reinsurance support in accordance with all the terms of the Tender.

The Policy Wording included in this Tender document constitutes the final insurance policy that will be signed between the HRADF and the awarded Bidder.

HRADF reserves the right to cancel the Tender partially or in the whole, if it determines that:

- a. The Competition was held without concordance with the rules, consequently influencing the outcome of the tender.
- b. The result of the contest is unsatisfactory for HRADF.
- c. There was insufficient competition.
- d. The needs of HRADF have changed.

10. LODGING OF APPEALS

Interested participants may lodge an appeal before HRADF, by specially specifying the legal and real causes that justify its application are obliged, within a deadline of ten (10) days, after taking notice in any way whatsoever of the illegal action or omission in the course of the tender. The appeal is communicated, care of the petitioner, to the representative or the authorized attorney of any entity affected by any total or partial acceptance of the appeal. No exercise of appeal versus an act, which accepts in whole or in part an appeal by another person, is required. HRADF is obliged to decide justifiably, within a deadline of fifteen (15) days from the exercise of the appeal, and, if it renders the appeal valid, it takes the appropriate measures.

If the appeal is rejected, or no action is taken pass the deadline, the appeal is deemed to have been rejected and a petition for injunction may be lodged before the competent Court of First Instance, as per provisions of Law 3886/2010.

11. RIGHTS AND RESERVATIONS OF HRADF

HRADF will not be responsible for, nor pay for, any expense or loss which may be incurred by any Bidder in the preparation and submission of his Bid or otherwise related thereto and regardless of the conduct or outcome of the tendering process.

- a. Participation in the Tender Process (Bidding) equals to a statement by the Bidder that he had full knowledge of the terms of the relevant procedure as well as all data and parts of the Tender.
- b. HRADF reserves the right to postpone the date of submission of Bids or make any modifications to documents of the Tender. These changes will be included in supplements of the Tender, which will be published in the same manner as this invitation to tender.
- c. The bids of the Bidders submitted in accordance with the guidelines of the invitation to tender, are considered suggestions to HRADF, and not accepted proposals.
- d. Any omission in the submission of the bid, or in the signing of any document, does not entitle the Bidder to qualify for an exemption or a reduction of liability.

- e. The conditions and restrictions related to the submission of bids are to the benefit of HRADF, who is entitled, prior to the submission of the bids to resign from them, without creating any rights for the Bidders or any other third party.

11. ISSUES AND DOCUMENTS

This Invitation consists of the following set of documents:

- Invitation, Terms and Negotiation Process Instructions
- Appendix B – Primary Policy Wording

Underwriting information can be made available to interested bidders, upon request and subject to signed Non Disclosure Agreement provided by HRADF.