

It is hereby noted and agreed that with effect from 1st March 2019, following amendments will be made to the contract written under Fire department:

A) Minimum PML to be revised as under: (in INR)

100% Sum Insured (MD + BI)	Minimum PML (MD + BI)
Upto 500 crores	100% Sum Insured Basis
500 crores to 1500 crores	60% on MD +100% on BI on Top location
1500 crores to 2500 crores	40% on MD +100% on BI on Top location
Above 2500 crores	30% on MD +100% on BI on Top location

However, all risks with Sum Insured INR **20,000 crores** and above to be referred to GIC Re for approval before any cession is made.

B) For cession of any risk from the following occupancies, deductibles will be as under:

- i. Thermal Power Plants (Above Rs 500 crores top location Sum Insured)
- ii. Steel Plants (Above Rs 500 crores top location Sum Insured)

Deductibles (Each and every loss):

- FLOP 30 days of Gross Profit
MLOP 45 days of Gross Profit
MD 5% of Claim Amount subject to Minimum of Rs. 1.25 Crores

C) The following occupancies to be ceded to the treaty on **100% Sum Insured** basis:

- a. Textiles
- b. Plastics
- c. Rubber Goods Manufacturing
- d. Chemical Manufacturing below 32 deg C flashpoint
- e. Storage of Category III Goods
- f. Transporters Godowns



D) Regarding cession to treaty on following occupancies:

- a. Textiles
- b. Plastics
- c. Rubber Goods Manufacturing
- d. Chemical Manufacturing below 32 deg C flashpoint
- e. Storage of Category III Goods
- f. Transporters Godowns
- g. Steel Plants
- h. Power Plants

The Gross Written Premium for cessions to the treaty on the above-mentioned occupancies to be determined as under:

1. IIB loss cost rate published vide circular dated 24th March 2017, release No 2 (as attached) or any future revision to these rates by IIB **AND**
2. NAT CAT rate as per latest declaration by the Reinsured (as attached).
3. The total rate so arrived (i.e. 1+2 above) must be further appropriately loaded based on Reinsured's own experience on procurement / management expenses or any other relevant costs before the final basic rate is arrived at.

Notwithstanding the above, nothing in this clause prevents the Reinsured to offer lower rates than the above to the primary insured, however in all such cases, the risk cannot be ceded to this treaty.

Reinsured to provide a quarterly bordereaux of all risks ceded on the above occupancies, within 10 days of the end of each quarter.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED
12th February 2019