

GENERAL INCREASE BULLETIN NO. 10 / 17

Club – American Club

1st December 2017

P&I

- No general increase ordered.

FDD

- No general increase ordered.

This renewal bulletin reports on the decisions taken by the American Club Board of Directors at their recent meeting. During the meeting the Club reviewed their recent operating performance and advise as follows. 2017 policy year has seen the continued influence of the 'churn effect' on premiums albeit at a less marked pace than that seen in previous years. Claims results for 2015 and 2016 continue to track in line with previous expectations with the current 2017 year, at 9 months, developing positively. With regards to the International Group Pool claims the years 2013 to 2016 are developing favourably with the current 2017 year showing some signs of higher exposure when compared to the same 9 month development cut-off for the last two years. Whilst P&I losses to the pool are volatile in nature the Club notes that there are not, as yet, signs for concern. Club investment returns for the 2017 are currently positive.

Against this operating performance the Club Board has adopted the decision to have no general increase for expiring estimated total premiums for both P&I and FDD. Any adjustment to the International Group reinsurance tariffs will be reflected in renewing premiums. Members' premium rates will be further reviewed against the background of their loss records, vessel-type factors and other relevant matters, including the risk-based rating assessment of Members' individual circumstances, in consequence of which further adjustments may be made as appropriate.

We will continue to report on subsequent announcements from further International Group P&I Clubs over the coming weeks and months by way of our regular Renewal Bulletins.

P.L. FERRARI & CO. S.r.l.