

GENERAL INCREASE BULLETIN NO. 5 / 17

Club – Steamship

27th October 2017

P&I

- No general increase ordered.

FDD

- No general increase ordered.

Our fifth renewal bulletin reports on the decisions taken by the Steamship Mutual Board of Directors at their recent meeting.

The club informs that the years up to and including 2014/15 policy year continue to perform in line with expectations whilst 2015/16 and 2016/17 are showing deterioration across some claims categories. Overall the result is a reduced releasing on past year claims reserves with regards to the clubs expectations. The current 2017/18 policy year claims experience when seen over the last three years average is noted as favourable but higher than last year. The background to this data is explained as a lower claims frequency in excess of US\$ 250,000 but a higher average cost of these claims excess US\$ 250,000.

The Board has noted the continuing financial strength of the club and has determined a 10% return of P&I premium paid on mutual entries in the 2015/16 policy year. Credits will be issued and will appear on Members statements on 20th November 2017.

For that which refers to the requirements for the forthcoming renewal at 20th February 2018 the Board has determined that there will be no general increase applied to expiring premiums. Any adjustment to the International Group reinsurance tariffs will be reflected in renewing premiums.

The Board has requested the managers to make premium adjustments in cases where Members claims experience necessitates.

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.