

## GENERAL INCREASE BULLETIN NO. 10 / 20

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### *Club – NORTH*

23<sup>rd</sup> November 2020

#### **P&I**

- A 10% General Increase.  
All deductibles, except for crew and people related, below US\$ 25,000 to be increased by US\$ 1,000 per deductible.  
Crew and people related deductibles below US\$ 25,000 to be increased by US\$ 2,500 per deductible.

#### **FDD**

- A 5% General Increase.

The club has met and concluded their examination of the club financials and the current drivers within which the club operates thereafter setting the general requirements for the 2021/22 renewal.

Common drivers in line with other P&I clubs are noted and namely a further increase in International Group pool claims which they consider to be a rising trend to contend with adding that the levels have reached , in aggregate value at the half year point, a position that is the worst it has been for 25 years. Claims for club account within retention are presently tracking in line with expectations.

With projected investment returns impacted by global financial market volatility together with the claims outgoings as set out above the club is projecting an underwriting deficit at financial year end. Again, and with language used by more than one club in the latest renewal circulars they note, “the rising pool claims experience has been exacerbated by the erosion of premium rating over the last five years to levels which are not sustainable.”

As such remedial action has been requested by the Directors to tackle what they see as the enduring legacy of the recent “soft” marine insurance market.

With regards to the amendments requested for the deductibles as set out above the club notes that the differentiation in increase relative to the crew and peoples claims results from what they see as a trending increase in the value of these claims.

Members records will be examined and where necessary adjusted accordingly in excess of the minimum requirements set out above to reflect both performance and exposure.

Should you have any queries regarding the above arguments and insurance issues, please do not hesitate to get in touch with your usual P.L. Ferrari contact or get in touch via our website at <https://www.plferrari.com>

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