

GENERAL INCREASE BULLETIN NO. 8 / 20

Club – LONDON

20th November 2020

P&I

- A 10% General Increase.
- All deductibles increased by US\$ 2,000

FDD

- A 10% General Increase.

The recent Board meeting has concluded by setting a 10% general increase on expiring P&I and FDD premiums at 20th February 2021 with all P&I deductibles to be increased by US\$ 2,000. The managers have been instructed to give particular attention when providing terms for renewal where Member records and risk profile require additional uplift to the announced general increase on both premium and deductibles.

The Club notes a within 'in line' development of retained claims, a full recovery of investment assets which suffered in the early year as financial markets reacted to global pandemic developments and an increase in both frequency and average severity of International Group Pool claims all observations so far expressed by the other P&I Clubs who have issued their renewal circulars for 2021/22. With regards to investment strategy the Club notes that measures have been taken to further insulate the portfolio from volatility and that accordingly the expectations for future returns have been adjusted down. The London Club has been in recent years one of the highest performers on investment returns across the International Group. All the above having a cumulative effect on premium levels needed to face these pressures.

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.