GENERAL INCREASE BULLETIN NO. 3 / 21

Club – Britannia

22nd October 2021

P&I Mutual entries

- No declared general increase with Members continuing to be underwritten individually, the Board has however targeted a 12.5% increase on expiring ETC premium.
  Minimum deductibles will be increased to the following levels.
  - Crew USD 6,000
  - Cargo USD 18,500
  - All Others USD 12,500

FDD Mutual entries

No declared general increase but Members' rates will be adjusted to reflect their individual claims records and risk profiles to achieve a 15% increase on expiring ETC premium.

Britannia is the third club to announce their general renewal requirements for the 2022/23 policy year following their recent Board meeting held this week.
Commenting on the Board decisions for renewal the club notes,
" a very challenging claims environment, particularly for Pool claims, which are shared across the International Group of P&I Clubs, as well as continued pressure on rates. The combined effect has resulted in a projected deficit for the 2021/22 policy year higher than originally forecast. "

" Members' individual rates will be adjusted to reflect their claims record and risk profile, as well as any changes in the cost of the International Group Reinsurance Programme. Britannia will undertake a technical based renewal of its membership to promote sustainable premiums and restore underwriting balance. Whilst there is no declared general increase with Members continuing to be underwritten individually, the Board has targeted a 12.5% increase on Britannia's ETC (P&I). "

Finally, the club has advised,

"The Board has agreed a further capital distribution of USD25 million to mutual P&I Members with ships on risk at midnight (BST) on 19 October 2021 (using the same method of calculation for each Member's share as for prior distributions)." whilst adding a closing comment on this development, "Britannia's capital position remains strong, allowing for this further capital distribution. However, this is different from rates, which need to increase given the underwriting deficit."

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