Circular

Ref:2026/2

November 2026

TO: ALL MEMBERS

LOOKING AHEAD TO 2027/28

The Directors recently met to consider the outlook for the year ahead, including premium requirements and the return of capital to Members. Against a changing claims and trading environment, your Board remains as focused as ever on what matters most to Members: excellent service, broad cover, competitive value and the long-term financial strength of the Club.

PREMIUMS FOR 2027/28

The environment in which our Members operate continues to evolve. Geopolitical developments, particularly the conflict in the Persian Gulf, are generating a wide range of contractual disputes. Higher market rates have also led to an increase in the value of disputes and consequently associated legal costs.

Against that background, the Board has determined a general increase of 4.5% for the 2027/28 policy year. In reaching this decision, the Board considered carefully the balance between maintaining competitive premiums, ensuring the Club remains financially strong and as importantly, able to continue providing the high level of service that Members have come to expect.

MEMBERS' CAPITAL RETURN

The Board is also pleased to confirm that, for the 2027/28 policy year, renewing Members will receive a 2.5% continuity credit. This marks the 13th consecutive year in which the Club has made distributions to Members, with total distributions over that period in the order of $20 million.

Members who enter their full fleet with the Club will also continue to benefit from an additional 5% credit.

These credits reflect the value the Board places on long-standing Member relationships and its commitment to sharing the benefits of the Club's financial strength with its Members.

OUR CLUB, OUR FUTURE

Members will be aware of the planned merger between the UK P&I and TT Clubs. The Club has been approached on whether it might wish to consider participating in this merger.

The importance of this question cannot be underestimated. Any decision is one that deserves careful and detailed consideration bearing in mind that the Club has been independent for more than 138 years, something which many Members value as both important and distinctive within the market.

The Board will consider the position carefully with the interests of Members at the forefront of any deliberations, and further updates will be provided in due course.

The strength of the Club has always been built on the support and loyalty of its Members. The Directors wish to thank you for your continued commitment to the Club and look forward to working with you throughout 2027/28.

Yours faithfully

THOMAS MILLER DEFENCE LTD.

Managers

