

Ref:2023/3

TO: ALL MEMBERS

November, 2023

THE ASSOCIATION'S CALL FOR THE 2024/25 POLICY YEAR AND CONTINUITY CREDITS

General Increase

The Directors of the Association met recently to consider the Association's future premium requirements.

The Directors decided that a modest General Increase of 5% in premium is necessary in light of the continued uncertainty in claims patterns due to the prevailing geopolitical tension along with inflation which is having its own impact on legal costs. Premiums may be adjusted further depending on individual circumstances and loss records.

No other changes in underlying terms were deemed necessary, with the Association's claims limit remaining at US\$15 million, the broadest available. The Association also maintains its policy of not requiring mandatory deductibles, claims sub-limits or release calls.

Continuity Credits

The Association recognises the loyalty of its Members. In this regard a continuity credit programme was introduced in 2015 which has returned in excess of \$12 million to Members over that period. For the 2024 policy year the Directors have agreed an *enhanced* continuity credit programme as follows:

- all Members renewing ships into the 2024 policy year will be entitled a continuity credit distribution of 3.50%: and
- in addition, for those Members entering their full fleet, a credit of 2.50% will be awarded.

Credits will be issued along with renewal documentation to allow offset against the 2024 renewal premium. Credits have a 12 month period of validity.

Should you have any questions please contact your broker or regular underwriter or account executive.

Yours faithfully
THOMAS MILLER DEFENCE LTD.
Managers

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