

**Ref:2020/1**

**TO: ALL MEMBERS**

**July, 2020**

## **CONTINUITY CREDITS**

As Members will be aware a continuity credit distribution scheme was introduced in 2015 which over the period to date has returned in excess of \$10 million to Members.

At their meeting in November, 2019 the Directors agreed to maintain the full fleet credit of 2.5% for those Members having their entire fleet entered with the Association. A decision was made to defer a decision on the balance of any continuity credit distribution until after the 2020 renewal, when the Association's year end results would be available.

The Directors considered the position on continuity credit distribution at a recent meeting, in light of such financial results along with particular reference to the impact of COVID 19 and the implementation of IMO 2020. Notwithstanding these challenges the Association remains financially strong. With this in mind the Directors agreed that a continuity credit distribution of 2% will be made available to Members who have had an entry for 3 or 4 consecutive policy years, and 3% for those Members having had an entry for 5 or more consecutive policy years. A single distribution will be made as a credit against this year's second instalment.

Yours faithfully,

**THOMAS MILLER DEFENCE LTD.**  
Managers