

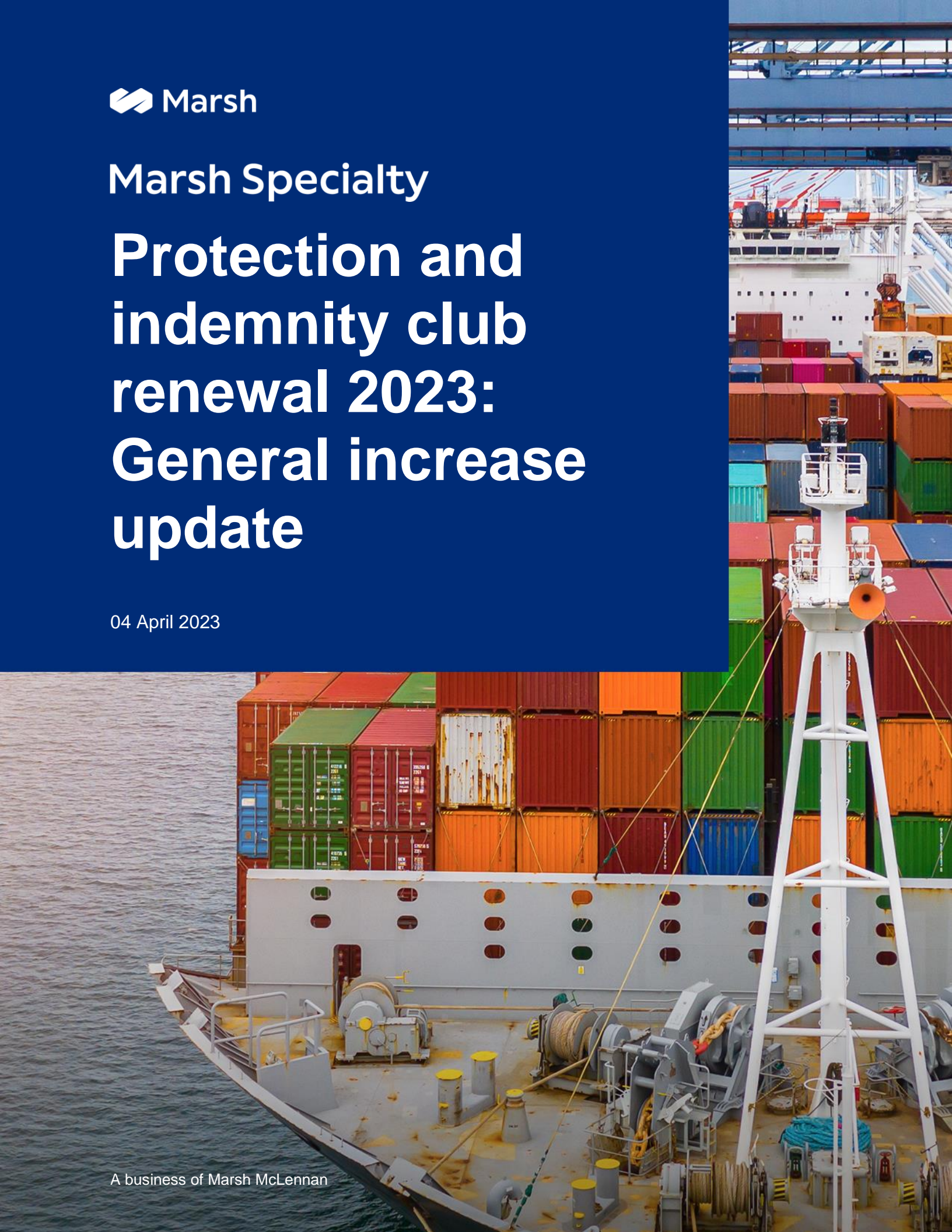


Marsh Specialty

Protection and indemnity club renewal 2023: General increase update

04 April 2023

A business of Marsh McLennan



Supplementary call history (P&I)

	2017		2018		2019		2020		2021		2022		2023	
	Original (%)	Current (%)	Original (%)	Current (%)	Original (%)	Current (%)	Original (%)	Current (%)	Original (%)	Current (%)	Original (%)	Current (%)	Original (%)	Current (%)
American ETC	0	17.5	0	15	0	35	0	35	0	30	-	-	-	-
Britannia ETC	45	45	45	45	45	45	0	0	-	-	-	-	-	-
Gard ETC	25	0	25	12.5	0	-5	0	0	-5 ³	-	-	-	-	-
Japan ETC	40	40	40	40	40	40	40	65	40	65	40	40 ⁴	-	-
London MP	0	0	0	0	0	35	0	30	0	35	0	0	-	-
North MP	0	0	0	0	0	0	0	0	0	-	-	-	-	-
SOP MP	0	0	0	0	0	0	0	0	0	-	-	-	-	-
Skuld ETC	0	-2.5	0	0	0	0	0	0	0	-	-	-	-	-
Standard ETC	0	-5	0	0	0	0	0	0	0	-	-	-	-	-
SSM MP	0	0	0	0 ¹	0	0 ²	0	0	0	-	-	-	-	-
Swedish ETC	0	-3	0	-4	0	-4	0	0	0	-	-	-	-	-
UK MP	0	0	0	0	0	0	0	0	0	-	-	-	-	-
West ETC (ex XSRI)	3	3	0	0	0	0	0	0	0	-	-	-	-	-

Key:

Forecasted Deferred/ Additional Call

1. 10% return of premium for mutual P&I entries in the 2018 policy year in respect of vessels whose entries are renewed for the 2019 policy year.

2. 7.5% return of premium for P&I mutual entries in the 2019 policy year in respect of vessels whose entries are renewed for the 2020 policy year.

3. From the 2021 policy year Gard have introduced an Owners' General Discount which replaces any reduction in the last instalment of the ETC. The discount will be decided by the Board in November and will be deducted as a percentage of the ETC premium for the following policy year.

4. 40% Supplementary Call payable as advised with a decision on a further 25% to be made in February 2023

General increase history

Basis: Percent changes in estimated total call (ETC), before application of international group Excess Loss Rate adjustments. Obligatory deductible increases not taken into account.

P&I Club	2017	2018	2019	2020	2021	2022	2023
American	0.0	0.0	0.0	0.0	5.0	12.5	0.0 ⁸
Britannia	0.0	0.0	0.0	0.0	0.0	0.0 ⁵	0.0 ⁶
Gard	0.0	0.0	0.0	0.0	0.0	0.0	0.0 ⁷
Japan	0.0	0.0	0.0	7.5	10.0	10.0	10.0
London	0.0	0.0	0.0	7.5	10.0	0.0	0.0
North	0.0	0.0	0.0	7.5	10.0	15.0	10.0
Shipowners	0.0 ¹	0.0 ¹	0.0 ¹	5.0 ¹	5.0 ¹	5.0 ¹	0.0 ¹
Skuld	N/A	N/A	N/A	N/A	N/A	N/A	N/A ⁹
Standard	0.0	0.0	0.0	7.5	10.0	12.5	10.0
Steamship	0.0	0.0	0.0	7.5	5.0	12.5	7.5
Swedish	0.0	0.0	0.0	5.0	5.0	12.5	10.0
UK	0.0	0.0	0.0	0.0 ⁴	10.0	12.5	10.0
West	0.0	0.0	5.0 ³	2.5 ³	7.5 ³	15.0 ³	10.0
Group Average²	0.0	0.0	0.4	3.8	6.0	9.0	5.6

1. Inclusive of the International Group excess loss reinsurance cost adjustment.
2. Average excludes Skuld.
3. Standard surcharge to apply to all mutual premium rates
4. Overall targeting a premium increase of 7.5%.
5. Overall targeting a premium increase of 12.5%.
6. Overall targeting a premium increase of 10%.
7. Overall targeting a premium increase of between 5%-7% for acceptable loss records.
8. No General Increase announced but at least 10% increase on expiring rates has been mandated.
9. Overall ETC adjustment of 10% across the Mutual product.

International group reinsurance rates

Year	Tanker Dirty	Tanker Clean	Dry	Passenger	Container
2004	0.6399	0.3128	0.2752	0.7329	-
2005	0.6385	0.3041	0.2677	0.7476	-
2006	0.6799	0.3201	0.2851	0.8006	-
2007	0.6797	0.3187	0.2837	1.3714	-
2008	0.7300	0.3498	0.3196	1.4985	-
2009	0.8079	0.3667	0.3695	1.6026	-
2010	0.7554	0.3335	0.3867	1.5654	-
2011	0.7038	0.3055	0.3709	1.4780	-
2012	0.6515	0.2798	0.3561	1.3992	-
2013	0.7565	0.3245	0.4942	3.1493	-
2014	0.7963	0.3415	0.5203	3.7791	-
2015	0.7317	0.3138	0.4888	3.7791	-
2016	0.6567	0.2816	0.4537	3.5073	-
2017	0.5955	0.2675	0.4114	3.3319	-
2018	0.5845	0.2626	0.4038	3.2707	-
2019	0.5747	0.2582	0.3971	3.2161	-
2020	0.5747	0.2582	0.3971	3.2161	-
2021	0.5625	0.2619	0.4028	3.2624	0.4249
2022	0.6469	0.3666	0.5639	3.8677	0.6586
2023	0.6663	0.4051	0.5991	3.8677	0.7277

P&I release calls

	2017	2018	2019	2020	2021	2022	2023
American of ETP	Closed	Closed	Closed	15%	30%	20%	20%
Britannia of ETC	Closed	Closed	Closed	0%	5%	7.5%	15%
Gard of ETC	Closed	Closed	Closed	5%	5%	10%	10%
Japan of AC	Closed	Closed	Closed	30%	30%	45% ²	3.5% ¹
London of ETC	Closed	Closed	Closed	5%	15%	15%	15%
North of Current ETP	Closed	Closed	Closed	0%	5%	15%	15%
Shipowners of MP	Closed	Closed	0%	0%	0%	0%	0%
Skuld of ETC	Closed	Closed	Closed	7.5%	10%	15%	15%
Standard of current ETP	Closed	Closed	0%	6%	12.5%	12.5%	12.5%
Steamship of MP	Closed	Closed	Closed	12.5%	12.5%	15%	15%
Swedish of AC	Closed	Closed	Closed	15%	15%	15%	15%
UK of MP	Closed	Closed	Closed	5%	10%	15%	20%
West of ETC	Closed	Closed	Closed	0%	10%	15%	15%

1. From 2023 Japan Club adopted "Mutual Premium" instead of Estimated Total Call. Release call of this year is 3.5% of MP
2. Release Call includes unlevied Supplementary Call.

Key:

AC = Advance Call

ETP = Estimated Total Premium

MP = Mutual Premium

ETC = Estimated Total Call



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To discuss further details of a club's policy, or other P&I club issues, please contact your Marsh Specialty advisor.

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