

7 November 2023

**To all Members of Class 3 – Protection and Indemnity & Class 6 – Freight, Demurrage and Defence**

Dear Sirs,

**Calls: Class 3 – Protection and Indemnity**

At their meeting on 24 October 2023 the Britannia Group's Boards reviewed the financial position and considered their requirements for the 2024/25 renewal.

The Boards reached the following decisions:

**2020/21**

The year will be closed, in accordance with the provisions of Rule 37(1), with no further call being made.

**2021/22**

The final ETC instalment fell payable in October 2023. The Boards will review the 2021/22 policy year again in 12 months' time with the expectation that it will then be closed with no further call.

**2022/23**

The final ETC instalment will fall due in October 2024. The Boards will review the position in November 2024.

**2023/24**

The final ETC instalment will fall due in October 2025. The Boards will review the position in November 2024.

**2024/25**

Members' current individual rates, terms and conditions will be adjusted to reflect their record and risk profile, as well as any changes in the cost of the International Group Reinsurance Programme. The Britannia Group will undertake a technical based renewal of its membership to attain sustainable premiums and continue to move to underwriting balance by achieving pricing adequacy. Whilst there is no declared general increase, with Members continuing to be underwritten individually, the Boards have targeted an improvement in the premium adequacy equal to a 7.5% increase on the expiring Britannia Group Class 3 ETC.

### **Deductibles**

The Boards agreed that there will be no changes to minimum deductibles, which will remain at the levels set for 2023/24. Deductibles will, however, be considered individually with reference to record and risk profile and as part of a suite of measures to achieve pricing adequacy on each Member's entry. Members will have the option to vary their deductibles in return for an appropriate rate adjustment.

### **Release calls**

The Boards set the following release calls percentages:

- 2021/22 NIL
- 2022/23 5%
- 2023/24 7.5%
- 2024/25 15%

These percentages will be reviewed further in 12 months' time.

### **Class 6 – Freight, Demurrage and Defence**

At renewal 2018/19 the initial cost absorbed by the Britannia Group of USD5,000 per claim was increased to USD7,500. In addition, at renewal 2019/20 Members' one-third contribution to all costs in excess of USD7,500 was limited to a maximum of USD150,000 per claim.

The 2023/24 rate increase was only the third increase since 2013/14. An additional adjustment to premium rate for 2024/25 is required to address the continuing underwriting deficit.

The Boards reached the following decisions.

#### **2019/20**

This year will be closed, in accordance with Rule 37(1), without any further calls.

#### **2020/21**

The Boards will review the 2020/21 policy year again in 12 months' time.

#### **2021/22**

The Boards will review the 2021/22 policy year again in 12 months' time.

#### **2022/23**

The final ETC instalment fell payable in October 2023. The Boards will review the 2022/23 policy year again in 12 months' time.

**2023/24**

The final ETC instalment will be payable in October 2024. The Boards will review the 2022/23 policy year again in 12 months' time.

**2024/25**

Members' rates will be adjusted to reflect their individual claims records and risk profiles to achieve an improvement in premium adequacy equal to a 15% increase on the Britannia Group expiring Class 6 ETC but there will be no declared general increase.

**Release calls**

The Boards set the following release call percentages:

- 2021/22      NIL
- 2022/23      5%
- 2023/24      10%
- 2024/25      20%

These percentages will be reviewed further in 12 months' time.

Yours Faithfully,

Tindall Riley Europe Sàrl / Tindall Riley (Britannia) Limited  
Managers