

20 October 2017

To all Members of Class 6 – Freight, Demurrage and Defence

Dear Sirs

Calls : Class 6 – Freight, Demurrage and Defence

At its meeting on 17 October 2017, your Board reached the following call decisions:

2013/14

No further call will be made and the year will be closed in accordance with the provisions of Rule 37(1).

At its meeting in 2016, the Board decided to review the position in October 2017 and has now decided that no further call will be made and the year will now be closed.

2014/15

There are no recommendations at this stage in respect of this policy year.

There has been a very slight improvement in the claims position compared to last year and the Board will review the position in October 2018.

2015/16

There are no recommendations at this stage in respect of this policy year.

This policy year has continued its positive trend and the Board will review the position in October 2018.

2016/17

The Board approved a deferred call of 30%.

The Board decided to approve the originally notified deferred call of 30%, to be collected immediately.

2017/18

Members are advised to budget for the 30% deferred call originally advised to them.

The Board decided that Members should be advised to continue to budget for the original deferred call of 30% and that the position would be reviewed in 12 months' time.

2018/19

There will be no general increase in the advance call. Mutual Members are advised to budget for a 30% deferred call.

The Board decided that there should be no increase in the rate of advance calls for the fifth consecutive year (and seventh year out of the past eight), with the deferred call for Members with mutual tonnage also remaining at 30%.

The Board also agreed that the current FD&D initial cost absorbed by the Association of USD5,000 per claim should be increased to USD7,500. This should ensure that the majority of FD&D disputes are covered by the Association at no cost to the Member. Other than this increase in the cost absorbed by the Association there will be no changes to deductible levels.

Release calls

Given the capital strength of the Association and with reference to the factors relevant when setting release calls the Board decided that, for present, release calls be set at nil for all open years and the 2018/19 policy year. In summary, the Board set the following release call percentages:

- 2014/15 NIL
- 2015/16 NIL
- 2016/17 NIL
- 2017/18 NIL
- 2018/19 NIL

These percentages will be reviewed further in 12 months' time

Yours faithfully

Tindall Riley (Britannia) Limited
Managers