

International Group General Excess of Loss Reinsurance Contract Renewal 2014/2015

Renewal rates summary

1. Group RI Rates 2014

The International Group RI rates (per GT) including Hydra premium, Collective Overspill Cover and excess war risk P & I (\$0.00936) for the year commencing 20 February 2014 are as follows:-

Owned entries

Tonnage Category	2014 rate per gt	% change from 2013
DIRTY TANKERS	\$0.7963	+ 5.26
CLEAN TANKERS	\$0.3415	+ 5.24
DRY CARGO VESSELS	\$0.5203	+ 5.28
PASSENGER VESSELS	\$3.7791	+ 20.00

Chartered entries

For chartered tankers, reinsurance costs including \$0.0033 (2013 \$0.0037) per GT for excess war risks will be \$0.2522 (2013 \$0.2396) and for chartered dries \$0.1228 (2013 \$0.1167).

2. U.S. Oil Pollution Surcharge 2014

Reflecting the continuing improvement in the tanker record, the Group has followed a policy over recent years of reducing the voyage surcharge rate with the eventual aim of reducing the surcharge to nil in the absence of any intervening major incidents. This policy has resulted in a year on year reduction in the amount of premium collected through the surcharge and for 2014 the Group has decided to reduce the surcharge to nil. In light of this change there will no longer be a requirement for US voyage declarations after 20 February 2014.

Hugo Wynn-Williams

Chairman, International Group Reinsurance subcommittee

8 January 2014