

TO THE MEMBERS

Our Ref: HWRB/C1/2013

31 May 2013

Dear Sirs

2013 ADVANCE CONTRIBUTION – SECOND INSTALMENT

We refer to Circular C3/2012, dated 3 December 2012, which set out the Advance Contribution Rates for the 2013 Policy Year. Circular C3 advised that the Advance Contribution would be payable pro-rata daily in two instalments, the second instalment being payable on 1 July 2013.

At their meeting on 20 May, the Board approved the 2012 Directors' Report and Consolidated Financial Statements. The Association's financial position has strengthened further, with the 2012 year producing an overall surplus of \$13.2 million and reserves at the year end increasing to \$98.4 million.

Having reviewed the position, the Directors decided that the second instalment of the Advance Contribution for 2013, covering the period from 1 July 2013 to 31 December 2013, should be waived. As a result, Members will not be required to pay the second instalment and the gross Advance Contribution rates for the 2013 Policy Year will be revised pro-rata as follows:

Passenger ferries: from 0.0241% to 0.011951%
Cruise ships: from 0.0482% to 0.023902%
Other ships: from 0.01% to 0.004959%

Save as set out above, all other rates, terms and conditions set out in Circular C3/2012 continue to apply. The revised rates will be discounted by 50% in respect of Hull Interests and commission on Advance Contributions, as set out in Circular C3/2012, will be allowed.

Credit notes for the difference between the amounts originally debited and the revised rates set out above will be sent to Members.

The Report and Consolidated Financial Statements will be sent to Members in August and submitted for approval at the Annual General Meeting in September.

Yours faithfully,

THOMAS MILLER (BERMUDA) LTD
Managers

Copies of this Circular and other publications, including the Association's Rules, can be viewed on and downloaded from the Association's website at www.hellenicwarrisks.com.

Members are asked to note the following details of the office of the Managers' Agents in the Isle of Man

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