

Our Ref: HWRB/C1/2019

5 February 2019

TO THE MEMBERS

Dear Sirs

**WAR RISKS LOSS OF HIRE INSURANCE – REDUCTION IN THE
ADDITIONAL PREMIUM CHARGED FOR SECTION B
(ENHANCED / PIRACY) WAR LOSS OF HIRE INSURANCE IN CERTAIN
ADDITIONAL PREMIUM AREAS**

We are writing to advise Members that with immediate effect there is a reduction in the Additional Premium charged for Section B (enhanced/piracy) War Loss of Hire Insurance in certain Additional Premium Areas.

The Association offers War Loss of Hire Insurance, which is an optional additional insurance, under Rule 2F and is subject to the wording set out in Appendix B of Circular HWRB/C4/2018 - the Rates and Terms for the 2019 Policy Year. Members specifically need to request this additional insurance.

Annual premium rates charged for War Loss of Hire Insurance are the same as the gross Advance Contribution rates set out in Circular HWRB/C4/2018 and are calculated on the total sum insured for loss of hire.

In non-Additional Premium Areas, this cover extends to piracy risks, whether or not a ship has suffered damage necessitating time off-hire for repairs. For war loss of hire cover in Additional Premium areas, Members can elect whether to maintain this cover or exclude piracy risks at a lower rate.

For some time now, Additional Premium declarations including piracy risks have been charged at a rate 2.5 times that levied on the ship's hull value.

With immediate effect, Additional Premium declarations including piracy risks for areas other than as listed below will be charged at the same rate as the ship's hull value and piracy risks will be included at no extra premium.

The areas where piracy risks will remain chargeable at a rate 2.5 times that levied on the ship's hull value are as follows:

- Benin
- Gulf of Guinea, but only in respect of the area enclosed by:
 - On the northern side the coast of Benin, Togo and Nigeria
 - On the western side a straight line from the border, on the coast, of Ghana and Togo to position Latitude 3° North, Longitude 1° 10' East
 - On the southern side a straight line from there to position Latitude 3° North, Longitude 8° East
 - On the eastern side a straight line from there to Latitude 4° North, Longitude 8° 31' East and then from there to the border, on the coast, of Nigeria and Cameroon.
- Nigeria
- Somalia
- Togo
- Venezuela
- Indian Ocean / Arabian Sea / Gulf of Aden / Gulf of Oman / Southern Red Sea
 - The waters enclosed by the following boundaries:
 - On the north-west, by the Red Sea, south of Latitude 15° N
 - On the west of the Gulf of Oman by Longitude 58° E
 - On the east, Longitude 65° E
 - and on the south, Latitude 12° S

Members who wish to purchase this additional coverage should contact the Managers' Agents advising the number of days' cover required and the daily indemnity rate.

The Managers would be pleased to answer any questions that may arise.

Yours faithfully

THOMAS MILLER (BERMUDA) LTD
Managers

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