



THE STEAMSHIP MUTUAL
UNDERWRITING ASSOCIATION (BERMUDA) LIMITED

MANAGERS: STEAMSHIP MUTUAL MANAGEMENT (BERMUDA) LIMITED
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To the Members

February 2005

Dear Sirs,

Affiliated Charterers Co-assured on Owners' Certificates

In its final paragraph, Circular B.421 informed Members that, with effect from 20th February 2005, the P&I cover provided to a charterer affiliated to an owner and entered as a co-assured on that owner's Certificate would, inter alia, be limited to the sum that would have been available to the owner had the owner been entitled to limit liability. This represented a reduction in the cover available to such affiliated charterers, who had previously had the benefit of an additional US\$50 million of cover in excess of owner's limitation.

In response to representations from a number of Members, we are pleased to be able to advise that the Club has joined with several other International Group Clubs to buy a collective reinsurance which will enable this higher level of cover to be reinstated. Those Members who had the benefit of this level of cover last year will therefore continue to receive it for the 2005/6 policy year, and additional documentation will be issued to reflect this where appropriate.

Yours faithfully,

THE STEAMSHIP MUTUAL UNDERWRITING
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