Steamship Mutual

Financial Update and 2027 Renewal

Board Meeting Report

November 2026

Dear Member,

At the Board Meeting held in Santiago on 3 November 2026, the Board reviewed the Club's performance.

Highlights

- At the 2027 renewal there will be a 4% General Increase.
- There will be a 10% Capital Distribution to Members of approximately $39m.
- The Club's own claims for the current policy year at eight months are significantly lower, as compared to the last policy year.
- Four International Group (IG) Pool claims have been reported by Clubs for the 2026/27 policy year.
- Prior year own claims and contributions to IG pool claims are better than budget.
- At 20 October, an investment return of $9.4m was achieved.
- At 20 October, owned tonnage is up 6.1 million GT or 4.5 % to 144.2 million GT.

Underwriting Results

2026/27 Policy Year

The Club's own retained claims for the 2026/27 policy year at eight months have improved significantly as compared with the same point last year. The current year's claims experience is encouraging, although some caution is required given the volatility of large P&I claims across the industry and the early stage of the policy year.

At six months, four claims were reported to the IG Pool that exceed Club retention, although a higher than usual number of claims had been notified on a precautionary basis by other Clubs.

2025/26 and Prior Years

The Club's own prior year claims development during this year has been better than expected across all reserving classes. This combined with favourable claims development on prior year IG pool claims has resulted in a better than budget reserve release at the eight-month point.

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MANAGERS: STEAMSHIP P&I MANAGEMENT LLP is an appointed representative of Steamship Insurance Management Services Limited which is authorised and regulated by the Financial Conduct Authority (Registered in England and Wales – Registration Number OC376859. FCA registration number 597046) 155 Bishopsgate, Floor 6, London, EC2M 3TQ Tel + 44 20 7247 5490

Investments

Total assets amount to $1.6bn. In the eight months ending October 2026, the Club recorded a return of 0.6%, excluding currency movements, amounting to $9.4m. The result has been impacted by increases in US interest rates during the year, but the underlying portfolio is performing well.

2027/28 Premium Ratings

The Board considered the volatility in large claims and the impact of inflation on underwriting results. Considering these and other factors, the Board decided there should be a general increase of 4% in premium ratings for all classes of business. Any changes to the IG's reinsurance programme will be passed on to Members.

Capital Management

At the commencement of the year, Free Reserves had increased to $578m and are projected to strengthen further at year end. As a result, there will be a Capital Distribution to Members of approximately $39m, allocated as 10% of the 2026 P&I mutual premium paid, for vessels, or share thereof, renewing on 20 February 2027 (subject to regulatory approval).

Release Calls

After reviewing the development of open policy years and the overall financial position of the Club the Directors decided to maintain release calls at their current levels, for mutual Class 1 P&I and Class 2 FD&D entries, as follows:

- 2024/25: 5% (unchanged)
- 2025/26: 10% (unchanged)
- 2026/27: 10% (unchanged)

Tonnage

The Directors were pleased to note the continued growth in the Club’s owned entry of 6.1 million GT for the period 20 February to 20 October 2026, increasing the owned entry to 144.2 million GT. The Managers are most grateful for the support given to the Club from the Members and their brokers.

Appointment of new Director

The Directors were pleased to agree with Andreas Hadjipetrou, of Columbia Shipmanagement, joining the Bermuda Club and Europe Club Boards (subject to regulatory approval).

Club Circular: L.488

Yours faithfully,

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