



TO ALL MEMBERS

23 May 2008

Dear Sirs

FINANCIAL POSITION AND OPEN POLICY YEARS

The Board of the Club met on Friday 16 May 2008 and reviewed the Club's financial position.

ACCOUNTS FOR THE YEAR ENDED 20 FEBRUARY 2008

The Directors' Report and Accounts were approved by the Board and will be published and sent to members shortly, and will also be available on the Club's website. We are pleased to report that there has been a further increase in the Club's free reserves from \$217m to \$226m, once again their highest ever level.

P&I CLASS

2005/06 policy year

The year was closed.

2006/07 policy year

Although this policy year was notable for the large number of high value claims experienced by the Club's members and by other International Group clubs through the Pool, claims have developed at a lower level than previously forecast. No further premiums are expected to be necessary.

2007/08 policy year

Claims on this policy year are developing similarly to the previous year, albeit at a slightly lower level. Apart from the final instalment of the Estimated Total Premium which is due on 1 November 2008, no further premiums are expected to be necessary.

.. / ...

The Standard Steamship Owners' Protection and Indemnity Association (Bermuda) Limited

Incorporated in Bermuda No. 01837

Authorised and regulated by the Financial Services Authority

Website www.standard-club.com

The Managers' London Agents: **Charles Taylor & Co. Limited**

International House, 1 St. Katharine's Way, London E1W 1UT

Telephone: +44 (0)20 7488 3494 Fax: +44 (0)20 7481 9545 E-mail: p&i.london@ctcplc.com

Registered in England No. 2561548

Charles Taylor & Co. Limited is an appointed representative of Charles Taylor Consulting plc, which is authorised and regulated by the Financial Services Authority



2008/09 policy year

The Estimated Total Premium has been debited with the final instalment due on 1 November 2009.

DEFENCE CLASS

2005/06 policy year

The year was closed.

2006/07 and 2007/08 policy years

Claims in the open years are in line with expectations. No further premiums are expected to be necessary for these years.

2008/09 policy year

The Estimated Total Premium has been debited. No further premiums are expected to be necessary for this year.

Yours faithfully

Alistair Groom
Chief Executive
Charles Taylor & Co Limited

Direct Line: +44 (0)20 7522 7422
E-mail: alistair.groom@ctcplc.com