

30 November 2022

London P&I Club's 'BBB' rating affirmed by S&P Global Ratings (S&P)

S&P has affirmed its 'BBB' insurer financial strength rating on London P&I Club, following a review of its year-to-date operating performance and financial position at the nine month stage of the current financial year. S&P report positively on the Club's stronger technical performance in the current accident year and management's planned actions to deliver further improvements in technical performance in prospective years alongside maintaining sound reserve levels and achieving growth ambitions.

Whilst the rating remains unchanged, S&P has taken the decision to revise its outlook to negative from stable, increasing to seven the number of International Group Clubs currently on negative outlook. In keeping with other recent ratings and outlook actions taken by S&P in the P&I sector, this revision reflects the impact of current year investment losses in reducing the Club's capital adequacy as measured by S&P's capital model. These investment losses are for the most part unrealised losses on high quality fixed income assets which will be compensated for by higher future yields to maturity.

A BILBROUGH & CO LTD
(MANAGERS)