

11 March 2026

TO ALL CLASS 7 (WAR RISKS) MEMBERS

Dear Sir or Madam

WAR RISKS RENEWALS – POLICY YEAR 2026/27

Advance Contribution Rates

Advance Contribution rates were set with effect from 20 February 2026 and have been notified to Members individually.

A reduction may be granted for ships engaged in restricted trading areas and Members should contact the Association for further details.

Nuclear and Cyber Risks – limited reinstatement

Members will be aware that the current Terms of Entry contain an exclusion of Nuclear and Bio Chem risks, Rule 4.D.3, and Computer Virus (or Cyber) risks, Rule 4.D.7. Members have no cover for the risks excluded by Rules 4.D.3.1 to 4.D.3.5 (other than in Rule 4.D.3.6), or Rule 4.D.7.

The Association arranges reinsurance of this War Risks Class through The Combined Group of War Risks Associations (the Group) and is pleased to advise that for the 2026/27 Policy Year the Group's reinsurers have again agreed to provide limited cover for claims which would otherwise have been excluded by each of these Rules 4.D.3 and 4.D.7 subject to a limit of USD50,000,000 any one event and in the aggregate of all claims by Members of all Associations within the Group occurring during the Policy Year. The USD50,000,000 aggregate limit will apply separately to claims under 4.D.3 and 4.D.7.

To allow for calculation of aggregated claims, it is necessary to limit the time for such claims to be presented and all claims must therefore be notified within 30 days of the end of the Policy Year and, as a consequence, it will only be possible to settle claims after this time.

The Member's Terms of Entry continue to include the following additional terms:

Nuclear and Bio Chem Risks

- (i) Rule 4.D.3 shall not apply unless and until claims which would otherwise have been excluded by this Rule have exceeded USD50,000,000 in the aggregate as below.*
- (ii) Subject to (iii) below, the Association's liability for claims recoverable by virtue of (i) above arising under any one Entry and under all Entries in Class 7 of the Association during the Policy Year shall not exceed USD50,000,000.*

- (iii) In the event that there is more than one such claim under an Entry in this Association or in any other Association which participates in The Combined Group of War Risks Associations, the aggregate recovery from all Associations shall not exceed USD50,000,000 and the Insured Owner shall be entitled to recover only such proportion as the amount of the claim or claims under his Entry bears to the aggregate of all such claims recoverable pursuant to paragraph (i) above under Entries in this Association and any other Association which participates in The Combined Group of War Risks Associations during the Policy Year.*
- (iv) In addition to the Insured Owner's obligation to promptly notify the Association in accordance with rule 4.E.12.1, the Association shall have no liability for any claim or claims arising by virtue of (a) above unless the casualty, event or matter liable to give rise to such a claim is notified to the Association by the Insured Owner within 30 days from the end of the Policy Year, whether or not the Insured Owner is aware of the casualty, event or matter at that time.*
- (v) This extended cover is reinsured by the Association. In accordance with Rule 4.E.15.2 the Insured Owner shall be entitled to recover from the funds of the Association only the net amount actually recovered under this reinsurance.*

Subject otherwise to the Rules of the Association and the Terms of Entry of the Insured Owner.

Computer Virus/Cyber Risks

- (i) Rule 4.D.7 shall not apply unless and until claims which would otherwise have been excluded by this Rule have exceeded USD50,000,000 in the aggregate as below.*
- (ii) Subject to (iii) below, the Association's liability for claims recoverable by virtue of (i) above arising under any one Entry and under all Entries in Class 7 of the Association during the Policy Year shall not exceed USD50,000,000.*
- (iii) In the event that there is more than one such claim under an Entry in this Association or in any other Association which participates in The Combined Group of War Risks Associations, the aggregate recovery from all Associations shall not exceed USD50,000,000 and the Insured Owner shall be entitled to recover only such proportion as the amount of the claim or claims under his Entry bears to the aggregate of all such claims recoverable pursuant to paragraph (i) above under Entries in this Association and any other Association which participates in The Combined Group of War Risks Associations during the Policy Year.*
- (iv) In addition to the Insured Owner's obligation to promptly notify the Association in accordance with rule 4.E.12.1, the Association shall have no liability for any claim or claims arising by virtue of (i) above unless the casualty, event or matter liable to give rise to such a claim is notified to the Association by the Insured Owner within 30 days from the end of the Policy Year, whether or not the Insured Owner is aware of the casualty, event or matter at that time.*
- (v) This extended cover is reinsured by the Association. In accordance with Rule 4.E.15.2 the Insured Owner shall be entitled to recover from the funds of the Association only the net amount actually recovered under this reinsurance.*

Subject otherwise to the Rules of the Association and the Terms of Entry of the Insured Owner.

Insured Values and Sums Insured

The maximum amount for which any one ship, or the interests therein, may be insured by the Association, under Rule 1.5.1, Rule 2 and Rule 3 in the aggregate (but excluding Rule 2 Part D) any one accident or series of accidents arising out of one event will be GBP325,000,000 or USD500,000,000 or EUR425,000,000 depending on the currency used for the insured value of the entered ship on the Certificate of Entry.

If another currency is used for the vessel's insured value, then an exchange rate for that currency is to be fixed before the commencement of the insurance and entered on the Certificate of Entry; and this exchange rate will be applicable for the duration of the insurance.

Members are reminded that they should check to ensure that any alterations to the insured values have been notified to the Association and that the insured values and sums insured are exactly the same, both in terms of value and allocation between Hull and Machinery and Freight, Disbursements, Premiums, Increased Value and /or other interests, as those for which the ship is insured under marine policies.

Members are also reminded of the provisions of Rule 11 whereby the Secretary of State for Transport may restrict the insured value of the entered ship for King's Enemy Risks in certain circumstances.

Protection and Indemnity Cover (Rule 2 Part D)

In addition, there shall be a separate and independent combined single limit in respect of Rule 2 Part D (Protection & Indemnity Risks) of GBP325,000,000 or USD500,000,000 or EUR425,000,000 (whichever is the greater) any one accident or series of accidents arising out of one event and irrespective of the insured values or sums insured. This limit includes claims for sue and labour.

Sublimit for RUB claims

Please note that cover in respect of Rule 1.5.1, Rule 2 and Rule 3 risks will be limited to a combined single sub-limit of USD300,000,000 per Entered Ship any accident or series of accidents arising out of one event for claims arising in the areas of Russia, Ukraine, Belarus and the Black Sea as defined in the attached schedule and as amended from time to time.

Additional Premium Areas

In accordance with Rule 19.3, the current additional premium areas are shown in our Circular 7:136 of 7 March 2025. Further to our Circular 7:137 dated 5 March 2026, the Additional Premium Areas, which are set out below, will apply until further notice with effect from 00:01hrs GMT on 17 March 2026.

Maritime Security

The Association strongly recommends that all Members implement and adopt the Best Management Practices to Deter Piracy in the Gulf of Aden & relevant parts of Indian Ocean, including the registering requirements specified.

These practices have been developed by industry and naval forces and should be particularly useful in the preparation of ships' anti-piracy contingency plans. The London P&I Club [maritime security](#) web page contains more information regarding maritime security:

Sanctions Compliance

The Rules for the 2026/27 Policy Year incorporate again respectively the Sanctions Limitation and Exclusion provisions. The Certificates for the 2026/27 Policy Year incorporated again the Sanctions Clause setting out minimum sanctions compliance obligations.

Members are referred to the Association's [sanctions web page](#) for further information on applicable sanctions programs and sanctions compliance.

Rules

Members are reminded that the Class 7 Rules for the 2026/27 Policy Year can be accessed [here](#).

Evaluation of Policy Years

The Class 7 Committee has reached the following decisions:

Open Policy Years

2022/2023: No Supplementary Contributions are anticipated. The year will be considered for closure by the Class 7 Committee in July 2026, in the usual way.

2023/2024: No Supplementary Contributions are anticipated.

2024/2025: No Supplementary Contributions are anticipated

2025/2026: No Supplementary Contributions are anticipated

Yours faithfully
A BILBROUGH & CO LTD
(MANAGERS)

SCHEDULE: ADDITIONAL PREMIUM AREAS

Further to our Circular 7:137 dated 5 March 2026, the Additional Premium Areas, which are set out below, will apply until further notice with effect from 00:01 hrs GMT on 17 March 2026.

Africa

Benin
Cabo Delgado
Djibouti
Gulf of Guinea
Libya
Nigeria
Somalia
Sudan
Togo

Persian Gulf/Arabian Gulf, Gulf of Oman, Indian Ocean, Gulf of Aden and Southern Red Sea

Middle East

Bahrain
Iran
Iraq
Israel
Kuwait
Lebanon
Oman
Saudi Arabia (Gulf coast)
Saudi Arabia (Red Sea coast) excluding transits
Syria
United Arab Emirates
Qatar
Yemen

South America

Guyana, but only calls to offshore installations in the Guyanese EEZ beyond territorial waters
Venezuela, including all offshore installations in the Venezuelan EEZ

Russia

Europe

Sea of Azov and Black Sea waters plus inland waters

DEFINED WATERS

Sea of Azov and Black Sea waters plus inland waters

- 1) Sea of Azov and Black Sea waters enclosed by the following boundaries
 - a) On the west, around Romanian waters, from the Ukraine-Romania border at 45° 10.858'N, 29° 45.929'E to high seas point 45° 11.235'N, 29° 51.140'E

- b) thence to high seas point 45° 11.474'N, 29° 59.563'E and on to high seas point 45° 5.354'N, 30° 2.408'E
 - c) thence to high seas point 44° 46.625'N, 30° 58.722'E and on to high seas point 44° 44.244'N, 31° 10.497'E
 - d) thence to high seas point 44° 2.877'N, 31° 24.602'E and on to high seas point 43° 27.091'N, 31° 19.954'E
 - e) and then east to the Russia-Georgia border at 43° 23.126'N, 40° 0.599'E
- 2) All inland waters of Ukraine, including inland waters within Crimea and other Ukrainian territories under Russian control
- 3) Inland waters of Russia within the following areas:
- a) River Don, from Sea of Azov to vertical line at 41° E
 - b) River Donets, from River Don to Ukraine border
- 4) All inland waters of Belarus south of horizontal line at 52° 30' N

Cabo Delgado

The territorial sea of Mozambique and Tanzania enclosed by the following boundaries:

- a) To the north, from Mnazi Bay at 10°19.6'S, 40°18.9'E to high seas point at 10° 10.3' S, 40° 34.44' E
- b) To the south, from Baía do Lúrio at 13°30'S, 40°31.6'E to high seas point 13° 29.97' S, 40° 49.7' E.

Persian/Arabian Gulf, Gulf of Oman, Indian Ocean, Gulf of Aden and Southern Red Sea

The waters enclosed by the following boundaries:

- a) On the northwest, by the Red Sea, south of Latitude 18°N;
- b) On the northeast, from Pakistan coastline at 25°19'15"N, 65°E;
- c) On the east, by a line to high seas point 10°48'N, 65°E, thence to high seas point 10°48'N, 60°15'E, thence to high seas point 6°45'S, 48°45'E;
- d) and on the southwest, by the Somalia border at 1°40'S, 41°34'E, to high seas point at 6°45'S, 48°45'E

Gulf of Guinea

The waters enclosed by the following boundaries:

- a) On the west, from the coast of Togo 6° 06' 45" N, 1°12'E, south to
- b) high seas point 0° 40' S, 3° 00' E
- c) and then east to Cape Lopez Peninsula, Gabon 0°40'S, 8° 42'E.

The ports, places, countries, zones and areas listed shall include all harbours, offshore installations and terminals unless otherwise agreed.

All other terms and conditions remaining unaltered.
