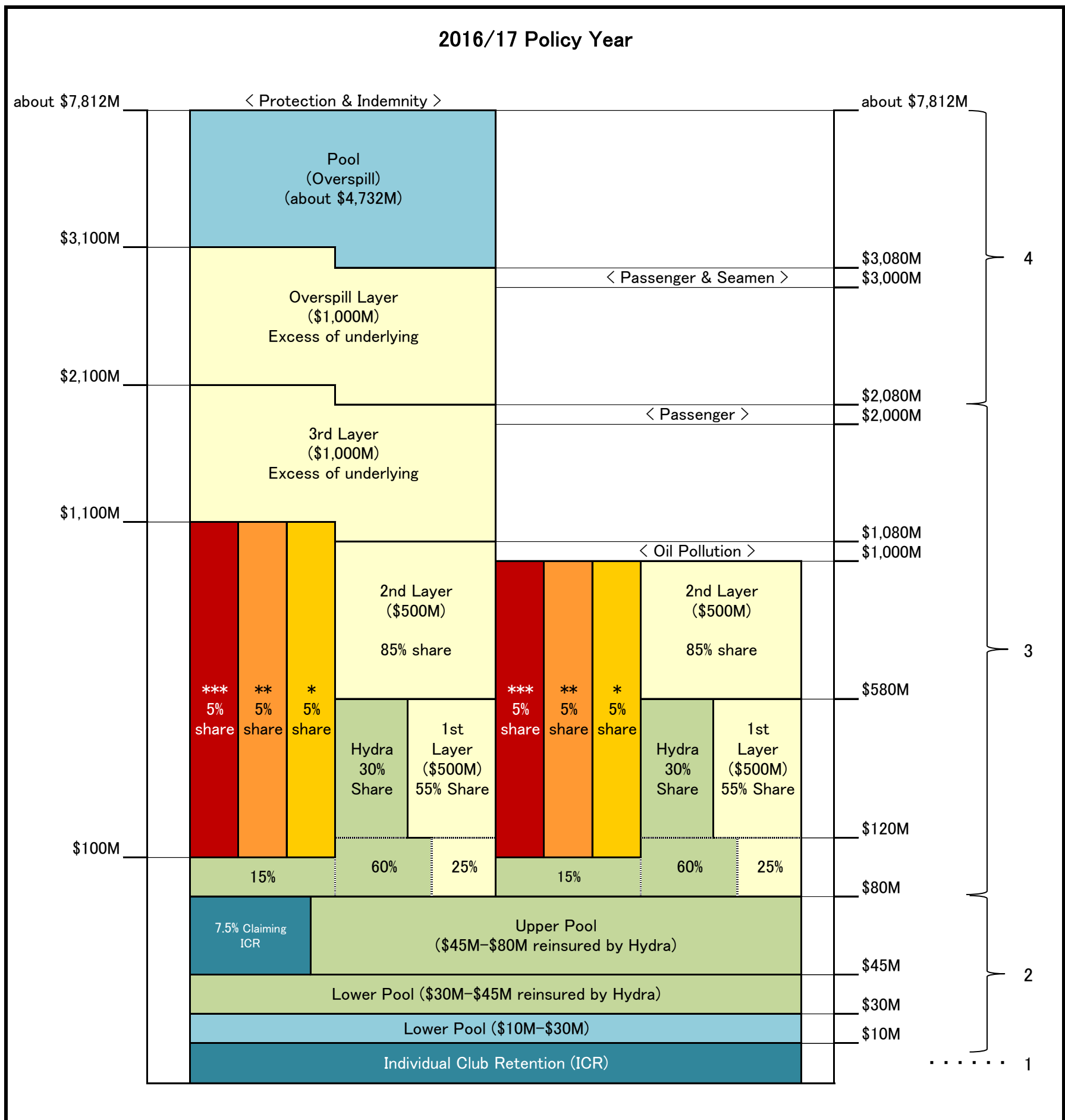


IG Pool and Reinsurance Programme



1. up to US\$10 million (Individual Club Retention)

Each Club retains the first US\$10 million per claim, excess of their member's deductible.

2. from US\$10 million up to US\$80 million (Pool)

Claims in excess of each Club's retention are shared by the Pool up to a limit of US\$80 million. Within the pool, claims from US\$30 million up to US\$80 million are reinsurance by the IG's Bermuda-based captive insurer Hydra which was established in 2005 and is administrated by all IG Clubs.

3. from US\$80 million up to US\$2,080 million (Market reinsurance programme)

The IG arrange market reinsurance to provide reinsurance for claims from US\$80 million up to US\$2,080 million any one claim (US\$1,000 million for oil pollution claims, see further below.) This market reinsurance programme is divided into three layers and each layer is underwritten by different reinsurers. A part of the first layer is reinsured by Hydra.

[* Multi-Year Fixed Placement (2014 Policy Year) ** Multi-Year Fixed Placement (2015 Policy Year)

*** Multi-Year Fixed Placement (2016 Policy Year)]

4. from US\$2,080 million up to US\$7,812 million (Overspill)

The IG has arranged Overspill Protection for their Members of US\$1,000 million. Therefore, claims from US\$2,080 million up to US\$3,080 million are reinsured by the market reinsurance cover. Claims which exceed the IG reinsurance limit (Overspill Claims) are shared by all IG Clubs. The Clubs levy a call (Overspill Calls) for contributions on their Members for the purpose of providing funds to meet the Clubs' liability to contribute their Overspill Share to an Overspill Claim.

Reinsurance for oil pollution claims is purchased as a separate cover with a limit of US\$1,000 million. Reinsurance for passenger and seafarer claims is subject to a limit of US\$2,000 million for liability to passengers, or US\$3,000 million for passenger and seafarer claims combined.