

JAPAN P&I NEWS

No.866-17/01/25

To the Members

Dear Sirs,

International Group reinsurance 2017/18 placement – termination of “fall-back” cover

Members are referred to our previous circular [No.16-001](#) dated 15th April 2016 and [No.16-017](#) dated 15th December 2016.

Placement of the International Group General Excess of Loss (GXL) reinsurance and Collective Overspill contracts and the Hydra reinsurance programme for 2017/18 have been completed. Due to the continuing application of US primary sanctions to the current participating US person/domiciled reinsurers, their lines on the contracts will not be renewed for 2017/18 and have been substituted with alternative capacity. As a result, the risk of a shortfall in US person/domiciled reinsurer contributions due to the current US primary sanctions has been removed, and there will be no need to renew the “fall-back” reinsurance programme beyond 20th February 2017.

Yours faithfully,

The Japan Ship Owners' Mutual Protection & Indemnity Association