

IG Pool and Reinsurance Programme (2022/23 Policy Year)

<Protection & Indemnity>								About US\$8.94b	
Pool (Overspill) (About US\$5.65b)								US\$3.1b	4
Collective Overspill Layer (US\$1.0b) Excess of underlying				< Passengers & Seafarers >				US\$3.0b	
								US\$2.1b	
4th Layer **** (US\$600m) Excess of underlying				< Passengers >				US\$2.0b	
								US\$1.5b	
3rd Layer **** (US\$750m) Excess of underlying				< Oil Pollution >				US\$1.0b	3
				3rd Layer **** (US\$250m) Excess of underlying				US\$750m	
*** 10% share	** 10% share	* 10% share	2nd Layer **** (US\$200m) 70% share	*** 10% share	** 10% share	* 10% share	2nd Layer **** (US\$200m) 70% share	US\$550m	
			1st Layer (US\$450m) 70% share with annual aggregate deductible of \$100m being covered by Hydra				1st Layer (US\$450m) 70% share with annual aggregate deductible of \$100m being covered by Hydra	US\$100m	
7.5% Claiming Individual Club Retention			Upper Pool (US\$50m-US\$100m reinsured by Hydra)					US\$50m	2
Lower Pool(US\$30m-US\$50m reinsured by Hydra)								US\$30m	
Lower Pool (US\$10m-US\$30m)								US\$10m	
Individual Club Retention								0	1

1. up to US\$10 million (Individual Club Retention)
Each Club retains the first US\$10 million per claim in excess of its member's deductible.
 2. from US\$10 million up to US\$100 million (Pool)
Claims in excess of each Club's retention are shared by the Pool up to a limit of US\$100 million. Within the Pool, claims from US\$30 million up to US\$100 million are reinsured by the IG's Bermuda-based captive insurer Hydra.
 3. from US\$100 million up to US\$2.1 billion (Market reinsurance programme)
The IG arranges market reinsurance to provide reinsurance for claims from US\$100 million up to US\$2.1 billion any one claim (US\$1.0 billion for oil pollution claims, see further below). This market reinsurance programme is divided into three layers and each layer is underwritten by different reinsurers.
* , ** & *** are Multi-Year Fixed Placement named "Private Placement".
1st layer: US\$450m in excess of US\$100m
2nd layer: US\$200m in excess of US\$550m
3rd layer: US\$750m in excess of US\$750m
4th layer: US\$600m in excess of US\$1.5b

**** Losses arising from Malicious Cyber, Covid-19 and other new Pandemics are subject to an annual aggregate limit totaling US\$2.15 billion.
2nd layer: US\$800m as annual aggregate limit (but the annual aggregate limit is separately applied to US\$400m for Oil Pollution claims and P&I claims)
3rd layer: US\$750m (but US\$250m for Oil Pollution) as annual aggregate limit
4th layer: US\$600m as annual aggregate limit
 4. from US\$2.1 billion up to about US\$8.94 billion (Overspill)
Claims which exceed the IG reinsurance limit (called "Overspill Claims") are shared by all IG Clubs. The Clubs levy calls (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. Nonetheless, the IG arranges Overspill Protection for its members of US\$1.0 billion. Thus, claims from US\$2.1 billion up to US\$3.1 billion are reinsured by the market reinsurance cover.
- Reinsurance for oil pollution claims is purchased as a separate cover with a limit of US\$1.0 billion. Reinsurance for passengers and seafarers claims is subject to a limit of US\$2.0 billion for liability for passengers, or of US\$3.0 billion for liability for passengers and seafarers claims combined.