

IG Pool and Reinsurance Programme (2023/24 Policy Year)

| <Protection & Indemnity> | | About US\$8.54b | | | | | | |
|--|--|------------------|--|---------------------|--------------------|------------------|--|----------|
| Pool (Overspill) (About US\$5.44b) | | US\$3.1b | | | | | | |
| Collective Overspill Layer (US\$1.0b) Excess of underlying | <Passengers & Seafarers> | US\$3.0b | | | | | | |
| | | US\$2.1b | | | | | | |
| 3rd Layer **** (US\$600m) Excess of underlying | <Passengers> | US\$2.0b | | | | | | |
| | | US\$1.5b | | | | | | |
| 2nd Layer **** (US\$750m) Excess of underlying | <Oil Pollution> | US\$1.0b | | | | | | |
| | 2nd Layer **** (US\$250m) Excess of underlying | US\$750m | | | | | | |
| *** 10% share | ** 10% share | * 5% share | 1st Layer (US\$650m) 75% share with annual aggregate deductible of \$107.1m being covered by Hydra | *** 10% share | ** 10% share | * 5% share | 1st Layer (US\$650m) 75% share with annual aggregate deductible of \$107.1m being covered by Hydra | US\$100m |
| 7.5% Claiming Individual Club Retention | Upper Pool (US\$50m-US\$100m reinsured by Hydra) | | | | | | | US\$50m |
| Lower Pool (US\$30m-US\$50m reinsured by Hydra) | | | | | | | | US\$30m |
| Lower Pool (US\$10m-US\$30m) | | | | | | | | US\$10m |
| Individual Club Retention | | | | | | | | 0 |

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\$650m in excess of US\$100m
2nd layer: US\$750m in excess of US\$750m
3rd layer: US\$600m in excess of US\$1.5b

**** Losses arising from Malicious Cyber, Covid-19 and other Pandemics are subject to an annual aggregate limit totaling US\$1.35 billion.
2nd layer: US\$750m (but US\$250m for Oil Pollution) as annual aggregate limit
3rd layer: US\$600m as annual aggregate limit
4. from US\$2.1 billion up to about US\$8.54 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.