



CIRCULAR

To the Members

Price cap for crude oil and petroleum products of Russian Federation Origin — Request for Attestation (No.2)

Please refer to our previous circular [No. 22-018](#) dated 5 December 2022.

On 6 February 2023, the price cap scheme has come into effect for Russian petroleum products as well. This circular is to inform Members of the summary of the price cap regime for petroleum products announced by the Japanese government.

Our association will, in principle, be prohibited from providing insurance services to vessels transporting Russian petroleum products that are sold above the "price cap" on or after 6 February 2023. The provision of insurance for vessels transporting petroleum products which are sold at or below the price cap (to countries where imports are not prohibited) will be allowed only after receiving a written declaration (attestation) in advance from the members.

- The targeted cargoes are petroleum products (HS code 2710 except for waste oils).
- The price cap for petroleum products is US\$100.00 per barrel (for Premium to crude oil) or US\$45.00 per barrel (for Discount to crude oil) as of 7 February 2023.

Premium to crude oil	Petroleum spirits (except for naphtha), Kerosenes and Gas oils among those falling under Items 2710.12, 2710.19 and 2710.20 of the Schedule to the Customs Tariff Act
Discount to crude oil	Other than Premium to crude oil

* Code numbers and/or other description may differ in other countries participating in the price cap regime, but the classification of Premium to crude oil / Discount to crude oil is the same in each country.

- The measure does not apply to Russian petroleum products that is loaded onto a vessel before 6 February 2023 and unloaded before 1 April 2023.

Members who may engage in the transportation of Russian petroleum products at or below the price cap on or after 6 February 2023 are requested to submit the attached Attestation to our association (PDF version is acceptable).

The ban on the provision of insurance for vessels transporting Russian crude oil, which was introduced on 5 December 2022, will also remain in place. Members who may engage in the transportation of Russian crude oil at or below the price cap but have not submitted Attestation are required to do so immediately. Please note that if the price of crude oil or petroleum products exceeds the price cap, our association cannot provide insurance services, except in particular cases approved by the Minister of Finance.

Yours faithfully,

The Japan Ship Owners' Mutual Protection & Indemnity Association

Attachment: Attestation sample format

Issued to:

Name of P&I Club

Address of P&I Club

PRICE CAP ATTESTATION FOR RUSSIAN ORIGIN OIL

1. The Assured represents and warrants that for any provision of services related to the maritime transportation of Russian origin oil or petroleum products by any party entitled to cover has been, is, and will be in compliance with the price cap policy administered and enforced by the governments of the United Kingdom, the United States, the European Union and its Member States, including their allies and partners such as Japan and Norway. The Assured represents and warrants that it has not taken and will not take any action with the effect or purpose of evading, circumventing, or attempting to violate the price cap policy.
2. The Assured shall provide to the Club information and documentation related to compliance with the price cap policy, including any relevant attestation and/or proof of reporting provided by a Tier 1 or Tier 2 actor, as quickly as practicable upon request and in no case later than five business days of the request.
3. In the event the Assured becomes aware of circumstances that provide reasonable cause to suspect that it may have been or may be involved in any activity contrary to the price cap policy, the Assured shall immediately notify the Club of such circumstances. The Club may notify relevant authorities of information that provides a reasonable cause to suspect that a violation of the price cap policy has taken place.
4. The Club shall not indemnify an Assured against any liabilities, costs or expenses where the provision of cover, the payment of any claim, or the provision of any benefit in respect of those liabilities, may expose the Club to risk of violation of the price cap policy. In the event the Club determines that a violation of the price cap policy has

taken place, the Club may immediately terminate the policy and will have no liability whatsoever under the policy beyond what is permitted by applicable law.

5. The Assured and the Club will retain the executed version of this attestation for five years.

Policy Number or other reference

Insured name

Insured address

Represented by (name)

Position of representative

Signature

Date of signature