

## TO ALL MEMBERS

22 May 2014

Dear Sirs

### FINANCIAL POSITION AND OPEN POLICY YEARS

The board of the club met on Friday 16 May 2014 and reviewed the club's financial position.

### FINANCIAL STATEMENTS FOR THE YEAR ENDED 20 FEBRUARY 2014

The Report and Financial Statements were approved by the board and will be published on the club's website and a *Review of the Year* will be sent to members shortly. These show that the Standard Club's free reserves have increased slightly to a new record level of \$369m.

### P&I CLASS

#### 2011/12 policy year

The year was closed.

#### 2012/13 policy year

Claims in this policy year have improved from the original forecast with a reduction in both retained losses and contributions to the Pool. This year now has a surplus, after investment income, and no further premiums are expected to be necessary.

#### 2013/14 policy year

Retained claims on this policy year, both own claims and share of the Pool, are developing ahead of expectations with a deficit being forecast after investment income. Despite this no further premiums are expected to be necessary apart from the final instalment of the estimated total premium, which is due on 1 November 2014.

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The Standard Club Europe Ltd

[www.standard-club.com](http://www.standard-club.com)

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**2014/15 policy year**

The estimated total premium has been debited with the final instalment due on 1 November 2015.

**Release calls**

The release call percentages for the three open policy years are 3%, 4% and 8% of estimated total premium for the 2012/13, 2013/14 and 2014/15 years respectively. An explanation of the methodology behind these percentages can be found on the club's website.

**DEFENCE CLASS****2011/12 policy year**

The year was closed.

**2012/13 and 2013/14 policy years**

Claims in these policy years have developed significantly better than forecast with both years now recording an underwriting surplus. As a result no further premiums are expected to be necessary.

**2014/15 policy year**

The estimated total premium has been debited. No further premiums are expected to be necessary.

**Release calls**

The release call percentages for the three open policy years are the same as for the P&I Class.

**STANDARD LONDON CLASS****2011/12 policy year**

The year was closed.

**2012/13 and 2013/14 policy years**

These years are performing satisfactorily and no further premiums are expected to be necessary.

**2014/15 policy year**

The estimated total premium has been debited. No further premiums are expected to be necessary.

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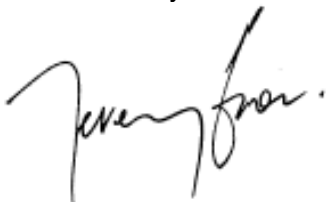
**Release calls**

The release call percentages for the three open policy years are 3%, 4% and 0% for the 2012/13, 2013/14 and 2014/15 years respectively.

**WAR RISKS CLASS**

The 2011/12 policy year was closed with no further premiums expected to be necessary for any open policy year.

Yours faithfully



Jeremy Grose  
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