



JANUARY 06, 2012

CIRCULAR NO. 02/12

TO MEMBERS OF THE ASSOCIATION

Dear Member:

US POLLUTION – CALIFORNIA: CHANGES IN CERTIFICATES OF FINANCIAL RESPONSIBILITY (COFRS) REQUIREMENTS

Members are requested to note that the Californian (CA) Office of Spill Prevention and Response (OSPR) has recently amended the relevant provisions in the CA Code of Regulations (CCR) on evidence of financial security and renewal procedures for CA Certificates of Financial Responsibility (COFRs).

The amendments include a requirement for tank and non-tank vessels entering CA marine waters during the 30 day post renewal period from February 20 to submit their Certificate of Entry (CoE) for the new policy year within three working days prior to entering these waters in order to apply for a CA COFR.

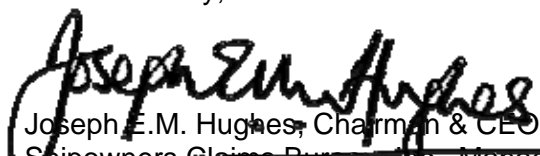
The International Group has expressed strong concerns to CA OSPR, since this amendment wrongly assumes that all owners complete their renewal negotiations well in advance of February 20 each year and will be in possession of their new CoE either immediately before, or on, February 20 when applying for their CA COFR.

However, CA OSPR has maintained this requirement in the amendments to the CCR. The amended CCR is now in force.

Members with vessels calling at CA ports on or around February 20 each year are therefore recommended to renew their P&I cover for the following policy year well in advance of this date in order to ensure that the new CoE can be issued and submitted to CA OSPR for the new COFRs and compliance with the CCR.

Members should feel free to contact the Managers should they have any queries regarding the above.

Yours faithfully,


Joseph E.M. Hughes, Chairman & CEO
Shipowners Claims Bureau, Inc., Managers for
THE AMERICAN CLUB

All Clubs in the International Group of P&I Clubs have issued similar circulars.