



Port Authorities 2026 Wordings

Specialist insurance for transport
and logistics providers



TT CLUB
IS MANAGED
BY **THOMAS
MILLER**

This book contains the complete standard wordings offered by the TT Club to its Port Authorities.

Contents

	Port Authorities	
P1	Customer Liabilities	5
P2	Errors & Omissions	6
P3	Third Party Liabilities	6
P4	Fines & Duty	8
P5	Costs	9
	Additional Risks	
A1	Discretionary Insurance	12
A2	Personal Rights & Advertising	12
A3	Handling Equipment	13
A6	Property	17
A7	Business Interruption: Insured Damage	21
A8	Business Interruption: Berth Blockage	23
A9	Tenants & Fire Legal Liabilities	25
A10	North American Road Liabilities	26
A11	Carrying Equipment	28
A12	Medical Payments	30
A13	A13 Business Interruption (UKP)	31
	General Provisions	
G1	General Exclusions	36
G2	General Terms	39
G3	Claims	50
G4	Reinsurance	51
	Additional Interests	
J1	Loss Payee	54
J2	Loss Payee Joint Assured	55
J3	Contractor Joint Assured	57
J4	Supplier Joint Assured	58
J5	Customer Joint Assured	59
J6	Commercial Lessor Joint Assured	61
J7	Connected Interests	63
J8	Connected Interests Joint Assured	63
J10	Operational Joint Assured	65
	The Definitions	
Y1	The Definitions	67

Port Authorities



P1 Customer Liabilities

1 We insure you for your liability for:

Physical loss of and damage to the following, and for resulting consequential loss:

- 1.1 Cargo
- 1.2 Your customer's property (except ships)
- 1.3 Your customer's ships

2 We do not insure you under this clause for:

- 2.1 liabilities arising from cargo found to be missing on stocktaking, if you are unable to provide reasonable proof of the accident which caused the loss
- 2.2 liabilities excluded at G1:2
- 2.3 your liability under 1.2 for loss of or damage to your customer's equipment which you lease for use in your insured services

Qualifications

3 High Value Cargo

We do not insure you for liabilities in respect of high value cargo unless:

- 3.1 your customer did not inform you that you were handling the cargo or
- 3.2 the cargo was being handled at your insured location and you could not, in the circumstances, reasonably have known that you were handling the cargo or that it was being handled

P2 Errors & Omissions

1 We insure you for your liability for financial loss:

- 1.1 incurred by your customer arising from failure to perform your contractual obligations
- 1.2 incurred by your customer arising from delay in performing your contractual obligations
- 1.3 arising from delivery of cargo contrary to your contractual obligations which is incurred by:
 - 1.3.1 your customer or
 - 1.3.2 the person entitled to delivery under a bill of lading or other contract of carriage or handling documentation

2 We do not insure you under this clause for:

- 2.1 your liability for consequential loss resulting from physical loss of or damage to cargo or other property
- 2.2 your own financial loss

Qualifications

3 Intentional or Reckless Conduct

The Directors may in their discretion reduce or reject a claim if you or your employee has acted (or failed to act) intentionally or recklessly

4 References to P1

The following paragraphs of P1 also apply to this clause:

- 4.1 Stocktaking (P1:2.1)
- 4.2 Liabilities excluded at G1:2 (P1:2.2)
- 4.3 High value cargo (P1:3)

P3 Third Party Liabilities

1 We insure you as stated below:

- 1.1 We insure you for your liability for the following, including resulting consequential loss:
 - 1.1.1 physical loss of and damage to third party property
 - 1.1.2 death, injury or illness of any third party
 - 1.1.3 pollution

-
- 1.2 We insure you for your liability to indemnify a third party for its liability for the following, including resulting consequential loss:
- 1.2.1 physical loss of and damage to third party property
 - 1.2.2 death, injury or illness of any third party except as at 1.2.3
 - 1.2.3 death, injury or illness of your employee unless excluded at 2.1
 - 1.2.4 pollution
- 1.3 We insure an assured for liabilities directly to an employee of a joint assured and conversely a joint assured for liabilities directly to an employee of the assured or another joint assured
- 1.4 We insure you for your liability to indemnify:
- 1.4.1 a shipowner in respect of a liability under the 1969/1992 Civil Liability Conventions (or as amended)
 - 1.4.2 the International Oil Pollution Compensation Fund in respect of a liability under the 1992 Fund Convention (or as amended)

2 We do not insure you under this clause for liabilities:

- 2.1 for death, injury or illness of your employee which you incur as an employer or which would normally be insured under an Employers Liability insurance
- 2.2 arising from ownership, lease or operation by you/your employee of a road vehicle which is required to be licensed
- 2.3 arising from an accident on a public road in USA/Canada or Mexico involving a trailer or chassis
- 2.4 in respect of your owned or leased carrying equipment which we do not insure for loss/damage
- 2.5 as owner/lessee of land which is not an insured location
- 2.6 arising from erection or dismantling of handling equipment - unless for inspection, maintenance or repair (or movement which is not excluded under 2.7)
- 2.7 arising from movement of handling equipment - other than within the same terminal, port or depot
- 2.8 for physical loss of or damage of your customer's property and consequential loss arising from this
- 2.9 excluded at G1:2
- 2.10 in respect of any risk which is insured under P4
- 2.11 arising from the management, navigation or operation of a ship in which you have an interest which exceeds six metres in length or has engine power greater than 50 horsepower

Qualifications

3 Limit of Liability

In the event that it is held in any court or tribunal that anyone, other than the assured or a named joint assured, is entitled to be insured under this insurance, then the limit of liability for this insurance for such a person will not exceed the lesser of the minimum insurance requirements under the applicable law and the limit stated in your policy

4 Transfer of Interest in Equipment under Contract of Sale

We only insure you for liabilities in respect of equipment after your interest in it has been transferred under a contract of sale if:

- 4.1 we insured the equipment immediately before the transfer and
- 4.2 the contract of sale includes no warranty except that the equipment is as described and that the purchaser has quiet use

P4 Fines & Duty

1 We insure you for:

1.1 The following, imposed on you by an authority, as a result of breach of regulations listed at 1.3

- 1.1.1 Fines and other penalties, including confiscation, unless resulting in physical loss of your insured asset
- 1.1.2 Duty and sales/excise tax and similar fiscal charges
- 1.1.3 Costs

1.2 Liability for financial loss incurred by a third party as a result of a liability specified at 1.1

1.3 The regulations referred to at 1.1 relate to:

- 1.3.1 import/export and carriage of cargo, conveyances or equipment
- 1.3.2 immigration
- 1.3.3 safety at work, including corporate manslaughter and corporate homicide
- 1.3.4 security/anti-terrorism
- 1.3.5 pollution
- 1.3.6 port or terminal operations
- 1.3.7 the following - to the extent that you are insured for services to which the regulations apply:
 - a. navigational aids
 - b. marine traffic control
 - c. pilotage

2 We do not insure you under this clause:

for liability/confiscation arising from:

- 2.1 breach of regulations relating to competition or regulation of companies or privacy and protection of personal data, including the General Data Protection Regulation (GDPR)
- 2.2 ownership, lease or operation by you/your employee of a road vehicle which is required to be licensed
- 2.3 your owned/leased carrying equipment which we do not insure for loss/damage
- 2.4 your making your customs bond/guarantee available to another person - unless this arises from:
 - 2.4.1 assistance which an operator provides to you in your insured services or
 - 2.4.2 other insured services which you provide

Qualifications

3 Intentional or Reckless Conduct

The Directors may in their discretion reduce or reject a claim if you or your employee have acted (or failed to act) intentionally or recklessly

4 Illegality

If insurance for any of the matters specified at 1 above is held to be illegal, this will apply only to the matters concerned and will not affect other insurance under this clause or elsewhere in your policy

5 Enforcement of Reimbursement

If it is held by a court or tribunal that you have no right to enforce reimbursement of a claim under this clause, we undertake to treat the claim as if your right is enforceable unless it would be illegal for us to do so.

P5 Costs

1 We insure you for the following costs (subject to P5:3):

1.1 Mitigation

Costs of minimising a claim

1.2 Investigation & Defence

Costs arising from investigating an accident which may give rise to a claim and protecting your interests in relation to it (including legal and survey fees) - including the costs of recovering a debt if payment is withheld solely because of a claim

1.3 Disposal

Costs, additional to costs which you would have incurred in any event, of disposing of cargo, insured carrying equipment or your customer's property - except a ship/aircraft (or wreck) - after an accident to it

1.4 Quarantine & Disinfection (including fumigation)

Costs other than costs incurred in the normal course of business

1.5 Wreck Removal

Costs of removing the wreck of a ship, where during your period of insurance, one of the following circumstances arises:

1.5.1 you incur a liability under a regulation or under an order of an authority or

1.5.2 the wreck is a danger to navigation or

1.5.3 the wreck has to be removed in order to avoid or reduce the risk of a claim or

1.5.4 the wreck has to be removed in order to mitigate a claim or

1.5.5 the wreck has to be removed in order to provide your insured services

1.6 **Clean Up Costs**

Clean up costs which:

- 1.6.1 you incur under compulsorily applicable law or by order of an authority or
- 1.6.2 are consequent on an insured claim for pollution

2 We do not insure you under this clause for:

Costs which are insured under any other provision in your policy

Qualifications

3 Approval/Agreement

We only insure you if:

- 3.1 the Managers have agreed to the costs or
- 3.2 the Directors decide that the costs were properly incurred

Additional Risks



A1 Discretionary Insurance

1 We insure you as follows:

In addition to insurance under other clauses the Directors may decide that we will reimburse you in an amount in their discretion for risks incurred:

- 1.1 incidental to insured services
- 1.2 in case of interference by an international organisation or authority, which the Directors consider is unwarranted or requires investigation
- 1.3 where the Directors by special direction consider this in our interests, or those of our members

A2 Personal Rights & Advertising

1 We insure you for your liability for:

- 1.1 Malicious prosecution, false arrest, false detention and false imprisonment
- 1.2 Defamation
- 1.3 Wrongful entry/eviction or other invasion of rights of private occupancy
- 1.4 Advertising injury arising from an offence, committed within your period of insurance, in the course of advertising your goods, products or services

2 We do not insure you under this clause for liabilities:

- 2.1 arising from wilful violation of a penal regulation - by you or with your knowledge (or by or with the knowledge of your executive officer)
- 2.2 to a person and relating to your direct or indirect employment of that person
- 2.3 arising from a false oral or written publication - by you or on your direction - with knowledge of its falsity
- 2.4 arising under a contract
- 2.5 for defamation under 1.2 which:
 - 2.5.1 was published before your period of insurance started - or where a similar defamation was published before your insurance started
 - 2.5.2 concerns any organisation/business and was published by you (or on your order or by or on the order of your executive officer) knowing it to be false
- 2.6 under 1.2 for any risk which is covered under 1.4
- 2.7 for advertising injury under 1.4 arising from:
 - 2.7.1 breach of contract - other than misappropriation of advertising ideas under an implied contract
 - 2.7.2 failure of goods, products or services to conform with advertised quality or performance
 - 2.7.3 wrong description of the price of goods, products or services
 - 2.7.4 an offence committed by an assured or joint assured whose business is advertising, broadcasting, publishing or telecasting

A3 Handling Equipment

1 We insure you for:

- 1.1 Physical loss of and damage to insured handling equipment arising from:
 - 1.1.1 an accident including mechanical/electrical breakdown or malfunction
 - 1.1.2 strikes riots & terrorist risks and piracy risks
 - 1.1.3 war risks on board
- 1.2 Your liability for general average and salvage contributions in respect of insured handling equipment (including strike riots & terrorist risks and piracy risks)
- 1.3 Per diem lease charges incurred when as a result of an insured risk re-delivery to the lessor of your insured leased handling equipment is:
 - 1.3.1 prevented because the equipment is a total loss or
 - 1.3.2 delayed because you have a liability to repair the equipment

2 We do not insure you under this clause for:

- 2.1 physical loss or damage arising from the following, unless this also causes loss of or damage to another part of the insured equipment or to other insured equipment:
 - 2.1.1 defects in design or manufacture
 - 2.1.2 wear and tear
 - 2.1.3 inherent vice or latent defect
 - 2.1.4 subsidence which is not sudden, unintended and unexpected
 - 2.1.5 computer, data processing or program error/breakdown
 - 2.1.6 mechanical/electrical breakdown or malfunction of:
 - a. communications equipment, alarm systems or external computers
 - b. equipment with market value less than USD 75,000
- 2.2 spare parts, accessories, plant, tools or materials for maintenance/repair of equipment found to be missing on stocktaking, if you are unable to provide reasonable proof of the accident which caused the loss
- 2.3 loss/damage arising from:
 - 2.3.1 order, nationalisation, embargo, quarantine, requisition or compulsory purchase by an authority
 - 2.3.2 tests under abnormal conditions unless to comply with regulations
 - 2.3.3 overload unless:
 - a. to comply with regulations or
 - b. for inspection/testing or
 - c. it is not intentional or habitual
 - 2.3.4 any modification - unless agreed by:
 - a. the manufacturer or
 - b. an authority or
 - c. a surveyor approved by the Managers

-
- 2.3.5 erection or dismantling of equipment - unless for inspection, maintenance or repair (or movement which is not excluded under 2.3.6)
 - 2.3.6 movement of equipment - other than within the same terminal, port or depot
 - 2.4 loss of or damage to an expendable/replaceable part - unless arising from loss of or damage to equipment which is external to the part
 - 2.5 war risks on land

Qualifications

3 Declaration

- 3.1 You may add equipment which you have not previously declared, subject to notifying us within 28 days of acquisition, and to terms to be agreed
- 3.2 You will not reduce the insured value of any equipment during your account year
- 3.3 You will give us immediate notice of any change in location/working conditions which may increase the risk of a claim. If we do not agree to the increased risk, we will not be liable for resulting claims
- 3.4 A statement of value in your certificate reflects information which you have provided and is not binding on us for the purposes of 6 below

4 War Risks

We do not insure you for war risks arising from:

- 4.1 hostile detonation of a nuclear weapon
- 4.2 war (declared or not) between permanent members of the UN Security Council
- 4.3 seizure by an authority of your country
- 4.4 seizure under any customs or quarantine regulation
- 4.5 ordinary judicial process, failure to pay a fine/penalty or provide security or any financial cause

5 War, Strikes Riots & Terrorist (SR&T) and Piracy Risks

- 5.1 Insurance for war, SR&T and piracy risks will automatically cease on:
 - 5.1.1 hostile detonation of a nuclear weapon (anywhere - whether your equipment is involved or not)
 - 5.1.2 war as at 4.2
- 5.2 We do not insure you for war, SR&T or piracy risks which arise while your insured handling equipment is in a listed area
- 5.3 Subject to 5.4, the Managers may at any time:
 - 5.3.1 update the schedule of listed areas
 - 5.3.2 cease your insurance for war, SR&T or piracy risks entirely
- 5.4 In case of update or cesser as at 6.3 the Managers will notify you by Circular as at G2:41. The effective date will be at least seven days after the date of the Circular

6 Reimbursement

We will in no case pay more than the insured value of the equipment lost or damaged. Subject to this, we will pay as follows:

6.1 *Damage*

- 6.1.1 We will pay the cost of repair of the equipment unless you opt not to repair the equipment, when we will pay the indemnity value of the damaged part
- 6.1.2 We will, in our discretion, pay reasonable costs of your own materials and labour not exceeding the market cost
- 6.1.3 We will deduct the value of any part that you can use again
- 6.1.4 We will not pay for temporary repairs, or for damage arising from use of equipment in a state of temporary repair, unless we have approved the temporary repair in advance
- 6.1.5 You may commence permanent repairs immediately after notifying the Managers - provided you keep any damaged part for our inspection.

6.2 *Actual Total Loss*

We will pay the insured value

6.3 *Constructive Total Loss (CTL)*

If the reasonable repair costs of damage sustained in one accident are estimated to exceed the insured value, we will pay the insured value as a CTL, less any salvage value

6.4 *Leased Equipment*

We will pay the value of the item which you are liable to pay under a lease, not exceeding the insured value

7 Average

If the market value of an item of equipment at the time of an accident is greater than the insured value, we will reduce reimbursement, calculated as at 6 above, by the percentage by which the insured value of the item is less than the market value. This paragraph (7):

- 7.1 applies only if the insured value is less than 80% of the market value of the item
- 7.2 applies separately to each item of equipment
- 7.3 does not apply to freight charges and labour costs
- 7.4 does not apply if the insured value is an agreed value
- 7.5 does not require us to pay more than the insured value for any item of equipment

8 Storm Earthquake Flood SR&T

An extended definition of *accident*, stated at G2:40, applies to storm, earthquake, flood and strikes riots & terrorist risks

9 Debris Removal Costs

- 9.1 We insure you for the following costs in respect of insured equipment damaged as specified at 1 above:
- 9.1.1 debris removal from the site of the equipment, or immediately adjacent to it
 - 9.1.2 dismantling/demolishing the equipment
 - 9.1.3 shoring/propping up the equipment
 - 9.1.4 clearing drains/sewers
- 9.2 We do not insure you under this paragraph 9 for costs arising from pollution/contamination
- 9.3 We do not insure you under any other provision in your policy for costs specified at 9.1
- 9.4 Costs specified at 9.1 are in excess of the insured value of the equipment concerned (subject to G2:29.3)
- 9.5 We only insure you for costs specified at 9.1 if:
- 9.5.1 the Managers have agreed to the costs or
 - 9.5.2 the Directors decide that the costs were properly incurred

10 Limit (Per Diem Lease Charges)

The maximum of charges which you incur for 30 days from and including the original redelivery date

11 Interest in Ship/Aircraft

G1:5 does not apply to this clause

A6 Property

1 We insure you for:

Physical loss of and damage to insured property arising from:

- 1.1 an accident including mechanical/electrical breakdown or malfunction
- 1.2 strikes riots & terrorist risks

2 We do not insure you under this clause for:

- 2.1 physical loss or damage arising from the following, unless this also causes loss of or damage to another part of the insured property or to other insured property:
 - 2.1.1 defects in design or manufacture
 - 2.1.2 wear and tear
 - 2.1.3 inherent vice or latent defect
 - 2.1.4 subsidence which is not sudden, unintended and unexpected
 - 2.1.5 normal settling, shrinking or expansion in buildings, structures or foundations
 - 2.1.6 atmospheric conditions (dampness, dryness, extremes or changes of temperature), condensation, fog or smog
 - 2.1.7 rot, spoilage, decay, decomposition or leakage
 - 2.1.8 insects, vermin or microorganisms
 - 2.1.9 computer, data processing or program error/breakdown
- 2.2 loss/damage arising from modifying, testing, erecting or dismantling insured property
- 2.3 war risks
- 2.4 insured property found to be missing on stocktaking, if you are unable to provide reasonable proof of the accident which caused the loss
- 2.5 loss/damage arising from order, nationalisation, embargo, quarantine, requisition, compulsory purchase by authority
- 2.6 fines (and other penalties)
- 2.7 theft, fraud, wrongful conversion or abstraction by you, your employee or your bailee whether or not in collusion with others or in the course of anyone's duties
- 2.8 loss/damage to buildings or structures which are:
 - 2.8.1 in the course of construction or
 - 2.8.2 unoccupied for more than 30 days unless 24 hour security is provided, or the building is within the port confines
- 2.9 loss of or damage to electronic recordings arising from electrical/magnetic interference - other than by lightning
- 2.10 loss of or damage to cargo
- 2.11 loss/damage arising from natural disasters, to the extent that compensation is available to uninsured parties under a government sponsored scheme

Qualifications

3 Declaration

- 3.1 You may add property which you have not previously declared, subject to notifying us within 28 days of acquisition, and to terms to be agreed
- 3.2 You will not reduce the insured value of any property during your account year
- 3.3 You will give us immediate notice of any change in location/working conditions which may increase the risk of a claim. If we do not agree to the increased risk, we will not be liable for resulting claims
- 3.4 A statement of value in your certificate reflects information which you have provided and is not binding on us for the purposes of 5-6 below

4 SR&T (Strikes Riots & Terrorist) Risks

- 4.1 We do not insure you for SR&T risks arising from war - including civil war, revolution, rebellion, insurrection and hostile act by/against a belligerent power
- 4.2 We do not insure you for SR&T risks which arise while your property is in a listed area
- 4.3 Subject to 4.4, the Managers may at any time:
 - 4.3.1 update the schedule of listed areas
 - 4.3.2 cease your insurance for SR&T risks entirely
- 4.4 In case of update or cesser as at 4.3 the Managers will notify you by Circular as at G2:41. The effective date will be at least seven days after the date of the Circular
- 4.5 Insurance for SR&T risks will automatically terminate on:
 - 4.5.1 hostile detonation of a nuclear weapon (anywhere - whether your property is involved or not)
 - 4.5.2 war (declared or not) between permanent members of the UN Security Council

5 Reimbursement: Loss & Damage

We will in no case pay more than the insured value. Subject to this, we will pay as follows:

- 5.1 *Damage*
 - 5.1.1 We will pay the cost of repair of the property unless you opt not to repair the property, when we will pay the indemnity value of the damaged part
 - 5.1.2 We will, in our discretion, pay reasonable costs of your own materials and labour not exceeding the market cost
 - 5.1.3 We will deduct the value of any part that you can use again
 - 5.1.4 We will not pay for temporary repairs, or for damage arising from use of property in a state of temporary repair, unless we have approved the temporary repair in advance
 - 5.1.5 You may commence permanent repairs immediately after notifying the Managers - provided you keep any damaged part for our inspection

5.2 *Actual Total Loss*

We will pay the insured value

5.3 *Constructive Total Loss (CTL)*

If the reasonable repair costs of damage sustained in one accident are estimated to exceed the insured value, we will pay the insured value as a CTL, less any salvage value

6 **Reimbursement: Special Cases**

We will in no case pay more than the insured value. Subject to this, we will pay as follows:

6.1 *Leased Property*

We will pay the value of the item which you are liable to pay under a lease

6.2 *Third Party Property*

We will pay the amount for which you are liable

6.3 *Tenants Improvements/Betterments*

If you make an improvement or betterment we will pay up to the indemnity value. We do not insure you in the case of improvement/betterment by others for your use

6.4 *Documents/Data*

6.4.1 *Film, tape, disc and electronic recording or storage media*

a. *if electronic data is restored or replaced*

we will pay the cost of restoring or replacing the media to its condition before the accident, including recreating and assembling data

b. *if electronic data is not (or cannot be) restored or replaced*

we will pay up to the cost of the media in unexposed or blank form

6.4.2 *Documents other than as at 6.4.1:*

We will pay up to the cost of blank material plus labour costs of restoration, transcription and copying

7 **Average**

If the market value of an item of property at the time of an accident is greater than the insured value, we will reduce reimbursement, calculated as at 5-6 above, by the percentage by which the insured value of the item is less than the market value. This paragraph (7):

7.1 applies only if the insured value is less than 80% of the market value of the item

7.2 applies separately to each item

7.3 does not apply to freight charges and labour costs

7.4 does not apply if the insured value is an agreed value

7.5 does not require us to pay more than the insured value for any item of property

8 **Storm Earthquake Flood SR&T**

An extended definition of *accident*, stated at G2:40, applies to storm,

earthquake, flood and strikes riots & terrorist risks

9 Public Authorities

- 9.1 We insure you for the additional cost of reinstatement of lost/damaged property solely to comply with a regulation, excluding:
- 9.1.1 loss/damage which occurred before the commencement of your insurance
 - 9.1.2 loss/damage in respect of which notice was served on you before the loss/damage occurred
 - 9.1.3 loss/damage in respect of undamaged property (or part of property). This exclusion does not apply:
 - a. to foundations (unless foundations are excluded elsewhere under your policy)
 - b. if compliance is required in order to ensure repair or reinstatement of damaged property
 - 9.1.4 rates, taxes, duties, charges and assessments arising from capital appreciation arising from compliance with the regulation.
- 9.2 The reinstatement must be completed with reasonable despatch, and in any case within twelve months from the loss/damage, unless the Managers otherwise agree

10 Debris Removal Costs

- 10.1 We insure you for the following costs in respect of insured property damaged as specified at 1 above:
- 10.1.1 debris removal from the site of the property, or immediately adjacent to it
 - 10.1.2 dismantling/demolishing the property
 - 10.1.3 shoring/propping up the property
 - 10.1.4 clearing drains/sewers
- 10.2 We do not insure you under this paragraph 10 for costs arising from pollution/contamination
- 10.3 We do not insure you under any other provision in your policy for costs specified at 10.1
- 10.4 Costs specified at 10.1 are in excess of the insured value of the property concerned (subject to G2:29.3)
- 10.5 We only insure you for costs specified at 10.1 if:
- 10.5.1 the Managers have agreed to the costs or
 - 10.5.2 the Directors decide that the costs were properly incurred

11 Interest in Ship/Aircraft

G1:5 does not apply to this clause

A7 Business Interruption: Insured Damage

1 We insure you for:

The following arising from an *accident* as defined at 3.1:

- 1.1 Loss of Profits
- 1.2 Increased Cost of Working

-
- 1.3 Costs of investigating or verifying a claim under this clause from your accounts or other information or evidence, including legal, survey, accountants and other professional fees (subject to A7:4)

2 We do not insure you under this clause for:

- 2.1 your liability for sales tax
- 2.2 war risks and strikes riots & terrorist risks arising from war - including civil war, revolution, rebellion, insurrection and hostile act by/against a belligerent power
- 2.3 cessation of work
- 2.4 risks arising directly or indirectly from subsidence unless this is sudden, unintended and unexpected
- 2.5 risks arising directly or indirectly from faulty repairs during the *indemnity period*. If there is a dispute on this point the burden is on you
- 2.6 increases in loss arising from suspension, lapse or cancellation of a lease, licence, contract or order unless arising directly from insured business interruption and then only to the extent that this affects gross earnings during the *indemnity period*
- 2.7 increases in loss arising from enforcement of a regulation relating to the use, reconstruction, repair or damage of an insured asset
- 2.8 loss of market

Qualifications

3 Definitions

- 3.1 *Accident* as at 1 above means an accident which results in a claim for loss of or damage to your insured handling equipment or insured property shown as covered for business interruption, which we pay, or which we would have paid except for an applicable deductible and which results in your (wholly/partly) being unable to provide your insured services
- 3.2 An extended definition of *accident*, stated at G2:40, applies to storm, earthquake, flood and strikes riots & terrorist risks
- 3.3 *Loss of Profits* as at 1.1 means loss of revenue during the *indemnity period* less:
- 3.3.1 savings from reduction in necessary expenses during the *indemnity period* as a result of an *accident*
- 3.3.2 revenue from re-located operations as a result of an *accident*
- 3.3.3 taxes saved in consequence of loss of revenue
- 3.3.4 reduction of loss which would have been made possible by complete/partial resumption of operation of the asset
- 3.4 *Increased Cost of Working* as at 1.2 means additional costs during the *indemnity period* solely to avoid/minimise loss of revenue:
- 3.4.1 not exceeding the potential loss being avoided/minimised
- 3.4.2 excluding costs in extinguishing a fire
- 3.5 *Revenue* means monies which you receive for providing insured services.

-
- We will take account of the previous experience of your operations and probable future experience if no loss/damage had occurred
- 3.6 *Deductible period* means the period of time following the accident, as stated in your certificate, during which we do not insure you under this clause
- 3.7 *Indemnity period* means:
- 3.7.1 the period during which *revenue* is affected, not exceeding 12 months from the termination of the *deductible period* (subject to 3.7.2)
- 3.7.2 in the case of loss/damage of media/records for electronic data processing or electronically controlled property or equipment, and data on these, where no other insured asset is lost/damaged, the *indemnity period* will not exceed 30 consecutive days from the termination of the *deductible period*
- 4 Costs**
- 4.1 We only insure you under 1.3 if:
- 4.1.1 the Managers have agreed to the costs or
- 4.1.2 the Directors decide that the costs were properly incurred
- 4.2 We do not insure you under any other provision in your policy for risks specified at 1.3
- 5 Change of Risk**
- 5.1 Without prejudice to G2:32 you will give the Managers immediate notice of any change to property or handling equipment available to you which may impact on a risk under this clause.
- 5.2 If the Managers do not agree the change in risk, we will not be liable for claims caused or increased by the change
- 6 On Account Payment**
- 6.1 We may at your request make payments on account during the *indemnity period* provided you produce sufficient evidence to allow us to estimate your loss
- 6.2 You will immediately repay to us payments on account if, for any reason, you have been overpaid or your claim turns out to be uninsured
- 7 SR&T (Strikes Riots & Terrorist) and Piracy Risks**
- 7.1 We do not insure you for SR&T or piracy risks which arise while your insured handling equipment or property is in a listed area
- 7.2 Subject to 7.3, the Managers may at any time:
- 7.2.1 update the schedule of listed areas
- 7.2.2 cease your insurance for SR&T and/or piracy risks entirely
- 7.3 In case of update or cesser as at 7.2 the Managers will notify you by Circular as at G2:41. The effective date will be at least seven days after the date of the Circular
- 7.4 Insurance for SR&T and piracy risks will automatically terminate on:
- 7.4.1 hostile detonation of a nuclear weapon (anywhere - whether your property is involved or not)
- 7.4.2 war (declared or not) between permanent members of the UN Security Council

8 Limits

Without prejudice to G2:29-30, your total claim will not exceed any limit which applies, regardless of the number of locations affected by business interruption arising from one *accident*

A8 Business Interruption: Berth Blockage

1 We insure you for:

The following arising from an *accident* as defined at 3.1:

- 1.1 Loss of Profits
- 1.2 Increased Cost of Working
- 1.3 Costs of investigating or verifying a claim under this clause from your accounts or other information or evidence, including legal, survey, accountants and other professional fees (Subject to A8:4)

2 We do not insure you under this clause for:

- 2.1 your liability for sales tax
- 2.2 war risks and strikes riots & terrorist risks arising from war - including civil war, revolution, rebellion, insurrection and hostile act by/against a belligerent power
- 2.3 cessation of work
- 2.4 risks arising directly or indirectly from subsidence unless this is sudden, unintended and unexpected
- 2.5 risks arising directly or indirectly from faulty repairs during the *indemnity period*. If there is a dispute on this point the burden is on you
- 2.6 increases in loss arising from suspension, lapse or cancellation of a lease, licence, contract or order unless arising directly from insured business interruption and then only to the extent that this affects gross earnings during the *indemnity period*
- 2.7 loss of market
- 2.8 risks arising from nationalisation, requisition or compulsory purchase by an authority of the insured berth or of access to it

Qualifications

3 Definitions

- 3.1 *Accident* as at 1.1 means an accident causing physical blockage as a result of which:
 - 3.1.1 ships are unable to gain access to your insured berth and
 - 3.1.2 you are unable (wholly/partly) to provide insured services
- 3.2 An extended definition of *accident*, stated at G2:40, applies to storm, earthquake, flood and strikes riots & terrorist risks
- 3.3 *Loss of Profits* as at 1.1 means loss of *revenue* during the *indemnity period* less:
 - 3.3.1 savings from reduction in necessary expenses during the *indemnity period* as a result of an *accident*
 - 3.3.2 *revenue* from re-located operations as a result of an *accident*

-
- 3.3.3 taxes saved in consequence of loss of *revenue*
- 3.3.4 reduction of loss which would have been made possible by complete/partial resumption of operation of the asset
- 3.4 *Increased Cost of Working* as at 1.2 means here additional costs during the *indemnity period* solely to avoid/minimise loss of *revenue*:
- 3.4.1 not exceeding the potential loss being avoided/minimised
- 3.4.2 excluding costs in extinguishing a fire
- 3.5 *Revenue* means monies which you receive for providing insured services. We will take account of the previous experience of your operations and probable future experience if no loss/damage had occurred
- 3.6 *Deductible period* means the period of time following the accident, as stated in your certificate, during which we do not insure you under this clause
- 3.7 *Indemnity period* means the period during which *revenue* is affected, not exceeding 12 months from the termination of the *deductible period*
- 4 Costs**
- 4.1 We only insure you under 1.3 if:
- 4.1.1 the Managers have agreed to the costs or
- 4.1.2 the Directors decide that the costs were properly incurred
- 4.2 We do not insure you under any other provision in your policy for risks specified at 1.3
- 5 Change of Risk & Loss Prevention**
- 5.1 Without prejudice to G2:32 you will give the Managers immediate notice of any change in a berth available to you which may impact on a risk under this clause.
- 5.2 If the Managers do not agree to the change in risk, we will not be liable for claims caused or increased by it
- 5.3 You will take all reasonable endeavours to:
- 5.3.1 prevent accidents
- 5.3.2 maintain any insured berth and its access in good working order
- 5.3.3 comply with regulations
- 5.4 You will allow the Managers to examine an insured berth and its access at any reasonable time
- 5.5 The Managers may give notice that your insurance is suspended until you comply with our reasonable requirements for safe operation
- 6 On Account Payment**
- 6.1 We may at your request make payments on account during the *indemnity period* provided you produce sufficient evidence to allow us to estimate your loss
- 6.2 You will immediately repay to us payments on account if, for any reason, you have been overpaid or your claim turns out to be uninsured
- 7 SR&T (Strikes Riots & Terrorist) Risks**
- 7.1 We do not insure you for SR&T risks which arise while your insured berth is in a listed area

-
- 7.2 Subject to 7.3, the Managers may at any time:
- 7.2.1 update the schedule of listed areas
 - 7.2.2 cease your insurance for SR&T risks entirely
- 7.3 In case of update or cesser as at 7.2 the Managers will notify you by Circular as at G2:41. The effective date will be at least seven days after the date of the Circular
- 7.4 Insurance for SR&T risks will automatically terminate on:
- 7.4.1 hostile detonation of a nuclear weapon (anywhere - whether your property is involved or not)
 - 7.4.2 war (declared or not) between permanent members of the UN Security Council

8 Limits

Without prejudice to G2:29-30, your total claim will not exceed any limit which applies, regardless of the number of locations affected by business interruption arising from one *accident*

A9 Tenants & Fire Legal Liabilities

1 We insure you for:

Your liability for physical destruction/damage of buildings which:

- 1.1 are leased to you and
- 1.2 you use in your insured services

2 We do not insure you under this clause:

- 2.1 where you have a contractual obligation to insure the building
- 2.2 for risks for which you are insured under any other insurance or for which you would have been insured except for an exclusion/qualification. We also do not insure you for any reduction in the amount recoverable from that other insurance because of:
 - 2.2.1 a deductible or limit of liability
 - 2.2.2 the existence of our insurance (directly or indirectly)

Qualifications

3 Contractual Liabilities

We only insure you for contractual liabilities to the extent that your liability does not exceed what it would have been without the contract

A10 North American Road Liabilities

1 We insure you for:

- 1.1 The liabilities stated at 1.2 below arising out of an accident on a public road in USA, Canada or Mexico and involving a chassis or trailer, or an intermodal shipping container carried on a chassis or trailer, for use on public roads which:
 - 1.1.1 you own, lease, maintain, manage or use or
 - 1.1.2 is used in a declared activity specified in your certificate

-
- 1.2 The following liabilities are insured as stated at 1.1 above, including resulting consequential loss:
- 1.2.1 for physical loss of and damage to and damage to third party property
- 1.2.2 for death, injury or illness of any third party
- 1.2.3 to indemnify a third party for its liability for:
- a. physical loss of and damage to third party property
- b. death, injury or illness of any third party except as at 1.2.3(c)
- c. death, injury or illness of your employee unless excluded at 2.1

2 We do not insure you under this Clause for liabilities:

- 2.1 for death, injury or illness of your employee, or your employee's spouse, child, parent or sibling arising out of or relating to employment by you of the employee - or contractual liability to compensate anyone in respect of this
- 2.2 arising from ownership, lease or operation by you (or your employee) of a road vehicle which is required to be licensed
- 2.3 arising from an accident involving a chassis/trailer attached to a road vehicle which is required to be licensed which you (or your employee) own, lease or operate
- 2.4 in respect of your equipment leased to someone else other than:
- 2.4.1 to your joint service partner for use in the joint service or
- 2.4.2 while interchanged to a motor carrier or used in a chassis pool in which you participate
- 2.5 in respect of your handling equipment used with your consent by someone else
- 2.6 which are contractual liabilities to compensate someone else for physical loss or damage to your owned/leased property
- 2.7 for accidents occurring:
- 2.7.1 before you accept the cargo for movement on to the insured chassis/trailer
- 2.7.2 after you move the cargo from the insured chassis/trailer to the place where you finally deliver it
- 2.8 arising from your product or any part of your product
- 2.9 arising from your work, after that work has been completed or abandoned. For the purposes of this paragraph (2.9) your work includes manufacture and remanufacture of chassis/trailers but excludes maintenance or repair of chassis/trailers by you
- 2.10 arising from:
- 2.10.1 transportation of pollutants as waste
- 2.10.2 release of gases, fumes or vapours within a building from materials brought there in connection with operations performed by you or on your behalf
- 2.10.3 investigation, clean up or removal of pollution
- This paragraph (2.10) will prevail in case of inconsistency with G1:1.2 or G1:3

-
- 2.11 to the extent that they are incurred/increased by your agreeing to hold harmless a transporter of chassis/trailers
- 2.12 for war risks

Qualifications

3 Scope of Insurance

We only insure you to the extent that liabilities are not insured under other insurances available to you and *other parties* besides the *domestic policy*

- 3.2 You will use your best endeavours to recover losses, and pursue indemnity against *other parties* (and their insurers)
- 3.3 This insurance:
- 3.3.1 does not insure *other parties*
- 3.3.2 is in excess of any sums recoverable from *other parties* (or their insurers)
- 3.3.3 is not automobile or excess automobile liability insurance
- 3.4 *Other parties* means parties other than you involved in the accident, and any owner, lessor, lessee, operator or user of the chassis/trailer (or motor vehicle towing it)

4 Domestic Policy

- 4.1 On your request we will provide you with a certificate of insurance evidencing a policy issued by an approved insurer in USA/Canada, insuring your liability as specified at 1 above (a *domestic policy*)
- 4.2 The *domestic policy* is subject to:
- 4.2.1 its terms
- 4.2.2 a limit each accident equal to the minimum insurance requirements for each person and under the law of the state, province or other jurisdiction for which the policy is issued, not to exceed the limits specified in your certificate
- 4.2.3 a retained amount of USD 1 million each accident or the limits of the *domestic policy*, whichever is the less
- 4.3 The limits at 4.2 are not in addition to your limit with us. The total of your limits under the *domestic policy*, and under your insurance with us will therefore not exceed your limit for claims under this clause
- 4.4 You will be a joint assured together with us under the *domestic policy*, but will not:
- 4.4.1 be responsible for payment of premium to the domestic underwriter
- 4.4.2 exercise any right to cancel the policy
- 4.4.3 be responsible for the retained amount unless otherwise stated in your certificate

5 Uniform Intermodal Interchange & Facilities Access Agreement

It is a condition precedent that the Uniform Intermodal Interchange and Facilities Access Agreement (UIIA), or other similar equipment interchange or lease agreement which the Managers have approved, remain in effect

and in good standing at all times during your period of insurance

6 Limit of Liability

In the event that it is held in any court or tribunal that anyone, other than the assured or a named joint assured, is entitled to be insured under this insurance, then the limit of liability for this insurance for such a person will not exceed the lesser of the minimum insurance requirements under the applicable law and the limit stated in your policy

A11 Carrying Equipment

1 We insure you for:

- 1.1 Physical loss of and damage to insured carrying equipment arising from:
 - 1.1.1 an accident
 - 1.1.2 war risks on board, strikes riots & terrorist risks or piracy risks
 - 1.1.3 war risks on land
- 1.2 Your liability for general average and salvage contributions in respect of insured carrying equipment (including war/strikes riots & terrorist risks and piracy)

2 We do not insure you under this clause for:

- 2.1 physical loss or damage arising from:
 - 2.1.1 defects in design/manufacture
 - 2.1.2 wear and tear
 - 2.1.3 mechanical/electrical breakdown or malfunction
 - 2.1.4 equipment found to be missing on stocktaking, if you are unable to provide reasonable proof of the accident which caused the loss
- 2.2 loss/damage to lights, winding handles, tyres/wheels of a chassis/trailer unless due to loss of the chassis/trailer or to an accident also damaging another part of the chassis/trailer
- 2.3 risks:
 - 2.3.1 while the equipment is leased to someone else
 - 2.3.2 after you cease to have an interest in the equipment
- 2.4 loss/damage - except actual total loss - to equipment valued as at 7 below at less than:
 - 2.4.1 USD 5000: reefer/tank container; reefer/tank trailer; rail wagon
 - 2.4.2 USD 3000: trailer (except as specified at 2.4.1)
 - 2.4.3 USD 1000: all other carrying equipment

Qualifications

3 Declaration

- 3.1 You will show in your declaration the number of items - and aggregate insured value on the adjustment date - of each type of carrying equipment
- 3.2 You will not reduce the insured value of any item during your account year

4 **Container Stowage & Securing System**

The Directors may reduce or reject a claim arising from container stowage on a ship which you own or charter to the extent that the claim is incurred or increased by:

- 4.1 your failure to adhere to the relevant provisions of the SOLAS Convention, IMDG Code or any other IMO Code or
- 4.2 a stowage/securing system which is deficient unless:
 - 4.2.1 the system:
 - a. complies with classification society recommendations or
 - b. has been approved by an organisation which the Managers have approved or
 - 4.2.2 you have taken other reasonable measures to ensure the system was appropriate

5 **War Risks**

We do not insure you for war risks arising from:

- 5.1 hostile detonation of a nuclear weapon
- 5.2 war (declared or not) between permanent members of the UN Security Council
- 5.3 seizure by an authority of your country
- 5.4 seizure under any customs or quarantine regulation
- 5.5 ordinary judicial process, failure to pay a fine/penalty or provide security or any financial cause

6 **War, Strikes Riots & Terrorist (SR&T) and Piracy Risks**

- 6.1 Insurance for war, SR&T and piracy risks will automatically cease on:
 - 6.1.1 hostile detonation of a nuclear weapon (anywhere - whether your equipment is involved or not)
 - 6.1.2 war as at 5.2
- 6.2 We do not insure you for war, SR&T or piracy risks which arise while your insured carrying equipment is in a listed area
- 6.3 Subject to 6.4, the Managers may at any time:
 - 6.3.1 update the schedule of listed areas
 - 6.3.2 cease your insurance for war, SR&T or piracy risks entirely
- 6.4 In case of update or cesser as at 6.3 the Managers will notify you by Circular as at G2:41. The effective date will be at least seven days after the date of the Circular

7 **Amounts Recoverable**

Amounts recoverable from us will not exceed:

- 7.1 Owned equipment:
 - 7.1.1 Loss: insured value at time of loss
 - 7.1.2 Damage: reasonable repair costs - not exceeding insured value

7.2 *Leased equipment:*

7.2.1 *Loss:* amount payable under lease - or insured value if no amount specified

7.2.2 *Damage:* reasonable repair costs - not exceeding amount payable under lease

8 Constructive Total Loss (CTL)

If the reasonable repair costs of damage sustained in one accident are estimated to exceed the applicable amount specified at 7 above, we will pay this amount as a CTL, less any salvage value

9 Interest in Ship/Aircraft

G1:5 does not apply to this clause

10 Storm Earthquake Flood SR&T

An extended definition of accident, stated at G2:40, applies to storm, earthquake, flood and strikes riots & terrorist risks

A12 Medical Payments

1 We insure you for:

1.1 Reasonable medical expenses as at 1.2 as a result of injury arising from an accident:

1.1.1 on premises which you own or rent - or ways next to premises which you own or rent and

1.1.2 arising from your operations

1.2 The following costs arising as at 1.1:

1.2.1 first aid administered at the time of an accident

1.2.2 necessary medical, surgery, x-ray and dental services, including prosthetic devices and ambulance, hospital, professional nursing and funeral services

2 We do not insure you under this clause for expenses for injury:

2.1 to any assured or joint assured

2.2 to anyone hired to do work for (or on behalf of) you or your tenant

2.3 to anyone injured on that part of your owned or rented premises which the person normally occupies

2.4 to anyone if benefits are payable under workers compensation, disability benefits or similar law whether or not the person is your employee

2.5 to anyone injured taking part in recreational activities

2.6 excluded under N3:2

2.7 due to war (declared or not) or any act incident to war - including civil war, insurrection, rebellion and revolution

Qualifications

3 No Fault

We will make payments as specified at 1 above regardless of fault

4 Injuries Off Premises

We insure injuries occurring off premises which you own or rent only if:

- 4.1 the accident takes place in the coverage territory and during the period of insurance and
- 4.2 the expenses are incurred and reported to us within one year of the accident and
- 4.3 the injured person submits to examination (at our expense) by physicians of our choice as often as we require

A13 Business Interruption (UKP)

1 We insure you for:

The following arising from an *accident* as defined at 3.1:

- 1.1 Loss of Profits
- 1.2 Increased Cost of Working
- 1.3 Costs of investigating or verifying a claim under this clause from your accounts or other information or evidence, including legal, survey, accountants and other professional fees. (Subject to A13:6.)

2 We do *not* insure you under this clause for:

- 2.1 your liability for sales tax
- 2.2 war risks and strikes riots & terrorist risks arising from war - including civil war, revolution, rebellion, insurrection and hostile act by/against a belligerent power
- 2.3 cessation of work
- 2.4 risks arising directly or indirectly from subsidence unless this is sudden, unintended and unexpected
- 2.5 risks arising directly or indirectly from faulty repairs during the *indemnity period*. If there is a dispute on this point the burden is on you
- 2.6 increases in loss arising from suspension, lapse or cancellation of a lease, licence, contract or order unless arising directly from insured business interruption and then only to the extent that this affects gross earnings during the *indemnity period*
- 2.7 increases in loss arising from enforcement of a regulation relating to the use, reconstruction, repair or damage of an insured asset
- 2.8 risks arising from nationalisation, requisition or compulsory purchase by an authority of an insured berth or of access to it
- 2.9 loss of market

Qualifications

3 Accident

Accident as at 1 above means an accident:

- 3.1 which results in a claim for loss of or damage to your insured handling equipment or insured property shown as covered for business interruption, which we pay, or which we would have paid except for an applicable deductible and which results in your (wholly/ partly) being unable to provide your insured services or
- 3.2 causing physical blockage as a result of which:
 - 3.2.1 ships are unable to gain access to your insured berth and
 - 3.2.2 you are unable (wholly/partly) to provide insured services or
- 3.3 causing damage to:
 - 3.3.1 property near insured property and preventing, hindering or denying access to, insured property (whether or not the insured property is itself lost/damaged).
 - 3.3.2 property which is operated by public supply undertakings as below from which you obtain electricity, gas or water, or receive telecommunication services:
 - a. electricity: generating/sub station
 - b. gas (including connected natural gas suppliers): land based premises
 - c. water: water works or pumping station
 - d. land based telecommunications: premises

4 Accident (Storm Earthquake Flood SR&T)

An extended definition of *accident*, stated at G2:40, applies to storm, earthquake, flood and strikes riots & terrorist risks

5 Definitions

- 5.1 *Loss of Profits* as at 1.1 means loss of *revenue* during the *indemnity period* less:
 - 5.1.1 savings from reduction in necessary expenses during the *indemnity period* as a result of an *accident*
 - 5.1.2 *revenue* from re-located operations as a result of an *accident*
 - 5.1.3 taxes saved in consequence of loss of *revenue*
 - 5.1.4 reduction of loss which would have been made possible by complete/partial resumption of operation of the insured asset
- 5.2 *Increased Cost of Working* as at 1.2 means additional costs during the *indemnity period* solely to avoid/minimise loss of *revenue*:
 - 5.2.1 not exceeding the potential loss being avoided/minimised
 - 5.2.2 excluding costs in extinguishing a fire
- 5.3 *Revenue* means monies which you receive for providing insured services. We will take account of the previous experience of your operations and probable future experience if no loss/damage had occurred
- 5.4 *Deductible period* means the period of time following the accident, as stated in your certificate, during which we do not insure you under this clause

5.5 *Indemnity period* means:

- 5.5.1 the period during which *revenue* is affected, not exceeding 24 months from the termination of the *deductible period* - unless otherwise stated in your certificate (subject to 5.5.2 & 5.5.3)
- 5.5.2 in the case of loss/damage of media/records for electronic data processing or electronically controlled equipment, and data on these, where no other insured asset is lost/damaged, the *indemnity period* will not exceed 30 consecutive days from the termination of the deductible period
- 5.5.3 in the case of loss/damage arising from an *accident* as defined at 3.3 above, the *indemnity period* will not exceed 3 months from the termination of the *deductible period*

6 Costs

- 6.1 We only insure you under 1.3 if:
 - 6.1.1 the Managers have agreed the costs or
 - 6.1.2 the Directors decide that the costs were properly incurred
- 6.2 We do not insure you under any other provision in your policy for risks specified at 1.3

7 Change of Risk & Loss Prevention

- 7.1 Without prejudice to G2:32 you will give the Managers immediate notice of any change in the property, handling equipment or berths available to you which may impact on a risk under this clause.
- 7.2 If the Managers do not agree to the change in risk, we will not be liable for claims caused or increased by the change
- 7.3 You will take all reasonable endeavours to:
 - 7.3.1 prevent accidents at your insured berth
 - 7.3.2 maintain any insured berth and its access in good working order
 - 7.3.3 comply with regulations in respect of your insured berth
- 7.4 You will allow the Managers to examine an insured berth and its access at any reasonable time
- 7.5 The Managers may give notice that your insurance is suspended until you comply with our reasonable requirements for safe operation of your insured berth

8 On Account Payment

- 8.1 We may at your request make payments on account during the *indemnity period* provided you produce sufficient evidence to allow us to estimate your loss
- 8.2 You will immediately repay to us payments on account if, for any reason, you have been overpaid or your claim turns out to be uninsured

9 SR&T (Strikes Riots & Terrorist) and Piracy Risks

- 9.1 We do not insure you for SR&T or piracy risks which arise while your insured handling equipment, property or insured berth is in a listed area
- 9.2 Subject to 9.3, the Managers may at any time:
 - 9.2.1 update the schedule of listed areas
 - 9.2.2 cease your insurance for SR&T and/or piracy risks entirely

-
- 9.3 In case of update or cesser as at 9.2 the Managers will notify you by Circular as at G2:41. The effective date will be at least seven days after
- 9.4 Insurance for SR&T and piracy risks will automatically terminate on:
- 9.4.1 hostile detonation of a nuclear weapon (anywhere - whether your property is involved or not)
- 9.4.2. war (declared or not) between permanent members of the UN Security Council

10 Limit

Without prejudice to G2:29-30, your total claim will not exceed any limit which applies, regardless of the number of locations affected by business interruption arising from one *accident*

General Provisions



G1 General Exclusions

G1 applies to your entire policy - unless otherwise stated

1 General Exclusions

We do not insure you for risks arising from, or to the extent that a risk is increased by:

- 1.1 **Radioactive/nuclear risks**
- 1.2 **Landfill, operation/use of dump site or disposal of waste** which you perform or permit other than carriage, handling or storage of cargo prior to its disposal as waste
- 1.4 **Your failure to pay your debts**
- 1.5 **Your insolvency**
- 1.6 **Your involvement in illegal trade** - about which you knew or reasonably should have known
- 1.7 **Your intentional/reckless conduct**
- 1.8 **Punitive, exemplary or multiple damages** - against you or anyone for whose conduct you are liable
- 1.9 **Your waiving your rights of recourse** - or where you have previously contracted to waive these rights
- 1.10 **Your management/operation of an airport** - or area/building where aircraft land or manoeuvre or are housed, maintained or repaired
- 1.11 **Asbestos**
- 1.12 **Chemical, biological, bio-chemical or electromagnetic weapons**
- 1.13 **Cyber attack**
- 1.14 **Products liability**
- 1.15 **Building/construction works** on or to land or insured property which you own, lease or occupy, during the period such works are carried out
- 1.16 **Erosion/subsidence** whether or not to your own land or property

2 Liability Exclusions

We do not insure you for liabilities, whether arising directly or by way of indemnity or guarantee, to the extent that they are:

- 2.1 incurred or increased under a provision in a contract:
 - 2.1.1 that you incur liability without fault or negligence or
 - 2.1.2 which, at the time the contract was agreed, could not reasonably have been complied with
- 2.2 incurred under a national law or international convention as a result of a declaration of value or a declaration of special interest in delivery or some other measure which you accept and which increases the compensation otherwise payable under the national law or international convention.
- 2.3 liquidated damages

3 Pollution

We do not insure you for risks arising from pollution or clean-up costs of any type however caused, including liabilities to others, fines, and whether or not under international convention, unless:

- 3.1 the risk arises from an accident which occurred within your period of insurance and
- 3.2 the claim is made against you within one year from the accident and
- 3.3 the pollution is sudden, unintended and unexpected and
- 3.4 you are aware of the pollution within one week of the first occurrence - unless arising from cargo not in your possession

4 Sanctions

- 4.1 We do not insure you and we will not be liable to pay any claim or provide any benefit (including any refund of premium or any other sum) to the extent that the provision of the cover or benefit, or payment of the claim or provision would or might subject us (or our insurers/reinsurers or financial institutions) to the imposition of sanctions under, or would be in violation of, any economic, trade, financial or related sanctions or embargoes:
 - 4.1.1 administered/enforced by the US Department of the Treasury Office of Foreign Assets Control (OFAC) the US Department of State or any other department or agency of the US government or
 - 4.1.2 imposed pursuant to:
 - a. United Kingdom law
 - b. United Nations resolutions or
 - c. laws, rules, regulations, orders, decisions, directives, or common positions of the European Union (EU) or of any EU member state or
 - d. equivalent legislation imposed by any other national or international body.
- 4.2 Without prejudice to 4.1 above, we will have no liability under or in respect of any certificates or other evidences of insurance certifying or evidencing coverage for any transaction, shipment, or claim in violation of, or sanctionable under, any of the sanctions or embargoes specified at 4.1. Such certificates and other evidences of insurances will not be binding on us or provide proof of insurance cover in respect of any such transaction, shipment or claim.
- 4.3 Without prejudice to any other provisions in your policy, the Directors may in their discretion give you notice that your insurance will cease immediately if you have exposed or will expose us (or our insurers/reinsurers or financial institutions) to a risk of being or becoming subject to any sanctions or embargoes specified at 4.1, or to any adverse action by a competent authority or government in respect of any sanctions or embargoes specified at 4.1.

5 Interest in Ship/Aircraft

- 5.1 Where you have an interest in a ship/aircraft, we do not insure you for any risk arising while cargo or carrying equipment (whether or not you contract to provide insured services in respect of it):

-
- 5.1.1 is on, or is being loaded on to or unloaded from the ship/aircraft
 - 5.1.2 is being handled in the port or airport area in furtherance of loading, carriage or discharge
 - 5.2 We do not insure you for breach of warranty for berth/port safety
 - 5.3 You have an interest in a ship/aircraft if you own or operate it, or charter it except as stated at 5.4
 - 5.4 You do not have an interest in a ship/aircraft for the purposes of this paragraph if:
 - 5.4.1 You charter the ship under a slot or space charter and you contract with the ship operator on terms which are no more adverse than Hague-Visby Rules or any compulsorily applicable transport law or convention
 - 5.4.2 You charter the aircraft and:
 - a. you do not manage, navigate or operate the aircraft and
 - b. you contract with the aircraft operator on terms which are no more adverse than the Warsaw/Montreal Convention or any compulsorily applicable transport law or convention and
 - c. you do not load or unload the aircraft

6 Liens

We do not insure you for any risk arising from the application of a lien, unless the risk is incurred in mitigation of an insured claim and the Managers have agreed in advance to its being incurred

7 Communicable Disease

- 7.1 In the event that the World Health Organisation (WHO) has determined an outbreak of a *communicable disease* to be a Public Health Emergency of International Concern (*a declared communicable disease*), no coverage will be provided under your insurance for any risk directly arising from any transmission or alleged transmission of the *declared communicable disease*
- 7.2 The exclusion at 7.1 will not apply to your cover where the risk directly arises from an identified instance of a transmission of a *declared communicable disease* and you prove that the identified instance took place before the date of determination by the WHO of the *declared communicable disease*
- 7.3 However even if the requirements of 7.2 are met, no coverage will be provided for any:
 - 7.3.1 liability or costs to indemnify, clean up, detoxify, remove, monitor, or test for the *declared communicable disease*, whether the measures are preventative or remedial
 - 7.3.2 risk arising out of any loss of revenue, loss of hire, business interruption, loss of market, delay or any indirect financial loss, howsoever described, as a result of the *declared communicable disease*
 - 7.3.3 risk caused by or arising out of fear of or the threat of the *declared communicable disease*

-
- 7.4 For the purposes of this paragraph (7), *communicable disease* means any disease, known or unknown, which can be transmitted by means of any substance or agent from any organism to another organism where:
- 7.4.1 the substance or agent includes a virus, bacterium, parasite or other organism or any variation or mutation of any of the foregoing, whether deemed living or not, and
- 7.4.2 the method of transmission, whether direct or indirect, includes human touch or contact, airborne transmission, bodily fluid transmission, transmission to or from or via any solid object or surface or liquid or gas, and
- 7.4.3 the disease, substance or agent may, acting alone or in conjunction with other co-morbidities, conditions, genetic susceptibilities, or with the human immune system, cause death, illness or bodily harm or temporarily or permanently impair human physical or mental health or adversely affect the value of or safe use of property of any kind
- 7.5 This paragraph (7) does not cover any risk for which you would not have been insured had the paragraph not been included. This paragraph is subject to G2:44

G2 General Terms

G2 applies to your entire policy - unless otherwise stated

1 Abandonment

There will be no abandonment to us of any property

2 Assignment

- 2.1 You will not assign your insurance (or any interest under it) unless and to the extent that the Managers agree
- 2.2 Any purported assignment which is made without the Managers' agreement (or which does not comply with any terms which the Managers require) will be void
- 2.3 We may, in settling a claim presented by an assignee, retain an amount which the Managers in their discretion estimate as sufficient to discharge the assignor's liabilities to us which:
- 2.3.1 are in existence at the time of the assignment or
- 2.3.2 have arisen later or
- 2.3.3 the Managers believe will arise later
- 2.4 We may retain an amount as at 2.3 whether or not retention is stipulated as a term of the Managers' agreement to the assignment

3 Assured and Joint Assureds

- 3.1 There is only one assured under each policy as designated in the certificate. Anyone else insured under the same policy is a joint assured
- 3.2 If anyone becomes a joint assured only by virtue of a contractual term, cover will be limited to the terms specifically contained in the contract, provided that cover will not in any event exceed the extent of the cover contained in your policy

4 Audit

- 4.1 The Managers may examine your books and records at any time during your insurance, and for three years afterwards, as far as they relate to your insurance (without prejudice to 31 below)
- 4.2 If you fail to cooperate with the Managers as at 4.1 we may avoid the insurance

5 Benefit of the Insurance

We do not intend to confer any benefit of this insurance on any third party not specifically identified in the certificate and to this extent the UK Contracts (Rights of Third Parties) Act 1999 and any amending legislation is excluded

6 Brokers

Your insurance broker:

- 6.1 is your agent, not ours and
- 6.2 has no authority to issue or confirm policies on our behalf to anyone

7 Cancellation: Cause

- 7.1 If we do not receive an amount due or declaration from you in due time the Managers may (in addition to our rights specified at 12 & 27 below) give notice requiring you to pay (or make the declaration) by a specified date within not less than seven days from the date the notice is served
- 7.2 If we do not receive full payment (or the declaration) by the date specified at 7.1, your insurance for the relevant account year is cancelled immediately and without further formality
- 7.3 If the insurance has previously ceased under 9 below, these paragraphs 7 and 8 below will supersede 10 below

8 Cancellation: Effect

- 8.1 In the event of cancellation as at 7 above below, you remain liable for amounts due from you to us - whether levied before or after cancellation
- 8.1.1 If premium is a lump sum or deposit subject to a minimum - you will pay the lump sum or minimum premium in full - if already paid no part will be repayable
- 8.1.2 Otherwise than at 8.1.1 - premium will be calculated pro rata up to cancellation
- 8.2 We cease to be liable for claims in respect of accidents occurring during the relevant account year which are unpaid at the date of cancellation. This applies whether we have admitted responsibility or appointed a lawyer, surveyor or other expert - or not
- 8.3 The Directors may admit claims excluded as at 8.2 on terms in their discretion
- 8.4 If we receive the amount due (or declaration) after cancellation, the Managers in their discretion may reinstate the insurance - but you will not be insured, unless the Directors in their discretion decide otherwise, for claims arising out of accidents occurring between the date of cancellation and the date of reinstatement

-
- 8.5 To the extent this paragraph and the following paragraph are construed as creating a warranty, section 10 of the UK Insurance Act 2015 (or as amended) does not apply. Accordingly, you will not be able to avail yourself of the defence that you have remedied the breach under this paragraph (8)

9 Cesser: Cause

- 9.1 We immediately cease to insure you on:
- 9.1.1 your winding up/bankruptcy, unless the Directors in their discretion decide otherwise
 - 9.1.2 termination of your insured services
 - 9.1.3 your ceasing to have an insurable interest in the subject matter of the insurance
 - 9.1.4 your death or mental incapacity - in the case of an individual
 - 9.1.5 failure to agree a change in terms on a review date or expiry of a continuation period as at 34.3 below
- 9.2 The Directors may give you notice that your insurance will cease:
- 9.2.1 immediately if you have exposed us to a risk in respect of sanctions or embargoes as at G1:4.3
 - 9.2.2 in any case not less than 30 days from the date on which notice is given
- 9.3 The Managers may give you notice that your insurance will cease:
- 9.3.1 on a review date not later than one month in advance as at 34.1 below
 - 9.3.2 within 30 days if you fail to comply with the conditions in respect of surveys as at 43.2 below

10 Cesser: Effect

- 10.1 This paragraph (10) applies where we cease to insure you as stated at 9 above. For the avoidance of doubt, it does not apply if your cover is cancelled as set out at 7 and 8 above
- 10.2 You remain liable for amounts due from you to us - whether levied before or after cessation
- 10.3 We remain liable for claims arising from accidents on or before the date of cessation
- 10.4 Unless 10.5 applies, we will calculate refund of premium pro rata up to cessation
- 10.5 In the following cases you will be liable for any lump sum or minimum premium in full:
- 10.5.1 We cease to insure you under 9.1.1 (winding up/bankruptcy)
 - 10.5.2 We cease to insure you under any other subparagraph at 9 and:
 - a. there is a claim on your policy during the account year in which cesser occurs or
 - b. you know or reasonably should have known on the date of cesser of an accident likely to result in a claim during the account year in which cesser occurs
- 10.6 We will not reimburse any premium under 9.1.3 if you cease to have an insurable interest in an item of insured equipment or property solely because the item has been lost or damaged, and not repaired or replaced,

as the result of an insured accident

11 Claims for Amounts Due

You will claim (in writing) amounts due to you from us (including repayment of premium) within six months from the end of the account year to which the claim relates - otherwise your claim is absolutely barred. This paragraph does not apply to the presentation of claims for reimbursement where G3.3 applies

12 Claims Held

If we do not receive an amount due or declaration from you in due time we may withhold any payments due from us to you until the amount due or declaration is received

13 Confirmation of Insurance

If you request us to confirm insurance to someone else, our confirmation:

- 13.1 is only for information
- 13.2 confers no rights on the person to whom we make it
- 13.3 does not extend or amend the insurance

14 Continuous Contract

Every insurance is a continuous contract and terms continue unchanged from one year to the next - unless otherwise agreed, and subject to 7-10 above and 34 below

- 14.1 This is not affected by the issue of subsequent policies
- 14.2 Policies apply from 0000 GMT on the commencement date specified in the certificate - unless another time is specified in your certificate

15 Currency

If we pay a claim in a currency other than the Member currency, we will convert limits of liability and deductibles from the Member currency at the rate prevailing:

- 15.1 in respect of claims for physical loss or damage to assets, or business interruption: on the date of the loss
- 15.2 in respect of claims other than as defined at 15.1: on the date on which you or we made payment

16 Deductibles

- 16.1 Deductibles are specified in your certificate
- 16.2 Except as specified at 16.3/16.4, if there is more than one deductible for claims arising from the same accident only the highest one will apply
- 16.3 In the case of two or more of the following types of claim arising from the same accident a separate deductible will apply to each type of claim. (The highest deductible will apply, as at 16.2, if there is more than one deductible for any one of the following types of claim)
 - a. insured assets
 - b. business interruption
 - c. any other claim
- 16.4 Where the risks are under different covers, we will apply a separate deductible to each cover

-
- 16.5 Where a deductible applies to a claim, we will reduce the claim by subtracting the deductible, and pay the claim, as reduced, subject to any applicable limit
- 16.6 Claims for investigation and defence costs are subject to a nil deductible

17 Discretion

- 17.1 Discretions, powers and duties in respect of your insurance may be exercisable by, or delegated to, us, the Directors or the Managers
- 17.2 We, the Directors and the Managers:
- 17.2.1 may exercise, or refrain from exercising, any power or duty under the policy in our/their absolute discretion
- 17.2.2 will be the sole judge of the issues on which the discretion is based and this judgment will be final and binding
- 17.2.3 are under no obligation to disclose the reasons for the exercise of a discretion or to follow any particular procedure in exercising it
- 17.3 No act, omission or delay in enforcing the terms of your insurance will affect our rights and remedies under your policy and no waiver of a breach by you of the terms of your insurance will operate as a waiver of any subsequent breach. We may at all times and without notice insist on strict enforcement of the terms of your insurance

18 Documentation

In policy documentation:

- 18.1 Singular words include the plural - and vice versa
- 18.2 Words representing persons, eg anyone, another person, someone else, also include companies and associations
- 18.3 Capitals, italics, bold type and variable font sizes are used for clarity or emphasis, but are not relevant to the interpretation of the insurance
- 18.4 With the exception stated at 18.5, text is underlined in these wordings, for guidance only, to indicate that a word or phrase is included at Y1
- 18.5 "You", "your", "we", "us", and "our", are defined at Y1. These meanings are consistent throughout our documentation and the words are not underlined in the text

19 Double (Other) Insurance

If we and another insurer(s) insure you for the same risk, we will exclude any claim to the extent that it is recoverable from the other insurer(s), or would be recoverable except for an other insurance term. This will in no way reduce the limit applicable under our insurance in excess of the limits provided by the other insurer(s). This paragraph (19) applies with equal force to costs, including investigation and defence

20 Employees

- 20.1 Without prejudice to the definition of *you* at Y1, we insure your employees for risks for which you would have been insured if you had incurred the risk, but only:
- 20.1.1 in connection with your insured services and
- 20.1.2 while performing duties within the scope of their employment for the purpose of providing your insured services

20.2 With the exception of your liability to your employee for loss of or damage to the employee's property, we do not insure your employee, or anyone defined as *you* at Y1, for liabilities to you or to your employee (or to your other employee)

21 English Language

If we issue a version of any part of your policy in a language other than English, this is for guidance only. The English version will take precedence in the event of any dispute or possible inconsistency

22 Eurozone

22.1 Where an amount in your policy is expressed in Euro, this indicates a choice of currency of the Eurozone as a whole, not of any member state within the Eurozone. In the event of any replacement of the Euro, introduction of a new currency, currency re-denomination or fixing of conversion rates by a member state, whether consequent on a withdrawal from the Eurozone or otherwise, we will deem any amounts expressed in Euro to be convertible into GBP at the pre-existing Eurozone rate. Any dispute as to the currency of this insurance contract shall be resolved exclusively by reference to the governing law of this contract as specified at 28 below

22.2 Where it is necessary to identify a place of performance of the obligations in your policy, including in order to resolve any dispute as to the currency of the contract or as to jurisdiction, the place of performance is England

23 Fraudulent Claims

23.1 If you, or anyone acting on your behalf, makes a claim or seeks to obtain any benefit under your insurance which you know, or should have known, is fraudulent, we:

23.1.1 will not be liable to pay any part of the claim

23.1.2 may recover from you any sums which we have already paid in respect of the claim

23.1.3 may by notice cancel your insurance from the time of the fraudulent act

23.2 If we exercise our right under 23.1.3

23.2.1 we will not be liable for any claim or loss occurring after the time of the fraudulent act

23.2.2 we will not return any premium

23.2.3 you will pay in full any unpaid lump sum, deposit premium or instalment premium

24 Indemnity

Unless the Directors in their discretion decide otherwise we will indemnify you only after

24.1 you have discharged your liability to third parties or

24.2 total loss of your insured asset or

24.3 you have repaired your insured asset following partial loss or

24.4 we have agreed reimbursement where you have opted not to repair your insured asset following partial loss or

-
- 24.5 you have discharged your liabilities for losses or
24.6 you have paid costs

25 Insurance Act 2015

In the event that there is a conflict between the terms of your insurance and any compulsorily applicable provisions of the UK Insurance Act 2015 (or as amended), the provisions of the Act will prevail to the extent of the inconsistency. This paragraph (25) will not apply if and to the extent that we have opted out of the provisions of the Insurance Act 2015

26 Insured Services

- 26.1 We only insure you for risks arising from your insured services as listed on your certificate
- 26.2 We insure you for the following to the extent that they are solely in support of your insured services:
- 26.2.1 administration and sales/marketing activities
- 26.2.2 facilities for visitors at your insured location
- 26.3 26.2 above is subject to any exclusion elsewhere in your policy relating to liabilities to your employee

27 Interest

We may charge you interest on amounts due not received by the due date. The rate is determined by the Directors in accordance with para 4.2 Part E Section 1 of the Bye-Laws

28 Law & Jurisdiction

- 28.1 Our insurance, and any other contract between you and us, is subject to English law. Every insurance which we provide and the rights and obligations of you (or anyone else) and us arising out of or in connection with the insurance is subject to and will be construed in accordance with English law
- 28.2 The courts of England will have exclusive jurisdiction to hear, settle or determine any dispute, controversy or claim (including any non-contractual dispute, controversy or claim) arising out of or in connection with our insurance or other contract between you and us, including any question regarding its existence, validity, formation or termination. For these purposes, we and you irrevocably submit to the jurisdiction of the English courts
- 28.3 28.1-28.2 also apply to disputes involving:
- a. the Managers and Directors
- b. anyone acting on our, or the Managers' or the Directors', behalf

29 Limits Structure

- 29.1 Total reimbursement in respect of any claim or claims arising from one accident or series of accidents will not exceed any of the following as stated in your certificate:
- 29.1.1 your policy limit
- 29.1.2 any applicable:

-
- a. combined single limit
 - b. limit in the aggregate
 - c. other limit or sublimit
- 29.2 Total reimbursement in respect of a risk arising from a series of accidents arising from a cause or series of causes which are repeated, intermittent or continuous will not exceed the limit specified your certificate as applicable to a single accident
- 29.3 If the insured values of your insured asset in respect of which a claim arises exceed the applicable limit specified in your certificate, the limit specified in your certificate will prevail
- 29.4 Limits are applied collectively to the assured and any joint assureds
- 29.5 Where we agree in advance costs of recovery from a third party, the costs of this recovery action will be ignored for the purposes of calculating limits
- 29.6 A limit in the aggregate will be adjusted pro rata (up or down) in the case of an account year which lasts for more or less than 12 months

30 Limits where more than one Risk arises from one Accident

- 30.1 Where different limits are specified for different risks arising from the same accident, we will apply each limit to the part(s) of the claim for which it is specified. This paragraph is subject to G2:29
- 30.2 If there are aggregate limits under a clause and under a paragraph within the clause, claims under the paragraph will:
- 30.2.1 count towards the limit under the clause and
 - 30.2.2 not exceed the lesser of the unexhausted limit against:
 - a. the clause or
 - b. the paragraph

31 Loss Prevention

- 31.1 You will:
- 31.1.1 allow the Managers to inspect your insured assets
 - 31.1.2 comply with regulations applying to your insured equipment
 - 31.1.3 not habitually or intentionally overload your insured equipment - except for inspection/testing or to comply with regulations
 - 31.1.4 comply with regulations, and industry/national standards, relating to vertical tandem lifts
 - 31.1.5 maintain in good order, and use as appropriate, any protection provided for your insured assets
 - 31.1.6 use your best endeavours to avoid or reduce risks of a claim under your assets clause
 - 31.1.7 use your best endeavours to maintain your insured assets in accordance with manufacturers' recommendations and manuals
 - 31.1.8 comply with regulations relating to dangerous goods
 - 31.1.9 comply with regulations, and industry/national standards, relating to safety, security/anti-terrorism and people smuggling
 - 31.1.10 allow the Managers to inspect your operations

-
- 31.1.11 allow the Managers to have copies of your contracts
- 31.1.12 comply with the Managers' reasonable requirement to implement loss prevention measures
- 31.1.13 maintain a tracking system allowing the location of insured equipment to be ascertained at any time
- 31.2 If you do not comply as at 31.1:
- 31.2.1 we may inform you, with at least 30 days notice, that your insurance is wholly or partly suspended until you do
- 31.2.2 the Directors may in their discretion reduce or reject a claim which results wholly or partly from the failure to comply
- 32 Material Information**
- 32.1 Prior to entering a contract of insurance with us or to varying any contract of insurance with us, you will comply with the duty of fair presentation as set out in Sections 2-3 of the UK Insurance Act 2015 (or as amended). In the event that you breach the duty of fair presentation, we will be entitled to the remedies set out in Section 8 and Schedule 1 of the Act
- 32.2 We will also be entitled to the remedies as set out in Section 8 and Schedule 1 of the Act if you fail to inform the Managers of any material change in the information provided to us as at 32.1 which occurs during your period of insurance
- 33 Mutual Premium**
- The price for your insurance is a mutual premium - unless the Managers agree that it will be a fixed premium, or a combination of the two
- 34 Notice**
- 34.1 Not later than one month in advance of the review date the Managers may give the assured, or the assured may give the Managers - notice that on the review date:
- 34.1.1 a change in terms may be required or
- 34.1.2 the insurance will cease
- 34.2 If notice is given as at 34.1.1 and no change is agreed by the review date:
- 34.2.1 the Managers may agree a continuation period - subject to agreed terms
- 34.2.2 changes agreed during the continuation period will apply retrospectively from the review date - or as otherwise agreed
- 34.3 Your insurance will cease automatically:
- 34.3.1 on the review date if no change or continuation period is agreed
- 34.3.2 on expiry of a continuation period if no change is agreed
- 35 Overlapping Risks & Insured Services**
- 35.1 Where we appear to insure a risk under more than one paragraph, we will insure it only under, and in accordance with, the paragraph which relates most directly to it
- 35.2 An express exclusion or qualification of a risk in one paragraph in your

-
- policy (whether or not by Additional Term & Condition) will override an inclusion or reference elsewhere in your policy
- 35.3 If we specifically exclude a risk in your policy, we do not insure you for it - even if the risk also arises in the course of your insured services
- 36 Paperless Trading**
We insure you, subject to all other terms of your policy, for risks arising from your participation in any system of paperless trading/documentation approved by the Managers
- 37 Period of Insurance (Accident based Insurance)**
Our insurance is accident based. One effect of this is that we only insure you for risks arising from accidents which occur during your period of insurance with us as specified in your certificate
- 38 Premium Calculation**
- 38.1 Premium may be:
- 38.1.1 a lump sum
- 38.1.2 a deposit - which may be subject to a minimum and adjusted by an adjustment rate
- 38.1.3 determined by applying an adjustment rate
- 38.1.4 any combination of the above
- 38.2 If we calculate your premium by applying an adjustment rate you will provide the Managers with a declaration within 28 days after the adjustment date, to allow the premium to be calculated
- 39 Reduction of Claims**
We will reduce claims by:
- 39.1 amounts which you receive or to which you are entitled by way of salvage
- 39.2 your interest in any residual value in an insured asset
- 40 Scope of Accident**
The Definition of accident at Y1 is qualified in respect of storm, earthquake, flood and strikes riots & terrorist risks arising under Carrying Equipment, Handling Equipment, Property and Business Interruption covers as set out below
- 40.1 The extent of an accident is limited to 72 consecutive hours if the cause of the loss/damage insured under the clauses listed above is one of the following (or if an accident includes one or more individual losses or damage arising from one or more of the following):
- 40.1.1 storm
- 40.1.2 earthquake/volcanic eruption
- 40.1.3 flood (subject also to the conditions at 40.3)
- 40.1.4 strikes riots & terrorist risks (in this case the accident is also limited to one city, town or village)
- 40.2 You may choose the date and time when the period of 72 hours specified at 40.1 commences and if any event lasts longer than 72 hours you may divide it into two accidents as long as:
- 40.2.1 no two periods overlap and

-
- 40.2.2 no period commences before your first recorded individual loss arising out of that event during your period of insurance and
- 40.2.3 neither of the periods lasts longer than 72 hours
- 40.3 In the case of flood, accident means, additionally, loss/damage, wherever occurring, arising between the movement of water into or over the insured asset and its receding, regardless of the time involved except that no accident will be deemed to:
- 40.3.1 start before your first recorded individual loss in that event occurring during your period of insurance nor
- 40.3.2 extend beyond 30 days after you cease to be insured

41 Service of Notices

- 41.1 We will serve notices required by your insurance in accordance with the Bye-Laws Part F:
- 41.1.1 by post, fax or e mail to the assured or its broker, at the postal or electronic address or fax number last recorded by the Managers
- 41.1.2 personally (on a director/officer in the case of a company)
- 41.2 Notice will be deemed served:
- 41.2.1 if sent by post - on the third day after posting, subject to 41.3
- 41.2.2 if sent by fax or e mail - on the date of transmission
- 41.3 A notice terminating insurance for war, strikes riots & terrorist or piracy risks will be deemed served on the day it is posted, collected by courier or sent by fax or e mail

42 Set Off

- 42.1 Set off will not be taken into account in assessing amounts due from you to us - including set off arising from winding up/bankruptcy - even if we have allowed set off in the past
- 42.2 We may set off any amounts due from you to us against amounts due from us to you - without prejudice to any other clause or paragraph in your insurance

43 Surveys

- 43.1 The Managers may require a survey of your premises, operations, equipment or insured ships at any reasonable time, whether before or after your insurance has commenced
- 43.2 We may, with at least 30 days notice, cease to insure you if:
- 43.2.1 you fail to comply with this requirement or
- 43.2.2 the results of the survey are, in the discretion of the Managers, unsatisfactory or
- 43.2.3 you fail to comply with the Managers' recommendations following a survey within a reasonable time

44 Terms

A term in your certificate which varies your policy will be subject to all other terms in your policy, except to the extent that it specifically varies them

45 Terrorism

If any term in your policy is inconsistent with compulsory terrorism insurance legislation, the compulsory legislation will prevail to the extent of this inconsistency

G3 Claims

G3 applies to your entire policy - unless otherwise stated

1 Notification

- 1.1 You will notify the Managers as at 1.2, and as directed in your certificate, of any accident likely to lead to a claim under your insurance and any claim made against you for which you are (or may be) insured
- 1.2 Notification as at 1.1 will be immediate, and in any case by the earliest of the following:
 - 1.2.1 in time for appropriate investigation, defence or mitigation - for example: by survey
 - 1.2.2 before terms are agreed for your next account year
 - 1.2.3 three months after the accident or claim as at 1.1

2 Obligation of Member

- In the event of an accident or claim as specified at 1 above you will:
- 2.1 use all reasonable endeavours to avoid/minimise the risk
 - 2.2 give prompt notice to a third party who may be responsible
 - 2.3 use all reasonable endeavours to obtain maximum recovery from a third party as at 2.2 and avoid time bars. You will fail to comply with this paragraph (2.3) if you fail to take measures because of the possibility of a counterclaim by the third party against you arising from the same accident, if we are prejudiced by this
 - 2.4 cooperate with the Managers:
 - 2.4.1 in the exercise of the powers specified at 7 below
 - 2.4.2 by promptly providing information/documentation and facilitating surveys
 - 2.4.3 by complying with the Managers' request to establish whether a claim arises from terrorism
 - 2.5 not admit liability or settle a claim without the Managers' prior agreement

3 Presentation of Claims

- Claims for reimbursement from us will be presented within one year from:
- 3.1 Claims for physical loss of an insured asset:
Date of loss
 - 3.2 Other claims, eg: liability or repair of an insured asset:
Date of payment

4 Proof of Loss

If you make a claim, you will if the Managers require, provide signed and sworn proof of your payment or loss and submit to examination on oath

5 **Directors Discretion**

The Directors may in their discretion reduce or reject your claim if you fail to comply with 1-4 above - and in that event you will return to us sums already reimbursed

6 **Distribution of Third Party Recoveries**

- 6.1 Amounts recovered from third parties in respect of a claim will be credited to us to the full extent of the amounts which we have paid out, including costs of making the recovery
- 6.2 Any balance will be credited to you to the extent of amounts which you have incurred (for example: deductibles)
- 6.3 Any excess will be distributed equitably between you and us - taking into account amounts paid/incurred and the relevant dates

7 **Powers of the Managers**

- 7.1 The Managers may, in respect of any claim or proceedings relating to a risk for which you are or may be insured:
 - 7.1.1 direct the conduct of the claim/proceedings
 - 7.1.2 settle, compromise or dispose of the claim/proceedings in their discretion
 - 7.1.3 at any time appoint - and discontinue the appointment of - lawyers, surveyors and others on your behalf, in connection with the claim/proceedings
- 7.2 The Managers may require from persons appointed as at 7.1.3 relevant advice, documents and information in their control:
 - 7.2.1 at any time - whether or not the appointment has been discontinued
 - 7.2.2 as if the persons were appointed to act and at all times had acted on our behalf
 - 7.2.3 notwithstanding legal or other privilege

8 **Death, Injury & Illness**

1-7 above apply also to claims for death, injury or illness for which we would or might have insured you, except for a deductible

G4 Reinsurance

G4 applies to Certificates of Reinsurance (or Retrocession) unless otherwise stated

1 **Structure**

- 1.1 The *reinsured insurer* insures the *primary assured*, under a *primary insurance* policy
- 1.2 We reinsure the *reinsured insurer*

2 **Certificate of Reinsurance**

We issue a certificate of reinsurance to the *reinsured insurer*

- 2.1 The certificate of reinsurance will specify the percentage which we reinsure and the terms of reinsurance
- 2.2 The certificate of reinsurance may also confer membership of the Association on the *reinsured insurer*

3 Premium

- 3.1 The *reinsured insurer* pays a mutual premium - as set out in the certificate of reinsurance
- 3.2 The *reinsured insurer* will receive return of premium or pay additional premium at the same percentage as the percentage which we usually pay to our assureds - taking into account any override, commission, brokerage and other fees and adjusted proportionately in respect of:
- 3.2.1 the period covered by the certificate of reinsurance
- 3.2.2 the percentage of the liability of the *reinsured insurer* which we reinsure
- 3.3 G2:33 does not apply to the *primary insurance* policy

4 More than One Reinsured Insurer

If there is more than one *reinsured insurer* under the certificate of reinsurance the *reinsured insurers* will be liable to us jointly, not severally, for any amounts due under the certificate of reinsurance

5 Underwriting & Claims Control

- 5.1 It is a condition precedent that the *reinsured insurer* will:
- 5.1.1 not exercise any of its powers, duties and discretions without the Managers' prior approval
- 5.1.2 comply with G3:1-3
- 5.2 We will control handling of claims likely to affect the reinsurance

6 Definitions

The following words will be interpreted as stated below

- 6.1 For the purpose of construing the primary insurance:
- | | | |
|----|--|--|
| a. | <i>we/us</i> | <i>the Reinsured Insurer</i> |
| b. | <i>you/the <u>assured</u></i> | <i>the Primary Assured</i> |
| c. | <i>the <u>Managers</u></i> | <i>the <u>Managers</u> for the time being of the Reinsured Insurer</i> |
| d. | <i><u>Certificate of Insurance</u></i> | <i><u>Certificate of Reinsurance</u></i> |
- 6.2 For the purpose of construing the reinsurance:
- | | | |
|----|--|--|
| a. | <i>we/us</i> | <i>the Reinsurer</i> |
| b. | <i>you/the <u>assured</u></i> | <i>the Reinsured Insurer</i> |
| c. | <i>the <u>Managers</u></i> | <i>as at Y1</i> |
| d. | <i><u>Certificate of Insurance</u></i> | <i><u>Certificate of Reinsurance</u></i> |
| e. | <i><u>Insurance</u></i> | <i><u>Reinsurance</u></i> |

7 Primary Insurance

The term *primary* is used in this clause solely to distinguish the insurance of the *primary assured* by the *reinsured insurer* and does not mean that the insurance is primary to any other insurance

Additional Interests



J1 Loss Payee

1 The Schedule identifies

Loss payees in respect of specified equipment, property or ships supplied or financed for use in the assured's insured services and the agreements under which the equipment, property or ships are supplied or financed

Qualifications

2 Payment

We will pay claims for physical loss of or damage to an item specified at 1 above:

- 2.1 to the order of the assured - unless and until we receive valid notice from the loss payee that the assured is in default under the agreement specified at 1 above
- 2.2 to the order of the loss payee on receipt of a notice as at 2.1

3 General Qualifications

- 3.1 We are not bound to pay as specified at 2.2:
 - 3.1.1 until the expiration of the next two business days after receipt of the notice
 - 3.1.2 if the Managers are not satisfied that the notice specified at 2.2 is valid
- 3.2 The assured/loss payee will clearly identify the equipment, property or ship involved which is the subject of the Loss Payee clause
- 3.3 If the claim results from an accident which also gives rise to another claim, any deductible or limit of liability will be apportioned pro rata

4 Cesser

A loss payee will cease to be a loss payee:

- 4.1 as specified in the Schedule
- 4.2 on expiry/termination of an agreement specified in the Schedule
- 4.3 on cancellation/cessation of the assured's insurance

5 Notice to Loss Payee

- 5.1 We will not agree to a request by the assured for cesser or reduction of insurance of an item without giving 15 days notice to the loss payee - except:
 - 5.1.1 as specified at G2:34.3 or
 - 5.1.2 due to war, strikes riots & terrorist and piracy risks
- 5.2 If we give the assured notice of cancellation of insurance for non payment of amounts due, we will not cancel without giving 15 days notice to the loss payee
- 5.3 We will serve notice to the loss payee:
 - 5.3.1 by post, fax or e mail to the loss payee or its broker, at the address or fax number last recorded by the Managers
 - 5.3.2 personally (on a director/officer in the case of a company)
- 5.4 We will deem notice served:
 - 5.4.1 if sent by post - on the third day after posting
 - 5.4.2 if sent by fax or e mail - on the date of transmission

J2 Loss Payee Joint Assured

1 The Schedule identifies

Loss payees in respect of equipment, property or ships supplied or financed for use in the assured's insured services and the agreements under which the equipment, property or ships are supplied or financed

2 We insure a Joint Assured:

in respect of its interest specified at 1 above and to the extent that we insure the assured (subject to 4 below) for:

- 2.1 liabilities arising from condition/use of an item specified at 1 above
- 2.2 physical loss of and damage to an item specified at 1 above
- 2.3 general average/salvage contributions in relation to an item specified at 1 above

Qualifications

3 Terms of Joint Assurance

3.1 A joint assured under this clause:

- 3.1.1 will be subject to G2:32 (material information)
- 3.1.2 is deemed to have appointed the assured (or applicant for insurance) as its agent for the purposes of this insurance, with whom we may deal exclusively

3.2 Insurance of a joint assured under this clause is subject to all the terms of the assured's insurance - as well as to terms relating to the joint assurance

4 Joint Assured's own Interest

We do not insure a joint assured under this clause for liabilities arising solely from the joint assured's own interest in the equipment, property or ships specified at 1 above

5 Payment

We will pay claims for physical loss of and damage to an item specified at 1 above:

- 5.1 to the order of the assured - unless and until we receive valid notice from the joint assured that the assured is in default under the agreement specified at 1 above
- 5.2 to the order of a joint assured as loss payee specified at 1 above - on receipt of notice as at 5.1

6 Relationship of Insureds*

- 6.1 If the assured's insurance ceases or is cancelled we will cease or cancel the insurance of all insureds* at the same time
- 6.2 We do not insure any insured* for its liability to any other insured*
- 6.3 Insureds* are jointly and severally liable for amounts due to us
- 6.4 Receipt by one insured* of a sum from us relieves us of liability to all insureds*

-
- 6.5 Breach of the terms of this policy by one *insured** disentitling it to recovery from us disentitles all other *insureds** to any recovery under the policy if:
- 6.5.1 the breach is causative of the loss or
- 6.5.2 the Directors exercise their discretion under G3:5 as a result of the breach
- 6.6 We deem a customer of one *insured** to be a customer of all *insureds**
- 6.7 We deem communication between us (or our representative) and an *insured** to be within the knowledge of all *insureds**
- 6.8 We deem service of notice on the assured (or its broker) to be service on all *insureds**

*We define *insured* for the purposes of this paragraph 6 only as the assured and all joint assureds under the same policy

7 General Qualifications

- 7.1 We are not bound to pay as specified at 5.2:
- 7.1.1 until the expiration of the next two business days after receipt of the notice
- 7.1.2 if the Managers are not satisfied that the notice specified at 5.2 is valid
- 7.2 The assured/joint assured will clearly identify the equipment, property or ship which is the subject of the Loss Payee clause.
- 7.3 If the claim results from an accident which also gives rise to another claim, any deductible or limit of liability will be apportioned pro rata

8 Cesser

Insurance of a joint assured will cease:

- 8.1 as specified in the Schedule (in respect of the equipment, property or ship or of the joint assured)
- 8.2 on expiry/termination of an agreement specified in the Schedule
- 8.3 on cancellation/cessation of the assured's insurance

9 Notice to Joint Assured

- 9.1 We will not agree to a request by the assured for cesser or reduction of insurance of an item without giving 15 days notice to the joint assured - except:
- 9.1.1 as specified at G2:34.3 or
- 9.1.2 due to war, strikes riots & terrorist and piracy risks
- 9.2 If we give the assured notice of cancellation of insurance for non payment of amounts due, we will not cancel without giving 15 days notice to the joint assured
- 9.3 We will serve notice to the joint assured:
- 9.3.1 by post, fax or e mail to the joint assured or its broker, at the address or fax number last recorded by the Managers
- 9.3.2 personally (on a director/officer in the case of a company)
- 9.4 We will deem notice served:
- 9.4.1 if sent by post - on the third day after posting
- 9.4.2 if sent by fax or e mail - on the date of transmission

J3 Contractor Joint Assured

1 The Schedule identifies

Joint assureds in respect of specified agreements under which they provide services

2 We insure a Joint Assured for:

Liabilities incurred in performing services specified at 1 above arising from the fault or negligence of the assured or of an operational joint assured and to the extent that we insure the assured or operational joint assured in respect of the liability

Qualifications

3 Terms of Joint Assurance

3.1 A joint assured under this clause:

3.1.1 will be subject to G2:32 (material information)

3.1.2 is deemed to have appointed the assured (or applicant for insurance) as its agent for the purposes of this insurance, with whom we may deal exclusively

3.2 Insurance of a joint assured under this clause is subject to all the terms of the assured's insurance - as well as to terms relating to the joint assurance

4 Joint Assured's Own Negligence

We do not insure a joint assured under this clause for liabilities arising from the joint assured's own fault or negligence, or that of its servants, employees, subcontractors - or agents (except as defined at 3.1.2 above)

5 Relationship of *Insureds**

5.1 If the assured's insurance ceases or is cancelled we will cease or cancel the insurance of all *insureds** at the same time

5.2 *Insureds** are jointly and severally liable for amounts due to us

5.3 Receipt by one *insured** of a sum from us relieves us of liability to all *insureds**

5.4 Breach of the terms of this policy by one *insured** disentitling it to recovery from us disentitles all other *insureds** to any recovery under the policy if:

5.4.1 the breach is causative of the loss or

5.4.2 the Directors exercise their discretion under G3:5 as a result of the breach

5.5 We deem a customer of one *insured** to be a customer of all *insureds**

5.6 We deem communication between us (or our representative) and an *insured** to be within the knowledge of all *insureds**

5.7 We deem service of notice on the assured (or its broker) to be service on all *insureds**

5.8 In the event of a claim by one *insured** against another *insured** we will deem the claimant to be a third party. The definition of *third party* at Y1 is modified to this extent

*We define *insured* for the purposes of this paragraph 5 only as the assured and all joint assureds under the same policy

6 Cesser

- Insurance of a joint assured will cease:
- 6.1 as specified in the Schedule
 - 6.2 on cessation of the assured's relevant insured services
 - 6.3 on cancellation/cessation of the assured's insurance

J4 Supplier Joint Assured

1 The Schedule identifies

Joint assureds in respect of specified equipment, land or premises, which the joint assured supplies for use in the assured's insured services, and the agreements under which the equipment, land or premises is supplied

2 We insure a Joint Assured for:

Liabilities arising from the condition or use of equipment, land or premises specified at 1 above - to the extent that we insure the assured or an operational joint assured in respect of the liability

Qualifications

3 Terms of Joint Assurance

- A joint assured under this clause:
- 3.1.1 is subject to G2:32 (material information)
 - 3.1.2 is deemed to have appointed the assured (or applicant for insurance) as its agent for the purposes of this insurance, with whom we may deal exclusively
- 3.2 Insurance of a joint assured under this clause is subject to all the terms of the assured's insurance - as well as to terms relating to the joint assurance

4 Exclusions

We do not insure a joint assured under this clause for liabilities arising from the joint assured's:

- 4.1 own fault or negligence, or that of its servants, employees, subcontractors - or agents (except as defined at 3.1.2 above)
- 4.2 own interest in the equipment, land or premises specified at 1 above

5 Relationship of *Insureds**

- 5.1 If the assured's insurance ceases or is cancelled we will cease or cancel the insurance of all *insureds** at the same time
- 5.2 *Insureds** are jointly and severally liable for amounts due to us
- 5.3 Receipt by one *insured** of a sum from us relieves us of liability to all *insureds**
- 5.4 Breach of the terms of this policy by one *insured** disentitling it to recovery from us disentitles all other *insureds** to any recovery under the policy if:
 - 5.4.1 the breach is causative of the loss or
 - 5.4.2 the Directors exercise their discretion under G3:5 as a result of the breach
- 5.5 We deem a customer of one *insured** to be a customer of all *insureds**

-
- 5.6 We deem communication between us (or our representative) and an *insured** to be within the knowledge of all *insureds**
- 5.7 We deem service of notice on the assured (or its broker) to be service on all *insureds**
- 5.8 In the event of a claim by one *insured** against another *insured** we will deem the claimant to be a third party. The definition of *third party* at Y1 is modified to this extent
- *We define insured for the purposes of this paragraph 5 only as the assured and all joint assureds under the same policy*

6 Cesser

- Insurance of a joint assured will cease:
- 6.1 as specified in the Schedule
- 6.2 on cessation of the assured's relevant insured services
- 6.3 on expiry/termination of an agreement specified in the Schedule
- 6.4 on cancellation/cessation of the assured's insurance

J5 Customer Joint Assured

1 The Schedule identifies

Joint assureds in respect of specified agreements - under which the assured or operational joint assureds perform insured services for the joint assureds

2 We insure a Joint Assured for:

Liabilities arising from the performance by the assured or an operational joint assured of services specified at 1 above arising from fault or negligence of the assured or operational joint assured to the extent that we insure the assured or an operational joint assured in respect of the liability

Qualifications

3 Terms of Joint Assurance

- 3.1 A joint assured under this clause:
- 3.1.1 is subject to G2:32 (material information)
- 3.1.2 is deemed to have appointed the assured (or applicant for insurance) as its agent for the purposes of this insurance, with whom we may deal exclusively
- 3.2 Insurance of a joint assured under this clause is subject to all the terms of the assured's insurance - as well as to terms relating to the joint assurance

4 Joint Assured's Own Negligence

We do not insure a joint assured under this clause for liabilities arising from the joint assured's own fault or negligence, or that of its servants, employees, subcontractors - or agents (except as defined at 3.1.2 above)

5 Relationship of *Insureds**

- 5.1 If the assured's insurance ceases or is cancelled we will cease or cancel the insurance of all *insureds** at the same time
- 5.2 *Insureds** are jointly and severally liable for amounts due to us
- 5.3 Receipt by one *insured** of a sum from us relieves us of liability to all *insureds**
- 5.4 Breach of the terms of this policy by one *insured** disentitling it to recovery from us disentitles all other *insureds** to any recovery under the policy if:
 - 5.4.1 the breach is causative of the loss or
 - 5.4.2 the Directors exercise their discretion under G3:5 as a result of the breach
- 5.5 We deem a customer of one *insured** to be a customer of all *insureds**
- 5.6 We deem communication between us (or our representative) and an *insured** to be within the knowledge of all *insureds**
- 5.7 We deem service of notice on the assured (or its broker) to be service on all *insureds**
- 5.8 In the event of a claim by one *insured** against another *insured** we will deem the claimant to be a third party. The definition of *third party* at Y1 is modified to this extent

*We define *insured* **for the purposes of this paragraph 5 only** as the assured and all joint assureds under the same policy

6 Cesser

- Insurance of a joint assured will cease:
- 6.1 as specified in the Schedule
 - 6.2 on cessation of the assured's relevant insured services
 - 6.3 on cancellation/cessation of the assured's insurance
 - 6.4 on expiry/termination of an agreement specified in the Schedule

J6 Commercial Lessor Joint Assured

1 The Schedule identifies

Joint assureds in respect of specified equipment or property leased to the assured or an operational joint assured for use in the assured's insured services and the agreements under which the equipment or property is leased

2 We insure a Joint Assured:

in respect of its interest specified at 1 above and to the extent that the assured is insured for:

- 2.1 liabilities arising from condition/use of an item specified at 1 above
- 2.2. physical loss of and damage to an item specified at 1 above
- 2.3 general average/salvage contributions in relation to an item specified at 1 above

Qualifications

3 Terms of Joint Assurance

- 3.1 A joint assured under this clause:
 - 3.1.1 is subject to G2:32 (material information)
 - 3.1.2 is deemed to have appointed the assured (or applicant for insurance) as its agent for the purposes of this insurance, with whom we may deal exclusively
- 3.2 Insurance of a joint assured under this clause is subject to all the terms of the assured's insurance - as well as to terms relating to the joint assurance

4 Exclusions

We do not insure a joint assured under this clause for:

- 4.1 risks, including costs of search, rescue and related transport, arising from winding up/bankruptcy or cesser of operations of the assured
- 4.2 liabilities arising from the joint assured's:
 - 4.2.1 own fault or negligence, or that of its servants, employees, subcontractors - or agents (except as defined at 3.1.2 above)
 - 4.2.2 own interest in the equipment or property specified at 1 above

5 Payment

We will pay claims for physical loss of and damage to an item specified at 1 above:

- 5.1 to the order of the assured - unless and until we receive notice from a joint assured that the assured is in default under an agreement specified at 1 above
- 5.2 to the order of the joint assured - on receipt of notice as at 5.1.

6 Relationship of Insureds*

- 6.1 If the assured's insurance ceases or is cancelled we will cease or cancel the insurance of all insureds* at the same time
- 6.2 Insureds* are jointly and severally liable for amounts due to us
- 6.3 Receipt by one insured* of a sum from us relieves us of liability to all insureds*

-
- 6.4 We deem a customer of one *insured** to be a customer of all *insureds**
- 6.5 We deem communication between us (or our representative) and an *insured** to be within the knowledge of all *insureds**
- 6.6 We deem service of notice on the assured (or its broker) to be service on all *insureds**
- 6.7 In the event of a claim by one *insured** against another *insured** we will deem the claimant to be a third party. The definition of *third party* at Y1 is modified to this extent

*We define *insured* for the purposes of this paragraph 6 only as the assured and all joint assureds under the same policy

7 General Qualifications

- 7.1 We are not bound to pay as specified at 5.2:
- 7.1.1 until the expiration of the next two business days after receipt of the notice
- 7.1.2 if the Managers are not satisfied that the notice specified at 5.2 is valid
- 7.2 The assured/joint assured will clearly identify the equipment or property which is the subject of the joint assured clause.
- 7.3 If the claim results from an accident which also gives rise to another claim, any deductible or limit of liability will be apportioned pro rata

8 Cesser

- Insurance of a joint assured will cease:
- 8.1 as specified in the Schedule (in respect of the equipment or property or of the joint assured)
- 8.2 on expiry/termination of an agreement specified in the Schedule
- 8.3 on cancellation/cessation of the assured's insurance

9 Notice to Joint Assured

- 9.1 We will not agree to a request by the assured for cesser or reduction of insurance of an item without giving 15 days notice to the joint assured - except:
- 9.1.1 as specified at G2:34.3 or
- 9.1.2 due to war, strikes riots & terrorist and piracy risks
- 9.2 If we give the assured notice of cancellation of insurance for non payment of amounts due, we will not cancel without giving 15 days notice to the joint assured
- 9.3 We will serve notice to the joint assured:
- 9.3.1 by post, fax or e mail to the joint assured or its broker, at the address or fax number last recorded by the Managers
- 9.3.2 personally (on a director/officer in the case of a company)
- 9.4 We will deem notice served:
- 9.4.1 if sent by post - on the third day after posting
- 9.4.2 if sent by fax or e mail - on the date of transmission

J7 Connected Interests

1 The Schedule identifies

Connected Interests

2 We insure the Assured for:

Liability claims enforced against Connected Interests specified at 1 above arising from the assured's insured services to the extent that we insure the assured or an Operational Joint Assured

Qualifications

3 Separate Insurance

Connected interests will insure their own operations. Insurance under this clause (J7) excludes claims insurable under this separate insurance (or which would be insurable except for an exclusion, qualification, deductible or limit of liability)

4 Negligence

We do not insure connected interests under this clause for liabilities arising from the connected interest's own fault or negligence, or that of its servants, employees, agents or subcontractors

5 Cesser

Insurance under this clause will cease:

- 5.1 as specified in the Schedule
- 5.2 on cancellation/cessation of the assured's insurance
- 5.3 on the connected interest ceasing

J8 Connected Interest Joint Assured

1 The Schedule identifies

Connected Interest joint assureds

2 We insure a Joint Assured for:

Liability claims enforced against the joint assured arising from the assured's insured services to the extent that we insure the assured or an Operational joint assured in respect of such liability

Qualifications

3 Terms of Joint Assurance

- 3.1 A joint assured under this clause:
 - 3.1.1 will comply fully with G2:32 (material information)
 - 3.1.2 is deemed to have appointed the assured (or applicant for insurance) as its agent for the purposes of this insurance, with whom we may deal exclusively
- 3.2 Insurance of a joint assured under this clause is subject to all the terms of the assured's insurance - as well as to terms relating to the joint assurance

4 Joint Assured's Own Negligence

We do not insure a joint assured under this clause for liabilities arising from the joint assured's own fault or negligence, or that of its servants, employees, subcontractors - or agents (except as defined at 3.1.2 above)

5 Relationship of *Insureds**

- 5.1 If the assured's insurance ceases or is cancelled we will cease or cancel the insurance of all *insureds** at the same time
- 5.2 We do not insure any *insured** for its liability to any other *insured**
- 5.3 Receipt by one *insured** of a sum from us relieves us of liability to all *insureds**
- 5.4 Breach of the terms of this policy by one *insured** disentitling it to recovery from us disentitles all other *insureds** to any recovery under the policy if:
 - 5.4.1 the breach is causative of the loss or
 - 5.4.2 the Directors exercise their discretion under G3:5 as a result of the breach
- 5.5 We deem a customer of one *insured** to be a customer of all *insureds**
- 5.6 We deem communication between us (or our representative) and an *insured** to be within the knowledge of all *insureds**
- 5.7 We deem service of notice on the assured (or its broker) to be service on all *insureds**

**We define insured for the purposes of this paragraph 5 only as the assured and all joint assureds under the same policy*

6 Separate Insurance

Joint assureds will insure their own operations. Insurance under this clause (J8) excludes claims insurable under this separate insurance (or which would be insurable except for an exclusion, qualification, deductible or limit of liability)

7 Cesser

Insurance of a joint assured will cease:

- 7.1 as specified in the Schedule
- 7.2 on cancellation/cessation of the assured's insurance
- 7.3 on the connected interest ceasing

J10 Operational Joint Assured

1 The Schedule identifies

Operational Joint assureds

2 We insure a Joint Assured for:

Risks arising from the assured's insured services - for which we would insure the assured if it had itself incurred the risk

Qualifications

3 Terms of Joint Assurance

3.1 A joint assured under this clause:

3.1.1 is subject to G2:32 (material information)

3.1.2 is deemed to have appointed the assured (or applicant for insurance) as its agent for the purposes of this insurance, with whom we may deal exclusively

3.2 Insurance of a joint assured under this clause is subject to all the terms of the assured's insurance - as well as to terms relating to the joint assurance

4 Relationship of *Insureds**

4.1 If the assured's insurance ceases or is cancelled we will cease or cancel the insurance of all *insureds** at the same time

4.2 We do not insure any *insured** for its liability to any other *insured**

4.3 *Insureds** are jointly and severally liable for amounts due to us

4.4 Receipt by one *insured** of a sum from us relieves us of liability to all *insureds**

4.5 Breach of the terms of this policy by one *insured** disentitling it to recovery from us disentitles all other *insureds** to any recovery under the policy if:

4.5.1 the breach is causative of the loss or

4.5.2 the Directors exercise their discretion under G3:5 as a result of the breach

4.6 We deem a customer of one *insured** to be a customer of all *insureds**

4.7 We deem communication between us (or our representative) and an *insured** to be within the knowledge of all *insureds**

4.8 We deem service of notice on the assured (or its broker) to be service on all *insureds**

*We define *insured* for the purposes of this paragraph 4 only as the assured and all joint assureds under the same policy

5 Cesser

Insurance of a joint assured will cease:

5.1 as specified in the Schedule

5.2 on cancellation/cessation of the assured's insurance.

The Definitions



Y1 The Definitions

In any documentation relating to an offer or policy of insurance the words listed here have the meaning set against them - unless otherwise specifically stated.

With the exception stated below, text is underlined in these wordings, for guidance only, to indicate that a word or phrase is included here

“You”, “your”, “we”, “us” and “our” are defined here. These meanings are consistent throughout our documentation, and the words are not underlined in the text.

Accident

one fortuitous event or occurrence or a series of events or occurrences arising from one fortuitous event or occurrence.
See extension at G2:40

Account year

the annual period of the insurance of the assured commencing each year on the date shown in your certificate

Act

- in respect of Through Transport Mutual Insurance Association Limited - the Through Transport Mutual Insurance Association Limited Consolidation and Amendment Act (Bermuda 1993) (and every amendment thereto in force)
- in respect of TT Club Mutual Insurance Limited - the Memorandum of Association

Actual Total Loss (ATL)

equipment or property is an actual total loss where:

- it is destroyed or damaged to such an extent that it can no longer be used for its purpose and cannot be repaired or rebuilt, or, in the case of carrying equipment, cannot be returned to ISO/IICL standard or
- the owner is irretrievably deprived of it as the result of an accident.

Adjustment date

the date on which the declaration of your gross freight receipts, gross annual income or similar earnings, insured values, movements, handling or any other agreed adjustment factor is to be made

Adjustment rate

one of the following rates, as specified in your certificate:

- a rate on your gross freight receipts or gross annual income or similar earnings during an account year
- a rate per annum on the insured value of equipment
- any other rate agreed by the Managers

Advertising injury

injury arising from one or more of the following offences:

- oral/written publication of material which:
 - slanders or libels anyone or disparages anyone's goods, products or services
 - violates anyone's right of privacy

- misappropriation of advertising ideas or style of doing business
- breach of copyright in respect of a title or slogan

Agree/agreed/agreement

means *agree/agreed/agreement* in writing

Agreed value

an amount agreed in advance between you and the Managers, and stated in your certificate, which we will reimburse in case of total loss of an insured asset

Aircraft

includes aeroplane/helicopter (fixed or rotary wing), airship, balloon, drone and other unmanned aircraft

All risks policy

policy covering fortuities generally though not inevitabilities eg. wear and tear or depreciation, and subject to express exclusions

Amount due (from you)

any of the following amounts due from you to us:

- all or part of any mutual/fixed/supplementary/release premium
- any amount due from you in respect of a claim
- any amount due from you in respect of interest
- any other sum due for any reason whatsoever

Applicant

the assured or the party completing policy application documents

Approved contract

contract included in your Approved Contracts Schedule

Asbestos

asbestos in any form whether or not the asbestos was at any time:

- airborne as a fibre, particle or dust
- contained in or formed as part of a product, structure or other real or personal property
- carried on clothing
- inhaled or ingested
- transmitted by any other means

Association (the):

Through Transport Mutual Insurance Association Limited or TT Club Mutual Insurance Limited, whichever one is providing the insurance (or reinsurance) cover in any particular case

Assured

the person(s) so designated in your certificate.

Authority

- any central or local government, or agency of such government
- any body or person empowered to make regulations or issue directions in relation to:
 - the administration of any seaport, airport or railway
 - the import, export or transport of any cargo
 - safety of working conditions
 - immigration
 - the imposition of any tax or duty
 - the control of pollution
- any court or tribunal

Avalanche

includes mudslide

Barratry

intentional sinking of a vessel by the master or crew to the prejudice of, and without the connivance of, the owner

Berth

any quay, jetty, pier, wharf or other structure or object alongside which ships moor

Breach of copyright

includes infringement of plans, patents, trade names, trade marks and registered designs

Breakbulk

cargo (unless in bulk) which is not in carrying equipment, when carried on board a ship

British Isles

Great Britain, Northern Ireland, Isle of Man and Channel Islands

Broker

an insurance broker, consultant or other intermediary or agent directly or indirectly involved in dealing on your behalf as regards your insurance

Broker (in USA)

a person, who may be characterised as a load, freight, truck, property, transportation or cargo broker, and who, for compensation, arranges, or offers to arrange, the transportation of cargo by a carrier

Broker (Customs/Customs House)

a person who represents, or acts as the agents of, a principal in clearing goods through customs, including preparation and submission of paper and electronic documentation and communicating with authorities on the principal's behalf

Bulk

unpackaged goods of a homogeneous nature

Bullion

gold, silver or platinum in bars or similar form, including in blank form for coin making

By

includes on behalf of

Bye-laws

as the case may be:

- the Bye-Laws for the time being of Through Transport Mutual Insurance Association Limited or
- the Articles of Association for the time being of TT Club Mutual Insurance Limited

Cargo

goods and property in respect of which you contract to provide services including:

- carrying equipment unless supplied by you
- anything used or intended to be used to pack or secure goods, carried from one place to another place.

Cargo broker

see *Broker (in USA)*

Carried

includes intended for carriage and having been carried

Carrying equipment

any container, chassis, trailer, rolling stock, genset, swap body, igloo and anything else specified as carrying equipment in your Assets or Equipment Schedule

Cash

bank notes and coins (whether or not currently legal tender) - and travellers and bank cheques, drafts, credit and charge cards and any cards or documents entitling the holder to receive cash, goods or services

Certificate (of Insurance/ Reinsurance)

includes endorsements, schedules in addition to or as incorporated into the certificate

Cessation of work

loss/damage as a result of strikes, labour disturbances or locked out workers - except physical loss or damage directly caused by strikers, locked out workers or similar persons - arising from:

- stoppage of work (total or partial)
- stoppage, interruption or retarding of any process or operation

Charter (chartered)

a bareboat, time, voyage, space or slot charter, (chartered under a bareboat, time, voyage, space or slot charter)

Chassis

- a trailer or semi-trailer designed to be hauled by a truck or tractor and used for the transportation of containers or intermodal cargo
- a part, including spares and accessories, of a chassis
- plant, tools or materials for the maintenance or repair of a chassis

Claim

your claim on us under your insurance

Clean Up Costs

costs of removal of a pollutant after pollution of land, sea, the atmosphere, any watercourse or body of water

Club

the Association

Combined aggregate limit

an overall limit applicable to all claims from specified risks arising during your account year

Combined single limit

an overall limit applicable to all claims from specified risks arising from one accident or series of accidents

Computer

a device which accepts information in digital form and processes it for some result based on a program or sequence of instructions and which can perform substantial computation, including numerous arithmetic operations or logic operations - including the base unit but not a keyboard, monitor or other peripheral

Condition precedent

a condition which must be fulfilled for us to be liable under your policy

Consequential loss

financial loss resulting from physical loss or damage or from death injury or illness

Container

- an article of transport of permanent character fitted with corner castings specifically designed to facilitate transport by more than one mode of carriage
- plant tools or materials for the maintenance or repair of a container

Contract services (in USA)

services customarily performed by a transporter of cargo, terminal, port, depot or warehouse operator or services incidental to the transport of cargo or operation of a port

Conveyance

any ship, aircraft, road vehicle or rail wagon used or intended to be used for the carriage of cargo

Costs

includes expenses

Cover

a grouping of clauses, for example: Transport and Logistics Operator cover

Crew member

any person (including the master and apprentices) employed as part of a ship's complement under the terms of a crew agreement or other contract of service or employment to serve on board a ship

Customer

any person for whom you provide, directly or through your subcontractors, insured services

Customs broker

see Broker

Cyber attack

use or threat of use of any computer, program, virus, or any other electronic system or process or data breach as a means of inflicting loss

Damage protection plan

an agreement between you and a customer whereby, in return for additional payment, the lessee is relieved of its obligation under the leasing contract to pay for repair of damage to equipment during the period of the lease

Death, injury or illness

includes hospital, medical and funeral expenses

Death or injury

includes hospital, medical and funeral expenses

Declaration

declaration of information which is to be provided by you to us in order to calculate your premium

Defamation

libel, slander and publication or utterance of disparaging material in violation of privacy rights

Deposit

the part of the premium payable each account year in advance, adjusted at the adjustment rate on the adjustment date, subject to any applicable minimum

Depreciated value

the value of an item depreciated in annual increments down to its estimated residual value at the end of its useful life

Directors

the Board of Directors for the time being of the Association

Earthquake

includes seaquake, tsunami and seismic activity

Electrical

includes *electronic*

Electronic components

integrated circuits, system boards and SIM cards, computer memory and computer processors, CD-ROM drives, DVD drives, sound cards, video cards and modems

Employee (your)

a person defined as your employee by the law which applies where he or she provides services

Employment benefit

wages, salaries, bonuses, incentives, perquisites, fringe benefits or other payments, entitlements or benefits owed to any employee as a result of an employment contract

Employment contract

any contract of employment between the assured and an employee

Equipment

carrying or handling equipment

Executive officer

- director or board member
- commissioner
- president/vice-president or chief executive (or equivalent)
- partner (including salaried partner)
- senior employee with direct responsibility to the board or president/vice-president or chief executive (or equivalent) for the insured service in respect of which a claim arises

Expendable/replaceable parts

including flexible drives, ropes, belts, chains, elevator and conveyor bands, batteries, tyres, trailing wires and cables, flexible pipes and hoses, jointing and packing materials, transistors, fuses and similar electrical components

FDA agent

Food and Drugs Administration US Resident Agent

Financial lessor

lessor of property/equipment under an agreement or option to purchase

Financial loss

pecuniary loss, cost or expenses

First aid post

premises providing medical services staffed by part time and/or volunteer personnel who are not qualified doctors or paramedics

Fiscal representative

a person acting as representative of the Member for tax or duty purposes or as otherwise defined in any applicable national or international law or convention

Fixed premium

price (or any part of price) for insurance which has not been agreed to be a mutual premium

Flood

rising water, surface water, waves, tidal waves, tidal water, storm surge, overflow of streams, rivers, lakes, ponds or other bodies of water, spray from any of the foregoing, all whether driven by wind or not

For example (eg)

means by way of example without limitation of the generality of the foregoing

Freight broker

see *Broker (in USA)*

Freight forwarder

a transport operator providing services, which may include documentation and customs clearance, as agent or principal, but subcontracting all physical carriage and handling to one or more operators

General average

sacrifice or expenditure to save property involved in a sea voyage, to which, in principle, all owners of the saved property contribute proportionately

Gross freight receipts

gross revenue plus payments to agents and subcontractors in respect of services as transport operator, but excluding customs duty, sales tax or similar fiscal charges, paid on behalf of customers

Gross loss ratio

the sum of claims and fees incurred (including handling fees) divided by the sum of gross written premium

Gross revenue

revenue net of payments to agents and subcontractors in respect of services as transport operator

Gross written premium

- *for the current account year*
the estimated premium
- *for prior account years*
the sum of deposit, additional, return & adjustment premiums

Handheld electronic products

products designed primarily for the storage, management, use or transmission of information by electronic means (for example: organisers, computer games, remote control devices), but not products in which the electronic component only controls another, mechanical or other, function (for example: toothbrushes, power tools)

Handling equipment

- an item of machinery or other apparatus (not being an aircraft, container, locomotive, ship or chassis) used for the handling, movement or storage of cargo or carrying equipment, and operations incidental to such activities
- a part, including spares and accessories, of handling equipment
- plant, tools or materials for the maintenance or repair of handling equipment or of any customer's equipment
- anything specified as handling equipment in your Assets or Equipment Schedule

Haulage operator

an actual road carrier

High value cargo

bullion, precious stones, and/or cash/securities

Host liquor

supplying alcoholic beverages in the course of your insured services other than in the business of manufacturing, distributing, selling or serving alcoholic beverages

Illegal trade

handling, movement, storage of or transaction in people, goods, services, cargo or money in the course of trade which is prohibited by national law or international agreement/convention

Impaired property

tangible property, other than your product or your work, that cannot be used or is less useful because:

- it incorporates your product or your work that is known or thought to be defective, deficient, inadequate or dangerous or
 - you have failed to fulfil the terms of a contract
- and which can be restored to use by:
- the repair, replacement, adjustment or removal of your product or your work or
 - your fulfilling the terms of the contract

In writing/written

visibly expressed in any permanent or retrievable form, including electronic means

Includes/including

means *includes/including without limitation of the generality of the foregoing*

Incur as an employer

incur liabilities which would not have arisen but for your employer-employee relationship, including liabilities under any state or private workers compensation insurance, disability benefits or similar law or scheme

Indemnity value

the cost of replacing an insured asset with an item of the nearest (but no worse) specification, age and condition, and any labour, dismantling, freight and erection costs of the replacement item but only to the extent that the total of such costs does not exceed the insured value

Indirect declarant

a person making a customs declaration in his/her own name but on behalf of someone else or as otherwise defined in any applicable national or international law or convention

In flight

the time commencing with the starting of the engines before take-off run of the aircraft and continuing thereafter until it has completed its landing run and its engines are shut down

Insured

insured by us in accordance with applicable terms

Insured asset

insured equipment, insured property or insured ship

Insured Assets Schedule

that part of your certificate which lists insured assets and specific terms applicable

Insured berth

any berth at your insured location, unless otherwise stated in your certificate

Insured carrying equipment

carrying equipment specified in your Insured Assets Schedule, within the operating area shown

Insured contract (in USA)

- contract for the lease of premises. However, that portion of the contract that indemnifies anyone for damage to fire to premises while rented to you or temporarily occupied by you with permission of the owner is not an insured contract
- a sidetrack agreement
- an easement or licence agreement, except in connection with construction or demolition operations on or within 50 feet of a railroad
- an obligation, required by ordinance, to indemnify a municipality, except in connection with work for a municipality
- an elevator repair or maintenance agreement
- that part of any contract pertaining to your business (including an indemnification of a municipality in connection with work performed for a municipality) under which you assume the *tort liability* of someone else to pay for bodily injury or property damage to a third party. *Tort liability* means a liability that would be imposed by law in the absence of a contract

This definition does not include any part of a contract which:

- indemnifies a railroad for bodily injury or property damage arising from construction or demolition operations, within 50 feet of any railroad property and affecting any: railroad bridge or trestle, tracks, roadbeds, tunnel, underpass or crossing
- indemnifies an architect, engineer or surveyor for injury or damage arising from:
 - preparing, approving, or failing to approve, maps, shop drawings, opinions, reports, surveys, field orders, change orders or drawings or specifications or
 - giving directions/instructions, or failing to give directions/instructions, if that is the primary cause of the injury or damage or
 - under which the assured, if an architect, engineer or surveyor, assumes liability for injury/damage arising out of the assured's rendering, or failing to render, professional services, including those listed above, and supervisory, inspection, architectural or engineering activities

Insured equipment

insured handling and/or carrying equipment

insured handling equipment

handling equipment specified in your Insured Assets Schedule while at your insured location

Insured location

the location at which you provide any insured services and in respect of which the Managers have agreed that you are insured, and which is included in your Insured Location Schedule (or Insured Assets or Equipment Schedule)

Insured property

property *at the locations specified in your certificate* which is

- specified in your certificate or
- third party property in your care, custody and control which you are legally liable to insure against physical loss and damage

Insured services

services set out in your certificate in respect of which the Managers have agreed that you are insured

Insured ship

a ship specified in your Insured Assets or Ship Schedule

Insured trading area

the area described in your certificate in which the Managers have agreed your insured ships will trade

Insured value

an amount which the Managers have agreed to pay in the event of a total loss of an insured asset. Where no amount is stated in the certificate, the insured value will be the market value, except in the case of an insured container when it will be the depreciated value

Joint assured

the person(s) so designated in your certificate

Joint service partner (see also *partner*)

an operator or NVOC with whom you operate a joint service

Joint venture partner (see also *partner*)

an operator with whom you pool equipment in order to operate a joint service.

Lack of due diligence

failure to exercise reasonable skill, care and competence in the circumstances

Land

includes buildings and other things fixed to land so as to become part of it, mines, subsoil and airspace

Lease/leased/lessor/lessee

includes rent, hire and borrow (with or without payment), but excludes:

- re-positioning of carrying equipment in respect of which payment is not made or received
- use of carrying equipment owned by a ship operator to carry cargo on the ship operator's ships
- use of your equipment by your customer in connection with collection or delivery of cargo, provided it is intended that the equipment be returned to you following the collection or delivery

Leased worker

a person leased to you by a labour leasing firm under an agreement between you and the labour leasing firm, to perform duties relating to the conduct of your business. Leased worker does not include temporary worker

Leasing contract

a contract approved by the Managers for the purposes of your lessor cover whereby you lease equipment to a customer on terms, amongst others, that the customer will be responsible for all physical loss of and damage to the equipment (other than fair wear and tear) from the time the customer takes delivery of it until either the customer redelivers it to you or you repossess it, and will also be responsible for all third party liabilities arising from its condition or use during that period

Liability (liable)

means *legal liability (legally liable)*

Limit in the aggregate

an overall limit applicable to all claims from a specified risk arising during your account year

Liquidated damages

a fixed sum agreed in advance under a contract as payable in the event of a breach of the contract

Listed Area(s)

a country, territory or area of water specified on our website ttclub.com/ listed-area and notified by Circular as at G2:41 as applying during a defined period of validity.

Load broker

see *Broker (in USA)*

Logistics operator

an operator:

- undertaking supply chain management, defined as planning, implementing and controlling the flow and storage of goods, services and related information from point of origin to point of consumption
- operating under contracts specified in your Approved Contracts Schedule which extend liability provisions, for example: to just in time delivery, assembly (including packing, labelling and bar coding) and financial penalties for failure to conform

Loss

A physical, financial or consequential loss as appropriate in the context

Loss payee

includes mortgagees and mortgagors specified in your Loss Payee or Loss Payee Joint Assured Schedule

Lump sum

a premium not subject to adjustment by means of an adjustment rate

Managers

the Managers of the Association (or its branches) and their employees and agents acting within the scope of their authority.

Market value

the sale value of an item on the open market in the condition in which it was immediately before the accident

Medical centre

premises providing medical services and staffed by qualified doctors or paramedics

Member currency

the currency in which the Member ordinarily carries on business unless a different currency is declared in the certificate.

Mental incapacity

being or becoming incapable by reason of mental disorder of managing and administering property and affairs.

Microorganism

mould, mildew, fungus, spores or other microorganism of any type, including any substance the presence of which poses actual or potential threat to health

Model conditions

conditions held on our website for Members' use, eg: *Series 100 Bill of Lading*

Money damages

any monetary compensation for past loss

Mutual premium

price (or any part of price) for insurance which is subject to supplementary, return, and release premiums in accordance with Part E of the Bye-Laws

NVO(C)C (non vessel owning (common) carrier)

a carrier, who is not a ship operator, providing freight forwarder services as a principal, usually under a bill of lading

Navigational aids

provision and maintenance of:

- marine navigational aids
- charted and advertised water depths
- buoyage and lighting for fairways, wrecks and obstruction
- navigational information and warnings

New for old

without deduction for depreciation

New replacement value

cost of replacing an item with a new item of the nearest (but no worse) specification available, and any labour, dismantling, freight and erection costs of the replacement item

Notice

notice in writing

Nuclear weapon

any weapon of war employing nuclear fission or fusion or other like reaction or radioactive force or matter

Off lease (equipment)

equipment which at the time of an accident giving rise to a claim under your lessor cover was not on lease

On lease (equipment)

equipment which at the time of an accident giving rise to a claim under your lessor cover:

- was on lease to your customer pursuant to a leasing contract or
- had been leased to your customer under a leasing contract which had terminated by reason of default or breach of the customer and had not yet been redelivered to or repossessed by you

Operator

a person who owns, leases, charters or otherwise operates means of transport or storage or handling facilities specified in your insured services

Oversea ship

a ship carrying insured equipment from one port or place to another when the voyage includes a sea passage

Oversize cargo

cargo which, because of its size, weight or other characteristics, requires special arrangements for carriage

Overspill claim

that proportion of a political risks claim which is unpaid as a result of the total political risks claims for the political risks account year exceeding the political risks maximum and which is carried forward to the next political risks account year

Own/owned/owner/ownership

includes lease purchase and bareboat charter

Paragraph

a numbered paragraph within a clause, for example: T1:3 Law, Conventions and Approved Contracts within the Transport & Logistics Operator cover for Cargo Liabilities (T1)

Partner

a person defined by applicable company law as a partner (see also *joint service/venture partner*)

Period of insurance

does not include any extended reporting period

Personal property

all property except land

Physical loss:

loss, damage, destruction, seizure, or deprivation where:

- there is no prospect of complete or partial recovery or
- you are deprived of possession for a continuous period of 12 months

Piracy (risks)

risks arising from any criminal acts of violence, detention, rape, or depredation committed for private ends by the crew or the passengers of a private ship or aircraft that is directed on the high seas (both outside and within international waters) against another ship, aircraft, or against persons or property on board a ship or aircraft

Policy (of insurance)

the terms of your insurance with us, as set out in the Act, the Bye-Laws and your certificate of insurance - which incorporates, to the extent stated in the certificate in each particular case, your policy book

Policy book

a collection of clauses which are, wholly or partly, incorporated into your policy by means of your certificate

Policy limit

an overall limit applicable to all claims arising from one accident or series of accidents

Pollutant

any solid, liquid, gaseous or thermal irritant or contaminant, including smoke, vapour, soot, fumes, liquid, gas, oil, petroleum substance or derivative acids, alkalis, chemicals and waste. Waste includes materials to be recycled, reconditioned or reclaimed

Pollution

the emission, discharge, dispersal, release or escape of a pollutant into or upon land, sea, the atmosphere, any watercourse or body of water which is not naturally present in the environment in the amounts/concentrations discovered

Port

includes harbour

Port authority

includes port operator, harbour board, harbour authority or harbour operator

Precious jewellery

jewellery made from precious stones or precious metal

Precious metal

gold (any carat and any colour), palladium, platinum, silver and objects made of or plated with precious metal (as defined here)

Precious stones

diamonds, emeralds, sapphires and rubies - except where made up into precious jewellery

Premium

(used on its own) means a mutual premium, a fixed premium or a combination of the two

Products liability

liability for loss of or damage to property or bodily injury arising from any product, including containers packaging or labelling, which:

- is sold, supplied, erected, constructed, repaired, altered, treated, converted, installed, processed, manufactured, tested, serviced, or hired out by or through you and
- has ceased to be in your possession, care, custody or control and
- is defective for the purposes of applicable products liability law

Professional services

includes preparation/approval of maps, charts, plans, reports, surveys, designs calculations or specifications and supervisory, inspection, engineering or data processing services and services of or in the nature of a profession which would normally be insured by a professional Indemnity Insurer (whether actually insured or not) - and advice of a professional nature

Project cargo

- cargo carried under a mining, construction, engineering, infrastructure or similar project contract or
- oversize cargo

Property broker

see *Broker (in USA)*

Quiet use

freedom from interference in enjoyment of the property by the seller or by anyone claiming through the seller

Radioactive/nuclear risks

risks caused or increased (directly or indirectly) by:

- ionising radiations from or contamination by radioactivity from any nuclear fuel or from any nuclear waste from combustion of nuclear fuel
- the radioactive, toxic, explosive or other hazardous properties of:
 - an explosive nuclear assembly or nuclear component thereof of
 - *source material, special nuclear material or by product material as defined by the US Atomic Energy Act 1954 (and amendments) or*
 - radioactive products - other than *excepted matter*

Excepted matter is defined under s26(i) of the UK Nuclear Installations Act 1965 as nuclear matter consisting only of one or more of the following:

- isotopes prepared for use for industrial, commercial, agricultural, medical or scientific purposes
- natural uranium
- any uranium of which isotope 235 forms not more than 0.72 per cent.
- nuclear matter of such other description, if any, in such circumstances as may be prescribed (or, for the purposes of the application of this Act to a relevant foreign operator, as may be excluded from the operation of the relevant international agreement by the relevant foreign law)

Reasonable repair costs

may include reasonable costs of your own labour and materials (not exceeding the market costs)

Regulations

means *regulations and laws made by any authority*

Reinstatement

rebuilding in the case of total loss of a building

Review date

the date identified on your policy as the date to which the policy document extends

Risk

liability, loss, damage or costs

Road vehicle

a vehicle with integral means of mechanical or electrical propulsion for use on public roads

Rolling Stock

railway wagon without integral means of mechanical or electrical propulsion

Securities

bonds, negotiable instruments or securities of any kind

Seizure

includes capture, arrest, restraint, detention, confiscation or expropriation

Semi-trailer

- a trailer constructed to be attached to, and supported at its forward end by, the fifth wheel device of a tractor - but excluding for the purposes of your policy any semi-trailer which is defined as a chassis
- a part, including spares and accessories, of a semi-trailer
- plant, tools or materials for the maintenance or repair of a semi-trailer

Ship

boat (whether self-propelled or not), hovercraft and any other vessel or structure for use in navigation on, under, over or in water

Ship Schedule

that part of your certificate which lists any insured ship and specific terms applicable

Ship operator

the owner, part owner, operator, charterer or manager of a ship

Slot charter

an agreement under which the shipowner agrees to place a certain number of container slots at the charterer's disposal and the charterer is not liable for the management, navigation or operation of the ship

Space charter

an agreement under which the shipowner agrees to place part of the ship's capacity at the charterer's disposal and the charterer is not liable for the management, navigation or operation of the ship

Specified lessee

a lessee specified in your Specified Lessee Schedule

Statutory obligation

any obligation, liability or discretion imposed by any legislative enactment, decree, order or regulation having the force of law in any country

Storm

includes hurricane, typhoon, windstorm, rainstorm or tornado

Strikes riots & civil commotion risks

risks arising from strikers, locked-out workmen or persons taking part in labour disturbances, riots or civil commotions

Strikes riots & terrorist risks

risks arising from:

- strikers, locked-out workmen or persons taking part in labour disturbances, riots or civil commotions
- terrorists or persons acting from a political motive

Subsidence

includes landslide and heave

Suit

a proceeding in a court of law where money damages may be awarded

Temporary worker

a person who is furnished to you to substitute for a permanent employee on leave to meet seasonal or short term workload conditions

Terms

includes *warranties, conditions, exclusions, qualifications* and (where applicable) *price*

Terrorism (terrorist)

(an act of) any person or group(s) of persons, whether acting alone or on behalf of or in connection with any organisation(s) or government(s), committed for political, religious or ideological purposes to:

- overthrow or influence any government (de facto or de jure) or
- put the public in fear for such purposes by force or violence

Terrorism class

as defined in the *Pool Reinsurance Company Limited* rules for the purposes of reinsurance of risks arising from terrorism. The classes are (in brief):

- property damage/ buildings
- property damage/ other property (including handling equipment)
- business interruption
- book debts

Third party

anyone other than us, the assured or a joint assured

Third party liability

- liability for physical loss of or damage to third party property and for resulting consequential loss
- liability for death, injury or illness of any third party, and for resulting consequential loss

Third party property

any property of a third party *except*:

- cargo
- property leased to the assured or a joint assured (*for example: equipment, land or buildings*)

Total Loss

actual total loss and/or constructive total loss

Trailer

- a vehicle, without integral means of propulsion, designed to be hauled by a truck or tractor for the purpose of transporting goods
- a part, including spares and accessories, of a trailer
- plant, tools or materials for the maintenance or repair of a trailer

Transit storage

storage of cargo during, or immediately before or after, carriage (which is other than solely local distribution), if at the commencement of such storage it was intended that the storage would not exceed 30 days

Transportation broker

see *Broker (in USA)*

Transport operator

a person undertaking transport of cargo, either directly or through a subcontractor, which may include transit storage and incidental handling

Truck broker

see *Broker (in USA)*

Unapproved contract

contract not included in your Approved Contracts Schedule or otherwise approved by the Managers

Unspecified lessee

a lessee other than a specified lessee

Valuable Cargo

- processed tobacco/tobacco products
- bottled spirits
- precious jewellery/precious metal
- valuable works of art
- thoroughbred horses
- computers/handheld electronic products/mobile telephones (and electronic components of these)

Valuable papers

formal documents expressing property, or debt, relations between parties and classified as follows:

- share capital certificates if it is possible to receive credit from a bank on the document
- bond certificates - issued by both companies and governments
- documents expressing proprietary interests including bills, cheques, warrants, certificates of deposit, bills of lading and other commercial papers
- international valuable papers including euroshares and eurobonds

Valuable works of art

includes antiques, paintings, furniture, sculptures, tapestries, collectibles or objects for display, if the value exceeds USD 20,000 each item or set of items

Vertical tandem lift

lift of more than one container linked together vertically

War risks

the following, except to the extent that the definition of terrorism applies:

- war, civil war, revolution, rebellion, insurrection or civil strife arising there from, or any hostile act by or against a belligerent power
- seizure (piracy excepted) and the consequences thereof and attempts thereat
- risks arising from mines, torpedoes, bombs, rockets, missiles, shells, explosives or other similar weapons of war, whether active or derelict - unless handled by the Member in the course of its insured services with the Managers' agreement

War risks on board

war risks in respect of equipment on board an oversea ship or aircraft

War risks on land

war risks in respect of equipment which is not on board an oversea ship or aircraft

We (us) (our)

The Association.

Wear and tear

wastage, wearing away or wearing out of any material or part arising from ordinary usage or working, or other gradual deterioration, rust, oxidation, corrosion, or erosion, including slowly developing deformation, distortion, cracks or other flaws

Winding up/bankruptcy

- in the case of a corporation:
 - the passing of a resolution for voluntary winding up
 - an order being made for compulsory winding up
 - dissolution
 - appointment of a receiver or manager of all or part of the business or undertaking
 - possession being taken by a secured party of any property
 - commencing proceedings under any insolvency laws to seek protection from creditors or to reorganise its affairs
- in the case of an individual:
 - having a receiving order made against him/her
 - becoming bankrupt
 - making a composition or arrangement with creditors generally

Wrongful act

any act, error or omission by an executive officer of the assured acting in his/her representative capacity as such, or any matter claimed against an executive officer solely by reason of his/her status as executive officer of the assured, constituting a breach of a duty imposed by law or breach of an employment contract

You (your)

an assured and any joint assured under the assured's insurance, as designated in the certificate(s), including a sole trader and any executive officer of an assured or joint assured

Your country

any country in which:

- you are incorporated or
- the management of your business is conducted or
- your principal place of business is situated

Your product

any goods, other than real property, manufactured, sold, handled, distributed or disposed of by:

- you
- others trading under your name
- anyone whose business or assets you have acquired
- containers (other than vehicles), materials, parts or equipment furnished in connection with your goods or products

Your product includes:

- warranties or representations made at any time with respect to the fitness, quality, durability, performance or use of your product
- the providing of, or failure to provide, warnings or instructions

Your work

- any work or operations performed by you or on your behalf
- any materials, parts or equipment furnished in connection with this work or operations

Your work includes:

- warranties or representations made at any time with respect to the fitness, quality, durability, performance or use of your work
- the providing of, or failing to provide, warnings or instructions

