

LE RENDEZ-VOUS DE L'ASSURANCE TRANSPORTS

Cannes
4th and 5th May 2010



LE
RENDEZ-VOUS
DE CANNES



MUNICH RE MARINE

COVERAGE OF PIRACY LOSSES UNDER MARINE INSURANCE POLICIES

Dieter Berg

Marine Hull / Hull War Insurance

- covers the insured ship for hull damage or total loss
- piracy insured either as a regular hull peril or (increasingly) as a war peril
- ransom payments accepted as part of Sue and Labour cost

Marine Cargo Insurance

- covers cargo in transit against physical loss or damage
- piracy is predominantly covered as a regular marine peril

Protection and Indemnity (P&I)

- covers ship owner's or charterer's liability and other interests incl. workmen's compensation for the crew on board
- Clubs are hesitant to contribute to ransom payments (not a typical GA-participant/subsidiary clause)
- ransom payments to pirates can be indemnified at the Club's discretion
- Clubs are facing first claims of hijacked crew members against ship owners

➔ Declaration of General Average

- hull and cargo insurers are asked to participate at the reimbursement of ransom payment
- little case law about the legality of ransom payments and GA declaration

Kidnap and Ransom Insurance

- covers ransom money for insured crew
- provides loss prevention consultancy
- delivers services after a kidnapping

Loss of Hire Insurance

- covers loss of income or obligation to pay charter hire without a physical trigger if the vessel is held by pirates



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MERCI DE VOTRE ATTENTION !

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