

MARINE CARGO INSURANCE

WHAT IS A MARINE CARGO INSURANCE?

Marine Cargo Insurance covers your moving cargo from one place to another by sea, air or inland transit covers are provided under Institute Cargo Clause "A" (ICC "A"), ICC "B" or ICC "C". Clause "A" covers all risks whilst Clause "B" and "C" cover named perils.

Any contract where the shipper pays for the marine insurance, under CIP or CIF for example, needs to consider what type of insurance cover they are paying for and to ensure it provides the cover that the contract requires. It is good business practice, when stating that insurance is included, to actually state the Institute Cargo Clauses that are being quoted.

Institute Cargo Clause C covers loss or damage due to Fire and Explosion, Stranding, Sinking, Capsizing, Overturning of a Lorry or train, collision, discharge at a port of distress, total loss of vehicle, general average sacrifice and jettison.

Institute Cargo Clause B covers loss or damage as per Cargo Clause C plus Washing Overboard, Sea, Lake, River, Water damage and Total Loss of package during loading/unloading.

Institute Cargo Clause A covers loss or damage as per Cargo Clause B plus Rainwater damage, malicious damage, breakage, partial loss, shortage, pilferage and theft.

What is NOT covered by any of these Institute Cargo clauses is Willful misconduct of the Assured, Ordinary leakage/loss in weight, unsuitable packing, inherent vice, delay, insolvency/financial default, unseaworthiness/unfitness of craft, vessel or container, war capture seizure and problems relating to strikes, riots and terrorism.

With the last two it is possible to cover these potential losses by taking out Institute War Clauses to cover war capture seizure and Institute Strikes Clauses for problems relating to strikes (it is important to talk to the broker to see if this covers riots and terrorist attacks as well). warehouse or customs shed. This type of coverage also may not cover any goods that are picked up and brought to the shipper by another party, such as a courier.

Various clauses can be added on depending upon the nature of the goods being carried. The Institute Cargo Clauses comprise a range of covers from the most comprehensive ones such as (A) Clauses to the basic minimum protection available termed (C) Clauses.

Additional cover can also be provided for the following:

- Loading and Unloading
- Customs Duty
- Removal of Debris

Policies are customisable to your needs, with a specific policy to cover each single consignment. There are also other various types of policies:

- **Open Policy** - This policy covers all the marine sendings of a client in a 12 month policy period where the voyage involved is within a country (domestic/inland)
- **Open Cover** - This policy covers all the marine sendings of a client in a 12 month policy period where the voyage involved is import or export
- **Specific Voyage or Time Policy** - These policies are issued to firms that require coverage for a specific voyage. It is suitable for those firms who seldom require marine cargo policies in the course of their trade

These policies are issued on a "from and to" basis and the cover commences once the goods leave the place of origin named in the policy and terminates on delivery at the place of destination.

Sometimes these policies are also issued in terms of duration of the voyage, in which case the cover commences on the date and time specified for the same in the policy. Inland specific transit will exclude terrorism.

Who We Are And What We Do

PT. Howden Insurance Brokers Indonesia is part of the Howden Broking Group. We are able to offer our customers a truly global reach in expertise and know-how supported by over 300 colleagues in the region and 1500 around the world.

Through our worldwide network of Howden Broking Group, we have available a depth and diversity of experience that is unmatched by others. Our global outlook and worldwide alliances with international insurers and Lloyds of London enables us to combine local knowledge with international perspective.

As an independent broker, we are free to source and select the best possible solutions for your particular needs.

Our office in Jakarta can service all areas of the Indonesian Archipelago.

We assist our clients with the design, negotiation and implementation of the most effective and competitive insurance coverage available. Unlike insurance company sales staff, Howden only acts on behalf of our clients. In case of a claim, our dedicated claims executives will assist you in the management and negotiation of your claim to ensure that the settlement is expedient, fair and in accordance with the applicable insurance coverage.

How May We Serve You

As an integral part of Asian life, rice is both a daily essential and a sign of wealth. Like your assets, it has to be cultivated, nurtured and harvested. Protecting what is most important to you becomes a crucial task.

PT. Howden Insurance Brokers Indonesia invites you to consider a partnership that would work to your greatest advantage.

CONTACT US

For more information and an initial discussion free of charge to find out how Howden can help you. We look forward to the pleasure of serving you.

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