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SHIPOWNERS INSURANCE REQUIREMENTS



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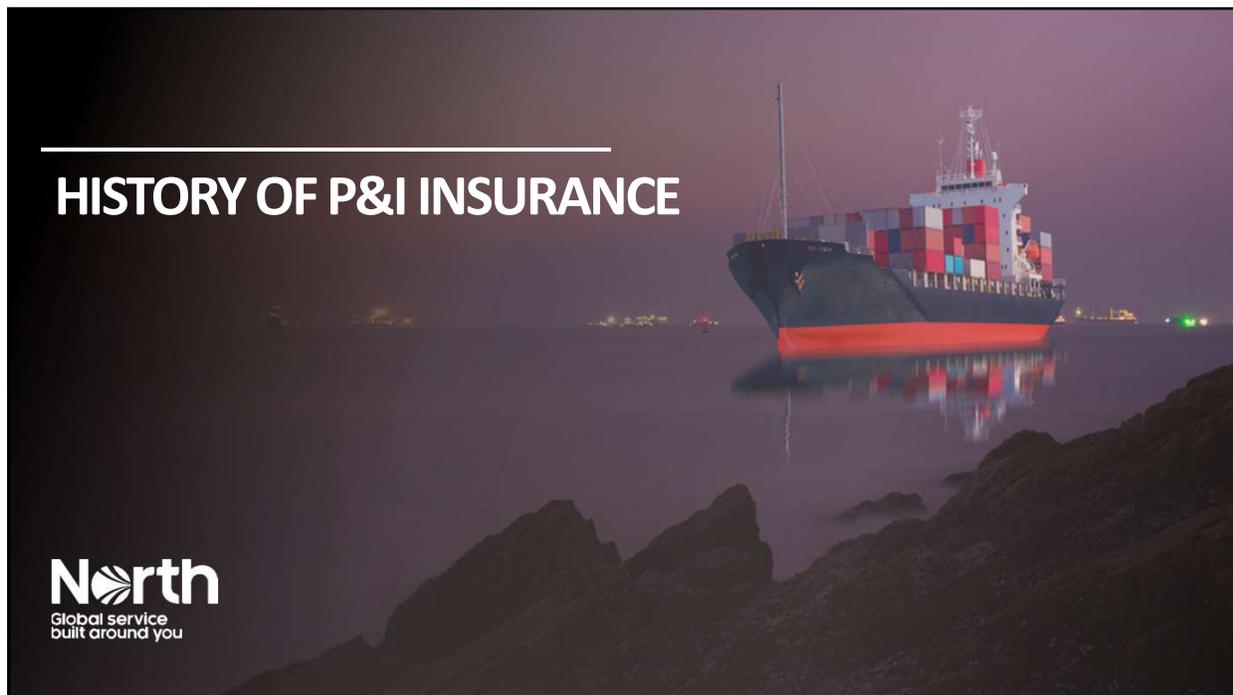
SHIPOWNERS INSURANCE REQUIREMENTS

P&I provides cover for shipowners' third party liabilities

Protection Term generally used to describe cover for risks arising from people, ships and others

Indemnity Term generally used to describe cover for shipowners' liabilities from the carriage of cargo

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HISTORY OF P&I INSURANCE

1000BC – Phoenicians accredited with rudimentary marine insurance practices

1688 – Edward Lloyd opened first coffee house in London

1720 – Act of Parliament – restricted marine insurance to two companies until 1825

An illustration of a wooden boat, possibly a galleon or a similar large sailing vessel, on the sea. The boat is shown from a side-on perspective, with its masts and rigging visible. The sea is depicted with white-capped waves.

An illustration of a large, ornate interior space, likely a coffee house or office. The room features high ceilings, large windows, and several people seated at tables, engaged in conversation or work. The architecture is classical, with columns and decorative elements.

A photograph of the Houses of Parliament in London, showing the iconic Big Ben clock tower and the surrounding Gothic architecture. The building is situated on the River Thames, and the sky is clear.

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HISTORY OF P&I INSURANCE (SHIPS) – 1836

Hull policies did not cover damage to other vessel

Running Down Clause (RDC)

Other vessel collision liability – limited to 3/4

Remaining 1/4 would be picked up by Mutuals



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HISTORY OF P&I INSURANCE (PEOPLE) – 1846

Act of parliament – Lord Campbell's Act
1846

Allowed relatives of people killed by
wrongdoing of others to recover damages

Crew and passengers carried by ships

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HISTORY OF P&I INSURANCE (CARGO) – 1870

Common law

Freedom of contract

Few cargo claims

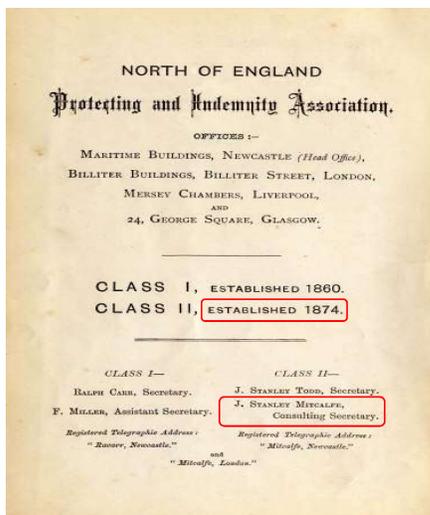
Westerhope incident of 1870

Deviation



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HISTORY OF P&I INSURANCE – 1860



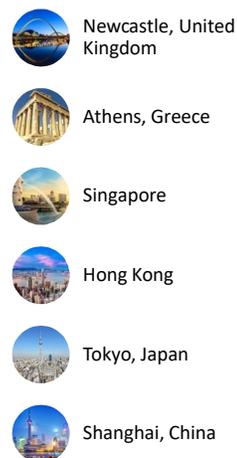
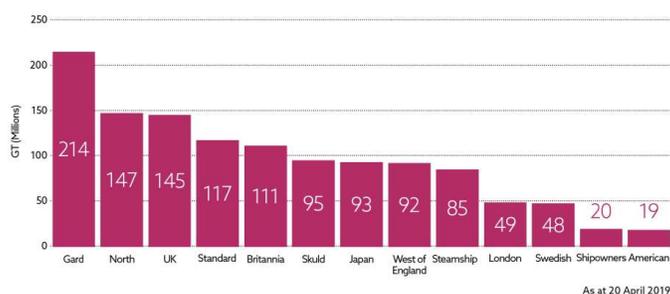
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HISTORY OF P&I INSURANCE

Global fleet of 4,000 ships

400 member groups

Providing P&I insurance to 12% of the world's owned shipping tonnage



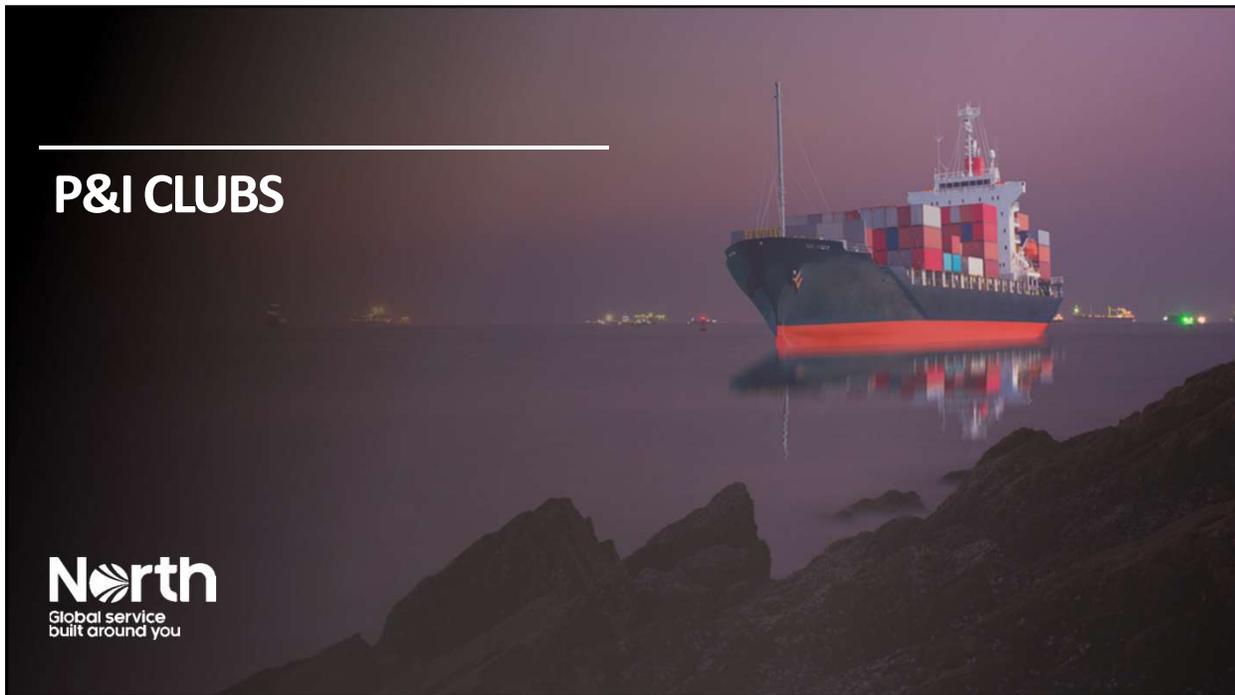
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HISTORY OF P&I INSURANCE

Increase in overseas trade and changes in the Law

- Workmen's Compensation Act
- Factory Acts and Industrial Injuries Act
- Merchant Shipping Acts
- COGSA 1924 (Hague Rules)

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P&I CLUBS

An Association of Shipowners

Providing third party liability insurance cover

On a mutual basis (sharing of risks)

Non – profit making

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P&I CLUBS

Owned by their shipowner members

Controlled by their shipowner members

Exist solely for the benefit of their members

A service provider as well as providing insurance

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P&I CLUBS

Managed Clubs

- Thomas R. Miller manage UK P&I Club

Mutually Owned Club

- North of England P&I Association

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P&I CLUBS

A Member may be a:

Shipowner

Ship manager

Ship operator

Charterer

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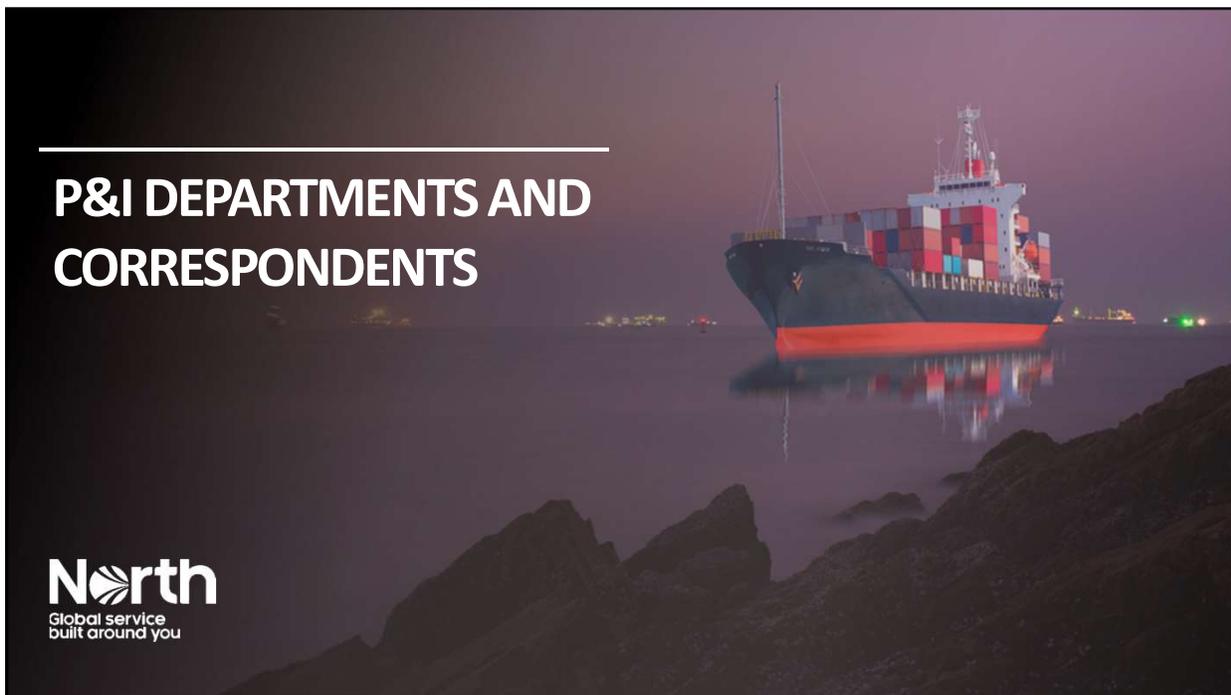
P&I CLUBS

P&I policy is a TIME policy:

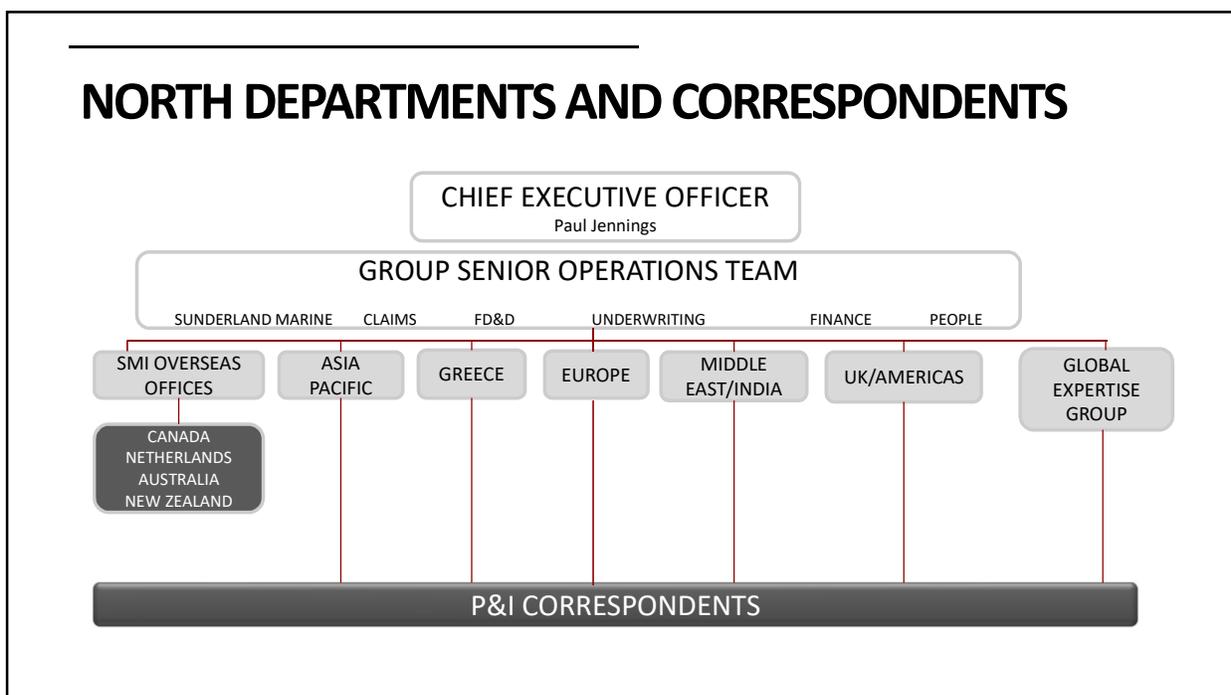
- From Noon GMT on 20 February

- To Noon GMT on following 20 February

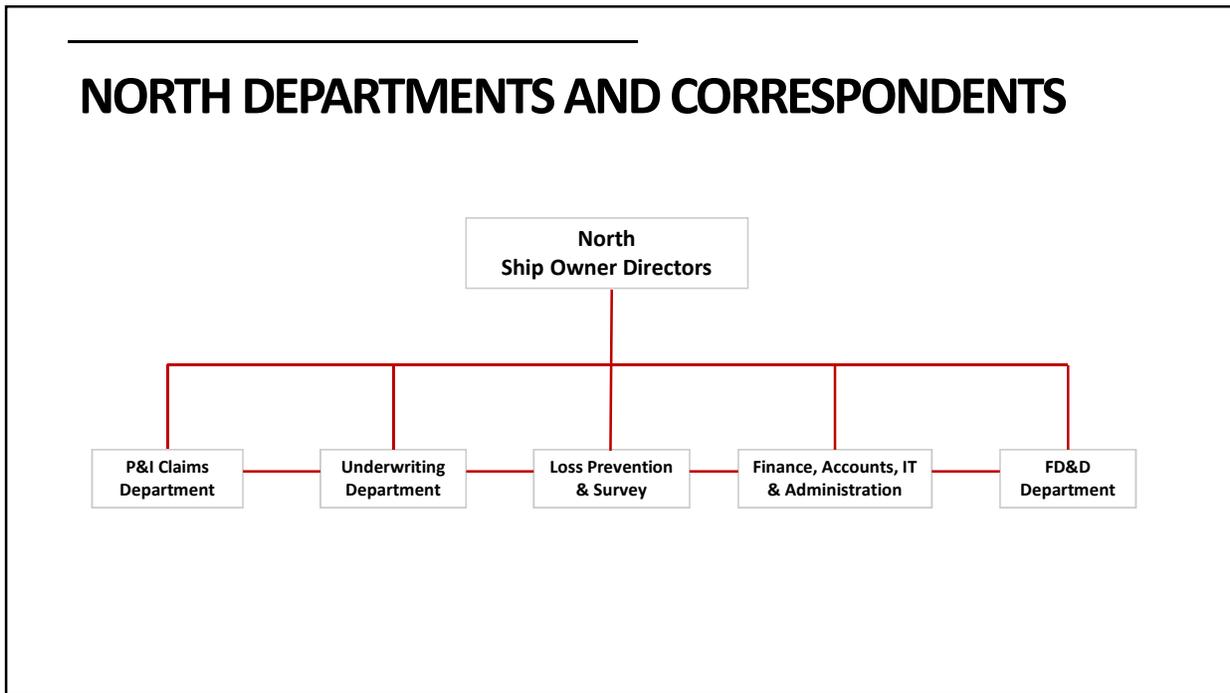
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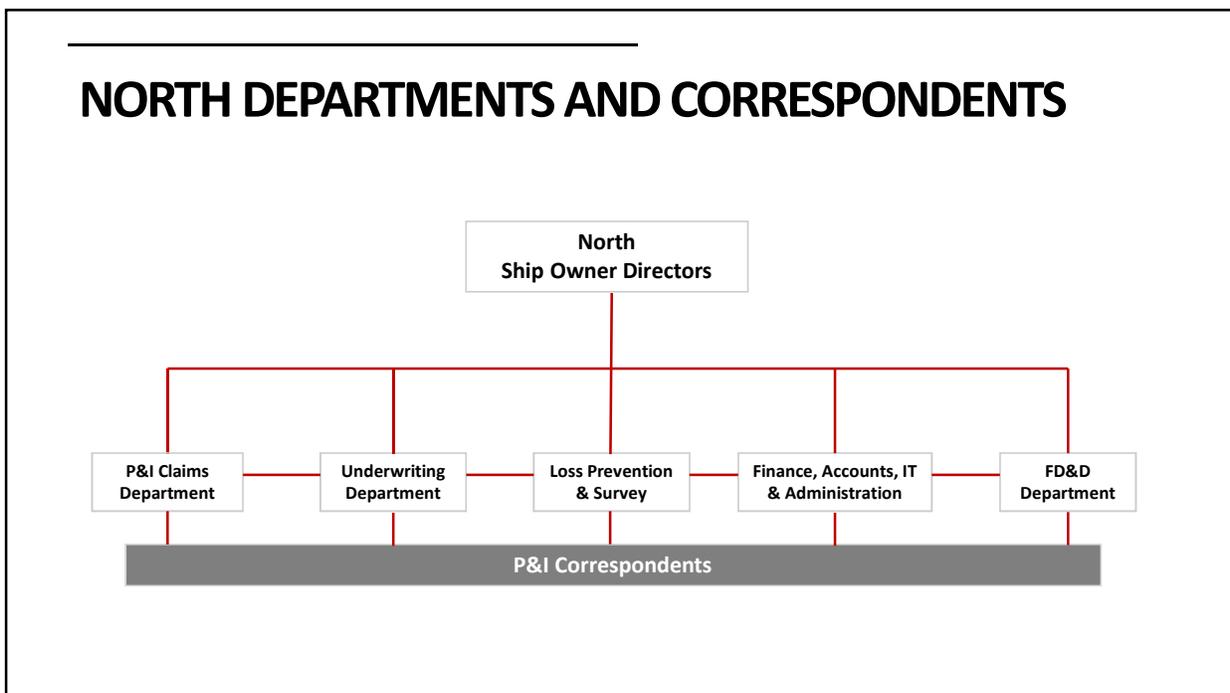
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P&I DEPARTMENTS AND CORRESPONDENTS

Correspondents

- Representatives – not agents
- When to call a correspondent?
- Clubs eyes and ears
- Report to claims handler
- Protect the shipowners position
- **Commercial Correspondents
- **Legal Correspondents

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P&I DEPARTMENTS AND CORRESPONDENTS

Correspondents

Immediate advice to Members and Masters

Legal representation and advice

Arrangement of surveys

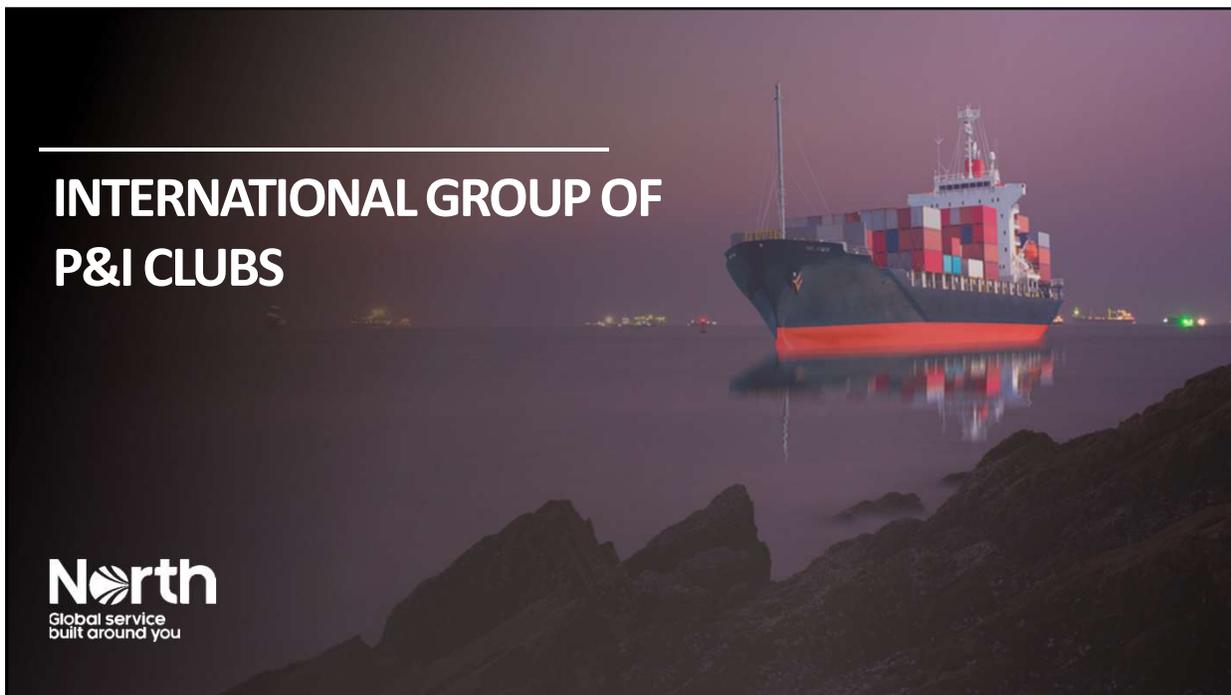
Advice on defence and legal aspect of claims

Negotiation with local interests (cargo claimants / underwriters, customs / immigration officials, harbour and other authorities)

Keeping P&I Club fully informed

Assisting with release of a vessel under arrest – occasionally provision of security

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INTERNATIONAL GROUP OF P&I CLUBS (IG)

13 Member Clubs

Over 90% of world tonnage

Exchange information

Collective insurance and reinsurance

Represent view of shipowners

IGP&I
International Group of P&I Clubs

Home About Contact **The Group Clubs** The Group Agreements News and Information Links

Sub-committees
For a list of permanent sub-committees, please click [here](#).

Contact Us

The Group Clubs
There are thirteen separate and independent clubs in the Group, plus their affiliated associations.
Please see the links to their web sites below:

- [American Steamship Owners Mutual Protection and Indemnity Association, Inc.](#)
- [AssuranceforSeaman_Gard](#)
- [AssuranceforSeaman_Shipal](#)
- [The Antwerp Steam Ship Insurance Association Limited](#)
- [The Japan Ship Owners' Mutual Protection & Indemnity Association](#)
- [The London Steam-Ship Owners' Mutual Insurance Association Limited](#)
- [The North of England Protection & Indemnity Association](#)
- [The Shipowners' Mutual Protection & Indemnity Association \(Bermuda\)](#)
- [The Standard Steamship Owners' Protection & Indemnity Association \(Bermuda\) Limited](#)
- [The Steamship Mutual Underwriting Association \(Bermuda\) Limited](#)
- [The Swedish Club](#)
- [United Kingdom Mutual Steam Ship Assurance Association \(Bermuda\) Limited](#)
- [The West of England Ship Owners Mutual Insurance Association \(Lauzonbosch\)](#)

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INTERNATIONAL GROUP OF P&I CLUBS (IG)

North of England

American Steamship

Gard

Skuld

Britannia Steamship

Japan

London Steamship

Shipowners

Standard Club

Steamship

Swedish

UK

West of England

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INTERNATIONAL GROUP OF P&I CLUBS (IG)

[Limits of available cover](#)

Oil Pollution

- US \$1,000 million for a single claim

Passenger claim

- US \$2,000 million

Passenger and crew claim

- US \$3,000 million

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INTERNATIONAL GROUP OF P&I CLUBS (IG)

Standing Committees

Ad hoc Committees

Bills of Lading

Asbestosis

Personal Injury

NYPE Charterparty

Maritime Security

Claims Co-Operation

Pilotage

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OTHER INSURANCE FACILITIES



North
Global service
built around you

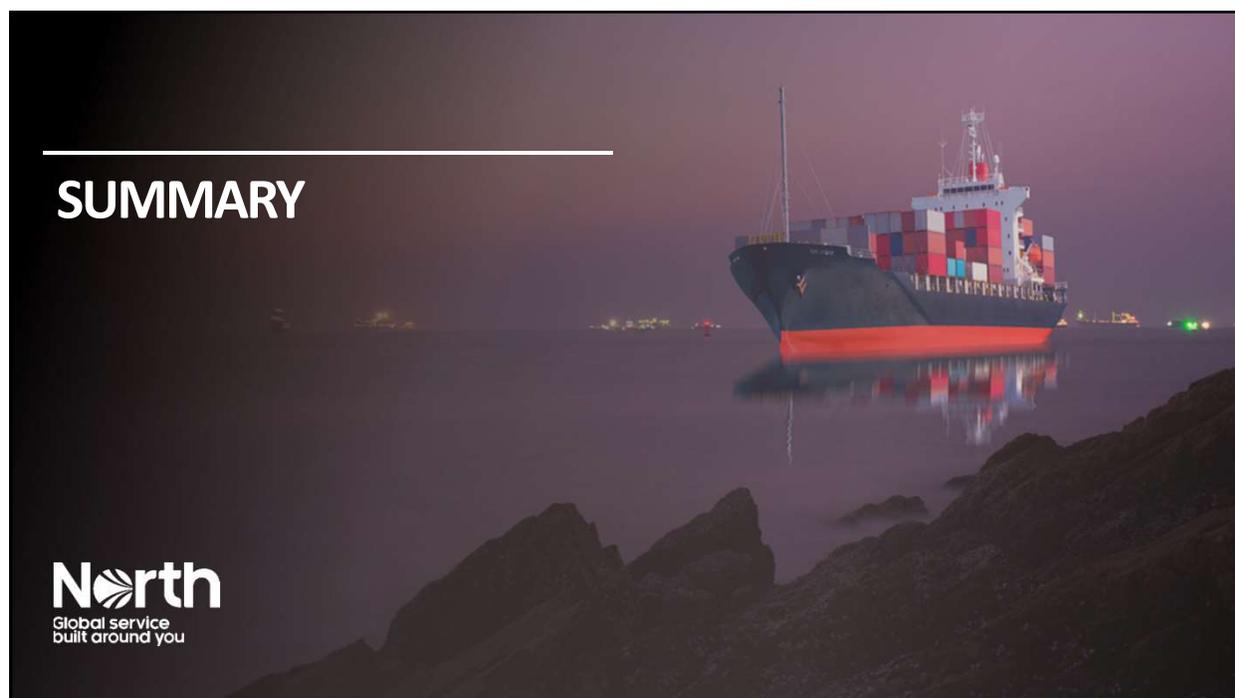
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OTHER INSURANCE FACILITIES

Clubs and facilities for Shipowners, or others, who do not require the extent of cover provided by International Group Clubs

Clubs and facilities who may be prepared to take tonnage which the International Group will not accept

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SUMMARY

Ship owners insurance requirements

Owned by their shipowner members

History of P&I insurance

Controlled by their shipowner members

P&I clubs

Exist solely for the benefit of their members

P&I departments and correspondents

A service provider as well as providing insurance

International Group of P&I Clubs

Other insurance facilities

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THANK YOU

North
Global service
built around you

www.nepia.com



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