

War Circular

No. 426/2019



Gothenburg : **18 December 2019**

War Risk Insurance Terms 2020

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The terms for War Risk Insurance for 2020 are outlined in this circular. The Association will continue the process of streamlining the cover to ensure a comprehensive insurance aimed at reducing costs for Members.

Features for 2020

Sum Insured – to correspond to the Hull & Machinery insurance value and/or any ancillary interests covered. The total sum insured for all interests not to exceed USD 300,000,000 each vessel.

Conditions – most major international conditions for War Risks cover.

Liability Cover (P&I) – includes an independent limit for War Risks P&I which will indemnify Members for claims that are not recoverable from the P&I Club because of the War Risks exclusion contained therein. This is normally up to the sum insured; however, a higher limit may be available upon application to The Association.

Blocking & Trapping Inclusion – total Loss compensation after six months. Special terms may apply in Areas of Perceived Enhanced Risk.

Detention Risks - total Loss compensation after six months. Special terms may apply in Areas of Perceived Enhanced Risk.

Additional Expenses – up to USD 25,000 per day are covered in excess of 7 days, but not recoverable following an agreed total loss or after 180 days has expired, whichever occurs sooner. These are unavoidable expenses following an insured peril.

Loss of Hire – available upon application to The Association with Daily Sum Insured and limit to be agreed in advance. Subject to Additional Premium for breaches of Trading Warranties. Special terms may apply in Areas of Perceived Enhanced Risk.

Trading Warranties – see current List of Areas of Perceived Enhanced Risk 1 January 2020 as attached.

Cyber Exclusion deleted – for policy year 2020, the Notice of Cancellation, Automatic Termination of Cover, War, Nuclear etc. and Cyber Attack Exclusion Clause 2004-01-01 (W.1.3) is deleted and replaced by Cyber Risks Cover as outlined below.

Cyber Risks Cover – with effect from 1 January 2020, vessels entered with the Association for War risks for policy year 2020 will be covered for Cyber Risks in accordance with the new Notice of Cancellation, Automatic Termination of Cover, War, Nuclear etc. and Computer Virus Exclusion Clause 2020-01-01 (W.1.4). Any loss, damage liability or expense caused by harmful use or operation of Computer Virus shall only be excluded once claims on the Association, that would otherwise have been excluded by the clause, exceed USD 150,000,000 in the aggregate in the 2020 policy year. The limit will apply across the membership as a whole and any claims will be settled on a pro rata basis should incurred losses in the 2020 Policy Year exceed the aggregate limit set out above.

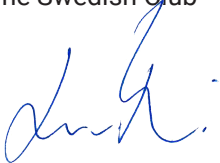
All vessels –subject to The Swedish Club Sanction Limitation and Exclusion Clause W.10.

Swedish Flagged Vessels – subject to The Swedish Club Outbreak of War Clause (W.7.2).

Premium

The agreed premium to be paid on 1 January 2020 or as agreed.

Yours faithfully,
The Swedish Club



Lars Rhodin

Enclosures

- **Enclosure 1:** List of Areas of Perceived Enhanced Risk 1 January 2020
 - "Listed Areas" as of 1 January 2020
 - Navigational Limitations for Hull War, Strikes, Terrorism and Related Perils Endorsements (JW2005/001A)
 - Hull War, Strikes, Terrorism and Related Perils Notice of Cancellation Administration Clause (JW2005/001B) (as and where applicable)

- **Enclosure 2:** Club Clauses for War Risk Insurance 2020
 - The Swedish Club Outbreak of War Clause (W.7.2)
 - Notice of Cancellation, Automatic Termination of Cover, War, Nuclear etc. and Computer Virus Exclusion Clause 2020-01-01 (W.1.4)
 - Sanction limitation and exclusion clause W.10



About The Swedish Club

The Swedish Club is a leading marine mutual insurer, headquartered in Gothenburg, Sweden, with offices in Piraeus, Hong Kong, Tokyo, Oslo and London.

The Club, established by shipowners in 1872, is owned, self-managed and under the direct control of its members. We are a true mutual organisation with a focus on marine safety and loss prevention, with a commitment to furthering an enhanced safety culture at sea.

The All-in-One Club

Protection & Indemnity

The Swedish Club is a member of the International Group of P&I Clubs and offers full mutual cover on a Group basis. Having handled complex P&I matters for more than a century the Club has gained extensive experience in large casualty response.

Hull & Machinery

Offering good relationships and close cooperation with our members, we can provide on-site assistance from our in-house surveyors and technical experts. Our team of in-house adjusters offers time and cost benefits to both our members and the Club.

Other Insurance Products

The Swedish Club offers a full range of insurance solutions for every area of your business. These include Freight Demurrage & Defence and Energy & Offshore insurance, in addition to specialist products such as Kidnap & Ransom and War Risks.

Loss Prevention

Loss prevention is at the heart of everything we do. We deliver a wide range of loss prevention initiatives, training and information, including the Club's Emergency Response Training, Loss Prevention Guides, benchmarking and campaigns. More information can be found at www.swedishclub.com/lossprevention.

The Swedish Club Academy

In conjunction with The Swedish Club Academy we offer our members the benefits of the Maritime Resource Management (MRM) course. Designed to minimise the risk of incidents by encouraging safe and responsible attitudes, the Academy specialises in human factors training and related services for those who have marine safety, efficiency and job satisfaction as their main priorities.

Marine Insurance Courses

Our popular Marine Insurance Course and Marine Insurance Seminars are offered yearly to members around the world and cover the essential aspects of marine insurance, ranging from terms and conditions to the practical handling of claims and loss prevention.

SCOL - Swedish Club OnLine

Supporting you 24 hours a day, SCOL is a modern intelligence platform which adapts to your needs and helps inform decision making. Your gateway to The Swedish Club, it provides a comprehensive overview of your insurances and claims records at the touch of a button.

www.swedishclub.com