

INSTITUTE CLASSIFICATION CLAUSE 01/01/2001

QUALIFYING VESSELS

1. This insurance and the marine transit rates as agreed in the policy or open cover apply only to cargoes and/or interests carried by mechanically self-propelled vessels of steel construction classed with a Classification Society which is:
 - 1.1 A Member or Associate Member of the International Association of Classification Societies (IACS)
 - 1.2 a National Flag Society as defined in Clause 4 below, but only where the vessel is engaged exclusively in the coastal trading of that nation (including trading on an inter-island route within a archipelago of which that nation forms partyCargoes and/or interests carried by vessels not classed as above must be notified promptly to underwriters for rates and conditions to be agreed. Should a loss occur prior to such agreement being obtained cover may be provided but only if cover would have been available at a reasonable commercial market rate on reasonable commercial market terms.

AGE LIMITATION

2. Cargoes and/or interests carried by Qualifying Vessels (as defined above) which exceed the following limits will be insured on the policy or open cover conditions subject to an additional premium to be agreed.
Bulk or combination carriers over 10 years of age or
Other vessels over 15 years of age unless they:
 - 2.1 have been used for the carriage of general cargo on an established and regular pattern of trading between a range of specified ports, and do not exceed 25 years of age, or
 - 2.2 were constructed as container ships, vehicle carriers or double-skin open hatch gantry crane vessels (OHGCs) and have been continuously used as such on an established and regular pattern of trading between a range of specified ports, and do not exceed 30 years of age.

CRAFT CLAUSE

3. The requirements of this Clause do not apply to any craft used to load or unload the vessel within the port area.

NATIONAL FLAG SOCIETY

4. A National Flag Society is a Classification Society which is domiciled in the same country as the owner of the vessel in question which must also operate under the flag of that country.

PROMPT NOTICE

5. Where this insurance requires the assured to give prompt notice to the Underwriters, the right to cover is dependent upon compliance with that obligation

LAW AND PRACTICE

- 6 This insurance is subject to English law and practice
For a current list of IACS Members and Associate Members please refer to the IACS website at www.iac.org.uk

SCHEDULE NO.5 (21/492)

ADVISORY SCHEDULE OF MINIMUM ADDITIONAL PREMIUMS FOR SHIPMENTS BY VESSELS HELD COVERED IN THE INSTITUTE CLASSIFICATION CLAUSE

(A) WHEN PAYABLE BY REASON OF THE AGE LIMITATIONS,IRRESPECTIVE OF THE POLICY TERMS

	APPROVED CARGOES OTHER THAN CARRIED IN BULK AND/OR COMBINATION CARRIERS		COCOA, COFFEE, COTTON, FERTILISERS NUTS AND OIL SEEDS AND THEIR BY-PRODUCTS (E.G. CAKES, EXPELLERS, PELLETS AND THE LIKE) RICE, SUGAR, TALLOW AND FATS, VEGETABLE OILS APPROVED CARGOES CARRIED IN BULK AND/OR COMBINATION CARRIERS.		FISHMEAL, FRESH AND/OR CHILLED MEAT OR FISH COPRA, GAPLEX, MANIOC, TAPIOCA, AND ALL THEIR PRODUCTS. JUTE,SISAL, MOLASSES		CEMENT, SULPHUR, COA, COKE AND/OR RELATED BY – PRODUCTS, ORES, CONCENTRATES, SCRAP METAL AND OTHER HIGH DENSITY CARGOES (INCLUDING HEAVY FERROUS AND NON-FERROUS CARGOES SUCH AS STEEL BEAMS, ANGLES, SHEETS, BARS, PIG IRON AND THE LIKE		TIMBER AND ALL OTHER TIMBER PRODUCTS (E.G PAPER PRODUTS, WOOD PULP, NEWSPRINT, KRAFT LINER BOARD AND THE LIKE)		
	(a)	(b)	(a)	(b)	(a)	(b)	(a)	(b)	(a)	(b)	
	..	..	..	..	..	..	..	..	..	WOLD	VOYS WITHIN SCAN/U.K./CPMT/ (BAYONNE/HAMBURG)
BULK AND/OR COBINATION CARRIERS 11-15 YEARS OLD	N/A	N/A	.15%	.1%	.2%	.15%	.325%	.2%	.5%	.1%	NO SURCHARGE
MINERAL OIL TANKERS OVER 50,000 GRT 11-15 YEARS OLD	.05%	.025%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
ALL VESSELS 16-20 YEARS OLD	.185%	.125%	.28%	.185%	.56%	.375%	.7%	.5%	1%	.2%	.1%
21-25 YEARS OLD	.375%	.25%	.56%	.375%	1.125%	.75%	1.3%	1%	2%	.4%	.2%
26-30 YEARS ODL	.6%	.375%	.75%	.5%	1.5%	1%	2%	1.35%	2.5%	.6%	.3%

- (1) VESSELS OVER 30 YEARS OLD AT UNDERWRITERS' DIRCTION.
- (2) UNDERWRITERS' ATTENTION ESPECIALLY DRAWN TO THE NEED FOR A FURTHER LOADING OF THESE ADDITIONAL PREMIUM WHEN A VESSEL IS UNDER 1000 G.R.T
- (3) THE ADDITIONAL PREMIUMS IN VOLUMN(a)OF THIS SCHEDULE MAY BE REDUCED TO THOSE OF COLUMNS(b) FOR SHIPMENTS BY VESSELS OF MANAGEMENTS WITH GOOD RECORDS
- (4) IT SHOULD BE NOTED THAT NO ACCOUNTS IS MADE FOR DEDUCTIBLE OTHER THAN THOSE WHICH AMOUNT TO TRADE LOSSES.

(B) WHEN PAYABLE FOR REASONS OTHER THAN (A), HELD COVERED SUBJECT TO A PREMIUM AND ON CONDITIONS TO BE AGEED