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# Marine Cargo

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It deals with insurance of goods in transit through following modes of transport:

- Sea
- Rail
- Road
- Air
- Inland waterways
- Post Parcels

## Types of Policies

While the movement of cargo within the country is covered under inland policies, cargo going out of India/ cargo coming to India from broad are covered under overseas policies.

One has the option of covering the voyage under a specific policy. However, if the voyages are frequent and it is difficult/ cumbersome to take specific policies, option is also available to obtain cover of all despatches under an open policy.

## Scope of Cover

The scope of cover under inland policies are determined by Inland Transit Clauses A, B and C. While C covers the losses arising due to fire and lightning, B covers losses arising due to accident of the carrying vehicle besides whatever is covered in C. Inland Transit Clause A is an All Risk policy.

The scope of cover under inland policies are determined by Institute Cargo Clauses A, B and C.

While C broadly covers the losses arising due to fire/ explosion/ sinking/ stranding/ jettison/ General Average, B covers losses arising due to earthquake, entry of sea water, washing overboard etc besides whatever is covered in C.

Institute Cargo Clause A is an All Risk policy.

All the policies are subject to certain exclusions like inherent vice, losses arising due to war and nuclear perils etc.

### **Sum Insured**

The sum insured is based on cost, insurance, freight and other incidental expenses. This is an agreed value policy.

### **Premium Rate**

Premium rate depends on various factors associate with the risk. Important amongst them are nature of cargo, scope of cover, packaging, mode of conveyance, past claims experience etc.