



APPLIES TO ACADEMIC YEAR 2010/2011

NSA 2510 Marine Insurance

Programme

Exchange Program

Responsible for the course

Department

Department of Accounting - Auditing and Law

Term

According to study plan

ECTS Credits

7,5

Language of instruction

English

Introduction

The course gives an introduction to international marine insurance, the marine insurance covers, markets, conditions and rules. The course covers the history and background, as well as need for marine insurance covers, the legal framework governing the markets, and individual covers available to the owner, charterer and other third parties. The students will learn to identify insurable interests in the vessel and how to insure these on primarily Norwegian covers and English covers. The course will focus on capital insurances, insurances for potential legal liabilities and insurances against potential freight losses. The main covers and conditions for H&M insurance, P&I insurance, TLO and freight insurances will be targeted in depth

Learning outcome

Acquired knowledge

The students will acquire an understanding of laws, rules and conditions applicable to international marine insurance, including:

- The markets for marine insurance and reinsurance
- Insurance terms
- General rules applicable to insurance and reinsurance
- The Norwegian Marine Insurance Plan
- Institute Time Clauses
- Hull and Machinery Insurance
- P&I Insurance
- Loss of Hire insurance
- Insurances against total loss only
- Mortgagee interest insurances

Acquired skills:

The students will be able to identify and assess the shipowners, charterers and other third parties insurable interests in the relevant vessel. The students will be able to find and use available insurance covers, and to interpret and use them to solve practical cases. The students will also be able to assess different clauses and to distinguish between covers available in the different markets relating to different insurance covers.

Reflection

By understanding the concept and framework of marine insurance in an international context, the students will be able to reflect on the need and application of the covers. By being able to compare the conditions of different markets, they will be able to reflect on the quality and price of available covers.

Prerequisites

None.

Compulsory reading

Books:

Falkanger, Thor, Hans Jacob Bull and Lasse Brautaset. 2004. Scandinavian maritime law : the Norwegian perspective. 2nd ed. Oslo : Universitetsforlaget. Chapters 21 and 22. Tidligere utg. med tittel: Introduction to maritime law

Other:

2010. Norwegian Marine Insurance Plan of 1996 : version 2010. Det Norske Veritas. [Online]. Available from URL: <http://www.norwegianplan.no/nor/index.htm>
Cathrine Bjune. 2010. Study guide and workbook in Marine Insurance. 200. Vil komme i ny utgave vår 2010
Commentaries to the Marine Insurance Plan
Handouts

Recommended reading

Books:

Rhidian, Thomas, ed. 1996-2000. The Modern law of marine insurance. London : LLP. Tobindsverk

Articles:

Selected articles

Other:

Handbook on P&I Insurance. GARD P&I club

Course outline

- Introduction to marine insurance, terms and abbreviations
- The Norwegian Marine Insurance Plan
- Insurable interests of shipowners, charterers and third parties
- The marine insurance markets world wide
- Direct insurance and reinsurance
- Assessment of premium
- The assured and the subject matter of the insurance
- The attachment, duration, alteration and termination of the insured risk (including change of voyage, deviation and delay)
- Warranties (express and implied)
- Conditions and other terms
- Hull and Machinery Insurance
- P&I
- Total Loss only
- Freight insurances
- War risk insurance
- Third party covers
- Claims handling and practical case work

Computer-based tools

None.

Learning process and workload

The course is conducted through a total of 45 hours of lectures, including case work in groups and discussions

The students must hand in a written group assignment during the course. Other cases presented by the lecturer should be completed before review in class. Students are expected to attend lectures and to bring the Norwegian Marine Insurance plan to class.

Recommended workload in hours

| Activity | Hours |
|---|--------------|
| Participation in lectures | 30 |
| Participation in case work, excursions and reviews by lecturer | 15 |
| Preparation for lectures | 60 |
| Work on practical cases handed out by lecturer, including assignment case | 20 |
| Preparation for the examination | 75 |
| Total recommended use of time | 200 |

Use of hours

30 hours - lectures
15 hours - reviews by lecturer
45 hour total

Examination

A three-hour individual written examination concludes the course.

Examination code(s)

NSA 25101 - Written exam, counts 100% to obtain final grade in NSA 2510 Marine Insurance, 7.5 credits.

Examination support materials

The Norwegian Marine Insurance Plan version 2010 and BI-defined exam calculator. TEXAS INSTRUMENTS BA II Plus™

Examination support materials at written examinations are explained under exam information in our web-based Student handbook. Please note use of calculator and dictionary.
<http://www.bi.edu/studenthandbook/examaids>

Re-sit examination

At the next ordinary examination.

Additional information

NA