



APPLIES TO ACADEMIC YEAR 2014/2015

NSA 2510 Marine Insurance

Programme

Elective, Exchange Program, Bachelor in Business Administration (BBA) (3. year)

Responsible for the course

Cathrine Bjune

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, which is insurance for ships and ships operations. Both direct insurance and reinsurance is covered. The students will learn the basics of marine insurance as opposed to non marine insurance. Common insurance terms are discussed, as well as the specific terms applicable to marine insurance covers. The course covers the marine insurance markets worldwide as well as the conditions and rules applicable to different covers, focusing on one of the worlds largest insurance market, the Scandinavian market. The students will learn to identify the Owners, Charterers and other third party insurable interests in the vessel. The course focuses on capital insurance, insurance for potential legal liabilities and insurance against freight losses and war risks. The principal covers and conditions for H&M insurance, P&I insurance, TLO, freight and war insurance are covered. There will be an emphasis on practical case work.

Learning outcome

Acquired knowledge

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

- Assessment of insurance needs for owners, charterers and third parties
- The markets for marine insurance and reinsurance
- Insurance terms
- General rules applicable to insurance and reinsurance
- The Nordic Marine Insurance Plan
- Hull and Machinery Insurance
- P&I Insurance
- Loss of Hire insurance
- Insurance against total loss only
- Mortgagee interest insurance
- War Insurance
- Basic underwriting principles

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 the covers through solving 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. They will upon completing the course understand the markets and needs for marine insurance covers, and the legal and contractual requirements for such.

Reflection

By understanding the concept and framework of marine insurance in an international context, the students will be able to reflect on the need for and application of relevant insurance covers, and the risk management aspects of placing such insurances in the markets. By being able to compare the conditions of different markets, they will be able to reflect on the quality and price of available covers as well as the need for marine insurance covers. Through attending the course, the students will be able to reflect on and understand the differences between marine insurance and non marine insurance.

Prerequisites

It is recommended that students have prior knowledge from other courses in law, for example NSA 2511 International Maritime Law.

Compulsory reading

Books:

Falkanger, Thor, Hans Jacob Bull, Lasse Brautaset. 2011. Scandinavian maritime law : the Norwegian perspective. 3rd ed. Universitetsforlaget. Chapters 21 and 22
 Wilhelmsen, Trine-Lise, Hans Jacob Bull. 2007. Handbook in hull insurance. Gyldendal akademisk.
 1,3,4,5,6,7,9,10,11,13,14. The above chapters are recommended reading in addition to the Commentary to the Nordic Marine Insurance Plan 2013

Other:

Cefor. 2013. Commentaries to the Nordic Marine Insurance Plan. The commentary can be ordered from CEFOR (Central Union of Marine Underwriters)
 Det Norske Veritas. 2013. The Nordic Marine Insurance Plan of 1996 : version 2013. Available from CEFOR (The central union of marine underwriters)
 Handouts
 Institute Time Clauses Hull 1983. The English cover for Hull insurance - for reference
 Skuld P&I Club's statutes and rules. The rules for P&I insurance. 2013

Recommended reading

Articles:

Selected articles

Other:

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

Course outline

- Introduction to marine insurance, terms and abbreviations
- Insurance and reinsurance
- Mutual and commercial insurance
- The Norwegian Marine Insurance Plan
- Insurable interests of shipowners, charterers and third parties
- The marine insurance markets world wide
- 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 insurance
- 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 at lectures	36
Participation at case work, excursions and reviews by lecturer	9
Preparation for lectures	60
Work on practical cases handed out by lecturer, including assignment case	20
Exam preparations	75
Total recommended time use	200

Use of hours

36 hours - lectures
 9 hours - reviews by lecturer, field trip and case work
 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

All support materials allowed.

Examination support materials at written examinations are explained under examination information in the student portal @BI. Please note use of calculator and dictionary. https://at.bi.no/EN/Pages/Exa_Hjelpemidler-til-eksamen.aspx

Re-sit examination

At the next ordinary examination.

Additional information