

C53 PRINCIPLES OF MARINE INSURANCE

IMPORTANT

The time allowed for this exam is 3 hours.

Total marks: 200

You must hand in this paper and any paper used for rough work to the supervisor when you leave the examination room. Failure to do so may result in disqualification.

- Question 1. Describe the principle risks to which a Cargo risk can be exposed. (20 marks)
- Question 2. (a) Explain the purpose of Market Committees in the London Market. (4 marks)
- (b) Specifically describe the functions of the following:
- (i) Joint Hull Committee (4 marks)
 - (ii) Joint Cargo Committee (4 marks)
 - (iii) Joint Excess Loss Committee (6 marks)
 - (iv) Technical & Clauses Committee (2 marks)
- Question 3. (a) What is the purpose of Limitation of Liability for shipowners? (10 marks)
- (b) Compare and contrast the 1957 and 1976 Conventions. (10 marks)
- Question 4. Identify and briefly explain the FIVE (5) necessary elements of General Average. (20 marks)

- Question 5. Identify the THREE (3) elements of the Bill of Lading and describe each one. (20 marks)
- Question 6. Discuss the obligations and defences of the shipowner under COGSA 1971. (20 marks)
- Question 7. Briefly describe the following Inco terms:
(a) FAS
(b) FOB
(c) CIF
(d) CFR
(e) CIP (4 marks each = 20 marks)
- Question 8. Explain the importance and significance of disclosure by an assured and their agent in negotiating a marine insurance policy. (20 marks)
- Question 9. Briefly describe the following and identify who bears the loss:
(a) Particular Average Loss
(b) General Average Loss
(c) Salvage Charges
(d) Constructive Total Loss
(e) Actual Total Loss (4 marks each = 20 marks)
- Question 10. Identify the
(a) perils to which a hull would be exposed; (10 marks)
(b) types of exposures that require coverage when insuring a hull risk. (10 marks)

