

Primary Loss of Earnings

Key features

- Insurance for covering loss of earnings following physical damage to a vessel recoverable under the underlying H&M cover.
- “Buy back” option for delays during the initial 14 days’ delay until conventional loss of hire cover kicks in.
- Fixed and agreed Daily Insured Amounts (DIA).
- Fixed premium cash flow protection to support budget accuracy.
- Clients know their maximum final cost at inception and can accurately budget for their maximum cost.
- Individual Performance and Continuity Reward system.
- Full in-house claims service - external surveyors/adjusters usually not required.

Conditions of cover

As set out in NORDIC’s “General Conditions - Fixed Premium Primary Loss of Earnings - Version I September 2022”.

Typical terms:

- Single Incident Limit: 14 days including deductible.
- Minimum deductible: 7 days unless otherwise agreed.
- NO reinstatement premium in case of claim.
- Premium expressed as a percentage of the Daily Insured Amount (DIA).
- Policy Annual Aggregate Limit (AAL) over all vessels.

What is covered?

Loss of Earnings following physical damage to the vessel recoverable under the underlying H&M cover, for example:

- Stranding or grounding of the vessel, Collision with another ship, striking any fixed or floating objects.
- Fire or explosion aboard the insured ship, her cargo, stores and/or bunkers.
- Damage or breakdown of or in machinery aboard the insured ship, including electrical machinery, propellers and shafts, and boilers.

What is not covered?

The main differences with conventional Loss of Hire are, for example:

- Delays commencing more than 90 days after the first occurrence or commencement of the event.
- Delays following damages discovered during drydocking.

More information

For full details of our product range and how our team can help you, please visit our website www.nmip.se or contact insurance@nmip.se

