

Maritime Lien (Charterers' Debts) Insurance



Cover for shipowners against financial losses incurred as a result of a maritime lien on the Insured Ship which relates solely to claims against a third party.

Key features

- Provides cover against the consequences of certain maritime liens being asserted against the Insured Ship for matters such as:
 - Actions “in rem” / arrests in respect of claims against a party other than the current owner, manager or operator
 - Unpaid charterers’ debts (where the vessel has been trading on time charter).
- Covered risks include:
 - Liability to pay costs for bunkers, port charges, stevedoring costs and other costs that have a maritime lien attached to them
 - Loss of earnings of the vessel whilst under arrest for an alleged maritime lien claim.

Limitations & Exclusions

- Legal costs incurred by the assured that fall within their defence entry with a P&I-Club or other legal expense insurer (unless previously agreed in writing)
- Bail or security of any kind whatsoever
- Liabilities for business interruption of the assured.

Conditions of cover

- The Assured must:
 - Exercise due diligence and take all reasonable and practicable measures to prevent and minimise loss, including ensuring rights against the shipper, charterer, receiver or any other party are fully protected
 - Apply an agreed counterparty vetting procedure for all charterers
 - Have a valid FD&D insurance in place during the full period of cover.

Want more information?

See our website www.nmip.se or please contact insurance@nmip.se