CANADIAN (Pacific) SCOW CARGO CLAUSES - 1966

- 1 1. It is understood and agreed that this risk attaches from the
- 2 time of commencement of loading the cargo on board the vessel for
- 3 shipment and continues during the ordinary course of transit until
- 4 discharge at destination.
- 5 This insurance shall remain in force (subject to termination as
- 6 provided for above) during delay beyond the control of the Assured,
- 7 any deviation, forced discharge, reshipment or transshipment & dur-
- 8 ing any variation of the adventure arising from the exercise of a
- 9 liberty granted to shipowners or charterers under the contract of
- 10 affreightment, but shall in no case be deemed to extend to cover loss
- 11 damage or expense proximately caused by delay or inherent vice or
- 12 nature of the subject matter insured.
- 13 2. Warranted Free from Particular Average unless directly caused
- 14 by the vessel being stranded, sunk or burnt, but notwithstanding
- 15 this warranty, Underwriters to pay for:
- 16 (a) any loss or damage to the interest insured which may
- 17 reasonably be attributed to fire, explosion, collision or contact
- 18 of the vessel with any external substance (ice included) other
- 19 than water.
- 20 (b) loss or damage directly caused by jettison, fortuitous washing
- 21 and/or falling overboard or by capsizing of the carrying vessel
- 22 (c) accidental physical loss or damage to the interest insured
- 23 occurring whilst being loaded on or unloaded from the carrying
- 24 vessel or caused by other interests being moved during the pro-
- 25 cess of loading or unloading from the carrying vessel,
- 26 (d) special charges for landing warehousing and forwarding if
- 27 incurred at an intermediate port of call or refuge, for which
- 28 Underwriters would be liable under the standard form of
- 29 English Marine Policy with Institute Cargo Clauses (W.A.)
- 30 attached.
- 31 3. Held covered at a premium to be arranged in case of change of
- 32 voyage or of any omission or error in the description of the interest
- 33 vessel or voyage.
- 34 4. No claim for Constructive Total Loss shall be recoverable here-
- 35 under unless the goods are reasonably abandoned either on account of
- 36 their actual total loss appearing to be unavoidable or because the cost
- 37 of recovering, reconditioning, and forwarding the goods to the destina-
- 38 tion to which they are insured would exceed their value on arrival.
- 39 5. General Average and Salvage Charges payable according to
- 40 Foreign Statement or to York-Antwerp Rules if in accordance with
- 41 the contract of affreightment.
- 42 6. The seaworthiness of the vessel as between the Assured and
- 43 Underwriters is hereby admitted.
- 44 In the event of loss the Assured's right of recovery hereunder shall
- 45 not be prejudiced by the fact that the loss may have been attributable
- 46 to the wrongful act or misconduct of the ship owners or their servants,
- 47 committed without the privity of the Assured.

- 48 7. It is the duty of the Assured and their Agents, in all cases, to
- 49 take such measures as may be reasonable for the purpose of averting
- 50 or minimizing a loss and to ensure that all rights against carriers,
- 51 bailees or other third parties are properly preserved and exercised.
- 52 8. This insurance shall not inure to the benefit of the carrier or
- 53 other bailee.
- 54 9. This insurance is extended to indemnify the Assured against
- 55 such proportion of liability under the contract of affreightment "Both
- 56 to Blame Collision" Clause as is in respect of a loss recoverable here-
- 57 under.
- 58 In the event of any claim by shipowners under the said Clause the
- 59 Assured agrees to notify the Underwriters who shall have the right,
- 60 at their own cost and expense, to defend the Assured against such
- 61 claim
- 62 10. Warranted free of capture, seizure, arrest, restraint or detain-
- 63 ment and the consequences thereof or of any attempt thereat; also
- 64 from the consequences of hostilities or warlike operations whether
- 65 there be a declaration of war or not; but this warranty shall not
- 66 exclude collision, contact with any fixed or floating object (other than
- 67 a mine or torpedo), stranding, heavy weather or fire unless caused
- 68 directly (and independently of the nature of the voyage or service 69 which the vessel concerned or, in the case of a collision, any other
- 70 vessel involved therein, is performing) by a hostile act by or against
- a belligerent power; and for the purpose of this warranty "power"
- 72 includes any authority maintaining naval, military or air forces in
- 73 association with a power.
- Further warranted free from the consequences of civil war, revolu-
- 75 tion, rebellion, insurrection, or civil strife arising therefrom, or piracy
- 76 SHOULD CLAUSE NO. 10 BE DELETED, THE RELEVANT
- 77 CURRENT INSTITUTE WAR CLASES SHALL E DEEMED
- 78 TO FORM PART OF THIS INSURANCE.
- 79 11. Warranted free of loss or damage
- 80 (a) caused by strikers, locked-out workmen, or persons taking part
- 81 in labour disturbances, riots or civil commotion;
- 82 (b) resulting from strikes, lock-outs, labour disturbances, riots or
- 83 civil commotion.
- 84 SHOULD CLAUSE NO. 11 BE DELETED, THE RELEVANT
- 85 CURRENT INSTITUTE STRIKES, RIOTS, AND CIVIL COMMO-
- 86 TIONS CLAUSES SHALL BE DEEMED TO FORM PART OF
- 87 THIS INSURANCE.
- 88 12. IT IS A CONDITION OF THIS INSURANCE THAT THE
- 89 ASSURED SHALL ACT WITH REASONABLE DISPATCH IN ALL
- 90 CIRCUMSTANCES WITHIN THEIR CONTROL.
- 91 NOTE- It is necessary for the Assured when they become aware of
- 92 an event which is "held covered" under this insurance to give prompt
- 93 notice to Underwriters and the right to such cover is dependent upon
- 94 upon compliance with this obligation.

(Association of Marine Underwriters of British Columbia)