

# EXTENDED LOSS OF HIRE

RISK SOLUTIONS FOR LOSS OF INCOME  
CAUSED BY DELAY/DETENTION OF A SHIP THAT  
HAS NOT BEEN PHYSICALLY DAMAGED.





IN A WORLD OF INCREASING COMPLEXITY,  
GARD'S OBJECTIVE IS TO HELP OUR MEMBERS  
AND CLIENTS MANAGE THE TOTALITY OF  
THEIR EXPOSURES – BOTH TO EXISTING AND  
DEVELOPING RISKS.

# PROVIDING THE WIDEST RANGE OF RISK SOLUTIONS

As a multi-line insurer – with the strongest rating in the marine market – Gard is uniquely positioned to understand how risks fit together and identify the best choice of products, ensuring seamless coverage and service.

Innovation has always been a cornerstone of Gard's business model and, over the years, we have refined and extended our standard products and introduced a range of additional products, responding to special needs and requirements from different parts of the marine industry.

Gard's extended loss of hire cover responds to a shipowner's loss of income caused by delay or detention of a ship that has not been physically damaged.

Further information can be found on our webpage ([www.gard.no](http://www.gard.no)) under "Covering risks", or from your usual contact.

Dedicated duty  
phones in all offices



# SCOPE OF COVER



## Events beyond owner's control



### DENIAL OF ACCESS TO PLACE OF REFUGE

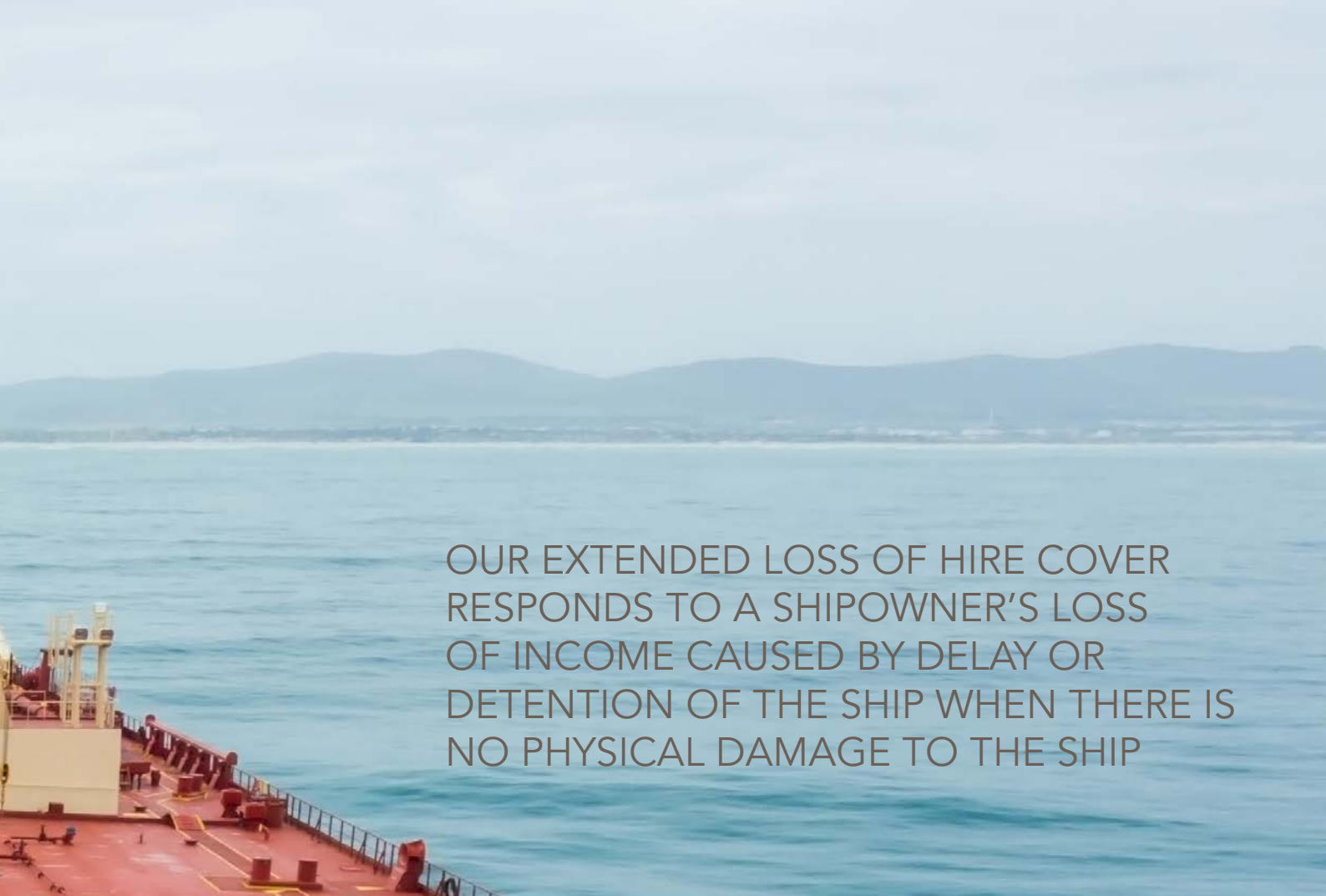
## Loss of income arising from P&I events such as

- Pollution spills resulting in third party property damage.
- Stevedore personnel injury in connection with loading/unloading operations.
- Cargo dispute leading to arrest of the vessel.
- Stowaways/refugees.

## Loss of income arising from external circumstances beyond the owner's control such as

- Denial of access to a place of refuge.
- Delay in arrival or departure to or from scheduled port (except due to weather or ice conditions).
- Saving persons at sea, followed by intervention from the authorities.
- Pirate seizure.
- Drug seizure.

Additional risks may be available by special agreement.



## OUR EXTENDED LOSS OF HIRE COVER RESPONDS TO A SHIPOWNER'S LOSS OF INCOME CAUSED BY DELAY OR DETENTION OF THE SHIP WHEN THERE IS NO PHYSICAL DAMAGE TO THE SHIP

### Important exclusions include no cover for losses

- Recoverable under standard loss of hire insurance (subject to the Nordic Marine Insurance Plan).
- Arising from war perils (except for piracy seizure).
- Arising from nuclear perils or the ship being employed in any unlawful trade/act.
- Arising from strikes.
- Arising from failure to comply with classification society/flag State requirements.
- Arising from charterer's failure to pay hire.
- Arising from owner's failure to pay a legally enforceable debt.
- Any chemical, biological, biochemical, or electromagnetic weapon
- The COVID – 19 virus or any other infectious diseases declared by the World Health Organization as a pandemic.

### Limit and deductible

- Standard maximum limit of USD 5 million per event.
- Standard minimum deductible of 7 days (2 days for piracy).

### Who can be covered?

- Members that have entered a substantial part of their fleet with Gard for Loss of Hire insurance and/or for P&I risks.

### Standard minimum deductible



**DAYS (2 DAYS FOR PIRACY)**

# CASE STUDIES



Loss of income arising from  
P&I events



## Detention of ship caused by death or illness of a port stevedore

The ship is held for a prolonged period by the authorities following a fatal or serious injury to a pilot or stevedore. This detention could be due to a real or alleged need for the authorities to complete their accident investigation. Gard has also seen examples where the ship is detained until financial security for future claim payments has been arranged.

## Delay of ship caused by blocking on arrival in loading port

Prior to a ship's arrival at a loading port in South America, another vessel becomes grounded. The grounded ship blocks a channel to the port basin, leaving no room for other iron ore carriers to safely navigate and berth. A significant salvage (and subsequent wreck removal) operation is conducted, but it takes three months to clear the channel. The ship is delayed for 35 days while seeking an alternative loading port.



#### Detention caused by pirate attack

A ship is captured by pirates as she approaches her Nigerian discharge port with a cargo of bagged sugar. She is diverted by the hijackers into a secluded part of the Niger Delta. The ship resurfaces two months later with a different name and a repainted funnel. With the help of high-level diplomacy and negotiators provided by the IMB Piracy Centre, the owners manage to get their ship back. However, much of the cargo has been lost and the ordeal has cost the owners four months of lost charter hire as the London arbitrators disagree about whether the nominated discharge port was unsafe.

#### Delay caused by intervention from the authorities following the rescue of persons at sea

Instead of receiving praise from the local authorities for rescuing refugees lost at sea in South East Asia, the ship is boarded by militant forces. The vessel is held for five weeks off the coast while the fate of the illegal immigrants is decided with the help of the UN High Commissioner for Refugees.

Loss of income arising from external circumstances



# THE GARD GROUP

## Lingard Limited

Trott & Duncan Building  
17A Brunswick Street  
Hamilton HM 10  
Bermuda  
PO Box HM 3038  
Hamilton HM NX  
Bermuda  
Tel: +1 441 292 6766  
Email: [companymail@lingard.bm](mailto:companymail@lingard.bm)

## Gard AS

Kittelsbuktheien 31  
NO-4836 Arendal  
PO Box 789 Stoa  
NO-4809 Arendal  
Norway  
Tel: +47 37 01 91 00  
Email: [companymail@gard.no](mailto:companymail@gard.no)

## Gard AS

Skipsbyggerhallen  
Solheimsgaten 11  
NO-5058 Bergen  
Norway  
Tel: +47 37 01 91 00  
Email: [companymail@gard.no](mailto:companymail@gard.no)

## Gard AS

Dronning Eufemias gate 6  
0191 Oslo  
Norway  
Tel: +47 37 01 91 00  
Email: [companymail@gard.no](mailto:companymail@gard.no)

## Oy Gard (Baltic) Ab

Bulevardi 46  
FIN-00120 Helsinki  
Finland  
Tel: +358 30 600 3400  
Email: [gardbaltic@gard.no](mailto:gardbaltic@gard.no)

## Gard (Greece) Ltd

2, A. Papanastassiou Avenue  
185 34 Kastella  
Piraeus  
Greece  
Tel: +30 210 413 8752  
Email: [gard.greece@gard.no](mailto:gard.greece@gard.no)

## Gard (HK) Limited

Room 3003, 30/F  
The Centrium  
60 Wyndham Street  
Central  
Hong Kong  
Tel: +852 2901 8688  
Email: [gardhk@gard.no](mailto:gardhk@gard.no)

## Gard (Japan) K.K.

Shiodome City Center 8F  
1-5-2 Higashi Shinbashi  
Minato-ku  
Tokyo 105-7108  
Japan  
Tel: +81 3 3503 9291  
Email: [gardjapan@gard.no](mailto:gardjapan@gard.no)

## Gard (Japan) K.K.

Land Hills 1st Floor, 1-2-35  
Nakahiyoshi-  
Imabari-city, Ehime 794-0055  
Japan  
Tel: +81 898 35 3901  
Email: [gardjapan@gard.no](mailto:gardjapan@gard.no)

## Gard (Singapore) Pte. Ltd.

20 Anson Rd  
#10-01 Twenty Anson  
Singapore 079912  
Singapore

**Tel:** +65 3109 1800

**Email:** [gardsingapore@gard.no](mailto:gardsingapore@gard.no)

## Gard (UK) Limited

7 Bishopsgate  
London EC2N 3AR  
United Kingdom  
Tel: +44 20 7444 7200  
Email: [garduk@gard.no](mailto:garduk@gard.no)

## Gard (North America) Inc

30 Broad Street  
New York  
NY 10004-2944  
USA  
Tel: +1 212 425 5100  
Email: [gardna@gard.no](mailto:gardna@gard.no)

Covering the globe  
and all major time zones

 **13** OFFICES



# PROVIDING A WORLD CLASS SERVICE

A large claims organisation  
with industry experts



# 200+

CLAIMS HANDLERS





[WWW.GARD.NO](http://WWW.GARD.NO)