



Ocean marine

- ✓ Four risks, insured separately:
 - **Hull** — loss or damage to the ship itself
 - **Cargo** — the shipment aboard it, written apart from the hull
 - **Freight** — the income lost when a ship is lost
 - **Protection and indemnity** — the owner's liability for injury or damage caused by the owner or crew
- ✓ Open peril. The **perils of the sea** include waves, sinking, stranding on reefs or rocks, collision, lightning, fire, theft by pirates, **jettison** and **barratry**
- ✓ Four **implied warranties** bind the insured whether or not they are written down: **seaworthiness**, **condition of cargo**, **legality**, and **no deviation in voyage**
- ✓ Excluded: war, strikes, riots and civil commotion, decay, deterioration and inherent vice



Inland marine

- ✓ The **Nationwide Definition** lists six eligible classes: imports, exports, domestic shipments, instrumentalities of transportation or communication, **commercial property floater** risks and **personal property floater** risks
- ✓ Transit forms by who bears the risk: a **shipper's form** where the carrier owes the shipper nothing, a **trucker or carrier form** for a trucker's liability for the goods of others, an **owner form** for property on the owner's own trucks, a combination of the two, and a **trip transit** policy for a single shipment
- ✓ **Instrumentalities** covers bridges, tunnels, dams, pipelines, piers, docks and radio and TV towers — fixed property that belongs to transportation
- ✓ A **bailment** hands property to someone else for a purpose and back again; the **bailee** is liable for damage while it is in their keeping
- ✓ Floaters and specialty forms: **contractor's equipment**, **commercial articles** (cameras, musical instruments), **physicians and surgeons equipment**, **valuable papers and records**, **installation**, **sign**, **electronic data processing**, and **jewelers block** — stock in trade, property in showcases and customers' property
- ✓ **Aviation**: hull insurance covers the aircraft in motion or at rest, on the ground or in the air — hangar fire, windstorm, and theft while it is not in motion. Aircraft liability works as commercial auto liability does, with passengers covered or excluded, and **hangar keeper's liability** is the bailee cover for an airport holding someone else's aircraft



Equipment breakdown (boiler and machinery)

- ✓ Pays for damage to the insured's property and for liability for the property of others in the insured's care, when an **accident** happens to an **object** named in the declarations
Objects are grouped as pressure and refrigeration, mechanical, electrical and turbine. An accident is not corrosion, erosion, wear and tear, deterioration or depletion.
- ✓ Excluded: ordinance or law, war, nuclear hazard, and an accident to an object while it is being tested
- ✓ Four extensions: **expediting expenses** (\$5,000 standard), **automatic coverage** on a newly acquired object of the same type for **90 days**, **defense costs**, and supplementary payments of **\$250 a day** for lost earnings
- ✓ Three endorsements: **business interruption**, **extra expense**, and **consequential damage** — spoilage from the loss of power, light, heat or refrigeration caused by an accident to an insured object



Farm property coverage

- ✓ Ten coverages in one part, property and liability together, under a standard or special form and its own declarations:
 - **A** Dwelling, at replacement cost — **B** other private structures
 - **C** Household personal property — **D** loss of use
 - **E** Scheduled farm personal property — **F** unscheduled farm personal property
 - **G** Other farm structures, such as fences and grain silos
 - **H** Bodily injury and property damage liability — custom farming is excluded above the receipts shown
 - **I** Personal and advertising injury, as CGL Coverage B
 - **J** Medical payments, reported within **three years**
- ✓ The **mobile agricultural machinery and equipment** form and the **livestock** form may be added, and the cause of loss forms are the commercial basic, broad and special