

MARINE INSURANCE

A BRIEF OVERVIEW



It's the world's **oldest form** of insurance, dating back to Ancient Rome



It's also the **4th** largest segment of insurance in Singapore*



Asia Pacific is the world's **2nd** largest market*

WHAT IS ITS PURPOSE?

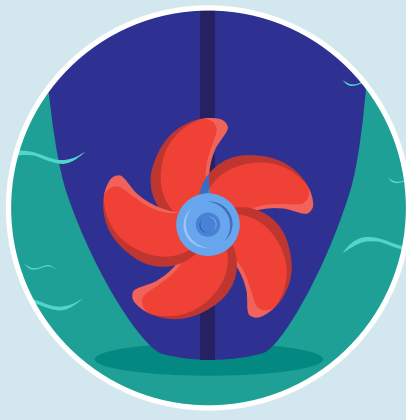
It protects **maritime companies** in the event of unfortunate incidents such as:



Collisions & Sinking
16% of global claims^



Fires & Explosions
13% of global claims^



Machinery Breakdown
12% of global claims^



Storms
7% of global claims^



War & Political Risk



Theft & Piracy



Illness & Injury

Singapore is home to[†]

24 hull insurers
26 cargo insurers
11 marine mutual insurers
12 Lloyd's syndicates

In 2018, Singapore wrote a total of

\$625.9 million

in Cargo Insurance Gross Premiums*

making it the **3rd largest** cargo underwriter in Asia Pacific

\$1.25 billion

in Hull & Liability Insurance Gross Premiums*

making it the **2nd largest** hull market worldwide

WHAT ARE THE MAIN TYPES?

FOR CARGO OWNERS, LOGISTICS FIRMS, ETC.:



Cargo Insurance

Covers loss or damage to marine cargo

FOR SHIP OWNERS OR OPERATORS:



Hull & Machinery Insurance

Covers loss or damage to marine vessels

FOR SERVICE PROVIDERS:



Liability Insurance

Covers terminal operators, stevedores, ship repairers, etc.

Protection & Indemnity (P&I) Insurance

Covers 3rd-party risks, war, pollution, etc.

HOW IS A CLAIM TYPICALLY MADE?



Inform Insurer

Notify insurance company and parties concerned (e.g. ship owner, charterer).



Call for Survey

Request a surveyor to assess losses in the presence of liable parties.



Mitigate Loss

Take reasonable measures to minimise loss, acting as if uninsured.



Report the Incident

Make a report to the authorities and put other parties on notice for liability.



Examine Damage

Take photos and keep damaged goods, machinery, etc untouched.

CAREER OPPORTUNITIES

Many key roles in marine insurance require strong analytical and communication skills:



Marine Insurance Underwriter

Assesses risks and determines insurance coverage



Marine Insurance Claims Handler

Processes and investigates insurance claims



Marine Insurance Broker

Represents buyer to obtain insurance coverage

Sources:

- * Insurance Statistics 2018, Monetary Authority of Singapore (MAS)
- * Global Marine Insurance Report 2019, International Union of Marine Insurance (IUMI)
- * In terms of claim value, Global Claims Review 2018, Allianz Global Corporate & Specialty (AGCS)
- * General Insurance Association of Singapore (GIA), Feb 2020