

Joint Cargo Committee

Room358, Lloyd's, One Lime Street
London EC3M 7DQ
Tel: (+44) 020 7327 3333 Fax: (+44) 020 7327 4443

Enquiries to: Neil Smith
Direct Dial: 0207 327 8333
Neil.smith@lmalloyds.com

JC 2010/014
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Sanction Limitation and Exclusion Clause

The JCC has, in recent months, been liaising closely with the Joint Hull Committee (JHC) regarding the issue of sanctions and the effect they may have on London market underwriters. The JHC recently issued a circular, Joint Hull Sanctions Limitation and Exclusion Clause JH2010/009.

This wording has been reviewed closely by the JCC and that it was agreed, at the August committee meeting that the wording should be circulated and made available under a JC reference for use where required and appropriate within the cargo market.

A copy of the clause, referenced as JC2010/014, is attached and is available for immediate use.

It should be recognised that in some cases, for instance Cuba, use of the clause could contravene EU blocking or similar legislation.

Neil Smith
Secretary

Information relating to the work of the Joint Cargo Committee, including an outline of key issues under discussion, circulars and details of forthcoming Cargo Forum meetings, can be accessed from the Joint Cargo Committee page of the LMA website www.lmalloyds.com

The JCC page can be accessed via the following link:
http://www.lmalloyds.com/AM/Template.cfm?Section=Joint_Cargo1&Template=/TaggedPage/TaggedPageDisplay.cfm&TPLID=3&ContentID=7044

Sanction Limitation and Exclusion Clause

No (re)insurer shall be deemed to provide cover and no (re)insurer shall be liable to pay any claim or provide any benefit hereunder to the extent that the provision of such cover, payment of such claim or provision of such benefit would expose that (re)insurer to any sanction, prohibition or restriction under United Nations resolutions or the trade or economic sanctions, laws or regulations of the European Union, United Kingdom or United States of America.

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