

## Kidnap & Ransom Insurance

### INTRODUCTION

SKULD's Kidnap & Ransom insurance is a co-venture with Griffin Underwriting who has long experience in K&R products. The security is 100% in Lloyd's.

The K&R cover is to provide shipowners with a "certainty" in respect of cover for mainly pirate attacks and seizure but any kidnap & ransom situation is covered. In a pirate attack, Owners face the problem of where to turn in respect of their insurance covers. Hull or Hull War Risk as well as their P&I insurance cover certain exposures. A K&R cover is specifically designed for a piracy seizure and will respond to shipowners' requirements to have the certainty they require in such a situation.

The ultimate package for a shipowner is to have his P&I, Hull War Risks including piracy and K&R with SKULD. This will provide ultimate security and service and reduce any "grey areas" of cover. SKULD can provide this package!

### OBJECTIVES

The key objectives for SKULD's K&R insurance are:

- To provide "certainty" – you know you have cover
- To minimise for Owners' risk of limited cover in a pirate attack
- To have extensive cover for K&R
- To be able to provide a full package with P&I and Hull War Risks

### WHAT IS COVERED?

The following risks and situations are typical examples of risks covered in the K&R conditions provided: (full details on SKULD's web-site)

- Ransom – the value of actually paid ransom up to limit agreed
- Ransom loss in transit
- Cost of consultants – as appointed by the underwriter
- Reasonable and agreed cost, fees and expenses for i.a.:
  - Independent negotiator
  - Psychiatric and medical care up 24 months
  - Independent legal advice
  - Replacement person(s)
  - Interests on loans for ransom

- Port expenses
- Bunker consumption
- Rest and rehabilitation

- Personal accident
- Legal liability

### ADDITIONAL COVERS

In addition, through Griffin Underwriting SKULD can provide:

- Loss of Hire extension for transits in areas with high risk of piracy attacks
- Charterers' liability for Charter Hire to be paid following a seizure of the vessel
- Tailored solutions for odd risks

