

January 2021

CIRCULAR TO ALL MEMBERS

Skuld Optional Covers Terms and Conditions – Amendments for 2021/22 policy year

Optional Covers Terms & Conditions are designed for insurance of risks falling outside of the scope of traditional P&I cover. It is a pre-condition for purchasing an optional cover that the vessel is entered /insured with Skuld. Optional covers remain discretionary and are only offered with Skuld's consent.

Skuld's 2021 Optional Covers Terms and Conditions are published on our website.

All amendments to Skuld 2021 Optional Covers are listed below.

Deleted text is ~~crossed out~~; added text is marked **in red**.

PART 3 EXCLUSIONS

3.1 CHEMICAL, BIO-CHEMICAL, ELECTROMAGNETICAL WEAPONS AND COMPUTER VIRUS RISKS

Optional Cover shall not cover the Assured for any liabilities, losses, expenses or costs directly or indirectly caused by or contributed to by or arising from

3.1.1 any chemical, biological, bio-chemical or electromagnetic weapon

3.1.2. the use or operation, as a means of inflicting harm, of any **computer, computer system, computer software programme, malicious code, computer virus or process or any other electronic system.**

Comment: *to expand definition of computer (cyber) risks in line with the market requirements.*

New clause 3.4 added:

3.4. Coronavirus Exclusion Clause

Optional Cover shall not cover the Assured for any liabilities, losses, expenses or costs in excess of USD10,000,000 for one event

3.4.1. directly arising from the transmission or alleged transmission of:

- a) Coronavirus disease (COVID-19);
- b) Severe Acute Respiratory Syndrome Coronavirus 2 (SARS-CoV-2); or
- c) any mutation or variation of SARS-CoV-2;

or from any fear or threat of a), b) or c) above;

3.4.2 any liability, cost or expense to identify, clean up, detoxify, remove, monitor, or test for a), b) or c) above;

3.4.3. any liability for or loss, cost or expense arising out of any loss of revenue, loss of hire, business interruption, loss of market, delay or any indirect financial loss, howsoever described, as a result of any of a), b) or c) above or the fear or the threat thereof.

Comment: to exclude cover in excess USD10,000,000.00 (ten million US Dollars) for all losses and liabilities arising from coronavirus and other diseases listed above.

