

Marine Insurance



Vocabulary

Cargo: goods carried on a ship, aircraft, or motor vehicle.

Freight: goods transported in bulk by truck, train, ship, or aircraft.

Indemnity: protection against possible damage or loss, especially a promise of payment, or the money paid if there is such damage or loss.

Null and void: of an agreement or contract having no legal effect and to be considered therefore as if it did not exist.

Subrogation: the ability that an insurance company has to get the money it has paid to a customer back from the person who caused the accident, damage, etc.

Introduction

Any insurance is designed to manage risks of the aftermath of an unfortunate incident like accidents, damage to the property and environment or loss of life. Marine insurance is an insurance provided to ships, boats and most importantly, the **cargo** that is carried in them. To ensure all the risk can be managed without the lack of monetary funds when needed the most, different Maritime insurances are made compulsory for ships and ship owners to take.

