



Hull War Risks and Strikes Clauses
(Including Automatic Termination and Cancellation Provisions)
For Attachment to American Institute Hull Clauses
September 29, 2009

To be attached to and form a part of Policy No. ... of the ... 1
This insurance, subject to the exclusions set forth herein, covers only those risks which would be covered by the attached Policy (including collision liability) in the absence of the WAR, STRIKES AND RELATED EXCLUSIONS clause contained therein but which are excluded thereby and which risks shall be construed as also including: 3
1. Any mine, bomb or torpedo not carried as cargo on board the Vessel; 6
2. Any weapon of war employing atomic or nuclear fission and/or fusion or other like reaction or radioactive force or matter; 7
3. Civil war, revolution, rebellion, insurrection, or civil strife arising therefrom, or piracy; 8
4. Strikes, lockouts, political or labor disturbances, civil commotions, riots, martial law, military or usurped power; 9
5. Malicious acts or vandalism to the extent only that such risks are not covered by the attached Policy; 10
6. Hostilities or warlike operations (whether there be a declaration of war or not) but this paragraph (6) shall not include collision or contact with aircraft, rockets or similar missiles, or with any fixed or floating object, or stranding, heavy weather, fire or explosion unless caused directly by a hostile act by or against a belligerent power which act is independent of the nature of the voyage or service which the Vessel concerned or, in the case of a collision, any other vessel involved therein, is performing. As used herein, "power" includes any authority maintaining naval, military or air forces in association with a power; 11-15
7. Confiscation or expropriation; 16
8. Any act perpetrated by terrorists or any act carried out by any person or persons acting primarily from a political, religious or ideological motive; 17-18
9. Any threat of terrorist activity, actual or perceived, including closure of ports or blockage of waterways resulting therefrom. 19
EXCLUSIONS 20
This insurance does not cover any loss, damage or expense caused by, resulting from, or incurred as a consequence of: 21
a. Any hostile detonation of any weapon of war described above in paragraph (2); 22
b. Outbreak of war (whether there be a declaration of war or not) between any of the following countries: United States of America, United Kingdom, France, the Russian Federation or the People's Republic of China; 23-24
c. Delay or demurrage; 25
d. Requisition of preemption; 26
e. Arrest, restraint or detainment under customs or quarantine regulations and similar arrests, restraints or detainments not arising from actual or impending hostilities; 27-28
f. Capture, seizure, arrest, restraint, detainment, confiscation or expropriation by the Government of the United States or of the country in which the Vessel is owned or registered. 29-30
HELD COVERED AND OTHER PROVISIONS 31
The held covered clause appearing under the heading ADVENTURE in the attached Policy is deleted and the following clause substituted therefore: 32-33
"Subject to the provisions of the Automatic Termination and Cancellation Clauses below, held covered in the event of any breach of conditions as to loading or discharging of cargo at sea, or towage or salvage activities provided (a) notice is given to the Underwriters immediately following receipt of knowledge thereof by the Assured, and (b) any amended terms of cover and any additional premium required by the Underwriters are agreed to by the Assured." 34-37
If at the natural expiry time of this insurance the Vessel is at sea, this insurance will be extended, provided previous notice be given to the Underwriters, for an additional premium at a rate to be named by the Underwriters, until midnight Local Time of the day on which the Vessel enters the next port to which she proceeds and for 24 hours thereafter, but in no event shall such extension affect or postpone the operation of the Automatic Termination and Cancellation Clauses below. 38-41
The provisions of the attached Policy with respect to constructive Total Loss shall apply only to claims arising from physical damage to the Vessel. 42-43
In the event that the Vessel shall have been the subject of capture, seizure, arrest, restraint, detainment, confiscation or expropriation, and the Assured, by reason thereof, has lost the free use and disposal of the Vessel for continuous period of twelve (12) months (even though condemnation has not occurred), then for the purposes of ascertaining whether the Vessel is a constructive Total Loss, the Assured shall be deemed to have been deprived of the possession of the Vessel without any likelihood of recovery. 44-47
"Restraint" as used in lines 49 to 53 above shall be deemed to include the inability of the Vessel to sail from any port or place to the high seas because of closure of the connecting waterway to all vessels of similar size or draft due to blockage of such waterway caused by hostilities or warlike operations. 48-50
Warranted not to abandon in case of capture, seizure, arrest, restraint, detention, confiscation or expropriation until after condemnation of the property insured, or, in circumstances set forth at lines 49 to 56 above, after twelve (12) months, whichever first occurs. 51-52
AUTOMATIC TERMINATION AND CANCELLATION CLAUSES 53
A. This insurance and any extension thereof, unless sooner terminated by the provisions of section B or C, shall terminate automatically upon and simultaneously with the occurrence of any hostile detonation of any nuclear weapon of war as defined above, wheresoever or whensoever such detonation may occur and whether or not the Vessel may be involved. 54-56

(Continued)

- B. This insurance and any extension thereof, unless sooner terminated by the provisions of section A or C, shall terminate automatically upon and simultaneously with the outbreak of war, whether there be a declaration of war or not, between any of the following countries: United States of America, United Kingdom, France, the Russian Federation or the People's Republic of China. 57  
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- C. This insurance and any extension thereof, unless sooner terminated by section A or B, shall terminate automatically if and when the Vessel is requisitioned, either for title or use. 60  
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- D. This insurance and any extension thereof may be cancelled at any time at the Assured's request, or by Underwriters upon seven (7) days' written notice being given to the Assured, but in no event shall such cancellation affect or postpone the operation of the provisions of sections A, B or C. Written or electronic notice sent to the Assured at his (its) last known address shall constitute a complete notice of cancellation and such notice mailed or sent electronically to the said Assured, care of the broker who negotiated this insurance, shall have the same effect as if sent to the said Assured direct. The mailing or electronic sending of notice as foresaid shall be sufficient proof of notice and the effective date and hour of cancellation shall be seven (7) days from midnight Local Time of the day on which such notice was mailed or sent electronically as aforesaid. Underwriters agree, however, to reinstate this insurance subject to agreement between Underwriters and the Assured prior to the effective date and hour of such cancellation as to new rate of premium and/or conditions and/or warranties. 62  
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#### **RETURNS OF PREMIUM**

The RETURNS OF PREMIUM clause of the attached Policy is deleted and the following substituted therefore:

"In the event of an automatic termination or cancellation of this insurance under the provisions of sections A, B, C or D above, or if the Vessel be sold, pro rata net return of premium will be payable to the Assured, provided always that a Total Loss of the Vessel has not occurred during the currency of this Policy. In no other event shall there be any return of premium."

THIS INSURANCE SHALL NOT BECOME EFFECTIVE IF, PRIOR TO THE INTENDED TIME OF ITS ATTACHMENT, THERE HAS OCCURRED ANY EVENT WHICH WOULD HAVE AUTOMATICALLY TERMINATED THIS INSURANCE UNDER THE PROVISIONS OF SECTIONS A, B, OR C HEREOF HAD THIS INSURANCE ATTACHED PRIOR TO SUCH OCCURRENCE.