

SUMMARY OF THE ACTIVITIES OF MARINE COMMITTEE

MARINE COMMITTEE



Sitting from Left to Right:

Mr. Muhammad Amin Bawany,

Mr. Mohammad Sohail Nazir (Vice-Chairman)

Ms. Amna Sarfaraz Khan (Chairperson) & Mr. Karim Merchant

Standing from Left to Right:

Mr. Kamran Safi Rizvi, Mr. N.A. Usmani (Secretary General) & Mr. Mumtaz Ali (Risk Surveyor)

- The Committee reviewed the Inland transit data. The year wise comparison of the top 5 commodities, cities, transporters and time of happening were finalized and circulated to members and uploaded on IAP website.
- Marine statistics were compiled from members' financials for the year 2015 and were circulated to members and uploaded on IAP website.
- The Committee visited Sialkot Dry Port (SDP) in order to physically observe the operations of the dry port including storage facilities, transportation, custom clearance process and facilities offered to local exporters. The SDP management made a detailed presentation to the Committee and arranged visit to their covered and open storage areas. Visit report is under preparation and will be shared with members shortly.
- The Committee was informed that some Banks

in China particularly "The Bank of China" insist to issue marine policies covering export to China on Chinese Insurance Clauses (CIC). The Committee was of the view that the industry has always followed London Market and hence all marine policies are traditionally being issued using Institute Cargo Clauses (ICC) which are time tested and accepted internationally. Further, all the reinsurances of the members are also based on ICC. For better understanding, a comparison of CIC and ICC was discussed in various meetings and it was noted that there are certain differences between the two. As the Chinese banks are not ready to accept our export policies without CIC, it was agreed by the committee members that each member should approach its respective broker/reinsurer to get their reinsurance arrangements in line with CIC so that they can easily incorporate these clauses in their policies covering export to China.

- Previously the Committee had finalized an informative paper on Cargo Movement and Causes of Delay at Seaports & Airports and circulated to the members. The Committee is now focusing to visit KPT and Karachi Airport to observe their storage facilities in terms of accumulation and safety measures in place, so that suggestions if any could be made to the concerned authorities to avoid huge loss incidents. If the need be the Committee may issue an advice to aware member companies of risk intensity.
- Members discussed the idea of developing Online

Reinsurance Market Slip Portal (RMSP) at IAP's website. Members are of the view that the current procedure is cumbersome and time consuming as it takes at least 3 days to circulate R/I slip in the industry for acceptance/rejection before final submission to SECP for permission of placement of facultative reinsurance abroad. The development of online RMSP at IAP Platform would result in saving of time & physical Efforts both .Feasibility report for the development of Online RMSP is in process for onward submission to EC consideration and approval.