

# The Hong Kong Polytechnic University

## Subject Description Form

<b>Subject Code</b>	LGT4020
<b>Subject Title</b>	Insurance in Shipping and Transport Logistics
<b>Credit Value</b>	3
<b>Level</b>	4
<b>Normal Duration</b>	1-semester
<b>Pre-requisite</b>	LGT3023 Carriage of Goods Law
<b>Role and Purposes</b>	This subject introduces the practical knowledge of risk management and insurance law in shipping and transport logistics. <b>(Outcome 4)</b>
<b>Subject Learning Outcomes</b>	<p>Upon completion of the subject, students will be able to:</p> <ol style="list-style-type: none"> <li>a. Understand how the insurance industry carrying out its business.</li> <li>b. Understand the importance of risk management in shipping and transport logistics.</li> <li>c. Apply the insurance law in Hong Kong, especially the Marine Insurance Ordinance, the UK Institute Clauses, the law in relation to cargo insurance as well as hull and machinery insurance.</li> <li>d. Analyse legal cases and interpret legislations and legal documents.</li> <li>e. Develop the ability to solve real legal issues by applying the legal method and conducting legal researches.</li> </ol>
<b>Subject Synopsis/ Indicative Syllabus</b>	<p><u>Marine Insurance Markets</u> The UK and Hong Kong insurance markets and their practices. The roles of insurance brokers and agents.</p> <p><u>Risk Management</u> Meaning and importance in shipping and transport logistics. Claims statistics and loss ratio.</p> <p><u>Types of Marine Insurance</u> Cargo, hull and machinery, freight, protection and indemnity insurance. Re-insurance. Institute clauses</p> <p><u>General Principles of Marine Insurance Law</u> Concepts of insurable interest, utmost good faith, disclosure, warranties. Attachment and termination of policy.</p> <p><u>Loss and Measure of Indemnity</u> Partial and total loss. Valued and unvalued policies. Franchises, excesses and deductibles. Subrogation. General average and salvage.</p> <p><u>Insurance Claims</u> Handling of insurance claims by insurers and other professionals.</p>

<p><b>Teaching/Learning Methodology</b></p>	<p>In the lectures, the general principles of the syllabus topics will be presented and developed, together with guidance on further reading and activities. Lectures may also be used for the presentation and discussion of leading cases.</p> <p>In the tutorials, students will develop and apply the general principles of the topics and discuss leading cases.</p>																																														
<p><b>Assessment Methods in Alignment with Intended Learning Outcomes</b></p>	<table border="1" data-bbox="536 443 1481 880"> <thead> <tr> <th rowspan="2">Specific assessment methods/tasks</th> <th rowspan="2">% weighting</th> <th colspan="5">Intended subject learning outcomes to be assessed</th> <th rowspan="2"></th> </tr> <tr> <th>a</th> <th>b</th> <th>c</th> <th>d</th> <th>e</th> </tr> </thead> <tbody> <tr> <td>1. Tutorial</td> <td>20%</td> <td>✓</td> <td>✓</td> <td>✓</td> <td>✓</td> <td>✓</td> <td></td> </tr> <tr> <td>2. Test</td> <td>30%</td> <td>✓</td> <td>✓</td> <td>✓</td> <td>✓</td> <td>✓</td> <td></td> </tr> <tr> <td>3. Examination</td> <td>50%</td> <td>✓</td> <td>✓</td> <td>✓</td> <td>✓</td> <td>✓</td> <td></td> </tr> <tr> <td>Total</td> <td>100 %</td> <td colspan="5"></td> <td></td> </tr> </tbody> </table> <p>Explanation of the appropriateness of the assessment methods in assessing the intended learning outcomes:</p> <p>The assessment of tutorial, test and examination are adequately used to reflect the understanding of the legal and practical issues in the subject areas.</p> <p><i>To pass this subject, students are required to obtain Grade D or above in the Tutorial, Test and Examination components.</i></p>		Specific assessment methods/tasks	% weighting	Intended subject learning outcomes to be assessed						a	b	c	d	e	1. Tutorial	20%	✓	✓	✓	✓	✓		2. Test	30%	✓	✓	✓	✓	✓		3. Examination	50%	✓	✓	✓	✓	✓		Total	100 %						
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<p><b>Reading List and References</b></p>	<p><b><u>Recommended Textbooks</u></b></p> <p>Institute of Chartered Shipbrokers (2015), <i>Marine Insurance</i>, Edinburgh: Witherby Seamanship International Ltd.</p> <p>Jervis, Barrie G (2005), <i>Reeds Marine Insurance</i>, London: Adlard Coles Nautical.</p> <p><b><u>References</u></b></p> <p>Merkin, Robert (2012), <i>Colinvaux's Law of Insurance in Hong Kong</i>, 2<sup>nd</sup> ed, Hong Kong: Thomson Reuters HK Ltd.</p> <p>Rose, F. D. (2012), <i>Marine Insurance: Law and Practice</i>, 2nd ed., Informa.</p> <p>Hazelwood, S.J. and Semark, D. (2010), <i>P &amp; I Clubs: law and practice</i>, 4th ed., London: Lloyd's List Group.</p>																																														

Thomas, D.R. (2009), *The Modern Law of Marine Insurance*, London, Hong Kong: LLP.

Arnould, J. (2013), *Arnould's Law of Marine Insurance and Average*, 18th ed., London: Sweet & Maxwell.

**Recommended periodicals, newspapers, and internet materials**

Lloyd's Law Report

Lloyd's Maritime and Commercial Law Quarterly

Journal of International Maritime Law

Journal of Maritime Law and Commerce

Dr Tai's Maritime Law (website): <http://hkmaritimelaw.com>

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