



ADD nv - Verzekeringsmakelaar

Industrieweg 1
3001 HEVERLEE

We hereby provide you with an updated version of the insurance certificate templates and would appreciate if you would arrange to process future shipments on this basis.

We would like to take this opportunity to draw your special attention to the importance to comply with international sanctions laws & regulations and to check the current situation regarding risks of war, strikes and riots.

International Sanctions:

Insurance can only be granted for shipments that comply with trade and economic sanctions/restrictions resulting from the resolutions and decision of the United Nations, from the laws and regulations of European Union, United Kingdom or United States of America.

International Insurance Regulations:

The legislation of various countries (e.g. nearly the entire African continent, various countries in Mid & South America) stipulates that the marine cargo insurance has to be written by a local underwriter. Depending on the applied Inco-term this implicates that in some cases it is impossible to produce an insurance certificate under the policy.

Risks of war, strikes and riots:

The premium rates mentioned in the transport policies usually include the minimum premium rates for the risks of war, strikes & riots and only apply to those areas which, according to the "risk level analysis at the start of the risk are listed as "low" on the website

https://watchlists.ihsmarkit.com/services/watchlistinspector.aspx?watchlist_id=a661e336-c342-4965-b1e7-70980edf8cc2

The shipments to, from or through areas not listed as "low" or 'moderate', must be declared by the insured and are kept covered subject to an additional premium to be agreed or if necessary arbitrated.

The list of sensitive areas in the world is getting longer and longer, the actual situation can be consulted on the above mentioned link.

Due Diligence Questionnaire

All transport insurers impose increasingly strict requirements with regard to prior compliance control regarding international sanction laws and regulations.

In order to avoid that you have to complete a Due Diligence Questionnaire for each insurer involved, ADD has developed a general DD-form (see enclosure) that will be sent to the subscribing company(ies) when required. May we kindly ask you to complete and return this form duly signed.

We hereby emphasize the importance to contact ADD in advance:

- in case you (directly or indirectly) have an equity interest in a party (e.g. subsidiary, joint ventures, affiliate) in the sensitive countries/areas.
- in the event that you have transactions somehow related to the sensitive countries/areas (e.g. shipment of goods to/from, storage of goods, sender/destination, etc.)
- in the event that you have transactions somehow related to countries where a local insurance policy is compulsory

Please also note that the editing of insurance certificates on basis of the provided templates can only take place after compliance with the above mentioned prior declaration / approval by the underwriting insurer !!!

Please do not hesitate to contact us if further clarification is required.