

of market or loss or damage caused by delay, inherent vice of goods, war, strikes, riots and civil disturbances, unless specifically included. Some policies add clauses for these specific risks as well as for labour disruptions.

Coverage and Duration

Shipping insurance can be purchased for a single shipment, but many companies hold blanket policies for all their shipments. Normally, the policy covers the entire transportation period from door-to-door, but it may not apply if movement is abnormally interrupted.

Maximum Liabilities of Carriers

Air:	US \$20/kg
Rail:	US \$0.92/lb
Truck:	C \$2.00/lb (Canada) US \$1.50/lb (USA)
Courier:	As per transport document
Ocean:	US \$500/parcel*
Others:	As per signed transport documents

*In ocean claims, a container could be considered a parcel.

Example of a Cost Calculation

Dollar amount per \$100 of value

Calculate on the value

carriage and insurance paid to (CIP) + 10%

Example:

Premium	\$0.25/\$100
Value	\$10,000
Transport and Insurance	+\$2,000
CIP	\$12,000
CIP + 10%	\$13,200

$$\mathbf{\$13,200} \div \$100 = 132$$

$$\mathbf{\$0.25} \times 132 = \$33$$