

EAGLE OCEAN MARINE CIRCULAR

SEPTEMBER 13, 2021

TO ALL INSUREDS AND BROKERS

Dear Colleagues:

RISK OF DETENTION FOR ANCHORING IN INDONESIAN WATERS

There has been a rise in the number of vessels detained in Indonesian waters by the Indonesian Navy, particularly in the area east of Bintan Island. These waters are close to major shipping lanes and are sometimes mistakenly taken for the outer port limits of Singapore.

Insureds should check with local agents before their vessels anchor in the area, as any vessels anchoring in Indonesian waters must be cleared by the authorities prior to arrival and upon departure. This applies to all vessels even if there is no other intended activity beyond anchoring (e.g., cargo operations, crew changes, taking on stores or supplies, etc.)

Furthermore, all transhipment activities in Indonesian waters, including the operation of launch boats carrying stores or crew, are restricted to Indonesian-flagged vessels with Indonesian crews. The Indonesian Navy has been strictly upholding the law in this respect.

Insureds should also be aware that fines and penalties imposed by local authorities where illegal anchoring is alleged to have taken place are in no circumstances recoverable from EOM as a part of ordinary cover, but only at the sole discretion of the Insurer, and only to the extent that the Insurer, in the exercise of that discretion, may decide.

EOM recommends that Insureds take note of this information and be guided accordingly. EOM also wishes to thank SPICA Services (INDONESIA) for their assistance in providing the information contained above.

Yours faithfully,

Joseph E.M. Hughes, Chairman & CEO Eagle Ocean Agencies, Inc.

Eagle Ocean Marine is an American Club fixed premium facility offering gold standard International Group club service, underpinned by the impeccable security of reinsurance at Lloyd's.

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