## Specification of Competency Standards for the Logistics Industry <u>Unit of Competency</u>

| 1. 7 | Γitle      | Handle general average   |  |  |
|------|------------|--|--|--|
| 2. 0 | Code       | LOSGIL502A   |  |  |
| 3. F | Range      | This unit of competency is applicable to shipping companies, shippers, freight forwarders and relevant sea freight operators. Practitioners should be capable to handle general average to protect the interests of the company according to relevant legislations, international conventions and insurance contract terms.  |  |  |
| 4. I | Level      | 5  |  |  |
| 5. ( | Credit     | 9 (for reference only)   |  |  |
| 6. ( | Competency | Performance Requirements   |  |  |
|      |            | <ul> <li>♦ Understand the legal implication of general average</li> <li>♦ Understand the impact of collecting general average on the company, including financial gain and reputation</li> <li>♦ Understand the impact of the legislations of different countries and international conventions on collecting of general average</li> <li>♦ Understand the survey reports and recommendations from experts</li> <li>♦ Understand the support offered by insurance companies, P&amp;I Club, average adjusters and lawyers in the course of handling general average</li> <li>♦ Understand different types of guarantee tools and their access procedures</li> <li>♦ Understand the terms of bills of lading, rider clauses and charterparty, especially those related to general average</li> <li>♦ Understand the insurance contract terms related to handling of general average</li> </ul> |  |  |

|                        | 6.2 Handle gener  | ral ♦ Consult relevant departments on the                   |  |  |
|------------------------|---|---|--|--|
|                        |   | reasons for collecting of general average                   |  |  |
|                        | average   | <ul> <li>Understand the business and contractual</li> </ul> |  |  |
|                        |   |   |  |  |
|                        |   | relationship between the company and                        |  |  |
|                        |   | customers, the nature of shipments and                      |  |  |
|                        |   | routings so as to decide whether to                         |  |  |
|                        |   | collect general average                                     |  |  |
|                        |   | ◆ Inform relevant insurance companies and                   |  |  |
|                        |   | P&I Club of the matters                                     |  |  |
|                        |   | ♦ Appoint average adjusters and lawyers                     |  |  |
|                        |   | directly or through insurance                               |  |  |
|                        |   | intermediaries so that they could act on                    |  |  |
|                        |   | the company's behalf to handle general                      |  |  |
|                        |   | average involving the legislations of                       |  |  |
|                        |   | different countries and international                       |  |  |
|                        |   | conventions   |  |  |
|                        |   | <ul> <li>Collect compensation and all the</li> </ul>        |  |  |
|                        |   | necessary documents directly from                           |  |  |
|                        |   | insurance companies/intermediaries or                       |  |  |
|                        |   | through other departments                                   |  |  |
|                        | 6.3 Professionalism   | n ◆ Apply relevant legislations and                         |  |  |
|                        | in handling   | international conventions to protect the                    |  |  |
|                        | general average   | e interests of the company                                  |  |  |
|                        |   | <ul> <li>Use the services of insurance companies</li> </ul> |  |  |
|                        |   | or P&I Club to protect the interests of the                 |  |  |
|                        |   | company   |  |  |
| 7                      | The integrated system   |   |  |  |
| 7. Assessment Criteria | The integrated outcome requirement of this unit of competency is: |   |  |  |
| Criteria               | (i) Capable to ha   | andle general average cautiously and timely                 |  |  |
|                        | according to relevant legislations, international conventions and |   |  |  |
|                        | insurance contr   | ract terms so as to protect the interests of the            |  |  |
|                        | company; and  |   |  |  |
|                        | ii) Capable to  | select appropriate insurance companies or                   |  |  |
|                        | intermediaries  | to handle insurance matters according to                    |  |  |
|                        | company's requ  | airements and different factors of consideration            |  |  |
| 8. Remarks             |   |   |  |  |
| o. Remarks             |   |   |  |  |