# The use of drones in shipping and cover implications

Drone technology has traditionally been associated with the military but has more recently become popular for personal and commercial uses, with high-definition video cameras installed. As these become more common in shipping, we consider the risks and rewards of using drones.



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### What are the potential uses in shipping?

#### **Deliveries**

Companies are currently experimenting with drone delivery services for ships at anchorage, for items such as spare parts, mail, stores, documentation and medical equipment. Drones launched from onshore are capable of delivering to ships up to two miles away and it is estimated that the use of drones could reduce the cost of these services by a factor of ten.

#### Surveys

Currently, the biggest single use of drones in shipping is for inspection purposes and some class societies are already using drones as part of their survey programme. This allows for a much more comprehensive survey given the ease with which drones can access hard-to-reach areas as well as reduce risks. Examples include:

- inspection of flare stack, tops of cranes and confined spaces. If repair work is necessary, the drone's findings can be used in writing job specifications and access requirements
- remote inspection of the hull exterior or interior of tanks and other areas where surveyors cannot get to during typical on/off-hire condition surveys or routine inspections
- inspection during repair, conversion and newbuilding of ships or prior to handover







- damage surveys (aerial/tank) after an incident
- inspection prior to reactivation of ships
- inspections of moorings and anchorages
- inspection of tow arrangement from tow lines through to the unmanned towed object
- aerial videography for ship launch, delivery, mobilisation, demobilisation, loading of project cargo
- port authorities testing ships' emissions as they enter port
- search and rescue.

#### Legal and regulatory issues

It is likely that Flag states will continue to drive the legal side. In the UK, for example, if a drone is to be operated for commercial purposes, it must follow UK CAA quidelines. Under these guidelines, drone operators must first be approved and have appropriate insurance in place prior to submitting an application. The USA and countries in Europe and South-East Asia follow similar regulations. It is probable that most countries and classification societies will require drone pilots to have completed some form of BVLOS certification (Beyond Visual Line of Sight) for the flying of drones outside the line of sight.

Currently, the only industry standard is for operations in the UK offshore sector: Unmanned Aircraft Systems (UAS) Operations Management Standards and Guidelines – Issue 1 2017.

#### Loss prevention advice

A prudent owner considering the operation of drones onboard their vessel should:

- gain clarification of regulatory approval (Class) to use the drone
- ensure pilots have BVLOS certification and type-approved training for the use of drones
- where necessary, have a valid Activity Permit from the relevant civil aviation authority for every flight
- complete a detailed risk assessment for the use of the drone
- have appropriate operating procedures in place, including a permit to work.

## Are liabilities arising from drones operated onboard ships covered by P&I?

Whether the use of drones is, or should be, excluded by the pool has been considered by the International Group, and whilst it is acknowledged that it is an area that should be subject to ongoing debate, the position currently remains that liabilities arising from the operation of a drone is not included within the list of excluded losses set out in the Pooling Agreement.

However, in order to meet the requirements for pooling, the other provisions in the rules and the pooling agreement must be complied with. These will include the fact that the use of drones must be able to be considered to be part of the management and operation of the entered ship, and any contractual arrangements must meet the requirements of the general contracting principles set out in the pooling agreement. In relation to services being provided by the ship, we would require either a knock for knock allocation or that the member does not assume responsibility for liabilities that they would not otherwise have had at law. Any services to the entered ship should be considered under the principles of best endeavours.

In the case of uncertainty of whether these principles have been met or if an extension is required, please get in touch with your usual club contact.