CONDITIONS OF SERVICE FOR CLASSIFICATION OF SHIPS AND REGISTRATION OF INSTALLATIONS

2017 AMENDMENT NO.1

Rule No.798 December 2017Approved by Board of Directors on 7 December 2017

Rule No.798 December 2017AMENDMENT TO THE CONDITIONS OF SERVICE FOR CLASSIFICATION OF SHIPS AND
REGISTRATION OF INSTALLATIONS

"Conditions of Service for Classification of Ships and Registration of Installations" has been partly amended as follows:

Chapter 1 SERVICE OF THE SOCIETY

1.4 Notes for Classification of Ships and Registration of Installations

Sub-paragraph -3 has been added as follows.

3 Notwithstanding the provisions of paragraph 1 and 2, the Society may refuse or revoke the classification of ships and the registration of installations in cases where in the reasonable judgement of the Society a particular circumstance will expose the Society or ships classed with the Society to loss of social credibility or other adverse effects, or that the classification of such ships or the registration of such installations is considered not appropriate for other reasons. For instance, the following circumstances are included:

- (1) the Society decides the classification of such ships and the registration of such installations may expose the Society to sanction, prohibition or restriction imposed by a State, Supranational or International Governmental Organization or may conflict with applicable laws or regulations; or
- (2) the Society suspects the ship or the installations of not being in continued compliance with its Rules and Regulations or not being properly maintained and operated by the shipowner, and subsequently verifies its suspicions through surveys conducted to detect any non-compliance with its Rules and Regulations.

Chapter 3 RESPONSIBILITY AND LIABILITY

3.1 Liability

Sub-paragraph -3 has been added as follows.

3 The construction of ships or the manufacture of installations in compliance with the Rules and Regulations of the Society may involve the use of patents and other intellectual property rights (hereinafter referred to as "Intellectual Property Rights") held by third parties. When providing services in relation to the classification, certification, registration, surveying or maintenance of ships, installation, machinery, materials or equipment, the Society does not in any way warrant that said ships, installation, machinery, materials or equipment do not infringe upon the Intellectual Property Rights held by third parties. The Society shall not be liable for any loss, damage and expense of whatever nature sustained by any person, in tort, contract or otherwise, due to any use of Intellectual Property Rights held by third parties.

EFFECTIVE DATE AND APPLICATION

1. The effective date of the amendments is 11 December 2017