Mortgages, maritime liens, retention and arrest

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Basic concepts

Mortgage
Security ordered by a court
Maritime lien
Arrest
(Bottomry)



Liens and Mortgages 1967 and 1993 Arrest 1952 and 1999

The Contracts

• Loan agreement • Mortgage document • Other security • Assignment of freight o Cancellation clauses 0 NMC § 44 o MAC clauses o Control o Long term charterparties o Accessories, NMC § 45

Mortgages and registration

• The main rule, NMC § 20 o Priority, NMC §§ 23-25 o Closing • Encumbrances in non-ships • Ships under construction, NMC § 31 • Non-ships, NMC § 33 • Platforms, NMC § 507 o Permanent installations

Maritime Liens in vessels, NMC §§ 51 et seq.

Protected claims
Wages
Port dues
Personal injury claims
Property claims
Salvage rewards
Priority

Maritime Liens in cargo, NMC §§ 61 et seq.

Protected claims
Salvage Reward
Expenses in relation for cargo
Claims under the contract of carriage, cf NMC §§ 269 and 292

Time bars

Length
Arrest, NMC § 55
Possibility of arrest, Dispute Act § 33-2
Security to prevent arrest
Arrest forum
The Lugano/Brussels system



NMC § 54
Continuity
Priority
Relation to bankruptcy

Maritime liens -the system

Liability of reder or owner
Maritime lien or mandatory insurance
Limitation
Subrogation
Relation to

Mortgagee
Hull insurer



Forced ordinary sale
Auction
Forced use
Agreements?

Some remarks on common law

Arrest
Lien
Actions in rem, cp NMC § 137

Choice of law and jurisdiction

Registered mortgages, NMC § 74
Maritime Liens, NMC § 75
Forced sale abroad, NMC § 76



o Effects • Vessel is detained. Guarantees **o** Jurisdiction o Sale o Timebars o Conditions o Maritime claim • Arrest necessary • Within jurisdiction o Limitation rules O Connection liability - ship o Costs