

Commonwealth of Puerto Rico
OFFICE OF THE COMMISSIONER OF INSURANCE
Santurce, Puerto Rico

Circular Letter # A-10-340-63
November 8, 1963

TO ALL FIRE, MARINE AND CASUALTY INSURANCE COMPANIES AUTHORIZED
IN PUERTO RICO AND THEIR GENERAL AGENTS AND MANAGERS

Gentlemen:

The National Association of Insurance Commissioners at its meeting held in Seattle, Washington, during June 1963 adopted the report of the Commissioners' Committee on Definition and Interpretation of Underwriting Powers. The following item was covered in the Committee report:

"Insurance on Outboard Motors and Motor Boats - Ocean or Inland Marine."

The Committee on Classifications of Insurance, to which such item was referred in December 1962 for study and report, submitted its report and recommendation. The Committee on Definitions and Interpretation of Underwriting Powers report contained the following recommendation on such item:

"We are in accord with the recommendation to the effect that insurance of the following described property when owned and used for pleasure and not for business, hire or other commercial use, be classified as Inland Marine Insurance:

- (a) Outboard motors, including their equipment and appurtenances.
- (b) Rowboats; canoes; and boats not exceeding 16 feet in overall length, measured on the centerline and designed exclusively to be

propelled by one or more outboard motors.

- (c) Equipment and appurtenances, including boat carriers and trailers, used or designed for use with the above.

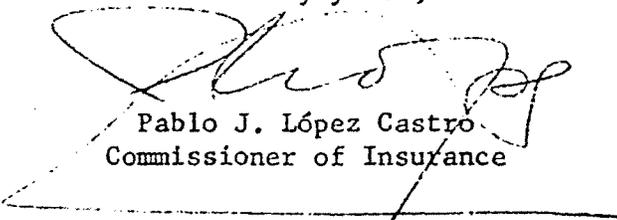
Coverage of any of the property specified in the foregoing in conjunction with vessels not falling within subparagraph (b) need not be classified as Inland Marine Insurance.

For the purpose of bringing about uniformity in the administration and interpretation of similar state statutes we suggest that this Association recommend to the insurance supervisory authorities of the various jurisdictions of the United States adoption of the recommendation to classify insurance of the property described in the recommendation as Inland Marine."

This office intends to adopt the recommendation contained in the report of the Committee on Definition and Underwriting Powers as an administrative guide. Accordingly, you are hereby requested to follow and observe this recommendation.

Kindly acknowledge receipt of this circular letter by signing and returning the enclosed extra copy.

Cordially yours,


Pablo J. López Castro
Commissioner of Insurance

Receipt is hereby acknowledged:

By: _____

Date: _____