

L.N. 203 of 2005**MERCHANT SHIPPING (LIMITATION OF SHIPOWNERS LIABILITY)
(RATE OF INTEREST) (AMENDMENT) ORDER 2005**

(Made by the Monetary Authority under section 19(1) of the Merchant Shipping (Limitation of Shipowners Liability) Ordinance (Cap. 434))

**1. Rate of interest for purposes of
limitation fund**

Section 1 of the Merchant Shipping (Limitation of Shipowners Liability) (Rate of Interest) Order (Cap. 434 sub. leg. D) is amended—

- (a) in paragraph (l), by repealing “onwards, 5.16%.” and substituting “to 17 November 2005, 5.16%.”;
- (b) by adding—
 - “(m) from 18 November 2005 onwards, 6.55%.”.

Joseph C. K. YAM
Monetary Authority

15 November 2005

Explanatory Note

Under paragraph 1 of Article 11 of the Convention on Limitation of Liability for Maritime Claims, 1976 as applied by the Merchant Shipping (Limitation of Shipowners Liability) Ordinance (Cap. 434), shipowners and salvors may limit their liabilities for maritime claims by constituting limitation funds. Such limitation funds shall comprise the amounts set out in the Convention together with interest thereon.

2. According to section 19 of the Ordinance, the Monetary Authority may from time to time prescribe the rate of interest to be applied for the purposes of paragraph 1 of Article 11 of the Convention. This Order prescribes the new rate of interest applicable on or after 18 November 2005.