Battermann + Tillery Group

Flexible Tanks
for
Liquid Bulk Cargo

Recommended
Best Practices



Flexitanks - an industry standard

Number of flexible tanks in use worldwide:

400k

1.1 mil.

2020

2.2 mil. and more today



Transported volume of liquid goods in flexible tanks:



45 bil. litres and more today

General economic considerations helped flexible tanks achieve a breakthrough at the turn of the millennium.

Recommended best practices – Why?

Dozens of manufacturers provide hundreds of different flexitank systems – there are specific risks to be understood by underwriters, brokers and insured parties.

The implementation of these best practices will have a positive impact on the reduction in claims associated with the use of flexible tanks.



Variety of tanks Tailor-made for all kinds of products, including harmless chemicals



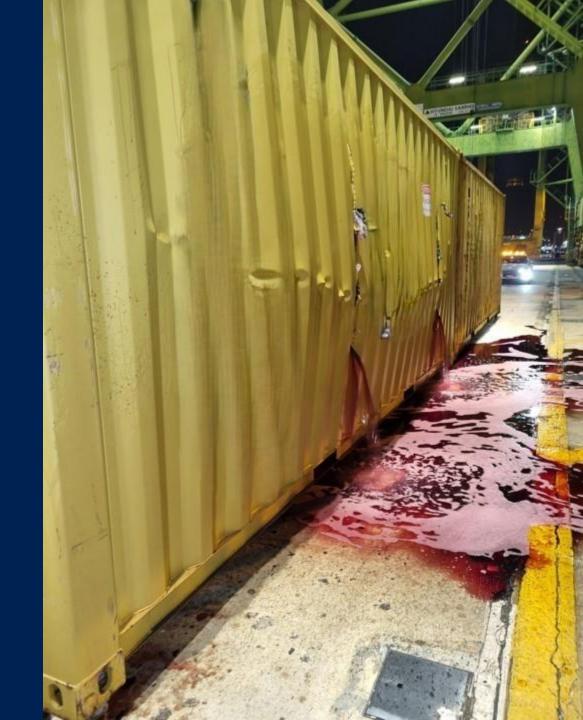
Specific risks

Material or Unsuitable Various Pre-existing production installation errors containers damage deficiencies Overfilling Underfilling Contractual risks Handling damage

Sudden discharge



Handling damage



Unsuitable container



Complex failures



Installation errors



Cargo-related risks



Combination of risks



The "normal" bulging container



Consequences

Storage, Transloading Product loss Drip trays demurrage, costs detention Third-party liability Environmental Contractual Destruction costs penalties costs

Contractual risks

Do you know your exposure?

- 22 flexi tanks from Europe to California
- Consignee refused acceptance and failed to provide any support (INCOTERMS: CFR)
- Container arrived in California: March 2021
- Transshipment of goods: April 2022
- Salvage sale of goods
- Total costs:
 - EUR 39,438.00 for goods
 - USD 258,591.51 for transshipment, storage and port
 - USD 144,390.00 for container demurrage



Root cause: CONDENSATION

Recommendations

Container Tank suitability **Product suitability** Handling symbols suitability Experienced Contractual Documentation Work safety diligence service provider

Due diligence







Due diligence

- Only skilled staff for flexitank installation
- Documentation of flexitank installation with photo material
- Documentation of filling and unloading with photo material
- Use of checklists to avoid errors



Experienced partners

One-Stop-Shop logistics service provider:

- Selects suitable destination ports which provide knowledge, experience and support (in case of problems)
- Ensures diligent implementation of the manufacturer's installation instructions
- Uses trained staff only within the scope of the installation of flexible tanks as well as during loading and unloading
- Capable of handling worst-case scenarios and calls in flexitank experts (surveyors) to determine the root cause



Work safety



Marking of the container with appropriate labelling in the door area (work safety) as well as on the roof, as an indication for the van carrier/crane operator.

In case of a claim?

Root cause analysis by a professional



In case of a claim?

Root cause analysis by a professional



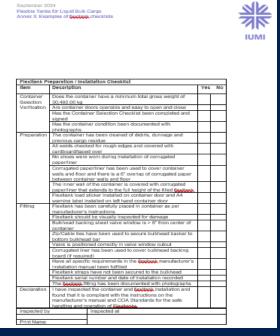
Flexible tanks for liquid bulk cargo

Recommended Best Practices by



Annex 1 - General risks Annex 2 - Specific risks Annex 3 - Checklists

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Flexibl	e Tanks für Liquid Bulk			
Annex	3			
Examp	les of <u>flexitank</u> checklists			
	Selection Checklist	Man	81-	
Item	Desociption	Yes	No	
General	Does the container have a minimum total gross weight of	П	\neg	
	30,480.00 kg	\Box	_	
	Suitable condition for transport by road, rail and sea	\sqcup		
	Container free from faint and previous cargo odors	\vdash	—	
	A container light test was performed with satisfactory result. The shoring slots (at door end) are straight and free from	\vdash	-	
	dents and obstructions	ll		
	The exterior is free from hazardous or previous cargo marks	\vdash	\neg	
Doors	Doors free of buckling and dents	\Box	\neg	
	Does each door have 2 looking bars retained by 3 looking	П		
	brackets	\Box		
	Door gear fixing and bolt heads on the inside of the doors are	ll		
Side	free from sharp points and edges Weld seams to side walls have smooth weld seams and are	\vdash	-	
Wals	free from sharp points and edges	ll		
	There are identical corrugations over the full length			
	There is no logo panel or flattened corrugations			
	Are the inside walls free of large areas of rust, holes or flaking			
	paint There are no transferable stains	\vdash	_	
Floor	Free of transferable or nontransferable dry dust, carbon dust.	\vdash	-	
	sand, dirt or deport yard dust	ll		
	No damp floor stains	\vdash	\neg	
	No large areas of transferable burn marks			
	The container is free from debris, dunnage and previous cargo	П		
	residues	$\vdash \vdash$		
	Floor is free from splinters, protruding nails, screws, and other fixings	1		
Declaratio		\Box	_	
	pected the container and found that it complies with the COA.		-	
	for the Safe Handling and Operation of Floritages - Container	ıl		
Standards	as summarized above and find it acceptable for use			



Thank you!

https://www.flexitankexperts.com