# WATSON FARLEY & WILLIAMS

#### CORONAVIRUS OUTBREAK ON CRUISE LINER IN JAPAN: EFFECTS ON CRUISE LINES, INSURERS AND EMPLOYERS

5 FEBRUARY 2020 • ARTICLE



# WITH THE QUARANTINE OF A CRUISE LINER IN JAPAN, THE IMPLICATIONS OF THE GLOBAL HEALTH EMERGENCY ARE NOW BEING FELT BY THE TRAVEL AND LEISURE SECTOR.

"Although failure to return to work from holiday on an appointed date can be a disciplinary offence, in these circumstances it would not be considered reasonable for an employer to sanction an affected employee"

The question of whether any liability attaches to a carrier will be determined by the terms and conditions of carriage. Cruise lines should ensure that they are following the guidelines issued by the World Health Organisation and ensure that those guidelines and procedures are adopted and recorded as adopted.

It is also possible that this will impact on future scheduling if ships become quarantined or it is difficult to transport passengers to their destination and cruise lines should check their terms and conditions. If passengers have arranged their own transfer to the ship and cannot reach their destination, that will likely fall on the air operators terms rather than the cruise operators terms and conditions.

Travel insurers should also check their policies to determine if they will face liability if passengers are quarantined or stranded or cannot make their intended destinations.

In terms of the employment situation for those who cannot return, although failure

to return to work from holiday on an appointed date can be a disciplinary offence, in these circumstances it would not be considered reasonable for an employer to sanction an affected employee.

The situation is analogous to when the eruption of the volcano in Iceland prevented thousands from returning from holiday on time. It is also worth checking staff handbooks in case provision has been made for unavoidable late return from holiday or the sickness policy for those who are directly affected by the virus.

For more information on any of these issues please contact Senior Associate and Master Mariner David Handley, Employment Partner Devan Khagram or your usual WFW contact.

### WATSON FARLEY & WILLIAMS

## **KEY CONTACTS**



DEVAN KHAGRAM
PARTNER • LONDON

T: +44 20 7814 8205

dkhagram@wfw.com

#### DISCLAIMER

Watson Farley & Williams is a sector specialist international law firm with a focus on the energy, infrastructure and transport sectors. With offices in Athens, Bangkok, Dubai, Dusseldorf, Frankfurt, Hamburg, Hanoi, Hong Kong, London, Madrid, Milan, Munich, New York, Paris, Rome, Seoul, Singapore, Sydney and Tokyo our 700+ lawyers work as integrated teams to provide practical, commercially focussed advice to our clients around the world.

All references to 'Watson Farley & Williams', 'WFW' and 'the firm' in this document mean Watson Farley & Williams LLP and/or its affiliated entities. Any reference to a 'partner' means a member of Watson Farley & Williams LLP, or a member, partner, employee or consultant with equivalent standing and qualification in WFW Affiliated Entities. A list of members of Watson Farley & Williams LLP and their professional qualifications is open to inspection on request.

Watson Farley & Williams LLP is a limited liability partnership registered in England and Wales with registered number OC312252. It is authorised and regulated by the Solicitors Regulation Authority and its members are solicitors or registered foreign lawyers.

The information provided in this publication (the "Information") is for general and illustrative purposes only and it is not intended to provide advice whether that advice is financial, legal, accounting, tax or any other type of advice, and should not be relied upon in that regard. While every reasonable effort is made to ensure that the Information provided is accurate at the time of publication, no representation or warranty, express or implied, is made as to the accuracy, timeliness, completeness, validity or currency of the Information and WFW assume no responsibility to you or any third party for the consequences of any errors or omissions. To the maximum extent permitted by law, WFW shall not be liable for indirect or consequential loss or damage, including without limitation any loss or damage whatsoever arising from any use of this publication or the Information.

This publication constitutes attorney advertising.