CONTENTS

		Page No
I.	INTRODUCTION	1-8
	A. Background	
	B. Activities of the Centre	
II.	REPORT ON THE ACTIVITIES OF THE TEHRAN REGIONAL ARBITRATION CENTRE (TRAC), 2012-2013	9-17
III.	REPORT ON THE ACTIVITIES OF THE CAIRO REGIONAL CENTRE FOR INTERNATIONAL COMMERCIAL ARBITRATION (CRCICA) - CAIRO, EGYPT 2012 – 2013	18-49
IV.	REPORT ON THE ACTIVITIES OF THE LAGOS REGIONAL CENTRE FOR INTERNATIONAL COMMERCIAL ARBITRATION, LAGOS, NIGERIA, 2012-2013	50-58
V.	ANNEX	59-60
	Draft Resolution on the Agenda Item	

REPORT ON THE AALCO'S REGIONAL ARBITRATION CENTRES

I. INTRODUCTION

A. Background

- 1. The Asian-African Legal Consultative Organization (AALCO), during its Thirteenth Annual Session held in Lagos (Nigeria) in 1973, proposed that apart from follow-up of the work of the United Nations Commission on International Trade Law (UNCITRAL) in the field of International Commercial Arbitration, the Organization should also conduct an independent study on some of the more important practical problems relating to the subject from the point of view of the Asian-African region. Accordingly, the Secretariat prepared an outline of the study, which received favorable response from the Member States. The Secretariat thereafter prepared a detailed and comprehensive study and the Trade Law Sub-Committee considered this study during the Fifteenth Annual Session held in Tokyo (Japan) in 1974.
- 2. At the Tokyo Session, AALCO endorsed the recommendations of its Trade Law Sub-Committee, that efforts should be made by Member States to develop institutional arbitration in the Asian and African regions. Thereafter, the Secretariat, following the mandate of the Tokyo Session, prepared a revised study on the same topic so as to enable the Trade Law Sub-Committee during the Kuala Lumpur Session, to formulate principles or model rules for consideration. At the Kuala Lumpur Session (Malaysia) held in 1976, the Trade Law Sub-Committee requested the Secretariat to undertake a feasibility study for establishing Regional Arbitration Centres in the Asian-African region, to be placed before the Eighteenth Annual Session of AALCO.¹
- 3. At the Eighteenth Annual Session, held in Baghdad (Iraq) in 1977, discussions were focused on the Secretariat study titled 'Integrated Scheme for Settlement of Disputes in the Economic and Commercial Matters', which envisaged *inter alia*, the establishment of a network of Regional Centres for Arbitration functioning under the auspices of the AALCO in different parts of Asia and Africa so that the flow of

¹ The Secretariat study elaborated the two basic objectives of the AALCO's integrated dispute settlement scheme. In the first place, to establish a system under which disputes and differences arising out of transactions in which both the parties belong to the Asian-African and Pacific regions could be settled under fair, inexpensive and adequate procedures. Secondly, to encourage parties to have their arbitrations within the region where the investment made or the place of performance under an international transaction was a country within this region. The conclusions made in the study were in favour of establishment of six sub-regions, namely East Asia, South-East Asia, West Asia, North Africa, East Africa and West Africa. It was, however, pointed out that scheme could initially work with two centres and other centres could be established in the light of experience and volume of work.

arbitration cases to arbitral institutions outside the Asian-African region could be minimized. The Integrated Scheme also represented an effort on the part of the developing countries for the first time to evolve a fair, inexpensive and speedy procedure for settlement of disputes.

- 4. At the Nineteenth Annual Session, held in Doha (Qatar) in 1978, AALCO endorsed the Trade Law Sub-Committee's recommendations on the establishment of two Arbitration Centres for the Asian and African regions in Kuala Lumpur (Malaysia) and Cairo (Arab Republic of Egypt) respectively. It was envisaged that the two Arbitration Centres would function as international institutions under the auspices of AALCO with the following objectives:
 - a. Promoting international commercial arbitration in the Asian and African regions;
 - b. Coordinating and assisting the activities of existing arbitral institutions, particularly among those within the two regions;
 - c. Rendering assistance in the conduct of Ad Hoc arbitrations, particularly those held under the UNCITRAL Arbitration Rules;
 - d. Assisting the enforcement of arbitral awards; and
 - e. Providing for arbitration under the auspices of the centre where appropriate.
- 5. In pursuance to the above decision, an Agreement was concluded in April 1978, between the AALCO and the Government of Malaysia in respect of the establishment of a Regional Centre for Arbitration in Kuala Lumpur. A similar Agreement was concluded in January 1979 with the Government of the Arab Republic of Egypt with respect to the establishment of a Regional Centre for Arbitration in Cairo. The Agreements recognized the status of the Centres as intergovernmental organizations and conferred certain immunities and privileges for their independent functioning.
- 6. The Host Governments also offered suitable premises, financial grants and necessary staff to run the Centres. The Centres adopted UNCITRAL Arbitration Rules with suitable modifications and offered their services to any party whether within or outside the region for the administered arbitration and facilities for arbitration whether *ad hoc* or under the auspices of any other institution.
- 7. The success of these two Regional Arbitration Centres prompted the Organization to establish two more centres, one in Lagos (Nigeria), which was formally inaugurated in 1989. The other Centre was established in Tehran (Islamic Republic of Iran), for which an Agreement was concluded between AALCO and the Government of Islamic Republic of Iran in 1997 and subsequently the President of the Islamic Republic of Iran ratified the Agreement for implementation on 10 June 2003. A Memorandum of Understanding (MoU) between AALCO and the Government of Republic of Kenya was signed on 3 April 2006 during the Forty-Fifth Annual Session of AALCO held in the Headquarters in New Delhi to establish a fifth Centre in Nairobi. The Agreement establishing the Nairobi

Regional Centre for Arbitration was signed by the then Secretary-General of AALCO and the Attorney-General of the Republic of Kenya during the Forty-Sixth Annual Session of AALCO held at Cape Town, Republic of South Africa from 2 to 6 July 2007.

(i) Kuala Lumpur Regional Centre for Arbitration (KLRCA), Malaysia

- 8. AALCO's first Regional Centre for Arbitration was established in Kuala Lumpur, Malaysia in March 1978. This was considered as an important landmark in the movement for promoting Asian-African solidarity in international legal matters and economic relations. The Centre was established for an initial period of three years by a formal exchange of letters between the Malaysian Government and the then AALCC. The Centre was formally inaugurated by the then Rt. Hon' ble Tun Hussein Onn, Prime Minister of Malaysia on 17 October 1978.
- 9. Subsequently, an agreement was signed between the Government of Malaysia and the then AALCC relating to the Regional Centre for Arbitration in Kuala Lumpur on 29 July 1981.² Thereafter, the Headquarters Agreement for Kuala Lumpur Centre for International Commercial Arbitration was signed on 10 August 1989.³
- 10. In order to formalize the continued functioning of the KLRCA, with effect from 1 January 1992, an Agreement between AALCO and the Government of Malaysia relating to the Regional Centre for Arbitration in Kuala Lumpur was signed on 14 February 2004.⁴
- 11. The Centre offers facilities and assistance for the conduct of arbitral proceedings, including the enforcement of awards made in the proceedings held under the auspices of the Centre. The Rules for arbitration under the auspices of the Centre are the UNCITRAL Arbitration Rules of 1976 with certain modifications and adaptations. Other main functions of the Centre are to promote international commercial arbitration in the Asia-Pacific region and to render advice and assistance to parties who may approach the Centre.
- 12. Apart from these services, the Centre also provides other options for the settlement of disputes such as mediation/conciliation under the Conciliation Rules of the Centre. The Centre, realizing the growing importance of intellectual property in the arena of Information and Communications Technology, also administers international and

3

² This agreement was signed by the then Minister of Commerce and Industry H.E. Tengku Ahmad Rithauddeen on behalf of Malaysia and for AALCC the then Secretary-General Mr. B. Sen.

³ It was signed by the then Attorney-General of Malaysia H.E. Tan Sri Abu Talib Bin Othman and Mr. F. X. Njenga, the then Secretary-General, AALCC.

⁴ This agreement was by signed by H. E. Datuk Seri Utama Dr. Rais Yatim, Minister at the Prime Minister's Department and Amb. Dr. Wafik Zaher Kamil, the then Secretary-General of AALCO.

domestic ".my domain" name dispute resolution service, provided by the Malaysian Network Information Centre (MYNIC), which administers the ".my domain". All domain name disputes are governed and administered in accordance with MYNIC's Domain Name Dispute Resolution Policy (MYDRP), Rules of the MYDRP and RCAKL Supplemental Rules.

(ii) Cairo Regional Centre for International Commercial Arbitration (CRCICA), Arab Republic of Egypt

- 13. The first Regional Arbitration Centre in African region, the Cairo Regional Centre for International Commercial Arbitration ("CRICA") was established in January 1979. The Centre was established for an initial period of three years by a formal exchange of letters between the Government of the Arab Republic of Egypt and AALCO. In 1983, another agreement was concluded between AALCO and the Government of the Arab Republic of Egypt for granting a permanent status to the Cairo Centre.
- 14. The Cairo Centre offers specialized services to settle trade and investment disputes, through arbitration. It also includes Alternative Dispute Resolution techniques (ADR) such as conciliation, mediation and technical expertise. Apart from this, the Centre also offers advice to parties to international commercial and investment contracts regarding drafting these contracts, promote arbitration and other ADR techniques in the Afro-Asian region through the organization of international conferences, seminars, and training programmes for international arbitrators and legal scholars from the Afro-Asian region by the Centre's Institute for Arbitration and Investment. The Cairo Centre follows the UNCITRAL Arbitration Rules with certain modifications.
- 15. Apart from this, the Cairo Centre had also established the Institute of Arbitration and Investment in 1990; the Institute of Arab and African Arbitrators in the Arab Republic of Egypt in 1991; the Centre's Maritime Arbitration Branch in Alexandria, which deals exclusively with maritime disputes in 1992; the Cairo Branch of the Chartered Institute of Arbitrators of London in 1999; Alexandria Centre for International Arbitration in 2001; and a Mediation and ADR Centre as a branch of the Cairo Centre to administer commercial arbitration and other peaceful non-binding means of avoiding and settling trade and investment disputes in 2001.

(iii) Regional Centre for International Commercial Arbitration-Lagos (RCICAL), Federal Republic of Nigeria

16. In 1980, an Agreement was concluded with the Government of the Federal Republic of Nigeria for the establishment of a third Centre in Lagos. The Centre was formally inaugurated in March 1989. On 26 April 1999, Hon'ble Alhaji Abdullahi Ibrahim OFR (SAN), the then Attorney General and Minister of Justice, on behalf of Nigeria and H. E. Mr. Tang Chengyuan, the then Secretary-General of the AALCC,

signed an Agreement in this connection. Since then, the Centre has been put into operation on the basis of its human resource and capital.

- 17. The Centre is today a beehive of activities providing venues for both domestic and international arbitration in economic and commercial matters in Africa South of the Sahara, particularly, the West African Sub-Region.
- 18. On 7 February 2006, the then Secretary-General of AALCO, inaugurated the Advisory Committee of the Regional Centre for International Commercial Arbitration, Lagos. Also present on the occasion were Hon'ble A.G. Karibi-Whyte, CFR (Rtd.), Justice of the Supreme Court of Nigeria, Mrs. Eunice Oddiri, Director of the Centre, Members of the Advisory Board and many other dignitaries.

(iv) Tehran Regional Arbitration Centre (TRAC), Islamic Republic of Iran

- 19. An Agreement was concluded between the Government of the Islamic Republic of Iran and AALCO on 3 May 1997, for the establishment of a Regional Centre for Arbitration in Tehran. At the AALCO's Forty-Second Annual Session in Seoul (Republic of Korea), the Delegate of Islamic Republic of Iran informed that the Judicial Power has adopted the Agreement and that all the legal procedures applicable in the Islamic Republic of Iran for the ratification of the said Agreement were completed.
- 20. The President of the Islamic Republic of Iran ratified the Agreement for implementation on 10 June 2003. On 31 January 2005, the then Secretary-General of the AALCO approved the TRAC Rules of Arbitration.

(v) Nairobi Regional Arbitration Centre, Republic of Kenya

21. It may be recalled that during the Arusha (Tanzania, 1986) and Bangkok (Thailand, 1987) Annual Sessions of AALCO, the representative of Republic of Kenya had requested the AALCO to consider the feasibility of establishing a Regional Arbitration Centre in Nairobi to serve the countries in Eastern and Southern Africa. The African, Caribbean and Pacific Group of States (ACP) Secretariat had also approached the AALCO Secretariat for relevant information about the establishment and working of the AALCO's Regional Centres with a view to considering the possibility of establishing such a Centre in Nairobi. At about the same time, the Preferential Trade Area for Eastern and Southern African Countries (PTA) had also sought technical assistance for establishing an Arbitration Centre to serve the countries in those parts of Africa. The PTA Centre for Arbitration was set up in Djibouti on 21 November 1987 to function under the auspices of the PTA Federation of Chambers of Commerce and Industry.

- 22. During the Thirty-Second Annual Session in Kampala (Uganda 1993), the Leader of the Delegation of Tanzania expressed the view that the PTA Centre in Djibouti had not negated the need for a Centre in Nairobi and suggested that the Secretariat should pursue the possibility and modalities for the establishment of a Centre in Nairobi. Consequently, the then AALCO Secretary-General, H. E. Mr. Frank X. Njenga had approached the Member Governments of Kenya, Uganda and Tanzania with a view to ascertaining the extent of material assistance and back-up support that could be provided by them for the establishment of a Centre in Nairobi which appeared to be an apt location to cater to the needs of the States in the Eastern and Southern parts of the African continent.
- 23. Accordingly at the Thirty-Third Annual Session held in Tokyo (Japan, 1994), a proposal was put before the Leaders of Delegations of Member States for the establishment of additional Centres in Tehran and Nairobi. This proposal was adopted in the Session vide Resolution "Progress Report on Regional Centres for Arbitration", operative paragraph 3 which stated that "Directs the Secretariat in collaboration with the States concerned to consider the feasibility of establishing a Regional Centre for Arbitration in Nairobi for serving the Countries in East and Southern African".⁵ It is in the light of these developments that the Government of Kenya, through the office of the Attorney General, has expressed their desire of establishing a Regional Centre for Arbitration in Nairobi, Kenya.
- 24. It may be recalled that during the Forty-Fifth Annual Session of AALCO held at New Delhi (Headquarters) on 3 April 2006, the then Secretary-General of AALCO and the Attorney General of the Republic of Kenya signed the Memorandum of Understanding (MoU) for the Establishment of the Regional Centre for Arbitration in Nairobi, Republic of Kenya.
- 25. In pursuance to the MoU, an Agreement Establishing the Nairobi Regional Arbitration Centre for Arbitration was signed between the then Secretary-General of AALCO and the Attorney General of the Republic of Kenya during the Forty-Sixth Annual Session of AALCO held at Cape Town, Republic of South Africa from 2-6 July 2007.
- 26. As regards the present status of establishment of such Centre in Nairobi, it was informed by the Head of Delegation of the Republic of Kenya during the deliberation on the agenda item held at the Forty-Ninth Annual Session (2010) in Dar es Salaam, United Republic of Tanzania, that the arrangements to establish the Nairobi Regional Centre had been put on track by constituting a core Committee by the Attorney General in order to

⁵ Minutes of the Meetings of the Leaders of Delegations of Member States held during the Thirty-Third (Tokyo) Annual Session of AALCO in 1994.

implement the Centre's function at the earliest.⁶ Therefore, it is hoped that the AALCO's fifth such Centre will be functional very soon in order to cater the needs of East and Southern African region States of Africa. It was reiterated at the Fifty-First Annual Session (2012) by the Delegate of Kenya that that they were still on course in realising their undertaking to establish the Nairobi Regional Centre for Arbitration.⁷

B. Activities of the Centres

- 27. Although in the beginning, the promotional activities of AALCO's Regional Arbitration Centres were primarily carried out by the AALCO, in view of experience accumulated over the years and the contacts established by these centres with Governments, governmental agencies and international institutions, such promotional activities are now mainly carried out by the Centres themselves. Such promotional activities are highlighted in the Reports of the Directors of the respective Centres.
- 28. It is a matter of great satisfaction that, over the years, there has been considerable increase in the number of cases, both international and domestic, referred to AALCO's Regional Arbitration Centres. The types of cases include oil contracts, insurance, intellectual property, construction contracts etc. and involve both public and private sectors. The resolution of commercial disputes by other Alternative Dispute Resolution (ADR) methods such as Mediation and Conciliation under the Rules of AALCO Centres is another option being favoured by the Parties.
- 29. An important function of the Directors of AALCO's Arbitration Centres has been to act as an Appointing Authority in such arbitrations. The Centres have been organizing international conferences, seminars and training courses in their respective regions. In addition, the Directors of the Centres have actively pursued the conclusion of Cooperation Agreements with other arbitration institutions.
- 30. With a view to enhancing the role and activities of the AALCO Regional Arbitration Centres, the Secretary-General would like to urge the Member States to fully support the growing activities of these Centres and consider making financial contributions to help in the implementation of their plans and activities. Further, in this context, two concrete suggestions for consideration of Member States are as follows:
 - (i) The Member States may consider designating a body, for example, the national chamber of commerce or other industrial promotion organizations to be associated with the AALCO Regional Arbitration Centres as the Liaison Agency within the country, with a view to promoting the activities of AALCO Centres.

⁶ See, the Report of the Forty-Ninth Annual Session of AALCO, Dar es Salaam, United Republic of Tanzania, 5-8 August 2010, p. 216, available at www.aalco.int.

7

-

⁷ See, the Verbatim record of the Fifty-First Annual Session of AALCO, Abuja, Nigeria, 18-22 June 2012, available at www.aaclo.int.

- (ii) Whilst entering into contracts on behalf of the Government, Public Corporations and other Government Undertakings, consideration may be given to incorporate an arbitration clause for settlement of disputes under the arbitration rules of AALCO's Regional Arbitration Centres, where it is considered expedient for such disputes and differences being settled through AALCO's Regional Arbitration Centres.
- 31. Such encouragement from the Member States would further boost the work of AALCO's Regional Arbitration Centres.
- 32. The following part of this Secretariat Report places for consideration the Reports of the Directors of the Tehran Regional Arbitration Centre (TRAC), Cairo Regional Centre for International Commercial Arbitration (CRCICA) and the Regional Centre for International Arbitration Lagos, highlighting the details of the activities of the Centres in the year 2012 and the foreseen plans for 2013. The report of the Kuala Lumpur Regional Centre for Arbitration, 2012-2013 shall be circulated during the Annual Session.

II. REPORT OF THE TEHRAN REGIONAL ARBITRATION CENTRE (TRAC), ISLAMIC REPUBLIC OF IRAN

A. INTRODUCTION

33. This Report comprising of TRAC's 2012 Activities and 2013 Prospective, hereinafter the "Report", is respectfully submitted to the Fifty-Second Annual Session of the Asian-African Legal Consultative Organisation.

B. 2012 ACTIVITIES

- 34. In 2012 TRAC actively continued to maintain its function and productivity. During 2012, TRAC has strongly demonstrated its significant role and effect on settlement of transnational commercial disputes in the context of arbitration. TRAC is proud that in the past year it has played independently, professionally and efficiently under its mandate, and as an established arbitration institution it has gained a valuable recognition for the smooth and professional conduct and promotion of international arbitration in the Region.
- 35. In the following, TRAC's major activities during 2012 will be summarised:

1 - Arbitration Cases

- 36. Several international arbitration cases with variety of subject matters were referred to TRAC during 2012. In accordance with its Arbitration Rules, the 'Rules'', TRAC has taken all necessary measures to ensure effective administration of the cases. It is worth noting that, the application of the Rules over the past six years has yielded to a comprehensive jurisprudence that accompanying the Rules has greatly enhanced the administration of arbitration cases.
- 37. TRAC is proud to state that it has achieved a noteworthy standing amongst the practitioners and companies in the Region and has gained their confidence to routinly include TRAC's arbitration clause in their contracts. During 2012 and in comparison with the previous years, TRAC has experience an upsurge of arbitration cases being referred to it. The following chart demonstrates the ratio of arbitration cases during the past years.

2 - New Arbitrators

38. For reference of the Parties when deciding to choose a suitable arbitrator, TRAC has offered in its website, www.trac.ir, a List of well-known arbitrators from a wide selection of expertise and nationalities The parties may decide to appoint the arbitrators from or out of the List, yet in practice, the TRAC List of Arbitrators provide a broader and comprehensive view at the time of arbitrators selection.

39. Several prestigious arbitrators belong to the TRAC List of Arbitrators. In 2012, TRAC was pleased to receive the applications of a number of further outstanding arbitrators, and has included their details in the List for the benefit and reference of the Parties. The most updated List of Arbitrators is enclosed at the end of this Report.

3-Arbitration Board

40. The Arbitration Board of TRAC comprised of Dr. Mojtaba Kazazi, Professor James Crawford and Justice Dominique Hascher. In 2011, Justice Hascher stepped down from the Board membership and Professor Jean-Jacques Arnaldez accepted the position. The Arbitration Board provides TRAC with invaluable insights and offer a significant assistance in the conduct of arbitration. The names and qualifications of the Members of the Board, give an additional character to the works of TRAC and provide the parties with further comfort and confidence when referring their disputes to TRAC.

4- Promotion of International Arbitration

41. TRAC continued to implement mechanisms for promotion of international arbitration in the Region. In this regard, it has organised a number of seminars and workshops concerning new trends and prevalent issues in international arbitration. It has additionally held meetings with companies, individuals, commercial sectors of embassies in Iran in order to outline the facilities and services of TRAC available to be offered to the commercial activities of various sectors.

5- Financial Independence

42. For better enhancing its independence and impartiality, TRAC is pleased to have been able to maintain its financial independence during 2012. TRAC's main source of income continued to be from administration of arbitration cases referred to it during 2012.

C. 2013 Prospective

43. TRAC aims to continue offering high services and facilities for administration of arbitration cases in the Region. It intends to organise further seminars and workshops in association with other arbitration centres in the Region. TRAC believes that cooperation with other regional arbitration centres under the auspices of the ALLCO, would be instrumental for striking higher and harmonious standards in arbitration conduct and also would create an awareness about the existence of a transnational safe environment extended throughout the Region for settlement of international commercial disputes. In this regard, TRAC is hopeful to commence regular cooperation with other regional Arbitration Centres.

44. TRAC further endeavours to maintain its financial independence, like previous years, to provide parties with undoubted assurance on its principles of independence and impartiality and play a significant and substantial role in settlement of international commercial disputes.

D. Report of the Visit of H.E Professor Dr. Rahmat Mohamad

- 45. On 12 April 2013, H.E Professor Dr. Rahmat Mohamad, the Secretary General of AALCO, together with Dr. Hassan Soleimani visited TRAC, in Tehran and met with Dr. Parviz Ansari Moein, TRAC's Director and members of the TRAC Secretariat.
- 46. During the above useful meeting, several issues with respect to TRAC's activities, progresses and its position amongst other arbitration centres in Iran were discussed. H.E Professor Mohamad, *inter alia*, emphasised on the role and importance of arbitration centres established under the auspices of AALCO, in further upholding the rule of law and promotion of trade and commercial activities in the Region.

E. TRAC LIST OF ARBITRATORS (2012-2013)

Ziya AKINCI

Address: The Akinci Building, Bebek Mahallesi Selcuk Sokak No.

4, Bebek 34342 Istanbul, TURKEY Postcode:

Phone: +90 212 287 07 00 E-mail: <u>ziya@akincilaw.com</u>

Francois AMELI

Address: 7 rue de Chaillot, Paris, FRANCE, Postcode: 75116

Phone: +33 1 53 57 78 00 E-mail: <u>fameli@bea.fr</u>

Jean-Jacques ARNALDEZ

Address: 11, rue Charbonnel Paris France Postcode: 75013

Phone: +33 (0) 1 45 89 33 69 E-mail: jjarnaldez@orange.fr

Norair BABADJANIAN

Address: Bolshaya Dorogomilovskaya 8 Apt 16 Moscow Russian

Federation Postcode: 121059 Phone: +7 499 243 4587

E-mail: norair.babadjanian@inbox.ru

Niuscha BASSIRI

Address: IT Tower, 480 Avenue Louise Brussels Belgium, Postcode: 1050

Phone: +32 2 290 3904,

E-mail: niuscha.bassiri@hvdb.com

Bennar BALKAYA

Address: Balkaya & Balkaya Attorneys At Law, Kocayol Cad., Kozyatagi Sok, Yavuzlar Apt. No:29/27 K:8 Kozyatagi

Istanbul, Turkey, Postcode: 34742

Phone: +90-216-445-3225 E-mail: bennar@balkaya.av.tr

Khosrow BARADARI

Address: 111 Fakhr Razi, Tehran, Iran, Postcode: 13148

Phone: +98 21 66 46 67 59 E-mail: khosrow@baradari.com

Daniel BERNBECK

Address: Ave. Africa, Kh. Navak # 16 Tehran Iran Postcode:

1518633741

Phone: +98-21-8133-1100 E-mail: <u>d_bernbeck@dihk.co.ir</u>

Antonio BRAGGION

Address: Via Montebello, 27, Milano, Italy, Postcode: 20121

Phone: +39 02 29 00 12 67 E-mail: brglaw@iol.it

Marc BLESSING

Address: Bar & Karrer, Brandschenkestrasse 90,

Zurich, Switzerland, Postcode: CH-8027

Phone: +41 58 261 5000

E-mail: m.blessing@baerkarrer.ch

Ashwinie Kumar BANSAL

Address: 187, Advocates Enclave, Sector 49-A, Chandigarh

160047, India Postcode : Phone: +91 172 2674500

+91 9915004500

E-mail: akbansal2000@gmail.com

Yas BANIFATEMI

Address: SHEARMAN & STERLING LLP, 114 Avenue des

Chapms-Elysées, 75008 Paris France Postcode:

Phone: +33 1 53 89 70 00

E-mail: ybanifatemi@shearman.com

Louis DEGOS

Address: K&L Gates LLP, 78, avenue Raymond Poincaré

PARIS FRANCE Postcode: 75116

Phone: +33 1 58 44 15 00

E-mail: louis.degos@klgates.com

Siegfried H. ELSING

Address: 40 Immermannstr., Duesseldorf, Germany, Postcode: 40210

Phone: +49 211 36787-129

E-mail: elsing@hoelters-elsing.com

Ike EHIRIBE

Address: 960 Capability Green Luton, Bedfordshire, United

Kingdom, Postcode : LU1 3PE Phone: +44 01582635137 E-mail: ehiribe@aol.com

Raed Mounir FATHALLAH

Address: 130, rue de Faubourg Saint-Honoré, Paris, FRANCE,

Postcode: 75008

Phone: +33 1 44 35 35 35

E-mail: <u>raedfathallah@bredinprat.com</u>

Amir GHAFFARI

Address: Herbert Smith LLP, Dubai International Financial Centre; Gate Village 7, Level 4, Dubai, UAE Postcode:

Phone: +971 4 428 6300

E-mail: amir.ghaffari@herbertsmith.com

Hamid GHARAVI

Address: 25 rue Balzac, Paris, France, Postcode: 75008

Phone: +33 1 40 55 51 00

E-mail: hgharavi@dglarbitrage.com

Karim HAFEZ

Address: 5 Ibrahim Naguib Street, Garden City Cairo EGYPT

Postcode: 11451

Phone: + 20 (0) 2 279 80 200

E-mail: karim.hafez@hafeznet.com

Richard HARDING

Address: Keating Chambers, 15 Essex Street, London, England,

Postcode: WC2R 3AA Phone: +44 207 544 2600

E-mail: RHarding@KeatingChambers.com

Veeraraghavan INBAVIJAYAN

Address: D 103/A, Sowbhagya Colony, K.K. Nagar

Chennai, India, Postcode: 600 078

Phone: +91 44 2371 8145

E-mail: inbav@hotmail.com, inbav@yahoo.co.uk

SAGHEH JAVAHERI SAATCHI

Address: 3 MORE LONDON RIVERSIDE, LONDON, UNITED

KINGDOM, Postcode : SE1 2AQ Phone: +44 (0) 20 7444 3921

E-mail: sagheh.saatchi@nortonrose.com

A. Francis JULIAN

Address: 325, New Lawyers Chamber, Supreme Court of India,

New Delhi, India, Postcode: 110 001

Phone: +91 11 23 07 00 10 E-mail: afjulian@vsnl.com

Abbas KARIMI

Address: 14174 Enghelab ave. Tehran Iran Postcode:

Phone: +982161112522 E-mail: abkarimi@ut.ac.ir

Faruq KHAN

Address: Apt No. 708 1315 Silver Spear Road, Mississauga ON

L4Y 2W8 Canada Postcode : Phone: +1 (905) 602 8648 +254 20 2722724/2712481

E-mail: farooqjkhan@yahoo.com, faruqkhan@gmail.com

Laurent LEVY

Address: 3-5, rue du Conseil-Général, PO Box 552,

Geneva, Switzerland, Postcode: CH-1204

Phone: +41 22 809 6200

E-mail: laurent.levy@lk-k.com

Sunil MALHOTRA

Address: E-34, Lajpat Nagar - II New Delhi India Postcode:

110024

Phone: 0091 (0) 9810028161

E-mail: sunilmalhotra@lawareassociates.com

Yuliya MITROFANSKAYA

Address: 135 Abylai Khan Ave., Almaty, Kazakhstan, Postcode:

050000

Phone: +7 3272 582 380

E-mail: ymitrofanskaya@salans.com

Mohsen MOHEBI

Address: No. 51, (1st. Floor, #1), Askarian St., Farmanieh Ave.,

Tehran, Iran, Postcode: 19547-43316

Phone: + 98 21 22 23 94 03 E-mail: m_mohebi@yahoo.com

Reza MOHTASHAMI

Address: c/o Freshfields Bruckhaus Deringer, 2-4 rue Paul

Cezanne, Paris, France, Postcode: 75008

Phone: +33 1 44 56 55 20

E-mail: reza.mohtashami@freshfields.com

Allahyar MOURI

Address: 40 F, Spinozalaan, 2273 XC Voorburg The Netherlands

Postcode:

Phone: +31-70-3279893

E-mail: amouri@aim.com, allahm@yahoo.com

Mohammad Ali MOVAHED

Address: 3 Khajavi Ave., Kosha Ave., Shariyati St., Tehran, Iran,

Postcode: -

Phone: +98 21 22 26 60 15

E-mail: -

Piotr NOWACZYK

Address: Rondo ONZ 1, 00-124, Warsaw, Poland Postcode:

Phone: +48 22 24 25 630

E-mail: piotr.nowaczyk@dentons.com

Justice Joseph Grego NYAMU

Address: P.O. BOX 30041, Nairobi, KENYA, Postcode: 00100

Phone: +254 20 2221221

E-mail: jnyamu@judiciary.go.ke

Dr. Colin Yee Cheng ONG

Address: Suites 2-2 to 2-4, Gadong Properties Centre, Km 3-6,

Jalan Gadong, Bandar Seri Begawan, Negara, Brunei

Darussalam, Postcode: BE 4119

Phone: +673 2 420913

E-mail: onglegal@brunet.bn

Ucheora Onwuamaegbu

Address: c/o Interconsult LLC, 5404 Tuscarawas Road, 20816

Bethesda MD USA Postcode:

Phone: +1 202 2885247 E-mail: <u>ucheora@gmail.com</u>

Flavio Augusto PICCHI

Address: Suite 33, Rua da Consolação, 2782, Sao Paulo, Brazil,

Postcode: 01416-000 Phone: +55 11 8258-0220

E-mail: flaviopicchi@adv.oabsp.org.br

Hossein PIRAN

Address: Parkweg 13, The Hague, The Netherlands, Postcode:

2585JH

Phone: +31 70 3064840 E-mail: piran@hetnet.nl

Henry C R QUINLAN

Address: Norton Rose (Middle East) LLP, 4th Floor, Gate Precinct Building 3, DIFC Dubai United Arab Emirates Postcode: 103747

Phone: +9714 369 6300

E-mail: henry.quinlan@nortonrose.com

Kamran RASHIDI

Address: No. 17, 4th floor, Falamak shomali, Faze 4, Shahrak

Gharb. Tehran, Iran, Postcode: 1467884844

Phone: +98 21 88 34 59 35

E-mail: kam_rashidi@yahoo.com; <u>rashidi_advisor@iccim.org</u>

R.K. SANGHI

Address: 5, BABAR ROAD, BENGALI MARKET, NEW

DELHI, INDIA, Postcode: 110001

Phone: +91 11 23719112

E-mail: <u>INFO@INTERNATIONALTRADELAW.ORG</u>

Hossein SAFAI

Address: 2 Moein St. Moein Ave. Poonak Sq. Tehran Iran

Postcode:

Phone: +982144833152 E-mail: hsafaii@yt.ac.ir

S. Ahmed SARWANA

Address: Abraham & Sarwana, Advocates Solicitors, IP Attorneys,

MZ-3, PIDC House, Dr. Ziauddin Road, Karachi, Pakistan,

Postcode: 75530

Phone: +92 21 568 7360

E-mail: sasarwana@abraham-sarwana.com, abrahams@cyber.net.

Seyed Jamal SEIFI

Address: 125 Karimkhan-Zand Ave, Tehran, IRAN, Postcode: 15856

Phone: +98 21 88301458 E-mail: sjseifi@dpimail.net

David SELLERS

Address: 8 Place d'Iéna, Paris, France, Postcode: 75116

Phone: +33 1 55734000

E-mail: davidsellers@eversheds.com

Shafi SHAFIEE

Address: No. 5, Padidar Ave, 8th floor, Africa Express Way.

Tehran Iran Postcode: Phone: +98 21 22 83 26 75

E-mail: shafiee.shafi@yahoo.com

Joseph TIRADO

Address: City Point, One Ropemaker St London, England,

Postcode : EC2Y 9HU Phone: +44 207 011 8784

E-mail: AHunwicks@winston.com

Patrick VAN LEYNSEELE

Address: 81 Avenue Louise, Brussels, Belgium, Postcode: AT-1050

Phone: +32 2 627 10 10 E-mail: pvl@dalvel.com

Robert VOLTERRA

Address: 99 Bishopsgate, London, United Kingdom, Postcode:

EC2M 3XF

Phone: +44 20 77 10 1090

E-mail: robert.volterra@lw.com

Karim YOUSSEF

Address: Cleary Gottlieb Steen & Hamilton LLP, 12, rue de Tilsitt,

75008 Paris, France Postcode: Phone: +33 1 40 74 68 00 E-mail: kyoussef@cgsh.com

III. REPORT OF THE CAIRO REGIONAL CENTRE FOR INTERNATIONAL COMMERCIAL ARBITRATION, CAIRO, EGYPT

A. Letter from the Director

- 47. This Report is drafted while Egypt, the country hosting the headquarters of the Cairo Regional Centre for International Commercial Arbitration (CRCICA), has again entered in a new transitional period. The goals of the January 25th Revolution were obviously unachieved. The Egyptian people have re-imposed their will on June 30, 2013 by a revolutionary declaration under the protection of the Egyptian army. CRCICA is hopeful that the recent changes will soon put Egypt on the right track and would help it regain its position as a vital economic partner and an investment friendly host state.
- 49. These developments come at an important time for CRCICA, which, since January 1st, 2013, has new Mediation Rules that have been approved during the annual meeting of CRCICA's new Board of Trustees (BOT) held in Sharm El Sheikh, Egypt on November 28, 2012. The said meeting also witnessed the election, pursuant to the BOT's By-laws, of his Excellency Dr. Nabil Elaraby as Chairman of the BOT as well as Judge Mohamed Amin El Mahdy (Egypt) and Dr. Hamaza Haddad (Jordan) as Vice-Chairmen.
- 50. CRCICA's new Advisory Committee (AC) also held its first meeting in Sharm El Sheikh on November 27, 2013. During the meeting, pursuant to the AC's By-laws, Prof. Dr. El Kosheri was elected as Chairman of the AC and Me Philippe Leboulanger (France) and Professor Nassib Ziadé (Lebanon) were elected as Vice-Chairmen. Since then, the AC held two meetings in March and June 2013 and is scheduled to hold another two meetings in September and December 2013.
- 51. In spite of the political unrest in the region, the year 2012 was a record year for CRCICA's caseload, witnessing a new record for the number of cases registered under its auspices in a single year (78 cases). The first half of 2013 witnessed the filing of 31 new arbitration cases including one case in which the amount in dispute reached 1 billion USD (EGP 7 Billion), representing as such a new record amount in dispute in cases brought before the Centre during the last two years. I am particularly proud of the diversity of the disputed contracts, the nationalities of both the parties and the arbitrators as well as the increasing amounts in dispute.
- 52. As already announced in our previous Annual Report, CRCICA is renovating its hearing rooms. Renovations are planned in two phases covering two zones to end altogether in October 2013. Since May 2013, zone one is finished and already operational, including a modern hearing room (20 persons), two breakout rooms (7 persons each), a lounge (5 persons) and a technical room. Ongoing renovations will bring CRCICA spatial and technical facilities among one of the primes all over the world.
- 53. I am also glad to report that the general membership of CRCICA has recently opened to all interested professionals including arbitrators, mediators, practicing lawyers,

experts in every field, academics, engineers, accountants as well as representatives of commercial and trading organizations. Members will be entitled to a wide range of benefits including free subscription to CRCICA publications and discounted CRCICA room rental rates.

- 54. CRCICA's activities in 2012 and early 2013 were focused on offering first class training programs and workshops for young and more experienced practitioners and included the organization of a conference on Euro-Arab investor-State Dispute Resolution, the Sharm El Sheikh IV conference on the Role of State Courts in Arbitration, the launch event of the new CRCICA Mediation Rules as well as hosting the CIArb Wednesday One Seminars.
- 55. I am extremely proud to see CRCICA continuing its active contribution to the worldwide development of the theory and practice of arbitration and ADR. This included the adoption of the new IBA Rules for Investor-State Mediation, the establishment of the MENA Regional Mediation Forum, the ISPRAMED works on the independence and impartiality of arbitrators, in addition to other relevant ICCA and IFCAI activities.
- 56. The second half of the year 2013 will witness the completion of very ambitious projects that have already started in 2013 with respect to the development of CRCICA new website, case management software and the automation of its library.
- 57. I am confident that, with the devotion and support of my colleagues, CRCICA will be achieving all its future objectives.

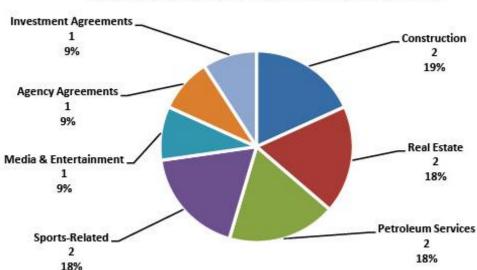
B. CRCICA Caseload

2012: New Annual Record

- 58. The total number of arbitration cases filed before CRCICA until 31 December 2012 reached 870 cases. In 2012, 78 new arbitration cases were filed, scoring as such 19% annual increase compared to the 66 cases filed in 2011. 2012 witnessed therefore a new record for the number of cases registered under the auspices of CRCICA in a single year (78 cases). The previous record, reached in 2007 (67 cases), has already been broken.
- 59. In the fourth quarter of 2012, 11 new arbitration cases were filed. Such cases involved disputes relating to construction, real estate, petroleum services, sports, media and entertainment, agency agreements and investment agreements. Real estate disputes related to the touristic development of a land in Sahl Hasish, Hurghada, Egypt as well as the agricultural development of a land in Menyia Governorate, Egypt. Sports-related disputes related to the broadcasting of sportive events and shows. The investment agreement related to the financing of a factory in Obour City, Egypt, manufacturing oils, soap and detergents. The media and entertainment case related to the marketing of a

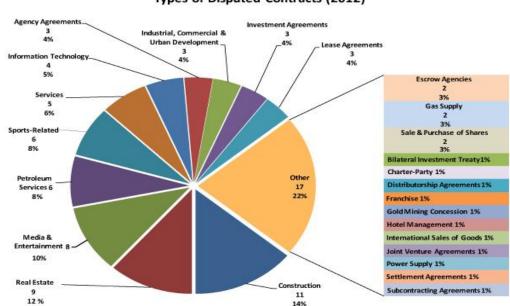
television game show. The petroleum services dispute related to a contract for the processing of crude oil.

60. The following pie shows a breakdown of the types of disputed contracts during the fourth quarter of 2012:



Types of Disputed Contracts (4th Quarter 2012)

61. According to the statistics of 2012, construction contracts maintained its position as the most important type of disputed contracts with 11 cases, followed by real estate disputes (9 cases), media and entertainment (8 cases), petroleum services and sports-related disputes (6 cases), services (5 cases), information technology (4 cases), agency agreements, industrial, commercial and urban development, investment agreements and lease agreements (3 cases each), escrow agencies, gas supply and sale and purchase of shares (2 cases each), bilateral investment treaty, charter-party, distributorship agreements, franchise, gold mining concession, hotel management, international sales of



Types of Disputed Contracts (2012)

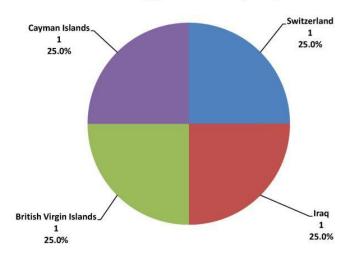
goods, joint venture agreements, power supply, settlement agreements and subcontracting agreements (1 case each).

62. The following pie shows a breakdown of the types of disputed contracts in 2012:

The rich variety of the types of disputed contracts referred to CRCICA in 2012 clearly illustrates the importance of arbitration as a means of dispute settlement and confirms the credibility of institutional arbitration under CRCICA's auspices.

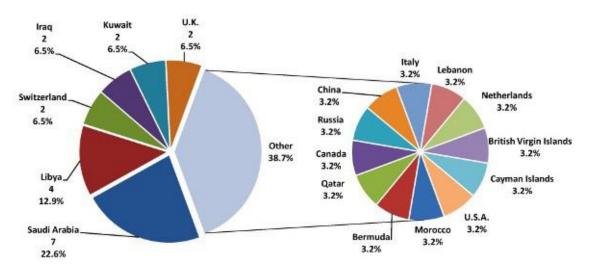
- 63. In the fourth quarter of 2012, arbitration proceedings involved parties from different countries including Egypt, Switzerland, Iraq, British Version Islands and Cayman Islands. CRCICA is pleased to see that in the fourth quarter of 2012, its Arbitration Rules have again been selected by Swiss and Iraqi parties.
- 64. The following pie shows a breakdown of the nationalities of non-Egyptian parties during the fourth quarter of 2012:





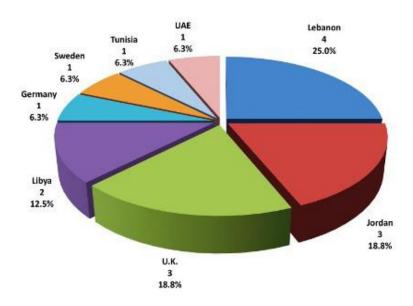
- 65. According to the statistics of 2012, parties from Saudi Arabia rank on top of Arab parties, followed by Libyan, Iraqi, Kuwaiti, Moroccan, Lebanese and Qatari parties, while British and Swiss parties are the most frequent non-Arab parties, followed by parties from Canada, China, Italy, the Netherlands, Russia, and the USA, in addition to Bermuda, British Version Islands and Cayman Islands.
- 66. The following pie shows a breakdown of the nationalities of non-Egyptian parties in 2012:

Nationalities of Non-Egyptian Parties (2012)



- 67. The fourth quarter of 2012 witnessed the appointment of a chairman from the UK and Lebanon in addition to another co-arbitrator from Lebanon. According to the statistics of 2012, Lebanese arbitrators rank on top of Arab arbitrators, followed by Jordanian, Libyan, Emirati and Tunisian arbitrators, while British arbitrators are the most frequently appointed non-Arab arbitrators, followed by German and Swedish Arbitrators.
- 68. The following pie shows a breakdown of the nationalities of non-Egyptian arbitrators in 2012:

Nationalities of Non-Egyptian Arbitrators (2012)



C. Mediation and ADR: Encouraging Results

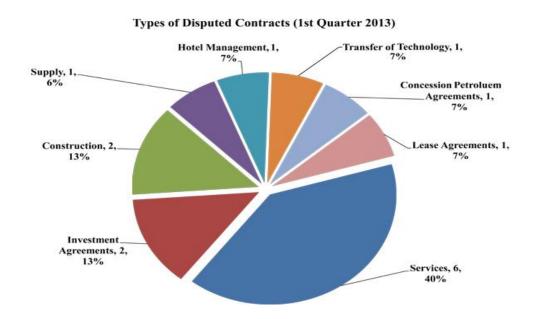
- 69. The year 2012 witnessed encouraging results that open the door to a brighter future for Mediation in particular and ADR in general.
- 70. Three mediation and ADR cases were actually registered under the auspices of the Centre in 2012. The first case started as an arbitration and related to a contract for the sale and purchase of shares concluded between an Arab investment group, including shareholders from Saudi Arabia and Jordan, and an Egyptian joint stock company as well as two investors from Qatar, who all agreed to refer their dispute to mediation after the filing of an arbitration. While the arbitration case included claims amounting to US\$ 2,000,000, the mediation process resulted in a settlement agreement concluded between the parties for a sum amounting to only US\$ 250,000. The second ADR case was a conciliation one that took place between a public entity and a real estate investment company, including investors from Egypt and Kuwait, concerning an industrial, commercial and urban development project in Egypt. According to the disputed contract, a panel of three conciliators was constituted including a chairperson appointed by the Centre in its capacity as the designated appointing authority. The parties reached an amicable settlement based on a recommendation made by the conciliators and approved by the parties. Another conciliation case involving two well-known construction companies is currently pending before the Centre. A sole engineer conciliator was appointed by the parties to help them settle the dispute.
- 71. The above cases were filed according to the former version of CRCICA's mediation and ADR Rules. CRCICA expects that with the entry into force of its new and modern Mediation Rules, as from 1 January 2013, the number of mediation and ADR cases will augment in 2013 and beyond.

1st Quarter of 2013: A rich variety of disputes

- 72. The total number of arbitration cases filed before CRCICA until 31 March 2013 reached 885 cases. In the first quarter of 2013, 15 new arbitration cases were filed.
- 73. CRCICA's caseload in the first quarter of 2013 involved disputes relating mainly to services, supply, investment agreements, construction, petroleum concession agreements, lease agreements, hotel management and transfer of technology. The first quarter of 2013 witnessed the filing of six cases arising out of services contracts, one of which related to catering and management of restaurants, while the others related to: the maintenance services of a well-known European car, an international contract for ground handling airport services, a contract for the management, operation and marketing of memberships, an agreement for the follow-up, supervision and technical assistance, and transportation services.
- 74. Two investment cases were filed during the first quarter of 2013. The first one is an international case relating to the potential purchase of shares of a medical venture,

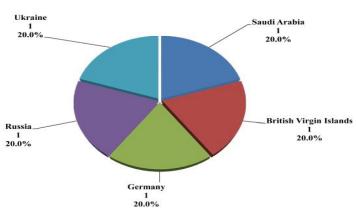
while the other related to a touristic project in Sharm El Sheikh, Egypt. One of the two construction disputes filed under the auspices of the Centre concerned a FIDIC contract for building a commercial warehouse, while the other related to the construction of the headquarters of an IT Company in the Smart Village, 6 October City, Egypt. Other cases varied between disputes arising out of the exploitation and management of a hotel in Hurghada, Egypt and a concession agreement for Petroleum exploration and exploitation.

- 75. It is worth noting that the first quarter of 2013 has witnessed the filing of an international arbitration relating to the transfer of technology. Another dispute related to a lease agreement for the headquarters of a private university was also filed under the auspices of the Centre.
- 76. The total sums in disputes filed under the auspices of the Centre until 31 March 2013 amounted to US \$ 385,448,550. The largest amount in dispute being US \$ 250,000,000.
- 77. The following pie shows a breakdown of the types of disputed contracts during the first quarter of 2013:



78. The rich variety of the types of disputed contracts referred to CRCICA in the first quarter of 2013 clearly illustrates the importance of arbitration as a means of dispute settlement and confirms the credibility of institutional arbitration under CRCICA's auspices.

- 79. In the first quarter of 2013, arbitration proceedings involved parties from different countries including Egypt, Saudi Arabia, British Virgin Islands, Russia, Germany and Ukraine. CRCICA is satisfied to see that its Arbitration Rules have recently been selected by parties from Russia and Ukraine.
- 80. The following pie shows a breakdown of the nationalities of non-Egyptian parties

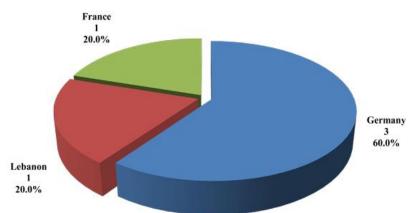


Nationalities of Non-Egyptian Parties (1st Quarter 2013)

during the first quarter of 2013:

- 81. The First quarter of 2013 witnessed the appointment of arbitrators coming from Egypt, Jordan, France and Germany. It is worth noting that three German arbitrators were appointed by the parties in three different cases currently pending before the Centre.
- 82. The following pie shows a breakdown of the nationalities of non-Egyptian arbitrators in the first quarter of 2013:

Nationalities of Non-Egyptian Arbitrators (1st Quarter 2013)

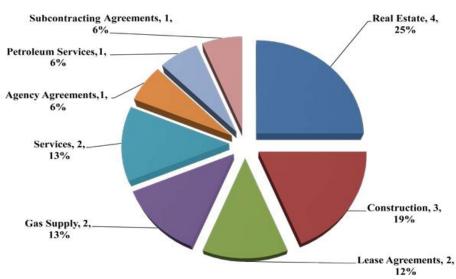


2nd Quarter of 2013: A new Record Amount in dispute since 2010

83. The total number of arbitration cases filed before CRCICA until 30 June 2013 reached 901 cases. In the second quarter of 2013, 16 new arbitration cases were filed,

making the total number of cases filed from January till June 2013 31 new arbitration cases.

- 84. CRCICA's caseload in the second quarter of 2013 involved disputes relating mainly to real estate, construction, services, gas supply, lease agreements, subcontracting, petroleum services and agency agreements. The second quarter of 2013 witnessed the filing of four cases arising out of real estate contracts, two of which are international arbitrations including parties from the UK and Russia and relating to the sale and purchase of two properties in Sahl Hasish, Hurghada, Egypt. The other two cases were domestic ones relating to the sale and purchase of two floating hotels as well as a commercial unit in a shopping mall.
- 85. It is worth noting that, in the same quarter, three cases arising out of services contracts were filed before the Centre relating to the supply of desalinated water for a hotel in Sharm El Sheikh, Egypt, the provision of consultancy services as well as petroleum services.



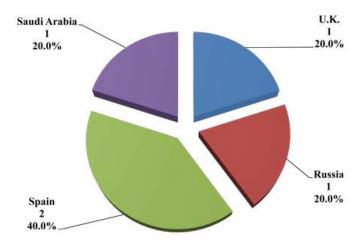
Types of Disputed Contracts (2nd Quarter 2013)

- 86. Three other cases arising out of construction contracts were also filed during the second quarter of 2013, one of which related to the civil and electromechanical works for the construction of a new factory for the production of dry batteries in Egypt. The other two cases related to the renovation of the Alexandria branch of one of the oldest and most famous private clubs in Egypt as well as the design, build and operation of a unit for refrigeration by natural gas.
- 87. Two international cases arising out of the sale and purchase of natural gas were also filed under the auspices of the Centre during the second quarter of 2013, one of which is seated in Madrid, Spain. The amount in dispute in one of these cases reached 1

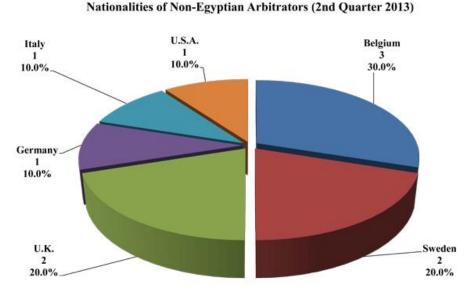
billion US\$ (EGP 7 billion), representing as such a new record amount in dispute in cases brought before the Centre during the last two years.

- 88. Two lease agreements one of which relating to a bazaar and the other to a commercial unit were filed before CRCICA during the second quarter of 2013. Other disputes arose out of a subcontracting agreement for the installation of an automated fire alarm system in a cultural centre in one of the Egyptian governorates as well as an agency agreement regarding the sale of flight tickets concluded between an Egyptian agent and a well-known Arab air carrier.
- 89. The following pie shows a breakdown of the types of disputed contracts during the second quarter of 2013:
- 90. The filing of cases involving a record amount in dispute since 2010 as well as the selection of CRCICA's Rules to govern arbitration proceedings conducted in Europe confirm the credibility of institutional arbitration under CRCICA's auspices.
- 91. In the second quarter of 2013, arbitration proceedings involved parties from different countries including Egypt, Saudi Arabia, UK, Russia and Spain. CRCICA is pleased to see that its Arbitration Rules have been constantly selected by parties from Europe and Asia in addition to its usual Arab users.
- 92. The following pie shows a breakdown of the nationalities of non-Egyptian parties during the second quarter of 2013:





- 93. The second quarter of 2013 witnessed the appointment of arbitrators coming from Egypt, USA, Belgium, Germany, Sweden, UK and Italy. CRCICA is pleased with the "comeback" of Italian arbitrators.
- 94. The following pie shows a breakdown of the nationalities of non-Egyptian



arbitrators in the Second quarter of 2013:

95. The total sums in disputes filed under the auspices of the Centre during the second quarter of 2013 and until 30 June 2013 amounted to US\$ 1,042,465,489. The largest amount in dispute being US\$ 1 billion.

D. CRCICA adopts New Mediation Rules in 2013

- 96. Mediation has grown as a simple, effective and reasonably priced dispute settlement mechanism. Keeping up with international trends and practices, as announced in our previous Annual Report, CRCICA issued its New Mediation Rules, effective as from 1 January 2013.
- 97. Since 2011, under the umbrella of the International Finance Corporation (IFC), a member of the World Bank Group, CRCICA has worked with the Centre for Effective Dispute Resolution (CEDR) to develop new mediation rules that respond to users' expectations in the light of recent practices worldwide. "The new CRCICA mediation rules", according to Mr. James South, CEDR Director, " are high quality and consistent with developments of international mediation practice. They also show CRCICA's commitment to developing mediation services in Egypt and the wider region."

- 98. The Rules are also well received by key practitioners. According to Dr. Ahmed Fathi Waly, Contract Administration Consultant and Accredited Mediator; "these rules mark a bench mark in the use of Mediation as an effective dispute resolution method in Egypt. The Centre reaped the fruits of its long term efforts, hard work and dedication to promote Mediation. In the midst of the Egyptian revolution aftershocks, the Centre managed to keep its focus and excel in achieving this accomplishment."
- 99. CRCICA was supported in this institutional project by an expert working group composed of members of its Panel of Accredited Mediators. "The Group focused on reaching a set of rules that will facilitate the Mediation process", said Mr. Khalil Shaat, Senior Policy Advisor, Water and Wastewater Programme (WWMP) and Accredited Mediator. "While we were discussing the Rules and possible changes thereof", Mr. Shaat explained further, "we were attached to the future."
- 100. According to Mr. Michael Schneider, International Arbitrator and member of CRCICA BOT, "the Rules are well considered and provide a useful frame for mediation and possible other ADR Services." This is illustrated in the Rules' scope of application which expands to all other forms of ADR mechanisms which may be brought before the Centre subject to the choice of the parties involved. It also allows for making amendments to it as may be required for the specific nature of such other ADR mechanisms.
- 101. The Rules unfold a high level of flexibility that fosters party autonomy all through the mediation process. According to the Rules, the mediation process is a very flexible one allowing the mediator to conduct it "in such a manner he or she deems appropriate, taking into account the circumstances of the case, the wishes of the parties and the need for a speedy settlement of the dispute" (Article 8.3).
- 102. Being cognizant that the appointment of an efficient mediator might be a challenge to parties, the Rules refer to the Centre's Panel of Accredited Mediators from amongst which the mediator should be appointed in case the parties have not agreed on a mediator. CRCICA has a list of almost 80 accredited mediators, all are well-reputed professionals in the field. About one third of this Panel received their accreditation from CEDR as one of the most distinguished mediation organizations all over the world.
- 103. In sustaining institutional framing of possible mediations under different circumstances, the Rules include two model clauses. The first is a simple mediation clause and the second is a multi-tiered process clause that suggests options before mediation and after it in case of its failure. One original feature of the model mediation clause is that it invites the parties to consider adding the possibility of appointing the mediator as an arbitrator and request him or her to confirm the settlement agreement in an arbitral award.
- 104. The New CRCICA Mediation Rules promise to provide reliable procedural grounds for the practice of mediation in Egypt and the region. "As a mediator by training and inclination," says Laila El Shentenawi, Accredited Mediator, "I am happy to see CRCICA offering new rules for mediation fitting the development of the business world and focusing on party autonomy and prompt amicable dispute resolution."

E. CRCICA Membership now Open

- 105. The general membership of CRCICA has just opened to all interested professionals including arbitrators, mediators, practicing lawyers, experts in every field, academics, engineers, accountants as well as representatives of commercial and trading organizations.
- 106. Membership criteria include, among other alternatives, completion of CRCICA four-module course: Comparative Commercial Arbitration: Theory and Practice (CCATP) which is recognized as the first ever comparative commercial arbitration course in Arabic.
- 107. Members will be entitled to a wide range of benefits including free subscription to the Journal of Arab Arbitration, 40% discount on books published by CRCICA, 20% discount on CRCICA room rental price list and free membership of CRCICA Library.

F. CRCICA-Hosted CAS Alternative Hearing Centre in Operation

- 108. In July 2012, the International Court of Arbitration for Sport (ICAS) and the Cairo Regional Centre for International Commercial Arbitration (CRCICA) entered into agreement entitling CRCICA to host the first Alternative Hearing Centre (AHC) for the Court of Arbitration for Sport (CAS) in Africa. CRCICA-hosted CAS AHC is the fourth all over the world. The other three AHCs are in Malaysia, China and United Arab Emirates.
- 109. "The presence of CAS in the region will simplify the procedures as the parties will no longer need to travel to the CAS headquarters in Switzerland to defend their cases," said Mr. Mathew Reeb, CAS Secretary General. However, all AHCs all over the world are only seats for CAS Hearings without any liabilities to get involved in neither the procedural nor the substantive aspects of the dispute.
- 110. In implementation of the Agreement, CRCICA hosted the first CAS hearing session on 27 March 2013. The case in question involved the official agent of players of a popular sport, an African Federation of the same sport and a well-known player. Over couples of hours, the hearing remained on live broadcasting to Lausanne of Switzerland through CRCICA's video conferencing facility. Upon the completion of the hearing, CRCICA received formal thanks and acknowledgement from the CAS Secretariat for "the precious help in the organization of the hearing".
- 111. The institutional cooperation between CRCICA and CAS is expected to ensure the status of CRCICA as an international arbitral organization administrating many trade and investment disputes in addition to a growing number of sports related disputes during the last years. It is also foreseen to have a future positive impact on the functioning and accessibility of sports arbitration procedures in a region having thriving sport practices both qualitatively and quantitatively. However, their resulting disputes lack the required paralleled development of alternative means for the settlement of sports disputes especially sports arbitration and mediation.

G. Renovation of CRCICA Hearing Centre: Zone one Achieved and Operational

- 112. CRCICA is renovating its hearing rooms in two Phases. The area under renovation includes three hearing rooms, two breakout rooms, refreshment area, lounges, bathrooms, waiting and reception areas.
- 113. Hearing rooms are being furnished with high-tech equipment. The main one, named after Dr. Mohamed Aboul-Enein, the former Director of the Centre, is designed to be a state-of-the-art utilizing latest features of presentation techniques.
- 114. Also, premier video conferencing systems will be installed to insure high impact visual experiences. Interactive meeting room system will operate using powerful communication tools that provide real-time, face-to-face communication and realistic meeting environments.
- 115. In addition to this, the latest generation of wireless audio conference systems will be set and so will simultaneous interpretation system and voice recording services.
- 116. Innovatively, the room will be bi-structural with a possibility to have either a U-shape set-up for hearings with a capacity up to 30 persons or theatre set-up for training courses with a capacity up to 40 persons.
- 117. Renovations are planned in two phases covering two zones to end altogether in October 2013. Since May 2013, zone one is finished and already operational, including a modern hearing room (20 persons) named after the late Judge Mamdouh Attia, former Egyptian Minister of Justice, two breakout rooms (7 persons each), a lounge (5 persons) and a technical room. For more details about the rental prices of the facilities available in zone one, please contact info@crcica.org.eg.
- 118. Ongoing renovations will bring CRCICA spatial and technical facilities among one of the primes all over the world.

H. Annual CRCICA BOT Meeting

- 119. On 28 November 2012, CRCICA held its first Board of Trustees (BOT) Meeting in Sharm El Sheikh by the attendance of 12 members; 9 in person and 3 by proxies. Attending members were: Dr. Ali Al Marri(Qatar), Prof. Bernardo Cremades (Spain), Dr. Abdel Hamid El Ahdab (By proxy) (Lebanon), Dr. Nabil Elaraby (Egypt), Dr. Mohamed El Baradei (Egypt), Prof. Dr. Yehia El Gamal (Egypt), Prof. Dr. Ahmed Sadek El Kosheri (Egypt), Judge Mohamed Amin El Mahdy (Egypt), Dr. Hamza Haddad (Jordan), Judge Dr. Adel Koura (Egypt), Me Philippe Leboulanger (By proxy) (France), Mr. Michael Schneider (By proxy) (Switzerland).
- 120. Pursuant to its new By-laws, the BOT elected Dr. Nabil Elaraby as Chairman by acclamation. Judge Mohamed Amin El Mahdy and Dr. Hamaza Haddad were elected as Vice-Chairmen by secret ballots.
- 121. The new BOT's By-laws were unanimously approved. Also, after discussions, members unanimously agreed to adopt the new CRCICA Mediation Rules, which were

announced effective as of 1 January 2013 and are already available in Arabic and English.

122. During the meeting, various arbitral issues were discussed out of a multi-cultural perspective, these related to the immunity of international arbitrators, institutional code of Ethics and its role in fostering the neutrality of arbitrators, the importance of sports arbitration, and finally the DAB mechanism and its growing role in the settlement of construction disputes.

I. CRCICA Advisory Committee Meetings

- 123. On 27 November 2012, CRCICA Advisory Committee (AC) held its first meeting after its new composition, effective as of 1 May 2012, which was meant to expand the membership of the AC to include a total of 16 Members from different parts of the world.
- 124. The following respectable members were in attendance: Dr. Mohamed S. Abdel Wahab (**Egypt**), Judge Dr. Borhan Amrallah (**Egypt**), Prof. Dr. Ahmed Sadek El Kosheri (**Egypt**), Judge Mohamed Amin El Mahdy (**Egypt**), Prof. Dr. Mahmoud Samir El Sharkawi (**Egypt**), Prof. Dr. Hamza Haddad (**Jordan**), Judge .Dr. Adel Koura (**Egypt**), Me Philippe Leboulanger (**France**), Prof. Dr. Fathi Waly (**Egypt**), Ms. Rabab Yasseen (**Switzerland**), Prof. Nassib Ziadé (**Lebanon**) and Dr. Mohamed Abdel Raouf who is a member of the AC in his capacity as CRCICA Director.
- 125. Prof. Dr. El Kosheri was elected by acclamation as Chairman of the AC and Me Philippe Leboulanger and Professor Nassib Ziadé were elected by secret ballot as vice-chairmen.
- 126. Following substantial discussions, the new By-laws of the AC were approved and are already available in Arabic and English at CRCICA Website.
- 127. In 2013, two AC meetings were also held in March and June by the attendance of the majority of members. Other members participated through multilateral teleconferencing.
- 128. Discussions of the AC meetings included the new CRCICA Mediation Rules and the possibility of adopting a professional code of ethics for lawyers in arbitration as well as the salient features of CRCICA new case management software.
- 129. In addition to this, discussions approached the challenge and removal of arbitrators according to the Centre's Arbitration Rules and the AC's By-laws. Members handled the best possible strategies to limit the role of national courts of the host country in this concern.
- 130. Apart from technical issues, the AC discussed the possibility of stabilizing a hot arbitration theme for a conference to be held biennially in Aswan City of Egypt for being a marvelous winter touristic attraction on one of the widest stream of the Nile River. The event is meant to alternate with the successful biennial conference on the role of state courts in arbitration which has been held biennially in Sharm El Sheikh of Egypt since 2005. Members initially agreed on the topic "Hot issues in international commercial

arbitration" which would help as a useful update on all new arbitration topics. The launching of the Aswan event is settled for February 2015.

131. It is notable that the AC is scheduled to meet at least four times a year. Future 2013 meetings are scheduled for September and December.

J. International Publications and Reviews on CRCICA

New CRCICA Arbitration Costs: A Reasonable Balance

- 132. Since its issuance in March 2011, CRCICA latest Arbitration Rules have been well received on both the regional and the international levels. Of particular significance is the change in the costs of arbitration which relatively increased bringing CRCICA more akin to other international institutions and not depriving parties of their rights to select the best international arbitrators.
- 133. in January 2013, in an Article of the Global Arbitration Review (GAR): "Arbitration Costs Compared: The Sequel", Louis Flannery and Benjamin Garel of Stephenson Harwood in London updated and expanded a comparative review GAR published two years ago. The Survey involves a unique comparison among the costs of arbitration at ten "major and most popular commercial arbitration institutions" including CRCICA.
- 134. Believing that the Cairo Centre "(has) profoundly revised its costs calculation scales in March 2011", the authors stated that CRCICA's increase of its costs has "undeniably increased its attractiveness in the eyes of parties, lawyers and prospective arbitrators alike". CRCICA's standing and reputation as a serious institution, as explained further, may have been unfavorably prejudged on the basis of its previous unusually low costs. According to the authors, some arbitral centres would be well advised to follow this example by revising their costs schedules to bring their administrative and arbitrators' fees to a reasonable level, whether by adjusting them upwards or downwards.
- 135. The outcome of the survey places CRCICA's arbitration costs in a moderate stance among other international institutions. It was reported that CRCICA is the most affordable where the amount in dispute is US\$ 100,000, in case of having a sole arbitrator, and US \$ 500,000 in case of having either one or three arbitrator/s. For a case in which US\$1 million is in dispute, CRCICA comes out as the least expensive if the dispute is heard by a sole arbitrator and, for three-arbitrator tribunals, CRCICA is the second least expensive institution.
- 136. In cases involving amounts of US \$ 5 million, US \$ 10 million, CRCICA costs are in either advanced or average intermediate position. In cases with US\$ 50 million, US \$ 100 million, US \$ 500 million and 1 billion, CRCICA position fluctuates between the second and the fourth.

CRCICA will build on the outcome of this survey in studying the effect of its revised schedules of costs on its future practices.

CRCICA Reported: a "Record Rise" and "20-strong Board of Trustees"

- 137. CRCICA's achievements over the past year have been well received and have attracted global attention. A recent GAR story on CRCICA highlights its accomplishments in 2012, including a record rise in its caseload, the appointment of a new Board of Trustees which was dully described as a 20-strong board with a remarkably diverse formation from ten different countries under the presidency of his Excellency Dr. Nabil Elaraby, the Secretary-General of the League of Arab States.
- 138. Most important features of 2012, as reported by GAR, were the new appointments to CRCICA Advisory Committee and the adoption of new Mediation Rules which came into effect on 1 January 2013.

CRCICA on the White List of the GAR's Guide to Regional Arbitration and considered as the "the current class of the field"

- 139. In a recent guide published by the Global Arbitration Review (GAR): **Guide to Regional Arbitration Centres** (April 2013), CRCICA is enrolled in a *white list* as one of four regional institutions in the Middle East and North Africa that are worth a closer look and worth considering for the right case.
- 140. The study sends a message of acceptance of the inevitable role of regional arbitral players standing against the "monopolization" of international arbitration by major providers. However, according to the authors of the Guide, users should be able to pick the good out and this is said to be the target of their study.
- 141. In the Middle East and North Africa Region, CRCICA is marked as an institution that is worth considering among three other institutions.
- 142. According to the Guide, CRCICA's particular strengths are the quality of its directors, the solidness of its organization and the fact that it has been operating for long enough to have encountered most situations at least once. It is seen as "the current class of the field". Among other aspects, the study recognized the Centre as highly affordable, as having new rules that help to counteract local worst practice and also as somehow providing enforcement advantage.

For more information: <u>Guide to Regional Arbitration 2013</u>, "<u>Institutions worth a closer look</u>, <u>Middle East and North Africa</u>", <u>Global Arbitration Review</u>, <u>pp. 27-31</u>).

GAR Live: Arbitrating in the Middle East, Istanbul-Turkey, 4 June 2013: Another recognition of CRCICA's success story in the region

- 143. With Turkey standing at the gateway to the Middle East, a panel at GAR Live Istanbul that took place on 4 June 2013 considered how far international arbitration culture has taken hold in that region.
- 144. The CRCICA was considered by one of the panelists, Mr. Reza Mohatashami, partner at Freshfields Bruckhaus Deringer in Dubai, as one of the "genuine regional centres".
- 145. Speaking to GAR following the event, Mr. Mark Appel, senior vice president of the International Centre for Dispute Resolution (ICDR), said: "The most successful

centres in the Middle East have had to learn to walk before they could run. They had to establish a caseload, trust and experience, and to emulate best practice. Mistakes early on will haunt you." Appel referred to the success story of the CRCICA and suggested that Turkey could learn from the Cairo Centre, in particular: "Think small and get your start handling domestic cases; be international in your membership and outlook; have the resources and the leadership - and be prepared for change to be slow."

Chapter on CRCICA in the 2013 Edition of Getting the Deal Through

146. A Chapter on CRCICA was published in the eighth edition of **Getting the Deal Through Arbitration 2013**, which provides international analysis in key areas of law and policy for corporate counsel, cross-border legal practitioners and business people. The scope of coverage of the publication is expanding annually. In the 2013 edition, there is 56 jurisdictions and 15 arbitral institution chapters. It is notable that CRCICA was also featured in the 2012 edition.

Selections of CRCICA Arbitral Awards, ICCA Yearbook Commercial Arbitration 2013

147. Selections of CRCICA Arbitral Awards, of general interest to the international commercial arbitration community, will be published in the ICCA Yearbook Commercial Arbitration 2013. It is notable that CRCICA published three volumes of its awards in both Arabic and English. The fourth volume has recently been published in Arabic. All awards were published in anonymous fashion by Dr. Mohie Eldin Alam El Din, senior legal advisor at CRCICA.

K. Events Update:

Mediation Marketing Workshop, 19-20 September 2012, Cairo-Egypt

- 148. Under the sponsorship of the International Finance Corporation (IFC), Mr. Andy Rogers, Associate Director, Communications and Campaigns; the Centre for Effective Dispute Resolution (CEDR) offered a two-day Marketing Workshop for CRCICA accredited mediators and personnel.
- 149. Under the **SELLING MEDIATION** theme, the agenda of the first day was meant to identify external stakeholders for the Centre and to develop key messages appropriate for different sectors and also to give an overview of the communication options for stakeholders and the different ways of communicating these messages. Through interactive role-play, participants were able to practice effectively delivering messages to target sectors.
- **150. CRCICA Marketing Workshop** was the substantive focal of the second day where CRCICA staff was made to identify what kind of marketing tools exist in selling mediation services. At the end of the day a CRCICA-tailored draft mediation marketing plan was introduced.

EURO-ARAB Investor-State Dispute Resolution: Recent Developments and Future Perspectives, 10-11 October 2012, Cairo-Egypt

- 151. In a successful institutional cooperation, CRCICA and the Arbitration Institute of the Stockholm Chamber of Commerce (SCC) held a conference on: "the Euro-Arab Investor State Dispute Settlement: Recent Developments and Future Perspectives", on 10-11 October, 2012, Cairo Egypt. Hosted by the League of Arab States, the conference provided a thorough analysis of the ISDS in a culturally balanced context from Arab and European perspectives. The agenda shed light on the regulatory framework governing European-Arab investment flows, the latest investment policy developments and the various ISDS mechanisms available to settle Euro-Arab investor-State disputes.
- 152. The conference also highlighted the importance of regional Arab investment agreements, as well as Arab national laws on investment and how they affected directly or indirectly Euro-Arab investor-State disputes. The role of mediation and conciliation was also discussed and this proved to be a crucial topic at a time of political and social transition in the Arab world. The conference was the first occasion to discuss the IBA Rules for Investor-State Mediation, which was just adopted by a resolution of the IBA Council on 4 October 2012. Considerable part of the agenda was devoted to the analysis of the key issues (substantive and procedural) involved in Euro-Arab ISDS, which was seen by both scholars and practitioners to be a didactic enlightenment for better ISDS practices. Re-occurring issues in Euro-Arab ISDS such as compensation, FET and state liability were discussed in outstanding details.

"From UNCTAD perspective, such conferences are a great asset as they provide for a platform for UNCTAD to present its latest research findings and to convey its readiness to provide technical assistance and capacity building to Arab and developing countries on issues related to IIAs and ISDS with a view to foster sustainable development objectives. It also strengthens UNCTAD's cooperation with international and regional organizations with a view to build consensus on key issues in investment policy-making", Hamed El Kady, Expert, International Investment Policies, International Agreements Section, Division on Investment and Enterprise, (UNCTAD).

153. It is noteworthy that since 2005, CRCICA has placed investor-state disputes in focus and has organized accordingly relevant events with the UNCTAD, OECD, the Arab Parliament and other international/regional organizations.

IFC ADR Regional Private Centres Workshop, 23-24 October 2012, Cairo-Egypt

- 154. Within the framework of the IFC regional mediation project, CRCICA hosted the "ADR Regional Private Centers Workshop", which was offered by CEDR on 23-24 October 2012 and sponsored by the IFC. The main objective of the workshop was to enhance strategic relationship among IFC's regional partners and to establish common mediation grounds for institutions concerned. Among other possible regional uniformities, developing a regional standard of quality for mediators was discussed thoroughly.
- 155. Participating organizations in addition to CRCICA were the Lahore Chamber of Commerce and Industry Pakistan, Euro Mediterranean Mediation and Arbitration

Centre (CEMA), Morocco, Chamber of Commerce and Industry of Beirut (CCIA-BML), Beirut/Lebanon and the Investors' Dispute Settlement Center of GAFI, Egypt. In this context, the event witnessed the signing of a cooperation agreement between CRCICA and CCIA-BML, which aims at developing a partnership in mediation and arbitration. The participating organizations also agreed to create a regional mediation forum in the MENA region.

Sham El Sheikh IV – The Role of State Courts in Arbitration, 27-28 November 2012, Sharm El Sheikh, Egypt

- 156. On 27-28 November 2012, Sharm El Sheikh IV- The Role of State Courts in Arbitration was held as the fourth in the only international series of conferences organized biennially since 2005 on the renovating relation between state courts and arbitration in a cross-cultural context. CRCICA Partners in the Sharm El Sheikh Conferences initiative are the United Nations Commission on International Trade Law (UNCITRAL), the International Federation of Commercial Arbitration Institutions (IFCAI), and the Arab Union for International Arbitration (AUIA).
- 157. The agenda featured comparative analysis of the different aspects of the role of state courts in arbitration in eastern and western countries. Most recent judicial applications as well as latest legislative and institutional developments were discussed in a splendid cross-cultural context. Conferees were interested for being updated on the role of state courts under the new French Arbitration Law after a year of application. The new court-related features of the Swiss Arbitration Rules 2012 were discussed including the possibility of referring the arbitration file to a sole emergency arbitrator even prior to the constitution of the tribunal.
- 158. Throughout the conference, a wealth of court as well as arbitral decisions were highlighted to provide an all-scoping analysis of the different features of the role of courts in arbitration such as the appointment, liability, challenge and removal of arbitrators, the enforcement of the arbitration agreement, interim measures, the time limit for rendering the award as well as the enforcement and annulment of arbitral awards. Notably, new topics of increasing importance were handled, such as the third party funding in international arbitration and the potential role of State courts in reviewing and controlling such arrangements.
- 159. Twenty seven countries were represented in the conference: Egypt, Libya, Morocco, Tunisia, Sudan, Palestine, Jordan, Lebanon, Syria, Iraq, Qatar, Saudi Arabia, U.A.E., Kuwait, Yemen, Ethiopia, Nigeria, Turkey, France, Italy, Spain, Sweden, Switzerland, Venezuela, U.S.A., Austria and Canada. Beside the geographical variation, an outstanding variety of professional sectors were represented in the conference including, for instance, 19 international arbitration centres and arbitration federations from all around the world, 12 courts representing different jurisdictions, 34 law firms, 8 chambers of commerce, 6 faculties of Law, 5 ministries of justice. Added to this, there were representatives of many business sectors especially the gas and petroleum sector and the financial sector. World Bank and UN organizations were also present.

160. The Sharm El Sheikh series of conferences use to issue a number of recommendations aiming at the promotion and refinement of arbitration practices in the Arab World. As a direct implementation of one of the recommendations of Sharm El Sheikh IV, the Supreme Council of Universities – Egypt decided to integrate an arbitration course to the curriculum of fourth-year students in all Egyptian schools of law. Formerly, arbitration was studied mainly by postgraduates. Adding arbitration to the curriculum of fourth yearers is a qualifying factor for fresh graduates to practice in the field more accessibly.

L. CRCICA New Mediation Rules: A Drive to the Future, 14 may 2013, Cairo, Egypt

- 161. On Tuesday 14 May 2013, the Cairo Centre organized a seminar on CRCICA NEW MEDIATION RULES: A Drive to the Future. The event was held in cooperation with the IFC, the Egyptian Ministry of Justice and the Investors Dispute Settlement Center-General Authority for Investments and Free Zones (GAFI).
- 162. The seminar tackled the salient features of CRCICA New Mediation Rules, effective as of January 2013, and their foreseen practices out of different perspectives. Beside the institutional perspective, the views of mediators, lawyers and representatives of businesses were highlighted. In addition to this, one whole session was devoted to the discussion of the draft of the new Egyptian Mediation Law prepared by the Egyptian Ministry of Justice.
- 163. The seminar was attended by more than 20 law firms in Egypt. Also, there were senior representatives of construction and petroleum companies, ministries of justice and investment, banks, universities and Arab arbitration centres.
- 164. Lectures were followed by lively discussions among the panelists and the audience. The Rules were very well received from the representatives of the different business sectors as well as lawyers and governmental officials.

Comparative Commercial Arbitration: Theory and Practice (CCATP)

- 165. Since May 2011, CRCICA has launched the first comparative commercial arbitration program, in the Arab World: "Comparative Commercial Arbitration: The Theory and the Practice" (CCATP). The program is a progressive educational ladder of four successive courses covering the main arbitration stages being the arbitration agreement, the arbitral tribunal, the arbitral proceedings and finally the arbitral award. The program, in its four modules, provides the ideal platform to underpin and support the development of professional experience in arbitration.
- 166. CCATP is held in cooperation with the Cairo Branch of the Chartered Institute of Arbitrators (CIArb). Tutors are Dr. Mohamed Abdel Raouf, CRCICA Director, and Dr. Mohamed S. Abdel Wahab, Vice President of the Cairo Branch of the CIArb. What is unique about the CCATP tutorial methodology is that the two tutors have both Common Law and Civil Law backgrounds and they lecture together instead of separately to give participants a wide interactive legal exposure.

167. The four modules of the program are being held annually in a total of 13 days through the year since 2011. The courses materials unfold a highly comprehensive collection of laws, rules, conventions, arbitral principles, international guidelines and references, extracts from specialized arbitration journals and most recent court judgments which count up to more than 20 awards compiled especially for the program. Decisions and guidelines by eminent international institutions in different jurisdictions were also included as relevant. Most interestingly, the tutorials were based on several mock cases, separately tailored for each module. A sample structure of a final award in an institutional arbitration was also handed to participants as a guidance in their professional practices. Upon completion of the program, in its four modules, participants are eligible to apply for the membership of CRCICA.

168. Attendees are a mixture of lawyers, judges, engineers, governmental officials and representatives of the different business sectors from Egypt, Syria, Ethiopia, Libya, Morocco, Tunisia, Sudan Saudi Arabia and Palestine.

In 2012-2013, the CCATP modules were held intensively as follows:

First Module: the Arbitration Agreement

169. The first module was held on 19-21 May 2012 and 3-5 March 2013. The course is a balanced combination of lectures and tutorials. It provided candidates with sufficient knowledge of the theory and practice in all the requirements for the writing and the understanding of the arbitration agreement. The agenda tackled, *inter alia*, the different forms of the arbitration agreement, its validity requirements and effects. Other topics include the anti-suit injunctions and arbitration agreements, the doctrine of Kompetenz-Kompetenz, multi-tier arbitration clauses, multiparty arbitration agreements, arbitration without the traditional form of an arbitration agreement (investment arbitrations before ICSID) and the IBA Guidelines for Drafting International Arbitration Clauses. At the end of the module, there is a training workshop on drafting Arbitration Clauses (Examples of real Pathological Arbitration Clauses), followed by discussion of the mock case in groups.

Second Module: The Arbitral Tribunal

- 170. The second module was held on 9-11 September 2012 and 2-4 June 2013. In this module, "the Arbitral Tribunal" is studied in depth based on a big number of the most recent international decisions and institutional regulations. Unlike the traditional format of arbitral tribunal programs, which mainly focuses on the composition of tribunals, the agenda tackles all aspects related to the tribunal including the appointment of arbitrators, the scope and nature of their mission as well as challenge, removal, resignation and replacement of arbitrators. Considerable attention was also given to the rights, obligations and liabilities of arbitrators. Reference documents include an unprecedented collection of court judgments, published institutional decisions, analytical articles as well as expert commentaries. Participants have the chance to role play through a mock case designed to raise all top issues related to the composition and functioning of the arbitral tribunal.
- 171. In an interesting initiative, the course sometimes features eminent international arbitrators who volunteered to contribute to the course to share their respective extensive

experiences regarding the appointment and challenge of arbitrators. This included Professor Nassib Ziadé, Director of the Dubai International Arbitration Centre (DIAC) and Professor Hamzah Haddad, former Minister of Justice (Jordan)

Third Module: The Arbitral Proceedings

- 172. The Third Module was held on 4-6 November 2012 and is scheduled for 1-3 September 2013. Beside tradition topics pertaining to the arbitral proceedings such as the commencement and conduct of proceedings, interim measures, cessation, suspension and termination of proceedings, the course tackles other different aspects of the arbitral proceedings. Examples of these aspects are: the determination of the rules applicable to the arbitral proceedings, the relationship between the selected procedural rules and the mandatory procedural provisions in the law of the place of arbitration as well as basic principles of pleading before arbitration.
- 173. Evidence in Arbitration is tackled intensively including the general rules of evidence, the rules applicable to the taking of evidence, the means of Evidence [writing witness Experts (The Sachs Protocol) Inspection], the production of documents [The Redfern Schedule], discovery, tribunal's discretion in weighing the evidence and finally the IBA Rules on the Taking of Evidence in International Arbitration, May 2010). At the end of the module, a mock case is discussed in groups.

Fourth Module: The Arbitral Award

- 174. The fourth module was held on 16-19 December 2012 and is scheduled for 1-4 December 2013 In this module, "the Arbitral Award" is handled in depth as based on most recent court judgments in different jurisdictions. Reference documents include a huge collection of court judgments which are regularly updated, analytical articles, expert commentaries and a model arbitral award.
- 175. Agenda items include: law applicable to the merits of the dispute, making the award, types of arbitral awards, formal requirements of an arbitral award, refraining from ruling on matters falling beyond the jurisdiction of the arbitral tribunal, drafting of the award, challenge of arbitral awards, *Res Judicata* of arbitral awards and enforcement of arbitral awards. At the end of the module, participants have the chance to draft an arbitral award based on the facts of a mock case.

M. CRCICA Hosts CIARB Cairo Wednesday One Seminars

- 176. CRCICA was nominated the seat of the Cairo Branch of the Chartered Institute of Arbitrators since its inception in 1999. One of the liveliest activities of the Branch, which CRCICA has been hosting since then, is the Wednesday One Seminars which feature key speakers to tackle the practical aspects of current legal issues. Guest Speakers of the CIArb Cairo Wednesday One Seminars are eminent figures in the legal and business professions.
- 177. Record of past speakers includes Dr. Fouad Riad Professor of Law (Private International Law) Cairo University; Former Judge of the International Criminal Tribunal for the former Yugoslavia, Dr. Mostafa El Fiky, Former Head of the Foreign Relations Committee, People's Assembly, Prof. Dr. Georges Abi Saab, Former Member

and President of the Appellate Body, WTO and Mr. Michael Schneider, Founding Partner of LALIVE; President of the Swiss Arbitration Association (ASA).

5 December 2012:

The Determination of the Law Applicable to the Merits of the Dispute: The Arbitral and Judicial Case Law

178. The Wednesday One Seminar Tradition was revived on 5 December 2012, by an interesting talk on "The Determination of the Law Applicable to the Merits of the Dispute: The Arbitral and Judicial Case Law." The speech was delivered by Dr. Hesham Sadek, Professor of Private International Law, Faculty of Law, Alexandria University and Member of the Permanent Court of Arbitration in The Hague.

2 January 2013:

The Practice of Investment Treaty Arbitration before the ICSID: The Egyptian Experience

179. On 2 January 2013, Dr. Mohamed Abdel Raouf, CRCICA Director, delivered a speech on "The Practice of Investment Treaty Arbitration before the ICSID: The Egyptian Experience." The lecture covered the lessons of the past learned from ICSID's case law involving Egypt with respect to both jurisdictional and substantive issues. The conclusion included some perspectives for the future. The lecture was followed by a lively discussion involving eminent legal figures from both the private and the public sectors.

6 February 2013:

Anti-Corruption Agreement and its Impact on Arbitration

180. On 6 February 2013, Judge Mohamed Amin EL Mahdy, Former President, Egyptian State Council, delivered a lecture on "Anti-Corruption Agreement and its Impact on Arbitration". The topic relates to the importance of the UN Convention against corruption and its relevancy and potential impact on arbitration. The role of the arbitrator in fighting corruption was also discussed with special emphasis on the duties of international arbitral tribunals in this respect.

5 March 2013:

Arbitration in Direct and Indirect Investment Disputes

181. On 5 March 2013, Counsellor Mahmoud Fahmy, Former President of the Capital Market Authority and the Investment Authority - gave a lecture on "Arbitration in Disputes of Direct and Indirect Investments". The lecture covered various ways of solving investment disputes by arbitration under the Investment Law No. 8 of 1997 and the Capital Market Law No. 95 of 1992. Lively exchange of views and comments took place between the speaker and attendees.

8 April 2013:

The appointment and Removal of Arbitrators

182. On 8 April 2013, Dr. Karim Hafez, principal of HAFEZ; Member of the Arbitration Court of the London Court of International Arbitration- London, delivered a speech on "*The appointment and Removal of Arbitrators*." The lecture covered salient features relating to the selection and removal of arbitrators, their exact role as well as the legitimate expectations of the parties. The conclusion included some perspectives for the future. The lecture was followed by a lively discussion involving eminent legal figures from both the private and the public sectors.

8 May 2013:

The Enforcement of Foreign and Domestic Arbitral Awards:

183. On 8 May 2013, Judge Dr. Borhan Amrallah, Secretary-General, Arab Union of International Arbitration (AUIA); Former President of the Cairo Court of Appeal, delivered a speech on "*The Enforcement of Foreign and Domestic Arbitral Awards*". The speech focused on the conflict of laws governing the enforcement of foreign arbitral awards in Egypt and the position of the Cairo Court of Appeal as well as the Egyptian Court of Cassation in light of the New York Convention for the Recognition and Enforcement of Foreign Arbitral Awards.

5 June 2013:

Reflections on Law, Judiciary and Arbitration

184. On 5 June 2013, Judge Yehia El-Dakroury, Vice-President of the State Council of Egypt and Former President the Club of the Judges of the State Council, delivered a lecture on "*Reflections on Law, Judiciary and Arbitration*". The topic covered the recent position of the Egyptian judiciary regarding a wide range of legal matters including privatization and arbitration.

N. CRCICA Contributions to the Development of International Arbitration and ADR

Adoption of the IBA Rules for Investor-State Mediation

185. By a resolution of the IBA Council dated 4 October 2012, the IBA Rules for Investor-State Mediation were adopted. The IBA Subcommittee on State Mediation has drafted the Rules to specifically address disputes and conflicts arising between foreign investors and sovereign States that host their investment. Divided into 12 articles, the Rules facilitate the resolution of disputes involving States and States entities. They establish clear rules for the commencement of mediation and for the appointment of a mediator in absence of party agreement. The Rules also include an innovative rule on "Mediation Management Conference", to effectively get the mediation started.

186. CRCICA Director participated in the drafting process as member of the drafting committee for "Scope of application of rules"; "Commencement"; and "timeframe for mediation proceedings".

Establishment of the MENA Regional Mediation Forum

- 187. Within the framework of the regional mediation project of the International Finance Corporation (IFC), IFC regional partner-centres agreed to found the MENA Regional Mediation Forum (MREMF).
- 188. In its capacity as a founding member, CRCICA was called upon to prepare the new by-laws of the MREMF which is established for the purpose of maintaining relations among commercial Mediation and ADR institutions and promoting greater understanding of Mediation and ADR in the MENA Region. The draft By-laws have been approved by all members and will be soon finalized.
- 189. Other MREMF founding members are: The Investors' Dispute Settlement Center, General Authority for Investment (GAFI), Cairo-Egypt; Euro-Mediterranean Center of Mediation and Arbitration (CEMA), Casablanca, Morocco; Lebanese Mediation Center (LMC) of the Chamber of Commerce, Industry and Agriculture of Beirut and Mount-Lebanon (CCIAB), Beirut-Lebanon; and Tripoli Bar Association, Tripoli, Lebanon.

ISPRAMED Works on the Independence and Impartiality of Arbitrators

- 190. Since its inception in 2009, the Institute for the Promotion of Arbitration and Mediation in the Mediterranean (ISPRAMED) has developed a comparative project on the institutional practices on the independence and impartiality of arbitrators in the Mediterranean. Through its Network of Arbitral Centres, ISPRAMED developed a powerful mechanism to exchange relevant experiences across the Mediterranean.
- 191. Member-Centres of the Network are: the Cairo Regional Centre for International Commercial Arbitration (EGYPT), the Centre for Arbitration Mediation and Conciliation of the Algerian Chamber of Commerce and Industry (ALEGRIA), the Arbitration Court of Morocco (MOROCCO), the Milan Chamber of Arbitration (ITALY), the Tunis Mediation and Arbitration Centre (TUNISIA) and the Arbitration Centre of the Istanbul Chamber of Commerce (TURKEY).
- 192. Within the bounds of this, CRCICA has participated in the drafting of a rules comparison chart as well as in a cross-Mediterranean institutional discussion on cases with particular emphasis on independence and impartiality issues. The discussion puts forth the most frequent circumstances raising doubts as to the independence and impartiality of arbitrators and the position of the member centres towards these situations.
- 193. The discussion divides cases of independence into four basic categories; Arbitrator's relationship with the Institution; Arbitrator's relationship with the parties or parties' counsels; Arbitrator's relationship with another arbitrator and finally Arbitrator's relationship with the subject matter of the dispute.
- 194. CRCICA practice profile shows that the most frequent cause for challenging arbitrators is related to the arbitrator's current or previous relationship with the parties or parties' counsels. Challenges based on such causes were recently upheld by the Tripartite *Ad hoc* Committees composed from amongst the members of CRCICA Advisory Committee to rule on such challenges.

195. Depending on the outcome of this study, ISPRAMED will soon issue a common handbook on the independence and impartiality of arbitrators for the use in the Mediterranean region.

Reform of the Palestinian Arbitration Law

- 196. The United Nations Commission for International Trade Law (UNCITRAL) undertakes a project for the modernization of the arbitration regime in Palestine. Within this context, the Government of Palestine has prepared a draft law on arbitration. To best achieve harmonization in the field of arbitration law, the new draft legislation is patterned on the UNCITRAL Model Law with some adjustments to meet local requirements.
- 197. Upon the request of the UNCITRAL, CRCICA has been asked to review and assess the draft law which is prepared in Arabic and to consult with both the Palestinian Officials and the UNICTRAL regarding the similarities and differences between the draft national law and the Model Law.
- 198. It is noteworthy that, since the late 1990's, CRCICA has been approached to review national draft arbitration laws in the region such as the laws of Morocco, United Arab Emirates, Jordan, Yemen and more recently Iraq.

ICCA Mentoring Program

- 199. The International Council for Commercial Arbitration (ICCA) has recently initiated the YOUNG ICCA Mentoring Program. The objective of the Program, now in its second cycle (2013-2014), is to bring younger practitioners into regular contact with established arbitration practitioners in request for know-how, advice on arbitral practice or career advice. The Program is to link 3-4 successful Mentee applicants to a senior arbitration expert and member of ICCA's Governing Board (Mentor) and an established arbitration practitioner (Buddy) to form a Mentoring Group.
- 200. CRCICA Director, in his capacity as member of ICCA Governing Board, was invited to participate in the 2013-2014 cycle of the program, as Mentor.
- 201. Aiming to achieve the objective of the program, CRCICA offered scholarship for three mentees from Egypt and Morroco to attend all four modules of the CRCICA / CIArb Cairo Comparative Commercial Arbitration: Theory and Practice (CCATP) which is the first Arabic comparative arbitration program in the Arab World.

O. CRCICA participation in regional and International Events

Regionalism in International Arbitration, 19 June 2012, London – UK

202. After almost a year of entry into force, the salient features and practice of the new CRCICA Arbitration Rules of 2011 were presented to the international Conference on "**Regionalism in International Arbitration**", which was organized by the British Institute of International and Comparative Law (BIICL) on 19 June 2012, London to deal with the phenomenon of regionalisation of arbitration: its advantages and shortcomings. As one of the main topics was "the recent developments in regional arbitration centres", CRCICA participated in a panel discussion that approached four regional arbitration venues, being Hong Kong, Singapore, Cairo and Japan. CRCICA's presentation was titled

"The UNCITRAL Arbitration Rules as institutional rules: the Experience of CRCICA". It tackled the salient features of the new CRCICA Arbitration Rules, which are based upon the new UNCITRAL Arbitration Rules as revised in 2010, as well as the advantages of the UNCITRAL Arbitration Rules in the context of institutional arbitration.

A BEBA Breakfast Briefing, 18 July 2012, Cairo – Egypt

203. CRCICA's Director was the Keynote speaker on the Egyptian British Business Council (BEBA) Breakfast Briefing held on Wednesday July 18th 2012, Cairo. CRCICA's speech, entitled "The role of arbitration in difficult times: the Experience of CRCICA", focused on the analysis of CRCICA's recent caseload and its role in responding to the needs of both the users and the practitioners.

Dispute Resolution in North Africa, the 2012 ICC Rules of Arbitration, 5 October 2012, Tunis – Tunisia

204. In a pioneering regional initiative to allow North African practitioners to have a comprehensive overview of the 2012 ICC Rules, the ICC International Court of Arbitration and BrownRudnick law firm organized an international conference on "Dispute Resolution in North Africa: the 2012 ICC Rules of Arbitration" on 5 October 2012, Tunis, Tunisia. CRCICA was invited to provide two presentations entitled "Overview of arbitration across the region: Some statistics" and "The increasing impact of anti-bribery and corruption legislation: The role of international arbitrators". The first presentation focused on the role of CRCICA as a regional arbitration and ADR Centre and its contribution to the development of such mechanisms in this part of the world. The second presentation reviewed how international arbitrators are at present tackling corruption issues arising within the context of commercial and investments disputes.

International Arbitration Congress, 18-20 October, 2012, Barcelona – Spain

205. The Barcelona Bar Association organized an International Arbitration Congress during 18-20 October 2012, Barcelona, Spain. In addition to Spanish and other European lawyers, professors and arbitrators, the Congress attracted experts from Latin America and was a great opportunity for all participants to share their respective experiences and to learn more about the development of arbitration in Spain. The Congress addressed the latest issues and changes to international arbitration regulations and solutions proposed by courts and arbitration institutions. CRCICA participated in the panel on "New Trends and Innovations in International Arbitration Regulations (A Comparison)" and discussed in this context the role of regional arbitral institutions as service providers and promoters of best practices in the field of Arbitration and ADR.

The German-Egyptian Expert Talks on Arbitration, 19-23 November 2012, Colgne Germany

206. CRCICA was invited to the German-Egyptian expert talks on arbitration, which was organized by the German Foundation for International Legal Cooperation (IRZ) and hosted by the German Institution of Arbitration (DIS) in Cologne, Germany from 19 to 23 November 2012. Along with a group of Egyptian judges from the Ministry of Justice

and the Cairo Economic Court, CRCICA Legal Advisor Inji Fathalla attended the Working Group.

- 207. The meeting featured presentations on the legal framework of arbitration in Egypt and Germany as well as the arbitral experiences of both Egyptian and German institutions for international arbitration. The functioning of the DIS was presented in details. This included explanation of the conflict management technique, which is meant to determine the best method of settling a given dispute. Also, the functioning and advantages of the DIS expedited proceedings were highlighted.
- 208. On behalf of CRCICA, Ms. Fathalla presented an overview of the organization and arbitral experience of the Centre as well as its current and future projects. Attendees from both the German and the Egyptian sides were particularly interested in CRCICA's rising mediation and recent hosting of a CAS Alternative Hearing Centre. CRCICA's participation in this working group was very functional in fostering relations with DIS as well as members of the German legal community.

Follow up Seminar on Arbitration and ADR, 27-28 January, 2013, Cairo – Egypt

209. Upon the success of the German-Egyptian expert talks on arbitration, the German Foundation for International Legal Cooperation (IRZ) jointly with the Egyptian National Centre for Judicial Studies organized a follow-up seminar on Arbitration and ADR on 27-28 January 2013, Cairo - Egypt. The Seminar featured a juxtaposition between the German and the Egyptian Arbitration and ADR systems. On the Egyptian side, CRCICA Director presented a speech about investment arbitration in Egypt with special emphasis on the experience of Egypt before the ICSID. The audience was more than twenty senior Egyptian judges from different Egyptian courts including the Economic Courts. Both the Cologne and the Cairo events have established sound grounds for German-Egyptian cooperation in the field of Arbitration and ADR in general and for CRCICA institutional cooperation with the German side in particular.

IFCAI Council and General Assembly meetings, 13 March 2013, Caracas – Venezuela

210. CRCICA Director attended the IFCAI Council meeting in his capacity as one of IFCAI's Vice Presidents. The meeting was held on March 13, 2013 in Caracas, Venezuela and discussed matters of interest to the arbitral institutions as well as future activities. Upon the recommendation of the Council, four persons were elected as new Councilors by IFCAI's General Assembly during its meeting held on the same day.

12th IFCAI Biennial Conference, March 14, 2013, Caracas-Venezuela

- 211. IFCAI Council meeting was followed by the Federation's 12th Biennial Conference on "Innovations and relationships in the arbitral world" held on March 14, 2013 in Caracas.
- 212. The one day conference was divided into five sessions dedicated to the following issues: Relationship between institutions and arbitrators, relationship between institutions and parties, accountability of institutions and arbitrators, arbitration costs and third party funding in international arbitration.

213. CRCICA Director tackled the relationship between institutions and parties from the perspective of a regional arbitration institution. This covered the role of the institutions vis-a-vis the parties as well as the role of the parties and their representatives vis-a-vis the institutions.

ABA Training Courses on International Commercial Arbitration, 3-6 April 2013, Tunisia

- 214. CRCICA was invited by the ABA Rule of Law Initiative, Tunisia Office to conduct two training courses in Arabic on international commercial arbitration for young Tunisian lawyers in two Tunisian cities; Sfax from 3 to 4 April 2013 and Soussa from 5 to 6 April 2013.
- 215. The courses were conducted in association with the Tunisian Association for Young Lawyers and the Middle East Partnership Initiative (MEPI).
- 216. CRCICA Director and Dr. Mohamed Abdel Wahab, Vice-Chairman of the Chartered Institute of Arbitrators (Cairo Branch), were the two experts who jointly conducted the courses (2 days each) covering four major phases of the arbitration process namely the arbitration agreement, the arbitral tribunal, the arbitral proceedings and the arbitral award. The courses focused on the practical aspects of international commercial arbitration from a comparative perspective including the Tunisian law on Arbitration. Five mock cases were discussed by the participants (36 persons) at the end of each of the two courses.

ICCA Governing Board Meeting, London-England, 10 May 2013

- 217. In his capacity as an elected member of the ICCA Governing Board, CRCICA Director attended the Board meeting held on 10 May 2013 in London / England. Discussions focused on ICCA's ongoing projects and future events. It is noteworthy that ICCA has been recently running various important projects such as the ICCA's Guide to the Interpretation of the 1958 New York Convention, which was presented at ICCA's 50th anniversary meeting in Geneva, May 2011 and is currently being promoted and translated into many different languages.
- 218. Also, ICCA and Young ICCA launched a series of workshops for judges on the New York Convention. First workshop was held in Mauritius on 3-4 May 2012 and followed by other workshops in different countries. The workshop programme known as the "New York Convention Roadshow" recognizes the dependence of international arbitration practice on the critical role of national court judges in applying the New York Convention.
- 219. ICCA Governing Board is busy preparing for the 2014 ICCA Congress scheduled to take place on 6-9 April 2014, in Miami, Florida. The Congress theme is Arbitral Legitimacy: Myths, Realities, Challenges.
- 220. It is notable that the ICCA Governing Board comprises members from 26 countries being Argentina, Australia, Austria, Belgium, Brazil, Chile, China, Egypt, France, Hong Kong, India, Ireland, Italy, Kenya, Korea, Malaysia, New Zealand, Nigeria, Russia, Singapore, Spain, Sweden, Switzerland, Tunisia, United Kingdom, USA.

P. CRCICA publications

Arbitral Awards (Volume IV)

221. The Centre has recently published the fourth Volume of its ARBITRAL AWARDS prepared in Arabic by Dr. Mohi-Eldin Alam Eldin, CRCICA's Senior Legal Advisor. Quite aware of the relative shortage of Arabic literature on arbitral awards, CRCICA will keep up with publishing its own awards on regular basis, without, of course, disclosing the identities or nationalities of the concerned parties.

Volumes 18 and 19 of the Journal of Arab Arbitration

222. CRCICA has recently published volumes 18 and 19 of the Journal of Arab Arbitration, which is a semi-annual publication of the Arab Union of International Arbitration (AUIA). Both volumes include a number of articles, judicial awards and arbitral precedents. The 19th volume features the papers submitted to Sharm El Sheikh IV- The Role of State Courts in International Commercial Arbitration held on 27-28 November 2012.

Q. Cooperation Agreements and Visits

CRCICA and SCC Cooperation Agreement

223. On 10 October 2012 in Cairo, CRCICA entered into a cooperation agreement with the Arbitration Institute of the Stockholm Chamber of Commerce (SCC). Signed on the occasion of the conference on Euro-Arab Investor-Sate Dispute Resolution: Recent Developments and Future Perspectives, the Agreement includes cooperation in promoting the use of arbitration, organizing seminars, conferences and educational activities, in the appointment of arbitrators, mediators, experts and other neutrals as well as in providing local administrative facilities and support services.

CRCICA and LIACC Cooperation Agreement

- 224. On 14 May 2013, CRCICA signed a cooperation agreement with the Libyan International Arbitration Commercial Center (LIACC) on the sidelines of the Seminar on CRCICA New Mediation Rules: A Drive to the Future.
- 225. The agreement encourages both parties to cooperate in the appointment of arbitrators, whenever appropriate, in the exchange of information and judicial awards as well as in the organization of conferences and training courses.

Afghani Delegation Visited CRCICA

- 226. On 5 December 2012, the Afghani Minister of Justice accompanied by top governmental officials visited the Centre in the context of Egyptian-Afghani ministerial cooperation, which aimed at getting the official representatives of the Afghani legal community more acquainted with Egypt's legal and legislative experience including its arbitration experience.
- 227. After hearing a presentation about the Centre, its role and activities, the Delegation showed remarkable interest in developing arbitration in Afghanistan and in

selecting a reliable and credible venue for arbitration disputes involving Afghani public entities.

Bangladesh International Arbitration Centre visited CRCICA

- 228. On 8 April 2013, a delegation of the Bangladesh International Arbitration Centre (BIAC) visited CRCICA. The delegation was presided by Mr. Mahbubur Rahman, BIAC Chairman and Dr. Toufiq Ali, the Chief Director of BIAC.
- 229. Visitors learned about CRCICA's challenges and practices since inception. Discussions focused on institutional set-up and strengthening operational set-up, training, outreach and communication, arbitration and mediation.
- 230. The visit was so productive and according to BIAC Director, members of the delegation "were deeply impressed by the Cairo Centre and the successes it attained, and the manner in which it is managed".
- 231. It is noteworthy that BIAC was launched in 2011 by a consortium of three key Bangladeshi business associations, Dhaka Chamber of Commerce and Industry (DCCI), Metropolitan Chamber of Commerce and Industry (MCCI) and the International Chamber of Commerce Bangladesh (ICCB), with support from the International Finance Corporation (IFC).
- 232. Continuation of the 2013 Round of CRCICA/CIArb Cairo Comparative Commercial Arbitration: Theory and Practice (CCATP) as follows:

1-3 September 2013:

Third Module: The Arbitral Proceedings

233. The Arbitral Proceedings Module tackles, *inter alia*, the rules applicable to the procedures, evidences and the examination of witnesses, interim measures...etc.

1-4 December 2013:

Fourth Module: The Arbitral Award

234. CCATP's fourth and last module is scheduled for 1-4 December 2013. In this module, "the Arbitral Award" will be handled in depth as based on most recent court judgments in different jurisdictions.

REPORT ON THE ACTIVITIES OF THE REGIONAL CENTRE FOR INTERNATIONAL COMMERCIAL ARBITRATION - LAGOS, NIGERIA DURING THE YEAR 2012 – 2013

INTRODUCTION

The President of the 52nd session of AALCO and the Vice-President

The Secretary General Professor Dr.Rahmat Mohamad Excellencies
Distinguished Delegates
Ladies& Gentlemen

The Regional Centre for International Commercial Arbitration Lagos, Nigeria ("The Centre") hereby presents a report on its activities during the year 2012 – 2013.

We report firstly on the Centre's case load during this period.

Case Load:

2012 - 2013

In the period under review, 10(Ten) new cases were added to the existing disputes already registered at the Centre. The fresh cases are still on-going, and relate to banking, construction, maritime, energy/power, technology, supply and joint venture agreements.

A major development in one of the cases was the resort by one party to seek the intervention of the Court in Nigeria for an interpretation of the domestic arbitration clause contained in the contract from wherein the dispute arose.

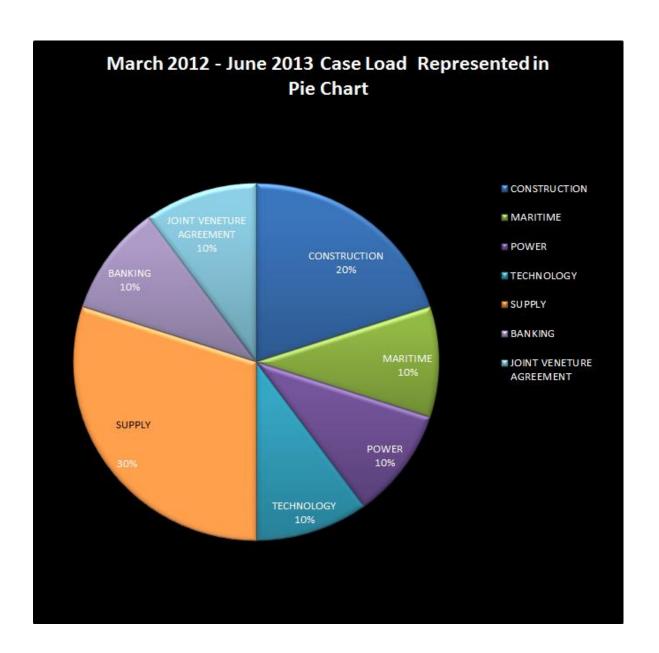
One of the questions that was determined was whether given the arbitration clause as contained in the agreement between the parties and the provisions of the Regional Centre for International Commercial Arbitration Act, the Centre was the administering body or a mere forum for the purpose of arbitration.

The arbitration clause provided that - "Any dispute arising out of or relating to the contract which could not be settled amicably between the parties shall be referred to the Regional Centre for International Commercial Arbitration, Lagos".

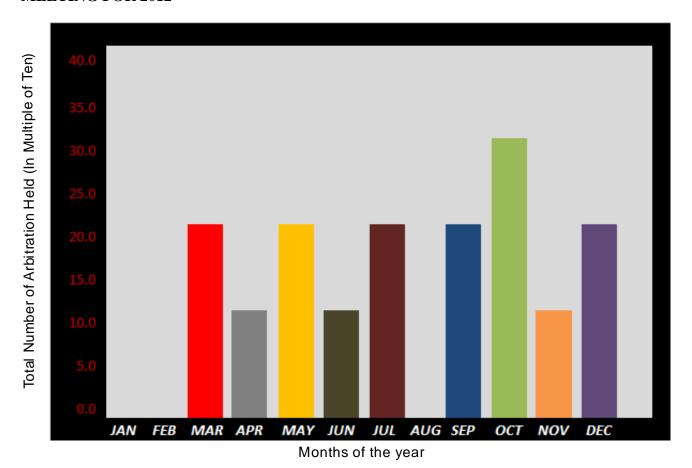
The Centre through its Counsel contended that the procedure adopted in appointment of the Arbitrators was not in accordance with the stipulation of the parties Arbitration Agreement as contained in clause 9 of the Contract.

It further contended in opposition to one party's submission that the interpretation of the said clause 9 of the contract which constituted the Arbitration Agreement between the parties was indeed in issue and that the court had jurisdiction to construe the said Agreement to determine whether the Arbitrators were validly appointed in accordance with the Arbitration Agreement andthe role of the Centre to administer the Arbitration. It also asked the court to determine whether an Arbitration Tribunal that has competence to rule on its jurisdiction is one recognized by the parties as being validly appointed in accordance with the Arbitration Agreement.

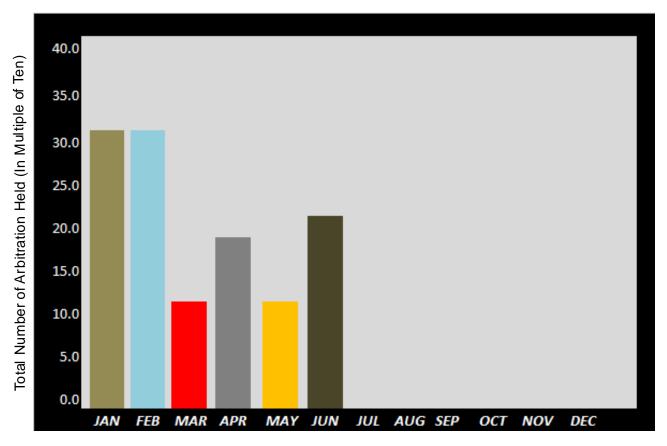
The Court in its judgment looked at the word 'refer' as contained in the arbitration clause of the said agreement and held that by virtue of the provisions of the arbitration agreement between the parties and the Regional Centre for International Commercial Arbitration Act, and pursuant to the relevant section of the governing law of arbitration being Nigerian Law, the Centre was the only body vested with powers to appoint the Arbitrators and constitute the Arbitral Tribunal.



BAR CHART REPRESENTING THE RECORD OF ARBITRATTION PROCEEDING / MEETING FOR 2012



BAR CHART REPRESENTING THE RECORD OF ARBITRATTION PROCEEDING / MEETING FOR 2013



Months of the year

Participation in Arbitral Events

International Bar Association (IBA), Dublin Conference - 2012

The Centre was represented at the arbitration session of the International Bar Association (IBA) Conference held in Dublin in October – September 2012. A major focus at the arbitration session was on investment arbitration where the collaboration between the Centre and The International Centre for Settlement of Investment Disputes (ICSID) was reinforced.

International Congress of Maritime Arbitrators (ICMA) -2012

The Director and General Counsel of the Lagos Centre attended the International Congress of maritime Arbitration held at the Pan Pacific Hotel, Vancouver on 13 – 18 May, 2012.

ICMA has provided a forum for arbitrators, National Maritime Arbitration Associations, Marine Insurers, Ship Owners, Charterers, Cargo Interest and the Legal Community from around the world to come together to exchange views and developments.

The Conference brings together some of the brightest minds in the shipping and marine industries to discuss recent developments in maritime arbitration. Speakers addressed a variety of issues from piracy to matters of security and enforcement.

From the Lagos Centre's perspective the issue of the enforcement of foreign arbitral awards in Nigeria was discussed in a paper presented wherein it was noted that Nigerian courts are arbitration friendly in the enforcement of foreign arbitral awards. Foreign parties desirous of enforcing foreign arbitral awards in Nigeria were advised to crosscheck the authenticity of any information assessed from the internet relating to the enforcement of arbitral awards in Nigeria with the Lagos Centre.

Section on Business law of the Nigerian Bar Association 2013

The Centre was represented at the 7th annual Business Law Conference of the Section on Business Law of the Nigerian Bar Association held on 17th -19th June, 2013 in Eko Hotel & Suites, Victoria Island, Lagos titled – "The legal profession in emerging economy".

The Arbitration and ADR Session focused on Mediation as a participatory alternative for dispute resolution.

The panel of discussants dealt extensively on the components and concepts of the process of mediation.

A germane point driven home to participants was that mediation challenges the lawyer who sees justice solely through the eye of litigation; and that mediation and justice are intimately linked

and not opposites. Lawyers in 21st Century Nigeria were urged to deploy the forum of alternative dispute resolution in order to enhance their clients' experience of a more robust justice system.

Also of key interest at the forum was the **National Alternative Dispute Resolution Regulatory Commission Bill 2011 ("the bill")** pending before the senate of the Federal Republic of Nigeria.

The Bill seeks to establish at very high costs, the National Alternative Dispute Resolution Regulatory Commission ("the proposed commission") to regulate all processes of Alternative Dispute Resolution (ADR). The Bill also seeks to replicate the National Commission in each state of the Federation.

The functions of the proposed commission have been stated to include:

- 1. Regulation, through the process of accreditation, all ADR bodies and institutions engaged in practice, training, education or skills acquisition in ADR mechanism;
- 2. Advising the Federal and State Government on the use of ADR mechanism;
- 3. Developing an ADR policy for Nigeria;
- 4. Maintain a register of ADR bodies and institutions in Nigeria;
- 5. Setting and maintaining standards in the training curriculum of the ADR bodies in Nigeria and
- 6. Developing and constantly reviewing rules and regulations for the practice of ADR in Nigeria.

The bill has been generally opposed by the ADR community in Nigeria.

Collaboration

SET - CTI

The Centre is in collaboration with SET-CTI (a partnership organization with the multidoor Court house initiative) to provide skill acquisition and transfer in the area of arbitration and other forms of dispute resolution in Nigeria. One of the high points of the collaboration is the introduction of a new concept in ADR known as - "Mediative-Conciliation". Mediative Conciliation is a hybrid ADR process that combines the facilitative approach of mediation with the evaluative approach of conciliation to arrive at either a consensual agreement by a neutral or an imposed decision of a neutral known as the Mediative-Conciliator.

The final outcome of the process of Meditative-Conciliation which is either a consensual agreement by the parties or a decision by the neutral is enforceable as a contract.

The Centre has already added this new concept of Meditative-Conciliation as one of its ADR products on offer in its ADR menu.

International Centre for the Settlement of Investment dispute (ICSID)

Collaboration between ICSID and The Lagos Centre has assumed higher levels of interaction

with ICSID's recent enquiries on how to utilize the centre for Investment Arbitrations arising from the sub-region. To this end, there is now a dedicated ICSID desk at the Centre manned by

qualified staff conversant with investment arbitrations.

Investment Forum on Dispute Resolution

A workshop organized at the Centre in collaboration with Dangote Group, European union(EU)

and Delegation of German Industry and Commerce in Nigeria, to sensitize foreign investors on the benefits of using the Centre as an ADR Arbitration Centre in the region, held on 8

November, 2012.

<u>Visit by the Kigali International Arbitration Centre – Rwanda - 2013</u>

Delegates from the Kigali International Arbitration Centre – Rwanda paid a courtesy visit on the Centre in Lagos on 6th March, 2013. They were accompanied by officials of the Nigeria branch

of The Chartered Institute of Arbitrators – UK. They were received by the Director of the Centre.

In a brief meeting at the Centre, both organizations explored ways and means of collaborating in

matters of common interest to both Centres. This includes joint seminars, joint conferences,

exchange of resource persons. The possibility of signing a cooperation agreement between the

Centres for mutual beneficial purposes was further discussed.

Promotional Activities

International Bar Association (IBA) African Regional Forum Conference

9 – 10 August, 2012.

The Centre co-sponsored the International Bar Association Regional Forum for Africa session

held at Munyonyo Commonwealth Resort, Kampala, Uganda on 9th – 10th August, 2012.

Amongst the topics discussed were: Building the foundation of a successful future; The Rule of

Law and Economic Confidence in Africa.

Future Activities of the Centre

The under listed are events slated for the remaining segment of 2013 and beyond:

1. Mock Arbitration for Practitioners

25th September, 2013 Date

The Radisson Hotel – Lagos Venue

57

2. Quarterly training session on Arbitration for Law officers

Date : 22 - 23 October, 2013

Venue : Le Meriden, Golf Resort Hotel Calabar – Nigeria

3. Training session on ICSID and ICSID Arbitration

Date : 5th November, 2013

Venue : RCICAL (Lagos Centre) – Nigeria

4. IBA African Regional Forum Arbitration Conference

Date : $6^{th} - 7^{th}$ November, 2013

Venue : Eko Hotel Convention Centre,

Victoria-Island – Lagos.

5. International Arbitration moot for students of African Universities

Duration : 1 week

Date : January 2014

Venue : Ghana

ANNEX I

SECRETARIAT'S DRAFT AALCO/RES/DFT/52/ORG 3 12 SEPTEMBER 2013

REPORT ON AALCO'S REGIONAL CENTRES FOR ARBITRATION

The Asian-African Legal Consultative Organization at its Fifty-Second Session,

Considering the Report on AALCO's Regional Centres for Arbitration contained in Document No. AALCO/52/HEADQUARTERS SESSION (NEW DELHI)/2013/ORG 3;

Noting with appreciation the introductory remarks of the Deputy Secretary-General and the report of the Directors of the Regional Arbitration Centres;

Reaffirming the commitment by the Governments of Member States towards enhancing the role of the Regional Arbitration Centres;

Recalling decision relating to the Integrated Scheme for the Settlement of Disputes in Economic and Commercial Transactions adopted at its Doha Session in 1978;

Expressing satisfaction over the increasing use of the facilities and the opportunities offered for both domestic and international arbitrations under the auspices of its Regional Arbitration Centres;

Appreciating the efforts and contributions of the Governments of the Malaysia, Arab Republic of Egypt, Federal Republic of Nigeria, the Islamic Republic of Iran, and Republic of Kenya for hosting the respective Regional Arbitration Centres;

Further appreciating the promotional activities undertaken by the Directors of the Centres, including organization of seminars and training programmes, to promote international commercial arbitration in the Asian and African regions;

Reiterating the earlier decision of the AALCO on the necessity for the Governments of Member States to promote and support the use of the Regional Arbitration Centres;

Further reiterating its proposal that after consultation with the Directors of the respective Regional Arbitration Centres, for the holding of International Arbitration Conference biennially, by rotation in each of the Centres, with the support of Member States:

1. **Requests** that, based on the above mentioned commitments for promoting and supporting the use of Regional Arbitration Centres, the Member States to urge their esteemed Governments and private sector to use the AALCO's Regional

Arbitration Centres for their disputes and in particular to consider in their contracts, the inclusion of the Arbitration Clause of AALCO's Regional Arbitration Centres.

- 2. **Urges** the Regional Arbitration Centres to consider, among themselves, the formation of a common system both administratively and financially between the Centres and common standards for the qualification of arbitrators.
- 3. **Directs** the Arbitration Centres to meet at every AALCO Annual Sessions to enable an exchange of ideas and to report the outcome to the Organization.
- 4. **Requests** the Secretary-General to take initiative to promote the Arbitration Centres among Member States and to work toward establishing another Arbitration Centre in the South Asian region.
- 5. **Decides** to place this item on the provisional agenda of the Fifty-Third Annual Session.