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## DRBF THE HAGUE REGIONAL CONFERENCE

Natalia Petrik SCC Arbitration Institute Deputy Secretary General SCC in Brief

- Established in 1917
- 150-200 cases/year
- 50% international cases
- Approximately 40 countries
- Investment arbitration



## Swedish Construction Sector

AB 04 (General Conditions of Contract for Building and Civil Engineering Works and Building Services) and ABT06 (General Conditions of Contract for Design, Building, Civil Engineering and Installation Works)

- Simplified Dispute Settlement Procedure (§10 in AB04/ABT06)
- Courts of general jurisdiction (§9 in AB04/ABT06, claims up to 150 times the price base amount (appr. 700 000 USD)
- Arbitration (ad hoc)



## DBs in the Swedish ADR Landscape

- The Öresund Link DRBs
- DAB in an offshore wind farm construction (SCC case AA2013/117)
- DAE in a nuclear power plant project (SCC case AA 2014/151)



### The SCC ADR Tools

	SCC Arbitration	SCC Expedited arbitration	SCC Mediation	SCC Express		
VOL	A high complexity case		A low complexity case			
YOU HAVE	With extensive evidence	With less evidence	Sensitive business relationships	Based mainly on legal points		
YOU	Enforceability and	high legal certainty	A fast resolution to the dispute			
NEED	A comprehensive process	A scaled back process	Where the parties agree	At a fixed fee		
YOU GET	Enforceable award			Neutrallegal		
	Enforceable award	Enforceable award	Negotiated settlement	Neutral legal assessment		
IT TAKES	6-12 months	3-6 months	Parties decide	3 weeks		

## SCC Arbitration Rules



#### Conditions

The amount in dispute: Number of arbitrators: € 5 000 000 1

#### Chairperson's fee

Minimum	€ 40 000
Median	€77000
Maximum	€ 114 000

#### Advance on Costs (excl. VAT)

The fee to the chairperson (median)€ 77 000 excl. VATAdministrative fee of the SCC€ 33 900 excl. VATExpenses (estimate)€ 16 635 excl. VATTotal€ 127 535 excl. VAT

## SCC Expedited Arbitration Rules

Cost Ca	lculator
Estimated cost € 86 94	0
Next step	
Recalculate	

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The amount in dispute: Number of arbitrators: € 5 000 000 1

#### Chairperson's fee

Minimum	€ 35 900
Median	€ 59 000
Maximum	€ 82 100

#### Advance on Costs (excl. VAT)

The fee to the chairperson (median)€ 59 000 excl. VATAdministrative fee of the SCC€ 16 600 excl. VATExpenses (estimate)€ 11 340 excl. VATTotal€ 86 940 excl. VAT

# SCCEXPRESS

- Voluntary process
- Neutral legal assessment
- Default non-binding outcome
- Confidential also between the parties
- Three weeks
- Fixed fee (29 000 EUR, excl VAT)



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## Some Takeaways

- Standard forms are not always the best option
- Be aware of available dispute resolution tools (DB, DAB, mediation, SCC Express, expedited and standard arbitration)
- Some of the factors defining the DR strategy:
  - Complexity and length of the project?
  - Costs of the DR procedure?
  - Time pressure?
  - Need for interim measures?
  - Need for enforcement?



## Thank you!

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