Contents

XV

7

7

32

43

Introduction

Chapter I Who are the Parties to the Contract(s) or to the Arbitration Clause(s) Contained Therein? The Theories Applied by Courts and Arbitral Tribunals

Section I Introduction

Section II Representation and Agency	10
Section III Third-party Beneficiaries and Guarantee Clauses (<i>clauses de porte-for</i>)	14
Section IV Universal and Individual Transfers	18
Section V Estoppel	20
Section VI Incorporation by Reference	29

Section VII Consent or Conduct as an Expression of Implied Consent or as an Alternative to Consent

Section VIII Existence Between the Parties of a Community of Rights and Interests 39

V

Section IX Confusion and Fraud; *Alter Ego* and Piercing the Corporate Veil

47

49

75

76

77

81

84

84

85

88

90

96

96

Section X Equity and Good Administration of Justice

Chapter II May an Arbitration Clause be Extended to Non-signatories: Individuals, States or Other Companies of the Group?

Section I

Introduction. The So-Called Group of Companies Doctrine 49 Section II The Impact of the Requirement That the Arbitration Clause Be in Writing 52 Section III Analysis of Case Law 54 Sub-section I The Factual Schemes 54 Sub-section II Extension to One or More Non-Signatories as Additional Defendant(s) 55 55 I. Extension to the Parent Company II. Extension to a State 62 III. Extension to One or More Subsidiaries or One or More Companies of the

- Group That Are Not Subsidiaries 69
- IV. Extension to a Sister Corporation and an Employee
- V. Extension to Another Company, Unrelated to the Signatory
- VI. Extension to a Director or General Manager or CEO or to the Owner of the Group
- VII. Extension to an Individual (Possibly a Majority Shareholder of the Group) and Another Company Within the Group

Sub-section III

Extension to One or More Non-signatories as Additional Claimant(s)

- I. Extension to the Parent Company
- II. Extension to a State
- III. Extension to an Individual (Possibly a Majority Shareholder of the Group) and Other Companies Within the Group

 IV. Extension to One or More Subsidiaries or One or More Companies Within the Group That Are Not Subsidiaries
 V. Extension to a Director and Principal Shareholder

vi

Section IV Conclusions

Chapter III The Possibility of Bringing Together in One Single Proceeding all the Parties who have Participated in the Performance of One Economic Transaction through Interrelated Contracts 101

101

109

111

114

114

118

120

126

129

133

Section I Introduction

Soction II

Section II	
Groups of Contracts	101
Sub-section I The Issues and the Various Contractual Schemes	101
Sub-section II General Remarks	104
Sub-section III Basic Principles	105
Section III Analysis of Case Law	108
Sub-section I The Parties Are Different but the Contracts Contain the Same Arbitration	
Clause or at Least the Clauses Are Compatible	109

- I. Awards Refusing Consolidated Jurisdiction and Eventually Taking the Connected Contract into Consideration
 II. Awards and Decisions Accepting Consolidated Jurisdiction
- Sub-section II
 - The Parties Are Different and the Contracts Do Not Contain Identical or Compatible Arbitration Clauses or One of Them Does Not Contain an Arbitration Clause
 - I. Incompatible Arbitration Clauses
 - II. Arbitration Clause(s) and Jurisdiction Clause(s)
 - III. One or More Identical or Compatible Arbitration Clauses and One or More Contracts without Arbitration Clause
 - IV. Even If an Arbitral Tribunal Does Not Have Jurisdiction on a Contract, It May Take It into Consideration
 V. The Issue of Park Currentses

V. The Issue of Bank Guarantees

Sub-section III

The Parties Are the Same and They Have Concluded Two or More Contracts, One Without an Arbitration Clause, or Containing a Clause Which Gives Jurisdiction to National Courts, or Another Incompatible Arbitration Clause. Court Decisions

I. Connected Agreements. Absence of an Arbitration Clause in One of Them

V11

 II. Incompatible Arbitration Clauses
 III. One or More Contracts containing an Arbitration Clause and One Containing a Jurisdiction Clause

Sub-section IV

May an Arbitral Tribunal Hearing a Dispute that Arises Principally from a Specific Contract Decide Issues Arising from Connected Agreements Entered into by the Same Parties when One of them Does Not Contain an Arbitration Clause or Contains a Clause which Gives Jurisdiction to National Courts or another Incompatible Arbitration Clause? Arbitral Awards *I. Identical Arbitration Clauses*

- II. One or More Contracts Contain an Arbitration Clause (Identical or Compatible); the Other(s) Does (Do) Not
- III. One Contract Containing an Arbitration Clause, Another One Containing a Jurisdiction Clause
- IV. Incompatible Arbitration Clauses and the Difference between Giving Effect to an Agreement and Taking this Agreement into Consideration 154
 V. Different Wording of the Clauses. Are They Incompatible? 157

Sub-section V

Conclusions

160

137

138

140

140

141

152

Chapter IV Joinder of Parties and Joinder of Claims: Voluntary and Compelled Intervention of Third Parties, Cross-claims and Consolidation 163 Section I 164 Who are the Parties to the Arbitral Proceedings? Section II 165 May a Non-Party to the Arbitration Intervene in the Proceedings? Section III May a Party to the Arbitration Proceedings Join a Non-Party in the Course of the Procedure ? 166Sub-section I 166 Ad Hoc Arbitration

viii

I ACC I ALOC I ALOICION

Sub-section II Institutional Arbitration I. ICC Arbitration A. The Old Approach B. The New Approach II. Other Institutions

Section IV May a Respondent to the Arbitration Procedure File a Cross-claim against Another Respondent in the Same Arbitration? 178

Section V To What Extent is it Possible To Consolidate Two Related Arbitration Proceedings? Sub-section I

Overview	1/9
Sub-section II	
Consolidation by the Institution	180
I. The ICC Rules	180
II. CEPANI Rules	183
Sub-section III	
Consolidation by the Court	185
Sub-section IV	
ICSID and NAFTA	188
Section VI	
Is There a Duty to Bring into the Arbitration Proceedings All the Parties to	
the Agreement?	191

Soction VIII

1

- F.

.

Section VII Briefs Amicus Curiae	192
Sub-section I NAFTA	193
Sub-section II ICSID	195
Sub-section III Other Conventions	196
Chapter V Setting in Motion of Arbitral Proceedings and Appointment of Arbitrators	197

ix

Section I Setting in motion of arbitral proceedings Sub-section I Decisions Involving Multiple Respondents Sub-section II Decisions Involving Multiple Claimants

199

197

198

.

Section II Appointment of Arbitral Tribunal

Chapter VI Arbitration Proceedings

Section I Specific Issues That May Arise in the Course of the Arbitral Proceedings 209

Sub-section I Opposability of the Name-borrowing Provision	209
Sub-section II Pass-through Claims	210
Sub-section III Direct Action of the Subcontractor Against the Employer	213
Sub-section IV Determination of the Law Applicable to the Various Contracts of the Contractual Chain	214
Sub-section V Joint Responsibility for Debts Incurred by a Company of the Group and Set- off	216

Section II How to Minimise the Difficulties That Can Arise from Separately **Conducted Parallel Arbitral Hearings** 218 Sub-section I 218Appointment of the Same Arbitrators Sub-section II Communication of Information or Documents Obtained in Another Arbitration 219 Sub-section III Independence and Impartiality of the Arbitrator Appointed in Parallel Cases 220 Sub-section IV How to Alleviate the Inconveniences That Can Result from the Existence of Parallel Arbitrations 223

X

Chapter VII Enforcement of the Arbitral Award



200

Chapter VIII The Res Judicata Effect of an Award Rendered in a Connected **Arbitration Arising from the Same Project**

· · ·

Section I

Res Judicata, a General Principle of International Law Recognised by **Civilised Nations**

Sub-section I

The Principle of Res Judicata in International Law Sub-section II Res Judicata in National Legal Systems I. Res Judicata in English Law II. Res Judicata in Civil Law Legislation **Section II Res Judicata** Applied to Arbitral Awards

239

242

242

243

246

239

239

Chapter IX **Classwide** Arbitration

Section I The Issues 257



260

266

266

267

267

Section II

Presentation of the Class Action Model: Conditions, Advantages and Disadvantages

Section III Is it for the Courts or the Arbitrator(s) to Decide Whether a Class Action 264 May Be Submitted to Arbitration: The Green Tree Case

xi

Section IV The Determination Whether a Particular Agreement Authorises or **Prohibits Classwide Arbitration**

Sub-section I

No General Class Action Exemption from Arbitration

Sub-section II

Agreements Authorising Classwide Arbitration Sub-section III Agreements Prohibiting Classwide Arbitration Sub-section IV Silent Agreements

Section V **Classwide Arbitration Procedure**

Section VI **Is Classwide Arbitration Desirable?**

Section VII **Institutional Rules for Class Arbitrations** 274

276

Appendix 1 **A Selection of Provisions on Multiparty Arbitration in International Conventions, National Legislations and Institutional Rules** 281 **I. International Conventions** 281 281A. NAFTA (North American Free Trade Agreement) B. Draft Model Agreement on International Investment prepared by the International Institute for a Sustainable Development, January 2005 285 287 C. United States Model Bilateral Investment Treaty (2004) 289 **II.** National Legislations 289 A. Australian International Arbitration Act 1974 291 B. Belgian Judicial Code, Part VI (4 July 1972)

C. Canada	291
D. English Arbitration Act 1996	292
E. Netherlands Arbitration Act. 1 December 1986 Code of Civil Procedure. Book Four: Arbitration	292
F. Hong Kong Arbitration Ordinance, effective 27 June 1997	294
G. Ireland's Arbitration (International Commercial) Act 1998	294
H. New Zealand Arbitration Act 1996	295
I. The Spanish Law 60/2003 of 23 December on Arbitration	297
J. USA. Federal Rules of Civil Procedure (2003)	298
III. Institutional Rules	298
A. Rules of Arbitration of the International Chamber of Commerce (ICC)	

- (effective 1 January 1998)
- B. American Arbitration Association (effective 1 July 2003)
- C. Association Française d'Arbitrage (AFA)
- D. Rules of Arbitration and Conciliation of the International Arbitral Centre of the Austrian Federal Economic Chamber (Vienna Rules) (effective 1 January 2001)

X11

E. CEPANI Arbitration Rules (effective 1 January 2000)

299

300

301

302

302

303

305

306

307

307

- F. The Chartered Institute of Arbitrators Arbitration Rules (2000 edn) (effective 1 December 1999)
- G. China International Economic and Trade Arbitration Commission (CIETAC) Rules (effective May 1, 2005)
- H. Rules of the Deutsche Institution für Schiedsgerichtsbarkeit (DIS) in force as of July 1, 1998
- I. Rules of Proceedings of the Court of Arbitration attached to the Hungarian Chamber of Commerce and Industry (effective April 1, 2000) 303
- J. The Japan Commercial Arbitration Association Commercial Arbitration Rules (effective 1st March 2004)
- K. Arbitration Rules of the London Court of International Arbitration (LCIA) (effective 1 January 1998)
- L. London Maritime Arbitration Association Rules (effective 1 January 2002) 305
 M. Rules of Arbitration of the Milan Chamber of Commerce (effective 1 January 2004) 306
- N. Arbitration Rules of the Netherlands Arbitration Institute (effective 13 November 2001)
- O. Rules of the Singapore International Arbitration Center (effective 22 October 1997)
- P. Swiss Rules of International Arbitration (effective 1 January 2004)

Q. Court of Arbitration for Sport (CAS) (in force since 22 November 1994)	309
R. WIPO Arbitration and Mediation Rules (effective 1 October 2002)	310
Appendix 2	
A Selection of Multiparty-Multicontract Arbitration Clauses	313
I. Proposed Multi-party Arbitration Agreement for an International Joint Venture in which a Number of Contracts are Made Among Diverse Parties	
with a View to Realizing a Common Economic Transaction	313
II. Clause Referred to in ICC Case no. 5333 of 1986	318
III. The Eurodisney Arbitration Clause	321

IV. Another Model Multiparty Arbitration Clause325V. Clause Referred to in ICC Case no. 8708 of 1997330VI. Clause Referred to in ICC Award no. 7844 of 1994330VII. Further Clauses330

xiii

. . . .

Appendix 3 Institutional Rules for Class Arbitrations

I. American Arbitration Association Supplementary Rules for Class Arbitrations (effective 8 October 2003)

II. JAMS Class Action Procedures (February 2005)

Appendix 4The New York Convention on the Recognition and Enforcement ofForeign Arbitral Awards351

Selected Bibliography

Subject Index

385

357

339

339



