

KLUWER LAW INTERNATIONAL

# Collection of ICC Arbitral Awards

## Recueil des sentences arbitrales de la CCI

### 2001-2007

*Jean-Jacques Arnaldez*

*Yves Derains*

*Dominique Hascher*



**Wolters Kluwer**  
Law & Business



International Chamber of Commerce

The world business organization

**KLUWER LAW INTERNATIONAL**

**COLLECTION OF ICC ARBITRAL AWARDS**

**2001 – 2007**

**RECUEIL DES SENTENCES ARBITRALES DE LA CCI**

*Jean-Jacques Arnaldez*

*Yves Derains*

*Dominique Hascher*



AUSTIN    BOSTON    CHICAGO    NEW YORK    THE NETHERLANDS

*Published by:*

Kluwer Law International  
PO Box 316  
2400 AH Alphen aan den Rijn  
The Netherlands  
Website: [www.kluwerlaw.com](http://www.kluwerlaw.com)

ICC Services – Publications  
38, Cours Albert Ier  
75008 Paris  
France  
Website: [www.iccbooks.com](http://www.iccbooks.com)

*Sold and distributed in North, Central and South America by:*

Aspen Publishers, Inc.  
7201 McKinney Circle  
Frederick, MD 21704  
United States of America  
Email: [customer.care@aspenpubl.com](mailto:customer.care@aspenpubl.com)

*Sold and distributed in all other countries by:*

Turpin Distribution Services Ltd.  
Stratton Business Park  
Pegasus Drive, Biggleswade  
Bedfordshire SG18 8TQ  
United Kingdom  
Email: [kluwerlaw@turpin-distribution.com](mailto:kluwerlaw@turpin-distribution.com)

ICC Services – Publications  
38, Cours Albert Ier  
75008 Paris  
France  
Email: [pub@iccwbo.org](mailto:pub@iccwbo.org)

*Printed on acid-free paper*

**DISCLAIMER:** The material in this volume is in the nature of general comment only. It is not offered as advice on any particular matter and should not be taken as such. The editor and contributing authors expressly disclaim all liability to any person with regard to anything done or omitted to be done, and with respect to the consequences of anything done or omitted to be done wholly or partly in reliance upon the whole or any part of the contents of this volume. No reader should act or refrain from acting on the basis of any matter contained in this volume without first obtaining professional advice regarding the particular facts and circumstances at issue. Any and all opinions expressed herein are those of the particular author and are not necessarily those of the editor or publisher of this volume.

The *Collection of ICC Arbitral Awards 2001–2007* has already been published in the *Yearbook commercial Arbitration* and the *Journal du Droit International* (Clunet). These extracts are reproduced with the permission of the respective editors and publishers.

ISBN: 978 90 411 2877 5 (Kluwer)  
ISBN: 978 92 842 0068 9 (ICC)  
ICC Publication No. 699

© 2009 Kluwer Law International

© 2009, The International Council for Commercial Arbitration (ICCA) on the individual awards published in the *Yearbook Commercial Arbitration*

All rights reserved. No part of this publication may be reproduced, stored in a retrieval system, or transmitted in any form or by any means, electronic, mechanical, photocopying, recording, or otherwise, without written permission from the publisher.

Permission to use this content must be obtained from the copyright owner. Please apply to: Permissions Department, Wolters Kluwer Legal, 76 Ninth Avenue, 7th Floor, New York, NY 10011-5201, USA.  
Email: [permissions@kluwerlaw.com](mailto:permissions@kluwerlaw.com)

Printed in Great Britain.

**Collection of ICC Arbitral Awards  
2001 – 2007**

**Recueil des sentences arbitrales de la CCI**

# The Authors / Les auteurs

## *Jean-Jacques Arnaldez*

Lecturer, University Panthéon-Sorbonne (Paris 1)  
Former Deputy-Registrar of the International Court of Justice (1994-2008)  
Former Counsel, ICC International Court of Arbitration (1982-1994)

## *Yves Derains*

Lawyer, Paris Bar  
Former Secretary General, ICC International Court of Arbitration (1977-1981)

## *Dominique Hascher*

Presiding Judge, Court of Appeal (Reims, Champagne)  
Adjunct Professor of Law, University Panthéon-Sorbonne (Paris 1)  
Former General Counsel and Deputy Secretary General of the International Court  
of Arbitration of the ICC (1990-1998)

# Foreword to Volume V

1. This fifth volume of the *Collection of ICC Arbitral Awards* contains the awards that have already been published between 2001 and 2007 in the “*Yearbook Commercial Arbitration*” and in the “*Journal du Droit International*” (Clunet).
2. As in the first four volumes, the year when the award was rendered may not coincide with the year when it was reported in one of these publications.
3. Some awards are reproduced both in English and in French. This is the case with awards that were originally published simultaneously in the “*Journal du Droit International*” (Clunet) and the “*Yearbook Commercial Arbitration*.”
4. The Analytical Table of Volume V covers all awards contained in the five Volumes of the *Collection of ICC Arbitral Awards*. A page number preceded by “I” refers to Volume I and if preceded by “II”, “III”, “IV” or “V” refers to Volume II, III, IV or to Volume V. Although the extracts of awards that figure in the first four volumes are not reproduced in Volume V, the reader can therefore limit his search to the Consolidated Analytical Table of Volume V and then look up the case extract in Volumes I, II, III, IV or V as the case may be.
5. From Volume II onwards, the Consolidated Analytical Table refers to the first page of the award and not necessarily the page where the point in question is to be found, which constitutes a change from Volume I. The reader will thus be directed to start reading the case from the beginning. In some cases, the reference will already be found in the summary, which will allow the reader to go straight to the part of the commentaries which sometimes follow the award. In other cases, the reference will have to be sought in the text of the award itself or, as may be, in the commentaries that follow, the reference being followed by the sign (c).
6. At the end of Volume V, the reader will find a Table of Cross-Referenced Cases to the “*Journal du Droit International*” (Clunet), the “*Yearbook Commercial Arbitration*” and “*The International Construction Law Review*,” for each of the awards published in Volumes I to V of this Collection. This table will enable the reader, looking at a given award, to rapidly obtain complete references in one or several of these three publications.

# Introduction au cinquième volume

1. Ce cinquième volume du *Recueil des sentences arbitrales de la CCI* regroupe les sentences qui ont déjà été publiées entre 2001 et 2007 au “*Yearbook Commercial Arbitration*” et au “*Journal du Droit International*” (Clunet).
2. Comme dans les quatre premiers volumes, l’année durant laquelle la sentence a été rendue peut ne pas coïncider avec l’année de sa publication dans l’une de ces publications.
3. Certaines sentences sont reproduites tant en anglais qu’en français. C’est le cas de celles qui ont été à l’origine publiées simultanément au “*Journal du Droit International*” (Clunet) et au “*Yearbook Commercial Arbitration*”.
4. La Table analytique du cinquième volume couvre l’ensemble des sentences reproduites dans les cinq volumes du *Recueil des sentences arbitrales de la CCI*. Une page précédée d’un « I » renvoie au volume I et précédée d’un « II », « III », « IV » ou « V » au volume II, III, IV ou au volume V. Dans la mesure où les extraits de sentences qui figurent dans les quatre premiers volumes ne sont pas reproduits dans le cinquième, le lecteur limitera donc ses recherches à la Table analytique consolidée du volume V, puis se reporterà, selon le cas, aux volumes I, II, III, IV ou V.
5. A compter du second volume, la Table analytique consolidée renvoie à la première page de la sentence et non pas nécessairement à la page où figure la référence recherchée, ce qui constitue un changement par rapport au premier volume. Le lecteur sera ainsi conduit à commencer la lecture de l’affaire à son début. Dans certains cas, la référence se trouvera déjà dans le sommaire, ce qui lui permettra en particulier de se reporter facilement à la partie du commentaire qui suit éventuellement la sentence. Dans les autres cas, la référence devra être recherchée dans le corps même de la sentence ou dans les commentaires qui la suivent, la référence étant alors suivie de la lettre (c).
6. A la fin du volume V, le lecteur trouvera une Table de correspondance des références au “*Journal du Droit International*” (Clunet), au “*Yearbook Commercial Arbitration*” et à “*The International Construction Law Review*”, de chacune des sentences publiée aux volumes I à V. Cette table permet ainsi au lecteur d’obtenir rapidement pour une sentence donnée ses références complètes dans l’une ou plusieurs de ces trois publications.

# How to use this book?

## *First situation: the reader knows the case number*

The reader who wishes to find the award rendered in case number 8938 will consult the Table of Cross Referenced Cases and find that this award figures at page 333 of Volume IV.

## *Second situation: the reader is looking for a specific issue*

The reader who wishes to know whether a particular question has been an issue in an ICC arbitration, will consult the Consolidated Analytical Table of Volume V which will send him to the pages of the awards published in each of the five volumes which deal with the point in question.

The reader who is looking for a particular subject, should he not know the exact terminology in French or English, can consult one of the Key Word Indexes which will give him the corresponding notion in the other language if the same issue exists in the awards published in that other language.

## *Third situation: the reader wishes to give the complete references of an award*

The reader will consult the Table of Cross-Referenced Cases and will thus obtain for each of the awards:

- on the one hand, its complete references in the “*Journal du Droit International*” (Clunet) or “*The International Construction Law Review*,” in particular with the mention of the initials of the author whose commentaries follow the award, and also in the “*Yearbook Commercial Arbitration*”;
- on the other hand, the indication of the volume and the page where it appears in the *Collection of ICC Arbitral Awards*.

Paris, January 2009

Jean-Jacques Arnaldez

Yves Derains

Dominique Hascher

# Comment utiliser ce livre?

## *Premier cas : le lecteur connaît le numéro de l'affaire*

Le lecteur qui souhaite par exemple trouver la sentence rendue dans l'affaire 9667 se reportera à la Table de correspondance des références et constatera qu'elle est publiée à la page 579 du volume IV.

## *Deuxième cas : le lecteur cherche une donnée spécifique*

Le lecteur qui veut savoir si une question particulière a été abordée dans un arbitrage CCI, consultera la Table analytique consolidée du volume V qui le renverra aux pages des sentences publiées dans chacun des cinq volumes où la question est évoquée.

Un lecteur qui cherche un point particulier et ignore la terminologie exacte en anglais ou en français s'aidera de l'un des deux Index des mots-clés qui lui fournira la notion correspondante dans l'autre langue dans la mesure où le point en question est traité dans les sentences publiées dans cette langue.

## *Troisième cas : le lecteur souhaite donner les références complètes d'une sentence*

Le lecteur se reportera à la Table de correspondance des références et obtiendra au regard de chacune des sentences :

- d'une part, ses références complètes au “*Journal du Droit International*” (Clunet) ou à “*The International Construction Law Review*” avec en particulier la mention des initiales de l'auteur des observations qui la suivent, ou encore au “*Yearbook Commercial Arbitration*”;
- d'autre part, l'indication du volume et de la page de sa publication au *Recueil des sentences arbitrales de la CCI*.

Paris, janvier 2009

Jean-Jacques Arnaldez

Yves Derains

Dominique Hascher

# Abbreviations / Abréviations

Arb Int	Arbitration International (London)
Bulletin ASA	Bulletin de l'Association suisse de l'Arbitrage (Bâle)
Bulletin ICC/CCI	The ICC International Court of Arbitration Bulletin / Bulletin de la Cour internationale d'arbitrage de la CCI (Paris)
DIS	Schriftenreihe des Deutschen Instituts für Schiedsgerichtswesen, Band 6, Band 8, Carl Heymanns Verlag KG, Köln, Berlin, Bonn, München
ICLR	The International Construction Law Review (London)
JDI	Journal du Droit International (Clunet) (Paris)
JIA	Journal of International Arbitration (Geneva)
Jahrbuch	Jahrbuch für die Praxis der Schiedsgerichtsbarkeit, Band, 1, 2, 3, 4, Verlag Recht und Wirtschaft, Heidelberg
RDAI	Revue de Droit des Affaires Internationales : International Business Law Journal (Paris)
Rev. Arb.	Revue de l'Arbitrage (Paris)
YB	ICCA Yearbook Commercial Arbitration (Deventer, The Netherlands)

Consolidated Analytical Table  
of Awards published in  
1974 – 2007

Table analytique consolidée  
des sentences publiées en  
1974 – 2007

# Analytical Table

A

	<i>Volume</i>	<i>page</i>
<b>Abuse of law</b>		
– and <i>amiable composition</i>	I	376
– and Libyan law	II	302
– exception to the rule <i>pacta sunt servanda</i>	II	380, 386(c)
– to exercise right under a bank guarantee	I	86
– to terminate contract of distributorship	I	32
<b>Actor sequitur locum rei</b>	I	308
<b>Actori incumbit probatio</b>	I	229, 295, 449
<b>See Evidence</b>		
<b>Adaptation of contracts</b>	III	256
	IV	321, 527, 533
– competence of the arbitrator acting as <i>amiable compositeur</i> to amend contract	I	320, 503
	II	380, 437
– due to a change in external conditions	I	293, 300
– provision relating to ~	I	199, 301
<b>Adhesion contract</b>		
– distributorship contract was not an ~	I	199
	II	89
<b>Adjustment of price</b>		
– currency equivalence clause	I	233
– due to devaluation or inflation	I	26
<b>Administrative Contract</b>		
– international ~	III	76, 475
– mining concession	I	219
<b>See also State Contract</b>		
<b>Advance payment guarantee</b>		
<b>See Guarantee</b>		
<b>Agency Contract</b>	I	122, 316, 332
	II	293
	III	452
	IV	214, 333
	V	629, 797

– acquisition by principal of company in country of agent and creation of public confusion as regards representation	I	122
– and applicable law	III	100
	I	123
– automatic termination clause	IV	333, 389
– claim for commission relating to sale outside the territory	V	141, 743
– contract for commercial agency	I	204
	II	80
	I	122, 316, 332
– exclusive concession in Egypt	II	293
– exclusive concession in the U.S.A. and Mexico	III	452
– exclusive sales in Italy of products of Tunisian origin	IV	214, 333
– exclusivity of agent	I	499
– in Belgium	I	185
– in France	II	318
– in Qatar	III	100
– in the U.S.A.	IV	333
	I	341
	IV	214
	I	204
	IV	94
– invalidity for corruption	I	507, 559
	IV	561
– service agency	IV	214
– termination of ~	II	80
	IV	94, 214, 333
	V	743
– transformation of a sales concession into a production concession	I	199

#### **Agreement to arbitrate**

See **Arbitration Agreement**

#### **Algeria**

– Civil law of ~ based on French civil law	I	69
– Decree 67-90 of 17 June 1967 on the Code of Public Markets	III	555

- to dispense from the obligation to abide by the provisions of the law applicable to the merits with the exception of mandatory provisions
  - I 20, 225,  
353,  
403, 500
  - II 380
  - III 613
  - I 110
- to order interim measures
- to provide a solution which is fairer than the solution deriving from the strict application of the law
  - II 318
- to reduce the price
  - I 443
- to moderate the consequences of an automatic cancellation provision
  - II 380
- to revise/adapt the contract
  - I 323,  
440, 506
  - II 380, 437
- use of power as ~ when deciding amount of incidental damages
  - II 27

See also *Amiable composition*

**ICC Arbitration Rules:**

- of 1975: Article 13(4)
- of 1998: Article 17(3)

***Amiable composition***

- and abuse of law
  - I 376
  - I 20, 74,  
97
- and fraud
  - II 380
- and *Lex Mercatoria*
  - I 382
  - to order set-off when applying *Lex Mercatoria*
    - I 113
  - in addition to application of *Lex Mercatoria*
    - II 43
- clause of ~ does not exclude an evaluation of the parties' respective rights according to a specific legal system
  - II 318
- clause of ~ frees the arbitrator from the requirement that he apply rules of law
  - I 347, 353
  - V 553
- clause of ~ frees the arbitrator from the requirement that he determine a specific applicable law
  - I 377

– Decree 82-145 of 10 April 1982 and Decree 84-51 of 25 February 1984 on the Regulation of Public Operators Markets	III	557
– Law No. 78-02 of 11 February 1978 on the State Monopoly of Foreign Trade	III	225
– Law of ~ applied to substance	I	69
<b>Allocation of payments</b>	II	227
<b>Amiable compositeur, power of the arbitrator</b>		
– and agreement of the parties regarding price	II	437
– and arbitral procedure		
- and delay in the submission of briefs	I	433
– and assessment of damages	I	436
- use of power as ~ when deciding amount of incidental damages	II	27
– and calculation of interest	I	348
	II	43,
		435(c)
– and discretion to award costs of arbitration	II	43
– and evaluation of the parties' respective rights according to a specific legal system	II	318
– and international trade usages	II	380
– and international transnational public policy	I	449
	III	613
– and laws of public order and morals	I	20
– and provisions of the contract	I	85, 381, 438, 447, 505
	II	43, 380
– filling contractual gaps	I	505
	III	613
– no need to decide applicable law when acting as ~	I	78, 348, 355, 377
	II	361
– not a mediator	I	506
– power of ~ is implicit choice of <i>Lex Mercatoria</i>	I	110
– regarding fraud	II	380
– scope of the power of the arbitrator	III	613
– to apply the conflict of law rules of the forum	I	401
– to arbitrate <i>ex aequo et bono</i>	I	225, 325
– to dispense from looking for a conflict of law system in order to determine the applicable law	I	487
	V	553

– clause of ~ frees the arbitrator from the requirement to apply a conflict of law system for determining the applicable law	I	487
	V	553
– clause of ~ is not a choice of law clause	I	383
	II	318
– definition	I	443, 502
- in French law	II	361
- in Italian law	I	502
- in Swiss law	I	501
- in Tunisian law	II	361

See also **Applicable Law, to substance**

*Ex aequo et bono*

**Equity**

*Lex Mercatoria*

#### **Anational rules**

– absence of choice of a national law by the parties	II	330
favors application of ~	II	534
– and law applicable to arbitration agreement	I	189,
		190, 191
	II	437(c)
– good faith as a general principle of ~	II	352, 535
– in international trade	II	535
– obligation of the creditor to minimize damages is an anational substantive rule	I	229, 236
– reference to an international institutional arbitration system favors application of ~	I	382

See also **Applicable Law, to substance**

#### **Anticipated breach of contract**

– in construction subcontract	I	158
– in sale of goods transaction	I	141

#### **Applicable law, to arbitration agreement**

– a reference to the ICC Arbitration Rules gives the arbitrator, absent indications to the contrary, the power to decide on the validity and scope of an arbitration agreement independently of the law governing the contract	II	264,
		330(c)
	V	141

- and arbitrability of the dispute after bankruptcy of one of the parties to the arbitration	I	240
- application of <i>lex fori</i>	II	180, 279, 534
	IV	1
- application of the general principles of law and of international trade usages	II	263, 330, 400
- common intent of parties prevails in several laws	III	467(c)
- common intent of parties as connecting factor	II	53
- determination of the sources of the ~	V	141
- French law	I	149
- German law	I	466
- Swiss law	II	263, 410
- Greek law	II	274
- law upholding the validity of arbitration agreement	I	316
- does not coincide with applicable law to the merits	I	474, 527
	I	17
	III	555
- effect of choice of applicable law to contract on validity of arbitration agreement	I	146, 216
- for arbitrator sitting in Geneva	II	142, 279, 330
	III	567
	V	141
- for determination of the arbitrability of competition law issues	III	195
- ICC Rules (as source of law)	I	43
- in order to be effective, the arbitration agreement must be grounded in a legal system	V	273
- in the absence of a choice of law with respect to the substance	I	549
- law of the place of conclusion of the agreement	II	199
- localizing of the ~ in a legal system	II	410
- reference to anational norms failing a choice by the parties of a national law	II	534
	II	352
	II	263(c)
	II	330