

# **How Investment Treaties Address Mediation & Conciliation –**

A Treaty Negotiator's Perspective

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Ong Chin Heng
Senior State Counsel



## **Singapore Convention on Mediation**

- Applies to Settlement Agreement which:
  - resulted from mediation
  - is in writing
  - is "international" (eg, the disputing parties have places of business in different States)
  - involves a commercial dispute (ie, not personal, family, household, inheritance or employment)

[Article 1 S'pore Convention]

- cf New York Convention (for arbitral awards)
- Implemented domestically in Singapore via the Singapore Convention on Mediation Act 2020
- Currently 55 signatories;
   in force for 9 States





## **Earlier Treaty Formulations (some examples)**

"... may submit the dispute for **conciliation** or arbitration by [ICSID]"

#### OR

"... the [disputing parties] should initially seek to resolve the dispute through consultation and negotiation, which may include the use of non-binding, third party procedures, such as good offices, **conciliation or mediation**."



## Indonesia – Singapore BIT

## ARTICLE 16 MEDIATION

- 1. The disputing parties may, at any time, agree to have recourse to mediation. A request... shall be... in writing. The party to which the request is addressed **shall give sympathetic consideration to the request**, and reply by accepting or rejecting it in writing **within 10 days...**
- 2. Recourse to mediation is **voluntary** and **without prejudice** to the legal position of either disputing party.

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## EU - Singapore Investment Protection Agreement

#### ARTICLE 3.4

### Mediation & Alternative Dispute Resolution

- 1. The disputing parties may at any time, **including prior to** the delivery of a notice of intent, agree to have recourse to mediation.
- 2. Recourse to mediation is **voluntary** and **without prejudice** to the legal position of either disputing party.

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5. The disputing parties shall endeavour to reach a mutually agreed solution **within 60 days** of the appointment of the mediator.



## **EU – Singapore Investment Protection Agreement**

## ANNEX 6 MEDIATION MECHANISM

## Article 2 Initiation of the Procedure

- 1. At any time, the disputing party may request the initiation of a mediation procedure. Such request shall be addressed to the other party in writing.
- 2. The party to which such request is addressed **shall give sympathetic consideration to the request** and reply by accepting or rejecting it in writing **within 10 days...**.

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(Note: The Mediation Annex contains 8 articles and sets out procedural details.)



## **UNCITRAL Working Group III – ISDS Reform**

#### Working Paper #217 (13 Jul 2022):

#### **Draft Provisions on Mediation**

- 1. Whether and How to Initiate Mediation
- 2. How Mediation relates to other Dispute Resolution Proceedings
- 3. Contents of Written Request
- 4. Applicable Mediation Rules
- 5. Without Prejudice
- 6. Confidentiality v Transparency
- 7. Finality & Enforcement of Settlement Agreements

### Working Paper #218 (20 Jul 2022):

#### **Draft Guidelines on Investment Mediation**

Procedural guidelines & details beyond the draft provisions in WP 217:
 eg, timeframes; role of the mediator; role of parties; role of institutions; suitability checklist, etc





## **Thank You**

