



MALAYSIA





THE INAUGURAL MASTERCLASS ON ADJUDICATION



7 June 2024, Friday



9:00am - 7:30pm

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Asian International Arbitration Centre

Esther Ooi

Cocktail Networking Reception sponsor:

SGR/BE

YINGKE MALAYSIA 盈科马来西亚 YKONG, WONG & PARTNERS MEMBER FIRM OF YINGKE INTERNATIONAL **Gold sponsor:**



SKRINE

Supporting Organisations:







MALAYSIAN SOCIETY OF ADJUDICATORS

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PROGRAMME

9.00am – 9.30am 9.30am – 9.40am 9.40 am - 10.00 am Registration and Login

Welcome Remarks by Organising Chairperson, Kalaiarasan Rasadurai Keynote Address by Justice Dato' Mary Lim Thiam Suan (Retired), Chairperson of the Protem Committee for the AIAC Court of Arbitration



JUSTICE DATO' MARY LIM THIAM SUAN (RETIRED) CHAIRPERSON OF THE PROTEM COMMITTEE

FOR THE AIAC COURT OF ARBITRATION

10.00am – 11.00am 11.00am – 11.15am

Session 1: "Decoding the Decade: Unveiling the Evolution of CIPAA" Question and Answer



JUSTICE NADZARIN BIN **WOK NORDIN** HIGH COURT JUDGE MODERATOR



RAJENDRA NAVARATNAM PARTNER, **AZMAN DAVIDSON & CO** SPEAKER

Lunch and Networking



SOH LIEH SIENG FOUNDING PARTNER, CONTRACT SOLUTIONS | PLT **SPEAKER**



SANJAY MOHAN

MALAYSIA

PARTNER, SANJAY MOHAN **SPEAKER**

11.15am - 12.15pm12.15 pm - 12.30 pm Session 2: "Charting the Course: Evaluating the Future of CIPAA" Question and Answer





JUSTICE DATO'	KUHENDRAN	THAYANANTHAN	HOR SHIRLEY
LEE SWEE SENG	THANAPALASINGAM	BASKARAN	
COURT OF APPEAL	PARTNER,	PARTNER,	PARTNER,
JUDGE	ZUL RAFIQUE & PARTNERS	BASKARAN	RAJA, DARRYL & LOH
MODERATOR	SPEAKER	SPEAKER	SPEAKER

12.30 pm - 1.30 pm1.30 pm - 1.45 pm

A Bornean Perspective: A Cursory View of Adjudication In the Past Decade



TAN SRI DATUK SERI PANGLIMA DAVID WONG DAK WAH CHAIRMAN OF THE BORNEO INTERNATIONAL CENTRE FOR ARBITRATION AND MEDIATION (BICAM) **SPEAKER**

1.45 pm - 3.00 pm3.00 pm - 3.15 pm

Session 3: "Unlocking Insights: Adjudication Regimes Across Borders" Question and Answer







HO CHIEN MIEN



PRISSILLA JOHN

COURT OF APPEAL	PARTNER,	PARTNER,	PARTNER,	SENIOR CASE COUNSEL
JUDGE	HAROLD & LAM	ALLEN & GLEDHILL	CORRS CHAMBERS	ASIAN INTERNATIONAL
	PARTNERSHIP	SINGAPORE	WESTGARTH, AUSTRALIA	ARBITRATION CENTRE
MODERATOR	SPEAKER	SPEAKER	SPEAKER	SPEAKER

3.15 pm - 5.15 pm

Session 4: The 3 Debates



5.15 pm - 5.30 pm5.30pm - 7.30pm Closing Remarks by President of the Society of Construction Law, Malaysia, Loshini Ramarmuty Cocktail Networking Reception

DEBATE TOPICS

Debate 1 CISTRATION FEE

Section 27(1) of CIPAA provides that the adjudicator's jurisdiction is limited to the matter referred to adjudication by the parties pursuant

ASIAN INTERNATIONAL ARBITRATION CENTRE

MALAYSIA

to sections 5 and 6. In *View Esteem Sdn Bhd v Bina Puri Holdings Bhd* [2018] 2 MLJ 22, the Federal Court ruled that an adjudicator is obliged to consider all the defences raised by a respondent in the adjudication response, even if such defence was not raised in the payment response. Essentially, the respondent is now allowed to raise new defences available to him at the adjudication response stage. Consequently, parties in some instances have opted not to serve a payment response at all, as they can still raise any defences in the adjudication response. It also allows the respondent to reserve their defences until the later stage of the adjudication proceedings.

House A: This House believes that the respondent ought not be allowed to raise new defences at the adjudication response stage given the strict timelines and scheme of adjudication.

House B: This House believes that there is no procedural unfairness to the claimant if the respondent chooses to raise new defences in the adjudication response stage.

Debate 2

In *CT Indah Construction Sdn Bhd v. BHL Gemilang Sdn Bhd* [2020] 1 CLJ 75, the principal (respondent) argued that the subcontractor was not entitled to seek direct payment from the principal since the main contractor has been wound up. Thus, any direct payment made would amount to undue preference after the presentation of the winding up petition. The Court of Appeal rejected this argument and held that the principal's liability is imposed by statute where the principal has no discretion and the payment made is not from the assets of the main contractor. Further, direct payment is a separate obligation imposed by statute which exists in parallel with the main contractor's obligation to pay the subcontractor under the adjudication decision. Consequently, in some instances parties have deliberately used adjudication as a tool to obtain direct payment when the main contractor is on the verge of winding up. This decision has been perceived to allow the subcontractor to sidestep the usual insolvency regime and pursue the outstanding payments directly from the principal. This brings about the concerns of the superiority of direct payment in CIPAA over the insolvency regime or the *pari passu* principle.

House A: This House believes that the right to direct payment under section 30 of the CIPAA ought to prevail over the insolvency regime's pari passu principle to ensure the underlying objective of CIPAA, 'pay first, argue later', is achieved.

House B: This House believes that the direct payment regime under section 30 of the CIPAA is abhorrent to the long-standing practices in the insolvency regime and the *pari passu* principle.

Debate 3

Various parties have sought, albeit unsuccessfully, to challenge the extent of the prohibition on conditional payment in section 35 of

CIPAA. The Courts have been consistent in its interpretation of section 35 notwithstanding the express words used in section 35(2), i.e that the instances of conditional payment are not limited to those in sections 35(2)(a) and (b). The interpretation proffered is wide-reaching with little to no limitation at sight. This approach has been viewed by certain quarters as opening of the floodgates, where any and all conditions imposed on payment would be prohibited. For instance, all conditions would be prohibited even if the conditions relate to the contractor's compliance with statutory requirements, i.e. in relation to foreign workers, or even a condition requiring proof of payment to the sub-contractors. In this context, one can only guess how wide the net can be casted pursuant to section 35 and the implications thereon.

House A: This House believes that everything and anything is prohibited as long as there are conditions imposed on the liability or due date of payment.

House B: This House believes that prohibition on conditional payment should be limited to what was the actual mischief which section 35 sough to remedy, pay-when-paid and pay-if-paid clauses.

3 ASIAN INTERNATIONAL ARBITRATION CENTRE MALAYSIA REGISTRATION

REGISTRATION FEE

	Normal Registration	SCL Members, AIAC empanelled Practitioners & Supporting Organisations
EARLY BIRD Extended till 3 June 2024	RM200.00	RM200.00
PHYSICAL PASS	RM250.00	RM220.00

Bank Details:

Payable Name: The Society of Construction Law, Malaysia Bank Account: 3150-144-124 Bank Name: Public Bank Berhad ** Fpx/E-wallet/Credit Card at www.myscl.org

Please email your registration form and payment proof to Esther Ooi at secretariat@myscl.org for registration.

Full Name:	
Position :	
Email :	

Company :	
Address :	
Contact :	