#### UNITED NATIONS CONFERENCE ON TRADE AND DEVELOPMENT

# DISPUTE SETTLEMENT

**REGIONAL APPROACHES** 

6.3 ASEAN



ii Dispute Settlement

#### NOTE

The Course on Dispute Settlement in International Trade, Investment and Intellectual Property consists of forty modules.

This module has been prepared by Mr. Sompong Sucharitkul at the request of the United Nations Conference on Trade and Development (UNCTAD). The views and opinions expressed are those of the author and not necessarily those of the United Nations, WTO, WIPO, ICSID, UNCITRAL or the Advisory Centre on WTO Law.

The designations employed and the presentation of the material do not imply an expression of any opinion whatsoever on the part of the United Nations concerning the legal status of any country, territory, city or areas or of its authorities, or concerning the delimitation of its frontiers or boundaries. In quotations from the official documents and the jurisprudence of international organizations and tribunals countries are designated as reported.

The United Nations holds copyright to this document. The course is also available in electronic format on the UNCTAD website (*www.unctad.org*). Copies may be downloaded free of charge on the understanding that they will be used for teaching on study and not for a commercial purpose. Appropriate acknowledgement of the source is requested.

UNCTAD/EDM/Misc.232/Add.29

Copyright © United Nations, 2003 All rights reserved 6.3 ASEAN iii

# TABLE OF CONTENTS

Not	ii	
Wh	at you will learn	1
Obj	3	
1.	Introduction Establishment Objectives Fundamental principles Economic cooperation Organs Secretariat Dispute Settlement	5 5 5 5 5 6
2.	High Council	7
3.	Economic Cooperation Source Decision Scope Consultations Good Offices, Conciliation and Mediation The Senior Economic Officials' Meeting Establishment of a Panel Functions of a Panel Consideration of Report Appeal Compliance with Rulings or Decisions Compensation and Suspension of Concessions Role of the Secretariat Maximum Time Frame Cases Summing up	9 9 9 9 9 10 10 10 10 11 11 11 11 12 12 12
4.	Conciliation and Arbitration  Source Objectives Scope Treatment Expropriation and Compensation Repatriation of Capital and Earnings Subrogation Settlement of Disputes Between States	13 13 13 13 13 13 14 14

iv Dispute Settlement

	Settlement of Disputes Between a State and Nationals or	
	Companies of another Contracting State	14
	General Principles	14
	Conciliation or Arbitration	14
	Appointment of Arbitrators	15
	The Appointing Authority	15
	Decision by Majority Vote	15
	Rules of Procedure	15
	Costs	15
	Cases	15
	Protocol to amend the Agreement for the Promotion	
	and Protection of Investments	16
	Summing up	16
5.	Evaluation	17
6.	Test your Understanding	19
7.	Cases	21
8.	Further reading	25
	Annex 1	27
	Annex 2	31

6.3 ASEAN

### WHAT YOU WILL LEARN

This Module presents an overview of dispute settlement in the Association of South-East Asian Nations (ASEAN).

After a brief introduction on the establishment of ASEAN and its fundamental principles, it focuses on the different methods used for the settlement of disputes between the Member States.

Member States have the possibility of referring these disputes either to the High Council, the Dispute Settlement Mechanism or to Arbitration.

The different procedures are explained with special attention to the Dispute Settlement Mechanism, which covers all possible disputes that may arise from a number of agreements adopted by ASEAN in the fields of trade, investment and intellectual property.

6.3 ASEAN 3

## **OBJECTIVES**

After studying this module, the reader should be able to:

• List in chronological order the alternative methods of dispute settlement available to States Members of ASEAN to solve their economic disputes;

- Explain the rules that permit recourse to the Dispute Settlement Mechanism, and under what conditions; and
- Discuss the rules for the settlement of investment disputes in ASEAN.



https://www.yunbaogao.cn/report/index/report?reportId=5\_10668



