CHAPTER 182

ARBITRATION (FOREIGN AWARDS)

ARRANGEMENT OF SECTIONS

SECTION

- 1. Short title.
- Application.
- 3. Effect of foreign award.
- 4. Conditions for enforcement of foreign awards.
- Evidence.
- 6. Meaning of "final award".
- 7. Saving.

SCHEDULE — Convention on the Execution of Foreign Arbitral Awards.

CHAPTER 182

ARBITRATION (FOREIGN AWARDS)

An Act to give effect to a certain Convention on the Execution of Arbitral Awards.

12 of 1931 12 of 1932 E.L.A.O., 1974 19 of 1975

[Commencement 28th May, 1931]

WHEREAS a Convention, set out in the Schedule to this Act, on the Execution of arbitral Awards was on the twenty-sixth day of September, nineteen hundred and twenty-seven, signed at Geneva on behalf of His Majesty;

Schedule.

AND WHEREAS It is expedient that such provisions should be enacted as will enable the said Convention to become operative in The Bahamas:

1. This Act may be cited as the Arbitration (Foreign Awards) Act.

Short title.

2. The provisions of this Act apply to any award made after the twenty-eighth day of July, 1924 —

Application.

Act for giving effect to the protocol.

E.L.A.O., 1974.; 19 of 1975, Sch.

(a) in pursuance of an agreement for arbitration to which the protocol set out in the Arbitration Clauses (Protocol) Act applies; and

Ch. 181.

- (b) between persons of whom one is subject to the jurisdiction of some one of such Powers as the Governor-General, being satisfied that reciprocal provisions have been made, may by Order declare to be parties to the said Convention, and of whom the other is subject to the jurisdiction of some other of the Powers aforesaid; and
- (c) in one of such territories as the Governor-General being satisfied that reciprocal provisions have been made, may by Order declare to be territories to which the said Convention applies,

and an award to which the provisions of this Act apply is in this Act referred to as a "foreign award".

3. (1) A foreign award shall, subject to the provisions of this Act, be enforceable either by action or under the provisions of the Arbitration Act.

Effect of foreign award. *12 of 1932, s. 2.* Ch. 180.

(2) Any foreign award which would be enforceable under this Act shall be treated as binding for all purposes on the persons as between whom it was made, and may accordingly be relied on by any of those persons by way of defence, set off or otherwise in any legal proceedings, and any references in this Act to enforcing a foreign award shall be construed as including references to relying on an award.

Conditions for enforcement of foreign awards. 12 of 1932, s. 2.

- **4.** (1) In order that a foreign award may be enforceable under this Act, it must have
 - (a) been made in pursuance of an agreement for arbitration which was valid under the law by which it was governed;
 - (b) been made by the tribunal provided for in the agreement or constituted in manner agreed upon by the parties;
 - (c) been made in conformity with the law governing the arbitration procedure;
 - (d) become final in the country in which it was made;
 - (e) been in respect of a matter which may lawfully be referred to arbitration under the law of The Bahamas,

and the enforcement thereof must not be contrary to the public policy or the law of The Bahamas.

- (2) Subject to the provisions of this subsection, a foreign award shall not be enforceable under this Act if the Supreme Court is satisfied that
 - (a) the award has been annulled in the country in which it was made; or
 - (b) the party against whom it is sought to enforce the award was not given notice of the arbitration proceedings in sufficient time to enable him to present his case, or was under some legal incapacity and was not properly represented; or
 - (c) the award does not deal with all the questions referred or contains decisions on matters beyond the scope of the agreement for arbitration:

Provided that if the award does not deal with all the questions referred, the court may, if it thinks fit, either postpone the enforcement of the award or order its enforcement subject to the giving of such security by the person seeking to enforce it as the court may think fit.

- (3) If a party seeking to resist the enforcement of a foreign award proves that there is any ground other than the non-existence of the conditions specified in paragraphs (a), (b) and (c) of subsection (1) of this section, or the existence of the conditions specified in paragraphs (b) and (c) of subsection (2) of this section, entitling him to contest the validity of the award the court may, if it thinks fit, either refuse to enforce the award or adjourn the hearing until after the expiration of such period as appears to the court to be reasonably sufficient to enable that party to take the necessary steps to have the award annulled by the competent tribunal.
- (1) The party seeking to enforce a foreign award Evidence. must produce —

- (a) the original award or a copy thereof duly authenticated in manner required by the law of the country in which it was made; and
- (b) evidence proving that the award has become final: and
- (c) such evidence as may be necessary to prove that the award is a foreign award, and that the conditions mentioned in paragraphs (a), (b) and (c) of subsection (1) of section 4 of this Act are satisfied.
- (2) In any case where any document required to be produced under subsection (1) of this section is in a foreign language, it shall be the duty of the party seeking to enforce the award to produce a translation certified as correct by a diplomatic or consular agent of the country to which that party belongs, or certified as correct in such other manner as may be sufficient according to the law of The Bahamas
- (3) Subject to the provisions of this section, rules of court may be made under section 76 of the Supreme Court Ch. 53. Act with respect to the evidence which must be furnished by a party seeking to enforce an award under this Act.

Meaning of "final award".

6. For the purposes of this Act, an award shall not be deemed final if any proceedings for the purpose of contesting the validity of the award are pending in the country in which it was made.

Saving.

- 7. Nothing in this Act shall —
- (a) prejudice any rights which any person would have had of enforcing in The Bahamas any award, or of availing himself in The Bahamas of any award if this Act had not been enacted; or
- (b) apply to any award made on an arbitration agreement governed by the law of The Bahamas.

12 of 1932, s. 2.

SCHEDULE

CONVENTION ON THE EXECUTION OF FOREIGN ARBITRAL AWARDS ¹

Article 1

In the territories of any High Contracting Party to which the present Convention applies, an arbitral award made in pursuance of an agreement, whether relating to existing or future differences (hereinafter called "a submission to arbitration") covered by the Protocol on Arbitration Clauses, opened at Geneva on the twenty-fourth September 1923, shall be recognised as binding and shall be enforced in accordance with the rules of the procedure of the territory where the award is relied upon, provided that the said award has been made in a territory of one of the High Contracting Parties to which the present Convention applies and between persons who are subject to the jurisdiction of one of the High Contracting Parties.

To obtain such recognition or enforcement, it shall, further, be necessary:

- (a) That the award has been made in pursuance of a submission to arbitration which is valid under the law applicable thereto;
- (b) That the subject-matter of the award is capable of settlement by arbitration under the law of the country in which the award is sought to be relied upon;
- (c) That the award has been made by the Arbitral Tribunal provided for in the submission to arbitration or constituted in the manner agreed upon by the parties and in conformity with the law governing the arbitration procedure;

¹ *Note:* This Convention remains in force under the auspices of the United Nations Organisation and the Secretary-General of U.N.O. carries out the functions of the Secretary-General of the League of Nations under the Convention.

- (d) That the award has become final in the country in which it has been made, in the sense that it will not be considered as such if it is open to opposition, appeal or *pouvoir en cassation* (in countries where such forms of procedure exist) or if it is proved that any proceedings for the purpose of contesting the validity of the award are pending;
- (e) That the recognition or enforcement of the award is not contrary to the public policy or to the principles of the law of the country in which it is sought to be relied upon.

Even if the conditions laid down in Article 1 hereof are fulfilled, recognition and enforcement of the award shall be refused if the court is satisfied:

- (a) That the award has been annulled in the country in which it was made:
- (b) That the party against whom it is sought to use the award was not given notice of the arbitration proceedings in sufficient time to enable him to present his case; or that, being under a legal incapacity, he was not properly represented;
- (c) That the award does not deal with the differences contemplated by or falling within the terms of the submission to arbitration or that it contains decisions on matters beyond the scope of the submission to arbitration.

If the award has not covered all the questions submitted to the arbitral tribunal, the competent authority of the country where recognition or enforcement of the award is sought can, if it thinks fit, postpone such recognition or enforcement or grant it subject to such guarantee as that authority may decide.

Article 3

If the party against whom the award has been made proves that, under the law governing the arbitration procedure, there is a ground, other than the grounds referred to in Article 1(a) and (c) and Article 2(b) and (c), entitling him to contest the validity of the award in a Court of Law, the Court may, if it thinks fit, either refuse recognition or enforcement of the award or adjourn the consideration thereof, giving such party a reasonable time within which to have the award annulled by the competent tribunal.

The party relying upon an award or claiming its enforcement must supply, in particular:

- (1) The original award or a copy thereof duly authenticated, according to the requirements of the law of the country in which it was made;
- (2) Documentary or other evidence to prove that the award has become final, in the sense defined in Article 1(d), in the country in which it was made;
- (3) When necessary, documentary or other evidence to prove that conditions laid down in Article 1, paragraph 1 and paragraph 2(a) and (c), have been fulfilled.

A translation of the award and of the other documents mentioned in this Article into the official language of the country where the award is sought to be relied upon may be demanded. Such translation must be certified correct by a diplomatic or consular agent of the country to which the party who seeks to rely upon the award belongs or by a sworn translator of the country where the award is sought to be relied upon.

Article 5

The provisions of the above Articles shall not deprive any interested party of the right of availing himself of an arbitral award in the manner and to the extent allowed by the law or the treaties of the country where such award is sought to be relied upon.

Article 6

The present Convention applies only to arbitral awards made after the coming into force of the Protocol on Arbitration Clauses, opened at Geneva on the twenty-fourth September 1923.

Article 7

The present Convention, which will remain open to the signature of all signatories of the Protocol of 1923 on Arbitration Clauses, shall be ratified.

It may be ratified only on behalf of those Members of the League of Nations and non-Member States on whose behalf the Protocol of 1923 shall have been ratified.

Ratifications shall be deposited as soon as possible with the Secretary-General of the League of Nations, who will notify such deposit to all the signatories.

The present Convention shall come into force three months after it shall have been ratified on behalf of two High Contracting Parties. Thereafter, it shall take effect, in the case of each High Contracting Party, three months after the deposit of the ratification on its behalf with the Secretary-General of the League of Nations.

Article 9

The present Convention may be denounced on behalf of any Member of the League or non-Member State. Denunciation shall be notified in writing to the Secretary-General of the League of Nations, who will immediately send a copy thereof, certified to be in conformity with the notification, to all the other Contracting Parties, at the same time informing them of the date on which he received it.

The denunciation shall come into force only in respect of the High Contracting Party which shall have notified it and one year after such notification shall have reached the Secretary-General of the League of Nations.

The denunciation of the Protocol on Arbitration Clauses shall entail, *ipso facto*, the denunciation of the present Convention.

Article 10

The present Convention does not apply to the Colonies, Protectorates or territories under suzerainty or mandate of any High Contracting Party unless they are specially mentioned.

The application of this Convention to one or more of such Colonies, Protectorates or territories to which the Protocol on Arbitration Clauses, opened at Geneva on the twenty-fourth September 1923, applies, can be effected at any time by the means of a declaration addressed to the Secretary-General of the League of Nations by one of the High Contracting Parties.

Such declaration shall take effect three months after the deposit thereof.

The High Contracting Parties can at any time denounce the convention for all or any of the Colonies, Protectorates or territories referred to above. Article 9 hereof applies to such denunciation

A certified copy of the present Convention shall be transmitted by the Secretary-General of the League of Nations to every Member of the League of Nations and to every non-Member State which signs the same.