



ARBITRATION AND MEDIATION LAW

DIFC LAW No. 21 of 200826

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As Amended by

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PART 1: GENERAL**1. Title**

This Law may be cited as the “Arbitration ~~Law of 2008~~ and Mediation Law of 2026”.

2. Legislative authority

This Law is made by the Ruler of Dubai.

3. Application of the Law

This Law applies in the jurisdiction of the Dubai International Financial Centre.

4. Dates of enactment and commencement

This Law is:

- (a) enacted on; and
- (b) comes into force on,

the respective dates specified in the enactment notice in respect of the Law.

5. Repeal of legislation

As on the date specified in the enactment notice in respect of the Law, the DIFC law No. 8 of 2004 shall be repealed and replaced in its entirety by the Law.

6. Interpretation

The Schedule contains:

- (a) interpretative provisions which apply to this Law; and
- (b) a list of defined terms used in this Law.

PART 2: SCOPE OF APPLICATION**7. Scope of application of Law**

- (1) ~~Subject to paragraphs (2) and (3) of this Article,~~ This Law shall apply where the Seat of the Arbitration is the DIFC.
- (2) Articles 12A, 13, 14, 15, Part 4 and the Schedule of this Law shall also apply where the Seat of Arbitration is one other than the DIFC.
- (3) Articles 13, 14 and 15 shall also apply where no Seat has been designated or determined.
- (4) Part 5 applies irrespective of the basis upon which the Mediation is carried out, including agreement between the parties whether reached before or after a dispute has arisen, an obligation established by law, or a direction or suggestion of a Court, Arbitral Tribunal or competent governmental entity.
- (5) Articles 45-56 shall apply to Mediations where the parties agree or where the Mediation is conducted in the DIFC or where the dispute the subject of the Mediation is within the jurisdiction of the DIFC Courts. Article 57 shall apply to a Settlement Agreement arising out of a Mediation wherever conducted.
- (6) Subject to the above provisions, and unless the parties otherwise agree, the amendments to the Law made by the Amending Law shall apply only to:
 - (a) Arbitration and Mediation proceedings that are commenced on or after the date specified in the enactment notice in respect of the Amending Law; and
 - ~~(a)~~(b) arbitral Awards and Settlement Agreements (as defined in Part 5) made or issued after the date specified in the enactment notice in respect of the Amending Law.

PART 3: ARBITRATION**CHAPTER 1 - GENERAL PROVISIONS****8. Receipt of written communications**

Unless otherwise agreed by the parties to a dispute:

- (a) any written communication is deemed to have been received if it is delivered to the addressee personally or if it is delivered at ~~their~~ ~~his~~ place of business, habitual residence or mailing address; if none of these can be found after making a reasonable inquiry, a written communication is deemed to have been received if it is sent to the addressee's last-known place of business, habitual residence or mailing address by registered letter or any other means which provides a record of the attempt to deliver it; ~~and. The communication is deemed to have been received on the day it is so delivered;~~
- ~~(b) the communication is deemed to have been received on the day it is so delivered, subject to (c) below, any written communication that is delivered by electronic means shall be deemed to have been received on the date on which it is sent, provided that there is no evidence that any error occurred while sending it; and~~
- ~~(b)(c) if the electronic communication is sent after 6:00pm in the country of receipt, the delivery shall be deemed to have taken place on the following day.~~

9. Waiver of right to object

A party who knows that any provision of this Law, including one from which the parties may derogate, or any requirement under the Arbitration Agreement has not been complied with and yet proceeds with the Arbitration without stating his objection to such non-compliance without undue delay or, if a time limit is provided therefor, within such period of time, shall be deemed to have waived his right to object.

10. Extent of court intervention

In matters governed by this Law, no DIFC Court shall intervene except to the extent so provided in this Law.

11. Authority of the DIFC Court to perform functions of arbitration assistance and supervision

The functions referred to in Articles 19(3), 24(2), 34, 41, 42, 43, 43A and 44 of this Law shall be performed by the DIFC Court, while the functions referred to in Articles 14, 17(3), 17(4), 17(5), 20(1), 21(2), 23(3) and 39(5) shall be performed by the DIFC Court, subject to any process agreed between the parties in the Arbitration Agreement.

11A. Power of DIFC Court to extend time for beginning arbitral proceedings

- ~~(1) Where an Arbitration Agreement to refer future disputes to arbitration provides that a claim shall be barred, or the claimant's right extinguished, unless the claimant takes within a time fixed by the agreement some step—~~
- ~~(a) to begin arbitral proceedings, or~~
- ~~(b) to begin other dispute resolution procedures which must be exhausted before arbitral proceedings can be begun,~~
- ~~the DIFC Court may by order extend the time for taking that step.~~
- ~~(2) Any party to the Arbitration Agreement may apply for such an order (upon notice to the other parties), but only after a claim has arisen and after exhausting any available arbitral process for obtaining an extension of time.~~
- ~~(3) The DIFC Court may make an order if satisfied that—~~

- (a) the circumstances are such as were outside the reasonable contemplation of the parties when they agreed the provision in question, and that it would be just to extend the time, or
- (b) the conduct of one party makes it unjust to hold the other party to the strict terms of the provision in question.
- (4) The DIFC Court may extend the time for such period and on such terms as it thinks fit, and may do so whether or not the time previously fixed (by agreement or by a previous order) has expired.
- (5) An order under this Article shall be without prejudice to the date on which any claim or defence was raised for the purpose of applying any limitation periods or similar rule or provision of law.

CHAPTER 2 - ARBITRATION AGREEMENT

12. Definition and form of Arbitration Agreement

- (1) An “Arbitration Agreement” is an agreement by the parties to submit to Arbitration all or certain disputes which have arisen or which may arise between them in respect of a defined legal relationship, whether contractual or not. An Arbitration Agreement may be in the form of an arbitration clause in a contract or in the form of a separate agreement.
- (2) An Arbitration Agreement which forms or was intended to form part of another agreement shall be treated as a distinct agreement. It shall not be regarded as invalid, non-existent or ineffective solely because that other agreement is invalid, or did not come into existence or has become ineffective.
- ~~(2)~~(3) An Arbitration Agreement referring future disputes between the parties arising out of or in connection with:
- (a) a contract of employment within the meaning of the Employment Law ~~2005~~2019; or
- ~~(a)~~(b) a contract for the supply of goods or services, other than residential property, to a consumer made by a supplier who is a natural or legal person acting for purposes relating to ~~his~~their trade, business or profession, whether publicly owned or privately owned,
- cannot be enforced against the employee or consumer in respect of any such dispute except:
- (i) with ~~their~~his written consent given after the dispute in question has arisen; or
- (ii) where ~~they have~~ he has submitted to arbitration proceedings commenced under the Arbitration Agreement, whether in respect of that dispute or any other dispute; or
- (iii) where the DIFC Court has made an order disapplying this Article on the grounds that the DIFC Court is satisfied that it is not detrimental to the interests of the employee or consumer for the dispute in question to be referred to arbitration in pursuance of the Arbitration Agreement instead of being determined by proceedings before a Court. For the purposes of this Article, “consumer” means “any natural or legal person who is acting for purposes which are outside ~~his~~their trade, business or profession”.
- ~~(3)~~(4) An Arbitration Agreement shall be in writing, in accordance with the provisions of this Article 12.
- ~~(4)~~(5) An Arbitration Agreement is in writing if its content is recorded in any form, whether or not the Arbitration Agreement or contract has been concluded by conduct or by other means.
- ~~(5)~~(6) The requirement that an Arbitration Agreement be in writing is met by an electronic communication if the information contained therein is accessible so as to be useable for subsequent reference; “electronic communication” means any communication that the parties make by means of data messages; “data message” means information generated, sent, received or stored by electronic, magnetic, optical or similar means, ~~including, but not limited to, electronic data interchange (EDI), electronic mail, telegram, telex or telecopy.~~

- ~~(6)~~(7) Furthermore, an Arbitration Agreement is in writing if it is contained in an exchange of statements of claim and defence in which the existence of an agreement is alleged by one party and not denied by the other.
- ~~(7)~~(8) The reference in a contract to any document containing an arbitration clause constitutes an Arbitration Agreement in writing, provided that the reference is such as to make that clause part of the contract.
- (9) An Arbitration Agreement giving any party a unilateral or asymmetrical right to refer a dispute either to an Arbitral Tribunal or a Court does not contravene this Law and shall not be rendered invalid for that reason.
- (10) Any provision in an Arbitration Agreement that gives any party the unilateral right to determine the composition of the Arbitral Tribunal seated in the DIFC otherwise than in accordance with Chapter 3 of this Law shall be void.

12A. Law applicable to Arbitration Agreement

- (1) The law applicable to an Arbitration Agreement is—
- (a) the law that the parties expressly agree applies to the Arbitration Agreement, or
- (b) where no such agreement is made, the law of the Seat of the Arbitration in question.
- (2) For the purposes of paragraph (1), agreement between the parties that a particular law applies to an agreement of which the Arbitration Agreement forms a part does not constitute express agreement that that law also applies to the Arbitration Agreement.
- (3) Paragraph (1) does not apply to an Arbitration Agreement derived from a standing offer to submit disputes to arbitration where the offer is contained in—
- (a) a treaty, or
- (b) legislation of a country or territory outside the United Arab Emirates.
- (4) In this section—
- “legislation” includes any provision of a legislative character;
- “treaty” includes any international agreement (and any protocol or annex to a treaty or international agreement).

13. Arbitration agreement and substantive claim before a Court

- (1) If an action is brought before the DIFC Court in a matter which is the subject of an Arbitration Agreement, the DIFC Court shall, if a party so requests not later than when submitting his first statement on the substance of the dispute, dismiss or stay such action unless it finds that the Arbitration Agreement is null and void, inoperative or incapable of being performed.
- (2) Where an action referred to in paragraph (1) of this Article has been brought, arbitral proceedings may nevertheless be commenced or continued, and an award may be made, while the issue is pending before the DIFC Court.

14. Confidentiality

Unless otherwise agreed by the parties, all information relating to the arbitral proceedings shall be kept confidential, except where ~~disclosure is required by an order of the DIFC Court.;~~

- (a) the DIFC Court orders otherwise;

- (b) the disclosure is made to protect or pursue a legal right of the party, including to recognise, enforce or challenge an Award in legal proceedings before a Court or Arbitral Tribunal in or outside the DIFC;
- (c) the disclosure is made to any government body, regulatory body, Court or Arbitral Tribunal and the party is obliged by law to make the disclosure;
- (d) the disclosure is required for a party to comply with its financial reporting obligations or the rules of any listing authority or securities exchange;
- (e) the disclosure is made to a professional adviser of any of the parties;
- (f) the disclosure is made to potential lenders, investors or third-party funders in connection with financing arrangements; or
- (g) the information to be disclosed is already public, save for where it has been made public in breach of this Law or other relevant confidentiality obligation.

15. **Arbitration Agreement and interim measures by Court**

- (1) It is not incompatible with an Arbitration Agreement for a party to request, before or during arbitral proceedings, from a Court an interim measure of protection and for a Court to grant such measure.
- (2) The DIFC Court shall have the same power of issuing an interim measure in relation to arbitration proceedings, irrespective of whether their place is in the DIFC, as it has in relation to proceedings in the DIFC Court. The DIFC Court shall exercise such power in accordance with its own procedures.

CHAPTER 3 - COMPOSITION OF ARBITRAL TRIBUNAL

16. **Number of arbitrators**

- (1) The parties are free to determine the number of arbitrators provided that it is an odd number.
- (2) If there is no such determination, the number of arbitrators shall be one.

17. **Appointment of arbitrators**

- (1) No person shall be precluded by reason of ~~his~~their nationality from acting as an arbitrator, unless otherwise agreed by the parties. No person shall be precluded from acting as an arbitrator irrespective of the agreement of the parties on the grounds of gender or disability.
- (2) The parties are free to agree on a procedure for appointing the arbitrator or arbitrators, subject to the provisions of paragraphs (4) and (5) of this Article.
- (3) If and to the extent that there is no agreement,
 - (a) in an Arbitration with three arbitrators, each party shall appoint one arbitrator, and the two arbitrators thus appointed shall appoint the third arbitrator; if a party fails to appoint an arbitrator within thirty days of receipt of a request to do so from the other party, or if the two arbitrators fail to agree on the third arbitrator within thirty days of their appointment, the appointment shall be made, upon request of a party, by the DIFC Court of First Instance; or
 - (b) in an Arbitration with a sole arbitrator, if the parties do not agree on the arbitrator within thirty days of one party requesting the other to do so, he shall be appointed by the DIFC Court of First Instance on the request of either party;
 - (c) where the Arbitration Agreement entitles each party to nominate an arbitrator, the parties to the dispute number more than two and such parties have not all agreed in writing that the parties in dispute represent two separate sides for the formation of the Arbitral Tribunal

as claimant and respondent respectively, the DIFC Court of First Instance shall appoint the Arbitral Tribunal without regard to any party's nomination;

- (d) in such circumstances as set out at paragraph (c) of this Article, the Arbitration Agreement shall be treated for all purposes as a written agreement by the parties for the appointment of the Arbitral Tribunal by the DIFC Court of First Instance.

(4) Where, under an appointment procedure agreed upon by the parties,

- (a) a party fails to act as required under such procedure; or
- (b) the parties, or two arbitrators, fail to reach an agreement expected of them under such procedure; or
- (c) a third party, including an arbitral institution, fails to perform any function entrusted to it under such procedure;

any party may request the DIFC Court of First Instance to take the necessary measure, unless the agreement on the appointment procedure provides any other means for securing the appointment.

- (5) A decision on a matter entrusted by paragraph (3) or (4) of this Article to the DIFC Court of First Instance shall not be subject to appeal. The DIFC Court of First Instance, in appointing an arbitrator, shall have due regard to any qualifications required of the arbitrator by the agreement of the parties and to such considerations as are likely to secure the appointment of an independent and impartial arbitrator and, in the case of a sole or third arbitrator, shall also take into account as well the advisability of appointing an arbitrator of a nationality other than that of any party.

18. Grounds for challenge

- (1) When a person is approached in connection with his possible appointment as an arbitrator, he shall disclose any circumstances likely to give rise to justifiable doubts as to his impartiality or independence. An arbitrator, from the time of his appointment and throughout the arbitral proceedings, shall without delay disclose any such circumstances to the parties and any arbitral institution administering the Arbitration unless they have already been so informed by him.
- (2) An arbitrator may be challenged only if circumstances exist that give rise to justifiable doubts as to his impartiality or independence, or if he does not possess qualifications agreed to by the parties. A party may challenge an arbitrator appointed by him, or in whose appointment he has participated, only for reasons of which he becomes aware after the appointment has been made.

19. Challenge procedure

- (1) The parties are free to agree on a procedure for challenging an arbitrator, subject to the provisions of paragraph (3) of this Article.
- (2) In the absence of such agreement, a party who intends to challenge an arbitrator shall, within fifteen days after becoming aware of the constitution of the Arbitral Tribunal or after becoming aware of any circumstance referred to in Article 18(2), send a written statement of the reasons for the challenge to the Arbitral Tribunal. Unless the challenged arbitrator withdraws from his office or the other party agrees to the challenge, the Arbitral Tribunal shall decide on the challenge.
- (3) If a challenge under any procedure agreed upon by the parties or under the procedure of paragraph (2) of this Article is not successful, the challenging party may request, within thirty days after having received notice of the decision rejecting the challenge, the DIFC Court of First Instance to decide on the challenge, which decision shall be subject to no appeal; while such a request is pending, the Arbitral Tribunal, including the challenged arbitrator, may continue the arbitral proceedings and make an award.

20. Failure or impossibility to act

- (1) If an arbitrator becomes as a matter of fact or law unable to perform his functions or for other reasons fails to act without undue delay, his mandate shall terminate if he withdraws from his office

or if the parties agree on the termination. In the absence of such agreement or if a controversy remains concerning any of these grounds, any party may request the DIFC Court of First Instance to decide on the termination of the mandate, which decision shall be subject to no appeal.

- (2) If, under this Article or Article 19(2), an arbitrator withdraws from his office or a party agrees to the termination of the mandate of an arbitrator, this does not imply acceptance of the validity of any ground referred to in this Article or Article 18(2).

21. Appointment of substitute arbitrator

- (1) Where the mandate of an arbitrator terminates under Article 19 or 20 or because of his withdrawal from office for any other reason or because of the revocation of his mandate by agreement of the parties or in any other case of termination of his mandate:
- (a) subject to any process agreed between the parties in the Arbitration Agreement, or thereafter, the parties may agree with the arbitrator as to his liabilities and entitlement (if any) to fees and expenses; and
 - (b) a substitute arbitrator shall be appointed according to the rules that were applicable to the appointment of the arbitrator being replaced, unless otherwise agreed by the parties.
- (2) If or to the extent that there is no agreement in accordance with Article 21(1)(a) as to the consequences of resignation, an arbitrator who resigns in the circumstances set out in Article 21(1) may, upon written notice to the parties, request the DIFC Court of First Instance to make an order relieving him of any liability incurred by reason of his resignation together with such order as the DIFC Court of First Instance thinks appropriate with respect to his entitlement (if any) to fees and expenses, which orders shall be subject to no appeal.

22. Liability of Arbitral Tribunal and others

No arbitrator, employee or agent of an arbitrator, arbitral institution, officer of an arbitral institution or appointing authority shall be liable to any person for any act or omission in connection with an Arbitration unless they are shown to have caused damage by conscious and deliberate wrongdoing. This Article does not affect any liability incurred by an arbitrator by reason of his resigning.

CHAPTER 4 - JURISDICTION AND POWERS OF ARBITRAL TRIBUNAL

23. Competence of Arbitral Tribunal to rule on its jurisdiction

- (1) The Arbitral Tribunal may rule on its own jurisdiction, including any objections with respect to the existence or validity of the Arbitration Agreement. ~~For that purpose, an arbitration clause which is forms part of a contract shall be treated as an agreement independent of the other terms of the contract. A decision by the Arbitral Tribunal that the contract is null and void shall not by itself determine the invalidity of the arbitration clause.~~
- (2) A plea by a respondent or other party that the Arbitral Tribunal does not have jurisdiction shall be raised not later than the submission of his defence or, for another party, his first written statement in the Arbitration. A party is not precluded from raising such a plea by the fact that he has appointed, or participated in the appointment of, an arbitrator. A plea that the Arbitral Tribunal is exceeding the scope of its authority shall be raised as soon as the matter alleged to be beyond the scope of its authority is raised during the arbitral proceedings. The Arbitral Tribunal may, in either case, admit a later plea if it considers the delay justified.
- (3) The Arbitral Tribunal may rule on a plea referred to in paragraph (2) of this Article either as a preliminary question or in an award on the merits. If the Arbitral Tribunal rules as a preliminary question that it has jurisdiction, any party may request, subject to any process agreed between the parties, within thirty days after having received notice of that ruling, the DIFC Court of First Instance to decide the matter, which decision shall not be subject to appeal; while such a request is pending, the Arbitral Tribunal may continue the arbitral proceedings and make an award.

24. ~~Power of Arbitral Tribunal to order i~~ Interim measures

- (1) The following provisions shall apply unless the parties have expressly agreed in writing that the Arbitral Tribunal shall not have power to order interim measures:
- (a) The Arbitral Tribunal may, at the request of a party, order any party to take such interim measures of protection as the Arbitral Tribunal may consider necessary in relation to an Arbitration. The Arbitral Tribunal may order any claiming or counterclaiming party to provide appropriate security in connection with such measure, including security for the legal or other costs of any other party by way of deposit or bank guarantee or in any other manner and upon such terms as the Arbitral Tribunal considers appropriate. ~~Any request made to the Arbitral Tribunal shall be simultaneously copied to all other parties to the Arbitration.~~
- (b) An interim measure is any temporary measure, whether in the form of an ~~award~~ Award or in another form, made by the Arbitral Tribunal at any time prior to the issuance of the ~~award~~ Award by which the dispute is to be finally decided. For the purposes of this Article reference to an interim measure includes orders that a party:
- (i) maintain or restore the status quo pending determination of the dispute;
- (ii) provide a means of preserving assets out of which a subsequent Award ~~award~~ may be satisfied or other means for securing or facilitating the enforcement of such an Award ~~award~~;
- (iii) take action that would prevent, or refrain from taking action that is likely to cause, current or imminent harm or prejudice to any party or to the arbitral process itself; or
- (iv) preserve evidence that may be relevant and material to the resolution of the dispute.
- (c) The party requesting an interim measure under any of paragraphs (b)(i), (ii) and (iii) of this Article shall satisfy the Arbitral Tribunal that:
- (i) harm which will not be adequately reparable by an award of damages is likely to result if the interim measure is not ordered and that harm will substantially outweigh the harm, if any, that is likely to result to the party opposing the interim measure if the measure is ordered; and
- (ii) there is a reasonable possibility that the requesting party will succeed on the merits of the claim. The determination on this possibility shall not affect the discretion of the Arbitral Tribunal in making any subsequent determination.
- (d) With regard to a request for an interim measure under paragraph (b)(iv) of this Article, the requirements in paragraph (c) of this Article shall apply only to the extent the Arbitral Tribunal considers appropriate.
- (e) The party requesting an interim measure may be liable for any costs and damages caused by the measure to any other party if the Arbitral Tribunal later determines that, in the circumstances, the measure should not have been granted. The Arbitral Tribunal may award such costs and damages at any point during the proceedings.
- (f) The Arbitral Tribunal may modify, suspend or terminate an interim measure it has granted, upon application of any party or, in exceptional circumstances and upon prior notice to the parties, on the Arbitral Tribunal's own initiative.
- (2) ~~With the written permission of the Arbitral Tribunal~~ Unless as otherwise directed by the Arbitral Tribunal, a party in whose favour an interim measure has been granted may request from the DIFC Court ~~of First Instance~~ an order enforcing the Arbitral Tribunal's order or any part of it. ~~Any request for permission or enforcement made under this Article shall be simultaneously copied to all other parties.~~ Unless the Arbitral Tribunal at any time directs otherwise, the party making a

request to the DIFC Court ~~of First Instance~~ under this Article shall be entitled to recover in the Arbitration any legal costs and DIFC Court ~~of First Instance~~ fees reasonably incurred thereby.

- ~~(3) The DIFC Court shall have the same power of issuing an interim measure in relation to arbitration proceedings, irrespective of whether their place is in the DIFC, as it has in relation to proceedings in courts. The DIFC Court shall exercise such power in accordance with its own procedures.~~

24A. Security for costs

Unless otherwise agreed by the parties, the Arbitral Tribunal shall have the power to order a claimant to provide security for the costs of the Arbitration. This power shall not be exercised on the ground that the claimant is (a) an individual ordinarily resident outside the DIFC, or (b) a corporation or association incorporated or formed other than in the DIFC, or whose central management and control is exercised outside the DIFC.

24B. Consolidation

- (1) The parties are free to agree on the procedure for:
- (a) arbitral proceedings to be consolidated with other arbitral proceedings; or
 - (b) concurrent proceedings to be held.
- (2) Unless the parties agree to confer such power on the Arbitral Tribunal, the Arbitral Tribunal shall have no power to order consolidation of proceedings or concurrent hearings.
- (3) Any consolidation order made under this Article shall be without prejudice to the date on which any claim or defence was raised for the purpose of applying any limitation periods or similar rule or provision of law.

24C. Joinder of additional parties

- (1) The parties are free to agree on the procedure for joining an additional party to an Arbitration, provided always that the party to be joined is party to the Arbitration Agreement or has consented to joinder.
- (2) Absent such agreement, a party to the arbitral proceedings may request that a third party be joined to the Arbitration, provided that:
- (a) the party to be joined is a party to the Arbitration Agreement; or
 - (b) the party to be joined has agreed to the joinder in writing.
- (3) If the Arbitral Tribunal has not been constituted, the request in subsection (2) shall be made to the arbitral institution administering the Arbitration or, where there is no such institution, to the DIFC Court.
- (4) Following the constitution of the Arbitral Tribunal, the request in subsection (2) shall be made to the Arbitral Tribunal.
- (5) The arbitral institution, DIFC Court or Arbitral Tribunal, as the case may be, shall give all parties, including the party or parties to be joined, an opportunity to be heard on the joinder request, and may allow the joinder request only if it is satisfied that:
- (a) Where the application is made before the Arbitral Tribunal has been constituted
 - (i) joinder is appropriate in all the circumstances; and
 - (ii) joinder will not cause undue prejudice to any of those parties; and
 - (b) Where the application is made after the Arbitral Tribunal has been constituted

- (i) joinder is appropriate in all the circumstances;
 - (ii) joinder will not cause undue prejudice to any of those parties; and
 - (iii) the party or parties to be joined have expressly agreed to the current constitution of the Arbitral Tribunal and waived any right to nominate an arbitrator.
- (6) The decision to permit joinder of any party shall be without prejudice to the Arbitral Tribunal's competence to rule on its own jurisdiction.

24D. Award on summary basis

- (1) Unless the parties otherwise agree, the Arbitral Tribunal may, on an application made by a party to the arbitral proceedings (upon notice to the other parties), make an award on a summary basis in relation to a claim, or a particular issue arising in a claim, if the Arbitral Tribunal considers that—
- (a) a party has no real prospect of succeeding on the claim or issue, or
 - (b) a party has no real prospect of succeeding in the defence of the claim or issue.
- (in this paragraph "claim" includes a counterclaim).
- (2) Before exercising its power under paragraph (1) of this Article, the Arbitral Tribunal must afford the parties a reasonable opportunity to make representations to the Arbitral Tribunal.

24E. Provisional Awards

- (1) Unless the parties otherwise agree, the Arbitral Tribunal shall have power to award on a provisional basis any relief which it would have power to grant in a final Award.
- (2) This includes, for instance, making—
- (a) a provisional Award for the payment of money or the disposition of property as between the parties, or
 - (b) a provisional Award for an interim payment on account of the costs of the Arbitration.
- (3) Any such provisional Award shall be subject to the Arbitral Tribunal's final adjudication; and the Arbitral Tribunal's final Award, on the merits or as to costs, shall take account of any such provisional Award.

24F. Peremptory orders

- (1) The parties are free to agree on the powers of the Arbitral Tribunal in case of a party's failure to do something necessary for the proper and expeditious conduct of the Arbitration.
- (2) Unless otherwise agreed by the parties, the following provisions apply.
- (3) If without showing sufficient cause a party fails to comply with any order or directions of the Arbitral Tribunal, the Arbitral Tribunal may make a peremptory order to the same effect, prescribing such time for compliance with it as the Arbitral Tribunal considers appropriate.
- (4) If a claimant fails to comply with a peremptory order of the Arbitral Tribunal to provide security for costs, the Arbitral Tribunal may make an Award dismissing their claim.
- (5) If a party fails to comply with any other kind of peremptory order of the Arbitral Tribunal, then, without prejudice to paragraph (6) of this Article, the Arbitral Tribunal may do any of the following—
- (a) direct that the party in default shall not be entitled to rely upon any allegation or material which was the subject matter of the order;

- (b) draw such adverse inferences from the act of non-compliance as the circumstances justify;
 - (c) proceed to an Award on the basis of such materials as have been properly provided to it;
 - (d) make such order as it thinks fit as to the payment of costs of the Arbitration incurred in consequence of the non-compliance.
- (6) The DIFC Court may make an order requiring a party to comply with a peremptory order made by the Arbitral Tribunal or Emergency Arbitrator.
- (7) An application to the DIFC Court for an order under paragraph (6) of this Article may be made—
- (a) by the Arbitral Tribunal or Emergency Arbitrator (on notice to the parties);
 - (b) by a party to the arbitral proceedings with the permission of the Arbitral Tribunal or Emergency Arbitrator (and on notice to the other parties); or
 - (c) by a party where the parties have agreed that the powers of the DIFC Court under this section shall be available.
- (8) The DIFC Court may not act unless it is satisfied that the applicant has exhausted any available arbitral process in respect of failure to comply with the Arbitral Tribunal's or Emergency Arbitrator's order.

24G. Emergency Arbitrators

- (1) This Article applies where—
- (a) the parties have agreed to the application of rules that provide for the appointment of an Emergency Arbitrator, and
 - (b) an Emergency Arbitrator has been appointed pursuant to those rules.
- (2) Unless otherwise agreed by the parties, if without showing sufficient cause a party fails to comply with any order or directions of the Emergency Arbitrator, the Emergency Arbitrator may make a peremptory order to the same effect, prescribing such time for compliance with it as the Emergency Arbitrator considers appropriate.

CHAPTER 5 - CONDUCT OF ARBITRAL PROCEEDINGS

25. Equal treatment of parties

The parties shall be treated with equality and each party shall be given a ~~full~~-reasonable opportunity of presenting ~~his~~-their case.

26. Determination of rules of procedure

- (1) Subject to the provisions of this Law, the parties are free to agree on the procedure to be followed by the Arbitral Tribunal in conducting the proceedings.
- (2) In the absence of such agreement, the Arbitral Tribunal may, subject to the provisions of this Law, conduct the Arbitration in such manner as it considers appropriate. The power conferred upon the Arbitral Tribunal includes the power to determine the admissibility, relevance, materiality and weight of any evidence.

27. Seat of the Arbitration

- (1) The parties are free to agree on the Seat of the Arbitration. In the absence of such agreement, where any dispute is governed by DIFC law, the Seat of the Arbitration shall be the DIFC.
- (2) Notwithstanding the provisions of paragraph (1) of this Article, the Arbitral Tribunal may, unless otherwise agreed by the parties, meet at any place it considers appropriate for consultation among

its members, for hearing witnesses, experts or the parties, or for inspection of goods, other property or documents.

28. Commencement of arbitral proceedings

Unless otherwise agreed by the parties, the arbitral proceedings in respect of a particular dispute commence on the date on which a request for that dispute to be referred to Arbitration is received by the respondent.

28A. Disclosure of a Third Party Funding Agreement

- (1) Prior to the constitution of the Arbitral Tribunal, a party who has entered into a Third Party Funding Agreement must disclose that fact to all other parties and to any arbitral institution administering the Arbitration together with details of the identity of the funder, and whether or not the funder has committed to an adverse costs liability.
- (2) After the constitution of the Arbitral Tribunal, the parties shall not enter into a Third Party Funding Agreement if the consequence of that agreement will or may give rise to a conflict of interest between the third party funder and any member of the Arbitral Tribunal. A party entering into such an agreement shall make the same disclosure to all other parties, to any arbitral institution administering the Arbitration and the Arbitral Tribunal, as required by paragraph (1) of this Article.
- (3) Written notice under paragraph (1) of this Article must be given:
 - (a) where the Third Party Funding Agreement was entered into before or upon the commencement of the arbitral proceedings, immediately upon their commencement; or
 - (b) where the Third Party Funding Agreement was entered into after the commencement of the arbitral proceedings, within seven (7) days of the date of the Third Party Funding Agreement. If the notification was made prior to the constitution of the Arbitral Tribunal, the notice under paragraph (1) of this Article must be given to any member of the Arbitral Tribunal immediately following their nomination or appointment.
- (4) Unless otherwise agreed by the parties, the Arbitral Tribunal may, after consulting with the parties, order the disclosure of other details of the Third Party Funding Agreement.
- (5) Unless otherwise agreed by the parties, the Arbitral Tribunal may take into account the existence and terms of any Third Party Funding Agreement when apportioning the costs of the Arbitration between the parties.

29. Language

- (1) The parties are free to agree on the language or languages to be used in the arbitral proceedings. In the absence of such agreement, the Arbitral Tribunal shall determine the language or languages to be used in the proceedings. This agreement or determination, unless otherwise specified therein, shall thereafter apply to any written statement by a party, any hearing and any award, decision or other communication by the Arbitral Tribunal.
- (2) The Arbitral Tribunal may order that any documentary evidence shall be accompanied by a translation into the language or languages agreed upon by the parties or determined by the Arbitral Tribunal.

30. Statements of claim and defence

- (1) Within the period of time agreed by the parties or determined by the Arbitral Tribunal, the claimant shall state the facts supporting his claim, the points at issue and the relief or remedy sought, and the respondent shall state his defence in respect of these particulars, unless the parties have otherwise agreed as to the required elements of such statements. The parties may submit with their statements all documents they consider to be relevant or may add a reference to the documents or other evidence they will submit.

- (2) Unless otherwise agreed by the parties, either party may amend or supplement his claim or defence during the course of the arbitral proceedings, unless the Arbitral Tribunal considers it inappropriate to allow such amendment having regard to the delay in making it.

31. Hearings and written proceedings

- (1) Subject to any contrary agreement by the parties, the Arbitral Tribunal shall decide whether to hold oral hearings for the presentation of evidence or for oral argument, or whether the proceedings shall be conducted on the basis of documents and other materials. However, unless the parties have agreed that no hearing shall be held, the Arbitral Tribunal shall hold such hearings at an appropriate stage of the proceedings, if so requested by a party.

~~(2)~~ Unless otherwise agreed by the parties, hearings may take place remotely by electronic means.

~~(2)(3)~~ The parties shall be given sufficient advance notice as the Arbitral Tribunal shall decide of any hearing and of any meeting of the Arbitral Tribunal for the purposes of inspection of goods, other property or documents.

~~(3)(4)~~ All statements, documents or other information supplied to the Arbitral Tribunal by one party shall be communicated to the other party. Also any expert report or evidentiary document on which the Arbitral Tribunal may rely in making its decision shall be communicated to the parties.

32. Default of a party

Unless otherwise agreed by the parties, if, without showing sufficient cause,

- (a) the claimant fails to communicate his statement of claim in accordance with Article 30(1), the Arbitral Tribunal shall terminate the proceedings;
- (b) the respondent fails to communicate his statement of defence in accordance with Article 30(1), the Arbitral Tribunal shall continue the proceedings without treating such failure in itself as an admission of the claimant's allegations; or
- (c) any party fails to appear at a hearing or to produce documentary evidence, the Arbitral Tribunal may continue the proceedings and make the award on the evidence before it.

32A. Party and Party Representative conduct

~~(1)~~ Parties and their representatives (“Party Representatives”) shall not:

~~(a)~~ knowingly or recklessly make a false statement to the Arbitral Tribunal; or

~~(b)~~ knowingly conceal or destroy documents that are likely to be relevant to the issues in dispute in the Arbitration or which the Arbitral Tribunal has ordered to be produced; or

~~(c)~~ engage in activities intended to obstruct, delay or jeopardise the integrity of the arbitral proceedings or the finality and enforceability of any Award.

~~(2)~~ If the Arbitral Tribunal, after giving the relevant party or Party Representative an opportunity to make representations, finds that a party or Party Representative has contravened subsection (1), the Arbitral Tribunal may impose any sanction that the Arbitral Tribunal considers necessary to preserve the fairness and integrity of the proceedings.

~~(3)~~ The Arbitral Tribunal is in all cases entitled to consider the conduct of the parties and the Party Representatives when making any decision allocating the costs of the Arbitration between the parties.

33. Expert appointed by Arbitral Tribunal

- (1) Unless otherwise agreed by the parties, the Arbitral Tribunal:

- (a) may appoint one or more experts to report to it on specific issues to be determined by the Arbitral Tribunal; and
 - (b) may require a party to give the expert(s) any relevant information or to produce, or to provide access to, any relevant documents, goods or other property for his inspection.
- (2) Unless otherwise agreed by the parties, if a party so requests or if the Arbitral Tribunal considers it necessary, the expert(s) shall, after delivery of his written or oral report, participate in a hearing where the parties have the opportunity to put questions to him and to present expert witnesses in order to testify on the points at issue.
 - (3) The expenses and costs of the expert(s) appointed by the arbitration tribunal pursuant to this Article shall be borne by the parties in accordance with any determination made by the Arbitral Tribunal in that respect, which determination shall be final and binding.

34. Court assistance in taking evidence

The Arbitral Tribunal or a party with the approval of the Arbitral Tribunal may request from the DIFC Court assistance in taking evidence. The DIFC Court may execute the request within its competence and according to its rules on taking evidence.

CHAPTER 6 - MAKING OF AWARD AND TERMINATION OF PROCEEDINGS

35. Rules applicable to substance of dispute

- (1) The Arbitral Tribunal shall decide the dispute in accordance with such rules of law as are chosen by the parties as applicable to the substance of the dispute. Any designation of the law or legal system of a given State or jurisdiction shall be construed, unless otherwise expressed, as directly referring to the substantive law of that State or jurisdiction and not to its conflict of laws rules.
- (2) In the absence of any designation by the parties, the Arbitral Tribunal shall apply the law determined by the conflict of laws rules which it considers applicable, provided that the parties shall be free to agree in writing that the Arbitral Tribunal may apply the law or rules of law which it considers to be most appropriate in the facts and circumstances of the dispute.
- (3) In all cases, the Arbitral Tribunal shall make determinations in accordance with principles of equity and good conscience only if the parties have expressly authorised it to do so.
- (4) In all cases, the Arbitral Tribunal shall make determinations in accordance with the terms of the contract and applicable law, and shall take into account the usages of the trade applicable to the transaction.

36. Decision making by panel of arbitrators

In arbitral proceedings with more than one arbitrator, any decision of the Arbitral Tribunal shall be made, unless otherwise agreed by the parties, by a majority of all its members. However, questions of procedure may be decided by a presiding arbitrator, if so authorised by the parties or all members of the Arbitral Tribunal.

37. Settlement

- (1) If, during arbitral proceedings, the parties settle the dispute, the Arbitral Tribunal shall terminate the proceedings and, if requested by the parties and not objected to by the Arbitral Tribunal, record the settlement in the form of an arbitral award on agreed terms.
- (2) An award on agreed terms shall be made in accordance with the provisions of Article 38 and shall state that it is an agreed award. Such an award has the same status and effect as any award made on the merits of the case.

37A. Remedies

- (1) The parties are free to agree on the powers exercisable by the Arbitral Tribunal.

- (2) Unless otherwise agreed by the parties, the Arbitral Tribunal shall have the power to grant any remedy permitted under the applicable law.
- (3) Unless otherwise agreed by the parties, and subject to any contrary provision of any applicable law, the Arbitral Tribunal’s powers to award remedies shall include the following:
- (a) the power to make a declaration as to any matter to be determined in the proceedings;
- (b) the power to order the payment of a sum of money, in any currency; and
- (c) the same powers as the DIFC Court—
- (i) to order a party to do or refrain from doing anything;
- (ii) to order specific performance of a contract (other than a contract relating to land); and
- (iii) to order the rectification, setting aside or cancellation of a deed or other document.

37B. Awards on different issues

- (1) Unless otherwise agreed by the parties, the Arbitral Tribunal may make more than one Award at different times on different aspects of the matters to be determined.
- (2) The Arbitral Tribunal may, in particular, make an Award relating—
- (a) to an issue affecting the whole claim, or
- (b) to a part only of the claims or cross-claims submitted to it for decision.

If the Arbitral Tribunal does so, it shall specify in its Award the issue, or the claim or part of a claim, which is the subject matter of the Award.

38. Form and contents of aAward

- (1) The aAward shall be made in writing and shall be signed by the arbitrator or arbitrators. In arbitral proceedings with more than one arbitrator, the signatures of the majority of all members of the Arbitral Tribunal shall suffice, provided that the reason for any omitted signature is stated.
- (2) The aAward shall state the reasons upon which it is based, unless the parties have agreed that no reasons are to be given or the aAward is an aAward on agreed terms under Article 37.
- (3) The aAward shall state its date and the Seat of the Arbitration as determined in accordance with Article 27(1). The aAward shall be deemed to have been made at the Seat of the Arbitration.
- (4) After the aAward is made, a copy signed by the arbitrators in accordance with paragraph (1) of this Article shall be delivered to each party.
- (5) The Arbitral Tribunal shall fix the costs of the Arbitration in its aAward. The term “costs” includes only:
- (a) The fees of the Arbitral Tribunal, which are to be stated separately as to each arbitrator; Unless the parties have agreed the fees of the Arbitral Tribunal or that the fees will be fixed by a third party or arbitral institution, any party to the Arbitration may apply (on notice to the other parties) to the DIFC Court to determine the recoverable fees of the Arbitral Tribunal;
- (b) The properly incurred travel and other expenses incurred by the arbitrators;
- (c) The costs of expert advice and of other assistance required by the Arbitral Tribunal;

- (d) The travel and other expenses of witnesses to the extent such expenses are approved by the Arbitral Tribunal;
- (e) Such other costs as are necessary for the conduct of the Arbitration, including those for meeting rooms, evidence presentation, bundle services, interpreters and transcription services;
- (f) The costs for legal representation and assistance of the successful party if such costs were claimed during the Arbitration, and only to the extent that the Arbitral Tribunal determines that the amount of such costs is reasonable;
- ~~(g)~~ Any fees and expenses of any arbitral institution or appointing authority.
- ~~(6)~~ If the Arbitral Tribunal does not fix the costs of the Arbitration in its Award, a party to the arbitral proceedings may, within 15 days of receiving the Award, apply to the Arbitral Tribunal for a further Award on costs. After giving the parties a reasonable opportunity to make representations, the Arbitral Tribunal shall make a further Award on costs.
- ~~(7)~~ The Award shall be deemed to have been rendered at the Seat of Arbitration even if it is signed by the members of the Arbitral Tribunal outside the Seat of Arbitration and regardless of the method whereby it is signed, whether it is signed by the members of the Arbitral Tribunal in person, it is sent to be signed by each arbitrator separately or it is signed by electronic means, unless otherwise agreed by the parties.
- ~~(8)~~ Unless otherwise agreed by the parties, the date of issuance of the Award shall be the date on which the Award is signed by the sole arbitrator. If there is more than one arbitrator, the date of the Award shall be the date of the last signature by a member of the Arbitral Tribunal.

38A. Interest

- ~~(1)~~ The parties are free to agree on the powers of the Arbitral Tribunal as regards the award of interest.
- ~~(2)~~ Unless otherwise agreed by the parties the following provisions apply subject to the applicable law.
- ~~(3)~~ The Arbitral Tribunal may award simple or compound interest from such dates, at such rates and with such rests as it considers meets the justice of the case—
 - ~~(a)~~ on the whole or part of any amount awarded by the Arbitral Tribunal, in respect of any period up to the date of the Award;
 - ~~(b)~~ on the whole or part of any amount claimed in the Arbitration and outstanding at the commencement of the arbitral proceedings but paid before the Award was made, in respect of any period up to the date of payment.
- ~~(4)~~ The Arbitral Tribunal may award simple or compound interest from the date of the Award (or any later date) until payment, at such rates and with such rests as it considers meets the justice of the case, on the outstanding amount of any Award (including any award of interest under paragraph (3) and any Award as to costs).
- ~~(5)~~ References in this Article to an amount awarded by the Arbitral Tribunal include an amount payable in consequence of a declaratory award by the Arbitral Tribunal.
- ~~(6)~~ The above provisions do not affect any other power of the Arbitral Tribunal to award interest.

38B. Extension of time for making Award

- ~~(1)~~ Where the time for making an Award is limited by or in pursuance of the Arbitration Agreement, then, unless otherwise agreed by the parties, the DIFC Court may by order extend that time in accordance with the following provisions.
- ~~(2)~~ An application for an order under this Article may be made—

- (a) by the Arbitral Tribunal (upon notice to the parties), or
- (b) by any party to the proceedings (upon notice to the Arbitral Tribunal and the other parties),
but only after exhausting any available arbitral process for obtaining an extension of time.
- (3) The DIFC Court may only make an order if satisfied that a substantial injustice would otherwise be done.
- (4) The DIFC Court may extend the time for such period and on such terms as it thinks fit, and may do so whether or not the time previously fixed, by or under the agreement or by a previous order, has expired.

39. Termination of proceedings

- (1) The arbitral proceedings are terminated by the final award or by an order of the Arbitral Tribunal in accordance with paragraph (2) of this Article.
- (2) The Arbitral Tribunal shall issue an order for the termination of the arbitral proceedings when:
 - (a) the claimant withdraws his claim, unless the respondent objects thereto and the Arbitral Tribunal recognises a legitimate interest on his part in obtaining a final settlement of the dispute;
 - (b) the parties agree on the termination of the proceedings; or
 - (c) the Arbitral Tribunal finds that the continuation of the proceedings has for any other reason become unnecessary or impossible.
- (3) The mandate of the Arbitral Tribunal terminates with the termination of the arbitral proceedings, subject to the provisions of paragraph (5) of this Article and of Articles 40 and 41(4).
- (4) The Arbitral Tribunal may refuse to deliver a final award or an order for termination of the arbitral proceedings in accordance with paragraph (2) of this Article to the parties until its fees and expenses are paid in full.
- (5) Subject to any process agreed between the parties in the Arbitration Agreement, if the Arbitral Tribunal refuses to deliver an award or order to the parties until its fees and expenses are paid, any party to the arbitral proceedings may request the DIFC Court of First Instance to determine, by such means as the DIFC Court of First Instance considers appropriate, the amount of the fees and expenses properly payable to the Arbitral Tribunal.

40. Correction and interpretation of award; additional award

- (1) Within thirty days of receipt of the award, unless another period of time has been agreed upon by the parties:
 - (a) a party, with notice to the other party, may request the Arbitral Tribunal to correct in the award any errors in computation, any clerical or typographical errors or any errors of a similar nature;
 - (b) if so agreed by the parties, a party, with notice to the other party, may request the Arbitral Tribunal to give an interpretation of a specific point or part of the award.

If the Arbitral Tribunal considers the request to be justified, it shall make the correction or give the interpretation within thirty days of receipt of the request. The interpretation shall form part of the award.

- (2) The Arbitral Tribunal may correct any error of the type referred to in paragraph (1)(a) of this Article on its own initiative within thirty days of the date of the award.

- (3) Unless otherwise agreed by the parties or in respect of an agreed award made under Article 37, a party, with notice to the other party, may request, within thirty days of receipt of the award, the Arbitral Tribunal to make an additional award as to claims presented in the arbitral proceedings but omitted from the award. If the Arbitral Tribunal considers the request to be justified, it shall make the additional award within sixty days.
- (4) The Arbitral Tribunal may extend, if necessary, the period of time within which it shall make a correction, interpretation or an additional award under paragraph (1) or (3) of this Article.
- (5) The provisions of Article 38 shall apply to a correction or interpretation of the award or to an additional award.

CHAPTER 7 - RECOURSE AGAINST AWARD

41. Application for setting aside as exclusive recourse against arbitral Award

- (1) Recourse to a Court against an arbitral award made in the Seat of the DIFC may be made only by an application for setting aside in accordance with paragraphs (2) and (3) of this Article.
- (2) Such application may only be made to the DIFC Court. An arbitral award may be set aside by the DIFC Court only if:
 - (a) the party making the application furnishes proof that:
 - (i) a party to the Arbitration Agreement was under some incapacity; or the said agreement is not valid under the law to which the parties have subjected it or, in the absence of any indication thereon, under the law of the DIFC;
 - (ii) the party making the application was not given proper notice of the appointment of an arbitrator or of the arbitral proceedings or was otherwise unable to present his case;
 - (iii) the award deals with a dispute not contemplated by or not falling within the terms of the submission to Arbitration, or contains decisions on matters beyond the scope of the submission to Arbitration, provided that, if the decisions on matters submitted to arbitration can be separated from those not so submitted, only that part of the award which contains decisions on matters not submitted to Arbitration may be set aside; or
 - (iv) the composition of the Arbitral Tribunal or the arbitral procedure was not in accordance with the agreement of the parties, unless such agreement was in conflict with a provision of this Law from which the parties cannot derogate, or, in the absence of such agreement, was not in accordance with this Law; or
 - (b) the DIFC Court finds that:
 - (i) the subject-matter of the dispute is not capable of settlement by arbitration under DIFC Law;
 - (ii) the dispute is expressly referred to a different body or tribunal for resolution under this Law or any mandatory provision of DIFC Law; or
 - (iii) the award is in conflict with the public policy of the UAE.
- (3) An application for setting aside may not be made after ~~three months~~30 days have elapsed from the date on which the party making that application had received the ~~a~~Award, or such longer period as the parties to the Arbitration have agreed in writing, or, if a request had been made under Article 40, from the date on which that request had been disposed of by the Arbitral Tribunal.
- (4) The DIFC Court, when asked to set aside an award, may, where appropriate and so requested by a party, suspend the setting aside proceedings for a period of time determined by it in order to give

the Arbitral Tribunal an opportunity to resume the arbitral proceedings or to take such other action as in the Arbitral Tribunal's opinion will eliminate the grounds for setting aside.

PART 4: THE RECOGNITION AND ENFORCEMENT OF AWARDS

42. Recognition and enforcement of ~~a~~Awards

- (1) An arbitral ~~a~~Award, irrespective of the State or jurisdiction in which it was made, shall be recognised as binding within the DIFC and, upon application in writing to the DIFC Court, shall be enforced subject to the provisions of this Article and of Articles 43, 43A and 44. For the avoidance of doubt, where the UAE has entered into an applicable treaty for the mutual enforcement of judgments, orders or ~~a~~Awards the DIFC Court shall comply with the terms of such treaty.
- (2) The party relying on an ~~a~~Award or applying for its enforcement shall supply the original ~~a~~Award or a duly certified copy thereof and the original Arbitration Agreement referred to in Article 12 or a duly certified copy thereof. If the ~~A~~award or the agreement is not made in English, the DIFC Court may request the party to supply a duly certified translation thereof.
- (3) For the purposes of the recognition or enforcement of any ~~a~~Award within the DIFC, an original ~~A~~award or an original Arbitration Agreement shall be duly certified if it is a copy that is certified in the manner required by the laws of the jurisdiction in the place of arbitration or elsewhere. A translation shall be duly certified if it has been certified as correct by an official or sworn translator in the place of arbitration or elsewhere.
- ~~(4) Awards issued by the DIFC Court may be enforced within the DIFC in the manner prescribed in this Law and any rules of Court made for this purpose. Awards recognised by the DIFC Court may be enforced outside the DIFC in accordance with the Judicial Authority Law and recognition under this Law includes ratification for the purposes of Article 7 of the Judicial Authority Law.~~

43. Recognition

- (1) Where, upon the application of a party for recognition of an arbitral award, the DIFC Court decides that the award shall be recognised, it shall issue an order to that effect.
- (2) An order recognising an arbitral award shall be issued in English and Arabic unless the DIFC Court shall determine otherwise. Either language version, in its original or certified copy form, shall constitute sufficient proof of recognition.

43A. Enforcement

Awards issued by the DIFC Court may be enforced within the DIFC in the manner prescribed in this Law and any rules of Court made for this purpose. Awards recognised by the DIFC Court may be enforced outside the DIFC in accordance with the ~~Courts Law~~Judicial Authority Law and recognition under this Law includes ratification for the purposes of ~~the Courts Law~~Article 7 of the Judicial Authority Law.

44. Grounds for refusing recognition or enforcement

- (1) Recognition or enforcement of an arbitral award, irrespective of the State or jurisdiction in which it was made, may be refused by the DIFC Court only:
 - (a) at the request of the party against whom it is invoked, if that party furnishes to the DIFC Court proof that:
 - (i) a party to the Arbitration Agreement as defined at Article 12 of this Law was under some incapacity; or the said Arbitration Agreement is not valid under the law to which the parties have subjected it or, in the absence of any indication thereon, under the law of the State or jurisdiction where the award was made;
 - (ii) the party against whom the award is invoked was not given proper notice of the appointment of an arbitrator or of the arbitral proceedings or was otherwise unable to present his case;

- (iii) the award deals with a dispute not contemplated by or not falling within the terms of the submission to Arbitration, or it contains decisions on matters beyond the scope of the submission to Arbitration, provided that, if the decisions on matters submitted to arbitration can be separated from those not so submitted, that part of the award which contains decisions on matters submitted to Arbitration may be recognised and enforced;
 - (iv) the composition of the Arbitral Tribunal or the arbitral procedure was not in accordance with the agreement of the parties or, in the absence of such agreement, was not in accordance with the law of the State or jurisdiction where the arbitration took place; or
 - (v) the award has not yet become binding on the parties or has been set aside or suspended by a Court of the State or jurisdiction in which, or under the law of which, that award was made.
- (b) if the DIFC Court finds that:
- (i) the subject-matter of the dispute would not have been capable of settlement by Arbitration under the laws of the DIFC; or
 - (ii) the enforcement of the award would be contrary to the public policy of the UAE.
- (2) If an application for the setting aside or suspension of an ~~a~~Award has been made to a Court referred to in paragraph (1)(a)(v) of this Article, the DIFC Court may, if it considers it proper, adjourn its decision on the recognition or enforcement of the Award, and may also, on the application of the party seeking recognition or enforcement of the ~~a~~Award, order the other party to provide appropriate security.
- (3) Any party seeking recourse against an arbitral ~~a~~Award made in the Seat of the DIFC shall not be permitted to make an application under paragraph (1)(a) of this Article if it has:
- (a) ~~failed to make an application to set aside the Award in accordance with made or could have made an application under~~ Article 41(3) of this Law; or
 - (b) made such an application, and the application has been finally dismissed by the DIFC Court.

PART 5: MEDIATION

45. Application of this Part

- (1) Parties are free to agree, by reference to a set of rules or otherwise, on the manner in which a Mediation is to be conducted. The provisions of this Part shall apply to the extent that they are not inconsistent with the agreement of the parties.
- (2) This Part does not apply to mediations:
 - (a) to resolve a dispute arising from transactions engaged in by one of the parties (a consumer) for personal, family or household purposes; and
 - (b) relating to family, inheritance or employment law.

46. Commencement of Mediation proceedings

- (1) Mediation proceedings in respect of a dispute that has arisen commence on the day on which the parties to that dispute agree to engage in Mediation proceedings.
- (2) If a party that invited another party to mediate does not receive an acceptance of the invitation within 30 days from the day on which the invitation was sent, or within such other period of time as specified in the invitation, the party may elect to treat this as a rejection of the invitation to mediate.

47. Number and appointment of mediators

- (1) There shall be one mediator, unless the parties agree that there shall be two or more mediators.
- (2) The parties shall endeavour to reach agreement on a mediator or mediators, unless a different procedure for their appointment has been agreed upon.
- (3) Parties may seek the assistance of an institution or person in connection with the appointment of mediators, including the Mediation Centre established pursuant to Article 13 of the Courts Law. In particular:
 - (a) a party may request such an institution or person to recommend suitable persons to act as mediator; or
 - (b) the parties may agree that the appointment of one or more mediators be made directly by such an institution or person.
- (4) In recommending or appointing individuals to act as mediator, the institution or person shall have regard to such considerations as are likely to secure the appointment of an independent and impartial mediator and, where appropriate, shall take into account the advisability of appointing a mediator of a nationality other than the nationalities of the parties.
- (5) When a person is approached in connection with their possible appointment as mediator, they shall disclose any circumstances likely to give rise to justifiable doubts as to their impartiality or independence. A mediator, from the time of their appointment and throughout the Mediation proceedings, shall without delay disclose any such circumstances to the parties unless they have already been informed of them.

48. DIFC Courts Mediation Centre

- (1) The DIFC Courts Mediation Centre, established pursuant to Article 13 of the Courts Law (the “**Mediation Centre**”), shall be available to administer Mediations conducted pursuant to this Part, to assist in the appointment of mediators, and to approve settlement agreements for the purposes of Article 30(B)(4) of the Courts Law.
- (2) Where the DIFC Court directs or suggests that parties engage in Mediation, the parties shall be free to conduct such Mediation through the Mediation Centre or through any other mediation service of

their choosing. Where the parties elect to conduct Mediation through the Mediation Centre, the operational framework and procedures established by the President pursuant to Article 13 of the Courts Law shall apply, subject to any agreement of the parties.

- (3) Nothing in this Part shall be construed as limiting the powers of the Mediation Centre as determined by the President pursuant to Article 13 of the Courts Law.

49. Conduct of Mediation

- (1) Failing agreement on the manner in which the Mediation is to be conducted, the mediator may conduct the Mediation proceedings in such a manner as the mediator considers appropriate, taking into account the circumstances of the case, any wishes that the parties may express and the need for a speedy settlement of the dispute.
- (2) In any case, in conducting the proceedings, the mediator shall seek to maintain fair treatment of the parties and, in so doing, shall take into account the circumstances of the case.
- (3) The mediator may, at any stage of the Mediation proceedings, make proposals for a settlement of the dispute.

50. Communication between mediator and parties

The mediator may meet or communicate with the parties together or with each of them separately.

51. Disclosure of information

When the mediator receives information concerning the dispute from a party, the mediator may disclose the substance of that information to any other party to the Mediation. However, when a party gives any information to the mediator, subject to a specific condition that it be kept confidential, that information shall not be disclosed to any other party to the Mediation.

52. Confidentiality

Unless otherwise agreed by the parties, all information relating to the Mediation proceedings shall be kept confidential, except where disclosure is required under the law or for the purposes of implementation or enforcement of a Settlement Agreement.

53. Admissibility of evidence in other proceedings

- (1) A party to the Mediation proceedings, the mediator and any third person, including those involved in the administration of the Mediation proceedings, shall not in arbitral, judicial or similar proceedings rely on, introduce as evidence or give testimony or evidence regarding any of the following:
- (a) an invitation by a party to engage in Mediation proceedings or the fact that a party was willing to participate in Mediation proceedings;
 - (b) views expressed or suggestions made by a party in the Mediation in respect of a possible settlement of the dispute;
 - (c) statements or admissions made by a party in the course of the Mediation proceedings;
 - (d) proposals made by the mediator;
 - (e) the fact that a party had indicated its willingness to accept a proposal for settlement made by the mediator; or
 - (f) a document prepared solely for purposes of the Mediation proceedings.
- (2) Paragraph 1 of this Article applies irrespective of the form of the information or evidence referred to therein.

- (3) The disclosure of the information referred to in paragraph 1 of this Article shall not be ordered by an Arbitral Tribunal, Court or other competent governmental authority and, if such information is offered as evidence in contravention of paragraph 1 of this Article, that evidence shall be treated as inadmissible. Nevertheless, such information may be disclosed or admitted in evidence:
- (a) to the extent required under the law;
 - (b) where all parties to the Mediation consent; or
 - (c) for the purposes of implementation or enforcement of a Settlement Agreement.
- (4) The provisions of paragraphs 1, 2 and 3 of this Article apply whether or not the arbitral, judicial or similar proceedings relate to the dispute that is or was the subject matter of the Mediation proceedings.
- (5) Subject to the limitations of paragraph 1 of this Article, evidence that is otherwise admissible in arbitral or judicial or similar proceedings does not become inadmissible as a consequence of having been used in a Mediation.

54. Termination of Mediation proceedings

The Mediation proceedings are terminated:

- (a) By the conclusion of a Settlement Agreement by the parties, on the date of the agreement;
- (b) By a declaration of the mediator, after consultation with the parties, to the effect that further efforts at Mediation are no longer justified, on the date of the declaration;
- (c) By a declaration of the parties addressed to the mediator to the effect that the Mediation proceedings are terminated, on the date of the declaration; or
- (d) By a declaration of a party to the other party or parties and the mediator, if appointed, to the effect that the Mediation proceedings are terminated, on the date of the declaration.

55. Mediator acting as arbitrator

Unless otherwise agreed by the parties, the mediator shall not act as an arbitrator in respect of a dispute that was or is the subject of the Mediation proceedings or in respect of another dispute that has arisen from the same contract or legal relationship or any related contract or legal relationship.

56. Resort to arbitral or judicial proceedings

Where the parties have agreed to mediate and have expressly undertaken not to initiate during a specified period of time or until a specified event has occurred arbitral or judicial proceedings with respect to an existing or future dispute, such an undertaking shall be given effect by the Arbitral Tribunal or the DIFC Court until the terms of the undertaking have been complied with, except to the extent necessary for a party, in its opinion, to preserve its rights. Initiation of such proceedings is not of itself to be regarded as a waiver of the agreement to mediate or as a termination of the Mediation proceedings.

57. Binding and enforceable nature of Settlement Agreements

- (1) If the parties conclude an agreement settling a dispute, that settlement agreement is binding and enforceable (“Settlement Agreement”).
- (2) A party relying on a Settlement Agreement shall supply to the DIFC Court:
 - (a) the Settlement Agreement signed by the parties;
 - (b) evidence that the Settlement Agreement resulted from Mediation, such as:
 - (i) the mediator’s signature on the Settlement Agreement;

- (a) granting relief would be contrary to the public policy of the United Arab Emirates; or
- (b) the subject matter of the dispute is not capable of settlement by Mediation under DIFC law.
- (8) If an application or a claim relating to a Settlement Agreement has been made to a Court, an Arbitral Tribunal or any other competent authority which may affect the relief being sought under this Article, the DIFC Court may, if it considers it proper, adjourn the decision and may also, on the request of a party, order the other party to give suitable security.
- (9) The DIFC Court has jurisdiction to recognise and enforce a Settlement Agreement reached as a result of a Mediation irrespective of where the Mediation was conducted and irrespective of whether or not the dispute the subject of the Mediation was a dispute falling within the jurisdiction of the DIFC Court. If the DIFC Court recognises a Settlement Agreement pursuant to this Article, it has the same powers to enforce the terms of that agreement as it would have if those terms were a judgment of the DIFC Court.
- (10) Where the DIFC Court recognises a Settlement Agreement pursuant to this Article, such Settlement Agreement shall constitute an Enforcement Writ within the meaning of Article 30(B)(4) or (5) of the Courts Law (as applicable), and the provisions of Articles 29 to 34 of the Courts Law shall apply to its enforcement accordingly.

SCHEDULE 1 - INTERPRETATION**A. Rules of interpretation**

- (1) In this Law, a reference to:
 - (a) a statutory provision includes a reference to the statutory provision as amended or re-enacted from time to time;
 - (b) a person includes any natural person, body corporate or body unincorporate, including a company, partnership, unincorporated association, government or state;
 - (c) a calendar year shall mean a year of the Gregorian calendar; and
 - (d) a reference to the masculine gender includes the feminine.
- (2) The headings in this Law shall not affect its interpretation.
- (3) Where a provision of this Law, except Article 31, leaves the parties free to determine a certain issue, such freedom includes the right of the parties to authorise a third party, including an institution, to make that determination.
- (4) Where a provision of this Law refers to the fact that the parties have agreed or that they may agree or in any other way refers to an agreement of the parties, such agreement includes any arbitration rules, including those of any institution, referred to in that agreement.
- (5) Where a provision of this Law, other than in Articles 32(a) and 39(2)(a), refers to a claim, it also applies to a counter-claim, and where it refers to a defence, it also applies to a defence to such counter-claim.

B. Calculation of periods of time

Time periods specified in this Law shall start to run on the day following the day when a notice or communication is received, unless the Arbitral Tribunal shall specifically provide otherwise. If the last day of any such period is an official holiday or a non-business day at the place where the notice or communication is received, the period shall be extended until the first business day which follows. Official holidays and non-business days occurring during the running of the period of time shall otherwise be included for the purposes of calculating the period.

C. **Defined Terms**

In this Law, unless the context indicates otherwise, the defined terms listed below shall have the corresponding meanings:

Term	Definition
Amending Law	[insert title of the law amending the Arbitration Law] DIFC Law No. [X] of 2026.
Arbitration	an arbitration for the resolution of disputes conducted pursuant to an Arbitration Agreement, as defined at Article 12 of this Law.
Arbitral Tribunal	a sole arbitrator or a panel of arbitrators.
Award	a decision of the Arbitral Tribunal on the substance of the dispute and includes any interim, partial, summary or provisional award.
Chief Justice	the Chief Justice of the DIFC Court.
Court	shall mean any competent eCourt of any State or jurisdiction, including the DIFC Court where applicable.
Courts Law	Dubai Law No. (2) of 2025, Concerning Dubai International Financial Centre Courts.
DIFC	the Dubai International Financial Centre.
DIFC Court	the eCourt of the Dubai International Finance Centre, as established by Dubai law.
DIFC Law	is law made by the Ruler (including, by way of example, the Law), as applicable in the DIFC.
Emergency Arbitrator	an individual appointed as mentioned in Article 24G.
Judge	a Judge of the DIFC Court.
Judicial Authority Law	Shall mean The Law of the Judicial Authority at Dubai International Financial Centre, Dubai Law No. 12 of 2004.
Law	the Arbitration <u>and Mediation</u> Law 202608.
Mediation	a process, whether referred to by the expression mediation, conciliation or an expression of similar import, whereby parties request a third person or persons to assist them in their attempt to reach an amicable settlement of their dispute arising out of or relating to a contractual or other legal relationship. The mediator does not have the authority to impose upon the parties a solution to the dispute.
Party	a party to an Arbitration Agreement and includes any person claiming through or under a party to the Arbitration Agreement.
Ruler	the Ruler of the Emirate of Dubai.
Seat	the juridical seat which indicates the procedural law chosen by the parties to govern their aArbitration as designated in Article 27 of this Law.
Third Party Funding Agreement	An agreement for the provision of financial support by a person (whether an individual or body corporate), other than a legal practitioner for a party, who is not a party to the legal proceedings, whereby such person provides funding or other financial assistance to the party for the purposes of conducting the proceedings in exchange for a share of any proceeds or any other economic benefit linked to the outcome of the proceedings.