Contents

	Page
Acknowledgments Foreword to Second Edition Introduction	v vii ix
1. Types of Contract	
Contracting Methods Design-bid-build Single versus multiple construction contracts Management contracting Design-build, turnkey and EPC BOT (Build Operate Transfer) Pricing Methods Lump-sum method Cost-reimbursable or cost-plus Unit price or bill of quantities Bonus schemes and currency of the price Payment Methods Payment after completion Milestone payments Progress or scheduled payment	1-02 1-03 1-04 1-07 1-08 1-12 1-15 1-16 1-18 1-20 1-22 1-23 1-24 1-25 1-26
2. Turnkey and EPC Contracts	
Advantages and Disadvantages of Turnkey and EPC Co Advantages Disadvantages Issues in Connection with Lump-Sum Turnkey or EPC	2-01 2-02 2-10
Contracts	2–13
Standard Form Design-Build, Turnkey and EPC Contract	cts 2–14
3. FIDIC Design-Build, Turnkey and EPC Contracts	
Introduction From the Orange Book to the New Yellow Book Major drafting changes Is the new Yellow Book a good idea? From the New Yellow Book to the Silver Book Major drafting changes Is the Silver Book a good idea? FIDIC Policy on Design-Build, Turnkey and EPC Conclusions	3-01 3-03 3-04 3-19 3-20 3-21 3-30 3-32 3-34

4.	The Use of the FIDIC Silver Book in the Context of a Project Financing		Comparison of the role of the employer and his representa in the Silver Book with the role of engineer in the Yellow	V
	Introduction Characteristics of a Project Financed	4–01	and Red Books Discussion of Specific Sub-clauses	7–07 7–10
	Construction Project	4-02	8. The Contractor	
	Risk Allocation Principles Specific Issues Raised in Connection with the use of the	4–10	General Comments	8-01
	Silver Book in the Context of Infrastructure Project		The tender phase	8-03
	Financings	4-13	The performance phase	8–10
	Design	4–14	Discussion of Specific Sub-clauses Key Obligations of the Contractor in the Silver Book	8–16 8–75
	Construction	4–16		0 73
	Tests on completion	4–19	9. Design	
	Taking over Tests after completion	4–20 4–21	General Comments	9-01
	Time for completion	4–23	Design standard/contractor's liability	9-02
	Price	4–26	Design timing issues	9–07 9–08
	Liquidated damages	4–29	Discussion of Specific Sub-clauses	<i>)</i> -08
	Guarantees	4–31	10. Staff and Labour	
	Limits on liability Co-ordination of construction (employer's control)	4–36 4–37	General Comments	10-01
	Payments	4–38	Provision of staff and labour	10-02
	Additional lender requirements	4-40	Superintendence	10–03 10–04
	Conclusion	4-44	Discussion of Specific Sub-clauses	10-04
5.	The Contract		11. Plant, Materials and Workmanship	44.04
	General Comments	5-01	General Comments	11–01 11–03
	Contract language	5-02	Discussion of Specific Sub-clauses	11-05
	Conflicts clause Confidentiality clause	5-03	12. Commencement, Delays and Suspension	
	Definition of design	5-04 5-05	General Comments	12-01
	Rights in the construction documents	5-06	Commencement and time for completion	12-02
	Discussion of Specific Sub-clauses	5-07	Completion delays	12–03 12–05
	General provisions	5-07	Suspension by the employer Suspension by the contractor	12-07
6.	The Employer		Discussion of Specific Sub-clauses	12-08
	General Comments	6–01	13. Tests on Completion	
	Access and possession	6-02	General Comments	13-01
	Employer assistance with permits and licences Discussion of Specific Sub-clauses	6-03	Discussion of Specific Sub-clauses	13-02
	Employer Obligations in the Silver Book	6–04 6–11	14. Employer's Taking Over	
7.	The Employer's Administration		General Comments	14-01
	General Comments	7-01	Discussion of Specific Sub-clauses	14–03
	The role of the engineer in the construction contract Turnkey and EPC contracts with an employer's	7–02	15. Defects Liability	
	representative	7–04	General Comments	15-01
	-	e one s	Duration of the defects period	15-02

19-12

19-13

20-01

20-02

20-03

	Bases for termination Procedure for termination Valuation and payment at termination Discussion of Specific Sub-clauses	20-04 20-08 20-09 20-10
21.	Risk and Responsibility	
	General Comments Employer's risks Contractor's responsibility for the care of the works Indemnification Environmental risks Intellectual and industrial property rights infringement indemnification Limitation of contractor liability Discussion of Specific Sub-clauses	21-01 21-04 21-05 21-06 21-07 21-08 21-09 21-10
22.	Insurance	
30	General Comments Property insurance Liability insurance Terms of insurance and the insurer Proof of insurance Failure to provide insurance Discussion of Specific Sub-clauses	22-01 22-04 22-08 22-11 22-12 22-13 22-14
23.	Force Majeure	
	General Comments Force majeure Discussion of Specific Sub-clauses	23-01 23-02 23-03
24.	Claims, Disputes and Arbitration	
	General Comments Procedure for claims Interim dispute resolution Final dispute resolution Discussion of Specific Sub-clauses Initial claim Supporting documentation Fully detailed claim Interim and final claim measures Employer's response Payment of contractor Formation of DAB Composition of DAB Remuneration of DAB Replacement of DAB member	24-01 24-02 24-03 24-08 24-14 24-15 24-16 24-17 24-18 24-20 24-25 24-26 24-27 24-28 24-29
	Expiration of DAB	رسك است

Termination for convenience

Discussion of Specific Sub-clauses

Suspension by the contractor

Termination by the contractor

General Comments

20. Suspension and Termination by Contractor

CONTENTS

	Composition and appointment of DAB	24-30
	Terms of appointment of DAB	24-31
	Remuneration of DAB and DAB activities	24–32
	Failure to pay remuneration	24–33
	The employer and the contractor shall meet	24-40
	Conciliation or mediation	24-41
	Adjudication	24-42
	Submission of dispute to DAB	24-48
	Decision rendered by DAB	24-49
	Effect of decision rendered by DAB	24-50
	Where one party protests decision rendered by DAB	24-51
	Effect of notice of dissatisfaction	24-52
	Eligibility for arbitration	24-60
	Proceedings before the arbitrators	24-61
25. 1	Negotiation of the Silver Book	
1	Formulating a Negotiating Strategy: The Key Characteristics	
	of the Silver Book	25-01
5	Specific Negotiating Issues	25-01
		23-03
	APPENDICES	
I	CC Model Turnkey Contract for Major Projects	A1-01
E	ENAA Model Form International Contract for Process Plant	111 01
	Construction (Turnkey Lumpsum Basis)	A2-02
т 1		
Index	4.7	1045