

CONTENTS

<i>Acknowledgements</i>	page xii
<i>Table of Cases</i>	xiv
<i>Table of Legislation</i>	xxiv
1 Introduction	1
1.1 General	1
1.2 Definition of Corporate Group	3
1.3 Definition of Network	5
1.4 Growth of Groups	6
1.5 Problems of Corporate Groups and Networks	6
1.6 Regulation	8
1.7 Compensation	12
1.8 Development of Liability Rules	15
1.9 Summary of Recommendations	18
1.10 Structure of Book	19
PART I Business Context	21
2 The Formation of Corporate Groups and Networks	23
2.1 Introduction	23
2.2 The Growth of Business	24
2.3 Business Form	34

2.4	International Dimension	51
2.5	Conclusions	62
3	Structuring of Corporate Group Relations	64
3.1	Introduction	64
3.2	Separate Legal Personality	64
3.3	Corporate Capacity	68
3.4	Limited Liability	69
3.5	Judgment-Proofing and Malpractice	79
3.6	Multinationals and Private International Law	90
3.7	Position of Tort Creditors	94
3.8	Conclusions	100
4	Insolvent Entity Case Studies	102
4.1	Introduction	102
4.2	Case Study I: Asbestos Claims	103
4.3	Case Study II: Pharmaceutical Claims	122
4.4	Case Study III: ‘The Next Catastrophe’	137
4.5	Legal Responses	144
4.6	Conclusions	146
	PART II Theory	147
5	Conceptions of Group and Network Liability	149
5.1	Introduction	149
5.2	Theorising the Group of Persons	149
5.3	Theorising the Organisation	159
5.4	Theorising the Corporate Group	167
5.5	The Network: A Brief Contrast	172

CONTENTS

ix

5.6	Entity or Enterprise Approach?	174
5.7	Conclusions	185
PART III Statute		187
6	General Protections for Creditors	189
6.1	Introduction	189
6.2	Ex ante Protections for Creditors	189
6.3	Ex post Protections for Creditors	197
6.4	Conclusions	203
7	Group-Specific Protections for Creditors	204
7.1	Introduction	204
7.2	Statutory Recognition of Groups	204
7.3	Protections in Administration and Insolvency	212
7.4	Conclusions	233
8	Statutory Torts	235
8.1	Introduction	235
8.2	Extended Liability: Products	235
8.3	Extended Liability: Polluter-Pays Legislation	254
8.4	Conclusions	266
9	Modified Limited Liability	268
9.1	Introduction	268
9.2	Existing Proposals for Reform	270
9.3	Control as the Basis for Shareholder Liability	282
9.4	Modified Limited Liability	287
9.5	Conclusions	303

	PART IV Common Law	307
10	Veil-Piercing	309
	10.1 Introduction	309
	10.2 Defining Veil-Piercing	309
	10.3 Power to Pierce the Veil	313
	10.4 Recent History of Veil-Piercing	314
	10.5 Corporate Groups	318
	10.6 Elements of a Veil-Piercing Action	324
	10.7 Grounds of Veil-Piercing	327
	10.8 US Position	339
	10.9 Deficiencies in Veil-Piercing Doctrine	342
	10.10 Alternatives to Veil-Piercing	343
11	Direct Liability in Tort	346
	11.1 Introduction	346
	11.2 Tort of Negligence	352
	11.3 Unlawful Means Conspiracy	381
	11.4 Multiple Entity Recklessness	389
	11.5 Conclusions	395
12	Vicarious and Joint Liability in Tort	396
	12.1 Introduction	396
	12.2 Vicarious Liability	396
	12.3 Non-delegable Duties	405
	12.4 Joint Liability	406
	12.5 Conclusions	412
13	Conclusions	413
	13.1 The Problem	413
	13.2 Current Law	414

CONTENTS

xi

13.3 Assumptions Underlying the Present Law	417
13.4 Proposals	420
<i>Bibliography</i>	423
<i>Index</i>	451