978-1-107-05023-5 - General Interests of Host States in International Investment Law Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

# I N D E X

Abaclat v. Argentina case, 415-16 accountability mechanisms of EIB, 342-8, 352 of multilateral lending institutions (MLIs), 343-4, 345-6, 347-8 ACIA (ASEAN Comprehensive Investment Agreement), 363-4 restrictive provisions in, 365-6, 367-9 actio popularis principle, 347-8, 350 adjudicators see arbitrators administration, EIB standards for, 344-5 AES v. Hungary case, 43-4 African Development Bank, 326-7 AIA (ASEAN Investment Agreement), 360 restrictive provisions in, 361-2, 368-9 Ambiente Ufficio v. Argentina case, 416-17 annulment processes, in WTO dispute settlement mechanism, 121-2 anti-dumping duties, 118-19, 124-5 arbitrary measures, prohibition of, 404-5 arbitration see dispute settlement arbitrators dual role in WTO and investment dispute settlement, 122 importance of role of, 175-6 investment law interpretation by, 181-3 Archer Daniels Midland Co. and Tate & Lyle Ingredients v. Mexico case, 118-19

Argentina BIT with Italy, 402-3 BIT with United States, national security provision in, 373 economic crisis of 2001, 387-8 investment disputes resulting from, 4, 8, 14–19, 44–6, 83, 415–17 and Mercosur's FDI regulation system, 387-9 ASEAN (Association of South Asian Nations), 359 Charter of, 360-1 Comprehensive Investment Agreement (ACIA), 363-4 restrictive provisions in, 365-6, 367-9 economic treaties of, 358, 359 regional investment agreements of, 357, 358-60, 361 exceptions/discretions in, 361-76 regional trade agreements, 359 Investment Agreement (AIA), 360 restrictive provisions in, 361-2, 368-9 Investment Guarantee Agreement (IGA), 359-60 member States diversity of, 357-8 special treatment for newer members, 367-8 Asian Development Bank, 326 Australia Foreign Investment Review Board in (FIRB), 134-5 FTA with ASEAN, 375

445

446

Australia (cont.)

# INDEX

proceedings against law on plain packaging of tobacco products, 116 - 17balance-of-payments provisions, in ASEAN investment agreements, 368 Barcelona Traction case (ICI), 433 behaviour, of investors, 40-1 Bilateral Investment Treaties see BITs BITs (Bilateral Investment Treaties) applicability to SWF investments, 141-4, 156 FET clauses, 146-51, 156-7 MFN and NT clauses, 145-6, 156 national security clauses, 11, 151-5, 157 regulatory discretion of host States, 144-5, 156 of Chile, 392-3 dispute settlement provisions of, 408-9, 425, 432-3 State-to-State arbitration, 435 jurisprudence, 435-40 of EU member States, 265-6, 269-70 capital transfer clauses in, 288-91, 406 compatibility with EU law, 288, 292-5, 304-5 jurisprudence on, 295-7 legality of temporary suspension of, 299 compatibility with EU law, 270-3, 275-6, 282, 284-5, 419 EU transitional regime, 300-4, 318 - 20and investment arbitration, 284 jurisprudence on, 271-3, 276-7, 279-80, 282-3 expropriation protection provisions in, 61-2, 73-4, 174, 401-3 and indigenous peoples' rights, 257-8 investment protection regime of, 3 in economic crises, 4-5, 11-13

limits to, 9-11 recalibration of, 123 requirements for, 409-14 IPR protection provisions in, 198-200, 212-13 and Doha Declaration, 204-6, 214 and TRIPS regime, 203-4, 206-7 TRIPS-plus clauses, 201-3 of Italy, 142, 143, 289-90, 291, 399-400 dispute settlement provisions in, 408–9 expropriation provisions in, 401-3 Model BIT, 418-19 promotion and admission of investments, 400-1 protection requirements, 409-14 protection standards in, 403-7 public interest regulation in, 400 national security clauses in, 151-5, 157, 373 public interest provisions in, 170-4, 185, 188, 400 see also FET clauses; MFN clauses; national treatment clauses Bogotá, Economic Agreement of (Conference of American States, 1948), 27 Brazil, and Mercosur's FDI regulation system, 383-7 Broude, Tomer, 125 Buenos Aires Protocol (Mercosur), 380 Canada BIT with China, 171 public interest provisions in Model BIT of, 174, 185 Canada - FIRA case, 114 Canfor v. United States case, 117-18 capital transfer clauses in EU BITs, 288-91,406 compatibility with EU law, 288, 292-5, 304-5 jurisprudence on, 295-7 legality of temporary suspension of. 299

Cariforum States, agreement with EU, IPR provisions in, 204–5

978-1-107-05023-5 - General Interests of Host States in International Investment Law Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

#### INDEX

Carreau, Dominique, 34-5 case law see jurisprudence **CEPAL** (Economic Commission for Latin America and the Caribbean), report on Chile, 390 Charter of Fundamental Rights of the European Union, EIB adherence to, 333 Chevron and Texaco v. Ecuador case, 435 Chile, and Mercosur's FDI regulation system, 389-94 China BIT with Canada, 171 BIT with Italy, 143 investment agreement with ASEAN, 362-3, 364 CJEU (Court of Justice of the European Union) on applicability of VCLT, 298-9 on compatibility of BITs with EU law, 271, 295-7 on EU law and arbitration, 283 on EU Treaty and international agreements, 280 jurisdiction over EIB, 348-9, 351, 352 on legitimate expectations and indirect expropriation, 67-9 CMS v. Argentina case, 14, 44-5 coherence see consistency Colonia Protocol (Mercosur), 379-80 commodity SWFs, 139-40 companies see corporations compensation for expropriation, 403 Concrete Pipe v. Construction Laborers Pension Trust for Southern California case, 69-71 Conference of American States, Economic Agreement of Bogotá (1948), 27consistency of EU investment law, horizontal, 313 - 15of jurisprudence, 88-9, 99, 110-11 of legal regime for investors, 40

447

Consortium RFCC v. Morocco case, 402 consular treaties between Italy and Switzerland, 426-7 used in investment dispute settlement, 425, 428-30 see also diplomatic protection consultations of indigenous peoples, duty of, 246-9, 255-6 Continental v. Argentina case, 16-17, 18,83 contracts, stability of, and legitimate expectations of investors, 46-7 Convention on the Protection of Foreign Property (draft, OECD), 60-1 corporate social responsibility (CSR), EIB statement on, 335, 336 corporations diplomatic protection of, 433-5 ownership of, EU law on, 277-8 see also multinational enterprises creeping nationalizations, 60-1 cultural heritage projects, 338-9 customary international law on expropriation protection, 59 - 60.71FET standard as, 32-3 on international economic relations, 93-4 and investment dispute settlement, 426

De Gucht, Karel, 321 denial of justice concept, 54 developing countries, opposition to international minimum standard of treatment, 29–30 development EU policies on, 330–2 level of, and special treatment for new ASEAN members, 367–8 projects, requirement of consultations of indigenous peoples prior to, 246–9 sustainable, 220, 362–3 EIB policies on, 335–9

448

# INDEX

development-policy loans (World Bank), 228 Diallo case (Guinea v. Zaire, ICJ), 434 diplomatic protection of corporations, 433-5 used in investment dispute settlement, 425, 426, 440 jurisprudence, 425, 426, 428-30, 438 - 9.440see also consular treaties discriminatory measures assessment of existence of. 145-6 prohibition of, 404-5 dispute settlement EU law provisions on, 283 GATT mechanism for, 108 parallel trade and investment proceedings, 116-18 WTO mechanism for, 89, 93–4, 105 Appellate Body, 108, 121-2 challenges to, 111-12 comparison with investment arbitration, 209-12 used for investment disputes, 87-8 see also investment dispute settlement Doha Declaration on the TRIPS Agreement and Public Health (2001), 204-6, 214Dolzer, Rudolf, 64 domestic law, application to international investment disputes of, 21-2 due diligence obligations of EIB, 351 jurisprudence on, 400 due process, jurisprudence on, 52-4 duties, anti-dumping, 118-19, 124-5 EC-Asbestos case, 97-8 EC-Biotech products case, 187 ECJ (European Court of Justice)

economic crises in Argentina (2001), 387-8 investment disputes resulting from, 4, 8, 14-19, 44-6, 83, 415-17 BIT foreign investment protection in, 4-5, 11-13 necessity defences in, 12-13 jurisprudence on, 13, 14-23 regulatory discretion of States in, 5-9, 14-19 see also financial crisis (2008) economic relations international, 80-1 customary international law applicable to, 93-4 economic treaties, of ASEAN, 358, 359 Ecuador v. United States case (BIT arbitration), 435 EFTA (European Free Trade Association), FTA with Singapore, 363 Egypt, BITs with Italy, 403-5, 406, 414-15 EIB (European Investment Bank), 327 CJEU jurisdiction over, 348-9, 351, 352 Complaints Mechanism Division, 342-8,352 non-economic values in policies of, 328-39, 351 enforcement of, 342-8, 352 and EU Commission's role in EIB decision making, 339-42 jurisprudence on, 350-1 as part of EU, 330, 333-4, 351 EU Commission's role in EIB decision making, 339–42, 352 and political assessment of loan activities, 352-3 El Paso v. Argentina case, 18-19 Electric Power State Company v. AES et al. case, 386 ELSI case (United States v. Italy, ICJ), 430–5 emergencies non-precluded measures in cases of, 11

see CJEU (Court of Justice of

the European Union)

978-1-107-05023-5 - General Interests of Host States in International Investment Law Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

#### INDEX

449

see also national security, threats to Enron v. Argentina case, 14-15, 109 environmental protection EIB policies on, 330, 334-9, 344-5 investment treaty provisions on, 172 TRIPS flexibilities used for, 202 World Bank policies on, 221-3 erga omnes obligations, 184 essential interests clauses, 7 establishment conventions see consular treaties Étienne Tête v. EIB case, 350 EU accession of new member States to and EU law, 274-80 and international law rules, 271-3 agreement with Cariforum States, IPR provisions in, 204-5 BITs of member States of, 265-6, 269 - 70capital transfer clauses in, 288-91, 406 compatibility with EU law, 288, 292-5, 304-5 jurisprudence on, 295-7 legality of temporary suspension of, 299 compatibility with EU law, 270-3, 275-6, 282, 284-5, 419 EU transitional regime, 300-4, 318 - 20and investment arbitration, 284 jurisprudence on, 271–3, 276-7, 279-80, 282-3 company ownership in, EU law on, 277-8 Court of Justice of see CJEU development policies of, 330-2 EIB as part of, 330, 333–4, 351 EU Commission's role in EIB decision making, 339–42, 352 and political assessment of loan activities, 352-3 European Ombudsman (EO), 342-8,352

external policies of, 313, 331, 341-2 FTAs of, IPR protection in, 205 health care and health insurance systems of, and EU law, 278-9 internal market of, 266-7 investment law of, 320-22 on capital transfers, 288 consistency of, 313-15 non-economic values in, 308-9, 315-18, 319-20 primacy over national law, 267-8, 280-2, 287-8, 309-12 public interest provisions in, 185-6 property rights in, 69 taxation in, 268-9 EU Commission v. Austria, Sweden, Finland case, 295-7 Eureko N.V. v. Slovak Republic case, 271-3, 276-7, 279-80, 281, 282-3 'Europe 2020: A Strategy for Smart, Sustainable and Inclusive Growth' (EU Commission), 315 European Convention of Human Rights, exclusions from protection against expropriation, 7 exceptions/exclusions in ASEAN regional investment agreements, 361-76 from FDI protection in economic crises, 10-13 from MFN/national treatment standard, 365-6, 405-6 to protect public interests, 7, 363-4 in TRIPS regime, 195 exhaustion of local remedies, 431-2, 439 expropriation indirect, 59-61 BIT provisions on, 174 jurisprudence on, 402 and legitimate expectations, 58 jurisprudence on, 62-5, 67-71 State practice on, 65-6, 72-3

More information

450

# INDEX

expropriation (cont.) jurisprudence on, 402-3 protections against, 124 BIT provisions on, 61-2, 73-4, 174, 257-8, 401-3 public interest exclusions, 7 363-4 external policies, of EU, 313, 331, 341-2 Fair and Equitable Treatment clauses/ standard see FET clauses/ standard fairness, procedural, 52-4 FCN treaties (Friendship, Commerce and Navigation, US), 27 used for investment dispute settlement, 425, 430-5 FDI (foreign direct investments) case law on definition of, 437 Salini test, 179, 412 in economic/financial crises. regulatory discretion of States, 5-9 and indigenous peoples' rights, 255, 256-8and IPRs, 86-7 Mercosur's regional system of regulation of, 378-9 abandonment/failure of, 380-2 and Argentina's FDI policies, 387-9 and Brazil's FDI policies, 383-7 Buenos Aires Protocol, 380 and Chile's FDI policies, 389-94 Colonia Protocol, 379-80 feasibility of new initiatives, 382-3, 395 NAFTA provisions on, 90–2 and public interests, 363 protection of in BITs, 3, 4–5, 9–13, 123, 409 against expropriation see property rights, protection of in NAFTA, 90-2, 363 in WTO jurisprudence, 114-15 restrictive index, 366-7

in services, 85-6, 113 see also GATS by SWFs, 130, 137-9, 140-1 applicability of BITs to, 141-4, 156 FET clauses, 146-51, 156-7 MFN and NT clauses, 145-6, 156 national security clauses, 151-5, 157 as threat to national security, 133, 155-6regulatory discretion of host States, 144-5, 156 State legislation on, 134-6 and trade, 80-1 FET clauses/standard (Fair and Equitable Treatment), 26–7 applicable to SWF investments, 146-51, 156-7 constitutive elements of, 35-9, 46-7 evolution of, 54-5 interpretation of, 33-5, 55, 147-9 in Italian BITs, 403-5 jurisprudence on, 36-7, 38-9, 40-1, 55-6,403-4 and legitimate expectations, 48-52 and procedural fairness and due process, 52-4 and stability of host country legal regime, 41-6 and minimum standards of treatment, 29-32 in NAFTA, 29, 31 origins of, 27-8 regulatory framework of, 39-41 FIAMM and Fedon joint cases, 67-8 financial crisis (2008) and restrictive provisions in investment agreements, 361-2 FIRA case, 114 flexibilities of TRIPS regime, 195, 201-3 and US Model BITs, 206-7 Flôres, Renato, 381

Cambridge University Press 978-1-107-05023-5 - General Interests of Host States in International Investment Law

Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

INDEX

451

foreign direct investments see FDI forex SWFs, 140 fragmentation of ASEAN economic treaties, 358 of international law, 79-80, 126 France, strategic sectors in, 132 screening of FDI in, 135 Free Trade Agreements see FTAs free transfer of capital provisions see capital transfer clauses FTAs (Free Trade Agreements) of Chile, 393-4 of EFTA, with Singapore, 363 of EU, IPR protection in, 205 investment provisions in, 115-16, 122 IPR protection provisions in, 198-200, 212-13 and Doha Declaration, 204-6, 214 and TRIPS regime, 203-4, 206 - 7TRIPS-plus clauses, 201-3 see also multilateral trade agreements; NAFTA; regional trade agreements funds transfer of see capital transfer clauses; see also SWFs (Sovereign Wealth Funds) GATS (General Agreement on Trade in Services, WTO), 113 investment provisions in, 85-6, 368-9, 370 GATT (General Agreement of Tariffs and Trade) arbitration panels, 108 history of, 107-8 and investment regulation, 82,368-9 jurisprudence of, 114 on necessity, 20 Georgia, BIT with Italy, 401 Germany, strategic sectors in, 132 screening of FDI in, 135-6 globalization, 119-20

governments see States Grand River v. United States case, 179 Greenpeace et al. v. EU Commission case, 350 Guinea, BIT with Italy, 401 Havana Charter (ITO, 1948), 27 health care and health insurance systems EU law on, 278-9 public, TRIPS flexibilities used for protection of, 202 heterogeneity, of international economic law, 126 Higgins, Rosalyn, 72 host States interests of ICSID arbitration predisposed against, 422-4 legal regimes of Argentina, 388 Brazil, 384 Chile, 390-1 stability of, 39-40, 41-6 transparency of, 40, 52 regulatory discretion of, 168, 184-5, 363, 365-7 in economic/financial crises, 5–9 and stabilization clauses, 407 to protect national security, 144-5, 156 Howse, Robert, 108 human rights, EIB concerns for, 333 ICJ (International Court of Justice) Barcelona Traction case, 433 Diallo case, 434 ELSI case, 430-5 on termination of treaties, 297-8 ICSID arbitration (International Centre for Settlement of Investment

Argentina's involvement in, 389 legitimacy crisis of, 422–4 ICSID Convention, on nationality

Disputes), 382, 409-10

issues, 412, 434–5

452

# INDEX

IFC (International Finance Corporation, World Bank group) performance standards, 253 on indigenous peoples, 242-4, 245-6, 247-9, 251, 254 IGA (Investment Guarantee Agreement, ASEAN), 359-60 ILC (International Law Commission) on fragmentation of international law, 80 on necessity defences, 12 ILO (International Labour Organization), Convention 169 on Indigenous and Tribal Peoples in Independent Countries, 242, 254 Impregilo v. Argentina case, 402-3, 404,418 Impregilo v. Pakistan case, 415 indigenous peoples, 244-6 EIB policies on, 338 IFC performance standard on, 242-4, 245-6, 247-9, 251, 254 rights of, 237-9 and FDI, 255, 256-8 landownership rights, 249-50, 254-5 and multinational enterprises, 237-8,255-6 World Bank policies on, 223-4, 239-41, 246-7, 250-2 Inspection Panel's comments on, 249-50, 252 and resettlement policies, 250-2 indirect expropriation, 59-61 BIT provisions on, 174 jurisprudence on, 402 and legitimate expectations, 58, 71 jurisprudence on, 62–5, 67–72 State practice on, 65-6, 72-3 intellectual property rights see IPRs Inter-American Court of Human Rights, on indigenous peoples' rights, 257

Inter-American Development Bank, 326 interdependency, of trade law and investment law, 118-20 International Court of Justice see ICJ International Finance Corporation see IFC International Labour Organization see ILO international law customary on economic relations, 93-4 FET standard as, 32-3 and investment dispute settlement, 426 on protection against expropriation, 59-60, 71 denial of justice concept in, 54 fragmentation of, 79-80, 126 peremptory norms of, 184 treaty interpretations rules of, 108 - 10on termination of treaties, 271-3, 297-8 International Law Commission see ILC international organizations, and integration public interests in investment law, 166-7 international trade between affiliates of multinational enterprises, 119-20 and FDI, 80–1 liberalization of, investment treaty provisions on, 115-16 International Trade Organization see ITO investment dispute settlement, 105-6 BIT provisions on, 408-9, 425, 432-3 in Brazil, 385-6 consular treaties used for, 425, 428 - 30FCN treaties used for, 425, 430-5 ICSID arbitration, 382, 409-10 Argentina's involvement in, 389 legitimacy crisis of, 422-4

978-1-107-05023-5 - General Interests of Host States in International Investment Law Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

#### INDEX

453

for intra-EU investments, 284 investor-State arbitration, 87-8, 105-6 flaws of, 78, 108-10, 422-4 mass claims, 415-17 NGO/third party participation in, 169, 175 parallel trade and investment proceedings, 116-18 State-to-State arbitration, 105, 425, 435 trade law used for, 19-23, 83, 99 transparency of proceedings, 175 and WTO dispute settlement mechanism, comparison, 209–12 WTO dispute settlement mechanism used for, 87-8 see also jurisprudence Investment Guarantee Agreement see IGA investment law dispute settlement in, 105-6 of EU, 320-22 on capital transfers, 288 consistency of, 313-15 non-economic values in, 308-9, 315-18, 319-20 primacy over national law, 267-8, 280-2, 287-8, 309-12 public interest provisions in, 185-6 history/development of, 77-9, 165-6 interpretation of, by arbitrators, 181-3 IPR protection in, 194, 196-8 public interests integrated in, 183, 189, 375 in ASEAN investment agreements, 370 in BITs, 170-4, 185, 188 in EU law, 185-6 international organizations active in, 166-7 jurisprudence on, 174-83, 184, 187, 370-1, 372-3

multilateral rules on, 186-8 and multinational enterprises, 167-8 regulatory discretion of States, 168, 184-5, 363, 365-7 and trade law, 76, 81-4, 86-7 convergence between, 113-22, 124, 125 - 8differences, 104-5, 106-7, 112-13, 123-5 evolution of, 104 future developments, 123-7 investment loans, of World Bank, 227-8 investments see FDI investor-State arbitration, 87-8, 105-6 flaws of, 78, 108-10, 422-4 investors behaviour of, 40-1 consistency and transparency of legal regime for, 40, 52 definitions of, 142, 143 investment arbitration bias towards, 78, 108–10, 422–4 Italian, dispute with Switzerland, 427-8 settlement of, 428-30, 440 legitimate expectations of and indirect expropriation, 58, 71 jurisprudence on, 48-52, 62-5, 67-72 and stability of contractual undertakings, 46-7 State practice on, 65-6, 72-3 nationality of, 412 jurisprudence on, 413-15 stability of legal regime for, 39-40, 41-6 IPRs (intellectual property rights) protection, 86-7, 114, 212 in BITs/FTAs, 198-200, 212-13 and Doha Declaration, 204-6, 214 and TRIPS regime, 203-4, 206-7 TRIPS-plus clauses, 201-3 in EU Cariforum agreement, 204-5

# 454

# INDEX

IPRs (intellectual property rights) protection (cont.) in EU FTAs, 205 in investment law, 194, 196-8 jurisprudence on, 207-9 multilateral approaches to, 213-14 in trade law, 194-6 Italv BITs of, 142, 143, 289-90, 291, 399 - 400dispute settlement provisions in, 408-9, 415-17 expropriation provisions in, 401-3 Model BIT, 418-19 promotion and admission of investments, 400-1 protection requirements, 409-14 protection standards, 403-7, 417 - 18public interests regulation in, 400 consular treaty with Switzerland, 426-7 dispute with Switzerland over secondary residences, 427-8 settlement of, 428-30, 440 mass claims against Argentina by citizens from, 415-17 strategic sectors in, 132–3 screening of FDI in, 136 Italy v. Cuba case (BIT arbitration), 437-41 ITO (International Trade Organization), 27 joint ventures, and ratione personae

requirement, 415 Jordan, BIT with Italy, 407 Juillard, P., 34–5 jurisdiction of BIT arbitration tribunals, 9–10 of CJEU over EIB, 348–9, 351, 352 jurisprudence on Argentina economic crisis (2001), 4, 8, 14–19, 44–6, 83, 415–17 consistency in, 88–9, 99, 110–11 on diplomatic protection in investment disputes, 425, 426, 428-30, 438-9, 440 on discriminatory and arbitrary measures, 404-5 on due diligence, 400 on EIB lending policies, 350-1 on EU law and arbitration proceedings, 283 and BIT capital transfer clauses, 295-7 and intra-EU BITs, 271-3, 276-7, 279-80, 282-3 and VCLT, 298-9 on expropriation/indirect expropriation, 402-3 and legitimate expectations, 62-5,67-72 on FDI definition, 437 Salini test, 179, 412 on FET standard, 36-7, 38-9, 40-1, 55-6,403-4 and legitimate expectations, 48-52 and procedural fairness and due process, 52-4 and stability of host country legal regime, 41-6 on IPR protection, 207-9 on MFN clauses, 417-18 of national courts, Brazilian, 386 on national treatment standard, 94-9,114 on nationality issues, 413-15, 433, 439 - 40on necessity defences in economic crises, 13, 14-23 on public interest provisions, 174-84, 187, 370-1, 372-3 on ratione materiae requirement, 410-12 on ratione personae requirement, 415 on regulatory discretion of host States, 8, 14-19 of State-to-State arbitration, 435-41

978-1-107-05023-5 - General Interests of Host States in International Investment Law Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

#### INDEX

455

trade law and investment law cross-fertilization, 120-2 on umbrella clauses, 407 of WTO investment arbitration influenced bv, 127 on investment protection issues, 17, 97-8, 114-15, 370-1, 372-3 justice, denial of, 54 Korea, investment agreement with ASEAN, 364, 366 labour, protection of, investment treaty provisions on, 172-3 landownership rights of indigenous peoples, and development activities, 249-50, 254-5 Lebanon, BIT with Italy, 400 legal norms of investment law and trade law, 125-6 peremptory, of international law, 184 legal regimes/systems, 88-9 of host countries Argentina, 388 Brazil, 384 Chile, 390-1 stability of, 39-40, 41-6 transparency of, 40, 52 on legitimate expectations and indirect expropriation, 67, 72-3 legal transplants, 89-90 legitimate expectations of investors and indirect expropriation, 58, 71 jurisprudence on, 62–5, 67–72 State practice on, 65–6, 72–3 jurisprudence on, 48-52 and stability of contractual undertakings, 46-7 Lemire v. Ukraine case, 53 less favourable treatment, definitions of, 405 LG&E v. Argentina case, 16

liability, non-contractual, 69 limits of BITs' protection regimes, 9-11 of World Bank Inspection Panel mandate, 227–31, 233 local remedies, exhaustion of, 431-2,439 Lucchetti v. Peru case, 435 Maduro, Miguel Poiares, 297 Maffezini v. Spain case, 417 maladministration, EIB on, 344-5 mass claims, in investment dispute settlement, 415-17 Max Plant case, 283 Mercosur's FDI regulation system, 378–9 abandonment/failure of, 380-2 and Argentina's FDI policies, 387-9 and Brazil's FDI policies, 383-7 Buenos Aires Protocol, 380 and Chile's FDI policies, 389-94 Colonia Protocol, 379-80 feasibility of new initiatives, 382-3, 395 Metalclad v. Mexico case, 40, 198-9 Methanex v. United States case, 98-9 MFN standard/clauses (Most Favoured Nation), 417 applicability to SWF investments, 145-6, 156

see also national treatment standard/ clauses MIGA Convention (Multilateral Investment Guarantee Agency),

FET standard in, 28–9 Millennium Development Goals (MDGs), 332

in Italian BITs, 405-6, 417-18

minimum standards of treatment and FET standard, 29–32 *see also* MFN standard; national

treatment standard

MLIs see multilateral lending institutions

456

# INDEX

Mongolia, BIT with Italy, 289-90 MTD v. Chile case, 41 multilateral investment treaties, possibilities for, 186-8, 213 multilateral lending institutions (MLIs) accountability mechanisms of, 343-4, 345-6, 347-8 non-economic values in lending policies of, 325 multilateral trade agreements, 86-7 see also regional trade agreements multinational enterprises and indigenous peoples' rights, 237-8,255-6 non-economic values in operations of, 167-8 trade between affiliates of, 119-20 NAFTA (North American Free Trade Agreement) FET standard in, 29, 31 investment protection in, 90-2 and public interests, 363 jurisprudence on national treatment standard, 94-9 liberalization commitments in, 91 national courts, dealing with investment disputes, 21-2, 386 national security investment treaty provisions on in ASEAN investment agreements, 373-5 in BITs, 11, 151–5, 157, 373 threats to, 131-2, 157 and regulatory discretion of host States, 11, 144-5, 156 State legislation on, 134-6 by SWF investments, 133, 155-6 national treatment (NT) standard/ clauses, 92-3 applicability to SWF investments, 145-6, 156 exclusions from, 365–6 in Italian BITs, 405-6 jurisprudence on, 94-9, 114 see also MFN standard/clauses

nationality of investors, 412 jurisprudence on, 413-15, 433 of shareholders, 433-5, 439-40 nationalizations, creeping, 60-1 necessity defences in economic crises, 12-13 jurisprudence on, 13, 14-23 New Zealand, FTA with ASEAN, 375 NGO participation in investment arbitration, 175 and actio popularis principle, 347-8,350 Nicaragua, BIT with Italy, 407-8 non-contractual liability, 69 non-contribution to necessity principle, interpretations of, 18-19 non-economic values in investment law, 375 in EIB policies, 328-39, 351 enforcement of, 342-8, 352 and EU Commission's role in EIB decision making, 339-42 jurisprudence on, 350-1 in EU law/policies, 308-9, 315-18, 319-20 in MLI lending policies, 325 and multinational enterprises, 167-8 in World Bank policies and procedures, 219-21, 252-3, 325-6 and Inspection Panel, 229-30, 232-4, 241, 326 see also public interests non-precluded measures see regulatory discretion of host States non-relaxation clauses, 170 non-self-judging clauses, 153-5 non-trade values see non-economic values norms see legal norms obligations

to consult indigenous peoples, 246–9, 255–6

978-1-107-05023-5 - General Interests of Host States in International Investment Law Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

due diligence, 351 jurisprudence on, 400 erga omnes, 184 ombudsman mechanism of EU, 342-8, 352 of World Bank, 242-4, 254 Ortino, Federico, xii Paraguay, BIT with Italy, 291 Parkerings v. Lithuania case, 42-3 patent protection, 213-14 peremptory norms of international law, 184 Perfetti, Alessandro, xii Peru, BIT with Italy, 403, 407 Peru v. Chile case (BIT arbitration), 435 Philip Morris v. Australia case, 116–17 Pistoia, Emanuela, xiii Plain Tobacco Packaging case, 208–9 political assessments, in EIB loan activities, 352-3 political goals, of SWFs, 140, 155-6 politicization, in international economic law, 126-7 Pope & Talbot v. Canada case, 120 procedural fairness, 52-4 prohibition, of discriminatory and arbitrary measures, xv, 404-5 property rights in EU, 69 protection of, 59-60, 124 BIT provisions on, 61-2, 73-4, 174, 257-8, 401-3 public interest exclusions, 7,363-4 see also expropriation; IPRs proportionality tests, applied to legitimate expectations concept, 64-5 protection diplomatic, in investment dispute settlement, 425, 426, 428-30, 438-9,440 environmental EIB policies on, 330, 334-9, 344-5

#### INDEX

457

investment treaty provisions on, 172 TRIPS flexibilities used for, 202 World Bank policies on, 221-3 of FDI in BITs, 3, 4–5, 9–13, 123,409 against expropriation see property rights, protection of and host State interests, xv in NAFTA, 90-2, 363 WTO jurisprudence on, 17, 97-8, 114-15, 370-1, 372-3 of IPRs, 86-7, 114, 212 in BITs/FTAs, 198-200, 212-13 and Doha Declaration, 204-6, 214and TRIPS regime, 203-4, 206 - 7TRIPS-plus clauses, 201-3 in EU Cariforum agreement, 204-5 in EU FTAs, 205 in investment law, 194 jurisprudence on, 207-9 multilateral approaches to, 213-14 in trade law, 194-6 of labour, investment treaty provisions on, 172-3 of national security, and regulatory discretion of host States, 11, 144-5, 156 of property rights, 59-60, 124 BIT provisions on, 61-2, 73-4, 174, 257-8, 401-3 public interest exclusions, 7,363-4 of public health, TRIPS flexibilities used for, 202 of public interests, exclusion of expropriation for, 7, 363-4 standards of, in Italian BITs, 403-7 PTIAs (Preferential Trade and Investment Agreements), 81 public health protection, TRIPS flexibilities used for, 202

Cambridge University Press 978-1-107-05023-5 - General Interests of Host States in International Investment Law

Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

458

# INDEX

public interests, 169 exclusion of expropriation protection for, 7, 363-4 integration into investment law of, 183, 189, 375 in ASEAN investment agreements, 370 in BITs, 170-4, 185, 188, 400 in EU law, 185-6 international organizations active in, 166–7 jurisprudence on, 174-84, 187, 370-1, 372-3 multilateral rules on, 186-8 and multinational enterprises, 167-8 regulatory discretion of States, 168, 184-5, 363, 365-7 see also non-economic values in investment law regulation in Italian BITs, 400 public order exception, 370 public security see national security

Racke v. Hauptzollamt Mainz case, 298-9 ratione materiae requirement, 409-12 ratione personae requirement, 412-15 rebus sic stanibus principle, 298-9 Recanati, Matilde, xiii regional investment agreements of ASEAN, 357, 358-60, 361 exceptions/discretions in, 361-76 regional trade agreements, xv, 86-7, 111 - 12of ASEAN, 359 trade liberalization issues in, 115-16 see also multilateral trade agreements regulatory discretion of host States in economic/financial crises, xv, 5-9, 14-19 to integrate public interests in investment law, 168, 184-5, 363, 365-7

to protect national security, 11, 144-5, 156 and stabilization clauses, 407 regulatory takings, 62 resettlement EIB policies on, 338 World Bank policies on, 223, 250 - 2rights human, EIB concerns for, 333 of indigenous peoples, 237-9 and FDI, 255, 256-8 to land, 249-50, 254-5 see also IPRs; property rights rule of law, international, 88-9 Russia BIT with Switzerland, 143 strategic sectors in, 132 Sacerdoti, Giorgio, xiii SAIPEM v. Bangladesh case, 411-12 Salini v. Jordan case, 407, 417 test for definition of FDI, 179, 412 Salini v. Morocco case, 410-11 Saluka v. Czech Republic case, 50–2 Santiago Principles on Sovereign Wealth Funds, 149–51 Saudi Arabia, BIT with Switzerland, 142-3 Schreuer, Christoph, 37-8, 64, 78-9 S.D. Myers v. Canada case, 94-7 security see national security self-judging clauses, 153-5 Sempra v. Argentina case, 14-15 services regulation of investments in, 85-6,113 trade in see GATS shareholders, nationality of, 433-5, 439 - 40Siag and Vecchi v. Egypt case, 403-5, 414-15 Singapore, FTA with EFTA, 363 social well-being, EIB policies on, 335-9

# INDEX

Soufrakiv. United Arab Emirates case, 413 stability of contractual undertakings, 46-7 of host State legal regimes, 39-40, 41-6 stabilization clauses, in Italian BITs, 407 State-to-State dispute settlement, 105, 425, 435 jurisprudence, 435-41 'Statement on Corporate Social Responsibility' (CSR, 2005, EIB), 335, 336 'Statement of Environmental and Social Principles and Standards' (ESPS Statement, 2009, EIB), 330, 334-6, 337-9 'Statement of the European Union and the United States on Shared Principles for International Investment' (2012), 317 States expropriation measures by, 62 legislation by, to counter threats to national security by SWF investments, 134-6 margin of appreciation of, 181-2 practices on legitimate expectations, 65-6,72-3 regulatory discretion of in economic/financial crises, xv, 5–9 to integrate public interests in investment law, 168, 184-5, 363, 365-7 see also host States strategic sectors, 132-3 screening of FDI in, 136 subsidies, regulation of, 125 sustainable development, 220, 362-3 EIB policies on, 335–9 SWFs (Sovereign Wealth Funds), 139 commodity, 139-40

FDI by, 130, 137-9, 140-1 applicability of BITs to, 141-4, 156 FET clauses, 146-51, 156-7 MFN and NT clauses, 145-6, 156 national security clauses, 151-5, 157 as threat to national security, 133, 155-6 regulatory discretion of host States, 144-5, 156 State legislation on, 134-6 forex, 140 political goals of, 140, 155-6 Santiago Principles on, 149-51 Switzerland BIT with Russia, 143 BIT with Saudi Arabia, 142-3 consular treaty with Italy, 426-7 dispute with Italy over secondary residences, 427-8 settlement of, 428-30, 440 taxation, in EU, 268-9 Tecmed v. Mexico case, 38, 40-1, 62 - 5Thunderbird v. Mexico case, 48–50 Total v. Argentina case, 46, 52 Toto Costruzioni v. Lebanon case, 400,404 TPP (Trans Pacific Partnership), 369 trade see international trade trade law history of, 77-9, 107-8 and investment law, 76, 81-4, 86-7

459

and investment law, 76, 81–4, 86–7 convergence between, 113–22, 124, 125–8 differences, 104–5, 106–7, 112–13, 123–5 evolution of, 104 future developments, 123–7 investment provisions in, 113–14 IPR protection in, 194–6 used for settlement of investment

sed for settlement of investme disputes, 19–23, 83, 99

460

# INDEX

transparency of host State legal regimes, 40, 52 of investment arbitration proceedings, 175 transplants, legal, 89-90 treaty interpretations rules of international law, 108-10 on termination of treaties. 271-3.297-8 see also Vienna Convention on the Law of Treaties Trendtex v. Central Bank of Nigeria case, 89 **TRIMS Agreement (Trade Related** Investment Measures, WTO), 84-5, 113-14, 213 Trinh, Hai Yen, xiii **TRIPS** Agreement (Trade Related Aspects of Intellectual Property Rights, WTO), 86-7, 114, 194 - 6BIT/FTA referrals to, 203-4, 206-7 Doha Declaration (2001), 204-6, 214 flexibilities, 195, 201-3 and US Model BITs, 206-7 umbrella clauses, in Italian BITs, 406-7 United Arab Emirates BIT with Italy, 142 BIT with United Kingdom, 142 United Kingdom, BIT with United Arab Emirates, 142 United States BIT with Argentina arbitration dispute settlements, 14-19 national security provision in, 373 Committee on Foreign Investments in (CFIUS), 134 FCN treaties by, 27 used for investment dispute settlement, 425, 430-5 jurisprudence on legitimate expectations and indirect expropriation, 69–71 Model BIT 2004

due process/denial of justice in, 53-4 exclusions of expropriation protection in, 7 non-precluded measures in, 11 and TRIPS flexibilities, 206 - 7Model BIT 2012 on legitimate expectations, 65-6 public interest provisions in, 170, 171-3, 174, 185 and TRIPS flexibilities, 206–7 US-Gasoline case, 97 Valenti, Mara, xiv Vienna Convention on the Law of Treaties (VCLT) applicability in EU, 298-9 on rebus sic stanibus principle, 299 and termination of treaties, 271-3, 297-8 Vietnam, exclusions from national treatment listed by, 365-6 Wälde, T., 48 Weiss, Friedl, xiv Wimbledon case (United Kingdom v. Japan, PCIJ), 89 World Bank Compliance Advisor/Ombudsman (CAO), 242-4, 254 IFC (International Finance Corporation) performance standards, 253 on indigenous peoples, 242-4, 245-6, 247-9, 251, 254 Inspection Panel, 224-6 emergence of, 218-19, 326 on indigenous peoples' rights, 249-50, 252 lack of independence of, 231-2 limitations of mandate of, 227-31, 233 procedures, 226-7 and respect for non-economic values, 229-30, 232-4, 241

978-1-107-05023-5 - General Interests of Host States in International Investment Law Edited by Giorgio Sacerdoti with Pia Acconci, Mara Valenti, Anna De Luca Index More information

INDEX

461

loans development-policy loans, 228 investment loans, 227–8 policies, 224 Environmental Assessment Policy, 221–3 Indigenous Peoples Policy, 223–4, 239–41, 246–7, 250–2 Involuntary Resettlement Policy, 223, 250–2 non-economic values in, 219–21, 252–3, 325–6 WTO (World Trade Organization) dispute settlement mechanism, 89, 93–4, 105 Appellate Body, 108, 121–2 challenges to, 111–12 comparison with investment arbitration, 209–12 used for investment disputes, 87–8 jurisprudence investment arbitration influenced by, 127 on investment protection issues, 17, 97–8, 114–15, 370–1, 372–3 law investment arbitration panels relying on, 19–23, 83, 99 investment law influenced by, 125