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ASSEMBLY - 1st session Agenda item 9

ADOPTION OF INTERNAL REGULATIONS

Proposal by Sweden

Regulation 6 bis

- 1. The Director shall promptly indemnify the shipowner for any amount falling within the limits of the indemnification liability which the shipowner has paid to fulfil a judgement in accordance with Article X of the Liability Convention.
- 2. The Director may, in cases other than those referred to in Regulation 6 bis.1, without prior approval of the Assembly, indemnify the shipowner [up to an aggregate amount not exceeding 10 million francs] for any amount falling within the limits of the indemnification liability which the shipowner has paid in compensation for pollution damage, if the shipowner shows that he was liable for such damage under the Liability Convention.
- 3. The Director may agree to submit to binding arbitration the question whether and to what extent the Fund is under an obligation to indemnify the shipowner. Any amount for which it is established by such arbitration that the Fund is under the aforementioned obligation shall be promptly satisfied by the Director.
- 4. Regulations 6.5-6.7 shall apply, <u>mutatis mutandis</u>, to questions relating to indemnification liability.