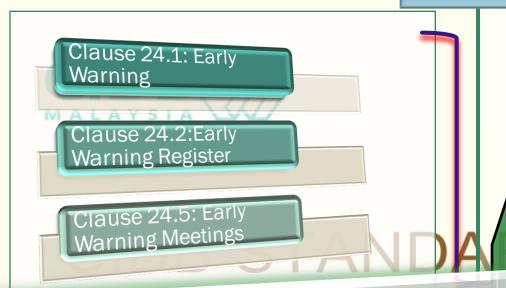
CFOC 2022 CLAUSE

EARLY WARNING



Early Warning System

- ✓ Encouraging parties to co-operate
 - A warning of something that may occur/may not happen at To ensure that matters are dealt with before they cause
 - EWS is separated from the compensation event process. EWS not a precursor, but a process to provide an active
 - platform to deal with conflicts and possible early conflict
 - management/settlement.

Early Warning:

a) increase the Contract Sum/ Contractor's total cost.

- (b) delay the Time for Completion,
- (c) delay meeting a key date or milestone
 - (d) impair the performance

Notified by: CONTRACTOR

> **EARLY** WARNING - REGISTRY

- MEETING

Managed by

Notified by: SO

Parties shall co-operate, in managing the Early Warning Matters, as provided by *Clause 24. 6*

CFOC 2022 CLAUSE



Clause 31: Compensation Events

Clause 32: Compensation Events Procedure

COMPENSATION EVENT

COMPENSATION EVENT

SO instructs Contractor to submit quote

Contractor: **RE-SUBMIT** REVISED QUOTE

SO assess

quote:

ACCEPT

SO

assess

quote:

REJECT

Compensation Events: Key takeaways:

If a delay occurs due to the occurrence of a compensation event, the Contractor may be entitled to a change in prices, benchmark dates, and

Compensation events are effectively defined circumstances over which the contractor normally has little control, and which are essentially listed

in clause 31.

Contractor: DISPUTE

CFOC 2022 CLAUSE

SETTLEMENT OF DISPUTES



Clause 47 SETTLEMENT OF DISPUTES: Key takeaways:

- ✓ CFOC 2022 encourages early settlement of disputes, to minimize delay and disruption to the project.
- ✓ Mediation and Dispute Resolution Board are meant to serve this purpose. ✓ Tribunal of Competent Jurisdiction gives
 - the parties options to finalize the dispute.

