### **BRUUN&HJEJLE**

6 OCTOBER 2023

Common standards of contractors and technical advisors liability

Nordic law



## The Nordic approach – standard form contracts



## Sweden

■ Allmänna bestämmelser (ABS 18)

## Norway

■ Norsk Standard (NS) (www. standard.no)

### Denmark

■ Almindelige betingelser (<u>www.voldgift.dk</u>), also UK

Fundamentals of the Danish AB system



STRENGT FORTROLIGT

## The basics on liability (re DK)

## **Technical advisor (re ABR 18)**



## **Contractor (re AB18)**



- Liability for negligence full loss suffered
- All parts of the services under the Contract
- Design, schedule inspection, approval, recommendation etc.

## And further liability for...

- Financial overruns?
- Forgotten services penalty
- Loss for lost competitive advantage

## And less liability if..

- Only direct loss
- Pro rata liability
- Secondary liability re defects
- Limited re insurance coverage
- 5 years after hand over

## ■ Contractual obligation – liability without negligence

- Defects and delay
- Full loss suffered

## And further liability for...

- Delay penalties
- Advice on design etc.

## And less strict liability ...

- Only direct loss
- Further consequences of defects
- Product liability
- 5 years after hand over

**BRUUN & HJEJLE** 

... and in reality it can be complicated – when the contractor is also the consultant...

#### Phase 1 - the contractor is advisor

Phase 2 – The contractor is DB contractor

- Framework agreement EM CO AR EN
- · CO as advisor
- CO AR EN to develop the full design for the EM to approve
- Full design is basis for DB Contract if accepted by EM

- CO novates the contracts with AR and EN
- CO as design/build contractor
- What er the conditions for CO liability in Phase 2?
- No wording?
- "CO takes over all liability for AR design" as if he was AR or with a different standard?
- Did EM accept design as is?

# **BRUUN & HJEJLE**

ADVOKATPARTNERSELSKAB NØRREGADE 21 1165 KØBENHAVN

WWW.BRUUNHJEJLE.DK +45 33 34 50 00