

OCK Phnom Penh settles dispute against Nokia unit

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OCK said the arbitration proceedings at China International Economic and Trade Arbitration Commission (CIETAC) in Shanghai against Nokia Shanghai Bell Co., Ltd and branch of Alcatel-Lucent Shanghai Bell Co., Ltd over the breach of the subcontract Agreement signed in April 2014 “has been concluded and the matter has been duly settled”.

KUALA LUMPUR: [OCK Group Bhd](#)  's Cambodian unit's suit against Nokia Shanghai Bell Co., Ltd and branch of Alcatel-Lucent Shanghai Bell Co., Ltd over the breach of the subcontract agreement signed in April 2014 has been concluded.

OCK said in a statement to Bursa Malaysia on Monday the arbitration proceedings at China International Economic and Trade Arbitration Commission (CIETAC) in Shanghai “has been concluded and the matter has been duly settled”.

To recap, OCK said on Nov 19,2018 that it had filed an application for arbitration to the CIETAC in Shanghai, China against Nokia Shanghai Bell.

In April 2014, OCK Phnom Penh had inked a deal with the respondents to provide materials or services in relation to Greater Mekong Telecommunication Backbone Network Project in Cambodia.

The total agreement price was about US\$6.30mil which the respondents would have to pay to OCK Phnom Penh.

However, the parties adjusted the quantities of the works and subsequently entered into a GMTBNP project contract extension proposal in March 2016. The final agreement price was adjusted to US\$3.68mil.

It said US\$1.80mil was the variable quantities for the actual works done has been incurred by OCK Phnom Penh which was according to the respondents' on-site instructions and other related written instructions. Hence, the total sum due should have been US\$5.48mil.

As of Nov 19,2018, the respondents had only paid US\$2.56mil and failed to pay the outstanding progressive payment of US\$1.128mil and the variance amount of US\$1.80mil to OCK Phnom Penh.

TAGS / KEYWORDS:

OCK Group , Nokia Shanghai Bell , Alcatel-Lucent Shanghai Bell , Breach , Subcontract