

IN THE SUPREME COURT OF THE REPUBLIC OF SINGAPORE
REGISTRAR'S CIRCULAR NO. 1 OF 2018
ISSUANCE OF THE ADMIRALTY COURT GUIDE

Admiralty law and practice is a specialised regime with a rich and distinguished history in Singapore. The Admiralty Court Guide (the “**ADM Guide**”) sets out key case management features and the specialist practices developed in relation to the exercise of admiralty jurisdiction in Singapore.

2. The ADM Guide supplements Order 70 of the Rules of Court (Cap 322, R5, 2014 Ed) and any Supreme Court Practice Directions that may be issued thereunder. In the event of any conflict, the Rules of Court and the Supreme Court Practice Directions will take precedence. The ADM Guide (enclosed in **Schedule I** herein) applies to all cases under the Admiralty docket of the Supreme Court with immediate effect.

Dated this 12th day of January 2018.



VINCENT HOONG
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ADMIRALTY COURT GUIDE



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I – V

COMMENCEMENT AND ARREST WARRANT



*Photograph courtesy of the Maritime and Port Authority of Singapore.

Admiralty Court Guide

I. INTRODUCTION

1. This guide applies to all cases under the Admiralty docket of the Supreme Court. This guide supplements Order 70 of the Rules of Court (Cap 322, R5, 2014 Ed) (“**Rules of Court**”) and any Supreme Court Practice Directions that may be issued thereunder. In the event of any conflict, the Rules of Court and the Supreme Court Practice Directions will take precedence.

II. ISSUE OF WRIT

2. Admiralty actions are begun by writ and can be *in personam* or *in rem*. Counsel should comply with the forms provided in the Rules of Court for the different types of Admiralty actions.¹

III. ISSUE OF WARRANT OF ARREST

3. Any party in an action *in rem* may, at the same time when filing an *in rem* writ or at any time after the issue of the writ, apply for the issue a warrant of arrest against the property in respect of which the action or any counterclaim in the action is brought.²

A. Considerations Prior to Seeking a Warrant of Arrest

4. Prior to arresting a vessel, the party seeking a warrant of arrest (the “**Arresting Party**”) should consider whether it is viable to do so. The Arresting Party should consider the following contingencies.
5. Where the vessel is loaded with cargo, the Arresting Party should consider whether there are potential issues with the discharge of the cargo. In the event that the vessel is not released within a short period of time after arrest, any cargo onboard the vessel may need to be discharged at potentially significant costs. The Arresting Party should consider the necessity and costs of such discharge.
6. Where there is an order for the sale of the vessel without the cargo and the cargo owners later abandon the cargo, the Sheriff may need to discharge the cargo and dispose of it. Though the costs of discharging may be ordered to rank as Sheriff’s expenses, the Arresting Party is answerable at first instance to the Sheriff for the costs of discharging and disposing of the cargo in these circumstances. The Arresting Party should consider the timing and costs of such discharge.

¹ Order 70 rule 2(1), 2(2) of the Rules of Court

² Order 70 rule 4 of the Rules of Court

7. Prior to effecting the arrest, the Arresting Party may wish to take into account the cargo operation of the vessel to consider whether it would be practicable to allow the vessel to discharge its cargo first.
8. The Arresting Party should also consider whether the value of the vessel is sufficient to cover the costs of the arrest and/or the discharge of the cargo. In the event that the sale proceeds are insufficient to satisfy these costs, the Sheriff may call upon the Arresting Party's solicitor's undertaking to satisfy these costs. This may be especially pertinent where the vessel's port dues may be substantial and/or where the cost of engaging security services is significant in the scenario of a lengthy arrest.
9. Solicitors are reminded that the undertaking to be given to the Sheriff is not to be taken lightly. For example, a vessel may accrue a large amount of port dues during the arrest, upon the sale of the vessel, the outstanding port dues will rank as Sheriff's expenses and may exceed the value of the vessel³. In such a situation, the Sheriff will look to the Arresting Party to pay any outstanding port dues that cannot be recovered from the sale proceeds. If necessary, the Sheriff will call on the undertaking given by the Arresting Party's solicitors.

B. Documents to be filed prior to attending before Registrar

10. An Admiralty writ *in rem* may be filed prior to or together with the application for a warrant of arrest. The writ will be issued before the application for the warrant of arrest is processed to ensure that the Admiralty suit number can be allocated and reflected on the request for a warrant of arrest, the affidavit leading to arrest, and the undertaking to the Sheriff.
11. The Arresting Party must file the following documents together:
 - (1) A request for a warrant of arrest;
 - (2) An affidavit leading to arrest⁴; and
 - (3) An undertaking by the Arresting Party's solicitors⁵.
12. Where the action is for the possession of a vessel or for wages and the vessel to be arrested is a foreign ship registered to a port of a state which has a consulate in Singapore, solicitors are reminded that notice should be given to the consul once the writ has been issued, failing which a warrant of arrest will not be issued against the vessel unless the Court grants leave otherwise⁶.

³ In contrast, where however the vessel is released, the outstanding port dues will ordinarily be borne by the owner of the vessel.

⁴ Order 70 rule 4(3) of the Rules of Court

⁵ Order 70 rule 9(3) of the Rules of Court; Paragraph 124(2), 125 of the Supreme Court Practice Directions

⁶ Order 70 rule 4(4) of the Rules of Court

13. The affidavit leading to arrest must set out all the particulars required under the Rules of Court⁷. Solicitors are reminded that where the action is for the possession of a vessel or for wages and the vessel to be arrested is a foreign ship registered to a port of a state which has a consulate in Singapore, the affidavit should exhibit a copy of the notice to consul.

C. Attendance before Registrar

14. The Arresting Party must procure a search of the record of caveats to ascertain if any caveats against arrest have been lodged against the property to be arrested⁸. The caveat search should be conducted no more than 15 minutes before the hearing of the application for the warrant of arrest⁹. Solicitors may choose to have their clerks conduct the caveat search just prior to their attendance before the Registrar and have the search result faxed to the Sheriff's office at 6337 9450. The Registrar will be notified once the search results have been received from the solicitors' office.
15. The existence of a caveat against arrest does not necessarily prevent a warrant of arrest being issued¹⁰. It is for the Arresting Party to explain to the court why the warrant for arrest should be issued notwithstanding the caveat against arrest.
16. The Arresting Party must attend before the Registrar and satisfy him that he should exercise his discretion to grant the warrant of arrest. The following particulars should be highlighted to the Registrar:
- (1) The nature of the claim or counterclaim;
 - (2) What is the property which is to be arrested;
 - (3) Which limb of the Section 3(1) of the High Court (Admiralty Jurisdiction) Act ("HCAJA") does the claim fall under; and
 - (4) The mode by which the Court's admiralty jurisdiction is invoked under Section 4 of the HCAJA.
17. Solicitors have a duty to ensure that full and frank disclosure of all material facts has been made to the Registrar regarding the circumstances leading to the arrest and any obvious defences¹¹ that the defendant would have in setting aside the arrest. Failure to do so may give rise to a ground for setting aside the arrest and may result in the Arresting Party being liable for damages for wrongful arrest.

⁷ Order 70 rule 4(6), 4(7) of the Rules of Court

⁸ Order 70 rule 4(2) of the Rules of Court

⁹ Paragraph 129 of the Supreme Court Practice Directions

¹⁰ Order 70 rule 5(2) of the Rules of Court

¹¹ Defences which are of such weight to deliver the 'knock-out blow' to the claim summarily: see *The "Eagle Prestige"* [2010] 3 SLR 294 at [73] & [75]; *The "Xin Chang Shu"* [2016] 1 SLR 1096 at [47]-[49].

D. After Hours Applications for Arrest.

18. Urgent arrest hearings are sometimes attended to outside of the Court's office hours i.e. weekdays (after 5pm), on weekends and public holidays. In the event that the Arresting Party needs to attend before the after-hours Duty Registrar to obtain a warrant of arrest on an urgent basis, the Arresting Party should call the after-hours Duty Registrar at 6332 4351 or 6332 4352. The Arresting Party should inform the Duty Registrar as to whether the necessary documents have been filed and the reason for the urgency. The after-hours Duty Registrar will determine if an urgent hearing is necessary, and if so, inform the Arresting Party of the hearing time and venue. The Arresting Party should, as far as practicable, contact the Sheriff's office during office hours to confirm the identity of the security services agency to be appointed for the proposed arrest. In the exceptionally urgent cases where the Arresting Party has not confirmed with the Sheriff's office beforehand which security agency would be appointed for the proposed arrest, the after-hours Duty Registrar will inform the Arresting Party of the security agency to be appointed for the purposes of the proposed arrest. The after-hours Duty Registrar will contact the duty Bailiff.
19. If the venue of the hearing is not in Court, the Arresting Party shall ensure that they have at least 3 copies of the documents required for the Registrar's signature such as the writ of summons and the warrant of arrest. The onus is on the Arresting Party to ensure that they are able to carry out the caveat searches within the time limit prescribed by the Supreme Court Practice Directions¹².
20. In the event that the Arresting Party needs to activate the after-hours Duty Registrar and Bailiff to obtain a warrant of arrest, the solicitors should contact the after-hours Duty Registrar before 10pm on weekdays and before 5pm on weekends and public holidays. Solicitors are to provide an explanation to the after-hours Duty Registrar as to why a warrant of arrest was not obtained during office hours. Solicitors should also note that time and costs will be required to activate the relevant personnel and the solicitors will need to explain the urgency of the situation such that an after-hours hearing is required.

IV. DOCUMENTS TO BE PROVIDED WITH THE WARRANT OF ARREST

21. If the Registrar grants the request for the warrant of arrest, the following documents will be provided together with the warrant of arrest:
- (1) A letter from the Sheriff authorising the clerk(s) named by the solicitors to arrest the property;

¹² Paragraph 129 of the Supreme Court Practice Directions

- (2) Notice of arrest to be affixed to the property to be arrested;
- (3) Notification of arrest to the Maritime and Port Authority of Singapore (“MPA”) in the case of a vessel arrest; and
- (4) A blank template for the Report of Arrest.

22. Solicitors should note that the notification of arrest to MPA should only be sent out **after** the arrest of the vessel has been effected and **not** prior to the arrest of the vessel.

V. SERVICE OF THE WRIT/WARRANT OF ARREST

23. Service of the writ *in rem* and/or the warrant of arrest against a vessel, freight or cargo still loaded on board a vessel must in compliance with Order 70 rule 10 of the Rules of Court and is generally effected by sticking the writ *in rem* and/or warrant of arrest to the windows in front of the vessel’s wheelhouse using the Supreme Court seals provided by the Sheriff’s office.

24. In respect of an action *in rem* against freight or cargo where the cargo has been landed or transhipped, service of the writ *in rem* and/or warrant of arrest is effected by:

- (1) Leaving a copy of the writ *in rem* and/or warrant of arrest on the cargo; or
- (2) If the cargo is in the custody of a person who will not permit access to it, by leaving a copy of the writ *in rem* and/or warrant with said person¹³.

25. The existence of a caveat against arrest does not prevent a warrant of arrest from being issued¹⁴. However, where the Arresting Party arrests property with respect to which a caveat against arrest is in force, the caveator may apply to Court by summons for an order to discharge the warrant and Arresting Party may be liable to pay the caveator damages in respect of loss suffered by the caveator as a result of the arrest. The Court, unless satisfied that there was good and sufficient reason for the arrest, may discharge the warrant of arrest and order damages to be paid by the Arresting Party to the caveator¹⁵.

26. Solicitors should note that while a letter of authorisation is provided for the execution of a warrant of arrest, **no** letter of authorisation shall be issued by the Sheriff for the service of a writ on a vessel. Solicitor’s clerks who have been registered with the Registrar and authorised under Order 62 rule 2 of the Rules of Court to effect personal service may serve Admiralty writs *in rem* on vessels.

¹³ Order 70 rule 10(2) of the Rules of Court

¹⁴ Order 70 rule 5(2) of the Rules of Court

¹⁵ Order 70 rule 6 of the Rules of Court

VI

ARREST PROCEDURE



*Photograph courtesy of the Maritime and Port Authority of Singapore.

VI. ARREST PROCEDURE

A. Boarding the vessel

27. The onus is on the Arresting Party to arrange for its transportation to the vessel. If the Master refuses permission for the Arresting Party to board the vessel, the Arresting Party may seek assistance from the Police Coast Guard to board.

B. Speaking to the Master

28. Prior to effecting service of the writ *in rem* and warrant of arrest, the Arresting Party should generally speak to the Master or senior officer of the vessel and explain the circumstances and situation. Due care and respect is to be exercised in explaining the effect of the arrest on the vessel and the crew.

C. Security guard

29. The Arresting Party should inform the Sheriff's office as to which of the security services agency from the panel of security agencies (see Annex C) maintained by the Sheriff would be appointed for the impending arrest prior to the hearing to obtain the warrant of arrest. The Arresting Party should provide the specified security services agency with the details of the impending arrest and make logistical arrangements to bring the security guard along when executing the arrest. Even for cases where the application for the warrant of arrest is anticipated to be after-hours, insofar as practicable, the Arresting Party should contact the Sheriff's office during office hours to confirm the identity of the security services agency beforehand. For after-hours arrests, the responsibility remains on the Arresting Party to make logistical arrangements to bring the security guard from the appointed security agency along when executing the arrest.
30. The security guard will remain on board the vessel until relieved or the vessel is released. The Arresting Party should inform the Master of the need for the security guard to remain on board and his role in ensuring the protection of the vessel while it remains in the custody of the Sheriff. The Arresting Party should also inform the Master that the security guard has the discretion to refuse any party seeking to board the vessel if that party does not have approval from the Sheriff. The Arresting Party should ask the Master to provide sleeping quarters and provisions for the security guard.

D. Steps after effecting service of writ in rem / warrant of arrest on vessel

(1) Notification to MPA of arrest

31. The Arresting Party should present the notification of arrest to MPA **after** the vessel has been placed under arrest. This is to ensure MPA is notified and that they will update their system accordingly.

(2) Filing Report of Arrest

32. A Report of Arrest should be completed and filed by the Arresting Party within 1 working day after the arrest to inform the Sheriff that the arrest has been effected so that the Sheriff's office will update its records accordingly.

(3) Filing of Memorandum of Service

33. Where the writ *in rem* has been served on the vessel, a memorandum of service must be filed within 8 days of service on the vessel. Failure to do so will preclude the Plaintiff from obtaining Judgment in default except with leave of Court¹⁶.

(4) Putting Sheriff into funds for expenses

34. The Arresting Party should deposit with the Sheriff S\$10,000 by way of a bank draft or cashier's order made in favour of "The Sheriff of Singapore" within 2 working days of the arrest. If the arrested property is released within 2 weeks of the arrest, the bank draft / cashier's order will be returned to the Arresting Party. If not, the Sheriff will bank in the bank draft / cashier's order as an initial deposit for the Sheriff's expenses.

¹⁶ Order 10 rule 1(4) of the Rules of Court

VII – X

MATTERS FOLLOWING ARREST



*Photograph courtesy of the Maritime and Port Authority of Singapore.

VII. RELEASE

35. The requirements under Order 70 rule 12 of the Rules of Court are to be complied with. If the Arresting Party's claim is satisfied or security is provided to secure the claim, a party to the action may seek to release the property by filing an instrument of release¹⁷. The application may be made by any party to the action in which the property was arrested (the "**Releasing Party**"). An undertaking must be filed together with the instrument of release.¹⁸
36. The Releasing Party must attend before the Registrar to satisfy him that the instrument of release should be issued. The Releasing Party must carry out a caveat search against the arrested property to show that there are no caveats against release filed against the property. If the search shows any caveats against release, the Releasing Party must give notice to the caveator or his solicitors to either withdraw the caveat or take over the arrest. A caveat search should be done no more than 15 minutes before attending before the Registrar¹⁹.
37. While the Court may release an arrested vessel even though a caveat against release is in force,²⁰ the party seeking to release the vessel will have to provide a good explanation as to why the Court should do so notwithstanding the existing caveat.
38. Before the arrested property is released, the Releasing Party must, in accordance with the directions of the Sheriff, either²¹:
- (1) Pay the fees of the Sheriff already incurred and lodge with the Sheriff an undertaking by the solicitors of the Releasing Party to pay on demand the other fees and expenses in connection with the arrest, care and custody, and release of the property; or
 - (2) Lodge with the Sheriff an undertaking by the solicitors of the Releasing Party to pay on demand all fees and expenses in connection with the arrest, care and custody, and release of the property, whether incurred or to be incurred.

A. After Hours Hearing for Release

39. Urgent release hearings are sometimes attended to outside of the Court's office hours i.e. weekdays (after 5pm), on weekends and public holidays. In the event that the Releasing Party needs to attend before the after-hours Duty Registrar to obtain an instrument of release on an urgent basis, the Releasing Party should call the after-hours Duty Registrar at 6332 4351 or 6332 4352. The Releasing Party should inform the Registrar as to whether the necessary

¹⁷ Order 70 rule 12(1) of the Rules of Court

¹⁸ Paragraph 125, Supreme Court Practice Directions

¹⁹ Paragraph 129, Supreme Court Practice Directions

²⁰ Order 70 rule 12(2)(b) of the Rules of Court

²¹ Order 70 rule 12(5)(a)-(b) of the Rules of Court

documents have been filed and the reason for the urgency. The Registrar will determine if an urgent hearing is necessary and inform the Releasing Party of the hearing time and venue. The Registrar will inform the duty Bailiff.

40. If the venue of the hearing is not in Court, the Releasing Party shall ensure that they have at least 3 copies of the documents required for the Registrar's signature such as the instrument of release. The onus is on the Releasing Party to ensure that they are able to carry out the caveat searches within the time limit prescribed by the Supreme Court Practice Directions²².
41. In the event that the Releasing Party needs to activate the after-hours Duty Registrar and Bailiff to obtain an instrument of release, the solicitors should contact the after-hours Duty Registrar before 10pm on weekdays and before 5pm on weekends and public holidays. Solicitors are to provide an explanation to the after-hours Duty Registrar as to why an instrument of release was not obtained during office hours. Solicitors should also note that time and costs will be required to activate the relevant personnel and they will need to explain the urgency of the situation such that an after-hours hearing is required.

VIII. OMNIBUS ORDERS

42. To provide for the preservation and maintenance of the vessel and the Master and crew of the vessel, any party to the action may apply to Court for an omnibus order. Sample prayers for omnibus applications can be found at [Annex B – Standard Prayers for Applications for Appraisalment and Sale and Omnibus prayers](#). The order may provide for, amongst other things:
 - (1) The Sheriff be at liberty to appoint an agent (if there is no agent acting for the vessel) to handle all matters in relation to the preservation and maintenance of the vessel, her machinery and equipment, and her Master and crew, and for the expenses incurred to be treated as Sheriff's expenses;
 - (2) The Sheriff be at liberty to remove such moveable equipment or other property of the vessel as he thinks fit and to store the same in safe-keeping in such premises as he shall approve and to take custody of and retain the vessel's log books, certificate of registry and other certificates and documents;
 - (3) At the Sheriff's discretion and at any time, to move the vessel within the port limits of Singapore or to move the vessel to any shipyard in Singapore for berthing, either for safety or to comply with the requirements of the Maritime and Port Authority of

²² Paragraph 129, Supreme Court Practice Directions

Singapore, on the footing that all costs and expenses thereby incurred shall be treated as Sheriff's expenses;

- (4) The Sheriff and/or the applicant be at liberty to pay the wages of and repatriate the officers and crew of the vessel, and be at liberty to employ a skeleton or replacement crew on board the vessel in accordance with the requirements and regulations of the Maritime and Port Authority of Singapore, and the wages and repatriation expenses of the said officers and crew and of the skeleton or replacement crew be treated as Sheriff's expenses; and
- (5) The Sheriff and/or the applicant be at liberty to effect port risk insurance on the vessel and the expenses thereto incurred be treated as Sheriff's expenses, and that the Sheriff of Singapore be named as the co-assured, as the case may be.

A. Appointment of agents

43. If the party applying for the omnibus order wishes to appoint a particular agent to act as the Sheriff's agent, the party should seek the Sheriff's consent and, if the Sheriff consents, state the agent's name in the prayer to appoint an agent. If there is no agent is nominated, the Sheriff shall appoint an agent from a panel of agents maintained by the Sheriff.

B. Extent of expenses covered by omnibus order

44. Parties should note that not all expenses incurred in the course of the arrest will be considered Sheriff's expenses. If there is any doubt as to whether the expenses would be treated as Sheriff's expenses, the party seeking to claim such expenses as Sheriff's expenses should apply by summons for a Court order recognising such expenses as Sheriff's expenses.

IX. INTERVENERS

45. A party that has a sufficient interest in the property arrested in an action *in rem* or money lying in Court representing the property may apply by way of *ex parte* summons supported by an affidavit for leave to intervene in the action²³. Where leave is granted, the party must within the time stipulated in the application enter an appearance in the action²⁴.
46. It should be noted that an intervener is only entitled to conduct the action to the extent that it obtains leave of Court to do so²⁵.

²³ Order 70 rule 16(1)-(2) of the Rules of Court

²⁴ Order 70 rule 16(3) of the Rules of Court

²⁵ *The "San 003"* [1979-1980] SLR(R) 8

X. PERMISSION FOR PARTIES TO BOARD ARRESTED VESSEL

47. A vessel that has been arrested pursuant to a warrant of arrest remains in the custody of the Sheriff. As such, parties seeking to board the vessel must obtain permission from the Sheriff prior to boarding the vessel. If the Sheriff has not given permission, the security guard on board the vessel may prevent the party from boarding the vessel.
48. Permission from the Sheriff may be obtained by filing a Request via eLitigation stating the purpose of the boarding, the date and time of the boarding, and the details of the persons going on board the vessel such as their (i) names, (ii) their nationalities, and (iii) NRIC/Passport numbers.



* Photograph courtesy of the Maritime and Port Authority of Singapore.

XI DISCHARGE OF CARGO



* Photograph courtesy of the Maritime and Port Authority of Singapore

XI. DISCHARGE OF CARGO

49. Where the vessel to be arrested pursuant to a warrant of arrest is in the midst of cargo discharge operations, the Sheriff will generally allow for the cargo to be discharged before the warrant of arrest is executed. If there is cargo on board the vessel, the cargo owners may wish to apply for the cargo to be discharged. They may do this by intervening in the action pursuant to Order 70 rule 16 of the Rules of Court and applying by summons for an order of Court allowing them to discharge the cargo. Such costs of discharge are generally borne by the cargo owners.

50. Where the cargo owners do not appear, a party to the action seeking to sell the vessel may also seek an order that the cargo be discharged and released to the cargo owners on the production of the original bills of lading and payment of the costs of discharge by the same. In such a situation, the Sheriff would generally require an undertaking from the solicitors of the party seeking the discharge to provide funds and to indemnify the Sheriff for the costs of the cargo discharge and storage (if any).

51. The above would also apply where cargo onboard a vessel is arrested but the vessel is not under arrest. In such a situation, the shipowner may intervene and apply by way of summons for an order to discharge the cargo under arrest.

A. Application for discharge of cargo

52. An application to discharge cargo on board the arrested vessel or to discharge arrested cargo, would be by way of summons with an affidavit in support. The party would generally have to satisfy the Court as to why an order to discharge the cargo should be made. If cargo owners are applying for the discharge, they would have to show that they are the parties entitled to take delivery of the cargo.

B. Expenses incurred in discharge

53. When a cargo owner applies to discharge the cargo onboard a ship under arrest, any expenses incurred in the cargo discharge are generally to be paid by the cargo owners or recovered from the cargo owners. Such expenses would not be deemed Sheriff's expenses unless the Court is satisfied that such expenses should be included as Sheriff's expenses.

XII – XV

APPRAISEMENT AND SALE, CASE MANAGEMENT



XII. APPRAISEMENT AND SALE

54. Where no security is put up to procure the release of the arrested property and the property is a wasting asset, a party to the action in which the property is arrested may apply for an order of Court that the property be appraised and sold *pendente lite* (pending Judgment) by the Sheriff.

A. Application for appraisal and sale

55. The application for appraisal and sale *pendente lite* is by way of summons supported by affidavit and is to be heard by a Judge in Open Court. The affidavit should demonstrate how and why the arrested property is a wasting asset and should be sold by judicial sale. Upon the order for appraisal and sale being made, the party applying for sale must file a Commission for Appraisal and Sale in Form 170 of Appendix A to the Rules of Court²⁶. An undertaking by the solicitors of the party applying for sale to pay the fees and expenses of the Sheriff on demand must be filed together with the Commission for Appraisal and Sale²⁷.

56. Some sample prayers for applications for appraisal and sale of the property can be found at Annex B – Standard Prayers for Applications for Appraisal and Sale and Omnibus prayers. These standard prayers are only a guide and solicitors should consider whether they are appropriate or should be varied in their case.

B. Appointment of appraisers

57. The party applying for appraisal and sale *pendente lite* should note paragraph 130A of the Supreme Court Practice Directions, which requires the party applying to include a prayer for the Court to appoint one or more appraisers to value the property. A list of the appraisers maintained by the Sheriff should be annexed to the summons. It should be noted that the specific appraiser is to be appointed by the Court during the hearing for the appraisal and sale. If the Court does not specifically name the appraiser, the party applying for the sale should highlight this to the Court and ask the Court to indicate which appraiser it is appointing. The appraiser appointed by the Court is then to be named in the Commission for Appraisal and Sale.

²⁶ Order 70 rule 22(1) of the Rules of Court

²⁷ Order 70 rule 22(3) of the Rules of Court

C. Sale by Public Auction or Private Treaty vs. Direct Sale

58. Parties seeking to apply for an order for appraisal and sale *pendente lite* should note that the general method of sale is by public auction or private treaty. Typically, parties interested in buying the property do so by tendering sealed bids to the Sheriff by a certain deadline. After the deadline, the Sheriff will open the sealed bids and generally accept the highest bidder which is above the valuation of the property.
59. In a direct sale scenario, the party applying for sale is asking the Court to sanction the sale of the property to a particular buyer at a particular price. The Court will only order a direct sale in exceptional cases where special circumstances justify the exercise of the Court's discretion²⁸.

XIII. DETERMINATION OF PRIORITIES AND PAYMENT OUT

60. Following the sale of the property, the sale proceeds would be paid into Court. An application for the determination of order of priorities may not be made until after 90 days or such other period as the Court may specify has lapsed from the date the sale proceeds are paid into Court²⁹. An application for determination of priorities is heard by a Judge in Open Court³⁰.
61. An application for determination of priorities is made by summons³¹ and is generally supported by affidavit stating the amounts to be paid out, to whom payment should be made and for what purpose. A copy of the summons together with copies of the affidavits in support must be served on all parties referred to in Order 70 rule 11(2) of the Rules of Court (where applicable) not less than 2 clear days before the hearing of the application.
62. An application for determination of priorities may be coupled with an application for payment out. Payment out is generally pursuant to judgment having been obtained against the vessel. The judge hearing the application for determination of priorities may also order payment out to satisfy the various claims against the sale proceeds.
63. Solicitors should note that as far as practicable, all the parties with interests in the sale proceeds of a vessel should attempt to file a single application for payment out that encapsulates the various claims against the sale proceeds. Parties should avoid filing multiple determination of priorities and payment out applications unless there are very good reasons for doing so. Even if there is a dispute over the priorities of the claims, this does not mean that

²⁸ *The Turtle Bay* [2013] 4 SLR 615 at [29] and *The Sea Urchin* [2014] SGHC 24 at [10]

²⁹ Order 70 rule 21(2)(a) of the Rules of Court

³⁰ Paragraph 38(3)(h) of the Supreme Court Practice Directions

³¹ Order 70 rule 21(1) of the Rules of Court

separate applications must be filed because the Court can determine the priorities based on the evidence and submissions before it.

XIV. MISCELLANEOUS

A. Caveats

64. A party seeking to prevent the arrest of a vessel may through its solicitors file a caveat against arrest in Form 162 in Schedule A of the Rules of Court³². In such situations, unless it can be shown that there are good reasons to allow the arrest of the property against which there is a caveat against arrest, the Registrar is unlikely to issue a warrant of arrest. However, it should be noted that where the solicitor fails to give bail or pay money into Court in lieu of bail, the solicitor shall be liable to committal³³. The solicitors filing the caveat against arrest should be aware that unless limited to a specific claim, the undertaking to provide security (which is required pursuant to the caveat against arrest) extends to any and all claims against the vessel.

65. Where a party wishes to prevent the release of arrested property or payment out of the sale proceeds representing the property, the party may file a caveat against release of the property or payment out in Form 166 of Appendix A to the Rules of Court³⁴. This would prevent the property being released or payment out being made without the caveator being notified.

66. If the caveator wishes to take over the arrest of the property, the caveator should begin its own *in rem* action and file its own arrest papers to take over the arrest of the property. If the caveator does not wish to take over the arrest of the property, it should withdraw its caveat by filing a withdrawal of caveat in Form 167 of Appendix A to the Rules of Court³⁵.

67. A caveator who fails to withdraw its caveat may be liable to pay damages to the party seeking release of the property. The party claiming damages will file a summons for an order requiring the caveator to pay to him damages in respect of the loss suffered by him caused by the delay unless there was good and sufficient reason for the caveator maintaining the caveat³⁶. Such an application will be heard by a Judge in Open Court³⁷.

B. Sheriff's expenses and Arresting Party's Costs

68. It should not be assumed by parties that all costs that may be incurred in the arrest are treated as Sheriff's expenses. While the categories of Sheriff's expenses are not exhaustive or

³² Order 70 rule 5(1)(a)-(b) of the Rules of Court

³³ Order 70 rule 8 of the Rules of Court

³⁴ Order 70 rule 13(1) of the Rules of Court

³⁵ Order 70 rule 14(1) of the Rules of Court

³⁶ Order 70 rule 13(2) of the Rules of Court

³⁷ Paragraph 38(3)(e) of the Supreme Court Practice Directions

inflexible, care must be taken in incurring expenses during the arrest. Where there is any doubt, parties should not simply seek the Sheriff's approval for the expense to be included as Sheriff's expenses. Instead, parties should take out an application to seek the Court's approval for such expenses to be included and ranked as Sheriff's expenses. Solicitors should note that when incurring an item of expenditure during the arrest, it is for the Court to determine if those expenses should be treated as Sheriff's expenses and given priority above all other claims.

69. Solicitors for the Arresting Party should also note that where necessary, the Sheriff will look to the Arresting Party to provide funds for the preservation and maintenance of the vessel and her crew during the arrest. If necessary, the Sheriff will also call upon the undertaking given by the Arresting Party's solicitors.
70. The costs incurred by the Arresting Party for the arrest and the costs incurred in obtaining the order for the appraisal and sale of the vessel rank after Sheriff's expenses in priority. Any party seeking to have any other item of costs incurred treated with priority should explain how the costs was incurred for the benefit of all the claimants of the fund and not primarily for its benefit³⁸.

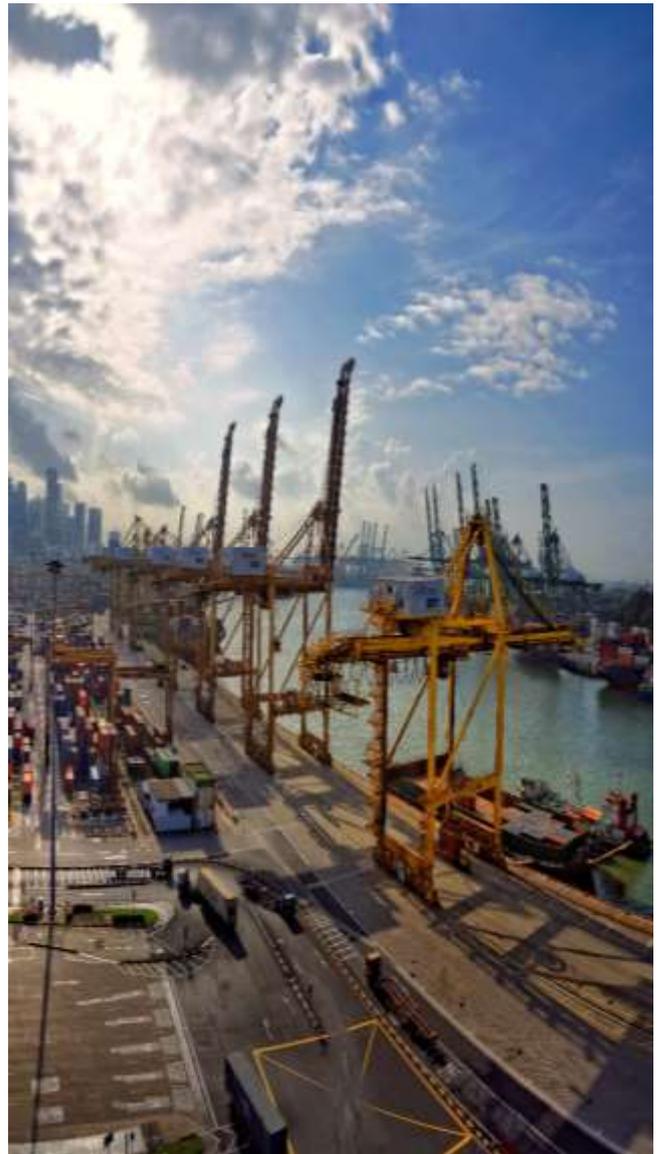
XV. PTC MATTERS

A. Protective writs / writs not served

71. Where the Plaintiff has issued a protective writ or has not been able to serve a writ on a vessel, the Court would not know whether the writ has been served and a pre-trial conference ("PTC") would be fixed on the assumption that the writ would be served shortly after being issued. In such situations, the Plaintiff's solicitors should write in to Court at least 3 working days before the PTC to ask for an adjournment of the PTC and state that the writ has not been served. The Plaintiff should also note that when a long adjournment of the PTC is sought on grounds that the writ has not been served, the Registry will give directions to write in to Court to inform the Court when the writ has been served. Those directions are to be complied with.
72. Conversely, if the writ has been served, the Plaintiff is reminded that under Order 10 rule 1(4) of the Rules of Court, the Plaintiff is to file a memorandum of service in Form 6 of Appendix A to the Rules of Court within 8 days after service, failing which the Plaintiff will not be allowed to enter judgment in default except by leave of Court.

Date Issued: 12 January 2018

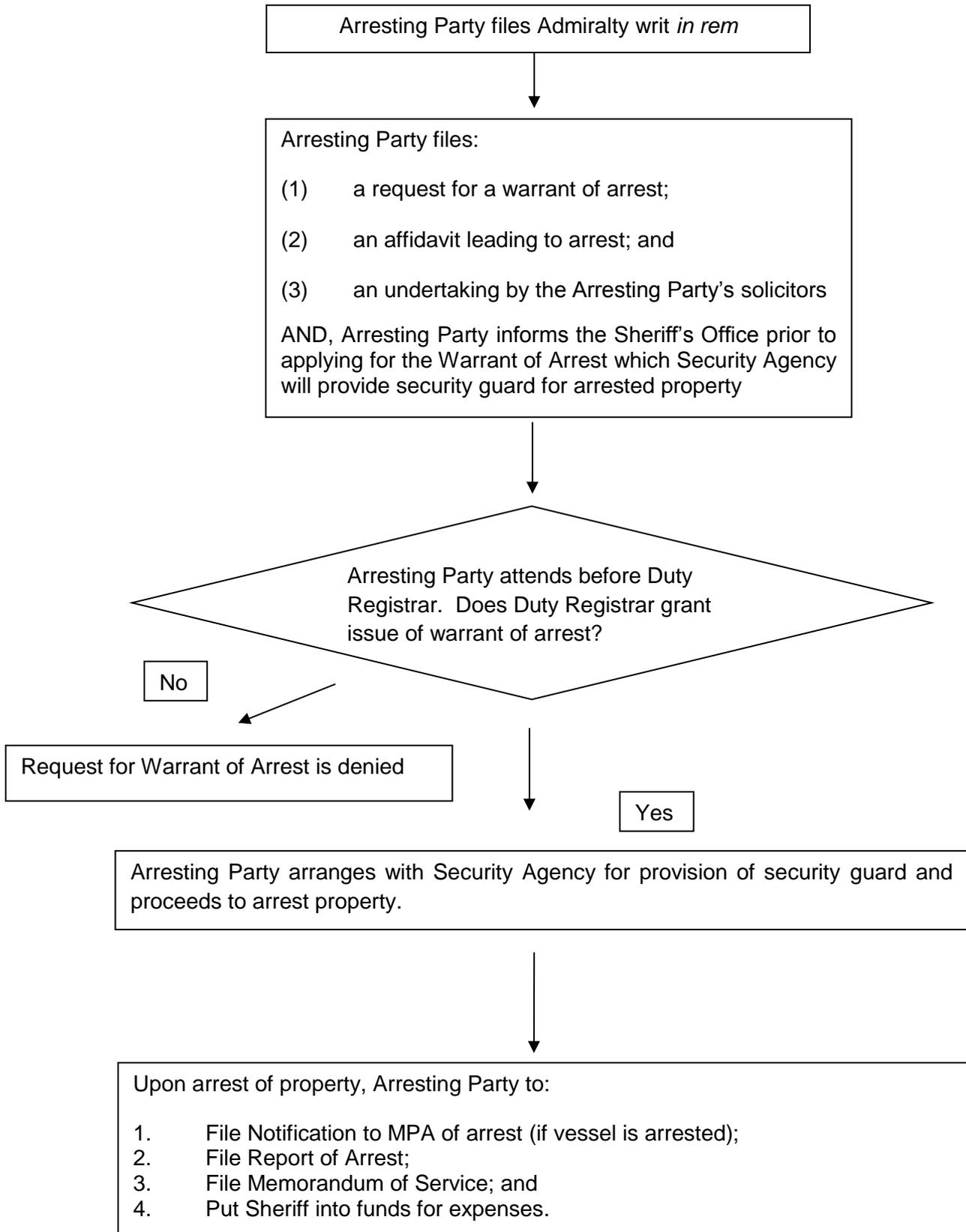
³⁸ *Festive Holidays Ltd v The Demise Charterers of the ship :Ocean Glory 1* [2001] All ER(D) 344



*Photograph courtesy of the Maritime and Port Authority of Singapore.

ANNEX A

Flow Chart for Arrests



ANNEX B

STANDARD APPRAISEMENT AND SALE PRAYERS AND OMNIBUS PRAYERS

1. the time for service of this summons be abridged if necessary;
2. the ship or vessel “[VESSEL NAME]” (the “Vessel”) now under arrest in these proceedings be appraised and sold *pendente lite* by the Sheriff via public auction or private treaty, such sale to be on the Sheriff's usual terms and conditions and free and clear of all liens, charges, claims and encumbrances;
3. any fuel, lubricants, bunkers and any other consumables (the “Bunkers”) on board the Vessel be appraised and sold separately by the Sheriff on the Sheriff's usual terms and conditions, the sum realised from the sale of the Bunkers, if any, unless otherwise ordered by the Court, be treated as proceeds of sale of the Vessel and also be paid into Court to the credit of these proceedings
4. [APPRAISER] be appointed and authorised to appraise the Vessel and the Bunkers;
5. the Sheriff and/or [PARTY] be at liberty to give public notice of the sale of the Vessel and Bunkers by advertisement in The Straits Times or such other publication as he or they deem fit, within 28 days upon the filing of the Commission for Appraisalment and Sale, on the footing that all costs expenses and charges incurred in connection therewith shall be treated as and form part of the Sheriff's costs and expenses;
6. the costs and expenses incurred in and about the appraisalment and sale of the said Vessel and the said Bunkers shall be ranked as the Sheriff's costs and expenses;
7. the Sheriff be at liberty to appoint [AGENT'S NAME] to handle all matters in relation to

the preservation and maintenance of the Vessel, her machinery and equipment and her crew, and the costs and charges incurred by the Sheriff's agents be treated as Sheriff's expenses;

8. the Sheriff be at liberty, at his discretion and at any time, to move the Vessel within the port limits of Singapore or to move the Vessel to any shipyard in Singapore for berthing, either for safety or to comply with the requirements of the Maritime and Port Authority of Singapore, on the footing that all costs and expenses thereby incurred shall be treated as Sheriff's expenses;
9. the Sheriff and/or the **[PARTY]** be at liberty to pay the wages of the officers and crew of the Vessel incurred post-arrest, and repatriate the officers and crew of the Vessel, and be at liberty to employ a skeleton or replacement crew on board the Vessel in accordance with the requirements and regulations of the Maritime and Port Authority of Singapore, and the wages and repatriation expenses of the said officers and crew and of the skeleton or replacement crew be treated as Sheriff's expenses;
10. the Sheriff and/or the **[PARTY]** be at liberty to effect port risk insurance on the Vessel and the expenses thereto incurred be treated as Sheriff's expenses, and that the Sheriff of Singapore be named as the co-assured, as the case may be;
11. the Sheriff or his duly appointed agent be authorised to remove such moveable equipment or other property of the Vessel as he thinks fit and to store the same in safekeeping in such premises as he shall approve and to take custody of and retain the Vessel's log books, certificate of registry and other certificates and documents;
12. the proceeds of sale of the Vessel and Bunkers, after deducting the Sheriff's costs and expenses, if exceeding the sum of S\$250,000.00, be deposited as soon as possible

pursuant to Order 90 Rule 12(4) of the Rules of Court (2014 Rev, Ed.) with a reputable bank in Singapore to earn the interest in respect of such deposit;

13. all questions affecting priorities or the validity of the claim of any party to the proceeds of sale of the Vessel except as herein provided and affecting the amount of any such claim shall not be determined until after the expiration of 90 days beginning with the day on which the proceeds of sale are paid into Court;
14. within seven days after the date of payment into court of the proceeds of sale the Sheriff shall send for publication in The Straits Times newspapers and the Singapore Government Gazette, a Notice complying with Order 70 rules 21(2)(c) and 21(3) of the Rules of Court;
15. the **[PARTY]**'s costs of and incidental to the arrest and preservation of the Vessel and the costs of this application for the sale of the Vessel to be agreed or taxed and rank in priority to all other claims save for the Sheriff's commission and expenses;
16. there be liberty to apply;
17. such further or other order as this Honourable Court deems fit.

ANNEX C

Panel of Security Guards³⁹

S/No.	Name of Security Agency	Price per 12 hour block	Price per 24 hour block	Address	Contact
1	Armour Security & Investigations Pte Ltd	\$280.00	\$550.00	23 Woodlands Industrial Park E1 #01-01 Singapore 757741	Office: 67777774 Ms Bani / Duty Officer: 83281334 R.Krish: 97410064 Sofian Amin: 93852295
2	Bulls-Eye Security Services Pte. Ltd.	\$300.00	\$600.00	510 Geylang Rd #04-04 The Sunflower Singapore 389466 Fax : 6844 4704	Office: 6844 4234 Mr Parga Singh: 98161254
3	Crete Security Services Pte Ltd	\$275.00	\$550.00	1 Yishun Industrial St 1#08-36 A'Posh Biz Hub	Office: 6883 2100 Ops Control Room (24/7): 8500 0239 Paul Nolasco: 9116 2444 Florence May Gerundio, Jennifer Arcilla, Muthiah Ganesan: 8684 7728 Sujatha D/O S Rajamani: 9096 8981
4	Focal Investigation & Security Agency Pte Ltd	\$270.00	\$540.00	5001 Beach Road, #04-22 Golden Mile Complex, Singapore 199588	Ops Control Room (24/7): 6221 0110 Shaun Lam: 9799 7995 Raymond Lee: 91280120

³⁹ Composition of the panel is correct as of 12 January 2018. Please refer to the Supreme Court website at <http://www.supremecourt.gov.sg/services/court-services/sheriff's-services> for any updates to the composition of the Panel.

5	Frontline Security Pte Ltd	\$350.00	\$700.00	845 Geylang Road #04-15 Singapore 400845	Ops Control Room: 6747 7551 Office Tel: 6744-4133 Mr Shashank Mesvani: 90229768
6	HORUS I (Private Limited)	\$300.00	\$600.00	1 Pegu Road #01-05 Singapore 328358	Office: 62566526 Edwin Cheong: 9889 5543 Steven Chng: 81136895 Zechariah Clement Lum: 83667747
7	Interlock Security And Investigation Services Pte Ltd	\$280.00	\$560.00	5001 Beach Road #08-64 Golden Mile Complex Singapore 199588	Office: 62946927 Mr Tiwary R.M : 9117 9027 Mr Sanjiv Sharma, Sunny: 9006 5596