

## Report on the External Mediation Master Scheme

## Mr Dick HO Temporary Deputy Registrar, High Court 28.8.2019



## **External Mediation Master Scheme**

- Background
  - Establishment
  - Nature of cases handled
  - Salient features
- Role of external mediation masters
- Statistical findings
- Conclusions
- Recommendations



## **Establishment of the Scheme**

- Pilot scheme in the District Court, endorsed by the Working Party on Mediation in November 2017
- 2 phases:
  - 15 January 6 April 2018; 9 April 6 September 2018
- 3 lawyer-mediators as Temporary Deputy Registrars (EMMs)
- Each sat for about 4 weeks in each phase



## Nature of cases handled

- Most DC civil cases were covered except:
  <u>Personal injuries, DCEC & DCEO</u> cases
  Cases which should stay with the handling masters for the sake of <u>consistency</u>
  Where the <u>complexity</u> of a case justified exclusion
- Cases were assigned randomly to EMMs



## Salient features of the Scheme

- For cases to be heard by EMMs, masters would direct that:
  - So far as arrangement is reasonably practicable, legally represented party or parties shall <u>personally attend</u> the hearing together with their legal representatives;
  - Legally represented party or parties do bring along a <u>statement of costs</u> incurred up to the hearing and estimated costs up to trial; and



## Salient features of the Scheme

 Where appropriate, part of the hearing would be set aside for without prejudice discussion in furtherance of the underlying objectives under
 O.1A r.1(e) of RDC and the Court's duty under O.1A
 r.4(e) and (f) of RDC. The parties and their legal representatives were required to be prepared for such without prejudice discussion.



## **Role of External Mediation Masters**

To encourage and facilitate settlement through mediation at case management summons (CMS) or case management conference (CMC) hearings.
What they actually did – <u>experience sharing</u>



- Number of claims handled: 213
- Top 3 types of cases handled:
  - Debt claims (26%)
  - Contract and tort (15-16%)

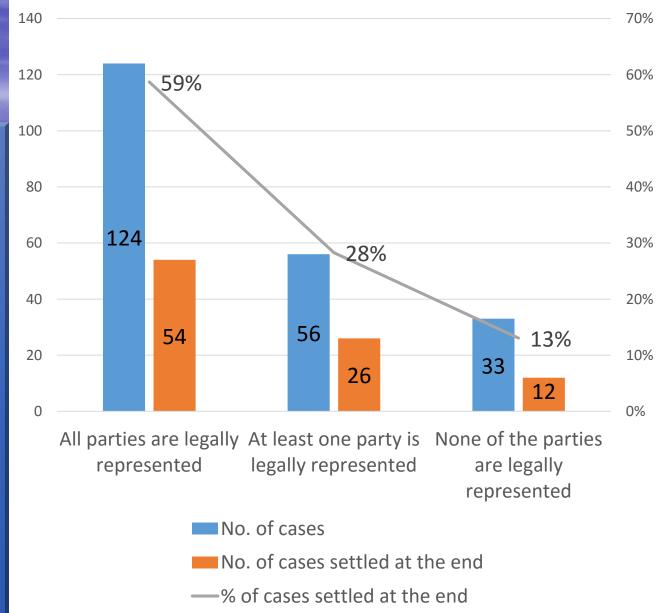
<b>Statistics on</b>	Claim nature of	f cases handled	by EMM

	no. of cases handled	no. of cases settled	
Trust	6	3	
Tort	35	20	
Services rendered or work	13	8	
Possession	1	0	
Partnership & joint venture	1	1	
Mortgage action	2	0	
Money lender's action	4	2	
Misrepresentation	3	2	
Landlord & tenant	8	5	
Land	25	7	
Goods sold & delivered	6	2	
Defamation	4	2	
Debt	55	17	
Contract	32	14	
Company	1	1	
Building management (incl. water leakage)	16	8	
Agency	1	0	
Total	213	92	



 84% of the cases were wholly or partially legally represented

#### Legal representation for EMM cases





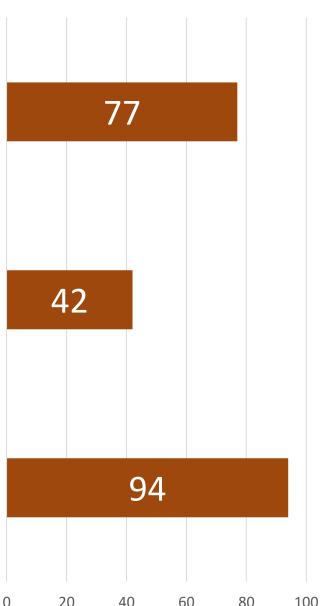
- 64% of the cases were referred to mediation
  - 44% referred to the Mediation Section, the Judiciary
  - 20% with mediation directions but without referral

## Statistics on mediation directions made by EMM

No. of cases in which no direcions on mediation were made

No. of cases with mediation directions made but without referring to Mediation Section

> No. of cases referred to Mediation Section





#### Settlement

- Number of cases settled: 92
- Settlement rate: 43%

Outcome of cases under EMM pilot scheme

0

20

40

60

80

100

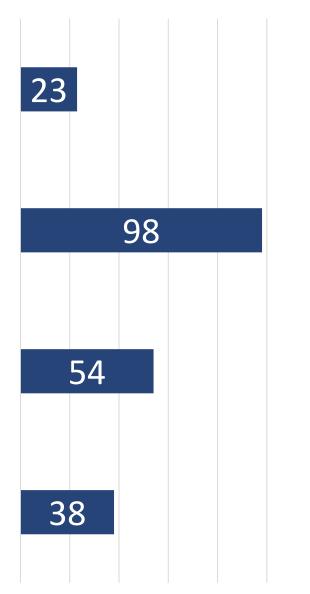
120

No. of cases with Trial concluded/Judgment granted/ claims being struck out

No. of cases with on-going litigation (i.e. with future CMS, CMC, PTR/trial)

Settled after EMM hearing

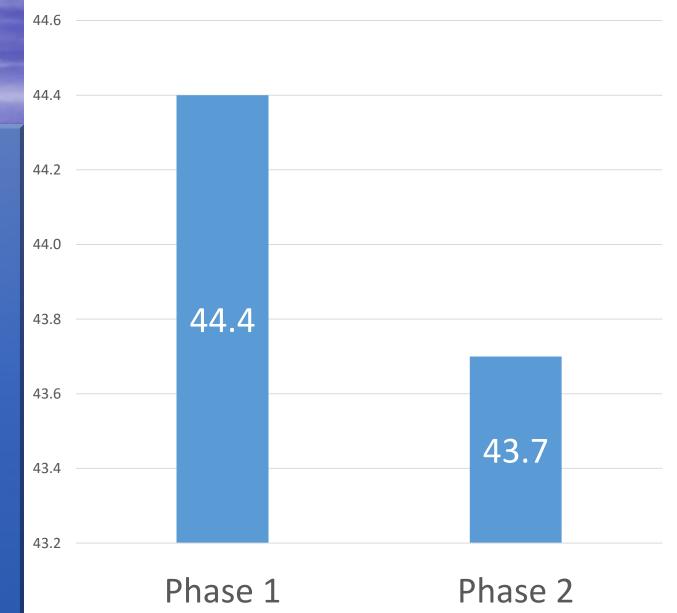
Settled at the EMM hearing (settled by EMM)





- Average hearing time: 44 minutes per case
- Average time spent on encouraging/ facilitating mediation: 50%-75% of the hearing time

## Average hearing time (minutes/case)





## Conclusions

- Factors contributing to the success of the scheme:
  - EMMs were experienced and skilled at promoting mediation
  - The scheme formed part of the court hearings and the parties were more receptive to having meaningful settlement discussions
  - The scheme provided <u>a platform in the litigation process for</u> <u>the parties to settle</u> when they had litigated for a while and had some experience of the time and costs involved in litigation. There were cases where solicitors found it difficult to persuade their clients to address settlement options realistically. The EMMs playing an impartial and authoritative role could assist the parties to face the options they could pursue realistically.



Recommendations

• The scheme should be formalised in some form of judicial settlement conferences

The scheme is <u>not intended to replace</u> <u>mediation</u> as the court would not carry out caucuses or separate sessions with the parties

 Statistics on <u>application for leave to amend</u> <u>pleadings after mediation</u> may need to be collected in future



#### **External Mediation Master Scheme**

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