

LG INTERNATIONAL vs UKRAINIAN PLASTIC PIPE PRODUCER

LG International, Korea's biggest multi-industry corporation, has filed a lawsuit against Ukrpolymerkonstrukciya Trading House Ltd, a Ukrainian plastic pipes producer based in the Kiev Region. The suit is for 967.8 thousand Ukrainian hryvnas.

According to international law firm, Integrites, the right of entitlement subrogated from LG International to K-Sure, a Korean export insurance agency, in accordance with an Export Insurance contract. Integrites provides legal support to K-Sure in Ukraine.

The company stated that Ukrpolymerkonstrukciya had failed to comply with its contractual obligation to provide payment for 153 tons of high-density polyethylene supplied for pipe production.

The hearing took place at Kiev Commercial Court and was based on entitlement subrogation, invalidity of the arbitration clause in the initial contract, as well as obligations compliance by Ukrpolymerkonstrukciya in the territory of Ukraine.

Ukrpolymerkonstrukciya Trading House is a subsidiary company of Ukrpolymerkonstrukciya Ltd established in 1997. The company is owned and managed by Vladimir Chirich.

K-Sure is a Korean Insurance corporation founded by the Government of South Korea in 1992 operating export and import insurance programs for the purpose of global trade facilitation.

Integrites is an international legal firm with offices in Almaty, Kiev, London, and Moscow. The company specializes in trade finance, dispute resolution, corporate law, competition law, capital markets and international finance in Oil and Gas, Agro-industrial, Finance, Aviation, IT and other industries.

Editorial note: LG International produces only non-coloured (natural) high-density polyethylene grades, which are prohibited by European ISO, Russian GOST and Ukrainian DSTU standards.

This case is of significance because the plaintiff is not a supplier itself but a Korean export credit agency which provided insurance. This case shows that unconscientious buyers will bear full finance responsibility for the failure to pay upon the contracts insured by export insurance agencies: Korean, German, Italian etc.

Source: polypipe.info

RADIUS SYSTEMS ACQUIRES UK LEADING PIPE REHABILITATION SPECIALIST SUBTERRA

Radius Systems, the UK's leading supplier of PE pipes and fittings to the Gas and Water utilities sector, is pleased to announce the acquisition of the assets of the Subterra pipeline reparation business from the administrators of Daniel Contractors for an undisclosed sum. Subterra operates from 2 facilities in Dorset and is a leading provider of polyethylene pipe renovation solutions including epoxy and polyurethane resins for the spray coating of metallic pipes and the Subline and Rolldown relining technologies.

Andy Taylor, CEO of Radius Systems, said today, "Subterra is our first acquisition following the purchase of Radius Systems by the Russian based, POLYPLASTIC Group in February this year. Our new owners have had no hesitation in supporting this transaction which is consistent with our agreed strategy to complement our core pipe and fittings business with closely associated products, services and technologies and in so doing enhancing our value added to our customer base. We are extremely pleased to add the Subterra technologies to our portfolio and look forward to welcoming a skilled and dedicated workforce into the Radius/Polyplastic family."

Bill Dawson, Joint Administrator of Daniel Contractors Limited and Land & Marine Project Engineering Limited and partner in Deloitte's Restructuring Services team, said: "We are pleased to secure this deal. It will ensure that the services provided by Subterra continue and helps protect the jobs of Subterra employees. This latest agreement means that the vast majority of jobs at Daniel and Land & Marine have now been safeguarded."

The UK business will trade as part of the RadiusPLUS service company and the Subterra brand will continue to be used in connection with the pipe lining technologies.