

THE NEW COMMERCIAL COURTS LAW AND ITS IMPLEMENTING REGULATIONS: A LEGISLATIVE REFORM TO ENHANCE DOING BUSINESS IN SAUDI ARABIA

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An effective dispute resolution system is essential for local and foreign companies undertaking business in the kingdom. As a step to enhance the business environment, the Saudi Commercial Courts Law (the “Law”) its Implementing Regulations (the “Regulations”) have been enacted. According to the Law and the Regulations, Commercial Courts have subject matter jurisdiction to hear:

- **Disputes arising between merchants due to their original or ancillary business.**
- **Cases brought against a merchant over commercial contract disputes when the original claim’s value exceeds 500,000 Saudi Riyals.**

- Disputes between partners of a Mudaraba company. (Mudaraba company is a partnership in profit whereby one party provides capital and the other party provides skill and labor.)
- Claims and violations arising under the application of the provisions of the Companies Law, the Bankruptcy Law, and other intellectual property and commercial laws.

**Contact us for further
information**



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