



Bankruptcy (Scotland) Act 2016

2016 asp 21

PART 17

MISCELLANEOUS

216 Arbitration and compromise

- (1) The trustee in the sequestration may (but if there are commissioners then only with their consent or with the consent of the creditors or of the sheriff)—
 - (a) refer to arbitration any claim or question, of whatever nature, arising in the course of the sequestration, or
 - (b) make a compromise with regard to any claim, of whatever nature, made against or on behalf of the sequestrated estate.
- (2) Where a claim or question is referred to arbitration under this section, AiB may vary any time limit for carrying out a procedure under this Act.
- (3) A decree arbitral on a reference under paragraph (a) of subsection (1), or a compromise under paragraph (b) of that subsection, is binding on the creditors and on the debtor.