STATUTORY INSTRUMENTS

1998 No. 3132

The Civil Procedure Rules 1998

PART 3

THE COURT'S CASE [FIAND COSTS] MANAGEMENT POWERS

IF1 SECTION III

Costs Capping

[F1Costs capping orders – General

- **3.19.**—[F2(1) For the purposes of this Section—
 - (a) 'costs capping order' means an order limiting the amount of future costs (including disbursements) which a party may recover pursuant to an order for costs subsequently made; and
 - (b) 'future costs' means costs incurred in respect of work done after the date of the costs capping order but excluding the amount of any additional liability.
- (2) This Section does not apply to judicial review costs capping orders under Part 4 of the Criminal Justice and Courts Act 2015 or to protective costs orders.

(Rules 46.16 to 46.19 make provision for judicial review costs capping orders under Part 4 of the Criminal Justice and Courts Act 2015.)]

- (4) A costs capping order may be in respect of
 - (a) the whole litigation; or
 - (b) any issues which are ordered to be tried separately.
- (5) The court may at any stage of proceedings make a costs capping order against all or any of the parties, if—
 - (a) it is in the interests of justice to do so;
 - (b) there is a substantial risk that without such an order costs will be disproportionately incurred; and
 - (c) it is not satisfied that the risk in subparagraph (b) can be adequately controlled by-
 - (i) case management directions or orders made under this Part; and
 - (ii) detailed assessment of costs.
- (6) In considering whether to exercise its discretion under this rule, the court will consider all the circumstances of the case, including—
 - (a) whether there is a substantial imbalance between the financial position of the parties;

- (b) whether the costs of determining the amount of the cap are likely to be proportionate to the overall costs of the litigation;
- (c) the stage which the proceedings have reached; and
- (d) the costs which have been incurred to date and the future costs.
- (7) A costs capping order, once made, will limit the costs recoverable by the party subject to the order unless a party successfully applies to vary the order. No such variation will be made unless—
 - (a) there has been a material and substantial change of circumstances since the date when the order was made; or
 - (b) there is some other compelling reason why a variation should be made.]

Textual Amendments

- F1 Pt. 3 Sections 2, 3 inserted (1.4.2013) by The Civil Procedure (Amendment) Rules 2013 (S.I. 2013/262), rules 2, 5(h) (with rule 22)
- F2 Rule 3.19(1)(2) substituted (8.8.2016) by The Civil Procedure (Amendment No. 2) Rules 2016 (S.I. 2016/707), rules 2, 4(a) (with rule 6); S.I. 2016/717, art. 3(d)
- F3 Rule 3.19(3) omitted (8.8.2016) by virtue of The Civil Procedure (Amendment No. 2) Rules 2016 (S.I. 2016/707), rules 2, **4(b)** (with rule 6); S.I. 2016/717, art. 3(d)

Changes to legislation:
There are currently no known outstanding effects for the The Civil Procedure Rules 1998, Section 3.19.