

# <u>Decisions of the Trimester</u> General Court & European Court of Justice

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#### List of cases:

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T-333/14, 14.2.2017 – SportEyes / EYE SPORT et al. 
T-64/16, 28.01.2017 – Tasty Puff 
T-735/15, 6.12.2016 – SHOP ART / art 
T-351/14, 17.2.2017 – GATEWIT / Wit software 
T-71/15, 16.2.2017 – Land Glider / LAND ROVER 
C-30/15 P, 10.11.2016 – Rubik's Cube
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**Legal effects of cancelled marks** 



- **EUTMA**: "Sport Eyes", goods in Class 25
- Opposition: based on Art. 8(1)(b), successful under one earlier EUTM (T-342/02, 'MGM')
- BoA: appeal dismissed
- Appeal before GC: infringement of Art. 8(1)(b)
- All earlier EUTMs cancelled: one declared revoked, three declared invalid; decisions final



- In the light of adoption of these cancellation decisions, does the action before GC continue to serve any purpose?
- What are the legal effects of a mark declared invalid or a mark declared revoked?



Art. 55 (1) EUTMR: EUTM shall be deemed not to have had, as from the date of the application for revocation, or of the counter claim, the effects specified in this Regulation, to the extent that the rights of the proprietor have been revoked. An earlier date, on which one of the grounds for revocation occured, may be fixed in the decision at the request of one of the parties.



Art. 55(2) EUTMR: EUTM shall be deemed not to have had, as from the outset, the effects specified in this Regulation, to the extent that the trade mark has been declared invalid.



The only earlier right on the basis of which the opposition was declared to be well founded was **declared invalid** (disappeared) → the opposition proceedings became devoid of purpose. Consequently, in accordance to Art. 131 RPGC, the present action has become devoid of purpose  $\rightarrow$  no need to adjudicate on it (§ 24).



## **Effects of the order declaring no need to adjudicate:**

Since actions before the Court have a suspensory effect (Art. 64(3) EUTMR) → neither the first instance decision nor the contested decision take effect → the contested EUTM application may proceed to registration.



## The earlier right has been revoked (lack of use):

Its legal validity ended <u>after</u> the contested decision had been adopted (*ex-nunc* effect of revocation)  $\rightarrow$  The legality of a decision which allows an opposition cannot be affected by the revocation of the earlier mark that occurred after the adoption of that decision.

That earlier mark was not examined by BoA (subject matter of proceedings).

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Absolute grounds for refusal Descriptive character - Lack of distinctiveness





Class 34: tobacco goods



- EUTMA rejected based on Art. 7(1)(b) and (c)
- BoA dismissed the appeal
- Appeal before GC:
  - (1) Infringement of Art. 7(1)(b) EUTMR
  - (2) Infringement of Art. 7(1)(c) EUTMR



## **Relevant public:**

- English-speaking EU consumer with an average level of attention
- The Applicant's claim about a high attention of the relevant consumer of tobacco products was not supported by any evidence



## **Figurative elements:**

- The typeface and various dots insufficient to divert consumer's attention from the verbal part
- They emphasise the descriptive message of the words Tasty Puff
- The rounded typeface and the dots could be associated with puffs of smoke



### **Verbal elements**:

- The sign must always be assessed in relation to the goods or services concerned.
- Other possible meanings irrelevant.
- In the context of smoking, the sign will be perceived as 'delicious smoke or delicious smoking'.
- Not merely allusive directly descriptive of a good taste of tobacco or the ability to enhance the good taste of tobacco by means of articles used with tobacco.



# T-735/15, 6.12.2016 – SHOP ART / art

Relative grounds for refusal – Weak components – Non-distinctive components



**EUTMA** 

## **SHOP**\***ART**

<u>Class 18</u>: Leather and goods made of leather or imitations thereof;

<u>Class 25</u>: Clothing, headgear, footwear.

# \*art

**EUTM & Spanish TM** 

<u>Class 18</u>: Leather and goods made of leather or imitations thereof;

<u>Class 25</u>: Clothing, headgear,

footwear;

<u>Class 35</u>: Retailing of the goods indicated in Classes 18 and 25.



**Opposition**: successful under Art. 8(1)(b) - likelihood of confusion

- Signs: visually, phonetically and conceptually similar
- Goods: identical
- $\triangleright$  Interdependancy principle applicable  $\rightarrow$  LoC

**BoA**: opposition decision annuled

- Signs: visually not similar, phonetically remotely similar, conceptually evoked different ideas
- Goods: the identity of the goods not disputed
- ➤ The common element ,art' is weak → No LoC



**GC**: annuled the decision of the BoA

Visually, the signs are similar to an average degree (share \*art)

- ,SHOP' at the beginning does not preclude similarity
- Stylisations of words and stars minimal (imperfect picture)
- The same combination of a star and ,art' is present in both signs

Phonetically, the signs are similar to an average degree (share art)

Conceptually, the signs are similar to an average degree (share \*art)



#### **Distinctiveness of 'SHOP' and 'ART':**

**'SHOP'**: a descriptive reference to the place where the goods at issue are sold (a well-known fact)  $\rightarrow$  devoid of distinctiveness (§ 43, 48) **'ART'**: evokes the idea that the G&S are the result of artistic design work  $\rightarrow$  valuable aesthetic character  $\rightarrow$  laudatory  $\rightarrow$  limited distinctive character  $\rightarrow$  weak (§ 47, 49)



Common Communication on the Common Practice of Relative Grounds of Refusal – Likelihood of Confusion (Impact of non-distinctive/weak components), 2.10.2014

https://www.tmdn.org/network/documents/10181/aed01c40-9004-4d9a-950c-6590768f6498



A coincidence in an element with a low degree of distinctiveness will not normally on its own lead to LOC.

However, there may be LOC if:

• The other components are of a lower (or equally low) degree of distinctiveness or are of insignificant visual impact and the overall impression of the marks is similar.

#### OR

 The overall impression of the marks is highly similar or identical.



#### **Conclusion:**

- 'ART': the most distinctive element of the contested mark
- 'ART': identical to the single word element making up the earlier mark
- Figurative elements representing stars: similar and occupy the same position (in front of 'ART')
- Non-distinctive 'SHOP' cannot offset the overall similarity between the marks
- Conclusion that there was no LOC wrong



# T-351/14, 17.2.2017 - GATEWIT/Wit software

Relative grounds for refusal - Relevant public – Dominant elements – Distinctive elements



**EUTMA** 

**EUTM** 

#### **GATEWIT**



<u>Class 42</u>: Design of computer systems; Creation and maintenance of websites, for others; Research and development (for others); Computer software design; Consultancy in the field of computer hardware. **Class 9**: Computer programs and software;

**Class 38**: Telecommunications;

<u>Class 42</u>: Consultancy in the field of computer hardware and software; computer programming; computer system design; maintenance of computer software; research and development for others; updating of computer software; computer software design.



## Relevant public and level of attention:

- Consultancy in the field of computer hardware and software
   general public normal level of attention (§ 52, 53)
- Design of computer systems, creation and maintenance of websites, research & development, software design, computer programming – mostly specialists and dealers – high level of attention (§ 54)



## **Dominant and descriptive elements**:



WIT: dominant (fanciful & big); software - descript.

**GATEWIT:** Not a logical unit in any language;

WIT - known to public with a good command of English

**GATE** – known to consumers specialising in computing (members of the general public or professionals)



# **Comparison of the signs:**

<u>Visually</u> – similarity is normal (GC), not low (BoA) <u>Phonetically</u> – similarity confirmed <u>Conceptually</u> – similarity found by BoA denied by GC (,wit' will be perceived as fanciful, no specific meaning in relation to the respective services)



- Even assuming that some consumers having a thorough knowledge of English among the consumers specialising in computing are aware of the meaning of the word 'wit' in English, they will be <u>unable to attribute a specific meaning to it in relation to the services concerned.</u> Accordingly, the element 'wit' will be conceptually perceived by all the consumers specialising in computing as fanciful (§ 96).
- The Board of Appeal erred in finding that the marks were conceptually similar due to the common element ,wit' (§ 98)



#### **Global assessment:**

- Consumers specialising in computing (sufficiently significant and nonnegligible part of the relevant public)
- Identity of the services at issue
- Similarity of the signs (differ only in weak elements)



Despite high level of attention LoC cannot be safely excluded

Consumers specialising in computing will believe that the services of the contested application represent a new variant of those offered under the earlier mark



# T-71/15, 16.2.2017 Land Glider / LAND ROVER

Relative grounds for refusal – Reputation – Link between the marks – Descriptive elements



EUTMA

**EUTMs** 

**Land Glider** 

**LAND ROVER** 



<u>Class 12</u>: Electric vehicles (concept cars), except two-wheel vehicles.

<u>Class 12</u>: Land vehicles and their engines; parts, components and accessories for land vehicles.



**Opposition**: filed under Art. 8(1)(b) and 8(5) EUTMR

Likelihood of confusion was not examined.

- Reputation link unfair advantage established
- Opposition upheld under Art. 8(5)



**BoA:** appeal upheld

#### **Art. 8(1)(b) EUTMR:**

- → Land' understood → weak throughout EU
- Signs: visually, phonetically and conceptually only lowly similar
- Inherent distinctiveness of the earlier marks: average
- > Enhanced distinctiveness through use: not proven
- Enhanced level of attention of the relevant public
- No LoC even assuming enhanced distinctiveness of earlier marks



#### **BoA:**

#### **Art. 8(5) EUTMR:**

The common element ,land' was not sufficient to lead the consumer to establish a relevant link between the marks at issue that would allow the conclusion that the use of the trade mark applied for took unfair advantage of the distinctiveness and reputation of the earlier trade marks or was detrimental to them.



## Findings of the Court (only plea under Art. 8(5) was examined):

#### DISTINCTIVENESS OF THE COMMON ELEMENT

- Land' (solid part of the Earth's surface): not understood in all MS
   (not a well-known fact) → not descriptive → not weak (regarding
   a not inconsiderable part of the relevant EU public);
- The reasoning of the contested decision was based on an incorrect premiss that ,land' was descriptive → weak → or even devoid of distinctiveness for the entire relevant public in EU



#### ESTABLISHMENT OF A LINK

- Is the common element 'LAND' enough to create a link?
- Are the signs sufficiently similar?

**GC**: Wrong premise taken into account – 'LAND' will not be perceived as descriptive in the entire EU territory



#### ASSESSMENT OF THE EARLIER MARK'S REPUTATION

- No comprehensive analysis of the evidence (2.500 pages)
- Mere assertion without any reasoning why 2.500 pages were not sufficient to establish enhanced distinctiveness or reputation



#### CONCLUSION

Failure to examine in detail:

- i. The earlier mark's reputation
- ii. The relevant factors for establishing a link between the marks
- iii. The risk of unfair advantage of the earlier marks' distinctive character / repute or detriment to them



T-735/15, 6.12.2016 — SHOP ART / art

# C-30/15 P, 10.11.2016 Rubik's Cube

Absolute grounds for refusal – Shapes necessary to obtain a technical result

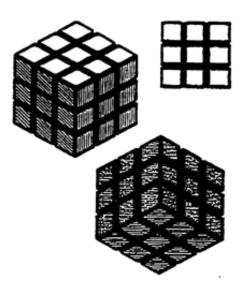


## Art. 7(1)(e) EUTMR - signs which consist exclusively of:

- i. the shape, or another characteristic, which results from the *nature* of the goods themselves;
- ii. the shape, or another characteristic of goods, which is necessary to obtain a *technical result*;
- iii. the shape, or another characteristic, which gives *substantial* value to the goods.

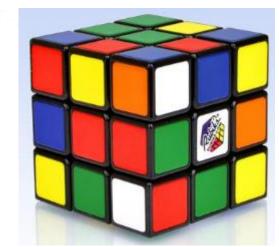
are excluded from registration.





# Class 28: three-dimensional puzzles





ART/art





- EUTM: registered as a 3-D B&W mark in 1999
- Cancellation: based, inter alia, on Art. 7(1)(e)(ii)
   EUTMR dismissed
- BoA: appeal dismissed
- GC: action dismissed



# Reasoning of GC (T- 450/09):

- The essential characteristics of the shape: the cube and the grid structure (§ 45)
- No technical solution implied (§ 61)
- A rotating capability of the puzzle irrelevant (§ 64)
- No technical function can be determined from the graphic representation of the mark (§ 72)
  - → Cancellation on Art. 7(1)(e)(ii) EUTMR rulled out



# **Court of Justice** (GC judgment - set aside):

- Identification of the essential characteristics of the mark is confirmed (the cubic form and a grid structure).
- The essential characteristics of the cubic shape should have been assessed in the light of the technical function of the actual goods represented.
- The functionallity of the grid structure in the light of the rotating capability of individual elements in a 3-D mark (puzzle type) should have been examined.



- Enough that some 3-D puzzles have a rotating capability.
- The importance of safeguarding public interest regarding technical solutions.



# Thank you!



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