UPC Court of Appeal, 22 May 2024, Volkswagen v NST

#### PATENT LAW – SUBSTANTIVE LAW

Request by the Appellants to expedite the appeal against an order in which an application for security for costs was dismissed

• and shorten any deadlines where possible is denied for being too unspecified and insufficiently substantiated. (Rule 9(3) RoP, Rule 224(2)(b) RoP)

6 Volkswagen has not explained that and why it would have a particular interest in the Statement of response being filed before any particular date, prior to the end of the time period of 15 days as provided for in R.224.2(b) RoP. Failing such a reason, the Court of Appeal cannot, in view of the interests of NST and the principles of proportionality, fairness and equity, also taking into account the time period Volkswagen has taken to lodge its Statement of grounds of appeal, see any reason to shorten the time period within which NST is to lodge its Statement of response.

7. Insofar as the further appeal proceedings are concerned, the request is too unspecified and insufficiently substantiated to justify the shortening of any of the future time periods at this stage of the proceedings

Source: <u>Unified Patent Court</u>

Similar orders at the same date between the same parties in App 28999/2024 and App 29005/2024

# UPC Court of Appeal, 22 May 2024

(Kalden, Simonsson, Rombach) UPC Court of Appeal

UPC\_CoA\_222/2024 APL\_25928/2024

App\_28997/2024

Order

of the Court of Appeal of the Unified Patent Court issued on 22 May 2024

concerning a request for expedition of the appeal pursuant to <u>R.225(e)</u>, <u>R.9.3(b)</u> Rules of Procedure **HEADNOTES**:

In the appeal against an order in which an application for security for costs was dismissed, a request by the Appellants to expedite the appeal and shorten any deadlines where possible in accordance with R. 9.3 (b) RoP is denied for being too unspecified and insufficiently substantiated.

#### **KEYWORDS**

Expedition of the appeal, R.225 (e), R.9.3 (b) RoP APPELLANT/APPLICANT IN THE

PROCEEDINGS BEFORE THE COURT OF FIRST INSTANCE

**Volkswagen AG,** Wolfsburg, Germany Hereinafter also referred to as: 'Volkswagen' represented by: Dr. Jan Bösing, Rechtsanwalt, Bardehle Pagenberg, Munich, German

# RESPONDENT / CLAIMANT IN THE MAIN PROCEEDINGS BEFORE THE COURT OF FIRST INSTANCE

**Network Systems Technologies LLC.**, Portland, ME, Unites States of America

Hereinafter also referred to as NST.

represented by: Dr Thomas Gniadek, Simmons&Simmons, Munich, Germany

### LANGUAGE OF THE PROCEEDINGS:

**English** 

PATENT AT ISSUE

EP 1 552 669

**PANEL** 

Second Panel

#### **DECIDING JUDGES:**

This order has been adopted by

Rian Kalden, Presiding judge and judge-rapporteur Ingeborg Simonsson, legally qualified judge

Patricia Rombach, legally qualified judge

# IMPUGNED ORDER OF THE COURT OF FIRST INSTANCE

□ Date: 23 April 2024 (signed 25 April 2024); ORD\_12483/2024 in related proceedings (requests for security for costs) App\_11431/2024, App\_11444/2024 and App\_11835/2024 in the main infringement action ACT\_597691/2023)

□ Action number attributed by the Court of First Instance Local Division Munich): UPC\_CFI\_513/2023

#### SUMMARY OF FACTS

On 1 March 2024 Volkswagen filed an application under **Art. 69.4 UPCA** and **R.158.1 RoP** (App. 11431/2024), requesting the Court to order NST to provide adequate security for legal costs and other expenses incurred by Volkswagen. The Court of First Instance denied the Application. Leave to appeal was granted in the Order..

### INDICATION OF PARTIES'REQUESTS

In the appeal proceedings, Volkswagen requests that the impugned order shall be set aside. It argues that the Court of First Instance applied legally erroneous standards of examination and of burden of proof for the decision on the provision of security for costs. The Court of First Instance furthermore misapplied the undisputed facts of the case at hand, Volkswagen contends

In the request for expedition of the appeal, Volkswagen requests the Court of Appeal pursuant to R.225(e) and R.9.3 RoP to expedite the appeal and shorten any deadlines where possible. Volkswagen argues that it already incurred significant legal costs for the filing of the statement of defence in the main infringement proceedings on the merits without any security that such costs will be reimbursed by NST. These legal costs continue to increase and thus need to be secured as soon as possible.

### POINTS AT ISSUE

Request for expedition of the appeal, <u>R.225 (e)</u>, <u>R.9.3</u> (b) RoP

#### **GROUNDS FOR THE ORDER**

- 1. The request for expedition is admissible.
- 2. There is no need to consult NST about this request.

- 3. Pursuant to <u>R.235</u> and <u>R.224.2(b)</u> RoP a respondent has 15 days from service of the Statement of grounds of appeal to lodge a Statement of response.
- 4. **R.9.3(b) RoP** empowers the Court to shorten any time period on a reasoned request by a party.
- 5. Volkswagen filed the request for expedition of the appeal, at the same time as it lodged the Statement of appeal, containing the grounds of appeal, 15 days after the signature date of the impugned order.
- 6. Volkswagen has not explained that and why it would have a particular interest in the Statement of response being filed before any particular date, prior to the end of the time period of 15 days as provided for in R.224.2(b) RoP. Failing such a reason, the Court of Appeal cannot, in view of the interests of NST and the principles of proportionality, fairness and equity, also taking into account the time period Volkswagen has taken to lodge its Statement of grounds of appeal, see any reason to shorten the time period within which NST is to lodge its Statement of response.
- 7. Insofar as the further appeal proceedings are concerned, the request is too unspecified and insufficiently substantiated to justify the shortening of any of the future time periods at this stage of the proceedings

#### ORDER

The request for expedition of the appeal is rejected.

# INSTRUCTIONS TO THE PARTIES AND TO THE REGISTRY CONCERNING THE NEXT STEPS

This order closes App\_27157/2024.

Issued on 22 May 2024

## NAMES AND SIGNATURES

Judges Rian Kalden, Presiding judge and judge-rapporteur

Ingeborg Simonsson, legally qualified judge Patricia Rombach, legally qualified judge

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