# UPC Court of Appeal, 27 September 2024, Volkswagen v NST



#### PATENT LAW - PROCEDURAL LAW

Information meant in R. 158.4 RoP – that if the party fails to provide adequate security within the time stated, a decision by default may be given in accordance with Rule 355 – does not necessarily have to be given in the Order to provide security for costs.

• In its Statement of appeal and grounds of appeal, Volkswagen had not requested that this information be included in the Order itself either. The Court thus does not see the necessity for rectification of the Order [R. 353 RoP]. It therefore suffices that the information as meant in R.158.4 RoP is provided to NST by this separate order.

Source: **Unified Patent Court** 

See also: same order of the same date in Audi v NST

# **UPC Court of Appeal, 27 September 2024**

(Kalden, Simonsson, Rombach)

UPC\_CoA\_218/2024 APL\_25922/2024

UPC\_CoA\_220/2024 APL\_25924/2024

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

### ORDER

of the Court of Appeal of the Unified Patent Court issued on 27 September 2024

concerning notification pursuant to R. 158.4 RoP

# APPELLANT / DEFENDANT IN THE MAIN PROCEEDINGS BEFORE THE CFI)

Volkswagen AG, Wolfsburg, Germany;

hereinafter also referred to as: 'Volkswagen';

represented by: attorneys at law Dr. Jan Bösing, Saskia Mertsching, Monika Harten, Bardehle Pagenberg, Munich, Germany

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

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

hereinafter also referred to as 'NST';

represented by: attorney at law Dr Thomas Gniadek, Simmons&Simmons, Munich, Germany

#### PANEL AND DECIDING JUDGES

This order has been adopted by the Second Panel composed of:

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

#### ORDERS OF THE COURT OF APPEALS

□ ORD\_48922/2024 in UPC\_CoA\_218/2024 APL\_25922/2024; ORD\_48923/2024 in UPC\_CoA\_220/2024 APL\_25924/2024; ORD\_48924/2024 in UPC\_CoA\_222/2024 APL\_25928/2024, dated 17 September 2024 (hereinafter: the Order)

## PATENTS AT ISSUÉ

EP 1 875 683

EP 1 552 399

EP 1 552 669

#### LANGUAGE OF THE PROCEEDINGS

English

## SUMMARY OF FACTS AND PARTIES' REQUESTS

1. In the Order, the Court of Appeal ordered NST to provide security for costs to Volkswagen in an amount of EUR 100.000 in APL\_25924/2024, ACT\_597693/2023, EUR 100.000 in APL\_25928/2024, ACT\_597691/2023 and in an amount of EUR 300.000 in APL\_25922/2024, ACT\_597692/2023, either by deposit or by a bank guarantee issued by a bank licensed in the European Union, within three weeks from the date of service of this order.

2. On 25 September 2024 Volkswagen filed a request for rectification pursuant to R. 353 RoP (App\_53213/2024 UPC\_CoA\_218/2024). It requests that the rectified order also include: "informs NST that, if NST fails to provide the respective security within three weeks from the date of service, a decision by default may be given, in accordance with Rule 355, in the respective infringement action". Alternatively, Volkswagen requests that the Court informs NST separately that, if NST fails to provide the respective security within three weeks from the date of service, a decision by default may be given, in accordance with R.355 RoP, in the respective infringement action.

3. Volkswagen argues that there is an obvious slip in the order, as R.158.4 RoP provides that the information as referred to above shall be given by the Court. The alternative request is based on an interpretation of R.158.4 RoP such that the information must not necessarily be provided in the operative part of the Order itself.

#### POINT AT ISSUE

Notification pursuant to **R.158.4 RoP** 

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

1. Given that the Court of Appeal in the Order specified the time limit within which NST is to provide the required security, pursuant to R.158.4 RoP, the Court has to inform NST that if it fails to provide adequate security within the time stated in the Order, the Court (meaning in the present case: the Court of First Instance dealing with the main action) may give a decision by default pursuant to R.355 RoP.

2. It does not follow from R.158.4 RoP that the information as meant therein must necessarily be given in the Order itself. In its Statement of appeal and grounds of appeal, Volkswagen had not requested that this information be included in the Order itself either. The Court thus does not see the necessity for rectification of

the Order. It therefore suffices that the information as meant in <u>R.158.4 RoP</u> is provided to NST by this separate order.

## ORDER

The Court of Appeal:

- notifies NST that if it fails to provide adequate security – adequate meaning: the amount of security and in the required form as stated in the Order – within three weeks from the date of service of the Order, i.e. three weeks as from 17 September 2024, the Court may give a decision by default pursuant to **R.355 RoP**.

Issued on 27 September 2024

Rian Kalden, Presiding judge and judge-rapporteur

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

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