

> Ausschuss für Streitregelung Litigation Committee Commission Procédure Judiciaire

Update 2 September 2019 (original document dated 20 July 2015)

## **Overview on Ratification of the UPC Agreement**

## Including Protocol on Provisional Application, Local/Regional Divisions, Languages

Before the Unified Patent Court Agreement (UPCA) can enter into force, it needs to be ratified by 13 Member States, including Germany, France and the UK (Art 89(1) UPCA). The **epi**'s Litigation Committee members from the various EU Member States have contributed information on the latest developments in their respective countries with regard to the ratification. The input has been summarised in the attached table, which also contains news about the Member States' consent to be bound by the Protocol on Provision Application (PPA) and about the potential establishment of local or regional divisions (Art 7 UPCA) and the corresponding languages of proceedings (Art 49 UPCA). This table comprises data from all Signatory States to the UPCA. In addition, Poland, Croatia and Spain are included, being Member States of the European Union and potential candidates for joining the UPC in the future.



|    | Ratification UPCA   | Consent to be Bound by PPA  | Local or Regional Division  |
|----|---|---|---|
| ΑΤ | Austria deposited its instrument of ratification on 6 August 2013.  | Austria signed the PPA on 29 January 2019 but it still needs to be ratified.  | In January 2015, it was decided by the<br>Council of Ministers to establish a local<br>division in the premises of the Austrian<br>Patent Office in Vienna. It is not yet sure<br>whether, and to what extent, English will be<br>admitted as an additional language of<br>proceedings. |
| BE | Belgium deposited its instrument of ratification on 6 June 2014.  | Belgium expressed its consent to be bound<br>by the PPA on 29 March 2017.   | Belgium is committed to establishing a<br>local division in Brussels, which will operate<br>in the three national languages (French,<br>Dutch and German) plus English.   |
| BG | Bulgaria deposited its instrument of ratification on 3 June 2016.   | Bulgaria expressed its consent to be bound<br>by the PPA on 24 July 2018.   | Bulgaria is not considering the<br>establishment of a local division, but under<br>certain conditions the establishment of a<br>regional division could be supported.   |
| CY | In Cyprus, there is no progress with regard to ratification.  |   | Cyprus has not made proposals for a local or regional division.   |
| CZ | In the Czech Republic, for the moment, no<br>steps are taken for ratification. A study<br>carried out reported a negative impact of<br>the UPC on Czech firms and on the Czech<br>economy and budget. It is moreover noted<br>that the present quality of machine<br>translation into Czech must be improved. |   | There are no measures for a local or regional division. Discussions with Slovakia in this regard are only at the beginning.   |
| DE | In Germany, the laws for ratification passed<br>the Parliament in March 2017. Upon a<br>complaint regarding the constitutionality of<br>this law, the German Federal Constitutional<br>Court has requested the Federal President  | Germany signed the PPA on 1 October<br>2015 but it still needs to be ratified.<br>Parliamentary approval for ratification has<br>been given but ratification has been<br>delayed due to the constitutional complaint. | It is planned to have four local divisions in<br>Germany: Munich, Düsseldorf, Mannheim<br>and Hamburg. The premises have been<br>announced. Munich will most likely have<br>English as the second language of   |



|      | oostpone it issuance. The signature of   |   | proceedings (besides German). Düsseldorf     |
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|      | Federal President and publication in the |   | appears to be more reluctant in this         |
|      | leral Law Gazette are required for entry |   | respect. It is thus not clear that all local |
|      | force.                                   |   | divisions will accept English.               |
|      | veral stake holders were invited by the  |   |  |
|      | leral Constitutional Court to comment    |   |  |
|      | the complaint. The complaint has been    |   |  |
|      | lished on the case list for 2019.        |   |  |
|      | Narch 2018, a motion in Parliament of    |   |  |
| the  | political party AfD to repeal the UPC    |   |  |
| legi | slation was opposed by the other         |   |  |
| poli | tical parties. It was referred to        |   |  |
| spe  | cialised parliamentary committees. On    |   |  |
| 20   | February 2019, these committees came     |   |  |
| to t | he conclusion that the motion must be    |   |  |
| reje | ected with a corresponding               |   |  |
| rec  | ommendation to Parliament.               |   |  |
| Red  | cently, some Members of the German       |   |  |
| Par  | liament (including the AfD) asked        |   |  |
|      | estions to the German Government         |   |  |
| •    | arding the budget for the UPC. The       |   |  |
| •    | vernment's answer to certain questions   |   |  |
|      | ht mean that ratification by Germany     |   |  |
|      | be postponed until Brexit and its        |   |  |
|      | sequences for the UPC are clear, even    |   |  |
|      | e Constitutional Court would dismiss     |   |  |
| -    | case. The responses to the further       |   |  |
|      | estions reveal the ongoing engagement    |   |  |
|      | he German Government to support          |   |  |
|      |  | 1 |  |



|    | (also financially) the preparation and ratification of the UPC.   |   |   |
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| DK | Denmark deposited its instrument of ratification on 20 June 2014.   | Denmark expressed its consent to be bound by the PPA on 1 October 2015. | A local division in Copenhagen with English<br>and Danish as the languages of<br>proceedings is envisaged.  |
| EE | Estonia deposited its instrument of ratification on 1 August 2017.  | Estonia expressed its consent to be bound<br>by the PPA on 3 July 2017. | Estonia has concluded an agreement with<br>Sweden, Latvia and Lithuania to set up a<br>regional division (the "Nordic-Baltic"<br>division) seated in Stockholm. Its premises<br>have been announced. The Nordic-Baltic<br>division is expected to constitute a flexible<br>organisation which allows for proceedings<br>to also be held in other locations than the<br>seat of the division. The language of the<br>proceedings will be English with<br>interpretation to and from the national<br>languages.<br>Estonia will provide facilities for hearings at<br>the premises of the Harju County Court in<br>Tallinn. |
| ES | In the light of the uncertainty caused by the<br>Brexit and the complaint before the<br>German Constitutional Court, the Unitary<br>Patent package is no longer a current issue<br>in Spain: it was not mentioned or referred<br>to in the electoral campaign (elections took<br>place on 28 April 2019). At the moment we<br>do not know what the future government<br>will be, but most likely the position of Spain<br>regarding the UP package will not change. |   |   |



| FI | Finland deposited its instrument of ratification on 19 January 2016. | Finland expressed its consent to be bound<br>by the PPA on 19 January 2016. | Finland intends to establish a local division<br>in Helsinki with Finnish, Swedish and<br>English as the languages of proceedings.<br>Government Bill 87 2016 in this regard was<br>approved by Parliament on 28 October<br>2016. The local division will be at the same<br>premises as the Market Court. In<br>preparatory work conducted in relation to<br>recent amendment of national law, it was<br>suggested that Finland has no intention of<br>applying provision of Rule 14 (2)(c), in<br>other words, judges should be able to<br>conduct the proceedings in any of the three<br>languages (FI, SE, EN) mentioned.<br>Other relevant legislation, such as the<br>Finnish Patent Act and the Market Court<br>Act, have already been amended based on<br>the previous Government Bill 45 2015,<br>which laid the basis for the Finnish<br>ratification. The amendments will enter into<br>force when the UPCA enters into force. |
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| FR | France deposited its instrument of ratification on 14 March 2014.    | France expressed its consent to be bound<br>by the PPA on 1 October 2015.   | It appears that the UPC's local and the<br>central division will occupy the historical<br>Palais de Justice, located close to the<br>Louvre. There will be a provisional building<br>for the beginning on the Quai de la<br>Mégisserie.<br>French and English will be the languages<br>of proceedings. There are ongoing<br>discussions to also accept German.   |



| GB | The UK deposited its instrument of   | The UK became bound by the PPA on 7                             | On 14 February 2018, France deposited its<br>instrument of ratification of the Protocol on<br>Privileges and Immunities (PPI).<br>The UK plans to have a local division in  |
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|    | ratification on 26 April 2018.<br>Despite the "Brexit", the UK Government<br>intends to explore legal solutions to enable<br>the UK to stay in the system when it leaves<br>the EU.  | July 2017.  | London. The premises for both the local<br>and the central division will be the "Aldgate<br>Tower", which has already been prepared.<br>On 26 April 2018, the UK deposited its<br>instrument of ratification of the Protocol on<br>Privileges and Immunities (PPI). |
| GR | A consultation on the draft ratification law<br>was completed at the beginning of 2017. In<br>May 2017, the Greek government<br>commissioned a study on the impact of<br>unitary patent protection on the Greek<br>economy.  | Greece signed the PPA on 23 March 2017<br>but is not yet bound. | The ratification law proposes the creation<br>of a local division, which would be located<br>in Thessaloniki.   |
| HR | Croatia is still at a preparatory stage of<br>joining the enhanced cooperation on<br>unitary patent protection. Our contacts at<br>the Croatian IPO and the Ministry of Justice<br>have unofficially confirmed their support of<br>UPCA. Said support was backed by a<br>positive attitude of the High Administrative<br>Court and High Commercial Court towards<br>the matter. Furthermore, we have been<br>unofficially informed that Croatian IPO has<br>been enticed by the Ministry of Justice to<br>take initiative and to bring the subject to the<br>competent authorities' attention again, |   |   |



|    | which could result in expediting the  |   |   |
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|    | preparatory stage.  |   |   |
| HU | Ratification of the UPCA has been delayed<br>due to a decision of the Hungarian<br>Constitutional Court from 26 June 2018.<br>The decision followed a request filed by the<br>Minister of Justice on behalf of the<br>Hungarian Government regarding the<br>interpretation of the Hungarian<br>Constitution. The Court took the view that<br>ratification of the UPCA did not comply with<br>the Constitution. Therefore, an amendment<br>to the Constitution will be necessary before<br>Hungary can ratify. | Hungary signed the PPA on 7 October 2015 but is not yet bound.          | Hungary may establish a local division with<br>Hungarian and English as the languages of<br>proceedings. Another option is to take part<br>in a regional division.  |
| ΙΕ | Before Ireland is able to ratify the UPCA, a<br>referendum will be necessary. The<br>referendum has not been scheduled for<br>2019. It is unlikely that there will be a<br>referendum whilst the issues of Brexit and<br>the questions before the DE Constitutional<br>Court remain open.   |   | If the Agreement is ratified, it is expected<br>that a local division will be established in<br>Ireland.  |
| IT | Italy deposited its instrument of ratification<br>on 10 February 2017.  | Italy expressed its consent to be bound by the PPA on 20 February 2017. | Italy intends to have a local division with<br>seat in Milano. As announced by the<br>Ministry of Justice in 2016, the premises<br>will be an existing court building at via San<br>Barnaba 50, which is in the centre of<br>Milano.<br>In the case that London cannot host the<br>central division due to the consequences of<br>Brexit, Milano has been suggested as an |

|    |   |  | alternative. In a press release of 4<br>December 2018, the Ministry of Foreign<br>Affairs and International Cooperation<br>confirmed its full willingness to commit itself<br>effectively to Milano's candidacy to host a<br>central section of the UPC provided that<br>the Government would opt for this, also in<br>the light of an assessment of the financial<br>burden.<br>On 20 April 2018, the instrument of<br>ratification of the Protocol on Privileges and<br>Immunities (PPI) was deposited.<br>As of 27 March 2019, amendments to the<br>Italian patent law to adapt it to the Unitary<br>Patent and Unified Patent Court are in<br>force. |
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| LT | Lithuania deposited its instrument of ratification on 24 August 2017. | Lithuania has not signed the PPA.  | Lithuania will take part in the "Nordic-Baltic"<br>division (see above under "Estonia").<br>According to Lithuania's Law on ratification<br>of the Agreement on the establishment of a<br>Nordic-Baltic regional division of the UPC<br>(came into force on 1 July 2017), Lithuania<br>will provide facilities for hearings at the<br>premises of the Vilnius Regional<br>Administrative Court.<br>Lithuania has not acceded to the UPC's<br>Protocol on Privileges and Immunities.  |
| LU | Luxembourg deposited its instrument of ratification on 22 May 2015.   | Luxembourg expressed its consent to be bound by the PPA on 18 July 2016. | Luxembourg will not have a local or regional division. This means that all cases   |

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|    |   |   | <ul> <li>will be brought before the central division<br/>(Art 33(1) UPCA).</li> <li>Luxembourg will host the Court of Appeal<br/>and the Court's Registry the premises of<br/>which have been selected and announced:<br/>the UPC will share a building with the EFTA<br/>Court.</li> <li>On 3 April 2018 Luxembourg deposited its<br/>instrument of approval of the Protocol on<br/>Privileges and Immunities (PPI).</li> </ul>  |
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| LV | Latvia deposited its instrument of ratification on 11 January 2018.               |   | Latvia will take part in the "Nordic-Baltic"<br>division (see above under "Estonia"). A law<br>to ratify the agreement regarding the<br>"Nordic-Baltic" division came into force on 1<br>January 2018.  |
| МТ | Malta deposited its instrument of ratification<br>on 9 December 2014.             | Malta will issue a unilateral declaration to be bound.                          | Malta will not have a local or regional<br>division. This means that all cases will be<br>brought before the central division (Art<br>33(1) UPCA).  |
| NL | The Netherlands deposited its instrument<br>of ratification on 14 September 2016. | The Netherlands expressed its consent to be bound by the PPA on 1 October 2015. | The Council of Ministers formally decided<br>that there will be a local division in The<br>Hague. A study commissioned by the<br>Ministry of Economic Affairs had pointed to<br>rather limited benefits (or even an overall<br>cost) of having an own local division, but<br>there are expected to be substantial<br>indirect benefits.<br>The representatives of the Ministry have<br>indicated that the seat would be at the<br>central station in The Hague, where it is |



|    |   |   | also planned to have an international<br>arbitration court.<br>On 23 January 2017, the Netherlands<br>deposited its instrument of ratification of the<br>Protocol on Privileges and Immunities<br>(PPI).   |
|----|---|---|--|
| PL | Even though Poland participated in the<br>enhanced cooperation concerning unitary<br>patent protection, it decided not to sign or<br>ratify the UPCA. This position has not<br>changed. |   |  |
| PT | Portugal deposited its instrument of ratification on 28 August 2015.  |   | There are discussions about the<br>establishment of a local division and the<br>costs thereof. The premises would be in<br>the present building of the civil court of<br>Lisbon.                           |
| RO | In Romania, draft legislation for ratification<br>of the UPCA and the PPA was published<br>for consultation by the Ministry of Justice in<br>June 2017.                                 | Romania signed the PPA on 14 September 2016 but is not yet bound.   | Romania does not intend to host a local division.  |
| SE | Sweden deposited its instrument of ratification on 5 June 2014.   | Sweden expressed its consent to be bound<br>by the PPA on 1 October 2015.   | Sweden will take part in the "Nordic-Baltic"<br>division (see above under "Estonia"). The<br>Nordic-Baltic Regional Division has<br>confirmed its location at Scheelegatan 7,<br>112 28 Stockholm, Sweden. |
| SI | In Slovenia the legislation for ratification of<br>the UPCA has been approved by<br>Parliament. The instrument of ratification<br>has not yet been deposited.                           | Slovenia signed the PPA on 1 October<br>2015 but is not yet bound. Slovenia will<br>issue a unilateral declaration to be bound. | Slovenia intends to host a local division.   |



| SK | The Slovak Republic has not moved to<br>ratifying the UPCA. It will wait until the<br>system is operational. Officials are<br>discussing whether a study on the impact<br>of the UPC on the Slovak economy should<br>be conducted. There are concerns about<br>the increase in density of patents, the level<br>of the fees and the pro-patent approach of<br>the UPC. The Ministry of Justice will look<br>into the CJEU decisions. | There are no concrete steps for a local or<br>regional division. The Ministry of Justice is<br>involved in formal discussions with Czech<br>colleagues in this regard. Brno has been<br>considered as a possible seat of the local<br>division. |
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