### Case C-317/91

# Deutsche Renault AG v AUDI AG

(Reference for a preliminary ruling from the Bundesgerichtshof)

(Free movement of goods - Trade-mark law)

Report for the Hearing	Ι-	6228
Opinion of Advocate General Tesauro delivered on 9 June 1993	I -	6249
Judgment of the Court, 30 November 1993	Ι-	6260

### Summary of the Judgment

Free movement of goods — Industrial and commercial property — Trade-mark right — Right of the proprietor of a mark consisting in a word in general use in the language of several Member States to oppose the use, for goods imported from another Member State, of a designation leading to confusion — Permissibility — Conditions

(EEC Treaty, Arts 30 and 36)

It does not represent an unlawful restriction on intra-Community trade for the purposes of Articles 30 and 36 of the EEC Treaty if a subsidiary trading in Member State A of an automobile manufacturer established in Member State B is prohibited from using as a mark in Member State A the designation 'Quadra', which the manufacturer has hitherto used without restriction for a four-

wheel-drive motor vehicle, both in its own State and elsewhere, on the ground that another automobile manufacturer in Member State A claims — validly under the internal law of Member State A — a trade-mark right ('Warenzeichenrecht') and/or a right to a get-up ('Ausstattungsrecht') in the word 'Quattro', with which the designation 'Quadra' would create a risk of confusion, even though the word 'Quattro' denotes a numeral in another Member State and that

meaning is clearly discernible in other Member States, and even though the number 4 thereby designated plays a significant and varied role in automobile manufacturing and the automobile trade.

In the absence of unification or approximation of laws within the Community, the laying down of conditions for the protection of a designation such as 'Quattro' and the establishment of criteria making it possible to determine the existence of a risk of confusion between two designations — as to which Community law does not require a strict interpretation — are a matter for national law, subject to the limits laid down by the second sentence of Article 36 of the Treaty.

## REPORT FOR THE HEARING In Case C-317/91 \*

#### I — Facts and procedure

## 'Paragraph 4 (Prohibited marks)

- 1. Legal background to the dispute
- (a) National law

The relevant provisions of the German trade-mark Law, the Warenzeichengesetz (hereinafter referred to as 'the WZG') in the version published on 2 January 1968 (Bundesgesetzblatt I, p. 29), as most recently amended by the Law of 7 March 1990 (Bundesgestzblatt I, p. 422), are as follows:

- (1) Freely available marks (*Freizeichen*, e. g. generic names) shall not be registered in the trade-mark register.
- (2) In addition the following marks shall not be registered:
- (i) those which are devoid of any distinctive character or contain exclusively numerals, letters or words designating the kind, time

<sup>\*</sup> Language of the case: German.