THE APPOINTED PERSON: This is an appeal to the Appointed Person from a decision of Mr. James, acting on behalf of the Registrar, dated 25th January 2001. It arises in an opposition by Deutsche Telekom AG to the registration of two trade marks in respect of a number of services in classes 38 and 42 relating to telecommunications and the Internet.

The two marks, the subject of the applications, are set out in Mr. James's decision as Annex A and consist of the capital letter "GTN" and the lower case letters "et" with a crown over the centre of the "G". In the case of one of the marks underneath the "GTNet" are the words "Government Telecommunications Internet Access Service".

The opposition was based under the provisions of section 5(2)(b) of the Act, which provides, "The trade mark shall not be registered if because ... (b) it is similar to an earlier trade mark and is to be registered for goods or services identical with or similar to those for which the earlier mark is protected, there exists a likelihood of confusion on the part of the public, which includes the likelihood of association with the earlier trade mark."

Deutsche Telekom relied upon a number of earlier marks, but it was common ground on this appeal that Mr. James was correct in holding that the opponent's best case is based upon its registration of the trade mark TNet which is

included in registration number 2028446, which was registered in respect of identical or virtually identical goods in classes 38 and 42. I therefore only have to consider the appeal in so far as it is suggested that the applicant's mark GTNet is likely to be confused by the relevant consumer with the opponent's mark TNet when registered in respect of what are, in effect, identical goods.

Mr. Tritton who appeared before me on behalf of the opponent/appellant accepted that the correct approach for me to adopt on this appeal was the approach laid down by Pumfrey J in South Cone Incorporated v. Jack Bessant, Dominic Greensmith, Kenwyn House and Gary Stringer (a partnership) trading as 'Reef', judgment, 16th May 2001 where he concluded that the approach of the High Court on appeal from the registry should be the same as that of the Court of Appeal on appeal from the High Court applying the principles set out by Lord Hoffmann in Designers Guild Ltd v. Russell Williams (Textiles) Ltd [2001] FSR 113. For reasons I gave in the Royal Enfield Motor Units decision on 27th July 2001, I held the same principles applied to an appeal to the Appointed Person, and Mr. Tritton does not dispute that.

In order therefore to succeed on this appeal the appellant have to satisfy this Tribunal that in some respect the hearing officer has erred in principle or was plainly wrong, and then they have to satisfy me that approaching the

matter correctly the decision should be in their favour.

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Mr. Tritton raised four grounds on which he suggested that Mr. James had erred in principle. First, he contended that Mr. James misdirected himself in reaching the conclusions he did on page 4, lines 24 to 27, first, that the average consumer would recognise the word "Net" as meaning network when used as part of a trade mark in relation to telecommunications services, Internet access services and services of a like kind, and, secondly, that the position would not have been substantially different at the relevant date, being the date of application for the trade marks, which was in 1996. Mr. Tritton suggested that Mr. James did not have evidence to justify that conclusion and could not take judicial notice of matters which occurred some four years before the decision. Mr. Tritton, however, conceded that as at 2001 the conclusion would not be an unreasonable conclusion for a hearing officer to adopt as a matter of judicial notice, but he did contend that as at 1996 the position would not have been the same. He criticised Mr. James for taking note of dictionary definitions of the word "net". I cannot accept those criticisms of Mr. James's approach. Where one is dealing with ordinary English words and dealing with those words in context, it is perfectly proper for the hearing officer to use his own knowledge of the English language, supplemented by dictionary definitions

if necessary to confirm his belief, in order to place meaning on words. If any party wishes to say that a dictionary definition does not equate to public awareness or if any party wishes to contend that the knowledge at a particular date is different from contemporaneous knowledge, it is for that party to adduce the relevant evidence. I therefore reject Mr. Tritton's first criticism of the approach of Mr. James. I can detect no error of principle. I believe that his conclusion on page 5, lines 7 to 11, where he states, "In my view, the average consumer would immediately recognise the word 'Net' in the opponent's mark, and indeed in the applicant's mark, and would attribute the significance to it that the applicant suggests. This leads me to the view that the opponent's trade mark has a relatively low level of inherent distinctiveness. Essentially it consists of the appendage of a single letter, in this case the letter 'T', to a descriptive term", is not only a conclusion which cannot be challenged on appeal but also, to my mind, is an entirely correct conclusion.

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Mr. Tritton's more substantive ground of appeal was expressed in his skeleton as being a criticism that the hearing officer was wrong to conduct an atomistic analysis of the inventive word. There is no dispute that Deutsche Telekom's mark TNet is an inventive word. Equally, I do not believe it can be disputed, and I do not believe that

Mr. Tritton sought to dispute, that it will in fact be pronounced orally as the capital letter "T" followed by the word "Net". Although the trade mark is not registered as "T-Net", the only conceivable way of pronouncing it orally is TNet. The hearing officer went on when considering this matter to direct himself as follows: "How then shall I approach the comparison of the marks? The applicant says that the marks should be regarded as consisting essentially of the letter 'T' versus the letters 'GT'. In my view, this goes too far. As the guidance from the European Court of Justice makes clear, trade marks must be compared in their totality and, even if they include elements which are descriptive, they cannot be entirely discounted. Having said that, it is right, in my view, to give additional weight to arbitrary features and reduced weight to descriptive features in assessing the impact that the mark has in the mind of the average consumer. I am fortified in this view by the guidance of the European Court of Justice in Lloyd Schufabrik Meyer & Co GmbH v. Klijsen Handel B.V. 1999 ETMR 690 at 698."

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Mr. Tritton suggested that although Mr. James had directed himself to compare the marks in their totality, he had paid lip-service to this and had fallen into the error of describing the individual features and then focusing upon those individual features. He referred me to the well-known decision in Accutron Trade Mark [1966] RPC 152, which again

points to the potential error of pulling words to pieces and then reaching a conclusion as to whether confusion is either likely or not likely. I have read the whole of Mr. James's decision on a number of occasions. I do not believe that the criticism raised by Mr. Tritton is a fair one. The hearing officer has correctly directed himself to regard the marks in their totality but equally correctly on the basis of the authorities cited has directed himself to the fact that it may be proper to give more weight to arbitrary features and reduced weight to descriptive features. That is an entirely proper direction and is one which he followed.

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Mr. James then went on to consider the visual, aural and conceptual similarities of the marks. He concluded that there was some visual similarity. Plainly there is. As he pointed out, the opponent's mark is subsumed within the applicant's mark, but equally he pointed out that the difference was the initial letter "G" and because it is placed at the beginning of the mark, it is not easily overlooked. On aural similarity he concluded that the one mark would be pronounced GTNet and the other would be pronounced TNet. Mr. Tritton did not dissent. In the end he concluded on page 6, line 10, as follows: "In my view, there is very little, if any, likelihood of the one mark being mistaken for the other in normal and fair use. In reaching this conclusion I have allowed for sequential exposure of

the respective marks as opposed to side by side exposure.

I have also made some allowance for imperfect recollection,
although in doing so I should note that the average consumer
of these sorts of goods is likely to be reasonably well
informed, observant and circumspect, and probably more so
than in relation to some other goods or services which may be

bought with less care or attention."

I am unable to identify any error in principle in Mr. James's approach. I do not believe that Mr. Tritton's criticism that he only gave lip-service to the totality is justified. It is clear that the approach of the hearing officer was a proper one and one that he was entirely entitled to follow. I therefore reject Mr. Tritton's second ground. Even I had been minded to accept his second ground, I should make it clear that in my judgment the distinction between the marks "GTNet" and "TNet" is a very clear and unmistakable direction, the letter "G" having a significant effect and changing the overall effect of the mark so that even were I to have been satisfied that Mr. Tritton was correct in his criticism of Mr. James's approach I would have had no hesitation in reaching the same conclusion.

Mr. Tritton's third submission was that the hearing officer fell into error in not taking into account in reaching his conclusion as to likelihood of confusion the fact that the services for which registration was sought were

1 identical. He drew my attention to the Registrar's conclusion that they were identical and said that he erred in 2 3 not weighing that as a factor in the opponent's favour. 4 The way Mr. Tritton expressed it was that he should have done because there were only small dissimilarities in the marks. 5 For reasons which I hope I have explained adequately, I am 6 7 wholly unpersuaded that for trade mark purposes the 8 dissimilarities between the marks are small. I do not 9 believe taking his decision as a whole this criticism of 10 Mr. James is a deficiency in principle. I accept that 11 Mr. James does not expressly refer to the fact that the goods 12 are identical, but I believe his conclusion that there is very little, if any, likelihood of one mark being mistaken 13 for the other carries with it an appreciation that the 14 15 services he is considering are the same services.

Mr. Tritton raised a fourth argument based upon the fact that the word "TNet" is an invented word and therefore a measure of greater protection might be expected for it, but on analysis he accepted that this was no more than a reformulation of his second argument.

For all these reasons I do not believe that this appeal raises any ground for suggesting that the hearing officer erred in any way. To my mind his decision was entirely correct, and this appeal must be dismissed.

MR. THORLEY: Mr. Engelman?

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MR. ENGELMAN: Sir, on the question of costs I would just raise, if I may, three short points. Without seeking to stress the point too thoroughly, sir, the fact that you have not invited me to respond to Mr. Tritton's argument is indicative, I would say, in our submission, of the very thin basis upon which the grounds have been lodged.

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My second point, whilst directly not on point, is that the decision in Deutsche Telekon AG v. Charter Information Corporation is a decision which gives an indication of the registry's position with regard to the word "Net" as it arises within that trade mark DNet, and in consequence of that it is suggestive of the fact that the appellant do not really believe in the arguments they have put forward today and they are trying to overturn not one authority but two.

Finally, sir, there is the question of the concession once made and then retracted, which is a curious activity with regard to stated grounds of appeal, and again goes to very much the same point in relation to the descriptiveness to be attributed to the word "Net" as it appears within the appellant's mark. On that basis, sir, that underpins the essential argument that there was no real basis to this appeal and, accordingly, sir, we would request that when taking into consideration the question of costs you move off scale in your determination.

THE APPOINTED PERSON: Are you suggesting I should be as nasty to

- 1 Mr. Tritton this afternoon as I was to you this morning?
- 2 MR. ENGELMAN: It is monstrous, sir.
- 3 THE APPOINTED PERSON: Mr. Tritton?
- 4 MR. TRITTON: Sir, the first point I would make is that it has
- 5 been suggested there was a very thin basis to this appeal.
- 6 The appeal obviously having been made, one then had the
- 7 decision of South Cone and indeed yourself which came in
- 8 obviously fairly recently. Sir, I submit that if I were
- 9 perhaps asking you to consider it de novo without having to
- 10 get over the extra hurdle principle, I think it would be
- 11 somewhat unfair to characterise it as an absolutely hopeless
- 12 appeal.
- In relation to the question of two decisions, I am not
- 14 quite sure how that takes my learned friend any further.
- 15 I am entitled to appeal a decision if I think it is wrong.
- 16 In relation to the concession of retracting, sir, it is
- 17 simply counsel coming at the last minute and having a look at
- things afresh.
- 19 THE APPOINTED PERSON: That is what I was being critical of
- 20 Mr. Engelman for this morning.
- 21 MR. TRITTON: Sir, I hope it is not being suggested that this was
- 22 a wholly unarguable appeal. I accept the fact that you did
- 23 not call upon my learned friend may be more as much to do
- 24 with South Cone as anything else. Sir, I am quite happy to
- 25 accept that we pay on a standard basis. I say there has been

no element of abuse which as such was to cause it to go
beyond the natural scale.

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THE APPOINTED PERSON: In terms of the question of costs, the fact that I did not call on Mr. Engelman does not mean for a moment that I believe that this appeal was misconceived.

One of the advantages of having skeleton arguments followed by clear submissions is that one is able to reach a clear view. This I did in this case and I did not feel it was necessary to take time of having my conclusions ratified by Mr. Engelman.

Mr. Engelman has suggested that there may be some element of an attempt in this case to appeal not only this case but also the Deutsche Telekon decision of 16th February 1999, another case before the Trade Mark Registry. I did not detect any hint of that. This seemed to me to be an appeal that needed to be heard and for the reasons I have given needed to be dismissed. There is no impropriety in it.

Finally, it is suggested that the late withdrawal of a concession is something that I should reflect in costs.

There is substance in this. The parties should get their tackle in order at the earliest possible date, but the fact of the matter here is that the withdrawal of the concession did not materially increase the time taken on the appeal, and I therefore do not intend to take it into account. The usual practice in this Tribunal is to have regard to the award of

| 1 | costs made below as a guideline and then to increase or |
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| 2 | decrease that as is appropriate. In the present case |
| 3 | Mr. James made an award of £1,400 but made it plain that he |
| 4 | was making an additional award of £200 to reflect displeasure |
| 5 | at the inconvenience that was created by the late dropping of |
| 6 | grounds of opposition. I propose not to make an equivalent |
| 7 | order in this case, but will order that the opponent do pay |
| 8 | the applicant the sum of £1,200 by way of contribution to |
| 9 | their costs. |
| 10 | Is there anything else? |
| 11 | MR. TRITTON: No, sir. |
| 12 | MR. ENGELMAN: No, sir. |
| 13 | THE APPOINTED PERSON: Thank you both very much. |
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| 1 | THE PATENT OFFICE |
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| 2 | HARMSWORTH HOUSE 13-15 Bouverie Street |
| 3 | London EC4Y 8DP |
| 4 | Wednesday, 19th September 2001 |
| 5 | Before: |
| 6 | MR. SIMON THORLEY QC (Sitting as the Appointed Person) |
| 7 | |
| 8 | In the Matter of The Trade Marks Act 1994 |
| 9 | and In the Matter of UK Trade Mark Application Nos. 2104227 |
| 10 | and 2104230 in the name of MINISTER FOR CIVIL SERVICE |
| 11 | and In the Matter of Opposition Nos. 46742 and 46743 thereto by |
| 12 | DEUTSCHE TELEKOM AG |
| 13 | |
| 14 | Appeal of Applicant from decision of Mr. Allan James, acting for the Registrar, dated 25th January 2001 |
| 15 | |
| 16 | (Transcript of the Shorthand Notes of Marten Walsh Cherer |
| 17 | Ltd., Midway House, 27-29 Cursitor Street, London EC4A 1LT. Telephone Number: 020 7405 5010. Fax Number: 020 7405 5026) |
| 18 | |
| 19 | MD CITY TRITTON (instructed by Maggra Paron (Warren) |
| 20 | MR. GUY TRITTON (instructed by Messrs. Baron & Warren) appeared for the Applicant. |
| 21 | MR. MARK ENGELMAN (instructed by Messrs. Wildbore & Gibbons) appeared for the Opponent. |
| 22 | appeared for the opponent. |
| 23 | DECISION |
| 24 | (As approved) |
| 25 | |
