## Uniform Dispute Resolution Policy (UDRP):

## WIPO's Experience

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Stockholm, October 18, 2001

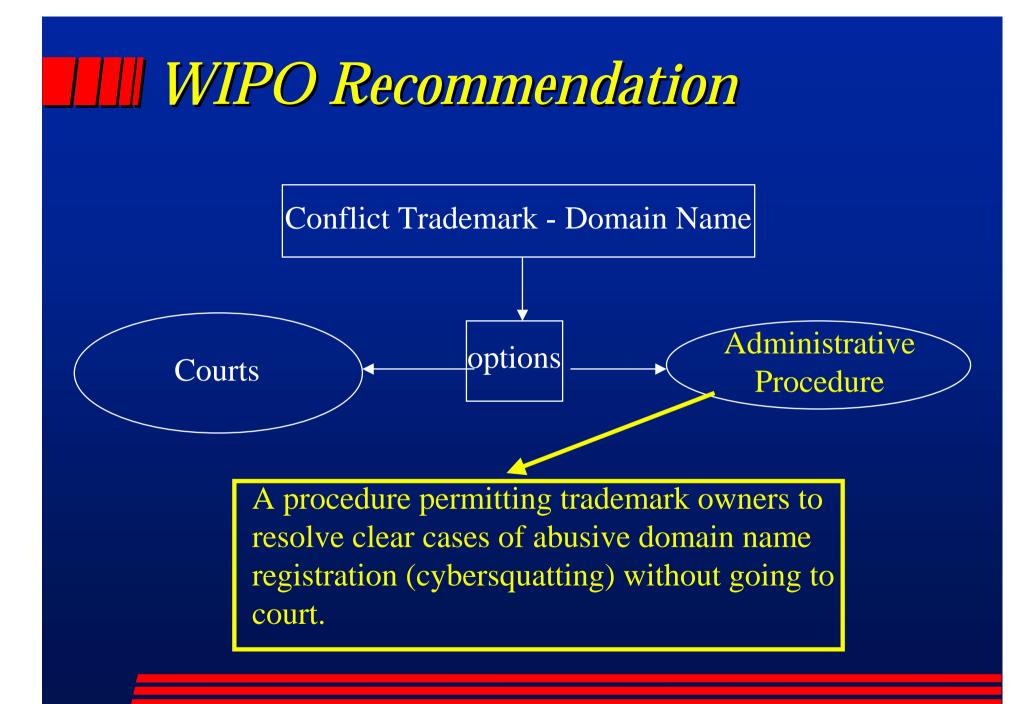
## **Outline**

• *Problem*: conflict between trademarks and domain names • Solution: administrative dispute resolution • *Experience*: + 3000 WIPO cases Developments: ccTLDs, Second

**WIPO Process** 

### Trademarks-Domain Names Conflicts: Causes

• Domain names are commercially valuable **X** attract the public to business' web sites Domain names are unique **X** one name operates from and to anywhere in the world (v. territorial publicly regulated trademark system) Domain names registered without verification irst-come, first-served, quickly *X* in principle, no examination Result  $\rightarrow$  disputes



**Uniform Dispute Resolution Policy (UDRP) : Background** 

First WIPO Process Report Recommendations:
registration practices to minimize disputes
protection for famous and well-known marks
caution in introducing new gTLDs
uniform administrative dispute resolution procedure

UDRP adopted by ICANN, effective December 1999

#### UDRP : Features

- *Applicable* to gTLDs
  - Plus new gTLDs (.info, .biz, .name, .aero, .pro, .museum, .coop)
  - May be used by ccTLDs through voluntary adoption
- *Mandatory* part of registration terms and conditions
  - Retro-active to include existing registrations
- Administrative
  - Registrant must submit to UDRP but
  - UDRP does not preclude parties' court options
- Remedies
  - Transfer or cancellation only
  - No monetary damages

#### **Decision Criteria**

- *Conditions* for obtaining remedies:
  - Trademark must be identical or confusingly similar to domain name; *and*
  - 2. Registrant has no rights or legitimate interests in domain name; *and*
  - 3. Domain name is registered and used in bad faith.

#### • *Examples* of rights or legitimate interests:

- Registrant commonly known by the domain name
- Use for *bona fide* offering of goods or services

#### • *Examples* of bad faith:

- Registration to sell or transfer to the trademark owner for profit
- Registration to prevent the trademark owner from registering

## **Procedure**

- Complainant files *complaint* with dispute resolution service provider, e.g. WIPO Center
- Provider *notifies* domain name registrant of opportunity to respond (20 days)
- Provider appoints independent *panel* from list
- Panel *decides* (14 days)
- Registrar *implements* panel decision
- Length: 50 days

#### WIPO UDRP Panelists

Intellectual Property and Internet Specialists
Posted Detailed Resumes
250 members from 42 countries in all regions
Multilingual capacity

#### **Demand**

- 3, 030 WIPO cases (per 03-10-2001) Over 5,600 domain names
- Current filing rate approximately 4 complaints per day
- Multinationals, SMEs, individuals
- Parties from 86 countries
  - United States: 48.5% complaints
  - Europe: 39,9%
    - » United Kingdom: 9,5%
    - **»** France: 5,4%
    - » Spain: 5%
    - » Germany: 4,2%
  - Switzerland: 2,9%
  - Australia: 2,4%
  - Japan: 2,1%
  - India: 1,9%
  - Brazil: 1;6%

## **Dispute Resolution in gTLDs**

2,189 decisions
1,756 transfers (80,2%)
14 cancellations (0,6%)
419 complaints denied (19,3%)
541 cases terminated on the basis of settlement agreement between parties

• 2,730 cases resolved (90%)

### Why the demand?

UDRP is generally considered to be meeting its purpose of offering an -effective, -fast (under 50 days), -affordable (1,500US\$ to 3,000US\$) • anti-cybersquatting option for owners of trademark rights

## **Developments**

- ccTLD administrators increasingly adopt UDRP (versions)
  - 22 have designated WIPO Center ((.AG, .AC, .AS, .BS, .BZ, .CY, .FJ, .GT, .LA, .MX, .NA, .NU, .PA, .PN, .PH, .RO, .SH, .TT, .TV, .WS)
  - 55 WIPO ccTLD cases filed, 43 resolved cases
- Second WIPO Domain Names Process

## **Dispute Resolution and ccTLDs**

- WIPO ccTLD Best Practices
- ccTLD administrators are encouraged to adopt ADR procedures because they avoid:
  - Jurisdictional problems resulting from the global presence offered by domain names
  - Multiple court actions in case of abusive registrations across several TLDs
  - Slow pace of court litigation
  - High cost of court litigation
  - Registration authorities being joined in litigation proceedings

**UDRP: Excellent reference model and** starting basis

- Result of broad international consultation (WIPO and ICANN)
- Considerable real-world experience
- Favorable review of overall majority of decisions
- Introduction of greater uniformity
- Possibility of consolidation of complaints
- Restricted scope (« abusive registrations ») limits controversy

# Adjusting and Localizing the UDRP

- Tailored to local exigencies of the ccTLD
  - Local or foreign trademark
  - Bad faith registration and/or use
  - Number and nationality of panelists
  - Languages
  - Dispute resolution providers
- WIPO's experience: .mx

### Outstanding Issues...

- Minimalist approach trademark and domain names
- Second WIPO Internet Domain Name Process
  - began July 2000 with Requests for Comments, online consultations, regional consultations
  - Final Report published September 3, 2001
- Conflicts addressed five identifiers:
  - International Nonproprietary Names (INNs) for pharmaceutical substances
  - X Names/acronyms of international organizations
  - X Personal names
  - X Geographical identifiers
  - X Trade names

#### International Nonproprietary Names for Pharmaceutical Substances (INNs)

- Ex: ampicillin, ibuprofen, sildenafenil (a.k.a. "viagra")
- Consensus-based system for attributing names to new pharmaceutical substance, supported by World Health Organization Assembly resolution
- some 8,000 INNs (plus 120-150 each year)

#### **Recommendation:**

Administrative mechanism to allow interested party to notify WIPO that a domain name registration is identical to an INN - WIPO and WHO verify and notify to ICANN - ICANN notify to registrar to cancel the registration

## Names and Acronyms of International Organizations

#### • Ex: wiposucks.com

- Protected, following notification, under Article 6*ter* of the Paris Convention and TRIPs Agreement against misleading registration or use as trademark
- Evidence of abuses

#### **Recommendation** :

States, as constituents of IGOs, should examine desirability of special administrative procedure, modeled on UDRP, to protect names and acronyms of IGOs against misleading registration as domain names

## Personal Names

- Protected in some jurisdictions by personality rights, privacy rights, trademark law, unfair competition law, anticybersquatting law
- UDRP applies only if qualify as trademarks
  - » juliaroberts.com
  - » brucespringsteen.com
- No protection for historical, political, religious, scientific figures

#### Recommendation:

International community needs to decide whether to work towards further protection

#### Geographical Identifiers: Indications of Source and Geographical Indications

- Existing international norms
  - prohibit misleading use of indications of source
    - » Paris Convention, TRIPs Agreement, Madrid Agreement (Indications of Source)
  - prohibit misuse of geographical indications
    - » Paris Convention, TRIPs Agreement, Lisbon Agreement
- Limits:
  - Trade in goods
  - Variety of national approaches > Applicable law?

#### Recommendation

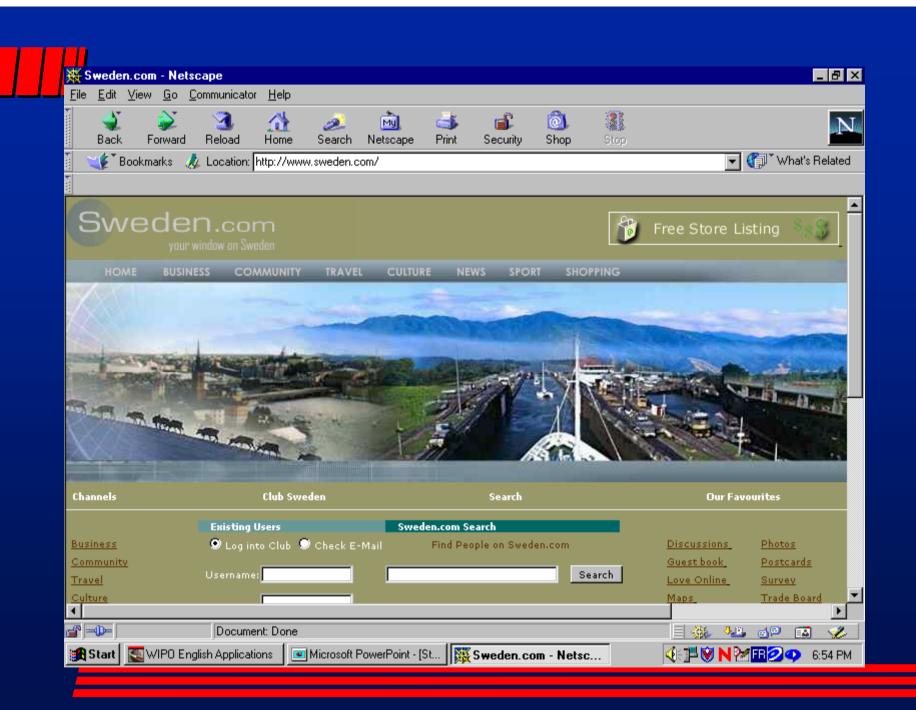
International community needs to decide whether and how to create rules for harmonizing national appreciation of geographical indications (ex: an agreed list)

#### Geographical Identifiers: Names of Countries, Indigenous People and Places

- Country insignia protected, following notification, under Paris Convention and TRIPs Agreement
- No further existing international norms
- Abundant Evidence of Abuses (see Annex XII of the Report) - Ex : sweden.com

#### **Recommendation** :

International community needs to decide whether and, if so, how it wishes to deal with this situation



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	Seattle, WA 98101	
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	Technical Contact, Billing Contact:	
	Paley, Gregory (GP107) <u>paley@PALEY.COM</u> Virtual Countries, Inc.	
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- Paris Convention (Art. 8)
  - e.g., International Business Machines Corporation - trademarked as 'IBM'
    \* no universal definition
    \* no requirement of registration
  - X coexist in different territories and fields of activity

#### **Recommendation:**

International community needs to decide whether the existing framework should be supplemented to deal with misuse of this form of identifier in the DNS

## Conclusion

 WIPO Member States Assemblies (September 24 to October 3, 2001)

 Special sessions of the Standing Committee on the Law of Trademarks, Industrial Designs and Geographical Indications

- November 29 to December 4, 2001

- May 2002

#### **Further Information**

http://ecommerce.wipo.int

http://arbiter.wipo.int
 (WIPO Arbitration and Mediation Center)

http://wipo2.wipo.int
 (WIPO Internet Domain Name Processes)