\*\*Title: Dy and/or Philites Electronic & Lighting Products vs. Koninklijke Philips Electronics, N.V.\*\*

## \*\*Facts:\*\*

On April 12, 2000, petitioner Wilton Dy for Philites Electronic & Lighting Products (PHILITES) applied for a trademark covering their fluorescent bulb, incandescent light, starter, and ballast products. Upon publication, Koninklijke Philips Electronics, N.V. (PHILIPS) filed an opposition against it on March 17, 2006, citing potential infringement on their internationally recognized trademark, among other concerns. PHILITES countered this opposition, emphasizing that their mark was significantly distinct both visually and phonetically.

The Intellectual Property Office of the Philippines Bureau of Legal Affairs (IPP-BLA) ruled in favor of PHILITES, a decision later upheld by the Intellectual Property Philippines Office of the Director General (IPP-DG). However, upon PHILIPS's appeal to the Court of Appeals (CA), the IPP-DG and IPP-BLA's decisions were reversed, leading to the dismissal of PHILITES's trademark application. Further appeal to the Supreme Court by PHILITES led to the affirmation of the CA's decision.

## \*\*Issues:\*\*

- 1. Whether PHILIPS's mark is registered and well-known in the Philippines.
- 2. Whether PHILITES's applied mark is identical or confusingly similar to that of PHILIPS.

## \*\*Court's Decision:\*\*

The Supreme Court concluded in favor of PHILIPS, on these grounds:

- 1. PHILIPS's trademark is well-recognized and registered in the Philippines, as well as internationally, which merits protection.
- 2. The Court applied both the dominancy test and the holistic or totality test. The former focused on the similarities between the dominant features of both trademarks, while the latter considered the entirety of the marks, including packaging. Both tests showed a confusing similarity between PHILITES's and PHILIPS's trademarks, likely to deceive consumers.

#### \*\*Doctrine:\*\*

The decision reiterated the importance of protecting internationally recognized trademarks from infringement within the Philippines. It underscored the application of both the dominancy test and the holistic or totality test in determining the confusing similarity

between two marks, emphasizing consumer protection from deceit.

# \*\*Class Notes:\*\*

- \*\*Dominancy Test:\*\* Focuses on the similarity of dominant features in competing trademarks that might cause confusion.
- \*\*Holistic or Totality Test:\*\* Considers the entire marks as applied to products, including labels and packaging, in determining confusing similarity.
- \*\*Sections Referenced:\*\* RA 8293 (Intellectual Property Code of the Philippines) particularly Sections 122 and 123, detailing the conditions for trademark registration and reasons for denial of the application.

These concepts and sections help students understand how trademarks are protected under Philippine law and the criteria used by courts to determine potential infringement.

## \*\*Historical Background:\*\*

This case illustrates the friction between local entrepreneurs attempting to register trademarks for their products and established international corporations protecting their brands. It also reflects the evolving nature of trademark law in the Philippines, emphasizing adherence to international standards and agreements to protect intellectual property rights while balancing the interests of local and international parties in the business landscape.