

# Reports of Cases

### Judgment of the General Court (Third Chamber) of 9 September 2015 —

### **LG Electronics v Commission**

(Case T-91/13)

(Competition — Agreements, decisions and concerted practices — Global market for cathode ray tubes for television sets and computer monitors — Decision finding an infringement of Article 101 TFEU and Article 53 of the EEA Agreement — Agreements and concerted practices on pricing, market sharing, capacity and production — Single and continuous infringement — Imputability to a parent company of an infringement committed by a joint venture — Equal treatment — Method of calculating the fine — Taking into account the value of sales of cathode ray tubes through transformed products — Limitation period — Proportionality — Duration of the administrative procedure)

- 1. Competition Union rules Infringements Attribution Parent company and subsidiaries Economic unit Imputation of the anti-competitive conduct of a joint undertaking to one of its parent companies Conditions Decisive influence exercised on the conduct of the joint undertaking Burden of proof Exercise of a decisive influence capable of being inferred from a series of indications concerning economic, organisational and legal links between the joint undertaking and the parent companies (Art. 101 TFEU; Council Regulation No 1/2003, Art. 2) (see paras 33-40, 53, 54, 57, 60-63, 65)
- 2. Competition Administrative procedure Observance of the rights of the defence Scope of the principle Infringement Conditions Possibility of the undertaking concerned better ensuring its defence without the procedural irregularity General duty of care incumbent on any undertaking Obligation to ensure conservation of the necessary evidence in the event of legal or administrative actions (Art. 101 TFEU; Council Regulation No 1/2003, Art. 27(1)) (see paras 68-70, 86)
- 3. Competition Union rules Infringements Attribution Parent company and subsidiaries Economic unit Imputation of the anti-competitive conduct of a joint undertaking to one of its parent companies No imputation to the joint undertaking of responsibility for its conduct Lawfulness (Art. 101 TFEU; EEA Agreement, Art. 53) (see paras 72-75, 81-83)
- 4. Competition Fines Amount Determination Adjustment of the basic amount Maximum amount Calculation Turnover to be taken into consideration Cumulative turnover of all the companies forming an economic entity acting as an undertaking (Art. 101(1) TFEU; Council Regulation No 1/2003, Art. 23(2)) (see paras 99-105)

EN

ECLI:EU:T:2015:609

#### INFORMATION ON UNPUBLISHED DECISIONS

- 5. Competition Administrative procedure Principle of sound administration Obligation of diligence and impartiality (Art. 101 TFEU) (see paras 108, 109)
- 6. Competition Fines Assessment by reference to the individual conduct of the undertaking Irrelevant that no sanction brought against another economic operator (Art. 101(1) TFEU) (see paras 110, 111)
- 7. Competition Administrative procedure Limitation period for fines Point from which time starts to run Single and continuous infringement (Art. 101 TFEU; Council Regulation No 1/2003, Art. 25) (see paras 121-123)
- 8. Competition Fines Amount Determination Determination of the base amount Determination of the value of sales Sales carried out in direct or indirect relation to the infringement Incorporation of cartelised products in finished products by production units integrated vertically in the incriminated undertaking Sale of finished products in the European Economic Area by the incriminated undertaking Account taken of the sales value of finished products only up to the fraction of that value corresponding to the value of cartelised products Lawfulness (Art. 101 TFEU; Council Regulation No 1/2003, Art. 23(2); Commission Notice 2006/C 210/02, point 13) (see paras 127-140)
- 9. Competition Union rules Territorial scope Cartel between undertakings established outside the EEA but implemented and producing its effects in the internal market Sale in the EU of the cartelised product Competence of the Commission to apply EU competition rules Conformity with public international law Intervention of subsidiaries, agents or branches established outside the Union Irrelevant (Art. 101 TFEU; EEA Agreement, Art. 53) (see paras 146-149)
- 10. Competition Union rules Territorial scope Implementation of the cartel within the EU Vertically integrated undertaking having production units situated outside the EEA Incorporation of cartelised products in products finished by the said production units Sale of the said products in the EEA by the integrated undertaking Inclusion (Art. 101 TFEU; EEA Agreement, Art. 53) (see para. 150)
- 11. Competition Fines Amount Determination Determination of the base amount Determination of the value of sales Method of calculation laid down by the guidelines Obligation on the Commission to apply the Guidelines in compliance with the equal treatment principle Commission having wide discretion as to the method of calculating fines (Art. 101(1) TFEU; Council Regulation No 1/2003, Art. 23(2); Commission Notice 2006/C 210/02) (see paras 153-158)
- 12. Competition Fines Amount Determination Commission's margin of discretion Limits Observance of the principle of proportionality Scope Determination of the fine proportionately to the assessment factors for the gravity of the infringement (Art. 101(1) TFEU; Council Regulation No 1/2003, Art. 23(2)) (see paras 196, 197)

2 ECLI:EU:T:2015:609

#### INFORMATION ON UNPUBLISHED DECISIONS

13. Competition — Administrative procedure — Obligations of the Commission — Duty to act within a reasonable time — Criteria for assessment — Infringement — None (Art. 101 TFEU) (see paras 207-212, 218)

Re:

APPLICATION for annulment in part of Commission Decision C(2012) 8839 final of 5 December 2012 relating to a proceeding under Article 101 TFEU and Article 53 of the EEA Agreement (Case COMP/39.437 — TV and Computer Monitor Tubes) and for a reduction of the fines imposed on the applicant.

## **Operative part**

The Court:

- 1. Dismisses the action;
- 2. Orders LG Electronics, Inc. to pay the costs.

ECLI:EU:T:2015:609