# Action brought on 11 September 2017 — Google and Alphabet v Commission (Case T-612/17)

(2017/C 369/51)

Language of the case: English

#### **Parties**

Applicants: Google Inc. (Mountain View, California, United States) and Alphabet Inc. (Mountain View) (represented by: T. Graf, R. Snelders and C. Thomas, lawyers, K. Fountoukakos-Kyriakakos, Solicitor, R. O'Donoghue and D. Piccinin, Barristers)

Defendant: European Commission

# Form of order sought

The applicants claim that the Court should:

- annul the Commission decision of 27 June 2017 relating to proceedings under Article 102 TFUE and Article 54 of the Agreement on the EEA (AT.39741 Google Search (Shopping));
- in the alternative, annul or reduce the fine imposed on the Applicants in exercise of the Court's unlimited jurisdiction,
   and
- in any event, order the Commission to bear the Applicants' costs and expenses in connection with these proceedings.

#### Pleas in law and main arguments

In support of the action, the applicants rely on six pleas in law.

- 1. First plea in law, alleging that the contested decision errs in finding that Google favoured a Google comparison shopping service by showing grouped product results (Product Universals).
  - The applicants put forward that the contested decision misstates the facts. According to the applicants, Google launched grouped product results to improve quality, not to drive traffic to a Google comparison shopping service.
  - The applicants further put forward that the contested decision errs in finding that treating product results and generic results differently involved favouring, when there was no discrimination.
  - The applicants finally put forward that the contested decision violates the legal standard for assessing Google's objective justifications for showing Product Universals.
- 2. Second plea in law, alleging that the contested decision errs in finding that Google favours a Google comparison shopping service by showing grouped product ads (Shopping Units).
  - The applicants put forward that the contested decision errs in finding that treating grouped product ads and free generic results differently involves favouring, when there is no discrimination.
  - The applicants further put forward that the contested decision errs in finding that product ads in Shopping Units benefit a Google comparison shopping service.
  - The applicants finally put forward that the contested decision violates the legal standard for assessing Google's objective justifications for showing Shopping Units.

- 3. Third plea in law, alleging that the contested decision errs in finding that the alleged abusive conduct diverted Google search traffic.
  - The applicants put forward that the contested decision does not demonstrate that the alleged abusive conduct decreased Google search traffic to aggregators.
  - The applicants further put forward that the contested decision does not demonstrate that the alleged abusive conduct increased traffic to a Google comparison shopping service.
- Fourth plea in law, alleging that the contested decision errs in finding that the alleged abusive conduct is likely to have anticompetitive effects.
  - The applicants put forward that the contested decision errs because it speculates about potential anticompetitive effects without examining actual market developments.
  - The applicants further put forward that the contested decision fails to take proper account of the competitive constraint exercised by merchant platforms.
  - The applicants finally put forward that even if the competitive analysis could be limited to aggregators, the contested decision fails to show anticompetitive effects.
- 5. Fifth plea in law, alleging that the contested decision errs by treating quality improvements that constitute competition on the merits as abusive.
  - The applicants put forward that the decision wrongly characterises Google's product improvements in general search
    as abusive leveraging.
  - The applicants further put forward that the contested decision demands that Google supply aggregators with access to its product improvements, without meeting the requisite legal conditions.
- 6. Sixth plea in law, alleging that the contested decision errs in imposing a fine.
  - The applicants put forward that a fine was not warranted because the Commission advanced a novel theory, selected the case for commitments, and previously rejected the remedy.
  - The applicants further put forward that the contested decision errs in calculating the fine.

# Action brought on 13 September 2017 — Poland v Commission

(Case T-624/17)

(2017/C 369/52)

Language of the case: Polish

### Parties

Applicant: Republic of Poland (represented by: B. Majczyna, acting as Agent)

Defendant: European Commission

# Form of order sought

The applicant claims that the Court should:

- annul the Commission's decision of 30 June 2017 on the State aid SA.44351 (2016/C) (ex 2016/NN) implemented by Poland for the tax on the retail sector, notified under document C(2017) 4449; and
- order the European Commission to pay the costs.