

## Reports of Cases

## Judgment of the Court (Fourth Chamber) of 25 March 2021 – Sun Pharmaceutical Industries and Ranbaxy (UK) v Commission

(Case C-586/16 P)1

(Appeal – Competition – Agreements, decisions and concerted practices –
Pharmaceutical products – Market for antidepressant medicines (citalopram) –
Settlement agreements concerning process patents concluded between a manufacturer of originator medicines holding those patents and manufacturers of generic medicines – Article 101
TFEU – Potential competition – Restriction by object – Characterisation – Calculation of the amount of the fine)

1. Agreements, decisions and concerted practices – Adverse effect on competition – Criteria for assessment – Description of an undertaking as a potential competitor – Real or concrete possibilities of entering the market – Criteria – Firm intention and inherent ability of the undertaking to enter the relevant market – Sufficient preparatory steps to enter the relevant market – No insurmountable barrier – Assessment – Existence of a process patent

(Art. 101(1) TFEU)

(see paras 35-46)

2. Agreements, decisions and concerted practices – Adverse effect on competition – Criteria for assessment – Distinction between restrictions by object and by effect – Restriction by object – Sufficient degree of harmfulness – Assessment

(Art. 101(1) TFEU)

(see para. 68)

3. Agreements, decisions and concerted practices – Adverse effect on competition – Amicable agreement on patents – Agreement concluded between an originator company and a generic medicine undertaking – Agreement to delay the entry of the manufacturer of generic medicines into the relevant market – Consideration consisting in transfers of value – Characterisation of a restriction by object – Criteria – Assessment of whether transfers of value act as an incentive to refraining from entering the market

(Art. 101(1) TFEU)

(see paras 69-74)

<sup>1</sup> OJ C 30, 30.1.2017.



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4. 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 106-109)

## **Operative part**

The Court:

- 1. Dismisses the appeal.
- 2. Orders Sun Pharmaceutical Industries Ltd and Ranbaxy (UK) Ltd to bear their own costs and to pay those incurred by the European Commission.
- 3. Orders the United Kingdom of Great Britain and Northern Ireland to bear its own costs.

2 ECLI:EU:C:2021:241