

Working Group on the Development of the Lisbon System (Appellations of Origin)

Seventh Session
Geneva, April 29 to May 3, 2013

DRAFT REVISED LISBON AGREEMENT ON APPELLATIONS OF ORIGIN AND GEOGRAPHICAL INDICATIONS

prepared by the Secretariat

1. At its sixth session, which took place in Geneva from December 3 to 7, 2012, the Working Group on the Development of the Lisbon System (Appellations of Origin) (hereinafter referred to as “the Working Group”) requested the International Bureau of the World Intellectual Property Organization (WIPO) to prepare a Draft Revised Lisbon Agreement that would take the form of a single instrument covering both appellations of origin and geographical indications and providing for a high and single level of protection for both, while maintaining separate definitions, on the understanding that the same substantive provisions would apply to both appellations of origin and geographical indications.

2. The Annex to the present document contains the Draft Revised Lisbon Agreement, reflecting, as requested, a revised version of the draft new instrument, as set out in document LI/WG/DEV/6/2, along the lines of the guidance provided by the Working Group at its sixth session and, where appropriate, with alternative provisions and different options between brackets. Revised draft regulations are contained in document LI/WG/DEV/7/3. Notes explaining the various provisions of the revised draft new instrument and revised draft regulations are contained in documents LI/WG/DEV/7/4 and LI/WG/DEV/7/5, respectively.

¹ Please note that after publication of LI/WG/DEV/7/2 in English, and before publication of its French and Spanish translations, some editorial inaccuracies in the document were discovered which had required the creation of a revised version of LI/WG/DEV/7/2 in English, namely LI/WG/DEV/7/2 Rev.. A revised version of the French and Spanish versions of document LI/WG/DEV/7/2 was not necessary as the correction of the inaccuracies referred to above could still be taken care of before publication of LI/WG/DEV/7/2 in French and Spanish.

3. It is recalled that the Working Group is reviewing the international system of the Lisbon Agreement for the Protection of Appellations of Origin and their International Registration (hereinafter referred to as “the Lisbon Agreement”) with a view to improving the Lisbon system so that it might attract a wider membership, while preserving the principles and objectives of the Lisbon Agreement. On this basis, the Working Group is working towards a revision of the Lisbon Agreement that would involve: (i) the refinement of its current legal framework; (ii) the inclusion of provisions confirming that the Lisbon system also applies in respect of geographical indications; and (iii) the inclusion of the possibility of accession by intergovernmental organizations.

4. Following the progress made at the sixth session of the Working Group, it might be possible that a revision conference under Article 13(2) of the Lisbon Agreement could be foreseen in 2014 or 2015 at a time that would require a decision by the Lisbon Union Assembly at its session that will take place in the autumn of 2013. Therefore, the Working Group might wish to design, at its seventh session, a possible time path towards the conclusion of the review of the Lisbon system at such a revision conference, including its recommendations for possible directions by the Assembly under Article 9(2)(a)(ii) of the Lisbon Agreement.

5. In addition, the Working Group might consider whether, if and when adopted at such a revision conference, certain provisions resulting from the review of the Lisbon system could also be the subject of possible amendments to the Regulations of the Lisbon Agreement itself or of interpretative statements by the Lisbon Union Assembly concerning provisions of the Lisbon Agreement.

6. *The Working Group is invited to:*

(i) comment on the various provisions contained in the Annex to the present document;

(ii) make recommendations on the future work of the Working Group;

(iii) where possible, make recommendations on the directions that the Lisbon Union Assembly might give under Articles 9(2)(a)(ii) and 13(2) of the Lisbon Agreement concerning the preparation of a revision conference; and

(iv) comment on paragraph 5, above.

[Annex follows]

DRAFT REVISED LISBON AGREEMENT

LIST OF ARTICLES

Preamble

Chapter I: Introductory and General Provisions

- Article 1: Abbreviated Expressions
- Article 2: Subject-Matter
- Article 3: Competent Authority
- Article 4: International Register

Chapter II: Application and International Registration

- Article 5: Application
- Article 6: International Registration
- Article 7: Fees

Chapter III: Protection

- Article 8: Commitment to Protect
- Article 9: Protection Under Laws of Contracting Parties and Other Instruments
- Article 10: Protection Accorded by International Registration
- Article 11: Shield Against Becoming a Generic Term or Name
- Article 12: Duration of Protection
- Article 13: Safeguards in Respect of Other Legitimate Rights
- Article 14: Legal Remedies and Legal Proceedings

Chapter IV: Refusal and Other Actions in Respect of International Registration

- Article 15: Refusal
- Article 16: Withdrawal of Refusal
- Article 17: Prior Use
- Article 18: Notification of Grant of Protection
- Article 19: Invalidation
- Article 20: Modifications and Other Entries in the International Register

Chapter V: Administrative Provisions

- Article 21: Membership of the Lisbon Union
- Article 22: Assembly of the Special Union
- Article 23: International Bureau
- Article 24: Finances
- Article 25: Regulations

Chapter VI: Revision and Amendment

- Article 26: Revision
Article 27: Amendment of Certain Articles by the Assembly

Chapter VII: Final Provisions

- Article 28: Becoming Party to This Act
Article 29: Effective Date of Ratifications and Accessions
Article 30: Prohibition of Reservations
Article 31: Application of the Lisbon Agreement
Article 32: Denunciation
Article 33: Languages of This Act; Signature
Article 34: Depositary

Preamble

The Contracting Parties,

Recognizing the need to refine and modernize the legal framework of the system established under the Lisbon Agreement, while preserving the principles and objectives of the Agreement,

Desiring to ensure that the Lisbon system is applicable in respect of appellations of origin and geographical indications,

Desiring to introduce provisions for the possible accession by intergovernmental organizations,

Have agreed to revise the Lisbon Agreement as follows:

Chapter I Introductory and General Provisions

Article 1 Abbreviated Expressions

For the purposes of this Act, unless expressly stated otherwise:

- (i) "Lisbon Agreement" means the Lisbon Agreement for the Protection of Appellations of Origin and their International Registration, as revised at Stockholm on July 14, 1967, and as amended on September 28, 1979;
- (ii) "this Act" means the Lisbon Agreement as established by the present Act;
- (iii) "Regulations" means the Regulations under this Act;
- (iv) "Paris Convention" means the Paris Convention for the Protection of Industrial Property of March 20, 1883, as revised and amended;
- (v) "Madrid Agreement on Indications of Source" means the Madrid Agreement for the Repression of False or Deceptive Indications of Source on Goods, of April 14, 1891, as revised and amended;
- (vi) "TRIPS Agreement" means the Agreement on Trade-Related Aspects of Intellectual Property Rights of April 15, 1994, as set out in Annex 1C to the Marrakesh Agreement Establishing the World Trade Organization and as amended;
- (vii) "International Register" means the International Register maintained by the International Bureau in accordance with Article 4 as the official collection of data concerning international registrations of appellations of origin and geographical indications, regardless of the medium in which such data are maintained;
- (viii) "international registration" means an international registration recorded in the International Register;
- (ix) "application" means an application for international registration;
- (x) "registered" means entered in the International Register in accordance with this Act;
- (xi) "geographical area of origin" means a geographical area as referred to in Article 2(1)(a)(i), in respect of an appellation of origin, or in Article 2(1)(a)(ii), in respect of a geographical indication;
- (xii) "trans-border geographical area" means a geographical area as referred to in Article 2(2), second sentence;

(xiii) “Contracting Party” means any State or intergovernmental organization party to this Act;

(xiv) “Contracting Party of Origin” means the Contracting Party where the geographical area of origin is situated or the Contracting Parties where the trans-border geographical area of origin is situated;

(xv) “Competent Authority” means the entity designated in accordance with Article 3;

(xvi) “beneficiary” means a natural or legal person referred to in Article 5(2)(i);

(xvii) “legal entity” means any association, corporation, partnership, proprietorship, trust, or individual, and any State or public entity, not excluding the Competent Authority, that has legal standing in the eyes of law, i.e. that has legal capacity to enter into agreements or contracts, assume obligations, incur and pay debts, sue and be sued in its own right and to be held responsible for its actions;

(xviii) “intergovernmental organization” means an intergovernmental organization eligible to become party to this Act in accordance with Article 28(1)(iii);

(xix) “Organization” means the World Intellectual Property Organization;

(xx) “Director General” means the Director General of the Organization;

(xxi) “International Bureau” means the International Bureau of the Organization.

Article 2 Subject-Matter

(1) *[Appellations of Origin and Geographical Indications]* (a) This Act applies in respect of:

(i) any denomination protected in the Contracting Party of Origin consisting of or containing the name of a geographical area situated in that Contracting Party, or a term known as referring to such area, which serves to designate a good as originating in that geographical area, where the quality or characteristics of the good are [due] [attributable] exclusively or essentially to the geographical environment, including natural and human factors², and which has given the good its reputation³; as well as

(ii) any indication protected in the Contracting Party of Origin which identifies a good as originating in a geographical area situated in that Contracting Party, where the quality, reputation or other characteristic of the good is essentially attributable to its geographical origin⁴.

(b) For the purposes of this Act, denominations as referred to in item (i) of subparagraph (1)(a) are identified by the term “appellation of origin” and indications as referred to in item (ii) of subparagraph (1)(a) are identified by the term “geographical indication”.

(2) *[Possible Geographical Area’s of Origin]* A geographical area of origin as referred to in subparagraph (1)(a) may consist of the entire territory of a Contracting Party or a region or locality in a Contracting Party. [This does not exclude the application of this Act in respect of any appellation of origin or geographical indication that adjacent Contracting Parties may have established jointly in respect of a good originating in a geographical area situated in, or covering, these Contracting Parties, subject to Article 5(4).]

² The geographical environment of the area of production may be determined predominantly by natural factors or predominantly by human factors.

³ The reputation of the good may serve as evidence of the connection between the quality or characteristics of the good and the geographical environment of the area of production.

⁴ The reputation of the good may serve as evidence of the connection between the quality, reputation or other characteristic of the good and its geographical origin.

Article 3
Competent Authority

Each Contracting Party shall designate an entity which shall be responsible for the administration of this Act in its territory and for communications with the International Bureau under this Act and the Regulations. The Contracting Party shall notify the name and contact details of such Competent Authority to the International Bureau, as specified in the Regulations.

Article 4
International Register

The International Bureau shall maintain an International Register recording international registrations of appellations of origin and geographical indications effected under this Act or under the Lisbon Agreement and data relating to the status of such international registrations.

Chapter II
Application and International Registration

Article 5
Application

- (1) *[Place of Filing]* Applications shall be filed with the International Bureau.
- (2) *[Application Filed by Competent Authority]* Subject to paragraph (3), the application for the international registration of an appellation of origin or a geographical indication shall be filed by the Competent Authority in the name of:
- (i) the natural and legal persons entitled, under the law of the Contracting Party of Origin, to use the appellation of origin or the geographical indication; or
 - (ii) a legal entity which has legal standing to assert the rights of such beneficiaries or other rights in the appellation of origin or the geographical indication, such as, for instance, a federation or association representing the beneficiaries, or a group of producers representing them, whatever their composition and regardless of the legal form in which they present themselves.
- (3) *[Application Filed Directly by Beneficiaries]* If the legislation of the Contracting Party of Origin so permits, the application may be filed by the beneficiaries or the legal entity referred to in paragraph (2)(ii).
- [(4) *[Application Concerning a Good Originating in a Trans-border Geographical Area]*
- (a) In case of a trans-border geographical area, the Contracting Parties concerned may:
 - (i) each file an application as Contracting Party of Origin, whether on the basis of Article 2(1)(a)(i) or on the basis of Article 2(1)(a)(ii), depending upon the protection granted under the law of the Contracting Party concerned, in respect of a good originating in the part of the trans-border area situated in its territory; or
 - (ii) act as a single Contracting Party of Origin by filing an application jointly, either on the basis of Article 2(1)(a)(i) or on the basis of Article 2(1)(a)(ii), depending upon the protection they have granted jointly, and through a commonly designated Competent Authority.

(b) Paragraph (3) shall apply *mutatis mutandis* under subparagraph (a), on the understanding that, for its application under subparagraph (a)(ii), the legislation of each of the adjacent Contracting Parties permits that the application may be filed by the beneficiaries or a legal entity as referred to in the paragraph (2)(ii).]

(5) *[Mandatory contents]* The Regulations shall specify the mandatory particulars that must be included in the application, in addition to those specified in Article 6(3).

(6) *[Optional contents]* The Regulations may specify optional particulars that may be included in the application.

Article 6 International Registration

(1) *[Formal Examination by the International Bureau]* Upon receipt of an application for the international registration of an appellation of origin or a geographical indication in due form, the International Bureau shall register the appellation of origin, or the geographical indication, in the International Register.

(2) *[Date of International Registration]* Subject to paragraph (3), the date of the international registration shall be the date on which the application was received by the International Bureau.

(3) *[Date of International Registration Where Particulars Missing]* Where the application does not contain all the following particulars:

- (i) the identification of the Competent Authority or, in the case of Article 5(3), the applicant or applicants,
- (ii) the details of the beneficiaries and, where applicable, the legal entity referred to in Article 5(2)(ii),
- (iii) the appellation of origin, or the geographical indication, for which international registration is sought,
- (iv) the good to which the appellation of origin, or the geographical indication, applies,

the date of the international registration shall be the date on which the last of the missing particulars is received by the International Bureau.

(4) *[Publication and Notification of International Registrations]* The International Bureau shall, without delay, publish each international registration and shall notify the Competent Authority of each Contracting Party of the international registration.

Article 7 Fees

(1) *[Registration Fee]* International registration of each appellation of origin, and each geographical indication, shall be subject to payment of the fee specified in the Regulations.

(2) *[Other Fees]* The Regulations shall also specify the fee to be paid for in respect of other entries in the International Register and for the supply of extracts, attestations, or other information concerning the contents of the international registration.

(3) *[Fee Reductions]* Reduced fees shall be established by the Assembly in respect of international registrations of appellations of origin, and in respect of international registrations of geographical indications, in particular those in respect of which the Contracting Party of Origin is a developing country or a least-developed country.

Chapter III Protection

Article 8 Commitment to Protect

Each Contracting Party shall protect on its territory, in accordance with the terms of this Act, appellations of origin and geographical indications registered under this Act.

Article 9 Protection Under Laws of Contracting Parties and Other Instruments

(1) *[Freedom to Provide More Extensive Protection]* Each Contracting Party shall be free to provide more extensive protection than the protection stipulated in this Act.

(2) *[Form of Legal Protection]* Each Contracting Party is free to choose the type of legislation under which it establishes the protection stipulated in this Act, provided that such legislation meets the substantive requirements of this Act.

(3) *[Protection Under Other Instruments]* The protection stipulated in this Act shall be without prejudice to any protection a Contracting Party has already granted under national law or under other international instruments, such as the Paris Convention, the Madrid Agreement on Indications of Source, the TRIPS Agreement or a bilateral agreement.

Article 10 Protection Accorded by International Registration

(1) *[Content of Protection]* (a) Subject to the provisions of this Act, each Contracting Party shall, from the date of international registration, extend to the registered appellation of origin, or the registered geographical indication, protection against:

(i) any use of the appellation of origin or the geographical indication

– in respect of goods of the same kind as those to which the appellation of origin, or the geographical indication, applies not originating in the geographical area of origin or not complying with any other applicable requirements for using the appellation of origin, or the geographical indication, [which would amount to its usurpation or imitation [or evocation]];

– which would be detrimental to, or exploit unduly, its reputation,

even if the true origin of the goods is indicated or if the appellation of origin, or the geographical indication, is used in translated form or accompanied by terms such as “style”, “kind”, “type”, “make”, “imitation”, “method”, “as produced in”, “like”, “similar”, or the like;

(ii) any other practice liable to mislead the consumer as to the true origin, provenance, nature, quality or characteristics of the goods.

[Option A: (b) Without prejudice to Article 13(1), Contracting Parties:

(i) shall refuse or invalidate the registration of a trademark which contains or consists of a registered appellation of origin, or a registered geographical indication, with respect to goods not originating in the geographical area of origin;

(ii) may refuse or invalidate the registration of a trademark which contains or consists of a registered appellation of origin, or a registered geographical indication, with respect to goods that, while originating in the geographical area of origin, do not comply with any other applicable requirements for using the appellation of origin or the geographical indication.]

[Option B: (b) Without prejudice to Article 13(1), Contracting Parties shall refuse or invalidate the registration of a trademark which contains or consists of a registered appellation of origin, or a registered geographical indication, when it corresponds to one of the situations covered by subparagraph (a).]

[(2) *[Presumption in Case of Use by Third Parties]* Each Contracting Party shall provide for a presumption of unlawful use under paragraph (1)(a) in case a registered appellation of origin, or a registered geographical indication, is used in respect of goods of the same kind as those to which the appellation of origin, or the geographical indication, applies.]

[(3) *[Homonymy]* The provisions of this Act do not prevent the international registration of homonymous appellations of origin or geographical indications. Each Contracting Party shall determine what protection it shall provide in respect of such appellations of origin or geographical indications. Such protection shall be subject to practical conditions taking into account the need to ensure equitable treatment of the producers concerned and that consumers are not misled⁵.]

Article 11

Shield Against Becoming a Generic Term or Name

A denomination protected as a registered appellation of origin in a Contracting Party cannot [be considered to have] become generic as long as the denomination is protected as an appellation of origin in the Contracting Party of Origin. The same shall apply *mutatis mutandis* in respect of a registered geographical indication⁶.

⁵ It is understood that a Contracting Party has the right not to accord protection, as stipulated in this Agreement, in respect of an appellation of origin, or a geographical indication, which would, although literally true as to the geographical area in which the goods designated by the appellation of origin, or the geographical indication, originate, falsely represent to the public that the goods originate in another territory.

⁶ When applying this Article in respect of geographical indications, a Contracting Party may use, instead of the term "generic", with respect to the indication of a good or a service, the term "customary in common language as the common name" and, with respect to the indication of a product of the vine, the term "customary name of a grape variety".

Article 12

Duration of Protection

Notwithstanding Article 11, while international registrations shall not be limited in time unless cancelled, the protection of an appellation of origin or a geographical indication registered under this Act shall cease in a Contracting Party in respect of which protection is renounced or to the extent that the effects of the international registration are invalidated in a Contracting Party or can no longer be invoked due to acquiescence.

Article 13

Safeguards in Respect of Other Legitimate Rights

(1) *[Prior Trademark Rights]* In case a denomination constituting an appellation of origin, or an indication constituting a geographical indication, registered under this Act, conflicts with a prior right in a trademark applied for or registered, or, where possible, acquired through use, in good faith in a Contracting Party, each such Contracting Party shall respect such prior trademark right. Taking into account the legitimate interests of the owner of the prior trademark as well as those of the beneficiaries of the rights in the appellation of origin or the geographical indication, the Contracting Party, if not notifying a refusal under Article 15 or invalidating the effects of the international registration concerned, as referred to in Article 19, shall, in any event, not prejudice the eligibility for, or the validity of, the registration of the trademark, or the right to use the trademark, on the basis that such a trademark is identical with, or similar to, the denomination or the indication.

(2) *[Prior Rights in Another Appellation of Origin or Geographical Indication]* The provisions of paragraph (1) shall apply *mutatis mutandis* in case a denomination constituting an appellation of origin, or an indication constituting a geographical indication, registered under this Act, conflicts with a prior right in another appellation of origin or geographical indication.

(3) *[Personal Name Used in Business]* The provisions of this Act shall in no way prejudice the right of any person to use, in the course of trade, that person's name or the name of that person's predecessor in business, except where such name is used in such a manner as to mislead the public.

(4) *[Legitimate Rights Based on Other Signs Used in the Course of Trade]* A Contracting Party may apply the provisions of paragraph (3) *mutatis mutandis* with regard to another sign used in the course of trade, in respect of which a legitimate right other than those referred to in paragraphs (1) to (3) has come into effect in that Contracting Party before the date of the international registration of an appellation of origin or a geographical indication under this Act.

Article 14

Legal Remedies. Legal Proceedings.

Each Contracting Party shall make available effective legal remedies for the protection of appellations of origin and geographical indications registered under this Act and provide that legal proceedings for ensuring the protection of such registered appellations of origin and geographical indications may be brought by a public authority or by any interested party, whether a natural person or a legal entity and whether public or private, depending on its national legal system.

Chapter IV

Refusal and Other Actions in Respect of International Registrations

Article 15

Refusal

- (1) *[Refusal of Effects of International Registration]*
- (a) Within the time specified in the Regulations, the Competent Authority of a Contracting Party may notify the International Bureau of the refusal of the effects of an international registration in its territory. The notification of refusal may be filed by the Competent Authority *ex officio*, if its legislation so permits, or at the request of an interested party.
- (b) The notification of refusal shall set out the grounds on which the refusal is based.
- (2) *[Protection Under Other Instruments]* The notification of a refusal shall not be detrimental to any other protection that may be available, in accordance with Article 9(3), to the denomination or indication concerned in the Contracting Party to which the refusal relates.
- (3) *[Obligation to Provide Opportunity for Interested Parties]* Each Contracting Party shall provide a reasonable opportunity to interested parties to present to its Competent Authority requests for the Competent Authority to notify a refusal in respect of an international registration.
- (4) *[Registration and Communication of Refusals]* The International Bureau shall record the refusal and the grounds for the refusal in the International Register. It shall publish the refusal and the grounds for the refusal and shall communicate them to the Competent Authority of the Contracting Party of Origin or, where the application has been filed directly in accordance with Article 5(3), the concerned beneficiaries or the legal entity referred to in Article 5(2)(ii).
- (5) *[National Treatment]* Each Contracting Party shall make available to interested parties affected by a refusal the same judicial and administrative remedies that are available to its own nationals in respect of the refusal of protection for an appellation of origin or a geographical indication.

Article 16

Withdrawal of Refusal

- (1) *[Procedures for the Withdrawal of Refusals]* A refusal may be withdrawn in accordance with the procedures specified in the Regulations. A withdrawal shall be recorded in the International Register.
- (2) *[Negotiations]* The Contracting Party of Origin may enter into negotiations with a Contracting Party in respect of which a refusal has been recorded, in order to get the refusal withdrawn. Interested parties affected by a refusal shall be afforded a reasonable opportunity to request the Contracting Party of Origin to negotiate the possible withdrawal of such refusal.

Article 17 Prior Use

- (1) *[Phasing Out]* Without prejudice to the possibility of refusal under Article 15, where a denomination constituting an appellation of origin registered under this Act, or an indication constituting a geographical indication registered under this Act, was, prior to the date of the international registration, in use in a Contracting Party by a third party as a generic term, the Contracting Party may grant to the third party a defined period to terminate such use⁷. The Contracting Party shall notify the International Bureau of any such period, in accordance with the procedures specified in the Regulations⁸.
- (2) *[Withdrawal of Refusal on Ground of Prior Use]* Where a Contracting Party has refused the effects of an international registration under Article 15 on the ground of prior use and wishes to withdraw the refusal, it may make the withdrawal subject to the prior use terminating after a defined period of time.
- (3) *[Coexistence]* Where a Contracting Party has refused the effects of an international registration under Article 15 on the ground of prior use under a legitimate right, withdrawal of such refusal shall be subject to the provisions of Article 13, unless the withdrawal resulted from the cancellation, non-renewal, revocation or invalidation of the prior right.

Article 18 Notification of Grant of Protection

The Competent Authority of a Contracting Party may notify the International Bureau of the grant of protection to an appellation of origin or a geographical indication registered under this Act. The International Bureau shall record any such notification in the International Register and publish it.

Article 19 Invalidation

- (1) *[Opportunity to Defend Rights]* A Contracting Party may not invalidate the effects of an international registration, in part or in whole, in its territory without giving an opportunity to the concerned beneficiaries to defend their rights. Such opportunity shall also be given to a legal entity having legal standing to assert these rights, as referred to in Article 5(2)(ii).
- (2) *[Grounds for Invalidation]* Invalidation may be pronounced by a Contracting Party on the basis of a prior right, as referred to in Article 13.

⁷ In view of the safeguards under Article 13 in respect of use under other legitimate rights, Article 17 does not provide for possible phasing out periods in respect of such uses. However, where such a legitimate right does not extend to a term or name used because of its generic nature in the Contracting Party concerned, Article 17 does provide for a possible phasing out period in respect of the use of such a term or name, when it conflicts with a denomination constituting an appellation of origin registered under this Act or an indication constituting a geographical indication registered under this Act.

⁸ When applying this Article in respect of geographical indications, a Contracting Party may use, instead of the term “generic”, with respect to the indication of a good or a service, the term “customary in common language as the common name” and, with respect to the indication of a product of the vine, the term “customary name of a grape variety”.

(3) *[Notification, Registration and Publication]* Each Contracting Party shall notify the invalidation of an international registration to the International Bureau, which shall record the invalidation in the International Register and publish it.

(4) *[Protection Under Other Instruments]* Invalidation shall not be detrimental to any other protection that may be available, in accordance with Article 9(3), to the denomination or indication concerned in the Contracting Party that invalidated the effects of the international registration.

Article 20

Modifications and Other Entries in the International Register

Procedures for the modification of international registrations and other entries in the International Register shall be specified in the Regulations.

Chapter V **Administrative Provisions**

Article 21

Membership of the Lisbon Union

The Contracting Parties shall be members of the same Special Union as the States party to the Lisbon Agreement, whether or not they are party to that Agreement.

Article 22

Assembly of the Special Union

(1) *[Composition]*

(a) The Contracting Parties shall be members of the same Assembly as the States party to the Lisbon Agreement.

(b) Each Contracting Party shall be represented by one delegate, who may be assisted by alternate delegates, advisors and experts.

(c) Each delegation shall bear its own expenses.

(2) *[Tasks]*

(a) The Assembly shall:

(i) deal with all matters concerning the maintenance and development of the Special Union and the implementation of this Act;

(ii) give directions to the Director General concerning the preparation of revision conferences referred to in Article 26(1), due account being taken of any comments made by those members of the Special Union which have not ratified or acceded to this Act;

(iii) have competence to amend the Regulations concerning the implementation of this Act;

(iv) review and approve the reports and activities of the Director General concerning the Special Union, and give him or her all necessary instructions concerning matters within the competence of the Special Union;

(v) determine the program and adopt the biennial budget of the Special Union, and approve its final accounts;

(vi) adopt the financial Regulations of the Special Union;

(vii) establish such committees and working groups as it deems appropriate to achieve the objectives of the Special Union;

(viii) determine which States, intergovernmental and non-governmental organizations shall be admitted to its meetings as observers, it being understood that any State party to the Lisbon Agreement that is not a member of the Assembly shall be admitted to the meetings of the Assembly as observer;

(ix) adopt amendments to Articles 22 to 24 and 27;

(x) take any other appropriate action to further the objectives of the Special Union and perform any other functions as are appropriate under this Act.

(b) With respect to matters which are of interest also to other Unions administered by the Organization, the Assembly shall make its decisions after having heard the advice of the Coordination Committee of the Organization.

(3) *[Quorum]*

(a) One-half of the members of the Assembly which are States and have the right to vote on a given matter shall constitute a quorum for the purposes of the vote on that matter.

(b) Notwithstanding the provisions of subparagraph (a), if, in any session, the number of the members of the Assembly which are States, have the right to vote on a given matter and are represented is less than one-half but equal to or more than one-third of the members of the Assembly which are States and have the right to vote on that matter, the Assembly may make decisions but, with the exception of decisions concerning its own procedure, all such decisions shall take effect only if the conditions set forth hereinafter are fulfilled. The International Bureau shall communicate the said decisions to the members of the Assembly which are States, have the right to vote on the said matter and were not represented and shall invite them to express in writing their vote or abstention within a period of three months from the date of the communication. If, at the expiration of this period, the number of such members having thus expressed their vote or abstention attains the number of the members which was lacking for attaining the quorum in the session itself, such decisions shall take effect provided that at the same time the required majority still obtains.

(4) *[Taking Decisions in the Assembly]*

(a) The Assembly shall endeavor to take its decisions by consensus.

(b) Where a decision cannot be arrived at by consensus, the matter at issue shall be decided by voting. In such a case,

(i) each Contracting Party that is a State shall have one vote and shall vote only in its own name, and

(ii) any Contracting Party that is an intergovernmental organization may vote, in place of its member States, with a number of votes equal to the number of its member States which are party to this Act, but no such intergovernmental organization shall participate in the vote if any one of its member States exercises its right to vote, and *vice versa*.

(c) On matters concerning only States that are bound by the Lisbon Agreement, Contracting Parties that are not bound by that Agreement shall not have the right to vote, whereas, on matters concerning Contracting Parties, only the latter shall have the right to vote.

(5) *[Majorities]*

(a) Subject to Articles 25(2) and 27(2), the decisions of the Assembly shall require two-thirds of the votes cast.

(b) Abstentions shall not be considered as votes.

(6) *[Sessions]*

(a) The Assembly shall meet once in every second calendar year in ordinary session upon convocation by the Director General and, in the absence of exceptional circumstances, during the same period and at the same place as the General Assembly of the Organization.

(b) The Assembly shall meet in extraordinary session upon convocation by the Director General, either at the request of one-fourth of the members of the Assembly or on the Director General's own initiative.

(c) The agenda of each session shall be prepared by the Director General.

(7) *[Rules of Procedure]* The Assembly shall adopt its own rules of procedure.

Article 23

International Bureau

(1) *[Administrative Tasks]*

(a) International registration and related duties, as well as all other administrative tasks concerning the Special Union, shall be performed by the International Bureau.

(b) In particular, the International Bureau shall prepare the meetings and provide the Secretariat of the Assembly and of such committees and working groups as may have been established by the Assembly.

(c) The Director General shall be the Chief Executive of the Special Union and shall represent the Special Union.

(2) *[Role of the International Bureau and Other Meetings]* The Director General and any staff member designated by him shall participate, without the right to vote, in all meetings of the Assembly, the committees and working groups established by the Assembly. The Director General, or a staff member designated by him, shall be *ex officio* Secretary of such a body.

(3) *[Conferences]*

(a) The International Bureau shall, in accordance with the directions of the Assembly, make the preparations for any revision conferences.

(b) The International Bureau may consult with intergovernmental and international and national non-governmental organizations concerning the said preparations.

(c) The Director General and persons designated by him shall take part, without the right to vote, in the discussions at revision conferences.

(4) *[Other Tasks]* The International Bureau shall carry out any other tasks assigned to it in relation to this Act.

Article 24

Finances

(1) *[Budget]*

(a) The Special Union shall have a budget.

(b) The budget of the Special Union shall include the income and expenses specific to the Special Union and its contribution to the budget of expenses common to the Unions administered by the Organization.

(c) Expenses not attributable exclusively to the Special Union but also to one or more other Unions administered by the Organization shall be considered as expenses common to the Unions. The share of the Special Union in such common expenses shall be in proportion to the interest the Special Union has in them.

(2) *[Coordination With Budgets of Other Unions]* The budget of the Special Union shall be established with due regard to the requirements of coordination with the budgets of the other Unions administered by the Organization.

(3) *[Sources of Financing of the Budget]* The budget of the Special Union shall be financed from the following sources:

- (i) international registration fees collected under Article 8 and fees and charges due for other services rendered by the International Bureau in relation to the Special Union;
- (ii) proceeds from the sale of, or royalties on, the publications of the International Bureau concerning the Special Union;
- (iii) gifts, bequests, and subventions;
- (iv) rents, interest, and other miscellaneous income.

(4) *[Fixing of Fees and Charges; Level of the Budget]*

(a) The amounts of the fees referred to in paragraph (3)(i), shall be fixed by the Assembly on the proposal of the Director General. Charges referred to in paragraph (3)(i) shall be established by the Director General and shall be provisionally applied subject to approval by the Assembly at its next session.

(b) The amounts of the fees referred to in paragraph 3(i), shall be so fixed that the revenues of the Special Union from fees and other sources shall be at least sufficient to cover all the expenses of the International Bureau concerning the Special Union.

(c) If the budget is not adopted before the beginning of a new financial period, it shall be at the same level as the budget of the previous year, as provided in the Financial Regulations of the Organization.

(5) *[Working Capital Fund]* The Special Union shall have a working capital fund which shall be constituted by a single payment made by each Member of the Special Union. If the fund becomes insufficient, the Assembly shall decide to increase it. The proportion and the terms of payment shall be fixed by the Assembly on the proposal of the Director General.

(6) *[Advances by Host State]*

(a) In the headquarters agreement concluded with the State on the territory of which the Organization has its headquarters, it shall be provided that, whenever the working capital fund is insufficient, such State shall grant advances. The amount of those advances and the conditions on which they are granted shall be the subject of separate agreements, in each case, between such State and the Organization.

(b) The State referred to in subparagraph (a) and the Organization shall each have the right to denounce the obligation to grant advances, by written notification. Denunciation shall take effect three years after the end of the year in which it has been notified.

(7) *[Auditing of Accounts]* The auditing of the accounts shall be effected by one or more of the States members of the Special Union or by external auditors, as provided in the Financial Regulations of the Organization. They shall be designated, with their agreement, by the Assembly.

Article 25

Regulations

- (1) *[Subject-Matter]* The details for carrying out this Act shall be established in the Regulations.
- (2) *[Amendment of Certain Provisions of the Regulations]*
 - (a) The Regulations may specify that certain provisions of the Regulations may be amended only by unanimity or only by a three-fourths majority.
 - (b) In order for the requirement of unanimity or a three-fourths majority no longer to apply in the future to the amendment of a provision of the Regulations, unanimity shall be required.
 - (c) In order for the requirement of unanimity or a three-fourths majority to apply in the future to the amendment of a provision of the Regulations, a three-fourths majority shall be required.
- (3) *[Conflict Between This Act and the Regulations]* In the case of conflict between the provisions of this Act and those of the Regulations, the former shall prevail.

Chapter VI

Revision and Amendment

Article 26

Revision

- (1) *[Revision Conferences]* This Act may be revised by diplomatic conferences of the Contracting Parties. The convocation of any Diplomatic Conference shall be decided by the Assembly.
- (2) *[Revision or Amendment of Certain Articles]* Articles 22 to 24 and 27 may be amended either by a revision conference or by the Assembly according to the provisions of Article 27.

Article 27

Amendment of Certain Articles by the Assembly

- (1) *[Proposals for Amendment]*
 - (a) Proposals for the amendment of Articles 22 to 24, and the present Article, may be initiated by any Contracting Party or by the Director General.
 - (b) Such proposals shall be communicated by the Director General to the Contracting Parties at least six months in advance of their consideration by the Assembly.
- (2) *[Majorities]* Adoption of any amendment to the Articles referred to in paragraph (1) shall require a three-fourths majority, except that adoption of any amendment to Article 22, and to the present paragraph, shall require a four-fifths majority.

(3) *[Entry Into Force]*

(a) Except where subparagraph (b) applies, any amendment to the Articles referred to in paragraph (1) shall enter into force one month after written notifications of acceptance, effected in accordance with their respective constitutional processes, have been received by the Director General from three-fourths of those Contracting Parties which, at the time the amendment was adopted, were members of the Assembly and had the right to vote on that amendment.

(b) Any amendment to Article 22(3) or (4) or to this subparagraph shall not enter into force if, within six months of its adoption by the Assembly, any Contracting Party notifies the Director General that it does not accept such amendment.

(c) Any amendment which enters into force in accordance with the provisions of this paragraph shall bind all the States and intergovernmental organizations which are Contracting Parties at the time the amendment enters into force, or which become Contracting Parties at a subsequent date.

Chapter VII Final Provisions

Article 28 Becoming Party to This Act

(1) *[Eligibility]* Subject to Article 29 and paragraphs (2) and (3) of the present Article,

(i) any State which is a member of the Paris Convention may sign and become party to this Act;

(ii) any other State may sign and become party to this Act, if it declares that its legislation complies with the provisions of the Paris Convention concerning appellations of origin, geographical indications and trademarks.

(iii) any intergovernmental organization may sign and may become party to this Act, provided that at least one member State of that intergovernmental organization is a member of the Paris Convention and provided that the intergovernmental organization declares that: (i) it has been duly authorized, in accordance with its internal procedures, to become party to this Act and (ii) that, under the constituting treaty of the intergovernmental organization, legislation applies for the protection of appellations of origin and/or geographical indications in accordance with this Act.

(2) *[Ratification or Accession]* Any State or intergovernmental organization referred to in paragraph (1), may deposit

(i) an instrument of ratification, if it has signed this Act, or

(ii) an instrument of accession, if it has not signed this Act.

(3) *[Effective Date of Deposit]*

(a) Subject to subparagraph (b), the effective date of the deposit of an instrument of ratification or accession shall be the date on which that instrument is deposited.

(b) The effective date of the deposit of the instrument of ratification or accession of any State that is a member State of an intergovernmental organization and in respect of which the protection of appellations of origin can only be obtained on the basis of legislation applying between the member States of the intergovernmental organization shall be the date on which the instrument of ratification or accession of that intergovernmental organization is deposited, if that date is later than the date on which the instrument of the said State has been deposited. However, this subparagraph does not apply with regard to States that are party to the Lisbon Agreement and shall be without prejudice to the application of Article 31 with regard to such States.

Article 29

Effective Date of Ratifications and Accessions

(1) *[Instruments to Be Taken Into Consideration]* For the purposes of this Article, only instruments of ratification or accession that are deposited by States or intergovernmental organizations referred to in Article 28(1) and that have an effective date according to Article 28(3) shall be taken into consideration.

(2) *[Entry into Force of the Agreement]* This Act shall enter into force three months after five eligible parties referred to in Article 28 have deposited their instruments of ratification or accession.

(3) *[Entry Into Force of Ratifications and Accessions]*

(a) Any State or intergovernmental organization that has deposited its instrument of ratification or accession three months or more before the date of entry into force of this Act shall become bound by this Act on the date of the entry into force of this Act.

(b) Any other State or intergovernmental organization shall become bound by this Act three months after the date on which it has deposited its instrument of ratification or accession or at any later date indicated in that instrument.

(4) *[International Registrations Effected Prior to Accession]* In the territory of the acceding State or intergovernmental organization, the benefits of this Act shall apply in respect of appellations of origin already registered under this Act at the time the accession becomes effective, subject to the provisions of Chapter IV, which shall apply *mutatis mutandis*. However, the acceding State or intergovernmental organization may specify, in a declaration attached to its instrument of ratification or accession, an extension of the period referred to in Article 15(1), and the periods referred to in Article 17, in accordance with the procedures specified in the Regulations in that respect.

Article 30

Prohibition of Reservations

No reservations to this Act are permitted.

Article 31

Application of the Lisbon Agreement

(1) *[Relations Between States Party to Both This Act and the Lisbon Agreement]* This Act alone shall be applicable as regards the mutual relations of States party to both this Act and the Lisbon Agreement.

(2) *[Relations Between States Party to Both This Act and the Lisbon Agreement and States Party to the Lisbon Agreement Without Being Party to This Act]* Any State party to both this Act and the Lisbon Agreement shall continue to apply the Lisbon Agreement in its relations with States party to the Lisbon Agreement that are not party to this Act.

Article 32

Denunciation

(1) *[Notification]* Any Contracting Party may denounce this Act by notification addressed to the Director General.

(2) *[Effective Date]* Denunciation shall take effect one year after the date on which the Director General has received the notification or at any later date indicated in the notification. It shall not affect the application of this Act to any application pending and any international registration in force in respect of the denouncing Contracting Party at the time of the coming into effect of the denunciation.

Article 33

Languages of this Act; Signature

(1) *[Original Texts; Official Texts]*

(a) This Act shall be signed in a single original in the English, Arabic, Chinese, French, Russian and Spanish languages, all texts being equally authentic.

(b) Official texts shall be established by the Director General, after consultation with the interested Governments, in such other languages as the Assembly may designate.

(2) *[Time Limit for Signature]* This Act shall remain open for signature at the headquarters of the Organization for one year after its adoption.

Article 34

Depositary

The Director General shall be the depositary of this Act.

[End of Annex and of document]