



Vertical Agreements

The regulation of distribution practices
in 35 jurisdictions worldwide

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- 1** What are the legal sources that set out the antitrust law applicable to vertical restraints?

The legal source that sets out the antitrust law applicable to vertical restraints is Law 703/1977 on Control of Monopolies and Oligopolies and Protection of Free Competition (hereinafter the Law). Since its entry into force in September 1977, it has been amended several times, most recently by Law 3373/2005 (2/8/2005). The full codified text is available on the Hellenic Competition Commission's website, in Greek (direct link: <http://www.epant.gr/pdf/Nomothesia.pdf>).

In line with article 81 paragraph 1 EC Treaty, article 1 paragraph 1 of the Law prohibits all agreements between undertakings, decisions by associations of undertakings and concerted practices of any kind, which have as their object or effect the prevention, restriction or distortion of competition.

Article 1 paragraph 3 of the Law empowers the Hellenic Competition Commission (the HCC) to exempt agreements, decisions or concerted practices that fall within the prohibition of paragraph 1, provided the agreement under examination (i) contributes to the improvement of production or distribution of goods or to the promotion of technical or economic progress, allowing consumers a fair share of the resulting benefits, (ii) contains only those restrictions absolutely necessary for the attainment of the above objectives, and (iii) may not allow the undertakings concerned to eliminate competition in a substantial part of the relevant market.

- 2** List and describe the types of vertical restraints that are subject to antitrust law. Are those terms defined and how? Is the concept of vertical restraint itself defined in the antitrust law?

The prohibition of article 1 paragraph 1 of the Law extends to agreements consisting, particularly, in:

- directly or indirectly determining selling or purchase prices or any other trading condition,
- limiting or controlling production, supply, technological development or investments,
- sharing of markets or sources of supply,
- applying dissimilar trading conditions to equivalent transactions, in a way that hinders the operation of competition, in particular the unjustifiable refusal to sell, purchase or enter into any other transaction,
- making the conclusion of contracts subject to acceptance by the other contracting parties of supplementary obligations which, by their nature or according to commercial usage, have no connection with the subject of such contracts.

Restrictions between undertakings operating at a differ-

ent level of the production or distribution chain, whose object or effect may fall within any of the prohibitions listed above, constitute vertical restraints covered by antitrust law. The list is indicative and therefore non-exhaustive. The most common vertical restraints dealt with by the HCC include resale price maintenance, territorial and customer restrictions, exclusive supply and dealing. In practice, the HCC applies by analogy the criteria set out in EC regulation 2790/1999 on the application of article 81(3) of the Treaty to categories of vertical agreements and concerted practices and the relevant European Commission Guidelines on Vertical Restraints.

- 3** Are there particular rules or laws applicable to the assessment of vertical restraints in specific sectors of industry? If so, please briefly identify the sectors and the relevant sources.

No particular rules exist with regards to the assessment of vertical restraints in specific sectors of industry. Where appropriate for the analysis, the HCC will normally refer to the provisions of the existing EC Regulations (eg in the motor vehicle sector).

- 4** Is the only objective pursued by the law on vertical restraints economic, or does it also seek to protect other interests?

As is evident from the wording of article 1, the objective pursued by the Law is economic, ie the protection of competition. In this respect, consumer benefit is also taken into consideration for an exemption under article 1 paragraph 3 of the Law.

- 5** What entity or agency is responsible for enforcing prohibitions on anti-competitive vertical restraints? Do governments or ministers have a role?

The authority responsible for enforcing article 1 of the Law is the HCC (articles 8–10 of the Law). The HCC is an authority with administrative and economic independence, under the supervision of the Minister of Development. It consists of the president, an 11-member commission and the Directorate-General for Competition.

Under article 8a of the Law, the Minister for Development may allow the block exemption of categories of agreements on the basis of article 1 paragraph 3. He may also define, by decision, categories or types of agreements that are not caught by article 1 paragraph 1 of the Law. A positive opinion by the HCC is required in both cases. The Minister of Development may also apply to the HCC for interim measures. Under the latest modification of the Law, interim measures may be adopted by the HCC either following an application from the Minister of Development or ex officio.

- 6** What is the relevant test for determining whether a vertical restraint will be subject to antitrust law in your jurisdiction?

Under article 32 of the Law, article 1 covers all restrictions of competition that have or may have any impact or effect within the Greek territory, regardless of factors such as the place of execution of the agreement, or the parties' domicile or establishment.

- 7** To what extent does antitrust law apply to vertical restraints in agreements concluded by public or state-owned entities?

Under article 6 paragraph 1, the provisions of the Law also apply to public undertakings and public utilities companies. By joint decision, the Ministers of Finance and Development may exclude such undertakings or categories of such undertakings from the application of the Law, for reasons of their greater importance to national economy.

- 8** Are there any general exceptions from antitrust law for certain types of vertical restraints? If so, please describe.

On 2 March 2006, the HCC issued a Notice on agreements of minor importance (*de minimis*). In this notice, the HCC uses market share thresholds to quantify what is not an appreciable restriction of competition under article 1 of the Law, in which case such agreements may not be prohibited under article 1 paragraph 1 of the Law. The Greek *de minimis* Notice follows the European Commission Notice on agreements of minor importance which do not appreciably restrict competition under article 81(1) of the Treaty establishing the European Community (OJ C 368, 22.12.2001, p13).

The general rule is that, according to the HCC's view, an agreement between undertakings does not appreciably restrict competition within the meaning of article 1 paragraph 1 of the Law in the following situations:

- if the aggregate market share held by the parties to the agreement does not exceed 5 per cent on any of the relevant markets affected by the agreement, where the agreement is made between undertakings which are actual or potential competitors on any of these markets (agreements between competitors); or
- if the market share held by each of the parties to the agreement does not exceed 10 per cent on any of the relevant markets affected by the agreement, where the agreement is made between undertakings which are not actual or potential competitors on any of these markets (agreements between non-competitors).

Furthermore, the Notice offers guidance on the calculation and application of these market share thresholds in various situations. Agreements containing hardcore restrictions, as defined in point 11 of the Notice such as price fixing and market sharing, cannot benefit from an exemption under the Notice.

Another exception is introduced by article 7 of the Law, under which the prohibition of article 1 paragraph 1 does not cover agreements, decisions or concerted practices which aim exclusively at strengthening, promoting and securing exports, unless stated otherwise for categories of agreements or products by joint decision of the Ministers of Finance and Development, following an opinion by the HCC. The above is without prejudice to Greece's international obligations.

- 9** When assessing vertical restraints under antitrust law does the relevant agency take into account that some agreements may form part of a larger, interrelated, network of agreements or is each agreement assessed in isolation?

The HCC's assessment may vary in each case depending on whether a network of interrelated or similar agreements exists in the relevant market. According to early case law (66/89), the HCC had to re-examine a selective distribution agreement to which negative clearance was initially granted, following the notification of a significant number of similar agreements covering an important part of the relevant market, thus changing the conditions of competition as a result of the cumulative effect of those agreements.

The Greek *de minimis* Notice (see question 8) contains an explicit reference to parallel networks of agreements that may have a cumulative foreclosure effect in the relevant market. In these cases, the market share threshold below which an agreement will not be considered to appreciably restrict competition is set at 5 per cent.

- 10** Under what circumstances does antitrust law apply to agency agreements in which an undertaking agrees to perform certain services on a supplier's behalf in consideration of a commission payment?

Article 1 of the Law applies to agency agreements whereby the agent undertakes at least some of the risk or costs associated with carrying out its obligations under the agreement eg transportation costs, advertising costs, costs for storage and maintenance of stock as well as financing or investment costs. The determining factor is whether the agent operates autonomously as an independent distributor carrying the related commercial and financial risks of his business, is free to decide his business strategy and is able to recover the investment costs that occurred in execution of the 'agency' agreement. Such cases are considered by the HCC, the Greek courts and commercial legal theory as non-genuine agency/distribution agreements, which are caught by article 1 paragraph 1 of the Law.

- 11** Is antitrust law applied differently when the agreement containing the vertical restraint also contains provisions granting intellectual property rights (IPRs)?

The HCC's practice and case law to date offer no relevant guidance. The HCC is expected to follow the relevant European legislation and case law on this point.

- 12** Under what circumstances does antitrust law apply to agreements between a parent and a related company?

The HCC applies the 'single economic entity doctrine', by reference to case law of the European Court of Justice, according to which vertical agreements between parent and subsidiary are not caught by the prohibition of article 1 paragraph 1 of the Law, as they are considered to constitute an allocation of roles, efforts or functions within a single economic entity. The HCC will also examine whether the parent company directly or indirectly exercises control over a related undertaking, ie whether it has the power to exercise more than half the voting rights, or has the power to appoint more than half the members of the supervisory board, board of management or bodies legally representing the undertaking, or has the right to manage the undertaking's affairs.

13 Can the legality under antitrust law of a given vertical restraint change over time?

Under article 10 paragraph 4 point (a) of the Law, the HCC may withdraw or modify its exemption decision where (i) the terms or conditions under which an agreement was found to qualify for an exemption under article 1 paragraph 3 have changed or (ii) the undertakings concerned apply the exemption in an abusive manner. Changes in market shares over a certain period of time may also have an effect on whether an agreement may continue to fall within the *de minimis* exemption.

14 Briefly explain the analytical framework that applies when assessing vertical restraints under antitrust law.

In its analysis on vertical restraints, the HCC largely follows the European legislation and case law. This applies not only to the general legal framework but also to the competitive assessment of particular types of restraints (see questions 17 to 27). It is common for the HCC in its decisions to cite and apply the analysis relied on by the European Commission and the European Court of Justice (and Court of First Instance).

In that context, the HCC will consider those vertical restraints that have as their object the restriction or distortion of competition in the relevant market as most serious and will consider them as unlawful *per se*. Such restraints primarily consist in restricting the buyer's ability to determine resale prices (either by imposing fixed prices or maintaining minimum resale prices or allowing for absolute territorial protection by imposing restrictions on passive sales).

The HCC practice so far has not been uniform. According to early case law, agreements containing hardcore restrictions such as those mentioned above would escape the prohibition of article 1 paragraph 1 where the parties' market shares and turnovers in the relevant were insignificant, thus allowing for a conclusion that no restriction or distortion of competition was likely to occur in the relevant market. However, since the formal introduction of the *de minimis* Notice (see question 8 above), hardcore restrictions such as those mentioned in point 11 of the Notice, cannot be exempted and will always be considered as unlawful *per se*.

Further, the HCC will examine whether an agreement will be eligible for an exemption under article 1 paragraph 3 of the Law. Exemption is not possible where agreements have not been duly notified to the HCC (see questions 28 and 29). In its case law, the HCC has largely exempted agreements under article 1 paragraph 3 of the Law containing restrictions other than those considered as unlawful *per se*, mainly on the basis of the low market shares of the undertakings concerned in the relevant market, reserving its right to withdraw the benefit of the exemption if market conditions change in the future. Incidentally, the HCC has considered whether long-term restrictions are necessary for the achievement of pro-competitive objectives and allow consumers a fair share of the benefit. The available precedents to date do not provide useful indication as to whether a rule of reason analysis will be accepted by the HCC.

15 Is there a block exemption or safe harbour which provides certainty to companies as to the legality of vertical restraints under certain conditions? If so, please briefly explain the manner in which this block exemption/safe harbour functions.

No block exemption or safe harbour exists in the sense of the EC regulation 2790/1999. However, undertakings may expect the

HCC to apply article 1 of the Law to vertical restraints by reference to the provisions of the EC Regulation, the EC guidelines on vertical restraints and relevant case law.

16 What are the consequences of an infringement of antitrust law for the validity, or enforceability by one of the parties, of a contract containing prohibited vertical restraints?

The specific restrictions of the agreement are null and void. The validity of an agreement is not affected where the HCC considers the unlawful clauses to be independent of the rest of the contract. Under article 181 of the Greek Civil Code, the remaining clauses of the agreement are valid and enforceable if the parties would have entered into the agreement even without the clauses that were declared unlawful.

17 Briefly explain how restricting the buyer's ability to determine its resale price is assessed under antitrust law.

Resale price maintenance is unlawful *per se* (see question 14). Indicative prices may also be found to fall within the retail price maintenance restriction where the supplier has the right under the agreement to claim compensation in cases of non-compliance of the retailer with the indicative price catalogue.

18 Briefly explain how restricting the territory into which a buyer may resell contract products is assessed under antitrust law. Under what circumstances may a supplier require a buyer of its products not to resell the products to customers in certain territories?

Agreements which directly or indirectly have as their object the restriction of sales within the territory of the buyer or to customers to which the buyer may sell its products or services are considered as serious restrictions of competition and will be found unlawful *per se* (see question 14).

However, a supplier may restrict the active sales of his direct buyers in the territory or to groups of customers which have exclusively been allocated to other buyer or which have been reserved for the supplier. These restrictions may not extend to passive sales within that territory or to those groups of customers. Passive sales restrictions result in market partitioning, impede intra-brand competition and may lead to maintaining price differentials within territories or group of customers, either in the wholesale or in the retail level of trade.

19 Briefly explain how restricting the customers to whom a buyer may resell contract products is assessed under antitrust law. Under what circumstances may a supplier require a buyer of its products not to resell the products to certain customers?

See question 18.

20 Briefly explain how restricting the uses to which a buyer puts the contract products is assessed under antitrust law.

The HCC's practice and case law to date offers no relevant guidance. The HCC is expected to follow the relevant European legislation and case law on this point.

21 Briefly explain how agreements establishing 'selective' distribution systems are assessed under antitrust law.

Clauses which are considered necessary for the establishment

and effective operation of selective distribution systems and require an agreement between supplier and distributor such as product marketing, advertising promotions, obligation to purchase a production line or to stock minimum quantities have been found to fall outside article 1 paragraph 1 of the Law. The supplier may rely on these conditions to refuse a distributor to enter into the selective distribution system, provided these are applied uniformly to all authorised distributors and there is an objective justification for the refusal.

With regards to vertical restraints which are caught by anti-trust law, the HCC applies the general analysis described in this chapter, closely following the European legislation and case law.

- 22** Briefly explain how restricting the buyer's ability to source the supplier's products from alternative sources is assessed under antitrust law.

The HCC considered such restrictions in a number of franchise agreements and declared them illegal (cases 51/1997 and 128/98). To the extent that the contract products are available through an authorised distribution channel that is not controlled by the supplier, any prohibition on the buyer's ability to source products from alternative sources will be found to restrict competition and will be considered invalid.

- 23** Briefly explain how restricting the buyer's ability to stock products competing with those supplied by the supplier under the agreement is assessed under antitrust law.

This question was considered by the HCC in the context of a selective distribution system. It found that refusal of entry into the selective distribution system was contrary to article 1 paragraph 1 of the Law, in so far as the only justification behind the refusal was that the candidate distributor would not comply with the restriction not to stock competing products (case 271/2004).

- 24** Briefly explain how requiring the buyer to purchase from the supplier a certain amount, or minimum percentage of its requirements, of the contract products is assessed under antitrust law.

No significant guidance exists on this point. Such clauses have occasionally been examined and have been found to be proportionate, in the context of franchise agreements where reasonable minimum turnover targets are imposed. These restrictions have been accepted as lawful cases of default, granting the supplier the right to terminate an agreement.

- 25** Briefly explain how restricting the supplier's ability to supply to other buyers, or sell directly to consumers, is assessed under antitrust law.

In cases of exclusive supply, the HCC will consider the market position of the supplier and the buyer in the relevant markets as well as the term of exclusivity (case 267/2004). A 10-year duration exclusivity clause was found to restrict the buyer's ability to source his supplies from other suppliers as well as the opportunity to potential suppliers to provide their goods or services to the buyer and as such it was caught by the prohibition of article 1 paragraph 1 of the Law.

An exemption under article 1 paragraph 3 may be justified, even for a 10-year term, where that period of time is necessary for the contracting parties to recover the costs of significant investments in a very competitive market. Factors such as the

level and the expected pay-off of the investment, the parties' market shares as well as estimated consumer benefit will also be taken into consideration. The HCC largely relies on the analysis of the European Commission and the European Court of Justice on this point.

- 26** Briefly explain to what extent, if any, franchise agreements incorporating licences of intellectual property rights, relating to trademarks or signs and know-how for the use and distribution of products, are assessed differently from 'simple' distribution agreements under antitrust law.

Unlike simple distribution agreements, a franchise agreement, which is often combined with the supply of products, aims at the transfer of know-how, marketing, administrative and commercial methods and means, trademark licensing and the brand name of the supplier. In order to achieve its purpose, the franchiser must ensure that (i) IP, expertise and methods transferred to the franchisee will not become widely known, to the benefit of his competitors and (ii) the franchiser must be able to take appropriate measures to safeguard the good reputation and of his network, his brand name, trademark and corporate identity. Clauses which aim at safeguarding the above conditions will not be found to distort competition within the meaning of article 1 paragraph 1 of the Law.

Furthermore, exclusive supply clauses in the context of franchise agreements may qualify for an exemption under article 1 paragraph 3 of the Law, where no objective product-standards exist, in order to safeguard the quality of the product, the brand-name of the franchiser and his good reputation. Such restrictions may not however extend to supplies from other franchisees (case 252/1995). A five-year duration of said restrictions is normally considered as justified.

- 27** Briefly explain how a supplier's warranting to the buyer that it will supply the contract products on the terms applied to the supplier's most favoured customer or warranting to the buyer that it will not supply the contract products on more favourable terms to other buyers is assessed under antitrust law.

Most favoured customer clauses have been considered in cases of selective distribution systems as restrictive of competition and thus unlawful (case 66/89), on the basis that buyers unable to fulfil those terms set by the supplier will find themselves at a competitive disadvantage vis-à-vis the rest of the resellers of the same products in the relevant market.

- 28** Is there a formal procedure for notifying agreements containing vertical restraints to the agency? Is it necessary or advisable to notify any particular categories of agreement?

Under article 21 of the Law, the agreements, decisions or concerted practices of article 1 paragraph 1 of the Law, must be notified by the contracting parties to the HCC within 30 days from their conclusion, adoption or execution. Failure to notify results in loss for each contracting party of the benefit of an exemption under article 1 paragraph 3 of the Law and a fine of at least €15,000 and up to 10 per cent of the gross turnover of the undertaking for the current or the previous financial year. Although the Law does not specify, the practice to date shows that it is the national, not the worldwide, turnover of the undertaking concerned that is taken into account.

Under article 11 of the Law, following an application to the Directorate General for Competition of the HCC by any inter-

ested party for negative clearance, the HCC may certify that, according to the information and evidence in its possession, no violation of article 1 paragraph 1 of the Law exists. The application for a negative clearance is submitted simultaneously with the notification of an agreement. Negative clearance may also be applied for agreements that will be concluded in the future.

Finally, undertakings entering into agreements may apply for an exemption decision under article 1 paragraph 3 of the Law and in accordance with article 10 of the Law. The application for an exemption under article 1 paragraph 3 of the Law may be submitted at any time provided the notification obligation has been met.

29 If there is a formal notification procedure, how does it work, what type of ruling does the agency deliver at the end of the procedure, and what time period is normally required to obtain it? Is a reasoned decision published at the end of the procedure?

The notifying parties, ie the participating undertakings, must complete and submit to the HCC a detailed form which is available on the HCC's website, in Greek (<http://www.epant.gr/Entipa.htm>). There is a filing fee of €300. Under article 21 of the Law, the HCC is not obliged or required to examine the notified agreement, which for this reason shall not be considered automatically as (provisionally) valid.

The HCC's examination procedure may involve requesting additional information from the notifying and third parties. It is concluded with a reasoned recommendation by the Directorate General of Competition to the HCC. The Directorate's recommendation is notified to the parties together with the date of discussion of the case before the HCC. The parties have the right to submit their written observations at least 30 days prior to the date of discussion and must declare – stating reasons – whether they wish to exercise their right to be heard during the discussion (oral hearing). The HCC reserves the right to decide whether to accept oral presentations.

If an agreement qualifies for an exemption under article 1 paragraph 3 of the Law, the HCC, following an application by the notifying parties, will issue an exemption decision which sets out the date of entry into force, its duration and, potentially, the conditions that the applicants must respect. There is no time-limit for the adoption of such a decision by the HCC.

Following an application for negative clearance, the HCC certifies within two months from the date of application whether there exists, on the basis of the information and evidence before it at that time, a violation of article 1 paragraph 1 of the Law. In case of negative clearance, the contracting undertakings are not subject to the consequences and sanctions of the Law, until the HCC issues an opposite decision, unless they deliberately provide the HCC with false or misleading or withheld information and evidence.

30 If there is no formal procedure for notification, is it possible to obtain guidance from the agency as to the antitrust assessment of a particular agreement in certain circumstances?

Not applicable.

31 Is there a procedure whereby private parties can complain to the agency about alleged vertical restraints?

Under article 24 paragraph 1 of the Law, any natural or legal person has the right to file a complaint against an infringement

of article 1, paragraph 1 and 2 of the Law as well as of article 81 EC Treaty. The HCC is required to issue a decision within six months of the date the complaint was filed, with the possibility of a further extension of the above deadline by two months in exceptional cases where further investigation is necessary. The above time limit is not strictly complied with by the HCC.

32 How frequently is antitrust law applied to vertical restraints by the agency?

Vertical restraints cover a very small part of the HCC's workload, with just a few decisions issued each year.

33 Is the agency empowered to impose penalties itself or does it need to have recourse to the court system or another administrative or government agency? What sanctions and remedies can the agency impose when enforcing the antitrust law prohibition of vertical restraints?

The HCC itself has the power to impose penalties, fines and pecuniary sanctions that are provided for in the provisions of the Law. In finding of a breach of article 1 of the Law or article 81 EC, the HCC, may by decision:

- order the undertakings to bring the infringement to an end and refrain from it in the future;
- accept commitments from the undertakings concerned to end the breach, making those commitments binding for them;
- impose behavioural or structural measures which must be necessary and expedient for the termination of the infringement and proportionate to the type and gravity of the infringement;
- address recommendations to the undertakings concerned and threaten with a fine, pecuniary sanction or both, in case of continuation or repetition of an infringement;
- consider that a fine or pecuniary sanction has been forfeited, when by decision it finds the continuation or repetition of an infringement;
- impose a fine on the infringing undertakings.

The fine may reach 15 per cent of the gross turnover of the undertaking for the current or previous financial year. The Law does not clarify whether it is the national or the worldwide turnover that will be taken into account, however to date the fines imposed have been calculated on the basis of national turnover. A fine of €10,000 per day may be imposed in cases of non-compliance with a decision.

The HCC may also order interim measures ex officio or following a request from the Minister of Development, in cases where a violation of article 1 of the Law or article 81 EC Treaty is likely and there is an urgent case to avert imminent risk of irreparable damage to the public interest. A fine of €5,000 per day may be imposed in cases of non-compliance with such a decision.

34 Briefly, what investigative powers does the agency have when enforcing the antitrust law prohibition of vertical restraints?

The HCC may conduct investigations on its own initiative (ex officio), following a complaint or following a request by the Minister of Development.

Acting within its investigative powers, the president of the HCC or a HCC official duly authorised by him may request information in writing from any person, undertaking or public authority. Failure by a natural person or an undertaking to fully comply with such an information request within the time limit set by the HCC may incur a fine of at least €15,000 and up to

Update and trends

Informal discussions are taking place about whether the notification obligation should be abolished, in order to bring the Greek competition regime fully in line with EU competition law. To date, no official proposals or draft measures exist.

1 per cent of the national turnover of the undertaking which failed to provide the information.

Furthermore, in order to investigate a possible breach of article 1 paragraphs 1 and 2, HCC officials, acting within the powers of tax inspectors, have the power to:

- inspect any kind of books, information and documents of the undertakings concerned, regardless of their physical form or place of storage, and receive copies or extracts;
- conduct investigations at the offices and other premises and means of transportation of the undertakings concerned;
- secure any business premises, books or documents during the investigation;
- conduct searches at the private homes of managers, directors, administrators and, in general, persons entrusted with the management of a business, provided there is reasonable suspicion that books or other documents which belong to the undertaking concerned and are relevant to the investigation are kept there;
- take sworn or unsworn testimonies, ask for explanations and record the relevant answers.

Obstructing the HCC's investigation or refusing to present the requested documents and information and provide copies incurs a fine of between €15,000 and €100,000. It is not uncommon that the HCC asks for the public prosecutor to be present during investigations.

35 Please give an indication of the level or nature of any sanctions or remedies imposed in particular cases. Can any recent trends in the imposition of sanctions or remedies be identified?

No particular trend can be identified, considering the very few fining decisions on vertical restraints cases that the HCC has adopted to date. In those cases, the level of fines ranged below 2 per cent of the national turnover of the undertaking concerned.

36 Can sanctions or remedies be imposed on companies having no branch or office in your jurisdiction?

See question 6 above.

37 To what extent is private enforcement possible? Can non-parties to agreements containing vertical restraints bring damages claims? Can the parties to agreements themselves bring damages claims? What remedies are available? How long should a company expect a private enforcement action to take?

The legal basis for bringing an action for damages in Greece is article 914 of the Civil Code establishing tort liability, under which anyone can claim damages provided the following conditions are met:

- unlawful act;
- fault (intent or negligence);
- damage; and
- causal link between the unlawful act and the damage.

The civil courts have jurisdiction to hear such actions and may adjudicate compensation and reasonable pecuniary satisfaction in case of moral damage (article 932 Civil Code). Compensation may be awarded in the form of pecuniary damages or in natural restitution, depending on the specific circumstances of the case (article 297 Civil Code).

It may take up to two to three years for a court ruling on a private enforcement action in the first instance. The successful party may recover the legal costs that were necessary for supporting their action and minimum legal fees, according to the limitations provided by law.

38 Is there any unique point relating to the assessment of vertical restraints in your jurisdiction that is not covered above?

No.

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