### **AUSTRIA**

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# **Product Liability for Transport Packaging**

Austrian Supreme Court (OGH) 30.11.2016, 7 Ob 175/16k

(Public consultation of the EC ends on 26 April 2017)

#### **Facts**

- rolls of insulating material, stacked on euro-pallets
  & wrapped in plastic film
- insufficient fixation(loading height: 2.5 meters, 500–800 kg)
- packaging done by the producer
- innocent bystander truck driver was injured in the attempt to unload one of the pallets

### **Decision**

- OGH dismissed the claim
- liability requires defective product
- neither insulating material nor plastic film had a defect
- packaging unit?

#### **Decision**

Did packaging create a new (defect) product?

- standards of common usage,
  'typical impression of a purchaser'
- No new product if packaging ...
  - only served distribution purposes and
  - did not interfere with the substance of the product

# PLD's focus on the manufacturing process

- manufacturing distribution
- distinction is highlighted by the ECJ
  see for example reasoning in C-402/03 Skov Æg or C-127/04 O'Byrne
- distribution-related work steps do not create new product
- → eg transport packaging in the present case

#### Where to draw the line?

- Mere packaging does not create a new product. [...] This case must be distinguished from the original packaging provided by the producer, which is part of the finished product.' (Rabl)
- Professionals who, for instance, only package or portion finished products are not subject to product liability unless 'the filling or repacking interferes with the substance of the product' (Kullmann)
- It is clear that whoever only packages, repackages or portions finished products, as a rule, is not a manufacturer. [...] This can be different [...] It's the customary usage which is decisive. (Lenz)

# **Preliminary ruling?**

- no ECJ case law on packaging (and similar issues)
- different opinions in literature
- acte clair?