

## Patent validity challenges in Canada

22 juin 2021

Once a patent issues in Canada, it is presumed valid by virtue of the Patent Act. The main venue in which validity is challenged is the Federal Court, although provincial Courts also have jurisdiction. Canada does not have post-grant proceedings such as those found in Europe (oppositions) or in the United States (Post Grant or Inter Partes Review) do. Instead, there is a re-examination procedure, as discussed below. However, the patent challenger does not have a participation right in such proceedings.

## **Challenging validity in Court**

In litigation, the validity of a patent can be challenged either as a defence to patent infringement or as an action or counterclaim to impeach the patent.

If invalidity is pleaded either in provincial Court or only as a defence (as opposed to a counterclaim) in Federal Court, the decision of the Court on validity only applies in personam - with respect to the challenging party. However, in practice, a third party could likely leverage that decision to seek a declaration of invalidity in other litigation involving the same patent.

If invalidity is pleaded in either a Statement of Claim or Counterclaim in Federal Court, a successful decision of the Court renders the patent invalid in rem. This means the invalidity decision applies to everyone and not only the parties to the action. Such orders can only be sought in the Federal Court. In order to start an action to impeach a patent **in Federal Court**, **the plaintiff must be an "interested person", which is typically a low bar** to meet. However, if a plaintiff starts an action to impeach a patent, they are obligated to pay security for costs into the Court pending the outcome of the proceeding. If successful, the security for costs will be paid out to the plaintiff. If unsuccessful, the defendant can ask that the security be released to it in payment or partial payment of any costs awarded in the proceeding. Both payments are accompanied by a modest amount of interest.

For further information on litigating an IP case in Canada, <u>please see our summary</u> here.

### **Re-examination**

# BLG

An interested party can submit a request for re-examination of any claim of a patent by filing prior art with the patent office and paying a fee. However, once the art is submitted, there is no opportunity for the requesting party to participate in the re-examination process. Furthermore, the patentee could be permitted to submit amended claims, which could result in the narrowing of the scope of the claim to circumvent the art submitted and thereby impact the likelihood of a successful validity challenge in future litigation. This is in contrast to an impeachment or invalidity allegation where such claims are likely to be held invalid by the Court if the same prior art is alleged.

## Conclusion

When contemplating IP litigation in Canada, it is important to engage experienced counsel as the case can vary from U.S. IP litigation in many important respects, whether from a jurisdictional, procedural and/or substantive perspective.

Par

Beverley Moore, Jeff Gordon, Chantal Saunders

Services

Propriété intellectuelle

#### BLG | Vos avocats au Canada

Borden Ladner Gervais S.E.N.C.R.L., S.R.L. (BLG) est le plus grand cabinet d'avocats canadien véritablement multiservices. À ce titre, il offre des conseils juridiques pratiques à des clients d'ici et d'ailleurs dans plus de domaines et de secteurs que tout autre cabinet canadien. Comptant plus de 725 avocats, agents de propriété intellectuelle et autres professionnels, BLG répond aux besoins juridiques d'entreprises et d'institutions au pays comme à l'étranger pour ce qui touche les fusions et acquisitions, les marchés financiers, les différends et le financement ou encore l'enregistrement de brevets et de marques de commerce.

#### blg.com

#### **Bureaux BLG**

#### Calgary

Centennial Place, East Tower 520 3rd Avenue S.W. Calgary, AB, Canada T2P 0R3

T 403.232.9500 F 403.266.1395

#### Montréal

1000, rue De La Gauchetière Ouest Suite 900 Montréal, QC, Canada H3B 5H4 T 514.954.2555 F 514.879.9015

#### Ottawa

World Exchange Plaza 100 Queen Street Ottawa, ON, Canada K1P 1J9 T 613.237.5160 F 613.230.8842

#### Toronto

Bay Adelaide Centre, East Tower 22 Adelaide Street West Toronto, ON, Canada M5H 4E3 T 416.367.6000 F 416.367.6749

#### Vancouver

1200 Waterfront Centre 200 Burrard Street Vancouver, BC, Canada V7X 1T2

T 604.687.5744 F 604.687.1415



Les présents renseignements sont de nature générale et ne sauraient constituer un avis juridique, ni un énoncé complet de la législation pertinente, ni un avis sur un quelconque sujet. Personne ne devrait agir ou s'abstenir d'agir sur la foi de ceux-ci sans procéder à un examen approfondi du droit après avoir soupesé les faits d'une situation précise. Nous vous recommandons de consulter votre conseiller juridique si vous avez des questions ou des préoccupations particulières. BLG ne garantit aucunement que la teneur de cette publication est exacte, à jour ou complète. Aucune partie de cette publication ne peut être reproduite sans l'autorisation écrite de Borden Ladner Gervais s.E.N.C.R.L., S.R.L. Si BLG vous a envoyé cette publication et que vous ne souhaitez plus la recevoir, vous pouvez demander à faire supprimer vos coordonnées de nos listes d'envoi en communiquant avec nous par courriel à <u>desabonnement@blg.com</u> ou en modifiant vos préférences d'abonnement dans <u>blg.com/fr/about-us/subscribe</u>. Si vous pensez avoir reçu le présent message par erreur, veuillez nous écrire à <u>communications@blg.com</u>. Pour consulter la politique de confidentialité de BLG relativement aux publications, rendez-vous sur <u>blg.com/fr/ProtectionDesRenseignementsPersonnels</u>.

© 2025 Borden Ladner Gervais s.E.N.C.R.L., s.R.L. Borden Ladner Gervais est une société à responsabilité limitée de l'Ontario.