

New Product Liability Laws

Preparing for change

Our experience

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New EU legislation

The new EU Product Liability Directive was published in the Official Journal of the European Union on 18 November 2024. Member States of the EU have until 9 December 2026 to transpose the new Directive into national law.

The new Directive represents the biggest reform to the civil liability framework for defective products since the introduction of the first Product Liability Directive in 1985. The new Directive will replace the existing legislation from 9 December 2026, reflecting dramatic developments of technology and supply chains over the last four decades. This means that products placed on the Union market or put into service from 9 December 2026 will be subject to the new Directive. Those products that are already on the market or put into service before 9 December 2026 will still be subject to the former Product Liability Directive.



What's changing in the UK?

Reform of product liability laws is also on the agenda in the UK. A 2023 government consultation recognised that reform of the UK's product liability framework is long overdue. In September 2024 the UK government introduced the Product Regulation and Metrology Bill in the UK Parliament. The Bill gives the UK government powers to recognise EU product safety rules. The indications from the 2023 consultation, and government briefing concerning the Bill, are that reform of UK liability laws will be driven by the same developments in the consumer landscape that led to the new Directive, and that updated UK law may well be designed to align with the new EU regime.



Next steps

Companies should now be reviewing their strategies towards mitigating product liability risks. The next tabs set out guidance on some key steps manufacturers can take to prepare for change.





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|---|----------------------|----------------|------------|--|
| Steps to prepare for the new Directive include: | | | | |

- 1. Map the scope of the new Directive to your product portfolio
- 2. Triage areas of increased risk
- 3. Watch out for national divergence
- 4. Assess the new Directive alongside other product regulations
- 5. Audit your processes and documentation
- 6. Work through case studies

The new Directive significantly widens the scope of products that are caught by strict liability laws designed to make it easier for consumers to hold manufacturers of defective products to account. Now software, AI and digital services will be within the scope of product liability law. Products and services that had been outside the scope of strict liability laws may now be caught by the new Directive and so at risk of allegations that they are defective.

Action: assess whether your products will be caught by the new Directive. If products or services were previously outside the scope of 1985 Directive, but will come under the new Directive, companies should review their processes to guard against an increased risk of being sued over allegations that products are defective. Companies should also review whether their existing insurance coverage is still sufficient in light of the widened scope of the new Directive.



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|--|---------------------------|---|--|---|--|
| Steps you can take to prepare the new Directive include: | | | | | |
| 1. Map the scope of the new Directive to | your product portfolio | Changes brought in by the new Directive cover the scope of product liability laws the burden of proof, disclosure obligations and limitation periods (to name but a fow). You may be concerned that your company does not have the time to get to | | s and limitation periods (to name but a | |
| 2. Triage areas of increased risk | | | few). You may be concerned that your company does not have the time to get to grips with all the detail of the new legislation immediately. Some companies may take a triaged approach, and identify the areas most material to their risks and focus on them as priorities. | | |
| 3. Watch out for national divergence | | focus on them as priorities. Action: Work out a way of digesting and navigating the new Directive's requirements that's user-friendly for your business. This could involve a platform | | | |
| 4. Assess the new Directive alongside o | other product regulations | | to filter the new Directive by themes or ris for example by types of obligation, affecte | ratings as they affect your products, | |
| 5. Audit your processes and documenta | tion | | | | |
| 6. Work through case studies | | | | | |
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|--|--|---|---|--|--|
| Steps you can take to prepare the new Directive include: | | | | | |
| 1. Map the scope of the new Directive to | Map the scope of the new Directive to your product portfolio | | The new Directive will need to be implemented by EU member states by 9 December 2026. Accordingly, there may be issues on which the new law will | | |
| 2. Triage areas of increased risk | | diverge between member states. Equally, whilst the UK may adopt new Directive, new UK law may diverge from EU law in some respe- means that you should be alert to differences between jurisdictions, you have greater liability exposure in some jurisdictions compared t | | | |
| 3. Watch out for national divergence | | Action: Engage with colleagues and external advisors to track legislative processes and note the different nuances or approaches which emerge between | | | |
| 4. Assess the new Directive alongside o | Assess the new Directive alongside other product regulations | | jurisdictions. Horizon scanning tools can be invaluable to achieve this. | | |
| 5. Audit your processes and documenta | tion | | | | |
| 6. Work through case studies | | | | | |
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| Steps you can take to prepare the new Directive include: | | | | | |
| 1. Map the scope of the new Directive to | o your product portfolio | compliance work. For example, the General Product Safety Regulation applies in new products placed on the EU market from 13 December 2024 and places obligations on manufacturers over customer facing materials and reporting safe issues. Compliance with these obligations is amongst the factors a court would consider in order to determine whether a product is defective under the new Directive. Action: Translate product compliance requirements into practical actions and | | | |
| 2. Triage areas of increased risk | | | | | |
| 3. Watch out for national divergence | | | | | |
| 4. Assess the new Directive alongside c | ther product regulations | | | | |
| 5. Audit your processes and documenta | tion | | | | |
| 6. Work through case studies | | | | | |



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|--|---------------------------|--|---------------------------------------|--|--|
| Steps you can take to prepare the new Directive include: | | | | | |
| 1. Map the scope of the new Directive to | o your product portfolio | Any element of the product manufacturing and marketing process could create liability risk under the new Directive. Flawed product specifications, sub-standar | | | |
| 2. Triage areas of increased risk | | materials, misleading customer facing documents, defective third party components and missteps by marketing teams have all contributed to high profile product liability cases in recent years. The new Directive gives claimants enhanced disclosure rights over your documents. | | | |
| 3. Watch out for national divergence | | Action: Ensure that design, manufacturing and marketing policies and documentation are fit for disclosure; get on the front foot with evidence of | | | |
| 4. Assess the new Directive alongside of | other product regulations | decision-making that underpins the produ | ction of safe and compliant products. | | |
| 5. Audit your processes and documenta | tion | | | | |
| 6. Work through case studies | | | | | |



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|---|--------------------------|---|------------|--|--|
| Steps you can take to prepare the new Directive include: | | | | | |
| 1. Map the scope of the new Directive to your product portfolio | | You may have had to deal with product liability claims in the past or faced potential exposure where a product has not met consumers' expectations. These experiences can be valuable opportunities to learn from. In the context of the new Directive, drilling down into a case study concerning one of your products, and the processes to manufacture and bring it to market, will give insight into how claimants could use the new Directive to bring claims against your company. Mounting a dry run is a no-risk means of learning lessons, to avoid being forced to learn lessons for real. | | | |
| 2. Triage areas of increased risk | | | | | |
| 3. Watch out for national divergence | | | | | |
| 4. Assess the new Directive alongside of | ther product regulations | Action: review products in your catalogue that have been subject to litigation recalls, notifications to insurers, or significant customer complaints; track how claimants could use the new Directive to bring a claim over those products, a use the experience to improve your processes. | | | |
| 5. Audit your processes and documenta | tion | | | | |

6. Work through case studies



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Our experience

Our recent experience:

reformed legal framework

Advised a global technology company

on the categorisation of their software

platforms and architectures under the

new EU Product Liability Directive, and

the obligations which will arise from the

Provided a training programme for a

consumer products manufacturer on

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Our extensive knowledge enables us to advise on liability strategies, including liaising with regulators, the merits of "going beyond compliance", approaches to inquests, steps for placing products on the market, contractual arrangements with third parties, and specialist due diligence during corporate acquisitions. Our team has experience with high-profile product liability litigation, including Group Litigation Orders and other collective action models. We defend personal injury claims, from lower value to catastrophic injuries, and regularly advise insurers on liability claims, working with them on your behalf.



As leading product regulation and consumer protection advisers, we are here to help maximise success in bringing products to market, advising on safety, legal and regulatory issues at all stages of a product's journey and on all interactions with consumers.

Our experience of defending businesses against product liability claims encompasses a diverse range of products and industries, including:

- Life sciences
- Healthcare
- Energy
- Aviation
- Transport
- Electronics
- Toys

assessing its product liability risks when
engaging with regulators and launching
advertising campaignsaction
StandSupported a components manufacturer
in assessing its product liability risk
arising from disputes with its customers
over the cost of replacing recalledAdvis
risks
dama
expo

Worked with a toy manufacturer on product safety laws, as well as electrical and chemical regulations, in anticipation of responding to compliance or personal injury risks

Supported a supplier of domestic goods on personal injury claims, corrective actions and liaison with Trading Standards

Advised a parts manufacturer on liability risks for personal injury and property damage and its options to mitigate its exposure via contractual terms



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