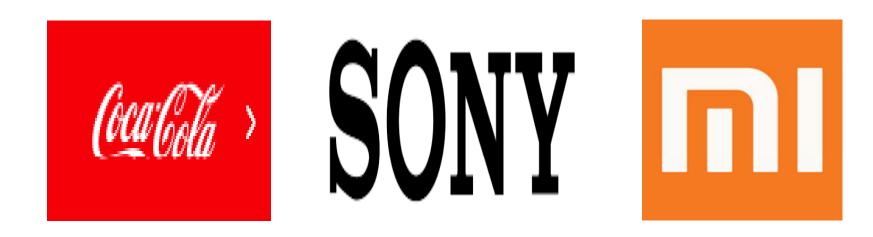
How to use trademarks to protect the brand

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The growing importance of brands



fans, repeaters

Functions of trademarks (functions of brands)

Indication of origin or ownership

Guaranteed performance

Advertisement

The market is worldwide.

Needs to be acceptable in worldwide.





Everyone learns from successful case.

however,

- •copy, imitation
- •free ride or dilution of high reputed brand will happen
- barrier to enter is necessary
- ⇒Intellectual property rights especially trademarks

(Effects of trademark right)

Article 25

The holder of trademark right shall have an exclusive right to use the registered trademark in connection with the designated goods or designated services

(Right to demand injunction)

Article 36 (1) The holder of trademark right or of exclusive right to use may demand a person who is infringing or is likely to infringe the trademark right or the exclusive right to use to stop or prevent such infringement.

(2) In making such a demand under the preceding paragraph, the holder of trademark right or of exclusive right to use may demand the person to take measures necessary for the prevention of such

infringement, including the destruction of articles which constitute the act of infringement and the removal of equipment used for or contributing to the act of infringement.

(Acts deemed to constitute infringement)

Article 37 The following acts shall be deemed to constitute infringement of a trademark right or an exclusive right to use:

(i) the use of a trademark similar to the registered trademark in connection with the designated goods or designated services, or the use of the registered trademark or a trademark similar thereto in connection with goods or services similar to the designated goods or designated services;

2. Trademark Act of Japan

No universal trademarks

The systems may be different country by country

Principle of territoriality

Needs to acquire country by country cf copyrights

How can we acquire a trademark right? REGISTRATION-BASED DOCTRINE

AND

USE-BASED DOCTRINE

REGISTRATION-BASED DOCTRINE

First to File principle

No need of use to register

Can exercise the without using trademarks

adopted in CTM(EU), Japan, China or other many countries.

2. Trade Mark Act in Japan USE-BASED DOCTRINE

United States

No need of registration need of using the trademarks to exercise the rights

registration of trademarks

- 1)Based on Use,
- 2) Based on "Intent-to-Use,"
- 3) Based on a Foreign Application,
- 4) Based on a Foreign Registration,
- 5)Based on extension of protection of an international registration to the US (Madrid Protocol)

United Staes

Merits of registration constructive use and nationwide in effect (Lanham Act $\S~7(c)$)

incontestability (Lanham Act § 15) constructive notice (Lanham Act § 22) prima facie evidence (Lanham Act § 33)

What is the trademark?

United States

The term "trademark" includes any word, name, symbol, or device, or any combination thereof

The term "service mark" means any word, name, symbol, or device, or any combination thereof

wider protection than Japan function as a source designator

Example of trademarks

3-D marks, Color per se marks, Sound marks Motion marks, Hologram marks, Position marks Scent marks, Taste marks, Touch marks and Trade dress

Registration Number 1639128

Description of Mark THE MARK IS A HIGH IMPACT, FRESH, FLORAL FRAGRANCE REMINISCENT OF PLUMERIA BLOSSOMS.

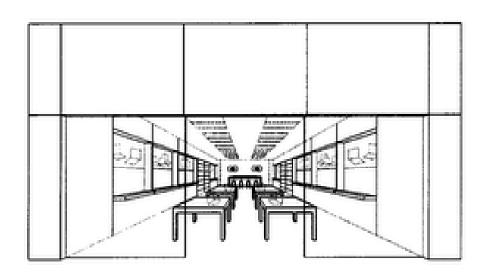
US Registration Number:3155702

The mark consists of a velvet textured covering on the surface of a bottle of wine. The dotted line in the drawing is not a feature of the mark but is intended to show the location of the mark on a typical container for the goods; the dark/lower part of the container drawing shows the mark. The stippling in the drawing is not a feature of the mark, but a representation of how one type of velvet covering may appear in visual form. The mark is a sensory, touch mark



Example of trademarks

Trade dress: the visual appearance of a product or others



Japan

Definition of the trademarks-revised in 2014

(Definitions, etc.)

Article 2 (1)

"trademark" in this Act means any character(s), figure(s)s, sign(s), three-dimensional shape(s), or <u>color(s)</u> or any combinations thereof; or <u>sounds</u> or <u>any others as provided by Cabinet Order, as recognized by a person's perception</u>.

Examples of new types of trademark in Japan





position marks

distinctive from others?
any batting with other IPs?

Application of trademarks

(Application for trademark registration)

Article 5 (1) Any person who desires to register a trademark shall submit an application to the Commissioner of the Patent Office accompanied by the required documents. The application shall state the following matters:

- (ii) the trademark for which registration is sought; and
- (iii) the designated goods or designated services and the class of goods or services provided by Cabinet Order as provided for in Article 6(2).

cf patents, designs: no need to be novel

Designated goods or designated services

Even if one holds a trademark in certain designated goods, others can register the same trademark in other designated goods or services in principle.

Nice Classification

goods; class 1 to34

services; class 35 to 45

example class 25; Clothing, footwear, headgear

Once the application filed, the examiner of the JPO will examine.

(Unregistrable trademarks)

Article 4 (1) Notwithstanding the preceding Article, no trademark shall be registered if the trademark:

- (i) to (vii) :absolute registration bars
- (i) to (x ix): relative registration bars
- (xi) is identical with, or similar to, another person's registered trademark (omitted), if such a trademark is used in connection with the designated goods or designated services (omitted) or goods or services similar thereto;

cf In the cases of CTM, the examiner checks only the formality and absolute registration bars but does not check relative registration bars.

What is "similar" trademarks?

"a likeness between trademarks which, when the two marks displayed on their respective products, may lead to confusion over their source."

(Vol. 15, No. 6, Supreme Court, Minshu, p. 1730, Jun. 27, 1961. Vol. 22, No. 2, Supreme Court, Minshu, p. 399, Feb. 27, 1968.)

What is "similar" goods or services?

whether an identical trademark being attached to more than one good or service would cause confusion

Standards on Similarity of Goods or Services

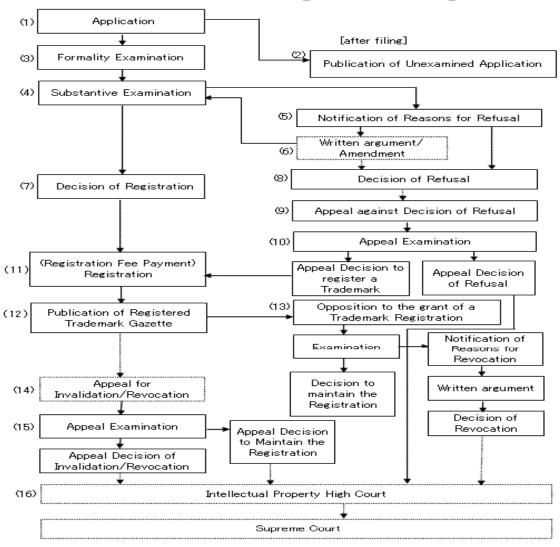
If the examiner refuse to register the trademark, you can appeal (§ 44)

If the examiner decides the trademark shall be registered,

The duration of the trademark: 10 years may be renewed (§ 19)

cf other intellectual property rights such as patent

Procedures for Obtaining a Trademark Right



If the examiner decides the registration of a trademark, but you think the trademarks shall not be registered, you can:

- (a) file an opposition within two months or,
- (b) request for a trial for invalidation of the trademark registration

(Opposition to registration)

Article 43-2

Any person may file with the Commissioner of the Patent Office an opposition to registration within two months from the date of publication of the bulletin containing the trademark, on the grounds that the trademark registration falls under any of the following items;

(Trial for invalidation of trademark registration) Article 46 (1)

Where a trademark registration falls under any of the following items, a request for a trial for invalidation of the trademark registration may be filed;

A trademark becomes socially valuable only when it is used.

Where a trademark is not used in connection with any of the designated goods and designated services for three consecutive years, any person may file a request for a trial for rescission of such trademark registration. § 50

cf other types of intellectual property

Remedies for the infringement of a trademark

see the slides page No.6 to 8

Presumption of amount of damage is ruled. § 38

The character of intellectual property; incorporeal

Therefore, people can use simultaneously.

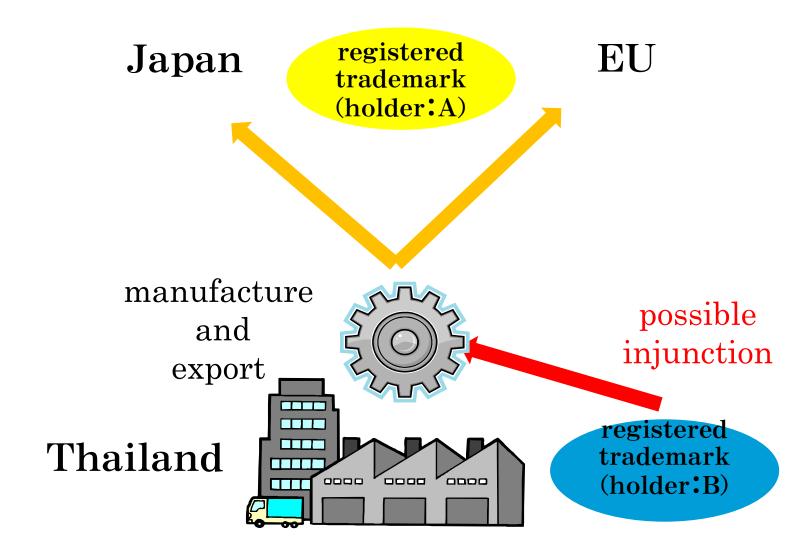
You can license a trademark.

⇒conditions concerning quality control is important.

potential infringement of a trademark

⇒needs of continuous check and warranty of non-infringement by your business partner

3. Practical issue concerning Trademarks The Principle of territoriality



What would you do if you find a trademark is already registered by a third party?

consent to register by the third party (no consent rules in Japan) get licensed

buy the trademarks

First to File principle
Passing off problems in China

iPad





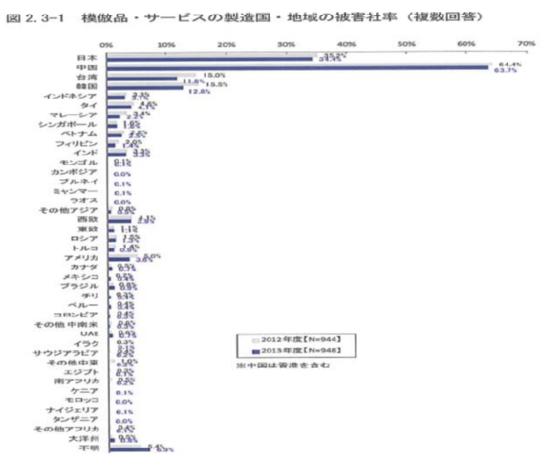
The best way to protect is to register trademarks in China.

Counterfeit problems

The damages to the sales, reputation of the brand

3. Practical issue concerning Trademarks Counterfeit problems

More than 60% of counterfeit of Japan are made in China



3. Practical issue concerning Trademarks Counterfeit problems

Counterfeits made in China are exported to the world

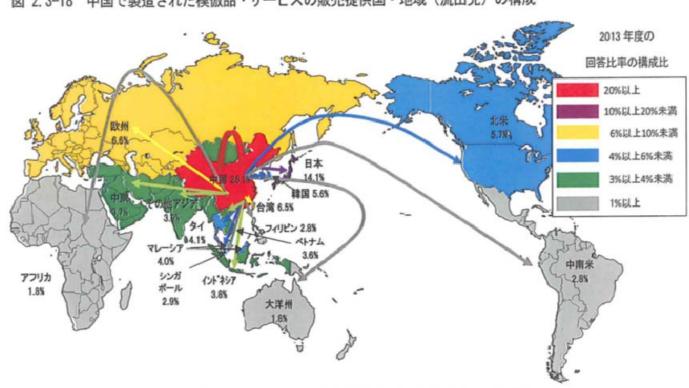


図 2.3-18 中国で製造された模倣品・サービスの販売提供国・地域(流出先)の構成

3. Practical issue concerning Trademarks Counterfeit problems

Examples of raid by Chinese Administration for Industry and Commerce(AIC)

The materials will be shown but not attached here due to my confidentiality duty.

Thank you!

If you have any questions, please feel free to contact me.

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