TRADEMARK INFRINGEMENT AND

UNFAIR COMPETITION

Plaintiff National Products Inc. ("NPI") brings this action against Defendant Scosche Industries, Inc. ("Scosche") for an injunction, damages, and other appropriate relief to stop Scosche from violating NPI's patent and trademark rights. NPI alleges as follows:

PARTIES

- 1. NPI is a corporation organized and existing under the laws of the State of Washington, having its principal place of business at 8410 Dallas Ave S., Seattle, Washington 98108.
- 2. NPI is a market leader in the design, manufacture, and sale of innovative mounting systems, including mounts for tablets, cellular phones, and other portable devices, which are used, for example, in cars, trucks, bikes, planes, boats and motorcycles.
- 3. Upon information and belief, Scosche Industries, Inc. is a corporation organized and existing under the laws of the State of California, having its principal place of business at 1550 Pacific Avenue, Oxnard, California 93033.
- 4. Upon information and belief, Defendant (a) is a manufacturer and distributor of mounting systems for consumer electronics, and (b) advertises, markets, and sells its products, including the products that are the subject of the patent and trademark infringement alleged in this lawsuit, to the public throughout the United States, including within this judicial district.

NATURE OF THE ACTION

5. This is a civil action for (1) infringement of United States Patent No. 6,585,212 ("the '212 patent") under the patent laws of the United States, including, without limitation, 35 U.S.C. § 1 *et seq*; (2) Trade Dress infringement pursuant to 15 U.S.C. § 1114; and (3) Unfair Competition and False Designation of Origin pursuant to 15 U.S.C. § 1125.

JURISDICTION AND VENUE

- 6. This Court has subject matter jurisdiction pursuant to 15 U.S.C. §§ 1114, 1121, and 1125, and 28 U.S.C. §§ 1331 and 1338(a) and (b).
- 7. This Court has personal jurisdiction over Scosche because, upon information and belief, Scosche maintains its principal place of business in this judicial district and maintains a regular and established place of business in this judicial district. This Court also has personal jurisdiction over Scosche because, upon information and belief, Scosche has committed, aided, abetted, contributed to, and/or participated in the commission of patent infringement in this judicial district and elsewhere that led to foreseeable harm and injury to NPI.
- 8. Upon information and belief, Scosche sells and offers to sell its infringing products directly through its website to the public throughout the United States, including this judicial district.
- 9. Upon information and belief, Scosche also sells and offers to sell its infringing products, or otherwise makes its infringing products available, online and through brick and mortar locations throughout the United States, including in this judicial district. This includes, for example, the office location of Scosche at the address 1550 Pacific Avenue, Oxnard, California 93033, located in this judicial district.
- 10. Venue is proper in this judicial district under 28 U.S.C. §§ 1391 and 1400(b), because Defendant has committed acts of infringement in this District, and upon information and belief, Defendant has a regular and established place of business in this District.

THE '212 PATENT

11. On July 1, 2003, the '212 patent, entitled "Quick Release Electronics Platform," was duly and legally issued to Jeffrey D. Carnevali. The '212 patent is generally directed towards a mounting platform for an accessory device, such as,

for example, a cellular phone, phablet, tablet, laptop, radar detector, handheld device, or the like.

- 12. NPI is the owner, by assignment, of all right, title, and interest in the '212 patent, including the rights to exclude others and to sue and recover damages for infringement.
- 13. To the extent any marking or notice was required by 35 U.S.C. § 287, NPI and/or all predecessors in interest and/or implied or express licensees of the '212 patent, if any, have complied with the marking requirements of 35 U.S.C. § 287 by fixing the word "patented" together with the address of NPI's website, which is accessible to the public without charge and which associates the patented article with the '212 patent in the "Patent and Trademarks" page of NPI's website, on all goods made, offered for sale, sold, and/or imported into the United States that embody one or more claims of the '212 patent.
 - 14. A true and correct copy of the '212 patent is attached as **Exhibit A**.

 NPI'S BUSINESS AND TRADEMARK
- 15. NPI was founded by Jeff Carnevali in Seattle in 1992 and is in the business of manufacturing and selling, among other things, mounting systems and device mounting solutions including its highly successful product line of RAM Mounting Systems. The most innovative product line of its kind, RAM continues to evolve into one of the most sought-after accessories for electronics. For over two decades, RAM Mounting Systems have received wide acclaim in the industry and consumer press and has established an industry-wide reputation for innovation, quality, and performance. RAM Mounting Systems have become an essential mounting component for a wide variety of applications including rugged vehicle, industrial, military and defense, material handling as well as any application requiring a robust mounting solution.

1	>	
	T LAW	VIEW
3	EYS A	TAIN
WICH & WEST	ATTORNEYS AT	MOUNTAIN VIEW

16. NPI has aggressively enforced its trade dress rights related to the		
hourglass design ("hourglass design trade dress"). For example, in the early		
2000s after NPI's competitor Gamber-Johnson LLC began selling hourglass-shape		
double-socket arm mounts, NPI brought a lawsuit against it alleging infringement		
of, inter alia, the hourglass design trade dress. In an Amended Consent Judgment		
entered on October 2, 2006 by the Western District of Washington, the parties		
stipulated that "NPI also has a protectable trade dress in the hour-glass shaped		
profile of its double-socket RAM Mount products [and] this trade dress is		
nonfunctional and has acquired secondary meaning with consumers." Thus, the		
Court "enjoined [Gamber-Johnson] from infringing NPI's trade dress, comprising		
the distinctive hourglass-shaped profile of NPI's double-socket RAM Mount		
devices, for the life of the trade dress." A true and correct copy of the Amended		
Consent Judgment is attached as Exhibit B .		

17. On May 23, 2012, NPI filed an application with the USPTO to register its hourglass design trade dress on the Principal Register. On December 4, 2012, the USPTO granted the application as amended for the "MARK CONSIST[ING] OF A THREE-DIMENSIONAL CONFIGURATION OF A DOUBLE-SOCKET MOUNT ARM THAT IS TAPERED IN THE MIDDLE LIKE AN HOURGLASS" registered under U.S. Trademark Reg. No. 4,254,086 and issued to NPI. A true and correct copy of the registration certificate is attached as **Exhibit C**. The registration certificate also contained a drawing of the following trade dress shape with the limitation: "THE DOTTED LINES OUTLINING THE ENDS OF THE MOUNT AND THE ADJUSTMENT KNOB INDICATE PLACEMENT OF THE MARK ON THE GOODS AND ARE NOT PART OF THE MARK":

- 18. On September 30, 2015, NPI brought a lawsuit alleging infringement of the hourglass design trade dress by Arkon Resources, Inc. Following trial, a jury found that NPI's registered trade dress is valid, and that Arkon Resources had willfully infringed the registered trade dress. On June 7, 2019, the Ninth Circuit affirmed the jury's finding of willful infringement. *National Products, Inc. v. Arkon Resources, Inc.*, 773 Fed. App'x 377 (9th Cir. June 7, 2019).
- 19. On April 20, 2020, NPI brought a lawsuit alleging infringement of the hourglass design trade dress by Mamiya America Corporation ("MAC") and Kupo Co. Ltd. ("Kupo"). In a Consent Judgment entered on July 6, 2020 by the Southern District of New York, the parties stipulated that "the Registered Hourglass Trademark is valid and enforceable." In light thereof, the court subsequently enjoined both MAC and Kupo from "importing, purchasing, advertising, marketing, selling, or otherwise disposing of" "double-socket mount arm[s] that [are] tapered

MOUNT

in the middle like an hourglass." A true and correct copy of the Consent Judgment is attached as **Exhibit D**.

SCOSCHE'S UNLAWFUL ACTIONS

- 20. On information and belief, Scosche has been marketing, distributing, and selling products containing mount arms that have the appearance of an hourglass design such that it is confusingly similar to NPI's hourglass design trade dress, including but not limited to the following products: MagicMount Elite Double-Pivot Magnetic Mount for Mobile Devices (MEDPMGD, MEDPMSG, MEDPMSR) and MagicMount Elite Double-Pivot Adhesive Mount for Mobile Devices (MEDPAGD, MEDPASG, MEDPASR) (collectively, the "Trade Dress Infringing Mount Devices").
- 21. Upon information and belief, Scosche sells the Trade Dress Infringing Mount Devices to consumers throughout the United States, including this district and the State of California.

COUNT I

INFRINGEMENT OF UNITED STATES PATENT NO. 6,585,212

- 22. NPI realleges and incorporates by reference the allegations in paragraphs 1-21 above.
- 23. Scosche has directly infringed and continues to directly infringe at least claim 21 of the '212 patent by making, using, offering to sell, and selling within the United States and/or importing into the United States products that infringe the '212 patent, including all products that incorporate the mount used in the Scosche Universal Car Mount for Mobile Devices, including without limitation, Model No. VWDSM2 (collectively, the "Car Mount Products").
- 24. Inspection of the Car Mount Products demonstrates that each meets each and every element of claim 21, either literally or by the doctrine of

FENWICK & WEST LLP

equivalents. For example, Defendant's catalog depicts the Car Mount Product as comprising the mounting device of claim 21:



(available at https://issuu.com/kbringelson/docs/2019 scoschemounts-catalog?fr=sZTUxZTQ2NjQ2Mg)

25. The Car Mount Product depicted above is exemplary. The Car Mount Product includes, for example, a clamping mechanism, which comprises a jaw portion extending at an obtuse angle from one end of the base portion and a resilient compressible pad fixed to a surface of the jaw portion. The clamping mechanism also comprises the claimed base portion including a mounting structure for mounting on an external member (i.e., a frame member), or an equivalent thereof. For example, the Car Mount Product comprises a base portion that performs substantially the same function (i.e., connecting the clamping mechanism's jaw portion to the frame member), in substantially the same way (i.e., through a structure that connects the clamping mechanism with the frame member), to obtain

FENWICK & WEST LLP
ATTORNEYS AT LAW
MOUNTAIN VIEW

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

the same result (i.e., secure attachment to the frame member). Moreover, the Car Mount Product comprises first and second slidably interconnected frame members to secure a mobile device, as well as a biasing member mechanically coupled between the first and second frame members for biasing the first and second frame members together. The first frame member also comprises a device mounting surface, as well as a clamp mounting surface or an equivalent thereof. For example, the Car Mount Product comprises a first frame member that performs substantially the same function (i.e., connecting the slidably interconnected frame members to the clamping mechanism), in substantially the same way (i.e., through a structure that connects the slidably interconnected frame members with the clamping mechanism), to obtain the same result (i.e., secure attachment of the frame members to the clamping mechanism).

- As a direct and proximate consequence of Defendant's infringement of 26. the '212 patent, NPI has suffered irreparable harm, and NPI will continue to suffer irreparable harm in the future unless Defendant is enjoined from infringing the '212 patent.
- 27. Defendant has had actual knowledge of the '212 patent and its infringement thereof since at least the filing of this Complaint. Upon information and belief, Defendant's continued infringement of the '212 patent is willful.

COUNT II

FEDERAL TRADE DRESS INFRINGEMENT UNDER 15 U.S.C. § 1114

- NPI realleges and incorporates by this reference each and every 28. allegation set forth in paragraphs 1 through 27 above.
- 29. NPI owns all rights, title, and interests in and to, and holds the first, superior, and exclusive rights to use the mark identified on the USPTO Principal Register under Registration No. 4,254,086.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

- 30. Scosche's use in its products of NPI's registered hourglass design trade dress, or of a confusingly similar variation thereof, is likely to cause confusion, or mistake, or to deceive others into believing that Scosche's products are manufactured, offered, sponsored, authorized, licensed, of similar quality to, or otherwise connected or affiliated with NPI and NPI's RAM Mounting Systems.
- 31. Scosche either had actual notice and knowledge, or had constructive notice by the USPTO's placement of the mark on the Principal Register and NPI's notice of ® with the mark on NPI's RAM Mounts website prior to Scosche's adoption and use of NPI's registered trade dress.
- 32. Upon information and belief, the Scosche's acts are deliberate and intended to confuse the public as to the source of the Trade Dress Infringing Mount Devices, to injure NPI, and to reap the benefits of NPI's goodwill associated with NPI's trade dress.
- 33. As a direct and proximate result of the Scosche's willful and unlawful conduct, Scosche has damaged and will continue to damage NPI's business, market, reputation, and goodwill, and may discourage current and potential customers from dealing with NPI. Such irreparable damage will continue unless Scosche is enjoined from infringing NPI's registered trade dress.
- 34. Scosche's acts have damaged and will continue to damage NPI, and NPI has no adequate remedy at law.
- In light of the foregoing, NPI is entitled to injunctive relief prohibiting 35. Scosche from using NPI's trade dress or any confusingly similar trade dress for any purpose, and to recover from Scosche all damages that NPI has sustained and will sustain as a result of such infringing acts, and all gains, profits and advantages obtained by Scosche as a result, in an amount not yet known well, as well as the costs of this action pursuant to 15 U.S.C. § 1117(a) and attorneys' fees and treble damages pursuant to 15 U.S.C. § 1117(b).

-9-

36. Pursuant to 15 U.S.C. § 1118, NPI also asks the Court for an order forcing Scosche to deliver up for destruction all products, labels, signs, prints, advertisements, and other articles in Scosche's possession that infringe upon NPI's rights.

COUNT III

FEDERAL UNFAIR COMPETITION AND FALSE DESIGNATION OF ORIGIN UNDER 15 U.S.C. § 1125

- 37. NPI realleges and incorporates by this reference each and every allegation set forth in paragraphs 1 through 36 above.
- 38. NPI's distinctive and non-functional registered trade dress is a designation of origin that identifies NPI as the exclusive source of the RAM Mount double-socket mount arm devices, and distinguishes NPI's goods from the goods of others in the marketplace.
- 39. Scosche's use of NPI's trade dress in its goods constitutes false designation of origin and/or false or misleading representation. Scosche's use of an identical or confusingly similar variation of NPI's trade dress is likely to cause confusion, or mistake, or to deceive others into believing that Scosche's products are manufactured, offered, sponsored, authorized, licensed, of similar quality to, or otherwise connected or affiliated with NPI and NPI's RAM Mounting Systems.
- 40. Such false designation of origin and/or representation constitutes unfair competition and is an infringement of NPI's rights in its trade dress in violation of § 43(a) of the Lanham Act, 15 U.S.C. § 1125(a).
- 41. Scosche either had actual notice and knowledge, or had constructive notice by the USPTO's placement of the mark on the Principal Register and NPI's notice of ® with the mark on NPI's RAM Mounts website prior to Scosche's adoption and use of NPI's registered trade dress.
 - 42. Upon information and belief, Scosche's acts are deliberate and

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

intended to confuse the public as to the source of the Trade Dress Infringing Mount Devices, to injure NPI, and to reap the benefits of NPI's goodwill associated with NPI's trade dress.

- 43. As a direct and proximate result of Scosche's willful and unlawful conduct, Scosche has damaged and will continue to damage NPI's business, market, reputation, and goodwill, and may discourage current and potential customers from dealing with NPI. Such irreparable damage will continue unless Scosche is enjoined from infringing NPI's registered trade dress.
- Scosche's acts have damaged and will continue to damage NPI, and 44. NPI has no adequate remedy at law.
- In light of the foregoing, NPI is entitled to injunctive relief prohibiting 45. Scosche from using NPI's trade dress or any trade dress confusingly similar thereto for any purpose, and to recover from Scosche all damages that NPI has sustained and will sustain as a result of such infringing acts, and all gains, profits and advantages obtained by Scosche as a result, in an amount not yet known, as well as the costs of this action pursuant to 15 U.S.C. § 1117(a) and attorneys' fees and treble damages pursuant to 15 U.S.C. § 1117(b).
- 46. Pursuant to 15 U.S.C. § 1118, NPI also asks the Court for an order forcing Scosche to deliver up for destruction all products, labels, signs, prints, advertisements, and other articles in Scosche's possession that infringe upon NPI's rights.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff National Products Inc. demands the following relief against Defendant Scosche Industries, Inc.:

- A judgment that Scosche has infringed the '212 patent; a.
- An order preliminarily and permanently enjoining and restraining b. Scosche, its officers, directors, agents, servants, employees, licensees, attorneys,

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

and all other persons acting under or through them, directly or indirectly, from infringing the '212 patent;

- A judgment and order requiring that Scosche pay damages under 35 U.S.C. § 284, with prejudgment and post-judgment interest;
- A judgment that Defendant's infringement has been willful, and a d. three-fold increase in damages;
- A judgment and order directing Defendant to pay the costs of this action, including all disbursements and attorney fees as provided by 35 U.S.C. § 285, with prejudgment interest;
- An order preliminarily and permanently enjoining and restraining f. Scosche, its officers, agents, representatives, servants, employees, attorneys, successors and assignees, and all others in active concert or participation with Scosche, from offering for sale, marketing, or selling any product which includes an hourglass design or any confusingly similar variation of such design;
- A judgment that Scosche's acts complained of are unlawful as constituting unfair competition, false designation of origin, and trade dress infringement under the causes of action asserted in this Complaint;
- A judgment and order that Scosche deliver up for destruction all h. products, labels, signs, prints, advertisements, and other articles that infringe NPI's statutory trade dress rights, or are a result of any false designation of origin or unfair competition by Scosche;
- An order for an accounting of all gains, profits and advantages derived i. from Scosche's wrongful acts;
- A judgment and order awarding NPI all gains, profits, and advantages į. derived by Scosche for its unlawful acts;
- A judgment and order awarding NPI all damages caused by Scosche's k. unlawful acts;