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8	Lifetime Branas, Inc.				
9	UNITED STATES	DISTRICT COURT			
10		CT OF CALIFORNIA			
11		N DIVISION			
12	LIFETIME BRANDS, INC., a Delaware Corporation,				
13	Plaintiff,	COMPLAINT FOR:			
14	v.	1. PATENT INFRINGEMENT UNDER 35 U.S.C. § 1, et seq.			
15	ZOETOP BUSINESS CO., LIMITED	2. COPYRIGHT INFRINGEMENT UNDER 17 U.S.C. § 101 et seq.			
16	d/b/a SHEIN, a Hong Kong Private	) 3. TRADEMARK INFRINGEMENT			
17	Limited Company; SHEIN DISTRIBUTION CORPORATION, a	UNDER 15 U.S.C. § 1051, et seq.			
18	Delaware Corporation; FASHION MARKETING AND MEDICAL AND SERVICE CROUP, INC. 2	4. UNFAIR COMPETITION IN			
19	MERCHANDISING GROUP, INC, a California Corporation; and DOES 1-10,	VIOLATION OF CAL. BUS. & PROF. CODE § 17200 et seq.			
20	inclusive,	5. UNFAIR COMPETITION UNDER			
21	Defendants.	CALIFORNIA COMMON LAW			
22		JURY TRIAL DEMANDED			
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Plaintiff Lifetime Brands, Inc. ("Lifetime Brands" or "Plaintiff") for its Complaint against Defendants Zoetop Business Co., Limited ("Zoetop"), Shein Distribution Corporation ("Shein Distribution"), Fashion Marketing and Merchandising Group, Inc. ("FMMG"), and DOES 1-10 (collectively, "Defendants") alleges as follows:

# **NATURE OF THE ACTION**

- 1. This action arises out of Defendants' complicit and unlawful acts constituting: (i) patent infringement under the patent laws of the United States, 35 U.S.C. § 1, et seq.; (ii) copyright infringement under the Copyright Act, 17 U.S.C. § 101 et seq. (the "Copyright Act"); (iii) trademark infringement and unfair competition under the Lanham Act of 1946, 15 U.S.C. § 1051, et seq. (the "Lanham Act"); and (iv) unfair or unlawful business practices in violation of Cal. Bus. & Prof. Code § 17200, et seq. and California common law.
- 2. Plaintiff brings this action seeking injunctive relief and damages, including but not limited to lost profits, actual damages, and/or statutory damages, as well as attorneys' fees and costs arising out of Defendants' willful infringement of Lifetime Brands' patents, copyrights, and trademarks.

# THE PARTIES

- 3. Plaintiff Lifetime Brands is a Delaware corporation with a registered office located at 241 Little Falls Drive, Wilmington, Delaware 19808 and a principal place of business at 1000 Stewart Avenue, Garden City, New York, 11530.
- 4. Defendant Zoetop Business Co., Limited d/b/a SHEIN ("Zoetop") is a Private Limited Company organized and existing under the laws of Hong Kong Special Administrative Region, with a registered office and principal place of business located at Room 11-12, 2/F, Hong Leong Plaza (Phase 1), No. 33 Lok Yip Road, Fanling Hong Kong. Upon information and belief, Zoetop conducts continuous and systematic business within the state of California and owns, manages, or otherwise controls the

other Shein entities named as Defendants in this action.

- 5. Defendant Fashion Marketing and Merchandising Group, Inc. ("FMMG"), originally incorporated as SHEIN Fashion Group, Inc. on December 22, 2015, is a California Corporation having its principal place of business at 345 N. Baldwin Park Blvd. in the City of Industry, CA 91746. Upon information and belief, FMMG is a subsidiary or affiliate of Zoetop that manages the online marketing of Shein products, including sales of products made through the websites <a href="www.shein.com">www.shein.com</a> and <a href="www.shein.com">www.shein.com</a> and
- 6. Defendant Shein Distribution Corporation ("Shein Distribution") is a Delaware Corporation having its principal place of business at 757 S. Alameda St., Suite 220 in Los Angeles, CA 90021. Upon information and belief, Shein Distribution is a subsidiary or affiliate of Zoetop that imports and distributes Shein products sold through the websites <a href="www.shein.com">www.shein.com</a> and <a href="www.shein.com">us.shein.com</a> to consumers throughout the United States.
- 7. Upon information and belief, together with the named Defendants, other individuals and entities currently identified as DOES 1-10 are also responsible in one manner or another for the wrongs alleged herein, in that at all relevant times, each one (including all named Defendants) was the agent and servant of the others and acting within the course and scope of said agency and employment. The other individuals and entities are sued under fictitious names DOES 1-10 because their true names and capacities are currently unknown, but Plaintiff will seek leave to amend this Complaint when the true names and capacities of DOES 1-10 are ascertained.

# JURISDICTION AND VENUE

8. This Court has subject matter jurisdiction over Plaintiff's claims arising under federal law pursuant to 28 U.S.C. §§ 1331 and 1338(a) and supplemental jurisdiction over Plaintiff's state law claims pursuant to 28 U.S.C. § 1367(a) because they are so related to Plaintiff's federal claims that they form an integral part of the

same case or controversy.

- 9. This Court has personal jurisdiction over Defendants Zoetop, Shein Distribution, FMMG, and DOES 1-10 (collectively, "Defendants") because Defendants conduct continuous and systematic business within the state of California, played an integral part in placing infringing products in the stream of commerce directed to residents of this judicial district, derived commercial benefit from the sale of infringing products in this judicial district, and caused injuries to Plaintiff within the Central District of California.
- 10. Venue is proper under 28 U.S.C. §§ 1391 because Defendants are domiciled in this judicial district, a substantial part of the events or omissions giving rise to the claims alleged occurred in this judicial district, and Plaintiff has been injured in this judicial district, and 28 U.S.C. § 1400(b) because Defendants committed acts of infringement in this judicial district.

# ALLEGATIONS APPLICABLE TO ALL CLAIMS

#### A. Lifetime Brands' Famous Consumer Products

- 11. Lifetime Brands is a leader in the consumer products industry that designs, sources and sells branded kitchenware, tableware and other products used in the home. The Lifetime Brands family of companies markets its products under a number of widely-recognized brand names and trademarks such as Farberware®, KitchenAid®, Sabatier®, Amco Houseworks®, Chef'n®, Chicago Metallic<sup>TM</sup>, Copco®, Fred® and Friends, Houdini<sup>TM</sup>, KitchenCraft®, Kamenstein®, Kizmos<sup>TM</sup>, La Cafetière®, MasterClass®, Misto®, Swing-A-Way®, Taylor Kitchen®, and Rabbit®.
- 12. Lifetime Brands' company, FRED®, takes every day home and kitchen products and turns them into fresh, fun, and often unexpected designs. FRED® markets and sells its creative one-of-a-kind home and kitchen products to consumers in every state, including California, through authorized brick-and-mortar retailers such as Bed, Bath, & Beyond, as well as online through marketplaces such as Amazon.com and

directly to consumers from www.genuinefred.com.

- 13. Due to Lifetime Brands' continuous commitment to quality and innovation, and in particular FRED®'s focus on creative, "unexpected" designs, FRED® brand products have enjoyed wide-spread praise from the industry and achieved millions of dollars in sales.
- 14. Lifetime Brands makes substantial investments in its products, including the development of intellectual property to protect the reputation of its brands such as FRED® and the market exclusivity of its innovative products. Today, Lifetime Brands owns hundreds of patents, copyrights, and trademarks covering its consumer products, including the intellectual property rights asserted by this Complaint, namely: (i) U.S. Design Patent Nos. D893,995 and D911,832; (ii) U.S. Copyright Reg. Nos. VA 1-974-622, VA 2-211-979, VA 2-029-633, and VA 2-029-631; and (iii) U.S. Trademark Registration Nos. 4,386,868, 5,164,826 and 5,591,783 (collectively, the "Asserted IP"). The following table provides a brief overview of the individual designs and marks covered by the Asserted IP.

Asserted IP:	Covering:
U.S. Design Pat. No. D893,995 ("the	The ornamental design for a bag clip shown
'995 Patent'') issued August 25, 2020.	in the following exemplary figure:

1	Asserted IP:	Covering:
2	U.S. Design Pat. No. D911,832 ("the	The ornamental design for a bag clip shown
3	'832 Patent") issued March 2, 2021.	in the following exemplary figure:
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10	U.S. Copyright Reg. No. VA 1-974-622 ("the '622 Mr. Tea Copyright"),	The sculpture shown in the following exemplary photograph (one of several
11	first published June 25, 2012.	attached to the registration):
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1	Asserted IP:	Covering:
$2 \parallel$	U.S. Copyright Reg. No. VA 2-211-	The sculpture shown in the following
3	979 ("the '979 Cat Tea Copyright") first published January 1, 2018.	exemplary photograph (one of several attached to the registration):
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13	U.S. Trademark Reg. No. 4,386,868	The word mark "FRED" for goods within
14	("the '868 FRED Mark").	Int. Class 021, including, among other product categories, Tea Infusers.
15	U.S. Trademark Reg. No. 5,591,783	The word mark "PURR-TEA" for goods
16	("the '783 PURR-TEA Mark"). U.S. Trademark Reg. No. 5,164,826	within Int. Class 21, namely Tea Infusers.  The word mark "WINE LIVES" for goods
17	("the '826 WINE LIVES Mark").	within Int. Class 21, including charms for
18		attachment to beverage glassware for identification purposes, namely, wine glass
19		identifiers or markers.
20	U.S. Copyright Reg. No. VA 2-029-633 ("the '633 Wine Lives	The sculpture shown in the following exemplary photograph (one of several
21	Copyright") first published January 1,	attached to the registration):
22	2015.	
23		
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1	Asserted IP:	Covering:
2	U.S. Copyright Reg. No. VA 2-029-	The sculpture shown in the following
3	631 ("the '631 Winer Dogs Copyright") first published January 1,	exemplary photograph (one of several attached to the registration):
4	2016.	
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## **B.** Defendants' Infringing Activities

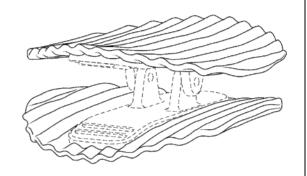
- 15. This lawsuit arises from Defendants' design, manufacture, importation, distribution, advertisement, marketing, offering for sale, and/or sale of pirated "copycats" of certain FRED® brand products, each one infringing upon one or more of the Asserted IP (collectively, the "Accused Products").
- 16. Upon information and belief, Defendants own, operate, and manage the e-commerce websites <a href="www.shein.com">www.shein.com</a> and <a href="www.shein.com">us.shein.com</a>, from which they market, offer for sale, and sell a variety of apparel, stationary, electronics, and home products, including the Accused Products, to consumers within this judicial district and throughout the United States.
- 17. Plaintiff recently discovered that Defendants have systematically and without authorization reproduced, displayed, distributed, created derivative works of, and otherwise infringed Plaintiff's design patents, copyrights, and trademarks. Defendants have offered for sale, sold, and imported into the U.S.—including shipments to consumers located within this judicial district—at least the Accused

Products identified in the table below.<sup>1</sup> As demonstrated by the side-by-side comparisons with Plaintiff's Asserted IP, each Accused Product features either a virtually identical design or trademark, or is at least substantially and/or confusingly similar to Plaintiff's Asserted IP.

# Accused Product Including but not limited to products sold by Defendants under the name "2pcs Potato Chip Shaped Sealing Clip," SKU: sh2108311188896153, an example of which is shown below:



Asserted IP Infringed
The ornamental design of the '995
Patent



<sup>1</sup> Accused Products are not limited to the specific product names and SKUs that are identified herein,

and include all products that infringe the Asserted IP, including those marketed, offered for sale, and sold by Defendants under different product names and SKUs.

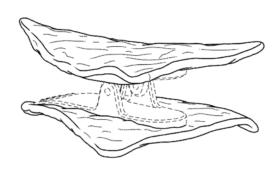
#### **Accused Product**

Including but not limited to products sold by Defendants under the name "1pc Potato Chip Design Binder Clip," SKU: ss2207160680376446, an example of which is shown below:



# **Asserted IP Infringed**

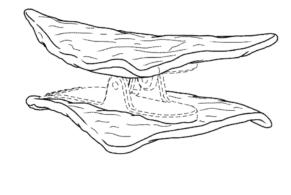
The ornamental design of the '832 Patent:



Including but not limited to products sold by Defendants under the name "2pcs Potato Chips Shaped Sealing Clip," SKUs: sh2109133406624663 and/or ss2208292217737474, an example of which is shown below:



The ornamental design of the '832 Patent:



#### **Accused Product**

Including but not limited to products sold by Defendants under the name "1pc Figure Design Tea Filter," SKU: shkitchen18210428958, an example of which is shown below:



# **Asserted IP Infringed**

The '622 Mr. Tea Copyright:



Including but not limited to products sold by Defendants under the name "1pc Figure Shaped Tea Filter," SKU: sh2208181101612694, an example of which is shown below:



The '622 Mr. Tea Copyright:



#### **Accused Product**

Including but not limited to products sold by Defendants under the name "Cat Shaped Tea Filter," SKU: shkitchen18201109382, an example of which is shown below:



# **Asserted IP Infringed**

The '979 Cat Tea Copyright:



Including but not limited to products advertised as "FRED® brand PURR TEA® Tea Infusers" and sold by Defendants under the name "Cat Shaped Tea Filter," SKU: shkitchen18201109382, an example of which is shown below:



The '868 FRED Mark and the '783 PURR-TEA Mark

#### **Accused Product**

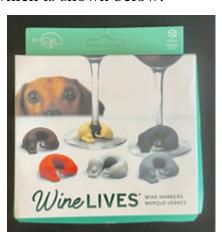
# Asserted IP Infringed The '633 Wine Lives Copyright:

Including but not limited to products sold by Defendants under the name "6pcs Cat Shaped Glass Marker," SKU: sh2207155171736304, an example of which is shown below:





Including but not limited to products advertised as "WINE LIVES® Wine Markers" and sold by Defendants under the name "6pcs Cat Shaped Glass Marker," SKU: sh2207155171736304, an example of which is shown below:



The '826 WINE LIVES Mark and the '631 Winer Dogs Copyright:



18. Lifetime Brands has never granted Defendants a license to use any of Lifetime Brands' trademarks, copyrights, or patents, including any of the Asserted IP.

- 1 2 3

- 19. Upon information and belief, Defendants' infringement has at all times been knowing, intentional and willful, or Defendants knew or should have known and were willfully blind to the fact each Accused Product is protected by the Asserted IP.
- 20. Upon information and belief, Defendants intentionally turned a blind eye to intellectual property rights of others in order to profit from the sale of "copycat" products, including the Accused Products, because otherwise their business model could not function. For example, a number of news outlets have commented that "The fact that the Chinese brand [Shein] also copies independent designers is also allegedly public knowledge." One commentator noted that Shein has been accused of selling a variety of knockoff and copycat products "stolen from everyone—Sincerely Jules to Nasty Gal." On the internet review site Trustpilot.com, a search for the word "fake" among customer reviews for Shein returns over 2,335 reviews such as "Attention: ILLEGAL!!!! FAKE!!!" and "CHEAP FAKE GOODS Minus ten stars for Shein."
- 21. Upon information and belief, all of the Defendants are part of the same ongoing piracy scheme as evidenced by the fact that they share employees, agents, officers and other representatives who actively participate in or exercise control over the different Shein entities named as Defendants.
- 22. Upon information and belief, Defendants have attempted to hide their continuing piracy of Lifetime Brands' products by constantly changing the names, SKUs, and webpage URLs of Accused Products, and by incorporating different entities.

<sup>&</sup>lt;sup>2</sup> "Welcome To The Dark Side: Why Shein Might Be The Biggest Rip-Off Since Fast Fashion Was Born," (available at <a href="https://www.euronews.com/living/2020/08/20/welcome-to-the-dark-side-shein-is-the-biggest-rip-off-since-fast-fashion-was-born">www.euronews.com/living/2020/08/20/welcome-to-the-dark-side-shein-is-the-biggest-rip-off-since-fast-fashion-was-born</a>).

<sup>&</sup>lt;sup>3</sup> Alyssa Coscarelli, "Here's What Happened When We Bought Clothes From Those Sketchy Online Sites," June 27, 2017 (available at <a href="https://www.refinery29.com/en-us/2015/11/96886/shopping-asian-e-commerce-style-websites">https://www.refinery29.com/en-us/2015/11/96886/shopping-asian-e-commerce-style-websites</a>).

<sup>&</sup>lt;sup>4</sup> Trustpilot, "Shein Reviews," (last accessed September 15, 2022, available at <a href="https://www.trustpilot.com/review/sheinside.com?search=fake">https://www.trustpilot.com/review/sheinside.com?search=fake</a>).

- 23. Upon information and belief, Defendants may have sold additional products that infringe upon the Asserted IP, as well as products infringing other trademarks, copyrights, and/or patents owned or exclusively licensed by Lifetime Brands. Plaintiff will seek leave to amend if discovery reveals additional infringement by Defendants.
- 24. Upon information and belief, Defendants' unlawful acts have misled and confused, and were intended to cause confusion, or to cause mistake, or to deceive consumers as to the affiliation, connection, or association of the "Cat Shaped Tea Filter" Accused Products with FRED® and FRED®-brand PURR TEA® Tea Infusers, and/or the origin, sponsorship, or approval of said Accused Products by Lifetime Brands.
- 25. Upon information and belief, Defendants' unlawful acts have misled and confused, and were intended to cause confusion, or to cause mistake, or to deceive consumers as to the affiliation, connection, or association of the "Cat Shaped Glass Marker" Accused Products with FRED® and WINE LIVES® Wine Markers, and/or the origin, sponsorship, or approval of said Accused Products by Lifetime Brands.
- 26. Defendants' willful and pervasive infringement of the Asserted IP has caused Lifetime Brands to lose sales and licensing income because Defendants are not authorized licensees, and paid no royalties or licensing fees for the right to use any of the Asserted IP.
- 27. Defendants' willful and pervasive infringement of the Asserted IP has caused Lifetime Brands to suffer irreparable harm, at least to its reputation and in lost market exclusivity, and if permitted to continue, will further damage and irreparably injure Plaintiff.

# **COUNT ONE**Patent Infringement Under 35 U.S.C. § 1, et seq

28. Plaintiff incorporates by reference each and every one of the preceding paragraphs as though fully set forth herein.

- 29. At all relevant times, Lifetime Brands has been and is the owner by assignment of all rights, title and interest in and to U.S. Pat. No. D893,995 ("the '995 Patent") issued on August 25, 2020, a true and correct copy of which is attached hereto as **Exhibit A**, and U.S. Pat. No. D911,832 ("the '832 Patent") issued on March 2, 2021, a true and correct copy of which is attached hereto as **Exhibit B**.
- 30. Upon information and belief, Defendants manufactured, imported into the U.S., distributed, advertised, offered for sale, and/or sold at least, but not limited to Accused Products identified as "2pcs Potato Chip Shaped Sealing Clip," SKU: sh2108311188896153, which bears a design substantially similar to the ornamental design of the '995 Patent.
- 31. Upon information and belief, Defendants manufactured, imported into the U.S., distributed, advertised, offered for sale, and/or sold at least, but not limited to Accused Products identified as "1pc Potato Chip Design Binder Clip," SKU: ss2207160680376446 and "2pcs Potato Chips Shaped Sealing Clip," SKUs: sh2109133406624663 and/or s2208292217737474, which bear a design substantially similar to the ornamental design of the '832 Patent.
- 32. Lifetime Brands has never granted Defendants a license to practice either the '995 or '832 Patents and Defendants' use of the ornamental design covered by the '995 and '832 Patents is without Lifetime Brands' permission.
- 33. Upon information and belief, Defendants' infringing actions have been willful and were undertaken with full knowledge of, and/or reckless disregard for, Lifetime Brands' intellectual property rights in the '995 and '832 Patents.
- 34. As a direct and proximate result of the foregoing acts, Lifetime Brands has suffered monetary damages in an amount to be established at trial, and Lifetime Brands is entitled to recover all damages under 35 U.S.C. § 289, including, but not limited to actual monetary losses, Defendants' profits, as well as treble damages and recovery of attorneys' fees as a result of Defendants' willfulness.

35. Lifetime Brands has also suffered irreparable harm to its reputation and loss in market exclusivity due to Defendants' infringement and, unless enjoined by this Court, Defendants will continue their infringement of the '995 and '832 Patents, thereby also continuing to cause Lifetime Brands irreparable harm.

## **COUNT TWO**

# Copyright Infringement Under 17 U.S.C. § 101 et seq.

- 36. Plaintiff incorporates by reference each and every one of the preceding paragraphs as though fully set forth herein.
- 37. At all relevant times, Lifetime Brands has been the holder of the exclusive rights to the product designs copyrighted under U.S. Copyright Reg. Nos. VA 1-974-622, VA 2-211-979, VA 2-029-633 and VA 2-029-631. True and correct copies of each copyright registration are attached hereto as **Exhibit C** (VA 1-974-622), **Exhibit D** (VA 2-211-979), **Exhibit E** (VA 2-029-633), and **Exhibit F** (VA 2-029-631).
- 38. Upon information and belief, Defendants manufactured, imported into the U.S., distributed, advertised, offered for sale, and/or sold at least, but not limited to Accused Products under the name "1pc Figure Design Tea Filter," SKU: shkitchen18210428958, and "1pc Figure Shaped Tea Filter," SKU: sh2208181101612694, which are identical to or a substantially similar derivative of the '622 Mr. Tea Copyright.
- 39. Upon information and belief, Defendants manufactured, imported into the U.S., distributed, advertised, offered for sale, and/or sold at least, but not limited to Accused Products under the name "Cat Shaped Tea Filter," SKU: shkitchen18201109382, which is identical to or a substantially similar derivative of the '979 Cat Tea Copyright.
- 40. Upon information and belief, Defendants manufactured, imported into the U.S., distributed, advertised, offered for sale, and/or sold at least, but not limited to Accused Products under the name "6pcs Cat Shaped Glass Marker," SKU:

sh2207155171736304, which is identical to or a substantially similar derivative of the '633 Wine Lives Copyright.

- 41. Upon information and belief, Defendants manufactured, imported into the U.S., distributed, advertised, offered for sale, and/or sold at least, but not limited to Accused Products under the name "6pcs Cat Shaped Glass Marker," SKU: sh2207155171736304, which is identical to or a substantially similar derivative of the '631 Winer Dogs Copyright.
- 42. Upon information and belief, Defendants had access to Lifetime Brands' copyrighted designs under U.S. Copyright Reg. Nos. VA 1-974-622, VA 2-211-979, VA 2-029-633 and VA 2-029-631, at least through product listings on <a href="https://www.genuinefred.com">www.genuinefred.com</a> and online marketplaces such as Amazon.com, and without authorization, reproduced, distributed, displayed, created derivative works of, or otherwise infringed Lifetime Brands' copyrighted designs in violation of Lifetime Brands' rights under the Copyright Act.
- 43. Lifetime Brands has never granted Defendants a license to use Lifetime Brands' copyrighted designs under U.S. Copyright Reg. Nos. VA 1-974-622, VA 2-211-979, VA 2-029-633 and VA 2-029-631, and Defendants' unauthorized reproduction, display, and creation of derivative works is without Lifetime Brands' permission.
- 44. Upon information and belief, Defendants' actions have been willful, intentional, and malicious, and were undertaken with full knowledge of, and/or reckless disregard for Lifetime Brands' copyrights at issue.
- 45. As a direct and proximate result of the foregoing acts, Lifetime Brands has suffered monetary damages in an amount to be established at trial, and Lifetime Brands is entitled to recover actual monetary losses, Defendants' profits, or statutory damages under Section 504 of the Copyright Act in the sum of up to one hundred fifty thousand dollars (\$150,000) per infringement and recovery of attorneys' fees as a result of

Defendants' willfulness. Within the time permitted by law, Plaintiff will make its election between actual damages and profits or statutory damages.

46. Lifetime Brands has also suffered irreparable harm to its reputation and loss in market exclusivity due to Defendants' infringement and, unless enjoined by this Court, Defendants will continue their infringement of the Copyrights, thereby also continuing to cause Lifetime Brands irreparable harm.

#### **COUNT THREE**

# Trademark Infringement Under 15 U.S.C. § 1051, et seq.

- 47. Plaintiff incorporates by reference each and every one of the preceding paragraphs as though fully set forth herein.
- 48. At all relevant times, Lifetime Brands has been and is the owner of U.S. Trademark Registration Nos. 4,386,868 ("the '868 FRED Mark"), 5,164,826 ("the '826 WINE LIVES Mark"), and 5,591,783 ("the '783 PURR-TEA Mark"), which are all valid, subsisting, in full force and effect. The '868 FRED Mark is incontestable pursuant to 15 U.S.C. § 1065. True and correct copies of each trademark registration are attached hereto as **Exhibit G** (the '868 FRED Mark), **Exhibit H** (the '826 WINE LIVES Mark), and **Exhibit I** (the '783 PURR-TEA Mark).
- 49. The registrations for the '868 FRED Mark, the '826 WINE LIVES Mark, and the '783 PURR-TEA Mark constitute prima facie evidence of their validity and Lifetime Brands' exclusive right to use each Mark under 15 U.S.C. § 1057(b). Lifetime Brands has exclusively and continuously used in commerce the '868 FRED Mark, the '826 WINE LIVES Mark, and the '783 PURR-TEA Mark since October 26, 2005, January 30, 2015, and January 5, 2018, respectively, and none of the Marks have been abandoned to date.
- 50. Lifetime Brands has spent significant time and money in advertising, promoting and marketing products featuring the '868 FRED Mark, the '826 WINE LIVES Mark, and the '783 PURR-TEA Mark. FRED® brand products, including its

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- PURR TEA® Tea Infusers and WINE LIVES® Wine Markers, have received unsolicited praise from both the industry and general consumers due to their quality and innovative one-of-a-kind designs.
- 51. Upon information and belief, Defendants have sold, offered to sell, marketed, distributed, and advertised products using counterfeit reproductions of the '868 FRED Mark, the '826 WINE LIVES Mark, and the '783 PURR-TEA Mark without permission from Lifetime Brands. Defendants' unauthorized counterfeit reproductions of the '868 FRED Mark, the '826 WINE LIVES Mark, and the '783 PURR-TEA Mark is likely to cause and has caused confusion, mistake, and deception as to the origin of the Accused Products among consumers, constituting trademark infringement and counterfeiting under Section 32 of the Lanham Act, 15 U.S.C. § 1114.
- Upon information and belief, Defendants' counterfeiting activities were willful, intentional, and malicious, and were undertaken with full knowledge of, and/or reckless disregard for Lifetime Brands' rights in the '868 FRED Mark, the '826 WINE LIVES Mark, and the '783 PURR-TEA Mark.
- 53. As a direct and proximate result of the foregoing acts, Lifetime Brands has suffered monetary damages in an amount to be established at trial, and Lifetime Brands is entitled to disgorgement of the defendants' profits, actual damages, a reasonable royalty, attorneys' fees in exceptional cases, and costs under 15 U.S.C. § 1117(a) of the Lanham Act, trebling for intentional infringement of the '868 FRED, '826 WINE LIVES, and '783 PURR-TEA Marks under 15 U.S.C. § 1117(b), or statutory damages under 15 U.S.C. § 1117(c) on account of Defendants' willful counterfeiting up to a maximum of \$2,000,000 per counterfeit mark used per type of goods or services. Within the time permitted by law, Plaintiff will make its election between actual damages and profits or statutory damages.
- Lifetime Brands has also suffered irreparable harm to its reputation and loss in market exclusivity due to Defendants' infringement of the '868 FRED, '826

WINE LIVES, and '783 PURR-TEA Marks and, unless enjoined by this Court, Defendants will continue their infringement, thereby also continuing to cause Lifetime Brands irreparable harm.

#### **COUNT FOUR**

# Unfair Competition in Violation of Cal. Bus. & Prof. Code, § 17200 et seq.

- 55. Plaintiff incorporates by reference each and every one of the preceding paragraphs as though fully set forth herein.
- 56. Defendants' misappropriation and unauthorized use of the Asserted IP in the sale of Accused Products is likely to confuse or mislead consumers into believing that such products are authorized, licensed, affiliated, sponsored, and/or approved by Lifetime Brands, constituting deceptive, unfair, and fraudulent business practices and unfair competition in violation of the California Unfair Business Practices Act, Cal. Bus. & Prof. Code, § 17200 et. seq.
- 57. Upon information and belief, Defendants' deceptive, unfair, and fraudulent business practices were willfully undertaken with full knowledge of the Asserted IP and with the intent to misappropriate the goodwill and reputation of Lifetime Brands, FRED®, and copyrighted works.
- 58. Upon information and belief, Defendants knew, or should have known, the differences between the genuine FRED® products and the Accused Products, but made no effort to distinguish between them before using Lifetime Brands' patented designs, copyrighted works, and trademarks on Accused Products and in marketing to the public.
- 59. Upon information and belief, Defendants deceived the consuming public into believing they were purchasing genuine FRED® products, when in fact they were sold unauthorized, pirated copies bearing Lifetime Brands' patented designs, copyrighted works, and trademarks.
- 60. As a direct and proximate result of the foregoing acts, Lifetime Brands has suffered and will continue to suffer significant injuries in an amount to be determined

at trial, and Lifetime Brands is entitled to all available relief provided for under the California Unfair Business Practices Act, Cal. Bus. & Prof. Code, § 17200 et. seq., including an accounting and disgorgement of all illicit profits that Defendants made on account of its deceptive, unfair, and fraudulent business practices.

61. Lifetime Brands has also suffered irreparable harm to its reputation and loss in market exclusivity due to Defendants' unfair competition and unlawful acts in violation of Cal. Bus. & Prof. Code, § 17200 *et. seq.*, and unless enjoined by this Court, Defendants will continue their unfair and/or unlawful business practices, thereby also continuing to cause Lifetime Brands irreparable harm.

# <u>COUNT FIVE</u> Unfair Competition Under California Common Law

- 62. Plaintiff incorporates by reference each and every one of the preceding paragraphs as though fully set forth herein.
- 63. Defendants' misappropriation and unauthorized use of the Asserted IP in the sale of Accused Products is likely to confuse or mislead consumers into believing that such products are authorized, licensed, affiliated, sponsored, and/or approved by Lifetime Brands, constituting unfair competition in violation of common law of the state of California.
- 64. Upon information and belief, Defendants knew, or should have known, the differences between the genuine FRED® products and the Accused Products, but made no effort to distinguish between them before using Lifetime Brands' patented designs, copyrighted works, and trademarks on Accused Products and in marketing to the public.
- 65. Upon information and belief, Defendants deceived the consuming public into believing they were purchasing genuine FRED® products, when in fact they were sold unauthorized, pirated copies bearing Lifetime Brands' patented designs, copyrighted works, and trademarks.
  - 66. Upon information and belief, Defendants' unfair business practices were

willfully undertaken with full knowledge of the Asserted IP and with the intent to misappropriate the goodwill and reputation of Lifetime Brands, FRED®, and copyrighted works. As such, an award of exemplary and punitive damages is necessary in an amount sufficient to deter similar misconduct in the future.

- 67. As a direct and proximate result of the foregoing acts, Lifetime Brands has suffered and will continue to suffer significant injuries in an amount to be determined at trial, and Lifetime Brands is entitled to recover all damages, including attorneys' fees, that it has sustained on account of Defendants' unfair competition, and all gains, profits and advantages obtained by Defendants as a result of its unlawful acts.
- 68. Lifetime Brands has also suffered irreparable harm to its reputation and loss in market exclusivity due to Defendants' unfair competition, and unless enjoined by this Court, Defendants will continue their unfair and/or unlawful business practices, thereby also continuing to cause Lifetime Brands irreparable harm.

## PRAYER FOR RELIEF

WHEREFORE, Plaintiff Lifetime Brands, Inc. prays for judgment against Defendants Zoetop Business Co., Limited, Fashion Marketing and Merchandising Group, Inc., Shein Distribution Corporation, and DOES 1-10, jointly and severally, as follows:

- a. A judgment that Defendants infringed U.S. Patent Nos. D893,995 and D911,832;
- An award of damages equal to Defendants' profits and all damages sustained by Plaintiff as a result of Defendants' patent infringement, trebled on account of Defendants' willfulness;
- c. A judgment that Defendants infringed U.S. Copyright Reg. Nos. VA 1-974-622, VA 2-211-979, VA 2-029-633, and VA 2-029-631;
- d. At Plaintiff's election, an award of statutory damages under 17 U.S.C. § 504(c) for willful copyright infringement or an award of damages equal to

- Defendants' profits and all damages sustained by Plaintiff as a result of Defendants' copyright infringement under 17 U.S.C. § 504(b);
- e. A judgment that Defendants infringed U.S. Trademark Registration Nos. 4,386,868, 5,164,826, and 5,591,783;
- f. At Plaintiff's election, an award of damages equal to Defendants' profits and all damages sustained by Plaintiff as a result of Defendants' trademark infringement under 15 U.S.C. § 1117(a), trebled on account of Defendants' willfulness under 15 U.S.C. § 1117(b), or statutory damages under 15 U.S.C. § 1117(c) on account of Defendants' counterfeiting up to a maximum of \$2,000,000 per counterfeit mark per type of goods or services.
- g. An order permanently enjoining and restraining Defendants, their agents, servants, employees, officers, associates, and all persons acting in concert with any of them from infringing Plaintiff's Asserted IP, including but not limited to:
  - manufacturing, importing, advertising, marketing, promoting, supplying, distributing, offering for sale, or selling the Accused Products or any other products that bear an identical or substantially similar design as U.S. Design Patent Nos. D893,995 and D911,832
  - reproducing, distributing, displaying, creating derivative works thereof, or otherwise infringing U.S. Copyright Reg. Nos. VA 1-974-622, VA 2-211-979, VA 2-029-633, and VA 2-029-631;
  - iii. manufacturing, importing, advertising, marketing, promoting, supplying, distributing, offering for sale, or selling the Accused Products or any other products that bear or use U.S. Trademark Registration Nos. 4,386,868, 5,164,826, and 5,591,783;

1		iv. engaging in	any other activity constituting unfair competition with
2	Lifetime Brands, or acts and practices that deceive consumers, the		
3	public, and/or trade, including without limitation, the use of		
4	designations and design elements used or owned by or associated		
5	with Lifetime Brands; and		
6	v. committing any other act which falsely represents or which has the		
7		effect of fals	sely representing goods and services of Defendants are
8		licensed, aut	horized, offered, produced, sponsored, or in any other
9		way associat	ted with Lifetime Brands;
10	h. A	n award of puniti	ve damages and Lifetime Brands' costs, attorneys'
11	fe	es, and interest to	the extent allowed under all applicable statutes; and
12	i. A	ny other relief tha	at the Court may deem just and proper.
13			
14			Respectfully submitted,
15			
16	Dated: Nove	mber 3, 2022	NIXON PEABODY LLP
17 18			By: <u>/s/ Mark S. Zhai</u> Seth D. Levy (SBN 217638) Erica J. Van Loon (SBN 227712)
19			Mark S. Zhai (SBN 287988)
20			Attorneys for Plaintiff Lifetime Brands, Inc.
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**DEMAND FOR JURY TRIAL** Pursuant to Rule 38(b) of the Federal Rules, Plaintiff Lifetime Brands, Inc. hereby demands a trial by jury as to all issues and claims so triable in this Civil Action. Dated: November 3, 2022 NIXON PEABODY LLP By: <u>/s/ Mark S. Zhai</u> Seth D. Levy (SBN 217638) Erica J. Van Loon (SBN 227712) Mark S. Zhai (SBN 287988) Attorneys for Plaintiff Lifetime Brands, Inc.