

NOTICE OF DECISION

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GREETINGS:

Please be informed that Decision No. 2017 - 250 dated 28 June 2017 (copy enclosed) was promulgated in the above entitled case.

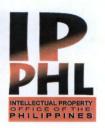
Pursuant to Section 2, Rule 9 of the IPOPHL Memorandum Circular No. 16-007 series of 2016, any party may appeal the decision to the Director of the Bureau of Legal Affairs within ten (10) days after receipt of the decision together with the payment of applicable fees.

Taguig City, 28 June 2017.

MARILYN F. RETUTAL

IPRS IV

Bureau of Legal Affairs



PERFECT APPAREL, INC.,

Opposer,

- versus -

SANTONI SOCIETA' PER AZIONI,

Respondent-Applicant.

IPC No. 14-2013-00050 Opposition to:

Appln. No. 4-2012-009317 Date Filed: 30 July 2012

Trademark: "ANDREASANTONI"

Decision No. 2017 - 250

DECISION

PERFECT APPAREL, INC. ("Opposer")¹, filed a verified opposition to Trademark Application Serial No. 4-2012-009317. The application, filed by SANTONI SOCIETA' PER AZIONI ("Respondent-Applicant")², covers the mark "ANDREASANTONI" for use on the following classes of goods³ namely: "leather and imitation of leather, goods made from these materials, not included in other classes, trunk and suitcases, umbrellas, parasols, walking sticks, rucksacks, all-purpose sport bags, travelling bags, garment bags, duffel bags, brief cases, purses, wallets, bags and clutch bags, carrier bags made of fabric, wheeled carrier bags, tote bags, leather leashes, book bags, satchel cases, sport bags, beach bags, should bags, waist-bags, empty cosmetic bags"; 25 for "clothing items, namely: sweaters, cardigans, waistcoats, suits, trousers, shorts, jumpers, raincoats, clothing made of leather, stockings and socks, stocking suspenders, sock suspenders, wind resistant jackets, ski trousers, fur coats, overcoats, skirts, dresses, jackets, undershirts, t-shirts, jerseys and breeches for sports, blouses, shirt collars, shirts, foulards, beachwear, swimsuits, bikini, tracksuits; wedding dresses; underwear, bras, brassiere, corsets, underpants, briefs, vests, nightgowns, negligees, pyjamas, gloves, shawls, scarves, neckties, bowties, belts (clothing) suspenders, hats, caps; shoes; boots, half boots, leather shoes, galoshes, rain boots, sports footwear, sandals, slippers, shoe soles, shoe heels, footwear uppers"; and, 35 for "advertising, business management assistance; commercial and industrial management assistance; commercial or industrial business direction; organization of exhibition of goods for promotional activities; organization of exhibitions for commercial or advertising purposes; commercial administration of the licensing of the goods and services of others; sales promotion for others; the bringing together, for the benefit of others, of a variety of goods enabling customers to conveniently view and purchase those goods; organization of exhibition of goods through mass media finalized to selling; on-line sales".

The Opposer alleges that it is the registered owner of the trademark "SANTONI WITH POCKET DESIGN" for use on jeans, skirts, jackets, children's wear, t-shirts, briefs, towels, belts, blouses, socks, bags, shoes, handkerchief in Classes 18, 24 and 25, under Registration No. 53643 issued on 13 October 1992 and renewed last 11 February 2013.

With address at Via Monte Napolene 91 20121 Milano (MI), Italy.

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A corporation duly organized and existing under the laws of the Philippines with postal and business address at 1072 Carmen Planas Street, Tondo, Manila.

The Nice Classification of goods and services is for registering trademark and service marks, based on a multilateral treaty administered by the WIPO, called the Nice Agreement Concerning the International Classification of Goods and Services for Registration of Marks concluded in 1957.

According to the Opposer, it adopted and first used the mark "SANTONI WITH POCKET DESIGN" on 01 January 1983 and has continued to the present. Thus, the approval of the application in question is contrary to Sections 123.1 (d), 138, and 147 of the Intellectual Property Code. Accordingly, it will violate Opposer's right to the exclusive use of its registered trademark and cause irreparable damage and injury.

The Opposer further alleges that the trademark "ANDREASANTONI" being applied for registration by the Respondent-Applicant, is identical and/or confusingly similar to Opposer's registered trademark "SANTONI WITH POCKET DESIGN". Through the nationwide and continuous use since 01 January 1983 of these trademarks, the Opposer has acquired valuable goodwill and business reputation over said marks which merits protection. Thus, the approval of the subject mark is violative of the right of Opposer to the exclusive use of its registered trademark "SANTONI WITH POCKET DEVICE".

The Opposer submitted the following evidence:

- 1. Certified True Copy (CTC) of Certificate of Registration No. 53643;
- 2. Copy of the Petition for Renewal of Registration No. 53643;
- 3. CTCs of the Affidavits of Use/Declaration of Actual Use following the 5th, 10th and 15th anniversaries of Registration No. 53643;
- 4. CTCs of Opposer's representative Sales Invoices and photographs using the registered marks SANTONI WITH POCKET DESIGN;
- 5. Printout of Application Serial No. 4-2012-009317; and,
- 6. Duly notarized affidavit of Nenita Salviejo, President of Perfect Apparel, Inc..

On 10 May 2013, Respondent-Applicant filed its Answer, alleging among others, that while its mark "ANDREASANTONI" may be identical with Opposer's registered mark "SANTONI WITH POCKET DESIGN" with an earlier filing date, however, it fraudulently uses the surname "Santoni" of Andrea Santoni, the founder of Respondent-Applicant; and his son, Giuseppe Santoni, who are both living individuals who did not give written consent to Opposer for the use of their surname. Additionally, Opposer's registered mark "SANTONI WITH POCKET DESIGN" is identical with, or confusingly similar to Opposer's mark which is well-known internationally and in the Philippines, whether or not it is registered in this jurisdiction, as being already the marks of Respondent-Applicant, and used for identical or similar goods or services.

Respondent-Applicant avers that it is the registered owner and prior user of the internationally well-known marks "Andrea Santoni", "AndreaSantoni", "Santoni Gloria", "Santoni in Chinese Characters", "Santoni in Russian Characters, "Santoni in Japanese Characters, "Santoni Legenda", "Santoni Nauticus", "Santoni Nuvola", "Santoni Shabby Chic", "Santoni", and "Santoni with Drawing". It has also pending registrations worldwide and has been using the aforementioned marks for goods under International Classes 3, 9, 14, 18, 25 and 35. Since its creation in 1975, Respondent-Applicant pursued its vision refining the cultural heritage of craftsmanship and Italian excellence. Born with the creation of the haut de gamme shoes laboratory by "Andrea Santoni", the brand's legacy has been handed to his son Giuseppe, making the brand an international icon with 400 employees and a turnover of more than 50 million Euros. Respondent-Applicant averred owning several stores located worldwide to sell its goods and services, and published its marks in countless editorials from the most prestigious fashion and lifestyle magazines worldwide.

Finally, Respondent-Applicant alleged to have the natural and legal right to register his real name Andrea Santoni as a mark, as against Opposer which has no relation whatever with the surname Santoni except its legal connection due to its earlier registration of the mark "Santoni with Pocket Design".

- Anst

The Respondent-Applicant submitted the following evidence:

- 1. Summary of International Registrations of Respondent-Applicant's trademarks;
- 2. Photocopy of Respondent-Applicant's Application Form for the mark ANDREASANTONI with attachments;
- 3. Photocopy of the Notice of Allowance Paper No. 5 allowing Respondent-Applicant SANTONI SOCIETA' PER AZIONI's application and its publication; and,
- 4. Copy of the list of some of the editorials from fashion and lifestyle magazines worldwide.

On 21 May 2013, the Opposer in its Comment to Respondent-Applicant's Answer cited the irresponsible and unsubstantiated allegation of the latter that it has no valid registration with the Securities and Exchange Commission and the Department of Trade and Industry. Conversely, the Opposer attached a certified machine copy of the Certificate of Incorporation issued by the Securities and Exchange Commission and its Articles of Incorporation.⁴ Thereafter, Respondent-Applicant filed its Reply to Opposer's Comment⁵, and correspondingly, the Opposer filed a Motion to Expunge said Reply⁶. An examination of these documents show that Respondent-Applicant's arguments in its Reply, functions to supplement its Answer. This Bureau therefore resolves to expunge Respondent-Applicant's Reply. Under the applicable rules⁷, the instant motion is deemed prohibited because pleadings subsequent to the filing of an Answer in Inter Partes Cases shall not be allowed.

The preliminary conference was held and terminated on 10 May 2017 and the parties submitted their respective Position Papers. Thereafter, the Opposer filed a Manifestation dated 01 June 2017. It was disclosed that Respondent-Applicant's Position Paper contains allegations of new facts and attachment of new exhibits which were not previously alleged in the Verified Answer, and are different from the photocopies in the Answer. This, according to the Opposer, is in contravention of Section 9 (a) and (c), and Section 14 (c) of the Revised Rules and Regulations on Inter Partes Case, as amended by Memorandum Circular No. 16-007.

Hence, this instant case is submitted for decision.

Should the Respondent-Applicant be allowed to register the trademark ANDREASANTONI?

A careful perusal of the records show that at the time Respondent-Applicant filed its application for registration of the trademark "ANDREASANTONI" on 30 July 2012⁸, herein Opposer already has registration for the trademark "SANTONI WITH POCKET DESIGN" with Certificate of Registration No. 53643 dated 13 October 1992⁹; and filed a Petition for Renewal on 11 February 2013¹⁰. In addition, Opposer has registration for the trademark "SANTONI & REP. OF SMOKING MAN WITHIN TRIANGULAR DEVICE" with Certificate of Registration No. 35987 dated 29 September 1986¹¹; and a

⁴ Attached in the Comment to Respondent-Applicant's Answer.

⁵ Received on 06 September 2013.

⁶ Received on 09 September 2013.

Sec. 11, Rule 2, Office Order No. 99, Series of 2011 or Amendments to the Rules and Regulations on Inter Partes Proceedings. Section11. Prohibited pleadings.-No motion to dismiss shall be entertained. Instead, all grounds for dismissal shall be pleaded as affirmative defenses, the resolution of which shall be made in the decision on the merits. Neither shall a motion for bill of particulars, motion for reconsideration of interlocutory orders, and all other pleadings subsequent to the filing of an Answer, shall be allowed.

⁸ Filewrapper records.

⁹ Exhibit "A" of Opposer.

Exhibit "B" of Opposer.

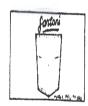
Exhibit "C" of Opposer.

Certificate of Renewal of Registration¹². Moreover, Opposer presented Affidavits of Use/Declaration of Actual Use following the 5th, 10th and 15th anniversaries of the mentioned trademarks.¹³

Under the law, a certificate of registration constitutes a prima facie evidence of the validity of the registration, the registrant's ownership of the mark, and of the registrant's exclusive right to use the same in connection with the goods or services and those that are related thereto specified in the certificate. ¹⁴ In fact, the owner of a registered mark shall have the exclusive right to prevent all third parties not having the owner's consent from using in the course of trade identical or similar signs or containers for goods or services which are identical or similar to those in respect of which the trademark is registered where use would result in a likelihood of confusion. ¹⁵ In the instant case, the Opposer showed sufficient proof of ownership. In addition to the registration certificates issued in its behalf, it likewise submitted sales invoices confirming actual and continuous presence and use of its trademarks in the Philippines. ¹⁶

Respondent-Applicant however, alleged ownership and prior use of the internationally well-known marks containing the word "SANTONI". It also contended that Opposer fraudulently used the surname "Santoni" of its founder, without consent. However, these allegations are not supported or substantiated by documentary evidence. Respondent-Applicant's submissions are mere photocopies of original documents, therefore, violation of the admissibility of evidence. The Granting arguendo that the documents are admissible, the Opposer still failed to rebut the prima facie validity of Respondent-Applicant's registration. Opposer merely showed a list of international registrations of its trademarks. They are not verified and/or authenticated, and bears no assurance of legal credibility. Thus, bare allegations, unsubstantiated by corroborating evidence, are not equivalent to proof. In short, mere allegations are not evidence. The substantial of the international registration of its trademarks.

But are the competing marks, as shown below, confusingly similar?





ANDREASANTONI

Opposer's Trademarks

Respondent-Applicant's Trademark

Obviously, the competing marks contain the identical word "SANTONI" Further, they cover similar and/or related goods, more particularly classes 18 and 25. These goods are found in the same channels of business and trade and/or cater its products to the same segment of consumers.

Exhibit "D" of Opposer.

Exhibits "E" and "F" with sub-markings of Opposer.

Sec. 138, Intellectual Property Code (IP Code).

¹⁵ Sec. 147, IP Code.

Exhibits "G" to "G-3" of Opposer.

Sec. 7, Rule 2,Office Order No. 99, Series of 2011 or Amendments to the Rules and Regulations on Inter Partes Proceedings.

Dra.Dela Llana v.Rebecca Biong, doing business under the name and style of Pongkay Trading, G.R. No. 182356, 04 December 2013

Confusion cannot be avoided by the miniscule differences in the trademarks. Confusing similarity exists when there is such a close or ingenuous imitation as to be calculated to deceive ordinary persons, or such resemblance to the original as to deceive ordinary purchaser as to cause him to purchase the one supposing it to be the other. Colourable imitation does not mean such similitude as amount to identify, nor does it require that all details be literally copied. Colourable imitation refers to such similarity in form, context, words, sound, meaning, special arrangement or general appearance of the trademark with that of the other mark or trade name in their over-all presentation or in their essential substantive and distinctive parts as would likely to mislead or confuse persons in the ordinary course of purchasing the genuine article.

Also, considering the similarity or relatedness of goods carried by the contending marks, the consumers will have the impression that these products originate from a single source or origin or they are associated with one another. The likelihood of confusion therefore, would subsist not only on the purchaser's perception of goods but on the origin thereof as held by the Supreme Court, to wit:²¹

Callman notes two types of confusion. The first is the confusion of goods in which event the ordinarily prudent purchaser would be induced to purchase one product in the belief that he was purchasing the other. In which case, defendant's goods are then bought as the plaintiff's and the poorer quality of the former reflects adversely on the plaintiff's reputation. The other is the confusion of business. Hence, though the goods of the parties are different, the defendant's product is such as might reasonably be assumed to originate with the plaintiff and the public would then be deceived either into that belief or into belief that there is some connection between the plaintiff and defendant which, in fact does not exist.

Thus, Sec. 123.1 (d) of the IP Code provides:

A mark cannot be registered if it:

 $\mathbf{x} - \mathbf{x} - \mathbf{x}$

- (d) Is identical with a registered mark belonging to a different proprietor or a mark with an earlier filing or priority date, in respect of:
 - (i) The same goods or services, or
 - (ii) Closely related goods or services, or
 - (iii) If it nearly resembles such a mark as to be likely to deceive or cause confusion;

Finally, the allegation of new facts, arguments and the attachment of evidence in Respondent-Applicant's Position Paper cannot be considered and/or admitted in this instant case. These matters are not alleged in Respondent-Applicant's Answer. The attached documents did not form part of Respondent-Applicant's evidence in its Answer. Under the applicable rules, it is provided that the position paper shall take up only matters and issues covered or alleged in the petition or opposition and the Answer, the supporting evidence and those determined during the preliminary conference. No new matters or issues shall be raised or included in the position paper. Verily, procedural rules are tools designed to facilitate the adjudication of cases. Courts and litigants alike are, thus, enjoined to abide strictly by the rules. x x x While it is true that

Societe Des Produits Nestle, S.A. v. Court of Appeals, G.R. No. 112012, 04 April 200, 356 SCRA 207, 217.

²⁰ Converse Rubber Corporation v. Universal Rubber Products, Inc., et al., G.R. No. L-27906, 08 January 1987.

²¹ Id

Section 14 (c) of the Revised Rules and Regulations on Inter Partes Case.

litigation is not a game of technicalities, it is equally true that every case must be prosecuted in accordance with the prescribed procedure to insure an orderly and speedy administration of justice.²³

WHEREFORE, premises considered, the instant Opposition to Trademark Application No. 4-2012-009317 is hereby SUSTAINED. Let the file wrapper of the subject trademark application be returned, together with a copy of this Decision, to the Bureau of Trademarks for information and appropriate action.

SO ORDERED.

Taguig City. 28 JUN 2017

Atty. GINALYN S. BADIOLA, LL.M. Adjudication Officer, Bureau of Legal Affairs

Spouses David Bergonia and Luzviminda Castillo v. Court of Appeals and Amado Bravo, Jr., G.R. No. 189151, 25 January 2012.