

RITEMED PHILIPPINES, INC.,
Opposer,

-versus-

EUROASIA PHARMACEUTICALS, INC.,
Respondent-Applicant.

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IPC No. 14-2016-00427
Opposition to:
Appln. Serial No. 4-2016-001191
Date Filed: 03 February 2016

TM: CETRIZ

X-----X

NOTICE OF DECISION

OCHAVE & ESCALONA

Counsel for Opposer
No. 66 United Street,
Mandaluyong City

EUROASIA PHARMACEUTICALS, INC.

Respondent- Applicant
Unit 1201, 12th Floor AIC Burgundy Empire Tower
ADB Avenue, Ortigas Business Center
Pasig City

GREETINGS:

Please be informed that Decision No. 2017 - 203 dated 07 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.

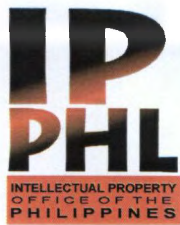
Taguig City, 07 June 2017.

MARILYN F. RETUAL
IPRS IV

Bureau of Legal Affairs

Republic of the Philippines
INTELLECTUAL PROPERTY OFFICE

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RITEMED PHILIPPINES, INC.,
Opposer,
 -versus-
 EUROASIA PHARMACEUTICALS, INC.,
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IPC No. 14-2016-00427
 Opposition to:
 Application No. 4-2016-001191
 Date Filed: 03 February 2016
 Trademark: "CETRIZ"

Decision No. 2017- 203

DECISION

RITEMED PHILIPPINES, INC.¹ ("Opposer") filed an opposition to Trademark Application Serial No. 4-2016-001191. The application, filed by Euroasia Pharmaceuticals, Inc.² ("Respondent-Applicant"), covers the mark "CETRIZ" for use on "pharmaceutical preparations" under Class 05 of the International Classification of Goods and Services.³

The Opposer alleges:

x x x
"GROUNDS FOR OPPOSITION"

"The grounds for this Verified Notice of Opposition are as follows:

"7. The mark 'CETRIZ' applied for by Respondent-Applicant so resembles the trademark 'CETRIN' owned by Opposer and duly registered with this Honorable Bureau prior to the publication of the application for the mark 'CETRIZ'.

"8. The mark 'CETRIZ' will likely cause confusion, mistake and deception on the part of the purchasing public, most especially considering that the opposed mark 'CETRIZ' is applied for the same class and goods as that of Opposer's trademark 'CETRIN', i.e., Class 5 of the International Classification of Goods for pharmaceutical preparations.

"9. The registration of the mark 'CETRIZ' in the name of the Respondent-Applicant will violate Sec. 123.1 (d) of the IP Code, which provides, in part, that a mark cannot be registered if it:

x x x

¹With address at 2nd Floor, Dolmar Building, Mandaluyong City, Metro Manila, Philippines.
²With address at Unit 1201, 12TH Floor AIC Burgundy Empire Tower ADB Ave., Ortigas Business Center, Pasig City, Metro Manila, Philippines.
³The Nice Classification is a classification of goods and services for the purpose of registering trademark and service marks, based on a multilateral treaty administered by the World Intellectual Property Organization. The treaty is called the Nice Agreement Concerning the International Classification of Goods and Services for the Purposes of the Registration of Marks concluded in 1957.

"10. Under the above-quoted provision, any mark which is similar to a registered mark shall be denied registration in respect of similar or related goods or if the mark applied for nearly resembles a registered mark that confusion or deception in the mind of the purchasers will likely result.

"11. Respondent-Applicant's use and registration of the trademark 'CETRIZ' will diminish the distinctiveness of Opposer's trademark 'CETRIN'.

"ALLEGATIONS IN SUPPORT OF THE OPPOSITION

"In support of this Verified Notice of Opposition, Opposer will rely upon and prove the following facts:

"12. Opposer is engaged in the marketing and sale of a wide range of pharmaceutical products and is the the registered owner of the trademark 'CETRIN'.

"12.1. The trademark application for the trademark 'CETRIN' was filed with the Philippines Patent Office on 20 September 1965 by Westmont Pharmaceuticals, Inc. ('Westmont') and was approved for registration on 11 April 1966 to be valid for a period of twenty (20) years, or until 11 April 1986.

"12.2. Prior to the lapse of twenty (20) year period, Westmont filed a renewal application for the trademark 'CETRIN', which was accordingly granted and to be valid for another period of twenty (20) years, or until 11 April 2006.

x x x

"12.3. Before the expiration of the registration, Westmont timely filed a petition for renewal of registration, which was accordingly granted and valid for another period of ten (10) years, or until 11 April 2016. A certified true copy of Certificate of RENEWAL of Registration No. 12218 is attached hereto as Exhibit 'C'; and made an integral part hereof.

"12.4. Prior to the expiration of the registration, Westmont timely filed another renewal application with the IPO, which was accordingly approved. A certified true copy of the Notice of Issuance is attached hereto as Exhibit 'D' and made an integral part hereof.

"12.5. Subsequently, on 1 August 2016, Westmont assigned the trademark 'CETRIN' to herein Opposer. A certified true copy of the Assignment of Registered Trademark notarized 1 August 2016 duly filed with the IPO on 8 August 2016 is attached hereto as Exhibit 'E' and made an integral part hereof.

"12.6. Thus, the registration of the trademark 'CETRIN' subsists and remains valid to date.

"13. The trademark 'CETRIN' has been extensively used in commerce in the Philippines.

"13.1. Westmont, Opposer's predecessor, has dutifully filed Affidavits of Use pursuant to the requirement of law. Copies of the Affidavits of Use are attached hereto x x x

"14. By virtue of the foregoing, there is no doubt that Opposer has acquired an exclusive ownership over the trademark, 'CETRIN' to the exclusion of all others.

"15. As provided in Section 138 of the IP Code, 'A certificate of registration of a mark shall be 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.'

"16. The registration of Respondent-Applicant's mark 'CETRIZ' will be contrary to Section 123.1 (d) of the IP Code. 'CETRIZ' is confusingly similar to Opposer's trademark 'CETRIN'.

"16.1. There are no set rules that can be deduced in particularly ascertaining whether one trademark is confusingly similar to, or is a colorable imitation of, another. Nonetheless, jurisprudence provides enough guidelines and tests to determine the same.

"16.1.1 In fact, in Societe' Des Produits Nestle', S.A. vs. Court of Appeals [356 SCRA 207, 216] the Supreme Court, citing Ethepa v. Director of Patents, held '[i]n determining if colorable imitation exists, jurisprudence has developed two kinds of tests - the Dominancy Test and the Holistic Test. The test of dominancy focuses on the similarity of the prevalent features of the competing trademarks which might cause confusion or deception and thus constitute infringement. On the other side of the spectrum, the holistic test mandates that the entirety of the marks in question must be considered in determining confusing similarity.

"16.1.2 It is worthy to note at this point that in Societe' Des Produits Nestle', S.A. vs. Court of Appeals [Supra, p. 221,] the Supreme Court held "[T]he totality or holistic test only relies on visual comparison between two trademarks whereas the dominancy test relies not only on the visual but also on the aural and connotative comparisons and overall impressions between the two trademarks."

"16.1.3 Relative thereto, the Supreme Court in McDonalds' Corporation vs. L.C. Big Mak Burger, Inc. [437 SCRA 10] held:

x x x

"16.1.4. This was affirmed in McDonald's Corporation vs. MacJoy Fastfood Corporation (514 SCRA 95, 107-108 [2007]), which held that, '[t]he Court has consistently used and applied the dominancy test in determining confusing similarity or likelihood of confusion between competing trademarks.'

"16.1.5. In fact, the dominancy test is 'now explicitly incorporated into law in Section 155.1 of the Intellectual Property Code,

which defines infringement as the colorable imitation of a registered mark xxx or a dominant feature thereof.' x x x

"16.1.6. Thus, applying the dominancy test in the instant case, it can be readily concluded that the mark 'CETRIZ', owned by Respondent-Applicant, so resembles Opposer's trademark 'CETRIN', that it will likely cause confusion, mistake and deception on the part of the purchasing public.

"16.1.6.1. Respondent-Applicant's mark 'CETRIZ' appears and sounds almost the same as Opposer's trademark 'CETRIN'.

"16.1.6.2. The first five (5) letters of Respondent-Applicant's mark 'C-E-T-R-I-Z' are exactly the first five (5) of Opposer's trademark 'C-E-T-R-I-N'. In fact, the only difference is the last letter, which by itself would not and could not eliminate the possibility of confusion between the two (2) marks.

"16.1.6.3. Both marks are composed of six (6) letters.

"16.1.6.4. Both marks are composed of two (2) syllables, i.e., Respondent-Applicant's mark CET/RIZ and Opposer's mark CET/RIN.

"16.1.6.5. As held by this Honorable Bureau in a recent decision in the case of United Home Products, Inc. vs. TGP Pharma, Inc. docketed as IPC No. 14-2014-00532, [c]onfusion cannot be avoided by merely adding, removing, or changing some letters of a registered mark. x x x

"16.1.7. Clearly, Respondent-Applicant's mark 'CETRIZ' adopted the dominant features of the Opposer's trademark 'CETRIN';

"16.1.8. As further ruled by the High Court in the McDonald's Corporation case (supra, p. 33-34 [2004]):

x x x

"16.1.9. In American Wire & Cable Co., vs. Director of Patents (31 SCRA 544, 547-548 [1970]), the Supreme Court explained:

x x x

"16.2. Opposer's trademark 'CETRIN' and Respondent-Applicant's mark 'CETRIZ' are practically identical marks in sound and appearance that they leave the same commercial impression upon the public.

"16.3. Thus, the two marks can easily be confused for one over the other, most especially considering that the opposed mark 'CETRIZ' is applied for the same class and goods as that of Opposer's trademark 'CETRIN' under Class 05 of the International Classification of Goods for pharmaceutical preparations.

"16.4 Nevertheless, Respondent-Applicant still filed a trademark application for 'CETRIZ' despite its knowledge of the existing trademark registration of 'CETRIN', which is confusingly similar thereto in both its sound and appearance, to the extreme damage and prejudice of Opposer.

"16.5. 'x x x When, as in the present case, one applies for the registration of a trademark or label which is almost the same or very closely resembles one already used and registered by another, the application should be rejected and dismissed outright, even without any opposition on the part of the owner and user of a previously registered label or trademark, this not only to avoid confusion on the part of the public, but also to protect an already used and registered trademark and established goodwill. x x x

"16.6. Opposer's intellectual property right over its trademark is protected under Section 147.1 of the IP Code, which states:

x x x

"17. To allow Respondent-Applicant to market its products bearing the mark 'CETRIZ' undermines Opposer's right to its trademark 'CETRIN'. As the lawful owner of the trademark 'CETRIN', Opposer is entitled to prevent the Respondent-Applicant from using a confusingly similar mark in the course of trade where such would likely mislead the public.

"17.1. Being the lawful owner of 'CETRIN', Opposer has the exclusive right to use and/or appropriate the said marks and prevent all third parties not having its consent from using in the course of trade identical or similar marks, where such would result in a likelihood of confusion.

"17.2. By reason of Opposer's ownership of the trademark 'CETRIN', it also has the right to prevent the third parties, such as Respondent-Applicant, from claiming ownership over Opposer's trademark or any depiction similar thereto, without its authority or consent.

"17.3. Moreover, following the illustrative list of confusingly similar sounds in trademarks cited in the McDonald's Corporation case (supra, p. 34 [2004]), it is evident that Respondent-Applicant's mark 'CETRIZ' is aurally confusingly similar to Opposer's trademark 'CETRIN'.

x x x

"17.4. Further, the fact that Respondent-Applicant seeks to have its mark 'CETRIZ' registered in the same class (Nice Classification 05) as Opposer's trademark 'CETRIN' will undoubtedly add to the likelihood of confusion among the purchasers of these two goods.

"18. The registration and use of Respondent-Applicant's confusingly similar mark 'CETRIZ' on its goods will enable the latter to obtain benefit from Opposer's reputation and goodwill, and will tend to deceive and/or confuse the public into believing that Respondent-Applicant is in any way connected with Opposer.

"18.1. As held in Sterling Products International, Inc. vs. Farbenfabriken Bayer Aktiengesellschaft, et. al. (27 SCRA 1214, 1227 [1968]) there are two types of confusion in trademark infringement. '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 brought as the plain' The other is the confusion of business: 'Here 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 be deceived either into that belief or into the belief that there is some connection between the plaintiff and defendant which, in fact, does not exist."

"18.2. The doctrine of confusion of business or origin is based on cogent reasons of equity and fair dealing. It has to be realized that there can be unfair dealing by having one's business reputation confused with another. 'The owner of a trademark or trade name has a property right in which he is entitled to protection, since there is damage to him from confusion of reputation or goodwill in the mind of the public as well as from confusion of goods.' (Ang vs. Teodoro, 74 Phil 50, 55-56 [1942])

"18.3. Applying the foregoing to the instant case, to allow Respondent-Applicant to use its mark 'CETRIZ' on its product would likely cause confusion or mistake in the mind of the public or deceive purchasers into believing that the product of Respondent-Applicant with a mark 'CETRIZ' originated from or is being manufactured by Opposer, or at the very least, is connected or associated with the 'CETRIN' product of Opposer, when such connection does not exist.

"18.4. In Canon Kabushiki Kaisha vs. Court of Appeals (336 SCRA 266, 275 [2000]), the Supreme Court explained that:

x x x

"18.5. Clearly, the scope of protection accorded to trademark owners includes not only confusion of goods but also confusion of origin. As in this case, there is undoubtedly also a confusion of the origin of the goods covered by the marks of Respondent-Applicant and Opposer, which should not be allowed.

"19. Respondent-Applicant's use of the mark 'CETRIZ' in relation to any of the goods covered by the opposed application, if these goods are considered not similar or closely related to the goods covered by Opposer's trademark 'CETRIN', will undermine the distinctive character or reputation of the latter trademark. Potential damage to Opposer will be caused as a result of its inability to control the quality of the products put on the market by Respondent-Applicant under the mark 'CETRIZ'.

"20. In case of grave doubt, the rule is that, '[a]s between a newcomer who by the confusion has nothing to lose and everything to gain and one who by honest dealing has already achieved favor with the public, any doubt should be resolved against the newcomer inasmuch as the field from which he can select a desirable trademark to indicate the origin of his product is obviously a large one.' (Del Monte Corporation, et. al. vs. Court of Appeals, 181 SCRA 410, 420 [1990])

"20.1. In American Wire & Cable Co., vs. Director of Patents (supra, p. 551), it was observed that:

x x x

"20.2. When a newcomer used ,without a reasonable explanation, a confusingly similar if not at all identical, trademark as that of another 'though

the field of its selection was so broad, the inevitable conclusion is that it was done deliberately to deceive.'

"21. Thus, Opposer's interests are likely to be damaged by the registration and use of the Respondent-Applicant of the mark 'CETRIZ'. The denial of the application subject of this opposition is authorized under the IP Code.

"22. In support of the foregoing, the instant Notice of Opposition is herein verified by Mr. Vincent Patrick L. Guerrero, which will likewise serves as his affidavit. (Nasser vs. Court of Appeals, 191 SCRA 783, 792-793 [1990])

The Opposer's evidence consists of copies of pertinent page of the IPO E-Gazette released on 11 July 2016; a copy of Principal Register No. 12218 for the trademark "CETRIN"; a copy of Certificate of Renewal of Registration No. 12218; a copy of the Notice of Issuance with mailing date 21 June 2016; a copy of the Assignment of Registered Trademark filed on 8 August 2016; and copies of the Affidavits of Use for the mark "CETRIN".⁴

This Bureau issued a Notice to Answer and served a copy thereof upon Respondent-Applicant on 06 September 2016. Said Respondent-Applicant, however, did not file an Answer.

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

The Opposer anchors its opposition on Sections 123.1, paragraph (d) of Republic Act No. 8293, also known as the Intellectual Property Code of the Philippines ("IP Code"), to wit:

Sec. 123.Registrability. - 123.1. A mark cannot be registered if it:

x x 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;"

Records show that at the time the Respondent-Applicant filed its trademark application on 03 February 2016, the Opposer already owns trademark registration for "CETRIN" under Registration No. 12218 issued on 11 April 1966 and renewed on 11 April 2006. The registration covers "vitamin C (Ascorbic Acid)" under Class 05. On the other hand, the trademark application of Respondent-Applicant covers the mark "CETRIZ" for use on "pharmaceutical preparations" under Class 05.

⁴Marked as Exhibits "A" to "F", inclusive.

Hence, the question, does CETRIZ resemble CETRIN such that confusion or deception is likely to occur? The marks are shown below:

Cetrin

Opposer's trademark

Cetriz

Respondent-Applicant's mark

This Bureau finds that while the pharmaceutical products indicated in Respondent-Applicant's trademark application are not exactly similar to those covered by the Opposer's registration, confusion is still likely to occur in this instance because of the close resemblance between the marks and that the goods are for human consumption. Respondent-Applicant's mark CETRIZ adopted the dominant features of Opposer's mark CETRIN. CETRIZ appears and sounds almost the same as Opposer's trademark CETRIN. Both CETRIZ and CETRIN marks have six (6) letters. The five (5) letters of both marks are the same. Both have two (2) syllables, "CET-RIN" and "CET-RIZ". Respondent-Applicant merely changed the last letter "N" in Opposer's CETRIN with the letter "Z" to come up with the mark CETRIZ. A mistake in the dispensation of drugs is possible. Likewise, it could result to mistake with respect to perception because the marks sound so similar. Under the idem sonans rule, the following trademarks were held confusingly similar in sound: "BIG MAC" and "BIG MAK"⁵, "SAPOLIN" and LUSOLIN"⁶, "CELDURA" and "CORDURA"⁷, "GOLD DUST" and "GOLD DROP". The Supreme Court ruled that similarity of sound is sufficient ground to rule that two marks are confusingly similar, to wit:

Two letters of "SALONPAS" are missing in "LIONPAS": the first letter a and the letter s. Be that as it may, when the two words are pronounced, the sound effects are confusingly similar. And where goods are advertised over the radio, similarity in sound is of especial significance...."SALONPAS" and "LIONPAS", when spoken, sound very much alike. Similarity of sound is sufficient ground for this Court to rule that the two marks are confusingly similar when applied to merchandise of the same descriptive properties.⁸

It is emphasized that the function of a trademark is to point out distinctly the origin or ownership of the goods to which it is affixed; to secure to him, who has been instrumental in bringing into the market a superior article of merchandise, the fruit of his industry and skill; to assure the public that they are procuring the genuine article; to prevent fraud and imposition; and to protect the manufacturer against substitution and

⁵ *MacDonalds Corp, et. al v. L. C. Big Mak Burger*, G.R. No. L-143993, 18 August 2004.

⁶ *Sapolin Co. v. Balmaceda and Germann & Co.*, 67 Phil, 705.

⁷ *Co Tiong SA v. Director of Patents*, G.R. No. L- 5378, 24 May 1954; *Celanes Corporation of America vs. E. I. Du Pont de Nemours & Co.* (1946), 154 F. 2d 146 148.)

⁸ *Marvex Commerical Co., Inc. v. Petra Hawpia & Co., et. al.*, G.R. No. L-19297, 22 Dec. 1966.

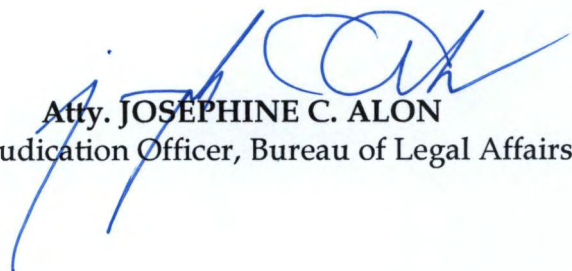
sale of an inferior and different article as his product.⁹ This Bureau finds that the mark applied for registration by the Respondent-Applicant does not meet this function.

In conclusion, the subject trademark application is covered by the proscription under Sec. 123.1(d) (iii) of the IP Code.

WHEREFORE, premises considered, the instant Opposition to Trademark Application No. 4-2016-001191 is hereby SUSTAINED. Let the filewrapper 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, 07 JUN 2017.


Atty. JOSEPHINE C. ALON
Adjudication Officer, Bureau of Legal Affairs

⁹ *Pribhdas J. Mirpuri v. Court of Appeals*, G.R. No. 114508, 19 November 1999, citing *Ethepta v. Director of Patents, supra, Gabriel v. Perez*, 55 SCRA 406 (1974). See also Article 15, par. (1), Art. 16, par. (1), of the Trade Related Aspects of Intellectual Property (TRIPS Agreement).