ESTTA Tracking number:

ESTTA751137 06/08/2016

Filing date:

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD

Proceeding	92054408
Party	Plaintiff Hublot of America, Inc.
Correspondence Address	JOHN P MARGIOTTA FROSS ZELNICK LEHRMAN AND ZISSU PC 866 UNITED NATIONS PLAZA NEW YORK, NY 10017 UNITED STATES aleipsic@fzlz.com, jmargiotta@fzlz.com, jinsley-pruitt@fzlz.com, mort-iz@fzlz.com
Submission	Motion to Suspend for Civil Action
Filer's Name	Scott J. Slavick
Filer's e-mail	trademarks@bfkn.com
Signature	/Scott J. Slavick/
Date	06/08/2016
Attachments	HBLA-0004 Stipulated Motion.pdf(61108 bytes)

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD

HUBLOT OF AMERICA, INC.,

Petitioner,

- against
SOLID 21 INCORPORATED,

Registrant.

STIPULATED MOTION TO SUSPEND PROCEEDINGS PENDING RESOLUTION OF THE CIVIL ACTION

Pursuant to Trademark Rule of Practice 2.117(a), 37 C.F.R. § 2.117(a), Petitioner Hublot of America, Inc. ("Petitioner") and Registrant Solid 21 Incorporated ("Registrant") hereby jointly move for the Trademark Trial and Appeal Board (the "Board") to suspend these proceedings pending termination of a civil action involving the mark at issue herein, RED GOLD.

BACKGROUND

The Petition for Cancellation herein seeks cancellation of Registrant's Registration No. 2793987 for the mark RED GOLD on the basis that the phrase "red gold" is generic and cannot function to indicate source. That same issue—whether Registrant's RED GOLD mark is generic and therefore invalid—is pending before the United States Court of Appeals for the Ninth Circuit. *Solid 21 Inc. v. Hublot of America, et al.*, No. 15-56036.

Registrant instituted a suit against Petitioner in the United States District Court for the Central District of California on January 14, 2011, alleging, among other things, trademark

1202619.v3

infringement of Registrant's purported RED GOLD trademark. See Solid 21, Inc. v. Hublot of America, et al., Case No. 2:11-cv-0468-DMG-JC (C.D. Cal.) (hereinafter, the "Civil Action"). In the Civil Action, Petitioner denied the salient allegations of the complaint, asserted affirmative defenses including that the Registrant's purported RED GOLD mark is generic, and filing counterclaims seeking declaratory judgment as to the invalidity of Registrant's RED GOLD trademark and cancellation of Registrant's trademark registration.

On August 11, 2011, the Civil Action was taken off the Court's active calender after a parallel case held that Solid 21's RED GOLD registration was invalid because the mark is generic. *Solid 21, Inc. v. Breitling USA, Inc.*, No. 11-0457, 2011 WL 2938209 (C.D. Cal. July 19, 2011). On March 19, 2013, the Ninth Circuit reversed the decision, holding that defendant's challenge could not be resolved on a motion to dismiss. *Solid 21, Inc. v. Breitling USA, Inc.*, 512 F. App'x 685, 687 (9th Cir. 2013). The Civil Action thereafter resumed, and on January 6, 2014, Registrant filed an amended complaint, which Petitioner answered on January 8, 2014, again denying the salient allegations of the amended complaint, asserting affirmative defenses including that the Registrant's purported RED GOLD mark is generic, and filing counterclaims seeking declaratory judgment as to the invalidity of Registrant's RED GOLD trademark and cancellation of Registrant's trademark registration.

On January 3, 2014, Petitioner filed a motion in the Civil Action (the "Summary Judgment Motion") seeking summary judgment on all of Registrant's claims and Petitioner's counterclaims. On September 29, 2014, the district court denied Petitioner's Summary Judgment Motion (the "September 29th Order"). On October 29, 2014, Petitioner filed a motion to certify the denial for interlocutory appeal (the "Motion for Interlocutory Appeal"), and on November

10, 2014, pursuant to Court Order, filed a Supplemental Memorandum regarding the Motion for Interlocutory Appeal.

On June 12, 2015, the district court granted Petitioner's motion for reconsideration, denied the motion to certify its September 29, 2014 Order for interlocutory appeal as moot, vacated its September 29, 2014 Order, and issued an Amended Order granting Petitioner's Motion for Summary Judgement finding that Registrant's RED GOLD trademark is invalid as generic and therefore not entitled to trademark protection.

Registrant timely filed a notice of appeal on July 2, 2015, and that appeal is now pending in the Ninth Circuit Court of Appeals. *See Solid 21 Inc. vs. Hublot of America, et al.*, No. 15-56036 (9th Cir.). Registrant-Appellant filed its opening brief on April 18, 2016. Pursuant to the Ninth Circuit's May 21, 2016 Order, Petitioner-Appellee's answering brief is due on July 18, 2016. Registrant-Appellant's optional reply brief is due fourteen days from the service of the answering brief. Therefore, the appeal remains pending.

ARGUMENT

Pursuant to 37 C.F.R. § 2.117, "[w]henever it shall come to the attention of the Trademark Trial and Appeal Board that a party or parties to a pending case are engaged in a civil action . . . which may have a bearing on the case, proceedings before the Board may be suspended until termination of the civil action . . . " See also T.B.M.P. § 510.02(a). The resolution of the pending Civil Action will bear directly on, and may be dispositive of, this Cancellation proceeding. Indeed, the Board routinely grants motions to suspend opposition and cancellation proceedings pending the outcome of a pending civil action on the grounds that such actions may be dispositive of the inter partes proceedings. T.B.M.P. § 510.02(a); see also The

Other Tel. Co. v. Conn. Nat'l Tel. Co. Inc., 181 U.S.P.Q. 125, 126 (T.T.A.B. 1974) (suspending opposition proceeding during pendency of district court action where Opposer was seeking to enjoin Applicant from using the mark at issue in the opposition proceeding).

Here, both the Civil Action and the Cancellation relate directly to whether the RED GOLD mark is generic and therefore incapable as functioning as a mark. A decision by the Ninth Circuit Court of Appeals, or by the Central District of California on remand, that the RED GOLD mark is generic will be determinative of the issues raised in the Cancellation. Accordingly, a suspension is appropriate pending a final determination in the Civil Action.

CONCLUSION

For the reasons set forth above, the parties jointly move the Board to suspend these proceedings until final resolution of the pending Civil Action between the parties.

Dated:

Chicago, Illinois June 8, 2016

BARACK FERRAZZANO

KIRSCHBAUM & NAGELBERG LLP

By:

Wendi E. Sloane Robert E. Shapiro Scott J. Slavick

200 W. Madison Street, Suite 3900

Chicago, Illinois 60606 Tel: (312) 984-3100

Email: Wendi.Sloane@bfkn.com Robert.Shapiro@bfkn.com

Scott.Slavick@bfkn.com

Attorneys for Petitioner

Dated: Los Angeles, California

June 8, 2016

KASHFIAN & KASHFIAN LLI

3y: <u>U</u>

Robert A Kashfian, Esq.

Ryan D. Kashfian, Esq.

1875 Century Park East, Suite 1340

Los Angeles, CA/90067-2501

Tel: (310) 751-7578

Email: robert@kashfianlaw.com ryan@kashfianlaw.com

Attorneys for Registrant

CERTIFICATE OF SERVICE

I hereby certify that on this 8th day of June 2016, I caused a true and correct copy of the foregoing STIPULATED MOTION TO SUSPEND PROCEEDINGS PENDING

RESOLUTION OF THE CIVIL ACTION to be served upon counsel for Registrant at the following address:

Robert A. Kashfian, Esq. Ryan D. Kashfian, Esq. 1875 Century Park East, Suite 1340 Los Angeles, CA 90067

Scott J. Slavick