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#### <u>INTRODUCTION</u>

1. On or about May 28, 1997, defendant Gary Loomis ("Gary Loomis")
sold all of his interest in G. Loomis Products, Inc., which owned all shares of plaintiff
G. Loomis, Inc. ("GLI" or "Plaintiff"). GLI is the owner of an incontestable federal
trademark registration for the "G. Loomis" trademark as well as the common law
rights thereto (the "G. Loomis Mark") which is widely used in connection with
fishing equipment and other sporting goods distributed throughout the United States.
The G. Loomis Mark represents the goodwill of GLI, and is extremely valuable in
light of the fame of the G. Loomis brand. This mark is thus a key asset of GLI, and
helps GLI distinguish its goods and services from competitors and prevent consumer
confusion. For many years after the sale, Gary Loomis continued to work with GLI
as an employee. Notwithstanding his status as a key GLI employee, Gary Loomis
used the G. Loomis Mark on fishing baits in July 2007 and at the beginning of 2008,
Gary Loomis secretly had the domain name loomisfishing.com registered by Jon
Bial. In addition, while still employed by GLI, Gary Loomis began working on
fishing-related equipment with defendant Targus Fly & Feather, Inc. ("Targus").
Then in May 2008, Gary Loomis terminated his employment with GLI and the next
month incorporated defendant Loomis/Borger Outdoor Holdings, Inc. in Washington
State. Shortly thereafter, GLI learned that Gary Loomis was using the G. Loomis
Mark in connection with the distribution and sale of fishing equipment to and through
Targus and other retail outlets, in violation of GLI's rights.

2. To protect its rights, GLI sent a letter to Gary Loomis asking that he and his new companies discontinue using the G. Loomis Mark. However, Gary Loomis refused to discontinue the use. Despite continued attempts by GLI to persuade Gary Loomis to stop his infringing activity, Gary Loomis and the other defendants continue to use infringing trademarks. Left with no other recourse, GLI now brings this Complaint and alleges as follows:

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#### JURISDICTION AND VENUE

- Plaintiff brings this action for injunctive relief and damages for *inter* 3. alia, federal trademark infringement, false designation of origin, violation of the Cyberpiracy Act (15 U.S.C. §§ 1114, 1125(a) &(d)), and California State trademark infringement and trade name infringement (Cal. Bus. & Prof. Code §§ 14335 & 14402). This Court has subject matter jurisdiction over the federal question claims pursuant to 28 U.S.C. §§ 1331 and 1338(a). This Court has supplemental jurisdiction over the claims alleging violations of State law pursuant to 28 U.S.C. §§ 1338(b) and 1367(a).
- 4. Venue is proper in this Court because the allegations and issues in this suit arise out of the May 28, 1997 Purchase Agreement, by which Gary Loomis sold his interests in G. Loomis Products, Inc. The Purchase Agreement provides:

"[A]ny judicial proceeding arising out of this Agreement or any matter related hereto may be brought only in the courts of the State of California for the County of Orange, or in the United States District Court for the Central District of California, and by execution and delivery of this Agreement, each of the parties to this Agreement accepts for itself the exclusive jurisdiction of the aforesaid courts, and irrevocably agrees to be bound by any judgment rendered thereby in connection with this Agreement, but no party waives its right to appeal any judgment or order."

5. In addition, Plaintiff is informed and believes, and on that basis alleges. that defendants have sold their products bearing the G. Loomis Mark or marks confusingly similar to the G. Loomis Mark to businesses and individuals in California. Consequently, Defendants have, in addition to violating Plaintiff's federal rights, violated rights afforded to Plaintiff under California law in California and have subjected themselves to California law, California jurisdiction, and to California as a venue.

#### THE PARTIES

Plaintiff is a Washington State corporation having its principal place of 6.

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business at 1359 Downriver Drive, Woodland, Washington 98674.

- 7. GLI is informed and believes, and on that basis alleges, that Gary Loomis is an individual having his principal place of residence at 2612 N.E. 434th Street, Woodland, Washington 98674.
- 8. GLI is informed and believes, and on that basis alleges, that defendant Loomis/Borger Outdoors Holdings, Inc. is a Washington State corporation having its principal place of business at 1760 Downriver Drive, Woodland, Washington 98674.
- GLI is informed and believes, and on that basis alleges, that Targus Fly & Feather, Inc. ("Targus") is a Washington State corporation having its principal place of business at 1760 Downriver Drive, Woodland, Washington 98674.
- 10. GLI is informed and believes, and on that basis alleges, that defendant Loomis Outdoors, Inc. ("Loomis Outdoors, Inc.") is a corporation of unknown origin having his principal place of business at 2612 N.E. 434th Street, Woodland, Washington 98674.
- 11. Plaintiff is unaware of the true names and capacities, whether individual, corporate, associate or otherwise, of defendants Does 1 through 10, inclusive, or any of them, and therefore sues these defendants, and each of them, by such fictitious name. Plaintiff will amend this Complaint when the identities of these defendants are ascertained. Gary Loomis, Loomis/Borger Outdoors Holdings, Inc., Targus Fly & Feather, Inc., Loomis Outdoors, Inc. and Does 1 through 10, inclusive, shall collectively be referred to as "Defendants."
- Plaintiff is informed and believes, and on that basis alleges, that each 12. defendant conspired and acted in concert with each other to commit the wrongs against GLI alleged herein, and in doing so were at all relevant times the agents, servants, employees, principals, joint venturers, alter egos and/or partners of each other. GLI is further informed and believes, and on that basis alleges, that in doing the things alleged in this Complaint, each defendant was acting within the scope of authority conferred upon that defendant by the consent, approval and/or ratification of

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the other defendants, whether said authority was actual or apparent.

### FACTS COMMON TO ALL CLAIMS FOR RELIEF GLI Owns the G. Loomis Mark

- 13. Gary Loomis founded his namesake company, G. Loomis, Inc. (as defined above, "GLI"), in 1982. In the ensuing years, GLI and its trademarks "G. Loomis" and "Loomis" (collectively, the "G. Loomis Mark") became synonymous with high-end, high quality, innovative fishing equipment.
- Today, due to their high quality, GLI fishing rods have become especially well known and are recognized throughout the world. GLI fishing rods are made from proprietary combinations of resins and composite sheets. The employees that make the rods have an average of over 10 years experience working with the company. Also, GLI does not rely on the designs of Gary Loomis alone. For example, thirteen time world casting champion and thirty-six time national casting champion, Steve Rajeff, is an employee of GLI and a key designer of GLI rods.
- 15. GLI fishing equipment is sold at hundreds of outdoor activity related retail shops and sporting goods stores in the United States and on the Internet. In addition, GLI products are distributed internationally, in Asia, Europe, Latin America and the South Pacific.
- 16. The recognition associated with the G. Loomis Mark has allowed GLI to expand its product offerings beyond fishing equipment and into travel luggage and clothing apparel.
- 17. GLI owns all rights and title to the G. Loomis Mark and any marks confusingly similar thereto. As parts of its efforts to protect its rights in the G. Loomis Mark, GLI registered the mark on March 12, 1991 and was awarded United States Trademark Registration No. 1,637,672. A true and correct copy of the registration is attached hereto as Exhibit A.
- 18. GLI has diligently maintained the G. Loomis Mark and has spent considerable sums to promote its products under the G. Loomis Mark. GLI also owns

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and maintains the website www.gloomis.com, where it provides information to the

19. GLI has exclusively and continually used the G. Loomis Mark in commerce for well over 25 years. The G. Loomis Mark has also been registered for over 15 years. Consequently, the federal registration for the G. Loomis Mark is incontestable.

#### Defendant's Bad Faith Infringement of GLI's Rights

- 20. On or about May 28, 1997, Gary Loomis sold all of his interest in Gary Loomis Products, Inc., the company which owned GLI. Gary Loomis Products, Inc., was sold for close to \$9 million, of which Gary Loomis received the majority share. Two days later, Gary Loomis entered into an employment agreement with GLI whereby he continued to work for the company. Titled as "Founder," Gary Loomis' duties at GLI included advising the company on the design and manufacture of fishing rods and reels and related equipment; endorsing, promoting and taking other action as reasonably requested by GLI to promote the reputation of GLI's products; and providing other advise and counsel as requested by GLI, for which he was well compensated.
- 21. At the time of the sale of GLI, Gary Loomis was well aware that GLI owned and was using the G. Loomis Mark.
- 22. By 2006, Gary Loomis' role in his namesake company had diminished to a promotional capacity. Under a new agreement (the "2006 Employment Agreement"), memorialized in an email dated April 24, 2006 from the Executive Director of GLI to Gary Loomis, Gary Loomis was only committed to working 90 days a year, and only in a promotional capacity. For his work, Gary Loomis was paid a salary plus other benefits. In addition to his salary, Gary Loomis was also compensated for agreeing to a non-compete restriction that allowed Gary Loomis to

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pursue other business plans "as long as there are no conflicts with [the 2006]
Employment Agreement] or [GLI's] business plans." The 2006 Employment
Agreement was effective for three years, or until either party terminated the
Agreement in writing with 30 days notice.

- 23. In July of 2007, while Gary Loomis was still employed at GLI, GLI became aware that Gary Loomis was offering a product called Gary Loomis Spinnerbaits at the International Convention of Allied Sportfishing Trades ("ICAST"). Shortly, after the convention, GLI confronted Gary Loomis about this use of the G. Loomis Mark and was told by Gary Loomis that he would discontinue using the mark.
- 24. GLI is informed and believes, and on that basis alleges, that despite still being an employee of GLI and still owing duties to GLI, Gary Loomis caused the web domain loomisfishing.com to be registered on January 3, 2008. Jon Bial registered the domain name for Gary Loomis. Gary Loomis never informed GLI that he was causing the domain to be registered, and he did not transfer possession of the web domain to GLI. GLI is also informed and believes, and on that basis alleges that Gary Loomis also began working with Targus against GLI's interest early in 2008.
- 25. In May 2008, Gary Loomis terminated his relationship with GLI. On the web domain loomisfishing.com, Gary Loomis posted a webpage in which he thanked the public for their support, informed them of his departure from GLI and promoted his new line of fishing equipment, available through Targus, a company incorporated with the Washington Secretary of State in April 2008.
- The following month in June 2008, the corporation Loomis/Borger 26. Outdoors Holdings, Inc. was formed in Washington State, with Gary Loomis listed as the Chairman.
- In or about June 2008, an Executive Summary for Loomis Outdoors, Inc. 27. was made public.
  - The Loomis Outdoors, Inc. Executive Summary touted the leadership of 28.

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Loomis respectfully asking that he stop using the marks "Loomis Fishing," "Loomis Outdoors," "Gary Loomis Spinnerbaits," and "Gary Loomis Lures" because they are confusingly similar to GLI's G. Loomis Mark. GLI also asked that the domain loomisfishing.com be transferred to GLI. A true and correct copy of GLI's September 3, 2008 letter is attached as Exhibit C.

32. Unbeknownst to GLI, Loomis Outdoors, Inc. registered the domain name loomisoutdoors.com on September 4, 2008.

33. On October 1, 2008, by letter, counsel for Gary Loomis and the other Defendants refused to discontinue using the marks and refused to transfer the domain names. A true and correct copy of that letter is attached as Exhibit D.

"world famous fishing-rod designer Gary Loomis" and expected growth to becoming
a \$15 million company in 2009, and a \$90 million company in 2012. The Executive
Summary also claimed that the company was going to aggressively acquire other
fishing related businesses and produce new products, including the
GlimmerMinnow™ designed by Gary Loomis. A true and correct copy of the
Executive Summary for Loomis Outdoors, Inc. is attached as Exhibit B.

- 29. GLI is informed and believes, and on that basis alleges that in July 2008, at ICAST, Gary Loomis again offered the Gary Loomis Spinnerbaits for sale, despite his earlier promise to discontinue using the G.Loomis Mark.
- 30. By August 2008, fishing lures billed as "Gary Loomis Lures" were being sold through the website for Targus and, despite Gary Loomis' earlier representation, "Gary Loomis 4-Piece Glimmer Spinnerbait Kits" ("Gary Loomis Spinnerbaits") were being sold through the website Wal-Mart.com. The products displaying the G. Loomis Mark are still available on their respective websites at the time of the filing of this Complaint. By selling their products to and through a national retailer such as Wal-Mart.com, Inc. and through Targus' website, Defendants put their products into the national stream of commerce.

On September 3, 2008, GLI, through counsel, sent a letter to Gary

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- 34. Defendants' stated basis for refusing to discontinue use of "Loomis Outdoors" was that "Loomis Outdoors" could relate to any outdoor activity and was not restricted to fishing, and therefore was not confusingly similar to the G. Loomis Mark. The fact that the category of outdoor activities includes fishing and the fact that the Executive Summary for Loomis Outdoors, Inc. was directed towards fishing equipment were completely ignored.
- Defendants' stated basis for refusing to transfer the domain name 35. loomisfishing.com was Gary Loomis' claimed right to use his name in a domain for blogging purposes. The fact that Gary Loomis was promoting his new activities on the website was also not addressed.
- There was no response to GLI's request that they discontinue the use of 36. the mark "Gary Loomis Lures."
- On October 3, 2008, GLI's counsel emailed Defendants' counsel to point 37. out the deficiencies in Gary Loomis' position and to try to resolve the dispute outside of court to no avail. A true and correct copy of GLI's counsel's email is attached as Exhibit E. GLI has made additional attempts to convince Gary Loomis to cease his infringing activities, but he has not agreed to do so.
- 38. Defendants have infringed GLI's rights in the G. Loomis Mark by using in connection with the distribution and sale of fishing related products the marks "Gary Loomis Spinnerbaits," "Loomis Fishing," "Gary Loomis Lures" and "Loomis Outdoors, Inc." Defendants have also infringed GLI's rights by using the domain name loomisfishing.com in promoting, marketing and selling fishing related goods and/or services. Defendants' use of the domain name loomisoutdoors.com is also an infringement of GLI's rights.
- 39. The natural, probable and foreseeable result of the wrongful conduct by Defendants is to deprive GLI of business and good will, to injure GLI's reputation and to dilute the distinctive quality of GLI's G. Loomis Mark, thereby irreparably harming GLI.

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40. GLI is informed and believes, and on that basis alleges, that it has lost or will lose revenues, and has sustained or will sustain damages as a result of Defendants' wrongful conduct. GLI is further informed and believes, and on that basis alleges, that Defendants have been unjustly enriched by their improper use of GLI's G. Loomis Mark.

#### FIRST CLAIM FOR RELIEF

#### (Lanham Act - False Designation of Origin - 15 U.S.C. § 1125(a))

- Plaintiff incorporates and realleges herein by this reference Paragraphs 1 41. through 40, inclusive, as though set forth in full herein.
- 42. By virtue of Plaintiff's long standing use of the G. Loomis Mark in connection with fishing equipment, and its extensive marketing, advertising, promotion and sale of goods under the mark, the G. Loomis Mark has acquired secondary meaning whereby the consuming public associates the mark with a single source of goods and/or services.
- Defendants intended to, and did, confuse and mislead the public, and did represent and create the false impression that Plaintiff somehow authorized, originated, sponsored, approved, licensed or participated in Defendants' use of the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors" and "Loomis Fishing," and the loomisfishing.com and loomisoutdoors.com domain names.
- 44. In fact, there is no connection or association or licensing relationship between Plaintiff, on the one hand, and Defendants, on the other hand. Plaintiff has not authorized, licensed or given permission to Defendants to use the G. Loomis Mark in any manner whatsoever, including without limitation, the infringing use by Defendants of the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors," and "Loomis Fishing."
- Thus, Defendant has created and will create a false impression 45. concerning an association between Plaintiff and Defendants, and has created and will

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continue to create a false designation of the origin of Defendants' goods and/or services, and has created and will continue to create confusion as to a connection among the respective parties.

- As a direct and proximate result of Defendants' creation of a false 46. impression of association between Plaintiff and Defendants, and Defendants' creation of a false designation of the origin of Defendants' goods and/or services, Plaintiff has been damaged and will continue to be damaged. Pursuant to 15 U.S.C. §§ 1116(a) and 1125(c), Plaintiff is entitled to an order enjoining Defendants from using the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors," and "Loomis Fishing" and from any other use of Plaintiff's G. Loomis Mark or any variation thereof including in connection with Internet content or otherwise; and requiring Defendants to transfer the registration for loomisfishing.com and loomisoutdoors.com to Plaintiff. Pursuant to 15 U.S.C. §1117(a), Plaintiff is entitled to an order requiring Defendants to account to Plaintiff for any and all profits derived by Defendants from their actions; and pursuant to 15 U.S.C. § 1117(a), Plaintiff is entitled to an order awarding all damages sustained by Plaintiff caused by Defendants.
- 47. Defendants' conduct alleged herein was intentional and without foundation in law. Pursuant to 15 U.S.C. §1117(a), Plaintiff is entitled to an award of treble damages against Defendants.
- Defendants' acts make this an exceptional case under 15 U.S.C. § 1117(a), and Plaintiff is entitled to an award of attorneys' fees and costs.

#### SECOND CLAIM FOR RELIEF

#### (Lanham Act - Federal Trademark Infringement 15 U.S.C. § 1114)

- Plaintiff incorporates and realleges herein by this reference Paragraphs 1 49. through 48, inclusive, as though set forth in full herein.
- 50. Plaintiff's mark registered as United States Trademark No. 1,637,672 is inherently distinctive and/or has acquired secondary meaning designating Plaintiff as

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the source of all goods and/or services advertised, marketed, sold or used in
connection with the mark. The mark has been registered for over 15 years and
been continuously and exclusively used in commerce during that time.
Consequently, the foregoing federal registration for the G. Loomis Mark is
incontestable

- 51. Plaintiff has not authorized, licensed or given permission to Defendants to use Plaintiff's mark registered as United States Trademark No. 1,637,672 in any manner whatsoever, including without limitation the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors" and "Loomis Fishing."
- Defendants' use of the marks "Gary Loomis Lures," "Gary Loomis 52. Spinnerbaits," "Loomis Outdoors" and "Loomis Fishing" is likely to cause confusion, mistake or to deceive as to source, origin, affiliation or sponsorship.
- Unless an injunction is issued enjoining any continuing or future infringing use by Defendants of Plaintiff's mark registered as United States Trademark No. 1,637,672, including use in connection with the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors" and "Loomis Fishing," such continuing or future use is likely to continue to cause confusion, mistake or to deceive as to source, origin, affiliation or sponsorship, and to thereby irreparably damage Plaintiff.
- As a direct and proximate result of Defendants' infringing use, Plaintiff has been damaged and will continue to be damaged. Pursuant to 15 U.S.C. §§ 1116(a) and 1125(c), Plaintiff is entitled to an order enjoining Defendants from using the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors" and "Loomis Fishing," and from any other use of Plaintiff's mark registered as United States Trademark No. 1,637,672 in connection with Internet content or otherwise; and requiring Defendant to transfer the registrations for loomisfishing.com and loomisoutdoors.com to Plaintiff. Pursuant to 15 U.S.C. §§ 1125(c)(2) and 1117(a), Plaintiff is entitled to an order requiring Defendants to account to Plaintiff for any

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and all profits derived by Defendants from their actions; and pursuant to 15 U.S.C. §§ 1125(c)(2) and 1117(a), Plaintiff is entitled to an order awarding all damages sustained by Plaintiff by reason of the infringement caused by Defendants.

- 55. Defendants' conduct alleged herein was intentional and without foundation in law. Pursuant to 15 U.S.C. §1117(a), Plaintiff is entitled to an award of treble damages against Defendants.
- Defendants' acts make this an exceptional case under 15 U.S.C. 56. §1117(a), and Plaintiff is entitled to an award of attorneys' fees and costs.

#### THIRD CLAIM FOR RELIEF

(Violation of the Cyberpiracy Act - 15 U.S.C. § 1125(d) as against Gary Loomis and Loomis Outdoors, Inc. only)

- 57. Plaintiff incorporates and realleges herein by this reference Paragraphs 1 through 56, inclusive, as though set forth in full herein.
- 58. This is a claim for redress under the "Anticybersquatting Consumer Protection Act," Section 43(d) of the Trademark Act of 1946 as amended, 15 U.S.C. § 1125(d) (the "Cyberpiracy Act").
- Plaintiff is the owner of the G. Loomis Mark. Plaintiff also uses the G. 59. Loomis Mark with an active Internet web site using a "G. Loomis" domain name, including the URL "gloomis.com". As alleged above, Plaintiff's G. Loomis Mark has been used in connection with fishing equipment for more than 25 years. Plaintiff has grown significantly through the investment of substantial time, money and effort, and has developed substantial goodwill in connection with its goods and services under the G. Loomis Mark.
- Notwithstanding Plaintiff's exclusive rights to the G. Loomis Mark, and 60. without its permission or consent, defendants Gary Loomis and Loomis Outdoors, Inc. caused the registration of the domain names loomisfishing.com and loomisoutdoors.com with an Internet domain name registrar.

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	61.	Defendants have ignored Plaintiff letters requesting that they cease and
desist	from	claiming any right to use of loomisfishing.com and loomisoutdoors.com
and tr	ansfer	the Internet registration for the domain name to Plaintiff

- 62. Gary Loomis and Loomis Outdoors, Inc. have acted in bad faith with the intent to profit from the domain name given that, among other things: (i) they have usurped the entirety of Plaintiff's G. Loomis Mark; (ii) they are fully aware that Plaintiff owns exclusive rights to the G. Loomis Mark; (iii) their actions are intended to divert consumers from Plaintiff's online location to loomisfishing.com or loomisoutdoors.com, which is harming the goodwill represented by Plaintiff's mark, all for their commercial gain; and (iv) they have ignored Plaintiff's request that they transfer the registration for loomisfishing.com and loomisoutdoors.com to Plaintiff.
- Plaintiff is further informed and believes, and on that basis alleges, that 63. at the time Gary Loomis and Loomis Outdoors, Inc. caused the registration of loomisfishing.com and loomisoutdoors.com, Gary Loomis and Loomis Outdoors, Inc. did not believe, and had no reasonable grounds to believe, that their acquisition of loomisfishing.com or loomisoutdoors.com was a fair use or otherwise lawful.
- 64. By virtue of their conduct as alleged above, Gary Loomis and Loomis Outdoors, Inc. are in violation of 15 U.S.C. § 1125(d)(1)(A).
- By virtue of Gary Loomis and Loomis Outdoors, Inc.'s violation of the 65. Cyberpiracy Act, Plaintiff is entitled to an order, pursuant to 15 U.S.C. § 1125(d)(1)(C), requiring them to transfer the domain names loomisfishing.com and loomisoutdoors.com to Plaintiff.
- 66. Plaintiff is informed and believes, and on that basis alleges that Gary Loomis and Loomis Outdoors, Inc.'s acts make this an exceptional case under 15 U.S.C. § 1117(a). Thus, Plaintiff is entitled to an award of attorneys' fees and costs.

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#### (State Trademark Infringement - Cal. Bus. & Prof. Code § 14335)

- Plaintiff incorporates and realleges herein by this reference Paragraphs 1 through 66, inclusive, as though set forth in full herein.
- 68. Defendants' acts constitute trademark infringement pursuant to California Business & Professions Code § 14355.
- 69. Plaintiff has been damaged and will continue to be damaged by Defendants' infringement as alleged herein.
- 70. Pursuant to California Business and Professions Code § 14335, Plaintiff is entitled to an injunction prohibiting Defendants from continuing the practices described above and requiring Gary Loomis and Loomis Outdoors, Inc. to transfer the domain name registrations for loomisfishing.com and loomisoutdoors.com to Plaintiff.
- 71. Pursuant to California Business and Professions Code § 14340(a), Plaintiff is also entitled to treble profits and treble damages for Defendants' wrongful use of the G. Loomis Mark.

#### FIFTH CLAIM FOR RELIEF

#### (State Infringement of Trade Name - Cal. Bus. & Prof. Code § 14402)

- 72. Plaintiff incorporates and realleges herein by this reference Paragraphs 1 through 71, inclusive, as though set forth in full herein.
- In January 1982, Plaintiff filed articles of incorporation with the Washington State Secretary of State under the corporate name "G. Loomis, Inc." and Plaintiff has continuously used this corporate name since such filing. Plaintiff's registered corporate name of "G. Loomis, Inc." constitutes a valid, protectable trade name for purposes of California Business and Professions Code § 14402.
- 74. Defendants' acts constitute trade name infringement pursuant to California Business & Professions Code § 14402.

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- Plaintiff has been damaged and will continue to be damaged by 75. Defendants' infringement as alleged herein.
- 76. Pursuant to California Business and Professions Code § 14402, Plaintiff is entitled to an injunction prohibiting Defendants from continuing the practices described above and requiring Gary Loomis and Loomis Outdoors, Inc. to transfer the domain name registrations for loomisfishing.com and loomisoutdoors.com to Plaintiff.
- 77. As a result of Defendants' actions, Plaintiff has been damaged in an amount according to proof at trial.
- The conduct of Defendants in infringing Plaintiff's trade name was 78. willful, malicious, oppressive and fraudulent, and undertaken with deliberate disregard for Plaintiff's rights. Plaintiff is therefore entitled to an award of exemplary and punitive damages.

#### SIXTH CLAIM FOR RELIEF

#### (Misappropriation)

- 79. Plaintiff incorporates and realleges herein by this reference Paragraphs 1 through 78, inclusive, as though set forth in full herein.
- 80. By virtue of its investment of substantial time, money and effort for more than 25 years, Plaintiff is the owner of the G. Loomis Mark.
- Defendants have misappropriated Plaintiff's foregoing intellectual 81. property for their own use, without Plaintiff's permission and with no compensation to Plaintiff. Defendants have reaped the benefits of Plaintiff's creativity and efforts without the same cost that Plaintiff has incurred in acquiring and developing the G. Loomis Mark.
- 82. Plaintiff has been damaged and will continue to be damaged by Defendants' misappropriation, as described above. Plaintiff is therefore entitled to an award of actual damages in an amount according to proof at trial.

fraudulent, and undertaken with deliberate disregard for Plaintiff's rights. Plaintiff is
therefore entitled to an award of exemplary and punitive damages.

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#### SEVENTH CLAIM FOR RELIEF

The conduct of Defendants was willful, malicious, oppressive and

#### (Breach of Fiduciary Duty as against Gary Loomis only)

- 84. Plaintiff incorporates and realleges herein by this reference Paragraphs 1 through 83, inclusive, as though set forth in full herein.
- 85. By virtue of his position as an employee of GLI, Gary Loomis owed fiduciary duties to GLI.
- 86. Gary Loomis' conduct as alleged herein constitutes breaches of his fiduciary duties.
- 87. As a result of Gary Loomis' actions, Plaintiff has been damaged in an amount according to proof at trial.
- 88. The conduct of Gary Loomis was willful, malicious, oppressive and fraudulent, and undertaken with deliberate disregard for Plaintiff's rights. Plaintiff is therefore entitled to an award of exemplary and punitive damages.

#### PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for relief as follows:

- A. For a temporary, preliminary and permanent injunction enjoining Defendants, and each of their agents, representatives, affiliates, partners and employees, and those persons in active concert or participation or privity with them, who receive actual notice of the injunction order by personal service, or otherwise from:
- 1. Infringing Plaintiff's trademark rights in any way, including without limitation, manufacturing, distributing, promoting, fulfilling orders for, marketing, selling or advertising goods and/or services in connection with the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors" and "Loomis

MBM Jeffer Mangels

Butler & Marmaro up

Fishing,"	or any o	ther mark	or name	confusingly	similar t	to the G.	Loomis l	Mark
including	without	limitation	"Loomis	s" and "Gary	Loomis	n.		

- 2. Using any false designation of origin, or any false or misleading description of fact, including the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors" and "Loomis Fishing," or any other mark or name confusingly similar to the G. Loomis Mark, that can, or is likely to lead the consuming public, or individual members thereof, to believe that any products produced, promoted, marketed, advertised, provided or sold by Defendants are in any manner associated or connected with GLI, or are licensed, approved or authorized in any way by GLI;
- 3. Misappropriating Plaintiff's intellectual property rights in any way, including without limitation, the G. Loomis Mark; and/or
- 4. With respect to Gary Loomis, breaching any of his fiduciary duties to Plaintiff.
- B. For an order directing Defendants to file with the Court and serve upon GLI's counsel, within thirty (30) days after entry of the order of injunction, a report setting forth the manner and form in which Defendants have complied with the injunction.
- C. For an order requiring Defendants to immediately deliver to Plaintiff for safekeeping all products and promotional, marketing and advertising materials, including without limitation, advertisements, inventory lists, customer lists and brochures containing the marks "Gary Loomis Lures," "Gary Loomis Spinnerbaits," "Loomis Outdoors" and "Loomis Fishing," or any other mark confusingly similar to the G. Loomis Mark.
- D. For an order finding that, by the acts complained of herein, Defendants have infringed the G. Loomis Mark.

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- E. For an order finding that, by the acts complained of herein, Defendants have created a false designation of origin and/or a false impression of association, in violation of 15 U.S.C. § 1125(a).
- For an order finding that, by the acts complained of herein, Defendants F. have violated the Cyberpiracy Act, 15 U.S.C. § 1125(d).
- G. For an order finding that, by the acts complained herein, Defendants have infringed the G. Loomis Mark, in violation of California Business & Professions Code § 14335.
- H. For an order finding that, by the acts complained herein, Defendants have infringed Plaintiff's G. Loomis, Inc. trade name, in violation of California Business & Professions Code § 14402.
- I. For an order finding that, by the acts complained of herein, Defendants have misappropriated Plaintiff's intellectual property, including without limitation, Plaintiff's rights in the G. Loomis Mark.
- For an order finding that, by the acts complained of herein, Gary Loomis has breached his fiduciary duties to Plaintiff.
- For an order pursuant to 15 U.S.C. § 1117(a) compelling Defendants to K. account to Plaintiff for any and all profits derived by Defendants from their unlawful and infringing conduct.
- L. For an order awarding Plaintiff general and/or specific damages, in an amount to be fixed by the Court in accordance with proof, including enhanced and/or exemplary damages, as appropriate, as well as all of Defendants' profits or gains of any kind from their acts of infringement, false designation of origin, misappropriation and breach of fiduciary duty; and further for an order that such acts were willful and wanton, thereby justifying an award, where appropriate, of treble or enhanced damages.

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	M.	For an order that this be deemed an exceptional case and that Plaintiff
recov	ver fron	n Defendants all of Plaintiff's attorneys' fees, costs, disbursements and
other	r expens	ses Plaintiff has incurred due to Defendants' illegal actions.

- For an order awarding Plaintiff pre-judgment interest. N.
- O. For an order awarding Plaintiff such other and further relief as the Court may deem just and proper.

DATED: October 30, 2008

JEFFER, MANGELS, BUTLER & MARMÁRO LLP

ROD S. BERMAN NEIL C. ERICKSON CHRIS D. NGUYEN

By:

ROD S. BERMAN
Attorneys for Plaintiff G.LOOMIS, INC.

**DEMAND FOR JURY TRIAL** 

Pursuant to Rule 38(b) of the Federal Rules of Civil Procedure, Plaintiff

hereby demands trial by jury on all issues raised by the Complaint.

DATED: October 30, 2008 JEFFER, MANGELS, BUTLER &

MARMÁRO LLP ROD S. BERMAN NEIL C. ERICKSON CHRIS D. NGUYEN

By:

ROD S. BERMAN Attorneys for Plaintiff G. LOOMIS, INC.

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## **EXHIBIT A**

Int. Cl.: 28

Prior U.S. Cl.: 22

### United States Patent and Trademark Office Reg. No. 1,637,672 Registered Mar. 12, 1991

### TRADEMARK PRINCIPAL REGISTER

#### G. LOOMIS

G. LOOMIS, INC. (WASHINGTON CORPORA-TION) P. O. BOX E WOODLAND, WA 98674

FOR: FISHING EQUIPMENT, NAMELY FISHING RODS, ROD BLANKS, FISHING REELS, FISHING LINE, GOLF CLUBS AND GOLF CLUB SHAFTS, IN CLASS 28 (U.S. CL. 22).

FIRST USE 8-0-1982; IN COMMERCE 8-0-1982. SEC. 2(F).

SER. NO. 74-038,502, FILED 3-14-1990.

CORA ANN MOORHEAD, EXAMINING ATTORNEY

## **EXHIBIT B**



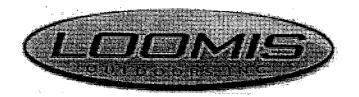
### **Executive Summary**

Thru the leadership of world famous fishing-rod designer Gary Loomis. LOOMIS OUTDOORS INC. is ideally positioned to grow to a \$15 million company in 2008-2009 and achieve \$90 million in sales within the next five years, thereby dominating the fly fishing industry and being well-positioned in the all-tackle fishing business. This is not mere good fortune, but rather the result of a carefully structured, forward-thinking vision and the deliberate execution by the Management Team of the plans necessary to achieve that vision. Corporate Development for 2008-2009 includes completing the acquisition of several target companies, and merging them into a public shell. These steps will bring additional capital to fund the acquisitions and internal growth, while simultaneously giving LO shareholders liquidity at a multiple that will result in a strong return on the dollars they have invested.

The Corporate Mandate has been to gain market share through an aggressive acquisition program (roll-up) into a publically traded company, which has never been done in the fishing business. The products and product categories that have been selected are based on strong consumer demand, high product turns, and synergistic interaction with other companies in LO, and vendor sourcing that allows margins in excess of 70%. In addition, LO Management has established exclusive agreements and other arrangements to protect the direct-product supply chain and guarantee exceptional quality.

Furthermore, as LO develops new products and new technologies within its selected market segments, it will seek protection for them under law through patents, copyrights, and trademarks. These legal protections will only further LO's maintenance and the development of its unassailable competitive advantage. LO has a patent pending for a new style of general-tackle lure designed by Gary Loomis (the Glimmer Minnow TM), and holds appropriate copyrights and trademarks on a number all of its products.

As the Company grows, it will carry out strategic acquisitions and develop strategic alliances with both customers and vendors that give LO unique, proprietary products at costs far below those of others in the industry, while also generating additional sales. Each company brings unique products and capability to LO that reenforces and supports one another and deepens LO unassailable competitive advantage. For example, thru agreements with strategic partners LO will have competitive advantages with companies in Asia that have the patent rights and manufacturing ability to produce highly unique products at very competitive prices.



Acquiring Loomis Golf will result in \$1.5 million in gross sales per year of golf shafts to KZG and various other OEM vendors. Its business plan, being executed by its world-class golf management team, could once again allow Loomis Golf to dominate the shafts used on the PGA Tour, as G. Loomis Golf did in the mid 1990's.

LO Management has identified over 25 additional companies that potentially could be purchased to position the LO in a powerfully competitive market position and to expand LO's offering in both the fly-fishing and general-tackle markets. There is currently not a company in fly fishing that exceeds \$25 million in total sales, with the exception of Orvis. When LO achieves its 2008-2009 goals, it will become the second largest fly fishing company in the world, with sales in excess of \$15 million, As a result of that dominant position; companies will seek out LO to be acquired. Management can thus choose the best and brightest companies that offer the highest quality products at the highest return.

By 2012, LO will be a \$90 million company. The general tackle side of the fishing business is about 71 times larger than the fly fishing side of the business, thus offering LO the largest area for future growth. Sales in the general-tackle side of the business promise to grow quickly as the Gary Loomis brand of rods are developed in both fly and the all-tackle side of the business.

In summary, within five years, LO expects to break 90 million in sales, achieve a minimum of a 50% margin on products the company manufacturers, and achieve a 21% after-tax profit.

## **EXHIBIT C**

Rod S. Berman Direct: (310) 201-3517 Fax: (310) 712-8517 RBerman@jmbm.com 1900 Avenue of the Stars, 7th Floor Los Angeles, California 90067-4308 (310) 203-8080 (310) 203-0567 Fax www.jmbm.com

September 3, 2008

#### VIA FEDERAL EXPRESS AND FACSIMILE 1.360.225.1706

Mr. Gary A. Loomis Loomis Outdoors 2612 N.E. 434th Street Woodland, WA 98674

Re: Infringement of G.LOOMIS Trademark

Dear Mr. Loomis:

We represent G. Loomis, Inc. ("G. Loomis").

We have recently been advised that you have commenced using "Loomis" as a trademark in connection with fishing products. For example, you have registered or caused the registration of the domain name "loomisfishing.com," have established a company under the trademark "Loomis Outdoors," and are selling lures through the Targus website under the trademark "Gary Loomis Lures."

G. Loomis owns all rights to the G. LOOMIS mark and any marks confusingly similar thereto. We believe this includes "Loomis Fishing", "Loomis Outdoors" and "Gary Loomis Lures." On the other hand, G. Loomis appreciates your identity in the fishing tackle field, and makes no claim to your name per se when used as a name and not as a trademark. However use of your name as a trademark is not acceptable. For example, in the Targus website, except for the use of the mark "Gary Loomis Lures", the other use of your name is fine. And if the reference to "Gary Loomis Lures" was changed to "lures designed by Gary Loomis," G. Loomis would have no objection to this use.

Recall that in the Purchase Agreement and the Intellectual Property Agreement you executed, you agreed to do whatever acts are necessary to assist G. Loomis to maintain and enforce any rights that you assigned to G. Loomis. You also agreed not to act in a manner which derogates the value of the rights you transferred to G. Loomis. With this in mind, we respectfully request that you transfer ownership of the "loomisfishing.com" domain name to G. Loomis and cease using any trademarks, service marks, trade names, domain names, or corporate names that are confusingly similar to the mark "G. Loomis" including without limitation "Loomis Fishing", "Loomis Outdoors" and "Gary Loomis Lures".

Gary A. Loomis September 3, 2008 Page 2

We would appreciate receiving a response to this letter no later than September 8, 2008, and resolving this matter in an amicable manner and without litigation. All rights and remedies of G. Loomis and all other affected parties are reserved.

Cincerely,

ROD S. BERMAN of Jeffer, Mangels, Butler & Marmaro LLP

RXB:amv

Cc: Wayne S. Richey via fax 1.360.225.3586 and Federal Express

# **EXHIBIT D**

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10/1/2008 12:19

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Facsimile Transmittal

333 Bush Street

San Francisco, CA 94104-2878 Main: +1 (415) 772-6000 Fax: +1 (415) 772-6268

To:

Rod S. Berman, Jeffer Mangels Butler & Marmaro LLP

Telephone:

1-310-203-8080

Fav.

1-310-203-0567

From:

Beth M. Goldman

Telephone:

+1 (415) 772-6881

Direct Fax:

No. of Pages:

3 (including cover)

Date:

October 1, 2008

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Message:

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Helier Ehrman LLP 333 Bush Street San Francisco, CA 94104-2878 www.helierehrman.com

Beiging Hong Kong London Los Angeles Madison, Wil Rew York San Diego San Francisco Sealt/e/Anchorage Shenghei Silicon Vallay Singapore Washington, D.C.

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#### HellerEhrmanu

September 29, 2008

By Facsimile

Beth M. Goldman Beth Goldman@hellerchman.com Direct +1 (4) \$) 772-6881 Muin +1 (4) \$) 772-6000 Fax +1 (4) \$) 772-6268

01581.0001

Rod S. Berman Jeffer Mangels Butler & Marmaro LLP 1900 Avenue of the Stars, 7th Floor Los Angeles, California 90067

Re: G. Loomis, Inc.

Dear Rod:

As you know, we represent Mr. Gary Loomis and Loomis Outdoors Holding, Inc. (collectively, "Loomis Outdoors") in trademark matters. We received your letter of September 3, 2008 regarding allegations of infringement of G.Loomis, Inc.'s ("G.Loomis") trademarks.

While we appreciate that G.Loomis has obtained certain rights in the G.LOOMIS trademark, you have overstated the scope of those rights in your letter. For example, LOOMIS OUTDOORS is a mark that could refer to any number of outdoor activities including golf, hiking, swimming etc. We do not regard any of these activities as included in the ambit of the G.LOOMIS mark acquired by your client. We note specifically that the G.LOOMIS registration was abandoned with respect to golf clubs and golf club shafts. We also understand that your client verbally informed Gary Loomis it did not intend to resume use of G.LOOMIS on golf equipment. As such, and contrary to your suggestion, Mr. Loomis' use of trademarks such as LOOMIS OUTDOORS for general sporting and outdoor products is not confusingly similar to the mark G.LOOMIS and does not derogate the value of the scope of rights acquired by your client.

Moreover, there is no limitation on our client's right to use his name as part of a domain address. As you know, there are any number of activities including blogging for which an individual may use a web site. We therefore decline to transfer any of our client's domain names.

Heller Ehrman LLP 333 Bush Street San Francisco, CA 94104-2878 www.hellerehrman.com

Beiging Hong-Kong London Los Angeles Medison, WI New York San Diego San Francisco Seatlle/Anchorage Stranghai Silicon Valley Singspore Washington, D.C.

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Rod S. Berman September 29, 2008 Page 2

While we appreciate that you are trying to protect your client's trademark rights to the greatest extent possible, we are afraid your demands are overreaching. We are happy to discuss this matter with you further, but our client cannot agree to the terms of your letter.

Very trály yours.

Beth M. Goldman

SF 1486239 v1 10/1/08 11:53 AM (20725.0003)

### **EXHIBIT E**

#### Nguyen, Chris D.

From:

Berman, Rod S.

Sent:

Friday, October 03, 2008 6:13 PM

To:

'beth.goldman@hellerehrman.com'

Cc:

Berman, Rod S.

Attachments: Loomis Outdoors Exec summary Aug 2008.doc

Dear Beth: We are in receipt of your letter dated September 29, 2008. It appears that your position is either that Mr. Loomis is out of the fishing business (he is now into "golf, hiking, swimming etc.") or his use of the LOOMIS brand outside of the fishing field does not infringe upon our client's rights and/or otherwise violate those rights. Perhaps you may not have the benefit of information we are aware of so before this matter escalates further, we wanted to share this information with you.

- Are you are of the website found at <a href="https://www.loomisfishing.com">www.loomisfishing.com</a>? This is clearly a linkage of the LOOMIS brand of our client to fishing and Mr. Loomis' activities.
- Did you know that Mr. Loomis was selling, apparently at Walmart, the "Gary Loomis 4-Piece Glimmer Spinnerbait Kit" as recently as August 11, 2008?
- Did you know that at ICAST, Mr. Loomis was involved in putting up signs for "Gary Loomis Spinnerbaits"?
- Were you aware of the attached widely distributed Loomis Outdoors Executive Summary where it is stated: "Thru the leadership of world famous fishing-rod designer Gary Loomis, LOOMIS OUTDOORS INC. is ideally positioned to grow to a \$15 million company in 2008-2009 and achieve \$90 million in sales within the next five years, thereby dominating the fly fishing industry and being well-positioned in the all-tackle fishing business"?

In light of the foregoing we find it hard to believe that you can still make the argument that Mr. Loomis is not using the LOOMIS brand in the fishing field in direct violation of our client's rights.

Further, since LOOMIS is such a well known brand in the industry, there is no doubt that consumers would think there is some association between Mr. Loomis, in light of his use of LOOMIS, and our client and its LOOMIS brand.

Candidly we were surprised at your suggestion that if Mr. Loomis uses the LOOMIS brand in another sporting field other than fishing there will be no actionable confusion. LOOMIS is such a well-known and unique mark that the goodwill associated with it goes well beyond the fishing industry. Certainly consumers familiar with the LOOMIS brand but active in other sports will believe that there is some connection or association between the two LOOMIS branded goods.

Moreover, the fact that a G.LOOMIS registration for golf clubs was abandoned does not in any way mean that our client abandoned any of its rights in the LOOMIS brand. And even if it is true that our client verbally informed Mr. Loomis that it did not then intend to resume use of

GLOOMIS on golf equipment (which we have not verified), this does not mean that Mr. Loomis' use of LOOMIS OUTDOORS for general sporting and outdoor goods is not likely to create consumer confusion as you apparently contend.

Mr. Loomis' position is not well taken. We are sure that as an experienced trademark attorney you have not given Mr. Loomis an opinion that he is free to use the LOOMIS brand as you advocate in your letter.

We want to make one more effort to reach an agreement on the issues we raised in our initial letter and hope that you will respond positively and promptly.

We note that you did not get back to us regarding whether your firm represented G. Loomis. Inc. in the Shimano/G.Loomis, Inc. transaction. Please advise so that we can determine if your representation of Mr. Loomis adverse to G. Loomis, Inc. raises a conflict issue. Appreciate that our response to your letter does not waive any rights of our client or any other affected party to raise such objection.

We look forward to hearing from you. All rights and remedies of our client are expressly reserved.

Regards, Rod

Rod S. Berman Chairperson, Intellectual Property Group JMBM | Jeffer, Mangels, Butler & Marmaro LLP 1900 Avenue of the Stars, 7th Floor Los Angeles, California 90067

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