1 2 3 4 5 6 UNITED STATES DISTRICT COURT 7 WESTERN DISTRICT OF WASHINGTON AT SEATTLE 8 JIMMY LEWIS and FUACATA SPORTS No. 9 LLC, 10 Plaintiffs, 11 COMPLAINT VS. and 12 JURY TRIAL DEMAND TRIDENT PERFORMANCE SPORTS INC., STARBOARD WORLD LIMITED, 13 and SKY HI DISTRIBUTING, 14 Defendants. 15 Plaintiffs Jimmy Lewis ("Jimmy Lewis") and Fuacata Sports LLC ("Fuacata") 16 (collectively "Plaintiffs"), as and for their Complaint against Defendants Trident 17 Performance Sports, Inc., Starboard World Limited and Sky Hi Distributing (collectively, 18 19 the "Defendants"), allege upon personal knowledge as to their own acts and as to events 20 taking place in their presence, and upon information and belief as to all other facts, as 21 follows: 22 23 NATURE OF THIS ACTION 24 This is an action for: (i) false designation of origin in violation of Section 1. 25 43(a) of the Lanham Act, 15 U.S.C. § 1125(a); (ii) common law unfair competition, (iii) 26 violation of the Washington Consumer Protection Act, RCW 19.86.010 et seq.; and (iv) 27 ROHDE & VAN KAMPEN PLLC Complaint - 1

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unjust enrichment. Defendants have deliberately engaged in acts of false and misleading commercial advertising in connection with Defendant Starboard's stand-up paddleboard ("SUPS") sales. Defendant Starboard World Limited created a 2011 Starboard SUP product catalogue which incorporates a picture of a Starboard-sponsored athlete riding a Jimmy Lewis custom "gun" board in extremely challenging Maui surf conditions. *See* Exhibit 1. This photograph was placed on the same page as the Starboard Pro Wave "gun" board, which was a new edition to the Starboard SUP product line. *Id*. The photograph, found on page 52 of the 2011 Starboard SUP catalogue, was digitally altered to add Starboard Pro Wave pin stripping, carbon brush markings and a faint impression of the Starboard logo in order to lead consumers to believe the Jimmy Lewis custom board was the 2011 Starboard Pro Wave board. *Id*. The depicted board was undeniably custom made by Jimmy Lewis and delivered as a blank board to the Starboard team rider. *See* Exhibit 2.

- 2. In order to maximize revenue potential using this picture, Starboard with the consent and assistance of its two United States distributors, Defendant Trident Performance Sports, Inc., and Defendant Sky Hi Distributing, designed a national advertising campaign utilizing a similar "high performance" photograph featuring a Jimmy Lewis board. See Exhibit 3. Indeed, Defendant Trident Performance Sports, Inc.'s name appears in the advertisements. See Exhibit 4.
- Defendants' conduct constitutes "reverse passing off" in violation of
 Section 43(a) of the Lanham Act by falsely representing in its own product catalogue and

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advertisements that the depicted Jimmy Lewis board is a Starboard product. This purpose and effect of the unlawful use of this "crown jewel" advertising campaign has been to lead consumers to believe that Starboard SUPs are superior products to those designed, manufactured and sold by competitors such as Jimmy Lewis and to drive sales to Starboard across the entire Starboard SUP product line. Despite repeated requests to cease and desist commercial use of such pictures in connection with Starboard advertising, pictures featuring the Jimmy Lewis board have been used in other Starboard commercial advertisements in United States SUP magazines. See Exhibits 3 & 5. As a direct and proximate result of this unlawful conduct, Plaintiff Jimmy Lewis, and his United States distributor Fuacata Sports LLC, who directly compete with Defendants in the United States SUP market, have been injured in their business and property. Unless Defendants are enjoined by this Court, there is a strong likelihood that Defendants will continue this unlawful advertising practice and create additional consumer confusion based upon these false and deceptive advertisements, thereby irreparably injuring Plaintiffs Jimmy Lewis and Fuacata Sports, LLC. This action seeks permanent injunctive relief and damages for Defendants' willful infringement of Jimmy Lewis's intellectual property rights and damages caused by Defendants' unlawful conduct.

JURISDICTION AND VENUE

4. This Court has jurisdiction over the subject matter of this Complaint pursuant to 28 U.S.C. §§ 1331 and 1392.

5. The Court also has supplemental jurisdiction over the pendent state law claims pursuant to 28 U.S.C. § 1367(a).

6. Venue is proper in this district pursuant to 28 U.S.C. § 1391(b).

PARTIES

- 7. Plaintiff Jimmy Lewis resides and maintains his principal place of business in Maui, Hawai'i. Plaintiff Jimmy Lewis custom-manufactured the board depicted in the action shots in Exhibits 1 -4. Over the years, the Jimmy Lewis brand has become an internationally recognized leader in the watersports board industry by selling production and custom shaped SUP products and accessories, as well as surf and kitesurfing products and accessories, throughout the United States, Canada, Latin America, the Caribbean, Europe, Asia and Australia. Plaintiff Jimmy Lewis has been injured by the conduct alleged herein and will continue to be injured unless Defendants are enjoined from performing the unlawful conduct alleged herein.
- 8. Plaintiff Fuacata Sports LLC is a Florida limited liability corporation with its principal place of business in Miami, Florida. Fuacata Sports LLC is the exclusive distributor for Jimmy Lewis SUP products in the United States, Latin America and the Caribbean. Plaintiff Fuacata has been injured by the conduct alleged herein and will continue to be injured unless Defendants are enjoined from performing the unlawful conduct alleged herein.
- Defendant Trident Performance Sports, Inc. ("Trident") is a Canadian corporation with its principal place of business at 1578 Bay Street, North Vancouver,

British Columbia Canada. Trident is in the business of selling SUP products and accessories. Trident is the United States distributor for Defendant Starboard World Limited products and accessories. Trident does business in Washington and maintains offices and distribution facilities at 18850 8th Avenue South, Seatac, Washington.

Defendant Trident's name has appeared in the allegedly unlawful commercial advertisements and it communicates with Defendant Starboard and/or Sky Hi concerning Starboard US SUP sales in the United States. Trident President Declan Sacre frequently travels to the United States in connection with Trident/Starboard business. President Sacre frequently attends Surf Expo in Orlando, Florida and other US SUP industry events.

- 10. Defendant Starboard World Limited is a Hong Kong corporation with its corporate headquarters at c/o Level 28 Three Pacific Place, One Queens Road East, Hong Kong. Starboard is in the business of manufacturing, marketing and selling SUP products and accessories. Defendant Starboard President Svein Rasmussen frequently communicates with Defendants Trident and/or Sky Hi concerning Starboard US SUP sales. President Rasmussen also frequently travels to the United States in connection with Starboard business. Last year, President Rasmussen attended a SUP industry event in Utah.
- 11. Defendant Sky Hi Distributing is the Hawai'i distributor for Starboard World Limited and is located at 111 Hana Highway 108 Kahului, Maui Hawai'i. Sky Hi Distributing arranges the photo shoots for Starboard catalogues and marketing on

Hawai'i. The owners of Sky Hi Distributing are Karen and Keith Baxter. The Baxters are Starboards Maui team and lead the Starboard photoshoots. The Baxters are also the parents of the Starboard team rider depicted in Exhibits 1-4 attached to this Complaint.

FACTS

A. Jimmy Lewis.

- 12. Jimmy Lewis has been in the business of developing and shaping custom and production watersports boards since 1968. Jimmy Lewis originally built his brand and business hand shaping several lines of custom boards, including surfboards, kite surfboards, paddle surfboards, tow-in surfboards, and foil surfboards. It was a natural evolution for Jimmy Lewis to create new designs and shapes for sports such as kitesurfing and stand-up paddleboard surfing. Indeed, Jimmy Lewis was one of the first to develop and produce a paddlesurf board for commercial sale in the United States.
- 13. Today, Jimmy Lewis sells surf boards, kite surfboards, and paddle surfboards. The distinguishing characteristics of Jimmy Lewis include a well-recognized brand, and distinctive designs, shapes and products that are a symbol of quality and excellence in the watersports board industry, including the United States SUP product market in which it competes with Defendants.
- 14. Jimmy Lewis has extensively advertised and promoted Jimmy Lewis products utilizing the trademarked Jimmy Lewis logo and his signature designs and shapes.

¹ http://www.star-board.com/2010/company/behindthescene.php.

- 15. Jimmy Lewis has taken particularly great care and pride in applying the highest level of professional skill in the research, development, design and manufacture of Jimmy Lewis products.
- 16. Fuacata and/or Jimmy Lewis have invested thousands of dollars over the years in the research, design, manufacturing marketing, promotion, advertising and sale of fine quality Jimmy Lewis products.
- 17. Jimmy Lewis has established a worldwide reputation for uniform high quality products, including SUPs. Jimmy Lewis products have accordingly acquired outstanding renown and invaluable goodwill in the United States and around the world. The Jimmy Lewis brand and marks have gained secondary meaning in the US SUP market.

B. Defendants' "Reverse Passing Off" and False/Deceptive Advertising

18. In 2011, Defendant Starboard created, produced and distributed a 2011 SUP catalogue in hard copy and electronic format. On page 52 of the catalogue, Starboard promoted its 10'3 x 29 Pro Wave SUP board. *See* Exhibit 1. This page of the catalogue featured an adulterated photograph of a Jimmy Lewis board being ridden by a Starboard team rider in extremely challenging Maui, Hawai'i surf conditions. The photograph was digitally altered to add Starboard Pro Wave pin stripping, carbon brush markings and a faint impression of the Starboard logo in order to lead consumers to believe the Jimmy Lewis custom board in the picture was the 2011 Starboard Pro Wave board.

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19. Star	board digitally altered the board to prominently ac	ld its markings in
order to lead consumers to believe that the pictured board was a production board		
manufactured by	Starboard to perform in such extreme conditions.	Truth be told and as
acknowledged by	Starboard employee Maragreta Engstrom - the de	epicted board was not
a Starboard board, but rather a Jimmy Lewis custom board as she stated "Yes, it is true.		
Conner Baxter is riding a custom shaped board. At the time we had no Gun available in		
our range" 2		

- 20. On May 31, 2011, Plaintiffs contacted Defendants Starboard and Trident to demand that they immediately cease and desist commercial dissemination of the photograph or any use of any Jimmy Lewis board in a Starboard advertisement.

 Plaintiffs also demanded that Defendants Starboard and Trident immediately contact all United States Starboard dealers to inform them of the origin and design of the pictured board and instruct them to destroy all such photographs in all commercial forms, including in hard copy or electronic formats. Plaintiffs further demanded that Defendants Starboard and Trident, in connection with Starboard SUP sales, advise all persons that the pictured board was a Jimmy Lewis product and not a Starboard product. See Exhibit 5.
- 21. On May 31, 2011, Starboard President Svein Rasmussen responded via email to the demand letter admitting that the pictured board was not a Starboard product noting "we agree that it is a Jimmy Lewis board, great lines as always."

² Standupzone.com; http://www.standupzone.com/forum/index.php?topic=11637.60, Reply 67.

- On June 5, 2011, Starboard President Svein Rasmussen capitulated and 22. agreed to adhere to Plaintiffs' demands while also referring to the incident as a "sad spectacle."
- On June 24, 2011, Plaintiffs contacted Starboard President Svein 23. Rasmussen, via e-mail, because Starboard and Trident failed to comply with all of the terms contained in the May 31, 2011 demand letter. Notably, Starboard did not send Plaintiffs a draft of the e-mail it intended to transmit to Starboard United States dealers.
- More disturbing, however, was the fact that Plaintiffs learned Starboard 24. took out and published a full page, back cover advertisement in the Summer 2011 Stand Up Journal. This advertisement was the virtually the same advertisement Starboard promised it would not use in the future. In other words, this ad appeared after Starboard gave written assurances to Plaintiffs that it would cease and desist commercial use of a picture utilizing a Jimmy Lewis board.
- On June 27, 2011, Starboard President Svein Rasmussen claimed the 25. advertisement was prepared on March 4, 2011 for publication and that Starboard did not have time to prevent the advertisement from running.
- In a July 19, 2011 e-mail to Jimmy Lewis, Starboard President Svein 26. Rasmussen "sincerely apologized for [Starboard's] serious error in judgment." Mr. Rasmussen further stated "I have learned a very distressing lesson here that what we thought was okay 20 or so years ago is not the case today. Jimmy, this will never happen again "(emphasis added). This email also contained the text of an e-mail Starboard

intended to send directly to all Starboard dealers in the United States. The draft e-mail to all United States Starboard dealers was as follows:

Email to Dealers:

Dear Starboard Dealer and/or Representative:

In our attempt to support Starboard-sponsored rider Connor Baxter, we included a picture of Connor on page 52 of our 2011 catalog on a Jimmy Lewis custom gun board - it is NOT the Starboard board being advertised on that page.

We mistakenly believed that because Connor purchased the board as a blank and explained he would be placing his sponsor's logos on the board, it would be okay to put the board in our catalog on a page with a similar board, and altered the photo slightly. Unfortunately, we were entirely incorrect in our understanding, and received a letter from an attorney representing Jimmy Lewis advising us of this fact. The attorney's letter is summarized in this link to a press release issued by distributor, Fuacata Sports LLC Lewis' Jimmy (http://www.outdoorindustry.org/news.industry.php?newsId=14714).

I have known Jimmy Lewis for many years and respect him and all of the excellent products he makes. This was an error in judgment on our part and on behalf of Starboard I have extended my sincerest apologies to Jimmy together with my promise it will NEVER happen again.

To respect Jimmy's request of us, we kindly ask that you assist us by removing page 52 of 2011 catalog, or cutting out the picture of Connor in the upper left hand part of that page.

If there are any further questions on inquiries on this matter, please direct them to me.

Thank you very much for your understanding.

Svein Rasmussen Starboard

- 27. In an effort to mitigate its damages, Plaintiffs affirmatively informed the industry of the problem as well.
- http://www.outdoorindustry.org/news.industry.php?newsId=14714.
- 28. Despite Starboard's promise that "it will never happen again," Plaintiffs have recently discovered that Defendants have published photographs prominently featuring the Jimmy Lewis board in Starboard advertisements in the following magazines:

Stand Up Paddler Magazine Summer 2011Issue (Jun 2011) Stand Up Paddler Magazine Fall 2011 Issue (Sep 2011) Stand Up Paddler Magazine Winter 2011 Issue (Dec 2011)

- 29. When confronted with these additional "errors in judgment" one or more Defendants have disclaimed responsibility for the advertisements even though their name appears in the advertisement or they were responsible for the dissemination of the advertisement.
- 30. In light of the foregoing, a Court Order is required to prevent further "errors in judgment" or "mistakes" from occurring as Defendants' assurances have proven to be unreliable and damaging.

C. The Likelihood of Confusion and Injury Caused by Defendants' Actions

31. Consumers who purchase the Pro Wave or other Starboard SUPs based upon these advertisements are likely to be confused and/or disappointed by obtaining an inferior product. Starboard SUP purchasers will also be confused to the extent they base their purchases off these "crown jewel" advertisements because Starboard is suggesting it manufactures, markets and sells products which are superior to competitors across all

product lines when, in fact, the predicate basis for this belief is a complete illusion, *i.e.*, the depicted board is not a Starboard product.

- 32. As a direct and proximate result of Defendants' actions, Plaintiffs are suffering injury to their business and property as well as a loss of enormous goodwill initially created by Jimmy Lewis in the United States SUP market. Plaintiffs seek treble damages and disgorgement of all Defendants' revenue derived from their 2011 SUP sales which were generated from this single, "crown jewel" advertising campaign utilizing what is, in fact, a Jimmy Lewis board being "passed off" as a Starboard product.
- 33. Defendants are likely to continue to commit the acts complained of herein, and unless restrained and enjoined, will continue to do so, all to Plaintiffs' irreparable harm.

COUNT I

Federal Unfair Competition and False Designation of Origin under 15 U.S.C. § 1125(a)

- 34. Plaintiffs reallege and incorporate by reference paragraphs 1-33 inclusive of this Complaint as if fully set forth herein.
- 35. The acts of Defendants alleged herein constitute the use in interstate commerce of a word, term, name, symbol, picture or device, or any combination thereof, or false designation of origin, in connection with the sale, or offering for sale, of goods in violation of Section 43(a)(1)(A) and (B) of the Lanham Act, 15 U.S.C. § 1125(a)(1)(A) and (B). These acts of the Defendants are likely to cause confusion, or to cause mistake,

or to deceive as to the affiliation, connection, or association of Defendants with Jimmy Lewis boards, or as to the origin, sponsorship, or approval of Jimmy Lewis products.

- 36. Defendants' "reverse passing off" advertisements misleadingly cause consumers to believe that the board pictured in Starboard advertisements is a Starboard product when it is, in fact, a Jimmy Lewis product. As such, the Defendants' conduct is likely to cause confusion in the trade and among the general public as to the design, origin, manufacture or sponsorship of the pictured board.
- 37. As a direct and proximate result of Defendants' actions, Plaintiffs have suffered injury.
- 38. Such conduct on the part of the Defendants has caused and will continue to cause irreparable injury to Plaintiffs.

COUNT II

Unfair Competition under Washington Common Law

- 39. Plaintiffs reallege and incorporate by reference paragraphs 1- 38 inclusive of this Complaint as if fully set forth herein.
- 40. By reason of the foregoing, the Defendants have engaged, and continue to engage, in acts of unfair competition in violation of the common law.
- 41. Such conduct on the part of the Defendants has caused and will continue to cause irreparable injury to Plaintiffs, for which Plaintiffs have no adequate remedy at law.

42. Such conduct on the part of the Defendants has caused and will continue to cause irreparable harm to Plaintiffs.

COUNT III

Violation of Washington Consumer Protection Act

- 43. Plaintiffs reallege and incorporate by reference paragraphs 1- 46 inclusive of this Complaint as if fully set forth herein.
- 44. The facts alleged above, including Defendants' infringement of Plaintiffs' intellectual property with the intent to deceive and defraud the public into believing that a board pictured in the Starboard catalogue and Starboard advertising was manufactured by Starboard when it was, in fact, designed, and custom created by Jimmy Lewis. Based upon this fraudulent and deceptive advertising, Defendants intended to deceive the public into believing that its products are superior to those of competitor Jimmy Lewis and others, thereby constituting an unfair or deceptive act or practice in the conduct of trade or commerce in violation of the Washington Consumer Protection Act, RCW 19.86.010 et seq.
- 45. Said conduct affects the public interest, is capable of repetition and has been repeated as alleged above.
- 46. Defendants' actions were performed with total disregard for the rights of Plaintiffs and the public interest.

47. As a direct result of Defendants' unfair trade practices, Plaintiffs have been injured and damaged, and are entitled to recover treble damages, costs, and attorney's fees.

COUNT IV

Unjust Enrichment/Disgorgement of Profits

- 48. Plaintiffs reallege and incorporate by reference paragraphs 1-51 inclusive of this Complaint as if fully set forth herein.
- 49. Defendants have been unjustly enriched through their unlawful conduct and the resulting profits.
- 50. Defendants should not be permitted to retain the benefits conferred upon them as a result of their false and deceptive advertising.
- 51. Plaintiffs seek disgorgement of all profits resulting from such false and deceptive advertising.

REQUEST FOR RELIEF

WHEREFORE, the Plaintiffs, Jimmy Lewis and Fuacata Sports, LLC, request that this Honorable Court:

A. Enter judgment in favor of the Plaintiffs, Jimmy Lewis, and Fuacata Sports, LLC against the Defendants Trident Sports, Inc., Starboard World Limited and Sky Hi Distributing, on all Counts and account for and pay over to Plaintiffs all of Defendants' profits derived from its unlawful conduct, to the full extent provided for by Section 35(a) of the Lanham Act, 15 U.S.C. § 1117, including treble damages;

- B. Enter a permanent injunction restraining and enjoining Defendants and their divisions, subsidiaries, officers, agents, employees, attorneys, and all those persons in active concert or participation with them from (i) representing in any advertisement or in connection any SUP sale that a Jimmy Lewis product is a Starboard product; or (ii) using a Jimmy Lewis shape, mark, design or product in any Starboard advertisement. The injunction should also require Defendants to destroy all copies of the picture or any related version as identified in this Complaint.
- C. Award punitive and exemplary damages against Defendants in favor of Plaintiffs by reason of Defendants' intentional or reckless disregard for Plaintiffs' rights and the rights of those defrauded;
 - D. Award treble damages pursuant to Washington state law;
 - E. Award disgorgement as to all Starboard Pro Wave and other SUP sales;
 - F. Award the Plaintiffs reasonable attorneys' fees and costs;
- G. Award the Plaintiffs pre-judgment and post-judgment interest in the maximum amount allowed under the law; and
 - H. Award such other and further relief as it deems just and reasonable.

JURY TRIAL DEMAND

Plaintiffs demand trial by jury on all issues so triable.

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Dated: March **9**, 2012

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