	Case 4:18-cv-03451-JST Document 1	Filed 06/11/18 Page 1 of 16		
1 2 3 4 5 6 7	 BROWNE GEORGE ROSS LLP Keith J. Wesley (State Bar No. 229276) kwesley@bgrfirm.com Ivy A. Wang (State Bar No. 224899) iwang@bgrfirm.com 2121 Avenue of the Stars, Suite 2800 Los Angeles, California 90067 Telephone: (310) 274-7100 Facsimile: (310) 275-5697 Attorneys for Plaintiff ATARI INTERACTIVE, INC. 			
8	INTED OTATES DISTRICT COLDT			
9	UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA, SAN FRANCISCO DIVISION			
10	NORTHERIN DISTRICT OF CALIFO	NNIA, SAN I KANCISCO DI VISION		
11	ATADI NITEDACTIVE INC	Case No.		
12	ATARI INTERACTIVE, INC.,			
13	Plaintiff,	COMPLAINT FOR:		
14	VS.	(1) TRADEMARK INFRINGEMENT AND		
15	REDBUBBLE, INC.,	COUNTERFEITING [15 U.S.C.		
16	Defendant.	§1114]; (2) COPYRIGHT		
17	Doronaunt	INFRINGEMENT [17 U.S.C. §§101 et seq.];		
18		(3) TRADEMARK DILUTION [15 U.S.C. §1125(c)];		
19		(4) FALSE DESIGNATION OF		
20		ORIGIN [15 U.S.C. §1125(a)]; (5) COMMON LAW UNFAIR		
21		COMPETITION; (6) CONTRIBUTORY		
22		TRADEMARK		
23		INFRINGEMENT; (7) CONTRIBUTORY		
24		COPYRIGHT INFRINGEMENT;		
25		(8) VICARIOUS TRADEMARK		
26		INFRINGEMENT; (9) VICARIOUS COPYRIGHT		
27		INFRINGEMENT		
28		DEMAND FOR JURY TRIAL		
	1062200.2			

Plaintiff Atari Interactive, Inc., as and for its complaint against defendant
 Redbubble, Inc., alleges as follows:

PARTIES

Plaintiff Atari Interactive, Inc. (collectively "Atari" or "Plaintiff") is a
 Delaware corporation with its principal place of business in New York, New York.

6 2. Plaintiff is informed and believes, and thereon alleges, that defendant
7 Redbubble, Inc. ("Redbubble" or "Defendant") is a Delaware corporation with its
8 principal place of business in San Francisco, California.

9

3

JURISDICTION AND VENUE

This Court has subject matter jurisdiction over this action pursuant to
 28 U.S.C. sections 1331 and 1338 because the action arises under the federal
 Copyright Act and Lanham Act. See 17 U.S.C. §§101, *et seq.*; 15 U.S.C. §§1051, *et seq.* This Court also has supplemental jurisdiction pursuant to 28 U.S.C.
 sections 1367 and 1338(b).

4. Venue in this district is proper under 28 U.S.C. section 1391 because
Redbubble is subject to personal jurisdiction here and Atari has suffered injury here.

5. This Court has personal jurisdiction over Redbubble because
Redbubble is based in California and regularly markets and sells goods, including
the goods in issue in this case, to customers in California.

20

GENERAL ALLEGATIONS

21

A.

Atari is an Iconic Video Game Brand.

6. Atari is one of the most famous video game brands in history. Founded
in the early 1970s in California, Atari became *the* pioneer in the video game
industry during the 1970s and continuing into the 1980s, developing and releasing
(a) home video consoles – e.g., the Atari 2600 – that set new standards in design and
function, and (b) a series of hit games – e.g., *Pong, Breakout, Asteroids*, and many
others.

 28
 7. Atari became known to relevant consumers and the public at large by

 1062200.2
 -1

its inherently distinctive trade name, as well as its inherently distinctive A-shaped or
 "Fuji" logo design. The Atari name and logo are depicted immediately below.



8. Atari has continued to market, promote, license, and sell products,
including a catalog of more than 200 well-known games, worldwide under the Atari
name and logo for over four decades.

9. Video gamers new and old recognize and revere Atari's place in videogame history.

16 10. Atari has expanded into a multi-platform, global interactive
17 entertainment company, adapting many of its classic games for online platforms
18 such as Facebook, smartphones, and tablets.

19 11. Atari has developed, promoted, and distributed new interactive
20 entertainment and products, including a new VCS console (modeled off the design
21 of the original 2600 unit) that is currently being promoted and pre-sold on Indiegogo
22 and that has already raised more than \$2.5 million in a matter of days.

23 12. Atari has an active licensing business through which Atari has extended
24 its brand into other media, merchandising, and publishing categories.

13. The Atari name, logo, and classic video games are valuable intellectual
property owned by Atari. Atari therefore obtained registrations with the United
States Patent and Trademark Office for many of its trademarks and registrations
with the United States Copyright Office for many of its copyrights.

COMPLAINT

1062200.2

4

5

6

7

8

9

10

1		a. Through commercial use and contractual agreements with its
2		predecessors-in-interest, Atari is the owner of USPTO
3		Registration No. 4214210 for the ATARI name and logo used in
4		connection with, among other things, "printed matter, namely
5		posters, stickers" and "articles of clothing"; and Atari is the
6		owner of USPTO Registration No. 4,324,638 for the PONG
7		name used in connection with, among other things "printed
8		matter, namely posters, stickers" and "articles of clothing."
9		Appended hereto as Exhibits 1 and 2 are true and correct copies
10		of the aforementioned trademark registrations.
11		b. Through contractual agreements with its predecessors-in-interest,
12		Atari is the owner of multiple copyright registrations for, among
13		others, the following video games, including the visual elements
14		thereof: Centipede, Asteroids, Pong, and Breakout. Appended
15		hereto as Exhibits 3-6 are true and correct copies of the
16		aforementioned copyright registrations.
17	14.	Through extensive and continuous promotion and sales, unsolicited
18	press, and word of mouth, Atari owns common law rights in various trademarks and	
19	trade dress, including the Atari name and logo, the Centipede, Asteroids, Pong, and	
20	Breakout names and graphics, and the overall look and feel of the Atari 2600 game	
21	console and joystick.	
22	В.	Redbubble Knowingly Infringes Upon Atari's Intellectual Property
23		Rights by Creating, Manufacturing, and Distributing Large
24		Quantities of Counterfeit Atari Clothing and Printed Material.
25	15.	Founded in 2006, Redbubble describes itself on its website as a "global
26	online marketplace powered by artists." What Redbubble does not mention on its	
27	website is that it is also a global online marketplace powered by a substantial	
28	quantity of counterfeit goods.	
	1062200.2	-3-
		COMPLAINT

1 16. Through Redbubble's website, <u>www.redbubble.com</u>, visitors can
 2 upload designs that Redbubble then displays on a variety of apparel – from t-shirts
 3 to phone cases to stickers – pictured on the site. Redbubble offers for sale the
 4 products on display. If a visitor to the site orders a product, Redbubble makes,
 5 ships, and processes the payment for the product. Redbubble then splits the profit
 6 between itself and the person who originally uploaded the design.

7 17. Redbubble is advertising, marketing, creating, displaying, offering for
8 sale, selling, distributing, and profiting from massive quantities of counterfeit Atari
9 products. The counterfeit products incorporate exact replicas of the registered
10 ATARI and PONG trademarks (name and logo) on products in the classes for which
11 the marks are registered. A few examples are depicted below. Many more are
12 shown in Exhibit 7.



Case 4:18-cv-03451-JST Document 1 Filed 06/11/18 Page 6 of 16

copyrights owned by Atari. A few examples are depicted below. Many more are
 shown in Exhibit 7.



11 19. Redbubble's infringement is knowing and willful, as evidenced by
 12 (a) the sheer quantity of different counterfeit designs being sold by Redbubble,
 13 (b) the exact duplication of a variety of iconic Atari designs, and (c) Redbubble's
 14 pattern and practice of infringing upon the intellectual property rights of well-known
 15 brands.

20. Redbubble has profited from its unauthorized use of Atari's intellectual
property through the sale of the infringing goods, and Redbubble's infringement has
harmed Atari by cheapening and diluting the Atari brand, diverting profits from the
sale of authentic Atari goods, and causing Atari to lose profits and licensing fees
from the authorized use of its intellectual property.

21 22

FIRST CLAIM FOR RELIEF

(Trademark Infringement and Counterfeiting)

23 21. Atari re-alleges and incorporates herein by reference each and every
24 allegation set forth above.

25 22. Atari is the owner of the registered ATARI and PONG trademarks for
26 the categories of goods on which Redubble is using the trademarks, as well as
27 registered trademarks for the CENTIPEDE, ASTEROIDS, and BREAKOUT names
28 (collectively, the "Atari Trademarks").

COMPLAINT

1062200.2

23. The Atari Trademarks are valid, protectable marks.

2 24. Redbubble is advertising, marketing, creating, displaying, offering for
3 sale, selling, distributing, and profiting from products incorporating the Atari
4 Trademarks or nearly identical variations thereof.

5 25. Redbubble's use of the Atari Trademarks is likely to cause confusion
6 among ordinary purchasers as to the source of the goods.

26. Atari has never consented to Redbubble's use of its trademarks.

8 27. Redbubble infringed upon the Atari Trademarks and engaged in9 trademark counterfeiting willfully.

28. As a proximate result of the unfair advantage accruing to Redbubble
from using confusingly similar marks and deceptively trading on Atari's goodwill,
Redbubble has made substantial sales and profits in amounts to be established
according to proof.

14 29. As a proximate result of the unfair advantage accruing to Redbubble
15 from using similar or quasi-similar marks and deceptively trading on Atari's
16 goodwill, Atari has been damaged and deprived of substantial sales and has been
17 deprived of the value of its trademarks as commercial assets, in amounts to be
18 established according to proof.

30. Unless restrained by the Court, Redbubble will continue to infringe
 Atari's trademarks. Pecuniary compensation will not afford Atari adequate relief for
 the damage to its trademarks and brand. In the absence of injunctive relief,
 consumers are likely to continue to be mistaken or deceived as to the true source,
 origin, sponsorship, and affiliation of Redbubble and their purported goods.

Redbubble's acts were committed, and continue to be committed, with
actual notice of Atari's exclusive rights and with the intent to cause confusion, to
cause mistake, and/or to deceive, and to cause injury to the reputation and goodwill
associated with Plaintiff and its products. Pursuant to 15 U.S.C. section 1117, Atari
is, therefore, entitled to recover three times its actual damages or three times

1062200.2

1

7

Redbubble's profits, whichever is greater, together with its attorneys' fees. Atari is
 also entitled to statutory damages of \$2 million per registered mark. In addition,
 pursuant to 15 U.S.C. section 1118, Atari is entitled to an order requiring destruction
 of all infringing products and promotional materials in Redbubble's possession.

SECOND CLAIM FOR RELIEF

(Copyright Infringement)

7 32. Atari re-alleges and incorporates herein by reference each and every
8 allegation set forth above.

33. Atari has complied in all respects with the copyright laws of the United
States, 17 U.S.C. §101 et seq., and has secured the exclusive rights and privileges in
and to the original expression in the *Centipede*, *Asteroids*, *Pong*, and *Breakout*works.

34. Redbubble had access to Atari's copyrighted works as established by,
among other things, (a) the widespread availability of pictures of Atari-made or
Atari-licensed products incorporating those copyrights, (b) the fact that Atari's
copyrighted games are well known in the industry and in the public, (c) the striking
similarity between the expression used on the infringing goods and the expression in
Atari's copyrights, and (d) the fact that Redbubble affirmatively advertises the
infringing goods through the use of the Atari trade name.

35. Redbubble infringed Atari's copyrights by advertising, marketing,
creating, displaying, offering for sale, selling, distributing, and profiting from
products incorporating protectable expression taken from Atari's copyrights,
without Atari's permission.

24

5

6

36. Redbubble infringed Atari's copyrights willfully.

25 37. Atari is entitled to actual damages and Defendant's profits, in an
26 amount to be proven at trial.

38. Alternatively, Atari is entitled to statutory damages in an amount no
less than \$150,000 per copyright.

COMPLAINT

1062200.2

39. Redbubble's acts have caused and will continue to cause irreparable 1 2 harm to Atari unless restrained by this Court. Atari has no adequate remedy at law. 3 Accordingly, Atari is entitled to an order enjoining and restraining Redbubble and all those acting in concert with Redbubble, during the pendency of this action and 4 permanently thereafter, from manufacturing, distributing, importing, exporting, 5 marketing, offering for sale, or selling copies or substantially similar copies of 6 7 Atari's copyrights. THIRD CLAIM FOR RELIEF 8 9 (Trademark Dilution) Atari re-alleges and incorporates herein by reference each and every 10 40. allegation set forth above. 11 12 41. The ATARI and PONG trademarks are widely recognized by the general consuming public of the United States. 13 Redbubble's unauthorized use of the ATARI and PONG trademarks 14 42. has the effect of tarnishing and blurring Atari's authentic trademarks. 15 Atari is entitled to recover damages and/or Redbubble's profits in an 16 43. amount to be determined at trial. 17 Atari is entitled to an order preliminarily and permanently enjoining 18 44. Redbubble from using its trademarks in the future. 19 Because Redubble has willfully intended to cause dilution of Atari's 20 45. trademarks, Atari is further entitled to recover its costs of suit and reasonable 21 22 attorney's fees, pursuant to 15 U.S.C. sections 1117 and 1125(c)(2). 23 FOURTH CLAIM FOR RELIEF 24 (False Designation of Origin) Atari re-alleges and incorporate herein by reference each and every 25 46. allegation set forth above. 26 27 47. The Atari Trademarks, as well as the overall look and feel of Atari's 2600 console and joystick (the "2600 trade dress"), are inherently distinctive and

> -8-COMPLAINT

28

1062200.2

have also acquired secondary meaning through extensive promotion and sales, over
 unsolicited press, and word of mouth for over four decades.

3 48. Redbubble is advertising, marketing, creating, displaying, offering for
4 sale, selling, distributing, and profiting from products incorporating the Atari
5 Trademarks and the 2600 trade dress or nearly identical variations thereof.

6 49. Redbubble's use of the Atari Trademarks and the 2600 trade dress is
7 likely to cause confusion among ordinary purchasers as to the source of the goods.

8 50. Atari has never consented to Redbubble's use of its trademarks or trade9 dress.

10

1062200.2

51. Redbubble infringed upon Atari's trademarks and trade dress willfully.

52. As a proximate result of the unfair advantage accruing to Redbubble
from using similar or quasi-similar marks and trade dress and deceptively trading on
Atari's goodwill, Redbubble has made substantial sales and profits in amounts to be
established according to proof.

15 53. As a proximate result of the unfair advantage accruing to Redbubble
16 from using confusingly similar marks and trade dress and deceptively trading on
17 Atari's goodwill, Atari has been damaged and deprived of substantial sales and has
18 been deprived of the value of its trademarks as commercial assets, in amounts to be
19 established according to proof.

54. Unless restrained by the Court, Redbubble will continue to infringe
Atari's trademarks and trade dress. Pecuniary compensation will not afford Atari
adequate relief for the damage to its trademarks, trade dress, and brand. In the
absence of injunctive relief, consumers are likely to continue to be mistaken or
deceived as to the true source, origin, sponsorship, and affiliation of Redbubble and
their purported goods.

26 55. Redbubble's acts were committed, and continue to be committed, with
27 actual notice of Atari's exclusive rights and with the intent to cause confusion, to
28 cause mistake, and/or to deceive, and to cause injury to the reputation and goodwill

COMPLAINT

associated with Plaintiff and its products. Pursuant to 15 U.S.C. section 1117, Atari 1 is, therefore, entitled to recover three times its actual damages or three times 2 Redbubble's profits, whichever is greater, together with its attorneys' fees. Atari is 3 also entitled to statutory damages of \$2 million per registered mark. In addition, 4 5 pursuant to 15 U.S.C. section 1118, Atari is entitled to an order requiring destruction of all infringing products and promotional materials in Redbubble's possession. 6 7

8

FIFTH CLAIM FOR RELIEF

(Common Law Unfair Competition)

9 Atari re-alleges and incorporates herein by reference each and every 56. 10 allegation set forth above.

Redbubble's unauthorized use of Atari's trademarks and trade dress is 11 57. likely to cause consumer confusion as to the source, origin, sponsorship, and 12 association of Redbubble's products. 13

Atari has been, and will continue to be, damaged and irreparably 14 58. harmed by the actions of Redbubble unless Redbubble is enjoined by this Court. 15

16

59. Atari has no adequate remedy at law.

Atari is entitled to recover damages and/or Redbubble's profits in an 17 60. amount to be determined at trial. 18

Atari is informed and believes, and thereon alleges, that Redbubble 19 61. committed the foregoing acts with the intention of depriving Atari of its legal rights, 20 with oppression, fraud, and/or malice, and in conscious disregard of Atari's rights. 21 Atari is, therefore, entitled to an award of exemplary and punitive damages, 22 according to proof. 23

24

SIXTH CLAIM FOR RELIEF

25

(Contributory Trademark Infringement and Counterfeiting)

Atari re-alleges and incorporates herein by reference each and every 26 62. allegation set forth above. 27

28 63. Redbubble has been and continues to be aware of – and has been and 1062200.2 -10-

- 1 (5
COMPL	AIN

continues to contribute to – the infringement of Atari's trademarks and the use of
 counterfeit Atari products on its site. The infringing and counterfeit products are
 prominently displayed and promoted on Redbubble's website. Redbubble's website
 is configured so that a search for "Atari" or other Atari trade names will lead
 directly to the infringing and counterfeit goods. Redbubble creates and distributes
 the infringing and counterfeit goods to the end consumer and facilitates the financial
 transactions.

8 64. Alternatively, Redbubble has remained willfully blind to the
9 infringement and/or counterfeiting of Atari trademarks on its website and on the
10 products it creates and distributes to the end consumer.

11 65. Atari has been damaged by and Redbubble has profited from
12 Redbubble's contributory trademark infringement and counterfeiting.

13 66. To remedy Redbubble's contributory trademark infringement, Atari is
14 entitled to all of the remedies set forth above for direct trademark infringement,
15 counterfeiting, false designation of origin, and unfair competition.

16

17

SEVENTH CLAIM FOR RELIEF

(Contributory Copyright Infringement)

18 67. Atari re-alleges and incorporates herein by reference each and every19 allegation set forth above.

68. Redbubble has been and continues to be aware of – and has been and
continues to contribute to – the infringement of Atari's copyrights on its site. The
infringing products are prominently displayed and promoted on Redbubble's
website. Redbubble's website is configured so that a search for "Atari" or other
Atari trade names will lead directly to the infringing goods. Redbubble creates and
distributes the infringing goods to the end consumer and facilitates the financial
transactions.

27 69. Alternatively, Redbubble has remained willfully blind to the
28 infringement of Atari copyrights on its website and on the products it creates and

1 distributes to the end consumer.

2 70. Atari has been damaged by and Redbubble has profited from
3 Redbubble's contributory copyright infringement.

4 71. To remedy Redbubble's contributory copyright infringement, Atari is
5 entitled to all of the remedies set forth above for direct copyright infringement.

6

7

EIGHTH CLAIM FOR RELIEF

(Vicarious Trademark Infringement and Counterfeiting)

8 72. Atari re-alleges and incorporates herein by reference each and every
9 allegation set forth above.

73. Redbubble and the third parties who design and upload the infringing
designs are in an apparent or actual partnership, have the authority to bind one
another in transactions with third parties, and/or exercise joint ownership or control
over the infringing products. Redbubble is thus vicariously liable for the trademark
infringement and counterfeiting of the third parties who design and upload the
infringing designs onto the Redbubble site.

16 74. Atari has been damaged by and Redbubble has profited from
17 Redbubble's vicarious trademark infringement and counterfeiting.

18 75. To remedy Redbubble's vicarious trademark infringement and
19 counterfeiting, Atari is entitled to all of the remedies set forth above for direct
20 trademark infringement, counterfeiting, false designation of origin, and unfair
21 competition.

22

23

NINTH CLAIM FOR RELIEF

(Vicarious Copyright Infringement)

24 76. Atari re-alleges and incorporates herein by reference each and every
25 allegation set forth above.

26 77. Redbubble enjoys a direct financial benefit from the copyright
 27 infringement on its website. Redbubble gets paid a percentage of every sale of
 28 every product displayed on the site. The availability of the infringing goods also
 1062200.2 -12-

draws customers to the site, which causes Redbubble to make money both through
 the sale of the infringing goods and through the sale of all goods displayed on its
 site.

78. Redbubble has the legal right to stop or limit the copyright
infringement on its website and the practical ability to do so. Redbubble has the
ability and means to monitor its site for infringing designs and the right to remove
them.

8 79. Atari has been damaged by and Redbubble has profited from
9 Redbubble's vicarious copyright infringement. To remedy Redbubble's vicarious
10 copyright infringement, Atari is entitled to all of the remedies set forth above for
11 direct copyright infringement.

12

13

21

22

23

24

25

26

27

28

1062200.2

PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for relief against Defendant as follows:

For preliminary and permanent injunctions enjoining and restraining
 Defendant, its agents, employees, representatives, partners, joint venturers, and/or
 anyone acting on behalf of, or in concert with Defendant, from:

a. designing, manufacturing, importing, shipping, delivering,
selling, marketing, displaying, advertising, or promoting any
product that incorporates designs substantially similar to Atari's
copyrights;

 b. designing, manufacturing, importing, shipping, delivering, selling, marketing, displaying, advertising, or promoting any product that incorporates or is marketed in conjunction any Atari trademark or trade dress;

c. representing or implying, directly or indirectly, to retailers, customers, distributors, licensees, or any other customers or potential customers of Defendant's products that Defendant's products originate with, are sponsored, endorsed, or licensed by,

-13-COMPLAINT

	Case 4:	18-cv-03451-JST Document 1 Filed 06/11/18 Page 15 of 16				
1		or are otherwise associated or affiliated with Plaintiff;				
2	2.	For an order requiring the destruction of all of Defendant's infringing				
3	products and all marketing, advertising, or promotional materials depicting					
4	Defendant'	s infringing products;				
5	3.	For an accounting of all profits obtained by Defendant from sales of the				
6	infringing p	ing products and an order that Defendant hold all such profits in a				
7	constructiv	e trust for the benefit of Plaintiff;				
8	4.	For an award to Plaintiff of all profits earned by Defendant from their				
9	infringing a	acts;				
10	5.	For compensatory damages according to proof;				
11	6.	For statutory damages of no less than \$150,000 per registered copyright				
12	and no less	than \$2 million per registered trademark;				
13	7.	For pre-judgment interest on all damages awarded by this Court;				
14	8.	For reasonable attorney's fees and costs of suit incurred herein; and				
15	9.	For such other and further relief as the Court deems just and proper.				
16						
17	Dated: Jun					
18		Keith J. Wesley Ivy A. Wang				
19						
20		By: s/ Keith J. Wesley				
21		Keith J. Wesley				
22		Attorneys for Plaintiff ATARI INTERACTIVE, INC.				
23						
24						
25						
26						
27						
28						
	1062200.2	-14-				
	COMPLAINT					

	Case 4:18-cv-03451-JST Document 1 Filed 06/11/18 Page 16 of 16		
1	DEMAND FOR JURY TRIAL		
2	Plaintiff hereby demands a jury trial as provided by Rule 38(a) of the Federal		
3	Rules of Civil Procedure.		
4			
5	Dated: June 11, 2018 BROWNE GEORGE ROSS LLP		
6	Keith J. Wesley		
7	Ivy A. Wang		
8	By: s/ Keith J. Wesley		
9	Keith J. Wesley		
10	Attorneys for Plaintiff ATARI INTERACTIVE, INC.		
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25 26			
20			
28			
	1062200.2 1 5		
	1062200.2 -15- COMPLAINT		