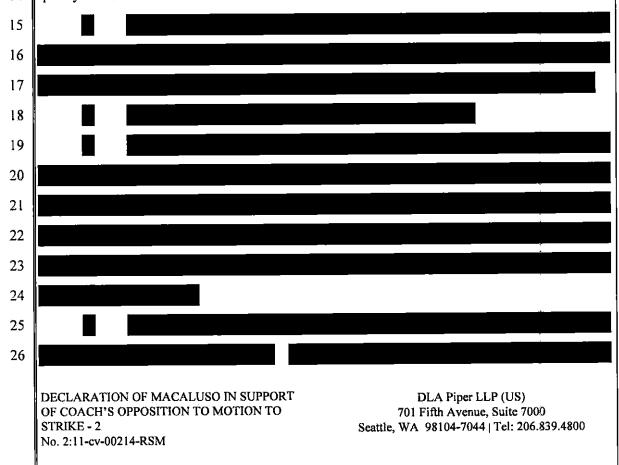
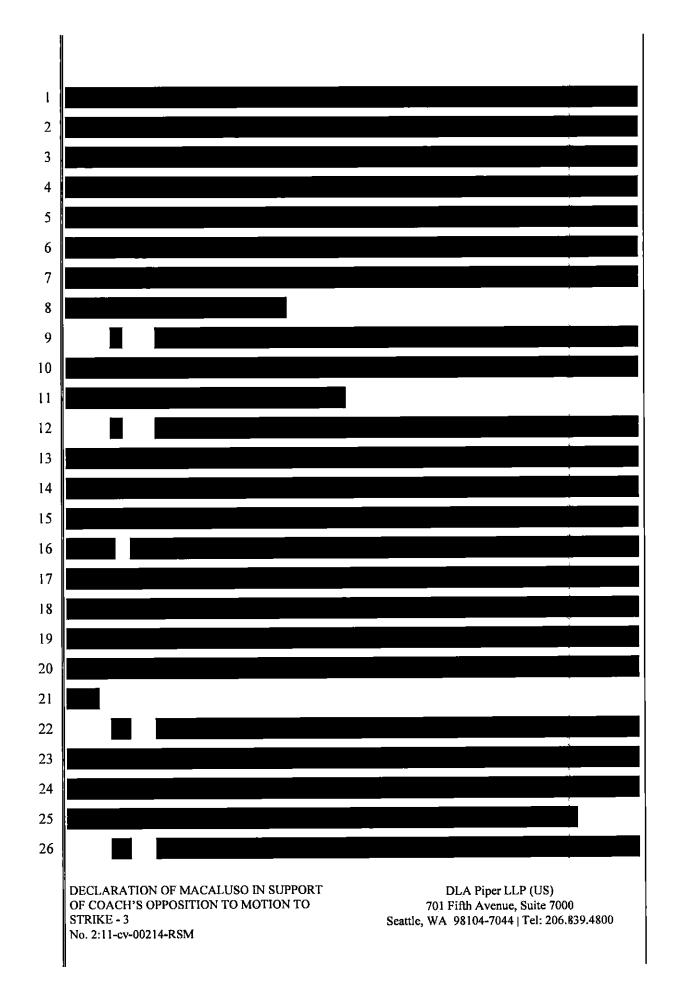
1		THE HONORABLE RICARDO S. MARTINEZ
2		
3		
4		
5		
6		
7		
8	UNITED STATES DISTRICT COURT WESTERN DISTRICT OF WASHINGTON	
9	ATS	SEATTLE
10	GINA KIM, on behalf of a class consisting of herself and all other persons similarly situated,	No. 2:11-cv-00214-RSM
11	Plaintiffs, and as to Ms.	
12	Kim, counterclaim defendant,	DECLARATION OF JOHN MACALUSO IN SUPPORT OF DEFENDANT COACH,
13	V.	INC.'S OPPOSITION TO SPECIAL MOTION TO STRIKE
14	COACH, INC., a Maryland corporation, and COACH SERVICES, INC., a	
15	Maryland corporation,	FILED UNDER SEAL
16	Defendants, and, as to	
17	Coach, Inc., counterclaim plaintiff.	
18		
19	I, John Macaluso, declare as follows:	
20		ch, Inc. ("Coach") in connection with certain
21		er in the New York office of Gibney Anthony &
22	Flaherty LLP ("Gibney"). I have personal knowledge of the facts set forth in this declaration,	
23	and if called to do so, I can and would testify competently thereto. This declaration is	
24	submitted without waiving and without intending to waive the attorney-client privilege. The information in this declaration regarding how Gibney, on behalf of Coach, identified	
25		
26	-	Public disclosure of this information would enable
	DECLARATION OF MACALUSO IN SUPPORT OF COACH'S OPPOSITION TO MOTION TO STRIKE - 1 No. 2:11-cv-00214-RSM	DLA Piper LLP (US) 701 Fifth Avenue, Suite 7000 Seattle, WA 98104-7044   Tel: 206.839.4800

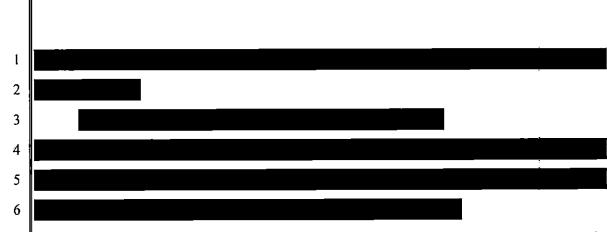
counterfeiters to evade detection. I am supplying this information in the understanding that
 plaintiff's attorneys will maintain its confidentiality and that this declaration will be filed under
 seal.

2. I have devoted the bulk of my 21-year professional career to assisting brandname companies in protecting their intellectual property rights and in combating counterfeiters
and other infringers. My CV is attached hereto as Exhibit A. From my work with numerous
brand-name companies, from my extensive work with law enforcement agencies to combat
counterfeiting, and from my frequent participation in and presentations at national and
international conferences on anti-counterfeiting efforts, I have expertise in and substantial
knowledge of all facets of the enormous markets in counterfeit products.

3. Online sales of counterfeit products are a major problem for intellectual property
holders such as Coach. Online sales of counterfeit products also injure consumers who believe
that they are purchasing genuine merchandise and instead receive knockoffs that are of poor
quality and construction.

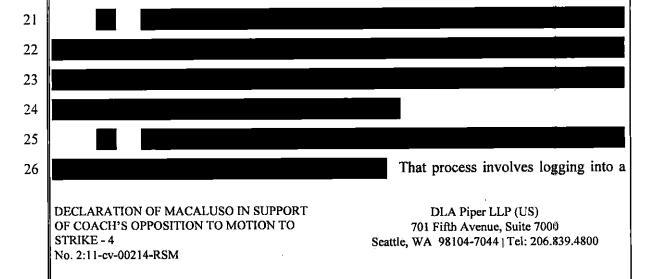


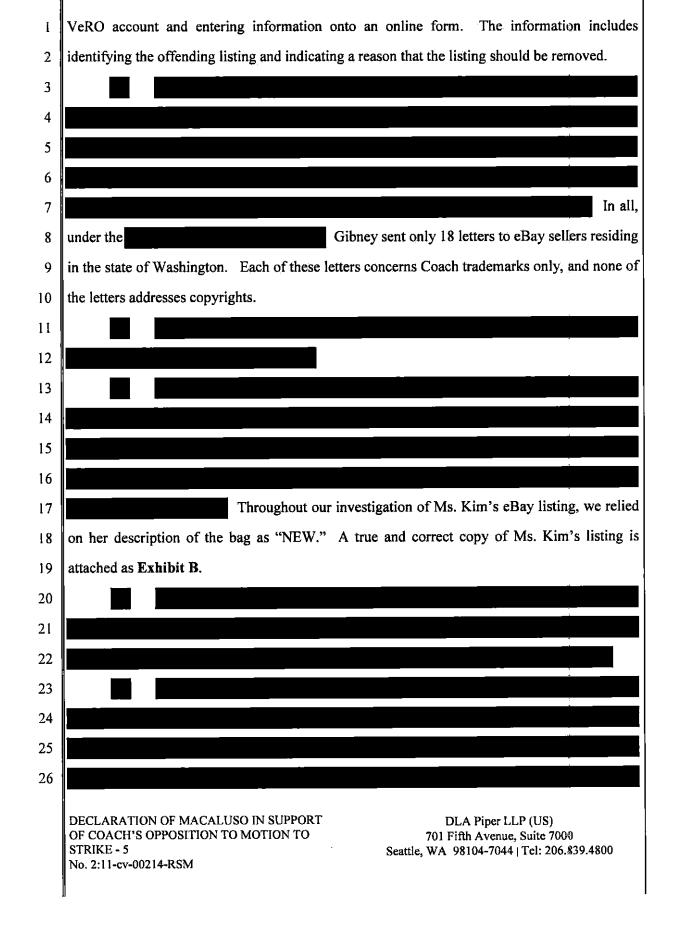




In reviewing eBay listings, it is critical that we are permitted to rely on the 7 12. eBay mandates that sellers not make listing party's description of the goods. 8 misrepresentations in product descriptions, and Gibney necessarily relies on non-counterfeiters 9 to describe listed products accurately. The sheer quantity of counterfeit goods online is 10 staggering. If we cannot rely on the truth of the statements by non-counterfeiters in listings to 11 make our determination of authenticity, then we and all intellectual property holders are 12 powerless to combat online counterfeiting. 13

14 13. If a product is described as "New," we have to be able to rely on the truth of that 15 statement in determining whether it could possibly have been manufactured or licensed by the 16 intellectual property holder. For purposes of handbags, "New" means "of recent origin, 17 production or purchase" or "recently manufactured." The term "New" is not used on eBay to 18 describe a product that is several years old. Description of a product as "New" denotes that the 19 product features the latest in fashion and technology. If a handbag is described as "New," the 20 buyer believes that she is obtaining a recently-manufactured and cutting-edge product.





2 21. On October 5, 2010, a Gibney paralegal used a software program to contact the
3 VeRO program to request that eBay remove Ms. Kim's listing from eBay, which was in
4 violation of eBay's policy against the sale of infringing merchandise.

1

5 22. On October 8, 2010, a letter was sent to Ms. Kim regarding her "NEW" Coach
6 handbag listed on eBay. A true and correct copy of that letter is attached to this declaration as
7 Exhibit C.

8 23. Late in the evening on Thursday, October 14, 2010, Ms. Kim sent an email
9 response to my letter, stating that her item is authentic.

24. On October 15, 2010, after Ms. Kim's email was read, Gibney staff reviewed
Ms. Kim's listing again. After review, and in reliance upon Ms. Kim's October 14 assertions,
Gibney staff sent an email to eBay on the afternoon of Friday, October 15, 2010, requesting
that Ms. Kim's listing be reinstated. A true and correct copy of that email is attached to this
declaration as Exhibit D.

15 25. On the morning of Monday, October 18, 2010, eBay responded to the email 16 from Gibney staff, indicating that Ms. Kim's listing had been reinstated, that Ms. Kim and all 17 bidders had been notified, and that any consequences Ms. Kim had suffered as a result of the 18 removal of her listing had been eliminated. A true and correct copy of that email is attached to 19 this declaration as **Exhibit E**.

20 26. Neither I nor Gibney staff have had direct contact with Ms. Kim since we
21 received her email on October 14, 2010. Neither I nor Gibney staff have had indirect contact
22 with Ms. Kim since she received a notification from eBay that her listing was being reinstated.

23 27. Plaintiff's statement that "Clearly Coach did nothing to investigate their threats
24 against [Ms. Kim]" is false. In fact, an investigation took place, as described above, before any
25 letter was sent to Ms. Kim and before eBay was contacted. Moreover, after it became clear
26 what had occurred (*i.e.*, that Ms. Kim had misrepresented the bag in her listing as "NEW"),

DECLARATION OF MACALUSO IN SUPPORT OF COACH'S OPPOSITION TO MOTION TO STRIKE - 6 No. 2:11-cv-00214-RSM DLA Piper LLP (US) 701 Fifth Avenue, Suite 7009 Seattle, WA 98104-7044 | Tel: 206.839.4800 Gibney staff did not hesitate to conduct a further investigation and take aggressive action to
 prevent any disruption of Ms. Kim's affairs. Ms. Kim's listing was reinstated as a result of that
 further investigation, as Ms. Kim's attorneys would know if they conducted any inquiry into
 the matter.

5 28. More generally, Gibney staff clearly indicated by our actions on October 15, 6 2010 that we were no longer taking the position that Ms. Kim's bag is counterfeit. It would 7 therefore be false to portray my October 8, 2010 letter as Coach's or my position on the matter 8 after October 15, 2010.

1		
9		
10		
11		
12		
13		
14	30. The was not designed to suppress second-	
15	hand sales of Coach products.	
16	I declare under penalty of perjury under the laws of the United States of America that	
17	the foregoing is true and correct.	
18	Executed at New York, New York, this 28th day of March, 2011.	
19		
20	<u>/s/ John Macaluso</u> John Macaluso	
21		
22		
23		
24		
25		
26		
	DECLARATION OF MACALUSO IN SUPPORTDLA Piper LLP (US)OF COACH'S OPPOSITION TO MOTION TO701 Fifth Avenue, Suite 7000STRIKE - 7Seattle, WA 98104-7044   Tel: 206.\$39.4800No. 2:11-cv-00214-RSMSeattle, WA 98104-7044   Tel: 206.\$39.4800	

1	CERTIFICATE OF SERVICE	
2	I hereby certify that on March 28, 2011, I electronically filed the foregoing, under seal,	
3	with the Clerk of the Court using the CM/ECF System.	
4	Copies of the foregoing document were served on counsel of record via email, by	
5	agreement, at the following email addresses:	
6 7	• Jay S Carlson JayCarlson.legal@gmail.com	
8 9	Christopher Robert Carney     christopher.carney@cgi-law.com	
10	Jason Moore     jason@vaneyk-moore.com	
11		
12	Dated this 28th day of March, 2011.	
13	s/ Stellman Keehnel	
14	Stellman Keehnel, WSBA No. 9309	
15		
16	WEST\223325909.1	
17		
18		
19 20		
20 21		
21		
22		
24		
25		
26		
	DECLARATION OF MACALUSO IN SUPPORTDLA Piper LLP (US)OF COACH'S OPPOSITION TO MOTION TO701 Fifth Avenue, Suite 7000STRIKE - 8Seattle, WA 98104-7044   Tel: 206.839.4800No. 2:11-cv-00214-RSMSeattle, WA 98104-7044   Tel: 206.839.4800	

1	CERTIFICATE OF SERVICE	
2	I hereby certify that on April 12, 2011, I electronically filed the foregoing with the	
3	Clerk of the Court using the CM/ECF System which will send notification of such filing to all	
4	counsel or record.	
5	Dated this 12th day of April, 2011.	
6		
7	<u>s/ Stellman Keehnel</u> Stellman Keehnel, WSBA No. 9309	
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
	DECLARATION OF MACALUSO IN SUPPORT OF COACH'S OPPOSITION TO MOTION TODLA Piper LLP (US)STRIKE - 9701 Fifth Avenue, Suite 7000No. 2:11-cv-00214-RSMSeattle, WA 98104-7044   Tel: 206.839.4800	
	WEST\223337558.1	

# EXHIBIT A

665 FIFTH AVENUE, NEW YORK, NY 10022 (212) 688 – 5151 – Phone jmacaluso@gibney.com – Email

#### PROFESSIONAL EXPERIENCE

Partner – Intellectual Property Practice Group Gibney, Anthony & Flaherty, LLP, New York, NY (1999 to Present)

#### Associate

Gibney, Anthony & Flaherty, LLP, New York, NY (1990 to 1998)

### AREAS OF PRACTICE

Trademark and copyright protection and enforcement, computers and new media, corporate and sports law.

Successfully litigated scores of trademark counterfeiting and copyright infringement cases, as well as civil and administrative proceedings under the UDRP, DMCA and ACPA.

Counsel clients in the luxury goods, fashion, sports and entertainment industries in developing nationwide programs to protect and enforce intellectual property rights.

Advise federal, state and local law enforcement agencies on procedures to combat the counterfeiting of trademarked goods, as well as training members of these agencies as an expert in the identification of counterfeit merchandise.

Co-founder of Gibney's Online Brand Protection Group, supervising a staff devoted exclusively to protecting and enforcing brand owner's rights on the World Wide Web.

665 FIFTH AVENUE, NEW YORK, NY 10022 (212) 688 – 5151 – Phone jmacaluso@gibney.com – Email

#### PRIOR EMPLOYMENT

#### Law Clerk

United States Department of Justice, United States Attorney, EDNY, Brooklyn, NY (September 1989 – June 1990)

Legal Intern Commodity Futures Trading Commission, New York, NY (January 1989 – May 1989)

#### Summer Associate

The Port Authority of New York and New Jersey, New York, NY (May 1988 – August 1988)

Law Clerk

Wingate & Cullen, Brooklyn, NY (September 1986 – August 1987)

#### **REPORTED DECISIONS**

Louis Vuitton Malletier and Oakley, Inc. v. Veit, 211 F.Supp.2d 567, E.D.Pa., Jun 26, 2002 Rolex Watch U.S.A., Inc. v. Jones, 2002 WL 596354, S.D.N.Y., Apr 17, 2002 Time Warner Entertainment Co., L.P. v. Does Nos. 1-2, 876 F.Supp. 407, E.D.N.Y., Dec 19,1994 Microsoft Corp. v. CMOS Technologies, Inc., 872 F.Supp. 1329, D.N.J., Oct 24, 1994 Saban Entertainment v. 222 World Corp. 865 F.Supp 1047, S.D.N.Y. Oct 19, 1994 Polo Ralph Lauren Corp. v. Chinatown Gift Shop, 855 F. Supp. 648, S.D.N.Y., Jun 21, 1994

#### BAR ADMISSIONS

New York State – March 27, 1991 United States District Court, Eastern District of New York – July 30, 1991 United States District Court, Southern District of New York – July 30, 1991 District of Columbia – February 27, 1992 United States Supreme Court – June 1, 2004 United States Court of Appeals for the Federal Circuit – June 1, 2004 United States Court of Federal Claims – June 1, 2004 United States Court of Appeals for the Armed Forces – June 1, 2004

665 FIFTH AVENUE, NEW YORK, NY 10022 (212) 688 – 5151 – Phone jmacaluso@gibney.com – Email

#### PRO HAC VICE ADMISSIONS

#### **United District Court for the:**

Central District of California; Northern District of California; Southern District of California; Eastern District of Illinois District of Massachusetts District of Nebraska District of New Jersey Northern District of New York Eastern District of Pennsylvania District of Puerto Rico Southern District of Texas District of Utah Virgin Islands District Court

### **PROFESSIONAL MEMBERSHIPS & AFFILIATIONS**

International AntiCounterfeiting Coalition Co-chair, Internet Task Force

#### **International Trademark Association**

Internet Committee, Online Trademark Use Subcommittee

**American Bar Association** 

New York State Bar Association

### **SEMINARS & SPEAKING ENGAGEMENTS**

**International Anticounterfeiting Coalition Annual Conference** – "Turmoil and Evolution: Internet Liability Issues in the US and Europe" – Atlanta, GA, October 14, 2009.

**International Anticounterfeiting Coalition Annual Conference** – "State of the Net: A Cyberview of internet Enforcement" – Washington, DC, October 18, 2007.

International Anticounterfeiting Coalition Annual Conference – Moderator: "Recent Federal Prosecutions in Trademark Counterfeiting/Internet Cases, the Link Between Counterfeiting and

665 FIFTH AVENUE, NEW YORK, NY 10022 (212) 688 – 5151 – Phone jmacaluso@gibney.com – Email

Terrorism and Aspects of Civil Anticounterfeiting Enforcement in New York" - New York, NY, April 30, 2003.

**United States Patent & Trademark Office** – A Trademark Law Overview: Trends in Litigation and Anticybersquatting Procedures - Crystal City, VA January 31, 2002.

**United States Patent & Trademark Office –** Domain Name Protection and Enforcement – Crystal City, VA – February 1, 2001.

**International Anticounterfeiting Coalition Annual Conference** – Moderator: "Legal Survey of Decisions Related to Anticounterfeiting" - Chicago, IL October 15, 1999.

**United States Customs and Border Protection – Seminars and Product Identification Training** – JFK Airport, NY; Newark, NJ; Houston, TX; Laredo, TX; Chicago, IL; Detroit, MI; Salt Lake City, UT; San Diego, CA:

**Florida Department of Law Enforcement Annual Conference** – Speaker, "Federal and State Civil and Criminal Trademark and Anticounterfeiting Laws" Key West, FL.

**Florida Department of Law Enforcement Annual Conference** – Speaker, "Federal and State Civil and Criminal Trademark and Anticounterfeiting Laws" Tallahassee, FL November 6, 1997.

**Western States Investigators Coalition Annual Conference** – Speaker, "Protection of Intellectual property Rights and Enforcement of Civil Trademark Laws" – Las Vegas, NV.

United States Customs and Border Protection – Trademark Enforcement and Product Identification Training at various ports in the US and Commonwealth Territories.

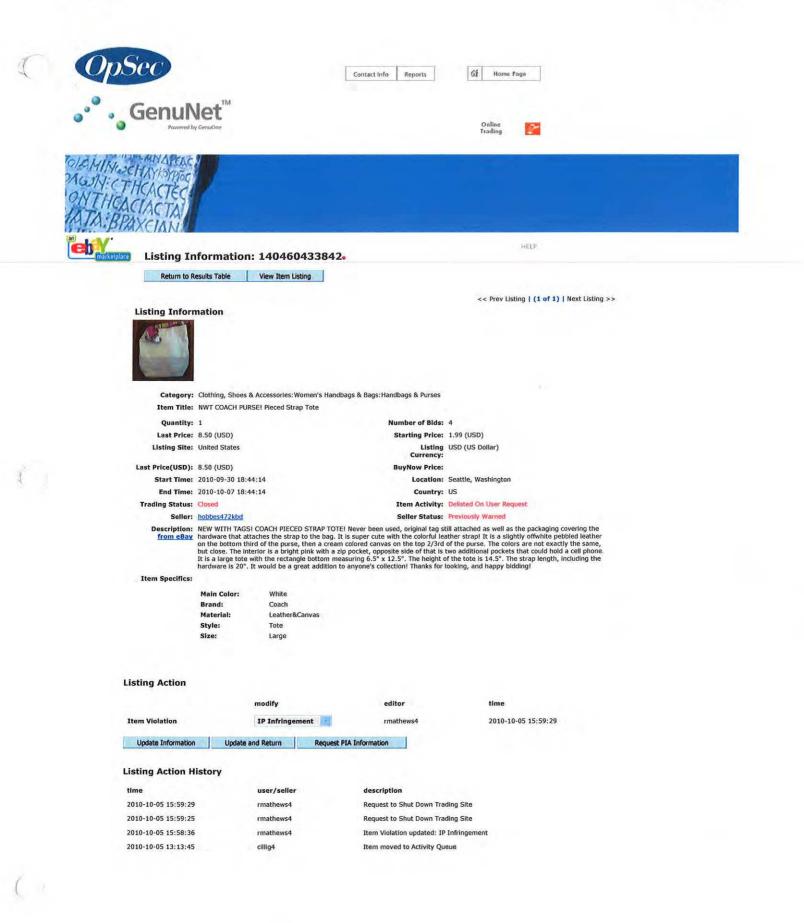
### **EDUCATION**

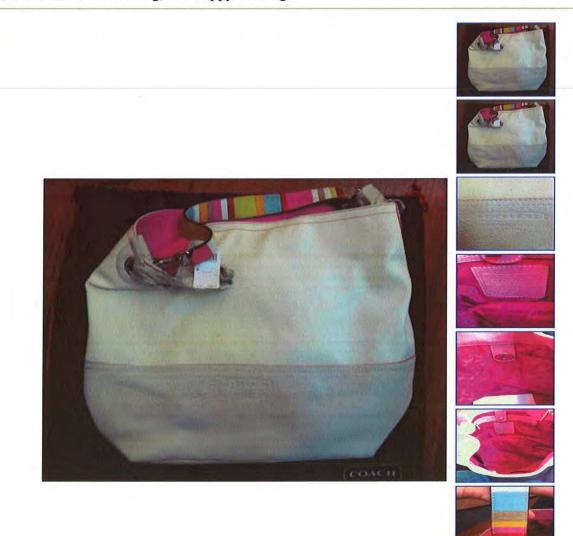
St. John's University School of Law, Jamaica, NY Juris Doctor, May 1990 Honors / Achievements: Moot Court, Junior Bar

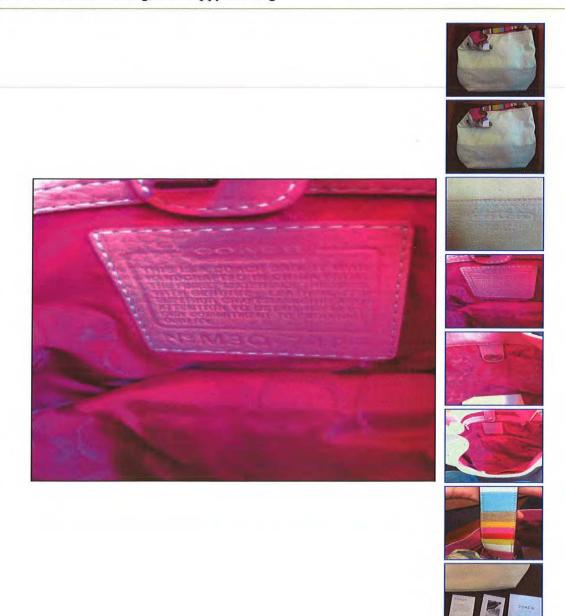
Fordham University College of Business Administration, Bronx, NY

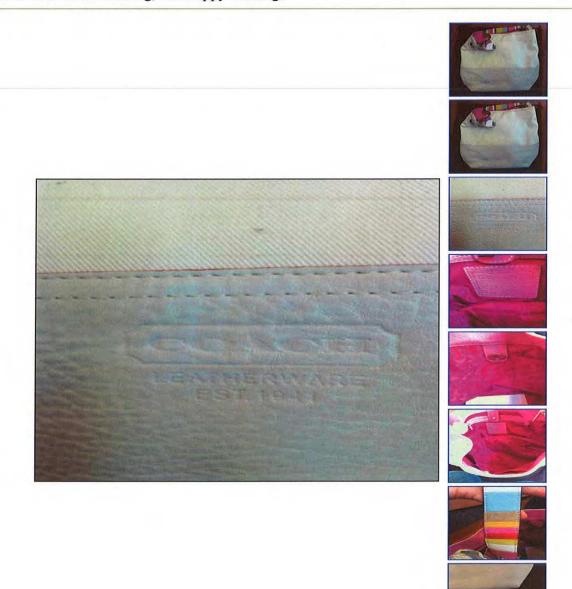
Bachelor of Science, Finance, May 1986 Honors / Achievements: Varsity Letters in Baseball (Div I-A) and Football (Div. III-A); Dean's List; Regent's Scholarship; ILA Local 1814 Scholarship; President – Finance Society

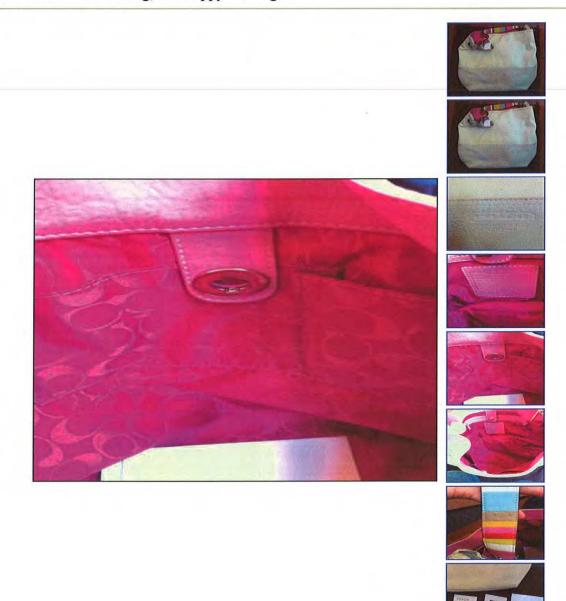
# EXHIBIT B



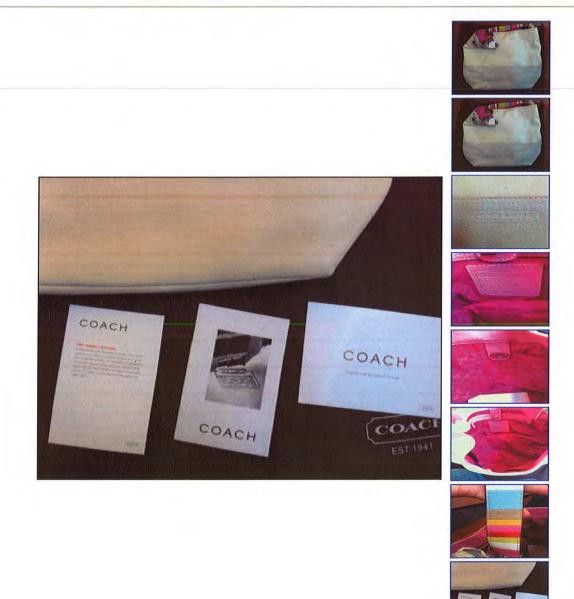








20



21

# EXHIBIT C

.



Attorneys at Law 665 Fifth Avenue New York, NY 10022 212.688.5151 212.688.8315 Fax www.glbney.com

John Macaluso 212.688.5151 coach@glbney.com

October 8, 2010

BY EMAIL: ginayunkim@gmail.com AND FIRST CLASS MAIL Gina Kim 9069 17th Avenue SW Seattle, WA 98106

Re: Coach, Inc.

Dear Ms. Kim:

This firm is counsel to Coach, Inc. and Coach Services, Inc. (hereinafter collectively referred to as "Coach"), with respect to certain intellectual property matters. Coach is the owner of the federally-registered "COACH" trademark, among others (the "Coach Trademarks").

It has recently come to our attention that you are offering for sale and selling merchandise bearing counterfeits of the Coach Trademarks (the "Infringing Merchandise") on <u>eBay.com</u>.

Such action is likely to cause confusion and constitutes trademark counterfeiting, infringement and dilution of our clients' intellectual property rights. Your conduct violates federal and state trademark laws. As a result, you may be held liable for trademark counterfeiting and infringement. The penalties for such conduct are severe and may include injunctive relief, actual damages, statutory damages of up to \$2,000,000 for each trademark that has been counterfeited, costs and attorneys' fees.

Therefore, we demand that you immediately <u>cease and desist</u> from any and all offering for sale, sale, distribution, importation, manufacture, advertisement, promotion and display of the Infringing Merchandise. We also demand that you do the following immediately:

- 1. Surrender all Infringing Merchandise in your possession, custody or control.
- 2. Provide the identity of the source of the Infringing Merchandise.

San Francisco Office: Two Transamerica Center, 505 Sansome Street, Suite 1200, San Francisco, CA 94111 tel 415.901.2270

Associated Offices: Gros & Waltenspuhl, Rue Beauregard 9, CH-1204 Geneva, Switzerland tel +41 22.311.3833 Magrath LLP, 66/67 Newman Street, London, W1T 3EQ, United Kingdom tel +44 207.495.3003



### GIBNEY ANTHONY & FLAHERTY up

3. Make payment to "Coach, Inc." by Cashier's Check, Certified Check or Money Order, for all damages and costs incurred by our clients in connection with your infringing conduct, in the amount of \$300.

We strongly urge you not to contact the supplier of the Infringing Merchandise or to take any other action which would interfere with Coach's ability to eliminate Infringing Merchandise from the marketplace and will hold you responsible for your complicity in any such actions to the maximum extent provided by law.

Please complete the information below and return it along with the merchandise and payment to the undersigned at: Gibney, Anthony & Flaherty, LLP, 665 Fifth Avenue, New York, NY 10022.

You hereby warrant and represent that:

- 1. Your eBay.com seller ID is:
- 2. All Infringing Merchandise has been withdrawn from <u>eBay.com</u> and all other venues and you have surrendered all Infringing Merchandise in your possession or control to the undersigned counsel for Coach.
- 3. You sold \_\_\_\_\_\_ pieces of Infringing Merchandise and your profits from these sales were \$\_\_\_\_\_\_.
- 4. Your supplier(s) for the Infringing Merchandise and its (their) contact information is:

5. You will never again advertise, manufacture, offer for sale, sell or otherwise distribute the Infringing Merchandise in any venue, including, but not limited to, <u>eBay.com</u>.

6. You have made monetary payment of <u>\$300</u> to Coach, either by certified check or money order, made payable to "<u>Coach, Inc.</u>" based upon your profits and Coach's attorneys' fees and costs in connection with your sale of the Infringing Merchandise.



IN WITNESS WHEREOF, you agree to the foregoing.

Date: \_\_\_\_\_

Print Name: \_\_\_\_\_

Signature:

Please be advised that your failure to respond or to comply with these demands before **October 15, 2010**, may result in Coach taking legal action to enforce their rights, all of which are hereby expressly reserved.

Sincerely,

Gibney, Anthony & Flaherty, LLP

\*\*\*\*

John Macaluso Macaluso By:



-----

# EXHIBIT D

#### Isselin, Michael

From:Coach IP CounselSent:Friday, October 15, 2010 3:52 PMTo:'vero@ebay.com'; 'schaffin@ebay.com'Subject:Coach, Inc. and Coach Services, Inc.October 15, 2010

BY ELECTRONIC MAIL: vero@ebay.com; schaffin@ebay.com

Re: Coach, Inc. and Coach Services, Inc.

I, the undersigned, certify under penalty of perjury that I am an agent authorized to act on behalf of the owner of certain intellectual property rights, said owner being named Coach, Inc. and Coach Services, Inc. ("IP Owner").

Please be advised that we recently requested the following item by vendor "hobbes472kbd" to be cancelled on our good faith belief that the merchandise was counterfeit:

#### 140460433842

We request the vendor be allowed to relist the items and the high bidder be notified of this matter.

We appreciate your continued cooperation and apologize for any inconvenience this may have caused.

Regards, Gibney, Anthony & Flaherty LLP

# EXHIBIT E

#### Isselin, Michael

From:eBay Customer Support - vero [vero@ebay.com]Sent:Monday, October 18, 2010 11:07 AMTo:Coach IP CounselSubject:Re: VE62823 Coach, Inc. and Coach Services, Inc. (KMM33904144V14406L0KM)

Dear VeRO Participant,

Thank you for writing eBay in regard to your request to reinstate listing, 140460433842.

We appreciate your willingness to communicate and work with sellers who have had listings removed at your request. We have reinstated the listing in question and have notified hobbes472kbd and all participating bidders. We have also removed any consequence the seller may have incurred due to the removal of the listing.

We appreciate your participation in the eBay VeRO Program and your desire to resolve this issue with the seller.

Sincerely, Michael B.

eBay Customer Support

Original Message Follows:

October 15, 2010

BY ELECTRONIC MAIL: vero@ebay.com; schaffin@ebay.com

Re: Coach, Inc. and Coach Services, Inc.

I, the undersigned, certify under penalty of perjury that I am an agent authorized to act on behalf of the owner of certain intellectual property rights, said owner being named Coach, Inc. and Coach Services, Inc. ("IP Owner").

Please be advised that we recently requested the following item by vendor " hobbes472kbd" to be cancelled on our good faith belief that the merchandise was counterfeit:

#### 140460433842

We request the vendor be allowed to relist the items and the high bidder be notified of this matter.

We appreciate your continued cooperation and apologize for any inconvenience this may have caused.

1

Regards,

Gibney, Anthony & Flaherty LLP

This written advice was not intended or written to be used, and it cannot be

used by any taxpayer, for the purpose of avoiding penalties that may be imposed

on the taxpayer. This statement is made pursuant to I.R.S. Circular 230 This

message is intended only for the use of the individual or entity to which it is

addressed, and may contain information that is privileged confidential and

exempt from disclosure under applicable law. If the reader of this message is

not the intended recipient, or the employee or agent responsible for delivering

the message to the intended recipient, you are hereby notified that any dissemination, distribution or copying of this communication is strictly prohibited. If you have received this communication in error, please notify us

immediately by telephone, and delete this message from your system. Thank you.