Cá	ase 2:20-cv-04822-PLA Document 1 Filed 05	15/29/20 Page 1 of 11 Page ID #:1		
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6	Attorneys for Plaintiff			
7				
8	UNITED STATES DISTRICT COURT			
9	CENTRAL DISTRIC	CT OF CALIFORNIA		
10				
11	DEUS EX MACHINA	Case No. 2:20-cv-4822		
12	MOTORCYCLES PTY. LTD.,	COMPLAINT FOR:		
13	Plaintiff,	(1) TRADEMARK		
14	V.	INFRINGEMENT UNDER 15 U.S.C. §§ 1114 AND 1125(a);		
15	METRO-GOLDWYN-MAYER INC. and WARNER BROS. ENTERTAINMENT INC.,	U.S.C. §§ 1114 AND 1125(a); (2) TRADEMARK DILUTION UNDER 15 U.S.C. § 1125(a); AND		
16	Defendants.	(3) FEDERAL UNFAIR COMPETITION AND FALSE		
17	Derendunts.	ADVERTISING UNDER 15 U.S.C. § 1125(a)		
18		DEMAND FOR JURY TRIAL		
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20 21	GENERAL ALLEGATIONS			
21				
22	1 Pursuant to Local Rule 8-1 Plaintiff Deus Ex Machina Motorcycles Pty			
23	Itd ("Deus Ex Machina") hereby alleges that this Court has subject matter			
2 - 25	jurisdiction over this action because it arises under the federal trademark statute			
26	("Lanham Act"), 15 U.S.C. § 1051 et seg	eq., and this Court also has subject matter		
20	jurisdiction over the federal trademark, false advertising, and unfair competition			
28	claims pursuant to 15 U.S.C. § 1121 and 2	28 U.S.C. §§ 1331, 1332, 1338, and 1367.		

Deus Ex Machina is a private limited company, organized and existing
 under the laws of the country of Australia, with a principal place of business in
 Australia and with a retail store in Venice, California.

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3. Deus Ex Machina is informed and believes, and on that basis alleges, that Defendant Metro-Goldwyn-Mayer Inc. ("MGM") is a corporation, organized and existing under the laws of the State of Delaware, with a principal place of business in the State of California.

8 4. Deus Ex Machina is informed and believes, and on that basis alleges,
9 that Defendant Warner Bros. Entertainment Inc. ("Warner") is a corporation,
10 organized and existing under the laws of the State of Delaware, with a principal place
11 of business in the State of California.

5. Deus Ex Machina is informed and believes, and on that basis alleges,
that this Court has personal jurisdiction over MGM and Warner Bros. (hereinafter
collectively referred to as "Defendants") because they have extensive contacts with,
and conduct business within, the State of California and specifically within this
judicial district; the causes of action asserted in this Complaint arise out of
Defendants' contacts with this judicial district; and Defendants have caused tortious
injury to Deus Ex Machina in this judicial district.

6. Venue is proper in this judicial district under 28 U.S.C. §§ 1391(b)
and (c) because Defendants have extensive contacts with, and conduct business
within, the State of California and this judicial district; the causes of action asserted
in this Complaint arise out of Defendants' contacts with this judicial district; and
Defendants have caused tortious injury to Deus Ex Machina in this judicial district.

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Deus Ex Machina's Business and Trademark

7. Deus Ex Machina began conducting business in 2006 in Australia as
maker of custom motorcycle parts and hand-built motorcycles.

8. Deus Ex Machina's business then expanded into related goods,
including but not limited to clothing that Deus Ex Machina created to be compatible

with the motorcycle riding lifestyle as envisioned by design professionals and
 marketing professionals paid by Deus Ex Machina to create a favorable brand
 association, in the mind of consumers and potential consumers, for products of Deus
 Ex Machina.

9. Deus Ex Machina has locations throughout the world, including several
locations in Australia and Bali and also locations in France, Indonesia. Italy, Japan,
the Netherlands, South Africa, Spain, Switzerland and Turkey.

8 10. Deus Ex Machina began conducting business in 2011 in the United
9 States and has a store selling Deus Ex Machina merchandise in Venice, California,
10 which is located within the Central District of California, as well as an online store
11 directed to US customers at <u>https://shop.us.deuscustoms.com/#1</u>.

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11. Deus Ex Machina's core target market is males from 18 to 30 years old, with only limited styles for children and females.

14 12. Deus Ex Machina's streetwear clothing items such as short sleeved and
15 long sleeved tees, caps, sweats, fleece and hoodies and light jackets (denim jackets,
16 coach jackets) and some heavier winter jacketing are primarily marketed to males of
17 18 to 30 years old, although some are purchased and worn by women.

18 13. The underpinnings of Deus Ex Machina's brand and brand story draw
on custom motorcycle culture and vintage surf culture and the intersection and
mingling of those lifestyle cultures with art, music and other popular culture.

21 14. Deus Ex Machina has spent almost 14 years creating a very specific
22 brand image and reputation for quality in stylish streetwear in a broad range of global
23 markets.

15. While apparel and accessories are 80% of its business, Deus Ex Machina
has also participated in making and publishing a number of movies portraying surf,
motorcycle and other cultural themes and activities like music and snowboarding.
This movie making activity is a core part of Deus Ex Machina's cultural foundation
to enhance the value of the brand.

1 16. Deus Ex Machina has been widely mentioned in articles in both print
 2 and online media, including a feature article in the Los Angeles Times which was
 3 published on January 24, 2015.

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4 17. On January 25, 2011, the United States Patent & Trademark Office 5 ("PTO") issued to Deus Ex Machina, U.S. Trademark Registration No. 3,910,284 for 6 the mark DEUS EX MACHINA in connection with, among other things, "[c]lothing, namely, shorts, shirts, blouses, T-shirts, skirts, ties, belts for clothing, dresses, pants, 7 8 coats, scarves, mittens, gloves and sweaters, suits, jackets, hats, caps, boots, sandals, 9 shawls; vests; sleepwear; swimwear, footwear, insoles for footwear and headwear." 10[Emphasis added.] A true and correct copy of this registration is attached hereto as Exhibit A. 11

12 18. Deus Ex Machina has devoted substantial time, effort, and resources to
13 the development and extensive promotion of the DEUS EX MACHINA mark and
14 the products offered thereunder.

15 19. Deus Ex Machina has used and continues to use the mark DEUS EX
16 MACHINA in connection with, among other items of clothing, jackets which are
17 marketed primarily to members of the public who are interested in motorcycles and
18 the motorcycle lifestyle.

19 20. DEUS EX MACHINA became an incontestable mark as of June 12,
20 2017. A true and correct copy of the PTO's June 12, 2017 Notice of
21 Acceptance/Acknowledgement as to Sections 71 and 15 is attached hereto as
22 Exhibit B.

23 21. The DEUS EX MACHINA registration is in full force and effect on the
24 PTO's Principal Register, and gives rise to presumptions in favor of Deus Ex
25 Machina with respect to validity, ownership, and exclusive rights to use the DEUS
26 EX MACHINA mark throughout the United States.

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Unauthorized Use of DEUS EX MACHINA

2 22. Deus Ex Machina is informed and believes that Defendants jointly 3 produced, marketed, distributed and released in the United States, on or about 4 May 17, 2019, a movie entitled "The Sun Is Also a Star" ("Movie").

Deus Ex Machina is informed and believes, and on that basis alleges, 5 23. 6 that Defendants released trailers for the Movie ("Trailer") on or about February 6, 7 2019.

Deus Ex Machina is informed and believes, and on that basis alleges, 8 24. 9 that the Trailer has been viewed over nine million times to date.

In both the Movie and the Trailer, the lead actress in the Movie, Yara 10 25. Shahidi, who played teenager "Natasha Kingsley," wears a blue and rustic gold 11 bomber jacket ("Jacket") with the words "DEUS EX MACHINA" inscribed in the 12 13 back in large letters.

26. Deus Ex Machina is informed and believes, and on that basis alleges, 14 that the style and coloring of the Jacket is not consistent with and/or is inferior in 15 16 quality to what most consumers and motorcycle enthusiasts would associate with a motorcycle lifestyle consistent with the mark. 17

Deus Ex Machina is informed and believes, and on that basis alleges, 18 27. that the Movie is available on DVD and online and that the identical infringing Jacket 19 can be seen in the DVD and online versions of the Movie. 20

21 28. The Jacket is not a product of Deus Ex Machina. Deus Ex Machina is 22 informed and believes that the Jacket was created by Defendants for the Movie.

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29. Deus Ex Machina is informed and believes, and on that basis alleges, that the Movie is considered a teen drama; received mixed reviews from critics; and 24 25 was a box-office failure, only grossing \$6 million against its \$9 million budget.

Deus Ex Machina is informed and believes, and on that basis alleges, 26 30. that Defendants have authorized copies of the Jacket to be sold by among others, the 27 websites www.hjacket.com and www.newamericanjackets.com. 28

Junction 1 31. Deus Ex Machina is informed and believes that the lead actor in the
 Movie, Charles Melton, who played teenager "Daniel Bae", posed for pictures posted
 to social media to help promote the Movie in which he wore clothing actually sold
 by Deus Ex Machina, creating the impression that Deus Ex Machina was involved in
 promoting the Movie and that the use of inferior infringing products and references
 in the Movie to DEUS EX MACHINA were authorized by Deus Ex Machina.

7 32. The actions described in paragraphs 22 to 31, and each of them, were
8 undertaken without the Defendants obtaining any permission, license or other rights
9 from Deus Ex Machina as the owner of the mark.

33. Deus Ex Machina is informed and believes, and on that basis alleges,
that every time either the offending Trailer or Movie is watched, or copies of the
Jacket are advertised, sold or worn in public, Deus Ex Machina is injured because:

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A. Deus Ex Machina's trademark has been infringed;

B. The use of the trademark DEUS EX MACHINA in the Movie on a type
of product widely sold by Deus Ex Machina, a light bomber style jacket, detracts
from the brand image Deus Ex Machina has built because the jacket in the Movie is
gaudy and of inferior quality, and worn by the teenage, female lead;

C. Deus Ex Machina makes movies in order to promote its brand and the
use of the DEUS EX MACHINA trademark in the Movie will cause people to think
that Deus Ex Machina is using md promoting the Movie as a way to change its brand
by marketing to females and teenagers;

D. Deus Ex Machina is being associated with a schmaltzy teen-style love
story, totally inconsistent with the brand image Deus Ex Machina has built;

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E. Deus Ex Machina is being associated with a flop; and

F. Deus Ex Machina is being associated with a jacket inferior in quality to
what most consumers and motorcycle enthusiasts would associate with a motorcycle
lifestyle consistent with the mark.

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Deus Ex Machina is informed and believes that Defendants have 1 34. 2 willfully, knowingly and maliciously used the trademark DEUS EX MACHINA to 3 advertise and market the Movie, engaging in trademark infringement, trademark 4 dilution, unfair competition and false advertising in violation of 15 U.S.C. §1114 and 5 §1125(a).

Deus Ex Machina is informed and believes that the commercial impact 6 35. of Defendants' actions is that: 7

Deus Ex Machina's mark has been and continues to be wrongfully and 8 A. 9 repeatedly used without fair compensation; and

B. Deus Ex Machina's customers and potential customers are confused as 10 11 to the image that Deus Ex Machina is trying to create with its products.

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In a July 12, 2019 letter, intellectual property counsel for MGM, Jill M. 36. 13 Pietrini of Sheppard Mullin Richter & Hampton LLP advised Deus Ex Machina that 14 MGM disagreed with Deus Ex Machina's contention that the Movie and the Trailer infringed Deus Ex Machina's trademark rights. 15

Unless this Court restrains and enjoins Defendants from further 16 37. trademark infringement, trademark dilution, and associated acts as set forth above, 17 18 Deus Ex Machina will be irreparably harmed and there is no adequate remedy at law.

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FIRST CLAIM FOR RELIEF FOR TRADEMARK INFRINGEMENT UNDER 15 U.S.C. §§ 1114 and 1125(a)

21 38. Deus Ex Machina repeats, realleges and incorporates herein by this 22 reference each and every allegation set forth in Paragraphs 1 through 36, above

23 39. The actions of Defendants described above and specifically, without limitation, their unauthorized use of the DEUS EX MACHINA trademark, to 24 25 advertise, promote, market, and sell the Movie and the Jacket throughout the United 26 States including California, constitute trademark infringement in violation of 15 27 U.S.C. §§ 1114 and 1125(a).

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40. The actions of Defendants, if not enjoined, will continue. Deus Ex
Machina has suffered and continues to suffer damages in an amount to be proven at
trial consisting of, among other things, diminution in the value of and goodwill
associated with the DEUS EX MACHINA mark, and injury to Deus Ex Machina's
business and reputation. Deus Ex Machina is therefore entitled to injunctive relief
pursuant to 15 U.S.C. § 1116.

41. Pursuant to 15 U.S.C. § 1117, Deus Ex Machina is entitled to recover 7 damages in an amount to be determined at trial, the profits made by Defendants on 8 9 sales of the Jacket, and the costs of this action. Furthermore, Deus Ex Machina is 10informed and believes, and on that basis alleges, that the actions of Defendants were 11 undertaken willfully and with the intention of causing confusion, mistake, or deception, making this an exceptional case entitling Deus Ex Machina to recover 12 13 additional treble damages and reasonable attorneys' fees pursuant to 15 U.S.C. § 1117. 14

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<u>SECOND CLAIM FOR RELIEF FOR TRADEMARK</u> <u>DILUTION UNDER 15 U.S.C. § 1125(a)</u>

17 42. Deus Ex Machina repeats, realleges and incorporates herein by this18 reference each and every allegation set forth in Paragraphs 1 through 40, above.

43. The actions of Defendants described above and specifically, without
limitation, their unauthorized use of the DEUS EX MACHINA trademark, to
advertise, promote, market, and sell the Movie and the Jacket throughout the United
States including California are likely to cause dilution by blurring and tarnishment in
violation of 15 U.S.C. § 1125(c).

44. Deus Ex Machina is informed and believes, and on that basis alleges,
that the actions of Defendants described above were and continue to be deliberate
and willful. Deus Ex Machina is therefore entitled to recover damages in an amount
to be determined at trial, profits made by Defendants on sales of the Jacket, and the
costs of this action pursuant to 15 U.S.C. § 1117.

THIRD CLAIM FOR FEDERAL UNFAIR COMPETITION AND

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FALSE ADVERTISING UNDER 15 U.S.C. § 1125(a)

45. 3 Deus Ex Machina repeats, realleges and incorporates herein by this 4 reference each and every allegation set forth in Paragraphs 1 through 43, above.

5 46. Defendants' actions described above and specifically, without 6 limitation, Defendants' use of the DEUS EX MACHINA trademark, in commerce to advertise, market, and sell the Movie and Jacket throughout the United States 7 8 including California constitute unfair competition and false advertising in violation 9 of 15 U.S.C. § 1125(a).

Consumers are likely to be misled and deceived by Defendants' 10 47. 11 representations.

48. 12 Defendants knew or should have known that their statements were false 13 or likely to mislead.

49. As an actual and proximate result of Defendants' willful and intentional 14 actions, Deus Ex Machina has suffered damages in an amount to be determined at 15 16 trial, and unless Defendants are enjoined, Deus Ex Machina will continue to suffer irreparable harm and damage to its business, reputation, and goodwill. 17

18 50. Pursuant to 15 U.S.C. § 1117, Deus Ex Machina is entitled to damages for Defendants' Lanham Act violations, an accounting for profits made by 19 Defendants on sales of the Jacket, as well as recovery of the costs of this action. 20 Furthermore, Deus Ex Machina is informed and believes, and on that basis alleges, 21 22 that Defendants' conduct was undertaken willfully and with the intention of causing confusion, mistake or deception, making this an exceptional case entitling Deus Ex 23 24 Machina to recover additional damages and reasonable attorneys' fees pursuant to 15 25 U.S.C. § 1117.

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PRAYER FOR RELIEF

27 WHEREFORE, Deus Ex Machina prays that this Court enter judgment against 28 Defendants as follows:

1	1. That Deus Ex Machina be granted injunctive relief under 15 U.S.C. §
2	1051 et seq. restraining and enjoining Defendants from directly or indirectly
3	infringing on the DEUS EX MACHINA trademark; requiring Defendants to destroy
4	and/or recall the offending material; and restraining and enjoining Defendants from
5	otherwise engaging in acts of unfair competition and unfair trade practices;

6 2. That Deus Ex Machina be awarded damages pursuant to 15 U.S.C. §
7 1117(a), sufficient to compensate it for the damage caused by Defendants' false and
8 misleading statements;

9 3. That Deus Ex Machina be awarded Defendants' profits derived by
10 reason of said acts, or as determined by said accounting;

4. That such damages and profits be trebled and awarded to Deus Ex
Machina and that Deus Ex Machina be awarded its costs, attorneys' fees and
expenses in this suit under 15 U.S.C. § 1117, as a result of Defendants' willful,
intentional, and deliberate acts in violation of the Lanham Act;

15 5. That Deus Ex Machina be granted prejudgment and post-judgment
16 interest;

17 6. That Deus Ex Machina be granted costs associated with the prosecution18 of this action; and

19 7. That Deus Ex Machina be granted such further relief as the Court may20 deem just.

22 DATED: May 29, 2020

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BROWER LAW GROUP A Professional Corporation

By: <u>/s/ Steven Brower</u> Steven Brower Attorneys for Plaintiff

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1	DEMAND FOR JURY TRIAL		
2	Plaintiff Deus Ex Machina Inc. hereby demands trial by jury as to each and		
3	every issue as to which it is so entitled.		
4			
5	DATED: May 29, 2020 BROWER LAW GROUP		
6	A Professional Corporation		
7	Dru /s/ Stories Dromon		
8	By: <u>/s/ Steven Brower</u> Steven Brower Attorneys for Plaintiff		
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