## 109TH CONGRESS 1ST SESSION

## H. R. 683

To amend the Trademark Act of 1946 with respect to dilution by blurring or tarnishment.

## IN THE HOUSE OF REPRESENTATIVES

February 9, 2005

Mr. Smith of Texas introduced the following bill; which was referred to the Committee on the Judiciary

## A BILL

To amend the Trademark Act of 1946 with respect to dilution by blurring or tarnishment.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 (a) Short Title.—This Act may be cited as the
- 5 "Trademark Dilution Revision Act of 2005".
- 6 (b) References.—Any reference in this Act to the
- 7 Trademark Act of 1946 shall be a reference to the Act
- 8 entitled "An Act to provide for the registration and protec-
- 9 tion of trademarks used in commerce, to carry out the pro-
- 10 visions of certain international conventions, and for other

- $1\,$  purposes", approved July 5, 1946 (15 U.S.C. 1051 et
- 2 seq.).
- 3 SEC. 2. DILUTION BY BLURRING; DILUTION BY
- 4 TARNISHMENT.
- 5 Section 43 of the Trademark Act of 1946 (15 U.S.C.
- 6 1125) is amended—
- 7 (1) by striking subsection (c) and inserting the
- 8 following:
- 9 "(c) Dilution by Blurring; Dilution by
- 10 Tarnishment.—
- 11 "(1) Injunctive relief.—Subject to the prin-
- ciples of equity, the owner of a famous mark that is
- distinctive, inherently or through acquired distinc-
- tiveness, shall be entitled to an injunction against
- another person who, at any time after the owner's
- 16 mark has become famous, commences use of a mark
- or trade name in commerce as a designation of
- source of the person's goods or services that is likely
- 19 to cause dilution by blurring or dilution by
- tarnishment, regardless of the presence or absence
- of actual or likely confusion, of competition, or of ac-
- tual economic injury.
- 23 "(2) Definitions.—(A) For purposes of para-
- graph (1), a mark is famous if it is widely recog-
- 25 nized by the general consuming public of the United

1	States as a designation of source of the goods or
2	services of the mark's owner. In determining wheth-
3	er a mark possesses the requisite degree of recogni-
4	tion, the court may consider all relevant factors, in-
5	cluding the following:
6	"(i) The duration, extent, and geographic
7	reach of advertising and publicity of the mark,
8	whether advertised or publicized by the owner
9	or third parties.
10	"(ii) The amount, volume, and geographic
11	extent of sales of goods or services offered
12	under the mark.
13	"(iii) The extent of actual recognition of
14	the mark.
15	"(B) For purposes of paragraph (1), 'dilution
16	by blurring' is association arising from the similarity
17	between a designation of source and a famous mark
18	that impairs the distinctiveness of the famous mark.
19	In determining whether a designation of source is
20	likely to cause dilution by blurring, the court may
21	consider all relevant factors, including the following:
22	"(i) The degree of similarity between the
23	designation of source and the famous mark.
24	"(ii) The degree of inherent or acquired
25	distinctiveness of the famous mark.

1	"(iii) The extent to which the owner of the
2	famous mark is engaging in substantially exclu-
3	sive use of the mark.
4	"(iv) The degree of recognition of the fa-
5	mous mark.
6	"(v) Whether the user of the designation of
7	source intended to create an association with
8	the famous mark.
9	"(vi) Any actual association between the
10	designation of source and the famous mark.
11	"(C) For purposes of paragraph (1), 'dilution
12	by tarnishment' is association arising from the simi-
13	larity between a designation of source and a famous
14	mark that harms the reputation of the famous mark.
15	"(3) Exclusions.—The following shall not be
16	actionable as dilution by blurring or dilution by
17	tarnishment under this subsection:
18	"(A) Fair use of a famous mark by an-
19	other person in comparative commercial adver-
20	tising or promotion to identify the competing
21	goods or services of the owner of the famous
22	mark.
23	"(B) Noncommercial use of a designation
24	of source.

1	"(C) All forms of news reporting and news
2	commentary.
3	"(4) Additional remedies.—In an action
4	brought under this subsection, the owner of the fa-
5	mous mark shall be entitled only to injunctive relief
6	as set forth in section 34, except that, if—
7	"(A) the person against whom the injunc-
8	tion is sought did not use a mark or trade
9	name that is likely to cause dilution by blurring
10	or dilution by tarnishment as a designation of
11	source in commerce prior to the date of the en-
12	actment of the Trademark Dilution Revision
13	Act of 2005, and
14	"(B) in a claim arising under this sub-
15	section—
16	"(i) by reason of dilution by blurring,
17	the person against whom the injunction is
18	sought willfully intended to trade on the
19	recognition of the famous mark, or
20	"(ii) by reason of dilution by
21	tarnishment, the person against whom the
22	injunction is sought willfully intended to
23	trade on the reputation of the famous
24	mark,

- 1 the owner of the famous mark shall also be entitled
- 2 to the remedies set forth in sections 35(a) and 36,
- 3 subject to the discretion of the court and the prin-
- 4 ciples of equity.
- 5 "(5) Ownership of Valid registration a
- 6 COMPLETE BAR TO ACTION.—The ownership by a
- 7 person of a valid registration under the Act of
- 8 March 3, 1881, or the Act of February 20, 1905, or
- 9 on the principal register under this Act shall be a
- 10 complete bar to an action against that person, with
- 11 respect to that mark, that is brought by another
- person under the common law or a statute of a
- 13 State and that seeks to prevent dilution by blurring
- or dilution by tarnishment, or that asserts any claim
- of actual or likely damage or harm to the distinctive-
- ness or reputation of a mark, label, or form of ad-
- vertisement."; and
- 18 (2) in subsection (d)(1)(B)(i)(IX), by striking
- "(c)(1) of section 43" and inserting "(c)".
- 20 SEC. 3. CONFORMING AMENDMENTS.
- 21 (a) Marks Registrable on the Principal Reg-
- 22 ISTER.—Section 2(f) of the Trademark Act of 1946 (15
- 23 U.S.C. 1052(f)) is amended—
- 24 (1) by striking the last two sentences; and

- 1 (2) adding at the end the following: "A mark 2 which, when used as a designation of source for the 3 applicant's goods or services, would be likely to 4 cause dilution by blurring or dilution by tarnishment 5 under section 43(c), may be refused registration only 6 pursuant to a proceeding brought under section 13. 7 A registration for a mark which, when used as a 8 designation of source for the registrant's goods or 9 services, would be likely to cause dilution by blurring 10 or dilution by tarnishment under section 43(c), may 11 be canceled pursuant to a proceeding brought under
- 13 (b) Opposition.—Section 13(a) of the Trademark

either section 14 or section 24."

- 14 Act of 1946 (15 U.S.C. 1063(a)) is amended in the first
- 15 sentence by striking "as a result of dilution" and inserting
- 16 "the registration of any mark which, when used as a des-
- 17 ignation of source for the applicant's goods or services,
- 18 would be likely to cause dilution by blurring or
- 19 tarnishment".

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- 20 (c) Cancellation.—Section 14 of the Trademark
- 21 Act of 1946 (15 U.S.C. 1064) is amended, in the matter
- 22 preceding paragraph (1)—
- 23 (1) by striking ", including as a result of dilu-
- 24 tion under section 43(c),"; and

1	(2) inserting "(A) for which the constructive
2	use date is after the date on which the petitioner's
3	mark became famous and which, when used as a
4	designation of source for the registrant's goods or
5	services, would be likely to cause dilution by blurring
6	or dilution by tarnishment under section 43(c), or
7	(B) on grounds other than dilution by blurring or di-
8	lution by tarnishment" after "February 20, 1905".
9	(d) Marks for the Supplemental Register.—
10	The second sentence of section 24 of the Trademark Act
11	of 1946 (15 U.S.C. 1092) is amended to read as follows:
12	"Whenever any person believes that such person is or will
13	be damaged by the registration of a mark on the supple-
14	mental register—
15	(1) for which the effective filing date is after
16	the date on which such person's mark became fa-
17	mous and which, when used as a designation of
18	source for the registrant's goods or services, would
19	be likely to cause dilution by blurring or dilution by
20	tarnishment under section 43(c), or
21	"(2) on grounds other than dilution by blurring
22	or dilution by tarnishment,
23	such person may at any time, upon payment of the pre-
24	scribed fee and the filing of a petition stating the ground

- 1 therefor, apply to the Director to cancel such registra-
- 2 tion.".
- 3 (e) Definitions.—Section 45 of the Trademark Act
- 4 of 1946 (15 U.S.C. 1127) is amended by striking the defi-

5 nition relating to "dilution".

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