Case 2	21-cv-00818-ODW-PVC	Document 59	Filed 06/21/21	Page 1 of 4	Page ID #:989	
1 2 3 4 5 6 7 8			ES DISTRICT RICT OF CAI			
9						
10 11	ITG BRANDS, LLC,		Case No	2·21-cy-0081	8-ODW-PVC	
12	Plaintiff,			Ion. Otis D. V		
13	V.					
14	CAPNA INTELLECTU	JAL	PROPO PLAINT	SED] ORDE	R GRANTING	
15	Defendant.		MOTION INJUNC		LIMINARY PRELIMINARY	
16			INJUNC ⁷		ary 28, 2021	
17			Compian	n Filcu. Jan	dary 20, 2021	
18						
19						
20	This matter is before the Court on Plaintiff ITG Brands LLC's ("ITGB")					
21	Motion for Preliminary Injunction (the "Motion").					
22	Based upon the papers, argument, and evidence presented to the Court in					
23	connection with the Motion, the Court hereby GRANTS the Motion, subject to the					
24	terms and limitations set forth below. The Court finds good cause exists for the					
25	granting of the Motion in that ITGB is likely to succeed on the merits of its claims,					
26	that ITGB is likely to suffer irreparable harm in the absence of preliminary relief,					
27	that the balance of equities tips in ITGB's favor, and that an injunction is in the					
28	public interest.					
	I [PROPOSED] ORDER GRANTING ITG BRANDS LLC'S					

The Court hereby **ORDERS** that pending trial or further order of the Court,
 Defendant Capna Intellectual, its agents, and any employees, agents, servants,
 officers, representatives, directors, attorneys, successors, affiliates, and entities
 owned or controlled by Defendant (collectively, "Defendant"), pending trial on the
 merits, proceeds in accordance with the following terms:

By no later than August 2, 2021, Defendant shall discontinue all use of 6 i. 7 ITGB's Interlocking OO's logo shown in incontestable U.S. Trademark Registration 8 Nos. 2,578,658, and 2,617,994, ("ITGB Marks") or any other mark containing interlocking OOs and/or circles (collectively "interlocking circles"), including but 9 not limited to the logos **BLOOM**¹ and/or **OD**, in any manner (including in solid 10 colors) in connection with any advertising and promotion (including online 11 advertising, social media pages on Facebook, Instagram, Twitter, Weed Maps, 12 13 YouTube, and any other social media platform), websites, and physical advertising and promotional materials such as advertisements, brochures, and point of sale 14 materials. This provision shall apply only to advertising, promotion, websites, 15 physical advertising, and promotional materials under Defendant's control. To the 16 extent any retail distributor not under Defendant's control possesses point of sale 17 18 materials containing interlocking circles, Defendant shall make its best efforts to 19 ensure that those materials are removed by no later than August 2, 2021.

ii. As of the date this preliminary injunction is entered until November 30,
2021, Defendant shall display corrective advertising and/or other notices on its
websites and social media pages informing the general public that Defendant will be
using new logos. The corrective advertisements and/or other notices shall not
include either BLOOM, O, or any other marks or logos which contain interlocking
circles.

26

¹ In each case in which this Order refers to the logo **BLOOM** as a mark that Defendant is enjoined from using, it refers only to that stylized logo and not to the word "BLOOM" used without the two O's interlocked.

iii. 1 By no later than November 30, 2021, Defendant shall cease selling or 2 distributing to retailers any and all products, packaging, advertising, brochures, or 3 any other physical items in its possession bearing the marks and logos **BLOOM**, **OD**, 4 or these marks and logos in solid colors, or any other marks or logos which contain 5 interlocking circles (the "Infringing Products"). By no later than December 31, 2021, Defendant shall destroy any and all Infringing Products in its possession, and 6 7 Defendant shall verify it has complied with subparagraph (iii) of this preliminary 8 injunction by providing ITGB a sworn declaration under penalty of perjury from an 9 officer, director, or manager of Defendant.

10 iv. By November 15, 2021, Defendant shall send notices approved by ITGB to all of its retail distributors explaining that in light of the issuance of this 11 preliminary injunction each retail distributor has the option to return any product in 12 its possession as of December 1, 2021 bearing the marks and logos **BLOOM**, **OD**, or 13 these marks and logos in solid colors, and, if requested by a retail distributor, 14 Defendant shall exchange such products for an equivalent product that does not bear 15 the marks and logos **BLOOM**, **(O)**, or these marks and logos in solid colors. By 16 November 1, 2021, Defendant shall also provide ITGB with a copy of the notice for 17 18 review and approval by ITGB prior to Defendant sending any notices to its retail 19 distributors.

v. During the pendency of this action, Defendant is prohibited from
expanding the promotion or sale of any products bearing the marks and logos
BLOOM, OD, or these marks and logos in solid colors, the ITGB Marks or any other
marks or logos which contain interlocking circles. ("Infringing Products") to new
territories or an increase in total aggregate locations in each state.

vi. During the pendency of this action, Defendant is prohibited from
instructing, assisting, aiding, or abetting any person or entity in engaging in or
performing any of the activities referred to in subparagraph (v). In accordance with
subparagraph (iii) of this preliminary injunction, Defendant's provision of materials

to franchisees in the ordinary course of business from now until November 30, 2021
 shall not be considered a violation of this paragraph.

vii. During the pendency of this action, on the first business day of each
month beginning with the month of July 2021, Defendant shall provide to ITGB an
accounting regarding Defendant's inventory levels and forecasted product demand,
and such accounting shall be provided by sworn declaration under penalty of perjury
from an officer, director, or manager of Defendant.

8 viii. Defendant shall notify its distributors and/or retailers of this preliminary injunction, must prepare such notice within three (3) business days of 9 the issuance of this injunction, and ITGB has three (3) business days from receipt to 10 11 approve the form of the notice. Defendant's distributors and/or retailers are not bound in any way by this preliminary injunction, and the notice will state that 12 13 Defendant's distributors and/or retailers are not bound in any way by this preliminary injunction. Defendant shall not be required to notify its distributors of 14 the provision in subparagraph (iv) of this preliminary injunction before November 15 15, 2021. 16

17 ix. No bond shall be required for enforcement of this preliminary18 injunction.

x. Defendant shall file with the Court within thirty (30) days after entry of
this injunction a report in writing under oath, signed by an officer, director, or
manager of Defendant setting forth in detail the manner and form in which
Defendant has complied with this injunction.

23

26

27

28

- 24 IT IS SO ORDERED.
- 25 Dated: ___June 21, 2021_

/Wright, II Otis D

United States District Judge

[PROPOSED] ORDER GRANTING ITG BRANDS LLC'S MOTION FOR PRELIMINARY INJUNCTION AND PRELIMINARY INJUNCTION