# IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

MICROSOFT CORPORATION,

Case No. 24-cv-12014

Plaintiff.

v.

THE PARTNERSHIPS and UNINCORPORATED ASSOCIATIONS IDENTIFIED ON SCHEDULE "A",

Defendants.

## **COMPLAINT**

Plaintiff Microsoft Corporation ("Microsoft" or "Plaintiff"), hereby brings the present action against the Partnerships and Unincorporated Associations Identified on Schedule A attached hereto (collectively, "Defendants") and alleges as follows:

# I. JURISDICTION AND VENUE

- 1. This Court has original subject matter jurisdiction over Microsoft's claims pursuant to the provisions of the Lanham Act, 15 U.S.C. § 1051, et seq., 28 U.S.C. § 1338(a)-(b) and 28 U.S.C. § 1331.
- 2. Venue is proper in this Court pursuant to 28 U.S.C. § 1391, and this Court may properly exercise personal jurisdiction over Defendants because Defendants structure their business activities to target consumers in the United States, including in Illinois, through at least the fully interactive e-commerce stores operating under the aliases identified in Schedule A attached hereto (the "Seller Aliases"). Specifically, Defendants have targeted sales to Illinois residents by setting up and operating e-commerce stores that target United States consumers, by offering shipping to the United States, including Illinois and by accepting payment in U.S. dollars.

Furthermore, on information and belief, Defendants have sold and shipped products using infringing and counterfeit versions of Microsoft's federally registered trademarks related to its Minecraft franchise (collectively, the "Unauthorized Products") to residents of Illinois. Each of the Defendants is therefore committing tortious acts in Illinois, is engaging in interstate commerce, and has wrongfully caused Microsoft substantial injury in the state of Illinois.

## II. INTRODUCTION

3. Microsoft filed this case to prevent e-commerce store operators who trade upon Microsoft's reputation and goodwill from further selling and/or offering for sale Unauthorized Products. Defendants create e-commerce stores under one or more seller aliases and then advertise, offer for sale, and/or sell and ship Unauthorized Products to unknowing consumers. The e-commerce stores operating under the Seller Aliases share identifiers, such as storefront design elements, and similarities of the Unauthorized Products offered for sale, establishing that a logical relationship exists between them, and that Defendants' counterfeiting operation arises out of the same transaction, occurrence, or series of transactions or occurrences. Defendants take advantage of a set of circumstances, including the anonymity and mass reach afforded by the Internet and the cover afforded by international borders, to violate Microsoft's intellectual property rights with impunity. Defendants attempt to avoid liability by operating under one or more Seller Aliases to conceal their identities, locations, and the full scope and inner workings of their counterfeiting operation. Microsoft is forced to file this action to combat Defendants' counterfeiting of its registered trademarks, as well as to protect consumers from purchasing Unauthorized Products over the Internet. Microsoft has been, and continues to be, irreparably damaged through consumer confusion because of Defendants' actions and therefore seeks injunctive and monetary relief.

#### III. THE PARTIES

- 4. Plaintiff, Microsoft Corporation, is an American multinational corporation and technology company having its principal place of business in Redmond, Washington and owns the trademarks asserted in this action. Founded by Bill Gates and Paul Allen in 1975, Microsoft has become one of the largest and most influential companies in the world. Initially known for its operating system, MS-DOS and later Windows, Microsoft has diversified its offerings to include a wide range of software, hardware, and services.
- 5. In 2001, Microsoft entered the video game industry with the launch of the original Xbox console. Through years of innovations, improvements, and expansions, Microsoft is now a major player in the video game industry. In addition to creating hardware, Microsoft expanded its gaming portfolio to include acquisitions of numerous game development studios. In 2014, Microsoft acquired Mojang, the celebrated Stockholm-based game developer, and its iconic *Minecraft* video game.
- 6. Available on every modern gaming platform, *Minecraft* is one of the most popular video games in history, with more than 300 million copies sold worldwide since its launch in 2009. In *Minecraft*, players explore a blocky, pixelated, procedurally generated, three-dimensional world with virtually infinite terrain. Throughout the game, players generate new worlds by using procedural generation algorithms to create diverse landscapes, biomes, and terrain features. There are a seemingly endless number of worlds that can be generated, ensuring that each players' world is unique. This randomness appeals to players' sense of exploration and discovery as they venture throughout the game. Within their randomized worlds, players can discover and extract raw materials, craft tools and items, build structures or earthworks, fight creatures, and cooperate or compete with other players, depending on the game mode. These game modes, which include

survival mode, creative mode, adventure mode, hardcore mode, and spectator mode, allow players to tailor their experiences to suit their preferences and objectives.

- 7. *Minecraft* is one of the top-selling games of all time, one of the most popular online games on Xbox, and the top paid app for iOS in the US. The *Minecraft* community is among the most active and passionate, with *Minecraft* regularly having over 100 million monthly active players worldwide. *Minecraft* has also won numerous awards since its release, including: (1) the 2020, 2022, and 2023 Kid's Choice Award for Favorite Videogame; (2) several BAFTA Children's Awards from 2014 to 2016; and (3) the 2011 Spike Video Game Award for Best Independent Game.
- 8. As a result, there is also an extremely high demand among *Minecraft* fans for Minecraft-themed or branded goods, and Microsoft and/or its licensees have, therefore, for years, used the MINECRAFT trademark, and other trademarks related to its Minecraft franchise (collectively, the "Minecraft Trademarks"), to sell assorted products. Microsoft and/or its authorized licensees market and sell a variety of Minecraft branded products, including apparel, such as hoodies, headwear, t-shirts, and shorts; games and playthings, including plush dolls, toy building blocks, role-playing toys, and toy figures; accessories like jewelry, stickers, phone cases, and bags; and a wide array of other merchandise bearing the Minecraft Trademarks (collectively, "Authentic Minecraft Products"). Authentic Minecraft Products typically include at least one of the Minecraft Trademarks.
- 9. Authentic Minecraft Products have become enormously popular and even iconic, driven by Microsoft's quality standards and innovative designs. Among the purchasing public, Authentic Minecraft Products are instantly recognizable as such. Authentic Minecraft Products are distributed and sold to consumers through retailers throughout the United States, including

through authorized retailers in Illinois, such as Walmart and Target, and through websites like shop.minecraft.net.

- 10. As a result of this long-standing use, strong common law trademark rights have amassed in the Minecraft Trademarks. Microsoft's use of the marks has also built substantial goodwill in the Minecraft Trademarks. The Minecraft Trademarks are famous marks and are extremely valuable assets for Microsoft.
- 11. Many of the Minecraft Trademarks are registered with the United States Patent and Trademark Office, some of which are included below.

Reg. No.	Trademark	Reg. Date	Goods and Services
4,853,070	MINECRAFT	Nov. 17, 2015	For: Computer software, namely, game software; computer and video games software; interactive entertainment software, namely, computer and video game software; computer software downloaded or downloadable, namely, computer and video game software; electronic publications in the nature of books and magazines in the field of computer and video game software; downloadable computer software publications in the nature of manuals and user guides; data recorded electronically from the internet, namely, downloadable audio files and downloadable video recordings featuring computer and video game play; data recorded in machine readable form from the internet, namely, audio, computer game discs, audio, video tapes, video game cartridges, CD-ROMs, DVDs and other magnetic, electronic or optical media in the nature of digitally downloadable files all bearing computer games and/or audio visual content in the nature of movies, children's stories, music, computer and video game software; multimedia software programs recorded on CD-ROM featuring video and

Reg. No.	Trademark	Reg. Date	Goods and Services
			computer games; software applications, namely,
			computer and video game software; website
			applications, namely, downloadable computer
			and video game software; electronic game
			programs; computer peripherals; optically
			recorded data for computers, namely, CD-
			ROMS, CDs, digitally downloadable audio files
			featuring information about computer and video
			games; software and apparatus for downloading,
			transmitting, receiving, providing, publishing,
			extracting, encoding, decoding, reading, storing
			and organizing audiovisual, video-graphic and
			written data, namely, software for managing
			computer and video games for use in social
			networking; information stored on electronic,
			magnetic and/or by optical means, namely,
			computer game programs; publications in
			electronic form supplied on-line from a database
			or from facilities provided on the internet or
			other networks including websites, namely,
			downloadable books, magazines in the field of
			computer and video game software; electronic
			notice boards; online database in the field of
			computer software, computer game programs;
			sunglasses, memory carriers, namely, blank flash
			memory cards and blank electronic memory
			boards; pre-recorded video, audio and data
			recording media, namely, CDs featuring music,
			DVDs featuring cartoons, computer and video
			game; computer game software for use on
			mobile telephones; mobile fitted plastic covers
			known as skins for protecting mobile telephones,
			mobile telephone cases, and covers;
			downloadable films and programs prepared for
			television about computer and video game;
			refrigerator magnets; pre-paid gift and debit
			cards that are magnetically encoded; parts and
			fittings for the aforesaid goods in class 009.

Reg. No.	Trademark	Reg. Date	Goods and Services
			For: Jewelry; precious stones and precious
			metals; goods coated in precious metals, namely,
			metal knobs, metal trophies; costume jewelry;
			bracelets; bracelets made of metal; bracelets
			made of leather; cufflinks; clocks; earrings; key
			rings of precious metal; horological and
			chronometric instruments including watches and
			clocks; wrist bands parts in the nature of watch
			bands, wrist band watches, watch faces and
			fittings for the aforesaid goods in class 014.
			For: Printed matter, namely, paper, cardboard, and goods from these materials in the nature of
			art paper, paper flags, paper envelopes; printed
			pages downloaded from the internet, namely,
			books, leaflets, brochures in the field of
			computer and video games; printed publications,
			namely, books in the field of computer and video
			games; books in the field of computer and video
			games; annuals in the field of computer and
			video games; comics; magazines in the field of
			computer and video games; printed redeemable
			vouchers and pre-paid debit, credit, gift cards,
			not magnetically encoded, newsletters in the
			field of computer and video games; newspapers;
			photo, stamp albums; periodicals in the field of
			computer and video games; journals, namely,
			blank journals, blank writing journals;
			catalogues in the field of computer and video
			games; manuals in the field of computer and
			video games; pamphlets in the field of computer
			and video games; leaflets in the field of
			computer and video games, not for advertising
			purposes; posters; stationery; paper, mailing and
			shipping labels; address books; printed
			instructional and teaching materials in the field
			of computer and video games; drawings;
			paintings; photographs; prints; pictures;
			calendars; pens; pencils; pencil top ornaments;

Reg. No.	Trademark	Reg. Date	Goods and Services
			gift wrap cards; wrapping paper; notepads;
			decorative paper centerpieces; paper party
			decorations; greetings cards; stickers and sticker
			albums; plastic materials for packaging, namely,
			plastic bags or plastic film for wrapping; beer
			mats in the nature of paper coasters; parts and
			fittings for all the aforesaid goods in class 016.
			For: Articles made of leather and imitation
			leather, namely, leather straps, leather key cases;
			belt, book and carry-on bags; handbags; mesh
			and reusable shopping bags; sports bags; tote
			bags; school bags; travelling bags; backpacks;
			rucksacks; umbrellas; briefcases; purses; wallets;
			key cases; vanity cases, not fitted; parts and
			fittings for the aforesaid good in class 018.
			For: Household or kitchen utensils and
			containers, namely, containers for household
			use, containers for food, grill cover, batter
			dispenser; chinaware, namely, plaques of china,
			ornaments of china, china plates; beverage
			glassware; porcelain mugs, cups, glasses, flower pots, pottery and earthenware, namely,
			earthenware mugs; combs; drinking glasses;
			mugs; money boxes in the nature of piggy
			banks; tooth brushes; articles for cleaning
			purposes, namely, cleaning cloth, rags, sponges;
			baskets for domestic use, namely, plant and
			steamer baskets; containers for beverages,
			namely, glasses, mugs, bottles sold empty; bottle
			openers; ironing boards; bottles sold empty;
			statuettes, figurines and models in the nature of
			figures, busts of porcelain, terracotta, glass,
			china or earthenware; dishes; soap boxes and
			holders; piggy banks; pots; powder compacts
			and puffs; drinking vessels and flasks; paper
			plates; tea pots; egg cups; ice cube molds; candy
			boxes; coasters, not of paper and not being table

Reg. No.	Trademark	Reg. Date	Goods and Services
			linen; butter and wine coolers; crockery, namely,
			pots, dishes, plates, bowls; cups; tableware,
			namely, knives, forks, spoons in class 021.
			For: Articles of clothing, namely, hats, scarves;
			footwear and headgear, namely, hats, caps; t-
			shirts; shirts; trousers; sweatshirts; jackets;
			knitwear, namely, sweaters, sweater jackets,
			hats, scarves, and gloves; hats; caps; baseball
			caps; neckwear; belts; scarves; gloves; sweat
			bands for wrists; shoes; socks; garments for
			women, namely, shirts, pants, dresses; garments
			for men, namely, coats, ties, suits; garments for
			children, namely, T-Shirts, shirts, trousers, skirt,
			hoodies, cardigan, hats, caps, socks; apparel
			parts and fittings for all the aforesaid in class
			025.
			For: Games and playthings, namely, dolls, toy
			building blocks and connecting links for the
			same sold as a unit, craft toys in the nature of
			hobby craft sets for creating toy crafts, apparel
			crafts, paper crafts, mobiles, ornaments, jewelry
			and fashion accessories, children's multiple
			activity toys, construction toys, paper cut out
			toys and figures, namely, paper figurines, dolls
			and accessories, toy jewelry, toy clocks, wooden
			blocks, toy figures and accessories therefor,
			action figures, vinyl toy figurines, dolls and
			accessories, role-playing toys, dolls and playsets
			and accessories therefor, and soft toys, namely,
			plush toys, foam toys, namely, foam toy figures,
			dolls and accessories; stuffed toys; electronic
			games apparatus, namely, electronic educational
			game machines for children; audiovisual games
			on computer hardware platforms not for use with
			television receivers, namely, arcade games,
			arcade video game machines; hand-held
			computer games equipment, namely, hand-held

Reg. No.	Trademark	Reg. Date	Goods and Services
			game consoles, hand-held electronic games
			adapted for use with television receivers only;
			home video game machines and hand-held video
			game machines, namely, arcade type electronic
			video game, arcade video game machines; parts
			and fittings for all the aforesaid goods; electronic
			game machines, namely, handheld units for
			playing computer and video games; game
			equipment sold as a unit for playing card games;
			electronic hand-held game units adapted for use
			with an external display screen; game equipment
			sold as a unit for playing a board game and a
			card game; stand-alone video output games
			machines, and manipulative puzzles; playing
			cards; board games; card games; three
			dimensional puzzles; parts and fittings for all the
			aforesaid goods in class 028.
			For: Online retail store services via the internet
			featuring downloadable computer video games,
			motion pictures and music; online retail stores,
			wholesale and retail stores featuring software,
			computer and video games, motion pictures and
			music recordings; retail store services provided
			by computer communications networks and on-
			line retail store services on a local and/or global
			computer and/or telecommunications networks
			featuring a wide variety of products, namely,
			computer and video games, computer software,
			entertainment software, computer hardware,
			computer game and hardware accessories,
			books, pre-recorded media, computer
			peripherals, clothing, home wares, namely,
			mugs, crockery, table wear, cutlery, bedding,
			cushions, virtual goods in the nature of games,
			clothing for virtual characters and educational
			materials; online retail store services provided
			by communications networks connected with
			video content, featuring computer software,

Reg. No.	Trademark	Reg. Date	Goods and Services
			audio visual material, cards, music, games,
			software, clothing, footwear, headgear, baby
			clothes, children's clothes T-shirts, jumpers,
			hoodies, lanyards, caps, toys, printed matter,
			paper goods, magazines, books, cushions,
			throws, pillows, bed linen, duvet covers, jewelry,
			key rings, mugs, bags, wallets and cases, games,
			toys, playthings, entertainment products, in the
			nature of games, playthings, educational
			products, in the nature of books, educational
			games; dissemination of advertising material;
			promotion of goods and services of others via an
			on-line service with links to the websites and
			online services of other retail store services
			provided via communications networks featuring
			computer, electronic and entertainment products;
			arranging, organizing and conducting exhibitions
			and events featuring a variety of activities for
			promotional purposes; services for the
			marketing, promotion, sale and retail services
			relating to computer software, applications,
			computer and video games and audio visual
			content, namely, retail stores featuring computer
			game software and video games; online retail
			services relating to computer software, computer
			software applications, computer and video
			games and audio visual content, namely, online
			retail stores featuring computer games and
			downloadable videos; consumer research
			services for research relating to customer
			behavior, satisfaction, attitude, effectiveness;
			computerized database management in class
			035.
			For: Providing online access to computer
			networks, computer databases, the internet, on-
			line bulletin boards, and electronic sites
			featuring virtual worlds, servers, virtual worlds
			including user generated characters, and librarie

Trademark	Reg. Date	Goods and Services
		of text, graphics and audio-visual and
		multimedia information and entertainment;
		providing on-line electronic bulletin board
		services and chat rooms; providing of an on-line
		service enabling physically remote players of
		electronic games to communicate with selected
		players, namely, providing an online forum for
		discussing computer games, providing an online
		forum for trading goods for use in computer
		games; broadcasting via the internet, mobile
		phone networks and other telecommunications
		networks, namely, audio and video broadcasting,
		wireless broadcasting; telecommunication
		services for the collection and supply of
		information, namely, computer aided
		transmission of information and messages,
		information transmission via digital networks;
		electronic transmission of data and information
		via a global computer network; providing user
		access to Internet and computer networks for
		downloading computer software and
		information; transmission of information via
		local and/or global computer and/or
		telecommunication networks; providing access
		to remote data storage and data stored
		electronically on servers; providing access to
		advertising, news, information and audio, video,
		text and other multimedia content, via local
		and/or global computer and/or
		telecommunications networks; provision of
		electronic communication links, namely,
		providing online communications links which
		transfer the website user to other global web
		pages; provision of telecommunications
		connections and access to the internet and/or
		computer databases; providing on-line chat
		rooms for transmission of messages among
		computer users concerning topics;
		communication and broadcasting of information
	Trademark	Trademark Reg. Date

Reg. No.	Trademark	Reg. Date	Goods and Services
			and advertising by computer, computer
			terminals, the internet, television, mobile
			communications device, telephone, wireless
			communications device or other electronic
			means, namely, video on demand services,
			digital communications networks; internet
			communication services, namely, transmission
			of data via the Internet; audio visual
			communication services, namely, transmission
			of voice audio and visual images by
			telecommunications networks, transmission of
			data via the Internet; audio, television
			broadcasting via the internet, mobile phone
			networks and other telecommunications
			networks; providing user access to a worldwide
			computer and/or telecommunications networks
			for downloading computer software and
			information; transmission of information via
			local and/or global computer and/or
			telecommunication networks; providing access
			to advertising, news, information and audio,
			video, text and other multimedia content, via
			local and/or global computer and/or
			telecommunications networks; provision of
			electronic communication links, namely,
			providing online communications links which
			transfer the website user to other global web
			pages, telecommunications gateway services;
			provision of telecommunications connections
			and access to the internet and/or computer
			databases; provision of information relating to
			telecommunications; provision access to a
			website or interactive community for users to
			share personal news, data, information, content,
			photos, audio and video, interests, activities and
			opinions and/or to receive feedback others in class 038.
			For: Entertainment and education services,

Reg. No.	Trademark	Reg. Date	Goods and Services
			namely, providing online electronic, computer
			and video games provided by means of the
			internet, online video, computer game services
			provided via a computer network; organizing of
			games in the nature of computer and video game
			competitions; providing non-downloadable
			games and/or educational entertainment services,
			namely, providing online computer games,
			providing temporary use of non-downloadable
			video games; education and entertainment
			services provided by computer networks,
			television, mobile telephone, cable and other
			electronic means, namely, providing online
			computer games; presentation, preparation of
			special effects, editing and production of
			cinematographic, televisual, digital and motion
			picture films, radio and television programs;
			Multimedia publishing of computer and video
			games and computer and video games software;
			entertainment information in the nature of
			customized web pages featuring game player
			information, including information regarding a
			player's identity and the player's preferences;
			multimedia publishing of entertainment and/or
			educational software; arranging, organizing and
			conducting conferences and seminars for
			educational purposes; entertainment services in
			the form of television programs, radio, cable,
			satellite and internet programs about computer
			and video games; production and presentation of
			television programs, shows, films, videos and
			DVDs about computer and video games;
			providing a website featuring online non-
			downloadable computer and video games online
			computer and video games, educational services
			relating to entertainment, namely, providing
			entertainment information about computer and
			video games; information about entertainment
			and education provided on-line from a computer

Reg. No.	Trademark	Reg. Date	Goods and Services
			database or the internet or by communications
			satellite, microwave or other electronic, digital
			or analogue media; magazine and newspaper
			publishing; organization, production and
			presentation of events for educational, cultural or
			entertainment purposes, namely, organizing and
			conducting computer game competitions and
			educational conventions; organization,
			production and presentation of competitions,
			contests, games, game shows, quizzes, fun days,
			exhibitions, shows, roadshows, staged events,
			live performances and participation events,
			namely, organizing athletic events in the field of
			computer games for education purposes; internet
			based games, namely, providing online computer
			games, providing online video games; booking
			of tickets for entertainment events, namely,
			booking of tickets for athletic events;
			information and advisory services relating to any
			of the aforesaid services in class 041.
			For: Creation of computer graphics;
			troubleshooting of computer software problems
			including services for gathering, processing,
			monitoring, analyzing, managing and/or
			reporting information concerning usage and
			performance of software, applications, computer
			and video games, websites, virtual worlds and
			computer based audio visual content;
			troubleshooting of computer web applications
			including computer services for gathering,
			processing, analyzing, managing and reporting
			information concerning online, internet and web
			site activity; troubleshooting in the nature of
			collection, analysis and reporting of data
			concerning usage and performance of software,
			applications, computer and video games,
			websites, virtual worlds and audio visual content
			in class 042.

Reg. No.	Trademark	Reg. Date	Goods and Services
<b>Reg. No.</b> 4,252,394	MINECRAFT	Dec. 04, 2012	For: On-line social networking services; personal and social services rendered by others to meet the needs of individuals, namely, online social networking services in class 045.  For: Computer game software; video game software; computer game software for use with personal computers, home video game consoles used with televisions and arcade-based video game consoles; computer game software downloadable from a global computer network; digital media, namely, pre-recorded CD-ROMs cartridges, digital video discs, digital versatile discs, DVDs, and high definition digital discs featuring computer games and video games in class 009.  For: Articles of clothing, namely, t-shirts, shirts, dress shirts, trousers, pants, dresses, sweaters, sweatshirts, hooded sweat shirts, jackets; headwear; knitwear, namely, knit dress, knit shirts, knit tops, knit caps, knit gloves, knit jackets and polo knit tops; hats; caps; neckwear; garments for children, namely, shorts, shirts, pants, shorts, jumpers, sweat pants, sweat shirts, hooded sweat shirts; footwear; shoes; socks in class 025.  For: Game controllers for computer games; electronic interactive board games for use with external monitor; Video game consoles for use with an external display screen or monitor; video game interactive remote control units; stand alone video output game machines; arcade-type electronic video games; board games;
			manipulative puzzles; playing cards and card games in class 028.  For: Entertainment services, namely, providing

Reg. No.	Trademark	Reg. Date	Goods and Services
			on-line computer games and video games, mobile telephone and other remote communications device; providing temporary use of non-downloadable internet computer games; providing temporary use of non-downloadable on-line electronic games played via a global computer network; entertainment services in the form of electronic, non-downloadable computer and video games provided by means of the Internet, mobile
			telephone and other remote communications device in class 041.
6,834,169	MINECRAFT DUNGEONS	Aug. 30, 2022	For: Computer game software; video game software; computer game software for use with personal computers, home video game consoles used with televisions and arcade-based video game consoles; computer game software downloadable from a global computer network; digital media, namely, pre-recorded CD-ROMs, cartridges, digital video discs, digital versatile discs, DVDs, and high definition digital discs featuring computer games and video games in class 009.  For: Entertainment services, namely, providing on-line computer games and video games; providing temporary use of non-downloadable internet computer games; providing temporary use of non-downloadable on-line electronic games played via a global computer network; entertainment services in the form of electronic, non-downloadable computer and video games in class 041.
5,814,098	MINECOIN	Jul. 23, 2019	For: Computer software for purchasing digital items; computer software for purchasing a virtual currency; computer software for using virtual currency to shop for virtual goods offered within a computer game; computer game software; computer programs for computer

Reg. No.	Trademark	Reg. Date	Goods and Services
			games in class 009.
			For: Computer software for purchasing digital items; computer software for purchasing a virtual currency; computer software for using virtual currency to shop for virtual goods offered within a computer game; computer game software; computer programs for computer games in class 036.
			For: Non-downloadable software, namely, software for purchasing digital items; non-downloadable software, namely, software for purchasing a virtual currency; non-downloadable computer game software, namely, computer software for using virtual currency to shop for virtual goods offered within a computer game in class 042.
5,029,543	MOJANG	Aug. 30, 2016	For: Computer software for gathering, processing, monitoring, analyzing, managing and / or reporting information concerning usage and performance of software, applications, computer and video games, websites, virtual worlds and audio visual content; computer and video games software; interactive entertainment software for playing computer games and video games; downloadable electronic publications in the nature of books, comics, and manuals in the field of computer games and video games; prerecorded optical discs, computer game and video game cartridges, all bearing audio and video content from computer games and video games; electronic notice boards; sunglasses; refrigerator magnets in class 009.  For: Jewellery; key chains as jewelry trinkets or fobs; horological and chronometric instruments including watches and clocks in class 016.

Reg. No.	Trademark	Reg. Date	Goods and Services
			For: Bath sponges; bottles sold empty; statuettes,
			plastic coasters in class 021.
			For: Undergarments, underwear in class 25.
			For: Games and playthings, namely, balloons,
			Electronic games apparatus, namely, arcade-type
			electronic video games, hand held units for
			playing electronic games; Board games;
			Electronic game machines, namely, electronic
			educational game machines for children;
			Equipment sold as a unit for playing card games;
			Electronic hand-held game units; game
			equipment sold as a unit for playing aboard
			game, a card game; Stand-alone video output
			games machines; Playing cards; Card games;
			Soft action figures, dolls and accessories thereof;
			Toys, namely, action figures in class 028.
			For: Internet games, namely, providing an on-
			line computer game, organising of games;
			education and entertainment services in the form
			of producing, editing and distributing
			cinematographic, televisual, digital and motion
			picture films, provision of information in the
			field of computer games and video games by
			computer networks, television, mobile
			telephone, cable and other electronic means;
			editing and production of cinematographic,
			televisual, digital and motion picture films,
			entertainment services in the form of providing
			temporary non-downloadable electronic,
			computer and video games provided by means of
			the Internet, mobile telephone and other remote
			communications device in class 041.

Reg. No.	Trademark	Reg. Date	Goods and Services
			For: Downloadable computer software, namely,
			game software; computer and video games
			software, namely, computer and video game
			software; interactive entertainment software,
			namely, computer and video game software;
			electronic publications in the nature of books
			and magazines in the field of computer and
			video game software; downloadable computer
			software publications in the nature of manuals
			and user guides; data recorded electronically
			from the internet, namely, downloadable audio
			files; data recorded in machine readable form
			from the internet, namely, audio, computer game
			discs, video game cartridges, CD-ROMs, and
			other magnetic, electronic or optical media in the
			nature of digitally downloadable files all bearing
			computer games and audio visual content in the
			nature of children's stories, music, computer and
	MARCHAR		video game software; multimedia software
7,080,915		Jun. 13, 2023	programs recorded on CD-ROM featuring video
			and computer games; software applications,
			namely, computer and video game software;
			website applications, namely, downloadable
			computer and video game software; electronic
			game programs; optically recorded data for
			computers, namely, CD-ROMS, CDs, digitally
			downloadable audio files featuring information
			about computer and video games; information
			stored on electronic, magnetic and by optical
			means, namely, computer game programs;
			publications in electronic form supplied on-line
			from a database or from facilities provided on
			the internet or other networks including
			websites, namely, downloadable books in the
			field of computer and video game software;
			electronic notice boards; online database in the
			field of computer software, computer game
			programs; sunglasses; pre-recorded video, audio
			and data recording media, namely, CDs

Trademark	Reg. Date	Goods and Services
		featuring music, DVDs featuring cartoons,
		computer and video games; computer game
		software for use on mobile telephones; mobile
		fitted plastic covers known as skins for
		protecting mobile telephones, mobile telephone
		cases, and covers; refrigerator magnets; pre-paid
		gift and debit cards that are magnetically
		encoded; Cell phone cases; Protective covers for
		mobile phones; headphones in class 009.
		For: Entertainment and education services,
		namely, providing online electronic, computer
		and video games provided by means of the
		internet, online video, computer game services
		provided via a computer network; organizing of
		games in the nature of computer and video game
		competitions; providing non-downloadable
		games and educational entertainment services,
		namely, providing online computer games,
		providing temporary use of non-downloadable
		video games; education and entertainment
		services provided by computer networks, mobile
		telephone, and other electronic means, namely,
		providing online computer games; presentation, preparation of special effects, editing and
		production of cinematographic, televisual,
		digital and motion picture films, and television
		programs; multimedia publishing of computer
		and video games and computer and video games
		software; multimedia publishing of
		entertainment and educational software;
		arranging, organizing and conducting
		conferences and seminars for educational
		purposes; entertainment services in the form of
		television programs, and internet programs about
		computer and video games; production and
		presentation of television programs, shows,
		films, videos and DVDs about computer and
		video games; educational services relating to
	Trademark	Trademark Reg. Date

Reg. No.	Trademark	Reg. Date	Goods and Services
			entertainment, namely, providing entertainment
			information about computer and video games;
			information about entertainment and education
			provided on-line from a computer database or
			the internet or by communications satellite,
			microwave or other electronic, digital or
			analogue media; organization, production and
			presentation of events for educational, cultural or
			entertainment purposes, namely, organizing and
			conducting computer game competitions and
			educational conventions; organization,
			production and presentation of competitions,
			contests, games, game shows, quizzes, fun days,
			staged events, live performances and
			participation events, namely, organizing athletic
			events in the field of computer games for
			education purposes; internet based games,
			namely, providing online computer games,
			providing online video games; information and
			advisory services relating to any of the aforesaid
			services in class 041.
			For: Software development, design,
			maintenance, programming, engineering,
			research and writing services; advisory and
			consultancy services relating to computer
			software design and computer software
			development, design, maintenance, consultancy,
			programming, engineering, research and writing;
			computer software development, design,
			maintenance, consultancy, programming,
			engineering, research and writing; computer and
			video games development; creation of computer
			graphics; computer game design; design and
			development services in relation to computer
			and video games and interactive entertainment
			products; design services relating to the
			production of computer and video games and
			interactive entertainment products; social

Reg. No.	Trademark	Reg. Date	Goods and Services
			network software and virtual worlds software
			development, hosting and management for
			others; troubleshooting of computer software
			problems including services for gathering,
			processing, monitoring, analyzing, managing
			and reporting information concerning usage and
			performance of software, applications, computer
			and video games, websites, virtual worlds and
			computer based audio visual content;
			troubleshooting of computer web applications
			including computer services for gathering,
			processing, analyzing, managing and reporting
			information concerning online, internet and web
			site activity; software development including
			services for designing, developing, modifying
			and improving computer software, applications,
			computer and video games, websites and audio
			visual content; development of computer
			software that performs the above functions to
			others; software development, design,
			maintenance, software programming,
			engineering, research and writing in the field of
			computer and video games; advisory and
			consultancy services relating to computer and
			video games software; troubleshooting in the
			nature of collection, analysis and reporting of
			data concerning usage and performance of
			software, applications, computer and video
			games, websites, virtual worlds and audio visual
			content; computerized data management service,
			namely, software development; technical
			technological information, advisory and
			consultancy services relating to use of computer
			software applications, computer and video,
			consultancy services relating to the foregoing in
			class 042.

Reg. No.	Trademark	Reg. Date	<b>Goods and Services</b>
5,093,304		Dec. 06, 2016	For: Computer and video games software; interactive entertainment software for playing computer games and video games; downloadable electronic publications, in the nature of instructional and teaching materials in the field of computer games and video games; discs, cartridges, CD-ROMs, and other magnetic, electronic or optical media, all bearing audio visual content from computer and video games; digital games software; downloadable publications in electronic form supplied on-line from a database or from facilities provided on the Internet or other networks including websites, namely, downloadable books, magazines in the field of computer and video game software; game software for mobile telephones; mobile telephone faceplates and covers; electronic publications, downloadable, namely, books and magazines in the field of computer and video game software; refrigerator magnets; redeemable vouchers and pre-paid cards, magnetically encoded, namely, gift cards in class 009.  For: Jewellery; badges of precious metals; bracelets; key rings of precious metals; horological and chronometric instruments including watches and clocks; wrist watch bands; clocks in class 014.  For: Cardboard, and goods from paper and cardboard, namely, paper flags books in the field of computer games and video games; annuals, namely, calendars; comics; printed redeemable vouchers and pre-paid gift cards, not magnetically encoded, journals in the field of computer games and video games; posters; stationery; prints; calendars; pens; pencils; pencil toppers in the nature of decorative pencil-

Reg. No.	Trademark	Reg. Date	Goods and Services
			top ornaments; wrapping paper; note pads;
			decorative paper items, namely, paper cake
			decorations; paper party decorations; greetings
			cards; stickers and sticker albums; plastic
			materials for packaging in the nature of plastic
			bags or plastic film in class 016.
			For: Bags, namely, athletic bags, belt bags,
			handbags; purses; wallets; shopping bags,
			namely, mesh shopping bags, textile shopping
			bags; sports bags; tote bags; school bags;
			travelling bags; backpacks; rucksacks;
			umbrellas; briefcases in class 018.
			For: Containers mugs; beverage glassware;
			porcelain, pottery and earthenware, namely,
			mugs; drinking glasses; mugs; money boxes;
			bottles sold empty; piggy banks; drinking
			vessels paper plates; coasters, not of paper and
			other than table linen; crockery, namely, dishes,
			drinking cups and saucers, bowls, serving bowls
			and trays; cups in class 021.
			For: Articles of clothing, namely, pullovers,
			coats, dresses, shorts, undergarments,
			underwear, pajamas, swimsuits; footwear and
			headwear; t-shirts; shirts; sweatshirts; neckwear;
			belts; scarves; gloves; sweat bands for wrists;
			camisoles; pullovers; knitwear, namely,
			sweaters, sweater jackets, hats, scarves, and
			gloves; dresses; shorts; coats; jackets; pyjamas;
			undergarments; underwear; belts; scarves;
			gloves; socks; swimsuits; caps; hats; baseball
			caps in class 025.
			For: Electronic games apparatus; board games;
			electronic game machines; game equipment sold
			as a unit for playing card games; electronic
			hand-held game units; game equipment sold as a

Reg. No.	Trademark	Reg. Date	Goods and Services
			unit for playing a board game, a card game;
			stand-alone video output games machines;
			playing cards; card games; three dimensional
			puzzles; balloons; plush toys; soft action figures
			and dolls and accessories therefor; dolls; action
			figures; decorations for Christmas trees in class
			028.
			For: Online retail store services via the internet
			featuring downloadable computer video games,
			retail store services featuring software, computer
			and video games, retail store services provided
			by communications networks and on-line retail
			store services on a local and/or global computer
			and/or telecommunications networks featuring a
			wide variety of products, namely, computer and
			video games, computer software, books, retail
			store services provided by communications
			networks and on-line retail store services on a
			local and/or global computer and/or
			telecommunications networks featuring a wide
			variety of products, namely, clothing; retail store
			services provided by communications networks
			and on-line retail store services on a local and/or
			global computer and/or telecommunications
			networks featuring a wide variety of products,
			namely, homewares, namely, mugs, tableware,
			bedding; retail store services provided by
			communications networks and on-line retail
			store services on a local and/or global computer
			and/or telecommunications networks featuring a
			wide variety of products, namely, virtual goods
			being games, clothing for virtual characters and
			educational materials; online retail store services
			provided by communications networks featuring
			video content in the nature of computer
			software, audio visual material, cards, games,
			software, clothing, headgear, children's clothes
			T-shirts, jumpers, hoodies, caps, toys, printed

Reg. No.	Trademark	Reg. Date	Goods and Services
			matter, paper goods, books, cushions, throws,
			pillows, bed linen, duvet covers, jewelry, key
			rings, mugs, bags, wallets and cases, games,
			toys, playthings, entertainment products, in the
			nature of games, playthings, educational
			products, in the nature of books, educational
			games; online retail store services provided by
			communications networks featuring cards,
			music, games, software; online retail store
			services provided by communications networks
			featuring clothing, footwear, headgear; online
			retail store services provided by communications
			networks featuring toys, printed matter, paper
			goods, magazines, books; online retail store
			services provided by communications networks
			featuring mugs, bags, games, toys, playthings;
			online retail store services provided by
			communications networks featuring
			entertainment products, namely, games,
			playthings; online retail store services provided
			by communications networks featuring
			educational products, namely, books in class
			035.
			For: Providing online access to computer
			networks, computer databases, the Internet, on-
			line bulletin boards, virtual worlds, servers,
			virtual worlds including user generated
			characters, and libraries of text, graphics and
			audio-visual and multimedia information and
			entertainment; providing on-line electronic
			bulletin board services and chat rooms;
			providing an on-line forum for discussing
			computer games; transmission of information via
			local and/or global computer and/or
			telecommunication networks; providing internet
			access to allow access to remote data storage and
			servers; providing internet access to allow access
			to advertising, news, information, video, text and

Reg. No.	Trademark	Reg. Date	Goods and Services
			other multimedia content, via local and/or global
			computer and/or telecommunications networks;
			receipt and delivery of messages, documents and
			other data by electronic transmission; providing
			on-line chat room for transmission of messages
			among computer users concerning topics;
			provision of information about
			telecommunication; electronic transmission of
			data and documents over computer terminals and
			instant messaging services; providing internet
			access to allow access to a website or interactive
			community for users to share personal news,
			data, information, content, photos, audio and
			video, interests, activities and opinions and / or
			to receive feedback others in class 038.
			For: Entertainment and education services, in the
			form of electronic, computer and video games
			provided by means of the Internet; organising of
			games; providing entertainment information in
			the nature of customised web pages featuring
			game player information, including players'
			gamertags and game preferences; arranging
			entertainment services in the form of television,
			Internet programmes about computer and video
			games; information about entertainment or
			education, provided on-line from a computer
			database or the Internet or by communications
			satellite, other electronic, digital publishing of
			computer and video games and computer and
			video games software, entertainment and/or
			educational software; organisation, production
			and presentation of events for educational,
			cultural or entertainment purposes, namely,
			organising and conducting computer game
			competitions, exhibitions in the field of
			computer games, shows featuring computer
			game competitions, live performances by
			computer game players, and educational

Reg. No.	Trademark	Reg. Date	Goods and Services
			convention in the field of computer games in class 041.
5,041,405		Sep. 13, 2016	For: Computer and video games software; downloadable computer game software; electronic publications, namely, downloadable books and brochures in the field of video games; downloadable computer game manuals; interactive entertainment software, namely, game software; discs, cartridges, CD-ROMs and other magnetic, electronic or optical media, all bearing computer games software or video games; electronic notice boards; Computer software for computer games and video games; Discs, cartridges, CDs and other magnetic, electronic or optical media, all with games software or video games; magnetically encoded gift cards in class 009.  For: Pin badges of precious metal; pendants; horological and chronometric instruments including watches and clocks; lapel pins; bracelets; chains, namely, jewelry chains; necklaces in class 014.  For: Printed publications, namely, books, fiction books, children's books, picture storybooks, instructions manuals, user guides, and strategy guides, all in the field of video games; books in the field of video games; redeemable vouchers and pre-paid cards, namely, non-magnetically encoded gift cards; manuals, namely, computer game instruction manuals; posters; prints; calendars; paper party decorations; stickers in class 016.  For: Clothing, namely, tops, bottoms, and jackets; footwear; headgear, namely, headwear;

Reg. No.	Trademark	Reg. Date	Goods and Services
			namely, top and bottoms; dresses; jackets;
			pyjamas; undergarments; underwear; belts;
			scarves; gloves; socks; swimsuits; caps; hats;
			baseball caps; shoes; wrist bands, sleepwear;
			plush novelty hats; hooded sweatshirts; robes;
			scarves; tank tops; shawls in class 025.
			For: Games and playthings, namely, dolls, toy
			building blocks, toy masks; decorations for
			Christmas trees; electronic games apparatus,
			namely, hand held units for playing electronic
			games; hand-held computer games equipment,
			namely, hand held units for playing electronic
			games; Home video game machines and hand-
			held video game machines; board games;
			Electronic game machine, namely, home video
			game machines; Electronic hand-held game
			units; Stand-alone video output games machines;
			Playing cards; Card games; Three dimensional
			puzzles; toys, namely, action figure toys; plush
			toys; dolls; playing cards; action figures;
			Electronic amusement apparatus, namely,
			amusement game machines; modeled plastic toy
			figurines in class 028.
			For: Entertainment services, namely, providing
			online video games by means of the Internet and
			other remote communications devices; electronic
			games services provided by means of the
			internet; organising of games, namely,
			organizing video game tournaments; online non-
			downloadable games played via a global
			computer network; providing interactive
			entertainment services in the nature of an online
			computer game; education and entertainment
			services, namely, the provision of video game
			information by computer networks, television,
			mobile telephone, cable and other electronic
			means; production of cinematographic,

Reg. No.	Trademark	Reg. Date	Goods and Services
			televisual, digital and motion picture films, and
			television programs; entertainment services in
			the form of electronic, computer and video
			games all provided online by means of the
			Internet, mobile telephone and other remote
			communications device; publishing of computer
			and video games and computer and video games
			software; publishing of entertainment and
			educational software; Providing audiovisual
			games, namely, online computer games for use
			in connection with computer hardware
			platforms; providing publications in electronic
			form supplied on-line from a database or from
			facilities provided on the Internet or other
			networks, namely, online non-downloadable
			computer game manuals in class 041.
			For: Computer services, namely, providing
			customized web pages featuring user-defined
			game player information, including information
			regarding a player's identity and the player's
			preferences in class 042.

- 12. The U.S. registrations for the Minecraft Trademarks are valid, subsisting, in full force and effect, and some are incontestable pursuant to 15 U.S.C. § 1065. The registrations for the Minecraft Trademarks constitute *prima facie* evidence of their validity and of Microsoft's exclusive right to use and/or license the Minecraft Trademarks pursuant to 15 U.S.C. § 1057(b). True and correct copies of the United States Registration Certificates for the above Minecraft Trademarks are attached hereto as **Exhibit 1**.
- 13. The Minecraft Trademarks are exclusive to Microsoft and are displayed extensively on Authentic Minecraft Products and in marketing and promotional materials. The Minecraft Trademarks are also distinctive when applied to Authentic Minecraft Products, signifying to the

purchaser that the products come from Microsoft and/or its authorized licensees and that they are manufactured pursuant to Microsoft's quality standards. Whether Microsoft manufactures the products itself or contracts with others to do so, Microsoft has ensured that products bearing the Minecraft Trademarks are manufactured to the highest quality and safety standards.

- 14. The Minecraft Trademarks are famous marks, as that term is used in 15 U.S.C. § 1125(c)(1), and have been continuously used and never abandoned. The success of *Minecraft*, in addition to the marketing of Authentic Minecraft Products, has enabled the Minecraft brand to achieve widespread recognition and fame and has made the Minecraft Trademarks some of the most well-known marks in the video game, entertainment, and merchandising industries. The widespread fame, outstanding reputation, and significant goodwill associated with the Minecraft brand have made the Minecraft Trademarks extremely valuable assets for Microsoft.
- 15. Products bearing the Minecraft Trademarks have been the subject of substantial and continuous advertising and publicity. Microsoft and/or its authorized licensees have marketed and promoted, and continue to market and promote, the Minecraft Trademarks in the industry and to consumers through traditional print media, authorized retailers, social media sites, point of sale materials, and websites like shop.minecraft.net.
- 16. Authentic Minecraft Products are manufactured and sold by Microsoft or its authorized licensees, partners, and retailers and are recognized by the public as being exclusively associated with the Minecraft brand. Microsoft and/or its authorized licensees have expended substantial time, money, and other resources advertising, promoting, and marketing Authentic Minecraft Products. Authentic Minecraft Products have also been the subject of extensive, unsolicited, positive publicity due to the longstanding success of the Minecraft brand. As a result, products bearing the Minecraft Trademarks are widely recognized and exclusively associated by

consumers as being high-quality products sourced from, or approved by, Microsoft. The Minecraft Trademarks have achieved tremendous fame and recognition, adding to the inherent distinctiveness of the marks. As such, the goodwill associated with the Minecraft Trademarks is of immeasurable value to Microsoft.

- 17. On information and belief, Defendants are unknown individuals and business entities who, either individually or jointly, own and/or operate one or more of the e-commerce stores under the Seller Aliases identified in Schedule A attached hereto and/or other seller aliases not yet known to Microsoft. On information and belief, Defendants reside and/or operate in foreign jurisdictions and redistribute counterfeit products from the same, related, or similar unauthorized sources in those locations. Defendants have the capacity to be sued pursuant to Federal Rules of Civil Procedure 17(b).
- 18. Tactics used by Defendants to conceal their identities and the full scope of their operation make it virtually impossible for Microsoft to learn Defendants' true identities and the exact inner workings of their counterfeit network. If Defendants provide additional credible information regarding their identities, Microsoft will take appropriate steps to amend the Complaint.

## IV. DEFENDANTS' UNLAWFUL CONDUCT

19. The success of *Minecraft* and Minecraft branded products has resulted in significant counterfeiting of the Minecraft Trademarks. As a result, Microsoft has implemented an enforcement program that involves investigating suspicious websites and online marketplace listings identified in proactive Internet sweeps. Recently, Microsoft has identified many fully interactive e-commerce stores offering Unauthorized Products on online marketplace platforms such as AliExpress ("AliExpress"), Amazon.com, Inc. ("Amazon"), eBay, Inc. ("eBay"), Etsy,

Inc. ("Etsy"), Fruugo.com Limited ("Fruugo"), Qoo10 Pte. Ltd. ("Qoo10"), TP Apparel LLC ("Teepublic"), WhaleCo, Inc. ("Temu"), Walmart, Inc. ("Walmart"), and Context Logic, Inc. d/b/a Wish.com ("Wish"), including the e-commerce stores operating under the Seller Aliases. The Seller Aliases target consumers in this Judicial District and throughout the United States. According to a report prepared for The Buy Safe America Coalition, most counterfeit products now come through international mail and express courier services (as opposed to containers) due to increased sales from offshore online counterfeiters. *The Counterfeit Silk Road: Impact of Counterfeit Consumer Products Smuggled Into the United States*, prepared by John Dunham & Associates (Exhibit 2).

20. Because counterfeit products sold by offshore online counterfeiters do not enter normal retail distribution channels, the U.S. economy lost an estimated 300,000 or more full-time jobs in the wholesale and retail sectors alone in 2020. *Id.* When accounting for lost jobs from suppliers that would serve these retail and wholesale establishments, and the lost jobs that would have been induced by employees re-spending their wages in the economy, the total economic impact resulting from the sale of counterfeit products was estimated to cost the United States economy over 650,000 full-time jobs that would have paid over \$33.6 billion in wages and benefits. *Id.* Additionally, it is estimated that the importation of counterfeit goods costs the United States government nearly \$7.2 billion in personal and business tax revenues in the same period. *Id.* The report separately estimated that the smuggling of counterfeit goods has cost federal, state, and local governments \$13.5 billion in tax collections from property taxes, sales taxes, and excise taxes that workers would have generated in the economy, as well as lost profits and license fees from businesses. *Id.* 

- 21. Defendants and other counterfeiters "routinely use false or inaccurate names and addresses when registering with [] e-commerce platforms," such as those shown in Schedule A. **Exhibit 3**, Daniel C.K. Chow, Alibaba, Amazon, and Counterfeiting in the Age of the Internet, 40 NW. J. INT'L L. & BUS. 157, 186 (2020); see also report on "Combating Trafficking in Counterfeit and Pirated Goods" prepared by the U.S. Department of Homeland Security's Office of Strategy, Policy, and Plans (Jan. 24, 2020), attached as Exhibit 4, and finding that on "at least some e-commerce platforms, little identifying information is necessary for a counterfeiter to begin selling" and that "[t]he ability to rapidly proliferate third-party online marketplaces greatly complicates enforcement efforts, especially for intellectual property rights holders." Counterfeiters hedge against the risk of being caught and having their websites or storefronts taken down from an e-commerce platform by establishing multiple virtual storefronts using different names. Exhibit 4 at p. 22. Counterfeiters also often create many different seller profiles that can appear unrelated even though they are actually commonly owned and operated. Exhibit 4 at p. 39. Furthermore, even if brand owners go through an e-commerce platform's notice and takedown procedures and succeed in having a particular storefront shut down, the counterfeiter will usually "reappear under a new false name and address in short order." Exhibit 3 at p. 161. Furthermore, such takedown procedures rarely, if ever, provide brand owners with the ability to locate or identify the counterfeiter or the sources of their goods. *Id.* at pp. 186-187.
- 22. Defendants have targeted sales to Illinois residents by setting up and operating ecommerce stores that target United States consumers using one or more Seller Aliases, offering shipping to the United States, including Illinois, accepting payment in U.S. dollars and, on information and belief, selling and shipping Unauthorized Products to residents of Illinois.

- 23. Defendants concurrently employ and benefit from similar advertising and marketing strategies. For example, Defendants facilitate sales by designing the e-commerce stores operating under the Seller Aliases so that they appear to unknowing consumers to be authorized online retailers, outlet stores, wholesalers, or simply resellers of authorized goods. E-commerce stores operating under the Seller Aliases appear sophisticated and accept payment in U.S. dollars in multiple ways, including via credit cards, Alipay, Amazon Pay, PayPal, and/or Stripe. E-commerce stores operating under the Seller Aliases often include content and images that make it very difficult for consumers to distinguish their stores from an authorized retailer. Microsoft has not licensed or authorized Defendants to use the Minecraft Trademarks, and none of the Defendants are authorized retailers of Authentic Minecraft Products.
- 24. Many Defendants also deceive unknowing consumers, who are using search engines to find websites relevant to Authentic Minecraft Products, by using the Minecraft Trademarks within the content, text, and/or meta tags of their e-commerce stores, thereby attracting consumers to their sites, rather than legitimate ones. Other e-commerce stores operating under the Seller Aliases omit using the Minecraft Trademarks in the item title to evade enforcement efforts while using strategic item titles and descriptions that will nevertheless trigger their listings when consumers are searching for Authentic Minecraft Products.
- 25. E-commerce store operators like Defendants commonly engage in fraudulent conduct when registering the Seller Aliases by providing false, misleading and/or incomplete information to e-commerce platforms to prevent discovery of their true identities and the scope of their e-commerce operation.
- 26. E-commerce store operators like Defendants regularly register or acquire new seller aliases for the purpose of offering for sale and selling Unauthorized Products. Such seller alias

registration patterns are one of many common tactics used by e-commerce store operators like Defendants to conceal their identities and the full scope and inner workings of their counterfeiting operation, and to avoid being shut down.

- 27. Even though Defendants operate under multiple fictitious aliases, the e-commerce stores operating under the Seller Aliases often share unique identifiers, such as templates with common design elements that intentionally omit contact information or other information for identifying Defendants or the other Seller Aliases they operate or use. E-commerce stores operating under the Seller Aliases include other common features, such as registration patterns, accepted payment methods, check-out methods, keywords, advertising tactics, similarities in price and quantities, the same incorrect grammar and misspellings, and/or use of the same text and images. Additionally, Unauthorized Products for sale by the Seller Aliases bear similar irregularities and indicia of being counterfeit to one another, suggesting that the Unauthorized Products are manufactured by and come from a common source and that Defendants are interrelated.
- 28. E-commerce store operators like Defendants communicate with each other through QQ.com chat rooms and utilize websites, like sellerdefense.cn, that provide tactics for operating multiple online marketplace accounts and evading detection by brand owners. Websites like sellerdefense.cn also tip off e-commerce store operators like Defendants of new intellectual property infringement lawsuits filed by brand owners, such as Microsoft, and recommend that e-commerce operators cease their infringing activity, liquidate their associated financial accounts, and change the payment processors that they currently use to accept payments in their online stores.
- 29. Counterfeiters such as Defendants typically operate under multiple seller aliases and payment accounts so that they can continue operation in spite of Microsoft's enforcement

efforts. E-commerce store operators like Defendants maintain off-shore bank accounts and regularly move funds from their financial accounts to offshore accounts outside the jurisdiction of this Court to avoid payment of any monetary judgment awarded to Microsoft.

- 30. Defendants are working to knowingly and willfully manufacture, import, distribute, offer for sale, and sell Unauthorized Products in the same transaction, occurrence, or series of transactions or occurrences. Defendants, without any authorization or license from Microsoft, have, knowingly and willfully used, and continue to use, infringing and/or counterfeit imitations of the Minecraft Trademarks in connection with the advertisement, distribution, offering for sale, and sale and shipment of Unauthorized Products into the United States and Illinois over the Internet.
- 31. Defendants' unauthorized use of infringing and/or counterfeit imitations of the Minecraft Trademarks in connection with the advertising, distribution, offering for sale, sale, and shipment of Unauthorized Products, including the sale and shipment of Unauthorized Products into the United States, including into Illinois, is likely to cause, and has caused, confusion, mistake, and deception by and among consumers and is irreparably harming Microsoft.

# COUNT I TRADEMARK INFRINGEMENT AND COUNTERFEITING (15 U.S.C. § 1114)

- 32. Microsoft hereby re-alleges and incorporates by reference the allegations set forth in the preceding paragraphs.
- 33. This is a trademark infringement action against Defendants based on their unauthorized use in interstate commerce of infringing and/or counterfeit imitations of the Minecraft Trademarks in connection with the sale, offering for sale, distribution, and/or advertising of infringing goods. The Minecraft Trademarks are highly distinctive marks. Consumers have

come to expect the highest quality from Authentic Minecraft Products offered, sold, or marketed under the Minecraft Trademarks.

- 34. Defendants have sold, offered to sell, marketed, distributed, and advertised, and are still selling, offering to sell, marketing, distributing, and advertising products using infringing and/or counterfeit reproductions of the Minecraft Trademarks in interstate commerce without Microsoft's permission, with the intent to deceive consumers into believing that their products are Authentic Minecraft Products, in direct competition with Microsoft's and/or its authorized licensees' sales of the Authentic Minecraft Products.
- 35. Counterfeit products, unlike Authentic Minecraft Products, are typically made with poor quality and/or hazardous materials, are poorly constructed and break easily, and can be dangerous to consumers, especially children, who make up a large portion of the demographic who seek to purchase and/or use Minecraft branded products. See e.g., the report titled "Trouble in Toyland" prepared by the U.S. PIRG Education Fund (November 2021), attached as **Exhibit 5**, outlining numerous instances of law enforcement seizing counterfeit toys containing safety hazards for children, including toxic substances like lead and phthalates; fire hazard concerns, especially with untested products containing lithium iron batteries; and toys with small parts that present choking hazards, often without appropriate warning labels. In addition, the items received by consumers often do not match what was represented on the counterfeiter's website or e-commerce store or the consumer never receives any product at all and simply loses their money. See **Exhibit 3** at pp. 176-177, summarizing counterfeit product listings on e-commerce website that were deceptively advertised as being associated with well-known brands. Consumers who unwittingly purchase the Unauthorized Products are highly likely to attribute these issues to

Microsoft, thus resulting in reputational harm and loss of goodwill in the Minecraft Trademarks, on top of the injury to the consuming public.

- 36. Microsoft owns the Minecraft Trademarks. Microsoft's United States registrations for the Minecraft Trademarks are in full force and effect. On information and belief, Defendants have knowledge of Microsoft's rights in the Minecraft Trademarks and are willfully infringing and intentionally using infringing and counterfeit versions of the Minecraft Trademarks. Defendants' willful, intentional, and unauthorized use of the Minecraft Trademarks is likely to cause, and is causing, confusion, mistake, and deception as to the origin and quality of the Unauthorized Products among the general public.
- 37. Defendants' activities constitute willful trademark infringement and counterfeiting under Section 32 of the Lanham Act, 15 U.S.C. § 1114.
- 38. Microsoft has no adequate remedy at law, and if Defendants' actions are not enjoined, Microsoft will continue to suffer irreparable harm to its reputation and the goodwill of its Minecraft Trademarks. In addition, Microsoft and its licensees will suffer lost revenue due to decreased sales of Authentic Minecraft Products. There will also be ongoing injury to the public.
- 39. The injuries and damages sustained by Microsoft have been directly and proximately caused by Defendants' wrongful reproduction, use, advertisement, promotion, offering to sell, and/or sale of Unauthorized Products.

# COUNT II FALSE DESIGNATION OF ORIGIN (15 U.S.C. § 1125(a))

- 40. Microsoft hereby re-alleges and incorporates by reference the allegations set forth in the preceding paragraphs.
- 41. Defendants' promotion, marketing, offering for sale, and sale of Unauthorized Products has created, and is creating, a likelihood of confusion, mistake, and deception among the

general public as to the affiliation, connection, or association with Microsoft or the origin, sponsorship, or approval of Defendants' Unauthorized Products by Microsoft.

- 42. By using infringing and/or counterfeit imitations of the Minecraft Trademarks in connection with the offering for sale and/or sale of Unauthorized Products, Defendants create a false designation of origin and a misleading representation of fact as to the origin and sponsorship of the Unauthorized Products.
- 43. Defendants' false designation of origin and misrepresentation of fact as to the origin and/or sponsorship of the Unauthorized Products to the general public involves the use of counterfeit marks and is a willful violation of Section 43 of the Lanham Act, 15 U.S.C. § 1125.
- 44. Microsoft has no adequate remedy at law and will continue to suffer irreparable harm to its reputation and the associated goodwill of the Minecraft brand if Defendants' actions are not enjoined.

# PRAYER FOR RELIEF

WHEREFORE, Plaintiff, Microsoft Corporation, prays for judgment against Defendants as follows:

- 1) That Defendants, their affiliates, officers, agents, servants, employees, attorneys, confederates, and all persons acting for, with, by, through, under, or in active concert with them be temporarily, preliminarily, and permanently enjoined and restrained from:
  - a. using the Minecraft Trademarks or any reproductions, counterfeit copies, or colorable imitations thereof in any manner in connection with the distribution, marketing, advertising, offering for sale, or sale of any product that is not an Authentic Minecraft Product;

- b. passing off, inducing, or enabling others to sell or pass off any product as an Authentic Minecraft Product or any other product produced by Microsoft, that is not Microsoft's or not produced under the authorization, control, or supervision of Microsoft and approved by Microsoft for sale under the Minecraft Trademarks;
- c. committing any acts calculated to cause consumers to believe that Defendants'
   Unauthorized Products are those sold under the authorization, control, or supervision of Microsoft, or are sponsored by, approved by, or otherwise connected to Microsoft;
- d. further infringing the Minecraft Trademarks and damaging Microsoft's goodwill; and
- e. manufacturing, shipping, delivering, holding for sale, transferring, or otherwise moving, storing, distributing, returning, or otherwise disposing of, in any manner, products or inventory not manufactured by or for Microsoft, nor authorized by Microsoft to be sold or offered for sale, and which bear infringing and/or counterfeit imitations of the Minecraft Trademarks;
- 2) Entry of an Order that, upon Microsoft's request, those with notice of the injunction, including without limitation, any websites and/or online marketplace platforms, such as AliExpress, Amazon, eBay, Etsy, Fruugo, Qoo10, Teepublic, Temu, Walmart, and Wish, shall disable and cease displaying any advertisements, e-commerce storefronts, or webpages used by or associated with Defendants in connection with the sale of goods using infringing and/or counterfeit imitations of the Minecraft Trademarks;
- 3) That Defendants account for and pay to Microsoft all profits realized by Defendants by reason of Defendants' unlawful acts herein alleged, and that the amount of damages for

infringement of the Minecraft Trademarks be increased by a sum not exceeding three times the amount thereof as provided by 15 U.S.C. § 1117;

- 4) In the alternative, that Microsoft be awarded statutory damages for willful trademark counterfeiting pursuant to 15 U.S.C. § 1117(c)(2) of \$2,000,000 for each and every use of a counterfeit imitation of the Minecraft Trademarks;
- 5) That Microsoft be awarded its attorneys' fees and full costs; and
- 6) Award any and all other relief that this Court deems just and proper.

Dated this 21st day of November 2024.

Respectfully submitted,

/s/ Martin F. Trainor
Martin F. Trainor
Sydney Fenton
Alexander Whang
TME Law, P.C.
10 S. Riverside Plaza
Suite 875
Chicago, Illinois 60606
708.475.1127
martin@tme-law.com
sydney@tme-law.com
alexander@tme-law.com

Counsel for Plaintiff Microsoft Corporation