

**UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION**

BALA BANGLES, INC.,

PLAINTIFF,

V.

THE PARTNERSHIPS AND UNINCORPORATED
ASSOCIATIONS IDENTIFIED ON SCHEDULE A,

DEFENDANTS.

CASE No.: 23-cv-16721

JUDGE FRANKLIN U. VALDERRAMA

MAGISTRATE JUDGE KERI L. HOLLEB HOTALING

FILED UNDER SEAL

SEALED TEMPORARY RESTRAINING ORDER

THIS CAUSE being before the Court on Plaintiff, Bala Bangles, Inc.’s (“Bala” or “Plaintiff”) *Ex Parte* Motion for Entry of a Temporary Restraining Order, including a temporary injunction, temporary asset restraint, expedited discovery, and electronic service of process, against the defendants identified on Schedule A to the Complaint (collectively, the “Defendants”), and using at least the online marketplace accounts identified on Schedule A (the “Defendant Internet Stores” or “Seller Aliases”), and the Court having heard the evidence before it hereby GRANTS Plaintiff’s *Ex Parte* Motion.

The Court further finds that it has personal jurisdiction over the Defendants based on Plaintiff’s un rebutted assertions that the Defendants directly target their business activities toward consumers in the United States, including Illinois, by offering to sell and ship products into this Judicial District. Specifically, Defendants are reaching out to do business with Illinois residents by operating one or more commercial, interactive Internet Stores through which Illinois residents can purchase products bearing counterfeit versions of the Bala Design, Trademarks, and/or

Copyrights, which are covered by Plaintiff's Federally Registered Patent (referred to as the "Bala Design"), which has been filed as Exhibit 1 to the Complaint, Plaintiff's Federally Registered Trademarks, which have been filed as Exhibit 2 to the Complaint (referred to as the "Bala Trademarks"); and Plaintiff's Federally Registered Copyrights, which have been filed as Exhibit 3 to the Complaint (referred to as the "Bala Copyrights") (collectively referred to as the "Bala Intellectual Property (IP)").

The Court also finds that issuing this Order without notice pursuant to Rule 65(b)(1) of the Federal Rules of Civil Procedure is appropriate because Plaintiff has presented specific facts in the Declaration of Maximilian Kislevitz (the "Kislevitz Decl.") and the Declaration of Ann Marie Sullivan, along with accompanying evidence, clearly showing that immediate and irreparable injury, loss, or damage will result to the movant before the adverse party can be heard in opposition. Specifically, in the absence of an *ex parte* Order, Defendants could and likely would modify registration data and content, change hosts, redirect traffic to other websites in their control, and move any assets from accounts in U.S.-based financial institutions, including, but not limited to, one or more financial accounts operated through platforms such as PayPal, Inc., Payoneer, Inc., Stripe, Inc., LianLian Global Payments, ContextLogic d/b/a Wish.com, Amazon Payments, Inc., eBay, Inc., Etsy, Inc., DHGate, Inc., Shein, WhaleCo, Inc. d/b/a Temu, Joybuy, Walmart, Inc., and Alipay US, Inc. (collectively referred to herein as "Payment Processors"), to offshore accounts. *Id.* As other courts have recognized, proceedings against those who deliberately traffic in counterfeit merchandise are often useless if notice is given to the adverse party.

Accordingly, the Court orders that:

1. Defendants, their affiliates, officers, agents, employees, attorneys, and all persons acting for, with, by, through, under or in active concert with them, be temporarily enjoined and restrained from:

- a. Using the Bala Intellectual Property, 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 a genuine Bala Product or not authorized by Plaintiff to be sold in connection with its Bala Bala Intellectual Property;
- b. passing off, inducing, or enabling others to sell or pass off any product as a genuine Bala Product or any other product produced by Plaintiff, that is not Plaintiff's, and is not produced under the authorization, control, or supervision of Plaintiff, and/or approved by Plaintiff for sale under the Bala Intellectual Property;
- c. committing any acts calculated to cause consumers to believe that Defendants' products are those sold under the authorization, control, or supervision of Plaintiff, or are sponsored by, approved by, or otherwise connected with Bala;
- d. further infringing Plaintiff's Bala Design, Trademarks, and Copyrights, and damaging Plaintiff's goodwill;
- e. 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 Plaintiff, nor authorized by Plaintiff to be sold or offered for sale, and which bear any of Plaintiff's Bala Intellectual Property, or any reproductions, counterfeit copies, or colorable imitations thereof;
- f. using, linking to, transferring, selling, exercising control over, or otherwise owning the online marketplace accounts, or any other domain name, online marketplace account, or

Seller Alias account that is being used to sell, or is the means by which Defendants could continue to sell, Counterfeit Bala Products; and,

- g. operating and/or hosting websites at any other online marketplace or domain name registered or operated by Defendants that are involved with the distribution, marketing, advertising, offering for sale, or sale of any product bearing Plaintiff's Bala Design, Trademarks, and Copyrights, or any reproductions, counterfeit copies, or colorable imitations thereof that is not a genuine Bala Product or not authorized by Plaintiff to be sold in connection with Plaintiff's Bala Intellectual Property.

2. Each Defendant, within fourteen (14) days after receiving notice of this Order, shall serve upon Plaintiff a written report under oath providing: (a) their true name and physical address, (b) all websites and online marketplace accounts on any platform that they own and/or operate, (c) their financial accounts, including all financial accounts, and (d) the steps taken by each Defendant to comply with paragraph 1, a through g, above.

3. Those in privity with Defendants and with actual notice of this Order, including any online marketplaces such as Alibaba, AliExpress, Amazon, DHGate, eBay, Etsy, Shein, Shopify, Temu, Walmart, and Joybuy (collectively, the "Online Marketplaces"), social media platforms, Facebook, YouTube, LinkedIn, Twitter, Internet search engines such as Google, Bing and Yahoo, web hosts for the Defendant domain names, and domain name registrars, shall within five (5) business days of receipt of this Order:

- a. Disable and cease providing services for any accounts through which Defendants engage in the sale of counterfeit and infringing goods using the Bala Intellectual Property, including any accounts associated with the Defendants;

- b. Disable and cease displaying any advertisements used by or associated with Defendants in connection with the sale of counterfeit and infringing goods using the Bala Intellectual Property; and,
 - c. Take all steps necessary to prevent links to the online marketplace accounts identified on Schedule A from displaying in search results, including, but not limited to, removing links to the Seller Aliases from any search index.
4. Defendants, and any third-party with actual notice of this Order who is providing services for any of the Defendants, or in connection with any of Defendants' websites at the online marketplace accounts or other websites operated by Defendants, including, without limitation, the Online Marketplaces, Payment Processors, advertisers, Facebook, Internet Service Providers ("ISP"), web hosts, back-end service providers, web designers, sponsored search engine or ad-word providers, banks, merchant account providers, distributors, shippers, and domain name registrars (collectively, the "Third Party Providers") shall, within five (5) business days after receipt of such notice, provide to Plaintiff expedited discovery, including copies of all documents and records in such person's or entity's possession or control relating to:
- a. The identities and locations of Defendants, their agents, servants, employees, confederates, attorneys, and any persons acting in concert or participation with them, including all known contact information;
 - b. The nature of Defendants' operations and all associated sales and financial information, including, without limitation, identifying information associated with the online marketplace accounts, the Defendants' other Seller Aliases and/or websites, and Defendants' financial accounts, as well as providing a full accounting of Defendants' sales and listing history related to their respective Defendant Internet Stores and other Defendant websites;

- c. Defendants' websites and/or any online marketplace accounts;
- d. Any domain name registered by Defendants;
- e. Any financial accounts owned or controlled by Defendants, including their agents, servants, employees, confederates, attorneys, and any persons acting in concert or participation with them, including such accounts residing with or under the control of any banks, savings and loan associations, Payment Processors or other financial institutions, or other merchant account providers, payment providers, third party processors, and credit card associations (e.g., MasterCard and VISA).

5. Defendants and any persons and/or entities in active concert or participation with them who have actual notice of this Order shall be temporarily restrained and enjoined from transferring or disposing of any money or other of Defendants' assets until further ordered by the Court.

6. The Online Marketplaces and all other e-commerce platforms in privity with Defendants, and their respective related companies and affiliates, shall within five (5) business days of receipt of this Order:

- a. Identify and restrain all funds, as opposed to ongoing account activity, in, or which hereafter are transmitted, into the online marketplace accounts related to Defendants as identified on Schedule A, as well as all funds in, or which into (i) any other accounts of the same customer(s), (ii) any other accounts which transfer funds into the same financial institution account(s), any of the other accounts subject to this Order; and (iii) any other accounts tied to or used by any of the Seller Aliases identified on Schedule A;
- b. Provide Plaintiff's counsel with all data which details (i) an accounting of the total funds restrained and the identification of the financial account(s) which the restrained funds are related to, and (ii) the account transactions related to all funds transmitted into the financial account(s) which have been restrained. Such restraining of the funds and the disclosure of

the related financial institution account information shall be made without notice to the account owners until after those accounts are restrained; and,

- c. Prevent the transfer or surrender of any and all funds restrained by this Order for any purpose (other than pursuant to a chargeback made pursuant to the Online Marketplace's security interest in the funds) without the express authorization of the Court.

7. The Payment Processors and any banks, savings and loan associations, third party payment processors, or other financial institutions, for any Defendant or any of Defendants' online marketplace accounts or websites, shall within five (5) business days of receipt of this Order:

- a. Locate all accounts and funds connected to Defendants, Defendants' online marketplace accounts or Defendants' websites, including, but not limited to, any accounts connected to the information listed on Schedule A and the email addresses associated with the Defendants that are identified by either Defendants or third parties; and,
- b. Restrain and enjoin such accounts from receiving, transferring, or disposing of any money or other of Defendants' assets until further ordered by the Court.

8. Plaintiff may provide notice of these proceedings to Defendants, including notice of the preliminary injunction hearing and service of process pursuant to Fed.R.Civ.P. 4(f)(3), by electronically publishing a link to the Complaint, this Order and other relevant documents on a website and/or by sending an email to any email addresses provided for Defendants by Defendants or any third-parties that includes a link to said website. The Clerk of Court is directed to issue a single original summons in the name of "Shenzhen Adika Technology Co., Limited and all other Defendants identified in the Complaint" that shall apply to all Defendants. The combination of providing notice via electronic publication or email, along with any notice that Defendants receive from domain name registrars and payment processors, shall constitute notice reasonably calculated

under all circumstances to apprise Defendants of the pendency of the action and afford them the opportunity to present their objections.

9. Plaintiff's Schedule A [7-3], Amended Schedule A [9], Motion for Temporary Restraining Order [12], and its memorandum and supporting pleadings and exhibits [13], and this Order shall remain sealed until further order of the Court. Plaintiff shall move the Court to unseal all documents prior to the expiration of this Order.


10. By 12/27/2023, at 6:00 p.m., Plaintiff shall deposit with the Court Ten Thousand Dollars (\$10,000.00), either cash or surety bond, as security, which amount has, in the absence of adversarial testing, been deemed adequate for the payment of such damages as any person may be entitled to recover as a result of a wrongful restraint hereunder.

11. Any Defendants that are subject to this Order may appear and move to dissolve or modify the Order as permitted by and in compliance with the Federal Rules of Civil Procedure, Northern District of Illinois Local Rules, and Judge Valderrama's Standing Orders.

12. Provided that Plaintiff posts the security as described in paragraph 10 above by the time and date indicated in paragraph 10, this Temporary Restraining Order without notice shall become effective on 12/27/2023 at 6:00 p.m., and shall remain in effect for fourteen (14) days.

DATE: December 22, 2023

ENTERED:



Honorable Franklin U. Valderrama
U.S. District Court Judge