UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, D.C.

In the Matter of
CERTAIN CASUAL FOOTWEAR
AND PACKAGING THEREOF

Investigation No. 337-TA-1270

NOTICE OF A COMMISSION DETERMINATION NOT TO REVIEW AN INITIAL DETERMINATION PARTIALLY TERMINATING THE INVESTIGATION WITH RESPECT TO ONE RESPONDENT BASED ON A SETTLEMENT AGREEMENT

AGENCY: U.S. International Trade Commission.

ACTION: Notice.

SUMMARY: Notice is hereby given that the U.S. International Trade Commission ("Commission") has determined not to review an initial determination ("ID") (Order No. 12) issued by the presiding chief administrative law judge ("CALJ") partially terminating the investigation with respect to respondent Skechers USA, Inc. ("Skechers") on the basis of a settlement agreement.

FOR FURTHER INFORMATION CONTACT: Carl P. Bretscher, Esq., Office of the General Counsel, U.S. International Trade Commission, 500 E Street S.W., Washington, D.C. 20436, telephone (202) 205-2382. Copies of non-confidential documents filed in connection with this investigation may be viewed on the Commission's electronic docket (EDIS) at https://edis.usitc.gov. For help accessing EDIS, please email EDIS3Help@usitc.gov. General information concerning the Commission may also be obtained by accessing its Internet server at https://www.usitc.gov. Hearing-impaired persons are advised that information on this matter can be obtained by contacting the Commission's TDD terminal on (202) 205-1810.

SUPPLEMENTARY INFORMATION: The Commission instituted this investigation on July 9, 2021, based on a complaint filed by Crocs, Inc. of Broomfield, Colorado ("Crocs"). 86 FR 36303-304 (July 9, 2021). The complaint, as supplemented, alleges violations of section 337 of the Tariff Act of 1930, as amended, 19 U.S.C. 1337 ("Section 337"), in the importation into the United States, sale for importation, or sale in the United States after importation of certain casual footwear and packaging thereof by reason of infringement of one of more of U.S. Trademark Registration Nos. 3,836,415; 5,149,328; and 5,273,875. *Id.* The complaint further alleges that a domestic industry exists. *Id.*

The Commission's notice of investigation named twenty-three respondents: Skechers of Manhattan Beach, California; Cape Robbin Inc. of Pomona, California; Bijora, Inc. of Chicago, Illinois; Dr. Leonard's Healthcare Corp. of Edison, New Jersey; Crocsky of Austin, Texas; Fullbeauty Brands Inc. of New York, New York; Hawkins Footwear, Sports, Military & Dixie Store of Brunswick, Georgia; Hobibear Shoes and Clothes Ltd. of Brighton, Colorado; Hobby Lobby Stores, Inc. of Oklahoma City, Oklahoma; Ink Tee of Los Angeles, California; La Modish Boutique of West Covina, California; Legend Footwear, Inc. of City of Industry, California;

Loeffler Randall Inc. of New York, New York; Maxhouse Rise Ltd. of Hong Kong; PW Shoes, Inc. of Maspeth, New York; SG Footwear Meser Group Inc. of Hackensack, New Jersey; Shoe-Nami Inc. of Gretna, Louisiana; Star Bay Group Inc. of Hackensack, New Jersey; Yoki Fashion International LLC of New York, New York; Quanzhou ZhengDe Network Corp. of Quanzhou, Fujian Province, China; 718 Closeouts of Brooklyn, New York; Royal Deluxe Accessories, LLC of New Providence, New Jersey; and Fujian Huayuan Well Import and Export Trade Co. of Fuzhou, Fujian Province, China. The Office of Unfair Import Investigations ("OUII") was named as a party to this investigation.

On July 29, 2021, Crocs and Skechers jointly moved to terminate the investigation with respect to Skechers due to a settlement agreement. On August 9, 2021, OUII filed a response in support of the motion.

On August 11, 2021, the presiding CALJ issued the subject ID (Order No. 12) granting the motion to terminate Skechers. The subject ID finds that the motion completely resolves the dispute between Crocs and Skechers and complies with the requirements of Commission Rule 210.21(b)(1) (19 CFR 210.21(b)(1)) in that there are no other agreements, oral or written, express or implied, between the parties regarding the subject matter of the investigation. The ID also agrees with the parties' arguments that the settlement agreement is in the public interest, which favors settlement to avoid litigation and conserve public and private resources, and it does not impose any undue burdens on public health and welfare, competitive conditions in the United States economy, production of like or directly competitive articles in the United States, or United States consumers.

No party filed a petition for review of the subject ID.

The Commission has determined not to review the subject ID. Skechers is terminated from the investigation.

The Commission vote for this determination took place on August 24, 2021.

The authority for the Commission's determination is contained in section 337 of the Tariff Act of 1930, as amended (19 U.S.C. 1337), and in Part 210 of the Commission's Rules of Practice and Procedure (19 CFR Part 210).

By order of the Commission.

Lisa R. Barton

Secretary to the Commission

Issued: August 24, 2021