## 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 TWO INITIAL DETERMINATIONS PARTIALLY TERMINATING THE INVESTIGATION WITH RESPECT TO CERTAIN RESPONDENTS BASED ON CONSENT ORDERS; ISSUANCE OF TWO CONSENT ORDERS

**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 two initial determinations ("ID") (Order Nos. 16, 17) issued by the presiding chief administrative law judge ("CALJ") partially terminating the investigation with respect to SG Footwear Meser Grp. Inc. a/k/a Goldberg & Co. ("SG Footwear") and Cape Robbin Inc. ("Cape Robbin"), respectively, based on settlement agreements, consent order stipulations, and consent orders. SG Footwear and Cape Robbin are hereby terminated from this investigation, and two consent orders are issued herewith.

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 <a href="https://edis.usitc.gov">https://edis.usitc.gov</a>. For help accessing EDIS, please email <a href="EDIS3Help@usitc.gov">EDIS3Help@usitc.gov</a>. General information concerning the Commission may also be obtained by accessing its Internet server at <a href="https://www.usitc.gov">https://www.usitc.gov</a>. 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: Cape Robbin of Pomona, California; SG Footwear of Hackensack, New Jersey; Skechers USA, Inc. of Manhattan Beach, California ("Skechers"); 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; 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 also named as a party to this investigation.

On August 24, 2021, the Commission partially terminated the investigation with respect to Skechers due to a settlement agreement between Crocs and Skechers. Order No. 12 (Aug. 11, 2021), *unreviewed by* Comm'n Notice (Aug. 24, 2021).

On July 21, 2021, Crocs and SG Footwear jointly moved to terminate the investigation with respect to SG Footwear based on a settlement agreement, consent order stipulation, and proposed consent order, as supplemented and corrected on July 26, 2021. On July 27, 2021, OUII filed a response in support of the joint motion to terminate SG Footwear, provided the parties filed a public version of their settlement agreement. The parties filed a public version of their settlement agreement on August 12, 2021.

On August 16, 2021, Crocs and Cape Robbin jointly moved to terminate the investigation with respect to Cape Robbin based on a settlement agreement, consent order stipulation, and proposed consent order. On August 17, 2021, OUII filed a response in support of the joint motion to terminate Cape Robbin.

On August 26, 2021, the presiding CALJ issued the two subject IDs. Order No. 16 grants the motion to terminate with respect to SG Footwear. Order No. 17 grants the motion to terminate with respect to Cape Robbin. Order Nos. 16 and 17 each find that the parties' consent order stipulation and consent order comply with the requirements of Commission Rules 210.21(c)(3) and (4) (19 CFR 210.21(c)(3), (4)). Each Order also finds that the settling parties have stipulated that there are no other agreements, written or oral, express or implied, in accordance with Commission Rule 210.21(b)(1) (19 CFR 210.21(b)(1)). Order Nos. 16 and 17 also find that each of the parties' settlement agreements is in the public interest, as it avoids litigation, conserves public and private resources, and 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 either Order No. 16 or Order No. 17. SG Footwear and Cape Robbin are hereby terminated from this investigation, and the consent orders are issued to each respondent herewith.

The Commission vote for this determination took place on September 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: September 24, 2021