

TRADEMARK AND INTERNET BRANDING: PROMOTING AND DEFENDING A FRANCHISE REPUTATION ONLINE

- Colleen Devanney Vorys, Sater, Seymour & Pease LLP
 - Cincinnati, Ohio
- Carolyn Dinberg IHG (Intercontinental Hotels Group)
 - Atlanta, GA
- Eleanor Vaida Gerhards Fox Rothschild LLP
 - Warrington/Philadelphia, Pennsylvania
- Dale Cohen, Moderator Kaufmann Gildin & Robbins LLP
 - New York, New York





Topics for Today's Discussion

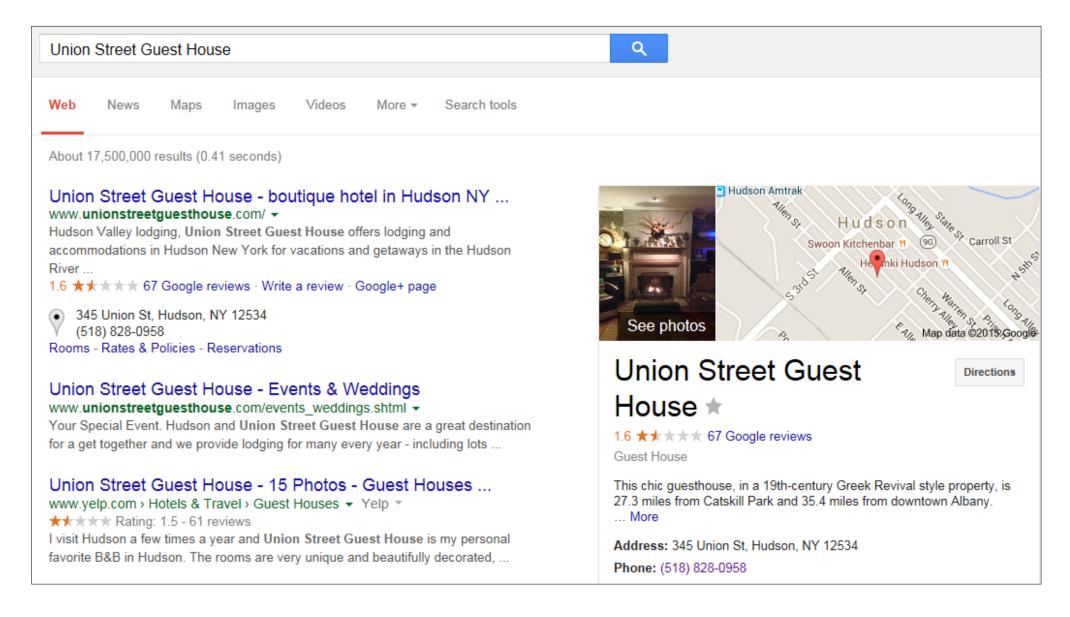
- <u>DEFENSE</u> Defending a Franchise Brand/Trademark from Online Attacks
- OFFENSE Promoting a Franchise Brand/Trademark Online in Compliance with Federal and State Laws and Regulations







What does a franchise system's reputation look like in 2017?

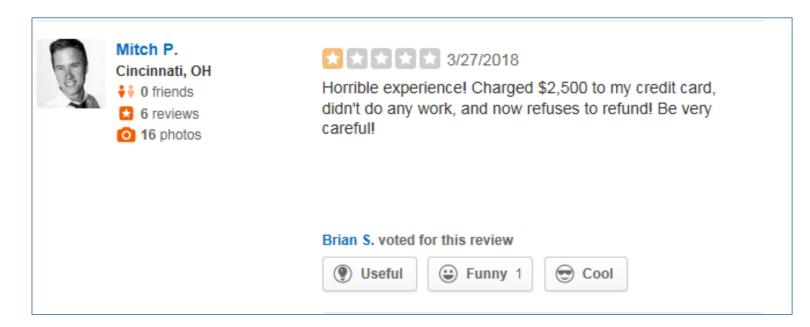






How Do We Protect Our Reputations?









What are a franchise system's options?

Legal Options

- Defamation Action
- False Advertising/Unfair Competition Action
 - Federal (The Lanham Act and The FTC Act)
 - State Statutes

Non-Legal Options

- Removal by third party?
- PR response
- Do Nothing







I Want to Sue!

What Do I Need to Consider:

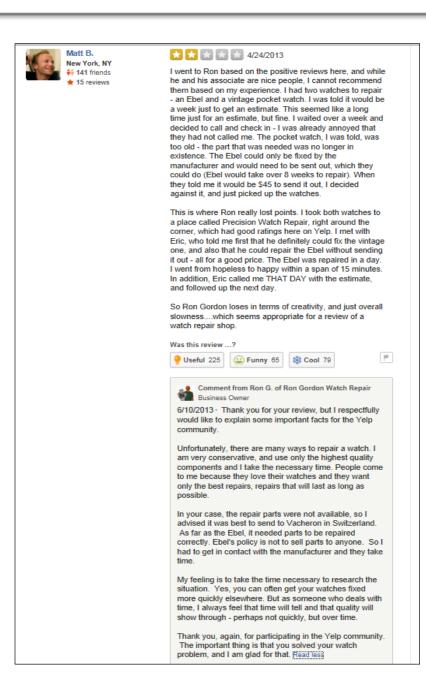
- Legal Considerations:
 - First Amendment
 - Federal Communications Decency Act (CDA)
 - Anti-SLAAP Statutes
- Perhaps Most Important Consideration:
 - Public Opinion

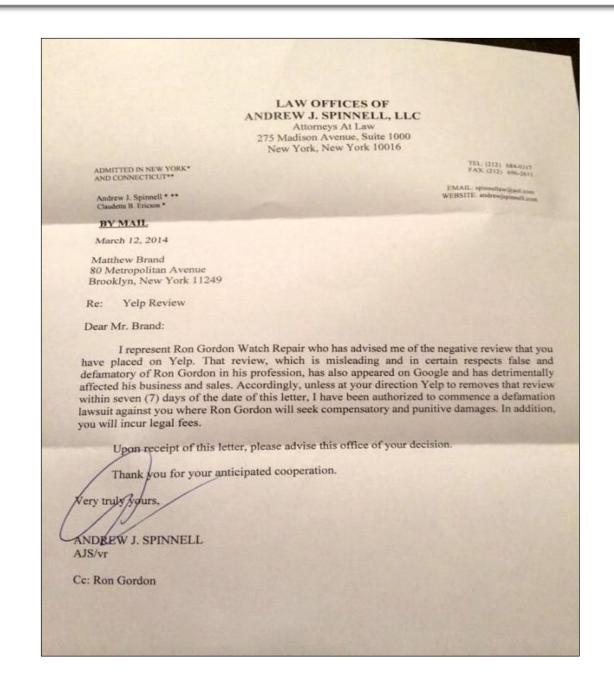






Case Study: Ron Gordon Watch Repair

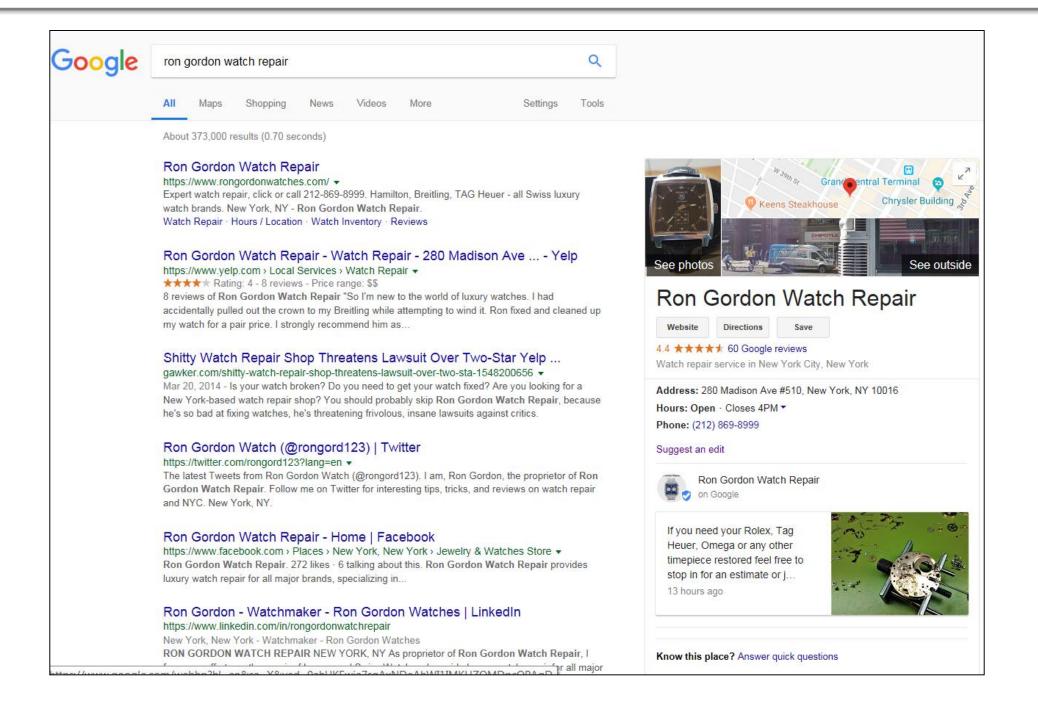








Now, Google Results:







Solutions are Fact-Dependent

Terms of Service of Relevant Website

Ranking of Content on Search Results or Review Website

Budget

Potential Damage

Statute of Limitations

Removal Options

Risk Tolerance

Available Legal Claims

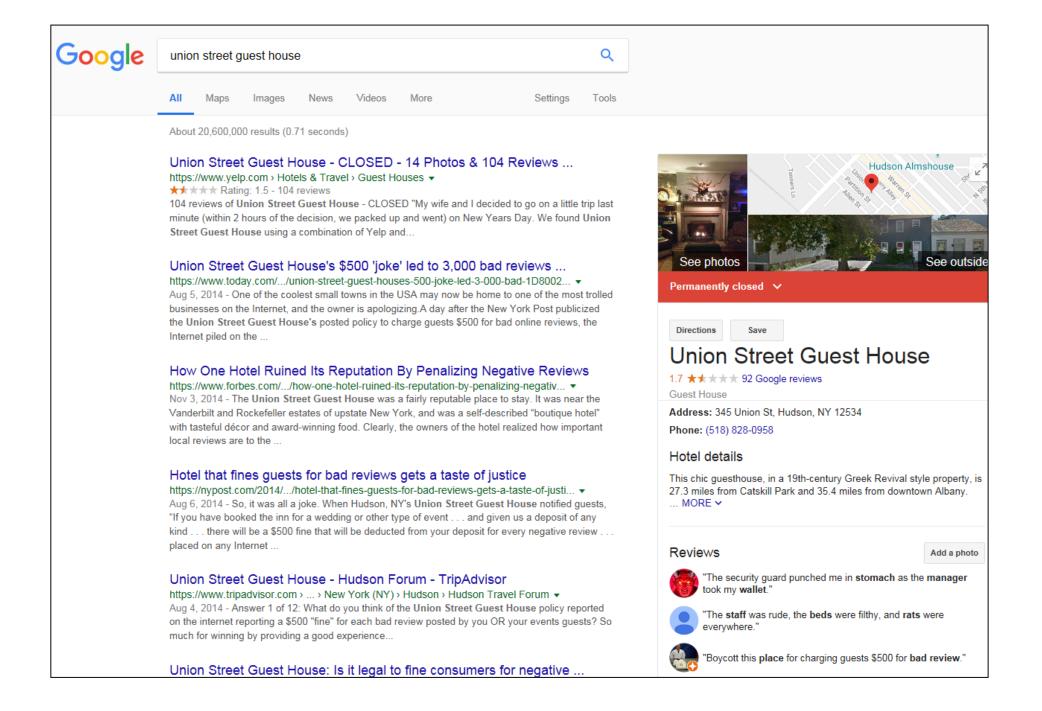
Jurisdiction

Poster Characteristics





Circling Back to Union Street Guest House







Copyright Infringement

What do I need to consider before submitting a copyright takedown?

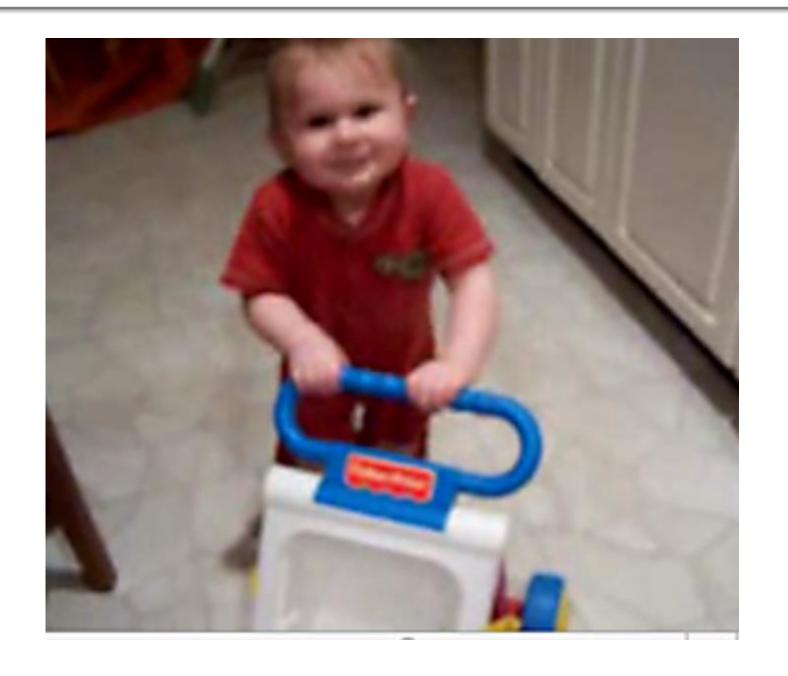
The "Fair Use" Doctrine:

- the purpose and character of your use (is it transformative);
- the nature of the copyrighted work;
- the amount and substantiality of the portion taken;
 and
- the effect of the use upon the potential market.





The "Dancing Baby" Case







Trademarks Online

- Domain Names
- Registering screen names or accounts using a trademark name on forum websites or social media platforms
- Using a logo as a on platforms, e.g., Facebook, Twitter or Instagram





Best Practices for Thwarting Trademark Infringement

Where to Start:

 Terms of Service: Report infringement to website or online service provider

Other Options:

- File a claim under the Anti-Cybersquatting Piracy Act (ACPA)
- Initiate the ICANN procedure (Uniform Domain-Name Dispute-Resolution Policy (UDRP))





Problem: Holdover Franchisees

- Best Practices for Thwarting Holdover Use
 - Expand description of IP in franchise agreement (domain names, apps, metatags, ad placements)
 - Require franchisees assign copyrights to photos posted online that contain franchisor's marks
 - Trademark Certificates
 - Reminder Letters, Investigation, Cease and Desist Letters





Problem: Holdover Franchisees

- Options when best practices do not work
 - File a DMCA takedown notice
 - File an action under the: (i) Uniform Domain-Name Dispute Resolution Policy or (ii) Uniform Rapid Suspension Program
 - Utilize the email and social media reporting takedown tools
 - Seek injunctive relief under the Lanham Act
 - File an action for false and deceptive practices
 - File an action under the Trademark Dilution Revision Act





Playing Offense: Promoting the Franchise Brand Online... Risk Exposures:

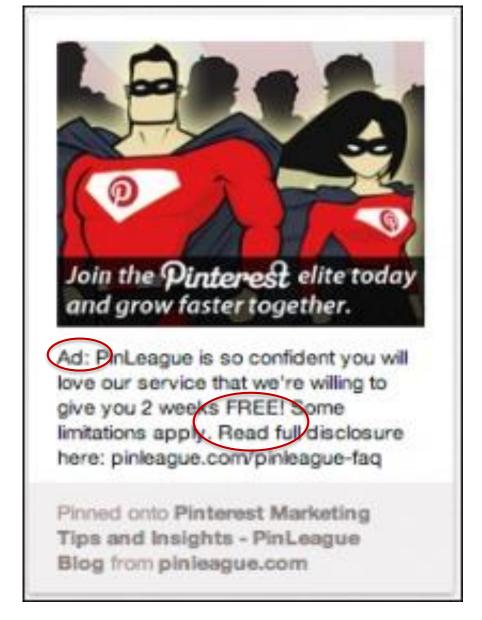
- Unfair and deceptive advertising
- Clear and conspicuous disclosures on small screens
- Endorser disclosures
- Employee brand ambassadors
- Customers as promoters
- Native advertising





Playing Offense

5 Easy Tips for Promoting a Franchise Brand Online in Compliance with Federal and State Laws and Regulations







(1) Do Not Contract Away Right to Review (including Bad Reviews!)

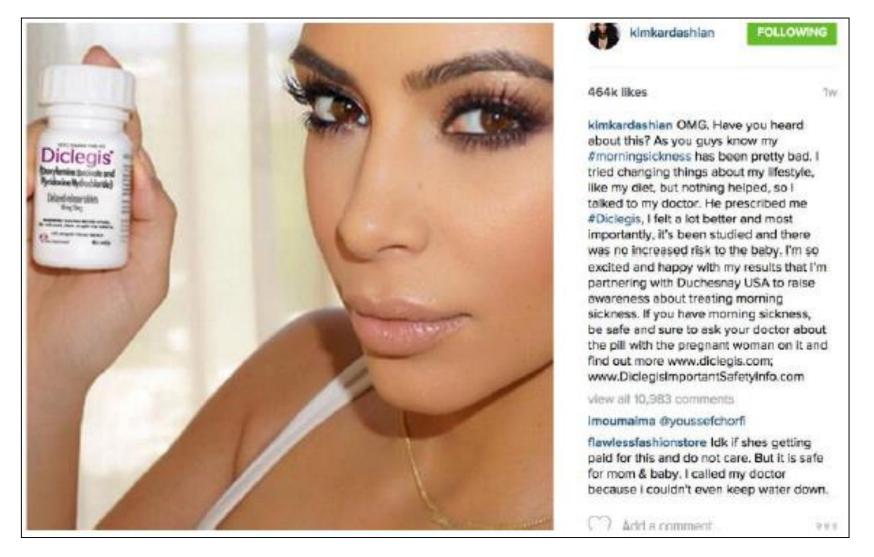
- It is now illegal
 - Consumer Review Fairness Act
- It results in bad publicity
- [example]







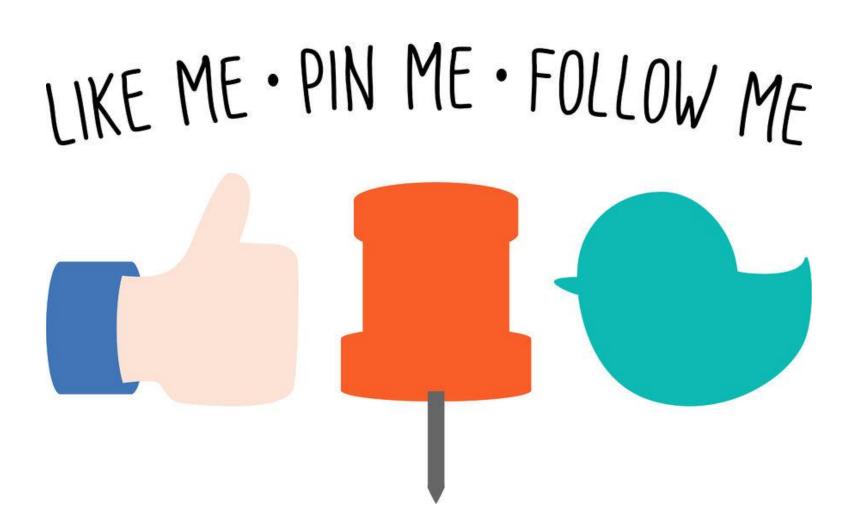
(2) Always Disclose Relationship with Social Media Influencers







(3) Avoid Employee Review Schemes







(4) Clearly Identify Contests, Sweepstakes and Online Promotions

"Entry into a contest to receive a significant prize in exchange for endorsing a product through social media constitutes a material connection that would not reasonably be expected by viewers of the endorsement."







(5) Consider a Consumer's Impression Before Engaging in Native Advertising



Though the inimitable Dorothy Parker once claimed, "Men seldom make passes at girls who wear glasses," times, they have changed. These days there is nary a fella out there who would balk at putting the moves on some bespectacled nerd-babe. In fact, it's pretty much safe to safe to say, that being "adorkable" is now considered a compliment.

That's why, inspired by tonight's premiere of (and is, of course, hosted by Revenge of the Nerds stars Robert Carradine and Curtis Armstrong. Hi, Booger!), we've curated a list of fine sartorial choices for ladies with a glimmer of geek in their eye.



FIND OUT FOR YOURSELF

2 FREE



5 Ways To Get Summery, Stat

Louis C.K.'s stan...

and Well in 2014?

Could You Learn To Love An Alien?

Now that Louie is over for the season, go back to

Is The Religious Extremism of Jesus Camp Alive



Top 5 Practical Tips for Promoting a Franchise Brand Online

- 1. Constantly monitor online activity
- 2. Prepare a multi-level reactive plan in advance of potential online issues
- 3. Maintain and consistently update social media policy
- 4. Provide guidance to franchisees through the Operations Manual and training seminars
- 5. Carefully draft trademark provisions in the Franchise Agreement outlining ownership, permitted use and reporting misuse



