# IN THE JUDICIAL COMMITTEE OF THE PRIVY COUNCIL No. 11 of 1974

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FROM THE COURT OF APPEAL (CIVIL SIDE) OF SINGAPORE

BETWEEN:

STAR INDUSTRIAL COMPANY LIMITED

Appellants
(Plaintiffs)

- and -

YAP KWEE KOR trading as NEW STAR INDUSTRIAL COMPANY

Respondent (Defendant)

CASE FOR THE RESPONDENT

COLLYER-BRISTOW 4 Bedford Row, London W.C.1.

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(Defendant)

#### CASE FOR THE RESPONDENT

- 1. This is an appeal from a Judgment of the Court of Appeal of Singapore (Wee Chong Jin C.J. Chua and Kulasekaram J.J.) dated the 25th March 1974, dismissing with costs the Appellants' appeal from a judgment of Choor Singh J. in The High Court of Singapore dated the 19th April 1973 whereby he dismissed the Appellants' action with costs.
- By their Writ and Statement of Claim the Appellants claimed inter alia an injunction to restrain the Respondent from
- P. 37
- p. 38 to 41

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  - (i) passing-off or attempting to pass-off or causing, enabling or assisting others to pass-off tooth-brushes not the manufacture of the Appellants as and for the toothbrushes of the Appellants by the use or in connection therewith in the course of trade of a get-up similar to that of the Appellants' ACE marked tooth-brushes or any colourable imitation thereof,

without clearly distinguishing such use from the goods of the Appellants or by any other means.

(ii) passing-off or attempting to pass-off the business of the Respondent as manufacturers of tooth-brushes as and for the business of the Appellants by the use in connection therewith of the trading name "New Star Industrial Co"., or by any other means.

p.134 1.46 to p. 135 3. On appeal to the Court of Appeal of Singapore the Appellants did not appeal or dispute that part of the judgment of Choor Singh J. whereby he found that the Appellants had not used the trading name "Star Industrial Co. Ltd." in Singapore in respect of the manufacture and sale of their tooth-brushes and dismissed the Appellants' claim to restrain the Respondent from using the trading name "New Star Industrial Co."

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4. The question for decision is whether the Appellants can restrain the Respondent from manufacturing and trading in tooth-brushes in Singapore under or by reference to the trade mark "AGE" got up in packages similar to the sample packet which forms Exhibit P.21 herein (hereinafter referred to as the "AGE Brand" tooth-brush.)

Appendix

5. The issue in this appeal is whether the Appellants had in 1968 (when the Respondent first sold the "AGE Brand" tooth-brush in Singapore) and continued to have until at least the 9th

February 1971 (the date of the Writ herein) any goodwill or proprietary rights in Singapore in respect of tooth-brushes packaged in packets divided diagonally into two parts, the top part consisting of white transparent cellophane paper and the bottom half of plain hard paper with a silver background with the words "ACE BRAND TOOTH BRUSH" together with the symbol of the letter "A" enclosed with a red circle embossed thereon (hereinafter referred to as the "ACE Brand" tooth-brush). A sample packet of the "ACE Brand" tooth-brush forms Exhibit P.3 herein. another way, in Singapore, did the Appellants have a goodwill or reputation in the "ACE Brand" tooth-brush such that the offer for sale, sale and supply of the Respondent's "AGE Brand" tooth-brush in 1968 and at all times until at least the 9th February 1971 was calculated or likely to deceive a substantial number of people into believing the such tooth-brushes were the Appellants' brushes or were brushes connected with the Appellants.

Appendix

- 6. The material facts which it is believed are not in dispute and most of which the Court of Appeal of Singapore stated were never in dispute, are as follows:
  - (i) From 1953 to 1961 one Jhi Hung Leung trading from Hong Kong under the style "Star Brush Manufacturing Company"manufactured and sold "ACE Brand" tooth-brushes

p.132 1.21 to p.133 1.5 p.148 1.31 to p.149 1.7

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in Hong Kong for export to Singapore.

Most of such tooth-brushes were for re-export from Singapore to Indonesia and surrounding territories although there were some local sales as well. The evidence does not establish how many of such tooth-brushes were sold in Singapore.

- p.132
  1.39 to
  p.133 1.2
  p.149 1.8
  to 13
- (ii) In May 1961 the Appellant company was incorporated in Hong Kong and registered under the Hong Kong Companies Act and J. H. Leung became a major shareholder and 10 its manging director. The Appellants took over the manufacture of the "ACE Brand" tooth-brushes in Hong Kong.
- p.78 1.30 to 41 p.133 1.7 to 12 p.149 1.14 to 18
- (iii) J. H. Leung's business "Star Brush

  Manufacturing Co." ceased manufacturing

  and selling "ACE Brand" tooth-brushes

  at or about the end of March 1962. J. H.

  Leung did not assign to the Appellants

  the goodwill of his business or his

  goodwill in "ACE Brand" tooth-brushes

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- p.134 1.12 to 16 p.134 1.46 to p.135 1.17 p.149 1.12 to 21
- (iv) In or about 1961 or early 1962 the Appellants commenced selling "ACE Brand" tooth-brushes in Hong Kong for export to Singapore which continued to be packaged in packets labelled "Star Brush Manufacuturing Co.". The evidence does not establish how many of such tooth-brushes were sold in Singapore.
- p.133 1.17 to 23 p.149 1.22

to 28

(v) In 1963 the "ACE" brand mark was registered as a trade mark in Hong Kong by the Star Brush Manufacturing Company of which

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J. H. Leung was still the sole proprietor.

	(vi)	In October 1965 the Singapore Government	p.133	1.24					
		imposed a tariff of 15 cents per tooth-brush	to 30 p.134 to 11	1.8					
		on all tooth-brushes imported into Singapore	p.134	1.34					
		and the Appellants stopped selling "ACE	to 45 p.149	1.29					
		Brand "tooth-brushes for export to Singapore.	to 36						
	(vii)	On the 3rd August 1966 the Respondent	p.34 p.134 to 18	1 10					
		trading as "Yap Trading Company" registered the							
		trade mark "AGE" in respect to tooth-brushes							
		in Singapore.							
10	(vii:	i) In about 1968 the Respondent changed	p.134	1.12					
		the name of his business to "New Star	to 15 p.150	1.1					
		Industrial Company" and started	to 9						
		manufacturing and selling "AGE Brand"							
		tooth-brushes in Singapore.							
	(ix)	At some time subsequent to the 22nd	p.133	1.31					
		August, 1968 the Appellants and Lim	to 43 p.149 to 42 p.160 163	1.37					
		Teck Lee Company Limited and Lim Seng Huat		to					
		(Singapore) Limited formed a joint venture	103	•					
		company in Singapore called Star Plastics							
20		Industrial Company (Private) Limited, the							
		main object of which was the operation							
		of factories in Jurong and Singapore for							
		the manufacture and sale of plastic							
		products. The Appellants supplied							
		such company with know-how and moulds							
		for the production of tooth-brushes and							
		sent technicians and a production manager							
		to supervise the manufacture of tooth-brushes.							
	(x)	In 1968 J. H. Leung assigned to the	p.133	1.43					
30		Appellants the "ACE Brand" trade mark	to 46 p.149 to 45	1.43					

registered in Hong Kong.

p.80 1.6 to 8 p.133 1.47 to p.134 1.1 p.150 1.10 to 12 p.54 1.30 to 39

- (xi) Since about September 1969 Star Plastics
   Industrial Co. (Private) Limited have
   manufactured "ACE Brand" tooth-brushes in
   Singapore for sale to Indonesia, Malaysia and
   Australia. A small percentage (0.5 per
   cent in 1969) of such "ACE Brand" tooth-brushes
   have been sold in Singapore.
- p.139 1.1 7. In his judgment Choor Singh J. held that the to 20

  evidence was inadequate to establish any goodwill or property of the Appellantsin Singapore in respect 10 of the "ACE Brand" tooth-brush. In particular he held that the Appellants failed to prove that prior to 1965 they had sold in Singapore sufficient tooth-brushes under the "ACE Brand" mark to establish a reputation in it.

p.134
1.35-45
evidence of J. H. Leung that a small quantity of

"ACE Brand" tooth-brushes was exported from Hong Hong
to Singapore in 1966 and 1967 - a finding that was
accepted by the Appellants on appeal to the Court

p.142 1.22 of Appeal of Singapore - and he held that since
to 44
1965 the Appellants have not sold or carried on any

p.141
trade in "ACE Brand" tooth-brushes in Singapore and
there was no evidence that they intended to do so

p.151
8. The Court of Appeal of Singapore (Wee Chong Jin
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C. J. Chua and Kulasekaram J. J.) held that as (on the
undisputed facts) the Appellants had ceased exporting
to Singapore their "ACE Brand" tooth-bruses from 1965
right up to the time of the Writ in the action, their
claim failed in limine.

in the future.

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In R. J. Reuter Co. Ltd. v. Mulhens; Evershed 70 R.P.C. 9. 235,253 M.R. accurately stated the law as follows: "Still I do not think that the Defendant is entitled to succeed in his claim for passing off. He is conducting in England no business, selling here no goods. As it seems to me, he has not in this Country any proprietary right which he is entitled to protect". p.141 1.30 A passage cited by Choor Singh J. in his to p.142 1.4 judgment in this case. Choor Singh J. and the Court of Appeal of Singapore p.133 1.6-12 held that any goodwill or proprietary right in p.140 1.29 to p.141 1.23 Singapore that may have been vested in J. H. Leung, p.150 1.42 as sole proprietor of Star Brush Manufacturing Co., to p.151 1.2 in "ACE Brand" tooth-brushes was never assigned to the Appellants. Such a finding is supported by the evidence and in any event even if it were not so (which is denied) it would not effect the findings and conclusions of Choor Singh J. and the Court of Appeal of Singapore set out in paragraphs 7 and 8 above. Further both Choor Singh J. and the Court of p.134 1.46 to p.135 Appeal of Singapore held that as all the "ACE Brand" 1.17 p.139 1.21 tooth-brushes which were manufactueed by the Appellants to p.140 1.28 in Hong Kong and imported into Singapore bore the p.151 1.2 to 15 label "Star Brush Manufacturing Co". on their packets the Appellants could not rely upon such user as establishing any property or goodwill in them. Choor Singh J. stated that by selling their "ACE Brand" p.139 1.39

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tooth-brushes in Singapore in packets labelled

"Star Brush Manufacturing Co." the Appellants were

to p.140 to 1.28

(1927) 2 Ch 117,132 falsely representing that their tooth-brushes were the tooth-brushes of the Star Brush Manufacturing Co. Citing an observation of Clauson J. in

Lacteosote v. Alberman that a mark should cease to be a mark "if it is assigned in such a way as to enable the transferee to use it, as to represent something other than that which the mark represented in the hands of the transferor", Choor Singh J. held that the deceptive action of the Appellants was contrary to public policy and gave the Appellants no right of property or goodwill in respect of the "ACE Brand" mark in Singapore.

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- 12. On the 28th January 1974 the Court of Appeal of Singapore made an order granting leave to appeal to the Judicial Committee of the Privy Council.
- 13. The Respondent submits that this appeal should be dismissed with costs for the following amongst other REASONS
- 1. BECAUSE as the Courts below have rightly held, the Appellants have not established that in 1968 or at anytime thereafter they had any goodwill or property in Singapore in respect of the "ACE Brand"

tooth-brush.

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- 2. BECAUSE the learned trial judge found as a fact that the Appellants have not sold any "ACE Brand" tooth-brushes in Singapore since 1965 and that there was no evidence that they intended to do so in the future.
- 3. BECAUSE the judgments of both the learned trial judge and of the Court of Appeal were right.

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