UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA

GOPRO HONG KONG LTD., Petitioner,

v.

UNITED WORLD BRANDS,

Respondent.

Case No.<u>16-cv-05113-JD</u>

ORDER RE MOTION TO CONFIRM ARBITRATION AWARD AGAINST UNITED WORLD BRANDS

On September 6, 2016, GoPro Hong Kong Ltd. filed a petition seeking enforcement of a May 2016 foreign arbitration award against respondents 2B Trading, Inc. and United World Brands. Dkt. No. 1. GoPro filed a motion to confirm the award on October 20, 2016 against 2B Trading, which the Court granted. Dkt. Nos. 20, 42. On December 22, 2016, GoPro filed a motion to confirm the award against United World Brands. Dkt. No. 49. United World Brands failed to respond to the motion in a timely fashion. The Court finds the motion suitable for decision without oral argument, and grants it.

FACTUAL BACKGROUND

21 In 2012, the parties entered into an International Distribution Agreement and subsequent 22 amendment (together the "Agreement") which gave respondents the right to distribute GoPro 23 products in Colombia. Dkt. No. 1 ¶ 8-9. A dispute arose in October 2013, when GoPro 24 terminated the Agreement after discovering respondents had facilitated "gray market" sales by 25 selling GoPro cameras outside of Columbia. See Dkt. No. 49 at 1-2. In 2014, 2B Trading brought an action against GoPro in Florida state court for the termination, which was dismissed under the 26 Agreement's arbitration clause. See Dkt. No. 20-3, Exh. B (Final Award) ¶ 82. 2B Trading then 27 28 initiated arbitration with the International Court of Arbitration. Id. ¶ 14. GoPro answered,

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requested joinder of United World Brands, and asserted its own claims against both respondents. *Id.* ¶¶ 30, 84. United World Brands did not oppose joinder, and on May 3, 2015, both parties responded to GoPro's claims. *Id.* ¶ 34. The arbitration process culminated with a four-day hearing in San Francisco in March 2016. *Id.* ¶¶ 42-55. After confirming that no party objected to the proceedings, the arbitrator found for GoPro. *Id.* ¶¶ 59, 61, 63, 65. The Final Award was signed on May 27, 2016 and awarded \$1,310,843.58 plus post-judgment interest to GoPro, holding 2B Trading and United World Brands jointly and severally liable. Dkt. No. 49 at 4 (citing Exh. B ¶¶ 207-214).

DISCUSSION

GoPro asks the Court to confirm the Final Award under the Convention on the Recognition and Enforcement of Foreign Arbitral Awards (the "New York Convention") and federal law implementing that Convention at 9 U.S.C §§ 201-208. There is no dispute the Final Award falls under the Convention because it involves commercial activity and is not entirely between citizens of the United States. *Id.* § 202; Dkt. No. 1 ¶¶ 1-3 (GoPro Hong Kong Ltd. is organized under the laws of Hong Kong; 2B Trading Inc. is a Florida corporation, and United Word Brands is a Colombian corporation). The Court will confirm the award "unless it finds one of the grounds for refusal or deferral of recognition or enforcement of the award specified in the said Convention." 9 U.S.C § 207. These grounds are narrowly construed and the party opposing enforcement bears the burden of establishing that a defense applies. *Ministry of Defense v. Cubic Defense Sys., Inc.*, 665 F.3d 1091, 1096 (9th Cir. 2011).

21 None of the seven grounds for refusal are present and United World Brands has not even 22 attempted to meet its burden. Id. at 1096 n.2 (listing the seven grounds for refusing to confirm or 23 vacating an award under Article V of the Convention.) The parties clearly agreed to arbitrate the breach of contract dispute. Dkt. No. 20-2, Exh. A (redacted Agreement) ¶ 18 (any dispute "arising 24 25 out of or in connection with" the Agreement shall be settled by binding arbitration). United World Brands submitted to the arbitration, fully litigated the dispute, and did not object to the 26 proceedings. See Dkt. No. 20-3, Exh. B. The Final Award was binding, is of the nature of 27 28 disputes routinely arbitrated, and the Court finds no United States policy counter to the judgment.

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1	GoPro's motion to confirm the May 27, 2016 final arbitration award against United World
2	Brands is granted and judgment will be entered accordingly.
3	IT IS SO ORDERED.
4	Dated: January 30, 2017
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7	JAMES DONATO United States District Judge
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