



1 parties aforesaid, and the said consenting defendant still asserting  
2 its innocence of any violation,

3 IT IS HEREBY ORDERED, ADJUDGED AND DECREED as follows:

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5 As used in this Final Judgment:

6 (A) "Person" means an individual, partnership, firm, association,  
7 corporation, or other legal entity;

8 (B) "Defendant" means Lawter Chemicals, Inc.;

9 (C) "Switzer" means the defendant Switzer Brothers, Inc.;

10 (D) "Daylight fluorescent" means a color comprised of a  
11 predominantly reflected wave band of incident visible light and, due to  
12 visible-light response, fluorescent emitted light of substantially the  
13 same wave length as the predominantly reflected wave band, said combined  
14 reflected and emitted light having a brightness and purity of hue  
15 characterized by color distinguishability at a distance beyond the  
16 perceptibility range of any subtractive color of similar hue;

17 (E) "Daylight fluorescent devices", as distinguished from daylight  
18 fluorescent materials, denotes all types and kinds of end-use products,  
19 articles, and devices, without limitation, in whose manufacture,  
20 production, or processing, daylight fluorescent materials are utilized.  
21 Included among such devices which utilize daylight fluorescent coating  
22 compositions are advertising signs, billboards, posters and displays,  
23 fishing lures and tackle, aircraft and shipboard instrument boards and  
24 panels, and novelty jewelry. Included among such devices utilizing  
25 daylight fluorescent textiles are swim suits, hosiery, caps, and other  
26 garments and articles of apparel, advertising and theatrical banners,  
27 signal flags and fishing flies and other lures;

28 (F) "Daylight fluorescent materials" means, for example, certain  
29 lacquers, paints, pigments, screen process inks, and other coating  
30 compositions, yarns, filaments, threads and fibers, together with cloth  
31 and fabrics woven and made therefrom, various organic felted materials,  
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1 in sheet and roll form, such as papers, cardboards, and the like,  
2 films and foils, all of which when properly applied, processed, and  
3 utilized, result in a daylight fluorescent effect;

4 (G) "Patents" means each and all United States Letters Patent  
5 and applications therefor, relating to daylight fluorescent materials  
6 or devices, or both;

7 (H) "Trademarks" means each and all trademarks and trade names,  
8 used by or registered for defendant, relating to daylight fluorescent  
9 materials or devices, or both.

## 10 II

11 The Court has jurisdiction of the subject matter hereof and of the  
12 parties signatory hereto. The complaint states a cause of action against  
13 the consenting defendant under Sections 1 and 2 of the Act of Congress  
14 of July 2, 1890, entitled "An Act to protect trade and commerce against  
15 unlawful restraints and monopolies", and under Section 3 of the Act of  
16 Congress of October 15, 1914, entitled "An Act to Supplement Existing  
17 Laws Against Unlawful Restraints and Monopolies and for other Purposes."

## 18 III

19 Defendant consenting to and entering into this Final Judgment is  
20 Lawter Chemicals, Inc. The provisions of this Final Judgment applicable  
21 to the said consenting defendant shall apply to said defendant and its  
22 officers, directors, agents, employees, subsidiaries, successors, and  
23 assigns, and to all other persons acting under, through or for said  
24 defendant. For the purpose of this Final Judgment the defendant and any  
25 wholly-owned subsidiary shall be deemed to be one person.

## 26 IV

27 Defendant is enjoined and restrained from maintaining, adhering to,  
28 claiming any rights under, reviving, adopting or enforcing any provision  
29 of the agreements entered into between defendant Switzer and defendant  
30 Lawter Chemicals, Inc., both dated February 3, 1950, or any other agree-  
31 ment or understanding between the said defendants which is inconsistent  
32 with any provision of this Final Judgment.

V

Defendant is enjoined and restrained from entering into, adhering to or enforcing any agreement, understanding, plan or program with any person engaged in the manufacture of daylight fluorescent materials or devices which:

(A) Requires the use of only daylight fluorescent materials and devices manufactured or sold by the defendant or any source approved by the defendant;

(B) Restricts, limits or controls the channels through which daylight fluorescent materials or devices may be sold or distributed.

VI

Defendant is enjoined and restrained from entering into, adhering to or enforcing any agreement, understanding, plan or program with any manufacturer, distributor or user, or any other person:

(A) Not to sell to or buy from others daylight fluorescent materials or devices;

(B) Not to use, purchase or deal in daylight fluorescent materials or devices manufactured or sold by any third person;

(C) Preventing any person from competing in the manufacture, processing, distribution or sale of daylight fluorescent materials or devices.

VII

Defendant is enjoined and restrained from:

(A) Requiring any person to use only daylight fluorescent materials and devices manufactured or sold by the defendant, or by any source approved by the defendant;

(B) Conditioning the processing by defendant of daylight fluorescent materials upon any agreement or understanding restricting or limiting the distribution, sale or use of daylight fluorescent materials or devices manufactured or owned by any person other than the defendant;

(C) Without obstructing the exercise of trademark rights, limiting, controlling or restricting the end use of daylight fluorescent materials or devices by purchasers thereof;

(D) Selling or processing, or offering to sell or process, or fixing the price for the sale of, daylight fluorescent materials or devices, upon the condition, agreement or understanding that the purchaser thereof shall not purchase, use or deal in the daylight fluorescent materials or devices, or ingredients or goods of any person other than defendant.

#### VIII

Defendant is enjoined and restrained from:

(A) Granting or accepting any license or sub-license or immunity under any patents upon a condition or requirement that the other party to such transaction shall agree:

(1) To manufacture, sell or use only daylight fluorescent devices of specified kinds or types;

(2) To manufacture, sell or use only such daylight fluorescent devices as may be covered by a specified patent or patents, or which are produced by or are the result of any process covered by a specified patent or patents;

(3) To adopt and to use on daylight fluorescent devices, trademarks or trade names owned or controlled by any person;

(4) To utilize in the manufacture or processing of the licensed daylight fluorescent devices only materials to be obtained from designated sources or only materials obtained from sources approved or in any way specified or designated by defendant.

(B) Granting or accepting any license under any trademark upon a condition or requirement that the other party to such transaction shall agree:

(1) To manufacture, sell, or use only such daylight fluorescent devices or materials as may be covered by a specified patent or patents, or which are produced by or are the result of any process covered by a specified patent or patents;

(2) To utilize in the manufacture of the licensed daylight fluorescent devices or materials only materials manufactured or processed by manufacturers or processors approved or in any way specified or designated by defendant.

(C) Granting any trademark license to any manufacturer, seller, or user of daylight fluorescent materials or devices which:

(1) Does not permit the trademark licensee to cancel the license, with or without reason or cause, upon thirty (30) days' notice to the licensor;

(2) Requires the licensee to use the licensed trademark on daylight fluorescent materials or devices of any given type or kind to the exclusion of other trademarks.

#### IX

Nothing in this Final Judgment shall be deemed to prohibit the defendant:

(A) From issuing or maintaining a trademark license which requires the use of materials designated by name or manufacturer in cases where it is not possible to use any other designation and the licensee is in fact free to obtain equivalent materials from other sources;

(B) From issuing a patent license in connection with a trademark license; provided, the licensee, at his option, may take either a patent license or a trademark license;

(C) From issuing patent licenses describing the scope of the grant therein.

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2 For the purpose of securing compliance with this Final Judgment  
3 and for no other purpose, duly authorized representatives of the  
4 Department of Justice shall, upon written request of the Attorney  
5 General or the Assistant Attorney General in charge of the Antitrust  
6 Division, and upon reasonable notice to the defendant, be permitted,  
7 subject to any legally recognized privilege, (a) access, during  
8 the office hours of defendant, to all books, papers, ledgers, accounts,  
9 correspondence, memoranda and other records and documents in the  
10 possession of or under the control of defendant relating to any of  
11 the matters contained in this Final Judgment; and (b) subject to  
12 the reasonable convenience of defendant, to interview officers and  
13 employees of defendant, who may have counsel present, regarding  
14 such matters. Upon written request of the Attorney General, or the  
15 Assistant Attorney General in charge of the Antitrust Division, on  
16 reasonable notice to defendant, defendant shall submit such written  
17 reports as may from time to time be reasonably necessary to the  
18 enforcement of this Final Judgment. No information obtained by the  
19 means provided in this Section X shall be divulged by the Department  
20 of Justice to any person other than a duly authorized representative  
21 of the Department of Justice except in the course of legal pro-  
22 ceedings to which the United States is a party for the purpose  
23 of securing compliance with this Final Judgment or as otherwise  
24 provided by law.

XI

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26 Jurisdiction is retained by this Court for the purpose of  
27 enabling any of the parties to this Final Judgment to apply to  
28 this Court at any time for such further orders and directions  
29 as may be necessary or appropriate for the construction or  
30 carrying out of this Final Judgment, for the amendment, modification,  
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or termination of any of the provisions thereof, for the enforce-  
ment of compliance therewith and for the punishment of violations  
thereof.

San Francisco, California

Dated: October 22, 1953

LOUIS E. GOODMAN  
United States District Judge

We hereby consent to the entry of the foregoing Final Judgment.

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