

Intellectual Property Rights

Seizure Statistics: FY 2008

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U.S. Customs and Border Protection

U.S. Immigration and Customs Enforcement

Executive Summary

- The domestic value of goods seized for intellectual property rights (IPR) violations in Fiscal Year (FY) 2008 increased by 38.6% to \$272.7 million (M) from \$196.7M in FY 2007.
- The number of IPR seizures increased by 9.7%, from 13,657 to 14,992.
- China was the top trading partner for IPR seizures with a domestic value of \$221M, accounting for 81% of the total value. IPR seizures of goods from China rose 40% by value in FY 2008.
- Footwear was the top commodity seized with a domestic value of \$102.3M, which accounted for 38% of the entire value of infringing goods seized.
- IPR seizures of products posing potential safety and security risks increased by over 124% in domestic value, from \$27.8M to \$62.5M.



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Value and Number of IPR Seizures

IPR enforcement is a priority for CBP and ICE

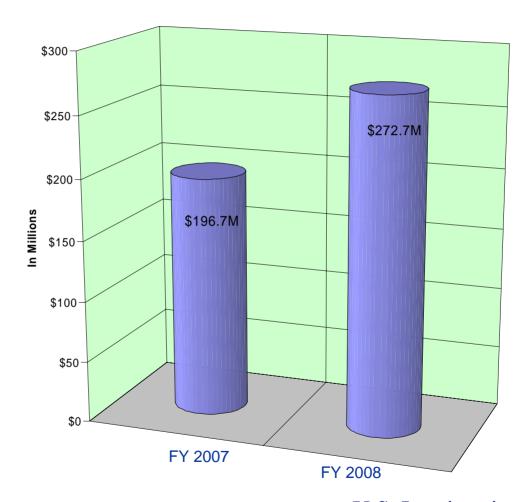
The domestic value of IPR seizures increased by 38.6%, and the number of seizures increased by 9.7% in FY 2008, compared to FY 2007.

- The domestic value of IPR seizures in FY 2008 increased to \$272.7M from \$196.7M in FY 2007.
- The number of IPR seizures in FY 2008 increased to 14,992 from 13,657 in FY 2007.

Intellectual Property Rights Seizures

Total Value of IPR Seizures – FY 2007 vs. FY 2008

The value of IPR seizures increased 38.6% from FY 2007 to FY 2008.





<u>Disclaimer</u>

Top Commodities Seized

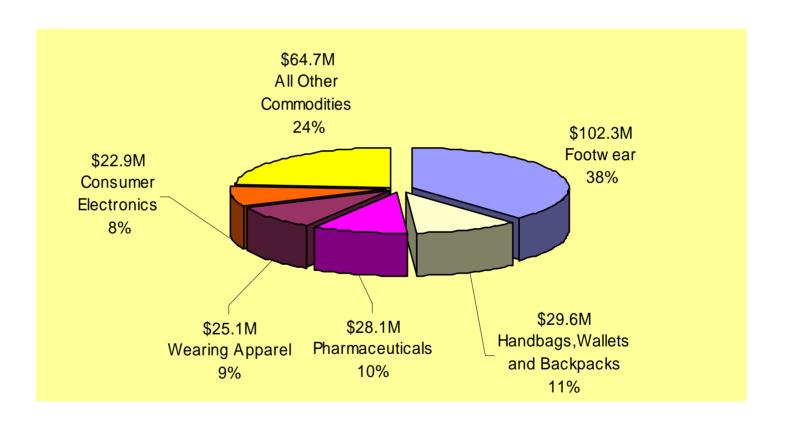
Footwear Seizures Dominate Top Spot

Footwear has been the top commodity seized since FY 2006. In FY 2008, footwear seizures accounted for 38% of all IPR seizures by value.

- Footwear from China accounts for almost 96% of all IPR infringing footwear.
- The domestic value of footwear seizures increased by more than 30% in FY 2008 (\$102.3M) over the FY 2007 value (\$77.7M).
- The categories of Pharmaceuticals and Handbags/Wallets/Backpacks both had increases of more than 100% in domestic value in FY 2008 over FY 2007.

Top Commodities Seized

Top Five Commodities Seized in FY 2008





Top Commodities Seized

Percentage Change by Value – FY 2008 vs. FY 2007

FY 2008 Commodity	FY 2008 Domestic Value		% of Total Value	FY 2007 Domestic Value		Difference FY 08 vs. FY 07		% Increase or Decrease
Footwear	\$	102,316,577	38%	\$	77,781,415	\$	24,535,162	31%
Handbags/Wallets/Backpacks	\$	29,609,053	11%	\$	14,214,304	\$	15,394,749	108%
Pharmaceuticals	\$	28,106,578	10%	\$	11,137,578	\$	16,969,000	152%
Wearing Apparel	\$	25,119,580	9%	\$	27,005,914	\$	(1,886,334)	-7%
Consumer Electronics/Electrical Articles	\$	22,997,685	8%	\$	16,041,694	\$	6,955,991	43%
Sunglasses/Parts	\$	7,919,385	3%	\$	3,951,758	\$	3,967,627	100%
Computers/Technology Components	\$	7,589,534	3%	\$	9,336,893	\$	(1,747,359)	-18%
Perfumes/Colognes	\$	6,716,735	2%	\$	1,201,193	\$	5,515,542	459%
Cigarettes	\$	6,444,649	2%	\$	583,349	\$	5,861,300	1004%
Media	\$	5,967,332	2%	\$	7,884,152	\$	(1,916,820)	-24%
All Other Commodities	\$	29,941,771	11%	\$	27,616,127	\$	2,325,644	8%
Total Domestic Value of All IPR Seizures	\$	272,728,879		\$	196,754,377	\$	75,974,502	38%
Total Number of Seizures		14,992			13,657		1,335	9%



Safety and Security Commodities

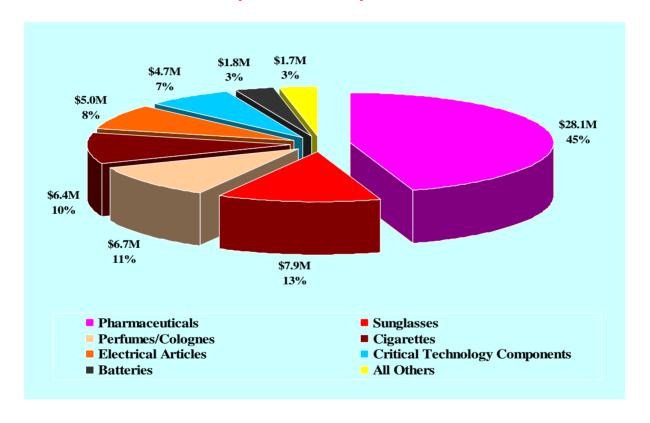
IPR Infringing Products May Pose Safety or Security Risks

In FY 2008, China, India, and Hong Kong, the top three trading partners for IPR seizures overall, accounted for 94% of all IPR seizures of products posing potential safety or security risks.

- The total value of all IPR safety and security related commodities seized in FY 2008 was \$62.5M.
- The domestic value of IPR safety and security seizures increased by more than 124% in FY 2008 over FY 2007.
- Pharmaceuticals, the top safety commodity seized in FY 2008, accounted for almost 45% of all safety and security IPR seizures by value.

Top Safety and Security Commodities

Top Commodities Seized for IPR Violations that May Present Safety or Security Risks





Top Safety and Security Commodities

Percentage Change by Value – FY 2008 vs. FY 2007

FY 2008	FY 2008		% of Total	FY 2007		Difference		% Increase
Commodity	Domestic Value		Value	Domestic Value		FY 08 vs. FY 07		or Decrease
Pharmaceuticals	\$	28,106,578	45%	\$	11,137,578	\$	16,969,000	152%
Cigarettes	\$	7,919,375	13%	\$	583,349	\$	7,336,026	1258%
Sunglasses	\$	6,716,735	11%	\$	3,951,758	\$	2,764,977	70%
Electrical Articles	\$	6,444,649	10%	\$	4,087,060	\$	2,357,589	58%
Critical Technology Components	\$	5,020,361	8%	\$	4,491,316	\$	529,045	12%
Perfumes/Colognes	\$	4,742,175	7%	\$	1,201,193	\$	3,540,982	295%
Batteries	\$	1,806,821	3%	\$	913,428	\$	893,393	98%
Transportation/Parts	\$	621,242	<1%	\$	845,094	\$	(223,852)	-26%
All Others	\$	1,157,356	1%	\$	681,848	\$	475,508	70%
Total Domestic Value of All Import IPR Seizures	\$	62,535,292		\$	27,892,624	\$	34,642,668	124%
Total Number of Seizures	*	1,950		*	1,295	Ψ	655	51%

Electrical Articles includes power cords, lights, DVD players, etc.

Critical Technology Components- previously named Computer Network Hardware/Integrated Circuits in FY 2007, includes networking equipment and semiconductor devices

Transportation/Parts- previously named Automotive in FY 2007

All Others- includes detergent, bath tissue, and labels and packaging that would be applied to safety and security commodities



Top Trading Partners

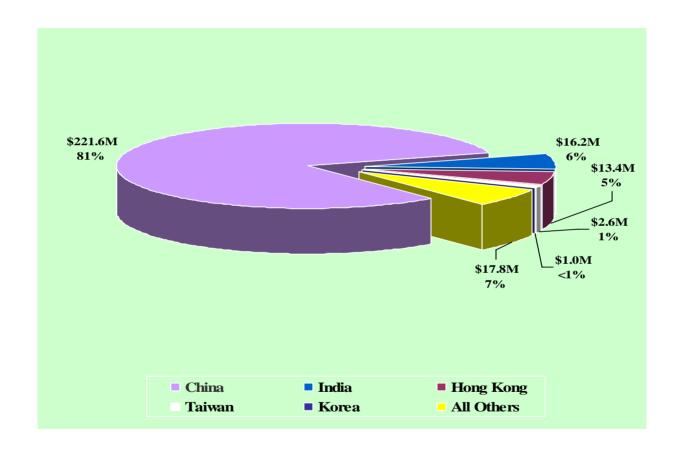
China Remains the Top Trading Partner for IPR Violations

FY 2008 seizures of IPR infringing products from China increased by 40% in domestic value to \$221.7M from FY 2007, and accounted for 81% of the total domestic value of all IPR seizures.

- India's \$16.2M in seized value makes it the second most significant trading partner by value for IPR seizures.
- Pharmaceuticals accounted for 99% of the total domestic value of IPR seizures from India.
- Hong Kong had the third highest domestic value, with \$13.4M in IPR seizures.

Top Trading Partners

Top Five Countries by Value for IPR Seizures – FY 2008





Top Trading Partners

Percentage Change by Value - FY 2008 vs. FY 2007

Trading Partners	FY 2008	Percent of	FY 2007	Difference	% Increase
FY 2008	Domestic Value	Total Value	Domestic Value	FY08 vs. FY 07	or Decrease
China	\$ 221,661,579	81%	\$ 158,082,597	\$ 63,578,982	40%
India	\$ 16,258,368	6%	\$ 855,231	\$ 15,403,137	1801%
Hong Kong	\$ 13,433,606	5%	\$ 12,729,121	\$ 704,485	5%
Taiwan	\$ 2,631,980	1%	\$ 3,454,048	\$ (822,068)	23%
Korea	\$ 1,028,348	<1%	\$ 902,904	\$ 125,444	13%
Dominican Republic	\$ 942,128	<1%	\$ 23,261	\$ 918,867	3950%
Pakistan	\$ 780,109	<1%	\$ 2,530,545	\$ 1,750,436	69%
Vietnam	\$ 747,567	<1%	\$ 483,821	\$ 263,746	54%
United Arab Emirates	\$ 658,626	<1%	\$ 372,932	\$ 285,694	76%
Indonesia	\$ 649,066	<1%	\$ 96,753	\$ 552,313	570%
All Others	\$ 13,937,502	5%	\$ 17,223,164	\$ (3,285,662)	-19%
Total Domestic Value of All IPR Seizures	\$ 272,728,879		\$ 196,754,377	\$ 75,974,502	38%
Total Number of Seizures	14,992		13,657	1,335	9%





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