

ARBITRATION AND MEDIATION CENTER

ADMINISTRATIVE PANEL DECISION

Shopify Inc. v. Thu\u1ea7n I\u01b0u Case No. DIO2023-0030

1. The Parties

The Complainant is Shopify Inc., Canada, represented Smart & Biggar LLP, Canada.

The Respondent is Thu\u1ea7n I\u01b0u, Viet Nam.

2. The Domain Name and Registrar

The disputed domain name <shopifyhydrogen.io> is registered with GoDaddy.com, LLC (the "Registrar").

3. Procedural History

The Complaint was filed with the WIPO Arbitration and Mediation Center (the "Center") on August 2, 2023. On August 14, 2023, the Center transmitted by email to the Registrar a request for registrar verification in connection with the disputed domain name. On August 15, 2023, the Registrar transmitted by email to the Center its verification response disclosing registrant and contact information for the disputed domain name which differed from the named Respondent (Redacted for Privacy) and contact information in the Complaint. The Center sent an email communication to the Complainant on August 16, 2023 providing the registrant and contact information disclosed by the Registrar, and inviting the Complainant to submit an amendment to the Complaint. The Complainant filed an amendment to the Complaint on August 16, 2023.

The Center verified that the Complaint together with the amendment to the Complaint satisfied the formal requirements of the .IO Domain Name Dispute Resolution Policy (the "Policy"), the Rules for .IO Domain Name Dispute Resolution Policy (the "Rules"), and the WIPO Supplemental Rules for .IO Domain Name Dispute Resolution Policy (the "Supplemental Rules").

In accordance with the Rules, paragraphs 2 and 4, the Center formally notified the Respondent of the Complaint, and the proceedings commenced on August 29, 2023. In accordance with the Rules, paragraph 5, the due date for Response was September 18, 2023. The record shows that the Respondent forwarded the Registrar's email acknowledging receipt of the Complaint to a third party on August 4, 2023. On the same day, the Center received an email communication from this third party claiming to be in charge of this case, and inquiring about the reasons for filing of the Complaint and the case status. The Respondent did not submit any formal response. Accordingly, the Center notified the Parties on September 21, 2023 that it would proceed to panel appointment.

The Center appointed Edoardo Fano as the sole panelist in this matter on October 3, 2023. The Panel finds that it was properly constituted. The Panel has submitted the Statement of Acceptance and Declaration of Impartiality and Independence, as required by the Center to ensure compliance with the Rules, paragraph 7.

The Panel has not received any requests from the Complainant or the Respondent regarding further submissions, waivers or extensions of deadlines, and the Panel has not found it necessary to request any further information from the Parties.

Having reviewed the communication records in the case file provided by the Center, the Panel finds that the Center has discharged its responsibility under the Rules, paragraph 2(a), "to employ reasonably available means calculated to achieve actual notice to the Respondent". Therefore, the Panel shall issue its Decision based upon the Complaint, the Policy, the Rules and the Supplemental Rules and without the benefit of a formal response from the Respondent.

The language of the proceeding is English, as per paragraph 11(a) of the Rules.

4. Factual Background

The Complainant is Shopify Inc., a Canadian cloud-based e-commerce platform for small and medium-sized businesses, founded more than 15 years ago, and owns several trademark registrations for SHOPIFY all over the world, among which:

- Canadian Trademark Registration No. TMA787767 for SHOPIFY, registered on January 18, 2011;
- United States of America ("United States") Trademark Registration No. 3840412 for SHOPIFY, registered on August 31, 2010;
- United Kingdom Trademark Registration No. UK00908727083 for SHOPIFY, registered on July 29, 2010.

The Complainant also offers a headless development toolkit, called "Hydrogen", which assists Shopify merchants with building a custom Shopify storefront. It provides pre-built components, hooks, and utilities, among other features and services. Documentation on how to use this toolkit is offered by the Complainant through a dedicated subdomain, namely <hydrogen.shopify.dev>. The Complainant owns the following trademark applications for HYDROGEN:

- Canadian Trademark Application No. 2224408 for HYDROGEN, filed on November 25, 2022;
- United States Trademark Application No. 97690301 for HYDROGEN, filed on November 23, 2022.

The Complainant operates on the Internet, its websites being "www.shopify.com", "www.shopify.ca" and "www.shopify.dev".

The Complainant has provided evidence in support of the above.

According to the Whols records, the disputed domain name was registered by the Respondent on January 18, 2023, and it redirects to the website which purports to provide assistance to Shopify merchants in setting up, configuring, maintaining, and designing their online store using the Complainant's services, in particular the Hydrogen toolkit.

5. Parties' Contentions

A. Complainant

The Complainant states that the disputed domain name is confusingly similar to its trademark registrations for SHOPIFY and to its trademark applications for HYDROGEN. The Complainant also claims common law rights in the trademark HYDROGEN through use since at least June 2022.

Moreover, the Complainant asserts that the Respondent has no rights or legitimate interests in respect of the disputed domain name, since it has not been authorized by the Complainant to register the disputed domain name or to use its trademarks within the disputed domain name, it is not commonly known by the disputed domain name, and it is not making either a *bona fide* offering of goods or services or a legitimate noncommercial or fair use of the disputed domain name. The disputed domain name redirects to the website where, among other services, assistance services related to the Complainant's activities, in particular the Hydrogen toolkit, are purportedly offered.

The Complainant submits that the Respondent has registered the disputed domain name in bad faith, as the website to which it redirects displays the Complainant's trademarks and purports to offer services related to the Complainant's products. The Complainant contends that the use of the disputed domain name to impersonate the Complainant in order to attract, for commercial gain, Internet users to the Respondent's website, creating a likelihood of confusion with the Complainant's trademarks, offering possibly fraudulent services and disrupting the Complainant's business, qualifies as bad faith registration and use.

B. Respondent

Except for the email communication mentioned under the section 3. above, the Respondent has made no formal reply to the Complainant's contentions. In reference to paragraphs 5(f) and 14 of the Rules, no exceptional circumstances explaining the default have been put forward or are apparent from the record.

A respondent is not obliged to participate in a proceeding under the Policy, but if it fails to do so, reasonable facts asserted by a complainant may be taken as true, and appropriate inferences, in accordance with paragraph 14(b) of the Rules, may be drawn. See WIPO Overview of WIPO Panel Views on Selected UDRP Questions, Third Edition ("WIPO Overview 3.0"), section 4.3.1

6. Discussion and Findings

Paragraph 4(a) of the Policy lists three elements, which the Complainant must satisfy in order to succeed:

- (i) the disputed domain name is identical or confusingly similar to a trademark or service mark in which the Complainant has rights;
- (ii) the Respondent has no rights or legitimate interests in respect of the disputed domain name; and
- (iii) the disputed domain name has been registered or is being used in bad faith.

A. Identical or Confusingly Similar

The Panel finds that the Complainant is the owner of the trademark SHOPIFY both by registration and use and that the disputed domain name is confusingly similar to the trademark SHOPIFY, as the latter is incorporated in its entirety.

¹In light of the similarities between the .IO Domain Name Dispute Resolution Policy and the Uniform Domain Name Dispute Resolution Policy ("UDRP"), the Panel has made references to the WIPO Overview of WIPO Panel Views on Selected UDRP Questions, Third Edition ("<u>WIPO Overview 3.0</u>"), where appropriate.

The addition of the term "hydrogen" does not prevent a finding of confusing similarity. See <u>WIPO Overview 3.0</u>, section 1.8.

It is well accepted that a country code Top-Level Domain ("ccTLD") suffix, in this case ".io", is typically ignored when assessing the confusing similarity between a trademark and a domain name. See <u>WIPO Overview 3.0</u>, section 1.11.

The Panel finds that the Complainant has therefore met its burden of proving that the disputed domain name is confusingly similar to the Complainant's trademarks, pursuant to the Policy, paragraph 4(a)(i).

B. Rights or Legitimate Interests

Paragraph 4(a)(ii) of the Policy requires the Complainant to prove that the Respondent has no rights or legitimate interests in the disputed domain name.

The Respondent may establish rights or legitimate interests in the disputed domain name by demonstrating in accordance with paragraph 4(c) of the Policy any of the following circumstances, in particular but without limitation:

- "(i) before any notice to you of the dispute, your use of, or demonstrable preparations to use, the domain name or a name corresponding to the domain name in connection with a *bona fide* offering of goods or services; or
- (ii) you (as an individual, business, or other organization) have been commonly known by the domain name, even if you have acquired no trademark or service mark rights; or
- (iii) you are making a legitimate noncommercial or fair use of the domain name, without intent for commercial gain to misleadingly divert consumers or to tarnish the trademark or service mark at issue."

According to paragraph 4(a) of the Policy, the Complainant has the burden of proving the three elements of the Policy. However, satisfying the burden of proving a lack of the Respondent's rights or legitimate interests in respect of the disputed domain name according to paragraph 4(a)(ii) of the Policy is potentially quite difficult, since proving a negative circumstance is generally more complicated than establishing a positive one. As such, it is well accepted that it is sufficient for the Complainant to make a *prima facie* case that the Respondent has no rights or legitimate interests in the disputed domain name in order to shift the burden of production to the Respondent. If the Respondent fails to demonstrate rights or legitimate interests in the disputed domain name in accordance with paragraph 4(c) of the Policy or on any other basis, the Complainant is deemed to have satisfied paragraph 4(a)(ii) of the Policy.

The Complainant in its Complaint, and as set out above, has established a *prima facie* case that the Respondent has no rights or legitimate interests in the disputed domain name. It asserts that the Respondent, who is not associated with the Complainant in any way, is not using the disputed domain name for a legitimate noncommercial or fair use or in connection with a *bona fide* offering of goods or services, but instead the website at the disputed domain name purports to provide assistance to Shopify merchants in setting up, configuring, maintaining, and designing their online store using the Complainant's services, in particular the Hydrogen toolkit. Further, the website at the disputed domain name is highly similar to the website associated with the Complainant's subdomain relating to its HYDROGEN brand services, namely "hydrogen.shopify.dev". Moreover, the Respondent's website features the Complainant's logo and an option to "Hire a Shopify Developer", implying to Internet users that their services are offered by the Complainant, which they are not. Therefore, the Respondent appears to impersonate the Complainant on the website at the disputed domain name.

According to the WIPO Overview 3.0, section 2.13.1:

"Panels have categorically held that the use of a domain name for illegal activity (e.g., the sale of counterfeit goods or illegal pharmaceuticals, phishing, distributing malware, unauthorized account access/hacking, impersonation/passing off, or other types of fraud) can never confer rights or legitimate interests on a respondent."

The *prima facie* case presented by the Complainant is enough to shift the burden of production to the Respondent to demonstrate that it has rights or legitimate interests in the disputed domain name. However, the Respondent has not presented any evidence of any rights or legitimate interests it may have in the disputed domain name.

The Panel therefore concludes that the disputed domain name is not being used in connection with a *bona fide* offering of goods or services.

Moreover, the Panel finds that the composition of the disputed domain name carries a risk of implied affiliation as it effectively impersonates or suggests sponsorship or endorsement by the Complainant. See WIPO Overview 3.0, section 2.5.1.

Based on the facts of this case, the Panel finds that the Respondent has no rights or legitimate interests in the disputed domain name.

The Panel therefore finds that paragraph 4(a)(ii) of the Policy has been satisfied.

C. Registered or Used in Bad Faith

While paragraph 4(a)(iii) of the Policy requires a demonstration that a domain name has either been registered or is being used in bad faith, the Complainant has argued that the Respondent has both registered and used the disputed domain name in bad faith. Paragraph 4(b) of the Policy provides that "for the purposes of Paragraph 4(a)(iii), the following circumstances, in particular but without limitation, if found by the Panel to be present, shall be evidence of the registration and use of a domain name in bad faith:

- (i) circumstances indicating that [the respondent has] registered or [the respondent has] acquired the domain name primarily for the purpose of selling, renting, or otherwise transferring the domain name registration to the complainant who is the owner of the trademark or service mark or to a competitor of the complainant, for valuable consideration in excess of its documented out-of-pocket costs directly related to the domain name; or
- (ii) that [the respondent has] registered the domain name in order to prevent the owner of the trademark or service mark from reflecting the mark in a corresponding domain name, provided that [the respondent has] engaged in a pattern of such conduct; or
- (iii) that [the respondent has] registered the domain name primarily for the purpose of disrupting the business of a competitor; or
- (iv) that by using the domain name, [the respondent has] intentionally attempted to attract, for commercial gain, Internet users to [the respondent's] web site or other online location, by creating a likelihood of confusion with the complainant's mark as to the source, sponsorship, affiliation, or endorsement of [the respondent's] we bsite or location or of a product or service on [the respondent's] web site or location".

Regarding the registration in bad faith of the disputed domain name, the reputation of the Complainant's trademark SHOPIFY as a cloud-based e-commerce platform is clearly established and the Panel finds that the Respondent likely knew of the Complainant, and deliberately registered the disputed domain name in bad faith, especially because the disputed domain name redirects to the website which purports to provide assistance to Shopify merchants in setting up, configuring, maintaining, and designing their online store using the Complainant's services, in particular the Hydrogen toolkit.

The Panel further notes that the disputed domain name is also being used in bad faith since the Respondent is trying to attract Internet users to its website by creating likelihood of confusion with the Complainant's trademarks as to the source, sponsorship, affiliation or endorsement, in order to fraudulently try to impersonate the Complainant, an activity clearly detrimental to the Complainant's business. See WIPO Overview 3.0, sections 3.1.4.

The above suggests to the Panel that the Respondent intentionally registered and is using the disputed domain name in order to attract, for commercial gain, Internet users to its website in accordance with paragraph 4(b)(iv) of the Policy.

Furthermore, the Panel considers that the nature of the inherently misleading disputed domain name, which wholly incorporates the Complainant's trademarks SHOPIFY (registered) and HYDROGEN (pending for registration), further supports a finding of bad faith. See <u>WIPO Overview 3.0</u>, section 3.2.1.

The Panel finds that the Respondent has registered and is using the disputed domain name in bad faith.

The Panel therefore finds that paragraph 4(a)(iii) of the Policy has been satisfied.

7. Decision

For the foregoing reasons, in accordance with paragraphs 4(i) of the Policy and 15 of the Rules, the Panel orders that the disputed domain name <shopifyhydrogen.io> be transferred to the Complainant.

/Edoardo Fano/ Edoardo Fano Sole Panelist

Date: October 13, 2023