96TH CONGRESS 1ST SESSION

H. R. 1868

Relating to soft drink competition.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 5, 1979

Mr. McCloskey introduced the following bill; which was referred to the Committee on the Judiciary

A BILL

Relating to soft drink competition.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That this Act may be cited as the "Soft Drink Interbrand
- 4 Competition Act".
- 5 DECLARATION OF POLICY
- 6 SEC. 2. Nothing contained in this Act, or in any of the
- 7 antitrust Acts, shall render unlawful the inclusion and en-
- 8 forcement in any trademark licensing contract or agreement,
- 9 pursuant to which the licensee engages in the manufacture
- 10 (including manufacture by a sublicensee, agent, or subcon-

- 1 tractor) or distribution, and sale of a trademarked soft drink
- 2 product, of provisions granting the licensee the sole and ex-
- 3 clusive right to manufacture, distribute, and sell such product
- 4 in a defined geographic area or limiting the licensee, directly
- 5 or indirectly, to the manufacture, distribution, and sale of
- 6 such product only for ultimate resale to consumers within a
- 7 defined geographic area: Provided, That such product is in
- 8 substantial and effective competition with other products of
- 9 the same general class.
- SEC. 3. The existence or enforcement of any trademark
- 11 licensing agreement which before May 1983 shall have limit-
- 12 ed, allocated, or restricted the territory in which the licensee
- 13 may manufacture, distribute, or sell a trademarked soft drink
- 14 product shall not be subject to challenge under section 4 of
- 15 the Clayton Act (15 U.S.C. 15).

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