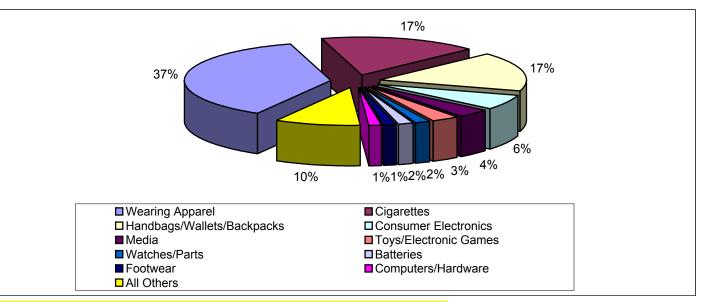
Department of Homeland Security U.S. Customs and Border Protection and U.S. Immigration and Customs Enforcement FY 2004 Top IPR Commodities Seized



| Commodity | Domestic Value | Percent of Total |
|----------------------------|----------------|------------------|
| Wearing Apparel | \$51,736,651 | 37% |
| Cigarettes | \$24,161,416 | 17% |
| Handbags/Wallets/Backpacks | \$23,189,817 | 17% |
| Consumer Electronics | \$8,880,113 | 6% |
| Media | \$5,050,269 | 4% |
| Toys/Electronic Games | \$3,971,321 | 3% |
| Watches/Parts | \$2,543,387 | 2% |
| Batteries | \$2,318,603 | 2% |
| Footwear | \$2,048,523 | 1% |
| Computers/Hardware | \$1,683,811 | 1% |
| All Others | \$13,183,974 | 10% |
| Total FY 04 Domestic Value | \$ 138,767,885 | |
| Number of Seizures | 7,255 | |

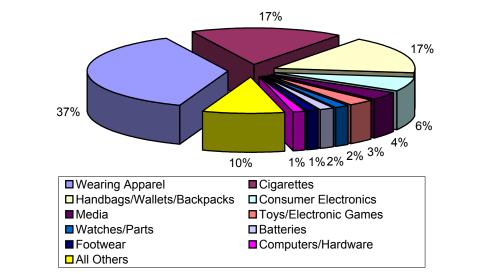
Note: **Media** includes motion pictures on tape, laser disc, and DVD; interactive and computer software on CD-ROM, CD-R, and floppy discs; and music on CD or tape. **Consumer Electronics** includes cell phones and accessories, radios, power strips, electrical tools and appliances.

Department of Homeland Security

U.S. Customs and Border Protection and U.S. Immigration and Customs Enforcement FY 2003 and FY 2004 Top IPR Commodities Seized

| FY 03 Commodity | Do | Percent of Total | |
|----------------------------|----|--------------------------|-----|
| Cigarettes | \$ | 44% | |
| Wearing Apparel | \$ | 41,720,129 13,888,823 | 15% |
| Handbags/Wallets/Backpacks | \$ | 11,458,259 | 12% |
| Media | \$ | 7,357,876 | 8% |
| Consumer Electronics | \$ | 3,779,736 | 4% |
| Watches/Parts | \$ | 3,384,025 | 4% |
| Footwear | \$ | 2,555,386 | 3% |
| Toys/Electronic Games | \$ | 1,510,839 | 2% |
| Sunglasses/Parts | \$ | 1,380,542 | 1% |
| Headwear | \$ | 1,286,198 | 1% |
| All Other Commodities | \$ | 5,697,414 | 6% |
| Total FY 03 Domestic Value | \$ | 94,019,227 | |
| Number of Seizures | | 6,500 | |

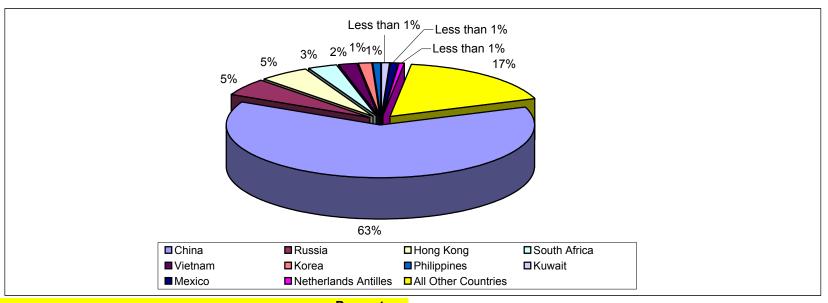
| FY 04 | | Percent |
|----------------------------|----------------|----------|
| Commodity | Domestic Value | of Total |
| Wearing Apparel | \$51,736,651 | 37% |
| Cigarettes | \$24,161,416 | 17% |
| Handbags/Wallets/Backpacks | \$23,189,817 | 17% |
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| Batteries | \$2,318,603 | 2% |
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| Computers/Hardware | \$1,683,811 | 1% |
| All Others | \$13,183,974 | 10% |
| Total FY 04 Domestic Value | \$ 138,767,885 | |
| Number of Seizures | 7,255 | |



Note: **Media** includes motion pictures on tape, laser disc, and DVD; interactive and computer software on CD-ROM, CD-R, and floppy discs; and music on CD or tape. **Consumer Electronics** includes cell phones and accessories, radios, power strips, electrical tools and appliances.

Department of Homeland Security

U.S. Customs and Border Protection and U.S. Immigration and Customs Enforcement FY 2004 Top Trading Partners for IPR Seizures



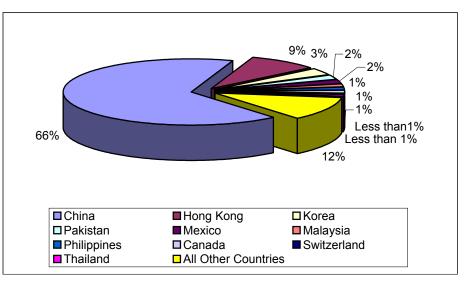
| | | Percent |
|--|----------------------------|--------------|
| Trading Partner | Domestic Value | of Total |
| China | \$ 87,274,373 | 63% |
| Russia | \$ 7,304,746 | 5% |
| Hong Kong | \$ 7,019,670 | 5% |
| South Africa | \$ 4,444,218 | 3% |
| Vietnam | \$ 2,599,561 | 2% |
| Korea | \$ 1,960,980 | 1% |
| Philippines | \$ 1,352,021 | 1% |
| Kuwait | \$ 1,071,068 | Less than 1% |
| Mexico | \$ 1,018,107 | Less than 1% |
| Netherlands Antilles | \$ 1,013,539 | Less than 1% |
| All Other Countries | \$ 23,709,602 | 17% |
| Total FY 04 Domestic Value Number of Seizures | \$ 138,767,885 7,255 | |

Figures for trading partners are based on country of origin and/or country of export as listed in the seizure report.

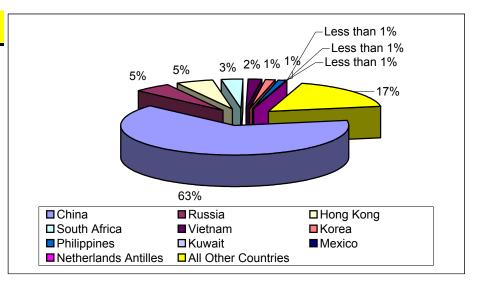
Department of Homeland Security

U.S. Customs and Border Protection and U.S. Immigration and Customs Enforcement FY 2003 and FY 2004 Top Trading Partners for IPR Seizures

| FY 03 Trading Partner | Domestic Value | Percent of Total |
|--|---------------------------|---------------------|
| China | \$ 62,468,018 | 66% |
| Hong Kong | \$ 8,236,507 | 9% |
| Korea | \$ 3,219,268 | 3% |
| Pakistan | \$ 2,010,465 | 2% |
| Mexico | \$ 1,966,929 | 2% |
| Malaysia | \$ 1,331,925 | 1% |
| Philippines | \$ 1,224,058 | 1% |
| Canada | \$ 1,189,160 | 1% |
| Switzerland | \$ 676,197 | Less than 1% |
| Thailand | \$ 662,112 | Less than 1% |
| All Other Countries | \$ 11,034,588 | 12% |
| Total FY 03 Domestic Value Number of Seizures | \$ 94,019,227 6,500 | |



| FY 04 Trading Partner | Domestic Value | Percent of Total |
|--|----------------------------|---------------------|
| China | \$ 87,274,373 | 63% |
| Russia | \$ 7,304,746 | 5% |
| Hong Kong | \$ 7,019,670 | 5% |
| South Africa | \$ 4,444,218 | 3% |
| Vietnam | \$ 2,599,561 | 2% |
| Korea | \$ 1,960,980 | 1% |
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| All Other Countries | \$ 23,709,602 | 17% |
| Total FY 04 Domestic Value Number of Seizures | \$ 138,767,885 7.255 | |



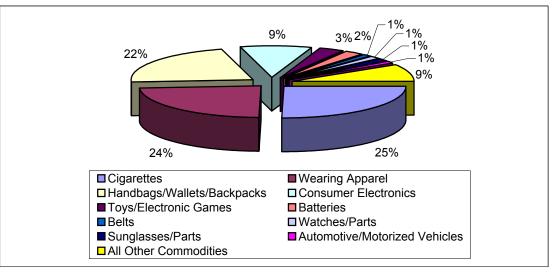
Figures for trading partners are based on country of origin and/or country of export as listed in the seizure report.

China

| FY 2003 | Domestic | % of Total |
|----------------------------|------------------|------------|
| | Value | Value |
| Cigarettes | \$ 33,160,962 | 53% |
| Handbags/Wallets/Backpacks | \$ 8,696,099 | 14% |
| Wearing Apparel | \$ 6,545,044 | 10% |
| Consumer Electronics | \$ 3,078,206 | 5% |
| Media | \$ 2,839,316 | 5% |
| Footwear | \$ 1,518,293 | 2% |
| Sunglasses/Parts | \$ 1,261,576 | 2% |
| Toys/Games | \$ 1,190,549 | 2% |
| Headwear | \$ 1,068,865 | 2% |
| Watches/Parts | \$ 861,435 | 1% |
| All Other Commodities | \$ 2,247,673 | 4% |
| Total FY 03 Domestic Value | \$ 62,468,018 | |
| Number of Seizures | 2,056 | |

| 5% 2% 2% 2% 2% 10% | 2% 1% 4% | |
|---|---|--|
| 14% | 33 % | |
| □Cigarettes | ■ Handbags/Wallets/Backpacks | |
| □ Cigarettes □ Wearing Apparel | ■ Handbags/Wallets/Backpacks □ Consumer Electronics | |
| □ Cigarettes □ Wearing Apparel ■ Media | ■ Handbags/Wallets/Backpacks □ Consumer Electronics ■ Footwear | |
| ☐ Cigarettes ☐ Wearing Apparel ■ Media ■ Sunglasses/Parts | ■ Handbags/Wallets/Backpacks □ Consumer Electronics □ Footwear □ Toys/Games | |
| □ Cigarettes □ Wearing Apparel ■ Media | ■ Handbags/Wallets/Backpacks □ Consumer Electronics ■ Footwear | |

| FY 2004 | Domestic | % of Total |
|-------------------------------|---------------|------------|
| | Value | Value |
| Cigarettes | \$22,054,223 | 25% |
| Wearing Apparel | \$20,596,743 | 24% |
| Handbags/Wallets/Backpacks | \$19,135,618 | 22% |
| Consumer Electronics | \$8,280,914 | 9% |
| Toys/Electronic Games | \$2,942,044 | 3% |
| Batteries | \$2,045,319 | 2% |
| Belts | \$1,169,004 | 1% |
| Watches/Parts | \$1,134,521 | 1% |
| Sunglasses/Parts | \$1,120,277 | 1% |
| Automotive/Motorized Vehicles | \$1,114,102 | 1% |
| All Other Commodities | \$7,681,608 | 9% |
| Total FY 04 Domestic Value | \$ 87,274,373 | |
| Number of Seizures | 2,826 | |



Note: **Media** includes motion pictures on tape, laser disc, and DVD; interactive and computer software on CD-ROM, CD-R, floppy discs; and music on CD or tape. **Consumer Electronics** includes cell phones and accessories, radios, power strips, electrical tools and appliances.

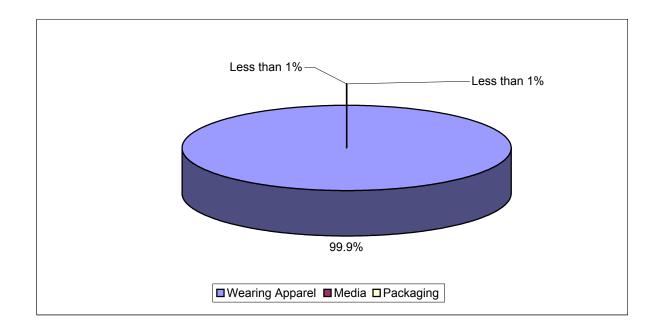
Russia

| FY 2004* | Domestic Value | % of Total Value |
|--|--------------------------|---------------------|
| Wearing Apparel | \$ 7,299,577 | 99.9% |
| Media | \$ 5,168 | Less than 1% |
| Packaging | \$ 1 | Less than 1% |
| Total FY 04 Domestic Value Number of Seizures | \$ 7,304,746 2,056 | |

*Russia was not among the top five trading partners for IPR seizures in FY 03

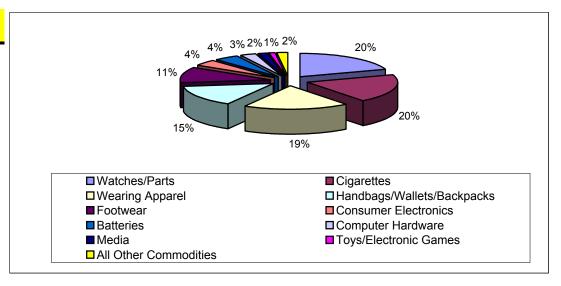
Note: **Media** includes motion pictures on tape, laser disc, and DVD; interactive and computer software on CD-ROM, CD-R, floppy

discs; and music on CD or tape.

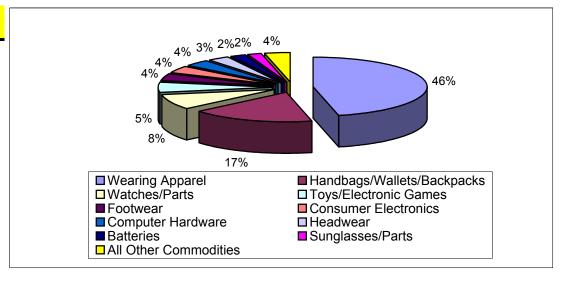


Hong Kong

| FY 2003 | Domestic Value | % of Total Value |
|--|----------------------|---------------------|
| Watches/Parts | \$ 1,624,832 | 20% |
| Cigarettes | \$ 1,617,360 | 20% |
| Wearing Apparel | \$ 1,568,945 | 19% |
| Handbags/Wallets/Backpacks | \$ 1,210,270 | 15% |
| Footwear | \$ 893,942 | 11% |
| Consumer Electronics | \$ 348,771 | 4% |
| Batteries | \$ 348,108 | 4% |
| Computer Hardware | \$ 235,377 | 3% |
| Media | \$ 130,833 | 2% |
| Toys/Electronic Games | \$ 102,179 | 1% |
| All Other Commodities | \$ 155,890 | 2% |
| Total FY 03 Domestic Value Number of Seizures | \$ 8,236,507 1291 | |



| FY 2004 | Domestic Value | % of Total Value |
|----------------------------|-------------------|---------------------|
| Wearing Apparel | \$3,257,405 | 46% |
| Handbags/Wallets/Backpacks | \$1,228,179 | 17% |
| Watches/Parts | \$590,121 | 8% |
| Toys/Electronic Games | \$376,000 | 5% |
| Footwear | \$281,790 | 4% |
| Consumer Electronics | \$268,612 | 4% |
| Computer Hardware | \$263,387 | 4% |
| Headwear | \$212,868 | 3% |
| Batteries | \$153,683 | 2% |
| Sunglasses/Parts | \$132,907 | 2% |
| All Other Commodities | \$254,718 | 4% |
| Total FY 04 Domestic Value | \$ 7,019,670 | |
| Number of Seizures | 967 | |



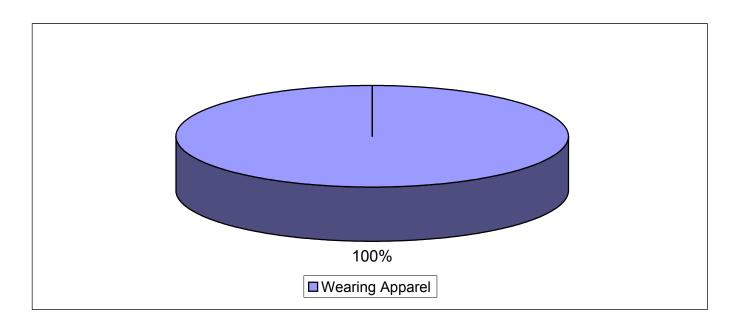
Note: **Media** include motion pictures on tape, laser disc, and DVD; interactive and computer software on CD-ROM, CD-R, floppy discs; and music on CD or tape. **Consumer Electronics** includes cell phones and accessories, radios, power strips, electrical tools and appliances. **Identifying Elements** include labels, rivets, tags, etc.

South Africa

| FY 2004* | Domestic Value | % of Total Value |
|-----------------|-------------------|---------------------|
| Wearing Apparel | \$ 4,444,218 | 100% |

Total FY 04 Domestic Value \$ 4,444,218 Number of Seizures 35

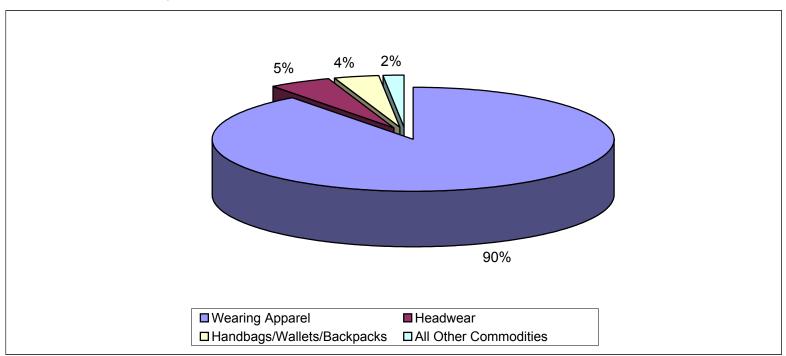
*South Africa was not among the top five trading partners for IPR seizures in FY 03



Vietnam

| FY 2004* | Domestic Value | % of Total Value |
|--|-----------------------|---------------------|
| Wearing Apparel | \$2,329,881.00 | 90% |
| Headwear | \$129,090.00 | 5% |
| Handbags/Wallets/Backpacks | \$94,336.00 | 4% |
| All Other Commodities | \$46,254.00 | 2% |
| Total FY 04 Domestic Value Number of Seizures | \$ 2,599,561 98 | |

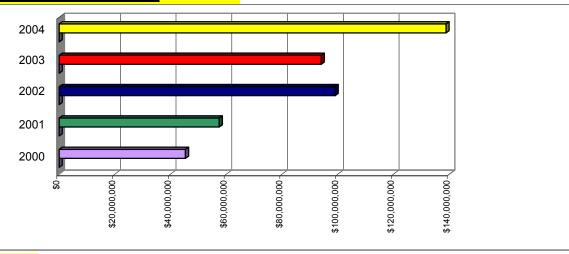
*Vietnam was not among the top five trading partners for IPR seizures in FY 03



Domestic Value of IPR Seizures (FY 2000 - FY 2004)

The Domestic Value of IPR seizures in FY 2004 increased almost 48% from FY 2003, to reach the highest level in the history of Customs/Department of Homeland Security.

| Fiscal Year | Total Domestic Value (IPR) | |
|----------------|-------------------------------|-----------|
| 2004 | \$ 138 | 3,767,885 |
| 2003 | \$ 94 | 1,019,227 |
| 2002 | \$ 98 | 3,990,341 |
| 2001 | \$ 57 | 7,438,680 |
| 2000 | \$ 45 | 5,327,526 |
| | | |



Total IPR Seizures (FY 2000 - FY 2004)

The seizure total reflects a 11.6% increase in the number of seizures from fiscal year 2003 to 2004, and is more than double the number seized in FY 2001and FY 2000.

| Fiscal Year | Number of IPR Seizures |
|----------------|---------------------------|
| 2004 | 7,255 |
| 2003 | 6,500 |
| 2002 | 5,793 |
| 2001 | 3,586 |
| 2000 | 3,244 |

