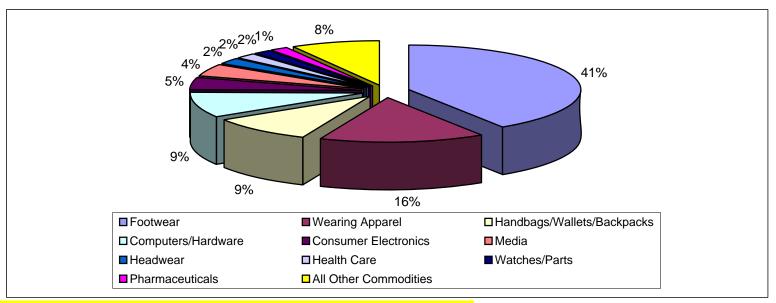
Department of Homeland Security U.S. Customs and Border Protection and U.S. Immigration and Customs Enforcement FY 2006 Top IPR Commodities Seized



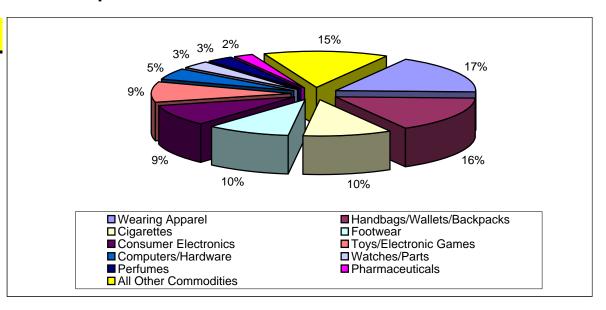
Commodity	Domestic Value	Percent of Total
Footwear	\$ 63,445,619	41%
Wearing Apparel	\$ 24,320,976	16%
Handbags/Wallets/Backpacks	\$ 14,750,201	9%
Computers/Hardware	\$ 14,287,989	9%
Consumer Electronics	\$ 7,057,034	5%
Media	\$ 6,965,156	4%
Headwear	\$ 3,257,963	2%
Health Care	\$ 3,092,919	2%
Watches/Parts	\$ 2,832,364	2%
Pharmaceuticals	\$ 2,298,694	1%
All Other Commodities	\$ 13,060,321	8%
Total FY 06 Domestic Value Number of Seizures	\$ 155,369,236 14,675	

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

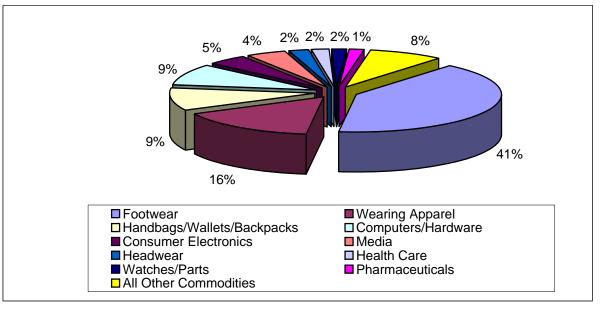
Department of Homeland Security

U.S. Customs and Border Protection and U.S. Immigration and Customs Enforcement FY 2005 and FY 2006 Top IPR Commodities Seized

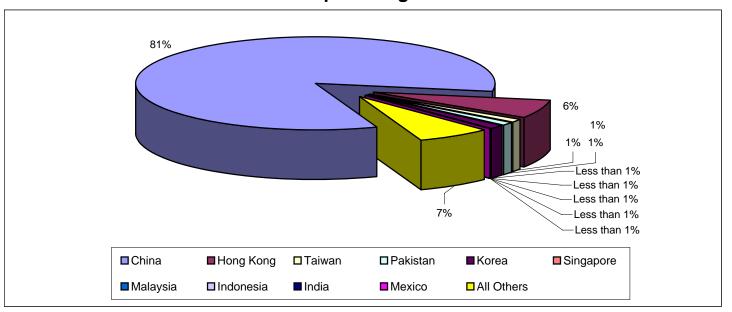
FY 2005 Commodity	Domestic Value	% of Total Value
Wearing Apparel	\$ 16,099,540	17%
Handbags/Wallets/Backpacks	\$ 14,954,525	16%
Cigarettes	\$ 9,648,876	10%
Footwear	\$ 8,941,185	10%
Consumer Electronics	\$ 8,793,700	9%
Toys/Electronic Games	\$ 8,568,925	9%
Computers/Hardware	\$ 4,798,852	5%
Watches/Parts	\$ 3,070,832	3%
Perfumes	\$ 2,713,695	3%
Pharmaceuticals	\$ 2,094,352	2%
All Other Commodities	\$ 13,550,028	15%
Total FY 05 Domestic Value Number of Seizures	\$ 93,234,510 8,022	



FY 2006 Commodity	Domestic Value	% of Total Value
Footwear	\$ 63,445,619	41%
Wearing Apparel	\$ 24,320,976	16%
Handbags/Wallets/Backpacks	\$ 14,750,201	9%
Computers/Hardware	\$ 14,287,989	9%
Consumer Electronics	\$ 7,057,034	5%
Media	\$ 6,965,156	4%
Headwear	\$ 3,257,963	2%
Health Care	\$ 3,092,919	2%
Watches/Parts	\$ 2,832,364	2%
Pharmaceuticals	\$ 2,298,694	1%
All Other Commodities	\$ 13,060,321	8%
Total FY 06 Domestic Value Number of Seizures	\$ 155,369,236 14,675	



Department of Homeland Security U.S. Customs and Border Protection and U.S. Immigration and Customs Enforcement FY 2006 Top Trading Partners for IPR Seizures



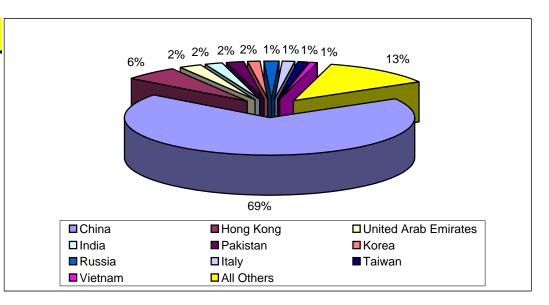
Trading Partner	Domestic Value	Percent of Total
China	\$ 125,595,844	81%
Hong Kong	\$ 9,389,464	6%
Taiwan	\$ 1,843,764	1%
Pakistan	\$ 1,838,815	1%
Korea	\$ 1,810,140	1%
Singapore	\$ 1,198,735	Less than 1%
Malaysia	\$ 1,174,071	Less than 1%
Indonesia	\$ 983,425	Less than 1%
India	\$ 832,541	Less than 1%
Mexico	\$ 535,826	Less than 1%
All Others	\$ 10,166,611	7%
Total FY 06 Domestic Value Number of Seizures	\$ 155,369,236 14,675	

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

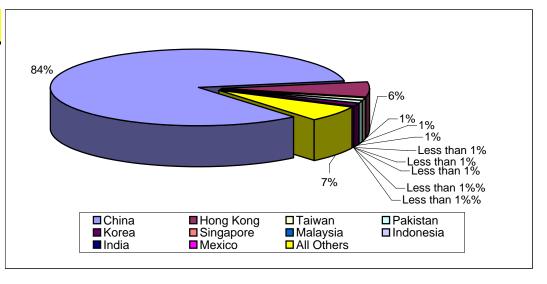
Department of Homeland Security

U.S. Customs and Border Protection and U.S. Immigration and Customs Enforcement FY 2005 and FY 2006 Top Trading Partners for IPR Seizures

FY 2005 Trading Partner	Domestic Value	% of Total Value
China	\$ 63,968,416	69%
Hong Kong	\$ 5,799,112	6%
United Arab Emirates	\$ 2,118,409	2%
India	\$ 1,966,638	2%
Pakistan	\$ 1,753,154	2%
Korea	\$ 1,418,060	2%
Russia	\$ 1,377,835	1%
Italy	\$ 1,268,188	1%
Taiwan	\$ 1,091,873	1%
Vietnam	\$ 780,644	1%
All Others	\$ 11,692,181	13%
Total FY 05 Domestic Value Number of Seizures	\$ 93,234,510 8,022	



FY 2006 Trading Partner	Domestic Value	% of Total Value
China	\$ 125,595,844	81%
Hong Kong	\$ 9,389,464	6%
Taiwan	\$ 1,843,764	1%
Pakistan	\$ 1,838,815	1%
Korea	\$ 1,810,140	1%
Singapore	\$ 1,198,735	Less than 1%
Malaysia	\$ 1,174,071	Less than 1%
Indonesia	\$ 983,425	Less than 1%
India	\$ 832,541	Less than 1%
Mexico	\$ 535,826	Less than 1%
All Others	\$ 10,166,611	7%
Total FY 06 Domestic Value Number of Seizures	\$ 155,369,236 14.675	

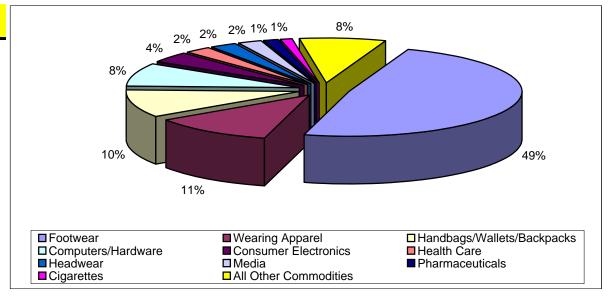


China

FY 2005	Domestic Value	% of Total Value
Handbags/Wallets/Backpacks	\$ 9,797,309	15%
Cigarettes	\$ 9,540,433	15%
Footwear	\$ 7,936,101	12%
Wearing Apparel	\$ 7,787,241	12%
Consumer Electronics	\$ 6,779,947	11%
Toys/Electronic Games	\$ 6,626,217	10%
Computers/Hardware	\$ 3,533,735	6%
Watches/Parts	\$ 2,050,556	3%
Headwear	\$ 1,498,756	2%
Automotive/Motorized Vehicles	\$ 1,468,930	2%
All Other Commodities	\$ 6,949,191	11%
Total FY 05 Domestic Value	\$ 63,968,416	
Number of Seizures	3,709	

3% ^{2%} ^{2%} 6% 10%	11%	15%
■ Handbags/Wallets/Backpacks	12% ☐ Cigarettes	□Footwear
☐ Wearing Apparel	Consumer Electronics	■ Toys/Electronic Games
	□ Watches/Parts	■ Headwear
■ Computers/Hardware	Walches/rails	■ i leauweai

FY 2006	Domestic Value	% of Total Value
Footwear	\$ 61,009,037	49%
Wearing Apparel	\$ 14,215,434	11%
Handbags/Wallets/Backpacks	\$ 12,526,539	10%
Computers/Hardware	\$ 10,479,715	8%
Consumer Electronics	\$ 5,149,151	4%
Health Care	\$ 3,076,323	2%
Headwear	\$ 3,023,457	2%
Media	\$ 2,755,572	2%
Pharmaceuticals	\$ 1,722,750	1%
Cigarettes	\$ 1,679,640	1%
All Other Commodities	\$ 9,958,226	8%
Total FY 06 Domestic Value Number of Seizures	\$ 125,595,844 10,325	

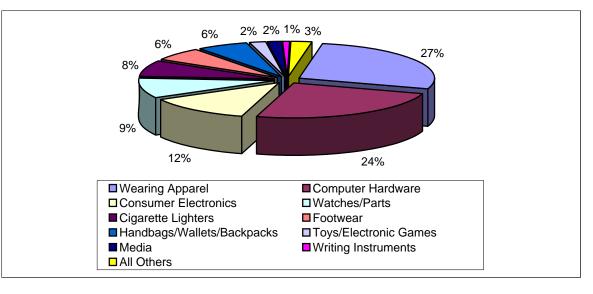


Hong Kong

FY 2005	Domestic Value		% of Total Value	
Consumer Electronics	\$ '	1,593,344	27%	
Toys/Electronic Games	\$	956,291	16%	
Computer Hardware	\$	716,456	12%	
Writing Instruments	\$	633,009	11%	
Handbags/Wallets/Backpacks	\$	594,134	10%	
Watches/Parts	\$	365,086	6%	
Wearing Apparel	\$	317,578	5%	
Footwear	\$	188,833	3%	
Batteries	\$	98,893	2%	
Media	\$	98,294	2%	
All Others	\$	237,194	4%	
Total FY 05 Domestic Value Number of Seizures	\$	5,799,112 892		

5% 3% 2% 2% 4%	27%
10% 11%	16%
□ Consumer Electronics □ Computer Hardware ■ Handbags/Wallets/Backpacks ■ Wearing Apparel ■ Batteries □ All Others	■ Toys/Electronic Games □ Writing Instruments ■ Watches/Parts □ Footwear ■ Media

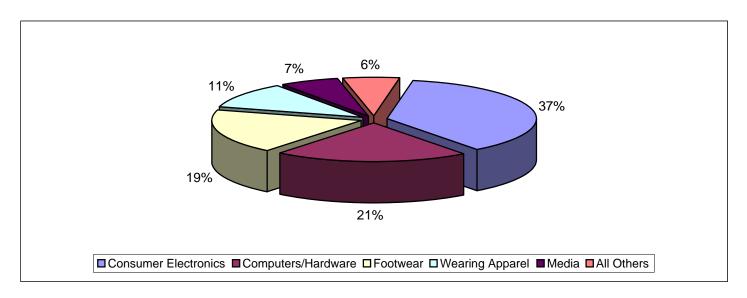
FY 2006	Domestic		% of Total	
		Value	Value	
Wearing Apparel	\$ 2	2,568,246	27%	
Computer Hardware	\$ 2	2,286,829	24%	
Consumer Electronics	\$	1,160,502	12%	
Watches/Parts	\$	862,480	9%	
Cigarette Lighters	\$	719,000	8%	
Footwear	\$	567,659	6%	
Handbags/Wallets/Backpacks	\$	567,598	6%	
Toys/Electronic Games	\$	196,287	2%	
Media	\$	151,843	2%	
Writing Instruments	\$	69,995	1%	
All Others	\$	239,025	3%	
Total FY 06 Domestic Value	\$	9,389,464		
Number of Seizures		783		



Taiwan

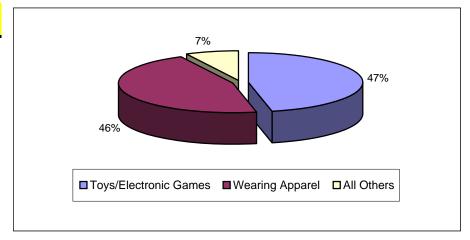
FY 2006*	Domestic Value	% of Total Value
Consumer Electronics	\$ 679,251	37%
Computers/Hardware	\$ 390,346	21%
Footwear	\$ 341,992	19%
Wearing Apparel	\$ 199,234	11%
Media	\$ 122,780	7%
All Others	\$ 110,161	6%
Total FY 06 Domestic Value Number of Seizures	\$ 1,843,764 67	

^{*} Taiwan was not among the top five trading partners for IPR seizures in FY 05

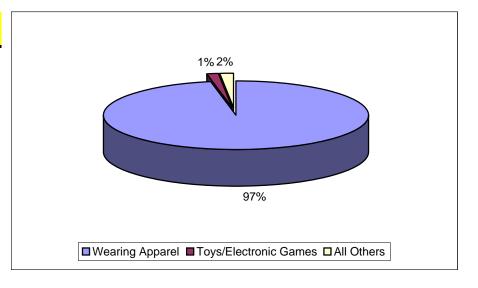


Pakistan

FY 2005	Domestic Value		% of Total Value
Toys/Electronic Games	\$	820,005	47%
Wearing Apparel	\$	802,873	46%
All Others	\$	130,276	7%
Total FY 05 Domestic Value Number of Seizures	\$	1,753,154 76	



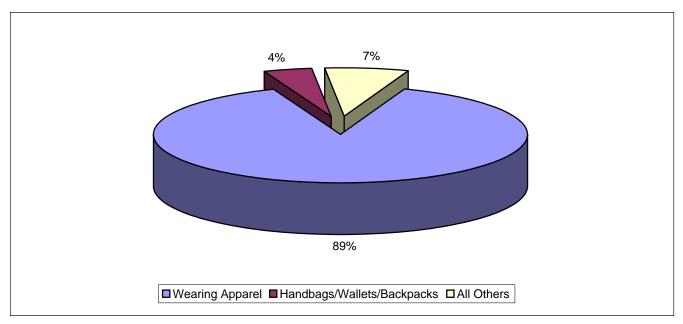
FY 2006	Domestic Value	% of Total Value
Wearing Apparel	\$ 1,784,679	97%
Toys/Electronic Games	\$ 25,577	1%
All Others	\$ 28,559	2%
Total FY 06 Domestic Value Number of Seizures	\$ 1,838,815 85	



Korea

FY 2006*	Domestic Value	% of Total Value
Wearing Apparel	\$ 1,602,438	89%
Handbags/Wallets/Backpacks	\$ 78,440	4%
All Others	\$ 129,262	7%
Total FY 06 Domestic Value Number of Seizures	\$ 1,810,140 144	

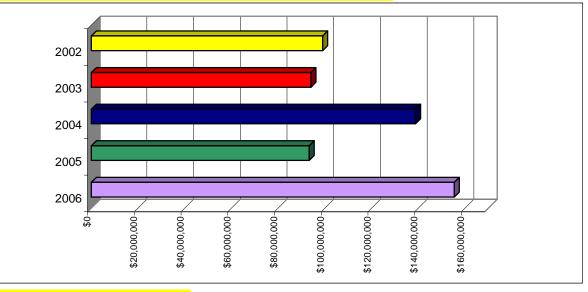
*Korea was not among the top five trading partners for IPR seizures in FY 05



Comparison of Yearly Domestic Values of IPR Seizures

The value of IPR seizures in FY 2006 increased by 67%, from the value in FY 2005. The FY 2006 domestic value is the highest in the history of Customs/ Department of Homeland Security

Fiscal	Overall Total	
Year	\	/alues (IPR)
2002	\$	98,990,341
2003	\$	94,019,227
2004	\$	138,767,885
2005	\$	93,234,510
2006	\$	155,369,236
Total	\$	580,381,199



Comparison of Yearly Seizure Totals

The number of seizures in FY 2006, reflects an increase of almost 83% over the number of seizures in FY 2005, and is the highest number of seizures in the history of Customs/Dept. of Homeland Security. The port of JFK accounted for more than 48% of the total seizures.

Fiscal Year	Number of Seizures
2002	5,793
2003	6,500
2004	7,255
2005	8,022
2006	14,675
Total	42,245

