



## IN THE COMPANIES TRIBUNAL OF SOUTH AFRICA

**CASE NO:** CT00945ADJ2022

In the matter between:

**XHOBHANI SECURITY SERVICE (PTY) LTD**  
(Registration Number. 2000/008214/23)

Applicant

and

**XHOBHANI CLEANING AND SECURITY SERVICES CC**  
(Registration Number. 2009/0167816/23)

1<sup>st</sup> Respondent

**LULEKA CYNTHIA MASHOBA**

2<sup>nd</sup> Respondent

Date of Decision: 30<sup>th</sup> September 2023

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### DECISION

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#### INTRODUCTION

1. The Applicant is XHOBHANI SECURITY SERVICE (PTY) LTD. It is a duly incorporated South African company, registered under number 2009/0167816/23.

2. The First Respondent is XHOBHANI CLEANING AND SECURITY SERVICES (PTY) LTD. It is a duly incorporated South African company, registered under number 2009/0167816/23.

3. The Second Respondent is LULEKA CYNTHIA MASHOBA resident at 19 Buttercup Street Ikwezi Extension Mthata Eastern Cape. She is the sole member of the First Respondent.

4. The Applicant applies to the Companies Tribunal in terms of Section 11(2) of the Companies Act 71 of 2008 ("the Companies Act"), a name of a company must not be the same as the name of another company, domesticated company, registered external company, close corporation or co-operative and must not be confusingly similar.

#### **APPLICANT'S SUBMISSIONS**

5. On 9<sup>th</sup> June 2023 the Applicant filed its company name objection with the Companies Tribunal and the applicant served the company name objection on the Respondent. Despite being informed of the application the first respondent does not oppose it.

6. Despite various correspondence the Respondent has failed to deregister its name

7. The Applicant submits that the Respondents name is confusingly similar to its name.

8. The Applicant argues that the Respondents name is confusingly similar to the Applicants and would deceive the public. The Applicant's name was registered in 2000 and the First Respondents name was registered in 2009.

9. The Applicant has developed a well-known trademark in its name XHOBHANI SECURITY SERVICE (PTY) LTD. The word XHOBHANI is found in both names. The two names are confusingly similar, and this will affect the Applicants reputation and it will affect the Applicant financially.

#### **APPLICABLE LAW**

10. Section 11 of the Companies Act provides the criteria for names of companies.

Subsection (2) is most relevant and states as follows:

*“(2) the name of a company must –*

*(a) not be the same as, or confusingly similar to –*

*(i) the name of another company, registered external company, close corporation or co-operative unless the company forms part of a group of companies using similar names;*

*(ii) ... Not relevant*

*(iii) a registered trademark belonging to a person other than the company, or a mark in respect of which an application has been filed in the Republic for registration as a trademark or a well-known trademark as contemplated in section 35 of the trademarks act; or*

(iv) ... Not relevant

(b) not falsely imply or suggest, or be such as would reasonably mislead a person to believe incorrectly, that the company –

(i) is part of, or associated with, any other person or entity;

...”

## **EVALUATION AND FINDINGS**

11. Section 11 (2) of the Companies Act requires me to determine whether the name of the First Respondent is confusingly similar to that of the Applicants. They both have the word XHOBHANI in them. The names look similar and sound similar. When members of the public see the Respondents name, they will think of the Applicant. This may give members of the public the impression that it is owned by the Applicant with the potential to cause reputational damage and financial harm to the Applicant.

12. The purpose of section 11 of the Companies Act is to protect names from being passed off by new companies registering similar names at the expense of the original name holder of the company or trademark. I thus find in favour of the Applicant.

## **ORDER**

- a. I find in favour of the Applicant.
- b. The First Respondent is directed to change its name to one which does not incorporate and is not confusingly and or

deceptively similar to Applicant's. It should not include the word XHOBHANI in any form.

- c. The First Respondent is to file a notice of an amendment, within 60 days of receipt of this order in order to change its name as per above.
- d. In the event that the First Respondent fails to comply with the order as aforementioned, within 3 months, from the date of the order, that Companies and Intellectual Property Commission CIPC be directed, in terms of Section 160(3) (b) (ii) read with section 14(2) of the Act, to change the respondent's name to is registered company number being 2009/0167816/23 as the Respondent's interim company name on the Companies register.
- e. The First Respondent is hereby exempted from the requirement to pay the prescribed fee for filing the notice of amendment contemplated in this paragraph.
- f. This Determination must be served on the Respondents and the Registrar of Companies and Intellectual Property Commission.

**MOHAMED ALLI CHICKTAY**  
**MEMBER OF THE COMPANIES TRIBUNAL**