9th Circuit Extends Non-Compete Term Beyond Contractual Period



The 9th U.S. Circuit Court of Appeals ruled in *Ocean Beauty Seafoods v. Pacific Seafood Acquisition Company* that the doctrine of equitable extension can be used to tack on a noncompete period to an employment agreement after the original period had run, according to an article by Michael Arnold and Robert Sheridan of **Mintz**, **Levin**, **Cohn**, **Ferris**, **Glovsky and Popeo**, **P.C**.

They write that the case illustrates what can happen when: "employee disregards a non-compete and joins a competitor; former company calls foul and initiates a lawsuit; parties fight it out, but by the time litigation has run its course, the non-compete period in the underlying contract has expired."

Read the article.