IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS MARSHALL DIVISION

CHARLES C. FREENY III, BRYAN E. FREENY, and JAMES P. FREENY,

Case No. 2:13-cv-00362-JRG

Plaintiffs,

JURY TRIAL DEMANDED

v.

ASUS COMPUTER INTERNATIONAL,

Defendant.

SECOND AMENDED COMPLAINT FOR PATENT INFRINGEMENT

Plaintiffs Charles C. Freeny III, Bryan E. Freeny, and James P. Freeny (collectively "Plaintiffs"), for their Second Amended Complaint against Defendant ASUS Computer International ("Defendant"), hereby allege as follows:

THE PARTIES

- 1. Plaintiff Charles C. Freeny III is an individual residing in Flower Mound, Texas.
- 2. Plaintiff Bryan E. Freeny is an individual residing in Ft. Worth, Texas.
- 3. Plaintiff James P. Freeny is an individual residing in Spring, Texas.
- 4. On information and belief, Defendant ASUS Computer International is a corporation duly organized and existing under the laws of the State of California, having its principal place of business at 800 Corporate Way, Fremont, CA 94539. On information and belief, ASUS Computer International is a wholly owned subsidiary of ASUSTeK Computer Inc.

JURISDICTION AND VENUE

5. This is an action for patent infringement arising under the Patent Act, 35 U.S.C. §§101 et seq. This Court has jurisdiction over Plaintiffs' federal law claims under 28 U.S.C. §§1331 and 1338(a).

- 6. This Court has specific and/or general personal jurisdiction over Defendant ASUS Computer International because it has committed acts giving rise to this action within this judicial district and/or has established minimum contacts within Texas and within this judicial district such that the exercise of jurisdiction over it would not offend traditional notions of fair play and substantial justice.
- 7. Venue is proper in this District pursuant to 28 U.S.C. §§1391(b)-(c) and 1400(b) because Defendant has committed acts within this judicial district giving rise to this action, and continues to conduct business in this district, and/or has committed acts of patent infringement within this District giving rise to this action.

INFRINGEMENT OF U.S. PATENT NO. 7,110,744

- 8. Plaintiffs re-allege and incorporate by reference the allegations set forth in the Paragraphs above as if fully set forth herein.
- 9. On September 19, 2006, the United States Patent and Trademark Office duly and lawfully issued United States Patent Number 7,110,744 ("the '744 patent") entitled "Communication and Proximity Authorization Systems." A true and correct copy of the '744 patent is attached hereto as **Exhibit A**.
- 10. The named inventor of the '744 patent is Charles C. Freeny, Jr., who is now deceased.
- 11. Plaintiffs are the sons of Charles C. Freeny, Jr., and Plaintiffs are the owners and assignees of all right, title and interest in and to the '744 patent, including the right to assert all causes of action arising under said patent and the right to any remedies for infringement of it.
- 12. On information and belief, Defendant has been and now is infringing the '744 patent in the State of Texas, in this judicial district, and elsewhere in the United States by, among other things, making, using, importing, offering to sell, and/or selling in the United States dual

band wireless networking products that embody the inventions claimed in the '744 patent, including but not limited to the ASUS RT-AC66R dual band wireless router and all reasonably similar products ("the accused ASUS networking products").

- one or more claims of the '744 patent by inducing its customers' infringement of the '744 patent using the accused ASUS networking products. On information and belief, Defendant has had knowledge of the '744 patent since at least April 29, 2013, the filing date of this action. Despite this knowledge of the '744 patent, Defendant has continued to engage in activities to encourage and assist its customers in the use of the accused ASUS networking products. For example, through its websites at www.asus.com/us and www.service.asus.com, Defendant advertises and provides instructions on how to use the accused ASUS networking products. On information and belief, by using the accused ASUS networking products as encouraged and assisted by Defendant, Defendant's customers have directly infringed and continue to directly infringe one or more claims of the '744 patent. On information and belief, Defendant knew or was willfully blind to the fact that its activities in encouraging and assisting customers in the use of the accused ASUS networking products, including but not limited to the activities set forth above, would induce its customers' direct infringement of the '744 patent.
- 14. On information and belief, Defendant will continue to infringe the '744 patent unless enjoined by this Court.
- 15. Defendant's acts of infringement have damaged Plaintiffs in an amount to be proven at trial, but in no event less than a reasonable royalty. Defendant's infringement of Plaintiffs' rights under the '744 patent will continue to damage Plaintiffs, causing irreparable harm for which there is no adequate remedy at law, unless enjoined by this Court.

PRAYER FOR RELIEF

Wherefore, Plaintiffs respectfully request that this Court enter judgment against Defendant as follows:

- a. For judgment that Defendant has infringed and continues to infringe the claims of the '744 patent;
- b. For preliminary and permanent injunction against Defendant and its respective officers, directors, agents, servants, affiliates, employees, divisions, branches, subsidiaries, parents, and all others acting in active concert therewith from infringement of the '744 Patent;
- c. For an accounting of all damages caused by Defendant's acts of infringement;
- d. For damages to be paid by Defendant adequate to compensate Plaintiffs for such infringement, including interest, costs and disbursement as justified under 35 U.S.C. § 284; and
- e. For such other relief at law and in equity as the Court may deem just and proper.

DEMAND FOR A JURY TRIAL

Plaintiffs demand a trial by jury of all issues triable by a jury.

Dated: July 8, 2013 Respectfully submitted,

/s/ Christopher D. Banys

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