# UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

	<b>X</b>
CRFD RESEARCH, INC.,	: C.A. No
Plaintiff,	
v.  CABLEVISION SYSTEMS CORPORATION and CSC HOLDINGS, LLC	: : JURY TRIAL DEMANDED :
Defendants.	
X	•

## **Complaint for Patent Infringement**

Plaintiff, CRFD Research, Inc. ("CRFD") alleges the following for its complaint of patent infringement against Cablevision Systems Corporation and CSC Holdings, LLC (collectively the "Defendants").

#### **Nature of the Action**

This is an action for patent infringement of United States Patent No. 7,191,233 (the "'233 Patent") under the Patent Laws of the United States, 35 U.S.C. § 1, et seq., and seeking damages and injunctive and other relief under 35 U.S.C. § 281, et seq.

## **The Parties**

- 1. Plaintiff CRFD is a Delaware corporation with its principal place of business at 2331 Mill Road, Suite 100, Alexandria, Virginia 22314.
- 2. On information and belief, Defendant Cablevision Systems Corporation is a corporation organized and existing under the laws of the State of Delaware, with its principal place of business at 1111 Stewart Avenue, Bethpage, New York 11714. Cablevision Systems

Corporation has appointed Corporation Service Company, 2711 Centerville Road, Suite 400, Wilmington, Delaware 19808 as its agent for service of process.

3. On information and belief, Defendant CSC Holdings, LLC is a limited liability company organized and existing under the laws of the State of Delaware, with its principal place of business at 1111 Stewart Avenue, Bethpage, New York 11714. CSC Holdings, LLC has appointed Corporation Service Company, 2711 Centerville Road, Suite 400, Wilmington, Delaware 19808 as its agent for service of process.

#### **Jurisdiction and Venue**

- 4. This is an action for patent infringement arising under the Patent Laws of the United States, Title 35 of the United States Code.
- 5. This Court has subject matter jurisdiction over this action pursuant to 28 U.S.C. §§ 1331 and 1338(a) because the action concerns the infringement of United States patents.
- 6. Venue is proper in this judicial district pursuant to 28 U.S.C. §§ 1391 and 1400(b) because, among other reasons, Defendants have transacted business in the State of Delaware
- 7. Upon information and belief, this Court has personal jurisdiction over Defendants because they are entities organized under the laws of the State of Delaware and have purposely availed themselves of the privileges and benefits of the laws of the State of Delaware.

#### **Joinder**

8. CRFD's rights to relief are asserted against Defendants jointly, severally, or in the alternative, with respect to or arising out of the same transaction, occurrence, or series of transactions or occurrences related to the making, using, importing into the United States, offering for sale, or selling of the same accused product or process; and questions of fact common to all Defendants will arise in this action.

#### The Patent-In-Suit

- 9. CRFD is the owner by assignment of the '233 Patent, entitled "System for Automated, Mid-Session, User-Directed, Device-to-Device Session Transfer System," which the United States Patent & Trademark Office duly issued on March 13, 2007. A true and correct copy of the '233 Patent is attached hereto as Exhibit A.
- 10. The inventions of the '233 Patent are applicable to, among other things, a transfer of an on-going software session from one device to another device.

### **Defendants' Infringing Products and Methods**

- 11. Defendants purport to be the one of the largest cable operators in the United States, with over 3.2 million video customers. Defendants' video services are marketed under the Optimum brand name. Defendants further purport to provide video on demand to their customers by pushing content onto their customers' digital video recorders ("DVRs").
- 12. Upon information and belief, Defendants make, use, sell, lease, import and offer for sale products that allow users to transfer an on-going software session from one device to another device, including but not limited to their Optimum-branded Multi-Room enabled products ("Defendants' Infringing Products"). For example, Defendants offer Multi-Room DVR products comprising one or more Multi-Room enabled set top boxes. Defendants purport that when these devices are networked, a user can record programs, which are stored on Defendants' remote servers, and the user can play back the recorded programs on any Multi-Room enabled cable box. Defendants purport that, "[A user] can start watching a recording in one room and then finish it in another."

## **COUNT I: INFRINGEMENT OF THE '233 PATENT**

<sup>&</sup>lt;sup>1</sup> Cablevision Systems Corporation and CSC Holdings, LLC 2012 Form 10-K (Annual Report) at 1.

<sup>&</sup>lt;sup>2</sup> See http://optimum.custhelp.com/app/answers/detail/a\_id/2580.

<sup>&</sup>lt;sup>3</sup> See http://www.optimum.com/digital-cable-tv/dvr/multiroom.jsp.

- 13. Plaintiff incorporates paragraphs 1-12 herein by reference as if set forth here in full.
- 14. Upon information and belief, Defendants have been and are currently directly infringing, literally or under the doctrine of equivalents, one or more claims of the '233 Patent by making, using, offering to sell, and/or selling within the United States, and/or importing into the United States, without authority, products and services that transfer an on-going software session from one device to another device. Without limitation, and by example only, Defendants directly infringe and continue to directly infringe at least claim 23 of the '233 Patent by making, selling, using and offering for sale at least a Cablevision HD DVR receiver (including model 8300HD Digital Cable Box/DVR), a non-DVR HD receiver (including models 4250HD Digital Cable Box, 4200HD Digital Cable Box, and SMT-C5320 HD Digital Cable Box), among other receivers, and the Multi-Room products and services. Additionally, Defendants directly infringe and continue to directly infringe at least claim 1 of the '233 Patent by making, using, selling, and offering for sale at least the Multi-Room products and services.
- 15. Defendants also directly infringe one or more claims of the '233 Patent by directing and/or controlling their employees, executives, users, agents, affiliates, suppliers and customers to use the aforementioned products that transfer an on-going software session from one device to another device within the United States.
- 16. To the extent that any claim is construed to require a system, Defendants also directly infringe one or more claims of the '233 Patent by providing to users software, hardware and/or platforms that transfer an on-going software session from one device to another device, thus putting the aforementioned system into use.
  - 17. By using the methods claimed in the '233 Patent and by making, selling,

importing, offering for sale and/or using the aforementioned products that transfer an on-going software session from one device to another device, Defendants have been and are now directly infringing under 35 U.S.C. § 271(a) one or more claims of the '233 Patent, either literally or under the doctrine of equivalents.

- the filing date of this Complaint) Defendants are contributing to the infringement of the '233 Patent (at least since the filing date of this Complaint) Defendants are contributing to the infringement of the '233 Patent by, among other things, knowingly and with intent, actively encouraging their customers, suppliers, agents, users and affiliates to make, use, sell and/or offer for sale at least a Cablevision HD DVR receiver (including model 8300HD Digital Cable Box/DVR), a non-DVR HD receiver (including model 4250HD Digital Cable Box, 4200HD Digital Cable Box, and SMT-C5320 HD Digital Cable Box), among other receivers, and the Multi-Room products and services, which constitutes infringement of at least claims 1 and 23 of the '233 Patent. For example, to the extent that any claim is construed to require a system, Defendants provide components, including software, hardware and/or platforms, for use in networked systems, which transfer an on-going software session from one device to another device. Defendants know that such products constitute a material part of the inventions of the '233 Patent, know those products to be especially made or adapted to infringe the '233 Patent, and know that those products are not staple articles or commodities of commerce suitable for substantial non-infringing use.
- 19. By contributing to its customers', suppliers', agents', users' and affiliates' use of the apparatus and methods claimed in the '233 Patent and their making and/or using the aforementioned web content reformatting products, Defendants have been and are now indirectly infringing under 35 U.S.C. § 271(c) one or more claims of the '233 Patent, either literally or under the doctrine of equivalents.

- 20. Upon information and belief, upon knowledge of the '233 Patent (at least since the filing date of this Complaint), Defendants are inducing infringement of the '233 Patent by, among other things, knowingly and with intent, actively encouraging their customers, suppliers, users, agents and affiliates to make, use, sell and/or offer for sale Defendants' aforementioned products that transfer an on-going software session from one device to another device in a manner that constitutes infringement of one or more claims of the '233 Patent, with the knowledge and specific intent to encourage, direct and facilitate those infringing activities, and knowing that such activities infringe the '233 Patent, including through the creation and dissemination of promotional and marketing materials, instructional materials, product materials and technical materials. For example, Defendants provide users with instructions as to how to operate Defendants' products in order to "[w]atch [the user's] recordings in another room."
- 21. To the extent that Defendants' users can be considered to put the aforementioned products that transfer an on-going software session from one device to another device into use (for example, to the extent any claim is construed to require such a system), then Defendants would also be inducing infringement of the '233 Patent by, among other things, knowingly and with intent (at least since the filing date of this Complaint) actively encouraging their users to make and use Defendants' aforementioned products that transfer an on-going software session from one device to another device in a manner that constitutes infringement of one or more claims of the '233 Patent, with the knowledge and specific intent to encourage, direct and facilitate those infringing activities, and knowing that such activities infringe the '233 Patent, including through the creation and dissemination of promotional and marketing materials, instructional materials, product materials and technical materials.

 $<sup>^4 \</sup>it See, for \it example, http://preview.optimum.net/downloads/csupport/multiroomdvrguide.pdf , http://www.optimum.com/digital-cable-tv/dvr/remote-instructions.jsp.$ 

- 22. By inducing its customers', suppliers', users', agents' and affiliates' use of the apparatus and methods claimed in the '233 Patent and their making and/or using at least a Cablevision HD DVR receiver (including model 8300HD Digital Cable Box/DVR), a non-DVR HD receiver (including models 4250HD Digital Cable Box, 4200HD Digital Cable Box, and SMT-C5320 HD Digital Cable Box), among other receivers, and the Multi-Room products and services, Defendants have been and are now indirectly infringing under 35 U.S.C. § 271(b) at least claims 1 and 23 of the '233 Patent, either literally or under the doctrine of equivalents.
- 23. As a result of Defendants' unlawful infringement of the '233 Patent, CRFD has suffered and will continue to suffer damage. CRFD is entitled to recover from Defendants the damages adequate to compensate for such infringement, which have yet to be determined.
- 24. Defendants will continue to infringe the '233 Patent unless and until they are enjoined by this Court.
- 25. Defendants, by way of their infringing activities, have caused and continue to cause CRFD to suffer damages in an amount to be determined at trial. CRFD has no adequate remedy at law against Defendants' acts of infringement and, unless Defendants are enjoined from its infringement of the '233 Patent, CRFD will suffer irreparable harm.

#### PRAYER FOR RELIEF

WHEREFORE, CRFD respectfully requests that this Court enter judgment in its favor as follows:

- A. Holding that Defendants have directly infringed, literally and/or under the doctrine of equivalents, one or more of the claims of the '233 Patent;
- B. Holding that Defendants have indirectly infringed, literally and/or under the doctrine of equivalents, one or more of the claims of the '233 Patent;

- C. Permanently enjoining Defendants and their officers, directors, agents, servants, employees, affiliates, divisions, branches, subsidiaries, parents and all others acting in concert or privity with any of them from infringing, inducing the infringement of, or contributing to the infringement of the '233 Patent;
- D. Permanently enjoining the use of the products that transfer an on-going software session from one device to another device created or used according to the patented methods of the '233 Patent;
- E. Awarding to CRFD the damages to which it is entitled under 35 U.S.C. § 284 for Defendants' past infringement and any continuing or future infringement up until the date Defendants are finally and permanently enjoined from further infringement, including compensatory damages;
- F. Declaring this to be an exceptional case and awarding CRFD's attorneys' fees under 35 U.S.C. § 285;
  - G. Awarding CRFD costs and expenses in this action;
  - H. Awarding CRFD pre- and post-judgment interest on its damages; and
- I. Awarding CRFD such other and further relief in law or in equity as this Court deems just and proper.

#### **JURY DEMAND**

CRFD, under Rule 38 of the Federal Rules of Civil Procedure, requests a trial by jury of any and all issues so triable by right.

Dated: January 17, 2014 Respectfully submitted,

FARNAN LLP

/s/ Brian E. Farnan

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