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

CLEAR WITH COMPUTERS, LLC,)
Plaintiff,))) Civil Action No
v.)) JURY TRIAL DEMANDED
RAG & BONE, INC. and) JURI TRIAL DEMIANDED
RAG & BONE HOLDINGS LLC,)
Defendants.)))

COMPLAINT

For its Complaint, Plaintiff Clear With Computers, LLC ("CWC"), by and through the undersigned counsel, alleges as follows:

THE PARTIES

- 1. CWC is a Texas limited liability company with a place of business located at 1400 Preston Road, Suite 473, Plano, Texas 75093.
- 2. Defendant Rag & Bone, Inc. is a Pennsylvania corporation with, upon information and belief, a place of business located at 425 W 13th Street, 3rd Floor, New York, New York 10014.
- 3. Defendant Rag & Bone Holdings LLC is a New York limited liability company with upon information and belief, a place of business located at 425 W 13th Street, 3rd Floor, New York, New York 10014.

JURISDICTION AND VENUE

- 4. This action arises under the Patent Act, 35 U.S.C. § 1 et seq.
- 5. Subject matter jurisdiction is proper in this Court under 28 U.S.C. §§ 1331 and 1338.

- 6. Upon information and belief, Defendants conduct substantial business in this forum, directly or through intermediaries, including: (i) at least a portion of the infringements alleged herein; and (ii) regularly doing or soliciting business, engaging in other persistent courses of conduct and/or deriving substantial revenue from goods and services provided to individuals in this district.
 - 7. Venue is proper in this district pursuant to §§ 1391(b), (c) and 1400(b).

THE PATENTS-IN-SUIT

- 8. On April 29, 1997, United States Patent No. 5,625,776 (the "'776 patent"), entitled "Electronic Proposal Preparation System for Selling Computer Equipment and Copy Machines," was duly and lawfully issued by the U.S. Patent and Trademark Office ("USPTO"). A true and correct copy of the '776 patent is attached hereto as Exhibit A.
- 9. On October 20, 2009, United States Patent No. 7,606,739 (the "'739 patent"), entitled "Electronic Proposal Preparation System," was duly and lawfully issued by the USPTO. A true and correct copy of the '739 patent is attached hereto as Exhibit B.
- 10. CWC is the assignee and owner of the right, title and interest in and to the '776 and '739 patents, including the right to assert all causes of action arising under said patents and the right to any remedies for infringement of them.

COUNT I – INFRINGEMENT OF U.S. PATENT NO. 5,625,776

- 11. CWC repeats and realleges the allegations of paragraphs 1 through 10 as if fully set forth herein.
- 12. Without license or authorization and in violation of 35 U.S.C. § 271(a), Defendants have infringed and continues to infringe at least claim 61 of the '776 patent by making, using, owning, operating, and/or maintaining one or more sales methods, sales systems, marketing methods and/or marketing systems, including, but not limited to

www.rag-bone.com and all related instrumentalities used to deliver web pages from that domain, including related web servers and database servers and their associated software, e.g., to receive information identifying a customer's desired equipment features and uses by presenting the customer with a plurality of questions relating to the features and uses of the equipment, and receiving a plurality of answers to the questions; storing equipment pictures, equipment environment pictures and text segments in the computer; retrieving equipment information for use in generating the customized proposal by electronically selecting a particular equipment picture, equipment environment picture, and text segment in response to at least one of the answers, and automatically compiling the gathered equipment information in the computer into the customized proposal.

13. CWC is entitled to recover from Defendants the damages sustained by CWC as result of Defendants' infringement of the '776 patent in an amount subject to proof at trial, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.

COUNT II – INFRINGEMENT OF U.S. PATENT NO. 7,606,739

- 14. CWC repeats and realleges the allegations of paragraphs 1 through 13 as if fully set forth herein.
- 15. Without license or authorization and in violation of 35 U.S.C. § 271(a), Defendants have infringed and continues to infringe at least claims 1 and 11 of the '739 patent by making, using, owning, operating, and/or maintaining one or more computer sales methods, sales systems, marketing methods and/or marketing systems covered by one or more claims of the '739 patent, including, but not limited to www.rag-bone.com and all related instrumentalities used to deliver web pages from that domain, including related web servers and database servers and their associated software, to, among other

things, receive answers to a plurality of questions from a specific customer related to at least one of a desired feature and desired use by the customer of a tangible product for sale from a user interface; automatically select, in response to at least one of the received answers, an image of the tangible product for sale, an image of an environment in which the product for sale is to be used and a text segment comprised of a description of the product specifications and performances that are of particular interest to the customer; and integrate the selected images and the selected text segment into a proposal for the sale of the product customized to the specific customer such that a single composite visual output can be generated that shows the product in the product environment along with said text segment, wherein the single composite visual output is generated by a selection device operatively interconnected to an active database that is configured to electronically store customer information obtained via the user interface, and a static database that stores electronically at least one of, (a) text; (b) pictures or (c) texts and pictures, relating to at least one product; and the system dynamically building a template utilizing the selection device to fill in the template to produce the single composite visual output.

16. CWC is entitled to recover from Defendants the damages sustained by CWC as result of Defendants' infringement of the '739 patent in an amount subject to proof at trial, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.

JURY DEMAND

CWC hereby demands a trial by jury on all issues so triable.

PRAYER FOR RELIEF

WHEREFORE, CWC requests that this Court enter judgment against Defendants

as follows:

- A. An adjudication that Defendants have infringed the '776 and '739 patents;
- B. An award of damages to be paid by Defendants adequate to compensate CWC for Defendants' past infringement of the '776 and '739 patents and any continuing or future infringement through the date such judgment is entered, including interest, costs, expenses and an accounting of all infringing acts including, but not limited to, those acts not presented at trial;
- C. A declaration that this case is exceptional under 35 U.S.C. § 285, and an award of CWC's reasonable attorneys' fees; and
- D. An award to CWC of such further relief at law or in equity as the Court deems just and proper.

Dated: April 7, 2014 /s/Andrew W. Spangler

Andrew W. Spangler TX SB #24041960 spangler@spanglerlawpc.com Spangler Law P.C. 208 N. Green Street, Suite 300 Longview, TX 75601 Telephone: (903) 753-9300

Facsimile: (903) 553-0403

Stamatios Stamoulis DE SB #4606 stamoulis@swdelaw.com Richard C. Weinblatt DE SB #5080 weinblatt@swdelaw.com Stamoulis & Weinblatt LLC Two Fox Point Centre 6 Denny Road, Suite 307 Wilmington, DE 19809 Telephone: (302) 999-1540

Facsimile: (302) 762-1688

Attorneys for Plaintiff Clear With Computers, LLC