| 1  | ANTON HANDAL (Bar No. 113812)                                |
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| 2  | anh@handal-law.com<br>PAMELA C. CHALK (Bar No. 216411        |
| 3  | pchalk@handal-law.com<br>GABRIEL HEDRICK (Bar No. 220649     |
| 4  | ghedrick@handal-law.com HANDAL & ASSOCIATES                  |
| 5  | 1200 Third Avenue, Suite 1321<br>San Diego, California 92101 |
| 6  | Tel: 619.544.6400  |
| 7  | Fax: 619.696.0323  |
| 8  | Attorneys for Plaintiff e.Digital Corporation                |
| 9  |  |
| 10 |  |
| 11 | UNITED STATES  |
| 12 | SOUTHERN DISTR   |
| 13 | e.Digital Corporation,                                       |

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF CALIFORNIA

Plaintiff,

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Dexxon Groupe Holding S.A., dba under the brand name EMTEC; and, Dexxxon Digital Storage, Inc., dba under the brand name EMTEC,

Defendants.

Case No. **'13CV2900 JAH KSC** 

COMPLAINT FOR PATENT INFRINGEMENT

**DEMAND FOR JURY TRIAL** 

Plaintiff e.Digital Corporation ("e.Digital" or "Plaintiff"), by and through its undersigned counsel, complains and alleges against Defendant Dexxon Groupe Holding S.A., dba under the brand name EMTEC ("Dexxon Groupe") and Defendant Dexxon Digital Storage, Inc., dba under the brand name EMTEC ("Digital Storage") (collectively hereafter "EMTEC" or "Defendants") as follows:

# NATURE OF THE ACTION

1. This is a civil action for infringement of a patent arising under the laws of the United States relating to patents, 35 U.S.C. § 101, et seq., including,

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HANDAL & ASSOCIATES
1200 THIRD AVE
SUITE 1321
SAN DIEGO, CA 92101
TEL: 619.544.6400
FAX: 619.696.0323

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without limitation, § 281. Plaintiff e.Digital seeks a preliminary and permanent injunction and monetary damages for the infringement of its U.S. Patent No. 5,839,108.

### JURISDICTION AND VENUE

- 2. This court has subject matter jurisdiction over this case for patent infringement under 28 U.S.C. §§ 1331 and 1338(a) and pursuant to the patent laws of the United States of America, 35 U.S.C. § 101, et seq.
- Venue properly lies within the Southern District of California 3. pursuant to the provisions of 28 U.S.C. §§ 1391(b), (c), and (d) and 1400(b). On information and belief, Defendants conduct substantial business directly and/or through third parties or agents in this judicial district by selling and/or offering to sell the infringing products and/or by conducting other business in this judicial district. Furthermore, Plaintiff e.Digital is headquartered and has its principal place of business in this district, engages in business in this district, and has been harmed by Defendants' conduct, business transactions and sales in this district.
- This Court has personal jurisdiction over Defendants because, on information and belief, Defendants transact continuous and systematic business within the State of California and the Southern District of California. In addition, this Court has personal jurisdiction over the Defendants because, on information and belief, this lawsuit arises out of Defendants' infringing activities, including, without limitation, the making, using, selling and/or offering to sell infringing products in the State of California and the Southern District of California. Finally, this Court has personal jurisdiction over Defendants because, on information and belief, Defendants have made, used, sold and/or offered for sale its infringing products and placed such infringing products in the stream of interstate commerce with the expectation that such infringing products would be made, used, sold and/or offered for sale within the State of California and the Southern District of California.

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#### **PARTIES**

- Plaintiff e.Digital is a Delaware corporation with its headquarters and 5. principal place of business at 16870 West Bernardo Drive, Suite 120, San Diego, California 92127
- 6. Upon information and belief, Defendant Dexxon Groupe Holding S.A. is a French company registered and lawfully existing under the laws of the country of France, with an office and principal place of business located at 79 Avenue Louis Roche, 92238 Gennevilliers Cedex, France.
- Upon information and belief, Defendant Dexxxon Digital Storage, Inc. is a corporation registered and lawfully existing under the laws of the State of Delaware, with an office and principal place of business at 7611 Green Meadows Drive, Lewis Center, Ohio 43035.
- 8. Upon information and belief, EMTEC is a proprietary brand name of the Defendants under which the accused products are manufactured, marketed, distributed, and/or sold.

## THE ASSERTED PATENT

9. On November 17, 1998, the United States Patent and Trademark Office duly and legally issued United States Patent No. 5,839,108 ("the '108 patent") entitled "Flash Memory File System In A Handheld Record And Playback Device," to its named inventors Norbert P. Daberko and Richard K. Davis. Plaintiff e.Digital is the assignee and owner of the entire right, title and interest in and to the '108 patent and has the right to bring this suit for damages and other relief. A true and correct copy of the '108 patent is attached hereto as Exhibit A.

# **COUNT ONE**

#### **INFRINGEMENT OF THE '108 PATENT BY DEFENDANT**

- 10. Plaintiff re-alleges and incorporates by reference each of the allegations set forth in paragraphs 1 through 9 above.
  - 11. Upon information and belief, Defendants, without authority, (a) have

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HANDAL & ASSOCIATES
1200 THIRD AVE
SUITE 1321
SAN DIEGO, A 92101
TEL: 619.544.6400
FAX: 619.696.0323

induced and continue to induce infringement of one or more claims of the '108 patent in violation of 35 U.S.C. § 271(b); and, (b) have contributed and continue to contribute to the infringement of one or more claims of the '108 patent in violation of 35 U.S.C. § 271(c).

- 12. The accused products for purposes of the '108 patent include but are not limited to the Defendants' memory card products for Flash Memory Storage including but not limited to its USB, SSD, SD, microSD, and/or Compact Flash products. The accused products include but are not limited to the Defendants' USB Classic Range Easy Slider series of products, the EMTEC C600 Click USB Flash Drive series of product, Looney Tunes USB Flash Drive series of products, and Looney Tunes Episode 2 Flash Drive series of products.
- 13. The accused products, alone or in combination with other products, practice each of the limitations of independent claim 1 of the '108 patent.
- 14. Upon information and belief, Defendants, without authority, have actively induced infringement and continue to actively induce infringement of the '108 patent in violation of 35 U.S.C. § 271(b) by causing others to directly infringe the claims of the '108 patent and/or by intentionally instructing others how to use the accused products in a manner that infringes the claims of the '108 patent. On information and belief, Defendants have induced and continue to induce infringement by instructing customers to operate the product in an infringing manner and/or when Defendants test or otherwise operate the accused products in the United States.
- 15. Upon information and belief, Defendants, without authority, have contributed and continue to contribute to the infringement of the '108 patent in violation of 35 U.S.C. § 271(c) by importing into the United States, selling and/or offering to sell within the United States accused products that (1) embody and constitute a material part of the invention of the '108 patent, (2) Defendants know to be especially adapted for use in infringing the '108 patent, and (3) are not staple

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28 ANDAL & ASSOCIATES 1200 THIRD AVE SUITE 1321 SAN DIEGO, CA 92101 TEL: 619.544.6400 FAX: 619.696.0323 articles of commerce suitable for substantial non-infringing use with respect to the '108 patent.

- 16. Based on information and belief, Plaintiff alleges that Defendants sell, ship, or otherwise deliver the accused product with all the features required to infringe the asserted claims of the '108 patent. On information and belief, these products are designed to practice the infringing features.
- Upon information and belief, certain of these products manufactured 17. by Defendants have been and/or are currently sold and/or offered for sale at, among other places, the Best Buy Store located at 5151 Mission Center Rd, San Diego, California 92108 and/or at the Best Buy online store website located at http://www.bestbuy.com to consumers including, but not limited to, consumers located within the State of California.
- 18. Upon information and belief, certain of these products manufactured by Defendants have been and/or are currently sold and/or offered for sale at, among other places, the Sears online store website located at http://www.sears.com to consumers including, but not limited to, consumers located within the State of California.
- Defendants had knowledge of infringement of the '108 patent since at 19. least the filing of this complaint. On information and belief, Defendants have continued to sell products that practice the '108 patent after acquiring knowledge of infringement.

#### PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for relief and judgment as follows:

- 1. That Defendants be declared to have infringed the Patent-in-Suit;
- 2. That Defendants, Defendants' officers, agents, servants, employees, and attorneys, and those persons in active concert or participation with them, be preliminarily and permanently enjoined from infringement of the Patent-in-Suit, including but not limited to any making, using, offering for sale, selling, or

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|                               |   |
| 1                             | importing of unlicensed infringing products within and without the United States; |
| 2                             | 3. Compensation for all damages caused by Defendants' infringement of             |
| 3                             | the Patent-in-Suit to be determined at trial;                                     |
| 4                             | 4. Enhancement of Plaintiff's damages up to three (3) times their amount          |
| 5                             | pursuant to 35 U.S.C. § 284;  |
| 6                             | 5. Granting Plaintiff pre-and post-judgment interest on its damages,              |
| 7                             | together with all costs and expenses; and,  |
| 8                             | 6. Awarding such other relief as this Court may deem just and proper.             |
| 9                             | HANDAL & ASSOCIATES   |
| 10                            | Dated: December 5, 2013 By: /s/ Pamela C. Chalk                                   |
| 11<br>12                      | Anton N. Handal<br>Gabriel G. Hedrick   |
| 13                            | Pamela C. Chalk<br>Attorneys for Plaintiff  |
| 14                            | e.Digital Corporation   |
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HANDAL & ASSOCIATES

1200 THIRD AVE
SUITE 1321
SAN DIEGO, CA 92101
TEL: 619.544.6400
FAX: 619.696.0323

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|   | DEMAND EOD HIDV TOLAL  |
| 1   | DEMAND FOR JURY TRIAL  |
| 2   | Plaintiff hereby demands a trial by jury on all claims.                          |
| 3   |  |
| 4   | HANDAL & ASSOCIATES  |
| 5   | Dated: December 5, 2013  |
| 6   | By: <u>/s/ Pamela C. Chalk</u><br>Anton N. Handal                                |
| 7   | Gabriel G. Hedrick Pamela C. Chalk Attorneys for Plaintiff e.Digital Corporation |
| 8   | Attorneys for Plaintiff e.Digital Corporation                                    |
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| SUITE 1321<br>SAN DIEGO, CA 92101<br>TEL: 619.544.6400<br>FAX: 619.696.0323 | COMPLAINT  |
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