UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF TEXAS DALLAS DIVISION

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§ Civil Action No. 3:13-cv-4778
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§ Jury Trial Demanded
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PLAINTIFF'S ORIGINAL COMPLAINT FOR PATENT INFRINGEMENT

This is a patent infringement action by iLife Technologies, Inc. ("Plaintiff" or "iLife") against Fitbit, Inc. ("Defendant" or "Fitbit").

PARTIES

- 1. iLife Technologies, Inc. is a Texas corporation with its principal place of business in this Judicial District.
- 2. Fitbit, Inc. is a Delaware corporation with its principal place of business at 150 Spear Street, Suite 200, San Francisco, CA 94105. Fitbit has appointed Company Corporation, 2711 Centerville Road, Suite 400, Wilmington, DE 79808, as its registered agent for service of process.

JURISDICTION AND VENUE

3. This action arises under the patent laws of the United States, 35 U.S.C. § 101, et seq. This Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331 and 1338(a).

- 4. This Court has personal jurisdiction over Defendant because Defendant regularly conducts business in Texas and in the Northern District of Texas, and has committed and continues to commit acts of patent infringement in Texas and in the Northern District of Texas. Defendant has directly or indirectly infringed the asserted patents in the Northern District of Texas by making, importing, using, selling, or offering for sale products and services covered by the asserted patents in Texas and in this District; directly or indirectly placing the same into the stream of commerce to be included in infringing goods and services used, distributed, marketed, sold, or offered for sale in Texas and in this District; and knowingly inducing or contributing to others' infringement of the asserted patents by contracting with and directing others to use, distribute, market, sell, or offer for sale infringing products and services for which there are no substantial noninfringing uses in Texas and in this District.
- 5. Defendant has established minimum contacts with the forum such that the exercise of jurisdiction over Defendant would not offend traditional notions of fair play and substantial justice by deriving substantial revenue from the sale and use of products and services, including the accused products and services, within this District; expecting or being in a position to reasonably expect its actions to have consequences within this District; and regularly doing business, soliciting business, engaging in other persistent acts of conduct, and deriving substantial revenue from goods and services provided to individuals in Texas and in this District.
- 6. iLife is a Texas company with its principal place of business in this District.

 These acts cause injury to iLife within the District.

7. Venue is proper in this District under 28 U.S.C. §§ 1391 and 1400(b).

PATENTS IN SUIT

8. iLife is the owner by assignment of all rights, title, and interest in and under the following United States Patents and has standing to sue for the past, present, and future infringement of the following United States Patents:

Patent	Title	Issue Date	Exhibit
U.S. Pat. No. 6,307,481	"Systems for Evaluating Movement of a	10/23/2001	Ex. 1
("the '481 Patent")	Body and Methods of Operating the		
	Same"		
U.S. Pat. No. 6,703,939	"System and Method for Detecting	03/09/2004	Ex. 2
("the '939 Patent")	Motions of a Body"		
U.S. Pat. No. 6,864,796	"Systems within a communication	03/08/2005	Ex. 3
("the '796 Patent")	device for evaluating movement of a		
	body and methods of operating the		
	same"		
U.S. Pat. No. 7,095,331	"System and Method for Detecting	08/22/2006	Ex. 4
("the '331 Patent")	Motion of a Body"		
U.S. Pat. No. 7,145,461	"System and Method for Analyzing	12/05/2006	Ex. 5
("the '461 Patent")	Activity of a Body"		
U.S. Pat. No. 7,479,890	"System and Method for Analyzing	01/20/2009	Ex. 6
("the '890 Patent")	Activity of a Body"		

9. The '481 Patent, '939 Patent, '796 Patent, '331 Patent, '461 Patent, and '890 Patent are collectively referred to as the "Asserted Patents."

ACCUSED PRODUCTS

10. Defendant makes, uses, imports, sells, or offers for sale systems or methods for detecting, evaluating, or analyzing movement of a body covered by one or more claims of the Asserted Patents, including but not limited to the One, Zip, Flex, Ultra, and Force activity trackers, a related online dashboard, and a mobile application (collectively, the "Accused Products"), together with any related services ("Accused Services"). These

Accused Products and Services contain systems or methods for body movement

detection, body movement evaluation, body movement analysis, receiving body

movement signals, analyzing body movement signals, responding to body movement

signals, and remotely monitoring body movement signals.

11. Defendant controls and directs the actions of others, including end user

customers, through the Accused Products and Services and their instructions,

advertisements, software, and use agreements.

12. For example, according to Fitbit's advertisements, the One product uses "a

MEMS 3-axis accelerometer that measures your motion patterns to determine your

calories burned, distance traveled, steps taken, and sleep quality. Its altimeter also

measures stairs climbed."1 Among other things, the One "doesn't nap, even when you

do. Slip it into your wrist band at night, and it'll measure your sleep quality. Once the

data syncs, graphs on your dashboard will reveal how long you slept and the number of

times you woke up, giving you a sleep quality score."2

13. Defendant's advertisements show that the Accused Products and Services

are not only able to infringe the Asserted Patents, they are not capable of any substantial

non-infringing use. They also show that Defendant intends for its customers to infringe

the Asserted Patents by using the Accused Products and Services.

14. Defendant has actual knowledge of the Asserted Patents and that the

Accused Products and Services infringe the Asserted Patents since at least the service of

¹ http://www.fitbit.com/one/specs (retrieved October 25, 2013).

² http://www.fitbit.com/one#helps-you-zzz (retrieved October 25, 2013).

this cause of action. *In re Bill of Lading Transmission & Processing Sys. Patent Litigation*, 681 F.3d 1323, 1345 (Fed. Cir. 2012) (allowing notice of indirect infringement upon service).

COUNT ONE PATENT INFRINGEMENT The '481 Patent

- 15. iLife repeats and re-alleges the allegations in the foregoing paragraphs.
- 16. Defendant directly infringes, literally or under the doctrine of equivalents, and has infringed one or more claims of the '481 Patent by, without authority, making, using, importing, offering to sell, or selling the Accused Products and Services that practice the inventions of the '481 Patent within the United States.
- 17. Defendant indirectly infringes the '481 Patent within the United States by inducement under 35 U.S.C. § 271(b). Defendant has induced and continues to induce users of the Accused Products and Services to directly infringe one or more claims of the '481 Patent by controlling and directing, *inter alia*, the actions of users and by advertising and claiming benefits that require its customers to commit acts of infringement.
- 18. Defendant indirectly infringes the '481 Patent within the United States by committing contributory infringement under 35 U.S.C. § 271(c). Defendant has contributed to end-user customers' direct infringement of one or more claims of the '481 Patent by providing the Accused Products and Services which, as evidenced by Defendant's advertisements, are especially made for use in a manner infringing the '481 Patent and have no substantial non-infringing uses.
- 19. Defendant's infringement has harmed iLife and will continue to cause severe and irreparable damage as long as Defendant's infringing activities continue.

- 20. iLife is entitled to recover damages adequate to compensate it for the injuries complained of herein, but in no event less than a reasonable royalty.
- 21. iLife is further entitled to have Defendant enjoined from committing future acts of infringement that would subject iLife to irreparable harm.

COUNT TWO PATENT INFRINGEMENT The '939 Patent

- 22. iLife repeats and re-alleges the allegations in the foregoing paragraphs.
- 23. Defendant directly infringes, literally or under the doctrine of equivalents, and has infringed one or more claims of the '939 Patent by, without authority, making, using, importing, offering to sell, or selling the Accused Products and Services that practice the inventions of the '939 Patent within the United States.
- 24. Defendant indirectly infringes the '939 Patent within the United States by inducement under 35 U.S.C. § 271(b). Defendant has induced and continues to induce users of the Accused Products and Services to directly infringe one or more claims of the '939 Patent by controlling and directing, *inter alia*, the actions of users and by advertising and claiming benefits that require its customers to commit acts of infringement.
- 25. Defendant indirectly infringes the '939 Patent within the United States by committing contributory infringement under 35 U.S.C. § 271(c). Defendant has contributed to end-user customers' direct infringement of one or more claims of the '939 Patent by providing the Accused Products and Services which, as evidenced by Defendant's advertisements, are especially made for use in a manner infringing the '939 Patent and have no substantial non-infringing uses.

- 26. Defendant's infringement has harmed iLife and will continue to cause severe and irreparable damage as long as Defendant's infringing activities continue.
- 27. iLife is entitled to recover damages adequate to compensate it for the injuries complained of herein, but in no event less than a reasonable royalty.
- 28. iLife is further entitled to have Defendant enjoined from committing future acts of infringement that would subject iLife to irreparable harm.

COUNT THREE PATENT INFRINGEMENT The '796 Patent

- 29. iLife repeats and re-alleges the allegations in the foregoing paragraphs.
- 30. Defendant directly infringes, literally or under the doctrine of equivalents, and has infringed one or more claims of the '796 Patent by, without authority, making, using, importing, offering to sell, or selling the Accused Products and Services that practice the inventions of the '796 Patent within the United States.
- 31. Defendant indirectly infringes the '796 Patent within the United States by inducement under 35 U.S.C. § 271(b). Defendant has induced and continues to induce users of the Accused Products and Services to directly infringe one or more claims of the '796 Patent by controlling and directing, *inter alia*, the actions of users and by advertising and claiming benefits that require its customers to commit acts of infringement.
- 32. Defendant indirectly infringes the '796 Patent within the United States by committing contributory infringement under 35 U.S.C. § 271(c). Defendant has contributed to end-user customers' direct infringement of one or more claims of the '796 Patent by providing the Accused Products and Services which, as evidenced by

Defendant's advertisements, are especially made for use in a manner infringing the '796 Patent and have no substantial non-infringing uses.

- 33. Defendant's infringement has harmed iLife and will continue to cause severe and irreparable damage as long as Defendant's infringing activities continue.
- 34. iLife is entitled to recover damages adequate to compensate it for the injuries complained of herein, but in no event less than a reasonable royalty.
- 35. iLife is further entitled to have Defendant enjoined from committing future acts of infringement that would subject iLife to irreparable harm.

COUNT FOUR PATENT INFRINGEMENT The '331 Patent

- 36. iLife repeats and re-alleges the allegations in the foregoing paragraphs.
- 37. Defendant directly infringes, literally or under the doctrine of equivalents, and has infringed one or more claims of the '331 Patent by, without authority, making, using, importing, offering to sell, or selling the Accused Products and Services that practice the inventions of the '331 Patent within the United States.
- 38. Defendant indirectly infringes the '331 Patent within the United States by inducement under 35 U.S.C. § 271(b). Defendant has induced and continues to induce users of the Accused Products and Services to directly infringe one or more claims of the '331 Patent by controlling and directing, *inter alia*, the actions of users and by advertising and claiming benefits that require its customers to commit acts of infringement.
- 39. Defendant indirectly infringes the '331 Patent within the United States by committing contributory infringement under 35 U.S.C. § 271(c). Defendant has

contributed to end-user customers' direct infringement of one or more claims of the '331 Patent by providing the Accused Products and Services which, as evidenced by Defendant's advertisements, are especially made for use in a manner infringing the '331 Patent and have no substantial non-infringing uses.

- 40. Defendant's infringement has harmed iLife and will continue to cause severe and irreparable damage as long as Defendant's infringing activities continue.
- 41. iLife is entitled to recover damages adequate to compensate it for the injuries complained of herein, but in no event less than a reasonable royalty.
- 42. iLife is further entitled to have Defendant enjoined from committing future acts of infringement that would subject iLife to irreparable harm.

COUNT FIVE PATENT INFRINGEMENT The '461 Patent

- 43. iLife repeats and re-alleges the allegations in the foregoing paragraphs.
- 44. Defendant directly infringes, literally or under the doctrine of equivalents, and has infringed one or more claims of the '461 Patent by, without authority, making, using, importing, offering to sell, or selling the Accused Products and Services that practice the inventions of the '461 Patent within the United States.
- 45. Defendant indirectly infringes the '461 Patent within the United States by inducement under 35 U.S.C. § 271(b). Defendant has induced and continues to induce users of the Accused Products and Services to directly infringe one or more claims of the '461 Patent by controlling and directing, *inter alia*, the actions of users and by advertising and claiming benefits that require its customers to commit acts of infringement.

- 46. Defendant indirectly infringes the '461 Patent within the United States by committing contributory infringement under 35 U.S.C. § 271(c). Defendant has contributed to end-user customers' direct infringement of one or more claims of the '461 Patent by providing the Accused Products and Services which, as evidenced by Defendant's advertisements, are especially made for use in a manner infringing the '461 Patent and have no substantial non-infringing uses.
- 47. Defendant's infringement has harmed iLife and will continue to cause severe and irreparable damage as long as Defendant's infringing activities continue.
- 48. iLife is entitled to recover damages adequate to compensate it for the injuries complained of herein, but in no event less than a reasonable royalty.
- 49. iLife is further entitled to have Defendant enjoined from committing future acts of infringement that would subject iLife to irreparable harm.

COUNT SIX PATENT INFRINGEMENT The '890 Patent

- 50. iLife repeats and re-alleges the allegations in the foregoing paragraphs.
- 51. Defendant directly infringes, literally or under the doctrine of equivalents, and has infringed one or more claims of the '890 Patent by, without authority, making, using, importing, offering to sell, or selling the Accused Products and Services that practice the inventions of the '890 Patent within the United States.
- 52. Defendant indirectly infringes the '890 Patent within the United States by inducement under 35 U.S.C. § 271(b). Defendant has induced and continues to induce users of the Accused Products and Services to directly infringe one or more claims of the

'890 Patent by controlling and directing, *inter alia*, the actions of users and by advertising and claiming benefits that require its customers to commit acts of infringement.

- 53. Defendant indirectly infringes the '890 Patent within the United States by committing contributory infringement under 35 U.S.C. § 271(c). Defendant has contributed to end-user customers' direct infringement of one or more claims of the '890 Patent by providing the Accused Products and Services which, as evidenced by Defendant's advertisements, are especially made for use in a manner infringing the '890 Patent and have no substantial non-infringing uses.
- 54. Defendant's infringement has harmed iLife and will continue to cause severe and irreparable damage as long as Defendant's infringing activities continue.
- 55. iLife is entitled to recover damages adequate to compensate it for the injuries complained of herein, but in no event less than a reasonable royalty.
- 56. iLife is further entitled to have Defendant enjoined from committing future acts of infringement that would subject iLife to irreparable harm.

DEMAND FOR JURY TRIAL

57. iLife demands that all issues be determined by jury.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff iLife Technologies, Inc. prays for relief against Defendant as follows:

A. A judgment that Defendant has infringed, induced others to infringe, and committed acts of contributory infringement with respect to the '481 Patent, '939 Patent, '796 Patent, '331 Patent, '461 Patent, and '890 Patent;

B. A judgment awarding iLife damages adequate to compensate for

Defendant's infringement;

C. A permanent injunction enjoining Defendant, its officers, agents, servants,

employees, representatives, licensees, successors, assigns, and all those in privity, active

concert, or participation with any of them from further infringement, inducing the

infringement, and contributing to the infringement of the '481 Patent, '939 Patent, '796

Patent, '331 Patent, '461 Patent, and '890 Patent;

D. Pre-judgment and post-judgment interest to the full extent allowed under

the law, as well as its costs; and

E. Such other and further relief as the Court deems just and equitable.

Respectfully submitted,

/s/ S. Wallace Dunwoody

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