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11
12 **UNITED STATES DISTRICT COURT**
13 **SOUTHERN DISTRICT OF CALIFORNIA**

14 VIRONOVATIVE, B.V.,
a Dutch limited liability company,

15 Plaintiffs,

16 v.

17 GENMARK DIAGNOSTICS, INC.,
a Delaware corporation,

18 Defendant.
19
20
21

Case No. '15CV0021 MMAJMA

**COMPLAINT FOR DIRECT
AND INDUCED
INFRINGEMENT OF U.S.
PATENT NO. 8,927,206 AND
DEMAND FOR JURY TRIAL**

22 Plaintiff VIRONOVATIVE, B.V. ("ViroNovative" or "Plaintiff"), alleges as
23 follows:

24 **PARTIES**

25 1. ViroNovative is a Dutch limited liability company with its principal place
26 of business at Marconistraat 16 3029 AK Rotterdam, The Netherlands.
27
28

1 technology uses unique hMPV markers and methods to accurately and rapidly detect
2 hMPV in samples of patients suffering from respiratory disease. ViroNovative
3 licenses its patented technology to 13 major medical diagnostics companies around
4 the world.

5 8. GenMark is a U.S. medical device manufacturer that develops multiplex
6 systems to detect various markers of disease. GenMark markets its products to third
7 party end users, such as hospitals, clinical laboratories, and government agencies. It
8 competes directly with ViroNovative's licensees. Among the products GenMark
9 manufactures, markets, and sells to end users is the eSensor respiratory viral panel
10 (RVP), which is marketed as offering comprehensive detection of 14 respiratory virus
11 types and subtypes, including hMPV. GenMark is not a licensee of any of
12 ViroNovative's patents.

13 **A. Detection of hMPV**

14 9. hMPV is common in adults and is a major pathogen associated with
15 respiratory complications in high-risk populations (*e.g.*, lung transplants,
16 immunocompromised, and the elderly). It is the second most common cause of lower
17 respiratory infection in children. The wide spectrum of known hMPV strains cause
18 symptoms that are similar to those caused by respiratory syncytial virus (RSV) and
19 influenza virus, for which treatment may differ. Thus, early and accurate detection of
20 hMPV is important to rule out other causes of respiratory illness and to determine
21 appropriate and cost-effective treatment regimens.

22 10. Biologically, hMPV is a negative, single-stranded RNA virus that
23 belongs to a family of viruses called paramyxoviruses. Its RNA genome encodes eight
24 proteins. Figure 1 below illustrates the general structure of a metapneumovirus (top)
25 and its genomic map (bottom). Note the Nucleocapsid (N) gene on the left (3') side of
26 the map.

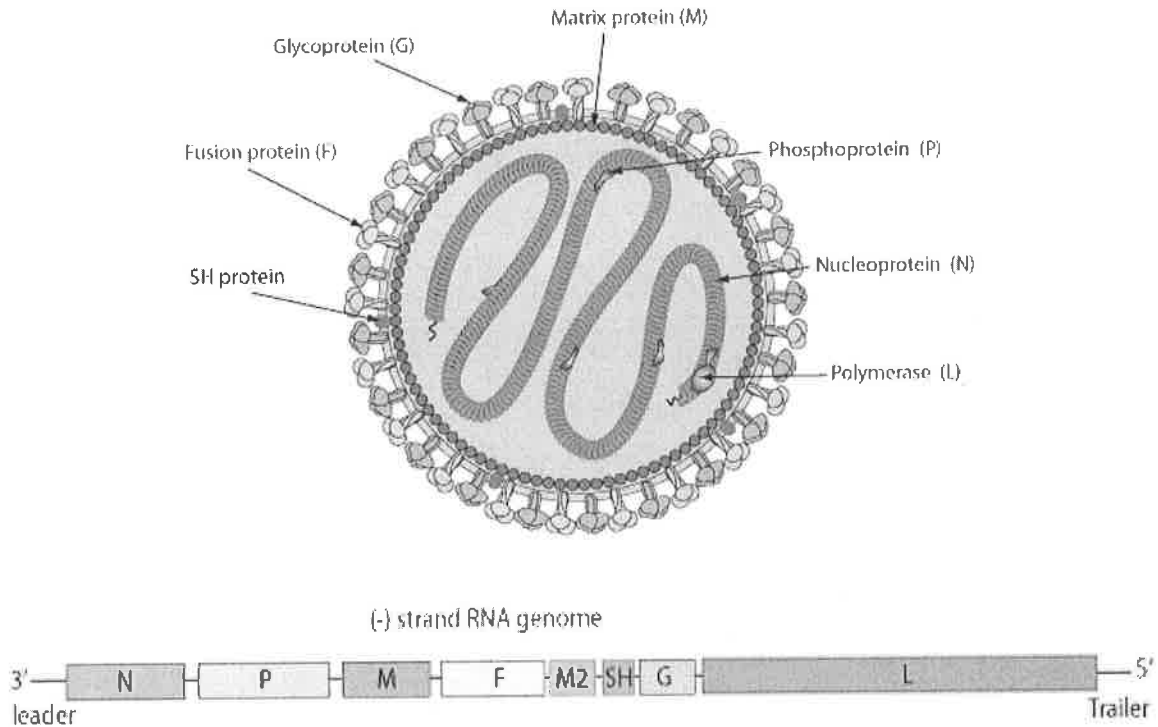


FIGURE 1¹

11. One method of detecting hMPV uses reverse-transcriptase polymerase chain reaction (RT-PCR). In RT-PCR, isolated single-stranded viral RNA is first converted to double stranded complementary DNA (cDNA) using target-specific primers. The cDNA can then be copied (amplified) many times and hybridized to hMPV-specific nucleotides for detection. Figure 2 below illustrates the RT-PCR method.

¹ Available at http://viralzone.expasy.org/all_by_protein/89.html (last visited January 5, 2015).

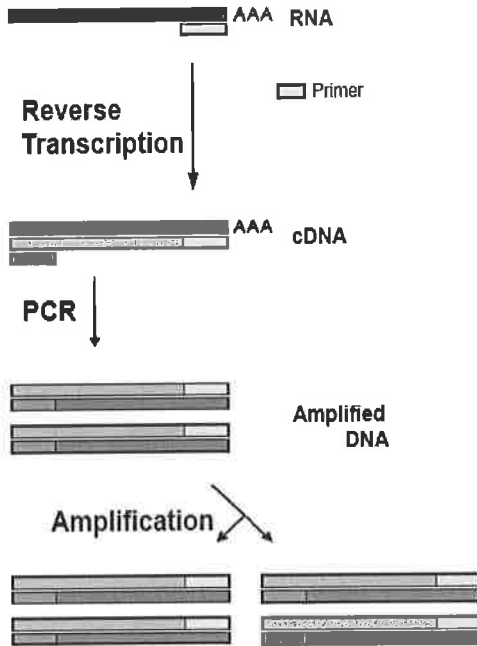


FIGURE 2²

B. U.S. Patent 8,927,206 (“the ‘206 Patent”)

12. U.S. Patent Application No. 10/466,811 (“the ‘811 Application”), entitled “Virus Causing Respiratory Tract Illness in Susceptible Mammals,” was filed on March 4, 2004 as the U.S. national stage entry of the Patent Cooperation Treaty (“PCT”) Application No. PCT/NL/02/00040³ (the “PCT Application”). The ‘811 Application was published on June 2, 2005⁴ and issued on January 6, 2015 as U.S. Patent 8,927,206 (“the ‘206 Patent” or “the Asserted Patent”). A copy of the ‘206 Patent is attached hereto as Exhibit A.

² Available at http://en.wikipedia.org/wiki/Reverse_transcription_polymerase_chain_reaction (last visited January 5, 2015).

³ The “PCT Application” was originally filed on January 18, 2002 and published on July 27, 2002 as WO/2002/057302.

⁴ US2005/011819 (“the U.S. Publication”). Publication makes the U.S. and the PCT applications available for viewing by any member of the public, including Genmark.

13. The '206 Patent includes 28 claims directed to methods for identifying and diagnosing hMPV in a viral isolate. Five of these claims are independent. Table 1 shows the elements of representative claims 19 and 28.⁵

Table 1

Claim 19

A method of detecting if a polynucleotide from human metapneumovirus is present in a mammalian subject, the method comprising:

performing an nucleic acid amplification reaction on a sample derived from the mammalian subject utilizing a set of primers for the amplification of at least a portion of the N gene of human metapneumovirus to create an amplified product, wherein the N gene, when transcribed and translated, produces a polypeptide at least 90% homologous to SEQ ID NO: 1;

contacting the amplified product with a DNA molecule that hybridizes with the amplified product;

hybridizing the DNA molecule to the amplified product; and

detecting the hybridized DNA molecule,

wherein the detection of the hybridized DNA molecule indicates the presence of human metapneumovirus in the mammalian subject.

Claim 28

A method of detecting if a polynucleotide from human metapneumovirus is present in a mammalian subject, the method comprising:

performing an nucleic acid amplification reaction on a sample derived from the mammalian subject utilizing a set of primers for the amplification of at least a portion of the N gene of human metapneumovirus to create an amplified product, wherein the N gene, when transcribed and translated, produces a polypeptide at least 90% homologous to SEQ ID NO: 1;

contacting the amplified product with a DNA molecule of at least 25 nucleotides in length that specifically hybridizes with the amplified product;

hybridizing the DNA molecule to the amplified product; and

detecting the hybridized DNA molecule;

wherein the detection of the hybridized DNA molecule indicates the presence of human metapneumovirus in the mammalian subject.

⁵ Table 1 is provided for illustrative purposes and is not intended to limit or waive ViroNovative's right to assert additional claims of the '206 Patent in the present action or in future proceedings.

1 14. The aforementioned methods thus generally recite the steps of: a)
2 amplifying a particular nucleic acid in a sample; b) contacting/hybridizing the
3 amplified product with a DNA molecule; and c) detecting the hybridized molecule.

4 15. The only difference between claims 19 and 28 is that claim 28 recites
5 “contacting the amplified product with a DNA molecule *of at least 25 nucleotides in*
6 *length that specifically* hybridizes with the amplified product.”

7 16. Amplification of the nucleic acid according to claims 19 and 28 involves
8 use of primers specific to “at least a portion of the [nucleocapsid] N gene” of hMPV.
9 Amplification expands the amount of nucleic acid in a sample that is *specifically*
10 associated with hMPV. The amplified nucleic acid is hybridized with a DNA
11 molecule that is specific for the amplified nucleic acid, and the hybridized product is
12 detected.

13 **C. Genmark’s eSensor RVP System**

14 17. GenMark makes, uses, sells, offers to sell, and/or imports into the United
15 States a medical device called the eSensor Respiratory Viral Panel (RVP). RVP uses
16 an electrochemical chip to detect up to 14 respiratory virus types and subtypes—
17 including hMPV—in a single patient sample.

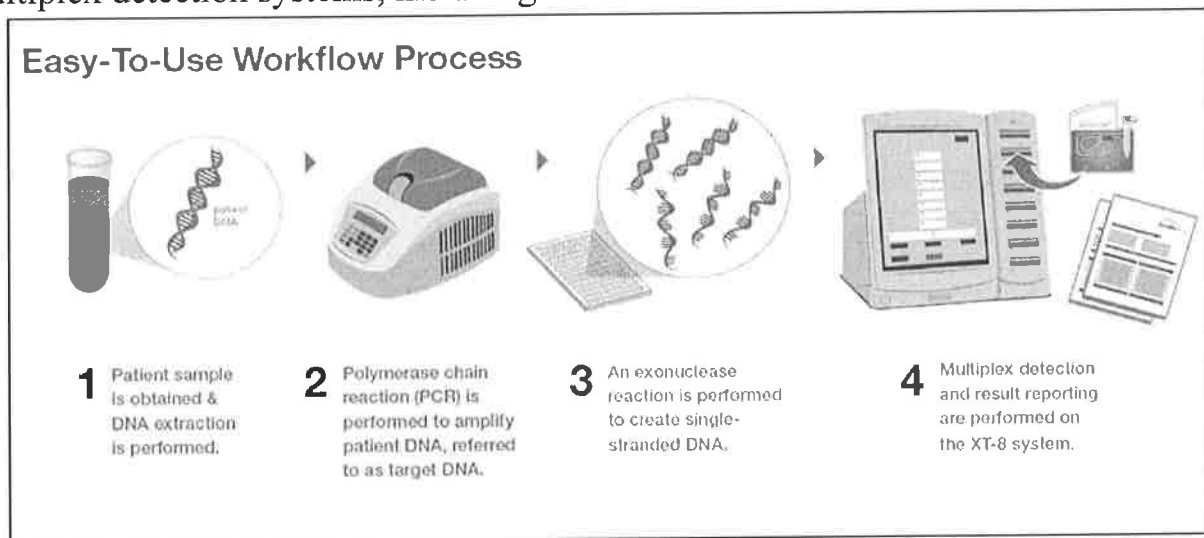
18 18. In 2011, GenMark submitted an FDA 510(k) application for its eSensor
19 Respiratory Viral Panel⁶ and received regulatory clearance to market RVP in the U.S.
20 on September 10, 2012.⁷ The FDA’s “Decision Summary” is attached hereto as
21 Exhibit B, the contents of which are incorporated herein by this reference.

22
23 ⁶ The original applicant for this application is Clinical Micro Sensors, Inc. Upon information and
belief, Genmark Diagnostics, Inc., is the dba for Clinical Micro Sensors, Inc.

24 ⁷ 510(k) Number K113731. The FDA’s “Decision Summary” is also available at
25 <http://www.accessdata.fda.gov/scripts/cdrh/cfdocs/cfpmn/pmn.cfm?ID=K113731> (last visited
26 January 5, 2015). A medical device manufacturer is required to obtain regulatory clearance from the
27 Food and Drug Administration before they can legally market certain new medical devices. A
28 510(K) is a premarket submission made to FDA to demonstrate that the device to be marketed is at
least as safe and effective (*i.e.*, “substantially equivalent”) as a legally marketed device.

19. The Decision Summary, which was based on GenMark's submission, identifies the RVP test as "A multiplexed nucleic acid test intended for use with the eSensor instrument for the qualitative in vitro detection and identification of multiple respiratory viral pathogen nucleic acids in nasopharyngeal swabs (NPS) obtained from individuals suspected of respiratory tract infections."⁸ Among the virus types and subtypes identified by the eSensor RVP is Human Metapneumovirus.⁹ The Summary identifies the specific gene target for detection of Human Metapneumovirus as the nucleocapsid (N) gene of hMPV.¹⁰

20. On its website, GenMark outlines the "Easy to Use Workflow Process" (Figure 3, top) and "Innovative Technology" (Figure 3, bottom) involved in its multiplex detection systems, including the RVP.¹¹

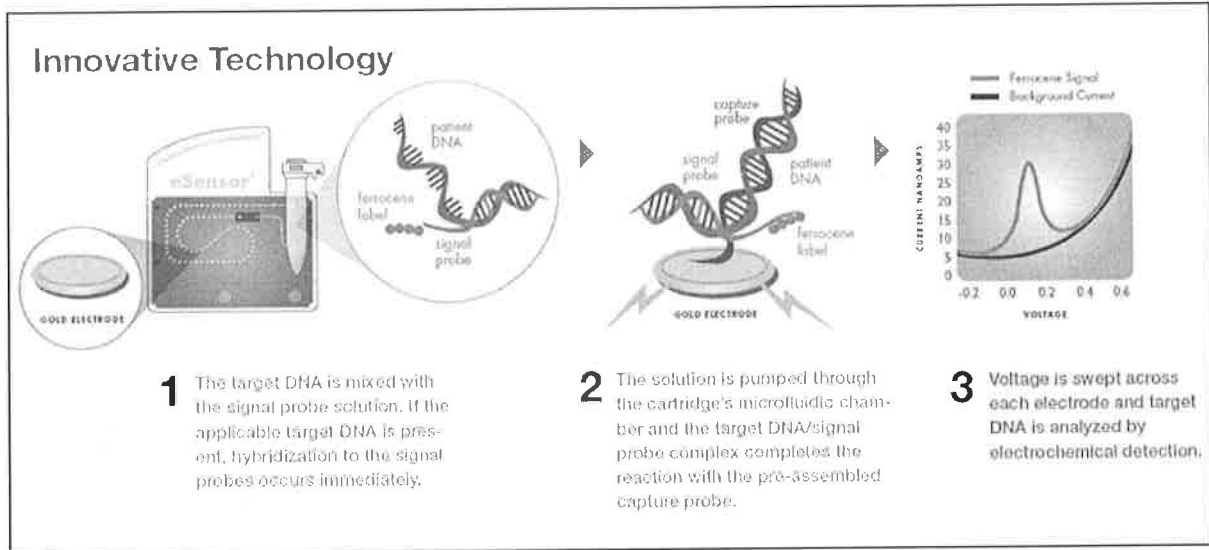


⁸ Decision Summary, at p. 1.

⁹ *Id.* at p. 2.

¹⁰ *Id.* at p. 3 (table at bottom of page).

¹¹ Available at <http://genmarkdx.com/technology/esensor.php> (last visited January 5, 2015).

**FIGURE 3**

21. The aforementioned RVP technology thus generally requires the steps of:
 a) amplifying a particular nucleic acid in a sample; b) contacting/hybridizing the amplified product with a DNA molecule; and c) detecting the hybridized molecule.

22. FDA's Decision Summary (DS) also outlines the "Test Principle" behind the eSensor RVP:

eSensor technology uses a solid-phase electrochemical method for determining the presence of one or more of a defined panel of virus target sequences. Purified DNA/RNA is isolated from the patient specimen and the extracted nucleic acid is reverse transcribed and/or amplified using virus specific primers with an RT-PCR enzyme mix. The amplified DNA is converted to single-stranded DNA via exonuclease digestion and is then combined with a signal buffer containing ferrocene labeled signal probes that are specific for the different viral targets. The mixture of amplified sample and signal buffer is loaded onto a cartridge containing single-stranded oligonucleotide capture probes bound to gold-plated electrodes. The cartridge is inserted into the XT-8 instrument where the single-stranded targets hybridize to the complementary sequences of the capture probes and signal probes. The presence of each target is determined by voltammetry, which generates specific electrical signals from the ferrocene-labeled signal probe. The eSensor RVP provides a qualitative result, the presence (Positive) or absence (Target Not Detected) of the viruses contained in the panel, along with the internal

MS2 control, based upon whether the underlying electrical signals are above or below a pre-defined cut-off signal intensity.¹²

23. Further, GenMark’s RVP system relies on the *same gene target* (the N gene) that is recited in claims 19 and 28 of ViroNovative’s ‘206 Patent.

24. FDA regulations require submission of a new 510(k) application if a change or modification of a cleared device’s design or other technological characteristics *could* significantly affect safety or effectiveness. 21 C.F.R. § 807.81(a)(3)(i) (emphasis added). Upon information and belief, GenMark has not submitted a new 510(k) application for its RVP device. Thus, GenMark is continuing to use the N gene as the specific gene target for detection of hMPV.

25. Table 2 compares representative claim 19 of the ‘206 Patent with the described steps of GenMark’s RVP system.¹³

Table 2

Claim 19

A method of detecting if a polynucleotide from human metapneumovirus is present in a mammalian subject, the method comprising:

Genmark’s RVP System

“A multiplexed nucleic acid test...for the qualitative in vitro detection and identification of multiple respiratory viral pathogen nucleic acids in nasopharyngeal swabs (NPS) obtained from individuals suspected of respiratory tract infections.” Decision Summary, at p. 1.

Among the virus types and subtypes identified by the eSensor RVP is human metapneumovirus. *Id.*, p. 2.

¹² Decision Summary, at p. 9

¹³ Table 2 is provided for illustrative purposes and is not intended to limit or waive ViroNovative’s right to assert additional claims of the ‘206 Patent against Genmark in the present action or in future proceedings. This table is not intended as a formal claim construction or infringement contention. ViroNovative reserves the right to propose specific claim constructions and infringement contentions in the present action or in future proceedings, as more information becomes available.

Claim 19

Genmark's RVP System

performing an nucleic acid amplification reaction on a sample derived from the mammalian subject utilizing a set of primers for the amplification of at least a portion of the N gene of human metapneumovirus to create an amplified product, wherein the N gene, when transcribed and translated, produces a polypeptide at least 90% homologous to SEQ ID NO: 1;

"Purified DNA/RNA is isolated from the patient specimen and the extracted nucleic acid is reverse transcribed and/or amplified using virus specific primers with an RT-PCR enzyme mix." Decision Summary, at p. 9.

"Polymerase chain reaction (PCR) is performed to amplify patient DNA, referred to as target DNA." Easy-to-Use Workflow Process.

The Decision Summary includes a table that identifies the gene target for Human Metapneumovirus as the nucleocapsid (N) gene. Decision Summary, at p. 3.

Upon information and belief, this gene target, when transcribed and translated, produces a polypeptide at least 90% homologous to SEQ ID NO:1 (the N protein).

SEQ ID NO:1 is identified in the '206 Patent as the amino acid sequence of the complete N protein of virus isolate 00-1. See p. 28 of Specification.

contacting the amplified product with a DNA molecule that hybridizes with the amplified product;

"The cartridge is inserted into the XT-8 instrument where the single-stranded targets hybridize to the complementary sequences of the capture probes and signal probes."

Decision Summary, at p. 10.

hybridizing the DNA molecule to the amplified product; and

The cartridge is inserted into the XT-8 instrument where the single-stranded targets hybridize to the complementary sequences of the capture probes and signal probes. *Id.* at p. 10.

detecting the hybridized DNA molecule,

The presence of each target is determined by voltammetry, which generates specific electrical signals from the ferrocene-labeled signal probe. *Id.*

Claim 19

wherein the detection of the hybridized DNA molecule indicates the presence of human metapneumovirus in the mammalian subject.

Genmark's RVP System

The eSensor RVP provides a qualitative result, the presence (Positive) or absence (Target Not Detected) of the viruses contained in the panel, along with the internal MS2 control, based upon whether the underlying electrical signals are above or below a pre-defined cut-off signal intensity. *Id.*

26. As noted, the only difference between claims 19 and 28 is that claim 28 recites "contacting the amplified product with a DNA molecule *of at least 25 nucleotides in length that specifically* hybridizes with the amplified product." Upon information and belief, GenMark's RVP system utilizes a DNA molecule of at least 25 nucleotides in length that specifically hybridizes with the amplified product," as recited in claim 28.

27. Thus, while GenMark's RVP system can *also* be used to detect the presence of other markers of respiratory viruses, use of the RVP system according to GenMark's own product literature and FDA submissions necessarily entails performing all steps of at least claims 19 and 28 of the '206 Patent.

D. GenMark Is Actively Marketing Its Infringing RVP System

28. GenMark currently markets four tests that are FDA-cleared for in-vitro diagnostic (IVD) use: Cystic Fibrosis Genotyping Test, Respiratory Viral Panel, Thrombophilia Risk Test, and Warfarin Sensitivity Test. Upon information and belief, GenMark's RVP test accounts for a substantial portion of its revenue.

29. In its most recent SEC filing, GenMark reported third quarter 2014 revenue for its multiplex molecular diagnostic testing systems at \$6.3 million, with a gross profit of \$3.6 million (57%). Projected revenue for 2014 is over \$29.0 million, with a gross profit of approximately \$15.7 million (54%).

30. GenMark sells its Respiratory Viral Panel as part of an analyzer system called the XT-8. GenMark reported a total installed base of 502 XT-8 analyzers using

1 the eSensor technology at the end of the third quarter 2014, “all in end-user
2 laboratories within the U.S. market.”

3 **E. Genmark Knew of the ‘206 Patent**

4 31. GenMark knew about the ‘206 Patent both in the period before and at the
5 time that ViroNovative filed the instant Complaint. In view of GenMark’s recent
6 litigious activity against ViroNovative and to protect its rights in its valuable
7 intellectual property, ViroNovative is filing the instant Complaint on the same day
8 that the ‘206 Patent issues. The ‘811 Application and its prosecution history have been
9 publicly available, however, for many years before this Complaint was filed. Genmark
10 is also well aware of ViroNovative’s patent portfolio. It is common in this competitive
11 industry for competitors to monitor the patents of other companies.

12 32. On January 2, 2015, counsel for ViroNovative sent a written Notice of
13 Allowed Claims to Mr. Daniel Johnson, counsel for GenMark, informing GenMark of
14 the issuance of the ‘811 Application and enclosing a copy of the allowed claims. A
15 copy of the Notice is attached as Exhibit C hereto.

16 33. The ‘206 Patent belongs to a family of ViroNovative patent applications
17 and issued patents that claim priority to the same PCT application, including, for
18 example, issued patents US 7,531,342 (“the ‘342 Patent”); US 8,715,922 (“the ‘922
19 Patent”); US 8,722,341 (“the ‘341 Patent”); and patent application publications US
20 2014/295409; US 2010/297730; US 2010/278813; US2005/118195; and US
21 2003/232061. In addition, ViroNovative is the owner of other U.S. patents and
22 pending patent applications for hMPV technology related to the ‘206 Patent. Each of
23 these documents was published and available to the public, including GenMark, prior
24 to the issuance of the ‘206 Patent.

25 34. The ‘811 Application published on June 2, 2005, several years before the
26 ‘206 Patent issued, and several years before any licensing discussions took place
27 between GenMark and ViroNovative. GenMark’s counsel has sophisticated resources
28

1 and can easily identify and monitor any pending ViroNovative patent applications,
2 particularly when they are closely related members of the same patent family.

3 35. On March 27, 2013, counsel for ViroNovative sent a certified letter to
4 Mr. Jeff Hawkins, GenMark's Senior Vice President of Marketing, providing
5 GenMark with Notices of Allowance for some recently-issued members of this patent
6 family. ViroNovative's counsel noted that other ViroNovative patents and patent
7 applications were extant, and suggested that GenMark consider acquiring a license.

8 36. On May 6, 2014, GenMark filed a Complaint in this court, seeking a
9 declaratory judgment of invalidity and non-infringement of four of ViroNovative's
10 patents, all related to hMPV detection and/or isolation.¹⁴ A true and correct copy of
11 that complaint is attached hereto as Exhibit D.¹⁵

12 37. ViroNovative has moved this Court for dismissal of GenMark's
13 declaratory action under Fed. R. Civ. P. 12(b)(6) for failure to state a claim.¹⁶ In its
14 original Complaint, GenMark made numerous allegations that demonstrated its
15 intimate knowledge of ViroNovative's hMPV patent portfolio and licensing activity,
16 going back at least to 2013. These allegations included:

- 17 • VIRONOVATIVE is a Dutch research entity that owns a number
18 of patents generally in the area of human metapneumovirus
19 (hMPV). hMPV is one of the viruses known to cause respiratory
20 infection. VIRONOVATIVE's technology relates to the isolation
21 and detection of the hMPV virus. VIRONOVATIVE licenses its
22 patents for this technology to a variety of medical diagnostic
23 product manufacturers, of which many are¹⁷ U.S. based
24 manufacturers and some are resident in this District.

22 ¹⁴ *GenMark Diagnostics, Inc., v. ViroNovative B.V.*, Case No. '14CV1140-JAH-NLS, filed May 6,
23 2014 ("the -1140 Case") (Docket 1), at p. 4 (referencing U.S. Patents 7,449,324, 8,715,922,
24 7,449,324, and 7,704,720).

24 ¹⁵ Excluding exhibits thereto. GenMark subsequently added a claim for declaratory judgment as to
25 the '341 Patent, which issued on May 13, 2014, further demonstrating that GenMark is aware of
26 ViroNovative's patent portfolio. *See* GenMark's Second Amended Complaint (Docket 16), at pp. 5,
27 12-14.

26 ¹⁶ Docket 28 in the -1140 Case, requesting dismissal of GenMark's Second Amended Complaint.

27 ¹⁷ Complaint for Declaratory Judgment (Docket 1), at p. 1.

- 1 • VIRONOVATIVE has licensed U.S. patents to multiple entities
2 headquartered in the U.S., and threatening legal action if
3 GENMARK¹⁸ did not take a license. The most recent contact was in
4 May 2014.
- 5 • VIRONOVATIVE for the past several months has repeatedly
6 contacted employees of GENMARK through email and telephone,
7 attempting to license the Patents at Issue.
- 8 • In 2013, VIRONOVATIVE contacted representatives of
9 GENMARK and asserted that the GENMARK RVP infringed
10 VIRONOVATIVE technology and that GENMARK needed a
11 license from VIRONOVATIVE. During these discussions that
12 took place over several months, VIRONOVATIVE asserted that it
13 is the assignee and/or exclusive licensee of the following patents in
14 diagnostic and other technology [identifying all four patents].²⁰
- 15 • VIRONOVATIVE communicated its demands both orally and in
16 writing to GENMARK management asserting that GENMARK, by
17 its manufacture, offers for sale, and/or sales of RVP and other
18 diagnostic tools and procedures, and other products, infringes
19 and/or has infringed the Patents at Issue.²¹

20 38. Thus, GenMark had both actual and constructive knowledge of the '206
21 Patent prior to and at the time that the instant Complaint was filed. In the alternative,
22 GenMark was willfully blind to the existence of the '206 Patent, because GenMark
23 subjectively believed that there was a high probability that the patent existed, and took
24 deliberate actions to avoid learning of that fact.²² These steps included ignoring the
25 '206 Patent, despite the fact that: a) GenMark has recently asserted a declaratory
26 judgment action against ViroNovative for closely-related patents; b) GenMark is
27 clearly aware of ViroNovative's history of licensing its patented technology, and
28 should, as a competitor in a small field, have been actively monitoring ViroNovative's

23 ¹⁸ *Id.* at p. 2.

24 ¹⁹ *Id.*

25 ²⁰ *Id.* at pp. 3-4.

26 ²¹ *Id.* at p. 4. ViroNovative's reference to GenMark's allegations is provided herein to illustrate
27 GenMark's knowledge of the Patent-In-Suit, and should not be construed as an admission or
28 recognition of the truth or falsity of the allegations themselves.

²² See *Global Tech Appliances, Inc., v SEB S.A.*, 131 S. Ct. 2060, 2070 (2011).

1 patents; and c) ViroNovative had specifically put GenMark on notice of the existence
2 of the patent family, and the prosecution history of the '206 Patent has been publicly
3 available since at least 2005.

4 39. In addition, there is no dispute that GenMark has actual knowledge of the
5 existence and claims of the '206 Patent with the filing of the instant lawsuit.\

6 **F. Genmark and Third Parties Are Directly Infringing The '206 Patent Using**
7 **Genmark's RVP**

8 40. GenMark is directly infringing at least one claim of the '206 Patent.

9 41. Upon information and belief, GenMark representatives, including its
10 sales persons, continue to demonstrate and train end users on the use of the RVP
11 product, including by performing all the steps of at least claims 19 and 28 of the '206
12 Patent.

13 42. GenMark representatives, including its scientists, technicians, and
14 product development team, also continue to perform all the steps of, at least, claim 19
15 of the '206 Patent in conducting testing to evaluate and validate the performance of
16 the RVP system.

17 43. GenMark markets RVP to numerous third party end-users, including
18 diagnostic laboratories and hospitals.

19 44. These third party end-users include ARUP Laboratories (Salt Lake City,
20 Utah), which conducted an evaluation of GenMark's RVP system in 2013, including
21 analyzing respiratory samples for hMPV. A copy of the poster presentation illustrating
22 the results of that evaluation is attached hereto as Exhibit E.

23 45. Upon information and belief, other third party end users include at least
24 the Children's Hospital of Philadelphia at the University of Pennsylvania
25 (Philadelphia, Pennsylvania); Cleveland Clinic Laboratories (Cleveland, Ohio);
26 Memorial Sloan-Kettering Cancer Center (New York, New York); and the University
27
28

1 of North Carolina School of Medicine (Chapel Hill, North Carolina), as well as
2 numerous other molecular diagnostics laboratories across the country.²³

3 46. When these third party end-users use GenMark's RVP system according
4 to directions provided by GenMark to detect hMPV, they directly infringe the '206
5 Patent.

6 47. Upon information and belief, one or more of these third party end users
7 are continuing to use GenMark's RVP system for commercial purposes, directly
8 infringing at least one claim of the '206 Patent.

9 **G. Genmark Knowingly Induced Its Customers To Infringe the '206 Patent**

10 48. GenMark knowingly induces its customers to infringe the '206 Patent.

11 49. GenMark advertises and sells its RVP to end-user customers with
12 instructions for the use thereof. In its product literature for the eSensor Respiratory
13 Viral Panel, GenMark outlines the steps that an end-user (*e.g.*, a molecular diagnostics
14 laboratory) should take to use the eSensor RVP. Upon information and belief,
15 GenMark also provides ongoing training, technical support, and reagents to assist its
16 customers in using the RVP system.

17 50. These affirmative steps to instruct end users in activities that constitute
18 direct infringement demonstrate a specific intent by GenMark to induce infringement.

19 51. GenMark knows that practicing the use of the RVP system by these end
20 users according to the instructions provided by GenMark will cause, and does cause,
21 these end users to directly infringe the '206 Patent.

22 52. In the alternative, GenMark is willfully blind to the fact that practicing
23 the use of the RVP system by these end user customers according to the instructions

24 _____
25 ²³ As noted, GenMark reported a total installed base of 502 XT-8 analyzers using the eSensor
26 technology at the end of the third quarter 2014, "all in end-user laboratories within the U.S. market."
27 Upon information and belief, many of these analyzers are equipped with the RVP system, and most
28 end-users only utilize one or a very small number of such analyzers. Thus, there may be hundreds of
GenMark customers currently using the RVP system.

1 provided by GenMark will cause, and does cause, these end users to directly infringe
2 the '206 Patent, insofar as GenMark is aware that there is a high probability that such
3 use by these end-users will infringe the '206 Patent and GenMark has taken deliberate
4 actions to avoid learning of that fact.²⁴

5 53. GenMark thus specifically intends for its end-user customers to infringe
6 the '206 Patent.

7 54. GenMark competes directly against many of ViroNovative's licensees,
8 using ViroNovative's patented technology.

9 55. The potential for sales of hMPV-related diagnostics could exceed \$1
10 billion per year at full market penetration. Thus, GenMark's infringement of the '206
11 Patent and its inducement of third parties to directly infringe the '206 Patent not only
12 deprives ViroNovative of immediate opportunities to commercialize its patent; it also
13 encourages ViroNovative's existing licensees to drop their licenses or disregard
14 ViroNovative's patents as unenforceable.

15 **FIRST CLAIM FOR RELIEF**

16 (Direct Infringement of U.S. Patent 8,927,206)

17 56. The preceding paragraphs are incorporated by reference, as if set forth
18 fully herein.

19 57. ViroNovative is the exclusive owner and assignee of the entire right, title
20 and interest in and to U.S. Patent 8,927,206 ("the '206 Patent).

21 58. The '206 Patent was duly and legally issued by the United States Patent
22 Office on January 6, 2015.

23 59. The '206 Patent is valid and enforceable.

24
25
26
27 ²⁴ See *Global Tech*, 131 S. Ct. at 2070.

1 68. Prior to the filing of the instant Complaint, GenMark had both actual and
2 constructive knowledge about the existence and the claims of the '206 Patent. In the
3 alternative, GenMark has been willfully blind to the existence and the claims of the
4 '206 Patent in this period.

5 69. As of the filing of the instant Complaint, GenMark has actual and
6 constructive knowledge of the existence and the claims of the '206 Patent.

7 70. Use of GenMark's eSensor RVP system by third party end-users
8 according to GenMark's instructions and as directed in other ways by GenMark
9 constitutes direct infringement of at least one claim of the '206 Patent.

10 71. GenMark knew and continues to know that such use of the RVP system
11 by third party end-users constitutes direct infringement of at least one claim of the
12 '206 Patent.

13 72. GenMark specifically intended that its customers infringe at least one
14 claim of the '206 Patent.

15 73. GenMark's knowing, deliberate activities in inducing infringement have
16 caused, and will continue to cause, one or more third party end users to directly
17 infringe one or more claims of the '206 Patent.

18 74. GenMark is thus actively inducing infringement of the '206 Patent.

19 75. GenMark's infringing activities entitle ViroNovative to an award of
20 damages adequate to compensate for the infringement, but in no event less than a
21 reasonable royalty for the use made of the invention by GenMark, together with
22 interest and costs.

23 76. GenMark's induced infringement of ViroNovative's rights in the '206
24 Patent is causing ViroNovative irreparable injury and will cause further irreparable
25 injury unless Defendant is preliminarily and permanently enjoined under 35 U.S.C. §
26 283.

1 77. This case is an exceptional case justifying an award of attorneys' fees and
2 treble damages against Defendant. 35 U.S.C. §§ 284 & 285.

3 **PRAYER FOR RELIEF**

4 WHEREFORE, ViroNovative prays for judgment against GenMark as follows:

- 5 a. That GenMark directly infringed one or more claims of the '206 Patent;
- 6 b. That GenMark induced infringement of one or more claims of the '206
7 Patent;
- 8 c. For compensatory and prejudgment interest thereon for Defendant's acts
9 of infringement;
- 10 d. For temporary, preliminary and permanent injunctive relief prohibiting
11 Defendant, and its officers, directors, agents, servants, or anyone working
12 for, in concert with or on behalf of Defendant from infringing the '206
13 Patent or from inducing others to infringe the '206 Patent;
- 14 e. For immediate preliminary injunctive relief prohibiting Defendant, and
15 its officers, directors, agents, servants, or anyone working for, in concert
16 with or on behalf of Defendant from making, using, selling, offering for
17 sale, or importing into the United States its eSensor RVP product in
18 conjunction with hMPV testing;
- 19 f. A finding that this case is an exceptional case justifying an award of
20 attorneys' fees against Defendant. 35 U.S.C. § 285.
- 21 g. A finding that this case is an exceptional case justifying an award of
22 treble damages against Defendant. 35 U.S.C. § 284.
- 23 h. For costs of court.
- 24 i. Restitutionary relief against GenMark and in favor of ViroNovative,
25 including disgorgement of wrongfully-obtained profits and any other
26 appropriate relief.
- 27
28

1 j. For such further equitable and legal relief that this Court deems
2 reasonable and appropriate under the circumstances.

3
4 Dated: January 6, 2015 SULLIVAN, HILL, LEWIN, REZ & ENGEL
A Professional Law Corporation

5
6 By: /s/Donald G. Rez
7 Donald G. Rez
Attorneys for Plaintiff, ViroNovative, B.V.

8
9 **DEMAND FOR JURY TRIAL**

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11 Plaintiff, ViroNovative, B.V., hereby demands trial by jury.

12
13 Dated: January 6, 2015 SULLIVAN, HILL, LEWIN, REZ & ENGEL
A Professional Law Corporation

14
15 By: /s/Donald G. Rez
16 Donald G. Rez
Attorneys for Plaintiff, ViroNovative, B.V.

Index of Exhibits

- A U.S. Patent 8,927,206;
- B FDA 510(k) Substantial Equivalence Determination Decision Summary (“Decision Summary”);
- C January 2, 2015 Notice of Allowed Claims;
- D. Complaint for Declaratory Judgment, GenMark Diagnostics, Inc., v. ViroNovative B.V., Case No. ‘14CV1140-JAH-NLS, filed May 6, 2014 (Docket 1);
- E. ARUP Poster Presentation – Evaluation of GenMark RVP.