Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 1 of 11 PageID #: 1

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

INTERFACE LINX, LLC,

Plaintiff,

v.

SHERWOOD AMERICA, INC. AND INKEL CORPORATION,

Civil Action No. _____

COMPLAINT FOR PATENT INFRINGEMENT

Jury Trial Demanded

Defendants.

COMPLAINT FOR PATENT INFRINGEMENT

For its Complaint against Sherwood America, Inc. and Inkel Corporation, Plaintiff Interface Linx, LLC alleges as follows:

THE PARTIES

 Plaintiff Interface Linx, LLC ("Interface" or "Plaintiff") is a California limited liability company having a principal place of business at 35 Hugus Alley, Suite 210, Pasadena, CA 91103.

On information and belief, Inkel Corporation ("Inkel") is a South Korean corporation with a principal place of business at 3-8, Cheongcheon-Dong, Bupyeong-Gu, Incheon, 4.3-853, South Korea and a place of business at 1301 Moore St., Fullerton, CA 92831.

3. On information and belief, Sherwood America, Inc. ("Sherwood") is an owned subsidiary of Inkel, and is a corporation organized under the laws of Delaware and has its principal place of business at 4325 Executive Drive, Suite 300, Southaven, MS 38672 and has appointed The Corporation Trust Company at Corporation Trust Center, 1209 Orange Street, Wilmington, DE 19801, as its agent for service of process. Throughout this pleading, and unless

Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 2 of 11 PageID #: 2 specifically noted otherwise, Defendants Inkel and Sherwood will be referenced collectively as the "Inkel Defendants" or "Defendants."

JURISDICTION AND VENUE

4. This is a civil action for patent infringement arising under the Patent Act of the United States, 35 U.S.C. §§ 1 *et seq*. This court has subject matter jurisdiction of such federal question claims pursuant to 28 U.S.C. §§ 1331 and 1338(a).

5. This Court has personal jurisdiction over Defendants in this action due to at least one or more of the Defendants' incorporation in Delaware. Defendants have committed acts within this district giving rise to this action and has established minimum contacts with this forum and have purposefully availed themselves of the benefits of the state of Delaware, such that the exercise of jurisdiction would not offend traditional notions of fair play and substantial justice.

6. Venue is proper under 28 U.S.C. §§ 1391(b), 1391(c) and 1400(b) because one or more of the Defendants is incorporated in Delaware.

INTERFACE'S PATENT-IN-SUIT

7. On January 21, 2003, the United States Patent & Trademark Office duly and legally issued United States Letters Patent No. 6,508,678 ("the '678 Patent"), entitled "Electrical Connector Assembly."

8. The '678 Patent is owned by Interface.

FIRST CLAIM FOR RELIEF

AGAINST DEFENDANTS FOR DIRECT, INDUCING, AND CONTRIBUTORY INFRINGEMENT

9. Plaintiff incorporates herein by reference the allegations set forth in paragraphs1-8 of the Complaint as though fully set forth herein.

Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 3 of 11 PageID #: 3

10. A true and correct copy of the '678 Patent is attached as Exhibit A and incorporated herein by reference.

11. Defendants have been and now are infringing at least claim 1 of the '678 Patent in this district, and elsewhere in the United Stated by, among other things, making, using (via testing or otherwise), importing, offering for sale, and/or selling products that infringe the '678 Patent.

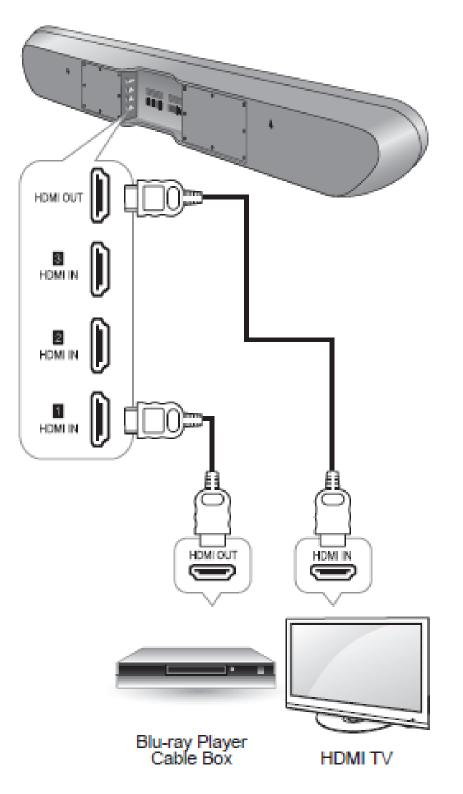
12. Defendants make, use and sell, within the United States, a plurality of electrical connector assemblies which are integrated into a diverse class of electronic products that infringe the '678 Patent (collectively referred to hereinafter as "Accused Systems"), and which are designed to the specifications of HDMI Type A.

13. The electrical connector assembly of claim 1 offers significant improvements in plug and receptacle design, a benefit to Defendants' customers by greatly improving ease of connectivity and the potential for data transfer once the connection is made. The physical design, envisioned with great specificity by the '678 Patent, offered such improvements over the prior art that the HDMI standards utilized this design to create the Type A plug and receptacle found on the vast majority of electronic devices today.

14. Defendants make and sell products that utilize the electrical connector assembly of the '678 Patent. These Accused Systems include, for example and without limitation, Sherwood Defendants' Sound Systems, such as the S-9 3D Sound Bar System; Sherwood Defendants' A/V Receivers, such as the R-807 World 1st 7.1ch A/V Receiver with WiFi-Direct; and Sherwood Defendants' Blu-Ray Players, such as the BDP-904 Full HD Blu-Ray Player with BD Profile 2.0.

15. Defendants' Accused Systems are designed with the first element of claim 1. Specifically, Defendants' Accused Systems require both plugs and receptacles to form the Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 4 of 11 PageID #: 4 electrical connector assembly and transfer data, including audio and video, over the HDMI connection. This plug must include plug housing with the mating portion within, the mating portion defined by a multi-sided confining wall.

16. An example of this plug that can be used with Defendants' Accused Systems can be found at Sherwood Defendants' website <u>http://www.sherwoodusa.com/inc/download.asp</u>, specifically at the Owner's Manual for the S-9 3D Sound Bar System as shown below:



17. Defendants' Accused Systems are further designed with the second element ofclaim 2. Specifically, Defendants' Accused Systems require both plugs and receptacles to form

Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 6 of 11 PageID #: 6 the electrical connector assembly and transfer data, including audio and video, over the HDMI connection. This receptacle must include a mating portion with terminals mounted inside within, the mating portion defined by a multi-sided confining wall.

18. An example of this receptacle can be found at Sherwood Defendants' website <u>http://www.sherwoodusa.com/product/view.asp</u>, as shown below:

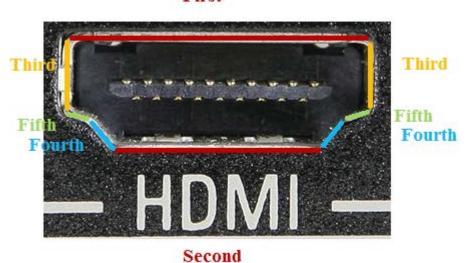
- 3In/1Out HDMI Repeater (3D/ARC/CEC)



19. Defendants' Accused Systems are further designed with the third element of

Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 7 of 11 PageID #: 7 claim 1. HDMI Type A plugs and receptacles, like those used by Defendants in their Accused Systems, are designed with a plurality of confining walls that are specifically designed and oriented. In order for a plug and receptacle to be used together, their confining walls must utilize the same shape, with the plug being sized smaller in order to fit within the receptacle.

20. In HDMI Type A connectors, like those designed into Defendants' Accused Systems, the first and second sides are found opposite of each other and the first side is longer than the second side. A pair of third sides are then connected to the opposite ends of the first side, each of the pair being shorter than either the first or second side. A pair of fourth sides are then connected to the opposite ends of the second side, but the width between the two fourth sides must be less than that between the two third sides. Finally, a pair of fifth sides are then connected between to connect the third and fourth side of their respective sides, the fifth sides must be angled away from each other while extending from the fourth sides to the third sides that they connect to. This is illustrated by the following diagram, which has been color coded to follow the claim language and has had each of the sides of the receptacle labeled in accordance with the claim language.



First

21. Defendants' Accused Systems are further designed with the fourth element of

Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 8 of 11 PageID #: 8 claim 1. As shown in the figure above, in HDMI Type A connectors, like those designed into Defendants' Accused Systems, the first and second sides run substantially parallel to each other. Further, the third sides are substantially perpendicular to the first side.

22. Defendants' Accused Systems are further designed with the final element of claim 1. As shown in the figure above, in HDMI Type A connectors, like those designed into Defendants' Accused Systems, the fourth sides extend obliquely from each end of the second side.

23. The '678 Patent has been cited by over 50 issued patents and published patent applications as relevant prior art.

24. By making, using, importing, selling, and offering for sale such devices, and all like products that are covered by one or more claims of the '678 Patent, including at least claim 1, Defendants have infringed and continue to infringe the '678 Patent, including infringement under 35 U.S.C. § 271.

25. On information and belief, Defendants have also indirectly infringed and continue to indirectly infringe the '678 Patent by actively inducing direct infringement by other persons, such as their customers and end users, who operate systems that embody or otherwise practice one or more of the claims of the '678 Patent, when Defendants had knowledge (or willful blindness thereto) of the '678 Patent and that the activities they were inducing would result in direct infringement by others and intended that their actions would induce direct infringement by others. Defendants intended and were aware that the normal and customary use of the Accused Systems would infringe the '678 Patent.

26. Defendants intended to induce other persons, such as their customers and end users, to directly infringe the '678 Patent by (1) advising or directing them to make, use, sell, or import the Accused Systems, (2) advertising and promoting the use of the Accused Systems, and (3) distributing instructions for using the Accused Systems, all in an infringing manner. On Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 9 of 11 PageID #: 9 information and belief, Defendants engaged in such inducement to promote the sales of the Accused Systems, e.g., through user manuals, product support, and marketing materials to actively induce the users of the accused products to infringe the '678 Patent.

27. On information and belief, Defendants have and continue to contribute to infringement other persons, such as their customers and end users, to directly infringe at least claim 1 of the '678 Patent. Defendants contribute to infringement by offering to sell, selling, or importing into the United States materials and apparatus for use with in practicing at least claim 1 of the '678 Patent. Specifically, on information and belief, Defendants know that their products with a HDMI receptacle, for example, and materials and apparatus designed for use with this receptacle, constitutes a material and component part of the invention of the '678 Patent, and is infringing, and that the HDMI receptacle is not a staple article or commodity of commerce suitable for substantial non-infringing use, and it has no use apart from infringing the '678 Patent, all to the benefit of Defendants and their customers.

28. On information and belief, Defendants have had knowledge of the '678 Patent since at least the filing of the original action on April 27, 2017. Despite the knowledge gleaned from the complaint, Defendants have continued their infringing conduct.

29. On information and belief, Defendants will continue to infringe the '678 Patent unless enjoined by this Court.

30. Defendants have been aware of their infringement, and have acted in an egregious and wanton manner by continuing to infringe, constituting willful infringement. Defendants have disregarded, and continue to disregard, an objectively high likelihood that their actions infringe at least claim 1 of the '678 Patent.

31. As a direct and proximate result of Defendants' infringement of the '678 Patent, Interface has been and continues to be, damaged in an amount yet to be determined, but in no Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 10 of 11 PageID #: 10 event less than a reasonable royalty for the use made of the invention by Defendants, together with interest and costs as fixed by the Court.

32. Unless a preliminary and permanent injunction are issued enjoining Defendants and their officers, agents, servants and employees, and all others acting on their behalf or in concert with Defendants, from infringing the '678 Patent, Interface will be greatly and irreparably harmed.

PRAYER FOR RELIEF

WHEREFORE, Interface prays for judgment against Defendants as follows:

(1) For a judicial decree that Defendants have infringed, and continue to infringe, the '678 Patent;

(2) For a judicial decree that Defendants, their respective subsidiaries, officers, agents, servants, employees, licensees, and all other persons or entities acting or attempting to act in active concert or participation with it or acting on their behalf, be preliminarily and permanently enjoined from further infringement of the '678 Patent;

(3) For a judicial decree that order Defendants to account for and pay to
Interface all damages caused to Interface by reason of Defendants' infringement pursuant to 35
U.S.C. Section 284, including enhanced damages;

(4) For a judicial decree finding that this is an exceptional case within the meaning of 35 U.S.C. § 285 and awarding to Plaintiff its reasonable attorneys' fees;

(5) For a judicial decree that Defendants pay an ongoing royalty in an amount to be determined for continued infringement after the date of judgment;

(6) For a judicial decree awarding to Interface pre-judgment and postjudgment interest on the damages caused to it by Defendants' infringement; and Case 1:17-cv-01101-UNA Document 1 Filed 08/07/17 Page 11 of 11 PageID #: 11

(7) For any such other and further relief as the Court may deem just and

proper under the circumstances.

Dated: August 7, 2017

By: <u>/s/ Timothy Devlin</u> Timothy Devlin (# 4241) DEVLIN LAW FIRM LLC 1306 N. Broom Street, 1st Floor Wilmington, DE 19806 302-449-9010 tdevlin@devlinlawfirm.com

John E. Lord (*Pro Hac Vice* Pending) One LLP 9301 Wilshire Blvd. Penthouse Suite Beverly Hills, CA 90210 (310) 954-9497 jlord@onellp.com

COUNSEL FOR PLAINTIFF INTERFACE LINX, LLC