	Case 5:18-cv-00764-HRL	Document 1	Filed 02/05/18	Page 1 of 13		
1 2 3 4 5 6	John Lee, SBN 229911 Jennifer Ishimoto, SBN 211845 Banie & Ishimoto LLP 3705 Haven Ave., #137 Menlo Park, California 94025 Telephone: 650-241-2774 Email: jlee@banishlaw.com ishimoto@banishlaw.com	geted Advertisi	ng,			
7	LLC					
8						
9	UNITED STATES DISTRICT COURT					
10	NORTHERN DISTRICT OF CALIFORNIA					
11						
12	LONE STAR TARGETED ADVER	FISING, LLC,	CASE NO.			
13	Plainti	ff,				
14 15	V.		COMPLAINT	FOR PATENT		
16	CADENT TECHNOLOGY and CRC	)SS	INFRINCEMI			
17	MEDIAWORKS, LLC,					
18	Defend	ants.				
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20	COMPLAINT FOR INFRINGEMENT	1				

1	Plaintiff Lone Star Targeted Advertising, LLC ("LSTA"), for its Complaint against Cadent			
2	Technology ("Cadent") and Cross MediaWorks, LLC (collectively "Defendants"), alleges as			
3	follows:			
4	PARTIES			
5	1. Plaintiff Lone Star Targeted Advertising, LLC ("LSTA") is a limited liability			
6	company organized under the laws of the State of Texas with its principal place of business in			
7	Dallas, Texas.			
8	2. On information and belief, that Cadent Technology ("Cadent") is a Pennsylvania			
9	company with an office in San Jose, California. LSTA is further informed and believes, and on			
10	that basis alleges, that Cadent is a provider of TV advertising and data solutions and helps the pay-			
11	TV industry monetize video delivered to television.			
12	3. On information and belief, Cadent Technology operates a website at cadenttech.tv			
13	that lists under contact information an address at 4 N Street, #1100, San Jose, California.			
14	4. On information and belief, Cross MediaWorks, LLC is a Delaware Corporation that			
15	owns Cadent Technology, according to its website at <u>http://crossmw.tv/</u> .			
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17	JURISDICTION AND VENUE			
18	5. This is an action for patent infringement in violation of the Patent Act of the United			
19	States, 35 U.S.C. §§ 1 et seq.			
20	6. This Court has original and exclusive subject matter jurisdiction over the patent			
21	infringement claims for relief under 28 U.S.C. §§ 1331 and 1338(a).			
22	7. This Court has personal jurisdiction over Cadent because Cadent has transacted and			
23	is transacting business in the Northern District of California that includes, but is not limited to, the			
24	use of products and systems that practice the subject matter claimed in the patents involved in this			
25	action. On information and belief, Cadent is headquartered in San Jose, California.			
26	Venue is proper in this district under 28 U.S.C. 1400(b) because Defendants have			
27	committed acts of infringement and have regular and established places of business within this			
28	District. Specifically, on information and belief, Cadent Technology has a principal place of 2			
	COMPLAINT FOR INFRINGEMENT			

business or regular and established place of business at 4 N Street, #1100, San Jose, California.

#### INTRADISTRICT ASSIGNMENT

8. This is an Intellectual Property action appropriate for district-wide assignment under Civ. L.R. 3-2(c).

#### FACTS

9. On October 9, 2001, U.S. Patent No. 6,301,619, entitled "System and Method for 6 7 Providing Service of Sending Real Time Electronic Information to Selected Individual Viewers of 8 Transmitted Video or Computerized Signals" was duly and legally issued. A true and correct copy 9 of the '619 Patent is attached hereto as Exhibit A. The '619 Patent issued from application Serial 10 Number 09/260,035 filed March 2, 1999. The inventors assigned all right, title and interest in the 11 '619 Patent to Oplus Technologies Ltd. Oplus Technologies Ltd. assigned its entire right, title, 12 and interest in '619 Patent to Lone Star Technological Innovations, LLC, who then assigned its 13 entire right, title, and interest in the '619 Patent to LSTA. LSTA is the sole owner of all rights, 14 title, and interest in and to the '619 Patent including the right to sue for and collect past, present, 15 and future damages and to seek and obtain injunctive or any other relief for infringement of the '619 Patent. 16

17 10. On information and belief, Defendants, through Cadent Technology, has a solution for household-level addressable advertising for linear broadcast television, as well as provides 18 19 solutions for dynamic advertising.

20 11. On information and belief, "the addressable advertising solution for linear broadcast 21 is designed for two-way networks, harnessing an IP return path to pre-position ad files into a DVR, 22 then make ad calls to the campaign manager and receive decisions on which ads to show. These 23 advertisements are then spliced into linear channels in order to replace the ads that already exist in the linear TV feeds." https://www.v-net.tv/2016/03/10/cadent-technology-blackarrow-unveils-its-24 25 solution-for-linear-stb-addressable-advertising/

26 12. On information and belief, "viewers of the set-top box are profiled using 27 demographic and other lifestyle data so that the most suitable ad campaigns can be targeted at 28 them. Cable operators are an obvious initial target market but the solution can be used by satellite

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operators for their footprint of homes with DVRs featuring IP connections." <u>https://www.v-</u>
 <u>net.tv/2016/03/10/cadent-technology-blackarrow-unveils-its-solution-for-linear-stb-addressable-</u>
 advertising/

4 13. On information and belief, "viewers of the set-top box are profiled using
5 demographic and other lifestyle data so that the most suitable ad campaigns can be targeted at
6 them." <u>https://www.v-net.tv/2016/03/10/cadent-technology-blackarrow-unveils-its-solution-for-</u>
7 linear-stb-addressable-advertising/

8 14. On information that belief, "the Cadent Technology addressable STB solution has
9 been developed initially using RDK and demonstrated with RDK firmware on real set-top boxes.
10 However, the solution will be available for integration with any middleware and can be
11 downloaded into the field via STB firmware updates. As well as managing the ad calls and ad
12 splicing, the new software also provides measurement feedback for when ads have been inserted
13 and seen." <u>https://www.v-net.tv/2016/03/10/cadent-technology-blackarrow-unveils-its-solution-</u>
14 <u>for-linear-stb-addressable-advertising/</u>

15 15. On information and belief, "the information about which targeted ads have been shown to a household can be returned to the campaign manager, in the network, almost instantly. 16 17 If a campaign objective is to limit frequency to three set-top box views per day (for a given 18 advertising campaign) the campaign manager will know immediately if this threshold has been 19 reached. It will tell the DVR not to deliver this ad any more times until tomorrow. In contrast, if 20 the measurement information reaches the campaign manager hours later rather than seconds after 21 ad delivery, it could direct the DVR to show the ads too many times." https://www.v-22 net.tv/2016/03/10/cadent-technology-blackarrow-unveils-its-solution-for-linear-stb-addressable-23 advertising/

17. Claim 1 of the '619 Patent states:

A system for a sender sending real time electronic information to a viewer of transmitted video signals, the system comprising:

(a) viewer attribute information related to the viewer;

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(b) an electronic device included with and in communication with a television belonging to the viewer for receiving and storing said viewer attribute information input into said electronic device by the viewer;

(c) sender requested electronic information of the sender to be transmitted by request of the sender to the viewer, said sender requested electronic information of the sender is included with a non-viewer provided subset of said viewer attribute information related to the viewer;

(d) a service center for communicating to a television station provider of the transmitted video signals encoding instructions to form encoded sender requested electronic information of the sender, said television provider of the transmitted video signals transmits a compound video signal including said non-viewer provided subset of viewer attribute information and said encoded sender requested electronic information of the sender to said electronic device included with and in communication with said television belonging to the viewer, said electronic device makes a decision selected from the group consisting of accepting said encoded sender requested electronic information of the sender and not accepting said encoded sender requested electronic information is made by recognizing said non-viewer provided sheet subset of said viewer attribute information, and said electronic device decodes said encoded sender requested electronic information of the sender to form decoded sender requested electronic information of the sender sender recognizing said non-viewer provided sheet subset of said viewer attribute information, and said electronic device decodes said encoded sender requested electronic information of the sender sender recognizing said non-viewer provided sheet subset of said viewer attribute information.

(e) a subwindow within said television of the viewer for displaying said decoded sender requested electronic information of the sender to the viewer.

18. On information and belief, Defendants have a system for sender sending real time 16 electronic information to a viewer of transmitted video signals. Cadent itself describes its system 17 as follows: "The next generation of consumers is watching TV content whenever and wherever 18 they want. We bring real, scalable technology to a market that is demanding advanced advertising 19 capabilities across all screens. Using our centralized platform, you can simplify advertising 20 workflows across on-demand or linear programming delivered through traditional or next 21 generation OTT platforms." (http://cadenttech.tv). Cadent's system infringes each element of 22 23 Claim 1 as follows:

a. "Viewer attributable information related to the viewer" – Cadent
uses viewer attributable information related to the viewer, analytics, to target specific ads of an
advertiser to a viewer. For example, Cadent itself describes its system as: "This is a new world of
video consumption. By leveraging the power of your data and combining it with data from market
leading partners, we bring powerful insights and analytics to increase the value of multiscreen

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1 advertising. Our real-time reporting and intuitive tools help you identify the right audience and 2 make the most of every impression." (http://cadenttech.tv)

"an electronic device included with and in communication with a b. television belonging to the viewer for receiving and storing said viewer attribute information input into said electronic device by the viewer" -- In order for Cadent to utilize its platform and 6 analytical system, an electronic device of the viewer's is in communication with TV in order to obtain "real-time" audience data and insights. For most viewers, this will be the Set Top Box that provides the real-time analytics information to the "sender".

9 "sender requested electronic information of the sender to be c. 10 transmitted by request of the sender to the viewer, said sender requested electronic information of the sender is included with a non-viewer provided subset of said viewer attribute information 11 12 related to the viewer" -- On information and belief, targeted advertisement based on the campaign being run using Cadent's platform meet this requirement, as the sender is requesting the sending of 13 14 information from sender to viewer based on viewer attributable information.

15 "a service center for communicating to a television station provider d. of the transmitted video signals encoding instructions to form encoded sender requested electronic 16 17 information of the sender, said television provider of the transmitted video signals transmits a 18 compound video signal including said non-viewer provided subset of viewer attribute information 19 and said encoded sender requested electronic information of the sender to said electronic device 20 included with and in communication with said television belonging to the viewer, said electronic 21 device makes a decision selected from the group consisting of accepting said encoded sender 22 requested electronic information of the sender and not accepting said encoded sender requested 23 electronic information of the sender, said decision of accepting said encoded sender requested 24 electronic information is made by recognizing said non-viewer provided sheet subset of said 25 viewer attribute information, and said electronic device decodes said encoded sender requested electronic information of the sender to form decoded sender requested electronic information of 2627 the sender" -- Cadent provides a platform in order for ads to be deployed from the content provider (TV Stations) to viewers. Upon information and belief, Cadent's system "streamlines 28

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1 targeted advertising across traditional linear television, rounding out its unified multiscreen 2 advertising system, where its unified ad control plane offers real-time access to reporting data that 3 enables optimisation of campaigns on the fly, such as pacing, metering and rebalancing across all 4 screens. Pay-TV service providers worldwide have been under pressure to not only provide 5 addressable advertising across traditional television, but to match the scale, advanced reporting and 6 analytics that are offered on digital platforms. Additionally, advertisers are demanding cross-7 platform reach, which requires service providers to connect multiple viewing platforms in a single 8 infrastructure. Adapting new technologies that provide digital-like capabilities and centralized 9 operations among currently siloed viewing platforms in a service provider's legacy infrastructure 10 has historically been challenging." "Cadent updates addressable TV platform," 11 https://www.rapidtvnews.com/2017072048087/cadent-updates-addressable-tv-12 platform.html#ixzz50guf5Gnm. Further, as discussed above in paragraph 16, the information 13 about which targeted ads have been shown to a household can be returned to the campaign 14 manager, in the network, almost instantly and the campaign manager can send instructions 15 regarding which ad should be shown. "A subwindow within said television of the viewer for displaying 16 e. 17 said decoded sender requested electronic information of the sender to the viewer." Specifically, on 18 information and belief, the television displays content and within the television, there are other 19 windows, such as when choosing the menu, which pop up. 20 19. On or about January 26, 2018, LSTA sent a letter to Cadent informing Cadent of 21 the '619 Patent and that Cadent's actions constituted infringement of the '619 Patent. 22 FIRST CLAIM FOR RELIEF Patent Infringement of the '619 Patent (35 U.S.C. §§ 101, et seq.) 23 (Against all Defendants) 24 25 20. LSTA refers to and incorporates herein by reference paragraphs 1-19. 26 21. Defendants infringed, either directly or indirectly, at least Claim 1 of the '619 27 Patent in this judicial district and elsewhere in California and the United States, through the 28 services it provides as outlined at cadenttech.tv and as described above. 7 COMPLAINT FOR INFRINGEMENT

22. Specifically, as outlined above Defendants have a system for sender sending real time electronic information to a viewer of transmitted video signals comprises:

3 "Viewer attributable information" related to the viewer, analytics, to target a. specific ads of an advertiser to a viewer. 4

"An electronic device" that is included with and in communication with a b. 6 television belonging to a viewer in order to obtain "real-time" data and insights. For most viewers, this will be the Set Top Box that provides the real-time analytics information to the "sender".

8 c. "Sender requested electronic information of the sender to be transmitted by 9 request of the send to the viewer." The targeted advertisement based on the campaign being run 10 using Defendants' platform meet this requirement, as the sender is requesting the sending of 11 information from sender to viewer based on viewer attributable information.

12 d. "A service center for communicating to a television station provider of the 13 transmitted video signals encoding instructions to form encoded sender requested electronic information of the sender." As discussed above in paragraph 16, the information about which 14 15 targeted ads have been shown to a household can be returned to the campaign manager, in the 16 network, almost instantly and the campaign manager can send instructions regarding which ad should be shown. 17

18 "A subwindow within said television of the viewer for displaying said decoded e. sender requested electronic information of the sender to the viewer." Specifically, on information and belief, the television displays content and within the television, there are other windows, such as when choosing the menu, which pop up.

21. Defendants, therefore, by the acts complained of herein, are making, using, selling, or offering for sale in the United States, including in the Northern District of California, products and/or services embodying the invention, and has in the past and is now continuing to infringe the '619 Patent, either literally or under the doctrine of equivalents, pursuant to 35 U.S.C. §271(a).

26 22. To the extent that some elements of a claim are performed by a different party than 27 Cadent, Cadent – through its infringing system – participates in the infringement (as described above and herein) and receives a benefit upon performance of the steps of the patented 28

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system. For example, Cadent provides the software and technology that establishes viewer
attribute information related to the viewer that can be collected, and how that information is
transmitted, received, stored and acted upon in accordance with the patented system. Cadent
receives a benefit from such actions by the customer and television station provider as it allows
targeted advertising to be displayed through the top set box.

23. Upon information and belief, the acts described above concerning the use, offer for sale, sale, operation, distribution, and/or installation of Cadent's products and/or software and those described below also constitute acts of induced and contributory infringement. Customers and users use the infringing products and software to provide targeted ads.

10 24. To the extent that some elements of a claim are performed by a different party than 11 Cadent, Cadent, through its software and infringing products, participates in the infringement (as 12 described herein) and receives a benefit upon performance of steps of a patented system. For 13 example, Cadent provides the software and technology that establishes viewer attribute 14 information related to the viewer that can be collected, and how that information is transmitted, 15 received, stored and acted upon in accordance with the patented system. Cadent receives a benefit from such actions by the customer and television station provider as it allows targeted advertising 16 to be displayed. 17

18 25. Upon information and belief, Cadent provides its customers and/or users of its 19 products and software to use, load and operate in an infringing manner or to create and use 20 infringing products. Upon information and belief, Cadent further induces its customers and/or 21 users of Cadent's platform to use its products (and accompanying software) by providing 22 subscriptions to Cadent's platform. Further, Cadent has actively induced infringement by its 23 customers and/or users of Cadent's products and software in this judicial district. Upon 24 information and belief, Cadent knowingly and specifically designed Cadent's platform in a manner 25 that infringed the Asserted Patent. Upon information that belief, Cadent also provides support 26 services for the Accused System and Method. Cadent's targeted advertising platform has no 27 substantial non-infringing use. Cadent has acted with specific intent to induce or cause 28 infringement and to conduct acts of infringement as described herein within the jurisdiction and

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1 elsewhere. Upon information and belief, Cadent continues to provide instructions since having 2 notice and actual knowledge of the Asserted Patent.

26. Upon information and belief, Cadent has had knowledge of the Asserted Patent at least as of the service of this complaint. Notwithstanding, Cadent continues to willfully and with specific intent infringe and cause others to infringe the Asserted Patents. Cadent provides, makes, sells, and offers to sell Cadent systems with the specific intent that its customers, third parties, and/or end users use the Cadent systems in an infringing manner, and its customers, third parties, and/or end users do so. Upon information and belief, Cadent provides and instructs third parties to use the aforementioned product in the manner claimed in the Asserted Patents.

10 27. Upon information and belief, Cadent's platform has no substantial non-infringing 11 uses and is especially made and/or adapted so as to infringe the Asserted Patents. Cadent has acted 12 with specific intent to induce or cause infringement and to conduct acts of infringement as 13 described herein within this District and elsewhere. Cadent continues to contribute to the 14 infringement of third parties even after having notice and actual knowledge of the Asserted Patent as previously described. 15

28. 16 Defendants threaten to continue to engage in the acts complained of herein and, 17 unless restrained and enjoined, will continue to do so, all to LSTA's irreparable injury. It would be difficult to ascertain the amount of compensation that would afford LSTA adequate relief for 18 19 such future and continuing acts, and a multiplicity of judicial proceedings would be required. 20 LSTA does not have an adequate remedy at law to compensate it for the injuries threatened.

29. By reason of the acts of Cadent alleged herein, LSTA has suffered damage in an amount to be proved at trial. 22

# JURY DEMAND

LSTA demands a jury trial on all issues so triable.

# PRAYER FOR RELIEF

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WHEREFORE, LSTA prays for relief as follows:

A. Judgment that Defendants have directly infringed, and induced others to infringe,

28 the '619 Patent either literally and/or under the doctrine of equivalents; 1B.Judgment that Defendants' infringement of the '619 Patent have been willful at2least as early as January 26, 2018, when notice was sent to the Defendants;

C. Judgment permanently enjoining Defendants, their officers, directors, agents, servants, affiliates, employees, subsidiaries, divisions, branches, parents, attorneys, representatives, and all others acting in concert or privity with any of them, from infringing the '619 Patent, and from inducing others to infringe the '619 Patent;

D. Judgment awarding LSTA general and/or specific damages, including a reasonable
royalty and/or lost profits, in amounts to be fixed by the Court in accordance with proof, including
enhanced and/or exemplary damages, as appropriate, as well as all of Defendants' profits or gains
of any kind from its acts of patent infringement;

E. Judgment awarding LSTA enhanced damages pursuant to 35 U.S.C. § 284 due to
the willful and wanton nature of Defendants' infringement from at least January 26, 2018 when
notice was given;

F. Judgment awarding LSTA all of its costs, including its attorneys' fees, incurred in
prosecuting this action, including, without limitation, pursuant to 35 U.S.C. § 285 and other
applicable law;

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G. Judgment awarding LSTA pre-judgment and post-judgment interest; and

18 H. Judgment awarding LSTA such other and further relief as the Court may deem just19 and proper.

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1	Dated: February 5, 2018		Respectfull	y submitted,
2			BANIE & I	SHIMOTO LLP
3			By /s/ John	A. Lee
4			John A. Lee	
5			Jennifer Ish	
6			Attorneys f	or Plaintiff
7			Lone Star 1	Cargeted Advertising, LLC
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4							
1	DEMAND FOR JURY TRIAL						
2	LSTA demands a jury trial on all claims as to which it has a right to a jury trial.						
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4	Dated: February 5, 2018	Respectfully submitted,					
5		BANIE & ISHIMOTO LLP					
6	_	By /s/ John A. Lee					
7		John A. Lee					
8		Jennifer Ishimoto					
9		Attorneys for Plaintiff					
10		Lone Star Targeted Advertising, LLC					
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