Jon A. Birmingham (Cal. Bar No. 271034) jbirmi@fitcheven.com FITCH, EVEN, TABIN & FLANNERY LLP 21700 Oxnard Street, Suite 1740 Woodland Hills, California 91367 Telephone: (818) 715-7025 Facsimile: (818) 715-7033 5 Attorney for Plaintiff, 6 LONE STAR SILICON INNOVATIONS LLC 7 UNITED STATES DISTRICT COURT 8 NORTHERN DISTRICT OF CALIFORNIA 9 SAN FRANCISCO DIVISION 10 LONE STAR SILICON INNOVATIONS LLC, Case No.: 3:18-cv-01680 11 Plaintiff, 12 COMPLAINT FOR PATENT INFRINGEMENT 13 v. **JURY TRIAL DEMANDED** 14 MICRON TECHNOLOGY, INC., MICRON SEMICONDUCTOR PRODUCTS, INC., 15 MICRON CONSUMER PRODUCTS GROUP, INC., MICRON MEMORY JAPAN, INC., AND 16 ADVANCED MICRO DEVICES, INC. 17 Defendants. 18 19 20 21 22 23 24 25 26 27 28

Complaint for Patent Infringement

Case No.: 3:18-cv-01680

Plaintiff, Lone Star Silicon Innovations LLC ("Lone Star"), complains against Defendants Micron Technology, Inc., Micron Semiconductor Products, Inc., Micron Consumer Products Group, Inc., Micron Memory Japan, Inc. (individually or collectively, "Micron" or "the Micron Defendants"), and Advanced Micro Devices, Inc. ("AMD") (together, "Defendants") as follows:

NATURE OF ACTION

1. This is an action for patent infringement of United States Patent Nos. 5,912,188; 6,023,085; 6,097,061; and 6,388,330 (collectively, the "Patents in Suit") under the Patent Laws of the United States, 35 U.S.C. § 1, et seq.

THE PARTIES

- 2. Plaintiff Lone Star is a corporation organized and existing under the laws of the State of Texas with its principal place of business at 8105 Rasor Blvd., Suite 210, Plano, Texas 75024. Lone Star is in the business of licensing patented technology.
- 3. Defendant Micron Technology, Inc. ("MTI") is a corporation incorporated under the laws of Delaware with its principal place of business at 8000 South Federal Way, Boise, Idaho 83707. MTI's registered agent for service of process in the State of California is Corporation Service Company, 2710 Gateway Oaks Drive, Suite 150N, Sacramento, CA 95833. MTI maintains offices at 3100 De La Cruz Blvd., Suite 300, Santa Clara, CA 95054 and at 590 Alder Drive, Milpitas, California 95035. MTI conducts business in and is doing business in California and in this District and elsewhere in the United States, including, without limitation, using, promoting, offering to sell, importing and/or selling memory devices and/or devices that incorporate memory devices that embody the patented technology, and enabling end user purchasers to use such devices in this District.
- 4. Defendant Micron Semiconductor Products, Inc. ("MSP") is an Idaho corporation with a principal place of business at 3475 E. Commercial Ct., Meridian, Idaho 83642. MSP's registered agent for service of process in the State of California is Corporation Service Company, 2710 Gateway Oaks Drive, Suite 150N, Sacramento, CA 95833. On information and belief, MSP is a wholly-owned subsidiary of MTI. MSP conducts business in and is doing business in California and in this District and elsewhere in the United States, including, without limitation, using, promoting, offering to sell, importing and/or

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selling memory devices and/or devices that incorporate memory devices that embody the patented technology, and enabling end user purchasers to use such devices in this District.

- 5. Defendant Micron Consumer Products Group, Inc. ("MCPG") is a Delaware corporation with its principal place of business at 47300 Bayside Parkway, Fremont, California 94538. MCPG's registered agent for service of process in the State of California is Corporation Service Company, 2710 Gateway Oaks Drive, Suite 150N, Sacramento, CA 95833. On information and belief, MCPG is a whollyowned subsidiary of MTI. On information and belief, Defendant MCPG conducts business in and is doing business in California and in this District and elsewhere in the United States, including, without limitation, using, promoting, offering to sell, importing and/or selling memory devices and/or devices that incorporate memory devices that embody the patented technology, and enabling end user purchasers to use such devices in this District.
- 6. Defendant Micron Memory Japan, Inc. is a corporation with a principal place of business at Sumitomo Seimei Yaesu Bldg., 3F, 2-1 Yaesu 2-chome, Chuo-ku, Tokyo 104-0028, Japan. Micron Memory Japan, Inc. is a wholly-owned subsidiary of Micron Asia Pacific B.V., which is a wholly-owned subsidiary of Micron International B.V., which is a wholly-owned subsidiary of Micron Technology, Inc. Before it was acquired by Micron, Micron Memory Japan, Inc. was known as Elpida Memory, Inc. Micron Memory Japan, Inc., and Elpida Memory, Inc. are referred to collectively herein as "Micron Japan." Micron Japan is the parent company of Micron Akita, Inc., with a principal place of business at 89-2, Yamada, Yuwaishida, Akita-shi, Akita 010-1222, Japan ("Micron Akita"). Micron Akita, Inc. supplies Micron Japan and MTI with memory devices and/or devices that incorporate memory devices that embody the patented technology. On information and belief, Micron Japan manufactures and sells memory devices and/or devices that incorporate memory devices that embody the patented technology and also sells such semiconductor devices manufactured by foundries such as Micron Taiwan, and Micron Akita.
- 7. Upon information and belief, MTI controls and is the majority owner of the other Micron Defendants, and the Micron Defendants are joint tortfeasors with one another with respect to the matters alleged herein.

Complaint for Patent Infringement Case No.: 3:18-cv-01680

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- 8. Advanced Micro Devices, Inc. ("AMD") is a corporation organized and existing under the law of the State of Delaware, and maintains its principal place of business at One AMD Place, Sunnyvale, California 94085.
- 9. As alleged in more detail below, AMD previously transferred rights to the Patents in Suit to Lone Star pursuant to a Patent Transfer Agreement effective August 4, 2016, which was amended to update a schedule thereof on or about November 23, 2016, a copy of which is attached as Exhibit 1 (collectively "the Patent Transfer Agreement"). The rights transferred to Lone Star included "all rights to pursue damages, injunctive relief and other remedies for past, current and future infringement of" the Patents in Suit. In the action captioned *Lone Star Silicon Innovations LLC v. Micron Technology, Inc., et. al.*, Case No. 3:17-cv-05458-WHA (hereinafter "the *Micron I Action*"), the Court held that Lone Star lacked sufficient rights to bring suit against the Micron Defendants without AMD, and dismissed the action without prejudice. (Dkt. No. 96, January 20, 2018 Order).
- 10. AMD has an implied legal obligation to Lone Star to allow its name to be used as joined co-plaintiff in order to assure that Lone Star can enforce the rights granted to Lone Star under the Patent Transfer Agreement. AMD was requested to join as a plaintiff in this action, but declined that request and has refused to voluntarily join as a plaintiff. In view of the January 20, 2018 Order, AMD has been joined as a defendant in this action, pursuant to Fed. R. Civ. P. 19(a). As the transferor of rights in the Patents in Suit having a continuing financial interest in the damages relief sought herein, AMD is potentially a real party-in-interest whose joinder may be necessary to enable Lone Star to secure the relief sought herein. Such joinder will not divest the Court of subject matter jurisdiction or venue. Under the "primary purpose" test applied in the Ninth Circuit, a district court should align those parties whose interests coincide respecting the primary matter in dispute. Realignment of AMD as a plaintiff is appropriate because the primary matter in dispute is infringement and validity of the Patents in Suit and Lone Star's request for infringement damages. The interests of AMD and Lone Star coincide with respect to the primary matter in dispute because AMD is the former owner of the Patents in Suit, is a party to the Patent Transfer Agreement, and has a contingent financial interest in any recovery.

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JURISDICTION

- 11. This action arises under the Patent Laws of the United States, Title 35 of the United States Code. This Court has subject matter jurisdiction over this action pursuant to 28 U.S.C. §§ 1331 and 1338(a).
- 12. MTI and MCPG are subject to personal jurisdiction in this Court because they have established places of business in this District. On information and belief, the Micron Defendants are also subject to this Court's specific and general personal jurisdiction pursuant to due process and/or the California Long Arm Statute, due at least to their substantial business conducted in this forum, directly and/or through intermediaries, including (i) having solicited business in the State of California and in this District, transacted business within the State of California and in this District, and attempted to derive financial benefit from residents of the State of California and this District, including benefits directly related to the instant patent infringement causes of action set forth herein; (ii) having placed their products and services into the stream of commerce throughout the United States and having been actively engaged in transacting business in California and in this District; (iii) either alone or in conjunction with others, having committed acts of infringement within California and in this District. On information and belief, the Micron Defendants, directly and/or through intermediaries, have advertised (including through websites), offered to sell, sold and/or distributed infringing products, and/or have induced the sale and use of infringing products in the United States and in California and in this District; and (iv) through their presence and physical locations in Santa Clara, Fremont, and Milpitas, California. The Micron Defendants have, directly or through their distribution network, purposefully and voluntarily placed such products in the stream of commerce knowing and expecting them to be purchased and used by consumers in California and in this District. The Micron Defendants have either committed direct infringement in California or committed indirect infringement based on acts of direct infringement in California and from MTI's locations in Santa Clara and Milpitas, California, and MCPG's location in Fremont, California. Further, on information and belief, the Micron Defendants are subject to the Court's general jurisdiction, including from regularly doing or soliciting business, engaging in other persistent courses of conduct, deriving substantial revenue from goods and services provided to individuals in California and in this District,

2 and Fremont, California.

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13. On information and belief, the Micron Defendants do one or more of the following with memory devices and/or devices that incorporate memory devices that embody the patented technology that they or their foundries manufacture: (a) make these devices in the United States for sale to customers, including customers in California; (b) import these devices into the United States for sale to consumers, including consumers in California; (c) sell them or offer them for sale in the United States, including to customers in California; and/or (d) sell them to customers who incorporate them into products that such customers import, sell, or offer for sale in the United States, including in California.

and/or based on their presence and physical locations in Santa Clara, California and Milpitas, California,

14. AMD is subject to personal jurisdiction in this Court because it has an established place of business in this District. On information and belief, AMD is also subject to this Court's specific and general personal jurisdiction pursuant to due process and/or the California Long Arm Statute, due at least to its substantial business conducted in this forum, directly and/or through intermediaries, including (i) having solicited business in the State of California, transacted business within the State of California, and attempted to derive financial benefit from residents of the State of California; (ii) having placed its products and services into the stream of commerce throughout the United States and having been actively engaged in transacting business in California and in this District; and (iii) having consented to jurisdiction and venue in the United States District Court for the Northern District of California with respect to all civil actions or other legal proceedings directly arising between Lone Star and AMD under the Patent Transfer Agreement.

VENUE

15. Venue lies in this District pursuant to 28 U.S.C. §§ 1391 and 1400. Defendants MTI and MCPG are subject to personal jurisdiction in this District, have regular and established places of business within this District, reside in this District, and have committed acts of infringement within the District. Venue is proper in this District for Defendant Micron Japan pursuant to 28 U.S.C. § 1391(c)(3) because it is not resident in the United States, and therefore may be sued in any judicial district. Venue is proper in this District as to Defendant MSP because, on information and belief, MSP is an alter ego of is parent company, MTI, and MSP and MTI are joint tortfeasors with respect to the matters alleged herein such that

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venue over MTI may be properly imputed onto MSP. Moreover, venue is proper in this District as to Defendant MSP because MSP consented to venue in the *Micron I* Action when it moved to transfer venue from the Eastern District of Texas to this District and did not move to dismiss for lack of venue after the case was transferred.

16. Venue is proper in this District as to AMD under 28 U.S.C. §§ 1391 and 1400 because it is subject to personal jurisdiction in this District and because it resides in and has regularly conducted business in this District.

INTRADISTRICT ASSIGNMENT

17. This is an Intellectual Property Action within the meaning of Civil Local Rule 3-2(c), and is to be assigned on a district-wide basis. Lone Star notes that this case is related to Case No. 3:17-cv-05458-WHA, which, prior to dismissal by the Court, was pending in the San Francisco Division before the Honorable William H. Alsup.

THE PATENTS IN SUIT

- 18. On June 15, 1999, U.S. Patent No. 5,912,188 ("the '188 patent"), entitled "Method Of Forming A Contact Hole In An Interlevel Dielectric Layer Using Dual Etch Stops," a copy of which is attached hereto as Exhibit 2, was duly and legally issued. The '188 patent issued from U.S. patent application Serial Number 08/905,686 filed August 4, 1997, and discloses and relates to the design of and processes for fabricating semiconductor devices.
- 19. In an assignment recorded in the United States Patent Office Reel/Frame 008657/0893 on August 4, 1997, the inventors of the inventions contained in the '188 patent assigned all right, title, and interest in the '188 patent and all inventions contained therein to AMD. In an assignment recorded in the United States Patent Office on August 5, 2016, Reel/Frame 039597/0957, AMD assigned "all of [its] entire right, title and interest in and to" the '188 patent to Lone Star, including all rights "in and to causes of actions and enforcement rights" and "all rights to pursue damages, injunctive relief and other remedies for past, present and future infringement of 'the '188 patent. The assignment of the '188 Patent from AMD to Lone Star was made subject to the terms and conditions of the Patent Transfer Agreement (which was inadvertently referenced as a Confidential Purchase and Sale Agreement in the recorded assignment document). Lone Star is the sole owner of all rights to sue the Micron Defendants for infringement and

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27 28 collect past, present, and future damages and to seek and obtain injunctive or any other relief for infringement of the '188 patent.

- 20. On February 8, 2000, U.S. Patent No. 6,023,085 ("the '085 patent"), entitled "Core Cell Structure And Corresponding Process For NAND-Type High Performance Flash Memory Device," a copy of which is attached hereto as Exhibit 3, was duly and legally issued. The '085 patent issued from U.S. patent application Serial Number 08/993,910 filed December 18, 1997, and discloses and relates to the design of and processes for fabricating NAND-type flash memory semiconductor devices.
- 21. In an assignment recorded in the United States Patent Office Reel/Frame 008928/0422 on December 18, 1997, the inventors of the inventions contained in the '085 patent assigned all right, title, and interest in the '085 patent and all inventions contained therein to AMD. In an assignment recorded in the United States Patent Office on August 5, 2016, Reel/Frame 039597/0957, AMD assigned "all of [its] entire right, title and interest in and to" the '085 patent to Lone Star, including all rights "in and to causes of actions and enforcement rights" and "all rights to pursue damages, injunctive relief and other remedies for past, present and future infringement of" the '085 patent. The assignment of the '085 Patent from AMD to Lone Star was made subject to the terms and conditions of the Patent Transfer Agreement (which was inadvertently referenced as a Confidential Purchase and Sale Agreement in the recorded assignment document). Lone Star is the sole owner of all rights to sue the Micron Defendants for infringement and collect past, present, and future damages and to seek and obtain injunctive or any other relief for infringement of the '085 patent.
- 22. On August 1, 2000, U.S. Patent No. 6,097,061 ("the '061 patent"), entitled "Trenched Gate Metal Oxide Semiconductor Device And Method," a copy of which is attached hereto as Exhibit 4, was duly and legally issued. The '061 patent issued from U.S. patent application Serial Number 09/052,051 filed December March 30, 1998, and discloses and relates to the design of and processes for fabricating semiconductor devices.
- 23. In an assignment recorded in the United States Patent Office Reel/Frame 009083/0052 on March 30, 1998, the inventors of the inventions contained in the '061 patent assigned all right, title, and interest in the '061 patent and all inventions contained therein to AMD. In an assignment recorded in the United States Patent Office on August 5, 2016, Reel/Frame 039597/0957, AMD assigned "all of [its]

entire right, title and interest in and to" the '061 patent to Lone Star, including all rights "in and to causes of actions and enforcement rights" and "all rights to pursue damages, injunctive relief and other remedies for past, present and future infringement of" the '061 patent. The assignment of the '061 Patent from AMD to Lone Star was made subject to the terms and conditions of the Patent Transfer Agreement (which was inadvertently referenced as a Confidential Purchase and Sale Agreement in the recorded assignment document). Lone Star is the sole owner of all rights to sue the Micron Defendants for infringement and collect past, present, and future damages and to seek and obtain injunctive or any other relief for infringement of the '061 patent.

- 24. On May 14, 2002, U.S. Patent No. 6,388,330 ("the '330 patent"), entitled "Low Dielectric Constant Etch Stop Layers In Integrated Circuit Interconnects," a copy of which is attached hereto as Exhibit 5, was duly and legally issued. The '330 patent issued from U.S. patent application Serial Number 09/776,012 filed February 1, 2001, and discloses and relates to the design of and processes for fabricating semiconductor devices.
- 25. In an assignment recorded in the United States Patent Office on February 2, 2001, Reel/Frame 011530/0755, the inventors of the inventions contained in the '330 patent assigned all right, title, and interest in the '330 patent and all inventions contained therein to AMD. In an assignment recorded in the United States Patent Office on August 5, 2016, Reel/Frame 039597/0957, AMD assigned "all of [its] entire right, title and interest in and to" the '330 patent to Lone Star, including all rights "in and to causes of actions and enforcement rights" and "all rights to pursue damages, injunctive relief and other remedies for past, present and future infringement of" the '330 patent. The assignment of the '330 Patent from AMD to Lone Star was made subject to the terms and conditions of the Patent Transfer Agreement (which was inadvertently referenced as a Confidential Purchase and Sale Agreement in the recorded assignment document). Lone Star is the sole owner of all rights to sue the Micron Defendants for infringement and collect past, present, and future damages and to seek and obtain injunctive or any other relief for infringement of the '330 patent.

THE MICRON I ACTION

26. On October 7, 2016, Lone Star filed the *Micron I* Action against the Micron Defendants under the Patent Laws of the United States, 35 U.S.C. § 1 *et seq.* in the United States District Court for

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the Eastern District of Texas. In the Micron I Action, Lone Star asserted infringement of, inter alia, the '188, '085, '061 and '330 patents.

- 27. On April 17, 2017, the Micron Defendants moved pursuant to 28 U.S.C. § 1404(a) to transfer the Micron I Action to the District Court for the District of Idaho, or, in the alternative, the Northern District of California. (Dkt. No. 34.)
- 28. On August 24, 2017, the District Court for the Eastern District of Texas granted the Micron Defendants' motion to transfer to the Northern District of California. (Dkt. No. 47.) The Micron I Action was transferred to the Northern District of California and ultimately reassigned to the Honorable William H. Alsup for all proceedings under Case No. 3:17-cv-05458-WHA.
- 29. On November 16, 2017, the Micron Defendants filed a motion for judgment on the pleadings for lack of standing. Lone Star opposed the motion, asserting that it has sufficient rights in the Patents in Suit to enforce them against the Micron Defendants on its own, and, alternatively, seeking to join AMD as a co-plaintiff in the *Micron I* Action to thereby cure any standing deficiency. (Dkt. No. 80.)
- 30. On January 20, 2018, the Court dismissed the *Micron I* Action without prejudice to refile, finding that the Patent Transfer Agreement did not convey to Lone Star all substantial rights in the Patents in Suit. (Dkt. No. 96.) The Court denied Lone Star's request to join AMD under Fed. R. Civ. P. 19 in the Micron I Action.

STANDING TO BRING THIS LAWSUIT

31. As alleged more fully below, Lone Star asserts, on information and belief, that, as of the filing date of this Complaint, it has standing to bring this action, in its own name or, at a minimum, together with AMD joined as a defendant for the purpose of being judicially realigned as a co-plaintiff.

The August 4, 2016 Patent Transfer Agreement

32. The Patent Transfer Agreement refers interchangeably to "Listed Patents" (see Exhibit A thereof) and "Assigned Patents" (see Exhibit B thereof). The Patents in Suit are included among the Listed Patents and the Assigned Patents. The Patent Transfer Agreement includes a representation that AMD, or one of its Affiliates, has good and marketable title to each Listed Patent, "including all rights, title, and interest in each such Listed Patent and the right to sue for past, present and future infringement thereof," and is the original assignee of the Listed Patents. (Ex. 1, §§ 6.1(b)(i) and (ii).) The Patent Transfer

Agreement includes a grant to Lone Star of "all right, title and interest in, to and under the Assigned Patents" including "any and all legal rights entitled by the original owner of the Assigned Patents and all rights of AMD to sue for past, present and future infringement of any and all of the Assigned Patents." (Ex. 1, § 2.1.) The Patent Transfer Agreement also states that AMD assigned to Lone Star "all right, title and interest in, to and under all causes of action and enforcement rights, whether known, unknown, currently pending, filed, or otherwise, for the Assigned Patents, including all rights to pursue damages, injunctive relief and other remedies for past, current and future infringement of the Assigned Patents." (Ex. 1, § 2.2.) Lone Star also received all rights "to collect royalties under such Assigned Patents, to prosecute all existing Assigned Patents worldwide, to apply for additional Assigned Patents worldwide and to have Assigned Patents issue in the name of Lone Star." (Ex. 1, § 2.1.) Lone Star assumed all obligations to pay any remaining maintenance fees associated with the Assigned Patents, with AMD agreeing to provide logistical assistance for any payments due within sixty days of the Effective Date. (Ex. 1, § 3.3(a).)

- 33. AMD did not retain any rights under the Patent Transfer Agreement to enforce the Assigned Patents for past, current, or future infringement by any unauthorized third party. AMD has no ongoing right under the Patent Transfer Agreement to control or influence licensing efforts or enforcement actions commenced by Lone Star against the Micron Defendants. The Patent Transfer Agreement does not impose any condition on Lone Star that would restrict or otherwise interfere with Lone Star's exclusive right to enforce the Patents in Suit against the Micron Defendants and to conduct and resolve Lone Star's claims against the Micron Defendants as Lone Star determines in its sole discretion.
- 34. The Patent Transfer Agreement is not limited in term, provides no right to terminate to either party, and contains no provisions by which title to the Patents in Suit could ever revert to AMD.
- 35. As consideration for assigning the Assigned Patents to Lone Star, AMD is entitled to deferred compensation in the form of "Contingent Payments" based on any proceeds generated by Lone Star's patent enforcement and licensing efforts. (Ex. 1 at § 5.1.) AMD has no rights to influence Lone Star's licensing or enforcement strategies or to participate in licensing or settlement negotiations.

- 36. Lone Star also contractually granted a non-exclusive license back to AMD, effective as of the Effective Date. The rights granted to AMD include, *inter alia*, the right to make, offer for sale and sell AMD products covered by the Assigned Patents. (Ex. 1, § 4.1.)
- 37. The Patent Transfer Agreement acknowledges that the Assigned Patents are subject to certain pre-existing rights previously extended directly or indirectly by AMD to certain third parties, and reflects the parties' commitment to respect those rights. These are defined as "Existing Encumbrances," which may include, for example, pre-existing patent licenses, covenants not to sue, releases for past infringement granted by AMD, and pre-existing commitments relating to AMD's activities in standardization activities or patent pool activities. (Ex. 1, § 1.) Lone Star acknowledged that the Assigned Patents are subject to these Existing Encumbrances, and "commit[ted] to comply with such Existing Encumbrances. . . . " (Ex. 1, § 2.3.)
- 38. The Patent Transfer Agreement includes a list of "Unlicensed Third Party Entities" that are "not authorized or otherwise granted any rights (other than potentially by an implied license running with [AMD's] Licensed Products) by AMD to the Assigned Patents to use, develop, copy, modify, import, make and have made, offer for sale, sell, lease, import, export, distribute, demonstrate, display, transfer and/or otherwise exploit or dispose of a product or service by the Unlicensed Third Party Entity." (Ex. 1, § 1 and Exhibit E thereof.) AMD represented and warranted that to its knowledge, none of the Unlicensed Third Party Entities have been granted any rights under the Assigned Patents by AMD or its Affiliates. (Ex. 1, § 6.1(b)(vii).) The Micron Defendants each qualify as an Unlicensed Third Party Entity.
- 39. In order to assure that the license granted back to AMD could not interfere with Lone Star's exclusive rights to sue and license any Unlicensed Third Party Entity, this license can never extend to a future Affiliate of AMD "that was deemed an Unlicensed Third Party Entity prior to becoming so affiliated with [AMD]." (Ex. 1, § 4.1.)
- 40. Lone Star contractually warranted that it would refrain from exercising its exclusionary patent rights against any entity that is not identified as an Unlicensed Third Party Entity or an Affiliate thereof, or against distributors, resellers, or customers with respect to the products of such entity. (Ex. 1, § 6.2(f).)

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- 41. Pursuant to Section 4.3 of the Patent Transfer Agreement, in the event that Lone Star were to commence an assertion or legal action against a Person that is not an Unlicensed Third Party Entity, this would be considered a breach of Section 6.2(f). The parties further agreed that, as the sole consequence of such a breach, AMD's license back from Lone Star would be expanded to include the right for AMD to sub-license such Person. (Ex. 1, § 4.3.) Such limited sublicensing rights vest in AMD only in the event that Lone Star were to assert the Assigned Patents in violation of the warranty provided in Section 6.2(f).
- 42. Sections 6.2(f) and 4.3 of the Patent Transfer Agreement have no bearing on Lone Star's exclusive right to sue and seek relief from the Micron Defendants, as the Micron Defendants are identified as Unlicensed Third Party Entities.
- 43. As additional consideration for AMD's assignment of all right, title and interest in, to, and under the Assigned Patents, Lone Star further contractually agreed to provide notice to AMD in the event that Lone Star decided not to pay a renewal, annuity, or maintenance fee on any Assigned Patent, and to assign such patent back to AMD or AMD's chosen designee upon AMD's request. (Ex. 1, § 3.4.) This clause of the Patent Transfer Agreement is of no legal or practical effect on the Assigned Patents because, as of the Effective Date, all maintenance fees had already been paid for the full remaining life of the patents.
- 44. Lone Star also agreed that it would not transfer its ownership of any Assigned Patents unless all such patents are transferred collectively, the proposed assignee agrees in writing (with copy to AMD) to be bound by the Patent Transfer Agreement as Lone Star's successor-in-interest, and AMD provides its written consent to the transfer, "which shall not be unreasonably withheld." (Ex. 1, § 2.6.)

The Confirmatory Second Amendment To The Patent Transfer Agreement

45. On March 2, 2018, AMD and Lone Star executed a Confirmatory Second Amendment To Patent Transfer Agreement ("Second Amendment to PTA"), which is attached hereto as Exhibit 6. The Second Amendment to PTA recites that it was entered for the purpose of clarifying and confirming their original intent with the respect to certain provisions of the Patent Transfer Agreement and to amend and/or strike other provisions as appropriate to the Assigned Patents. The amendments specified are to apply retroactively to the August 4, 2016, Effective Date of the original Patent Transfer Agreement. (Ex. 6, § 10.)

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49. 20 Entity." (Ex. 6, § 7.) 23 50.

- 46. Among the clarifications included in the Second Amendment to PTA, Section 2.1 was revised to confirm the parties' "original intent that, as the assignee of all right, title and interest in, to and under the Assigned Patents and all inventions and discoveries claimed therein, Lone Star has the right to make, use, sell, offer for sale, import and otherwise fully exploit all inventions and discoveries claimed in the Assigned Patents." (Ex. 6, § 2.) The Patent Transfer Agreement includes a representation that to AMD's knowledge "none of the Listed Patents is subject to any exclusive grant or right." (Ex. 1, § 6.1(b)(vi).) Accordingly, as of the Effective Date of the Patent Transfer Agreement, and continuing to the present, there are no known encumbrances on the Patents in Suit that would prevent Lone Star from exercising its right to practice the inventions claimed therein.
- 47. The Second Amendment to PTA also modified the Patent Resale provision of Section 2.6 to remove language indicating that the Assigned Patents would only be transferred collectively, as well as the requirement of obtaining AMD's written consent. (Ex. 6, § 3.)
- The Second Amendment to PTA also eliminated Section 3.4 and revised Section 6.2(e). 48. These changes removed Lone Star's obligation to notify AMD if Lone Star decided not to pay a renewal, annuity, or maintenance fee on any Assigned Patent, and to assign such patent back to AMD or its designee. These revisions also eliminated any obligation of Lone Star to maintain the Assigned Patents in force. (Ex. 6, §§ 4, 8.)
- The Second Amendment to PTA also supplemented AMD's representation and warranty of Title in Section 6.1(b)(i) to expressly include the representation that "to AMD's Knowledge as of the Effective Date, AMD has not granted any other Person the right to sue for past, present or future infringement of any Listed Patent, or the right to license any Listed Patent to any Unlicensed Third Party
- The Second Amendment to PTA also made minor clarifying revisions to the language of Section 6.1(f) regarding Lone Star's representation that it would refrain from enforcement or licensing activities against any Person that is not an Unlicensed Third Party Entity. (Ex. 6, § 9.)
- 51. Lone Star has standing to bring this action against the Micron Defendants. Lone Star is the assignee of the Patents in Suit or of all substantial rights in the Patents in Suit such that it can be treated as their owner for the purpose of standing. Lone Star pleads in the alternative that, to the extent that Lone

Star does not possess all substantial rights in the Patents in Suit, Lone Star holds the status of an exclusive licensee of the Patents in Suit for the purpose of standing and, as such, has standing to bring this action against the Micron Defendants with AMD joined as a co-plaintiff. As the assignor of rights in the Patents in Suit to Lone Star and the holder of a contractual financial interest in the damages relief sought herein and of other contractual warranties and covenants extended by Lone Star, AMD has been joined to assure that principles of prudential standing are satisfied to enable Lone Star to secure the relief sought herein. Such joinder does not divest the Court of subject matter jurisdiction or venue.

THE MICRON DEFENDANTS' INFRINGING PRODUCTS AND METHODS

52. The Micron Defendants make, use, sell, offer for sale, and/or import into the United States NAND and NOR Flash memory semiconductor devices and products incorporating such devices. These NAND and NOR Flash memory semiconductor devices are electrically re-writeable, non-volatile semiconductor memory devices that retain content when power is turned off. The Micron Defendants' embedded NAND Flash-based storage devices are utilized in mobile phones, tablets, computers, industrial and automotive applications, networking and other personal and consumer applications. The Micron Defendants' NAND Flash memory modules are also incorporated into removable storage devices, such as USB and Flash memory cards used with applications such as PCs, digital still cameras, and mobile phones. The Micron Defendants also provide solid state drives ("SSDs") incorporating their NAND Flash memory modules, which are components of notebooks, desktops, workstations, and other consumer computing products, as well as servers and storage devices. The Micron Defendants also offer Multi-Chip Package ("MCP") products, which incorporate their NAND and NOR Flash modules and technology. For example, the Micron Defendants' e-MMC products combine NAND Flash with a logic controller that performs media management and Error Code Correction, and their e-MCP products combine e-MMC with LPDRAM on the same substrate. By way of example, and without limitation, the Micron Defendants sell such products under brand names that include Micron, IM Flash, Lexar, Crucial, SpecTek, Elpida and private labels, in packaged form, unpackaged form, die form and wafer form, and as solid state drives, memory modules, managed NAND, multi-chip packages, memory cards and USB devices. Despite not having a license to the '188 patent, the Micron Defendants have used the semiconductor fabrication methods claimed therein in making NAND and NOR Flash memory devices. Despite not having a license

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to the '330 or '085 patents, the Micron Defendants Flash memory products adopt the designs claimed in these patents.

53. The Micron Defendants also make, use, sell, offer for sale, and/or import into the United States DRAM memory semiconductor devices and products incorporating these devices. These products are high density, random access memory devices that provide high-speed data storage and retrieval. The Micron Defendants' DRAM memory devices are provided as wafers, chips, and memory modules and are integrated as components of desktop computer memories, mobile device memories, networking devices, servers, consumer electronics, communications equipment, computer peripherals, automotive systems, and other applications. The Micron Defendants' LPDRAM products offer lower power consumption relative to other DRAM products and are used in mobile phones, tablets, embedded applications, ultrathin laptop computers and other mobile consumer devices that require low power consumption. By way of example, and without limitation, the Micron Defendants sell such DRAM products under brand names that include Micron, Lexar, Crucial, SpecTek, Elpida and private labels, in packaged form, unpackaged form, die form and wafer form, and as memory modules and multi-chip packages. Despite not having a license to the '330 or '061 patents, the Micron Defendants DRAM memory products adopt the designs claimed in these patents.

FIRST CAUSE OF ACTION – INFRINGEMENT OF THE '188 PATENT

- 54. Plaintiff hereby repeats and re-alleges the allegations contained in paragraphs 1 to 53, as if fully set forth herein.
- 55. Defendants MTI, MSP, and MCPG, directly and/or through their subsidiaries, affiliates, agents, and/or business partners, have directly infringed the '188 patent, including at least claims 3, 11-13, 15, and 19, pursuant to 35 U.S.C. § 271(a) by practicing the methods claimed in the '188 patent in the manufacture of NAND Flash memory semiconductor devices within the United States, for example by practicing the steps of: (a) providing a semiconductor substrate; (b) forming a gate over the substrate; (c) forming a source/drain region in the substrate; (d) providing a source/drain contact electrically coupled to the source/drain region; (e) forming an interlevel dielectric layer that includes first, second, and third dielectric layers over the source/drain contact; (f) forming an etch mask over the interlevel dielectric layer; (g) applying a first etch which is highly selective of the first dielectric layer with respect to the second

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dielectric layer through an opening in the etch mask using the second dielectric layer as an etch stop, to form a first hole in the first dielectric layer that extends to the second dielectric layer without extending to the third dielectric layer; (h) applying a second etch which is highly selective of the second dielectric layer with respect to the third dielectric layer through the opening in the etch mask using the third dielectric layer as an etch stop, to form a second hole in the second dielectric layer that extends to the third dielectric layer without extending to the source/drain contact; (i) applying a third etch which is highly selective of the third dielectric layer with respect to the source/drain contact through the opening in the etch mask, form a third hole in the third dielectric layer that extends to the source/drain contact, such that the first, second, and third holes in combination provide a contact hole in the interlevel dielectric layer; and (j) wherein the first, second, and third etches are anisotropic etches. Defendants MTI, MSP and MCPG further directly infringe the '188 patent by, for example, practicing the steps of: (k) using first, second, and third etches that are anisotropic etches and forming the contact holes having straight sidewalls; (1) using a second anisotropic etch that is highly selective of the source/drain contact with respect to the third dielectric layer; (m) forming the source/drain contact as the source/drain region; (n) forming the interlevel dielectric layer to consists of the first, second, and third dielectric layers; and/or (o) forming a conductive plug in the contact hole that contacts the source/drain contact.

- 56. The Micron Defendants directly and/or through their subsidiaries, affiliates, agents, and/or business partners, have also directly infringed the '188 patent, including at least claims 3, 11-13, 15, and 19, pursuant to 35 U.S.C. § 271(g) by importing, using, selling, or offering to sell NAND Flash memory semiconductor devices in the United States made using the methods claimed in the '188 patent. NAND Flash memory semiconductor devices manufactured by the Micron Defendants and/or other entities owned and controlled by the Micron Defendants or by third party partner foundries under contract with the Micron Defendants, are made using a process that practices the claims of the '188 patent. The Micron Defendants have directly infringed when they imported, used, sold, or offered for sale in the United States NAND Flash memory semiconductor devices made using the claimed methods.
- 57. The Micron Defendants have been engaged in one or more of these direct infringing activities related to their NAND Flash memory semiconductor devices, including at least their NAND Flash Products, including SLC NAND, MLC NAND, TLC NAND and Serial NAND products, whether

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sold in packaged form, unpackaged form, die form, or wafer form; managed NAND Flash Products incorporating such NAND flash products, such as their e-MMC and Embedded USB products; multichip packages incorporating such NAND Flash Products, such as their e.MMC-Based MCP and NAND-Based MCP products; solid state drives incorporating such NAND Flash Products, such as their 9100 PCIe® NVMeTM SSD, S600DC, M600, M500DC, and M510DC solid state drives; all other NAND or NOR Flash memory devices that include transistors having a contact hole extending through first, second, and third dielectric layers to a source/drain contact formed using a process involving a first, second, and third anisotropic etch and dual etch stops in accordance with the methods of the asserted claims of the '188 patent; and any other NAND or NOR Flash memory devices made by a substantially similar process, a representative example being the NAND Flash memory device having die markings Intel L95B 2012(M)(C) made using the Micron Defendants' 16-nanometer process node, which has a transistor structure believed to also apply to NOR Flash products ("the '188 Patent Accused Flash Products"). The claim charts attached as Exhibit 7 identify specifically how each step of each asserted claim is used in making the '188 Patent Accused Flash Products. The device depicted in Exhibit 7 is a NAND Flash memory device made using a 16-nanometer processing node. The charts further identify the critical characteristics of the '188 Patent Accused Flash Products and describe why all of the accused products are made in an infringing manner under the theories identified in the charts.

58. On information and belief, the infringement analysis depicted in Exhibit 7 is representative of all other '188 Patent Accused Flash Products made using Micron's 16-nanometer process node technology. A process node is a standard process used across different products sharing a common feature size. The use of process nodes is common in the semiconductor fabrication industry because they allow for processes to be standardized and controlled. Therefore, all '188 Patent Accused Flash Products made using Micron's 16-nanometer process node are made in the same infringing way and include the same critical characteristics of a contact hole extending through first, second, and third dielectric layers to a source/drain contact formed using a process involving a first, second, and third anisotropic etch and dual etch stops in accordance with the methods of the asserted claims of the '188 patent. On information and belief, Micron has made, sold, offered for sale, and imported '188 Patent Accused Flash Products that were fabricated using other process nodes, including, but not limited to, 20-nanometer and 12-nanometer

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process nodes. New process nodes evolve over time based on existing process nodes; one process node is the basis for the next. With respect to the critical characteristics of the asserted claims of the '188 patent, the process steps used in Micron's 20, 16, and 12-nanometer process nodes are substantially similar, and the semiconductor devices resulting from those process nodes have substantially similar structures with respect to the critical characteristics. Therefore, on information and belief, the semiconductor devices of the 20-nanometer and 12-nanometer process nodes are made using the same critical steps as the representative device of the 16-nanometer process node shown in Exhibit 7.

- 59. The Micron Defendants, directly and/or through their subsidiaries, affiliates, agents, and/or business partners, have indirectly infringed the '188 patent, including at least claims 3, 11-13, 15, and 19, pursuant to 35 U.S.C. § 271(b) by actively inducing acts of direct infringement performed by others. The Micron Defendants received actual notice of the '188 patent and of Lone Star's infringement allegations at least upon the service of the complaint filed on October 7, 2016, in the *Micron I* Action. Upon information and belief, MTI has numerous lawyers and other active agents of MTI and of its owned and controlled subsidiaries who regularly review patents and published patent applications relevant to technology in the fields of the Patents in Suit, specifically including patents directed to semiconductor memory devices issued to competitors such as AMD, the original assignee of the '188 patent. Upon information and belief, MTI itself has been issued over 24,000 patents, including over 900 patents prosecuted in the USPTO in the same classifications as the '188 patent, giving the Micron Defendants intimate knowledge of the art in fields relevant to this civil action. The timing, circumstances, and extent of MTI and its subsidiaries MSP, MCPG and Micron Japan obtaining actual knowledge of the '188 patent prior to the commencement of this lawsuit will be confirmed during discovery.
- 60. Upon gaining knowledge of the '188 patent, it was, or became, apparent to the Micron Defendants that the manufacture, sale, importation, offer for sale, and use of their '188 Patent Accused Flash Products resulted in infringement of the '188 patent. Upon information and belief, the Micron Defendants continued to engage in activities constituting inducement of infringement, notwithstanding their knowledge, or willful blindness thereto, that the activities they induced resulted in infringement of the '188 patent.

The '188 Patent Accused Flash Products are intended for integration into products known

1 61. 2 to have been sold widely in the United States. MTI and/or its subsidiaries make NAND Flash 3 semiconductor devices using methods claimed in the '188 patent, which devices infringed when they were imported into, or sold, used, or offered for sale in, the United States. The Micron Defendants have 5 indirectly infringed by inducing customers (such as makers of mobile devices, desktop computers, and 6 other devices that use NAND Flash memory) to import products that integrate NAND Flash 7 semiconductor devices made using the methods claimed in the '188 patent, or to sell or use such products, 8 or offer them for sale, in the United States. For example, the Micron Defendants have induced third party 9 manufacturers, original equipment manufacturers (OEMs), importers, resellers, and other customers who 10 purchase devices manufactured at Micron Japan's and other overseas facilities of MTI's owned and 11 controlled subsidiaries, or supplied under agreements with partner foundries, to import devices made using 12 the methods claimed in the '188 patent, or to sell or use such devices, or offer them for sale in the United

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States without authority.

62. The Micron Defendants have encouraged customers, resellers, OEMs, or others to import into the United States and sell and use in the United States the '188 Patent Accused Flash Products made using the methods claimed in the '188 patent with knowledge and the specific intent to cause the acts of direct infringement performed by these third parties. On information and belief, after the Micron Defendants obtained knowledge of the '188 patent, the '188 Patent Accused Flash Products have been imported into the United States and sold in large volumes by themselves and by others, such as customers, distributors, and resellers. The Micron Defendants were aware that the '188 Patent Accused Flash Products were always made using the same fabrication methods under the Micron Defendants' direction and control such that the Micron Defendants' customers infringed one or more claims of the '188 patent by incorporating such NAND Flash semiconductor devices in other products, and that subsequent importation, sale, and use of such products in the United States was a direct infringement of the '188 patent.

The Micron Defendants have directly benefitted from and have actively and knowingly

encouraged customers', resellers', and users' importation of these products into the United States and sale

and use within the United States. The Micron Defendants have actively encouraged customers and

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downstream users, OEMs, and resellers to import, use, and sell in the United States the '188 Patent Accused Flash Products that they manufacture and supply, including through advertising, marketing, and sales activities directed at United States sales. On information and belief, the Micron Defendants are aware of the size and importance of the United States market for customers of the Micron Defendants' products, and have also distributed or supplied these products intended for importation, use, and sale in the United States. The Micron Defendants routinely marketed their infringing NAND Flash memory products to third parties for inclusion in products that were sold to customers in the United States, as well as directly to end user customers. MTI has publicly stated that its Flash products have been primarily targeted for mobile phones, SSDs, tablets, computers, industrial and automotive applications, removable storage devices, SSDs, and MCP products, all of which have been widely sold and used in the United States. The Micron Defendants have had numerous direct sales, distributors, and reseller outlets for these products in the United States. The Micron Defendants' marketing efforts show that they have specifically intended to induce and have induced direct infringement in the United States.

- 64. The Micron Defendants have also provided OEMs, manufacturers, importers, resellers, customers, and end users instructions, user guides, and technical specifications on how to incorporate the '188 Patent Accused Flash Products into electronics products that are made, used, sold, offered for sale in, and/or imported into the United States. The Micron Defendants have known that their OEMs, manufacturers, importers, resellers, customers, and end users have followed such instructions, user guides, and technical specifications and have embedded the products in end products and have made, used, offered to sell, sold, or imported them into the United States to directly infringe one or more claims of the '188 patent. On information and belief, MTI and MCPG have provided technical support for the Micron Defendants' '188 Patent Accused Flash Products in the United States. The Micron Defendants thus have known that their actions actively induced infringement.
- 65. The Micron Defendants have engaged in additional activities to specifically target the United States market for the '188 Patent Accused Flash products and actively induce OEMs, manufacturers, importers, resellers, customers, and end users to directly infringe one or more claims of the '188 patent in the United States. For example, the Micron Defendants have showcased their NAND Flash memory technologies at various industry events, such as CES and the Flash Memory Summit, and

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through written materials distributed in the United States, in an effort to encourage various OEMs, manufacturers, importers, resellers, customers, and end users to include the infringing technology in their computers, mobile devices, removable storage devices, and other products. These events are attended by the direct infringers mentioned above and generally by companies that make, use, offer to sell, or sell in the United States, or import into the United States, products that use NAND Flash memory components such as those made by the Micron Defendants. The Micron Defendants' website also enables customers to locate United States based distributors of Micron products, such as Arrow Electronics, Inc., Avnet, Digi-Key, Edge Electronics, Phoenics Electronics, and WPG.

- 66. The Micron Defendants have derived significant revenue by selling their NAND Flash memory products to third parties who have directly infringed the '188 patent in the United States. Further, MTI has stated publicly that it has partnered with Intel for design, development, and manufacture of NAND Flash semiconductor devices and has sold its NAND Flash products to Intel through its partnership with Intel. The Micron Defendants have known that after selling NAND Flash to Intel, Intel would incorporate the NAND Flash and directly infringe one or more claims of the '188 patents. The Micron Defendants thus knew that these actions would actively induce infringement.
- 67. The Micron Defendants' extensive sales and marketing efforts, sales volume, and partnerships all evidence their intent to have induced companies to infringe one or more claims of the '188 patent by, using, offering to sell, selling, or importing products that incorporate the '188 Patent Accused Flash Products in the United States. The Micron Defendants have had specific intent to induce infringement or have been willfully blind to the direct infringement they are inducing.
- 68. The Micron Defendants' direct and indirect infringement of the '188 patent has injured Lone Star, and Lone Star is entitled to recover damages adequate to compensate for such infringement pursuant to 35 U.S.C. § 284.
- 69. On information and belief, Defendant MTI, including its subsidiaries MSP, MCPG, and Micron Japan, acted egregiously and with willful misconduct in that their actions constituted direct or indirect infringement of a valid patent, and this was either known or so obvious that the Micron Defendants should have known about it. The Micron Defendants continued to infringe the '188 patent by making, using, selling, offering for sale, and importing in the United States the '188 Patent Accused Flash Products

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and to induce the direct infringement of others performing these acts, or they have acted at least in reckless disregard of Lone Star's patent rights. On information and belief, the Micron Defendants continued their infringement notwithstanding actual knowledge of the '188 patent and without a good faith basis to believe that their activities did not infringe any valid claim of the '188 patent. All infringement of the '188 patent following the Micron Defendants' knowledge of the '188 patent is willful and Lone Star is entitled to treble damages and attorneys' fees and costs incurred in this action under 35 U.S.C. §§ 284 and 285.

SECOND CAUSE OF ACTION – INFRINGEMENT OF THE '085 PATENT

- 70. Plaintiff hereby repeats and re-alleges the allegations contained in paragraphs 1 to 53, as if fully set forth herein.
- 71. The Micron Defendants, directly and/or through their subsidiaries, affiliates, agents, and/or business partners, have directly infringed the '085 patent, including at least claims 1, 3, 4, and 6, pursuant to 35 U.S.C. § 271(a) by making, using, selling, offering to sell, and/or importing NAND and NOR Flash memory semiconductor devices that embody the inventions claimed in the '085 patent, within the United States and within this District. In violation of the '085 patent, the Micron Defendants' accused NAND and NOR Flash memory devices include these features: (a) a core region including a stacked gate flash memory cell structure and a select gate transistor, and a periphery region including a low voltage transistor and a high voltage transistor; and (b) the select gate transistor and the low voltage transistor both have a gate oxide layer and a gate electrode layer; and (c) a thickness of the gate oxide layer of the select gate transistor and the low voltage transistor are substantially the same; and (d) a thickness of the gate electrode layer of the select gate transistor and the low voltage transistor are substantially the same. The Micron Defendants have further directly infringed the '085 patent because these devices include these additional features: (e) a tunnel oxide layer; (f) a floating gate layer overlying the tunnel oxide layer; (g) an insulating layer overlying the floating gate layer; (h) a control gate layer overlying the insulating layer; (i) the high voltage transistor having a structure comprising a gate oxide layer of about 400 Å and a conductive gate region overlying the gate oxide layer; and/or (j) a plurality of select gate transistors that share a common conductive gate region to form a select gate word line.
- 72. The Micron Defendants have been engaged in one or more of these direct infringing activities related to their NAND and NOR Flash memory semiconductor devices, including at least their

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Flash Products, including SLC NAND, MLC NAND, TLC NAND, Serial NAND, Parallel NOR Flash, Serial NOR Flash, and XTRMFlash products, whether sold in packaged form, unpackaged form, die form or wafer form; managed Flash Products incorporating such Flash Products, such as their e-MMC and Embedded USB products; multichip packages incorporating such Flash Products, such as their e.MMC-Based MCP, NAND-Based MCP, and NOR-Based MCP products; solid state drives incorporating such NAND Flash Products, such as their 9100 PCIe® NVMeTM SSD, S600DC, M600, M500DC, and M510DC solid state drives; all other NAND and NOR Flash memory devices having a select gate transistor, a low voltage transistor, and a high voltage transistor with gate oxide layers and gate electrode layers of thicknesses in accordance with the structures of the asserted claims of the '085 Patent, a representative example being the NAND Flash memory device having die markings Intel L95B 2012(M)(C), made using the Micron Defendants' 16-nanometer processing node ("the '085 Patent Accused Flash Products"). The claim charts attached as Exhibit 8 identify specifically where each element of each asserted claim is found within the '085 Patent Accused Flash Products. The device depicted in Exhibit 8 is a NAND Flash memory device made using a 16-nanometer processing node. The charts further identify the critical characteristics of the '085 Patent Accused Flash Products and describe why all of the accused products infringe under the theories identified in the charts.

73. On information and belief, the infringement analysis depicted in Exhibit 8 is representative of all other '085 Patent Accused Flash Products made using Micron's 16-nanometer process node technology. A process node is a standard process used across different products sharing a common feature size. The use of process nodes is common in the semiconductor fabrication industry because they allow for processes to be standardized and controlled. Therefore, all '085 Patent Accused Flash Products made using Micron's 16-nanometer process node infringe in the same way and include the same critical characteristics of having a select gate transistor, a low voltage transistor, and a high voltage transistor with gate oxide layers and gate electrode layers of thicknesses in accordance with the structures of the asserted claims of the '085 Patent. On information and belief, Micron has made, sold, offered for sale, and imported'085 Patent Accused Flash Products that were fabricated using other process nodes, including but not limited to, 20-nanometer and 12-nanometer process nodes. New process nodes evolve over time based on existing process nodes; one process node is the basis for the next. With respect to the critical

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characteristics of the asserted claims of the '085 patent, the process steps used in Micron's 20, 16, and 12nanometer process nodes are substantially similar, and the semiconductor devices resulting from those process nodes have substantially similar structures with respect to the critical characteristics. Therefore, on information and belief, the semiconductor devices of the 20-nanometer and 12-nanometer process nodes include the same critical characteristics as the representative device of the 16-nanometer process shown in Exhibit 8.

74. The Micron Defendants, directly and/or through their subsidiaries, affiliates, agents, and/or business partners, have indirectly infringed the '085 patent, including at least claims 1, 3, 4, and 6, pursuant to 35 U.S.C. § 271(b) by actively inducing acts of direct infringement performed by others. The Micron Defendants received actual notice of the '085 patent and of Lone Star's infringement allegations at least upon the service of the complaint filed on October 7, 2016 in the Micron I Action. Upon information and belief, MTI has numerous lawyers and other active agents of MTI and of its owned and controlled subsidiaries who regularly review patents and published patent applications relevant to technology in the fields of the Patents in Suit, specifically including patents directed to semiconductor memory devices issued to competitors such as AMD, the original assignee of the '085 patent. Upon information and belief, MTI itself has been issued over 24,000 patents, including over 400 patents prosecuted in the USPTO in the same classifications as the '085 patent, giving the Micron Defendants intimate knowledge of the art in fields relevant to this civil action. MTI has had previous actual notice of the '085 patent prior to service of the complaint in the *Micron I* Action at least through its efforts to patent related technologies. The '085 patent is listed on the face of U.S. Patent No. 6,191,444 ("the '444 patent") issued to Defendant MTI on February 20, 2001, indicating that it was among the references cited against and considered by the USPTO and MTI during prosecution of '444 patent. Accordingly, MTI has had actual notice of the '085 patent since at least the issue date of the '444 patent. The '085 patent is also listed on the face of U.S. Patent No. 6,414,351, issued to MTI on July 2, 2002, and on the face of U.S. Patent No. 6,551,878, issued to MTI on April 22, 2003, demonstrating that MTI had further notice of the '085 patent well prior to the commencement of the Micron I Action. The timing, circumstances, and extent of MTI and its subsidiaries MSP, MCPG, and Micron Japan obtaining actual knowledge of the '085 patent prior to the commencement of this lawsuit will be confirmed during discovery.

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75. Upon gaining knowledge of the '085 patent, it was, or became, apparent to the Micron Defendants that the manufacture, sale, importation, offer for sale and use of their '085 Patent Accused Flash Products resulted in infringement of the '085 patent. Upon information and belief, the Micron Defendants continued to engage in activities constituting inducement of infringement, notwithstanding their knowledge, or willful blindness thereto, that the activities they induced resulted in infringement of the '085 patent.

- 76. The '085 Patent Accused Flash Products are intended for integration into products known to be sold widely in the United States. MTI and/or its subsidiaries make Flash semiconductor devices that embody the inventions claimed in the '085 patent, which devices infringed when they were imported into, or sold, used, or offered for sale in, the United States. The Micron Defendants have indirectly infringed by inducing customers (such as makers of mobile devices, desktop computers, and other devices that use Flash memory) to import products that integrate Flash semiconductor devices embodying inventions claimed in the '085 patent, or to sell or use such products, or offer them for sale, in the United States. For example, the Micron Defendants have induced third party manufacturers, original equipment manufacturers (OEMs), importers, resellers, and other customers who purchase devices manufactured at Micron Japan's and other overseas facilities of MTI's owned and controlled subsidiaries, or supplied under agreements with partner foundries, to import devices embodying inventions claimed in the '085 patent, or to sell or use such devices, or offer them for sale in the United States without authority.
- 77. The Micron Defendants have encouraged customers, resellers, OEMs, or others to import into the United States and sell and use in the United States the '085 Patent Accused Flash Products embodying inventions claimed in the '085 patent with knowledge and the specific intent to cause the acts of direct infringement performed by these third parties. On information and belief, after the Micron Defendants obtained knowledge of the '085 patent, the '085 Patent Accused Flash Products have been imported into the United States and sold in large volumes by themselves and by others, such as customers, distributors, and resellers. The Micron Defendants were aware that the '085 Patent Accused Flash Products were integral components of the computer and mobile products incorporating them, that the infringing Flash Products were built into the computer and other products, and could not be removed or disabled by a purchaser of the consumer products containing the infringing Flash memory devices, such

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that the Micron Defendants' customers infringed one or more claims of the '085 patent by incorporating such Flash semiconductor devices in other products, and that subsequent importation, sale, and use of such products in the United States was a direct infringement of the '085 patent.

- 78. The Micron Defendants have directly benefitted from and have actively and knowingly encouraged customers', resellers', and users' importation of these products into the United States and sale and use within the United States. The Micron Defendants have actively encouraged customers and downstream users, OEMs, and resellers to import, use, and sell in the United States the '085 Patent Accused Flash Products that they manufacture and supply, including through advertising, marketing, and sales activities directed at United States sales. On information and belief, the Micron Defendants are aware of the size and importance of the United States market for customers of the Micron Defendants' products, and have also distributed or supplied these products intended for importation, use, and sale in the United States. The Micron Defendants routinely marketed their infringing NAND and NOR Flash memory products to third parties for inclusion in products that are sold to customers in the United States, as well as directly to end user customers. MTI has publicly stated that its Flash products have been primarily targeted for mobile phones, SSDs, tablets, computers, industrial and automotive applications, removable storage devices, SSDs and MCP products, all of which have been widely sold and used in the United States. The Micron Defendants have numerous direct sales, distributors, and reseller outlets for these products in the United States. The Micron Defendants' marketing efforts show that they have specifically intended to induce and have induced direct infringement in the United States.
- 79. The Micron Defendants have also provided OEMs, manufacturers, importers, resellers, customers, and end users instructions, user guides, and technical specifications on how to incorporate the '085 Patent Accused Flash Products into electronics products that were made, used, sold, offered for sale in, and/or imported into the United States. The Micron Defendants have known that their OEMs, manufacturers, importers, resellers, customers, and end users have followed such instructions, user guides, and technical specifications, and have embedded the products in end products, and have made, used, offered to sell, sold, or imported into the United States to directly infringe one or more claims of the '085 patent. On information and belief, MTI and MCPG provided technical support for the Micron Defendants'

'085 Patent Accused Flash Products in the United States. The Micron Defendants thus have known that

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their actions have actively induced infringement.

80. The Micron Defendants have engaged in additional activities to specifically target the United States market for the '085 Patent Accused Flash Products and actively induce OEMs, manufacturers, importers, resellers, customers, and end users to directly infringe one or more claims of the '085 patent in the United States. For example, the Micron Defendants have showcased their NAND and NOR Flash memory technologies at various industry events, such as at CES and the Flash Memory Summit, and through written materials distributed in the United States, in an effort to encourage various OEMs, manufacturers, importers, resellers, customers, and end users to include the infringing technology in their computers, mobile devices, removable storage devices, and other products. These events are attended by the direct infringers mentioned above and generally by companies that make, use, offer to sell, or sell in the United States, or import into the United States, products that use NAND or NOR Flash memory components, such as those made by the Micron Defendants. The Micron Defendants' website also enables customers to locate United States based distributors of Micron products, such as Arrow Electronics, Inc., Avnet, Digi-Key, Edge Electronics, Phoenics Electronics, and WPG.

- 81. The Micron Defendants have derived significant revenue by selling the '085 Patent Accused Flash Products to third parties who have directly infringed the '085 patent in the United States. Further, MTI has stated publicly that it has partnered with Intel for design, development, and manufacture of NAND Flash semiconductor devices and has sold its NAND Flash products to Intel through its partnership with Intel. The Micron Defendants have known that after selling NAND Flash to Intel, Intel would incorporate the NAND Flash and directly infringe one or more claims of the '085 patent. The Micron Defendants thus know that these actions actively induce infringement.
- 82. The Micron Defendants' extensive sales and marketing efforts, sales volume, and partnerships all evidence their intent to induce companies to infringe one or more claims of the '085 patent by using, offering to sell, or selling in the United States, or importing into the United States, products that incorporate the '085 Patent Accused Flash Products. The Micron Defendants have had specific intent to induce infringement or have been willfully blind to the direct infringement that they have induced.

- 83. Upon information and belief, the Micron Defendants have continued to engage in activities 2 constituting contributory infringement of the '085 patent, including at least claims 1, 3, 4, and 6, pursuant 3 to 35 U.S.C. § 271(c). The Micron Defendants have contributorily infringed with knowledge that the '085 Patent Accused Flash Products, or the use thereof, infringe the '085 patent. The Micron Defendants 5 knowingly and intentionally contributed to the direct infringement of the '085 patent by others, by 6 supplying these Flash memory chipset products that embody a material part of the claimed invention of 7 the '085 patent, that are known by the Micron Defendants to have been specially made or adapted for use 8 in an infringing manner. For example, and without limitation, the '085 Patent Accused Flash Products are 9 used in end products, including solid state drives, thumb drives, computers, laptops, and mobile 10 telephones. The '085 Patent Accused Flash Products are not staple articles or commodities of commerce suitable for non-infringing use and are especially made for or adapted for use in infringing the '085 patent. 12 There are no substantial uses of the '085 Patent Accused Flash Products that do not infringe the '085 13 patent. By contributing a material part of the infringing computing products sold, offered for sale, imported 14 and used by their customers, resellers and users, the Micron Defendants have been indirectly infringing 15 the '085 patent under 35 U.S.C. § 271(c).
 - 84. The Micron Defendants' direct and indirect infringement of the '085 patent has injured Lone Star, and Lone Star is entitled to recover damages adequate to compensate for such infringement pursuant to 35 U.S.C. § 284.
 - 85. On information and belief, Defendant MTI, including its subsidiaries MSP, MCPG, and Micron Japan, acted egregiously and with willful misconduct in that their actions constituted direct or indirect infringement of a valid patent, and this was either known or so obvious that the Micron Defendants should have known about it. The Micron Defendants continued to infringe the '085 patent by making, using, selling, offering for sale, and importing into the United States the '085 Patent Accused Flash Products, and to induce the direct infringement of others performing these acts, or they have acted at least in reckless disregard of Lone Star's patent rights. On information and belief, the Micron Defendants continued their infringement notwithstanding actual knowledge of the '085 patent and without a good faith basis to believe that their activities did not infringe any valid claim of the '085 patent. All infringement of the '085 patent following the Micron Defendants' knowledge of the '085 patent is willful

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and Lone Star is entitled to treble damages and attorneys' fees and costs incurred in this action under 35 U.S.C. §§ 284 and 285.

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THIRD CAUSE OF ACTION – INFRINGEMENT OF THE '061 PATENT

- 86. Plaintiff hereby repeats and re-alleges the allegations contained in paragraphs 1 to 53, as if fully set forth herein.
- 87. The Micron Defendants, directly and/or through their subsidiaries, affiliates, agents, and/or business partners, have in the past and continue to directly infringe the '061 patent, including at least claims 1, 3, 4, 11, 13 and 14, pursuant to 35 U.S.C. § 271(a) by making, using, selling, offering to sell and/or importing DRAM memory semiconductor devices that embody the inventions claimed in the '061 patent, within the United States and within this District. In violation of the '061 patent, the Micron Defendants' accused DRAM memory devices include these features: (a) a semiconductor substrate of a first conductivity type; (b) a source region of a second conductivity type in the semiconductor substrate; (c) a drain region of the second conductivity type spaced from the source region in the semiconductor substrate; (d) a trench having substantially upright vertical surfaces and a bottom surface formed in the semiconductor substrate intermediate the source and drain regions; (e) a channel region formed in the semiconductor substrate and forming a contiguous region beneath the bottom surface of the trench and immediately contiguous to the source and drain regions; (f) a trench-to-gate insulating layer formed on the substantially upright vertical surfaces and the bottom surface inside the trench and forming a contiguous layer inside the trench; and (g) a trenched gate electrode having a top surface and formed on the trench-to-gate insulating layer inside the trench. The Micron Defendants further directly infringe the '061 patent because its devices include these additional features: (h) the first conductivity type being ptype and the second conductivity type being n-type; (i) a trench spacer dielectric layer formed on the substantially upright vertical surfaces inside the trench; and (j) a trench dielectric formed on the bottom surface inside the trench.
- 88. The Micron Defendants have been and are engaged in one or more of these direct infringing activities related to their DRAM memory semiconductor devices, including at least their DRAM Products, including DDR4 SDRAM, DDR3 SDRAM, DDR2 SDRAM, DDR SDRAM, SDRAM, GDDR, RLDRAM and LPDRAM, whether sold in packaged form, unpackaged form, die form or wafer form;

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DRAM modules incorporating such DRAM Products, such as their FBDIMM, RDIMM, VLP RDIMM, VLP UDIMM, UDIMM, SODIMM, SORDIMM, VLP Mini-DIMM, LRDIMM, Mini-DIMM, and NVDIMM modules; multichip packages incorporating such DRAM Products, such as their e.MMC-Based MCP, NAND-Based MCP, and NOR-Based MCP products; all other DRAM memory devices with transistors having a trenched gate formed in a trench of a semiconductor substrate in accordance with the structures of the asserted claims of the '061 patent, a representative example being the DDR3 SDRAM memory device, product number MT41K512M8RH-125, made using the Micron Defendants' 30nanometer processing node ("the '061 Patent Accused DRAM Products"). The claim charts attached as Exhibit 9 identify specifically where each element of each asserted claim is found within the '061 Patent Accused DRAM Products. The device depicted in Exhibit 9 is a DDR3 SDRAM memory device, product number MT41K512M8RH-125, made using a 30-nanometer processing node. The charts further identify the critical characteristics of the '061 Patent Accused DRAM Products and describe why all of the accused products infringe under the theories identified in the charts.

89. On information and belief, the infringement analysis depicted in Exhibit 9 is representative of all other '061 Patent Accused DRAM Products made using Micron's 30-nanometer process node technology. A process node is a standard process used across different products sharing a common feature size. The use of process nodes is common in the semiconductor fabrication industry because they allow for processes to be standardized and controlled. Therefore, all '061 Patent Accused DRAM Products made using Micron's 30-nanometer process node infringe in the same way and include the same critical characteristics of transistors having a trenched gate formed in a trench of a semiconductor substrate in accordance with the structures of the asserted claims of the '061 patent. On information and belief, Micron also makes, sells, offers for sale, and imports '061 Patent Accused DRAM Products that are fabricated using other process nodes, including but not limited to, 42, 30, 25 and 20-nanometer process nodes. New process nodes evolve over time based on existing process nodes; one process node is the basis for the next. With respect to the critical characteristics of the asserted claims of the '061 patent, the process steps used in Micron's 42, 30, 25, and 20-nanometer process nodes are substantially similar, and the semiconductor devices resulting from those process nodes have substantially similar structures with respect to the critical characteristics. Therefore, on information and belief, the semiconductor devices of the 42, 30, 25, and 20-

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nanometer process nodes include the same critical characteristics as the representative device of the 30nanometer process node shown in Exhibit 9.

- 90. The Micron Defendants, directly and/or through their subsidiaries, affiliates, agents, and/or business partners, have been and are now indirectly infringing the '061 patent, including at least claims 1, 3, 4, 11, 13 and 14, pursuant to 35 U.S.C. § 271(b) by actively inducing acts of direct infringement performed by others. The Micron Defendants received actual notice of the '061 patent and Lone Star's infringement allegations at least upon the service of the complaint filed on October 7, 2016, in the Micron I Action. Upon information and belief, MTI has numerous lawyers and other active agents of MTI and of its owned and controlled subsidiaries who regularly review patents and published patent applications relevant to technology in the fields of the Patents in Suit, specifically including patents directed to semiconductor memory devices issued to competitors such as AMD, the original assignee of the '061 patent. Upon information and belief, MTI itself has been issued over 24,000 patents, including over 150 patents prosecuted in the USPTO in the same classifications as the '061 patent, giving the Micron Defendants intimate knowledge of the art in fields relevant to this civil action. The timing, circumstances and extent of MTI and its subsidiaries MSP, MCPG, and Micron Japan obtaining actual knowledge of the '061 patent prior to the commencement of this lawsuit will be confirmed during discovery.
- 91. Upon gaining knowledge of the '061 patent, it was, or became, apparent to the Micron Defendants that the manufacture, sale, importation, offer for sale, and use of their '061 Patent Accused DRAM Products results in infringement of the '061 patent. Upon information and belief, the Micron Defendants have continued and will continue to engage in activities constituting inducement of infringement, notwithstanding their knowledge, or willful blindness thereto, that the activities they induce result in infringement of the '061 patent under 35 U.S.C. § 271(b).
- 92. The '061 Patent Accused DRAM Products are intended for integration into products known to be sold widely in the United States. MTI and/or its subsidiaries make DRAM semiconductor devices that embody the inventions claimed in the '061 patent, which devices infringe when they are imported into, or sold, used, or offered for sale in, the United States. The Micron Defendants indirectly infringe by inducing customers (such as makers of mobile devices, desktop computers, and other devices that use DRAM memory) to import products that integrate DRAM semiconductor devices embodying inventions

claimed in the '061 patent, or to sell or use such products, or offer them for sale, in the United States. For example, the Micron Defendants induce third party manufacturers, original equipment manufacturers (OEMs), importers, resellers, and other customers who purchase devices manufactured at Micron Japan's and other overseas facilities of MTI's owned and controlled subsidiaries, or supplied under agreements with partner foundries, to import devices embodying inventions claimed in the '061 patent, or to sell or use such devices, or offer them for sale in the United States without authority.

- 93. The Micron Defendants encourage customers, resellers, OEMs, or others to import into the United States and sell and use in the United States the '061 Patent Accused DRAM Products embodying inventions claimed in the '061 patent with knowledge and the specific intent to cause the acts of direct infringement performed by these third parties. On information and belief, after the Micron Defendants obtained knowledge of the '061 patent, the '061 Patent Accused DRAM Products have been and will continue to be imported into the United States and sold in large volumes by themselves and by others, such as customers, distributors, and resellers. The Micron Defendants are aware that the '061 Patent Accused DRAM Products are integral components of the computer and mobile products incorporating them, that the infringing DRAM Products are built into the computer and other products, and cannot be removed or disabled by a purchaser of the consumer products containing the infringing DRAM memory devices, such that the Micron Defendants' customers will infringe one or more claims of the '061 patent by incorporating such DRAM semiconductor devices in other products, and that subsequent importation, sale and use of such products in the United States is a direct infringement of the '061 patent.
- 94. The Micron Defendants directly benefit from and actively and knowingly encourage customers', resellers', and users' importation of these products into the United States and sale and use within the United States. The Micron Defendants actively encourage customers and downstream users, OEMs, and resellers to import, use, and sell in the United States the '061 Patent Accused DRAM Products that they manufacture and supply, including through advertising, marketing, and sales activities directed at United States sales. On information and belief, the Micron Defendants are aware of the size and importance of the United States market for customers of the Micron Defendants' products, and also distribute or supply these products intended for importation, use, and sale in the United States. The Micron Defendants routinely market their infringing DRAM memory products to third parties for inclusion in

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products that are sold to customers in the United States, as well as directly to end user customers. MTI has publicly stated that its DRAM products are primarily targeted for desktop computers, tablet computers, mobile phones, networking devices, servers, and other products, all of which are widely sold and used in the United States. The Micron Defendants have numerous direct sales, distributors, and reseller outlets for these products in the United States. The Micron Defendants' marketing efforts show that they have specifically intended to induce and have induced direct infringement in the United States.

- 95. The Micron Defendants also provide OEMs, manufacturers, importers, resellers, customers, and end users instructions, user guides, and technical specifications on how to incorporate the '061 Patent Accused DRAM Products into electronics products that are made, used, sold, offered for sale in and/or imported into the United States. The Micron Defendants know that their OEMs, manufacturers, importers, resellers, customers, and end users follow such instructions, user guides, and technical specifications and embed the products in end products and make, use, offer to sell, sell, or import into the United States to directly infringe one or more claims of the '061 patent. On information and belief, MTI and MCPG provide technical support for the Micron Defendants' '061 Patent Accused DRAM Products in the United States. The Micron Defendants thus know that their actions actively induce infringement.
- 96. The Micron Defendants have engaged and will continue to engage in additional activities to specifically target the United States market for the '061 Patent Accused DRAM Products and actively induce OEMs, manufacturers, importers, resellers, customers, and end users to directly infringe one or more claims of the '061 patent in the United States. For example, the Micron Defendants have showcased their DRAM memory technologies at various industry events, such as at CES, and through written materials distributed in the United States, in an effort to encourage various OEMs, manufacturers, importers, resellers, customers, and end users to include the infringing technology in their computers, mobile devices, removable storage devices, and other products. These events are attended by the direct infringers mentioned above and generally by companies that make, use, offer to sell, or sell in the United States, or import into the United States, products that use DRAM memory components such as those made by the Micron Defendants. The Micron Defendants' website also enables customers to locate United States based distributors of Micron products, such as Arrow Electronics, Inc., Avnet, Digi-Key, Edge Electronics, Phoenics Electronics, and WPG.

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- 97. The Micron Defendants derive significant revenue by selling the '061 Patent Accused DRAM Products to third parties who directly infringe the '061 patent in the United States. The Micron Defendants' extensive sales and marketing efforts, sales volume, and partnerships all evidence their intent to induce companies to infringe one or more claims of the '061 patent by using, offering to sell, or selling in the United States, or importing into the United States, products that incorporate the '061 Patent Accused DRAM Products. The Micron Defendants have had specific intent to induce infringement or have been willfully blind to the direct infringement they are inducing.
- 98. Upon information and belief, the Micron Defendants have continued and will continue to engage in activities constituting contributory infringement of the '061 patent, including at least claims 1, 3, 4, 11, 13 and 14, pursuant to 35 U.S.C. § 271(c). The Micron Defendants contributorily infringe with knowledge that the '061 Patent Accused DRAM Products, or the use thereof, infringe the '061 patent. The Micron Defendants knowingly and intentionally contributed to the direct infringement of the '061 patent by others, by supplying these DRAM memory chipset products, that embody a material part of the claimed invention of the '061 patent, that are known by the Micron Defendants to be specially made or adapted for use in an infringing manner. For example, and without limitation, the '061 Patent Accused DRAM Products are used in end products, including computers, laptops, tablets and mobile telephones. The '061 Patent Accused DRAM Products are not staple articles or commodities of commerce suitable for noninfringing use and are especially made for or adapted for use in infringing the '061 patent. There are no substantial uses of the '061 Patent Accused DRAM Products that do not infringe the '061 patent. By contributing a material part of the infringing computing products sold, offered for sale, imported, and used by their customers, resellers, and users, the Micron Defendants have been and are now indirectly infringing the '061 patent under 35 U.S.C. § 271(c).
- 99. The Micron Defendants' direct and indirect infringement of the '061 patent has injured Lone Star, and Lone Star is entitled to recover damages adequate to compensate for such infringement pursuant to 35 U.S.C. § 284. Unless they cease their infringing activities, the Micron Defendants will continue to injure Lone Star by infringing the '061 patent.
- 100. On information and belief, Defendant MTI, including its subsidiaries MSP, MCPG, and Micron Japan, acted egregiously and with willful misconduct in that their actions constituted direct or

indirect infringement of a valid patent, and this was either known or so obvious that the Micron Defendants should have known about it. The Micron Defendants continue to infringe the '061 patent by making, using, selling, or offering for sale in the United States, and importing into the United States, the '061 Accused DRAM Products and to induce the direct infringement of others performing these acts, or they have acted at least in reckless disregard of Lone Star's patent rights. On information and belief, the Micron Defendants will continue their infringement notwithstanding actual knowledge of the '061 patent and without a good faith basis to believe that their activities do not infringe any valid claim of the '061 patent. All infringement of the '061 patent following the Micron Defendants' knowledge of the '061 patent is willful and Lone Star is entitled to treble damages and attorneys' fees and costs incurred in this action under 35 U.S.C. §§ 284 and 285.

FOURTH CAUSE OF ACTION – INFRINGEMENT OF THE '330 PATENT

- 101. Plaintiff hereby repeats and re-alleges the allegations contained in paragraphs 1 to 53, as if fully set forth herein.
- business partners, have in the past and continue to directly infringe the '330 patent, including at least claims 1 and 2, pursuant to 35 U.S.C. § 271(a) by making, using, selling, or offering to sell in the United States and within this District, and/or importing into the United States and within this District, DRAM memory semiconductor devices that embody the inventions claimed in the '330 patent. In violation of the '330 patent, the Micron Defendants' accused DRAM memory devices include these features: (a) a semiconductor substrate having a semiconductor device provided thereon; (b) a first dielectric layer formed over the semiconductor substrate having a first opening; (c) a first conductor core filling the first opening and connected to the semiconductor device; (d) an etch stop layer of silicon nitride formed over the first dielectric layer and the first conductor core, the etch stop layer having a dielectric constant below 5.5; (e) a second dielectric layer formed over the etch stop layer and having a second opening open to the first conductor core; and (f) a second conductor core filling the second opening and connected to the first conductor core. The Micron Defendants further directly infringe the '330 patent because its devices include the additional feature: (g) the etch stop layer being in the form of a multilayer structure.

103. The Micron Defendants have been and are engaged in one or more of these direct infringing activities related to their DRAM memory semiconductor devices, including at least their DRAM Products, including DDR4 SDRAM, DDR3 SDRAM, DDR2 SDRAM, DDR SDRAM, SDRAM, GDDR, RLDRAM, and LPDRAM, whether sold in packaged form, unpackaged form, die form, or wafer form; DRAM modules incorporating such DRAM Products, such as their FBDIMM, RDIMM, VLP RDIMM, VLP UDIMM, UDIMM, SODIMM, SORDIMM, VLP Mini-DIMM, LRDIMM, Mini-DIMM and NVDIMM modules; multichip packages incorporating such DRAM Products, such as their e.MMC-Based MCP, NAND-Based MCP and NOR-Based MCP products; all other DRAM memory devices having transistor interconnects formed with a silicon nitride etch stop layer having a dielectric constant of less than 5.5 and designed in accordance with the asserted claims of the '330 patent, a representative example being the DDR3 SDRAM memory device, product number MT41K512M8RH-125, made using the Micron Defendants' 30-nanometer processing node ("the '330 Patent Accused DRAM Products"). The claim charts attached as Exhibit 10 identify specifically where each element of each asserted claim is found within the '330 Patent Accused DRAM Products. The device depicted in Exhibit 10 is a DDR3 SDRAM memory device, product number MT41K512M8RH-125, made using a 30-nanometer processing node. The charts further identify the critical characteristics of the '330 Patent Accused DRAM Products and describe why all of the accused products infringe under the theories identified in the charts.

104. On information and belief, the infringement analysis depicted in Exhibit 10 is representative of all other '330 Patent Accused DRAM Products made using Micron's 30-nanometer process node technology. A process node is a standard process used across different products sharing a common feature size. The use of process nodes is common in the semiconductor fabrication industry because they allow for processes to be standardized and controlled. Therefore, all '330 Patent Accused DRAM Products made using Micron's 30-nanometer process node infringe in the same way and include the same critical characteristics of transistors having transistor interconnects formed with a silicon nitride etch stop layer having a dielectric constant of less than 5.5 and designed in accordance with the asserted claims of the '330 patent. On information and belief, Micron also makes, sells, offers for sale, and imports '330 Patent Accused DRAM Products that are fabricated using other process nodes, including but not limited to, 42, 30, 25, and 20-nanometer process nodes. New process nodes evolve over time based on

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existing process nodes; one process node is the basis for the next. With respect to the critical characteristics of the asserted claims of the '330 patent, the process steps used in Micron's 42, 30, 25, and 20-nanometer process nodes are substantially similar, and the semiconductor devices resulting from those process nodes have substantially similar structures with respect to the critical characteristics. Therefore, on information and belief, the semiconductor devices of the 42, 30, 25, and 20-nanometer process nodes include the same critical characteristics as the representative device of the 30-nanometer process shown in Exhibit 10.

105. The Micron Defendants have also been and are engaged in one or more of these direct infringing activities related to their NAND Flash memory semiconductor devices, including at least their NAND Flash Products, including SLC NAND, MLC NAND, TLC NAND and Serial NAND products, whether sold in packaged form, unpackaged form, die form, or wafer form; managed NAND Flash Products incorporating such NAND flash products, such as their e-MMC and Embedded USB products; multichip packages incorporating such NAND Flash Products, such as their e.MMC-Based MCP and NAND-Based MCP products; solid state drives incorporating such NAND Flash Products, such as their 9100 PCIe® NVMeTM SSD, S600DC, M600, M500DC, and M510DC solid state drives; all other NAND or NOR Flash memory devices having transistor interconnects connects formed with a silicon nitride etch stop layer having a dielectric constant of less than 5.5 and designed in accordance with the asserted claims of the '330 patent, a representative example being the NAND Flash memory device having die markings Intel L95B 2012(M)(C), made using the Micron Defendants' 16-nanometer process node, which has a transistor structure believed to also apply to NOR Flash products ("the '330 Patent Accused Flash Products"). The claim charts attached as Exhibit 11 identify specifically where each element of each asserted claim is found within the '330 Patent Accused Flash Products. The device depicted in Exhibit 11 is a NAND Flash memory device made using a 16-nanometer processing node. The charts further identify the critical characteristics of the '330 Patent Accused Flash Products and describe why all of the accused products infringe under the theories identified in the charts.

106. On information and belief, the infringement analysis depicted in Exhibit 11 is representative of all other '330 Patent Accused Flash Products made using Micron's 16-nanometer process node technology. A process node is a standard process used across different products sharing a common feature size. The use of process nodes is common in the semiconductor fabrication industry because they

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allow for processes to be standardized and controlled. Therefore, all '330 Patent Accused Flash Products made using Micron's 16-nanometer process node infringe in the same way and include the same critical characteristics of transistors having transistor interconnects formed with a silicon nitride etch stop layer having a dielectric constant of less than 5.5 and designed in accordance with the asserted claims of the '330 patent. On information and belief, Micron also makes, sells, offers for sale, and imports '330 Patent Accused Flash Products that are fabricated using other process nodes, including but not limited to, 20-nanometer and 12-nanometer process nodes. New process nodes evolve over time based on existing process nodes; one process node is the basis for the next. With respect to the critical characteristics of the asserted claims of the '330 patent, the process steps used in Micron's 20, 16, and 12-nanometer process nodes are substantially similar, and the semiconductor devices resulting from those process nodes have substantially similar structures with respect to the critical characteristics. Therefore, on information and belief, the semiconductor devices of the 20-nanometer and 12-nanometer process nodes include the same critical characteristics as the representative device of the 16-nanometer process shown in Exhibit 11.

business partners, have been and are now indirectly infringing the '330 patent, including at least claims 1 and 2, pursuant to 35 U.S.C. § 271(b) by actively inducing acts of direct infringement performed by others. The Micron Defendants received actual notice of the '330 patent and of Lone Star's infringement allegations at least upon the service of the complaint filed on October 7, 2016, in the *Micron I* Action. Upon information and belief, MTI has numerous lawyers and other active agents of MTI and of its owned and controlled subsidiaries who regularly review patents and published patent applications relevant to technology in the fields of the Patents in Suit, specifically including patents directed to semiconductor memory devices issued to competitors such as AMD, the original assignee of the '330 patent. Upon information and belief, MTI itself has been issued over 24,000 patents, including over 500 patents prosecuted in the USPTO in the same classifications as the '330 patent, giving the Micron Defendants intimate knowledge of the art in fields relevant to this civil action. The timing, circumstances and extent of MTI and its subsidiaries MSP, MCPG, and Micron Japan obtaining actual knowledge of the '330 patent prior to the commencement of this lawsuit will be confirmed during discovery.

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108. Upon gaining knowledge of the '330 patent, it was, or became, apparent to the Micron Defendants that the manufacture, sale, importation, offer for sale, and use of their '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products results in infringement of the '330 patent. Upon information and belief, the Micron Defendants have continued and will continue to engage in activities constituting inducement of infringement, notwithstanding their knowledge, or willful blindness thereto, that the activities they induce result in infringement of the '330 patent under 35 U.S.C. § 271(b).

109. The '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products are intended for integration into products known to be sold widely in the United States. MTI and/or its subsidiaries make DRAM and Flash semiconductor devices that embody the inventions claimed in the '330 patent, which devices infringe when they are imported into, or sold, used, or offered for sale in, the United States. The Micron Defendants indirectly infringe by inducing customers (such as makers of mobile devices, desktop computers and other devices that use DRAM and Flash memory) to import products that integrate DRAM and Flash semiconductor devices embodying inventions claimed in the '330 patent, or to sell or use such products, or offer them for sale, in the United States. For example, the Micron Defendants induce third party manufacturers, original equipment manufacturers (OEMs), importers, resellers, and other customers who purchase devices manufactured at Micron Japan's and other overseas facilities of MTI's owned and controlled subsidiaries, or supplied under agreements with partner foundries, to import devices embodying inventions claimed in the '330 patent, or to sell or use such devices, or offer them for sale in the United States without authority.

110. The Micron Defendants encourage customers, resellers, OEMs, or others to import into the United States and sell and use in the United States the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products embodying inventions claimed in the '330 patent with knowledge and the specific intent to cause the acts of direct infringement performed by these third parties. On information and belief, after the Micron Defendants obtained knowledge of the '330 patent, the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products have been and will continue to be imported into the United States and sold in large volumes by themselves and by others, such as customers, distributors, and resellers. The Micron Defendants are aware that the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products are integral components of the computer and mobile products

incorporating them, that the infringing Products are built into the computer and other products, and cannot be removed or disabled by a purchaser of the consumer products containing the infringing DRAM and Flash memory devices, such that the Micron Defendants' customers will infringe one or more claims of the '330 patent by incorporating such DRAM semiconductor devices in other products, and that subsequent importation, sale, and use of such products in the United States is a direct infringement of the '330 patent.

111. The Micron Defendants directly benefit from and actively and knowingly encourage customers', resellers', and users' importation of these products into the United States and sale and use within the United States. The Micron Defendants actively encourage customers and downstream users, OEMs, and resellers to import, use, and sell in the United States the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products that they manufacture and supply, including through advertising, marketing, and sales activities directed at United States sales. On information and belief, the Micron Defendants are aware of the size and importance of the United States market for customers of the Micron Defendants' products, and also distribute or supply these products intended for importation, use, and sale in the United States. The Micron Defendants routinely market their infringing DRAM and Flash memory products to third parties for inclusion in products that are sold to customers in the United States, as well as directly to end user customers. MTI has publicly stated that its DRAM and Flash products are primarily targeted for desktop computers, tablet computers, mobile phones, networking devices, servers, and other products, all of which are widely sold and used in the United States. The Micron Defendants have numerous direct sales, distributors, and reseller outlets for these products in the United States. The Micron Defendants' marketing efforts show that they have specifically intended to induce and have induced direct infringement in the United States.

112. The Micron Defendants also provide OEMs, manufacturers, importers, resellers, customers, and end users instructions, user guides, and technical specifications on how to incorporate the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products into electronics products that are made, used, sold, offered for sale in and/or imported into the United States. The Micron Defendants know that their OEMs, manufacturers, importers, resellers, customers, and end users follow such instructions, user guides, and technical specifications and embed the products in end products and

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make, use, offer to sell, or sell in the United States, or import into the United States, to directly infringe one or more claims of the '330 patent. On information and belief, MTI and MCPG provide technical support for the Micron Defendants''330 Patent Accused DRAM Products and '330 Patent Accused Flash Products in the United States. The Micron Defendants thus know that their actions actively induce infringement.

113. The Micron Defendants have engaged and will continue to engage in additional activities to specifically target the United States market for the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products and actively induce OEMs, manufacturers, importers, resellers, customers, and end users to directly infringe one or more claims of the '330 patent in the United States. For example, the Micron Defendants have showcased their DRAM and Flash memory technologies at various industry events, such as CES and the Flash Memory Summit, and through written materials distributed in the United States, in an effort to encourage various OEMs, manufacturers, importers, resellers, customers, and end users to include the infringing technology in their computers, mobile devices, removable storage devices and other products. These events are attended by the direct infringers mentioned above and generally by companies that make, use, offer to sell, or sell in the United States, or import into the United States, products that use DRAM memory components such as those made by the Micron Defendants. The Micron Defendants' website also enables customers to locate United States based distributors of Micron products, such as Arrow Electronics, Inc., Avnet, Digi-Key, Edge Electronics, Phoenics Electronics, and WPG.

DRAM Products and '330 Patent Accused Flash Products to third parties who directly infringe the '330 patent in the United States. The Micron Defendants' extensive sales and marketing efforts, sales volume, and partnerships all evidence their intent to induce companies to infringe one or more claims of the '330 patent by, using, offering to sell, selling, or importing products that incorporate the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products, in the United States. The Micron Defendants have had specific intent to induce infringement or have been willfully blind to the direct infringement they are inducing.

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Upon information and belief, the Micron Defendants have continued and will continue to engage in activities constituting contributory infringement of the '330 patent, including at least claims 1 and 2, pursuant to 35 U.S.C. § 271(c). The Micron Defendants contributorily infringe with knowledge that the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products, or the use thereof, infringe the '330 patent. The Micron Defendants knowingly and intentionally contributed to the direct infringement of the '330 patent by others, by supplying these DRAM and Flash memory chipset products, that embody a material part of the claimed invention of the '330 patent, and that are known by the Micron Defendants to be specifically made or adapted for use in an infringing manner. For example, and without limitation, the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products are used in end products, including computers, laptops, tablets and mobile telephones. The '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products are not staple articles or commodities of commerce suitable for non-infringing use and are especially made for or adapted for use in infringing the '330 patent. There are no substantial uses of the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products that do not infringe the '330 patent. By contributing a material part of the infringing computing products sold, offered for sale, imported, and used by their customers, resellers, and users, the Micron Defendants have been and are now indirectly infringing the '330 patent pursuant to 35 U.S.C. § 271(c).

116. The Micron Defendants' direct and indirect infringement of the '330 patent has injured Lone Star, and Lone Star is entitled to recover damages adequate to compensate for such infringement pursuant to 35 U.S.C. § 284. Unless they cease their infringing activities, the Micron Defendants will continue to injure Lone Star by infringing the '330 patent.

117. On information and belief, Defendant MTI, including its subsidiaries MSP, MCPG, and Micron Japan, acted egregiously and with willful misconduct in that their actions constituted direct or indirect infringement of a valid patent, and this was either known or so obvious that the Micron Defendants should have known about it. The Micron Defendants continue to infringe the '330 patent by making, using, selling, offering for sale and importing in the United States the '330 Patent Accused DRAM Products and '330 Patent Accused Flash Products and to induce the direct infringement of others performing these acts, or they have acted at least in reckless disregard of Lone Star's patent rights. On information and belief,

the Micron Defendants will continue their infringement notwithstanding actual knowledge of the '330 patent and without a good faith basis to believe that their activities do not infringe any valid claim of the '330 patent. All infringement of the '330 patent following the Micron Defendants' knowledge of the '330 patent is willful and Lone Star is entitled to treble damages and attorneys' fees and costs incurred in this action under 35 U.S.C. §§ 284 and 285.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for:

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- 1. Judgment that the '188 patent is valid and enforceable;
- 2. Judgment that the '085 patent is valid and enforceable;
- 3. Judgment that the '061 patent is valid and enforceable;
- 4. Judgment that the '330 patent is valid and enforceable;
- 5. Judgment that the '188 patent is infringed by the Micron Defendants;
- 6. Judgment that the '085 patent is infringed by the Micron Defendants;
- 7. Judgment that the '061 patent is infringed by the Micron Defendants;
- 8. Judgment that the '330 patent is infringed by the Micron Defendants;
- 9. Judgment that the Micron Defendants' acts of patent infringement relating to the patents are willful;
- 10. An award of damages arising out of the Micron Defendants' acts of patent infringement, together with pre-judgment and post-judgment interest;
 - 11. Judgment that the damages so adjudged be trebled in accordance with 35 U.S.C. § 284;
- 12. An award of Plaintiff's attorneys' fees, costs and expenses incurred in this action in accordance with 35 U.S.C. § 285; and
 - 13. Such other and further relief as the Court may deem just and proper.

RESERVATION OF RIGHTS

Plaintiff's investigation is ongoing, and certain material information remains in the sole possession of Defendants or third parties, which will be obtained via discovery herein. Plaintiff expressly reserves the right to amend or supplement the causes of action set forth herein in accordance with Rule 15 of the Federal Rules of Civil Procedure.

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2		Respectfully,
3	Date: March 18, 2018	FITCH, EVEN, TABIN & FLANNERY LLP
4		/s/ Jon A. Birmingham Jon A. Birmingham (Cal. Bar No. 271034)
5		Attorney for Plaintiff
6		LONE STAR SILICON INNOVATIONS LLC
7		
8 9	<u>1</u>	URY DEMAND
10	Plaintiff demands trial by jury of all i	issues triable of right by a jury.
11		Respectfully submitted,
12	Date: March 18, 2018	FITCH, EVEN, TABIN & FLANNERY LLP
13		/s/ Jon A. Birmingham
14		Jon A. Birmingham (Cal. Bar No. 271034)
15		Attorney for Plaintiff LONE STAR SILICON INNOVATIONS LLC
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