# IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF TEXAS MIDLAND DIVISION

FINALROD IP, LLC AND R2R AND D, LLC	§	
D/B/A SUPEROD,	§	
	§	CIVIL ACTION NO. 7:15-cv-00097
PLAINTIFFS/COUNTER-DEFENDANTS,	§	
	§	JURY TRIAL DEMANDED
V.	§	
	§	
JOHN CRANE, INC., JOHN CRANE PRODUCTION	§	
SOLUTIONS, INC., AND ENDURANCE LIFT	§	
SOLUTIONS, LLC	§	
	§	
Defendants/Counter-Plaintiffs.		

### PLAINTIFFS' THIRD AMENDED COMPLAINT

Plaintiffs, Finalrod IP, LLC ("Finalrod") and R2R and D, LLC, d/b/a Superod ("Superod," collectively "Plaintiffs"), bring this action against Defendants John Crane, Inc. ("JCI"), John Crane Production Solutions, Inc. ("JCPS"), and Endurance Lift Solutions, LLC ("Endurance," collectively "Defendants") and through this Third Amended Complaint show the following:

## I. THE PARTIES

- 1. Plaintiff, Finalrod IP, LLC, is a Texas limited liability company, having a place of business at 610 South Main Street, Big Spring, Texas 79720.
- 2. Plaintiff R2R and D, LLC d/b/a Superod is also a Texas limited liability company, having a place of business at 610 South Main Street, Big Spring, Texas 79720.
- 3. John Crane, Inc. is a Delaware corporation, headquartered at 6400 W. Oakton Street, Morton Grove, IL and which may be served with process through its registered agent, CT Corporation System at 1999 Bryan Street, Suite 900, Dallas, Texas 75201. JCI has a registered

place of business in Texas at 4001 Fair Drive, Pasadena, Texas 77507. Upon information and

belief, JCI is the parent company of and controls JCPS.

4. John Crane Production Solutions, Inc. has a regular and established place of

business in this judicial district at 6308 West Interstate 20, Midland, Texas 79706. JCPS may be

served with process through its registered agent, CT Corporation System at 1999 Bryan St., Suite

900, Dallas, TX 75201.

5. Endurance Lift Solutions, Inc. is a Delaware Corporation, having a place of

business at 201 West California St., Gainesville, TX 76240. Endurance may be served with

process through its registered agent, Capitol Corporate Services, Inc. at 800 Brazos, Ste. 400,

Austin, TX 78701.

II. <u>JURISDICTION AND VENUE</u>

6. This action arises under the patent laws of the United States, Title 35, Section 1,

et. seq. of the United States Code. This Court has subject matter jurisdiction over this action

pursuant to 28 U.S.C. §§ 1331 and 1338(a).

7. On information and belief, Defendants, either directly or through intermediaries,

make, use, sell or offer to sell products in this judicial district that infringe the '757 patent and/or

the '951 patent, identified below.

8. Venue is proper in this district pursuant to 28 U.S.C. §§ 1391 and 1400(b).

III. FACTS

9. Plaintiff, Finalrod, is the owner of United States Patent No. 9,181,757 ("the '757

patent"), titled "Sucker Rod Apparatus and Method." A true and correct copy of the '757 patent,

issued by the United States Patent and Trademark Office on November 10, 2015, is attached

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hereto as Exhibit A. Pursuant to 35 U.S.C. § 282, the '757 patent is presumed valid and

enforceable. Plaintiff Superod is the exclusive licensee of the '757 patent.

10. Plaintiff, Finalrod, is the owner of United States Patent No. 9,045,951 ("the '951

patent"), titled "Sucker Rod Apparatus and Method." A true and correct copy of the '951 patent,

issued by the United States Patent and Trademark Office on June 2, 2015, is attached hereto as

Exhibit B. Pursuant to 35 U.S.C. § 282, the '951 patent is presumed valid and enforceable.

Plaintiff Superod is the exclusive licensee of the '951 patent.

11. The '757 Patent relates generally to a novel design for a fiberglass sucker rod. A

sucker rod is used to increase the efficacy of sub-surface pumps in instances where the pressure

in an oil reservoir is not sufficient to lift the oil to the surface. Individual sucker rods are grouped

together to form a rod string, and the connection of successive rods has been the source of

continued developmental efforts in the industry. The '757 patent discloses a fiberglass rod with

connectors on each end that is an improvement over prior designs and methods. Specifically,

each connector has a rod-receiving receptacle with an open end, a closed end, and axially spaced

annular wedge shaped surfaces such that the compressive forces between the rod and the

respective connector are defined by the shape of the wedged surfaces.

12. The '951 patent also relates generally to a novel design for a fiberglass sucker

rod. Specifically, the '951 patent discloses end fitting with a wedge system formed in the

interior, the wedge system comprising an outer wedge portion and an inner wedge portion. The

outer wedge portion has a triangular configuration and is configured to distribute compressive

force in the sucker rod proximate the open end. The inner wedge portion also has a triangular

configuration and is configured to distribute compressive force in the sucker rod proximate the

closed end. The inner wedge triangular configuration differs from the outer wedge triangular

configuration in order to distribute compressive force in the sucker rod at the end fitting, wherein

relatively more compressive force is distributed proximate the closed end than proximate the

open end.

DEFENDANTS' DIRECT AND INDIRECT INFRINGEMENT OF THE '757 PATENT

13. Defendants have, and continue to, directly and/or indirectly infringe Claims 1, 2,

7, 8, 9, 11, 13, 15, 16, 32-36, 49, 53, 54, 56, 57, and 77 of the '757 Patent, either literally or

under the doctrine of equivalents. A representative claim of the '757 Patent is as follows:

Claim 32. An end fitting for a sucker rod comprising:

an exterior surface, a closed end, an open end, and an interior surface, wherein the

interior surface comprises a wedge system defining a cavity, wherein the wedge

system comprises three wedge shaped portions each having a leading edge nearest

the open end and a trailing edge nearest the closed end, wherein the leading edge

is longer than the trailing edge,

wherein the three wedge shaped portions comprising a first wedge shaped portion

proximate the closed end, a second wedge shaped portion proximate the first

wedge shaped portion, and a third wedge shaped portion proximate the open end,

wherein the leading edge is shortest in the first wedge portion and increases

progressively from the closed end to the open end thereby compensating for the

compression of the sucker rod in the end fitting, and

wherein the first wedge shaped portion receives compressive forces that are

greater than the compressive forces which the second wedge shaped portion

receives, and the second wedge shaped portion receives compressive forces that

are greater than the compressive forces which the third wedge shaped portion

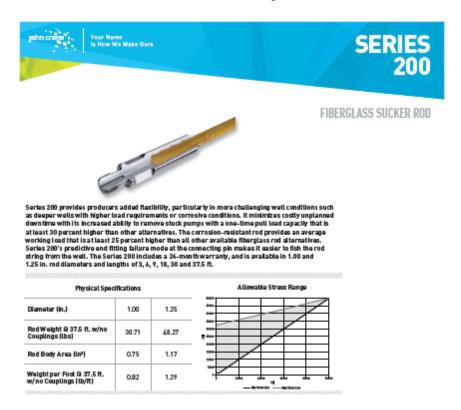
receives, such that the compressive forces create a force differential along the

wedge system greater at the closed end of the fitting and decreasing toward the

open end of the fitting, and wherein the angle between the leading edge and the

trailing edge of each concaved surface is obtuse.

14. Each and every limitation of Claims 1, 2, 7, 8, 9, 11, 13, 15, 16, 32-36, 49, 53, 54, 56, 57, and 77 of the '757 Patent are present either literally or under the doctrine of equivalents in at least Defendants' Series 200 sucker rod end fitting. *See* Exhibit C.



15. The following chart identifies each limitation of Claim 32 of the '757 Patent in Defendants' Series 200 sucker rod end fitting.

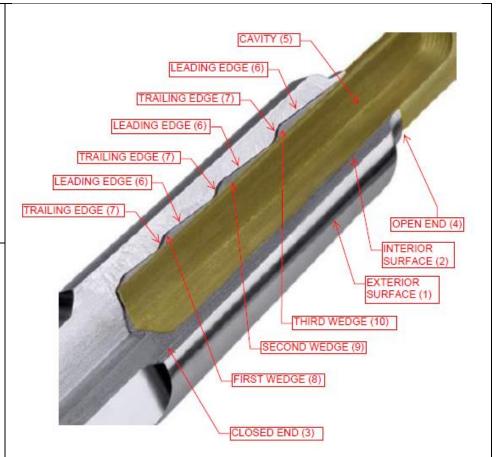
Claim 32:	Location of Element
An end fitting for a	
sucker rod, the end	
fitting comprising:	
an exterior surface	
(1), a closed end (3),	
an open end (4), and	
an interior surface	
(2), wherein the	
interior surface (2)	
comprises a wedge	
system defining a	
cavity (5), wherein	
the wedge system	
comprises three	

wedge shaped portions (8, 9, 10) each having leading edge (6) nearest the open end (4) and a trailing edge (7) nearest the closed end (3),wherein the leading edge (6) is longer than the trailing edge (7),

wherein the three wedge shaped portions (8, 9, 10) comprising a first wedge shaped portion (8) proximate the closed end (3), a second wedge shaped portion (9) proximate the first wedge shaped portion (8), and a third wedge shaped portion (10)proximate the open end (4),

wherein the leading edge (6) is shortest in the first wedge portion (8) and increases progressively from the closed end (3) to the open end (4) thereby compensating for the compression of the sucker rod in the end fitting, and

wherein the first wedge shaped portion (8) receives



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compressive forces
that are greater than
the compressive
forces which the
second wedge
shaped portion (9)
receives, and the
second wedge
shaped portion (9)
receives compressive
forces that are
greater than the
compressive forces
which the third
wedge shaped
portion (10) receives,
such that the
compressive forces
create a force
differential along the
wedge system
greater at the closed
end of the fitting and
decreasing toward
the open end of the
fitting, and wherein
the angle between
the leading edge and
the trailing edge of
each concaved
surface is obtuse.
surface is obtuse.

16. Each and every limitation of Claims 1, 2, 7, 8, 9, 11, 13, 15, 16, 32-36, 49, 53, 54, 56, 57, and 77 of the '757 Patent are present either literally or under the doctrine of equivalents in at least Defendants' Series 300 sucker rod end fitting. Defendants' Series 300 is depicted below. See also attached Exhibits E and F.



17. The above claim chart is in no way limiting to the amount of materials available to show that each and every limitation of Claims 1, 2, 7, 8, 9, 11, 13, 15, 16, 32-36, 49, 53, 54, 56, 57, and 77 of the '757 Patent is present in at least Defendants' Series 200 and 300 sucker rod end fittings, either literally or under the doctrine of equivalents. In addition, the above chart lacks any analysis or opinion on the material or information from an expert. Plaintiffs reserve the right to utilize additional material and information, including expert opinions, in determining Plaintiffs' final infringement contentions.

#### DEFENDANTS' DIRECT AND INDIRECT INFRINGEMENT OF THE '951 PATENT

18. Defendants have, and continue to, directly and/or indirectly infringe at least Claims 7, 8, 14, 15, 17, 21, 22, 35, and 47 of the '951 Patent, either literally or under the doctrine of equivalents. A representative claim of the '951 Patent is set forth below:

Claim 14. An end fitting for a sucker rod, the end fitting comprising:

a body having an interior, a closed end, and an open end;

a first wedge portion formed in the interior proximate the open end, wherein the

first wedge portion comprises a first leading edge, a first trailing edge, and a first

angle between the first leading edge and the first trailing edge, wherein the first

leading edge faces the open end and the first trailing edge faces the closed end,

and wherein the length of the first leading edge, the length of the first trailing

edge, and the size of the first angle define a first distribution of force in the first

wedge portion; and

a second wedge portion formed in the interior proximate the closed end, between

the first wedge portion and the closed end, wherein the second wedge portion

comprises a second leading edge, a second trailing edge, and a second angle

between the second leading edge and the second trailing edge, wherein the second

leading edge faces the open end and the second trailing edge faces the closed end,

and wherein the length of the second leading edge, the length of the second

trailing edge, and the size of the second angle define a second distribution of force

in the second wedge portion,

wherein the length of the first trailing edge and the length of the second trailing

edge differ, and wherein the first distribution of force and the second distribution

of force vary such that during use a compressive load applied to the sucker rod at

second wedge portion is greater than a compressive load applied to the sucker rod

at first wedge portion, such that compressive forces in the sucker rod at the closed

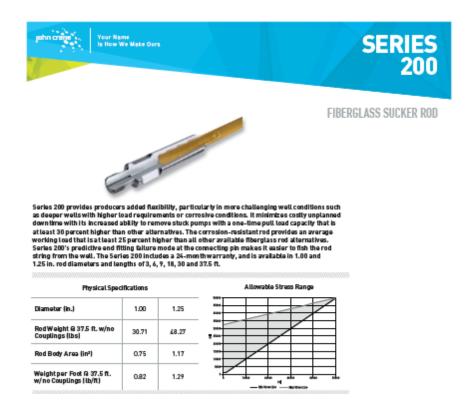
end of the body exceed compressive forces in the sucker rod at the open end of

the body.

19. Each and every limitation of at least Claims 7, 8, 14, 15, 17, 21, 22, 35, and 47 of

the '951 Patent are present either literally or under the doctrine of equivalents in at least

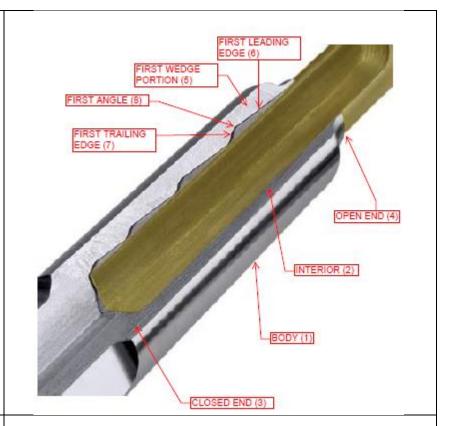
Defendants' Series 200 sucker rod end fitting. See Exhibit C.



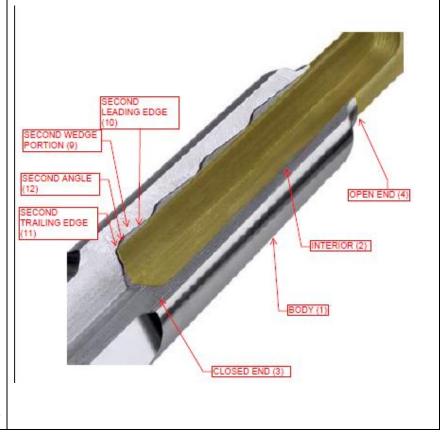
20. The following chart identifies each limitation of Claim 14 of the '951 Patent in Defendants' Series 200 sucker rod end fitting.

Claim 14:	Location of Element
An end fitting for a <b>sucker</b>	
<b>rod</b> , the end fitting	
comprising:	
a body (1) having an	
interior (2), a closed end	
(3), and an open end (4);	
a first wedge portion (5)	
formed in the interior (2)	
proximate the open end (4),	
wherein the first wedge	
portion (5) comprises a	
first leading edge (6), a	
first trailing edge (7), and a	
first angle (8) between the	
first leading edge (6) and	
the first trailing edge (7),	
wherein the first leading	
edge (6) faces the open end	
(4) and the first trailing	
edge (7) faces the closed	

end (3), and wherein the length of the first leading edge, the length of the first trailing edge, and the size of the first angle define a first distribution of force in the first wedge portion; and



a second wedge portion (9) formed in the interior (2) proximate the closed end (3),between the first wedge portion (5) and the closed end (3), wherein the second wedge portion (9) comprises a second leading edge (10), a second trailing edge (11) and a second angle (12) between the second leading edge (10) and the second trailing edge (11), wherein the second leading edge faces the open end and the second trailing edge faces closed end, the wherein the length of the second leading edge, the length of the second trailing edge, and the size of the second angle define a second distribution of



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force in the second wedge portion, wherein the length of the first trailing edge (7) and the length of the second ORTION (5) trailing edge (11) differ, and wherein the first distribution of force and the second distribution of force vary such that during ORTION (9) use a compressive load applied to the sucker rod at OPEN END (4) second wedge portion is SECOND TRAILING EDGE greater than a compressive load applied to the sucker rod at the first wedge portion, such that compressive forces in the sucker rod at the closed end of the body exceed compressive forces in the sucker rod at the open end CLOSED END (3)

21. In addition, each and every limitation of at least Claims 7, 8, 14, 15, 17, 21, 22, 35, and 47 of the '951 Patent are present either literally or under the doctrine of equivalents in at least Defendants' Series 300 sucker rod end fitting. Defendants' Series 300 is depicted below.

of the body.



22. The above claim chart is in no way limiting to the amount of materials available to show that each and every limitation of at least Claims 7, 8, 14, 15, 17, 21, 22, 35, and 47 of the '951 Patent is present in at least Defendants' Series 200 and 300 sucker rod end fittings, either literally or under the doctrine of equivalents. In addition, the above chart lacks any analysis or opinion on the material or information from an expert. Plaintiffs reserve the right to utilize additional material and information, including expert opinions, in determining Plaintiffs' final infringement contentions.

### IV. CAUSES OF ACTION

### COUNT I – PATENT INFRINGEMENT

- 23. Plaintiffs re-alleges, as if fully set forth herein, each allegation contained in the previous paragraphs.
- 24. As specifically set forth in paragraphs 13-17 above, Defendants have, and continues to, directly infringe Claims 1, 2, 7, 8, 9, 11, 13, 15, 16, 32-36, 49, 53, 54, 56, 57, and 77 of the '757 Patent by making, using, offering for sale and/or selling within the United States,

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products and/or methods covered by the claimed inventions of the '757 patent. Specifically,

Defendants have promoted, through a video presentation and white paper, their "standard design

of an end fitting" covered by one or more of the claims in the '757 patent. A true and correct

copy of the Defendants' paper is attached hereto as Exhibit D. On information and belief,

Defendants have been making, using, selling, and offering for sale products based upon the same

content detailed in the paper and video.

25. In addition to, or alternatively, Defendants have, and continue to, indirectly

infringe Claims 1, 2, 7, 8, 9, 11, 13, 15, 16, 32-36, 49, 53, 54, 56, 57, and 77 of the '757 Patent

by inducing or contributing to the manufacture, use, sale, or offer for sale of the claimed

inventions of the '757 Patent by Defendants' customers or potential customers in Texas, or

elsewhere, one or more of which have directly infringed the '757 Patent. Defendants' customers

purchased, operated, or sought for purchase the sucker rods and sucker rod end fittings supplied

by or offered by Defendants.

26. Plaintiffs reserve the right to assert each and every claim of the '757 Patent,

including the dependent claims not specifically address herein. As discovery is ongoing, Plaintiff

is presently seeking additional information relating to all claims of the '757 Patent.

27. On information and belief, Defendants' sucker rod and sucker rod end fittings

have no substantial non-infringing uses or was supplied or provided by Defendants with

knowledge that the same was made adapted, configured, used or to be used so as to infringe the

'757 Patent.

28. As specifically set forth in paragraphs 18-22 above, Defendants have, and

continues to, directly infringe at least Claims 7, 8, 14, 15, 17, 21, 22, 35, and 47 of the '951

Patent by making, using, offering for sale and/or selling within the United States, products and/or

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methods covered by the claimed inventions of the '951 patent. Specifically, Defendants have

promoted, through a video presentation and white paper, their "standard design of an end fitting"

covered by one or more of the claims in the '951 patent. See Exhibit D. On information and

belief, Defendants have been making, using, selling, and offering for sale products based upon

the same content detailed in the paper and video.

29. In addition to, or alternatively, Defendants have, and continue to, indirectly

infringe at least Claims 7, 8, 14, 15, 17, 21, 22, 35, and 47 of the '951 Patent by inducing or

contributing to the manufacture, use, sale, or offer for sale of the claimed inventions of the '951

Patent by Defendants' customers or potential customers in Texas, or elsewhere, one or more of

which have directly infringed the '951 Patent. Defendants' customers purchased, operated, or

sought for purchase the sucker rods and sucker rod end fittings supplied by or offered by

Defendants.

30. Plaintiffs reserve the right to assert each and every claim of the '951 Patent,

including the dependent claims not specifically address herein. As discovery is ongoing, Plaintiff

is presently seeking additional information relating to all claims of the '951 Patent.

31. On information and belief, Defendants' sucker rod and sucker rod end fittings

have no substantial non-infringing uses or was supplied or provided by Defendants with

knowledge that the same was made adapted, configured, used or to be used so as to infringe the

'951 Patent.

32. Upon information and belief, Defendants' infringing activities have been willful,

and this is an exceptional case.

33. As a result of Defendants' infringing activities in direct competition with

Superod, Plaintiffs have suffered irreparable damages, detriment, and harm for which a monetary

award is an insufficient remedy. Additionally, as a result of the willful and deliberate nature of Defendants' infringing activities, Plaintiffs are entitled to enhanced damages and are entitled to recover attorneys' fees and costs. 35 U.S.C. § 284-285.

#### V. JURY DEMAND

34. Pursuant to Rule 38 of the Federal Rules of Civil Procedure, Plaintiffs hereby demand a jury trial on all issues and claims so triable.

### VI. PRAYER FOR RELIEF

- 35. WHEREFORE, Plaintiffs pray for judgment and seek the following relief:
  - a) judgment in Plaintiffs' favor that Defendants' Series 200 has infringed, and continues to infringe, the '757 patent;
  - b) judgment in Plaintiffs' favor that Defendants' Series 300 has infringed, and continues to infringe, the '757 patent;
  - c) judgment in Plaintiffs' favor that Defendants' Series 200 has infringed, and continues to infringe, the '951 patent;
  - d) judgment in Plaintiffs' favor that Defendants' Series 300 has infringed, and continues to infringe, the '757 patent;
  - e) a preliminary injunction enjoining the aforesaid acts of infringement by Defendants, their officers, agents, servants, employees, subsidiaries and attorneys, and those persons acting in concert with Defendants, including related individuals and entities, customers, representatives, OEMs, dealers, distributors and/or importers;
  - f) a permanent injunction enjoining the aforesaid acts of infringement by Defendants, their officers, agents, servants, employees, subsidiaries and attorneys, and those persons acting in concert with Defendants, including related individuals and entities, customers, representatives, OEMs, dealers, distributors and/or importers;
  - g) judgment and an order requiring Defendants to pay Plaintiffs their damages, costs, expenses, pre-judgment interest, and post-judgment interest for Defendants' infringement of the '757 patent, as provided under 35 U.S.C. § 284;
  - h) judgment and an order requiring Defendants to pay Plaintiffs their damages, costs, expenses, pre-judgment interest, and post-judgment

interest for Defendants' infringement of the '951 patent, as provided under 35 U.S.C. § 284;

- i) judgment and an order that this case is exceptional under 35 U.S.C. § 285 and requiring Defendants to pay Plaintiffs' reasonable attorneys' fees; and
- j) for any such other and further relief as the Court may deem just and proper.

DATED: July 26, 2018 RESPECTFULLY SUBMITTED,

/s/ John D. Holman

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