#### IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS SHERMAN DIVISION

AMERICAN PATENTS LLC,

Plaintiff,

v.

SAMSUNG ELECTRONICS AMERICA, INC., and SAMSUNG ELECTRONICS CO. LTD.,

Defendants.

CIVIL ACTION NO. 4:18-cv-674

ORIGINAL COMPLAINT FOR PATENT INFRINGEMENT

**JURY TRIAL DEMANDED** 

#### ORIGINAL COMPLAINT FOR PATENT INFRINGEMENT

Plaintiff American Patents LLC ("American Patents" or "Plaintiff") files this original complaint against Samsung Electronics America, Inc. and Samsung Electronics Co. Ltd. (collectively, "Samsung"), alleging, based on its own knowledge as to itself and its own actions and based on information and belief as to all other matters, as follows:

#### **PARTIES**

- 1. American Patents is a limited liability company formed under the laws of the State of Texas, with its principal place of business at 2325 Oak Alley, Tyler, Texas, 75703.
- 2. Defendant Samsung Electronics America, Inc. is a corporation organized under the laws of the state of New York. Samsung's telecommunications division and business for North America is headquartered in Richardson, Texas. It can be served with process by serving its registered agent: CT Corporation System, 1999 Bryan St., Ste. 900 Dallas, Texas, 75201-3136.
- 3. Defendant Samsung Electronics Co. Ltd. is a South Korean corporation having a place of business at 129 Samsung-ro, Yeongtong-gu, Suwon-si, Gyeonggi-do 443-742, Korea.

- 4. The Samsung defendants identified above are an interrelated group of companies that together make up one of the world's leading manufacturers and sellers of consumer electronics.
- 5. The Samsung defendants named above are part of the same corporate structure and distribution chain for the making, importing, offering to sell, selling, and using of the accused devices in the United States, including in the State of Texas generally and this judicial district in particular.
- 6. The Samsung defendants named above share the same management, common ownership, advertising platforms, facilities, distribution chains and platforms, and accused product lines and products involving related technologies.
- 7. Thus, the Samsung defendants named above operate as a unitary business venture and are jointly and severally liable for the acts of patent infringement alleged herein.

#### **JURISDICTION AND VENUE**

- 8. This is an action for infringement of United States patents arising under 35 U.S.C. §§ 271, 281, and 284–85, among others. This Court has subject matter jurisdiction of the action under 28 U.S.C. § 1331 and § 1338(a).
- 9. This Court has personal jurisdiction over Samsung pursuant to due process and/or the Texas Long Arm Statute because, *inter alia*, (i) Samsung has done and continues to do business in Texas; (ii) Samsung has committed and continues to commit acts of patent infringement in the State of Texas, including making, using, offering to sell, and/or selling accused products in Texas, and/or importing accused products into Texas, including by Internet sales and sales via retail and wholesale stores, inducing others to commit acts of patent infringement in Texas, and/or committing a least a portion of any other infringements alleged

herein; and (iii) Samsung Electronics America, Inc. is registered to do business in Texas. In addition, or in the alternative, this Court has personal jurisdiction over the non-resident Samsung defendants pursuant to Fed. R. Civ. P. 4(k)(2).

10. Venue is proper in this district pursuant to 28 U.S.C. § 1400(b). Defendant Samsung Electronics America, Inc. has committed and continues to commit acts of patent infringement in this district, including making, using, offering to sell, and/or selling accused products in this district, and/or importing accused products into this district, including by Internet sales and sales via retail and wholesale stores, inducing others to commit acts of patent infringement in Texas, and/or committing a least a portion of any other infringements alleged herein in this district. It has regular and established places of business in this district, including at least 5700 Tennyson Parkway, Suite 500, Plano, TX 75024 and at 1301 E. Lookout Drive, Richardson, Texas 75080. In addition, because Samsung Electronics Co. Ltd. is a foreign corporation, it may be sued in this judicial district.

#### **BACKGROUND**

- 11. The patents-in-suit generally pertain to communications networks and other technology used in "smart" devices such as smartphones. The technology disclosed by the patents was developed by personnel at AT&T Mobility and International Game Technology.
- 12. AT&T Mobility is the second largest provider of wireless services in the United States. AT&T Mobility and its parent company, AT&T Inc. have a rich history of invention and innovation. These companies can trace their roots back to the invention of the first telephone by Alexander Graham Bell in the 1870's. Since the time of Alexander Bell, AT&T (or Ma Bell as it was once called) has been a leader in the field of communications. In the 1890's AT&T built the first long distance telephone network in the United States. AT&T was instrumental throughout

the 1900's in developing and innovating telephone networks. In the early 1980's, an AT&T company created the first cellular network in the United States. In the 1990s and 2000s, AT&T was at the forefront of the wireless revolution. In 2007 as part of a partnership with Apple, AT&T exclusively sold the original iPhone to its customers.

13. International Game Technology ("IGT") is a multinational company with approximately 12,000 employees worldwide. IGT focuses on gaming products such as slot machines, lottery games, digital games, and virtual gaming. IGT is a multibillion-dollar company and does most of its research and development in the United States.

#### **COUNT I**

#### **DIRECT INFRINGEMENT OF U.S. PATENT NO. 7,373,655**

- 14. On May 13, 2008, United States Patent No. 7,373,655 ("the '655 Patent") was duly and legally issued by the United States Patent and Trademark Office for an invention entitled "System For Securing Inbound And Outbound Data Packet Flow In A Computer Network."
- 15. American Patents is the owner of the '655 Patent, with all substantive rights in and to that patent, including the sole and exclusive right to prosecute this action and enforce the '655 Patent against infringers, and to collect damages for all relevant times.
- 16. Samsung made, had made, used, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that allow for initiation and/or control of Internet streamed content including, for example its Galaxy S series of products ("accused products"):



(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

- 17. By doing so, Samsung has directly infringed (literally and/or under the doctrine of equivalents) at least Claim 5 of the '655 Patent. Samsung's infringement in this regard is ongoing.
- 18. Samsung has infringed the '655 Patent by making, having made, using, importing, providing, supplying, distributing, selling or offering for sale systems utilizing a method.
- 19. The methods practiced by the accused products include arranging a network element in a network, the network element being pre-authorized to access a set of network resources.

20. The methods practiced by the accused products include receiving, at the network element, a request from a user to connect to the network element.

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4. Open the Google Home app by tapping the app icon on your Android device.
5. Tap Get Started or find the device card > Set up.
6. Confirm Google Account: Choose which Google Account that you want to link to Chromecast. You can also add a
  different account if you don't see the listed account that you want to use. Tap OK.
7. Permissions:
   a. Location services - If you don't have Location services on, tap Go to settings > find the Google Home app > turn
      on Location services > go back to the Google Home app.
   b. Location access - Location access is needed to find nearby devices that need to be set up Tap OK.
8. Scanning for Chromecast devices: The Google Home app scans for nearby devices that are plugged in and ready to
  set up.
    a. If you only have one device that needs to be set up, tap Next.
   b. If the Google Home app finds a list of devices, tap the device that you want to set up > Next.
9. Found devices:
   a. If one device is found, tap Next.
    b. If multiple devices are found, choose the device that you want to set up > Next.
    c. If you don't see your device, tap Don't see your device.
10. Connecting to your new device: The app will now connect your phone to your new Chromecast so that you can
11. Making a connection: We'll display a code on your TV to make sure that you're setting up the right device.
    a. If you see a code on your TV, tap Yes.
    b. If you didn't see a code, move closer to the Chromecast device and tap Try again > Scan for devices.
```

#### (Source:

https://support.google.com/chromecast/answer/2998456?co=GENIE.Platform%3DAndroid&oco=1)

21. The methods practiced by the accused products include determining whether the user is authorized to connect to the network element and, if so, allowing the user to assume the identity of the network element.

## A better way to get video and more to your TV.

With Chromecast, your device is the remote. It's easy to control the TV from anywhere in your home.<sup>2</sup>

Keep using your device without interrupting what's playing or draining your battery. Tap the Cast button to see content on the big screen.

Open the apps you already know – no new logins or downloads required.

(Source: https://store.google.com/product/chromecast\_2015)

- 22. The methods practiced by the accused products include accessing, by the user, one of the set of network resources that the network element is pre-authorized to access, based on the user's assuming the identity of the network element.
- 23. Samsung has had knowledge of the '655 Patent at least as of the date when it was notified of the filing of this action.
- 24. American Patents has been damaged as a result of the infringing conduct by Samsung alleged above. Thus, Samsung is liable to American Patents in an amount that adequately compensates it for such infringements, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.
- 25. American Patents and/or its predecessors-in-interest have satisfied all statutory obligations required to collect pre-filing damages for the full period allowed by law for infringement of the '655 Patent.

#### **COUNT II**

#### **DIRECT INFRINGEMENT OF U.S. PATENT NO. 7,934,090**

- 26. On April 26, 2011, United States Patent No. 7,934,090 ("the '090 Patent") was duly and legally issued by the United States Patent and Trademark Office for an invention entitled "System For Securing Inbound And Outbound Data Packet Flow In A Computer Network."
- 27. American Patents is the owner of the '090 Patent, with all substantive rights in and to that patent, including the sole and exclusive right to prosecute this action and enforce the '090 Patent against infringers, and to collect damages for all relevant times.
- 28. Samsung made, had made, used, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that allow for initiation and/or control of Internet streamed content including, for example its Galaxy S series of products ("accused products"):



(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

- 29. By doing so, Samsung has directly infringed (literally and/or under the doctrine of equivalents) at least Claim 1 of the '090 Patent. Samsung's infringement in this regard is ongoing.
- 30. Samsung has infringed the '090 Patent by making, having made, using, importing, providing, supplying, distributing, selling or offering for sale systems utilizing a method for providing access to a network resource.
- 31. The methods practiced by the accused products include receiving, at a network node that is pre-authorized to access the network resource, a request to allow a first user to

assume an identity of the network node, the network node that is pre-authorized having a plurality of access privileges associated therewith.

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4. Open the Google Home app by tapping the app icon on your Android device.
5. Tap Get Started or find the device card > Set up.
6. Confirm Google Account: Choose which Google Account that you want to link to Chromecast. You can also add a
  different account if you don't see the listed account that you want to use. Tap OK.
7 Permissions:
   a. Location services - If you don't have Location services on, tap Go to settings > find the Google Home app > turn
      on Location services > go back to the Google Home app.
   b. Location access - Location access is needed to find nearby devices that need to be set up Tap OK.
8. Scanning for Chromecast devices: The Google Home app scans for nearby devices that are plugged in and ready to
  set up.
    a. If you only have one device that needs to be set up, tap Next.
   b. If the Google Home app finds a list of devices, tap the device that you want to set up > Next.
9. Found devices:
   a. If one device is found, tap Next.
    b. If multiple devices are found, choose the device that you want to set up > Next.
    c. If you don't see your device, tap Don't see your device.
10. Connecting to your new device: The app will now connect your phone to your new Chromecast so that you can
11. Making a connection: We'll display a code on your TV to make sure that you're setting up the right device.
    a. If you see a code on your TV, tap Yes.
    b. If you didn't see a code, move closer to the Chromecast device and tap Try again > Scan for devices.
```

#### (Source:

https://support.google.com/chromecast/answer/2998456?co=GENIE.Platform%3DAndroid&oco =1)

32. The methods practiced by the accused products include allowing the first user to assume the identity of the network node that is pre-authorized, such that the first user appears to the network resource to be the network node that is pre-authorized, after verifying that the first user is authorized.

## A better way to get video and more to your TV.

With Chromecast, your device is the remote. It's easy to control the TV from anywhere in your home.<sup>2</sup>

Keep using your device without interrupting what's playing or draining your battery. Tap the Cast button to see content on the big screen.

Open the apps you already know – no new logins or downloads required.

(Source: https://store.google.com/product/chromecast\_2015)

- 33. The methods practiced by the accused products include, based on the first user assuming the identity of the network node that is pre-authorized, allowing the first user to access the network resource using the plurality of access privileges associated with the network node that is pre-authorized.
- 34. Samsung has had knowledge of the '090 Patent at least as of the date when it was notified of the filing of this action.
- 35. American Patents has been damaged as a result of the infringing conduct by Samsung alleged above. Thus, Samsung is liable to American Patents in an amount that adequately compensates it for such infringements, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.
- 36. American Patents and/or its predecessors-in-interest have satisfied all statutory obligations required to collect pre-filing damages for the full period allowed by law for infringement of the '090 Patent.

#### **COUNT III**

#### **DIRECT INFRINGEMENT OF U.S. PATENT NO. 8,668,584**

- 37. On March 11, 2014, United States Patent No. 8,668,584 ("the '584 Patent") was duly and legally issued by the United States Patent and Trademark Office for an invention entitled "Virtual Input System."
- 38. American Patents is the owner of the '584 Patent, with all substantive rights in and to that patent, including the sole and exclusive right to prosecute this action and enforce the '584 Patent against infringers, and to collect damages for all relevant times.
- 39. Samsung made, had made, used, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that allow for advanced virtual input including, for example its Galaxy S series of products ("accused products"):



(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

- 40. By doing so, Samsung has directly infringed (literally and/or under the doctrine of equivalents) at least Claim 1 of the '584 Patent. Samsung's infringement in this regard is ongoing.
- 41. Samsung has infringed the '584 Patent by making, having made, using, importing, providing, supplying, distributing, selling or offering for sale systems having a device.
- 42. The accused products include a position sensing device for determining a location of a user input actuator at a virtual input location.

#### Sensors

Iris sensor Fingerprint sensor HR sensor

Pressure sensor Gyro sensor Proximity sensor

Accelerometer Geomagnetic sensor RGB Light sensor

Barometer Hall sensor

(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

43. The accused products include a motion sensing device including an electromagnetic transceiver module for detecting motion at the virtual input location.

#### Sensors

Iris sensor Fingerprint sensor HR sensor

Pressure sensor Gyro sensor Proximity sensor

Accelerometer Geomagnetic sensor RGB Light sensor

Barometer Hall sensor

(Source: https://www.samsung.com/us/smartphones/galaxy-s9/specs/)

#### Intelligent Scan

# The camera that recognizes you instantly.

Intelligent Scan is a new technology for Galaxy S9 and S9+ that combines face recognition and iris scan to make unlocking simple even in low light. 78

(Source: https://www.samsung.com/us/smartphones/galaxy-s9/)

44. The accused products include a controller coupled to the position sensing device and the motion sensing device, the controller determining whether a portion of the user input actuator is within the virtual input location in space defining the virtual input.

#### Intelligent Scan

### Security that knows you anywhere.

Access your phone easily and quickly with convenient technology that combines face recognition and iris scanning. Your phone can identify you in bright sunlight, low light, or even if you're wearing sunglasses. 1011

(Source: https://www.samsung.com/us/smartphones/galaxy-s9/performance/#intelligent-scan)

Open with a look, a tap, a pattern, or a PIN. There's a wide range of options you can use to keep your phone locked until you want it.



(Source: https://www.samsung.com/us/smartphones/galaxy-s9/performance/#intelligent-scan)

- 45. Samsung has had knowledge of the '584 Patent at least as of the date when it was notified of the filing of this action.
- 46. American Patents has been damaged as a result of the infringing conduct by Samsung alleged above. Thus, Samsung is liable to American Patents in an amount that adequately compensates it for such infringements, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.

47. American Patents and/or its predecessors-in-interest have satisfied all statutory obligations required to collect pre-filing damages for the full period allowed by law for infringement of the '584 Patent.

#### **COUNT IV**

#### **DIRECT INFRINGEMENT OF U.S. PATENT NO. 9,116,543**

- 48. On August 25, 2015, United States Patent No. 9,116,543 ("the '543 Patent") was duly and legally issued by the United States Patent and Trademark Office for an invention entitled "Virtual Input System."
- 49. American Patents is the owner of the '543 Patent, with all substantive rights in and to that patent, including the sole and exclusive right to prosecute this action and enforce the '543 Patent against infringers, and to collect damages for all relevant times.
- 50. Samsung made, had made, used, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that allow for advanced virtual input including, for example its Galaxy S series of products ("accused products"):



(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

- 51. By doing so, Samsung has directly infringed (literally and/or under the doctrine of equivalents) at least Claim 1 of the '543 Patent. Samsung's infringement in this regard is ongoing.
- 52. Samsung has infringed the '543 Patent by making, having made, using, importing, providing, supplying, distributing, selling or offering for sale systems having a device.
- 53. The accused products include an electromagnetic sensor module configured to determine a location of a user input at a virtual input location:

#### Sensors

Iris sensor Fingerprint sensor HR sensor

Pressure sensor Gyro sensor Proximity sensor

Accelerometer Geomagnetic sensor RGB Light sensor

Barometer Hall sensor

(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

54. The accused products include a camera configured to detect motion at the virtual input location.

#### Sensors

Iris sensor Fingerprint sensor HR sensor

Pressure sensorGyro sensorProximity sensorAccelerometerGeomagnetic sensorRGB Light sensor

Barometer Hall sensor

(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

#### Intelligent Scan

# The camera that recognizes you instantly.

Intelligent Scan is a new technology for Galaxy S9 and S9+ that combines face recognition and iris scan to make unlocking simple even in low light. 78

(Source: https://www.samsung.com/us/smartphones/galaxy-s9/)

55. The accused products include a controller coupled to the electromagnetic sensor and the camera, wherein the controller is configured to determine whether a portion of the user input is within the virtual input location in space that defines a virtual input.

#### Intelligent Scan

### Security that knows you anywhere.

Access your phone easily and quickly with convenient technology that combines face recognition and iris scanning. Your phone can identify you in bright sunlight, low light, or even if you're wearing sunglasses. 1011

(Source: https://www.samsung.com/us/smartphones/galaxy-s9/performance/#intelligent-scan)

Open with a look, a tap, a pattern, or a PIN. There's a wide range of options you can use to keep your phone locked until you want it.



(Source: https://www.samsung.com/us/smartphones/galaxy-s9/performance/#intelligent-scan)

- 56. Samsung has had knowledge of the '543 Patent at least as of the date when it was notified of the filing of this action.
- 57. American Patents has been damaged as a result of the infringing conduct by Samsung alleged above. Thus, Samsung is liable to American Patents in an amount that adequately compensates it for such infringements, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.

58. American Patents and/or its predecessors-in-interest have satisfied all statutory obligations required to collect pre-filing damages for the full period allowed by law for infringement of the '543 Patent.

#### **COUNT V**

#### **DIRECT INFRINGEMENT OF U.S. PATENT NO. 9,606,674**

- 59. On March 28, 2017, United States Patent No. 9,606,674 ("the '674 Patent") was duly and legally issued by the United States Patent and Trademark Office for an invention entitled "Virtual Input System."
- 60. American Patents is the owner of the '674 Patent, with all substantive rights in and to that patent, including the sole and exclusive right to prosecute this action and enforce the '674 Patent against infringers, and to collect damages for all relevant times.
- 61. Samsung made, had made, used, imported, provided, supplied, distributed, sold, and/or offered for sale products and/or systems that allow for advanced virtual input including, for example its Galaxy S series of products ("accused products"):



(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

- 62. By doing so, Samsung has directly infringed (literally and/or under the doctrine of equivalents) at least Claim 1 of the '674 Patent. Samsung's infringement in this regard is ongoing.
- 63. Samsung has infringed the '674 Patent by making, having made, using, importing, providing, supplying, distributing, selling or offering for sale systems having a device.
- 64. The accused products include a location sensor configured to detect a location of a user input:

#### Sensors

Iris sensor Fingerprint sensor HR sensor

Pressure sensor Gyro sensor Proximity sensor

Accelerometer Geomagnetic sensor RGB Light sensor

Barometer Hall sensor

(Source: <a href="https://www.samsung.com/us/smartphones/galaxy-s9/specs/">https://www.samsung.com/us/smartphones/galaxy-s9/specs/</a>)

65. The accused products include a motion sensor configured to detect motion at a virtual input location.

#### Sensors

Iris sensor Fingerprint sensor HR sensor

Pressure sensor Gyro sensor Proximity sensor

Accelerometer Geomagnetic sensor RGB Light sensor

Barometer Hall sensor

(Source: https://www.samsung.com/us/smartphones/galaxy-s9/specs/)

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Intelligent Scan is a new technology for Galaxy S9 and S9+ that combines face recognition and iris scan to make unlocking simple even in low light. 78

(Source: https://www.samsung.com/us/smartphones/galaxy-s9/)

66. The accused products include a controller configured to determine whether at least a portion of the motion at the virtual input location detected by the motion sensor is at the location of the user input detected by the location sensor.

#### Intelligent Scan

### Security that knows you anywhere.

Access your phone easily and quickly with convenient technology that combines face recognition and iris scanning. Your phone can identify you in bright sunlight, low light, or even if you're wearing sunglasses. 1011

(Source: https://www.samsung.com/us/smartphones/galaxy-s9/performance/#intelligent-scan)

Open with a look, a tap, a pattern, or a PIN. There's a wide range of options you can use to keep your phone locked until you want it.



(Source: https://www.samsung.com/us/smartphones/galaxy-s9/performance/#intelligent-scan)

- 67. Samsung has had knowledge of the '674 Patent at least as of the date when it was notified of the filing of this action.
- 68. American Patents has been damaged as a result of the infringing conduct by Samsung alleged above. Thus, Samsung is liable to American Patents in an amount that adequately compensates it for such infringements, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.

69. American Patents and/or its predecessors-in-interest have satisfied all statutory obligations required to collect pre-filing damages for the full period allowed by law for infringement of the '674 Patent.

#### ADDITIONAL ALLEGATIONS REGARDING INDIRECT INFRINGEMENT

70. Samsung has also indirectly infringed the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent by inducing others to directly infringe the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent. Samsung has induced the end-users, Samsung's customers, to directly infringe (literally and/or under the doctrine of equivalents) the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent by using the accused products. Samsung took active steps, directly and/or through contractual relationships with others, with the specific intent to cause them to use the accused products in a manner that infringes one or more claims of the patents-in-suit, including, for example, Claim 5 of the '655 Patent, Claim 1 of the '090 Patent, Claim 1 of the '584 Patent, Claim 1 of the '543 Patent, and Claim 1 of the '674 Patent. Such steps by Samsung included, among other things, advising or directing customers and end-users to use the accused products in an infringing manner; advertising and promoting the use of the accused products in an infringing manner; and/or distributing instructions that guide users to use the accused products in an infringing manner. Samsung is performing these steps, which constitute induced infringement, with the knowledge of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent and with the knowledge that the induced acts constitute infringement. Samsung was and is aware that the normal and customary use of the accused products by Samsung's customers would infringe the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent. Samsung's inducement is ongoing.

- 71. Samsung has also induced its affiliates, or third-party manufacturers, shippers, distributors, retailers, or other persons acting on its or its affiliates' behalf, to directly infringe (literally and/or under the doctrine of equivalents) the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent by importing, selling or offering to sell the accused products. Samsung took active steps, directly and/or through contractual relationships with others, with the specific intent to cause such persons to import, sell, or offer to sell the accused products in a manner that infringes one or more claims of the patents-in-suit, including, for example, Claim 5 of the '655 Patent, Claim 1 of the '090 Patent, Claim 1 of the '584 Patent, Claim 1 of the '543 Patent, and Claim 1 of the '674 Patent. Such steps by Samsung included, among other things, making or selling the accused products outside of the United States for importation into or sale in the United States, or knowing that such importation or sale would occur; and directing, facilitating, or influencing its affiliates, or third-party manufacturers, shippers, distributors, retailers, or other persons acting on its or their behalf, to import, sell, or offer to sell the accused products in an infringing manner. Samsung performed these steps, which constitute induced infringement, with the knowledge of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent and with the knowledge that the induced acts would constitute infringement. Samsung performed such steps in order to profit from the eventual sale of the accused products in the United States. Samsung's inducement is ongoing.
- 72. Samsung has also indirectly infringed by contributing to the infringement of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent. Samsung has contributed to the direct infringement of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent by the end-user of the accused products. The accused products have special features that are specially designed to be used in an infringing way and that have no

substantial uses other than ones that infringe the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent, including, for example, Claim 5 of the '655 Patent, Claim 1 of the '090 Patent, Claim 1 of the '584 Patent, Claim 1 of the '543 Patent, and Claim 1 of the '674 Patent. The special features include initiation and/or control of Internet streamed content and advanced virtual input in a manner that infringes the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent. The special features constitute a material part of the invention of one or more of the claims of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent and are not staple articles of commerce suitable for substantial non-infringing use. Samsung's contributory infringement is ongoing.

- 73. Furthermore, Samsung has a policy or practice of not reviewing the patents of others (including instructing its employees to not review the patents of others), and thus has been willfully blind of American Patents' patent rights.
- 74. Samsung's actions are at least objectively reckless as to the risk of infringing valid patents and this objective risk was either known or should have been known by Samsung.
- 75. Samsung's direct and indirect infringement of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent is, has been, and continues to be willful, intentional, deliberate, and/or in conscious disregard of American Patents' rights under the patents.
- 76. American Patents has been damaged as a result of the infringing conduct by Samsung alleged above. Thus, Samsung is liable to American Patents in an amount that adequately compensates it for such infringements, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.

#### JURY DEMAND

American Patents hereby requests a trial by jury on all issues so triable by right.

#### PRAYER FOR RELIEF

American Patents requests that the Court find in its favor and against Samsung, and that the Court grant American Patents the following relief:

- a. Judgment that one or more claims of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent have been infringed, either literally and/or under the doctrine of equivalents, by Samsung and/or all others acting in concert therewith;
- b. A permanent injunction enjoining Samsung and its officers, directors, agents, servants, affiliates, employees, divisions, branches, subsidiaries, parents, and all others acting in concert therewith from infringement of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent; or, in the alternative, an award of a reasonable ongoing royalty for future infringement of the '655 Patent, the '090 Patent, the '584 Patent, the '543 Patent, and the '674 Patent by such entities;
- c. Judgment that Samsung account for and pay to American Patents all damages to and costs incurred by American Patents because of Samsung's infringing activities and other conduct complained of herein, including an award of all increased damages to which American Patents is entitled under 35 U.S.C. § 284;
- d. That American Patents be granted pre-judgment and post-judgment interest on the damages caused by Samsung's infringing activities and other conduct complained of herein;
- e. That this Court declare this an exceptional case and award American Patents its reasonable attorney's fees and costs in accordance with 35 U.S.C. § 285; and
- f. That American Patents be granted such other and further relief as the Court may deem just and proper under the circumstances.

Dated: September 24, 2018

#### Respectfully submitted,

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