\$\psi 8:19-cv-00022 \text{ Document 1 \text{ Filed 01/04/19 \text{ Page 1 of 6 \text{ Page ID #:1}} 1 BRANDON C. FERNALD (Bar No. 222429) FERNALD LAW GROUP 510 West Sixth Street, Suite 700 Los Angeles, California 90014 3 Telephone: 323-410-0320 Facsimile: 323-410-0330 4 Email: brandon.fernald@fernaldlawgroup.com 5 JONATHAN T. SUDER (Pro Hac Vice To Be Filed) CORBY R. VOWELL (Pro Hac Vice To Be Filed) 6 FRIEDMAN, SUDER & COOKE Tindall Square Warehouse No. 1 604 East 4th Street, Suite 200 7 Fort Worth, Texas 76102 Telephone: (817) 334-0400 Facsimile: (817) 334-0401 9 Email: jts@fsclaw.com Email: vowell@fsclaw.com 10 11 Attorneys for Plaintiff SOFTVAULT SYSTEMS, INC. 12 13 UNITED STATES DISTRICT COURT 14 CENTRAL DISTRICT OF CALIFORNIA 15 SOUTHERN DIVISION 16 SOFTVAULT SYSTEMS, INC., CASE NO. 17 Plaintiff, COMPLAINT FOR INFRINGEMENT 18 **OF U.S. PATENT NOS. 6,249,868 AND** VS. 6,594,765 19 MAZDA MOTOR OF AMERICA, INC., 20 Defendant. **JURY TRIAL DEMANDED** 21 22 23 24 25 26 27

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MOTOR OF AMERICA, INC., alleging as follows:

THE PARTIES

Plaintiff SOFTVAULT SYSTEMS, INC. files its Complaint against Defendant MAZDA

- 1. Plaintiff SOFTVAULT SYSTEMS, INC. ("SoftVault") is a corporation organized and existing under the laws of the State of Washington with its principal place of business in the State of Washington.
- 2. Upon information and belief, MAZDA MOTOR OF AMERICA, INC. ("Mazda") is a corporation organized and existing under the laws of the State of California, with its principal place of business at 200 Spectrum Center Drive, Suite 100, Irvine, California 92618. Mazda may be served with process through its registered agent, Hanh Nguyen, 200 Spectrum Center Drive, Suite 100, Irvine, California 92618.

JURISDICTION AND VENUE

- 3. This is an action for infringement of United States patents. This Court has exclusive jurisdiction of such action under Title 28 U.S.C. § 1338(a).
- 4. Upon information and belief, Mazda is subject to personal jurisdiction by this Court. Mazda maintains its principal place of business at 200 Spectrum Center Drive, Suite 100, Irvine, California 92618, within this District and Division. Additionally, Mazda has committed such purposeful acts and/or transactions in the State of California that it reasonably knew and/or expected that it could be hailed into a California court as a future consequence of such activity. Mazda makes, uses, and/or sells infringing products within the Central District of California and has a continuing presence and the requisite minimum contacts with the Central District of California, such that this venue is a fair and reasonable one. Upon information and belief, Mazda has transacted and, at the time of the filing of this Complaint, is continuing to transact business within the Central District of California. For all of these reasons, personal jurisdiction exists and venue is proper in this Court under 28 U.S.C. §§ 1391(b)(1), (2) and (c)(2) and 28 U.S.C. § 1400(b).

PATENTS-IN-SUIT

- 5. On June 19, 2001, United States Patent No. 6,249,868 BI ("the '868 Patent") was duly and legally issued for "METHOD AND SYSTEM FOR EMBEDDED, AUTOMATED, COMPONENT-LEVEL CONTROL OF COMPUTER SYSTEMS AND OTHER COMPLEX SYSTEMS." A true and correct copy of the '868 Patent is attached hereto as Exhibit A and made a part hereof.
- 6. On July 15, 2003, United States Patent No. 6,594,765 B2 ("the '765 Patent") was duly and legally issued for "METHOD AND SYSTEM FOR EMBEDDED, AUTOMATED, COMPONENT-LEVEL CONTROL OF COMPUTER SYSTEMS AND OTHER COMPLEX SYSTEMS." A true and correct copy of the '765 Patent is attached hereto as Exhibit B and made a part hereof.
- 7. The '868 Patent and the '765 Patent are sometimes referred to herein collectively as "the Patents-in-Suit."
- 8. As it pertains to this lawsuit, the Patents-in-Suit, very generally speaking, relate to a method and system of protecting electronic, mechanical, and electromechanical devices and systems, such as for example a computer system, and their components and software from unauthorized use. Specifically, certain claims of the '868 and '765 Patents disclose the utilization of embedded agents within system components to allow for the enablement or disablement of the system component in which the agent is embedded. There are many examples in the patent specifications of the type of systems that may be protected using this technology including automotive systems and vehicles. The invention disclosed in the Patents-in-Suit discloses a server that communicates with the embedded agent through the use of one or more handshake operations to authorize the embedded agent. When the embedded agent is authorized by the server, it enables the device or component, and when not authorized the embedded agent disables the device or component, such as by disabling the ignition system of a vehicle.

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FIRST CLAIM FOR RELIEF

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(Patent Infringement)

4 5 10. SoftVault is the owner of the Patents-in-Suit with the exclusive right to enforce

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9. SoftVault repeats and realleges every allegation set forth above.

the Patents-in-Suit against infringers, and collect damages for all relevant times, including the right to prosecute this action.

- 11. Mazda has had knowledge of the Patents-in-Suit since at least November 8, 2017 when SoftVault first sent a letter to Mazda putting it on notice of its infringement. (Exhibit C).
- 12. Upon information and belief, Mazda is liable under 35 U.S.C. §271(a) for direct infringement of the Patents-in-Suit because it manufactures, makes, has made, uses, practices, imports, provides, supplies, distributes, sells, and/or offers for sale products and/or systems that practice one or more claims of the Patents-in-Suit.
- 13. Upon information and belief, Mazda is also liable under 35 U.S.C. §271(b) for inducing infringement of, and under 35 U.S.C. §271(c) for contributory infringement of the Patents-in-Suit because it manufactures, makes, has made, uses, practices, imports, provides, supplies, distributes, sells, and/or offers for sale products and/or systems that practice one or more claims of the Patents-in-Suit.
- 14. Mazda also infringes the Patents-in-Suit by making, using, selling, and offering for sale vehicles with its Immobilizer System along with key fobs. The Immobilizer System is a component of the vehicle's overall computer system. This system prevents unauthorized use of a vehicle by enabling or disabling the ignition based on communications between the key fob (server) and the Immobilizer System (embedded agent) of the vehicle. The Immobilizer System in the vehicle and the key fob mutually authenticate one another and communicate through a series of messages to establish whether the vehicle is authorized to operate. When the key fob authorizes the Immobilizer System, the vehicle's ignition operates normally and the car can be started. When the key fob does not authorize the Immobilizer System, the vehicle's ignition system is disabled and the car cannot be started. By providing its key fobs and the Immobilizer

System in its vehicles, Mazda has directly infringed at least claims 1 and 44 of the '868 Patent, as well as at least claims 1, 2, and 9 of the '765 Patent.

- 15. The Mazda key fobs and Immobilizer System provided in Mazda vehicles are collectively referred to herein as the Accused Products. By providing the Mazda Accused Products, Mazda has induced its customers and/or end users to infringe at least claims 1 and 44 of the '868 Patent, as well as at least claims 1, 2, and 9 of the '765 Patent. For example, end users of the accused products directly infringed at least claims 1 and 44 of the '868 Patent, as well as at least claims 1, 2, and 9 of the '765 Patent, when using or employing these systems.
- 16. On information and belief, Mazda possessed a specific intent to induce infringement by at a minimum, providing user guides and other sales-related materials, and by way of advertising, solicitation, and provision of product instruction materials, that instruct its customers and end users on the normal operation of the Accused Products and the features described herein that infringe the Patents-in-Suit.
- 17. By providing these systems, Mazda has contributed to the infringement of their customers and/or end users of at least claims 1 and 44 of the '868 Patent, as well as at least claims 1, 2, and 9 of the '765 Patent.
- 18. Upon information and belief, the Mazda Immobilizer System and key fobs have no substantial non-infringing uses, and Mazda knows that these features were especially made or especially adapted for use in a product that infringes the Patents-in-Suit.
- 19. SoftVault has been damaged as a result of Mazda's infringing conduct. Mazda, thus, is liable to SoftVault in an amount that adequately compensates SoftVault for Mazda's infringement, 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.

PRAYER FOR RELIEF

SoftVault requests that the Court find in its favor and against Mazda, and that the Court grant SoftVault the following relief:

a. Judgment that one or more claims of the Patents-in-Suit have been infringed, either literally and/or under the doctrine of equivalents, by Mazda;

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1	b.	Judgment that Mazda acco	ount for and pay to SoftVault all damages to and costs
2		incurred by SoftVault beca	ause of Mazda's infringing activities and other conduct
3		complained of herein;	
4	d.	That SoftVault be grant	ed pre-judgment and post-judgment interest on the
5		damages caused to it by re	ason of Mazda's infringing activities and other conduct
6		complained of herein;	
7	e.	That this Court declare this an exceptional case and award SoftVault its	
8		reasonable attorney's fees	and costs in accordance with 35 U.S.C. § 285; and
9	f.	That SoftVault be granted	such other and further relief as the Court may deem just
10		and proper under the circuit	mstances.
11	JURY DEMAND		
12	Plaintiff hereby requests a trial by jury pursuant to Rule 38 of the Federal Rules of Civil		
13	Procedure.		
14	DATED:	January 4,2019	/s/ Brandon C. Fernald
15	DATED.	January 4,2019	
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