Case	2:19-cv-01391-CBM-RAO Document 19 Fi	led 05/02/19 Page 1 of 18 Page ID #:171				
1 2 3 4 5 6 7 8 9 10	JEFFER MANGELS BUTLER & MITCHELL LLP RACHEL M. CAPOCCIA (CA Bar No. 187160) 1900 Avenue of the Stars, 7th Floor Los Angeles, CA 90067 Telephone: (310) 203-8080 Facsimile: (650) 837-0030 E-mail: rcapoccia@jmbm.com MILLER, CANFIELD, PADDOCK AND STONE, P.L.C. EDWARD H. RICE (<i>pro hac vice</i>) MARINA N. SAITO (<i>pro hac vice</i>) 225 West Washington Street, Suite 2600 Chicago, IL 60606 Telephone: (312) 460-4200 Facsimile: (312) 460-4201 E-mail: rice@millercanfield.com E-mail: saito@millercanfield.com					
11 12 13	Attorneys for Plaintiffs PERMACITY CORP. and PERMACITY SOLAR INC.					
14	UNITED STATES DISTRICT COURT					
15	CENTRAL DISTRICT OF CALIFORNIA					
16						
17 18	PERMACITY CORP. and PERMACITY SOLAR INC.,	Case No. 2:19-cv-01391-CBM-RAO				
19	Plaintiff,	FIRST AMENDED COMPLAINT FOR INFRINGEMENT OF				
20	v.	PATENTS AND BREACH OF CONTRACT				
21	ORION SOLAR RACKING INC.,	JURY TRIAL DEMANDED				
22	BOB (aka BABAK) SINAI and AHMET AKMAN,					
23	Defendants.					
24	Derendants.					
25						
26	Plaintiffs PermaCity Corp. and PermaCity Solar Inc. for their Complaint against					
27	Defendants Orion Solar Racking Inc. ("Orion"), Bob (aka Babak) Sinai ("Sinai") and					
28	Ahmet Akman ("Akman"), allege as follows:					
	-1- First Amended Complaint for Patent Infringement and Breach of Contract					

Case	2:19-cv-01391-CBM-RAO Document 19 Filed 05/02/19 Page 2 of 18 Page ID #:172			
1	NATURE OF THE ACTION			
2	1. This is a civil action for infringement of U.S. Patent No. 9,742,347 (the			
3	'347 patent), attached as Exhibit A, and U.S. Patent No. 9,985,574 (the '574 patent),			
4	attached as Exhibit B, and for breach of contract.			
5	PARTIES			
6	2. PermaCity Corp. is a California corporation having a principal place of			
7	business at 525 S. Hewitt Street, Los Angeles, CA 90013.			
8	3. PermaCity Solar Inc. is a California corporation having a principal place			
9	of business at 525 S. Hewitt Street, Los Angeles, CA 90013.			
10	4. Orion is a California corporation with a principal place of business at 2917			
11	Vail Avenue, Commerce, CA 90040.			
12	5. Sinai is a co-founder and Chief Executive Officer of Orion. Sinai resides			
13	at 528 Palisades Drive, #933, Pacific Palisades, CA 90272.			
14	6. Akman is the Vice President and Chief Operating Officer of Orion.			
15	Akman resides at 3347 Bennett Drive, Los Angeles, CA 90068.			
16	JURISDICTION AND VENUE			
17	7. This Court has subject matter jurisdiction over the patent infringement			
18	claims under 28 U.S.C. §§ 1331 and 1338.			
19	8. This Court has supplemental jurisdiction over the other claims in this			
20	action under 28 U.S.C. § 1367 because they are so related to the patent infringement			
21	claims that they form part of the same case or controversy under Article III of the United			
22	States Constitution. Like the patent infringement claims, the contract claim involves			
23	the Defendants' unauthorized use of the Plaintiffs' technology for building and			
24	installing solar energy systems.			
25	9. Orion is a California corporation that is authorized to do business in			
26	California and regularly transacts business in California. Orion maintains its principal			
27	place of business in California, in this district. Orion, therefore, is subject to personal			
28	jurisdiction in this Court.			
	-2- First Amended Complaint for Patent Infringement and Breach of Contract			

10. Orion also has committed acts of patent infringement in California and in this district. For that reason as well, Orion is subject to personal jurisdiction in this Court.

11. Sinai is subject to personal jurisdiction in this Court because he is a California resident. This Court also has personal jurisdiction over Sinai because Sinai has regularly transacted business in California and has committed acts of patent infringement in the course of that business in California and in this district.

12. Akman is subject to personal jurisdiction in this Court because he is a California resident. This Court also has personal jurisdiction over Akman because Akman has regularly transacted business in California and has committed acts of patent infringement in the course of that business in California and in this district.

13. For the reasons stated above, venue is proper in this district under 28 U.S.C. §§ 1391(b)(1), 1391(b)(2) and 1400(b).

FACTS

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The PermaCity Corp. Patents

I.

A. Background

17 14. PermaCity Corp. is an innovative solar energy design and installation
18 company that develops and sells solar energy systems as a sustainable, non-polluting
19 energy source for homes and businesses.

20 15. With the investment of substantial time and money, PermaCity Corp. has
21 developed a novel, award-winning technology that allows installers to deploy solar
22 energy systems more quickly and easily, and less expensively, than was possible
23 previously.

24 16. The United States Patent and Trademark Office has awarded PermaCity
25 Corp. various patents on this technology, including the '347 patent and the '574 patent.

17. PermaCity Corp. has the exclusive rights to make, use, sell and/or offer to sell any invention embodying the '347 patent claims and/or the '574 patent claims

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throughout the United States, as well as the exclusive right to import any invention
 embodying these patent claims into the United States.

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B. The '347 Patent

18. PermaCity Corp. is the assignee and owner of all right, title and interest in and to the '347 patent, which the United States Patent and Trademark Office issued on August 22, 2017.

19. The '347 patent claims an apparatus for mounting solar collector panels. PermaCity Corp.'s invention provides a critical advancement in mounting technology for solar power systems. This invention allows for rapid and easy installation of solar power systems that uses minimal tools and minimizes roof penetrations.

20. PermaCity Corp.'s patented apparatus has been commercially successful and has become the leading product of its kind in the market.

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C. The '574 Patent

21. PermaCity Corp. is the assignee and owner of all right, title and interest in and to the '574 patent, which the United States Patent and Trademark Office issued on May 29, 2018.

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22. The '574 patent addresses a method of mounting solar collector panels.

23. The '574 patent is related to the '347 patent; they both trace back to the same original Patent Cooperation Treaty (PCT) patent application that PermaCity Corp. filed on February 11, 2013. Whereas the '347 patent claims address a solar panel mounting apparatus, the '574 patent claims address a solar panel mounting method.

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D. PermaCity Corp.'s Patented Product

23 24. PermaCity Corp. manufactures, sells and markets, in this district, an
24 embodiment of the invention claimed in the '347 and '574 patents. PermaCity Corp.
25 calls this product the SolarStrap[®].

26 25. SolarStrap® has won several design awards and is the leading product of
27 its kind in the market.

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The Parties' Mutual Nondisclosure Agreement

26. PermaCity Solar Inc. is a partially-owned subsidiary of PermaCity Corp.

II.

27. On July 3, 2013, Orion and PermaCity Solar Inc. entered into a Mutual Nondisclosure Agreement ("NDA"), attached as Exhibit C.

28. Under the NDA, which Sinai executed for Orion, Orion agreed not to use PermaCity Solar Inc.'s Confidential Information "for any purpose except to evaluate and engage in discussions concerning a potential business relationship between the parties." Orion further agreed not to disclose PermaCity Solar Inc.'s Confidential Information to third parties.

29. The NDA defined "Confidential Information" to include "information disclosed to a disclosing party by third parties." Accordingly, the NDA included in its definition of "Confidential Information" information—such as the SolarStrap® design—that PermaCity Corp. had provided to PermaCity Solar, Inc.

30. PermaCity Solar Inc. intended the NDA to protect confidential information relating, among other things, to the SolarStrap® technology.

31. Much of the confidential information relating to the SolarStrap® technology belonged to PermaCity Corp.

32. PermaCity Solar Inc. intended the NDA to protect that PermaCity Corp. information and, therefore, to confer a benefit upon PermaCity Corp., even though PermaCity Corp. was not a direct party to the NDA.

33. PermaCity Solar Inc. disclosed PermaCity Corp.'s design for the SolarStrap® to Orion under the NDA with the understanding that Orion would keep the SolarStrap® design confidential. PermaCity Solar Inc. also provided a copy of a confidential engineering study that it had conducted on various lift and drag forces placed upon solar power systems.

34. In or around February 2015, PermaCity Corp. learned that Orion
manufactured and sold a solar power mounting system that appeared to be a nearly exact
copy of its SolarStrap® product.

On February 3, 2015, counsel for PermaCity Corp. sent Orion a letter, 1 35. attached as Exhibit D, verifying that Orion was infringing various intellectual property 2 3 rights that PermaCity Corp. possessed on the SolarStrap® product, including pending patent applications on technology embodied in that product. 4

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PermaCity Corp. also learned that Orion inappropriately used other 36. confidential information, which included, without limitation, a confidential engineering study that PermaCity Solar Inc. had conducted. Upon information and belief, Orion copied PermaCity Solar Inc.'s confidential engineering study, removed PermaCity's name from the study and substituted Orion's own name, and then distributed the falsified copies to third parties.

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COUNT I—ORION'S INFRINGEMENT OF THE '347 PATENT

PermaCity Corp. incorporates the allegations contained in paragraphs 1 37. through 36 of this Complaint as though fully set forth in this paragraph. 13

Upon information and belief, Orion has been, and currently is, directly 38. infringing at least claim 1 of the '347 patent by making, using, selling, offering to sell and/or importing certain commercial roof mount systems, including Orion's Ballasted and Non-Ballasted Roof Mount Systems (see '347 claim chart, attached as Exhibit E).

18 Upon information and belief, Orion also infringes the '347 patent by 39. 19 actively inducing infringement under 35 U.S.C. § 271(b).

20 40. Orion actively encourages its distributors to directly infringe the '347 patent by selling and offering to sell the infringing Orion commercial roof mount systems. 22

41. Orion's customers also infringe the '347 patent directly by making and using the infringing Orion commercial roof mount systems. Orion encourages this infringing activity by selling the customers the Orion commercial roof mount systems and instructing them how to install and use those systems.

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42. Orion encourages these activities even though it actually knew, reasonably
 should have known, or willfully blinded itself to the fact that PermaCity Corp. had a
 patent on the relevant technology.

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43. Orion's intent to induce infringement may be inferred by its receipt of PermaCity Corp.'s February 3, 2015 letter (Ex. D), which advised Orion that the Orion commercial roof mount systems practiced the invention claimed in PermaCity Corp.'s then-pending patent application.

8 44. Upon information and belief, Orion also infringes the '347 patent by
9 actively contributing to its customers' direct infringement under 35 U.S.C. § 271(c).

45. Orion contributes to its customers' direct infringement by selling the customers the components for the infringing Orion commercial roof mount systems, which the customers then use to infringe the '347 patent.

46. The components for the Orion commercial roof mount systems are
material to practicing the '347 invention, and Orion knows that these components are
made especially for practicing the invention claimed in the '347 patent and that they
have no non-infringing use.

47. Orion's intent to contribute to its customers' infringement may be inferred
by its receipt of PermaCity Corp.'s February 3, 2015 letter (Ex. D), which advised Orion
that the Orion commercial roof mount systems practiced the invention claimed in
PermaCity Corp.'s then-pending patent application.

48. Orion, therefore, actually knew, reasonably should have known, or
willfully blinded itself to the fact that PermaCity Corp. had a patent on the relevant
technology.

24 49. Orion's acts constitute active inducement of patent infringement in
25 violation of 35 U.S.C. § 271(b) and contributory infringement in violation of 35 U.S.C.
26 § 271(c).

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Unless Orion is enjoined, it will continue to infringe the '347 patent 50. directly, to induce its distributors and customers to infringe the '347 patent, and to contribute to its customers' infringement of the '347 patent.

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PermaCity Corp. has been irreparably harmed by Orion's infringement. 51. Unless it is enjoined, Orion will continue to harm PermaCity Corp. irreparably. Monetary damages alone cannot compensate for this harm.

Orion's infringement has been willful and deliberate. When it received 52. PermaCity Corp.'s February 3, 2015 letter (Ex. D), Orion became aware that PermaCity Corp. had a pending patent application on its SolarStrap® product. Despite this knowledge, Orion deliberately copied the SolarStrap® product and sold it to customers.

53. Orion's deliberate infringement without any reasonable justification, makes this an exceptional case, entitling PermaCity Corp. to an award of treble damages under 35 U.S.C. § 284 and an award of attorney fees under 35 U.S.C. § 285.

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COUNT II—ORION'S INFRINGEMENT OF THE '574 PATENT

54. PermaCity Corp. incorporates the allegations contained in paragraphs 1 through 53 of this Complaint as though fully set forth in this paragraph.

The '574 patent claims a method of installing the claimed solar panel 55. system.

56. Upon information and belief, Orion has been, and currently is, directly infringing at least claim 1 of the '574 patent by installing certain commercial roof mount systems, including Orion's Ballasted and Non-Ballasted Roof Mount Systems (see '574 claim chart, attached as Exhibit F).

57. Upon information and belief, Orion has been, and currently is, indirectly infringing at least claim 1 of the '574 patent by actively encouraging its customers to install the infringing Orion commercial roof mount systems. Orion encourages this infringing activity by selling the customers the Orion commercial roof mount systems 26 and instructing them how to install them.

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Orion encourages this activity even though it actually knew, reasonably 1 58. should have known, or willfully blinded itself to the fact that PermaCity Corp. had a 2 3 patent on the relevant technology.

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Orion's intent to induce infringement may be inferred by its receipt of 59. PermaCity Corp.'s February 3, 2015 letter (Ex. D), which advised Orion that the Orion commercial roof mount systems practiced the invention claimed in PermaCity Corp.'s then-pending patent application.

Upon information and belief, Orion also infringes the '574 patent by 8 60. actively contributing to its customers' direct infringement. 9

Orion contributes to its customers' direct infringement by selling the 61. customers the components for the infringing Orion commercial roof mount systems, which the customers then use to infringe the '574 patent. 12

13 62. The components for the Orion commercial roof mount systems are material to practicing the '574 invention, and Orion knows that these components are 14 made especially for practicing the invention claimed in the '574 patent and that they 15 16 have no non-infringing use.

Orion's intent to contribute to its customers' infringement may be inferred 17 63. by its receipt of PermaCity Corp.'s February 3, 2015 letter (Ex. D), which advised Orion 18 19 that the Orion commercial roof mount systems practiced the invention claimed in PermaCity Corp.'s then-pending patent application. 20

Orion, therefore, actually knew, reasonably should have known, or 21 64. 22 willfully blinded itself to the fact that PermaCity Corp. had a patent on the relevant technology. 23

Orion's acts constitute active inducement of patent infringement in 24 65. 25 violation of 35 U.S.C. § 271(b) and contributory infringement in violation of 35 U.S.C. § 271(c). 26

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Unless Orion is enjoined, it will continue to infringe the '574 patent 66. 2 directly, to induce its customers to infringe the '347 patent, and to contribute to its 3 customers' infringement of the '347 patent..

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PermaCity Corp. has been irreparably harmed by Orion's infringement. 67. Unless it is enjoined, Orion will continue to harm PermaCity Corp. irreparably. Monetary damages alone cannot compensate for this harm.

Orion's infringement has been willful and deliberate. When it received 68. PermaCity Corp.'s February 3, 2015 letter (Ex. D), Orion became aware that PermaCity Corp. had a pending patent application on its SolarStrap® product. Despite this knowledge, Orion deliberately copied the SolarStrap® product and sold it to customers.

69. Orion's deliberate infringement without any reasonable justification, makes this an exceptional case, entitling PermaCity Corp. to an award of treble damages under 35 U.S.C. § 284 and an award of attorney fees under 35 U.S.C. § 285.

COUNT III— SINAI'S INFRINGEMENT OF THE '347 PATENT

70. PermaCity Corp. incorporates the allegations contained in paragraphs 1 through 69 of this Complaint as though fully set forth in this paragraph.

Upon information and belief, Sinai-as co-founder and Chief Executive 71. Officer of Orion-directs Orion's day-to-day executive decisions, including the decision to design, install and sell Orion roof mount system products that practice the '347 patent, including Orion's Ballasted and Non-Ballasted Roof Mount Systems.

72. Sinai actively directs and encourages Orion to directly infringe claim 1 of the '347 patent by making, using, selling, offering to sell and/or importing the infringing Orion commercial roof mount systems.

Upon information and belief, Sinai also communicates with Orion's 73. distributors, and actively encourages those distributors to infringe the '347 patent by selling and offering to sell the infringing Orion commercial roof mount systems.

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Upon information and belief, Sinai also communicates with Orion's 1 74. 2 customers, and actively encourages those customers to infringe the '347 patent by 3 making and using the infringing Orion commercial roof mount systems.

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Sinai encourages these infringing activities (by Orion, Orion's distributors 75. and Orion's customers) even though he actually knew, reasonably should have known, or willfully blinded himself to the fact that PermaCity Corp. had a patent on the relevant technology.

76. 8 Sinai's knowledge was triggered no later than February 2015, when he received a letter from PermaCity Corp.'s attorneys (Ex. D) that PermaCity Corp. had a 9 pending patent application on its SolarStrap® product. 10

77. Despite this knowledge, Sinai actively encourages: (1) Orion to copy the SolarStrap® product and sell it to customers; (2) Orion's distributors to sell the infringing Orion commercial roof mount systems; and (3) Orion's customers to use and install the infringing Orion commercial roof mount systems.

78. These acts by Sinai constitute active inducement of patent infringement in 15 violation of 35 U.S.C. § 271(b). 16

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79. Unless Sinai is enjoined, he will continue to infringe the '347 patent.

80. PermaCity Corp. has been irreparably harmed by the infringementinducing activities of Sinai. Unless he is enjoined, Sinai will continue to impose this irreparable harm upon PermaCity Corp. Monetary damages alone cannot compensate for this harm.

Given his receipt of the February 2015 letter, and his corresponding 81. knowledge of PermaCity Corp.'s efforts to patent the SolarStrap® product, Sinai performed his infringing activities in a willful and deliberate manner.

82. Sinai's willful activity makes this case exceptional and entitles PermaCity 26 Corp. to an award of treble damages under 35 U.S.C. § 284 and an award of attorney 27 fees under 35 U.S.C. § 285.

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COUNT IV— SINAI'S INFRINGEMENT OF THE '574 PATENT

83. PermaCity Corp. incorporates the allegations contained in paragraphs 1 through 82 of this Complaint as though fully set forth in this paragraph.

84. Sinai actively directs and encourages Orion to directly infringe the '574 patent by installing certain commercial roof mount systems, including Orion's Ballasted and Non-Ballasted Roof Mount Systems.

85. Upon information and belief, Sinai also communicates with Orion's customers, and actively encourages those customers to infringe the '574 patent by installing the infringing Orion commercial roof mount systems.

86. Sinai encourages these infringing activities (by Orion and Orion's customers) even though he actually knew, reasonably should have known, or willfully blinded himself to the fact that PermaCity Corp. had a patent on the relevant technology.

87. Sinai's knowledge was triggered no later than February 2015, when he received a letter from PermaCity Corp.'s attorneys (Ex. D) that PermaCity Corp. had a pending patent application on its SolarStrap® product.

16 88. Despite this knowledge, Sinai actively encourages Orion and its customers
17 to install the infringing Orion commercial roof mount systems.

18 89. These acts by Sinai constitute active inducement of patent infringement in
19 violation of 35 U.S.C. § 271(b).

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90. Unless Sinai is enjoined, he will continue to infringe the '574 patent.

91. PermaCity Corp. has been irreparably harmed by the infringementinducing activities of Sinai. Unless he is enjoined, Sinai will continue to impose this irreparable harm upon PermaCity Corp. Monetary damages alone cannot compensate for this harm.

92. Given his receipt of the February 2015 letter, and his corresponding
knowledge of PermaCity Corp.'s efforts to patent the SolarStrap® product, Sinai
performed his infringing activities in a willful and deliberate manner.

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93. Sinai's willful activity makes this case exceptional and entitles PermaCity Corp. to an award of treble damages under 35 U.S.C. § 284 and an award of attorney fees under 35 U.S.C. § 285.

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COUNT V—AKMAN'S INFRINGEMENT OF THE '347 PATENT

94. PermaCity Corp. incorporates the allegations contained in paragraphs 1 through 93 of this Complaint as though fully set forth in this paragraph.

95. Upon information and belief, Akman—as Vice President and Chief Operating Officer of Orion—directs Orion's day-to-day executive decisions, including the decision to design, install and sell Orion roof mount system products that practice the '347 patent, including Orion's Ballasted and Non-Ballasted Roof Mount Systems.

96. In his role as the company's Chief Operating Officer, Akman actively directs and encourages Orion to directly infringe claim 1 of the '347 patent by making, using, selling, offering to sell and/or importing the infringing Orion commercial roof mount systems.

97. Upon information and belief, Akman also communicates with Orion's distributors, and actively encourages those distributors to infringe the '347 patent by selling and offering to sell the infringing Orion commercial roof mount systems.

98. Upon information and belief, Akman also communicates with Orion's customers, and actively encourages those customers to infringe the '347 patent by making and using the infringing Orion commercial roof mount systems.

99. Akman encourages these infringing activities (by Orion, Orion's distributors and Orion's customers) even though he actually knew, reasonably should have known, or willfully blinded himself to the fact that PermaCity Corp. had a patent on the relevant technology.

25 100. Akman's knowledge was triggered no later than February 2015, when he
26 learned of the letter from PermaCity Corp.'s attorneys (Ex. D) that PermaCity Corp.
27 had a pending patent application on its SolarStrap® product.

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101. Despite this knowledge, Akman actively encourages (1) Orion to copy the SolarStrap® product and sell it to customers; (2) Orion's distributors to sell the infringing Orion commercial roof mount systems; and (3) Orion's customers to use and install the infringing Orion commercial roof mount systems.

102. These acts by Akman constitute active inducement of patent infringement in violation of 35 U.S.C. § 271(b).

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103. Unless Akman is enjoined, he will continue to infringe the '347 patent.

104. PermaCity Corp. has been irreparably harmed by the infringementinducing activities of Akman. Unless he is enjoined, Akman will continue to impose this irreparable harm upon PermaCity Corp. Monetary damages alone cannot compensate for this harm.

105. Akman performed his infringing activities in a willful and deliberate 12 manner because by February 2015, he knew that PermaCity Corp. considered its 14 SolarStrap® product design and installation method to be proprietary and subject to a 15 pending patent application.

106. Akman's willful activity makes this case exceptional and entitles 16 PermaCity Corp. to an award of treble damages under 35 U.S.C. § 284 and an award of 18 attorney fees under 35 U.S.C. § 285.

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COUNT VI— AKMAN'S INFRINGEMENT OF THE '574 PATENT

107. PermaCity Corp. incorporates the allegations contained in paragraphs 1 through 106 of this Complaint as though fully set forth in this paragraph.

108. Akman actively directs and encourages Orion to directly infringe the '574 patent by installing certain commercial roof mount systems, including Orion's Ballasted and Non-Ballasted Roof Mount Systems.

25 109. Upon information and belief, Akman also communicates with Orion's customers, and actively encourages those customers to infringe the '574 patent by 26 27 installing the infringing Orion commercial roof mount systems.

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1 110. Akman encourages these infringing activities (by Orion and Orion's
 2 customers) even though he actually knew, reasonably should have known, or willfully
 3 blinded himself to the fact that PermaCity Corp. had a patent on the relevant technology.

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111. Akman's knowledge was triggered no later than February 2015, when he learned of the letter from PermaCity Corp.'s attorneys (Ex. D) that PermaCity Corp. had a pending patent application on its SolarStrap® product.

112. Despite this knowledge, Akman actively encourages Orion and its customers to install the infringing Orion commercial roof mount systems.

9 113. These acts by Akman constitute active inducement of patent infringement
10 in violation of 35 U.S.C. § 271(b).

114. Unless Akman is enjoined, he will continue to infringe the '574 patent.

115. PermaCity Corp. has been irreparably harmed by the infringementinducing activities of Akman. Unless he is enjoined, Akman will continue to impose this irreparable harm upon PermaCity Corp. Monetary damages alone cannot compensate for this harm.

16 116. Akman performed his infringing activities in a willful and deliberate
17 manner because by February 2015, he knew that PermaCity Corp. considered its
18 SolarStrap® product design and installation method to be proprietary and subject to a
19 pending patent application.

117. Akman's willful activity makes this case exceptional and entitles PermaCity Corp. to an award of treble damages under 35 U.S.C. § 284 and an award of attorney fees under 35 U.S.C. § 285.

COUNT VII—BREACH OF CONTRACT

24 118. PermaCity Solar Inc. incorporates the allegations contained in paragraphs
25 1 through 117 of this Complaint as though fully set forth in this paragraph.

26 119. The NDA is a valid and enforceable contract between PermaCity Solar Inc.
27 and Orion.

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FIRST AMENDED COMPLAINT FOR PATENT INFRINGEMENT AND BREACH OF CONTRACT

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120. In the NDA, Orion agreed "not to use any Confidential Information of the 1 other party for any purpose except to evaluate and engage in discussions concerning a 2 3 potential business relationship between the parties."

121. The NDA defined "Confidential Information" to include "information disclosed to a disclosing party by third parties."

122. PermaCity Solar Inc. intended the NDA to protect confidential information relating, among other things, to the SolarStrap® technology.

123. Under the NDA, PermaCity Solar Inc. provided Orion confidential 8 technical and engineering information and specifications relating to PermaCity Corp.'s 9 SolarStrap® product. 10

124. PermaCity Solar Inc. intended the NDA to protect that PermaCity Corp. information and, therefore, to confer a benefit upon PermaCity Corp., even though PermaCity Corp. was not a direct party to the NDA.

14 125. Orion used that confidential technical and engineering information regarding PermaCity Corp.'s SolarStrap® product to design, manufacture, and market its own roof mount system. 16

17 126. In short, Orion took confidential technical information that it received under the NDA and used it for its own benefit to design, manufacture and sell a knock-18 19 off product to compete with the SolarStrap® product.

127. In addition, Orion falsified a confidential PermaCity Solar Inc. engineering document by replacing PermaCity's name with Orion's, and distributed the falsified document to third parties.

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128. As a result of these actions, Orion breached the NDA.

129. PermaCity Corp. and PermaCity Solar Inc. suffered injury as a result of Orion's breach.

Case	2:19-cv-0139	91-CBM-RAO Document 19 Filed 05/02/19 Page 17 of 18 Page ID #:187			
1	PRAYER FOR RELIEF				
2	WH	WHEREFORE, PermaCity Corp. and PermaCity Solar Inc. ask this Court to:			
3	a. Find that the '347 and '574 patents are valid and enforceable;				
4	b.	b. Find that all Defendants have infringed the '347 and '574 patents;			
5	с.	c. Find that Orion breached the NDA with PermaCity Solar Inc.;			
6	d.	d. Permanently enjoin Defendants from infringing the '347 and '574 patents;			
7	e.	Award PermaCity Corp. and PermaCity Solar Inc. damages sufficient to			
8		compensate them for Defendants' past infringement of the '347 and '574			
9		patents and NDA breach, together with costs and prejudgment interest;			
10	f.	Award PermaCity Corp. treble damages under 35 U.S.C. § 284;			
11	g.	Award PermaCity Corp. its reasonable attorney fees under 35 U.S.C. §			
12		285;			
13	h.	Award all available common law and statutory damages and restitution;			
14		and			
15	i.	Award PermaCity Corp. and PermaCity Solar Inc. such other and further			
16		relief as may be just and proper under the circumstances.			
17		DEMAND FOR JURY TRIAL			
18	Plair	ntiffs request a trial by jury under Rule 38 of the Federal Rules of Civil			
19	Procedure of all issues that may be determined by a jury.				
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	First Am	-17- ENDED COMPLAINT FOR PATENT INFRINGEMENT AND BREACH OF CONTRACT			

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