# UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF WASHINGTON

MASS ENGINEERED DESIGN, INC.,

Plaintiff,

v.

ATDEC DISTRIBUTION USA PTY LTD.

Defendant.

Cause No.

COMPLAINT FOR PATENT INFRINGEMENT OF US PATENT NOS. RE36,978; 8,102,331 AND 8,462,103

DEMAND FOR JURY TRIAL

Plaintiff Mass Engineered Design, Inc. ("Mass" or Plaintiff) complains of Atdec Distribution USA Pty Ltd. ("Atdec" or "Defendant") as follows:

## **NATURE OF LAWSUIT**

1. This is a patent infringement action to stop Defendant's infringement of United States Patent Nos. RE36,978 (the "'978 Patent"), 8,102,331 (the "'331 Patent"), and 8,462,103 (the "'103 Patent") (collectively, the "Patents-in-Suit").

#### **THE PARTIES**

- 2. Plaintiff Mass is a company organized and existing under the laws of Ontario, Canada.
- 3. On information and belief, Defendant Atdec is a corporate entity, including a proprietary limited company, organized and existing under the laws of Australia, and it has a place of business at 20427 87<sup>th</sup> Avenue South, Kent, WA 98031. Atdec Distribution USA Pty Ltd.'s registered agent is SW&W Registered Agents, Inc., which can be served at 1420 5th Ave, Suite 3400, Seattle, WA, 98101-4010.

COMPLAINT FOR PATENT INFRINGEMENT

## **JURISDICTION AND VENUE**

- 4. This action arises under the patent laws of the United States, Title 35 of the United States Code. This Court has subject matter jurisdiction including pursuant to 28 U.S.C. §§ 1331 and 1338(a).
- 5. On information and belief, Atdec is subject to this Court's specific and general personal jurisdiction, pursuant to due process and the Washington Long Arm Statute, due at least to its continuous and systematic business contacts in Washington, including related to operations conducted from its Kent, Washington facilities and the infringements alleged herein.
- 6. Further, on information and belief, Atdec has, within Washington, engaged in at least the selling and offering for sale of accused products.
- 7. Further, on information and belief, Atdec induces infringement of the patents-in-suit by re- sellers and/or infringing users located in Washington.
- 8. Further, on information and belief, Atdec regularly conducts and/or solicits business, engages in other persistent courses of conduct, and/or derives substantial revenue from goods and services provided to persons and/or entities in Washington.
  - 9. Venue is proper in this Judicial District pursuant to 28 U.S.C. §§ 1391 and 1400.
- 10. Atdec has regular and established places of business in this Judicial District, including at 20427, 87<sup>th</sup> Ave South, Kent, Washington, 98031.
- 11. Atdec is deemed to reside in this Judicial District, has committed acts of infringement in this Judicial District, and/or has purposely transacted business involving the accused devices in this Judicial District.
- 12. Further, on information and belief, Atdec is subject to this Court's specific and general personal jurisdiction in this district, due at least to its continuous and systematic contacts in this District, including related to operations conducted from its Kent, Washington facilities and the infringements alleged herein.

- 13. Further, on information and belief, Atdec has, within this District, engaged in at least the selling and offering for sale of accused products.
- 14. Further, on information and belief, Atdec induces infringement of the patents-in-suit by re- sellers and/or infringing users located in this District.
- 15. Further, on information and belief, Atdec regularly conducts and/or solicits business, engages in other persistent courses of conduct, and/or derives substantial revenue from goods and services provided to persons and/or entities in this District.

## **PRIOR LITIGATION**

- 16. On or about November 12, 2009, Atdec's affiliated entity, Atdec Pty Ltd., was sued by Mass in a case styled *Mass Engineered Design, Inc., et al. v. 9X Media, Inc., et. al*, Case No. 2:09-cv-00358-TJW, in the United States District Court for the Eastern District of Texas (the "9X Media Case"). In the *9X Media* Case, Mass asserted, *inter alia*, that Atdec's products infringed the '978 Patent. Although Atdec Pty Ltd. was the named defendant in that case, its knowledge of at least the '978 patent and of infringement thereof may be imputed to Atdec, including through their common officer Jerome Green.
  - 17. On January 13, 2011, Atdec was dismissed from the 9X Media Case without prejudice.
- 18. Mass never communicated to Atdec that its products did not infringe the '978 patent, or that Mass would not re-file suit for infringement of the '978 patent.
- 19. Since receiving notice of the '978 patent and/or Atdec's infringement of the '978 Patent as noted above, Atdec continued during the term of the '978 patent to import, offer for sale, sell, use, provide instructions for, and encourage customers to use for their sole and intended purpose of mounting multiple monitors, its infringing products noted above with intent to cause direct infringement of the '978 patent, namely when the customers and other end users use the VFS-DH,

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Freestanding Double Horizontal, VFS-Q and/or Freestanding Quad for their sole and intended purpose of mounting at least two electronic displays. Atdec's knowledge of the '978 patent and Atdec's infringement of the '978 Patent, combined with Atdec's intentional instruction and encouragement of customers to mount at least two electronic displays (including via instructions, mounting means specifically intended for mounting displays, and by providing multi-monitor mounts whose sole and intended purposes is for mounting at least two electronic displays), provides strong and clear evidence of Atdec's knowledge and specific intent that customers and end users directly infringe via their assembly and use of the VFS-DH, Freestanding Double Horizontal, VFS-Q and/or Freestanding Quad.

## COUNT I – INFRINGEMENT OF U.S. PATENT NO. RE36,978

- 20. Mass refers to and incorporates herein the allegations of Paragraphs 1-20, above.
- 21. The '978 Patent, entitled "Dual Display System," was duly and legally issued by the United States Patent and Trademark Office ("USPTO") on December 5, 2000 after full and fair reissue examination. Additionally, the '978 Patent was subject to reexamination on March 4, 2010. A Reexamination Certificate issued on May 10, 2011, confirming the patentability of claims 1-8, 13, 16 and 17 (the remaining claims were not the subject of reexamination) and also adding new claims 18-38. Further, claims of the '978 patent have been determined valid over prior art by two separate federal juries.
- 22. Mass is the exclusive licensee of the '978 Patent and it has all substantial rights to the '978 Patent, including the right and standing to sue and recover damages for past, present and future infringement of the patent. The '978 patent expired on or about October 13, 2018.
- 23. Upon information and belief, Atdec has infringed the '978 Patent during the term of the '978 patent in this judicial district, the State of Washington, and elsewhere, in violation of 35 U.S.C. § 271 through actions comprising the making, using, offering for sale, selling, and/or importing, without authority from Mass, multi-monitor display stands and/or systems, namely products comprising, inter

alia, a base member for supporting at least a pair of electronic displays, an arm assembly, support means, and mounting means. Mass is informed and believes that Atdec has infringed the '978 Patent by and through at least its prior making, using, offering for sale, selling, and/or importing of products comprising at least the VFS-DH, Freestanding Double Horizontal, VFS-Q and/or Freestanding Quad.

- 24. Atdec has been a distributor of the VFS-DH in the United States.
- 25. Atdec has sold the VFS-DH in the United States.
- 26. Atdec has been a distributor of the Freestanding Double Horizontal in the United States.
- 27. Atdec has sold the Freestanding Double Horizontal in the United States.
- 28. Atdec has been a distributor of the VFS-Q in the United States.
- 29. Atdec has sold the VFS-Q in the United States.
- 30. Atdec has been a distributor of the Freestanding Quad in the United States.
- 31. Atdec has sold the Freestanding Quad in the United States.
- 32. Additionally, or in the alternative, upon information and belief, Mass is informed and believes that Atdec has induced infringement of the '978 Patent during the term of the '978 patent in this judicial district, the State of Washington, and elsewhere, by actions comprising intentionally inducing infringement of the '978 Patent in this judicial district, the State of Washington, and elsewhere, including by aiding or abetting at least customers and other end users to make and/or use said products, including by selling products and/or providing assembly instructions. Upon information and belief, Atdec has been aware of the '978 patent and of infringement of same since at least November 2009, and Atdec's inducement of infringement involves Atdec's knowledge and intent that the induced acts constitute patent infringement.
- 33. Additionally, or in the alternative, upon information and belief, Mass is informed and believes that Atdec has contributed to infringement of the '978 Patent during the term of the '978 patent in this judicial district, the State of Washington, and elsewhere, by actions comprising contributing to at least the use of said products by customers and/or other end users in this judicial district, the State of Washington, and elsewhere, and such contributory infringement necessarily involves knowledge that

such systems and apparatuses are especially made or especially adapted for use in an infringement of the '978 Patent, and not a staple article or commodity of commerce suitable for substantial noninfringing use.

34. Each of Atdec's aforesaid activities has been without authority and/or license from Mass.

## COUNT II – INFRINGEMENT OF U.S. PATENT NO. 8,462,103

- 35. Mass refers to and incorporates herein the allegations of Paragraphs 1-35 above.
- 36. The '103 patent, entitled "Computer display screen system and adjustable screen mount, and swinging screens therefor," was duly and legally issued by the United States Patent and Trademark Office on June 11, 2013 after full and fair examination. Mass is the exclusive licensee of the '103 patent and it has all substantial rights to the '103 patent, including the right and standing to sue and recover damages for past, present and future infringement of the patent.
- 37. Upon information and belief, Atdec has infringed and is now infringing, including literally and/or equivalently, the '103 patent in this judicial district, the State of Washington, and elsewhere, in violation of 35 U.S.C. § 271 through actions comprising the making, using, offering for sale, selling, and/or importing, without authority from Mass, a multi-display monitor system, namely products comprising, *inter alia*, a support member, a base, an arm assembly connected to a column, said arm assembly capable of supporting computer displays at each end wherein said displays have an operating position in which images on each display are viewable by a single person and operating position wherein images are viewable by oppositely positioned persons, wherein there is an arm including two portions that hinge, and wherein the arm assembly is extendable from a retracted configuration to an extended configuration, and wherein mounting assemblies support the rear of each display.
- 38. Mass is informed and believes that Atdec infringes and has infringed the '103 patent by and through at least its making, using, offering for sale, selling, and/or importing of the products comprising at least the: AF-AT-D and its various iterations including the AF-AT-D-B; the VF-AT-D and its various iterations including the VF-AT-D-B; and/or the Focus Articulated Arm Double.
  - 39. Atdec has been a distributor of the AF-AT-D and its various iterations including the AF-AT-

D-B in the United States.

- 40. Atdec has sold the AF-AT-D and its various iterations including the AF-AT-D-B in the United States.
- 41. Atdec has been a distributor of the VF-AT-D and its various iterations including the VF-AT-D-B in the United States.
- 42. Atdec has sold the VF-AT-D and its various iterations including the VF-AT-D-B in the United States.
  - 43. Atdec has been a distributor of the Focus Articulated Arm Double in the United States.
  - 44. Atdec has sold the Focus Articulated Arm Double in the United States.
- 45. Additionally, or in the alternative, upon information and belief, Mass is informed and believes that Atdec has induced infringement of the '103 patent in this judicial district, the State of Washington, and elsewhere, by actions comprising intentionally inducing infringement of the '103 patent in this judicial district, the State of Washington, and elsewhere, including by aiding or abetting at least customers and other end users to make and/or use said products, including by selling products and/or providing assembly instructions. Upon information and belief, such induced infringement has occurred at least since Atdec became aware of the '103 patent, and Atdec's inducement of infringement involves Atdec's knowledge that the induced acts constitute patent infringement.
- 46. Additionally, or in the alternative, upon information and belief, Mass is informed and believes that Atdec has contributed to infringement of the '103 patent in this judicial district, the State of Washington, and elsewhere, by actions comprising contributing to at least the use of said products by customers and/or other end users in this judicial district, the State of Washington, and elsewhere, and such contributory infringement necessarily involves knowledge that such systems and apparatuses are especially made or especially adapted for use in an infringement of the '103 patent, and not a staple article or commodity of commerce suitable for substantial non-infringing use.
  - 47. Each of Atdec's aforesaid activities has been without authority and/or license from Mass.

## COUNT III – INFRINGEMENT OF U.S. PATENT NO. 8,102,331

- 48. Mass refers to and incorporates herein the allegations of Paragraphs 1-47 above.
- 49. The '331 patent, entitled entitled "Horizontal Three Screen LCD Display System," was duly and legally issued by the United States Patent and Trademark Office on January 24, 2012 after full and fair examination. Claims of the '331 patent have been determined valid over prior art by a federal jury.
- 50. Mass is the exclusive licensee of the '331 patent and it has all substantial rights to the '331 patent, including the right and standing to sue and recover damages for past, present and future infringement of the patent.
- 51. Upon information and belief, Atdec has infringed and is now infringing, including literally and/or equivalently, the '331 patent in this judicial district, the State of Washington, and elsewhere, in violation of 35 U.S.C. § 271 through actions comprising the making, using, offering for sale, selling, and/or importing, without authority from Mass, a multi-display monitor system, namely products comprising, *inter alia*, a support member and an arm assembly as claimed in the '331 patent. Mass is informed and believes that Atdec infringes the '331 patent by and through at least its making, using, offering for sale, selling, and/or importing of the products comprising at least the SD-FS-T and/or SD-FS-H.
  - 52. Atdec has been a distributor of the SD-FS-T in the United States.
  - 53. Atdec has sold the SD-FS-T in the United States.
  - 54. Atdec has been a distributor of the SD-FS-H in the United States.
  - 55. Atdec has sold the SD-FS-H in the United States.
- 56. Additionally, or in the alternative, upon information and belief, Mass is informed and believes that Atdec has induced infringement of the '331 patent in this judicial district, the State of Washington, and elsewhere, by actions comprising intentionally inducing infringement of the '331 patent in this judicial district, the State of Washington, and elsewhere, including by aiding or abetting at least customers and other end users to make and/or use said products, including by selling products and/or

 providing assembly instructions. Upon information and belief, such induced infringement has occurred at least since Atdec became aware of the '331 patent, and Atdec's inducement of infringement involves Atdec's knowledge that the induced acts constitute patent infringement.

- 57. Additionally, or in the alternative, upon information and belief, Mass is informed and believes that Atdec has contributed to infringement of the '331 patent in this judicial district, the State of Washington, and elsewhere, by actions comprising contributing to at least the use of said products by customers and/or other end users in this judicial district, the State of Washington, and elsewhere, and such contributory infringement necessarily involves knowledge that such systems and apparatuses are especially made or especially adapted for use in an infringement of the '331 patent, and not a staple article or commodity of commerce suitable for substantial non-infringing use.
  - 58. Each of Atdec's aforesaid activities has been without authority and/or license from Mass.

## **DAMAGES**

- 59. By way of its infringing activities, Atdec has caused and continues to cause Mass to suffer damages, and Mass is entitled to recover from Atdec the damages sustained by Mass as a result of Atdec's wrongful acts in an amount subject to proof at trial, 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.
- 60. Atdec's use of Mass's patented technology has caused, is causing and will continue to cause MASS irreparable harm for which there is no adequate remedy at law, unless enjoined by this Court.
- 61. Mass also requests that the Court make a finding that this is an exceptional case entitling Mass to recover its attorneys' fees and costs pursuant to 35 U.S.C. § 285.

### PRAYER FOR RELIEF

- 62. Mass respectfully requests that the Court find in its favor and against Atdec, and that the Court grant Mass the following relief:
  - A. An adjudication that one or more claims of the Patents-in-Suit has been directly and/or indirectly infringed, literally and/or under the doctrine of equivalents, by Atdec;
  - B. A preliminary and permanent injunction enjoining Atdec and its officers, directors, agents,

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servants, affiliates, employees, divisions, branches, subsidiaries, parents, and all others acting in active concert or participation with it, from making, using, offering to sell, or selling in the United States or importing into the United States any devices, products that infringe any claim of the Patents-in-Suit, or contributing to or inducing the same by others;

- C. A grant of permanent injunction pursuant to 35 U.S.C. § 283, enjoining Atdec and all persons acting in concert therewith from further acts of infringement with respect to the claims of the Patents-in-Suit;
- D. An award to Mass of damages adequate to compensate Mass for Atdec's acts of infringement, including past and continuing or future infringement of the Patents-in-Suit through the date such judgment is entered, including pre- and post-judgement interest, costs, expenses and an accounting of all infringing acts including, but not limited to, those acts not presented at trial;
- E. That this Court declare that Atdec's infringement has been, and continues to be, willful, including that Atdec has acted to infringe the Patents-in-Suit despite an objectively high likelihood that its actions constituted infringement of a valid patent and, accordingly, award enhanced damages, including treble damages, pursuant to 35 U.S.C. § 284;
- F. That this Court declare this to be an exceptional case and award Mass reasonable attorneys' fees and costs in accordance with 35 U.S.C. § 285;
- G. A judgment and order requiring Atdec to pay Mass its damages, costs, expenses, fees, and prejudgment and post-judgment interest for Atdec's infringement of the Patents-in-Suit as provided under 35 U.S.C. §§ 284 and/or 285; and
- H. Any and all further relief for which Mass may show itself justly entitled that this Court deems just and proper.

## **DEMAND FOR JURY TRIAL**

Mass, under Rule 38 of the Federal Rules of Civil Procedure, requests a trial by jury of any issues so triable by right.

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2	Dated: May 6, 2019	Respectfully submitted,
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