1 Douglas Q. Hahn, SBN 257559 2 dhahn@sycr.com Salil Bali, ŠBN 263001 3 sbali@sycr.com STRADLING YOCCA CARLSON & RAUTH, P.C. 4 660 Newport Center Drive, Suite 1600 Newport Beach, CA 92660-6422 5 Telephone: (949) 725-4000 6 Facsimile: (949) 725-4100 7 Attorneys for Plaintiffs 8 PureLine Treatment Systems, LLC 9 Sterling Bridge, LLC, and Sipka, Inc. 10 UNITED STATES DISTRICT COURT 11 CENTRAL DISTRICT OF CALIFORNIA 12 13 PureLine Treatment Systems, LLC, CASE NO.: 2:20-cv-04440 PSG-PJW Sterling Bridge, LLC, and Sipka, 14 Inc. Honorable Philip S. Gutierrez 15 Plaintiffs, 16 SECOND AMENDED COMPLAINT VS. FOR PATENT INFRINGEMENT 17 SMM Distributors, LLC d/b/a 18 Biocide Systems, SMM Manufacturing Inc. d/b/a Biocide 19 DEMAND FOR JURY TRIAL Systems and Does 1-10. 20 Defendants. 21 22 23 24 25 26 27 28

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### THE PARTIES

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1. Plaintiff PureLine Treatment Systems, LLC ("PureLine Treatment") is a Delaware limited liability company, having its principal place of business located

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at 1241 N Ellis Street, Bensenville, IL 60106.

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Plaintiff Sterling Bridge, LLC ("Sterling Bridge") is an Illinois limited liability company, having its principal place of business at 1241 N Ellis Street,

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Bensenville, IL 60106.

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3. Plaintiff Sipka, Inc. ("Sipka") is a New Jersey corporation, having its

principal place of business located at 201 Blackford Ave, Middlesex, New Jersey

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4. Collectively, Plaintiffs PureLine Treatment, Sterling Bridge, and

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Sipka are referred to as "Plaintiffs" or "PureLine."

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5 On information and belief, Defendant SMM Distributors, LLC d/b/a

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Biocide Systems ("SMM Distributors") is a California limited liability company,

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having its principal place of business at 388 Omar Street, Los Angeles, CA 90013.

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Biocide Systems ("SMM Manufacturing") is a California corporation, having its

On information and belief, Defendant SMM Manufacturing Inc. d/b/a

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principal place of business at 459 East Fourth Street, Los Angeles, CA 90013.

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7. PureLine is ignorant to the true names and capacities of the

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Defendants sued as Does 1–10, inclusive, and therefore PureLine has sued them by

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their fictitious names. Upon information and belief, Does 1–10 were and are a

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moving, active, conscious force behind the infringement of PureLine's rights. As such, Does 1-10 are liable to PureLine.

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SMM Distributors, SMM Manufacturing and Does 1-10 are 8.

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collectively referred to as Defendants.

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JURISDICTION AND VENUE

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This is an action for patent infringement arising under the patent laws 9. of the Unites States, 35 U.S.C. §§ 101 et seq.

- Subject matter jurisdiction is conferred upon this Court pursuant to 28
- This Court has personal jurisdiction over Defendants because, on information and belief, Defendants are residents of the State of California and this Judicial District, Defendants regularly engage in business in the State of California and in this Judicial District and have committed acts of patent infringement in in the State of California and in this Judicial District.
- Venue is proper in this district pursuant to 28 U.S.C. §§ 1391(b) and

### FACTUAL ALLEGATIONS

- PureLine Treatment is a leader in the field of the manufacture, generation, and application of chlorine dioxide. Chlorine dioxide can be used for a variety of antimicrobial uses, including disinfecting drinking water and clearing
- PureLine Treatment's proven products and business is used worldwide to enhance the safety, reliability, efficiently, and cost-effectiveness of the water treatment process. Because of PureLine Treatment's proven products and business, vital water supplies across the globe are cleaner.
- PureLine Treatment's products can be found in industries such as food safety, water treatment, and oil and gas, among others.
- On July 6, 2011, provisional application 13/177,275 was filed claiming a composition for generating chlorine dioxide.
- On September 24, 2013, the aforementioned provisional application matured into United States Patent No. 8,540,895 (the '895 Patent) and was duly and legally issued by the United States Patent and Trademark Office for an invention entitled "Solid Compositions And Methods For Generating Chlorine Dioxide." A true and correct copy of the '895 patent is attached hereto as Exhibit 1, and incorporated herein by reference.

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- 18. On September 23, 2013, provisional application 14/033,833 was filed claiming a composition for generating chlorine dioxide. This application was identified as a continuation of the '895 Patent.
- On December 5, 2017, the aforementioned provisional application 19. matured into United States Patent No. 9,834,443 (the '443 Patent) and was duly and legally issued by the United States Patent and Trademark Office for an invention entitled "Solid Compositions And Methods For Generating Chlorine Dioxide." A true and correct copy of the '443 patent is attached hereto as Exhibit 2, and incorporated herein by reference.
- 20. The '895 and '443 patents were assigned to Sipka, with all rights, title and interest vesting with Sipka.
- In January, 2010, Sipka granted an exclusive license to Sterling Bridge of the entire right, title, and interest in and to the '895 patent and the '443 patent (collectively, the "Patents"), including the right to exclude others and to enforce, sue, and recover damages for past and future infringement.
- 22. Sterling Bridge is a wholly-owned subsidiary of PureLine Treatment and effectively operates as an internal division of PureLine Treatment. PureLine Treatment has the right, as the corporate parent, to control all assets of Sterling Bridge, including its licenses and patent rights.
- Sterling Bridge granted to PureLine Treatment an implied, exclusive license to all of its rights under its agreement with Sipka.
- 24. In one embodiment, the Patents claim a dry blended composition that generates chlorine dioxide, comprising of: (1) an alkali metal chlorite salt in an amount between 2 and 70 weight percent; (2) an acid source in an amount between 2 and 80 weight percent; (3) a hydrophobic compound that is so sufficiently hydrophobic as to repel a solvent for at least 30 seconds, in an amount between 2 and 60 weight percent; and (4) a superabsorbent compound.

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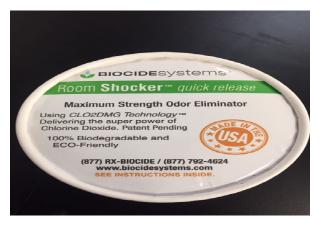
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25. PureLine discovered that Defendants are making, using, importing, offering to sell, and/or selling, and continuing to make, use, import, offer to sell and/or sell products that infringe the Patents (the "Infringing Biocide Products"). On October 9, 2019, PureLine Treatment sent a cease and desist letter to Defendants notifying them of their acts of patent infringement.

- 26. On information and belief, these Infringing Biocide Products utilize a dry blended composition that generates chlorine dioxide, comprising of: (1) an alkali metal chlorite salt in an amount between about 2 and about 70 weight percent; (2) an acid source in an amount between about 2 and about 80 weight percent; (3) a hydrophobic compound that is so sufficiently hydrophobic as to repel a solvent for at least 30 seconds, in an amount between about 2 and about 60 weight percent; and (4) a super absorbent compound.
- 27. An example of an Infringing Biocide Products is the Room Shocker, pictured below:



28. The Room Shocker utilizes a dry blended composition containing an alkali metal chlorite salt, an acid source, and a hydrophobic compound as described above:

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29. The Room Shocker also uses a super absorbent as claimed in the Patents.



- 30. On information and belief, Defendants have actual or constructive knowledge of PureLine's rights and of the Patents.
- 31. On information and belief, despite such knowledge Defendants have willfully infringed and continue to infringe PureLine's rights and the Patents by

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making, providing, selling, offering for sale, using, and/or distributing infringing systems, articles, products, and methods.

### **COUNT I**

## (Direct Infringement of The '895 Patent)

- 32. The allegations of paragraphs 1-28 are repeated and re-alleged as if fully set forth herein.
- 33. On information and belief, Defendants have infringed and continue to infringe, literally and/or under the doctrine of equivalents, the '895 Patent as set forth by 35 U.S.C §271(a), by using the methods covered by the '895 Patent.
- 34. Defendants do not have a license or permission from PureLine to use the claimed subject matter of the '895 Patent.
- 35. On information and belief, Defendants' infringement is the result of its importing, making, using, selling, and/or offering to sell dry blended compositions that generate chlorine dioxide compositions comprising of: (1) an alkali metal chlorite salt in an amount between about 2 and about 70 weight percent; (2) an acid source in an amount between about 2 and about 80 weight percent; (3) a hydrophobic compound that is so sufficiently hydrophobic as to repel a solvent for at least 30 seconds, in an amount between about 2 and about 60 weight percent; and (4) a super absorbent compound.
- 36. Defendants' aforementioned acts have caused damage to PureLine and will continue to do so unless and until enjoined.
- 37. On information and belief, Defendants have been on notice of PureLine's rights and the '895 Patent. Despite this knowledge of the '895 Patent and an objectively high likelihood that its actions constitute infringement of PureLine's valid patent rights, Defendants continued to infringe.
- 38. As this objectively-defined risk was either known or so obvious that it should have been known to Defendants, PureLine seeks enhanced damages pursuant to 35 U.S.C. §284 from Defendants.

39. As a result of Defendants' infringement of the '895 Patent, PureLine has suffered monetary damages. Defendants are thereby liable to PureLine in an amount that adequately compensates it for Defendants' infringement, which, by law cannot be less than a reasonable royalty, together with interest and costs fixed by this Court under 35 U.S.C. §284.

### **COUNT II**

# (Direct Infringement of the '443 Patent)

- 40. The allegations of paragraphs 1-36 are repeated and re-alleged as if fully set forth herein.
- 41. On information and belief, Defendants have infringed and continue to infringe, literally and/or under the doctrine of equivalents, the '443 Patent as set forth by 35 U.S.C §271(a), by using the methods covered by the '443 Patent.
- 42. Defendants do not have a license or permission from PureLine to use the claimed subject matter of the '443 Patent.
- 43. On information and belief, Defendants' infringement is the result of its importing, making, using, selling, and/or offering to sell dry blended compositions that generate chlorine dioxide compositions comprising of: (1) an alkali metal chlorite salt in an amount between about 2 and about 70 weight percent; (2) an acid source in an amount between about 2 and about 80 weight percent; (3) a hydrophobic compound that is so sufficiently hydrophobic as to repel a solvent for at least 30 seconds, in an amount between about 2 and about 60 weight percent; and (4) a super absorbent compound.
- 44. Defendants' aforementioned acts have caused damage to PureLine and will continue to do so unless and until enjoined.
- 45. On information and belief, Defendants have been on notice of PureLine's rights and the '443 Patent. Despite this knowledge of the '443 Patent and an objectively high likelihood that their actions constitute infringement of PureLine's valid patent rights, Defendants continued to infringe.

	46.	As this objectively-defined risk was either known or so obvious that it
shoul	d have	been known to Defendants, PureLine seeks enhanced damages
pursu	ant to .	35 U.S.C. §284 from Defendants.

As a result of Defendants' infringement of the '443 Patent, PureLine has suffered monetary damages. Defendants are thereby liable to PureLine in an amount that adequately compensates it for Defendants' infringement, which, by law cannot be less than a reasonable royalty, together with interest and costs fixed by this Court under 35 U.S.C. §284.

### PRAYER FOR RELIEF

WHEREFORE, PureLine respectfully requests this Court to enter judgment:

- Declaring that Defendants have infringed one or more claims of the
  - Declaring that Defendants' infringement has been willful;
- Awarding to PureLine damages adequate to compensate PureLine for each instance of infringement of the Patents in an amount to be determined at trial, with interest as fixed by the Court;
- That PureLine's damages be enhanced pursuant to 35 U.S.C. § 284 as a result of Defendants' willful infringement.
- Declaring that this case is exceptional under 35 U.S.C. § 285 and awarding PureLine its reasonable costs and expenses of litigation, including
- Awarding PureLine such other and further relief as this Court deems

**DEMAND FOR JURY TRIAL** 1 2 Plaintiffs respectfully demands a jury trial on all issues so triable pursuant to 3 Fed. R. Civ. P. 38(b) and L.R. 38-1. 4 5 DATED: May 31, 2022 STRADLING YOCCA CARLSON & RAUTH, P.C. 6 7 By: /s/ Douglas Q. Hahn 8 Douglas Q. Hahn Salil Bali 9 Attorneys for Plaintiffs 10 PureLine Treatment Systems, LLC 11 Sterling Bridge, LLC, and Sipka, Inc. 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 -9-

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