# IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

KONINKLIJKE PHILIPS N.V., and PHILIPS NORTH AMERICA LLC

Plaintiffs,

C.A. No.: 20-cv-1242-CFC

v.

LENOVO GROUP LTD., and LENOVO (UNITED STATES) INC.,

Defendants.

**JURY TRIAL DEMANDED** 

## FIRST AMENDED COMPLAINT FOR PATENT INFRINGEMENT

Plaintiffs Koninklijke Philips N.V. and Philips North America LLC (collectively, "Philips" or "Plaintiffs") bring this action for patent infringement under 35 U.S.C. § 271 against Lenovo Group Ltd. ("Lenovo Group") and Lenovo (United States) Inc. ("Lenovo US"), (collectively, "Lenovo" or "Defendants"), and allege as follows:

#### THE PARTIES

- 1. Plaintiff Koninklijke Philips N.V. (formerly known as Koninklijke Philips Electronics N.V.) ("Philips N.V.") is a corporation duly organized and existing under the laws of The Netherlands, with its principal place of business at High Tech Campus 5, 5656 AE Eindhoven, The Netherlands.
- 2. Plaintiff Philips North America LLC (formerly known as Philips Electronics North America Corporation) ("Philips North America") is a limited liability company duly organized and existing under the laws of the State of Delaware with its principal place of business at 222 Jacobs Street, Cambridge, Massachusetts. Philips N.V. is the parent of Philips North America.

- 3. Defendant Lenovo Group Ltd. is a corporation duly organized and existing under the laws of the People's Republic of China with a principal place of business located at 23/F, Lincoln House, Taikoo Place, 979 King's Road, Quarry Bay, Hong Kong.
- 4. Defendant Lenovo (United States) Inc. is a corporation duly organized and existing under the laws of the State of Delaware with a principal place of business at 1009 Think Place, Morrisville, NC 27560. Defendant Lenovo (United States) Inc. is a wholly owned subsidiary of Defendant Lenovo Group Ltd.
- 5. Defendants, either themselves and/or through the activities of their subsidiaries or intermediaries (including distributors, retailers, and others), make, use, sell, offer for sale, and/or import throughout the United States, including within the District of Delaware (this "District"), products, such as digital video-capable devices and components thereof, that infringe the Asserted Patents, defined below. Defendants order and purchase components, such as digital video-capable integrated circuits and associated firmware, that they incorporate into digital video-capable devices that are made, used, sold, offered for sale, and/or imported throughout the United States, including within this District. These digital video-capable devices may include, but are not limited to, laptops, desktops, all-in-one PCs, thin clients, tablets, smartphones, convertible PCs, workstations, servers, monitors, displays, projectors, video adapters, and/or video hubs.
- 6. Upon information and belief, Defendant Lenovo US acts on Defendant Lenovo Group Ltd.'s behalf in conducting business within this District and the United States.<sup>1</sup> Upon further information and belief, Defendants share overlapping

<sup>1</sup> Lenovo Group Ltd. 2019/20 Annual Report at 282, 287, retrieved from https://doc.irasia.com/listco/hk/lenovo/annual/2020/ar2020.pdf.

officers and directors, methods of financing, and represents itself as a single entity under the Lenovo brand.

#### THE ASSERTED PATENTS

## U.S. Patent No. 9,436,809

7. United States Patent No. 9,436,809 (the "'809 Patent") is entitled "Secure Authenticated Distance Measurement" and issued on September 6, 2016 to inventor Franciscus L. A. J. Kamperman. The '809 Patent issued from United States Patent Application No. 14/538,493 filed on November 11, 2014. A copy of the '809 Patent is attached hereto as Exhibit A.

## U.S. Patent No. 10,091,186

8. United States Patent No. 10,091,186 (the "'186 Patent") is entitled "Secure Authenticated Distance Measurement" and issued on October 2, 2018 to inventor Franciscus L. A. J. Kamperman. The '186 Patent issued from United States Patent Application No. 15/352,646 filed on November 16, 2016. A copy of the '186 Patent is attached hereto as Exhibit B.

#### U.S. Patent No. 9,590,977

9. United States Patent No. 9,590,977 (the "'977 Patent") is entitled "Secure Authenticated Distance Measurement" and issued on March 7, 2017 to inventor Franciscus L. A. J. Kamperman. The '977 Patent issued from United States Patent Application No. 15/229,207 filed on August 5, 2016. A copy of the '977 Patent is attached hereto as Exhibit C.

#### U.S. Patent No. 10,298,564

10. United States Patent No. 10,298,564 (the "'564 Patent") is entitled "Secure Authenticated Distance Measurement" and issued on May 21, 2019 to inventor Franciscus L. A. J. Kamperman. The '564 Patent issued from United States Patent Application No. 16/117,019 filed on August 30, 2018. A copy of the '564 Patent is attached hereto as Exhibit D.

- 11. By way of assignment, Philips N.V. owns all rights, title, and interest to the '809 Patent, '186 Patent, '977 Patent and '564 Patent (collectively, the "Asserted Patents").
  - 12. The Asserted Patents are each valid and enforceable.

## **JURISDICTION AND VENUE**

- 13. This is a civil action for patent infringement arising under the Patent Act, 35 U.S.C. § 1 *et seq*.
- 14. This Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331 and 1338(a).
- 15. Venue in this District is proper pursuant to 28 U.S.C. §§ 1391(b), (c) and 1400(b) because Defendant Lenovo US is incorporated and resides in the State of Delaware, Defendant Lenovo Group is not a resident of the United States and may be sued in any judicial district, and both Defendants have committed acts of infringement in this District.
- 16. This Court has personal jurisdiction over Defendants. Defendant Lenovo US is a resident of this District. Defendant Lenovo Group is not subject to jurisdiction in any state's courts of general jurisdiction and the exercise of personal jurisdiction over it is consistent with the United States Constitution and laws. Defendants have and do conduct business within this District. Defendants, directly or through subsidiaries, affiliates or intermediaries (including distributors, retailers, and others), ship, distribute, make, use, offer for sale, import and/or advertise (including by providing an interactive web page) their products and/or services in the United States and this District and/or contribute to and actively induce their customers to ship, distribute, make, use, offer for sale, sell, import, and/or advertise (including the provision of interactive web pages) infringing products and/or services in the United States and this District. Defendants, directly or through subsidiaries or intermediaries (including distributors, retailers, and others), have

purposefully and voluntarily placed one or more of their infringing products, as described below, into the stream of commerce with the expectation that those products will be purchased and used by customers and/or consumers in this District.

## **BACKGROUND**

- 17. Philips incorporates the allegations of all of the foregoing paragraphs as if fully restated herein.
- 18. Philips is a world-renowned company that engages in research and development in numerous fields. One of these fields pertains to digital video-capable devices for delivering and displaying content to users. Exemplary products in this field include laptops, desktops, all-in-one PCs, thin clients, smartphones, tablets, convertible PCs, workstations, servers, monitors, displays, projectors, video adapters, and/or video hubs. The Asserted Patents derive from Philips's efforts in this field and claim protection for, among other things, delivering and displaying content to users.
- 19. Defendants made, used, sold, offered for sale, imported, tested, designed, and/or marketed in the United States digital video-capable devices for delivering and displaying content to users that infringe the Asserted Patents.
- 20. Defendants have actual notice of the Asserted Patents and of their infringement. For example, Defendants received a letter to Defendants dated May 16, 2014. That letter included references to U.S. Patent No. 8,543,819 (the "'819 Patent") and U.S. Pat. App. No. 10/521,858, both of which are related to and within the same patent family as the Asserted Patents. Defendants received a second letter dated September 16, 2020 that included allegations of infringement of the Asserted Patents. Additionally, the filing of the original Complaint and the filing of this First Amended Complaint also constitute notice in accordance with 35 U.S.C. § 287.
- 21. With actual notice of the Asserted Patents, Defendants have directly infringed, and continue to directly infringe the Asserted Patents under 35 U.S.C. §

- 271(a) and (g) by one or more of making, using, selling and/or offering to sell, in this District and elsewhere in the United States, and importing into this District and elsewhere in the United States, certain infringing digital video-capable devices that infringe the Asserted Patents (the "Accused Products"), as further described in detail in Counts I-IV *infra*.
- 22. The Accused Products include, but are not limited to, all digital videocapable devices, including, but not limited to, laptops, desktops, all-in-one PCs, thin clients, tablets, smartphones, convertible PCs, workstations, servers, monitors, displays, projectors, video adapters, and/or video hubs, and other products that support the HDCP 2.0 protocol and above (referred to hereafter as HDCP 2+) that Defendants, either themselves and/or through the activities of their subsidiaries or intermediaries (including distributors, retailers, and others), make, use, sell, offer for sale, and/or import throughout the United States, such as: Chromebook, IdeaPad, Flex, Gaming, Legion, Yoga, and ThinkPad laptops; ThinkSystem, M-Series, Legion, and ThinkCentre desktops; A-Series, M-Series, IdeaCentre, Yoga and AIO all-in-one PCs; M-Series thin clients; Tab M-Series and Yoga tablets; Lenovo Miracast enabled Razr, MotorlaEdge, Motorola One, Moto G and Moto E smartphones; Flex and Yoga convertible PCs, ThinkStation workstations and servers; ThinkVision, T-Series and L-Series 4k UHD monitors and displays; M1 Smart Mini projectors; HDMI 2.0 video adapters; and ThinkSmart, ThinkPad, Mini, ThinkCentre, ThunderBolt, and USB-C video hubs and docks. This list of Defendants' currently known digital video-capable devices is exemplary and, on information and belief, many other of Defendants' digital video-capable devices infringe the Asserted Patents.
- 23. Defendants have also indirectly infringed, and continue to indirectly infringe the Asserted Patents under 35 U.S.C. § 271(b) and (c). Defendants knew and intended to induce and contribute to the infringement of the Asserted Patents.

The Accused Products have no substantial non-infringing use, are a material part of the invention of each Asserted Patent, especially made or especially adapted for use in an infringement of each Asserted Patent, and not a staple article or commodity of commerce suitable for substantial non-infringing use.

- 24. Upon information and belief, Defendants possessed knowledge of the Asserted Patents and of their infringement even before their receipt of Philips' notice letter dated September 16, 2020 and the September 17, 2020 date of the original Complaint in this action.
- 25. Upon information and belief, Defendants were notified of the '809 Patent, and their infringement thereof, on or about January 12, 2017, when on such date Philips sent a letter to Lenovo, an adopter of the infringing HDCP 2+ technology, notifying Lenovo that certain of its products infringed the '809 Patent and its related '819 Patent.
- 26. Upon information and belief, Defendants were again notified of the '809 Patent, and their infringement thereof, on or about May 29, 2018, when on such date Philips sent another letter to Lenovo, an adopter of the infringing HDCP 2+ technology, again notifying Lenovo that certain of its products infringed the '809 Patent and its related '819 Patent. The letter specifically identified HDCP 2+, as incorporated into Lenovo's products, as the infringing technology.
- 27. Upon information and belief, Defendants, as large technology companies, upon becoming aware of the '809 Patent and the '819 Patent monitored their child and related patent applications and patents that issued as the '977 Patent, the '186 Patent, and the '564 Patent and became aware of the '977 Patent on or about March 7, 2017, the '186 Patent on or about October 2, 2018, and the '564 Patent on or about May 21, 2019, which are the dates the '977 Patent, the '186 Patent, and the '564 Patent issued, respectively. Upon information and belief, Defendants knew that they infringed the '977 Patent, the '186 Patent, and the '564 Patent as of the dates

they were notified of the '977 Patent, the '186 Patent, and the '564 Patent, respectively. To the extent Defendants failed to investigate their infringement upon learning of the '977 Patent, the '186 Patent, and the '564 Patent, upon information and belief Defendants were willfully blind to their infringement of the '977 Patent, the '186 Patent, and the '564 Patent.

- 28. Upon information and belief, Defendants upon learning of the Asserted Patents and their infringement thereof did not possess a good-faith belief of non-infringement. For example, upon information and belief, before the September 16, 2020 date of Philips' notice letter to Lenovo and the September 17, 2020 date of the original Complaint in this case, Defendants became aware that Plaintiffs had successfully licensed their patents, including the Asserted Patents, to a number of large, multinational electronics companies through high-profile patent infringement litigation. As a result, Defendants lacked a good-faith belief at that time that they did not need to license the Asserted Patents.
- 29. Upon information and belief, Defendants also created, assisted in creating, or received a "version of Intel's driver software" (*see* D. Del. C.A. No. 20-1243 (CFC), D.I. 14, at 6 n.2) in an effort to design around the Asserted Patents, which further demonstrates that Defendants lacked a good-faith belief of noninfringement with regard to the Asserted Patents before that date. In any event, the Administrative Law Judge ("ALJ") in International Trade Commission ("ITC") Investigation No. 337-TA-1224 found that such version of the driver software infringed (*id.*) and thus Defendants continued to lack a good-faith belief of noninfringement nothwithstanding Defendants' attempted design-around.
- 30. Upon information and belief, Defendants lack a good faith belief of noninfringement of the Asserted Patents when the claims of the Asserted Patents are properly construed.

- 31. After receiving actual notice of the Asserted Patents, Defendants continued to actively induce, and materially contribute to, their customers' infringement of the Asserted Patents by making, using, selling, offering for sale, marketing, advertising, and/or importing digital video-capable devices that infringe the Asserted Patents, and instructing customers to infringe the Asserted Patents.
- 32. Defendants specifically intended their customers, consumers, manufacturers, retailers, and resellers perform acts that constitute direct infringement of the Asserted Patents. For example, Defendants designed the Accused Products to support HDMI and HDCP 2+ such that their customers, consumers, manufacturers, retailers, and resellers would each infringe the Asserted Patents if the Accused Products were made, used, sold, offered for sale, or imported into the United States. Defendants provided, directly or indirectly, the Accused Products to others, such as, but not limited to customers and end users, knowing and intending that they would use, sell, offer for sale, and/or import the Accused Products in and/or into the United States.
- 33. Defendants contribute to infringement of the Asserted Patents by others, such as, but not limited to customers and end users, by encouraging them to, manually or automatically, download certain software updates to the digital videocapable devices via the Internet "When you load a firmware update to your hardware, the basic code gets overwritten by new operating instructions." On information and belief, such software updates include updates to the firmware associated with digital video-capable integrated circuit(s) found within the Accused Products. On information and belief, Defendants had knowledge that such software updates were especially made or especially adapted for use in an infringement of the Asserted Patents by practicing HDCP 2+, and were not a staple article or commodity

<sup>&</sup>lt;sup>2</sup> See, e.g., https://support.lenovo.com/us/en/solutions/ht103672/.

of commerce suitable for substantial non-infringing use. Upon information and belief, Defendants are aware that there is no way to comply with HDCP 2+ and not infringe the Asserted Patents.

- 34. Thus, Defendants have indirectly infringed, and continue to indirectly infringe, the Asserted Patents under 35 U.S.C. § 271(b) by actively inducing their customers to infringe the Asserted Patents by making, using, selling, offering for sale, marketing, advertising, and/or importing the Accused Products to their customers and by instructing customers to infringe the Asserted Patents, as described in detail in Counts I-IV *infra*. Additionally, Defendants have indirectly infringed, and continue to indirectly infringe the Asserted Patents under 35 U.S.C. § 271(c) by materially contributing to their own customers' infringement of the Asserted Patents by making, using, selling, offering for sale, advertising, marketing, and/or importing the Accused Products to their customers and instructing customers to infringe the Asserted Patents, as described in detail in Counts I-IV *infra*.
- 35. Defendants' acts of infringement have caused damage to Philips. Philips is entitled to recover from Defendants the damages incurred by Philips as a result of Defendants' wrongful acts.

#### **COUNT I**

# Defendants' Infringement of the '809 Patent

- 36. Philips incorporates the allegations of all of the foregoing paragraphs as if fully restated herein.
- 37. Defendants have directly infringed, and continue to directly infringe, the '809 Patent by making, using, selling, offering for sale, or importing throughout the United States products and/or methods covered by one or more claims of the '809 Patent including, but not limited to, digital video-capable devices. The products that infringe one or more claims of the '809 Patent include, but are not

limited to, at least the Accused Products. Further discovery may reveal additional infringing products and/or models.

- 38. For example and without limitation, the Accused Products infringe claims 1, 17 and 49 of the '809 Patent.
- 39. Attached hereto as <u>Exhibit E</u>, and incorporated into this First Amended Complaint, is a claim chart showing where in the Lenovo IdeaPad Flex 5 14 laptop computer, Model No. 81X1000QUS each limitation of claims 1, 17 and 49 are met. This claim chart is exemplary and, on information and belief, many other products provided by Defendants infringe the '809 Patent.
- 40. Defendants have, and continue to, indirectly infringe the '809 Patent by actively inducing and contributing to the infringement of the '809 Patent by others, such as customers, resellers, and retailers. These others include, but are not limited to, Best Buy Co., Inc. and its affiliates, who, for example, sell, offer for sale, and/or import throughout the United States, including within this District, the Accused Products.<sup>3</sup>
- 41. Defendants specifically intended others, such as customers, resellers, and retailers, to infringe the '809 Patent and knew that these others perform acts that constituted direct infringement. For example, <u>Exhibit E</u> shows that an exemplary product, the Lenovo IdeaPad Flex 5 14 laptop computer, Model No. 81X1000QUS, which is sold by Best Buy Co., Inc., infringes the '809 Patent. Defendants designed the Accused Products such that they would each infringe the '809 Patent as described in <u>Exhibit E</u> if made, used, sold, offered for sale, or imported throughout the United States. Defendants provided, directly or indirectly, Accused Products to others, such

<sup>&</sup>lt;sup>3</sup> https://www.bestbuy.com/site/lenovo-ideapad-flex-5-14iil05-2-in-1-14-touch-screen-laptop-intel-core-i3-4gb-memory-128gb-ssd-graphite-gray/6406878.p?skuId=6406878.

as, but not limited to, customers, knowing and intending that those others would use, sell, offer for sale, and/or import the Accused Products throughout the United States, thereby directly infringing one or more claims of the '809 Patent.

- 42. In addition, upon information and belief, Defendants provide instructions, user guides, and/or other documentation to the infringing others regarding the use and operation of the Accused Products. When others follow such instructions, user guides, and/or other documentation, they directly infringe one or more claims of the '809 Patent. By providing such instructions, user guides, and/or other documentation, Defendants know and intend that others will follow those instructions, user guides, and other documentation, and thereby directly infringe one or more claims of the '809 Patent. Thus, Defendants know that their actions actively induce infringement.
- 43. The Accused Products have no substantial non-infringing uses and are a material part of the invention. As described in <u>Exhibit E</u>, any manufacture, use, sale offer for sale or importation throughout the United States of an Accused Product infringes the '809 Patent. Thus, the Accused Products have no substantial non-infringing uses.
- 44. Philips has been and continues to be damaged and irreparably harmed by Defendants' infringement of the '809 Patent. This irreparable harm will continue unless this Court enjoins Defendants from further infringement of the '809 Patent.
- 45. Philips is entitled to recover damages under 35 U.S.C. § 284 to adequately compensate for Defendants' infringement of the '809 Patent.

## **COUNT II**

# Defendants' Infringement of the '186 Patent

46. Philips incorporates the allegations of all of the foregoing paragraphs as if fully restated herein.

- 47. Defendants have directly infringed, and continue to directly infringe, the '186 Patent by making, using, selling, offering for sale, or importing throughout the United States products and/or methods covered by one or more claims of the '186 Patent including, but not limited to, digital video-capable devices. The products that infringe one or more claims of the '186 Patent include, but are not limited to, at least the Accused Products. Further discovery may reveal additional infringing products and/or models.
- 48. For example and without limitation, the Accused Products infringe claim 1 of the '186 Patent.
- 49. Attached hereto as <u>Exhibit F</u>, and incorporated into this First Amended Complaint, is a claim chart showing where in the Lenovo IdeaPad Flex 5 14 laptop computer, Model No. 81X1000QUS each limitation of claim 1 is met. This claim chart is exemplary and, on information and belief, many other products provided by Defendants infringe the '186 Patent.
- 50. Defendants have, and continue to, indirectly infringe the '186 Patent by actively inducing and contributing to the infringement of the '186 Patent by others, such as customers, resellers, and retailers. These others include, but are not limited to, Best Buy Co., Inc. and its affiliates, who, for example, sell, offer for sale, and/or import throughout the United States, including within this District, the Accused Products.
- 51. Defendants specifically intended others, such as customers, resellers, and retailers, to infringe the '186 Patent and knew that these others perform acts that constituted direct infringement. For example, Exhibit F shows that an exemplary product, the Lenovo IdeaPad Flex 5 (Intel) 14 2 in 1 Laptop, which is sold by Best Buy Co., Inc., infringes the '186 Patent. Defendants designed the Accused Products such that they would each infringe the '186 Patent as described in Exhibit F if made, used, sold, offered for sale, or imported throughout the United States. Defendants

provided, directly or indirectly, Accused Products to others, such as, but not limited to, customers, knowing and intending that those others would use, sell, offer for sale, and/or import the Accused Products throughout the United States, thereby directly infringing one or more claims of the '186 Patent.

- 52. In addition, upon information and belief, Defendants provide instructions, user guides, and/or other documentation to the infringing others regarding the use and operation of the Accused Products. When others follow such instructions, user guides, and/or other documentation, they directly infringe one or more claims of the '186 Patent. By providing such instructions, user guides, and/or other documentation, Defendants know and intend that others will follow those instructions, user guides, and other documentation, and thereby directly infringe one or more claims of the '186 Patent. Thus, Defendants know that their actions actively induce infringement.
- 53. The Accused Products have no substantial non-infringing uses and are a material part of the invention. As described in Exhibit F, any manufacture, use, sale offer for sale or importation throughout the United States of an Accused Product infringes the '186 Patent. Thus, the Accused Products have no substantial non-infringing uses.
- 54. Philips has been and continues to be damaged and irreparably harmed by Defendants' infringement of the '186 Patent. This irreparable harm will continue unless this Court enjoins Defendants from further infringement of the '186 Patent.
- 55. Philips is entitled to recover damages under 35 U.S.C. § 284 to adequately compensate for Defendants' infringement of the '186 Patent.

## **COUNT III**

## **Defendants' Infringement of the '977 Patent**

56. Philips incorporates the allegations of all of the foregoing paragraphs as if fully restated herein.

- 57. Defendants have directly infringed, and continue to directly infringe, the '977 Patent by making, using, selling, offering for sale, or importing throughout the United States products and/or methods covered by one or more claims of the '977 Patent including, but not limited to, digital video-capable devices. The products that infringe one or more claims of the '977 Patent include, but are not limited to, at least the Accused Products. Further discovery may reveal additional infringing products and/or models.
- 58. For example and without limitation, the Accused Products infringe claims 1 and 11 of the '977 Patent.
- 59. Attached hereto as Exhibit G, and incorporated into this First Amended Complaint, is a claim chart showing where in the Lenovo ThinkVision P32p-20 31.5-inch 16:9 UHD Monitor with USB Type-C, Model No. 62A2GAR2US each limitation of claims 1 and 11 are met. This claim chart is exemplary and, on information and belief, many other products provided by Defendants infringe the '977 Patent.
- 60. Defendants have, and continue to, indirectly infringe the '977 Patent by actively inducing and contributing to the infringement of the '977 Patent by others, such as customers, resellers, and retailers. These others include, but are not limited to, CDW Corporation and its affiliates, who, for example, sell, offer for sale, and/or import throughout the United States, including within this District, the Accused Products.<sup>4</sup>
- 61. Defendants specifically intended others, such as customers, resellers, and retailers, to infringe the '977 Patent and knew that these others perform acts that constituted direct infringement. For example, <u>Exhibit G</u> shows that an exemplary

<sup>&</sup>lt;sup>4</sup> https://www.cdw.com/product/lenovo-thinkvision-p32p-20-31.5-hdmi-monitor/6041664.

product, the Lenovo ThinkVision P32p-20 31.5-inch 16:9 UHD Monitor with USB Type-C, Model No. 62A2GAR2US, which is sold by CDW Corporation, Inc., infringes the '977 Patent. Defendants designed the Accused Products such that they would each infringe the '977 Patent as described in <a href="Exhibit G">Exhibit G</a> if made, used, sold, offered for sale, or imported throughout the United States. Defendants provided, directly or indirectly, Accused Products to others, such as, but not limited to, customers, knowing and intending that those others would use, sell, offer for sale, and/or import the Accused Products throughout the United States, thereby directly infringing one or more claims of the '977 Patent.

- 62. In addition, upon information and belief, Defendants provide instructions, user guides, and/or other documentation to the infringing others regarding the use and operation of the Accused Products. When others follow such instructions, user guides, and/or other documentation, they directly infringe one or more claims of the '977 Patent. By providing such instructions, user guides, and/or other documentation, Defendants know and intend that others will follow those instructions, user guides, and other documentation, and thereby directly infringe one or more claims of the '977 Patent. Thus, Defendants know that their actions actively induce infringement.
- 63. The Accused Products have no substantial non-infringing uses and are a material part of the invention. As described in <u>Exhibit G</u>, any manufacture, use, sale offer for sale or importation throughout the United States of an Accused Product infringes the '977 Patent. Thus, the Accused Products have no substantial non-infringing uses.
- 64. Philips has been and continues to be damaged and irreparably harmed by Defendants' infringement of the '977 Patent. This irreparable harm will continue unless this Court enjoins Defendants from further infringement of the '977 Patent.

65. Philips is entitled to recover damages under 35 U.S.C. § 284 to adequately compensate for Defendants' infringement of the '977 Patent.

#### **COUNT IV**

## **Defendants' Infringement of the '564 Patent**

- 66. Philips incorporates the allegations of all of the foregoing paragraphs as if fully restated herein.
- 67. Defendants have directly infringed, and continue to directly infringe, the '564 Patent by making, using, selling, offering for sale, or importing throughout the United States products and/or methods covered by one or more claims of the '564 Patent including, but not limited to, digital video-capable devices. The products that infringe one or more claims of the '564 Patent include, but are not limited to, at least the Accused Products. Further discovery may reveal additional infringing products and/or models.
- 68. For example and without limitation, the Accused Products infringe claim 1 of the '564 Patent.
- 69. Attached hereto as Exhibit H, and incorporated into this First Amended Complaint, is a claim chart showing where in the Lenovo ThinkVision P32p-20 31.5-inch 16:9 UHD Monitor with USB Type-C, Model No. 62A2GAR2US each limitation of claim 1 is met. This claim chart is exemplary and, on information and belief, many other products provided by Defendants infringe the '564 Patent.
- 70. Defendants have, and continue to, indirectly infringe the '564 Patent by actively inducing and contributing to the infringement of the '564 Patent by others, such as customers, resellers, and retailers. These others include, but are not limited to, CDW Corporation and its affiliates, who, for example, sell, offer for sale, and/or import throughout the United States, including within this District, the Accused Products.

- 71. Defendants specifically intended others, such as customers, resellers, and retailers, to infringe the '564 Patent and knew that these others perform acts that constituted direct infringement. For example, Exhibit H shows that an exemplary product, the Lenovo ThinkVision P32p-20 31.5-inch 16:9 UHD Monitor with USB Type-C, Model No. 62A2GAR2US, which is sold by CDW Corporation, infringes the '564 Patent. Defendants designed the Accused Products such that they would each infringe the '564 Patent as described in Exhibit H if made, used, sold, offered for sale, or imported throughout the United States. Defendants provided, directly or indirectly, Accused Products to others, such as, but not limited to, customers, knowing and intending that those others would use, sell, offer for sale, and/or import the Accused Products throughout the United States, thereby directly infringing one or more claims of the '564 Patent.
- 72. In addition, upon information and belief, Defendants provide instructions, user guides, and/or other documentation to the infringing others regarding the use and operation of the Accused Products. When others follow such instructions, user guides, and/or other documentation, they directly infringe one or more claims of the '564 Patent. By providing such instructions, user guides, and/or other documentation, Defendants know and intend that others will follow those instructions, user guides, and other documentation, and thereby directly infringe one or more claims of the '564 Patent. Thus, Defendants know that their actions actively induce infringement.
- 73. The Accused Products have no substantial non-infringing uses and are a material part of the invention. As described in <u>Exhibit H</u>, any manufacture, use, sale offer for sale or importation throughout the United States of an Accused Product infringes the '564 Patent. Thus, the Accused Products have no substantial non-infringing uses.

74. Philips has been and continues to be damaged and irreparably harmed by Defendants' infringement of the '564 Patent. This irreparable harm will continue unless this Court enjoins Defendants from further infringement of the '564 Patent. Philips is entitled to recover damages under 35 U.S.C. § 284 to adequately compensate for Defendants' infringement of the '564 Patent.

#### **DAMAGES**

75. Defendants have refused to compensate Philips for their infringement of the Asserted Patents. Philips is entitled to monetary damages adequate to compensate Philips for Defendants' infringement in an amount no less than a reasonable royalty for the use made of the patented inventions by Defendants. The precise amount of damages will be determined through discovery in this action and proven at trial.

### **MARKING**

76. Philips and its licensees of the Asserted Patents have complied with 35 U.S.C. § 287, and relative to its licensees, Philips has taken reasonable steps to ensure compliance with marking.

## PRAYER FOR RELIEF

WHEREFORE, Philips respectfully asks the Court for an order granting the following relief:

- a) A judgment that the Asserted Patents are valid and enforceable;
- b) A judgment that Defendants have infringed, directly and indirectly, either literally or under the Doctrine of Equivalents, one or more claims of the '809 Patent;
- c) A judgment that Defendants have infringed, directly and indirectly, either literally or under the Doctrine of Equivalents, one or more claims of the '186 Patent;

- d) A judgment that Defendants have infringed, directly and indirectly, either literally or under the Doctrine of Equivalents, one or more claims of the '977 Patent;
- e) A judgment that Defendants have infringed, directly and indirectly, either literally or under the Doctrine of Equivalents, one or more claims of the '564 Patent;
- f) An injunction against Defendants, their officers, agents, servants, employees, all parent and subsidiary entities, all assignees and successors in interest, and those persons or entities acting in concert or participation with Defendants, including distributors, retailers, and others, enjoining them from further infringement of the Asserted Patents;
- g) A judgment awarding Philips all appropriate damages under 35 U.S.C. § 284 for Defendants' past infringement, and any continuing or future infringement of the Asserted Patents, including pre and post judgment interest, costs, and disbursements pursuant to 35 U.S.C. § 284;
- h) An accounting for infringing sales not presented at trial and an award by the Court of additional damages for any such infringing sales;
- A finding that this case is exceptional within the meaning of 35 U.S.C.
  § 285 and that Philips be awarded its reasonable attorneys' fees against
  Defendants incurred in prosecuting this action;
- j) An award of reasonable attorneys' fees, costs, and expenses incurred by Philips in connection with prosecuting this action; and
- k) Any and all other relief as the Court finds just, equitable, and proper under the circumstances.

## **DEMAND FOR JURY TRIAL**

Pursuant to Fed. R. Civ. P. 38, Philips hereby respectfully demands trial by jury on all claims and issues so triable.

Dated: September 7, 2022 Respectfully submitted,

FARNAN LLP

/s/ Brian E. Farnan

Brian E. Farnan (Bar No. 4089) Michael J. Farnan (Bar No. 5165) 919 N. Market St., 12th Floor Wilmington, DE 19801

Phone: (302) 777-0300 Fax: (302) 777-0301 bfarnan@farnanlaw.com mfarnan@farnanlaw.com

Michael T. Renaud (admitted *pro hac vice*)

Adam S. Rizk (admitted *pro hac vice*) Andrew H. DeVoogd (admitted *pro hac vice*)

Catherine Xu (admitted pro hac vice)

MINTZ LEVIN COHN FERRIS

GLOVSKY & POPEO PC

One Financial Center

Boston, Massachusetts 02111

Phone: (617) 542-6000

Fax: (617) 542-2241

MTRenaud@mintz.com

ARizk@mintz.com

DHDeVoogd@mintz.com

CXu@mintz.com

Peter F. Snell (admitted *pro hac vice*) MINTZ LEVIN COHN FERRIS GLOVSKY & POPEO PC Chrysler Center 666 Third Avenue New York, NY 10017 Phone: (212) 935-3000 Fax: (212) 983-3115 pfsnell@mintz.com

Attorneys for Plaintiffs Koninklijke Philips N.V. and Philips North America LLC