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2012 DEC -6 PM 3: 44 CLERK U.S. DISTRICT COUNT CENTRAL DIST. OF CALIF. LOS ANGELES Benjamin Deming (SBN: 233687) bdeming@dnlzito.com DNL ZITO 355 South Grand Avenue, Suite 2450 Los Angeles, CA 90071 Tel: 213-400-3344 Fax: 213-402-2476 2 BY: 3 4 Attorneys for Plaintiff, CLASSEN IMMUNOTHERAPIES, INC. 5 6 7 8 9 UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA 10 WESTERN DIVISION 11 12 CLASSEN IMMUNOTHERAPIES. Case No.: 12-cv-06643-GAF(PLAx) INC. 13 FIRST AMENDED COMPLAINT 14 Plaintiff, FOR PATENT INFRINGEMENT 15 VS. JURY TRIAL DEMANDED 16 SOMAXON PHARMACEUTICALS, 17 INC. 18 Defendants. 19 20 Plaintiff, Classen Immunotherapies, Inc. ("Classen"), brings this Complaint 21 for patent infringement against Defendant Somaxon Pharmaceuticals 22 ("Defendant") as outlined below. 23 JURISDICTION AND VENUE 24 1. This is an action for patent infringement under Title 35 of the United 25 States Code §§281 and 271 (a) (b) (c) and/or (f) for infringement "during the term 26 of the patent" both pre and post issuance including ongoing infringement and 27 FIRST AMENDED COMPLAINT FOR PATENT INFRINGEMENT

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- 2. This Court has jurisdiction over patent claims under 35 U.S.C. §281 and 28 U.S.C. §\$1331, 1338(a) providing for federal question jurisdiction of actions relating to patents and trademarks.
- 3. Defendant is currently engaged in making, using, offering for sale and selling, inducing to use and contributing to the infringing practicing of methods, products, kits and systems covered under the claims of the patents in suit and is currently engaged in the distribution of products and practicing of methods which infringes the patents in suit on an ongoing basis and is liable for these activities post patent issuance under 35 U.S.C. §271 (a) (b) (c) and/or (f). During the period after the publication of each of the two patents in suit, but prior to the issuance of each of the patents, Defendant engaged in making, using, offering for sale and selling, inducing to use and contributing to the infringing practicing of methods, products, kits and systems covered under the claims of the patents in suit and engaged in the distribution of products and practicing of methods which infringed the patents in suit and is liable for these activities pre- issuance under 35 U.S.C. §154 (d). Venue is proper in this District pursuant to 28 U.S.C. §1391(b) (c) and (d) and §1400(a) and (b). Defendant Somaxon Pharmaceuticals, Inc. sells products in this District.

THE PARTIES AND GENERAL ALLEGATIONS

4. Plaintiff, Classen Immunotherapies, Inc. is a corporation existing in the State of Maryland and is the owner of United States Letters Patent Numbers 7,653,639 which published on August 31, 2006 and issued on January 26, 2010

and 7,984,069 which published on June 27, 2002 and issued on July 19, 2011 (the "patents in suit").

- 5. Defendant Somaxon Pharmaceuticals, Inc. is a corporation existing under the laws of the state of Delaware, with its headquarters in San Diego, California.
- 6. Defendant Somaxon manufactures and distributes a pharmaceutical product known as Silenor® which it markets and sells nationwide, beginning in 2010. Between July 2006, and April 2007, Defendant conducted drug interaction studies on its product Silenor® and identified adverse event information which Somaxon commercialized and associated with its product Silenor®.
- 7. Somaxon determined that the efficacy of Silenor[®] can be affected by the timing of consumption of food, including the determination that Silenor[®] should not be taken with 3 hours of the consumption of a meal and protected this development through proprietary filings, including:

Patent Application	filed	published	issued
60/832,727	7- 20-2006	2008-0058407 on 3-6-2008	3-29-2011
60/833,617	7-24-2006	2008-0058407 on 3-6-2008	3-29-2011
11/781,165	7-20-2007	2008-0058407 on 3-6-2008	3-29-2011
13/007,334	1-14-2011	2011-0166215 on 7-7-2011	

each of which is related to and claims the same priority documents as United States Letters Patent 7,915,307 which was filed on July 20, 2007, published on March 6, 2008 and issued on March 29, 2011. Somaxon's commercialization activities began as early as 2006 and continue through 2012 in both the efforts to acquire

intellectual property and the sales of Silenor® in association with the previously acquired intellectual property.

THE PATENTS IN SUIT

U.S. Patent No. 7,653,639

- 8. The 7,653,639 Classen patent in suit (the "'639 Patent") is entitled "COMPUTER ALGORITHMS AND METHODS FOR PRODUCT SAFETY" and includes exemplary independent method claim 1 as follows:
 - Claim 1. A method of generating and commercializing newly identified proprietary data about a proprietary or nonproprietary product or device, wherein the method comprises the steps of:

accessing at least one adverse event data source that stores adverse event data associated with the product or device;

analyzing the adverse event data to identify at least one new essential adverse event associated with the product or device, wherein the essential adverse event is one regulated by a regulatory agency requiring disclosure of the event in a package insert or data sheet accompanying the product or device;

creating at least one essential adverse event information database, wherein the creating step comprises analyzing data from the at least one adverse event data source to identify at least one new proprietary characteristic or use for the product or device responsive to identification of the at least one new essential adverse event associated with the product or device, wherein the creating step further comprises storing essential adverse event information, and wherein the essential adverse event information includes the at least one proprietary new use or characteristic and data related thereto; and

commercializing the proprietary essential adverse event information stored at the essential adverse event information database, which step comprises exclusive disclosure of the newly-identified proprietary essential adverse event information which, once identified, must then accompany the product or device.

and exemplary apparatus claims 16 and 27, as follows:

Claim 16. A proprietary product or device created using the method of claim 1.

Claim 27. A proprietary kit containing a product or device, and labeling notifying a user of at least one new essential adverse event for the product or device, wherein the kit is created in accordance with claim 1.

A copy of the '639 Patent is attached hereto as Exhibit "A"

- 9. Somaxon has practiced and continues to practice a method which infringes the method claims of the '639 patent, by which Somaxon generated and commercialized newly identified proprietary data about Silenor®. Somaxon accessed at least one adverse event data source; analyzed the adverse event data and identified a food related adverse event associated with Silenor® regulated by the FDA requiring disclosure in a package insert or data sheet accompanying Silenor®. Somaxon identified a new proprietary dosing characteristic for Silenor® and stored the adverse event information, including the new dosing characteristic and data related thereto; and commercialized the proprietary information by the requirement of disclosure of the information accompanying Silenor®. Somaxon also commercialized by applying for and by acquiring patent rights in the form of the '307 patent and continues to commercialize by continuing to seek to obtain patent rights through continued pending patent applications and continues to commercialize through the sales of Somaxon.
- 10. Somaxon has sold and continues to sell products and kits which infringe the apparatus claims of the '639 patent. The products and kits include the sale of Silenor with the labeling which notifies the user of the food effect adverse event which is proprietary to Somaxon. This infringement has occurred since 2010 and is ongoing subsequent to the issuance of the patents in suit.
 - 11. Somaxon infringes one or more claims of the '639 patent.

U.S. Patent No. 7,984,069

12. The 7,984,069 Classen patent in suit ("the '069 Patent) is entitled "COMPUTER ALGORITHMS AND METHODS FOR PRODUCT SAFETY" and includes exemplary independent method claim 1 as follows:

Claim 1. A method of commercializing at least one previously unreported proprietary method of using a product of manufacture or device, wherein the proprietary method of using the product or device is established according to the steps comprising:

accessing one or more data sources, wherein at least one data source stores adverse event data associated with the product or device;

analyzing and comparing the stored adverse event data, with at least one previously-known adverse event associated with the product or device;

identifying at least one previously unreported essential adverse event associated with the product or device from the adverse event data, wherein an essential adverse event is one regulated by a regulatory agency requiring disclosure of the event in a package insert or data sheet accompanying the product or device, and

then responsive to identifying of the previously unreported essential adverse event, identifying at least one previously unreported method of use for the product or device associated with said identified essential adverse event; documenting inventorship of the at least one previously unreported method of use for the product or device; and

creating a database of proprietary essential adverse event information, wherein the database stores at least one record related to at least one of: a patent, patent application, patent publication, or data contained in at least one patent, patent application or patent publication, wherein said at least one patent, patent application, patent publication, or data contained in at least one patent, patent application or patent publication, discloses and relates to at least one of the at least one previously unreported method of use and the at least one essential adverse event, and

wherein the at least one previously unreported proprietary method of using a product or device consists of a use selected from the group consisting of a restricted use of said product or device, providing warning(s) about the essential adverse event, providing instruction(s) for avoiding an essential adverse event, and any combination thereof; and

commercializing the at least one previously unreported proprietary method of using a product or device, the commercializing comprising exclusively disclosing the at least one previously unreported proprietary method of use and the associated at least one previously unreported essential adverse event information, which information, once identified, must then accompany the product or device, wherein commercializing means creating profit from the exclusive disclosure.

and includes exemplary apparatus claim 20, as follows:

Claim 20. A proprietary kit containing a product or device, and labeling listing the information which once identified, must accompany the product or device thus notifying a user of at least one previously unreported essential adverse event for the product or device, wherein the information to be listed on the labeling is determined in accordance with the method of claim 1.

A copy of the '069 Patent is attached hereto as Exhibit "B"

13. Somaxon has practiced and continues to practice a method, which infringes the method claims of the '069 patent, of commercializing at least one previously unreported proprietary method of using Silenor® by accessing data sources with adverse event data associated with Silenor®, analyzing and comparing the adverse event data to identify a food related, previously unreported essential adverse event associated with Silenor® that is regulated by the FDA, and requires disclosure accompanying Silenor®. Somaxon developed a dosage requirement for Silenor® and documented inventorship of the new dosage and established a patent application and publication containing disclosure related to said new restricted use dosage and said food related adverse event. Somaxon commercialized the new dosage requirement through the requirement for the information, to mandatorily

- 14. Somaxon has sold and continues to sell products and kits which infringe the apparatus claims of the '069 patent. The products and kits include the sale of Silenor® with the labeling which notifies the user of the food effect adverse event which is proprietary to Somaxon. This infringement has occurred since 2010 and is ongoing subsequent to the issuance of the patents in suit.
 - 15. Somaxon infringes one or more of the claims of the 7,984,069 patent.

COUNT I

PATENT INFRINGEMENT OF 7,653,639

- 16. Plaintiff re-alleges each and every allegation set forth above and incorporates them herein by reference.
- 17. Plaintiff owns and has at all times owned and has had standing to sue for infringement of United States Letters Patent 7,653,639 (the '639 patent) which was duly and legally issued on January 26, 2010.
- 18. The '639 patent properly names John B. Classen as inventor, is entitled COMPUTER ALGORITHMS AND METHODS FOR PRODUCT SAFETY," and is properly assigned to Plaintiff Classen Immunotherapies, Inc.
- 19. Upon information and belief, Defendant Somaxon currently infringes and has infringed the method and apparatus claims of the '639 patent (35 U.S.C. §271 and §154) by commercializing information related to Silenor® as described above.

- 20. Plaintiff is entitled to recover damages from Defendant Somaxon, including reasonable royalties, sustained as a result of Defendant's infringing acts under 35 U.S.C. §284.
- 21. Defendant has been aware of Plaintiff's rights in the patents in suit and of Plaintiffs' intent to enforce those rights. Defendant has, with full knowledge of those rights, willfully proceeded to infringe, in disregard of Plaintiff's rights. Plaintiff is entitled to enhanced damages under 35 U.S.C. §284.

COUNT II

PATENT INFRINGEMENT OF 7,984,069

- 22. Plaintiff re-alleges each and every allegation set forth above and incorporates them herein by reference.
- 23. Plaintiff owns and has at all times owned and has had standing to sue for infringement of United States Letters Patent 7,984,069 (the '069 patent), which was duly and legally issued on July 19, 2011.
- 24. The '069 patent properly names John B. Classen as inventor, is entitled "COMPUTER ALGORITHMS AND METHODS FOR PRODUCT SAFETY," and is properly assigned to Plaintiff Classen Immunotherapies, Inc.
- 25. Upon information and belief, Defendant Somaxon currently infringes and has infringed the method and apparatus claims of the '069 patent (35 U.S.C. §271 and §154) by commercializing information related to Silenor® as described above.
- 26. Plaintiff is entitled to recover damages from Defendant Somaxon, including reasonable royalties, sustained as a result of Defendant's infringing acts under 35 U.S.C. §284.
- 27. Defendant has been aware of Plaintiff's rights in the patents in suit and of Plaintiffs' intent to enforce those rights. Defendant has, with full

1 knowledge of those rights, willfully proceeded to infringe, in disregard of 2 Plaintiff's rights. Plaintiff is entitled to enhanced damages under 35 U.S.C. §284. 3 **PRAYER FOR RELIEF** WHEREFORE, Plaintiff prays for judgment against Defendant as follows: 4 5 28. That Defendant be held to have infringed the 7,653,639 patent under 35 U.S.C. §281, §271 and §154. 6 7 29. That Defendant be held to have infringed the 7,984,069 patent under 8 35 U.S.C. §281, §271 and §154. 9 30. That Defendant acted with knowledge of one or more of the patents in 10 suit. 11 That judgment be entered for Plaintiff against Defendant, for 31. reasonable royalties under 35 U.S.C. §284, for Plaintiff's actual damages 12 13 according to proof, and for any additional profits attributable to infringements of 14 Plaintiffs' patent rights, in accordance with proof and for enhanced damages under 35 U.S.C. §284 and §285. 15 16 32. That judgment be entered for Plaintiff against Defendant, for reasonable royalties and/or other statutory damages based upon Defendant's acts of 17 18 patent infringement and for their other violations of law under 35 U.S.C. §284 and 19 §285. That Defendant be required to account for all gains, profits, and 20 33. 21 advantages derived from their acts of infringement and for their other violations of 22 law and that Plaintiff be awarded damages in the amount of such profits under 35 23 U.S.C. §284 and §285. 24 34. That the actions of Defendant be found willful. 25 That judgment be entered for Plaintiff and against Defendant, for 35. trebling of the damages awarded for patent infringement under 35 U.S.C. §284 and 26

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§285.

1	36. That the actions of Defendant be found exceptional under 35 U.S.C				
2	§285.				
3	37. That Plaintiff	. That Plaintiff be granted judgment against the Defendant for			
4	Plaintiff's costs and attorney's fees under 35 U.S.C. §285 and or the inherent				
5	powers of the Court.				
6	38. That the Court grant such other, further, and different relief as the				
7	Court deems proper under the circumstances.				
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9	DATED: December 6, 202	Respectfully submitted,			
10		DNL ZITO			
11		By /s/ Benjamin Deming			
12		Benjamin Deming, Esq. Attorneys for Plaintiff			
13		Classen Immunotherapies, Inc.			
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DEMAND FOR JURY TRIAL Pursuant to Fed. R. Civ. P. 38(b), Plaintiff hereby demands a trial by jury on all issues raised by the complaint which are properly triable to a jury. DATED: December 6, 2012 Respectfully submitted, **DNL ZITO** By /s/ Benjamin Deming Benjamin Deming, Esq. Attorneys for Plaintiff Classen Immunotherapies, Inc.