IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

HBAC MATCHMAKER	MEDIA.	INC.

Plaintiff,

V.

C.A. No. _____

NBCUNIVERSAL MEDIA, LLC; BRAVO MEDIA LLC; and USA NETWORK, INC.,

Defendants.

JURY TRIAL DEMANDED

COMPLAINT FOR PATENT INFRINGEMENT

Plaintiff HBAC MatchMaker Media, Inc. ("HBAC") files this complaint for patent infringement against NBCUniversal Media, LLC ("NBCUniversal"), Bravo Media LLC ("Bravo"), and USA Network, Inc. ("USA Network") (collectively, "Defendants"), and alleges as follows:

THE PARTIES

- 1. HBAC is a Delaware corporation with a principal place of business at 3 Center Knolls, Bronxville, New York 10708.
- 2. On information and belief, NBCUniversal is a limited liability company organized and existing under the laws of the state of Delaware, with its principal place of business at 30 Rockefeller Plaza, New York, New York 10112. NBCUniversal may be served in Delaware through its registered agent for service of process, The Corporation Trust Company, Corporation Trust Center, 1209 Orange Street, Wilmington, Delaware 19801.
- 3. On information and belief, Bravo is a subsidiary of NBCUniversal. Bravo is a limited liability company organized and existing under the laws of the state of Delaware, with its principal place of business located at 30 Rockefeller Plaza, New York, New York 10112. Bravo

may be served in Delaware through its registered agent for service of process, The Corporation Trust Company, Corporation Trust Center, 1209 Orange Street, Wilmington, Delaware 19801.

4. On information and belief, USA Network is a subsidiary of NBCUniversal. USA Network is a corporation organized and existing under the laws of the state of Delaware, with its principal place of business located at 30 Rockefeller Plaza, New York, New York 10112. USA Network may be served in Delaware through its registered agent for service of process, The Corporation Trust Company, Corporation Trust Center, 1209 Orange Street, Wilmington, Delaware 19801.

JURISDICTION AND VENUE

- 5. This action arises under the patent laws of the United States, Title 35 of the United States Code. This Court has exclusive subject matter jurisdiction over this case for patent infringement under 28 U.S.C. §§ 1331 and 1338(a).
- 6. This Court has personal jurisdiction over Defendants for at least the following reasons: (1) Defendants are incorporated under the laws of the State of Delaware; (2) Defendants have committed acts of patent infringement and induced acts of patent infringement by others in this District and in Delaware; (3) Defendants engage in other persistent courses of conduct and derive substantial revenue from products and/or services provided to individuals in this District and in Delaware; and (4) Defendants have purposefully established systematic and continuous contacts with this District and should reasonably expect to be haled into Court here.
- 7. Venue is proper in this district under 28 U.S.C. §§ 1391(b) and (c), and 1400(b) because Defendants are incorporated under the laws of the State of Delaware, Defendants do business in Delaware, and Defendants have committed acts of infringement in Delaware and in this District.

THE ASSERTED PATENTS

- 8. On June 30, 1998, the United States Patent and Trademark Office ("USPTO") duly and legally issued U.S. Patent No. 5,774,170 (the "'170 Patent"), entitled "System and Method for Delivering Targeted Advertisements to Consumers," to Kenneth C. Hite, Walter S. Ciciora, Tom Alison, and Robert G. Beauregard. A true and correct copy of the '170 Patent is attached as Exhibit A. HBAC is the owner by assignment of the '170 Patent, and holds all rights and interest in the '170 Patent.
- 9. On December 14, 1999, the USPTO duly and legally issued U.S. Patent No. 6,002,393 (the "'393 Patent"), entitled "System and Method for Delivering Targeted Advertisements to Consumers Using Direct Commands," to Messrs. Hite, Ciciora, Alison, and Beauregard. A true and correct copy of the '393 Patent is attached as Exhibit B. HBAC is the owner by assignment of the '393 Patent, and holds all rights and interest in the '393 Patent.
- 10. Collectively, the '170 Patent and the '393 Patent are referred to as the "Asserted Patents."

FACTUAL BACKGROUND

11. In the early 1990s, four inventors – Messrs. Hite, Ciciora, Alison, and Beauregard – recognized the potential for advanced advertising with the proliferation of digital devices, and developed the core technology and techniques for addressable advertising. Each inventor brought significant relevant experience to the endeavor. Ken Hite, HBAC's Chief Executive Officer, is a twenty-five year advertising veteran. Tom Alison, a Harvard MBA and HBAC's President and Chief Operating Officer, has over three decades of experience in marketing and new media, with extensive experience in direct marketing. Robert Beauregard, HBAC's Executive Vice President, Treasurer and Secretary, has over forty years of experience in advertising, marketing, and publishing. Walt Ciciora, Ph.D., HBAC's Executive Vice President

and Chief Technology Officer, literally co-wrote the book on cable television. The first edition of *Modern Cable Television Technology: Video, Voice, and Data Communications* received a book award from The Cable Center in 2000. With decades of experience in the cable technology field, Dr. Ciciora has been elected to the Cable Technology Hall of Fame, has twice been named "Man of the Year" by CED magazine, and has been inducted into the Academy of Digital Television Pioneers. He has been issued sixteen U.S. patents, and his work has been widely published.

12. These four individuals developed the fundamental inventions behind addressable advertising in digital media – the capability to target, deliver, and display specific ads to specific households. For their work, they received two pioneering patents – the '170 and '393 Patents. The significance of their work is evidenced in part by the overwhelming recognition these patents have received in the field. The '170 Patent has been cited nearly 400 times in other patents, and the '393 Patent has been cited nearly 200 times. Patents issued to entities such as Google, Microsoft, IBM, Sony, Intel, Hughes, The Nielson Company, Sprint, and General Motors, among many more, cite the groundbreaking HBAC patents.

COUNT I (Infringement of U.S. Patent No. 5,774,170)

- 13. HBAC repeats and re-alleges the allegations of paragraphs 1-12 as if fully set forth herein.
- 14. Upon information and belief, NBCUniversal has infringed directly and continues to infringe directly, within the United States, one or more claims of the '170 Patent in violation of 35 U.S.C. § 271. NBCUniversal performs a claimed method by targeting advertisements to consumers who visit websites owned or controlled by NBCUniversal. NBCUniversal itself states on its website: "We may also enter into arrangements with outside companies that possess

technology that allows us to customize the advertising and marketing messages you receive on this Website." *See* http://www.nbc.com/privacy-policy/. For example, upon information and belief, NBCUniversal maintains a central storage system storing video advertisements, and delivers targeted advertisements for display to a user's computer, tablet, or other web-enabled device. For instance, NBCUniversal may deliver the advertisement from a server corresponding to the web domain http://ads-pd.nbcuni.com/video/. NBCUniversal also has infringed directly and continues to infringe directly, within the United States, one or more claims of the '170 Patent by, among other things, making, using, importing, offering for sale, and/or selling systems that provide targeted advertisements to consumers visiting NBCUniversal websites, in a manner claimed in the '170 Patent.

- 15. NBCUniversal has infringed indirectly and continues to infringe indirectly the '170 Patent by active inducement under 35 U.S.C. § 271(b). NBCUniversal has induced and continues to induce users of websites owned or controlled NBCUniversal to directly infringe one or more claims of the '170 Patent. Upon information and belief, NBCUniversal has had knowledge of the '170 Patent since at least as early as April 2006, based on correspondence discussing, among other things, the Asserted Patents and the inventions described therein, exchanged between HBAC and representatives of NBCUniversal. Since the time NBCUniversal obtained knowledge of the '170 Patent, it has specifically intended to induce infringement of the '170 Patent by advertising, promoting, and providing instructions and assistance to customers to use NBCUniversal websites in a manner claimed in the '170 Patent. By continuing the representative aforementioned activities with knowledge of the '170 Patent, NBCUniversal knew, or should have known, that it was inducing infringement of the '170 Patent.
- 16. Upon information and belief, Bravo has infringed directly and continues to infringe directly, within the United States, one or more claims of the '170 Patent in violation of

35 U.S.C. § 271. Bravo performs a claimed method by targeting advertisements to consumers who visit websites owned or controlled by Bravo. Bravo itself states on its website: "We may also enter into arrangements with outside companies that possess technology that allows us to customise the advertising and marketing messages you receive on this Website." *See* http://www.bravotv.com/privacy-policy. For example, upon information and belief, Bravo maintains a central storage system storing video advertisements, and delivers targeted advertisements for display to a user's computer, tablet, or other web-enabled device. For instance, Bravo may deliver the advertisement from a server corresponding to the web domain http://ads-pd.nbcuni.com/video/. Bravo also has infringed directly and continues to infringe directly, within the United States, one or more claims of the '170 Patent by, among other things, making, using, importing, offering for sale, and/or selling systems that provide targeted advertisements to consumers visiting Bravo websites, in a manner claimed in the '170 Patent.

17. Upon information and belief, USA Network has infringed directly and continues to infringe directly, within the United States, one or more claims of the '170 Patent in violation of 35 U.S.C. § 271. USA Network performs a claimed method by targeting advertisements to consumers who visit websites owned or controlled by USA Network. USA Network itself states on its website: "We may also enter into agreements with outside companies that possess technology that allows the Site to customize the advertising and marketing messages you receive on the Site." See http://www.usanetwork.com/privacy. For example, upon information and belief, USA Network maintains a central storage system storing video advertisements, and delivers targeted advertisements for display to a user's computer, tablet, or other web-enabled device. For instance, USA Network may deliver the advertisement from a server corresponding to the web domain http://ads-pd.nbcuni.com/video/. USA Network also has infringed directly and continues to infringe directly, within the United States, one or more claims of the '170 Patent

by, among other things, making, using, importing, offering for sale, and/or selling systems that provide targeted advertisements to consumers visiting USA Network websites, in a manner claimed in the '170 Patent.

- 18. Despite having notice of the '170 Patent, NBCUniversal has continued to willfully, wantonly, and deliberately infringe the '170 Patent. Accordingly, HBAC seeks enhanced damages pursuant to 35 U.S.C. § 284 and a finding that this is an exceptional case within the meaning of 35 U.S.C. § 285, entitling HBAC to its attorneys' fees and expenses.
- 19. Defendants' acts of infringement have caused damage to HBAC, and HBAC is entitled to recover from Defendants the damages sustained by HBAC as a result of Defendants' wrongful acts in an amount subject to proof at trial.

COUNT II (Infringement of U.S. Patent No. 6,002,393)

- 20. HBAC incorporates and re-alleges the allegations of paragraphs 1-19 as if fully set forth above.
- 21. Upon information and belief, NBCUniversal has infringed directly and continues to infringe directly, within the United States, one or more claims of the '393 Patent in violation of 35 U.S.C. § 271. NBCUniversal performs a claimed method by targeting advertisements to consumers who visit websites owned or controlled by NBCUniversal. NBCUniversal itself states on its website: "We may also enter into arrangements with outside companies that possess technology that allows us to customize the advertising and marketing messages you receive on this Website." *See* http://www.nbc.com/privacy-policy/. For example, upon information and belief, NBCUniversal maintains a central storage system storing video advertisements, and delivers targeted advertisements for display to a user's computer, tablet, or other web-enabled device. For instance, NBCUniversal may deliver the advertisement from a server corresponding

to the web domain http://ads-pd.nbcuni.com/video/. NBCUniversal also supplies program materials, such as video content, into which advertisements are inserted. *See, e.g.*, http://www.nbc.com/nbc/footer/Advertise/ad_opportunities.shtml (describing various video advertising opportunities available to those who wish to advertise on NBCUniversal websites). NBCUniversal also has infringed directly and continues to infringe directly, within the United States, one or more claims of the '393 Patent by, among other things, making, using, importing, offering for sale, and/or selling systems that provide targeted advertisements to consumers visiting NBCUniversal websites, in a manner claimed in the '393 Patent.

- 22. NBCUniversal has infringed indirectly and continues to infringe indirectly the '393 Patent by active inducement under 35 U.S.C. § 271(b). NBCUniversal has induced and continues to induce users of websites owned or controlled NBCUniversal to directly infringe one or more claims of the '393 Patent. Upon information and belief, NBCUniversal has had knowledge of the '393 Patent since at least as early as April 2006, based on correspondence discussing, among other things, the Asserted Patents and the inventions described therein, exchanged between HBAC and representatives of NBCUniversal. Since the time NBCUniversal obtained knowledge of the '393 Patent, it has specifically intended to induce infringement of the '393 Patent by advertising, promoting, and providing instructions and assistance to customers to use NBCUniversal websites in a manner claimed in the '393 Patent. By continuing the representative aforementioned activities with knowledge of the '393 Patent, NBCUniversal knew, or should have known, that it was inducing infringement of the '393 Patent.
- 23. Upon information and belief, Bravo has infringed directly and continues to infringe directly, within the United States, one or more claims of the '393 Patent in violation of 35 U.S.C. § 271. Bravo performs a claimed method by targeting advertisements to consumers who visit websites owned or controlled by Bravo. Bravo itself states on its website: "We may

also enter into arrangements with outside companies that possess technology that allows us to customise the advertising and marketing messages you receive on this Website." *See* http://www.bravotv.com/privacy-policy. For example, upon information and belief, Bravo maintains a central storage system storing video advertisements, and delivers targeted advertisements for display to a user's computer, tablet, or other web-enabled device. For instance, Bravo may deliver the advertisement from a server corresponding to the web domain http://ads-pd.nbcuni.com/video/. On information and belief, Bravo also supplies program materials, such as video content, into which advertisements are inserted. Bravo also has infringed directly and continues to infringe directly, within the United States, one or more claims of the '393 Patent by, among other things, making, using, importing, offering for sale, and/or selling systems that provide targeted advertisements to consumers visiting Bravo websites, in a manner claimed in the '393 Patent.

24. Upon information and belief, USA Network has infringed directly and continues to infringe directly, within the United States, one or more claims of the '393 Patent in violation of 35 U.S.C. § 271. USA Network performs a claimed method by targeting advertisements to consumers who visit websites owned or controlled by USA Network. USA Network itself states on its website: "We may also enter into agreements with outside companies that possess technology that allows the Site to customize the advertising and marketing messages you receive on the Site." See http://www.usanetwork.com/privacy. For example, upon information and belief, USA Network maintains a central storage system storing video advertisements, and delivers targeted advertisements for display to a user's computer, tablet, or other web-enabled device. For instance, USA Network may deliver the advertisement from a server corresponding to the web domain http://ads-pd.nbcuni.com/video/. On information and belief, USA Network also supplies program materials, such as video content, into which advertisements are inserted.

USA Network also has infringed directly and continues to infringe directly, within the United States, one or more claims of the '393 Patent by, among other things, making, using, importing, offering for sale, and/or selling systems that provide targeted advertisements to consumers visiting USA Network websites, in a manner claimed in the '393 Patent.

- 25. Despite having notice of the '393 Patent, NBCUniversal has continued to willfully, wantonly, and deliberately infringe the '393 Patent. Accordingly, HBAC seeks enhanced damages pursuant to 35 U.S.C. § 284 and a finding that this is an exceptional case within the meaning of 35 U.S.C. § 285, entitling HBAC to its attorneys' fees and expenses.
- 26. Defendants' acts of infringement have caused damage to HBAC, and HBAC is entitled to recover from Defendants the damages sustained by HBAC as a result of Defendants' wrongful acts in an amount subject to proof at trial.

DEMAND FOR JURY TRIAL

Pursuant to Rule 38 of the Federal Rules of Civil Procedure, HBAC respectfully requests a trial by jury of all issues properly triable by jury.

PRAYER FOR RELIEF

For the above reasons, HBAC respectfully requests that this Court grant the following relief in favor of HBAC:

- (a) A judgment in favor of HBAC that NBCUniversal has infringed, directly and indirectly, one or more claims of each of the Asserted Patents;
- (b) A judgment in favor of HBAC that Bravo has infringed one or more claims of each of the Asserted Patents;
- (c) A judgment in favor of HBAC that USA Network has infringed one or more claims of each of the Asserted Patents;

- (d) A judgment and order requiring Defendants to pay HBAC its damages, costs, expenses, and pre-judgment and post-judgment interest for Defendants' infringement of each of the Asserted Patents;
- (e) A judgment declaring that NBCUniversal's infringement of the Asserted Patents was willful;
- (f) A judgment against NBCUniversal declaring that HBAC is entitled to enhanced damages as a result of the knowing, deliberate, and willful nature of NBCUniversal's infringement;
- (g) A judgment against Defendants declaring that this is an exceptional case within the meaning of 35 U.S.C. § 285 as against Defendants and awarding HBAC its reasonable attorneys' fees against Defendants; and
 - (h) Any and all such other relief as the Court deems just and proper.

March 15, 2013

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