IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS TYLER DIVISION

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§	CIVIL ACTION NO. 6:13-cv-258
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§	JURY TRIAL DEMANDED
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PLAINTIFFS' ORIGINAL COMPLAINT FOR PATENT INFRINGEMENT

Plaintiffs Uniloc USA, Inc. ("Uniloc USA") and Uniloc Luxembourg S.A. ("Uniloc Luxembourg") (collectively, "Uniloc") file this Original Complaint against Defendant Digital River, Inc. for infringement of U.S. Patent No. 5,490,216 ("the '216 patent").

THE PARTIES

- 1. Uniloc USA, Inc. ("Uniloc USA") is a Texas corporation with its principal place of business at Legacy Town Center I, Suite 380, 7160 Dallas Parkway, Plano, Texas 75024. Uniloc USA also maintains a place of business at 102 N. College, Ste. 806, Tyler, Texas 75702.
- 2. Uniloc Luxembourg S.A. ("Uniloc Luxembourg") is a Luxembourg public limited liability company, with its principal place of business at 75, Boulevard Grande Duchesse Charlotte, L-1331, Luxembourg.
- 3. Uniloc researches, develops, manufactures and licenses information security technology solutions, platforms and frameworks, including solutions for securing software applications and digital content. Uniloc's patented technologies enable software and content

publishers to securely distribute and sell their high-value technology assets with minimum burden to their legitimate end users. Uniloc's technology is used in several markets, including software and game security, identity management, intellectual property rights management, and critical infrastructure security.

4. Digital River, Inc. ("Digital River" or "Defendant") is a Delaware corporation with its principal place of business in St. Paul, Minnesota. Digital River may be served with process through its registered agent, Corporation Service Company, 2711 Centerville Road, Suite 400, Wilmington, Delaware, 19808. Upon information and belief, Digital River does business in the State of Texas and in the Eastern District of Texas.

JURISDICTION AND VENUE

- 5. Uniloc brings this action for patent infringement under the patent laws of the United States, namely 35 U.S.C. §§ 271, 281, and 284-285, among others. This Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331, 1338(a), and 1367.
- 6. Venue is proper in this judicial district pursuant to 28 U.S.C. §§ 1391(c) and 1400(b). On information and belief, Digital River is deemed to reside in this judicial district, has committed acts of infringement in this judicial district, has purposely transacted business involving its accused products in this judicial district and/or, has regular and established places of business in this judicial district.
- 7. Digital River is subject to this Court's specific and general personal jurisdiction pursuant to due process and/or the Texas Long Arm Statute, due at least to its substantial business in this State and judicial district, including: (A) at least part of its infringing activities alleged herein; and (B) regularly doing or soliciting business, engaging in other persistent conduct, and/or deriving substantial revenue from goods sold and services provided to Texas residents.

COUNT I (INFRINGEMENT OF U.S. PATENT NO. 5,490,216)

- 8. Uniloc incorporates paragraphs 1 through 7 herein by reference.
- 9. Uniloc Luxembourg is the owner, by assignment, of the '216 patent, entitled "SYSTEM FOR SOFTWARE REGISTRATION." A true and correct copy of the '216 patent is attached as Exhibit A.
- 10. Uniloc USA is the exclusive licensee of the '216 patent with ownership of all substantial rights in the '216 patent, including the right to grant sublicenses, exclude others and to enforce, sue and recover damages for past and future infringements.
- 11. The '216 patent is valid, enforceable and was duly issued in full compliance with Title 35 of the United States Code.
- 12. Digital River has been aware of the '216 patent since at least December 1, 2010 as a result of the complaint for patent infringement filed in *Uniloc USA*, *Inc. et al. v. BMC Software*, *Inc., et al.*, Case No. 6:10-cv-00636 (E.D. Tex.).
- 13. Digital River is directly infringing one or more claims of the '216 patent in this judicial district and elsewhere in Texas, including but not necessarily limited to claims 1, 7-13, 15-16, and 19, without the consent or authorization of Uniloc, by or through making, using, offering for sale, selling and/or importing a system, device and/or method for reducing software piracy, reducing casual copying and/or reducing the unauthorized use of software (the "accused instrumentality"), including but not limited to:
 - a. The SecuROM product activation system that permits customers to activate and/or register products that require activation and/or registration, including, but not limited to, games such as Neverwinter Nights 2; and

- b. The SoftwarePassport/Armadillo systems that permits customers to activate and/or register products that require activation and/or registration, including, but not limited to, games such as RAGE: Campaign Edition.
- 14. Digital River has been and is inducing direct infringement of one or more claims of the '216 patent in this judicial district and elsewhere in Texas, including but not necessarily limited to claims 12, 13, 15, 16, and 19, without the consent or authorization of Uniloc, by or through offering for sale and/or selling Digital River's SoftwarePassport and/or SoftwarePassport for Mac systems and processes that permit customers to activate and/or register software. In this scenario, Digital River's customers, such as but not limited to, Aspyr Media, Inc., are the direct infringers who incorporate Digital River's product activation technology into games such as, but not limited to, RAGE: Campaign Edition. See Exhs. D. Despite knowing of Uniloc's contentions that SoftwarePassport and SoftwarePassport for Mac infringe the '216 patent, based on the December 1, 2010 suit, Digital River continues to advertise, promote and sell its SoftwarePassport products to its customers. See Exhs. B and C. Digital River's conduct amounts to active inducement of infringement of the '216 patent in violation of 35 U.S.C. § 271(b).
- 15. Digital River has been and is contributing to the direct infringement of one or more claims of the '216 patent in this judicial district and elsewhere in Texas, including but not necessarily limited to claims 12, 13, 15, 16, and 19, without the consent or authorization of Uniloc, by or through offering for sale and/or selling Digital River's SoftwarePassport and/or SoftwarePassport for Mac systems and processes that permit customers to activate and/or register software. In this scenario, Digital River's customers, such as but not limited to, Aspyr Media, Inc., are the direct infringers who incorporate Digital River's product activation technology into games such as, but not limited to, RAGE: Campaign Edition. See Exh. D. Despite knowing of

Uniloc's contentions that SoftwarePassport and SoftwarePassport for Mac infringer the '216 patent, based on the December 1, 2010 suit, Digital River continues to advertise, promote and sell its SoftwarePassport products to its customers. See Exhs. B and C. Digital River's conduct amounts to contributory infringement of the '216 patent in violation of 35 U.S.C. § 271(c).

- 16. Digital River also may be infringing through other product activation systems and processes that permit customers to activate and/or register software not presently known to Uniloc. Uniloc reserves the right to discover and pursue relief against all infringing instrumentalities.
- 17. Uniloc has been damaged as a result of Digital River's infringing conduct described in this Count. Digital River is, thus, liable to Uniloc in an amount that adequately compensates it for Digital River's infringements, 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.
- 18. Any allegation of infringement against any defendant herein was not made on the basis of its use, sale, offer for sale, making or importing of any product, software, system, method or service provided by Flexera Software LLC or Rovi Solutions Corporation or any of their present or former affiliates or predecessors (including Flexera Software, Inc. Acresso Software Inc., Installshield Software Corporation, Flexco Holding Company, Inc., Installshield Co Inc., Globetrotter Software, Inc., C-Dilla Limited and Macrovision Corporation) (each a "Licensee Product"), including any product, software, system, method or service incorporating or using the activation, licensing, or registration functionality provided by such Licensee Product.

JURY DEMAND

Uniloc hereby requests a trial by jury pursuant to Rule 38 of the Federal Rules of Civil Procedure.

PRAYER FOR RELIEF

Uniloc requests that the Court find in its favor and against Digital River, and that the Court grant Uniloc the following relief:

- a. Judgment that one or more claims of the '216 patent has been infringed, either literally and/or under the doctrine of equivalents, by Digital River;
- b. Judgment that Digital River account for and pay to Uniloc all damages to and costs incurred by Uniloc because of Digital River's infringing activities and other conduct complained of herein;
- c. Judgment that Digital River account for and pay to Uniloc a reasonable, on-going, post judgment royalty because of Digital River's infringing activities and other conduct complained of herein;
- d. That Uniloc be granted pre-judgment and post-judgment interest on the damages caused by Digital River's infringing activities and other conduct complained of herein; and
- e. That Uniloc be granted such other and further relief as the Court may deem just and proper under the circumstances.

Dated: March 21, 2013 Respectfully submitted,

/s/ Edward Casto, Jr. w/permission Wes Hill

Edward E. Casto, Jr.

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