IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

BEACON NAVIGATION GMBH,

Plaintiff,

v.

HYUNDAI MOTOR COMPANY; HYUNDAI MOTOR AMERICA; AND HYUNDAI MOTOR MANUFACTURING ALABAMA, LLC,

Defendants.

Civil Action No.

JURY TRIAL DEMANDED

COMPLAINT

Plaintiff Beacon Navigation GmbH ("Beacon" or "Plaintiff"), for its Complaint against Defendants Hyundai Motor Company ("Hyundai Motor Company"), Hyundai Motor America ("Hyundai Motor America"), and Hyundai Motor Manufacturing Alabama, LLC ("Hyundai Motor Manufacturing Alabama") states and alleges as follows:

THE PARTIES

- 1. Plaintiff Beacon is a Swiss company with limited liability with a principal place of business in Switzerland.
- 2. Upon information and belief, Defendant Hyundai Motor Company is a Korean Corporation with its principal place of business at 231, Yangjae-Dong, Seocho-Gu, Seoul, 137-938 South Korea.
- 3. Upon information and belief, Defendant Hyundai Motor America is a California corporation with its principal place of business at 10550 Talbert Ave., Fountain Valley, CA 92708.

 Upon information and belief, Defendant Hyundai Motor Manufacturing Alabama is a Delaware corporation with its principal place of business at 700 Hyundai Blvd.,
 Montgomery, AL 36105.

JURISDICTION AND VENUE

- 5. This action arises under the patent laws of the United States, 35 U.S.C. § 1 *et seq.*, including 35 U.S.C. § 271. This Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331 and 1338(a).
- 6. Venue is proper in this District pursuant to 28 U.S.C. §§ 1391(b), 1391(c), 1391(d) and/or 1400(b) because (1) a substantial part of the events giving rise to Beacon's claims occurred in the District of Delaware, (2) because each of the Defendants is either resident in or otherwise subject to personal jurisdiction in the District of Delaware, or is an alien, or (3) each of the Defendants has committed acts of infringement in and has a regular and established place of business in the District of Delaware.

BACKGROUND

- 7. Beacon owns all right, title and interest in U.S. Patent No. 5,878,368 (the "'368 patent") (collectively, the "patent-in-suit").
- 8. The '368 patent, entitled "Navigation System with User Definable Cost Values," was duly and legally issued by the United States Patent and Trademark Office on March 2, 1999, after full and fair examination. A copy of the '368 patent is attached hereto as Exhibit A.
- 9. Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama manufacture, sell and distribute vehicles with navigation systems, including but not limited to the Hyundai Veracruz.

COUNT I

INFRINGEMENT OF THE '368 PATENT

- 10. Beacon incorporates each of the preceding paragraphs 1-9 as if fully set forth herein.
- 11. Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama have been and are infringing literally and/or under the doctrine of equivalents, directly, contributorily, or by inducement, at least claims 1 and 15 of the '368 patent.
- 12. Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama directly infringe, in violation of 35 U.S.C. § 271(a), by making, using, selling, offering for sale, and/or importing in or into the United States, without authority, products that practice the '368 patent, including but not limited to the Hyundai Veracruz.
- 13. Upon information and belief, Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama had knowledge of the '368 patent based on a letter sent to each of them on September 28, 2011.
- 14. Upon information and belief, Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama have contributed to direct infringement of the '368 patent by others (e.g., consumers), in violation of 35 U.S.C. § 271(b), because the GPS navigation systems in their products, including but not limited to the Hyundai Veracruz, are specially adapted for an infringing use of the '368 patent, embody a material part of the inventions claimed in the '368 patent, and are not staple articles of commerce suitable for substantial non-infringing use.
 - 15. Upon information and belief, Hyundai Motor Company, Hyundai Motor America,

and Hyundai Motor Manufacturing Alabama actively induce others (e.g., consumers) to directly infringe the '368 patent, in violation of 35 U.S.C. § 271(c), by providing products with GPS navigation systems, including but not limited to the Hyundai Veracruz, along with instructions, user manuals, or technical assistance actively directing, encouraging, or assisting infringement of the '368 patent, and/or by providing a system where one of the core and common features leads to third party infringement of the '368 patent.

- 16. Upon information and belief, Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama had knowledge of the '368 patent based on a letter sent to each of them on September 28, 2011 but have engaged in infringing conduct nonetheless. Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama's infringement is willful.
- 17. Beacon has no adequate remedy at law against these acts of patent infringement. Unless Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama are permanently enjoined from further infringement of the '368 patent, Beacon will suffer irreparable harm.
- 18. As a direct and proximate result of the acts of patent infringement by Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama, Beacon has been damaged in an amount not presently known.
- 19. Beacon has incurred and will incur attorneys' fees, costs, and expenses in the prosecution of this action. The circumstances of this dispute create an exceptional case within the meaning of 35 U.S.C. § 285, and Beacon is entitled to recover its reasonable and necessary fees and expenses.

PRAYER FOR RELIEF

Beacon requests that judgment be entered in its favor and against Hyundai Motor Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama, and that the Court award the following relief to Beacon:

- (a) damages in an amount adequate to compensate Beacon for infringement of the patent-in-suit, and in no event less than a reasonable royalty;
- (b) increased damages in an amount three times the damages found by the jury or assessed by the Court for the willful infringement of the patents-in-suit pursuant to 35 U.S.C. § 284;
- (c) expenses, costs, and reasonable attorneys' fees pursuant to 35 U.S.C. § 285;
- (d) a preliminary and, thereafter, a permanent injunction against Hyundai Motor

 Company, Hyundai Motor America, and Hyundai Motor Manufacturing Alabama,
 their officers, agents, servants, employees, attorneys, and all other persons in
 active concert or participation with any of them who receive actual notice thereof;
- (e) prejudgment and post-judgment interest on all damages; and
- (f) such other relief as the Court deems just and proper.

JURY DEMAND

In accordance with Federal Rules of Civil Procedure 38 and 39, Beacon asserts its rights under the Seventh Amendment to the United States Constitution and demands a trial by jury on all issues triable by a jury.

Dated: October 11, 2011 Respectfully submitted,

YOUNG CONAWAY STARGATT & TAYLOR, LLP

/s/ Elena C. Norman

Elena C. Norman (No. 4780) Monté T. Squire (No. 4764) James L. Higgins (No. 5021) 1000 West Street, 17th Floor Wilmington, DE 19801 Telephone: (302) 571-6600 *enorman@ycst.com*

Of Counsel
Robert E. Freitas
Kevin C. Jones
Michael C. Ting
FREITAS TSENG BAIK & KAUFMAN LLP
100 Marine Parkway, Suite 200
Redwood Shores, CA 94065
Telephone: (650) 593-6300
Facsimile: (650) 593-6301

Attorneys for Plaintiff
BEACON NAVIGATION GMBH