UNITED STATES DISTRICT COURT EASTERN DISTRICT OF TEXAS MARSHALL DIVISION

HOWLINK GLOBAL LLC,	
Plaintiff,	
V.	
VERIZON COMMUNICATIONS INC.; CELLCO PARTNERSHIP D/B/A VERIZON	Case No.
WIRELESS; VERIZON SERVICES CORP.;	
VERIZON ENTERPRISE SOLUTIONS, LLC; VERIZON BUSINESS GLOBAL LLC;	JURY TRIAL DEMANDED
VERIZON BUSINESS NETWORK	
SERVICES, LLC; VERIZON CORPORATE	
SERVICES GROUP INC.; VERIZON DATA	
SERVICES, LLC; VERIZON MEDIA INC.;	
and VERIZON ONLINE, LLC,	
Defendants.	

COMPLAINT FOR PATENT INFRINGEMENT

Plaintiff Howlink Global LLC ("Plaintiff" or "Howlink") hereby alleges infringement of United States Patent No. 8,630,279 ("279 Patent" or "LTE Patent"), U.S. Patent No. RE46,415 ("415 Patent" or "Backhaul Patent"), which is a reissue of U.S. Patent No. 7,565,167, and U.S. Patent No. 9,596,576 ("576 Patent" or "The Private Network Service ("PNS") Patent") (collectively with the LTE Patent and Backhaul Patent, the "Patents-In-Suit") against Defendants Verizon Communications Inc. ("VZComms"); Cellco Partnership d/b/a Verizon Wireless ("VZWireless"); Verizon Services Corp. ("VZServices"); Verizon Enterprise Solutions, LLC ("VZEnterprise"); Verizon Business Global, LLC ("VZBizGlobal"); Verizon Business Network Services, LLC (VZBizNetwork); Verizon Corporate Services Group Inc. ("VZCorp"); Verizon Data Services, LLC ("VZData"); Verizon Media Inc. ("VZMedia"); and Verizon Online, LLC ("VZOnline") (collectively, "Defendants" or "Verizon") as follows:

THE PARTIES

Howlink is a Texas limited liability company with a principal location at 101 E.
Park Blvd., Suite 600, Plano, Texas 75074.

2. Defendant VZComms is a corporation organized and existing under the laws of the State of Delaware, with a principal place of business at 1095 Avenue of the Americas, New York, New York 10036. Defendant VZComms may be served with process through its registered agent at CT Corporation System, 350 North St. Paul Street, Dallas, Texas 75201.

3. Defendant VZWireless is a general partnership organized and existing under the laws of the State of Delaware, with a principal place of business at One Verizon Way Basking Ridge, New Jersey 07920. Defendant VZWireless may be served with process through its registered agent at The Corporation Trust Company, Corporation Trust Center, 1209 Orange Street, Wilmington, Delaware 19801.

4. Defendant VZServices is a corporation organized and existing under the laws of the State of Delaware, with a principal place of business at 1717 Arch Street, 21st Floor, Philadelphia, Pennsylvania 19103. Defendant VZServices may be served with process through its registered agent at CT Corporation System, 1999 Bryan Street, Suite 900, Dallas, Texas 75201.

5. Defendant VZEnterprise is a limited liability company organized and existing under the laws of the State of Delaware, with a principal place of business at One Verizon Way Basking Ridge, New Jersey 07920. Defendant VZEnterprise may be served with process through its registered agent at The Corporation Trust Company, Corporation Trust Center, 1999 Bryan Street, Suite 900, Dallas, Texas 75201.

6. Defendant VZBizGlobal is a limited liability company organized and existing

Case 2:22-cv-00042-JRG-RSP Document 1 Filed 02/03/22 Page 3 of 27 PageID #: 3

under the laws of the State of Delaware, with a principal place of business at One Verizon Way Basking Ridge, New Jersey 07920. Defendant VZBizGlobal may be served with process through its registered agent at The Corporation Trust Company, Corporation Trust Center, 1209 Orange Street, Wilmington, Delaware 19801.

7. Defendant VZBizNetwork is a limited liability company organized and existing under the laws of the State of Delaware, with a principal place of business at 22001 Loudoun County Parkway, Ashburn, Virginia 20147. Defendant VZBizNetwork may be served with process through its registered agent at CT Corporation System, 1999 Bryan Street, Suite 900, Dallas, Texas 75201.

8. Defendant VZCorp is a corporation organized and existing under the laws of the State of New York, with a principal place of business at One Verizon Way, Basking Ridge, New Jersey 07920. Defendant VZCorp may be served with process through its registered agent at CT Corporation System, 1999 Bryan Street, Suite 900, Dallas, Texas 75201.

9. Defendant VZData is a limited liability company organized and existing under the laws of the State of Delaware, with a principal place of business at One East Telecom Parkway, B3E, Temple Terrace, Florida 33637. Defendant VZData may be served with process through its registered agent at CT Corporation System, 1999 Bryan Street, Suite 900, Dallas, Texas 75201.

Defendant VZMedia is a corporation organized and existing under the laws of the
State of Delaware, with a principal place of business at 770 Broadway, New York, New York
10003. Defendant VZMedia may be served with process through its registered agent at CT
Corporation System, 1999 Bryan Street, Suite 900, Dallas, Texas 75201.

11. Defendant VZOnline is a limited liability company organized and existing under

the laws of the State of Delaware, with a principal place of business at 22001 Loudoun County Parkway, Ashburn, Virginia 20147. Defendant VZOnline may be served with process through its registered agent at CT Corporation System, 1999 Bryan Street, Suite 900, Dallas, Texas 75201.

12. Upon information and belief, Defendant VZComms is the parent corporation of Defendants VZWireless, VZServices, VZEnterprise, VZBizGlobal, VZBizNetwork, VZCorp, VZData, VZMedia, and VZOnline. Defendants have regular and established places of business throughout Texas and the Eastern District of Texas including at 1006 E End Blvd N, Marshall, Texas 75670, and 500 E Loop 281, Longview, Texas 75605.

JURISDICTION; VENUE; JOINDER

13. This action arises under the patent laws of the United States, Title 35 of theUnited States Code ("U.S.C.") § 101 et seq.

14. This Court has subject matter jurisdiction under 28 U.S.C. §§ 1331, 1332, and 1338(a).

15. Defendants are subject to this Court's specific and general personal jurisdiction consistent with the principles of due process and/or the Texas Long Arm Statute.

16. Defendants are registered with the Secretary of State to do business in the State of Texas. Defendants sell and offer to sell products and services throughout the State of Texas, including in this judicial district, and introduce infringing products and services into the stream of commerce knowing that they would be sold in the State of Texas and this judicial district.

17. Personal jurisdiction exists generally over Defendants because each Defendant has sufficient minimum contacts with the forum as a result of business conducted within the State of Texas and the Eastern District of Texas. Personal jurisdiction also exists over each Defendant because it, directly or through subsidiaries or intermediaries, makes, uses, sells, offers

Case 2:22-cv-00042-JRG-RSP Document 1 Filed 02/03/22 Page 5 of 27 PageID #: 5

for sale, imports, advertises, makes available, and/or markets products within the State of Texas and the Eastern District of Texas that infringe one or more claims of the Patents-In-Suit, as alleged more particularly below.

18. Venue in this District is proper under 28 U.S.C. § 1400(b) because each Defendant is subject to personal jurisdiction, resides and/or has a regular and established place of business, and has committed acts of infringement in this District. Each Defendant makes, uses, sells, offers to sell, and/or imports infringing products into and/or within this District, maintains a permanent and/or continuing presence within this District, and has the requisite minimum contacts with this District such that this venue is a fair and reasonable one. Upon information and belief, each Defendant has transacted and, at the time of the filing of the Complaint, is continuing to transact business within this District.

19. Defendants are properly joined under 35 U.S.C. § 299(a)(1) because, as set forth in greater detail below, Defendants commonly and/or jointly make, use, sell, offer to sell, and/or import infringing instrumentalities, such that at least one right to relief is asserted against Defendants jointly, severally, and in the alternative with respect to the same transactions, occurrences, or series of transactions or occurrences relating to the making, using, selling, offering to sell, and/or importing into the United States the same accused instrumentalities, as set forth in greater detail herein.

20. Defendants are properly joined under 35 U.S.C. § 299(a)(2) because, as set forth in greater detail below, Defendants make, use, sell, offer to sell in, and/or import into the United States the same or similar accused instrumentalities, such that questions of fact that are common to all Defendants will arise, as set forth in greater detail herein.

CELLULAR TELECOMMUNICATIONS BACKGROUND

21. The Patents-in-Suit concern cellular telecommunications technology. Cellular telecommunications technology uses a large number of "base stations," each of which covers a specific area or "cell." A cellular telecommunications system comprises a mobile handset or user equipment ("UE"), a radio access network ("RAN") and a core network. The radio access network links the user equipment to the core network and includes the base stations and base station controllers. The core network is the hub of the system and controls user access, connects user equipment to other networks and performs a variety of other tasks. The radio access network and the core network are connected by what is known as the "backhaul."

22. The evolution of cellular telecommunications technology is characterized by different technology generations, which are referred to as 1G, 2G, 3G, 4G, and now 5G. The "Third Generation Partnership Project" or "3GPP" is an industry consortium that develops cellular technology standards, including a 4G "long term evolution" or "LTE" standard. 4G LTE networks are entirely IP based, meaning the core network transmits and receives information in "packets" according to the "Internet Protocol." The 3GPP LTE Standard has gone through multiple iterations. The various versions and revisions comprise the body of the standard. The release of a new version does not mean that all prior revisions have been superseded. Implementers who wish to declare their conformity with the 3GPP specifications are given permission to use the LTE trademark or logo and to mark their documentation with the LTE trademark and LTE logo. Use of the LTE trademark or logo requires the permission of the European Telecommunications Standards Institute ("ETSI"), which is a 3GPP member.

23. Radio access networks use a variety of different techniques for allowing multiple users to gain access to the network at the same time. Such techniques include "frequency

division multiple access" ("FDMA"), "time division multiple access" ("TDMA"), "code division multiple access" ("CDMA"), and in 4G LTE networks "orthogonal frequency division multiple access" ("OFDMA"). When a UE accesses a RAN, it communicates by sending signals over portions of the electromagnetic spectrum. The signals are interpreted using different protocols that define what the signals represent. In order to communicate with a RAN, synchronization signals are used so that the UE and the RAN know how to temporally relate the signals to the applicable protocol and to the cell that is being used. Synchronization signals are used both when the UE is transmitting signals to the RAN (referred to as an "uplink" signal) and when the UE is receiving signals from the RAN (referred to as a "downlink" signal).

THE LTE PATENT

24. The '279 Patent, entitled "Method for Generating Downlink Signal, and Method for Searching Cell," issued on January 14, 2014, to the Electronics and Telecommunications Research Institute ("ETRI"), SK Telecom., Co., Ltd ("SKT"), and KT Corporation ("KT"). A true and correct copy of the '279 Patent is attached hereto as Exhibit A.

25. ETRI is a Korean government-funded research institute that researches, develops, and distributes industrial core technologies, including telecommunications technologies. Since its inception in 1976, ETRI has developed new technologies in, among other things, 4M DRAM computer memory, CDMA communications, 3G CDMA2000, 3G WCDMA, 4G WiBro, 4G LTE cellular communications, 5G NR cellular communications, WLAN, LCD displays, Video Coding, and Media Transport & Delivery.¹

26. Over the last five years, ETRI has applied for more than 14,000 patents,

¹ See <u>https://www.etri.re.kr/engcon/sub1/sub1_02.etri</u>; see generally <u>https://www.etri.re.kr/40th/eng/index.html</u>

contributed more than 4,400 proposals adopted by international and/or domestic standards organizations, and published over 1,300 peer-reviewed, technology articles.² ETRI is recognized as a world leader in information technology and patent development and has developed one of the industry's strongest intellectual-property portfolios, including approximately 12,000 patents worldwide.³ In April 2014, Intellectual Property Today ranked ETRI for the third year in a row as the top research establishment in the world, measured by the number and strength of United States patents granted.⁴ ETRI currently has more than 2,000 researchers and technical staff, the vast majority of whom hold a post-graduate degree.⁵ To achieve its success, ETRI has heavily invested in inventing standardized telecommunications technologies, spending around \$550 million annually on research and development.⁶

27. KT and SKT are two of Korea's largest telecommunications companies. Their predecessors were founded in in the 1980s, and both companies have been at the forefront of developing Korea's information technology. Like ETRI, both invest heavily in research and development related to telecommunications technologies,⁷ including by funding research by institutes such as ETRI. In 2020, KT spent approximately \$190 million on research and

² ETRI 2021 Brochure, available at <u>https://www.etri.re.kr/engcon/sub3/sub3_0101.etri</u>

³ <u>https://www.etri.re.kr/45th/eng/sub06.html</u>

⁴ <u>https://www.etri.re.kr/engcon/sub1/sub1_08.etri</u>

⁵ ETRI 2021 Brochure, available at <u>https://www.etri.re.kr/engcon/sub3/sub3_0101.etri</u>

⁶ Id.

⁷

https://www.sec.gov/Archives/edgar/data/1015650/000119312521138579/d25917d20f.htm#rom 25917_23; https://www.sec.gov/Archives/edgar/data/892450/000119312521142666/d73875d20f.htm#rom7 3875_15

development, and SKT spent approximately \$350 million.⁸ As of December 31, 2020, KT had nearly 6,000 registered patents.⁹ The companies continue to be recognized as leaders in the field. In 2020, for example, KT won the Greatest 5G Innovation and Telecom Service Innovation categories at the 11th annual awards ceremony of Informa Telecoms & Media, a London-based ICT research organization.¹⁰ SKT, for example, was awarded 2019's Global Telecoms Awards (GLOTEL Awards) in the categories of 5G Implementation Excellence, Best Operator, and BSS/OSS Transformation Excellence.¹¹

28. Plaintiff Howlink was originally formed in 2002 as Howlink Global, Inc., located in Austin, Texas. In or about 2010, it was re-formed as a limited liability company in Plano, Texas. The owner of Howlink is Mr. Ey-Taeg Kwon. Mr. Kwon formed Howlink to provide telecommunication hardware and services and developed a VoIP system and device designed to implement collect calling. He is the named inventor of several patents related to this technology. Howlink owns by assignment all substantial rights, title, and interest in and to the Patents-In-Suit, including the right to sue for past and ongoing infringement thereof, and thus has standing to sue for infringement.

⁸

https://www.sec.gov/Archives/edgar/data/1015650/000119312521138579/d25917d20f.htm#rom 25917_23; https://www.sec.gov/Archives/edgar/data/892450/000119312521142666/d73875d20f.htm#rom7 3875_15

⁹

https://www.sec.gov/Archives/edgar/data/892450/000119312521142666/d73875d20f.htm#rom7 3875_15

¹⁰ <u>https://www.prnewswire.com/news-releases/s-koreas-kt-corp-wins-top-global-awards-in-telecom-industry-again-301126205.html</u>

¹¹ <u>https://www.sktelecom.com/en/press/press_detail.do?page.page=1&idx=1428</u>

29. The main inventor of the '279 Patent is Kap-Seok Chang, who has been a fulltime senior researcher at ETRI since 2005. Dr. Chang holds Master's and Ph.D. degrees in information and communications engineering from the Korea Advanced Institute of Science & Technology, a leading university in engineering and information technologies. Since 2009, he has been an Associate Professor of Mobile Communication and Digital Broadcasting Engineering at the University of Science and Technology in South Korea. Dr. Chang is the named inventor on dozens of United States patents, and his research has been recognized with numerous distinctions.¹²

30. The '279 Patent is directed to the synchronization process in the LTE Standard, which is used to obtain cell identity and frame timing. Specifically, the '279 Patent claims an apparatus and method for generating a downlink signal comprising code groups formed by concatenation of cell ID codes, and an apparatus and method for searching a cell using such code groups, which read on at least the 3GPP TS 36.211 v8.9.0 specification portion of the LTE Standard.

31. The relevant version for 3GPP TS 36.211 is Release 8, v8.9.0 (dated December16, 2009). The latest version of the 3GPP TS 36.211 is v16.4.0 (dated February 3, 2021).

32. Implementation and use of the LTE Standard as detailed in the 3GPP specification series have increased in recent years at a rapid pace.

33. The '279 Patent is directed to cell searching, which is a process by which, *e.g.*, a mobile device achieves time and frequency synchronization within a particular cell of an LTE system. The '279 Patent specifies orthogonal frequency division multiplexing ("OFDM")-based systems and methods to perform cell searching using synchronization information, and cell and

¹² <u>https://ieeexplore.ieee.org/author/37336322900</u>

cell group information. This enables mobile devices such as cell phones to be synchronized with cellular/LTE base stations in both the time and frequency domains, thereby ensuring reliable and accurate cellular/LTE communications. This is a fundamental step in implementation of LTE service.

34. Most major carriers in the United States have adopted LTE in accordance with at least 3GPP Release 8. Verizon launched an LTE network in or around December 2010, touting it as "the fastest and most advanced 4G network in America."¹³ Verizon then "worked feverishly to expand the new [LTE] network to every corner of the United States," reaching 97% of the U.S. population by 2013.¹⁴ Verizon also refers to its LTE network using ETSI's LTE trademark and logo throughout its website.

35. Although the '279 Patent claims read on the LTE Standard, the '279 Patent is not a standard essential patent ("SEP") or subject to any FRAND obligations, and neither the inventor nor the prior assignees have ever communicated any licensing assurances to 3GPP.

36. The Accused Instrumentalities that infringe at least claims 1 and 7 of the '279 Patent include systems, networks, and components including LTE compatible mobile devices and services thereto used and controlled by Defendants having LTE capabilities, and particularly capability to generate and search a downlink signal comprising cell identification code groups formed by concatenation (inter-linking) of cell ID codes.

VERIZON ADOPTS THE LTE PATENT TECHNOLOGY

37. Defendants provide a wireless network and system for generating a downlink frame in a wireless communication system that allows for mobile devices to synchronize time

¹³ <u>https://www.verizon.com/about/news/vzw/2010/12/pr2010-11-30a</u>

¹⁴ <u>https://www.verizon.com/about/news/what-4g-lte-and-why-it-matters</u>

and frequency within a particular cell from Defendant's LTE network. Defendants also provide LTE compatible mobile devices comprising hardware and software for searching a cell and more specifically, obtaining cell identification information from the downlink signal.

38. On December 5, 2010, Verizon launched its 4G LTE network that "was the world's first large-scale 4G LTE network, covering 38 major metropolitan areas and more than one-third of all Americans at launch."¹⁵ Since its launch, "Verizon worked feverishly to expand the new network to every corner of the United States. By October 2012, Verizon 4G LTE wireless was available in over 400 U.S. markets. And by 2013, LTE reached 97 percent of the U.S. population."¹⁶

39. On information and belief, Defendant's LTE network including LTE compatible mobile devices were developed in compliance with and/or based on 3GPP TS 36.211 v8.9.0 specification which, as discussed above, is read upon by the claims of the LTE Patent.

40. On information and belief, Defendant's 5G network including 5G compatible mobile devices operate in the same way as its LTE network and thus is also read upon by the claims of the LTE Patent.

41. Verizon's current selection of smartphones and plans are all compatible for use with its LTE and 5G networks. Access to Verizon's LTE and 5G networks is included in the monthly service plan.

THE BACKHAUL PATENT

42. The '415 Patent, entitled "Low-Cost Network System Between a Base Station Controller and a Base Transceiver Station, and Method for Transmitting Data Between Them,"

¹⁵ <u>https://www.verizon.com/about/news/what-4g-lte-and-why-it-matters</u>

¹⁶ *Id*.

issued on May 23, 2017, to KT. A true and correct copy of the '415 Patent is attached hereto as Exhibit B1. The '415 Patent is a reissue of U.S. Patent No. 7,565,167, issued on July 21, 2009, to KTFreetel Co., Ltd., which later merged with KT. U.S. Patent No. 7,565,167, is attached hereto as Exhibit B2. The amendments to the claims during reissuance were cosmetic and did not change the substance of the original claims.

43. The main inventor of the '415 Patent is Hee-Nam Son.

44. The '415 Patent describes a backhaul system that provides hybrid fixed line and IP network connectivity through TDM (Time Division Multiplex) circuit emulation using a "base station controller matching unit" ("BSCMU") and a base station transceiver matching unit ("BSTMU").

45. The conversion of legacy networks to 4G LTE networks required the replacement of copper backhaul lines used in TDM-based and CDMA-based networks with fiber optic lines used in IP-based networks, including both in the core network and in the backhaul. Converting everything at once was time-consuming and expensive. However, copper line TDM-based backhaul systems could not interoperate with fiber optic IP-based systems. The '415 Patent addresses this problem and provides a low-cost fix for the transition from legacy networks to all-IP networks.

46. The '415 Patent provides systems and methods that enable legacy backhaul in TDM-based backhaul to interoperate with newer IP-based network architectures. For example, TDM is used to deliver the majority of phone calls over traditional copper lines, whereas most cellular calls are IP-based VoIP or VoLTE calls. The '415 Patent allows intercommunication between TDM and IP telephony as one example. In practice, the technology has become critical to connecting legacy TDM-based backhaul with IP-based 3G and 4G LTE (and soon-to-be 5G

and 6G) networks, given the slow industry migration to an all-IP mobile backhaul. This practical reality requires network operators and service providers to supply multi-protocol networks that can carry hybrid IP and TDM traffic.

47. The backhaul comprises equipment for routing signals to and from the core network. In the case of legacy backhaul used with an IP core network, the signals used by the core network must be packetized. Alcatel-Lucent (Nokia) provides such backhaul equipment for mobile communications systems and for allowing legacy TDM-backhaul in both TDM-based and CDMA-based networks to interoperate with IP core networks. Mobile communication service providers, including Verizon, implement such Alcatel-Lucent backhaul equipment in their networks.¹⁷

48. The Accused Instrumentalities that infringe at least claim 1 of the '415 Patent include systems, networks, and components and services thereto used and controlled by Defendants that enable its legacy TDM-based backhaul to interoperate with its newer IP-based network architectures.

49. On information and belief, Defendant's 5G network, in relevant part, operates and/or uses the same components in the same way as its legacy TDM and CDMA-based networks and thus also infringes the '415 Patent.

VERIZON ADOPTS THE BACKHAUL PATENT TECHNOLOGY

50. Defendants provide a wireless network and system comprising legacy TDMbased backhaul, newer IP-based network architectures, and a hybrid fixed line backhaul comprising equipment for routing packets to and from the core network that enables intercommunication between the TDM-based backhaul and the newer IP-based network

¹⁷ <u>https://www.commsupdate.com/articles/2007/03/27/verizon-selects-alcatel-lucent</u>

architectures.

51. On March 27, 2007, Verizon awarded a \$6 Billion network expansion contract to its primary infrastructure supplier, Alcatel-Lucent, to upgrade its entire national network to an IP-based platform.¹⁸ On information and belief, this includes the purchase and deployment of backhaul infrastructure solutions including routers; for example, Alcatel-Lucent backhaul infrastructure solution comprising a 7705 Service Aggregation router and the 7710/7750 Service Router.

52. Verizon's current selection of smartphones and plans are all compatible for use with both its legacy TDM based networks and/or CDMA-based networks and newer IP-based network architectures (e.g., 4G LTE and 5G networks). Access to Verizon's networks is included in the monthly service plan.

THE PRIVATE NETWORK SERVICE ("PNS") PATENT

53. The '576 Patent, entitled "Providing Services According to Subscription Status of User Equipment," issued on March 14, 2017, to KT. A true and correct copy of the '576 Patent is attached hereto as Exhibit C.

54. The named inventor of the '576 Patent is Kwang-Jun Ha.

55. A "femtocell" is a device that acts as a mini cellular base station that extends the area of coverage of a cellular network. The '576 Patent is directed to a femtocell base station architecture that provides hybrid access control for mobile devices connecting to a base station, by differentiating between devices that are authorized to use certain network resources and devices that are not. This technology enables femtocell base stations to serve a variety of users, while prioritizing or offering additional services to users who have, *e.g.*, special privileges or

¹⁸ *Id*.

subscription levels. In particular, the '576 Patent provides systems and methods for allocating different IP addresses for different networks to user equipment depending on subscription data.

56. The '576 Patent specifies the use of a Closed Subscriber Group, or CSG, which may be provisioned to identify subscribers of a particular network or network operator and their associated network permissions. The CSG contains a list of subscribers having permission to access certain network resources that would otherwise be off limits to non-CSG users. The system uses the CSG to differentiate between users—when a device connects to a base station, the system determines whether the device is associated with a subscriber on a CSG or not. Thus, for example, if a user is determined to be on the CSG, the system may allocate a private IP address for the device to access an enterprise network, such as corporate intranet. On the other hand, if the user is not determined to be on the CSG, the system may allocate a different, public IP address for the device to access a public network, such as the public internet. Additionally, and for example, CSG members may be provided with full access to the network while non-CSG members would only be provided limited access to the network; such as for example, only access to make 911 calls.

57. On information and belief, the Accused Instrumentalities that infringe at least claim 1 of the '576 Patent include systems, networks, and components and services thereto used and controlled by Defendants including but not limited to Verizon's LTE Network Extender¹⁹ and/or Cisco LTE 2.0 NIM²⁰ and any other hardware, software, or services, including but not limited to subscriptions to Defendants' LTE and 5G networks that are provisioned to provide

¹⁹ <u>https://www.verizon.com/products/verizon-lte-network-extender/</u>

²⁰ <u>https://www.cisco.com/c/en/us/products/collateral/routers/4000-series-integrated-services-routers-isr/datasheet-C78-734341.html</u>

service from the LTE Network Extender (or any other femtocell product) to CSG list members and non-members while giving CSG list members full access to the network while non-list members are only granted limited access to network resources; such as for example, only access to make 911 calls and/or private network services for enterprise.

VERIZON ADOPTS THE PNS PATENT TECHNOLOGY

58. The largest mobile network operators in the U.S. offer or have offered femtocell products. Defendants, for example, offer the Verizon LTE Network Extender for use with its LTE network.²¹ The Verizon LTE Network Extender operates in Hybrid Mode, where members on the CSG list have priority, but where list and non-list members can attach to the Extender. Additionally, as another example, Verizon's LTE Network Extender provides full access to network resources for CSG members while non-members are only granted limited access to network resources; such as for example, only access to make 911 calls.

59. Verizon launched the LTE Network Extender around March 2015.²² Verizon network extenders for consumer and enterprise are used with its monthly service plans, including those providing 5G network access.

60. Additionally, Verizon also offers private network services to its enterprise subscribers in addition to femtocell products including Cisco LTE 2.0 NIM.²³ On information and belief, Verizon's private network services provide different levels of service according to a

²¹ <u>https://www.verizon.com/products/verizon-lte-network-extender/</u>

²²

https://scache.vzw.com/content/dam/support/pdf/4GLTE_Network_Extender_Enterprise_User_ Guide.pdf

²³ <u>https://www.cisco.com/c/en/us/products/collateral/routers/4000-series-integrated-services-routers-isr/datasheet-C78-734341.html</u>

subscription status of the user equipment.

THE ACCUSED INSTRUMENTALITIES

61. The Accused Instrumentalities include systems, networks, components, and services thereto used and controlled by Defendants for implementing (1) an LTE wireless network (and 5G networks using the same technology) that includes a system for generating a downlink frame in a wireless communication system which allows for mobile devices to synchronize time and frequency within a particular cell from Defendant's LTE network, and mobile devices including hardware and software to search for cell identification information from the downlink signal; (2) legacy TDM-based backhaul, newer IP-based network architectures, and a hybrid fixed line backhaul comprising equipment for routing packets to and from the core network which enables intercommunication between the TDM-based backhaul and the newer IP-based network architectures; and (3) private network services, Verizon femtocells, and monthly service plans providing access to Defendants' LTE and 5G networks that are provisioned to provide members of CSG list to have selective network access relative to non-list members who nevertheless may still receive service from the femtocell.

COUNT 1

62. Each Defendant infringes at least claims 1 and 7 of the '279 Patent.

63. Each Defendant has committed and continues to commit acts of direct infringement by making, using, selling, offering to sell, and/or importing Accused Instrumentalities, including but not limited to instrumentalities comprising a wireless network and system, LTE network, 5G network, user mobile devices, and internet service provisioning.

64. Exhibit D details the manner in which the Accused Instrumentalities infringe the '279 Patent by way of a representative example that charts 3GPP TS 36.211 version 8.9.0 Release 8 (dated December 16, 2009) to claims 1 and 7 of the '279 Patent. On information and

Case 2:22-cv-00042-JRG-RSP Document 1 Filed 02/03/22 Page 19 of 27 PageID #: 19

belief, the manner of infringement by all Accused Instrumentalities is materially the same as this representation.

65. Defendants have actual notice of the '279 Patent and/or their infringing activities relating to the '279 Patent. For example, on February 1, 2022, Plaintiff provided Verizon with the '279 Patent and claim chart, and offered to license the '279 Patent. Nevertheless, Defendants have been aware of the '279 Patent since at least the filing date of this complaint, when they were put on notice of infringement.

66. Each Defendant has been and is indirectly infringing the '279 Patent by actively inducing the direct infringement by others of the '279 Patent, in the United States, the State of Texas, and this District.

67. Each Defendant has induced and continues to induce, through affirmative acts, customers and third parties, such as wireless subscribers and/or Internet service users, to directly infringe the '279 Patent under 35 U.S.C. § 271(b) by making, using, selling, offering for sale, and/or importing into the United States the Accused Instrumentalities.

68. Defendants infringe the '279 Patent by creation and control of systems utilized by end users, including Defendant's direct customers and users.

69. Each Defendant specifically intended and was aware that the ordinary and customary use of the Accused Instrumentalities would infringe the '279 Patent.

70. The affirmative acts of inducement by Defendants include, but are not limited to, any one or a combination of encouraging and/or facilitating third party infringement through the advertisement, marketing, and dissemination of the Accused Instrumentalities and their components, including via Defendants' wireless subscribers and/or internet service users; and creating and publishing promotional and marketing materials, supporting materials, product

manuals, and/or technical support and information relating to the Accused Instrumentalities, which describe, train, and instruct users on the implementation of the Accused Instrumentalities and their components, including but not limited to mobile devices and cellular networks.

71. Defendants knew that the induced conduct would constitute infringement, and intended said infringement at the time of committing the aforementioned acts, such that those acts and conduct have been and continue to be committed with the specific intent to induce infringement, or deliberately avoided learning of the infringing circumstances at the time these acts were committed, so as to be willfully blind to the infringement they induced.

72. Defendants took active steps to encourage end users to use and operate the Accused Instrumentalities, despite knowing of the '279 Patent in the United States, in a manner they knew directly infringes each element of at least claims 1 and 7 of the '279 Patent. Further, Defendants provided product manuals and other technical information that cause their subscribers, customers, and other third parties to use and to operate the Accused Instrumentalities for their ordinary and customary use, such that Defendants' customers and other third parties have directly infringed the '279 Patent, through the normal and customary use of the Accused Instrumentalities.

73. Therefore, each Defendant is liable for infringement of the '279 Patent and that infringement has been and continues to be willful in nature.

74. Plaintiff Howlink has incurred and will continue to incur substantial damages.

75. Plaintiff Howlink has been and continues to be irreparably harmed by each Defendant's infringement.

76. Therefore, Plaintiff Howlink is entitled to an injunction, actual and/or compensatory damages, reasonable royalties, pre- and post-judgment interest, enhanced

damages, attorney fees, and costs.

COUNT 2

77. Each Defendant infringes at least claim 1 of the '415 Patent.

78. Each Defendant has committed and continues to commit acts of direct infringement by making, using, selling, offering to sell, and/or importing Accused Instrumentalities, including but not limited to legacy TDM-based backhaul, newer IP-based network architectures, and a hybrid fixed line backhaul comprising equipment for routing packets to and from the core network which enables intercommunication between the TDMbased backhaul and the newer IP-based network architectures, user mobile devices, and internet service provisioning.

79. Exhibit E details the manner in which the Accused Instrumentalities infringe the '415 Patent by way of a representative example that charts Defendants' backhaul system. On information and belief, the manner of infringement by all Accused Instrumentalities is materially the same as this representation.

80. Defendants have actual notice of the '415 Patent and/or their infringing activities relating to the '415 Patent since at least the filing date of this complaint, when they were put on notice of infringement. Further, the application to U.S. Patent No. 7,565,167 (later reissued as the '415 Patent) was cited in the prosecution history of U.S. Patent No. 9,094,152, which issued on July 28, 2015, to related entities Verizon New York Inc. and Verizon Patent and Licensing Inc. Thus, Defendants had actual notice of U.S. Patent No. 7,565,167 and/or their infringing activities relating to the '415 Patent at least as early as August 12, 2014, when the examiner cited the application to U.S. Patent No. 7,565,167.

81. Additionally, Defendants have actual notice of the '415 Patent and/or their infringing activities relating to the '415 Patent. For example, on February 1, 2022, Plaintiff

provided Verizon with the '415 Patent and claim chart, and offered to license the '415 Patent. Nevertheless, Defendants have been aware of the '415 Patent since at least the filing date of this complaint, when they were put on notice of infringement.

82. Each Defendant has been and is indirectly infringing the '415 Patent by actively inducing the direct infringement by others of the '415 Patent, in the United States, the State of Texas, and this District.

83. Each Defendant has induced and continues to induce, through affirmative acts, customers and third parties, such as wireless subscribers and/or Internet service users, to directly infringe the '415 Patent under 35 U.S.C. § 271(b) by making, using, selling, offering for sale, and/or importing into the United States the Accused Instrumentalities.

84. Defendants infringe the '415 Patent by creation and control of systems utilized by end users, including Defendant's direct customers and users.

85. Each Defendant specifically intended and was aware that the ordinary and customary use of the Accused Instrumentalities would infringe the '415 Patent.

86. The affirmative acts of inducement by Defendants include, but are not limited to, any one or a combination of encouraging and/or facilitating third party infringement through the advertisement, marketing, and dissemination of the Accused Instrumentalities and their components, including via Defendants' wireless subscribers and/or internet service users; and creating and publishing promotional and marketing materials, supporting materials, product manuals, and/or technical support and information relating to the Accused Instrumentalities, which describe, train, and instruct users on the implementation of the Accused Instrumentalities and their components, including but not limited to mobile devices and cellular networks.

87. Defendants knew that the induced conduct would constitute infringement, and

Case 2:22-cv-00042-JRG-RSP Document 1 Filed 02/03/22 Page 23 of 27 PageID #: 23

intended said infringement at the time of committing the aforementioned acts, such that those acts and conduct have been and continue to be committed with the specific intent to induce infringement, or deliberately avoided learning of the infringing circumstances at the time these acts were committed, so as to be willfully blind to the infringement they induced.

88. Defendants took active steps to encourage end users to use and operate the Accused Instrumentalities, despite knowing of the '415 Patent in the United States, in a manner they knew directly infringes each element of at least claim 1 of the '415 Patent. Further, Defendants provided product manuals and other technical information that cause their subscribers, customers, and other third parties to use and to operate the Accused Instrumentalities for their ordinary and customary use, such that Defendants' customers and other third parties have directly infringed the '415 Patent, through the normal and customary use of the Accused Instrumentalities.

89. Therefore, each Defendant is liable for infringement of the '415 Patent and that infringement has been and continues to be willful in nature.

90. Plaintiff Howlink has incurred and will continue to incur substantial damages.

91. Plaintiff Howlink has been and continues to be irreparably harmed by each Defendant's infringement.

92. Therefore, Plaintiff Howlink is entitled to an injunction, actual and/or compensatory damages, reasonable royalties, pre- and post-judgment interest, enhanced damages, attorney fees, and costs.

COUNT 3

93. Each Defendant infringes at least claim 1 of the '576 Patent.

94. Each Defendant has committed and continues to commit acts of direct infringement by making, using, selling, offering to sell, and/or importing Accused

Instrumentalities, including but not limited to subscription access to Defendants' LTE and 5G networks, and femtocells that are provisioned to provide members and non-members of a CSG list with service from the femtocell while providing full access to members on the CSG list and limited access to non-members.

95. Exhibit F details the manner in which the Accused Instrumentalities infringe the '576 Patent by way of an exemplary device that maps to Defendants' private network services and femtocell products. On information and belief, the manner of infringement by all Accused Instrumentalities is materially the same as this representation.

96. Defendants have actual notice of the '576 Patent and/or their infringing activities relating to the '576 Patent. For example, on February 1, 2022, Plaintiff provided Verizon with the '576 Patent and claim chart, and offered to license the '576 Patent. Nevertheless, Defendants have been aware of the '576 Patent since at least the filing date of this complaint, when they were put on notice of infringement.

97. Each Defendant has been and is indirectly infringing the '576 Patent by actively inducing the direct infringement by others of the '576 Patent, in the United States, the State of Texas, and this District.

98. Each Defendant has induced and continues to induce through affirmative acts customers and third parties, such as wireless subscribers, to directly infringe the '576 Patent under 35 U.S.C. § 271(b) by making, using, selling, offering for sale, and/or importing into the United States the Accused Instrumentalities.

99. Defendants infringe the '576 Patent by creation and control of systems utilized by end users, including Defendant's direct customers and users.

100. Each Defendant specifically intended and was aware that the ordinary and

customary use of the Accused Instrumentalities would infringe the '576 Patent.

101. The affirmative acts of inducement by Defendants include, but are not limited to, any one or a combination of encouraging and/or facilitating third party infringement through the advertisement, marketing, and dissemination of the Accused Instrumentalities and their components, including via Defendants' wireless subscribers and/or internet service users; and creating and publishing promotional and marketing materials, supporting materials, product manuals, and/or technical support and information relating to the Accused Instrumentalities, which describe, train, and instruct users on the implementation of the Accused Instrumentalities and their components, including but not limited to mobile devices and cellular networks.

102. Defendants knew that the induced conduct would constitute infringement, and intended said infringement at the time of committing the aforementioned acts, such that those acts and conduct have been and continue to be committed with the specific intent to induce infringement, or deliberately avoided learning of the infringing circumstances at the time these acts were committed, so as to be willfully blind to the infringement they induced.

103. Defendants took active steps to encourage end users to use and operate the Accused Instrumentalities, despite knowing of the '576 Patent in the United States, in a manner they knew directly infringes each element of at least claim 1 of the '576 Patent. Further, Defendants provided product manuals and other technical information that cause their subscribers, customers, and other third parties to use and to operate the Accused Instrumentalities for their ordinary and customary use, such that Defendants' customers and other third parties have directly infringed the '576 Patent, through the normal and customary use of the Accused Instrumentalities.

104. Therefore, each Defendant is liable for infringement of the '576 Patent and that

infringement has been and continues to be willful in nature.

105. Plaintiff Howlink has incurred and will continue to incur substantial damages.

106. Plaintiff Howlink has been and continues to be irreparably harmed by each Defendant's infringement.

107. Therefore, Plaintiff Howlink is entitled to an injunction, actual and/or compensatory damages, reasonable royalties, pre- and post-judgment interest, enhanced damages, attorney fees, and costs.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff Howlink respectfully requests that this Court:

A. Enter judgment in favor of Plaintiff Howlink that the Patents-In-Suit are valid and enforceable;

B. Enter judgment in favor of Plaintiff Howlink that each Defendant has infringed and continues to infringe the Patents-In-Suit, and find that such infringement is willful;

C. Award Plaintiff Howlink all monetary relief available under the laws of the United States, including but not limited to 35 U.S.C. § 284;

D. Order each Defendant to pay ongoing royalties in an amount to be determined for any continued infringement after the date that judgment is entered;

E. Declare this case exceptional and award Plaintiff Howlink its reasonable attorney fees under 35 U.S.C. § 285;

F. Enjoin each Defendant, and its officers, subsidiaries, agents, servants, and employees, and all persons in active concert with any of the foregoing, from further infringement of the Patents-In-Suit; and

G. Grant Plaintiff Howlink all such other relief as the Court deems just and equitable.

Case 2:22-cv-00042-JRG-RSP Document 1 Filed 02/03/22 Page 27 of 27 PageID #: 27

DEMAND FOR JURY TRIAL

Plaintiff Howlink demands a jury trial on all issues so triable pursuant to Rule 38 of the

Federal Rules of Civil Procedure.

Date: February 3, 2022

Respectfully submitted,

/s/ S. Calvin Capshaw

S. Calvin Capshaw Texas Bar No. 03783900 CAPSHAW DeRIEUX, LLP 114 E. Commerce Ave. Gladewater, TX 75647 Telephone: (903) 845-5770 Email: ccapshaw@capshawlaw.com

Kate E. Cassidy (Lead Attorney) (Pro Hac Vice Forthcoming) NY Bar. No. 4380747 Prashanth Chennakesavan (Pro Hac Vice Forthcoming) Cal. Bar No. 284022 Dat Nguyen (Pro Hac Vice Forthcoming) Cal. Bar No. 280755 LTL ATTORNEYS LLP 300 S. Grand Ave., 14th Fl. Los Angeles, California 90071 Telephone: (213) 612-8900 Facsimile: (213) 612-3773 Email: kate.cassidy@ltlattorneys.com Email: prashanth.chennakesavan@ltlattorneys.com Email: dat.nguyen@ltlattorneys.com

Attorneys for Plaintiff Howlink Global LLC