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1 2 3 4 5 6 7 8 9 10 11	RUSS, AUGUST & KABAT Brett E. Cooper (pro hac vice forthcoming) bcooper@raklaw.com Marc A. Fenster (CA SBN 181067) mfenster@raklaw.com Seth Hasenour (pro hac vice forthcoming) shasenour@raklaw.com Drew B. Hollander (pro hac vice forthcoming) dhollander@raklaw.com Reza Mirzaie (CA SBN 246953) rmirzaie@raklaw.com 12424 Wilshire Boulevard, 12 th Floor Los Angeles, California 90025 Telephone: (310) 826-7474 Facsimile:(310) 826-6991 Attorneys for Plaintiff <i>Aire Technology Limited</i>			
12	UNITED STATES DISTRICT COURT			
13	CENTRAL DISTRICT OF CALIFORNIA			
14				
15	AIRE TECHNOLOGY LTD.,	Case No. 8:22-cv-01027		
16	Plaintiff,	COMPLAINT FOR PATENT INFRINGEMENT		
17	VS.	JURY TRIAL DEMANDED		
18	GARMIN INTERNATIONAL INC.,			
19	Defendant.			
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This is an action for patent infringement arising under the Patent Laws of the United States of America, 35 U.S.C. § 1 et seq., in which Plaintiff Aire Technology Limited ("Plaintiff" or "Aire") makes the following allegations against Defendant Garmin International, Inc. ("Defendant" or "Garmin"):

INTRODUCTION

1. This complaint arises from Garmin's unlawful infringement of the following United States patent owned by Plaintiff, which relates to improvements in Near Field Communication (NFC) and secure digital payment solutions: United States Patent No. 8,581,706 ("the '706 Patent") (the "Asserted Patent").

PARTIES

Plaintiff Aire Technology Limited is a limited liability company 2. organized and existing under the law of Ireland, with its principal place of business at The Hyde Building, Suite 23, The Park, Carrickmines, Dublin 18, Ireland. Aire is the sole owner by assignment of all rights, title, and interest in the Asserted Patent, including the right to recover damages for past, present, and future infringement.

3. On information and belief, Defendant Garmin International, Inc. is a corporation organized under the laws of the state of Kansas, with its principal place of business at 1200 East 151st Street, Olathe, Kansas 66062.

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JURISDICTION AND VENUE

This action arises under the patent laws of the United States, Title 35 of 20 4. the United States Code. This Court has original subject matter jurisdiction pursuant 22 to 28 U.S.C. §§ 1331 and 1338(a).

23 This Court has personal jurisdiction over Defendant in this action 5. because Defendant has committed acts within this District giving rise to this action 24 and has established minimum contacts with this forum such that the exercise of 25 26 jurisdiction over Defendant would not offend traditional notions of fair play and substantial justice. Defendant, directly and through subsidiaries or intermediaries, 27 28 has committed and continues to commit acts of infringement in this District by,

6. Venue is proper in this District under 28 U.S.C. §§ 1391 and 1400(b). Garmin is registered to do business in California. Additionally, upon information and belief, Defendant has transacted business in this District and has committed acts of direct and indirect infringement in this District by, among other things, making, using, offering to sell, selling, and importing products that infringe the Asserted Patent. Garmin has a regular and established place of business in this District, including at 135 S State College Boulevard #110, Brea, CA 92821.

<u>COUNT I</u>

INFRINGEMENT OF U.S. PATENT NO. 8,581,706

7. Plaintiff realleges and incorporates by reference the foregoing paragraphs as if fully set forth herein.

8. On November 12, 2013, the United States Patent and Trademark Office issued U.S. Patent No. 8,581,706 ("the '706 Patent"), entitled "Data storage medium and method for contactless communication between the data storage medium and a reader," after full and fair examination. Plaintiff is the assignee of all rights, title, and interest in and to the '706 Patent and possesses all rights of recovery under the '706 Patent, including the right to recover damages for past, present, and future infringement. The '706 Patent is valid and enforceable. A true and correct copy of the '706 Patent is attached hereto as Exhibit 1.

9. On information and belief, Garmin makes, uses, offers for sale, sells,
 and/or imports certain products, including without limitation the Garmin-branded
 Forerunner 945, Forerunner 745, Forerunner 645, Forerunner 645 Music, Fenix 7
 series, Garmin Fenix 7S series, Garmin Fenix 7X series, Fenix 6, Fenix 6 Pro series,
 Fenix 6S, Fenix 6S Pro series, Fenix 6X, Fenix 6X Pro series, Fenix 5 Plus, Fenix
 S Plus, Fenix 5X Plus, Vivoactive 3 Music, Vivoactive 3, Vivoactive 4, Vivoactive
 Vivomove Style, Vivomove Luxe, Venu, Venu Sq, Venu 2, Venu 2 Plus, Venu

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2S, Instinct 2 Solar models, Instinct 2 Solar Specialty models, D2 Delta S, D2 Delta, D2 Delta PX, Marq Driver, Marq Aviator, Marq Captain, Marq Expedition, Marq Athlete, Marq Commander, Marq Adventurer, Marq Golfer, Legacy Saga and Legacy Hero series, Approach S62, Descent Mk2, Descent Mk2i, Descent Mk2s, D2 Delta, D2 Delta S, D2 Delta PX, Quatix 6, Quatix 6X, Tactix Delta series, Enduro, and Captain Marvel, Darth Vader, First Avenger, and Rey wearables supporting Garmin Pay ("Accused Products"), that directly infringe, literally and/or under the doctrine of equivalents, one or more claims of the '706 Patent. Identification of the accused products will be provided in Plaintiff's infringement contentions pursuant to the Court's scheduling order.

10. The Accused Products satisfy all of the claim limitations of one or more claims of the '706 Patent, including but not limited to claim 11.

11. Claim 11 of the '706 Patent recites a "contactlessly communicating portable data carrier." To the extent the preamble is limiting, the Accused Products each include a portable data carrier that is capable of contactless communication through the use of Near Field Communication (NFC) technology. For example, Garmin advertises that the Accused Products, such as the exemplary Venu Sq, support NFC:

GARMIN PAY™ Breeze through checkout lines and select transit systems with Garmin Pay contactless payment solution⁴ through participating providers. See https://www.garmin.com/en-US/p/643260#overview.

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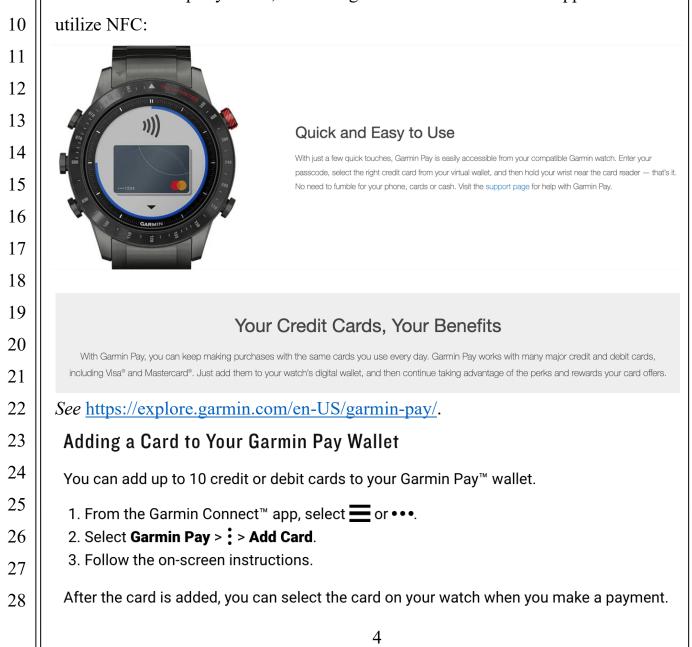
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Venu[®] Sq wireless frequency

See <u>https://www8.garmin.com/manuals/webhelp/GUID-1C3C7630-B695-44C3-</u> <u>AF56-949C1D4889FB/EN-US/GUID-AB6123D1-8289-47F4-BC45-</u> 11702838082B.html.

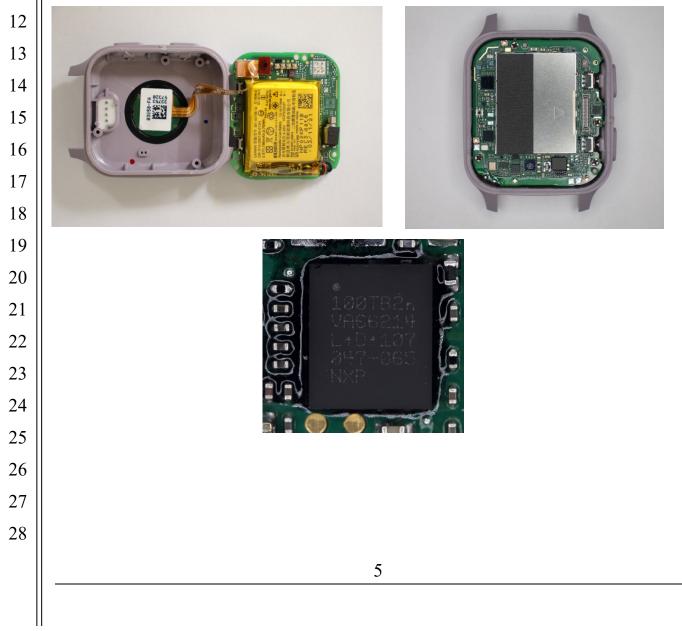
12. Claim 11 of the '706 Patent recites that the portable data carrier comprises "at least two applications stored thereon." The Accused Products are configured to store at least two applications. For example, the Accused Products, such as the exemplary Venu, are configured to store at least two applications that utilize NFC:



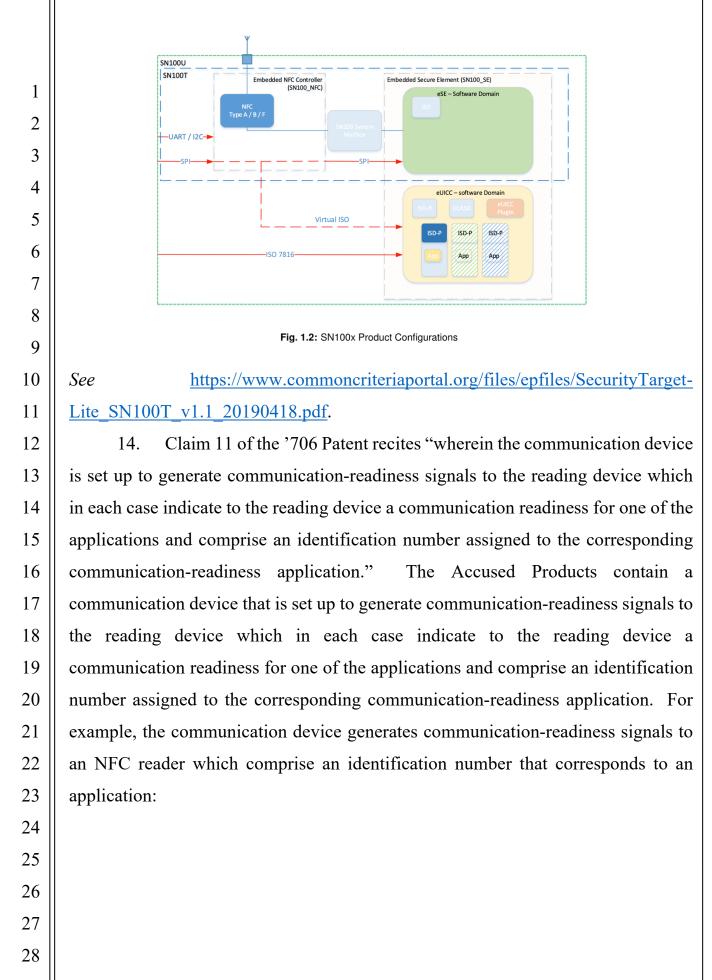
See <u>https://www8.garmin.com/manuals/webhelp/GUID-1C3C7630-B695-44C3-</u> AF56-949C1D4889FB/EN-US/GUID-E330B2F3-4E25-4589-8A47-

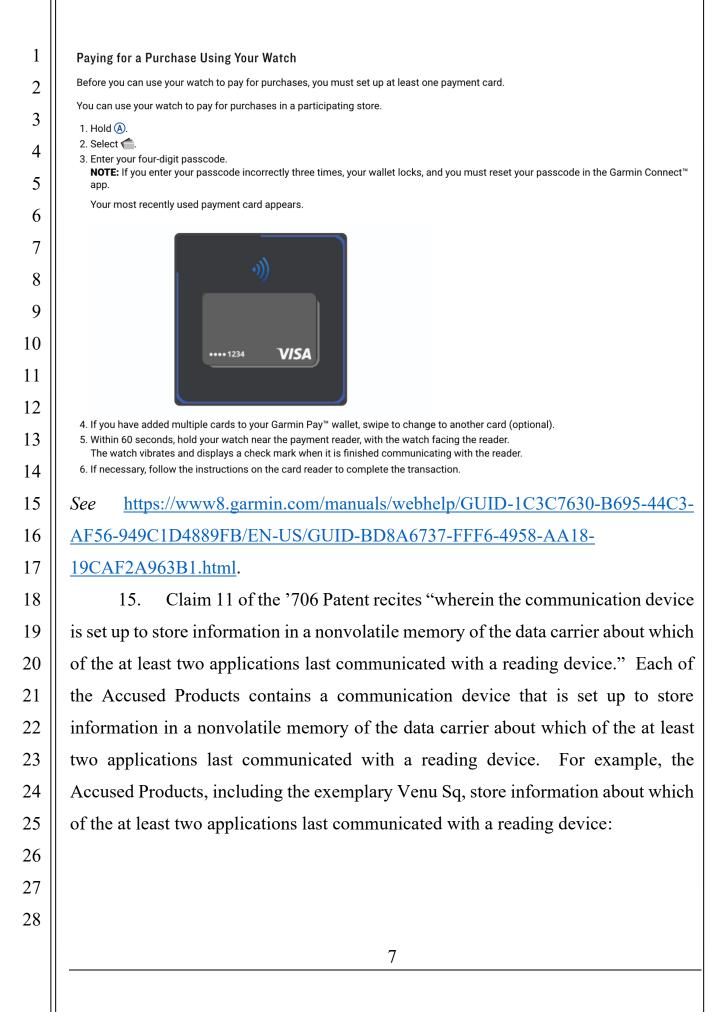
<u>9695FC4A35A3.html</u>.

13. Claim 11 of the '706 Patent recites that the portable data carrier comprises "a communication device configured to control communication between a reading device and the at least two applications." The Accused Products contain a communication device configured to control communication between a reading device and at least two applications. For example, the Accused Products utilize an NFC antenna, NFC chip, and related hardware and software to control communication with a reading device and at least two applications, as shown in the exemplary Venu SQ:



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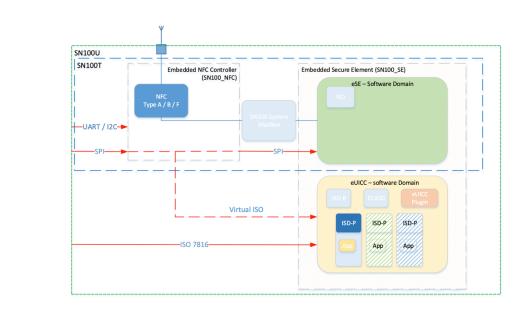


Fig. 1.2: SN100x Product Configurations

1.3.1.1 Micro Controller

The SN100 is a secure element from NXP based on ARM architecture. The Micro Controller includes a co-processor for symmetric cipher, supporting AES and DES operations, and a co-processor for asymmetric algorithms. It contains volatile (RAM) memory and non-volatile Flash memory. The product design is based on smart card technology and is interchangeably referred to as a secure element or smart card product.

https://www.commoncriteriaportal.org/files/epfiles/SecurityTarget-

Lite_SN100T_v1.1_20190418.pdf.

17 16. Garmin also knowingly and intentionally induces infringement of one or more claims of the '706 Patent in violation of 35 U.S.C. § 271(b). As of at least 18 19 the filing and service of this complaint, Garmin has knowledge of the '706 Patent 20and the infringing nature of the Accused Products. Despite this knowledge of 21 the '706 Patent, Garmin continues to actively encourage and instruct its customers 22 and end users (for example, through user manuals and online instruction materials on its website, and other online publications cited above) to use the Accused 23 24 Products in ways that directly infringe the '706 Patent, for example by utilizing the 25 NFC functionality on the Accused Products and/or mobile payment applications, 26 such as Garmin Pay, in an infringing manner. For example, Garmin provides users 27 with instructions on how to add multiple payment cards to the Garmin Pay App to 28 the exemplary Venu Sq and how to complete a transaction using Garmin Pay. See

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1 https://www8.garmin.com/manuals/webhelp/GUID-1C3C7630-B695-44C3-AF56-2 949C1D4889FB/EN-US/GUID-6A02E808-A5DA-47AE-B69Ehttps://www8.garmin.com/manuals/webhelp/GUID-3 6E4D90C334A6.html; 1C3C7630-B695-44C3-AF56-949C1D4889FB/EN-US/GUID-BD8A6737-FFF6-4 4958-AA18-19CAF2A963B1.html. Garmin does so knowing and intending (or with 5 6 willful blindness to the fact) that its customers and end users will commit these 7 infringing acts. Garmin also continues to make, use, offer for sale, sell, and/or 8 import the Accused Products, despite its knowledge of the '706 Patent, thereby 9 specifically intending for and inducing its customers to infringe the '706 Patent through the customers' normal and customary use of the Accused Products. 10

17. Garmin has also infringed, and continues to infringe, one or more claims of the '706 Patent by selling, offering for sale, or importing into the United States, the Accused Products, knowing that the Accused Products constitute a material part of the inventions claimed in the '706 Patent, are especially made or adapted to infringe the '706 Patent, and are not staple articles or commodities of commerce suitable for non-infringing use. As of at least the filing and service of this complaint, Garmin has knowledge of the '706 Patent and the infringing nature of the Accused Products. Garmin has been, and currently is, contributorily infringing the '706 Patent in violation of 35 U.S.C. §§ 271(c) and/or (f).

18. By making, using, offering for sale, selling and/or importing into the
United States the Accused Products, Garmin has injured Plaintiff and is liable for
infringement of the '706 Patent pursuant to 35 U.S.C. § 271.

19. As a result of Garmin's direct infringement of the '706 Patent, Plaintiff
is entitled to monetary damages (past, present, and future) in an amount adequate to
compensate for Garmin's infringement, but in no event less than a reasonable royalty
for the use made of the invention by Garmin, together with interest and costs as fixed
by the Court.

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20. As a result of Garmin's indirect infringement (induced and contributory) of the '706 Patent, Plaintiff is entitled to monetary damages (present and future) in an amount adequate to compensate for Garmin's infringement, but in no event less than a reasonable royalty for the use made of the invention by Garmin, together with interest and costs as fixed by the Court. **PRAYER FOR RELIEF** WHEREFORE, Plaintiff respectfully requests that this Court enter: A judgment in favor of Plaintiff that Garmin has infringed, either a. literally and/or under the doctrine of equivalents, the '706 Patent; A judgment and order requiring Garmin to pay Plaintiff its damages b. (past, present, and future), costs, expenses, and pre-judgment and post-judgment

A judgment and order requiring Garmin to pay Plaintiff compulsory c. ongoing licensing fees, as determined by the Court in equity.

interest for Garmin's infringement of the '706 Patent;

A judgment and order requiring Garmin to provide an accounting and d. to pay supplemental damages to Plaintiff, including without limitation, pre-judgment and post-judgment interest and compensation for infringing products released after the filing of this case that are not colorably different from the accused products;

A judgment and order finding that this is an exceptional case within the 19 e. meaning of 35 U.S.C. § 285 and awarding to Plaintiff its reasonable attorneys' fees 20 against Garmin; and

22 f. Any and all other relief as the Court may deem appropriate and just under the circumstances. 23

DEMAND FOR JURY TRIAL

Plaintiff, under Rule 38 of the Federal Rules of Civil Procedure, requests a 25 26 trial by jury of any issues so triable by right.

1	DATED: May 20, 2022	Respectfully submitted,
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5		<u>mfenster@raklaw.com</u> Seth Hasenour (<i>pro hac vice forthcoming</i>) <u>shasenour@raklaw.com</u> Drew B. Hollander (<i>pro hac vice</i>
6		Drew B. Hollander (pro hac vice
7		forthcoming) <u>dhollander@raklaw.com</u> Reza Mirzaie (CA SBN 246953)
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