1 2 UNITED STATES DISTRICT COURT 3 FOR THE WESTERN DISTRICT OF WASHINGTON AT TACOMA 4 5 6 WATERS INDUSTRIES, INC., 7 CASE NO. 3:23-CV-5672 Plaintiff, 8 **COMPLAINT FOR** 9 PATENT INFRINGEMENT v. 10 EZ HOME INC, 11 **JURY TRIAL DEMANDED** Defendant. 12 13 COMPLAINT FOR PATENT INFRINGEMENT 14 Plaintiff Waters Industries, Inc. ("Waters Industries") complains against Defendant 15 EZ HOME Inc ("Defendant") as follows: 16 **NATURE OF ACTION** 17 18 This is an action for patent infringement of United States Patent Nos. 1. 19 8,550,651 and 9,585,431 (collectively, the "Patents in Suit") under the Patent Laws of the 20 United States, 35 U.S.C. § 1 et seq. 21 22 23 24 25 26 MANN LAW GROUP PLLC 27 **COMPLAINT** 403 Madison Ave. N. Ste. 240 23-cv-5672 - 1 Bainbridge Island, WA 98110

Phone: 206-436-0900

## **THE PARTIES**

- 2. Waters Industries is a corporation incorporated under the laws of the State of Illinois with its principal place of business at 213 West Main Street, West Dundee, Illinois 60118. Waters Industries' wholly-owned Panther Vision division designs and sells a variety of hands-free LED task lighting products for consumers and businesses, including lighted hats.
- 3. Upon information and belief, Defendant is a corporation incorporated under the laws of the Washington with its principal place of business at 26801 NE 9th St. Unit 56, Camas, WA 98607. Defendant's registered agent in Washington is Eduardo Lopez, 26801 NE 9th St. Unit 56, Camas, WA 98607.
- 4. Upon information and belief, Defendant, by itself, and/or through one or more entities owned, controlled or otherwise affiliated with Defendant, conducts business in Washington and in this District.

## **JURISDICTION AND VENUE**

- 5. This is an action for patent infringement arising under the Patent Laws of the United States, 35 U.S.C. § 1 *et seq*. This Court has subject matter jurisdiction over this action pursuant to 28 U.S.C. §§ 1331 and 1338(a).
- 6. Defendant is subject to this Court's specific and general personal jurisdiction because: (i) Defendant is incorporated and has its principal place of business, and/or otherwise resides in this District, (ii) Defendant regularly conducts and solicits business in this District and throughout the State of Washington and has engaged in other persistent courses of conduct and has derived financial benefit from residents of the State of Washington and in this District, including benefits directly related to the instant patent infringement causes of action set forth herein, and (iii) Defendant, either alone or in

conjunction with others, has committed acts of infringement within the State of Washington and in this District.

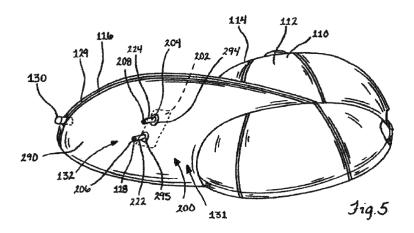
7. Venue is proper in this District under 28 U.S.C. § 1400(b) at least because Defendant resides in this District. Defendant has a principal place of business in this District and has committed acts of infringement within the District. Further, Defendant is incorporated in the State of Washington.

## **THE PATENTS-IN-SUIT**

8. On October 8, 2013, U.S. Patent No. 8,550,651 ("the '651 patent"), entitled "LIGHTED HAT," was duly and legally issued to Michael Waters. The '651 patent issued from U.S. Patent Application Serial Number 12/714,403 filed on February 26, 2010, and discloses and relates to hands-free lighting devices including light holders for being mounted to headgear. The light holders have a base and a light holding bezel that extends downward and at an angle away from the base. The bezel is configured to hold the light source such that it projects light at an angle downward and away from the base.

- 9. Waters Industries currently owns all right, title and interest in and to the '651 patent. A copy of the '651 patent is appended as Exhibit A.
- 10. On March 7, 2017, U.S. Patent No. 9,585,431 ("the '431 patent"), entitled "LIGHTED HAT," was duly and legally issued to Michael Waters. The '431 patent issued from U.S Patent Application Serial Number 14/047,914 filed on October 7, 2013, which is a continuation of the application that issued as the '651 patent. The '431 patent also relates to hands-free lighting devices such as lighted hats. The hands-free lighting devices of the '431 patent include light holders for holding a light source, for example on the underside of the brim of a hat, at a predetermined orientation to project light downward from the brim of the hat.

- 11. Waters Industries currently owns all right, title and interest in and to the '431 patent. A copy of the '431 patent is appended as Exhibit B.
- 12. Figure 5 of the Patents in Suit, shown below, illustrates a hands-free lighting device in the form of a hat according to a preferred embodiment of the patents. In the embodiment shown, the hat 110 includes a light holder 200 for mounting LED lights 206 and 208 to the underside of the brim 116 of the hat. The LED lights are oriented to project light downward and at a transverse angle from the brim of the hat thereby providing illumination to an area located closely to the hat and advantageously allowing a wearer to illuminate areas at close working or reading distances.



## **DEFENDANT'S INFRINGING PRODUCTS**

13. Defendant makes, uses, sells, offers for sale and/or imports into the United States baseball style hats having a pair of LED lights affixed to a light holder at a downward inclination to the fore-and-aft axis of a mounting base portion of the light holder so as to project light at a downwardly inclined angle away from the mounting base portion, which is affixed to the underside of the brim of the hat. Defendant markets, sells and/or offers for sale several versions of its lighted hats, which include, for example, the "The Contractor Hat," "The Contractor Hat 2.0," "Flat Bill Contractor Hat 2.0," "The Contractor Hat 3.0," "4.0 Black

Baseball Cap," "4.0 Camo Green Baseball Cap," "4.0 Navy Blue Mesh Trucker Cap," "4.0 Camo Green Mesh," "4.0 Black Trucker Mesh," "Coyote Desert 4.0 Hat," "Limited Edition 'Good Boy' 4.0 Hat," "Limited Goat Embroidery Design," and "Trucker Mesh." Defendant promotes, distributes and sells its lighted hats to consumers through online marketplaces such as Amazon, TikTok, Instagram, and Facebook. Exhibit C contains screen captures showing Defendant's lighted hats being offered for sale by Defendant on Amazon. Exhibit D contains screen captures showing Defendant's lighted hats being offered for sale by Defendant on Defendant's Facebook page. Exhibit E contains screen captures of Defendant's lighted hats being offered for sale by Defendant on Instagram. Exhibit F contains screen captures of Defendant's lighted hats being offered for sale by Defendant on TikTok. On information and belief, Defendant also maintains and operates a website located at https://www.thecontractorhat.com, through which Defendant advertises, promotes, offers for sale, and sells its lighted hats. Customers in Washington and in this District can purchase Defendant's lighted hats though these websites. Exhibit G is a screen capture of Defendant's website where it sells its lighted hats.

- 14. Upon information and belief, all of Defendant's lighted hats that include LED lights mounted to a light holder at a downward inclination to the fore-and-aft axis of a mounting base portion of the light holder so as to project light at a downwardly inclined angle away from the mounting base portion, which is affixed to the underside of the brim of the hat, infringe the Patents in Suit ("Accused Products"). The Accused Products include but are not limited to Defendant's "The Contractor Hat," "The Contractor Hat 2.0," "Flat Bill Contractor Hat 2.0," "The Contractor Hat 3.0," "The Contractor Hat 4.0," "4.0 Navy Blue Baseball Cap," "4.0 Black Baseball Cap," "4.0 Camo Green Baseball Cap," "4.0 Navy Blue Mesh Trucker Cap," "4.0 Camo Green Mesh," "4.0 Black Trucker Mesh," "Coyote Desert 4.0 Hat," "Limited Edition 'Good Boy' 4.0 Hat," "Limited Goat Embroidery Design," "Trucker Mesh," and color and fabric variations thereof.
- 15. Defendant's Accused Products are designed to be worn on a user's head, and feature LED lights mounted to the underside of the hat brim. The LED lights are affixed to a light holder or light mount in a manner to project light in a downward direction away

from the underside of the hat brim. For example, The Contractor Hat shown below includes a light mount that includes a pair of LED lights mounted in a manner to project light in a downward direction away from the underside of the hat brim:





## EZ Home "The Home Hat" sold at Amazon.com<sup>1</sup>

The other Accused Products include substantially the same light holder securing LEDs at a downward angle of inclination to the mounting base portion of a light holder attached to the bottom surface of the brim portion of the hat. Plaintiff incorporates the above paragraphs herein by reference.

## FIRST CAUSE OF ACTION – INFRINGEMENT OF THE '651 PATENT

- 16. Plaintiff hereby repeats and re-alleges the allegations contained in paragraphs 1–15, as if fully set forth herein.
  - 17. The '651 patent is presumed valid under 35 U.S.C. § 282.

 $<sup>1\</sup> https://www.amazon.com/Contractor-hat-EZ-Home-Green/dp/B0BHJPPBZM/?\\ \_encoding=UTF8\&pd\_rd\_w=g03bd\&content-id=amzn1.sym.5f7e0a27-49c0-47d3-80b2-fd9271d863ca%3Aamzn1.symc.e5c80209-769f-4ade-a325-2eaec14b8e0e&pf\_rd\_p=5f7e0a27-49c0-47d3-80b2-$ 

fd9271d863ca&pf\_rd\_r=HAJNZEN8ST3SR4Q46GP8&pd\_rd\_wg=G7l40&pd\_rd\_r=4e0f0322-bfb7-42a4-8462-6610ae0b8cb1&ref\_=pd\_gw\_ci\_mcx\_mr\_hp\_atf\_m&th=1 (last visited July 22, 2023)

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- 18. Defendant, by itself, and through its subsidiaries, affiliates, and/or agents, has been, and is, infringing the '651 patent by making, using, offering to sell, selling, and/or importing the Accused Products incorporating the inventions patented in the '651 patent within the United States and within this District, including the subject matter of at least claims 17, 22–23, 25 and 28–30. The Accused Products include, for example, The Contractor Hat products shown in the attached Exhibits C–G, which are representative of the infringing features of all of the Accused Products A claim chart attached as Exhibit H identifies specifically how the Accused Products infringe each asserted claim of the '651 patent, by reference to The Contractor Hat as a representative Accused Product incorporating the patented features of the asserted claims. Upon information and belief, all of Defendant's Accused Products infringe in the same manner as the representative The Contractor Hat.
- 19. Defendant's infringement of the '651 patent has injured Waters Industries, and Waters Industries is entitled to recover damages adequate to compensate for such infringement pursuant to 35 U.S.C. § 284.
- 20. On information and belief, Defendant acted egregiously and with willful misconduct in that its actions constituted direct infringement of a valid patent, and this was either known or so obvious that Defendant should have known about it. Defendant had actual notice of the '651 patent and of the infringement alleged herein at least as early as May 10, 2023, when Defendant received Waters Industries' letter identifying the '651 patent and exemplary infringing lighted hats, and by no later than the date it was served with this Complaint. Defendant continues to infringe the '651 patent by making, using, selling, offering for sale and importing into the United States the Accused Products, and it has acted at least in reckless disregard of Waters Industries' patent rights. On information and belief, Defendant will continue its infringement notwithstanding actual knowledge of the '651 patent and without a good faith basis to believe that its activities do not infringe any valid claim of the '651 patent. All infringement of the '651 patent following Defendant's knowledge of the '651 patent is willful, and Waters

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Industries is entitled to treble damages and attorneys' fees and costs incurred in this action under 35 U.S.C. §§ 284 and 285.

21. Defendant's infringement will continue to injure Waters Industries unless the Court enters an injunction prohibiting further infringement of the '651 patent.

## SECOND CAUSE OF ACTION – INFRINGEMENT OF THE '431 PATENT

- 22. Plaintiff hereby repeats and re-alleges the allegations contained in paragraphs 1–15, as if fully set forth herein.
  - 23. The '431 patent is presumed valid under 35 U.S.C. § 282.
- 24. Defendant, by itself, and through its subsidiaries, affiliates, and/or agents, has been, and is, infringing the '431 patent by making, using, offering to sell, selling, and/or importing the Accused Products incorporating the inventions patented in the '431 patent within the United States and within this District, including the subject matter of at least claims 1–3, 6–14, 19 and 22–25. The Accused Products include, for example, The Contractor Hat products shown in the attached Exhibits C–G, which are representative of the infringing features of all of the Accused Products. A claim chart attached as Exhibit I identifies specifically how the Accused Products infringe each asserted claim of the '431 patent by reference to The Contractor Hat as a representative Accused Product incorporating the patented features of the asserted claims. Upon information and belief, all of Defendant's Accused Products infringe in the same manner as the representative The Contractor Hat.
- 25. Defendant's infringement of the '431 patent has injured Waters Industries, and Waters Industries is entitled to recover damages adequate to compensate for such infringement pursuant to 35 U.S.C. § 284.
- 26. On information and belief, Defendant acted egregiously and with willful misconduct in that its actions constituted direct infringement of a valid patent, and this

was either known or so obvious that Defendant should have known about it. Defendant had actual notice of the '431 patent and of the infringement alleged herein at least as early as May 10, 2023, when Defendant received Waters Industries' letter identifying the '431 patent and exemplary infringing lighted hats, and by no later than the date it was served with this Complaint. Defendant continues to infringe the '431 patent by making, using, selling, offering for sale and importing into the United States the Accused Products and it has acted at least in reckless disregard of Waters Industries' patent rights. On information and belief, Defendant will continue its infringement notwithstanding actual knowledge of the '431 patent and without a good faith basis to believe that its activities do not infringe any valid claim of the '431 patent. All infringement of the '431 patent following Defendant's knowledge of the '431 patent is willful, and Waters Industries is entitled to treble damages and attorneys' fees and costs incurred in this action under 35 U.S.C. §§ 284 and 285.

#### **JURY DEMAND**

Waters Industries demands trial by jury of all issues triable of right by a jury.

## PRAYER FOR RELIEF

WHEREFORE, Waters Industries prays for:

- A. Judgment that the '651 patent and '431 patent are each valid, enforceable, and infringed by Defendant;
  - B. Judgment that Defendant's acts of patent infringement are willful;
- C. A permanent injunction enjoining Defendant, its officers, agents, servants, employees, subsidiaries and affiliated companies, and those persons acting in active concert or participation therewith, from engaging in the aforesaid unlawful acts of patent infringement;

- An award of damages arising out of Defendant's acts of patent D. infringement, together with pre-judgment and post-judgment interest;
- E. Judgment that the damages so adjudged against Defendant be trebled in accordance with 35 U.S.C. § 284;
- F. An award of Waters Industries' attorneys' fees, costs, and expenses incurred in this action in accordance with 35 U.S.C. § 285; and
- G. Such other and further relief as the Court may deem just and proper. DATED this 26<sup>th</sup> day of July, 2023.

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