	Case 2:23-cv-10596-GW-MRW Document 2	1 Filed 12/18/23 Page 1 of 9 Page ID #:1
1 2 3 4 5 6 7 8 9 10 11	JORDAN MATTHEWS (SBN 316301) jordan@wgcounsel.com WEINBERG GONSER LLP 10866 Wilshire Blvd., Suite 1650 Los Angeles, California 90024 Telephone: (424) 239-2867 Facsimile: (424) 238-3060 Attorneys for Plaintiff Israel Harry Zimmerman	S DISTRICT COURT
11	CENTRAL DISTRICT OF CALIFORNIA	
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13	ISRAEL HARRY ZIMMERMAN, an	Case No.: 2:23-cv-10596
15	Individual,	COMPLAINT FOR:
16	Plaintiff, vs.	1. Patent Infringement
17	¥3.	2. Patent Infringement
18	MIGHTY MUG, INC., a New Jersey	3. Patent Infringement
19	corporation; ALFAY DESIGNS, INC. a New York corporation; and	
20	DOES 1 through 10, inclusive,	DEMAND FOR JURY TRIAL
21	Defendants.	
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	COMPLAINT AND DEMAND FOR JURY TRIAL	

Plaintiff, ISRAEL HARRY ZIMMERMAN ("Plaintiff," "Zimmerman"), alleges as follows:

PARTIES

1. Plaintiff Israel Harry Zimmerman ("Zimmerman") is an individual who resides in the State of California at in Los Angeles, California 90024.

Defendant Alfay Designs, Inc. ("Alfay") is a New York corporation with an
 address of 4099 Ocean Avenue, Brooklyn, New York 11235. Alfay is owned or otherwise
 controlled by Al Smaldone ("Al") and/or Jayme Smaldone ("Jayme") (collectively, the
 "Smaldones"). In 2011, Alfay entered into the Patent License and Royalty Agreement,
 dated June 21, 2011 (the "Patent Royalty and License Agreement"), with JO-EL Wire
 Company, LLC, a California limited liability company owned by Plaintiff ("JO-EL").
 Plaintiff Zimmerman is not a party to the Patent License and Royalty Agreement.

3. Defendant Mighty Mug, Inc. ("Mighty Mug") is a New Jersey corporation
with an address of 665 Martin Street, Rahway, New Jersey 07065. Mighty Mug is owned
or otherwise controlled by the Smaldones and is otherwise controlled by or affiliated with
Defendant Alfay. Alfay sublicensed its license to produce products using the 169 Patent,
to Mighty Mug.

Plaintiff is not aware of the true names and capacities of all of the defendants, 18 4. whether individual, corporate, affiliate, or otherwise, sued herein under the fictitious 19 names DOES 1 through 10, inclusive, and therefore sues certain defendants by fictitious 20names. Each fictitiously named defendant is responsible in some manner for the violations 21 of the law, as alleged. Plaintiff will amend this Complaint to add the true names of the 22 fictitiously named defendants once they are discovered, as well as the manner in which 23 each fictitious defendant is responsible for the violations of law herein alleged, when these 24 facts are ascertained. 25

JURISDICTION AND VENUE

5. This is an action for patent infringement arising under the patent laws of the

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COMPLAINT AND DEMAND FOR JURY TRIAL

United States, 35 U.S.C. § 1 et seq., including §§ 271 and 281. This Court has original
 jurisdiction over this patent infringement action under 28 U.S.C. § 1338(a).

6. Venue is proper in this Court because Defendants Mighty Mug and Alfay Designs are each responsible for acts of infringement occurring in the Central District of California, as alleged in this Complaint, and have delivered or caused to be delivered infringing products or services in the Central District of California.

7 7. Plaintiff Zimmerman is the inventor of various highly coveted patents,
8 including United States Patent Nos. 8025169 (the "169 Patent"), 8028850 (the "850
9 Patent"), and 8757418 (the "418 Patent") (collectively, the "Infringed Patents").

8. Plaintiff has held the rights to each of the 169 Patent, the 850 Patent and the
 418 Patent, since their respective dates of issuance. Each of these patents concerns a
 certain "smart-grip" technology that has been used to manufacture and sell various
 products, including the "Mighty Mug." The Mighty Mug is sold by Mighty Mug, Inc.,
 which is owned or otherwise controlled by Alfay Designs, Inc. and/or the Smaldones,
 through the website <u>https://themightymug.com</u>, and is similarly sold via online
 marketplaces, including Amazon.

9. Alfay initially entered into the Patent License and Royalty Agreement with
 JO-EL on June 21, 2011, regarding Patent 169. Plaintiff Zimmerman was not a party to
 the Patent License and Royalty Agreement, which provided Alfay a four-year license to
 use the 169 Patent to "make 'Products'...and to sell Products in mass retail channels..."

10. The Patent License and Royalty Agreement described the patent technology
 as one, "allowing standard pick up but grips to a flat surface when hit in a lateral motion."
 The Patent License and Royalty Agreement also expressly acknowledged that the 169
 Patent was "owned solely by [Plaintiff] Harry Zimmerman"; and provided a royalty
 structure related to the "Alfay" brand and the "Farberware" brand of products.

11. The Patent License and Royalty Agreement also provided, "Alfay will share
monthly sales with and will inform JO-EL of projections and potential new business.

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Alfay will issue a monthly royalty check and JO-EL (and its representatives) will be allowed to come onsite at Alfay and see and audit all sales records and documents associated with the product."

12. The Patent License and Royalty Agreement initially pertained to the
licensing of the 169 Patent. Plaintiff licensed the 169 Patent to JO-EL, which sublicensed
the right to use the patent to Alfay. Along the way, the 850 Patent and the 418 Patent were
also added and licensed to Mighty Mug pursuant to the very same Patent Royalty and
License Agreement.

9 13. The Patent Royalty and License Agreement was amended by that certain
10 Amendment to Agreement, dated March of 2015, and further amended by that certain
11 Amendment to Agreement, dated December 19, 2017. The amendments were limited to
12 the extension of the life of the licenses under the Patent License and Royalty Agreement
13 through January 1, 2021.

14 14. Plaintiff Zimmerman further extended the license term to March 1, 2023, but
that was the last extension of the license term. Plaintiff Zimmerman issued a cease and
desist letter to Defendants Mighty Mug and Alfay on April 13, 2023, notifying them of
the expired license. The former license agreement (which is no longer in effect) called for
a 180-day "sell-off" period, which was honored by Plaintiff Zimmerman, and which
ended on September 5, 2023.

15. Plaintiff Zimmerman issued a notice to Amazon.com, Inc., addressing the
expired licenses that are no longer in effect, reporting patent infringement on at least two
items sold (ASINs B00P2AS69K and B07XPDKR), via complaint ID number
14035925261.

Plaintiff Zimmerman issued additional correspondence to Amazon.com,
Inc., confirming that that there is no "license" or "contract" in dispute, and otherwise
advised that Defendants are continually and willfully infringing on the Infringed Patents
by manufacturing products with "smart grip" technology, and offering, selling, and

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distributing these products through online platforms, including through Amazon.com.

CAUSES OF ACTION

First Cause of Action

(For Patent Infringement ("169 Patent") Against All Defendants)

Plaintiff incorporates by reference as if fully set forth here, the averments 17. contained in paragraphs 1 through 16 above. 6

7 18. On September 27, 2011, United States Patent No. 8025169, entitled "Self-Anchoring Beverage Container with Directional Release and Attachment Capability" 8 9 ("Exhibit A"), was duly and legally issued by the United States Patent and Trademark Office. 10

Plaintiff Zimmerman is the owner of the 169 Patent with full rights to pursue 11 19. recovery of royalties or damages for infringement of the 169 Patent, including full rights 12 to recover past and future damages. 13

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20. Each claim of the 169 Patent is valid and enforceable.

Defendants Mighty Mug and Alfay have infringed and are infringing on the 15 21. 169 Patent and, unless enjoined, will continue to do so, by using, offering and selling 16 products that exploit the 169 Patent. 17

Defendant Mighty Mug (which is owned and/or controlled by Defendant 18 22. Alfay and/or the Smaldones) makes, offers for sale, sells, and otherwise distributes, 19 throughout the United States (including in the State of California) and otherwise, various 20products, including the "Mighty Mug"¹ via its website,² as well as through Amazon³ and 21 other marketplaces. 22

¹ The Mighty Mug is also known as the "Untippable Mug." The Mighty Mug (in addition to related 24 products that are produced or otherwise created by Mighty Mug and Alfay) allow products to self-25 anchor with a directional release by using Plaintiff's "smart grip" patent and technology. The Mighty Mug is described on Amazon as "the only mug that [g]rips when [h]it, but [l]ifts for [s]ips." 26

² See https://themightymug.com/

- ³ https://www.amazon.com/Mighty-Mug-Stainless-Unspillable-27
 - Metallic/dp/B07XPBHDMG/ref=sr 1 1?gid=1702912423&sr=8-1&srs=8213937011&th=1
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23. The production, sale and distribution of the Mighty Mug entails using the 1 2 169 Patent.

Plaintiff Zimmerman has been damaged by Defendants' infringement of the 24. 169 Patent and will suffer irreparable damages until Defendants are each enjoined from continuing to infringe the 169 Patent. 5

Plaintiff Zimmerman demands trial by jury for all issues relating to this 6 25. claim. 7

On information and belief, Defendants' infringement has been willful and 8 26. 9 continues to be, since September 5, 2023, when the 180-day "sell-off" period in the Patent Royalty and License Agreement expired. 10

Second Cause of Action

(For Patent Infringement ("850 Patent") Against All Defendants)

Plaintiff incorporates by reference as if fully set forth here, the averments 13 27. contained in paragraphs 1 through 26 above. 14

On October 4, 2009, the 850 Patent, entitled, "Self-Anchoring Beverage 15 28. Container with Directional Release and Attachment Capability" ("Exhibit B"), was duly 16 and legally issued by the United States Patent and Trademark Office. 17

Plaintiff Zimmerman is the owner of the 850 Patent with full rights to pursue 18 29. recovery of royalties or damages for infringement of the 850 Patent, including full rights 19 20to recover past and future damages.

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30. Each claim of the 850 Patent is valid and enforceable.

Defendants Mighty Mug and Alfay have infringed and continue to infringe 22 31. on the 850 Patent and, unless enjoined, will continue to do so, by using, offering and 23 24 selling products that exploit the 850 Patent.

Defendant Mighty Mug (which is owned and/or controlled by Defendant 25 32. Alfay and/or the Smaldones) makes, offers for sale, sells, and otherwise distributes, 26 throughout the United States (including in the State of California) and otherwise, various 27

products, including the Mighty Mug via its website,⁴ as well as through Amazon⁵ and
 other marketplaces.

3 33. The production, sale and distribution of the Mighty Mug entails using the
4 850 Patent.

5 34. Defendants' have refused to permit Plaintiff to review their books and6 records.

7 35. Plaintiff Zimmerman has been damaged by Defendants' infringement of the
8 850 Patent and will suffer irreparable damages until Defendants are each enjoined from
9 continuing to infringe the 850 Patent.

36. On information and belief, Defendants' infringement has been willful and
continues to be, since September 5, 2023, when the 180-day "sell-off" period in the Patent
Royalty and License Agreement expired.

13 37. Plaintiff Zimmerman demands trial by jury for all issues relating to this14 claim.

Third Cause of Action

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(For Patent Infringement ("418 Patent") Against All Defendants)

38. Plaintiff incorporates by reference as if fully set forth here, the avermentscontained in paragraphs 1 through 37 above.

39. On June 24, 2014, the 418 Patent, entitled, "Self-Anchoring Low-Profile
Container with Directional Release and Attachment Capability," ("Exhibit C"), was duly
and legally issued by the United States Patent and Trademark Office.

40. Plaintiff Zimmerman is the owner of the 418 Patent with full rights to pursue
recovery of royalties or damages for infringement of the 418 Patent, including full rights
to recover past and future damages.

41. Each claim of the 418 Patent is valid and enforceable.

⁴ See *supra*, fn. 2.

 $^{28 \}quad ^{5} \text{ See } supra, \text{ fn. 3.}$

42. Defendants Mighty Mug and Alfay have infringed and continue to infringe on the 418 Patent and, unless enjoined, will continue to do so, by using, offering and selling products that exploit the 418 Patent.

43. Defendant Mighty Mug (which is owned and/or controlled by Defendant Alfay and/or the Smaldones) makes, offers for sale, sells, and otherwise distributes, throughout the United States (including in the State of California) and otherwise, various products, including the Mighty Mug via its website,⁶ as well as through Amazon⁷ and other marketplaces.

9 44. The production, sale and distribution of the Mighty Mug entails using the10 418 Patent.

45. Plaintiff Zimmerman has been damaged by Defendants' infringement of the
418 Patent and will suffer irreparable damages until Defendants are each enjoined from
continuing to infringe the 418 Patent.

46. On information and belief, Defendants' infringement has been willful and
continues to be, since September 5, 2023, when the 180-day "sell-off" period in the Patent
Royalty and License Agreement expired.

17 47. Plaintiff Zimmerman demands trial by jury for all issues relating to this18 claim.

PRAYER FOR RELIEF

20 WHEREFORE, Plaintiff respectfully requests the following relief against21 Defendant, and each of them:

AS TO ALL CAUSES OF ACTION

1. Enter judgment for Plaintiff Zimmerman that Defendants have willfully infringed, and are willfully infringing on or more of the Infringed Patents;

⁶ See *supra*, fn. 2.

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28 ⁷ See *supra*, fn. 3.

2. Issue a preliminary injunction enjoining Defendants (including their respective officers, directors, employees, agents, and all persons acting in concert with them) from infringing any of the Infringed Patents;

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3. Order that Defendants pay compensatory damages to Plaintiff Zimmerman for Defendants' infringement of the Infringed Patents, including but not limited to, damages for lost profits and in no event less than a reasonable royalty, together with interest and cost under 35 U.S.C. § 284, and believed to in the range of \$2,000,000 to \$3,000,000, subject to proof at trial;

9 4. Find this to be an exceptional case, award Plaintiff Zimmerman treble
10 damages due to Defendants' deliberate and willful conduct, and order Defendants to pay
11 Plaintiff Zimmerman's costs of suit and attorney's fees;

12 5. Order that Defendants account to Plaintiff and allow access to Defendants'13 books and records.

6. Award Plaintiff Zimmerman pre-judgment interest; and

7. For such other relief as the Court deems appropriate.

JURY DEMAND

Plaintiff hereby demands a trial by jury for all issues so triable.

DATED: December 18, 2023

WEINBERG GONSER LLP

By: <u>/s/ Jordan Matthews</u> JORDAN MATTHEWS (SBN 316301)

Attorney for Plaintiff Israel Harry Zimmerman.