IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS MARSHALL DIVISION

CHARLES C. FREENY III, BRYAN E. FREENY, and JAMES P. FREENY,	Case No. 2:16-CV-0669
Plaintiffs,	JURY TRIAL DEMANDED
v.	
CREATIVE TECHNOLOGY LTD. and CREATIVE LABS, INC.,	

Defendant.

COMPLAINT FOR PATENT INFRINGEMENT

Plaintiffs Charles C. Freeny III, Bryan E. Freeny, and James P. Freeny (collectively "Plaintiffs"), for their Complaint against Defendants Creative Technology Ltd. and Creative Labs, Inc., hereby allege as follows:

THE PARTIES

- 1. Plaintiff Charles C. Freeny III is an individual residing in Flower Mound, Texas.
- 2. Plaintiff Bryan E. Freeny is an individual residing in Ft. Worth, Texas.
- 3. Plaintiff James P. Freeny is an individual residing in Spring, Texas.
- 4. On information and belief, Defendant Creative Technology Ltd. is a corporation

duly organized and existing under the laws of Singapore, having its principal place of business at 31 International Business Park, #03-01 Creative Resource, Singapore 609921.

5. On information and belief, Defendant Creative Labs, Inc. is a wholly owned subsidiary of Creative Technology Ltd., and is a corporation duly organized and existing under the laws of the State of California, having its principal place of business at 1901 McCarthy Blvd., Milpitas, California 95035.

JURISDICTION AND VENUE

6. This is an action for patent infringement arising under the Patent Act, 35 U.S.C.
§§101 et seq. This Court has jurisdiction over Plaintiffs' federal law claims under 28 U.S.C.
§§1331 and 1338(a).

7. This Court has specific and/or general personal jurisdiction over Defendants Creative Technology Ltd. and Creative Labs, Inc. (collectively "Creative"), because they have committed acts giving rise to this action within this judicial district and/or have established minimum contacts within Texas and within this judicial district such that the exercise of jurisdiction over them would not offend traditional notions of fair play and substantial justice.

8. Venue is proper in this District pursuant to 28 U.S.C. §§1391(b)-(c) and 1400(b) because Creative has committed acts within this judicial district giving rise to this action, and continues to conduct business in this district, and/or has committed acts of patent infringement within this District giving rise to this action.

COUNT I

(INFRINGEMENT OF U.S. PATENT NO. 6,490,443)

9. Plaintiffs re-allege and incorporate by reference the allegations set forth in the Paragraphs above as if fully set forth herein.

10. On December 3, 2002, the United States Patent and Trademark Office duly and lawfully issued United States Patent Number 6,490,443 ("the '443 patent"), entitled "Communication and Proximity Authorization Systems." A true and correct copy of the '443 patent is attached hereto as **Exhibit A**.

11. The '443 patent describes, among other things, novel systems in which electronic devices can communicate wirelessly to provide and/or receive services from other electronic

devices when they are within proximity of each other. These communications can occur over multiple communication signals and with the use of authorization codes.

12. The named inventor of the '443 patent is Charles C. Freeny, Jr., who is now deceased.

13. Plaintiffs are the sons of Charles C. Freeny, Jr., and Plaintiffs are the owners and assignees of all right, title and interest in and to the '443 patent, including the right to assert all causes of action arising under said patent and the right to any remedies for infringement of it.

14. Plaintiffs have complied with the requirements of 35 U.S.C. § 287 with respect to the '443 patent.

15. Creative manufactures and sells portable wireless speakers, including the Creative Sound Blaster Roar, Roar 2, Roar Pro, X7, X7 Limited Edition, Sound BlasterAxx AXX 200, iRoar, T4 Wireless, T30 Wireless, T50 Wireless, and MUVO Mini.

16. On information and belief, the Creative Sound Blaster Roar, Roar 2, Roar Pro, X7, X7 Limited Edition, Sound BlasterAxx AXX 200, iRoar, T4 Wireless, T30 Wireless, T50 Wireless, and MUVO Mini are portable electronic devices that can communicate wirelessly over multiple communication signals with other devices such as smartphones and other mobile devices when they are within proximity to such devices, and with the use of authorization codes.

17. On information and belief, Creative has directly infringed and continues to directly infringe one or more claims of the '443 patent, including at least claim 90 of the '443 patent, in the State of Texas, in this judicial district, and elsewhere in the United States, by making, using, importing, offering for sale, and/or selling products that embody one or more of the inventions claimed in the '443 patent, including but not limited to the Creative Sound Blaster Roar, Roar 2, Roar Pro, X7, X7 Limited Edition, Sound BlasterAxx AXX 200, iRoar, T4

Wireless, T30 Wireless, T50 Wireless, MUVO Mini, and all reasonably similar products ("the accused Creative products"), in violation of 35 U.S.C. § 271(a).

18. On information and belief, Creative will continue to infringe the '443 patent unless enjoined by this Court.

19. Creative's acts of infringement have damaged Plaintiffs in an amount to be proven at trial, but in no event less than a reasonable royalty. Creative's infringement of Plaintiffs' rights under the '443 patent will continue to damage Plaintiffs, causing irreparable harm for which there is no adequate remedy at law, unless enjoined by this Court.

PRAYER FOR RELIEF

Wherefore, Plaintiffs respectfully request that this Court enter judgment against Creative as follows:

a. For judgment that Creative has infringed and continues to infringe the claims of the '443 patent;

b. For a permanent injunction against Creative and its respective officers, directors, agents, servants, affiliates, employees, divisions, branches, subsidiaries, parents, and all others acting in active concert therewith from infringement of the '443 patent;

c. For an accounting of all damages caused by Creative's acts of infringement;

d. For a judgment and order requiring Creative to pay Plaintiffs' damages, costs, expenses, and pre- and post-judgment interest for its infringement of the '443 patent as provided under 35 U.S.C. § 284;

e. For a judgment and order finding that this is an exceptional case within the meaning of 35 U.S.C. § 285 and awarding to Plaintiffs their reasonable attorneys' fees; and

f. For such other relief at law and in equity as the Court may deem just and proper.

DEMAND FOR A JURY TRIAL

Plaintiffs demand a trial by jury of all issues triable by a jury.

Dated: June 21, 2016

Respectfully submitted,

<u>/s/ Christopher D. Banys</u> Christopher D. Banys - *Lead Attorney*

BANYS, P.C. Christopher D. Banys Richard C. Lin Jennifer L. Gilbert 1032 Elwell Court, Suite 100 Palo Alto, CA 94303 Tel: (650) 308-8505 Fax: (650) 353-2202 cdb@banyspc.com rcl@banyspc.com

Local Counsel:

TRUELOVE LAW FIRM, PLLC Kurt Truelove Texas Bar No. 24013653 100 West Houston P.O. Box 1409 Marshall, Texas 75671 Telephone: (903) 938-8321 Facsimile: (903) 215-8510 Email: kurt@truelovelawfirm.com

ATTORNEYS FOR PLAINTIFFS CHARLES C. FREENY III, BRYAN E. FREENY, AND JAMES P. FREENY