

IN THE UNITED STATES DISTRICT COURT
FOR THE WESTERN DISTRICT OF TEXAS
AUSTIN DIVISION

CROSSROADS SYSTEMS, INC.,	§	
	§	
Plaintiff,	§	
	§	CIVIL ACTION NO. 1:12-CV-1090
v.	§	
	§	JURY DEMANDED
ADDONICS TECHNOLOGIES, INC.,	§	
	§	
Defendant.	§	

**PLAINTIFF CROSSROADS SYSTEMS, INC.'S
COMPLAINT FOR PATENT INFRINGEMENT**

THE PARTIES

1. Plaintiff Crossroads Systems, Inc. ("Crossroads") is a corporation incorporated under the laws of the State of Delaware and has its principal place of business at 11000 North MoPac Expressway, Austin, Texas 78759.

2. Upon information and belief, Defendant Addonics Technologies, Inc. ("Addonics") is a California corporation with a principal place of business of 1918 Junction Avenue, San Jose, CA 95131.

JURISDICTION AND VENUE

3. This action arises under the laws of the United States, more specifically under 35 U.S.C. § 100, *et seq.* Subject matter jurisdiction is proper in this Court pursuant to 28 U.S.C. §§ 1331 and 1338.

4. Personal jurisdiction and venue are proper in this district under 28 U.S.C. §§ 1391 and 1400. Upon information and belief, Defendant has established minimum contacts with this forum such that the exercise of jurisdiction over Defendant would not offend traditional notions of fair play and substantial justice.

5. Addonics is subject to this Court's specific and general personal jurisdiction pursuant to due process and/or the Texas Long Arm Statute, because, upon information and belief, Addonics has been doing business in Texas and this judicial district by distributing, marketing, selling and/or offering for sale its products, including, but not limited to, products that practice the subject matter claimed in the Patents-In-Suit, and/or regularly doing or soliciting business and/or engaging in other persistent courses of conduct in and/or directed to Texas and this judicial district including, at least by advertising and making available their infringing systems and/or methods through the Internet in such a way as to reach customers in this judicial district.

COUNT 1: INFRINGEMENT OF U.S. PATENT NO. 6,425,035

6. Crossroads incorporates by reference the allegations set forth in the preceding paragraphs.

7. On July 23, 2002, United States Patent No. 6,425,035 (the "'035 Patent") was duly and legally issued. A true and correct copy of the '035 Patent is attached hereto as Exhibit A. Crossroads is the assignee and the owner of all right, title, and interest in and to the '035 Patent. The '035 Patent is entitled to a presumption of validity.

8. Defendant Addonics has directly infringed the '035 Patent. On information and belief, Defendant continues to directly infringe the '035 Patent.

9. Specifically, Defendant has directly infringed the '035 Patent by making, using, offering for sale, selling and/or importing into the United States certain of its products including at least the following: Addonics ISC8P2G-S and ISC16P2G-S iSCSI Subsystems, Addonics iSCSI Rack, Addonics Storage Rack with ISC8P2G, Addonics SAN Tower (also referred to as

Addonics SAN Storage Tower), and Addonics SAN Tower II (also referred to as Addonics SAN Storage Tower II).

10. Further, Defendant has been and now is indirectly infringing by way of inducing infringement of the '035 Patent with knowledge of the '035 Patent by making, offering for sale, selling, importing into the United States, marketing, supporting, providing product instruction and/or advertising certain of its products, including the Addonics ISC8P2G-S and ISC16P2G-S iSCSI Subsystems, Addonics iSCSI Rack, Addonics Storage Rack with ISC8P2G, Addonics SAN Tower (also referred to as Addonics SAN Storage Tower), and Addonics SAN Tower II (also referred to as Addonics SAN Storage Tower II), and Defendant knew that its actions were inducing end users to infringe the '035 Patent.

11. Further, Defendant has been and now is indirectly infringing by way of contributing to the infringement by end users of the '035 Patent by selling, offering to sell and/or importing into the United States components, including the Addonics ISC8P2G-S and ISC16P2G-S iSCSI Subsystems, Addonics iSCSI Rack, Addonics Storage Rack with ISC8P2G, Addonics SAN Tower (also referred to as Addonics SAN Storage Tower), and Addonics SAN Tower II (also referred to as Addonics SAN Storage Tower II), knowing the components to be especially made or especially adapted for use in the infringement of the '035 Patent. Such components are not a staple article or commodity of commerce suitable for substantial non-infringing uses.

12. Defendant has been on constructive and/or actual notice of the '035 Patent since before this lawsuit and Defendant has not ceased its infringing activities. The infringement of the '035 Patent by Defendant has been and continues to be willful and deliberate.

13. Crossroads has been irreparably harmed by Defendant's acts of infringement of the '035 Patent, and will continue to be harmed unless and until Defendant's acts of infringement are enjoined and restrained by order of this Court.

14. As a result of the acts of infringement of the '035 Patent by Defendant, Crossroads has suffered and will continue to suffer damages in an amount to be proven at trial.

COUNT 2: INFRINGEMENT OF U.S. PATENT NO. 7,934,041

15. Crossroads incorporates by reference the allegations set forth in the preceding paragraphs.

16. On April 26, 2011, United States Patent No. 7,934,041 (the "'041 Patent") was duly and legally issued. A true and correct copy of the '041 Patent is attached hereto as Exhibit B. Crossroads is the assignee and the owner of all right, title, and interest in and to the '041 Patent. The '041 Patent is entitled to a presumption of validity.

17. Defendant Addonics has directly infringed the '041 Patent. On information and belief, Defendant continues to directly infringe the '041 Patent.

18. Specifically, Defendant has directly infringed the '041 Patent by making, using, offering for sale, selling and/or importing into the United States certain of its products including at least the following: Addonics ISC8P2G-S and ISC16P2G-S iSCSI Subsystems, Addonics iSCSI Rack, Addonics Storage Rack with ISC8P2G, Addonics SAN Tower (also referred to as Addonics SAN Storage Tower), and Addonics SAN Tower II (also referred to as Addonics SAN Storage Tower II).

19. Further, Defendant has been and now is indirectly infringing by way of inducing infringement of the '041 Patent with knowledge of the '041 Patent by making, offering for sale, selling, importing into the United States, marketing, supporting, providing product instruction

and/or advertising certain of its products, including the Addonics ISC8P2G-S and ISC16P2G-S iSCSI Subsystems, Addonics iSCSI Rack, Addonics Storage Rack with ISC8P2G, Addonics SAN Tower (also referred to as Addonics SAN Storage Tower), and Addonics SAN Tower II (also referred to as Addonics SAN Storage Tower II), and Defendant knew that its actions were inducing end users to infringe the '041 Patent.

20. Further, Defendant has been and now is indirectly infringing by way of contributing to the infringement by end users of the '041 Patent by selling, offering to sell and/or importing into the United States components, including the Addonics ISC8P2G-S and ISC16P2G-S iSCSI Subsystems, Addonics iSCSI Rack, Addonics Storage Rack with ISC8P2G, Addonics SAN Tower (also referred to as Addonics SAN Storage Tower), and Addonics SAN Tower II (also referred to as Addonics SAN Storage Tower II), knowing the components to be especially made or especially adapted for use in the infringement of the '041 Patent. Such components are not a staple article or commodity of commerce suitable for substantial non-infringing uses.

21. Defendant has been on constructive and/or actual notice of the '041 Patent since before this lawsuit and Defendant has not ceased its infringing activities. The infringement of the '041 Patent by Defendant has been and continues to be willful and deliberate.

22. Crossroads has been irreparably harmed by Defendant Addonics' acts of infringement of the '041 Patent, and will continue to be harmed unless and until Defendant Addonics' acts of infringement are enjoined and restrained by order of this Court.

23. As a result of the acts of infringement of the '041 Patent by Defendant, Crossroads has suffered and will continue to suffer damages in an amount to be proven at trial.

PRAYER FOR RELIEF

WHEREFORE, Crossroads requests this Court enter judgment as follows:

- A. That Defendant Addonics has infringed the '035 Patent;
- B. That such infringement of the '035 Patent by Defendant has been willful;
- C. That Defendant accounts for and pays to Crossroads all damages caused by the infringement of the '035 Patent;
- D. That Crossroads receive enhanced damages from Defendant in the form of treble damages, pursuant to 35 U.S.C. § 284 based on Defendant's willful infringement of the '035 Patent;
- E. That Crossroads be granted pre-judgment and post-judgment interest on the damages caused to it by reason of Defendant's infringement of the '035 Patent, including pre-judgment and post-judgment interest on any enhanced damages or attorneys' fees award;
- F. That Defendant Addonics has infringed the '041 Patent;
- G. That such infringement of the '041 Patent by Defendant has been willful;
- H. That Defendant accounts for and pays to Crossroads all damages caused by the infringement of the '041 Patent;
- I. That Crossroads receive enhanced damages from Defendant in the form of treble damages, pursuant to 35 U.S.C. § 284 based on Defendant Addonics' willful infringement of the '041 Patent;
- J. That Crossroads be granted pre-judgment and post-judgment interest on the damages caused to it by reason of Defendant's infringement of the

'041 Patent, including pre-judgment and post-judgment interest on any enhanced damages or attorneys' fees award;

- K. That Defendant pay Crossroads all of Crossroads' reasonable attorneys' fees and expenses;
- L. That costs be awarded to Crossroads;
- M. That Defendant, its agents, employees, representatives, successors and assigns, and those acting in privity or in concert with it, be preliminary and permanently enjoined from further infringement of the '035 Patent;
- N. That Defendant, its agents, employees, representatives, successors and assigns, and those acting in privity or in concert with it, be preliminary and permanently enjoined from further infringement of the '041 Patent;
- O. That this is an exceptional case under 35 U.S.C. § 285; and
- P. That Crossroads be granted such other and further relief as the Court may deem just and proper under the circumstances.

DEMAND FOR JURY TRIAL

Crossroads hereby demands a trial by jury on all issues.

Dated: November 27, 2012

Respectfully submitted,

By: /s/ Elizabeth J. Brown Fore

Steven Sprinkle

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