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16	UNITED STATES DISTRICT COURT	
17	NORTHERN DISTRICT OF CALIFORNIA	
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19	APPLIED MATERIALS, INC.,	CASE NO. 5:20-cv-09341-EJD
20	Plaintiff,	APPLIED MATERIALS, INC.'S RESPONSE TO DEMARAY LLC'S MOTION FOR A SUBSEQUENT CASE MANAGEMENT CONFERENCE
21	VS.	
22	DEMARAY LLC,	
23	Defendant.	Hearing Date: April 21, 2022 Hearing Time: 9:00 a.m.
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I. <u>ARGUMENT</u>

Applied does not oppose the Court holding a further case management conference ("CMC") if the Court believes one is necessary, but objects to Demaray's continued reliance on the fact that the Court has not yet set a further CMC as 'justification' for its ongoing efforts to delay this case from moving forward. Specifically, Demaray's motion requests "the Court—at its earliest convenience—hold a further CMC *to set the initial case schedule in this case* and address the parties' various issues raised in their updated Joint CMC Statement (Dkt. No.82), including their competing proposed schedules", Dkt. No. 92 at 1:3-5, such that until that time, Demaray can continue to delay compliance with discovery and Patent Local Rule deadlines.

Two weeks ago, Magistrate Judge Cousins addressed three motions in Applied's favor, all centered around the same core dispute: whether Demaray could continue to delay this case from proceeding in view of "the potential impact the resolution this case could have on Demaray's suits against Applied's customers" Dkt. No. 63, 14:11-14. The Court denied Demaray's motion to stay pending IPR, ordered the deposition of Demaray's principal, Dr. Demaray, to occur by January 21, 2022, and made clear that Demaray must comply with the Patent Local Rules after Demaray had failed to do so for two months. Dkt. No. 101. Magistrate Judge Cousins concluded that "Demaray essentially has granted itself a further stay of the case even after Judge Davila ordered an end to the discovery stay on October 15, 2021" and Demaray "must comply with the Patent Local Rules." *Id.* at 3:14-17. Magistrate Judge Cousins also ordered the parties "to confer

¹ Demaray has repeatedly wielded the purported need for a further CMC to suit its litigation goal of delaying this case from proceeding in favor of its lawsuits against Applied's customers. *See, e.g.*, Dkt. No. 86 at 3-5 (arguing Magistrate Judge Cousins should not address the deposition of Dr. Demaray because "Judge Davila should address the issue of coordination of overlapping discovery as part of the pending CMC process"); Dkt. No. 90 at 1:1-5 (opposing motion for compliance with Patent Local Rules because "the Court has not yet entered a case schedule").



and file an updated joint case management statement by December 22, 2021, setting forth their case management plan(s) for Judge Davila." *Id.* at 3:18-20. The parties did so. Dkt. No. 106.

Therein, despite the Court confirming that Demaray must comply with the Patent Local Rules, which "requires communication and cooperation", Demaray continues to ignore the deadlines that those rules mandate. Demaray failed to comply with its Patent L.R. 4-1 disclosures on October 14, 2021 and Patent L.R. 4-2 disclosures on November 4, 2021, despite already exchanging the same information in its customer suits in Texas *months* ago for certain terms and actively exchanging the same disclosures around the same time for other terms. As a result, the November 30, 2021 deadline for filing a Joint Claim Construction Statement also passed without Demaray's cooperation. Despite Magistrate Judge Cousins' order, Demaray refused to propose claim terms for another twelve days², does not propose filing the Joint Claim Construction Statement until February 1, 2022, or having a *Markman* hearing until late April 2022 or early August 2022 if it is allowed to make infringement claims. Dkt. No. 106 at 21-22 (Proposed Schedule). Unless the Court enters a case schedule, Demaray will undoubtedly continue its self-help tactics and make disclosures on its own terms and deadlines. In doing so to-date, Demaray has already delayed its disclosures required by the Patent Local Rules by two months.

Accordingly, Applied respectfully requests that the Court enter a case schedule at its earliest convenience in view of the parties' updated CMC statement. To the extent the Court believes a further CMC is necessary, Applied welcomes the opportunity to further address any of the issues raised in the updated CMC. However, Demaray should not be permitted to continue relying on the lack of CMC or entered case schedule to further delaying this case from moving forward and setting its own rules and deadlines as they fit its litigation goals.

II. <u>CONCLUSION</u>

Applied respectfully requests the Court enter a case schedule based on the parties' updated CMC statement, Dkt. No. 106.

² As of the filing of this response, Demaray had not yet served its Patent L.R. 4-1 disclosures despite agreeing to do so under its own proposed schedule. Dkt. No. 106 at 21.



