SONY CORPORATION, SONY CORPORATION OF AMERICA, SONY ELECTRONICS INC., SONY MOBILE COMMUNICATIONS AB, AND SONY MOBILE COMMUNICATIONS (USA) INC.,

Defendants.

REPLY BRIEF IN SUPPORT OF DEFENDANTS' MOTION TO STAY LITIGATION PENDING THE OUTCOME OF INTER PARTES REVIEW OF THE PATENTS-IN-SUIT

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| | 1. | Issues Will Be Simplified For the Claims Asserted in the ITC | 2 |
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| | 2. | Issues Will Be Simplified Despite HumanEyes' Reactive Assertion of Claims That Were Not Asserted in the ITC | 3 |
| | 3. | Issues Will Be Simplified Even If IPRs Are Not Instituted For All the Asserted Claims | 4 |
| В. | | Stay Is Favored Given the Early Stage of Litigation, and the Significant Amount of Vork That Still Remains to Be Done In This Action | 5 |
| C. | S | taying This Action Will Not Unduly Prejudice HumanEyes | 6 |
| | 1. | HumanEyes Demonstrated Its Willingness to Accept a Stay In This Action and to Defer Damages By Filing an ITC Complaint | 7 |
| | 2. | HumanEyes Has Not Identified Any Tactical Disadvantage Arising From the Timing of Sony's IPR Petitions or Stay Motion | 7 |
| | 3. | HumanEyes Has Not Shown That It Cannot Be Adequately Compensated by Monetary Damages | 9 |
| • | CC | ONCLUSION1 | 0 |
| | | | |

V.

| Alps South, LLC v. Ohio Willow Wood Co., No. 8:09-cv-00386-T-EAK-MAP, 2010 U.S. Dist. LEXIS 144260 (M.D. Fla. June 16, 2010) 5 |
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| Belden Techs. Inc. v. Superior Essex Comm'n, No. 08-cv-63-SLR, 2010 U.S. Dist. LEXIS 90960 (D. Del. Sep. 2, 2010) |
| Ever Win Int'l Corp. v. Radioshack Corp., F. Supp. 2d, 2012 WL 4801890 (D. Del. Oct. 9, 2012) |
| Imagevision.net Inc. v. Internet Payment Exchange Inc., No. 12-054-GMS-MPT, D.I. 65 (D. Del. Apr. 22, 2013) |
| Interwoven, Inc. v. Vertical Cop. Sys., No. 10-04645 RS, 2012 U.S. Dist. LEXIS 30946 (N.D. Cal. Mar. 8, 2012) |
| LG Electronics U.S.A. v. Whirlpool Corp., No. 09-5142 (GEB-ES), 2011 U.S. Dist. LEXIS 11488 (D.N.J. Feb. 4, 2011) |
| Neste Oil Oyj v. Dynamic Fuels, LLC, No. 12-662-GMS, 2013 WL 424754 (D. Del. Jan. 31, 2013) |
| <i>In re Princo Corp.</i> , 486 F.3d 1345 (Fed. Cir. 2007) |
| Round Rock Research LLC v. HanesBrands Inc., No. 11-1241-RGA, 2012 U.S. Dist. LEXIS 49106 (D. Del. Apr. 6, 2012) |
| SenoRx, Inc. v. Hologic, Inc., No. 12-173-LPS-CJB, 2013 U.S. Dist. LEXIS 8044 (D. Del. Jan. 11, 2013) |
| Textron Innovations Inc. v. Toro Co., No. 05-486 (GMS), 2007 WL 7772169 (D. Del. Apr. 25, 2007) |
| TuitionFund, LLC v. Suntrust Banks, Inc., No. 3:11-00069, 2012 U.S. Dist. LEXIS 144408 (M.D. Tenn. Oct. 5, 2012) |
| <i>Ultra Prods., Inc. v. Antec, Inc.</i> , No. 09-04255 RS, 2010 U.S. Dist. LEXIS 50096 (N.D. Cal. Apr. 26, 2010) |
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|---|---|
| 37 C.F.R. § 42.6(a) | 7 |
| Statues | |
| 28 U.S.C. § 1659(a) | 7 |
| 35 U.S.C. § 316(a)(5) | 4 |
| 35 U.S.C. § 316(c) | 5 |
| 25 11 5 (2, 5, 6 | _ |

"small handful" of claims challenged in Sony's IPR petitions includes *every* patent claim that HumanEyes had ever asserted against Sony, including in the International Trade Commission ("ITC") Investigation, until HumanEyes responded to Sony's stay motion. HumanEyes had every opportunity, with the benefit of what it contends was complete liability fact discovery, to assert additional claims either by seeking to amend its ITC complaint or by notifying Sony of its intent to do so in this action. Yet, it did so only in reaction to this motion. Because HumanEyes has now added claims (Op. at 13-14), Sony intends to submit petitions for IPR of those new claims and seek joinder with its previously-filed petitions. Therefore, the arguments in Sony's opening brief that IPR will simplify the issues still apply with equal force.

Second, HumanEyes' decision to assert additional claims contradicts its assertion that the ITC proceedings have moved this case to an advanced stage. Even assuming for the sake of argument that liability fact discovery is "complete"—it is not—the addition of previously unasserted claims adds infringement, validity and claim construction issues that were never litigated in the ITC. HumanEyes admits that fact discovery on damages and willfulness issues remains, as well as claim construction and expert discovery (Op. at 10-12), not to mention potential dispositive motions, pre-trial proceedings, and the yet-to-be-scheduled trial itself.

¹ "Op." refers to HumanEyes' Answering Brief in Opposition to Sony's Motion to Stay (D.I. 34). "Sony Br." refers to Sony's Opening Brief in support of its Motion to Stay (D.I. 30).

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