UNITED STATES DISTRICT COURT FOR THE DISTRICT OF MASSACHUSETTS

PHILIPS NORTH AMERICA LLC,

Plaintiff,

v.

Civil Action No. 1:19-cv-11586-FDS

FITBIT, INC.,

Defendant.

MEMORANDUM IN SUPPORT OF PLAINTIFF'S MOTION TO STRIKE PORTIONS OF NOVEMBER 16, 2021 EXPERT REPORT OF JOSEPH A. PARADISO AS TO PREVIOUSLY WITHHELD PRIOR ART AND INDEFINITNESS DEFENSES



TABLE OF CONTENTS

I.	INTROD	UCTION1
II.	BACKGI	ROUND2
III.	LEGAL S	STANDARDS
IV.	ARGUM	ENT5
	A.	Dr. Paradiso and Fitbit Should be Precluded from Relying on the Fourteen Prior
		Art References Not Previously Disclosed as Prior Art to the '377 Patent 5
	i.	Fitbit Has No Reasonable Basis for Its Failure to Disclose the Fourteen Prior Art
		References 6
	ii.	Fitbit Cannot Avoid its Disclosure Obligations By Characterizing the Undisclosed
		Prior Art References as Showing the "State of the Art"
	iii.	Fitbit's Reference to Potential IPR Proceedings Did Not Satisfy Local Rule
		16.6(d)(4) With Respect to the Vaisanen Reference
	iv.	Philips Would Be Prejudiced if Fitbit Was Permitted to Assert These New Prior
		Art References
	В.	Dr. Paradiso and Fitbit Should be Precluded from Arguing that Any of the
		Asserted '377 Patent Claims are Invalid as Indefinite
V.	CONCLU	JSION



TABLE OF AUTHORITIES

BioCell Tech. LLC v. Arthro-7, 2013 WL 12131282 (C.D. Cal. Apr. 16, 2013)	14
CardioNet, LLC v. InfoBionic, Inc., 2020 WL 4559934 (D. Mass. June 22, 2020)	4
Emcore Corp. v. Optium Corp., 2009 WL 3381800 (W.D. Penn. Oct. 16, 2009)	8
INAG, Inc. v. Richar, LLC, 2021 WL 1582766 (D. Nev. Apr. 22, 2021)	14
Life Techs. Corp. v. Biosearch Techs., Inc., 2012 WL 4097740 (N.D. Cal. Sept. 17, 2012) 4	1, 8
O2 Micro Int'l. Ltd. v. Monolithic Power Sys., Inc., 467 F.3d 1355 (Fed. Cir. 2006)	1, 7
Pactiv Corp. v. Mutisorb Techx., Inc., 2013 WL 2384249 (N.D. Ill. May 29, 2013)	8
Philips North Am. LLC v. Fitbit LLC, 2021 WL 5417103 (D. Mass. Nov. 19 2021)	4
Volterra Semiconductor Corp. v. Primarion. Inc., 796 F.Supp.2d 1205 (N.D. Cal. 2011)	8

I. INTRODUCTION

Plaintiff Philips North America LLC ("Philips") respectfully submits this Memorandum in support of its Motion to Strike portions of the Expert Report of Joseph A. Paradiso, Ph.D. (the "Paradiso Report") Regarding Invalidity of U.S. Patent No. 8,277,377 (the "377 Patent") dated November 16, 2021.

The Paradiso Report introduces for the first time and relies on new prior art references that were never disclosed by Defendant Fitbit, Inc. ("Fitbit") as prior art to U.S. Patent No. 8,277,377 (the "'377 Patent") as required by Local Rule 16.6(d)(4). These prior art patents were therefore not subject to fact discovery. Additionally, the Paradiso Report introduces, for the first time, a new indefiniteness theory of invalidity that Fitbit never disclosed as also required by Local Rule 16.6(d)(4). The Court's scheduling order set a clear deadline for Plaintiffs to serve their Rule 16.6(d)(4) disclosures of invalidity contentions so they could be tested in fact discovery and prior proceedings, and the Local Rules clearly require that all prior art and invalidity theories Fitbit intends to rely on be disclosed in those contentions. While Fitbit amended its Rule 16.6(d)(4) disclosures in earlier proceedings during fact discovery, Fitbit withheld its newly revealed theories and prior art and never sought to amend its invalidity contentions preferring to surprise Philips at this later stage.

This introduction of new prior art and a new indefiniteness argument not only violates the Court's orders and the Local Rules, but also unfairly prejudices Philips. Philips was not given notice that this prior art would be asserted against the '377 Patent and thus did not have an opportunity to conduct fact discovery regarding these references. Philips never had the opportunity to test the prior art, address collateral issues in discovery, obtain testimony from the named

¹ See Dkt. 54, Scheduling Order, at 1 ("[T]he parties shall complete all patent-related disclosures contemplated by Local Rule 16.6(d)(1) and (4) by April 15, 2020.")



applicants, etc. Likewise, Philips did not have notice of Fitbit's new indefiniteness argument. In this regard, Philips was again denied the opportunity for fact discovery including to ask Fitbit's technical people and other third parties including the inventor about Fitbit's ridiculous theory. Fitbit's delay tactic suppressed the argument so it could not be tested. Thus, Philips asks the Court to maintain the present schedule and strike the portions of the Paradiso Report that discuss this previously undisclosed prior art and indefiniteness argument. Fitbit is very concerned about facing a Jury trial on its infringement, especially since there is significant evidence of willfulness to enhance damages. Fitbit's late attempts to derail the proceedings should not be entertained.

II. BACKGROUND

Philips has already waited over two years to bring this case to trial. On July 22, 2019, Philips filed a patent infringement case against Fitbit in the District Court of the District of Massachusetts asserting that Fitbit infringes a number of U.S. Patents, including the '377 patent, which is presently the only patent at issue. *See* Dkt. 1. The '377 Patent is directed to health, wellness, and fitness monitoring technology, and Philips accuses various Fitbit activity trackers and smart watch products of infringement.

On March 13, 2020, Fitbit served its Invalidity and Non-Infringement Contentions in accordance with Local Rule 16.6(d)(4). See Ex. 1. On December 21, 2020, Fitbit served Amended Invalidity and Non-Infringement Contentions. See Ex. 2. Fitbit's initial and amended contentions total a staggering 9,002 pages, and in addition to the apparent sandbagging, Fitbit identified thirty-nine separate pieces of prior art (along with thousands of obviousness combinations) that Fitbit "intended" to assert against the '377 Patent, and neither the initial nor the amended contentions identified any basis for indefiniteness of the '377 Patent, despite identifying several indefiniteness arguments for one of the other asserted patents. See Ex. 1 at 11-13, 72-91; Ex. 2 at 12-14, 74-97. Well after the close of fact discovery and facing an impending jury trial, on November 16, 2021,



DOCKET

Explore Litigation Insights



Docket Alarm provides insights to develop a more informed litigation strategy and the peace of mind of knowing you're on top of things.

Real-Time Litigation Alerts



Keep your litigation team up-to-date with **real-time** alerts and advanced team management tools built for the enterprise, all while greatly reducing PACER spend.

Our comprehensive service means we can handle Federal, State, and Administrative courts across the country.

Advanced Docket Research



With over 230 million records, Docket Alarm's cloud-native docket research platform finds what other services can't. Coverage includes Federal, State, plus PTAB, TTAB, ITC and NLRB decisions, all in one place.

Identify arguments that have been successful in the past with full text, pinpoint searching. Link to case law cited within any court document via Fastcase.

Analytics At Your Fingertips



Learn what happened the last time a particular judge, opposing counsel or company faced cases similar to yours.

Advanced out-of-the-box PTAB and TTAB analytics are always at your fingertips.

API

Docket Alarm offers a powerful API (application programming interface) to developers that want to integrate case filings into their apps.

LAW FIRMS

Build custom dashboards for your attorneys and clients with live data direct from the court.

Automate many repetitive legal tasks like conflict checks, document management, and marketing.

FINANCIAL INSTITUTIONS

Litigation and bankruptcy checks for companies and debtors.

E-DISCOVERY AND LEGAL VENDORS

Sync your system to PACER to automate legal marketing.

