UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

ACUITAS THERAPEUTICS INC.,

Plaintiff,

VS.

GENEVANT SCIENCES GMBH, and ARBUTUS BIOPHARMA CORP.,

Defendants.

Case No. 1:22-cv-02229-MKV

REPLY IN FURTHER SUPPORT OF DEFENDANTS' MOTION TO DISMISS THE FIRST AMENDED COMPLAINT

Raymond N. Nimrod Isaac Nesser Matthew D. Robson QUINN EMANUEL URQUHART & SULLIVAN, LLP 51 Madison Avenue, 22nd Floor New York, NY 10010 T: 212-849-7000

Kevin P.B. Johnson QUINN, EMANUEL, URQUHART & SULLIVAN, LLP 555 Twin Dolphin Drive, 5th Floor Redwood Shores, CA 94065 T: 650-801-5000

Sandra Haberny (pro hac vice granted) QUINN, EMANUEL, URQUHART & SULLIVAN, LLP 865 S. Figueroa Street, 10th Floor Los Angeles, CA 90017 T: 213-443-3000

Attorneys for Defendant Genevant Sciences GmbH Daralyn J. Durie (*pro hac vice* granted) Eric C. Wiener (*pro hac vice* granted) DURIE TANGRI LLP 217 Leidesdorff Street San Francisco, CA 94111 T: 415-362-6666

Kira A. Davis DURIE TANGRI LLP 953 E. 3rd Street Los Angeles, CA 90013 T: 213-992-4499

Attorneys for Defendant Arbutus Biopharma Corp.



TABLE OF CONTENTS

				Page
I.	ACUITAS'S INDEMNITY THEORY FAILS			
	A.		tas Has Not Shown A Controversy Between Defendants And r/BNT	1
	B.		euitas Has Not Shown A Reasonable Potential Of Indemnification	
		1.	The Amended Complaint Fails On Its Face To Allege A Reasonable Potential Of Indemnification Liability (Facial Attack)	5
		2.	Even If Considered, The Indemnity Provision Shows There Is No Reasonable Potential Of Indemnification Liability (Factual Attack)	6
		3.	Alternatively, Jurisdictional Discovery Is Warranted	7
II.	ACU	TTAS'S	S INDIRECT INFRINGEMENT THEORY FAILS	8
III.	IN THE ALTERNATIVE, THE COURT SHOULD DECLINE JURISDICTION			
IV	DISN	⁄ISSAI	SHOULD BE WITHOUT LEAVE TO AMEND	10

TABLE OF AUTHORITIES

	<u>Page</u>
Cases	
Amidax Trading Grp. v. S.W.I.F.T. SCRL, 671 F.3d 140 (2d Cir. 2011)	10
Arris Grp., Inc. v. British. Telecomms. PLC, 639 F.3d 1368 (Fed. Cir. 2011)	
3M Co. v. Avery Dennison Corp., 673 F.3d 1372 (Fed. Cir. 2012)	2, 3
EMC Corp. v. Norand Corp., 89 F.3d 807 (Fed. Cir. 1996)	10
Harty v. W. Point Realty, Inc., 28 F.4th 435 (2d Cir. 2022)	5, 6, 7
Hewlett-Packard Co. v. Acceleron LLC, 587 F.3d 1358 (Fed. Cir. 2009)	2, 3, 4
Microsoft Corp. v. DataTern, Inc., 755 F.3d 899 (Fed. Cir. 2014)	5, 6, 8, 9
Mitek Sys., Inc. v. United Servs. Auto. Ass'n, 34 F.4th 1334 (Fed. Cir. 2022)	passim
SRI Int'l, Inc. v. Advanced Tech. Lab'ys, Inc., 127 F.3d 1462 (Fed. Cir. 1997)	4
Tandon v. Captain's Cove Marina of Bridgeport, Inc., 752 F 3d 239 (2d Cir. 2014)	6

The Court should dismiss this case because Acuitas has not met its burden to show subject matter jurisdiction. Alternatively, the Court should exercise its discretion to decline jurisdiction.

I. ACUITAS'S INDEMNITY THEORY FAILS

Acuitas's indemnity theory requires that it show both (a) an "actual infringement controversy" between Defendants and Pfizer/BNT and (b) a reasonable potential of indemnity liability, "beyond bare indemnity demands or requests." *Mitek Sys., Inc. v. United Servs. Auto. Ass'n*, 34 F.4th 1334, 1345-46 (Fed. Cir. 2022). Acuitas has not met either requirement. That the Federal Circuit in *Mitek* recently relieved Acuitas of the need to *also* show a concession of indemnification does not change this result. *Mitek* only confirms that dismissal is appropriate.

A. Acuitas Has Not Shown A Controversy Between Defendants And Pfizer/BNT

Acuitas admits (at 12) that it must show an actual controversy between Defendants and Pfizer/BNT. Facts that Acuitas concedes demonstrate that it failed to meet its burden. Specifically, Acuitas does not dispute that: (i) Defendants' letters to Pfizer/BNT lack any infringement analysis or claim charts; (ii) the letters offered a collaboration as well as discussion of a license; and (iii) Genevant and BNT (Pfizer's Covid-19 vaccine partner) have a history of collaboration and prior licensing without litigation. Moreover, Acuitas admits (at 20) that it is not privy to and does not know the status of discussions between Genevant and Pfizer/BNT—making it impossible for Acuitas to show a present controversy between Defendants and Pfizer/BNT.

Because it cannot dispute these facts, Acuitas resorts to misdirection. For example, Acuitas argues that because Defendants sued non-party Moderna after having previously sent Moderna letters, an actual controversy between Defendants and Pfizer/BNT must exist as well. But Moderna is situated very differently vis-à-vis Defendants than is Pfizer/BNT. While Defendants' letters to

¹ Given *Mitek's* instruction, Defendants no longer contend that a complaint requires a concession of an indemnity obligation, as had been previously stated in other cases.



Pfizer/BNT were sent with the historical backdrop of prior *collaboration*, Defendants' letters to Moderna were sent during an ongoing *years-long litigation battle* in which Moderna is seeking to invalidate several of Defendants' Patents. Acuitas further ignores that (i) Defendants have not sued Pfizer/BNT despite having sued Moderna more than eight months ago and (ii) discussions between Pfizer/BNT and Genevant have not been terminated. Dkt. 44 at 24 n.9. Acuitas also erroneously relies (at 9) on Defendants' mention of Acuitas in their complaint against Moderna as supposedly "showing that Defendants do allege that Acuitas's technology violates their patents." This is false. Moderna is not an Acuitas customer, and the complaint only mentions Acuitas to provide the full factual context of Moderna's licensing history, not as an accused infringer.

Acuitas also attacks Defendants' collaboration offer to Pfizer/BNT as somehow not sincere because it was sent after "the vaccine" had already been used in clinical trials. But, it was well-known that Pfizer/BNT were facing challenges related to formulation, such as stability and storage issues, and there was the possibility for next-generation vaccines (*e.g.*, booster shots). The letters offered access to "Genevant scientists' extensive experience and expertise with the formulation and manufacture of LNP delivery systems." Dkt. 45-2. Acuitas's contention that Defendants' Patents do not relate to storage, transport, or manufacturing only highlights that Defendants offered a genuine collaboration in which Pfizer/BNT could gain access to Genevant scientists' expertise regarding formulation matters beyond those allegedly addressed in the patents.

Acuitas's resort to misdirection extends even further to the three cases it cites on this issue: Mitek; 3M Co. v. Avery Dennison Corp., 673 F.3d 1372 (Fed. Cir. 2012); and Hewlett-Packard

² Contrary to Acuitas's suggestion (at 5) that Defendants have not commercialized relevant LNP technology, Defendants' technology is used in the only commercial siRNA-LNP product (ONPATTRO®), and multiple companies have licensed the technology for use with mRNA, including vaccines. *See, e.g.*, www.genevant.com/our-technology; www.genevant.com/gritstone-and-genevant-sciences-announce-license-agreement-for-covid-19-vaccine/.



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.

