Paper No.

UNITED STATES PATENT AND TRADEMARK OFFICE

BEFORE THE PATENT TRIAL AND APPEAL BOARD

VOLUSION, INC. Petitioner

v.

VERSATA DEVELOPMENT GROUP, INC. Patent Owner

AND

VERSATA SOFTWARE, INC. Real Party-In-Interest

> Case CBM2013-00017 Patent 6,834,282)

VERSATA'S PATENT OWNER'S RESPONSE PURSUANT TO 37 C.F.R. § 42.220

DOCKET

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I. INTRODUCTION

The claims of U.S. Patent 6,834,282 ("the '282 Patent") recite patent eligible subject matter. Claims 1-20 are in issue in the present Covered Business Method Patent Review. In its Petition, Petitioner alleged that claims 1-23 were directed to an unpatentable abstract idea. The Board denied institution as to claims 21-23; however, it did institute trial as to claims 1-20, solely on grounds under 35 U.S.C. § 101.¹ This Response, together with a Motion to Amend filed herewith, address all grounds on which the trial has been instituted.

II. SIMPLIFICATION OF ISSSUES; MOTION TO AMEND

In addition to the present Response, Patent Owner files herewith a Motion to Amend. In that Motion to Amend, Patent Owner proposes four (4) substitute claims 24-28 for respective, individual ones of the first ten (10) claims of the '282 Patent. In addition, and contingent upon a Board determination that original claim 11-13, 15 or 16 of the '282 is invalid on § 101 grounds, proposes one-for-one

¹ In its Preliminary Response (Paper No. 6), Patent Owner argued that Section 101 is not a "condition of patentability" as required by 35 U.S.C. §§ 321(b) and 282(b) and Part II of Title 35 U.S.C., and therefore cannot serve as a basis for review under the Transitional Program for Covered Business Method Patent Review. Patent Owner maintains its earlier position and reserves the right to raise this issue in any later appeal or related proceeding. substitute claims 29-33. Specifically, substitute claim 29 is contingent on adverse decision as to claim 11; claim 30 as to claim 12; claim 31 as to claim 13; claim 32 as to claim 15; and claim 33 as to claim 16. Patent Owner's Motion to Amend is (1) filed after conferring with the Board and no later than the filing of this Response, (2) responsive to the sole ground of unpatentability (§ 101) authorized in this proceeding, (3) does not seek to enlarge the scope of the claims of the patent or introduce new subject matter and (4) proposes a reasonable number of one-for-one substitutes.

III. PETITIONER'S BURDEN

35 U.S.C. § 326(e) states "[i]n a post-grant review instituted under this chapter, the petitioner shall have the burden of proving a proposition of unpatentability by a preponderance of the evidence." *See also* 37 CFR § 42.1(d).

IV. U.S. PATENT 6,834,282

A. Overview

The '282 Patent describes computational system mechanisms that allow a computer system, *e.g.*, a webserver and related information systems, to define in a flexible, expressive and (most importantly) operative way, an *organization that is computationally imposed* upon data items that are *stored in a database* so as to facilitate presentation to users, *e.g.*, to human users browsing content served by a website, of content sourced from relevant subsets of the *items in the database* in

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