### IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

Inventor: Hulst et al.	S	Attorney Docket No.:
United States Patent No.: 7,334,720	S	104677-5008-803
Formerly Application No.: 11/336,75	58 §	Customer No. 28120
Issue Date: February 26, 2008	S	
Filing Date: January 19, 2006	S	Petitioner: Apple Inc.
Former Group Art Unit: 2876	S	
Former Examiner: Steven S. Paik	6	

For: Data Storage and Access Systems

MAIL STOP PATENT BOARD
Patent Trial and Appeal Board
United States Patent and Trademark Office
Post Office Box 1450
Alexandria, Virginia 22313-1450

PETITION FOR COVERED BUSINESS METHOD PATENT REVIEW OF UNITED STATES PATENT NO. 7,334,720 PURSUANT TO 35 U.S.C. § 321, 37 C.F.R. § 42.304



## TABLE OF CONTENTS

I.	INT	RODU	UCTION	1
II.	OV]	ERVIE	EW OF FIELD OF THE CLAIMED INVENTION	4
III.	PET	TTIO	NER HAS STANDING	12
	Α.	The	'720 Patent Is a Covered Business Method Patent	12
		1.	Exemplary Claim 14 Is Financial In Nature	13
		2.	Claim 14 Does Not Cover A Technological Invention	16
	В.		tted Matters; Petitioner Is a Real Party In Interest Sued for and rged With Infringement	20
IV.	SHC	CAILE:	D EXPLANATION OF REASONS FOR RELIEF REQUES G IT IS MORE LIKELY THAN NOT THAT AT LEAST OF CHALLENGED CLAIMS IS UNPATENTABLE	TED, NE
	Α.	Clair	m Construction	22
	В.	The	Challenged Claims Are Invalid Under 35 U.S.C. §§ 102 and 103	328
		1.	Overview of Stefik	28
		2.	Motivation to Combine Stefik with Poggio	33
		3.	Motivation to Combine Stefik with Sato	39
		4.	Motivation to Combine Stefik with Maari	40
		5.	Claims 1, 3, 11, 13 and 14 are Anticipated by Stefik (Ground 1); Claims 1, 3, 11, 13, and 14 are Obvious in Light of Stefik (Ground 2); Claims 3, 11, and 13-15 are Obvious in Light of Stefik in view of Poggio (Ground 3); Claims 1, 3, 11, 13, and 14 are Obvious in Light of Stefik in View of Sato (Ground 4); Claims 3, 11, 13, and 14 are Obvious in Light of Stefik in View of Poggio and Sato (Ground 5); Claim 1 is Obvious in Light of Stefik in view of Maari (Ground 6); and Claim 1 is Obvious in Light of Stefik in View of Maari and Sato (Ground 7)	43
V.	COI	NCLU	SION	



EXHIBIT LIST		
1001	U.S. Patent No. 7,334,720	
1002	Plaintiffs' First Amended Complaint	
1003	File History for U.S. Patent No. 8,118,221	
1004	File History for U.S. Patent No. 8,336,772	
1005	U.S. Patent No. 5,675,734	
1006	U.S. Patent No. 4,999,806	
1007	U.S. Patent No. 4,878,245	
1008	U.S. Patent No. 5,754,654	
1009	File History for U.S. Patent No. 7,334,720	
1010	Declaration of Michael P. Duffey In Support of Apple Inc.'s Petition for Covered Business Method Patent Review	
1011	Declaration of Flora D. Elias-Mique In Support of Apple Inc.'s Petition for Covered Business Method Patent Review	
1012	U.S. Patent No. 5,103,392	
1013	U.S. Patent No. 5,530,235	
1014	U.S. Patent No. 5,629,980	
1015	U.S. Patent No. 5,915,019	
1016	European Patent Application, Publication No. EP0809221A2	
1017	PCT Application Publication No. WO 99/43136	
1018	JP Patent Application Publication No. H11-164058 (translation)	
1019	JP Patent Application Publication No. H10-269289 (translation)	



## Covered Business Method Patent Review United States Patent No. 7,334,720

EXHIBIT LIST				
1020	Eberhard von Faber, Robert Hammelrath, and Franz-Peter Heider, "The Secure Distribution of Digital Contents," IEEE (1997)			
1021	Declaration of Anthony J. Wechselberger In Support of Apple Inc.'s Petition for Covered Business Method Patent Review			
1022	U.S. Patent No. 7,942,317			
1023	U.S. Patent No. 8,033,458			
1024	U.S. Patent No. 8,061,598			
1025	U.S. Patent No. 8,118,221			
1026	U.S. Patent No. 8,336,772			
1027	File History for U.S. Patent No. 7,942,317			
1028	File History for U.S. Patent No. 8,033,458			
1029	File History for U.S. Patent No. 8,061,598			



### I. INTRODUCTION

Pursuant to 35 U.S.C. § 321 and 37 C.F.R. § 42.304, the undersigned, on behalf of and acting in a representative capacity for petitioner, Apple Inc. ("Petitioner" and the real party in interest), hereby petitions for review under the transitional program for covered business method patents of claims 1, 3, 11, and 13-15 of U.S. Patent No. 7,334,720 ("the '720 Patent"), issued to Smart-Flash Limited and currently assigned to Smartflash LLC ("Smartflash," also referred to as "Applicant," "Patent Owner," or "Patentee"). Petitioner hereby asserts that it is more likely than not that at least one of the challenged claims is unpatentable for the reasons set forth herein and respectfully requests review of, and judgment against, claims 1, 3, 11, and 13-15 as unpatentable under 35 U.S.C. § 102 as anticipated and § 103 as obvious.<sup>1</sup>

As discussed in Section III.B, *infra*, Petitioner has concurrently filed a Petition seeking covered business method review of the '720 Patent, requesting judgment against these same claims under §§ 102 and 103 based on different prior art references. Petitioner notes that the Director, pursuant to Rule 325(c), may determine at the proper time that merger of these proceedings, or at minimum coordination of proceedings involving the same patent, is appropriate.

The challenged claims of the '720 Patent merely recite steps and corresponding

<sup>&</sup>lt;sup>1</sup> Petitioner is demonstrating, in pending litigation, that these claims are invalid for numerous additional reasons. All emphasis herein added unless otherwise noted.



# 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.

