Paper 12

Entered: October 27, 2015

UNITED STATES PATENT AND TRADEMARK OFFICE

BEFORE THE PATENT TRIAL AND APPEAL BOARD

FORD MOTOR COMPANY, Petitioner,

v.

PAICE LLC and THE ABELL FOUNDATION, INC., Patent Owner.

Case IPR2015-00800 Patent 7,237,634 B2

Before JAMESON LEE, SALLEY C. MEDLEY, and CARL M. DEFRANCO, *Administrative Patent Judges*.

LEE, Administrative Patent Judge.

DECISION Institution of *Inter Partes* Review 37 C.F.R. § 42.108



I. INTRODUCTION

A. Background

Petitioner filed a Petition ("Pet.") for *inter partes* review of U.S. Patent No. 7,237,634 B2 ("the '634 patent"). Paper 1. The Petition challenges the patentability of claims 80, 91, 92, 95, 96, 99, 100, 102, 106, 114, 125, 126, 129, 132, 133, 135, 161, 172, 215, 226, 230, 233, and 234. Patent Owner filed a Preliminary Response ("Prelim. Resp."). After considering the Petition and Preliminary Response, we are persuaded, under 35 U.S.C. § 314(a), that Petitioner has demonstrated a reasonable likelihood that claims 161, 172, 215, 226, 230, and 234 are unpatentable. Pursuant to our authority under 37 C.F.R. § 42.4(a), we institute an *inter partes* review of claims 161, 172, 215, 226, 230, and 234.

We are not persuaded, however, that Petitioner has demonstrated a reasonable likelihood that any of claims 80, 91, 92, 95, 96, 99, 100, 102, 106, 114, 125, 126, 129, 132, 133, and 135, is unpatentable. Those claims are not included in the review. For reasons discussed in Section II.E, we do not consider the merits of any challenge to claim 233 in this proceeding.

B. Related Matters

Petitioner and Patent Owner collectively identify the following civil actions in which the '634 patent has been asserted: (1) *Paice LLC et al. v. Ford Motor Company*, Case No. 1-14-cv-00492 (D. Md.); (2) *Paice LLC et*



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¹ A confidential version was filed as Paper 10, subject to a Motion to Seal (Paper 11), and a public redacted version was filed as Paper 9.

al. v. Hyundai Motor America, et al., Case No. 1:2012-cv-00499 (D. Md.). Papers 1, 5. The '634 patent also is the patent involved in the following inter partes review proceedings: IPR2014-00904, IPR2014-01416, IPR2015-00606, IPR2015-00722, IPR2015-00758, IPR2015-00784, IPR2015-00785, IPR2015-00787, IPR2015-00790, IPR2015-00791, IPR2015-00799, and IPR2015-00801.

C. The '634 Patent

The '634 patent describes a hybrid vehicle with an internal combustion engine, at least one electric motor, and a battery bank, all controlled by a microprocessor that directs torque transfer between the engine, the motor, and the drive wheels of the vehicle. Ex. 1901, 17:17–56, Fig. 4. The microprocessor compares the vehicle's torque requirements and the engine's torque output against a predefined setpoint and uses the results of the comparison to control the vehicle's mode of operation, e.g., straightelectric, engine-only, or hybrid. *Id.* at 40:16–49. The microprocessor utilizes a hybrid control strategy that operates the engine only in a range of high fuel efficiency, which occurs when the instantaneous torque required to drive the vehicle, or road load (RL), reaches a setpoint (SP) of approximately 30% of the engine's maximum torque output (MTO). *Id.* at 20:61–67; see also id. at 13:64–65 ("the engine is never operated at less than 30% of MTO, and is thus never operated inefficiently"). Operating the engine in a range above the setpoint but substantially less than the maximum torque output maximizes fuel efficiency and reduces pollutant emissions of the vehicle. *Id.* at 15:55–58.



Of the challenged claims, independent claim 161 is illustrative, and is reproduced below.

- 161. A method for controlling a hybrid vehicle, comprising: determining instantaneous road load (RL) required to propel the hybrid vehicle responsive to an operator command;
- wherein the hybrid vehicle is operated in a plurality of operating modes corresponding to values for the RL and a setpoint (SP);
- operating at least one first electric motor to propel the hybrid vehicle when the RL required to do so is less than the SP;
- wherein said operating the at least one first electric motor to drive the hybrid vehicle composes a low-load operation mode I;
- operating an internal combustion engine of the hybrid vehicle to propel the hybrid vehicle when the RL required to do so is between the SP and a maximum torque output (MTO) of the engine, wherein the engine is operable to efficiently produce torque above the SP, and wherein the SP is substantially less than the MTO;
- wherein said operating the internal combustion engine of the hybrid vehicle to propel the hybrid vehicle composes a highway cruising operation mode IV;
- operating both the at least one first electric motor and the engine to propel the hybrid vehicle when the torque RL required to do so is more than the MTO;
- wherein said operating both the at least one first electric motor and the engine to propel the hybrid vehicle composes an acceleration operation mode V;
- receiving operator input specifying a change in required torque to be applied to wheels of the hybrid vehicle; and
- if the received operator input specifies a rapid increase in the required torque, changing operation from operating mode I directly to operating mode V.

Id. at 73:42 to 74:9.



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D. Evidence Relied Upon

Prior Art References		Date	Exhibit
Bumby I	J.R. Bumby et al., Computer Modelling of the Automotive Energy Requirements for Internal Combustion Engine and Battery Electric- Powered Vehicles, IEE PROC., v. 132, pt. A, no. 5, 265–279 (Sept. 1985)	Sept. 6, 1994	Ex. 1905
Bumby II	J.R. Bumby and I. Forster, <i>Optimisation and Control of a Hybrid Electric Car</i> , IEE PROC., v. 134, pt. D, no. 6, 373–387 (Nov. 1987)	Nov. 1987	Ex. 1906
Bumby III	J.R. Bumby and I. Forster, A Hybrid Internal Combustion Engine/Battery Electric Passenger Car for Petroleum Displacement, PROC. INST. MECH. ENGRS., v. 202, no. D1, 51–64 (Jan. 1988)	Jan. 1988	Ex. 1907
Bumby IV	J.R. Bumby and P.W. Masding, A Test-Bed Facility for Hybrid IC- Engine/Battery-Electric Road Vehicle Drive Trains, TRANS. INST. MEAS. & CONT., v. 10, no. 2, 87–97 (Apr. 1988)	Apr. 1988	Ex. 1908



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