Paper 8

Entered: December 28, 2015

UNITED STATES PATENT AND TRADEMARK OFFICE

BEFORE THE PATENT TRIAL AND APPEAL BOARD

VALEO NORTH AMERICA, INC., VALEO S.A., VALEO GMBH, VALEO SCHALTER UND SENSOREN GMBH, and CONNAUGHT ELECTRONICS LTD., Petitioner.

v.

MAGNA ELECTRONICS INC., Patent Owner.

Cases IPR2015-01410 and IPR2015-01414 Patent 8,643,724 B2

Before JUSTIN T. ARBES, MICHAEL J. FITZPATRICK, and ROBERT J. WEINSCHENK, *Administrative Patent Judges*.

ARBES, Administrative Patent Judge.

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



Petitioners Valeo North America, Inc., Valeo S.A., Valeo GmbH, Valeo Schalter und Sensoren GmbH, and Connaught Electronics Ltd. (collectively, "Petitioner") filed two Petitions requesting *inter partes* review of claims 1–86 of U.S. Patent No. 8,643,724 B2 (Ex. 1001, "the '724 patent")¹ pursuant to 35 U.S.C. §§ 311–19. Patent Owner Magna Electronics Inc. filed a Preliminary Response in each proceeding, as listed in the following chart.

Case Number	Challenged Claims	Petition	Preliminary Response
IPR2015-01410	1-6, 10-18, ² 23, 25, 29-32, 41-43, 46-56, 58, 61, 62, 64-71, 73, 75-82, 84, and 86	Paper 1 ("Pet.")	Paper 6 ("Prelim. Resp.")
IPR2015-01414	7–9, 19–22, 24, 26–28, 33–40, 44, 45, 57, 59, 60, 63, 72, 74, 83, and 85	Paper 1 ("-1414 Pet.")	Paper 7 ("-1414 Prelim. Resp.")

We have authority under 35 U.S.C. § 314 and 37 C.F.R. § 42.4(a). Pursuant to 35 U.S.C. § 314(a), the Director may not authorize an *inter partes* review unless the information in the petition and preliminary response "shows that there is a reasonable likelihood that the petitioner would prevail with respect to at least 1 of the claims challenged in the petition." For the reasons that follow, we institute an *inter partes* review as to claims 1, 3–12,

² Petitioner lists claim 19 in its Petition in Case IPR2015-01410, but does not include claim 19 in any asserted ground of unpatentability. *See* Pet. 1, 6; Prelim. Resp. 1 n.1. Thus, we presume that the initial listing of claims was a typographical error.



¹ Petitioner appears to have filed the same exhibits in each proceeding. References to exhibits herein are to those filed in Case IPR2015-01410.

14, 15, 17, 19–52, 54–67, 69–79, and 81–86 of the '724 patent on certain grounds of unpatentability. To administer the proceedings more efficiently, we also exercise our authority under 35 U.S.C. § 315(d) to consolidate the two proceedings and conduct the proceedings as one trial.

I. BACKGROUND

A. The '724 Patent³

The '724 patent relates generally to "rearview vision systems which provide the vehicle operator with scenic information in the direction rearward of the vehicle." Ex. 1001, col. 1, ll. 22–25. According to the '724 patent, there was a need in the art to "reduce the amount of time spent gathering information [about] the condition around the vehicle in order to safely carry out a vehicle maneuver, such as a turn or a lane change," and also a need to "eliminate exterior rearview mirrors by utilizing image capture devices, such as cameras, in combination with dashboard displays." *Id.* at col. 1, ll. 28–59. Prior art camera-based systems typically used more than one camera to reduce blind spots, but displayed multiple images, which could confuse the driver. *Id.* at col. 1, l. 60–col. 2, l. 3. Specifically, "[w]hen multiple image capture devices are positioned at different longitudinal locations on the vehicle, objects behind the vehicle are at

³ Petitioner previously filed petitions seeking *inter partes* review of the '724 patent in Cases IPR2015-00252 and IPR2015-00253. The petitions were denied. *See Valeo N. Am., Inc. v. Magna Elecs., Inc.*, Case IPR2015-00252 (PTAB May 13, 2015) (Paper 7) ("-252 Dec."); *Valeo N. Am., Inc. v. Magna Elecs., Inc.*, Case IPR2015-00253 (PTAB May 13, 2015) (Paper 7) ("-253 Dec."). A patent sharing a similar specification with the '724 patent also is challenged in Cases IPR2014-00220 and IPR2014-01203.



different distances from the image capture devices," such that the same object would have a different size in each display. *Id.* at col. 2, ll. 3–8.

To address these issues, the '724 patent discloses a multi-camera vision system having two image capture devices on the sides of the vehicle and one at the rear of the vehicle, and a reconfigurable display device that displays a synthesized image from the image capture devices. *Id.* at col. 2, 1. 59–col. 3, 1. 25. Figure 1 of the '724 patent is reproduced below.

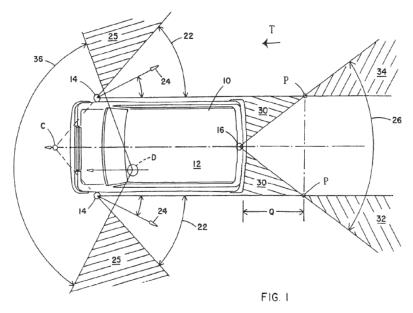


Figure 1 depicts vehicle 10 traveling in direction T and comprising side image capture devices 14 each with field of view 22 and center image capture device 16 with field of view 26. *Id.* at col. 5, 1. 47–col. 6, 1. 21. The three captured images are processed and "juxtaposed on display 20 by image processor 18 in a manner which approximates the view from a single virtual image capture device positioned forwardly of the vehicle at a location C and facing rearwardly of the vehicle, with the vehicle being transparent to the view of the virtual image capture device." *Id.* at col. 5, 1. 63–col. 6, 1. 2. The resulting display provides a "substantially seamless panoramic view



rearwardly of the vehicle without duplicate or redundant images of objects." *Id.* at col. 6, ll. 2–5.

Figure 3 of the '724 patent is reproduced below.

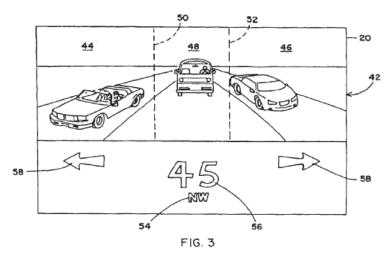


Figure 3 depicts composite image 42 comprising left image portion 44, right image portion 46, and center image portion 48, reversed from the images captured by the image capture devices, as well as compass readout 54, vehicle speed 56, and turn signals 58. *Id.* at col. 7, 1. 44–col. 8, 1. 7. Due to the different positioning of side image capture devices 14 and center image capture device 16, the system may process side images differently from the central images (e.g., by vertically compressing the central images) to avoid the appearance of disjointed objects. *Id.* at col. 14, 1. 52–col. 16, 1. 14.

B. Illustrative Claim

Claim 1 of the '724 patent recites:

1. A multi-camera vision system for a vehicle, said vehicular multi-camera vision system comprising:

at least three image capture devices disposed at a vehicle equipped with said vehicular multi-camera vision system;



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