Paper 8

Entered: April 27, 2016

UNITED STATES PATENT AND TRADEMARK OFFICE

BEFORE THE PATENT TRIAL AND APPEAL BOARD

HUGHES NETWORK SYSTEMS, LLC, Petitioner,

v.

ELBIT SYSTEMS LAND AND C4I LTD., Patent Owner.

Case IPR2016-00135 Patent 7,245,874

Before SALLY C. MEDLEY, RAMA G. ELLURU, and WILLIAM M. FINK, *Administrative Patent Judges*.

ELLURU, Administrative Patent Judge.

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



Hughes Network Systems, LLC ("Petitioner") filed a petition ("Pet.") to institute an *inter partes* review of claims 1 and 8–12 of U.S. Patent No. 7,245,874 (Ex. 1001, the "'874 patent"). Paper 1. Patent Owner, Elbit Systems Land and C4I Ltd., filed a Preliminary Response ("Prelim. Resp."). Paper 7. We have jurisdiction under 35 U.S.C. § 314, which provides that an inter partes review may not be instituted "unless . . . 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 deny an *inter partes* review of claims 1 and 8–12 of the '874 patent.

I. BACKGROUND

A. Related Proceedings

Petitioner avers that the '874 patent is involved in the following pending district court action: *Elbit Systems Land and C4I Ltd. et al. v. Hughes et al.*, Case No. 2:15-CV-37 (E. D. Tx.).

B. The '874 Patent (Ex. 1001)

The '874 patent is directed toward infrastructure for a telephony network, including backbone and peripheral infrastructure for a cellular telephony network. Ex. 1001, 1:6–9. The Specification explains that the telephony system is generally based on "E1" or "T1" protocols, which are

strongly synchronous in that the individual transmission to which a time slot is assumed to belong to is determined from its temporal position amongst the other time slots. Thus an individual transmission which does not have current data creates blank slots to reserve its current position.

Id. at 1:26–33. The Specification also explains that "[m]uch available data carrying capacity is based on the TCP/IP" protocol," which

involves individual data packets being sent out over a network in accordance with destination information contained in a packet header. A single transmission is thus broken down into numerous



IPR2016-00135 Patent 7,245,874

packets which are each sent out independently over the network. The packets may be sent along different routes depending on availability and may not arrive in the order in which they have been sent. However the packet headers may be used by the receiving application to rebuild an original sequence from the packets.

Id. at 1:34–43. The Specification contrasts the E1 (and T1) protocol, which it characterizes as depending on the preservation of a temporal relationship between time slots, with the TCP/IP protocol, which does not preserve timing information. *Id.* at 1:44–46.

In addition, the Specification describes the problem in the prior art as not being able to use TCP/IP based capacity to transport E1 data because "synchronization is not preserved, rendering the E1 datastream irrecoverable." *Id.* at 1:47–49. The objectives of the '874 patent invention include providing IP based infrastructure and infrastructure backup for cellular telephony networks and providing IP based backbone infrastructure and infrastructure backup for cellular telephony based networks. *Id.* at 1:56–61.

C. Illustrative Claim

Of challenged claims 1 and 8–12, claim 1 is the only independent claim and claims 8–12 depend directly or indirectly from claim 1. Claim 1 is illustrative of the challenged claims and is reproduced below with the claim language at issue highlighted:

1. A branch of a cellular telephone network based on a first synchronous data communication protocol, comprising interfaces to a satellite link using a second, asynchronous, data communication protocol, wherein said interfaces comprise converters for converting data of a datastream between said first data communication protocol and said second data communication protocol, and wherein said synchronous data protocol allows non-data carrying time



slots, and said interfaces comprising a non-data carrying time slot remover for removing said non-data carrying time slots during conversion into said asynchronous protocol and a time slot regenerator for regenerating non-data carrying time slots during reconstruction of said datastream.

D. Prior Art Relied Upon

Petitioner relies upon the following prior art references (Pet. 2–3), and the Declaration of Dr. Raymond Leopold ("Leopold Decl.") (Ex. 1003):

Reference	Patent	Date	Exhibit
Cox	U.S. Patent No. 6,459,708	December 21, 1999	Ex.
			1004
Silverman	U.S. Patent No. 6,731,649	July 26, 2000	Ex.
			1005
Arimilli	Application No. WO 95/29576	November 2, 1995	Ex.
			1006
Henkel	Canadian Application No.	January 28, 1999	Ex.
	CA 2,290,967		1008
Houde	U.S. Patent No. 5,623,532	April 22, 1997	Ex.
			1009

E. The Asserted Grounds of Unpatentability

Petitioner challenges the patentability of claims 1 and 8–12 of the '874 patent based on the following grounds (Pet. 3):

Reference(s)	Basis	Claim(s) challenged
Cox and Arimilli	§ 103	1
Cox, Silverman, and Arimilli	§ 103	1
	3 103	
Cox, Silverman, and Arimilli	§ 103	8, 11, and 12
Cox, Silverman, Arimilli, and	§ 103	9
Henkel		
Cox, Silverman, Arimilli, and	§ 103	10
Houde		



II. ANALYSIS

A. Claim Interpretation

In an *inter partes* review, claim terms in an unexpired patent are given their broadest reasonable construction in light of the Specification of the patent in which they appear. 37 C.F.R. § 42.100(b), *see also* Office Patent Trial Practice Guide, 77 Fed. Reg. 48,756, 48,766 (Aug. 14, 2012); *In re Cuozzo Speed Techs., LLC*, 793 F.3d 1268, 1277–78 (Fed. Cir. 2015) ("We conclude that Congress implicitly approved the broadest reasonable interpretation standard in enacting the AIA."), *cert. granted sub nom. Cuozzo Speed Techs. LLC v. Lee*, 136 S. Ct. 890 (2016). Under the broadest reasonable interpretation standard, claim terms are given their ordinary and customary meaning in view of the Specification, as would be understood by one of ordinary skill in the art at the time of the invention. *In re Translogic Tech., Inc.*, 504 F.3d 1249, 1257 (Fed. Cir. 2007). Any special definition for a claim term must be set forth in the Specification with reasonable clarity, deliberateness, and precision. *In re Paulson*, 30 F.3d 1475, 1480 (Fed. Cir. 1994).

 $"synchronous\ data\ communication\ protocol"$

Referring to a dictionary definition, Petitioner argues that the '874 patent Specification's use of the term "synchronous data communications protocol" is consistent with the usage in the art at the time of the alleged invention. Pet. 12–13 (citing Ex. 1019, 727). Specifically, Newton's Telecom Dictionary (14th Ed.) defines "synchronous," in part, as:

The condition that occurs when two events happen in a specific time relationship with each other and both are under the control of a master clock. Synchronous transmission means there is a constant time between successive bits, characters or events.



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.

