

UNITED STATES PATENT AND TRADEMARK OFFICE

BEFORE THE PATENT TRIAL AND APPEAL BOARD

HTC CORPORATION and
HTC AMERICA, INC.,
Petitioner,

v.

INVT SPE LLC,
Patent Owner.

Case IPR2018-01556
Patent 7,206,587 B2

Before THU A. DANG, KEVIN F. TURNER, and BARBARA A.
BENOIT, *Administrative Patent Judges*.

DANG, *Administrative Patent Judge*.

DECISION
Denying Institution of *Inter Partes* Review
37 C.F.R. § 314(a)

I. INTRODUCTION

A. Background

HTC Corporation and HTC America, Inc. (collectively “Petitioner”) filed a Petition for *inter partes* review of claims 1–4 of U.S. Patent No. 7,206,587 B2 (Ex. 1001, “the ’587 patent”). Paper 1 (“Pet.”). INVT SPE LLC (“Patent Owner”) filed a Preliminary Response. Paper 7 (“Prelim. Resp.”).

Although Petitioner initially sought to include claims 1–3 in its challenge, Patent Owner statutorily disclaimed those claims after the Petition was filed. *See* Ex. 2001. For the reasons discussed below, in this Decision, we do not regard disclaimed claims 1–3 as claims challenged in the Petition, and instead regard claim 4 as the only challenged claim.

By statute, institution of an *inter partes* review may not be authorized “unless . . . the information presented in the petition . . . and any 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.” 35 U.S.C. § 314(a).

Upon consideration of the Petition and the Preliminary Response, we are not persuaded Petitioner demonstrated a reasonable likelihood of prevailing in establishing unpatentability claim 4 of the ’587 patent. Accordingly, no trial is instituted.

B. Related Proceedings

According to Petitioner, the ’587 patent was originally at issue in *Inventergy, Inc. v. HTC Corporation and HTC America, Inc.*, Case No. 17-cv-200-VAC-CJB (D. Del.). Pet. 1. Petitioner contends the ’587 patent is

at issue in *INVT SPE LLC v. HTC Corporation and HTC America, Inc.*,
Case No. 2:17-cv-03740 (D.N.J.). *Id.*

C. The '587 Patent

The '587 patent issued on April 17, 2007, from an application filed December 18, 2002, and is a continuation of application No. 10/089,605, filed on April 1, 2002, now U.S. Patent No. 6,760,590. Ex. 1001, [45], [22], and [63].

The '587 patent relates to allocating “communication resources . . . to communication terminals based on downlink channel quality.” *Id.* at 2:37–43. According to the '587 patent, “among information indicative of downlink channel quality, which has a possibility of decreasing the downlink throughput when the information is received erroneously in a base station, a communication terminal provides such information with less susceptibility to errors in the propagation path to transmit.” *Id.* at 2:44–52.

In an embodiment, “[the] communication terminal . . . transmits with less susceptibility to errors in the propagation path in proportion to information for which the amount of change is large within CIR [, i.e., ‘desired carrier to interference ratio’] information.” *Id.* at 19:30–34 (brackets in original). For example, “[i]f a CIR value is indicated by a value with a decimal fraction (such as 8.7 dB),” then “information for which the amount of change is large” and “that indicates a broad value” refers to “the integer part (here, ‘8’).” *Id.* at 19:40–45. In such case, “since the amount of change per unit of the integer part is 1dB, while the amount of change per unit of the fractional part is 0.1 dB, the integer part is ‘information for which the amount of change is large[.]’” *Id.* at 19:45–54. Therefore, “if an integer part is received erroneously by a base station, the

degree of error is large compared with the case where a fractional part is received erroneously[.]” *Id.*

Figure 15, reproduced below, illustrates a configuration of the CIR signal creation section of a communication terminal. *Id.* at 3:32–34.

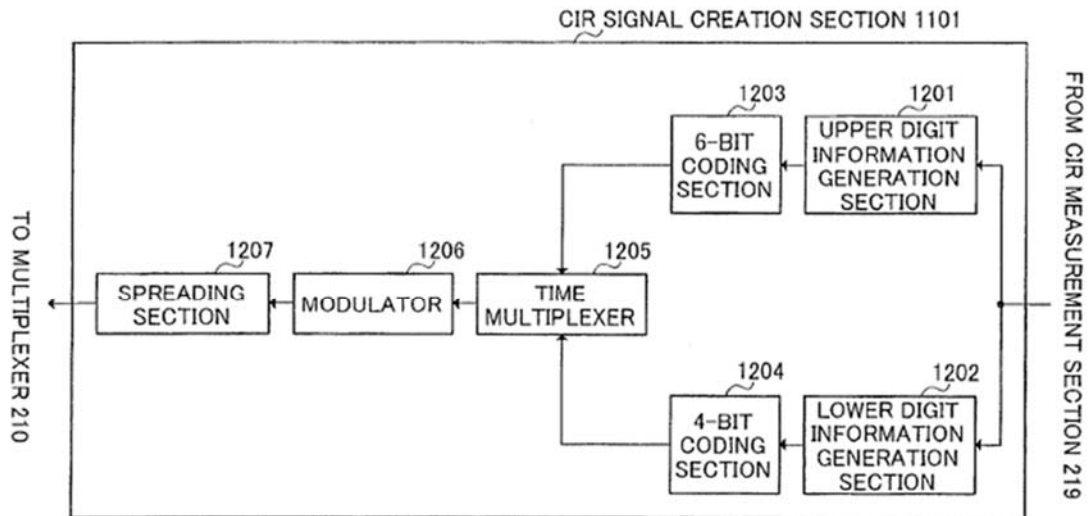


FIG.15

Figure 15 depicts a configuration of CIR signal creation section 1101, wherein, for a CIR value output from CIR measurement section is “8.7 dB,” “upper digit information generation section 1201 outputs the value of the integer part, ‘8’, to the 6-bit coding section 1203,” and “lower digit information generation section 1202 outputs the value of the fractional part, ‘7’, to the 4-bit coding section 1204.” *Id.* at 20:29–41.

D. The Challenged Claim

Independent claim 4 is the remaining challenged claim at issue, and is reproduced below:

4. A communication terminal apparatus comprising:
- a measuring device that measures reception quality of a pilot signal to output information having a plurality of bits that indicate the measured reception quality;
 - a coding device that encodes the information to obtain a code word; and
 - a transmitter that transmits the code word, wherein:
 - the coding device encodes the information such that the most significant bit of the plurality of bits is less susceptible to errors in a propagation path than other bits of the plurality of bits.

Ex. 1001, 26:20–30.

E. Asserted Grounds of Unpatentability

Petitioner contends that claims 1–4 are unpatentable based on the following specific ground (Pet. 3):

Reference(s)	Basis	Claim(s) Challenged
Padovani ¹ and Gils ²	§ 103 ³	1–4

As discussed above, and for the reasons discussed below, we regard claim 4 as the only challenged claim. *See* Section I.A.

Petitioner also relies on the declaration of Paul S. Min, Ph.D. (Ex. 1017) for support. Pet. 3.

¹ PCT Publication No. WO 99/23844, published May 14, 1999 (Ex. 1009, “Padovani”).

² W. van Gils, “Design of error-control coding schemes for three problems of noisy information transmission, storage and processing,” dissertation, Eindhoven Univ. of Technology, Eindhoven, the Netherlands, 1988 (Ex. 1010, “Gils”); *see* Pet. vii (Exhibit List).

³ The Leahy-Smith America Invents Act (“AIA”), Pub. L. No. 112–29, 125 Stat. 284, 287–88 (2011), revised 35 U.S.C. § 103 effective March 16, 2013. Because the challenged patent was filed before March 16, 2013, we refer to the pre-AIA version of § 103.

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