	Case 2:16-cv-08033 Document 1 Filed 10	0/28/16 Page 1 of 12 Page ID #:1
1 2 3 4 5 6	Douglas G. Muehlhauser (SBN 179495) doug.muehlhauser@knobbe.com Mark Lezama (SBN 253479) mark.lezama@knobbe.com Alexander J. Martinez (SBN 293925) alex.martinez@knobbe.com KNOBBE, MARTENS, OLSON & BEAR, LLP 2040 Main Street, Fourteenth Floor Irvine, CA 92614 Telephone: 949-760-0404 Facsimile: 949-760-9502	
7	Attorneys for Plaintiff NOMADIX, INC.	
8		
9		
10 11	IN THE UNITED STATES DISTRICT COURT	
11	FOR THE CENTRAL DISTRICT OF CALIFORNIA	
12	WESTERN DIVISION	
14		
15	NOMADIX, INC.,	Case No.
16	Plaintiff,	2:16-cv-08033
17	V.	COMPLAINT FOR BREACH OF CONTRACT
18	GUEST-TEK INTERACTIVE	
19	ENTERTAINMENT LTD.,	and
20	Defendant.	DEMAND FOR JURY TRIAL
21 22		
22 23		
23 24		
27		
26 26		
27		
28		
DOCKET A L A R M Find authenticated court documents without watermarks at <u>docketalarm.com</u> .		

Plaintiff Nomadix hereby complains of Defendant Guest-Tek Interactive Entertainment Ltd. and alleges as follows:

JURISDICTION, PARTIES, AND VENUE

1. Plaintiff Nomadix and Defendant Guest-Tek Interactive Entertainment Ltd. entered into a written license agreement with effective date December 30, 2010 (the "License Agreement"). This Complaint states a cause of action for breach of contract—specifically, for breach of the License Agreement. This Court has subject-matter jurisdiction under 28 U.S.C. § 1332(a).

2. Plaintiff Nomadix is a Delaware corporation having its principal place of business at 30851 Agoura Road, Suite 102, Agoura Hills, California 91301.

 Defendant Guest-Tek Interactive Entertainment Ltd. ("Guest-Tek") is an Alberta corporation having its principal place of business at Suite 600, 777 8 Ave SW, Calgary, Alberta T2P 3R5, Canada.

4. The amount in controversy exceeds \$75,000, exclusive of interest and costs. Nomadix estimates that its damages exceed \$11,000,000.

5. The License Agreement specifies that disputes arising under the contract shall be brought in the United States District Court for the Central District of California. Under the License Agreement, with respect to Nomadix's claim for breach of contract, Guest-Tek has consented to the Court's exercise of personal jurisdiction over Guest-Tek. Guest-Tek has also waived any objections to venue in the present judicial district and to the Court's exercise of personal jurisdiction over Guest-Tek.

6. Guest-Tek sells or uses network devices in connection with Internetaccess services it provides to hotels and other properties. For example, Guest-Tek offers the OneView Internet solution and RendezView solution.

7.

Guest-Tek owns and operates the website at www.guesttek.com.

8. On its website, Guest-Tek states: "GuestTek's OneView Internet solution (OVI) provides fast and reliable connectivity for your property, seamlessly

Find authenticated court documents without watermarks at docketalarm.com.

connecting your guests across all floors. Our High Speed Internet solution (HSIA) scales to help your property overcome increasingly complex internet and network challenges, with intelligent point of access designed to suit your guest's applications and bandwidth needs."

9. On its website, Guest-Tek states: "GuestTek's RendezView conferencing service platform extends your properties capabilities to improve efficiency, reduce costs and increase revenue. [¶] Turn your basic HSIA in your conference space into an a la carte menu of network provisioning options and captive portal page experiences." Guest-Tek's website also indicates that RendezView's features and functionality include "[b]andwidth dedication and shaping."

10. Guest-Tek provides services based on its OneView Internet solution to numerous properties, including several hotels within this judicial district, including the JW Marriott Los Angeles L.A. LIVE at 900 West Olympic Boulevard, Los Angeles, California 90015; the Extended Stay America – Orange County – John Wayne Airport at 4881 Birch St., Newport Beach, California 92660; and the Irvine Marriott at 18000 Von Karman Avenue, Irvine, California 92612. As a result, Guest-Tek owes Nomadix royalties under the License Agreement in connection with these properties but has failed to pay Nomadix the royalties it owes.

11. In connection with its royalty obligations under the License Agreement, Guest-Tek has sent reports to Nomadix in this judicial district; and although Guest-Tek has underpaid Nomadix overall, Guest-Tek has made payments under the License Agreement to Nomadix in this judicial district.

Find authenticated court documents without watermarks at docketalarm.com.

FIRST CLAIM FOR RELIEF: BREACH OF CONTRACT

12. In 2009, Nomadix sued Guest-Tek in this judicial district for infringement of six Nomadix patents in a case captioned *Nomadix, Inc. v. Hewlett-Packard Co. et al.*, No. CV09-08441 (the "2009 Litigation"). Nomadix eventually added a claim against Guest-Tek for infringement of a seventh Nomadix patent. Guest-Tek filed counterclaims for declaratory judgment of noninfringement and invalidity of those seven Nomadix patents.

13. In late December 2010, Nomadix and Guest-Tek settled their claims against one another in the 2009 Litigation. As part of the settlement, Nomadix and Guest-Tek entered into the License Agreement. Exhibit 1 to this Complaint is a true and correct copy of the License Agreement as originally executed, excluding the original Schedule B.

14. The License Agreement is a valid and enforceable written contract binding on Nomadix and Guest-Tek.

15. Under the License Agreement, Nomadix granted Guest-Tek a royaltybearing, limited, nonexclusive license under the patents involved in the 2009 Litigation and certain related patents. Starting in 2011, the license authorizes Guest-Tek to include functionality patented under the licensed Nomadix patents in Guest-Tek's OneView Internet devices and services, RendezView devices and services, and other devices and services, as long as those devices and services are used or provided as a result of, or in connection with, business or services provided by Guest-Tek to a particular hotel or other property located in the United States.

16. Nomadix has performed all or substantially all of its obligations under the License Agreement, and by granting Guest-Tek this license, Nomadix has satisfied all conditions precedent, if any, to Guest-Tek's performance of its payment obligations under the License Agreement. Nomadix has made a goodfaith effort to comply with all its substantive obligations under the License Agreement. Guest-Tek has not notified Nomadix of any alleged breaches by Nomadix of the License Agreement.

17. On information and belief: Since 2011, Guest-Tek's OneView Internet devices and services have been used as a result of, or in connection with, business or services provided by Guest-Tek to over 2,500 U.S. hotel properties.

18. On information and belief: During each quarter beginning with the third quarter of 2012, Guest-Tek's OneView Internet devices and services have been used as a result of, or in connection with, business or services provided by Guest-Tek to over 2,000 U.S. properties.

19. During each quarter beginning with at least the third quarter of 2012, Guest-Tek's OneView Internet devices and services have included functionality patented under at least one Nomadix patent licensed under the License Agreement. For example, the patented functionalities that Guest-Tek's OneView Internet devices and services have included relate to captive portals, authentication, integration with property management systems, and bandwidth management.

20. On information and belief: Guest-Tek has represented to one or more U.S. customers of its OneView Internet solutions that Guest-Tek has a license to Nomadix patents.

21. On information and belief: Guest-Tek has represented to one or more U.S. customers of its OneView Internet solutions that Guest-Tek has a license to Nomadix patents that protects Guest-Tek or its customers from a patent-infringement lawsuit by Nomadix in connection with the OneView Internet solution.

22. One of Guest-Tek's co-defendants in the 2009 Litigation was iBAHN Corporation. In the 2009 Litigation, Nomadix alleged that iBAHN Corporation had infringed six of the seven Nomadix patents that Nomadix had asserted against Guest-Tek. iBAHN General Holdings Corporation eventually intervened in the

DOCKET A L A R M



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.