Paper 9 Entered: June 1, 2018

UNITED STATES PATENT AND TRADEMARK OFFICE

BEFORE THE PATENT TRIAL AND APPEAL BOARD

ZTE CORPORATION and ZTE (USA), INC., Petitioners,

v.

MAXELL, LTD., Patent Owner.

Case IPR2018-00236 Patent 8,339,493 B2

Before MINN CHUNG, TERRENCE W. McMILLIN, and JOHN A. HUDALLA, *Administrative Patent Judges*.

McMILLIN, Administrative Patent Judge.

DECISION
Denying Institution of *Inter Partes* Review
35 U.S.C. § 314



I. INTRODUCTION

ZTE Corporation and ZTE (USA), Inc. ("Petitioner")¹ filed a Petition ("Pet.") (Paper 2) to institute an *inter partes* review of claims 5 and 6 of Patent 8,339,493 B2 (the "'493 patent") (Ex. 1001) pursuant to 35 U.S.C. § 311 *et seq.* Patent Owner Maxell, Ltd. ("Patent Owner")² filed a Preliminary Response ("Prelim. Resp.") (Paper 6) to the Petition.

This is a preliminary proceeding to decide whether *inter partes* review of the '493 patent should be instituted under 35 U.S.C. § 314(a), which provides that *inter partes* review may not be instituted "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." *See* 35 U.S.C. § 314(a) (regarding institution of *inter partes* review); 37 C.F.R § 42.4(a) (delegating authority to institute trial to the Board).

Upon consideration of the Petition, the Preliminary Response, and the evidence of record, we conclude that the information presented fails to show that there is a reasonable likelihood that Petitioner will prevail in establishing the unpatentability of at least one of the challenged claims of



¹ In the caption of the Petition, both ZTE Corporation and ZTE (USA), Inc. are identified as Petitioner. In the body of the Petition, ZTE (USA), Inc. is identified as the sole Petitioner and ZTE Corporation is identified as an additional real party in interest. Pet. 1.

² In the caption of the Petition, the Patent Owner is identified by the Petitioner as Hitachi Maxell, Ltd. In the caption of Patent Owner's Mandatory Notices, the Patent Owner is identified as Hitachi Maxell, Ltd. but, in the body of this same document, the Patent Owner is identified as Maxell, Ltd. (Paper 5, 2). In the caption and body of the Preliminary Response (Paper 6, 1), Patent Owner identifies itself as Maxell, Ltd.

the '493 patent. For the reasons that follow, the Board has determined not to institute an *inter partes* review.

A. Related Matters

Both parties identify one related matter under 37 C.F.R. § 42.8(b)(2), *Maxell, Ltd. v. ZTE Corporation and ZTE USA Inc.*, 5:16-cv-00179-RWS (E.D. Tex.),³ that would affect, or be affected by, a decision in this proceeding. Pet. 1; Paper 5, 2.

B. The '493 Patent (Ex. 1001)

The '493 patent, is titled "Electric Camera." Ex. 1001, (54). It issued on December 25, 2012, based on an application filed July 28, 2010. *Id.* at (22), (45). It claims priority as a continuation of a U.S. application filed September 12, 2003, which in turn claims priority as a division of a U.S. application filed March 8, 2000. *Id.* at (60). Priority is also claimed to a Japanese patent application filed January 11, 2000. *Id.* at (30), 1:6–14.

The '493 patent relates to "video cameras, camcorders, digital still cameras and others using a solid-state image sensing device, and more particularly to an electric camera using a solid-state image sensing device with a large number of pixels." *Id.* at 2:57–61. An object of the invention is to provide an electric camera "which uses an image sensing device with a sufficient number of pixels for still images and enables the taking of highly detailed still images and a moving video taking with reduced image quality degradation without increasing circuitry such as field memory." *Id.* at 3:8–

3



³ Petitioner identifies the plaintiff as Hitachi Maxell, Ltd. Pet. 1. Patent Owner identifies the plaintiff as Maxell, Ltd. Paper 5, 2.

13. "It is also an object of the present invention to provide an electric camera that can also realize the image stabilizing function." *Id.* at 3:13–15.

C. The Challenged Claims

Of the challenged claims of the '493 patent, claim 5 is independent, and claim 6 depends from claim 5. Claims 5 and 6 recite:

- 5. An electric camera comprising:
- an image sensing device with a light receiving sensor having an array of pixels arranged vertically and horizontally in a grid pattern, in an N number of vertically arranged pixel lines;
- a signal processing unit that generates image signals by processing the output signals of the image sensing device; and
- a display unit with a display screen, that displays an image corresponding to the image signals;
- wherein when recording an image in a static image mode, the signal processing unit generates the image signals by using all signal charges accumulated in all N number of vertically arranged pixel lines of the image sensing device, to provide N pixel lines;
- wherein when monitoring the image in the static image mode, the signal processing unit generates the image signals by using pixel lines that have been mixed or culled from the N number of vertically arranged pixel lines to only include pixel lines separated from one another by intervals of a first distance; and
- wherein when recording the image in a moving video mode, the signal processing unit generates the image signals by using a portion of, or the entirely of, pixel lines which have been mixed or culled from the N number of vertically arranged pixel lines to only include pixel lines separated from one another by intervals of a second distance, where the second distance is different from the first distance.
- 6. An electric camera according to the claim 5, further comprising:
- an image-instability detector which detects an image-instability of the electric camera; and



wherein when recording in the moving video mode, in order to correct the image-instability, the signal processing unit generates the image signals by changing the pixel lines used, and the portion of the pixel lines used, according to an amount of image-instability detected by the instability detector.

Ex. 1001, 16:32–17:3.

D. The Prior Art

Petitioner relies on the following prior art:

U.S. Patent 5,493,335, issued February 20, 1996 ("Parulski '335")

(Ex. 1003);

U.S. Patent 5,440,343, issued August 8, 1995 ("Parulski '343")

(Ex. 1004);

U.S. Patent 5,497,192, issued March 5, 1996 ("Ishizuka") (Ex. 1005);

U.S. Patent 5,828,406, issued October 27, 1998 ("Parulski '406")

(Ex. 1006); and

U.S. Patent 6,512,541 B2, filed December 8, 1997 ("Dunton")

(Ex. 1007). Pet. 3-4

E. The Asserted Grounds

Petitioner challenges claims 5 and 6 of the '493 patent on the following grounds:

Claim 5 as obvious under 35 U.S.C. § 103 in view of Parulski '335 and Parulski '343;

Claim 6 as obvious under 35 U.S.C. § 103 in view of Parulski '335, Parulski '343, and Ishizuka;

Claim 5 as obvious under 35 U.S.C. § 103 in view of Parulski '406 and Dunton; and



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.

