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                          IN THE UNITED STATES DISTRICT COURT
                           FOR THE WESTERN DISTRICT OF TEXAS
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                                     WACO DIVISION
           FINTIV, INC.
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                                           CIVIL ACTION NO. A-19-CV-1238
           VS.
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           APPLE, INC.
                                                November 5, 2020
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                 BEFORE THE HONORABLE ALAN D ALBRIGHT, JUDGE PRESIDING
                                   TELEPHONIC HEARING
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1 Proceedings recorded by mechanical stenography, transcript produced by computer-aided transcription. 02:32 2 (November 5, 2020, 2:32 p.m.) 02:32 3 02:32 DEPUTY CLERK: Telephonic hearing in Civil Action 1:19-CV-1238, styled Fintiv, Incorporated versus Apple 02:32 02:32 6 Incorporated. 02:32 7 THE COURT: If I could hear announcements from counsel, 02:32 whoever's going to be speaking, please. 02:32 MR. TINDEL: Yeah. Good afternoon, Your Honor. This is Andy Tindel here on behalf of the plaintiff Fintiv, and with us 02:32 on the call, Kasowitz' firm, are our lead counsel Jonathan 02:32 11 02:32 12 Waldrop, Darcy Jones, Paul Williams, Minh Nguyen and 02:32 13 Heather Kim, and I believe Ms. Kim and Mr. Waldrop will be our 02:32 14 principal speakers today. 02:32 THE COURT: If I could hear from counsel for the 15 defendant. Mr. Ravel? 02:32 16 MR. RAVEL: Your Honor, it's Steve Ravel for defendant 02:32 17 02:33 18 Apple along with two of our client reps, Natalie Pous and 02:33 19 Amy Walters. From Orrick we have Claudia Frost, the leader of our team, Travis Jensen, Jeff Quilici, and I think consistent 02:33 20 02:33 21 with Mr. Earle's note of about five or ten minutes ago, I'm 02:33 22 going to turn it over to Ms. Frost for a discussion of the AEO 02:33 23 issue. THE COURT: Okay. I'll turn to Mr. Waldrop. What issues 02:33 24 02:33 25 do we need to take up for you, and have they been adequately --



02:33 I want to take up issues that the other side has had an opportunity to prepare for. So I will let you police yourself 02:33 in that regard. 02:33 3 02:33 MR. WALDROP: Good afternoon, Your Honor. This is Jon Waldrop, Your Honor. Thank you for your time. I'm going 02:33 to turn it over to my colleague Heather Kim, but we will be 02:33 02:33 mindful that in -- make sure that there's no undue prejudice to 02:33 Apple and will stick to what we can and seek the Court's 02:34 guidance at a later date on issues that we cannot work with 02:34 10 them. Heather, I'll turn it over to you. 02:34 11 02:34 12 THE COURT: Okay. 02:34 1.3 MS. KIM: Good afternoon, Your Honor. Thank you for 02:34 14 taking our call today. 02:34 This is just as a segment that we missed on Monday, and so 15 02:34 we appreciate you making the time for us on such quick notice. 02:34 17 Today we're prepared to talk about the schedule, which we 02:34 18 only have one date that we are still disputing, and the 02:34 19 deposition hours, which we've gone back and forth with Apple on 02:34 20 a few times. That issue is the most pressing as it is 02:34 21 backlogging the depositions we need to complete by the fact 02:34 22 discovery close of December 11th. We are prepared to argue 02:34 23 those issues and bring those up to the Court today, Your Honor. THE COURT: Okay. Happy to hear them. 02:34 24



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MS. KIM: Great. I think we can start with the first

02:34 issue of the schedule. We've agreed with Apple on every deadline except for the deadline for opening expert reports and 02:34 the deadline for Apple to narrow the number of prior art 02:34 3 02:35 references at issue. Those dates are going to be the same. Currently Apple is proposing a December 23rd deadline, and we 02:35 would like to have that set to January 6th. Our reasoning for 02:35 that is to give the parties the same amount of time for the 02:35 7 02:35 previous deadline. For Fintiv that would be between the close 02:35 of fact discovery and the deadline to submit opening expert reports would be 25 days, and the date for Apple to submit 02:35 10 their rebuttal expert reports after the opening reports go in 02:35 11 02:35 12 would be 24 days. We can make that even and go 24 and 25 and 02:35 give Apple an extra day if that would be helpful, but we did it that way because with the January 5th deadline we'd be going 02:35 14 through Christmas and the new year holiday and so we proposed a 02:35 15 02:35 25 day for us and 24 days for them. THE COURT: Okay. Any response to that? 02:35 17 02:35 18 MS. FROST: Yes, Your Honor. It's Claudia Frost for 02:36 19 Apple. Good afternoon. THE COURT: Good afternoon. 02:36 20 02:36 MS. FROST: And thank you for hearing us today. 21 02:36 22 I do have an issue in regard to the schedule sort of --

I do have an issue in regard to the schedule sort of -it's a table-setting issue that we raised in our e-mail to
Mr. Earle this morning that I think does impact the overall
schedule and will let us know for sure whether we just have the



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one issue that Ms. Kim outlined or actually we have another issue. If I may address that sort of table-setting issue first, I think that would help everyone.

The table-setting issue we set forth in our e-mail this morning pertains to a claim construction issue, in particular the -- in -- a few weeks ago I think -- I was looking for the date, but I can't find it -- a few weeks ago Mr. Tindel raised an issue with the Court about a clarification of a prior claim construction term that the Court had construed in November of 2019, and they're potentially requesting some clarification about that. The Court gave Fintiv an opportunity to submit a letter explaining what term it wanted clarification on and why. Fintiv responded that it would do so, but it hasn't submitted any letters, and a few weeks have gone by. Nor does Fintiv's proposed schedule contain any dates for additional claim construction or clarification proceedings, and we want to make sure that this issue is not going to raise its head again and that there's not going to be any further claim construction proceedings in the case so that we can get a schedule that we can all live with and rely on. If that's not going to come up, then I agree with Ms. Kim. We have the one issue about the expert reports, and I'll address that now.

THE COURT: Okay.

MS. FROST: The issue on the expert reports is pretty straightforward. What Fintiv is proposing is a schedule that



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