UNITED STATES DISTRICT COURT

NORTHERN DISTRICT OF CALIFORNIA

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ASETEK DANMARK A/S,

Plaintiff,

v.

COOLIT SYSTEMS INC, et al.,

Defendants.

Case No. 19-cv-00410-EMC

ORDER GRANTING IN PART AND DENYING IN PART DEFENDANTS' MOTION FOR SUMMARY JUDGMENT; AND GRANTING IN PART AND DENYING IN PART PLAINTIFF'S MOTION FOR PARTIAL SUMMARY JUDGMENT

Docket Nos. 387, 394

## I. <u>INTRODUCTION</u>

Plaintiff Asetek Danmark AS ("Asetek") filed suit against CoolIT Systems, Inc. and its subsidiaries, and Corsair Gaming, Inc. and its U.S. subsidiaries (collectively "CoolIT"), asserting that CoolIT infringed and continues to infringe five of its patents — *i.e.*, the '601, '196, '362, '354 and '355 patents (collectively "CoolIT Patents"). CoolIT counterclaimed, alleging that Asetek infringed four of CoolIT's patents — *i.e.*, the '330, '284, '266, and '567 patents. All of the allegedly infringed patents relate to liquid cooling systems and methods for cooling heat-generating electronic components. Both parties move for summary judgment. For the reasons stated below, the Court **GRANTS IN PART** Asetek's Motion for summary judgment for validity of the '362 Patent and **DENIES IN PART** the Motion for noninfringement of the CoolIT Patents. The Court **DENIES IN PART** the Motion for noninfringement of the '362 Patent.



## A. Factual & Procedural Background

On January 23, 2019, Asetek filed this lawsuit against CoolIT. *See* Docket No. 1. Asetek's patented combination of a pump, a dual-chambered reservoir, and a cold plate into a single pump unit allows improved efficiency and compactness that enables the pump unit to be installed directly on the CPU/GPU of a computer motherboard, graphics card, or a server, have decreased risk of coolant leakage, is easy to install and use, is simpler, and less costly. Docket No. 228 (SAC) at 4. CoolIT counterclaimed on April 11, 2019, alleging that Asetek's Gen 4, Gen 5, Gen 6, and Gen 7 products infringe its own patents — *i.e.*, the '330, '284, '266, and '567 patents—which claim a fluid heat exchanger. *See* Docket No. 23; Docket No. 333 (Fourth Amended Counterclaim) at 14.

On December 22, 2020, this Court issued a minute order consolidating this case with the related case of *Asetek Danmark A/S v. Corsair Gaming, Inc. et al.*, Case No. 3:20-cv-06541-EMC, which asserted many of the same patents as this case. *See* Docket No. 207 at 1; SAC at 2-4. Therefore, the consolidated complaint ("SAC") alleges infringement against CoolIT and Corsair, a provider of gaming and streaming products. *See* SAC.

The '354 and '355 patents were later found unpatentable by the Patent Trial and Appeal Board ("PTAB"), and Asetek appealed to the Federal Circuit. *See* Docket No. 380 (Order to Stay) at 3, n.2; Docket No. 465 (Joint Case Management Statement) at 5. There is a pending *inter partes review* ("IPR") of the '601 and '196 patents. Joint Case Management Statement at 3. On September 30, 2021 and October 12, 2021, the '567 patent and some claims of the '266 Patents were found unpatentable by the PTAB and are subject to an appeal. *Id.* This Court granted a partial stay of litigation on February 10, 2022 as to Asetek's '354, '355, '601, and '196 patents and CoolIT's '567 patent, pending inter partes review of the '601 and '196 patents. *See* Order to Stay at 1. The stay did not affect the litigation as to Asetek's '362 Patent and CoolIT's '330, '284, and '266 Patents currently at issue as they are not presently subject to IPR. *See id.* 

## B. The '362 Patent

The '362 Patent claims an invention over prior art liquid cooling systems that were often

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Docket No. 1-1 (the '362 Patent) at 1:41-49. Asetek overcame this problem with a small and
compact design that is more efficient, easy to use and implement, and requires a low level of
maintenance. <i>Id.</i> at 1:53-52.

Only claims 17 and 19 are at issue in this case:

17. A method of operating a liquid cooling system for an electronic component positioned on a motherboard of a computer system, comprising:

separably thermally coupling a heat exchanging interface of a reservoir with the electronic component positioned at a first location on the motherboard, the reservoir including an upper chamber and a lower chamber, the upper chamber and the lower chamber being separate chambers that are vertically spaced apart and separated by at least a horizontal wall, the upper chamber and the lower chamber being fluidly coupled by one or more passageways, at least one of the one or more passageways being positioned on the horizontal wall, the heat exchanging interface being removably coupled to the reservoir such that an inside surface of the heat exchanging interface is exposed to the lower chamber of the reservoir:

positioning a heat radiator at a second location horizontally spaced apart from the first location, the heat radiator and the reservoir being fluidly coupled together by tubing that extends from the first location to the second location;

activating a pump to a circulate a cooling liquid through the reservoir and the heat radiator, the pump including a motor and an impeller having curved blades, the impeller being positioned in the reservoir: and

activating a fan to direct air through the heat radiator, the fan being operated by a motor separate from the motor of the pump.

- 18. The method of claim 17, wherein activating the pump includes circulating the cooling liquid between the upper and the lower chambers of the reservoir.
- 19. The method of claim 18, wherein circulating the cooling liquid between the upper and the lower chambers includes passing the cooling liquid from the upper chamber to the lower chamber through a single passageway of the one or more passageways.

'362 Patent, Claims 17-19.

Asetek's claimed invention has several notable features, including "an impeller having a plurality of curved blades" and a single-receptacle "reservoir including an upper and a lower



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overheating. See id. These limitations overcame prior art. Docket No. 387-3, Ex. 2 (U.S. Patent			
No. 7,971,632 file history) (adding "curved blades"); see also Asetek Danmark A/S v. CMI USA			
<i>Inc.</i> , 852 F.3d 1352, 1357–58 (Fed. Cir. 2017) ("[T]he jury found that the claimed liquid-cooling			
systems differ from the prior art because the 'reservoir' is a 'single receptacle that is divided			
into an upper chamber and a lower chamber.""). The parties and this Court previously construed			
"chamber" as "compartment(s) within the reservoir" and "reservoir" as a "single receptacle			
defining a fluid flow path." Docket No. 67 (Joint Claim Construction Statement) at 2-3; Docket			
No. 237 at 3, Docket No. 258 (Claim Construction Order) at 5. Furthermore, the parties stipulated			
to the following:			

- 1. The claimed "reservoir" in Asetek's invention is a single receptacle that is divided into an upper chamber and a lower chamber, with the upper chamber providing the pumping function and the lower chamber providing the thermal exchange function.
- 2. Prior art devices included a pump, a single-chamber reservoir (as that term was used in the prior art), and a cold plate as separate components that were connected using tubing or attached together with clips or screws or permanently coupled.
- 3. Asetek's patent claims are directed to a liquid cooling device comprising a dual chambered reservoir bounded by a heat exchanging interface.

Docket No. 342 (Estoppel Joint Statement) at 2.

### 1. The CMI Case

Asetek previously asserted the '362 Patent (and related U.S. Patent No. 8,245,764) in an unrelated action against Cooler Master ("CMI"). *See Asetek Danmark A/S v. CMI USA, Inc.*, Case No. 4:13-cv-00457-JST (hereinafter the "CMI case"). Represented by the same counsel as in the current case, Asetek argued that the patents were not invalid over the prior art because the '362 Patent's "reservoir" limitation required a single receptacle while prior art Ryu disclosed two separate receptacles attached together. *See CMI USA Inc.*, 852 F.3d at 1357–58. The jury agreed with Asetek and found the '362 Patent valid over Ryu. *Asetek Danmark A/S v. CMI USA, Inc.*, No. 13-CV-00457-JST, 2015 WL 5568360, at \*2 (N.D. Cal. Sept. 22, 2015), *aff'd in part, remanded in part*, 842 F.3d 1350 (Fed. Cir. 2016), *opinion modified and superseded on reh'g*, 852



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The jury found the following key differences between the '362 Patent and the prior art:

Rather than connecting together multiple separate components (as in the prior art), Asetek's patented pump head design combines, into a single unit, a pump and the claimed "reservoir" that has, among other things, dual chambers and is bounded by a removable cold plate. Also, the claimed "reservoir" in Asetek's invention is a single receptacle that is divided into an upper chamber and a lower chamber, with the upper chamber providing the pumping function and the lower chamber providing the thermal exchange function.

*Id.* The Federal Circuit affirmed. See CMI USA Inc., 852 F.3d at 1357–58.

Thereafter in a motion for contempt sanctions, Asetek argued that CMI's product with two separate and separable receptacles infringed the '362 Patent, claiming that the single receptacle reservoir argument was not the "crucial distinction" from the prior art. See Asetek Danmark A/S v. CoolIT Sys. Inc., No. 19-CV-00410-EMC, 2022 WL 74160, at \*4 (N.D. Cal. Jan. 7, 2022). Upon this attempt to argue that a device with multiple separable receptacles can satisfy the single receptacle reservoir limitation in the CMI case, CoolIT sought leave to amend answers to add collateral and judicial estoppel defenses in the current action. *Id.* This Court granted the amendment and noted that "should Asetek now argue in the instant case that a reservoir encompasses multiple receptacles like it did at the July 27, 2021 CMI USA Inc. hearing, this argument would appear to be inconsistent with its previous argument in CMI USA Inc. that a reservoir limitation requires a single receptacle." *Id.* at \*9.

#### C. The '266, '330, and '284 Patents

Eleven claims across the '330, '284, and '266 Patents remain, each reciting or depending on an independent claim that recites a "plate" and a "plurality of [fins/walls]" defining a "corresponding plurality of microchannels":

> 13. A fluid heat exchanger for cooling an electronic device, the heat exchanger comprising:

a plurality of walls defining a corresponding plurality of microchannels, wherein each microchannel extends from a first end to a second end:

a plate overlying the walls; and

a seal, wherein the seal is a portion of the plate;



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