# EXHIBIT 18

# brownrudnick

VINCENT J. RUBINO III direct dial: 212-209-4974 fax: 212-209-4801 vrubino@brownrudnick.com

November 28, 2018

VIA EMAIL (MBernstein@perkinscoie.com) Matthew C. Bernstein Perkins Coie 11988 El Camino Real Suite 350 San Diego, CA 92130-2594

## RE: <u>AGIS Software Development, LLC v. HTC Corporation, Case No. 2:17-cv-00514 (E.D. Tex.)</u> (Lead Case)

Dear Matthew,

I write in response to HTC Corporation's ("HTC") letter dated November 13, 2018 regarding HTC's request to AGIS to stipulate to non-infringement of the '970 patent. As I communicated on the phone earlier this week, AGIS does not agree to stipulate to non-infringement of the '970 patent and maintains that it has a good faith basis to continue to assert the '970 patent against HTC.

First, AGIS notes that HTC's letter does not challenge that the accused applications, Find My Device and Android Device Manager, meet the limitations of the '970 patent.<sup>1</sup>

Second, HTC appears to argue that it cannot be a direct infringer because, according to HTC, the HTC Accused Devices do not have the "accused Google-made applications, Find My Device and Device Manager." HTC's statement in its letter are inaccurate. The functionalities of Find My Device and Android Device Manager have been embedded within the Android operating system and/or Google's Google Mobile Services ("GMS") on HTC Accused Devices since at least 2013, most recently as part of the Google Play Protect suite which is mandatory on all Android devices. Android devices allow users to access the device finder functionality through native apps as well as through the Google Chrome browser and Google search bar, which are also provided with the Android operating system as part of GMS, which has been preinstalled on HTC devices, sold in the United States. HTC has directly infringed the '970 Patent at least as a result of selling its Android Smartphones, which include the GMS suite, in the United States prior to the filing of the complaint. Additionally, HTC has directly infringed the '970 Patent at least by testing the accused applications. *See, e.g.*, Teng Dep. Tr. at 84:18-23.

Third, HTC incorrectly states that AGIS is prohibited from recovering for inducement because HTC was unaware of the asserted patents before filing of the complaint. HTC incorrectly argues that without presuit notice, "AGIS cannot conceivably argue that specific intent exists." Pre-suit notice is not a requirement to find specific intent to induce infringement. Where Defendant has knowledge of the patent and specific intent *to cause the acts constituting infringement*, specific intent may be inferred from circumstantial evidence. *Ricoh Co. v. Quanta Comput. Inc.*, 550 F.3d 1325, 1342 (Fed. Cir. 2008). For example, on HTC's website, HTC directs customers to use Find My Device and Android Device

<sup>&</sup>lt;sup>1</sup> Nothing herein shall be construed as a waiver by AGIS of its rights or remedies, and AGIS specifically reserves its right to supplement its response to HTC's Letter.



Matthew C. Bernstein Page 2 NOVEMBER 28, 2018

Manager to locate lost devices (*See below*); *see also* Teng Dep. Exhibits 12-30.<sup>2</sup> Indeed, HTC has no basis to challenge post-complaint inducement, which is based on HTC's continued encouragement of its customers' direct infringement by use of the accused functionalities.

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	How to track a lost phone
19 19 2	
	If you lose your phone, you can use the Android Device Manager to:
	<ul> <li>Track a lost phone by enabling the device location function</li> </ul>
	<ul> <li>Ring, lock or erase the data on the lost phone</li> </ul>
	Note: Android Device Manager does not work on devices that are turned off or aren't connection or mobile data connection with an active SIM card.
200	Follow these steps to locate your phone using the Android Device Manager website:
1 4 11	1. Sign in to your Google® Account on https://www.google.com/android/devicem
	<ol><li>If you have multiple Android® devices, click the arrow next to the device name to manage.</li></ol>
	Follow these steps to locate your phone using the Android Device Manager app:
	1. Using another Android device, install the Android Device Manager app.
	2. Open the app and tap Device Manager at the top of the screen.
	3. Tap Guest to sign in to the Google Account registered on the lost phone.
	Once you have signed in via either method, you have four options to manage your pho
	select your preferred action:

#### Teng Dep. Ex. 10

ITC U11 (Sprint)	Sprint User guides
Top articles	What should I do when my phone gets lost
FAQ	or stolen?
Power and charging	You can use Find My Device to locate your phone under the following conditions:
Security	<ul> <li>The phone's remote locate, lock, and crase features are enabled in Settings &gt; Google &gt; Security &gt; Find My Device.</li> </ul>
Storage	Your lost or stolen phone is still connected to the Internet, logged in to
Backup and transfer	your Google Account, and has location services turned on. To use Find My Device:
Audio and display	1. Using your computer web browser, go to
Calls and SIM	www.ecogle.com/android/find, and sign in to the same Google Account you used on your phone.
Camera	Find My Device will show you details of your phone's location when
Applications	detected.
System performance	<ol> <li>Do any of the following:</li> <li>Click Play sound to make your phone ring in case you've only</li> </ol>
Wireless and networks	misplaced it.
Settings and others	<ul> <li>If this is your first time to use Find My Device, click Enable Lock &amp; Erase if you want to remotely lock or erase your phone. When you see the individual Lock and Erase buttons, click the</li> </ul>
Getting Started	one you want to perform.
Personalizing	Note: Remote erase will perform a factory reset to remove all data on your phone storage, including apps, app data, and settings. But not all data—including personal information—may
Camera	be permanently erased.
Calls, Messages, and	
Contacts	Was this information helpful? Yes No
Battery and Storage	
Backup, Transfer, and	_

#### Teng Dep. Exhibit 11

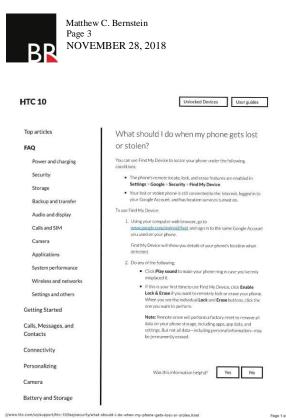
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<sup>&</sup>lt;sup>2</sup> "Evidence of active steps taken to induce infringement, such as advertising an infringing use, can support a finding of an intention for the product to be used in an infringing manner." *DSU Med. Corp. v. JMS Co.*, 471 F.3d 1293, 1305 (Fed. Cir. 2006).

## Case 2:17-cv-00514-JRG Document 124-20 Filed 01/28/19 Page 4 of 4 PageID #: 8683



Page 1 of 3

#### Teng Dep. Exhibit 12

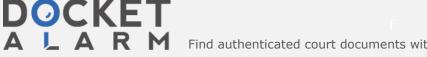
Moreover, HTC continues to directly infringe the '970 Patent and to actively induce infringement of the '970 patent, at least by causing devices and/or users of the devices to update to newer versions of Android OS and the Accused Applications. See Dep. Tr. of Teng 20:22-21:23; 26:3-9; 28:4-24; 29:18-30:15; 30:25-32:6; HTC U11 User Guide 63-65; https://www.htc.com/us/support/updates.aspx. Indeed, this post-filing inducement (including upgrades to older devices) applies to the same products that AGIS has alleged infringe due to HTC's pre-suit sales.

We are available to confer regarding these issues on December 3, 2018.

Sincerely,

#### **BROWN RUDNICK LLP**

Vincent J. Rubino III cc: Counsel of Record



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