

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

IN THE UNITED STATES DISTRICT COURT
FOR THE EASTERN DISTRICT OF TEXAS
MARSHALL DIVISION

AGIS SOFTWARE DEVELOPMENT LLC) (
PLAINTIFF) (
) (CIVIL DOCKET NO.
) (2:17-CV-516-JRG
VS.) (MARSHALL, TEXAS
) (
APPLE INC.) (MARCH 27, 2018
DEFENDANT) (10:29 A.M.

MOTION HEARING

BEFORE THE HONORABLE CHIEF JUDGE RODNEY GILSTRAP
UNITED STATES DISTRICT JUDGE

APPEARANCES:

FOR THE PLAINTIFF: (See Attorney Attendance Sheet docketed
in minutes of this hearing.)

FOR THE DEFENDANT: (See Attorney Attendance Sheet docketed
in minutes of this hearing.)

COURT REPORTER: Shelly Holmes, CSR, TCRR
Official Court Reporter
United States District Court
Eastern District of Texas
Marshall Division
100 E. Houston
Marshall, Texas 75670
(903) 923-7464

(Proceedings recorded by mechanical stenography, transcript
produced on a CAT system.)

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

I N D E X

March 27, 2018

| | Page |
|------------------------------|------|
| Appearances | 1 |
| Hearing | 3 |
| Court Reporter's Certificate | 61 |

1 COURT SECURITY OFFICER: All rise.

2 THE COURT: Be seated, please.

3 All right. This is the time set for oral argument
4 in regard to a pending motion to transfer under Section
5 1404(a). This is in the AGIS Software Development versus
6 Apple case. This is Civil Action 2:17-CV-516.

7 Let me ask for announcements at this time. What
8 says the Plaintiff, AGIS Software?

9 MR. FABRICANT: Your Honor, Alfred Fabricant for
10 the Plaintiff. Also with me, Peter Lambrianakos, Vincent
11 Rubino, and Sam Baxter. The Plaintiff is ready to proceed,
12 Your Honor.

13 THE COURT: All right. Thank you. What's the
14 announcement for Apple?

15 MR. GILLAM: Your Honor, for Apple, Gil Gillam,
16 Michael Stadnick, Kerri-Ann Limbeek, and with Apple is Ryan
17 Moran, and we're ready to proceed, Your Honor.

18 THE COURT: Okay. Thank you.

19 Well, I've reviewed the briefing counsel. This is
20 Apple's motion. So I'll hear argument from Apple first from
21 the podium.

22 MR. STADNICK: Good morning, Your Honor. May it
23 please the Court.

24 THE COURT: Good morning.

25 MR. STADNICK: Mike Stadnick for Apple. I'd like

1 to touch just very briefly on some procedural context before
2 I address the relevant transfer factors.

3 AGIS Software, the Plaintiff in this case, filed
4 this infringement action in June of last year. Three weeks
5 before filing this suit, AGIS Software didn't even exist.
6 The patents-in-suit, however, did, at least four out of five
7 of them, and they were owned at the time by a company called
8 AGIS, Inc.

9 AGIS, Inc., is a Florida company. It's been a
10 Florida company for over 10 years, incorporated there,
11 headquartered there. Its chief employees, including its
12 executives, are located there. And it, in fact, chose to
13 file patent infringement litigation on related patents on
14 similar products in that venue when it first started
15 enforcing its patents a few years ago in 2014.

16 In June of this year, when AGIS decided to set its
17 sights on Apple, there were two places where it clearly
18 would have been convenient for at least one of the
19 Defendants to proceed with lit -- excuse me, the parties to
20 proceed with litigation. One was obviously Southern
21 California. That is AGIS's backyard, again, the site of its
22 headquarters and the place where it had originally chosen to
23 pursue similar patent litigation.

24 As it turns out, the litigation that AGIS had filed
25 in Florida against a company called Life360 went poorly for

1 AGIS. They wound losing a jury verdict, which was affirmed
2 on appeal, and they wound up having an award of attorney
3 fees against them.

4 Perhaps for that reason, when AGIS decided to
5 pursue litigation against Apple, it decided not to proceed
6 in the forum that objectively would have been more
7 convenient for AGIS, which is Southern Florida.

8 That brings us to the second forum that would have
9 clearly been convenient for at least one of the litigants in
10 this action, which is the Northern District of California
11 where Apple is headquartered, where all the accused products
12 in this case were designed and development, where the source
13 code for these products resides, the documents related to
14 the development of those products, and where the engineers
15 and business people who are familiar with the issues in this
16 case reside.

17 Counsel, I'm happy to hear a brief overview, but --

18 MR. STADNICK: Sure.

19 THE COURT: -- I think the Court's better served by
20 getting into the specific private and public convenience
21 factors.

22 MR. STADNICK: Absolutely, Your Honor. The point I
23 was just trying to make is that AGIS had an opportunity if
24 it was particularly interested in serving its own
25 convenience to file this case in its backyard and chose not

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.