

EXHIBIT 13

UNITED STATES DISTRICT COURT

NORTHERN DISTRICT OF CALIFORNIA

BEFORE THE HONORABLE YVONNE GONZALEZ ROGERS, JUDGE

ANCORA TECHNOLOGIES, INC.,)	
)	
)	
PLAINTIFF,)	NO. C-11-6357 YGR
)	
VS.)	FRIDAY, JUNE 29, 2012
)	
APPLE, INC.,)	OAKLAND, CALIFORNIA
)	
)	
DEFENDANT.)	
)	

REPORTER'S TRANSCRIPT OF PROCEEDINGS

APPEARANCES:

FOR PLAINTIFF: BROOKS KUSHMAN P.C.
1000 TOWN CENTER, 22ND FLOOR
SOUTHFIELD, MINNESOTA 48075
BY: JOHN S. LE ROY, ESQUIRE

FOR DEFENDANT: MORRISON & FOERSTER
425 MARKET STREET
SAN FRANCISCO, CALIFORNIA 94105
BY: RICHARD S.J. HUNG, ESQUIRE
ERIC OW, ESQUIRE

MORRISON & FOERSTER
555 WEST FIFTH STREET
LOS ANGELES, CALIFORNIA 90013
BY: BITA RAHEBI, ESQUIRE

APPLE
1 INFINITE LOOP, MS 36-3NYJ
CUPERTINO, CALIFORNIA 95014
BY: JACKIE HARLOW, IP LITIGATION COUNSEL

REPORTED BY: DIANE E. SKILLMAN, CSR 4909, RPR, FCRR
OFFICIAL COURT REPORTER

1 ACTUALLY, I AM GOING TO RUN IT FOR TEN SECONDS.
2 EVERY TIME YOU WANT TO START A COMPUTER, YOU HAD TO GO THROUGH
3 THIS SEQUENCE OF PUTTING DATA INSIDE THE MEMORY, AND THE LIGHTS
4 WILL COME UP, AND AT SOME POINT THE COMPUTER WOULD KNOW THAT
5 IT'S READY TO GO AND IT WILL PICK UP THE OPERATING SYSTEM.

6 AND WE DON'T DO THAT ANYMORE. WE DON'T DO THAT
7 ANYMORE BECAUSE WE HAVE A BIOS. AND THAT BIOS IS WHAT REPLACES
8 THIS MANUAL PROCESS. IT WILL GET THE DIFFERENT COMPONENTS OF
9 THE COMPUTER TO START RUNNING, YOU WILL PUT THE RIGHT VALUES
10 RIGHT MEMORY LOCATIONS, AND GET THE CPU READY TO RUN AN
11 OPERATING SYSTEM, A PROGRAM, WHATEVER.

12 IN FACT, ALL OF THE COMPUTERS -- IF YOU TURN OUT THE
13 POWER, YOU'LL SEE A BLACK SCREEN, AND SOME NUMBERS RUN AROUND,
14 SOME TESTS GOING ON, THAT'S BASICALLY WHAT THE BIOS DOES.

15 IS THERE ANY WATER IN HERE?

16 **MR. LE ROY:** I WILL TAKE CARE OF IT.

17 **MR. MULLOR:** THANK YOU.

18 THE LAST ITEM WE HAVE HERE IS WHAT WE CALL A
19 LICENSE, SOFTWARE LICENSE. AND THE CONCEPT -- OUR CONCEPT OF A
20 SOFTWARE LICENSE IS VERY SIMILAR TO THE CONCEPT OF A LICENSE
21 PLATE. THE IDEA WE HAD IS, JUST LIKE A CAR, YOU MAY HAVE IT,
22 BUT YOU ARE NOT ALLOWED TO OPERATE IT WITHOUT A LICENSE PLATE
23 ON IT.

24 WE CAN HAVE THE SAME CONCEPT WITH COMPUTERS AND
25 SOFTWARE. IF YOU DON'T HAVE THE SPECIAL LICENSE PLATE IN THE

1 COMPUTER, YOU CAN'T RUN THE SOFTWARE ASSOCIATED WITH THAT
2 LICENSE PLATE.

3 SO I GO BACK TO THIS PICTURE OF THE BIOS
4 (INDICATING), WHICH IS -- LOOKS LIKE A COMPUTER CHIP. AND WHEN
5 WE LOOKED AT THIS, WE REALIZED THAT THIS BIOS HAS MEMORY. AND
6 THE MEMORY IS BEING USED ONLY BY THE BIOS. IT'S NOT AVAILABLE
7 TO ANYTHING ELSE. AND THERE'S QUITE A BIT OF FREE SPACE IN
8 THERE THAT NO ONE IS USING. AND NO ONE IS USING IT BECAUSE
9 IT'S NOT AVAILABLE. AS A SOFTWARE ENGINEER, I WOULDN'T EVEN
10 THINK ABOUT DOING ANYTHING WITH IT.

11 SO, OUR IDEA WAS LET'S TAKE THIS CONCEPT OF A
12 LICENSE RECORD FOR A PROGRAM, THIS LICENSE PLATE ANALOGY, AND
13 LET'S TRY TO PUT IT INSIDE THIS BIOS OF THE COMPUTER. AND BY
14 DOING SO, WE EFFECTIVELY, IT'S LIKE ATTACHING THAT LICENSE
15 PLATE ONTO THE COMPUTER BECAUSE THAT BIOS IS PART OF THE
16 COMPUTER. IT HAS TO BE THERE; OTHERWISE IT DOESN'T RUN.

17 SO OUR PROTOTYPE THAT WE BUILT IN 1997 WAS SETTING
18 UP THESE, WHAT WE CALL VERIFICATION STRUCTURES, WHICH IS SOME
19 DATA WE USE TO INDICATE WHETHER THE PROGRAM CAN RUN OR NOT, AND
20 WE WROTE SOFTWARE THAT CAN TAKE THAT AND PUT IT INTO THIS BIOS.

21 EFFECTIVELY, WE TURNED THIS BIOS INTO AN EQUIVALENT
22 OF A DONGLE FOR US. SO INSTEAD OF HAVING TO SHIP THAT
23 ATTACHMENT THAT I SHOWED AT THE BEGINNING OF THE PRESENTATION,
24 IT'S ALREADY THERE. WE DON'T NEED TO SHIP ANYTHING. IT WILL
25 JUST WORK EVERYWHERE. AND THEN WE ARE SAVING THE COST AND WE

CERTIFICATE OF REPORTER

I, DIANE E. SKILLMAN, OFFICIAL REPORTER FOR THE UNITED STATES COURT, NORTHERN DISTRICT OF CALIFORNIA, HEREBY CERTIFY THAT THE FOREGOING IS A CORRECT TRANSCRIPT FROM THE RECORD OF PROCEEDINGS IN THE ABOVE-ENTITLED MATTER.

/S/ DIANE E. SKILLMAN

DIANE E. SKILLMAN, CSR 4909, RPR, FCRR

TUESDAY, JULY 10, 2012