IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF TEXAS WACO DIVISION

JAWBONE INNOVATIONS, LLC,

Case No. 6:21-CV-00984-ADA

Plaintiff(s),

PATENT CASE

v.

JURY TRIAL DEMANDED

APPLE INC.,

Defendant(s).

DEFENDANT'S REPLY IN SUPPORT OF ITS RENEWED MOTION TO DISMISS FIRST AMENDED COMPLAINT PURSUANT TO FED. R. CIV. P. 12(b)(6) FOR FAILURE TO STATE A CLAIM



TABLE OF CONTENTS

I.	ARGUMENT1	
	A. Jawbone Innovations Fails to Allege Facts Showing Apple Had Pre-Suit Knowledge of the Asserted Patents	1
	Jawbone Innovations's Allegations Regarding Envision IP Do Not Sufficient Plead Knowledge of the Patents	
	2. Jawbone Innovations's Allegations That Apple Had Knowledge of the Asser Patents Based on Apple's Disclosure of the '091 Patent to the Patent Office Insufficient	Are
	B. Jawbone Innovations Fails to Allege Facts Sufficient to Show Apple Was Willf Blind to the Existence of the Asserted Patents	
	C. Jawbone Innovations Fails to Allege Facts Sufficient to Show Apple Had Speci Intent to Induce Infringement	
	D. Jawbone Innovations's Allegations Do Not Sufficiently Allege Apple Deliberat and Intentionally Infringed the Patents	•
П	CONCLUSION	9



TABLE OF AUTHORITIES

r age(s)
Cases
Affinity Labs of Texas, LLC v. Toyota Motor N. Am., No. W:13-CV-365, 2014 WL 2892285 (W.D. Tex. May 12, 2014)
Bos. Sci. Corp. v. Nevro Corp., No. CV 16-1163-CFC, 2021 WL 4262668 (D. Del. Sept. 20, 2021)
Corephotonics, Ltd. v. Apple, Inc., 2018 WL 4772340 (N.D. Cal. Oct. 1, 2018)
Finjan, Inc. v. Juniper Networks, Inc., No. C 17-05659 WHA, 2018 WL 905909 (N.D. Cal. Feb. 14, 2018)3
Frac Shack Inc. v. AFT Petroleum (Texas) Inc., No. 7:19-cv-26-DC, 2019 WL 3818048 (W.D. Tex. June 13, 2019)
GlobTech Appliances, Inc. v. SEB S.A., 563 U.S. 754 (2011)
Helios Streaming, LLC v. Vudu, Inc., No. CV 19-1792-CFC-SRF, 2021 WL 254069 (D. Del. Jan. 26, 2021)6
Intell. Pixels Ltd. v. Sony Interactive Ent. LLC, No. SACV-20-14226
Intell. Ventures I LLC v. Symantec Corp., 234 F. Supp. 3d 601 (D. Del. 2017), aff'd, 725 F. App'x 976 (Fed. Cir. 2018)
Kaneka Corp. v. SKC Kolon PI, Inc., 198 F. Supp. 3d 1089 (C.D. Cal. 2016)
Kewazinga Corp., v. Microsoft Corp., No. 1:18-CV-4500-GHW, 2021 WL 4066596 (S.D.N.Y. Sept. 1, 2021)
Kirsch Research & Dev., LLC v. IKO Indus., Inc. No. 6:20-cv-00317-ADA, 2021 WL 4555608, at *2 (W.D. Tex. Oct. 4, 2021)3
Longhorn Vaccines & Diagnostics, LLC v. Spectrum Sols. LLC, No. 220CV00827DBBJCB, 2021 WL 4324508 (D. Utah Sept. 23, 2021)
Parity Networks, LLC v. Cisco Sys., Inc., No. 6:19-CV-00207-ADA 2019 WL 3940952 (W.D. Tex. July 26, 2019) 2, 3



Case 6:21-cv-00984-ADA Document 26 Filed 02/10/22 Page 4 of 15

In re S. Scrap Material Co., LLC,	
541 F.3d 584 (5th Cir. 2008)	7
SIMO Holdings Inc. v. Hong Kong uCloudlink Network Tech. Ltd.,	.
396 F. Supp. 3d 323 (S.D.N.Y. 2019)	5, 6
Software Rsch., Inc. v. Dynatrace LLC,	
316 F. Supp. 3d 1112 (N.D. Cal. 2018)	6
Tinnus Enters., LLC v. Telebrands Corp.,	
846 F.3d 1190 (Fed. Cir. 2017)	8
Ultravision Tech., LLC v. Govision LLC,	
No. 2:18-cv-00100-JRG-RP, 2020 WL 1542371 (E.D. Tex.)	7
Other Authorities	
Fed. R. Civ. P. 9(b)	9

After Jawbone Innovations amended its complaint, the allegations of indirect and willful infringement remained inadequately pled. Apple renewed its motion to dismiss. In its opposition, Jawbone Innovations offers no compelling reason or authority for finding its speculations and conclusory recitals of claim elements suffice. The first amendment complaint ("FAC") fails to state a claim for willful and indirect infringement at least because the allegations fail to lead to a plausible inference that Apple knew of the asserted patents. The willful infringement claim fails for another reason—the FAC contains no factual allegations that Apple deliberately and intentionally infringed. As for indirect infringement, Jawbone Innovations did not allege Apple had the specific intent to induce infringement, an element separate from knowledge, which Jawbone Innovations also failed to sufficiently plead. Despite having the benefit of Apple's motion to dismiss the original complaint before it when Jawbone Innovations amended its complaint, the willful and indirect infringement allegations fall far short of the pleading standard. Jawbone Innovations does not deserve a third chance. Apple requests the Court grant the motion to dismiss the claims for willful and indirect infringement with prejudice.

I. ARGUMENT

A. Jawbone Innovations Fails to Allege Facts Showing Apple Had Pre-Suit Knowledge of the Asserted Patents

Jawbone Innovations alleges two theories for how Apple allegedly came to have knowledge of the asserted patents. Neither leads to a plausible inference that Apple knew of the asserted patents—a deficiency that is fatal to its willful and indirect infringement claims.¹

¹ Jawbone Innovations requests the Court apply its reasoning in *Frac Shack Inc. v. AFT Petroleum (Texas) Inc.*, No. 7:19-cv-26-DC, 2019 WL 3818048, at *2 (W.D. Tex. June 13, 2019), to deny Apple's motion because the original complaint put Apple on notice of the patents and Jawbone's infringement theories. (Opp. at 5.) Recently, another court has taken a different approach. *See Bos. Sci. Corp. v. Nevro Corp.*, No. CV 16-1163-CFC, 2021 WL 4262668, at *5 (D. Del. Sept. 20, 2021) (adopting the rule that the operative complaint in a lawsuit fails to state a claim for indirect and willful infringement where the defendant's alleged knowledge of the asserted patents is based



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