UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF VIRGINIA ALEXANDRIA DIVISION

RAI STRATEGIC HOLDINGS, INC. and R.J. REYNOLDS VAPOR COMPANY,

Plaintiffs and Counterclaim Defendants,

Civil Action No. 1:20-cv-393

v.

ALTRIA CLIENT SERVICES LLC; PHILIP MORRIS USA INC.; and PHILIP MORRIS PRODUCTS S.A.

Defendants and Counterclaim Plaintiffs.

DEFENDANTS' PARTIAL MOTION TO STAY PLAINTIFFS' CLAIMS REGARDING U.S. PATENT NOS. 9,814,268 AND 10,492,542



Defendants Altria Client Services, LLC ("ACS"), Philip Morris USA Inc. ("PM USA"), and Philip Morris Products S.A. ("PMP") (collectively, "Defendants"), by counsel hereby move to stay Counts One and Five of the Amended Complaint (Dkt. 52) filed by RAI Strategic Holdings, Inc. and R.J. Reynolds Vapor Company (collectively, "Plaintiffs") alleging infringement of U.S. Pat. Nos. 9,814,268 and 10,432,542. As set forth in the Memorandum in Support of Partial Motion to Stay, the Court should exercise its inherent authority and discretion to stay Plaintiffs' claims of infringement regarding these two patents pending resolution of related PTAB proceedings. Alternatively, should the Court be inclined not to grant the stay until further proceedings in the PTAB, Defendants respectfully request that the Court rule that it will grant a stay upon institution of the pending PTAB petitions for either or both of the '268 or '542 patents.

Pursuant to Local Rule 7(e), (j), the undersigned counsel hereby certifies that counsel for the parties conferred telephonically on November 25, 2020, and this motion is submitted opposed by Plaintiffs.

WHEREFORE, for the reasons set forth more fully in the Memorandum in Support of this Motion, Defendants respectfully request that the Court grant this motion. A proposed order for the Court's consideration accompanies this motion.



Dated: November 27, 2020

Respectfully submitted,

/s/ Maximilian A. Grant

Maximilian A. Grant (VSB No. 91792)
max.grant@lw.com
Matthew J. Moore (pro hac vice)
matthew.moore@lw.com
LATHAM & WATKINS LLP
555 Eleventh Street, N.W., Ste. 1000
Washington, DC 20004

Tel: (202) 637-2200; Fax: (202) 637-2201

Clement J. Naples (pro hac vice) clement.naples@lw.com LATHAM & WATKINS LLP 885 Third Avenue New York, NY 10022-4834 Tel: (212) 906-1200; Fax: (212) 751-4864

Gregory K. Sobolski (pro hac vice) Gregory.sobolski@lw.com LATHAM & WATKINS LLP 505 Montgomery Street, Suite 2000 San Francisco, CA 94111 Tel: (415) 391-0600; Fax: (415) 395-8095

Brenda L. Danek (pro hac vice) brenda.danek@lw.com LATHAM & WATKINS LLP 330 North Wabash Avenue, Suite 2800 Chicago, IL 60611 Tel: (312) 876-7700; Fax: (312) 993-9767

Counsel for Defendants-Counterclaim Plaintiffs Altria Client Services LLC, Philip Morris USA Inc., and Philip Morris Products S.A.



CERTIFICATE OF SERVICE

I hereby certify that on this 27th day of November, 2020, a true and correct copy of the foregoing was served using the Court's CM/ECF system, with electronic notification of such filing to all counsel of record:

/s/ Maximilian A. Grant

Maximilian A. Grant (VSB No. 91792)

LATHAM & WATKINS LLP

555 Eleventh Street, N.W., Suite 1000

Washington, DC 20004

Telephone: (202) 637-2200

Facsimile: (202) 637-2201 Email: max.grant@lw.com

Counsel for Defendants Altria Client Services LLC, Philip Morris USA Inc., and Philip Morris Products S.A.

