IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF COLORADO

NATIONAL OILWELL VARCO, L.P.)
Plaintiffs,)
VS.) 1:03-cv-02579-RPM
PASON SYSTEMS USA, CORP.,)
Defendants.)

TRIAL TO JURY - DAY 8 TRANSCRIPT OF PROCEEDINGS

Proceedings held before the HONORABLE RICHARD P.

MATSCH, U. S. District Judge for the District of Colorado,

beginning at 9:06 a.m. on the 5th day of November, 2008, in

Courtroom A, United States Courthouse, Denver, Colorado.

APPEARANCES

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Omron Oilfield & Marine Ex. 1004

- Now, the language of the claims must be considered
- 2 in the context of the art in which the invention is used.
- 3 Some of the terms used have meanings that have been the
- 4 subject of dispute between the parties. I have resolved
- 5 their dispute and modified some of the claim language.
- 6 You must accept the meanings I give you and use
- 7 them when you decide whether any claim of the patent has been
- 8 infringed and whether any claim is invalid. My
- 9 interpretation of the language should not be taken as any
- 10 indication that I have a view regarding the issues of
- 11 infringement and invalidity. The decisions regarding
- 12 infringement and invalidity are yours to make.
- 13 Now, in Claim 1, the invention described in Claim 1
- 14 is an automatic drilling system for automatically regulating
- 15 the release of a drill string of a drilling rig drill during
- 16 the drilling of a borehole. This is an apparatus claim.
- 17 I will now explain certain words and phrases found
- 18 in Claim 1.
- 19 "A drilling fluid pressure sensor" is a device that
- 20 senses drilling fluid pressure.
- The word "couples" as used throughout Claim 1 means
- 22 connected. The phrase "a drilling fluid pressure regulator
- 23 coupled to said drilling fluid sensor" means that the
- 24 drilling fluid pressure regulator is connected to the
- 25 drilling fluid pressure sensor.

1 In the phrase "said drilling fluid pressure 2 regulator measuring changes in drilling fluid pressure and 3 outputting a signal representing those changes, " the words 4 "drilling fluid pressure regulator" mean a device that 5 measures only changes in drilling fluid pressure, over time 6 and which will also be compared to a set reference point. 7 the drilling fluid pressure regulator generates a signal 8 representing only those changes in drilling fluid pressure. 9 In the phrase "a relay coupled to said drilling 10 fluid pressure regulator, said relay responsive to the output 11 signal of said drilling fluid pressure regulator," the word 12 "relay" means a device connected to the drilling fluid 13 pressure regulator, that communicates an electric, mechanical 14 or pneumatic signal. 15 The phrase "said relay responsive to the output 16 signal of said drilling fluid pressure regulator to supply a 17 drill string control signal at an output thereof" requires no 18 interpretation by the Court. "A drill string controller coupled to said relay" 19 20 means a drill string controller connected to a relay. The phrase "wherein a decrease in drilling fluid 21 22 pressure results in said relay supplying a drill string 23 control signal that operates said drill string controller to 24 effect an increase in the rate of release of said drill 25 string" requires no interpretation by the Court.

- 1 The phrase "an increase in drilling fluid pressure
- 2 results in said relay supplying a drill string control signal
- 3 that operates said drill string controller to effect a
- 4 decrease in the rate of release of the drill string" requires
- 5 no interpretation by the Court.
- 6 That's Claim 1. And, I realize this is confusing
- 7 to you when you don't have the language of the claim in front
- 8 of you at this time. But, of course, during the
- 9 deliberations, you will have that language in front of you
- 10 and you will have this language in this instruction in front
- 11 of you, and, therefore, you can read the two together, which
- 12 is what you must do.
- 13 So, in Claim 11, the invention of Claim 11 is a
- 14 method for automatically controlling the release of the drill
- 15 string of a drilling rig drill. It is a process claim.
- I will now explain the meaning of certain words and
- 17 phrases in Claim 11.
- The phrase "measuring drilling fluid pressure"
- 19 requires no explanation.
- The phrase "producing a signal in response to
- 21 changes in the drilling fluid pressure" means producing a
- 22 signal in response to changes in drilling fluid pressure,
- 23 over time, which will also be compared to a set reference
- 24 point.
- The phrase "said signal representing the changes in

- 1 drilling fluid pressure" means that same signal representing
- 2 only those changes in drilling fluid pressure.
- 3 The phrase "relaying said signal to a drill string
- 4 controller" means passing along that same signal to the drill
- 5 string controller.
- 6 The phrase "controlling said drill string
- 7 controller to increase the rate of release of said drill
- 8 string when said signal represents a decrease in drilling
- 9 fluid pressure" requires no interpretation by the Court.
- 10 And, the phrase "and to decrease the rate of
- 11 release of said drill string when said signal represents an
- 12 increase in drilling fluid pressure" requires no
- 13 interpretation by the Court.
- 14 Claim 14. The invention of Claim 14 is a method
- 15 for automatically regulating the release of the drill string
- 16 of a drilling rig drill. It is a process or method claim.
- 17 I will now explain certain words and phrases found
- 18 in Claim 14.
- 19 The phrase "measuring drilling fluid pressure and
- 20 bit weight" requires no explanation.
- 21 The phrase "producing a first signal in response to
- 22 changes in drill fluid pressure" means producing a first
- 23 signal in response to changes in drilling fluid pressure,
- 24 over time, which will also be compared to a set referent
- 25 point.

- 1 The phrase "said first signal representing changes
- 2 in drilling fluid pressure" means that same first signal
- 3 representing only those changes in drilling fluid pressure.
- 4 The phrase "producing a second signal in response
- 5 to changes in bit weight" means producing a second signal
- 6 that represents changes in bit weight, over time, which will
- 7 also be compared to a set reference point.
- 8 The phrase "said second signal representing changes
- 9 in bit weight" means that same second signal representing
- 10 only those changes in bit weight.
- The phrase "selecting any one of said first signal,
- 12 said second signal, and both said first and second signals to
- 13 control the release of the drill string" means automatically
- 14 choosing the first signal, or the second signal, or both the
- 15 first and second signals to control the release of the drill
- 16 string.
- 17 The phrase "relaying said selected signal or
- 18 signals to a drill string controller which regulates the
- 19 release of said drill string in response to said selected
- 20 signal or signals" means passing along the selected signal or
- 21 signals to a drill string controller which regulates the rate
- 22 of release of the drill string in response to the selected
- 23 signal or signals.
- Now, as I told you earlier, the claims of the
- 25 Bowden '142 patent are at the end of the document following a

- 1 written description of the invention. This written
- 2 description is also known as the "specification" of the
- 3 patent.
- 4 The specification of the Bowden '142 patent begins
- 5 with an abstract on the cover page of the patent, and
- 6 includes the drawings labeled as Figures 1 to 14, and the
- 7 claims of the Bowden '142 patent begin at Column 24, Line 37,
- 8 as I've said.
- 9 Although the specification of a patent may describe
- 10 specific examples of the invention defined by the claims of
- 11 the patent, the invention is not limited to the examples
- 12 included in the specification. Thus, the disclosure and
- 13 corresponding figures of the '142 patent do not limit the
- 14 invention to the pneumatic control system depicted, but
- 15 rather merely indicate that this is but one example of a
- 16 system incorporating the invention. It is the claims, not
- 17 the specification, that define the scope of a patent.
- 18 The beginning portion, or preamble, of all of the
- 19 claims of the Bowden '142 patent uses the word "comprising."
- 20 "Comprising" means "including" or "containing." A claim
- 21 that uses the word "comprising" is not limited to products or
- 22 processes having only the elements or steps that are recited
- 23 in the claim, but also covers products or processes that add
- 24 additional elements or steps.
- 25 For example, say a patent describes a table in

- 1 which the legs are glued to the tabletop. If the claim
- 2 recites a table "comprising" a tabletop, legs and glue, the
- 3 claim will cover any table that contains these structures,
- 4 even if the table also contains other structures, such as a
- 5 leaf or wheels on the legs.
- A patent owner has the right to stop others from
- 7 using the invention covered by its patent claims during the
- 8 life of the patent. If any person makes, uses, offers to
- 9 sell, or imports what is covered by the patent claims without
- 10 the patent owner's permission, the person is said to infringe
- 11 the patent. This type of infringement is called "direct
- 12 infringement."
- In reaching your decision on infringement, keep in
- 14 mind that only the claims of a patent can be infringed. You
- 15 must compare patent Claims 1, 11 and 14 of the Bowden '142
- 16 patent, as I have defined them, to the accused Pason
- 17 AutoDriller system, and determine whether or not there is
- 18 infringement. You should not compare Pason's AutoDriller
- 19 system with any specific example set out in the Bowden '142
- 20 patent, or with Varco's products or processes. The only
- 21 correct comparison is with the language of the claim itself,
- 22 as I have explained its meaning to you.
- You must consider each claim individually and must
- 24 reach your decision as to each assertion of infringement
- 25 based on my instructions about the meaning and scope of the