	Case 2:16-cv-04537 Document 1 Filed 06/2	2/16 Page	1 of 315	Page ID #:1
1 2 3 4 5 6 7 8 9 10	Michael J. Wise, Bar No. 143501 MWise@perkinscoie.com Joseph P. Hamilton, Bar No. 211544 JHamilton@perkinscoie.com Lara J. Dueppen, Bar No. 259075 LDueppen@perkinscoie.com Courtney M. Prochnow, Bar No. 292093 CProchnow@perkinscoie.com PERKINS COIE LLP 1888 Century Park East, Suite 1700 Los Angeles, CA 90067-1721 Telephone: 310.788.9900 Facsimile: 310.788.3399 UNITED STATES	DISTRICT	COURT	ς
11	CENTRAL DISTRICT OF CALIFORNIA			
12				
13	FONTEM VENTURES B.V., a Netherlands company; and FONTEM	Case No. 2:16-cv-4537 COMPLAINT FOR PATENT INFRINGEMENT		
14	HOLDINGS 1 B.V., a Netherlands			
15	company,			JURY TRIAL
16	Plaintiffs,	DEMAN	DION	JUNI IMAL
17	V.			
18	NU MARK LLC, a Virginia Limited Liability Company,			
19	Defendant.			
20				
21 22				
22				
24				
25				
26				
27				
28				

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

28

For their Complaint ("Complaint") against Defendant Nu Mark LLC ("Nu Mark" or "Defendant"), Plaintiff Fontem Ventures B.V. ("Fontem Ventures") and Plaintiff Fontem Holdings 1 B.V. ("Fontem Holdings") allege as follows:

JURISDICTION AND VENUE

1. This is a civil action for patent infringement arising under Title 35 of the United States Code, and in particular 35 U.S.C. §§ 271, 282, 284, and 285.

2. This Court has subject matter jurisdiction over this patent infringement action under 28 U.S.C. §§ 1331 and 1338(a).

3. This Court has personal jurisdiction over Defendant because it solicits and conducts business in California, including the provision of goods, derives revenue from goods sold in California and within this judicial district, and has committed acts of infringement in this judicial district, including but not limited to offering to sell and selling the accused products in this judicial district.

4. Venue lies in this judicial district pursuant to 28 U.S.C. §§ 1391(b) and (c), and 1400(b).

PARTIES

5. Plaintiff Fontem Ventures is a company organized and existing under the laws of the Netherlands, with its principal place of business at Barbara Strozzilaan 101, 12th Floor, 1083 HN Amsterdam, The Netherlands. Fontem Ventures is in the business of developing and selling innovative non-tobacco products, including electronic cigarettes.

6. Plaintiff Fontem Holdings is a company organized and existing under the laws of the Netherlands, with its principal place of business at BarbaraStrozzilaan 101, 12th Floor, 1083 HN Amsterdam, The Netherlands.

25 7. Upon information and belief, Defendant Nu Mark LLC is a Limited
26 Liability Company organized and existing under the laws of the State of Virginia,
27 having its principal place of business at 6603 West Broad Street, Richmond

-1-

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

and GreenSmoke Cartridge, and MarkTen, MarkTenXL, and GreenSmoke Battery
 when sold separately, have no substantial non-infringing uses other than to provide
 users with the ability to assemble and use an electronic vaporizing device that
 infringes the '549 Patent, and, therefore, that they are especially made or adapted
 for use in infringement of the '549 Patent.

562. As a direct and proximate result of the foregoing acts of Defendant,Plaintiffs have suffered, and are entitled to, monetary damages in an amount notyet determined, which include but are not limited to, lost profits on the infringingsales Plaintiffs may have made and reasonable royalties on sales not made.Plaintiffs are also entitled to their costs of suit and interest.

563. Defendant's continuing infringement has inflicted and, unless restrained by this Court, will continue to inflict irreparable harm upon Plaintiffs, such as reduction of Plaintiffs' proper market share and deprivation of Plaintiffs' rights to exclude others. Plaintiffs have no adequate remedy at law. Plaintiffs are entitled to injunctive relief enjoining Defendant from engaging in further acts of infringement.

FOURTH CLAIM FOR RELIEF

(Infringement of U.S. Patent No. 9,326,550)

564. Plaintiffs incorporate by reference the allegations contained in paragraphs 1–563 above.

565. Fontem Holdings is the owner of the entire right, title, and interest in and to United States Patent No. 9,326,550 ("the '550 Patent") (Exhibit D). Fontem Holdings has granted Fontem Ventures an exclusive license to the '550 Patent, including the right to sublicense the '550 Patent. The '550 Patent was duly and legally issued by the USPTO on May 3, 2016, and is valid, subsisting, and in full force and effect.

27 566. Defendant has directly infringed the '550 Patent in violation of 35
28 U.S.C. § 271(a) by, itself and/or through its agents, unlawfully and wrongfully

Case 2:16-cv-04537 Document 1 Filed 06/22/16 Page 296 of 315 Page ID #:296

1

2

3

577. The MarkTen includes "an atomizer [320] having a porous body [324], and a liquid supply [330] in the tubular atomizer assembly housing [120a]" as recited in claim 1 of the '550 Patent.



1 621. As such, Defendant knows that the MarkTen and GreenSmoke 2 Products and components of the MarkTen and GreenSmoke Products, including, 3 but not limited to, the MarkTen and GreenSmoke Cartridge, and MarkTen and 4 GreenSmoke Battery when sold separately, have no substantial non-infringing uses 5 other than to provide users with the ability to assemble and use a vaporizing device 6 that infringes the '550 Patent, and, therefore, that they are especially made or 7 adapted for use in infringement of the '550 Patent.

622. As a direct and proximate result of the foregoing acts of Defendant, Plaintiffs have suffered, and are entitled to, monetary damages in an amount not yet determined, which include but are not limited to, lost profits on the infringing sales Plaintiffs may have made and reasonable royalties on sales not made. Plaintiffs are also entitled to their costs of suit and interest.

8

9

10

11

12

13

15

17

19

20

21

22

623. Defendant's continuing infringement has inflicted and, unless 14 restrained by this Court, will continue to inflict irreparable harm upon Plaintiffs, such as reduction of Plaintiffs' proper market share and deprivation of Plaintiffs' 16 rights to exclude others. Plaintiffs have no adequate remedy at law. Plaintiffs are entitled to injunctive relief enjoining Defendant from engaging in further acts of 18 infringement.

FIFTH CLAIM FOR RELIEF

(Infringement of U.S. Patent No. 9,326,551)

624. Plaintiffs incorporate by reference the allegations contained in paragraphs 1–623 above.

23 625. Fontem Holdings is the owner of the entire right, title, and interest in 24 and to United States Patent No. 9,326,551 ("the '551 Patent") (Exhibit E). Fontem 25 Holdings has granted Fontem Ventures an exclusive license to the '551 Patent, 26 including the right to sublicense the '551 Patent. The '551 Patent was duly and 27 legally issued by the USPTO on May 3, 2016, and is valid, subsisting, and in full 28 force and effect.

Case 2:16-cv-04537 Document 1-1 Filed 06/22/16 Page 4 of 298 Page ID #:319

1

2

633. The MarkTen includes "an atomizer [320] and a liquid supply [330] in the tubular atomizer assembly housing [120a]" as recited in claim 1 of the '551 Patent.



sales Plaintiffs may have made and reasonable royalties on sales not made. Plaintiffs are also entitled to their costs of suit and interest.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

21

22

760. Defendant's continuing infringement has inflicted and, unless restrained by this Court, will continue to inflict irreparable harm upon Plaintiffs, such as reduction of Plaintiffs' proper market share and deprivation of Plaintiffs' rights to exclude others. Plaintiffs have no adequate remedy at law. Plaintiffs are entitled to injunctive relief enjoining Defendant from engaging in further acts of infringement.

SIXTH CLAIM FOR RELIEF

(Infringement of U.S. Patent No. 9,339,062)

761. Plaintiffs incorporate by reference the allegations contained in paragraphs 1–760 above.

762. Fontem Holdings is the owner of the entire right, title, and interest in and to United States Patent No. 9,339,062 ("the '062 Patent") (Exhibit F). Fontem Holdings has granted Fontem Ventures an exclusive license to the '062 Patent, including the right to sublicense the '062 Patent. The '062 Patent was duly and legally issued by the USPTO on May 17, 2016, and is valid, subsisting, and in full force and effect.

19 763. Defendant has directly infringed the '062 Patent in violation of 35 20 U.S.C. § 271(a) by, itself and/or through its agents, unlawfully and wrongfully making, using, importing, offering to sell, and/or selling electronic cigarette products embodying one or more of the inventions claimed in the '062 Patent, in 23 this judicial district and within, from and/or into the United States without 24 permission or license from Plaintiffs, and will continue to do so unless enjoined by 25 this Court.

26 764. Examples of electronic cigarette products that directly infringe the 27 '062 Patent include, but are not limited to, the MarkTen Products and GreenSmoke 28 Products.

1

2

3

775. The MarkTen includes "an atomizer [320] and a liquid supply [330] in the tubular atomizer assembly housing [120a]" as recited in claim 1 of the '062 Patent.

