	Case 5:22-cv-02637-EJD Document 23-1 F	iled 05/20/22 Page 1 of 30					
1	BRYAN WILSON (CA SBN 138842)						
2	BWilson@mofo.com KENNETH A. KUWAYTI (CA SBN 145384)						
3	KKuwayti@mofo.com MORRISON & FOERSTER LLP						
4	755 Page Mill Road Palo Alto, California 94304-1018						
5	Telephone: 650.813.5600 Facsimile: 650.494.0792						
6	ARTURO J. GONZALEZ (CA SBN 121490)						
7	AGonzalez@mofo.com DIEK O. VAN NORT (CA SBN 273823) DVanNort@mofo.com MORRISON & FOERSTER LLP 425 Market Street San Francisco, California 94105-2482 Telephone 415 208 7000						
8							
9							
10	Telephone: 415.268.7000 Facsimile: 415.268.7522						
11	MARY PRENDERGAST (CA SBN 272737)						
12	MPrendergast@mofo.com MORRISON & FOERSTER LLP 2100 L Street, NW, Suite 900 Washington, District of Columbia 20037 Telephone: 202 887 1500						
13							
14	Telephone: 202.887.1500 Facsimile: 202.887.0763						
15	Attorneys for Plaintiff APPLE INC.						
16	AFFLE INC.						
17	UNITED STATES DISTRICT COURT						
18	NORTHERN DISTRICT OF CALIFORNIA						
19	SAN JOSE DIVISION						
20	APPLE INC., a California corporation,	Case No. 5:22-CV-2637-EJD					
21	Plaintiff,	APPLE'S MEMORANDUM OF POINTS AND AUTHORITIES IN					
22	V.	SUPPORT OF EX PARTE MOTION FOR TEMPORARY RESTRAINING					
23	RIVOS, INC., a Delaware corporation; WEN	ORDER, EXPEDITED DISCOVERY, AND ORDER TO SHOW CAUSE					
24	SHIH-CHIEH a/k/a RICKY WEN, and BHASI KAITHAMANA,	Date: **					
25	Defendants.	Time: ** Courtroom: 4, 5th Floor					
26		Judge: Hon. Edward J. Davila					
27		Action Filed: April 29, 2022					
28							

**DOCKET A L A R M** Find authenticated court documents without watermarks at <u>docketalarm.com</u>.

1	TABLE OF CONTENTS				
2					
3	I. INTRODUCTION				
4	II.	II. STATEMENT OF FACTS			
5		А.	Apple Comp	's Proprietary and Trade Secret SoC Designs Are Key to Apple's etitive Edge in Personal and Mobile Computing	
6		B.	Apple	Diligently Protects Its Trade Secret SoC Designs	
7 8		C.	The Ir Their	ndividual Defendants and Other Former Apple Employees Violated Obligations to Apple When They Took and Retained Apple's Trade as After Accepting Rivos's Job Offers	
8			1.	Ricky Wen	
9			2.	Bhasi Kaithamana	
10 11			3.	Other Apple Employees Departing for Rivos Retained Apple Information and Wiped Their Apple Devices To Cover Their Tracks	
12		D.	Oblig	Informed Rivos and Apple's Former Employees of Their ations and Sought Return of Its Trade Secrets Before Filing This n	
13	III.	LEGA		NDARD	
14	IV.				
15		A.	A Ter Using	nporary Restraining Order Is Needed To Enjoin Defendant Wen from or Disseminating Apple's Trade Secrets	
16			1.	Apple Is Likely To Succeed on Its DTSA and Breach of Contract Claims Against Wen	
17				a. Apple's SoC Designs Are Trade Secrets	
18				b. Wen Misappropriated Apple's Trade Secrets	
19				c. Wen Breached his Contract with Apple	
20			2.	Apple Will Suffer Imminent and Irreparable Harm Unless the Court Issues Immediate Injunctive Relief	
21			3.	The Balance of Hardships Strongly Favors Apple	
22			4.	The Relief Apple Seeks Supports the Public's Strong Interest in Protecting Trade Secrets	
23		В.	Expec Misap	lited Discovery Is Needed To Uncover the Full Extent of the propriation and To Prevent Further Misuse of Apple's Trade Secrets .	
24	V.	CONC	-	N	
25					
26					
27					
28					

	Case 5:22-cv-02637-EJD Document 23-1 Filed 05/20/22 Page 3 of 30				
1	TABLE OF AUTHORITIES				
2	Page(s)				
3	Cases				
4 5	<i>Al Otro Lado v. Gaynor</i> , 513 F. Supp. 3d 1253 (S.D. Cal. 2021)12				
6	<i>All. for the Wild Rockies v. Cottrell,</i> 632 F.3d 1127 (9th Cir. 2011)12				
7 8	<i>Am. LegalNet, Inc. v. Davis,</i> 673 F. Supp. 2d 1063 (C.D. Cal. 2009)22				
9	Blizzard Ent. Inc. v. Ceiling Fan Software LLC, 28 F. Supp. 3d 1006 (C.D. Cal. 2013)12				
10					
11	Carl Zeiss Meditec, Inc. v. Topcon Med. Sys., Inc., 19-4162 SBA, 2021 WL 1186335 (N.D. Cal. Mar. 1, 2021)17, 21				
12 13	Comet Techs. USA Inc. v. Beuerman, No. 1:18-cv-01441-LHK, 2018 WL 1990226 (N.D. Cal. Mar. 15, 2018) passim				
14	Cutera, Inc. v. Lutronic Aesthetics, Inc.,				
15	444 F. Supp. 3d 1198 (E.D. Cal. 2020)16, 18				
16	eHealthinsurance Servs., Inc. v. Healthpilot Techs. LLC, No. 21-CV-4061-YGR, 2021 WL 3052918 (N.D. Cal. July 20, 2021)22				
17 18	<i>Farmers Ins. Exch. v. Steele Ins. Agency, Inc.</i> , No. 2:13-cv-00784-MCE-DAD, 2013 WL 2151553 (E.D. Cal. May 16, 2013)13, 20				
19	Henry Schein, Inc. v. Cook,				
20	191 F. Supp. 3d 1072 (N.D. Cal. 2016)				
21	Miloedu, Inc. v. James, No. 21-CV-09261-JST, 2021 WL 6072821 (N.D. Cal. Dec. 23, 2021)16, 19, 21, 24				
22	Oculus Innovative Scis., Inc. v. Nofil Corp.,				
23	No. C 06-1686-SI, 2007 WL 4044867 (N.D. Cal. Nov. 15, 2007)				
24 25	No. 20-cv-05174-JST, 2020 WL 11885744 (N.D. Cal. Aug. 27, 2020)				
25 26					
26 27	No. C-07-02504 RMW, 2007 WL 1848661 (N.D. Cal. June 27, 2007)15, 17				
27 28	Pyro Spectaculars N., Inc. v. Souza, 861 F. Supp. 2d 1079 (E.D. Cal. 2012)15, 20, 21, 24				

**DOCKET A L A R M** Find authenticated court documents without watermarks at <u>docketalarm.com</u>.

#### Case 5:22-cv-02637-EJD Document 23-1 Filed 05/20/22 Page 4 of 30 Reichert v. Gen. Ins. Co., 68 Cal. 2d 822 (1968) ......16 Semitool, Inc. v. Tokyo Electron Am., Inc., Sierra On-Line, Inc. v. Phoenix Software, Inc., Stuhlbarg Int'l Sales Co. v. John D. Brush & Co., 240 F.3d 832 (9th Cir. 2001).....12 Trulite Glass & Aluminim Sols., LLC v. Smith, No. 21-601798, 2016 WL 8738432 (E.D. Cal. Aug. 10, 2016)......21 Waymo LLC v. Uber Techs., Inc., WeRide Corp. v. Huang, Winter v. Nat. Res. Def. Council, **Statutes and Other Authorities** 18 U.S.C. § 1836(b)(3)(A).....12

Find authenticated court documents without watermarks at docketalarm.com.

1

I.

#### INTRODUCTION

Apple brings this motion to prevent its ex-employees from exploiting Apple's most sensitive and valuable trade secrets at their new employer, competing startup Rivos. Apple has attempted to reach agreement with counsel for Defendants Ricky Wen and Rivos on the reasonable measures it requests in this motion, but counsel has responded with only generalized denials and no specific information.

7 For decades, Apple has spent billions on research and development to support its industry-8 leading advances in the field of systems-on-chips ("SoCs"). Those investments have resulted in 9 Apple's most advanced, cutting-edge SoCs, including the A15 mobile computing SoC at the heart 10 of Apple's iPhone products and the M1 family of personal computing SoCs. Rivos, a start-up in 11 self-described "stealth mode," intends to build competing SoCs, and has specifically targeted 12 Apple engineers with access to Apple's most valuable trade secrets to do it. In July 2021, just 13 after Rivos began its coordinated campaign to target these employees, Apple promptly sent Rivos 14 a letter informing Rivos of the confidentiality obligations of Apple's former employees, but Rivos 15 never responded. Since then, Rivos has continued to recruit from Apple, wooing away more than 16 40 employees, with the most recent departures occurring in May 2022.

17 Apple's forensic investigation has revealed that after receiving his offer from Rivos, 18 Defendant Ricky Wen took hundreds of sensitive SoC documents related to both Apple's existing 19 and unreleased SoCs. This was not an isolated incident—over a dozen others, including 20 Defendant Bhasi Kaithamana (collectively with Mr. Wen, "Individual Defendants"), either wiped 21 their computers or saved Apple confidential information in places beyond Apple's reach just 22 before leaving for Rivos. Some used multiple USB storage drives to offload material to personal 23 devices, accessed proprietary specifications stored within collaboration applications, and used AirDrop to wirelessly transfer files to personal devices. Others saved voluminous presentations 24 25 on existing and unreleased Apple SoCs-marked Apple Proprietary and Confidential-to their 26 personal cloud storage drives. And several of the employees deleted information or wiped their 27 Apple devices entirely to try to cover their tracks, while falsely representing to Apple that they

28

Find authenticated court documents without watermarks at docketalarm.com.

## DOCKET A L A R M



# Explore Litigation Insights

Docket Alarm provides insights to develop a more informed litigation strategy and the peace of mind of knowing you're on top of things.

## **Real-Time Litigation Alerts**



Keep your litigation team up-to-date with **real-time alerts** and advanced team management tools built for the enterprise, all while greatly reducing PACER spend.

Our comprehensive service means we can handle Federal, State, and Administrative courts across the country.

## **Advanced Docket Research**



With over 230 million records, Docket Alarm's cloud-native docket research platform finds what other services can't. Coverage includes Federal, State, plus PTAB, TTAB, ITC and NLRB decisions, all in one place.

Identify arguments that have been successful in the past with full text, pinpoint searching. Link to case law cited within any court document via Fastcase.

## **Analytics At Your Fingertips**



Learn what happened the last time a particular judge, opposing counsel or company faced cases similar to yours.

Advanced out-of-the-box PTAB and TTAB analytics are always at your fingertips.

## API

Docket Alarm offers a powerful API (application programming interface) to developers that want to integrate case filings into their apps.

#### LAW FIRMS

Build custom dashboards for your attorneys and clients with live data direct from the court.

Automate many repetitive legal tasks like conflict checks, document management, and marketing.

#### FINANCIAL INSTITUTIONS

Litigation and bankruptcy checks for companies and debtors.

### E-DISCOVERY AND LEGAL VENDORS

Sync your system to PACER to automate legal marketing.