### IN THE UNITED STATES DISTRICT COURT FOR THE MIDDLE DISTRICT OF NORTH CAROLINA DURHAM DIVISION

SMARTSKY NETWORKS, LLC, a	)	
Delaware limited liability company	)	
	)	
Plaintiff,	)	
	)	
V.	)	
	)	CIVIL ACTION NO.
WIRELESS SYSTEMS SOLUTIONS,	)	1:20-cv-00834
LLC, a Delaware limited liability	)	
company; DAG WIRELESS LTD, an	)	
Israeli company; DAG WIRELESS USA,	)	JURY TRIAL REQUESTED
LLC, a North Carolina limited liability	)	
company; LASLO GROSS, a North	)	
Carolina resident; SUSAN GROSS, a	)	
North Carolina resident; DAVID D.	)	
GROSS, a resident of Israel,	)	
	)	
Defendants.	)	

### VERIFIED COMPLAINT FOR INJUNCTIVE RELIEF AND DAMAGES

Plaintiff SmartSky Networks, LLC ("SmartSky" or "SSN") files this action against Defendants Wireless Systems Solutions, LLC ("WSS"), DAG Wireless, Ltd. ("DAG Israel"), DAG Wireless USA, LLC ("DAG USA") (DAG Israel and DAG USA, collectively, "DAG"), Laslo Gross, Susan Gross, and David D. Gross (collectively, the "Gross Defendants"), (collectively, the "Defendants") seeking injunctive relief and damages for misappropriation of trade secrets, breaches of contracts, and violation of the North Carolina Unfair and Deceptive Trade Practices Act.

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# PRAYER FOR RELIEF

# DEMAND FOR JURY TRIAL

# EXHIBITS

- 1.
- 2. PO002129
- 3. April 4, 2019 Terms & Conditions
- Reciprocal Confidentiality and Non-Disclosure Agreements dated December 1, 2017
- Amended Reciprocal Confidentiality and Non-Disclosure Agreements dated January 27, 2018
- 6. Mutual Non-Disclosure Agreement dated January 27, 2018
- 7. Multi-Party Non-Disclosure Agreement dated February 22, 2018
- 8. WSS Roster
- 9. Recommendation Letter for Ofek Toledano
- 10. Email dated December 13, 2018

- Reciprocal Confidentiality and Non-Disclosure Agreement" dated January 15, 2019
- <u>https://www.computerweekly.com/news/252487478/DAG-Wireless-</u> <u>unveils-4G-5G-infrastructure-for-in-flight-connectivity</u> (last visited Sept. 8, 2020)
- 13. Termination Letter dated September 4, 2020

#### **INTRODUCTION**

1. Since 2018, SmartSky has paid WSS over \$30 million to develop, build, test, and produce components to complete SmartSky's proprietary, end-to-end, air-to-ground ("ATG") wireless communication network for in-flight travelers, airlines, flight crews, and other data users. WSS took the money, but has failed to perform. WSS members Laslo Gross and Susan Gross, and WSS executive David Gross, instead funneled SmartSky intellectual property, equipment, and materials to a family-owned alter ego, DAG, to build a competing product that they intend to market and sell as their own. As of the date of this filing, DAG has publicly claimed that it developed the very ATG network components that SmartSky paid WSS tens of millions of dollars to develop and build, and is actively marketing and offering to sell products based on this claim. In a futile attempt to avoid plain and obvious legal liability, DAG claims that it developed its technology independent of and with no reliance on the millions of dollars of SmartSky intellectual property, equipment, and materials that DAG obtained directly from WSS. DAG's claim is disingenuous, implausible, and false. In the final analysis, the business relationship between SmartSky and WSS resulted in: (1) WSS receiving over \$30 million and access to SmartSky intellectual property, (2) DAG using those resources to build itself products while WSS strung SmartSky along with frequent delays, and (3) SmartSky left holding the

bag.

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