Trials@uspto.gov Tel: 571-272-7822 Paper No. 21

Entered: May 21, 2018

## UNITED STATES PATENT AND TRADEMARK OFFICE

### BEFORE THE PATENT TRIAL AND APPEAL BOARD

MASABI LTD., Petitioner,

v.

BYTEMARK, INC., Patent Owner.

Case IPR2017-01449 Patent 8,494,967 B2

Before JOSIAH C. COCKS, NEIL T. POWELL, and BARRY L. GROSSMAN, *Administrative Patent Judges*.

GROSSMAN, Administrative Patent Judge.

ORDER Conduct of the Proceeding 37 C.F.R. § 42.5



A telephone conference was held on May 17, 2018 with counsel for the parties<sup>1</sup>. A court reporter retained by Patent Owner transcribed the telephone conference. The purpose of the conference was to discuss any need for supplemental briefing, supplemental depositions, and changes to the Scheduling Order (Paper 11) because of our Order (Paper 20) adding additional patent claims and additional grounds to the instituted trial.

The Petition challenged the patentability of each of claims 1–6, 17–23, and 34 as anticipated by each of Terrell, Cruz, or Dutta based on 35 U.S.C. § 102. We instituted an *inter partes* review based solely on whether claims 1, 3–6, 17, 18, 20–23, and 34 are anticipated by Terrell. *See* Paper 11 ("Dec. Inst.), 34. We did not institute a review on whether claims 2 and 19 are anticipated by Terrell. *Id.* at 31. We also did not institute a review on whether claims 1–6, 17–23, and 34 are anticipated by each of Cruz or Dutta. *Id.* at 33.

Following the Supreme Court decision in *SAS Inst., Inc. v. Iancu*, 2018 WL 1914661, at \*10 (U.S. Apr. 24, 2018), we modified our institution decision to institute on all of the challenged claims and all of the grounds presented in the Petition. Paper 20.

The current status of the case, based on schedule revisions previously agreed to by the Parties (*see* Paper 16), is:

Patent Owner took the deposition of Petitioner's expert on March 7;
Patent Owner's Response and a Motion to Amend were filed
March 15;

Petitioner's Reply is due June 14;

<sup>&</sup>lt;sup>1</sup> Messrs. LaLone and Donohue appeared for Petitioner. Ms. Meredith appeared for Patent Owner.



A hearing, if requested, will be held on August 22.

During the conference, Patent Owner requested a supplemental response to address the newly-added challenges in this proceeding, which are whether claims 2 and 19 are anticipated by Terrell and whether claims 1–6, 17–23, and 34 are anticipated by each of Cruz or Dutta.

# Supplemental Filings and Other Activity

We determine good cause exists to permit the requested Supplemental Response. *See* 37 C.F.R. § 42.5. Patent Owner is authorized to file a Supplemental Response directed to the newly-added challenges in this proceeding. The Supplemental Response is limited to 10,500 words. Any arguments for patentability regarding the newly-added challenges that are not raised in the Supplemental Patent Owner Response are deemed waived.

Patent Owner also is authorized to file a supplemental expert report in support of its Supplemental Response. The supplemental expert report also is limited to addressing the newly-added challenges in this proceeding.

Patent Owner also may take a supplemental deposition of Petitioner's expert witness. The supplemental deposition is limited to addressing the newly-added challenges in this proceeding. The supplemental deposition direct examination is limited to four (4) hours.

Patent Owner also is authorized to file a motion to expunge its Motion to Amend (Paper 18) and to substitute in its place a Substitute Motion to Amend.

In consideration for Patent Owner's combined Response and Supplemental Response having a combined authorized word count of 24,500 words, Petitioner is authorized to file a single Reply to the Response and Supplemental Response, the single Reply having a corresponding



proportional increase in words from 5,600 to 9,800 words. Petitioner's Reply may respond to preliminary findings made by the Board in the Decision on Institution with respect to the newly-added challenges, but otherwise is subject to 37 C.F.R. § 42.23(b) ("A reply may only respond to arguments raised in the corresponding . . . response."). Evidence relied on by Petitioner in its Supplemental Reply is limited to rebuttal evidence only.

#### Revised Due Dates

Following our May 17 conference call with the parties, based on their input and requests, and in accordance with the supplemental activities authorized above, we revise the following dates in our Scheduling Order (Paper 11), as previously modified by the parties (Paper 16).

Action	Old Due Date	Revised Due Date
Patent Owner's	N.A.	May 31, 2018
Supplemental		
Deposition of		
Petitioner's Expert		
Patent Owner's	N.A.	June 8, 2018
Supplemental		
Response		
Patent Owner's	N.A.	June 15, 2018
Substitute Motion to		
Amend		
(1) Petitioner's Reply	June 14, 2018	June 29, 2018
to Patent Owner's	(see Paper 16)	
Response and Patent		
Owner's		
Supplemental		
Response; and (2)		
Petitioner's		
opposition to Motion		
to Amend		
Patent Owner's Reply	July 5, 2018	July 15, 2018
to Petitioner's		



Opposition to Motion	
to Amend	

All other due dates established in the Scheduling Order (Paper 11), beginning with due date 4, remain unchanged. We note for emphasis and clarity that the oral argument, if requested, remains as scheduled on August 22, 2018.

As set out in our original Scheduling Order (Paper 11, 6), the parties may stipulate to different dates for DUE DATES 1 through 5 in the original Scheduling Order, as revised herein (earlier or later, but no later than DUE DATE 6). A notice of the stipulation, specifically identifying the changed due dates, must be filed with the Board. The parties may not stipulate to an extension of DUE DATES 6 and 7.

As an alternative, the Board authorizes the parties to file, within three (3) business days of this Order, a Joint Motion to Limit the Petition by removing the claims and grounds upon which we did not institute in our Decision on Institution. *See, e.g., Apotex Inc., v. OSI Pharms., Inc.*, Case IPR2016-01284 (PTAB Apr. 3, 2017) (Paper 19) (granting, after institution, a joint motion to limit the petition by removing a patent claim that was included for trial in the institution decision). Such a Joint Motion would moot the schedule detailed above.

In consideration of the foregoing, it is so ORDERED.



# DOCKET

# 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.

