UNITED STATES PATENT AND TRADEMARK OFFICE

BEFORE THE PATENT TRIAL AND APPEAL BOARD

adidas AG Petitioner,

v.

NIKE, Inc. Patent Owner

Case IPR2016-00922 Patent No. 8,266,749

PATENT OWNER RESPONSE UNDER 37 C.F.R. § 42.120



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EXHIBIT LIST

Ex. 2004 Transcript of the Deposition of Lenny M. Holden (January 10, 2017)



Patent Owner NIKE, Inc. submits this response to the petition by adidas AG seeking an IPR of claims 1-9, 11-19, and 21 of U.S. Patent No. 8,266,749 (Ex. 1001) as obvious over Reed (Ex. 1006) and Nishida (Ex. 1009).

I. INTRODUCTION

NIKE is a worldwide leader in the design and development of athletic footwear. Its foundational purpose is simple: to innovate. True to that purpose, NIKE spent years designing and developing the technology in the '749 patent and its family – technology that has revolutionized the footwear industry.

The '749 patent at issue here is directed to a method of manufacturing footwear. An article of footwear typically has two primary elements, an upper and a sole structure. The upper covers the foot. The sole structure is below the upper between the foot and the ground.

Before the '749 patent, footwear manufacturers made uppers by piecing together multiple different materials to impart different properties to different areas of the upper. This process often required sourcing materials from multiple suppliers, operating multiple machines, and coordinating multiple assembly line techniques, manufacturing steps, and individuals.

NIKE recognized that conventional method of making uppers was inefficient, and NIKE addressed those inefficiencies in the '749 patent and its family. The patent recites, among other things, simultaneously knitting a textile



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