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1 Michael T. Pieja (CA Bar No. 250351)

2 Alan E. Littmann (*pro hac vice*)

3 Jennifer Greenblatt (*pro hac vice*)

4 Doug Winnard (CA Bar No. 275420)

5 Andrew J. Rima (*pro hac vice*)

6 Emma C. Neff (*pro hac vice*)

7 Lauren Abendshien (*pro hac vice*)

8 Shaun Zhang (*pro hac vice*)

9 GOLDMAN ISMAIL TOMASELLI

10 BRENNAN & BAUM LLP

11 564 W. Randolph St., Suite 400

12 Chicago, IL 60661

13 Tel: (312) 681-6000

14 Fax: (312) 881-5191

15 mpieja@goldmanismail.com

16 alittmann@goldmanismail.com

17 jgreenblatt@goldmanismail.com

18 dwinnard@goldmanismail.com

19 arima@goldmanismail.com

20 eross@goldmanismail.com

21 labendshien@goldmanismail.com

22 szhang@goldmanismail.com

23 *Attorneys for Defendant Apple Inc.*

24 (Additional counsel listed in signature block)

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**UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA
SAN FRANCISCO DIVISION**

UNILOC USA, INC., et al.,

Plaintiffs,

v.

APPLE INC.,

Defendant.

Case Nos. 3:18-cv-00360-WHA
3:18-cv-00363-WHA
3:18-cv-00365-WHA
3:18-cv-00572-WHA

**DEFENDANT APPLE INC.'S REPLY IN
SUPPORT OF ITS MOTION TO
DISMISS FOR LACK OF SUBJECT-
MATTER JURISDICTION**

DATE: Thursday, January 10, 2019
TIME: 8:00 a.m.
COURTROOM: 12, 19th Floor
JUDGE: Hon. William Alsup

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1 *WiAV Sols. LLC v. Motorola, Inc.*,
2 631 F.3d 1257 (Fed. Cir. 2010).....3, 5

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1 **I. INTRODUCTION**

2 Apple's Motion to Dismiss for Lack of Subject-Matter Jurisdiction ("Motion") established,
 3 based on the unambiguous language of Plaintiffs' licensing agreements, the following facts:

- 4 • [REDACTED]
- 5 [REDACTED]
- 6 • [REDACTED]
- 7 [REDACTED]
- 8 • [REDACTED]
- 9 [REDACTED]
- 10 • [REDACTED]
- 11 [REDACTED]
- 12 • [REDACTED]

12 Plaintiffs dispute *none* of these facts in their Opposition to Apple's Motion ("Opposition"). Taken
 13 together, these uncontroverted facts lead to an inescapable conclusion: [REDACTED]

14 [REDACTED]
 15 [REDACTED]
 16 [REDACTED]
 17 [REDACTED]

18 [REDACTED] As Plaintiffs lacked constitutional standing at the time of filing,
 19 Apple's Motion should be granted.

20 Plaintiffs' sole basis for asserting that they did have standing at the time of filing hinges on
 21 a misinterpretation of a single case, *Alfred E. Mann Foundation for Science v. Cochlear Corp.*, 604
 22 F.3d 1354 (Fed. Cir. 2010). (Uniloc's 11/12/18 Opposition to Apple's Motion to Dismiss, Dkt. No.
 23 142 ("Opp.") 4–10.) In *Mann*, the Federal Circuit held that there cannot be *more than one* entity
 24 with the right to bring a patent-infringement case by itself. *Id.* at 1359–1360, 1359 n.2. The Federal
 25 Circuit did not hold, as Plaintiffs wrongly suggest, that there *must be* at least one entity that
 26 possesses that right. (Opp. 6.) This issue was not presented, much less decided as Plaintiffs wish, in
 27

28 ¹ Documents referenced herein are to case number 3:18-cv-00360-WHA.

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1 *Mann*. Plaintiffs’ argument is not only based on a logical fallacy, but is contrary to *Mann* itself.
2 Plaintiffs lacked the right to exclude Apple at the time of filing, and their cases must be dismissed.

3 Apple’s Motion also established that, even if Plaintiffs had standing at the time of filing,
4 they lacked standing when Apple filed its Motion. Plaintiffs have conceded as much. But rather
5 than attempt to show that they do have standing now, Plaintiffs have represented that they will be
6 restructuring their business and licensing arrangements to create standing in the future. (Opp. 10.)
7 These new contractual arrangements—which Plaintiffs did not submit as evidence supporting, or
8 describe in, their brief—are too little, too late. The Court’s deadline to add new parties passed on
9 June 28, 2018. (5/1/18 Case Management Order, Dkt. No. 70 ¶ 3.) Plaintiffs knew, or should have
10 known, of their current standing problem no later than March 28, when they agreed to the
11 arrangements that existed at the time the Motion was filed. Yet Plaintiffs took no steps to correct
12 the resulting standing issue or disclose their division of rights to Apple and the Court. Instead,
13 Plaintiffs concealed and repeatedly misrepresented the facts underlying their licensing
14 arrangements. And it was only *after* Apple had uncovered those transactions that Plaintiffs
15 attempted to address their current lack of standing. Plaintiffs were deceitful, not diligent. They
16 cannot show good cause to amend their pleadings now; their cases should thus be dismissed.

17 This dismissal should be with prejudice. Plaintiffs repeatedly misrepresented to the Court
18 the rights and interests in the patents-in-suit. Plaintiffs concealed and wrongly denied the existence
19 of evidence reflecting the true division of those rights. Plaintiffs’ only excuse for this behavior is
20 [REDACTED] and did not
21 understand the legal significance of the rights they had granted to that entity. (Opp. 11.) But
22 Plaintiffs’ ignorance does not excuse their misconduct. Dismissal with prejudice is appropriate.

23 **II. PLAINTIFFS LACKED ARTICLE III STANDING AT THE TIME OF FILING**

24 Plaintiffs do not—and cannot—substantively challenge the two fundamental principles
25 regarding Article III standing that underpin Apple’s Motion. First, Plaintiffs do not contest that the
26 right to exclude is an absolute prerequisite for standing. *Luminara Worldwide, LLC v. Liown Elecs.*
27 *Co.*, 814 F.3d 1343, 1347 (Fed. Cir. 2016) (“Under our precedent, only parties with exclusionary
28 rights to a patent may bring suit for patent infringement.” (citing *Morrow v. Microsoft*, 499 F.3d

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1 1332, 1339 (Fed. Cir. 2007))); *WiAV Sols. LLC v. Motorola, Inc.*, 631 F.3d 1257, 1265 (Fed. Cir.
 2 2010) (“[T]he touchstone of constitutional standing in a patent infringement suit is whether a party
 3 can establish that it has an exclusionary right in a patent that, if violated by another, would cause
 4 the party holding the exclusionary right to suffer legal injury.”). Second, Plaintiffs do not explain
 5 how a plaintiff can have the right to exclude an accused infringer if another party has an unfettered
 6 right to license the patent to that accused infringer. *See WiAV*, 631 F.3d at 1266. Taking these two
 7 principles together, a plaintiff lacks standing to sue an accused infringer if another party possesses
 8 an unfettered right to grant sublicenses to that accused infringer. *Luminara*, 814 F.3d at 1348.

9 [REDACTED]
 10 [REDACTED]
 11 [REDACTED]
 12 [REDACTED]
 13 [REDACTED] Plaintiffs offer virtually no rebuttal to these facts, which are
 14 dispositive of the standing inquiry. Instead, Plaintiffs’ defense turns on a specious legal theory and
 15 inadmissible parol evidence.

16 A. *Mann* Does Not Support Plaintiffs’ Standing Argument

17 Plaintiffs’ Opposition throws the fundamental principles of standing out the window based
 18 on a misreading of a single Federal Circuit case, *Mann*. First and foremost, *Mann* is inapposite. In
 19 *Mann*, the issue presented was whether or not a patentee had transferred “all substantial rights” to
 20 an exclusive licensee. 604 F.3d at 1359–60. *Mann* only analyzed the division of exclusionary rights
 21 between two entities. *Id.* It never addressed the issue presented here: whether a *third* entity holding
 22 an *unfettered* right to sublicense an accused infringer vitiates a plaintiff-owner’s right to exclude
 23 that infringer and thereby deprives the plaintiff of standing. Contrary to Plaintiffs’ argument,
 24 nothing in *Mann* “clarif[ied]” or changed the requirement that a plaintiff must hold exclusionary
 25 rights to have constitutional standing, as stated in *Morrow* and in several Federal Circuit cases
 26 since. *See, e.g., Morrow*, 499 F.3d at 1340–41; *Luminara*, 814 F.3d at 1347; *WiAV*, 631 F.3d at
 27 1265. Indeed, *Mann* does not cite *Morrow* a single time, let alone distinguish it.

28 Even if *Mann* were relevant here, it would not support Plaintiffs. Plaintiffs read *Mann* as

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1 establishing an oxymoronic “default rule” that there “generally always” must exist one entity that is
2 a “CATEGORY ONE” plaintiff—that is, a plaintiff with standing to sue on its own. (Opp. 4–6.)
3 This “default” rule has no support in *Mann*. *Mann* held that there cannot be *more than one* entity
4 with the right to sue in its own name. 604 F.3d at 1359 (“[A] patent may not have multiple separate
5 owners for purposes of determining standing to sue.”). But it does not follow logically, as Plaintiffs
6 suggest, that there *must be one* entity with that right. (Opp. 6.) *Mann* did not consider, much less
7 resolve, that issue.

8 Further, nothing in *Mann* supports Plaintiffs’ “inertial” theory of standing, in which
9 “CATEGORY ONE status remains with whomever [sic] had it before the division” of ““all
10 substantial rights’ . . . between two persons.” (Opp. 6.) To the contrary, *Mann* stands for *the exact*
11 *opposite* proposition: when “all substantial rights” are divided between a patent owner and
12 exclusive licensee, it may be that *neither* has “CATEGORY ONE” status that would enable one to
13 sue in its name alone. In *Mann*, the Federal Circuit held that, where an agreement conveys some,
14 but not all, substantial rights to the patents-in-suit, it operates as an exclusive license rather than an
15 as assignment. *Mann*, 604 F.3d at 1363; *see also Aspex Eyewear, Inc. v. Miracle Optics, Inc.*, 434
16 F.3d 1336, 1342–43 (Fed. Cir. 2006). And, importantly, the patent owner that conveys those rights
17 does *not* retain the right to sue, on its own. *See Aspex*, 434 F.3d at 1344 (“For the same policy
18 reasons that a patentee must be joined in any lawsuit involving his or her patent, there must be
19 joinder of any exclusive licensee.”); *see also Mann*, 604 F.3d at 1363 (remanding for the district
20 court to consider whether the exclusive licensee was an indispensable party, and if so, whether the
21 case needed to be dismissed). To borrow Plaintiffs’ parlance, *Mann* establishes that a patent owner
22 who no longer possesses “all substantial rights” is not a CATEGORY ONE plaintiff but—at most—
23 a CATEGORY TWO plaintiff who cannot sue in its name, alone. And Plaintiffs readily concede
24 that “CATEGORY TWO status requires exclusivity.” (Opp. 7.) [REDACTED]
25 [REDACTED]

26 Nor does *Mann* or any of the other cases cited by Plaintiffs support their argument that “a
27 right to sublicense” cannot deprive a patent owner of standing. (Opp. 6–7.) To the contrary, *Mann*
28 recognized that an unfettered sublicensing right could vitiate a patent owner’s exclusionary rights.

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604 F.3d at 1362, citing *Speedplay, Inc. v. Bebop, Inc.*, 211 F.3d 1245, 1251 (Fed. Cir. 2000). The particular sublicensing right at issue in *Mann*, however, was fettered: any sublicense was required to include “the payment of specified pass-through royalties to” the owner. 604 F.3d at 1358, 1362; *see also Aspex*, 434 F.3d at 1342–43 (licensee’s sublicense rights limited in time); *AssymetRx, Inc. v. Biocare Medical, Inc.*, 582 F.3d 1314, 1320 (Fed. Cir. 2009) (licensee’s sublicense rights limited by royalty-sharing requirement).² Neither *Mann* nor any of the other cases cited by Plaintiffs holds that a licensee’s sublicensing right can never deprive a patent owner of standing. And none allows Plaintiffs to side-step the constitutional requirement of holding the right to exclude.

Lastly, Plaintiffs’ argument is contradicted by their pleadings. In their Opposition, Plaintiffs argue that Uniloc Lux had the ability to sue on its own because it had not transferred “all substantial rights” in its patents to another entity. (Opp. 6.) Plaintiffs’ entire theory of standing is predicated on their contention that Uniloc Lux never lost “CATEGORY ONE” status because it never transferred away all substantial rights. (*Id.* 3, 6, 9–10.) But Plaintiffs alleged in their Complaints that *Uniloc USA*, not Uniloc Lux, held “all substantial rights” in the patents-in-suit. (*E.g.*, Plaintiffs’ 5/26/17 Complaint, Dkt. No. 1 ¶ 9.) The factual underpinning of Plaintiffs’ argument is belied by their own allegations. Plaintiffs’ argument should be rejected for this additional reason.

B. Proper Application of the Law Establishes that Plaintiffs Lacked Standing

The Federal Circuit indicated in both *Luminara* and *WiAV* that a plaintiff lacks standing when a third party has an unfettered right to grant sublicenses. *Luminara*, 814 F.3d at 1348; *WiAV*, 631 F.3d at 1266. At least one district court, presented with facts very similar to those here, has held that such a right deprives the plaintiff of standing. *Acceleration Bay LLC v. Activision Blizzard, Inc.*, 2017 WL 3668597, at *3 (D. Del. Aug. 24, 2017). In *Acceleration Bay*, the plaintiff obtained patents by assignment from the prior patent owner, Boeing. *Id.* at *1; (Ex. BB, Case No. DED-1-16-cv-00543 Dkt. No. 1). Boeing, however, had previously granted a non-exclusive license to a third party, Sony, that included the right to grant sublicenses to Sony’s publishers within a certain field of use. *Acceleration Bay*, 2017 WL 36685897 at *3. The defendants were Sony publishers who sold

² *Prima Tek LLC v. A-Roo Co.* is simply irrelevant: the court there dismissed the case for lack of standing because the licensee did not hold all substantial rights; the court did not hold that a party could sue absent exclusionary rights. 222 F.3d 1372, 1382 (Fed. Cir. 2000).

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1 products within that field of use. *Id.* at *1. Because third-party, Sony, had the right to license the
2 defendants in the relevant field, the court determined that the plaintiff “ha[d] not shown that it had
3 the right under the patents to exclude the Defendants from engaging in the alleged infringing
4 activity, and therefore held that the plaintiff “lack[ed] standing to sue Defendants with respect to
5 games covered by the Sony license.” *Id.* at *3.

6 [REDACTED]
7 [REDACTED]
8 [REDACTED]
9 [REDACTED]
10 [REDACTED]
11 [REDACTED]
12 [REDACTED]
13 [REDACTED]
14 [REDACTED] *Acceleration Bay* directly rebukes Plaintiffs’ theory that a patent owner is
15 immune from the requirement that it must possess the right to exclude the accused infringer.

16 Plaintiffs complain, as did the patentee in *Acceleration Bay*, that applying *WiAV* and
17 *Luminara* would render their patents unenforceable. (Opp. 8.) But this is a predicament of
18 Plaintiffs’ own making. [REDACTED]

19 [REDACTED]
20 [REDACTED]
21 [REDACTED]
22 [REDACTED]
23 [REDACTED]
24 [REDACTED]
25 [REDACTED]
26 [REDACTED]
27 [REDACTED]
28 [REDACTED]

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1 [REDACTED]
2 [REDACTED]
3 [REDACTED]
4 [REDACTED]
5 [REDACTED]
6 [REDACTED]
7 [REDACTED]
8 [REDACTED]
9 [REDACTED]
10 [REDACTED]
11 [REDACTED]
12 [REDACTED]
13 [REDACTED]
14 [REDACTED]

15 **C. Plaintiffs Cannot and Do Not Challenge the Unambiguous Terms of Fortress’**
16 **Agreements with Plaintiffs**

17 [REDACTED]
18 [REDACTED]
19 [REDACTED] [REDACTED] Tellingly, Plaintiffs do not dispute the clear language of their own
20 contracts, nor do they contest Apple’s interpretation of that language. [REDACTED]
21 [REDACTED]
22 [REDACTED]
23 [REDACTED]

24 [REDACTED] But Plaintiffs provide no legal argument based on this
25 declaration, which can be ignored for this reason alone. In any event, Mr. Palmer’s testimony
26 should be disregarded as both irrelevant and inadmissible.

27 _____
28 ⁴ [REDACTED]

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1) Mr. Palmer's Declaration is Irrelevant

2) Plaintiffs' New Testimonial Evidence is Inadmissible Parol Evidence

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[illegible]

6 [REDACTED]

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III. PLAINTIFFS CANNOT CURE THEIR CURRENT STANDING PROBLEM NOW

Apple's Motion raised a second independent reason to dismiss Plaintiffs' suits: the named Plaintiffs lacked standing from May 3 until Apple filed its Motion on October 25. (Mot. 15–22.) Plaintiffs now concede that Apple is right: Plaintiffs agree that Uniloc Lux has no standing, and they do not dispute that Uniloc USA lacks standing, as well. Plaintiffs' sole argument for Uniloc 2017's ability to sue as of May 3 is based on the same misinterpretation of *Mann* outlined above. (Opp. 8–10.) Tellingly, even Plaintiffs do not seem to believe their own argument: after Apple filed its Motion, Uniloc 2017 dismissed over 35 cases nationwide that it had filed after May 3 in which Uniloc 2017 and/or Uniloc USA were plaintiffs. (Winnard Decl. ¶ 10.) There should be no dispute that, between May 3 and when Apple filed its Motion, neither Uniloc 2017 nor the named Plaintiffs had constitutional standing to sue.

Plaintiffs now represent that they are executing new agreements that would ostensibly cure Uniloc 2017's current lack of standing. (Opp. 10.) But even though it is Plaintiffs' burden to establish that they have standing, they did not attach or even describe the documents referenced in their brief. Of course, these new documents can do nothing to cure Plaintiffs' lack of standing at the time of filing. And Plaintiffs' belated efforts to fix their current standing problem should be rejected.

As a threshold matter, Plaintiffs cannot show good cause, as Federal Rule of Civil Procedure 16(b) requires, to amend their pleadings to add Uniloc 2017 as plaintiff. This Court's Scheduling Order set June 28, 2018, as the deadline to add new parties or amend the pleadings. (Dkt. No. 70.)

Yet Plaintiffs said nothing, and they disclosed nothing—not to Apple, and not to the Court. Worse, Plaintiffs continued to misrepresent their rights and interests by falsely stating to the Court—in late August—that Uniloc USA was an “exclusive license[e]” (Plaintiffs' 8/29/18 Detailed Account of Patent

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1 Ownership History, Dkt. No. 120 at 1), and that Uniloc 2017 held “the right to all causes of action”
2 (Plaintiffs’ 8/23/18 Motion to Join, Dkt. No. 119 at 2). Plaintiffs offer no excuse or explanation for
3 this conduct. And even if Plaintiffs did not understand the legal significance of their licensing
4 machinations, their ignorance of the law cannot meet the “good cause” requirement. *See Johnson v.*
5 *Mammoth Recreations, Inc.*, 975 F.2d 604, 609 (9th Cir. 1992) (“[C]arelessness is not compatible
6 with a finding of diligence and offers no reason for a grant of relief.”).

7 In any case, Plaintiffs have not met their burden to show that their new agreements do
8 indeed cure their standing problem. [REDACTED]

9 [REDACTED]
10 [REDACTED]
11 [REDACTED]
12 [REDACTED]
13 [REDACTED]
14 [REDACTED]
15 [REDACTED]
16 [REDACTED]
17 [REDACTED]
18 [REDACTED]
19 [REDACTED]
20 [REDACTED]
21 [REDACTED]. In any event, Plaintiffs have not furnished evidence
22 of these amendments to the Court and cannot rely on them in opposing Apple’s Motion.

23 **IV. DISMISSAL WITH PREJUDICE IS APPROPRIATE**

24 Although dismissal for lack of jurisdiction is generally without prejudice, dismissal with
25 prejudice is appropriate where, as here, the plaintiff has engaged in misconduct and made
26 misrepresentations. *See Nat’l Oilwell Varco, L.P. v. Omron Oilfield & Marine, Inc.*, 676 F. App’x
27 967, 972 (Fed. Cir. 2017) (affirming dismissal with prejudice for lack of standing where patentee
28 “did not present a consistent picture of ownership” and “at no point even made an attempt to

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1 explain the blatant inconsistencies in its previous positions on standing”); *Raniere v. Microsoft*
 2 *Corp.*, 2016 WL 4626584, at *4 (N.D. Tex. Sept. 2, 2016) (dismissing with prejudice for lack of
 3 standing based in part on plaintiffs’ “clear history of delay and contumacious conduct”), *aff’d* 673
 4 Fed. App’x 1008 (Fed. Cir. 2017). Plaintiffs’ behavior—and their complete failure to explain or
 5 justify it—warrants dismissal with prejudice.⁷

6 **First**, in response to the Court’s order to provide a complete and detailed statement of
 7 ownership in the patents-in-suit, Plaintiffs misled the Court in several respects. Despite the Court’s
 8 clear directive to include licensing information (8/22/18 Order Setting Discovery Hearing, Dkt. No.
 9 118 at 2), Plaintiffs did not disclose Fortress’ rights in the patents-in-suit. (Dkt. 120 at 1.) [REDACTED]

10 [REDACTED]
 11 [REDACTED]
 12 [REDACTED] Plaintiffs have also never explained why they falsely
 13 represented to the Court that Uniloc USA possessed an “exclusive license” to the patents-in-suit as
 14 of May 3, 2018. (Dkt. No. 120 at 1; Ex. HH, Hearing Tr. at 5:6–9.) [REDACTED]

15 [REDACTED]
 16 [REDACTED]
 17 [REDACTED]
 18 [REDACTED]
 19 [REDACTED]
 20 [REDACTED]
 21 [REDACTED]
 22 [REDACTED]
 23 [REDACTED]
 24 [REDACTED]
 25 [REDACTED]
 26 [REDACTED] Apple sought this discovery nearly a year ago, and but for
 27 [REDACTED]

28 ⁷ Apple also intends to seek attorneys’ fees and costs if the Court grants relief with respect
 to this Motion.

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1 Plaintiffs’ concealment and misrepresentations, Apple could have presented this standing problem
2 to the Court *before* the parties and the Court had expended substantial resources with the Court’s
3 shootout procedure.

4 **Third**, Plaintiffs have offered no justification for inducing the Court to enter final judgment
5 in the -358 action at a time when the Court lacked subject-matter jurisdiction. Plaintiffs concede
6 that Uniloc Lux had no standing after May 3, 2018, and they offer no argument that Uniloc USA
7 had standing, either. (Opp. 8–9.) Plaintiffs thus do not dispute that, when the Court entered final
8 judgment in the -358 action on May 18, 2018, the named Plaintiffs did not have standing to sue.
9 And, unlike in the other actions, Plaintiffs cannot even attempt to cure this defect in the -358 matter
10 because the Court has already entered final judgment. *See Janssen Pharmaceutica, N.V. v. Apotex,*
11 *Inc.*, 540 F.3d 1353, 1363 n.9 (Fed. Cir. 2008) (“As Apotex failed to cure the jurisdictional defect
12 by the time the district court entered final judgment, we need not reach the issue of whether this
13 case constitutes one of the limited circumstances in which temporary jurisdictional defects can be
14 cured.”). As of at least March 28, 2018—less than two weeks after Apple filed its motion for
15 judgment on the pleadings—Plaintiffs knew that they intended to execute the May 3 licensing
16 transactions that would ultimately deprive the Court of subject-matter jurisdiction. But Plaintiffs
17 disclosed nothing about these transactions until the Court ordered them to do so in September,
18 months after the Court had entered final judgment in the -358 action.

19 Even now, Plaintiffs continue to mislead the Court. Plaintiffs argue that the transfer of rights
20 from Uniloc Lux to Uniloc 2017 was “reported to Apple.” (Opp. 11.) This is dishonest. Plaintiffs
21 executed various patent assignments and licenses on May 3, 2018, but said nothing about those
22 arrangements for months. It was not until Apple learned from public records of a possible transfer
23 of the patents; those public records, however, included no information about Plaintiffs’ licensing
24 arrangements. Apple then sent Plaintiffs a letter on August 9, which set in motion a series of events
25 culminating in this Court’s issuing an order compelling Uniloc to produce documents about the
26 assignment and licensing of rights in the patents-in-suit. (Mot. 8–10.) Plaintiffs cannot claim, in
27 good faith, that they were forthcoming about these transactions. Plaintiffs’ characterization of the
28 May 3 transactions as a mere “transfer” of rights is similarly misleading. (Opp. 11.) As Apple

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1 explained in its Motion, the assignment from Uniloc Lux to Uniloc 2017 was only a small piece of
2 the puzzle, and the only piece that Plaintiffs disclosed publicly and willingly. (Mot. 2–10.) Several
3 other agreements, [REDACTED]
4 [REDACTED], fundamentally altered the nature of the rights held in the patents at issue.
5 (Mot. 7–8.) Plaintiffs withheld those documents, producing them only after Apple and the Court
6 had expended resources addressing Plaintiffs’ hide-the-ball tactics.

7 Dismissal with prejudice for lack of standing is not the ordinary result, but it is appropriate
8 where the plaintiff has engaged in a pattern of misconduct and deception. Here, Plaintiffs: (1) failed
9 to disclose [REDACTED] in contravention of the Court’s August 22 order (Mot. 24); (2)
10 misrepresented Uniloc USA’s status as an “exclusive licensee” and misstated the nature of Uniloc
11 USA’s rights in the patents-in-suit (Mot. 23); (3) misrepresented Uniloc 2017 as holding all rights
12 in the causes of action despite it having alienated those rights to others (Mot. 18–21); (4) wrongly
13 concealed [REDACTED] in response to Apple’s request for production of licenses to the
14 patents-in-suit (Mot. 23); (5) falsely represented in response to interrogatories that they had no
15 information about licensing rights in the patents-in-suit (Mot. 22, 24.); and (6) failed to disclose that
16 the named Plaintiffs in the -358 action lacked standing at the time the Court entered final judgment
17 (Mot. 23–24). Plaintiffs have repeatedly deceived Apple and the Court, even in response to the
18 Court’s order compelling them to be forthcoming about the division of rights and interests in the
19 patents-in-suit. Plaintiffs had plenty of opportunities to be forthcoming about their standing
20 problems, but they chose not to do so. Dismissal with prejudice is warranted in these circumstances.

21 **V. CONCLUSION**

22 Plaintiffs cannot show they had standing to sue at the time of filing. [REDACTED]
23 [REDACTED]
24 [REDACTED]
25 [REDACTED] Nothing in Plaintiffs’ Opposition challenges
26 the factual or legal basis for this conclusion. Nor have Plaintiffs met their burden to show that they
27 presently have standing, or offered any explanation for their history of misrepresentations and
28 misconduct. The Court should grant Apple’s Motion and dismiss Plaintiffs’ cases with prejudice.

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1 DATED: November 27, 2018

Respectfully submitted,

2
3 /s/ Doug Winnard

Michael T. Pieja (CA Bar No. 250351)

Alan E. Littmann (*pro hac vice*)

Jennifer Greenblatt (*pro hac vice*)

Doug Winnard (CA Bar No. 275420)

Andrew J. Rima (*pro hac vice*)

Emma C. Neff (*pro hac vice*)

Lauren Abendshien (*pro hac vice*)

Shaun Zhang (*pro hac vice*)

GOLDMAN ISMAIL TOMASELLI

BRENNAN & BAUM LLP

564 W. Randolph St., Suite 400

Chicago, IL 60661

Tel: (312) 681-6000

Fax: (312) 881-5191

mpieja@goldmanismail.com

alittmann@goldmanismail.com

jgreenblatt@goldmanismail.com

dwinnard@goldmanismail.com

arima@goldmanismail.com

eross@goldmanismail.com

labendshien@goldmanismail.com

szhang@goldmanismail.com

Kenneth Baum (CA Bar No. 250719)

GOLDMAN ISMAIL TOMASELLI

BRENNAN & BAUM LLP

429 Santa Monica Boulevard, Suite 710

Santa Monica, CA 90401

Tel: (310) 576-6900

Fax: (310) 382-9974

kbaum@goldmanismail.com

Attorneys for Defendant Apple Inc.

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PROOF OF SERVICE

The undersigned hereby certifies that a true and correct copy of **DEFENDANT APPLE INC.'S REPLY IN SUPPORT OF ITS MOTION TO DISMISS FOR LACK OF SUBJECT-MATTER JURISDICTION** has been served on November 27, 2018, to all counsel of record who are deemed to have consented to electronic service.

/s/ Michael T. Pieja
Michael T. Pieja (CA Bar No. 250351)