FILED MATTHEW D. MURPHEY (SBN: 194111) 1 ANDREA K. DOUGLAS (SBN: 212065) 2 **GORDON & REES LLP** 10 AUG 30 AM 10: 42° 2211 Michelson Drive, Suite 400 3 Irvine, California 92612 CASEAL U.S. DISTRICT OF CALL SAL Telephone: (949) 255-6950 Facsimile: (949) 474-2060 4 Email: mmurphey@gordonrees.com BY. DEPUTY 5 Email: adouglas@gordonrees.com KIMBERLY D. HOWATT (SBN: 196921) 6 **GORDON & REES LLP** 101 West Broadway, Suite 2000 7 San Diego, California 92101 Telephone: (619) 696-6700 Facsimile: (619) 696-7124 9 Email: khowatt@gordonrees.com Attorneys For Plaintiff, 10 THE ACTIVE NETWORK, INC. 11 UNITED STATES DISTRICT COURT 12 SOUTHERN DISTRICT OF CALIFORNIA 13 2211 Michelson Drive Gordon & Rees LLP Suite 400 Irvine, CA 92612 14 NLS Case No., 10 CV 1805 IEG THE ACTIVE NETWORK, INC., a Delaware corporation, 15 **COMPLAINT FOR:** 16 PATENT INFRINGEMENT Plaintiff, 17 INDIRECT PATENT INFRINGEMENT 18 COMPUTER SOS, INC., a New York UNFAIR COMPETITION 19 corporation, d/b/a MANAGEYOURLEAGUE.COM 20 **DEMAND FOR JURY TRIAL** Defendant. 21 22 23 24 25 26 27 28

COMPLAINT

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Plaintiff THE ACTIVE NETWORK, INC. ("ACTIVE NETWORK"), for its complaint against defendant COMPUTER SOS, INC. d/b/a MANAGEYOURLEAGE.COM ("MYL"), alleges as follows:

JURISDICTION AND VENUE

- This civil action for patent infringement arises under the patent laws of the 1. United States, 35 U.S.C. §§ 271, et seq., The court also has jurisdiction under 28 U.S.C.§§ 1338(a) and (b).
- Venue is proper in this district under 28 U.S.C. §§ 1391(c) and 1400(b) as MYL 2. sells the accused products alleged herein within this judicial district, and the facts alleged herein and giving rise to the claims in this Complaint substantially occurred within this judicial district.
- On information and belief, MYL or its agents have transacted business in the 3. State of California and within this judicial district, and Defendant expected or reasonably should have expected its acts to have consequences in the State of California and within this judicial district, thus subjecting Defendant to the personal jurisdiction of this Court.
- The Court's exercise of jurisdiction over the person of the Defendant comports with due process of law under the Fifth Amendment to the U.S. Constitution, and with the California long-arm statute, California Code of Civil Procedure §410.10.

PARTIES

- 5. ACTIVE NETWORK is a Delaware corporation with its principal place of business in San Diego, California. ACTIVE NETWORK is engaged in the business of marketing and providing integrated technology platforms, marketing services and online media properties that encourage and enable participation in activities and events with an emphasis on sports activities and events.
- On information and belief, defendant MYL is a New York corporation with its 6. principal place of business in Cheektowaga, New York. MYL is engaged in the business of marketing and distributing centralized management software to manage sports teams through a centrally-accessible web portal.

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FACTS COMMON TO ALL CLAIMS

- 7. ACTIVE NETWORK is the owner of United States Letters Patent No. 6,289,348 (the "'348 PATENT") which was issued on September 11, 2001 and is entitled "Method and System of Electronically Receiving and Processing Membership Information of an Organization."
- The '348 PATENT claims both a group organizational system operational as a 8. computer program on a computer network, and a roster database that communicates with a host server. The organizational system component of the '348 PATENT generally relates to a computer network providing communication between a host server and remote users. The roster database component of the '348 PATENT generally relates to a database in communication with the host server.
- 9. MYL is offering for sale, and, upon information and belief, has sold a product in this judicial district and elsewhere throughout the United States commonly known as Online League Management Software (the "MANAGEMENT SOFTWARE").
- The MANAGEMENT SOFTWARE falls within the scope of at least one claim 10. of the '348 PATENT.
- MYL is inducing others to infringe and is contributorily infringing the '348 11. PATENT, literally, or under the doctrine of equivalents by using, offering the MANAGEMENT SOFTWARE for sale, and, upon information and belief, selling the MANAGEMENT SOFTWARE in this judicial district and elsewhere throughout the United States in violation of 35 U.S.C. §§ 271(a), (b) and/or (c).

COUNT ONE

(PATENT INFRINGEMENT)

- 12. ACTIVE NETWORK refers to, re-alleges, and incorporates herein by this reference, each and every allegation in the foregoing paragraphs, as though fully set forth herein.
- As alleged herein, MYL is infringing the claim of the '348 PATENT literally 13. and/or under the doctrine of equivalents in violation of 35 U.S.C. § 217(a).

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| | 14. | As a direct and proximate result of MYL's infringement of the '348 PATENT, |
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| ACTI | VE NET | TWORK has been damaged in an amount to be proved at trial, but in an amount |
| not les | s than a | reasonable royalty, and includes lost sales, and/or lost profits. |

- MYL knows and has known of its infringement of the '348 PATENT. Despite 15. demand that it cease its infringing activity, MYL has refused and has continue to actively infringe the '348 PATENT. Based on these facts and those to be proved at trial, MYL's infringement is willful and done with intentional disregard of ACTIVE NETWORK's rights in the '348 PATENT, so as to render this case exceptional within the purview of 35 U.S.C. §§ 284 and 285, such that ACTIVE NETWORK is entitled to enhanced damages, costs, and an award of attorneys' fees.
- ACTIVE NETWORK has been and continues to be damaged by the unlawful 16. infringing activities of MYL and will be irreparably harmed unless the unlawful infringing activities are preliminarily and permanently enjoined by this Court as provided by 35 U.S.C. § 283.

COUNT TWO

(INDIRECT PATENT INFRINGEMENT)

- ACTIVE NETWORK refers to, re-alleges, and incorporates herein by this 17. reference, each and every allegation in the foregoing paragraphs, as though fully set forth herein.
- 18. Upon information and belief, MYL has been and is now unlawfully inducing others to infringe and/or contributorily infringe, literally or under the doctrine of equivalents, the claims of the '348 PATENT by using, offering to sell, advertising for sale and selling MYL's MANAGEMENT SOFTWARE product in this judicial district and throughout the United States, IN VIOLATION OF 35 U.S.C. § 271(b) and/or § 271(c).
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| | 19. | MYL had knowledge and notice of the '348 PATENT and its activities |
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| cons | titute kno | owing and willful patent infringement. ACTIVE NETWORK has been and |
| conti | nues to b | e damaged by MYL's unlawful infringing activities and will be irreparably |
| harm | ed unles | s the unlawful infringing activities are preliminarily and permanently enjoined by |
| this (| Court as | provided by 35 U.S.C. § 271(b). |

- 20. Upon information and belief, ACTIVE NETWORK has suffered and continues to suffer lost sales and in turn damages as a direct result of the unlawful infringement of the '348 PATENT by MYL. Under 35 U.S.C. § 284, ACTIVE NETWORK is entitled to damages to be established at trial or upon an accounting adequate to compensate for the infringement, including lost profits, but not less than a reasonable royalty.
- Upon information and belief, MYL's infringement of the '348 PATENT is 21. willful and done with an intent to harm ACTIVE NETWORK or in reckless disregard for the rights of ACTIVE NETWORK. Therefore, this is an exceptional case and ACTIVE NETWORK is entitled to enhanced damages under 35 U.S.C. § 284.
- This is an exceptional case under 35 U.S.C. § 285 entitling ACTIVE 22. NETWORK to its reasonable attorneys' fees.
- ACTIVE NETWORK has been and continues to be damaged by the unlawful 23. infringing activities of MYL and will be irreparably harmed unless the unlawful infringing activities are preliminarily and permanently enjoined by this Court as provided by 35 U.S.C. § 283.

COUNT THREE

(UNFAIR COMPETITION) [Cal. Bus. & Prof. Code § 17200 et seq.]

- ACTIVE NETWORK refers to, re-alleges, and incorporates herein by this 24. reference, each and every allegation in the foregoing paragraphs, as though fully set forth herein.
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| | 25. | California Business & Professions Code § 17200 et seq. provides that unfair |
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| compe | tition m | eans and includes "any unlawful, unfair or fraudulent business act or practice and |
| unfair, | decepti | ve, untrue or misleading advertising." |

- By and through MYL's conduct, including the conduct detailed above, MYL has 26. engaged in activities that constitute unlawful, unfair, and fraudulent business practices prohibited by Business & Professions Code § 17200 et seq.
- MYL's acts of intentional and willful patent infringement as alleged above 27. constitute unfair competition actionable under the laws of the State of California as fraudulent business acts or practices in that these acts violate the patent laws. Specifically, and without limitation, the MANAGEMENT SOFTWARE infringes the '348 PATENT either directly or indirectly under the doctrine of equivalents. Further, MYL's sale, offering for sale, distribution and/or advertising of the MANAGEMENT SOFTWARE has had a significant negative impact on the commercial value of and market for ACTIVE NETWORK's products.
- MYL's acts of infringement as alleged above are unlawful, unfair, fraudulent, 28. deceptive, misleading, and untrue and constitute a violation of Business & Professions Code Section 17200 et seq. ACTIVE NETWORK reserves the right to identify additional violations by MYL as may be established through discovery.
- As a result of MYL's acts of unfair competition, ACTIVE NETWORK has 29. suffered and will continue to suffer irreparable harm, and ACTIVE NETWORK has no adequate remedy at law with respect to this injury. Unless the acts of unfair competition are enjoined by this Court, ACTIVE NETWORK will continue to suffer irreparable harm.
- As a direct and legal result of MYL's unlawful, unfair, and fraudulent conduct 30. described above, MYL has been and will continue to be unjustly enriched with ill-gotten gains.

WHEREFORE, ACTIVE NETWORK prays for relief against MYL as follows:

- For judgment that MYL has infringed, contributorily infringed and/or induced 1. the infringement of, at least one claim of the '348 PATENT;
- That ACTIVE NETWORK recover damages, jointly and severally, against MYL 2. under 35 U.S.C. § 284 in an amount to be determined at trial or by accounting for the lost

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| profits, but no less than a reasonable royalty, on all sales of the MANAGEMENT | | | | | |
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| SOFTWARE, | plus pre-judgment and post-judgment interest; | | | | |
| 3. | That the damages awarded pursuant to the preceding paragraph be increased to | | | | |

That the Court declare this is an exceptional case and ACTIVE NETWORK be 4. awarded all of its attorneys' fees in connection with this matter under 35 U.S.C. § 285;

three times the amount awarded because this is an exceptional case under 35 U.S.C. § 284;

- 5. That the Court preliminarily and/or permanently enjoin and restrain defendants, their officers, agents, servants, employees and those persons in active concert or participation with any of them, from further acts of infringement for the remaining life of the '348 PATENT under 35 U.S.C. § 283;
- For judgment that MYL's conduct constitutes unlawful, unfair, and/or fraudulent 6. business practices within the meaning of California's Unfair Competition Act, and California Business and Professions Code sections 17200, et seq.;
- 7. That the Court award restitution, disgorgement, injunctive relief and all other relief allowed under Cal. Bus. Prof. Code §§ 17200 et seq.;
 - That the Court award punitive damages for intentional and willful acts; 8.
 - 9. For an award of all costs of this action;
- Assess prejudgment interest on the damages so awarded and computed above; 10. and
 - For such other and further relief as this court may deem just and proper. 11.

Dated: August 27, 2010

GORDON & RÉES LLP

Kimberly D. Howatt Andrea K. Douglas Attorneys for Plaintiff

THE ACTIVE NETWORK, INC.

Gordon & Rees LLP 2211 Michelson Drive

Suite 400 Irvine, CA 92612

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JURY DEMAND

Pursuant to Rule 38(b) of the Federal Rules of Civil Procedure, ACTIVE NETWORK requests a jury trial of all issues that may be tried to a jury in this action.

Dated: August 27, 2010

GORDON & REES LLP

Matthew D. Murphey/ Kimberly D. Howatt Andrea K. Douglas Attorneys for Plaintiff

THE ACTIVE NETWORK, INC.

| The JS 44 civil cover sheet and the information by local rules of court. This form, approved by | contained Lein neither rep | lace nor suppler the United State | nent the filing and se | rvice of p | 3/30/10 Page 9 of readings or other papers as reed for the use of the Clerk of | equired by law, except as provided | |
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| the civil docket sheet. (SEE INSTRUCTIONS I. (a) PLAINTIFFS THE ACTIVE NETWORK, INC., a | · | | DEFENDANTS COMPUTER SOS, INC., a New York corporation, d/b/a MANAGEYOURLEAGUE.COM | | | | |
| (b) County of Residence of First Liste (EXCEPT IN U.S. PI (c) Attorney's (Firm Name, Address, Matthew D. Murphey, SBN: 194111 | LAINTIFF CASES) and Telephone Number) | | 1 | II) AND CON D INVOL | st Listed Defendant N U.S. PLAINTIFF CASES DEMNATION CASES, USE T VED. | ONLY) | |
| Andrea K. Douglas, SBN: 212065 Gordon & Rees LLP 2211 Michelson Drive, Suite 400 Irvine, CA 92612 | , | | '10 | CV 1 | 805 IEG | NLS | |
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| II. BASIS OF JURISDICTION (P | | | (For Diversity Cas | | DEF | Place an "X" in One Box for Plaintiff and One Box for Defendant) PTF DEF ipal Place 4 4 | |
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| VI. CAUSE OF ACTION Brief | the U.S. Civil Statute under J.S.C. §§1338 (a) and description of cause: and Infringement; Indirections of the control of the | (b), 1391(c) | and 1400(b); 35 | U.S.C. | | ity): | |
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| RECEIPT # 17430 AMOUNT | APPLYING II | FP | JUDGE | | MAG. JUDGE | American LegalNet, Inc. www.FormsWorkflow.com | |

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