# HARNESSING PATENT OFFICE LITIGATION



A Look at Twenty Seven Months of *Inter Partes* Review Proceedings Before the United States Patent and Trademark Office



9 16 2012 to 12 16 2014





Welcome to Harness Dickey's Report on Litigation Practice before the United States Patent Office. Created by the America Invents Act, Inter Partes Review proceedings have already changed the face of patent litigation. Lower cost, lower burden of proof to invalidate, broader claim scope, among other advantages to patent challengers,

WAIVER OF PATENT OWNER

PRELIMINARY RESPONSE<sup>2</sup>

6/16/13

3/16/13

9/16/13

12/16/13

PETITIONS FILED PER WEEK

3/16/14

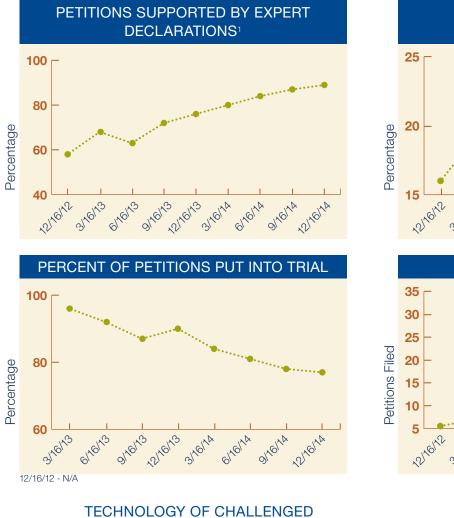
6/16/14

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12/16/14

means that there may be no greater opportunity and true reform to come from the America Invents Act than these post-grant proceedings. Our periodic Report will provide insight based on the over 100 characteristics of these proceedings that we are tracking.

### PRELIMINARY STAGE Preliminary Stage of the Proceedings (Petition Filing through PTAB Trial Initiation Decision)



PATENT CHART

**344** Chemical and Biotech

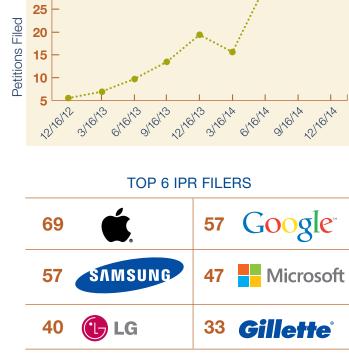
Transportation

1315 Electrical and

10 Design

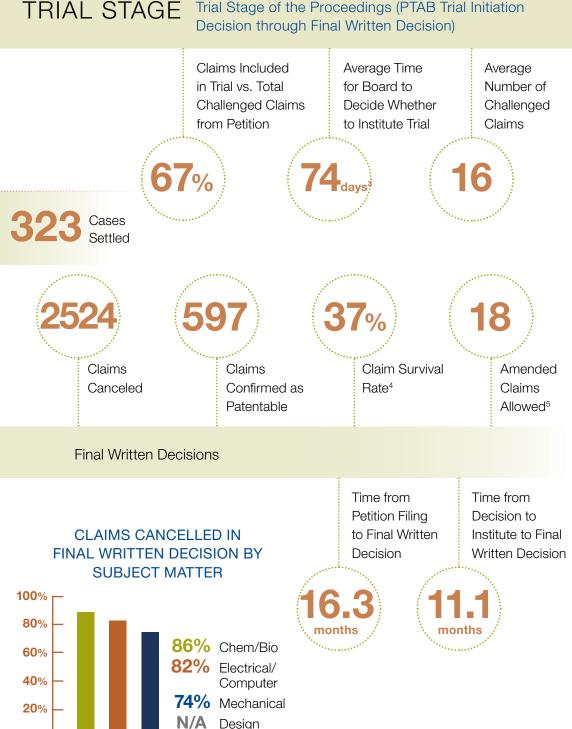
Computer

487 Mechanical and





<sup>2</sup> As Patent Owners have come to realize that substantive attacks on a Petition are less successful without expert testimony, they have waived the Preliminary Patent Owner Response in increasing numbers.



<sup>3</sup> As the PTAB's workload has steadily increased, the time to a Decision to Initiate has gradually climbed, as well. While the Board has statutorily been provided with three months to make that decision, it is taking about three weeks less than the full statutory allotment to come to a Decision to Initiate <sup>4</sup> Percent of claims that were confirmed as patentable in a Decision to Institute or Final Written Decision. <sup>5</sup> A total of one motion to amend has been granted through December 16, 2014.

# Trial Stage of the Proceedings (PTAB Trial Initiation

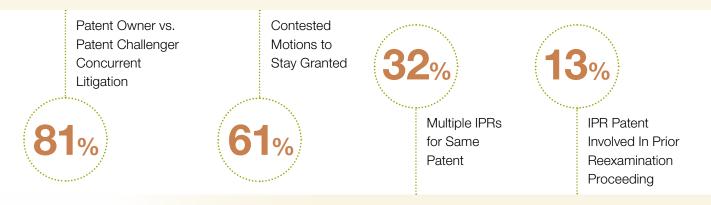
# 80.9%

CLAIMS **CANCELED IN FINAL WRITTEN** DECISION

While the initial Final Written Decisions were decidedly in favor of Petitioners (a 96.4% cancelation rate as of March 16, 2014), more recent decisions have increasingly sided with Patent Owners, bringing down the total number of canceled claims to 80.9%. Critics of IPR proceedings try to argue the various ways in which the proceedings are skewed toward Petitioners. It is becoming increasingly clear, however, that the Inter Partes Review process has added an efficient and cost-effective avenue to test the patentability of patent claims outside expensive, **District Court** litigation.

## CONCURRENT PROCEEDINGS

Litigation and other Administrative Proceedings Involving the Patent-At-Issue



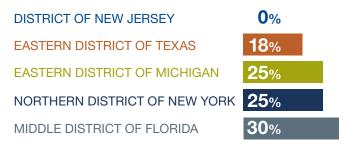
Increasingly, and to get around the PTAB's onerous Motion to Amend requirements, Patent Owners are filing concurrent reissue or reexamination proceedings to offer a more robust substitute claim set.

### COURTS WITH HIGHEST WIN RATE FOR MOTIONS TO STAY<sup>6</sup>

NORTHERN DISTRICT OF GEORGIA	100%
EASTERN DISTRICT OF PENNSYLVANIA	100%
NORTHERN DISTRICT OF ILLINOIS	<b>86</b> %
WESTERN DISTRICT OF TENNESSEE	83%
NORTHERN DISTRICT OF CALIFORNIA	<b>82</b> %

<sup>6</sup> For district courts with four or more decisions on motions to stay

### COURTS WITH LOWEST WIN RATE FOR MOTIONS TO STAY<sup>6</sup>



### HARNESS DICKEY HAS DEMONSTRATED EXPERTISE IN PATENT OFFICE LITIGATION

Harness Dickey has developed the expertise to handle the specialized *Inter Partes* Review (and Post Grant Review) proceedings. That expertise shows in the results we are achieving for our clients. Please contact us at **ipr-pgr@ hdp.com** with any questions or to discuss our expertise, including a more complete array of statistics than presented here.

*Microsoft Corp. v. Proxyconn, Inc.* (IPR2012-00026; IPR2013-00109); *LKQ Corp. v. Clearlamp, LLC* (IPR2013-00020); *Athena Automation Ltd. v. Husky Injection Molding Sys., Ltd.* (IPR2013-00167; IPR2013-00169, IPR2013-00290); *Bomtech Elect. Co., Ltd. v. MT. Derm GmbH* (IPR2014-00137; IPR2014-00138); *Heartland Tanning, Inc. v. Sunless, Inc.* (IPR2014-00018); *Laird Tech., Inc. v. GrafTech Int'l Holdings, Inc.* (IPR2014-00023; IPR2014-00024; IPR2014-00025); *Histologics, LLC v. CDx Diag., Inc.* (IPR2014-000779); *Webasto Roof Sys., Inc. v. UUSI, LLC* (IPR2014-00648; IPR2014-00649; IPR2014-00650); *Brose North Am. V. UUSI, LLC* (IPR2014-00416; IPR2014-00417); *Positec USA, Inc. v. Black & Decker, Inc.* (IPR2013-00502); *Plant Science, Inc. v. The Andersons Agriservices, Inc.* (IPR2014-00939; IPR2014-00940; IPR2014-00941); *HTC Corp. v. FlashPoint Tech., Inc.* (IPR2014-00902; IPR2014-00902; IPR2014-00903; IPR2014-00934; IPR2014-01249; IPR2014-01460)



We have traveled the world to provide seminars regarding *Inter Partes* Review proceedings to companies, law firms, and other organizations. Interested in having us visit for a presentation? Please email us at **ipr-pgr@hdp.com**.