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1 RELYING ON OUTPUT MEANS 80 OF IZEKI.

> FOLLOWING THOSE REMARKS WE JUST LOOKED AT EXAMINER REPEATED THAT TEACHES OUTPUTTING AWAY FROM THE AUDIO/VIDEO APPARATUS IN IZEKI.

THIS TIME BURST RESPONDED IZEKI TEACHES A COMPRESSION WITHOUT TRANSMISSION PERIOD, FLATLY STATED WHAT'S IN IZEKI IS NOT TRANSMISSION AS CLAIMED BY BURST.

THE EXAMINER REPEATED THE REJECTION, REPEATED THE STATEMENT THAT OUTPUT MEANS 80 TEACHES SENDING THE INFORMATION AWAY FROM THE APPARATUS, AND BURST REITERATED THE SAME POINT DESCRIBE WHAT IZEKI DISCLOSED, SAID THAT INFORMATION CAN BE IN -- IZEKI INFORMATION CAN BE CONVEYED VIA AN INTERFACE TO A STORAGE DEVICE. AND THEN SAID IZEKI DOES NOT PROVIDE FOR BURST TRANSMISSION OF VIDEO PROGRAMS OVER A COMMUNICATIONS CHANNEL.

ALSO, SAID VERY SIMILAR TO WHAT WE'VE ALREADY SEEN, OUTPUT MEANS OF 80 IS SIMPLY COMPRISED AS AN INTERFACE FOR TRANSFERRING EDITED FILES TO MASTER TAPE, NOT ANALOGOUS TO THE TRANSMISSION MEANS OR TRANSMISSION STEP OF THE CLAIMED INVENTION.

SO THE ISSUE IS THE SCOPE OF THE DISCLAIMER THAT IS --THE COURT: IF YOU BACK UP TO PAGE 12 IN YOUR SUBMISSION, TALKS ABOUT THE EDITING CAPABILITY, APPARENTLY, OR THAT EDITING CAN OCCUR, THIS IS IN IZEKI, RIGHT?

MR. BROWN: THAT'S CORRECT.

THE COURT: AND THEN CONVEYED VIA INTERFACE TO A

STORAGE DEVISE, AGAIN, TALKING ABOUT IZEKI? 1 2 MR. BROWN: CORRECT. 3 THE COURT: THAT DEVICE DOES NOT PROVIDE FOR BURST TRANSMISSION OF VIDEO PROGRAMS OVER COMMUNICATION CHANNEL? 4 5 MR. BROWN: EXACTLY. THE COURT: THAT'S BURST'S RESPONSE TO THE EXAMINER, 6 7 RIGHT? MR. BROWN: CORRECT. SO WHAT BURST IS RECOGNIZING, IS 8 THAT IZEKI IS A DEVICE CAPABLE OF EDITING INFORMATION AND 9 OUTPUTTING IT ONTO A TAPE. SAID THAT DEVICE DOES NOT PROVIDE 10 FOR TRANSMISSION OVER COMMUNICATIONS CHANNEL DISTINGUISHED 11 12 BETWEEN AN INTERFACE TO A STORAGE DEVISE AND COMMUNICATION 13 CHANNEL. SO THE QUESTION, IS THE SCOPE OF THE DISCLAIMER THAT 14 15 WAS AFFECTED BY THESE STATEMENTS? BURST'S ARGUMENT IS THAT THESE STATEMENTS DISCLAIMED 16 ONLY TRANSFERS TO STORAGE DEVICES THAT ARE INTERNAL, SO AS LONG 17 AS YOU SEND INFORMATION OUTSIDE THE APPARATUS THAT'S STILL 18 WITHIN THE SCOPE OF THEIR CLAIM. 19 BURST IS WRONG FOR TWO REASONS. AND THESE REASONS ARE 20 21 INDEPENDENT AND THAT'S WORTH EMPHASIZING. THE FIRST REASON IS 22 THAT BURST DID NOT DISTINGUISH BETWEEN INTERNAL AND EXTERNAL TRANSFERS WHEN THEY WERE TALKING ABOUT IZEKI, SIMPLY SAID IZEKI 23 24 DIDN'T INVOLVED SENDING INFORMATION TO A STORAGE DEVICE. 25 AND THEY DISTINGUISH THAT FROM A COMMUNICATIONS

THE SECOND REASON, IZEKI DOES DISCLOSE EXTERNAL

TRANSFERS. BUT IT'S IMPORTANT TO UNDERSTAND, THESE ARE

INDEPENDENT REASONS TO FIND THERE WAS A DISCLAIMER OF SENDING

TO A LOCAL STORAGE DEVICE.

AND THE REASON THAT THEY'RE INDEPENDENT IS A CASE I
PUT UP A QUOTATION FROM ON THE SCREEN HERE, WHICH SAYS, THERE'S
NO PRINCIPLE OF PATENT LAW THAT THE SCOPE OF SURRENDER OF
SUBJECT MATTER DURING PROSECUTION IS LIMITED TO WHAT IS
ABSOLUTELY NECESSARY TO AVOID A PRIOR ART REFERENCE.

IT FREQUENTLY HAPPENS THAT PATENTEE SURRENDER MORE
THAN THEY HAVE TO. WHEN THAT HAPPENS WE HAVE NOT ALLOWED THEM
TO ASSERT THE CLAIMS, SHOULD BE INTERPRETED AS IF THEY HAD
SURRENDERED ONLY WHAT THEY HAD TO.

THAT'S WHAT BURST'S ARGUMENT ABOUT IZEKI EFFECTIVELY

DOING HERE. THEY ARE SAYING, WELL, IZEKI DOESN'T REALLY

DISCLOSE TRANSFER TO EXTERNAL DEVICES, THEREFORE, YOU SHOULDN'T

READ OUR STATEMENTS ABOUT IZEKI TO BE A DISCLAIMER OF TRANSFERS

TO AN EXTERNAL DEVICE.

BUT THAT IS SQUARELY CONTRADICTED BY THE LAW, BECAUSE WHAT BURST SAID WHEN THEY DISTINGUISHED IZEKI, WAS THAT THE INTERFACE, NOT MORE THAN INTERFACE TO A STORAGE DEVICE. THEY DIDN'T SAY IT'S NOTHING MORE AN INTERFACE TO AN INTERNAL STORAGE DEVICE, WHICH IS WHAT THEY'RE NOW TRYING TO READ THE PROSECUTION HISTORY TO SAY.

THAT'S NOT WHAT THEY SAID. THEY SAID SIMPLY, IZEKI
DIDN'T DISCLOSE AN INTERFACE FOR TRANSFERRING FILES, THEY SAID
THE INTERFACE WAS NOT ANALOGOUS IF THE TRANSMISSION MEANS OR
TRANSMISSION STEP OF THE CLAIMED INVENTION.

THAT LANGUAGE IS A CLEAR DISCLAIMER OF INTERPHASES TO STORAGE DEVISES, REGARDLESS WHETHER THEY'RE INTERNAL OR EXTERNAL. WHAT BURST IS NOW TRYING TO DO, REWRITE THE STATEMENTS THEY MADE IN THE PUBLIC RECORD, THAT'S NOT PERMISSIBLE.

THE COURT: THE SPECIFICATION DIDN'T CHANGE, DID IT?

THAT FIGURE, WHATEVER IT IS, FIGURE 2 WHATEVER IT IS THAT SHOWS

THE MEMORY OR STORAGE DEVICE.

MR. BROWN: ABSOLUTELY. THE SPECIFICATION DIDN'T CHANGE. I THINK, I WILL TURN TO THE SPECIFICATION IN A MOMENT. I THINK, THE SPECIFICATION IS VERY CLEAR. IN FACT, IT SAYS IN THE ABSTRACT OF THE '932 PATENT, THE '839 PATENT WHAT TRANSMISSION IS, TRANSMISSION TO A REMOTE LOCATION.

AND, I THINK, THERE'S NO QUESTION THAT WHAT BURST

DESCRIBED IN THE SPECIFICATION AS TRANSMISSION, AND I'LL GET TO

THAT IN JUST A SECOND, IS TRANSMISSION OVER A DISTANCE AS

OPPOSED TO TRANSMISSION TO SOMETHING AS LOCAL ADJACENT TO A

1	DEVICE. SO SPECIFICATION CONSISTENT WHAT THEY SAID IN THE FILE
2	HISTORY HERE.
3	THE COURT: IF YOU'RE INTERPRETATION OF IZEKI AND
4	BURST'S INTERPRETATION AT THIS TIME WAS THAT THE STORAGE DEVICE
5	WAS NOT INTERNAL, RIGHT?
6	IN OTHER WORDS, IN IZEKI COULD BE INTERNAL STORAGE
7	DEVICE, RIGHT?
8	MR. BROWN: I DISAGREE WITH THAT. CLEARLY DISCLOSED,
9	THAT'S ABOUT THE POINT I'M ABOUT TO MAKE.
10	BUT THE FIRST POINT IS, IT DOESN'T MATTER WHAT IZEKI
11	DISCLOSES, WHETHER IT WAS INTERNAL ONLY OR INTERNAL AND
12	EXTERNAL, EITHER WAY WHEN BURST DISTINGUISH IZEKI THEY DIDN'T
13	MAKE THAT POINT, THEY MADE A DIFFICULT POINT.
14	THE POINT THEY MADE, IZEKI DOESN'T PROVIDE FOR
15	TRANSMISSION OVER COMMUNICATION CHANNEL SUCH AS FIBEROPTIC
16	SPECIFICATION, SUCH AS A MODEM, SUCH AS MICROWAVE, THAT WAS
17	ADDED LATER ON.
18	THAT'S WHAT THEY SAID WAS THE DISTINCTION BECAUSE THEY
19	DISTINGUISHED IZEKI ON THE GROUND THERE WAS NO COMMUNICATION
20	CHANNEL AND NOT OPEN GROUND, THERE WAS NO INTERNAL INTERFACE,
21	THAT'S WHAT THEY'RE HELD TO.
22	THE COURT: BUT TO HAVE SOME KIND OF A COMMUNICATIONS
23	CHANNEL GENERALLY WOULD NOT BE WITHIN THE SAME DEVICE, RIGHT?
24	MR. BROWN: EXACTLY RIGHT.
25	THE COURT. DIE THAT DOESN'T MEAN IT HAS TO BE MILES

1	AWAY, IT COULD IT BE RIGHT NEXT TO IT, RIGHT? STILL HAVE A
2	COMMUNICATIONS DEVICE?
3	MR. BROWN: I THINK, A REASONABLE INTERPRETATION OF
4	COMMUNICATION CHANNEL IS NOT RIGHT NEXT TO IT, IT'S SOMETHING
5	LIKE WAS DESCRIBED IN THE SPECIFICATION. BUT LET'S
6	THE COURT: WOULD BEAMING BE, THE ABILITY TO BEAM
7	WOULD THAT BE A COMMUNICATIONS CHANNEL?
8	MR. BROWN: I GUESS, I DON'T UNDERSTAND WHAT YOU'RE
9	THE COURT: BEAMING, NOW YOU TAKE AND AIM IT AT
10	WHATEVER DEVICE AND YOU HAVE TRAVEL ALONG A BEAM, I GATHER, YOU
11	HAVE TO ASK YOUR EXPERTS WHAT ACTUALLY HAPPENS AS FAR AS THE
12	PHYSICS OF IT ARE CONCERNED, BUT THAT IS A COMMUNICATIONS
13	CHANNEL.
14	IF YOUR ABLE TO COMMUNICATE FROM ONE DEVICE TO ANOTHER
15	DEVICE BY AIMING IT AND BEAMING IT, AS IT'S CALLED, IS THAT A
16	COMMUNICATIONS CHANNEL?
17	MR. BROWN: THAT TO ME DOESN'T SOUND LIKE INTERFACE TO
18	STORAGE DEVICE.
19	THE COURT: I'M NOT ASKING THAT. IS IT A
20	COMMUNICATIONS CHANNEL?
21	MR. BROWN: I DON'T KNOW THE ANSWER TO THAT.
22	THE COURT: LET'S ASK THE EXPERTS. WHEN YOU HAVE THE
23	ABILITY TO BEAM FROM ONE DEVICE TO ANOTHER DEVICE AND THEREBY
24	COMMUNICATE INFORMATION FROM ONE DEVICE TO ANOTHER FROM THE
25	BEAMER TO THE BEAMEE, I GUESS, IS THAT A COMMUNICATIONS

1 CHANNEL?

DR. HEMANI: YES, THAT WOULD BE CONSIDERED A VERY
TRADITIONAL OVER THE AIR COMMUNICATIONS CHANNEL.

THE COURT: IS IT, MR. HALPERN?

MR. HALPERN: I HAVE TO SAY, IT DEPENDS. FOR EXAMPLE,

I USE MY PALM PILOT, ITS INFRARED TO EXCHANGE THINGS, THAT'S

COMMUNICATIONS CHANNEL.

I HAVE ALSO SEEN STORAGE DEVICES THAT USE INFRARED OR RADIO AND IN THAT CASE IT'S A STORAGE INTERFACE. AND SO ONE HAS TO BE A LITTLE CAREFUL ABOUT WHAT KIND OF CHANNEL, BUT CERTAINLY WHAT YOU'RE THINKING OF BEAMING MY BUSINESS CARD TO YOU IS A COMMUNICATIONS CHANNEL.

THE COURT: I GUESS, WE HAVE THE ANSWER THEN. OKAY.

THANK YOU. MOVING RIGHT ALONG.

MR. BROWN: MOVING RIGHT ALONG. SO THE SECOND POINT WHICH, I THINK, IS AN INDEPENDENT REASON TO FIND THAT BURST DISCLAIMED TRANSFERS TO STORAGE DEVICE IS IN LIMITED, WHAT THEY WERE CLAIMING TO TRANSFER TO REMOTE LOCATIONS IS THAT IZEKI, IN FACT, DOES DISCLOSE TRANSFERS TO IN -- EXTERNAL DEVICES.

THE PLACE TO START WITH THIS IS THE EXAMINER'S

REPEATED STATEMENTS THAT IZEKI SENDS INFORMATION AWAY FROM THE

AUDIO/VIDEO APPARATUS, EVEN SAID ONCE TO ANOTHER AUDIO/VIDEO

APPARATUS.

SO THAT'S A CLEAR STATEMENT THAT IZEKI IS SENDING SOMETHING OUTSIDE THE DEVICE, NOT JUST AN INTERNAL TRANSFER.

AND, IN FACT, THE EXAMINER WAS RIGHT, THE EXAMINER WAS SPECIFICALLY REFERRING TO TAPE DRIVES, AS WE TALKED ABOUT BEFORE.

AND IN 1988 IN ARTICLE THAT BURST SUBMITTED TO THE EXAMINER BEFORE THESE REMARKS WERE MADE A DESCRIPTION OF TAPE DRIVES WAS INCLUDED IN THAT ARTICLE AND THAT DESCRIPTION INCLUDED A REFERENCE TO AN EXTERNAL TAPE DRIVE, THE IBM 34A, WHICH WAS DESCRIBED THERE WAS EXTERNAL UNIT, THAT WAS TYPICAL OF THE TAPE DRIVES AT THE TIME IN 1988.

SO THAT TRANSFER HERE IS JUST WHAT THE EXAMINER SAID

IT WAS, A TRANSFER AWAY FROM THE AUDIO/VIDEO APPARATUS TO

ANOTHER APPARATUS TO AN EXTERNAL DEVICE.

IZEKI ALSO DESCRIBES A REPRODUCTION DEVICE NUMBER 55,

AND THAT DEVICE WHICH WE'LL BLOWUP, SEEMS FROM THE FIGURE TO BE
A SEPARATE DEVICE AND IT SEEMS THAT WAY FOR A NUMBER OF
REASONS.

FIRST, AS YOU CAN SEE IT'S GOT ITS OWN FULL SET OF COMPONENTS, IT'S GOT ITS OWN CPU, THE MAIN DEVICE ALSO HAS A CPU, IT'S DESCRIBED AS A DEVICE.

IT'S GOT ITS OWN MEMORY, THE MAIN DEVICE ALSO HAS ITS
OWN MEMORY, HAS ITS OWN BUS, THE MAIN DEVICE HAS ITS OWN BUS,
THIS SIMPLY FROM ITS COLLECTION OF COMPONENTS, SEEMS CLEARLY TO
BE A SEPARATE DEVICE. I DON'T SEE ANY REASON FOR IT TO HAVE
ITS OWN CPU RAM AND BUS IF IT WERE SIMPLY PART OF THIS LARGER
DEVICE.

AND HIS SLIDE IDENTIFIED TWO DEVICES THAT HE SAID WERE EXTERNAL TO THE APPARATUS THAT WERE DESCRIBED IN IZEKI. THE FIRST ONE WAS QUOTE "AN IMAGE PICK UP DEVICE SUCH AS A TELEVISION CAMERA," AN IMAGE PICK UP DEVICE.

THE SECOND ONE WAS AN AUDIO REPRODUCTION DEVICE, SUCH AS A TAPE RECORDER. THAT SOUNDS A LOT LIKE THE REPRODUCTION DEVICE HERE.

SO JUST FROM THE TERMINOLOGY, IN ADDITION TO THE COMPONENTS IN THAT DEVICE, THIS CERTAINLY SEEMS TO BE AN EXTERNAL DEVICE. THERE'S NO QUESTION THAT IZEKI DISCLOSES TRANSFERRING INFORMATION INTO THAT REPRODUCTION DEVICE.

WHAT THAT REPRODUCTION DEVICE DOES FOR BACKGROUND PURPOSE, IT ALLOWS THE PERSON USING THE MAIN DEVICE IN IZEKI, THIS DEVICE HERE WHICH IS AN EDITING APPARATUS AND USED TO EDIT AUDIO/VIDEO INFORMATION, IT ALLOWS THE USER TO VIEW THE EDITED INFORMATION ONCE IT'S COMPLETE.

AND IF YOU LOOK AT THIS DESCRIPTION, OPERATES

SIMULATION MEANS TO CHECK THE CONTENTS OF THE EDITED AND

PROCESSING INFORMATION FILE WERE CONVERTED CORRECTLY. WHAT YOU

DO IN THE MAIN DEVICE, EDIT YOUR INFORMATION, YOU TRANSFER IT

OUT TO THE REPRODUCTION DEVICE WHERE IT CAN BE REPRODUCED AND

1 YOU CAN CHECK WHETHER YOU WERE SUCCESSFUL. 2 SO IN SUM, IZEKI DOES DISCLOSE TRANSFERS TO EXTERNAL 3 DEVICES, AND EVEN IF IT DIDN'T BURST STILL DISTINGUISHED 4 CLEARLY IN FILE HISTORY TRANSFERS TO STORAGE DEVISES, AND IT 5 MUST BE HELD TO THOSE STATEMENTS, DISTINGUISHED THEM FROM 6 COMMUNICATIONS CHANNEL NOT FROM INTERNAL TRANSMISSION. 7 TURNING NOW TO THE SPECIFICATION AS PROMISED. THE 8 SPECIFICATION STATES THAT TRANSMISSION IS SENDING TO A REMOTE 9 LOCATION. START WITH THE ABSTRACT. 10 THE COURT: WHERE DOES THAT COME FROM? 11 MR. BROWN: COMES FROM THE ABSTRACT OF THE PATENTS. 12 THE COURT: RIGHT. TRANSMITTING SUCH PROGRAMS TO A 13 REMOTE LOCATION. MR. BROWN: SO THAT IS WHERE THE REMOTE LOCATION 14 15 LANGUAGE CAME FROM. IT WAS THE WORDS BURST USED TO DESCRIBE 16 WHERE THE INFORMATION IS SENT. 17 AND THE REMAINDER OF THE LANGUAGE IN THE SPECIFICATION 18 THAT DISCUSSES TRANSMISSION IS CONSISTENT WITH THAT. IT 19 DOESN'T REPEAT REMOTE LOCATION, BUT IT TALKS ABOUT SENDING 20 INFORMATION OVER DISTANCES USING COMMUNICATIONS CHANNELS THAT 21 CLEARLY OPERATE OVER DISTANCES. 22 SO SPECIFICALLY TALKS ABOUT FIBEROPTIC LINES, TALKS 23 ABOUT PHONE LINES AND TALKS ABOUT MICROWAVE TRANSMISSION. 24 THE COURT: BUT DON'T YOU HAVE A PROBLEM WITH TAKING 25

WHAT ESSENTIALLY WOULD BE A LIMITATION AND READING IT INTO THE

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THE REASON IT MAKES SENSE TO USE THAT CONSTRUCTION HERE, IS BECAUSE WHAT BURST WAS DISTINGUISHING IN THE FILE HISTORY, WHICH WAS CLEARLY A BASIS FOR LIMITING THE CLAIM, WHAT THEY WERE DISTINGUISHING TRANSFERS TO STORAGE DEVICES. BUT I DON'T THINK IT WOULD BE FAIR SIMPLY TO EXCLUDE ALL TRANSFERS TO STORAGE DEVICES REGARDLESS WHERE THEY ARE.

THAT'S BECAUSE THE SPECIFICATION, FOR EXAMPLE, TALKS ABOUT SENDING ONE VCRET, AND AS BURST POINTED OUT, THE SECOND ONE WHICH MIGHT HAVE IT WOULD BE CAPABLE OF STORAGE AND COULD BE CONSIDERED A STORAGE DEVICE.

SO I DON'T THINK CAN YOU JUST BLANKETLY SAY THEY EXCLUDE ALL STORAGE DEVICES, INSTEAD YOU SHOULD HOLD THEM TO WHAT THEY SAID, WHICH IS THERE'S A DIFFERENCE BETWEEN AN INTERFACE AND COMMUNICATIONS CHANNEL.

AND GIVEN THAT THEY DESCRIBE IN THE SPECIFICATION THE COMMUNICATIONS CHANNEL AS TRANSMISSION TO REMOTE LOCATION, THAT'S THE REASON FOR USING THAT LANGUAGE.

SO ON THE SPECIFICATION, THE ONLY OTHER POINT AND WE COULD MOVE THROUGH IT FAIRLY QUICKLY, IS THAT IN EACH INSTANCE WHERE THE PATENT TALKED ABOUT TRANSMISSION, IT'S TALKING ABOUT TRANSMISSION IN THE CONTEXT OF SENDING IT OVER A DISTANCE.

SO HERE WE HAVE A DISCUSSION OF TRANSMITTING OVER

'995, WHICH ARE THE PATENTS THAT FOLLOW THE CONTINUATION IN

1	PART APPLICATION, SO THAT LANGUAGE TO A REMOTE LOCATION WAS
2	ADDED IN THE CIP.
3	THE COURT: IS THERE ANYTHING IN THE PROSECUTION
4	HISTORY THAT TERM WAS ADDED?
5	MR. BROWN: WHY THAT TERM WAS ADDED, NO. BUT THE
6	PROSECUTION HISTORY TELLS YOU, IS THAT TRANSMISSIONS SOMETHING
7	OVER COMMUNICATIONS CHANNEL AND IS DIFFERENT FROM A TRANSFER
8	THROUGH AN INTERFACE TO A STORAGE DEVICE.
9	THE COURT: YES.
10	MR. BROWN: BUT NOT THE WORD REMOTE, NO. THE SECOND
11	DISPUTE, YOUR HONOR, IS THE LIMITATION THAT BURST IS SEEKING TO
12	ADD HERE TO A DEVICE CAPABLE OF PLAYBACK.
13	AND HERE I WOULD RETURN TO WHAT YOUR HONOR SAID A FEW
14	MINUTES AGO, WHICH IS YOU NEED A VERY COMPELLING REASON TO
15	IMPORT A LIMITATION FROM THE SPECIFICATION INTO THE CLAIMS.
16	AND GOOD EXAMPLE OF THE COMPELLING REASON LIKE THAT,
17	IS A CLEAR STATEMENT IN FILE HISTORY, WHICH WE CLEARLY HAVE IN
18	THE CONTEXT OF IZEKI, WHICH WE DON'T HAVE HERE, THERE SIMPLY
19	ISN'T JUSTIFICATION FOR ADDING A LIMITATION TO A DEVICE CAPABLE
20	OF PLAYBACK TO THE TRANSMISSION. THAT'S TRUE FOR AT LEAST TWO
21	REASONS.
22	FIRST PLAYBACK TRANSMISSION ARE CLEARLY DIFFERENT
23	FUNCTIONS, THEY'RE SEPARATELY CLAIMED. CLAIM 3, FOR EXAMPLE,
24	ADD THE FUNCTION OF PLAYBACK TO THE DEVICE.

THE SECOND REASON IS THAT THE CLAIMS, AND AS I THINK

YOUR HONOR RECOGNIZED THIS MORNING ARE ABOUT TRANSCEIVERS,

THEY'RE ABOUT A PARTICULAR APPARATUS, THE APPARATUS THAT DOES

THE TRANSMITTING, THEY'RE NOT ABOUT THE APPARATUS THAT DOES THE

RECEIVING AND THE LIMITATION.

A DEVICE CAPABLE OF PLAYBACK IS ATTEMPTING TO ADD A LIMITATION OF -- ABOUT THE FUNCTIONALITY OF DEVICE THAT RECEIVES THE TRANSMISSION, WHICH IS NOT THE DEVICE THAT'S CLAIMED.

THE COURT: THAT WE KNOW.

MR. BROWN: WE DO.

TURNING TO THE TERM AUDIO/VIDEO SOURCE INFORMATION,
YOUR HONOR. THERE ARE TWO DISPUTES ABOUT THIS TERM. THE FIRST
IS THE DISPUTE ABOUT WHETHER OR NOT THE INFORMATION HAS TO BE
COMPLETE WORK OR WHETHER IT CAN BE SEGMENTS OR PORTIONS OF THAT
WORK.

AND THE SECOND DISPUTE WHETHER THE -- A SINGLE WORK

HAS TO BE RECEIVED FROM ONE OR MORE SOURCES. THERE'S NO

DISPUTE --

THE COURT: WHETHER IT CAN BE?

MR. BROWN: WHETHER IT CAN BE, THAT'S RIGHT. THERE'S NO DISPUTE THAT THE PATENT DESCRIBES RECEIVING WORKS FROM A VARIETY OF SOURCES. SO ONE WORK COULD COME FROM A TAPE, ANOTHER COULD COME FROM AN OPTICAL DRIVE, THAT'S CLEARLY DISCLOSED. THE QUESTION WHETHER A SINGLE WORK CAN COME FROM MULTIPLE SOURCES?

THE COURT: WHAT DO YOU MEAN BY THAT?

THE REASON IS THAT THE LINES BEING SHARED BY MULTIPLE

TRANSMISSIONS.

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AND BURST CLEARLY IN THE FILE HISTORY DISTINGUISHED THEIR INVENTION FROM THAT TYPE OF SITUATION. THEY TOLD YOU HERE THAT THAT'S NOT WHAT THEIR INVENTION IS ABOUT. AND YET IF YOU LOOK AT THE CLAIMS, IF THE AUDIO/VIDEO SOURCE INFORMATION IS JUST A FEW FRAMES OR JUST A PORTION OF A WORK, THEN WATCH WHAT CAN HAPPEN.

YOU CAN COMPRESS A PORTION OF THE WORK, YOU CAN STORE THAT, YOU CAN TRANSMIT THAT PORTION OF THE WORK BECAUSE WHAT YOU'RE TRANSMITTING IS STORED TIME-COMPRESSED REPRESENTATION, IF THAT'S -- AND WHAT THE TIME-COMPRESSED REPRESENTATION IS A REPRESENTATION OF SOURCE INFORMATION.

SO IF YOU CAN SEND JUST A PIECE OF A WORK FASTER THAN REAL TIME AND PRACTICE THIS CLAIM, THEN YOU'RE DOING EXACTLY WHAT THEY SAID THEY WEREN'T DOING.

BECAUSE HASKELL SENDS LITTLE PIECE OF PIECES OF A WORK FASTER THAN REAL TIME, BUT IT SENDS ONLY EACH PIECE FASTER, IT THEN WAITS AFTER IT SEND ONE LITTLE PIECE FOR ALL THE OTHER PEOPLE SHARING THE LINE WITH TO SEND THEIR OWN LITTLE PIECES.

SO THE REAL ANSWER TO YOUR HONOR'S QUESTION IS FOR WAGNER, I THINK, ACT I WOULD BE ENOUGH. WHAT WOULDN'T BE ENOUGH IS SENDING FIVE-SECOND CLIP OR A 15-SECOND CLIP OF A FIRST MOVEMENT OF ACT I.

THE COURT: WELL, BUT SURELY THERE'S GOT TO BE A BETTER WAY, IF IN FACT THAT POSITION IS CORRECT. I'M NOT

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THEY SAID THEIR INVENTION WASN'T BECAUSE THEY DISTINGUISHED

FROM THIS INVENTION FROM SEGMENTS OF A WORK GOING FASTER THAN 1 2 REAL TIME, WHEREAS THE ENTIRE THING DOES NOT. 3 THE COURT: BUT -- BUT, SEGMENTS COULD, IN FACT, BE TRANSFERRED WITHOUT TRANSFERRING THE ENTIRE WORK, HAPPENS ALL 4 5 THE TIME. 6 MR. BROWN: THAT'S TRUE. 7 THE COURT: AND YOU DON'T -- YOU'RE NOT STRINGING THEN THOSE SEGMENTS ESSENTIALLY HAVING TO, WHETHER IT'S BY VIRTUE OF 8 MULTIPLEXING OR SOME OTHER MEANS, WITH OTHER WORKS THAT ARE 9 BEING TRANSMITTED OR JOINING UP WITH, I GUESS, OTHER FRAGMENTS 10 OF THE SAME WORK THAT COME FROM OTHER SOURCES, SOURCES OF 11 12 INFORMATION, RIGHT? I MEAN, COULD YOU JUST SEND A FRAGMENT AND THAT'S IT, 13 THAT'S ALL YOU'RE GOING TO SEND BECAUSE FOR SOME REASON THAT'S 14 15 ALL YOU WANT TO SEND? MR. BROWN: YOUR HONOR, THAT'S CLEARLY POSSIBLE AND 16 17 THE ARGUMENT AND, I THINK, THE REALITY WHAT THEY SAID, IS THAT THAT'S NOT WHAT THEIR INTENTION WAS. THAT'S WHAT HASKELL DID. 1.8 19 IT TOOK LITERALLY, THAT'S WHAT HASKELL DID, IT TOOK A PROGRAM 20 AND BROKE IT DOWN INTO PIECES. 21 THE COURT: BUT I'M NOT TALKING ABOUT BREAKING IT DOWN INTO PIECES. YOU CAN JUST SEND A SEGMENT OF SOMETHING AND NOT 22 SEND THE REST OF IT, THAT'S WHY I THINK THE TERM WORK IS 23 24 MISLEADING.

BECAUSE SUGGESTED, IN FACT, YOU ARE SENDING THE ENTIRE

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      WORK, BUT YOUR -- BUT YOU'RE SAYING THAT -- AND BUT YOU'RE
 2
      SENDING IT IN FRAGMENTS AND, THEREFORE, YOU'RE ESSENTIALLY
      READING ON HASKELL.
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               BUT THAT I'M NOT TALKING ABOUT THAT, I'M TALKING ABOUT
 4
      SENDING WHATEVER YOUR SENDING, THAT'S WHY THIS BIT OF
 5
      INFORMATION I DON'T KNOW WHY THAT'S SO.
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 7
               MR. BROWN: I HAVE A SUGGESTION.
               THE COURT: WHY THAT'S AMBIGUOUS. I THINK, IT'S
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      PERFECTLY CLEAR, THE SOURCE OF INFORMATION COULD BE PART OF A
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      WORK, COULD BE A WHOLE WORK, WHATEVER, THERE HAS TO BE A BETTER
      WAY OF GETTING AT WHAT YOU'RE TRYING TO GET AT WITHOUT THAT
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12
     MISLEADING LANGUAGE.
              MR. BROWN: I HAVE AN ALTERNATIVE SUGGESTION.
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                                                               IN
     FACT, THE CONSTRUCTION WE ORIGINALLY PROPOSED.
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               IF YOU GO TO SLIDE 40. BEFORE WE -- BEFORE I CHANGE
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      IT ON THE SCREEN, THE REASON I THINK THE SOLUTION IS THAT WHAT
      IS BEING SENT IS THE SOURCE INFORMATION, IS WHAT IS ULTIMATELY
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      TRANSMITTED IN TIME-COMPRESSED FORM. YOU CAN TELL THAT FROM
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19
      THE CLAIM LANGUAGE YOU START WITH SOURCE INFORMATION, YOU
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      COMPRESS IT, YOU STORE IT AND YOU TRANSMIT IT.
               THE COURT: SO YOU KNOW -- RIGHT.
21
               MR. BROWN: SO KNOW FROM CLAIM CHANGING WHAT YOUR
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23
      SENDING --
               THE COURT: IS WHAT YOU GOT.
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MR. BROWN: YOU KNOW, FROM THAT CLAIM LANGUAGE YOU'RE

1	NOT DOING WHAT HASKELL DID. YOUR TAKING THIS THING YOU MEAN TO
2	SEND, BREAKING IT UP INTO MANY PIECES AND SENDING EACH PIECE
3	FASTER THAN REAL TIME. SO IF WE COULD GO BACK TO SLIDE 40.
4	THE CONSTRUCTION PROPOSED ATTEMPTED TO CAPTURE EXACTLY
5	THAT. THE ENTIRETY OF THE DATA INTENDED TO BE TRANSMITTED, NOT
6	SEGMENTS OF THE DATA. WE TOOK THAT LANGUAGE FROM JUDGE MOTZ
7	AND I THINK THAT LANGUAGE CAPTURES WHAT YOUR HONOR IS SAYING.
8	THE COURT: HE HAD A HARD TIME WITH IT, THE COMPLETE
9	WORK LANGUAGE AS WELL.
10	MR. BROWN: THE WORK LANGUAGE WASN'T IN FRONT OF HIM,
11	YOUR HONOR. THE WORK LANGUAGE WAS AN ATTEMPT TO REACH
12	AGREEMENT BETWEEN US, BUT THAT CONSTRUCTION WHICH WE PROPOSED,
13	I BELIEVE, CAPTURES THE CONCEPT YOU'RE TRYING TO ARTICULATE.
14	THE COURT: WHY NOT JUST SAY THE SOURCE INFORMATION
15	TRANSMITTED, RECEIVED?
16	MR. BROWN: RIGHT, THAT
17	THE COURT: THE ENTIRETY OF THE SOURCE INFORMATION
18	RECEIVED.
19	MR. BROWN: THAT IS THE CONCEPT WE'RE TRYING TO
20	CONVEY, YOUR HONOR, EXACTLY THAT.
21	THE COURT: OKAY.
22	MR. BROWN: THE ENTIRETY OF THE DATA IS TO BE SENT OR
23	IS RECEIVED, THAT'S EXACTLY RIGHT.
24	THE COURT: OKAY. GO AHEAD.
25	MR. POWERS: SO I'M GOING TO LEAVE THAT ISSUE. WE

1	THE COURT: WELL, IS THE TERM EDITING USED SEPARATE
2	AND APART FROM OR THAT CONTEXT?
3	IN OTHER WORDS, FOR EXAMPLE, WHERE IT SAYS IN CLAIM 2
4	OF THE '995, EDITING THE TIME-COMPRESSED REPRESENTATION, IT
5	TELLS YOU WHAT'S BEING EDITED.
6	MR. BROWN: EXACTLY.
7	THE COURT: EVERY TIME THE TERM EDITING BEING USED, IT
8	DOES ESSENTIALLY HAVE THAT MODIFIER.
9	MR. BROWN: YES, THAT WAS UNDISPUTED. THAT'S WHAT I
10	PUT ON THIS SLIDE, SLIDE 56. THE PARTIES AGREE EDITING ALWAYS
11	APPLIES, THAT WHAT'S BEING EDITED IS ALSO THE TIME-COMPRESSED
12	REPRESENTATION.
13	AND SO THE QUESTION AT THAT POINT IS WHETHER
14	INFORMATION ABOUT HOW VARIOUS SONGS, LET'S JUST USE SONGS, CAN
15	BE ARRANGED, WHICH IS WHAT A PLAY LIST IS, WHETHER THAT IS A
16	REPRESENTATION OF AUDIO/VIDEO SOURCE INFORMATION OR WHETHER
17	IT'S SOMETHING ELSE.
18	THE COURT: THAT'S
19	MR. BROWN: METADATA OR CATALOGUING, THAT'S EXACTLY
20	RIGHT.
21	THE COURT: M-E-T-A-D-A-T.
22	MR. BROWN: D-A-T-A, THAT'S RIGHT.
23	THE COURT: METADATA, BUT I THOUGHT YOU USED THE INK,
24	METADATA, WHATEVER, YOU'RE RIGHT, OF THE METADATA MAKES IT
25	EASIER, WE ALL KNOW HOW TO SPELL THAT ONE.
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MR. BROWN: SO THE POINT WHICH, I THINK, EXACTLY WHAT YOUR HONOR JUST SAID, IS THE INFORMATION THAT ABOUT THE ORDER IN WHICH YOU PLAY SONGS IS CATALOGUING INFORMATION AND IT IS NOT THE SONG INFORMATION, THE AUDIO/VIDEO INFORMATION ITSELF.

YOU CAN CHANGE THE ORDER IN WHICH YOU PLAY SONGS WITHOUT CHANGING THE REPRESENTATIONS OF THE SONGS AND BECAUSE OF THAT WE THINK THAT THE CLAIM LANGUAGE MAKES VERY CLEAR THAT EDITING CAN'T INCLUDE CREATING A PLAY LIST ABOUT THE ORDER IN WHICH YOU PLAY REPRESENTATIONS BECAUSE WHAT YOU EDIT HAS TO BE THE TIME-COMPRESSED REPRESENTATION.

THE COURT: WHAT IF ALL THAT YOU HAVE IS THE TITLE OF THE SONG AND THE TIME COMPRESSED REPRESENTATION DOESN'T INCLUDE THE TITLE, NOT TALKING ABOUT THEN ORDERING IT AS IN A PLAY LIST, BUT JUST HAS A BUNCH OF TITLES, THEY'RE ALL ESSENTIALLY IN THE ORDER IN WHICH THE SONGS ARE TRANSMITTED, JUST YOU KNOW, IDENTICAL ORDER.

MR. BROWN: SO, FOR EXAMPLE, I THINK WHAT YOUR HONOR IS TALKING ABOUT IS EDITING A PLAY LIST AND THERE'S NO QUESTION THAT YOU CAN EDIT A PLAY LIST. I'VE DONE THAT ON MY COMPUTER, I DECIDE I WANT TO PLAY SONGS IN A DIFFERENT ORDER.

THE COURT: I'M TALKING ABOUT ORDER THEM NOW, I'M JUST TALKING ABOUT THEY APPEAR ON THE -- WHEN THEY'RE RECEIVED THROUGH THE TRANSMISSION THEY APPEAR IN THE SAME ORDER, WITH THE SAME TITLE AS DESCRIBED TO THEM IN THE REPRESENTATION, TIME-COMPRESSED REPRESENTATION IN THE TRANSMISSION, I SHOULD

1 SAY.

OKAY. THE TRANSMISSION GIVES YOU A CERTAIN NUMBER OF SONGS AND IT GIVES YOU THOSE SONGS IN A PARTICULAR ORDER AND THEY HAVE TITLES ATTACHED TO THEM. OKAY.

MR. BROWN: YES.

THE COURT: IF YOUR JUST LISTING THE TITLES IN THE VERY SAME ORDER IN WHICH YOU RECEIVED THEM, IS THAT EDITING?

MR. BROWN: LISTING TITLES?

THE COURT: UH-HUH.

MR. BROWN: I DON'T SEE HOW LISTING THE TITLES IS EDITING. I ALSO DON'T THINK THAT'S THE ISSUE, BECAUSE THE ISSUE THE PARTIES HAVE AGREED WHAT IS EDITED IS A REPRESENTATION.

THE CLAIMS ARE VERY CLEAR, IN EVERY CLAIM THAT'S AT ISSUE WHAT IS BEING REPRESENTED IS AUDIO/VIDEO SOURCE INFORMATION, SO WHAT THIS BOILS DOWN TO IS WHETHER TITLES ARE AUDIO, WHICH ARE WORDS ARE AUDIO/VIDEO SOURCE INFORMATION --

THE COURT: IN OTHER WORDS, THEY'RE JUST EXTRACTED
FROM THE TRANSMISSION WITHOUT THE SONG, THEN THEY APPEAR ON A
LIST, BUT ALL ON THE SAME ORDER IN WHICH THEY'RE RECEIVED, IT
DOES THAT AMOUNT TO EDITING.

MR. BROWN: NOT IN MY MIND, YOUR HONOR. BUT ALSO DOESN'T HAVE ANYTHING TO DO WITH THE CLAIM. THE CLAIMS ARE ABOUT AUDIO/VIDEO SOURCE INFORMATION, NOT THE TITLES OF THE SONGS. SO WHAT MATTERS TO THE CLAIM IS THAT YOU COMPRESS,

MUCH ABOUT THIS. OUR CONSTRUCTION, TWO OR MORE FAIRLY LARGE

1	NUMBER IS DRAWN STRAIGHT FROM THE ORDINARY MEANING OF THAT TERM
2	IN PATENT DRAFTED WE PUT IT UP HERE FROM CLAIM DRAFTING.
3	LITERALLY THE DEFINITION IN LANDIS THE TERM MULTIPLICITY WE'VE
4	INCLUDED IT.
5	THE COURT: THANK YOU.
6	MR. BROWN: THANK YOU, YOUR HONOR.
7	THE COURT: NOW, THE NEXT SERIES THE FUN BEGINS,
8	RIGHT? IF YOU WEREN'T ALREADY HAVING FUN.
9	MR. PAYNE: GOOD AFTERNOON.
10	MY NAME IS LES PAYNE, I REPRESENT BURST. THE
11	MATERIALS IF YOU LOOK IN THE BINDER MR. FOLSE HANDED UP TO
12	YOU, I BELIEVE, IT'S TAB FOUR IN THE MATERIALS.
13	THESE ARE EIGHT TERMS IN DISPUTE. I'M GOING TO
14	ADDRESS EACH OF THESE TERMS, WITH ONE CAVEAT, WHICH IS MR. HEIM
15	WILL ADDRESS THE LAST TERM. COMPRESSION MEANS.
16	THE COURT: IS THERE ANYTHING YOU WANT TO SAY ABOUT,
17	IN ADDITION THERE'S ANY NEED TO SAY ANYTHING DO YOU THINK ABOUT
18	1126 ITSELF?
19	MR. PAYNE: YES.
20	THE COURT: SOMETHING YOU WANT TO SAY ABOUT THAT OR
21	COULD WE JUST LIVE WITH WHAT EVERYBODY HAS BRIEFED ON THAT AND
22	ASSUME WE KNOW WHAT THE CONSEQUENCES OF INCLUDING OR NOT
23	INCLUDING STRUCTURE IN THE CLAIM MEAN?
24	MR. PAYNE: THE MAJORITY OF OUR PRESENTATION IS

DEVOTED TO THE THRESHOLD ISSUE, WHICH IS WHETHER 1126 APPLIES.

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THE COURT: AS TO EACH OF THESE TERMS THEN?

MR. PAYNE: NO, ACTUALLY ONLY AS TO 1, 2, 3 AND 4, WHICH IS GOOD POINT. THE PARTIES AGREE 5, 6, 7 AND 8 BECAUSE THEY'RE NOT STRUCTURAL IN NATURE ARE SUBJECT TO 1126. BUT AS TO ITEMS 1, 2, 3 AND 4 THE PARTIES DISAGREE, IT'S OUR CONTENTION THAT BECAUSE THOSE TERMS HAVE STRUCTURE THAT 1126 DOES NOT APPLY.

THAT THE PRESUMPTION IS REBUTTED, IT'S APPLE'S CONTENTION THAT 1126 DOES APPLY TO THE FIRST TERMS. THAT'S THE MAJORITY OF MY PRESENTATION TODAY.

THE FIRST SLIDE REALLY POINTS OUT THE VERY SIGNIFICANT POINT, WHICH IS THAT THE FIRST FOUR TERMS ARE STRUCTURAL IN NATURE. IN FACT, THERE'S REALLY NO DISPUTE ABOUT THAT.

APPLE AGREES, CONNOTES SOME STRUCTURE. THAT'S WHY BURST HAS SAID THOSE TERMS ARE NOT SUBJECT TO 1126. BURST HAS TAKEN A VERY FAIR-MINDED REASONABLE APPROACH TO THIS ISSUE. AS TO THE LATTER TERMS 5, 6, 7 AND 8 WHERE THERE IS NO STRUCTURE BURST AGREES THAT 1126 APPLIES.

BUT WHERE THERE IS STRUCTURE ITEMS 1, 2, 3 AND 4, 1126 DOES NOT APPLY. ON THE OTHER HAND, APPLE HAS TAKEN A VERY AGGRESSIVE APPROACH AS TO ALL OF THESE MEANS TERMS, EVEN THE ONES THAT INCLUDE STRUCTURE THEY SAY 1126 APPLIES.

WE'LL SEE IN A MINUTE THAT AS TO THE FIRST FOUR TERMS THERE IS A FUNDAMENTAL DISPUTE ON THE LAW AS TO THE THRESHOLD ISSUE. I'LL GET TO THAT IN A MINUTE.

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IF THERE ARE FOUR CRITICAL POINTS I CAN MAKE TODAY IT'S, NUMBER ONE, THAT THE FIRST FOUR TERMS ARE STRUCTURAL IN NATURE AND THERE IS NO DISPUTE ABOUT THAT.

NUMBER TWO, THOSE FIRST FOUR TERMS VERY WELL UNDERSTOOD MEANINGS IN THE ART IN THE RELEVANT TIME FRAME. WE HAVE PRESENTED EVIDENCE TO THAT EFFECT, THERE IS NO EVIDENCE THAT APPLE'S PRESENTED TO THE CONTRARY. WE'LL SEE THAT'S VERY IMPORTANT UNDER THE GUIDING LEGAL PRINCIPLES.

NUMBER THREE, WE'LL ALSO SEE THAT THE BURST PATENT DRAFTER, WAS QUOTE "ENAMORED" OF USING THE WORDS MEANS. USED THE WORD MEANS WITH STRUCTURE REPEATEDLY OVER AND OVER AND OVER, WE'LL GET TO THAT SLIDE IN A MINUTE.

THE CASE LAW SAYS WHEN THAT HAPPENS, WHEN THE PATENT DRAFTER IS A ENAMORED OF USING THE WORD MEANS OF STRUCTURE, IT'S STRONG EVIDENCE THAT THE 1126 PRESUMPTION IS REBUTTED.

AND, FOURTH, AS I MENTIONED, APPLE JUST HAS THE LAW ON THEIR THRESHOLD ISSUE WRONG.

SO THE THRESHOLD ISSUE RANDOM ACCESS, RANDOM ACCESS STORAGE, STORAGE INPUT OUTPUT, THOSE TERMS HAVE SUFFICIENT STRUCTURE IN AND OF ITSELF. APPLE'S POSITION IS THAT THE 1126 APPLIES BECAUSE STRUCTURE -- BECAUSE LISTED IS NOT DEFINITE ENOUGH, THE BASIC UNDERPINS 1126, YOU KNOW THIS LAW, I COULD GO OVER OUICKLY?

1126 ALLOWS THE CLAIM DRAFTER, WITHOUT RECITING ANY STRUCTURE IN THE MEANS PORTION OF THAT LIMITATION. IT'S

CONSTRUED TO COVER ONLY THE CORRESPONDING STRUCTURE IN THE SPEC AND EQUIVALENCE THEREOF.

I'M GIVING AN EXAMPLE OF A MEANS PLUS FUNCTION

ELEMENT. THE BOTTOM OF THE SLIDE MEANS FOR CALCULATING, YOU'LL

SEE THAT'S PURELY FUNCTIONAL. THAT'S WHAT THE STATUTE TEACHES

DRAFT CLAIMS THAT ARE PURELY FUNCTIONAL, AND IN SHORT CONTRAST

THE FIRST FOUR CLAIMS IN THE DISPUTE HERE IN TERMS IN DISPUTE

ARE STRUCTURAL IN NATURE.

THEY ARE NOT IN THE CLASSIC 1126 PARADIGM, THAT'S

BECAUSE THEY INCLUDE STRUCTURE AND THAT IS VERY TELLING. THE

LAW SAYS THAT WHEN THEY INCLUDE STRUCTURE THE 1126 PRESUMPTION

IS REBUTTED AND 1126 DOES NOT APPLY.

HERE THE KEY LEGAL PRINCIPLES, NUMBER ONE, THE PARTIES

AGREE THAT WHEN THE WORD MEANS IS USED A PRESUMPTION ARISES

THAT 1126 APPLIES, BUT THE PARTIES ALSO AGREE THAT PRESUMES A

REBUTTABLE.

TWO, THE PARTIES AGREE WHEN CONSIDERING THE THRESHOLD ISSUES THE REAL FOCUS IS THE UNDERSTANDING OF ONE OF ORDINARY SKILL IN THE ART.

THREE, THE THREE CASES WE CITED IN OUR BRIEF ALLEN_
ENGINEERING, COLON AND BERRY COULD STAND FOR THE PROPOSITION
THE PRESUMPTION IS REBUTTED IF THE TERM RECITES A SUFFICIENT
STRUCTURE FOR PERFORMING THE CLAIM FUNCTION.

FOUR, THIS IS VERY IMPORTANT POINT, THE TERM RECITES SUFFICIENT STRUCTURE TO REBUT THE PRESUMPTION IF IT HAS A

REASONABLY WELL UNDERSTOOD MEANING IN THE ART. THAT'S THE ALAN ENGINEERING CASE.

THAT'S THE VERY IMPORTANT CASE BECAUSE IT SETS FORTH

ONE OF THE LITMUS TESTS, DOES THE STRUCTURE HAVE A REASONABLY

WELL UNDERSTOOD MEANING OF ART IN THE RELEVANT TIME FRAME?

LAW ALSO SAYS WE CAN LOOK AT DICTIONARIES TO DETERMINE WHETHER THE TERM CONNOTES STRUCTURE. PHILLIPS IS AN INSTRUCTIVE CASE, WE TALKED ABOUT THAT, AND IN THAT CASE THE FEDERAL CIRCUIT EN BANC SAID MEANS PLUS FUNCTION CLAIM APPLIES ONLY TO PURELY FUNCTIONAL LIMITATIONS THAT DO NOT PROVIDE THE STRUCTURE.

THE COURT IS EMPHASIZING 1126 APPLIES TO PURELY FUNCTIONAL LIMITATIONS. NOT LIMITATIONS LIKE OURS THAT INCLUDES STRUCTURE, INPUT, OUTPUT, STORAGE, RANDOM ACCESS STORAGE.

THE COLE CASE INSTRUCTIVE, IN THAT CASE THE FEDERAL CIRCUIT HELD THAT THE PATENTEE SUCCESSFULLY REBUTTED THE 1126 PRESUMPTION. THE TERM THERE WAS PERFORATION MEANS. THE COURT SAID 1126 WAS NOT APPLICABLE BECAUSE PERFORATION CONNOTE SUFFICIENT STRUCTURE. THE COURT REACHED ITS RULING ON SEVERAL GROUNDS, HAD LOOKED AT DICTIONARY DEFINITION.

TWO, WE'LL SEE THEM THROUGHOUT THE CASE LAW, AND THE COURT FOUND THE PRESUMPTION WAS WEAKENED BECAUSE THE CLAIM DRAFTER THERE WAS ENAMORED OF USING THE WORD MEANS.

THAT IS AN EXTREMELY IMPORTANT PRINCIPLE IN OUR CASE

NOW.

1	BECAUSE AS WELL SEE THE BURST PATENT CLAIM DRAFTER WAS ENAMORED
2	OF USING THE WORD MEANS WITH STRUCTURE OVER AND OVER AND OVER
3	AND IN THAT CONTEXT THE CASE LAW SAYS THE PRESUMPTION CAN BE
4	REBUTTED.
5	FINALLY, THE COURT RELIED ON THE FACT THE STRUCTURE
6	PERFORATION HAD A LOCATION RECITED CLAIMS. THAT'S THE PLAY IN
7	OUR CASE, TOO, BECAUSE THE TERMS, THE FIRST FOUR TERMS FOCUSING
8	ON HAVE LOCATION IN THE CLAIMS.
9	I MENTIONED THE ALAN ENGINEERING CASE BEFORE, IN THIS
10	CASE THE FEDERAL CIRCUIT ALSO HELD THE 1126 PRESUMPTION
11	REBUTTED. YOU CAN SEE THE TERMS IN THE FIRST BULLET CABLE
12	MEANS, CRANK MEANS, VERY BROAD TERMS THOSE TERMS WERE HELD NOT
13	TO BE SUBJECT TO 1126, THE PRESUMPTION WAS REPEATED IN THIS
14	CASE.
15	THE FEDERAL CIRCUIT SAID A TERM RECITES SUFFICIENT
16	STRUCTURE TO REBUT THE PRESUMPTION QUOTE "IF THE TERM AS THE
17	NAMED FOR STRUCTURE HAS A REASONABLY WELL UNDERSTOOD MEANING IN
18	THE ART."
19	AND THAT IS A CRITICAL TEST, EACH OF THE FOUR TERMS
20	I'M TALKING ABOUT HERE, RANDOM ACCESS STORAGE, STORAGE, INPUT
21	AND OUTPUT, BACK IN THE RELEVANT TIME FRAME, EACH HAVE A WELL
22	UNDERSTOOD MEANING. WE'VE PRESENTED EVIDENCE ON THAT POINT,
23	THERE IS NO EVIDENCE, YOUR HONOR, TO THE CONTRARY.
24	THE COURT: LET'S GO, IN FACT, TO THE TERMS THEMSELVES
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IF YOU CAN, PLEASE.

1	MR. PAYNE: OKAY. THE LEGAL POINT I WANT TO MAKE,
2	COULD I JUST MAKE THIS POINT ABOUT THIS, REALLY GOES TO THE
3	HEART OF THE DISPUTE?
4	THE COURT: OF COURSE.
5	MR. PAYNE: THE FRAMEWORK WE'VE TALKED ABOUT. THE
6	FRAMEWORK WE'VE TALKED ABOUT HAS ESSENTIALLY BEEN BY APPLE.
7	WHAT THEY'RE TRYING TO DO, THEY'RE TRYING TO ARGUE, EVEN THOUGH
8	THE TERMS MIGHT HAVE AN UNDERSTOOD MEANING, IT'S JUST TOO
9	BROAD, IT BRINGS IN TOO MUCH STRUCTURE.
10	AND THERE'S TWO BIG PROBLEMS WITH THAT, YOUR HONOR.
11	FIRST THEY IGNORED
12	THE COURT: BRINGS IN TOO MUCH STRUCTURE OR NOT
13	ENOUGH?
14	MR. PAYNE: THEY SAY, IT BRINGS IN TOO MUCH, IT'S TOO
15	BROAD, COVERS TOO MANY CLASSES OF STRUCTURES.
16	THE FIRST PROBLEM WITH THAT, IT IGNORES THE REASONABLY
17	WELL UNDERSTOOD MEANING STANDARD WE JUST TALKED ABOUT.
18	BUT THE OTHER BIG PROBLEM, WHAT THEY'RE DOING IS
19	THEY'RE EFFECTIVELY IMPORTING A CONSTRAINT FROM SECTION 1126
20	FOR TERMS THAT ARE ACTUALLY SUBJECT TO THAT STATUTE, AND TAKING
21	IT OVER INTO THE THRESHOLD ISSUE.
22	THE BEST WAY I KNOW HOW TO EXPLAIN THIS PRINCIPLE TO
23	THE COURT, IS TO LOOK AT 1126 ONE SIDE AND LOOK AT THE
24	THRESHOLD ISSUE ON THE OTHER SIDE.
25	THE COURT'S FAMILIAR WITH 1126, THAT APPLIES WHEN THE

1	AGAIN.
2	THE COURT: DON'T BECOME ENAMORED OF THAT PHRASE.
3	LET'S MOVE ON. OKAY.
4	MR. PAYNE: FAIR ENOUGH. THE FIRST TERM IS RANDOM
5	ACCESS STORAGE.
6	THE COURT: WITH RESPECT TO EACH OF THESE TERMS, IT'S
7	YOUR CONTENTION THAT THE VERY TERM ITSELF DEFINES THE
8	STRUCTURE, ESSENTIALLY?
9	MR. PAYNE: CORRECT.
10	THE COURT: IS THERE ANYTHING AT ALL IN ANY OF THE
11	CLAIMS WHERE THAT THESE FOUR, LET'S TAKE THE FIRST TWO FOR
12	ACCESS FOR EXAMPLE, RANDOM ACCESS STORAGE, LET'S TAKE JUST
13	THAT ONE, IS THERE ANY PLACE IN ANY OF THESE PATENTS WHERE THE
14	CLAIM LANGUAGE ACTUALLY DESCRIBES OR DEFINES THE STRUCTURE OF
15	RANDOM ACCESS STORAGE?
16	MR. PAYNE: IT DESCRIBES THE FUNCTION BUT THE
17	THE COURT: I'M TALKING ABOUT STRUCTURE NOW.
18	MR. PAYNE: YOU MEAN, THE STRUCTURAL COMPONENTS?
19	THE COURT: YES.
20	MR. PAYNE: WHAT THE CLAIM LANGUAGE DOES, IT WILL
21	PROVIDE THE LOCATION OF THE STRUCTURE IN TERMS OF WHERE THE
22	STRUCTURE IS LOCATED RELATIVE TO OTHER STRUCTURES.
23	BUT IF YOUR HONOR IS ASKING ME WHETHER THE ACTUAL
24	STRUCTURE OF A MEMORY CHIP, FOR EXAMPLE, AS DESCRIBED IN THE
25	CLAIM LANGUAGE NO I DON'T SEE THAT

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1	THE COURT: IN OTHER WORDS, YOUR IT'S YOUR POSITION
2	EACH OF THESE TERMS HAS INHERENT IN IT THE STRUCTURE?
3	WITHOUT REFERENCE TO AND, INDEED, THERE IS NO
4	REFERENCE TO ANY STRUCTURE OF THAT PARTICULAR TERM OR PHRASE IN
5	THE CLAIM LANGUAGE.
6	MR. PAYNE: YES, THAT'S OUR POSITION, IT'S STRUCTURE.
7	IN FACT, APPLE DOES NOT DISAGREE WITH THAT.
8	THE COURT: OKAY.
9	MR. PAYNE: THEY ADMIT THAT THESE TERMS ARE STRUCTURAI
10	IN NATURE, BUT THEY SAY THEY'RE JUST TOO BROAD. THEY SAY WE
11	VIOLATED WHAT THEY THINK THE PRINCIPLE IS, WHICH IS THAT IF THE
12	STRUCTURE EFFECTIVELY COVERS EVERY SINGLE STRUCTURE THAT CAN
13	PERFORM THAT FUNCTION, THEN THE THRESHOLD ISSUE SHOULD COME OUT
14	IN THEIR FAVOR.
15	BUT, IN FACT, THAT'S ONLY A REQUIREMENT UNDER 1126.
16	WE'RE ONLY TALKING ABOUT TERMS THAT ARE SUBJECT TO 1126, WHEN
17	WE TALK ABOUT CONSTRUING THE CLAIMS TO BE LIMITED TO THE
18	CORRESPONDING STRUCTURE.
19	SO THE FIRST TERM HERE IS RANDOM ACCESS STORAGE. THIS
20	SHOWS THE PARTYS' PERSPECTIVE POSITIONS. WE DO NOT THINK IT'S
21	SUBJECT TO 1126. WE PROVIDED A DEFINITION OF STORAGE THAT
22	PROVIDES FOR RANDOM ACCESS TO ANY GIVEN SEGMENT OF STORED AUDIC
23	OR VIDEO SOURCE INFORMATION.
24	WE'LL SEE ON THE RIGHT APPLE HAS NOT PRESENTED THE
25	COURT WITH ALTERNATIVE CONSTRUCTION. IF, IN FACT, THE COURT

LET'S LOOK AT THIS RANDOM ACCESS STORAGE MEANS COUPLED TO SAID COMPRESSION MEANS FOR STORING THE TIME-COMPRESSED REPRESENTATION OF SAID AUDIO/VIDEO SOURCE INFORMATION.

WE SEE IMMEDIATELY THAT'S NOT IN THE CLASSIC 1126 FORMAT, IT HAS STRUCTURE RANDOM ACCESS STORAGE. IN FACT, IN FACT, IF WE TAKE THE WORD "MEANS" OUT THE LIMITATION, STILL READS PERFECTLY.

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RANDOM ACCESS STORAGE COUPLED TO SAID COMPRESSION MEANS FOR STORING THE TIME-COMPRESSED REPRESENTATION.

THAT SHOWS THE BURST PATENT DRAFTER WAS -- SIMPLY USED THE WORD MEANS IN A PERFUNCTORY MANNER, NOT IN A MANNER WHERE

FIGURE 2 GIVE SOME PERSPECTIVE. THE PARTIES AGREE

THAT MEMORY 12 IS WHERE THE RANDOM ACCESS STORAGE IS, IT STORES

THE COMPRESSED REPRESENTATION. THE PRESUMPTION REBUTTED FOR

NUMEROUS REASONS.

ONE, THE TERM ITSELF IS STRUCTURE.

TWO, APPLE AGREES THAT RANDOM ACCESS STORAGE IS STRUCTURE.

THREE, LET'S LOOK AT THE PROSECUTION HISTORIES.

IN THOSE PROSECUTION HISTORY THE PATENT DRAFTER, FIRST PATENT ATTORNEY USED THE WORDS RANDOM ACCESS STORAGE WITHOUT THE WORD MEANS WHEN DESCRIBING THE CLAIMS.

FOR EXAMPLE, THIS IS A PAGE FROM THE '995 FILE WRAPPER MARCH 12, 1990 OFFICE ACTION RESPONSE. YOU SEE THAT THE WORDS RANDOM ACCESS STORAGE APPEAR FIVE TIMES IN THE SINGLE PAGE, BUT NOT IN CONNECTION WITH THE WORD MEANS.

THE PATENT DRAFTER DID NOT USE THE WORD MEANS IN THE OFFICE ACTION RESPONSE WHEN HE'S DESCRIBING THE CLAIMED INVENTIONS.

LOOK AT DR. HEMAMI'S REPORT, THAT'S EXHIBIT 5, AND ALSO SOME ADMISSIONS FROM MR. HALPERN, WHICH I'LL GET TO IN A MINUTE, TAKEN TOGETHER THAT SHOWS CONNOTES SUFFICIENT STRUCTURE AND DOES HAVE A REASONABLY WELL UNDERSTOOD MEANING.

WE NEED TO LOOK AT THE LOCATION OF THE STRUCTURE, AND I WON'T TALK ABOUT BEING ENAMORED BY THAT ANYMORE. DR.

EVERYBODY AGREES THAT IS ESSENTIALLY MEMORY.

BROADER THAN THAT, IT CAN BE DEFINITIONAL, THAT'S WHAT --1 THE COURT: I UNDERSTAND THAT. THAT HELPS US SORT OF 2 GET AN IDEA WHAT THEY HAVE IN MIND AND WHAT YOU HAVE IN MIND, 3 4 IN TERMS OF A DEFINITION FOR IT, IF IT'S NOT MEANS PLUS 5 FUNCTION. MR. PAYNE: I MENTIONED BEFORE, THE CASE LAW ALSO 6 7 CONSIDERS WHETHER THERE'S DECIDED LOCATION DECIDED IN THE 8 CLAIMS STRUCTURE. 9 HERE IF YOU LOOK AT CLAIM 1 OF THE '995, THE RANDOM ACCESS STORAGE IS LOCATED NEXT TO THE COMPRESSION MEANS AND THE 10 OUTPUT MEANS AND THAT'S A FACTOR TO CONSIDER. 11 SO WE'VE TALKED ABOUT THE BURST CONSTRUCTION THAT'S 12 FOUND DIRECTLY IN THE SPEC WHERE IT SAYS IN COLUMN 2: 13 "THAT A STILL FURTHER OBJECT OF THIS INVENTION IS TO 14 PROVIDE AN IMPROVED AUDIO/VIDEO RECORDER WHICH 15 PROVIDES FOR RANDOM ACCESS TO ANY GIVEN SEGMENT OF 16 THE SELF-STORED AUDIO/VIDEO PROGRAM." 17 THAT IS ALMOST IDENTICAL TO OUR CONSTRUCTION. 18 THE NEXT TERM IS STORAGE MEANS. MY ANALYSIS IS VERY 19 SIMILAR THERE, SO I DON'T WANT TO BELABOR THIS, BUT I'LL CUT 20 21 STRAIGHT TO THE CHASE. THE COURT: BACK UP THERE FOR A MOMENT. I GUESS, I 22 23 COULD DO THIS IN MY BOOK. MR. PAYNE: THIS, AGAIN, CHART SHOWS THE RESPECTIVE 24

PARTYS' POSITION, POSITIONS, AND WE SAY THAT THE PRESUMPTION IS

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OVERCOME, THAT 1126 DOES NOT APPLY.

CONSTRUCTION FOR THAT.

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THE SENSE WE DON'T THINK THE COURTS NEEDS TO CONSTRUE THIS

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WORD. WE THINK IT'S WELL UNDERSTOOD.

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MR. PAYNE: I DON'T THINK THERE'S A DISAGREEMENT

BUT IF THE COURT DECIDES TO CONSTRUE IT, THAT THE CORRECT DEFINITION IS A MEDIUM IN WHICH DATA RETAINED FOR SUBSEQUENT RETRIEVAL, AND APPLE HAS NOT OFFERED AN ALTERNATIVE

WE ALSO SAY SOMETHING A LITTLE BIT DIFFERENT HERE, IN

IF WE GET TO THE MEANS PLUS FUNCTION ISSUE, WE'LL SEE THAT THE PARTIES ARE, AGAIN, PRETTY SIMILAR IN THEIR DEFINITIONS. SO I'LL JUST CUT TO THE CHASE ON THIS ONE.

IT'S THE SAME LOGIC HERE, THE PRESUMPTION REBUTTED BECAUSE STORAGE IS STRUCTURE. THEY AGREE IT'S STRUCTURE. IF YOU LOOK AT DR. HEMAMI'S REPORT YOU'LL SEE ONE OF ORDINARY SKILL WOULD HAVE KNOWN THAT THE STORAGE, A SPECIFIC DEFINITION BACK IN THE LATE 80'S, THE CLAIM RECITE LOCATION OF THAT STRUCTURE, WHICH IS ANOTHER FACTOR. AND HERE THE BURST DRAFTER CLEARLY USED THE WORD MEANS OVER AND OVER AGAIN IN A NON-1126 MANNER.

THE COURT: DID MR. HALPERN DISAGREE WITH DEFINITION OF WHAT ONE OF ORDINARY SKILL IN THE ART WOULD HAVE INTERPRETED STORAGE TO MEAN DURING THAT PERIOD OF TIME 1988, ET CETERA? THEY PRETTY MUCH IN AGREEMENT.?

THERE, BUT I MAY BE MISTAKEN ABOUT THAT.

THE COURT: IF THERE IS, WE'LL HEAR ABOUT IT. 1 MR. PAYNE: BUT I HAVE NOT SEEN ANY ARGUMENT FROM 2 3 APPLE TO THE EFFECT THAT OUR DEFINITION OR OUR POINT THAT THERE 4 WAS A REASONABLY WELL UNDERSTOOD MEANING DID NOT, IN FACT, 5 EXIST. SO INPUT MEANS IS THE NEXT SECTION. AND, AGAIN, 6 7 THERE'S A DISPUTE ABOUT THE THRESHOLD ISSUE. WE DON'T THINK 1126 APPLIES. AND WE'VE DEFINED INPUT MEANS TO MEAN AN INPUT 8 9 PORT OR TERMINAL CAPABLE OF RECEIVING AUDIO/VIDEO INFORMATION. 10 AGAIN, THEY HAVE NOT PROPOSED AN ALTERNATIVE 11 CONSTRUCTION HERE. I'LL JUST CUT STRAIGHT ON THE CHASE. IT'S 12 REALLY THE SAME FIVE REASONS WHY THE PRESUMPTION IS REBUTTED: 13 IT'S STRUCTURE, THEY ADMIT IT'S STRUCTURE, IT HAD A WELL-KNOWN DEFINITION BACK IN THE LATE 80'S. 14 15 THERE'S LOCATION OF STRUCTURAL CLAIMS AND THE BURST 16 DRAFTER USED MEANS OVER AND OVER. 17 IT'S THE SAME LOGIC FOR OUTPUT MEANS, THAT IT'S 18 STRUCTURE --19 THE COURT: RIGHT. 20 MR. PAYNE: NOW, THAT CONCLUDES THE PORTION OF MY PRESENTATION ON THE THRESHOLD ISSUE, SO LET'S MOVE TO INPUT 21 MEANS IF, IN FACT, APPLE'S CORRECT THAT 1126 APPLIES. 22 23 THERE'S A BIG DEBATE HERE ABOUT THE CORRESPONDING STRUCTURE THAT YOU HAVE TO BRING IN UNDER THE STATUTE 1126, I 24 25 DON'T HAVE TIME TO GO OVER ALL OF IT, BUT I DO WANT TO FOCUS ON

1	THIS ONE RIGHT HERE, THE AUXILIARY DIGITAL INPUT.
2	YOU CAN SEE THAT OUR CONSTRUCTION FOR 1126 IF IT
3	APPLIES AND WE SAY IT DOESN'T APPLY INCLUDES AN AUXILIARY
4	DIGITAL INPUT PORT, THEY SAY IT DOESN'T INCLUDE THAT.
5	YOU KNOW THE MEANS PLUS FUNCTION
6	THE COURT: THAT'S BECAUSE IT'S NOT IN THE
7	SPECIFICATION.
8	MR. PAYNE: NO. CLEARLY IN THE SPECIFICATION, THERE'S
9	NO DEBATE ABOUT THAT. THE FUNCTION THERE IS RECEIVING
10	COMPRESSED AUDIO/VIDEO INFORMATION FASTER THAN REAL TIME.
11	IT'S FOUND IN FIGURE 2, ITEM 17, RIGHT THERE, NO
12	DEBATE ABOUT THAT. THERE'S NO DISPUTE AMONG THE PARTIES THAT
13	IT RECEIVES DIGITAL/AUDIO INFORMATION.
14	THE REAL DEBATE WHETHER IT COULD RECEIVE THAT
15	INFORMATION FASTER THAN REAL TIME, THEY SAY IT CAN'T, WE SAY IT
16	CAN.
17	TO ANSWER THAT QUESTION WE GO STRAIGHT TO DR. HEMAMI'S
18	REPORT EXHIBIT 5. LOOK AT PAGES 11 AND 31. IT'S VERY CLEAR
19	THERE THAT ONE OF ORDINARY SKILL WOULD KNOW IN THE LATE 80'S,
20	THAT THAT TYPE OF PORT HAD SUFFICIENT BANDWIDTH TO, IN FACT,
21	HAVE AUDIO/VIDEO INFORMATION FASTER THAN REAL TIME.
22	SO THAT PARTICULAR STRUCTURE AUXILIARY DIGITAL INPUT
23	PORT SHOULD BE INCLUDED AS PART OF THE CONSTRUCTION FOR INPUT
24	MEANS, IF THE COURT FIND THAT 1126 APPLIES TO THAT TERM.
25	LET ME GO QUICKLY TO OUTPUT MEANS. IF 1126 APPLIES,
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AGAIN, WE DON'T THINK IT APPLIES, BUT IF IT DOES, THE REAL DISPUTE THERE IS WE'VE INCLUDED AUXILIARY DIGITAL PORT AND THE MICROWAVE SATELLITE TRANSCEIVER. THEY SAY THOSE TERMS OR THOSE STRUCTURES SHOULD NOT BE INCLUDED AS CORRESPONDING STRUCTURE.

SKIP TO THE AUXILIARY DIGITAL PORT. THAT'S WHAT WE JUST LOOKED AT. THAT'S ITEM 17 THERE.

YOU'LL NOTICED IN THIS FIGURE 2, IT'S DENOTED AS AN INPUT, BUT IF WE LOOK HOW IT'S DISCUSSED IN THE SPEC WE ALSO SEE THAT IT'S ACTUALLY BIDIRECTIONAL. IT CAN RECEIVE SIGNALS AND IT CAN TRANSMIT SIGNALS. HOW DO WE KNOW THAT?

WE LOOK AT THE SPEC, IT SAYS:

"AUXILLIARY DIGITAL INPUT PORT 17 EMPLOYED TO RECEIVE ANY ACCEPTABLE DIGITAL SIGNAL SUCH AS MAY BE SUPPLIED BY ANOTHER VCRET."

SO THAT SECTION IS TELLING US THAT THE TWO VCRET'S COULD -- ARE COMMUNICATING WITH EACH OTHER. THE TRANSMITTER IS SENDING THE SIGNAL, IT'S BEING RECEIVED BY THE OTHER VCR AT THE AUDIO INPUT. THE DIGITAL INPUT, EXCUSE ME.

WE ALSO SEE IN THIS SECTION OF THE SPEC THAT ITEM 17, WHICH IS THE DIGITAL PORT, CAN RECEIVE DIGITAL VIDEO AND AUDIO INFORMATION. THE ONLY TYPE OF PORT THAT EXISTED BACK IN THE 1980'S THAT COULD RECEIVE AUDIO AND VIDEO DIGITAL INFORMATION WERE BY DEFINITION BIDIRECTIONAL.

SO WE KNOW THAT PORT 17 RIGHT HERE, IN FACT, CAN BOTH RECEIVE AND TRANSMIT. THE SPEC SAYS, AGAIN, THAT THE AUXILIARY

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DIGITAL INPUT PORT 17 IS EMPLOYED TO RECEIVE ANY ACCEPTABLE SIGNAL, DIGITAL SIGNAL, SUCH AS MAYBE SUPPLIED BY ANOTHER VCRET.

SO THIS EFFECTIVELY IS WHAT THAT SENTENCE HAS SHOWN, IT'S SHOWING ONE UNIT SENDING A SIGNAL TO A SECOND UNIT, IT'S TALKING ABOUT THE SECOND UNIT RECEIVING IT RIGHT HERE AT THE DIGITAL PORT.

WE KNOW THAT THE FIRST UNIT IS TRANSMITTING FROM THIS PORT BECAUSE THESE TWO PORTS HAVE TO COMMUNICATE. IF THEY'RE CONNECTED THEY HAVE TO SPEAK THE SAME LANGUAGE, AND BY DEFINITION THIS UNIT COULD ONLY COMMUNICATE WITH THIS UNIT IF IT SENT THE SIGNAL OUT OF THE SAME PORT. SO THERE, AGAIN, WE KNOW THAT THAT PORT IS BIDIRECTIONAL.

IN DR. HEMAMI'S -- HAS GIVEN THAT OPINION IN A REPORT, I DON'T THINK THERE'S REALLY ANY DISPUTE, THAT BACK IN THE LATE 1980'S THESE TYPES OF PORTS, THE AUDIO/VIDEO DIGITAL PORTS, COULD RECEIVE FASTER THAN REAL TIME, WHICH IS WHAT WE JUST WENT OVER, COULD TRANSMIT FASTER THAN REAL TIME, THEY HAD SUFFICIENT BANDWIDTHS TO TRANSMIT FASTER THAN REAL TIME.

FOR THAT REASON OR THOSE REASONS IF THE COURT FINDS THAT OUTPUT MEANS IS SUBJECT TO 1126, THEN ONE OF THE CORRESPONDING STRUCTURES THAT SHOULD BE INCLUDED IS THIS AUXILIARY DIGITAL PORT HERE.

THESE ARE THE MEANS PLUS FUNCTION TERMS THAT THE PARTIES AGREE ARE SUBJECT TO 1126. MR. HEIM'S GOING TO COVER

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WHAT APPLE HAS DONE HERE THEY BROUGHT IN STRUCTURE THAT DOES NOT CONFORM TO CLAIM FUNCTION UNDER THE 1126 LAW. THE SCOPE OF THE CORRESPONDING STRUCTURE IS LIMITED TO WHAT'S DISCLOSED IN THE SPEC FOR PERFORMING THE FUNCTION AND ONLY PERFORMING THE FUNCTION.

YOU DON'T BRING IN EVERYTHING THAT ENABLES THE CLAIMED INVENTION, IT'S JUST THE STRUCTURE THAT PERFORMS THE CLAIM

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AND THAT'S WHAT THEY'VE DONE WITH EDITING MEANS, WHICH IS THE LAST TERM, YOUR HONOR. THEY HAVE INCLUDED A BUNCH OF DIFFERENT STRUCTURES HERE, LIKE SPECIFIC CHIPS OR CPU'S, A ROM USER INTERFACE CONTROL OR HOUSE THAT STRUCTURES THAT ARE NOT NECESSARY TO PERFORM THE CLAIM FUNCTION.

THE ONLY STRUCTURE THAT WE NEED TO PERFORM THE CLAIM FUNCTION OF EDITING IS WHAT WE HAVE IN OUR DEFINITION, WHICH IS A PROCESSOR EXECUTING STORED EDITING SOFTWARE IN A CONTROLLER.

THOSE TWO ITEMS ARE SHOWN IN FIGURE 2 AS THE CPU 31, THERE WHICH IS DEFINED AS A PROCESSOR AND CONTROLLER. THOSE TWO STRUCTURES AND ONLY THOSE TWO STRUCTURES THAT PERFORM THE CLAIM FUNCTION OF EDITING THE TIME-COMPRESSED REPRESENTATION AND RESTORING IT TO THE RANDOM ACCESS STORAGE.

AS I MENTIONED, THEY'VE INCLUDED A LOT OF OTHER STRUCTURE. LET'S LOOK AT THE SPEC HERE. THIS IS THE CRITICAL PASSAGE.

THEIR STRUCTURE, FOR EXAMPLE, SHOWN THIS GREEN, THEY'RE TRYING TO BRING IN THE RAM AS NECESSARY STRUCTURE, BUT THE SPEC SAYS YOU DON'T NEED THE ROM TO PERFORM EDITING FUNCTION, THE SPEC SAYS SIMPLY THAT THE CPU 31 CAN BE A MICROPOSSESSOR.

AND THEN IT GOES ON TO SAY CPU 31 AND CONTROLLER 33 TOGETHER CONTROL THE EDITING PROCESS AS THEY EXECUTE THE PROGRAM STORED IN ROM. THE CPU AND CONTROLLER THAT DO THE

1	PROCESSOR.
2	THE COURT: IF YOU DID NOT HAVE THE ROM WOULD YOU HAVE
3	TO HAVE SOMETHING ELSE THERE TO PERFORM THAT FUNCTION,
4	VIS-A-VIS EDITING?
5	MR. PAYNE: WELL, FOR EXAMPLE, THE SOFTWARE COULD BE
6	STORED DIRECTLY ON A CPU HARD DRIVE, FOR EXAMPLE, OR SOME OTHER
7	STORAGE.
8	YOU COULD HAVE SOME OTHER STORAGE FACILITY THAT WOULD
9	STORE THE EDITING SOFTWARE. IT COULD BE STORED DIRECTLY IN THE
10	CPU THERE.
11	YOU DON'T HAVE TO HAVE THE ROM, IT'S SHOWN HERE, BUT
12	THAT'S JUST THE PREFERRED EMBODIMENT. THAT'S THE POINT, YOU
13	SHOULDN'T BRING IN EVERY SINGLE FEATURE OF THE PREFERRED
14	EMBODIMENT, IT'S ONLY THE STRUCTURE THAT ACTUALLY PERFORM THE
15	CLAIM FUNCTIONALITY.
16	THE COURT: LET ME HEAR VERY, VERY BRIEFLY FROM WE
17	HEARD A LOT ABOUT COMPRESSION, MR. HEIM, YOU'RE GOING TO TALK
18	ABOUT COMPRESSION MEANS OF?
19	MR. HEIM: YES, YOUR HONOR, I'M BACK.
20	THE COURT: DO VERY, VERY QUICKLY. I WANT TO FINISH
21	THIS UP TODAY.
22	MR. HEIM: UNDERSTAND.
23	COMPRESSION MEANS, THERE'S ACTUALLY ANOTHER TERM, VERY
24	QUICKLY DECOMPRESSION MEANS, WE'LL TRY TO FIT IN AS WELL.
25	WITH RESPECT TO COMPRESSION MEANS I REALLY THINK THAT