

Exhibit J

1 IN THE UNITED STATES DISTRICT COURT
2 FOR THE NORTHERN DISTRICT OF CALIFORNIA
3 SAN JOSE DIVISION
4

5 IN RE:) C-05-01114-JW
6 ACACIA MEDIA)
7 TECHNOLOGIES) AUGUST 17, 2007
CORPORATION.)
8) PAGES 1-226
9)
10

COPY

11 THE PROCEEDINGS WERE HELD BEFORE
12 THE HONORABLE UNITED STATES DISTRICT
13 JUDGE JAMES WARE

14 A P P E A R A N C E S:

15
16 FOR THE PLAINTIFFS: HENNIGAN, BENNETT & DORMAN
17 BY: RODERICK G. DORMAN
ALAN P. BLOCK
18 865 SOUTH FIGUEROA STREET
SUITE 2900
19 LOS ANGELES, CALIFORNIA 90017

20 FOR THE DEFENDANTS: KEKER & VAN NEST
21 BY: DARALYN J. DURIE
710 SANSOME STREET
22 SAN FRANCISCO, CALIFORNIA
94111

23 (APPEARANCES CONTINUED ON THE NEXT PAGE.)

24 OFFICIAL COURT REPORTER: IRENE RODRIGUEZ, CSR, CRR
25 CERTIFICATE NUMBER 8074

1 INFORMATION HAVING AN IDENTIFICATION CODE.

2 NOW, WE KNOW THE IDENTIFICATION ENCODER
3 IS WHAT ASSIGNS THE IDENTIFICATION CODE AND IT'S
4 ALSO THE IDENTIFICATION ENCODER THAT, THAT
5 RETRIEVES THE INFORMATION FROM THE ITEMS AND THE
6 COURT HAS ALREADY CONSTRUED THIS CLAIM TERM AS
7 SUCH.

8 SO BOTH OF THOSE ELEMENTS CALL FOR THE
9 IDENTIFICATION ENCODER OF THE COURT'S CONSTRUCTION.

10 YOU HAVE THE COMPRESSED DATA FORM WHICH,
11 OF COURSE, IS DONE BY THE COMPRESSION MEANS OF THE
12 COURT'S CONSTRUCTION. AND YOU HAVE BEING PLACED
13 INTO ORDERED DATA BLOCKS WHICH IS DONE BY THE
14 ORDERING MEANS OF THE COURT'S CONSTRUCTION.

15 AND YOU ALSO HAVE ALL OF THIS IS STORED,
16 WHAT YOU'RE DOING IS YOU'RE STORING THE COMPRESSED
17 DATA INFORMATION AND, OF COURSE, WHERE YOU STORE
18 THE COMPRESSED INFORMATION IS IN THE, IN THE
19 COMPRESSED DATA STORING MEANS OF THE COURT'S
20 CONSTRUCTION.

21 SO ALL OF THESE ELEMENTS ARE ALSO IN
22 CLAIM 19 JUST AS OUR SLIDES DEMONSTRATE FOR CLAIM
23 41.

24 THANK YOU.

25 MR. BLOCK: GOOD AFTERNOON, YOUR HONOR.

1 ALAN BLACK FOR ACACIA. THE NEXT TERM IS SEQUENCE
2 OF ADDRESSABLE DATA BLOCKS. THE THIRD MARKMAN
3 ORDER THE COURT CONSTRUED THE PHRASE "PLACING THE
4 FORMATTED DATA INTO A SEQUENCE OF ADDRESSABLE DATA
5 BLOCKS" OF CLAIM 41 OF THE '992 PATENT TO MEAN
6 PLACING THE FORMATTED INFORMATION INTO A SEQUENCE
7 OF DATA BLOCKS SUCH THAT THE ORDERING OF DATA
8 BLOCKS PERMITS THE RETRIEVAL OF PORTIONS OF
9 INFORMATION FROM ITEMS. ADDRESSABLE DOES
10 NOT REFER TO PHYSICAL STORAGE LOCATIONS BUT RATHER
11 TO POSITIONS RELATIVE TO THE BEGINNING OF A FILE
12 CONTAINING INFORMATION. NOW, THIS
13 CONSTRUCTION BY THE COURT IS CORRECT AS FAR AS IT
14 GOES, HOWEVER, IT'S MISSING ONE ITEM WHICH IS HOW
15 WOULD ONE DETERMINE WHAT THE ORDER OF THE DATA
16 BLOCKS ARE OR WHAT THE POSITIONS OF THOSE DATA
17 BLOCKS ARE RELATIVE TO THE BEGINNING OF THE FILE?
18 AND THE ANSWER TO THAT IS TIME ENCODING
19 WHICH IS CONTAINED IN THE SPECIFICATION AND
20 DESCRIBED AS THE ADDRESSING SCHEME FOR DATA BLOCKS
21 AND WHICH PROVIDES NUMERABLE NUMBERS OF
22 FUNCTIONALITY, ADDRESSABLE FUNCTIONALITY.

23 SO WHAT ACACIA IS ASKING THE COURT TO DO
24 IN RECONSIDERATION IS TO MAKE A SLIGHT MODIFICATION
25 TO ITS CONSTRUCTION WHICH WOULD INCLUDE TIME

1 ENCODING AND MAKE CLEAR HOW THOSE DATA BLOCKS ARE
2 ORDERED AND HOW THE BEGINNING OF, OF THEIR LOCATION
3 TO THE BEGINNING OF THE FILE IS DETERMINED.

4 AND WHAT WE'RE PROPOSING IS ADDING A
5 PHRASE TO THE END OF THE COURT'S CONSTRUCTION AS
6 FOLLOWS: "WHEREIN THE ORDERING OF THE DATA BLOCKS
7 AND THE POSITIONS RELATIVE TO THE BEGINNING OF THE
8 FILE ARE DEFINED BY RELATIVE TIME MARKERS ASSIGNED
9 TO THE DATA BLOCKS."

10 AND I HAVE ALREADY SAID WHY WE NEED TO DO
11 THAT. AND THAT'S BECAUSE THE SPECIFICATION MAKES
12 IT CLEAR THAT THE DATA BLOCKS, POSITIONS OF THE
13 DATA BLOCKS ARE DETERMINED BY THE TIME MARKERS AND
14 TIME ENCODING IS THE ONLY ADDRESSING SCHEME FOR
15 ADDRESSING DATA BLOCKS IN THE SPECIFICATION AND, IN
16 FACT, THE SPECIFICATION TELLS THE READER THAT TIME
17 ENCODING IS REQUIRED TO ACHIEVE CERTAIN
18 ADDRESSABILITY FUNCTIONALITY.

19 NOW, PAGE 50. IN DESCRIBING THE PHRASE
20 "SEQUENCE OF ADDRESSABLE DATA BLOCKS" IN THE
21 SPECIFICATION THE PATENTEES EQUATED ADDRESSABILITY
22 WITH TIME ENCODING.

23 THEY SAID AT COLUMN 7, LINE 59, THAT THE
24 TRANSMISSION SYSTEM 100 OF THE PRESENT INVENTION
25 ALSO PREFERABLY INCLUDES ORDERING MEANS FOR PLACING

1 THE FORMATTED INFORMATION INTO A SEQUENCE OF
2 ADDRESSABLE DATA BLOCKS.

3 AS SHOWN IN FIGURE 2 (A) THE ORDERING
4 MEANS IN THE PREFERRED EMBODIMENT INCLUDES TIME
5 ENCODER 114.

6 TIME ENCODER 114 PLACES THE BLOCKS OF
7 CONVERTED FORMATTED INFORMATION FROM CONVERTER 113
8 INTO A GROUP OF ADDRESSABLE DATA BLOCKS. THE
9 PREFERRED ADDRESSING SCHEME EMPLOYS TIME ENCODING.

10 SO WE KNOW FROM THIS PASSAGE THAT THE
11 ADDRESSING SCHEME FOR, FOR SEQUENCE OF ADDRESSABLE
12 DATA BLOCKS IS TIME ENCODING, AND THAT'S PERFORMED
13 BY THE TIME ENCODER 114.

14 NOW, IN THE BRIEF OF THE ROUND THREE
15 DEFENDANTS FROM AUGUST 11, 2006, THEY, TOO, AGREE
16 THAT THE TERM "ADDRESSABLE" IN THE PHRASE "SEQUENCE
17 OF ADDRESSABLE DATA BLOCKS" MEANS TIME ENCODING.

18 AND THEY SAID THAT, THAT IN SUM, TIME
19 ENCODING RELATES ONLY TO THE ADDRESSING PORTION OF
20 THE PHRASE SEQUENCE OF ADDRESSABLE DATA BLOCKS. IT
21 MAKES ALL OF THE DATA BLOCKS, WHICH WERE ALREADY
22 PLACED INTO A SEQUENCE BEFORE TIME ENCODING,
23 ADDRESSABLE.

24 THAT IS THE REASON THAT THE PATENT
25 DESCRIBES TIME ENCODING AS AN ADDRESSING SCHEME AND

1 EXPLAINS THAT TIME ENCODING MAKES ITEMS AND SUBSETS
2 OF ITEMS ADDRESSABLE.

3 NOW, THE COURT MAY RECALL WE HAD
4 MR. WEISS HERE TO TESTIFY A FEW MARKMAN HEARINGS
5 AGO AND, AND HE WAS ASKED WHETHER THERE WERE ANY
6 ADDRESSING SCHEMES OTHER THAN TIME ENCODING
7 DISCLOSED IN THE PATENT SPECIFICATION AND HE SAID
8 THAT THERE WEREN'T. INDEED THIS FACT IS NOT
9 DISPUTED.

10 NOW, LOOKING INTO THE PATENT SOME MORE TO
11 LEARN WHAT, WHAT FUNCTIONS TIME ENCODING PERFORMS,
12 WE LEARN THAT TIME ENCODING ACHIEVES A NUMBER OF
13 ADDRESSABILITY FUNCTIONS.

14 FIRST OF ALL, AT COLUMN 8, LINE 2 TO 6,
15 THE PATENTEE SAID THAT THE PREFERRED -- THAT TIME
16 ENCODING ALLOWS REALIGNMENT OF AUDIO AND VIDEO
17 INFORMATION IN THE COMPRESSED DATA FORMATTING
18 SECTION AFTER SEPARATE AUDIO AND VIDEO COMPRESSION
19 PROCESSING BY PRECOMPRESSION PROCESSOR AND
20 COMPRESSOR.

21 WHAT THAT MEANS IS SO WHEN PLAY BACK
22 OCCURS AT THE USER SIDE, THE VOICE, THE WORDS ARE
23 SYNCED WITH THE LIPS IN THE PICTURE AND THAT'S THE
24 REALIGNMENT THAT NEEDS TO OCCUR AND IT'S IMPORTANT
25 BECAUSE, BECAUSE FOR LIP SYNCING AND OTHER ISSUES.

1 AGAIN, AT COLUMN 8, LINE 20 TO 23 THE
2 PATENTEE HAS DESCRIBED ADDITIONAL FUNCTIONS THAT
3 TIME ENCODING PROVIDE. THEY DESCRIBE REALIGNMENT
4 OF AUDIO AND VIDEO DATA. THEY HAVE ADDED SOME
5 ADDITIONAL FUNCTIONS, SYSTEM ADDRESSING OF
6 PARTICULAR DATA BITES AND USER ADDRESSING OF
7 PARTICULAR PORTIONS OF ITEMS. AND THESE ARE ALL
8 MADE POSSIBLE THROUGH TIME ENCODING. SO IT'S
9 ANOTHER FUNCTION THAT TIME ENCODING PROVIDES. IT'S
10 IMPORTANT TO THE INVENTION AND IT'S DESCRIBED RIGHT
11 HERE BY THE PATENTEES.

12 COLUMN 8, LINE 50 TO 52. THE PATENTEE
13 SAID THAT TIME ENCODING BY TIME ENCODER 114 MAKES
14 ITEMS AND SUBSETS OF ITEMS RETRIEVABLE AND
15 ADDRESSABLE THROUGHOUT THE TRANSMISSION SYSTEM 100.

16 AND AT COLUMN 8, LINE 53 TO 55 THEY GIVE
17 IT ANOTHER IMPORTANT FUNCTION. IT ENABLES
18 SUBSEQUENT COMPRESSION OF THE INFORMATION TO BE
19 IMPROVED BECAUSE DATA REDUCTION PROCESSES MAY BE
20 PERFORMED IN THE TIME DIMENSION.

21 AND THESE AREN'T THE ONLY FUNCTIONS THAT
22 ONE COULD GLEAN FROM THE, FROM THE PATENT ITSELF AS
23 TO THE, AS TO FOR TIME ENCODING.

24 THE ROUND THREE DEFENDANTS IN THEIR
25 AUGUST 11TH BRIEF IDENTIFY YET ANOTHER REASON WHICH

1 IS THAT FOLLOWING COMPRESSION, THE ORDER OF THE
2 DATA BLOCKS MAY BE CHANGED. AND THEY SAID THAT THE
3 TIME CODES ALLOW THE COMPRESSED FORMATTED SECTION
4 TO RESTORE THE ORDER BEFORE THE COMPRESSED
5 INFORMATION IS STORED.

6 IN OTHER WORDS, IF THE DATA BLOCKS ARE IN
7 THE TIME CONSEQUENCE OR GOING INTO THE COMPRESSOR
8 BUT COME OUT IN A DIFFERENT ORDER SO THAT THE FRAME
9 AT TWO SECONDS COMES BEFORE THE FRAME AT ONE
10 SECOND, THE FACT THAT WE HAVE TIME CODES ALLOWS,
11 ALLOWS THE ORDER TO BE RESTORED SO THAT THE TWO
12 SECOND FRAME COMES AFTER THE ONE SECOND FRAME.

13 THE COURT: I GUESS THE ISSUE FOR ME HAS
14 ALWAYS BEEN WHETHER, WHETHER TO, TO READ OUT
15 PREFERRED EMBODIMENT AND, AND SAY, SAY THAT THE
16 ONLY EMBODIMENT. YOU SAY THAT THE EXPERT HERE
17 TELLS ME THAT, THAT THAT'S THE ONLY EMBODIMENT.

18 MR. BLOCK: THAT'S WHAT HE SAID.

19 THE COURT: BUT THAT'S NOT WHAT THE
20 PATENTEE SAID.

21 THE INVENTOR SAID THE PREFERRED
22 ADDRESSING SCHEME IS TIME ENCODING, AND SO IT SEEMS
23 TO ME THAT, THAT THAT MUST MEAN THAT THERE ARE
24 OTHER SCHEMES BUT THAT THIS IS THE PREFERRED AMONG
25 THEM.

1 MR. BLOCK: NO, THAT DOESN'T NECESSARILY
2 MEAN THAT. PREFERRED -- WELL, FIRST OF ALL, HE
3 DOESN'T GIVE ANY -- EVEN THOUGH HE USES THE WORD
4 "PREFERRED," HE DISCLOSES NO OTHER ADDRESSING.

5 THE COURT: I AGREE WITH THAT.

6 MR. BLOCK: IT'S NOT THERE.

7 THE COURT: BUT WHAT SHOULD I DO WITH
8 THAT? IN OTHER WORDS, YOU WOULD HAVE ME SAY THAT
9 ALTHOUGH, ALTHOUGH THIS IS CALLED PREFERRED, IT
10 REALLY IS THE ONLY ONE?

11 MR. BLOCK: CORRECT.

12 THE COURT: WHY?

13 MR. BLOCK: TWO REASONS. THE WANG OF THE
14 FEDERAL CIRCUIT CASE TELLS US THAT JUST BECAUSE THE
15 WORD "PREFERRED" APPEARS IN THE PATENT. THAT
16 DOESN'T MEAN THAT THAT INDICATED THAT THERE MIGHT
17 BE SOME OTHER UNDISCLOSED VERSION.

18 AND SECOND, THAT THE WORD "PREFERRED" HAS
19 A DIFFERENT MEANING IN PATENT LAW; THAT AN INVENTOR
20 USES THE WORD "PREFER" TO CONNOTE THE BEST MODE AND
21 SO EVEN IF THEY HAVE THE WORD JUST ONE MODE, THEY
22 MAY USE THE WORD TO INDICATE TO THE READER HERE I
23 AM DISCLOSING MY BEST MODE IN COMPLIANCE WITH
24 SECTION 112.

25 THE COURT: BUT EVEN THAT DOESN'T SAY

1 THAT IT'S MY ONLY MODE. IT'S THE BEST.

2 MR. BLOCK: IT'S THE BEST MODE, BUT IT IS
3 THE ONLY MODE BECAUSE IT'S ALL HE HAS DISCLOSED.

4 THE COURT: AM I, IN MY DEFINITION, HAVE
5 I PRECLUDED TIME ENCODING?

6 MR. BLOCK: WELL, THE PROBLEM WITH THE
7 DEFINITION IS THAT THERE'S NO WAY TO DETERMINE THE
8 DEFINITION REQUIRES THAT, THAT THERE'S -- THERE BE
9 AN ORDER TO THE DATA BLOCKS AND IT REQUIRES THAT
10 POSITIONS RELATIVE TO, TO THE BEGINNING OF THE FILE
11 BE KNOWN. BUT THE CONSTRUCTION DOESN'T TELL ANYONE
12 HOW TO DO THAT.

13 THE COURT: BUT IS THAT NECESSARY? IN
14 OTHER WORDS, IF I SAY THAT YOU HAVE TO KNOW THE
15 BEGINNING AND THEY PREFER TO DO IT BY TIME, AND
16 SOMEONE ELSE PREFERS TO DO IT BY SOUND OR COLOR OR
17 SOME OTHER EVENT, WOULDN'T THAT BE AN ORDERING
18 MEANS?

19 MR. BLOCK: NOT IN ACCORDANCE WITH THE
20 PATENT BECAUSE THE PATENT TELLS ME THAT IT HAS TO
21 BE TIME ENCODING AND THE PATENT TELLS ME ALL OF THE
22 FUNCTIONS.

23 THE COURT: WELL, IT HAS TO BE. THAT'S
24 WHAT I'M WORRIED ABOUT.

25 MR. BLOCK: BUT THE FUNCTIONS THAT, THAT

1 TIME ENCODING PROVIDE WHICH ARE TAUGHT BY THE
2 PATENTEES UNDER YOUR EXAMPLE OF SOUND OR COLOR, HOW
3 WOULD THEY, HOW WOULD THEY WORK? HOW WOULD --

4 THE COURT: I AGREE WITH YOU, AND I'M NOT
5 PREPARED TO ACT AS AN INVENTOR HERE AND COME UP
6 WITH THAT BUT, BUT WHAT I'M TRYING TO BE CAREFUL
7 ABOUT IS NOT TO READ INTO, INTO THE CLAIM AN
8 EMBODIMENT UNLESS THE INVENTOR INTENDS THAT
9 EMBODIMENT TO, TO BE SYNONYMOUS WITH THE CLAIM AND,
10 AND WHAT I'M BEING THROWN OFF BY IS THE WORD
11 "PREFERRED" METHOD. AND I AGREE THAT THERE'S A
12 DESCRIPTION OF THAT METHOD AND HOW WELL IT WORKS,
13 AND I CAN UNDERSTAND WHY IT WOULD BE PREFERRED.

14 SO, SO UNLESS YOU TELL ME MY DEFINITION
15 WON'T INCORPORATE THAT PREFERRED METHOD, AND, AND
16 WHAT YOU'RE SAYING IS THAT, MY, MY DEFINITION
17 IMPERMISSIBLY ALLOWS OTHER ORDERING METHODS.

18 MR. BLOCK: THAT'S ONE.

19 THE COURT: SO WHAT YOU WANT ME TO SAY IS
20 THAT THE ORDERING MEANS IS ONLY TIME ENCODING?

21 MR. BLOCK: CORRECT.

22 THE COURT: THAT THE INVENTOR ONLY MEANT
23 IT AS TIME ENCODING ORDERING MEANS?

24 MR. BLOCK: CORRECT.

25 THE COURT: AND THE ONLY PLACE THAT YOU

1 REJECT WHAT YOUR COLLEAGUE WAS ARGUING?

2 MR. BLOCK: BECAUSE HE WANTS TO LIMIT
3 ADDRESS TO THE ONE STARTING LOCATION FOR THE FILE
4 THAT IT IS GOING TO HAVE WHEN IT REACHES THE
5 COMPRESSED DATA LIBRARY, AND WHAT I'M SAYING IS
6 THAT THERE ARE MORE ADDRESSES OR ADDRESSABILITY
7 FUNCTIONS THAT TIME ENCODING OR SEQUENCE OF
8 ADDRESSABLE DATA BLOCKS PROVIDE INCLUDING
9 REALIGNMENT OF THE AUDIO, THAT'S AN ADDRESSING
10 FUNCTION, SYSTEM ADDRESSING, USER ADDRESSING
11 BECAUSE REMEMBER THE USER IS GOING TO GET THE FILE
12 EVENTUALLY AND THEY'RE GOING TO WANT TO WATCH IT
13 AND THEY'RE GOING TO WANT TO SEE THE LIPS MOVE WHEN
14 THE SOUND COMES OUT AND THEN THE STATEMENT BROADLY
15 SAYS IT MAKES ITEMS AND SUBSETS OF ITEMS
16 RETRIEVABLE AND ADDRESSABLE THROUGHOUT THE
17 TRANSMISSION SYSTEM.

18 AND, AND I THINK THIS IS WHERE YOUR HONOR
19 WAS GOING BEFORE, BEFORE WITH MR. BENYACAR THAT
20 ADDRESSABILITY IS NOT JUST, JUST FINDING IT IN THE
21 COMPRESSED DATA LIBRARY BUT THERE'S MORE TO IT. IT
22 CAN BE -- THINGS CAN BE DONE WITH IT THROUGHOUT THE
23 SYSTEM.

24 AND, IN FACT, THIS REALIGNMENT
25 FUNCTIONALITY, THIS ADDRESSABILITY THROUGH

1 REALIGNMENT, THAT OCCURS BEFORE THE FILE IS EVER
2 CREATED. THAT'S PART OF THE LIFE OF THE DATA
3 BLOCK.

4 WHEN IT COMES OUT OF THE COMPRESSOR, THE
5 SPEC SAYS THAT, THAT TIME ENCODING ALLOWS
6 REALIGNMENT OF THE AUDIO AND VIDEO INFORMATION IN
7 THE COMPRESSED DATA FORMATTING SECTION 117, AFTER,
8 AFTER SEPARATE AUDIO AND VIDEO COMPRESSION
9 PROCESSING BY PRECOMPRESSION PROCESSOR 115 AND
10 COMPRESSOR 116.

11 SO IF WE LOOK AT FIGURE 2(A). WHAT
12 THEY'RE REFERRING TO IN FIGURE 2(A), 117 IS, IS
13 REFERENCED TO THE COMPRESSED DATA FORMATTING
14 SECTION WHERE THE DATA SEPARATELY, THAT'S AUDIO,
15 HAS BEEN COMPRESSED, SEPARATELY, THAT'S VIDEO,
16 THEY'RE BROUGHT TOGETHER. YOU SEE THE TWO ARROWS
17 BRINGING THEM TOGETHER AND THAT'S WHERE THE FILE IS
18 CREATED AND THAT'S WHERE THE REALIGNMENT OCCURS.

19 NOTHING IS STORED AT THAT POINT. THE
20 STORAGE HAPPENS OR FIGURE 2(B) WHERE THE COMPRESSED
21 DATA LIBRARY IS.

22 THIS ISN'T THE ONLY REALIGNMENT.
23 REMEMBER THAT WHEN THE USER RECEIVES IT THAT
24 REALIGNMENT HAS TO BE CORRECT SO THAT WHEN THEY
25 VIEW IT, THEY SEE THE LIPS MOVING AND THE SOUNDS

1 THEY WANT TO HEAR.

2 THE COURT: PART OF THIS IS, IS THE
3 CONCERN THAT YOUR ARGUMENT IS NOT CLASHING, IN
4 OTHER WORDS, IT SOUNDS LIKE YOUR FIRST ARGUMENT HAD
5 TO DO WITH TIME ENCODING AND, AND I HEARD A
6 DIFFERENT ARGUMENT FROM THE OTHER SIDE HAVING TO DO
7 WITH THIS UNIQUE DATA BLOCK ORDERING AND THEN NOW
8 I'M HEARING AN ARGUMENT THAT IS RESPONSIVE TO THAT
9 BUT IT MAKES ME WONDER WHETHER OR NOT WHAT I'M
10 HEARING FROM YOU NOW MEANS THAT, THAT THERE IS MORE
11 TO, MORE TO ORDERING THINGS INTO ADDRESSABLE DATA
12 BLOCKS THAN SIMPLY TIME ENCODING WHICH UNDERCUTS
13 YOUR FIRST ARGUMENT.

14 MR. BLOCK: NO.

15 THE COURT: IN OTHER WORDS, I HAVE TO PUT
16 THINGS TOGETHER AT VARIOUS POINTS FOR VARIOUS
17 REASONS IN THE SYSTEM. TIME MAY BE A WAY TO DO
18 THAT BUT THERE COULD BE OTHER THINGS THAT MAKE THAT
19 HAPPEN AS WELL AS TIME.

20 MR. BLOCK: OKAY. NOTHING IS DISCLOSED
21 THAT IS NOT TIME. ONLY TIME IS DISCLOSED. AND, IN
22 FACT, COULD YOU PUT UP FIGURE 8 FOR ME, PLEASE.

23 THE COURT NEEDS TO KEEP IN MIND THAT,
24 THAT, THAT AUDIO AND, AND THIS PROBLEM OF
25 REALIGNMENT, THERE'S, THERE'S NOT ONE FRAME OF

1 VIDEO FOR EVERY ONE FRAME OF AUDIO. SO IT'S NOT A
2 ONE-TO-ONE RELATIONSHIP. THIS FIGURE 8(A) SHOWS
3 THE FRAMES OR THE DATA BLOCKS OF THE VIDEO FOR
4 ONCE, FOR ONCE --

5 THE COURT: DOES COLUMN 6, LINE 39, LINE
6 48 SPEAK TO, SPEAK TO PROCESSES FOR, FOR PLACING
7 DATA INTO ORDERED DATA BLOCKS?

8 MR. BLOCK: NO.

9 THE COURT: ALL RIGHT. SO THERE'S
10 NOTHING ABOUT, ABOUT THIS WHICH HAS TO DO WITH
11 ADDRESSABILITY?

12 MR. BLOCK: NO. WELL, IT HAS TO DO WITH
13 FILE ADDRESSABILITY. IT DOESN'T HAVE TO DO WITH
14 DATA BLOCK ADDRESSABILITY. DATA BLOCK
15 ADDRESSABILITY HAS TO DO WITH TIME CODES. MY FILE
16 CAN HAVE AN ADDRESS BUT THAT DOESN'T MEAN TO FIND
17 THE DATA BLOCKS AND I NEED SOMETHING ELSE AND
18 THAT'S WHAT THE TIME CODES DO.

19 THE COURT: ALL RIGHT. AND SO THE REASON
20 THAT I'M HAVING A DISCONNECT IS THAT YOU WERE
21 ARGUING ABOUT DATA BLOCKS AND YOUR OPPONENT TOOK ME
22 OFF INTO A DIFFERENT PLACE HAVING TO DO WITH
23 ADDRESSABILITY. AND YOUR --

24 MR. BLOCK: YES.

25 THE COURT: -- AND YOUR ARGUMENT ON

1 ADDRESSABILITY IS UNCONNECTED WITH TIME.

2 MR. BLOCK: NO. MY ARGUMENT IS
3 COMPLETELY CONNECTED TO TIME.

4 THE COURT: BUT WHEN IT COMES TO THIS
5 LEVEL, TIME IS NOT IMPORTANT?

6 MR. BLOCK: WHEN IT IS THE LEVEL OF THE
7 FILE ADDRESS TIME IS UNIMPORTANT. BUT IF I WANT TO
8 FILE A DATA BLOCK, TIME IS IMPORTANT.

9 THE COURT: ALL RIGHT. SO IF I AM NOW IN
10 THE RANGE OF COLUMN 6, LINE 29, AND I WANT TO LOOK
11 FOR POPULARITY CODES OR I WANT TO LOOK FOR PROGRAM
12 NOTES, TIME IS NOT IMPORTANT.

13 MR. BLOCK: TIME IS NOT IMPORTANT.

14 THE COURT: BUT ADDRESSABILITY IS.

15 MR. BLOCK: OF THE DATA BLOCKS. TIME
16 ENCODING IS, IS DESCRIBED IN THE PATENT AS, AS
17 BEING RELEVANT ONLY, ONLY TO DATA BLOCKS.

18 THE COURT: RIGHT. AND NONE OF THIS IS
19 RELEVANT TO DATA BLOCKS?

20 MR. BLOCK: CORRECT.

21 THE COURT: SO IF I WANT TO KNOW WHAT A
22 POPULARITY CODE IS, I DON'T FIND THAT BY DATA
23 BLOCKS.

24 MR. BLOCK: NO.

25 THE COURT: HOW DO I KNOW THAT?

1 THIS. I UNDERSTAND BOTH, BOTH POSITIONS WITH
2 RESPECT TO THIS. THIS IS NOT, THIS IS NOT A NEW
3 ARGUMENT.

4 AND AS I SAID, I AM IMPRESSED THAT THE
5 POSITION OF ACACIA HAS CHANGED WITH RESPECT TO THIS
6 ONLY BECAUSE IT'S INTERESTING TO NOTE IT BUT THIS
7 IS THE CLAIM CONSTRUCTION PROCESS AND SINCE I HAVE
8 MYSELF HAVE ENJOYED THE PRIVILEGE OF CHANGING, I
9 CAN'T DENY IT TO THOSE OF YOU WHO WOULD WISH TO
10 CHANGE YOUR ARGUMENT BASED UPON THIS PROCESS AS
11 WELL.

12 SO I'M, I WON'T HOLD -- IT'S NOT ESTOPPEL
13 OR BUT IT'S, IT'S, IT'S -- I APPRECIATE YOUR
14 POINTING IT OUT.

15 MR. BENYACAR: THANK YOU, YOUR HONOR.

16 MR. DORMAN: YOUR HONOR, I'M GOING TO
17 PROVIDE YOU A COUPLE OF REFERENCES WHICH ARE
18 ILLUMINATING.

19 FIRST OF ALL --

20 THE COURT: CAN I SEE WHAT MY COURT
21 REPORTER WANTS. ALL RIGHT. I THINK WE'RE COMING
22 CLOSE TO AN END.

23 MR. DORMAN: I HAVE JUST A MINUTE, BUT I
24 WANT TO GIVE YOU SOME REFERENCES TO LEAVE YOU WITH
25 AS TO WHY IN THE CASE OF THE FIRST STORING ELEMENT

1 IS IN 41 WE'RE TALKING ABOUT MAINTAINING AND NOT
2 MAINTAINING AND NOT PLACING.

3 FIRST OF ALL, IT'S IN NO WAY REMARKABLE
4 WHERE YOU HAVE A WORD THAT HAS TWO COMMON MEANINGS
5 TO HAVE THE SAME WORD USED IN DIFFERENT WAYS IN A
6 CLAIM THAT HAS HAPPENED MANY TIMES AND THAT JUST
7 HAPPENS HERE.

8 THE PRACTICAL -- THERE'S -- MS. KREVANS
9 INDICATED THAT THERE'S NO SUPPORT IN THE, IN THE,
10 IN THE, IN THE SPECIFICATION FOR OUR CONTENTION
11 THAT THE FIRST STORING LIMITATION REFERS TO
12 MAINTAINING AND NOT TO PLACING, AND I DISAGREE WITH
13 THAT. AND THERE ARE THREE SPECIFIC ONES AND LET ME
14 GIVE THEM TO YOU.

15 FIRST, ON LINE 18, RATHER COLUMN 18, LINE
16 53, IT SAYS, "AS ILLUSTRATED IN FIGURE 7, THE FIRST
17 STEP 6 THE DISTRIBUTION METHOD 400 INVOLVES
18 RETRIEVING THE INFORMATION FOR SELECTED ITEMS IN
19 THE SOURCE MATERIAL LIBRARY."

20 SO THEY'RE TALKING ABOUT THE FIRST STEP,
21 IT IS THE FIRST STEP OF RETRIEVING. IN ORDER TO
22 RETRIEVE YOU HAVE TO, YOU HAVE TO HAVE SOMETHING TO
23 RETRIEVE FROM.

24 NOW, WHAT MR. BENYACAR DID IN HIS LAST
25 PICTURE WAS HE CROSSED OUT THE WORD "THE" IN THE

1 RETRIEVING SECTION AND TALKED ABOUT AND, AND THAT
2 FOR A MATTER OF, OF PATENT CLAIM DRAFTING, THAT
3 WORD, THAT WORD WAS THE RETRIEVING THE INFORMATION
4 IN THE ITEMS FROM THE SOURCE MATERIAL LIBRARY BOTH
5 ITEMS AND SOURCE MATERIAL LIBRARY HAD TO HAVE
6 ANTECEDENT SUBJECTS FOR THAT AND THAT WAS SIMPLY
7 CREATED IN, IN THE, IN THE FIRST STORING ITEMS SO
8 THAT THEY'RE THERE TO BE RETRIEVED. SO IT'S
9 BASICALLY DEFINITIONAL.

10 SO WE'RE TALKING ABOUT DISTRIBUTION
11 METHOD.

12 IF WE GO TO FIGURE 7, AND IF WE GO TO
13 FIGURE 7 IN THE PATENT, WHICH IS BESIDE FIGURE 5,
14 IT STARTS "RETRIEVE" AT THE VERY TOP. THE FIRST
15 ONE IS RETRIEVING. SO THERE'S NO DISCUSSION ABOUT
16 HOW, HOW INFORMATION GETS PLACED INTO A SOURCE
17 MATERIAL LIBRARY.

18 IF WE GO TO FIGURE 2(A) THAT TALKS ABOUT,
19 ABOUT THE TRANSMISSION SYSTEM, LOOK AT THE FAR LEFT
20 SIDE OF THAT. THERE'S NO ARROW GOING INTO SOURCE
21 MATERIAL LIBRARY. SOURCE MATERIAL LIBRARY IS WHERE
22 THINGS START FROM. THIS TRANSMISSION SYSTEM SPEAKS
23 OF, OF ONLY THINGS BEING MAINTAINED THERE THAT ARE
24 RETRIEVED FROM IT. THERE'S NO ARROW GOING IN
25 THERE.

1 AND INDEED IF WE GO TO COLUMN 5, TO THE
2 PARAGRAPH AT THE BOTTOM OF COLUMN 5 WHERE WE'RE
3 TALKING ABOUT THE SOURCE MATERIAL LIBRARY IT SAYS
4 FIGURES 2 (A) AND 2 (B) ILLUSTRATE -- AM I IN THE
5 WRONG PLACE?

6 MR. BLOCK: THE LAST PART.

7 MR. DORMAN: THIS IS THE BOTTOM OF 5,
8 '992, THE TRANSMISSION SYSTEM 100 OF A PREFERRED
9 EMBODIMENT OF THE PRESENT INVENTION PREFERABLY
10 INCLUDES SOURCE MATERIAL LIBRARY MEANS FOR
11 TEMPORARY STORAGE OF ITEMS PRIOR TO CONVERSION.

12 SO THIS IS A DESCRIPTION OF THE
13 TRANSMISSION SYSTEM THAT IS, THAT IS -- ALL THAT IS
14 BEING DISCLOSED ISN'T THAT, AS HOW THINGS ARE BEING
15 STORED OR PUT IN. IT'S JUST THAT THEY'RE THERE.
16 THEY'RE AVAILABLE. THEY'RE HOLDING THEM.

17 SO THOSE, THOSE ARE, I THINK, THE DIRECT
18 REFERENCES.

19 AND THE COLUMN 7 REFERENCE THAT
20 MS. KREVANS READ TO YOU HAD NOTHING TO DO WITH
21 PUTTING INFORMATION IN THE SOURCE MATERIAL
22 LIBRARY -- THAT HAD TO DO WITH -- REMIND ME WHAT
23 THAT HAD TO DO WITH -- INTERTRANSFER FROM THE I.D.
24 ENCODER.

25 SO I DO THINK THERE IS SPECIFIC IN THE

1 SUPPORT OF THE SPEC THAT, YOU KNOW, YOU'RE
2 MAINTAINING FOR IT TO BE RETRIEVED. THERE'S NO
3 SUPPORT FOR THE PLACING WITH RESPECT TO THAT
4 PARTICULAR ELEMENT.

5 THANK YOU, YOUR HONOR.

6 THE COURT: ARE YOU HURT AT ALL IN YOUR
7 ARGUMENT IF I GO BACK TO AN EARLIER REQUEST THAT
8 YOU -- THAT I DEFINE IT AS PUTTING IT IN THERE AND,
9 AND ONCE IT'S IN THERE, IT IS, IT IS KEPT THERE
10 FOR, FOR PURPOSES OF THE NEXT STEP?

11 MR. DORMAN: I THINK, YOUR HONOR, THAT
12 THAT'S, THAT THAT'S REQUIRING AN ADDITIONAL STEP
13 THAT I DON'T THINK THAT, THAT THAT CLAIM REQUIRES.
14 SO I'M HURT BY THAT POTENTIALLY FROM AN
15 INFRINGEMENT PERSPECTIVE.

16 THE COURT: SO YOUR REQUEST IS THAT I NOT
17 INCLUDE IN MY DEFINITION OF STORING ANY, ANY STEP
18 OF GETTING IT THERE IN THE FIRST PLACE.

19 MR. DORMAN: I THINK -- FOR THE -- IF WE
20 ARE GOING TO, AGAIN, MY REQUEST IS SIMPLE. MY
21 REQUEST IS IN THE DISJUNCTIVE. EITHER YOU CAN FOR
22 ALL TIMES APPEARS TELL THE JURY THAT IT MEANS
23 PLACING OR MAINTAINING AND FOR THE CONTEXT FOR THEM
24 TO DETERMINE WHICH, OR, OR IN THE FIRST STORING
25 STEP OF, OF CLAIM 41, THAT'S MAINTAINING AND, AND

1 IN THE SECOND STORING STEP IT IS PLACING BECAUSE
2 THE CONTEXT, I BELIEVE, AND IN SUPPORT OF THE SPEC
3 IS CONSISTENT WITH THAT. THAT'S WHAT I'M
4 REQUESTING.

5 THE COURT: I UNDERSTAND THAT. BUT IF I,
6 IF I DEFINE IT AS PLACING ONLY OR RETAINING ONLY IT
7 JUST SEEMS TO ME THAT, THAT THE REASON, THE REASON
8 WE ARE IN THIS DEBATE HAS TO DO WITH, WITH NOW
9 EXAMINING THE SYSTEM. WE DON'T HAVE A WAY OF
10 GETTING THE INFORMATION IN, BUT YOU SOUND HAPPY
11 WITH THAT.

12 IN OTHER WORDS, YOU SEEM SATISFIED THAT
13 YOU HAVE A SYSTEM WHICH TAKES FOR GRANTED THAT THE
14 ITEMS ARE IN THE SOURCE MATERIAL LIBRARY AND ALL
15 THAT IS NECESSARY IS TO MOVE IT THROUGH. AND YOU
16 WANT ME TO RECOGNIZE THAT, THAT THIS IS A PROCESS
17 THAT DOESN'T HAVE, HAVE AS PART OF IT AS PART OF
18 ITS, ITS STRUCTURE OR, OR PART OF ITS METHOD
19 GETTING THEM IN THERE.

20 MR. DORMAN: OF THE CLAIM YOU AND I HAVE
21 BEEN TALKING ABOUT, YES.

22 THE COURT: OKAY. ALL RIGHT. I
23 UNDERSTAND.

24 MR. BLOCK: MOVING ON.

25 MR. DORMAN: FINALLY.