The Honorable John Erlick Noted for Hearing: September 12, 2007 at 10:00 AM

## IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON IN AND FOR THE COUNTY OF KING

1ST TECHNOLOGY LLC,

Plaintiff,

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BODOG ENTERTAINMENT GROUP S.A., BODOG.NET, AND BODOG.COM,

Defendants.

Case No. 07-2-25305-0 SEA

DEFENDANT'S OPPOSITION TO MOTION FOR WRIT OF EXECUTION RE REPLACEMENT (ADDITIONAL) DOMAIN NAMES

## I. RELIEF REQUESTED

This Court should deny 1st Technology, LLC's latest attempt to seize domain names serviced and managed by specially appearing defendant Bodog Entertainment Group S.A. for the same reasons that it must grant Bodog's motion for relief from enforcement of 1st Technology's initial writ of execution: the default judgment upon which 1st Technology bases this collection action is invalid and void. That default judgment will not stand scrutiny, because service of process on the Costa Rican defendant was defective, and the Nevada Court never had personal jurisdiction over the Costa Rican defendant. Defendants have already moved to set aside that default judgment in the U.S. District Court for the District of Nevada. Defendants' motion to set aside the default is pending; at the very least, this court should not consider this motion until the Nevada district court has made its ruling on that pending motion for relief from default judgment.

Moreover, the registrar of the additional domain names at issue in this second

DEF.'S OPP'N. TO MOT. FOR WRIT OF EXECUTION RE REPLACEMENT (ADDITIONAL) DOMAIN NAMES - 1

NEWMAN & NEWMAN, ATTORNEYS AT LAW, LLP 505 Fifth Ave. S., Ste. 610 Seattle, Washington 98104 (206) 274-2800

motion, Euro DNS, is located outside the United States in Luxembourg. See Heath Decl. Ex. 1. Thus, contrary to plaintiff's suggestion in its motion, Defendants' new registrar is not located in Washington, and this Court has no in rem jurisdiction over the domain names held by a registrar located outside Washington to make any orders to transfer domain names to plaintiff. Plaintiff's attempt to use a writ of execution in Washington to gain control over domain names in Europe is improper.

Finally, Defendant does not concede 1<sup>st</sup> Technology's repeated yet wholly unsupported assertions that Bodog Entertainment Group S.A., the defendant in this action and in the underlying Nevada patent infringement case, has violated any U.S. or Washington state laws.<sup>1</sup> However, Defendants need not address the merits of 1<sup>st</sup> Technology's argument because it is not germane to the issues before this Court - namely, whether 1st Technology should be permitted to proceed with executing on a judgment which will, in all likelihood, be set aside by the Nevada federal court. This Court has no

<sup>&</sup>lt;sup>1</sup> To establish an unclean hands argument under Washington law, 1<sup>st</sup> Technology must show that the party to be estopped committed the allegedly wrongful conduct in connection with the transaction at issue. McKelvie v. Hackney, 58 Wash.2d 23, 31 (Wash. 1961)("'The authorities are in accord that the 'clean hands' principle does not repel a sinner from courts of equity, nor does it disqualify any claimant from obtaining relief where who has no dealt unjustly in the very transaction concerning which he claims.' " (emphasis in original)); Abslag v. Bock, 139 Wash. 198, 202 (Wash. 1926). There is no proof before this Court of any such circumstance.

<sup>1</sup>st Technology falls short here. Despite its repeated yet unsupported assertions, 1st Technology has produced no evidence that Bodog Entertainment Group S.A., the defendant in this action and in the underlying Nevada patent infringement case, has violated any U.S. or Washington state laws. There is no evidence before this Court that Bodog Entertainment Group did, itself, provide any online entertainment services, whether involving gaming or otherwise. If evidence were to be gathered, it would show that this Costa Rican entity provided technical services, including domain name management, for various entities, including but not limited to entities that use the BODOG name and variations thereof to provide various online entertainment services.

Moroever, many of these services provided by these entities (and many of the domain names improperly seized by 1st Technology) have **nothing** to do with online gaming. For example, the BODOG brand is used in connection with a BODOG MUSIC record label; a BODOG BATTLE OF THE BANDS competition and reality television show; BODOG FIGHT mixed martial arts events, and many other entertainment services wholly unrelated to gaming. Thus, plaintiffs' conclusory suggestion that Defendants are guilty of unclean hands is unsupported by any evidence, let alone any admissible evidence.

Finally, even with respect to online gaming services, Defendants do not concede that an Internet-based gambling business located offshore violates either Washington or U.S. law. But that is not for this Court to evaluate in the very narrowly defined issues for this judgment enforcement case.

reason or capacity to entertain 1st Technology's invitation to pass judgment on the legality of Defendant's business and its relevance to this collection case arising from a patent enforcement action, and certainly cannot do so based on the sparse "evidence" presented by 1st Technology.

Once the Court wades through the smokescreen put up by Plaintiff, it will become evident that Plaintiff's motion should be denied.

## II. STATEMENT OF FACTS

The basic facts supporting this opposition are already set forth in Bodog's Motion for Relief From Enforcement of Plaintiffs Writ of Execution, filed September 4, 2007, and Bodog will not take up more of the Court's time repeating them here. There are, however, a couple of additional facts the Court should consider.

First, there was a registration of new domain names with a registrar in Luxembourg in response to the order granting plaintiff's un-noticed motion for writ of execution and plaintiff's improper seizure of thousands of domain names. After that initial order, Plaintiff seized not only the 300 or so domain names listed on Exhibit A to the Court's earlier order, but thousands more (well over 3000 domain names) which were not authorized by the Court's prior order. This improper action by plaintiff is causing Defendant irreparable harm. The value of any business in the entertainment field is linked to whether it has a recognizable, familiar location on the internet, and whether consumers recognize a trademark as identifying a single source for services. As stated previously, the new domain names were registered with Euro DNS, located in Luxembourg, in an effort to reestablish a location on the internet and to avoid further irreparable harm. Because they are located outside the state of Washington, the Court has no in rem jurisdiction over those new domain names. (See Heath Decl., Ex. 1). Contrary to Plaintiff's assertion, there is nothing improper about doing business now under new domain names; certainly nothing in the Court's prior order prohibited that.

Second, 1st Technology obtained a default judgment, without proper notice, and in the absence of jurisdiction, over Bodog Entertainment Group in Nevada. That judgment

was for alleged patent infringement arising from the Bodog online gaming service. Defendants are confident that the judgment will be set aside. Once it is, the evidence would show that: (1) the Nevada court lacked jurisdiction over Bodog Entertainment Group; (2) Plaintiff's patents may very well be invalid; (3) even if Plaintiff's patents are valid, Defendants did not infringe them; and (4) in any event, Bodog Entertainment Group, which does not itself provide any online entertainment services, could not as a matter of law be an infringing party.

Moreover, many of the domain names Plaintiff wishes to seize here deal with businesses other than online gaming. For example, <a href="www.newbodogmusic.com">www.newbodogmusic.com</a> is for the BODOG MUSIC record label; <a href="www.newbodogfight.com">www.newbodogfight.com</a> is for BODOG FIGHT mixed martial arts events. These, and many other new domain names now under siege by Plaintiff, are used to provide entertainment services and information wholly unrelated to gaming. Plaintiff has failed to show any reason why these non-gaming domain names should be seized to pay for a default judgment obtained against Defendant.

Thus, this Court should not permit 1<sup>st</sup> Technology to seize any more domain names or other assets from a party, particularly assets unrelated to any accused conduct, against whom there has been no showing of either illegal or infringing conduct.

## III. STATEMENT OF ISSUE

Whether the court should deny 1<sup>st</sup> Technology's Motion for Writ of Execution Re Replacement (Additional) Domain Names, or at least stay or continue that motion until such time as Bodog's motion to set aside default judgment is decided in the District of Nevada.

#### IV. EVIDENCE RELIED UPON

Defendants rely on the Declaration of Jacob Heath and the exhibits attached thereto and filed herewith, and on the papers filed in support of defendants' Motion for Relief From Enforcement of Plaintiffs' Writ of Execution, including the declarations of Martin Garthwaite and Randall Moeller in support of that motion.

## V. ARGUMENT AND AUTHORITY

A. The default judgment on which 1ST Technology seeks a writ of execution is invalid and subject to a pending motion to set aside.

As Defendants explained in their initial motion for relief from enforcement of Plaintiff's initial writ of execution, 1st Technology never properly effected service of process upon the Costa Rican company at issue here -- Bodog Entertainment Group S. A. -- in the underlying Nevada case. Where, as here, a plaintiff fails to properly serve a corporate defendant, especially a foreign corporate defendant, the court lacks jurisdiction and any entry of default or default judgment is void. Veeck v. Commodity Enterprises, Inc., 487 F.2d 423, 426 (9th Cir. 1973). Here, the purported service was insufficient under either Nevada or Costa Rican law. In addition, the default judgment is void under settled Nevada law, because plaintiff's counsel in the Nevada action failed to notify Defendant before seeking an order of default, even though it knew the identity of counsel for the opposing party. Failure to notify an opposing party requires a District Court to vacate a default judgment under Nevada law. Central Valley Leasing Corp. v. Bockman, 99 Nev. 612, 613-614, 688 P.2d 1074 (1983); Estes v. Southern Nevada Adult Mental Health, 2006 U.S.Dist. Lexis 81550 \*1, \*5 (D. Nev. 2006).

Moreover, Plaintiff has the burden on pleading and proving personal jurisdiction over Defendant. Rio Properties, Inc. v. Rio Int'l Interlink, 284 F.3d 1007, 1019 (9th Cir. 2002)(holding that the plaintiff bears the burden of establishing that jurisdiction exists). Its complaint in the Nevada action alleges no facts sufficient for the Nevada federal court to have exercised personal jurisdiction over this foreign company. See Heath Decl., Ex. 2. (copy of complaint in case no. 2:06-cv-01110-RLH-GWF) Thus, for a variety of reasons, the default judgment is invalid. Naturally, if the underlying default judgment is invalid, there is no basis for issuing writs of execution in this Court.

These matters are, of course, being litigated in the Nevada federal court as part of Defendants' motion to set aside the default judgment. Defendants are confident that their

motion will be granted by the Nevada court, and it accordingly asks this Court to either deny outright 1<sup>st</sup> Technology's motion for writ of execution of the additional domain names, or at the very least, to defer any decision on this motion until such time as the Nevada court has had the opportunity to rule on the pending motion to set aside default judgment.

B. The new domain names are registered outside the State of Washington, and this Court has no jurisdiction over them.

In response to Plaintiff having seized thousands of Bodog domain names without giving Defendants notice or an opportunity to respond, and in an effort to avert further irreparable harm, various Bodog businesses had replacement domain names registered through Lyons Finance of Malta, and are now operating under those domain names. (There is of course nothing improper about a business registering a new domain name if it somehow loses, even temporarily, its original domain name; nothing in this Court's original order prohibits that or should have prohibited that). Those new domain names are registered with a registrar located in Luxembourg. As such, this Court has no *in rem* jurisdiction over those domain names, and cannot properly order their seizure. Snyder v. Ingram, 48 Wash.2d 637, 639-640, 296 P.2d 305 (Wash. 1956)(holding Washington courts lack *in rem* jurisdiction over personal property not located within the state); Alaska Airlines v. Molitor, 43 Wash.2d 657, 665, 263 P.2d 276 (Wash. 1953)(holding Washington courts lack *in rem* jurisdiction over real property not located within the state).

## VI. CONCLUSION

For all of the reasons stated herein and in Defendants' Motion for Relief From Enforcement of Plaintiff's Writ of Execution, the Court should deny 1<sup>st</sup> Technology's Motion for Writ of Execution re Replacement (Additional) Domain Names. At the very least, the Court should continue decision on this motion until such time as the federal

1	court in Nevada has decided Defendants' now pending motion to set aside default	
2	judgment in the underlying patent infringement case.	
3		
4	DATED this 10 <sup>th</sup> day of September, 2007	
5		
6	NEWMAN & NEWMAN ATTORNEYS AT LAW LLP	
7		
8	By: William Francisco	
9	Derek A. Newman, WSBA No. 26967 Randall Moeller, WSBA No. 21094 505 Fifth Avenue South, Suite 610 Seattle, Washington 98104 (206) 274-2800 Phone (206) 274-2801 Fax	
10	505 Fifth Avenue South, Suite 610 Seattle Washington 98104	
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## CERTIFICATE OF SERVICE

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CERTIFICATE OF SERVICE

505 Fifth Ave. S., Ste. 610 Seattle, Washington 98104 (206) 274-2800

The undersigned hereby certifies that on this 10th day of September, 2007, I caused the foregoing DEFENDANTS' OPPOSITION TO PLAINTIFF'S WRIT OF EXECUTION RE REPLACEMENT (ADDITIONAL) DOMAIN NAMES, DECLARATION OF JACOB HEATH IN SUPPORT OF OPPOSITION, [PROPOSED] ORDER, AND CERTIFICATE **OF SERVICE** to be served via the methods listed below on the following party:

Via Email to:

Venkat Balasubramani, Esq. Balasubramani Law 8426 - 40th Avenue SW Seattle, WA 98136

Email: venkat@balasubramani.com

I declare under penalty of perjury under the laws of the United States and the State of Washington that the forgoing is true and correct and that this declaration was executed on September 10th, 2007, at Seattle, Washington.

> DIHWH HL Diana Au

1		The	Honorable John Erlick
2	Noted for I	Hearing: September	12, 2007 at 10:00 AM
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8	IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON		
9	IN AND FOR THE CO	UNTY OF KING	
10	1ST TECHNOLOGY LLC,	Case No. 07-2-25	305-0 SEA
11	Plaintiff,	DECLARATION	
12	v.	HEATH IN SUP	
13 14	BODOG ENTERTAINMENT GROUP S.A., BODOG.NET, AND BODOG.COM,		WRIT OF E REPLACEMENT DOMAIN NAMES
15	Defendants.		
16	I Jacob M. Heath, declare as follows:	l	
17	I am over eighteen years of age. I	have personal knov	vledge of the facts
18	contained herein. If called upon to testify, I cou	ld and would comp	etently testify hereto.
19	2. I am an attorney at law, duly licen	sed to practice before	re all the courts of the
20	State of California.		
21	3. I am an associate at the law firm of	f Foley & Lardner I	LP, counsel for
22	Defendants, Bodog Entertainment Group S.A., F	Bodog.Net and Bodo	og.com (hereinafter
23	"Defendants").		
24	4. I make this declaration in support of	of Defendants' Opp	osition to Plaintiff 1st
25	Technology, LLC's (hereinafter "Plaintiff") Mot	ion for Writ of Exe	cution Re
26	Replacement (Additional) Domain Names.		
27	<ol><li>Attached hereto as Exhibit 1 is a tr</li></ol>	ue and correct copy	of a Dun &
28	Bradstreet, Inc. Comprehensive Report for Eurol	ONS, S.A., obtained	l from Dun &
	DECL. OF JACOB M. HEATH IN SUPP. OF DEF.'S OPP'N TO MOT. FOR WRIT OF EXECUTION RE REPLACEMENT (ADDITIONAL) DOMAIN NAMES- 1	Newman & Newman, ttorneys at Law, LLP	505 Fifth Ave. S., Ste. 610 Seattle, Washington 98104 (206) 274-2800

1	Bradstreet, Inc.'s online business database by a librarian in our office on September 7,
2	2007.
3	6. Attached hereto as Exhibit 2 is a true and correct copy of the complaint
4	filed by Plaintiff in the United State District Court, for the District of Nevada, Case No.
5	2:06-cv-01110-RLH-GWF dated September 7, 2006.
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7	I declare that the foregoing is true and correct, under penalty of perjury under the
8	laws of the state of Washington and California. Executed this the 10th day of September,
9	2007, at Los Angeles, California.
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١4	TACOB M. HEATH
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	DECL. OF JACOB M. HEATH IN SUPP. OF DEF.'S OPP'N TO MOT. FOR WRIT OF EXECUTION RE REPLACEMENT (ADDITIONAL) DOMAIN NAMES- 2  ATTORNEYS AT LAW, LLP  505 Fifth Ave. S., Ste. 610 Seattle, Washington 98104 (206) 274-2800

## **EXHIBIT 1**

European Comprehensive Report: Eurodns SA

Page 1 of 6



My Report Archive

E-mail Report

## European Comprehensive Report: Eurodns D&B Country Risk Services Economic deta & analysis on SA

country risk

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**Continuous Monitoring** Automatically track changes to this business

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ATTN: 058312-0150 Heath

IN DATE

D&B EUROPEAN COMPREHENSIVE DATE PRINTED 07 SEP 2007

IDENTIFICATION

D-U-N-S 40-094-9822

EURODNS SA Business Name

Business Trading Address ZI AM BANN 3372 LEUDELANGE

352/26 3725-1 Telephone

Registration Number

B 89.978

D&B RISK ASSESSMENT

N 4 D&B Rating

Maximum Credit Credit not recommended

D&B Rating explanation

Capital Rating N A Financial Strength which is

Negative

Risk Indicator Represents significant level

of risk

LANGUAGE: In certain circumstances information in this report may be quoted in the local language. In case of difficulty, please contact your D&B local Customer Service Department.

D&B RATING & SCORE - INDUSTRY SECTOR COMPARISON

Financial Strength Indicator Comparison:

This business has a Negative Financial Strength Indicator

Page 2 of 6

Comparing this business against the 83 other businesses, within its industry sector (SIC Code 7379), reveals the following:

number. Of Businesses		financial strength INDICATOR COMPARISON	
69	(83.1%)	Higher	
14	(16.9%)	Same	
0	(0.0%)	Lower	

Risk Indicator Comparison:

This business has a Risk Indicator of 4 (significant risk)

Comparing this business against the 14 businesses within the same Financial Strength category, reveals that:

RISK COMPARTSON	NUMBER OF BUSINESSES	
Higher risk	(0.0%)	0
Same	(100.0%)	14
Lower rigk	(0.0%)	0

#### Conclusion:

This business therefore has a LOWER than average Financial Strength, compared to its Industry Sector, and an AVERAGE Risk Indicator, when comparing businesses of the same Financial Strength category.

#### PAYMENT INFORMATION

D&B collects in excess of 100 million trade payment experiences on European businesses each year.

Payment experiences are derived from the analysis of 1 or more invoices from D&B Dun-Trade Partners to determine the average payment behaviour of this business within the last 12 months. Contact your local D&B office to

participate in this program.

In some instances, payment beyond terms can be the result of overlooked or disputed invoices.

Based on the 3534 firms in SIC code 7379 where D&B has payment experiences.

UPPER SEGMENT (TOP 25%)	Pays 3 days beyond terms	PAYDEX 78
MEDIUM SEGMENT (Middle 50%)	Pays 16 days beyond terms	PAYDEX 69
LOWER SEGMENT (Bottom 25%)	Pays 28 days beyond terms	PAYDEX 53

#### SPECIAL EVENTS

Critical legal notice information filed is investigated by D&B Analysts, and where relevant, comment is presented in this section.

\*\*\* Business Moved. \*\*\* Le 210905, transfert du siege social de RUE SIGGY VU LETZEBUERG 1, 1933

#### European Comprehensive Report: Eurodns SA

Page 3 of 6

LUXEMBOURG vers ZI AM BANN, 3372 LUDELANGE.

Control change: 3-8-2005 Maïson mere supprimee le 03/08/2005

ACCOUNTS PLACED FOR COLLECTION

No information of amounts having been placed with external collection agents for recovery from this business have been received by D&B during the past 36 months.

#### MANAGEMENT

Name:

HOUWEN Marco

Director.

Name:

MARASI Manuel

Director.

Name:

BUCK Xavier

MANAGING DIRECTOR.

Amounts without a currency are shown in Belgium Francs.

PRINCIPALS ANTECEDENTS

Name:

Xavier BUCK

Addréss:

5 Rue Bartholmy, L-1216 Howald

CORPORATE STRUCTURE

CAPITAL

Nominal capital : 100.000 Euro

All issued.

SHAREHOLDERS:

Voting Capital

Shareholder

100%

PERSONNES PHYSIQUES

BRANCHES

There are no recorded branch locations for this business.

HISTORY/OPERATIONS

HISTORY

Business started 02-12-2002 Public limited liability company, constituted 02-12-2002 Inscribed in the Mergantile Register of LUXEMBOURG REG NO B 89.978 Relocated from: RUE SIGGY VU DETZEBUERG 1, 1933 LUXEMBOURG Relocated 210905. European Comprehensive Report: Eurodus SA

Page 4 of 6

#### OPERATIONS

SIC CODE(S): 7379

COMPUTER SERVICES

La societe a pour objet tous produits concernant l'informatique

Employees:

BANKERS

Bankers not known.

MANAGEMENT COMMENT

COMMENTS UPON BALANCE SHEET AS AT 31-12-2004.

From the average degree of indebtedness, it appears that subject's means

The latest accounts published are dated from 31-12-2004.

PRESS CUTTINGS

Press and Business articles are added to the D&B database daily. Recent significant cuttings relating to this business will appear in this section.

#### FINANCIAL COMPARISONS

	Fiscal
	31 DEC 2004
	EUR
Profit After Tax	(733.988)
Net worth	(830,989)
Tot. Non Curr. Assets	252.009
Current Assets	574.989
Current Liabilities	1,616.018
Working Capital	(1.041.029)
Employees	20

FINANCIAL RATIOS

RATIOS AS AT	31 DEC 2004
FINANCIAL STATUS	
Acid Test (X)	0,3
Current Ratio (X)	0,4
Solvency Ratio (%)	(158,7)
Current Liab's/Net Worth(%)	(158,7)
Degree of Indebtedness (%)	195,0

BALANCE SHEET

Abbrev. scheme Type

## European Comprehensive Report: Eurodns SA

Page 5 of 6

Closing date Currency	Fiscal 31 DEC 2004 Euro	
ASSETS		
2028 FIXED ASSETS 21 Intangible Asset 2227 Tangible Assets 28 Financial Assets	252.009 187.011 62.990 2.008	
2958 CURRENT ASSETS 3 Stock & Contr IP 3036 Stocks 4041 Receivables -lyr 40 Trade Debtors 41 Other Receivabls 5458 Cash 4901 Deferred Charg	574.989 17.997 17.997 261.007 221.989 38.994 64.998 231.012	
2058 TOTAL ASSETS	826.998	
1015 CAPITAL & RESERV 10 Capital 100 Issued Capital 140 Acc Prof/141 Los 16 Prov for Liab&Ch 1749 CREDITORS 4248 Liabilities -lyr 4923 Accrued Charges 1049 TOT LIABILITIES	(830.989) 150.000 150.000 (980.989) 41.993 1.615.993 687.012 929.006 826.998	
Closing date Currency	31 DEC 2004 Euro	
PROFIT & LOSS ACCOUNT		
7067 PROFIT (6770 LOSS) FOR	(733.988)	
6870 LOSS FOR YR AVAIL FOR	(733.998)	
9090 Average No. Employed Balance Sheet received from	20 the Registry of the Chamber of	Commerce.
SUMMARY		

PROFIT/(LOSS):

TANG. NET WORTH:

(Euro)

2002

2002

SA/NV

STARTED:

DATE INC:

LEGAL FORM:

(733.988)

(830.989)

European Comprehensive Report: Eurodns SA

Page 6 of 6

REG. CITY:

LUXEMBOURG B 89.978

(Euro) As at 31-12-2004

REG NO: EMPLOYS: B 8

NOMINAL CAPITAL: 100.000

(Euro)

ISSUED CAPITAL: ALL

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# **EXHIBIT 2**

Case 2:06-cv-01110-BLH-GWF Document 1

Filed 09/07/2006

Page 1 of 6

Mark A. Hutchison (4639) L. Kristopher Rath (5749) **HUTCHISON & STEFFEN, LLC** Peccole Professional Park 10080 West Alta Drive, Suite 200 Las Vegas, Nevada 89145 Telephone: (702) 385-2500 Facsimile: (702) 385-2086

Attorneys for Plaintiff 1ST TECHNOLOGY LLC

## UNITED STATES DISTRICT COURT

## DISTRICT OF NEVADA

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) ) JURY DEMANDED
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## COMPLAINT FOR PATENT INFRINGEMENT

Plaintiff 1" Technology LLC ("1" Technology"), complains of defendants (collectively "Defendants") as follows:

## JURISDICTION AND VENUE

Jurisdiction exists under 28 U.S.C. § 1338(a) because defendants are charged with patent ĺ. infringement under 35 U.S.C. § 271.

Case 2:06-cv-01110-RLH-GWF Document 1 Filed 09/07/2006 Page 2 of 6

- 2. Defendants each have transacted business in this judicial district by making, using, selling or offering to sell and distributing software products that violate 1<sup>st</sup> Technology's patent either in this judicial district or in the United States.
- 3. Venue is proper under 28 U.S.C. §§ 1391(d) and 1400(b).

### **PARTTES**

- 4. 1st Technology is a Nevada limited liability company with offices in Las Vegas, Nevada.
  1st Technology is the assignee of and owns all right, title and interest in and has standing to sue for infringement of United States Patent No. 5,564,001 entitled "Method and System for Interactively Transmitting Multimedia Information Over a Network Which Requires Reduced Bandwidth" ("the "001 Patent").
- 5. Rational Enterprises Ltda ("Rational Enterprises") is a foreign company with offices at Plaza Roble Corporate Center, San Jose, Costa Rica. Rational Enterprises has previously and is presently making, using, selling, offering for sale, and/or importing into the United States software products that infringe one or more claims of the '001 Patent. Rational Enterprises has infringed the '001 Patent either directly or through acts of contributory infringement or inducement in violation of 35 U.S.C. § 271.
- 6. Rational Poker School Limited ("Rational Poker School") is a foreign company with offices at 10 Hill Street, Douglas IM1 1EF, Isle of Man. Rational Poker School has previously and is presently making, using, selling, offering for sale, and/or importing into the United States software products that infringe one or more claims of the '001 Patent. Rational Poker School has infringed the '001 Patent either directly or through acts of contributory infringement or inducement in violation of 35 U.S.C. § 271.

Case 2:06-cv-01110-RLH-GWF Document 1 Filed 09/07/2006 Page 3 of 6

- Podog Entertainment Group S.A. ("Bodog Entertainment") is a foreign company with offices at Oficentro Ejecutive Sabana Sur, Edificio 7, 5 Piso San Jose, Costa Rica, 01017, Costa Rica. Bodog Entertainment has previously and is presently making, using, selling, offering for sale, and/or importing into the United States software products that infringe one or more claims of the '001 Patent. Bodog Entertainment has infringed the '001 Patent either directly or through acts of contributory infringement or inducement in violation of 35 U.S.C. § 271.
- 8. Bodog.net ("Bodog.net") is a foreign company with offices at Oficentro Ejecutive Sabana Sur, Edificio 7, 5 Piso San Jose, Costa Rica, 01017, Costa Rica. Bodog Entertainment has previously and is presently making, using, selling, offering for sale, and/or importing into the United States software products that infringe one or more claims of the '001 Patent. Bodog Entertainment has infringed the '001 Patent either directly or through acts of contributory infringement or inducement in violation of 35 U.S.C. § 271.
- 9. Bodog.com ("Bodog.com") is a foreign company with offices at Oficentro Ejecutive Sabana Sur, Edificio 7, 5 Piso San Jose, Costa Rica, 01017, Costa Rica. Bodog.com has previously and is presently making, using, selling, offering for sale, and/or importing into the United States software products that infringe one or more claims of the '001 Patent. Bodog.com has infringed the '001 Patent either directly or through acts of contributory infringement or inducement in violation of 35 U.S.C. § 271.
- 10. FutureBet Systems Ltd. ("Playtech") is a foreign company with offices at Vancouver, British Columbia, Canada. FutureBet has previously and is presently making, using, selling, offering for sale, and/or importing into the United States software products that infringe one or more claims of the '001 Patent. FutureBet has infringed the '001 Patent

Case 2:06-cv-01110-RLH-GWF Document 1 Filed 09/07/2006 Page 4 of 6

either directly or through acts of contributory infringement or inducement in violation of 35 U.S.C. § 271.

#### BACKGROUND

- 11. Dr. Scott Lewis ("Dr. Lewis") is an individual residing in Los Gatos, California. Dr. Lewis is the controlling manager of 1st Technology LLC. Dr. Lewis is the inventor of the '001 Patent.
- 12. Dr. Lewis received B.S. and M.S. degrees with honors in mechanical and electrical engineering from M.I.T. Dr. Lewis has a Ph.D. from Oxford University in adaptive digital signal processing as a Marshall Scholar and an M.B.A. from Harvard Business School. Dr. Lewis led the development of single-chip video and audio compression solutions, as well as the first automotive video cellular telephone.
- 13. Dr. Lewis is the inventor of a number of patents in multimedia communication technology including the separation, processing and recombination of multiple streams of multimedia data. This processing can include enhancement, compression and other forms of data manipulation. The inventions of Dr. Lewis' patents are used in many online wagering systems.

## PATENT INFRINGEMENT

- 14. Each of the Defendants has infringed the '001 Patent either directly or through acts of contributory infringement or inducement in violation of 35 U.S.C. § 271.
- 15. Rational Enterprises has infringed and continues to infringe at least Claim 26 of the '001 Patent.
- 16. Rational Poker School has infringed and continues to infringe at least Claim 26 of the '001 Patent.

- Bodog Entertainment has infringed and continues to infringe at least Claim 26 of the '001 17. Patent.
- 18. Bodog net has infringed and continues to infringe at least Claim 26 of the '001 Patent.
- 19. Bodog com has infringed and continues to infringe at least Claim 26 of the '001 Patent.
- 20. FutureBet has infringed and continues to infringe at least Claim 26 of the '001 Patent.
- 21. Defendants' infringement, contributory infringement and/or inducement to infringe has injured 1st Technology and it, therefore, is entitled to recover damages adequate to compensate it for such infringement, but in no event less than a reasonable royalty.
- 22. Each defendant's infringement, contributory infringement and/or inducement to infringe has been willful and deliberate because each defendant has been given notice of or knew of the '001 Patent and has nonetheless injured and will continue to injure 1st Technology, unless and until this Court enters an injunction prohibiting further infringement and, specifically, enjoining further manufacture, use, sale and/or offer for sale of products or services that come within the scope of the '001 Patent.

## JURY DEMAND

Pursuant to Rule 38(b) of the Federal Rules of Civil Procedure, 1st Technology requests a trial by jury on all issues presented that can properly be tried to a jury.

WHEREFORE, plaintiff, 1st Technology, asks this Court to enter judgment, individually and jointly against defendants, and against their subsidiaries, affiliates, agents, servants, employees and all persons in active concert or participation with them, granting the following relief:

An award of damages adequate to compensate 1st Technology for the A. infringement that has occurred, together with prejudgment interest from the date Case 2:06-cv-01110-RLH-GWF Document 1 Filed 09/07/2006 Page 6 of 6

infringement began;

- B. All other damages permitted by 35 U.S.C. § 284;
- C. A finding that this case is exceptional and an award to 1" Technology of attorneys' fees and costs as provided by 35 U.S.C. § 285;
- D. A permanent injunction prohibiting further infringement, inducement and contributory infringement of the '001 Patent; and,
- E. Such other and further relief as this Court or a jury may deem proper and just.

Respectfully submitted,

Mark A. Hutchison (4639) L. Kristopher Rath (5749)

**HUTCHISON & STEFFEN, LLC** 

9/7/06

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Attorneys for Plaintiff
1ST TECHNOLOGY LLC

The Honorable John Erlick 1 Noted for Hearing: September 12, 2007 at 10:00 AM 2 3 4 5 6 7 8 9 IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON 10 IN AND FOR THE COUNTY OF KING 11 12 1ST TECHNOLOGY LLC, Case No. 07-2-25305-0 SEA 13 Plaintiff, proposed] ORDER DENYING AINTÍFF'S MOTION FOR 14 WRIT OF EXECUTION RE REPLACEMENT (ADDITIONAL) 15 BODOG ENTERTAINMENT GROUP S.A., DOMAIN NAMES BODOG.NET, AND BODOG.COM, 16 Defendants. 17 18 This matter comes before the Court on Plaintiff's Motion for Writ of Execution Re 19 Replacement (Additional) Domain Names ("Motion"). The Court having considered 20 Plaintiff's Motion, the Declaration of Scott Lewis in support thereof, Defendants' brief in 21 opposition to Plaintiff's Motion, the Declaration of Jacob Heath and exhibits thereto, the 22 papers filed in support of defendants' Motion for Relief From Enforcement of Plaintiffs' 23

Writ of Execution, including the declarations of Martin Garthwaite and Randall Moeller

in support of that motion, Plaintiff's reply, and the arguments of counsel, and being fully

advised in the premises, and further finding good cause to issue this order, now, therefore,

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it is hereby

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1	ORDERED, JUDGED, AND DECREED that Plaintiff's Motion is DENIED.
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3	DONE on this day of
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5	Judge / Court Commissioner
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9	Presented By:
10	NEWMAN & NEWMAN, ATTORNEYS AT LAW, LLP
11	ATTORNEYS AT LAW, LLP
12   13	By: Mala J
14	Derek A. Nevanar, WSBA No. 26967 Randall Moeller, WSBA No. 21094 505 Fifth Avenue South, Suite 610 Seattle, Washington 98104 (206) 274-2800 Phone (206) 274-2801 Fax
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	[proposed] ORDER DENYING PL.'S.  MOT. FOR WRIT OF EXECUTION RE  Newman & Newman.  Newman & Newman.  Newman & Newman.