**EXHIBIT 85** 

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK
X
JT COLBY AND COMPANY, INC., D/B/A BRICK TOWER PRESS, J. BOYLESTON AND COMPANY PUBLISHERS, LLC, AND IPICTURE BOOKS, LLC,
Plaintiffs,
-against- Index No. 11-CV-4060(DLC)
APPLE, INC.,
Defendant.
X

VIDEOTAPED DEPOSITION OF ROBERT SCHERER

New York, New York

November 16, 2012, 9:06 a.m.

Reported By: Nicole Sesta

Ref: 8577

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1 R. Scherer

- 2 the mark to the assignee.
- 3 Q Do you believe that when Apple
- 4 acquired the '634 registration from Family
- 5 Systems it did not obtain the goodwill
- 6 associated?
- 7 A That's correct. That's my belief.
- Q What is the basis of your opinion?
- 9 A As I said, the transfer of
- 10 goodwill is a requirement for a valid trademark
- 11 assignment. Goodwill is an intangible asset.
- 12 It's the medal association and consumer
- 13 recognition of that mark as a branding or
- 14 identifying source. Because it's an intangible
- 15 concept one has to look at other tangible assets
- that were transferred with the mark because the
- mark and the goodwill cannot be separated.
- 18 The whole idea is to make sure
- that the assignee acquires what is required in
- order to continue to conduct that business, a
- 21 business which is substantially similar to the
- business that was done by the assignor. In this
- 23 case Apple did not acquire the tangible assets
- 24 necessary to meet the standard of goodwill
- 25 transfer.