Exhibit 17

EXHIBIT C

Google's Adwords Infringes IPE Patents



Quality Score

Quality Score is an estimate of how relevant your ads, keywords, and landing page are to a person seeing your ad. Having a *high* Quality Score means that our systems think your ad, keyword, and landing page are all relevant and useful to someone looking at your ad. Having a *low* Quality Score, on the other hand, means that your ads, keywords and landing page probably aren't as relevant and useful to someone looking at your ad.

Example

Suppose Sam is looking for a pair of striped socks. And let's say you own a website that specializes in socks. Wouldn't it be great if Sam types "striped socks" into Google search, sees your ad about striped socks, clicks your ad, and then lands on your webpage where he buys some spiffy new striped socks?



In this example, Sam searches and finds exactly what he's looking for. That's what we consider a great user experience, and that's what can earn you a high Quality Score.

Google's Adwords Infringes IPE Patents because its "Quality Score" is based on content and collaborative data.

How we calculate Quality Score

Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

• Your keyword's past clickthrough rate (CTR): How often that keyword led to clicks on your ad

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- . Your display URL's past CTR: How often you received clicks with your display URL
- Your account history: The overall CTR of all the ads and keywords in your account
- The quality of your landing page: How relevant, transparent, and easy-to-navigate your page is
- Your keyword/ad relevance: How relevant your keyword is to your ads

Your keyword/search relevance: How relevant your keyword is to what a customer searches for

CONTENT

- Geographic performance: How successful your account has been in the regions you're targeting
- Your ad's performance on a site: How well your ad's been doing on this and similar sites (if you're targeting the Display Network)
- Your targeted devices: How well your ads have been performing on different types of devices, like desktops/laptops, mobile devices, and tablets – you get different Quality Scores for different types of devices

http://support.google.com/adwords/bin/answer.py?hl=en&answer=2454010



/17/2012 IPE 00228

n/answer.py?hI=en&answer=2454010

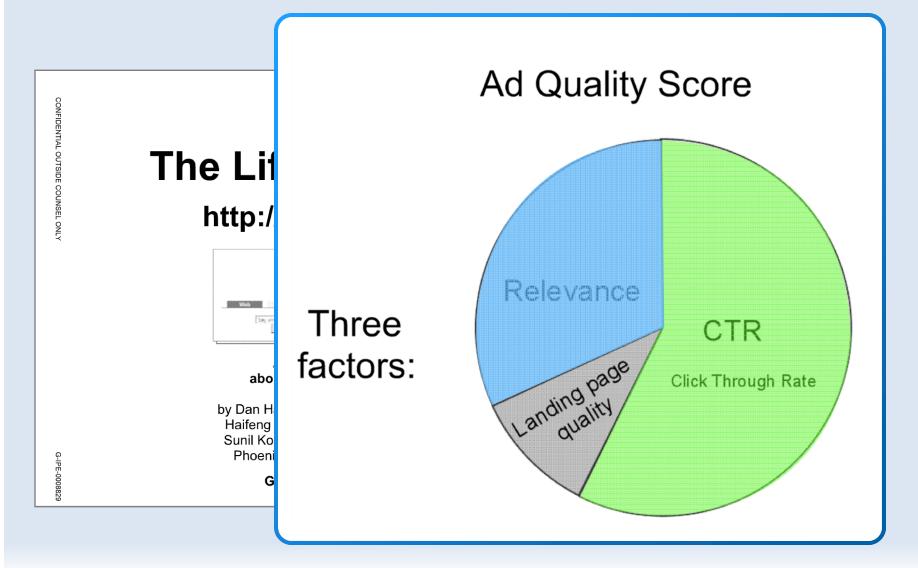
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s/bin/answer.py?hl=en&answer=2454010

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Google's Adwords Infringes IPE Patents

What is Quality?



Claim 10

a feedback system for receiving collaborative feedback data from system users relative to informons considered by such users;

"Collaborative feedback data" means "data from system users with similar interests or needs regarding what informons such users found to be relevant"

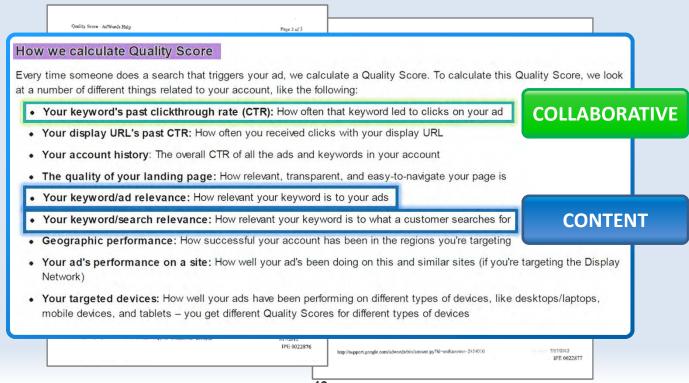


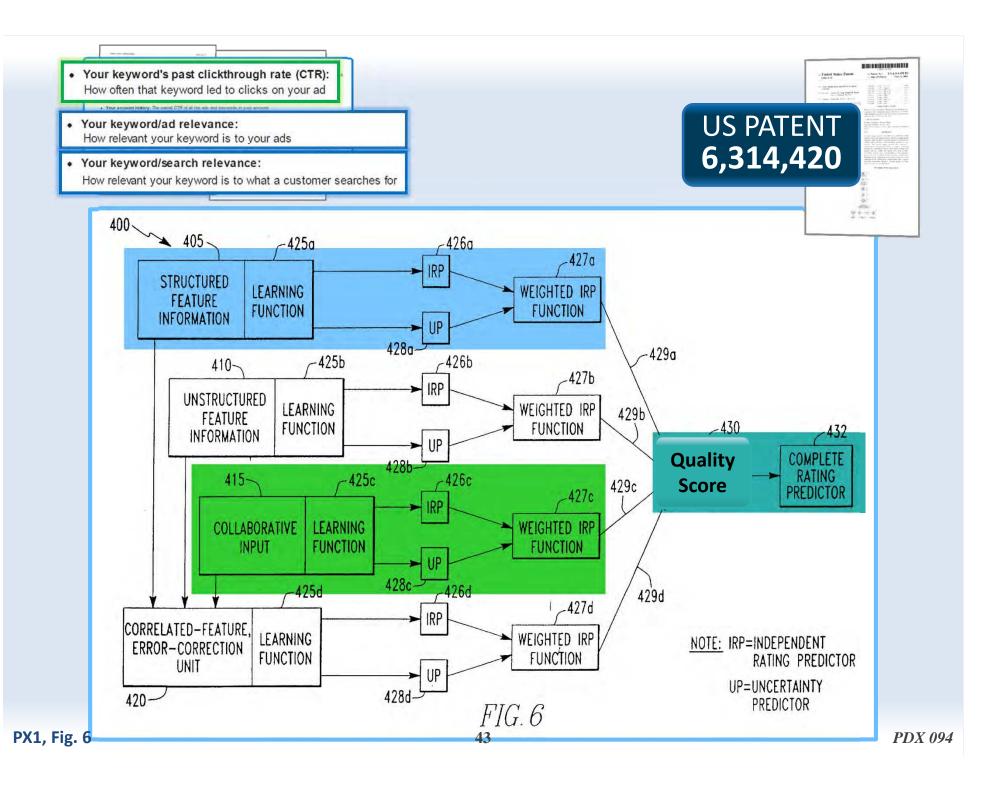
Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

· Your keyword's past clickthrough rate (CTR): How often that keyword led to clicks on your ad

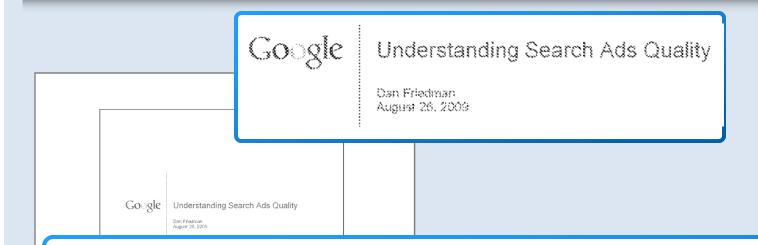
Claim 10

the filter system combining pertaining feedback data from the feedback system with the content profile data in filtering each informon for relevance to the query.





Google's Internal Documents Prove Infringement

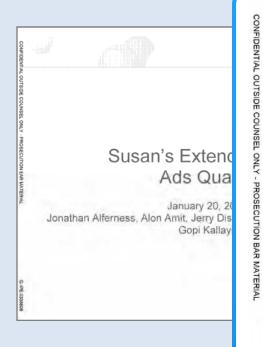


When we run the auction, we look at the historical performance of the specific query, keyword, and creative pairing. If we do not have enough significant data on that specific pairing, we may look at the performance of other keywords or creatives in the ad group, campaign or account to help inform the calculation. In general, our system prefers to use the most granular and specific data possible, which the why the specific query, keyword, creative pairing is the primary focus.



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Google's Internal Documents Prove Infringement



What does Ads Quality do?

Measure properties of ads (and users)...

- CTR
- Landing page
- Advertiser attributes
- User behavior
- · Bids/pricing
- ...

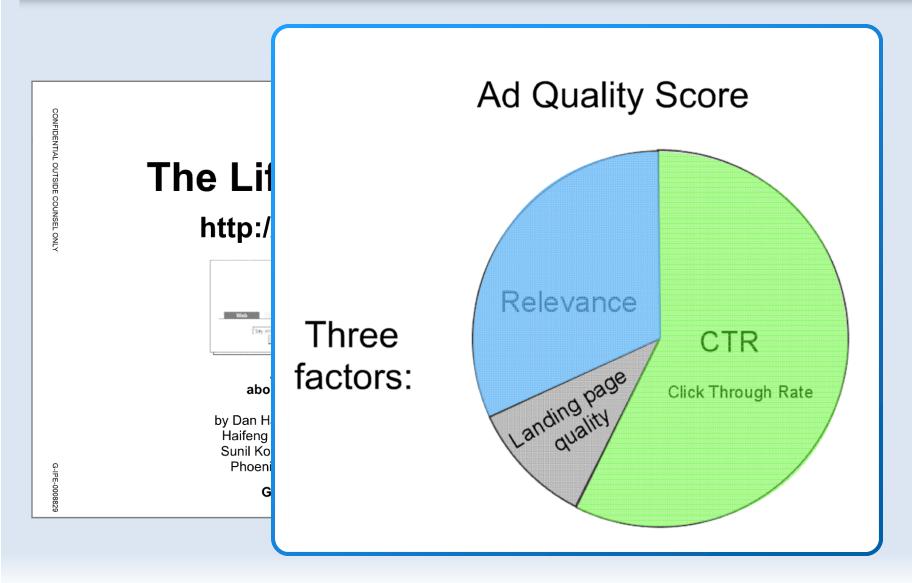
...to show the best ads to users:

- 1. Targeting: Determine which ads to consider
- Ranking: Show highest quality, highest revenue ads first
- 3. Disabling: Prevent low quality ads from showing at all
- Promotion: Show the highest quality ads above search results. Show lower quality ads on right-hand-side
- Display (Ads UI): Attract attention to the most relevant ads and show most useful information to users

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Google's Internal Documents Prove Infringement



Source Code Includes Content & Collaborative

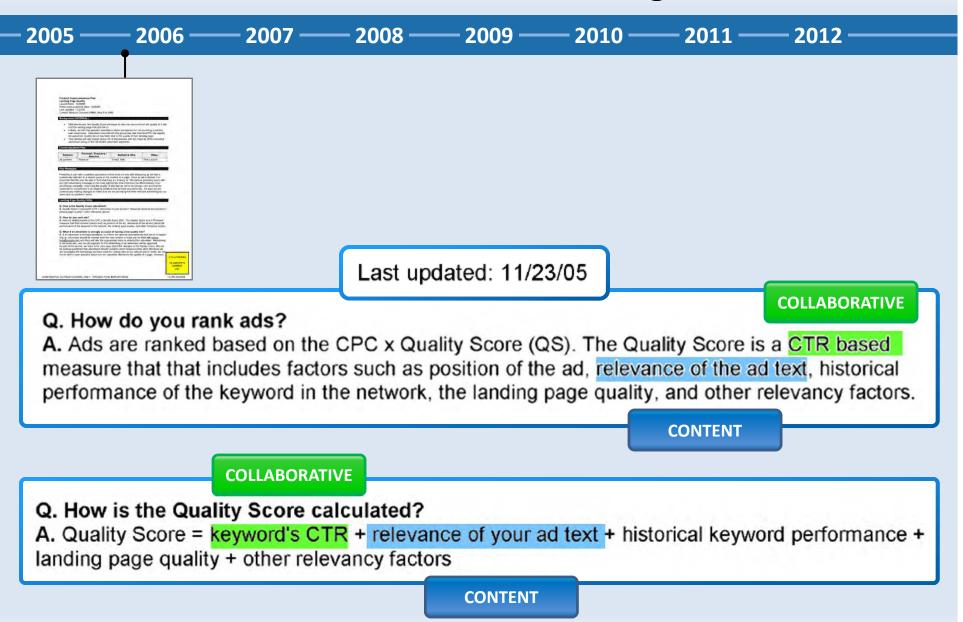
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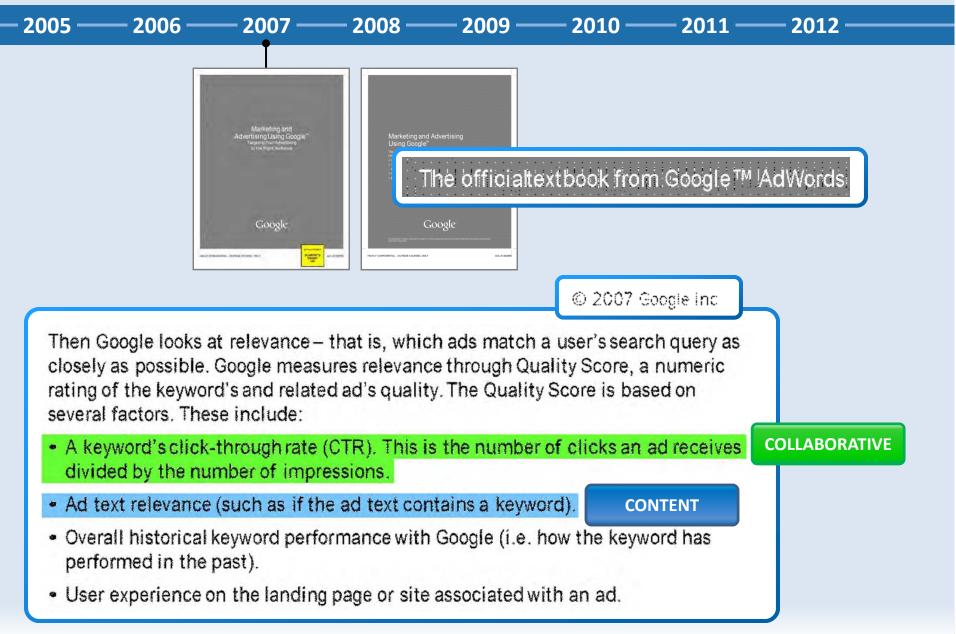


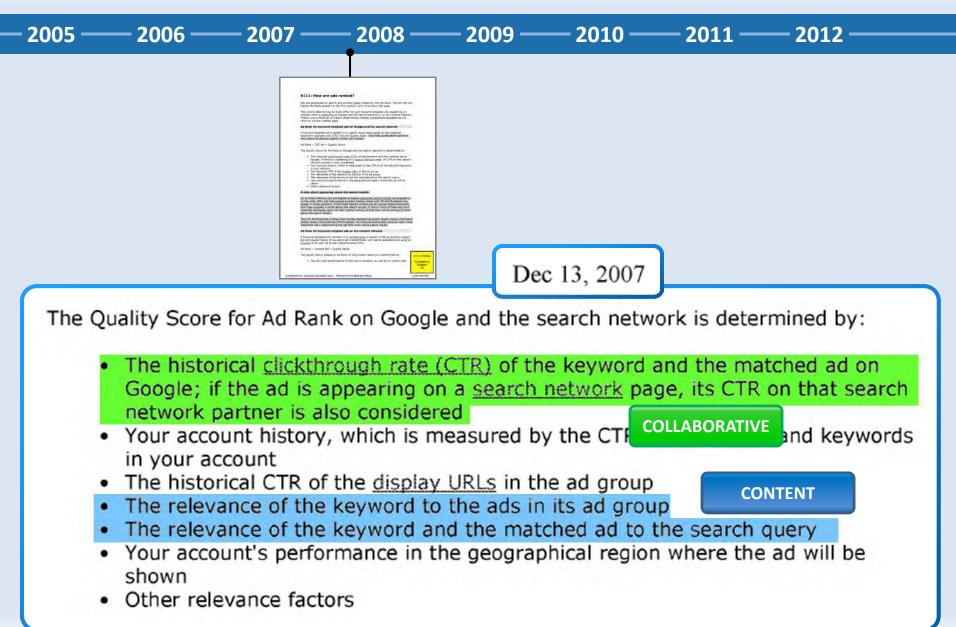
- Q. Well, assuming that they named ["bucketized_query_expanded_creative_cosine_similarity_no_SW_line_1_2_3"] appropriately and you are correct in your interpretation, what is this feature attempting to get at?
- A. I would say it's attempting to get at the between the query and the creative.

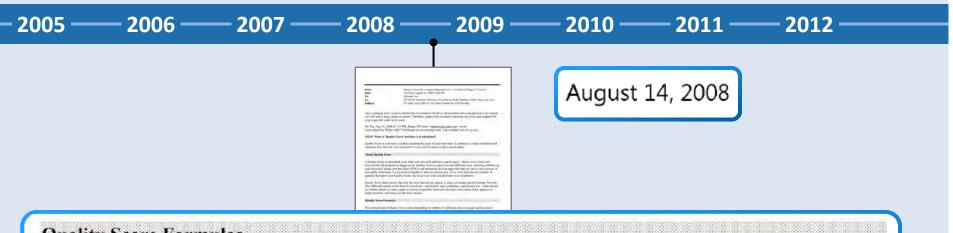
CONTENT

- **Q.** What inputs does SmartAds use to train to build a model?
- A. One of the inputs it uses is configuration that we have invented for it. We configure it to learn at a certain rate, to learn based on certain facts. The other major input is historical data. So we give it billions of previous instances of users seeing ads and then either clicking on them or not, to build, to build the model.









Quality Score Formulas

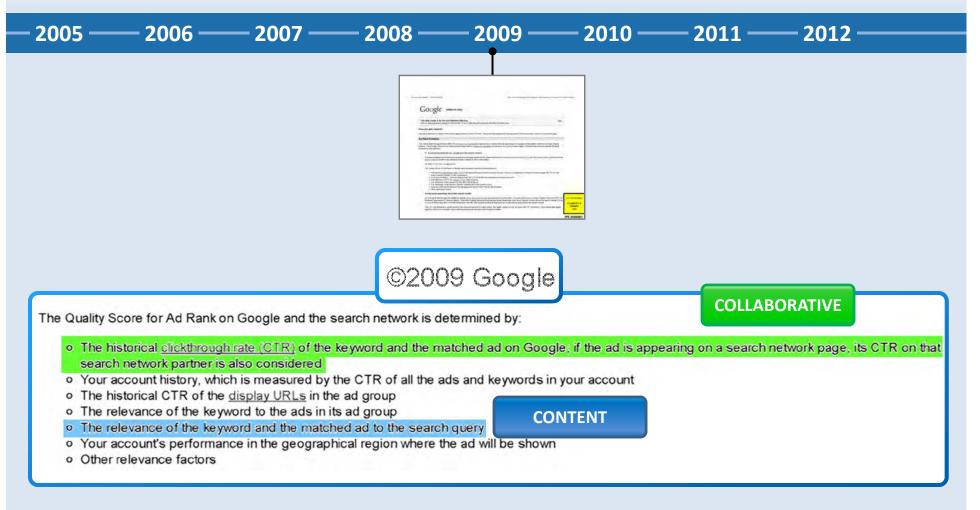
The formula behind Quality Score varies depending on whether it's affecting ads on Google and the search network or on the content network.

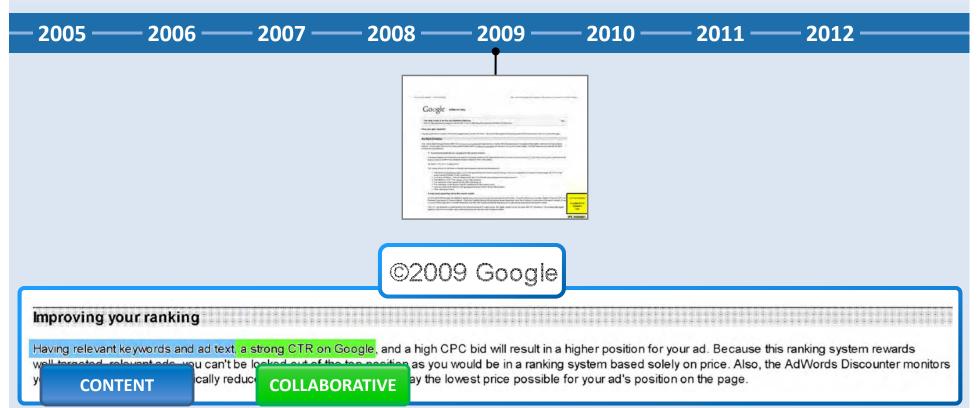
I. Quality Score for Google and the Search Network

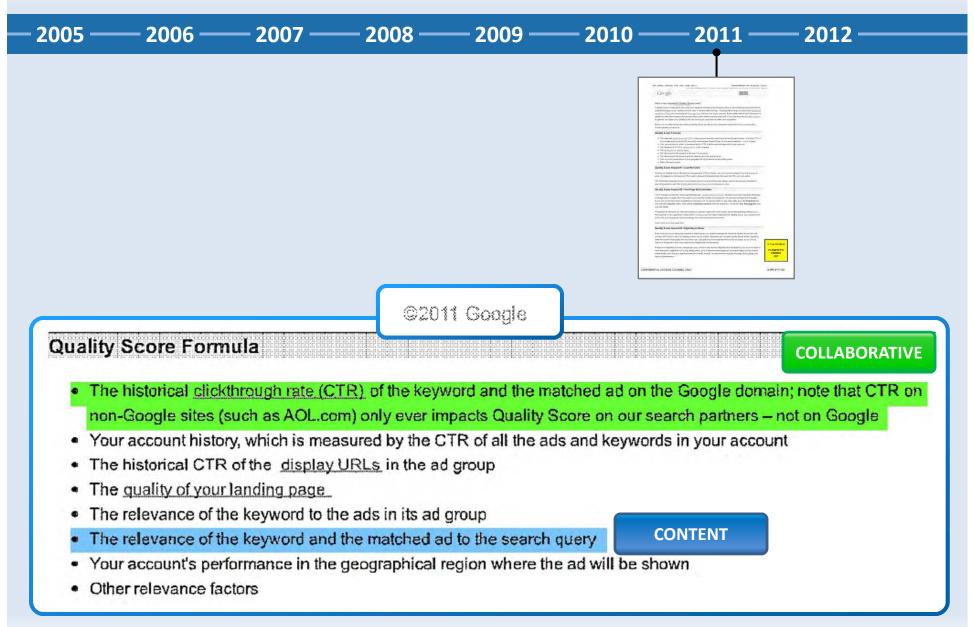
While we continue to refine our Quality Score formulas for Google and the search network, the core components remain more or less the same:

- The historical clickthrough rate (CTR) of the keyword and the matched ad on Google; CTR on the Google Network is not considered
- Your account history, which is measured by the CTR of all the ads and keywords in your account
- The historical CTR of the display URLs in the ad group
- The quality of your landing page
- The relevance of the keyword to the ads in its ad group

CONTENT







-2005 —— 2006 —— 2007 —— 2008 —— 2009 —— 2010 —— 2011 —— 2012

We measure relevancy for search and ads differently.

- For search results, relevance and ranking are automatically determined by over 100 factors, including Google's patented PageRank algorithm.
- For AdWords ads, the most important factor in relevance and ranking is the ad's quality, also called the Quality Score. This measurement is the strongest representation of how useful a user has found an ad to be and is central to the AdWords cost-per-click (CPC) pricing model.

How AdWords Monitors Performance

AdWords uses a dynamic variable called 'Quality Score' to evaluate keyword relevance. Quality Score is based on your keyword's clickthrough rate (CTR) on Google; the relevance of your ad text, keyword, and landing page; and several other relevance factors.

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Back to Top

A Quality Score is calculated every time your keyword matches a search query-that is, every time your keyword has the potential to trigger an ad. Quality Score is used in several different ways, including influencing your keywords' actual cost-per-clicks (CPCs) and the first page bid estimates that you see in your account. It also partly determines if a keyword is eligible to enter the ad auction that occurs when a user enters a search query and, if it is, how high the ad will be ranked. In general, the higher your Quality Score, the lower your costs and the better your ad position.

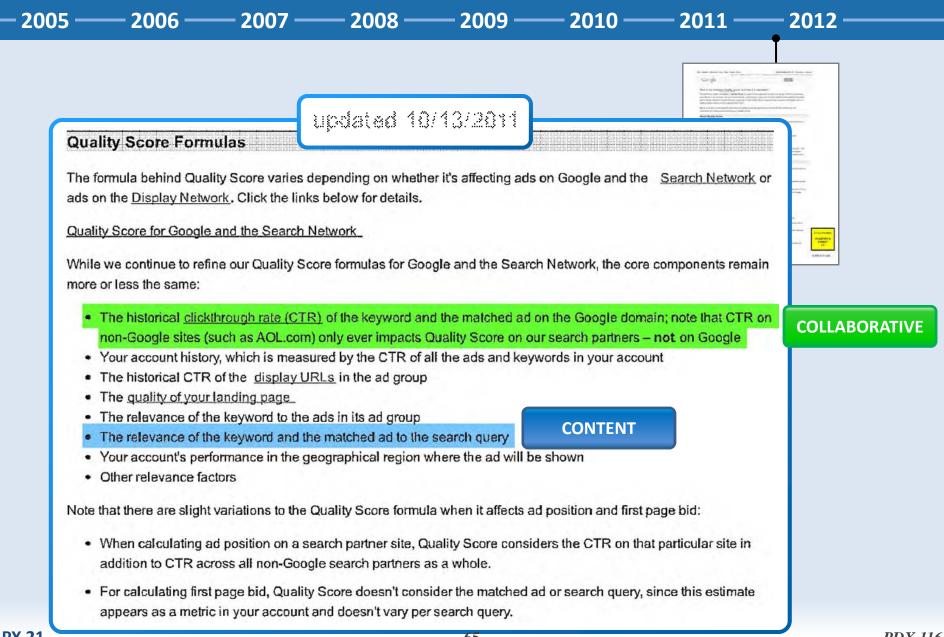
Quality Score helps ensure that only the most relevant ads appear to users on Google and the Google Network. The AdWords system works best for everybody-advertisers, users, publishers, and Google too-when the ads we display match our users' needs as closely as possible. Relevant ads tend to earn more clicks, appear in a higher position, and

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Ad Rank formulas

The criteria determining Ad Rank differ for your <u>keyword-targeted</u> ads depending on whether they're appearing on Google and the search network or on the Display Network. There's also a third set of criteria determining whether a <u>placement-targeted</u> ad will show on a given Display Network page.

A keyword-targeted ad is ranked on a search result page based on the matched keyword's <u>maximum cost-per-click (CPC)</u> bid and <u>Quality Score</u>. Note that some search partners have a different page layout than Google.

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The Quality Score for Ad Rank on Google and search partners is determined by:

COLLABORATIVE

- The historical <u>clickthrough rate (CTR)</u> of the keyword and the matched ad on the site. For Google, only historical
 performance on Google is considered. For search partners, performance on the specific search partner is used,
 along with how the ad performs across the search network.
- · Your account history, which is measured by the CTR of all the ads and keywords in your account
- The historical CTR of the display URLs in the ad group
- . The relevance of the keyword to the ads in its ad group

CONTENT

- . The relevance of the keyword and the matched ad to the search query
- · Your account's performance in the geographical region where the ad will be shown
- The quality of your landing page
- · Other relevance factors

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How we calculate Quality Score

Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

. Your keyword's past clickthrough rate (CTR): How often that keyword led to clicks on your ad

COLLABORATIVE

- . Your display URL's past CTR: How often you received clicks with your display URL
- . Your account history: The overall CTR of all the ads and keywords in your account
- . The quality of your landing page: How relevant, transparent, and easy-to-navigate your page is
- · Your keyword/ad relevance: How relevant your keyword is to your ads

· Your keyword/search relevance: How relevant your keyword is to what a customer searches for

CONTENT

- . Geographic performance: How successful your account has been in the regions you're targeting
- Your ad's performance on a site: How well your ad's been doing on this and similar sites (if you're targeting the Display Network)
- Your targeted devices: How well your ads have been performing on different types of devices, like desktops/laptops, mobile
 devices, and tablets you get different Quality Scores for different types of devices

Internal Documents Discussing "Message"

2005 — 2006 — 2007 — 2008 — 2009 — 2010 — 2011 — 2012

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December 05, 2007

From: Clay Bavor <cwb@google.com> on behalf of Clay Bavor

Sent: Wednesday, December 05, 2007 3:54 PM

To: Kai Hansen

Cc: Megan O'Connor; adsquality-ps@google.com

Subject: Re: [Adsquality-ps] Re: Change to Quality Score FAQ

That statement seems mostly correct to me. Account history is just the aggregate of all your keyword stats, and "CTR across all your keywords" captures that pretty well. That being said, as you say we do look at the historical performance of your particular ad text and your keyword with that ad text, but I would prefer lumping that in with

"Other relevance factors".

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-Clay

On Dec 4, 2007 10:21 PM, Kai Hansen < khansen@google.com > wrote: As we are at it.:)

I think there is another slightly inaccurate wording in this FAQ, two bullet points further down. I might be wrong here though. It states:

· The historical performance of your account, which is measured by CTR across all your keywords

Is the historical performance of an account really only depending on the historical CTR across keywords? I thought we would take into account ad texts and the relation between keywords and adtext as well.

Internal Documents Discussing "Message"

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Dec 13, 2007

On Dec 13, 2007 1:51 PM, Clay Bavor < cwb@google.com> wrote:

(1) Deleting poor performers doesn't help account history immediately, but will help going forward. The reason is that the system will still have record of your keywords having performed poorly in the past, but you'll no longer be accumulating lots of impressions and few clicks (bad history) which over time will bring up your account-level quality.

(2) These two edits look good to me. The new text more accurately reflects what we're actually doing.

-Clay

On Dec 13, 2007 12:16 PM, Megan O'Connor < megano@google.com > wrote: Good point Kai. It looks like we have three outstanding questions: two for Clay and one for Abhishek.

Clay:

- 1. Is it true that the 'account history' component of Quality Score considers past performance of deleted keywords? If so, how does deleting poorly performing keywords benefit Quality Score?
- 2. In FAQ 10215 'What is Quality Score...?,' I'd like to make two edits, which are highlighted in the Writely:
 - For min bid and ad position QS, I'd like to say that account history is measured by the performance of all
 the ads and keywords in the account it currently says that account history is measured only by
 keywords

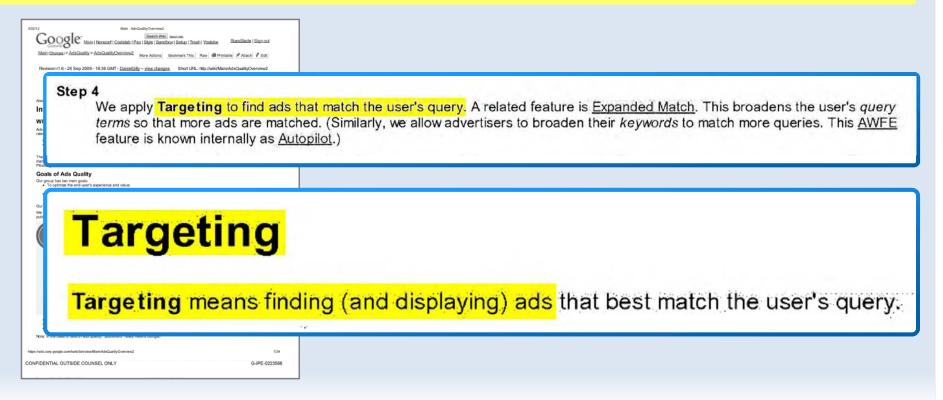
COLLABORATIVE

For ad position QS, I'd like to say that the CTR of the ad and of the matched keyword on Google is a
factor - we used to not mention ad CTR, but advertisers wonder why some ads are always at a lower
position than other ads in the same ad group

Claim 25

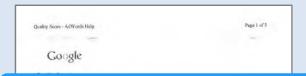
scanning a network to make a demand search for informons relevant to a query from an individual user;

"Scanning a network" means: Looking for or examining items in a network



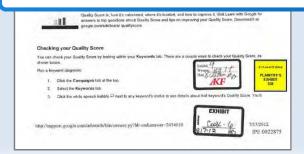
Claim 25

from the scanning system and filtering the informons on the basis of applicable content profile data for relevance to the query;



Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

- · Your keyword/ad relevance: How relevant your keyword is to your ads
- · Your keyword/search relevance: How relevant your keyword is to what a customer searches for



Claim 25

receiving collaborative feedback data from system users relative to informons considered by such users; and

"Collaborative feedback data" means "data from system users with similar interests or needs regarding what informons such users found to be relevant"



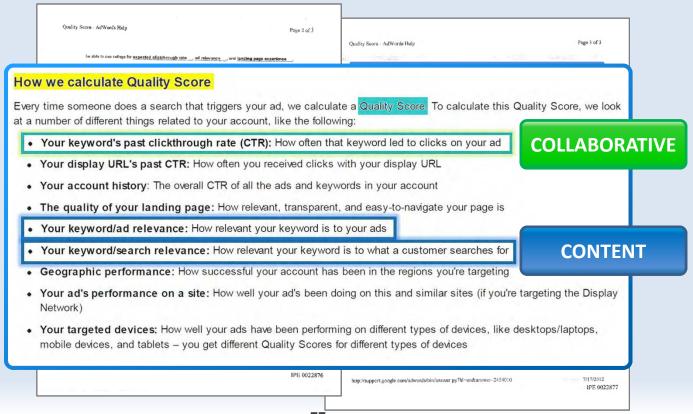
Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

· Your keyword's past clickthrough rate (CTR): How often that keyword led to clicks on your ad



Claim 25

profile data in filtering each informon for relevance to the query.



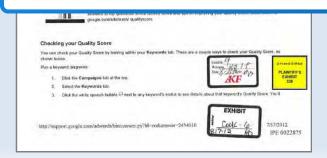
Claim 1

a scanning system for searching for information relevant to a query associated with a first user in a plurality of users;



Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

- · Your keyword/ad relevance: How relevant your keyword is to your ads
- · Your keyword/search relevance: How relevant your keyword is to what a customer searches for



Claim 1

a feedback system for receiving information found to be relevant to the query by other users; and



Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

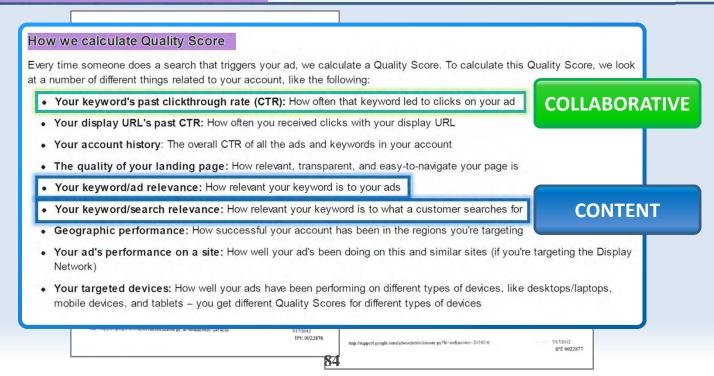
. Your keyword's past clickthrough rate (CTR): How often that keyword led to clicks on your ad



Claim 1

a content-based filter system for combining the information from the feedback system with the information from the scanning system and for filtering the combined information for relevance to at least one of the query and the first user.

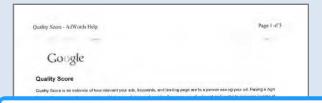
PX 338, pg. 2



PDX 135

Claim 26

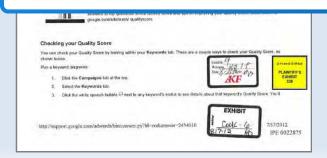
searching for information relevant to a query associated with a first user in a plurality of users;



Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

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- · Your keyword/ad relevance: How relevant your keyword is to your ads
- · Your keyword/search relevance: How relevant your keyword is to what a customer searches for



Claim 26

receiving information found to be relevant to the query by other users;



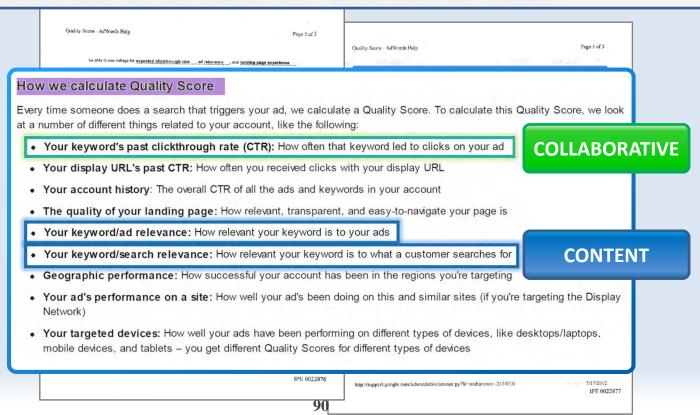
Every time someone does a search that triggers your ad, we calculate a Quality Score. To calculate this Quality Score, we look at a number of different things related to your account, like the following:

· Your keyword's past clickthrough rate (CTR): How often that keyword led to clicks on your ad



Claim 26

combining the information found to be relevant to the query by other users with the searched information; and content-based filtering the combined information for relevance to at least one of the query and the first user.



PX 338, pg. 2