## Exhibit C

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IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS TYLER DIVISION

DOCKET NO. 6:10cv521

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HTC CORPORATION, ET AL

TRANSCRIPT OF TRIAL
MORNING SESSION
BEFORE THE HONORABLE LEONARD DAVIS, UNITED STATES CHIEF DISTRICT JUDGE, AND A JURY
. uscoulcs.gov
right?
A. That's right, yes.
Q. Okay. And, in fact, the combination of using orthogonal codes with overlay codes was known before the Airspan patents, right?
A. Not necessarily, no.
Q. Well, could we play from your deposition clip, $67 ?$
(Video playing.)
QUESTION: When you told me what the -what you believed the invention of the ' 326 patent was, you mentioned three things: Orthogonal codes, overlay codes, and TDM techniques.

It's fair to say that the combination of orthogonal channels and overlay codes was known prior to the invention of the ' 326 patent and the other patents in this case, correct?

ANSWER: That was known.
(End of video clip.)
Q. (By Mr. Arovas) Okay. So it's a fact, isn't it, the combination of orthogonal codes and overlay codes was known before the Airspan patents?
A. Yes. Not in the context of these claims, but yes.
Q. I understand that's your position, but please
A. I would consider it, yes.
Q. I am not asking you if you would consider it; I'm asking you if it's covered or not.
A. Well, yes, it's covered.
Q. It would be covered. Thank you. Okay.

So now let's go back to the main point, which is the industry knew to use TDM and CDM -- CDMA -- I'm sorry -- it's TDMA and -- using too many acronyms.

The industry knew and the engineers in the mobile communications knew to put TDMA and CDMA in the same system, right, before the Airspan patents?
A. There was some examples of that, yes.
Q. Right. So, for example, it was known -- we'll take a look at a patent.

MR. BORGMAN: Your Honor, this is definitely getting into prior art for the rebuttal case.

THE COURT: Response?
MR. AROVAS: Your Honor, I think this goes to the issue of the context of the patent and some of the equivalents arguments that were made about what combinations could and could not be made.

And I'm just going to show this to show it was known in the art, just as we talked about, that the combination of CDMA and TDMA existed.

THE COURT: All right. I'll allow that
Q. And the way the subdividing works in a phone number is that the last seven digits actually tell you a particular line in the area, right?
A. Well, I don't know. The way in which this works is, is that 903 area code is where the traffic is directed to, and then it's subdivided out to this phone number.
Q. Okay. Let's be perfectly clear.

The extra digits that actually divide up the area into individual lines is the last seven digits of the phone number, and everybody knows that, right?
A. Well, no. It's part of the area code as well.
Q. Okay. The area code -- let's start again -that's the area, right, 903. Right, okay?

And, in fact, if you were to look up how phone numbers work, right, the next three digits tell you a particular switch in that area, right?
A. I -- I really don't know.
Q. You're an expert in communications, right?
A. In wireless communications, yes.
Q. Okay. But you don't know -- do you know what these next three digits are called?
A. I don't, no.
Q. Okay. Would it surprise you if the way the phone numbers work is, in fact, 903 is the area, the
Q. Give me some examples.
A. Okay. Out in rural applications, they may be out tens of miles.
Q. Okay. Good.
A. And --
Q. Now that we have a cell, let's use that. I have a cell that's tens of miles wide, okay? I'm going to move 2 feet from the outside of an elevator to the inside of an elevator.

The predominant difference that causes my signal to go from good to bad is because the elevator doors closed, right?
A. Right, but you don't have many elevators out in a rural. What I was going to say is you also --
Q. Let's not speculate about how many elevators there are in rural communities. I think that's a little off the topic.

Let's just stick with the fact that in that example, your CQI goes from one number to a lower number, and the difference is because the elevator doors close, not because of any change in intercellular interference, right?
A. Well, in that hypothetical, the intercell interference would be very minor.
Q. Thank you. State of Texas No.: 731
Expiration Date 12/31/14 best of our abilities.
/s/ Shea Sloan
SHEA SLOAN, CSR
Official Court Reporter State of Texas No.: 3081
Expiration Date: 12/31/14
/s/ Judith Werlinger JUDITH WERLINGER, CSR Deputy Official Court Reporter

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## CERTIFICATION

I HEREBY CERTIFY that the foregoing is a true and correct transcript from the stenographic notes of the proceedings in the above-entitled matter to the

