## Exhibit A

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        UNITED STATES DISTRICT COURT
        EASTERN DISTRICT OF TEXAS
            LUFKIN DIVISION
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ANASCAPE, LTD.
VS.
MICROSOFT CORP., ET AL | LUFKIN, TEXAS
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        VOLUME 1 OF __, PAGES 1 THROUGH 198
        REPORTER'S TRANSCRIPT OF JURY TRIAL
            BEFORE THE HON. RON CLARK
    UNITED STATES DISTRICT JUDGE, AND A JURY
    
## APPEARANCES:

FOR THE PLAINTIFF: DOUGLAS A. CAWLEY ANTHONY M. GARZA JASON D. CASSADY STEVEN CALLAHAN CHRISTOPHER BOVENKAMP MCKOOL SMITH - DALLAS 300 CRESCENT COURT SUITE 1200 DALLAS, TEXAS 75201

## ROBERT M. PARKER

 ROBERT CHRISTOPHER BUNT PARKER, BUNT \& AINSWORTH 100 E. FERGUSON SUITE 1114 TYLER, TEXAS 75702SAMUEL FRANKLIN BAXTER
MCKOOL SMITH - MARSHALL 104 E. HOUSTON STREET, SUITE 300 POST OFFICE BOX O MARSHALL, TEXAS 75671


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moves around.
And, so, the final one -- if the handle turns like this (demonstrating), that would be kind of the same thing as if I would turn my head like this. It's a yaw. It's a rotating motion. When that happens, this rocker here -- you can see this one here is moving and none of the others are moving.

And, so, that's a way of resolving all of these things down to where they can all be put onto a circuit board and you don't have to individually wire them.
BY MR. CAWLEY:
Q. Thank you, Mr. Armstrong. Could you take the witness stand again?

Now, Mr. Armstrong, you've shown us several of your prototypes and described quite a few of your ideas to it. Did you have several ideas in the Eighties and in the Nineties that came together to make a better video controller?
A. Yes, sir, I did.
Q. Did you have a vision about how to do that?
A. Yes, sir.
Q. Could you describe that to the jury?
A. Well, the -- as I just mentioned, on this
particular advance, I was just thinking and thinking and
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thinking about it. And as I said, you know, I'd go to bed sleeping -- go to sleep thinking about it; and I had a dream in which the -- there was a golden ball and I could tell that that worked in 6 degrees of freedom -- I just knew that in my dream. And it vibrated and vibrated and then it broke apart and it broke apart into three two-way -- there's six axes. There was three two-ways like this (demonstrating); so, each one was going left and right and up and down like that. And they all floated down like this.

And I said, "Oh, that's really interesting because they were" -- you know, now they were all onto a sheet, right? But I didn't -- still didn't know how to translate it and I'm looking at it trying to understand it and they vibrated again and they broke apart like that and, so, there were six of them like that. And I said, "Oh, I can do that. I know how to do that." And it was a big aha moment. It was -- I was just -- I just woke up, and I was so happy. And the next day I started building this particular concept study.
Q. All right. Mr. Armstrong, what had you been doing along the way as you were describing these ideas to us -- what had you been doing to protect your ideas about better video controllers?
A. Well, in 1992 I filed a patent application.
Q. Okay. Do you have Plaintiff's Exhibit 4 in a binder in front of you?

MR. CAWLEY: Or I guess I still have it, your Honor, if I can approach.

THE COURT: You may.
MR. CAWLEY: And there's a couple more I can take up while I'm at it.
A. Thank you.

MR. CAWLEY: If you could bring up the first page of Plaintiff's Exhibit 4.
A. Yes, sir.

BY MR. CAWLEY:
Q. What is that?
A. This is a patent application I filed in 1996.
Q. All right. Is that one of your early applications relating to video games?
A. Yes, sir.
Q. And did you file a large patent application in 1996?
A. Yes, sir, I did.
Q. Is that what has been referred to before in this case as your "warehouse"?
A. Yes, sir.
Q. And tell us why you call it that.
A. Well, it was just -- it was really a lot of

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technology. It had rumble. It had proportional sensors, proportional buttons. It had 6 degrees of freedom. It had 3-D graphics control. It had the sheet-connected sensors I was telling you about. It was just -- it was a wealth of inventions in that patent filing.
Q. Now, when you filed that application, this

Plaintiff's Exhibit 4 that has an application in it, did you file claims?
A. Yes, sir, I did.
Q. Did you claim everything you could think of in the application, the claims that you filed in 1996?
A. No, sir.
Q. Why not?
A. Well, I just filed enough to get a good start. My understanding is that the Patent Office allows you to write claims at any later date so long as they are the original invention that you filed in that original patent application.
Q. Did you claim everything you could think of in
the --
A. No, sir.
Q. -- '96 application?

Why not?
A. Well, it was just -- I just was trying to get a

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| :---: | :---: |
| 1 good start as -- | 1 the key features of your invention as it's described in |
| 2 Q. Okay. | 2 this 2000 application. Just so we're all clear, is it |
| 3 A. -- a practical matter. | 3 the 2000 application that the Patent Office examined and |
| 4 Q. How did you start? What did you claim first in | 4 eventually granted you a patent on that's the '700 |
| 5 your '96 application? | 5 patent in this lawsuit today? |
| 6 A. There was some 6-degree-of-freedom, single input | 6 A. Yes, sir. |
| 7 member controllers. | 7 Q. And is that in front of you, that patent? |
| 8 Q. All right. And taking some of the things in this | 8 A. It probably is, yes, sir. |
| 9 application you filed in 1996, did you file another | 9 Q. I think I gave you the original of it, didn't I? |
| 10 application in the year 2000? | 10 A. Are you talking about this? |
| 11 A. Yes, sir, I did. | 11 Q. Yes. |
| 12 Q. And what did that include? | 12 A. Yes, sir. |
| 13 A. It's the same technology. It's a daughter | 13 Q. Is that the original -- |
| 14 application of the original parent that I filed in 1996. | 14 A. Yes, this is -- |
| 15 Q. What's the relationship between the 1996 | 15 Q. -- copy? |
| 16 application and the 2000 application? Explain that to | 16 A. This is a certified copy of that patent. |
| 17 us again. | 17 Q. Let's talk about some of the key aspects of your |
| 18 A. The 2000 application is based on the 1996 | 18 invention, Mr. Armstrong. Tell us about the first one. |
| 19 application. | 19 A. Rumble is -- rumble is a technology that I |
| 20 Q. Okay. And you talked about "parent" and | 20 invented. It's a way of getting a sense of touch into |
| 21 "daughter." | 21 this world because, you know, it's all just graphic |
| 22 A. Yes. | 22 images, all visual. And we use our visual sense and |
| 23 Q. What do you mean by | 23 that's an important sense, but I wanted to make it more |
| 24 A. Well, an originally-filed patent application like I | 24 compelling. And, so, I came up with a way to make a |
| 25 filed in 1996 is called a "parent patent application." | 25 sense of touch into that world and -- |
| Page 159 | Page 161 |
| 1 And, then, in the future inventors file patent | 1 Q. Have you brought anything to court with you today |
| 2 applications that are called "daughters" or "children | 2 to be able to demonstrate to the jury how this rumble |
| 3 application"; and it's the same patent application, in | 3 works? |
| 4 essence. | 4 A. Yes, sir, I do have something. |
| 5 Q. Is that daughter or child application what Judge | 5 MR. CAWLEY: May I approach, your Honor? |
| 6 Clark has told us is called a "continuation | 6 THE COURT: You may. |
| 7 application"? | 7 A. Thank you. |
| 8 A. Yes, sir, it is. | 8 BY MR. CAWLEY: |
| 9 Q. Why is it called that -- "continuation"? | 9 Q. Mr. Armstrong, let's start with the unit that you |
| 10 A. Because it's just a way that the Patent Office | 10 can see most clearly that you have in your hand there. |
| 11 rules are. You're allowed to continue your patent | 11 MR. CAWLEY: And, your Honor, since this |
| 12 application, to write more claims at a later time that | 12 again is small, can the witness -- |
| 13 are still based in the original 1996 or the original | 13 THE COURT: You may. |
| 14 parent patent application. | 14 MR. CAWLEY: -- step down again? |
| 15 Q. And why did you file this continuation application | 15 THE COURT: Go ahead and step down, sir. |
| 16 in 2000? | 16 Go ahead and put that microphone back up |
| 17 A. I wanted to have more -- pull more of my inventions | 17 there, too, please. |
| 18 out of the warehouse. | 18 THE WITNESS: Yes, sir. |
| 19 Q. Are there any differences between the 1996 | 19 THE COURT: And, ladies and gentlemen, let me |
| 20 application and the 2000 application? | 20 mention. If you've been in a court before or you've |
| 21 A. Yes, there are. | 21 seen on TV, the lawyers will go through this procedure |
| 22 Q. What are those differences? | 22 by asking to have an exhibit admitted and the court |
| 23 A. I made some language changes just to clarify and to | 23 formally admits it. To save you time, I've done almost |
| 24 kind of get to the heart of the invention sooner. | 24 all of that ahead of time. So, if a lawyer mentions an |
| 25 Q. Okay. Now I'd like to talk to you about some of | 25 exhibit number, it's in; and you'll get to see it. If |

there's going to be objection, you'll hear it. But if there's no objection, we've already covered that earlier just to save time so that all those words are cut out. So, if you're wondering why I haven't been saying that's admitted or that's not admitted, it's because we did that before you got here to save your time. There will be a few that there may have to be some discussion like that. When that comes up, you'll see it. But, otherwise, if it's mentioned in front of you, it will come back to the jury room for you, if it is an admitted exhibit and not just a demonstrative. A demonstrative is something that you're shown to look at, but it's not a formal exhibit. Those generally are not numbered, or they don't have either a plaintiff's number or defendant's number.

Go ahead, counsel.
MR. CAWLEY: Thank you, your Honor.

## BY MR. CAWLEY:

Q. Now, Mr. Armstrong, now that you're there with the microphone, do you have something that you can use to demonstrate to the jury rumble and how it works? A. Yes, sir, I do.

This is a very simple thing. This is just a clear plastic box with a battery inside of it, a 9-volt battery, just like we have and -- everybody has them.

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And then I have a switch here, and that's all just to demonstrate.

The important part is right up here on top (indicating), and that is just a little electric motor. There's nothing fancy. It's the same electric motor that you can see in any kid's toy or all kinds of things. But the really interesting part is that it has a weight, and you can see the weight is kind of hanging down there. I'll turn it. It's a weight off to one side. And that's what I would call an "offset weight."

And, generally speaking, when engineers build motors or -- they try to make it all very balanced so it runs very smoothly. And just like you balance your tires on your car when you get new tires, to make the weight real smooth and even all the way around, this is just the exact opposite. We're putting weight intentionally off to the side and so that when it runs, it vibrates. And that's what -- I'm pressing the button, and you can (demonstrating) -- while you can't feel it, I sure can feel it. But you can hear it vibrates and you can tell that it's -- that I feel it in my fingertips and that -- when this is in a 3-D graphics controller, you go from having only image into now all of a sudden you can have a sense of touch, which is stimulating.

1
Q. Now, in the controller that you described to the Patent Office, Mr. Armstrong, was that weight sitting out in the open like it is there?
A. Yes, sir, it was.
Q. And did it produce that kind of vibration like the one you have in your hand?
A. Yes, sir. This is just like what I told the Patent Office about.
Q. All right. Have you looked for that kind of device
in a Nintendo GameCube controller?
A. Yes, sir, I have.
Q. Do you have something that can demonstrate that?
A. Yes, sir, I can.

This is -- I take apart everything. I always have, and I always will probably. And especially if I think that it's my invention that somebody else is making.

This is a motor that's out of a Nintendo GameCube controller. Now, you don't see the weight because the weight is built into the inside. But you can tell that it's doing the same thing (demonstrating) when I turn it on. It's vibrating. And the reason why it vibrates is because there is a weight inside this motor that's off to the side and it's just -- I mean, they kind of hid it inside, but it's -- that's exactly
what's happening.
Q. Mr. Armstrong, that microphone seems to be going on and off. So --
A. Maybe the battery's low.
Q. Why don't you put that down and return to the stand so --
A. I'll try to speak up. I hope you don't feel like

I'm yelling at you.
Q. Well, since there is one to go, maybe you better speak up.

But before you go, have you taken that round motor housing that you got out of the Nintendo GameCube apart to --
A. Yes, sir, I have.
Q. -- confirm that it has a weight in it?
A. Yes, sir.
Q. All right. And what's the second demonstration of a Nintendo use of this idea that you can show to the jury?
A. This is the same thing but smaller, and it (demonstrating) -- can you hear that? It's vibrating.

THE WITNESS: Judge, can they feel the vibrating?

THE COURT: You need to just show it to them, sir.

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| :---: | :---: | :---: | :---: |
| 1 | A. Okay. So, it's -- can you hear it? It's vibrating | 1 | BY MR. CAWLEY: |
| 2 | in my fingers. And this is the -- it's a motor and it | 2 | Q. Can you use that pointer to explain to the jury |
| 3 | has a weight off to the side inside the shell and, so, | 3 | what we're looking at in this page from your inventor's |
| 4 | when it runs, it vibrates and that gives the tactile | 4 | notebook? |
| 5 | sensation that is in the Wii remote. | 5 | A. Yes. I would point first to this (indicating), the |
| 6 | BY MR. CAWLEY: | 6 | image here on the upper left. And that is a -- right in |
| 7 | Q. Wait a minute. You say you got that out of the | 7 | the top part of it, it says "motor." And then here it |
| 8 | Nintendo Wii? | 8 | says "offset weight." And that is -- the line is shown |
| 9 | A. Yes, sir. | 9 | to this little -- this is the weight that's offset on |
| 10 | Q. That's the device that we heard so much about in | 10 | the motor, and that is to provide a vibration just like |
| 11 | opening statement? | 11 | we saw. And, of course, this is, you know, 1989 when I |
| 12 | A. Yes, sir. | 12 | conceived of this for 3-D graphics controllers. |
| 13 | Q. Did you take that little button-looking thing, the | 13 | Q. Was this 1989 the date on this page of your |
| 14 | motor on the top of that, apart to see if it has a | 14 | inventor's notebook? |
| 15 | weight in it? | 15 | A. Yes, sir. |
| 16 | A. Yes, sir, I did. | 16 | Q. Did you disclose this idea of rumble in your 1996 |
| 17 | Q. Was it offset like the weight you described? | 17 | patent application? |
| 18 | A. Yes, sir. | 18 | A. Yes, sir, I did. |
| 19 | Q. All right. Why don't you take your seat again, if | 19 | Q. Can you show us where that is? |
| 20 | you would. | 20 | A. Yes. This is a drawing, Figure Number 21, in the |
| 21 | A. Okay. | 21 | 1996 -- the warehouse patent application that I made |
| 22 | Q. Look in the notebook in front of you, if you would, | 22 | that has all of that technology in it. The |
| 23 | and look at Plaintiff's Exhibit 250. | 23 | orange-shaped drawing is the motor with the offset |
| 24 | MR. CAWLEY: I'd like to call up on the | 24 | weight. |
| 25 | screen the page that's been marked as 41762 . | 25 | Q. Can you read us the words that you used -- |
|  | Page 167 |  | Page 169 |
| 1 | BY MR. CAWLEY: | 1 | A. Yes, sir. |
| 2 | Q. First of all, as long as we're looking at the first | 2 | Q. -- to describe this idea in your '96 patent |
| 3 | page, what is this? | 3 | application? |
| 4 | A. This is -- I think it's the first page of my | 4 | A. Right. It says: Figures 20 through 31 show |
| 5 | inventor's notebook from 1989. | 5 | another preferred embodiment, such a device has |
| 6 | Q. Okay. You began this notebook in 1989; is that | 6 | additional benefits including space to place active |
| 7 | right? | 7 | tactile feedback in a still small handle, et cetera. |
| 8 | A. Yes, sir. | 8 | Q. Okay. There are some words there that we haven't |
| 9 | Q. And it continues on to which -- | 9 | heard before; so, maybe we could take a minute and let |
| 10 | A. 1992. | 10 | me ask you about them. |
| 11 | Q. All right. | 11 | The first line says "another preferred |
| 12 | MR. CAWLEY: Could you go to page 41762? | 12 | embodiment." What do you understand that to mean? |
| 13 | A. Yes, sir. | 13 | A. It means that there are many different inventions |
| 14 | BY MR. CAWLEY: | 14 | in this patent application. The way that those are -- |
| 15 | Q. What's this? | 15 | those are referred to as "preferred embodiments," and |
| 16 | A. This is a page out of my inventor's notebook. The | 16 | that's just one way to describe the invention. |
| 17 | date is November -- well, there's three signatures. | 17 | Q. Okay. Now, in that phrase "preferred embodiment," |
| 18 | Dates November 3rd, November 6th, and November 7th. | 18 | what's the meaning or the implication of the word |
| 19 | This is a drawing of the motor with the offset weight. | 19 | "preferred"? |
| 20 | Q. Mr. Armstrong, in light of the problems you had | 20 | A. Well, it just means something that -- that you draw |
| 21 | with that microphone, could we trust you with a laser | 21 | attention to as a good invention in there. |
| 22 | pointer? | 22 | Q. Does a preferred embodiment mean, in your |
| 23 | MR. CAWLEY: Your Honor, may I approach the | 23 | understanding, that it's the only way to do it? |
| 24 | witness? | 24 | A. No, sir. |
| 25 | THE COURT: You may. | 25 | Q. What does it mean? |

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A. Well, it's one way to do it; and it's a good way.
Q. Does it mean that someone could still be using -or infringing the patent and do it some other way that's not in the preferred embodiment?

MR. GUNTHER: Objection, your Honor.
A. Yes, sir.

THE COURT: Hold on. Yes?
MR. GUNTHER: Objection, calls for a legal conclusion.

THE COURT: Overruled.
MR. GUNTHER: Thank you, your Honor. BY MR. CAWLEY:
Q. First of all, Mr. Armstrong, anytime there is an objection, please -- I know you're eager to answer the question but -- you went ahead and answered that one, but let's hear the answer again since the judge has overruled the objection.
A. Could you ask the question again?
Q. Okay. If preferred embodiment means one way to do it --
A. Yes, sir.
Q. -- is it your understanding that someone could do it a different way but still be infringing the patent?
A. Oh, yes, sir. Absolutely.
Q. And is that because the preferred embodiment is

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1 preferred but it's not necessarily the only way?
A. Yes, sir. That is very accurate.
Q. All right. Then in line 3, you said in your patent application in '96 that you're giving space to place active tactile feedback. What do those three words mean, "active tactile feedback"?
A. Active tactile feedback is the vibration from the electric motor with the weight set off to the side. I used the word "active" because it's a motor. It's a very active thing. I had a different kind of technology in this, also, called "passive tactile feedback" that didn't have a motor but it created some tactile feed -some sense of touch, also. But the one that had the motor was called "active tactile feedback."
Q. That tells us about active, but I also want to make sure we understand. What is tactile feedback?
A. Tactile feedback is just -- it's just a way of
saying touch. It's just a way of saying that this
invention can give you a sense of touch so that when you -- you can feel it in your fingers or wherever it would be touching your skin. You can feel it and that sense of touch, that's tactile feedback.
Q. Is tactile feedback another way of saying what we've been calling "rumble"?
A. Yes, sir. That's -- rumble is the way that they
talk about it today. The words change over time, but that's -- it's the same technology.
Q. And do those three devices that are sitting in front of you that you showed to the jury, the push buttons and the little motors that whirl around and that vibrate --
A. Yes, sir.
Q. -- do those provide active tactile feedback?
A. Yes, sir, they certainly do.
Q. Including the ones that you took out of the

Nintendo controllers?
A. Yes, sir.
Q. All right. You've told us about the first feature of your invention that you filed for in 2000 that became the '700 patent. What's the next feature of your invention that you want to tell us about?
A. Proportional buttons.
Q. What does that mean?
A. Well, the -- a button is a kind of -- if you think -- a button is a switch. And if you think of, like, the light switch when you go into your home is mostly -- most homes is just -- it's on, or it's off. And, so, that's just -- it's an on/off switch. But you might put a dimmer in there, in which case it's more than just on or off; it's something in between. It's

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proportional. It gives you not full light and not no light but some level in between. And that would be -that's the definition of "proportional."
Q. Okay. Why is that important in a video game?
A. Well, it's very important. As you alluded to in your opening remarks, for example, we're mimicking the real world. We're trying to make these 3-D environments really understandable and easy to use just like the real world. And you used the analogy -- and I think it's a very good one -- of a gas pedal in a car so that, you know, you don't want it all the way off where you wouldn't go anywhere; you don't want it all the way down to the floor or you would be crashing into everything. So, you want something in between; and you want to be able to vary that. According to how hard you press it means how fast you go. And that is a proportional control, and that was something that I emphasized quite a lot in my patent application.
Q. All right. Mr. Armstrong, let me ask you about that. So, you've just told us that proportional buttons was the second feature of the continuation patent you filed in the year 2000. But had you disclosed that idea of proportional buttons to the Patent Office back in your 1996 application?
A. Yes, sir, I certainly did.

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Q. Can you show us?
A. This is a quote out of the 1996 application. It says: The invention can be constructed with sensors as simple as electrical contacts or more sophisticated proportional and pressure-sensitive variable output sensors or the like.

MR. GUNTHER: Your Honor, I just have a question. I may be just on the wrong page. Page 14 doesn't seem to match up with what I'm looking at.

THE COURT: All right. Is that page 14 of the prior application or the application or the prior patent?

MR. CAWLEY: The -- page 14 is the page number in the juror notebook for the application. And if we want to know how it relates back to the prosecution history, we'll have to get it out of the juror notebook and match it up.

MR. GUNTHER: We can do that later. That's no problem.

MR. CAWLEY: Okay.
MR. GUNTHER: Thank you.
THE COURT: So, just to help you, ladies and gentlemen, we have some of this information in your juror notebook so you can follow along.

And counsel on both sides, of course, when
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that comes up, if you'll remind them, it will obviously be a help to them.

Thank you, counsel, for bringing that up.
MR. GUNTHER: Thank you, your Honor.
THE COURT: Go ahead, Mr. Cawley.
BY MR. CAWLEY:
Q. So, irrespective of this issue about the page numbers in the notebook versus the application, is this --

MR. CAWLEY: If we could go back to that language.
BY MR. CAWLEY:
Q. Is this an actual reproduction of the language from your '96 application?
A. Yes, sir, I believe it is.
Q. Okay. What's the next feature of your continuation application that you filed in the year 2000?
A. There was the sheet-connected sensors.
Q. What does that mean, a sheet-connected sensor?
A. That is what I was describing to the jury as that
blue and white prototype really allowed for the reduction in wiring; individual wiring could be reduced. Therefore, it can be made a more reliable product. Q. Can you -- do you have something in front of you that you can use to show the jury what the problem was?
A. Yes, sir, I do. I have this exhibit. Now, this one has the exhibit sticker.
Q. That's probably from a deposition. So, rather than
get into that, it's been disclosed as a demonstrative.
So, just go ahead and explain it to the jury, if you would.

My question was: What's the problem?
A. Well, the problem is that when you do just
individual wiring, it's error-prone; and we want to be
able to sell huge volumes of these things. I wanted to
create controllers that could be sold in huge volumes and they had to be really reliable and, so, they could be manufactured and, so -- in high volumes and a reliable product. That's why I worked on these -- being able to put all of the circuits down onto a single circuit board sheet for -- as simple as possible.
Q. Okay. Once again, if you hold up that
demonstrative controller --
A. This one?
Q. Yes. Is that how some of the early controllers were put together?
A. Yes, sir.
Q. Did they use circuit boards?
A. It didn't have a circuit board, but it had all of this individual wiring.

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MR. CAWLEY: Your Honor, if I might approach the witness.

THE COURT: You may.
A. Yes, sir.

BY MR. CAWLEY:
Q. Can you tell us what that is that I just handed you?
A. This is a circuit board with all of the wiring reduced to just circuit traces.
Q. Now, we've probably all heard of circuit boards.

But tell us, just to be clear: What is a circuit board?
A. This is out of a game controller. This is a -this has got the ability to put multiple different
sensors all onto one circuit board.
Q. Is it something that's printed?
A. Yes, sir. It's manufactured in a factory.
Q. Now, you didn't invent circuit boards, did you, Mr. Armstrong?
A. Oh, no, sir. No, sir.
Q. What did you invent involving a circuit board in your '700 patent?
A. Well, my effort was to be able to make 3-D graphics controllers that were reduced in their complexity so that they could -- so that they could be manufactured in a simple, high-volume, reliable manner.
Q. Did you think circuit boards were a good way to do that?
A. Yes, sir.
Q. Did you, in 1996, disclose to the Patent Office in
your patent application the idea of using circuit boards in game controllers?
A. Yes, sir, I did.

MR. CAWLEY: Can we see that?
A. Yes. This is text from my 1996 application, the
original parent patent application, where it says:
Providing structure with the advantage of mounting the
sensors in a generally single area or on at least one
planar area, such as on a generally flat flexible membrane sensor sheet or circuit board sheet, so that the controller can be highly reliable and relatively inexpensive to manufacture.
BY MR. CAWLEY:
Q. Is that thing on the bottom a drawing or reproduction of a drawing from your '96 patent application?
A. Yes, sir. That's Figure 17.
Q. Now, while we're at it, just so there's not any confusion, in the slide we saw before this with the language from the patent application, there was some yellow highlighting like there is here, right?

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A. Yes, sir.
Q. That wasn't in your '96 application, was it?
A. No. The highlighting is added here.
Q. Okay. And, likewise, we see that something in this drawing is colored green.
A. Yes, sir.
Q. Was that green in your patent application?
A. No, sir.
Q. Why did you -- why have you turned it green here?
A. Just to emphasize that part so that the jury can
see what we're talking about here.
Q. Okay. And what is that green thing?
A. Well, it's a sheet. It's a sheet with a variety of different sensors on it. It's best shown as a membrane sheet, but it certainly can be a circuit board sheet. Q. All right. And, Mr. Armstrong, what was the next novel or new feature that you included in your 2000 patent application that eventually became the '700 patent?
A. Well, it's the ability to control three-dimensional graphics; in other words, structures for controlling 3-D graphics.
Q. What does that mean?
A. Well, it's the 6 degrees of freedom that you've already described, which it's also 6 axes of control.

That was central.
Q. Okay. And why is that important?
A. It's just -- it's -- six axes is kind of a magic number in 3-D graphics control. You don't have to have exactly six, but it just is -- it's kind of a highest calling. It's the best way to do things. It's not the only way, but it's a high calling.
Q. Can you demonstrate for us how a video game controller, such as the ones made by Nintendo, can be used to control characters in up to 6 degrees of freedom?
A. Yes, sir, I can.

MR. CAWLEY: Your Honor, may the witness step down and --

THE COURT: You may.
MR. CAWLEY: -- conduct that demonstration?

## BY MR. CAWLEY:

Q. You might want to give the microphone another try.
A. All right. I might just be yelling.

What I'd like to demonstrate here is some functionality of these controllers. And primarily what I'm going to demonstrate is under my right thumb here, there is a two-way pad. It has an up and down and a left and right. And under my left thumb there is a thumb stick that has an up and down and a left and

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right. And I'm going to start out by demonstrating viewpoint control, in other words, how to control the view in the game.

Now, I'm just going to press, with my right -- the right button here and then the left button (demonstrating). And you can see that the view is going to the right and to the left.

And now if I press forwards, the view goes forwards. And if I press back, the view goes back.
Q. Now, are those different degrees of freedom?
A. Yes, sir.
Q. And are those all controlled by the controller? A. Yes, sir.

Another way of controlling viewpoint is -right now this is Super Mario Galaxy, the game; and we're looking at it from Mario's perspective. With my left thumb, I can push to the left; and he looks to the left. With my right, push to the right, looks to the right. Pull up, and he looks up. Push down, and he looks down. So, that's a way of controlling the view with these different inputs.

Now, another thing that I would like to show you is that -- now, what I did is I just clicked on that star there and I'm going to click on this world here and I'm going to click -- see, this is like a button. I'm

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| :---: | :---: | :---: | :---: |
| 1 | I do have a concern about him stating his own | 1 | Q. And did you -- going back now to this last feature |
| 2 | opinion that the Wii -- the way you asked that last | 2 | that you're talking about, the control of motion or |
| 3 | question made it sound like he was giving opinion that | 3 | point of view and up to 6 degrees of freedom, did you |
| 4 | the Wii was his invention; although, you said not the | 4 | disclose that idea to the Patent Office in 1996? |
| 5 | whole Wii, the -- | 5 | A. Yes, sir, I did. |
| 6 | MR. CAWLEY: I mean, I can see how that | 6 | Q. Can you show us that? What is this? |
| 7 | might -- you might have that impression; but that's not | 7 | A. This is figure Number 22 out of my 1996 |
| 8 | what I'm asking him. | 8 | application. |
| 9 | THE COURT: I need you to rephrase that so | 9 | Q. Do you still have a laser pointer there? |
| 10 | it's not his opinion that he invented -- you started off | 10 | A. Yes, sir, I do. |
| 11 | by talking not the Wii. But right there at the end, | 11 | Q. Can you use the laser pointer to briefly explain to |
| 12 | before counsel objected -- not for reasons counsel said, | 12 | us what this figure shows and how it accomplishes |
| 13 | but I agree with his objection. So, let's get it right. | 13 | control and up to 6 degrees of freedom? |
| 14 | Let's -- and I've been following along in the claims, | 14 | A. Yes. This figure is a drawing that's really very |
| 15 | and you haven't got there yet. | 15 | similar to the blue and white prototype that I showed |
| 16 | MR. CAWLEY: No, and I'm not going to with | 16 | you. There were four rockers on that blue and white |
| 17 | this witness. | 17 | prototype, and there are four rockers on this. |
| 18 | THE COURT: Well, I understand. But each of | 18 | You see this (indicating), Number 344, is a |
| 19 | the things he's talking about so far is an element of | 19 | rocker for one axis. This (indicating) number here, |
| 20 | one or more of the claims. | 20 | 342, is a rocker for another axes. This (indicating) |
| 21 | MR. CAWLEY: That's right. | 21 | rocker here, 346, is a third rocker. And this |
| 22 | THE COURT: There's two in 19 and one in 16 | 22 | (indicating) rocker here, 340, is a fourth rocker. And |
| 23 | or 14 that I've been following. So, I don't have a | 23 | that's essentially the equivalent of the four rockers |
| 24 | problem with that. But I will say the way that last one | 24 | that I showed you in the blue and white prototype. |
| 25 | was worded -- | 25 | Q. And how many degrees of freedom does that |
|  | Page 187 |  | Page 189 |
| 1 | MR. CAWLEY: Okay. So, can I just ask him, | 1 | accomplish? |
| 2 | "What did you invent?" | 2 | A. Right here is showing 4 degrees of freedom. |
| 3 | THE COURT: He can talk about that. Did I -- | 3 | Q. And did you include other drawings in the patent |
| 4 | MR. GUNTHER: As long as it's not tied to | 4 | application to show additional degrees of freedom? |
| 5 | the -- not tied to our products. | 5 | A. Yes, sir. |
| 6 | MR. CAWLEY: I'll preface it with that. | 6 | Q. Okay. We'll see those a little later in more |
| 7 | THE COURT: Okay. | 7 | detail when Professor Howe testifies. So, let me move |
| 8 | MR. GUNTHER: Thank you, your Honor. | 8 | along now and ask you this: When you combined these |
| 9 | (Bench conference concluded. The following | 9 | four features that eventually became your '700 patent |
| 10 | proceedings were heard in open court.) | 10 | and you first actually experienced them in a controller, |
| 11 | THE COURT: Go ahead, counsel. | 11 | were there any results that surprised you? |
| 12 | BY MR. CAWLEY: | 12 | A. Yes, sir. It's a stunning sense of unexpected |
| 13 | Q. Mr. Armstrong, I just want to make sure to avoid | 13 | results. It's just -- it becomes involving, just -- you |
| 14 | confusion; so, I'll ask you again. You didn't invent | 14 | know, you put together the parts and you just think it's |
| 15 | the game we just saw, right? | 15 | a sum of parts, but actually it's a whole lot more than |
| 16 | A. No, sir. | 16 | the sum of the parts. You get the rumble which is the |
| 17 | Q. What did you invent? | 17 | sense of touch. You're able to control all the 3-D |
| 18 | A. I invented the combination of the controller that I | 18 | graphics; that's a -- with touch in there, that's a big |
| 19 | demonstrated. | 19 | deal. And then you get the proportional, that variable |
| 20 | Q. Well, did you invent the four features that you | 20 | control; and it just gets richer and richer until -- and |
| 21 | described to us already today? | 21 | it just is a wonderful kind of explosion of unexpected |
| 22 | A. Yes, sir, I did. | 22 | wow. You know, it just becomes compelling; and that's |
| 23 | Q. And did you invent the combination of those four | 23 | why I think that Nintendo has such stunning sales. |
| 24 | features to use in a video game controller? | 24 | Q. Mr. Armstrong, in your mind, in an ideal world, |
| 25 | A. Yes, sir, I surely did. | 25 | would the controller have all four of the features that |

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| :---: | :---: |
| 1 you've described to us? | 1 drawn from a certain direction, and all that stuff. But |
| 2 A. Yes, sir. | 2 you submit it to the Patent Office, and then the Patent |
| 3 Q. And did you draft some of the claims in your '700 | 3 Office does a search for all the inventions that are |
| 4 patent to require all four of those features? | 4 like that that they can find. And that takes -- they do |
| 5 A. Yes, sir. | 5 a good job. They do an in-depth search and -- |
| 6 Q. But did you draft some claims, also, that might | 6 Q. Just -- if you would, just tell me -- |
| 7 require less than all four? | 7 A. Yes, sir. |
| 8 A. Yes, sir. | 8 Q. Tell me what the file history is. |
| 9 Q. Why did you do that? | 9 A. Oh, I'm sorry. I get carried away with details |
| 10 A. Well, because, you know, there are lesser | 10 sometimes. I'm that way. |
| 11 inventions, also. I have a highest calling, a great | 11 It is the paper record of everything that the |
| 12 invention, the really involving ones; and there are | 12 Patent Office does before they issue the patent. |
| 13 lesser inventions. And in order to build up to the | 13 Q. And does it include all the communications between |
| 14 biggest and best invention, I had to build a whole bunch | 14 you and the Patent Office about your '700 patent? |
| 15 of smaller inventions along the way to get there. And | 15 A. Yes, sir. |
| 16 those smaller inventions are good inventions, too. | 16 Q. And I think you've already showed us Plaintiff's |
| 17 They're really good inventions, some of them. They're | 17 Exhibit 1, but if you could hold up that certified copy |
| 18 just not as good as the very best ones. | 18 again. |
| 19 Q. Now, did you hire a lawyer to help you get the '700 | 19 A. Yes, sir. |
| 20 patent? | 20 Q. Is that the patent that issued to you after the |
| 21 A. No, sir, I did not. | 21 five years? |
| 22 Q. Did you talk to some? | 22 A. Yes, sir, it is. |
| 23 A. Yes, sir. | 23 Q. How did you feel when you got that patent? |
| 24 Q. And how long did it take to get the '700 patent? | 24 A. It's a wonderful feeling. It's a feeling of -- |
| 25 A. I think it was pending about five years. | 25 when you get a U.S. patent, you're so proud. You know, |
| Page 191 | Page 193 |
| 1 Q. Did you ever get frustrated with the process? | 1 you just -- you feel like -- well, like when you got |
| 2 A. At times, yes, sir. | 2 your high school diploma or -- that you've done |
| 3 Q. Let me show you what I hold in my hand here, | 3 something really good. And, you know, it's just a |
| 4 Plaintiff's Exhibit 2. I guess you can't see it from | 4 wonderful feeling of achievement. |
| 5 here. | 5 Q. Let me move on to a different subject, |
| 6 MR. CAWLEY: Could you pull up on the screen | 6 Mr. Armstrong. |
| 7 the first page of Plaintiff's Exhibit 2? | 7 Have you entered into any agreements with |
| 8 BY MR. CAWLEY: | 8 companies to develop your game controller inventions? |
| 9 Q. What is that? | 9 A. Yes, sir, I have. |
| 10 A. Let me look in my book. I can't read the fine | 10 Q. And who was the first? |
| 11 detail on the screen. | 11 A. Key Tronic Corporation. |
| 12 Q. Yes, please. | 12 Q. What kind of inventions was Key Tronic interested |
| 13 A. That is the -- I believe that's the file history | 13 in? |
| 14 from the '700 patent application, the processing within | 14 A. They were interested in my 6-degree-of-freedom '828 |
| 15 the Patent Office. Is that correct? | 15 issued patent -- but it wasn't an issued patent at that |
| 16 Q. Yes, that is correct. | 16 time, but that was what they were interested in. |
| 17 A. Okay. | 17 Q. And when was this? |
| 18 Q. You used a phrase there, "file" -- | 18 A. That was in 1992. |
| 19 A. Right. I can read it now, yes. | 19 Q. 1992? So, this is -- |
| 20 Q. All right. You used the phrase or expression "file | 20 A. Possibly three, yeah. |
| 21 history." What does that mean? | 21 Q. So, this was several years before you filed this |
| 22 A. Well, when you file a patent application, you know, | 22 warehouse 1996 application, correct? |
| 23 you send in -- you put together your inventions into a | 23 A. Yes, sir. |
| 24 comprehensive disclosure; and it has to be what -- you | 24 Q. And it's quite a few years before you filed the |
| 25 know, all the lines have to be a certain thickness, | 25 application in 2000 that became the '700 patent, |

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| :---: | :---: | :---: |
| 1 A. I think that would be in the year -- well, the | 1 | Ladies and gentlemen, remember, of course, |
| 2 exact year I don't know. When they would come out with | 2 | that what the lawyers say or don't say is not evidence; |
| 3 products, I would look at them and open them up and -- | 3 | and it will be up to you to remember what was said and |
| 4 and if it made my invention, then that was -- for | 4 | what the testimony was. |
| 5 example, when the GameCube controller came out, that was | 5 | Go ahead, counsel. |
| 6 an example of my invention. | 6 | MR. CAWLEY: Thank you, your Honor. |
| 7 Q. Right. And do you remember when that was? | 7 | BY MR. CAWLEY: |
| 8 A. I think that was 2001, right in that time frame. I | 8 | Q. And do you remember that he highlighted this |
| 9 don't know exactly, sir. | 9 | language: A sensor connecting sheet material -- |
| 10 Q. All right. Now -- | 10 | multiple-axes -- he highlighted this language |
| 11 A. Maybe 2000. | 11 | "controllers comprised of a single input member operable |
| 12 Q. And by your invention, are you -- are you referring | 12 | in 6 DOF." Do you remember that? |
| 13 to the things that you disclosed to the Patent Office in | 13 | A. Yes, sir. |
| 14 that warehouse application back in 2006? | 14 | Q. And do you remember that he told the jury that the |
| 15 A. 1996, yes, sir. | 15 | only thing you had actually invented was a controller |
| 16 Q. Sorry. 1996. My mistake. | 16 | with a single input member? Do you remember that? |
| 17 Now, Mr. Armstrong, do you intend to show the | 17 | A. Yes, sir. |
| 18 jury this morning a point-by-point comparison of | 18 | Q. Well, let me show you this next slide, which is the |
| 19 Nintendo's controllers compared to your '700 patent? | 19 | next couple of sentences of that same abstract that -- |
| 20 A. No, sir. | 20 | A. Right. |
| 21 Q. And why are you not going to do that? | 21 | Q. -- Nintendo's lawyer didn't show you yesterday. |
| 22 A. There's a professor from Harvard University who's | 22 | A. Yes. |
| 23 prepared a study of that. | 23 | Q. What do we see here in the highlighted language? |
| 24 Q. And will he be here to testify later today? | 24 | A. This "in an alternative embodiment," and then skip |
| 25 A. Yes, sir, he will. | 25 | down to the most relevant part is "reach a widely-spread |
| Page 225 |  | Page 227 |
| 1 Q. Is that Professor Howe? | 1 | 3-D constellation of 6 DOF and/or other sensor |
| 2 A. Yes, sir. | 2 | mountings." The "other sensor mountings" is the |
| 3 Q. Now, I want to ask you about some things we heard | 3 | critical language here because it was described that all |
| 4 yesterday, some accusations against you. | 4 | I had was just a single input member, and here's -- |
| 5 Did you ever claim that you invented an | 5 | we're talking about other sensor mountings, and there |
| 6 accelerometer? | 6 | are other inputs in this specification in the patent. |
| 7 A. No, sir. | 7 | Q. And is the "alternative embodiment," up at the top |
| 8 Q. Have accelerometers been around a long time, to | 8 | there -- does that mean that, right after what |
| 9 your knowledge? | 9 | Nintendo's lawyer showed the jury yesterday, you said to |
| 10 A. I think so, yes, sir. | 10 | the Patent Office there is another way of doing this? |
| 11 Q. I want to show you a slide. This is a slide that | 11 | A. Yes, sir. I think it's even the same paragraph. |
| 12 Nintendo's lawyer showed to the jury yesterday during | 12 | Q. And did you tell them there is a way of doing it |
| 13 opening statement. Do you recognize that? | 13 | with other sensor mountings? |
| 14 A. Yes, sir. I saw that yesterday. | 14 | A. Yes, sir. |
| 15 Q. And you remember that Nintendo's lawyer, using this | 15 | Q. Well, let's not stop there because we still heard a |
| 16 slide, said this is a part of the abstract of the | 16 | lot yesterday from Nintendo about their telling the jury |
| 17 disclosure. Remember that? | 17 | that the invention you showed in your 1996 patent |
| 18 A. Yes, sir. | 18 | application was limited just to a single input member. |
| 19 Q. And that that's the very first words of the '700 | 19 | Was that true, Mr. Armstrong? |
| 20 patent. Do you remember that? | 20 | A. No, sir, that's not true. |
| 21 A. Yes, sir. | 21 | Q. Let me ask you to look at this next piece of your |
| 22 MR. GUNTHER: Objection, your Honor. I | 22 | 1996 application. |
| 23 didn't say that. | 23 | A. Yes, sir. |
| 24 A. Well -- | 24 | Q. On the top there is a drawing from your |
| 25 THE COURT: Overruled. | 25 | application; is that right? |

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A. Yes, sir. That is. It's Figure 6.
Q. On the bottom there is some text or language from your application, correct?
A. Yes, sir.
Q. Tell us what is shown in that drawing, Figure 6, from your 1996 application.
A. Right. There is a -- you can see the yellow area
and then inside of the yellow area is a round ball and
it has a Number 12 to it. And that ball is a
6-degree-of-freedom input member or a 3-D input member
and that is what -- it appeared to me he was saying
that's the only thing this patent has, that it doesn't
have any other input members.
Q. Don't worry about --
A. So --
Q. -- that for now, Mr. Armstrong.
A. The --
Q. Just show me --
A. The yellow part --

THE COURT: Wait.
THE WITNESS: Excuse me.
BY MR. CAWLEY:
Q. Sorry. Sorry.

THE COURT: Let me explain. The court reporter can only take one person at a time. When your

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lawyer is talking, you've got to stop. He knows that when you're talking, he's got to stop; but you've got to remember to stop when he's trying to say something. Otherwise, it comes out as a really jumbled mess on the record. Okay?

THE WITNESS: Okay, your Honor.
THE COURT: Now, I know you're not used to this, but --

THE WITNESS: All right.
THE COURT: -- just remember she's trying to take everything down. Okay?

THE WITNESS: Thank you. I'll try to be better.
BY MR. CAWLEY:
Q. I apologize for my interrupting you, Mr. Armstrong. I didn't mean to be rude, but I want to make sure that this moves along promptly and that we really focus our time. So, let me ask you some more specific questions.

Is the white ball that we see there that's
got a Number 12 pointing to it -- is that an input member?
A. Yes, sir, it is.
Q. Is the yellow thing that looks kind of like a very deep saucer surrounding the ball -- is that a different input member?
A. Yes, sir, it is.
Q. Does this drawing, back in your 1996 application, show two different input members?
A. Yes, sir. There are two separate input members in this drawing.
Q. And now let's read the text that is describing this. And I'll just read it out loud: Further, the trackball 12 input member may be interpretable on all six axes as previously described, and the rotatable collet can serve as an additional secondary input member.

Did I read that accurately?
A. No, sir. That's exactly what it says.
Q. Okay. I think -- I think -- that's good enough. That's good enough for me.

What, though -- just so we're not confused, what's a collet? I see that the third line down says "rotatable collet." What's a collet?
A. Well, that's the part that's yellow in the drawing.

It's the Number 16. And it is a second part that you can manipulate or control with your hand.
Q. Okay.
A. It's a second input member. Yes, sir.
Q. So, the yellow thing that fits around the ball is called a "collet"?
A. Yes, sir.
Q. And just so we understand how this works, the ball is movable; is that right?
A. Yes, sir.
Q. And you can control things on the screen with the ball?
A. Yes, sir.
Q. And the yellow collet is separately movable, correct?
A. Yes, sir.
Q. And you can separately control things on the
computer screen with the collet. Accurate?
A. Yes, sir.
Q. And does this specifically describe that collet as a secondary input member?
A. Yes, sir. It's quoted "an additional secondary input member."
Q. Is it true, then, Mr. Armstrong, as Anascape's
lawyer told the jury yesterday, that all your 1996
application disclosed was a way to do controllers with a single input member?
A. That would not be true.
Q. Let's look at another drawing from your 1996 application. Is this another way you disclosed to the Patent Office that your invention might be done?

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A. Yes, sir.
Q. Describe, if you would, briefly what picture we're looking at there.
A. This also has Ball 12, which is a first input member. It has a collet in a different shape, 16, which is a second input member. And it has individual buttons 136, which are another -- even an additional different kind of input members.
Q. Okay. Just so we understand, the thing that looks like a ball is a ball like we saw before; is that right?
A. Yes, sir.
Q. And it can be used to control things on the screen?
A. Yes, sir.
Q. And then the thing around the ball that has -- I
see the numbers both 14 --
A. Yeah.
Q. -- and 16 and --14 and 16 pointing to it.
A. Right.
Q. That thing around the ball, is that separately
movable from the ball?
A. Yes, sir, it is.
Q. And is that a separate and second input member?
A. Yes, sir. That's a second input member.
Q. And then we see the buttons.
A. Yes, sir.

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Q. Are those different input members?
A. Yes, sir. They are different input members.

They're additional input members.
Q. Well, let's look at another example that we saw
from Nintendo's lawyer yesterday in the opening statement.

On the left there, is that a reproduction -that exploded thing with the yellow handle on top of it -- is that a reproduction of a figure from your 1996 warehouse patent application?
A. Yes, with the exception that I believe that

Mr. Gunther had the yellow and the single input member language put onto that.
Q. Okay. So, it's all black and white in the original application, correct?
A. Yes, sir.
Q. And, so, Nintendo's lawyers have colored part of it
yellow, correct?
A. Yes, sir.
Q. And they put on that big red box that says "Single

Input Member," right?
A. Yes, sir.
Q. That's not in the patent application?
A. No, sir.
Q. Now, this is going to be hard to see. But if you
look at the knob on what Nintendo's lawyers have told the jury is a single input member, do you see that there
is some little -- I don't know -- (indicating) yeah, right there. Do you see that?
A. Yes, sir.
Q. What that arrow is pointing to?
A. Yes, sir.
Q. A little mark there.
A. Yes, sir.

10 Q. Is there a drawing in your patent that gives us a
11 better view of what that little mark is?
A. Yes, sir, there is.
Q. Well, let's take a look at it.
A. There it is.
Q. In the upper part, is that Figure 28 from your patent --
A. Right.
Q. Is that right?
A. Yes, sir, that's Figure 28.
Q. And does that show a larger view and a view with the top off of that handle that Nintendo's lawyers told the jury was a single input member?
A. Yes, sir. That's Number 300. You can see the 300
in the previous drawing, also.
Q. Okay. Now, what are those things that we now can

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see much larger that are marked 376 that we just saw as little marks on the slide that Nintendo's lawyer showed the jury yesterday?
A. Yes. Those are additional input members.
Q. What --
A. They're buttons on the handle. They are additional input members.
Q. And did you actually describe that to the Patent Office in the text of your patent?
A. Yes, sir. I did in 1996.
Q. And is that reproduced at the bottom of this slide?
A. Yes, sir. That's --
Q. And did you point out to the Patent Office that this handle that Nintendo's lawyer told us yesterday was a single input member -- that this handle had, quote, a button externally operated for additional input?
A. Yes, sir. That's a quote.
Q. Just a bit more on something we heard yesterday,

Mr. Armstrong. We saw this slide yesterday.
MR. CAWLEY: If we could put that up.
BY MR. CAWLEY:
Q. Do you remember seeing this slide when Nintendo's lawyer was talking to the jury yesterday?
A. Yes, sir.
Q. Do you remember that this is another patent that's

|  | Page 236 |  | Page 238 |
| :---: | :---: | :---: | :---: |
|  | not -- not one of your patents, a patent from a man |  | and, therefore, it's deficient? Do you remember hearing |
| 2 | named "Chang," with an A. | 2 | that? |
| 3 | A. Right. | 3 | A. Yes, in essence. |
| 4 | Q. And there is a picture. Is that apparently from | 4 | Q. Is that the only reason you told the Patent Office |
| 5 | Mr. Chang's patent? | 5 | your invention was different from Mr. Chang's |
| 6 | A. Yes, sir. | 6 | controller? |
| 7 | Q. And you discussed Mr. Chang's patent with the | 7 | A. No, sir. |
| 8 | Patent Office, right? | 8 | Q. Let's go to the next slide. What is this? |
| 9 | A. Yes, sir, I did. | 9 | A. This is more discussion of the Chang device. It |
| 10 | Q. Yesterday we saw this big stack of papers that was | 10 | was just -- the previous slide just represented by |
| 11 | the file history of your patent. Do you remember that? | 11 | Nintendo's counsel yesterday -- |
| 12 | A. Yes, sir. | 12 | Q. Okay. Let me -- |
| 13 | Q. And one of the things in the file history is -- I | 13 | A. This is additional material that I talked to the |
| 14 | want to say "talk," but it's not really talk. It's | 14 | Patent Office about. |
| 15 | writing back and forth between you and the Patent | 15 | Q. Let me ask you some more specific questions. In |
| 16 | Office, discussing some of the things about your patent; | 16 | addition to what Nintendo's lawyers told the jury |
| 17 | isn't that right? | 17 | yesterday, did you also -- |
| 18 | A. Yes, sir. | 18 | A. Right. |
| 19 | Q. And one of the things you discussed was whether | 19 | Q. -- tell the Patent Office in writing that you -- |
| 20 | Mr. Chang did what you did before you did it; is that | 20 | your invention was different from Mr. Chang's invention |
| 21 | correct? | 21 | because -- |
| 22 | A. Yes, sir -- I think that this was actually in the | 22 | A. Yes. |
| 23 | original application, yes. | 23 | Q. -- there's the requirement that the trackball |
| 24 | Q. Okay. But in any event, this language that we see | 24 | housing be moved along a surface in order to input |
| 25 | that Nintendo told the jury about yesterday is some talk | 25 | linear movement information? |
|  | Page 237 |  | Page 239 |
| 1 | you had or dialogue in writing you had with the Patent | 1 | A. Right. |
| 2 | Office about Mr. Chang's patent and how it relates to | 2 | Q. Was that a reason? |
| 3 | what you did? | 3 | A. I described that as a major disadvantage of the |
| 4 | A. Yes, sir. | 4 | Chang device, yes, sir. |
| 5 | THE COURT: And just for the record, counsel, | 5 | Q. Did you also point out, as we see below, that |
| 6 | is this the different Chang that you mentioned earlier; | 6 | substantial physical space is required on a desk or |
| 7 | or is it the same Chang -- | 7 | table on which to propel a mouse-type controller? |
| 8 | MR. CAWLEY: This is the different Chang. | 8 | A. Yes, sir, I did describe that. |
| 9 | This person with this invention spells his name | 9 | Q. Is that another reason you told the Patent Office? |
| 10 | C-H-A-N-G. | 10 | A. Yes, sir, I did. |
| 11 | THE COURT: Different than the previous | 11 | Q. Is there more? |
| 12 | gentleman he was talking to? | 12 | A. Yes, sir, I believe there is more. |
| 13 | MR. CAWLEY: And he is a totally different | 13 | Q. Let's see. Did you also tell the Patent Office |
| 14 | person than Howard Cheng, who spells his name C-H-E-N-G. | 14 | that a mouse-type controller such as Chang's cannot |
| 15 | He is the man who works for Nintendo that Mr. Armstrong | 15 | provide the desirable aspect of automatic |
| 16 | met with to discuss a license. | 16 | return-to-center along the linear axes? |
| 17 | THE COURT: Okay. | 17 | A. Yes, sir, I did. |
| 18 | MR. CAWLEY: So, thank you for that | 18 | Q. Is there more? |
| 19 | clarification, your Honor. | 19 | A. Yes. I think there is. |
| 20 | BY MR. CAWLEY: | 20 | Q. Did you also tell the Patent Office that the Chang |
| 21 | Q. So, Mr. Armstrong, did you hear yesterday | 21 | device appears relatively expensive to manufacture? |
| 22 | Nintendo's lawyer tell the jury that you told the Patent | 22 | A. Yes, sir, I did tell them that. |
| 23 | Office that your patent wasn't like Chang because you | 23 | Q. Mr. Armstrong, this is the last thing I'm going to |
| 24 | have a single input member -- excuse me -- because the | 24 | ask you about; and it's something else that we heard |
| 25 | Chang controller does not have a single input member | 25 | yesterday in the opening statement by Nintendo's lawyer. |


| Page 304 | Page 306 |
| :---: | :---: |
| 1 up, Kam, please? | 1 documents. We can think about the 1996 application, the |
| 2 BY MR. GUNTHER: | 2 warehouse that had your inventions, which must be the |
| 3 Q. I want to shift to talking a little bit about your | 3 same invention as your claims in 2002, right? |
| 4 application that you filed in 2000 that led to the '700 | 4 A. I'm sorry. I'm just not -- I'm not following too |
| 5 patent. We've got a new date up on the timeline. This | 5 well. |
| 6 is a timeline that I used in my opening statement. It's | 6 Q. Okay. So, we've got your 1996 application up |
| 7 got your 1996 application. Do you see that? | 7 there, right? |
| 8 A. Yes, sir. | 8 A. Okay. |
| 9 Q. It has the 2002 claims that you wrote in 2002, | 9 Q. All right. And now we have the '700 patent. We |
| 10 right? | 10 can compare those two documents, right? |
| 11 A. Yes, sir. | 11 A. Sure. |
| 12 Q. It has the GameCube controller that you're accusing | 12 Q. And you testified on your direct examination that |
| 13 of infringement in this case but which you copied in | 13 you made some changes to the application in 2000, right? |
| 14 writing your claims in 2002, right? | 14 A. Yes, sir. |
| 15 A. (Pausing.) | 15 Q. Before you filed it. |
| 16 Q. That's on there. | 16 A. Yes, sir. |
| 17 A. Is that the one with the November, 2001, date? | 17 Q. So, you started with the 1996 warehouse |
| 18 Q. Yes. Yes. Can you see that? | 18 application; and then you made changes to it, right? |
| 19 A. Yes, sir. | 19 A. Yes, sir. |
| 20 Q. And we've added a new date sort of in the -- a | 20 Q. Now, you told us that you made changes just to |
| 21 little bit below the GameCube controller graphic, which | 21 clarify the invention, right? |
| 22 is November 16, 2000. That's a new date we haven't | 22 A. Yes, sir. |
| 23 talked about in this case yet. That's the date that you | 23 Q. And you didn't make changes to broaden the |
| 24 filed the application that matured into the '700 patent, | 24 invention, did you? |
| 25 right? | 25 A. No, sir. |
| Page 305 | Page 307 |
| 1 A. I believe so, yes, sir. | 1 Q. Because if you made changes to broaden the |
| 2 Q. And, sir, that application, that '700 application, | 2 invention, that would be a problem, wouldn't it? If you |
| 3 issued as the '700 patent. | 3 broadened the invention from 1996 to what you filed in |
| 4 A. Yes, sir. | 4 2000, then you wouldn't be able to get back to 1996, |
| 5 Q. And the description of what you put in the | 5 right? |
| 6 application ultimately became part of the printed patent | 6 A. Yes, sir. I just wanted to clarify when I made |
| 7 which is, I think, Defendant's Exhibit 1 -- may be | 7 those changes. |
| 8 Plaintiff's Exhibit 1 -- but it's the '700 patent, | 8 Q. Okay. But stick with me. I understand the |
| 9 right? | 9 clarification point. But now I'm asking you that -- you |
| 10 A. Okay. | 10 say you didn't broaden the patent -- |
| 11 Q. Am I right about that? | 11 A. Right. |
| 12 A. Would you say the question again, please? | 12 Q. -- in 2000 -- |
| 13 Q. My question is that when that application | 13 A. Right. |
| 14 ultimately issued as the '700 patent, what's in the | 14 Q. -- because if you had broadened it, then you |
| 15 patent itself, the '700 patent itself, is actually the | 15 wouldn't be able to get back to 1996 because you would |
| 16 full description of the invention exactly the same as | 16 have changed the invention. Remember, the invention has |
| 17 you wrote it in the 1996 application, right? | 17 to be the same at both points in time, right? |
| 18 A. (Pausing.) | 18 A. Yes, sir. |
| 19 Q. Strike that. Let me ask you another question. | 19 Q. Okay. So, now let's take a look at some of the |
| 20 The 2000 application that matured into the | 20 changes that you made from the 1996 warehouse |
| 21 '700 patent, when the patent issued in -- the '700 | 21 application to the '700 patent. |
| 22 patent issued, it had the full description of what was | 22 MR. GUNTHER: All right. Let's put the first |
| 23 in the application in 2000, right? | 23 slide up. |
| 24 A. Yes, sir. I believe so. | 24 BY MR. GUNTHER: |
| 25 Q. Okay. So, now we can sort of think about two | 25 Q. This is the Abstract of the Disclosure from your |

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Q. Now, sir, let's look at the first sentence of 2.1.

This is now not talking about the '606 patent; it's talking about the Anascape parties hereby grant a nonexclusive, irrevocable, worldwide license under all of the Anascape patents -- licensed patents except the one in 2.2 , which was the '606, right?

MR. GUNTHER: Let's highlight that whole first sentence, if we can, Kam.
A. Yes, sir.

BY MR. GUNTHER:
Q. So, the structure of the license is '606, exclusive license for $\$ 10$ million, right?
A. Yes, sir.
Q. And then all of your other patents are then
licensed; and some cross-licenses from Sony come in, right?
A. Yes, sir.
Q. And one of the patents that was nonexclusively licensed to Sony in 2.1 is the application that led to the '700 patent, right?
A. Say that again, please.
Q. One of the applications that's listed -- that's
included in your -- in all of the rest of the licenses, everything that's thrown in under 2.1, one of those was the application for the ' 700 patent, right?

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A. Yes, sir.
Q. And that's because it was an application because in

2004 when the license was signed, at that point in time
it wasn't a patent yet, right?
A. Yes. It was a patent application, yes, sir.
Q. It was an application.

So, all of your other patent rights are
included in that nonexclusive cross-license.
MR. GUNTHER: Now let's look at 3.2, and let's actually -- we're going to have to get a little bit more of -- let's see if we can squeeze 2.1 up a little bit. Oh, I'm sorry. Let's put 3.2 in its entirety, then. Thanks, Kam. The wonders of technology.
BY MR. GUNTHER:
Q. So, Mr. Armstrong, now we've got 3.2 up; and this is basically talking about all of the patents that were thrown in in the nonexclusive license that included your '700 application. And I want to focus on the sentence that begins, right at the bottom, before the blue line: Due to the uncertainty as to the value of any of these patents that are subject of the provisions of the cross-license, the parties agree and acknowledge that they are unable to arrive at an appropriate royalty for these licenses.

That's what it says, right?
A. Yes, sir, it says that.
Q. So, sir -- and you didn't talk about that on your direct examination, did you?
A. I don't think so.
Q. Okay. So, the patent application that became the '700 that was included in the Sony license, that was one of the ones that due to the uncertainty as to the value of that application, the parties agree and acknowledge they are unable to arrive at appropriate royalty rates, right? That was one of them that was in that group. A. Yes, sir.
Q. And let's look at the last sentence. This talks about the '700 application, too: Accordingly, the parties have agreed to forego any royalties or other payment of any kind for those patents subject to the cross-licenses.

Right?
A. Yes, sir.
Q. And that includes the '700 application, correct?
A. Yes, sir.
Q. So, what we've got in the Sony license is an exclusive license to the '606 patent that's not part of this case for which Sony paid $\$ 10$ million, right? A. That's what this agreement says, yes, sir.

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Q. And what we also have here is that everything else was thrown in, including the '700 application, for zero payment of money, correct?
A. Yes, sir.
Q. So, the '700 application, Sony paid zero for that application. That's what this says, correct?
A. I'll give you the easy answer. Yes, sir.
Q. I like easy.

Mr. Armstrong, let me ask you this: In 2000 --

MR. GUNTHER: Kam, could you put the timeline back up?
BY MR. GUNTHER:
Q. Mr. Armstrong, in 2002, when you wrote your claims that you are suing here on today, the five claims in the '700 patent, you had gotten a GameCube controller, right?
A. I suspect I had, yes, sir.
Q. And you had taken it apart, right?
A. Probably had, yes, sir.
Q. And when you were writing those claims on that controller with three inputs, two joysticks and a cross-switch, when you wrote those claims, you were copying the GameCube controller, right? You were writing those claims onto that product, correct?

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| :---: | :---: | :---: | :---: |
| 1 | A. Yes, sir. I believed that it was covered by my | 1 | up outside the presence of the jury from defendant's |
| 2 | invention; and, so, I needed to write a claim that | 2 | point of view? |
| 3 | covered it clearly. | 3 | MR. GUNTHER: No, your Honor. |
| 4 | Q. So, the answer to my question is "yes," right? | 4 | THE COURT: All right. In that case we are |
| 5 | A. I don't know what the word "copying" means. | 5 | in recess until 1:30. And if counsel from each side |
| 6 | Q. Sir, I'll leave that out. | 6 | want to come back into chambers, that's fine. |
| 7 | At the time that you wrote the claims in | 7 | (Recess, 12:16 p.m. to 1:26 p.m.) |
| 8 | 2002, you had the GameCube in front of you. You had | 8 | (Open court, all parties present, jury |
| 9 | taken it apart, and you were writing those claims to | 9 | present.) |
| 10 | cover, among other things, the two joysticks and the | 10 | THE COURT: All right. Counsel, go ahead |
| 11 | cross-switch in the GameCube controller, correct? | 11 | MR. GUNTHER: Thank you, your Honor. |
| 12 | A. Yes, sir. | 12 | BY MR. GUNTHER: |
| 13 | Q. And when you wrote claim 19, which is the only | 13 | Q. Mr. Armstrong, I think I'm getting close. Let me, |
| 14 | claim that's asserted against the Wii Remote plus the | 14 | if I can, hold up this controller. Can you see that, |
| 15 | Nunchuk, when you wrote that claim, you had the Nintendo | 15 | sir? |
| 16 | GameCube controller in front of you; and you were | 16 | A. Yes, sir. |
| 17 | writing the claim specifically to cover that product, | 17 | MR. GUNTHER: Your Honor, may I approach? |
| 18 | correct? | 18 | THE COURT: You may. |
| 19 | A. Well, I write claims to express my invention, yes, | 19 | MR. GUNTHER: Thank you, sir. |
| 20 | sir. But I'm not sure that that claim was written for | 20 | BY MR. GUNTHER: |
| 21 | that product, no, sir. | 21 | Q. I'm going to hand this to you, Mr. Armstrong. And, |
| 22 | THE COURT: All right. Counsel, at this time | 22 | again, I'm going to ask you to be a model for us; and if |
| 23 | we're going to take a break for lunch. | 23 | you could hold that up for the jury. |
| 24 | Ladies and gentlemen, I'm going to ask you to | 24 | A. Okay. (Complying.) |
| 25 | be back at 1:30. Please remember my instructions. | 25 | Q. Sir, that's the Sony DualShock controller, correct? |
|  | Page 365 |  | Page 367 |
| 1 | Don't discuss the case even among yourselves; and don't | 1 | A. Yes, I think so. |
| 2 | let anybody else talk to you about it, obviously. If | 2 | Q. And that was released for the PlayStation console |
| 3 | anybody should try to approach you or influence you, get | 3 | in 1998, correct? |
| 4 | their name and report it. | 4 | A. I'll take your word for it. |
| 5 | For your planning purposes, I have had a | 5 | Q. Do you have any reason to doubt, sir, that that was |
| 6 | notice of an emergency hearing that I'm going to have to | 6 | available in 1998? |
| 7 | hold at the end of this afternoon; so, we will probably | 7 | A. No, sir. |
| 8 | be breaking a little early, about 4:00 or ten past 4:00 | 8 | Q. And, sir, that has the Sony -- that's called the |
| 9 | because these parties are coming in and I've got to | 9 | "Sony DualShock controller," right? |
| 10 | handle that matter. I don't like to interrupt this way, | 10 | A. I think it is, yes, sir. |
| 11 | but I'll have to do that. So, we'll be breaking a | 11 | Q. And, sir, if you hold that up so we can all get a |
| 12 | little bit early and then starting again tomorrow at | 12 | little bit of a look at it, it's got a cross-switch on |
| 13 | 8:45 in the morning. You're excused at this time for | 13 | there, right? |
| 14 | lunch. | 14 | A. Are you talking about this (indicating) area here? |
| 15 | (The jury exits the courtroom, 12:15 p.m.) | 15 | Q. Yes, sir. |
| 16 | THE COURT: Anything to be taken up outside | 16 | A. Yes, I believe so. |
| 17 | the presence of the jury from plaintiff's point of view? | 17 | Q. Or sometimes people call it a "D-pad," right? |
| 18 | MR. PARKER: I do have one matter that I had | 18 | A. Yes, I've heard it called that. |
| 19 | hoped to discuss in chambers with the court with | 19 | Q. What does that stand for? |
| 20 | Mr. Germer. | 20 | A. I don't know. |
| 21 | THE COURT: Okay. Anything else to be | 21 | Q. "Directional pad," does that sound right? |
| 22 | taken -- | 22 | A. That sounds reasonable. |
| 23 | MR. PARKER: It won't take but a couple of | 23 | Q. Okay. So, it's got a cross-switch. It has two |
| 24 | minutes. | 24 | joysticks. And does it have vibration? |
| 25 | THE COURT: Okay. Anything else to be taken | 25 | A. I can't tell you. |

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| :---: | :---: | :---: | :---: |
| 1 | Patent Office what you thought was a new way of putting | 1 | Q. Now, Mr. Armstrong, did you ever suggest in your |
| 2 | those building blocks together? | 2 | '96 application that it might, under some |
| 3 | A. Yes, sir, I surely did. | 3 | circumstances -- sorry -- be a good idea to take some of |
| 4 | Q. And after the five years of examination, did the | 4 | the control from the ball and put it somewhere else? |
| 5 | Patent Office agree with you? | 5 | A. Yes, sir. |
| 6 | A. Yes, sir, they did. | 6 | Q. Can you explain what this tells us, particularly |
| 7 | Q. You were asked a lot of questions about the single | 7 | the last sentence here that I've got highlighted? |
| 8 | member of control. Is a single member of control one of | 8 | Let me read it. |
| 9 | the things that you disclosed in your application in | 9 | A. Right. |
| 10 | 1996? | 10 | Q. (Reading) The rotatable collet of Figures 5 through |
| 11 | A. Yes, sir. | 11 | 6 may at least for some users be an easier process to |
| 12 | Q. Is it the only thing that you disclosed? | 12 | achieve rotation about the yaw axis as compared to |
| 13 | A. Oh, no, sir. It's like one building block. | 13 | rotating trackball 12 at least in terms of rotation |
| 14 | Q. Let's take a look at Figure 4 from that application | 14 | about yaw. |
| 15 | briefly, something you were shown in your | 15 | A. Yes, sir. |
| 16 | cross-examination. | 16 | Q. Is yaw one of the 6 degrees of freedom of movement? |
| 17 | THE COURT: And for the record, is this the | 17 | A. Yes, sir. |
| 18 | 2000 application or the '96 application? | 18 | Q. And does this suggest taking it out of the ball and |
| 19 | MR. CAWLEY: Thank you, your Honor. It's the | 19 | putting it into the collet? |
| 20 | '96 application. | 20 | A. Yes, sir, it does. |
| 21 | BY MR. CAWLEY: | 21 | Q. Now, Mr. Armstrong, I believe you -- you testified |
| 22 | Q. Is the ball that's Number 12 a member of control | 22 | in cross-examination that at various times after you'd |
| 23 | thereto -- I'm sorry. Bad question. | 23 | filed your continuation application in 2000, you wrote |
| 24 | Is the ball that's labeled Number 12 a member | 24 | claims in that patent to cover the Nintendo GameCube |
| 25 | of control, something that you can use to control? | 25 | controller; is that right? |
|  | Page 381 |  | Page 383 |
| 1 | A. Yes, sir. |  | A. Yes, sir. |
| 2 | Q. But is it the only member of control that's shown | 2 | Q. Is there anything wrong with that as far as you |
| 3 | in this drawing? | 3 | know? |
| 4 | A. No, sir. | 4 | A. No, sir. |
| 5 | Q. Let's take a look at Figure 9. We saw that before. | 5 | Q. Did you hear Judge Clark's instruction about that |
| 6 | Is the ball that's labeled Number 12 there a member of | 6 | yesterday? |
| 7 | control? | 7 | A. I believe he did give one, yes, sir. |
| 8 | A. Yes, sir. | 8 | Q. And did he say that there's nothing wrong with |
| 9 | Q. Is it the only one? |  | that? |
| 10 | A. No, sir. | 10 | A. That's my understanding, yes, sir. |
| 11 | Q. Are there others? | 11 | Q. You also testified -- and we just heard a lot of |
| 12 | A. Yes, sir. | 12 | testimony from you about the bowling game and so forth |
| 13 | Q. What are they? | 13 | and the Wii Remote. Do you remember that? |
| 14 | A. There's the Number 16 which I call a collet. And | 14 | A. Yes, sir. |
| 15 | then there's the buttons, 136. | 15 | Q. And why -- whether you had accused the Wii Remote |
| 16 | Q. And let's take a look at Figure 20. That's the one | 16 | and you said that you talked to experts and so forth and |
| 17 | with the handle at the very top, correct? | 17 | so on. |
| 18 | A. Yes, sir. | 18 | Now, does Nintendo make many products that |
| 19 | Q. And in this figure we can still see those two |  | you're aware of? |
| 20 | little buttons on the front of it, right? |  | A. Yes, sir. |
| 21 | A. Yes, sir. |  | Q. Do they all infringe your patents? |
| 22 | Q. Does this show a single member of control? |  | A. No, sir. |
| 23 | A. Yes, at least. Yes, sir, it does. | 23 | Q. Have you even accused the Wii Remote by itself of |
| 24 | Q. What else does it show? | 24 | infringing in this lawsuit? |
| 25 | A. It shows additional input members. | 25 | A. No, sir. |
|  |  |  | 47 (Pages 380 to 383) |
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|  |  |  |  |


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| :---: | :---: |
| teaching a freshman course for brand-new engineering | MR. CAWLEY: -- in front of the jury box? |
| 2 students on machine design and computer-aided design. | BY MR. CAWLEY: |
| 3 And then I've taught various classes at different | 3 Q. First of all, let me turn this microphone on. |
| levels, up to graduate level courses for doctoral | Now, I think that the question that I asked |
| 5 students, in things like robotics and human-machine | 5 you, Professor Howe, is: Can you explain to the jury |
| 6 interfaces. | 6 the features of the controller that you have in your |
| Q. Now, you used a phrase there that you teach | 7 hand? |
| graduate students about "human-machine interfaces." | 8 A. Certainly. Happy to do that. So, you've all |
| What do you mean by those three words? | figured out by now, I'm sure, you hold it in two hands |
| 10 A. Well, it's kind of a broad term. It refers to | 10 like this and you'll see there are a couple of joysticks |
| 11 finding good ways for people to control complicated | 11 or thumbsticks and they are thumbsticks, of course, |
| 12 systems. So, for instance, finding good ways for people | 12 because you put your thumbs on them very carefully and |
| 13 to control robots that are in remote locations, like | 13 they move in two directions. You can move them up and |
| 14 exploring outer space or under the ocean, or controlling | 14 down. You can move them right and left. So, there are |
| 15 complicated computer systems, which could even include | 15 two different directions you can use there and, of |
| 16 video games. | 16 course, any combination they'll move around. |
| 17 Q. Do you have a research lab at Harvard? | 17 Down here we have this cross-switch or D-pad, |
| 18 A. I do. I've got about a dozen graduate students and | 18 directional pad. It goes by different names. I'm going |
| 19 postdoctoral fellows; and we do research in robotics, | 19 to call it the "D-pad" because that's what I'm used to. |
| 20 again, and these human-machine interfaces. | 20 And that has four different directions you can push. |
| 21 Q. Now I'd like to ask you at this time, Professor | 21 So, again, you can go right, go left, go up, go down. |
| 22 Howe, to give us a general description of the features | 22 This one you don't do combinations on. You pick one |
| 23 of some of the controllers you looked at. And let's | 23 direction and push that. And you can feel a little |
| 4 start with Plaintiff's Exhibit 413. | 24 click when you push it down. That's just to tell you |
| 25 MR. CAWLEY: May I approach, your Honor? | 25 that the switch is closed so you know that you actually |
| Page 393 | Page 395 |
| THE COURT: You may. | pushed it down. |
| MR. CAWLEY: And, your Honor, at this time we | There are some other buttons on the f |
| 3 have exemplars of this exhibit that we would request to | some simple buttons; and then on the front here are a |
| 4 present to the jury during Dr. Howe's testimony. | couple of triggers. Okay? And there's one under each |
| THE COURT: One for each of them? | 5 of your index fingers; and then there is a little button |
| MR. CAWLEY: Yes, your Honor. | 6 above it, the purple one here. So, those are the basic |
| THE COURT: Any objection? | input features of the device. |
| MR. PRESTA: No objection. | Now, there's -- |
| THE COURT: All right. Go ahead. | Q. Okay. |
| 10 Now, is that a marked exhibit; or is that one | 10 A. -- one other feature that you can't see; and that's |
| 11 of the demonstratives? | 11 this idea of a rumble motor, vibration feedback. |
| 12 MR. CAWLEY: Once again, your Honor, the | 12 Q. Let me interrupt you because I have something to |
| 13 picture of that exhibit is marked. | 13 show you that may help you show that. |
| 14 THE COURT: What number? | 14 MR. CAWLEY: If I may approach the witness, |
| 15 MR. CAWLEY: 413. | 15 your Honor. |
| 16 THE COURT: All right. Ladies and gentlemen, | 16 THE COURT: You may. |
| 17 the model you are holding is the actual thing. In the | 17 A. So, this is a disassembled version. The cover has |
| 18 jury room you'll see a picture marked Plaintiff's | 18 been taken off. And the circuit board in here covers |
| 19 Exhibit 413. | 19 up -- underneath here there is a little motor you can |
| 20 Go ahead, counsel. | 20 see just peeking out there. And quite conveniently, |
| MR. CAWLEY: Thank you, your Honor. | 21 we've packaged that up into a little box. You can see |
| 22 And, your Honor, could I request that since | 22 there is a battery. Here is the motor on top. And as |
| 23 the professor will be showing the jurors various | 23 you push it, you get a vibration. Okay? |
| 24 features of this controller, could he step down -- | 24 So, that's what you feel when you're playing |
| 25 THE COURT: Please. | 25 the game if you run into a wall, that sort of thing, |

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| :---: | :---: | :---: |
| first words in the claim are "a hand operated controller |  | THE COURT: You may. |
| 2 comprising." | 2 | THE WITNESS: Thank you. I wonder if I could |
| 3 Q. Now, let's stop you right there. We've only gotten | 3 | get a pointer, laser pointer. |
| 4 through five words, but I want to stop you there and ask | 4 | Thank you. |
| 5 you: Has Judge Clark defined any of those words, any of | 5 | A. Okay. Let me stand out of your way but where I can |
| 6 those five words that are in this very first part of | 6 | still be heard. |
| 7 claim 19? | 7 | Okay. So, this is the controller again. |
| 8 A. Yes, he has. And in particular, the word | 8 | It's redrawn here so that we can use some an |
| 9 "controller" was defined; and I can read that | 9 | give you a better idea of what's going on. And this is |
| 10 definition. (Reading) Controller means a device held in | 10 | what you see if you take off the cover of the housing, |
| 11 the user's hand that allows hand or finger inputs to be | 11 | and we colored blue here this cross pad that sticks out |
| 12 converted into electrical signals for manipulation of | 12 | the top. |
| 13 images or graphics on a display device which are capable | 13 | Now, if we take off that cross pad, |
| 14 of being perceived by a human. | 14 | underneath it is a little rubber thing. That's called |
| 15 Q. And applying that definition, have you looked to | 15 | "dome caps." And underneath them are some sensors |
| 16 see if this is present in the GameCube controller? | 16 | mounted to the circuit board. And you can see they are |
| 17 A. Yes. It certainly does describe the capabilities | 17 | labeled "left," "right," "up," and "down." So, what |
| 18 of this controller. It can control images as described | 18 | happens is -- is you push down the button in the up |
| 19 in the definition there given us by Judge Clark. | 19 | direction, for example. That forces down that dome cap, |
| 20 Q. What have you concluded about this first bit of | 20 | and that closes the circuit here. It's essentially a |
| 21 claim 19? | 21 | switch. So, this is a convenient way to make a bunch of |
| 22 A. Well, it is present in the controller; so, we can | 22 | switches in a small space. And you can see that you |
| 23 check that one off. | 23 | have four different sensors. |
| 24 Q. All right. What's the next part of claim 19 that | 24 | Now, these are unidirectional sensors. That |
| 25 you want to consider? | 25 | means I can only go in one direction. I can go up. |
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| A. Okay. Here we have: Structure allowing h |  | There is a separate sensor for down. I can go right, |
| 2 inputs rotating a platform on two mutually perpendicular | 2 | but there is a separate sensor for left. So, they are |
| 3 axes to be translated into electrical outputs by four | 3 | unidirectional and we have four of them and we have t |
| 4 unidirectional sensors to allow controlling objects and | 4 | different directions. We have the up/down direction. |
| 5 navigating a viewpoint. | 5 | We have the left/right direction. So, all of those |
| Q. Okay. Has Judge Clark given us definitions of any | 6 | pieces are present here in the cross pad. |
| 7 of the terms in that part of claim 19? | 7 | Q. And is this structure to create outputs? |
| 8 A. Yes. And the key here is "navigating a viewpoint," | 8 | A. Yes, it is. So, the circuit board here is |
| 9 towards the end of that element. Let me read that: | 9 | essentially a bunch of fancy wiring. So, there is a lot |
| 10 Navigating a viewpoint means positioning or orienting a | 10 | of copper traces that are sandwiched in between |
| 11 user's view. | 11 | insulators; and various computer chips are attached. |
| 12 Q. Okay. Is this part of claim 19 in the GameCube | 12 | Some other sensors we'll talk about in a little bit. |
| 13 controller? | 13 | And then these wires take the signal over, and |
| 14 A. Yes, it is. It describes the cross-switch or the | 14 | eventually that signal is sent over the cable you see at |
| 15 D-pad. And I can explain that in a little more detail. | 15 | the end of your controller there to the game console. |
| 16 Q. Have you -- sure. Go ahead. | 16 | And the game console is the computer that's running the |
| 17 A. Yeah. So, I've got a slide, if I could have that. | 17 | video game. That's where the software does its thing. |
| 18 Q. Have you prepared some slides to help explain -- | 18 | So, these signals from the sensor, then, are |
| A. Yes. | 19 | sent over that cable, where they can be used by the |
| 20 Q. -- your testimony and your research? | 20 | programmer of the video game to control various things |
| 21 A. Yes, I have. | 21 | inside the video game such as changing the viewpoint. |
| 22 Q. Okay. Go ahead. | 22 | And it's clear from knowing how these work, if you're an |
| 23 A. Okay. So -- | 23 | engineer and familiar with this kind of thing, that that |
| 24 THE WITNESS: Your Honor, if I might stand up | 24 | capability is present. And, furthermore, I played video |
| 25 again? | $25$ | games where it works that way; you can use this to |

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| :---: | :---: | :---: | :---: |
|  | navigate your viewpoint. So, it's clear that capability | 1 | Q. That's the weight? |
| 2 | is present here in this device. | 2 | A. Oh, no. I'm sorry. Right here (indicating). |
| 3 | Q. I'm not sure if you said this or not; but just to | 3 | Q. That thing that looks about like a triangle? |
| 4 | be clear, in addition to being capable of navigating a | 4 | A. Yeah. And it's off-center so that as it spins |
| 5 | viewpoint, is it capable of controlling objects? | 5 | around, it generates that vibration. |
| 6 | A. Oh, yes, it is. Again, the signal that is | 6 | Q. All right. So, excuse my interruption; but what |
| 7 | present -- that's generated here when it's sent over to | 7 | did you tell us then about your conclusion on this third |
| 8 | the game console can be used as a lot of things, | 8 | piece of the language in claim 19? |
| 9 | controlling objects and navigating a viewpoint included. | 9 | A. Once again, it's a good description of this |
| 10 | Q. So, what have you concluded about this second piece | 10 | component of the GameCube controller; so, we should |
| 11 | of claim 19? | 11 | check it off. It's present. |
| 12 | A. We've gone through all of it and it matches the | 12 | Q. Tell us about the next piece of language that |
| 13 | D-pad or cross-switch and, so, we should check it off. | 13 | you've considered in claim 19. |
| 4 | Q. What's the next language in claim 19 that you'd | 14 | A. Certainly. Okay. Here we have (reading) a second |
| 15 | like to consider? | 15 | element movable on two mutually perpendicular axes, said |
| 16 | A. Okay. Let's see. My eyesight is not real good. | 16 | second element structured to activate two bi-directional |
| 17 | You'll forgive me if I read off this instead. | 17 | proportional sensors providing outputs at least in part |
| 18 | Okay. So, the next piece we have is: The | 18 | controlling objects and navigating a viewpoint. |
| 19 | controller including a tactile feedback means for | 19 | Q. And, once again, has Judge Clark given us |
| 20 | providing vibration detectable by the user through the | 20 | definitions of any of these terms? |
| 21 | hand operating the controller. | 21 | A. Yes, he has. In this case it's the term "movable |
| 22 | Q. Now, did Judge Clark define any of these terms for | 22 | on two mutually perpendicular axes," which means capable |
| 23 | us? | 23 | of 2 degrees of freedom of movement on axes that |
| 24 | A. Yes, he did. "Detectable by the user" means | 24 | intersect at a 90-degree angle. |
| 25 | "capable of being perceived by the hand or ear of the | 25 | Q. Okay. So, have you looked for this part of claim |
|  | Page 405 |  | Page 407 |
| 1 | user of the controller." | 1 | 19 to see if it's in the GameCube controller? |
| 2 | Q. Okay. Have you taken these words from the claim | 2 | A. Yes, I have. And this describes the thumbstick |
| 3 | and Judge Clark's definition and looked into the | 3 | feature. So, we have two thumbsticks here. And if you |
| 4 | GameCube controller to see if this is there? | 4 | take them apart, it turns out the sensor pieces |
| 5 | A. Yes, I have. And, once again, it's this vibration | 5 | underneath these are the same. The caps are different |
| 6 | feedback motor. And I have a slide; but I can also show | 6 | shapes; they're different colors. But the way they |
| 7 | you here that if you peek underneath the front of this, | 7 | function is the same. |
| 8 | there is the motor present inside the controller. And | 8 | So, we'll pick one and talk about that here. |
| 9 | here you can see what it looks like when it's removed. | 9 | Could I have my next slide, please? |
| 10 | So, we should check that one off. It's also present. | 10 | And here you see them again with the cover |
| 11 | Q. Okay. But before we get along to that -- | 11 | taken off so you can see what's underneath. And this is |
| 12 | A. Okay. | 12 | on one of those thumbsticks. |
| 13 | Q. -- this picture is the inside -- is that the inside | 13 | You can move on. |
| 1 | of that demonstration unit that you showed us before? | 14 | And this animation will show you how it |
| 15 | A. I believe so. So, again, if you take this -- | 15 | works. So, there we go moving in the right/left and |
| 16 | Q. We heard -- I'm sorry. Go ahead. | 16 | moving in the up/down direction. |
| 17 | A. Yeah. If you take this apart, this is what you | 17 | Now, in each case, as this thing moves, there |
| 18 | see. The weight is separated here so you can actually | 18 | is a little set of shafts in there; and they couple to |
| 19 | see it. It's inside a container here; but once you take | 19 | these darker boxes down below. And those darker boxes |
| 20 | it apart the next step, you can see it. We didn't do | 20 | are the sensors. So, here you can see -- as this one |
| 21 | that here so it would actually operate and we can show | 21 | rotates, you see the center shaft of the sensor move. |
| 22 | you how it works. | 22 | Those boxes are called "rotary potentiometers," and they |
| 23 | Q. Show us the weight on the slide. | 23 | work something like the dimmer switch in your dining |
| 2 | A. Oh, yeah, sure. It's actually this piece | 24 | room so you can turn the light up or down to make it |
| 25 | (indicating) right here. | 25 | brighter or darker. Another analogy might be the gas |

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| :---: | :---: | :---: | :---: |
| 1 | pedal on a car. So, it isn't just on/off. You can |  | one. They are not coupled at all with each other. |
| 2 | control how fast the car goes or how bright the light is | 2 | So, we can go ahead and check off that |
| 3 | to any value you want in between. |  | element. |
| 4 | Okay. So, here we have our second element, |  | Q. And what's the last piece of claim 19 that you |
| 5 | then, is the top of the joystick here; and it activates | 5 | considered? |
| 6 | these two bi-directional proportional sensors. They are | 6 | A. Okay. And the last one is just a continuation of |
| 7 | bi-directional because they can go right or left, one | 7 | that last piece. It says: A button sensor, said button |
| 8 | single sensor. The other sensor can go up or down; so, | 8 | ensor outputs at least on/off data to allow controlling |
| 9 | that's bi-directional. And proportional, again, is this | 9 | the objects. So, that -- |
| 10 | idea that it can hit any value from a small value to a | 10 | Q. Is that in the controller? |
| 11 | high value or anything in between. |  | A. Yes, indeed. And that's just the sensor that's |
| 12 | Q. And does this create outputs? | 12 | hooked up to these trigger buttons. Again, in looking |
| 13 | A. Yes. So, once again, these are the wires coming | 13 | at how they are constructed, the sensors are |
| 14 | out the bottom. They are soldered onto the circuit | 14 | constructed, and in playing video games, I've confirmed |
| 15 | board. Those signals are transmitted over the cable to | 15 | that they can be used, once again, to allow controlling |
| 16 | the game console, and there the game designer can write | 16 | objects in the video game. So, that capability is |
| 17 | software that uses those signals in lots of different | 17 | present here again; and we can check off that last |
| 18 | ways. And the language in the element here about | 18 | element. |
| 19 | controlling objects and navigating a viewpoint is | 19 | Q. All right. Why don't you take the witness stand |
| 20 | certainly met. | 20 | again while I do that. |
| 21 | Once again, I've played games where I've used | 21 | It looks as though, Professor Howe, that -- |
| 22 | these thumbsticks to do those things in the video games; | 22 | THE COURT: Excuse me one minute, counsel. |
| 23 | so, I'm certain that capability is present in the | 23 | Ladies and gentlemen, let me remind you you |
| 24 | controller. | 24 | have in your juror book a copy of the patent with the |
| 25 | Q. So, what have you concluded about this fourth part | 25 | actual claims because we're going to start getting |
|  | Page 409 |  | Page 411 |
| 1 | of claim 19? |  | testimony from both sides about them. You have the |
| 2 | A. Again, it's a good description of the GameCube | 2 | atent, where you have the claims set out there; and you |
| 3 | controller; so, we can check it off. | 3 | also have the large size version under the "Claims" |
| 4 | Q. What's next? | 4 | section, if you want to follow along in your books. |
| 5 | A. Well, okay. The next piece starts out: A third | 5 | Go ahead, counsel. |
| 6 | element -- and then all the words are exactly the same | 6 | BY MR. CAWLEY: |
| 7 | as the piece we just read that starts out "a second | 7 | Q. And somebody handed me a note. Just to make sure |
| 8 | element." So, this basically says one more just like | 8 | I'm clear, Dr. Howe, how did you define the plurality of |
| 9 | the last one. | 9 | finger-depressible buttons? What does that mean? |
| 10 | Now, as I mentioned, here we have two | 10 | A. I'm sorry. I never defined "plurality" for you, |
| 11 | thumbsticks; and when you take off those different caps, | 11 | did I? |
| 12 | underneath it, you see the same sensing structure. So, | 12 | Plurality just means more than one. And as |
| 13 | at the end of the day, we have two that are the same | 13 | we saw, there are two triggers; so, we've definitely met |
| 14 | and, thus, we've met that next term the same way we did | 14 | that criteria as well. |
| 15 | in the previous one and we can move along. | 15 | Q. So, it looks as though we've checked off all the |
| 16 | Q. So, check it off? | 16 | parts of claim 19. |
| 17 | A. Check it off, yep. |  | A. That's right. |
| 18 | Q. And what's next? | 18 | Q. What does that mean? |
| 19 | A. Next, we have: A plurality of independent | 19 | A. Well, that means that the GameCube controller |
| 20 | finger-depressible buttons, each button associated with. | 20 | infringes claim 19. |
| 21 | So, the idea here is that we have these | 21 | Q. And is that your conclusion after your study? |
|  | triggers -- this is a description of these triggers and | 22 | A. Yes, it is. |
|  | they are obviously finger-depressible. You can put one | 23 | Q. Now, do you see anywhere in claim 19 where it says |
|  | finger on each one to move it up and down, and they are |  | that it requires a single input member? |
| 25 | independent. I can work this one, or I can work this | 25 | A. No. Those words are not present. |


|  | Page 412 |  | Page 414 |
| :---: | :---: | :---: | :---: |
|  | Q. What kind of input members does claim 19 talk |  | you'd like to talk about that you've studied for |
| 2 | about? |  | purposes of seeing if the GameCube controller infringes |
|  | A. Well, there's more than one. You know, it starts | 3 | some other claim? |
| 4 | out, for instance -- it talks about (reading) a | 4 | A. Well, let's go to claim 22 next. And we have a |
|  | structure allowing hand inputs rotating a platform on | 5 | slide rather than a chart for this one. If I can begin |
| 6 | two mutually perpendicular axes. And then on down, all | 6 | by reading it: A hand-operated controller according to |
| 7 | the way to the bottom, there is a plurality of | 7 | claim 19 wherein -- and those words mean it's a |
| 8 | independent finger-depressible buttons. So, there is | 8 | dependent claim; and that is to say, this is saying that |
| 9 | not just one input element described in this claim. | 9 | for this invention, it includes everything that's |
| 10 | Q. And there's been a lot of talk in the courtroom |  | already in claim 19 plus some new things. |
|  | about what Mr. Armstrong's invention is or is not. Is |  | Q. Okay. So, does that mean that if we were really |
| 12 | it your understanding that these words define what the | 12 | going to be tiresome about this, we would take those |
|  | invention of claim 19 is? |  | first few words and go back and recheck off all of these |
|  | A. Yes. That's right. |  | things from claim 19 ? |
| 15 | Q. Now, does claim 19 require a 6-degree-of-freedom | 15 | A. Yes, but I'm hoping we're not quite that thorough. |
| 16 | controller? | 16 | Q. Okay. Well, I'm in agreement with you. So, since |
| 17 | A. Well, let's see. It doesn't say so explicitly but |  | you've already shown us -- you've already shown us that |
| 18 | it describes a number of inputs and they add up to at | 18 | everything in claim 19 is there, let's use that as the |
| 19 | least six; so, in effect, it does describe a | 19 | launching point; and tell us what's new or additional in |
| 20 | 6-degree-of-freedom controller. | 20 | this claim 22 that you have to tell us about. |
| 21 | Q. Are there other ways to make a 6-degree-of-freedom | 21 | A. Sure. Well, the next words here are: Wherein said |
| 22 | controller other than what's described in claim 19? | 22 | button sensor outputs data proportionate to depression |
|  | A. Certainly. This is a particularly nice one, but | 23 | of one of said buttons. |
| 24 | there are many ways you can make a 6 degree of -- | 24 | Q. Okay. And, then, tell us what that means and if |
| 25 | Q. What's the simplest way you can think of to make a | 25 | you found that in the GameCube controller. |
|  | Page 413 |  | Page 415 |
| 1 | 6-degree-of-freedom controller? | 1 | A. Sure. Well, it refers to the button sensors. And |
| 2 | A. Well, I suppose you could put six push buttons on a | 2 | the button sensors, you'll recall, were just the |
| 3 | box and call that a 6-degree-of-freedom controller. It | 3 | triggers here, the two of them on the front. |
| 4 | would give you six signals. | 4 | And it goes on to say that they output data |
| 5 | Q. How would that compare to the controller that | 5 | proportionate to the depression of one of the buttons. |
| 6 | you've seen described in claim 19? | 6 | So, this is the idea of proportional sensors again. |
|  | A. Well, I would say it's a piece of junk, you'll | 7 | It's like your dimmer switch in your dining room or your |
|  | forgive me. It would not do a very good job of |  | gas pedal on your car. It's not just on/off. It's all |
|  | controlling video games; although, it would have six |  | the values in between. So, I can slide my finger slowly |
|  | degrees of freedom in it. |  | up and down. That might be the gas pedal on a driving |
|  | Q. Now, now that you have shown us your analysis of |  | game, for instance. And, so, this, in fact, matches the |
|  | claim 19 for the Nintendo GameCube controller, what's |  | description given in claim 22. |
|  | the next step in your study? |  | Q. So, can we check this off as infringed? |
|  | A. Okay. Well, I looked at other claims. |  | A. Yes, please. |
|  | Q. Okay. Now, "looked at other claims" -- and for |  | Q. And what is the next claim of the patent that |
|  | what product? |  | you've considered for infringement of the GameCube? |
| 17 | A. Okay. Well, let's stick with the GameCube. There |  | A. Let's go on to claim 23. Okay. Claim 23 states: |
|  | are several more claims which are infringed. |  | A hand-operated controller according to claim 22 -- |
|  | Q. Okay. So, do you want to go through all of the | 19 | Q. Okay. Let me stop you there. |
|  | claims that the GameCube has been accused of infringing | 20 | So, does that mean -- since claim 22 was |
|  | first? |  | based on claim 19, you have to have, for this claim 23, |
|  | A. Yes. I think it's easier if we go through GameCube | 22 | everything in 19 -- |
|  | first, and then we'll talk about some of the other | 23 | Is that right? |
| 24 | controllers. |  | A. That's right. |
| 25 | Q. Okay. Very good. Then, what's the next claim | 25 | Q. And you've already found that. |
|  |  |  | 55 (Pages 412 to 415) |
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|  |  |  |  |


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| :---: | :---: | :---: |
| 1 A. Yep. | 1 | converted into electrical signals for manipulation of |
| 2 Q. -- and then everything in 22 that we just saw, | 2 | images or graphics on a display device which are capable |
| 3 right? | 3 | of being perceived by a human. |
| 4 A. Yep. | 4 | Q. All right. And have you taken into account and |
| 5 Q. And you found that. | 5 | applied that definition and looked for that in the |
| 6 A. Indeed. | 6 | GameCube? |
| 7 Q. Plus something additional; is that right? | 7 | A. Yes, indeed. |
| 8 A. That's right. | 8 | So, it's clear that the GameCube controller |
| 9 Q. Tell us what the additional thing is in claim 23. | 9 | matches that definition of a 3-D graphics controller for |
| 10 A. So, the additional part here are the words: | 10 | controlling a television-based game. |
| 11 Wherein the bi-directional proportional sensors are | 11 | Q. Okay. What's the next new language or words in |
| 12 rotary potentiometers. | 12 | claim 16 that you haven't told us about yet? |
| 13 So, here that describes the thumbsticks. And | 13 | A. Okay. Well, this looks a little messy, if I could |
| 14 we've already been through this, in fact, because the | 14 | have the next -- |
| 15 bi-directional proportional sensors here were, as we saw | 15 | Q. Well, I'm looking at 3-D graphic here; and let me |
| 16 in our illustration, rotary potentiometers. And, so, in | 16 | just make sure that I understand. |
| 17 fact, we've already ascertained that the description | 17 | Does 3-D, as the judge defined it, mean like |
| 18 here matches the GameCube controller. | 18 | those old movies that I went to as a kid where you have |
| 19 Q. So, what have you concluded about claim 23? | 19 | cardboard glasses and you put them on and something |
| 20 A. That we should check it off because it's infringed. | 20 | jumps out of the screen at you? |
| 21 Q. Thank you. And what's the next claim that you've | 21 | A. No. I certainly remember those movies where things |
| 22 studied? | 22 | come out of the screen, and this is completely |
| 23 A. Okay. Next, I'd like to do claim 16. | 23 | different. Again, we have a definition from Judge Clark |
| 24 Q. Okay. This one looks like a problem because it's | 24 | which gives us the technical meaning of that term here; |
| 25 got a lot of words in it. | 25 | and it's not a 3-D movie. |
| Page 417 |  | Page 419 |
| 1 A. Well, fortunately a lot of them are the same, not | 1 | Q. Okay. And, likewise, can the GameCube controller |
| 2 all of them. But, for instance, there is a description | 2 | control graphics that are movable in 6 degrees of |
| 3 in there about an element to activate first two | 3 | freedom? |
| 4 bi-directional proportional sensors. That's the same | 4 | A. Yes, it can. |
| 5 description of the joystick. We've already done that. | 5 | Q. Tell us about that. Why do you say that the |
| 6 Q. Okay. Well, then, let's take this approach. If | 6 | controller is capable of controlling graphics movable in |
| 7 there's something in this claim that you've already | 7 | 6 degrees of freedom? |
| 8 discussed and already decided or explained to us how | 8 | A. Right. Well, we can, first of all, just count up |
| 9 it's in the GameCube, let's not take the time to discuss | 9 | the number of different ways you can control things. |
| 10 it all over again. Instead, let me ask you to point out | 10 | So, with the directional pad we can do one direction |
| 11 what's new in this claim 16 that you have not discussed | 11 | that's right or left, another that's up and down. We've |
| 12 yet and have not showed us how that new piece is present | 12 | got the same thing, two directions on each of the |
| 13 in the GameCube controller. | 13 | thumbsticks. So, if we just add those up, that alone |
| 14 A. Very good. I like it. | 14 | gives us six different degrees of freedom or six |
| 15 So, let's begin at the first part because | 15 | different ways of controlling things. |
| 16 that is something new; and I have a slide that | 16 | Q. And is this helpful in controlling 3-D graphics? |
| 17 highlights this. It begins: A 3-D graphics controller | 17 | A. Certainly. |
| 18 for controlling a television-based game. | 18 | Q. How is that? |
| 19 Now, a couple of those terms were defined in | 19 | A. Well, it's useful in controlling a single object |
| 20 the court's claim construction order. Let me read those | 20 | that moves in 6 degrees of freedom. So, for instance, a |
| 21 definitions. | 21 | spaceship in outer space can move in a line in three |
| 22 "3-D" means capable of movement in 6 degrees | 22 | different ways. It can also rotate in three different |
| 23 of freedom. | 23 | ways. But it can also be mapped to a lot of other |
| 24 And "controller" means a device held in the | 24 | systems; so, it can be used to control multiple objects |
| 25 user's hand that allows hand or finger inputs to be | 25 | that have fewer degrees of freedom of control. |


| Page 420 | Page 422 |
| :---: | :---: |
| 1 Q. Well, let's talk about some specific games. Have | 1 a sheet. And it goes on to talk about a first sheet and |
| 2 you played any car racing games? | 2 a second sheet. |
| 3 A. Yes, I have. | 3 And if I can pull this out here, you can see |
| 4 Q. How do you control a car on the screen in some of | 4 that one of the sheets -- and do I have a slide on this, |
| 5 the car racing games you've played? | 5 too? Yeah. |
| 6 A. Okay. Well, obviously there's steering. There's | 6 So, one of the sheets is shown in dark green |
| 7 right and left. And then there's, you know, usually a | 7 there. That's the main circuit board here. And it has |
| 8 brake and an accelerator. So, you can go forward or | 8 a thumbstick and the directional pad attached to it. |
| 9 less forward, I guess. | 9 But then the second thumbstick, you see the |
| 10 Q. Well, I'm not sure I counted right; but are the | 10 yellow one here, is actually attached to a different |
| 11 things you just described to play the racing game 6 | 11 little circuit board connected to the first one by |
| 12 degrees of freedom? | 12 wires. |
| 13 A. Well, no. That really is just two different | 13 So, there are two sheets; and they are |
| 14 directions, the right/left direction for rotation and | 14 located on different planes; that is, one is mounted |
| 15 then the forward direction. But you can imagine having | 15 higher than the other. |
| 16 other things you'd like to control. So, for instance, | 16 THE COURT: All right. Excuse me, counsel. |
| 17 you might like to have the -- a separate control for the | 17 Ladies and gentlemen, we're going to go ahead |
| 18 brake and for the accelerometer -- and for the | 18 and take a break. I'll ask you to be back at ten of. |
| 19 accelerator. Those are separate controls in a real car. | 19 Please remember my instructions. Don't discuss the case |
| 20 Even though they really control the same thing, the same | 20 among yourselves. |
| 21 direction, having separate functions for those would be | 21 (The jury exits the courtroom, 2:34 p.m.) |
| 22 nice. | 22 THE COURT: We'll be in recess until ten of. |
| 23 There are other things like the viewpoint. | 23 (Recess, 2:34 p.m. to 2:48 p.m.) |
| 24 You might want to be able to get a bird's-eye view so | 24 (Open court, all parties present, jury |
| 25 you can see what's ahead as you're driving along and | 25 present.) |
| Page 421 | Page 423 |
| other things. It might be fun if you go off the road in | THE COURT: Go ahead, counsel. |
| 2 a driving game, you run into some mud and you have to | MR. CAWLEY: Thank you, your Honor. |
| 3 turn on the windshield wipers so you can see again out | 3 BY MR. CAWLEY: |
| 4 the windshield in a game. | 4 Q. Professor Howe, where were we? |
| 5 So, there are a lot of functions; and | 5 A. Well, let's see. I think we were talking about |
| 6 designers can use them in creative ways to make | 6 claim 16 and we had gotten to the part where we |
| interesting and fun video games. | 7 mentioned that there were two sheets inside the GameCube |
| 8 Q. Okay. We're still on claim 16, right? | 8 controller and I think I showed you in the actual |
| 9 A. That's right. | 9 disassembled controller, but let me point it out on the |
| 10 Q. Why don't you take us, then, to the new things that | 10 slide here. |
| 11 are in claim 16 that you have not talked about yet? | 11 The dark green is that first large circuit |
| 12 A. Okay. Now if I could have my next slide here. | 12 board and you can see it has one of the thumbsticks and |
| 13 So, there are a bunch of different things | 13 the directional pad on it and if you flip it over, it |
| 14 highlighted there; and they all talk about sheets. So, | 14 actually has the trigger sensors on that, as well. |
| 15 for instance, down towards the bottom there, it talks | 15 But then if we could remove those various |
| 16 about (reading) sensors at least in part connected to a | 16 components, you'll see there is a second bright green |
| 17 second sheet, said first sheet located on a first plane | 17 circuit board there that's on a different level. |
| 18 and said second sheet located on a second plane. And, | 18 So, this meets the condition given in the |
| 19 so, the yellow stuff above that also talks about these | 19 claim that there are two sheets on two planes. |
| 20 ideas of sheets. | 20 Q. Thank you. And I think, to reorient us here, you |
| 21 Now, the sheets in this case are circuit | 21 were in the process of going through this claim 16 and |
| 22 boards. So, it's a very general term. And in the case | 22 telling us just about the new additional things that you |
| 23 of the GameCube controller, you can see that these -- | 23 hadn't discussed yet. So, please proceed with that. |
| 24 the circuit board here onto which the various sensors | 24 A. Okay. So, let's see, the next piece here is shown |
| 25 and electronics components are mounted is in the form of | 25 highlighted; and it talks about (reading) an independent |

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before.
Q. Okay. What else is new?
A. Okay. Then all the way down at the bottom. Good.
(Reading) A sheet connecting to at least eight of the sensors.

Well, the sheet is the circuit board. So, this is saying that you want to have at least eight of them connected to one circuit board. So, here is our circuit board again. We have the D-pad. That's got the right/left, up and down. That's four sensors. One of the thumbsticks. It's got the two directions. So, that's another two sensors. Those are bi-directional sensors. And then we've got those trigger sensors on the front here that are connected to the bottom of the board. So, this sheet in this case has eight -- four, two, and two.
Q. So, looking for all of the things that you told us about before that you told us were in the GameCube and that are also in this claim 14 and then looking at the things that are new in claim 14 that you've just told us about, what have you concluded about how the GameCube matches up to claim 14?
A. Well, all of the elements are there. We've gone through and checked off both the old ones and the new ones now. And, so, claim 16 is infringed by the

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GameCube controller.
Q. You said 16?
A. I'm sorry. Claim 14 is infringed by the GameCube controller. Sorry.
Q. Okay. Now, is that all of the claims that you have considered relevant to the GameCube controller?
A. Yes, that's right. We're through with GameCube.
Q. Have you also considered other controllers?
A. Yes, I have.
Q. Okay. Let me hand you --

MR. CAWLEY: If I may approach, your Honor. THE COURT: You may.

## BY MR. CAWLEY:

Q. -- what has been marked -- at least the picture of it has been marked as Plaintiff's Exhibit 440.

Could you tell us what that is, Professor
Howe?
A. Yes. This is the GameCube Wavebird wireless controller.
Q. Okay. Can you tell us how this controller compares to the one that the jurors have in their hands, the GameCube controller?
A. Sure. Well, as you can see, the input looks the same. The big difference here, of course, is that this one has a cable and this one doesn't. This has a

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wireless connection so that you don't need to worry about that cable while you're playing.

It's also got a bigger housing, and one reason for that is it has to have batteries so it can operate. This one can get the power over the cable from the console. This one has to have batteries in it. So, it's kind of a bigger, clunkier-looking housing.

Now, the actual input elements are the same. You can see there are two thumbsticks. There is the cross pad, a bunch of buttons on the front. If we look at the trigger, the trigger configuration is the same. There is an extra on/off switch here which is present, an extra little dial here. But the basic input elements that we've been talking about are just the same.

Now, there is one key difference. This device, the Wavebird wireless controller, does not have rumble. It does not have the motor in it that gives you active tactile feedback.
Q. Okay. So, let me make sure that I understand where we are, then. You told us that this new controller that we're looking at has a wireless communicator in it as opposed to the wire of the first one and the new one has an extra on/off switch and a little bit different housing. Do any of those things have anything to do with infringement?

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A. No. None of those are described by the claims we've been talking about.
Q. Okay. So, you've also said, though, that there is a difference between the GameCube controller that the jurors have and this Wavebird controller because -- I think you said that the Wavebird controller has no rumble motor. Correct?
A. That's it, yes.
Q. Okay. So, for the claims of the patent that say, for example -- where is that in claim 19 ?
A. Let's see. Again, I have to look at my copy.
Q. It's the third? Okay. For the claims such as
claim 19 that say (reading) the controller including a tactile feedback means, which we've heard is rumble, does that mean that claim 19 is infringed?
A. No. It is not infringed by this controller.
Q. Okay. So, we couldn't -- for this controller at least, we couldn't check off this box, right?
A. Correct. So, it does not infringe.
Q. Okay. But are there any claims of the patent, the '700 patent, that are still infringed by the Wavebird even though it doesn't have rumble?
A. Yes, there is, in fact. And that is claim 14.

So, claim 14 never describes this tactile feedback feature. It's not present there.

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| Page 432 | Page 434 |
| :---: | :---: |
| 1 Q. Okay. Is everything else there? | 1 if you would, please. |
| 2 A. Yes. All the rest of the sensors, the input | 2 A. (Complying.) |
| 3 switches and all that we talked about for the GameCube | 3 Q. Can the Wii Classic be used to control games by |
| 4 controller, are just the same. They're accurately | 4 itself? |
| 5 described by the claim language. So, for that case, for | 5 A. No, it cannot. |
| 6 claim 14, for the same reasons we talked about with the | 6 Q. And why is that? |
| 7 GameCube, the Wavebird controller infringes claim 14. | 7 A. It can't communicate with the console, with the |
| 8 Q. Thank you, sir. Is that the only claim of the | 8 computer that runs the video games. It has to be |
| 9 patent that is infringed by this Wavebird controller? | 9 connected to the Wii Remote, and then the Wii Remote has |
| 10 A. That's the only one we're discussing, yes. | 10 a wireless connection over to the console. |
| 11 Q. Shall we move on to a new controller, then? | 11 Q. So, is it true that you have to have the Wii Remote |
| 12 A. Yes, let's do. | 12 connected to be able to use the Wii Classic Controller? |
| 13 Q. Which one is this? | 13 A. That's right. The two of them together really make |
| 14 A. Well, why don't we talk about the Wii Remote with | 14 up one controller in terms of communicating with the |
| 15 the Wii Classic Controller. | 15 console. |
| 16 Q. All right. | 16 Q. And how does one use the controller? |
| 17 MR. CAWLEY: Your Honor, I'd like to approach | 17 A. Well, there are a couple different ways you can do |
| 18 the witness to hand him Plaintiff's Exhibit 416 and 414. | 18 it. For instance, you can hold the Remote in one hand |
| 19 THE COURT: You may. | 19 and use the cross pad and buttons there. You could hold |
| 20 MR. CAWLEY: And at the same time, we request | 20 the Classic in the other and use the thumbstick here. |
| 21 permission to publish replicas -- or not replicas, | 21 Another alternative, you might drop this in |
| 22 publish duplicates of these exhibits to the jury. | 22 your lap and then you could use two hands, one on each |
| 23 THE COURT: Any objection? | 23 thumbstick, and so on. |
| 24 MR. PRESTA: No, your Honor. | 24 Q. Okay. Now, you've told us that you can't use the |
| 25 THE COURT: Okay. You may do so. Will you | 25 Classic by itself. Can you use the Remote by itself |
| Page 433 | Page 435 |
| 1 collect back up the other ones? | 1 without the Classic? |
| 2 MR. CAWLEY: Yes, your Honor. If I could ask | 2 A. Yes, you can. |
| 3 everyone to hand the old controllers up and we'll give | 3 Q. And is there, nevertheless, some useful |
| 4 you the new ones. | 4 functionality in the Classic part? |
| 5 BY MR. CAWLEY: | 5 A. Sure. For instance, if you're used to playing a |
| 6 Q. All right. Professor Howe, show us what this is. | 6 game, perhaps from the old GameCube that you want to |
| 7 A. Sure. Well, this is the Wii Classic Controller | 7 play on the Wii, you might want to have the same |
| 8 plugged into the Wii Remote controller. | 8 interface functions that you did on that old controller, |
| 9 Q. Okay. And I guess since part of this is being | 9 thus the name the "Classic Controller." |
| 10 written down and just so people who are reading it | 10 Q. Okay. Does the Wii Classic Controller have a |
| 11 instead of looking at what you have in your hands -- | 11 rumble motor inside of it? |
| 12 give us a little more of a visual description of which | 12 A. Well, this piece here does not have a rumble motor |
| 13 one is which. | 13 in it; however, the Wii Remote does have a rumble motor |
| 14 A. Oh, sure. Okay. So, the Wii Classic Controller | 14 in it. |
| 15 has a pair of these thumbsticks, once again. It has a | 15 Q. And since you've told us that you can't use the |
| 16 cross pad, some buttons on the face of it; and it also | 16 Classic piece without the Remote, does that mean that |
| 17 has a pair of these triggers and some buttons on the | 17 every time you're using the Wii Classic, you have a |
| 18 front, not unlike the GameCube controller you saw | 18 rumble feature? |
| 19 earlier. | 19 A. Yes, you do. That's right. |
| 20 Then the other piece of this, the Wii Remote | 20 Q. And have you actually used this setup of |
| 21 controller, the long, thin one, has a cross pad on the | 21 controllers to see if it uses rumble? |
| 22 top and has some buttons on the face. It has a simple | 22 A. Yes. For instance, you can use the Wii Remote to |
| 23 trigger, an on/off switch for a trigger underneath it. | 23 go through the menu options in a game; and every time |
| 24 And the two are connected by a cable. | 24 you go from one menu option to the next, you feel a |
| 25 Q. Now, can the Wii Classic -- and hold that up again | 25 little pulse of vibration and that helps let you know |

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| :---: | :---: |
| 1 how far down the menu you've gone and that sort of | 1 Q. And what's the last claim you've considered for |
| 2 thing, gives you useful feedback. | 2 this controller? |
| 3 Q. And is the rumble in this controller capable of | 3 A. Claim 23. And once again, it's a dependent claim. |
| 4 being used in other ways in other games? | 4 It says everything in claim 22 plus the bi-directional |
| 5 A. Sure. The capability is there. So, we know, | 5 proportional sensors are rotary potentiometers. And |
| 6 because we've observed that -- I've observed that, that | 6 sure enough, if you look underneath the thumbsticks |
| 7 the programmer can activate that rumble feature at will; | 7 here, just as with the GameCube, they are rotary |
| 8 that is, there is a built-in way in the system for doing | 8 potentiometers. So, once again, all the claim terms are |
| 9 that. So, a game controller -- a game programmer, | 9 met; and this combination of the Classic and Remote |
| 10 rather, could put that feature in if they want the | 10 infringes claim 23. |
| 11 capabilities built into the system. | 11 Q. Okay. |
| 12 Q. And is this rumble that you felt in the menu on the | 12 MR. CAWLEY: May I approach, your Honor? |
| 13 Wii screen menu feature? | 13 THE COURT: You may. |
| 14 A. I'm sorry. Is it in the Wii... | 14 MR. CAWLEY: I'd like to provide the witness |
| 15 Q. The Wii screen menu, the menu for the Wii screen. | 15 with Plaintiff's Exhibit 418, the Wii Nunchuk connected |
| 16 A. Yes. | 16 to the Wii Remote. I'll ask the court if we may publish |
| 17 Q. Okay. Now, tell us about the other features of the | 17 this controller to the jury. |
| 18 controller. Does this controller have many of the same | 18 THE COURT: Any objection? |
| 19 features as the other controllers that we've seen? | 19 MR. PRESTA: No, your Honor. |
| 20 A. Yes, it does. And as I mentioned before, a lot of | 20 THE COURT: You may. |
| 21 the input elements are just the same as with the | 21 BY MR. CAWLEY: |
| 22 GameCube. | 22 Q. All right, Professor Howe. This is the last of the |
| 23 Q. Have you taken these controllers apart to be sure | 23 controllers that you're going to tell us about; is that |
| 24 they work in the same way? | 24 right? |
| 25 A. Yes, I have. | 25 A. That's right. |
| Page 437 | Page 439 |
| 1 Q. And have you concluded that they do? | 1 Q. So, would you please explain to the jury what they |
| 2 A. Yes. They do. | 2 are holding in their hands as Plaintiff's Exhibit 418? |
| 3 Q. And have you -- as a result of that study, have you | 3 A. Sure. Once again, we have the Wii Remote. This |
| 4 reached an opinion about whether the Wii Classic | 4 time, plugged into it, we find the Wii Nunchuk |
| 5 Controller connected to the Wii Remote controller | 5 controller. And the Nunchuk controller has one |
| 6 infringes any of the asserted claims? | 6 thumbstick, and it has a couple of buttons on the front |
| 7 A. Yes, I have. | 7 where the trigger goes. |
| 8 So, for instance, claim 19, we can go through | 8 Q. Now, can the Wii Nunchuk controller -- and hold |
| 9 and once again identify each of the elements in the | 9 that up again so we make sure we know what we're looking |
| 10 claim just as we did with the GameCube controller and | 10 at. |
| 11 show that they are equivalent; and I performed that | 11 A. (Complying.) |
| 12 exercise. But to save time, we might simply note that | 12 Q. Can the Wii Nunchuk be used by itself? |
| 13 they are the same and check them off in this case. | 13 A. No. It's just like the Classic. It doesn't have |
| 14 Q. Okay. And what's the next claim that you've | 14 any way of communicating with the console. You have to |
| 15 studied and found the same features in this controller | 15 plug it into the Wii Remote, and then the Wii Remote can |
| 16 as in the earlier controller you described to us? | 16 communicate wirelessly with the video game. |
| 17 A. Okay. Let's go to claim 22. And as before, this | 17 Q. So, do you have to have both things operating |
| 18 is dependent on claim 19; so, we've checked off claim 19 | 18 together to be able to use the Nunchuk? |
| 19 terms. And now we need to have the button sensor | 19 A. That's right. |
| 20 outputs data proportionate to depression of one of the | 20 Q. And together do they both infringe at least one |
| 21 buttons. In the GameCube, that was the trigger; and | 21 claim of the patent? |
| 22 once again, here it's the trigger. | 22 A. Yes, they do. |
| 23 Q. Okay. So, what have you concluded about this | 23 Q. What claim is that? |
| 24 controller's infringement of claim 22? | 24 A. Could I have my slide, please? |
| 25 A. So, the Wii Remote and Classic infringe claim 22. | 25 Claim 19. I'll just say it. |


| Page 444 | Page 446 |
| :---: | :---: |
| 1 These are things you put your thumb -- | 1 controller including a tactile feedback means for |
| 2 Q. You call that the "second element" one here? | 2 providing vibration detectable by the user through the |
| 3 A. You can call that the "second element," yes. | 3 hand operating the controller. |
| 4 Q. Is that present in the device? | 4 So, as I said before, there's a rumble motor |
| 5 A. Yes, it is. | 5 inside the Wii Remote; and that produces a vibration you |
| 6 Q. Can we check it off? | 6 can easily see when the game programmer activates it. |
| 7 A. Please. | 7 So, we can check that one off. |
| 8 Q. Okay. And, then, | 8 Okay. So, we've already done the next two. |
| 9 A. Well, that one describes the accelerometer in this | And then at the bottom, (reading) a plurality |
| 10 case. So, inside the Remote, as we saw, there is a | 10 of independent finger-depressible buttons. And we've |
| 11 little accelerometer chip; and that's able to sense | 11 got lots of buttons here. There are buttons on the Wii |
| 12 motion on two perpendicular axes, as required in the | 12 Remote; and there are buttons on the Nunchuk, as well. |
| 13 claim language there. It's able to actuate -- | 13 So, we match that plurality, more than one condition. |
| 14 structured to activate two bi-directional proportional | 14 And it says -- and we can check that one off. |
| 15 sensors. Those are the spring sensors we saw in our | 15 And, finally, (reading) each button is |
| 16 animation there and they provide outputs that we know | 16 associated with a button sensor, said button sensor |
| 17 can control objects and navigate viewpoints in the video | 17 outputs at least on/off data to allow controlling of the |
| 18 game because we play video games -- I've played video | 18 objects. |
| 19 games where you are able to do that. So, all the | 19 So, each of these buttons, in fact, does put |
| 20 structure and the capability described there is present | 20 out on/off data; and we've confirmed by playing games, |
| 21 through that accelerometer. | 21 for instance, that those signals are useful for |
| 22 Q. So, have you concluded that this piece in claim 19 | 22 controlling objects. So, once again, it gives a good |
| 23 is there? | 23 description of this controller. We can check that one |
| 24 A. Yes, it | 24 off, as well. |
| 25 Q. Can we check it off? | 25 Q. Dr. Howe, they are all checked off. What have you |
| Page 445 | Page 447 |
| 1 A. Yes, please. | 1 concluded about claim 19 and the Wii Nunchuk controller |
| 2 Q. All right. Now, just to make sure that we've been | 2 with Remote? |
| 3 thorough and that we all remember your conclusions at | 3 A. Well, this means that the Wii Nunchuk and Remote |
| 4 the end of the trial, would you quickly go through the | 4 infringe claim 19. |
| 5 things in claim 19 that are not yet checked off, tell us | 5 Q. All right, Dr. Howe. Can you summarize for us the |
| 6 if they're in the Wii Nunchuk with Remote and tell me if | 6 conclusions that you have reached about infringement of |
| 7 I can check them off or not. | 7 the '700 patent by the Nintendo controllers as a result |
| 8 A. Okay. Let's go through that. | 8 of the study that you've just explained to us? |
| 9 So, the first part is a hand-operat | 9 A. Sure. So, to summarize, the GameCube controller |
| 10 controller; and, of course, these are -- according to | 10 infringes claims 14, 16, 19, 22, and 23. |
| 11 the definitions, the claim construction definitions that | 11 The Wavebird wireless infringes claim 14. |
| 12 we have from the court, these two constitute a | 12 The Wii Classic and Wii Remote combination |
| 13 hand-operated controller. So, we can check the first | 13 fringes claims 19, 22, and 23. |
| 14 element off. | 14 And the Wii Nunchuk/remote combination |
| 15 The next part we have here is (reading) | 15 infringes claim 19. |
| 16 structure allowing hand inputs rotating a platform on | 16 Q. Okay. Professor Howe, we appreciate your coming |
| 17 two mutually perpendicular axes to be translated into | 17 today. |
| 18 electrical outputs by four unidirectional sensors to | 18 MR. CAWLEY: And, your Honor, we pass the |
| 19 allow controlling objects and navigating a viewpoint. | 19 witness. |
| 20 So, once again, taking into account the claim | 20 THE COURT: All right. Counsel? |
| 21 construction definitions, this is met by the directional | 21 MR. PRESTA: Your Honor, if I could approach |
| 22 pad on the Wii Remote just as it was met by the | 22 and hand out some binders. |
| 23 directional pad on the GameCube controller. So, we can | 23 THE COURT: You may. |
| 24 check that one off. | 24 MR. GUNTHER: Your Honor, could I help? |
| 25 Okay. The next piece is (reading) the | 25 THE COURT: You may. |

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| Page 456 | Page 458 |
| :---: | :---: |
| 1 four different products that are alleged here. | 1 BY MR. PRESTA: |
| 2 A. I believe that's correct. | 2 Q. Okay. Well, again, the GameCube was the product |
| 3 Q. Okay. Now, I notice that the GameCube product, | 3 that Mr. Armstrong had in his possession at the time he |
| 4 which is on the far right, here (indicating), is | 4 wrote those claims; and it's -- the GameCube is the only |
| 5 identified as infringing all of the claims -- 14, 16, | 5 product that infringes all of the claims. You'll agree |
| 6 19, 22, and 23 -- right? | 6 with me on that, right? |
| 7 A. Yes, that's right. | 7 A. Yes. |
| 8 Q. Now, you understand, of course, that -- and you | 8 Q. Okay. Now, I'd like to help -- understand a little |
| 9 heard the testimony that Mr. Armstrong had that GameCube | 9 bit better what you believe Mr. Armstrong invented. |
| 10 product in front of him when he wrote those claims, | 10 And, in fact, I'd like to ask you if you recognize that |
| 11 right? | 11 controller. |
| 12 A. I believe I caught that in the testimony, yes. | 12 A. Yes, I do. |
| 13 Q. In fact, Mr. Armstrong admitted that he was using | 13 Q. What is it? |
| 14 that product as a guide to draft those claims, right? | 14 A. That's the Nintendo 64 controller. |
| 15 A. Again, I don't recall hearing that specific piece | 15 Q. Okay. You understand that that's not an accused |
| 16 of the testimony. | 16 product in this case, right? |
| 17 Q. Well, you do understand that Mr. Armstrong had the | 17 A. Yes, I do. |
| 18 Nintendo GameCube product in his possession when he was | 18 Q. Okay. Do you have an opinion on whether that |
| 19 drafting the claims, right? | 19 controller would infringe claim 19? |
| 20 A. Yes. | 20 A. Well, I haven't done a detailed analysis; so, I |
| 21 Q. Okay. So, it's not a surprise, then, that, | 21 can't say for certain. |
| 22 fact, you're testifying that all of these claims are met | 22 Q. Okay. Well, you just testified -- |
| 23 by the GameCube controller, because they were drafted | 23 THE COURT: Hold on a minute, counsel. |
| 24 for the -- specifically to read on the GameCube | 24 Since this lawyer is a little further over, I |
| 25 controller, right? | 25 think if you'll -- yes. If you'll slide that microphone |
| Page 457 | Page 459 |
| A. Again, I haven't heard Mr. Armstrong testify in | 1 over. |
| 2 that regard; so, I'm sorry, I can't help you with that. | 2 THE WITNESS: Great. |
| 3 Q. Okay. | 3 THE COURT: The acoustics in here are not |
| 4 MR. PRESTA: I'm going to go to the next | 4 real good over where I'm sitting, and sometimes they're |
| 5 slide. | 5 not real good over there. So, it's important that you |
| 6 BY MR. PRESTA: | 6 speak up. |
| 7 Q. Now, this is a timeline that has been shown several | 7 THE WITNESS: I understand. I will do. |
| 8 times by Nintendo in this case. And, in fact, the | 8 Thank you, sir. |
| 9 claims that are written in this case that are being | MR. PRESTA: Thank you, your Honor. |
| 10 alleged were drafted July 15th of 2002. Were you aware | 10 BY MR. PRESTA: |
| 11 of that? | 11 Q. Now, Professor Howe, do you recall at your |
| 12 A. Yes. | 12 deposition where I showed you the N64 and you did a |
| 13 Q. Okay. And are you aware that Nintendo's GameCube | 13 detailed review of it? |
| 14 product came out in November of 2001? | 14 A. Vaguely, yes. |
| 15 A. I'm happy to take your word for that. | 15 Q. Okay. And you have been testifying that, for |
| 16 Q. Okay. Now, in view of the fact that Mr. Armstrong | 16 example, claim 19 -- an important aspect of claim 19 |
| 17 had Nintendo's products in his hands when he was writing | 17 that you mentioned was that it has two joysticks and a |
| 18 this aspect of his patent, we didn't really need a | 18 cross-switch, right? |
| 19 Harvard professor to come in and read the claims onto | 19 A. That's right. |
| 20 those products and attempt to show that there is | 20 Q. Now, this particular controller does not have two |
| 21 infringement. Would you agree with me? | 21 joysticks and a cross-switch, does it? |
| 22 MR. CAWLEY: Your Honor, I object to that. | 22 A. No. It apparently does not. |
| 23 That's an argumentative question. | 23 Q. Okay. So, in view -- then based on that, would you |
| 24 THE COURT: Sustained. | 24 agree with me that the N64 does not infringe claim 19? |
| 25 | 25 A. It does not appear to. |

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there. There is an element that can move on two axes, perpendicular axes.
Q. Okay. That's Thing Number 1.
A. The second is it's -- the element structured to activate two bi-directional proportional sensors.
Q. Okay. That's -- I don't want to -- now, I don't want to confuse semantics. That's Thing Number 2, although Thing Number 2 does include two sensors within it, right?
A. That's right, yes.
Q. Okay. What's Part Number 3?
A. The third one is what the output signals do. They, at least in part, control objects and navigate viewpoints.
Q. Okay. Now, how is it that you told us yesterday
that this third element with the three pieces that you just described is in the GameCube controller?
A. Well, that language in this case describes the thumbstick with its two rotary potentiometers.
Q. Okay. And is that --

MR. CAWLEY: If we can see that picture again.
A. Here we go.

BY MR. CAWLEY:
Q. This is what you just showed us here.

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A. Okay. So, should we step through those three parts?
Q. Well, I don't know if we -- yeah, if you can do it quickly.
A. I'll do it fast. So, the cap there and the metal shaft under it as well can be the first part about the element movable on two axes. So, it goes up and down, goes left/right.

The second one is it has to activate two bi-directional proportional sensors. And down there at the bottom we see the two potentiometers. Those are bi-directional. They go right, and they go left. They go up, and they go down. And they're proportional. They're like a dimmer switch. They give you all the values in between, not just on and off.

And then, finally, we know that they can be used to control objects and change viewpoints in a video game. Again, it's clear to somebody who works in this area that that can be done; and, furthermore, we've seen video games that do it. So, it's clear that this satisfies all the parts there.
Q. Okay. Now, just straighten out one last bit of questioning here. You say that it satisfies it. But the word "thumbstick" isn't in here anywhere. How can that be?
A. That's right. Well, the point is that it -- let me use an analogy because that's a good way to do it.

For instance, if we had a patent claim, not this one but another patent claim, that said something about a piece of sporting equipment that you swing and somebody showed you a baseball bat and said, "Does that match what's in the patent?" And you'd say, "Yeah, it's a piece of sporting equipment and you swing a baseball bat." So, yeah, you would check that off.

Now, there's nothing in the claim about baseball bats; and, in fact, we know it's more general than that. So, if somebody shows you a tennis racket or a golf club, those are pieces of sporting equipment that you swing, as well. So, the patent -- and this is often a good idea when you write a patent is you want to describe things in a general way so that they cover a number of different things; and that's just what's happening here.

We have a description about the way you put sensors together, about the way people can interact with them. A thumbstick is one way to do it; an accelerometer is another way to do it. What matters is that the language matches the product, not that there is a specific mention of that product's configuration in the patent.

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Q. So, are you saying that if a thumbstick is like a baseball bat in your example, the accelerometer is like a golf club?
A. That's right.
Q. Let's see how that fits into what was your analysis of the same claim 19 but this time for the Wii Nunchuk with Remote. And, once again, in connection with that controller, Nintendo's lawyers didn't ask you any questions about almost all of the things that you said were present from the patent in their Nunchuk/Remote controller, right?
A. I believe that's right, yep.
Q. So, let's talk about the one they did talk about, the same one you just discussed, right?
A. That's right.
Q. Okay.

MR. CAWLEY: So, let's see the picture again of the accelerometer in the device. Actually, the photograph of what is inside the Remote, please. BY MR. CAWLEY:
Q. Tell us again what this is.
A. Okay. This is the accelerometer, this computer chip accelerometer we've been talking so much about. And inside it --
Q. Okay.

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#### Abstract

Page 580 MR. CAWLEY: Now let's go to the next picture. BY MR. CAWLEY: Q. Can you tell us, then, what actually is inside that chip? A. Yeah. So, what's inside is a mass called a "proof mass." That's standard terminology by accelerometers. And it's attached by little springs to the frame, and that frame is basically the black case you saw that's soldered down to the circuit board. And inside, as part of this computer chip, they've built little tiny springs -- and I mean tiny -- that suspend that mass. So, as the Wii Remote is moved around in the hand, those springs compress and extend as the mass lags behind; and then there are the sensors that measure how much that spring is stretched or compressed. Now -- Q. So, let me interrupt you with a question. Take us through now what you've just explained about the sensors in the accelerometer and the three parts that you told us are in this third element piece. A. You bet. So, the -- we said there are three parts here that have to be present. If they aren't present, we don't have infringement. And the first one is this element movable on two perpendicular axes. In this case it's the mass. It moves side to side, and it moves up


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and down. So, those are two perpendicular axes.
The second part is that it has to activate two bi-directional proportional sensors. Well, we see that the sensors are configured to measure the spring compression in each direction. And, furthermore, each one of those sensors, those capacitive sensors, works both ways. So, the one for the vertical direction measures motion up and down -- it's bi-directional -and it measures the total motion. So, if you move a little bit, it gives you a small signal. If it moves a lot, you get a big signal. So, it's bi-directional, it's proportional, and there are two of them.

Then our last element there is that it's useful for controlling objects and navigating a viewpoint. And, again, it's obvious if you work in this area that they can be used that way; and, furthermore, I believe you saw a demonstration of the Wii in which that was true. We saw somebody waving this around and producing the changing viewpoints and changing motion on the screen of the computer game.
Q. Okay. Is it your conclusion, then, that even based on all of the things you've seen about being able, as a matter of semantics, to refer to the whole controller as a sensor or the chip as a sensor or the pieces inside the chip that make it work as sensors -- is it your
opinion that the Wii Remote and Nunchuk infringes claim
19 of the ' 700 patent?
A. Yes. It does infringe.
Q. Now let me ask you about a few other things quickly that you were asked about in your cross-examination.
Can you hold up the Wii Remote again?
A. (Complying.)
Q. Are there a lot of features to that Remote that you can readily point out without even having to take it together [sic]?
A. Sure. Well, we know about the cross pad up here, various buttons. There are some lights down here on the bottom that come on. We've heard about the camera on the front that looks at the light bar on the TV or the computer screen. So, there are a lot of different features here.
Q. Did those additional features that you haven't testified about in connection with your opinion about why there is infringement -- do they have anything to do with whether there is infringement or not?
A. No. What we have to --
Q. I'm thinking about the camera in particular because you were asked a bunch of features [sic] about that. So, let me ask you specifically about the camera. A. Right.

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Q. Does the camera have anything to do with infringement?
A. No. As we've seen, we've checked that the features that are listed in the patent are present in the device. There can be extra features. That doesn't concern the patent, and it doesn't concern infringement.

So, before I used the analogy, the idea of checking for infringement, like getting a box of something from Sears. So, suppose you order some tools from Sears. The box comes. You get out the list of your order. You check is my power drill in there? Check. Is the wrench I ordered in there? Check. Is the pliers I ordered in there? Check. So, your order is complete. But then you look in there and they've thrown in a free screwdriver and that's a bonus. It turns out if you ordered more than $\$ 50$ worth of tools this week or something like that, they throw in the bonus. Well, the bonus is great. What matters is that they gave you what you ordered.

And it's the same here. What matters is that all the elements described in the claim are present in the device. There can be extra features, but that doesn't get you out of infringing the patent. And the camera is one of those. The camera doesn't have anything to do with the elements we just went over. You

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| :---: | :---: |
| 1 Q. Did you have a booth at that show? | 15 percent. |
| 2 A. Yeah, we had a booth. There was -- | 2 Q. What does that mean, "a running royalty rate"? |
| 3 Q. Is that you? | 3 A. For every controller that we make or would have |
| 4 A. Yeah. That's it. That's me with hair. But, yeah, | 4 made under this contract, we would have paid Brad |
| 5 that's the booth we had at one of the E3 show | 5 Armstrong 5 percent of the wholesale price, I believe. |
| 6 Q. Okay. So, how did you meet Brad Armstrong at that | 6 Q. And is there a certain type of product for which |
| 7 show? | 7 instead of paying 5 percent you would have paid |
| 8 A. I was working at a booth like I am here in this | 84 percent? |
| 9 picture, and Brad Armstrong came around and -- and he | A. Yeah. I think initially it was 5 percent across |
| 10 had -- I had never met him before that point and he came | 10 the board and after it got to, it looks likes, \$300,000 |
| 11 around and we struck up a conversation and he had a | 11 in -- it would change where some of the products would |
| 12 little paper that said something about 6 DOF and he had | 12 be 5 percent royalty rate and some of them would be |
| 13 some pictures of controllers. I don't remember exactly | 134 percent royalty rate. |
| 14 what they were but we struck up a conversation at that | 14 Q. And for what patent was this agreement to apply? |
| 15 time and we were interested to, you know, talk again | 15 A. This covered -- I just will recognize it by the |
| 16 after the show. | 16 last three digits of the patent, but it covered the '828 |
| 17 Q. Now, remind us. I know we've heard it, but remind | 17 patent and the '891 patent. |
| 18 us what "DOF" stands for. | 18 Q. Are those patents that are similar to the '700 |
| 19 A. "DOF" stands for "degree of freedom." | 19 patent that's involved in this lawsuit? |
| 20 Q. So, were you interested in talking to Mr. Armstrong | 20 A. Yes. In fact, these patents, I believe, are |
| 21 further? | 21 parents to the ' 700 patent. |
| 22 A. Yeah. We actually started corresponding, and we | 22 Q. Why did you agree to pay a royalty rate to |
| 23 met a couple of times. | 23 Mr. Armstrong of between 4 and 5 percent? |
| 24 Q. And did you become interested -- when you still had | 24 A. That was the industry standard as far as I knew. |
| 25 Mad Catz, before you sold the company and you're still | 255 percent was pretty much the industry standard -- |
| Page 641 | Page 643 |
| 1 making and selling contro | 1 MR. GUNTHER: Objection, your Honor. Move to |
| 2 interested in getting a license for Mr. Armstrong's | 2 strike. Expert testimony. |
| 3 controller technology including the 6-degree-of-freedom | 3 THE WITNESS: Do I keep talking or -- |
| 4 controller? | THE COURT: Hold on, no. |
| 5 A. Yes, very interested. I really believed in his | 5 THE WITNESS: Okay. |
| 6 products, thought they were great. He had patents on | 6 THE COURT: I'll sustain as to that. You can |
| 7 them, and we decided to enter into an agreement. | 7 obviously go into what was actually paid but not as to |
| 8 Q. This is an agreement between Mad Catz and | 8 the other unless there is a better foundation laid. |
| 9 Mr. Armstrong? | MR. GUNTHER: Your Honor, can I -- |
| 10 A. Yes. Yeah. I didn't know -- I mean, I'd just met | 10 THE COURT: And I think we've already |
| 11 Brad and thought his stuff was great; and we entered | 11 discussed this particular issue. |
| 12 into a contract. | 12 MR. GUNTHER: Your Honor, can I just request |
| 13 Q. Take a look at the binder in front of you, or on | 13 that the jury know what's going on with respect to this? |
| 14 the screen; and I'm going to show you Plaintiff's | 14 THE COURT: Well, ladies and gentlemen, |
| 15 Exhibit 43 and ask you to tell us what it is. | 15 you're going to hear various damage testimony about a |
| 16 A. Okay. This is a license agreement between 6-DOF | 16 reasonable royalty from various experts. Persons who |
| 17 Trust -- that's a trust that Brad owned at the time -- | 17 have not been properly disclosed as experts earlier on, |
| 18 and myself, Kelly Tyler, a businessman. | 18 according to the rules, can't state opinions as to what |
| 19 Q. What are the main terms of this agreement that you | 19 the reasonable amounts are in general. They can talk |
| 20 entered into with Mr. Armstrong to license his | 20 about what they, themselves, paid; but the rules |
| 21 technology? | 21 require -- otherwise, we would have experts come in with |
| 22 A. There's some payments. There's a payment of | 22 all kinds of things and we would never get over a trial. |
| 23 \$75,000; and then there's two additional payments of | 23 Both sides are required to provide expert reports early |
| 24 \$25,000 each. So, that would be a total of \$125,000. | 24 on under the rules and Scheduling Order that I set, and |
| 25 Plus, there is a running royalty rate of | 25 then that's what they are limited to. It's not like on |

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| :---: | :---: |
| 1 A. Well, some of them went on a long time. We had one | 1 Q. So, the '606 was another continuation from that |
| 2 negotiation session where it went on a couple of days. | 2 same 1996 application; is that right? |
| 3 Q. How long total from your first contact with them | 3 A. That's correct. |
| 4 until you made a deal? | 4 Q. And it involved controller technology? |
| 5 A. Whew, that was probably about four years. | 5 A. Yes. |
| 6 Q. Let me show you Plaintiff's Exhibit 54. I think | 6 Q. Why did you agree to do this deal with Sony for \$10 |
| 7 we've already seen it before, but tell us again. What | 7 million? |
| 8 is this document? | 8 A. Well, at the time I thought it was low. I didn't |
| 9 A. Let me turn to it real quick. This | 9 think it represented a fair royalty. But I'd put in a |
| 10 License Agreement between Sony and Anascape. | 10 lot of money, and I wanted to get my money out. Brad |
| 11 Q. This is the deal you entered into with Sony; is | 11 didn't have any money, and I wanted to get some for him. |
| 12 that right? | 12 I mean, he was -- I mean, one of his dreams was to give |
| 13 A. Yes, it is. | 13 his mom a car of her choice; and, you know, if he got |
| 14 Q. What were the terms of the deal that you finally | 14 some money, he was going to be able to do that. |
| 15 agreed to with Sony? | 15 Q. Did he do that? |
| 16 A. With Sony, there are a few components to it. They | 16 A. Yeah, he did. It just seemed right to be able to |
| 17 would pay us $\$ 10$ million. They would give us a | 17 sign up, you know, a big company and get some money off |
| 18 cross-license of some of their patents, and they would | 18 the table. |
| 19 give us additional technology. And on our side, we | 19 Q. Did you think that signing a license like this to |
| 20 would give them a nonexclusive license to our whole | 20 Sony might have some effect on your ability to negotiate |
| 21 patent portfolio; and there was one patent that we had | 21 license agreements with other companies? |
| 22 that we licensed to them exclusively. | 22 A. Yeah. When you sign up, you know, the biggest |
| 23 Q. And was that the '606 patent? | 23 company in the industry, or one of the biggest companies |
| 24 A. Yes. | 24 in the industry, it sends a message that, yes, it is |
| 25 Q. Okay. So, let's make sure that we understand what | 25 something that others should do, also. |
| Page 677 | Page 679 |
| 1 you just said because there were several pieces to it. | 1 Q. And is that another reason why you were willing to |
| 2 Sony gave Anascape \$10 million, right? | 2 take less from Sony than what you thought was really a |
| 3 A. Yes. Uh-huh. | 3 reasonable royalty? |
| 4 Q. That's fairly easy. And for that $\$ 10$ million, the | 4 A. Yeah. I considered it a sweetheart deal because |
| 5 deal was structured so that Anascape gave Sony the | 5 they were one of the first ones to sign up. |
| 6 exclusive rights to the '606 patent; is that right? | 6 Q. Is Sony using Anascape's technology? |
| 7 A. Yes. | 7 A. Yes. |
| 8 Q. And then Sony also gave Anascape the right to use | 8 Q. Now, if Nintendo had come to you in 2005 when you |
| 9 certain Sony patents, correct? | 9 did the Sony deal or after you did the Sony deal, would |
| 10 A. Yes. | 10 you accept \$10,000 from Nintendo for a license to the |
| 11 Q. And then Anascape gave Sony the right to use all of | 11 '700 patent? |
| 12 Anascape's patents, correct? | 12 MR. GUNTHER: Objection, your Honor. |
| 13 A. That's correct. | 13 A. \$10,000? |
| 14 Q. Including pending patent applications, correct? | 14 MR. GUNTHER: Objection, your Honor. Calls |
| 15 A. Yes, that's right. | 15 for speculation. |
| 16 Q. And one of those pending applications was the | 16 THE COURT: Sustained. |
| 17 application that was soon to become the '700 patent, | 17 MR. CAWLEY: I don't guess it would make any |
| 18 correct? | 18 difference if I correct myself and say "\$10 million." |
| 19 A. That's correct. | 19 THE COURT: The objection is still sustained. |
| 20 Q. On that patent that you agreed to give to Sony | 20 MR. CAWLEY: That's what I thought, judge. |
| 21 exclusive rights to, the '606, what was the technology | 21 BY MR. CAWLEY: |
| 22 involved in that patent? | 22 Q. Well, let me turn, then, to Nintendo. Did you have |
| 23 A. That was a child of the '525 patent, similar to the | 23 some communications with Nintendo in an effort to get |
| 24 '700 patent. It involved technology with game | 24 them to negotiate with you to get a license for using |
| 25 controllers. | 25 Mr. Armstrong's patents and invention? |


| Page 728 | Page 730 |
| :---: | :---: |
| 1 which would be, obviously, the amount of royalty that | 1 royalty rate"? |
| 2 would be owed. | 2 A. Yes, I have. |
| 3 Q. Well, I'll use your terminology of "buckets." So, | 3 Q. And what is that? |
| 4 we'll go to the first bucket, which is "Licensing | 4 A. Well, first of all, Immersion is a company that, as |
| 5 Characteristics," on Slide 10. | 5 I did my research investigation, I kept coming across |
| 6 A. Right. | 6 over and over again. They are a leader in controller |
| 7 Q. How did you consider these factors relating to | 7 technology for the gaming industry. They design a lot |
| 8 licenses? | 8 of controller products. And they have a lot of patents |
| 9 A. Well, what I did is I considered various | 9 out there, and they have widely licensed those patents. |
| 10 documentation in this case. I conducted several | 10 And that's how I came across Immersion. |
| 11 interviews of some of the people we talked about. And I | 11 And because Immersion has been so active in |
| 12 looked and did research; and I found additional | 12 licensing their patents, they view that a royalty for |
| 13 information on royalty rates for controller-related | 13 their controller technology -- to command a 5 percent |
| 14 technology in the marketplace, which would shed a lot of | 14 royalty rate. |
| 15 light to me as part of my analysis on what an | 15 MR. PARKER: Can we go to 14, please? |
| 16 appropriate royalty rate would be in this case. | 16 BY MR. PARKER: |
| 17 Q. And you reviewed some actual license agreements? | 17 Q. What is this, Mr. Bratic? |
| 18 A. Yes. | 18 A. Now, this is a quote from Mr. Viegas, Vic Viegas, |
| 19 Q. Okay. | 19 who is the president and CEO of the Immersion |
| 20 MR. PARKER: If we can go to 11. | 20 Corporation. And his statement to the public was that: |
| 21 A. Okay. | 21 Our typical license is approximately 5 percent of the |
| 22 BY MR. PARKER: | 22 wholesale selling price. |
| 23 Q. Are these some you reviewed? | 23 And I've seen other documents in this case |
| 24 A. Yes. In fact, the first one, the 6-DOF Trust, | 24 that support that statement made by Mr. Viegas. |
| 25 slash, Mr. Tyler, that was one that was shown to | 25 MR. PARKER: And if we can now go to 15, |
| Page 729 | Page 731 |
| 1 Mr. Tyler during his examination, which he executed | 1 please. |
| 2 shortly after he met Mr. Armstrong; and they signed up a | 2 A. Okay. |
| 3 license agreement with royalty rates of 4 to 5 percent, | 3 BY MR. PARKER: |
| 4 in that range. | 4 Q. As I understand it, one of the things you examined |
| 5 Q. Does this chart support your opinion of a minimum | 5 in this case was a data compilation by a gentleman by |
| 65 percent royalty rate in this case? | 6 the name of Mr. Wagner that was prepared in another |
| 7 A. It does, but it's only part of the support for my | 7 matter. |
| 8 opinion. But it clearly does support my view of a | 8 A. Correct. |
| 9 royalty rate of 5 percent. But there's a lot more, in | 9 Q. Is that correct? |
| 10 my view, that supports the 5 percent, as well. | 10 And the compilation dealt with a number of |
| 11 Q. Okay. | 11 licenses, correct? |
| 12 A. Do you want me to explain the others? | 12 A. Yes. |
| 13 Q. Well, let's go to Slide 13. | 13 Q. Okay. What's the significance of your statement |
| 14 A. All right. | 14 regarding the Wagner report? |
| 15 Q. This is one. | 15 A. Well, in the Wagner report he went through and he |
| 16 A. This is the 6 DOF license agreement that was shown | 16 analyzed and looked at a number of Immersion license |
| 17 to Mr. Tyler and that he testified to. And this was | 17 agreements; and these 17 agreements were agreements that |
| 18 between Mr. Tyler when he was at Mad Catz and with | 18 were in his report that were Immersion's licenses. So, |
| 19 Mr. Armstrong -- or his trust that he set up for running | 19 Immersion had 17 licenses for joystick or controller |
| 20 royalty rates, as you can see, of 5 percent and | 20 technology that were all at a minimum royalty rate of |
| 214 percent for controller products. | 215 percent. |
| 22 Q. Are you familiar with a company by the name of | 22 Q. Now, the data in this report, is it the type data |
| 23 "Immersion"? | 23 that's reasonably and typically relied upon by experts |
| 24 A. Yes. | 24 in your field? |
| 25 Q. Have you heard of the phrase "Immersion standard | 25 A. Yes. |

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|  | Page 732 |  | Page 734 |
| :---: | :---: | :---: | :---: |
|  | Q. Even though you didn't conduct the study? | 1 | these reports, this data, influence your conclusions |
| 2 | A. That's correct. | 2 | regarding reasonable royalty rate in this case? |
| 3 | Q. You mentioned -- do you have the information | 3 | A. No, because I came across a lot of different |
| 4 | regarding the companies that executed these agreements? | 4 | independent sources of this information which still |
| 5 | A. Yes. | 5 | corroborated that 5 percent royalty. For example, I had |
| 6 | Q. Can you tell the jury about that? | 6 | the statements by Mr. Viegas that their standard royalty |
| 7 | A. Well, some of the companies that licensed this |  | rate is 5 percent. I went and found two Immersion |
| 8 | technology included, you know, some of Nintendo's | 8 | licenses on my own in my research that showed royalty |
| 9 | competitors, such as Sony. |  | rates of 3 to 7 percent. The 5 percent is a midpoint, |
| 10 | Q. Okay. You have a chart relative to Sony; is that | 10 | and I discussed them in my report. I have the Sony |
| 11 | correct? |  | licenses where Sony licenses its controller technologies |
| 12 | A. Yes. |  | for 5 percent, and I have a whole series of summaries of |
| 13 | Q. Okay. What's the significance of that chart? | 13 | Immersion licenses that Mr. Wagner analyzed where the |
| 14 | A. Well, from the review of the Wagner report that | 14 | average royalty rate was 5 percent. So, these are all |
| 15 | had -- Mr. Wagner had access to a variety of Sony |  | consistent. They all corroborate each other. |
| 16 | license agreements. And if you look at the Wagner | 16 | Q. Before we move to the next bucket -- |
| 17 | report and the Sony licenses for controllers, if you | 17 | A. Yes. |
| 18 | look in the far right-hand column, this talks about the | 18 | Q. -- what did you learn from the licenses you |
| 19 | device. And if you look at the royalty rates, the | 19 | examined? |
| 20 | royalty rate that Sony was getting for its controller | 20 | A. Well, what I learned was a typical licensing |
| 21 | technology when it licensed its controller technology to |  | arrangement for controller technology were running |
| 22 | other companies, it was generally getting 5 percent. | 22 | royalty rates, meaning you pay as you go. As you sell |
| 23 | Q. Now, I assume, Mr. Bratic, that you haven't | 23 | product, you pay royalties, rents. And that typical |
| 24 | personally read or examined the contents of all these | 24 | royalty rate was in the 5 percent range. |
| 25 | various licensing agreements that have been -- that are | 25 | Q. All right. The next bucket is "Commercial |
|  | Page 733 |  | Page 735 |
|  | on this chart and have been involved in the Wagner | 1 | Success." |
| 2 | report; is that correct? | 2 | A. Yes. |
| 3 | A. That's correct. | 3 | Q. Did you consider the Georgia-Pacific factors |
| 4 | Q. Is it your experience that individuals in your |  | relating to commercial success? |
| 5 | business or individuals in the licensing business can |  | A. I did. |
| 6 | rely on reports like this? | 6 | Q. Okay. Could you tell the jury about it? |
| 7 | A. Oh, sure. I've been doing licensing work for 30 | 7 | A. Well, sure. The fact is that -- can you go back to |
|  | years, and you don't always have perfect information and | 8 | chart -- let me find it. I think it's Chart 6. |
| 9 | lots of times companies may report a license, but they | 9 | Q. I can't, but perhaps Mr. Martin can. |
| 10 | don't publish the license agreement. And I do research |  | A. So, these are the dollar sales. As you can see, |
| 11 | all the time for clients -- and I did research in this |  | they've sold a billion -- Nintendo has sold in the |
| 12 | case -- helping me to identify data points as far as | 12 | United States -- well, these are U.S., Canada, and Latin |
| 13 | what royalty rates are in different industries, and in |  | America sales because they're all sold from the United |
| 14 | this case there's no difference. |  | States. That's why they're all here. But they've sold |
| 15 | And an example would be that a client I'm now |  | over a billion dollars of product in less than two years |
| 16 | representing in Australia, I, in fact, started doing |  | when they introduced the Wii system. |
|  | research with them; and it has to do with food | 17 | The important thing is here, behind that |
|  | processing technology. And I have subscriptions to |  | billion dollars in sales, is -- I'm going to give you a |
|  | databases that I pay \$200 and I get a report on known |  | number -- about 43 million individual units. In other |
|  | information on food processing licenses and then I have |  | words, if I had the Nunchuk, you know, here in my hand |
|  | to do a little drilling and a little analysis, but the |  | nd I had the Wii Remote and I had the Wii Classic and |
| 22 | point is that information is available. And I've |  | the Wavebird and Wavebird wireless -- I mean, the |
|  | certainly used it for the last 30 years in guiding |  | GameCube and the Wavebird wireless, there's about 45 |
|  | clients in their negotiations. |  | million individual articles, parts that were sold that |
| 25 | Q. Does the fact that you didn't personally prepare |  | are these accused products supporting a billion dollars |
|  |  |  | 61 (Pages 732 to 735) |
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A. Okay
Q. And what does Slide 31 address?
A. Well, this is dealing with Georgia-Pacific Factor 15 , which is setting up that hypothetical negotiation for a hypothetical license. So, coming to this hypothetical negotiation, Anascape would have come into that negotiation with a certain perspective and Nintendo would have come with a certain perspective. So, I've kind of tried to summarize what the key points of those parties were --

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Q. Are those perspectives -- are those positions
typically referred to as their "bargaining position"?
A. Yeah, their bargaining position or their bargaining
point. It's no different than what happens in the real world of licensing where two parties come together to negotiate and do some horse trading and everybody's got their view of what they think is important and they bring it to the negotiation.
Q. Do you want to go through Anascape's bargaining position?
A. Sure. Well, at the hypothetical negotiation in this case, Anascape would have known that the '700 patent was assumed to be valid and infringed. They also would have been aware -- Anascape's personnel, that being Mr. Armstrong and Mr. Tyler, based on their work in the industry and the research I've done that would be attributed to everybody, they would have been aware of royalty rates in the industry for controller technology.

Both Mr. Armstrong and Mr. Tyler had negotiated licenses before for controller technology; so, they were experienced negotiators. They would have been aware of the industry demand for innovative features, including the rumble and six axes of control. And they would have been aware that the ' 700 patent offered important technology that Microsoft -- I'm

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sorry -- that Nintendo would be at a competitive disadvantage, without a license, to Sony because they would have known at this hypothetical negotiation that Sony, the biggest company in this industry, had a license to the '700 patent.

And then Anascape would have insisted on or asked for a royalty rate, in my view, of at least 5 percent.
Q. What about Nintendo?
A. Well, from Nintendo's perspective, Nintendo would have walked into that negotiation also recognizing that the '700 patent was assumed to be valid and had been infringed. They would be seeking to get a competitive advantage, and they would be aware of the importance of controller features in offering that competitive advantage. And I'm meaning specifically the six axes of control and the rumble.

And this would have been very important to Nintendo because they were about to roll out a new video system. The Wii system hadn't been introduced yet. That was to be introduced in November, 2006. But they were working on it then because they knew they needed to replace the GameCube system back in 2005.

And they would have known that the gaming industry is a highly profitable industry. Nintendo, of

## Page 755

course, was a large manufacture market of video game systems with a large distribution network and a strong customer base.

They would have been aware of the importance of, and dedicated to, technological innovation and controller design. And what I mean by that is Nintendo certainly would have made known the fact that Nintendo also contributed technology to the controller. So, I don't want to suggest that Anascape is the only one going to the table with technology.

And then they would have recognized that Nintendo didn't have any alternatives. They didn't have any design-around. They couldn't go back and put the genie in the bottle and reconfigure the Wii and bring it back out as something else.
Q. Were you able to reach any conclusion --

MR. GERMER: Your Honor, I would have to object to that last comment and ask that it be stricken from the record, the comment about the design-around. That's not in his report. It's never been discussed. It was not supposed to be presented to the jury.

THE COURT: All right. Well, ladies and gentlemen, whether there are or are not any design-around needs to be determined from the technological experts. Of course, this witness is a

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| Page 808 | Page 810 |
| :---: | :---: |
| 15 percent or 4 percent or who knows. | 1 Q. Okay. |
| 2 A. Well, I can't tell you. I don't have the | 2 A. Particularly in the Sony -- Immersion/Logitech |
| 3 information. | 3 licenses and any of the other Immersion licenses, the |
| 4 Q. All right. You talked about, I believe, a couple | 4 information I had, none of those other agreements ever |
| 5 of Immersion licenses. Are you with me on that? | 5 specified that the Immersion patents would be deemed to |
| 6 A. Yes. | 6 be valid and infringed, which would have a big impact on |
| 7 Q. And you talked about Immersion being pretty | 7 whether or not you would add more value to the patent as |
| 8 significant because their president said that "We always | 8 opposed to other things thrown in a license. |
| 9 get 5 percent," et cetera, et cetera. | 9 Q. Did you study that agreement to see whether or not |
| 10 A. No, that's not why I said they were significant. I | 10 the value that the licensee was getting included |
| 11 mean, every time you turn around in the controller | 11 significant value from the technology and the know-how, |
| 12 industry, you run into Immersion. They're a major | 12 et cetera? |
| 13 player in the controller industry for games. | 13 A. Well, as I told you, that agreement is not |
| 14 Q. Did you -- | 14 available for anybody for inspection; and there is no |
| 15 A. That's why I say they're significant. | 15 indication as to anything other than there was a bundle |
| 16 Q. I'm sorry. | 16 of IP, including patent rights, licensed. |
| 17 In terms of all of those licenses for | 17 Q. And actually those agreements included a long |
| 18 Immersion, did you actually study any of them to see -- | 18 bundle of patents, didn't it -- 15, 20, or so? |
| 19 A. No. | 19 A. A patent portfolio, that's right. |
| 20 Q. -- what they provided? | 20 Q. Yes, sir. Now, generally speaking, if you're going |
| 21 A. No. I didn't have the specific license agreements. | 21 to get 5 percent for 20 licenses -- 20 patents, wouldn't |
| 22 Q. Well, don't we have a couple on the 1996? Isn't | 22 you think that if there was only one patent, it might be |
| 23 that what you have in one of your exhibits? | 23 a little less? |
| 24 A. I'm sorry? | 24 A. No. IBM is a classic example. IBM at 1 percent -- |
| 25 Q. Don't you have the license agreement on the 1996 | 25 they'll charge you 3 percent royalty for one patent. If |
| Page 809 | Page 811 |
| 1 license? It was in your chart. It says: | 1 you want to pay 5 percent, you'll get all 22,000 patents |
| 2 Immersion/Logitech Agreement, 1996. | 2 in their patent portfolio. |
| 3 A. No, I don't have the license agreement. I actually | 3 Q. Yes, sir. That's an example, but in general -- |
| 4 did some research and independently found the | 4 A. Well, they're the biggest patent company in the |
| 5 Immersion/Logitech license agreements and I found that | 5 world. They have more patents than anyone else. |
| 6 there were two agreements and the range of royalties | 6 Q. In general, wouldn't it be a true proposition that |
| 7 were from 3 to 7 percent. But I didn't actually have | 7 the more licenses you had to offer, the more money you |
| 8 the agreements because they weren't published. | 8 could demand? |
| 9 Q. But the royalty ranged from 5 percent down to 3 | 9 A. No. That's not the case at all in the real world |
| 10 percent? | 10 or in a hypothetical negotiation. |
| 11 A. And up to 7 percent. There was a second agreement | 11 Q. Okay. You told the jury a little bit about some |
| 12 which was from 5 to 7 percent. | 12 Immersion licenses and I think some Sony licenses. |
| 13 Q. And you also learned from your investigation, did | 13 A. Yes. |
| 14 you not, that that was not a simple royalty agreement? | 14 Q. And you got those out of what I believe was called |
| 15 A. I don't know what you mean by "simple" -- | 15 the "Wagner report"? |
| 16 Q. It was not a simple license agreement. It had | 16 A. Correct. |
| 17 technology. It had trademarks -- | 17 Q. Just to be clear, the Wagner report was a report |
| 18 A. That's right. | 18 done by an expert -- I presume someone like yourself |
| 19 Q. It had know-how. | 19 that's an expert in economics or accounting -- that |
| 20 A. That's right. | 20 testified in another case? |
| 21 Q. So, all things being equal, if they had to -- if | 21 A. Correct. |
| 22 they only got 5 percent for the license and all of their | 22 Q. And in connection with that testimony, he did kind |
| 23 technology and trademarks and know-how, presumably if | 23 of what you've done. He worked up a report, and he |
| 24 you only had one license, it would be something less. | 24 included some information in that report. |
| 25 A. No, not necessarily. | 25 A. A lot of information. |

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available to me or anybody else.
Q. Okay.
A. Had they been made available to me, I certainly
would have looked at them. In the absence of having
them, to use your house analogy, it's like looking at a new subdivision where pretty much all the houses are the same and when somebody tells you, "Well, that house sold for a hundred thousand in that subdivision," I can say, "Well, great." I know from other data I've seen that there are five or six or seven or eight other houses in this subdivision that all sold for a hundred thousand and they're very similar; so, I could rely on that.
Q. I think I heard you say that it would be better if you had the licenses themselves.
A. Sure. It would be great if you could have them,
but --
Q. Okay.
A. -- that wasn't available.
Q. Thank you.

In terms of the issue as to whether or not
the jury should consider a lump-sum award as opposed to a running royalty, do you agree that there's a fair amount of indication that both Anascape and Nintendo have -- would prefer lump sum?
A. No. I don't agree with that at all.

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Q. Okay.
A. There's no body of evidence that I've seen in this case to support the notion you just made.

MR. GERMER: Could we look at Armstrong's deposition at page 610?
A. I don't have it.

MR. GERMER: I think it's going to come up on the screen.
A. Okay.

BY MR. GERMER:
Q. Can you tell me which day this was from?
A. I cannot -- oh, there it is, March 17th.
Q. And this is the deposition where they were talking about the Sony --
A. I don't know.
Q. -- the Sony deal. Okay?
A. Okay. If you say so.

MR. GERMER: Now, if you go down about
halfway down -- I tell you what, let's just blow it --
from 6 down to 14. See if we can do that.
BY MR. GERMER:
Q. Mr. Armstrong said --
A. Could I see what the question was?
Q. Sure. The question was "yes."

This is one of those really great

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depositions.
A. I didn't take it; so, don't look at me.
Q. I didn't, either.

But I'm really more concerned about
Mr. Armstrong's testimony than I am about what the lawyer said.
A. Well, I understand. But he's answering the question; so, it would be nice to see the question.
Q. Well, let's see. It looks like at the top the
question -- or his answer was: And I think that --
The question was: Why was it a lump sum?
A. Right.
Q. And then the questioner brilliantly said: Yes.
A. Right.
Q. And then Mr. Armstrong said: Because we felt that
that was something that Sony could do. You know, these ongoing royalties, my understanding is a lot of large corporations just don't like them because they can cause continuing problems in the future.
A. Right.
Q. (Reading) A lump sum is just a done deal.

Everybody is happy, and it's just desirable from -especially from -- you know, I think it's desirable for both parties in some ways but certainly for the larger entity's standpoint.
A. Right.
Q. So, that does tell us that Mr. Armstrong at least was happy with the Sony deal and was happy with the lump-sum deal.
A. In the context of that negotiation. And actually we don't have anything different than that here because we know what -- the total units that have been sold from infringement through the time of trial. So, in essence, it would be a 50.3-million-dollar payment, lump-sum payment, for past infringement.
Q. Would you look at page 610, please?
A. I'm sorry. 610 of...
Q. Yes, sir.
A. Oh, same -- I'm sorry.
Q. I think that's about where we were.

MR. GERMER: The last question and answer, let's blow that up.
BY MR. GERMER:
Q. Question: That's one advantage to a licensor is
that if something changes in the technology, you've already been paid, right?

And Mr. Armstrong said: Yes. I'm not
complaining. You know, I'm happy. It was a good deal for me.
A. That's what he said.

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games; is that correct?
A. Yes.
Q. Now, you said when you were developing the GameCube
controller, that it was important to keep the total cost
below 900 yen; is that correct?
A. Yes.
Q. So, if the motor for the rumble feature was an expensive component, you could have saved a lot of money by not putting in the motor; is that correct?
A. Yes, I think so.
Q. Be despite the cost, Nintendo decided to include the motor for the rumble feature; is that correct?
A. Yes.
Q. So, just so I understand you, by increasing the
number or types of features on a controller, it affects
the variety of games that software developers can create; is that true?
A. That potential exists.
Q. If the C stick were mounted on the main circuit board, it would be taller than it is now; and it would be more difficult to use than it is right now; is that correct?
A. That's correct.
Q. And if you could turn to Figure 2 of Exhibit 292, which is the ' 700 patent.

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A. Yes.
Q. Have you reviewed Figure 2 of Exhibit 292 before?
A. As I said earlier, I hadn't done that prior to
looking at them -- after I had been contacted by the IP department.
Q. You have reviewed Figure 2 of this patent within
the past year, correct?
A. Yes.
Q. Figure 2 of the ' 700 patent depicts a cross section
of a game controller that is described by this patent;
is that correct?
A. Yes.
Q. Now, in the middle of the figure, there is a circle
that has been labeled with the number " 12 "; is that
correct?
A. Yes.
Q. What is that?
A. It's a ball.
Q. Okay.
A. Sorry. It's a sphere.
Q. Do you see a component in the figure that is
labeled "124"?
A. Yes.
Q. What is that?
A. I think it's a roller.

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Q. Now, there are three rollers depicted in this figure; is that correct?
A. Yes.
Q. So, from looking at the structure of this figure,
if a user were to rotate the ball, then the rollers could tell that the ball was moving; is that correct?
A. I believe so.
Q. So, the rollers are used to detect rotational movement of the ball; is that correct?
10 A. Yes.
11 Q. Now, the ball is surrounded by a cup-like structure
12 that has been labeled " 16 "; is that correct?
13 A. Yes.
14 Q. Can you tell from looking at the figure whether the
15 structure of the game controller allows it to sense the
16 linear movement of the cup?
A. Yes.
Q. So, for instance, if you were to push down on the cup toward the ball, then the structure labeled "22" would move, as well; is that correct?
A. Yes.
Q. And in the same way, if you were to move the cup back and forth, the controller is structured to sense that linear movement; is that correct?
A. Yes.

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Q. So, this is a 6-degree-of-freedom controller, isn't it?
A. Yes.
Q. So, there are three rollers associated with the ball and each of those rollers would provide a separate output to some sort of computer unit associated with the controller; is that true?
A. Yes.
Q. So, conversely, the CPU receives three signals associated with the trackball that represent three axes of rotational movement; is that correct?
A. Yes.
Q. So, similarly, because the cup is movable on three linear axes, the cup would send three separate signals to the CPU, each one representing movement on a different linear axis; is that correct?
A. Yes.
Q. If you removed the cup from the controller depicted
in Figure 2, you would not be able to sense movement on three linear axes; is that correct?
A. No, you wouldn't.
Q. But if you still had the trackball, you would still
have a 3-degree-of-freedom controller because you could still sense rotational movement on three axes; is that correct?

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|  | Page 845 |
| :---: | :---: |
| 1 | A. Yes. |
| 2 | Q. So, if you remove the cup, instead of six separate |
| 3 | outputs being sent to the CPU, there would only be three |
| 4 | outputs sent to the CPU, one representing each axis of |
| 5 | rotational movement of the trackball; is that correct? |
| 6 | A. Yes. |
| 7 | Q. Now, conversely, if you did not remove the cup but |
| 8 | you did remove the trackball, then you would still have |
| 9 | a 3-degree-of-freedom controller except it would be able |
| 10 | to measure linear movement on three axes and not |
| 11 | rotational movement on three axes; is that correct? |
| 12 | A. Yes. |
| 13 | Q. If instead of having a trackball within a cup, if |
| 14 | you had a controller with a trackball on one side and a |
| 15 | movable cup on the other, you would still have a |
| 16 | 6-degree-of-freedom controller because you would have |
| 17 | three axes of rotation through the trackball and three |
| 18 | axes of linear movement through the cup; is that |
| 19 | correct? |
| 20 | A. Are you saying that on one hand you would have a |
| 21 | cup but no ball and on the other hand you would have a |
| 22 | ball with no cup? |
| 23 | Q. Yes. |
| 24 | A. Yes. |
| 25 | Q. If you had this controller with a cup on one side |
|  | Page 846 |
| 1 | and the trackball on the other, the CPU would still |
| 2 | receive three analog signals representing three axes of |
| 3 | rotational movement and three analog signals |
| 4 | representing three axes of linear movement; is that |
| 5 | correct? |
| 6 | A. Yes. |
| 7 | Q. And software developers can use the signal sent to |
| 8 | the CPU to program games on a television screen to do |
| 9 | different things; is that correct? |
| 10 | A. Yes. |
| 11 | Q. So, for instance, if you had a trackball and a cup, |
| 12 | a software developer could use the three analog signals |
| 13 | from the trackball to move one character on a screen and |
| 14 | use the three analog signals from the cup to move |
| 15 | another character on the screen; is that correct? |
| 16 | A. Yes. |
| 17 | Q. So, instead of a controller with a cup and a |
| 18 | trackball, if you had a controller with two trackballs, |
| 19 | you would not have any signals representing linear |
| 20 | movement; is that correct? |
| 21 | A. I believe that's so. |
| 22 | Q. But if you had two trackballs that were structured |
| 23 | like the one in Figure 2, you could still send six |
| 24 | analog signals to the CPU; is that correct? |
| 25 | A. Yes. |

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1

3
Q. And a game developer could use those six signals in a similar way where a user could use the left trackball to move one character on a screen and the user could use the right trackball to move another character on the screen; is that correct?
A. Yes.
Q. So, if you would like to design a controller that produces six analog signals to transmit to a CPU, one way of doing it is like a controller structured here with a trackball found in a cup; is that correct?
A. I think so.
Q. Another way to create a controller that produces six analog signals to send to a CPU would be just to have two trackballs that each sent three analog signals to the same CPU; is that correct?
A. Yes.
Q. Mr. Koshiishi, my name is Bob Gunther. I'm one of Nintendo's attorneys, and I'm going to ask you some questions at this point in the deposition.

I want to go first to the questioning that Mr. Garza had of you at the very end of the deposition before the break. And he showed you Figure 2 of the '700 patent, correct?
A. Yes.
Q. And then he asked you whether or not,
hypothetically, a controller could be developed that had a cup on one side and a trackball on the other side, correct?
A. Yes.
Q. Is there any disclosure in the ' 700 patent that you are aware of of a controller that has a separate trackball on one side and a separate cup on the other side?
A. No.
Q. And he also gave you a hypothetical of a controller
that would have two separate three-axis trackballs. Do
you recall that questioning?
A. Yes.
Q. Is -- anywhere in the ' 700 patent, is there a disclosure of a controller that has two separate three-axis trackballs?
A. No.
Q. Now, the three hypotheticals that Mr. Garza asked you, the one with the -- the controller with the separate trackball and separate cup, that's the first one; the second one with three -- sorry -- with two three-axis trackballs, that's the second one; and the third one is the one with three two-axis trackballs.

My question is: Are you aware of any video game controllers that have ever been sold that have any

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| :---: | :---: |
| 1 who wanted to purchase it separately? | 1 about that? |
| 2 A. Yes. The way it worked is there was a game called | 2 Q. Sure. The Wii Remote has a pad that I've heard |
| 3 "Star Fox" that involved manipulating a flying machine | 3 referred to -- and I'll give you several alternatives -- |
| 4 and the decision was made at Nintendo that vibration was | 4 as a "D-pad" or a "direction pad" or a "cross pad" or a |
| 5 necessary for that game and, so, we sold, as an option, | 5 "plus key," all the same pad but it's been called all |
| 6 a separate vibration pack. | 6 those different names. |
| 7 Q. And have you heard that referred to as the "Rumble | 7 A. Yes. Now I understand what you're asking about. |
| 8 Pak"? | 8 Thank you very much. Yes, it has one. |
| 9 A. Well, I'm sorry to say I don't know if it was ever | 9 Q. Yes. And it has buttons, too, doesn't it? |
| 10 referred to as "Rumble Pak." In Japan we referred to it | 10 A. Yes, it has buttons. |
| 11 as the "vibration pack." | 11 Q. How many? |
| 12 Q. Okay. Well, I'll be glad to call it "vibration | 12 A. Let's see. Buttons. Well, if you include the |
| 13 pack." | 13 trigger button that's on the backside of the Wii Remote, |
| 14 Isn't it true, Mr. Ikeda, that Nintendo | 14 then that would be -- if you're counting buttons used in |
| 15 offered the vibration pack for sale in the United States | 15 games, that would make seven buttons. |
| 16 for the first time in 1997? | 16 Then there's a button for turning on or off |
| 17 A. I'm sorry to say I just don't know at what point it | 17 the power supply. And then on the backside, there is |
| 18 went on sale in the United States. The reason for that | 18 another button for synchronizing wireless communication. |
| 19 is at the time of the development of the Nintendo 64, I | 19 So, there is a total of nine buttons on it. |
| 20 was still working on development of cartridges for the | 20 Q. Thank you. And the Wii Remote also uses an |
| 21 Super NES; and, so, I really didn't have that much | 21 accelerometer, correct? |
| 22 information about the N64. | 22 A. Yes. It includes an accelerometer -- an |
| 23 Q. About how many years after the introduction of the | 23 acceleration |
| 24 N64 was the Rumble Pak made available for sale? | 24 Q. The accelerometer detects movement of the Remote, |
| 25 A. I'm very sorry. I just don't recall that, either. | 25 correct? |
| Page 870 | Page 872 |
| 1 Q. Okay. Although rumble, or vibration, was not a | 1 A. Yes. When you wave the Remote, for example, it |
| 2 standard feature of the N64 controller, it is standard | 2 will detect that you have waved it. |
| 3 in the GameCube controller, correct? | 3 Q. What is inside the accelerometer that let's it do |
| 4 A. That is correct. | 4 that? |
| 5 Q. And the Wii Remote has a vibration function, too, | 5 A. An accelerometer is a sensor that measures |
| 6 doesn't it? | 6 acceleration. Inside there is a portion that moves. It |
| 7 A. That is correct. | 7 has a weight on it. And then there is a portion that |
| 8 Q. And it comes standard with the Wii Remote, correct? | 8 does not move. And, so, there is a sensor that |
| 9 A. Yes. It's included as a standard function. | 9 indicates or that detects whether or not there has been |
| 10 Q. How does the vibration feature work in the Wii | 10 motion on the part that moves. So, you have a moving |
| 11 Remote? | 11 portion and a nonmoving portion; and they work as a kind |
| 12 A. It really depends on the game. But, for example, | 12 of pair or set. |
| 13 with Wii Sports, there's one called "tennis." And when | 13 Q. And does that pair detect motion in one direction? |
| 14 you swing the racket and the racket hits the ball, then | 14 A. The part that has the weight on it can detect |
| 15 it would do such things as vibrate. It's a way of | 15 movement up/down, right/left, and forward and back. So, |
| 16 illustrating the game. | 16 it can detect motion in three directions. |
| 17 Q. Okay. What mechanism or machine in the Wii Remote | 17 Q. Yes, sir. Thank you. |
| 18 causes it to vibrate? | 18 The distance between the probes that you |
| 19 A. There is a coin-type motor inside the controller, | 19 described change in response to acceleration, correct? |
| 20 and there is a weight on that motor. And by means of | 20 A. Yes. That's right. |
| 21 rotating that weight, that's what gives rise to the | 21 THE COURT: Excuse me, counsel, for just a |
| 22 vibration. | 22 minute. If we start getting into long, technical |
| 23 Q. Yes, sir. The Wii Remote has what's called a | 23 explanations, could you please ask the witness to break |
| 24 "D-pad," doesn't it, "D" as in "dog"? | 24 his answers up into smaller parts? I think it will be |
| 25 A. I'm sorry. Could you go into a little more detail | 25 easier for us all to follow if we break it down just a |


| Page 873 | Page 875 |
| :---: | :---: |
| 1 little bit. We've been going along fine; but if some of | 1 Q. And isn't it true that yet a different set of |
| 2 these answers start getting fairly long, if he can break | 2 capacitors detect movement on the Z axis? |
| 3 it up, you can translate, and then he can continue on, I | 3 A. Well, all of this is being measured with just one |
| 4 think it would be easier. | 4 weight; whereas, the locations of the probes are |
| 5 THE INTERPRETER: I would be happy to do | 5 different. |
| 6 that, your Honor. | 6 Q. Okay. I'm not asking you about the weight or the |
| 7 THE COURT: If you would tell him that, | 7 probes; I'm asking you, sir, about the capacitors. |
| please. | 8 A. In the same manner, there are capacitors that are |
| THE WITNESS: I have understoo | 9 for X, Y, and Z. |
| 10 MR. CAWLEY: Thank you. | 10 Q. So, there are capacitors that sense movement in the |
| 11 BY MR. CAWLEY: | 11 X axis, correct? |
| 12 Q. The distance between the two probes in the | 12 A. That's correct. |
| 13 accelerometer causes a change in the capacitance of the | 13 Q. And there are capacitors that sense movement in the |
| 14 static electricity, correct? | 14 Y axis, correct? |
| 15 A. That's correct. | 15 A. That's correct. |
| 16 Q. And is this capacitor a sensor? | 16 Q. Thank you, sir. |
| 17 A. I wouldn't think of each of the individual probes | 17 A. And there are capacitors for the Z axis, as well. |
| 18 as sensors; but I would think of the assembly, the | 18 Q. Thank you even more. I appreciate that. |
| 19 entire unit, as a sensor. | 19 You mentioned that the accelerometer has |
| 20 Q. But I'm asking you, Mr. Ikeda, about the probes and | 20 three outputs, correct? |
| 21 actually the capacitors. Do you understand? | 21 A. That's correct. |
| 22 A. I do understand what you're asking, but I just | 22 Q. Could these outputs be used by a game designer to |
| 23 don't consider those parts to be sensors. | 23 control objects on the screen? |
| 24 Q. What senses the change in the capacitance of the | 24 A. It's possible to move objects. However, an |
| 25 static electricity caused by the relative movement of | 25 accelerometer detects acceleration; so, all it can do is |
| Page 874 | Page 876 |
| 1 the probes? | detect either a fast or a slow movement over a given |
| 2 A. There would be several probes that are detected. | 2 distance. So, for that reason, if you want to -- for |
| 3 But what you get as an answer -- that is to say, what | 3 example, like moving a cursor on a personal computer, |
| 4 you get as output -- there are three outputs. | 4 left and right and up and down, that would be a pretty |
| 5 THE COURT: Excuse me. Are you saying there | 5 tough thing to do using the accelerometers in the Wii |
| 6 were several "codes" or several "probes" that are | 6 Remote. In order to do that kind of cursor movement, |
| 7 detected? | 7 there is a function known as the "pointer" that is |
| 8 THE INTERPRETER: That was "probes," your | 8 included in the Wii Remote. |
| 9 Honor. | Q. Thank you. But I'm not really asking you about |
| 10 THE COURT: I'm sorry? | 10 cursor on a screen; so, let me rephrase my question. |
| 11 THE INTERPRETER: "Probes." I'm sorry if I | 11 You're familiar with the game Mario Galaxy, |
| 12 wasn't clear. | 12 correct? |
| 13 THE COURT: Thank you. | 13 A. Yes, I know about that. |
| 14 BY MR. CAWLEY: | 14 Q. Is there a place in that game where the Wii Remote |
| 15 Q. Mr. Ikeda, isn't it true that one set of capacitors | 15 can be used to make Mario jump onto a ball and to move |
| 16 in the accelerometer is used to detect acceleration on | 16 the ball with his feet? |
| 17 the X axis? | 17 A. Yes. Yes, it's as you said. |
| 18 A. The X axis can be measured, as well. But at the | 18 Q. So, the Wii Remote can be used to move Mario and |
| 19 same time, measurement can take place along the Y and Z | 19 the ball, correct? |
| 20 axes. | 20 A. Yes. You can make Mario jump. |
| 21 Q. Yes, sir. That's my next question. Isn't it true | 21 Q. And the Wii Remote, in addition to sensing movement |
| 22 that a different set of capacitors is used to detect | 22 in a direction, can also detect tilt, correct? |
| 23 acceleration on the Y axis? | 23 A. Tilt, yes, off to the side. It can detect that, as |
| 24 A. Yes, different capacitors and probes for the Y | 24 well. |
| 25 axis. | 25 Q. And that's because gravity is a kind of |

acceleration, correct?
A. It's done using gravity and also the acceleration
that the person himself actually applies.
Q. Now, when the Wii Remote creates the three outputs
from the accelerometer -- let me start over again.
That's not a good question.
When the accelerometer creates the three outputs, Nintendo doesn't tell game designers what it must do with those outputs, does it?
A. No, no. We don't have any requirements.
Q. So, the game designer may choose to use those three outputs in any way the designer wishes, correct?
A. That's correct.
Q. And those outputs could be used to control the movement of people or characters, correct?
A. As I said before, an accelerometer measures acceleration. So, it's not like using a mouse and making a precise motion on the screen. But you can use it, say, if you want to use it -- it's not something that you can follow a precise movement with; but you can use it as an instruction to, say, deliver a punch or swing a racket or swing a bat.
Q. Well, you've already testified, Mr. Ikeda, that in Mario Galaxy it can be used to move Mario, correct? A. Yes. As I said, if you're having Mario jump,

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you're applying acceleration in the direction in which you want Mario to jump.
Q. So --
A. But you cannot say to Mario, "Okay, I want you to
jump exactly a distance that is three times your height."
Q. Okay. I thank you for that. But my question was, just to make sure we completely understand, then: You agree it is possible for a game designer to use the output of the accelerometer to control a character?
A. Well, I may not have a complete understanding of how you're using the word "control"; but you cannot use it in order to make the character move precisely in accordance with the will of the game player -- in accordance with his intentions.

And the reason for that is an accelerometer can detect the direction in which acceleration takes place, but it cannot determine how much motion.
Q. You remember in Mario Galaxy, Mr. Ikeda, that once

Mario jumps on the ball, he can move the ball in different directions by the player using the Wii Remote accelerometer?
A. Yes. That, you can do; and that's because the acceleration that is -- that arises when you slant something, it indicates a direction. So, what it's
saying is go in a particular direction.
Q. Thank you. And I'm not asking you anything about
the precision of the character's movement. My question
to you is very simple. Can a game designer choose to use the output of the accelerometer to move a character on the screen?
A. Yes. You can do a simple motion, like a jump.
Q. Could a game --
A. You can also indicate to Mario, once he's on the
ball, which way to go.
Q. Thank you.

Could the game designer choose to use the output of the accelerometer to move objects on the screen?
A. Well, just the way you can move Mario, if you had a ball-like character, you could move that ball in the same way.
Q. Could a game designer choose to use the output of the accelerometer to change the player's point of view on the screen?
A. I think so.
Q. Thank you, sir.

Now, you've used a mouse before, haven't you?
A. Yes, I have.
Q. And you've used a trackball before?

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A. Yes, I have used one.
Q. When you move the trackball, the trackball senses rotational movement, correct?
A. Yes. The portion that comes into contact with the trackball detects rotational movement.
Q. However, the cursor or pointer on the screen moves linearly, or in a line, in response to the rotational movement of the trackball, correct?
A. Yes. It moves linearly, but I think what it's doing is there is some kind of parameter that is used to transform or to convert the rotational movement into linear movement.
Q. Yes, sir. So, what you've just said is that when you use a trackball with a computer, the rotational movement of the trackball is translated into linear movement on the computer screen, correct?
A. That's right.
Q. Thank you, Mr. Ikeda.

MR. CAWLEY: I'll pass the witness, your Honor.

THE COURT: Ladies and gentlemen, we're going to go ahead and take a break. I will ask you to be back at quarter past.
(The jury exits the courtroom, 10:57 a.m.)
THE COURT: We'll be in recess until quarter

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| :---: | :---: |
| 1 past. | 1 hours by car. |
| 2 (Recess, 10:57 a.m. to 11:20 a.m.) | 2 Q. Now, back in January of this year, you had your |
| 3 (Open court, all parties present, jury | 3 deposition taken in Japan, correct? |
| 4 present.) | 4 A. That's correct. |
| 5 THE COURT: Counsel? | 5 Q. And that was a deposition that was taken by the |
| 6 MR. GUNTHER: Thank you, your Honor. | 6 Anascape lawyers in this case; is that right? |
| 7 CROSS-EXAMINATION OF AKIO IKEDA | 7 A. That's correct. |
| 8 BY MR. GUNTHER: | 8 Q. Now, had you ever had your deposition taken before? |
| 9 Q. Mr. Ikeda, I'd like to start out -- Anascape's | 9 A. No, I never have. |
| 10 counsel asked you some questions about what you were | 10 Q. And this may have been covered, but just to make |
| 11 doing during the development of the Wii Remote, but I | 11 sure: Have you ever testified in a trial like this |
| 12 want to ask you: What's your position right now at | 12 before? |
| 13 Nintendo? | 13 A. No. This is my first time. |
| 14 A. I am the group manager of the second development | 14 Q. Can you tell us your educational background? |
| 15 group in Nintendo's integrated development department. | 15 A. I attended a Japanese university known as Aoyama, |
| 16 Q. Now, sir, do you speak any English? | 16 A-O-Y-A-M-A, Gakuin, G-A-K-U-I-N; and I graduated from |
| 17 A. I can more or less read and write and understand | 17 the department of electrical and electronic engineering. |
| 18 what's said; but when it comes to speaking, I only can | 18 Q. What year did you graduate? |
| 19 say just a few words. | 19 A. I graduated in March of 1993. |
| 20 And because I want to be exact in what I say, | 20 Q. And, sir, are you a degreed electrical engineer? |
| 21 I'm wanting to be able to use my native language when I | 21 A. That's correct. |
| 22 testify. | 22 MR. GUNTHER: Your Honor, could I just ask |
| 23 Q. Thank you. | 23 Mr . Taylor to move the mic a little bit closer to him |
| 24 Now, I want to ask you a few questions about | 24 when he's answering? I'm just -- from standing back |
| 25 your background. Where were you born? | 25 here, it's a little bit faint. |
| Page 882 | Page 884 |
| 1 A. I was born in Yamaguchi Prefecture in Japan. | 1 THE INTERPRETER: So, you would like to hear |
| 2 Q. And, sir, how old are you? | 2 my answers more loudly? |
| 3 A. I'm 39. | 3 MR. GUNTHER: If possible, Mr. Taylor. |
| 4 Q. And, sir, have you lived in Japan your whole life? | 4 THE WITNESS: All right. |
| 5 A. Yes. Ever since I was born, I've lived entirely in | 5 THE COURT: Let me just suggest that you just |
| 6 Japan. | 6 move it back and forth between the two of you. It may |
| 7 Q. Have you ever been to the United States before? | 7 make it a little easier. |
| 8 A. Yes. I've been in Los Angeles -- I've been to Los | 8 THE INTERPRETER: All right. |
| 9 Angeles once, and last year I went to Honolulu. | 9 BY MR. GUNTHER: |
| 10 Q. Have you ever been to Texas before? | 10 Q. When did you join Nintendo, Mr. Ikeda? |
| 11 A. This is my first trip. | 11 A. I joined Nintendo in April of 1993. |
| 12 Q. So, what do you think of Texas? | 12 Q. And was that right after you got out of college? |
| 13 A. I'm impressed by how green Texas is and how good | 13 A. Yes. I joined the company the very next month |
| 14 the food is. It seems like a very nice place. Also, | 14 after I graduated. |
| 15 there is a Nintendo software called Metroid; and I had | 15 Q. Thank you. |
| 16 heard that that had been jointly developed by Nintendo | 16 Your current position, you've testified, is |
| 17 and with a Texas company. So, in that sense, I had some | 17 manager of the Development Number 2 group. Can you tell |
| 18 notion of Texas. | 18 us what that does and how many people you supervise |
| 19 Q. Thank you. Now, did you come here from Japan to | 19 currently? |
| 20 testify in this case? | 20 A. Well, first of all, the number in the group, |
| 21 A. That's correct. | 21 including myself, there are 21. As for the work that we |
| 22 Q. How long did it take you to get here? | 22 do, it involves the Wii console, the Remote control, the |
| 23 A. From Japan's Narita N-A-R-I-T-A, airport to Houston | 23 Wii Fit. We are involved in the electronic design for |
| 24 airport, it took 12 hours by plane. Then to come from | 24 this and for peripherals, as well. |
| 25 the Houston airport to Lufkin, here, that took about 2 | 25 Q. Now, before you were manager of the Development |

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| :---: | :---: |
| 1 Group Number 2, what was your responsibilities? What | 1 A. It was around 1999. There was a planning meeting, |
| 2 did you do at Nintendo? | 2 and the purpose of the planning meeting was to decide |
| 3 A. Until July of last year, I was group manager of | 3 whether or not we could do a combination of a Game Boy |
| 4 Development Group Number 5 that specializes in the | 4 cartridge with a certain kind or kinds of sensor to come |
| 5 design of user interfaces. | 5 up with something that was particularly enjoyable. And |
| 6 Q. And, sir, while you were working in that position, | 6 at that meeting someone proposed that an accelerometer |
| 7 did you work on the development of the Wii Remote? | 7 be combined with a Game Boy cartridge; and, so, I became |
| 8 A. Yes. It was in Development Group Number 5 that I | 8 involved in the work of doing that combination. I was |
| 9 did development work for the Remote control for the Wii, | 9 chosen to be the main person to handle this design work. |
| 10 the Wii Classic, and the Wii Nunchuk. | 10 Q. And, sir, the cartridge that you have in your hand, |
| 11 Q. What were your general responsibilities while you | 11 is that meant to fit into the Game Boy system? |
| 12 were doing that design and development work for the Wii | 12 A. Yes. The way you use this cartridge, you push |
| 13 controllers? | 13 it -- you insert it (demonstrating) into the Game Boy |
| 14 A. They were various functions. One would have been, | 14 Advance. |
| 15 say, the accelerometer sensor, that portion; then the | 15 Q. And then can you describe for us -- we're not going |
| 16 wireless. That would be Bluetooth. All of these | 16 to actually show the game, but can you describe for us |
| 17 various functions, there was someone actually working on | 17 how that game works and how the accelerometer |
| 18 that, handling the work. I was managing that work and | 18 contributes to the play of the game? |
| 19 ensuring its progress; but at the same time, there was | 19 A. Well, there's a character named "Kirby" who appears |
| 20 some actual development work that I handled myself in | 20 in this game. He's round, a rather ball-like character. |
| 21 addition to my management work. | 21 And if you take the console of the Game Boy |
| 22 Q. Now, sir, are you a named inventor on any patents | 22 Advance and you tilt it, then this round Kirby |
| 23 as a result of your work at Nintendo? | 23 character, he will roll in that direction like a ball. |
| 24 A. Yes, I am. | 24 I'll just show you (demonstrating). I'll |
| 25 Q. And can you tell us approximately how many patents | 25 give you an example of just what sort of action that |
| Page 886 | Page 888 |
| you've been named as an inventor on based on your work | 1 would be. You operate it like this (demonstrating). |
| 2 at Nintendo? | 2 Q. Now, when you were operating the Game Boy with the |
| 3 A. Including applications filed in the United States, | 3 Kirby cartridge in it, were you pressing buttons to make |
| 4 it would be approximately eight patents. | 4 the Kirby character move around? |
| 5 Q. Thank you. | 5 A. Well, if you -- you had to push a button, for |
| 6 Now, sir, were you involved -- what was the | 6 example, to start the game or something like that. But |
| 7 first time that you were involved in the development of | 7 for actually moving Kirby, you did that only by tilting |
| 8 a video game that involved an accelerometer? | 8 and turning. |
| 9 A. The first time I was involved in a game that had | 9 Q. And, sir, can you tell us how the accelerometer |
| 10 anything to do with an accelerometer was in developing a | 10 factored into what you would see on the screen in terms |
| 11 Game Boy cartridge called "Tilt 'n Tumble," Kirby. | 11 of the movement of the ball-like Kirby character? |
| 12 MR. GUNTHER: Your Honor, may I approach with | 12 A. When the player tilts the Game Boy, as a result of |
| 13 a demonstrative exhibit? | 13 that tilting, an acceleration is generated. What the |
| 14 THE COURT: All right. You may approach. | 14 accelerometer does is detect the direction in which the |
| 15 MR. GUNTHER: Thank you, your Honor. | 15 tilt took place, and it sends a signal to the console of |
| 16 BY MR. GUNTHER: | 16 the Game Boy Advance. By tilting the Game Boy Advance |
| 17 Q. Mr. Ikeda, I've handed you two objects. Can you | 17 console right, left, forward, and back, what you have in |
| 18 tell us what they are? | 18 here is an accelerometer that detects on two axes. |
| 19 A. This is a Game Boy Advance SP. | 19 Q. Okay. Sir, where did -- the accelerometer that's |
| 20 And what we have, this pink item here, this | 20 in the Kirby Tilt 'n Tumble cartridge, is that made by |
| 21 is the Kirby Tilt 'n Tumble cartridge (indicating). And | 21 Nintendo? |
| 22 it may be a little hard to make out; but here up in the | 22 A. No. Nintendo doesn't manufacture it. We purchase |
| 23 top, there is an accelerometer built in. | 23 that part from a U.S. company called "Analog Devices." |
| 24 Q. When did you work on the development of that | 24 Q. Now, sir, was the idea of putting the accelerometer |
| 25 cartridge? | 25 into the Kirby Tilt ' n Tumble cartridge -- was that an |


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| :---: | :---: | :---: |
| 1 idea that came from Analog Devices? | 1 | MR. GUNTHER: Thank you. |
| 2 A. No. The idea of putting an accelerometer into the | 2 | Mr. Taylor, do you want to turn on the |
| 3 cartridge, that was a Nintendo idea. | 3 | microphone? |
| 4 Q. Had any company, to your knowledge, ever done | 4 | THE INTERPRETER: I see. |
| 5 anything like that before, any video game company? | 5 | MR. GUNTHER: I think there is a switch on |
| 6 A. I certainly don't know anything that was out as a | 6 | there. You might have to take it out. |
| 7 product like that. | 7 | BY MR. GUNTHER: |
| 8 Q. Thank you. | 8 | Q. Mr. Ikeda, can you actually start the game? And if |
| 9 Now, sir, I want to talk for a moment about | 9 | you could demonstrate and maybe talk a little bit, as |
| 10 the Nintendo 64. You were asked some questions about | 10 | you're playing, about what you're doing. |
| 11 that system by Anascape's counsel. | 11 | THE COURT: Stop one minute. |
| 12 A. All right. | 12 | MR. GUNTHER: Yes, sir. |
| 13 Q. Now, sir, are you familiar with the Nintendo 64 | 13 | THE COURT: I think you're going to need to |
| 14 system? | 14 | stand a little closer because he's going to need to talk |
| 15 A. Yes. I have used the Nintendo product. | 15 | into the microphone, also. Or else you're going to have |
| 16 Q. What kind of graphics does the Nintendo 64 have? | 16 | to move off to the podium so he can talk into the |
| 17 A. These are characters that are displayed on the | 17 | microphone. One way or the other, Mr. Ikeda and the |
| 18 television screen. What's distinctive about it is that | 18 | interpreter have to have access to a microphone. |
| 19 these are characters that appear to have depth. | 19 | MR. GUNTHER: Understood, your Honor. What I |
| 20 Q. And when you say they appear to have depth, are | 20 | will do is I'm going to give him this microphone; and to |
| 21 they 2-D characters or are they 3-D characters or | 21 | the extent I have to ask a question, I will talk really |
| 22 something else? | 22 | loud. |
| 23 A. The general way of referring to them would be to | 23 | THE COURT: Or you can bend it back towards |
| 24 say that these are 3-D graphics. | 24 | yourself. |
| 25 Q. Now, sir, I'm holding this device up. Do you know | 25 | Why don't you bend it towards him now. |
| Page 890 |  | Page 892 |
| 1 what this is? | 1 | MR. GUNTHER: Yes, sir. |
| 2 A. Yes. What you have in your hand is a Nintendo 64 | 2 | A. I will explain using this microphone. I'd like to |
| 3 controller. | 3 | start the game right away. |
| 4 Q. And is that a 3-D graphics controller, Mr. Ikeda? | 4 | BY MR. GUNTHER: |
| 5 A. I think it is a controller for operating | 5 | Q. Are you controlling the game right now? |
| 6 three-dimensional characters. | 6 | A. No. I'm not yet operating it. |
| 7 Q. Thank you. | 7 | Q. Tell us when you actually start to operate the |
| 8 Now, sir, are you familiar with the game | 8 | game. |
| 9 Nintendo Super Mario 64? | 9 | A. Now I've started operating Mario. I'm using the |
| 10 A. Yes. I've played with it just a little. | 10 | analog stick on this controller to go left and to go |
| 11 Q. Okay. |  | right. There appears to be a castle up ahead; so, I'm |
| 12 MR. GUNTHER: With your Honor's permission, | 12 | going in that direction. The way I'm doing that, I'm |
| 13 we would like to ask Mr. Ikeda to make a short | 13 | moving forward by taking this analog stick and pressing |
| 14 demonstration of the Nintendo 64 3-D video game with the | 14 | it forward. |
| 15 Super Mario 64. | 15 | Q. Now, let me ask you: Is this a 2-D game or a 3-D |
| 16 THE COURT: All right. | 16 | game, this Mario 64? |
| 17 BY MR. GUNTHER: | 17 | A. I think it's a 3-D game. |
| 18 Q. Mr. Ikeda, I'm going to ask you, if you can, to | 18 | Q. Why do you say that? |
| 19 step down towards me. We have a game set up, and we're | 19 | A. Well, for example, when I go up the stairs -- and |
| 20 going to ask you to play just a little bit of Super | 20 | here I'm by the banister. By moving the camera angle, I |
| 21 Mario 64 on the Nintendo 64 system. | 21 | can look at it from different points of view. |
| 22 A. May I step forward? | 22 | Also, I can move in towards the depth of |
| 23 Q. Yes. | 23 | what's on the screen; or I can move back out towards -- |
| 24 MR. GUNTHER: Is that okay, your Honor? | 24 | out of the screen. |
| 25 THE COURT: Yes. | 25 | Q. When you change the camera angle, what features on |

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the controller do you use to do that?
A. I'll show you now (indicating). I use the yellow buttons here to change the angle, the camera angle, and to zoom in or zoom out.

Here where you have this sort of 3-D effect, it's tricky to actually get on there; and, so, I'm going to change the angle to make it easier. Uh-oh. I failed.
Q. Just show us just a little bit more of the game to get the idea of the 3-D nature of the game, please. A. Well, then I'll just continue playing the game here.
Q. Okay, Mr. Ikeda. Thank you very much for that. I have one more question just on this game and this system, the Nintendo 64 system. In terms of time, was this system out before or after --

MR. CAWLEY: Your Honor, this is precisely the matter that your Honor ruled on at the beginning of the trial in relation to the revision of certain demonstratives.

THE COURT: Sustained.
BY MR. GUNTHER:
Q. Mr. Ikeda, why don't you retake the witness stand, if you could.

MR. GUNTHER: And for the record, while the
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interpreter is getting seated, the exhibits that we've
been using, the Wii console -- sorry -- the Nintendo 64 controller is Defendant's Exhibit 118. The Nintendo 64 console is Defendant's Exhibit 120. And the Super Mario 64 cartridge is Defendant's Exhibit 121.
BY MR. GUNTHER:
Q. If I could turn back to the Wii controllers,

Mr. Ikeda.
Now, sir, you understand that the reason we're here is that Anascape is accusing the Wii Remote, when used with either the Wii Nunchuk or the Wii Classic, of infringing Mr. Armstrong's '700 patent; is that correct?
A. Yes, I understand that.
Q. Now, sir, during the time that you were developing
the Wii Remote, had you ever heard of Mr. Brad
Armstrong?
A. No, I had not.
Q. Had you ever met him before?
A. No.
Q. Do you know whether he's here in this courtroom?
A. No, I don't know.
Q. Now, sir, had you ever heard of Mr. Armstrong's
'700 patent anytime before this lawsuit was filed? A. No, I had not.

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Q. Did you use anything from Mr. Armstrong's '700
patent while you were developing any of the Wii controllers?
A. No. Not in any controller.
Q. To your knowledge, did anyone on the team that was
working with you in developing the Wii Remote, the Wii
Nunchuk, and the Wii Classic Controllers use anything
from Mr. Armstrong's '700 patent?
A. No. I don't think that happened.
Q. Now, sir, can you tell me how you got involved in developing the Wii controllers and specifically the Wii Remote?
A. First of all, it was in May of 2003 that I moved to the department where I now find myself; that is to say, the integrated research department.

Within that department, a user interface planning team was established; and I was chosen as a member of that team. Then a Wii user interface planning team was put together, and ideas were exchanged within that team. Within that team, I came up with a number of different ideas for controllers; and I was made the leader of that planning team. And later on, by combining pointer technology with accelerometers, I was able to achieve the kind of control that is used in the Wii Remote control.

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Q. Let me just ask you this, because I want to make sure that we're clear on this. Who at Nintendo had the idea of putting an accelerometer in the Wii Remote?
A. I was the one who pushed that idea.
Q. Now, sir, let me, if I can --

MR. GUNTHER: Your Honor, may I approach?
THE COURT: You may.
BY MR. GUNTHER:
Q. I'm handing you a Wii Remote.
A. Yes.
Q. Are there any other features in the Wii Remote that
you were primarily responsible for, in terms of the idea?
A. I was the one who found the pointer technology. Q. And, sir, can you tell us what you mean by "the pointer technology" and show us where that is resident in the Wii Remote?
A. The pointer is actually mounted right here (indicating), at the end of -- right here in the end.
Q. I'm sorry. Could you --
A. As for the functions of the pointer, there is a kind of camera contained here (indicating). However, it's not like your ordinary digital camera that can take pretty pictures. This is a camera that can -- is sensitive only to certain kinds of light.
console. When the console receives that signal, the console then recognizes that the player has gone through the action of throwing the ball.
Q. Why don't you try to pick up the spare.
A. I'll do my best. This time I'm going to try to throw a quick ball.
(Demonstrating.) I'm very sorry.
Q. This will be the last one. Give me one more try.

See if you can get a strike. No pressure.
A. (Demonstrating.)
Q. Would you like to demonstrate quickly another game for us?
A. Using the pointer, I get out of the bowling game.

Next, I'd like to explain the baseball game.
Again, because I'm playing it just by myself, I will
select the Number 1. And I'm going to use the same character as before.

In this case you don't use the buttons on the Remote at all. Just by swinging the Remote, that makes the bat swing (demonstrating).

The game is about to begin, and I'm the batter. All you have to do to operate it is to just swing the Remote, as you saw (demonstrating). And you don't even have to swing it very hard. You can swing it quite lightly.

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Q. Again, if you can tell us, as you're the next
batter -- sorry. I distracted you. As you're doing
that, can you tell us again how the accelerometer enters
into what's happening?
A. When I'm in the ready position, I'm holding the Wii Remote in this fashion (demonstrating). And that way the accelerometer points to the bottom; and, so, it knows that I'm going to swing in the ready position.

And next, when I actually take a swing, that generates an acceleration. Then when that acceleration is -- takes place, the accelerometer detects that acceleration and conveys it to the Wii Remote; and the Wii Remote then, in turn, conveys that to the console. Q. Are you now the pitcher?
A. Yes, that's right. We've had a changeover here, and now I'm doing pitching.
Q. All right. We'll just do one throw. But if you
can show how the Wii Remote is used to actually throw a pitch.
A. By using the button and using a certain kind of motion, I can throw a change-up pitch; and that's what I'd like to do here. So, I'm now going to go through the motion of pitching (demonstrating).
Q. Okay. Let me ask you if you could do this. I just want to demonstrate one more game, and this is the
boxing game.
Could you tell us how you do that and what you need in terms of the controllers to do that? A. First of all, by using the pointer, I'd like to switch over to the boxing game. Again, because I'm a single player, I choose the Number 1; and, also, I will stay as the same character.

Here comes up a screen that says to play this game, you need to use the Nunchuk controller. And, so, I will -- would it be okay if I use the controller that's right there?
Q. There you go.
A. In the bottom of the Remote, there is this
extension connector here; and, so, that's where I'm going to connect the Nunchuk.
Q. Now, before you get going -- because you're playing against the computer, aren't you?
A. That's right.
Q. Are you blue gloves or red gloves?
A. I've got the blue gloves. And where you can see my opponent's face, that is the computer.
Q. All right. So, now if you can do a little boxing for us and describe, as you're doing it, how you're using the Wii Remote and the Wii Nunchuk. A. (Demonstrating.) For both the Nunchuk and the

Page 940
Remote control, when you thrust it forward, you get a punch. You thrust the Remote forward, you get a punch; likewise with the Nunchuk.

Also, if you apply acceleration to the left and the right, as you can see, the character himself goes to the left or the right. (Demonstrating.)

And, so, with simple motions of this kind, you can play the boxing game.
Q. Now, are you using any buttons or joysticks as you play this game?
A. No. It is simply the motions of thrusting the Nunchuk or the Remote control forward, as you can see here (demonstrating). I'm not using the analog stick or the buttons.
Q. Thank you very much for the demonstration, Mr. Ikeda. You can re-take the witness stand.

MR. GUNTHER: And for the record, the Wii console system is Defendant's Exhibit 169; the Wii Sports game disk that was being demonstrated is Defendant's Exhibit 171; the Wii Remote is Defendant's Exhibit 167; and the Wii Nunchuk is Defendant's Exhibit 162.
BY MR. GUNTHER:
Q. Mr. Ikeda, we talked about your role in developing the Wii controllers; and I'd like to ask you this

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MR. GUNTHER: Your Honor, may I make a brief interim statement?

THE COURT: You may.
MR. GUNTHER: Ladies and gentlemen,
Mr. Pederson is going to testify. He's a senior director of technical services at Nintendo of America in Redmond, Washington; and he's going to talk a little bit about the video game controllers. He's also going to talk a little bit about his background at Nintendo. He's been there for quite awhile, and he can tell you a number of things about how the company got started.

One of the things he is going to tell you -and I had mentioned this in my opening statement -- is how Donkey Kong got its name.

MR. CAWLEY: Your Honor, I hate to interrupt; but I'm told that there are some objections on demonstratives that haven't been addressed yet. I don't know if we will reach those before the next break or not, but I wanted to let the court know.

THE COURT: The objections are overruled. MR. CAWLEY: Thank you, your Honor. DIRECT EXAMINATION OF JOHN PEDERSON CALLED ON BEHALF OF THE DEFENDANT BY MR. GUNTHER:
Q. Mr. Pederson, could you please introduce yourself

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to the jury.
A. My name is John Pederson, and I'm the senior
director of technical services at Nintendo of America.
Q. And how long have you worked at Nintendo of

America?
A. Since June of 1981 .
Q. June of 1981, you said?
A. Correct.
Q. Now, sir, was Nintendo of America a large company
when you started working there?
A. No. It was small. In fact, I was the second employee hired.
Q. And, sir, what do you do currently as senior
director of technical services at Nintendo of America?
A. I oversee the repair of consumer products. So, when a consumer has a broken -- one of our products, they send it in for repair. I oversee those services.
Q. And, sir, can you tell us: In terms of that
function, how many people do you supervise?
A. I have 60 employees, Nintendo of America employees, and about -- between 150 to 200 temporary employees.
Q. And those are all people that you supervise?
A. Yes.
Q. Now, sir, can you tell us anything about the return rate or the quality assurance that Nintendo has in place

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1 for its products?
A. From what I understand -- I've been at Nintendo for a long time; so, I haven't experienced the return rates at other companies. But I've been to return seminars and heard of other companies' return rates. Ours are at 2 percent or less; and many other companies are higher than that, much higher.
Q. Now, sir, are you familiar with the Nintendo products that -- the Nintendo products that are sold and have been sold historically and how they work?
A. Yes.
Q. And what's your basis of knowledge of those products?
A. Well, I need to understand how the products work so that we can properly service the products, correct any problem that exists.
Q. Now, sir, do you, yourself, get involved in actually developing Nintendo's video game products? A. No, I do not.
Q. Now, let me ask a few questions about your background and how you came to work at Nintendo. Can you please describe for us your educational background starting with high school?
A. I went to Roosevelt High School in north Seattle and graduated in 1974, and then I went on to North

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1 Seattle Community College and received an Associate of Applied Science Degree in Electronics Engineering
Technologies in '76.
Q. That was in 1976? Let me just focus on that. That was an associate's degree, you said?
A. Correct.
Q. And how many years did you take that degree?
A. Two years.
Q. Okay. And, sir, do you have any formal education beyond that?
A. No.
Q. When did you begin working at Nintendo of America?
A. It was in 1981.
Q. And, sir, when you first joined the company, what did you do?
A. My job was to help customers over the phone with the repair of the coin-operated products that we were selling at that point in time and to determine what parts they needed to actually repair those and get those shipped out.
Q. Now, sir, when you first started with the company in 1981, was there any other special project that you were involved with?
A. When I started with the company, we had a stock of video games that were called "Radar Scope."
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Nunchuk -- the Remote, Defendant's Exhibit 167; and the
Nunchuk, Defendant's Exhibit 162.
Thank you, your Honor.
THE COURT: Mr. Cawley?
MR. CAWLEY: Thank you, your Honor. May I
pull the easel over?
THE COURT: Please.
And while you're doing that, Mr. Gunther, did
you say one of those is Plaintiff's Exhibit 118?
MR. GUNTHER: No, your Honor. I'm sorry. I
may have misspoken. Let me take a look.
Your Honor, it's very possible I misspoke.
THE COURT: Okay.
MR. GUNTHER: I meant to say Defendant's
Exhibit 118.
THE COURT: All right.
MR. GUNTHER: Thank you, sir.
MR. CAWLEY: May I proceed, your Honor?
THE COURT: Please.
MR. CAWLEY: Thank you.
CROSS-EXAMINATION OF JOHN PEDERSON
BY MR. CAWLEY:
Q. Good afternoon, Mr. Pederson.
A. Good afternoon.
Q. You've worked for Nintendo for around 25 years; is

Page 1026
1 that right?
2 A. Yeah, nearly 27.
Q. I wonder if I could get you to explain something
that's sort of been in the courtroom for a bit, but I'm
not sure we've had it spelled out and I want to make sure there is no confusion.

The company you work for is called what?
A. Nintendo of America, Incorporated.
Q. Okay. So, you work for Nintendo of America. And
$\begin{array}{cl}9 & \text { Q. Okay. So, you work for Nintendo of America. } \\ 10 & \text { Nintendo of America is owned by what company? }\end{array}$
11 A. Nintendo Company Limited.
Q. A Japanese parent?

13 A. Yes.
14 Q. And Nintendo Company Limited owns how much of 15 Nintendo of America?
A. It's a wholly-owned subsidiary; so, it's a hundred percent, I believe.
Q. And just to make sure we keep this straight,

Nintendo of America is obviously the U.S.-based company,
correct?
21 A. Correct.
22 Q. And Nintendo Company Limited is the Japanese
23 company?
A. Yes.

25 Q. And Mr. Ikeda, who was here with us earlier today,
Nunchuk -- the Remote, Defendant's Exhibit 167; and the

THE COURT: Mr. Cawley?
MR. CAWLEY: Thank you, your Honor. May I
THE COURT: Please.
y one of those is Plaintiff's Exhibit 118?
MR. GUNTER: No, your Honor. I'm sory. I
Your Honor, it's very possible I misspoke.
THE COURT: Okay.
MR. GUNTHER: I meant to say Defendant's
THE COURT: All right.
MR. CAWLEY: May I proceed, your Honor?
THE COURT: Please.
MR. CAWLEY: Thank you.
CROSS-EXAMINATION OF JOHN PEDERSON
BY MR. CAWLEY:
Q. Good afternoon, Mr. Pederson.
Q. You've worked for Nintendo for around 25 years; is

4

16
17
19

Page 1027
works for Nintendo Company Limited, right?
A. That's my understanding, yes.
Q. In Japan.

And Ms. Story, who testified just before you, works for Nintendo of America, correct?
A. Yes.
Q. And you work for Nintendo of America.
A. Correct.
Q. And it's Nintendo of America that is the defendant in this lawsuit and that is accused of infringing the '700 patent; is that correct?
A. I'm not that familiar with the paperwork in the case, I guess.
Q. Fair enough. I think there will be plenty of other sources from which we can confirm that it's Nintendo of America that's the defendant in the lawsuit.

Now, your job is essentially to oversee the service of Nintendo products for consumers and retailers, correct?
A. Correct.
Q. And you didn't design any of the controllers that you just told us about, did you?
A. No, I did not.
Q. Instead, it's your Japanese parent, Nintendo

Company Limited, that designed all those controllers; is
Page 1028
that accurate?
A. That's my understanding.
Q. And just so there is not any confusion -- I think
this is clear from your testimony, but I want to be sure. The GameCube controller has a motor with an eccentric weight in it that accomplishes rumble, correct?
A. Yes. There is a vibration motor.
Q. And the way that vibration motor works is through a
small electric motor with an offset weight on a shaft,
correct?
A. That's my understanding, correct.
Q. And when the motor spins, it spins that eccentric weight and causes vibration, fair?
A. Yeah. I haven't disassembled one personally, but that's my understanding.
Q. Well, would you like to see one? We happen to have
a couple in the courtroom here, in case you're curious.
Maybe you can catch that on the way out, since I don't have any questions to ask you about it, if you're curious.

And in the same way, the Wii Remote also has a motor like that that provides rumble or vibration, correct?
A. Correct.
Q. Now, in the Wii controller products, a user can't use the Wii Nunchuk controller if it's not connected to the Wii Remote controller; isn't that right?
A. That's correct. It has no way to communicate otherwise.
Q. Okay. And in the same way, a user can't use the

Wii Classic Controller if it's not connected to the Wii
Remote controller.
A. Correct. Again, for communication.
Q. Okay. And the Wii Remote controller -- we've heard quite a bit about -- has an accelerometer in it, correct?
A. Correct.
Q. And that accelerometer in the Wii Remote provides
three separate signals representing acceleration along
three different axes; isn't that right?
A. Correct.
Q. And you would agree with me, wouldn't you, that the use of those three outputs is up to the game designer?
A. Yes.
Q. So, just so we understand what that means, although Nintendo has the popular games that we've seen, do other people write games for the Nintendo console?
A. Yes.
Q. And I guess Nintendo licenses them to be able to do

Page 1030
that?
A. Yes.
Q. So, if someone wanted to start a company and came
to Nintendo and made their proposal and agreed to pay a
licensing fee to Nintendo, that person could start
designing their own games for the Wii, for example,
true?
A. I'm not that familiar with the business
relationship side of how we agree on those license
agreements, but we do license other companies to write software for our machines.
Q. Okay. But you do know, don't you, that if a
company like that decides that they want to write software to make a Wii-compatible game, they can decide how to use the outputs of the controller in their game?
A. Yes. As I testified, that's the -- you know, why
they have evolved. Right.
Q. Okay. Thank you, Mr. Pederson.

MR. CAWLEY: That's all the questions I have, your Honor.

REDIRECT EXAMINATION OF JOHN PEDERSON BY MR. GUNTHER:
Q. Mr. Pederson, I just want to ask you about one thing; and that's the vibration motor that Mr. Cawley asked you some questions about.
A. Uh-huh.
Q. I just want to make sure I'm clear on this. Do you know, sir -- because you testified you haven't taken one apart.
A. Right.
Q. Do you know whether or not the offset weight is connected to the shaft? Do you know that?
A. I don't, because I haven't had one apart.

MR. GUNTHER: No further questions, your Honor.

THE COURT: Do you have anything?
MR. CAWLEY: No, your Honor. I'm sorry.
THE COURT: Okay. You may step down, sir.
Does anybody object to this witness being excused? In the meantime, start calling your next witness.

MR. GUNTHER: Not for Nintendo, your Honor.
MR. CAWLEY: No objection, your Honor.
THE COURT: All right. Then, sir, you are excused, which means you can leave or not leave as you wish. But don't discuss the testimony in this case or your -- your testimony with anybody except the lawyers until the trial is over. Once the trial is over, you can talk to anybody you want. And like I say, you can stay if you wish; or you're free to leave. Thank you,

Page 1032
sir.
THE WITNESS: Thank you.
THE COURT: Who's next?
MR. PRESTA: Your Honor, Nintendo calls Mr. Robert Dezmelyk.

THE COURT: Step forward, sir.
MR. PRESTA: And before I start, I'd like to request the court if I could do an interim statement.

THE COURT: Sure.
MR. PRESTA: And also hand out some notebooks.

THE COURT: Sure.
(The oath is administered.)
MR. PRESTA: May it please the court?
Ladies and gentlemen, the next witness is
Mr. Robert Dezmelyk. He is an expert. He'll tell you about his qualifications. He's an expert in the field of controller design and manufacturing, and I'll let him explain his qualifications to you.

I'm going to be calling him for several different reasons. There's numerous issues in the case. One of the very important issues in the case involves whether the claims that were filed in 2002, after Mr. Armstrong learned about the GameCube controller that Nintendo had -- whether those games are supported by a

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In the middle of the 1990s, our company wrote essentially all of the software drivers for all of the touchpads that were being used, for companies like Sony or Compaq down here in Texas -- I used to spend a lot of time in Texas -- and Dell and other companies like that.

After that, I did much more work on
interfaces and, in particular, USB. I --
Q. Okay. Let me stop you right there.
A. Sure.
Q. For those of us who may not be familiar, what is "USB"?
A. USB is universal serial bus. It's that
interconnection we have on our PCs. It's a little square connector. If you've plugged a mouse into a PC these days or the little -- we call them "thumbsticks" sometimes, those little memory sticks, or a camera or things. That connector is a universal serial bus, or USB.

I led the standards effort for the human input device, part of that standard which covers the mice and keyboards, touchscreens, joysticks, and things like that. Q. Okay. Thank you.

Now, have you had any interest in game controllers over the years?

Page 1042
A. Yes, I have.
Q. Could you tell us a little bit about that?
A. Well, sure. In the arcade game I designed, of course, it had controllers; and we experimented with several different configurations -- two joysticks, one joysticks, joysticks and buttons. An arcade game is kind of unique because they have to be rugged. So, you have some limitations on the type of controllers you can use.

I've also designed a number of other input devices that had been useful in that environment. I actually wrote the drivers for the Cyberman, a Logitech input device that was a multidegree-of-freedom device.

I worked on the handheld tilt sensor that was -- you could tilt your hand to control the cursor on the screen. And a variety of other input devices.
Q. Do you have -- do you have any sort of collection of controllers?
A. Yeah. I'm a pack rat. My wife may not be very happy about that, but we live out in the countryside and there is a barn out behind our house and in it are hundreds, maybe close to a thousand input devices. Over the years I've gathered up and collected various samples of mice and joysticks and game controllers and so forth; and they're piled up in boxes in the barn and also in

Page 1043
the basement and I have a pretty strict injunction that they are not allowed to come upstairs.
Q. And why do you have those?
A. Well, I'm interested in them, first off; and I
started along the way collecting them. But it's also a way of understanding what people did over time. Many of these I worked on. Some of them were prototypes that we got in the process of building things. In other cases, I bought them in stores because I liked them. They were interesting. But it gives me a way of looking back over the history of what people have done in that technology. Q. Thank you.

Now, have you had a chance to look at the 1996 patent application that was filed by Mr. Armstrong? A. Yes, I have.
Q. Okay. And in your notebook I gave you a copy of that application. It's Defendant's Exhibit 306. And the jury also has a copy of this application in their notebook.

Now, I would like to ask you some questions, Mr. Dezmelyk, about what is disclosed in that 1996 application. Okay?
A. Certainly.
Q. And you have had a chance to review that application in detail?

Page 1044
A. Yes, I have.
Q. Okay. Now, before I start --

MR. PRESTA: Could I pull up Slide 17, please?

Excuse me, your Honor. Just getting set up here.

Slide 17, please.
BY MR. PRESTA:
Q. Now, we've had some timelines in this case,

Mr. Dezmelyk. Did you help create some graphics to help
the jury sort of understand this issue of the 1996
application?
A. Yes, I did.
Q. Okay. And can you tell me what is now being shown
on the screen?
A. Well, this is just one of the pages from that
application.
Q. Now, it indicates that that application was filed
in 1996. And have you heard that application referred
to in court here as the "warehouse application"?
A. Yes, I have.
Q. Okay. And do you have an understanding of why that
warehouse application is important to this case?
A. Yes, I do.
Q. And why is that?

54 (Pages 1041 to 1044)
Christina L. Bickham, RMR, CRR 409/654-2891

| Page 1045 | Page 1047 |
| :---: | :---: |
| 1 A. Well, this is the application that Mr. Armstrong is | 1 A. New material that was not present in the |
| 2 trying to claim the priority date of. | 2 original -- |
| 3 Q. Okay. And I'm also going to add some other things | 3 MR. CAWLEY: Objection, your Honor. That's a |
| 4 to the timeline. Do you recognize the July 15th, 2002, | 4 misstatement of a legal principle that the court has |
| 5 item on the timeline? | 5 pointed out repeatedly. |
| 6 A. Yes, I do. | 6 MR. PRESTA: Perhaps I didn't under -- |
| 7 Q. What is that? | 7 THE COURT: Why don't you rephrase the |
| 8 A. That's the date of a set of new claims that were | 8 question? |
| 9 submitted to the Patent Office related to this | 9 MR. PRESTA: Okay. I forget exactly what the |
| 10 application. | 10 question was now, your Honor. |
| 11 Q. Okay. And you have heard the testimony in this | 11 BY MR. PRESTA: |
| 12 case that, in fact, those claims, when Mr. Armstrong | 12 Q. But I think my point was whether you had an opinion |
| 13 filed them, he had in his possession the GameCube | 13 as to whether the claims that were filed in 2002 -- that |
| 14 product. Do you understand that? | 14 claimed invention that was submitted in 2002 is found |
| 15 A. That's correct, yes. | 15 back in the 1996 application. |
| 16 Q. Okay. And, in fact, could you explain to the jury | 16 A. I believe it is not. |
| 17 your understanding of how the claims came to be, for | 17 Q. You believe it's not. |
| 18 example, claim 19? | 18 And why do you believe it's not? |
| 19 A. Well, my understanding is that that claim was | 19 A. Because the claim scope that's present is not |
| 20 derived by Mr. Armstrong observing the GameCube | 20 disclosed in the written description in either of the |
| 21 controller and then drafting the claim to cover that | 21 earlier applications. |
| 22 controller. | 22 Q. Now, you say "either of the earlier." Are you |
| 23 Q. Okay. So, is it your understanding, then, that | 23 talking about the 1996 filing? |
| 24 there are claims in that 2002 filing that are very | 24 A. Right. |
| 25 similar to the GameCube product? | 25 Q. As well as the 2000 filing? |
| Page 1046 | Page 1048 |
| A. That's correct. | 1 A. Right. |
| 2 Q. Okay. Now, there is an issue in the case; and can | 2 Q. Okay. Now, let me -- I'm going to ask if we could |
| 3 you tell me -- I put a red arrow back here. What does | 3 please pull up Defendant's Exhibit 306. |
| 4 that really mean to you? | 4 BY MR. PRESTA: |
| 5 A. Well, that means that there's -- I guess the word | 5 Q. Now, do you recognize that? |
| 6 would be a "need" in order to sustain the validity of | 6 A. Yes, I do. |
| 7 that claim, that that claim is entitled to the priority | 7 Q. Okay. And you'll agree with me that it's the |
| 8 date or the filing date of the original 1996 | 8 application that Mr. Armstrong filed in 1996 that's |
| 9 application. | 9 known as the "warehouse application" here, right? |
| 10 Q. Okay. And why is that necessary for validity, in | 10 A. Yes. This is the front -- first page. |
| 11 your opinion? | 11 Q. Okay. Now, I'm going to ask you to turn to the |
| 12 A. Well, that's necessary because there is intervening | 12 figures in the application that begin on page -- mine |
| 13 prior art. In other words, between 1996 and the later | 13 306.57, meaning it's Exhibit 306, page 57. |
| 14 date, there is the filing date of the '700 application; | 14 A. Okay. |
| 15 there is other prior art that would invalidate that | 15 Q. And do you see that on the screen? |
| 16 claim. | 16 A. Yes, I do. |
| 17 Q. Okay. Now, did you undertake -- do you have an | 17 Q. Okay. Now, this is from -- do you understand that |
| 18 opinion as to whether or not those claims filed in 2002 | 18 this is from the prosecution history, the records of the |
| 19 that are being asserted in this case against Nintendo -- | 19 Patent Office, that it's a copy of the application that |
| 20 whether they are entitled to go back to 1996? | 20 was filed? |
| 21 A. I believe they are not entitled to the earlier | 21 A. Yes, I understand that. |
| 22 date. | 22 Q. Okay. Now, I see that there is a patent number on |
| 23 Q. And why is that? | 23 the side, 6,222,525. Do you know what that patent is? |
| 24 A. Well, they contain new material. | 24 A. That would be the ' 525 patent. |
| 25 Q. They contain what? I'm sorry? | 25 Q. That actually issued from this application. |

A. That's correct.
Q. Okay. But we're looking at the application itself right now.
A. That's correct.
Q. Okay.

MR. PRESTA: Now, the '525 patent, just for the record, is Defendant's Exhibit 15.
BY MR. PRESTA:
Q. Now, I wanted to ask you if you could take a look at Figure 1.

Now, first of all, is it your understanding that the claims at issue in this case all describe a controller that has two joysticks and a cross-switch? A. Yes. That's the -- the claim scope that's been asserted. In other words, all of the devices that have been accused, certainly have that characteristic. Q. Okay. Now -- all of the GameCube devices, right?
A. All of the GameCube devices. That's right.
Q. Okay. So, is it your understanding, then, that you need to go back to the 1996 application and see if you can find in that application a description of that type of a device with the two joysticks and a cross-switch? A. Right. It's necessary, in order for the patent to have an adequate written description, that we can take the claim, the elements of the claim, and find them

## Page 1050

expressed, in some way, in a way that we can identify that the inventor had that idea back in the original specification.
Q. Okay. And I want to do that starting with the figures. And I'd like for you to go through the figures -- in fact, we're on Figure 1 of the application that was filed in 1996. And can you tell me what that figure is showing?
A. Yes. This is a top view -- a drawing -- first, if I might, the drawings in patents are kind of like a formal draftsman's drawing. They're always in black and white, and they're usually shown in different directions.

We're looking down on the top here of a device; and it's showing a ball, which is a circle in the center. And you'll note there's two items. One is numbered 128; one is numbered 126. Those are a couple of rotary encoders that detect the ball turning. This is actually showing a trackball that is then mounted on some platforms and so forth.
Q. Okay. Does this figure show the combination of elements that are present in the claims that are asserted against Nintendo in this case?
A. No, it is not.
Q. Okay. What is it missing?
A. Well, it does not include or disclose a vibration motor. There is no motor shown in this drawing.

There is also no joystick shown, and there's not what we've been calling a "D-pad" or what I may call the "hat switch" occasionally.
Q. Okay.
A. None of those are present.
Q. Okay. Now, in turning to Figure 2, do you recognize that figure? And could you tell the jury what it is and if it relates back to Figure 1? As we go through this, I would like it if you could just try to explain to the jury what these figures are; and maybe if they relate to each other, you could indicate that. A. Sure. Let me try to explain this one. This is a little more complicated drawing. This one is looking at the side of the same thing we were looking at on the top. And if I can just use a laser pointer a bit here. The ball is in the middle (indicating). That's a trackball. It's going to rotate. The person's hand is going to come down from above and rotate that ball.

The little detectors (indicating) that detect the rotation of these parts here, we saw them in the last figure.

The framework we saw from above is this structure around here (indicating).

## Page 1052

And there is also a small -- what's called a "collet" or a "collar," because it goes around the ball (indicating), which can be turned or twisted by the hand.

So, this is describing an input device that's got a trackball in the middle and you can push this trackball back and forth and side to side or you can push it up and down a little bit and it will detect with these little switches here (indicating) whether it's being lifted up, pushed down, or slid to one of the sides.
Q. Okay. Does that figure describe the features that you see on the GameCube controller that's in this case?
A. No. There's obviously no joystick. There's no buttons. There's no vibration motor. And there's no D-switch.
Q. All right. Now, when you say "D-switch," you mean -- I referred to it as a "cross-switch."
A. Cross-switch. I'll use the word "cross-switch."
Q. Okay.

MR. PRESTA: Can we turn to the next figure, 3?
BY MR. PRESTA:
Q. Now, if you think they are the same figure from a different angle, please explain that to the jury. I

Page 1105
indicates?
A. Well, this slide is the steps. I'm going to back up a little bit and make that a little clearer, that I'm going to be looking, as part of my analysis, to see where in that application, where in the specification -the description that the inventor makes called the "specification" of the patent -- where, if anywhere, he disclosed the ideas that make up or that constitute the claimed invention. And there is a couple different parts of that application. It's a thick document. And, in particular, it's got drawings. It's got his written verbal text description. It's kind of complicated text; so, we may have to go through it carefully.

But the first step is to look at the drawings because it's usually a little easier to look at the drawings than it is the text. And I'm going to add on that there's also -- although, we don't really need to look at them much in this matter -- technically speaking, the claims that he filed at that point in time are part of the specification. But those are not the claims we're talking about now because those claims were not used -- those inventions described in those claims and those claims are not relevant to the matter we're here on today.
Q. Okay. Did you undertake a review of the drawings

Page 1104
in the 1996 application?
A. Yes, I did.
Q. And you prepared some slides to help the jury understand those?
A. Yes, I did. There's quite a few drawings in that application; so, I actually sorted out the ones that were important in this case. There are other ideas in there that are not related at all; so, we're not going to look at every picture in there because we would be here for days. But we're going to focus on the ones that are related to this case and the claims that came out of it.
Q. Okay. Can you first tell the jury why you have that figure?
A. Sure. I think this is a good starting point for us to try to understand the idea that's described in that specification.

And what this shows, Figure 7, is a ball, in the middle. And, again, we're going to put highlighting on things in these pictures. These are all black-and-white drawings. It's a tradition in the Patent Office, from the beginning of our country, to make the drawings just like a pen-and-ink drawing. Q. And let me just stop you for one second. I'll just note that you had tried to put the jury notebook page
number on the slides, whenever possible, in the bottom
right-hand corner, correct?
A. That's correct. There should be, down in the corner there, where somewhere -- a place that you can find it if you want to look right at the actual drawing or text or picture in the juror notebook or if you want to make a note or something where it is.
Q. Okay. And what is this -- just an overview of what
this figure generally is?
A. Sure. This is a picture where Mr. Armstrong is describing or beginning to describe his idea. And, in particular, he's explaining that there is what he calls an "input element" here, 12; and it has -- it can roll around that direction. It can pitch back and forth this way (indicating).
Q. Let me just stop you for just one second. Now, this isn't actually a controller product, is it? Just try and --
A. No.
Q. -- put this in perspective for the jury of what it
is. It's not --
A. Right.
Q. Thank you.
A. Okay. Just to explain this, this is a complicated idea; so, he's working in steps to explain it. And the
first thing he's really explaining is there's going to be a input member -- in this case he's showing it like a ball -- and it can move every which way. It can move back and forth along the first, second, or third axis; or it can turn on those axes. And, really, if you think about it, it's like holding a beach ball in your hand. You can turn it any which way; and you can also move it up and down, sideways, and back and forth. But there is one kind of ball, and you can imagine that that ball itself is moving in those different directions.
Q. Does the term " 6 degrees of freedom" relate to this figure at all?
A. Yes, it does. The technical term for that is that it has 6 degrees of freedom because you can move it three ways -- side to side, forward and backward, up and down. Those are the three arrows of what we call "linear axes," engineers. And then you can turn it, rotate it.

And the typical words that are used for that rotation, to describe it, is what people talk about in boats or airplanes -- that it rolls, which means side to side; that it pitches, which means front to back; and yaw, for it turns, like if you turn your head, you are turning your head in the yaw direction.

Those are just the words that people use to
talk about which way something is turning. So, if I was trying to describe a boat, I might say my boat is rolling over because the wind is pushing on the sail; or if I go up and down on a wave, it pushes back and forth. And I might say in an airplane that I'm turning my head in a yaw direction, or I'm turning in that direction (indicating). That's a way of describing these things in a more formal sense.
Q. So, am I correct, then, that the 6 degrees of freedom that are shown here involve being able to move linearly along all three of the axes in three-dimensional space as well as rotate on all three? A. That's correct. There's six because there are the three axes moving, and there are three ways of turning. Q. Okay. Now let's take a look at the actual other figures in the application. Could you tell me what that figure is?
A. Sure. This is Figure 4. It's in your notebook, page 56. And here Mr. Armstrong is describing what he calls -- one of the ways in which he sees his idea. That is what's called an "embodiment." He says: The trackball-type embodiment.
"Embodiment" is a special word that's used in patent applications. It says "One of the ways that my invention can be built." And it's often that you make

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examples of these to show people different ways you could make the whole idea.

So, he's explaining here that in these figures -- 4 is one of the set -- that this trackball-type is a hand-operable 6-degree-of-freedom controller. And he says: Trackball 12 -- here we see that ball we talked about, just learned about how it moves. It's now -- that Trackball Number 12 is sitting in the middle of this mechanism.

One thing that we'll see a lot when we look at patent drawings is you'll see a little number with a line. That's just a way of talking about a particular thing in the drawing to try to -- instead of using words like we do in normal discussion, like "the door over there" or "the window on the side," it's much easier for people making these drawings -- because there are so many pieces -- that they just give numbers to the pieces. So, that 12 refers to the same 12 in any picture where we see that number 12 pointing to a ball. That's conceptually the same ball; in other words, that's the same concept he's carrying forward. Q. Okay. And, in fact, does that Ball 12 correspond to that graph that we were looking at a minute ago? A. Exactly. If we look at the last sentence that is highlighted, that Trackball 12, which in this example is

1 the hand-operable single input member operable in full 6 degrees of freedom. He's saying --
Q. I'm sorry. What does it mean to be operable in full 6 degrees of freedom? Because this is an important concept we're going to talk about. I just want to make sure that people understand it.
A. In this case 6 degrees operable means it moves in 6 degrees of freedom, and it works in the sense that it outputs data or information about its motion in those full 6 degrees of freedom.
Q. Okay. Now, did you prepare an animation; or did you have an animation to help the jury understand how this particular device of Mr. Armstrong's works? A. Yes. There is an animation that will show how this device moves.
Q. And I'm going to ask if we could play this and if you could just try to explain to the jury, as it's playing, what's going on.
A. Sure. This is showing the ball moving in the different directions, roll -- and now if I move it forward and backward, you'll see the ball and that green ring around it move together, along with the whole platform slides back and forth.
Q. Okay.
A. So, again it moves -- you can turn the ball in each

## Page 1110

of those directions; but you can also grab the ball or that little collar around it and push the whole assembly either back and forth, left or right, or up and down. Q. So, then, the ball and the thing around it are related to each other in some way?
A. That's correct. And you can see that -- it will get called a "collet," but it's also -- I like the word -- I think he also says "collar" at one point. It's kind of like the collar around your neck and your shirt. It's around it. It can turn relative to it.
But if you move the ball from left to right, the collar goes with it. So, the two are attached together mechanically; and it actually is a way to hold -- you don't want to try to push the ball or lift the ball up and down. It's a way to move that ball in the different directions.
Q. Okay. Thank you.

Now, Mr. Cawley had identified this drawing. This is a figure that Mr. Cawley had put up on the screen. Have you seen that?
A. I've seen that picture before, yes.
Q. Okay. And Mr. Cawley was saying that this
yellow -- do you recall -- that the collet was some type of a second input member?
A. Well, it is described here, as you can see, as a

|  | Page 1111 |  | Page 1113 |
| :---: | :---: | :---: | :---: |
| 1 | secondary input member for use maybe for entering other | 1 | idea here is that you would rest your arm on that while |
| 2 | parameters different from the 6 degrees of freedom. | 2 | you were operating the Trackball 12. |
| 3 | If we look here, the trackball in the | 3 | And there's also shown some buttons up here |
| 4 | middle -- that's 12 -- can be moved on all six axes. | 4 | n the front which would be like the buttons on a mouse |
| 5 | That ball always can be moved on all six axes. The | 5 | a trackball that you could click to control your |
| 6 | collet around it, even though it moves with the ball, | 6 | personal computer. |
| 7 | can be twisted a little bit. So, you could rotate in a | 7 | Q. Now, do those buttons have anything to do with the |
| 8 | twisting sense the same way you might turn a knob. You | 8 | single input member being movable in 6 degrees of |
| 9 | can twist that extra collar around the ball, but it at | 9 | freedom? |
| 10 | all times has to move with the ball. It can never move |  | A. No, they don't. |
| 11 | separately from the ball. And I think the idea that is |  | Q. Okay. Are those buttons -- can they be related to |
| 12 | being expressed here is that that extra secondary input | 12 | that collet that we saw around the ball? |
| 13 | member adds another little bit of functionality that | 13 | A. No. They're just buttons, like buttons on the |
| 14 | might be used a different way, like a volume control, in |  | surface of a mouse or buttons on a phone or something. |
| 15 | essence. That's an idea. | 15 | Q. So, you have a 6-degree-of-freedom element in here; |
| 16 | Q. Okay. And the part that's in pink that Mr. -- th | 16 | but in addition to that, you have some buttons that you |
| 17 | Anascape did not highlight to the jury, what does the | 17 | could use for other things. |
| 18 | pink part mean? | 18 | A. That's correct. |
| 19 | A. Well, that's a very important point, is that this | 19 | Q. Okay. Now, that's that same Ball 12 that you |
| 20 | trackball input member is always measured and mova | 20 | described to the jury earlier, right? |
| 21 | all six axes. |  | A. That's right. It's the Ball 12 in the middle |
| 22 | Q. Okay. | 22 | her |
| 23 | A. These are words from the application on page 27 | 23 | Q. Okay. And the specification in the juror notebook |
| 24 | where the inventor, Mr. Armstrong, is describing how his | 24 | at page 18, you just described that the trackball is a |
| 25 | idea works. And he's saying that, in fact, that member | 25 | hand-operable single input member, right? |
|  | Page 1112 |  | Page 1114 |
|  | may be interpreted on all six axes and that I can get an | 1 | A. That's correct. |
| 2 | additional separate kind of input from the collet around | 2 | Q. Okay. Now, could you tell me about this next |
| 3 |  | 3 | embodiment? |
| 4 | Q. Okay. Is it true, then, that that Item 12 -- we | 4 | A. Sure. This is an example where the same Ball 12, |
| 5 | still see that Ball 12. So, is that Item 12 still, by | 5 | if we look, has been kind of miniaturized and put in a |
| 6 | itself, a single input member that can be movable in 6 | 6 | handheld remote controller, like a TV remote controller. |
| 7 | degrees of freedom? | 7 | And you would hold this in your hand and operate the |
| 8 | A. Yes, it is. | 8 | ball with your thumb. And it shows again some buttons |
| 9 | Q. And is that exactly what Mr. Armstrong's | 9 | down here (indicating). And it explains how Trackball |
| 10 | application says? | 10 | 12 -- which in this example it's a hand-operable single |
| 11 | A. Yes. | 11 | input member. So, his text is explaining that you |
| 12 | Q. Okay. But, of course, there's also other things | 12 | operate this with your hand; and then there is a single |
| 13 | that you can do and there's a secondary input that -- | 13 | input member, that ball, which is operable -- that is, |
| 14 | A. That's correct. | 14 | returning information -- in a full 6 degrees of freedom. |
| 15 | Q. Now, that doesn't affect the ball from being able | 15 | Q. Okay. Now, can you explain to me why -- it says |
| 16 | to be operated by itself in 6 degrees of freedom, does | 16 | "single." And you just told the jury that that ball is |
| 17 | it? | 17 | a single handheld operable member in 6 degrees of |
| 18 | A. No. You can always operate the ball in 6 degrees |  | freedom. But my question to you then is: If it says |
| 19 | of freedom. | 19 | "single," why are -- what about these other buttons? |
| 2 | Q. Okay. Now, if I go to the next embodiment in | 20 | Can you fairly say that, in fact, that's a single thing |
| 21 | Mr. Armstrong's application, could you tell the jury |  | when you have all these other buttons? |
| 22 | what this is? | 22 | A. Yes, because what the invention is describing is |
| 23 | A. Sure. This is a variation of the trackball idea. |  | the whole idea. The idea of buttons on a remote |
| 24 | Here, we can see that it's designed with a kind of an |  | controller by themselves is not the invention. In other |
| 25 | Element 142, which is a nice comfortable handle. The | 25 | words, the idea that you can have buttons on a remote |

controller is a well-known idea that existed long before this. So, what the inventor is describing is what is unique about his idea; and that is that he's got a single input member for the 6 degrees of freedom. Also, the buttons don't input positioning or 6 degrees of freedom information. They're buttons like any other button on a remote.
Q. Okay. So, it is your understanding that it is
still describing a single input member
6-degree-of-freedom device as long as it has one thing that can do that, regardless if it has other buttons?
A. Right.
Q. Okay. And do you remember Mr. Cawley showed this figure and had Mr. Armstrong testify that because there were more buttons there, that there was a multiple input 6-degree-of-freedom device? Did you hear that testimony?
A. I did. I think it's incorrect.
Q. Okay. Why is that incorrect?
A. Well, because we have to think in the minds of a practitioner. As an engineer looking at this, I know what buttons are for; and I know what trackballs and controllers and -- motion controllers are for. And when I look at those buttons, I'm not going to think, "Okay. The buttons are giving me the motion. The motion comes

Page 1116
from the ball, that I rotate that ball, I push that with the ball." That's the idea we're seeing here for inputting the 6 degrees of freedom. We're not seeing the idea that, "Gee, I could come down here and type a number in; and that number is the position I want to be in next." That's not the idea.
Q. Okay. Thank you.

Could you just briefly describe this next
embodiment in Mr. Armstrong's 1996 application?
A. Sure. Here again, he's showing that the
trackball-type device with the Ball 12 can be mounted on a keyboard. And again he's explaining how it might be an enhancement to a known keyboard. This is a standard personal computer keyboard.

And this, I think, gives us a better understanding of why these buttons are not involved with an input member because that's something that's been known for a long time. The invention is not typing numbers in from a keyboard. The invention is the idea of this -- this particular idea being expressed here in this application is that ball and how you can use it to input positional and angular information.
Q. So, then, are these drawings that we're looking at, these different things, just different applications of Mr. Armstrong's one input, 6-degree-of-freedom idea?

1 A. That's correct. He's showing ways that might be combined or used with other known technologies and how it might be mounted in them and how that might work. Q. So, even though there's all of these keyboard buttons here and, in fact, there is even that little collet, it looks like, that goes around the ball --
A. That's correct.
Q. Even though all those other things are there, is
there still a single input member that's operable in
full 6 degrees of freedom like the application says?
A. Yes.
Q. Now if I could ask you to take a look at the next one.
A. This is a variation of the trackball idea. In this case 12 -- if you look at it here (indicating) -- is the ball, and it has a handle attached to it. So, instead of putting your fingers on the top of the ball and pushing it back and forth like a trackball, you can just grab onto the handle and then tilt it from side to side or push it back and forth or lift it up and down by holding onto the handle.
Q. Okay.
A. Of course, you can't turn the ball over completely anymore. Right? You've now limited how much you can tip it because the handle's there, but you've provided a

Page 1118
different way of holding onto that ball. And, again, you get a full 6 degrees of freedom because you can lift the handle up and down, push it back and forth, pull it side to side, and then tip it and in which way around it's --
Q. So, then --
A. -- it's in the vertical position.
Q. So, then, are you, then, saying that that first
figure we looked at with those axes of 6 degrees of freedom, even though that handle looks like it might just go to the left and right and forward and backwards, it actually does much more than that?
A. Yes. It actually moves in all of the 6 degrees of freedom shown for the Ball 12 in the initial picture. It's just that you can't rotate it as far because if we try to turn that handle, we can only really turn it some amount of angles from vertical before we run into the -our hand will hit the top of the container.
Q. Okay. And, again, this embodiment is in the jury notebook at page 29.

Now, all of these embodiments we've seen so far, does every one of them enable somebody who's using it to hold it with a single hand and then operate it in a full 6 degrees of freedom regardless if it's a handle on a ball or the ball.
A. Yes. You can operate any one of these embodiments we've seen, or variations, with one hand; and your hand is moving relative to -- and so is that single member you're holding -- moving relative to the rest of the pointing device, to the housing of the --
Q. So, then --
A. -- device.
Q. -- at this stage does the application indicate to you that it's an idea that relates to a one-handed operation device?
A. Right. We've seen a device that operates with one hand and lets you put in a full 6 degrees of freedom with that one hand.
Q. Okay. And that's exactly what the patent
application is telling us, too, right?
A. Right.
Q. Okay. And just to clarify, the figures are in the
jury notebook at page 64. The text is at page 29, right?
A. Thank you. That's correct.
Q. Now, here's another one. Could you tell the jury what that one is?
A. Yes. This is another variation or embodiment of the invention. This one uses a different design. We'll now see it looks more like a hockey puck maybe, a small

Page 1120
round, cylindrical object. And here it's called a
6-degree-of-freedom handle. And this is just showing
how it would replace or mount in a keyboard the same way
that the little ball-based 6-degree-of-freedom input
device did. This one is made with a different design
internally or a different way of building it, which we'll look at in detail.
Q. I'm glad you mentioned that. I mean, Mr. Armstrong
disclosed many different ways to make -- did
Mr. Armstrong disclose many different ways to make this
particular one-hand 6-degree-of-freedom device in this
application that he refers to as the "warehouse application"?
A. Yes. In his application he describes a lot of ways of building this single input 6-degree-of-freedom device, one with a ball and the sliding plates we saw. We're going to see another variation here where all of the sensors are activated by this kind of cylindrical handle we hold. And we'll see a lot of variations in how it's built internally, the internal parts of this. Q. So, Mr. Armstrong then disclosed -- the application is very thick, isn't it?
A. Yes.
Q. It's got a lot of stuff in it.
A. Yes.
Q. And in your view, all the stuff in it, does it relate -- regardless of how many pieces and how many figures are disclosed, do all of the things in it relate to building one of these things -- regardless of whether it's in a keyboard or a remote control or anything, building one thing that has 6 degrees of freedom that you can hold with one hand?
A. Yes. But I'm going to make -- because I've read every picture in here --
10 Q. Please do.
11 A. And just to make it very clear, there are other 12 pictures and other sections in the application which 13 deal with some other ideas that are not related really 14 to this litigation at all. There are some ideas in 15 there for the internal structure of a pressure-sensing 16 did any of them have in them a 6-degree-of-freedom

Page 1122
controller where it split the 6 degrees of freedom between more than one handheld element?
A. No. No. And they are not at all related to this. I'm saying they're very detailed designs for the inside of a switch, for instance, things that aren't in here at all.
Q. So, just to be clear, is there any disclosure anywhere in the 1996 application of a
6-degree-of-freedom device where the 6 degrees of freedom are split beyond having just input member? A. No. The only disclosure is a single handle, a single input member.
Q. Okay. Could you describe to the jury this one?

And I believe you also have an animation for this one. But could you quickly just describe what the figure is showing? It's a little bit of a strange format.
A. Sure. Let me take a minute to explain this drawing and how -- talk about it a little bit just to get us orientated.

This is the handle (indicating), the same handle design. It's got a slightly different number because there's two variations of that handle. This one is 300 . It is attached to a stock. And these parts that are shown here (indicating), this is what's called an "exploded drawing." It's as if you took the physical

|  | Page 1123 |  | Page 1125 |
| :---: | :---: | :---: | :---: |
|  | object apart and just sort of lifted up the pieces and | 1 | A. Right. We're going to use those kind of terms a |
| 2 | they're floating in the air. The drawing shows each of | 2 | lot. An embodiment, again, is an example; and this is |
| 3 | the pieces as if this thing was taken apart. So, it's | 3 | an animation that shows how those pieces come together |
| 4 | put -- | 4 | and how that idea works. |
| 5 | Q. Let me ask you, then: It's kind of like an | 5 | Q. And how it actually moves in 6 degrees of |
| 6 | assembly drawing where it's showing you how the pieces | 6 | freedom -- |
| 7 | fit together? | 7 | A. Right. |
| 8 | A. Right. And this was kind of complicated; so, I | 8 | Q. -- and operates the various sensors? |
| 9 | would hope I didn't get a set of directions like that | 9 | Okay. Could we run that animation, please? |
| 10 | with something I bought at the store. So, the arrows | 10 | A. First, it's coming together. And then we'll see |
| 11 | are showing how these pieces go together vertically. | 11 | how it moves once it's put together. Back and forth, |
| 12 | This is a vertical exploded diagram. These pieces are | 12 | you can see the handle slides relative to the things; |
| 13 | just as if you'd pulled it apart vertically. | 13 | and you'll see underneath some of these parts moving and |
| 14 | Q. Okay. | 14 | changing. And that's how it works. See? As you pull |
| 15 | A. And you're seeing each of the pieces here lined up | 15 | it up and down, it activates that little sensor in there |
| 16 | in this figure. It is in your jury notebook at page 72. | 16 | as it goes up and down. |
| 17 | And it shows a lot of the pieces, and that's so he can | 17 | The turning part comes from the top. The |
| 18 | explain how this works. In other words, for an engineer | 18 | very top of that handle rocks back and forth relative to |
| 19 | looking at this, how does that thing come together and | 19 | the bottom so you can enter it -- and you can twist it |
| 20 | work. And we'll see an animation of it and talk more | 20 | to get the yaw. |
| 21 | about how those pieces actually work together to make | 21 | MR. PRESTA: Could we just run that one more |
| 22 | this thing operate. | 22 | time, please? |
| 23 | Q. Okay. Again, though, before we do that, is there a | 23 | A. Yeah. Let's look at that again. That's a little |
| 24 | single hand-operable element here that's movable in 6 | 24 | hard to get in one viewing. |
| 25 | degrees of freedom? | 25 | Back and forth, side to side, and up and |
|  | Page 1124 |  | Page 1126 |
| 1 | A. Yes, there is. And let me just give a little more | 1 | down. And then here, the tipping. And finally, yaw. |
| 2 | background on it. There is the handle (indicating) that | 2 | Y MR. PRESTA: |
| 3 | you operate with your hand. 317 is the top of the | 3 | Q. Okay. So, is that thing right there what you |
| 4 | housing or the case. So, all the parts under 317 are | 4 | described earlier as a single handle that can be movable |
| 5 | inside of the keyboard or inside of the input device. | 5 | in all 6 degrees of freedom? |
| 6 | All of these parts that we see down here (indicating), | 6 | A. Yes. That's the handle or the input member that |
| 7 | when they are assembled, are not in view of the person | 7 | you grasp in your hand and move in all 6 degrees of |
| 8 | that's holding the handle. They are inside. | 8 | freedom. |
| 9 | Q. Okay. So, you can't touch any of the parts under | 9 | Q. Okay. Now, Mr. Cawley had pointed out |
| 10 | this Item 317 -- you can't actually touch with your hand | 10 | Mr. Armstrong said, "Well, there's these other buttons |
| 11 | any of those parts when it's put together? | 11 | ere; so, that's not one element moving 6 degrees of |
| 12 | A. No, not when it's assembled in the case. | 12 | freedom. There's three there. That supports a |
| 13 | Q. So, just this one handle sticks out above the case | 13 | three-element 6-degree-of-freedom device." Do you agree |
| 14 | kind of like those keyboard examples that we saw | 14 | with that? |
| 15 | earlier? | 15 | A. No. No. Those buttons are buttons the same way we |
| 16 | A. Right. In that keyboard example we saw the | 16 | have buttons on a mouse. And if you think about your |
| 17 | little -- it looks like that "hockey puck" shape, I call | 17 | mouse, your mouse moves on a table in two axes; but the |
| 18 | it, sticking out of the top and underneath that -- | 18 | buttons don't have anything to do with the motion. The |
| 19 | that's the top surface of the keyboard (indicating). | 19 | buttons are just a way to enter information into your |
| 20 | Q. Okay. Thank you. | 20 | computer. And those buttons are moving around, but we |
| 21 | Did you prepare some type of an animation to | 21 | don't consider that the motion of the buttons has |
| 22 | help the jury understand this embodiment? | 22 | anything to do with the motion of a mouse. And the same |
| 23 | A. Yes. | 23 | way here. There are a couple of buttons shown that |
| 24 | Q. And when I say "embodiment," I mean this example of | 24 | actually, just like a mouse button, you might grasp them |
| 25 | Mr. Armstrong's application. | 25 | with your fingers while you're using this device if you |

want to click on something on the screen.
Q. Thank you.

Again, there's a few more figures.
Obviously, there's a lot of figures in this application. Could you tell the jury what this next one is and -A. Sure. This is another picture describing a variation of the controller we just looked at. Again, there is the handle, the single input member, 300. In this case it's been shown that it could be a little bit bigger and inside of there could be a motor to give vibration. It still has the same general structure. Here, 317, this thing here (indicating) shown with the little diagonal lines, this is the top or the outside surface.

Again, this is a kind of a drawing that you're probably familiar with, people who are involved with engineering; but what we're looking at here is what's called a "section" or a "cross-view." This is looking into this device kind of like we've cut through it and we're holding it up and looking through it, like a section through it. So, we're not looking down from above or from an angle; but we're kind of looking right into it.

So, now when we see this kind of hash line, that means we're looking at the edge of something that's

Page 1128
been cut.
Q. Okay.
A. So, that would be like the top surface of a
keyboard. Imagine we've sawed through it and now we can
see all of these parts that are inside that are
underneath the top of it. The user's hand is out here (indicating), holding onto that ball and moving it.
Q. Does this also show a single input member -- a
single handheld input member that is movable in
6 degrees of freedom?
A. Yes, it does. And the text, as we can see again at page 13 in the application -- or in your juror notebook, sorry --
Q. Okay.
A. -- is a 6-degree-of-freedom joystick-type
embodiment. And this is one of the figures describing them. There's quite a few of them.
Q. So, because he had trackball-type embodiments and
he had joystick-type embodiments.
A. Right. We've seen the trackball-type; that is, the ball. Now we're on the joystick-type. And I don't want to confuse the joystick-type with the handle on the ball because that's kind of -- we might call that two ways. We might say, "Well, that's got a handle; so, it's a joystick." But it's got a ball. So, he's treating it
as one of his ball -- trackball embodiments. And then there's the joystick-type which just has the handle and no ball.
Q. Okay. Let me take you to the next one. Actually, did you have an animation for this one so the jury could understand how it works?
A. Yes.

MR. PRESTA: Could we just run --
A. Well, again this is just a different view. Now we're getting closer to that view inside, looking at it from inside instead of from above. And here we can see how the internal mechanism activates the sensors below when it's moved back and forth.

The motion of the handle causes those sensors to move inside and to be activated and to generate signals.
BY MR. PRESTA:
Q. Okay. Now, that whole -- the whole item's moving forward now. That's just to look at the inside, right?
A. Right.
Q. But that would normally be stationary. Now we'd be looking inside it?
A. Right. This animation -- first we see it from the outside to see what handle motion is happening. Then we come down. We fly inside to see how the internal parts

Page 1130
are actually working in Mr. Armstrong's idea.
Q. And, again, is that a single handle that's moving in 6 degrees of freedom? It could actually move in 6 degrees of freedom, right?
A. That's correct. That handle can move back and forward, side to side, up and down, and then be twisted or rocked in any angular sense at the very top.
Q. Okay. Now, these buttons we see again, do those buttons in any way operate any of these sensors that allow it to be going in 6 degrees of freedom?
A. No, they don't.
Q. Okay. So, these are actually sensors?
A. These are -- these little elements here are the sensors that are being activated.
Q. And the idea is so they can sense when your single hand moves in any one of those 6 degrees of freedom, there is a sensor for each way, right?
A. That's correct, yes.
Q. Okay. Thank you. Again, this looks like a
previous one. I don't want to spend too much time if there's nothing new that you think the jury can get from it, but this is another one.
A. Yeah. I'll just kind of give a quick overview of this one. Again, the handle, single input element, a different design inside the handle, the way the rocking

| Page 1131 | Page 1133 |
| :---: | :---: |
| switches are mounted. And down below, also there is | 1 he also talked about Figure 20 where we had what we've |
| some different design. There is no rocker. There is a | 2 just animated and showed you in that exploded view. |
| 3 piece here (indicating), kind of like a cam-shaped | 3 And what did Mr. Armstrong testify about |
| piece. It's a different way of building the idea. | 4 every one of those figures? |
| In other words, the fundamental idea here is | 5 A. Well, he said: In every one of these embodiments, |
| a single handle that's movable in 6 degrees of freedom; | 6 there is a single input member operable in 6 degrees of |
| and inside we're seeing different ways to actually make | 7 freedom? |
| 8 that -- mechanically to make that happen; in other | 8 He said: Yep. |
| words, the different levers and cams that make that idea | 9 Q. And that's true, right? |
| 10 possible. | 10 A. Yes. |
| 11 Q. Is it fair to say that the reason the invention is | 11 Q. You understand that, right? |
| 12 so thick and has so much stuff, anytime -- I'm sorry. | 12 A. Yes. |
| 13 Not the invention. Let me strike that. | 13 Q. Is there no debate about that in your mind? |
| 14 The reason the 1996 application, with all of | 14 A. There is no debate about that. |
| 15 Mr . Armstrong's ideas in it, is so thick is because he | 15 Q. Okay. Now, Mr. Cawley pointed again to these |
| 16 showed so many different ways to build a single handle | 16 little buttons on the side (indicating) and got |
| 17 6-degree-of-freedom device? | 17 Mr . Armstrong to testify that those were additional |
| 18 A. That's correct. There are a lot of different | 18 inputs. Could you again explain why that's correct? |
| 19 designs shown on how you could implement it internally. | 19 A. Well, they are not additional inputs that are |
| 20 Q. But what's the common theme of every one of those | 20 related to motion or the 6 degrees of freedom or |
| 21 things? | 21 describe anything other than motion from a single |
| 22 A. They all have a single handle that you can move in | 22 handle. They are just buttons, and the idea of button |
| 3 every direction and twist from left to right, forward | 23 has been known from way before this. They are just |
| 4 and backward. They have a single 6-degree-of-freedom | 24 buttons like the buttons on a mouse. |
| 25 input element. | 25 Q. So, Mr. Armstrong's testimony is a hundred percent |
| Page 1132 | Page 1134 |
| Q. Okay. Now here's another one, and I don't want to | 1 accurate, right? |
| 2 spend that much time on it. This is another example, | 2 A. His testimony there was correct, yes. |
| 3 isn't it? | 3 Q. But do you agree with Mr. Cawley's then later |
| A. It's just another variation. This one is more | 4 representation about those? |
| compact. More of the sensing mechanism is in the | 5 A. No. |
| handle, less inside the case. That's just again a | 6 Q. Okay. Now, again, in fact, this is -- did you hear |
| slightly different way of building that same | 7 Mr. Cawley's questioning of Mr. Armstrong? |
| 8 functionality. | 8 A. Yes, I did. |
| Q. Okay. So, again, the reason there's so much text | 9 Q. Okay. And he says: Okay. Now, what are those |
| 10 in the application and so many figures is because he's | 10 things that we now can see much larger that are marked |
| 11 showing all different kinds of ways in which he could |  |
| 12 build this single-handle 6-degree-of-freedom device, | 12 Do you see that? |
| 13 correct? | 13 A. Yes. |
| 14 A. That's correct. | 14 Q. And Mr. Armstrong said: Those are additional input |
| 15 Q. Thank you. | 15 members. |
| 16 Now, did you hear Mr. Armstrong's testimony | 16 Do you see that? |
| 17 in this trial? | 17 A. Yes. |
| 18 A. Yes, I did. | 18 Q. And then the answer again was: They're buttons on |
| 19 Q. And, in fact, when Mr. Gunther was cross-examining | 19 the handle. They are additional input members. |
| 20 Mr. Armstrong, did you hear this part of his testimony? | 20 See that? |
| 21 A. Yes, I did. | 21 A. I see what he said, yes. |
| 22 Q. Okay. And the testimony was relating to Figure 4 | 22 Q. And then Mr. Cawley said: And did you actually |
| 23 with the collet around it. It talks about maybe 6 as | 23 describe to the Patent Office in the text of your patent |
| 24 well, which are really generally the same; also | 24 those additional input members? |
| 25 Figure 9, where we had these buttons and this ball. And | 25 And Mr. Armstrong said: Yes, I did. |

Q. As you just explained.

Okay. And this is in the jury notebook.
Again, at page 3 is where the application starts. Could you tell the jury what this is telling us?
A. Sure. The first section that's normally included in this type of thing, just to get us a little orientation, is what's called an "abstract of the disclosure." And that's kind of a fancy way of saying "summary." And the idea here is you put kind of a summary of your idea in a paragraph so the people that are looking at the final patent can get a quick idea of what it's about. It's not necessarily all of the detail, but it gives just a quick idea.
Q. Okay. And what does it tell you?
A. Well, it explains here that we have a multiple-axes controller comprised of a single input member operable in 6 degrees of freedom relative to a reference member. That's the housing. And it says the input member can be of a continuously rotatable trackball-type or a limited rotation joystick-type.

And there again he's sort of given the overview that one of them is a trackball that you can roll around as much as you want, and the other one is like a joystick. It has some limited range of motion in each of those degrees of freedom.

Page 1152
Q. Are those words consistent with what you saw in all the figures?
A. Yes, they are.
Q. And what are the words, then, telling you?
A. Well, it tells us what the idea is; that is, the -the idea is a single input member that you can operate in 6 degrees of freedom; and it is explained that there can be a couple of types of it, one that's built with a ball and another one that is some joystick-type thing. Q. Okay. And I'm going to turn now to page -- it looks like it's written page 7. I note that there's two different page numbers. Because you're understanding that this came out of the Patent Office records, of the U.S. Patent and Trademark Office?
A. Yes, that's correct.
Q. This is part of what's called the Patent Office "file history"?
A. That's correct.
Q. You understand that?

And there's different page numbers that some patent examiner maybe or the applicant put on there but they've also been numbered in the jury notebook in the bottom right-hand corner and this particular page is page 9 . So, I just don't want there to be any confusion that there are multiple page numbers. They existed at
the Patent Office and the court renumbered them in the jury notebook and this is page 9.

You agree with that, right?
A. Yeah, I agree with that.
Q. Okay. Thank you.

So, this next page states the summary of the invention -- in a section titled "Summary of the Invention." Can you tell the jury what this is describing?
A. Well, the next step in one of these specifications or disclosures is usually a section which is called "Summary of the Invention" which describes again what the invention is, now in a little more detail than the abstract.
Q. Okay.
A. And here --
Q. Now, you understand, of course, that claims define an invention, right?
A. Absolutely. The claims define the invention. They define the scope. I think we saw in a video in the beginning that they are like a fence around the edge and says exactly where the boundary is but --
Q. And a patent application could have many ideas in it, right?
A. Absolutely.

Page 1154
Q. Okay.
A. And they usually do.
Q. Okay. And many times those ideas are summarized in the section of the application called "Summary," right?
A. Right.
Q. Okay. Could you go ahead and tell me what the summary is telling us?
A. Well, it starts off -- in this section I've highlighted about how it's -- (reading) the controllers -- that's what he's talking about -- provide structuring for 6 degrees of freedom physical input by the hand on a hand-operable single input member.

So, he's saying, "I'm making a
6-degree-of-freedom single input member device." Q. Okay. Now, here's another little bit of -- another text that you wanted me to blow up.
A. Right.
Q. Can you tell me what this is saying?
A. Well, here he's explaining that the input member can be a trackball or the input member can be any handle
fit to be manipulated by a human hand, such as a
joystick-type handle. But in either case -- no matter what, in either case, the input member accepts 6 degrees of freedom of hand input relative to the case.
Q. Okay. So, if I understand you, then, regardless if
have invented these ideas. I'm separating my ideas that I'm claiming from the earlier ideas; and I'm not trying to claim the ideas, for instance, that Mr. Chang invented."
Q. Okay. So, now I want to ask you -- now you've looked at the words and you've looked at the figures and you've looked at the entire 1996 application, right?
A. That's correct.
Q. Or you have personally.
A. Yes, I have.
Q. We haven't had a chance to look at every single piece of it. But do you believe that you have now -- in your review did you come to a conclusion as to somebody skilled in the art, what they would understand
Mr. Armstrong's idea was in that 1996 application -- or ideas, plural -- when he filed it in 1996?
A. Yes.
Q. And what is that?
A. Well, I think there's a couple of key things. One, that there is a single input member movable in 6 degrees of freedom and that it moves relative to the housing and that it's not a multiple input member device.
Q. Okay. So, that's the scope of the 1996 application of what his invention is.

And did you also understand what -- did he
Page 1168
clearly indicate what his invention was not?
A. Right. He disclaimed the ideas of Chang; that is, the ideas of having multiple input members. He says that what Chang has is deficient and it's not what he's doing.
Q. Okay. So, then -- thank you.

Now -- so, you now have just described what you believe the 1996 -- the scope of that application is of Mr. Armstrong's. Now there's something else -another process that you undertook. Could you tell the jury what the next step in your analysis was?
A. Right. Well, first, we have to understand the scope of the invention. And I'll make it clear that it's the scope of the invention that's relevant to the issues here. There may be other things that are not related to us that are in that patent that are not something we're going to talk about at all.

But the next step, once we understand in our minds what the idea was that that inventor had, then we want to look at the actual claims in this case and we want to look at those claims that have been asserted and we want to look and see is there support back in that application, can we find information that shows us that Mr. Armstrong had the idea as described by the claim back in 1996.
Q. Okay. And before we do that, I had noticed something -- and I want to ask you about it -- in the specification of the 1996. So, I don't want to confuse you. We're going to come and we're going to start the scope of 2002.

MR. PRESTA: But I'd just like Kam, please, if she would just put up a part of the specification that we didn't show and I want to ask you if you would describe what it means to the jury. And this is on page -- because we're pulling it up live, I don't have the -- page 13 of the jury notebook.
BY MR. PRESTA:
Q. And I would like to ask you to describe what this paragraph is getting at in the application before we move on because I want to see if it affects your opinions.
A. Sure.

THE COURT: And just for the record, you're talking about the original application, right?

MR. PRESTA: Yes, your Honor. BY MR. PRESTA:
Q. We went back to the 1996 application. We're getting ready to start an analysis of the 2002 claims, but I'm going back to the 1996 application. I just -there's one more thing I forgot to have you look at.

## Page 1170

A. Sure. Let me take a second to dig into this text a little bit and explain it.

Again, people that are writing patent applications, you want to make a clear description. So, in this section Mr. Armstrong is writing about how he's going to use these terms. He's saying, "I'm going to define the words or the terms 'joystick-type controller' and 'trackball-type controller.'" And he's saying the term "joystick-type controller" -- they both represent two kinds of hand-operated input devices which both have a hand-operable input member which is operated relative to a reference member.

And the difference in the two controllers is as follows: For a joystick-type controller, the handle can be moved or operated in up to 6 degrees of freedom; but, he's saying -- this is important -- the freedom of the input member is only to go with a limited range.

So, what he's saying is that I can't necessarily rotate that joystick all the way around in pitch or yaw because the joystick handle hits the surface, as opposed to a trackball. The input member of a trackball-type device, since it's spherical, has an unlimited amount of travel in rotation.

So, he's really explaining that if you make a trackball and you want to input the angle of, you know,

| Page 1171 | Page 1173 |
| :---: | :---: |
| 1 roll or pitch, you can roll that thing as much as you | 1 back in 1996? |
| 2 want. But if you have a joystick, you have a limitation | 2 Q. Okay. So -- |
| 3 in the amount you can get in the angular directions | 3 A. So, we're going to take a claim at a time and now |
| 4 because you cannot tip the handle that far without it | 4 go back -- now that we're a little bit familiar with the |
| 5 running into mechanically the surface. | 5 specification -- then go back and see if we can find |
| 6 Q. Okay. And the very last sentence there, it covers | 6 support for it. |
| 7 Figures 1 through 10 and 13 through 36, which -- the | 7 Q. Okay. So, this is the second step in the process, |
| 8 figures that you put up, that covers all the figures | 8 right? |
| 9 that you put up, right? | 9 A. Right, second step. |
| 10 A. Right. | 10 Q. Okay. Now, we talk about independent claims 14, |
| 11 Q. Okay. And what is that last sentence telling us? | 11 16, and 19. Do you understand why we only need to look |
| 12 A. Well, it says a 6-degree-of-freedom trackball | 12 at those three instead of also claims 22 and 23 that are |
| 13 embodiment is in the first set of pictures -- we saw | 13 dependent? |
| 14 those -- and the 6-degree-of-freedom joystick-type | 14 A. Yes. The reason is a dependent claim includes the |
| 15 embodiments or examples are illustrated in the second | 15 independent claim it came from. To save space in |
| 16 set of pictures, 13 to 36 ; and those are the ones we've | 16 writing out these things, I guess, it is kind of a |
| 17 looked at. | 17 tradition or part of the law that you can write one |
| 18 Q. Okay. And you took that statement into account | 18 claim; and then you can say another claim which adds |
| 19 when you formulated your opinion about the scope of the | 19 something to the first one. So, it would be claim 19 |
| 201996 application? | 20 but something else. |
| 21 A. Yes, I did. | 21 So, if there is no support for the |
| 22 Q. Okay. And, again, your opinion is as you stated it | 22 independent claim 19 in the original application, there |
| 23 to the jury? | 23 can't be support for the other parts which include 19 as |
| 24 A. Yes. | 24 part of their requirements. |
| 25 Q. Okay. | 25 Q. So, we're lucky, then, that that simplified our |
| Page 1172 | Page 1174 |
| MR. PRESTA: Now if I could go back to the -- | 1 process a little bit, right? |
| 2 BY MR. PRESTA: | 2 A. Right. For a written description analysis, it |
| 3 Q. Now I'd like to move away from the 1996 application | 3 simplifies the work we have to do a little bit. |
| 4 and move to a new topic. Okay? And the topic that I'd | 4 Q. Right, because we don't have to look at all five of |
| 5 like to ask you questions about has to do now with the | 5 the asserted claims; you can just look at these three. |
| 6 scope of the claims that Mr. Armstrong filed in 2002. | 6 A. Right. We don't have to look at the independent |
| 7 Do you understand that? | 7 claims. |
| 8 A. Yes. | 8 Q. Okay. Now, I'm going to ask you first to look at |
| 9 Q. Okay. And you undertook a study of the scope of | 9 claim 19. Now, obviously claim 19 has a lot of words in |
| 10 those claims of 2002? | 10 it. Very difficult to just sit here and look at it and |
| 11 A. Yes, I did. | 11 understand exactly what it means. |
| 12 Q. Okay. And why are we doing this again? Just to | 12 Have you undertaken a process of trying to |
| 13 make sure the jury is following why you and I are going | 13 find a way to help the jury understand what this |
| 14 through this process. | 14 claim -- what this -- oh, I see I have a -- let's |
| 15 A. Okay. Well, the claims we're going to talk about | 15 clarify something first. I have a very bad title on |
| 16 here are the claims that are at issue in this case. | 16 this, in fact. This could be extremely confusing |
| 17 We're going to go through the claims that have been | 17 because the title has a typographical error. |
| 18 asserted, the particular claims that Nintendo has been | 18 A. Let's fix that title. |
| 19 accused of infringing; and we're going to ask the | 19 Q. Let's fix that so there is no confusion. |
| 20 question for each of those claims and the invention it | 20 THE COURT: You read my mind. |
| 21 describes, can we find support for that back in the | 21 MR. PRESTA: Try to. |
| 22 original application. | 22 BY MR. PRESTA: |
| 23 If we go back for each claim and look, can we | 23 Q. Okay. Now, this is the claim that was issued from |
| 24 find the elements of that claim, the full description of | 24 the patent application that was filed in the year 2000 |
| 25 them of what that means -- can we find support for that | 25 that was actually added by Mr. Armstrong in 2002. You |

Q. Okay. Now, how about this other one, quickly, in 1996? Did that one help -- did that one provide the three-input 6-degree-of-freedom or not?
A. No, it does not. It doesn't provide three separate input elements. It only has a single handle, a single input element.
Q. Okay. And, again, when you compare it back to the
text -- this is just a brief summary of the text. Does any of the text describe this invention -- does any of the text from 1996, in Mr. Armstrong's 1996 application, describe the claim that he filed in 2002?
A. No. I would use the term "support" maybe.
Q. Okay. Thank you.
A. In that in every instance he says there is a single input member, but here this claim scope includes three. And, so, there's nothing that indicates that he had the idea of having three input members back here in '96 where every time he talks about it he says there is a single input member.
Q. Okay. And what about Chang? Does Chang help you understand what -- what he said about Chang -- whether, in fact, this 2002 claim 19 was part of his idea of what he considered to be the new thing he was filing his patent on back in 1996?
A. Well, again let's look at Chang. If you recall,

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Chang has three separate elements. And interestingly, there are three elements here. They don't exactly meet the requirements; but there's three elements at least, three separate elements. And he says that the Chang controller doesn't have a single input member; so, it's deficient. It's not good, and it's a problem because it lacks a hand-operable single input member. So, in fact, when he says what his invention is not, he points to three separate input members, which is exactly what we have in the claim scope that's asserted here.
Q. So, these statements about Chang that Mr. Armstrong is saying in 1996 are bad and don't do it and it's not my invention, do those statements also apply to this claim that he filed in 2002?
A. Right. The same logic that he says that there's three separate elements back in 1996 and that's a bad thing, that's not my idea, are present now in claim 19. Q. Okay. Now, based on that, do you have an opinion
on whether, as somebody skilled in this area of technology as you are, in reading the 1996 application as a whole, that it supports this claim 19 that he later filed in 2002?
A. No. There's no support in the 1996 application for the full scope of claim 19 or claim 19 as it's been asserted in this case.

1 Q. Okay. Is there any support for even having three elements that together combine to provide 6 degrees of freedom of control in his 1996 application?
A. No, not with independent handles and elements.
Q. But they are asserting that claim 19 is actually that broad -- Anascape is -- aren't they?
A. That's correct.
Q. In fact, in order to prove infringement against

Nintendo, they need to say it's that broad, don't they?
A. That's correct.

11 Q. Now, just to further emphasize, for example, this embodiment of Figure 20, I'd like to ask you specifically if we can find support in this embodiment for the scope of claim 19. And I'd ask you what this illustration is showing that you helped create.
A. Okay. Well, the first thing is that within this disclosure -- not in this particular drawing but in one of the drawings associated with it -- it is shown that, in fact, this handle (indicating) rocks back and forth, that it can tip forward and backward and side to side and it has the unidirectional sensors and there is a description of that type of four unidirectional sensors that can be rotated with a platform, that rotates on them and activates them. And, so, that element is present inside the handle.

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Q. So, that particular piece of claim 19 is found in the Figure 20. Is that what you're telling me?
A. That's correct.
Q. Okay. And, also, what about -- is there a motor as

Mr. Armstrong described, that you can have a vibration feature in his single handle?
A. Yes. I think we saw another picture again showing one of the variations of this design where the cap -- it was kind of a rounded top, and inside there was room for a motor for vibration.
Q. So, Mr. Armstrong --
A. So, that element also has been disclosed in a way that Mr. Armstrong clearly had the idea of putting that motor in the handle.
Q. So, again, the motor is actually something he did describe in 1996, right?
A. That's correct.
Q. Okay. Now, he also -- his 1996 also supports these
on/off buttons, doesn't it?
A. That's correct. As we've talked about, there's two little buttons shown here on the edge that you could put your fingers over this hockey puck and squeeze on and those buttons -- since the claim asks for more than one button and two buttons certainly is more than one, those two buttons there meet that claim limitation; so, that

| Page 1191 | Page 1193 |
| :---: | :---: |
| 1 part of it is present. | 11996 application? |
| 2 Q. So, so far, so good. | 2 A. Well, it certainly does. It's a contradiction of |
| 3 A. There's support for those three elements of the | 3 what he's saying is the benefit or the value or even the |
| 4 claim. | 4 objective of his invention. |
| 5 Q. Okay. Now, where's the support in this figure for | 5 Q. Okay. So, now we're back to claim 19; and I just |
| 6 this other input member that you could control in two | 6 want to be very careful here, Mr. Dezmelyk, because we |
| 7 axes and a third input member that you could control in | 7 may -- you made this illustration of claim 19 but the |
| 8 two axes? Is that present in Figure 20? | 8 real test, of course, is -- as I believe you know and I |
| 9 A. No. Because there is no other element that you can | 9 want you to understand is the test -- is that it's |
| 10 hold onto to move to do that. There is just no other | 10 really claim 19, the words. |
| 11 element. | 11 And I'm going to ask you now: Do you have an |
| 12 Q. In fact, Mr. Armstrong said that that would be a | 12 opinion as to whether claim 19 as described, the full |
| 13 bad idea to do that in 1996 when he criticized Chang, | 13 scope of that claim, that claim that's being asserted |
| 14 didn't he? | 14 against Nintendo in this case, of whether that claim is |
| 15 A. That's correct. He said it was a bad idea. | 15 supported back in the 1996 application? |
| 16 Q. So, there is no -- so, what we're looking for is | 16 A. Claim 19 is not supported back in the 1996 |
| 17 scope of the full -- of the invention of claim 19, the | 17 application. |
| 18 entire thing, right? That's the test. | 18 Q. Okay. |
| 19 A. Right. It all has to be there. We need support to | 19 THE COURT: All right. Counsel, we're going |
| 20 show that Mr. Armstrong had the idea that he's now | 20 to go ahead and take a break. |
| 21 asserting is the scope of this claim back in 1996. | 21 Ladies and gentlemen, I'll ask you to be back |
| 22 Q. Okay. And what is your conclusion with respect to | 22 at 11:30. |
| 23 at least this figure about whether there's support? | 23 (The jury exits the courtroom, 11:12 a.m.) |
| 24 A. Well, the test for support is the entire -- my | 24 THE COURT: We went through several rulings |
| 25 understanding is the entire application. And there is | 25 earlier this morning. Let me be very clear on that |
| Page 1192 | Page 1194 |
| 1 no support. | 1 Chipworks one because no one from plaintiffs spoke. The |
| 2 Q. Okay. Again -- this is that figure from 1996 | 2 precise ruling there is I had not -- I don't believe I |
| 3 that's put back together instead of being exploded and | 3 have yet heard a predicate that would allow that use of |
| 4 you -- I just ask you if you would agree with me again | 4 those documents. So, to just bring them in without the |
| 5 that there is support in this figure for the four | 5 proper predicate at this point is what I'm saying. |
| 6 unidirectional sensors in the platform, right? | 6 We're in recess now until half past. |
| 7 A. That's correct. You actually can see the platform, | 7 MR. PRESTA: Thank you. |
| 8 and you can see the sensors in there. | 8 (Recess, 11:13 a.m. to 11:29 a.m.) |
| 9 Q. You can also see the motor. | 9 (Open court, all parties present, jury |
| 10 A. Vibration motor. Yep. There's the vibration | 10 present.) |
| 11 motor. Goes there (indicating). | 11 THE COURT: Counsel? |
| 12 Q. Mr. Armstrong did have the idea for a platform and | 12 MR. PRESTA: Thank you, your Honor. |
| 13 the motor back then, right? | 13 BY MR. PRESTA: |
| 14 A. That's correct. | 14 Q. Mr. Dezmelyk, before the break, you had given us an |
| 15 Q. But -- and he also -- we saw before that these | 15 opinion on whether, after studying the 1996 application |
| 16 buttons could be somewhere on there, right? | 16 and the scope of claim 19 as filed in 2002 -- you had |
| 17 A. That's right. | 17 given us an opinion on whether you think that 2002 claim |
| 18 Q. But again, does this figure show these other two | 18 was supported back in the 1996 application. Again, |
| 19 input members that he now claims in 1992 [sic], in this | 19 could you just repeat your opinion? |
| 201996 drawing? | 20 A. Yes. My opinion is that the limitations of claim |
| 21 A. No. There are no other input members. And you can | 2119 are not supported by the 1996 application. |
| 22 see here is the top of the housing; so, there is nothing | 22 Q. Okay. And what's your main reason for that? |
| 23 else that you can touch when it's put together. | 23 A. Well, the primary reason is that there was a lack |
| 24 Q. Okay. In fact, having multiple input members, as | 24 of three input elements. The specification only |
| 25 this claim requires, would -- would it conflict with his | 25 indicates that Mr. Armstrong had the idea of a single |

Page 1251
pictures. That's a part of the description -- shows, again, that the inventor had that idea at the time; that is, it's fully disclosed. His idea is disclosed in the application or the specification for the patent.
Q. Thank you.

Now, we have a slide up on the screen now; and that is -- could you tell us what that slide is representing?
A. Yes.
Q. First of all, let me just ask you: Did you review the application that was filed in 2000?

Earlier today we went through in detail the application that was filed in 1996, and now that's behind us. Now I was asking you to take a look at the application that was filed in 2000, the year 2000, that contained the claims that are being asserted in this case; and you undertook a study of that, you've told me, right?
A. Yes, I did.
Q. Okay. Now, when you undertook that study, did you, in fact, do the same thing that you did when you were trying to find support in the 1996 application for the 2002 claims?
A. Yes. I did the same analysis but this time with the November, 2000, application --

## Page 1252

Q. Okay.
A. -- and its specification.
Q. Because the claims -- could you just describe the relationship between these three things on the timeline for the jury just so people understand now that we're moving to another topic?
A. Sure. We started to see if the claims that were written in July, 2002, and that ultimately are in the '700 patent that we're talking about here were supported first back in this application (indicating), this written description; and we found they are not.

Now we're going to look to see if they're even supported in the November, 2000, description when Mr. Armstrong filed the patent application that became the '700 patent.
Q. Now, why is it important that we find a written description -- to see if there is written description support in the 2000 application?
A. Well, again, a reason for a patent's claim -- a claim in a patent to be invalid is if there's no written description. We still have to determine did the inventor have that idea, the full scope of that patent, in mind when he filed that later application because even if he's only entitled to the date when he filed that in November, 2000, we still want to see if he had

Page 1253
enough -- if he even described the invention then, if he was able to -- in his mind if he had the whole invention at that point in time, the invention that he's claiming.
Q. You studied that issue, right?
A. Yes, I did.
Q. Did you formulate an opinion of what the answer is to that question --
A. Yes, I did.
Q. -- that you just posed?

And what was it?
A. That there is no written description support in the application in November, 2000, for the asserted claims.
Q. You mean even in the -- even in that application that he filed in 2000, there is no description of the invention that he later claimed in 2002? Is that what you're telling me?
A. Right. There's not enough information to show that he had that idea even at that point in time.
Q. Okay. Now let me --

MR. PRESTA: If I could go to that slide.
Thank you.
BY MR. PRESTA:
Q. Could you please explain to the jury -- now,
there's a lot of similar subject matter in the -- or -I'm sorry.

Page 1254
Is there a lot of things that are the same in the 2000 application as in the 1996 application?
A. Yes.
Q. Okay. Are there any differences?
A. Yes, there are.
Q. Okay. Could you just, instead of -- so we don't have to go through the whole thing again, is there a way -- or is it possible for you to explain to the jury what the differences are and how those differences affected your understanding of what the scope of that 2000 application was?
A. Sure. First off, one of the things, which mercifully for us in our time today, is the pictures are the same. The drawings are the same; so, we do not need to go through all the pictures all over again.
Q. Let me stop you right there just so we understand.

You just said that all of the drawings that are in this
2000 application are the same drawings that are in that 1996 application?
A. That's correct.
Q. Okay. Go on, please.
A. The text has some differences. In many places where it used to say "one input member," it's been changed. The text has changed to say "at least one input member."

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Q. Thank you.

Now, the next product in line is the Wii
Classic and the Wii Remote connected together. Do you
understand that?
A. Yes.
Q. Once again, they are not accusing either the Wii

Classic Controller by itself or the Wii Nunchuk -- I'm
sorry -- I'm sorry -- or the Wii Remote by itself, right?
A. Right. It is only the combination of those two controllers that are being accused.
Q. Do you have an opinion on whether that combination infringes claim 19 ?
A. My opinion is that it does not infringe claim 19.
Q. And why is that?
A. Well, a couple different reasons. Primarily, again, that the elements are not present if we go through them. If we look -- again, we have the same issue where it says a hand-operated controller. The definition of "controller" is a device held in the hand. And if we look for the limitations present in either of these devices, we cannot find it.
Q. Now, is there -- for example, claim 19 requires
that there be a rumble motor, right?
A. Right.

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Q. Is there a rumble motor inside the Wii Classic?
A. No, there is not.
Q. There's one inside, though, the Wii Remote.
A. That's correct.
Q. Is that why -- so, that's why they need to be combined in order to satisfy the claim language, in your view?
A. Yes. You wouldn't have -- the Wii Classic

Controller by itself lacks a rumble capability; so, it
wouldn't meet that limitation by itself. It only meets
it when it's combined with the other controller.
Q. Did you actually try to play some games to see what the functionality of the Wii Classic Controller is?
A. Yes.
Q. And what did you determine?
A. Well, there are also particular situations -- well, first off, there's no rumble. But there's also
particular situations where you cannot meet all of the requirements for navigating a viewpoint and controlling objects with both elements with the Wii Classic
Controller.
Q. Do you recognize this chart?
A. Yes, I do.
Q. Do you know why the Wii Classic is called the "Classic"?

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A. Yes, because it's intended for playing the really old games. And really there's only a couple games here on this list that it can even play; and one of them, for instance, Paper Mario, this is actually a Nintendo 64 game that was written for running with the Nintendo 64 system. And it can also be used to operate the Wii system itself. In other words, you can use the handles on the controller to operate the Wii menus with them.

But if you look at that game, the Paper Mario game, it's not possible in that game to use a third element to manipulate objects or a viewpoint or even to use a second element to manipulate a viewpoint. Q. Are you aware that the Wii Classic Controller -- do you know if the Wii Classic Controller works with any GameCube games?
A. Not to my knowledge.
Q. Okay. Are you aware of whether or not, in fact, the -- there are games that Nintendo has for its system where you can use both the joysticks to do anything?
A. I'm unaware of any, but I haven't tried all of the old games nor their 2-D games.
Q. But the games you did look at that were identified by the plaintiff, what was your conclusions with respect to those?
A. The third element does not do anything, and the

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second element cannot control or manipulate a viewpoint.
Q. Are you aware of any games where both of the joysticks are operable on the Wii Classic Controller?
A. No.
Q. Have you read -- did you investigate at all to see, in fact, whether there were games that the Wii Classic Controller could be used, for example, to play GameCube games to require actually two joysticks?
A. Right. I have read that it cannot be done. I
certainly have not tried every game in the world. I only tried the games that were in this case.
Q. Okay. And you said you read and heard -- and read it could not be done, did I hear?
A. Right. My understanding is it cannot be done.
Q. And what is your understanding of why it can't be done?
A. I don't have a -- I don't know what the motivation was or why that's the case.
Q. I understand. Thank you.

Now, I'd like to ask you a few questions
about the Wavebird and the Nintendo GameCube. Okay?
A. Sure.
Q. Now, when we look at claim 14 , there is a term
"3-D" in claim 14. Do you see that?
A. That's correct.

Page 1303
A. Yes, I do.
Q. What is it?
A. This, again, is a chart showing, for the games that were listed by Anascape in Mr. Howe's report, what you could do with the second element and the third
element -- that's those joysticks on the GameCube Wavebird -- in terms of controlling an object or controlling a viewpoint.

And as you can see, there's no way, there's no case, no example where you actually can control an object with the third element.
Q. Did you do that same -- that chart is for both the GameCube and the Wavebird, isn't it?
A. Yes, it is.
Q. So, again, then, do you have an opinion on whether
or not the GameCube -- whether the GameCube infringes any of the asserted claims?
A. The GameCube does not infringe any of the asserted claims.
Q. What about the Wavebird?
A. The Wavebird does not infringe any of the asserted claims, either.
Q. Well, Mr. Dezmelyk, I appreciate your time.

MR. PRESTA: I'll pass the witness.
THE COURT: Who's for plaintiffs?
Page 1304
MR. CAWLEY: Sorry, your Honor. May I proceed now?

THE COURT: Yes. That's what I was asking, who would take him.

CROSS-EXAMINATION OF ROBERT DEZMELYK BY MR. CAWLEY:
Q. Good afternoon, Mr. Dezmelyk.
A. Good afternoon.
Q. I just have what I hope won't be too many
questions; although, I know you've been on the stand a
while and naturally that's raised some questions that I'd like to discuss with you.

Let's talk first about the Sony controllers.
You discussed those at some length. Remind us when the
Sony controllers that you discussed were first introduced to the market.
A. Sure. The Sony -- the first Sony controller introduced was the Sony DualShock, which was introduced in June to retail sales. It shipped early, of course, to wholesalers; but it was on retail sale -- I believe you'll hear from the Sony witness -- at the end of June, in June, 1998.
Q. 1998.

And the DualShock 2 was released in what year?

Page 1305
A. In October of 2000.
Q. 2000.

So, it's absolutely clear, isn't it, that
both of those products were released years after
Mr. Armstrong's 1996 patent application?
A. Yes. They are released subsequent to the original 1996 application.
Q. And you also mentioned a patent -- a foreign patent
called either "Goto" or "Goto" (pronouncing), something like that, you remember?
A. Yes, I did. It's a -- to be accurate, it's a
foreign-published patent application from Mr. Goto.
Q. What was the date of that patent?
A. The date of the patent issuing -- I don't know the publication date -- is in April of 1998.
Q. '98. So, that also is at least two years after

Mr. Armstrong's 1996 patent application, correct?
A. That's correct.
Q. Now, you spent quite a bit of time going through
the Sony controllers, both the DualShock and the
DualShock 2, and comparing them to the asserted claims -- at least some of them -- in the '700 patent, correct?
A. Yes.
Q. And isn't it fair to say that you concluded that

Page 1306
both of those Sony products are using the invention described in those claims of the '700 patent?
A. No. That's an incorrect statement of my conclusion.
Q. Well, let me ask you this: Isn't it true that you said that they anticipate those claims?
A. Yes. They anticipate the claims.
Q. Doesn't that mean, then, that those devices practice or do or have what is described in the claims?
A. It means that they meet the claim limitations, but
since --
Q. All right, sir.
A. -- they were issued before the --
Q. That really was my question. That was my question.

They meet or have within them what the claims
describe, correct?
A. That's correct.
Q. Okay. Have you had any discussions with any

Nintendo employees in this case?
A. Well, briefly I met a couple of Nintendo employees
here during the course of the trial, I think some of the
people that are --
Q. Is that all?
A. That's all.
Q. You haven't had any discussions with any Nintendo

| Page 1307 | Page 1309 |
| :---: | :---: |
| 1 employees about how their products work or how they | 1 A. Yes. He's one of the main characters in that game. |
| 2 develop their products? | 2 Q. And you know, don't you, that you need the Wii |
| 3 A. I have not spoken to them about their product | 3 Nunchuk connected to the Remote to play that game? |
| 4 development process or how those products work, no. | 4 A. Yes. You can use it -- you use both of them in the |
| 5 Q. Have you bothered to make yourself aware that some | 5 course of playing that game. |
| 6 Nintendo employees have described the Wii Nunchuk as | 6 Q. Yes, sir. |
| 7 being an extension of the Wii Remote? | 7 And Mr. Ikeda also testified, didn't he, that |
| 8 A. I'm not aware of that, but that's a fair | 8 for games that require the use of the Nunchuk, if you |
| characterization. It adds to its capabilities. | 9 attempt to use the game with the Wii Remote alone, you |
| 10 Q. And it's true, isn't it, that the Nunchuk doesn't | 10 get a message on the screen saying you've got to connect |
| 1 work at all without the Wii Remote. | 11 the Nunchuk? |
| 12 A. That's true. That's similar to the way the | 12 A. Is that a question? |
| 13 Wavebird won't work without its receiver. | 13 Q. Yes, sir. |
| 14 Q. Okay. But your answer to my question is yes, | 14 A. Oh. |
| 15 correct, the Nunchuk won't work without the Remote? | 15 Q. I'm sorry. |
| 16 A. Right. The Nunchuk uses the Remote to transmit its | 16 A. I'm sorry. I didn't realize if -- I didn't know if |
| 17 information back down to the Wii. | 17 you were done. |
| 18 Q. All right. So, it wouldn't surprise you if | 18 Q. Let me add onto the end of it. You know that, |
| 19 Mr. Genyo Takeda, who is an engineer and a developer for | 19 don't you? |
| 20 Nintendo, had testified in his deposition that he | 20 A. Right. He has said that was the case. |
| 21 considered the Nunchuk to be an invention of the Wii | 21 Q. And Ms. Story also testified -- |
| 22 Remote. That wouldn't surprise you, would it? | 22 MR. CAWLEY: I'm sorry. If we could have |
| 23 A. No. | 23 that slide back up again. |
| 24 Q. Were you here for the testimony of Mr. Ikeda last | 24 BY MR. CAWLEY: |
| 25 week? | 25 Q. Ms. Story also testified, didn't she, that Mario |
| Page 1308 | Page 1310 |
| 1 A. Yes, I was. | 1 and Luigi and at least one princess are in the game |
| 2 Q. And did you see him playing the boxing game? | 2 Super Mario Galaxy? |
| 3 A. Yes, I did. | 3 A. Well, again, who were you referring to in the |
| 4 Q. And he needed both the Wii Remote and the Wii | 4 testimony there? |
| 5 Nunchuk together to be able to do that, didn't he? | 5 Q. Ms. Story's testimony. |
| 6 A. He used both of them when he was playing that game, | 6 A. Right. I told you I was not present for her |
| 7 yes. | 7 testimony; so, I don't know what she testified to. |
| 8 Q. And he needed them to be able to do that, didn't | 8 Q. Okay. Then, are you aware that the characters |
| 9 he, to be able to play that boxing game? | 9 Mario and Luigi and the princess all appear in the game |
| 10 A. Yes. He used both of them in the course of playing | 10 Super Mario Galaxy? |
| 11 the game. | 11 A. Yes, those characters all appear in that game. |
| 12 Q. And were you here for Ms. Jacqualee Story's | 12 Q. And you need the Wii Nunchuk to play that game, |
| 13 testimony last week? | 13 too, don't you? |
| 14 A. I'm sorry. I was not present for her testimony. | 14 A. Yes. You normally use the Nunchuk to play that |
| 15 Q. Have you read her testimony? | 15 game. |
| 16 A. No, I haven't. | 16 Q. And then, finally, are you aware that, as Ms. Story |
| 17 Q. Let me show you a slide, Slide Number 3, that she | 17 told us, this character, Samus, in the lower right-hand |
| 18 used in her testimony. Have you seen this slide before? | 18 corner of the slide, is the main character of the game |
| 19 A. I mean, I've seen the characters; and I'm generally | 19 Metroid Prime 3? |
| 20 familiar with it, yes. | 20 A. I'm not familiar with Metroid Prime 3; so, I can't |
| 21 Q. In the upper left there is a character called | 21 really comment about Samus or the game. |
| 22 "Link." Do you see that? Are you familiar with Link? | 22 Q. Are you aware that you need the Wii Nunchuk to play |
| 23 A. Yes. | 23 that game? |
| 24 Q. Do you know that Link appears in the game of Zelda: | 24 A. As I said, I'm not -- I've never played that game, |
| 25 Twilight Princess? | 25 not familiar with the details of it; so, I can't really |

Page 1311
comment on how it's played.
Q. Let me show you a piece of the transcript of

Ms. Story's testimony. She was asked: And was Samus a character for the GameCube series, as well?

She answered: Yes.
Question: And what game does she appear in on the Wii system?

Answer: She looks quite a bit different because she wears a suit of armor.

Okay.
Answer: But I believe -- well, she's in Metroid Prime 3.

Question: All right. And to play that game, you need to use the Wii Remote and the Nunchuk, don't you?

Answer: Yes. I believe you do.
Do you have any reason to disagree with
Ms. Story about that?
A. Well, I don't have a reason to either agree or disagree. I've never played the game. I'm not familiar with the game. So, I have no more information about that than her testimony.
Q. Let me ask you some questions about the
accelerometer. You said you were here for Mr. Ikeda's testimony, correct?

## Page 1312

A. Yes.
Q. Let me ask you if you remember this testimony.

Question: Mr. Ikeda, isn't it true that one set of capacitors in the accelerometer is used to detect acceleration on the X axis?

Answer: The X axis can be measured, as well.
But at the same time, measurement can take place along the Y and Z axes.

Question: Yes, sir. That's my next question. Isn't it true that a different set of capacitors is used to detect acceleration on the Y axis?

And his answer: Yes, different capacitors and probes for the $Y$ axis.

Did you hear that testimony, sir?
A. Yes, I did.
Q. Let me ask you about some other of Mr. Ikeda's testimony.
(Reading) So, there are capacitors that sense
movement in the X axis, correct?
And he answered: That's correct.
And then he was asked: And there are capacitors that sense movement in the Y axis, correct?

And he answered: That's correct.
I said: Thank you, sir.
And he added: And there are capacitors for

Page 1313
the Z axis, as well.
Do you remember hearing that testimony from Mr. Ikeda?
A. Yes, I do.
Q. Have you ever seen a picture of the interior of the accelerometer used in the Wii Remote?
A. I think so. I'm not sure if I've seen a photo of
the exact chip that's on that particular -- certainly --
I'm not sure -- they change by version; but I have a
general idea of what that chip looks like on the surface, yes.
Q. Well, my question is -- let me ask this specifically: Have you ever seen a Chipworks report for the chip inside the Wii Remote?
A. Yes, I have. I've seen the Chipworks report.

MR. PRESTA: Objection. There's been no
foundation that that Chipworks report --
MR. CAWLEY: He just testified to that.
THE COURT: I can't hear your objection anyway.

MR. PRESTA: I'm sorry. The objection was foundation with respect to the Chipworks report.

THE COURT: Overruled.
BY MR. CAWLEY:
Q. You've seen that picture, haven't you?

Page 1314
A. Yes, I have.
Q. And I think you just said that as far as you know, it's a fair depiction of what's inside the chip?
A. Yeah. I could direct your attention to one part of it where I think is a pretty accurate description of what the chip is.
Q. Well, it wasn't the description; it was the
photograph that I'm interested in. Do you think that the photograph that you saw in the Chipworks report was an accurate depiction of what you saw -- of what is inside the Wii Remote chip?
A. I think the photograph I saw that shows a single sense line coming from the proof mass and shows a pair of drive lines, one for X and one for Y , is an accurate depiction of that chip, yes.
Q. You heard Mr. Ikeda's testimony that actually is
still up on the screen about capacitors that sense
movement in the accelerometer, correct?
A. Yes.
Q. Have you examined the 1996 application to determine
whether they refer to the possibility of using
capacitors as sensors?
A. The application -- Armstrong application?
Q. Yes, sir, 1996.
A. No, not specifically.
Q. Do you mean that it doesn't?
A. No. I wasn't looking for the presence -- the specific mention of a capacitor as a sensing device.
Q. Have you read the application?
A. Yes, I have.
Q. Well, wouldn't that be pretty important to this case to know if Mr. Armstrong had described as -- the possibility of using a capacitor as a sensor?
A. It would be relevant to the extent it was related to the rest of the structure. I think -- I'd be happy to look at it if you would like to point me to the place that you're talking about.
Q. Okay. Let's look at Slide 2. You see that this is an excerpt from the 1996 application?
A. Yes.
Q. And it's on -- in the jury book it's on page 12, line 12. And beginning at the top it says: For the purposes of this teaching, specification and claims, the term "sensor" or "sensors" is considered to include not only simple on/off, off/on contact switches but also proportional sensors such as proximity sensors, variable resistive and/or capacitive sensors. Do you --
A. That's correct.
Q. Do you see that, sir?
A. Yeah. He's listing that as an example of a type of

Page 1316
sensor.
Q. Yes, sir. And does a capacitive sensor use a capacitor?
A. Yes.
Q. And is that the type of capacitors that Mr. Ikeda described?
A. It's -- a capacitive sensor measures capacitance, and it's a type of sensor.
Q. Yes, sir. And it's a type of sensor that was
specifically discussed by Mr. Armstrong both in his 1996
application and in the '700 application, correct?
A. Right. He discloses -- he listed certain types of sensors --
Q. I think my question was: It was listed, correct?

And I think you just confirmed that it was,
right?
A. It was listed, yes.
Q. Okay.

MR. CAWLEY: Let me ask Mr. Martin or
Mr. Moreno to pull up your Slide 194.
BY MR. CAWLEY:
Q. This chart lists, among other games, the game

Zelda: Twilight Princess, correct?
A. This chart, yes. The Legend of Zelda: Twilight Princess, yes.
Q. And you've played that game, haven't you?
A. Yes, I have.
Q. And you played it with the Wii Nunchuk connected to the Wii Remote, correct?
A. Yes. This chart, though, is about the Wii Classic and the Wii Remote.
Q. Okay. Did you play this game with the Wii Classic connected to the Wii Remote?
A. Yes.
Q. Well, the test is -- sorry. You corrected me.

This is about the Wii Classic; and, so, you played the game not with a Wii Nunchuk but with the --
A. Well --
Q. -- Wii Classic connected to the Wii, correct?
A. Well, I think you're mischaracterizing. "Playing"
is I tested the game.
Q. Okay. Fine.
A. And the answer is no, none of those elements do anything. But you wouldn't say that you're playing the game. There's a little bit of a different perspective on it because the game is not played with the Classic controller.
Q. Okay. You tested it, then?
A. Right. This chart is showing what I tested, because I tested each of the games.

Page 1318
Q. But you can't play the game Zelda: Twilight Princess with the Wii Classic Controller, can you?
A. As you can see in the chart here, neither of the controls do anything. So, in fact, as this chart is showing, you can't control objects and you can't control viewpoints --
Q. Right.
A. -- with either handle, which means you can't play the game.
Q. So, the reason that the Wii Classic Controller
can't control objects and navigate viewpoints is it's not compatible with this game at all, is it?
A. Correct.
Q. Okay. So, you could list 50 controllers that aren't compatible with this game and say the same thing about it, couldn't you?
A. Well, I don't think there are 50 controllers. And, again, I'm looking at the very specific set of games in Dr. Howe's report. It's a rebuttal report. So, I'm allowed to look at the games he suggested and go through them and test them, and this is my test results. So, in fact, I have to test them all; and that's the results of the testing.
Q. Well, maybe there aren't 50. But, for example, the Atari controller isn't compatible with any of those

Page 1319
games, is it?
A. Well, but again, sir --
Q. I'm sorry --
A. -- I'm writing a rebuttal --
Q. I'm sorry. Could you answer my question?

The Atari controller is not compatible with
that game, is it?
A. No, it is not.
Q. Okay. And that doesn't tell -- merely saying that
it doesn't control object and viewpoint or object and
viewpoint doesn't really tell you anything about the
Atari controller, does it?
A. It tells you that it does not meet that claim limitation.
Q. Well, it tells you, doesn't it, that it's not even
compatible with the game and never was intended to be
used with that game in the first place? Isn't that true?
A. Yes, and shows you it doesn't meet the claim
limitation for that game.
Q. Isn't that true, sir? Was your answer "yes"?
A. Yes, along with the rest of my answer, which is that it does not operate that game.
Q. I'm sorry, sir. Maybe I'm being unclear in my question. Was your answer "yes"?

Page 1320
A. Well, my answer was if you -- can you please restate the question?
Q. Sure. Since the Atari controller isn't even compatible with the game The Legend of Zelda: Twilight Princess, saying that it doesn't control object and viewpoint doesn't really tell you anything about the capability of the controller, does it?
A. It does tell you that you cannot meet the claim
limitation of claim 19 with that controller.
Q. And that game, correct?
A. Right.
Q. What if it does it with another game?
A. That's a different test.
Q. Are you saying to the jury that it's a fair test to take a controller, to see if it can control objects and viewpoints, and to test that on a game that the controller is not even compatible with?
A. No. You're mischaracterizing my statement in my report.
Q. Well, so, you're not telling the jury that, then, correct?
A. No.
Q. It's true that you can't play Shrek the Third with
the Wii Classic Controller, either, can you?
A. That's correct.

Page 1321
Q. And you can't play Animal Crossing with the Wii Classic Controller, can you? That's a GameCube controller.
A. Again, that's correct.
Q. You can't play Blood Omen II with the Wii Classic

Controller, can you?
A. That's correct.
Q. You can't play Super Mario Galaxy with the Wii

Classic Controller, either, can you?
A. That's correct.

11 Q. Now, you recognize that the left thumbstick on this
controller is capable of controlling objects, isn't it?
A. Right. That's correct.
Q. But isn't the right thumbstick exactly the same as
the left thumbstick?
A. In terms of its internal design --
Q. Yes, sir.
A. -- yes.
Q. So, wouldn't it be capable, therefore, of
controlling objects, too, if the game designer chose to program his or her game that way?
A. If a game designer chose to do that, yes, it could be used for similar functionality.
Q. All right, sir.

MR. CAWLEY: Let's take a look at Slide 217.
Page 1322
BY MR. CAWLEY:
Q. Is this another chart that you showed us?
A. Yes, it is.
Q. And this chart says that it shows the GameCube controller doesn't move objects or navigate viewpoints with Zelda: Twilight Princess, correct?
A. Yes.
Q. Did you, by any chance, review the game manual that
comes with Zelda: Twilight Princess?
A. Yeah, but I don't recollect it at the moment.
Q. Don't worry. I think I have a couple of printouts from that manual.

Let's take a look at the slide. That's the cover of it. Does it look familiar?
A. I've seen it, yeah.
Q. Do you see on the left thumbstick that it says
"Control Stick"? Do you see that?
A. I do see that.
Q. And do you see that it says "walk/run/swim/jump"?
A. Yes. But I also see -- isn't this the GameCube
version of Zelda?
Q. Sir, if I could get you to answer my question.
A. It says --
Q. Is that what it says?
A. Yeah.

Page 1325
Mr. John Pederson, who is the senior director of technical services at Nintendo?
A. No, I was not.
Q. Okay. Did you read his testimony?
A. No.
Q. "No"? Let me make sure you've seen it.

He was asked the question: The Wii Remote controller -- we've heard quite a bit about -- has an accelerometer in it, correct?

He answered: Correct.
And that accelerometer in the Wii Remote provides three separate signals representing acceleration along three different axes; isn't that correct?

He answers: Correct.
And you would agree with me, wouldn't you, that the use of those three outputs is up to the game designer?

You don't disagree with Mr. Pederson, do you?
A. No.
Q. So, you agree with him and Mr. Ikeda that the designer of the game can choose how to use the user inputs and outputs from the controller?
A. Yes. A game designer certainly can choose how they want to use the information that comes from the

Page 1326
controller, sure.
Q. And the outputs from the controller are capable of being used to change a player's point of view?
A. Well, they're capable to be used by the game designer the way he wants; and so, a game designer could do that, yes.
Q. Okay. And could it be capable of being used by the game designer to move objects?
A. Yes.
Q. Okay. Thank you, sir.

THE COURT: Counsel, we're going to go ahead and take a break.

I'll ask you to be back, ladies and gentlemen, at ten of.
(The jury exits the courtroom, 3:33 p.m.)
(Discussion off the record)
THE COURT: All right. We're in recess until ten of.
(Recess, 3:33 p.m. to 3:48 p.m.)
(Open court, all parties present, jury
present.)
THE COURT: Counsel?
MR. CAWLEY: Thank you, your Honor.
BY MR. CAWLEY:
Q. Mr. Dezmelyk, you indicated in your expert report
have the whole idea at the time. It's not like we're looking for the words in the claim.
Q. Well, obviously we're not looking for the word "yes" or "no" or "of" or "thumb" or something. But you agree with me the word "thumbstick" doesn't appear in any of the claims of the asserted patent?
A. Right. It does not.
Q. Okay. Things like "member" appears or "element" or "sensor," right?
A. Right.
Q. And you would also agree with me, wouldn't you, that it's not proper to compare, or to look for and compare, what's disclosed in the claims to the Nintendo products, at least for purposes of this exercise of determining whether or not the disclosure in '96 was adequate?
A. I actually disagree with you there in that the infringement contentions and the testimony put before us show a scope that's asserted.
Q. So, you think that when the jury is trying to decide this issue and trying to decide whether what Mr. Armstrong put in his claims for the '700 patent -whether that's adequately described in the ' 96 application, you think they should look at Nintendo's products to do that?

Page 1336
A. No. That's not what I said.
Q. Okay. Well, thank you, sir.

Let's take a look at some claims, then; and I'd like to now -- instead of comparing the claims to your summary or to pictures, I'd like to go through and compare some of them to what's actually in the '96 disclosure.

Do you have a copy of the ' 700 patent in front of you, sir?
A. Sure. I believe so.
Q. Since I think you started with claim 19, why don't
we start with claim 19. Claim 19 requires a
hand-operated controller, doesn't it?
A. Yes, it does. I think, though, I'd like to ask
kind of a question of you first to clarify it. You've asked me to look at the '700 patent.
Q. Yes, sir.
A. Are you asking me questions related to the description disclosure and specification of that patent or the filed application?
Q. No. I'm sorry. Thank you for the clarification.

No, sir. I am going to ask you some questions about that, but mostly I'm going to be asking you about the disclosure in the ' 96 application.
A. Right. So --
Q. There may be some times when I also want to ask you about the application that was filed for the '700 patent, but I'll try and make that clear when I'm doing that.
A. Thank you.
Q. Okay. So, you have the patent in front of you.

You have claim 19, right?
A. Yes.
Q. Okay. Claim 19 requires, at the very beginning of
it, a hand-operated controller, right?
A. Yes.
Q. Okay. Let's take a look at Slide 6. Some of these pictures are probably becoming pretty darn familiar to us by now; so, I'm not going to take a whole lot of time on them. But you recognize this as claim 3 from the application, don't you?
A. Yes.
Q. And it shows a ball, right?
A. Yep.
Q. And it shows a collet or collar around the ball, right?
A. That's correct.
Q. And can't the user use the ball with his hands?
A. Yes.
Q. And can't the user move the collet with his or her

Page 1338
hands?
A. Yes.

MR. CAWLEY: Now let's go to Slide 7.

## BY MR. CAWLEY:

Q. This slide, which at the top is from the ' 96 application and from the bottom is from the '700 application -- let's start up top.

In the '96 application it says: This invention relates to structuring for sheet supported sensors and associated circuitry in hand-operated graphic image controllers.

Correct?
A. Yes.
Q. And the ' 700 application, that disclosure says:

This invention relates to hand input controllers. Correct?
A. Yes.
Q. Now, claim 19 also requires, a little bit further
on, structure allowing hand inputs rotating a platform
on two mutually perpendicular axes, correct?
A. That's correct.
Q. Now, I notice -- we might just note this, that this
structure specifically says "allowing hand inputs,"
doesn't it?
A. Yes.

Page 1341
Q. And the pictures, just to skip ahead a little, the pictures that you drew for the second element and third element, those red things on your picture -- remember?
A. Yes.
Q. The second and third element don't say anything about the hand, do they?
A. No, they don't.
Q. Okay.
A. Not in the text.
Q. Yes, sir. But let's go back to this part of claim 19 that requires a structure allowing hand inputs rotating a platform on two mutually perpendicular axes. And take a look at Slide 8, which is Figure 28. This is from the '96 disclosure, correct?
A. Right.
Q. And this thing that we've colored blue at the top, that's a flat surface that's designed for someone to grab and hold, correct?
A. That's correct. It's at the top of the handle.
Q. And to rotate it on the pitch and roll axes, correct?
A. Right. You can see the pivots down below in that assembly.
Q. And are those perpendicular axes?
A. Yes, they are.

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## Q. All right, sir.

A little further on, claim 19 requires a controller including tactile feedback means for providing vibration, right?
A. Yes.
Q. If we go to the next slide, which will show us Figure 21 of the application, we've seen this a number of times. You're familiar with it, aren't you?
A. Yes, I am.
Q. And the quote in that figure says: Another preferred embodiment. Such a device has additional benefits including space to place active tactile feedback in a still small handle, et cetera.

Do you see that?
A. Yes, I do.
Q. By the way, if I forgot to mention it -- and I'm trying to move along at a reasonable clip here -- all of these slides have references to the specific page number in the juror notebooks where these things appear, if any of the jurors want to flip to that page for any reason.

The next thing that I want to direct your attention to in claim 19 requires a second element movable on two perpendicular axes.

Let's take a look at Figure 22 from the 1996 application. Do you see that figure?
A. Yes.
Q. Have you studied this?
A. Yes. I'm familiar with that.
Q. Are you familiar with how it works?
A. Yes.
Q. I want to redraw it a little bit so that it will be a little clearer and we can make it actually move. So, let me go to the next slide. This is a 3-D rendering of that drawing. Would you take a minute to look at it? I know we've given you these slides in advance; so, you may have had a chance to look at this.

Does this appear to be a 3-D rendering of
Figure 22?
A. Right. It's animated to show the operation of some of the mechanism.
Q. And you agree that this is how this embodiment would work, at least parts of it, if it was actually built, right?
A. Right.
Q. Now, you see this light purple rod, correct?
A. Yes.
Q. And when that light purple rod moves up and down, the dark purple rocker in the front rocks back and forth, correct?
A. Right.

Page 1342
Q. And when the light purple rod swings from side to side, the dark purple rocker in the back rocks back and forth, right?
A. Right. I can see that.
Q. And these rockers, when they do rock, push down on these domes underneath them, correct?
A. Yes.
Q. And each of these domes activates a unidirectional sensor, correct?
A. Right.
Q. Okay, sir.

If we go to the next slide, this shows Figure
45 from the 1996 application, correct?
A. Yes.
Q. And you're aware, aren't you, that this is a
bi-directional sensor?
A. Right.
Q. So that instead of just going one direction, this thing can rock up or down against that potentiometer that it's engaged with, right?
A. Right. As the Element 336 rocks back and forth, the Gear 754 would rotate 752 ; and the Potentiometer 750 would change its position.
Q. Yes, sir. And, in fact, the ' 96 application that

Mr. Armstrong filed said that you could replace the
unidirectional sensors on Figure 22 with these bi-directional sensors, correct?
A. That's correct.
Q. Okay. Thank you.

The next little bit of claim 19 requires a third element movable on two mutually perpendicular axes; is that right?
A. Yes. That's the next claim element in line, the third element section.
Q. Let's take a look at the next slide. This is
another 3-D rendering of that same Figure 22 from the '96 application, correct?
A. Yes.
Q. Now, what moves these dark purple rockers in the controller?
A. I believe there's a kind of a block that comes down from the plate above it inside.
Q. Okay. So, there's a plate above these, correct?
A. Right.
Q. And there is an engagement point that is connected to that plate above that engages the top of these two rockers. Fair?
A. Right.
Q. And you see these red things are supposed to represent those engagement points, right?

Page 1344
A. Right. They are two parts inside the structure.
Q. And when the light platform moves, this light purple platform moves, the engagement points fixed to the plate above cause the rockers to rock back and forth, correct?
A. Right. We can see it in animation here.

MR. CAWLEY: Let's go to the next slide, 14 -- oh, wait a minute. I skipped something. I'm sorry. Let's stay on this slide and go ahead in the animation.

Are we ready to rock? Okay. Thank you.
BY MR. CAWLEY:
Q. The middle shaft here and the small rod that activates the other two rockers also moves back and forth and side to side along with the bottom platform, correct?
A. That's correct.
Q. Okay. Now let's look at something else that claim

19 requires, a plurality of finger-depressible buttons.
Do you see that?
A. Yes.
Q. Okay. Let's take a look at Slide 15.

Do you recognize this?
A. Yes, I do.
Q. It's from the '96 application, correct?
A. That's correct.
Q. And there are two buttons here, right --
A. That's correct.
Q. -- colored blue?
A. Yes.
Q. And Slide 16, you see that this is also some quotes
from the '96 application?
A. (Pausing.)
Q. Yes, sir?

10 A. Yeah. I'm just taking a second to read it.
11 Q. Sure.
A. I can't read it as fast as you can perhaps.
Q. Well, let's just work through them together. At
the top, on page 39, it says: Also shown here are two buttons, 378, for operation by the user's fingers.
A. Okay.
Q. Right?
A. Yep.
Q. And on page 40 it says: Additionally, auxiliary secondary buttons -- select, fire buttons, special function keys, et cetera -- are readily integrated. See that?
A. Yep. I see that.
Q. And then next on page $48--$ oh, where shall we start -- (reading) sensors within a 6-degree-of-freedom

Page 1346
device such as for my co-pending application and for finger-activated buttons which may be located elsewhere within the device.
A. Right.
Q. See that?
(Reading) Such as on either the handle housing, the base housing, et cetera.

Do you see that?
A. Right. I see that.
Q. Now I want to give you that alert that I talked to you about before. Let's go ahead -- rather than to have to go back and repeat it -- and look at something similar in the ' 700 patent. Do you see that, likewise, the '700 patent says: Also shown here are two buttons, 378, for operation by the user's fingers?
A. Yep.
Q. And from the ' 700 patent: Auxiliary secondary input buttons.

See that?
A. Yes.
Q. And from the '700 patent, a 3-D device such as for my co-pending application, et cetera, and for finger activated buttons, correct?
A. Yes, I see that.
Q. In addition to the plurality -- and just remind us.
"Plurality" means what?
A. Well, a plurality is more than one.
Q. More than one. So --
A. Two is a plurality.
Q. -- disclosure of two buttons satisfies the
disclosure at least as far as a plurality is concerned, correct?
A. It satisfies the disclosure of a button alone. It
doesn't necessarily satisfy the disclosure overall.
Q. Well, my question is about --
A. But in this case it does disclose two buttons, yes.
Q. Okay. And that's a plurality, right?
A. Yes.
Q. Okay. If we go on to claim 19, it next requires a button sensor, correct?
A. Yeah. We're reading backwards up from the bottom -- or we're reading down from "buttons." I understand.
Q. Yep.
A. We've switched applications, but we're now reading down.
Q. Right.
A. I just wanted to make sure I was following.
Q. Yes, sir.
A. Thank you.

## Page 1348

Q. We're reading back claim 19; and we've got to find support for a button sensor in claim 19, right?

So, let's look back now. We're back in the ' 96 application. Does this figure show button sensors?
A. Yes, it does.
Q. All right, sir. They are associated with the dark blue buttons, colored light blue, right?
A. Yes.
Q. These are the buttons (indicating); and these are
the button sensors (indicating), accurate?
A. Yes.
Q. Wouldn't be much point in a button without a button sensor, would there?
A. No.
Q. Okay. Let's now turn our attention to the '700
patent and go over some of the other claims. I think
that has taken us through claim 19. Let's look at
claim 22. Maybe you know it well enough, or if you want to turn to it.

Claim 22 requires a button sensor that outputs data proportionate to depression of one of said buttons, correct?
A. Well, if you could give me a second because --
Q. Yes, sir.
A. That's 19, dependent claim 22, the proportional
button claim. Yeah, I'm familiar with it.
Q. Okay. In the next slide we've got a couple of quotes, one from the ' 96 application and one from the '700 patent. Do you see that?
A. Yes.
Q. And the first one says: The invention can be
constructed with sensors as simple as electrical contacts or more sophisticated proportional and pressure-sensitive variable output sensors, or the like. Isn't that accurate?
A. Yes.
Q. And the '700 application, likewise, it says the same thing, doesn't it?
A. Right. I mean, the text here is obviously
accurate. It's the --
Q. Yes, sir.
A. The text is there.
Q. Let's take a look at Slide 20. This is sort of the same setup. From the ' 96 application, Mr. Armstrong disclosed, did he not, Figure 42 which shows a compound membrane sensor sheet 700 containing a compound sensor 702 which, in essence, is a commonly known simple switched membrane sensor on top of my novel proportional membrane sensor.

Do you see that?
Page 1350
A. Right. I do think it's appropriate to note here that this illustration is -- and this discussion of this proportional sensor invention is a different topic.
Q. Well --
A. It's not.
Q. I understand that's what you say, sir; but my question is -- have you read these disclosures before?
A. Yes, I have.
Q. And you see that the same one is in the '700 as is in the ' 96 ?
A. Yes.
Q. Claim 23 requires, among other things, a rotary potentiometer, correct?
A. That's correct.
Q. And on Slide 21 -- we already saw this picture, I
think, earlier. This is in the '96 application,
correct?
A. Right.
Q. And that is a rotary potentiometer, is it not?
A. That's correct.
Q. And, in fact, we don't have much doubt about it because this line 29 through 30 of page 46 describes it as a rotary encoder or potentiometer, don't they?
A. Right.
Q. And on this slide -- and this now is the ' 700

Page 1351
application itself -- it also describes a rotary encoder or potentiometer, correct?
A. That's correct.
Q. Now going back up to claim 16 for a minute.

Claim 16 requires two sheets on two planes, correct?
A. Yes.
Q. Let's take a look at Figure 29 from the 1996
application. And this has obviously been colored,
since, as you told us, you don't file patent
10 applications in color. So, this has been colored. Is
11 this thing on the top a sheet?
A. Yes. This is --
Q. This part on the bottom is the sheet, correct?
A. Right. And there's kind of a sandwich of sheets in
this particular illustration, the way it's peeled apart at the end.
Q. Okay. And these you understand for purposes of the drawing -- these parts of the sandwich have been opened up so that we can see what they look like; but, in fact, they are meant to be sandwiched together like in the corner over there, correct?
A. Right. They would be assembled and, you know, glued or together into one composite.
Q. Sure. And here (indicating), this is what I'm
going to call a "plus" or "cross-shaped stack" of
Page 1352
sheets, isn't it?
A. Yes.
Q. And this (indicating) here, which sort of looks
like frog lily pads or something -- these are a
circular-shaped stack of sheets that have been opened up
to let us see that they are, in fact, made of different sheets, correct?
A. Right. That's correct.
Q. All right, sir. Claim 16 also requires a button
depressible by a single finger, right?
A. Yes. I don't have the claim language memorized;
but --
Q. I'm sorry.
A. -- yes, I believe so.
Q. Would you like to consult it?
A. No. That's fine.
Q. Okay.
A. You know that pretty well.
Q. Let's go to the next slide. Does this from the

1996 application disclose a button depressible by a single finger?
A. Yes, it does. There's two buttons here. One or
the other could be a button depressible by a single
finger.
Q. Either one of them?

Page 1353
A. Either one.
Q. Could be depressible by a single finger, correct?
A. Yes.
Q. Okay. And the next slide, these are some
quotations -- again both from the ' 96 application and, to save time, from the '700 patent application -- about finger-depressible buttons. And we read from '96 that there are two finger select switches, right?
A. Right.
Q. Is that referring back to those buttons we just saw?
A. I'm not sure that that exact 146 is the same one, but it's a button.
Q. Okay. And the same thing, two finger select switches, was disclosed in the '700 application. Fair? A. Right.
Q. And you see, while we're at it -- although I'll get to this later -- that the two finger select switches are described both in the ' 96 application and in the '700 application as secondary input members?
A. Yes. I see that.
Q. Okay. Now, claim 16 that we're talking about here actually begins with the term a "3-D graphics controller," correct?
A. Correct.

## Page 1354

Q. And in Slide 26 we see that Mr. Armstrong -although in ' 96 he often used the phrase " 6 degrees of freedom," he did talk about "3-D graphic image controllers," correct?
A. Correct.
Q. And, in fact, he described that his invention, his structure enabling the use of this common break-over technology in a 6-degree-of-freedom controller is a highly novel and useful improvement in the field of 3-D graphic image controllers.

> Correct?
A. Right. That's a statement from his application in 1996.
Q. And he said the same thing in the year 2000 in the '700 application; isn't that right?
A. Well, except that he changed " 6 -degree-of-freedom" to "3-D" --
Q. Okay.
A. -- in the line where --
Q. Right.
A. -- it says "in a 3-D controller," "in a

6-degree-of-freedom controller."
Q. But in terms of his talking about 3-D graphic image controllers in both '96 and 2000, those things are in the language we just read, aren't they?

Page 1355
A. Yes.
Q. Okay. Let's take a look at claim 14, if you'd like to look at it or if you just want to take my word for it.

I'm going to ask you: Claim 14 requires six axes of control, correct?
A. Yes.
Q. If we look at the next slide, first from the '96 application, this quote says: Ideally a pair of unidirectional sensors are used to describe each axis, thus 6 pair of unidirectional sensors, 12 individual sensors, can describe 6 degrees of freedom.

Was that in Mr. Armstrong's '96 application?
A. Yes. That's a statement from the application.
Q. Was it in his application for the '700 patent?
A. Yes, it is.
Q. And when I ask you if it is in the ' 700 patent, you
understand that I'm referring to the ' 700 patent specification?
A. Well, yes. I understand that. Just for clarity, the citation there is to the ' 700 patent; but the '700 patent specification from that application from 2000 is printed in the patent.
Q. Okay.
A. So, the same document --

Page 1356
Q. Right.
A. -- appears in both places.
Q. But technically the exercise as it relates to the
'700 patent is in comparing the claims to the
specification. You understand that?
A. Right.
Q. So, the questions I've asked you about what's in
the '700 patent, you understand that I've been showing
you quotations out of the patent specification.
A. Right.
Q. Which should be the same as what's in the
application.
A. Right.
Q. But since the exercise is a comparison of the claim to the specification for purposes of the ' 700 patent, I just want to make sure I haven't created any confusion. You're with me, right?
A. Right. I understand that. I am relying on your representation -- and I believe it's correct -- that the ' 700 patent has the same specification -- these parts of it -- as -- not in the claims but this part of it, the relevant part, as it did in 2000. I believe that's the case.
Q. Okay. We were talking about claim 14 and things that it requires. One of the things that claim 14

Page 1357
requires is a sheet connected to at least eight sensors, correct?
A. Yes.
Q. Okay. Let's go back and take a look at the '96 application and the ' 700 specification. We see here the description that Mr. Armstrong gave back in '96 that Figure 2 shows a side view of a 6-degree-of-freedom two-planar device using one circuit board per plane for support of sensors and electronics with eight sensors located on a plane in the base.

Do you see that, sir?
A. Yes.
Q. And essentially, except for the change of "6-degree-of-freedom" to "3-D," the same thing is disclosed in the '700 specification, correct?
A. Right. Again, we see that "6-degree-of-freedom" has been changed to "3-D." But other than that, the remainder of it is the same sentence.
Q. Okay. Let's take a look at some other parts of the '96 application now. On Slide 29, you see here that this is a discussion of the rotatable collet. Right? A. Yes.
Q. And you described this, I think, as being like a collar around the trackball, correct?
A. That's correct.

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Q. I guess we've also heard it referred to as a
"collet," a "collar," a "cup"; but all the same thing we're talking about, right?
A. Right. Those words all describe that same shape that's the element that's directly around the ball. Q. Okay. And Mr. Armstrong informed readers of his '96 application, didn't he, that the rotatable collet can serve as an additional secondary input member for whatever use may be desired by a software designer or end user. Did you read that, sir?
A. Yes.
Q. And he disclosed the same thing when he got the specification for his '700 patent, didn't he?
A. Yes, he did.
Q. You testified at some length this morning about your opinion about the requirement in the ' 96 application of a single input member movable in 6 degrees of freedom, correct?
A. Yes.
Q. A single input member. Let's take a look at

Slide 30. We've seen this before. We've seen the colored portion before. But do you remember this part of the 1996 application --
A. Yes, I do.
Q. -- where it says that the rotatable collet can

Page 1359
serve as an additional secondary input member? That's
what the language we just read is referring to, isn't it?
A. Right.
Q. And turning on the same issue to the ' 700 patent, same figure, same language, correct?
A. That's correct.
Q. Both of them in which Mr. Armstrong made clear that
the collet can serve as a secondary input member, correct?
A. That's correct.
Q. Let's take a look at some more language from the '96 application on this issue of a single input member. In '96 Mr. Armstrong disclosed to the Patent Office the embodiment shown in Figure 8 is also shown with two thumb select switches and two finger select switches, secondary input members.

Do you see that?
A. Yes, I do.
Q. And do you see that in the ' 700 patent
specification, he tells us that the embodiment shown in Figure 8 is also shown with two thumb select switches and two finger select switches, which he tells us are secondary input members.

Do you see that, sir?

## Page 1360

A. Yes, I do see that.
Q. And if we go to the next slide, you see that in the discussion of the single input members, Mr. Armstrong told the Patent Office in his ' 96 application that the auxiliary secondary input buttons -- select, fire buttons, special function keys, et cetera -- are readily integrated. Do you see that?
A. Yes, I do see that.
Q. And not to read it over again; but he said the same
thing in his '700 specification, didn't he?
A. Yes.
Q. Let's take a look at another section of the application and of the ' 700 patent. Here Mr. Armstrong was talking about how the input member can be operable.

Now, you understand what he's referring to
here as the input member, don't you, the joystick-type controller?
A. I do. But your quotation there, in the clipping of it, I think, is mischaracterizing it.
Q. The clipping of it mischaracterizes it?
A. Yeah. There's more to it -- you need the context around it to understand what that sentence is talking about.
Q. Well, let me ask you what I have up here first.

I'm sure if the context is helpful, your counsel will

Page 1361
ask you about it. But this is sort of my opportunity to focus our attention narrowly on the point that I want to make here.

Doesn't he tell us here that the joystick-type controller may be manipulable or operable in up to 6 degrees of freedom?
A. Yes. But in the context, that doesn't mean what you're implying it means.
Q. Well --
A. What it means is it's comparing --
Q. Don't you understand, sir, that "up to" generally means you can have at least that many but you may have less?
A. In general. But you have to read the sentence before it and the sentence after it, which is the context of the comparison between the joystick handle and the trackball handle. And I think just taking that quote out without the sentences around it makes a suggestion that is really incorrect.
Q. Are you familiar with this quotation from the specification of the '700 patent where Mr. Armstrong informs us that the controllers in preferred embodiments, while not restricted or required to be full 6 degrees of freedom -- do you see that?
A. Yes.

Page 1362
Q. Do you understand that he's telling us there that you can have a controller that's up to 6 degrees of freedom but it's not required to have that many? A. Yes. That's present in the ' 700 specification from 2000.
Q. And let's look at Slide 35. Do you see here in the '96 application where Mr. Armstrong told the Patent Office: This structuring also offers tremendous advantage in many non 6 DOF applications.

Do you see that, sir?
A. Yes, I do.
Q. And do you see that the same language is contained in the specification of the ' 700 patent?
A. Yes, I do.
Q. Now, let's go back to Figure 2 of the patent.

MR. CAWLEY: Or maybe it's on a slide and we just need to pull it up.
BY MR. CAWLEY:
Q. You remember this, don't you?
A. Yes, I do.
Q. And this Figure 2 in the ' 96 application -- this is actually Figure 2 from the patent but that's -- let me do it backwards.

This is Figure 2 from the ' 700 patent, correct?

Page 1363
A. That's correct.
Q. But this same figure is also Figure 2 in the ' 96 application, correct?
A. Yes, it is.
Q. Okay. And you have told the jury that the ' 96
specification does not show multiple input members that together provide 6 degrees of freedom, haven't you?
A. I'm not sure that's an exact quote, and I think
that may be a mischaracterization of what I said.
Q. In what way?
A. Well, I think we went through this in detail, that there is a 6 -degree-of-freedom input element 12 that moves in a full 6 degrees of freedom and that there is a second collet around it that rotates -- that's a second input element -- and that it moves back and forth with the ball. And we had lengthy testimony on that. But I think that that would more accurately characterize my description of that than what you --
Q. Okay. And you haven't talked to any Nintendo
engineers about that?
A. About that?
Q. What you just said --
A. The trackball --
Q. What you just said or this figure.
A. No.

Page 1364
Q. Specifically, have you talked to or met

Mr. Koshiishi?
A. No. I do not know Mr. Koshiishi.
Q. Were you in court when Mr. Koshiishi's deposition
was played?
A. No, I was not.
Q. Have you read Mr. Koshiishi's deposition?
A. No, I have not.
Q. Are you aware that Mr. Koshiishi talked about

Figure 2 of the patent and that the jury heard that testimony?
A. No. I didn't see the testimony; so, I don't know what he talked about.
Q. And you're aware that Mr. Koshiishi, a Nintendo engineer who had this patent figure in front of him, stated that if you remove the cup or collet, that you would no longer have a 6 -degree-of-freedom controller. Are you aware of that?
A. No, I'm not aware of that testimony; but it's incorrect.
Q. And are you aware that Mr. Koshiishi swore under oath in his deposition that if you remove the collet, you would not be able to sense movement on the line or axis and, instead, you would have remaining a
3-degree-of-freedom controller?

Page 1365
A. Well, you're asking me to comment on testimony I haven't seen.
Q. Would you like to see it, sir?
A. If you'd like, if you think it would be helpful.

MR. CAWLEY: May we play that brief clip of the deposition, your Honor?

THE COURT: It's your time.
MR. CAWLEY: Okay.

## BY MR. CAWLEY:

Q. Let's see Mr. Koshiishi's testimony on this subject.
(The following testimony was presented by video.)

Question: Figure 2 of the ' 700 patent depicts a cross-section of a game controller that is described by this patent; is that correct?

Answer: Yes.
Question: Now, in the middle of the figure, there is a circle that has been labeled with the number "12"; is that correct?

Answer: Yes.
Question: What is that?
Answer: It's a ball -- sorry. It's a sphere.

Question: Now, the ball is surrounded by a

## Page 1366

cup-like structure that has been labeled " 16 "; is that correct?

Answer: Yes.
Question: Can you tell from looking at the figure whether the structure of the game controller allows it to sense the linear movement of the cup?

Answer: Yes.
Question: If you moved the cup from the controller depicted in Figure 2, you would not be able to sense movement on three linear axes; is that correct?

Answer: No, you wouldn't.
Question: But if you still had the trackball, you would still have a 3-degree-of-freedom controller because you could still sense rotational movement on three axes; is that correct?

Answer: Yes.
Question: Now, conversely, if you did not remove the cup but you did remove the trackball, then you would still have a 3-degree-of-freedom controller except it would be able to measure linear movement on three axes and not rotational movement on three axes; is that correct?

Answer: Yes.
(Video presentation concluded.)
Mr. Dezmelyk, were you aware of that

MR. CAWLEY: No, your Honor. We understand.
THE COURT: And same with defendants? MR. GUNTHER: Yes, sir.
THE COURT: Okay. Please step forward, sir.
You remember, of course, sir, that you are still under oath.

THE WITNESS: I do.
THE COURT: All right. Go ahead.
MR. CAWLEY: Thank you.
DIRECT EXAMINATION OF ROBERT HOWE
CALLED ON BEHALF OF THE PLAINTIFF
BY MR. CAWLEY:
Q. Professor Howe, why have you returned today?
A. Well, I've been listening to the Nintendo experts in the testimony; and I've come to offer some comments.
Q. And what is your opinion?
A. Well, I'm of the opinion that the ' 700 patent claims we've been discussing are infringed by the Nintendo controllers; and those claims are entitled to the 1996 priority date.
Q. And do you also have an opinion as to whether those claims that have been asserted in this case are supported by the specification of the '700 patent? A. Yes, they are.
Q. Let's talk first about accelerometers. We heard a

## Page 1413

good bit of testimony about that yesterday; and then, of course, we heard about it last week, as well. And you've already given us some explanation of accelerometers; so, I don't want to repeat all that. But did you hear Mr. Dezmelyk yesterday testify about the structure of the accelerometer in the Wii Remote?
A. Yes, I did.
Q. And did you watch him draw a sketch of that?
A. Yes.

MR. CAWLEY: May I approach the --
THE COURT: You may.
MR. CAWLEY: -- easel, your Honor?

## BY MR. CAWLEY:

Q. Does Mr. Dezmelyk's sketch of the accelerometer
show the entire internal structure of the accelerometer?
A. No. It's greatly simplified, of course. The basic operating principles are there; but there's a lot more going on in the real chip, of course.
Q. Could you step down to the easel and explain that to us?
A. Certainly.

THE WITNESS: Your Honor, may I step down? THE COURT: Please.
A. Okay. So, we're recalling Mr. Dezmelyk said there is this mass in the middle; and it's suspended on
springs from the corner. Now, this is simplified, again. The real mass is actually a ring, and the springs have a different shape. But this is basically how the device works.

And on each side here (indicating), there is a capacitor. And the real structure has finger-shaped structures that move away from the central mass. But they function the way this is shown.

Okay. So, as the accelerometer -- I should say as the case of the Wii is moved up and down, we saw from our animation the other day that the mass lags behind a little. So, as the controller goes up, the mass is behind it first, then catches up. And as you go down, the mass is behind, then catches up.
BY MR. CAWLEY:
Q. Let me interrupt you, Professor Howe; but why don't we go ahead and see that animation.
A. Great.

Oh, yeah. Here we go. Okay. So, the hand moves --

THE COURT: Is that chart in the way of the -- can all the jurors see the screen?
A. So, as the controller moves back and forth, the mass stays in place at first; and then the springs apply enough force that it starts to move and catch up.

Page 1415
Now, that displacement is just what these capacitive sensors measure. So, as we go back and forth here, the mass lags behind. It gets closer to this (indicating) capacitor plate, and that gives it -- the change in capacitance is measured. That change in distance causes a change in capacitance that is measured. Likewise, when it goes the other way, the same thing happens.

Now, up and down, once again, the change in distance between this plate here (indicating) and this plate here (indicating) in the mass provides a signal that then can be amplified and sent out of the device. BY MR. CAWLEY:
Q. All right. Can you draw with your red pen the capacitors that are inside the accelerometer?
A. You bet. (Illustrating.) So, here's one; here's another; here's a third; and here's a fourth.
Q. Are these capacitors sensors?
A. Yes, they are.
Q. Are there two different sets of capacitors?
A. Yes. There's one set for the vertical direction, and there's another set for the right/left direction. Q. Okay. Thank you, Dr. Howe. I think you can probably take your seat again.

Professor Howe, you've read Mr. Ikeda's

Page 1416
testimony, have you not?
A. I have.
Q. Do you remember who he was?
A. I'm sorry. What was the question?
Q. Do you remember who he was?
A. Yes. He was an engineer from Nintendo, and he was one of the people who actually developed the Wii
controllers.
Q. And do you remember this testimony that he gave --
A. I do.
Q. -- where he was asked: Isn't it true that one set of capacitors in the accelerometer is used to detect acceleration on the X axis?

And he answered: The X axis can be measured, as well. But at the same time, measurement can take place along the Y and Z axes.

Do you agree with that?
A. Yes, I do.
Q. And then there was a question: Yes, sir. That's my next question. Isn't it true that a different set of capacitors is used to detect acceleration on the Y axis?

And he answered: Yes, different capacitors and probes for the Y axis.

Do you agree with that?
A. I do.

Page 1417
Q. Do you understand that Mr. Ikeda has testified here that there are two -- at least two different sets of capacitors in the accelerometer?
A. Yes. That's right.
Q. And has he testified that they are sensors for different things?
A. That's right.
Q. Let me show you just a little bit more of his testimony.

Question: So, there are capacitors that
sense movement in the X axis, correct?
And he answers: That's correct.
And there are capacitors that sense movement in the Y axis, correct?

And he answers: That's correct.
Do you agree with him?
A. I do.
Q. And do you understand that Mr. Ikeda has told us
here that the capacitors that you've drawn on this
drawing are sensors?
A. Yes. That's right.
Q. Now, do these sensors and the associated structure that -- the proof mass that you told us about, do these meet the third element part of claim 19?
A. Yes, they do.

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Q. Okay. Well, let's go through that just one more time. I'll just hold this up.

MR. CAWLEY: If I may move this easel now, your Honor?

THE COURT: You may.
MR. CAWLEY: I think it is in the way.

## BY MR. CAWLEY:

Q. What does the third element require?
A. Okay. Well, that's about where your hand is; and it says: A third element movable on two mutually perpendicular axes, said third element structured to activate two bi-directional proportional sensors providing outputs at least in part controlling objects and navigating a viewpoint.
Q. Now, how does the structure inside the accelerometer that Mr. Ikeda testified about and that you've told us about satisfy this third element?
A. Well, let's see. We've talked about the mass in the middle there; and that's the third element. And we've seen that because of the springs, it can move on two mutually perpendicular axes. It can move up and down; it can move right and left.

Then it says: The third element is structured to activate two bi-directional proportional sensors.

## Page 1419

Now, those are the capacitors we just talked about. And there are two of them, as Mr. Ikeda said and as I agreed. There is a set that measures up and down, and there is a set that measures left and right. And it goes on to say that these sensors provide outputs at least in part controlling objects and navigating a viewpoint.
Q. Okay. Let's talk about that. Is the output of the accelerometer capable of moving objects and navigating a viewpoint?
A. Yes, it is. And we've seen that, for instance, in the boxing game that Mr. Ikeda demonstrated.
Q. And Mr. Ikeda also testified about what the output of this accelerometer is capable of doing, didn't he?
A. Yes, he did.
Q. He was asked: Could the game designer choose to use the output of the accelerometer to move objects on the screen?

And he answered: Well, just the way you can move Mario, if you had a ball-like character, you could move that ball in the same way.

Question: Could a game designer choose to use the output of the accelerometer to change the player's point of view on the screen?

And he answered: I think so.

|  | Page 1420 |  | Page 1422 |
| :---: | :---: | :---: | :---: |
| 1 | Do you agree with Mr. Ikeda? | 1 | show what's inside that accelerometer. |
| 2 | A. Yes, I do. | 2 | Q. Can you walk us through it? |
| 3 | Q. Now, have you seen pictures of the interior | 3 | A. Sure. Well, again, the key parts here -- the proof |
| 4 | structure of accelerometers? | 4 | mass, as I mentioned and as Mr. Dezmelyk said, as well, |
| 5 | A. Oh, yes, certainly. Many. | 5 | is actually wrapped around this. |
| 6 | Q. And you're familiar with what the internal | 6 | And then here (indicating) you see a bunch of |
| 7 | structure of an accelerometer looks like? | 7 | these parallel lines, and you can see the label here. |
| 8 | A. Yes. | 8 | It says "Y capacitors." So, these are the ones that |
| 9 | Q. Have you seen a picture of the internal structure | 9 | sense motion, actually in this direction (indicating). |
| 10 | of the accelerometer in the Nintendo Wii Remote? | 10 | Over here (indicating) we see something |
| 11 | A. Yes, I have. | 11 | labeled "X capacitors"; and, again, those sense motion |
| 12 | Q. And does that picture accurately depict the | 12 | in this direction (indicating). |
| 13 | internal structure of that accelerometer? | 13 | So, we have two sets of capacitors shown as |
| 14 | A. Yes. As far as I know, it does. | 14 | structures within this device. |
| 15 | MR. CAWLEY: Your Honor, at this time we'd | 15 | Q. So, is this actually a picture of the two separate |
| 16 | offer that picture. | 16 | capacitors in the Wii Remote accelerometer? |
| 17 | MR. PRESTA: Objection, your Honor. That's | 17 | A. That's correct. |
| 18 | the hearsay document that we spoke about before. That's | 18 | Q. And are they sensors? |
| 19 | not a proper predicate. Mr. Howe has previously | 19 | A. Yes, they are. |
| 20 | testified that he doesn't know the company that made the | 20 | Q. And do they satisfy the elements that you just |
| 21 | report or where it came from and he did no verification | 21 | described to us of this third element claim in the '700 |
| 22 | whatsoever regarding the report. | 22 | patent? |
| 23 | MR. CAWLEY: It's classic -- | 23 | A. Yes. They match the description given in the |
| 24 | THE COURT: Is this the type of information | 24 | claim. |
| 25 | he relies upon? | 25 | Q. Thank you. |
|  | Page 1421 |  | Page 1423 |
| 1 | BY MR. CAWLEY: | 1 | Professor Howe, do you consider the Wii |
| 2 | Q. Is this the type of information that you, as an | 2 | Nunchuk, when it's connected to the Wii Remote, as a |
| 3 | expert, would typically rely on in this case? | 3 | hand-operated controller? |
| 4 | A. Yes. And Mr. Dezmelyk cited it, as well. | 4 | A. Yes, certainly. |
| 5 | THE COURT: Under exception 18 of the hearsay | 5 | Q. And why is that? |
| 6 | rule, I'll allow him to display it and discuss it in | 6 | A. Well, you can't use the Wii Nunchuk by itself. You |
| 7 | front of the jury. The photo itself is not an exhibit. | 7 | have to use it in combination with the Wii Remote. |
| 8 | It may be discussed -- | 8 | Q. And why does that make a difference? |
| 9 | MR. CAWLEY: Thank you, your Honor. | 9 | A. Well, since you can't use it by itself, it's really |
| 10 | THE COURT: -- and shown to them. | 10 | one device when you hook them up. |
| 11 | MR. PRESTA: Thank you. | 11 | Q. And have you reviewed the testimony of anyone from |
| 12 | THE COURT: And there are cases allowing | 12 | Nintendo in coming to this conclusion? |
| 13 | videos, photos in addition to text in such a situation. | 13 | A. Yes, a number of the engineers there. |
| 14 | BY MR. CAWLEY: | 14 | Q. Did you consider the testimony of Mr. Takeda? |
| 15 | Q. All right. Can you show us that picture? | 15 | A. Yes. |
| 16 | A. Yep. There it is. | 16 | Q. And what did he say about that? |
| 17 | Q. Do you have a laser pointer? | 17 | A. Well, he said exactly that point, that the Wii |
| 18 | MR. CAWLEY: Or can we find one? | 18 | Remote -- I'm sorry -- the Wii Nunchuk is really an |
| 19 | A. I do not. I would appreciate it. | 19 | extension of; it is really part of the Wii Remote and |
| 20 | MR. CAWLEY: May I approach, your Honor? | 20 | they make one controller when used together. |
| 21 | THE COURT: You may. | 21 | Q. Is this a deposition of Mr. Takeda that you |
| 22 | BY MR. CAWLEY: | 22 | considered in arriving at your opinion? |
| 23 | Q. Professor Howe, what is this? | 23 | A. Yes, it is. |
| 24 | A. Well, this is sort of an extreme close-up taken | 24 | Shall I read it? |
| 25 | with a special microscope, an electron microscope, to | 25 | Q. Sure. Go ahead. |
|  |  |  | 9 (Pages 1420 to 1423) |
| $\begin{array}{r} \text { Christina L. Bickham, } \\ 409 / 654-2891 \end{array}$ |  |  |  |
|  |  |  |  |

A. Okay. So, the question: Mr. Takeda, in front of you are two objects that have been labeled 295 and 296. What is Exhibit 295?

Answer: We call it the "Wii Remote controller"; so, it's the controller for the Wii video game.

Question: And what's Exhibit 296?
Answer: Well, this is part of the Wii Remote control. Exhibit 295, one holds in the right hand. Exhibit 296 is the Wii extension which is plugged in here --

The Interpreter: And the witness pointed to plugging into the Wii Remote.

It goes on and the answer continues: -- and is held in the left hand. So, it's an extension of the controller for the Wii.

Question: Now, to use the Nunchuk, you have to plug it into the Wii Remote, correct?

Answer: Yes, the Nunchuk does not exist as a stand-alone product. The Nunchuk depends on the Wii Remote. It operates when attached to the Wii Remote. Q. So, what do you think is the significance of that testimony?
A. Well, I think it makes it clear that the Nunchuk and the Remote together constitute one controller. The

Page 1425
Nunchuk by itself is not a controller.
MR. CAWLEY: May I approach, your Honor?
THE COURT: You may.

## BY MR. CAWLEY:

Q. Professor Howe, is what I've just handed you the

Wii Remote connected to a Nunchuk?
A. That's right. This is the Remote (indicating),
this is the Nunchuk (indicating).
Q. Does it matter to your opinion that this is one controller that you need two hands to hold it?
A. No, certainly not. Most of the controllers that we've seen use two hands so -- for instance, the Nintendo GameCube uses two hands. The Sony DualShock uses two hands; Microsoft Xbox; going back to older controllers, the Atari. So, two-handed operation is typical for video game controllers nowadays.
Q. Have you, Professor Howe, in the course of your
work in this case -- have you studied the 1996
application?
A. Certainly, yes.
Q. And have you studied the asserted claims of the '700 patent?
A. I have.
Q. Have you come to any opinions regarding the priority date of the asserted claims?

## 5

1
2
3

11 Q. Have you come to any opinions regarding the
MR. PRESTA: Objection, your Honor. This is going outside the scope of his expert report, as we spoke about earlier, when he was going to testify on this issue. In particular, claim 19.

MR. CAWLEY: Well, I can refer your Honor to the sections of his report where he offers this opinion.

MR. PRESTA: There is no opinion.
THE COURT: Since it is in rebuttal, I'll
overrule it.
BY MR. CAWLEY: priority date of the asserted claims?
A. Yes, I have.
Q. What are your opinions?
A. My opinion is that the asserted claims are
supported by and deserve the priority date of the 1996 application.
Q. How did you come to that conclusion?
A. Well, it's important to compare the claims, the claim limitations, the terms in the claim to the original application and make sure that they're there, they're supported, and also to look at the disclosure, the figures and words in the beginning of the actual '700 patent and make sure that the claims are supported there, as well.

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Q. And when you were studying the disclosure in 1996, from what perspective did you read it?
A. Right. Well, you have to analyze this in terms of one skilled in the art.
Q. What do you mean by that?
A. Well, my understanding -- it's a legal term. My understanding is that what matters is not what somebody off the street might think; you have to look at this through the eyes of someone who understands this material, who works in the field, and who would be able to apply the teachings in the patent.
Q. How do you know if someone is skilled in the art or not?
A. Well, in general that's a complicated question; and, of course, it varies from patent to patent. Now, fortunately, Judge Clark here has given us a definition of someone skilled in the art.
Q. Do you have that definition with you?
A. I do.

Okay. So, it reads: The court finds that one of ordinary skill in the art is someone with an equivalent of a four-year degree from an accredited institution, usually denoted in this country as a BS degree, in mechanical or electrical engineering and at least three years experience in designing, developing,

Page 1428
or improving electronic systems that include sensors and/or controllers for computers, robotics, video games or other electronic devices. He or she should have some familiarity with pressure-sensitive variable conductance material. Extensive experience and technical training might substitute for educational requirements while advanced degrees might substitute for some experience.

So, basically this says you need to be somebody with some engineering background who works in this area in order to be someone of skill in the art.
Q. And did you follow the court's instruction in
reading and then arriving at opinions on the '96
disclosure from the perspective of someone like you just described?
A. Yes.
Q. Now, yesterday you were here for the testimony of

Mr. Dezmelyk, right?
A. Yes, I was.
Q. And based on what you heard and saw during his testimony and the teachings of the 1996 application, are all of the claim requirements found in the '96 application?
A. Yes, they are.
Q. What is disclosed in the '96 application?
A. Well, lots of things. It includes many different

Page 1429
ideas. We've heard the word "warehouse patent" and I think that may have been a bit overused, but I think that's not a bad description. So, in addition, we've heard a lot about a one input member controller moving in 6 degrees of freedom; and that's certainly there. Certainly, Mr. Armstrong thought that was an important idea. But he talks about a lot of other ideas, as well.

So, for instance, he talks about how to use flexible circuit sheets in order to make the manufacturing of these devices less expensive and more reliable.

He talks about these interesting little rocker devices and how they can be configured to either activate unidirectional sensors or bi-directional sensors. There are a lot of different ideas in there; and I think that's shown, for instance -- so far we've been looking at roughly five or six figures that we've shown you again and again; whereas, the actual application, I believe, has 50 figures. So, there are many different ideas present in that patent application. Q. Let me make sure we understand what you just said, Professor Howe. You've agreed with Mr. Dezmelyk -- I think I just heard you say -- that the '96 application does disclose a single member control with 6 degrees of freedom. Is that correct?

Page 1430
1 A. Yes. Certainly, Mr. Armstrong thought that was one
2 good idea.
3 Q. But is that all it discloses?
4 A. No. Again, there are pressure-sensitive buttons.
5 There are different ways of configuring simple sensors
6 to allow complicated control. There's a lot going on in
7 that patent.
8 Q. And has Mr. Dezmelyk yesterday told us that we should simply disregard everything except the single member of control in 6 degrees of freedom?
A. Well, I believe that was his, you know, big message, if you will. But I believe he also pointed out that there are a lot of different ideas there.
Q. Okay. Well, let's take a look at what he told us.

Here's some testimony from Mr. Dezmelyk from yesterday. There was a question -- and I won't read it all; but I'll just start here, that second paragraph: Now, when you began your testimony about that subject, you went through the ' 96 application; and you testified -- and I'm not trying to put words in your mouth here, but maybe we can work together to get whatever words you're comfortable with. You testified that in your reading the '96 application, you believed that the inventions or ideas that Mr. Armstrong disclosed was a single input member that could control

## Page 1431

degrees of freedom. Is that accurate?
And the answer was: Well, I think it's important that we have a very clear sort of definition of what that is because, first off, there is a number of things described in that application. Some of them are not relevant to this litigation.

And the next question: Okay. And you said that this morning.

And then he went on: There are also a lot of descriptions of the particular details of the idea, like some sheet connections, some ways of mounting proportional buttons, and so forth. Not all of those are necessarily related to this, either. So, I don't want to appear that I'm characterizing his invention in some kind of very simple, narrow-minded way. I'm saying that relative to the claims we're talking about here, there are certain key aspects of that invention. The scope of the invention -- it would be inappropriate to try and look at every idea that was in the whole application. We could be here for days.

Now, Professor Howe, we've already been here for days.
A. Yes, we have.
Q. But I'm sure we would all agree it would be not a good idea to be here for days more. So, give us a
shortcut. Do you agree that it's inappropriate to look at every idea in the application?
A. Well, in analyzing these questions of validity and support, yes, you do have to take the whole patent into account. You can't just focus on one of the good ideas in there and say that's the only thing in the patent. I agree with this statement from Mr. Dezmelyk. There are a lot of ideas in there, and we need to consider the whole patent in addressing this question of validity and priority date.
Q. So, from reading the whole specification and the whole disclosure in 1996, do you have an opinion as to whether Brad Armstrong only taught using the technology disclosed in the '96 application with a single input member with 6 degrees of freedom?
A. No, I don't. He talks about many ideas, and there's nothing in there that limits it to that one idea. Certainly that was an important idea in there, but there are other ideas -- and I think we've seen a number of those examples -- where it's clear the scope is larger than just that one single idea.
Q. Okay. And just -- since all of this is being written down, I sometimes, I guess, get a little paranoid about how it's going to look. I think that the long convoluted question that I just asked you was

Page 1433
whether you had an opinion; and you started off your answer "No, I don't." So --
A. Okay.
Q. You have an opinion about that?
A. I do have an opinion.
Q. And that's the opinion you've just told us?
A. That's right, that the material in the patent is
broader than a single input 6-degree-of-freedom device; and this supports the claims, as we've been discussing them, from the '700 patent.
Q. Now, you heard Mr. Dezmelyk yesterday say that the
application in '96 was limited to single input members
operating in 6 degrees of freedom, correct?
A. Yes. He said that.
Q. And you've just told us you disagree with that; is that right?
A. That's right. I do.
Q. All right. Let's look at a few figures. And as
you've correctly told us, we've seen most of these before. So, I don't want to spend a lot of time on them; but I do want to be clear here about your opinion. Let's look at Figure 20.

This is the exploded drawing. Tell us again what's shown here.
A. Sure. Well, up at the top -- let me point, if I
can -- (indicating) is the handle that the user would grab. You see there are a couple of little buttons here (indicating).

Then underneath is this set of rockers (indicating) and the carriage and the sensors mounted on the circuit sheet and so on.
Q. So, is it true that in his application, one of the things that Mr. Armstrong discussed in connection with this figure was the possibility and even some advantages of a controller with a single input member that operated in 6 degrees of freedom?
A. Yes, that's right.
Q. But is that all he discussed?
A. No, not at all.

So, again, there are some useful ideas about clever ways of configuring input elements so that they can activate a number of different kinds of sensors in clever ways. There are extra buttons here. So, there are extra input elements here, as well.
Q. Would one of skill in the art reading this application in 1996 and looking in this Figure 20 say to themselves, "Oh, this patent teaches the use of a single input member controlling 6 degrees of freedom"?
A. Well, that's one of the things it teaches; but they would also see a lot of other interesting and useful

## Page 1435

teachings concerning other parts of this device.
Q. And, Professor Howe, is it your understanding that the scope of what was disclosed in 1999 is limited by any one of the 50 drawings in the ' 98 -- excuse me -the ' 96 disclosure?
A. No. No one drawing specifies the scope of the entire patent.
Q. In fact, are you familiar with figures or
statements in the '96 application that show that Mr. Armstrong's technology was not limited to a single input member operable in 6 DOF ?
A. Yes.
Q. Can you show us one?
A. Sure.

So, here are a couple of quotes. The first one is from the ' 96 application, page 13; and it says: The input member of the joystick-type controller may be manipulable or operable in up to 6 degrees of freedom.
Q. And what do you understand that to mean as relates
to this issue?
A. Sure. Well, "up to 6 degrees of freedom" means it could be less than 6 degrees of freedom or it could be 6 degrees of freedom. It's pretty clear.
Q. Okay. And while we're at it, just so I won't have to come back to it, is similar language included in the

Page 1436
' 700 patent quoted here below?
A. Yes, it is. So, here from the ' 700 patent on page 2, we have: Hand-operated controllers, providing up to 6 degrees of freedom.

So, the same language, "up to 6 degrees of freedom"; so, it could be less. Certainly that was contemplated both in the ' 96 application and in the final '700 patent.
Q. Okay. Well, if the '96 application disclosed members that move in less than 6 degrees of freedom, what does that say to you about Nintendo's claim that that's all Mr. Armstrong disclosed was members that move in 6 degrees of freedom?
A. Well, it's not correct. They're trying to narrow it down to something that is much broader in the actual patent and application.
Q. Anything else you can show us from the application that shows that something other than a single controller in 6 degrees of freedom was disclosed?
A. Certainly. Can I have the next slide?
Q. Let's take a look at the next slide.

What are we looking at here?
A. Okay. So, this -- the top quote is from the '96 application on page 48. It says: This structuring also offers tremendous advantage in many

Page 1437
non-6-degree-of-freedom applications.
So, there he's telling us that the way of putting this particular bit together is also useful in situations where there aren't 6 degrees of freedom. Again, the scope is larger than just that single input 6-degree-of-freedom idea.

And the lower quote is from the actual '700 patent, column 29; and it says: This structuring also offers tremendous advantage in many
non-3-degree-of-freedom applications. So, same thing. Here it says you don't have to have 3 degrees of freedom in order to -- or 3-D -- I'm sorry -- you don't have to have 3-D in order to take advantage of the ideas here. Q. And is there disclosure in the '96 application that discloses not just a single input member but multiple input members?
A. Yes, certainly.
Q. Can you show us that?
A. Sure.

Well, this is from the '96 application. You can find it on page 61. It's Figure 9. And it shows this idea again of a trackball and a surrounding collar and then a number of buttons for a wireless remote controller.

So, this is a way of combining a couple of

Page 1438
the elements we've seen before, the idea of a trackball, the idea of this collar you can move with your fingers, and then a number of buttons as well. So, there are a lot of different input modes here.
Q. Do you remember yesterday when Mr. Dezmelyk testified about the early Nintendo controller?
A. Yes.
Q. I think it's still in front of you there. Is it not?
A. No. These are -- oh, no. It is, yes. Here it is.
Q. Could you hold that up for the jury?
A. Sure, yep (complying).
Q. Do you remember that Mr. Dezmelyk testified that the cross-shaped, or what we've heard called as the "directional pad," and every one of the buttons on that controller are separate input members?
A. That's right. The way you use this thing is you'd hold it in two hands, and you could use your thumbs to hit the buttons and the cross pad or D-pad.
Q. So, if Mr. Dezmelyk says that in the Nintendo controller every one of those buttons is a separate input member, is there any reason why, in Figure 9 disclosed by Mr. Armstrong in 1996, his buttons aren't also separate input members?
A. No. They certainly seem to be input members to me.

## Page 1439

Q. Let's take a look at the next slide. Tell us what we see here from the ' 96 application on top and the ' 700 patent below.
A. Okay. So, the top quote again is from the '96 application on page 28; and it talks in here about two finger select switches which are secondary input members.

So, again, this is clearly labelling them as input elements.
Q. Okay. And the next slide?
A. I should add, down below on that --
Q. Sorry.
A. -- last slide, we also have the same words from the
'700 patent in Column 14.
Q. Thank you.

If we could go to the next slide, then, what
do we -- I don't want to spend a lot of time on these, but what do we see here?
A. The words here from the '96 application, page 40, are: Auxiliary secondary input buttons.

So, again more inputs.
And below are the same words which add: Are readily integrated into the controller from the '700 patent, column 23.
Q. Okay. And the next slide?

| Page 1440 | Page 1442 |
| :---: | :---: |
| A. Okay. So, from the '96 application, page 58, here | 1 the trackball piece and the collet or collar piece, |
| we see Figure 6, a figure we're all familiar with by | 2 could be separated. For instance, they could be moved |
| now. And this describes two input elements. The text | 3 to different parts of the controller. They each could |
| here from the '96 application, page 27, it says: The | 4 provide fewer than 6 degrees of freedom, and this means |
| Trackball 12 input member -- so, that's the round thing | 5 you would be able to use them as separate input |
| in the center, of course. | 6 elements. |
| And then down below: The rotatable collet | 7 Q. Yeah. I was mistaken. This is actually the figure |
| can serve as an additional secondary input member. | 8 that Mr. Koshiishi was testifying about, correct? |
| And that's the thing that's colored yellow | 9 A. Okay. Yes. It's a different view of the same |
| 10 there, Number 16 in the figure. | 10 embodiment, the same example from the patent. |
| 11 Q. All right, sir. And while we're on this figure -- | 11 Q. Okay. And why is his testimony about this |
| 12 and It think we are done with showing these slides | 12 important? |
| 13 related to secondary input member as opposed to single | 13 A. Well, again, this is a Nintendo engineer; so, |
| 14 input member. | 14 someone who is skilled in the art. He has, you know, |
| 15 But I notice here some language just outside | 15 made his living -- he's been paid for designing video |
| 16 the highlighting, starting with the sentence: Further, | 16 games, and he has said that this constitutes two input |
| 17 the Trackball 12 input member may be interpretable on | 17 elements that could be used in a less than |
| all six axes. | 18 6-degree-of-freedom context. |
| 19 Do you see that? | 19 Q. So, how does that affect your opinion? |
| 20 A. I do. | 20 A. Well, it confirms what I said earlier, that we |
| 21 Q. As one of skill in the art reading this, what have | 21 aren't limited here by the disclosure in the '96 |
| you understood that the word "may" here implies? | application or the '700 patent to single input |
| 23 A. Well, when he says "may be interpretable on all six | 23 6-degree-of-freedom devices. It's broader than that. |
| axes," he's saying you could interpret or sense the | 24 THE COURT: All right. Counsel, we're going |
| 25 motion on all 6 degrees of freedom there; but you don't | 25 to go ahead and take a break. |
| Page 1441 | Page 1443 |
| have to. He didn't say "is" interpretable on all six | Ladies and gentlemen, I'll ask you to be back |
| axes; he says "may be." | at 10:00. |
| So, again, it's the idea that you can use | (The jury exits the courtroom, 9:44 a.m.) |
| these ideas in a number of different ways. One of them | THE COURT: Last night when we were |
| is this full six axes, 6-degree-of-freedom sentencing; | 5 discussing the jury charge, the one open -- I guess |
| but there are other good ideas, different ways to use | there were two open things, but one of them was the |
| this, as well. | burden of proof issue on the priority date. I had |
| Q. Now, you've reviewed the testimony of Mr. Koshiishi | drafted the -- the draft that I gave you was based on |
| from Nintendo in Japan, haven't you? | the Chiron case. Any more discussion on that? |
| 10 A. Yes, I have. | MR. BOVENKAMP: Your Honor, we took a hard |
| 11 Q. And you were here yesterday when I played about a | 11 look at that and tried to figure out whether we were |
| 12 four-minute video clip of his testimony again for the | 12 able to come to an agreement with defendant's proposed |
| 13 jury during Mr. Dezmelyk's testimony, weren't you? | 13 construction on that issue; and we believe that |
| A. Yes. | 14 your Honor's instruction as is is still the most |
| Q. And you remember that Mr. Koshiishi is an engineer | 15 appropriate way to proceed. |
| 16 for Nintendo and was involved in the development of the | 16 THE COURT: Well, I mean, I'll accept a |
| 17 Nintendo GameCube controller? | 17 better way from either side if there is one. I mean, I |
| 18 A. That sounds right, yes. | 18 obviously don't want to give an instruction that winds |
| 19 Q. And did he interpret some figures from the '96 | 19 up killing your case should you win; and I don't want to |
| 20 application? | 20 give you an instruction that kills your case should you |
| A. Yes. I think that last figure we were looking at. | win. So, have you come up with anything at all that |
| MR. CAWLEY: Let's put that up again, please. | 22 would help us out? |
| 23 BY MR. CAWLEY: | 23 MR. FARIS: Your Honor, the Power Oasis case |
| 24 Q. Why was his testimony important? | 24 does, at this point, seem to be the case. This is |
| 25 A. Well, we heard him say that the two elements there, | 25 the -- we've been looking for any other case which |

14 (Pages 1440 to 1443)
addresses this specific issue and have not been able to find one.

THE COURT: All right. Do you have a pinpoint cite on the pages that I should be looking at?

What about just the citation to the case itself if you don't know the --

MR. FARIS: It's a slip opinion, the one that I have, your Honor.

THE COURT: Do you have that somewhere, Betty, the Power Oasis? We had it somewhere in this pile of stuff.

MR. FARIS: And, I'm sorry. I don't have a hard copy to hand up.

THE COURT: All right. Well, we're going to go ahead and -- everyone needs a break; so, we'll be in recess, then, until ten of. If you find the pinpoint or whatever that would be helpful on that, if you'll let myself or Ms. Chen have it, that would be appreciated.

MR. FARIS: Yes, your Honor. On the slip opinion, it begins on page 6 .

THE COURT: Okay.
MR. GUNTHER: Your Honor, was there a second issue you were about to raise? Was it --

THE COURT: Well, if we raise it, we're not going to get a break; so, we can deal with it when the

Page 1445
jury comes back.
MR. GUNTHER: Let's take a break.
(Recess, 9:48 a.m. to 10:00 a.m.)
(Open court, all parties present, jury not
present.)
THE COURT: We had talked about motions for JMOL each way. It would be my preference to go ahead and finish up the evidence. We're going to be having a long break where we're going to be talking about the jury charge and so forth. I would prefer to handle the JMOLs of plaintiff and the renewal by defendant at that time as though they were all timely filed at the precise time they would have been if we had gone ahead and taken breaks and made the jury sit around waiting for us.

Any objection from plaintiff?
MR. CAWLEY: No objection, your Honor.
THE COURT: From defendant?
MR. GUNTHER: No, your Honor.
THE COURT: Okay. Bring in the jury, please.
(The jury enters the courtroom, 10:00 a.m.)
THE COURT: All right, Mr. Cawley.

## BY MR. CAWLEY:

Q. Mr. Howe, I just have a couple other topics I want to cover with you; and they are short. But before I go on to the next one, let me just conclude the subject



that we were just talking about.
You've just shown us some of the drawings from the application, correct?
A. That's right.
Q. And you've shown us some of the words or text that
was in the ' 96 application, right?
A. That's right.
Q. And you've been talking about this whole question
raised by Nintendo of whether that application is
limited to controllers with a single input member
operable in 6 DOF, and I want to ask you: What is your conclusion about that?
A. Well, the patent is simply not limited to single input 6-degree-of-freedom controllers; and the claims which do not concern those are -- find support in both the 1996 application and the ' 700 patent.
Q. Is the disclosure in the ' 96 application limited to a single input member movable in 6 DOF?
A. No, it's not.
Q. Does it include that?
A. Certainly. That's one of the ideas in there, yeah.
Q. But why is it not limited to that?
A. Well, there's nothing in the text which says that's the only possibility here; and there are other ideas which are clearly stated. We saw some of those

Page 1447
examples.
Q. Okay. Now, let me move from -- move our focus from the '96 disclosure to the specification or the drawings and written description in the actual ' 700 patent itself. Have you reviewed those?
A. Of course.
Q. And have you compared them to the claims that are asserted in this case?
A. Yes, I have.
Q. Do you have an opinion as to whether the asserted claims are supported by the specification of the '700 patent?
A. Yes, I do. The asserted claims are supported by the '700 patent specification.
Q. All right. Now let me ask you about the last subject. Yesterday you heard Mr. Dezmelyk testify about the Wii Classic Controller and what it could do, didn't you?
A. Yes, I did.
Q. Let's look at a piece of testimony in particular. Yesterday Mr. Dezmelyk was asked this question: Are you aware of any games where both of the joysticks are operable on the Wii Classic Controller?

And he answered: No.
And then he was asked: Have you read -- did
you investigate at all to see, in fact, whether there were games that the Wii Classic Controller could be used, for example, to play GameCube games to require actually two joysticks?

He answered: Right. I have read that it cannot be done. I certainly have not tried every game in the world. I only tried the games that were in this case.

Question: Okay. And you said you read and heard -- and read it could not be done, did I hear?

And he answered: Right. My understanding is that it cannot be done.

Now, Professor Howe, were you in the courtroom yesterday when Mr. Dezmelyk told this jury that the Wii Classic Controller could not be used to play a game using both of the joysticks?
A. I was.
Q. Is that true, sir?
A. No. I was very surprised to hear him say that.
Q. Can you demonstrate to us that it's not true?
A. Certainly.

MR. CAWLEY: Your Honor, may the witness step down?

THE COURT: He may.
THE WITNESS: Your Honor, would it be okay if
Page 1449
I speak loudly and don't use the microphone? I don't quite have three hands.

THE COURT: Yes.
THE WITNESS: Thank you.
A. Okay. So, here we have the Wii Remote and the Wii Classic Controller plugged into it and here we have a game and --
BY MR. CAWLEY:
Q. What's the name of the game?
A. Let's see. This is Bash Brothers Brawl, I believe.

But we're not going to see any actual fighting here.
We've set it up at a point where I can move characters around and change viewpoints as required by claim 19 without getting into any of the real fisticuffs here.

So, let's see. Let me start the game. We're in pause mode right now, and it's not listening to me. Hello?

Okay. So, let me start it up here (demonstrating). So, I'm the character on the right. I believe that's Princess Peach, but don't quote me on that one. And I have the two thumbsticks here, and let me show you what I can do.

So, for instance, we'll take the left thumbstick. I move left, and she skips to the left. I move right, and she skips to the right. So, clearly I'm

Page 1450
controlling her motion with that one.
Now if I push up, she jumps. And when I push down, she crouches down.

So, again, we have a down direction as well as a right and left direction. I'm controlling the character.

Now, the right side -- whoops. I hate it when that happens.

Okay. Let's get her back up again. Let's not run into any of these catastrophic things.

Okay. Now, on this one, if I move to the right, she swings to the right. If I move the left joystick to the left, she swings to the left.

If I raise it, she twirls around and jumps up. I push the joystick down, and she crouches down and twirls. So, again, all of the directions on the right thumbstick, I'm controlling the character. So, both thumbsticks are able to do this.

Now let's put it in pause mode. Okay? And I caught her in mid stride. Let's find her in a slightly better position. Is that better? I don't know.

Okay. Now, on pause mode I can now control the viewpoint. So, for instance, I take the right joystick. I move to the right, and you can see the camera slides right and left. I move up and down, and

## Page 1451

that right joystick moves the camera up and down.
I go to the left thumbstick, and I can now rotate the viewpoint and -- by moving it right and left. And if I move it up and down, I'm changing the viewpoint and rotating it around like so.

So, both thumbsticks are able to control -in all the directions they move, they are able to control the character; and they are also able to change the viewpoint, move the camera around. So, this matches the requirements in claim 19 for those second and third elements to do that.
Q. Thank you. If you'll take the stand again, sir.

So, have you just demonstrated to us, Professor Howe, that contrary to what this Mr. Dezmelyk told us, that the -- on the Wii Classic Controller, both the left and the right joysticks are capable of moving objects on the screen?
A. Yes. That's right.
Q. And have you also demonstrated to us that on that controller, both the left and the right joysticks are capable of moving the point of view on the screen? A. Yes. That's right.

MR. CAWLEY: Thank you, your Honor. I pass the witness.

THE COURT: Go ahead, counsel.
Q. Now I'd like you -- and I'd like you to -- you have the jury notebook. I'd like you to actually refer to the jury notebook and point the jury and myself to the location where you believe those claims are supported in the 1996 application.
A. Sure. Well, let's see. There are a number of figures which show many input elements. There are -for instance, the Remote controller with the trackball element with the --
Q. Excuse me.
A. -- collar --
Q. Excuse me, Professor Howe.

MR. CAWLEY: Your Honor, I'm sorry. May the witness finish his answer?
BY MR. PRESTA:
Q. I was just going to ask if you -- along with your
answer, when you talk about a figure, if you would tell
us what figure you're pointing to in the jury notebook so we could follow along, professor.
A. Sure. It will take a second. Forgive me for the delay, but let me find that for you.

Okay. Figure 9, for instance --
Q. Okay. Just one second. And I'm not going to interrupt your answer. I just want to make sure that the jury can get there. There's actually page numbers

Page 1469
on the bottom right-hand page of that book.
A. 61 .
Q. Now, that is --

MR. PRESTA: And perhaps we could pull that up, please.
BY MR. PRESTA:
Q. Is that the one you're referring to?
A. Yes.
Q. Okay. Now --
A. May I finish my answer?
Q. I'm sorry. Yes, please do.
A. Good.

Okay. So, here we see the trackball. We've heard testimony from Nintendo engineers saying that could be a 3- or 6-degree-of-freedom input element. We have the collar surrounding. We've seen that could be a three- or six-input element. Then we've also got a bunch of buttons. So, we also have seen, for instance, in Figure 20 -- so, if you flip forward another 11 pages, 72 --
Q. Okay. Hold on a minute.
A. Sure.
Q. If you don't mind, I would like to deal with these one at a time.
A. Sure.
Q. Are you done with Figure 9? Are you going to --
A. Yeah. We can move on.
Q. Okay. Well, I'd like to ask you some questions about Figure 9 --
A. I'm not through with my answer. I'm sorry. I'd like to finish if you --
Q. Okay. Sure. If you want to finish it, go right ahead.
A. Okay. So, we look at Figure 20. It's got the handle at the top. We know that top element pivots back and forth in two directions. It's kind of like a D-pad. Then there are also buttons there. Again, that's a three-element case. Now, the shaft of that handle, of course, is hooked up down below to a number of other sensors.

So, taken together, we've now seen -- and I can go on, but I want to move along here. You see that we've seen input elements -- more than three input elements on these examples. We've seen that they include more than one multiaxis input element. And, so, to one skilled in the art -- that is, an engineer who is used to building these kind of controllers -- it's clear that you can put this together and it describes the kind of thing that the Nintendo controllers have been configured to do.

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Q. Are you done?
A. I am.
Q. Okay. Thank you.

Let's stay on Figure 20. Now, you just said that this provides support for something that had -- you said that these have multiple input members that each provide more than one axis of input. You don't agree with that, do you?
A. I don't believe that's what I said here.
Q. So, then, you'll agree with me that there's only one input member that provides multiple axes of input?
A. Yes. In this example, that's right.
Q. Okay. So, if we're talking about the things that contribute to 6 degrees of freedom in this embodiment, there's only one, isn't there?
A. Well, no. There are two other input elements.

They could be used to, you know, add other degrees of freedom.
Q. This ball -- this handle right here (indicating),
if these buttons weren't there, does it provide
6 degrees of freedom of input?
A. If you take the buttons off, yes.
Q. Okay. So, now adding the buttons doesn't change the fact that the top piece by itself is a single hand-operable 6-degree-of-freedom device, does it?
A. No.
Q. Now, these buttons are just like mouse buttons, that you could do anything you want with them, right?
A. That's right. The controller can do anything --

I'm sorry -- the game designer can do anything they want with them.
Q. And you, in fact -- haven't you read the
specification where Mr. Armstrong said that these
buttons have nothing to do with 6 degrees of freedom?
A. I don't recall that. I can believe it's in there.

I don't recall it.
Q. Did you hear him testify to that?
A. I wasn't present for much of Mr. Armstrong's testimony.
Q. Do you disagree with the fact that these buttons
have nothing to do with the 6 -degree-of-freedom of control?
A. Well, I agree certainly that the handle itself can provide 6 degrees of freedom of control, yes.
Q. So -- but it's your position that that Figure 20 actually supports a device that has three bi-directional input members that together provide 6 degrees of freedom. Is that your testimony?
A. That's -- Figure 20 is one example or one part of the scope of the patent that supports reading claim 19,

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## yes.

Q. Now I want you to point to me where the second element -- you're familiar with claim 19, right?
A. I am.
Q. And the second and third elements you have read on these two joysticks that each move bi-directionally, right?
A. That's right.
Q. And the claim requires that you have these two elements that move bi-directionally, right?
A. That's right.
Q. And it also requires a third element that can move
bi-directionally and activate four sensors, right?
A. I believe that's right, yes.
Q. Now show me in this figure -- very important
question. I'd like you to be very clear about it.
Where in this figure are two elements that can be moved
by -- each of them bi-directionally?
And you understand that the buttons don't
move bi-directionally, right?
A. That's right.
Q. The buttons are not bi-directional elements, are they?
A. That's right.
Q. These things are not bi-directional elements,
right?
A. That's right.
Q. Okay. Now show me anywhere in this figure where
there are two elements that can each move
bi-directionally to contribute to 6 degrees of freedom of input.
A. Sure. I can show you three, as a matter of fact. So, let's see. Up at the top we have the handle itself which can tip in two directions, like so (indicating).

Down here (indicating) it can take, for instance, the shaft, which interacts with the rockers -we saw lots of nice animations of that -- and, so, that can move bi-directionally.

And down at the bottom we have a platform here (indicating), and again we saw how that can interact with the housing itself to control these two rockers (indicating) to provide bi-directional inputs. Q. Thank you, professor. So, you're pointing to the inside of the things that are all connected to the one handle, right?
A. In this particular case, yes.
Q. Now, you have asserted that the claims are broad enough, though, to cover things where, in fact, you would have two additional input members on the outside

## Page 1475

that can be operated by the user, haven't you?
A. Yes. That's right.
Q. So, the claim scope that you're asserting
doesn't -- isn't limited to things on the inside.
You're saying it also covers things on the outside, right?
A. Well, it can include those, yes.
Q. Does claim 19, the scope that you're asserting, cover three things on the outside that the user can touch?
A. Yes, although it covers other things that the user can't touch, as well.
Q. And it covers, though, three things that you can
touch that each move bi-directionally, right?
A. Yes. That's right.
Q. Show me in here where there are three things that you can touch that are each moved bi-directionally. That's the question that I want you to help me answer, and I want you to show where in this figure are there three things that the user can touch that can each be moved bi-directionally?
A. We don't have it in this figure.
Q. Okay. So, just to be clear, Figure 20 does not have three elements that the user can touch that can be each moved bi-directionally, right?
Q. Me, too.

Now, the court has told us that a controller is defined as: A device held in the user's hand that allows hand or finger inputs to be converted into electrical signals -- and it goes on.

The part I want to focus on is "a device held in the user's hand."
A. Uh-huh.
Q. Now, you recognize that it says "a device," right?
A. Yes.
Q. And you recognize that it says "the user's hand,"
singular, right?
A. I do.
Q. And you don't dispute that, in fact, to operate those two things, you have to hold one in one hand and one in the other, right?
A. Often it's used that way, yes.
Q. Are you telling me there's another way to use the

Wii Remote and the Nunchuk?
A. For instance -- in fact, I think the jury saw this.

We've also talked about the Wii Classic Controller --
Q. I'm not asking you about the Wii Classic

Controller.
A. Yeah. You could hold them in both hands.

Certainly that capability is there -- or hold them in
Page 1497
1 one hand. That capability is there, as I showed with
the Classic and the Wii Remote earlier.
Q. Is it your position that it only infringes because
you can hold these two things in one hand?
A. No, no. All of these controllers for video games
are, you know, held bi-manually.
Q. And this controller that Nintendo put out is
designed to be held in two hands, right?
A. That's right.
Q. And you operate it by having it in two hands, right?
A. That's right.
Q. And the court has advised us that the definition of
"controller" that is used for claim 19 is that it's "a
device held in the user's hand," singular. You see
that, don't you?
A. I do.
Q. And as your position, you're telling the jury that,
in fact, when you hold these two things, one in each
hand, that you're holding both of them in a hand. Is
that your position?
A. Yes.
Q. Okay. Now, it also says "a device," singular, doesn't it?
A. Yes.
Q. It doesn't say "devices," plural.
A. That's right, yep.
Q. And this Wii Nunchuk controller by itself is a device, isn't it?
A. Yes.
Q. And the Wii Remote controller is a device, isn't it?
A. Well, wait a second. I'm sorry. I thought the first question you asked was about the Remote. Did I mishear?
Q. Well, I'm going to ask you both.
A. Okay.
Q. The Wii Remote is a device, isn't it?
A. Yes.
Q. And the Wii Nunchuk is a device, isn't it?
A. Well, it depends. If it's plugged into the Remote, then together they form a device. But the Wii Remote by itself, without the Remote, is a paperweight.
Q. Okay. Let me ask you to do a bit of an analogy.

Do you use Apple computers at all?
A. Not really. A little. My wife has one.
Q. Okay. Are you familiar with -- you could have a keyboard on an Apple computer?
A. Sure.
Q. And, in fact, Apple also provides input elements

Page 1499
like mice, right, like a mouse?
A. Sure.
Q. And the mouse is a device, isn't it?
A. Sure.
Q. And the keyboard is a device, right?
A. Sure.
Q. And, now, are you aware -- that wouldn't change your opinion if you plugged the mouse directly into the computer or if you plugged it into the keyboard, would it?
A. No. It works both ways.
Q. Okay. So, when you plug the mouse, which is a device by itself, into the keyboard and the mouse communicates through the keyboard to the computer, you're saying that those are still -- those are separate devices in that example, aren't they?
A. Yes. The mouse can be used in a number of different ways. It doesn't require the keyboard. You can use it with a computer. Sure.
Q. Now, but the mouse that I'm talking about is designed to be plugged into the keyboard and communicates through the keyboard. You understand that, right?
A. Well, my understanding is that it provides for a bunch of different functionality. You know, this is one
A. That's right. The capacitor plates that are attached to the proof mass are separate; so, you could cut out the proof mass and leave the capacitor plates that are attached to the proof mass and you would still have a capacitive sensor. Wouldn't do you much good, but the pieces would be there.
Q. Okay. Now, this is the photograph that you asked to be shown; is that right?
A. That's right. It's an electron micrograph.
Q. And what did you want to say about that?
A. Okay. So -- this is what Mr. Cawley [sic] didn't show me.

So, here you see these stripes (indicating) are the Y capacitors; and these stripes are the X capacitors. And all around here in the outside is the proof mass. So, you can see that if you cut it off here (indicating) at this end, you have one set that's attached to the center here. That's the fixed frame -again, this is inside-out from that drawing that we've been looking at -- and then the proof mass is around the outside.

But you'd have one set. Here (indicating) you can see the anchors, these oval-shaped dark things. Those are the anchors where the capacitor plates on the fixed side are located.

Page 1509
And the other side here (indicating), you see some of these stripes are attached to this checkerboard thing. That's the proof mass. And, so, you could cut them off here (indicating). You could cut off the proof mass, and you'd leave behind both sides of the plates here. So, they are really separate parts of the structure; and you can remove the proof mass and leave the capacitive sensor behind.
Q. Okay. Now, let me go to a different subject.

MR. CAWLEY: Let's call up, please, Figure 20 from the '96 application.
A. I don't know if we need the picture. I suspect
we've all memorized it by now.
BY MR. CAWLEY:
Q. I'm sure when we see it, we'll all remember it.

Okay. Here it is again. You remember you were asked a lot of questions by Nintendo's lawyer about this, right?
A. I do.
Q. But I want to clarify something that I'm afraid crept into your cross-examination. You remember that Nintendo's lawyer asked you to consider the controller?
A. That's right.
Q. And he asked you if the controller showed three inputs movable by hand. Do you remember that?

1 A. I do.
Q. And then he asked you to go back to this Figure 20
and say, well, does this figure show three inputs
movable by hand, right?
A. He asked me that, yeah.
Q. And you said, "No, it doesn't; it shows one."
A. That's right.
Q. Are you aware, Professor Howe, that it is not the proper way to do it to compare the product back to the
10 '96 application?
11 A. Yes. My understanding is that the proper way to do
12 this is to compare the claims to the product.
13 Q. The claim of the patent, correct?
14 A. That's right. And that's how you determine
15 infringement.
Now, there's another question, which is
validity -- you know, is the patent valid -- and there what you have to do is compare the claims back to the application and to the current patent text and pictures.
Q. All right.
A. So, he kind of mixed up two issues there.
Q. Instead of comparing that controller where the big point was three hand movable inputs, let's now actually compare the claim.
A. Indeed, yeah.

Page 1511
1 Q. Where is the first input?
2 A. Okay. So, the second little bit there says:
3 Structure allowing hand inputs rotating a platform on
4 two mutually --
5 Q. Okay.
6 A. Yeah.
Q. So, that one requires that it be movable by hand, right?
A. That's right.
Q. Okay. Now, let's look -- where is the second input in the claim?
A. Okay. It says: A second element movable on two mutually perpendicular --
Q. What happened to "hand input"?
A. Well, those words don't appear in that claim element.
Q. So, this claim is not limited to hand input, is it?
A. No, it's not. In fact, we saw -- getting down to the third element, which is the same as the second -that the Wii Remote has an accelerometer. You don't touch that second element directly, but there's nothing in the claim that says you have to touch the element directly.
Q. And the same is true of the third element, isn't it?

|  | Page 1512 |  | Page 1514 |
| :---: | :---: | :---: | :---: |
| 1 | A. That's right. Nothing about hand touching that | 1 | 6-degree-of-freedom controller? |
| 2 | element. | 2 | A. Yes, they could. |
| 3 | Q. So, the second and third element that don't say | 3 | Q. Couldn't it be used in other kinds of controllers, |
| 4 | "hand" could include something movable by hand, correct? | 4 | as well? |
| 5 | A. That's right. It's not excluded. It's not limited | 5 | A. Yes. |
| 6 | out. It could be touched by hand, but it doesn't have | 6 | Q. So, does this show that Mr. Armstrong, in 1996, |
| 7 | to be touched by hand. | 7 | disclosed technology for use in many kinds of |
| 8 | Q. All right, sir. So, to ground us again in the | 8 | controllers and not just a single input controller with |
| 9 | issue, what we were talking about is whether this claim, | 9 | 6 degrees of freedom? |
| 10 | 19, is disclosed back in 1996 by, among other things, | 10 | A. Yes. That's correct. |
| 11 | Figure 20, correct? | 11 | Q. Similarly, you were asked about this language. |
| 12 | A. That's right. | 12 | This is a discussion of general controllers, correct? |
| 13 | Q. And does Figure 20 show a structure allowing a hand | 13 | A. Yeah, joystick-type, trackball-types, and so on. |
| 14 | input, et cetera? | 14 | Q. So, doesn't this suggest to you, when read in |
| 15 | A. Yep. | 15 | context, that Mr. Armstrong disclosed technology that |
| 16 | Q. And does it show a second element movable on two | 16 | was usable in many types of controllers? |
| 17 | perpendicular axes, et cetera? | 17 | A. That's right. |
| 18 | A. Yes, it does. | 18 | Q. Including 6-degree-of-freedom single input |
| 19 | Q. And does it show a third element movable on two | 19 | controllers? |
| 20 | mutually perpendicular axes, et cetera? | 20 | A. Yes, and also for non-6-degree-of-freedom |
| 21 | A. Yes. That's there, as well. | 21 | controllers. Again, he says "up to 6 degrees of |
| 22 | THE COURT: Anything else, counsel? | 22 | freedom." |
| 23 | MR. CAWLEY: Yes, your Honor. | 23 | Q. You were asked some questions about the Nunchuk |
| $\begin{aligned} & 24 \\ & 25 \end{aligned}$ | Let's see Figure 21. | $24$ | used with the Remote. Do you remember the testimony of |
|  |  | 25 | Nintendo's own engineer that he considered the Nunchuk |
|  | Page 1513 |  | Page 1515 |
| 1 | BY MR. CAWLEY: | 1 | to be an extension of the Remote? |
| 2 | Q. This is Figure 21 from the '700 patent? | 2 | A. Yes. I think those are the words we saw. That's |
| 3 | A. Yes. | 3 | right. |
| 4 | Q. Let's also go to Figure 21 -- actually, maybe I can | 4 | Q. And, finally, do you remember that you were asked |
| 5 | just do it on the Elmo faster -- Figure 21 from the -- | 5 | some questions at the very end of your cross-examination |
| 6 | here we go. | 6 | about actual games and whether, for example, you could |
| 7 | Figure 21 from the 1996 disclosure. | 7 | move Princess Peach in 6 degrees of freedom? Do you |
| 8 | A. Very good. | 8 | remember that? |
| 9 | Q. Does this figure disclose an active tactile | 9 | A. I do. |
| 10 | feedback means? | 10 | Q. Do you remember, though, that the judge's claim |
| 11 | A. Yes, it does. | 11 | construction related to whether the controller is |
| 12 | Q. Have you testified about that before on your | 12 | capable of moving things on the screen in 6 degrees of |
| 13 | earlier testimony? | 13 | freedom? |
| 14 | A. Yes, I did. | 14 | A. Yes, I do. |
| 15 | Q. Okay. Let me show you now some pages from the '96 | 15 | Q. If a particular game -- or, in fact, if many games |
| 16 | disclosure that you were asked about and accused of | 16 | choose not to use the outputs of the controller in that |
| 17 | taking out of context. Do you remember that? | 17 | way, does it make any difference to whether the |
| 18 | A. I do. | 18 | controller infringes or not? |
| 19 | Q. I'll make sure I've got the right one. Here's the | 19 | A. No. The patent claims talk about the capability. |
| 20 | first one. | 20 | You describe structures for these devices and what they |
| 21 | Do you remember the questions you were asked | 21 | are able to do. |
| 22 | about this? | 22 | Now, the game programmers do a lot of |
| 23 | A. I do. | 23 | different things with these. Some use more of the |
| 24 | Q. Could someone use the idea that was disclosed in | 24 | features. Some use different choices and so on. But |
| 25 | this part of the specification in a single input | 25 | the point is that it's capable of moving things in these |


|  | Page 1516 |  | Page 1518 |
| :---: | :---: | :---: | :---: |
| 1 | six different ways, not that any given game moves them |  | argument, and then you'll retire. |
| 2 | in six different ways. | 2 | I have a note here that the lunches that |
| 3 | Q. And for all of the controllers that you've told the | 3 | ordered are now here; so, that works out well in timing. |
| 4 | jury are infringing, are they all capable of moving | 4 | Even though you've heard all of the evidence, |
| 5 | things in 6 degrees of freedom? | 5 | you've not heard my instructions on the law yet. So, |
| 6 | A. Yes. That's right. | 6 | please don't discuss the case among yourselves or let |
| 7 | MR. CAWLEY: Pass the witness, your Honor. |  | anybody else discuss them with you; and I'm going to ask |
| 8 | THE COURT: All right. You may step down. | 8 | that you be back here at 1:00. |
| 9 | Next witness? | 9 | (The jury exits the courtroom, 11:23 a.m.) |
| 10 | MR. CAWLEY: Your Honor, that's our last | 10 | THE COURT: All right. We've been going here |
| 11 | witness in the rebuttal. |  | for an hour and a half; so, let's take a break until 25 |
| 12 | THE COURT: So, you rest? | 12 | of and then I will consider the JMOL motions and any |
| 13 | MR. CAWLEY: Yes, your Honor. | 13 | other issues and then Ms. Chen will have a draft on the |
| 14 | THE COURT: Defense rests | 14 | jury issues for you to consider and we'll take the |
| 15 | MR. CAWLEY: Oh, there is one matter, your | 15 | objections on that. |
| 16 | Honor, that we had discussed yesterday and agreed on and | 16 | So, we'll be in recess until 25 of. |
| 17 | it is that the parties have agreed that the actual | 17 | MR. GUNTHER: Your Honor, could I just hand |
| 18 | physical accused products should be introduced into | 18 | up our JMOLs at the close of the evidence? |
| 19 | evidence. | 19 | THE COURT: Yes. Yes. If you've got a |
| 20 | THE COURT: All right. | $20$ | ferent one -- if it's different than the other one. |
| 21 | MR. GUNTHER: Your Honor, that's correct | 21 | MR. GUNTHER: Yes, sir. |
|  | along with all of the physicals that have been moved in | 2 | THE COURT: All right. We're in recess until |
|  | photographs and the actual physicals -- | 3 | 25 of. |
| 24 | MR. CAWLEY: Yes. We already have the | 24 | (Recess, 11:24 a.m. to 11:33 a.m.) |
| 25 | photographs in, and we want to make sure that the | $25$ | (Open court, all parties present, jury not |
|  | Page 1517 |  | Page 1519 |
|  | physical -- |  | present.) |
| 2 | THE COURT: All right. They'll be admitted. | 2 | THE COURT: All right. We've got counsel |
| 3 | Of course, the record on appeal is all going to be on a | 3 | from both sides. Let me start off with Nintendo's |
| 4 | disk; so, you'll have to take them back and substitute |  | motion for judgment as a matter of law. I'm |
| 5 | the photos. |  | gathering -- and I believe this is correct -- that |
| 6 | MR. GUNTHER: Understood, your Honor. |  | actually there's no dispute over the infringement by |
| 7 | MR. CAWLEY: Understood, your Honor. |  | doctrine of equivalents. That's not being pushed any |
| 8 | THE COURT: So, plaintiff rests? | 8 | further by plaintiffs; is that correct? |
| 9 | MR. CAWLEY: Yes, your Honor. | 9 | MR. BOVENKAMP: That's correct, your Honor. |
| 10 | THE COURT: Defense rests? | 10 | THE COURT: Okay. So, that motion is moot. |
| 11 | MR. GUNTHER: We're done, your Honor. | 11 | It's been dropped by plaintiff. In case there is any -- |
| 12 | THE COURT: Subject to all motions, of | 2 | well, it's been dropped by plaintiff; so, that one is |
| 3 | course. | 3 | moot. |
| 14 | So, plaintiff closes? | 14 | So, then we get into the issue of no legally |
| 15 | MR. CAWLEY: Yes, your Honor. |  | sufficient evidentiary basis for a jury to find that the |
| 16 | THE COURT: Defense closes? | 16 | accused controllers literally infringed any of the |
| 17 | MR. GUNTHER: Yes, sir. | 17 | asserted claims in the '700 patent. The court concludes |
| 18 | THE COURT: Okay. Ladies and gentlemen, you | 18 | that on a review of the exhibits and the testimony, |
| 19 | have heard all of the evidence in the case. It took a | 19 | especially of defendant's own witnesses, Ikeda and the |
|  | little bit longer this morning than I thought. I | 20 | gentleman with the long -- Koshiishi? |
|  | thought we may be taking an earlier break. But what I'm | $21$ | MR. GUNTHER: Koshiishi, your Honor. |
|  | going to do now is release you for lunch. I'm going to | 22 | THE COURT: Koshiishi. I speak Spanish. I'm |
|  | ask you to be back at 1:00. I have to deal with some | 23 | not good on Japanese. |
|  | objections and motions and so forth. At 1:00 I'll give | 24 | -- Koshiishi, that there is at least what's |
|  | you the instructions. The lawyers will make their | $25$ | called "substantial evidence" -- a funny term when |

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you're talking about a small amount but -- to justify a finding, should the jury tend to believe the various witnesses, including Dr. Howe, of infringement.

As to, for example, the GameCube controllers, it's -- it wasn't quite admitted. But by accusing Mr. Armstrong of copying and writing his claims specifically to cover the GameCube, it's a little difficult to say that there wouldn't be at least a finding that those infringed. The argument would be he deliberately copied them but he was a bad copier. I didn't hear anything about him being a bad copier; so, that's virtually -- I'm not going to say it's an admission, but it's awful close on what he supposedly copied.

As to the Wii -- and the big issue here, of course, is the accelerometer. And I'll note for the record -- I don't know if it makes any difference to the higher court, but they sometimes seem to talk about how much work or effort a court has put into it. I have listened very carefully to both experts and have also consulted with the court's technical advisor, Dr. Howard Schmidt, professor at Rice University, who, of course, has his doctorate in chemistry, his master's in chemistry, his bachelor's in electrical engineering and computer science, and is executive director of the

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carbon and nanotechnology laboratory and has been keeping up with all of this, helped me during the Markman phase and discussed this, also.

It is true that the Analog refer to their device, their chip, as "a sensor." But that does seem to be a matter of how you phrase it. For example, in the military there are sensors that they use to determine whether someone is approaching; but that's a combination of a couple of different sensors, vibration and sound and -- so, in the sensor that the soldier puts out, there are sensors inside it. And, similarly, in this sensor, the testimony of Mr. Ikeda -- I don't even have to rely on plaintiff's witnesses -- indicated that there were pairs of capacitors on each axis, or for each axis. That was quite clear. That bolstered what Dr. Howe said.

But when the man who is in charge of the Wii program says that, I have to take that very seriously.

And then the question about whether -- is the capacitor -- or are capacitors sensors, I think that's pretty well covered, both in the '700 patent and in the earlier application. For ease of reference, I'll refer to the '525 patent, Column 6, starting at line 50: For purposes of this teaching specification and claims, the term "sensor" or "sensors" is considered to include --

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1 and then it goes down to proximity sensors, variable resistive and/or capacitive sensors. And then it also mentions piezo sensors.

But then, additionally, (reading) and also other electricity controlling, shaping, or informing devices influenced by movement or force.

So, you have the capacitor sensors there; and if some argument is to be made that, well, this is a movement that's going on or something, that seems to be covered in there, also.

Now, that's the same language that we see in the ' 700 patent at Column 4 between lines about 20 and 29. So, clearly there is sufficient evidence that having a pair of capacitors there for each axis -- or capacitive sensors there on each axis would meet that; and I think that --

I've also taken time to review the IEEE dictionary and the Wiley dictionary and took a look, also, at the description in the data sheets in those two exhibits where they make it pretty clear that there's probes and capacitors set out there. And after -- as I said before, discussing this in detail from the point of view of one of skill in the art and, in my case, discussions, obviously, with a technical advisor and listening to the experts and Mr. Ikeda and

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Mr. Koshiishi, I think there is evidence there on that.
Then we have the next issue, and it's slightly different. In the original motion for JMOL, it was in terms of (reading) as a matter of law the '700 application was a continuation-in-part of the '525 patent, not a continuation. And here, it's (reading) no legally sufficient evidentiary basis exists for a reasonable jury to find that the ' 700 patent has an effective filing date earlier than November 16 of 2000.

So, the JMOL seems to have switched to evidentiary basis as opposed to just a finding as a matter of law. And actually, I think that is the correct argument to make. It is, in fact, a determination as at least in part based upon facts. And, again, listening to the testimony of the witnesses and reviewing the application, the '525 patent itself, and the figures, comparing them with the claims, it to some degree -- as with the accelerometer product, for that matter -- is going to come down to evaluation by the jury of the credibility of the respective experts and the other witnesses in their determination.

I mean, obviously they could decide that Dr. Howe is completely wrong about that photograph and everything else; and they could decide that opposing expert was confused or wrong. I mean, that's part of
the determination they have to make. And, likewise, they've got to rely on the evidence they have received on this other. But the court finds that there is sufficient evidence for this to go to a jury and for them to make that determination and so -- on that issue about evidentiary basis for the -- on the effective filing date.

And then on the -- your next one is there's no legally sufficient basis for the jury to find that the '700 patent is not anticipated or rendered obvious.
Actually, I don't think that's the test. You have to prove that it is; they don't have to prove that it's not. They don't have to find that it's not. If they find -- I mean, they could find that you just failed to prove it. And only if it was against -- I mean, there would have to be a lot of evidence going the other way, I think, to overturn that. But regardless, I think the -- I mean, it may just be a wording question there; but I want to be sure we're not getting confused on the burden. The burden is on defendant by clear and convincing evidence on that issue.

And to say there is no evidence for them to find that you didn't meet your burden, I think, is incorrect. So, on that basis I'll deny it. But if what you really meant was -- is that as a matter of law there

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is enough evidence for the court to just decide anticipation and obviousness, the court finds that that is hotly contested and not proper at this time for a JMOL.

And then, finally, the -- not -- well, there's the -- again, the written description, the no legally sufficient basis to find that the claims of the '700 patent are supported by the written description of the ' 700 patent specification. Again, the court finds that is contested. A good deal of that may depend on the evaluation by the jury of the credibility of the witnesses.

The court's review of the evidence, listening to the witnesses and listening to the -- or reading the specification itself, there is enough there to find -or to support a jury's verdict, depending on how they decide to go with it.

And then, finally, there is the issue of no legally sufficient evidentiary basis exists for a jury to find that they are entitled to damages. Well, I guess entitlement is based on all the previous ones. So, if you're talking about liability issues, I think I've already dealt with that. If you're talking about is there sufficient evidence to support a finding of a particular number based on the testimony of the damages
expert, the court finds there is sufficient evidence for a jury to make a decision there.

So, for those reasons, I will overrule the motions for JMOL on that general.

And let's see. This brings up, I guess, a couple of points. And one of them is this -- in your motion -- and this deals with the tactile feedback.

Now, I will point out that when the Markman Hearing came along, the parties represented to the court that that had been agreed upon, there was no dispute. I got that in at least one of the briefs, perhaps two of them. And then at the hearing itself and the transcript I've checked and that -- that was the representation that was made, that there was no real dispute.

Now it seems to be that there needs to be some kind of an instruction to the jury on what that means; and, so, I'm intending to give that. I think it's fairly clearly set out in the specification itself. The specification states what the -- what they're talking about with tactile feedback and then refers back to an earlier patent, giving it as an example -- or its equivalents. I'm referring here particularly to Column 4 of the -- I'm sorry -- Column 5 of the '700 patent.

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Now, has there been any agreement -- I mean, I've got -- well, let me not get out of order.

Anyways, based on that, I don't believe that is a basis for granting judgment as a matter of law. I think there is testimony about a weight, and the jury can decide whether or not it winds up meeting a definition that they are going to have to be given.

MR. FARIS: Your Honor?
THE COURT: Yes.
MR. FARIS: I just need to say something on that. The issue is -- there is a disagreement as to the corresponding structure.

THE COURT: Right.
MR. FARIS: Anascape is contending that the corresponding structure is "a shaft with an offset weight." Nintendo contends that the corresponding structure is "a shaft with an offset weight on the shaft" -- I'm sorry -- "a" --

THE COURT: Okay. I guess right now what I'm going over, though, is the JMOL --

MR. FARIS: Yes, sir.
THE COURT: And that is a basis for JMOL. I think that's going to depend on what the jury decides the evidence is that was presented. I'm going to have to come up with a definition, but we'll get to that

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next.
MR. FARIS: Thank you, your Honor.
THE COURT: If I try to make the definition in the middle of the JMOL, it's going to be very confusing. Let me get through the JMOL.

I think there is evidence that there is, in fact, a rumble feature, vibration feature in each of the -- in the accused product and it does involve a weight and it does involve a shaft and I understand there may be some disagreement on the evidence. That's something the jury will have to decide; so, JMOL on that ground is denied.

There's also a JMOL on this issue of "hand," and that seems to be one that you've kind of walked into with your eyes wide shut. At the Markman Hearing -Claim Construction Hearing -- I'm looking at -- I think it's part 2, starting about page 9. I was asking Mr. Stevenson, for plaintiffs: The specification makes it pretty clear that it's something in the human hands or a handheld game interface or something like that. Is there any question from plaintiff's point of view that that part of it is what we're talking about, a handheld user interface or a hand device?

Mr. Stevenson: Not really any significant dispute there. The real issue is, is it a single input

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member.
The Court: Okay.
Mr. Stevenson: That's the fight.
A little bit later, starting at line 14: And the same for defendant. Would you agree that we're talking about -- and I think all your constructions talk about hand-operable or held in the hands?

Mr. Gunther: Yes, sir.
Now, as it happened, I used the singular in the construction. I don't recall any objection to that, any request for clarification on that, or any debate that it was going to be one hand or two hands. I mean, almost all these controllers, like the GameCube and everything else, is actually generally held in two hands. You've got two thumbsticks, two joysticks, whatever. You're using two thumbs; although, I suppose someone who is quick could use one hand.

To move for JMOL on the basis of that undisputed and -- definition of the "use of hand," the use of the singular when that wasn't a dispute -- in fact, I specifically asked about that, didn't seem to be any dispute. That wasn't a problem. No one was concerned about it. Keep in mind that at that time I'm not trying to define things with an eye toward what was involved. I had actually never seen a Wii before in my

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life at that point. No idea you were talking about things held in two hands or that was even going to be an issue.

But to now move for JMOL after those representations at the hearing and after sitting quiet with my claim construction there saying "hand" as opposed to "hands," "hand or hands," or "hand(s)" -- and I know you've asked your witnesses a lot of questions; and, boy, it sounds like a neat argument. But that one you've brought on yourself.

You made the representation at the hearing. You let that definition go forward. If that was something important, that should have been brought to my attention so I could have considered whether it was going to be "hand" or "hands." And to now bring it up, that, I think, is -- well, I mean, I guess it's a neat argument; but it's unsupportable in terms of JMOL or as a matter of law or anything else. And I am definitely not granting JMOL on the basis that now suddenly it's "hand" versus "hands" with those two pieces of the controller there. So, that's being denied.

But I've stated for the record the reasons for it, especially when you take into the -- there's also -- and I think -- I mean, the reason for that is we take a look as far back as the '525 patent, Column 1,

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Background of the Invention, right at the beginning, at about line 17: Computer image controllers which serve as interface input devices between the human hand(s). So, it's human hands; but with that "(s)," it clearly could refer to "hand" or "hands."

There was no doubt at the hearing, there was no doubt when I was writing my construction, and no doubt that all through this case, until we got to this trial, that there was any question about that; and I think that was pretty obvious from the specification itself. Same thing in the '700 patent. So, that's denied on that ground.

I think I have covered all of the issues brought up. Is there one that I have missed, Mr. Gunther?

MR. GUNTHER: Your Honor, can I let Mr. Blank speak to that?

THE COURT: That's fine.
MR. GUNTHER: Is that okay?
THE COURT: I mean, I tried to go through your motion and hit all the points that you raised. But if there is a general point that was raised and I missed, let me know.

MR. BLANK: We did have a section in there on damages, your Honor; and I didn't hear you rule on that.
and then go ahead with the clear and convincing evidence on this particular issue.

That explains why I'm going to do what I'm going to do, and at this point -- do we have any objections as to the instructions?

MR. BOVENKAMP: Yes, your Honor. Plaintiffs would request that the court give the instruction that, with regards to preambles of the claim, that all of the claims in this case have preambles. (Reading) A preamble is the first words of a patent claim and is often a single phrase indicating the field of art.
Preambles here are not claim limitations; rather, the remaining parts of the claim define the scope of the invention.

THE COURT: Overruled. Is that it?
MR. BOVENKAMP: A moment to consult, your Honor. I think that's it, though.

One more, your Honor.
THE COURT: Okay.
MR. BOVENKAMP: We would also request that the jury be instructed with regards to the presumption of validity for a patent.

THE COURT: All right. Overruled for the reasons stated. We're already going to -- since I'm relying on Chiron, I think I'll rely on them completely.

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MR. BOVENKAMP: Okay. Those are all the objections that we have, your Honor.

THE COURT: Okay. From defendants?
MR. BLANK: Nintendo objects to the claim constructions set forth in --

THE COURT: Okay. You need to speak into the microphone, sir.

MR. BLANK: I'm sorry, your Honor.
Nintendo objects to the instructions set
forth in Appendix A, which are the claim constructions,
for the reasons set forth in its Markman briefing.
THE COURT: No. That's unacceptable.
MR. BLANK: I'm sorry.
THE COURT: That is absolutely unacceptable. This idea that, "Oh, well, there's some error out there and you'll just have to find it, judge," that may be what the Fed Circuit is intending to do with that case; but they're going to have to say it. So, you go ahead and state your objections. You've waited through this entire trial, and you have not argued about them. They've been sitting there in front of the jury. And to play that game at this point, I think, is just absolutely abominable. It's one of the problems I have with that decision. It was an invitation almost from the court for defense lawyers and plaintiff's lawyers to
play that. There hasn't been any objection to those, and I have said more than once, through the pretrial, that if there is a problem with them, let me know. But to wait now at this point to say for all of those constructions, go back to the Markman briefing, I'm not going to accept that. Now, if there are some particular ones, bring them out.

MR. BLANK: Okay.
LAW CLERK: I think he was referring to (indicating) these --

THE COURT: Well, that's not what he said. He said he's objecting to all of the ones in Appendix A.

If that's not what you meant, then explain what you mean.

MR. BLANK: What I'm saying is is that we proposed -- with the proposed final jury instructions filed on April 18th, 2008, we attached as an appendix the constructions that we advanced during the Markman Hearing. That's all I'm saying. That's all I'm trying to do is preserve the right to argue those if and when the Federal Circuit looks at this on a de novo basis. That's all I'm saying.

THE COURT: All right. Overruled.
The one I guess I'd be interested in is the tactile feedback, because that's the one that there

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hasn't been any agreement on or no prior ruling on.
MR. BLANK: The only issue on that, your Honor, is I see that your instruction is "a motor having a shaft with an offset weight and equivalents thereof"; and our -- Nintendo's position is that the corresponding structure is a "motor, shaft, and offset weight on the shaft and equivalents thereof."

THE COURT: All right. What's plaintiff's position on that?

MR. BOVENKAMP: Your Honor, frankly, I'm surprised that we're having a disagreement about this. There is no question there was an agreement between the parties during the Markman briefing on the construction of this term. There was originally a dispute in the claim construction proceedings that Anascape contended was not a 112(6) clause; defendants contended that it was.

In order to simplify and streamline things, right prior to the Markman briefing, Anascape agreed verbatim to the defendant's proposed constructions. We noted that on the first page with a footnote in our opening brief. The court recognized that at the Markman Hearing, your Honor. We don't think it's an issue. We think there's been an agreement.

THE COURT: Okay. I will note that -- and

|  | Page 1544 |  | Page 1546 |
| :---: | :---: | :---: | :---: |
| 1 | I've got here a copy of the original -- or the revised | 1 | THE COURT: Wait a minute. Let me get there. |
| 2 | joint claim construction statement where that came up. | 2 | MR. BLANK: Yes, sir. |
| 3 | And then noting at -- looks like page 1 of Anascape's | 3 | THE COURT: Did you say page 13? |
| 4 | opening claim construction brief, Footnote 3: Since | 4 | MR. BLANK: Yes, sir. |
| 5 | filing the revised PR 4-3 statement on May 1, 2007, the | 5 | THE COURT: Okay. All right. Yes? |
| 6 | parties have agreed to constructions for two additional | 6 | MR. BLANK: Yeah. Second paragraph -- the |
| 7 | terms. And then they -- Anascape has agreed to | 7 | first full paragraph, your Honor. |
| 8 | Microsoft's proposed constructions of Exhibit 2 of the | 8 | THE COURT: Right. |
| 9 | revised PR 4-3 statement. | 9 | MR. BLANK: The sentence that begins |
| 10 | Now, I suppose Nintendo could say, "Oh, we're | 10 | ther." Nintendo believes that that should read -- |
| 11 | not Microsoft; we're different." But you sure didn't | 11 | and would request that the jury be charged as follows: |
| 12 | say it at the Markman Hearing, and I think it is a | 12 | Rather, the 1996 application itself must describe the |
| 13 | little late now to be trying to bring this up. | 13 | invention in the claim and do so in sufficient detail |
| 14 | But taking a look, then, at what we have in | 14 | that one skilled in the art can clearly conclude that |
| 15 | the patent itself, we have in the Abstract the reference | 15 | the inventor invented and possessed the full scope of |
| 16 | to "tactile feedback motor with shaft and offset | 16 | the claimed inventions recited in the asserted claims as |
| 17 | weight." And then on the '700 patent, Column 5, lines | 17 | of July 5th, 1996. |
| 18 | 20 to 21, we have the words: Active tactile feedback | 18 | THE COURT: All right. And a number of cases |
| 19 | means (electric motor, shaft and weight). | 19 | lk about invention and possession, and in the cases it |
| 20 | And then a little bit further down in | 20 | makes clear that the inventor had that. There's been -- |
| 21 | Column 5, at line 22: "Tactile feedback means | 21 | on the other hand, I've got to explain this to a jury of |
| 22 | reference to the active type as herein used can be an | 22 | laypeople; and what I'm trying to do is give them the |
|  | equivalent to or that which is detailed in the | 23 | idea that he invented it with all of its limitations and |
| 24 | incorporated U.S. Patent Number 5,589,828, whic | 24 | in sufficient detail. No issue has been brought up |
| 25 | shown and described therein basically as a motor with a | 25 | about possession. As Mr. Gunther said, you know, who |
|  | Page 1545 |  | Page 1547 |
|  | shaft and weight on the shaft -- I'm sorry -- with a | 1 | owns the patent or so forth hasn't been in. And to try |
| 2 | shaft and weight on the shaft, the shaft being offset so | 2 | to explain to the jury that by "possession" we don't |
| 3 | that when rotated, vibration occurs which can be felt by | 3 | really mean who actually owns it, we mean that he has it |
| 4 | the hand(s) operating the controller. | 4 | all in his mind -- I think that concept has been |
| 5 | And taking a look at the '828 patent, we see | 5 | properly conveyed by the wording that we have in the |
| 6 | a description of that. | 6 | instruction as it is; that is -- and it talks about it, |
| 7 | Based on all of that and based on the | 7 | for example, right above there: The July 5th, 1996, |
| 8 | agreement that came earlier, the court concludes that | 8 | application must disclose the invention of the new claim |
| 9 | the function of "tactile feedback means for providing | 9 | with all of its limitations. |
| 10 | vibration" is: Providing electromechanical-created | 10 | And I don't think -- while the phrase you're |
| 11 | vibration to the user. And the structure is: Motor | 11 | using is one that is used in some cases, I don't think |
| 12 | having a shaft with an offset weight and equivalents | 12 | it helps the jury understand what the issue is here; so, |
| 13 | thereof. | 13 | I'll deny that. |
| 14 | So, I will deny your objection as to the | 14 | MR. BLANK: Okay. And, likewise, your Honor, |
| 15 | construction of that particular term and partly for not | 15 | on page 23, just for the record, the middle paragraph |
| 16 | having brought it up -- I think it's a little bit late | 16 | that begins, "This written description requirement for a |
| 17 | to change everything now after having made those | 17 | particular claim is satisfied," we would request that |
|  | agreements, but also based on the references and my | 18 | the jury be charged as follows: This written |
| 19 | review of the patent -- the underlying patent and the | 19 | description requirement for a particular claim is |
| 20 | disclosures. | 20 | satisfied if the November 16th, 2000, patent application |
| 21 | Go ahead, counsel. | 21 | demonstrates to a person of ordinary skill in the art at |
| 22 | MR. BLANK: Okay. On page 13 of the | 22 | the time the 2000 application was filed that |
|  | instructions, your Honor, the sentence that begins: | 23 | Mr. Armstrong invented and possessed the full scope of |
|  | Rather, the 1996 application itself must describe the | 24 | the inventions recited in the asserted claims of the |
|  | invention and the claim -- | 25 | '700 patent. |

THE COURT: I'm going to deny that. What I am going to add at the end of that sentence, where it says that it describes the invention will include the phrase that we had before "with all of its limitations." And that will tie in with what's on page 13.

Next?
MR. BLANK: Yes, sir. Back to page 13, your Honor. The second full paragraph that begins "This written description requirement," we would propose that after the first sentence and before the last sentence, the following charge -- as follows: Individually describing each element of the asserted claims in a patent application is not sufficient to satisfy the written description requirement. It is necessary for the application to support the full scope of the claimed embodiments as a whole, period.

THE COURT: Overruled.
MR. BLANK: The final objection with respect to the liability-related instructions goes to the issue of whose burden it is to prove priority and Mr. Faris is going to speak to that and then we have one additional objection with respect to damages that Mr. Germer will address.

THE COURT: All right.
MR. FARIS: Your Honor, we have also reviewed
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the Power Oasis case. And given the changes which you have made to the instructions, to that specific instruction, by removing that specific statement concerning burden --

THE COURT: You need to speak up so she can hear you.

MR. FARIS: Yes, sir. Given that change, we don't have an objection to that specific instruction.

THE COURT: Okay. Good.
Mr. Germer?
MR. GERMER: Yes, your Honor. I'm back on my lump-sum campaign. We object to the failure of the court in the verdict form to submit, as an alternative, "lump sum" and object to the failure of the court to submit our requested instruction in the form that would include "lump sum."

THE COURT: Okay.
MR. GERMER: I think the effect -- if I understand the burden of proof correctly, what the court would have to be saying is that the plaintiffs who have the burden on damages have established as a matter of law that it could only be by a royalty, a running royalty. And that would be an incredibly tough burden when, particularly, as the court has already noted, their damage expert can be believed or not believed.

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It's basic law that what the damage expert says, the jury can accept part or none or all. I don't think I need to belabor the court with the fact that there's clearly evidence supporting lump sum. The Sony decision, the plaintiff's admission that he liked lump sum and that he knows big companies like lump sum is strong evidence.

The only thing that I heard the court express concern about -- and this may not have been the court's concern, but it was the fact that there was no expert testifying about -- and saying that it should be lump sum. I cannot give the court a case in point on lump sum, but I can refer the court and have given copies to Betty of several cases -- the plaintiff's attorneys have copies -- but the Federal Circuit in Unisplay versus American Electronic, 69 F.3d 512, 1995, where they were appealing from a plaintiff verdict, the court noted at page 7 that there -- there was a particular license in that case, kind of like our Sony license. The court said that that particular license agreement should carry considerable weight.

I would say the Sony lump-sum settlement should carry considerable weight, not just some evidence.

But then the court said more broadly -- and
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this is the point I hope to make -- (reading) in rendering our decision, the court said, we do not hold that a jury may only arrive at a royalty specifically articulated by the parties during the trial. A court is not restricted in finding a reasonable royalty to a specific figure put forth by one of the parties. Rather, a jury's choice simply must be within the range encompassed by the record as a whole.

And I would urge the court that that same logic would apply to this running royalty versus lump-sum issue and it's clearly within the record as a whole for the jury to make that determination and it clearly has not been established as a matter of law by the plaintiffs that it can only be a running royalty.

There is another patent case by the District Court that said, for example, expert testimony may be received -- this is a 2008 case -- expert testimony may be received but is not required as an aid to determine appropriate damages in a patent infringement case.

Now, that -- I know the court knows that; so, I don't mean to belabor it. But it makes the point that expert testimony is not even required for the plaintiff to sustain its burden of proving damages. It can be done without that. So, surely there's not a requirement for expert testimony, somebody to come in paid to say,


Anything that was publicly known or used in the United States by someone other than the inventor before the inventor made the invention;

Two, anything that was sold or on sale in the United States more than one year before the effective filing date of the '700 patent;

Three, anything that was patented or described in a printed publication anywhere in the world before the inventor made the invention or more than one year before the effective filing date of the '700 patent;

And, four, anything that was invented by another person in this country before the inventor made the invention, if the other person did not abandon, suppress, or conceal his or her invention.

Two of the different categories of prior art refer to the date on which the inventor made the invention. This is called the "date of the invention." For purposes of this case, the date of the invention for a particular claim is the same as the effective filing date, which is referred to in the other two categories of prior art.

The effective filing date of a claim of the '700 patent is the date the application was filed -November 16, $2000-$ - or the date on which the earlier

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patent application was filed -- July 5th, 1996 -- if that earlier application discloses the invention in that claim in the later patent.

Anascape asserts that the claims of the '700 patent are entitled to an effective filing date of July 5, 1996. Nintendo asserts that the claims of the '700 patent are not entitled to the 1996 effective filing date but, rather, they have the effective filing date of November 16, 2000.

If the patent application process -- I'm sorry.

In the patent application process, the applicant may change the claims between the time the patent application is first filed and the time a patent is finally granted. As long as an application is pending, an applicant may amend the claims or add new claims. An applicant may add new patent claims in a new application that are intended to cover another's products about which the applicant learned of during the prosecution of the application. However, for any new claim to be entitled to the July 5, 1996, filing date, the July 5, 1996, application must disclose the invention of the new claim with all of its limitations.

The question is not whether a claimed invention is an obvious variant of that which is
disclosed in the specification. Rather, the 1996 application itself must describe the invention in the claim and do so in sufficient detail that one skilled in the art can clearly conclude that the inventor invented the claimed invention as of July 5, 1996. A disclosure in the application that merely renders the claim obvious is not sufficient to meet this written description requirement. The disclosure must describe the claim of the ' 700 patent with all its limitations.

The written description requirement may be satisfied by the words, structures, figures, diagrams, formulas, et cetera, in the patent application and any combination of them, as understood by one of ordinary skill in the field of technology of the invention. A requirement in a claim need not be expressly disclosed in the patent application as originally filed, provided persons of ordinary skill in the field of technology of the invention would have understood that the missing requirement is inherent in the written description of the patent application.

Nintendo can meet its burden of proving that the 1996 application fails to satisfy the written description requirement for a particular claim of the '700 patent -- and, thus, establish that claim is not entitled to the July 5, 1996, effective filing date --

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by showing that by clear and convincing evidence that the entirety of the specification of the 1996 application would clearly indicate to a person of ordinary skill in the art that the invention described in that application is of a narrower -- that should be "narrower" -- scope than the invention of that particular claim in the ' 700 patent.

I will now list the categories of prior art you may consider. Later, I will list the specific items of prior art upon which Nintendo is relying to establish that the claims of the ' 700 patent are invalid.

Knowledge or use in the United States of a game controller can be prior art to the patent claims. The knowledge or use will be prior art if it meets the following requirements:

The knowledge or use must be by someone other than the inventor;

The knowledge or use must be before the effective filing date of the claim;

The knowledge or use must be in the United States. Prior knowledge or use outside the United States cannot be relied upon to invalidate a patent claim;

And, four, the knowledge or use must have been public. Private or secret knowledge or use by

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Rather, the question is whether or not the invention would have been obvious to a person of ordinary skill in the field of the invention.

You must not use hindsight when comparing the prior art to the invention for obviousness. In making a determination of obviousness or nonobviousness, you must consider only what was known of before the invention was made. You may not judge the invention in light of present-day knowledge.

In determining whether or not these claims would have been obvious, you should make the following determinations from the perspective of a person of ordinary skill in the art, as I have previously defined it for you, in light of the scope and content of the prior art.

First, are there any material differences between the scope and content of the prior art and each asserted claim of the ' 700 patent?

Second, are there any objective indications of nonobviousness?

Determining the scope and content of the prior art means you should determine what is disclosed in the prior art relied upon by Nintendo. You must decide whether this prior art was reasonably relevant to the particular problem the inventor faced in making the

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invention covered by the patent claims. Such relevant prior art includes prior art in the field of the invention and also prior art from other fields that a person of ordinary skill would look to when attempting to involve the problem.

In determining whether there are any material differences between the invention covered by the patent claims and the prior art, you should not look at the individual differences in isolation. You must consider the claimed invention as a whole and determine whether or not it would have been obvious in light of all the prior art.

If you conclude that the prior art discloses all the steps or elements of the claimed invention but those steps or elements are in separate items, you may consider whether or not it would have been obvious to combine those items. A claim is not obvious merely because all the steps or elements of that claim already existed.

In determining whether to combine what is described in various item was prior art, you should consider whether or not there was some motivation or suggestion for a skilled person to make the combination covered by the patent claims. You should also consider whether or not someone reading the prior art would have

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been discouraged from following the path taken by the inventor.

It is common sense that familiar items may have been obvious beyond their primary purposes, and a person of ordinary skill often will be ale to fit the teachings of multiple patents together like pieces of a puzzle. Multiple references in the prior art could be combined to show that a claim is obvious. Any need or problem known in the field and addressed by the patent can provide a reason for combining the elements in the manner claimed. To determine whether there was an apparent reason to combine the known elements in the way a patent claims, you can look to interrelated teachings of multiple patents, to the effects of demands known to the community or present in the marketplace, and to the background knowledge possessed by a person of ordinary skill in the art. Neither the particular motivation of the person of ordinary skill in the art nor the alleged purpose of the patentee controls. One of ordinary skill in the art is not confined only to prior art that attempts to solve the same problem as the patent claims.

You must also consider what are referred to as "objective indications of nonobviousness." Some of these indications of nonobviousness are: Long-felt and unmet need in the art for the invention, failure of

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others to achieve the results of the invention, commercial success of the invention, praise of the invention by those in the field, expression of disbelief or skepticism by those skilled in the art, the invention proceeded in a direction contrary to accepted wisdom in the field, and the invention achieved any unexpected results.

These objective indications are only relevant to obviousness if there is a connection or nexus between them and the invention covered by the patent claims. For example, commercial success is relevant to obviousness only if the success of the product is related to a feature of the patent claims. If the commercial success is a result of something else, such as innovative marketing, and not to a patented feature, then you should not consider it to be an indication of nonobviousness.

Again, you must compare separately each of the claims of the patent asserted by Anascape with the prior art references to determine whether Nintendo has proved by clear and convincing evidence that one or more of the claims was obvious.

Now, to be valid, a patent must meet the written description requirement. In order to meet this written description requirement, the description of the

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invention in the specification portion of the ' 700 patent must be detailed enough to describe the invention that is claimed in the claims of the ' 700 patent.
Nintendo may also establish that a patent claim of the '700 patent is invalid by showing, by clear and convincing evidence, that the written description of the invention of the ' 700 patent itself is not adequate. In the patent application process, the applicant may change the claims between the time the patent application is first filed and the time a patent is finally granted. An applicant may amend claims or add new claims. These changes may narrow or broaden the scope of the claims. The purpose of the written description requirement is to ensure that the ' 700 patent provides an adequate description of the invention and to ensure that the scope of the claims that are eventually issued remain within the scope of the written description of the invention that was provided with the application for the '700 patent.

This written description requirement for a particular claim is satisfied if the person of ordinary skill reading the specification of the ' 700 patent would recognize that it describes the invention with all its limitations.

The written description requirement may be
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1
satisfied by words, structures, figures, diagrams, formulas, et cetera, in the patent and any combination of them as understood by one of ordinary skill in the field of the technology of the invention. A requirement in a claim need not be expressly disclosed in the specification, provided persons of ordinary skill in the field of technology of the invention would have understood that the missing requirement is inherent in the written description of the specification.

Now, if you find by a preponderance of the evidence that a claim has been infringed and you do not find by clear and convincing evidence that the same claim is invalid, then Anascape is entitled to an award of damages adequate to compensate for the infringement. You should not interpret the fact that I have given instructions about damages as an indication in any way that I believe that Anascape should, or should not, win this case. It is your task first to decide whether Nintendo is liable. I am instructing you on damages only so that you will have guidance in the event you decide that Nintendo is liable and that Anascape is entitled to recover money from Nintendo.

You may award Anascape damages for any infringement you have found starting July 31, 2006. The amount of those damages must be adequate to compensate

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1 Anascape for the infringement. Your damage award, if
2 you reach this issue, should put the patent holder in 3 approximately the same financial position that it would 4 have been in had the infringement not occurred, but in
no event may the damages be less than a reasonable royalty.

Anascape has the burden to establish the amount of its damages by a preponderance of the evidence. Damages are limited to acts of infringement in the United States. You should award only those damages that Anascape establishes that it more likely than not suffered. Anascape is not entitled to damages that are remote or speculative or based on guesswork. While Anascape is not required to prove its damages with mathematical precision, it must prove them with reasonable certainty.

In this case Anascape is seeking damages in the form of a reasonable royalty. A royalty is the amount of money a licensee pays to a patent owner for use made of the invention under the patent. A reasonable royalty is the amount of money a willing patent owner and a willing prospective licensee would have agreed upon at the time of the infringement for a license to make use of the invention. It is the royalty that would have resulted from an arm's-length

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negotiation on or about June 14, 2005, between a willing licensor and a willing licensee, assuming that both parties believed the claims in question to be valid and infringed and that the licensee would respect the patent.

In making your determination of the amount of a reasonable royalty, it is important that you focus on the time period when the infringer first infringed the patent and the facts that existed at that time. Your determination does not depend on the actual willingness of the parties to this lawsuit to engage in such negotiations. Your focus should be on what the parties' expectations would have been had they entered negotiations at the time the infringing activity began and the facts that existed at that time.

In determining the reasonable royalty, you should consider all the facts known and available to the parties at the time the infringement began. Some of the kinds of factors that you may consider in making your determination are:

One, whether the patent holder had an established royalty for the invention; in the absence of such a licensing history, any royalty arrangements that were generally used and recognized in the particular industry at that time. In this connection, when

|  | Page 1584 |  | Page 1586 |
| :---: | :---: | :---: | :---: |
| 1 | evaluating evidence about amounts paid under other | 1 | infringer would have been willing to pay and the patent |
| 2 | licenses and agreements, you should consider whether | 2 | owner would have been willing to accept, acting as |
| 3 | such licenses and to what extent the license was | 3 | normally prudent businesspeople. |
| 4 | comparable; that is, was the technology exchanged and | 4 | The amount that a licensor and a licensee |
| 5 | the terms of the agreement similar in terms and scope to | 5 | would have agreed upon just before the patent-in-suit |
| 6 | the technology of the patent-in-suit and the bare | 6 | were issued if both had been reasonably and voluntarily |
| 7 | license for the patent in the hypothetical negotiation; | 7 | trying to reach an agreement; that is, the amount which |
| 8 | The nature of the commercial relationship | 8 | a prudent licensee who desired, as a business |
| 9 | between the patent owner and the licensee, such as | 9 | proposition, to obtain a license to use a particular |
| 10 | whether they were competitors or whether their | 10 | system or method embodying the patented invention would |
| 11 | relationship was that of an inventor and a promoter; | 11 | have been willing to pay as a royalty and still be able |
| 12 | The established profitability of the patented | 12 | to make a reasonable profit and which amount would have |
| 13 | method or system, its commercial success, and its | 13 | been acceptable by a prudent patentee who was willing to |
| 14 | popularity at the time; | 14 | grant a license. |
| 15 | Whether the patent owner had an established | 15 | Now, you'll also get, a little bit later, a |
| 16 | policy of granting licenses or retaining the patented | 16 | form which the lawyers, I think, on both sides will be |
| 17 | invention as its exclusive right, or whether the patent | 17 | showing you with a verdict and each one of those is a |
| 18 | holder had a policy of granting licenses under special | 18 | particular question on some of those issues you received |
| 19 | conditions designed to preserve its exclusivity; | 19 | instruction on; and after the final argument, I have |
| 20 | The size of the anticipated market for the | 20 | few more instructions on what you'll be doing in the |
| 21 | invention at the time the infringement began; | 21 | ry room. |
| 22 | The duration of the patent and of the | 22 | At this |
| 23 | license, as well as the terms and scope of the licer | 23 | burden of proof, plaintiff will begin the closing |
| 24 | such as whether it is exclusive or nonexclusive | 24 | ment. |
| 25 | subject to territorial restrictions; | 25 | MR. CAWLEY: Thank you, your Honor. |
|  | Page 1585 |  | Page 1587 |
| 1 | Seven, the rates paid by the licensee for the | 1 | This is a story about a man who had a vision. |
| 2 | use of other patents comparable to the plaintiff's | 2 | His vision was to become an inventor, and one of the |
| 3 | patent; | 3 | things he had the vision to invent was a way of |
| 4 | Eight, whether the licensee's sales | 4 | controlling something that he saw would be needed in the |
| 5 | patented invention promote sales of its other methods or | 5 | future. He had the vision to see that in the future, |
| 6 | systems and whether the invention generates sales to the | 6 | video games would operate in three dimensions and that |
| 7 | inventor of his nonpatented items. | 7 | the simple kinds of controllers that the industry used |
| 8 | Nine, the utility and advantages of the | 8 | up until the time of his invention wouldn't be good |
| 9 | patent property over the old methods or systems, if any, | 9 | enough. |
| 10 | that had been used for working out similar results. | 10 | He started working and worked hard for |
| 11 | Ten, the extent to which the infringer used | 11 | several years; and at the end of that time, he invented |
| 12 | the invention and any evidence probative of the value of | 12 | a better controller to be used in the control of |
| 13 | such use. | 13 | three-dimensional video games. |
| 14 | Eleven, the portion of the profits in the | 14 | The United States Patent Office recognized |
| 15 | particular business that are customarily attributable to | 15 | s invention. After five years of examination and |
| 16 | the use of the invention or analogous inventions. | 16 | study by the Patent Office, he was issued this '700 |
| 17 | Twelve, the portion of the profits that | 17 | patent. The Patent Office told us that this patent was |
| 18 | should be credited to the invention as distinguished | 18 | valid and useful. And they weren't the only ones. |
| 19 | from nonpatented elements, the manufacturing process, | 19 | You've heard that giant companies in the video game |
| 20 | business risks or significant features or improvements | 20 | industry recognized his technology, and some of them |
| 21 | added by the infringer. | 21 | agreed to pay him fair value in order to be able to |
| 22 | Thirteen, the opinion and testimony of | 22 | import their products into the United States and to sell |
| 23 | qualified experts and of the patent holder. | 23 | them. |
| 24 | Fourteen, any other factors which, in your | 24 | But you've also heard that Nintendo has |
| 25 | mind, would have increased or decreased the royalty the | 25 | refused to pay fair value for the use of Brad Armstrong |

50 (Pages 1584 to 1587)
Christina L. Bickham, RMR, CRR 409/654-2891

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He files his application in 1996, and then he goes about trying to commercialize what you see in front of you on the table. He tries to sell single input member 6-degree-of-freedom controllers. He calls them "global navigators." No one wants them. He sells 30 of them altogether. He attempts to license other companies. He testified that he enters into a joint venture with a company called "Key Tronic" to manufacture single input member 6-degree-of-freedom controllers. Key Tronic never makes a single one.

He testified that he -- his good friend -- he enters into a license with his good friend, Mr. Tyler, when he's at Mad Catz. Mr. Tyler, the person who founded Mad Catz, who has his ear to the video game industry. He licenses his invention to Mr. Tyler; and Mr. Tyler, on behalf of Mad Catz, never makes any controllers that embodied Mr. Armstrong's invention. He never does it. The video game industry today -- you can look today, and there has been no evidence that any company in the video game industry has ever developed a controller like the ones you see before you with a single handle or a single ball that's movable in 6 degrees of freedom to achieve that kind of control.

So, after ten years of failure, of trying, he thinks he's got a revolutionary idea; but as he goes out

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to the market, the video game industry is not interested. What does he do? What does the dreamer do?

What he does is he enters into an agreement; and he forms a company called "Anascape" with his business partner, his friend but his business partner, in 1999. And what do they do with Mr. Tyler's money? Mr. Tyler testified that he put in over a million dollars into the enterprise. Do they do more R\&D? Do they go out and try to market a product? No. What they do is they sit down and spend that time and money trying to write new claims trying to change the application in a way not to cover what Mr. Armstrong disclosed in his 1996 application but to try to cover the work of others, to try to cover the work of Nintendo in this case.

Mr. Tyler -- let's go to the next slide.
Mr. Tyler -- and you saw this slide. It's Defendant's Exhibit 216 in evidence. Mr. Tyler takes the 1996 warehouse application; and in the year 2000, he starts giving Mr. Armstrong ideas on what he should do to write new claims. And one of the things he says is: I think we can get some additional valuable claims out of this application, the zero application. That's the 1996 application. He says: Broadens definition of 6 DOF controllers -- 6-degree-of-freedom controllers -- to 3-D graphic image controllers, probably a better

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definition of controllers on the market today.
They are not innovating; they're writing claims. They're trying to write claims to copy products that are on the market. Mr. Armstrong is no longer trying to find success in his own ideas; he's trying to find success in the ideas of others.

Mr. Tyler again in September -- this is very shortly before the '700 application is filed in November of 2000 -- to Mr. Armstrong, on 6 degrees of freedom: I wonder if we can change the claims to reflect our new direction?

Now, both Mr. Tyler and Mr. Armstrong testified that they couldn't remember what the new direction is. I ask you to use your common sense and your perception of what's gone on in this case and the evidence that has come in before you. And I will suggest to you that the reason -- that there is a reason and a new direction. And what that new direction was was to write claims in 2002 that copied the GameCube controller. They tried to cover the GameCube controller and to take that invention as his own. The new direction was to claim Nintendo's technology as his own.

And I want you to keep in mind one thing. Mr. Armstrong is a 56 percent owner of Anascape. He stands to get the lion's share of the $\$ 50$ million that

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they are asking for in this case. And it's not just $\$ 50$ million, ladies and gentlemen, because the patent continues out until 2012; and they are going to ask for a 5 percent royalty on all of that. So, it could be a hundred million or more at the end of the day.

That's Mr. Armstrong. Now let's look at what the evidence showed about Mr. Ikeda.

He had a revolutionary idea. His idea was for a controller with an accelerometer and a pointer that could respond to body motion as it was moved around. His idea also came from his prior experience. He was an engineer with 15 years working in video games at Nintendo, right after he got his degree in electrical engineering and got out of college. That's what he focused on. And his idea came from, you'll recall, his experience with that Game Boy game called "Kirby Tilt ' $n$ Tumble" which had an accelerometer in it and it gave him the idea, when he was put on that group that was doing planning, to come up with a prototype. And he came up with a prototype; and he took it to his boss, Mr. Miyamoto. And Mr. Miyamoto thought it was a good idea, and it began to catch fire. There was excitement at the company. And the next thing you know, Mr. Ikeda is in charge of the group that's developing the controller for Nintendo's next generation system. And

