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HON. RICARDO MARTINEZ

UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF WASHINGTON
AT SEATTLE

AMIGA, INC., a Delaware corporation,

Plaintiff,

v.

HYPERION VOF, a Belgium corporation,

Defendant/Counterclaim Plaintiff,

v.

ITEC, LLC, a New York Limited Liability
Company,

Counterclaim Defendant.

CAUSE NO. CV07-0631RSM

**ITEC'S REPLY MEMORANDUM OF
POINTS AND AUTHORITIES IN
FURTHER SUPPORT OF MOTION TO
DISMISS OR, IN THE ALTERNATIVE,
TO TRANSFER**

NOTE ON MOTION CALENDAR:
NOVEMBER 30, 2007

[ORAL ARGUMENT REQUESTED]

1 **I. PRELIMINARY STATEMENT**

2 Defendant/Counterclaim Plaintiff Hyperion VOF (“Hyperion”) asserts that personal
3 jurisdiction exists over Counterclaim Defendant Itec LLC (“Itec”) based on four separate
4 grounds; however, none of these purported grounds supports any kind of personal jurisdiction
5 over Itec for purposes of Hyperion’s Amended Counterclaims (the “Counterclaims”).

6 Three of Hyperion’s purported grounds relate to “specific” personal jurisdiction under
7 Washington’s long arm statute, RCW 4.28.185(1)(a), (b) and (c), based on what Hyperion
8 describes as “the transaction of business, the commission of a tortious act, and the ownership of
9 personal property within Washington” Memo in Opp., Dkt 75, p. 2, n. 3. However, (1) the
10 Counterclaims are devoid of allegations regarding personal jurisdiction on such grounds and
11 (2) in order to invoke Washington’s long arm statute, the causes of action alleged must arise out
12 of the defendant’s acts and contacts within the state. No matter how much Hyperion tortures the
13 plain language of documents or tries to attribute the statements or misstatements of other persons
14 to Itec, *none* of Hyperion’s claims arises out of any acts or contacts of Itec in Washington.
15

16 Contrary to Hyperion’s erroneous contention, and regardless of what other persons may
17 have said, *Itec* has *never* claimed that the April 24, 2003 Itec-Hyperion Contract, memorializing
18 Hyperion’s separate, standalone purchase and sale agreement with Itec, constituted an
19 assignment of Amiga Washington’s rights and obligations under the 2001 Amiga
20 Washington/Hyperion Agreement. In fact the Itec-Hyperion Contract, on its face, plainly is not
21 such an assignment. Equally erroneous is Hyperion’s contention that the Itec-Hyperion Contract
22 “incorporate[s] all of the November 3, 2001 Agreement” between Amiga Washington and
23 Hyperion, including specifically a forum selection provision. (Memo in Opp., Dkt 75, p. 12,
24 lines 1-2, 13-14) In fact, the Itec-Hyperion Contract is entirely silent regarding forum selection
25 and makes only a passing reference to transferring ownership of OS4.0 in accordance with
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1 provisions of the 2001 Amiga Washington/Hyperion Agreement. Accordingly, there is no basis
2 for “specific” personal jurisdiction over Itec with respect to either the declaratory judgment or
3 breach of contract Counterclaims regarding the 2001 Amiga Washington/Hyperion Agreement.

4 Similarly, Hyperion’s Counterclaim Cause No. 3, a tort claim supposedly alleging a
5 fraudulent transfer by Itec to KMOS (now Amiga) fails to state a claim, much less allege a
6 tortious act in Washington. The October 2003 Itec/KMOS Contract, upon which the claim is
7 based, did not occur in Washington. Accordingly, there is no basis for “specific” personal
8 jurisdiction over Itec for this claim.
9

10 Hyperion’s fourth purported basis for personal jurisdiction is what Hyperion mistakenly
11 describes as “original jurisdiction under the Lanham Act.” This argument reveals Hyperion’s
12 total confusion between personal jurisdiction over a party and subject matter jurisdiction over a
13 cause of action. While this Court certainly has original subject matter jurisdiction over any
14 legitimate Lanham Act claim, it does not obtain personal jurisdiction over Itec merely because
15 Lanham Act claims are included in Hyperion’s pleading. Hyperion has failed to allege any
16 activity by Itec in Washington to infringe or dilute Hyperion’s alleged trademark rights and, thus,
17 has failed to show a basis for personal jurisdiction over Itec for these claims.
18

19 Any surviving Counterclaims against Itec, if not dismissed outright, should be transferred
20 to the Southern District of New York, where personal jurisdiction over Hyperion and venue both
21 exist.
22

23 **II. THERE IS NO BASIS FOR ASSERTING PERSONAL JURISDICTION OVER ITEC**

24 Whatever Hyperion may say about how many separate grounds it believes warrant this
25 Court’s exercise of personal jurisdiction over Itec, there are just two types of personal
26 jurisdiction: general and specific. *Reebok International, Ltd. v. McLaughlin*, 49 F.3d 1387, 1391
27 (9th Cir. 1995), *cert. denied*, 516 U.S. 908 (1995). Neither exists over Itec in this action.

1 **A. HYPERION DOES NOT EVEN ASSERT “GENERAL” IN PERSONAM**
2 **JURISDICTION OVER ITEC.**

3 “For a defendant to be subject to general in personam jurisdiction, it must have such
4 continuous and systematic contacts with the forum that the exercise of jurisdiction does not
5 offend traditional notions of fair play and substantial justice.” *Reebok*, 49 F.3d at 1391; *accord*
6 *Rano v. SIPA Press, Inc.*, 987 F.2d 580, 587 (9th Cir. 1993). *Brand v. Menlove Dodge*, 796 F.2d
7 1070, 1073 (9th Cir.1986) (noting that factors to be considered in determining whether general
8 jurisdiction exists are whether the defendant makes sales, solicits or engaged in business in the
9 state, serves the state’s markets, designates an agent for service of process, holds a license, or is
10 incorporated there).

11 Here, Hyperion does not even attempt to assert general personal jurisdiction over Itec
12 with respect to its Counterclaims, nor could it. *See Reebok*, 49 F.3d at 1391; *Rano*, 987 F.2d at
13 587. Itec is a New York limited liability company. Its principal place of business at all relevant
14 times has been in New York. It does not do business in Washington and has no offices here.
15 *Grzymala Moving Dec.*, Dkt 73, ¶¶ 2-3. Thus, Itec is not subject to general personal jurisdiction
16 in this Court.

17 **B. THERE IS NO BASIS FOR “SPECIFIC” PERSONAL JURISDICTION OVER**
18 **ITEC IN THIS CASE**

19 The only alternative to general personal jurisdiction is specific personal jurisdiction, the
20 exercise of which “must comport with the state long-arm statute, and with the constitutional
21 requirement of due process. Because the Washington long arm statute reaches as far as the Due
22 Process Clause, all we need analyze is whether the exercise of jurisdiction would comply with
23 due process.” *Omeluk v. Langsten Slip & Batbyggeri A/S*, 52 F.3d 267, 269 (9th Cir.1995)
24 (citations omitted). Thus, whether there is specific personal jurisdiction over Itec is determined
25 by the following three-part test:
26
27

1 (1) The nonresident defendant must purposefully direct his activities or
 2 consummate some transaction with the forum or resident thereof; or perform
 3 some act by which he purposefully avails himself of the privilege of
 4 conducting activities in the forum, thereby invoking the benefits and
 5 protections of its laws; (2) the claim must be one which arises out of or relates
 6 to the defendant's forum-related activities; and (3) the exercise of jurisdiction
 7 must comport with fair play and substantial justice, i.e. it must be reasonable.

8 *Core-Vent Corp. v. Nobel Indus. AB*, 11 F.3d 1482, 1485 (9th Cir.1993); *accord Reebok*, 49
 9 F.3d at 1391. Hyperion bears the burden of making a prima facie showing of in personam
 10 jurisdiction over Itec for *each* of its Counterclaims. *See Data Disc, Inc. v. Systems Technology*
 11 *Associates, Inc.*, 557 F.2d 1280, 1289, n.8 (9th Cir. 1977). Hyperion fails to do so for any of its
 12 claims.

13 **1. The Declaratory Judgment And Breach Of Contract Counterclaims**
 14 **Do Not Arise From Any Forum-Related Business Activities of Itec**

15 Hyperion contends that its assertion of personal jurisdiction over Itec on its causes of
 16 action for breach of the 2001 Amiga Washington/Hyperion Agreement and a declaration of
 17 rights thereunder is based on “the Ninth Circuit’s application of Washington’s long-arm
 18 jurisdiction statute at RCW 4.28.185(1)(a), which relates to a non-resident’s ‘transaction of any
 19 business within this state.’” (Memo in Opp., Dkt 75, p. 15, lines 12-17). As a threshold matter,
 20 Hyperion ignores the explicit limitation that personal jurisdiction based on “transaction of
 21 business within this state” arises under this long-arm provision only “as to any cause of action
 22 *arising from the doing of said acts*” – *i.e.*, arising from that specific “transaction of business
 23 within this state.” RCW 4.28.185(1) (emphasis added).

24 Contrary to Hyperion’s contentions, Itec is not a party to, or assignee of rights or
 25 obligations under the 2001 Amiga Washington/Hyperion Agreement and, thus, had no
 26 involvement in any of the conduct alleged by Hyperion as the bases of these two causes of
 27 action. This Court should consider only the document itself to determine its meaning and, if
 clear, disregard contrary assertions regarding its intent or meaning. *See Steckman v. Hart*

1 *Brewing*, 143 F.3d 1293, 1295-96 (9th Cir. 1998). Itec entered into the Itec-Hyperion Contract in
2 New York, which called for Hyperion to transfer OS4.0 to Itec, which is located in New York.
3 Contrary to Hyperion’s contentions, Amiga Washington is not a party to the Itec-Hyperion
4 Contract, nor is that contract an assignment by Amiga Washington of its rights under the 2001
5 Amiga Washington/Hyperion Agreement. This is apparent on the face of the Itec-Hyperion
6 Contract itself. Simply put, neither of these causes of action regarding the 2001 Amiga
7 Washington/Hyperion Agreement arises from any transaction of business by Itec in Washington.
8

9 Hyperion asserts in conclusory fashion that “Itec purposefully conducted activities by
10 which it sought to avail itself of the rights of Amiga Washington under the 2001 Agreement.”
11 (Memo in Opp. , Dkt 75, p. 17, lines 18-20). However, Hyperion fails to identify or specify even
12 a single such act by Itec in Washington. This is insufficient. *See Pena v. Valo*, 563 F. Supp.
13 742, 747 (C.D. Cal. 1983) (holding that plaintiff failed to make even a prima facie showing that
14 the court had jurisdiction where plaintiff attempted to rely on “the conclusory allegations of his
15 complaint” in response to the allegations set forth in defendants’ affidavits).
16

17 While conceding that purported admissions by individuals and entities other than Itec
18 regarding Itec’s supposed contacts with Washington are not properly attributable to Itec (Memo
19 in Opp., Dkt 75, p. 19, lines 11-14), Hyperion nevertheless inexplicably contends that Itec should
20 be bound by such statements – particularly those by Amiga, Inc. (“Amiga”) and its officers (*see*
21 Memo in Opp., Dkt 75, pp. 3-4; p. 16, lines 4-11; p. 19, lines 11-14) – because, according to
22 Hyperion’s fallacious logic they “arguably are Itec’s agents.” (Memo in Opp., Dkt 75, p. 19,
23 line 13). Hyperion proffers no basis for making any of those purported admissions attributable to
24 or binding on Itec. “Apparent authority of an agent can be inferred only from the acts and
25 conduct of the principal; the extent of an agent's authority cannot be established by his own acts
26 and declarations. The burden of establishing agency rests upon the one who asserts it.” *State v.*
27

1 *Bryant*, 146 Wn.2d 90, 103-104 (2002) (citations omitted); *see Charette v. Amer. Surety Co. of*
2 *New York*, 49 Wn.2d 777, 780, 307 P.2d 252 (1957) (“[A]n agent cannot enlarge his actual
3 authority by his own assertions or representations. In an action against the principal, such as the
4 instant case, the only competent evidence of an agent’s apparent authority is that which is
5 founded on some act or representation of the alleged principal.”) Furthermore, most of the
6 purported admissions are unsupported by competent evidence, nearly all are simply incorrect or
7 are mischaracterized by Hyperion, and none establishes any conduct by Itec in Washington out
8 of which the breach of contract or declaratory judgment causes of action purportedly arise.
9

10 For example, contrary to Hyperion’s assertion (Memo in Opp., Dkt 75, p. 3, lines 6-11),
11 Amiga’s venue allegations in paragraph 3 of its Complaint – referencing “events giving rise to
12 the alleged claims in this action” that occurred in this judicial district – relate *only* to conduct in
13 Washington by Amiga and Hyperion, *not Itec*, which was not a party when the Complaint was
14 filed. The Complaint’s further allegation that “the parties stipulated to jurisdiction and to venue
15 in this judicial district,” also refers only to Amiga and Hyperion – not Itec, which never obligated
16 itself to jurisdiction or venue in this district and was not a “party” when the Complaint was filed.
17

18 Similarly, contrary to Hyperion’s assertion (Memo in Opp., Dkt 75, p. 3, lines 11-14), the
19 allegation in paragraph 4 of the Complaint that Amiga “is the successor in interest to all right,
20 title and interest in the contracts referenced herein between Amiga, Inc. . . . a Washington
21 corporation (“Amiga Washington”) and Hyperion VOF,” refers only to Amiga, Hyperion, and
22 Amiga Washington. *Itec* has never been, or claimed to be, a party or successor-in-interest to any
23 such unspecified contracts between Amiga Washington and Hyperion.
24

25 In addition, contrary to its current assertion (Memo in Opp., Dkt 75, p. 3, lines 15-24),
26 Hyperion is well aware that, in the rush of seeking preliminary relief, William McEwen – who is
27 *not* an officer, agent or representative of Itec – was simply wrong when he asserted that in April

1 2003, Amiga Washington assigned its rights under the 2001 Amiga Washington/Hyperion
2 Agreement to Itec. Indeed Mr. McEwen's error is obvious on the face of the April 24, 2003
3 Itec/Hyperion Contract, which memorialized Hyperion's separate, standalone purchase and sale
4 agreement with Itec regarding OS4.0. Grzymala Moving Dec., Dkt 73, ¶¶ 7-9, Ex. 1. The plain
5 language of the Itec/Hyperion Contract provides simply that in return for \$25,000 received from
6 Itec, Hyperion is obligated to transfer the OS4.0 operating system to Itec. Amiga Washington is
7 not a party to the Itec/Hyperion Contract, nor does that contract say anything about Amiga
8 Washington assigning rights under the 2001 Amiga Washington/Hyperion Agreement. Amiga
9 itself has recognized Mr. McEwen's error, and weeks ago requested Hyperion's consent to the
10 filing of an Amended Complaint, *inter alia*, correcting the mistake.

12 Likewise, contrary to Hyperion's assertion (Memo in Opp., Dkt 75, p. 4, lines 15-24),
13 Garry Hare's March 12, 2004 declaration in a separate litigation is not competent testimony
14 regarding what Itec and Hyperion intended by the Itec-Hyperion Contract. Mr. Hare has *never*
15 been an officer, agent or representative of Itec and was not even an officer of Amiga (f/k/a
16 KMOS) on April 24, 2004, the date on the Itec-Hyperion Contract, since Amiga (KMOS) was
17 not even incorporated until October 7, 2003. Although Mr. Hare's declaration overstates what
18 Itec acquired pursuant to the Itec-Hyperion Contract, the Itec-Hyperion Contract plainly provides
19 only for Itec to acquire OS4.0 from Hyperion, not source code of the Classic Amiga OS, OS 3.1,
20 OS 3.5, or OS 3.9 from Amiga Washington. Thus, Itec transferred to Amiga (KMOS) in
21 October 2003 only what Itec had acquired from Hyperion pursuant to the Itec-Hyperion
22 Contract, which was all of Hyperion's rights to OS4.0. (*See* Grzymala Reply Dec. ¶ 6).

25 Finally, Hyperion has seized on an obvious typographical error in the Grzymala Moving
26 Declaration (corrected in paragraphs 2-5 of his Reply Declaration) in order to distort the gist of
27 Itec's argument that the Itec/Hyperion Contract forms the sole and exclusive basis for

1 **Hyperion's** Counterclaims against Itec in this lawsuit. (See Memo in Opp., Dkt 75, p. 16,
 2 line14)¹ The point is that without the Itec/Hyperion Contract there is no connection at all
 3 between any conduct by Itec and any allegations underlying Hyperion's declaratory judgment or
 4 breach of contract Counterclaims. The Itec/Hyperion Contract itself, executed and to be
 5 performed in New York and Belgium, is not a jurisdictional contact between Itec and
 6 Washington, nor (as detailed in Itec's motion papers) does it incorporate any jurisdiction
 7 selection provision from the November 3, 2001 Amiga Washington/Hyperion Agreement,
 8 contrary to Hyperion's assertion (Memo in Opp., Dkt 75, p. 4, lines 4-12).

10 **2. Hyperion's Third Counterclaim, Alleging That Itec Fraudulently Conveyed**
 11 **Assets To KMOS, Inc., Does Not Allege A Tortious Act Within This State**

12 **a) The October 2003 Stock Sale Agreement, Between New York and**
 13 **Delaware Entities Is Not A "Tortious Act Within Washington State."**

14 Hyperion's third counterclaim alleges that Itec's October 2003 Stock Purchase and Sale
 15 Agreement with KMOS, Inc. (the "Itec/KMOS Contract") violated Washington's Uniform
 16 Fraudulent Transfer Act, RCW 19.40. (Amended Counterclaims, ¶¶ 52-54, Dkt 66) Although
 17 not pleaded in its Counterclaims – and thus not properly before the Court on this motion, *Smith*
 18 *v. Coleman*, 2001 U.S. Dist. LEXIS 16584, *5, n. 1 (N.D. Cal. 2001) – Hyperion now asserts that
 19 Itec "participated in a scheme," which began with a Loan Facility Agreement in which Itec
 20 promised to loan Amiga Washington \$175,000. However, loaning money to a debtor is not a
 21 "transfer" under the Uniform Fraudulent Transfer Act. RCW 19.40.011(12). Hyperion alleges
 22 the scheme's next step was a Security Agreement that provided collateral for the antecedent debt.
 23 But a creditor is deemed to have provided reasonably equivalent value when it receives a
 24 security interest for an antecedent debt. RCW 19.40.031. "[W]hen a transfer is for security
 25

26 _____
 27 ¹ Paragraph 10 of the Grzymala Moving Declaration should have read: "The Itec/Hyperion Contract is the only operative agreement between Itec and Hyperion, and it forms the sole and exclusive basis for **Hyperion's** claims in this lawsuit." "Itec" was inadvertently substituted for Hyperion where indicated. See Grzymala Reply Dec. ¶¶ 2-5.

1 only, the equity or value of the asset that exceeds the amount of the debt secured remains
 2 available to unsecured creditors and thus cannot be regarded as the subject of a fraudulent
 3 transfer merely because of the encumbrance resulting from an otherwise valid security transfer.”

4 *Sedwick v. Gwinn*, 73 Wn.App. 879, 889, 873 P.2d 528 (1994). According to Hyperion, the
 5 scheme “culminated” in the Itec/KMOS Contract. However, the Itec/KMOS Contract is not a
 6 contact with Washington from which the fraudulent transfer counterclaim against Itec arises.

7
 8 Hyperion is also wrong when it asserts that a fraudulent conveyance implicates the
 9 contract and “ownership of property” subsections of Washington’s long arm statute. The
 10 gravamen of a fraudulent conveyance cause of action is that the defendant committed fraud; thus,
 11 it is a tort. *Aberdeen Fed. Sav. & Loan Assoc. v. Hanson*, 58 Wn.App. 773, 776, 794 P.2d 1322
 12 (1990); *Sunrise Indus. Joint Venture v. Ditrac Optics, Inc.*, 873 F.Supp. 765, 770 (E.D. N.Y.
 13 1995) (“A cause of action for fraudulent conveyance is a species of tort.”); *Terry v. June*, 420
 14 F.Supp.2d 493, 502-503 (W.D. Va. 2006). Because it is a tort, the applicable subsection of
 15 Washington’s long arm statute is RCW 4.28.185(1)(b). “To determine whether a tortious act
 16 occurred in Washington, the last event necessary to make the defendant liable must have
 17 occurred in Washington.” *CTVC v. Shinawatra*, 82 Wn.App. 699, 718, 919 P.2d 1243 (1996). It
 18 does not matter whether the party felt the injury in Washington State; what matters is where the
 19 last event occurred. *Lewis v. Bours*, 119 Wn.2d 667, 673, 835 P.2d 221 (1992).²

20
 21 In *Oertel v. Bradford Trust Co.*, 33 Wn.App. 331, 655 P.2d 1165 (1982), the defendant
 22 was a New York trustee for a unit investment trust. The plaintiff purchased 70 units of the
 23 investment trust, represented by a certificate of ownership signed by the trustee and sent from
 24 New York to Washington. The certificate was stolen, and with a forged endorsement was
 25

26
 27 ² Hyperion’s argument, that Itec caused Hyperion damage in Washington State by moving assets from Washington
 to another state (Opposition, p. 10, lines 3-5), misstates the applicable legal standard and ignores the obvious:
 Hyperion is not a resident of Washington State.

1 negotiated in British Columbia. The trustee redeemed the security by issuing a check in New
 2 York, which in turn was paid by its bank in New York. The plaintiff sued in Washington and
 3 recovered a judgment. The court of appeals reversed, finding no jurisdiction under
 4 Washington's long arm statute: "both parties agree that any conversion of Oertel's property by
 5 Bradford occurred in New York. Oertel's cause of action, if any, was complete after Bradford
 6 redeemed the securities involved, issued its check, and paid that check. None of these events
 7 occurred in Washington." 33 Wn.App. 331, 337, 655 P.2d 1165 (1982). In *Poplar Grove State*
 8 *Bank v. Powers*, 218 Ill.App.3d 509, 578 N.E.2d 588 (Ill. App. Ct. 1991), the alleged fraudulent
 9 conveyance was an assignment by a mother in Wisconsin to her son in Iowa of an interest in real
 10 property in Illinois. The court held that the alleged fraudulent conveyance, the assignment, was
 11 entered into outside Illinois, and "[p]laintiff has not shown that [defendant] committed a tortious
 12 act within this State." 218 Ill.App.3d 517, 578 N.E.2d at 594.
 13

14
 15 The Itec/KMOS Contract, the event upon which Hyperion relies in pleading a fraudulent
 16 conveyance, is between a Delaware Corporation and a New York limited liability company. The
 17 agreement did not occur in Washington State. Therefore, assuming arguendo that the
 18 Itec/KMOS Contract was a fraudulent conveyance, it was not a tortious act within Washington
 19 State, and no jurisdiction exists under RCW 4.28.185(1)(b).
 20

21 **b) Inclusion Of A Unilateral, Permissive Forum Selection Provision Is
 22 Not Purposeful Availment**

23 Hyperion makes much of the choice of law and venue provisions in paragraphs 20 and 11
 24 of the Loan Facility and Security Agreements, respectively, although Hyperion does not plead
 25 either agreement as constituting a fraudulent conveyance.³ Hyperion dissembles. These
 26

27 ³ In opposing Itec's motion to dismiss, Hyperion has not moved to amend (for a second time) and is precluded from attempting to introduce a new cause of action. *Daniels v. Unum Life Ins. Co. of America*, 2006 WL 3826715 *2 (N.D. Cal. 2006); *Sathianathian v. Smith Barney, Inc.*, 2004 WL 3607403 n. 13 (N.D. Cal. 2004).

1 provisions gave Itec alone the *option* of suing Amiga Washington in Washington State.⁴ Itec
 2 could not foresee being haled into a Washington court because these provisions were unilateral
 3 and permissive. The clauses did not *require* disputes to be litigated in Washington, Itec did not
 4 consent to suit in Washington, and Itec never utilized Washington as a forum. Itec undoubtedly
 5 did not consent to jurisdiction for an unrelated fraudulent conveyance claim by Hyperion, which
 6 does not arise out of the Loan Facility Agreement or the Security Agreement.

7
 8 **C. THE LANHAM ACT DOES NOT CONFER PERSONAL JURISDICTION
 OVER ALL POTENTIAL DEFENDANTS NATIONWIDE**

9 Hyperion mistakenly argues that Itec is subject to *personal* jurisdiction in this District
 10 simply because Hyperion has asserted a Lanham Act “Counterclaim” and this Court has
 11 “*original* jurisdiction” over Lanham Act claims. (Memo in Opp., Dkt 75, p. 2, n. 3; p. 22 line
 12 24ff.) Hyperion is confusing in personam jurisdiction and subject matter jurisdiction. While this
 13 Court certainly would have “original subject matter jurisdiction” over Hyperion's federal
 14 statutory Lanham Act causes of action, 15 U.S.C. § 1121 – had Hyperion properly pled such a
 15 claim – the Court still needs a separate basis for exercising personal jurisdiction over Itec.⁵

16
 17 The Lanham Act is not like certain other federal statutes, such as RICO and ERISA,
 18 which include provisions for nationwide service of process, and thus personal jurisdiction over
 19 defendants nationwide, *see* 18 U.S.C. § 1965(d); *Panama v. BCCI Holdings (Luxembourg) S.A.*,
 20 119 F.3d 935, 942 (11th Cir. 1997); 29 U.S.C. § 1132(e)(2); *Peay v. BellSouth Med. Assist. Plan*,
 21 205 F.3d 1206, 1210 (10th Cir. 2000);. The Lanham Act contains no such provision and, thus,
 22 does not confer an independent basis for nationwide personal jurisdiction over defendants. *See*
 23

24
 25
 26 ⁴ “*Borrower [Amiga Washington] agrees* that the venue of any action in connection herewith may be laid in or
 transferred to King County, Washington, *at the option of the Lender.*” Carton Opp. Dec., Dkt 76, Ex. A, p. 15, ¶
 20, and Carton Opp. Dec., Dkt 76, Ex. B, p. 19, ¶ 11 (emphasis supplied).

27 ⁵ Section 39(a) of the Lanham act, 15 U.S.C. § 1121(a), provides in relevant part (emphasis added): “The district
 and territorial courts of the United States shall have *original jurisdiction* . . . of all actions arising under this chapter,
 without regard to the amount in controversy or to diversity or lack of diversity of the citizenship of the parties.”

1 *Omni Capital Int'l, Ltd. V. Rudolf Wolff & Co.*, 484 U.S. 97, 106-07 (1987).

2 As with all of Hyperion's other Counterclaims, the Lanham Act causes of action do not
3 arise out of any conduct by Itec in Washington. Indeed, Hyperion has not averred any conduct
4 whatsoever by Itec in Washington allegedly infringing or diluting Hyperion's purported
5 trademark rights. Accordingly, there is no basis for exercising personal jurisdiction over Itec
6 based on the Lanham Act causes of action.
7

8 **D. ANY SURVIVING CLAIMS AGAINST ITEC SHOULD BE TRANSFERRED
9 TO NEW YORK, WHERE THERE IS JURISDICTION AND VENUE**

10 In response to Itec's alternative assertion that any surviving Counterclaims against Itec
11 should be transferred to the Southern District of New York, Hyperion disingenuously contends
12 that Itec has failed to show that there would be jurisdiction and venue over Hyperion in that
13 District. Since Hyperion would be the plaintiff, there is no need to demonstrate personal
14 jurisdiction over it. As for Itec, a New York limited liability company with its principal place of
15 business in the Southern District of New York, there is general personal jurisdiction there.
16 Venue is also proper, since Itec is deemed to reside in that District and a substantial part of the
17 events giving rise to the claim occurred there. *See* 28 U.S.C. § 1391(b)(c) and (f); Itec's Motion,
18 Dkt 71, pp. 19-23. Accordingly, Itec's motion to dismiss or transfer should be granted.
19

20 DATED this 30th day of November, 2007.

21 /s/ Lawrence R. Cock
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CERTIFICATE OF SERVICE

1
2
3 I hereby certify that on November 30, 2007, I electronically filed the foregoing with the
4 Clerk of the Court using the CM/ECF system which will send notification of such filing to the
5 following:
6

7 William A. Kinsel
8 Law Offices of William A. Kinsel, PLLC
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A copy was also hand delivered on November 30, 2007.

12 /s/ Lawrence R. Cock
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