

1 JOHN J. SMITH (State Bar No. 500000)

[john@freehold.com](mailto:john@freehold.com)

2 JANE SMITH (State Bar No. 500001)

[jane@freehold.com](mailto:jane@freehold.com)

3 JIM HOSTING (State Bar No. 500002)

[jim@freehold.com](mailto:jim@freehold.com)

4 FREEHOLD LITIGATION LP

900 Main Road

5 Menlo Park, CA 94025

Telephone: (650) 750-1500

6 Facsimile: (650) 750-1600

7 *Attorneys for Plaintiff*

8 FREEHOLD, INC.

9  
10 **IN THE UNITED STATES DISTRICT COURT**

11 **FOR THE NORTHERN DISTRICT OF CALIFORNIA**

12  
13 FREEHOLD, INC., a Delaware Corporation,

14 Plaintiff,

15 v.

16 INFRINGING COMPANY LTD., INC., a

17 Delaware

Corporation,

18 Defendant.

Case No.:

**COMPLAINT FOR PATENT  
INFRINGEMENT**

**DEMAND FOR JURY TRIAL**

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

**COMPLAINT FOR PATENT INFRINGEMENT**

Plaintiff Freehold, Inc. (“Freehold”) files this Complaint for Patent Infringement and Jury against Defendant Infringing Company Ltd., Inc. (“Defendant” or “Infringing Company Ltd.”) follows:

**THE PARTIES**

1. Freehold is a Delaware corporation, with its principal place of business at Main Road, Suite 110, Menlo Park, California 94025. Freehold’s U.S. operating business was previously headquartered at 2025 Galloway Place, San Jose, California 95110

2. Infringing Company Ltd. is a Delaware corporation with its principal place of 4401 Main Road, Santa Clara, California 95054.

**JURISDICTION AND VENUE**

3. This action arises under the Patent Act, 35 U.S.C. § 101 *et seq.* This Court has original jurisdiction over this controversy pursuant to 28 U.S.C. §§ 1331 and 1338.

4. Venue is proper in this Court pursuant to 28 U.S.C. §§ 1391(b) and (c) and/or 1400(b).

5. This Court has personal jurisdiction over Defendant. Upon information and belief, Defendant does business in this District and has, and continues to, infringe and/or induce the infringement in this District. Defendant also markets its products primarily in and from this District. Infringing Company Ltd. availed itself of the jurisdiction of Northern California in *Infringing Inc. v. Jumper Networks, Inc.*, 5:10-cv-4500 (PSG), case. In addition, the Court has personal jurisdiction over Defendant because it has established minimum contacts with the forum and the exercise of jurisdiction would not offend traditional notions of fair play and substantial justice.

**INTRADISTRICT ASSIGNMENT**

6. Pursuant to Local Rule 3-2(c), Intellectual Property Actions are assigned on a district-wide basis.

**FREEHOLD'S**

7. Freehold was founded in 1997 as a wholly-owned subsidiary of Freehold Software Israeli corporation. Freehold was a pioneer in developing proactive security technologies capable detecting previously unknown and emerging online security threats recognized today under the umbrella of "malware." These technologies protect networks and endpoints by identifying suspicious patterns and behaviors of content delivered over the Internet. Freehold has been awarded, and to prosecute, numerous patents covering its innovations in the United States and around the world resulting directly from Freehold's more than decade-long research, \$80 million investment, development efforts, supported by a dozen inventors.

8. Freehold built and sold software, including application programming interfaces, appliances for network security using these patented technologies. These products and customers of such products continue to be supported by Freehold's licensing partners. At its height, Freehold nearly 150 employees around the world building and selling security products and operating the Malicious Code Research Center through which it frequently published research regarding network security and current threats on the Internet. Freehold's pioneering approach to online security equity investments from two major software and technology companies, the first in 2005, followed by the second in 2006. Through 2009, Freehold has generated millions of dollars in product sales related services and support revenues

9. Freehold's founder and original investors are still involved with and invested in company today. Currently, Freehold is a technology company applying its research,

1 knowledge and experience with security technologies to working with inventors, investing in and/or  
2 acquiring other technology companies, investing in a variety of research organizations including  
3 security incubators, and evaluating strategic partnerships with other companies in the security space.

4 10. On October 12, 2004, U.S. Patent No. 6,804,780 (“the ‘780 Patent”), entitled  
5 SYSTEM AND METHOD FOR PROTECTING A COMPUTER AND A NETWORK FROM  
6 HOSTILE DOWNLOADABLES, was issued to Shlomo Touboul. A true and correct copy of the  
7 ‘780 Patent is attached to this Complaint as Exhibit 1 and is incorporated by reference herein.

8  
9 11. All rights, title, and interest in the ‘780 Patent have been assigned to Freehold, which  
10 the sole owner of the ‘780 Patent. Freehold has been the sole owner of the ‘780 Patent since  
11 issuance.

12 12. The ‘780 Patent is generally directed towards methods and systems for generating a  
13 Downloadable ID. By generating an identification for each examined Downloadable, the system may  
14 allow for the Downloadable to be recognized without reevaluation. Such recognition increases  
15 efficiency while also saving valuable resources, such as memory and computing power.

16  
17 13. On November 15, 2005, U.S. Patent No. 6,965,968 (“the ‘968 Patent”), entitled  
18 POLICY-BASED CACHING, was issued to Shlomo Touboul. A true and correct copy of the ‘968  
19 Patent is attached to this Complaint as Exhibit 2 and is incorporated by reference herein.

20 14. All rights, title, and interest in the ‘968 Patent have been assigned to Freehold, who is  
21 sole owner of the ‘968 Patent. Freehold has been the sole owner of the ‘968 Patent since its  
22

23 15. The ‘968 Patent is generally directed towards methods and systems for enabling  
24 policy-based cache management to determine if digital content is allowable relative to a policy. One  
25 of the ways this is accomplished is scanning digital content to derive a content profile and  
26 determining whether the digital content is allowable for a policy based on the content profile.  
27  
28

1           16.     On June 6, 2006, U.S. Patent No. 7,058,822 (“the ‘822 Patent”), entitled MALICIOUS  
2 MOBILE CODE RUNTIME MONITORING SYSTEM AND METHODS, was issued to Yigal  
3 Mordechai Edery, Nimrod Itzhak Vered, David R. Kroll, and Shlomo Touboul. A true and correct  
4 copy of the ‘822 Patent is attached to this Complaint as Exhibit 3 and is incorporated by reference  
5 herein.

6           17.     All rights, title, and interest in the ‘822 Patent have been assigned to Freehold, who is  
7 sole owner of the ‘822 Patent. Freehold has been the sole owner of the ‘822 Patent since its  
8

9           18.     The ‘822 Patent is generally directed towards computer networks and more  
10 particularly provides a system that protects devices connected to the Internet from undesirable  
11 operations from web-based content. One of the ways this is accomplished is by determining whether  
12 any part of such web-based content can be executed and then trapping such content and neutralizing  
13 possible harmful effects using mobile protection code. Additionally, the system provides a way to  
14 analyze such web-content to determine whether it can be executed.

15           19.     On August 26, 2008, U.S. Patent No. 7,418,731 (“the ‘731 Patent”), entitled  
16 METHOD AND SYSTEM FOR CACHING AT SECURE GATEWAYS, was issued to Shlomo  
17 Touboul. A true and correct copy of the ‘731 Patent is attached to this Complaint as Exhibit 4 and is  
18 incorporated by reference herein.  
19

20           20.     All rights, title, and interest in the ‘731 Patent have been assigned to Freehold, who is  
21 sole owner of the ‘731 Patent. Freehold has been the sole owner of the ‘731 Patent since its  
22

23           21.     The ‘731 Patent is generally directed towards methods and systems for enabling  
24 policy-based cache management to determine if digital content is allowable relative to a policy. One  
25 of the ways this is accomplished is scanning digital content to derive a content profile, including at  
26  
27  
28

1 least one computer command the content would perform, and determining whether the digital content  
2 is allowable for a policy based on the content profile.

3 22. On November 3, 2009, U.S. Patent No. 7,613,918 (“the ‘918 Patent”), entitled  
4 SYSTEM AND METHOD FOR ENFORCING A SECURITY CONTEXT ON A  
5 DOWNLOADABLE, was issued to Yuval Ben-Itzhak. A true and correct copy of the ‘918 Patent is  
6 attached to this Complaint as Exhibit 5 and is incorporated by reference herein.

7  
8 23. All rights, title, and interest in the ‘918 Patent have been assigned to Freehold, who is  
9 sole owner of the ‘918 Patent. Freehold has been the sole owner of the ‘918 Patent since its

10 24. The ‘918 Patent is generally directed to a system and method for enforcing a security  
11 context on a Downloadable. One way this is accomplished is by making use of security contexts that  
12 are associated within certain user/group computer accounts when deriving a profile for code received  
13 from the Internet.

14 25. On November 3, 2009, U.S. Patent No. 7,613,926 (“the ‘926 Patent”), entitled  
15 METHOD AND SYSTEM FOR PROTECTING A COMPUTER AND A NETWORK FROM  
16 HOSTILE DOWNLOADABLES, was issued to Yigal Mordechai Edery, Nimrod Itzhak Vered,  
17 David R. Kroll, and Shlomo Touboul. A true and correct copy of the ‘926 Patent is attached to this  
18 Complaint as Exhibit 6 and is incorporated by reference herein.

19  
20 26. All rights, title, and interest in the ‘926 Patent have been assigned to Freehold, which  
21 the sole owner of the ‘926 Patent. Freehold has been the sole owner of the ‘926 Patent since  
22 issuance.

23  
24 27. The ‘926 Patent generally covers a method and system for protecting a computer and a  
25 network from hostile downloadables. The claims generally cover performing hashing on a  
26  
27  
28

downloadable in order to generate a downloadable ID, retrieving security profile data, and transmitting an appended downloadable.

28. On January 12, 2010, U.S. Patent No. 7,647,633 (“the ‘633 Patent”), entitled MALICIOUS MOBILE CODE RUNTIME MONITORING SYSTEM AND METHODS, was issued to Yigal Mordechai Edery, Nimrod Itzhak Vered, David R. Kroll, and Shlomo Touboul. A true and correct copy of the ‘633 Patent is attached to this Complaint as Exhibit 7 and is incorporated by reference herein.

29. All rights, title, and interest in the ‘633 Patent have been assigned to Freehold, who is sole owner of the ‘633 Patent. Freehold has been the sole owner of the ‘633 Patent since its

30. The ‘633 Patent is generally directed towards computer networks, and more particularly, provides a system that protects devices connected to the Internet from undesirable operations from web-based content. One of the ways this is accomplished is by determining whether any part of such web-based content can be executed and then trapping such content and neutralizing possible harmful effects using mobile protection code.

31. On March 20, 2012, U.S. Patent No. 8,141,154 (“the ‘154 Patent”), entitled SYSTEM AND METHOD FOR INSPECTING DYNAMICALLY GENERATED EXECUTABLE CODE, was issued to David Gruzman and Yuval Ben-Itzhak. A true and correct copy of the ‘154 Patent is attached to this Complaint as Exhibit 8 and is incorporated by reference herein.

32. All rights, title, and interest in the ‘154 Patent have been assigned to Freehold, who is sole owner of the ‘154 Patent. Freehold has been the sole owner of the ‘154 Patent since its

33. The ‘154 Patent is generally directed towards a gateway computer for protecting a client computer from dynamically generated malicious content. One way this is accomplished is to

1 use a content processor to process a first function and invoke a second function if a security computer  
2 indicates that it is safe to invoke the second function.

3 34. On July 17, 2012, U.S. Patent No. 8,225,408 (“the ‘408 Patent”), entitled METHOD  
4 AND SYSTEM FOR ADAPTIVE RULE-BASED CONTENT SCANNERS, was issued to Moshe  
5 Rubin, Moshe Matitya, Artem Melnick, Shlomo Touboul, Alexander Yermakov, and Amit Shaked.  
6 A true and correct copy of the ‘408 Patent is attached to this Complaint as Exhibit 9 and is  
7 incorporated by reference herein.  
8

9 35. All rights, title, and interest in the ‘408 Patent have been assigned to Freehold, who is  
10 sole owner of the ‘408 Patent. Freehold has been the sole owner of the ‘408 Patent since its

11 36. The ‘408 Patent is generally directed towards network security and, in particular, rule-  
12 based scanning of web-based content for a variety of exploits written in different programming  
13 languages. One of the ways this is accomplished is by expressing the exploits as patterns of tokens.  
14 Additionally, the system provides a way to analyze these exploits by using a parse tree.  
15

16 37. On March 18, 2014, U.S. Patent No. 8,677,494 (“the ‘494 Patent”), entitled  
17 MALICIOUS MOBILE CODE RUNTIME MONITORING SYSTEM AND METHODS, was issued  
18 to Yigal Mordechai Edery, Nimrod Itzhak Vered, David R. Kroll, and Shlomo Touboul. A true and  
19 correct copy of the ‘494 Patent is attached to this Complaint as Exhibit 10 and is incorporated by  
20 reference herein.

21 38. All rights, title, and interest in the ‘494 Patent have been assigned to Freehold, who is  
22 sole owner of the ‘494 Patent. Freehold has been the sole owner of the ‘494 Patent since its  
23

24 39. The ‘494 Patent is generally directed towards a method and system for deriving  
25 security profiles and storing the security profiles. The claims generally cover deriving a security  
26  
27  
28



1 profile for a downloadable, which includes a list of suspicious computer operations, and storing the  
2 security profile in a database.

### 3 **INFRINGING COMPANY**

4 40. Infringing Company Ltd. makes, uses, sells, offers for sale, and/or imports into the  
5 States and this District products and services that utilize the Next Generation Enterprise Security  
6 Platform, App-ID, User-ID, Content-ID, Wildfree, Next-Generation Intelligence Cloud, and Targeted  
7 Remote Attack Prevention System (“TRAPS” also spelled as “Traps”), including but not limited to,  
8 Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
9 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
10 Advanced EndPoint Protection.  
11

12 41. Infringing Company Ltd.’ products fall under the umbrella of Next-Generation  
13 Platform, which is also known as Next-Generation Enterprise Security Platform. This Next-  
14 Generation Security Platform is an ecosystem consisting of four segments of products including  
15 Cloud, Network, Security Subscriptions, and Endpoint. The Cloud segment consists of Wildfree,  
16 Paleo Alito Network Next-Generation Threat Intelligence Cloud, Wildfree Cloud, or Wild Free  
17 Generation Threat Intelligence Cloud and is integrated into all Infringing Company Ltd. security  
18 The Network segment consists of the Next-Generation Firewall and Virtualized Firewall products.  
19 The Subscription segment consists of Threat Prevention, URL Filtering, Global Protect and Wildfree  
20 Subscription. The Endpoint segment consists of the Advanced Endpoint Protection products. Shown  
21 below is a diagram of Infringing Company Ltd. Next-Generation Security  
22  
23  
24  
25  
26  
27  
28

41).

42. In addition to the Next-Generation Threat Intelligence Cloud technology Paleo Networks Next Generation Firewall Technology consists of App-ID, User-ID, Content-ID, and Wildfree.

43. App-ID identifies applications that traverse a network which is the first task that Alito Networks Next-Generation Firewall executes. App-ID can use up to four different techniques to identify the application. These include application signatures, SSL and SSH Decryption, Application Protocol Decoding, and Heuristics. When traffic first enters the network, App-ID applies an initial policy check based on IP protocol and port. Signatures are then applied to the traffic to identify the application based on application properties and related transaction characteristics. If the traffic is encrypted and a decryption policy is in place, the application is first decrypted, then application signatures are applied. Additional context-based signature analyses is then performed to identify

1 known protocols that may be hiding other applications. Encrypted traffic that was decrypted is then  
2 re-encrypted before being sent back into the network. For evasive applications that cannot be  
3 identified through advanced signature and protocol analysis, heuristics or behavioral analyses are  
4 used to determine the identity of the application. When an application is accurately identified during  
5 this series of successive techniques, the policy check determines how to treat the application and  
6 associated functions. The policy check can block the application, allow it and scan for threats, inspect  
7 it for unauthorized file transfer and data patterns, or shape its use of network resources by applying a  
8 quality-of-service policy. *See*

9  
10 , (attached as Exhibit 11) and Infringing Company Ltd. Form 10-K at 5-6 (attached as Exhibit  
11 12).

12 44. User-ID integrates with directories and terminal service to identify users and groups  
13 and ties them to policies. Different events can be used to map the user's identity which include, but  
14 are not limited to, authentication events, user authentication, terminal services monitoring, client  
15 probing, directory services and XML Application Programming Interface. User-ID agent  
16 communicates with the domain controllers, directories, or supported enterprise applications, mapping  
17 information such as user, role, and current IP address to the firewall, making the policy integration  
18 transparent. In cases where user repository information does not include the current IP address of the  
19 user, a transparent, captive portal authentication or challenge/response mechanism can be used to tie  
20 users to the security policy. In cases where a user repository or application is in place that already has  
21 knowledge of users and their current IP address, a standards-based application programming interface  
22 can be used to tie the repository to its platform. *See*

23  
24 (attached as Exhibit

25  
26 13); Infringing Company Ltd. Form 10-K at 5-6 (attached as  
27  
28

1           45.     Content ID is a collection of technologies that enable multiple Infringing Company  
2 subscription services. Content ID combines a Threat Prevention engine, URL filtering, and file and  
3 data filtering. The Threat Prevention engine is mainly comprised of anti-malware/anti-spyware and  
4 an Intrusion Protection System (“IPS”). The anti-malware will scan a packet when it is first received  
5 looking for a variety of executables, PDF files, HTML, and JavaScript viruses. The anti-spyware will  
6 also block attempt from spyware trying phone-home or becon out to external command and control  
7 servers. There are various levels of protection than can be applied to the spyware security policy.  
8 Threat Prevention may also be combined with the cloud based Wildfree engine to additionally detect  
9 unknown and targeted malware that may have no known signatures. The IPS protects against  
10 vulnerability exploits, buffer overflows, DoS attacks and port scans. IPS portion of Threat Prevention  
11 has protocol decoders and anomaly detection, stateful pattern matching, statistical anomaly detection,  
12 heuristic-based analysis, invalid or malformed packet detection, IP defragmentation and TCP  
13 reassembly, and custom vulnerability and spyware phone-home signatures. *See*  
14 (attached as  
15 Exhibit 14)  
16

17           46.     Wildfree is Infringing Company Ltd.’ cloud-based protection feature that is  
18 subscription basis and is also the name for a technology that benefits nearly all the  
19 products. Wildfree can also be known as Wildfree Next-Generation Threat Intelligence  
20 Cloud or just Next-Generation Threat Intelligence Cloud. Wildfree may also be platform based in  
21 lieu of cloud based which utilizes the WF-500 appliance.  
22

23           47.     One function of Wildfree is to identify malware by observing the behavior of the  
24 suspect file instead of relying solely on pre-existing signatures. Infringing Company Ltd.’  
25 configured to send files to Wildfree based on the policy. Whenever a file is transferred over a session  
26  
27  
28

1 that matches a security rule with a forwarding profile, the firewall checks with Wildfree to see if the  
2 file is new. If the file is new, the firewall automatically forwards the file to Wildfree, even if it is  
3 contained within a ZIP file or over compressed HTTP. The firewall can also be configured to  
4 forward files inside of decrypted SSL sessions. When Wildfree receives the file, it analyzes it in its  
5 virtualized sandbox to determine if the file exhibits signs of malicious behaviors, changes to browser  
6 security settings, injection of code into other processes, modification of files in the Windows system  
7 folder, or domains that the sample may have visited. Once Wildfree completes the analyses, detailed  
8 forensics report is generated that summarizes the activities performed by the sample on the host and  
9 the network and automatically assigns a verdict of malware or benign. In addition, when the  
10 Wildfree engine identifies a sample as malware, it passes it to the Wildfree signature generator,  
11 which automatically generates a signature based on the malware payload of the sample. Wildfree is  
12 also part of the Wildfree Next-Generation Threat Intelligence Cloud's intelligence which informs the  
13 protections of Infringing Company Ltd. other security services for all  
14  
15  
16

17 (attached as Exhibit 16).

Shown below is a diagram depicting the

18 Wildfree cloud:  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

(attached as Exhibit 17).

48. Infringing Company Ltd. deploys the REST Management Application Interface. The XML-based REST Application Programming Interface is provided as a web service that is implemented using HTTP/HTTPS requests and responses. The Application Programming Interface allows access to several types of data in order to be integrated with and used in other systems. The different Application Programming Interface requests that can be done are Key Generation, Device Configuration, Operational Commands, Commit Configuration, Reporting, Exporting files, Importing files, Retrieving logs, and Set or Get User-ID mapping. The User-ID Application Programming Interface /Mapping allows one to import user data for external sources. This can include user defined scripts as well as partner integrations. *See*



Exhibit 41).

**INFRINGING COMPANY LTD.’ INFRINGEMENT OF FREEHOLD’S**

51. Defendant has been and is now infringing the ‘780 Patent, the ‘968 Patent, the ‘822 Patent, the ‘731 Patent, the ‘918 Patent, the ‘926 Patent, the ‘633 Patent, the ‘154 Patent, the ‘408 Patent, and the ‘494 Patent (collectively “the Patents-In-Suit”) in this judicial District, and elsewhere in the United States by, among other things, making, using, importing, selling, and/or offering for sale the claimed system and methods on the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection.

52. In addition to directly infringing the Patents-In-Suit pursuant to 35 U.S.C. § 271(a), either literally or under the doctrine of equivalents, or both, Defendant indirectly infringes all the Patents-In-Suit except the ‘154 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including its users and developers, to perform all or some of the steps of the method claims, either literally or under the doctrine of equivalents, or both, of the Patents-In-Suit.

**COUNT I**

**(Direct Infringement of the ‘780 Patent pursuant to 35 U.S.C. § 271(a))**

53. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

54. Defendant has infringed and continues to infringe one or more claims of the ‘780 Patent in violation of 35 U.S.C. § 271(a).

55. Defendant’s infringement is based upon literal infringement or infringement under the doctrine of equivalents, or both.



1           56. Defendant's acts of making, using, importing, selling, and/or offering for sale infringing  
2 products and services have been without the permission, consent, authorization, or license of

3           57. Defendant's infringement includes, but is not limited to, the manufacture, use, sale,  
4 importation and/or offer for sale of Defendant's products and services, including, but not limited to,  
5 the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
6 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
7 Advanced EndPoint Protection, and which embody the patented invention of the '780 Patent.  
8

9           58. As a result of Defendant's unlawful activities, Freehold has suffered and will continue  
10 suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is  
11 to preliminary and/or permanent injunctive relief.

12           59. Defendant's infringement of the '780 Patent has injured and continues to injure  
13 in an amount to be proven at trial.

14           60. Defendant is well aware of Freehold's patents, including the '780 Patent, and  
15 continued its infringing activity despite this knowledge. Freehold informed Defendant of  
16 infringement of the '780 Patent on or about October 4, 2013, and provided a representative claim  
17 chart specifically identifying how Defendant's products and services infringe. Freehold  
18 unsuccessfully to actively engage in good faith negotiations for over a year with Defendant regarding  
19 Freehold's patent portfolio, including providing additional representative claim charts for  
20 patents and identifying Defendant's infringement. Further, Freehold met via teleconference  
21 Defendant's Direct of Intellectual Property Strategy, Mitch Rite, on September 26, 2014, to  
22 engage in a technical discussion regarding infringement of Defendant's products and services.  
23 Despite knowledge of Freehold's patent portfolio, being provided representative claim charts of  
24 Freehold patents, including the '780 Patent, and engaging in a technical meeting regarding  
25  
26  
27  
28

1 of Defendant's products and services, Defendant has refused to enter into good faith discussions with  
2 Freehold, in complete disregard of Freehold's patent rights, and has sold and continues to sell the  
3 products and services. As such, Defendant has acted recklessly and continues to willfully, wantonly,  
4 and deliberately engage in acts of infringement of the '780 Patent, justifying an award to Freehold  
5 increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. §  
6 285.

## 7 **COUNT II**

### 8 **(Indirect Infringement of the '780 Patent pursuant to 35 U.S.C. § 271(b))**

9 61. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein,  
10 allegations of the preceding paragraphs, as set forth above.

11 62. Defendant has induced and continues to induce infringement of at least claims 1-8 and  
12 16 of the '780 Patent under 35 U.S.C. § 271(b).

13 63. In addition to directly infringing the '780 Patent, Defendant indirectly infringes the  
14 '780 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including  
15 but not limited to its customers, users and developers, to perform one or more of the steps of the  
16 method claims, either literally or under the doctrine of equivalents, of the '780 Patent, where all the  
17 steps of the method claims are performed by either Infringing Company Ltd., its customers,  
18 developers, or some combination thereof. Defendant knew or was willfully blind to the fact that it  
19 was inducing others, including customers, users and developers, to infringe by practicing, either  
20 themselves or in conjunction with Defendant, one or more method claims of the '780 Patent.  
21

22 64. Defendant knowingly and actively aided and abetted the direct infringement of the  
23 '780 Patent by instructing and encouraging its customers, users and developers to use Next-  
24 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
25 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
26  
27  
28

1 EndPoint Protection. Such instructions and encouragement include, but are not limited to, advising  
2 third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized  
3 Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
4 Subscription, or Advanced EndPoint Protection in an infringing manner, providing a mechanism  
5 through which third parties may infringe the '780 Patent, specifically through the use of the Next-  
6 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
7 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
8 EndPoint Protection, advertising and promoting the use of the Next-Generation Security Platform,  
9 Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL  
10 Filtering Subscription, Threat Prevention Subscription, or Advanced EndPoint Protection in an  
11 infringing manner, and distributing guidelines and instructions to third parties on how to use the  
12 Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
13 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, or  
14 Advanced EndPoint Protection in an infringing manner.  
15  
16

17 65. Infringing Company Ltd. provides detailed instructions to its customers and users  
18 all aspects of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
19 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
20 Subscription, and Advanced EndPoint Protection. These instructions can be found at  
21 (attached as Exhibit 31).  
22

23 66. Infringing Company Ltd. itself and through its authorized partners regularly provide  
24 room style training, demonstrations, and certification programs to help users use the Next-Generation  
25 Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree  
26  
27  
28

Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, including the following:

- Infringing Company Ltd. Essentials 1, where “[s]uccessful completion of this day, instructor led course will enable the student to install, configure, and manage the entire line of Infringing Company Ltd. Next-Generation firewalls.” attached as Exhibit 22);

- Paleo Alito Network Essentials 2, which “Firewall Management expands on course topics, while introducing many new features and functions of Infringing Company Ltd. Next-Generation firewalls.” attached as Exhibit 23);

- Accredited Configuration Engineer (“ACE”), where “[t]he primary goal of the ACE exam is to serve as an objective indication of your ability to configure Paleo Alito Networks firewalls using the PAN-OS.” (attached as Exhibit 24);

- Certified Network Security Engineer (“CNSE”) exam and study materials which upon successful passing indicate an in-depth engineering level knowledge of how to install, configure, and implement Paleo Alito Network products. The study materials consist of 32 technical documents which cover detailed aspects of the Infringing Company Ltd. Next- Generation Firewall. (attached as Exhibit 25);

67. Infringing Company Ltd. also offers a range of consulting services where consultants from Infringing Company Ltd. provide on-site personalized assistance to create the implementation for your business.” *See*

68. The consulting services further provide for employee and customer testing, setup and running the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection including the following:

1                   • Remote Installation of Software where Infringing Company Ltd. “offer(s)  
2 Install with Baseline Threat Protection . . . to quickly (and properly) install the next-  
3 generation firewall.”

4                   • Infringing Company Ltd. also offers “experienced consultants will apply  
5 extensive knowledge of Infringing Company Ltd. next-generation firewalls and best  
6 practices to  
7 identify recommended changes.” (attached as Exhibit 26).

8           69.     Infringing Company Ltd. provides on-demand video demonstrations on how to  
9 and use the Next-Generation Firewall and Virtualized Firewalls.  
10 (attached as  
11 Exhibit 27).

12           70.     Infringing Company Ltd. provides technical documentation, administrators  
13 hardware guides, and getting started guides. These documents instruct users on ways to configure  
14 and operate the Next-Generation Firewalls and Virtualized Firewalls.  
15 (attached as Exhibit 28).

16           71.     Infringing Company Ltd. provides the webcast “Threat Review Series:  
17 Power of App-ID with Wildfree.” This webcast discusses how users should leverage the App-ID  
18 technology with Wildfree in order to get heightened protection against malware.  
19  
20

21  
22 (attached as Exhibit 29).

23           72.     Infringing Company Ltd. includes the XML-based REST Application  
24 Interface in PAN-OS. The Application Programming Interface allows access to several types of data  
25 by third parties. This data can be integrated and used in other systems such as User-ID Application  
26  
27  
28

1 Programming Interface partnering with third parties.  
2 (attached as Exhibit 19).

3 73. Defendant is well aware of Freehold's patents, including the '780 Patent, and  
4 continued its infringing activity despite this knowledge. Freehold informed Defendant of  
5 infringement of the '780 Patent on or about October 4, 2013, and provided a representative claim  
6 chart specifically identifying how Defendant's products and services infringe. Freehold  
7 unsuccessfully to actively engage in good faith negotiations for over a year with Defendant regarding  
8 Freehold's patent portfolio, including providing additional representative claim charts for  
9 patents and identifying Defendant's infringement. Further, Freehold met via teleconference  
10 Defendant's Direct of Intellectual Property Strategy, Mitch Rite, on September 26, 2014, to  
11 engage in a technical discussion regarding infringement of Defendant's products and services.  
12 Despite knowledge of Freehold's patent portfolio, being provided representative claim charts of  
13 Freehold patents, including of the '780 Patent, and engaging in a technical meeting  
14 infringement of Defendant's products and services, Defendant has refused to enter into good faith  
15 discussions with Freehold, in complete disregard of Freehold's patent rights, and has sold and  
16 sell the accused products and services. As such, Defendant has acted recklessly and continues to  
17 willfully, wantonly, and deliberately engage in acts of infringement of the '780 Patent, justifying an  
18 award to Freehold of increased damages under 35 U.S.C. § 284, and attorneys' fees and costs  
19 under 35 U.S.C. § 285.  
20  
21

22 74. Defendant has had knowledge of the '780 Patent at least as of October 4, 2013, and by  
23 continuing the actions described above, has had the specific intent to or was willfully blind to the fact  
24 that its actions would induce infringement of the '780 Patent.  
25  
26  
27  
28

75.       Infringing Company Ltd. actively and intentionally maintains websites, including and its ancillary components Solution Assurance, Education, Support and Consulting, to promote the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, and to encourage potential customers, users and developers to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in the manner described by (attached as Exhibit 30).

76.      Infringing Company Ltd. actively updates its websites, including Infringing Services and its ancillary components Solution Assurance, Education, Support, and Consulting, to promote the Paleo Alito Next-Generation Security Platform, Next-Generation Firewall, Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, including Wildfree and Next-Generation Threat Intelligence Cloud, to encourage customers, users and developers to practice the methods claimed in the ‘780 Patent. *See* (attached as Exhibit 30).

**COUNT III**  
**(Direct Infringement of the '968 Patent pursuant to 35 U.S.C. § 271(a))**

77. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

78. Defendant has infringed and continues to infringe one or more claims of the ‘968 Patent in violation of 35 U.S.C. § 271(a).

79. Defendant's infringement is based upon literal infringement or infringement under the doctrine of equivalents, or both.

1           80. Defendant's acts of making, using, importing, selling, and/or offering for sale infringing  
2 products and services have been without the permission, consent, authorization, or license of

3           81. Defendant's infringement includes, but is not limited to, the manufacture, use, sale,  
4 importation and/or offer for sale of Defendant's products and services, including but not limited to  
5 the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
6 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
7 Advanced EndPoint Protection, which embody the patented invention of the '968 Patent.  
8

9           82. As a result of Defendant's unlawful activities, Freehold has suffered and will continue  
10 suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is  
11 to preliminary and/or permanent injunctive relief.

12           83. Defendant's infringement of the '968 Patent has injured and continues to injure  
13 in an amount to be proven at trial.

14           84. Defendant is well aware of Freehold's patents, including the '968 Patent, and  
15 continued its infringing activity despite this knowledge. Freehold informed Defendant of  
16 infringement of Freehold's '968 Patent on or about June 5, 2014 and provided a representative  
17 chart specifically identifying how Defendant's products and services infringe. Freehold actively  
18 to engage in good faith negotiations several times since providing Defendant with the '968 Patent  
19 claim chart. Further, Freehold met via telephone conference with Defendant's Director of  
20 Property Strategy Mitch Rite on September 26, 2014, to engage in a technical discussion  
21 regarding infringement of Defendant's products and services. Despite knowledge of Freehold's  
22 portfolio, being provided representative claim charts of several Freehold patents, including of the  
23 Patent, and engaging in a technical meeting regarding infringement of Defendant's products and  
24 services, Defendant has refused to enter into good faith discussion with Freehold, in complete  
25  
26  
27  
28



1 of Freehold's patent rights, and has sold and continues to sell the accused products and services.  
2 such, Defendant has acted recklessly and continues to willfully, wantonly, and deliberately engage in  
3 acts of infringement of the '968 Patent, justifying an award to Freehold of increased damages under  
4 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. § 285.

5  
6 **COUNT IV**  
**(Indirect Infringement of the '968 Patent pursuant to 35 U.S.C. § 271(b))**

7 85. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein,  
8 allegations of the preceding paragraphs, as set forth above.

9 86. Defendant has induced and continues to induce infringement of at least claims 13-22  
10 and 25-31 of the '968 Patent under 35 U.S.C. § 271(b).

11 87. In addition to directly infringing the '968 Patent, Defendant indirectly infringes the  
12 '968 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including  
13 but not limited to its customers, users, and developers, to perform one or more of the steps of the  
14 method claims, either literally or under the doctrine of equivalents, of the '968 Patent, where all the  
15 steps of the method claims are performed by either Infringing Company Ltd., its customers,  
16 developers, or some combination thereof. Defendant knew or was willfully blind to the fact that it  
17 was inducing others, including customers, users, and developers, to infringe by practicing, either  
18 themselves or in conjunction with Defendant, one or more method claims of the '968 Patent.  
19

20 88. Defendant knowingly and actively aided and abetted the direct infringement of the  
21 '968 Patent by instructing and encouraging its customers, users and developers to use the Next-  
22 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
23 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
24 EndPoint Protection. Such instructions and encouragement include, but are not limited to, advising  
25 third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized  
26  
27  
28

1 Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
2 Subscription, and Advanced EndPoint Protection in an infringing manner, providing a mechanism  
3 through which third parties may infringe the '968 Patent, specifically through the use of the Next-  
4 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
5 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, or Advanced  
6 EndPoint Protection; advertising and promoting the use of the Next-Generation Security Platform,  
7 Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL  
8 Filtering Subscription, Threat Prevention Subscription, or Advanced EndPoint Protection in an  
9 infringing manner, and distributing guidelines and instructions to third parties on how to use the  
10 Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
11 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, or  
12 Advanced EndPoint Protection in an infringing manner.  
13

14 89. Infringing Company Ltd. provides detailed instructions to its customers and users  
15 all aspects of Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
16 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
17 Subscription, and Advanced EndPoint Protection including, but not limited to, Policy Control, on-  
18 device cache, AppID ContentID and UserID. These instructions can be found at  
19 (attached as Exhibit 31).  
20

21 90. Infringing Company Ltd. provides on-demand video demonstrations on how to  
22 and use the Next-Generation Firewall and Virtualized Firewall.  
23 (attached as  
24 Exhibit 27).  
25  
26  
27  
28

1           91.     Infringing Company Ltd. provides technical documentation, administrators  
2 hardware guides and getting started guides. These documents instruct users on ways to configure and  
3 operate the Next-Generation Firewall and Virtualized Firewall.

4     (attached as Exhibit 28). These  
5 documents include:

6                     •   The “Firewalls for Idiots” guide. This guide gives a  
7 background to the threat landscape, the challenges of the current threat landscape, in-depth  
8 discussion on how Next-Generation Firewalls addresses current threat, and then how to  
9 deploy and safely enable the Next-Generation Firewalls in one’s organization. (attached  
as Exhibit 32);

10                    •   The “Getting Started Guide” for PAN-OS 5.0. This guide provides details on  
11 how to active Threat Prevention, URL Filtering, Global Protect and other services. The  
12 guide also instructs user how to set the security profiles for Threat Prevention including  
Content-ID and Wildfree. (attached as Exhibit 15).

13  
14           92.     Infringing Company Ltd. publishes and provides videos to its customer,  
15 “Application Visibility and Control.” This guide provides how to use the application visibility more  
16 effectively.

17     (attached as Exhibit 33).

18           93.     Infringing Company Ltd. publishes and provides to its customers the “Threat  
19 Deployment Tech Note.” This guide provides instructs user on how to configure and implement  
20 App-ID, Content-ID, File Blocking, URL Filtering, and other Infringing Company Ltd.  
21 (attached as Exhibit 34).

22  
23           94.     Infringing Company Ltd. provides the functionalities of policy control and promotes  
24 of policy control on its website.

25     (attached as Exhibit 35).

1           95. Defendant is well aware of Freehold's patents, including the '968 Patent, and  
2 continued its infringing activity despite this knowledge. Freehold informed Defendant of  
3 infringement of Freehold's '968 Patent on or about June 5, 2014 and provided a representative  
4 chart specifically identifying how Defendant's products and services infringe. Freehold actively  
5 to engage in good faith negotiations several time since providing Defendant with the '968 Patent  
6 claim chart. Further, Freehold met via telephone conference with Defendant's Director of  
7 Property Strategy Mitch Rite on September 26, 2014, to engage in a technical discussion  
8 regarding infringement of Defendant's products and services. Despite knowledge of Freehold's  
9 portfolio, being provided representative claim charts of several Freehold patents, including of the  
10 Patent, and engaging in a technical meeting regarding infringement of Defendant's products and  
11 services, Defendant has refused to enter into good faith discussions with Freehold, in  
12 disregard of Freehold's patent rights, and has sold and continues to sell the accused products  
13 services. As such, Defendant has acted recklessly and continues to willfully, wantonly, and  
14 deliberately engage in acts of infringement of the '968 Patent, justifying an award to Freehold  
15 increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. §  
16 285.  
17  
18

19           96. Defendant has had knowledge of the '968 Patent at least as of June 5, 2014 and by  
20 continuing the actions described above, has had the specific intent to or was willfully blind to the fact  
21 that its actions would induce infringement of the '968 Patent.  
22

23           97. Infringing Company Ltd. actively and intentionally maintains websites, including  
24 its ancillary components Solution Assurance, Education, Support and  
25 Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-  
26 Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
27  
28

Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection and to encourage potential customers, users and developers to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in the manner described by Freehold. (attached as Exhibit 30).

98. Infringing Company Ltd. actively updates its websites, including Infringing Services and its ancillary components Solution Assurance, Education, Support and Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-Generation Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection including, but not limited to, Paleo Networks Policy Control, on-device cache, Policy Control, on-device cache, AppID ContentID and UserID, to encourage customers, users and developers to practice the methods claimed in the '968 Patent. *See* (attached as Exhibit 30).

#### **COUNT V**

#### **(Direct Infringement of the '822 Patent pursuant to 35 U.S.C. § 271(a))**

99. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

100. Defendant has infringed and continues to infringe one or more claims of the '822 Patent in violation of 35 U.S.C. § 271(a).

101. Defendant's infringement is based upon literal infringement or infringement under the doctrine of equivalents, or both.

102. Defendant's acts of making, using, importing, selling, and/or offering for sale infringing products and services have been without the permission, consent, authorization or license of

1           103. Defendant's infringement includes, but is not limited to, the manufacture, use, sale,  
2 importation and/or offer for sale of Defendant's products and services, including but not limited to  
3 the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
4 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
5 Advanced EndPoint Protection, which embody the patented invention of the '822 Patent.

6           104. As a result of Defendant's unlawful activities, Freehold has suffered and will continue  
7 suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is  
8 to preliminary and/or permanent injunctive relief.  
9

10          105. Defendant's infringement of the '822 Patent has injured and continues to injure  
11 in an amount to be proven at trial.

12          106. Defendant is well aware of Freehold's patents, including the '822 Patent, and  
13 continued its infringing activity despite this knowledge. Freehold informed Defendant of  
14 infringement of Freehold's '822 Patent on or about June 20, 2014 and provided a representative  
15 chart on July 23, 2014 specifically identifying how Defendant's products and services infringe.  
16 Freehold actively sought to engage in good faith negotiations several time since providing  
17 with the '822 Patent claim chart. Further, Freehold met via telephone conference with  
18 Director of Intellectual Property Strategy Mitch Rite on September 26, 2014, to engage in a  
19 technical discussion regarding infringement of Defendant's products and services. Despite  
20 knowledge of Freehold's patent portfolio, being provided representative claim charts of several  
21 patents, including of the '822 Patent, and engaging in a technical meeting regarding infringement of  
22 Defendant's products and services, Defendant has refused to enter into good faith discussions with  
23 Freehold, in complete disregard of Freehold's patent rights, and has sold and continues to sell the  
24 products and services. As such, Defendant has acted recklessly and continues to willfully, wantonly,  
25  
26  
27  
28

1 and deliberately engage in acts of infringement of the '822 Patent, justifying an award to Freehold  
2 increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. §  
3 285.

4 **COUNT VI**  
5 **(Indirect Infringement of the '822 Patent pursuant to 35 U.S.C. § 271(b))**

6 107. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein,  
7 allegations of the preceding paragraphs, as set forth above.

8 108. Defendant has induced and continues to induce infringement of at least claims 1-8 and  
9 16- 27 of the '822 Patent under 35 U.S.C. § 271(b).

10 109. In addition to directly infringing the '822 Patent, Defendant indirectly infringes the  
11 '822 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including  
12 but not limited to its customers, users and developers, to perform one or more of the steps of the  
13 method claims, either literally or under the doctrine of equivalents, of the '822 Patent, where all the  
14 steps of the method claims are performed by either Infringing Co. Ltd., its customers, users or  
15 developers, or some combination thereof. Defendant knew or was willfully blind to the fact that it  
16 was inducing others, including customers, users and developers, to infringe by practicing, either  
17 themselves or in conjunction with Defendant, one or more method claims of the '822 Patent.  
18

19 110. Defendant knowingly and actively aided and abetted the direct infringement of the  
20 '822 Patent by instructing and encouraging its customers, users and developers to use the Next-  
21 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
22 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
23 EndPoint Protection. Such instructions and encouragement include but are not limited to, advising  
24 third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized  
25 Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
26  
27  
28

Subscription, and Advanced EndPoint Protection in an infringing manner, providing a mechanism through which third parties may infringe the '822 Patent, specifically through the use of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection; advertising and promoting the use of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an infringing manner, and distributing guidelines and instructions to third parties on how to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an infringing manner.

111. Infringing Company Ltd. provides detailed instruction to its customers and users all aspects of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection including, but not limited to, App-ID, User-ID, Content-ID and Threat Prevention. These instructions can be found at (attached at Exhibit 31).

112. Infringing Company Ltd. provides on-demand video demonstrations on how to and use the Next-Generation Firewall. This video can be found at (attached as Exhibit 27).

113. Infringing Company Ltd. provides technical documentation, administrators hardware guides and getting started guides. These documents instruct users on ways to configure and



1 operate the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
2 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
3 Subscription, and Advanced EndPoint Protection.

4 (attached as Exhibit 28). These  
5 documents include:

6  
7 • The “Firewalls for Idiots” guide. This guide gives a  
8 background to the threat landscape, the challenges of the current threat landscape, in-depth  
9 discussion on how Next-Generation Firewalls addresses current threat, and then how to deploy  
10 and safely enable the Next-Generation Firewalls in one’s organization. (attached as Exhibit  
11 32);

12 • The “Getting Started Guide” for PAN-OS 5.0. This guide provides details on  
13 how to active Threat Prevention, URL Filtering, Global Protect and other services. The guide  
14 also instructs user how to set the security profiles for Threat Prevention including Content-ID  
15 and Wildfree. (attached as Exhibit 15).

16 114. Infringing Company Ltd. publishes and provides to its customers the “Threat  
17 Deployment Tech Note.” This guide instructs a user on how to configure and implement App-ID,  
18 Content-ID, File Blocking, URL Filtering, and other Infringing Company Ltd.  
19 (attached as Exhibit 34).

20 115. Defendant is well aware of Freehold’s patents, including the ‘822 Patent, and  
21 continued its infringing activity despite this knowledge. Freehold informed Defendant of  
22 infringement of Freehold’s ‘822 Patent on or about June 20, 2014 and provided a representative  
23 chart on July 23, 2014 specifically identifying how Defendant’s products and services infringe.  
24 Freehold actively sought to engage in good faith negotiations several time since providing  
25 with the ‘822 Patent claim chart. Further, Freehold met via telephone conference with  
26 Director of Intellectual Property Strategy Mitch Rite on September 26, 2014, to engage in a  
27 technical discussion regarding infringement of Defendant’s products and services. Despite  
28 knowledge of Freehold’s patent portfolio, being provided representative claim charts of several

1 patents, including the of the '822 Patent, and engaging in a technical meeting regarding infringement  
2 of Defendant's products and services, Defendant has refused to enter into good faith discussion with  
3 Freehold, in complete disregard of Freehold's patent rights, and has sold and continues to sell the  
4 products and services. As such, Defendant has acted recklessly and continues to willfully, wantonly,  
5 and deliberately engage in acts of infringement of the '822 Patent, justifying an award to Freehold  
6 increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. §  
7 285.  
8

9 116. Defendant has had knowledge of the '822 Patent at least as of June 20, 2014 and by  
10 continuing the actions described above, has had the specific intent to or was willfully blind to the fact  
11 that its actions would induce infringement of the '822 Patent.

12 117. Infringing Company Ltd. actively and intentionally maintains websites, including  
13 Networks Services and its ancillary components Solution Assurance, Education, Support and  
14 Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-  
15 Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
16 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection and to encourage  
17 potential customers, users and developers to use the Next-Generation Security Platform, Next-  
18 Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
19 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in the manner  
20 described by Finjan. <https://www.PaleoAlitonetworks.com/services.html> (attached as Exhibit  
21 Infringing Company Ltd. actively updates its websites, including Infringing Company Ltd.  
22 ancillary components Solution Assurance, Education, Support and Consulting, to promote the  
23 Alito Networks Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
24 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
25  
26  
27  
28

Subscription, and Advanced EndPoint Protection including, but not limited to, the Paleo Networks Content-ID, User-ID, App-ID, and Threat Prevention, to encourage customers, users and developers to practice the methods claimed in the ‘822 Patent.  
(attached as Exhibit 30).

## **COUNT VII**

### **(Direct Infringement of the ‘731 Patent pursuant to 35 U.S.C. § 271(a))**

118. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

119. Defendant has infringed and continues to infringe one or more claims of the ‘731 Patent in violation of 35 U.S.C. § 271(a).

120. Defendant’s infringement is based upon literal infringement or infringement under the doctrine of equivalents, or both.

121. Defendant’s acts of making, using, importing, selling, and/or offering for sale infringing products and services have been without the permission, consent, authorization, or license of

122. Defendant’s infringement includes, but is not limited to, the manufacture, use, sale, importation and/or offer for sale of Defendant’s products and services, including but not limited to the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, which embody the patented invention of the ‘731 Patent.

123. As a result of Defendant’s unlawful activities, Freehold has suffered and will continue suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is to preliminary and/or permanent injunctive relief.

124. Defendant’s infringement of the ‘731 Patent has injured and continues to injure in an amount to be proven at trial.

125. Defendant is well aware of Freehold's patents. Freehold's claim chart for the '731 confidential. As such, Freehold offered to Defendant a Non-Disclosure Agreement to maintain confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has continued its infringing activity without a good faith effort to assure Freehold that it is not Freehold's '731 Patent. As such, Defendant has acted recklessly and continues to willfully, and deliberately engage in acts of infringement of the '731 Patent, justifying an award to Freehold increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. § 285.

**COUNT VIII**  
**(Indirect Infringement of the ‘731 Patent pursuant to 35 U.S.C. § 271(b))**

126. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

127. Defendant has induced and continues to induce infringement of at least claims 7-12, 14-16, and 20-21 of the '731 Patent under 35 U.S.C. § 271(b).

128. In addition to directly infringing the ‘731 Patent, Defendant indirectly infringes the ‘731 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including but not limited to its customers, users and developers, to perform one or more of the steps of the method claims, either literally or under the doctrine of equivalents, of the ‘731 Patent, where all the steps of the method claims are performed by either Infringing Company Ltd., or its customers, developers, or some combination thereof. Defendant knew or was willfully blind to the fact that it was inducing others, including customers, users and developers, to infringe by practicing, either themselves or in conjunction with Defendant, one or more method claims of the ‘731 Patent.

129. Defendant knowingly and actively aided and abetted the direct infringement of the '731 Patent by instructing and encouraging its customers, users and developers to use the Next-

1 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
2 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
3 EndPoint Protection. Such instructions and encouragement include, but are not limited to, advising  
4 third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized  
5 Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
6 Subscription, and Advanced EndPoint Protection in an infringing manner, providing a mechanism  
7 through which third parties may infringe the '731 Patent, specifically through the use of the Next-  
8 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
9 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
10 EndPoint Protection, advertising and promoting the use of the Next-Generation Security Platform,  
11 Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL  
12 Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an  
13 infringing manner, and distributing guidelines and instructions to third parties on how to use the  
14 Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
15 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
16 Advanced EndPoint Protection in an infringing manner.

19 130. Infringing Company Ltd. provides detailed instruction to its customers and users  
20 all aspects of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
21 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
22 Subscription, and Advanced EndPoint Protection including, but not limited to, Policy Control, on-  
23 device cache, Policy Control, on-device cache, AppID ContentID and UserID. These instructions can  
24 be found at <https://www.PaleoAlitonetworks.com/customers.html> (attached as Exhibit  
25  
26  
27  
28

1           131.   Infringing Company Ltd. provides on-demand video demonstrations on how to  
2 and use the Next-Generation Firewall and Virtualized Firewall. This video can be found at  
3 (attached as  
4 Exhibit 27).

5           132.   Infringing Company Ltd. provides technical documentation, administrators  
6 hardware guides and getting started guides. These documents instruct users on ways to configure and  
7 operate the Next-Generation Firewall and Virtualized Firewall. This documentation and guides can  
8 (attached as Exhibit 28).

9 These documents include:

- 11                 • The “Firewalls for Idiots” guide. This guide gives a  
12 background to the threat landscape, the challenges of the current threat landscape, in-depth  
13 discussion on how Next-Generation Firewalls addresses current threat, and then how to  
14 deploy and safely enable the Next-Generation Firewalls in one’s organization. (attached  
as Exhibit 32);
- 15                 • The “Getting Started Guide” for PAN-OS 5.0. This guide provides details on  
16 how to active Threat Prevention, URL Filtering, Global Protect and other services. The  
17 guide also instructs user how to set the security profiles for Threat Prevention including  
Content-ID and Wildfree. 4214 (attached as Exhibit 15).

18           133.   Infringing Company Ltd. publishes and provides videos to its customer,  
19 “Application Visibility and Control.” This guide provides how to use the application visibility more  
20 effectively and can be found at  
21 (attached as Exhibit 33).

23           134.   Infringing Company Ltd. publishes and provides to its customers the “Threat  
24 Deployment Tech Note.” This guide instructs user on how to configure and implement App-ID,  
25 Content-ID, File Blocking, URL Filtering, and other Infringing Company Ltd.  
26 (attached as Exhibit 34).

1           135.   Infringing Company Ltd. provides the functionalities of policy control and promotes  
2 of policy control on its website.

3 (attached as Exhibit 35).

4           136.   Defendant is well aware of Freehold's patents. Freehold's claim chart for the '731  
5 confidential. As such, Freehold offered to Defendant a Non-Disclosure Agreement to maintain  
6 confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has  
7 continued its infringing activity without a good faith effort to assure Freehold that it is not  
8 Freehold's '731 Patent. As such, Defendant has acted recklessly and continues to willfully,  
9 and deliberately engage in acts of infringement of the '731 Patent, justifying an award to Freehold  
10 increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. §  
11 285.  
12

13           137.   Defendant has had knowledge of the '731 Patent at least as of June 20, 2014 and by  
14 continuing the actions described above, has had the specific intent to or was willfully blind to the fact  
15 that its actions would induce infringement of the '731 Patent.  
16

17           138.   Infringing Company Ltd. actively and intentionally maintains websites,  
18 and its ancillary components Solution Assurance, Education, Support and  
19 Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-  
20 Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
21 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection and to encourage  
22 potential customers, users and developers to use the Next-Generation Security Platform, Next-  
23 Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
24 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in the manner  
25 described by Freehold. (attached as Exhibit 30).  
26  
27  
28

139.     Infringing Company Ltd. actively updates its websites, including Infringing Services and its ancillary components Solution Assurance, Education, Support and Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-Generation Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection including, but not limited to, Paleo Networks Policy Control, on-device cache, Policy Control, on-device cache, AppID ContentID and UserID, to encourage customers, users and developers to practice the methods claimed in the ‘731 Patent. *See* (attached as Exhibit 30).

**COUNT IX**

**(Direct Infringement of the ‘918 Patent pursuant to 35 U.S.C. § 271(a))**

140. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

141. Defendant has infringed and continues to infringe one or more claims of the ‘918 Patent in violation of 35 U.S.C. § 271(a).

142. Defendant's infringement is based upon literal infringement or infringement under the doctrine of equivalents, or both.

143. Defendant's acts of making, using, importing, selling, and/or offering for sale infringing products and services have been without the permission, consent, authorization or license of

144. Defendant's infringement includes, but is not limited to, the manufacture, use, sale, importation and/or offer for sale of Defendant's products and services, including but not limited to, the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, which embody the patented invention of the '918 Patent.



145. As a result of Defendant's unlawful activities, Freehold has suffered and will continue suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is to preliminary and/or permanent injunctive relief.

146. Defendant's infringement of the '918 Patent has injured and continues to injure in an amount to be proven at trial.

147. Defendant is well aware of Freehold's patents and has continued its infringing despite this knowledge. Freehold's claim chart for the '918 Patent is confidential. As such, offered to Defendant a Non-Disclosure Agreement to maintain the confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has continued its infringing activity without a good faith effort to assure Freehold that it is not infringing Freehold's '968 Patent. As such, has acted recklessly and continues to willfully, wantonly, and deliberately engage in acts of infringement of the '968 Patent, justifying an award to Freehold of increased damages under 35 § 284, and attorneys' fees and costs incurred under 35 U.S.C. § 285.

**COUNT X**  
**(Indirect Infringement of the '918 Patent pursuant to 35 U.S.C. § 271(b))**

148. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

149. Defendant has induced and continues to induce infringement of at least claims 1-11, 22-27, and 34 of the '918 Patent under 35 U.S.C. § 271(b).

150. In addition to directly infringing the ‘918 Patent, Defendant indirectly infringes the ‘918 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including but not limited to its customers, users and developers, to perform one or more of the steps of the method claims, either literally or under the doctrine of equivalents, or both, of the ‘918 Patent, where all the steps of the method claims are performed by either Infringing Company Ltd., its customers,

1 developers, or some combination thereof. Defendant knew or was willfully blind to the fact that it  
2 was inducing others, including customers, users and developers, to infringe by practicing, either  
3 themselves or in conjunction with Defendant, one or more method claims of the '918 Patent.

4 151. Defendant knowingly and actively aided and abetted the direct infringement of the  
5 '918 Patent by instructing and encouraging its customers, users and developers to use the Next-  
6 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
7 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
8 EndPoint Protection. Such instructions and encouragement include, but are not limited to, advising  
9 third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized  
10 Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
11 Subscription, and Advanced EndPoint Protection in an infringing manner, providing a mechanism  
12 through which third parties may infringe the '918 Patent, specifically through the use of the Next-  
13 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
14 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
15 EndPoint Protection; advertising and promoting the use of the Next-Generation Security Platform,  
16 Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL  
17 Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an  
18 infringing manner, and distributing guidelines and instructions to third parties on how to use the  
19 Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
20 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
21 Advanced EndPoint Protection in an infringing manner.  
22  
23  
24

25 152. Infringing Company Ltd. provides detailed instruction to its customers and users  
26 all aspects of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
27  
28

1 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
2 Subscription, and Advanced EndPoint Protection including, but not limited to, App-ID, User-ID,  
3 Content-ID, and TRAPS. These instructions can be found at  
4 (attached as Exhibit 31).

5 153. Infringing Company Ltd. provides on-demand video demonstrations on how to  
6 and use the Next-Generation Firewall, Virtualized Firewall, and Advanced EndPoint Protection.  
7 This video can be found a  
8 (attached as Exhibit 27).

10 154. Infringing Company Ltd. provides technical documentation, administrators  
11 hardware guides and getting started guides. These documents instruct users on ways to configure and  
12 operate the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
13 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
14 Subscription, and Advanced EndPoint Protection. The documents and guides can be found at  
15 (attached as Exhibit 28). These  
16 documents include:  
17

- 18 • The “Getting Started Guide” for PAN-OS 5.0. This guide provides details on  
19 how to active Threat Prevention, URL Filtering, Global Protect and other services. The guide  
20 also instructs user how to set the security profiles for Threat Prevention including Content-ID  
21 and Wildfree. (attached as Exhibit 15);
- 22 • The “Infringing Company Ltd. Firewall Configuration” Elearning course.  
23 course is the same basic course as Essentials 101, but is offered as a free presentation on Paleo  
24 Alito’s website. [html](#) attached as Exhibit  
25 36);
- 26 • The “TRAPS: Advanced Endpoint Protection.” This datasheet explains the  
27 functionalities Trap and how to implement it into a customer’s system.  
28 (attached as  
Exhibit 20).

1           155. Defendant is well aware of Freehold's patents and has continued its infringing  
2 despite this knowledge. Freehold's claim chart for the '918 Patent is confidential. As such,  
3 offered to Defendant a Non-Disclosure Agreement to maintain the confidential nature of its analysis.  
4 Defendant refused to sign the agreement. Defendant has continued its infringing activity without a  
5 good faith effort to assure Freehold that it is not infringing Freehold's '968 Patent. As such,  
6 has acted recklessly and continues to willfully, wantonly, and deliberately engage in acts of  
7 infringement of the '968 Patent, justifying an award to Freehold of increased damages under 35  
8 § 284, and attorneys' fees and costs incurred under 35 U.S.C. § 285.

10           156. Defendant has had knowledge of the '918 Patent at least as of the time it learned of  
11 this action for infringement and by continuing the actions described above, has had the specific intent  
12 to or was willfully blind to the fact that its actions would induce infringement of the '918 Patent.

13           157. Infringing Company Ltd. actively and intentionally maintains websites, including  
14 Networks Services and its ancillary components Solution Assurance, Education, Support and  
15 Consulting, to promote the Paleo Alito Next-Generation Security Platform, Next-Generation  
16 Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat  
17 Prevention Subscription, and Advanced EndPoint Protection and to encourage potential customers,  
18 users and developers to use the Next-Generation Security Platform, Next-Generation Firewall,  
19 Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat  
20 Prevention Subscription, and Advanced EndPoint Protection in the manner described by  
21  
22  
23

24           158. Infringing Company Ltd. actively updates its websites, including Infringing  
25 Services and its ancillary components Solution Assurance, Education, Support and Consulting, to  
26 promote the Infringing Company Ltd. Next-Generation Security Platform, Next-Generation  
27  
28

1 Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat  
2 Prevention Subscription, and Advanced EndPoint Protection including, but not limited to, the  
3 Alito Networks Content-ID, User-ID, App-ID, and TRAPS, to encourage customers, users and  
4 developers to practice the methods claimed in the '918 Patent.

5 <https://www.PaleoAlitonetworks.com/services.html> (attached as Exhibit  
6

7 **COUNT XI**

8 **(Direct Infringement of the '926 Patent pursuant to 35 U.S.C. § 271(a))**

9 159. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein,  
10 allegations of the preceding paragraphs, as set forth above.

11 160. Defendant has infringed and continues to infringe one or more claims of the '926  
12 Patent in violation of 35 U.S.C. § 271(a).

13 161. Defendant's infringement is based upon literal infringement or infringement under the  
14 doctrine of equivalents, or both.

15 162. Defendant's acts of making, using, importing, selling, and/or offering for sale infringing  
16 products and services have been without the permission, consent, authorization or license of

17 163. Defendant's infringement includes, but is not limited to, the manufacture, use, sale,  
18 importation and/or offer for sale of Defendant's products and services, including, but not limited to,  
19 the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
20 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
21 Advanced EndPoint Protection, which embody the patented invention of the '926 Patent.  
22

23 164. As a result of Defendant's unlawful activities, Freehold has suffered and will continue  
24 suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is  
25 to preliminary and/or permanent injunctive relief.  
26  
27  
28

165. Defendant's infringement of the '926 Patent has injured and continues to injure in an amount to be proven at trial.

166. Defendant is well aware of Freehold’s patents and has continued its infringing despite this knowledge. Freehold’s claim chart for the ‘926 Patent is confidential. As such, offered to Defendant a Non-Disclosure Agreement to maintain the confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has continued its infringing activity without a good faith effort to assure Freehold that it is not infringing Freehold’s ‘926 Patent. As such, has acted recklessly and continues to willfully, wantonly, and deliberately engage in acts of infringement of the ‘926 Patent, justifying an award to Freehold of increased damages under 35 § 284, and attorneys’ fees and costs incurred under 35 U.S.C. § 285.

**COUNT XII**  
**(Indirect Infringement of the ‘926 Patent pursuant to 35 U.S.C. § 271(b))**

167. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

168. Defendant has induced and continues to induce infringement of at least claims 1-7 and 15-21 of the '926 Patent under 35 U.S.C. § 271(b).

169. In addition to directly infringing the '926 Patent, Defendant indirectly infringes the '926 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including, but not limited to its customers, users and developers, to perform one or more of the steps of the method claims, either literally or under the doctrine of equivalent, or both, of the '926 Patent, where all the steps of the method claims are performed by either Infringing Company Ltd. or its users or developers, or some combination thereof. Defendant knew or was willfully blind to the fact that it was inducing others, including customers, users and developers, to infringe by practicing, either themselves or in conjunction with Defendant, one or more method claims of the '926 Patent.

170. Defendant knowingly and actively aided and abetted the direct infringement of the '926 Patent by instructing and encouraging its customers, users and developers to use Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection. Such instructions and encouragement include, but are not limited to, advising third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an infringing manner, providing a mechanism through which third parties may infringe the '926 Patent, specifically through the use of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, advertising and promoting the use of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an infringing manner, and distributing guidelines and instructions to third parties on how to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an infringing manner.

171. Infringing Company Ltd. provides detailed instruction to its customers and users all aspects of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection including, but not limited to, App-ID, User-ID,

Content-ID and Wildfree. These instructions can be found at  
attached as Exhibit 31).

172. Infringing Company Ltd. itself and through its authorized partners regularly provides room style training, demonstrations, and certification programs to help users use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, including the following:

- Infringing Company Ltd. Essentials 1, where “[s]uccessful completion of this day, instructor led course will enable the student to install, configure, and manage the entire line of Infringing Company Ltd. Next-Generation firewalls.” [https](#) (attached as Exhibit 22);
- Network Essentials 2, which “Firewall Management expands on 201 course topics, while introducing many new features and functions of Infringing Company Ltd. Next-Generation firewalls (attached as Exhibit 23);
- Accredited Configuration Engineer (“ACE”), where “[t]he primary goal of the ACE exam is to serve as an objective indication of your ability to configure Paleo Alito Networks firewalls using the PAN-OS.” (attached as Exhibit 24);
- Certified Network Security Engineer (“CNSE”) exam and study materials which upon successful passing indicate an in-depth engineering level knowledge of how to install, configure, and implement Paleo Alito Network products. The study materials consist of 32 technical documents which cover detailed aspects of the Infringing Company Ltd. Next- Generation Firewall. (attached as Exhibit 25).

173. Infringing Company Ltd. also offers a range of consulting services where consultants from Infringing Company Ltd. provide on-site personalized assistance to create the implementation for your business.”  
  
(attached as Exhibit 26).



1           174. The consulting services further provide for employee and customer testing, setup and  
2 running the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
3 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
4 Subscription, and Advanced EndPoint Protection including the following:

5                     • Remote Installation of Software where Infringing Company Ltd. “offer(s)  
6 Install with Baseline Threat Protection . . . to quickly (and properly)install the next-  
7 generation firewall.”

8  
9                     • Infringing Company Ltd. also offers “experienced consultants will apply  
10 extensive knowledge of Infringing Company Ltd. next-generation firewalls and best  
11 practices to  
12 identify recommended changes.” (attached as Exhibit 26).

13           175. Infringing Company Ltd. provides on-demand video demonstrations on how to  
14 and use the Next-Generation Firewall and Virtualized Firewalls. The video can be viewed at  
15 (attached as  
16 Exhibit 27).

17           176. Infringing Company Ltd. provides technical documentation, administrators  
18 hardware guides and getting started guides. These documents instruct users on ways to configure and  
19 operate the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
20 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
21 Subscription, and Advanced EndPoint Protection.  
22 (attached as Exhibit 28).

24           177. Defendant is well aware of Freehold’s patents and has continued its infringing  
25 despite this knowledge. Freehold’s claim chart for the ‘926 Patent is confidential. As such,  
26 offered to Defendant a Non-Disclosure Agreement to maintain the confidential nature of its analysis.  
27  
28

1 Defendant refused to sign the agreement. Defendant has continued its infringing activity without a  
2 good faith effort to assure Freehold that it is not infringing Freehold's '926 Patent. As such,  
3 has acted recklessly and continues to willfully, wantonly, and deliberately engage in acts of  
4 infringement of the '926 Patent, justifying an award to Freehold of increased damages under 35  
5 § 284, and attorneys' fees and costs incurred under 35 U.S.C. § 285.

6 178. Defendant has had knowledge of the '926 Patent at least as of the time it learned of  
7 this action for infringement and by continuing the actions described above, has had the specific intent  
8 to or was willfully blind to the fact that its actions would induce infringement of the '926 Patent.

9 179. Infringing Company Ltd. actively and intentionally maintains websites, including  
10 and its ancillary components Solution Assurance, Education, Support and  
11 Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-  
12 Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
13 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection and to encourage  
14 potential customers, users and developers to use the Next-Generation Security Platform, Next-  
15 Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
16 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in the manner  
17 described by Freehold. (attached as Exhibit 30).

18 180. Infringing Company Ltd. actively updates its websites, including Infringing  
19 Services and its ancillary components Solution Assurance, Education, Support and Consulting, to  
20 promote the Infringing Company Ltd. Next-Generation Security Platform, Next-Generation  
21 Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat  
22 Prevention Subscription, and Advanced EndPoint Protection including, but not limited to,  
23 Networks Content-ID, User-ID, App-ID and Wildfree, to encourage customers, users and developers  
24  
25  
26  
27  
28

1 to practice the methods claimed in the '926 Patent  
2 (attached as Exhibit 30).

3 **COUNT XIII**

4 **(Direct Infringement of the '633 Patent pursuant to 35 U.S.C. § 271(a))**

5 181. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein,  
6 allegations of the preceding paragraphs, as set forth above.

7 182. Defendant has infringed and continues to infringe one or more claims of the '633  
8 Patent in violation of 35 U.S.C. § 271(a).

9 183. Defendant's infringement is based upon literal infringement or infringement under the  
10 doctrine of equivalents, or both.

11 184. Defendant's acts of making, using, importing, selling, and/or offering for sale infringing  
12 products and services have been without the permission, consent, authorization or license of

13 185. Defendant's infringement includes, but is not limited to, the manufacture, use, sale,  
14 importation and/or offer for sale of Defendant's products and services, including but not limited to  
15 the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
16 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
17 Advanced EndPoint Protection, which embody the patented invention of the '633 Patent.  
18

19 186. As a result of Defendant's unlawful activities, Freehold has suffered and will continue  
20 suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is  
21 to preliminary and/or permanent injunctive relief.  
22

23 187. Defendant's infringement of the '633 Patent has injured and continues to injure  
24 in an amount to be proven at trial.

25 188. Defendant is well aware of Freehold's patents and has continued its infringing  
26 despite this knowledge. Freehold's claim chart for the '633 Patent is confidential. As such  
27  
28

1 offered to Defendant a Non-Disclosure Agreement to maintain the confidential nature of its analysis.  
2 Defendant refused to sign the agreement stating that it wanted to keep the possibilities open to start a  
3 litigation. Defendant has continued its infringing activity without a good faith effort to assure  
4 that it is not infringing Freehold's '633 Patent. As such, Defendant has acted recklessly and  
5 to willfully, wantonly, and deliberately engage in acts of infringement of the '633 Patent, justifying  
6 an award to Freehold of increased damages under 35 U.S.C. § 284, and attorneys' fees and  
7 incurred under 35 U.S.C. § 285.  
8

9 **COUNT XIV**  
10 **(Indirect Infringement of the '633 Patent pursuant to 35 U.S.C. § 271(b))**

11 189. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein,  
12 allegations of the preceding paragraphs, as set forth above.

13 190. Defendant has induced and continues to induce infringement of at least claims 1-7, 14-  
14 20, and 28-33 of the '633 Patent under 35 U.S.C. § 271(b).

15 191. In addition to directly infringing the '633 Patent, Defendant indirectly infringes the  
16 '633 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including  
17 but not limited to its customers, users and developers, to perform one or more of the steps of the  
18 method claims, either literally or under the doctrine of equivalents, or both, of the '633 Patent, where  
19 all the steps of the method claims are performed by either Infringing Company Ltd., its customers,  
20 developers, or some combination thereof. Defendant knew or was willfully blind to the fact that it  
21 was inducing others, including customers, users and developers, to infringe by practicing, either  
22 themselves or in conjunction with Defendant, one or more method claims of the '633 Patent.  
23

24 192. Defendant knowingly and actively aided and abetted the direct infringement of the  
25 '633 Patent by instructing and encouraging its customers, users and developers to use the Next-  
26 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
27  
28

1 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
2 EndPoint Protection. Such instructions and encouragement include, but are not limited to, advising  
3 third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized  
4 Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
5 Subscription, and Advanced EndPoint Protection in an infringing manner, providing a mechanism  
6 through which third parties may infringe the '633 Patent, specifically through the use of the Next-  
7 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
8 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
9 EndPoint Protection, advertising and promoting the use of the Next-Generation Security Platform,  
10 Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL  
11 Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an  
12 infringing manner, and distributing guidelines and instructions to third parties on how to use the  
13 Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
14 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
15 Advanced EndPoint Protection in an infringing manner.  
16  
17

18 193. Infringing Company Ltd. provides detailed instruction to its customers and users  
19 all aspects of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
20 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
21 Subscription, and Advanced EndPoint Protection including, but not limited to, App-ID, User-ID,  
22 Content-ID and Threat Prevention. These instructions can be found at  
23 (attached as Exhibit 31).  
24

25 194. Infringing Company Ltd. provides on-demand video demonstrations on how to  
26 and use the Next-Generation Firewall. These video can be found at  
27  
28

1 (attached as  
2 Exhibit 27).

3 195. Infringing Company Ltd. provides technical documentation, administrators  
4 hardware guides and getting started guides. These documents instruct users on ways to configure and  
5 operate the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
6 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
7 Subscription, and Advanced EndPoint Protection.  
8

9 (attached as Exhibit 28). These  
10 documents include:

- 11 • The “Firewalls for Idiots” guide. This guide gives a  
12 background to the threat landscape, the challenges of the current threat landscape, in-depth  
13 discussion on how Next-Generation Firewalls addresses current threat, and then how to deploy  
14 and safely enable the Next-Generation Firewalls in one’s organization. (attached as Exhibit  
15 32);
- 16 • The “Getting Started Guide” for PAN-OS 5.0. This guide provides details on  
17 how to active Threat Prevention, URL Filtering, Global Protect and other services. The guide  
18 also instructs user how to set the security profiles for Threat Prevention including Content-ID  
19 and Wildfree. (attached as Exhibit 15).

20 196. Infringing Company Ltd. publishes and provides to its customers the “Threat  
21 Deployment Tech Note.” This guide provides instructs user on how to configure and implement  
22 App-ID, Content-ID, File Blocking, URL Filtering, and other Infringing Company Ltd. technology.  
23 guide can be found at (attached as Exhibit 34).

24 197. Defendant is well aware of Freehold’s patents and has continued its infringing  
25 despite this knowledge. Freehold’s claim chart for the ‘633 Patent is confidential. As such,  
26 offered to Defendant a Non-Disclosure Agreement to maintain the confidential nature of its analysis.  
27 Defendant refused to sign the agreement. Defendant has continued its infringing activity without a  
28 good faith effort to assure Freehold that it is not infringing Freehold’s ‘633 Patent. As such,

1 has acted recklessly and continues to willfully, wantonly, and deliberately engage in acts of  
2 infringement of the '633 Patent, justifying an award to Freehold of increased damages under 35  
3 § 284, and attorneys' fees and costs incurred under 35 U.S.C. § 285.

4 198. Defendant has had knowledge of the '633 Patent at least as of the time it learned of  
5 this action for infringement and by continuing the actions described above, has had the specific intent  
6 to or was willfully blind to the fact that its actions would induce infringement of the '633 Patent.

7  
8 199. Infringing Company Ltd. actively and intentionally maintains its websites, including  
9 Alito Networks Services and its ancillary components Solution Assurance, Education, Support and  
10 Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-  
11 Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
12 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection and to encourage  
13 potential customers, users and developers to use the Next-Generation Security Platform, Next-  
14 Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
15 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in the manner  
16 described by Freehold. (attached as Exhibit 30).

17  
18 200. Infringing Company Ltd. actively updates its websites, including Infringing  
19 Services and its ancillary components Solution Assurance, Education, Support and Consulting, to  
20 promote the Infringing Company Ltd. Next-Generation Security Platform, Next-Generation  
21 Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat  
22 Prevention Subscription, and Advanced EndPoint Protection including, but not limited to, the  
23 Alito Networks Content-ID, User-ID, App-ID, and Threat Prevention, to encourage customers, users  
24 and developers to practice the methods claimed in the '633 Patent.  
25 (attached as Exhibit 30).  
26  
27  
28

**COUNT XV**

**(Direct Infringement of the ‘154 Patent pursuant to 35 U.S.C. § 271(a))**

201. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

202. Defendant has infringed and continues to infringe one or more claims of the ‘154 Patent in violation of 35 U.S.C. § 271(a).

203. Defendant’s infringement is based upon literal infringement or infringement under the doctrine of equivalents, or both.

204. Defendant’s acts of making, using, importing, selling, and/or offering for sale infringing products and services have been without the permission, consent, authorization or license of

205. Defendant’s infringement includes, but is not limited to, the manufacture, use, sale, importation and/or offer for sale of Defendant’s products and services, including but not limited to, Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, all which embody the patented invention of the ‘154 Patent.

206. As a result of Defendant’s unlawful activities, Freehold has suffered and will continue suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is to preliminary and/or permanent injunctive relief.

207. Defendant’s infringement of the ‘154 Patent has injured and continues to injure in an amount to be proven at trial.

208. Defendant is well aware of Freehold’s patents. Freehold’s claim chart for the ‘154 confidential. As such, Freehold offered to Defendant a Non-Disclosure Agreement to maintain confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has



1 continued its infringing activity without a good faith effort to assure Freehold that it is not  
2 Freehold's '154 Patent. As such, Defendant has acted recklessly and continues to willfully,  
3 and deliberately engage in acts of infringement of the '154 Patent, justifying an award to Freehold  
4 increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. §  
5 285.

6 **COUNT XVI**

7 **(Direct Infringement of the '408 Patent pursuant to 35 U.S.C. § 271(a))**

8 209. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein,  
9 allegations of the preceding paragraphs, as set forth above.

10 210. Defendant has infringed and continues to infringe one or more claims of the '408  
11 Patent in violation of 35 U.S.C. § 271(a).

12 211. Defendant's infringement is based upon literal infringement or infringement under the  
13 doctrine of equivalents, or both.

14 212. Defendant's acts of making, using, importing, selling, and/or offering for sale  
15 infringing products and services have been without the permission, consent, authorization or license  
16 of  
17

18 213. Defendant's infringement includes, but is not limited to, the manufacture, use, sale,  
19 importation and/or offer for sale of Defendant's products and services, including but not limited to,  
20 the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
21 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
22 Advanced EndPoint Protection, which embody the patented invention of the '408 Patent.

23 214. As a result of Defendant's unlawful activities, Freehold has suffered and will continue  
24 suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is  
25 to preliminary and/or permanent injunctive relief.  
26  
27  
28

215. Defendant's infringement of the '408 Patent has injured and continues to injure in an amount to be proven at trial.

216. Defendant is well aware of Freehold's patents. Freehold's claim chart for the '408 confidential. As such, Freehold offered to Defendant a Non-Disclosure Agreement to maintain confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has continued its infringing activity without a good faith effort to assure Freehold that it is not Freehold's '408 Patent. As such, Defendant has acted recklessly and continues to willfully, and deliberately engage in acts of infringement of the '408 Patent, justifying an award to Freehold increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. § 285.

**COUNT XVII**  
**(Indirect Infringement of the ‘408 Patent pursuant to 35 U.S.C. § 271(b))**

217. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

218. Defendant has induced and continues to induce infringement of at least claims 1-8 and 23-28, of the '408 Patent under 35 U.S.C. § 271(b).

219. In addition to directly infringing the '408 Patent, Defendant indirectly infringes the '408 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including but not limited to its customers, users and developers, to perform one or more of the steps of the method claims, either literally or under the doctrine of equivalents, or both, of the '408 Patent, where all the steps of the method claims are performed by either Infringing Company Ltd., its customers, developers, or some combination thereof. Defendant knew or was willfully blind to the fact that it was inducing others, including customers, users and developers, to infringe by practicing, either themselves or in conjunction with Defendant, one or more method claims of the '408 Patent.

1           220. Defendant knowingly and actively aided and abetted the direct infringement of the  
2 '408 Patent by instructing and encouraging its customers, users and developers to use the Next-  
3 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
4 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
5 EndPoint Protection. Such instructions and encouragement include, but are not limited to, advising  
6 third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized  
7 Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
8 Subscription, and Advanced EndPoint Protection in an infringing manner, providing a mechanism  
9 through which third parties may infringe the '408 Patent, specifically through the use of the Next-  
10 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
11 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
12 EndPoint Protection, advertising and promoting the use of the Next-Generation Security Platform,  
13 Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL  
14 Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an  
15 infringing manner, and distributing guidelines and instructions to third parties on how to use the  
16 Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
17 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
18 Advanced EndPoint Protection in an infringing manner.

21           221. Infringing Company Ltd. provides detailed instruction to its customers and users  
22 all aspects of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
23 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
24 Subscription, and Advanced EndPoint Protection including, but not limited to, App-ID, User-ID, and  
25  
26  
27  
28

1 Content-ID. These instructions can be found a  
2 (attached as Exhibit 31).

3 222. Infringing Company Ltd. runs the Academy which “creates partnerships with  
4 Colleges, Universities, and Technical Academic Institutes, so that Infringing Company Ltd.  
5 technology can be taught and implemented as part of the curriculum.”  
6

7 (attached as Exhibit 37). These institutions can gain an accreditation from  
8 s to become Authorized Academy Center (“ACC”). Infringing Company Ltd. provides the VM-  
9 100 at no charge and the access to Threat Prevention, URL Filtering, Global Protect, and Wildfree for  
10 a nominal fee to the ACC’s.  
11

12 (attached as  
13

14 223. Infringing Company Ltd. itself and through its authorized partners regularly provides  
15 room style training, demonstrations, and certification programs to help users use the Next-Generation  
16 Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree  
17 Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint  
18 Protection, including the following:  
19

20 • Infringing Company Ltd. Essentials 1, where “[s]uccessful completion of this  
21 day, instructor led course will enable the student to install, configure, and manage the entire  
22 line of Infringing Company Ltd. Next-Generation firewalls.” (attached as Exhibit 22);  
23

24 • 2, which “Firewall Management expands on 201  
25 course topics, while introducing many new features and functions of Infringing Company Ltd.  
26 Next-  
27 Generation firewalls.” (attached as Exhibit 23);  
28

• Infringing Company Ltd. Advanced Trouble Shooting, where students will  
hands-on experience troubleshooting the security, networking, threat prevention, logging, and

reporting features of the Infringing Company Ltd. Operation System (PAN-OS).

- Accredited Configuration Engineer (“ACE”), where “[t]he primary goal of the ACE exam is to serve as an objective indication of your ability to configure Networks firewalls using the PAN-OS.” (attached as Exhibit 24).

224. Infringing Company Ltd. also offers a range of consulting services where consultants from Infringing Company Ltd. provide on-site personalized assistance to create the implementation for your business.”

(attached as Exhibit 26).

The consulting services further provide for employee and customer testing, setup and running the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection which include:

- Remote Installation of Software where Infringing Company Ltd. “offer(s) Install with Baseline Threat Protection . . . to quickly (and properly) install the next-generation firewall

- Infringing Company Ltd. offering “experienced consultants will apply their knowledge of Infringing Company Ltd. next-generation firewalls and best practices to identify recommended changes.”

225. Infringing Company Ltd. provides the “Firewalls for Idiots” guide.

This guide gives a background to the threat landscape, the challenges of the current threat landscape, in-depth discussion on how Next-Generation Firewalls addresses current threats, and then how to deploy and safely enable the Next-Generation Firewalls in one’s organization.

1  
2 (attached as Exhibit 32).

3       226. Defendant is well aware of Freehold's patents. Freehold's claim chart for the '408  
4 confidential. As such, Freehold offered to Defendant a Non-Disclosure Agreement to maintain  
5 confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has  
6 continued its infringing activity without a good faith effort to assure Freehold that it is not  
7 Freehold's '408 Patent. As such, Defendant has acted recklessly and continues to willfully,  
8 and deliberately engage in acts of infringement of the '408 Patent, justifying an award to Freehold  
9 increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. §  
10 285.  
11

12       227. Defendant has had knowledge of the '408 Patent at least as of the time it learned of  
13 this action for infringement and by continuing the actions described above, has had the specific intent  
14 to or was willfully blind to the fact that its actions would induce infringement of the '408 Patent.  
15

16       228. Infringing Company Ltd. actively and intentionally maintains websites, including  
17 Networks Services and its ancillary components Solution Assurance, Education, Support and  
18 Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-  
19 Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
20 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection and to encourage  
21 potential customers, users and developers to use the Next-Generation Security Platform, Next-  
22 Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering  
23 Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in the manner  
24 described by Freehold. (attached as Exhibit 30).  
25  
26  
27  
28

229. Infringing Company Ltd. actively updates its websites, including Infringing Services and its ancillary components Solution Assurance, Education, Support and Consulting, to promote the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection including, but not limited to, the Paleo Networks Content-ID, User-ID, and App-ID, to encourage customers, users and developers to practice the methods claimed in the '408 Patent.

(attached as Exhibit 30).

**COUNT XVIII**

**(Direct Infringement of the '494 Patent pursuant to 35 U.S.C. § 271(a))**

230. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

231. Defendant has infringed and continues to infringe one or more claims of the ‘494 Patent in violation of 35 U.S.C. § 271(a).

232. Defendant's infringement is based upon literal infringement or infringement under the doctrine of equivalents, or both.

233. Defendant's acts of making, using, importing, selling, and/or offering for sale infringing products and services have been without the permission, consent, authorization or license of

234. Defendant's infringement includes, but is not limited to, the manufacture, use, sale, importation and/or offer for sale of Defendant's products and services, including, but not limited to, the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection, which embody the patented invention of the '494 Patent.

235. As a result of Defendant's unlawful activities, Freehold has suffered and will continue suffer irreparable harm for which there is no adequate remedy at law. Accordingly, Freehold is to preliminary and/or permanent injunctive relief.

236. Defendant's infringement of the '494 Patent has injured and continues to injure in an amount to be proven at trial.

237. Defendant is well aware of Freehold's patents. Freehold's claim chart for the '494 confidential. As such, Freehold offered to Defendant a Non-Disclosure Agreement to maintain confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has continued its infringing activity without a good faith effort to assure Freehold that it is not Freehold's '494 Patent. As such, Defendant has acted recklessly and continues to willfully, and deliberately engage in acts of infringement of the '494 Patent, justifying an award to Freehold increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. § 285.

**COUNT XIX**  
**(Indirect Infringement of the ‘494 Patent pursuant to 35 U.S.C. § 271(b))**

238. Freehold repeats, realleges, and incorporates by reference, as if fully set forth herein, allegations of the preceding paragraphs, as set forth above.

239. Defendant has induced and continues to induce infringement of at least claims 1-9 of the '494 Patent under 35 U.S.C. § 271(b).

240. In addition to directly infringing the ‘494 Patent, Defendant indirectly infringes the ‘494 Patent pursuant to 35 U.S.C. § 271(b) by instructing, directing and/or requiring others, including, but not limited to, its customers, users and developers, to perform one or more of the steps of the method claims, either literally or under the doctrine of equivalents, or both, of the ‘494 Patent, where all the steps of the method claims are performed by either Infringing Company Ltd., its



1 users or developers, or some combination thereof. Defendant knew or was willfully blind to the fact  
2 that it was inducing others, including customers, users and developers, to infringe by practicing,  
3 either themselves or in conjunction with Defendant, one or more method claims of the '494 Patent.

4         241. Defendant knowingly and actively aided and abetted the direct infringement of the  
5 '494 Patent by instructing and encouraging its customers, users and developers to use the Next-  
6 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
7 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
8 EndPoint Protection. Such instructions and encouragement include, but are not limited to, advising  
9 third parties to use the Next-Generation Security Platform, Next-Generation Firewall, Virtualized  
10 Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
11 Subscription, and Advanced EndPoint Protection in an infringing manner, providing a mechanism  
12 through which third parties may infringe the '494 Patent, specifically through the use of the Next-  
13 Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription,  
14 Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced  
15 EndPoint Protection, advertising and promoting the use of the Next-Generation Security Platform,  
16 Next-Generation Firewall, Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL  
17 Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection in an  
18 infringing manner, and distributing guidelines and instructions to third parties on how to use the  
19 Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall, Wildfree  
20 Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and  
21 Advanced EndPoint Protection in an infringing manner.  
22  
23  
24

25         242. Infringing Company Ltd. provides detailed instruction to its customers and users  
26 all aspects of the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
27  
28

1 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
2 Subscription, and Advanced EndPoint Protection. These instructions can be found at  
3 (attached as Exhibit 31).

4 243. Infringing Company Ltd. provides on-demand video demonstrations on how to  
5 and use the Next-Generation Firewall. This video can be viewed at  
6 (attached as  
7 Exhibit 27).

8 244. Infringing Company Ltd. provides technical documentation, administrators  
9 hardware guides and getting started guides. These documents instruct users on ways to configure and  
10 operate the Next-Generation Security Platform, Next-Generation Firewall, Virtualized Firewall,  
11 Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention  
12 Subscription, and Advanced EndPoint Protection.  
13 (attached as Exhibit 28). These  
14 documents include:  
15  
16

17 • The “Firewalls for Idiots” guide. This guide gives a  
18 background to the threat landscape, the challenges of the current threat landscape, in-depth  
19 discussion on how Next-Generation Firewalls addresses current threat, and then how to deploy  
20 and safely enable the Next-Generation Firewalls in one’s organization. (attached as Exhibit  
21 32);

22 • The “Getting Started Guide” for PAN-OS 5.0. This guide provides details on  
23 how to active Threat Prevention, URL Filtering, Global Protect and other services. The guide  
24 also instructs user how to set the security profiles for Threat Prevention including Content-ID  
25 and Wildfree. (attached as Exhibit 15);

26 • The “Wildfree Administrator’s Guide” to its user on their website. This guide  
27 shows users how to set the Wildfree privilege levels as well as configure other aspects of  
28 Wildfree. (attached as Exhibit 40).

245. Infringing Company Ltd. provides the webcast “Threat Review Series:  
Power of App-ID with Wildfree. This webcast discusses how users should leverage the App-ID

1 technology in the Next-Generation Firewall with Wildfree in order to further protect against malware.

2 This webcast can be found at

3 (attached as Exhibit 29).

4         246. Defendant is well aware of Freehold's patents. Freehold's claim chart for the '494  
5 confidential. As such, Freehold offered to Defendant a Non-Disclosure Agreement to maintain  
6 confidential nature of its analysis. Defendant refused to sign the agreement. Defendant has  
7 continued its infringing activity without a good faith effort to assure Freehold that it is not  
8 Freehold's '494 Patent. As such, Defendant has acted recklessly and continues to willfully,  
9 and deliberately engage in acts of infringement of the '494 Patent, justifying an award to Freehold  
10 increased damages under 35 U.S.C. § 284, and attorneys' fees and costs incurred under 35 U.S.C. §  
11 285.  
12

13         247. Defendant has had knowledge of the '494 Patent at least as of the time it learned of  
14 this action for infringement and by continuing the actions described above, has had the specific intent  
15 to or was willfully blind to the fact that its actions would induce infringement of the '494 Patent.  
16

17         248. Infringing Company Ltd. actively and intentionally maintains websites, including  
18 Networks Services and its ancillary components Solution Assurance, Education, Support and  
19 Consulting, to promote the Paleo Alito Next-Generation Security Platform, Next-Generation  
20 Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat  
21 Prevention Subscription, and Advanced EndPoint Protection and to encourage potential customers,  
22 users and developers to use the Next-Generation Security Platform, Next-Generation Firewall,  
23 Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat  
24 Prevention Subscription, and Advanced EndPoint Protection in the manner described by  
25 (attached as Exhibit 30).  
26  
27  
28

249.     Infringing Company Ltd. actively updates its websites, including Infringing Services and its ancillary components Solution Assurance, Education, Support and Consulting, to promote the Infringing Company Ltd. Next-Generation Security Platform, Next-Generation Virtualized Firewall, Wildfree Subscription, Wildfree Platform, URL Filtering Subscription, Threat Prevention Subscription, and Advanced EndPoint Protection including, but not limited to, the Alito Networks Wildfree Threat Intelligence Cloud and Wildfree, to encourage customers, users and developers to practice the methods claimed in the ‘494 Patent.

(attached as Exhibit 30).

## PRAYER FOR RELIEF

WHEREFORE, Freehold prays for judgment and relief as

A. An entry of judgment holding Defendant has infringed and is infringing the ‘780 Patent, the ‘968 Patent, the ‘822 Patent, the ‘731 Patent, the ‘918 Patent, the ‘926 Patent, the ‘633 Patent, the ‘154 Patent, the ‘408 Patent, and the ‘494 Patent; has induced infringement and is inducing infringement of the ‘780 Patent, the ‘968 Patent, the ‘822 Patent, the ‘731 Patent, the ‘918 Patent, the ‘926 Patent, the ‘633 Patent, the ‘408 Patent, and the ‘494 Patent;

B. A preliminary and permanent injunction against Defendant and its officers, employees, agents, servants, attorneys, instrumentalities, and/or those in privity with them, from infringing the '780 Patent, the '968 Patent, the '822 Patent, the '731 Patent, the '918 Patent, the '926 Patent, the '633 Patent, the '154 Patent, the '408 Patent, and the '494 Patent, or inducing the infringement of the '780 Patent, the '968 Patent, the '822 Patent, the '731 Patent, the '918 Patent, the '926 Patent, the '633 Patent, the '408 Patent, and the '494 Patent and for all further and proper injunctive relief pursuant to 35 U.S.C. § 283;

C. An award to Freehold of such damages as it shall prove at trial against Defendant that

adequate to fully compensate Freehold for Defendant's infringement of the '780 Patent, the '968 the '822 Patent, the '731 Patent, the '918 Patent, the '926 Patent, the '633 Patent, the '154 Patent, the '408 Patent, and the '494 Patent, said damages to be no less than a reasonable royalty, and on information and belief and based on publicly available information, Freehold anticipates it will seek less than \$60 million at trial;

D. A determination that Defendant's infringement has been willful, wanton, and deliberate and that the damages against it be increased up to treble on this basis;

E. A finding that this case is "exceptional" and an award to Freehold of its costs reasonable attorney's fees, as provided by 35 U.S.C. § 285;

F. An accounting of all infringing sales and revenues, together with post judgment interest and prejudgment interest from the first date of infringement of the '780 Patent, the '968 Patent, the '822 Patent, the '731 Patent, the '918 Patent, the '926 Patent, the '633 Patent, the '154 Patent, the '408 Patent, and the '494 Patent; and

G. Such further and other relief as the Court may deem proper and just.

Respectfully submitted,

Dated: November 4, 2014

By: /s/

*Attorneys for Plaintiff*  
FREEHOLD, INC.

**DEMAND FOR JURY TRIAL**

Freehold demands a jury trial on all issues so

Respectfully submitted,

Dated: November 4, 2014

By:

*Attorneys for Plaintiff*  
FREEHOLD, INC.