## UNITED STATES DISTRICT COURT WESTERN DISTRICT OF WASHINGTON AT TACOMA

NAUTILUS, INC.,	)
	) No. 3:16-cv-05393
Plaintiff,	)
	) COMPLAINT FOR PATENT
V.	) INFRINGEMENT
	)
ICON HEALTH & FITNESS, INC.,	)
	) JURY TRIAL DEMANDED
Defendant.	)
	_ )

- 1. In around 2001, two Seattleites invented a new kind of exercise machine—a variable stride device. Variable stride lets people exercise more in the way their individual bodies want to move, more akin to their own natural strides. The inventors were John Arthur Ohrt and James A. Duncan, both of whom joined Nautilus, Inc. ("Nautilus") after it acquired their invention from their former employer, StairMaster.
- 2. The defendant, Icon Health & Fitness, Inc. ("Icon"), is using Nautilus' patented variable stride technology.
- 3. For example, Icon promotes the feature for its FreeStride Trainer machines as "auto adjustable stride," e.g., on its nordictrack.com website. The infringing "FS7i" model is shown in Figures 1-2, below:

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# FreeStride Trainer FS7i

(NTEL71313) In Stock

# All the Benefits

Of Three Machines in One

65 review(s) | Write | Read

WEB PRICE \$2,999.00 SALE PRICE

\$1,999.00

ADD TO CART >



No interest if paid in full in 18 months on orders over \$1000. Subject to credit approval. <u>See terms.</u>

(Fig. 1 - Infringing "FS7i" machine)



# THREE MACHINES IN ONE

Combining the benefits of a stepper, a treadmill and an elliptical into a single machine, the FreeStride Trainer is ergonomically designed to adapt to the way you move. The floating stride mechanism offers training that ranges from short up-and-down steps to long, 38-inch strides. And changing workouts is as simple as changing your stride.

(Fig. 2 – Description of Infringing "FS7i" machine)

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#### NATURE OF THE ACTION

4. This is an action for patent infringement under 35 U.S.C. § 100 et seq.

#### **PARTIES**

- Nautilus is a Washington corporation headquartered in Vancouver,
   Washington. Since 1986, it has provided a steady stream of innovative consumer fitness products.
- 6. On information and belief, Icon is a privately held corporation, with a place of business in Logan, Utah.

#### **JURISDICTION AND VENUE**

- 7. This Court has jurisdiction over the subject matter of this action pursuant to 28 U.S.C. § 1338(a).
- 8. This Court has personal jurisdiction over Icon based on Icon's activities directed at Washington, including this District, involving inter alia the offer for sale and sale of infringing devices such as the FreeStride Trainer variable stride exercise machines.
- 9. Icon has at least offered to sell infringing FreeStride Trainers to potential buyers in Washington and in this District.
- 10. Icon has offered to sell FreeStride Trainer machines with the "auto-adjustable stride" feature under the NordicTrack brand.
- 11. Icon is the registrant for the nordictrack.com website, and on information and belief operates and controls that website.
- 12. FreeStride Trainer machines are offered for sale to residents of this District and are available for purchase by residents of this District via an interactive e-commerce website nordictrack.com, e.g., at the webpage

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- 20. Nautilus owns all right, title, and interest in the '019 patent, the '542 patent, the '219 patent and the '155 patent (collectively "the asserted patents"), and has owned each of the asserted patents since it issued.
- 21. No condition precedent, in 35 U.S.C. § 287 or otherwise, bars or limits the damages recoverable by Nautilus for Icon's infringement of at least two of the asserted patents.
- 22. Icon has been aware of the '019 patent since at least 2005 when it was cited to the Patent Office in connection with Application No. 11/107,375 for a "Method and System for Varying Stride in an Elliptical Exercise Machine," filed on April 14, 2005, and naming one or more Icon employees and product developers as alleged inventors.

#### ICON'S INFRINGING ACTIONS

- 23. The preceding paragraphs are incorporated by reference as if fully restated here.
- 24. On information and belief, Icon first introduced its infringing FreeStride Trainer FS7i exercise machine to the U.S. market in 2014.
- 25. On information and belief, Icon's other FreeStride Trainers, including the "FS5i" and "FS9i" exercise machines, are materially the same as the FS7i for purposes of infringement of the asserted patents.
- 26. On information and belief, Icon launched FreeStride Trainers despite an objectively high likelihood that its actions constituted infringement of Nautilus' valid patent rights, including one or more of the asserted patents, and Icon knew or should have known that.
  - 27. On information and belief, Icon's infringement is and has been willful.

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28. Icon's infringing variable stride exercise machines compete with offerings from Nautilus, including in the market for home exercise machines.

#### **COUNT ONE – INFRINGEMENT OF U.S. PATENT 6,689,019**

- 29. The preceding paragraphs are incorporated by reference as if fully restated here.
- 30. Icon's use, manufacture, offer for sale, and/or sale in the United States, and/or importation into the United States, of at least the FS7i exercise device literally infringes at least claim 1 of the '019 patent.
  - 31. Nautilus is entitled to damages for Icon's infringement of the '019 patent.

    COUNT TWO INFRINGEMENT OF U.S. PATENT 7,341,542
- 32. The preceding paragraphs are incorporated by reference as if fully restated here.
- 33. Icon's use, manufacture, offer for sale, and/or sale in the United States, and/or importation into the United States, of at least the FS7i exercise device literally infringes at least claim 1 of the '542 patent.
  - 34. Nautilus is entitled to damages for Icon's infringement of the '542 patent.

### COUNT THREE – INFRINGEMENT OF U.S. PATENT 7,632,219

- 35. The preceding paragraphs are incorporated by reference as if fully restated here.
- 36. Icon's use, manufacture, offer for sale, and/or sale in the United States, and/or importation into the United States, of at least the FS7i exercise device literally infringes at least claim 1 of the '219 patent.
  - 37. Nautilus is entitled to damages for Icon's infringement of the '219 patent.

#### **COUNT FOUR – INFRINGEMENT OF U.S. PATENT 8,323,155** 1 38. The preceding paragraphs are incorporated by reference as if fully restated 2 3 here. 39. Icon's use, manufacture, offer for sale, and/or sale in the United States, 4 5 and/or importation into the United States, of at least the FS7i exercise device infringes, 6 literally or under the doctrine of equivalents, at least claim 1 of the '155 patent. 40. Nautilus is entitled to damages for Icon's infringement of the '155 patent. 7 PRAYER FOR RELIEF 8 9 WHEREFORE, Plaintiff Nautilus prays for judgment and seeks relief against Defendant Icon Health & Fitness, Inc. as follows: 10 For a judgment in favor of Nautilus that Icon has infringed U.S. Patent No. A. 11 6,689,019; 12 В. For a judgment in favor of Nautilus that Icon has infringed U.S. Patent No. 13 14 7,341,542; C. For a judgment in favor of Nautilus that Icon has infringed U.S. Patent No. 15 7,632,219; 16 D. For a judgment in favor of Nautilus that Icon has infringed U.S. Patent No. 17 8,323,155; 18 E. For a judgment in favor of Nautilus finding that Icon's infringement was willful; 19 20 F. For a judgment in favor of Nautilus finding that this is an exceptional case; G. For an award of monetary relief to the fullest extent, including increased damages, 21 prejudgment and post judgment interest, and Nautilus' costs and attorney fees; 22 23 24

1	H. For a permanent injunction against further infringing activity by Icon and all those
2	in active concert and who receive notice of the injunction; and
3	I. For any and all other relief that the Court deems just and proper.
4	DEMAND FOR JURY TRIAL
5	In accordance with Fed. R. Civ. P. 38(b), Nautilus hereby demands a jury trial on
6	all issues so triable.
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8	DATED this 23 <sup>rd</sup> day of May, 2016.
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10	By: <u>s/ John D. Vandenberg</u> John D. Vandenberg, WSBA NO. 38445
11	KLARQUIST SPARKMAN, LLP 121 S.W. Salmon Street, Suite 1600
12	Portland, Oregon 97204 Telephone: (503) 595-5300
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15	Attorney for Plaintiff Nautilus, Inc.
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