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1
                   IN THE UNITED STATES DISTRICT COURT
                   FOR THE EASTERN DISTRICT OF VIRGINIA
 2
                             Norfolk Division
 3
 4
 5
        I/P ENGINE, INC.,
 6
                Plaintiff
 7
        V.
                                                CIVIL ACTION NO.
 8
        AOL, INC., GOOGLE INC., IAC
                                                2:11cv512
        SEARCH & MEDIA, INC., GANNETT CO., INC., and TARGET
 9
        CORPORATION,
10
                Defendants.
11
12
                     TRANSCRIPT OF TRIAL PROCEEDINGS
13
                                    DAY 5
14
                            (Afternoon session)
15
                             Norfolk, Virginia
16
                              October 22, 2012
17
18
     BEFORE: THE HONORABLE RAYMOND A. JACKSON, and a jury
19
               United States District Judge
20
21
2.2
23
24
25
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1
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1
                           AFTERNOON SESSION
 2
              (Hearing commenced at 2:23 p.m.)
 3
              (Jury in at 2:23 p.m.)
 4
              THE COURT: You may be seated. Record will reflect
 5
     that all jurors are now present in the courtroom. Does
 6
     counsel agree?
 7
              MR. CIMINO: Agreed.
 8
              MR. NELSON: Agreed.
 9
              THE COURT: You may resume your cross-examination,
10
    Mr. Nelson.
11
              MR. NELSON: Thank you, Your Honor.
12
                      CROSS-EXAMINATION (Cont'd)
1.3
     BY MR. NELSON:
14
     O. Good afternoon.
15
     A. Good afternoon.
16
     Q. All right. You recall during your direct testimony that
     you played part of a video from a gentleman named Hal Varian?
17
18
     A. Yes, I do.
19
       Okay. And I think you ended that video with a pie chart.
20
     Do you recall that?
21
        The video ended with a pie chart, yes, I do recall that.
22
        Right. And you used that to try to show that Google used
23
    historical click through rate in serving ads, right?
24
        I give that as one of the examples but I also talked
25
     about it when I was in the internal document that was used
```

- 1 there.
- 2 Q. Okay. And you relied on that video on forming your
- 3 opinions in this case, correct?
- 4 A. I relied on a lot of the information. Obviously, the
- 5 | more evidence I have, the better my assessment is, and I had
- 6 | a lot. I relied on the source code. I relied on the
- 7 depositions. I relied on the internal documents. And I also
- 8 | relied on the external information just to confirm it, yes,
- 9 that's correct.
- 10 Q. Understood. My only question is one of the things was
- 11 | that video, right?
- 12 A. The one of the things that I relied on. I rely on the
- 13 body of evidence. There is not one particular. That is my
- 14 | aha moment. That is the only thing I relied on.
- 15 Q. Yeah, that is not what I was asking. I'm just asking you
- 16 | whether that was something that you relied on in forming your
- 17 opinions?
- 18 A. It was one of the many things, yes.
- 19 Q. Okay. You've seen that entire video, haven't you?
- 20 A. I've seen the entire video, yes.
- 21 Q. And you're aware, then, what you showed to the jury was
- 22 | just a part of that video, aren't you?
- 23 A. If I remember correctly, yes.
- 24 Q. But you didn't show the entire video, correct?
- 25 A. I'm not sure that I did, no.

- 1 Q. Okay. So let's pick it up where you left off.
- 2 A. Okay.
- 3 Q. So you recall this is where we stopped, right?
- 4 A. It depends. Potentially.
- 5 Q. Okay.
- 6 A. If you show it from where I started, I'll know exactly
- 7 where it, yes.
- 8 Q. Okay. You want to go ahead and do that? Do you have
- 9 that from the start?
- "MR. VARIAN: So what is quality score? So there are
- 11 three components of the quality score, and the biggest one by
- 12 | far is click through rate. By allowing users to vote with
- 13 | their clicks, we have millions of people who are helping us
- 14 decide which ads are best for each search query.
- "Google's philosophy is always rely on user feedback
- 16 as a key drive decision-making. So using click through rate
- 17 | and quality score is our way of incorporating that feedback
- 18 | into ad serving.
- "Relevancy is the second largest component of quality
- 20 | score. Both the relevancy of the keyword to the ads as well
- 21 | as to the user search query, Google determines relevancy by
- 22 | analyzing the language and context of an ad or query in
- 23 determining how well it relates to keyword. Google uses
- 24 relevance to make sure that only useful ads are displayed to
- 25 users and prevents advertisers from paying their way onto a

search that is unrelated to their product or service.

"The third component of quality score is landing page quality. An ad is only useful if the user at the landing page it leads to help them find the information they are looking for. High quality landing page should have relevant, original content, be easily navigable with quick load times and minimum pop-ups or pop-unders, and be transparent about the nature of your business, how your site interacts with the visitor's computer, and how you intend to use the visitor's personal information."

So does that refresh your recollection that is where you stopped?

13 A. Yes.

- 14 Q. Okay. Let's look at the next part of this video.
- 15 A. Okay.

"So how does this quality score affect the way the auctions run? What we do is we have a concept of ad rank, and ad rank is going to be the bid of the advertiser times the quality of the ad. So in this particular example, I've got four advertisers that are bidding 4, 3, 2 and 1, and the ads have different quality. In this case is the quality of 1, 3, 6 and 8.

"So to determine the ad rank, we just multiply those two numbers together. And then what we do is we rank the ads by the ad rank to the best performing ad here, is 12, second

- 1 | best is this ad, 9, third best is this ad, and up here the
- 2 | advertiser is bidding 4 at such a low quality that it doesn't
- 3 | get shown at all."
- 4 Q. Okay. You reviewed that before, correct?
- 5 A. Yes.
- 6 Q. Right. And so what we just saw there is in the next part
- 7 | you didn't show, Mr. Varian is talking about a quality score
- 8 | that is a number between 1 and 10, correct?
- 9 A. He was using this as an illustrative example.
- 10 Q. He was talking about quality score the number between 1
- 11 and 10, correct?
- 12 A. Correct.
- 13 Q. Okay. And quality score is a number between 1 and 10, is
- 14 | something you testified earlier, you're not aware of that
- 15 ever being used in serving ads, correct?
- 16 A. That is correct, but he's using it as an illustrative
- 17 example.
- 18 | Q. So let's talk about it.
- 19 A. He did talk about eligibility there in the first part of
- 20 it, which support the ones he wanted.
- 21 Q. That is fine. So, again, quality score between 1 and 10,
- 22 | that is what he was talking about, right?
- 23 A. It was in the illustrative example he was showing, yes.
- 24 Q. Quality score between 1 and 10 is not use of serve ads,
- 25 correct?

- 1 A. Was not the one that was using to serve ads, no.
- 2 Q. Now, let's go to your PDX-65. Now, you recall this? You
- 3 | went -- kind of walked through Figure 9 of the patent and
- 4 | used this search example that of the term "grill," right?
- 5 A. I used that as a search example of a grill, yes, that's
- 6 correct.
- 7 Q. Now, just so we're clear, if I went and looked at Figure
- 8 | 9 of the patent, I wouldn't see a box with search and grill
- 9 there, right?
- 10 | A. No. I made this to be an illustrative usage to explain
- 11 | how Figure 9 works.
- 12 Q. Okay. And then if we go forward to PDX-66, you are still
- 13 using search results that you are trying to show this is a
- 14 | search term "grill," right?
- 15 A. You went from initialization to the end.
- 16 Q. Yes. These are your slides. I just went from -- I
- 17 | didn't skip any slides, I went just 65 to 66.
- 18 A. Yes, but you basically skipped the whole animation,
- 19 correct.
- 20 | Q. I don't have it, so I can't show it to you. But the --
- 21 | all I'm talking about here is that you're showing the example
- 22 | where the search put in was correct, right?
- 23 A. I was showing the example that the search put in was
- 24 correct.
- Q. And as we go forward, 67, you don't talk about it; 68,

- 1 | nothing; 69, nothing; 70, nothing; 71 --
- 2 MR. CIMINO: Objection. You said you don't talk
- 3 | about it. I'm not sure what the question was.
- 4 MR. NELSON: I'm going through the slides.
- 5 THE COURT: When he objects, let me rule. Just
- 6 | clarify your question.
- 7 MR. NELSON: I'm just trying to show that I'm not
- 8 | leaving anything out as we get there, that's is all.
- 9 BY MR. NELSON:
- 10 Q. So 71, go to 72, 73, now 74. Okay. So then 74, you
- 11 ended this discussion by showing what you represented to be a
- 12 result from a Google page, right?
- 13 A. I showed it as a possible result from a Google page, yes.
- 14 Q. Right. But if we look at the top there, that result is
- 15 | not for the search "grill," is it?
- 16 A. I was showing an example of what a search page would be,
- 17 | what a result page would be. That illustration was to
- 18 | illustrate how the patent would work.
- 19 Q. Right. But you agree with me it's a different search
- 20 | term, right?
- 21 A. The search term is "stainless steel grill," right.
- 22 Q. That is much more specific than the search term "grill,"
- 23 correct?
- 24 A. Sure.
- 25 Q. And "grill" is somewhat of an ambiguous term, right?

- 1 A. Grill is grill.
- 2 Q. Right. It could be -- it could be a barbecue grill, it
- 3 | could be a bar and grill, it would be the front end of a car,
- 4 and I think there is even some things that people put on
- 5 | their teeth that are called a grill, aren't they?
- 6 A. I wasn't aware of the teeth, but I learned something new.
- 7 Q. I recently learned that myself.
- 8 A. Thank you.
- 9 Q. So the -- well, let's just look. Let's go to PDX-4-12.
- 10 | So here let's look at the search result -- I mean, the search
- 11 | that is put in.
- 12 A. Can you enlarge that?
- 13 Q. Yeah.
- 14 A. Thank you.
- 15 Q. So now this is the search term "grill," right?
- 16 A. This is the search term "grill," yes.
- 17 Q. Right. So then you see that -- if we go down on the
- 18 | results, we see some grills, cooking grills, we see some bars
- 19 and grill, right, and if we look over here on the ad side, we
- 20 | see an ad for the front end of a car, correct?
- 21 A. Yes.
- 22 Q. So you agree that this shows that AdWords can't tell the
- 23 difference in the meaning between the word "grill," right?
- 24 | A. No. I don't agree. It is, although you basically have a
- 25 | set of items of grill, and you're right, there is different

- 1 | meaning of grills, but they -- there is a set -- a set that
- 2 defines what grill is. It is within a neighborhood. It
- 3 keeps -- basically, you're not talking about New York City.
- 4 You're not talking about a good deli over here, which I just
- 5 | found out about. You're not talking about anything besides
- 6 | something that is represented by the word "grill."
- 7 Q. Okay. But when you went through your example, you didn't
- 8 | show this one, correct? You didn't show an actual search
- 9 result when the term was "grill," despite your earlier
- 10 examples, correct?
- 11 A. My earlier example is just to illustrate the -- and to
- 12 explain the patent, how the patent works. This is a fine
- 13 example, this is an example of a search of a grill.
- 14 Q. Now, let's go back to PDX-116. We were talking about
- 15 | this one just before lunch. Now, here on the PDX-116, you
- 16 | highlight some things in green. And the first one you
- 17 | highlight is the historical click through rate and keyword.
- 18 You see that?
- 19 A. Yes.
- 20 Q. Okay.
- 21 A. Just one second. Yes.
- 22 Q. Okay. But you agree that there is nowhere in SmartAds
- 23 where you can point me to a number that is a keyword's click
- 24 | through rate, right?
- 25 A. What each SmartAds does is it basically computes

```
surrogates for its storage of what it maintains in the
 1
 2
     clicks. I use this as an example of what could be done with
     the clicks, and what is done with the clicks.
 3
 4
         So you were deposed in this case, weren't you?
 5
     Α.
        Yes.
 6
        And you have your deposition in front of you?
     Q.
 7
        Yes.
     Α.
        Okay. I'd like you to look at Page 191.
 8
 9
        Well, I imagine I have my deposition in front of me.
                                                                Is
     this in here?
10
11
         It should be in there, yes.
12
              THE COURT: What tab?
1.3
              MR. NELSON: Right in the front. Tab 1, Your Honor.
14
              THE COURT: Thank you.
15
              THE WITNESS:
                            Okay.
16
     BY MR. NELSON:
17
     Q. Page 191, Line 11, can we play that?
18
              "QUESTION: But you agree there is nowhere in
19
     SmartAds where you could point me to a number that is a
20
     keywords click-through rate; right?
21
              "ANSWER: I agree that in SmartAds there is a
22
     derivation of the feedback data that the odd multiplier they
23
     are going through clicks.
24
              "OUESTION: But there is nowhere in SmartAds where
```

you could point me to a keywords click-through rate? That --

- 1 | that number does not exist in SmartAds, correct?
- 2 "ANSWER: We went through this before.
- 3 "QUESTION: So you agree with me right?
- 4 "ANSWER: So I answered it before, yeah."
- 5 BY MR. NELSON:
- 6 Q. So you gave that testimony, right?
- 7 A. It's the same as I said now, yes.
- 8 Q. Well, we'll let the jury decide whether it is the same as
- 9 you said now.
- 10 A. I stated it, you basically use the surrogates to maintain
- 11 | it, and that is correct.
- 12 Q. There is no keywords click-through rate used in SmartAds,
- 13 | correct?
- 14 A. True. That is correct.
- 15 Q. Now, if we go back to PDX-116. You highlight here, you
- 16 | have in content, and you -- one of the things you highlight
- 17 | is keyword. See that?
- 18 A. What are you looking for?
- 19 Q. I'm looking at your PDX-116.
- 20 A. Yes, I see the word "keyword."
- 21 Q. Right. Now, you agree that keyword is not content,
- 22 | correct?
- 23 A. Yes.
- 24 Q. Now, let's talk about some other things in this. You
- 25 | mention the historical click-through rate of a match ad. Do

- 1 | you see that at the top of the collaborative highlighting?
- 2 | A. Excuse me. I didn't follow. Could you repeat that,
- 3 please?
- 4 Q. Yeah. One of the things that you reference is the
- 5 | click-through rate of the matched ad. Do you see that?
- 6 A. Yes.
- 7 Q. Now, you talked yesterday about attributes and attribute
- 8 | template. Do you recall that? I guess it was Friday,
- 9 | actually, or the last day you were testifying?
- 10 A. I talked on Friday about attribute templates, yes, I did.
- 11 Q. Right. And you agree that the attribute templates are
- what define the actual attributes that are used to figure out
- 13 | the odd multipliers which happened in pCTR, right?
- 14 A. Yes, I did.
- 15 Q. So if we can simplify this maybe a little bit, these
- 16 | attribute templates would basically be like a series of
- 17 | questions that SmartAds would ask about the current query ad
- 18 | pair, right?
- 19 A. It's a set of features that it basically extracts from
- 20 | the query in ad pair.
- 21 Q. Right. It is asking questions about what some things
- 22 | might be, some facts might be about the query ad pair, right?
- 23 A. It depends on how you conceptualize it, but you can view
- 24 it.
- 25 Q. Okay. So and then the attributes would be like answers

- 1 | to these questions, right?
- 2 A. These attributes would be specifics of what you're
- 3 | looking for.
- 4 Q. Exactly. So the templates would ask the question and
- 5 | then the attributes would be returned, right?
- 6 A. The templates would ask the question, and it would be
- 7 | filled in with the attribute values of the guery ad, yes.
- 8 Q. And then those attributes would be used to look up the
- 9 appropriate odds multipliers, right?
- 10 A. And the values would be converted to a string. It's a
- 11 | simplification, but converted to a string and that string
- 12 | would be looked up to determine the corresponding odds
- 13 multiplier.
- 14 Q. Okay. And you agree that those odd multipliers are
- 15 | feedback data, correct?
- 16 A. I agree that those odd multipliers are derivation from
- 17 | the feedback data.
- 18 | Q. So sitting here today, or at least -- let's take it back.
- 19 | Sitting at the time of your deposition, you weren't aware of
- 20 any attribute templates that show the click-through rate of
- 21 | an ad, correct?
- 22 A. Although, there is no -- an attribute template that shows
- 23 | the click-through rate of an ad, there are many attributes
- 24 | that basically use the surrogates to be able to get the
- 25 | information from the ad query pair to be able to represent

```
that information.
 1
 2
              The click-through rate here is a generalization just
 3
     like -- this is like the jury saw on the witness when -- on
 4
     the videotape. What you have now is the template, a
 5
     generalization of that information, the click-through data.
 6
     Q. Okay. Let's go back to your deposition. The same
 7
     question was asked, and let's see what answer you gave then.
 8
     A. Fine.
 9
              MR. CIMINO: Your Honor, that is improper
10
     impeachment. We are going to see what answer he gave. He
11
     has to show that the answer is different.
12
              THE COURT: Objection sustained. You have to put it
13
     in the form of the -- the appropriate form if you are going
14
     to impeach his statement, unless you contend that he gave a
15
     different statement.
16
              MR. NELSON: He did.
              THE COURT: Well, then let's put it in that phrase
17
18
     and see what you said.
19
              MR. NELSON: Okay. 23.
20
              THE COURT: Same question.
              "QUESTION: Sitting here today, are you aware of any
21
22
     attribute templates that show the click-through rate of an
23
     ad?
24
              "ANSWER: Sitting here today, I'm not aware of any."
25
              MR. CIMINO: Your Honor, that is the same answer he
```

- 1 just gave. That is two impeachment clips that weren't used
- 2 | for impeachment. I'm not sure how I can object.
- 3 THE COURT: Objection sustained. He used it to
- 4 refer to something else. He answered that the same,
- 5 Mr. Nelson.
- 6 MR. NELSON: Well, he didn't say anything about the
- 7 | surrogate in his answer, Your Honor.
- 8 THE COURT: Well, he answered the question the same
- 9 way.
- 10 BY MR. NELSON:
- 11 | Q. Okay. So you agree with me that there aren't any?
- 12 A. Aren't any what?
- 13 Q. Attribute templates that show the click-through rate of
- 14 | an ad?
- 15 A. I had mentioned that there are surrogates that basically
- 16 | I use for it, but I agree there is not -- there are not a
- 17 | template that represent the click-through rate of an
- 18 | individual ad in an individual query there, yes.
- 19 Q. And we talked a lot about quality score, but you agree
- 20 | that it's not correct to say that quality score is based on
- 21 | an advertisement's click-through rate, correct?
- 22 | A. There is a -- your witnesses that I saw the videotape
- 23 | basically talk about it as a generalization. As a
- 24 | generalization, I believe they are using the click
- 25 information.

```
Q. Okay. So let's look at 223, your deposition at 223, Line
 1
 2
     15 through 24.
              "QUESTION: Okay. I'm ask -- I'm not asking you
 3
 4
     what -- what was said in another document. I'm asking you as
 5
     to your understanding of how the system actually works, sir.
 6
     You agree that it is not correct to say that the quality
 7
     score is based on an advertisement's click-through rate,
 8
     correct?
 9
              "ANSWER: It is not based on an individual
10
     advertiser's particular click-through rate, correct."
11
    BY MR. NELSON:
12
     Q. Okay.
13
        I just said the same thing.
14
     O. Well --
15
              MR. CIMINO: Your Honor, for completeness, I'd like
     to have the other question and answer played, and the one
16
17
     right before this, Page 23, Line 6 to 14.
18
              THE COURT: We are going to do this one time and
19
     then you have to take it up on cross-examination.
20
              MR. CIMINO: Yes, Your Honor.
21
              THE COURT: All right. Play it. What did you ask
22
     to be played?
23
              MR. CIMINO: 223, Line 6 to 14. I could read it,
24
     Your Honor, if that is easier.
25
              THE COURT: No. Let him play it.
```

```
1
              MR. CIMINO: Okay.
 2
              "ANSWER: ...derivation of clicks.
 3
              "QUESTION: But it is not based on an
 4
     advertisement's click-through rate, correct?
 5
              "ANSWER: This is what's cited in your documents.
 6
     I'm taking things out of your documents. My ad -- my use is
 7
     the same usage you guys described when you used -- when you
 8
     describe your system. In -- the -- what is the quality score
 9
     is based on, among things, the pCTR, which is based on the
10
     odds multipliers.
11
              "QUESTION: Okay. I'm ask -- I'm not asking you
12
     what -- what was said in the other document. I'm asking you
13
     as to your understanding of how the system actually works,
14
     sir. You agree that it is not correct to say that the
15
     quality score is based on an advertisement's click-through
16
     rate, correct?
17
              "ANSWER: It is not based on an individual
18
     advertisement's particular click-through rate, correct."
19
              THE COURT: Continue.
20
              MR. NELSON: Okay. Thank you, Your Honor.
21
              THE COURT: Next time we will save that for
22
     cross-examination.
23
              MR. CIMINO: Yes, Your Honor.
24
    BY MR. NELSON:
25
     Q. All right. So let's see if we can get a little bit
```

- 1 | further. So go back to PDX-116. So here you have
- 2 highlighted CTR in this document, and you indicate that
- 3 that's collaborative, right?
- 4 A. I indicate that the click-through rate is a
- 5 | representative -- this is your document. This is what --
- 6 | this is a historical click-through rate matched -- this is
- 7 | your document. I believe the click through is a
- 8 representation or derivation from the clicks, yes.
- 9 Q. But for purposes of AdWords, you're not saying the CTR is
- 10 | collaborative data, correct?
- 11 A. I am not saying that the CTR, I'm saying the clicks are.
- 12 And this is a representation thereof of that.
- 13 Q. But -- I just want to get your opinion straight. So for
- 14 purposes of your opinions, you're not relying on the CTR as
- 15 | collaborative data in AdWords, correct?
- 16 A. I'm use -- as I said before, this is your documents. I'm
- 17 using the information on -- I have in composite, this is an
- 18 | illustration of it. It is your document.
- 19 Q. Okay. These are the documents you said you skimmed
- 20 | before your testimony; is that right?
- 21 A. Among many, yes.
- 22 Q. Now, let's talk about a few other things. So you agree
- 23 | that SmartAds does not group users according to whether they
- 24 | have similar interests or needs, right?
- 25 A. If you have the query, when you have the query, that is

```
1 | the similar interest or needs.
```

- 2 Q. Do you know whether SmartAds groups users according to
- 3 | similar interests or needs?
- 4 A. If it has the query in it, it does. Otherwise, it does
- 5 not.
- 6 Q. Can we play for your deposition at 93, Line 7 through 12.
- 7 "QUESTION: Do you know whether SmartAds groups
- 8 users according to similar interests or needs?
- 9 "ANSWER: SmartAds groups users according to similar
- 10 | interests or needs?
- 11 "QUESTION: Correct.
- 12 "ANSWER: It -- no."
- 13 BY MR. NELSON:
- 14 Q. In fact, you agree that SmartAds does not group users at
- 15 | all, correct?
- 16 A. I'm telling you that SmartAds basically stores templates,
- 17 and the templates basically indicate the query in some of
- 18 | them, and those basically indicate what the interest is but
- 19 | they do not store it.
- 20 Q. Do you know whether SmartAds groups users according to
- 21 | similar interests or needs?
- 22 THE COURT: I think you have asked that question a
- 23 | couple of times. He responded a couple of times.
- 24 MR. NELSON: Not the way he did in his deposition,
- 25 Your Honor.

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THE COURT: Then what you need to do is then you
     need to impeach him. But if he asked it twice, then it's
     time to impeach him using his deposition. But let's not keep
     going over it and over it and getting the same answer.
             MR. NELSON: As I understand. So this is right
     after the part that we just saw, 93, begin Line 13 through
     94, Line 1.
              "QUESTION: Do you know whether -- well, you agree
     it does not, correct?
              "ANSWER: What does not?
10
              "QUESTION: That SmartAds does not group users
12
     according to similar interests or needs, correct?
13
              "ANSWER: I agree that it does not group users.
              "QUESTION: It doesn't group users at all, right?
15
              "ANSWER: It does not -- that is what I thought you
16
     asked.
              "QUESTION: Right. So you agree?
              "ANSWER: I agree."
19
              THE WITNESS: That is the same answer I gave.
20
    BY MR. NELSON:
21
        Again, we will let the jury decide whether it is the same
     answer.
22
23
    A. All right.
24
     Q. So now you mentioned the template again. By the time of
25
     your deposition, did you identify any attribute templates
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- 1 | that would provide information as to whether other users have
- 2 | similar interests or needs?
- 3 A. Other than presenting ones that has to a query because a
- 4 query represents similar interests or needs, no.
- 5 | Q. So let's look at your deposition at 108, begin at Line 10
- 6 through 18:
- 7 "QUESTION: Okay. Can you identify any attribute
- 8 | templates that would provide information as to whether other
- 9 users have similar interests or needs?
- "ANSWER: Would you like me to go through each and
- 11 every one of them?
- "QUESTION: Well, are you -- are you aware of any?
- "ANSWER: I am not aware of any at this point."
- 14 BY MR. NELSON:
- 15 Q. Okay. Well, let's talk a little bit more about this idea
- of content-based filtering and collaborative filtering, okay?
- 17 A. Sure.
- 18 Q. And, specifically, claim 10 is one of the claims that you
- 19 provided opinions on, claim 10 of the '420 patent; is that
- 20 right?
- 21 A. Yes, I did.
- 22 | Q. You would agree that claim 10 requires both content-based
- 23 | filtering and collaborative feedback filtering, right?
- 24 A. Could you show me claim 10 so I can have it right in
- 25 front of me?

- 1 Q. Sure. It might be in your book there.
- 2 A. Okay. Your question, please?
- 3 Q. Yeah. You agree that claim 10 requires both
- 4 | content-based filtering and collaborative feedback filtering,
- 5 right?
- 6 A. I believe that it requires the filtering on the combined
- 7 of the two of them.
- 8 Q. So let's look back at PDX-53. This is one of your
- 9 | slides, right, that you presented?
- 10 A. This is one of my very early slides, yes.
- 11 Q. Okay. And here you are highlighting your summary of
- 12 opinions and discussing the patent, correct?
- 13 A. I was introducing the jury to the components that I think
- 14 | are necessary for the patent, yes. Correct.
- 15 Q. Right. And here you highlighted both collaborative and
- 16 | content-based filtering, correct?
- 17 A. Yes.
- 18 | Q. And if we look -- do you have the patent in front of you?
- 19 A. I don't know. Do I?
- 20 Q. I think it was in your binder that --
- 21 A. This is your binder.
- 22 Q. Tab 20.
- 23 A. The first I have seen.
- 24 Q. Tab 2. No, looked at that one. Remember when we looked
- 25 | through all the documents before?

- 1 A. Yes, but I did not know. I did not look.
- 2 Q. Okay.
- 3 A. You said Tab 2?
- 4 O. Yes.
- 5 A. Yes. In Tab 2.
- 6 Q. So if we look at column 23 of the patent, you agree that
- 7 | is part of the specification of the patent?
- 8 A. Yes. Column 23, yes, I do.
- 9 Q. So here it says, "The present invention combined
- 10 | collaborative filtering with content-based filtering in
- 11 | measuring informons for relevancy." Do you see that?
- 12 A. Yes.
- 13 Q. Okay. So you think that's an accurate statement of the
- 14 invention described?
- 15 A. The invention described is what is defined in the claims.
- 16 The claims define the invention.
- 17 Q. So you think that claim 10 of the '420 patent is
- 18 inconsistent with this description?
- 19 A. I did not say that. You're pulling one line out of the
- 20 | patent. I'm telling you, ask me what I thought the invention
- 21 was. The invention is -- the inventions are each claim
- 22 | separate. The inventions are the claims. You asked me are
- 23 | the claims the invention, sure. You want -- you asked one
- 24 | particular line of the patent, one particular line of the
- 25 patent.

- 1 Q. Now, let's look at PDX-87. Let's focus in on that blue.
- 2 A. Okay.
- 3 | Q. So you highlighted in blue, "A content-based filter."
- 4 You see that?
- 5 A. Yes.
- 6 Q. But you didn't highlight any of the rest of the element,
- 7 | correct?
- 8 | A. I highlighted it because it's easy to see. When I make
- 9 | presentations, I don't want the whole lengthy item unless I
- 10 | need to show it to demonstrate the four colors.
- 11 Q. You agree with me that the element that begins, "The
- 12 | content-based filter system," in claim 10 of the '420 patent
- 13 requires more than just a content-based filter system,
- 14 correct?
- 15 A. It is a content-based filter system for receiving
- 16 | informons from the scanning system and for filtering the
- 17 | informons on the basis of applicable content profile data for
- 18 | relevance of the query, yes. That is the relevance of the
- 19 query. I should be able to filter based on the relevance of
- 20 the query.
- 21 Q. So you agree that content-based filter system for
- 22 | receiving the informons from the scanning system and for
- 23 | filtering the informons with the basis of applicable content
- 24 | profile data for relevance to the query, right?
- 25 A. Yes.

- 1 Q. You've got to have all those things to meet that element,
- 2 right?
- 3 A. It is the whole element you need, yes.
- 4 Q. Okay. And if we look at claim 25, this is claim 25 of
- 5 | the '420 patent, you have that in front of you, as well. And
- 6 | you recall discussing a bit of claim 25 and explaining it was
- 7 | a method claim, don't you?
- 8 A. That was actually done this morning. Yeah. I think we
- 9 started with that.
- 10 Q. Right. And you said that for method claim in order to
- 11 | meet the element you actually have to do what's in there,
- 12 right?
- 13 A. That is what it is. I don't know if that is exactly the
- 14 | words I used, but, yeah, that is generally correct.
- 15 Q. Okay. So here what claim 25 says, and let's focus in on
- 16 | that second element now, says, "Receiving the informons in a
- 17 | content-based filter system from the scanning system and
- 18 | filtering the informons on the basis of applicable content
- 19 | profile data for relevance to the query, " right?
- 20 A. That is correct.
- 21 Q. So the content-based filter system has to do with filter,
- 22 correct?
- 23 A. This has to be performed. It has to be performed, yes.
- 24 Q. So let's talk a little bit about your opinions, then,
- 25 | with respect to the accused SmartAds product.

- 1 | A. Okay.
- 2 | Q. SmartAds component, I guess is a better way to say it.
- 3 A. Okay.
- 4 Q. Would you agree with that?
- 5 | A. We can talk about the SmartAds component?
- 6 Q. Right. SmartAds is a product in and of itself, right, or
- 7 | service?
- 8 A. SmartAds would be -- is their ad server system. You said
- 9 SmartAds?
- 10 Q. SmartAds.
- 11 A. Component, correct.
- 12 Q. Right. That is not the entire ad service system, right?
- 13 A. No.
- 14 Q. Many other components of the ad server system, right?
- 15 A. Many other components.
- 16 | Q. Hundreds, maybe thousands?
- 17 A. Many other components. I'm not going to guess how many.
- 18 Q. So let's have claim 10 back up there.
- 19 A. That is not claim 10.
- 20 Q. No. He is going to get there.
- 21 A. Oh, okay.
- 22 Q. I want to focus in on this element. "A content-based
- 23 | filter system for receiving the informons from the scanning
- 24 | system and for filtering the informons on the basis of the
- 25 | applicable content profile data for relevance to the query."

- 1 You see that?
- 2 A. Yes.
- 3 Q. Okay. So now we've got to step back a little bit, and we
- 4 | were having this discussion a little bit earlier about the
- 5 | attribute templates, okay. You recall that?
- 6 A. Yes.
- 7 Q. So you agree the attribute templates are basically
- 8 questions, is the way to put it, that can be asked about the
- 9 | current ad query pair, right?
- 10 A. That was your -- that was the way you phrased it.
- 11 Q. Yeah, I'm trying to simplify it so we can both be on the
- 12 same page.
- 13 A. It is basically a mechanism of filling in blanks of the
- 14 structure, what kind of blank means.
- 15 Q. And what the result of applying those attribute templates
- 16 | are attributes, would you agree?
- 17 A. The result is you get the attributes, and the result of
- 18 | the whole template of the string, I agree.
- 19 Q. The result of the whole template. So let's talk about
- 20 | that a little bit. What you are saying is -- I think you
- 21 talked about this -- there may be things called feature
- 22 | templates that look for particular facts, right?
- 23 A. Yes.
- 24 Q. And attributes, templates would just have those facts sat
- 25 | next to each other, correct?

- 1 A. Correct, assuming the attributes ask for it, yes.
- 2 Q. And so what you're saying is the string, which is these
- 3 | individual features, laid next to each other, right?
- 4 A. Basically.
- 5 | Q. And that would give you an attribute?
- 6 A. Yes.
- 7 Q. Now, the attribute then is used to look up an odd
- 8 | multiplier, correct?
- 9 A. Basically. Generally speaking, the string is, yes.
- 10 Q. And the odds multipliers are feedback data, is what
- 11 you're saying?
- 12 A. The odd multipliers represent feedback data.
- 13 Q. So now the thing that I didn't hear in your testimony,
- 14 and maybe you can clarify this for me, is what is the content
- 15 profile data?
- 16 A. It's the information that is relevant to the query.
- 17 Q. It's the information that is relevant to the query?
- 18 | A. The informons are the basic applicable content profile
- 19 data for relevance to the query. That is filtering the
- 20 informons on the basis of something that is relevant to the
- 21 query.
- 22 | Q. Right. So what I'm asking you is, what are you saying is
- 23 | the content profile data for purposes of this element of
- 24 | claim 10 in the accused SmartAds system?
- 25 A. The parts of the templates that basically are associated

- 1 with it.
- 2 Q. The parts of the template --
- 3 A. The content-based templates.
- 4 | Q. You mentioned a couple of those on your direct
- 5 | examination, right?
- 6 A. I mentioned I think -- I'm not sure if I mentioned more,
- 7 | I think -- I know I mentioned at least two.
- 8 Q. Okay. Okay. So getting back to what we were discussing
- 9 before, that template will give you an attribute, right?
- 10 A. Template will give you -- a sponge of them will give you,
- 11 yes.
- 12 Q. And that attribute, then, is used to look up a
- 13 | multiplier, right?
- 14 A. That string of the attribute is potentially, depending on
- 15 what you have.
- 16 Q. Well, it would actually be a string of each?
- 17 A. Right.
- 18 Q. You agree?
- 19 A. Fine, yeah.
- 20 O. Okay. And, in fact, the only thing in SmartAds for which
- 21 | there is an odds multiplier is for an attribute, would you
- 22 | agree?
- 23 A. It's associated, yes.
- 24 Q. There are no odds multipliers associated with features,
- 25 correct?

- 1 A. Correct.
- 2 Q. So, and those odds multipliers are all feedback?
- 3 A. Those odd multipliers are derivation feedback.
- 4 Q. Derived from feedback, but you are relying on the odds
- 5 | multipliers as your feedback data for purposes of your
- 6 opinion, correct?
- 7 A. I'm relying on the odd multipliers as the feedback data
- 8 basically. They are derived, but yes.
- 9 Q. Right. And I think we saw from some of the testimony
- 10 | that was played from some of the Google witnesses, Mr. Furrow
- 11 | in particular, that those odds multipliers are then
- 12 | multiplied together to get the pCTR, right?
- 13 A. At least from Mr. Furrow, yes.
- 14 Q. Okay. And the pCTR, that's the predicted click-through
- 15 rate, right?
- 16 A. The pCTR is the predicted click-through rate, yes.
- 17 Q. If we get down to the page, your infringement opinions
- 18 | are based on what you say is filtering based on that pCTR,
- 19 | right?
- 20 A. It's part of what I say. You need to have -- you need to
- 21 have the search component, you need to have the collaborative
- 22 | component, the content component, and then when the
- 23 | content/collaborative combined, then you need the filter
- 24 | based in that combination. It is not just the one element
- 25 you need.

- 1 | Q. Understood. But the filtering that you're focusing on is
- 2 | filtering using the pCTR, that is what you are saying, right?
- 3 A. It's multiple different pCTRs, but yes.
- 4 Q. Right. And just more specifically, you're talking about
- 5 | the various steps where there is a disabling where ads may
- 6 | not make it into the auction, right?
- 7 A. That's one of them, that's correct.
- 8 Q. Now, in your report you didn't offer any opinion that --
- 9 | without the disabling step, that the ads that are to be shown
- 10 | are any different, right?
- 11 A. I basically stated that only eligible ads will make it
- 12 through. Basically have to pass certain criteria.
- 13 Q. Right. But you didn't state any opinion in your report
- 14 | that without the disabling steps that you point to that the
- 15 ads that would actually be shown would be any different,
- 16 | right?
- 17 A. I say the better ads would be -- would make it through,
- 18 | that's correct.
- 19 Q. Understood. But all I'm asking is you didn't offer an
- 20 opinion in your report saying that if the disabling step was
- 21 removed, that the better ads now would not be shown and worse
- 22 | ads would be shown, correct?
- 23 A. I don't recall making that statement.
- 24 Q. Okay. So go back to this content profile. So the pCTR,
- 25 | then, that is the odd multipliers which you say are feedback

- 1 data multiplied together, correct?
- 2 A. Okay. Yeah.
- 3 Q. You agree?
- 4 A. Yeah.
- 5 Q. Okay. Good. So now, the attribute is used to look up
- 6 | the odds multipliers corresponding to that attribute, right?
- 7 A. The attribute is used to basically find, combined,
- 8 correct.
- 9 Q. Well, the attribute is not combined with the odds
- 10 | multipliers at all, is it?
- 11 A. I'm taking the particular value and using it as a lookup
- 12 and to get the particular feedback data. So I view it as
- 13 | combined, yes.
- 14 Q. It's a lookup. It tells you where it is?
- 15 A. It gives you the corresponding value.
- 16 Q. Right. So you don't take the attribute and merge it
- 17 | together with whatever the odds multiplier value is, right?
- 18 A. I am combining it because I'm taking the two sources and
- 19 | combining them, but, no, I'm not merging them together, no.
- 20 | Q. Right. So the odds multiplier is feedback and it is what
- 21 | it is, right?
- 22 A. The odds multiplier is the derivation of the feedback,
- 23 and it is what it is.
- 24 Q. So you agree with me that there are a number of templates
- 25 | that are used, many of the templates that you don't even

- 1 | contend provide any kind of content-based analysis, right?
- 2 A. I agree. There are those that are not.
- 3 Q. Right. So for those templates where you generate an
- 4 attribute, you're not saying that those attributes are then
- 5 | combined with whatever the odds multiplier is, correct?
- 6 A. I am stating that basically for my infringement analysis
- 7 I'm looking at those that are content, combine those with
- 8 | those that are -- get the odds multipliers.
- 9 Q. Well, let's explore that a little bit further. So you
- 10 | would agree with me that keeping track of how often a user
- 11 | selects a document with a particular word in it, that is
- 12 | feedback, right, that is feedback analysis?
- 13 A. Say that again.
- 14 Q. Yeah, you would agree with me that keeping track of how
- 15 often a user clicks on a document with a particular word in
- 16 | it is feedback analysis, right?
- 17 A. I agree with you that it is keeping track on which -- if
- 18 | a user clicks on a document, whatever reason, it is feedback
- 19 | for that query and that document, that advertisement on
- 20 document.
- 21 Q. Right. So, for example, if the document had the word
- 22 | "cow" in it and I figured out how many times, or I kept track
- of how often people clicked on a document with the word "cow"
- 24 | in it, that would be feedback analysis, right?
- 25 A. If you're looking for a particular ad in a particular

- 1 | query, and you're basically recording it's a click or not, I
- 2 | don't know why you click it, if that is your question. But
- 3 | it is basically, the bottom line is if there is an ad and
- 4 there is a query and I click that recording, yes, that is
- 5 feedback.
- 6 Q. Right. So simply organizing your feedback data based
- 7 upon some word in the document is not a content-based
- 8 | analysis, correct?
- 9 A. The content-based analysis is comparing a query to an
- 10 advertisement. The collaborative part is basically which
- 11 query some item was clicked or not clicked.
- 12 Q. Okay. So keeping track of how many times somebody clicks
- on a document that has a particular word, that is not content
- 14 analysis, correct?
- MR. CIMINO: Objection. Asked and answered.
- 16 THE COURT: Objection sustained.
- 17 BY MR. NELSON:
- 18 Q. Okay. So let's look at your slide PDX-71. Now, you
- 19 recall this discussion where you were discussing Figure 6 of
- 20 the patent?
- 21 A. I think in the discussion was on Thursday, if I'm not
- 22 | mistaken. Yeah, I recall.
- 23 Q. Right. And what you're showing here is content data
- 24 | score and a collaborative data score and an averaging of the
- 25 two, right?

- 1 A. I am showing the content data score, which I have here is
- 2 | 7, the collaborative data score, which I have here as 5, and
- 3 I'm showing the average of 6, that is correct.
- 4 Q. So in SmartAds, there is no averaging of a content data
- 5 | score with a collaborative data score, is there?
- 6 A. In -- basically I'm showing is a mechanism of getting a
- 7 | score. This is just an illustrative notion. In this -- this
- 8 | is what I use to explain is one possible combination of the
- 9 | information to get a complete rating predictor. That is all
- 10 | it shows.
- 11 Q. Right. Understood. But all I'm asking you is in
- 12 | SmartAds, there is no averaging of a content data score and a
- 13 | Collaborative data score, is there?
- 14 A. There is a different combination. It is not an averaging
- 15 combination.
- 16 Q. Right. What you are saying is that certain attributes
- 17 | are used to look up an odds multiplier, which is itself
- 18 | feedback, right?
- 19 A. I'm stating that basically you find those that are the
- 20 | content-based, and let's forget attribute, and then they will
- 21 look up the corresponding attribute of the odds multipliers,
- 22 | that's correct.
- 23 Q. Now, you're aware that there are other things that go to
- 24 determine whether a particular ad is going to be in the
- 25 auction, correct?

- 1 A. There are other things.
- 2 Q. Right. So pCTR is not the only thing, correct?
- 3 A. It is not necessarily the only thing.
- 4 Q. Right. In fact, there's -- what is actually used to set
- 5 | the threshold or the minimum bid is what's called the
- 6 | long-term value, right?
- 7 A. In one of the -- in one, yes.
- 8 Q. And the long-term value has the predicted click-through
- 9 | rate as one factor and has the bid as another factor, right?
- 10 A. Yes.
- 11 Q. So --
- 12 A. You need me to see -- the screen went blank.
- 13 Q. I don't think --
- 14 A. Fine.
- 15 Q. Just you and me.
- 16 A. No problem. I just saw the screen go blank, I just
- 17 | wanted to make sure.
- 18 Q. Nothing I have right now.
- 19 A. Okay.
- 20 Q. So the bid is another factor, right?
- 21 A. Could you repeat?
- 22 | Q. Yeah, to calculate the long-term value you have the bid
- 23 | as another factor, right?
- 24 A. There are different factors.
- 25 Q. Right. And there is an LQ and a CQ, right?

- 1 A. Among others, yes.
- 2 Q. And we haven't spent any time talking about those, right?
- 3 A. I did not spend any time talking about those.
- 4 THE COURT: What is the LQ and the CQ, for the
- 5 uninformed here, please, between the two of you?
- 6 BY MR. NELSON:
- 7 Q. An LQ is a landing page quality, right?
- 8 A. Yeah.
- 9 Q. And you didn't rely on that for purposes of your
- 10 opinions, right?
- 11 A. I relied on that for a different -- not what you're
- 12 | looking for with regard to filtration.
- 13 Q. Right. Not for the filtration, not for the content-based
- 14 | filtering, correct?
- 15 A. I did not rely on it for the content-based fitting. I
- 16 | wouldn't say that I didn't rely on it at all.
- 17 | Q. Right. And CQ is creative quality, right?
- 18 A. Correct.
- 19 Q. And you didn't rely on that for the content-based
- 20 | filtering here, correct?
- 21 A. No, that was not a part of the -- those are factors, not
- 22 | something I relied on, no.
- 23 Q. And you didn't rely on either LQ or CQ for the
- 24 | collaborative aspect of your opinion, either, right?
- 25 A. No, I did not rely on either CQ or LQ for that, no.

- 1 Q. Nor on the advertiser's page, correct?
- 2 A. No.
- 3 Q. This microphone is right in the middle here, makes it a
- 4 little difficult.
- 5 A. I know.
- 6 Q. Yes. Okay. So let's go to claim 25.
- 7 A. Now I see the monitor will come on.
- 8 Q. Yes. So claim 25, "Receiving the informon through a
- 9 content-based filter system from the scanning system and
- 10 | filtering the informons on the basis of the applicable
- 11 | content profile data, the relevance of the query, " you see
- 12 that?
- 13 A. Yes.
- 14 Q. So the pCTR is the combined -- is multiplied together
- 15 | odds multipliers, right?
- 16 A. The pCTR is based -- in order to know the particular odds
- 17 | multipliers, you needed to have the content to fill in to the
- 18 template.
- 19 Q. Right. But the content doesn't make its way into the
- 20 | odds multiplier, right?
- 21 A. The contents identify the odds multipliers.
- 22 | Q. It tells you which one to use but it doesn't make its way
- 23 | into the odds multiplier, right?
- 24 A. Well, if it tells you which one to use, it is obviously
- 25 | making its way. And without it you wouldn't know which one

- 1 to use.
- 2 | Q. Right. And without all the other templates, the
- 3 attributes you wouldn't know which odd multipliers to use,
- 4 | correct?
- 5 A. Without the other ones, as well, but I'm focusing on the
- 6 ones that you actually need.
- 7 Q. Okay. So what the pCTR is comprised of, in terms of the
- 8 | odds multipliers, is all feedback data, right?
- 9 A. The pCTR is comprised of the particular ones, particular
- 10 | feedback data that was chosen by the content-based, at least
- 11 some of them.
- 12 Q. Right, but that's --
- 13 A. Right.
- 14 Q. But those are all feedback data, right?
- 15 A. The odds multipliers are representation of the feedback
- 16 data, derivation of the feedback data, but the particular
- 17 ones are the ones that are chosen.
- 18 Q. So now let's talk about the '664 patent a little bit.
- 19 Let's put up claim 1 of that so we have it all in front of
- 20 us.
- 21 A. Just one second.
- 22 Q. You need to wait?
- 23 A. I was told to signal, and not to pick it up myself.
- 24 Q. Okay. So let's focus on claim 1 here.
- 25 A. Thank you. Yes.

- 1 | Q. You see claim 1, and I want to focus on that last
- 2 element. See where it says, "A content-based filter system
- 3 for combining the information from the feedback data system
- 4 | with the information from the scanning system and for
- 5 filtering the combined information for relevance to at least
- 6 one of the query and the first user." See that?
- 7 A. Yes.
- 8 Q. Okay. I thought I understood you to say on your direct
- 9 examination that what you were alleging for purposes of your
- 10 | infringement opinions to be the combined information was the
- 11 pCTR, the predicted click-through rate?
- 12 A. What I was assumed -- what I was stating for my combined
- 13 | information was the pCTR was based on particular content that
- 14 | were chosen and the particular odds multipliers.
- 15 Q. Right. So the pCTR is, you're saying, for purposes of
- 16 | claim 1 of the '664 patent, is the combined information, that
- 17 | is what you are saying, right?
- 18 A. The pCTR score is a ranking indicator, is what I'm
- 19 | saying, that is correct.
- 20 Q. That is the combined information?
- 21 A. That is the representation of the combined information,
- 22 correct.
- 23 Q. Right. So the pCTR, that is a score, I think you just
- 24 | said, right?
- 25 A. PCTR is a ranking, is a parameter, is an indicator,

- 1 | measure of goodness.
- 2 Q. Right. So pCTR is not filtered in the SmartAds system,
- 3 | right?
- 4 A. Ads are filtered in the SmartAds system.
- 5 Q. Right. So ads are filtered, pCTR is not filtered, right?
- 6 A. PCTR associated with a particular ad is what is being
- 7 | used to filter out the ad. I'm filtering out ads using the
- 8 pCTR.
- 9 Q. Right. But so let's look at the claim. The claim says,
- 10 "A content-based filter system for combining the information
- 11 | from the feedback system with the information from the
- 12 | scanning system and for filtering the combined information."
- 13 You see that?
- 14 A. Yes.
- 15 Q. So you agree that the claim requires that you filter the
- 16 | combined information, right?
- 17 A. Sure. It says it right there.
- 18 Q. Okay. You're saying pCTR is the combined information?
- 19 A. I said pCTR is a representation of it, yeah.
- 20 Q. Okay. That is what you are relying on for purpose of
- 21 | that element, pCTR is the combined information, according to
- 22 you, right?
- 23 A. I'm combining -- it is for the part of the element that
- 24 | is the last part of it, yes.
- 25 Q. PCTR is not filtered?

- 1 A. PCTR is used to filter the particular ad, the
- 2 | corresponding to that ad. In fact, the patent, in Figure 6,
- 3 | which explains exactly the combination, does exactly that.
- 4 If you look at the Figure 6, it has the input coming in, the
- 5 | input as the two types of input coming in, and the score
- 6 | computed, and then it fillers based on that. That is exactly
- 7 what the patent does.
- 8 | Q. Sorry. I didn't mean to interrupt you. I thought you
- 9 were done.
- 10 A. I am now.
- 11 Q. Okay. Thank you. But, sir, didn't you just tell me that
- 12 for purposes of determining what the invention is I need to
- 13 | look at the claim, right?
- 14 A. Yes. And you need an explanation of what the claim is.
- 15 To me it was very clear that on filtering based of the pCTR,
- 16 | for relevance to a particular ad, filtering ad, it was pretty
- 17 | clear to me.
- 18 Q. So you agree that for purposes of your infringement
- 19 opinion that what you say is being filtered are ads, right?
- 20 A. What I'm saying is the -- for infringement, you're
- 21 | filtering ads, yes, that's correct.
- 22 | Q. Right. But you're saying that pCTR in the SmartAds is
- 23 | the combined information, right?
- 24 A. I'm saying that pCTR is the representation of -- the
- 25 | combined information in relation to a particular ad, yes, I

- 1 | am.
- 2 | Q. So now let's go to the PDX-4.6. So here what I'm showing
- 3 | you is a comparison in claim 10 of the '420 patent to claim 1
- 4 of the '664 patent. Do you see that?
- 5 A. Yes. If you could make it larger, I can see it.
- 6 Q. I think he can do that. So I think I heard you say that
- 7 | while the ads are filtered on the basis of the pCTR, and that
- 8 | is your infringement opinion for claim 1 of the '664 patent,
- 9 rite?
- 10 A. Yes, because the basis of the representation of the ads,
- 11 | yeah, that's correct.
- 12 Q. So let just look at some of the claim language. Look at
- 13 | claim 10, the second element we looked at earlier.
- 14 A. That is the second one. Okay. So you are looking for a
- 15 | content-based filter system for receiving the informon?
- 16 Q. Yes. Says, "Content-Based filter system for receiving
- 17 | the informons from the scanning system and for filtering the
- 18 | informons on the basis of applicable content profile data."
- 19 You see that?
- 20 A. Yes.
- 21 Q. So that claim, claim 10 says you're filtering on the
- 22 | basis of applicable content profile data, correct?
- 23 A. Yeah.
- 24 O. Now let's look at the last element of claim 1 of the '664
- 25 | patent. Now here you see that this says, "Filtering the

- 1 | combined information." You see that?
- 2 A. Yeah.
- 3 Q. On the basis of doesn't appear in this claim, correct?
- 4 A. No. The word "basis" does not appear, no.
- 5 Q. And "based on" doesn't appear here, either, right?
- 6 A. No.
- 7 Q. Now, let me shift gears a little bit. I think on your
- 8 | direct -- this would go back to Thursday, I believe?
- 9 A. Depends on the question you're going to ask.
- 10 Q. I'm just kind of refreshing your recollection.
- 11 A. My first day of direct was the 18th, I believe, at 2:30.
- 12 | I may be wrong.
- 13 Q. Yeah. In reference to the figures of the patent, I think
- 14 | you said that it would be difficult to implement these things
- in a real machine or a real system, right?
- 16 A. Which -- I don't follow. Which figures?
- 17 Q. Well, you were talking about figure 9, I believe, at the
- 18 | time, and perhaps Figure 6.
- 19 A. Okay. What was your question?
- 20 Q. Yeah. I think what you said is that it would be
- 21 difficult, not easy, to implement these things in real
- 22 | systems, is what you're saying, right.
- MR. CIMINO: Objection.
- 24 THE COURT: The nature of your objection?
- MR. CIMINO: Oh, it's still not clear what he's

```
speaking about. It would be easier --
 1
 2
              THE COURT: The Court would sustain that objection.
 3
     The nature of these things -- and I think it's Figure 6, and
 4
     I think it's figure 9, and so let's be clear what figure we
 5
     are talking about and what things we are talking about.
 6
     BY MR. NELSON:
 7
     Q. Let me just show you the testimony and see if it
 8
     refreshes your recollection?
 9
              MR. CIMINO: Objection, Your Honor, it's improper
10
     impeachment.
11
              THE COURT: He is not trying to impeach him. You
12
     find out what figures you are talking about, then you ask him
13
     a direct question. Could we not refresh his recollection.
14
     We are trying to ask a question.
15
              MR. CIMINO: Yes, Your Honor.
16
              THE COURT: See what you are trying to ask and then
17
    he'll answer.
18
              THE WITNESS: Okay.
19
     BY MR. NELSON:
20
     Q. All right. Well, do you think that it would be simple to
21
     implement a system that is shown in Figure 9?
22
              THE COURT: Please show us Figure 9 so we will see
23
     what you are talking about here.
24
     BY MR. NELSON:
```

Q. Figure 9 of the '420 patent.

- 1 A. Okay. So you are asking if I think it would be easy to
- 2 | implement?
- 3 Q. Yes.
- 4 A. No, it would be difficult to implement. You -- to do it
- 5 | for a real volume of items, to do it for a real performance
- 6 | code, I mean, it would be very difficult.
- 7 Q. Right. And you'd have to write source code and some of
- 8 | the other things that we talked about, right?
- 9 A. Have to write a lot of it.
- 10 Q. Now, you agree that the patents did not teach predicted
- 11 | click-through rate, right?
- 12 A. The patents were filed before predicted click-through
- 13 | rate, but more so -- that is a Google terminology of what
- 14 | they do in the patent. I would not agree with you. I would
- 15 agree with you that it may not be a specific predicted
- 16 | click-through rate, but what it would do is it would teach
- 17 | you the content behind it. So I don't agree with you, no.
- 18 Q. Separate and apart from whether they predate it or not,
- 19 | the patents-in-suit would not teach you how to calculate a
- 20 | predicted click-through rate, correct?
- 21 MR. CIMINO: Objection, Your Honor. Predicted
- 22 | click-through rate is not a word in this patent.
- 23 THE COURT: I think he asked and answered that,
- 24 Mr. Nelson. He just answered that question.
- MR. CIMINO: In that case I object as asked and

```
1
     answered.
 2
              THE COURT: The Court overrules.
 3
              MR. NELSON: Then I'm going to play the deposition
 4
     because he just answered inconsistently with that.
 5
              THE COURT: Okay. Well, if that is what he is
 6
     doing, that is another thing whether you are impeaching him.
 7
              MR. NELSON: What I was doing was asking him the
 8
     specific question that was asked in the deposition.
 9
              THE COURT: Oh. Sounds like the same question. We
     will keep on going.
10
11
              MR. NELSON: I know it did, but I just wanted to be
12
     sure because he objected a few times and said, well, maybe
13
     that is not proper impeachment, and I didn't want to be
14
     blamed for doing something, Your Honor.
15
              THE COURT: Now we have expounded, let's ask the
16
     question.
17
     BY MR. NELSON:
18
     Q. Separate and apart from whether they predate it or not,
19
     the patent-in-suit would not teach you how to calculate a
20
    predicted click-through rate, correct?
21
     A. Google -- the word predicted click-through rate is what
22
     Google does. It will teach you conceptually but it will not
23
     teach you what Google does other than basic combining a
24
     content and collaborative.
```

Q. So it won't teach you how to Google the predicted

- 1 | click-through rate, right?
- 2 A. It will not teach you the specific of Google's predicted
- 3 | click-through rate. It will teach you the concept.
- 4 Q. In fact, you believe that Google's predicted
- 5 | click-through rate is Google's invention, right?
- 6 A. The way Google makes its predicted click-through rate is
- 7 | it is developed by Google, yeah. But the -- it doesn't --
- 8 yes.
- 9 Q. Yes, it is Google's invention?
- 10 A. Google came up with how it does predicted click-through
- 11 | rate, but it is basically this patent teaches you the
- 12 combining.
- 13 Q. So you agree with me that Google uses an auction system
- 14 | to determine the ranking and placement of ads, right?
- 15 A. Your figure is gone, but, yeah, I agree that the Google
- 16 uses an auction, sure.
- 17 Q. Right. So AdWords uses an auction system to decide how
- 18 | the ad would be ranked and how they are going to be placed,
- 19 | right?
- 20 A. Yes.
- 21 Q. Okay.
- 22 A. Among other components, yes, the auction part of the
- 23 components.
- 24 Q. Patents-in-suit don't say anything about an auction
- 25 | system, correct?

- 1 A. No. The patents do not talk about auction, that is
- 2 | correct.
- 3 Q. And the patents-in-suit don't teach you how to filter
- 4 based on bids, correct?
- 5 A. The patents-in-suit does not teach you how to filter
- 6 based on bids.
- 7 Q. And, in fact, the ranking and placement of ads is not
- 8 | something that you accused them of infringing, right?
- 9 A. That is -- it is true that I do not -- although it is
- 10 | true that I do not accuse Google of the ranking of the
- 11 placement of ads infringing, you don't get to it unless you
- 12 basically survive the filtering of the ad.
- 13 Q. And you agree that the patents-in-suit don't disclose any
- 14 | specific attribute templates, right?
- 15 A. The patent-in-suits do not state a specific attribute
- 16 | template, no. Would be content, that's correct.
- 17 Q. Right. But one of those concepts is not attribute
- 18 | templates, right?
- 19 A. No. There is no attribute template discussed in the
- 20 patent, that's correct?
- 21 Q. Now, you're aware of Dr. Carbonell?
- 22 | A. What do you mean am I aware? Harvey Carbonell is one of
- 23 | the foremost experts. Sure, I know.
- 24 Q. So you're aware that he is one of I/P Engine's expert in
- 25 | talking about invalidity? Are you aware of that?

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A. I am aware of that.
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MR. CIMINO: Objection, Your Honor. Beyond the scope of direct. We have another witness coming later in the week that is going to talk about invalidity.

THE COURT: Objection sustained.

MR. NELSON: Well, then, Your Honor, this would be -- you told us you want live witnesses and not witnesses by deposition. So I need to elicit this testimony based upon something Dr. Carbonell said in his report.

THE COURT: Wait a minute now. We've got to get this thing in context. This line of questioning on validity is beyond what --

MR. NELSON: I'm not asking about invalidity. I'm asking him whether he talked to Dr. Connell about his infringement opinion.

THE COURT: Oh, okay. If that has been the question, I don't think we would have had an objection.

18 Okay. Continue.

MR. NELSON: I was just trying to give context, Your
Honor, of who it was.

21 THE COURT: Okay. Let's continue.

22 BY MR. NELSON:

Q. So you didn't discuss your -- sorry. There's something

24 | floating in my eyes?

25 A. You okay?

- 1 Q. Yeah, no, there really was something here.
- 2 A. That is a very dangerous sign.
- THE COURT: Wait a minute. Drop the miscellaneous
- 4 | commentary. Let's get to the question.
- 5 BY MR. NELSON:
- 6 Q. All right. So you didn't discuss your infringement
- 7 opinions in this case with Dr. Carbonell, correct?
- 8 A. I basically talked to Dr. Carbonell. I told him that I
- 9 | thought that there was infringement, but I didn't go into
- 10 specifics, no.
- 11 Q. Mr. Carbonell in his report says, "I understand from
- 12 Dr. Frieder that Google system uses a combination of
- 13 | content-based and collaborative feedback data to filter
- 14 advertisements for relevance to the query." Did you tell
- 15 | that to Dr. Carbonell?
- MR. CIMINO: Objection, hearsay. Dr. Carbonell will
- 17 | be here to say what is in his report and what people told
- 18 him.
- 19 THE COURT: Well, the objection is going to be if
- 20 | Dr. Carbonell -- well, an expert can consider any and all
- 21 opinions. So to the extent he is simply asking him what
- 22 opinions or information he considered, I overrule it.
- MR. CIMINO: This is -- the question is not asked
- 24 about opinion, it is asking whether there was a conversation
- 25 | that took place based on a line that's in Dr. Carbonell's

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report. Dr. Carbonell can explain that line.
 1
 2
              THE COURT: I think I'm going to sustain the
 3
     objection, Mr. Nelson.
 4
              MR. NELSON: Well, Your Honor, may I explain?
 5
              THE COURT: Do it shortly.
 6
              MR. NELSON: He says that he didn't talk to
 7
     Dr. Carbonell about that, and Dr. Carbonell says --
 8
              THE COURT: See, that is the problem here.
 9
     Objection sustained. Clear it up on another witness. And
10
     you are subject to recall.
11
              MR. NELSON: Okay. Fair enough, Your Honor.
12
    BY MR. NELSON:
13
     Q. So just so we are clear, you didn't do any kind of prior
14
     art studies for purposes of your opinions in this case,
15
     right?
16
     A. In what terms? I need you to explain. Do I know what
     the past -- I can't answer that question. The reason I
17
18
     really can't answer that question is because the following:
19
     I have been in this field for 20 plus years. I have attended
20
     and participated in TRC for, I don't know, forever,
21
     virtually. And, sure, you see periodically things that is
22
     going on. So I was around and active in the field when these
23
    patents were done.
24
              So to say that I don't know of any prior art that
25
     I -- means I have to ignore all my past? No, I know things
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from the past, if that's your question.
 1
 2
        No, I don't think that is what I asked you. What I said
 3
     was you didn't do any prior art study for purposes of your
 4
     opinions in this case?
 5
              MR. CIMINO: Objection, again, beyond the scope of
 6
     direct, Your Honor.
 7
              THE COURT: Sustained.
 8
     BY MR. NELSON:
 9
     Q. Just so we are clear, you're not offering any invalidity
10
     analysis here, right?
11
         I believe that if the USPTO, basically, had different
12
     people evaluate this -- sorry, United States Patent &
13
     Trademark Office, if they had -- there were four different
14
     names in the two different patents talking about the
15
     specification, and they allowed it, and the patent issued,
16
     and if Dr. Carbonell, who is a world expert in she learning
17
     believes that these are valid, yes, I believe they are valid.
18
              MR. NELSON: Your Honor, I move to strike that.
     That is not responsive. All I asked him is whether he's
19
20
     offering invalidity opinion, and I got some big, long speech.
21
              THE WITNESS: I thought they were valid.
22
              THE COURT: Objection overruled.
23
              MR. NELSON: He didn't put that in the report.
24
              THE COURT: He did give a long speech but you've
25
     been tugging at it, and we are trying to move on around it
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- 1 | because I said it was beyond the scope on the validity, and
- 2 | you come right back to it again. So now let's continue to
- 3 move on.
- 4 MR. NELSON: All right. Fair enough.
- 5 BY MR. NELSON:
- 6 Q. So let's talk about the '361 patent. Now, put it up
- 7 | there, PX-229. Show you the first page. So you offered a
- 8 | little bit of testimony about --
- 9 A. Really, if you want me to look in detail, you'll really
- 10 | need to blow it up.
- 11 Q. I'm not asking you in detail because I don't -- I don't
- 12 | want to go beyond the scope of direct.
- 13 A. Fair enough.
- 14 Q. So this was the overture patent you talked about, right?
- 15 | I think that is what you called it?
- 16 A. I don't think so. I think I called it the other patent,
- 17 | but okay. Actually I called it the '361.
- 18 Q. So let's call it the '361, then.
- 19 A. Fine.
- 20 | O. Okay. So this '361 patent is not about ad relevance, is
- 21 | it?
- 22 | A. Oh, absolutely notice. It is definitely missing the
- 23 relevance. That is why these patents are better.
- 24 Q. So it doesn't have anything to do with ad relevance,
- 25 correct?

- 1 A. It does not have to do with relevance.
- 2 Q. Talking about data?
- 3 A. It talks about data.
- 4 Q. And in addition, the '361 patent doesn't teach filtering
- 5 | for relevance, correct?
- 6 A. It doesn't talk about relevance, it doesn't talk about
- 7 | relevance. It can't filter based on relevance, correct.
- 8 Q. All right. So you didn't provide any opinions in your
- 9 report concerning the comparability of the technology of the
- 10 patents that are subject of the Disney license and sale
- 11 | agreement, did you?
- 12 A. I'm not even understanding the question. So my gut
- 13 | instinct tells me probably not since I don't recognize --
- 14 Q. You don't recall providing any opinion like that in your
- 15 report?
- 16 A. No.
- 17 Q. And you don't recall providing any opinion in your report
- 18 | concerning the comparability of the technology in the Kyle
- 19 Myer patent agreement, correct?
- 20 MR. CIMINO: Your Honor, objection, beyond the scope
- 21 of direct.
- 22 MR. NELSON: Your Honor, he talks about
- 23 comparability.
- 24 THE COURT: Did you ask questions about the '361
- 25 patent, as I recall, and some questions about the

```
comparability of this report?
 1
 2
              MR. CIMINO: Yes, Your Honor, but narrowly drawn to
 3
     the '361 patent.
 4
              THE COURT: Okay. And where are you, Mr. Nelson?
 5
     He is saying he can't ask questions about the '361 patent.
 6
              MR. NELSON: I'm just trying to confirm that he
 7
     didn't offer any opinions on those things, that is all, Your
 8
     Honor.
 9
              THE COURT: On which things?
10
              MR. NELSON: Well, we already have with respect to
11
     the Disney patents and now I wanted him to confirm he doesn't
12
     offer any opinions on the Karl Meyer patent.
13
              THE COURT: Well, no, the '361 patent, that is
14
    beyond the scope.
15
              MR. NELSON: Okay.
16
              THE COURT: Only what he testified about. We are
17
     not going to search for others.
18
              MR. NELSON: Okay. Fair enough, Your Honor.
19
    BY MR. NELSON:
20
     O. So let's now talk about '664 patent, again. Now, with
21
     respect to the '664 patent, you put up one dependent claim
22
     and highlighted the word "advertisement," correct?
23
     A. I put on -- with respect to the '664 patent, I put on
24
     many independent claims, but one of them was the word
25
     "advertising circle," that is correct. If that is what you
```

- 1 meant, then, yes.
- 2 Q. Right. So there was one claim that you highlighted that
- 3 mentioned the word "advertisement," correct?
- 4 A. Yes. It was a list of whole other ones, yes.
- 5 Q. Okay. And in the '420 patent, there are 32 claims,
- 6 correct?
- 7 A. There are -- I do not know how many claims there are. I
- 8 | can look at it.
- 9 Q. You have that in front of you.
- 10 A. I only know about the asserted claims.
- 11 Q. You have the '420 patent in front of you.
- 12 A. It is in Tab 2 for convenience.
- 13 Q. Actually, I think it is 36.
- 14 A. You're wrong, 36.
- 15 Q. Yeah. 36 claims. And none of those claims mention the
- 16 | word "advertisement," correct?
- 17 THE COURT: Look, the only concern here is, you are
- 18 | not talking about the 36 claims. We are talking about those
- 19 that are at issue in this case.
- 20 MR. NELSON: I'm not going into that. I'm
- 21 responding to a point that they -- he had testified on direct
- 22 | that these patents are all about advertisement, and this goes
- 23 | to that issue, Your Honor.
- 24 THE COURT: Well, I hope that his testimony has to
- 25 | do with the -- we have enough claims in issue --

```
1
              MR. NELSON: No.
 2
              THE COURT: -- without talking about the 36.
 3
              MR. NELSON: I can guarantee you I'm not trying to
 4
     bring more claims.
 5
              MR. CIMINO: The question should be on claim 5, if
 6
     that is the claim he wants to ask him about.
 7
              MR. NELSON: Your Honor, this responds directly to
 8
     their implication of these patents about advertisement.
 9
              THE COURT: We talk about these patents, let me get
10
     something straight for everybody. We are talking about these
11
     patents, we are talking about the patents with respect to the
12
     claims, asserted claims, dependent and independent claims
13
     that are before the Court. That is what we are talking
14
     about. If something is in claim 38 or 30 or 40 is not before
15
     this Court. So your question has to do with the claims
16
    before the Court, independent, dependent.
17
    BY MR. NELSON:
18
     Q. So none of those asserted claims of the '420 patent
19
    mention the word "advertisement," correct?
20
         The claims were claims that I show that as advertisement
21
     are the same specification as the '420 as in the '664. So it
22
     is exact same specification as in the '420.
23
     Q. No, I understand.
24
     A. So I would imagine you would not have another claim that
25
     says advertisement.
```

- 1 Q. Well, you are familiar with the asserted claims of the
- 2 | '420 patent, aren't you?
- 3 A. Certainly.
- 4 | O. You have reviewed them?
- 5 A. Oh, absolutely. I even talked about them.
- 6 Q. And none of those in the '420 patent mention the word
- 7 "advertisement," corrected?
- 8 A. No, it did not.
- 9 Q. And you read the entire '420 patent, haven't you?
- 10 A. I've read the entire '420 patent, it's a lengthy patent,
- 11 yes.
- 12 Q. All 27 columns and specifications?
- 13 A. Just one second. I don't remember the number of columns.
- 14 Actually, yes, if you include the figures, yes.
- 15 Q. Right. And you read all the tables and all the figures,
- 16 | right?
- 17 | A. In that case the answer is 27. The -- it was 26 without
- 18 | the figures there.
- 19 Q. Okay. And would it surprise you that there is somewhere
- 20 | between 16 and 17,000 words in that specification?
- 21 A. I never thought about it, but if you tell me that there
- 22 | is 16 to 17,000, I don't see a reason to doubt it.
- 23 Q. Okay.
- 24 A. Are you telling me that?
- 25 Q. That is all I asked you, whether you would be surprised?

- 1 A. No, it wouldn't surprise me, no, it would not.
- 2 Q. Okay. And do you know how many times the word
- 3 "advertisement" comes up?
- 4 A. I didn't count. No, I don't know.
- 5 THE COURT: Wait a minute. Now, you are not going
- 6 to testify.
- 7 BY MR. NELSON:
- 8 | Q. So you don't know? You didn't look for that?
- 9 A. The invention -- I needed to study the patent to
- 10 understand the invention. I studied it in great length. I
- 11 know what's in the patent. I don't count words in the
- 12 patent. I basically understood very diligently what the
- 13 | claims meant. In my view, the claims define the invention.
- 14 I need to make sure that I understood what the invention was.
- 15 And, no, I did not count how many times any word appeared in
- 16 | the patent.
- 17 Q. Okay. So let's look at column 10, line 55 of the patent.
- 18 | This is the '420 patent, which you have at Tab 2.
- 19 A. You are going to increase it so it is easier to see. I
- 20 | will look at yours. This is column 10?
- 21 Q. Right.
- 22 | A. Let me just get it so I have a generality in front of me.
- 23 I'll use yours since it is easier to read than this font.
- 24 Yeah, I'm ready.
- 25 Q. Okay. So at the bottom of that column, beginning at

- 1 | about line 63 -- and just so we are clear, when I say --
- 2 | there is little line numbers on the patent, right? You know
- 3 what I'm talking about?
- 4 A. I know what you are talking about.
- 5 | Q. If we look here on the patent, says 60, 65, they put it
- 6 | in there to make it easier to find what you're looking for;
- 7 | is that right?
- 8 A. That's true.
- 9 Q. So we start there at about line 63, it says,
- 10 | "Furthermore, grouping selected ones (step 170) of the users
- 11 | into a preference cohort, responsive to the preselected
- 12 | consumer preference criteria, can facilitate providing a
- 13 | targeted informon (step 175) such as an advertisement, to the
- 14 preference cohort." You see that?
- 15 A. Yeah. You highlighted it on the screen.
- 16 Q. Have you reviewed this part of the patent before?
- 17 A. I reviewed the entire patent before.
- 18 Q. Okay. Are you aware of whether the word "advertisement"
- 19 appears in the patent anywhere but right here?
- 20 A. I just answered you. I don't know how many times any
- 21 | word appears in the patent. I didn't count.
- 22 THE COURT: Asked and answered.
- 23 BY MR. NELSON:
- 24 Q. So none of the claims at issue involve preference
- 25 | cohorts, do they?

- 1 A. Not that I know, no.
- 2 | Q. Right. And none of the asserted claims concern
- 3 preselected consumer preference criteria; is that right?
- 4 MR. CIMINO: Objection, Your Honor. We are talking
- 5 about claims that aren't asserted in the case again.
- 6 MR. NELSON: I said one of the asserted claims.
- 7 MR. CIMINO: We are talking about something besides
- 8 the asserted claims.
- 9 THE COURT: Objection overruled.
- 10 THE WITNESS: Between your discussion, I lost the
- 11 question. Could you repeat it?
- 12 BY MR. NELSON:
- 13 Q. Let me state it this way. Do any of the asserted claims
- 14 | concern preselected consumer preference criteria?
- 15 A. No, not -- not that I know of, no.
- 16 Q. So on your direct examination you recall discussing
- 17 | Figure 6?
- 18 A. That, yes. I clearly recall that, it was a lengthy
- 19 discussion, Figure 6.
- 20 | Q. And you, I think you call it the heart and soul of the
- 21 patent?
- 22 | A. That sounds like a vocabulary I would use. I don't
- 23 recall if the word I used, but it sounds like my type of
- 24 speech, yes.
- 25 Q. And you provided a report in this case, right?

- 1 A. I provided actually three reports in this case.
- 2 | Q. And you understood that it was your obligation to put all
- 3 of your opinions in prose in your report?
- 4 A. I understood that I was supposed to make sure that my
- 5 opinion was stated. I write lots of papers, and I cite lots
- 6 of things, but I just assumed that needs to be able to
- 7 provide what my opinions are going to be.
- 8 Q. Right. And you understood that your supposed to provide
- 9 all the basis for the opinion, in other words, things that
- 10 | were important to your opinions, right?
- MR. CIMINO: Objection, Your Honor, beyond the scope
- 12 of direct. He testified about Figure 6. He can ask him
- 13 | about Figure 6.
- 14 THE COURT: Objection overruled.
- 15 | I assume you are coming to a question about Figure 6?
- MR. NELSON: Yes.
- 17 THE COURT: All right.
- 18 THE WITNESS: So what is your question?
- 19 BY MR. NELSON:
- 20 | Q. Well, can you answer the previous one?
- 21 A. Oh, you asked me if I assumed that I had to give the
- 22 references?
- 23 Q. No. Provide the basis, the things that you thought were
- 24 | important to support your opinion?
- 25 A. Yeah. If I'm going to give an opinion, I usually back it

```
up with facts. I always back it up with facts or citations
 1
 2
     to them.
     Q. You never reproduced Figure 6 in your expert report, did
 3
 4
     you, in any of your three expert reports?
 5
              MR. CIMINO: Objection, Your Honor. Question is
 6
    misleading. If he's looking for the actual figure, there is
 7
     a cite to the patent he talks about.
 8
              MR. NELSON: Judge, these are not objections.
 9
              THE COURT: Well, objection overruled. We are
10
     not -- we are going to be very straightforward. He never
11
     reproduced Figure 6, did he?
12
              MR. NELSON: That --
13
              THE COURT: Did he reference Figure 6?
14
     BY MR. NELSON:
15
     Q. The words "Figure 6" never appear in there. What you did
16
     was cited a section of -- in a footnote, right, cited in a
17
     footnote some section of the patent that mentioned Figure 6,
18
    correct?
    A. I relied on Figure 6. I relied on a lot of parts of the
19
20
    patent. I am sure that there is somewhere that Figure 6 is
21
     cited.
22
              THE COURT: Did you direct counsel to Figure 6 in
23
     your opinion?
              THE WITNESS: Yes.
24
25
              THE COURT: Okay. Break, 15 minutes.
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```
MR. NELSON: All right. Thank you, Your Honor.
 1
 2
              (Recess from 3:49 p.m. to 4:10 p.m.)
 3
              THE COURT: You may be seated. Let the record
 4
     reflect all jurors are present. Counsel agree?
 5
              MR. CIMINO: Yes, Your Honor.
 6
              MR. NELSON: Yes, Your Honor.
 7
              THE COURT: All right, Mr. Nelson, you may resume
 8
     your cross-examination.
 9
              MR. NELSON: All right. I have nothing further,
10
    Your Honor.
11
              THE COURT: Oh, okay.
12
              MR. NELSON: You want me to?
13
              THE COURT: Redirect?
14
              MR. CIMINO: Yes, Your Honor, very brief.
15
                         REDIRECT EXAMINATION
16
    BY MR. CIMINO:
17
    Q. Good afternoon, Dr. Frieder.
18
    A. Good afternoon.
19
     Q. In the beginning of your cross-examination, Mr. Nelson
20
     showed some documents on quality score?
2.1
        Yes.
    Α.
22
        Do you recall that? And do you recall that quality score
23
    refers to several things at Google?
24
    A. Yes, I do.
25
     Q. I think Mr. Nelson established that one of them is the
```

- 1 | advertiser's front-end one through ten quality score?
- 2 A. Yes, he did.
- MR. NELSON: Objection, he is leading, Your Honor.
- 4 THE COURT: Objection sustained. You can rephrase
- 5 | it.
- 6 MR. CIMINO: Yes, Your Honor.
- 7 BY MR. CIMINO:
- 8 Q. What else does quality score refer to at Google?
- 9 A. What does quality score refer to? It refers to the pCTR,
- 10 quality score, it refers to basically what Mr. Nelson was
- 11 talking about.
- 12 Q. Can we put up on the screen the documents Mr. Nelson
- 13 | showed you, PX-338. This is the front page. Can you go to
- 14 Page 3? I'd like to show you a passage that Mr. Nelson
- 15 | didn't have in front of you. You see the section where
- 16 | it says how quality score affects you?
- 17 A. It is in the middle of the page, yeah.
- 18 Q. Yes. The second sentence under that reads, "The quality
- 19 | score is then used in several different ways affecting the
- 20 | following things in your account." Can you read the first
- 21 | bullet point underneath that sentence?
- 22 | A. "Add auction eligibility. Higher quality score makes it
- 23 easier and cheaper for a keyword to enter the ad auction."
- 24 Q. What does ad auction eligibility mean?
- 25 A. That means it is basically used in filtration, to make

- 1 | sure that you actually have a high enough score to actually
- 2 | make it into the auction.
- 3 Q. Is that the quality score one through ten or is that
- 4 | something different?
- 5 A. That is a quality score that another name for pCTR,
- 6 predicted click-through rate, sorry.
- 7 Q. I'd actually like to show you one of the summary of the
- 8 opinion slides you had up about this, PDX-059. Is this the
- 9 same passage that you just read?
- 10 A. Yes, it is.
- 11 Q. From PX-338?
- 12 A. Yes, it is.
- 13 Q. And you have -- can you explain what you have highlighted
- 14 here and how that would relate to either quality score for
- 15 | predicted click through rate or the quality score one through
- 16 | ten for the advertisers?
- 17 | A. Well, what it is, is basically how it affects you. The
- 18 | highlighted portions said, "Ad auction eligibility: Higher
- 19 quality scores makes it easier and cheaper for keyword to
- 20 enter the ad." What this basically is basically the quality
- 21 | score for the pCTR, and your keyword stops at page bid
- 22 | estimate. A higher quality score leads to a lower top of
- 23 page bid estimates. That means easier for you to bid.
- 24 Q. Thank you. The next document, or one of the other
- documents he showed you was PX-51, the same points without

- 1 | the advertiser's quality score. Can we turn to 313110 of
- 2 PX-51. Can we enlarge on the overview summary. Can you
- 3 explain to the jury what quality score is being used for in
- 4 | this diagram?
- 5 A. There is no question what quality score is being used for
- 6 in this diagram. You have the entry of the keyword creative
- 7 and query to the click-through rate, and then you've got
- 8 other relevance factors that are put into the quality score.
- 9 But the real thing you need to focus on, it's got
- 10 eligibility. That quality score is being used for
- 11 | eligibility. It is being used for filtration. There is no
- 12 | doubt what this quality score is doing. This is definitely
- 13 used for filtration.
- 14 Q. And what about top slot? What does that mean?
- 15 A. Top slot is another -- this is another name for
- 16 | promotion. You cannot -- you cannot be in the top slot
- 17 | unless you're sufficiently good enough and -- sorry,
- 18 | sufficiently ranked, sufficiently score high enough, this is
- 19 good enough, and that is the quality score that is used for
- 20 it.
- 21 Q. That context, what quality score is this document
- 22 | referring to?
- 23 A. There is no doubt this quality score is referring to the
- 24 pCTR version of it.
- 25 Q. Okay. Now, pull up one of the other documents Mr. Nelson

- 1 | showed you, like to show you another portion of that, pull on
- 2 | the screen Plaintiff's Exhibit 357. That was at Tab 15. Can
- 3 | we focus in on the bottom portion here. Can you read that
- 4 | title?
- 5 A. "Quality score impact # 3: Eliqibility to show."
- 6 Q. Again, what does eligibility mean here?
- 7 A. Eligibility means it's good enough, it's filtering.
- 8 Q. So which quality score is this document referring to?
- 9 A. This is the quality score that is for the pCTR.
- 10 Q. Can we pull up Plaintiff's Exhibit 112, another document
- 11 Mr. Nelson showed you. Can you highlight the second to
- 12 | bottom paragraph. Let's see here. Middle of the way through
- 13 | the paragraph, Dr. Frieder, it says, "It also partly
- 14 determines if a keyword is eligible to enter the ad auction
- 15 | that occurs when a user enters a search query, and, if it is,
- 16 | how high the ad will be ranked." If you look up you can see
- 17 | that we are talking about quality score.
- 18 Does this provide context to allow you to determine
- 19 | which quality score Google is referring to here?
- 20 A. Yes, it does.
- 21 Q. Which one?
- 22 | A. It's the pCTR value. It's the predicted click-through
- 23 | rate. I don't like using acronyms.
- 24 Q. So in Plaintiff's Exhibit 111, Mr. Nelson also showed you
- 25 | but it's the same document, has the same paragraph. You can

- 1 | just verify that for us, is the same paragraph, the middle
- 2 one?
- 3 A. Yeah, I just read it, yes.
- 4 Q. So which quality score is that paragraph referring to on
- 5 | Plaintiff's Exhibit 111?
- 6 A. The predicted click-through rate.
- 7 Q. Dr. Frieder, did you stop with the quality score
- 8 documents?
- 9 A. As I mentioned many times, quality score documents are
- 10 | just one part of my input. But the reality is there were --
- 11 there were internal documents, there were the testimony,
- 12 | there were additional external documents, there were
- depositions, there was e-mails. E-mails was not for the
- 14 | quality score. Sorry. There were other items. And there
- 15 is, of course, the pCTR computation of the template.
- 16 Q. Does your analysis of source code confirm your
- 17 understanding of the quality score that's used for
- 18 | eligibility?
- 19 A. Yes.
- 20 | Q. Is it the advertiser's one to ten score?
- 21 A. No.
- 22 MR. CIMINO: Your Honor, I'd like to move PX-111
- 23 into evidence.
- 24 MR. NELSON: If it's the complete document, I have
- 25 absolutely no objection to that, Your Honor. I should have

```
done that myself.
 1
 2
              MR. CIMINO: It is the complete document.
 3
              THE COURT: All right. It will be admitted.
 4
              (The document was received in evidence and marked as
 5
     Plaintiff's Exhibit No. 111.)
 6
              THE COURT: While you're doing -- I'll take it up at
 7
     the end of this witness.
 8
              MR. NELSON: Right, of course, subject to the
 9
     objections we established, we offered before about the
10
     Markman documents, Your Honor.
11
              THE COURT: All right.
12
              MR. NELSON: And the relevance, such.
13
              THE COURT: Okay. Your objection is noted.
14
    BY MR. CIMINO:
15
     Q. Can we put up PDX-115. Dr. Frieder, do you recall being
16
    asked about this slide?
17
    A. Yes.
18
     Q. This is a callout from PX-22. Do you see that?
19
    A. Yes, it is.
20
        And I believe you were asked with reference to the blue
21
    highlighting, let's see, whether keyword -- the agreed -- the
22
     keywords are not content. I believe you answered yes.
23
        That is true. Keywords are not content.
24
        The phrase here says the relevance of the keyword to the
25
     ad in the ad group?
```

```
MR. NELSON: Objection, Your Honor. He just
 1
 2
     established a question never asked about the other part of
 3
     this, so this is probably something they should have covered
 4
     during direct.
 5
              THE COURT: Your cross-examination is limited
 6
     strictly to what he raised on cross-examination. You can't
 7
     introduce something that he didn't -- that you forgot or he
     didn't raise on cross.
 8
 9
              MR. CIMINO: This was raised on cross, Your Honor.
10
     I took careful notes.
11
              THE COURT: Did you question on this subject,
12
    Mr. Nelson?
13
              MR. NELSON: What he just asked him is whether I
14
     asked him whether keywords or content and he said no. That
15
     was it. Now he is asking whether something else is, which he
16
     just testified --
17
              THE COURT: Well, he can cross-examine on any
18
     subject that you raised on direct examination. He answered
19
     no, I hope you are moving to something else.
20
              MR. CIMINO: Your Honor, we did talk about this line
21
     on direct, and I believe the cross was fair, but the cross
22
     was incomplete and misleading so I'm trying to allow Dr.
23
     Frieder --
24
              THE COURT: You are permitted to do that as long as
25
     it is on the subject that he is crossed on.
```

- 1 MR. CIMINO: It is, Your Honor.
- THE COURT: All right. Then, objection overruled.
- 3 BY MR. CIMINO:
- 4 Q. Dr. Frieder, do you believe that the relevance of the
- 5 | keyword to the ad is a content analysis?
- 6 A. There is no doubt the relevance of the keyword to the ad
- 7 | is content analysis.
- 8 Q. Can you explain why?
- 9 | A. For there to be content analysis, you need to compare
- 10 | something against, in this case, a keyword or a query against
- 11 | an ad. You can't -- it's not just having a keyword or not
- 12 just having an ad. If you actually are doing a similarity
- comparison or any comparison of the keyword or the query
- 14 | against the actual ad, then you are actually doing a content
- 15 analysis. This thing says the relevance of a keyword to the
- 16 ad, so basically this is a content.
- 17 Q. Dr. Frieder, you were also asked some questions about
- 18 | similar interests and information that Google keeps.
- 19 A. That's correct.
- 20 Q. I believe you testified that Google doesn't move users;
- 21 | is that right?
- 22 A. That's correct.
- 23 Q. Do you know whether Google roots user's feedback in
- 24 accordance with the query?
- 25 A. Yes, it does.

- 1 Q. Can you explain how?
- 2 A. By storing in your query ad hoc, basically by using the
- 3 information, the query is your representative, your interest
- 4 or needs, so that is grouping the users. So when you
- 5 actually store, and also that is what they do in their log,
- 6 | the query and the ad, you actually are grouping things.
- 7 Q. And one more topic, Dr. Frieder. He had some questions
- 8 about whether the asserted claims in the patent covered
- 9 advertisements. Do you recall that?
- 10 A. Yes. Sorry. I was waiting for the question.
- 11 Q. See if I can find it. Can we put up PX-1. Does the
- 12 patent use the term "informon"?
- 13 A. Yes, it does.
- 14 Q. Can we pull up 2464 column 3, lines 30 to 35. Down a
- 15 little further. There we go. And, Dr. Frieder, could you
- 16 | read, this is the first sentence in this paragraph to the
- 17 jury, please.
- 18 MR. NELSON: Your Honor, this is well beyond the
- 19 | scope. I never even asked about this. This is something
- 20 Your Honor has defined anyway.
- 21 MR. CIMINO: I'm sorry, Your Honor.
- 22 THE COURT: Why does the Court have to keep going
- 23 over this?
- 24 MR. CIMINO: Your Honor, on cross-examination,
- 25 | counsel said that advertisement doesn't show up in any of the

- 1 | claims. But informon shows up in all the claims, and there
- 2 has been testimony that an advertisement could be an
- 3 informon, is directly related to the cross.
- 4 THE COURT: Hold on one second. Well, I'll permit
- 5 | you to cross on the informon but then the jury is going to
- 6 have to decide whether that is, in fact, the case, Mr.
- 7 Cimino. Continue.
- 8 BY MR. CIMINO:
- 9 Q. Can you read that definition into the record?
- 10 A. "As used herein, the term "informon" comprehends an
- 11 | information entity of potential or actual interest to a
- 12 particular user."
- 13 Q. Dr. Frieder, do you still have your Markman sheet or the
- 14 | jury binder up in front of you?
- 15 A. I hope so. Yes. I have the juror binder.
- 16 Q. You see it has the Markman definition still in there? It
- 17 | is entitled, "Claim construction chart."
- 18 A. Yes, I found it. Actually in Tab 1.
- 19 Q. I believe the jurors all have the same documents.
- 20 A. I'm using their notebook. What it says is juror
- 21 notebook.
- 22 Q. You see the definition of informon?
- 23 A. Yes, I do.
- 24 Q. Can you read that definition?
- 25 A. "Information entity of potential or actual interest to

```
the individual/first user."
 1
 2
        So what you just read out of the patent; is that right?
 3
    A. Yes, very similar.
 4
     Q. You believe that an advertisement meets that definition
 5
     of informon?
 6
    A. Oh, absolutely.
 7
     Q. And is the term informon in every asserted claim of the
     '420 patent?
 8
 9
    A. It is in every asserted claim of the '420 patent, yes.
10
              MR. CIMINO: No further questions, Your Honor.
11
              THE COURT: Step down.
12
              Dr. Frieder, you're not excused. You are still
13
     available if needed to be called back.
14
              THE WITNESS: Okay. Thanks.
15
              Can I leave the room?
16
              THE COURT: You may stay here or leave the room.
17
              (Witness excused.)
18
              MR. BROTHERS: Your Honor, the Plaintiff I/P Engine
     calls the next witness, Nicholas Fox, by videotape testimony.
19
20
     This videotape testimony is 32 minutes long, which I think
21
     almost matches to what we are going to do till 5 o'clock.
22
              THE COURT: Just checking, Mr. Fox is nowhere in the
23
     jurisdiction?
24
              MR. BROTHERS: Not to my knowledge. He is a Google
    vice president of product management, and he has not been on
25
```

```
the role call list, and I'm not aware of him being anywhere
 1
 2
     in the jurisdiction.
 3
              THE COURT: He will not be here, Mr. Nelson?
 4
              MR. NELSON: No, he is not here, Your Honor.
 5
              THE COURT: Okay. Then we will proceed.
 6
              (Videotaped deposition of Nicholas Fox was played at
 7
     this time.).
 8
              MR. NELSON: Your Honor, this was withdrawn.
 9
              THE COURT: He hasn't answered the question yet.
10
              Counsel.
11
              MR. BROTHERS: Your Honor, I don't recall it. We
12
     can skip this. We don't need this.
1.3
              THE COURT: Okay.
              MR. BROTHERS: This number. Let's start up at --
14
15
     can you take it off the screen.
16
              THE COURT: Objection sustained. Skip down to the
17
    next question.
18
              MR. BROTHERS: Just skipping down to the next. It
19
     is like two lines.
20
              (Videotaped deposition of Nicholas Fox continuing.)
2.1
              MR. NELSON: Your Honor.
22
              THE COURT: Is there objection?
23
              MR. NELSON: There is an objection. Can we come up?
24
              THE COURT: Is it one I've heard before?
25
              MR. NELSON: Is it one you heard before, it is one
```

```
you just sustained, Your Honor.
 1
 2
              THE COURT: If I just sustained it, then what we are
 3
     supposed to be doing is adjusting around that area.
 4
              MR. NELSON: But we didn't.
 5
              MR. BROTHERS: I thought we just did, Your Honor.
 6
     We were going to the next question.
 7
                          Well, I haven't heard an answer to the
              THE COURT:
 8
     question. So we must be adjusting around. That is what you
 9
     are asking, to move around the question. Move sufficiently
10
     around the question.
11
              MR. BROTHERS: This next question, we can proceed.
12
              THE COURT:
                          Tell you what. Here is the way you do
          You see the question on the screen, do you have an
13
14
     objection to that question on the screen?
15
              MR. NELSON: No, Your Honor.
16
              THE COURT: Would that solve the problem?
17
              MR. NELSON: Yes, it does.
18
              THE COURT: Okay.
19
              (Videotaped deposition of Nicholas Fox continuing.)
20
              MR. BROTHERS: Your Honor, that completes the
21
     testimony of Mr. Fox by deposition.
22
              We would move into evidence Exhibit 249, which is
23
     the 2008 Google ad narrative, two-page document that Mr. Fox
24
     was referencing.
25
              For the Court's information, the other three
```

2

3

4

5

6

7

8

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11

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24

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documents referenced by Mr. Fox have already been admitted
     into evidence, and that's Plaintiff's Exhibit 229, a life of
     the dollar presentation, I believe has been admitted;
     Plaintiff's Exhibit 338, we heard a lot from the last witness
     that the quality score document, I believe that's been
     admitted; and Plaintiff's Exhibit 232 is the AdWords help
     document that's already been admitted, at least according to
    my records. So we would move 249 into evidence.
              THE COURT: Any objection to 249?
10
              MR. NELSON: I don't think -- isn't that the only
     one I'm being asked about? The other ones I think are
12
     already in, right?
13
              THE COURT: He said the other ones are in, 249.
14
              MR. NELSON: Okay. That is fine.
15
              (The document was received in evidence and marked as
16
     Plaintiff's Exhibit No. 249.)
17
              THE COURT: Okay. Ladies and gentlemen, this is
     going to conclude business for today. We will come back and
19
     we will start tomorrow morning at 9:30, at 9:30, we will
20
     start. Please turn in your papers. Do not discuss the case,
2.1
     and we will see you tomorrow morning at 9:30.
2.2
              All rise.
23
              (Hearing adjourned at 5:05 p.m.)
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