1 2 3 4 5 6 7 UNITED STATES DISTRICT COURT WESTERN DISTRICT OF WASHINGTON 8 AT SEATTLE 9 BRK, Inc., a corporation organized under Case No. Nevada law, 10 **COMPLAINT** Plaintiff, 11 12 VS. 13 iSee Automation, Inc., a corporation organized under the laws of Canada, 14 Defendant. 15 16 COMES NOW, Plaintiff BRK, Inc., by and through its attorneys of record, and claims 17 against Defendant as follows: 18 I. JURISDICTION, PARTIES AND VENUE 19 1. Plaintiff BRK, Inc. ("BRK") is a corporation organized and existing under the 20 laws of the state of Nevada, with its principal place of business in Henderson, Nevada. 21 2. Defendant iSee Automation, Inc. ("iSee") is a corporation organized and existing 22 under the laws of Ontario, Canada, with its principal place of business in Windsor, Ontario, 23 Canada or Detroit, Michigan. 24 3. Venue is proper in this court pursuant to 28 U.S.C. §1391(b)(3) because the 25 parties to the action contractually stipulated to the exclusive jurisdiction of the courts of the state 26 MILLER NASH GRAHAM & DUNN LLP COMPLAINT - 1

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of Washington or the Federal courts sitting therein, so there is no other district in which the action may otherwise be brought and the Defendant is subject to the court's personal jurisdiction.

4. The Court has subject matter jurisdiction over this matter pursuant to 28 U.S.C. \$1332(a)(3) because the amount in controversy exceeds \$75,000, exclusive of interest and costs, and the dispute is between a citizen of a state and a citizen of a foreign state.

II. STATEMENT OF FACTS

- 5. iSee, through its principal Christopher Stramacchia, invented a camera on a helmet system whereby, among other things, participants in a sporting event can wirelessly transmit the live action for broadcast while actually participating in, and otherwise being part of, the event (the "Helmet System"). The invention is the subject of U.S. Patent Application Serial No. 15/079,847, published March 24, 2016 (the "Patent").
- 6. On April 1, 2016, iSee also filed an intent-to-use application (the "Trademark Application") with the United States Patent and Trademark Office ("USPTO") to federally register the trademark REFCAM in connection with digital cameras and accessories, including head and helmet mounting devices for cameras.
- 7. Effective May 6, 2016, approximately one month after the filing of the Trademark Application, BRK and iSee (together "the Parties") entered into a Patent Assignment and Technology Transfer Agreement ("Patent Assignment Agreement"), whereby iSee sold to BRK the Patent and related know-how, technology, methods, idea and plan for commercializing the Helmet System, including the REFCAM mark ("BRK's Mark"), and other confidential information (the "Subject Technology"). The transfer of the Patent for the Helmet System, along with the Subject Technology, which included all related know-how, technology, methods, ideas, plan for its commercialization and confidential information, constituted a transfer of the portion of iSee's business to which BRK's mark pertained, and BRK became iSee's successor to that portion of its business. In exchange, BRK issued iSee 5 million shares of BRK stock, and proceeded to spend approximately \$400,000 on camera equipment and travel expenses for Mr.

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Stramacchia to be used by him for BRK's benefit, in implementing BRK's plan for the commercialization the Patent and Subject Technology, including BRK's Mark.

- 8. The Parties also entered into a Revenue Assignment and Benefit Transfer Agreement ("Revenue Assignment Agreement"), effective September 16, 2016, whereby iSee agreed to deliver to BRK any and all revenues iSee received from contracts associated with the exploitation of BRK's Patent and Subject Technology for the Helmet System. The contracts for which revenue was to be delivered to BRK by iSee included those associated with Rogers Media and the National Hockey League, as well as all broadcast and licensing revenues. In exchange, BRK agreed to provide all funding needed to commercialize products derived from the Helmet System Patent and the Subject Technology, including the use and licensing of BRK's Mark.
- 9. On March 13, 2017, iSee filed an amendment to the Trademark Application to allege use in US commerce of BRK's Mark. iSee declared under oath that BRK's Mark had been used in commerce by it, its licensee or its predecessor at least as early as February 22, 2017. To prove the allegation of use, iSee also filed a specimen showing the commercial use of the product. The specimen was a photo of the Helmet System, previously assigned to BRK, with BRK's Mark emblazoned on top.
- iSee has continued on its own behalf and for its own benefit, and not for the 10. benefit of BRK, to use and market the Patent and the Subject Technology, in breach of the Patent Assignment Agreement and the Revenue Assignment Agreement. Such use and marketing is evidenced, inter alia, by its Trademark Application and supporting documents, through which iSee affirmed under oath that it had begun using what appears to be the Helmet System in conjunction with BRK's Mark, which was developed as part of its plan to market and commercialize the same.
- 11. On information and belief, iSee has continued to negotiate for and to collect revenues from contracts associated with BRK's Helmet System, Patent, Subject Technology and BRK's Mark, including revenues from contracts with Rogers Media and the NHL, and has failed

to deliver those revenues to BRK, in breach of the Revenue Assignment Agreement.

- 12. Both the Patent Assignment Agreement and Revenue Assignment Agreements provide that damages alone would be insufficient to compensate for any material breach of the Agreement.
- 13. Both the Patent Assignment Agreement and Revenue Assignment Agreement include an agreement to jurisdiction and venue in this Court for all disputes arising under or relating to the Agreements.

III. CAUSES OF ACTION

A. <u>Breach of Contract: Patent Assignment Agreement</u>

- 14. iSee's continued use of BRK's Patent and Subject Technology and its efforts to commercialize the technology for iSee's benefit, and not for BRK's benefit, constitutes a material breach of the Patent Assignment Agreement.
- 15. iSee's use of BRK's Mark, which was developed as part of its plan to brand and commercialize BRK's Patent and Subject Technology, is only authorized as a means to brand and commercialize the technology for BRK's benefit. Therefore, iSee's failure to confer to BRK all benefits of its actions to brand and commercialize the technology with BRK's Mark constitutes a material breach of the Patent Assignment Agreement.
- 16. As a result of iSee's breach of the Patent Assignment Agreement, BRK has suffered and will continue to suffer damages in an amount exceeding \$75,000, exclusive of interest and costs.

B. Breach of Contract: Revenue Assignment Agreement

- 17. BRK repeats and realleges each of the allegations in paragraphs 1-11 as if fully set forth herein.
- 18. iSee's collection of revenues from contracts associated with BRK's Patent and Subject Technology, combined with its failure to deliver those revenues to BRK, constitutes a material breach of the Revenue Assignment Agreement.

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19. As a result of iSee's breach of the Revenue Assignment Agreement, BRK has suffered and will continue to suffer damages in an amount exceeding \$75,000, exclusive of interest and costs.

C. <u>Declaratory Judgment</u>

- 20. BRK repeats and realleges each of the allegations in paragraphs 1-11 as if fully set forth herein.
- 21. Pursuant to the Patent Assignment Agreement, iSee transferred to BRK, in exchange for substantial compensation, all rights to the technology that is the subject of the Patent and the Subject Technology. In contravention of that Agreement, iSee continues to use and market BRK's Patent and Subject Technology for iSee's gain. Therefore, an actual and continuing controversy exists between iSee and BRK. A declaration of rights under the Patent Assignment Agreement is necessary and appropriate to ensure that BRK receives the benefit of that Agreement.
- 22. Pursuant to the Patent Assignment Agreement, iSee transferred to BRK, in exchange for substantial compensation, the portion of its business pertaining to the Helmet System Patent and Subject Technology, including all rights to the know-how, technology, methods, idea and plan for commercializing the Helmet System, and BRK's Mark, which was developed as part of the plan to market and commercialize the Helmet System Patent and Subject Technology. In contravention of that Agreement, iSee has been using BRK's Mark for its own gain. Therefore, an actual and continuing controversy exists between iSee and BRK. A declaration of rights under the Patent Assignment Agreement is necessary and appropriate to ensure that BRK receives the benefit of that Agreement.
- 23. Pursuant to Revenue Assignment Agreement, iSee transferred to BRK, in exchange for substantial compensation, the right to all revenues from contracts associated with the Helmet System Patent and Subject Technology, including such contracts entered into between iSee and Rogers Media. In contravention of that Agreement, iSee has been collecting

actual and continuing controversy exists between iSee and BRK. A declaration of rights under the Revenue Assignment Agreement is necessary and appropriate to ensure that BRK receives

WHEREFORE, Plaintiff prays this Court grant the following relief against Defendant

- A judgment declaring that BRK owns the Patent and the Subject Technology
- A judgment declaring that BRK owns BRK's Mark, which that is the subject of and described in the Trademark Application, pursuant to the Patent Assignment Agreement and ordering iSee to formally transfer ownership of BRK's Mark to BRK with the United States
- A judgment declaring that BRK entitled to revenues from contracts associated with the Helmet System Patent and Subject Technology and the use of BRK's Mark, including such contracts entered into between iSee and Rogers Media, pursuant to the Revenue
- A judgment for damages caused to BRK by iSee's breaches of the Patent Assignment Agreement and Revenue Assignment Agreement, in an amount to be proven at trial.

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