IN THE UNITED STATES DISTRICT COURT FOR NORTHERN DISTRICT OF TEXAS – DALLAS DIVISION

HONEYWELL INTERNATIONAL INC., Plaintiff,

v.

MEK CHEMICAL CORPORATION,

Defendant.

Civil Action No.

Electronically Filed

Plaintiff Honeywell International Inc., (hereinafter referred to as "Honeywell") by and through counsel, for its Complaint against Defendant MEK Chemical Corp. hereinafter referred to as "MEK Chemical") alleges on knowledge as to its actions, and upon knowledge and information and belief as to the actions of others, as follows:

THE PARTIES

- Plaintiff Honeywell International Inc., a Delaware corporation with its principal place of business in Morris Plains, New Jersey, is a leader in the development of innovative technologies including technologies related to blowing agents for insulation applications, and is the owner by assignment of patents covering innovative technologies related to these products. These technologies represent significant advances in the field of plastic foam insulation resulting in decreased utility costs and are environmentally friendlier than prior generation products.
- Defendant MEK Chemical is an Illinois corporation and is headquartered at 1675 Hinterlong Lane, Naperville, Illinois 60563. MEK Chemical imports, sells, and/or offers for sale chemicals and related products in the United States.

JURISDICTION AND VENUE

3. This action arises under the Patent Act, Title 35 of the United States Code, and is an action for patent infringement under § 271.

- This Court has jurisdiction over the subject matter of this action pursuant to 28 U.S.C.
 §§ 1331 and 1338(a).
- 5. This Court has personal jurisdiction over MEK Chemical under the provisions of the Texas Long Arm Statute, TEX. CIV. PRAC. & REM. CODE § 17.042, and consistent with the underlying due process principles of the U.S. Constitution. On information and belief, MEK Chemical is doing business in Texas, has offered for sale and sold products in Texas that were made by an infringing process in Texas, and has purposely imported or caused to be imported products made by an infringing process into Texas. Upon information and belief, MEK Chemical has significant contacts in Texas and has built established distribution channels in Texas. Moreover, MEK Chemical maintains a facility at 1312 W. Crosby Road, Carrollton, TX 75006 ("Dallas facility"). On information and belief, the infringing products were imported into Texas and stored at and shipped from the Dallas facility.
- 6. Venue is proper in this Court pursuant to 28 U.S.C. § 1400(b).

HONEYWELL'S INNOVATIONS IN CHEMICAL BLOWING AGENTS AND PROPELLANTS

- 7. Due to concerns regarding the environmental impact of chlorofluorocarbons (CFCs) and hydrochlorofluorocarbons (HCFCs), those products have been phased out in the United States. By contrast, hydrofluorocarbons (HFCs) do not deplete the ozone layer, and have therefore become popular substitutes for CFCs and HCFCs. Honeywell has expended tremendous resources researching and developing viable processes for manufacturing HFCs for use as heat transfer agents, blowing agents, and propellants.
- Honeywell manufactures and markets the HFC 1,1,1,3,3-pentafluoropropane,
 commonly known as HFC-245fa, which has no ozone depletion potential. HFC-245fa

is used primarily in thermal insulating applications, including building insulation. Honeywell is the largest supplier of HFC-245fa in the world.

- 9. HFCs are typically prepared by fluorinating a chlorinated organic compound with a fluorination agent like hydrogen fluoride in the presence of a fluorination catalyst. This reaction may be conducted in either the liquid or gas phase. Generally, the liquid phase fluorination is preferred because the reaction is controlled at relatively lower temperatures which results in less by-product formation due to decomposition.
- 10. Liquid phase fluorination, however, uses and generates corrosive compounds, such as, for example, hydrogen fluoride, hydrogen chloride, and catalysts, which form superacids. These superacids tend to corrode the reactor in which the reaction is conducted, even reactors comprised of corrosion-resistant materials. Corrosion of the reactor compromises the structural integrity of the reactor and reduces its useful life. Therefore, a need to minimize reactor corrosion exists.
- 11. Honeywell has expended significant resources and made substantial investments in research and development directed toward processes for efficiently manufacturing HFCs and HFC-245fa specifically. A portfolio of patents was developed to protect that investment is protected by a portfolio of patents, including the '912 patent asserted here.

U.S. PATENT NO. 5,902,912

12. On May 11, 1999, the United States Patent and Trademark Office duly and lawfully issued United States Patent No. 5,902,912 entitled "Process for Preparing Hydrofluorocarbons" (hereinafter referred to as "the '912 Patent"), which is directed to a novel method for manufacturing an HFC while minimizing reactor corrosion. In particular, the '912 patent is directed to a method of combining a chlorinated organic

compound and a fluorination agent in a reactor having a loose, fluoropolymer liner to produce an HFC.

13. Honeywell is the lawful owner of all right, title, and interest in and to the '912 Patent, including the right to sue for and recover for infringement thereof. The term of the '912 Patent has not expired. A true and correct copy of the '912 Patent is attached hereto as Exhibit A.

MEK'S KNOWLEDGE OF THE '912 PATENT

- 14. On May 18 and July 28, 2016, Honeywell sent correspondence to MEK Chemical, providing notice of its portfolio of patents directed to HFC-245fa and processes for its manufacture, and expressing concerns that the HFC-245fa products that MEK Chemical was purchasing from certain Chinese suppliers fell within the scope of Honeywell's patents. Specifically included in Honeywell's May correspondence was identification of the '912 patent.
- 15. In September 2016, MEK Chemical's Chinese supplier of HFC-245fa, Zibo Aohong Chemical Technology Co. ("Aohong") sent a letter and declaration to Honeywell indicating that it was analyzing Honeywell's patents with the intention of issuing a "Formal Letter of Guarantee to Mek Chemicals Corporation." Honeywell has not received any additional correspondence from Aohong regarding its analysis or any guarantee to MEK Chemical.
- 16. On November 17, 2016, Honeywell received correspondence from MEK, confirming receipt of Honeywell's correspondence, and describing conversations with Honeywell during which Honeywell provided information to MEK Chemical regarding particular areas of concern with respect to the process by which MEK Chemical's Chinese supplier Aohong was manufacturing HFC-245fa.

CLAIM I – INFRINGEMENT OF U.S. PATENT NO. 5,902,912

- The allegations contained in Paragraphs 1 through 16 above are incorporated herein by reference.
- 18. Upon information and belief, MEK Chemical has offered to sell, sold, and/or imported into the United States hydrofluorocarbon products, including at least 1, 1, 1, 3, 3-pentafluoropropane, known in the industry as HFC-245fa, and its products identified as CG-422 and MK422, and continues to do so, all without authority from the patent holder, Honeywell.
- 19. MEK Chemical has known about Honeywell's technology and has known that Honeywell's technology is patented since at least as early as May 18, 2016, which is the date on which Honeywell sent correspondence to MEK Chemical. In correspondence to Honeywell dated November 17, 2016, MEK Chemical confirmed its receipt of that correspondence.
- 20. MEK Chemical has directly infringed the '912 Patent within the prohibitions of at least 35 U.S.C. §§ 271(b) and 271(g) including at least independent Claim 1 and dependent Claims 2-4, and 6 and continues to do so.
- 21. On information and belief, MEK Chemical is a United States wholesale distributor that imports into the United States, offers to sell, sells, or uses within the United States HFC-245fa made by an infringing process.
- 22. On information and belief, MEK Chemical purchases HFC-245fa from Zibo Aohong Chemical Technology Co., Ltd., which is practicing the '912 Patent in its production of HFC-245fa. On information and belief, MEK Chemical sells HFC-245fa to third parties to sell to end users.
- 23. Upon information and belief, MEK Chemical's infringement of the '912 Patent has been willful, egregious, and deliberate and the infringement was either known to

MEK Chemical or so obvious that it should have been known to MEK Chemical that its actions constitute infringement of the '912 Patent.

24. Honeywell has been and will continue to be damaged and irreparably injured unless this Court enjoins MEK Chemical's infringing activities.

PRAYER FOR RELIEF

WHEREFORE, Honeywell respectfully seeks that the Court grant the following relief:

- Enter judgment for Honeywell against MEK Chemical for infringement of the '912 Patent;
- 2. Permanently enjoin MEK Chemical, its officers, directors, principals, agents, sales representatives, servants, employees, successors, assigns, affiliates, subsidiaries and all those acting in concert or participation with them, from directly or indirectly infringing, inducing infringement or contributing to the infringement of any claim of the '912 Patent pursuant to 35 U.S.C. § 283;
- 3. Enter judgment in favor of Honeywell and against MEK Chemical for an amount that will adequately compensate it for MEK Chemical's infringement, but under no circumstances an amount less than a reasonable royalty for each MEK Chemical's use of Honeywell's patented invention;
- 4. Enter judgment in favor of Honeywell and against MEK Chemical for pre-judgment interest and post-judgment interest on all damages awarded;
- 5. Enter judgment in favor of Honeywell and against MEK Chemical for three times the amount of damages pursuant to 35 U.S.C. § 284 because of MEK Chemical's willful infringement;
- Enter judgment in favor of Honeywell and against MEK Chemical for Honeywell's attorneys' fees and costs pursuant to 35 U.S.C. § 285;

- Enter judgment in favor of Honeywell and against MEK Chemical for Honeywell's costs of suit; and
- 8. Enter other such and further relief as the Court may deem just and proper.

DEMAND FOR JURY TRIAL

Honeywell respectfully requests a trial by jury on all the issues triable thereby

pursuant to Rule 38 of the Federal Rules of Civil Procedure as to all issues in this action.

Dated: May 24, 2017

/s/ Michael J. Newton Michael J. Newton (Texas Bar No. 24003844) mike.newton@alston.com Derek Neilson (Texas Bar No. 24072255) derek.neilson@alston.com ALSTON & BIRD LLP 2828 N. Harwood Street, Suite 1800 Dallas, Texas 75201-2139 (214) 922-3400 (telephone) (214) 922-3899 (facsimile)