

Q4 2015 Public PAE Report

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Introduction

Publicly traded patent assertion entities (“PAEs”) are a relatively recent phenomenon. Over the past few years, the proliferation of public PAEs has cast some light on the ways in which PAEs seek to earn revenue based on their primary factors of production—capital and patents.

Over the past four quarters alone, the public PAEs detailed in this report have raised over \$725 million in the debt and equity markets while spending more than \$141 million on 16 patent portfolios. The acquired patents, which relate to a variety of sectors, will likely be enforced by the PAEs.

Even with all of this activity, the public PAE industry is still considered too niche to have widespread, comprehensive coverage by sell-side equity analysts who independently research and analyze companies to generate investment recommendations. The dearth of insight into these companies has enabled a contingent of speculators and day traders who opine—often incorrectly—on what legal developments will mean for the prospects of future settlements or revenue for these companies.

In addition to the lack of sell-side coverage of PAEs, the art of analyzing public equity markets and SEC filings is generally not a core strength of many IP professionals, putting them at a disadvantage when encountering public PAEs as counterparties in patent transactions and/or as potential courtroom adversaries.

Since its inception in 2008, RPX has striven to increase transparency in the patent markets. To that end, this RPX Public PAE Report offers analysis of public PAEs and provides summary statistics for a variety of metrics relevant to the public market, including financial performance and enforcement activity. The goal of this report is to deliver comprehensive information that gives IP professionals unique perspective on public PAEs.

Key Findings

Note: Aggregate figures and counts are relative to the 23 public PAEs detailed in this report.

- Taken as an index, public PAEs have underperformed the NASDAQ over the past quarter at 0.7% versus 8.2%, and over the last twelve months at (24.3%) versus 5.7%. Only four public PAEs had a positive stock price performance in the fourth quarter of 2015. Please see charts 1, 2, and 3.
- Public PAEs tend to be small—only four public PAEs have market capitalizations greater than \$1 billion as of December 31, 2015. Please see chart 4.
- Aggregate royalty revenue for public PAEs was \$434 million in the fourth quarter of 2015, yet only seven PAEs had royalty revenue above \$10 million. Please see charts 5 and 6.
- Despite underperforming the NASDAQ, PAEs have raised more than \$725 million across 17 transactions over the past 12 months. Please see charts 10 and 11.
- Only eight public PAEs have more than \$50 million in cash, and eight have less than \$5 million as of December 31, 2015. Please see chart 14.
- Public PAEs are decreasingly active acquirers of patent portfolios, with 16 disclosed purchases in 2015. Please see charts 15 and 16.
- While cash is the most prevalent form of consideration in public PAE patent acquisitions, the majority of transactions include some mix of contingencies (i.e. back-end arrangements). Please see chart 19.
- Public PAEs are active plaintiffs, accounting for 19 new campaigns in 2015, representing over 260 active defendants as of December 31, 2015. Please see charts 20-26.

Methodology

RPX continuously strives to improve the accuracy and scope of its data and may make minor changes to methodology and underlying data presented in future analyses and reports. In addition, certain aspects of RPX's methodology may result in slight changes as time passes.

Timing

- This report reflects available financial information as of December 31, 2015, which encompasses Q4 2015 reports and filings for all but one company highlighted in the report. Data are collected when the selected public PAEs report financial data, which can take two to three months after the close of a fiscal quarter or year, thus contributing to the time-gap between the availability of this report and the end of the quarter.
- For companies with off-cycle financials that do not coincide with standard quarter- and year-ends of March 31, June 30, September 30, and December 31, financial data were taken from the quarter with the closest associated end-date.

Public PAE Definition

- For purposes of this report, a public PAE is a publicly traded entity with revenue, activities, or market valuation largely related to patent assertion.

Public PAE Identification

- RPX identifies public PAEs through a manual review process performed by experienced employees with knowledge of the patent industry.

- The process includes, among other things, reviewing public filings; searching for evidence of operating or patent monetization activities on the Internet, including company websites; reviewing complaints, with a focus on accused products and allegations regarding products and/or services sold by the patent owner; considering the outside counsel employed by the entity (e.g. whether outside counsel has a history of representing public PAEs); reviewing corporate disclosure statements filed in litigation; and soliciting market intelligence from patent professionals.
- The public PAEs for this particular report represent the largest, most established public PAEs as well as several recently formed public PAEs that have become public via reverse mergers.
- While there are elements of subjectivity in this approach, RPX believes that the process is robust based on feedback from other patent professionals.

Data Set

- This report uses data from publicly available sources (public filings, press releases, company websites, etc.) and from RPX's proprietary litigation database.

Primary Market Sector

- RPX patent professionals classify portfolios into proprietary market sectors. Each portfolio offered may be classified into multiple market sectors. For purposes of this report, only the most relevant or "primary market sector" is used.

Cases Filed

- “Cases filed” refers to filed actions. A single case filed may include multiple defendants. The date for a case filed is the date on which it was originally filed.

Campaign, New Campaigns Filed, Total Campaign Defendants, and Unique Campaign Defendants

- “Campaign” refers to all cases filed by the same plaintiff (inclusive of all members in the corporate family) where each case has at least one patent or family member of a patent in common with another case in the campaign.
- “Campaigns filed” refers to unique campaigns. The date for a campaign filed is the filing date of the first case filed in the campaign. For example, if a campaign includes ten cases, there will be only one new campaign filed; the filing date for the campaign is established by the filing date of the first case filed in the campaign.

Litigation Identification

- RPX excludes false marking cases, misfiles, and ownership disputes. Unless otherwise noted, litigation data are based on campaigns, as opposed to cases.

PAE Related Entities

- RPX’s proprietary litigation database rolls up certain related PAEs into a single public PAE entity. RPX has manually identified these relationships by, among other things, reviewing corporate disclosures, patent assignment records, and RPX market intelligence. For example, Acacia has numerous subsidiaries that RPX has identified. These entities are all represented as Acacia in this report’s analyses.

Small Cap and Large Cap PAEs

- A small cap PAE is a public PAE with a market cap of less than \$300 million, and a large cap PAE is a public PAE with a market cap greater than or equal to \$300 million, as of the end of the reporting quarter.

Patent Transaction Identification

- This report notes patent acquisitions and patent sales that any PAE on the selected list has disclosed in public filings, press releases, or any other publicly available and credible source.

PAE Financings Classification

- Financings classified as Equity deals are deals publicly identified as Bought Deals, Follow-ons, PIPEs, Private Placements, Registered Directs, Rights Offerings, or Warrant Sale.
- Financings classified as Debt deals are deals publicly identified as Debt, Loan Facilities, or Secured Notes.
- Financings classified as Hybrid deals are deals publicly identified as Convertible Debentures, Convertible Notes, Convertible Senior Notes, or Senior Convertible Notes.

Historical Data

- For the purpose of consistency, historical PAE data are not adjusted quarter over quarter if the PAE list is modified due to various reasons (bankruptcy, acquisition, discontinuation of PAE activity, etc.). Historical data may change to reflect differences in public disclosure over time.

Market Data

The following pages feature charts and highlights relating to PAE market performance.

Public PAE Overview

Large Cap Companies	Ticker	Stock Price (As of 12/31/15)	Market Cap (\$USD M)	Q4 2015			Last 12 Months		
				High	Low	Stock Performance (% change)	High	Low	Stock Performance (% change)
InterDigital	IDCC	\$49.04	\$1,736.5	54.49	46.83	(2.5%)	\$60.69	\$44.28	(7.3%)
Tessera	TSRA	30.01	1,531.6	36.76	30.01	(6.2%)	30.00	43.71	(16.1%)
Rovi	ROVI	16.66	1,376.9	17.71	8.69	63.5%	26.44	8.01	(26.3%)
Rambus	RMBS	11.59	1,350.6	13.89	10.00	(1.4%)	15.49	9.86	4.5%
Small Cap Companies									
Acacia	ACTG	4.29	217.7	9.90	3.96	(50.2%)	17.22	3.82	(74.7%)
Wi-LAN	WILN	1.33	161.1	1.99	0.97	(25.1%)	2.88	0.94	(46.8%)
VirnetX	VHC	2.57	136.3	4.16	2.27	(27.2%)	8.09	2.12	(53.2%)
Pendrell	PCO	0.50	134.3	0.80	0.50	(29.4%)	1.71	0.49	(63.7%)
Unwired Planet	UIP	10.36	97.4	12.96	8.11	16.3%	13.20	6.48	(13.7%)
Network-1 Technologies	NTIP	2.09	48.5	2.24	1.94	0.0%	2.99	1.49	(5.0%)
SITO Mobile	SITO	2.08	35.7	3.93	2.08	(47.1%)	6.15	1.48	1.6%
Vringo	VRNG	2.47	27.8	5.70	2.21	(56.7%)	9.80	2.00	(55.1%)
ITUS	ITUS	3.01	26.3	5.09	2.37	(35.5%)	8.95	1.39	9.5%
Finjan Holdings	FNJN	1.15	26.0	1.78	1.15	(30.3%)	3.25	1.14	(57.4%)
ParkerVision	PRKR	2.33	25.5	2.99	1.60	19.1%	11.20	1.46	(74.4%)
Crossroads Systems	CRDS	1.07	25.1	1.44	1.07	(14.4%)	3.05	0.95	(57.2%)
Marathon Patent Group	MARA	1.60	23.8	2.00	1.34	(11.1%)	8.81	1.32	(81.0%)
Document Security Systems	DSS	0.17	8.8	0.26	0.17	(12.1%)	0.50	0.15	(62.1%)
Spherix	SPEX	2.78	7.1	10.07	2.66	(54.3%)	22.42	2.51	(86.5%)
Inventergy	INVT	1.61	6.8	3.35	0.99	(51.9%)	9.40	0.71	(77.0%)
Walker Innovation	WLKR	0.22	4.6	0.50	0.22	(12.0%)	2.70	0.19	(89.5%)
Patriot Scientific	PTSC	0.01	3.0	0.02	0.00	(50.0%)	0.08	0.00	(75.1%)
Endeavor IP	ENIP	0.00	0.1	0.00	0.00	(33.3%)	0.02	0.00	(98.8%)

Note: Last 12 months data through end of Q4 2015.

Public PAEs Have Continued to Underperform the Market

Chart 1: Q4 2015 Index Chart

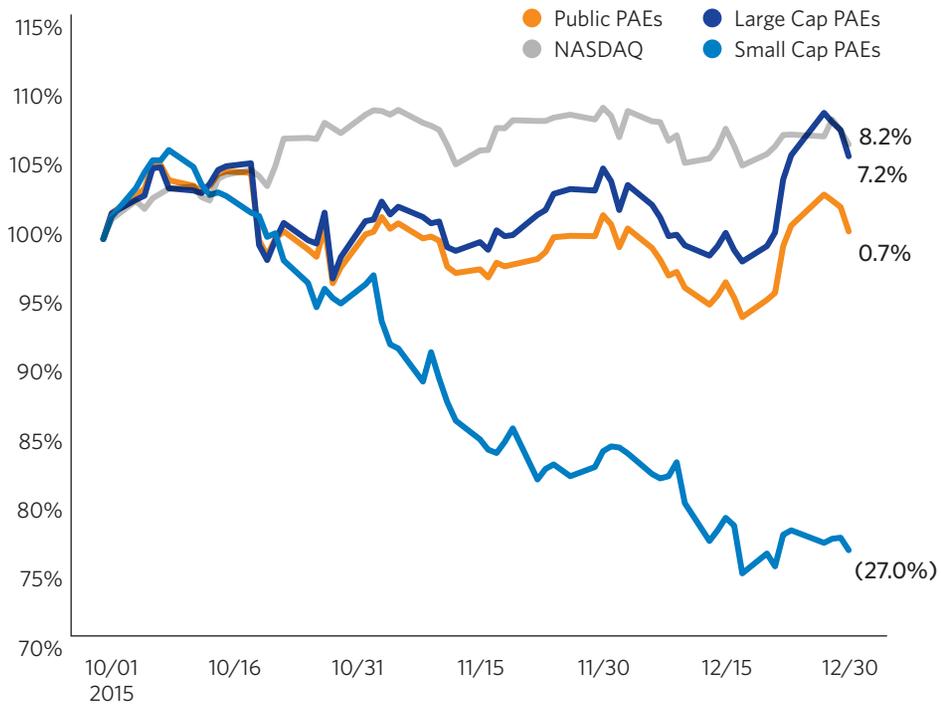
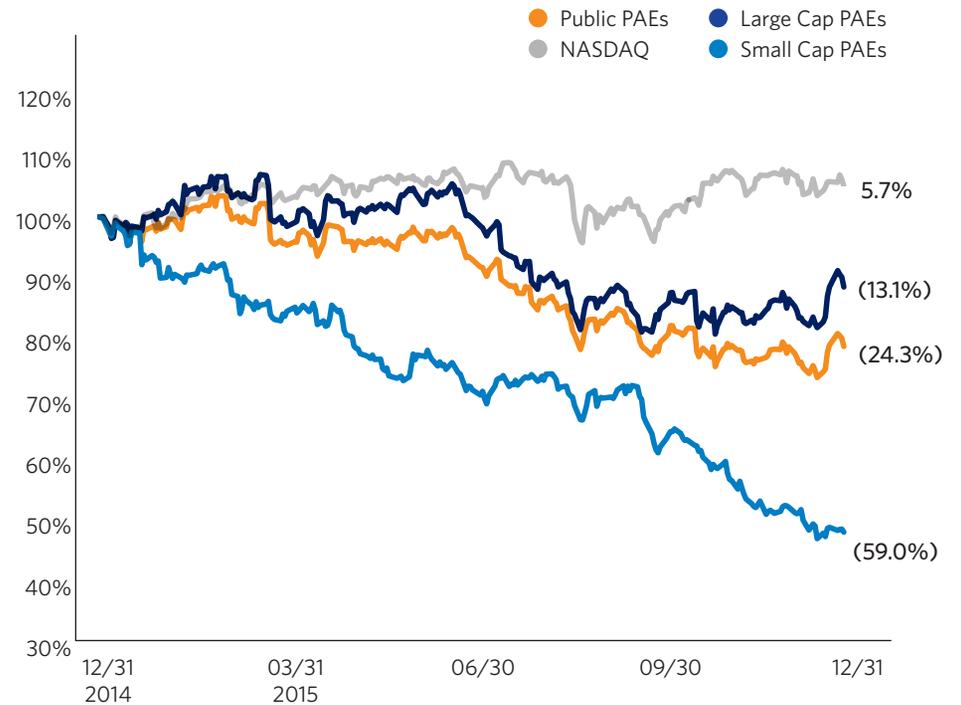


Chart 2: Last 12 Months Index Chart as of 12/31/2015



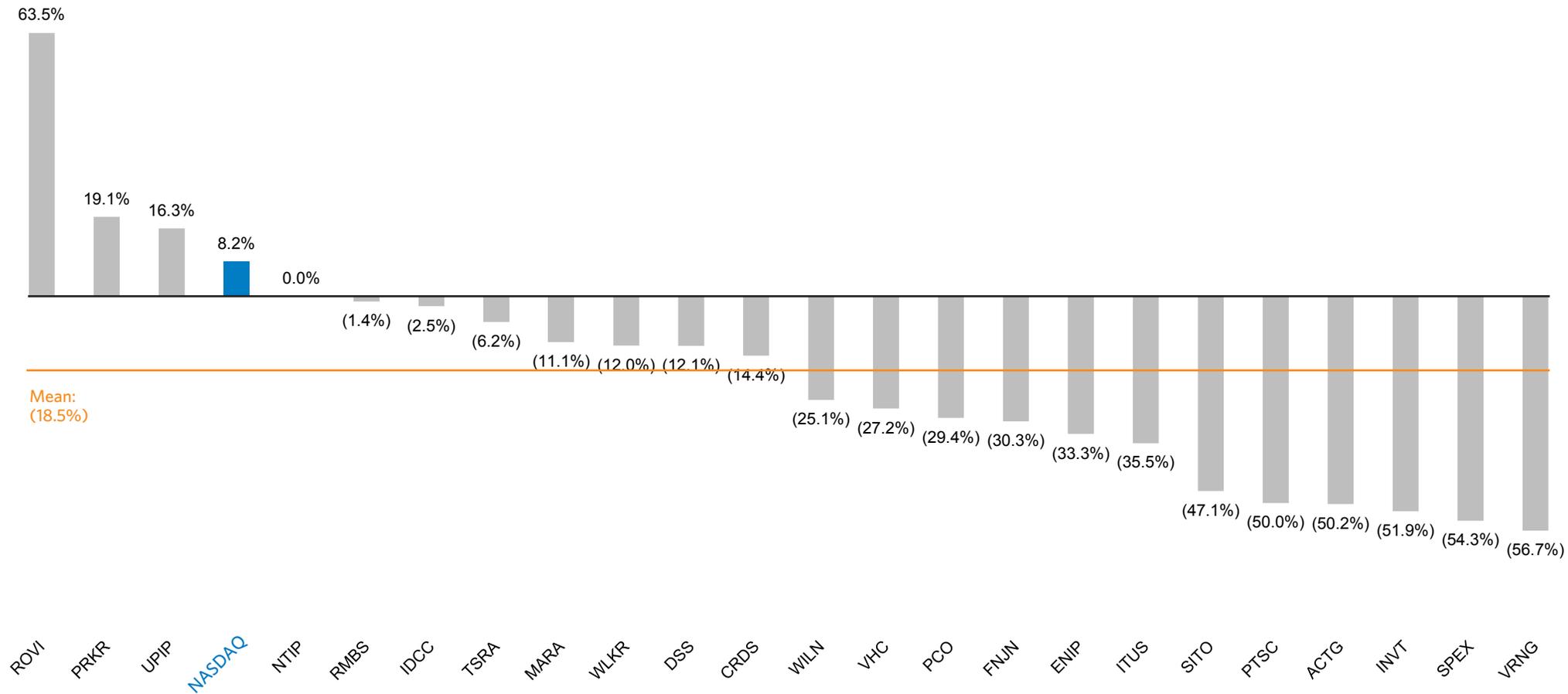
Methodology Note:

The "Public PAEs", "Large Cap PAEs", and "Small Cap PAEs" indices are market cap weighted—each stock is weighted based on its market capitalization, with larger companies carrying a larger percentage weighting of the index.

Q4 2015 Stock Performance Has Been Sluggish Overall

Chart 3: Q4 2015 Stock Performance Percentage

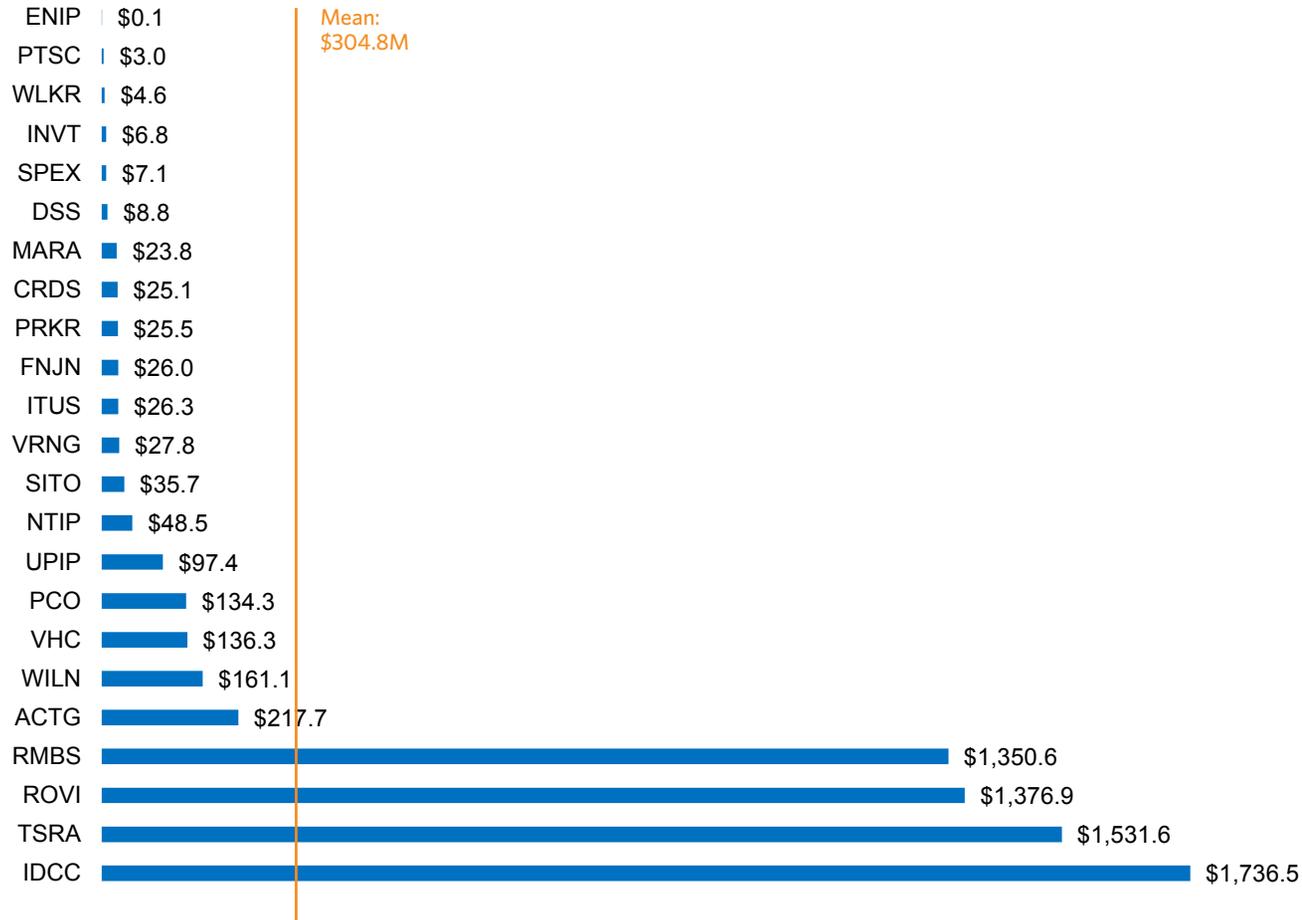
With the exception of a few companies, public PAEs generally underperformed the market in Q4 2015.



Public PAE Market Cap Summary as of Q4 2015

Chart 4: Public PAE Market Cap (\$USD M)

There are only four public PAEs with a market cap over \$1 billion, with the majority of public PAEs under a market cap of \$100 million.



Financial Data

The following pages feature charts and highlights relating to key financial data for public PAEs.

Royalty Revenue Is Above Two-year Average

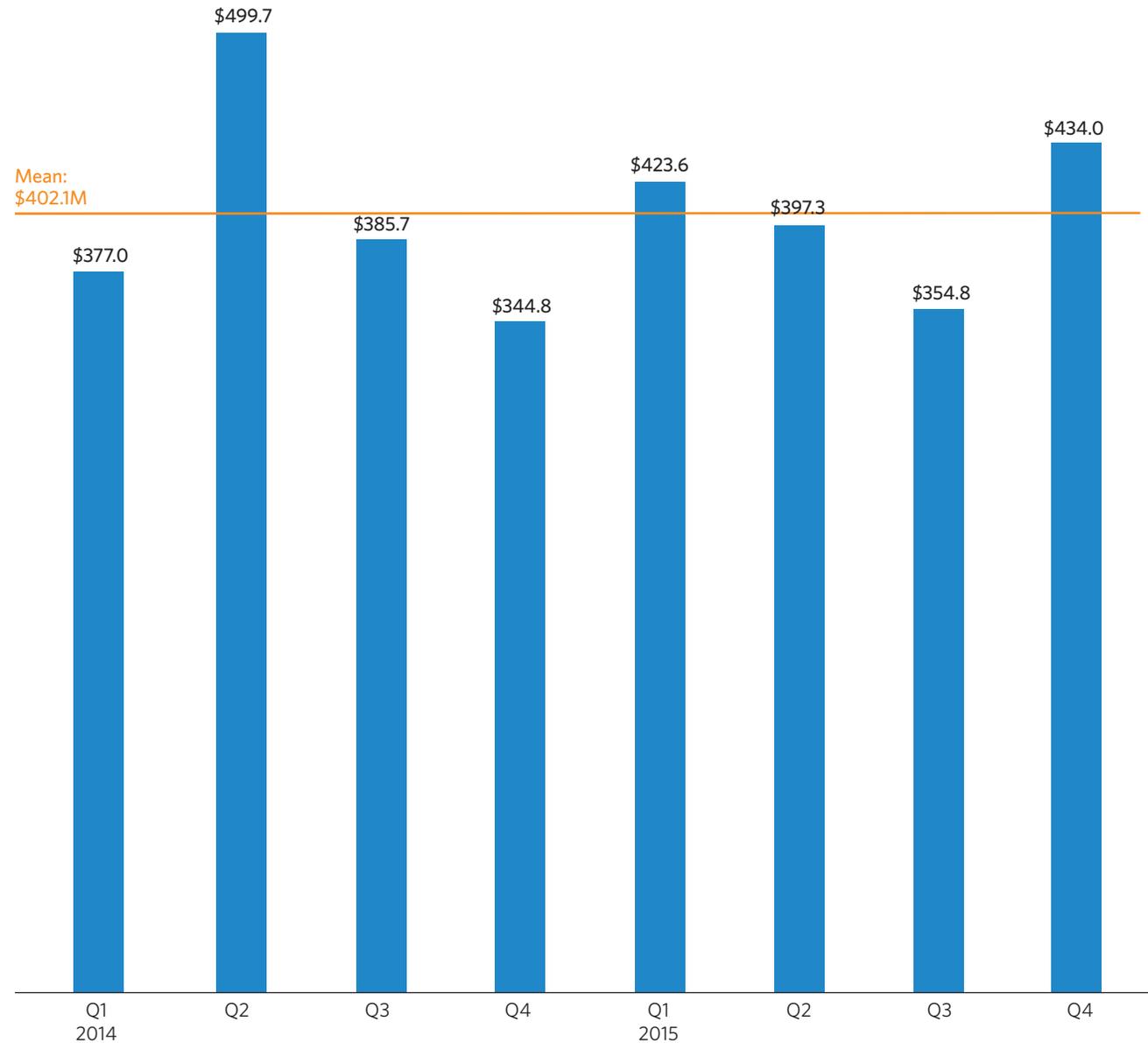
Chart 5: Total Royalty Revenue (\$USD M)

Royalty revenue has been inconsistent since Q1 2014.

Methodology Note:

Revenue is considered "royalty revenue":

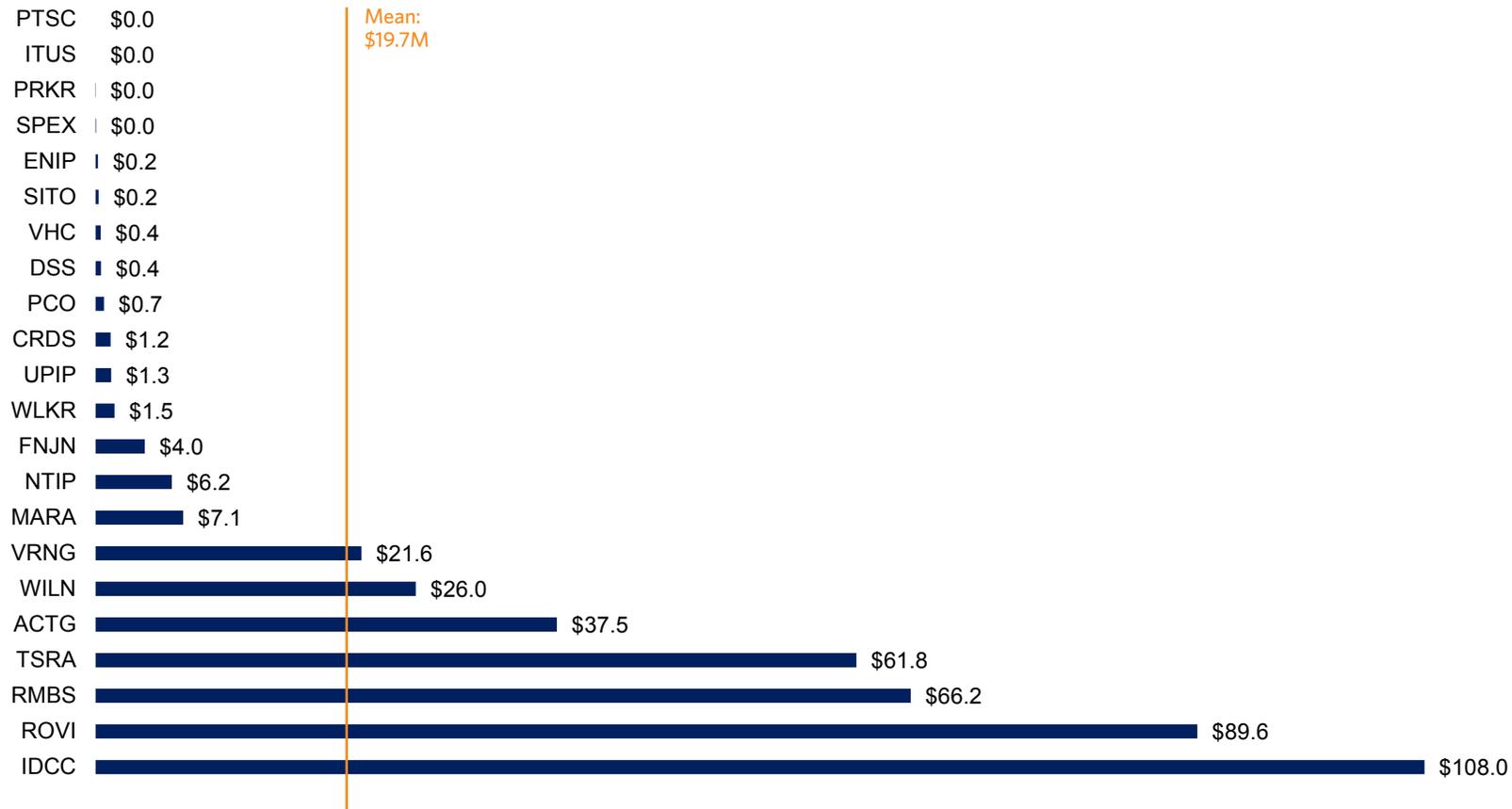
- If it is specifically classified or broken out as royalty or licensing revenue
- If the public PAE's only source of revenue is from licensing its patents



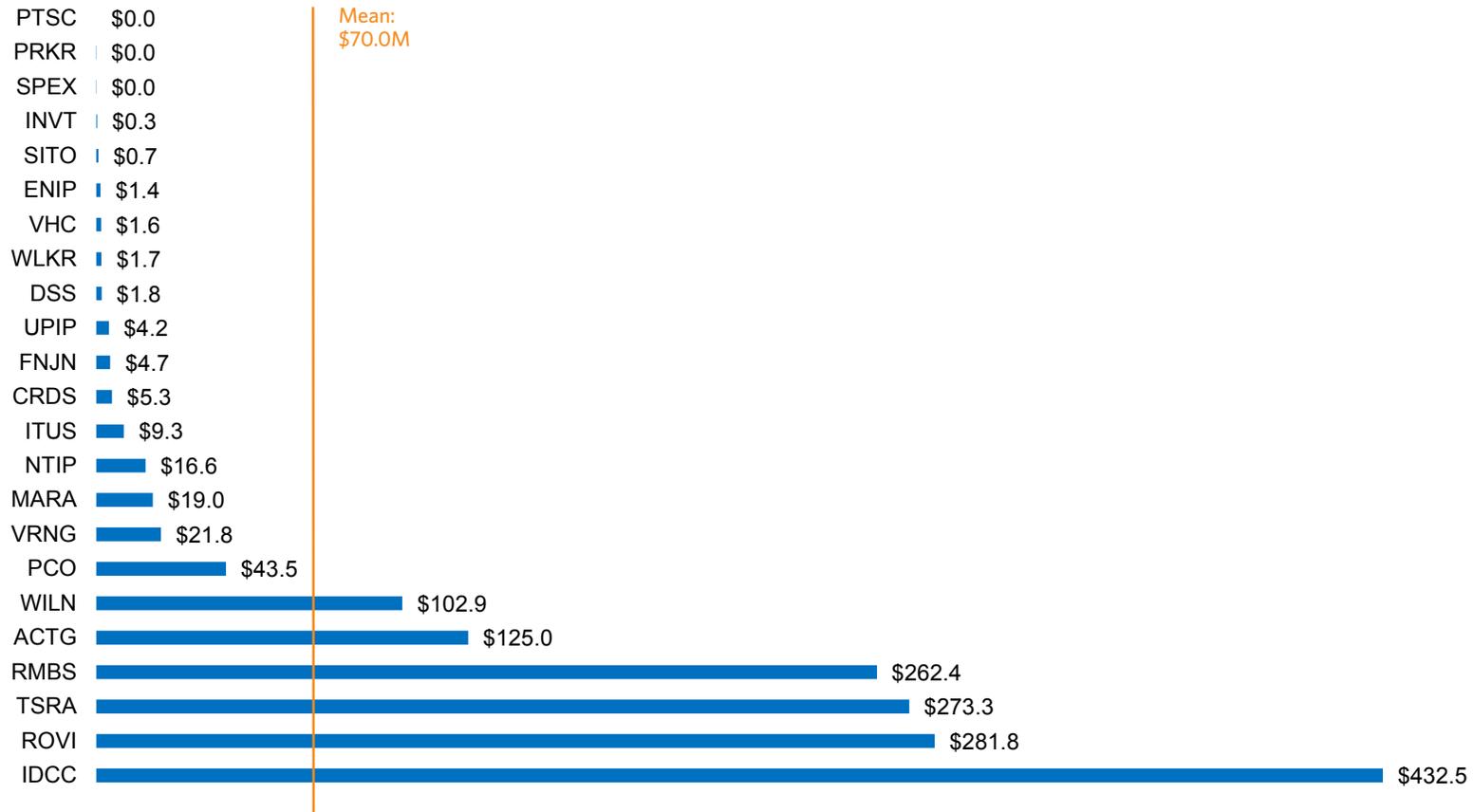
Royalty Revenue Was Largely Driven by Four PAEs in Q4 2015

Chart 6: Total Q4 2015 Royalty Revenue (\$USD M)

Seven public PAEs accounted for 95% of total royalty revenue of all selected public PAEs for Q4 2015.



...and over the Last 12 Months



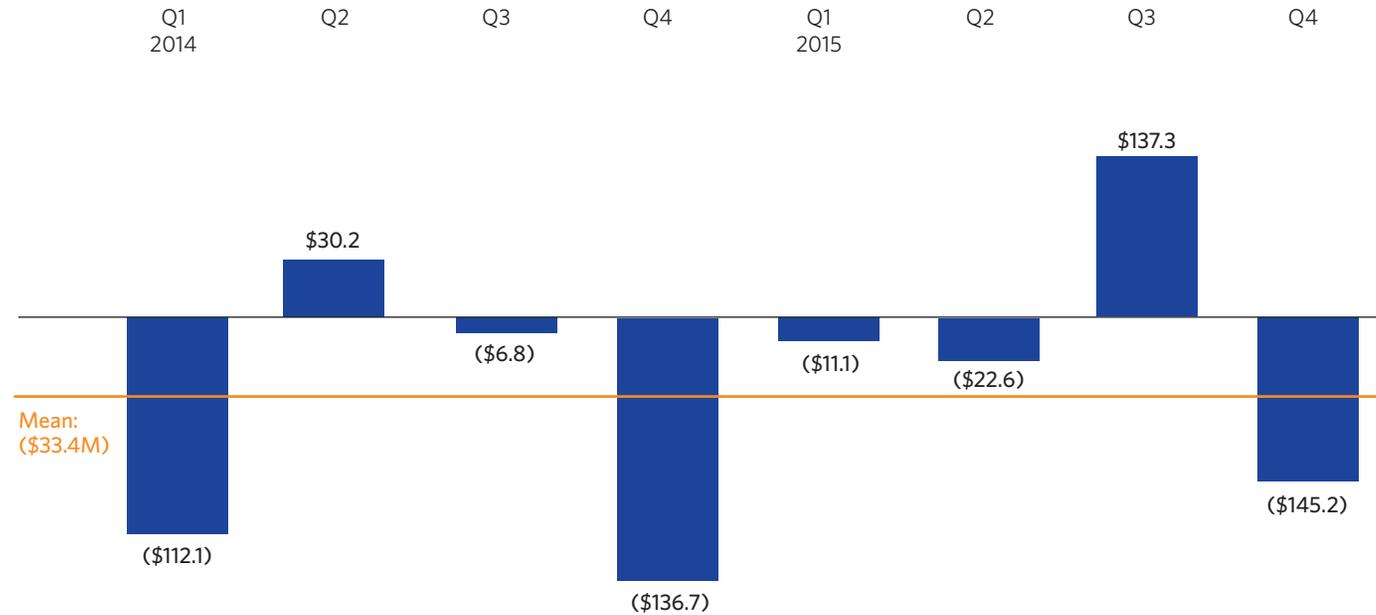
Pattern of Net Losses for Public PAEs

Chart 8: Total Net Income/ Loss per Quarter (\$USD M)

Public PAEs have experienced net losses over the past two years, with the exception of Q2 2014 and Q3 2015.

Methodology Note:

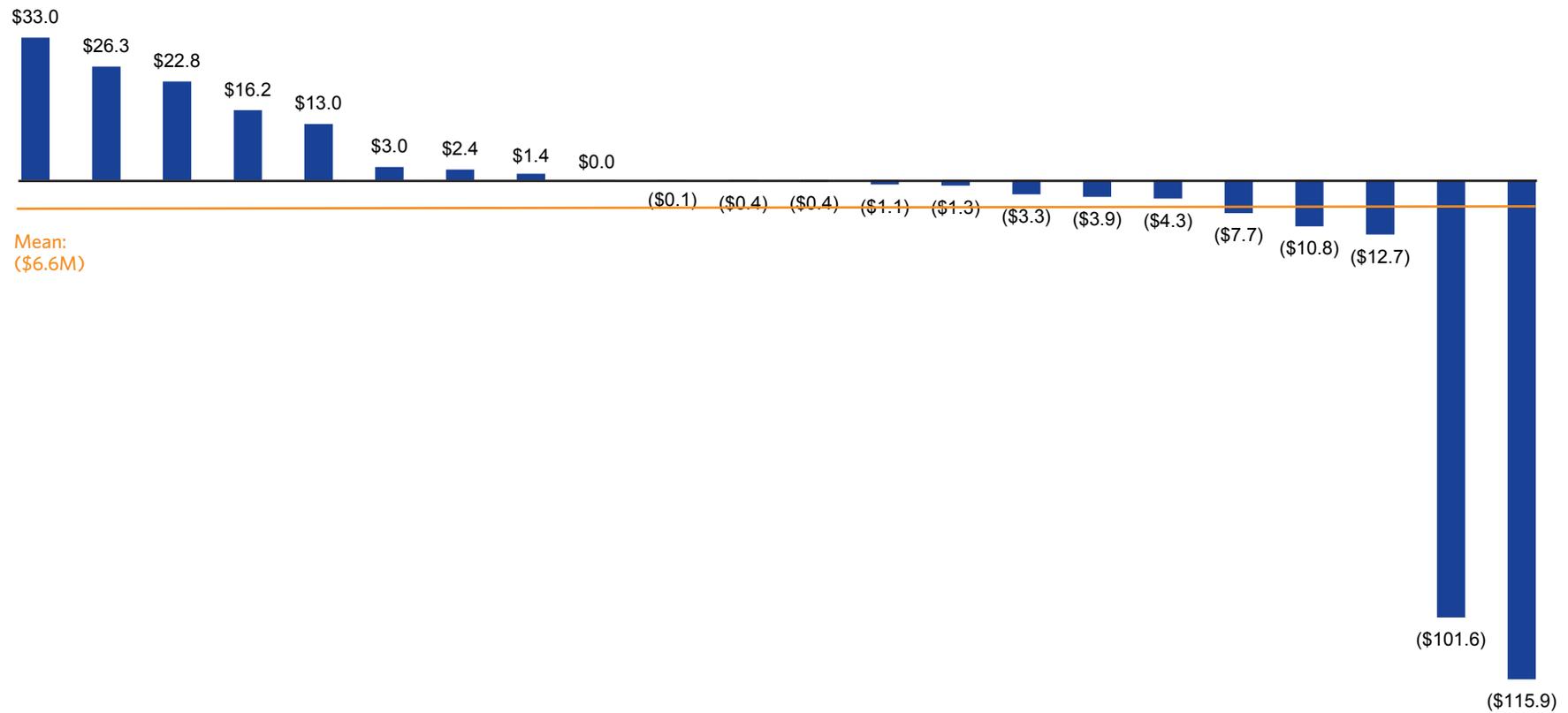
Net income/loss reflects the operations of the whole company and not specifically the operations related to patent assertion, as most public PAEs do not publicly disclose segmented profit/loss information for their patent assertion businesses.



Net Losses Common Across Most Public PAEs

Chart 9: Total Q4 2015 Net Income/Loss (\$USD M)

The majority of public PAEs had a net loss in Q4 2015.



IDCC ROVI TSRA VRNG RMBS WILN NTIP ENIP CRDS PTSC WLKR SITO FNJN ITUS PRKR MARA SPEX VHC DSS UIPI PCO ACTG

Detailed List of Public PAE Financings— Last 12 Months as of Q4 2015

During the last twelve months as of Q4 2015, there were nine equity deals totaling \$25 million, three debt deals totaling \$26 million, and five hybrid deals totaling \$674 million, with a total amount raised of \$725 million.

Close Date	Issuer	Type	Amount Raised (\$USD M)
12/23/15	ParkerVision	Equity	\$2.1
12/23/15	Document Security Systems	Equity	\$1.5
12/07/15	Spherix	Equity	\$3.4
11/02/15	Crossroads Systems	Debt	\$10.0
09/01/15	Document Security Systems	Equity	\$1.0
07/28/15	Crossroads Systems	Equity	\$4.9
07/21/15	Spherix	Equity	\$1.3
05/04/15	Vringo	Hybrid	\$12.5
04/06/15	Endeavor IP	Hybrid	\$0.0

Close Date	Issuer	Type	Amount Raised (\$USD M)
04/01/15	Inventergy	Equity	\$2.2
03/11/15	InterDigital	Hybrid	\$316.0
03/04/15	Rovi	Hybrid	\$345.0
02/27/15	Inventergy	Debt	\$1.2
01/29/15	Marathon Patent Group	Debt	\$15.0
01/27/15	Crossroads Systems	Equity	\$7.1
01/16/15	ParkerVision	Equity	\$1.3
01/16/15	Endeavor IP	Hybrid	\$0.1

Financings Down in the Past Two Years

Chart 10: Total Amount Raised by Type (\$USD M)

Financings are typically hybrid transactions, with an average of \$206 million raised per quarter.

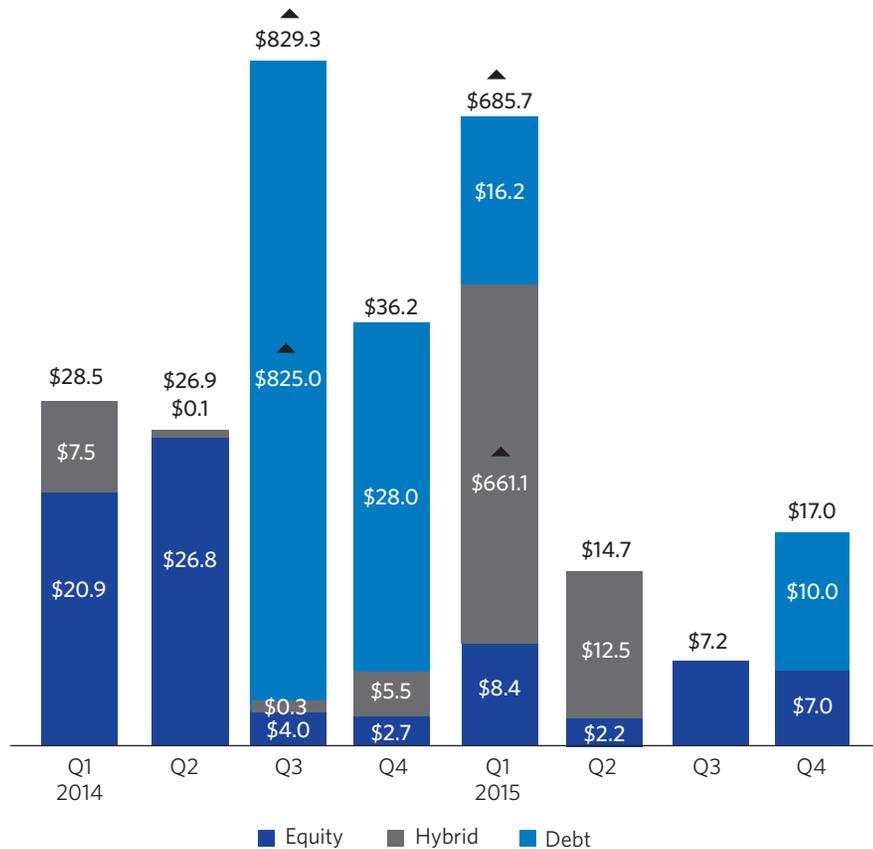
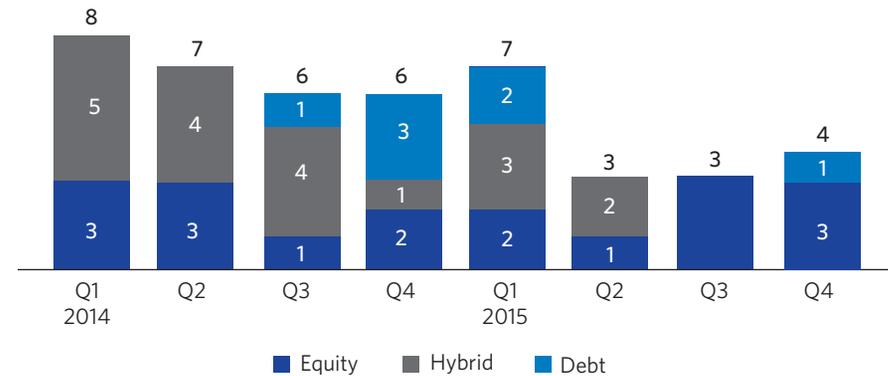


Chart 11: Number of Financings by Type

On average, public PAEs have executed six financings (typically hybrid transactions) per quarter. Q3 2015 featured the lowest number in the last eight quarters.



Public PAE Cash Declining

Chart 12: Total Public PAE Cash Balance per Quarter (\$USD M)

Since Q1 2014, cash levels for public PAEs have fluctuated, down from a high of \$2.7 billion to a low of \$2.4 billion.

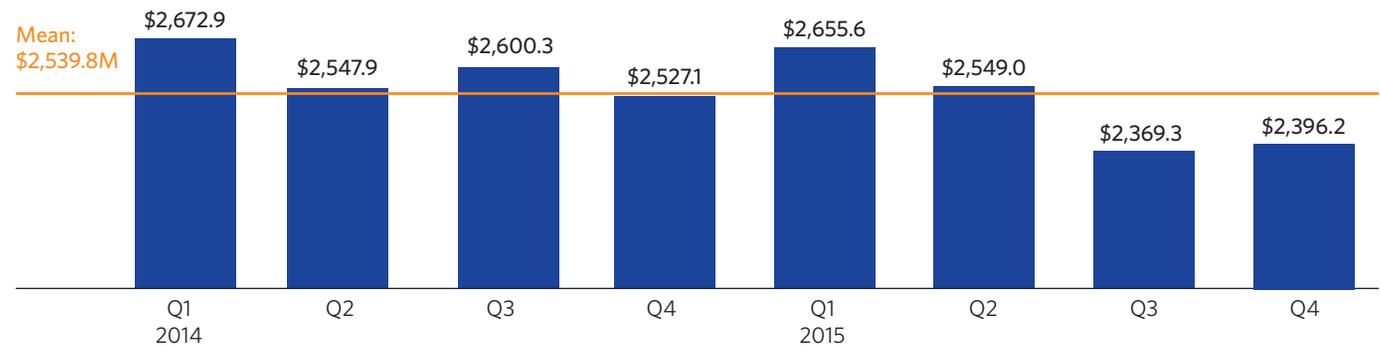
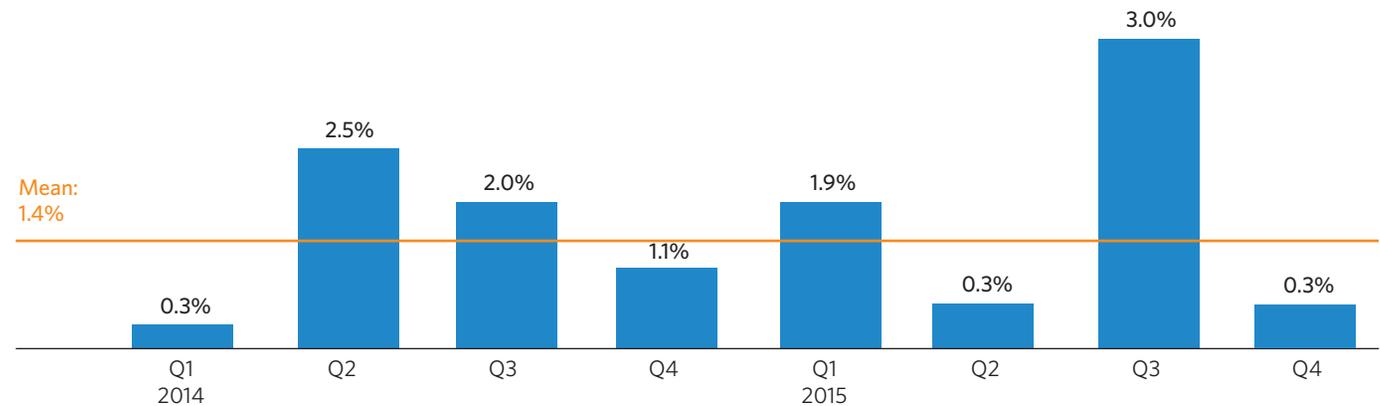


Chart 13: Cash Spent to Acquire Patents as a Percentage of Total Public PAE Cash Balance

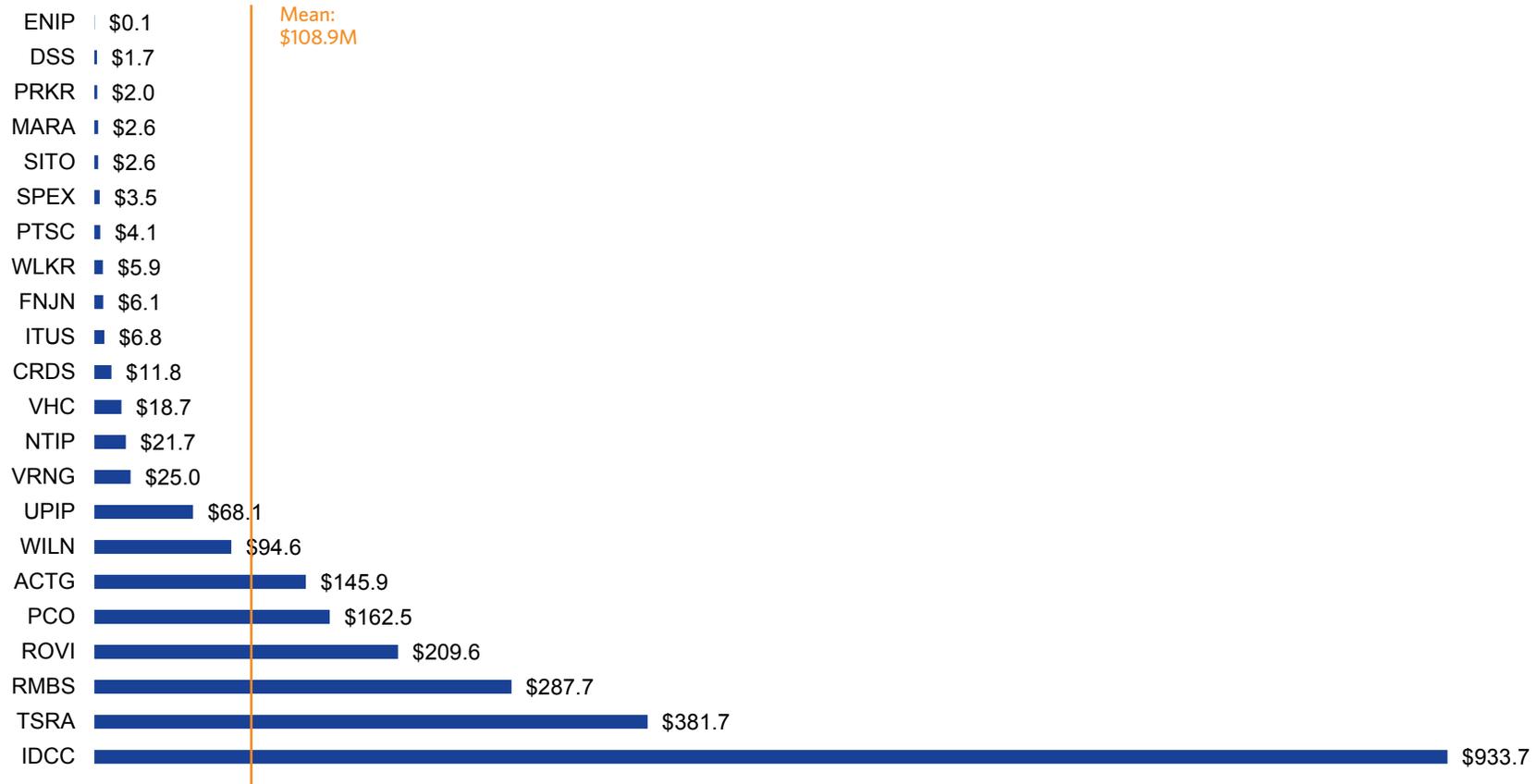
Cash spent on patents has been erratic quarter over quarter, with a high of 3.0% in Q3 2015.



Cash Is Mostly Concentrated Among a Few Public PAEs

Chart 14: Total Q4 2015 Cash Balance (\$USD M)

The top six public PAEs accounted for 89% of the total cash balance of all selected public PAEs in Q4 2015.



Patent Transactions

The following pages feature charts and highlights relating to public PAE patent acquisitions and sales.

Disclosed Patent Transactions— Last 12 Months as of Q4 2015

Patent Transaction Identification

This report notes patent acquisitions and patent sales that any PAE on the selected list has disclosed in public filings, press releases, or any other publicly available and credible source.

Date of Transaction	Acquirer	Seller	Portfolio	Purchase Price (\$USD M)	Number of Assets
11/4/2015	WILN	Freescale	Processors, memory, semiconductor packaging, wireless, and the Internet of Things	Not disclosed	3,300 patents
8/27/2015	TSRA	Ziptronix	Low-temperature wafer bonding technology	\$32.3	Not disclosed
8/10/2015	ACTG	Not disclosed	Multi-zonal completion of horizontal wells	Not disclosed	Not disclosed
7/21/2015	ACTG	Not disclosed	Efficient operation of websites on the Internet	Not disclosed	Not disclosed
7/8/2015	SITO	Hipcricket	Mobile advertising	\$3.8	Not disclosed
6/25/2015	Not Disclosed	INVT	Mobile communications infrastructure and mobile handset market	4.0	2 patent families
6/10/2015	WILN	Funai	Microphone technologies	Not disclosed	Not disclosed
6/2/2015	WILN	Infineon	DRAMs, FLASH memories, semiconductor processes, semiconductor manufacturing, lithography, packaging, semiconductor circuitry and memory interfaces	\$33.0	Over 7,000 patents and applications
5/28/2015	WILN	Not disclosed	Automation of industrial facilities, including manufacturing plants and refineries	Not disclosed	Not disclosed
5/21/2015	WILN	Not disclosed	Technology that seamlessly transfers communications between Wi-Fi and cellular wireless networks	Not disclosed	Not disclosed
4/23/2015	MARA	Bridgestone Americas Tire Operations	Tire pressure monitoring sensors and systems	\$10.0	43 patents
4/9/2015	WILN	Not disclosed	Microscopy-related intellectual property for producing enhanced images	Not disclosed	Not disclosed
4/7/2015	FNJN	F-Secure	Cybersecurity	\$0.0	2 patents
3/31/2015	SITO	Not disclosed	Mobile communications/advertising offerings	\$0.2	Not disclosed
2/1/2015	PCO	Not disclosed	Not disclosed	\$2.0	Not disclosed
1/7/2015	WILN	ROHM	Power management in semiconductor devices and systems	Not disclosed	Not disclosed

Patent Acquisitions at a Two-year Low for Public PAEs

Chart 15: Number of Disclosed Patent Acquisitions by Sector

With the exception of the Consumer Electronics and PCs sector, patent acquisitions have been spread out relatively evenly between the other named sectors, with an average of seven total transactions per quarter. Also, since Q2 2014, there has been a falloff in E-commerce and Software patent acquisitions following the Supreme Court's *Alice* ruling.

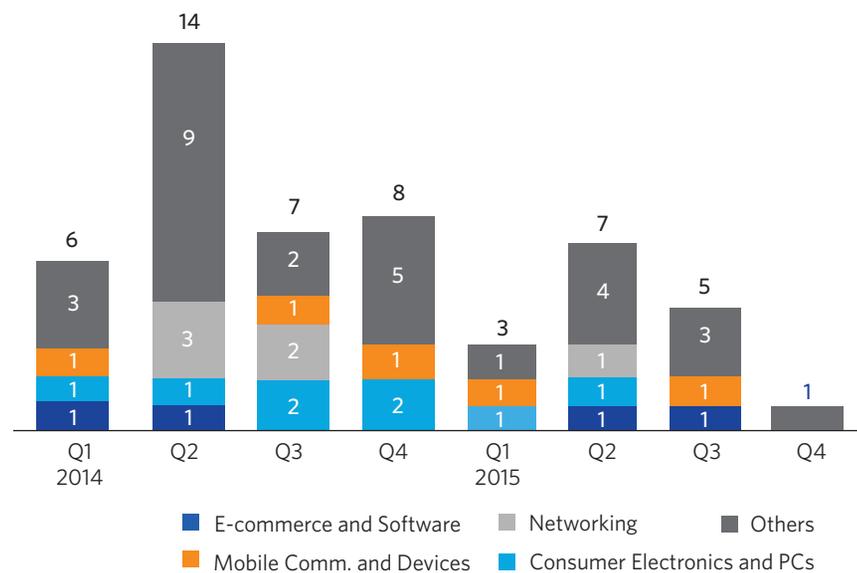
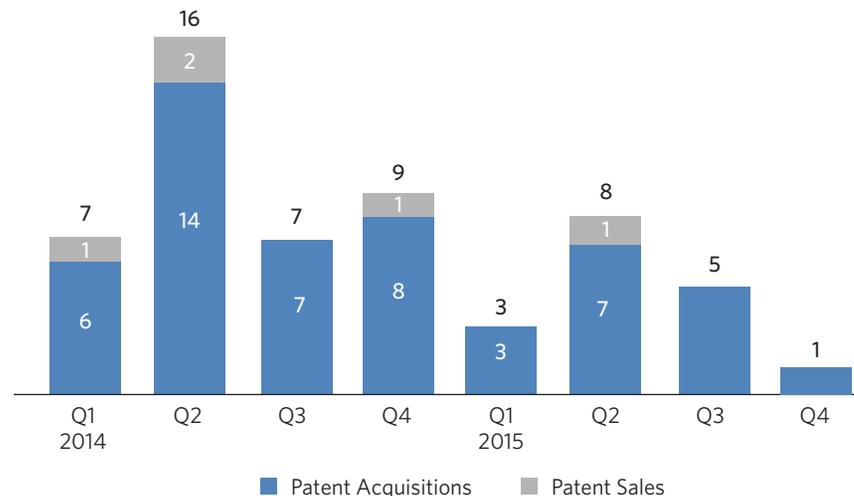


Chart 16: Number of Patent Transactions by Type

Public PAEs generally buy patents rather than sell them, with an average of seven total transactions per quarter.



Methodology Note:

Differences between Charts 17 and 18 as they relate to stock transactions are a result of company acquisitions wherein patents are included but are not the focus of the acquisition. They are given a value based on the allocation of the purchase price, but are not counted as an individual patent transaction.

Most Deals Funded by Cash

Chart 17: Capital Spent on Patents by Type—Total \$ Amount (\$USD M)

Public PAEs typically use cash to finance patent transactions. Since Q1 2014, public PAEs have spent an average of \$38 million per quarter on patents.

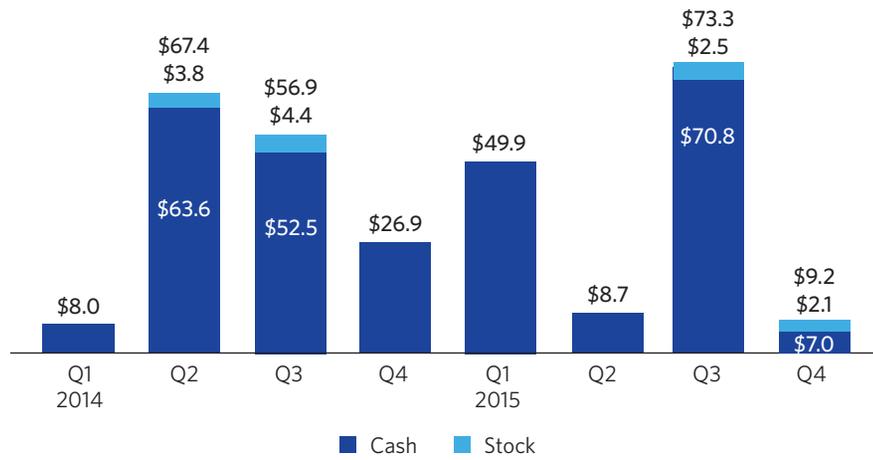
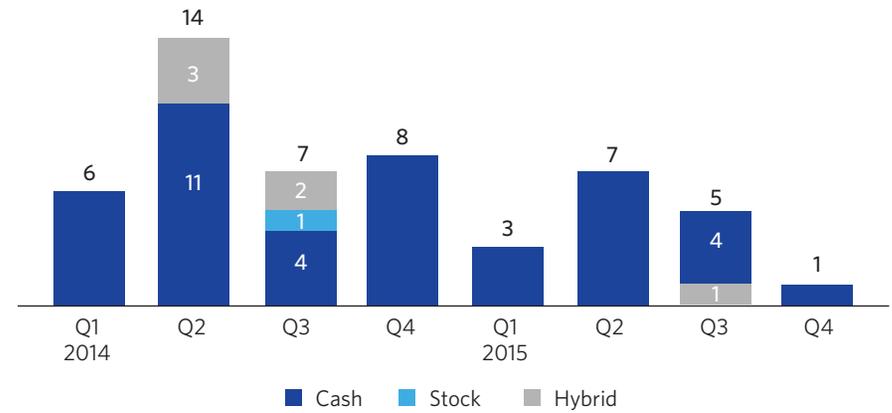


Chart 18: Capital Spent on Patents by Type—Total Count

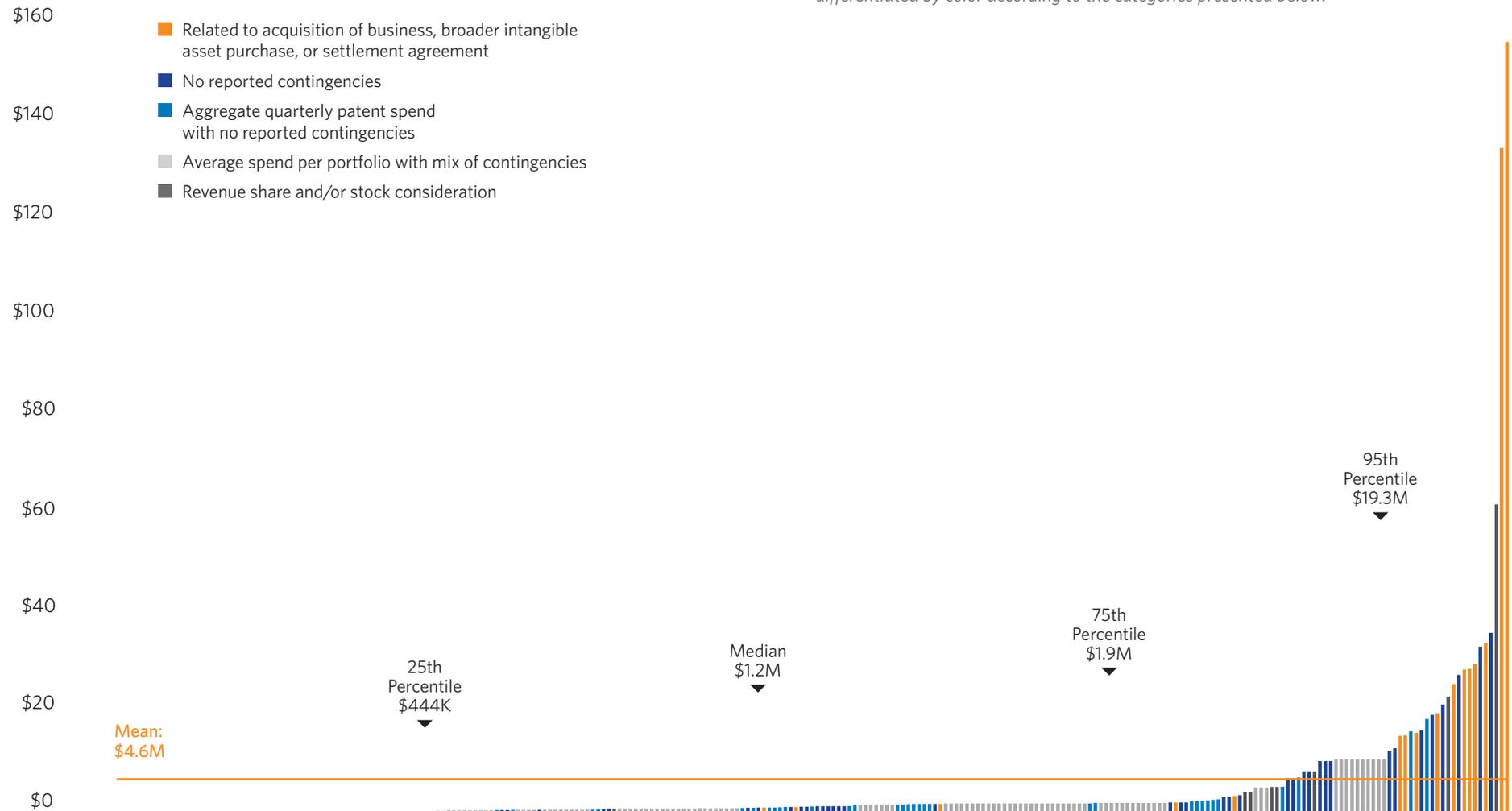
The majority of patent acquisitions have been funded with cash, with an average of six total patent acquisitions per quarter.



Guaranteed Purchase Prices of Public PAE Portfolio Acquisitions

Chart 19: Guaranteed Purchase Prices of Public PAE Portfolio Acquisitions (\$USD M)

Though there have been sizeable purchase prices for patent portfolios, the majority of recent purchase prices have been modest, hovering around \$1 million.



Methodology Note:

This chart displays all portfolio acquisitions, dating back to 2010, for the 23 public PAEs included in this report. For some transactions, the price was publicly disclosed and is identified here. For transactions where the price was not publicly disclosed, RPX took one quarter's acquisition spend and deemed it a single transaction. Finally, the transactions are differentiated by color according to the categories presented below.

Litigation Data

The following pages feature charts and highlights relating to public PAE litigation data.

New Public PAE Campaigns in Q4 2015

Public PAE	Campaign Name	Campaign Summary	Defendant(s) Named in Q4 2015	Number of Patents
Vringo, Inc.	Quantum Stream, Inc. (9,047,626)	In October 2015, Vringo subsidiary Quantum Stream Inc. filed its first and only infringement suit to date (1:15-cv-08240), accusing DirectTV of infringing two content distribution patents. DirectTV's content distribution systems that include server and consumer devices, including those targeting digital video advertisements to consumers, are the accused products. The patents-in-suit issued to Vringo subsidiary I/P Engine, Inc. in 2015, a few months before Quantum sued DirectTV. As of the date of this report, the case is in the early stages of litigation, and no dispositive motions have been filed. Lerner David Littenberg Krumholz & Mentlik LLP, a firm with offices in New Jersey, China, and Japan, represents Quantum in litigation.	DirectTV	2
Wi-LAN Inc.	Surgical Irrigation Technologies Inc. (6,162,194)	Wi-LAN subsidiary Surgical Irrigation Technologies Inc. launched its first and only campaign to date in October 2015, suing Hologic (8:15-cv-01624), Karl Storz Endoscopy (8:15-cv-01619), and Stryker (8:15-cv-01623) over a surgical irrigation patent. All three cases were dismissed with prejudice in January-February 2016. Procopio, Cory, Hargreaves & Savitch LLP represented Surgical Irrigation in its litigation campaign.	Hologic, Karl Storz Endoscopy, and Stryker	1
Wi-LAN Inc.	North Star Innovations Inc. (5,875,143)	Wi-LAN subsidiary North Star Innovations Inc. kicked off its first campaign in early November 2015 with a suit against Nanya Technology (1:16-cv-00118), accusing the company's semiconductor memory products of infringing a group of four former Motorola patents acquired from Freescale. In March 2016, North Star added Integrated Silicon Solution to the campaign (1:16-cv-00118), this time asserting a different group of former Motorola patents as well as one asserted in the Nanya case. Integrated Silicon's memory products are the accused products. As of the date of this report, both cases are active in initial pleadings, and no substantive motions have been filed. Farnan LLP represents North Star in litigation.	Nanya, Integrated Silicon Solution	8

New Public PAE Campaigns in Q4 2015

Public PAE	Campaign Name	Campaign Summary	Defendant(s) Named in Q4 2015	Number of Patents
Wi-LAN Inc.	North Star Innovations Inc. (9,001,899)	North Star Innovations Inc. initiated its second litigation campaign in late November 2015, suing Nippon Telegraph and Telephone (1:15-cv-01105), Polycom (1:15-cv-01106), and Vidyo (1:15-cv-01107) over a patent generally related to video processing. The defendants' high definition videoconferencing systems are the accused products. The patent-in-suit issued to Motorola; North Star acquired it from Freescale on October 2, 2015, together with over 1,200 patent assets. As of the date of this report, all three cases in this campaign are active in the District of Delaware. None of the defendants has filed an answer. The Simon Law Firm, P.C., which is based in St. Louis, Missouri, represents North Star in this campaign.	Nippon Telegraph and Telephone, Polycom, and Vidyo	1

Active Public PAE Campaigns Trending Down

Chart 20: Total New Campaigns per Quarter

On average, seven new campaigns have been initiated every quarter since Q1 2014.

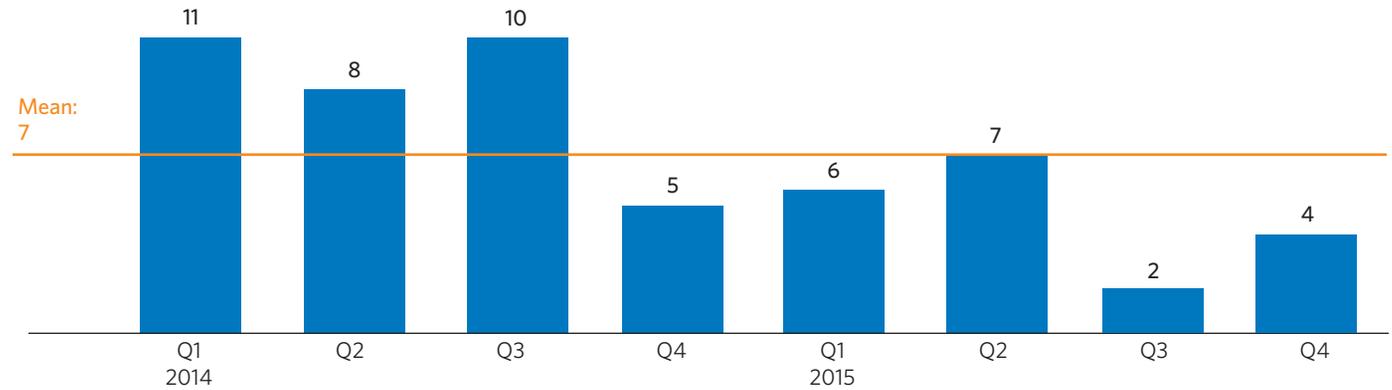
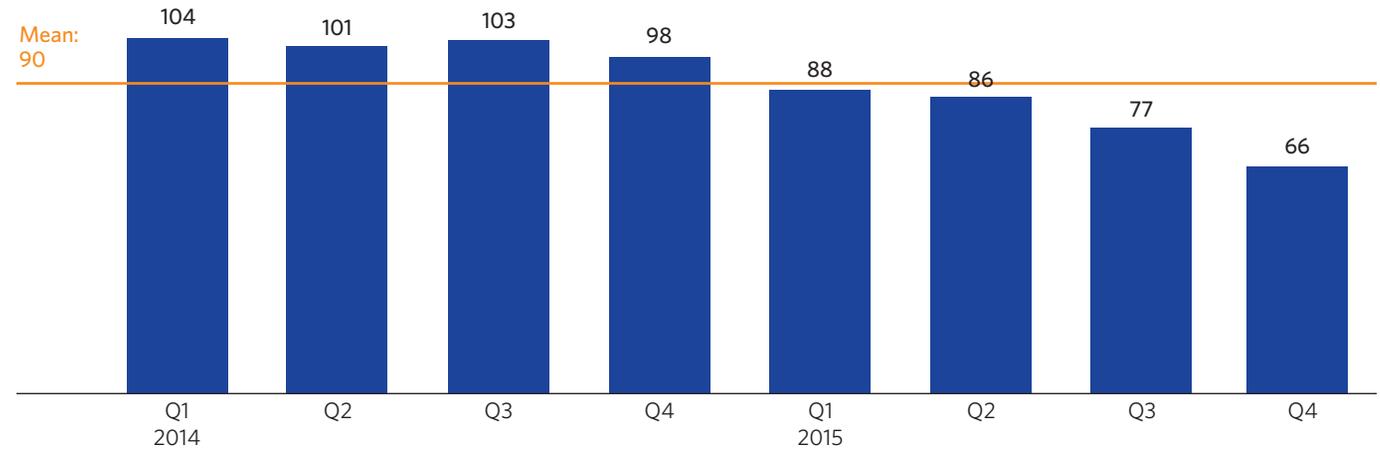


Chart 21: Total Active Campaigns per Quarter

The number of active campaigns has been trending down in recent quarters.



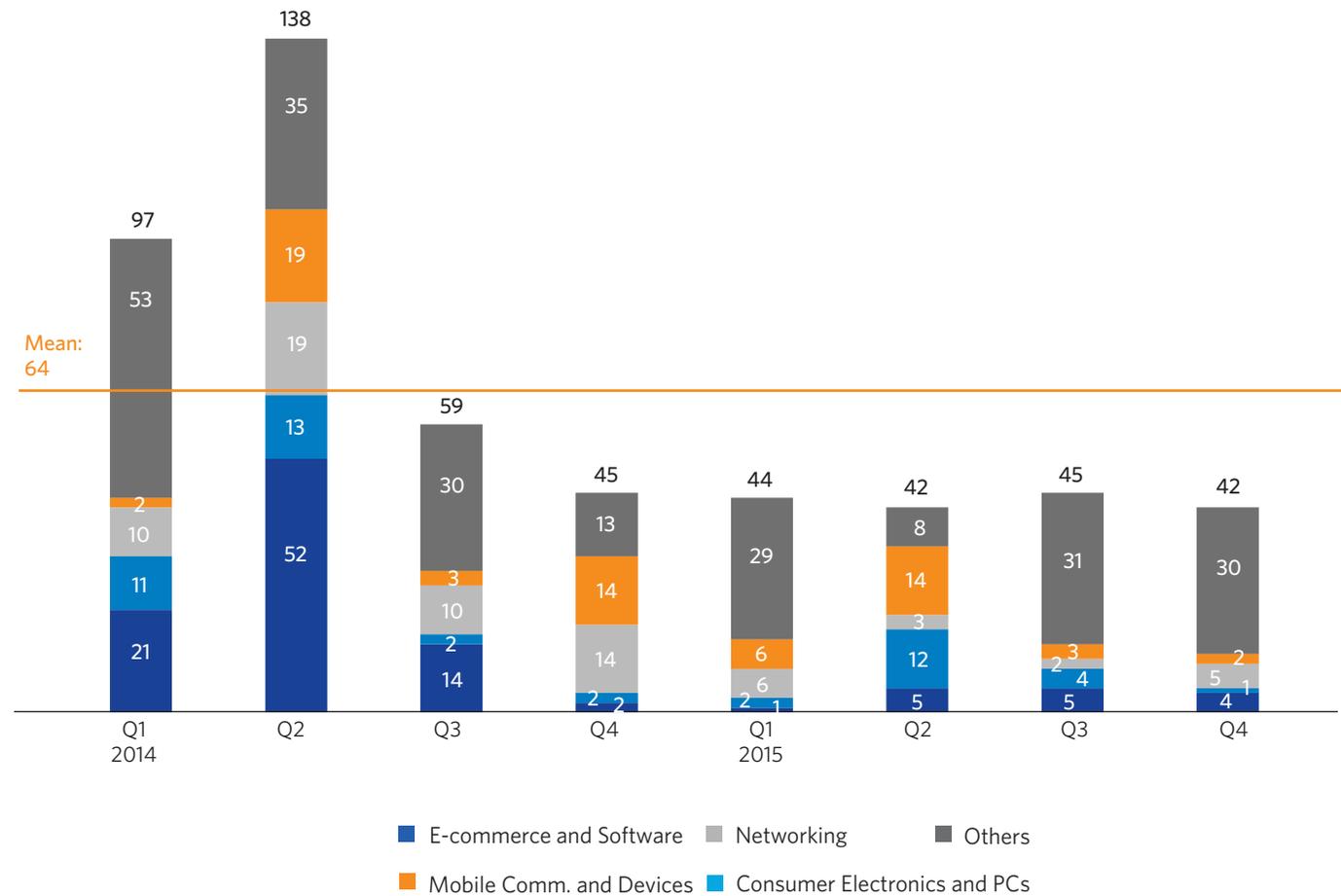
Public PAE Defendants Added at Two-year Low

Chart 22: Total Public PAE Defendants Added per Quarter

The number of total public PAE defendants added has been inconsistent quarter over quarter, with a high of 138 in Q2 2014. Recent quarters have been well below the historical mean.

Total Public PAE Defendants Added per Quarter by Sector

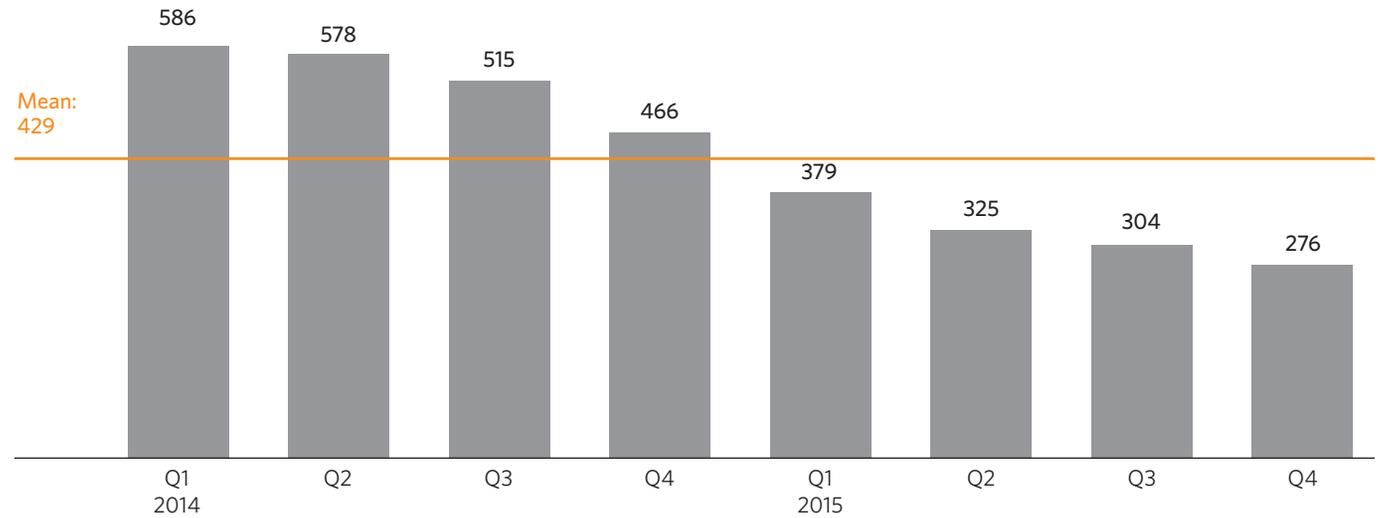
The Mobile Communications and Devices and the E-commerce and Software sectors have seen the most public PAE litigation activity. However, there has been a drop-off in the E-commerce and Software sector since Q2 2014, partly due to the Supreme Court *Alice* ruling on June 19, 2014.



Number of Active Defendants in Public PAE Litigation Has Been Decreasing

Chart 23: Total Active Defendants per Quarter

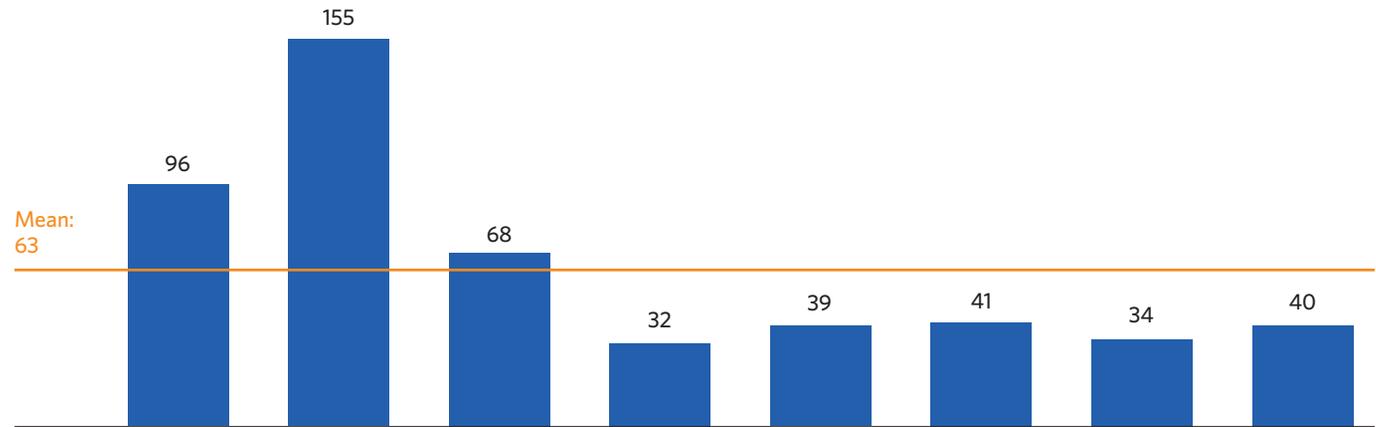
The average number of active defendants in public PAE litigation, per quarter and since Q1 2014, is 429. Recent quarters have seen slight declines.



Active Public PAE Cases Down Since Q2 2014

Chart 24: Public PAE Cases Filed per Quarter

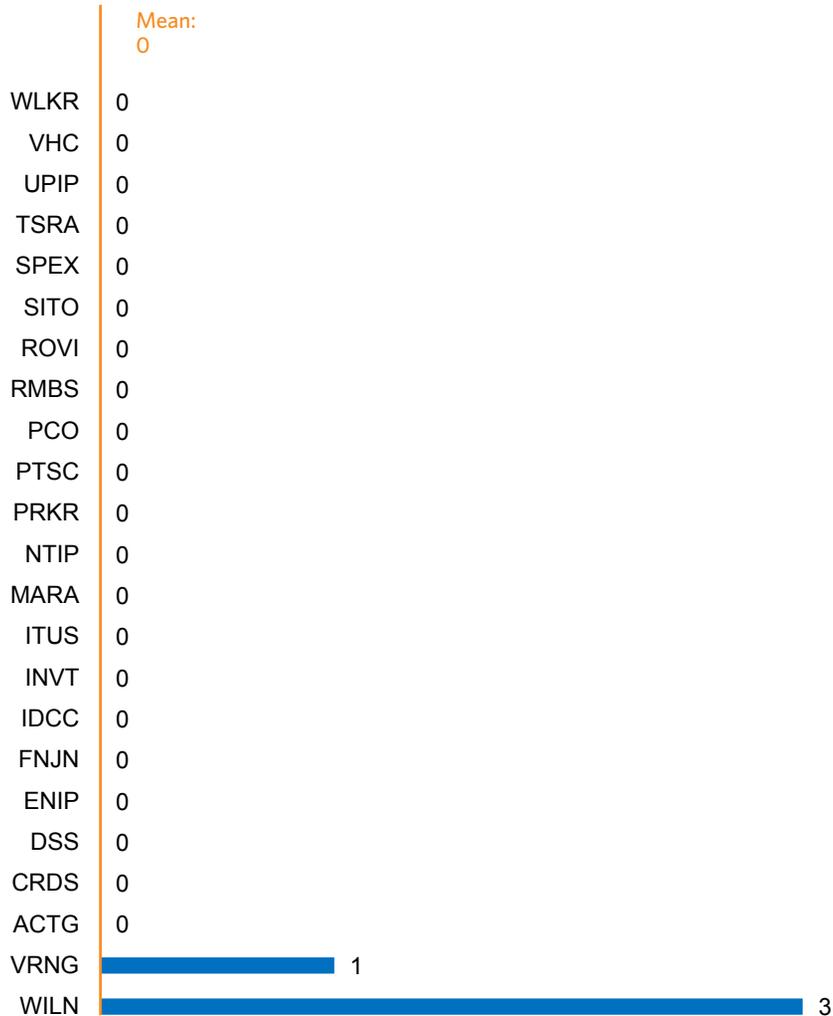
Public PAE cases filed per quarter is sporadic, with a high of 155 in Q2 2014 and a low of 32 in Q4 2014.



Low Campaign Activity in Q4 2015

Chart 25: Total Campaigns Filed in Q4 2015

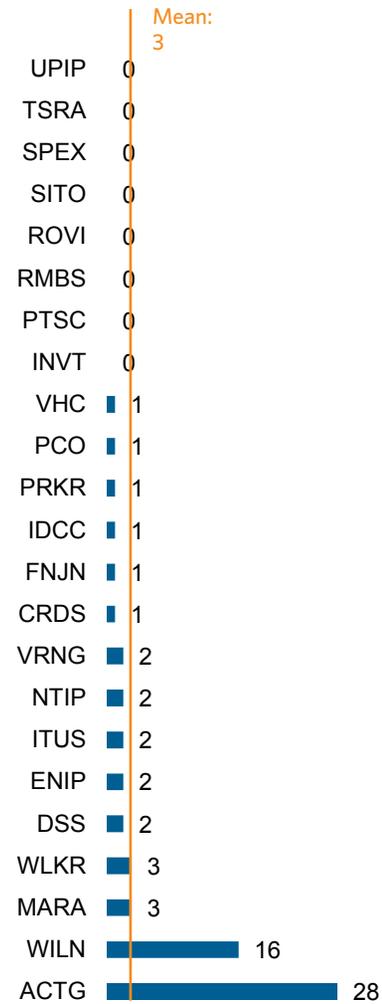
Vringo and Wi-LAN were the only public PAEs to initiate new campaigns in Q4 2015.



Acacia and Wi-LAN Have the Highest Number of Active Campaigns

Chart 26: Total Active Campaigns in Q4 2015

Acacia and Wi-LAN are the public PAEs that are most active in litigation, with a total of 44 active campaigns.



Profiles

The following pages feature overview information and detailed summaries of public PAEs studied in this report.

Overview

Company Name	Formation Type and Description	Primary Technologies
Acacia	Initial public offering in 1995	Consumer Electronics and PCs, E-commerce and Software, Media Content and Distribution, Medical, Mobile Communications and Devices, Networking
Crossroads Systems	First patent infringement case in September 2013	E-commerce and Software, Networking
Document Security Systems	Reverse merger (announced 10/2/12)	E-commerce and Software, Media Content and Distribution, Networking
Endeavor IP	Reverse merger (announced 5/13/13)	Mobile Communications and Devices
Finjan	Reverse merger (announced 6/3/13)	Web and Network Security
InterDigital	Initial public offering in 1981	Mobile Communications and Devices, Networking
Inventergy Global	Reverse merger (announced 12/13/13)	Consumer Electronics and PCs, Mobile Communications and Devices, Networking
ITUS	Began focusing on PAE activity in Q1 2013 (previously an operating company)	Consumer Electronics and PCs, E-commerce and Software, Mobile Communications and Devices
Marathon Patent Group	Reverse merger (announced 11/20/12)	E-commerce and Software, Mobile Communications and Devices, Networking
Network-1	Operating company with PAE activity (first PAE litigation in August 2005)	Networking, Consumer Electronics and PCs, Media Content and Distribution, E-commerce and Software
ParkerVision	First patent infringement case in July 2011 against Qualcomm	Mobile Communications and Devices, Semiconductors
Patriot Scientific	Entered into a joint venture agreement with Technology Properties Limited in June 2005 to commercialize its patented technologies	Consumer Electronics and PCs, Media Content and Distribution, Mobile Communications and Devices, Networking, Semiconductors
Pendrell	Began focusing on PAE activity second half of 2011 (previously an operating company)	Mobile Communications and Devices , E-commerce and Software

Company Name	Formation Type and Description	Primary Technologies
Rambus	Initial public offering in 1997 with core focus on product licensing	Semiconductors
Rovi	Operating company with PAE activity (first PAE litigation in 2007)	Digital entertainment
SITO	Operating company with PAE activity (first PAE litigation in February 2012)	Mobile search, commerce, advertising and streaming media
Spherix	Reverse merger (announced 2/22/13)	Mobile Communications and Devices
Tessera Technologies	Initial public offering in 2004	Semiconductors
Unwired Planet	Began focusing on PAE activity in May 2012 (previously an operating company)	Mobile Communications and Devices, E-commerce and Software
VirnetX	Reverse merger (announced 1/19/07)	Consumer Electronics and PCs, E-commerce and Software, Media Content and Distribution, Mobile Communications and Devices, Networking
Vringo	Reverse merger (announced 3/14/12)	E-commerce and Software
Walker Innovation	Reverse merger (announced 7/15/13)	Consumer Electronics and PCs, E-commerce and Software, Media Content and Distribution, Mobile Communications and Devices, Networking
Wi-LAN	PAE activity since 2007	Consumer Electronics and PCs, Mobile Communications and Devices, Networking

Profiles

Methodology Note:

“Reported Patent Count” refers to the number of patents or portfolios the PAE claims to hold; this count may differ from the number of patent assignments the PAE has recorded with the USPTO.

Acacia Research Corporation

Consumer Electronics and PCs, E-commerce and Software, Media Content and Distribution, Medical, Mobile Communications and Devices, Networking

Stock Price (as of 12/31/15)	\$4.29	Acacia Research Corporation is headquartered in Newport Beach, California. It was founded in 1993, went public in 1995, and began asserting patents in litigation in 2000. The PAE has at least 230 subsidiaries and 30 affiliates, only a small portion of which use the Acacia name. At the end of Q4 2015, Acacia announced the resignation of Matthew Vella as CEO. Also in the fourth quarter, Acacia disclosed license agreements with Alcatel-Lucent, C.R. Bard, Huawei, and Reflectix. It also reported entering into partnerships in 2015 with Renesas, VoiceAge, Silicon Image, Boston Scientific, Nokia Siemens Networks, Rambus, and Breed Automotive. As of March 2016, Acacia has	taken nine cases to trial, only one of which ended in the PAE's favor. Acacia lost two trials in Q4 2015. In November 2015, a Texas jury found that Reflectix did not infringe a group of four Promethean Insulation Technology LLC patents. The jury also concluded that the asserted claims of each of the patents-in-suit (which generally relate to thermal insulation) are invalid. In a December 2015 trial against Alcatel-Lucent, AT&T, Sprint, and Verizon (Cellco), a Texas jury found that the defendants did not infringe an Adaptix patent related to OFDMA-based broadband wireless networks.
Market Cap (\$USD M)	\$217.7		
52-week High	\$17.22		
52-week Low	\$3.82		
Cash (\$USD M)	\$145.9		
Debt (\$USD M)	\$0.0		
Employee Count	42		
Reported Patent Count	Over 200 portfolios		

Crossroads Systems, Inc.

E-commerce and Software, Networking

Stock Price (as of 12/31/15)	\$1.07	Crossroads Systems, Inc. is a former provider of data storage solutions and security. Founded in 1996 and headquartered in Austin, Texas, Crossroads reports owning more than 100 patents as of March 2016. In the fourth quarter of 2015, Crossroads announced that it had secured \$10M in financing to litigate its storage virtualization patent portfolio, an investment led by Techquity. In a press release, Crossroads reported that it used \$2.7M of the proceeds to retire its credit facility with a Fortress Credit affiliate and added the remaining \$7.3M to its cash balance to fund litigation-related expenses. According to the same press release, Crossroads has licensed	the 5,941,972 patent family to 51 companies for over \$60M. Six cases involving patents from the '972 patent family, filed against Cisco, Dot Hill, Huawei, Oracle, NetApp, and Quantum, are currently stayed pending inter partes review (IPR) of the patents-in-campaign.
Market Cap (\$USD M)	\$25.1		
52-week High	\$3.05		
52-week Low	\$0.95		
Cash (\$USD M)	\$11.8		
Debt (\$USD M)	\$0.0		
Employee Count	46		
Reported Patent Count	Over 100		

Document Security Systems, Inc.

E-commerce and Software, Media Content and Distribution, Networking

Stock Price (as of 12/31/15)	\$0.17	Document Security Systems, Inc. (DSS) operates through four segments, with DSS Technology Management, Inc. (DSS TM) primarily responsible for acquiring and/or developing patented technology for the purpose of monetizing those assets through various means, including litigation. DSS reportedly owns over 100 US patents, including former Bascom Research, BBN Corporation, Cypress, and Dongbu patents. Since October 2012, DSS has asserted a total of nine patents in litigation against more than 15 operating companies. In early 2015, a California judge tossed DSS's infringement suit against
Market Cap (\$USD M)	\$8.8	
52-week High	\$0.50	
52-week Low	\$0.15	
Cash (\$USD M)	\$1.7	
Debt (\$USD M)	\$7.8	
Employee Count	111	
Reported Patent Count	Over 100	

Facebook and LinkedIn and invalidated claims of four of its Bascom patents, leading to a \$37M impairment charge and a reported overhaul of the PAE's patent monetization strategies. As of March 2016, DSS has active cases against Samsung, SK Hynix, and Qualcomm; two cases against Apple and Intel are stayed pending IPR of the patents-in-suit.

Endeavor IP, Inc.

Mobile Communications and Devices

Stock Price (as of 12/31/15)	\$0.00	E Endeavor IP, Inc. is a development stage company engaged in the commercialization of IP assets. It is a Nevada corporation currently located at a residential address in Half Moon Bay, California. Prior to June 2012, it operated as a workplace ergonomic consultancy under the name Finishing Touches Home Goods Inc. Endeavor reportedly owns at least six patents, purchasing wireless network patents from Mesh Comm, LLC and energy monitoring system patents from Solid Solar Energy, Inc. Endeavor incorporated two subsidiaries to assert these patents: Endeavor MeshTech, Inc. and Endeavor Energy, Inc. Endeavor appears to have a single employee,
Market Cap (\$USD M)	\$0.1	
52-week High	\$0.02	
52-week Low	\$0.00	
Cash (\$USD M)	\$0.1	
Debt (\$USD M)	\$0.2	
Employee Count	1	
Reported Patent Count	6	

Franciscus Diaba, its CEO and Chairman. It has two other directors: Andrew Uribe, an executive with no prior experience in intellectual property acquisition or enforcement, and David Waldman, an investor relations consultant. Endeavor has filed nearly 30 infringement suits since July 2013, mostly through Endeavor MeshTech. In 2015, Endeavor IP announced that it had entered into settlement and license agreements with a number of defendants in the Endeavor MeshTech campaign, including Eaton Corporation, FreeWave Technologies, Mueller Systems, Schneider Electric, and Synapse Wireless.

Finjan Holdings, Inc.

Web and Network Security

Stock Price (as of 12/31/15)	\$1.15	Finjan Holdings, Inc. was formed in June 2013 as a result of a reverse merger of Finjan, Inc. with Converged Organics, a fertilizer company. The entity's primary business is to monetize the IP portfolio of Finjan, Inc., a former operating company that was founded in 1997 as an online security technology provider. M86 Security acquired Finjan, Inc.'s assets and business operations in 2009, but the company retained its IP portfolio. In 2013, Finjan appointed Phil Hartstein, formerly an IPNav vice president, as its CEO. Finjan and its subsidiaries have filed 13 infringement suits since 2006, mostly in 2013-2014. In August
Market Cap (\$USD M)	\$26.0	
52-week High	\$3.25	
52-week Low	\$1.14	
Cash (\$USD M)	\$6.1	
Debt (\$USD M)	\$0.0	
Employee Count	14	
Reported Patent Count	46	

2015, a jury in the Northern District of California awarded Finjan \$39.5M after a two-week patent infringement trial against Blue Coat. (Finjan is now seeking over \$7M in attorney fees from Blue Coat; a hearing on that matter will take place in late April 2016.)

InterDigital, Inc.

Mobile Communications and Devices, Networking

Stock Price (as of 12/31/15)	\$49.04	InterDigital, Inc. was founded in 1972 and went public in 1981.
Market Cap (\$USD M)	\$1,736.5	The NPE has at least 30 subsidiaries and a large patent portfolio, including over 200 US patents issued in 2014 alone;
52-week High	\$60.69	the patents primarily relate to mobile and networking technologies. In the fourth quarter of 2015, InterDigital
52-week Low	\$44.28	reported that it had reached a licensing agreement with Kyocera. Only one of InterDigital's US cases, filed against ZTE
Cash (\$USD M)	\$933.7	in 2013, remains active. Two trials have been held in that case:
Debt (\$USD M)	\$486.8	in one (held in October 2014, covering three patents), a jury found in favor of InterDigital. In a second trial covering a fourth
Employee Count	330	
Reported Patent Count	20,400	

patent (held in April 2015), a different jury sided with ZTE. In mid-March 2016, District Judge Richard Andrews denied ZTE's motion for judgment as a matter of law, or, in the alternative, a new trial with respect to two of the patents-in-suit. A decision on the motion with respect to a third patent has been postponed pending InterDigital's appeal of a 2015 decision issued by the International Trade Commission, ruling that a set of related patents were either not infringed or invalid.

Inventergy Global

Consumer Electronics and PCs, Mobile Communications and Devices, Networking

Stock Price (as of 12/31/15)	\$1.61	Inventergy Global launched in June 2013 and became a public entity through a reverse merger with eOn Communications Corp. on December 18, 2013. CEO Joe Beyers was formerly the head of IP licensing for HP, and Paul Roberts, the VP of IP licensing, was formerly at patent assertion entity Rovi. General Counsel Wayne Sobon was previously at Rambus. Beyers has repeatedly loaned Inventergy money since 2013, and in April 2015, the entity replaced its full-time CFO with a contract CFO to cut costs. According to USPTO records, the PAE has received patent assignments from a number of operating companies,
Market Cap (\$USD M)	\$6.8	
52-week High	\$9.40	
52-week Low	\$0.71	
Cash (\$USD M)	\$1.4	
Debt (\$USD M)	\$14.0	
Employee Count	15	
Reported Patent Count	755	

including Alcatel-Lucent, Huawei, Matsushita Electric Industrial Company, Nokia, and Panasonic. (As of March 2016, only one of Inventergy's cases, filed against Sonus in February 2016, remains active.)

ITUS Corporation

Consumer Electronics and PCs, E-commerce and Software, Mobile Communications and Devices

Stock Price (as of 12/31/15)	\$3.01	ITUS Corporation develops, acquires, licenses, and enforces patented technologies for the purposes of patent monetization and assertion. Formed in 1982, it was originally an operating company called Copytele, Inc. offering a line of encryption products. It began significant patent enforcement activity in early 2013, changing its name to ITUS in September 2014. The PAE reportedly holds over 100 patents and patent applications that it organizes into the following areas: Key Based Web Conferencing Encryption, Encrypted Cellular Communications, E-Paper Electrophoretic Display, Nano Field Emission Display
Market Cap (\$USD M)	\$26.3	
52-week High	\$8.95	
52-week Low	\$1.39	
Cash (\$USD M)	\$6.8	
Debt (\$USD M)	\$0.0	
Employee Count	6	
Reported Patent Count	8 portfolios	

(nFED), Micro Electro Mechanical Systems Display (MEMS), Loyalty Conversion Systems, J-Channel Window Frame Construction, VPN Multicast Communications, Internet Telephonic Gateway, and Enhanced Auction Technologies. (Only one of ITUS's cases remains active as of March 2016; in September 2015, the NPE's VPN Multicast Technologies LLC subsidiary filed suit against AT&T and Dimension Data for alleged infringement of a networking patent. The case is open in initial pleadings in the Northern District of Texas.)

Marathon Patent Group, Inc.

E-commerce and Software, Mobile Communications and Devices, Networking

Stock Price (as of 12/31/15)	\$1.60	American Strategic Minerals Corporation changed its name to Marathon Patent Group, Inc. in February 2013. It was incorporated in 2010 and is based in Alexandria, Virginia.	patents to 662. The deal (valuated at \$91M) fell through in February 2016.
Market Cap (\$USD M)	\$23.8		
52-week High	\$8.81	Marathon reports holding over 320 patents from various sources, including from individual inventors to Fortune 500 companies. Since 2008, the NPE has filed hundreds of cases against operating companies. In August 2015, Marathon and Uniloc Luxembourg SA announced an agreement to merge, reportedly bringing the combined total of active defendants to 119, trials on calendar through 2017 to 101, and portfolio of	
52-week Low	\$1.32		
Cash (\$USD M)	\$2.6		
Debt (\$USD M)	\$22.6		
Employee Count	9		
Reported Patent Count	327		

Network-1 Technologies, Inc.

Networking, Consumer Electronics and PCs, Media Content and Distribution, and E-commerce and Software

Stock Price (as of 12/31/15)	\$2.09	Network-1 Technologies, Inc. is a patent licensing firm, founded in 1990, that has filed almost 20 suits, together with subsidiary Mirror Worlds Technologies, LLC, since 2004. Network-1's two most active campaigns assert power-over-Ethernet and document streaming patents. The entity reportedly owns over 25 patents, all acquired from other sources, including some developed by Mirror Worlds prior to its acquisition. Network-1 has asserted only a handful of patents in litigation; it has not taken any case to trial. Most of Network-1's operating income comes from licensing the 6,218,930 patent, which has	purportedly generated \$70M since 2007. In May 2014, claims of the '930 patent emerged unscathed from an IPR initiated by Avaya, Dell, Sony, and HP. On appeal, the Federal Circuit upheld that ruling. In December 2015, in an ongoing case against Apple, a Texas judge barred the company from challenging the validity of another Mirror Worlds data patent (6,006,227) because it had been declared valid in a previous litigation between the same two parties.
Market Cap (\$USD M)	\$48.5		
52-week High	\$2.99		
52-week Low	\$1.49		
Cash (\$USD M)	\$21.7		
Debt (\$USD M)	\$0.0		
Employee Count	3		
Reported Patent Count	27		

ParkerVision, Inc.

Mobile Communications and Devices, Semiconductors

Stock Price (as of 12/31/15)	\$2.33	ParkerVision, Inc. claims that it designs, develops, and markets proprietary radio frequency (RF) technologies and products for use in semiconductor circuits for wireless communication products in the US. ParkerVision touts a three-part growth strategy for commercializing innovations that includes intellectual property licensing and/or product ventures, intellectual property enforcement, and product and component development, manufacturing, and sales. Current CEO Jeffrey L. Parker is a named inventor on several of the PAE's patents, which reportedly total over 300. The PTAB has instituted IPRs of several ParkerVision patents based on petitions filed by RPX,	leading to the cancellation of multiple patent claims. In July 2015, the Federal Circuit denied ParkerVision's attempt to reinstate a \$173M trial win against Qualcomm, which a district court judge had vacated in June 2014. The appeals court also denied a subsequent request for an en banc rehearing. ParkerVision has since filed a petition for a writ of certiorari; as of the date of this report, the Supreme Court has not announced whether it will review the decision.
Market Cap (\$USD M)	\$25.5		
52-week High	\$11.20		
52-week Low	\$1.46		
Cash (\$USD M)	\$2.0		
Debt (\$USD M)	\$0.0		
Employee Count	48		
Reported Patent Count	320		

Patriot Scientific

Consumer Electronics and PCs, Media Content and Distribution, Media Content and Distribution, Mobile Communications and Devices, Networking, Semiconductors

Stock Price (as of 12/31/15)	\$0.01	Patriot Scientific Corporation is based in Carlsbad, California and currently has only three employees, including a CFO who is also serving as an interim CEO. (The other two employees are directors.) Patriot, together with its subsidiaries Technology Property Limited LLC and Phoenix Digital Solutions LLC, has filed over 20 patent infringement suits since 2003; past defendants include Acer, Amazon, ASUS, Barnes & Noble, HTC, Huawei, Kyocera, NEC, Fujitsu, Samsung, Toshiba, and ZTE. In October 2013, a jury in the Northern District of California found that HTC infringed multiple claims of the PAE's 5,809,336	patent and awarded Patriot \$959K in damages. Patriot has not filed any new infringement litigation since 2012, and all of its cases have either terminated or been stayed for various reasons, including an ongoing International Trade Commission investigation related to the '336 patent. In October 2014, Patriot announced that it had retained Dominion Harbor Group to license its Moore Microprocessing patent portfolio, which includes the '336 patent.
Market Cap (\$USD M)	\$3.0		
52-week High	\$0.08		
52-week Low	\$0.00		
Cash (\$USD M)	\$4.1		
Debt (\$USD M)	\$0.0		
Employee Count	3		
Reported Patent Holding	5		

Pendrell Corporation

Mobile Communications and Devices, E-commerce and Software

Stock Price (as of 12/31/15)	\$0.50	Pendrell Corporation is a patent investment company that acquires both patents and patent holding entities. It has at least 25 known subsidiaries, several of which hold patents in their own names. The PAE began as an operating company named ICO Global and was involved in satellite communication through the 1990s and 2000s. In June 2011, the company renamed itself and began licensing efforts. Pendrell reports holding 1,200 patents and applications; its largest portfolio, held by ContentGuard Holdings, Inc., includes patents related to digital rights management (DRM). Others relate to media	content, networking, semiconductors, data storage/security, and wireless communication. ContentGuard Holdings is the only Pendrell subsidiary that has filed any patent infringement suits to date. Past defendants include Apple, Huawei, HTC, and Lenovo (Motorola Mobility). Active defendants include Amazon, AT&T (DirectTV), Google (Alphabet), and BlackBerry. In September 2015, a Texas jury found that Google and Samsung did not infringe a group of ContentGuard DRM patents, resulting in a \$103.5M impairment charge in the fourth quarter of 2015.
Market Cap (\$USD M)	\$134.3		
52-week High	\$1.71		
52-week Low	\$0.49		
Cash (\$USD M)	\$162.5		
Debt (\$USD M)	\$0.0		
Employee Count	16		
Reported Patent Holding	1,200		

Rambus, Inc.

Semiconductors

Stock Price (as of 12/31/15)	\$11.59	Rambus Inc. is a technology development and licensing company that was founded in 1990. Since 2000, Rambus has filed almost 30 suits involving more than 50 patents. The entity reportedly owns a portfolio of over 1,800 US patent assets, all of which relate to various aspects of semiconductor technology. Rambus also has an active licensing program for the technology that it develops. Rambus has secured substantial revenues from its patent enforcement programs, including a \$397M damages award against Hynix Semiconductor in March 2009 and a \$900M settlement with Samsung in January 2010. It has not	filed new litigation since 2010, but it sold a portfolio of patents to Acacia Research Corporation in 2013, some of which are now involved in an active campaign. In August 2015, Rambus announced that it would become, at least in part, a fabless chip company, hiring third parties to manufacture the chips that it designs.
Market Cap (\$USD M)	\$1,350.6		
52-week High	\$15.49		
52-week Low	\$9.86		
Cash (\$USD M)	\$287.7		
Debt (\$USD M)	\$159.5		
Employee Count	495		
Reported Patent Count	1,832		

Rovi Corporation
Digital Entertainment

Stock Price (as of 12/31/15)	\$16.66
Market Cap (\$USD M)	\$1,376.9
52-week High	\$26.44
52-week Low	\$8.01
Cash (\$USD M)	\$209.6
Debt (\$USD M)	\$992.7
Employee Count	1,100
Reported Patent Count	5,500

Rovi Corporation, formerly known as Macrovision Solutions Corporation, began as an operating company selling digital entertainment services. Since its rebranding in 2009, the entity has primarily focused on licensing its patent portfolio. According to SEC filings, Rovi owns over 5,000 patent assets and derives more than half of its revenue from licensing. Rovi has sued some entertainment and media streaming companies, including Amazon, Hulu, Lenovo, LGE, and Toshiba, but has not filed new litigation since 2013. In July 2015, a court in the

Northern District of California invalidated five patents asserted against Netflix on *Alice*-related grounds. With the court's dismissal of that action, Rovi does not currently have any active litigation. In 2015, Rovi renewed existing license agreements with both Sony and Time Warner Cable.

SITO Mobile, Ltd.
Mobile Search, Commerce, Advertising and Streaming Media

Stock Price (as of 12/31/15)	\$2.08
Market Cap (\$USD M)	\$35.7
52-week High	\$6.15
52-week Low	\$1.48
Cash (\$USD M)	\$2.6
Debt (\$USD M)	\$8.9
Employee Count	49
Reported Patent Count	22

SITO Mobile, Ltd., formerly Single Touch Systems, Inc., is an operating company that began monetizing its patents in 2012. SITO's mobile platform purportedly enables clients to send personalized messages and ads to customers based on their user preferences and purchase histories. SITO made a series of announcements in late 2014 that signaled a shift in its business model, including a \$10M credit facility and a \$1M equity investment received from Fortress Investment Group. The loan is secured by SITO's patent portfolio. In July 2015, SITO acquired the mobile advertising business from Hipcricket,

which filed for bankruptcy, and in August 2015, SITO announced that its stock would begin trading on the NASDAQ exchange. The company has asserted only three of its patents in litigation, in 2012 cases against Zoove (which settled following less than a year of litigation) and Hulu (dismissed without prejudice within four months of filing). According to a SITO press release, under an amended patent license agreement signed in the fourth quarter of 2015, SITO received a payment of \$550K from Zoove.

Spherix, Inc.
Mobile Communications and Devices

Stock Price (as of 12/31/15)	\$2.78
Market Cap (\$USD M)	\$7.1
52-week High	\$22.42
52-week Low	\$2.51
Cash (\$USD M)	\$3.5
Debt (\$USD M)	\$0.4
Employee Count	5
Reported Patent Count	Over 290

Spherix, Inc. began as a research company in 1967 and reportedly owns more than 290 patents and applications, including a portfolio acquired from Rockstar Consortium in July 2013. Many of its patents relate to various aspects of wireless communication and networking. Spherix began asserting patents in litigation in 2011, filing most of its cases in 2013 and 2014. In the fourth quarter of 2015, Spherix announced that it had settled its litigation against Huawei (filed by Spherix subsidiary NNPT, LLC) and dismissed a May 2015 suit filed against Cisco and Verizon. Spherix has no active cases as of the date of this report.

Tessera Technologies, Inc.

Semiconductors

Stock Price (as of 12/31/15)	\$30.01	Tessera Technologies, Inc. is an operating company that began asserting its patents in litigation in 2000. The former designer of semiconductor miniaturization technologies underwent a “turnaround campaign”, or shareholder intervention, led by Starboard Value LP in 2013, resulting in a new focus on patent monetization. As of March 2016, Tessera has at least 40 known subsidiaries and 11 subsidiaries. In August 2015, Tessera acquired Ziptronix, Inc., a semiconductor company with patent holdings of its own, as well as an ongoing patent case against OmniVision and TSMC. Tessera reports holding over 4,000 US
Market Cap (\$USD M)	\$1,531.6	
52-week High	\$43.71	
52-week Low	\$30.00	
Cash (\$USD M)	\$381.7	
Debt (\$USD M)	\$0.0	
Employee Count	264	
Reported Patent Count	4,036	

patents, more than 25 of which have been asserted by Tessera in litigation (mostly against chip manufacturers and companies that make and/or sell electronics that include semiconductor chips). Defendants have included Acer, AMD, Freescale, Hitachi, Motorola Mobility, Qualcomm, Spansion, and STMicro. In August 2015, a California state court confirmed an arbitration award of over \$125M to Tessera by Amkor for violation of a license agreement.

Unwired Planet, Inc.

Mobile Communications and Devices, E-commerce and Software

Stock Price (as of 12/31/15)	\$10.36	Unwired Planet, Inc., previously Openwave Systems, is an operating company turned PAE. In 2012, the entity announced that it would focus exclusively on the monetization and enforcement of its patent portfolio. Unwired Planet received a \$50M investment from Indaba Capital Fund in June 2013 to finance licensing efforts. William Marino, the CEO of Pragmatix, and Rich Chernicoff, past President of Tessera IP Corp., are among Unwired Planet’s board members. Boris Teksler, a former IP executive at several high tech companies (including HP and Apple), left Technicolor to join Unwired
Market Cap (\$USD M)	\$97.4	
52-week High	\$13.20	
52-week Low	\$6.48	
Cash (\$USD M)	\$68.1	
Debt (\$USD M)	\$32.2	
Employee Count	16	
Reported Patent Count	2,500	

Planet as CEO in June 2015. Unwired Planet reportedly holds over 2,100 patent assets, many of them acquired in a controversial deal with Ericsson, which the PAE says focus exclusively on mobile technologies. The entity has filed six infringement suits since 2009, asserting over 30 patents against defendants including Apple, Google, and Square. In the fourth quarter of 2015, Unwired Planet won a trial in the UK against Huawei and Samsung. The PAE has no active cases in the US as of the date of this report.

VirnetX, Inc.

Consumer Electronics and PCs, E-commerce and Software, Media Content and Distribution, Mobile Communications and Devices, Networking

Stock Price (as of 12/31/15)	\$2.57	VirnetX, Inc. develops and asserts security technology patents. At least 20 of VirnetX’s patents originated with Science Application International Corporation, a defense contractor that formerly employed VirnetX’s founders as well as its current CTO and Chief Scientist. Kendall Larsen is President and CEO; his prior experience includes a senior position at CIA contractor Phoenix Technologies. On the basis of regulatory filings, it appears that Larsen has used VirnetX shares as collateral for personal lines of credit. VirnetX has filed ten infringement suits since 2007 against companies including Apple, Cisco, and Microsoft. During the fourth quarter of 2015,
Market Cap (\$USD M)	\$136.3	
52-week High	\$8.09	
52-week Low	\$2.12	
Cash (\$USD M)	\$18.7	
Debt (\$USD M)	\$0.0	
Employee Count	20	
Reported Patent Count	Over 180	

the PTAB granted petitions for IPR of VirnetX’s 6,502,135 and 7,490,151 patents. Both patents, as well as two additional patents (7,418,504; 7,921,211) were at issue in a February 2016 trial against Apple, in which a Texas jury awarded VirnetX \$625M in damages. Apple has announced plans to appeal the decision.

Vringo, Inc.

E-commerce and Software

Stock Price (as of 12/31/15)	\$2.47
Market Cap (\$USD M)	\$27.8
52-week High	\$9.80
52-week Low	\$2.00
Cash (\$USD M)	\$25.0
Debt (\$USD M)	\$3.5
Employee Count	26
Reported Patent Count	Over 600

Vringo, Inc. is a PAE that merged with Innovate/Protect, itself a privately held PAE, in July 2012. The reverse merger resulted in the acquisition of a portfolio of patents that originated with Lycos as well as Innovate/Protect subsidiary I/P Engine. Vringo personnel include Andrew “Ken” Lang, CTO, formerly of Lycos, and David Cohen, Chief Legal and IP Officer, formerly of Nokia. The PAE has at least five known subsidiaries, only two of which (Vringo Infrastructure and I/P Engine) have been active in litigation. To date, Vringo has filed only four infringement suits in the US, asserting a total of three patents. All of those cases

have closed. In August 2014, the Federal Circuit invalidated two of Vringo’s patents litigated against AOL, Gannet, Google, IAC, and Target, reversing a 2012 jury verdict that ordered the defendants to pay I/P Engine \$30M. Vringo has been engaged in ongoing litigation outside the US, particularly against various international ZTE entities. However, in December 2015, the PAE announced that it had reached a settlement with ZTE for \$21.5M that will ultimately resolve all pending litigation between the parties.

Walker Innovation Inc.

Consumer Electronics and PCs, E-commerce and Software, Media Content and Distribution, Mobile Communications and Devices, Networking

Stock Price (as of 12/31/15)	\$0.22
Market Cap (\$USD M)	\$4.6
52-week High	\$2.70
52-week Low	\$0.19
Cash (\$USD M)	\$5.9
Debt (\$USD M)	\$0.0
Employee Count	17
Reported Patent Count	493

Walker Innovation Inc. is an inventor-controlled entity that formed in 2013 as a result of a reverse merger of Global Options Group with Walker Digital, LLC. Walker Innovation changed its name from Patent Properties, effective July 31, 2015. The entity is controlled by inventor and entrepreneur Jay Walker, the founder of Priceline. Walker Innovation reports holding nearly 500 patents, many, if not all of which, name Jay Walker as an inventor. They relate to a range of technologies, including authentication techniques, Internet searches and advertising, and online transactions. As of March 2016, Walker

Innovation itself has not filed any patent litigation; however, two of its subsidiaries, Walker Digital LLC and Inventor Holdings LLC, have collectively sued over 150 companies in more than 60 infringement suits, none of which is now active.

Wi-LAN Inc.

Consumer Electronics and PCs, Mobile Communications and Devices, Networking

Stock Price (as of 12/31/15)	\$1.33
Market Cap (\$USD M)	\$161.1
52-week High	\$2.88
52-week Low	\$0.94
Cash (\$USD M)	\$94.6
Debt (\$USD M)	\$28.0
Employee Count	47
Reported Patent Count	15,000

Wi-LAN Inc. is a Canadian PAE that began litigating its patents in 2007. It was established in 1992 as an operating company selling products and licensing its inventions. In 2006, after years of stagnant stock valuation, it became an assertion-only entity. Both Wi-LAN’s CEO, Jim Skippen, and its COO, Michael Vladescu, came from MOSAID (now Conversant IP). Wi-LAN reportedly made several bids to purchase MOSAID—an effort that eventually fell through in 2011. In June 2015, Skippen announced plans to retire. Wi-LAN has over 55 known subsidiaries, two of which launched a total of three new

litigation campaigns in the fourth quarter of 2015. Two of those campaigns assert patents acquired from Freescale in November 2015 deal that involved over 3,300 patents. Also in 2015, Wi-LAN acquired more than 7,000 Qimonda patents from Infineon Technologies and reportedly signed 45 patent license agreements and 11 partnership agreements.

About RPX

RPX Corporation (NASDAQ: RPXC) provides market-based and technology solutions to help corporate legal departments reduce the risk and costs associated with both patent litigation and legal discovery services. Our patent risk management services address NPE (non-practicing entity) patent litigation. Members of the RPX client network pay an annual fee that is calculated based on their net operating incomes. We then use this aggregated capital to acquire potentially problematic patents and rights from the pre-litigation market and out of active litigations before they can become a costly problem for our clients. RPX promises never to litigate or assert the patent assets it purchases.

In addition to our defensive patent acquisition service, RPX also facilitates syndicated transactions that include contributions from participating clients in addition to their annual subscription fees. Similar to other acquisitions, these syndicated deals are designed to efficiently share resources and collectively reduce litigation risk. And we offer unique NPE litigation insurance, written on A rated paper and backed by a Lloyd's underwriting syndicate. Further, RPX provides clients with in-depth industry data, market intelligence, and patent advisory services.

RPX subsidiary Inventus is a leading international discovery management provider focused on reducing the costs and risks associated with the discovery process through the effective use of technology solutions. Inventus has been providing litigation support services to corporate legal departments, law firms, and government agencies since 1991.

RPX has invested over \$2 billion to acquire more than 15,000 US and international patent assets and rights, achieved nearly 950 litigation dismissals, and prevented more than 4,000 NPE litigations from occurring. Since our founding in 2008, we have saved our clients more than \$3.2 billion in avoided NPE legal and settlement costs. The RPX network comprises more than 250 clients in sectors including automotive, consumer electronics and personal computing, E-commerce and software, financial services, media content and distribution, mobile communications, networking, and semiconductors.

Contacts

If you have questions about this report, please email reports@rpxcorp.com or contact your Client Relations or Client Development professional at RPX.



RPX Corporation
One Market Plaza
Steuart Tower, Suite 800
San Francisco, CA 94105
rpxcorp.com