

Calif. jury rejects Rambus antitrust claims

November 16 2011, By RACHEL METZ , AP Technology Writer

(AP) -- A California jury denied Rambus Inc. billions of dollars in damages as it determined that chip-makers Micron Technology Inc. and Hynix Semiconductor Inc. didn't conspire to fix prices of memory chips in order to hike the prices of products for which Rambus licenses the rights.

Rambus' stock sank 61 percent after losing its 7-year-old antitrust case in California Superior Court in San Francisco. Micron's stock rose 23 percent.

Rambus had argued that Micron and Hynix conspired to fix prices to hurt its business. Rambus, which makes most of its money by licensing its technologies to other companies for use in their products, had been seeking about \$4 billion in damages. If the jury had found in favor of the company, the award would have tripled under California law.

The jury determined Wednesday that Micron and Hynix did not conspire among themselves or with Infineon Technologies AG or Samsung Electronics Co. to fix prices and keep Rambus out of the market, as Rambus had alleged.

The jury also found that neither company conspired to harm Rambus' relationship with Intel Corp., the world's largest maker of computer chips.

In a statement, Rambus CEO Harold Hughes said the Sunnyvale, Calif.-based company is disappointed with the verdict.

"We do not agree with the several rulings that affected how this case was presented to the jury and we are reviewing our options for appeal," Hughes said.

Micron CEO Steve Appleton said his company is "very pleased" with the outcome. Hynix CEO O.C. Kwon said his company is "grateful" for the decision.

Rambus' stock fell by \$10.93 - more than half - to close Wednesday at \$7.11. It regained 19 cents after hours.

Micron's stock, meanwhile, jumped \$1.28, more than 23 percent, to \$6.74 in regular trading. It receded 20 cents to \$6.54 after hours. Micron is based in Boise, Idaho, while Hynix is in South Korea.

©2011 The Associated Press. All rights reserved. This material may not be published, broadcast, rewritten or redistributed.

Citation: Calif. jury rejects Rambus antitrust claims (2011, November 16) retrieved 20 April 2024 from <https://phys.org/news/2011-11-calif-jury-rambus-antitrust.html>

This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.