

## NOT FOR PUBLICATION

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MOLLY C. DWYER, CLERK U.S. COURT OF APPEALS

## UNITED STATES COURT OF APPEALS

## FOR THE NINTH CIRCUIT

GREENWICH INSURANCE COMPANY, a Delaware corporation,

Plaintiff-Appellee,

INDIAN HARBOR INSURANCE COMPANY, a Delaware corporation

Counter-defendant-Appellee.

v.

MEDIA BREAKAWAY, LLC, a Nevada limited liability company; and SCOTT RICHTER, an individual,

Defendants-Appellants,

No. 09-56347

D.C. No. 2:08-cv-00937-CAS-CT

MEMORANDUM\*

Appeal from the United States District Court for the Central District of California Christina Snyder, District Judge, Presiding

Argued and Submitted February 16, 2011 Pasadena, California

<sup>\*</sup> This disposition is not appropriate for publication and is not precedent except as provided by 9th Cir. R. 36-3.

Before: KLEINFELD, LUCERO,\*\* and GRABER, Circuit Judges.

The parties are familiar with the facts of this case, which we will not recite.

We need not reach the propriety of the district court's conclusion that the arbitration award was entitled to collateral estoppel effect. Regardless of whether full preclusion applies, the award and the underlying complaint provide a sufficient record to determine if summary judgment was appropriate. See Horace Mann Ins.

Co. v. Barbara B., 846 P.2d 792, 795-96 (Cal. 1993) (determination as to the duty to defend usually may be made based on a comparison of the terms of the policy and the allegations in the underlying complaint).

Greenwich had neither a duty to defend nor a duty to indemnify Media
Breakaway or Richter. Greenwich's policy contained two broadly worded
exclusions precluding coverage of intentional conduct or conduct resulting in illgotten profits. All allegations in the MySpace complaint, and all findings of
liability in the arbitration award, involved intentional conduct and wrongful

<sup>\*\*</sup> The Honorable Carlos F. Lucero, United States Circuit Judge for the Tenth Circuit, sitting by designation.

profits.<sup>1</sup> Neither the complaint nor the award suggests "any potential for liability under the policy." Horace Mann, 846 P.2d at 797. Likewise, the Indian Harbor policy was subject to similar exclusions and did not provide coverage. We therefore need not reach the question of whether California Insurance Code section 533 barred coverage.

Because the MySpace action did not give rise to a duty to defend, Greenwich and Indian Harbor are entitled to reimbursement based on reservations of rights in the Greenwich policy and Indian Harbor correspondence. See Scottsdale Ins. Co. v. MV Transp., 115 P.3d 460, 467 (Cal. 2005).

AFFIRMED.

Although the district court opined that the award made "some passing reference to some conduct that could be considered negligent," we review the grant of summary judgment de novo, see Lopez v. Smith, 203 F.3d 1122, 1131 (9th Cir. 2000) (en banc), and conclude the award involved no covered conduct.