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11	UNITED STATES	DISTRICT COURT	
12	NORTHERN DISTR	ICT OF CALIFORNIA	
13			
14		Case No. CV-10-1811-RS	
15	In Re Sony PS3 "Other OS" Litigation	NOTICE OF MOTION AND MOTION FOR ORDER: (1) COMPELLING	
16		DISCOVERY FROM DEFENDANT SCEA'S PARENT COMPANY; AND (2)	
17		ENTERING THE NORTHERN DISTRICT OF CALIFORNIA'S STANDARD	
18		STIPULATED PROTECTIVE ORDER;	
19		MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT THEREOF	
20		Date: February 9, 2011	
21		Date:Teordary 9, 2011Time:10:30 a.m.Judge:Magistrate Judge Edward M. Chen	
22		Courtroom: C, 15th Floor	
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		IOTION TO COMPEL; MPA IN SUPPORT REOF	
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## TO ALL PARTIES AND THEIR COUNSEL OF RECORD:

PLEASE TAKE NOTICE THAT on February 9, 2011 at 10:30 a.m., or as soon as
thereafter as the matter may be heard in this Court, Plaintiffs Anthony Ventura, Jonathan Huber,
Antal Herz, Jason Baker, and Elton Stovell (collectively "Plaintiffs") will and hereby do move
for an Order: (1) Compelling Discovery from Defendant Sony Computer Entertainment LLC's
("SCEA") Parent Company, and (2) Entering the Northern District of California's Standard
Stipulated Protective Order.

8 Plaintiffs' Motion is based on this Notice of Motion and accompanying Memorandum of
9 Points and Authorities, the Declaration of Rosemary M. Rivas ("Rivas Decl."), Plaintiffs'
10 Request for Judicial Notice, all other pleadings and matters of record in this case, and such other
11 evidence of which this Court may take judicial notice. A proposed order is included.

Pursuant to Fed. R. Civ. P. 26(c)(1) and Local Rule 37-1(a), Plaintiffs certify that they
have met and conferred in good faith with SCEA's counsel in an effort to resolve the dispute
without court involvement, but were unable to reach an agreement. The parties have met and
conferred in person, by telephone and through email on October 29, 2010, November 10, 2010,
November 15, 2010, November 23, 2010, and December 1, 2010 as set forth in the
accompanying Rivas Declaration.

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## MEMORANDUM OF POINTS AND AUTHORITIES

**STATEMENT OF ISSUES TO BE DECIDED (Local Rule 7-4(a)(3))** 

1. Whether Defendant Sony Computer Entertainment America ("SCEA"), which
 marketed and distributed the PlayStation 3 (designed and manufactured by SCEA's parent, Sony
 Computer Entertainment, Inc. ("SCEI")) is obligated to produce documents responsive to
 Plaintiffs' First Request for Production of Documents that are located in Japan and in its parent's
 possession, custody or control; and

25 2. Whether the Northern District of California's Standard Stipulated Protective
26 Order is appropriate for this class action case involving consumer claims for breach of warranty
27 and false advertising, among other things.

28

PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF CASE NO. CV-10-01811-RS

1	PRELIMINARY STATEMENT		
2	Defendant Sony Computer Entertainment America ("SCEA"), headquartered in		
3	California, is a wholly owned subsidiary of Sony Computer Entertainment, Inc. ("SCEI").		
4	SCEA has recently informed Plaintiffs that while it oversaw the marketing and distribution of the		
5	Sony PlayStation 3 ("PS3") throughout the United States and provided related customer support,		
6	its corporate parent, SCEI, is the entity that was responsible for the PS3's design, including the		
7	decision to add and then remove the PS3's "Other OS" function. As a result, SCEA has refused		
8	to produce responsive documents in this case, such as those relating to the decisions to include		
9	and later remove the "Other OS" feature, on the grounds that such information is within the		
10	possession, custody and control of its parent SCEI, which is located in Japan. At the same time,		
11	however, SCEA has asserted in its Motion to Dismiss and elsewhere that the Terms of Service		
12	governing the PS3 allowed it to remove this feature because of "security concerns." Plaintiffs		
13	have no way of disputing this assertion without related discovery and thus requested that SCEA		
14	produce documents from SCEI, as well. SCEA refused.		
15	As an initial matter, Plaintiffs dispute that SCEA does not have any documents itself		
16	related to this issue, but have no way of knowing as SCEA has not yet produced any documents		
17	in this case that it claims as "confidential." Nevertheless, SCEA would only agree to produce		
18	responsive documents on this issue that it claims are exclusively in the possession, custody and		
19	control of its parent, SCEI, if Plaintiffs would agree to forever waive their right to name SCEI as		
20	a defendant in this litigation. Plaintiffs responded that they could only agree to such a proposal if		
21	SCEA agreed that SCEI's conduct were imputed to SCEA; SCEA refused. SCEA's proposal is		
22	unacceptable in light of the authority in this district holding that a subsidiary who is a party must		
23	produce documents in its parent's possession if the relationship between the two suggests that the		
24	subsidiary has legal control of the documents as is the case here. Plaintiffs therefore seek an		
25	order from the Court that compels SCEA to produce documents responsive to Plaintiffs'		
26	discovery requests, regardless of whether that information is here or in Japan.		
27			
28	2		
	PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF CASE NO. CV-10-01811-RS		

1	Additionally, as noted, SCEA has refused to produce any "confidential" documents until	
2	the parties have reached an agreement on a stipulated protective order, despite Plaintiffs'	
3	agreement to maintain any documents that SCEA has produced "Attorneys' Eyes Only" in the	
4	interim until a stipulated protective order is entered. SCEA refuses to stipulate to the Northern	
5	District of California's Standard Stipulated Protective Order, but insists that the parties stipulate	
6	to the Northern District of California's Patent Model Protective Order. This is not a patent case,	
7	but a straight forward consumer case involving claims such as breach of warranty and false	
8	advertising.	
9	Accordingly, Plaintiffs must receive SCEA's documents before they can adequately	
10	prepare a motion for class certification. SCEA's refusal to produce responsive documents based	
11	on the claim that they are not in its possession, custody or control, or because a protective order	
12	has not been entered, is hindering Plaintiffs' discovery efforts and causing unnecessary motion	
13	practice. Accordingly, Plaintiffs respectfully request that the Court grant this motion.	
14	<b>PLAINTIFFS' MEET AND CONFER EFFORTS</b> <sup>1</sup>	
15	A. <u>Plaintiffs' Document Requests</u>	
16	Plaintiffs served their First Request for Production of Documents ("Document Requests")	
17	on September 8, 2010. Rivas Decl., ¶ 6. SCEA raised boilerplate objections to nearly all of the	
18	requests. Id. at Ex. C. The parties met and conferred about the Document Requests at an in-	
19	person meeting on October 29, 2010. Id. at ¶¶ 11-12. During the meet and confer, SCEA	
20	informed Plaintiffs that while it marketed and distributed the PS3 throughout the United States	
21	and provided customer support, its parent, SCEI, is the entity that was responsible for the PS3's	
22	design, including the decision that was made to subsequently remove the "Other OS" function.	
23	Id. at $\P$ 11. Thus, SCEA stated that it did not have documents responsive to Document Request	
24	Nos. 5-7, or 10-13. Rivas Decl., ¶ 11. Plaintiffs asked if SCEA would produce documents from	
25	SCEI. SCEA agreed to consider the request. Id. at Ex. H.	
26		
27 28	<sup>1</sup> The factual summary and procedural status of this case are set forth in Plaintiffs' Motion for Protective Order, filed concurrently herewith.	
20	PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF CASE NO. CV-10-01811-RS	

In a follow-up meet and confer letter dated November 10, 2010, Plaintiffs indicated that they were considering naming SCEI as a defendant or might move to compel if SCEA would not produce SCEI's documents. *Id.* at Ex. H. Plaintiffs also indicated that they might be willing to enter into a tolling agreement with SCEI whereby SCEI would not initially be named as a defendant and any potential statute of limitations would be tolled as of the date of the agreement. *Id.* 

7 During a telephonic meet and confer on November 15, 2010, SCEA stated that it would 8 be willing to enter into a stipulation whereby SCEA would agree to produce documents from its 9 parent SCEI, but that with regard to depositions, Plaintiffs would need to follow the appropriate 10 requirements for taking depositions in Japan under international discovery rules. Rivas Decl., ¶ 11 17. Plaintiffs asked SCEA to provide its proposal in writing. Id. After nearly three weeks of 12 repeated requests that SCEA provide its proposal in writing, SCEA finally provided a written 13 proposal on December 8, 2010. Id. at Ex. M. For the first time, however, SCEA was now 14 insisting that Plaintiffs forever waive their right to name SCEI as a defendant in this litigation in 15 exchange for SCEA agreeing to produce very limited discovery from SCEI related to two topics. 16 Id. Plaintiffs sent a counter proposal asking for full discovery of SCEI and for SCEA to agree 17 that SCEI's actions were imputed to it. SCEA rejected that counter proposal. Id. at Ex. N.

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## B. <u>The Protective Order</u>

19 Plaintiffs filed their Consolidated Class Action Complaint ("Complaint") on July 30, 20 2010. See Dkt. No. 76. Plaintiffs raised the issue of a stipulated protective order with SCEA's 21 counsel at the parties' in-person Rule 26(f) meeting on August 12, 2010. Rivas Decl., ¶ 2-4. 22 SCEA stated that it would send Plaintiffs a draft of a proposed protective order within one week, 23 and agreed to provide a redlined version of the Northern District of California's Sample 24 Stipulated Protective Order. Id. at  $\P$  4. SCEA did not provide a draft protective order as 25 promised. See id. at Ex. J. Two months later, during the parties' in-person meet and confer on 26 October 29, 2010, SCEA stated that it would not produce documents until the parties reached an 27 agreement on a protective order. Rivas Decl., ¶ 12. SCEA would not even agree to produce 28

PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF CASE NO. CV-10-01811-RS advertisements and other marketing materials that were publicly disseminated. SCEA promised
 again that it would send a draft protective order, but it did not. *See id.* at Ex. J. Plaintiffs
 suggested that if SCEA produced documents, it would maintain such documents confidential
 under the highest designation, "Attorneys' Eyes Only," until a protective order was entered by
 the Court. *Id.* at ¶ 12.

6 On November 8, 2010, SCEA sent Plaintiffs a draft based on the Northern District of 7 California's **Patent** Stipulated Protective Order. Rivas Decl., Ex. J. On November 10, 2010, 8 Plaintiffs explained in an email communication that given that this case is not a patent case, the 9 parties should adopt the Northern District's Standard Protective Order. Id. During the parties' meet and confer on November 15, 2010, Plaintiffs reiterated the same. Id. SCEA refused to 10 11 agree to the Northern District of California's Standard Protective Order and reiterated its position 12 that it would not produce "confidential" documents until Plaintiffs agreed to SCEA's proposed 13 protective order. Id.

I. <u>PLAINTIFFS ARE ENTITLED TO DISCOVERY FROM SCEA'S PARENT</u> <u>COMPANY</u>

ARGUMENT

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Under the Federal Rules of Civil Procedure, a party is required to produce documents 17 within its "possession, custody, or control." See Fed. R. Civ. P. 34(a). Control is defined as "the 18 legal right to obtain documents upon demand." See United States v. Int'l Union of Petroleum 19 and Indus. Workers, AFL-CIO, 870 F.2d 1450, 1452 (9th Cir.1989); Hill v Eddie Bauer, 242 20 F.R.D. 556, 560 (C.D. Cal. 2007). Thus, "[a] party responding to a Rule 34 production request 21 ... is under an affirmative duty to seek that information reasonably available to [it] from [its] 22 employees, agents, or others subject to [its] control." Eddie Bauer, 242 F.R.D. at 560 (internal 23 quotations omitted); A. Farber & Partners, Inc. v. Garber, 234 F.R.D. 186, 189 (C.D. Cal. 24 2006). 25

A subsidiary that is a party to a federal lawsuit may be required to produce documents that are in the possession of its nonparty parent corporation if the relationship between the

PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF CASE NO. CV-10-01811-RS

1	subsidiary and parent corporation suggests that the subsidiary has legal control of the documents.
2	See In re Citric Acid Litig., 191 F.3d 1090, 1107 (9th Cir. 1999). Control has been found to exist
3	where: (1) the subsidiary was an agent of the parent in the transaction giving rise to the lawsuit;
4	(2) the relationship is such that the agent-subsidiary can secure documents of the principal-parent
5	to meet its own business needs and the documents are helpful for use in litigation; (3) there is
6	access to documents when the need arises in the ordinary course of business; or (4) the
7	subsidiary was the marketer and servicer of the parent's product in the United States. See, e.g.,
8	Gerling Int'l Ins. Co. v. Commissioner, 839 F.2d 131, 140-41 (3d Cir. 1988) (cited with approval
9	in In re Citric Acid, 191 F.3d at 1108); Camden Iron and Metal, Inc. v. Marubeni America Corp.,
10	138 F.R.D. 438, 442 (D.N.J. 1991) ("Evidence considered by the courts [in considering whether
11	a subsidiary has control over documents] includes the degree of ownership and control exercised
12	by the parent over the subsidiary, a showing that the two entities operated as one, demonstrated
13	access to documents in the ordinary course of business, and an agency relationship.").
14	In their first set of document requests, Plaintiffs sought materials that SCEA indicated
15	would not be in its possession (such as documents related to the reasons for including and
16	subsequently disabling the Other OS feature), but in the possession of its parent company, SCEI,
17	in Japan. As SCEA has produced relatively scant documents until the protective order issues are
18	resolved, Plaintiffs are not in a position to determine where relevant materials may be physically
	resolved, Plaintiffs are not in a position to determine where relevant materials may be physically located, or what role SCEA, as opposed to SCEI, had in these issues. Plaintiffs are, however,
19	located, or what role SCEA, as opposed to SCEI, had in these issues. Plaintiffs are, however,
19 20	located, or what role SCEA, as opposed to SCEI, had in these issues. Plaintiffs are, however, entitled to production of these and other relevant materials whether they are here or in Japan.
19 20 21	located, or what role SCEA, as opposed to SCEI, had in these issues. Plaintiffs are, however, entitled to production of these and other relevant materials whether they are here or in Japan. One of the key issues in this case will be <i>why</i> SCEA/SCEI decided to remove the "other OS"
19 20 21 22	located, or what role SCEA, as opposed to SCEI, had in these issues. Plaintiffs are, however, entitled to production of these and other relevant materials whether they are here or in Japan. One of the key issues in this case will be <i>why</i> SCEA/SCEI decided to remove the "other OS" feature since SCEA contends that it was entitled to do so for security reasons under its TOS. <i>See</i>
<ol> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> </ol>	located, or what role SCEA, as opposed to SCEI, had in these issues. Plaintiffs are, however, entitled to production of these and other relevant materials whether they are here or in Japan. One of the key issues in this case will be <i>why</i> SCEA/SCEI decided to remove the "other OS" feature since SCEA contends that it was entitled to do so for security reasons under its TOS. <i>See</i> Defendant's Motion to Dismiss (Dkt. No. 97) at 22.

- 27 waived any right to name SCEI. Rivas Decl., Ex. M. SCEA's proposal is sufficient to
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demonstrate its ability to obtain documents upon demand from its parent, a not uncommon 1 2 finding in similar cases. See, e.g., Choice-Intersil Microsystems, Inc. v. Agere Systems, Inc., 224 3 F.R.D. 471 (N.D. Cal. 2004); Cooper Industries, Inc. v. British Aerospace, Inc., 102 F.R.D. 918, 4 919 (S.D. N.Y. 1984); United States v. Faltico, 586 F.2d 1267, 1270 (8th Cir.1978) (affirming 5 that parent/subsidiary corporate relationship constituted "control" over documents). Indeed, as 6 the party responsible for the marketing and sales in North America of the PS3 units that SCEI 7 designs and produces, it is only logical that SCEA would have the ability to request documents 8 about this product from SCEI.

9 This is consistent with similar findings in this District. In *Choice-Intersil*, Judge Larson 10 ordered an American subsidiary to produce documents held by its German-based parent. 224 11 F.R.D. 471 (N.D. Cal. 2004). The Court looked at several factors in finding that the subsidiary had access and control over the documents: the subsidiary was wholly-owned by the parent, the 12 13 subsidiary would have marketed the parent's product in North America if not for a change in 14 market conditions, the parent and subsidiary shared some databases, and "upon demand, [the 15 subsidiary] was able to obtain high-level documents from" the parent. Id. at 472-73. The facts 16 in this case closely mirror those in *Choice-Intersil*. SCEA is a subsidiary of SCEI, SCEA 17 markets SCEI's products (including the PS3), and SCEA has the ability to obtain documents 18 from SCEI as evidenced by its proposal.

SCEA's marketing relationship is particularly relevant to this analysis. When a subsidiary
markets the products of its parent, courts have found the subsidiary to control documents related
to those products held by the parent corporation. *See, e.g., Cooper Industries*, 102 F.R.D. at 91920. In *Cooper Industries*, a wholly–owned subsidiary was both a marketer and servicer of its
parent corporation's products. *Id.* The court held the subsidiary had control over the documents
requested because:

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The documents plaintiff seeks all relate to the [products] that defendant works with every day; it is inconceivable that defendant would not have access to these documents and the ability to obtain them for its usual business.

PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF CASE NO. CV-10-01811-RS

1	Cooper Industries, 102 F.R.D. at 919-920 (internal citations and footnotes omitted). The court		
2	continued:		
3	The documents and records that a corporation requires in the normal course of its business are presumed to be in its control		
4	unless the corporation proves otherwise. Any other rule would		
5	allow corporations to improperly evade discovery.		
6	Id.		
7	SCEA should not be able to evade discovery by arguing that the documents are located in		
8	Asia. Notably, this is not the first time that SCEA has been ordered to produce discovery on		
9	behalf of its corporate parent, SCEI. <sup>2</sup> In <i>Microunity Systems Engineering Inc., v. SCEA</i>		
10	Computer Entertainment America Inc., Case No. 2:05cv505 TJW (E.D. Tex.), the plaintiffs		
11	sought to compel SCEA to produce SCEI witnesses for depositions in the United States given		
12	that SCEA claimed a lack of knowledge about 30(b)(6) topics (similar to SCEA's claim, for		
13	example, that it has little or no relevant information about the addition or removal of the Other		
14	OS function). See Plaintiffs' Request for Judicial Notice ("RJN") filed concurrently herewith,		
15	Ex. 1, 2. The Court ordered SCEA to produce SCEI witnesses in California or pay all related		
16	expenses of taking those depositions in Asia. RJN, Ex. 3. Likewise, the fact the SCEI is located		
17	in Japan is of no moment. In Japan Halon Co. v. Great Lakes Chem. Corp., 155 F.R.D. 626,		
18	627-29 (N.D. Ind. 1993), the court criticized the party refusing to produce documents in the		
19	possession of its parent corporation because it claimed the parent did not legally exercise control		
20	over the subsidiary based on Japanese law. The court stated: "The tactics of some counsel in this		
21	case have the distinct odor of an effort to prolong the discovery disputes so as to undermine the		
22	trial date in this case" and then ordered the subsidiary to produce the documents within the		
23	possession of the parent corporation in Japan. <i>Id.</i> at 629. Accordingly, SCEA should be ordered		
24	to provide relevant discovery from SCEI including the production of documents that are		
25			
26	<sup>2</sup> Plaintiffs are not aware if similar orders have been issued in other cases against SCEA as most		
27	of these types of discovery decisions are unreported. Given SCEA's role as the US agent and marketer of SCEI's products, however, Plaintiffs would expect that SCEA has produced		
28	discovery from SCEI before.		
	PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF CASE NO. CV-10-01811-RS		

responsive to Plaintiffs' Document Requests whether such documents are located here or in
 Japan.

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## II. <u>THE NORTHERN DISTRICT OF CALIFORNIA'S STANDARD PROTECTIVE</u> ORDER IS APPROPRIATE FOR THIS CASE

Plaintiffs do not dispute that a protective order is needed to govern the production of 5 confidential information in this case. Plaintiffs do, however, disagree as to what terms should be 6 contained in any protective order. Plaintiffs requested that SCEA agree to the standard 7 protective order for this District. SCEA refused. As the proponent of stricter terms beyond those 8 contained in the model protective order, SCEA should have the burden here to justify any 9 additional layers of protection and should have sought a protective order against such production. 10 See, e.g., Phoenix Sol'ns. Inc. v. Wells Fargo Bank, N.A., 254 F.R.D. 568, 575 (N.D. Cal. 2008) 11 (noting that "[t]he burden of demonstrating the need for protection from discovery is placed on 12 the party seeking a protective order, not on the party opposing the order"); *Shared Memory* 13 Graphics, LLC v. Apple, Inc., No. C-10-2475 VRW (EMC), 2010 WL 4704420, at \*1 (Nov. 12, 14 2010) (Chen, J.) (same). Plaintiffs seek an order from this Court that requires SCEA to produce, 15 without further delay, documents that have been outstanding since October 8, 2010, subject to 16 Northern District of California's Standard Protective Order. 17

The Northern District of California offers two standard protective orders which "are 18 provided by the Court as model forms to which counsel may stipulate in a particular case."<sup>3</sup> The 19 Court provides a "standard" protective order and a "patent - highly sensitive" protective order. 20 The patent order is meant to apply to intellectual property cases. This is not a patent case 21 involving SCEA's competitors (such as Microsoft or Nintendo) and highly confidential business 22 secrets that SCEA would not want them to see. Accordingly, there is minimal risk of "misuse of 23 trade secrets by competitors." See Brown Bag Software v. Symantec Corp., 960 F.2d 1465, 1470 24 (9th Cir. 1992). Nevertheless, SCEA has demanded that Plaintiffs stipulate to the patent 25

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- 27 <sup>3</sup>http://www.cand.uscourts.gov/cand/form.nsf/7813fd3053452aef88256d4a0058fb31/5e428ee77b
   28 <sup>9</sup>

PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF CASE NO. CV-10-01811-RS

1	protective order before SCEA will produce <i>any</i> confidential materials. <i>See</i> Rivas Decl. ¶12, Ex.	
2	J. <sup>4</sup> . Under SCEA's proposed order, Plaintiffs are also required to disclose to SCEA any potential	
3	consultants or experts to whom Plaintiffs might want to show materials that SCEA has	
4	designated as "highly confidential," as well as detail which documents those are. See id., Ex. J	
5	(SCEA's Proposed Order) at ¶7.4(a). Further, the named Plaintiffs are not allowed to view	
6	highly confidential designated materials. Id. at ¶7.3. SCEA also inserted several additional	
7	unacceptable provisions, including altering timelines appearing in the model order and restricting	
8	statements made in open court. See, e.g., id. at ¶¶3.1, 6.3.	
9	To justify the provisions in dispute, SCEA must provide case-specific reasoning showing	
10	why these provisions are required to avoid harm in this case. Cf. Beckman Indus. v.	
11	International Ins. Co., 966 F.2d 470, 476 (9th Cir. 1992) ("Broad allegations of harm,	
12	unsubstantiated by specific examples or articulated reasoning, do not satisfy the Rule 26(c)	
13	test.") (internal quotation omitted); see also Foltz v. State Farm Mut. Auto. Ins. Co., 331 F.3d	
14	1122, 1130 (9th Cir. 2003) ("A party asserting good cause bears the burden, for each particular	
15	document it seeks to protect, of showing that specific prejudice or harm will result if no	
16	protective order is granted") (internal citations omitted). SCEA has not met its burden to justify	
17	the onerous terms it has proposed. This Court has recognized that "courts have viewed with	
18	disfavor blanket protective orders untethered to the good cause standard." Medtronic Vascular,	
19	Inc. v. Abbott Cardiovascular Sys., Inc., C-06-1066 PHJ EMC, 2007 WL 4169628, *2. (N.D.	
20	Cal. Nov. 20, 2007). Indeed, this Court held in <i>Medtronic Vascular Inc.</i> that even if the parties	
21	had stipulated to a protective order designating documents as "confidential" and "highly	
22	confidential," a party must still meet its burden to show good cause why a document is so	
23		
24		
25		
26	<sup>4</sup> Notably, Plaintiffs agreed to abide by the most restrictive terms possible and treat all SCEA documents as "Attorneys Eyes Only" that would not be shared with any outside experts or	
27	consultants until this issue was resolved. SCEA refused to agree. Thus, to date, SCEA has only produced publicly available, non-confidential documents to Plaintiffs documents requests served	
28	in September 2010.	
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1	designated. <i>Medtronic Vascular Inc.</i> , 2007 WL 4169628, at *2 (granting defendant's motion to
2	de-designate plaintiff's "confidential documents" due to plaintiff's failure to show good cause).
3	The only issue SCEA has raised in its correspondence with Plaintiffs as supporting the
4	need for the "patent" protective order is that at some unspecified future date, SCEA may have to
5	produce allegedly highly confidential "source code" because Plaintiffs assert in their Complaint
6	that alternatives to disabling the "Other OS" function existed. See Rivas Decl., Ex. J. This is a
7	red herring. Plaintiffs have not requested SCEA's source code. If Plaintiffs decide that they
8	<i>might</i> need such code in the future, the standard protective order easily allows for a party to seek
9	modification and Plaintiffs suggested to SCEA that they could address this issue at that time.
10	See id., Exs. J, L. SCEA's protests at this time are simply "broad, conclusory allegations of
11	harm." Medtronic Vascular, Inc., 2007 WL 4169628, at *2 (citing Charles O. Bradley Trust v.
12	Zenith Capital LLC, No. C-04-2239 JSW (EMC), 2006 WL 798991, *1 (N.D.Cal. Mar. 24,
13	2006).
14	As Plaintiffs' experts and consultants will be bound to use any confidential discovery
15	only for purposes of this litigation pursuant to the Northern District's Standard Stipulated
16	Protective Order, there is also no need for SCEA to have advance knowledge of which experts
17	Plaintiffs have retained, what otherwise undisclosed consultants Plaintiffs might use, and which
18	documents Plaintiffs intend to show them in preparation of Plaintiffs' case. <i>Miller v. NTN</i>
19	Communs., Inc., No. 97cv1116-BTM (JAH), 1998 U.S. Dist. LEXIS 13753, *8 (S.D. Cal. July
20	23, 1998) (rejecting request for protective order requiring prior-notification provision because
21	"[d]isclosure of the identity of plaintiffs' potential non-testifying experts may lessen the number
22	of candid opinions available as well as the number of able consultants willing to discuss" the
23	case). <sup>5</sup>
24	
25	
26	<sup>5</sup> Plaintiffs also requested that SCEA stipulate to a standard order covering expert disclosures. SCEA also refused. Nevertheless, the amendments to the Federal Rules which went into effect
27	December 1, 2010, address this issue and protect communications and drafts shared between counsel and experts. Fed. R. Civ. P. 23.
28	11
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<ol> <li>Plaintiffs will be prejudiced if they are required to disclose expert</li> <li>particular, the documents these experts viewed) and if they are required to</li> <li>consultants at all. It may be appropriate to impose the expert disclosure a</li> <li>in contentious IP litigation where competing companies' highly confiden</li> </ol>		
3 consultants at all. It may be appropriate to impose the expert disclosure a	o disclose non-testifying	
4 in contentious IP litigation where competing companies' highly confiden	and approval procedures	
	tial, technological trade	
5 secrets will be exposed, but that is simply not the case in this straightforw	vard, consumer class	
6 action based on SCEA's misrepresentations. SCEA has delayed its disco	overy obligations long	
7 enough and the provisions related to disclosure of confidential information	on in this District's	
8 standard protective order more than adequately addresses any of SCEA's	concerns. See Rambus,	
9 <i>Inc. v. Nvidia Corp.</i> , C 08-3343 SI, 2009 WL 982123, *1 (N.D. Cal. Apr.	. 13, 2009) (in order to	
0 prevent delay in entering protective order, court ordered the parties to file	e a proposed protective	
1 order based on the model protective order without any of defendant's pro	posed changes).	
2 Plaintiffs respectfully request that the Court compel SCEA to pro-	duce confidential	
3 materials subject to the Northern District of California's Standard Protect	tive Order.	
4 <u>CONCLUSION</u>		
5 Based on the foregoing, Plaintiffs respectfully request that the Co	urt grant this motion.	
6 Dated: December 15, 2010 Respectfully Submitted,		
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8 //s/ James A. Quadra		
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THEREOF	PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; MPA IN SUPPORT THEREOF	
CASE NO. CV-10-01811-RS		
6 7 8 9 0 1 2 3 4 5 6 7 2 3 4 5 6 7	secrets will be exposed, but that is simply not the case in this straightforv action based on SCEA's misrepresentations. SCEA has delayed its disco enough and the provisions related to disclosure of confidential informatic standard protective order more than adequately addresses any of SCEA's <i>Inc. v. Nvidia Corp.</i> , C 08-3343 SI, 2009 WL 982123, *1 (N.D. Cal. Apr prevent delay in entering protective order, court ordered the parties to file order based on the model protective order without any of defendant's pro Plaintiffs respectfully request that the Court compel SCEA to pro materials subject to the Northern District of California's Standard Protect <u>CONCLUSION</u> Based on the foregoing, Plaintiffs respectfully request that the Co Dated: December 15, 2010 Respectfully Submitted, <u>CALVO &amp; CLARK, LLP</u> /s/ James A. Quadra James A. Quadra Rebecca Coll One Lombard Street, Secon San Francisco, California 9- Telephone: 415-374-8373 Dated: December 15, 2010 <b>FINKELSTEIN THOMPS</b> /s/ Rosemary M. Rivas Tracy Tien 100 Bush Street, Suite 1450 San Francisco, California 9- Telephone: 415-398-8700 12 PLAINTIFFS' NOTICE OF MOTION & MOTION TO COMPEL; 1 THEREOF	

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		MOTION TO COMPEL; MPA IN SUPPORT EREOF
		ZV-10-01811-RS

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20	
21	I, Rosemary M. Rivas, am the ECF user whose ID and password are being used to file
22	this MOTION FOR ORDER: (1) COMPELLING DISCOVERY FROM DEFENDANT SCEA'S
23	PARENT COMPANY; AND (2) ENTERING THE NORTHERN DISTRICT OF
24	CALIFORNIA'S STANDARD STIPULATED PROTECTIVE ORDER. In compliance with
25	General Order 45, X.B., I hereby attest that James A. Quadra and James Pizzirusso have
26	concurred in this filing.
27	
28	14
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