

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27

UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA

SECURITIES AND EXCHANGE COMMISSION,

Plaintiff,

v.

ERIK K. BARDMAN,

and

JENNIFER F. WOLF,

Defendants.

Case No. 3:16-cv-02023-JST

STIPULATED PROTECTIVE ORDER

Pursuant to Federal Rule of Civil Procedure 26(c), the parties hereby stipulate to and petition the Court to enter this Stipulated Protective Order. The Court enters this Protective Order to ensure the confidentiality of certain information that has been and will be produced and disclosed in discovery in this action. The parties acknowledge that this Protective Order does not confer blanket protections on all disclosures or responses to discovery and that the protection it affords from public disclosure and use extends only to the limited information or items that are entitled to confidential treatment under the terms of this Protective Order.

1 2. DEFINITIONS

2 2.1 Confidential Business Information: As used in this Protective Order, the term
3 “Confidential Business Information” shall mean any documents or other information containing
4 trade secrets or other confidential or proprietary research, development, or commercial
5 information.

6 2.2 Party: Any party to this action (including its employees) or any counsel
7 (including counsel’s employees) to such party (collectively, the “Parties”).

8 2.3 Non-Party: Any natural person, partnership, corporation, association, or other
9 legal entity not named as a Party to this action.

10 2.4 Producing Party: A Party or Non-Party that produces disclosure or discovery
11 material in this action.

12 2.5 Designating Party: A Party or Non-Party that designates information or items
13 that it produces in disclosures or in responses to discovery as Confidential Business
14 Information.

15 2.6 Receiving Party: A Party that receives disclosure or discovery material from a
16 Producing Party.

17 2.7 Challenging Party: A Party or Non-Party that challenges the designation of
18 information or items as Confidential Business Information under this Protective Order.

19 2.8 Protected Material: Any disclosure or discovery material designated as
20 Confidential Business Information.

21 3. SCOPE

22 The protections conferred by this Stipulation and Order cover not only Protected
23 Material (as defined above), but also (1) any information copied or extracted from Protected
24 Material; (2) all copies, excerpts, summaries, or compilations of Protected Material; and (3) any
25 testimony, conversations, or presentations by Parties or their Counsel that might reveal
26 Protected Material. However, the protections conferred by this Stipulation and Order do not
27 cover the following information: (a) any information that is in the public domain at the time of

1 disclosure to a Receiving Party or becomes part of the public domain after its disclosure to a
2 Receiving Party as a result of publication not involving a violation of this Order, including
3 becoming part of the public record through trial or otherwise; and (b) any information known to
4 the Receiving Party prior to the disclosure or obtained by the Receiving Party after the
5 disclosure from a source who obtained the information lawfully and under no obligation of
6 confidentiality to the Designating Party. Any use of Protected Material at trial shall be
7 governed by a separate agreement or order.

8 4. DURATION

9 Even after the Final Disposition of this litigation, the confidentiality obligations
10 imposed by this Protective Order shall remain in effect unless the Parties agree otherwise in
11 writing or a court order otherwise directs. Final disposition shall be deemed to be the later of
12 (1) dismissal of all claims and defenses in this action, with or without prejudice; and (2) final
13 judgment herein after the completion and exhaustion of all appeals, rehearings, remands, trials,
14 or reviews of this action, including the time limits for filing any motions or applications for
15 extension of time pursuant to applicable law.

16 5. DESIGNATING CONFIDENTIAL BUSINESS INFORMATION

17 5.1 Exercise of Restraint and Care in Designating Material for Protection. Each
18 Party or Non-Party that designates information or items for protection as Confidential Business
19 Information under this Protective Order must take care to limit any such designation to specific
20 material that qualifies under the appropriate standards. The Designating Party must designate
21 for protection as Confidential Business Information only those parts of material, documents,
22 items, or oral or written communications that qualify – so that other portions of the material,
23 documents, items, or communications for which protection is not warranted are not swept
24 unjustifiably within the ambit of this Protective Order. Mass, indiscriminate, or routinized
25 designations are prohibited. Designations that are shown to be clearly unjustified or that have
26 been made for an improper purpose (*e.g.*, to unnecessarily encumber or retard the case
27 development process or to impose unnecessary expenses and burdens on other parties) expose

1 the Designating Party to sanctions. If it comes to a Designating Party’s attention that
2 information or items that it designated for protection as Confidential Business Information do
3 not qualify for protection, that Designating Party must promptly notify all other Parties that it is
4 withdrawing the mistaken designation.

5 5.2 Manner and Timing of Designations as Confidential Business Information.

6 Material that qualifies for protection as Confidential Business Information under this Order
7 may be so designated at any time. Designation in conformity with this Protective Order
8 requires:

9 (a) for information in documentary form (e.g., paper or electronic
10 documents, but excluding transcripts of depositions or other pretrial or trial proceedings), that
11 the Producing Party affix the legend “CONFIDENTIAL PURSUANT TO PROTECTIVE
12 ORDER” to each page that contains Confidential Business Information. If only a portion or
13 portions of the material on a page qualifies for protection, the Producing Party also must clearly
14 identify the protected portion(s) (e.g., by making appropriate markings in the margins).

15 (b) for testimony given in deposition or in other pretrial or trial proceedings,
16 that the Designating Party identify on the record, before the close of the deposition, hearing, or
17 other proceeding, all protected testimony.

18 (c) for information produced in some form other than documentary and for
19 any other tangible items, that the Producing Party affix in a prominent place on the exterior of
20 the container or containers in which the information or item is stored the legend
21 “CONFIDENTIAL PURSUANT TO PROTECTIVE ORDER.” If only a portion or portions of
22 the information or item warrant protection as Confidential Business Information, the Producing
23 Party, to the extent practicable, shall identify the protected portion(s).

24 5.3 Inadvertent Failures to Designate. If timely corrected, an inadvertent failure to
25 designate qualified information or items does not, standing alone, waive the Designating
26 Party’s right to secure protection under this Order for such material. Upon timely correction of
27

1 a designation, the Receiving Party must make reasonable efforts to assure that the material is
2 treated in accordance with the provisions of this Order.

3 6. CHALLENGING DESIGNATIONS

4 6.1 Timing of Challenges. Any Party or Non-Party may challenge a designation of
5 confidentiality as Confidential Business Information at any time. Unless a prompt challenge to
6 a Designating Party's confidentiality designation is necessary to avoid foreseeable and
7 substantial unfairness, unnecessary economic burdens, or a significant disruption or delay of
8 the litigation, a Party or Non-Party does not waive its right to challenge a designation as
9 Confidential Business Information by electing not to mount a challenge promptly after the
10 original designation is disclosed.

11 6.2 Meet and Confer. The Challenging Party shall initiate the dispute resolution
12 process by providing written notice of each designation of Confidential Business Information it
13 is challenging and describing the basis for each challenge. To avoid ambiguity as to whether a
14 challenge has been made, the written notice must recite that the challenge to confidentiality is
15 being made in accordance with this specific paragraph of the Protective Order. The parties
16 shall attempt to resolve each challenge in good faith and must begin the process by conferring
17 directly (in voice to voice dialogue; other forms of communication are not sufficient) within 14
18 days of the date of service of notice. In conferring, the Challenging Party must explain the
19 basis for its belief that the confidentiality designation was not proper and must give the
20 Designating Party an opportunity to review the designated material, to reconsider the
21 circumstances, and, if no change in designation is offered, to explain the basis for the chosen
22 designation. A Challenging Party may proceed to the next stage of the challenge process only
23 if it has engaged in this meet and confer process first or establishes that the Designating Party is
24 unwilling to participate in the meet and confer process in a timely manner.

25 6.3 Judicial Intervention. If the Parties cannot resolve a challenge without court
26 intervention, the Designating Party shall file and serve a motion to retain confidentiality under
27 Civil L.R. 7 (and in compliance with Civil L.R. 79-5, if applicable) within 21 days of the initial

1 notice of challenge or within 14 days of the parties' agreeing that the meet and confer process
2 will not resolve their dispute, whichever is earlier. Each such motion must be accompanied by
3 a competent declaration affirming that the movant has complied with the meet and confer
4 requirements imposed in the preceding paragraph. Failure by the Designating Party to make
5 such a motion including the required declaration within 21 days (or 14 days, if applicable) shall
6 automatically waive the confidentiality designation for each challenged designation. In
7 addition, the Challenging Party may file a motion challenging a designation as Confidential
8 Business Information at any time if there is good cause for doing so, including a challenge to
9 the designation of a deposition transcript or any portions thereof. Any motion brought pursuant
10 to this provision must be accompanied by a competent declaration affirming that the movant
11 has complied with the meet and confer requirements imposed by the preceding paragraph.

12 The burden of persuasion in any such challenge proceeding shall be on the Designating
13 Party. Frivolous challenges, and those made for an improper purpose (*e.g.*, to harass or impose
14 unnecessary expenses and burdens on other parties) may expose the Challenging Party to
15 sanctions. Unless the Designating Party has waived the confidentiality designation by failing to
16 file a motion to retain confidentiality as described above, all parties shall continue to afford the
17 material in question the protection to which it is entitled as Confidential Business Information
18 until the Court rules on the challenge.

19 7. ACCESS TO AND USE OF PROTECTED MATERIAL

20 7.1 Protected Material disclosed to any Party during the course of this action:

- 21 a. Shall be used by the Parties only for the purposes of this action;
- 22 b. Shall not be used by the Parties for any business or commercial purposes
23 (other than a Party's use of its own information);
- 24 c. Shall not be published to the public in any form by the Parties, except as
25 permitted by this Protective Order;
- 26
- 27

- 1 d. May be disclosed only on an as-needed basis, during the course of this
2 litigation and with reasonable precautions taken to insure the
3 confidentiality of the information, to the following persons:
- 4 i. A Party;
 - 5 ii. Employees or contractors of any law firm that represents a Party,
6 including attorneys as well as secretarial, clerical, paralegal,
7 legal, or student personnel, and any person or entity with whom a
8 Party contracts to reproduce or manage documents;
 - 9 iii. Non-party witnesses;
 - 10 iv. A document's author(s), recipient(s), or copyee(s);
 - 11 v. Current and former employees of the Producing Party or Non-
12 Party;
 - 13 vi. Independent (non-employee) consultants, expert witnesses, or
14 advisors retained by any of the Parties in connection with this
15 action;
 - 16 vii. Court reporters or stenographers and their employees; and
 - 17 viii. Such other persons as hereafter may be authorized by either
18 (1) written consent of all the Parties; (2) the original producing
19 Party or Non-Party; or (3) the Court, upon motion of either Party.

20 7.2 The Party disclosing Protected Material to a recipient under Paragraph 7.1.d
21 shall serve a copy of this Protective Order upon the recipient. The provisions of this Protective
22 Order shall be binding upon each such recipient.

23 7.3 The provisions of this Protective Order shall not be construed as preventing:

- 24 a. Any disclosure of Protected Material to any Party;
 - 25 b. Any disclosure of Protected Material to any judge, magistrate, or
26 employee of this Court for any purposes of this action; or
- 27

1 c. Any disclosure of Protected Material for the purpose of enforcement of
2 the criminal law or as otherwise required by law.

3 8. PROTECTED MATERIAL SUBPOENAED OR ORDERED PRODUCED IN OTHER
4 LITIGATION

5 If a Party is served with a subpoena or a court order issued in other litigation that compels
6 disclosure of any information or items designated in this action as Confidential Business
7 Information, that Party must:

8 (a) promptly notify in writing the Designating Party. Such notification shall include a
9 copy of the subpoena or court order;

10 (b) promptly notify in writing the party who caused the subpoena or order to issue in
11 the other litigation that some or all of the material covered by the subpoena or order is subject to
12 this Protective Order. Such notification shall include a copy of this Stipulated Protective Order;
13 and

14 (c) cooperate with respect to all reasonable procedures sought to be pursued by the
15 Designating Party whose Protected Material may be affected.

16 If the Designating Party timely seeks a protective order, the Party served with the
17 subpoena or court order shall not produce any information designated in this action as
18 Confidential Business Information before a determination by the court from which the subpoena
19 or order issued, unless the Party has obtained the Designating Party's permission. The
20 Designating Party shall bear the burden and expense of seeking protection in that court of its
21 confidential material – and nothing in these provisions should be construed as authorizing or
22 encouraging a Receiving Party in this action to disobey a lawful directive from another court.

23 9. A NON-PARTY'S PROTECTED MATERIAL SOUGHT TO BE PRODUCED IN THIS
24 LITIGATION

25 (a) The terms of this Protective Order are applicable to information produced by a
26 Non-Party in this action and designated as Confidential Business Information. Such information
27 produced by Non-Parties in connection with this litigation is protected by the remedies and relief

1 provided by this Protective Order. Nothing in these provisions should be construed as prohibiting
2 a Non-Party from seeking additional protections.

3 (b) In the event that a Party is required, by a valid discovery request, to produce a
4 Non-Party's confidential information in its possession, and the Party is subject to an agreement
5 with the Non-Party not to produce the Non-Party's confidential information, then the Party shall:

6 (1) promptly notify in writing the Requesting Party and the Non-Party that
7 some or all of the information requested is subject to a confidentiality agreement with a Non-
8 Party;

9 (2) promptly provide the Non-Party with a copy of the Protective Order in this
10 litigation, the relevant discovery request(s), and a reasonably specific description of the
11 information requested; and

12 (3) make the information requested available for inspection by the Non-Party.

13 (c) If the Non-Party fails to object or seek a protective order from this court within 14
14 days of receiving the notice and accompanying information, the Receiving Party may produce the
15 Non-Party's confidential information responsive to the discovery request. If the Non-Party timely
16 seeks a protective order, the Receiving Party shall not produce any information in its possession
17 or control that is subject to the confidentiality agreement with the Non-Party before a
18 determination by the court. Absent a court order to the contrary, the Non-Party shall bear the
19 burden and expense of seeking protection in this court of its Protected Material.

20 10. UNAUTHORIZED DISCLOSURE OF PROTECTED MATERIAL

21 If a Receiving Party learns that, by inadvertence or otherwise, it has disclosed Protected
22 Material to any person or in any circumstance not authorized under this Protective Order, the
23 Receiving Party must immediately (a) notify in writing the Designating Party of the unauthorized
24 disclosures, (b) use its best efforts to retrieve all unauthorized copies of the Protected Material,
25 (c) inform the person or persons to whom unauthorized disclosures were made of the terms and
26 the binding nature of this Protective Order under paragraph 7.2.

27

1 11. INADVERTENT PRODUCTION OF PRIVILEGED OR OTHERWISE PROTECTED
2 MATERIAL

3 When a Producing Party gives notice to Receiving Parties that certain inadvertently
4 produced material is subject to a claim of privilege or other protection, the obligations of the
5 Receiving Parties are those set forth in Federal Rule of Civil Procedure 26(b)(5)(B). This
6 provision is not intended to modify whatever procedure may be established in an e-discovery
7 order that provides for production without prior privilege review. Pursuant to Federal Rule of
8 Evidence 502(d) and (e), insofar as the parties reach an agreement on the effect of disclosure of a
9 communication or information covered by the attorney-client privilege or work product
10 protection, the parties may incorporate their agreement in the stipulated protective order
11 submitted to the court.

12 12. MISCELLANEOUS

13 12.1 Right to Further Relief. Nothing in this Order abridges the right of any person to
14 seek its modification by the court in the future.

15 12.2 Right to Assert Other Objections. By stipulating to the entry of this Protective
16 Order no Party waives any right it otherwise would have to object to disclosing or producing any
17 information or item on any ground not addressed in this Stipulated Protective Order. Similarly,
18 no Party waives any right to object on any ground to use in evidence of any of the material
19 covered by this Protective Order.

20 12.3 Filing Protected Material. Without written permission from the Designating Party
21 or a court order secured after appropriate notice to all interested persons, a Party may not file in
22 the public record in this action any Protected Material. A Party that seeks to file under seal any
23 Protected Material must comply with Civil L.R. 79-5. Protected Material may only be filed under
24 seal pursuant to a court order authorizing the sealing of the specific Protected Material at issue.
25 Pursuant to Civil L.R. 79-5, a sealing order will issue only upon a request establishing that the
26 Protected Material at issue is privileged, protectable as a trade secret, or otherwise entitled to
27 protection under the law. If a Receiving Party's request to file Protected Material under seal

1 pursuant to Civil L.R. 79-5(d) is denied by the Court, then the Receiving Party may file the
2 information in the public record pursuant to Civil L.R. 79-5(e) unless otherwise instructed by the
3 Court.

4 13. FINAL DISPOSITION

5 Within 60 days after the Final Disposition of this action, as defined in
6 paragraph 4, each Receiving Party must return all Protected Material to the Producing Party,
7 must destroy such material, or must maintain and dispose of such material in accordance with
8 applicable federal recordkeeping and archival provisions. As used in this subdivision, “all
9 Protected Material” includes all copies, abstracts, compilations, summaries, and any other
10 format reproducing or capturing any of the Protected Material. Notwithstanding this provision,
11 Counsel are entitled to retain an archival copy of all pleadings, motion papers, trial, deposition,
12 and hearing transcripts, legal memoranda, correspondence, deposition and trial exhibits, expert
13 reports, attorney work product, and consultant and expert work product, even if such materials
14 contain Protected Material. Any such archival copies that contain or constitute Protected
15 Material remain subject to this Protective Order as set forth in Section 4 (DURATION).

16
17 IT IS SO STIPULATED, THROUGH COUNSEL OF RECORD.

18
19 DATED: May 10, 2017

/s/ Kevin C. Lombardi

Kevin C. Lombardi (DC Bar No. 474114)

(lombardik@sec.gov)

Paul W. Kisslinger (NJ Bar No. 6511995)

(kisslingerp@sec.gov)

SECURITIES AND EXCHANGE COMMISSION

100 F Street, NE

Washington, DC 20549

Tel: (202) 551-8753 (Lombardi)

Fax: (202) 772-9291 (Lombardi)

*Attorneys for Plaintiff Securities and Exchange
Commission*

1 DATED: May 10, 2017

/s/ Patrick D. Robbins

Patrick D. Robbins (State Bar No. 152288)
Emily V. Griffen (State Bar No. 209162)
Lisa Valenti-Jordan (State Bar No. 300161)
SHEARMAN & STERLING LLP
535 Mission Street, 25th Floor
San Francisco, CA 94105
Telephone: (415) 616-1100
Facsimile: (415) 616-1199
Email: probbins@shearman.com
egriffen@shearman.com
lisa.valenti-jordan@shearman.com

Attorneys for Defendant Erik K. Bardman

9 DATED: May 10, 2017

/s/ William H. Kimball

William H. Kimball (State Bar No. 242626)
KANE+KIMBALL LLP
803 Hearst Avenue
Berkeley, CA 94710
Telephone: (510) 704-1400
Facsimile: (877) 482-4749
Email: wkimball@kanekimball.com

Attorney for Defendant Jennifer F. Wolf

16 **CERTIFICATION PURSUANT TO CIVIL L.R. 5-1(i)(3)**

17 I attest that concurrence in the filing of this document has been obtained from the
18 foregoing party listed immediately above this certification.

/s/ Patrick D. Robbins

Patrick D. Robbins

22 **PURSUANT TO STIPULATION, IT IS SO ORDERED.**

24 DATED: May 21, 2017


United States District Judge