For the Northern District of California

**United States District Court** 

1 2 3 IN THE UNITED STATES DISTRICT COURT 4 FOR THE NORTHERN DISTRICT OF CALIFORNIA 5 6 PQ LABS, INC., et al., No. 12-0450 CW 7 Plaintiffs, ORDER RESOLVING MOTIONS IN LIMINE 8 (Docket Nos. 115, v. 118) AND DIRECTING 9 DEFENDANTS TO FILE YANG QI, ZAAGTECH, INC., JINPENG SEALING MOTIONS LI, and HAIPENG LI, 10 Defendants. 11 12 On February 26, 2014, the Court held a pretrial conference 13 and heard arguments regarding the parties' motions in limine. 14 After considering the parties' oral argument and submissions, the 15 16 Court now issues the following rulings: 17 Ι. Plaintiffs' Motions in Limine 18 No. 1: Motion to Exclude Expert Testimony of Sandeep Α. Chatterjee Based on Hearsay 19 This motion is DENIED as moot. Defendants do not oppose this 20 21 motion and will not seek to solicit testimony from Chatterjee 22 regarding the statements Defendants made to him. 23 в. No. 2: Motion to Exclude Testimony Regarding the Potential to Reverse-Engineer PQ Labs' Trade Secrets 24 This motion is DENIED. As noted at the hearing, evidence 25 regarding the reasonableness of Plaintiffs' efforts to prevent 26 27 reverse-engineering of its technology is relevant to, although not 28

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determinative of, whether that technology was the "subject of 1 efforts that are reasonable under the circumstances to maintain 2 3 its secrecy." Cal. Civ. Code § 3426.1(d). 4 С. No. 3: Motion to Exclude Testimony of Sandeep Chatterjee Regarding the Reasonableness of PQ Labs' Efforts to 5 Protect its Trade Secrets 6 This motion is GRANTED. Defendants disclosed Chatterjee as a 7 rebuttal expert and therefore may not present his opinions on 8 subject matter that was not discussed in the report of Plaintiffs' 9 technology expert, Andrew Wolfe. See Fed. R. Civ. P. 37(c)(1). 10 Chatterjee may, however, testify regarding specific means of 11 protecting circuit board technology against reverse-engineering. 12 Defendants' Motions in Limine 13 II. 14 No. 1: Motion to Exclude All Testimony and Opinions of Α. Mark Berkman 15 This motion is DENIED. Defendants' objections to Berkman's 16 report go principally to the weight, rather than the 17 admissibility, of his damages analysis. See Obrey v. Johnson, 400 18 F.3d 691, 695 (9th Cir. 2005) (noting that "objections to a 19 20 study's completeness generally go to 'the weight, not the 21 admissibility of the statistical evidence' and should be addressed 22 by rebuttal, not exclusion" (citations omitted)); Manpower, Inc. 23 v. Ins. Co. of Pennsylvania, 732 F.3d 796, 808 (7th Cir. 2013) 24 ("[T]he selection of the variables to include in a regression 25 analysis is normally a question that goes to the probative weight 26 of the analysis rather than to its admissibility." (citing 27 28 Bazemore v. Friday, 478 U.S. 385, 400 (1986))).

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No. 2: Motion to Exclude All Testimony of Raymond Casey Β. 1 This motion is DENIED. Plaintiffs have represented that 2 Casey will only be called, if at all, as a rebuttal witness. 3 4 C. No. 3: Motion to Exclude Confidentiality Agreements Not Previously Disclosed or Produced During Discovery 5 This motion is DENIED. Plaintiffs have shown that their 6 shown that their delay in producing these confidentiality 7 agreements was "harmless" and did not hinder Defendants' ability 8 9 to prepare for trial. Fed. R. Civ. P. 37(c)(1). 10 III. Exhibits Filed in Support of Defendants' Briefs on Motions in Limine 11 Defendants have redacted portions of several exhibits filed 12 in support of their motions in limine and their opposition to 13 Plaintiffs' motions in limine. See Docket Nos. 117 & 138, 14 15 Declarations of Perry Narancic. However, they failed to obtain 16 leave of the Court to file these documents under seal, as required 17 Accordingly, within five days of this by Civil Local Rule 79-5. 18 order, Defendants must either file unredacted versions of these 19 documents in the public record or file a motion to seal these 20 documents. Any motion to seal "must be narrowly tailored to seek 21 sealing only of sealable material" and must comport fully with the 22 23 local rules. Civil L.R. 79-5(d). 24 CONCLUSION 25 The parties' motions in limine (Docket Nos. 115, 118) are 26 resolved as set forth above. A bench trial will be held beginning 27 at 8:30 a.m. on March 10, 2014. If this case fails to settle at 28

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the February 27, 2014 settlement conference, the parties shall attend another settlement conference in person on or before the first day of trial. IT IS SO ORDERED. Dated: 2/28/2014 United States District Judge cc: NJV 

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