EXHIBIT 1

Dockets.Justia.com

1			
2	IN THE UNITED STATES DISTRICT COURT		
3	FOR THE NORTHERN DISTRICT OF CALIFORNIA		
4	SAN JOSE DIVISION		
5	APPLE, INC.,) CV-11-1846-LHK		
6)		
7	PLAINTIFF,) SAN JOSE, CALIFORNIA) VS.)		
8	SAMSUNG ELECTRONICS CO.) APRIL 9, 2012		
9	LTD., ET AL,) PAGES 1-189		
10	DEFENDANT.)		
11			
12	TRANSCRIPT OF PROCEEDINGS BEFORE THE HONORABLE PAUL S. GREWAL		
13	UNITED STATES DISTRICT JUDGE		
14			
15	APPEARANCES:		
16	FOR THE PLAINTIFF: MORRISON & FOERSTER, LLP BY: ALLISON TUCHER		
17	NATHAN SABRI JOBY MARTIN		
18	425 MARKET STREET SAN FRANCISCO, CA 94105		
19			
20	FOR THE DEFENDANT: QUINN EMANUEL BY: VICTORIA MAROULIS		
21	SARA JENKINS 555 TWIN DOLPHIN DRIVE, 5TH FL		
22	REDWOOD SHORES, CA 94065		
23	(APPEARANCES CONTINUED ON THE NEXT PAGE)		
24			
25	OFFICIAL COURT REPORTER: SUMMER FISHER, CSR, CRR CERTIFICATE NUMBER 13185		
	1		

1		MORRISON & FOERSTER, LLP BY: ERIK OLSON
2		755 PAGE MILL ROAD PALO ALTO, CA 94304
3		INDO ADIO, CA 94304
4	FOR THE DEFENDANT:	QUINN EMANUEL BY: DIANE HUTNYAN
5		ANTHONY ALDEN CURRAN WALKER
6		865 S. FIGUEROA ST., 10TH FLOOR LOS ANGELES, CALIFORNIA 90017
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
		2

Γ

1 ITS MOTION WAS A CASE THAT WOULD NOT ALLOW 2 PRODUCTION OF PRIOR DEPOSITION TESTIMONY WHERE THE 3 DEPONENTS WERE NOT WITNESSES IN THE CASE AT ISSUE. 4 THE WHOLE THRUST OF THAT MOTION AND ORDER 5 WAS PRIOR TESTIMONY OF APPLE WITNESSES, NOT ALL 6 EMPLOYEES. 7 SO THAT'S THE ONE DIRECTION SAMSUNG IS 8 NOW ATTEMPTING TO EXPAND 9 THE COURT: I WANT TO UNDERSTAND APPLE'S 10 VIEW. 11 ARE YOU TELLING ME MY ORDER LIMITS 12 APPLE'S OBLIGATION TO THOSE INDIVIDUALS WHO WILL 13 TESTIFY AT TRIAL? 14 MR. SABRI: OR WHO WERE DEPOSED IN THIS 15 CASE. 16 THE COURT: IS THERE ANY LANGUAGE IN MY 17 ORDER THAT YOU CAN POINT ME TO THAT SUPPORTS THAT 18 POSITION? MR. SABRI: WITNESSES, WE BELIEVE IS 19 20 CLEAR, YOUR HONOR. 21 APPLE'S -- PRIOR DEPOSITION OF APPLE 22 WITNESSES TESTIFYING IN AN EMPLOYEE CAPACITY. 23 THE COURT: SO YOUR POSITION IS WHEN I 24 SAID WITNESSES I MEANT WITNESSES IN THIS CASE, I.E. 25 DEPOSITION WITNESSES OR TRIAL WITNESSES, I WASN'T

1 REFERRING FOR EXAMPLE TO DEPOSITION WITNESSES IN 2 THE PRIOR CASE? 3 MR. SABRI: YES, YOUR HONOR. WE DO BELIEVE THAT IS WHAT THE ORDER 4 5 REFERRED TO. AND WE BELIEVE THE ORDER READ IN THE 6 CONTEXT OF THE MOTION WOULD ONLY HAVE GONE THAT 7 FAR. 8 THE COURT: DON'T YOU AGREE, COUNSEL, 9 THAT THERE'S NO BURDEN OBJECTION HERE, NO SERIOUS 10 BURDEN OBJECTION ON APPLE'S PART. YOU CAN PRODUCE 11 THE MATERIALS FAIRLY OUICKLY IF YOU HAD TO. 12 MR. SABRI: PRODUCTION OF ALL EMPLOYEES 13 WOULD BE SIGNIFICANTLY MORE BURDENSOME. ONE 14 ITEM --15 THE COURT: YOU DON'T HAVE A DATABASE AT 16 MORRISON & FOERSTER THAT HAS ALL OF THESE 17 DEPOSITION TRANSCRIPTS AVAILABLE TO YOU? 18 MR. SABRI: WE DO FOR WITNESSES. 19 APPLE'S DATABASE -- SO AS WE EXPLAINED IN THE 20 BRIEFING, APPLE STORES THESE TRANSCRIPTS ON A 21 WITNESS-BY-WITNESS BASIS. 22 SO WHEN WE SEARCH FOR TRANSCRIPTS WE 23 DON'T GO NOKIA DELAWARE, LET'S PULL ALL 24 TRANSCRIPTS, WE SAY WITH WHO ARE THE PEOPLE WE 25 NEED.

1 THE COURT: RIGHT. SO YOU GO GET THE 2 LIST OF PEOPLE WHO TESTIFIED IN NOKIA, DELAWARE AND 3 PULL EACH ONE MANUALLY, RIGHT? MR. SABRI: WE COULD DO THAT EXTRA STEP. 4 5 HOWEVER, WHAT WAS DISCUSSED IN THE 6 EARLIER ARGUMENT, WHAT WE ARE HERE ON IS A MOTION 7 TO ENFORCE THE PRIOR ORDER, NOT A MOTION TO COMPEL. 8 THE PARTIES HAVE NOT MET AND CONFERRED ON 9 THE POINT THAT YOUR HONOR IS DISCUSSING NOW. THE 10 ISSUE HAS NEVER BEEN BRIEFED OVER WHETHER SUCH A 11 BROAD PRODUCTION --12 THE COURT: SO LET'S TALK ABOUT THE 13 ANALYSIS. OUR TIME IS LIMITED. 14 WHAT OBJECTION HAS APPLE HAD IN PRODUCING 15 TRANSCRIPTS FROM INDIVIDUALS OTHER THAN THOSE THAT 16 THEY HAVE ALREADY PRODUCED? WHAT'S THE PROBLEM? THERE'S A DEPOSITION 17 18 TRANSCRIPT SITTING IN AN APPLE DATABASE AS I SPEAK 19 THAT YOU CAN PRODUCE IN ABOUT 10 MINUTES, I 20 SUSPECT, MAYBE 20. SO THERE'S NO BURDEN OBJECTION. 21 WHAT IS THE OBJECTION TO PRODUCING, 22 SUBJECT TO THE PROTECTIVE ORDER IN THIS LITIGATION 23 OF ALL THE BELLS AND WHISTLES, WHAT'S YOUR OBJECTION? 24 25 MR. SABRI: THE ONLY OBJECTIONS, YOUR

130

1 HONOR, WOULD BE WITHOUT SEEING WHO THE EMPLOYEES 2 AND THE PRIOR WITNESSES ARE, I DON'T THE WHAT THE 3 RELEVANCE WOULD BE. THE COURT: SO YOU DIDN'T EVALUATE THAT 4 5 ISSUE BEFORE YOU TOOK THE POSITION OR IN FILING 6 YOUR OPPOSITION TO THIS MOTION? 7 MR. SABRI: WE BELIEVE IT WOULD BE 8 BURDENSOME. 9 WELL, LET ME TAKE A QUICK SIDE STEP --10 THE COURT: WHAT'S THE BURDEN OF 11 PRODUCING A DEPOSITION TRANSCRIPT OR EVEN A 12 THOUSAND OF THEM FROM A DATABASE? 13 MR. SABRI: I HAVE TO SAY, WHAT I DON'T 14 KNOW YOUR HONOR IS WHETHER THERE EVEN WOULD BE ANY 15 OTHER TRANSCRIPTS THAT WOULD NEED TO BE PRODUCED, 16 IF THERE ARE OTHER RELEVANT TRANSCRIPTS. LET 17 ME TELL YOU WHY. THIS IS GOING TO SOUND LIKE A 18 DETOUR, BUT I THINK IF YOU WILL INDULGE ME YOU WILL 19 SEE WHY. 20 THE COURT: PROCEED AT YOUR PERIL. 21 GO AHEAD. 22 MR. SABRI: MS. HUTNYAN LISTED A FEW 23 PROCEEDINGS, AND I BELIEVE THE IMPRESSION THAT HAS 24 BEEN GIVEN IS APPLE HAS SIMPLY NOT PRODUCED ANY 25 TRANSCRIPTS OR HAS PRODUCED HARDLY ANY TRANSCRIPTS

1 FROM THESE RELATED PROCEEDINGS, AND THAT'S 2 FACTUALLY WRONG. 3 THE COURT: WELL, WHAT ABOUT THE '796? MR. SABRI: '796, I WILL TURN TO THAT IN 4 5 A MOMENT, IF I MAY. 6 WE BELIEVE THE '796 IS A WHOLE SEPARATE 7 ISSUE. IT IS NOT A PREDICTION, AN OF ISSUE OF 8 PRODUCTION OF THE '796 CASE, IT'S SOLELY AN ISSUE 9 OF USE. 10 BUT BEFORE I TURN TO THAT --11 THE COURT: WHAT'S THE DIFFERENCE BETWEEN 12 PRODUCTION AND USE? 13 MR. SABRI: BOTH PARTIES AGREED -- IT'S NOT JUST APPLE, BOTH PARTIES AGREED AT THE OUTSET 14 15 OF THESE CASES THAT THEY WOULD NOT USE DEPOSITION 16 TRANSCRIPTS FROM THE ITC '796 CASE IN THIS CASE. 17 AND THERE'S A CRITICAL REASON FOR THAT 18 DISTINCTION, AND THAT IS JUDGE KOH IMPLEMENTED A 19 250-HOUR DEPOSITION IN THIS CASE. THERE ARE NO 20 LIMITS IN THE ITC. 21 SO APPLE ABIDED BY THAT LIMIT, MADE TOUGH 22 CALLS, WHO SHOULD WE DEPOSE, WHAT SHOULD WE ASK 23 THEM, LET'S KEEP OURSELVES WITHIN THE 250-HOUR 24 LIMIT. SAMSUNG APPARENTLY DID NOT. 25 WHAT WE ENDED UP SEEING IS IN MANY DESIGN

1 DEPOSITIONS IN THE ITC, SAMSUNG ASKING QUESTIONS 2 THAT WERE SOLELY RELATED TO THE NORTHERN DISTRICT 3 OF CALIFORNIA. APPLE'S COUNSEL HAD TO OBJECT ON THE 4 5 RECORD, AND IT SEEMS NOW THAT THE PLAN ALL ALONG 6 WAS IN CONTRAVENTION OF THE PARTY'S AGREEMENT FOR 7 SAMSUNG AT THE LAST MINUTE TO SAY, LET'S TRY TO USE 8 ALL OF THAT DEPOSITION FROM THE ITC, THE UNLIMITED 9 AMOUNT IN THIS CASE. SO NUMBER ONE, IT'S JUST A VIOLATION OF 10 11 THE PARTY'S AGREEMENT. 12 NUMBER TWO, WE KNOW SAMSUNG HAS THESE --13 THE COURT: I APOLOGIZE FOR INTERRUPTING 14 YOU. 15 IF I GO BACK AND READ THROUGH THE MYRIAD 16 OF MEET AND CONFER LETTERS AND EXCHANGES YOU ALL 17 HAVE GIVEN ME TO CONSIDER, YOU ARE TELLING ME 18 SOMEWHERE IN THAT PILE, THIS ONE, MAYBE THIS ONE, 19 THERE'S A DOCUMENT WHERE YOU ALL AGREE WITHOUT 20 CATEGORY, WITHOUT EXCEPTION THAT THE DEPOSITIONS 21 THAT WERE TAKEN IN THE ITC MAY NOT BE USED IN THIS 22 CASE? 23 MR. SABRI: I DON'T KNOW IF IT'S REDUCED 24 TO A LETTER. WHAT I DO KNOW IS --25 THE COURT: SO IF IT'S NOT IN WRITING --133 1 MR. SABRI: SO IT WAS REDUCED -- WE DO 2 HAVE A MEMORIALIZATION OF IT WHICH IS WHAT YOU ARE 3 LOOKING FOR, THE PROTECTIVE ORDERS THAT WERE PROPOSED IN THIS CASE BY BOTH SIDES. 4

SO MS. HUTNYAN BEGAN WITH THE ND CAL PROTECTIVE ORDER. SHE SAID WE AGREED TO CROSS USE 7 OF DOCUMENTS AND WE CAN SEEK MORE.

5

6

8 WHAT SHE LEFT OUT, IT'S THE SENTENCE RIGHT AFTER, "WE AGREE TO CROSS USE OF DOCUMENTS" 9 10 AND THIS PROVISION DOES NOT APPLY TO TRANSCRIPTS. 11 THAT WAS IN WHAT BOTH PARTIES PROPOSED IN JANUARY.

12 THE REASON BEHIND THAT LANGUAGE WAS THIS 13 AGREEMENT THAT I'VE JUST BEEN DISCUSSING. I DON'T KNOW TO WHAT EXTENT THAT AGREEMENT WAS, OVER THE 14 15 PHONE OR VIA E-MAIL AND LETTERS. I DO KNOW IT WAS 16 VERY CLEAR THERE'S A LIMIT IN THIS CASE, THERE'S NO LIMIT IN THAT CASE. WE JUST CAN'T AGREE TO HAVE 17 18 ALL DEPOSITION TESTIMONY FROM AN UNLIMITED SOURCE 19 APPLY IN A CASE WHERE THERE IS A LIMIT.

20 SO APPLE ABIDED BY THE LIMIT, MADE TOUGH 21 CALLS, AND NOW SAMSUNG WANTS TO AVOID THE 22 CONSEQUENCES OF THOSE TOUGH CALLS AND THAT 23 AGREEMENT.

24 THE COURT: SO I WANT TO MAKE SURE I 25 UNDERSTAND APPLE'S POSITION.

1 REALLY, YOUR ONLY OBJECTION TO PRODUCING 2 THE TRANSCRIPTS THAT ARE ESSENTIALLY BURDENLESS IS 3 THAT IT WOULD BREAK THE DEAL YOU CUT WITH SAMSUNG? MR. SABRI: IT WOULD BREAK THE DEAL. IT 4 5 WOULD ALLOW SAMSUNG TO GET THIS BENEFIT OF AN 6 IMMENSE SOURCE OF DEPOSITION AT THE END OF THE 7 GAME. IT'S CHANGING THE RULES AFTER THE CLOSE OF 8 DISCOVERY THAT BOTH PARTIES OPERATED UNDER. AND IT 9 ALLOWS SAMSUNG TO REAP THE BENEFITS OF IMPROPER USE 10 OF THAT PROCEEDING FOR THAT CASE. 11 SO WHAT WE'VE SEEN IS QUESTIONS ASKED IN 12 ITC DEPOSITIONS THAT RELATES SOLELY TO ND CAL. 13 WHAT WE SAW AFTER JUDGE KOH DENIED THE REQUEST FOR ADMINISTRATIVE RELIEF, AS YOUR HONOR 14 15 MAY KNOW, DISCOVERY MUST END RELEVANCE COULD BE A 16 LIMITLESS -- A BOTTOMLESS PIT, THAT'S NOT HER LANGUAGE, THAT'S MY PARAPHRASE. 17 18 THEN WE SAW WAS A WHOLESALE DUMPING OF 19 THE LETTERS FROM THIS CASE TO THE ITC CASE WHERE IN 20 A SPAN OF THREE DAYS, EIGHT LETTERS, 40 CATEGORIES 21 OF DOCUMENTS ALL FROM THE NORTHERN DISTRICT OF 22 CALIFORNIA --23 THE COURT: IS IT REALLY TRUE THAT THE 24 ITC DOESN'T IMPOSE ANY LIMITS, DO THEY AGREE WITH 25 THAT CHARACTERIZATION?

135

1	
2	
3	
4	CERTIFICATE OF REPORTER
5	
6	
7	
8	I, THE UNDERSIGNED OFFICIAL COURT
9	REPORTER OF THE UNITED STATES DISTRICT COURT FOR
10	THE NORTHERN DISTRICT OF CALIFORNIA, 280 SOUTH
11	FIRST STREET, SAN JOSE, CALIFORNIA, DO HEREBY
12	CERTIFY:
13	THAT THE FOREGOING TRANSCRIPT,
14	CERTIFICATE INCLUSIVE, CONSTITUTES A TRUE, FULL AND
15	CORRECT TRANSCRIPT OF MY SHORTHAND NOTES TAKEN AS
16	SUCH OFFICIAL COURT REPORTER OF THE PROCEEDINGS
17	HEREINBEFORE ENTITLED AND REDUCED BY COMPUTER-AIDED
18	TRANSCRIPTION TO THE BEST OF MY ABILITY.
19	
20	
21	
22	SUMMER A. FISHER, CSR, CRR
23	CERTIFICATE NUMBER 13185
24	
25	
	188