APPLE INC., a California corporation,

Plaintiff.

20 l

21 ||

22 SAMSUNG ELECTRONICS CO., LTD., a Korean business entity; SAMSUNG

VS.

23 ELECTRONICS AMERICA, INC., a New York corporation; SAMSUNG

24 TELECOMMUNICATIONS AMERICA, LLC, a Delaware limited liability company,

25

Defendants.

CASE NO. 11-cv-01846-LHK (PSG)

DECLARATION OF HANKIL KANG IN SUPPORT OF SAMSUNG'S MOTION FOR RECONSIDERATION AND APPLE'S MOTIONS TO FILE UNDER SEAL (DKT. NOS. 769, 799, 822, 824, AND 845)

Judge: The Hon. Paul S. Grewal Courtroom: 5, 4th Floor

2627

28

Case No. 11-cv-01846-LHK

DECLARATION OF HANKIL KANG

2

3

4

5 6

7

8 9

10

11 12

13

15 16

17

18 19

20

21

22 23

24

25

27

26

28

I, Hankil Kang, do hereby declare as follows:

- 1. I am Legal Counsel at Samsung Electronics Co., Ltd. I submit this Declaration in support of Samsung's Motion for Reconsideration of the Court's June 21, 2012 Order (Dkt. No. 1115) and Apple's Administrative Motions to File Documents Under Seal (Dkt. Nos. 769, 799, 822, 824, and 845). I have personal knowledge of the facts set forth in this Declaration and, if called as a witness, could and would competently testify to them.
- 2. Exhibits C, D and E to the Chung Declaration are emails which were produced by Samsung in this matter with the designation HIGHLY CONFIDENTIAL – ATTORNEYS' EYES ONLY. The portions of these documents, and their translations, that Samsung requests be sealed reveal strategies and proposals regarding the design and development of technical features of Samsung's products, as well as the specific source code files and algorithms used to implement those features. This information is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of each document should be sealed are explained in the table below and proposed redacted versions of these documents are attached as Exhibits 1, 2, and 3.
- 3. Exhibit Nos. 26 and 30 to the Mazza Declaration are emails which were produced by Samsung in this matter with the designation HIGHLY CONFIDENTIAL – ATTORNEYS' EYES ONLY. The portions of these documents, and their translations, that Samsung requests be sealed reveal strategies and proposals regarding the design and development of technical features of Samsung's products, as well as the specific source code files and algorithms used to implement those features. This information is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of each document should be sealed are explained in the table below and proposed redacted versions of these documents are attached as Exhibits 4 and 5.
- 4. Exhibit Nos. 35 and 38 to the Mazza Declaration are excerpts from the transcripts of the March 7, 2012 deposition of Seong Hee Hwang and the March 8, 2012 deposition of Kiwon

Lee, respectively. These transcripts have been designated HIGHLY CONFIDENTIAL — ATTORNEYS' EYES ONLY by Samsung. The portions of the excerpts that Samsung requests be sealed reveal strategies and proposals regarding the design and development of technical features of Samsung's products, as well as the specific source code files and algorithms used to implement those features. This information is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of each excerpt should be sealed are explained in the table below and proposed redacted versions of these excerpts are attached as Exhibits 6 and 7.

- 5. The limited portions of Apple's Damages Sanctions Reply that Samsung requests be sealed contain Samsung's highly confidential financial data. This information was derived by Apple from documents produced by Samsung in this matter with the designation HIGHLY CONFIDENTIAL ATTORNEYS' EYES ONLY. The financial data, including specific information about Samsung's profits, is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of the document should be sealed are explained in the table below and a proposed redacted version of the document is attached as Exhibit 8.
- 6. Exhibit A to the Olson Damages Declaration is a document produced by Samsung in a related investigation before the International Trade Commission ("ITC") with the designation CONFIDENTIAL BUSINESS INFORMATION, SUBJECT TO PROTECTIVE ORDER. The portions of the document that Samsung requests be sealed reveal information about Samsung's supply chain, inventory management, and confidential financial data, including past performance and future projections related to Samsung's inventory management, and specific financial information about material costs. This information is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of the document should be sealed are explained in the table below and a proposed redacted version of the document is attached as Exhibit 9.

Case No. 11-cv-01846-LHK

- 7. Exhibit I to the Olson Damages Declaration is an excerpt from the transcript of the February 29, 2012 deposition of Timothy Sheppard. This transcript has been designated HIGHLY CONFIDENTIAL-ATTORNEYS' EYES ONLY by Samsung. The portions of the excerpt that Samsung requests be sealed contain highly confidential and commercially sensitive Samsung business information, including specific information about Samsung's profits. This information is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of the excerpt should be sealed are explained in the table below and a proposed redacted version of the excerpt is attached as Exhibit 10.
- 8. The limited portions of the Roberts Declaration that Samsung requests be sealed contain Samsung's highly confidential financial data. This information was derived by Apple from documents produced by Samsung in this matter with the designation HIGHLY-CONFIDENTIAL ATTORNEYS' EYES ONLY. The financial data, including specific information about Samsung's profits, is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of the document should be sealed are explained in the table below and a proposed redacted version of the document is attached as Exhibit 11.
- 9. Exhibits A-C to the Roberts Declaration are documents produced by Samsung in this matter and in a related investigation before the ITC with the designation HIGHLY CONFIDENTIAL ATTORNEYS' EYES ONLY and CONFIDENTIAL BUSINESS INFORMATION, SUBJECT TO PROTECTIVE ORDER. The portions of the documents that Samsung requests be sealed reveal Samsung's financial data. This information is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of each document should be sealed are explained in the table below and proposed redacted versions of these documents are attached as Exhibits 12, 13, and 14.

10. Exhibits 16 and 18 to the Kim Declaration are documents produced by Samsung in this matter with the designation HIGHLY CONFIDENTIAL – ATTORNEYS' EYES ONLY. The limited portions of these documents that Samsung requests be sealed reveal Samsung's highly confidential and commercially sensitive financial data. This information is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of each document should be sealed are explained in the table below and proposed redacted versions of these documents are attached as Exhibits 15 and 16.

11. Exhibit D to the Pernick Declaration is a document produced by Samsung in this matter with the designation HIGHLY CONFIDENTIAL-ATTORNEYS' EYES ONLY. The portions of this document that Samsung requests be sealed reveal strategies and proposals regarding the design and development of technical features of Samsung's products, as well as the specific source code and algorithms used to implement those features. This information is confidential and proprietary to Samsung, and could be used to its disadvantage by competitors if it were not filed under seal. The reasons why each portion of the document should be sealed are explained in the table below and a proposed redacted version of the document is attached as Exhibit 17.

12. The following table describes the reasons why each portion of each document Samsung requests be sealed should be sealed.

21
22
23
24
25

Dkt. No.	Document	Pages with Redactions	Reason
769	Chung Decl., Ex. C	Bates -604-06	Confidential Samsung information regarding algorithm used for certain features on Samsung smartphones.
	Chung Decl., Ex. D	Bates -822-23	Confidential Samsung information regarding Samsung's source code.
	Chung Decl., Ex. E	Bates -706	Confidential Samsung information regarding Samsung's source code.

1 2	Dkt. No.	Document	Pages with Redactions	Reason
3 4 5	799	Mazza Decl., Ex. 26	Bates -144-63	Confidential Samsung information regarding features included in Samsung's unreleased products and/or for a certain carrier partner.
6 7		Mazza Decl., Ex. 30	Bates -609-10	Confidential Samsung financial information regarding Samsung's market share and total sales.
8		Mazza Decl., Ex. 35	27-28, 31-33, 46	Confidential Samsung information regarding Samsung's source code.
10		Mazza Decl., Ex. 38	22-25	Confidential Samsung information regarding Samsung's source code.
11 12	822	Apple's Damages Sanctions Reply	1, 4 n.2, 6, 14	Confidential Samsung financial information regarding Samsung's profits.
13 14		Olson Decl., Ex. A	Bates -401-11, 414, 417-22, 427-28	Confidential Samsung financial information regarding Samsung's supply chain and inventory management, including past performance and future projections.
15 16			Bates -412-13, 415-16	Confidential Samsung financial information regarding Samsung's material costs.
17 18 19		Olson Decl., Ex. I (see also Dkt. No. 824 (moving to seal Olson Decl., Ex. I))	88, 123-25, 146	Confidential Samsung financial information regarding Samsung's sales and profits.
20 21		Roberts Decl.	5-7, 9-11	Confidential Samsung financial information regarding Samsung's sales and profits.
22 23		Roberts Decl., Ex. A	Bates -194- 266, -269-72, -	Confidential Samsung financial information, including information regarding Samsung's
24			274-748, -280- 82, -284, -286, -288-91, -293-	profits, material costs, and market share.
25 26			97, -299-301, - 303, -305-07, - 309-11, -313-	
27 28			15, -317, -319, -321, -323-77 (includes	

	kt. lo.	Document	Pages with Redactions	Reason	
			several unmarked pages).		
		Roberts Decl., Ex. B	Bates -212-38	Confidential Samsung internal financial statements.	
		Roberts Decl., Ex. C	Bates -394-455	Confidential Samsung financial information regarding Samsung's material costs.	
		Kim Decl., Ex. 16	Bates -873-74	Confidential Samsung financial information regarding Samsung's marketing costs and estimated sales.	
		Kim Decl., Ex. 18	Bates -002	Confidential Samsung financial information regarding Samsung's material costs.	
84	45	Pernick Decl., Ex. D	Last column only.	Confidential Samsung information regarding Samsung's source code.	
I declare under penalty of perjury that the forgoing is true and correct to the best of my					
knowledge.					
	Executed this 25 th day of June, 2012, in Suwon, South Korea.				

Hankil Kang