1	COOLEY LLP
2	MICHAEL G. RHODES (116127) (rhodesmg@cooley.com)
3	MATTHEW D. BROWN (196972) (brownmd@cooley.com)
4	JEFFREY M. GUTKIN (216083) (jgutkin@cooley.com)
5	KYLE C. WONG (224021) (kwong@cooley.com)
6	101 California Street 5th Floor
7	San Francisco, CA 94111-5800 Telephone: (415) 693-2000 Facsimile: (415) 693-2222
8	
9	Attorneys for Defendant FACEBOOK, INC.
10	UNITED STATES DISTRICT COURT
11	NORTHERN DISTRICT OF CALIFORNIA
12	SAN JOSE DIVISION
13	SAN JOSE DIVISION
14	In re: Facebook Internet Tracking Litigation Case No. 5:12-md-02314 EJD
15	
16	DEFENDANT FACEBOOK, INC.'S RESPONSE TO PLAINTIFFS' ADMINISTRATIVE MOTION TO FILE UNDER SEAL
17	D ATE: April 28, 2016
18	TIME : 9:00 a.m. COURTROOM : 4
19	JUDGE: Hon. Edward J. Davila
20	Pursuant to Civil Local Rules 7-11 and 79-5, Defendant Facebook, Inc. ("Facebook")
21	submits this response ("Response") to Plaintiffs' Administrative Motion to File Portions of their
22	
23	Memorandum of Points and Authorities in Opposition to Facebook's Motion to Dismiss Under Seal
24	("Administrative Motion"), filed on February 18, 2016 (Dkt. No. 104).
25	Plaintiffs' Administrative Motion seeks to seal portions of their Memorandum of Points and
26	Authorities in Opposition to Facebook's Motion to Dismiss ("Opposition") (Dkt. No. 105) that
27	contain information that has been designated "Highly Confidential" by Facebook pursuant to the
28	terms of the parties' Stipulated Protective Order for Litigation Involving Confidential Information
COOLEY LLP ATTORNEYS AT LAW	FACEBOOK, INC.'S RESPONSE TO PLAINTIFFS'

1.

1 2

3

4 5

67

8

9 10

1112

13

1415

1617

18 19

20

21

22

23

2425

26

2728

COOLEY LLP ATTORNEYS AT LAW SAN FRANCISCO and Trade Secrets entered by the Court on April 11, 2014 (Dkt. No. 75) ("Protective Order"). As set forth below, Facebook confirms the confidentiality of certain documents included in Plaintiffs' Administrative Motion.

Pursuant to Civil Local Rule 79-5(e), Facebook's Response is supported by the Declaration of Natalie Naugle ("Naugle Declaration"), filed herewith.

A. <u>Legal Standard</u>

The Ninth Circuit has recognized that the public's "access to judicial records is not absolute." *Kamakana v. City & Cnty. of Honolulu*, 447 F.3d 1172, 1178 (9th Cir. 2006). In defining this right, the Ninth Circuit has applied a "compelling reasons" test for sealing information in a motion that is "more than tangentially related to the merits of a case." *Ctr. for Auto Safety v. Chrysler Grp., LLC*, 809 F.3d 1092, 1098-1101 (9th Cir. 2016). Accordingly, Facebook seeks to redact only information it has compelling reasons to protect from public disclosure.

Courts find compelling reasons to seal information where "court files might have become a vehicle for improper purposes, such as the use of records to . . . release trade secrets." *In re Elec. Arts*, 298 F. App'x 568, 569-70 (9th Cir. 2008) (citation omitted). The Ninth Circuit has adopted the Restatement's definition of "trade secret" for purposes of sealing, such that a "trade secret may consist of any formula, pattern, device or compilation of information which is used in one's business, and which gives him an opportunity to obtain an advantage over competitors who do not know or use it." *Id.* (quoting Restatement of Torts § 757, cmt. b). Compelling reasons may also exist if sealing is required to prevent judicial documents from being used "as sources of business information that might harm a litigant's competitive standing." *Id.* (citing *Nixon v. Warner Commc'ns, Inc.*, 435 U.S. 589, 598 (1978)).

B. <u>Sealing of Documents Containing Facebook's Highly Confidential Information.</u>

Plaintiffs ask the Court to seal portions of Plaintiffs' Opposition containing Facebook's confidential, proprietary, non-public information and designated "Highly Confidential" by Facebook pursuant to the terms of the parties' Stipulated Protective Order.

Facebook confirms that Exhibit 2 (the Opposition) to the Declaration of David A. Straite in Support of Plaintiffs' Administrative Motion contains Facebook's Highly Confidential information.

1	(Naugle Decl. ¶ 2.) Compelling reasons exist to seal Facebook's Highly Confidential information in
2	the Opposition. For the reasons set forth in the Naugle Declaration, Facebook would suffer
3	competitive harm if this information were publicly disclosed. See In re Google Inc. Gmail Litig., No.
4	13-MD-02430-LHK, 2013 WL 5366963, at *2-3 (N.D. Cal. Sept. 25, 2013) (granting motion to seal
5	documents filed with complaint describing how company's technology operates); Elec. Arts, 298
6	F. App'x at 569-70. Unlike the information in <i>Dunbar v. Google, Inc.</i> , the information that Plaintiffs
7	have moved to be sealed is not known to the public and is not available in other public sources.
8	No. 5:12-cv-003305-LHK, 2012 WL 6202719, at *4 (N.D. Cal. Dec. 12, 2012). For all of the
9	reasons set forth herein and in the Naugle Declaration, Facebook respectfully requests that the Court
10	grant Plaintiffs' Administrative Motion as to Facebook's Highly Confidential information, the public
11	disclosure of which would cause competitive harm to Facebook, as limited herein.
12	As explained in the Naugle Declaration, Facebook does not seek to seal all of the information
13	that Plaintiffs move to seal in their Administrative Motion.
14	
15	
16	Dated: February 22, 2016 COOLEY LLP
17	
18	/s/ Matthew D. Brown
19	Matthew D. Brown (196972) Attorneys for Defendant
20	FACEBOOK, INC.
21	
22	
23	
24	
25	
26	
27	
28	127970186