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10		Counsel for AMAZON.COM, INC., AMAZON WEB SERVICES, INC., and
11		TWITCH INTERACTIVE, INC.
12	UNITED STATES DISTRICT COURT	
13	NORTHERN DISTRICT OF CALIFORNIA	
14	SAN JOSE DIVISION	
15	IN RE: PERSONAL WEB TECHNOLOGIES, LLC ET AL., PATENT LITIGATION,	Case No.: 5:18-md-02834-BLF
16 17	AMAZON.COM, INC., and AMAZON WEB SERVICES, INC.,	Case No.: 5:18-cv-00767-BLF Case No.: 5:18-cv-05619-BLF
18	Plaintiffs	Case 110 3.10 CV 03017-DE1
19	v. PERSONALWEB TECHNOLOGIES, LLC and	CORRECTED JOINT STATEMENT RE AMAZON'S MOTION TO COMPEL
20	LEVEL 3 COMMUNICATIONS, LLC,	COMPLIANCE WITH COURT ORDER BY PERSONALWEB TECHNOLOGIES,
21	Defendants.	LLC; REQUEST FOR SANCTIONS
22	PERSONALWEB TECHNOLOGIES, LLC, and LEVEL 3 COMMUNICATIONS, LLC,	
23	Plaintiffs,	
24	v. TWITCH INTERACTIVE, INC.,	
25	Defendant.	
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I. AMAZON'S STATEMENT

The Court twice ordered PersonalWeb to comply with Amazon's post-judgment discovery requests, including to "respond without objection to the interrogatories and requests for production" and "produce all documents requested in the requests for production." (Dkt. 704; see also Dkt. 664.) After allowing its President Michael Weiss to cherry-pick a small set of documents for production in August 2021, PersonalWeb refused further requests to comply and thumbed its nose at the Court's orders for over a year. (See, e.g., Dkt. 728.) Over six weeks ago, in mid-August, PersonalWeb's new attorneys announced that they planned to hire a "data forensic specialist" to ensure PersonalWeb's compliance. PersonalWeb has produced exactly zero additional documents since then and supplemented no interrogatory responses. Amazon seeks the Court's assistance to obtain PersonalWeb's compliance and resolve two issues concerning the scope of production.

PersonalWeb Must Produce Documents in the Possession of Stubbs Alderton. First, PersonalWeb refuses to search documents in the possession of the Stubbs Alderton law firm. Stubbs Alderton is PersonalWeb's agent, primary corporate counsel, and its litigation counsel for at least the past four years and was involved in PersonalWeb's efforts to evade the judgment. Such documents are therefore within the scope of discovery. See FDIC v. BayONE Real Est. Inv. Corp., No. 15-cv-02248-BLF (SVK), Dkt. 69 at 5 (N.D. Cal. Mar. 27, 2017) (van Keulen, M.J.) (slip op.) (ordering defendant to conduct a diligent search of documents within the possession of its former litigation counsel and to produce any documents responsive to requests for production). There is no reasonable dispute that Amazon's post-judgment discovery sought information within PersonalWeb's possession, custody, or control, including documents possessed by PersonalWeb's agent and attorney Stubbs Alderton. (See Dkt. 689-2 at 2 ("PersonalWeb' means PersonalWeb Technologies, LLC, and its...agents...and attorneys....").) The Court ruled that PersonalWeb waived its objections to these requests by failing to respond to them and must therefore produce all responsive documents. (Dkt. 704 at 7.) A reasonable search must include a search of documents in the possession of PersonalWeb's counsel Stubbs Alderton.

¹ All quotation emphases are added unless otherwise noted



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Second, Personal Web has indicated that it intends to again assert privilege objections that the Court long ago ruled waived when PersonalWeb failed to respond to the discovery requests at issue. (Compare Dkt. 704 (ordering that PersonalWeb must "respond without objection to the interrogatories and requests for production") to Dkt. 738 (because the PersonalWeb investors had responded to the discovery, they were to "produce any non-privileged, nonprotected, responsive documents")). The Court's order was correct: it is indisputable that PersonalWeb did not timely respond to the post-judgment discovery. (Dkt. 704 at 7.) And failing to respond to a discovery request waives all objections thereto, including any claims of privilege. See Fed. R. Civ. Proc. 33(b)(4); Richmark Corp. v. Timber Falling Consultants, 959 F.2d 1468, 1473 (9th Cir. 1992); Davis v. Fendler, 650 F.2d 1154, 1160 (9th Cir. 1981). Moreover, PersonalWeb's counsel previously admitted that the Court already found waived any privilege objections. (See Dkt. 747-15 at 2 (Michael Sherman email discussing compliance with "the District Court orders without the assertion of any privilege claims that had been ordered waived").)

The Court Already Ruled That PersonalWeb Waived All Objections Including Privilege.

PersonalWeb's Counter-Arguments Are Not Well-Taken. PersonalWeb's primary response to this motion to compel compliance is to argue that it is instead a disguised and belated "motion to strike" the privilege objections that it asserted only after the Court had already found all objections waived. In particular, PersonalWeb argues that Amazon should have filed the motion in the six weeks after PersonalWeb served its responses and before PersonalWeb and its investors began threatening Amazon with contempt sanctions in the state court action if Amazon continued to pursue discovery.² That argument is as cynical as it is unserious—the Court should reject it. During that time, Amazon was engaged in meet and confer efforts attempting to obtain Personal Web's compliance informally. Moreover, after the contempt threat, Amazon spent months trying to intervene in the California Superior Court action to resolve that issue among others, and while that effort was ongoing, PersonalWeb's counsel Stubbs Alderton reported that PersonalWeb had refused to allow it to take any further steps to comply with the Court's order. The parties fought

² Moreover, PersonalWeb asserted that the state court injunction barred this Court's *pre-existing* document discovery order and that Amazon had violated that injunction simply by asking PersonalWeb to produce documents (see Dkt. 747-6), a position the Court rejected



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over the withdrawal for additional months. The District Judge has never suggested that a motion to compel compliance would be untimely, in fact everything it has done—including ordering a temporary stay requiring that Amazon not file such a motion until the Court's latest order on withdrawal had been addressed—suggests exactly the opposite. (See Dkt. 725 at 10 ("Mr. Gregorian needs to seek a -- either a motion to compel or a motion for contempt, from the magistrate judge."); Dkt. 762 at 35.)

Given the lengths that PersonalWeb has forced Amazon to go through to obtain compliance, including manufacturing the fake "conflict" with its former counsel of record, the Court should also direct PersonalWeb to reimburse Amazon its reasonable attorney fees and costs incurred in obtaining compliance. See Pinterest, Inc. v. Pintrips, Inc., Civ. A. No. 13-CV-04608-RS (KAW), 2015 WL 154522, at *5-6 (N.D. Cal. Jan. 12, 2015).

II. STATEMENT OF PERSONALWEB

Amazon asserts that the Court, sua sponte and ambiguously, held that PersonalWeb has waived attorney-client privilege as to 43 RFPs and ten special interrogatories (including two interrogatories that specifically sought privileged information). Moreover, PersonalWeb specifically objected on attorney-client privilege grounds to the two interrogatories in question over a year ago, and any attempt by Amazon to compel responses without those objections is untimely.

PersonalWeb is in the process of collecting, via a data forensic specialist, PersonalWeb's ESI. PersonalWeb has or will produce all responsive, non-privileged documents to comply with the Court's Order and provide responses and productions to Amazon. Amazon seems to suggest, on the one hand, that this production must happen immediately, and on the other hand, it must happen fully. All interested parties understand that this is not possible, and PersonalWeb, through its newlyretained counsel, has been in regular contact with Amazon during this process.

A. PersonalWeb Has Not Waived Its Attorney-Client Privilege

1. The Parties' Briefs and the Court Order were Silent on Privilege

The sole ground upon which Amazon bases its argument that PersonalWeb has waived its privilege, the Court Order (Dkt. 704), was <u>silent on privilege</u>. Moreover, that Order was in response to a Motion to Compel (Dkt. 687) and Joint Statement (Dkt. 689), neither of which made any



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mention of waiver of privilege or request that the Court order that PersonalWeb waived privilege. The briefs and the Order were all silent on privilege and any possible waiver. Given the sanctity of the attorney-client privilege, it seems unlikely that the Court held, sua sponte and ambiguously as to privilege, that PersonalWeb waived its attorney-client privilege. This is the opposite of the situation in FDIC, No. 15-cv-02248, Dkt. 69, in which the requesting party specifically sought an order compelling a search and production of the responding party's attorney's documents (id. at 4:3-6), and the Court **un**ambiguously compelled the same (*id.* at 5:5-10).

Furthermore, PersonalWeb's counsel did not concede that privilege had been waived in the meet and confer process. It is plain from reading Dkt. 747-15 at 3 that Mr. Sherman is not conceding that privilege has been waived, but rather requesting PersonalWeb's Receiver to confirm its position on the matter and to instruct PersonalWeb's counsel how to proceed.

> 2. Amazon's Request to Strike PersonalWeb's Objections is Untimely

Amazon's request to strike PersonalWeb's attorney-client privilege objections is untimely as these objections were made over a year ago, and Amazon's delay is not justified.

Within ten days of the Order, on July 30, 2021, PersonalWeb served its responses to Amazon's RFPs and Interrogatories. PersonalWeb objected to Interrogatories 9 and 10 (the "Interrogatory Responses") on the ground of attorney-client privilege, as they clearly sought privileged information.³ Any motion to now challenge these objections as to these two Interrogatories would be untimely. See Unilin Beheer B.V. v. NSL Trading Corp., 2015 WL 12698283, at *3 (C.D. Cal.) (holding that a motion to compel six months after first set of interrogatory responses and three months after additional responses were due was untimely). Amazon's purported justification for its delay in bringing this request to have those objections stricken is disingenuous. The Interrogatory Responses were served on July 30, 2021, and PersonalWeb did not raise the issue of the receivership injunction until September 14, 2021, six weeks later. (Dkt. 747-6 at 2.) Amazon was apparently not too concerned about contempt sanctions, as it then challenged that very receivership stay, but only after waiting six more months. (See Dkt.

³ PersonalWeb has already agreed to supplement its Responses to Interrogatories 9 and 10 to include all non-privileged information if any



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