

United States District Court  
Northern District of California

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UNITED STATES DISTRICT COURT  
NORTHERN DISTRICT OF CALIFORNIA  
SAN JOSE DIVISION

ADTRADER, INC., et al.,  
Plaintiffs,  
v.  
GOOGLE LLC,  
Defendant.

Case No. [17-cv-07082-BLF](#) (VKD)

**ORDER RE NOVEMBER 19, 2018  
JOINT DISCOVERY DISPUTE  
LETTER**

Re: Dkt. No. 97

Plaintiff AdTrader, Inc. (“AdTrader”) moves to compel defendant Google LLC (“Google”) to provide additional information in response to AdTrader’s Interrogatories Nos. 7-10, 11 and 13. Dkt. No. 97. Google objects that the information AdTrader seeks is not relevant to any claim or defense. *Id.* The Court finds this matter suitable for decision without a hearing.

Having considered the submissions of the parties, the Court grants in part and denies in part AdTrader’s motion to compel.

**I. BACKGROUND**

Using Google’s Ad Exchange (“AdX”) service, website publishers sell advertising space on their webpages in exchange for a share of the revenue advertisers pay to Google, and advertisers buy space to display their advertising online. Dkt. No. 72 ¶ 1. Intermediary companies may facilitate publishers’ and advertisers’ use of the AdX service. Network Partner Managers (“NPMs”) assist publishers, and advertising agencies assist advertisers. *Id.* ¶¶ 25-26.

AdTrader was both a publisher and an NPM on behalf of other publishers, as well as an advertising agency on behalf of advertisers. *Id.* ¶¶ 47-49. Google terminated AdTrader’s publisher-side NPM account after notifying AdTrader that all of the advertising impressions on AdTrader’s websites were invalid. *Id.* ¶ 63. Google allegedly advised AdTrader that it was

1 withholding all revenue associated with those impressions and would refund that revenue to the  
 2 affected advertisers. In its role as advertising agency on behalf of those affected advertisers,  
 3 AdTrader says it should have received the refunded revenue, but that Google did not fully refund  
 4 the revenue. *Id.* ¶¶ 76-84.

5 AdTrader asserts individual claims as a publisher/NPM for breach of contract, breach of  
 6 the implied covenant of good faith and fair dealing, intentional interference with contract, and  
 7 declaratory relief. AdTrader also asserts claims on behalf of a putative class of AdX advertisers.

## 8 **II. LEGAL STANDARD**

9 A party may obtain discovery of any matter that is relevant to a claim or defense and that is  
 10 “proportional to the needs of case, considering the importance of the issues at stake in the action,  
 11 the amount in controversy, the parties’ relative access to relevant information, the parties’  
 12 resources, the importance of the discovery in resolving the issues, and whether the burden or  
 13 expense of the proposed discovery outweighs its likely benefit.” Fed. R. Civ. P. 26(b)(1).  
 14 AdTrader bears the burden to show in the first instance that the information it seeks is relevant to a  
 15 claim or defense.

16 Here, the case involves both individual claims and putative class claims. The Court  
 17 understands that the presiding judge has not ordered bifurcation of discovery as between the  
 18 individual claims and the class claims.

## 19 **III. DISCUSSION**

### 20 **A. Interrogatories Nos. 7-10**

21 Broadly speaking, AdTrader’s Interrogatories Nos. 7-10 are directed to discovery of  
 22 information regarding Google’s withholding of advertising earnings from any publisher or NPM  
 23 due to invalid advertising activity, and Google’s alleged failure to refund or credit those withheld  
 24 earnings to the advertisers who paid for the ads associated with invalid activity. *See* Dkt. No. 97-  
 25 1. Although some of the interrogatories refer to other interrogatories that are not part of the record  
 26 of this dispute,<sup>1</sup> the Court infers that the information sought by AdTrader is not limited to

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27  
 28 <sup>1</sup> Interrogatories Nos. 7 and 10 refer to Google’s response to Interrogatory No. 6, which is not before the Court.

1 advertisements and earnings associated with AdTrader's own publisher-side NPM account or its  
2 own activities as an advertising agency, but encompasses discovery of activities associated with  
3 the putative class or classes. *See* Dkt. No. 97 at 5.

4 The parties apparently have agreed that in responding to these interrogatories Google will  
5 randomly select 150 AdX publishers and 300 advertisers (from each of the three different  
6 advertising platforms at issue) for whom it will provide the requested information. Google objects  
7 to providing the names and contact information for the sampled publishers and advertisers;  
8 AdTrader insists that such information must be produced.

9 As Google correctly observes, this dispute differs from the dispute the Court addressed  
10 previously. *See* Dkt. Nos. 84, 101. Interrogatories Nos. 7-10 seek information beyond the claims  
11 asserted by the named plaintiffs, whereas Interrogatory No. 4, at issue in the earlier dispute, sought  
12 information limited to advertising earnings withheld from AdTrader only. Google observes that  
13 the Court has not yet certified a class and that discovery directed to the merits of class member  
14 claims is irrelevant to the question of class certification.

15 The Court understands that all of the information sought by AdTrader is maintained by  
16 Google in one or more databases. Dkt. No. 99. The databases may be queried to obtain the  
17 requested information, and Google does not contend that the process of extracting the requested  
18 information is disproportionately burdensome. Dkt. No. 97 at 5. For purposes of this dispute the  
19 Court separately considers AdTrader's requests for publishers' and advertisers' names and  
20 publishers' and advertisers' contact information.

### 21 1. Publisher and Advertiser Names

22 Given the parties' agreement to produce a sample of responsive information, the Court  
23 assumes that the substantive information sought by Interrogatories Nos. 7-10 (as opposed to the  
24 identifying information in dispute) is relevant to issues of class certification or other matters  
25 subject to pre-certification discovery. If the substantive information is relevant, then the Court  
26 must consider whether Google may remove information that uniquely identifies the entities  
27 associated with responsive substantive information and replace that information with anonymous  
28 identifiers.

1 As a general matter, courts disfavor redaction of information from responsive documents  
2 solely on grounds that some information contained in the documents is not relevant. *See, e.g.,*  
3 *Live Nation Merchandise, Inc. v. Miller*, No. 13-cv-03936 CW (NC), 2014 WL 1877912 at \*3  
4 (N.D. Cal. May 9, 2014) (collecting cases). Google gives five reasons why it nevertheless should  
5 be permitted to withhold publishers' and advertisers' names associated with information  
6 responsive to Interrogatories Nos. 7-10.

7 First, Google argues that AdTrader's stated desire to test Google's contentions about the  
8 nature and amounts of advertising revenue received and refunds or credits provided is based on an  
9 unfounded suspicion that Google's database records are inaccurate. Second, Google argues that  
10 AdTrader does not need to know which entities' information is produced because Google is  
11 "segmenting" the sample by product and any other information about the publishers and  
12 advertisers is irrelevant. Third, Google argues that because it wishes to contact each of the  
13 publishers and advertisers in advance of producing their information to AdTrader, Google will  
14 have to devote resources to contacting these entities and responding to their inquiries and this  
15 effort will prove unduly burdensome. Fourth, the names of publishers and advertisers cannot be  
16 relevant to whether AdTrader has standing to assert a claim under California's Unfair Competition  
17 Law, as the standing issue will be decided on the pleadings. Fifth, Google argues that AdTrader  
18 should not be permitted to discover the names of these publishers and advertisers in order to  
19 identify new class representatives. *See* Dkt. No. 97 at 5-6.

20 As Google acknowledges, some of these objections were made in connection with the  
21 parties' earlier dispute. For the reasons stated in the Court's prior order, Google's concerns about  
22 the burden associated with its desire to contact publishers and advertisers and about AdTrader's  
23 possible efforts to identify new class representatives are not persuasive objections to providing the  
24 names of the publishers and advertisers at issue. *See* Dkt. Nos. 84, 101.

25 With respect to the remainder of Google's objections, the Court is not persuaded that there  
26 are good reasons to anonymize the identities of the publishers and advertisers whose relevant  
27 substantive information the parties have already agreed Google will produce, even if the identities  
28 of these entities are not relevant for all of the purposes AdTrader identifies in its portion of the

1 joint discovery dispute letter. At a minimum, AdTrader should be able to know which publishers  
2 and advertisers are associated with the responsive substantive information that Google has already  
3 agreed to produce for the purely practical reason that such a production permits AdTrader to  
4 understand and analyze the information it receives from the sample, and to understand how the  
5 information relates to other information it has developed or discovered in the case. Moreover,  
6 there is simply no legitimate reason for Google to specially curate its production to edit out  
7 information it considers irrelevant where the underlying substantive information is relevant and  
8 responsive.

9 Google does not contend that the entities' names are confidential. Rather, its primary  
10 objection continues to be that AdTrader intends to use the information to contact publishers and  
11 advertisers to seek discovery that it should not be permitted to obtain, or that AdTrader will  
12 attempt improperly to solicit new class representatives. As Google acknowledges, neither of these  
13 objected-to efforts by AdTrader is before the Court at this time. The Court will not bar discovery  
14 of information that has a legitimate use simply because it may also be used for an improper  
15 purpose.

16 Google must produce responsive information for the sampled publishers and advertisers  
17 that includes those entities' names.

## 18 **2. Publisher and Advertiser Contact Information**

19 AdTrader also seeks contact information for the sampled publishers and advertisers.  
20 Google objects to producing contact information for the same reasons it objects to producing the  
21 names of the publishers and advertisers.

22 Presumably, AdTrader wishes to have contact information for the sampled publishers and  
23 advertisers so that it may contact some or all of them about matters related to the class claims.  
24 Here, Google's argument that Interrogatories 7-10 seek information that is not limited to the  
25 claims of the named plaintiffs carries more weight, as discovery from putative class members for  
26 purposes of the class claims is more circumscribed than discovery from third parties in connection  
27 with the individual claims of the named plaintiffs. *See Briseno v. ConAgra Foods, Inc.*, 844 F.3d  
28 1121 (9th Cir. 2017); *Hollman v. Experian*, No. C11-0180 CW (DMR), 2012 WL 2568202 at \*3-5

1 (N.D. Cal. July 2, 2012) In addition, unlike the names of the publishers and advertisers, Google  
2 is not proposing to manipulate or anonymize data that is otherwise associated with relevant and  
3 responsive substantive information. More importantly, AdTrader's ability to understand and  
4 analyze the substantive information Google will produce in response to Interrogatories Nos. 7-10  
5 will not be impeded if Google does not also provide the contact information for these publishers  
6 and advertisers.

7 It is not clear from the parties' briefing what information AdTrader ultimately seeks to  
8 obtain from the sampled publishers and advertisers and whether that information is discoverable at  
9 this time. For this reason, the Court denies without prejudice AdTrader's motion to compel  
10 production of contact information in response to Interrogatories Nos. 7-10, subject to the further  
11 discovery management procedures described below.

12 **B. Interrogatories Nos. 11 and 13**

13 Interrogatory No. 11 asks Google to state, on a quarterly basis, the total revenue it received  
14 from publishers and NPMs from January 1, 2013 through July 31, 2018. Interrogatory No. 13  
15 asks Google to state, on a quarterly basis, the total revenue it received from advertisers from  
16 January 1, 2013 through July 31, 2018. AdTrader says that this information is needed so that its  
17 damages expert can develop a model of "the ratio of refunds/credits paid out to advertising  
18 revenues received, while measured against historical figures of invalid activity detected through  
19 offline analysis." Dkt. No. 97 at 3-4. Google objects that information concerning total publisher  
20 and advertising revenue is not relevant to the claims at issue in the case. Moreover, Google asserts  
21 that it *will* produce information about the total amount of revenue it has withheld from publishers  
22 and the total amount of revenue it has refunded or credited to advertisers. *Id.* at 7.

23 The Court is not convinced that the revenue information AdTrader seeks in Interrogatories  
24 Nos. 11 and 13 is relevant to a damages model that will actually represent damages suffered based  
25 on the claims asserted in this case. As Google observes, plaintiffs' claims are directed to the  
26 alleged discrepancy between payments Google withheld from publishers based on invalid  
27 advertising activity and refunds or credits provided to advertisers whose ads were implicated in  
28 that invalid activity. The damages model to which AdTrader refers does not appear designed to

1 model damages for *that* discrepancy; rather, it appears to model damages for possible under-  
2 reporting of invalid activity to advertisers, which is not at issue here. *Id.* at 4 n.3.

3 For these reasons, the Court denies AdTrader's motion to compel Google's responses to  
4 Interrogatories Nos. 11 and 13.

#### 5 **IV. SUMMARY OF RULINGS**


6 The Court grants AdTrader's motion to compel Google to produce the names of the  
7 publishers and advertisers whose information will be produced in response to Interrogatories Nos.  
8 7-10. The Court denies, without prejudice, AdTrader's motion to compel Google to produce  
9 contact information for the publishers and advertisers whose information will be produced in  
10 response to Interrogatories Nos. 7-10. The Court denies AdTrader's motion to compel responses  
11 to Interrogatories Nos. 11 and 13.

#### 12 **V. DISCOVERY MANAGEMENT**

13 In recent discovery disputes both parties have raised concerns about communications with  
14 and discovery of third parties who are also putative class members. Although the scope of such  
15 communications and discovery has not crystallized into a dispute that requires the Court's  
16 attention, the Court believes that proactive management of such matters might benefit the conduct  
17 of discovery in this case. Accordingly, the Court will hold a discovery conference on **January 15,**  
18 **2019 at 10:00 a.m.** At the conference, the parties should be prepared to discuss (1) anticipated  
19 communications with putative class members, (2) anticipated discovery of putative class members,  
20 and (3) any stipulated or ordered limits on pre-certification discovery (*see, e.g.*, Dkt. No. 55 at 10).

21 **IT IS SO ORDERED.**

22 Dated: January 3, 2019

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25 VIRGINIA K. DEMARCHI  
26 United States Magistrate Judge  
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