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8 **UNITED STATES DISTRICT COURT**
NORTHERN DISTRICT OF CALIFORNIA
9 **SAN JOSE DIVISION**

10) Case No.: 5:20-cv-08324-SVK

11) **MEMORANDUM OF POINTS AND**
12) **AUTHORITIES IN SUPPORT OF**
13) **PLAINTIFFS' UNOPPOSED MOTION**
14) **FOR PRELIMINARY APPROVAL OF**
15) **CLASS ACTION SETTLEMENT**

16 *In Re LinkedIn Advertising Metrics Litigation*

17) Judge: Hon. Susan van Keulen
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INTRODUCTION

1
2 Plaintiffs TopDevz, LLC and Noirefy Inc. sued Defendant LinkedIn Corp., alleging that
3 LinkedIn had overcharged advertisers due to overstating certain video views, automated and
4 fraudulent accounts, and other causes. Plaintiffs asserted claims under the Unfair Competition
5 Law, Cal. Bus. & Prof. Code §§ 17200 *et seq.*, and the False Advertising Law, Cal. Bus. & Prof.
6 Code § 17500, along with other causes of action, on behalf of a putative class of LinkedIn
7 advertisers. On December 27, 2021, this Court dismissed Plaintiffs' second amended complaint
8 with prejudice and then entered judgment in LinkedIn's favor. Plaintiffs timely appealed, and the
9 parties fully briefed the appeal.

10 Before the Ninth Circuit decided the appeal, the parties reached a settlement that would
11 fully resolve the claims of the proposed class and provide meaningful relief for the class members.
12 While Plaintiffs believe that the facts and the law would ultimately favor their claims, success in
13 their appeal of this Court's dismissal was not guaranteed and, even if they could have obtained a
14 remand, other challenges would have remained. The proposed settlement offers meaningful relief
15 now, without the numerous, substantial risks and years of delay that would accompany further
16 litigation. To that end, the proposed settlement provides for the establishment of a \$6.625 million
17 settlement fund and requires LinkedIn to use commercially reasonable efforts to engage a reputable
18 third party to audit its ad metrics. In conjunction with the Settlement, LinkedIn has also made
19 changes to its agreements with its advertisers to resolve issues raised by Plaintiffs' claims. The
20 settlement fund will be used to pay the costs of notice and administration, Plaintiffs' requested
21 incentive awards, attorneys' fees and costs, and then direct and automatic payments to class
22 members, without the need for claim forms. Any unclaimed funds will be redistributed to class
23 members (rather than reverting to LinkedIn) until it is no longer economically feasible to do so, at
24 which point they will be distributed to a *cy pres* recipient. From Plaintiffs' perspective, the
25 settlement provides significant value to the class, without the risks and delay that would
26 accompany further litigation.

1 For the reasons detailed below, Plaintiffs respectfully request that the Court certify the
2 proposed settlement class, appoint class counsel under Rule 23(g), preliminarily approve the
3 settlement, approve the proposed notice plan, and set a schedule for final approval.

4 **BACKGROUND**

5 Plaintiffs filed their initial class action complaint on November 25, 2020. ECF No. 1. After
6 LinkedIn moved to dismiss, Plaintiffs amended their complaint on February 17, 2021. ECF No.
7 49. On February 24, 2021, Plaintiffs' claims were consolidated with similar claims filed by another
8 plaintiff, Synergy RX PBM LLC, *see* ECF No. 52, and an amended consolidated complaint was
9 filed on March 17, 2021. ECF No. 55. LinkedIn again moved to dismiss, ECF No. 65, and the
10 Court granted the motion in part, without prejudice on August 3, 2021. ECF No. 85. Plaintiffs filed
11 a second amended complaint on August 17, 2021,¹ ECF No. 89, which LinkedIn moved to dismiss
12 on August 31, 2021, ECF No. 97. The Court granted LinkedIn's motion with prejudice and entered
13 a judgment in LinkedIn's favor on December 27, 2021. ECF Nos. 104, 105.

14 Plaintiffs timely appealed on January 26, 2022. ECF No. 106. The parties held a settlement
15 conference with the Ninth Circuit mediator on March 4, 2022, but were unable to make meaningful
16 progress toward a resolution at that time, and the case was released from the mediation program
17 on June 6, 2022. *See TopDevz, LLC et al. v. LinkedIn Corp.*, No. 22-15118, ECF Nos. ("App. ECF.
18 Nos.") 5, 11 (9th Cir.); Declaration of J. Dominick Larry ("Larry Decl."), ¶ 12. The parties
19 completed briefing the appeal on October 25, 2022, App. ECF No. 29, and the case was set for
20 oral argument on April 17, 2023, App. ECF No. 34.

21 Following the scheduling of oral argument, the parties resumed their settlement
22 discussions, and scheduled a private mediation with Randall W. Wulff, of Wulff Quinby
23 Sochynsky, on March 31, 2023. App. ECF No. 39; Larry Decl. ¶ 13. With mediation scheduled,
24 the parties moved to vacate oral argument, and the Ninth Circuit granted the motion on March 27,
25 2023. App. ECF No. 40. The parties engaged in a full-day mediation on March 31, 2023, and the
26

27 _____
28 ¹ Synergy RX PBM LLC voluntarily dismissed its claims on July 4, 2021. ECF No. 84.

1 session ended with the parties both accepting a mediator’s proposal and reaching an agreement in
2 principle on the terms of a class-wide settlement. Larry Decl. ¶ 14.

3 Following the mediation, the parties engaged the assigned Circuit Mediator to inform him
4 of the agreement in principle, and to obtain guidance on resolving the outstanding settlement issues
5 while the case remained off the Ninth Circuit’s oral argument calendar. Larry Decl. ¶ 15. Over the
6 following year, with the Circuit Mediator’s assistance, the parties worked through a variety of
7 issues as part of the finalization of the settlement agreement, including complex analysis of the
8 underlying advertising data, the process by which class members will obtain payment if the
9 settlement is approved, and the methods by which payment will occur. *Id.*, ¶ 16. Now, the parties
10 have finalized the settlement agreement, the notices, and the payment distribution plan, and
11 stipulated to the dismissal of the appeal for settlement purposes.

12 The Parties now seek preliminary approval of their class action settlement.

13 SETTLEMENT TERMS

14 **I. The proposed settlement class.**

15 The settlement contemplates certification of the following class (“the Class”), for
16 settlement purposes only:

17 All U.S. advertisers² who purchased LinkedIn Advertising³ during the Class
18 Period.⁴ Excluded from the Settlement Class are LinkedIn; any entity in
19 which LinkedIn has a controlling interest; LinkedIn’s officers, directors,
20 legal representatives, successors, subsidiaries, and assigns; any advertiser
21 who timely files a request for exclusion; and any judge to whom this case
is assigned, his or her spouse, and all persons with the third degree of
relationship to either of them, as well as the spouses of such persons.

22 Ex. A (“Settlement”),⁵ ¶ II.29.

23
24 ² LinkedIn has identified “U.S. advertisers” for the purposes of this settlement as advertisers
25 whose billing data currently on file with LinkedIn reflects that the advertiser is based in the
United States.

26 ³ “LinkedIn Advertising” means “advertising offered or purchased through LinkedIn Marketing
Solutions.” Settlement, ¶ II. 18.

27 ⁴ The Class Period is January 1, 2015 through May 31, 2023.

28 ⁵ All citations to exhibits refer to the exhibits to the declaration of J. Dominick Larry, filed
contemporaneously herewith.

1 The Northern District’s preliminary approval guidelines direct settling parties to explain
2 any differences between the settlement class and the class proposed in the operative complaint.⁶
3 Here there are two changes to the class definition, both of which narrow the scope of the class. *See*
4 *generally Zaklit v. Nationstar Mortg. LLC*, No. 15-cv-2190, 2017 WL 3174901, at *8 (C.D. Cal.
5 July 24, 2017) (“[C]ourts routinely permit plaintiffs to narrow the scope of their class at the
6 certification stage.”). First, the class period has been shortened, covering the time period from
7 January 1, 2015 through May 31, 2023, while the Second Amended Complaint had no temporal
8 limitation. *See* ECF No. 89, ¶ 137. Second, the parties limited the settlement class to U.S.
9 advertisers only, eliminating any questions about how other countries’ laws may or may not have
10 honored a final judgment issued in this case. *See, e.g., Mohanty v. BigBand Networks, Inc.*, No.
11 07-cv-5101, 2008 WL 426250, at *8 (N.D. Cal. Feb. 14, 2008) (“[A] strong possibility or near
12 certainty that a foreign court will not recognize a judgment in favor of the defendant as a bar to
13 the action of its own citizens may be the basis for eliminating foreign purchasers from the class.”).

14 The fact that the parties narrowed the class definition in the settlement context eliminates
15 any concern that the definition change was designed to achieve a broader release for LinkedIn than
16 it would have achieved through litigation by the class proposed in the complaint. *See In re*
17 *Chrysler-Dodge-Jeep Ecodiesel Mktg. Litig.*, No. 17-md-02777, 2019 WL 536661, at *4 (N.D.
18 Cal. Feb. 11, 2019) (preliminarily approving narrower class and recognizing that “[t]hose excluded
19 from the class do not, of course, release any claims.”).

20 **II. The settlement fund.**

21 The parties’ proposed settlement will establish a fund of \$6,625,000.00. Settlement,
22 ¶¶ II.18, V.1. That money will be distributed to the Class members on a *pro rata* basis,
23 proportionate to the amount each member spent on LinkedIn advertising during the class period.
24 *Id.* ¶ V.2. The fund will also cover all costs associated with notice and administration, attorneys’
25 fees and costs, and incentive awards. Settlement, ¶¶ IV, V.7, X. The settlement fund is non-
26 reversionary, meaning that LinkedIn will not be entitled to retain any part of the settlement fund

27
28 ⁶ *See* N.D. Cal., *Proc. Guidance for Class Action Settlements*, § 1.a.

1 for any reason. *Id.* ¶ V.6. Instead, unclaimed funds will be redistributed to those Class members
 2 who received ad credits, or timely cashed their checks or activated their digital payments,
 3 repeatedly, until the administrative cost exceeds the reclaimed amount, at which point the
 4 remaining funds will go to a *cy pres* recipient.⁷

5 To assist in administering the Settlement and transmitting payment to the Class, the parties
 6 engaged A.B. Data Group. Before engaging A.B. Data, the parties received bids from three other
 7 experienced and qualified settlement administrators. Larry Decl. ¶¶ 19, 20. The parties ultimately
 8 selected A.B. Data because it offered the best practicable notice and distribution options given the
 9 needs of the case, at one of the lowest prices. *Id.* ¶¶ 20. The parties were also persuaded by A.B.
 10 Data's prior experience in the *LLE One v. Facebook* litigation, which involved similar allegations
 11 and a similar payment structure. *Id.* Thus, through a competitive-bidding process, the parties were
 12 able to engage a settlement administrator with experience administering a similar settlement, to
 13 implement a process generating seamless distribution of funds to Class members, at a cost of
 14 approximately \$191,271.25. *Id.*⁸

15 **III. Non-monetary relief.**

16 Plaintiffs secured two forms of non-monetary relief for the Class. First, LinkedIn modified
 17 its Ads Agreement with advertisers in a manner agreed upon by the parties, addressing the issues
 18 noted by Plaintiff in the operative complaint. Larry Decl. ¶¶ 17, 18. Second, in the Settlement
 19 Agreement itself, LinkedIn agreed to use commercially reasonable efforts to engage a reputable
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22 ⁷ The parties have agreed, subject to Court approval, that the *cy pres* recipient shall be the
 23 Consumer Federation of America. Settlement ¶ II.10. The Consumer Federation of America is an
 24 association of non-profits that, among other things, performs research used to assist consumer
 25 advocates and policymakers in matters including the remediation of false-advertising practices.
 26 See *Overview*, Consumer Federation of America, <https://consumerfed.org/overview/> (last
 27 accessed July 25, 2024); *Consumer Complaint Survey Report*, Consumer Federation of America,
 28 [https://consumerfed.org/wp-content/uploads/2023/05/2022-Consumer-Complaint-Survey-
 Report.pdf](https://consumerfed.org/wp-content/uploads/2023/05/2022-Consumer-Complaint-Survey-Report.pdf) (last accessed July 25, 2024); *Nation's Top Consumer Complaints*, Consumer
 Federation of America, [https://consumerfed.org/press_release/nations-top-consumer-complaints-
 2019/](https://consumerfed.org/press_release/nations-top-consumer-complaints-2019/) (last accessed July 25, 2024). Neither Keller Postman nor Romanucci & Blandin has any
 pre-existing relationship with the *cy pres* recipient.

⁸ Neither Keller Postman nor Romanucci & Blandin has engaged A.B. Data in the last two years.

1 third party to audit certain click and impression metrics, for at least two years after the Final
2 Approval Order. *See* Settlement ¶ V.1.

3 **IV. The release of the Class members' claims.**

4 In exchange for the monetary and injunctive relief, Plaintiffs and the Class members will
5 provide a release of claims against LinkedIn, its officers, directors, legal representatives,
6 successors, subsidiaries, and assigns. Settlement, ¶¶ 1.19, XIV.1–2. The release is limited to claims
7 “that arise from or relate to the facts, activities or circumstances alleged in the Action.” *Id.*,
8 ¶ XIV.1.

9 The Northern District’s guidelines ask the parties to address whether the claims to be
10 released differ from the claims in the operative complaint. *See* N.D. Cal., *Proc. Guidance for Class*
11 *Action Settlements*, § 1.c. Here, the parties seek to release only those claims that were or could
12 have been pleaded based on the facts alleged by Plaintiffs. In short, the settlement release has the
13 same scope that *res judicata* principles would have applied in the event of a judgment on the merits
14 concerning a certified class. Such a release is appropriate and typical. *See Hesse v. Sprint Corp.*,
15 598 F.3d 581, 590 (9th Cir. 2010).

16 **V. Attorneys’ fees, costs, and service awards.**

17 Plaintiff’s counsel have yet to be compensated for their litigation efforts. Having litigated
18 this case in this Court for a year, and in the Ninth Circuit for roughly the same period of time,
19 while advancing hundreds of thousands of dollars in litigation expenses on the Class’s behalf,
20 Plaintiff’s counsel will file a motion asking the Court to award attorneys’ fees of 25% of the
21 settlement fund, the benchmark in the Ninth Circuit. *See In re Online DVD-Rental Antitrust Litig.*,
22 779 F.3d at 949. In addition, Plaintiff’s counsel intends to seek reimbursement of \$154,874.94 in
23 expenses incurred prior to execution of the settlement in litigating this case. Larry Decl. ¶ 21.

24 Plaintiffs will provide additional detail, consistent with Rule 23(h), when they file their
25 formal fee motion. In that motion, Plaintiffs’ counsel will provide a more thorough description of
26 their efforts during the litigation, a more detailed accounting of their litigation costs, and authority
27 supporting the reasonableness of the requested payments. While Plaintiffs will provide more detail
28

1 with their formal fee motion, per the Northern District’s guidelines, Plaintiffs also provide the
2 following lodestar information now: Plaintiff’s counsel have devoted about 3,252 hours to this
3 case; they have not been compensated for any of that time or effort to date; and their lodestar using
4 their typical hourly billing rates totals \$2,556,930.50. Plaintiffs’ counsel anticipate that their
5 lodestar will increase over the coming months, as they prepare a final approval motion and a formal
6 application for their fees and costs, and as they work with the Settlement Administrator, LinkedIn,
7 and the Class members to implement the Settlement.

8 Plaintiffs also intend to ask the Court to award each of them service awards to recognize
9 the time, effort, and expense they incurred pursuing claims against LinkedIn, which benefited the
10 entire class. In addition to the substantial time and effort Plaintiffs incurred in assisting with the
11 preparation of amended pleadings and responses to discovery requests—which included a line-by-
12 line review of the advertisements purchased by Plaintiffs and the accompanying metrics for those
13 ads—litigation of this case presented unique risks not typically seen in class actions. Each Plaintiff
14 faced the risk of potential reputational harm as actual and potential customers, suppliers, and
15 investors could have viewed their involvement with skepticism, or questioned why company
16 resources were being directed to litigation rather than core operations. Additionally, Plaintiffs
17 devoted substantial time to the resolution of this action, not only in pre- and post-mediation work,
18 but also at the mediation itself, with Noirefy’s CEO traveling from Chicago to personally attend,
19 and TopDevz’s former CEO participating by phone throughout the day. Given that involvement,
20 Plaintiffs will request service awards of \$25,000 each from the settlement fund, subject to the
21 Court’s approval. *See* Agreement, Ex. A-1.

22 **VI. CAFA Compliance**

23 Per the Northern District’s Procedural Guidance for Class Action Settlements, CAFA
24 notice is required. Under the Settlement Agreement, CAFA notice will be disseminated by the
25 Settlement Administrator, within 10 days of the filing of this motion. Agreement ¶ VII.12. No
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1 additional notice to government entities, such as the Labor & Workforce Development Agency, is
2 required.⁹

3 ARGUMENT

4 “The Ninth Circuit maintains a strong judicial policy that favors the settlement of class
5 actions.” *McKnight v. Uber Techs., Inc.*, No. 14-cv-5615, 2017 WL 3427985, at *2 (N.D. Cal.
6 Aug. 7, 2017). The Court must, however, “determine whether a proposed settlement is
7 fundamentally fair, adequate and reasonable” pursuant to Rule 23(e). *Staton v. Boeing Co.*, 327
8 F.3d 938, 959 (9th Cir. 2003). “The proposed settlement need not be ideal, but it must be fair and
9 free of collusion, consistent with counsel’s fiduciary obligations to the class.” *See id.* (citing
10 *Hanlon v. Chrysler Corp.*, 150 F.3d 1011, 1027 (9th Cir. 1998)). “Whether a settlement is
11 fundamentally fair within the meaning of Rule 23(e) is different from the question whether the
12 settlement is perfect in the estimation of the reviewing court.” *Lane v. Facebook, Inc.*, 696 F.3d
13 811, 819 (9th Cir. 2012). Before preliminarily approving the settlement, however, the Court “must
14 first evaluate whether certification of a settlement class is appropriate under Federal Rule of Civil
15 Procedure 23(a) and (b).” *In re Chrysler-Dodge-Jeep*, 2019 WL 536661, at *5.

16 **I. The settlement class should be certified.**

17 For certification to be appropriate, the proposed class must satisfy all four of Rule 23(a)’s
18 prerequisites—numerosity, commonality, typicality, and adequacy—and one of Rule 23(b)’s
19 prongs. Fed. R. Civ. P. 23. Though the same rules apply, the certification factors are given different
20 weights when assessing settlement classes as opposed to litigation classes. *See In re Hyundai &*
21 *Kia Fuel Econ. Litig.*, 926 F.3d 539, 556 (9th Cir. 2019) (en banc). For example, when deciding
22 to certify a settlement class, “manageability is not a concern,” since the settlement will eliminate
23 the need for a trial. *Id.* at 557. On the other hand, “[t]he aspects of Rule 23(a) and (b) that are ...
24

25 ⁹ While the Settlement does provide ad credit to the advertisers, it does not qualify as a coupon
26 settlement under 28 U.S.C. § 1712 because (a) they do not require any class member to spend
27 additional money out of pocket with LinkedIn, and (b) they can be substituted for cash or
28 electronic payment card. *See In re Online DVD-Rental Antitrust Litig.*, 779 F.3d 934, 950–52
(9th Cir. 2015).

1 designed to protect absent [class members] by blocking unwarranted or overbroad class
2 definitions” require “heightened attention by the district court.” *Id.* at 558 (quotation omitted). The
3 focus is “on whether a proposed class has sufficient unity so that absent members can fairly be
4 bound by decisions of class representatives.” *Id.* (quotation omitted).

5 Here, the settlement class is composed only of those U.S.-based advertisers who advertised
6 on LinkedIn from January 1, 2015 through May 31, 2023. Agreement ¶ II.29. That class definition
7 is narrower than the definition proposed in Plaintiffs’ complaints, both in terms of time period
8 (going back only to January 1, 2015, rather than to when advertising started on LinkedIn) and
9 geography (covering only U.S.-based advertisers, rather than global). Thus, there is no risk that
10 the settlement expands the class’s scope improperly. *See Hyundai & Kia*, 926 F.3d at 558. As set
11 forth below, the proposed settlement class satisfies the requirements of Rules 23(a) and (b)(3).

12 **A. The Class is too numerous for individual joinder.**

13 Rule 23(a) requires that the proposed class be so numerous that joinder of all members is
14 impracticable. Fed. R. Civ. P. 23(a)(1). Typically, classes of at least 40 members are presumed to
15 meet this requirement. *Arroyo v. Int’l Paper Co.*, No. 17-cv-6211, 2019 WL 1508457, at *2 (N.D.
16 Cal. Apr. 4, 2019). Here, the settlement class has approximately 300,000 members, according to
17 LinkedIn’s records. Schachter Decl. ¶ 10. The numerosity requirement is easily satisfied.

18 **B. The Class presents common questions of law and fact.**

19 All class actions must have “questions of law or fact common to the class.” Fed. R. Civ. P.
20 23(a)(2). Commonality requires that the class members’ claims “depend upon a common
21 contention” such that “determination of its truth or falsity will resolve an issue that is central to
22 the validity of each one of the claims in one stroke.” *Wal-Mart Stores v. Dukes*, 564 U.S. 338, 350
23 (2011). Here, the proposed class members’ claims raise a number of common issues, including
24 whether: (a) the class members had to establish the absence of an adequate remedy at law; (b)
25 class members could establish the absence of an adequate remedy at law; (c) LinkedIn breached
26 the implied covenant of good faith and fair dealing; (d) LinkedIn breached the implied duty of
27 reasonable care; and (e) LinkedIn made misrepresentations likely to deceive a reasonable person.

1 The “circumstances of each particular class member” therefore “retain a common core of factual
 2 or legal issues with the rest of the class.” *Evon v. Law Offices of Sidney Mickell*, 688 F.3d 1015,
 3 1029 (9th Cir. 2012).

4 **C. Plaintiffs’ claims are typical of the class members’.**

5 “[T]he claims or defenses of the representative parties” must be “typical of the claims or
 6 defenses of the class” to warrant certification. Fed. R. Civ. P. 23(a)(3). “[T]he typicality
 7 requirement is permissive and requires only that the representative’s claims are reasonably co-
 8 extensive with those of absent class members; they need not be substantially identical.” *Rodriguez*
 9 *v. Hayes*, 591 F.3d 1105, 1124 (9th Cir. 2010). Plaintiffs assert the same claims with the same
 10 underlying factual allegations as all other class members: that LinkedIn promised advertisers
 11 would only pay when someone engaged with their advertisements, but they were in fact charged
 12 for non-genuine activity, which persisted on LinkedIn’s platform due to ineffective auditing and
 13 verification measures, and raised prices to advertise on the platform across the board. *See* ECF No.
 14 89, ¶¶ 49–80, 148–223. This common course of conduct gives rise to the same “reasonably co-
 15 extensive” claims for all class members for purposes of settlement. *Rodriguez*, 591 F.3d at 1124;
 16 *Just Film, Inc. v. Buono*, 847 F.3d 1108, 1117 (9th Cir. 2017) (Plaintiff’s “claim is reasonably
 17 coextensive with that of the class because she alleges [the relevant defendants] committed the *same*
 18 overall course of misconduct against other members of the class ... and the class’s alleged injuries
 19 also resulted from that course of misconduct.”).

20 **D. Plaintiffs and their counsel have and will continue to adequately represent**
 21 **the class.**

22 The final Rule 23(a) requirement is that “the representative parties will fairly and
 23 adequately protect the interests of the class.” Fed. R. Civ. P. 23(a)(4). “Determining whether
 24 representation is adequate requires the court to consider two questions: ‘(a) do the named plaintiffs
 25 and their counsel have any conflicts of interest with other class members and (b) will the named
 26 plaintiffs and their counsel prosecute the action vigorously on behalf of the class.’” *Sali v. Corona*
 27 *Regional Medical Center*, 909 F.3d 996, 1007 (9th Cir. 2018) (quoting *In re Mego Fin. Corp. Secs.*
 28

1 *Litig.*, 213 F.3d 454, 462 (9th Cir. 2000)). Here, neither Plaintiffs nor their counsel have any
2 conflicts of interest with absent class members. Rather, their interests are aligned: Plaintiffs
3 purchased advertising on LinkedIn just like every class member, and they share those members'
4 interest in recovering for their overpayments.

5 Plaintiffs and their counsel have also demonstrated their commitment to the class: since
6 the case was filed in November 2020, Plaintiff's counsel have spent thousands of hours litigating
7 the case, and have incurred approximately \$218, 348 in litigation expenses. *See* Larry Decl. ¶ 21;
8 Neiman Decl. ¶ 6; Fruchter Decl. ¶ 3; Lurie Decl. ¶ 11. This case was hard fought; in addition to
9 drafting the complaints and opposing LinkedIn's motions to dismiss, discovery took a substantial
10 amount of time as Plaintiffs served discovery, raised and ultimately briefed discovery disputes,
11 engaged expert witnesses, had to provide extensive written discovery responses, and fully briefed
12 Plaintiffs' appeal before engaging in mediation. Larry Decl. ¶¶ 9, 13. Proposed class counsel are
13 well-versed in complex class litigation, and devoted substantial time and expertise for the benefit
14 of the class. Larry Decl. ¶ 3; Nieman Decl. ¶ 3. There is no reason to doubt the adequacy of the
15 proposed class's representation.

16 **E. Common issues predominate.**

17 "In addition to meeting the conditions imposed by Rule 23(a), the parties seeking class
18 certification must also show that the action is maintainable under Fed. R. Civ. P. 23(b)(1), (2), or
19 (3)." *Hanlon v. Chrysler Corp.*, 150 F.3d 1011, 1022 (9th Cir. 1998). Plaintiffs seek certification
20 under Rule 23(b)(3), which requires that "the questions of law or fact common to class members
21 predominate over any questions affecting only individual members, and that a class action is
22 superior to other available methods for fairly and efficiently adjudicating the controversy." Fed.
23 R. Civ. P. 23(b)(3).

24 Whether "a proposed class is sufficiently cohesive to satisfy Rule 23(b)(3) is informed by
25 whether certification is for litigation or settlement." *In re Hyundai & Kia*, 926 F.3d at 558. In the
26 settlement context, "predominance is 'readily met' in cases alleging consumer fraud." *Id.* at 559
27 (quoting *Amchem Prod. v. Windsor*, 521 U.S. 591, 625 (1997)). Class treatment is especially
28

1 appropriate where, as here, a choice-of-law clause “require[s] the application of only one state’s
2 laws to the entire class, then the representation of multiple states within the class does not pose a
3 barrier to class certification.” *Johnson v. Nextel Commc ’ns Inc.*, 780 F.3d 128, 141 (2d Cir. 2015).
4 Here, the class members’ claims are defined primarily by LinkedIn’s conduct: whether LinkedIn
5 misrepresented that users would be charged only for genuine engagement, whether that
6 representation was false, and whether LinkedIn took reasonable and adequate measures to ensure
7 that advertisers were not charged for non-genuine engagement. *See generally* ECF No. 89.

8 **F. Class proceedings are superior.**

9 Similarly, it is superior to resolve all class members’ claims through a single class action
10 rather than a series of individual lawsuits. “The matters pertinent” to the superiority inquiry
11 include:

- 12 (A) the class members’ interests in individually controlling the
prosecution or defense of separate actions;
- 13 (B) the extent and nature of any litigation concerning the controversy
14 already begun by or against class members;
- 15 (C) the desirability or undesirability of concentrating the litigation of the
16 claims in the particular forum; and
- 17 (D) the likely difficulties in managing a class action.

18 Fed. R. Civ. P. 23(b)(3).

19 Generally speaking, “[f]rom either a judicial or litigant viewpoint, there is no advantage in
20 individual members controlling the prosecution of separate actions. There would be less litigation
21 or settlement leverage, significantly reduced resources and no greater prospect for recovery. Here,
22 to Plaintiffs’ knowledge, there have been no individual lawsuits filed against LinkedIn by any class
23 member concerning the same conduct; the only other litigation has been other class actions that
24 were voluntarily dismissed and/or consolidated with this action. *See Krisco v. LinkedIn Corp.*, No.
25 20-cv-8204 (N.D. Cal.) (voluntarily dismissed Dec. 28, 2020); *Synergy RX PBM LLC v. LinkedIn*
26 *Corp.*, No. 21-cv-513 (consolidated with this action on Feb. 24, 2021; voluntarily dismissed on
27 July 4, 2021). As to the desirability of concentrating litigation in this forum, “[w]here thousands
28

1 of identical complaints would have to be filed, it is superior to concentrate claims through a class
2 action in a single form.” *Hodges v. Akeena Solar, Inc.*, 274 F.R.D. 259, 271 (N.D. Cal. 2011).

3 Accordingly, class certification for settlement purposes is appropriate under Rule 23(b)(3).

4 **II. The settlement warrants preliminary approval.**

5 Rule 23(e)(2) governs the approval of a class action settlement, and provides that the Court
6 consider whether:

7 (A) the class representatives and class counsel have adequately represented the class;

8 (B) the proposal was negotiated at arm’s length;

9 (C) the relief provided for the class is adequate, taking into account:

10 (i) the costs, risks, and delay of trial and appeal;

11 (ii) the effectiveness of any proposed method of distributing relief to the class,
12 including the method of processing class-member claims;

13 (iii) the terms of any proposed award of attorney’s fees, including timing of
14 payment; and

15 (iv) any agreement required to be identified under Rule 23(e)(3); and

16 (D) the proposal treats class members equitably relative to each other.

17 Fed. R. Civ. P. 23(e)(2). Here, the Settlement satisfies each factor.

18 **A. Plaintiffs and their counsel have adequately represented the class.**

19 Rule 23(e)(2)(A) requires the assessment of the adequacy of the representation by the class
20 representatives and attorneys, including by analyzing “the nature and amount of discovery”
21 undertaken in the litigation. Fed. R. Civ. P. 23(e)(2)(A) advisory committee’s note.

22 Here, the class representatives have diligently represented the class. In addition to working
23 with counsel to craft four complaints—including by providing details and screenshots for their
24 specific ad purchases—the plaintiffs each responded to a dozen interrogatories and 21 requests for
25 production and conducted detailed ESI searches. Larry Decl. ¶ 9. The class representatives were
26 also active participants in the mediation process. In addition to reviewing and approving of all
27 settlement positions, Noirefy’s CEO traveled from Chicago to California to participate in the full-
28

1 day mediation with Mr. Wulff, while TopDevz’s former CEO participated throughout the
2 mediation by telephone. Larry Decl. ¶¶ 13.

3 Proposed Class Counsel have also adequately represented the class. They vigorously
4 litigated this case, drafting four complaints, opposing two motions to dismiss, engaging in
5 substantial discovery efforts, and fully briefing the appeal. Larry Decl. ¶ 9. They also engaged
6 multiple experts to assist in pursuing recovery, including source-code experts to analyze
7 LinkedIn’s auction system and anti-fraud measures, data analysts and auditors to review and
8 analyze LinkedIn’s advertising data, and an economics expert to develop and implement a
9 damages model. Larry Decl. ¶ 10. In conjunction with those efforts, Plaintiffs’ counsel have
10 advanced approximately \$218,348 in litigation expenses on behalf, with no guarantee of
11 repayment. Larry Decl. ¶ 21; Neiman Decl. ¶ 6; Fruchter Decl. ¶ 3; Lurie Decl. ¶ 11.

12 Those efforts were the product of proposed Class Counsel’s years of successfully litigating
13 prior class actions involving consumer protection and fraud claims, including under California law
14 (and even against LinkedIn), and many cases in this District. Larry Decl. ¶ 3; Neiman Decl. ¶ 3.

15 **B. The settlement was the result of arm’s-length negotiations, facilitated by the**
16 **Ninth Circuit Mediator and a private mediator, over a lengthy time period.**

17 The second Rule 23(e)(2) factor requires that the proposed settlement was negotiated at
18 arm’s length. Fed. R. Civ. P. 23(e)(2)(B). As with the preceding factor, this can be “described as
19 [a] ‘procedural’ concern[], looking to the conduct of the litigation and of the negotiations leading
20 up to the proposed settlement.” Fed. R. Civ. P. 23(e)(2)(A) and (B) advisory committee’s note
21 (2009). Where, as here, the settlement was negotiated before class certification, the Court should
22 also scrutinize the settlement “not only for explicit collusion, but also for more subtle signs that
23 class counsel have allowed pursuit of their own self-interests and that of certain class members to
24 infect the negotiations.” *Haralson v. U.S. Aviation Servs. Corp.*, 383 F. Supp. 3d 959, 966 (N.D.
25 Cal. 2019) (citing *In re Bluetooth Headsets Litig.*, 654 F.3d 935, 947 (9th Cir. 2011)).

26 Here, the facts confirm the arm’s-length nature of the settlement. To start, the parties did
27 not begin settlement negotiations until after this Court dismissed plaintiffs’ claims, plaintiffs
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1 appealed the dismissal, and the parties were assigned to the Ninth Circuit mediation panel, all of
2 which was “after ... a year of litigation during which time the parties had ample opportunity to
3 take discovery and assess the merits of this action.” *Lewis v. Silvertree Mohave Homeowners’*
4 *Ass’n, Inc.*, No. 16-03581, 2017 WL 549816, at *3 (N.D. Cal. Nov. 16, 2017). Larry Decl. ¶¶ 9–
5 13. Those initial efforts failed, and the parties did not revisit settlement again until appellate
6 briefing was complete. *Id.*

7 Second, the settlement was the result of a full-day private mediation, and the fact that “the
8 Settlement is based on a mediator’s proposal further supports a finding that the settlement
9 agreement is not the product of collusion.” *Lusk v. Five Guys Enterps LLC*, No.
10 117CV00762AWIEPG, 2022 WL 4791923, at *9 (E.D. Cal. Sept. 30, 2022); *Garcia v.*
11 *Schlumberger Lift Sols.*, No. 118CV01261DADJLT, 2020 WL 6886383, at *13 (E.D. Cal. Nov.
12 24, 2020), report and recommendation adopted, No. 118CV01261DADJLT, 2020 WL 7364769
13 (E.D. Cal. Dec. 15, 2020); *In re MyFord Touch Consumer Litig.*, No. 13-cv-03072-EMC, 2019
14 WL 1411510, at *8 (N.D. Cal. Mar. 28, 2019) (settlement being based on mediator’s proposal
15 supported finding that settlement resulted from arm’s-length negotiations).

16 Third, and finally, the settlement bears no signs of collusion: the requested fees are in line
17 with the circuit benchmark, there is no “clear sailing” arrangement whereby LinkedIn has agreed
18 not to contest the fee motion, and no unawarded money will revert to LinkedIn. *See In re*
19 *Volkswagen “Clean Diesel” Mktg., Sales Practices, & Prod. Liab. Litig.*, 895 F.3d 597, 611 n.19
20 (9th Cir. 2018). In sum, to the extent heightened scrutiny is applied to this settlement because it
21 was reached prior to certification, that scrutiny reveals that the Settlement was the result of arm’s-
22 length negotiations.

23 **C. The relief provided by the settlement is adequate.**

24 The third factor to be considered is whether “the relief provided for the class is adequate,
25 taking into account: (i) the costs, risks, and delay of trial and appeal; (ii) the effectiveness of any
26 proposed method of distributing relief to the class, including the method of processing class-
27 member claims; (iii) the terms of any proposed award of attorneys’ fees, including timing of
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1 payment; and (iv) any agreement required to be identified under Rule 23(e)(3).” Fed. R. Civ. P.
2 23(e)(2)(C). Under this factor, the relief “to class members is a central concern.” Fed. R. Civ. P.
3 23(e)(2)(C) advisory committee’s note.

4 Here, each Rule 23(e)(2)(C) factor favors approval.

5 **1. The settlement provides substantial relief to the class.**

6 The relief to be provided to the settlement class is significant. First, the recovery compares
7 favorably relative to other class actions involving similar claims, which have often resulted in
8 nonrecovery. For example, *dotStrategy Co. v. Facebook Inc.* involved comparable claims that
9 advertisers on Facebook would not charge for ad engagement with fake or fraudulent accounts.
10 *See dotStrategy Co. v. Facebook Inc.*, No. C 20-00170 WHA, 2021 WL 5415265, at *3 (N.D. Cal.
11 Nov. 20, 2021), *aff’d sub nom. dotStrategy Co. v. Meta Platforms, Inc.*, No. 21-17056, 2022 WL
12 17248983 (9th Cir. Nov. 28, 2022). In that case, Judge Alsup denied class certification, *see*
13 *dotStrategy Co. v. Facebook Inc.*, No. C 20-00170 WHA, 2021 WL 2550391 (N.D. Cal. June 22,
14 2021), before granting summary judgment for the defendant. *See dotStrategy Co.*, 2021 WL
15 5415265. The Ninth Circuit then affirmed that summary judgment finding. *dotStrategy Co.*, 2022
16 WL 17248983. The plaintiff pursued similar claims in *dotStrategy Co. v. Twitter, Inc.* 476 F. Supp.
17 3d 978 (N.D. Cal. 2020). That case, however, achieved no recovery for the proposed class, as it
18 was dismissed voluntarily in discovery shortly after the denial of class certification by Judge Alsup
19 in the other *dotStrategy* case. *dotStrategy Co. v. Twitter, Inc.*, No. 19-cv-6176, ECF No. 105 (N.D.
20 Cal. Dec. 21, 2021).¹⁰

21 This case, too, involves significant, contested legal issues, which resulted in this Court
22 dismissing the Second Amended Complaint with prejudice. Although the outcome of Plaintiffs’
23 appeal in this case remains uncertain, the fact that LinkedIn prevailed in the trial court, and that
24 other class actions asserting similar claims have resulted in no recovery for class members,
25

26 ¹⁰ Other comparable cases have met a similar fate. *See, e.g., Singh v. Google LLC*, No. 16-CV-
27 03734-BLF, 2022 WL 94985 (N.D. Cal. Jan. 10, 2022) (denying class certification);
28 *IntegrityMessageBoards.com v. Facebook, Inc.*, No. 18-CV-05286-PJH, 2021 WL 3771785, at
*1 (N.D. Cal. Aug. 24, 2021) (same).

1 provides strong evidence that the settlement’s benefits to class members—including a \$6.625
2 million settlement fund, and a stipulation for third-party auditing of metrics—are significant.

3 Another comparable for this settlement is the \$40 million recovery in a class action alleging
4 that Facebook had misrepresented video advertising metrics over a multi-year period. *See Letizia*
5 *v. Facebook Inc.*, 267 F. Supp. 3d 1235, 1239–41 (N.D. Cal. 2017). That case, which was resolved
6 prior to the Ninth Circuit issuing its opinion in *Sonner v. Premier Nutrition Corp.*, 971 F.3d 834,
7 838 (9th Cir. 2020), involved a defendant with yearly ad revenue (at the time of settlement, in
8 2019) of over \$69 billion,¹¹ compared to LinkedIn’s 2019 ad revenue of over \$2.5 billion.¹²

9 The relief obtained by the settlement also compares favorably to the potential recovery at
10 trial. In their Second Amended Complaint, Plaintiffs asserted claims under the FAL and UCL, the
11 UCL, for breach of the implied duty of reasonable care and breach of the implied covenant of good
12 faith and fair dealing. ECF No. 89. In connection with its accreditation by a third-party review
13 body (Media Rating Council), LinkedIn has estimated that “approximately 0.5% of ad impressions
14 and 0.2% of ad clicks were produced by restricted accounts”—i.e., accounts that LinkedIn later
15 restricted.¹³ Even assuming \$12 billion of U.S. advertising revenue during the class period—a
16 number that is consistent with Plaintiffs’ estimates and data provided by LinkedIn—these rates
17 would lead to a total potential recovery ranging from \$24 million and \$60 million, or a midpoint
18 of \$42 million.¹⁴ That estimate applies whether the recovery is viewed as restitution¹⁵—“[t]he only

19 _____
20 ¹¹ *Facebook Reports Fourth Quarter and Full Year 2019 Results*, Meta (Jan 29, 2020),
<https://investor.fb.com/investor-news/press-release-details/2020/Facebook-Reports-Fourth-Quarter-and-Full-Year-2019-Results/default.aspx>.

21 ¹² *Annual advertising revenue generated by LinkedIn worldwide from 2017 to 2027*, Statista,
22 <https://www.statista.com/statistics/275933/linkedin-advertising-revenue/> (last accessed July 25,
2024).

23 ¹³ *Description of Methodology for LinkedIn Marketing Solutions*, LinkedIn,
<https://www.linkedin.com/help/lms/answer/a1414205> (last accessed June 19, 2024).

24 ¹⁴ Such a potential recovery does not take into account LinkedIn’s contention that any recovery
25 in this case would have to be reduced by the value of makegoods LinkedIn has issued for
26 technical issues during the class period. *See, e.g., “We discovered two measurement issues. Here’s how we’re making it right,”* (hereafter, “LinkedIn Blog Post”), LinkedIn Marketing
27 Solutions Blog (Nov. 12, 2020) at [https://business.linkedin.com/marketing-](https://business.linkedin.com/marketing-solutions/blog/linkedin-news/2020/how-we-re-working-to-improve)
28 [solutions/blog/linkedin-news/2020/how-we-re-working-to-improve](https://business.linkedin.com/marketing-solutions/blog/linkedin-news/2020/how-we-re-working-to-improve), cited at Compl. ¶ 49 n.8.

¹⁵ The restitution available to Plaintiffs would be equal to the “difference between what was paid
and what a reasonable consumer would have paid at the time of purchase without the fraudulent

1 form[] of [monetary] relief that a private individual may pursue under the UCL and FAL,” *In re*
2 *Nexus 6P Prods. Liab. Litig.*, 293 F. Supp. 3d 888, 951 (N.D. Cal. 2018)—or damages for breach
3 of the implied duty or the implied covenant.¹⁶

4 The Settlement, therefore, represents a sizeable percentage (15.77%) of the estimated trial
5 recovery available under any of Plaintiff’s claims. Of course, that hypothetical recovery is subject
6 to substantial downward pressure due to the continued litigation risks remaining: Plaintiffs’ appeal,
7 LinkedIn’s opposition to class certification, summary judgment, trial, and further appeal, any of
8 which could result in no recovery at all.

9 In other cases, courts have recognized that a recovery of 15% of what could be potentially
10 recovered at trial easily justifies resolution through settlement, rather than bearing additional risk
11 through continued litigation. *See, e.g., Rihn v. Acadia Pharm. Inc.*, No. 15-CV-00575 BTM-DHD,
12 2018 WL 513448, at *4 (S.D. Cal. Jan. 22, 2018) (finding recovery of approximately 15% of
13 potential damages “substantial”); *Stovall-Gusman v. W.W. Granger, Inc.*, No. 13-CV-02540-HSG,
14 2015 WL 3776765, at *4 (N.D. Cal. June 17, 2015) (approving settlement where gross fund
15 represented 10% of potential recovery, and net fund (after fees, costs, notice and administration
16 expenses, and incentive award) was 7.3% of potential recovery)); *Hayes v. MagnaChip*
17 *Semiconductor Corp.*, No. 14-cv-1160, 2016 WL 6902856, at *2 (N.D. Cal. July 18, 2016) (finally
18 approving settlement recovering 15 percent of potential amount).

19 In other words, the negotiated relief readily satisfies Rule 23’s fairness, reasonableness,
20 and adequacy requirements. And on an absolute basis, the settlement returns millions of dollars to
21 the Class, in a case that was fiercely contested, and where there was concrete risk, as proven by
22 the Court’s dismissal of the claims. Even upon a showing of liability, Plaintiffs faced many hurdles,
23 including proving the quantum of monetary recovery. Under these circumstances, Plaintiffs and
24

25 _____
26 or omitted information.” *Pulaski & Middleman, LLC v. Google, Inc.*, 802 F.3d 979, 989 (9th Cir.
2015).

27 ¹⁶ Similar to the restitution available for Plaintiffs’ UCL and FAL claims, “[t]he difference
28 between price paid for a product and value received’ is ... the main measure of contract
damages.” *Williams v. Apple, Inc.*, 338 F.R.D. 629, 652 (N.D. Cal. 2021).

1 their counsel wholeheartedly endorse the negotiated resolution of this action. Larry Decl. ¶ 25;
2 Neiman Decl. ¶ 7; Fruchter Decl. ¶ 4; Lurie Decl. ¶ 12.

3 **2. The costs, risk, and delay of continued appeal and any trial weigh in**
4 **favor of approval.**

5 The Ninth Circuit’s “strong judicial policy that favors settlements, particularly where
6 complex class action litigation is concerned,” *Linney v. Cellular Alaska P’ship*, 151 F.3d 1234,
7 1238 (9th Cir. 1998), reflects the high levels of cost, risk, and lengthy duration that accompany all
8 class actions. Here, those risks are heightened, given the Court’s dismissal of Plaintiffs’ claims
9 prior to settlement.

10 As to the merits of the case, while Plaintiffs believe they had a strong case on liability, they
11 recognize that they lost on a motion to dismiss before this Court, and would have had to win in the
12 Ninth Circuit to revive their claims. Plaintiffs believe their arguments on appeal were correct, but
13 the reality is that only 14% of private civil litigants obtain reversals on appeal in the federal
14 courts.¹⁷ Additionally, the primary roadblock to Plaintiffs’ claims, the Ninth Circuit’s *Sonner*
15 decision, is still controlling, despite many cases seeking establish a basis for narrowing or avoiding
16 its import. *See, e.g., Sonner v. Premier Nutrition Corp.*, 49 F.4th 1300 (9th Cir. 2022); *Guzman v.*
17 *Polaris Indus. Inc.*, 49 F.4th 1308 (9th Cir. 2022); *In re Apple Processor Litig.*, No. 22-16164,
18 2023 WL 5950622, at *2 (9th Cir. Sept. 13, 2023); *Klaehn v. Cali Bamboo LLC*, No. 21-55738,
19 2022 WL 1830685, at *3 (9th Cir. June 3, 2022).

20 Even if Plaintiff had succeeded on appeal, recovery was still uncertain and potentially years
21 away. To start, a ruling from the Ninth Circuit would likely not issue until months after oral
22 argument. Even then, on remand, the parties would have to engage in months of discovery before
23 class certification briefing. Adversarial class certification proceedings would present another risk,
24 *see dotStrategy Co. v. Facebook*, 2021 WL 2550391 (denying class certification in similar class
25 action), and would take months to resolve (or longer, in the event of appellate proceedings under
26

27 ¹⁷ *Just the Facts: U.S. Courts of Appeals*, United States Courts (Dec. 20, 2016),
28 <https://www.uscourts.gov/news/2016/12/20/just-facts-us-courts-appeals#table2>

1 Rule 23(f)). Next would come the class-notice process, followed by summary-judgment
2 proceedings. Summary judgment would prevent a further risk of non-recovery, *see, e.g., id.*, and
3 would have incurred substantial costs—likely in the high six figures, at least—on expert testimony
4 relating to the appropriate measure of damages and/or restitution. Finally, if Plaintiffs’ claims
5 survived summary judgment, trial would follow, where success would be uncertain. If Plaintiffs
6 were to prevail, an appeal would follow, presenting another set of hurdles and in all likelihood
7 taking at least two years more to resolve. Thus, absent settlement, a recovery would be unlikely
8 before 2027 at the earliest.

9 On the other hand, if LinkedIn were to prevail at all—on appeal from the dismissal order,
10 at class certification, on a Rule 23(f) appeal from a class certification order, on summary judgment,
11 at trial, or on appeal after trial—the Class would get nothing. In light of those multiple, real risks,
12 and the time and expense that would go into overcoming them, the \$6.625 million class recovery
13 provided by the Settlement offers an excellent bargain.

14 **3. The distribution method will ensure the fund is automatically**
15 **distributed, weighing in favor of approval.**

16 The next factor for the Court to consider is “the effectiveness of any proposed method of
17 distributing relief to the class, including the method of processing class member claims.” Fed. R.
18 Civ. P. 23(e)(2)(C)(ii). Here, the Parties have done all that was practicable to ensure that relief is
19 distributed to the Class members as seamlessly as possible. Each class member will receive a
20 payment equal to the portion of the settlement fund proportionate to the class members’ spending
21 on LinkedIn advertising during the class period. *See* Agreement ¶ V.3.¹⁸

22 The payment methods are also intended to ensure maximum distribution of funds with
23 minimal action required by the Class members. Class members entitled to receive more than \$5
24 would receive payments by check mailed to the address on file with LinkedIn (or any updated
25 address provided to the Settlement Administrator), unless the Class member opted to instead
26 receive a virtual payment or ad credit. *See* Ex. B (“Addendum”), §4 (a)(i). All checks will expire

27 ¹⁸ Any class member whose *pro rata* payment would be less than \$0.01 will be rounded up to
28 \$0.01.

1 if uncashed after 180 days, and virtual payments will expire if the card is not activated within 180
2 days.¹⁹ Addendum § 4.

3 Any uncashed funds will then be redistributed to those Class members who received ad
4 credit, or did timely cash their checks or activate their virtual payment cards in the form of a second
5 round of distributions. *Id.* § 4(c). Those second-round distributions will be calculated based on
6 each entitled class member's *pro rata* share of the remaining amount, and will be issued in the
7 same form in which the original payment was made. *Id.* The second-round distributions would
8 expire if not activated within 90 days, and further distribution rounds with 30-day expiration
9 periods would follow until the cost of administration exceeds the amount to be distributed, at which
10 point the remaining funds will be donated to the proposed *cy pres* recipient, the Consumer
11 Federation of America. *Id.*; Agreement § II.10.

12 For Class members who are entitled to receive less than \$5 from the fund, who advertised
13 on LinkedIn on or after February 27, 2023, and for whom LinkedIn has active billing information
14 (referred to as "Active Advertisers"), the default payment form will be LinkedIn ad credit,
15 automatically applied to their accounts, although those Class members could elect to instead
16 receive payment by check (if the amount is more than \$1) or by virtual payment. *Id.* §4(b)(ii).
17 Finally, Class members entitled to less than \$5 but who are not Active Advertisers, the default
18 payment will be virtual, but they may elect to receive payment by check (if more than \$1) or by
19 ad credit instead. . *Id.* §4(a)(i). Class members who wish to modify their payment method may
20 request to do so at any point prior to the Objection/Exclusion Deadline. *Id.* §§ 4(a), (b).

21 Through this process, if the Settlement is approved, millions of dollars will be distributed
22 to Class members who will have to do nothing more than cash a check or activate a virtual payment
23 card.²⁰ Accordingly, this factor favors approval.

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25
26 ¹⁹ Once activated, the virtual payments do not expire.

27 ²⁰ When activating the digital payment, the recipients will be required to confirm that they are
28 doing so on behalf of the entity that placed advertisements with LinkedIn (i.e., the class member).

1 **4. The proposed fee award is in line with the Circuit benchmark.**

2 The next factor—“the terms of any proposed award of attorneys’ fees, including timing of
3 payment,” Fed. R. Civ. P. 23(e)(2)(C)(iii)—likewise favors approval. As noted, Plaintiffs’ counsel
4 seek compensation from the settlement fund, which necessarily entails a fee award that is
5 proportional to the Class’s recovery. Here, the fee would compensate counsel at a multiplier of
6 0.65 (which will decrease as proceedings continue), *See* Larry Decl. ¶ 21; Neiman Decl. ¶ 6;
7 Fruchter Decl. ¶ 3; Lurie Decl. ¶ 11, which is more than reasonable in case like this, where
8 protracted litigation led to a strong recovery for the class. *See Sadowska v. Volkswagen Grp. Of*
9 *Am.*, No. CV 11-00665-BRO (AGRx), 2013 WL 9600948, at *9 (C.D. Cal. Sept. 25, 2013)
10 (“Multipliers can range from 2 to 4 or even higher”); *Steiner v. Am. Broad. Co.*, 248 F. App’x 780,
11 783 (9th Cir. 2007) (approving 6.85 multiplier and stating that it “still falls well within the range
12 of multipliers that courts have allowed”) (collecting cases). The proposed award is therefore
13 appropriate, and further supports preliminary approval.

14 **5. There are no additional agreements requiring disclosure under Rule**
15 **23(e)(3).**

16 Rule 23 also requires consideration of “any agreement required to be identified under Rule
17 23(e)(3),” Fed. R. Civ. P. 23(e)(2)(C)(iv), which includes “any agreement made in connection with
18 the proposal.” Fed. R. Civ. P. 23(e)(3). Here, the Settlement, the Addendum, and LinkedIn’s
19 updates to its Ads Agreement are the only agreements relating to the resolution of this case. Larry
20 Decl. ¶ 18. Accordingly, this factor also favors settlement.

21 **D. The settlement treats all settlement class members equitably.**

22 The final Rule 23(e)(2) factor turns on whether the proposed settlement “treats class
23 members equitably relative to each other.” Fed. R. Civ. P. 23(e)(2)(D). “Matters of concern could
24 include whether the apportionment of relief among the class members takes appropriate account
25 of differences among their claims, and whether the scope of the release may affect class members
26 in different ways that bear on the apportionment of relief.” Fed. R. Civ. P. 23(e)(2)(D) advisory
27 committee’s note, 2018 amendments.

1 Here, the settlement treats all Class members the same, paying them an amount
 2 proportionate to the amount they spent on LinkedIn advertising during the class period, and
 3 therefore proportional to any recovery they could have obtained at trial. *See, e.g. Altamirano v.*
 4 *Shaw Indus., Inc.*, No. 13-cv-00939, 2015 WL 4512372, at *8 (N.D. Cal. July 24, 2015) (no
 5 preferential treatment where settlement “compensates class members in a manner generally
 6 proportionate to the harm they suffered on account of [the] alleged misconduct”).

7 Finally, though Plaintiffs seek to receive additional money in the form of service awards,
 8 the extra payments are in recognition for the service they performed on behalf of the Class, and
 9 the Ninth Circuit has approved such awards. *See In re Online DVD-Rental Antitrust Litig.*, 779
 10 F.3d at 943 (“[I]ncentive awards that are intended to compensate class representatives for work
 11 undertaken on behalf of a class ‘are fairly typical in class action cases.’”) (quoting *Rodriguez v.*
 12 *W. Publ’g Corp.*, 563 F.3d 948, 958 (9th Cir. 2009)). The proposed awards here are commensurate
 13 with the substantial discovery responded to by Plaintiffs, and their direct participation in the
 14 mediation that led to the Settlement.

15 **III. The Court should set a schedule for settlement administration and final approval.**

16 If the Court preliminarily approves the Settlement, notice must issue, and a final approval
 17 hearing must be scheduled. Accordingly, Plaintiffs propose the following schedule:

Event	Deadline
Dissemination of class notice	21 days after preliminary approval
Plaintiff to move for attorneys’ fees and incentive award	21 days after preliminary approval
Deadline for class members to object to or request exclusion from the settlement	56 days after preliminary approval
Plaintiff to move for final approval	70 days after preliminary approval
Deadline for filing affidavit attesting to notice	14 days prior to final approval hearing
Final approval hearing	At least 100 days after preliminary approval

CONCLUSION

For the forgoing reasons, Plaintiffs respectfully request that the Court certify the proposed Class for settlement purposes, appoint Keller Postman LLC and Romanucci & Blandin, LLC as Class Counsel, preliminarily approve the Settlement, approve the notice plan, and set a final approval hearing.

Dated: July 25, 2024

Respectfully submitted,

s/ J. Dominick Larry

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PROOF OF SERVICE

The undersigned certified and declared as follows:

I am a citizen of the United States and employed in Cook County, State of Illinois. I am over the age of eighteen years and not a party to the within-entitled action. My business address is 150 N. Riverside Plaza, Suite 4100, Chicago, IL 60606. On the date set forth below, I served a copy of the following document(s):

NOTICE OF MOTION AND UNOPPOSED MOTION FOR PRELIMINARY APPROVAL OF CLASS ACTION SETTLEMENT

On the interested parties in the subject actions by placing a true copy thereof as indicated below, and as addressed as follows:

BY ECF: by electronic service on the parties to this action pursuant to Local Rule 5-1. I hereby certify that the above documents were uploaded to the ECF Website and the ECF Webmaster will give email notification to all registered parties in this action.

I declare under penalty of perjury under the laws of the State of California and the United States that the above is true and correct.

Dated: July 25, 2024

s/ J. Dominick Larry