

1 GREENBERG TRAUIG, LLP
JEFF E. SCOTT (SBN 126308)
2 1840 Century Park East, Suite 1900
Los Angeles, CA 90067-2121
3 Telephone: (310) 586-7700
Facsimile: (310) 586-7800
4

5 GIBSON, DUNN & CRUTCHER LLP
GAIL LEES (SBN 90363)
KAHN A. SCOLNICK (SBN 228686)
6 333 South Grand Avenue
Los Angeles, CA 90071-3197
7 Telephone: (213) 229-7000
Facsimile: (213) 229-7520
8

9 Attorneys for Defendant
TICKETMASTER
10

11 **SUPERIOR COURT OF THE STATE OF CALIFORNIA**
12 **FOR THE COUNTY OF LOS ANGELES**
13

14 CURT SCHLESINGER and PETER LO RE,
on behalf of themselves and the Class,
15

16 Plaintiffs,
17

18 vs.
19

20 TICKETMASTER, a Delaware Corporation,
21

22 Defendant.
23
24
25
26
27
28

CASE NO. BC 304565

Assigned for all purposes to Hon. Kenneth R.
Freeman – Dept. 310

**TICKETMASTER'S REPLY IN FURTHER
SUPPORT OF PLAINTIFFS' MOTION FOR
FINAL SETTLEMENT APPROVAL**

DATE: January 13, 2015
TIME: 10:00 a.m.
DEPT: 310

Date Action Filed: October 21, 2003
Trial Date: Vacated

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

TABLE OF CONTENTS

		<u>Page</u>
I.	INTRODUCTION	1
II.	ARGUMENT	1
	A. The Objectors’ Arguments Concerning the Free-Ticket Component Are Misplaced	1
	B. Mr. Fuller and Mr. Navarrete Misapprehend the Value of the Settlement	4
	C. Mr. Navarrete’s “Procedural Objections” Are Misguided and Do Not Warrant a Continuance or Additional Briefing	7
	D. Mr. Fuller’s Arguments Concerning Restitution and Reliance Are Contrary to California Law	9
III.	CONCLUSION	10

TABLE OF AUTHORITIES

Page(s)

Cases

Akkerman v. Mecta Corp., Inc. (2007)
152 Cal.App.4th 1094..... 9

Clark v. Superior Court (2010)
50 Cal.4th 605..... 9

Cortez v. Purolator Air Filtration Products Co (2000)
23 Cal.4th 163..... 9

Dunk v. Ford Motor Co. (1996)
48 Cal.App.4th 1794..... 5

In re Vioxx Class Cases (2009)
180 Cal.App.4th 116..... 9

Mazza v. Am. Honda Motor Corp. (9th Cir. 2012)
666 F.3d 581 10

Nordstrom Com. Cases (2010)
186 Cal.App.4th 576..... 5

Sevidal v. Target Corp. (2010)
189 Cal.App.4th 905..... 10

Wershba v. Apple Computer, Inc. (2001)
91 Cal.App.4th 224..... 5

Statutes

Bus. & Prof Code, § 17203..... 9

Other Authorities

4 Newberg on Class Actions (5th ed. 2014) § 13:49 5

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

1
2
3
4
5
6
7
8
9

I. INTRODUCTION

Two objectors—Eric Fuller and John Navarrete—have filed briefs opposing final settlement approval. These objectors largely rehash the same baseless arguments they presented in their formal objections to the Settlement, to which Plaintiffs and Ticketmaster have thoroughly responded in prior briefing. And as discussed below, the handful of new additional arguments that Messrs. Fuller and Navarrete raise here are similarly deficient. Thus, because the Settlement is fair, reasonable, and adequate, and provides significant value to the 57-million member Class, the Court should grant final approval and bring this hard-fought litigation to a close.

II. ARGUMENT

A. The Objectors' Arguments Concerning the Free-Ticket Component Are Misplaced

10
11
12
13
14
15
16
17
18
19
The majority of Mr. Fuller's criticisms focus on the free-ticket component of the settlement, which he estimates to be "worth nothing." (Fuller Opp. p. 5.) Mr. Fuller's colorful analogies and cinematic references aside, he is badly mistaken about the value of these free tickets, as explained below. But the more fundamental flaw in his argument is that these tickets are merely a *backstop* to address the Court's concern about the possibility of low redemption of the Discount Codes—which are the primary consideration offered to Class Members. Plaintiffs have submitted expert testimony that puts the expected redemption value for the Discount Codes at \$71 million over four years, even under the "Minimum Expected Redemption Rate" scenario. (See Fair Decl. ¶ 12, Ex. B.) Thus, all of Mr. Fuller's purported concerns about the free tickets should be viewed through that lens.

20
21
22
23
24
25
26
27
28
1. In any event, Mr. Fuller's position on the free-ticket component is unsupported and internally inconsistent. On the one hand, he posits that the free tickets will be subject to such "extremely limited availability" that they are essentially worthless. (Fuller Opp. pp. 3–5 ["A free ticket to a show no one wants to see is not worth the face value plus service charges for which Ticketmaster seeks credit in this settlement. *It's worth nothing.*"], italics added.) On the other hand, Mr. Fuller complains that these tickets will be so highly sought after that there will be the equivalent of a run on the bank—such that all but a few Class Members will be unable to claim tickets. (See *id.* at 5–7 ["[O]f the 57 million class members who will receive discount codes for free tickets, few if any will ever get a ticket"].) Mr. Fuller cannot have it both ways. The reality is that these free tickets

1 are highly likely to be claimed, and in the event of a shortfall in Discount Code redemption, they
2 provide assurance that this Settlement will still provide meaningful value to the Class.

3 2. Mr. Fuller is flatly wrong in arguing that under the Settlement, Ticketmaster “will, at
4 its sole discretion and subject to no oversight, give away whatever [tickets] it feels appropriate.”
5 (Fuller Opp. p. 4.) Far from giving Ticketmaster unfettered discretion, the Settlement Agreement
6 provides detailed guidelines regarding how many free tickets Ticketmaster must make available each
7 year to ensure a minimum settlement value of \$42 million. Specifically, the Agreement requires that
8 Ticketmaster make available at least \$5 million in free tickets during the first year after Final
9 Approval, and following Year 1, Ticketmaster must make available up to \$10.5 million in free tickets
10 each year to make up for any shortfall below \$10.5 million per year in cumulative value. (Settlement
11 Agreement, § 2.2(c).)¹

12 3. The record also squarely refutes Mr. Fuller’s assertion that Ticketmaster will make
13 available only those tickets it “do[es] not expect to sell.” (Fuller Opp. p. 4.) On the contrary, under
14 the Settlement, the free tickets will be made available *at the same time they go on sale to the general*
15 *public* (Settlement Agreement § 2.1(d)), before Ticketmaster knows whether an event will sell out.
16 Moreover, Live Nation does not book artists at venues where it does not expect to sell tickets. As the
17 President of the North America Concerts Division at Live Nation Entertainment, Inc. explained, Live
18 Nation carefully attempts to book artists in venues that will match the anticipated demand for that
19 artist. (Campana Decl. in Support of Ticketmaster’s Prelim. Approval Br. ¶ 3.) Put differently: “We
20 are not interested in booking artists into venues that are too big to support the anticipated gate, or too
21 small to accommodate anticipated demand. [And] artists do not want to perform to half-empty
22 venues. . .” (*Ibid.*; see also Marc Geiger Decl. ¶ 2 [according to the head of the Music Division at
23 William Morris Endeavor: “In representing successful artists and bands who seek to perform at live
24

25 ¹ For example, if the total value in redeemed Discount Codes and free tickets used after Year 1
26 were only \$7 million, then Ticketmaster would be required to make available at least \$3.5 million in
27 free tickets during Year 2. And, assuming for the sake of argument that not a single Discount Code
28 were redeemed in Year 2, such that the total value redeemed by Class Members remained at
\$10.5 million after the end of Year 2, then Ticketmaster would be required to make available
\$10.5 million in free tickets during Year 3. And so on.

1 concert venues, it is important to find venues that are the right size for the artist. Generally, we try to
2 book our clients into venues that they can fill or nearly fill. [It] does not benefit anyone to book
3 artists into half empty venues”].)

4 Mr. Campana even gave specific examples of the types of free tickets that will likely be made
5 available at venues across the country, including for popular artists (whose shows routinely sell out)
6 such as Jay Z, Beyoncé, Lady Gaga, Sting, and Miranda Lambert. (See Campana Decl., Ex. A.)
7 There is no support whatsoever for Mr. Fuller’s bald assertions that the shows for which free tickets
8 will be made available will be undesirable.

9 4. Mr. Fuller’s criticisms about the “lottery” nature of the free tickets (Fuller Opp. pp. 5–
10 7) fare no better. The geographic diversity of Live Nation’s venues will ensure that not all 57 million
11 class members will be vying for the same tickets for each event. Live Nation owns 44 amphitheaters
12 and five marquee theaters and clubs in a variety of bigger and smaller markets throughout the
13 country, and it will make free tickets available in the majority of these venues. (Campana Decl. ¶¶ 3,
14 5.) And Mr. Fuller overlooks that over the course of the Settlement, Class Members will exhaust
15 their free ticket codes by redeeming them, making it that much easier for the remaining Class
16 Members to utilize their codes.

17 5. Nor is there any evidence that automated “bots” will be able to infiltrate
18 Ticketmaster’s free ticket microsite, as Mr. Fuller claims. (Fuller Opp. pp. 5–7.) Tickets are not
19 even sold through the microsite. (See David Han Decl. ¶ 3.) Instead, the site will be used to inform
20 class members when new tickets become available for a show, and then class members can link to
21 Ticketmaster’s purchase site to acquire their tickets for that show. (*Ibid.*) Only class members with
22 codes in their “my account” web page will be able to claim the free tickets on the main site. (*Ibid.*)
23 And purchases can be fulfilled only using class members’ proprietary login information. (*Id.* ¶ 4.)
24 Thus, there is no way for third parties to “grab” those codes or use them to jump ahead of the line,
25 employing bots or otherwise.

26 Mr. Fuller’s hypothetical scenario also depends on a few Class Members violating
27 Ticketmaster’s “terms of use,” which specifically prohibit the use of automated bots. (See
28 <<http://www.ticketmaster.com/h/terms.html>> [prohibiting, among other things, the use of “any

1 automated software or computer system to search for, reserve, buy or otherwise obtain tickets”].)
2 Further, even assuming for the sake of argument that a relatively small number of brokers were able
3 to acquire the majority of the free tickets by collecting them from shills whom they may have used to
4 purchase tickets on their behalf, these brokers and their shills are still Class Members. Thus, even in
5 this scenario, when combined with the Discount Codes automatically available to every Class
6 Member, the Class as a whole would be getting significant value.²

7 6. Both Mr. Fuller and Mr. Navarrete appear to misunderstand Ticketmaster’s obligation
8 in the event of a redemption shortfall. Namely, the Agreement provides for a minimum—not a
9 maximum—of 100 tickets at 60% of amphitheater events in the event of a shortfall. Ticketmaster
10 will make available *as many free tickets as necessary* to make up for any shortfall below \$10.5
11 million per year in cumulative value. (Settlement Agreement, ¶¶ 2.1(b), 2.2(c).)³

12 **B. Mr. Fuller and Mr. Navarrete Misapprehend the Value of the Settlement**

13 1. Mr. Fuller and Mr. Navarrete continue to refer to this Settlement pejoratively as a
14 “coupon only settlement,” ignoring that it incorporates several valuable non-coupon features. (See,
15 e.g., Ticketmaster’s Final Approval Br. at pp. 4–9; Ticketmaster’s Resp. to Objectors at pp. 3, 6.)
16 These features include: (1) potentially tens of millions of dollars in free, fully transferrable tickets
17 that do not require Class Members to make any additional purchases from Ticketmaster; (2) a
18 provision requiring Ticketmaster to maintain augmented disclosures on its website and FAQs for a
19 period of seven years (subject to ongoing Court supervision and enforcement); and (3) a *cy pres*

21 ² Mr. Fuller’s arguments also highlight the fundamental inconsistencies in his positions.
22 Namely, if Mr. Fuller were correct that ticket brokers will utilize hundreds of different email
23 addresses to claim free tickets (Fuller Opp. at pp. 4–7), then this would alleviate his concern that the
24 Settlement undercompensates ticket brokers (*id.* at p. 12), since these brokers could claim hundreds
or even thousands of free tickets, which are fully transferrable (and these brokers would also be
entitled to redeem potentially thousands of Discount Codes).

25 ³ Mr. Navarrete mischaracterizes the settlement in arguing that every individual Class Member
26 must actually receive a free ticket under this shortfall provision (Navarrete Opp. at p. 12 [suggesting
27 that it would “take over 180 years for the Shortfall Ticket Codes to meet [the] demand [of 57 million
28 class members]”). Only the number of tickets required to address the Shortfall need be contributed
after Year 1, where \$5 million worth of tickets will be contributed. And there is no requirement in
law or logic to ensure that each individual class member takes full advantage of all the settlement
benefits.

1 provision that provides for a minimum of \$3 million to be distributed in a manner that furthers the
2 underlying goals of Plaintiffs' causes of action. (*Ibid.*)

3 2. Moreover, as Ticketmaster has explained repeatedly, there is nothing improper or
4 inherently suspect about a coupon settlement—especially in a case such as this with relatively small
5 dollar amounts at issue, where the value of the coupons likely exceed the amount of restitution that
6 would have been available had the Class prevailed at trial. (See, e.g., *Nordstrom Com. Cases* (2010)
7 186 Cal.App.4th 576, 590; *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 247; *Dunk*
8 *v. Ford Motor Co.* (1996) 48 Cal.App.4th 1794, 1804–1805.)

9 3. Mr. Fuller also contends that both Plaintiffs and Ticketmaster “overstate” the
10 settlement value. (Fuller Opp. at pp. 7–10.) But contrary to Mr. Fuller’s argument, there is no “wide
11 discrepancy” between Plaintiffs’ and Ticketmaster’s respective valuations of the Settlement. (*Id.* at
12 p. 7.) Plaintiffs’ expert projects that Class Members will redeem at least \$76 million in Discount
13 Codes and free tickets (see Fair Decl. ¶ 12, Ex. B), but both parties agree that the Settlement provides
14 a *minimum value* of \$42 million to Class Members (plus at least \$3 million to the *cy pres* recipient).⁴

15 With respect to Live Nation’s SEC filing, which stated that the company has reserved
16 \$35.4 million for the anticipated loss, Ticketmaster already explained that this reserve amount does
17 not include the value of the free tickets that Ticketmaster will be giving away to make up for any
18 shortfall in Discount Code redemptions. (See Ticketmaster’s Resp. to Objectors at p 12.) The value
19 of such tickets is not required to be accrued in advance; for accounting purposes, the tickets are
20 treated as lost revenue *when the show occurs*. (*Ibid.*) More important, the estimate recited in Live
21 Nation’s SEC filings reflects the Settlement’s cost to Live Nation, not the value of the Settlement *to*
22 *the Class*—which is the only valuation perspective that matters here. (See, e.g., 4 Newberg on Class
23 Actions (5th ed. 2014) § 13:49 [“[T]he value of a settlement *to the settling plaintiffs* is the most
24

25
26 ⁴ Ticketmaster has thoroughly responded, in multiple rounds of briefing, to Mr. Fuller’s and
27 Mr. Navarrete’s suggestion that the *cy pres* provision here is somehow inadequate. (See
28 Ticketmaster Prelim. Approval Br. at pp. 14–19; Pls.’ Prelim. Approval Br. at pp. 21–23;
Ticketmaster Br. in Support of Final Approval at pp. 5–6; Ticketmaster Resp. to Objectors at pp. 6–
8.)

1 important factor in the court’s decision to approve or disapprove a settlement”], italics added).

2 4. Mr. Navarrete attacks the analysis of Rebecca Kirk Fair—Plaintiffs’ expert who
3 analyzed the likely redemption rates for this Settlement—as “self-contradictory at several points.”
4 (Navarrete Opp. at p. 9.) He first complains that Ms. Fair “uses [a] non-class action [coupon]
5 redemption rate [of 4.8%] to calculate her valuation of the primary benefit [of the Discount Codes]
6 without explanation or discounting for the fact that this is a class action and . . . coupons in class
7 actions are less than half as likely to be redeemed as other coupons.” (*Ibid.*) But Ms. Fair cogently
8 laid out her reasoning for adopting 4.8% as a conservative redemption estimate here. Namely:

- 9 • Before the year 2000, average redemption rates on food and beverage coupons
10 consistently fell within 2-6%, and before the year 2002, redemption rates in other class
11 action matters typically fell somewhere below 2%. (Fair Decl. ¶ 8.)
- 12 • This redemption rate range of < 2%-6% establishes a *lower bound* on the probable
13 redemption rates that can be expected for this Settlement. This is because one can expect
14 that the identification of class members, the distribution of coupons, and the facilitation of
15 the redemption process were significantly less effective a decade ago than they will be
16 today—particularly in light of the highly automated electronic processes that are specified
17 in this Settlement. (*Id.* ¶¶ 8–9.)
- 18 • Recent research conducted between 2012 and 2014 indicates that redemption rates rise
19 considerably (4.8–11.5%) for *digitally distributed* non-food-item coupons, such as the
20 Discount Codes that will be issued here. (*Id.* ¶ 10.)
- 21 • Thus, in Ms. Fair’s opinion, a 4.8% estimated redemption rate—which falls squarely
22 within the lower bound established by the outdated class action studies and matches the
23 lowest redemption rate indicated in modern studies featuring technologically comparable
24 coupons—represents a conservative estimate. (*Id.* ¶ 12, fn. 17.)

25 Mr. Navarrete also faults Ms. Fair for assuming in a valuation scenario “that the . . . free
26 Ticket Codes will have a 100 percent redemption rate.” (Navarrete Opp. at p. 9.) But Mr. Navarrete
27 overlooks that Ms. Fair’s 100% redemption scenario for the free tickets was an “extreme” scenario,
28 which also assumes “*zero redemption* of discount codes” during Year 1 of the Settlement. (Fair Decl.

1 ¶ 14, italics added; see also *id.* fn. 16 [“It is reasonable to assume [a] 100 percent redemption rate of
2 free tickets in an analysis of the extreme case in which no discount codes are redeemed in a given
3 year.”]; Ex. C.) Ms. Fair’s analysis includes a variant on that “extreme” scenario in which, in Years 2
4 through 7, only 65% of the free tickets are redeemed, which still leads to at least \$42 million in direct
5 value to the Class. (*Id.*, Ex. C – Sensitivity A.) And regardless, even if Ms. Fair were wrong about
6 the anticipated redemption rates for the free tickets, that would affect the bottom line in her most
7 realistic scenario by—at most—\$5 million (the total amount of codes and tickets redeemed would be
8 \$71 million instead of \$76 million). (See Fair Decl. ¶ 12.)

9 Mr. Navarrete concludes his criticism of Ms. Fair by arguing that she “does not discount the
10 coupon value for any other economic factor pertinent to an in-kind settlement.” (Navarrete Opp. at
11 p. 10.) Mr. Navarrete suggests that “a fair estimate” is that the Discount Codes would have “a cash
12 value 20 percent lower than their face value.” (*Ibid.*) But Mr. Navarrete cites no cases in which
13 California courts undertook such discounting in the context of valuing class action settlements. This
14 is not surprising. The settlement value here is based on the number of Discount Codes *actually*
15 *redeemed*—not the number of Discount Codes issued. If the *actual* Discount Code redemption rates
16 drop too low across a Class as a whole, additional free tickets will be made available to the Class.
17 (Settlement Agreement ¶¶ 2.1, 2.2.)⁵ Thus, it would make no sense to apply a discount to the codes
18 at the outset, based on concerns for low redemption, when the Settlement contains backstops to
19 ensure value in the event of low redemption.

20 **C. Mr. Navarrete’s “Procedural Objections” Are Misguided and Do Not Warrant a**
21 **Continuance or Additional Briefing**

22 Mr. Navarrete’s laundry list of purported “procedural objections” (Navarrete Opp. at pp. 2–5),
23 some of which are recycled from his formal Objection, are factually inaccurate and legally baseless
24 and/or irrelevant. There is no reason to authorize additional briefing or to continue the final fairness
25

26
27 ⁵ Mr. Navarrete’s analysis of “breakage” and “upspending,” which are unique to the gift card
28 context, are irrelevant to the evaluation of this Settlement and are unsupported by any studies and/or
case law dealing with class actions.

1 hearing.

2 1. Mr. Navarrete claims that key portions of the exhibits to Ms. Fair’s expert report were
3 not uploaded onto settlement website. (Navarrete Opp. at p. 2 [“the file is cut off midway through
4 Exhibit B to the declaration”].) He is wrong. The entire Fair Declaration and all supporting exhibits
5 were and are available at the website, *www.ticketfeelitigation.com*. All of the relevant, complete
6 documents are available under the Court Documents Tab at the top of the home webpage. Mr.
7 Navarrete appears not to have looked closely at the website version of this document—which, as Mr.
8 Navarrete acknowledges, is “25 pages long.” (*Ibid.*) A review of Ms. Fair’s Declaration on the
9 website reveals that those 25 pages include the declaration itself, along with Exhibits A through D-2
10 (the twenty-fifth page is Exhibit D-2).

11 2. Mr. Navarrete also complains that objectors have somehow been prejudiced because
12 documents relating to preliminary and final approval are not available on the Los Angeles Superior
13 Court’s website (*www.lacourt.org*), and because he was unable to retrieve them at the courthouse
14 when he sent a document service. (Navarrete Opp. at p. 3.) But any purported difficulties accessing
15 settlement-related documents through the Court’s website or its hard-copy files are irrelevant—all
16 such documents were readily available on the official settlement website identified in the class notice,
17 as Mr. Navarrete admits. (See *id.* at p. 4 [admitting that he was “able to obtain . . . written filings”
18 pertaining to this Settlement when they were “posted on the [official litigation] website”].)⁶

19 3. Although Mr. Navarrete acknowledges that he obtained a transcript of the March 18,
20 2014, preliminary approval hearing months before his objection was due (Navarrete Opp. p. 4), he
21 complains that a portion of that hearing was conducted “off the record.” (*Ibid.*) This is not a legally
22 cognizable basis for an objection, particularly where, as Mr. Navarrete admits, “the parties ultimately
23 agreed to address the issues raised in the Court’s tentative ruling . . . in further written filings with the
24 Court.” (*Ibid.*)

25
26
27 ⁶ In light of Mr. Navarrete’s demonstrated knowledge that these key settlement-related
28 materials were available through the litigation website, it is unclear why he would have attempted to
obtain the same materials through an attorney document service.

1 4. Mr. Navarrete continues to claim that he received no notice of this settlement.
2 (Navarrete Opp. p. 4.) This is false. (See Jennifer M. Keough Decl. in Support of Plaintiffs’
3 Opposition to Objection of John Navarrete ¶ 3.) Moreover, there is no dispute that Mr. Navarrete
4 received *actual* notice of the Settlement well in advance of the opposition and objection deadline.

5 **D. Mr. Fuller’s Arguments Concerning Restitution and Reliance Are Contrary to**
6 **California Law**

7 Mr. Fuller takes issue with the fact that if the Class prevailed at trial, they would be limited in
8 recovery only to that portion of the OPFs that exceeded Ticketmaster’s actual order processing costs.
9 According to Mr. Fuller, the Class would actually be entitled to a *full refund* of their OPFs. (Fuller
10 Opp. at p. 10.) He further argues that Plaintiffs would not be required to prove the element of
11 “reliance” at trial. (*Id.* at p.11.) Mr. Fuller is wrong on both counts.

12 As Ticketmaster has explained, Plaintiffs’ theory is that while they knowingly and willingly
13 paid OPFs, they did so under the assumption that the fee was a straight pass-through of
14 Ticketmaster’s order processing costs—when in fact, Plaintiffs claim, Ticketmaster failed to disclose
15 that the OPF also included a profit component. (See Ticketmaster Br. in Support of Final Approval at
16 pp. 12–14; see also Ticketmaster Resp. to Objectors pp. 1–2; Fourth Am. Compl. ¶ 49 [“unbeknownst
17 to Mr. Lo Re, the Order Processing Fee was a profit generator for Ticketmaster, unrelated to the cost
18 of processing tickets”].) If they prevailed at trial, Plaintiffs and the Class would be entitled to
19 restitution. (See Bus. & Prof Code, § 17203.) But because restitution is “[t]he difference between
20 what the plaintiff paid and the value of what the plaintiff received” (*In re Vioxx Class Cases* (2009)
21 180 Cal.App.4th 116, 131), the amount of any recovery here would be limited to the amount a Class
22 Member paid in OPFs *in excess* of Ticketmaster’s actual order processing costs. Otherwise, that
23 Class Member would effectively be getting “free” order processing—which is far more than he or she
24 bargained for. (See *Cortez v. Purolator Air Filtration Products Co.* (2000) 23 Cal.4th 163, 174
25 [restitution is “the excess of what the plaintiff gave the defendant over the value of what the plaintiff
26 received”]; *Akerman v. Mecta Corp., Inc.* (2007) 152 Cal.App.4th 1094, 1101 [the UCL does not
27 permit a “windfall award of restitution”]; see also *Clark v. Superior Court* (2010) 50 Cal.4th 605, 614
28 [“Restitution is not a punitive remedy”].) Mr. Fuller’s arguments to the contrary (Fuller Opp. at

1 p. 10) find no support in California law—indeed, he literally relies on nothing more than a strained
2 analogy to a bank robber who steals his own money from a bank.

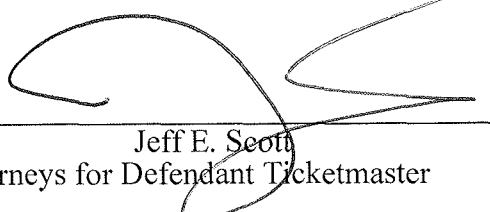
3 Finally, Mr. Fuller argues that Plaintiffs would not need to prove the element of “reliance” at
4 trial because Ticketmaster supposedly is a “monopolist,” such that “Plaintiffs had no real choice” but
5 to pay Ticketmaster’s OPF. (Fuller Opp. at p. 11.) This is nonsense. The number of competitors in
6 the ticket marketplace has no legal or logical significance in terms of whether Plaintiffs need to prove
7 reliance on Ticketmaster’s alleged misleading description of its OPFs. Thus, Mr. Fuller’s
8 “monopoly” argument is not a proper basis on which to distinguish *Mazza v. Am. Honda Motor Corp.*
9 (9th Cir. 2012) 666 F.3d 581, let alone a reason to create an exception to the “reliance” requirement
10 under California law. (See, e.g., *Sevidal v. Target Corp.* (2010) 189 Cal.App.4th 905, 928 [“[T]o
11 recover, each unnamed class member would be required to prove individual reliance on Target’s false
12 country-of-origin designation”].)

13 III. CONCLUSION

14 For these reasons, as well as those articulated in Plaintiffs’ and Ticketmaster’s extensive
15 briefing in support of final approval and in response to the objections, the Court should find that this
16 Settlement is fair, reasonable, and adequate, and it should grant final approval.

17
18 DATED: December 22, 2014

GREENBERG TRAURIG, LLP
GIBSON, DUNN AND CRUTCHER LLP

19
20
21 By:  _____
Jeff E. Scott
Attorneys for Defendant Ticketmaster

1 **PROOF OF SERVICE**

2 **STATE OF CALIFORNIA, COUNTY OF LOS ANGELES**

3 I am employed in the aforesaid county, State of California; I am over the age of 18 years and not
4 a party to the within action; my business address is 1840 Century Park East, Suite 1900, Los Angeles,
CA 90067-2121. My email address is riveraal@gtlaw.com.

5 On December 22, 2014, pursuant to Judge Kenneth R. Freeman's Order Authorizing Electronic
6 Service dated February 28, 2013, I served a true copy of the document(s) described as:
7 **TICKETMASTER'S REPLY IN FURTHER SUPPORT OF PLAINTIFFS' MOTION FOR
FINAL SETTLEMENT APPROVAL** in this action by transmitting the document(s) to Case
Anywhere pursuant to the terms in the aforementioned Order.

8 Robert J. Stein, III, Esq.
9 Raul F. Salinas, Esq.
10 Claire Schmidt, Esq.
11 Marc Alexander, Esq.
12 AlvaradoSmith, APC
1 MacArthur Place, Suite 200
11 Santa Ana, CA 92707
12 Tel: 714-852-6800; Fax: 714-852-6899
13 Email: RStein@AlvaradoSmith.com;
RSalinas@AlvaradoSmith.com;
14 CSchmidt@AlvaradoSmith.com;
MAlexander@AlvaradoSmith.com
Counsel for Plaintiffs

Gail Lees, Esq.
Kahn A. Scolnick, Esq.
Gibson, Dunn & Crutcher LLP
333 South Grand Avenue
Los Angeles, CA 90071-3197
Tel: 213-229-7000; Fax: 213-229-7520
Email: GLEes@gibsondunn.com;
kscolnick@gibsondunn.com
Counsel for Defendant

15 Steven Blonder, Esq.
16 Much Shelist
17 191 North Wacker Drive, Suite 1800
Chicago, IL 60606
18 Tel: 312-521-2000; Fax: 312-521-2100
Email: sblonder@muchshelist.com
Counsel for Plaintiffs

19 **(BY CASE ANYWHERE)** I caused the above document(s) to be electronically served on the
20 interested parties identified above by using www.caseanywhere.com and the e-mail addresses
21 maintained by www.caseanywhere.com for this case. Said transmission(s) were verified as
complete and without error.

22 **(STATE)** I declare under penalty of perjury under the laws of the State of California that the
23 foregoing is true and correct.

24 Executed on December 22, 2014, at Los Angeles, California.

25
26 _____
Ana Rivera
27
28