1 2 3 4 5 6 7	FERNALD LAW GROUP APC Adam P. Zaffos (Bar No. 217669) Brandon C. Fernald (Bar No. 222429) 15910 Ventura Blvd., Suite 1702 Encino, California 91436 Telephone: (323) 410-0300 Facsimile: (323) 410-0330 E-Mail: adam@fernaldlawgroup.com brandon.fernald@fernaldlawgroup  Attorneys for Plaintiff DR. IMAN SADEGHI	<u>o.com</u>
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
9	FOR THE COUNTY OF LOS ANGELES-CENTRAL DISTRICT	
10		
11	DR. IMAN SADEGHI, an individual,	Case No.: BC709376
12	Plaintiff,	[Assigned to the Hon. Judge Lia Martin, Dept. 16]
13	V.	PLAINTIFF DR. IMAN SADEGHI'S OPPOSITION TO MOTION FOR FILING DOCUMENTS UNDER SEAL PURSUANT TO A STIPULATED PROTECTIVE ORDER
<ul><li>14</li><li>15</li><li>16</li></ul>	PINSCREEN, INC., a Delaware Corporation; DR. HAO LI, an individual; and DOES 1-100,	
17	Defendants.	
18		
19		HEARING DATE: September 17, 2021 TIME: 9:00 a.m. PLACE: Dept. 16., Stanley Mosk Courthouse
20		
21		Complaint Filed: June 11, 2018
22		Trial Date: March 14, 2022
23		
<ul><li>24</li><li>25</li></ul>		
25 26		
20 27		
28		

3 4 1. INTRODUCTION

been substantiated.

5

6 7

8

9

10

12

11

13 14

fabricated.

15

16 17

18

19 20

21

22 23

24

25

26

27

28

<sup>1</sup> https://www.latimes.com/business/technology/la-fi-pinscreen-lawsuit-20180620-story.html

<sup>2</sup> https://www.theregister.com/2018/07/18/pinscreen\_fraud\_claims/

the epitome of retaliation for his whistleblowing and objections.

https://www.uscannenbergmedia.com/2018/10/30/viterbi-professor-embattled-in-lawsuit-with-his-former-employee/

4 https://www.reddit.com/r/MachineLearning/comments/8zm4kl/d lawsuit alleges fabricated results at pinscreen/

Plaintiff Dr. Iman Sadeghi ("Sadeghi") hereby submits the following opposition to the

This action stems from the retaliatory termination of Sadeghi after he called out Pinscreen's

The culminating event took place during Pinscreen's demo at ACM SIGGRAPH Real-Time

fraudulent and illegal conduct—all of which has now been confirmed in an investigation by USC's

computer science department and ethics board. In other words, all of Sadeghi's complaints of fraud

and misrepresentation by Pinscreen under Li's leadership during his employment at Pinscreen have

Live ("RTL") at the Los Angeles Convention Center on August 1, 2017. During the demo,

Pinscreen led the audience to believe that avatars were being generated—in front of their eyes—in

around 5 seconds. In reality, the avatars were pre-built for the demo and required hours of human

labor. Every single avatar and hair shape presented by Pinscreen during its RTL demo was

object to Pinscreen's public deception during the RTL demo and other transgressions. To Sadeghi's

surprise, Pinscreen terminated Sadeghi during the meeting he requested. Sadeghi's termination was

the lawsuit as evidenced by its coverage in the press and online forums. Articles appeared in the Los

Angeles Times, 1 The Register, 2 and USC Annenberg Media. 3 Li denied Pinscreen's

misrepresentations in the LA Times article claiming that "All the allegations are 100% false." In the

USC Annenberg Media article, Li claimed "One thing I can say with 100 percent confidence: there

has been absolutely no scientific data fabrication at either Pinscreen or at my research labs".

Sadeghi's allegations and Li's denials have also been discussed online on Reddit.com<sup>4</sup> in its

Following the RTL, on August 7, 2017, Sadeghi met with Li per Sadeghi's request to again

After Sadeghi's lawsuit was filed on June 11, 2018, there was significant public interest in

Motion to File Documents Under Seal filed by Defendant Pinscreen, Inc. ("Pinscreen"):

<sup>5</sup> https://www.zhihu.com/question/285705808

Machine Learning channel with 2.1 million members and 97% upvoted. The discussions around Sadeghi's allegations in the lawsuit have been browsed more than half a million times (592,244 as of today's date) on Zhihu.com<sup>5</sup> with around 1,580 followers.

After he was wrongfully terminated, Sadeghi followed through his promise that he would report Pinscreen's fraud to USC and ACM if the issues were not resolved. The Office of Research at USC has been conducting an investigation of Sadeghi's allegations in the lawsuit since 2018. Sadeghi has communicated with USC officials and was interviewed as part of the investigation.

During discovery in this litigation, Sadeghi issued a subpoena to USC seeking documents concerning USC's investigation of Pinscreen's ACM SIGGRAPH Real-Time Live. As part of efforts to resolve several discovery disputes, including a motion to quash the USC subpoena, on February 3, 2021 the parties agreed and the Court entered the Stipulation to Continue the Trial Date, FSC, and Related Dates. (See Davidson Ex. B.) Pinscreen was to produce to Sadeghi's counsel "all documents produced by USC pursuant to the subpoena in unredacted form other than any redactions made by USC and any redactions in connection with any personnel matters outside the scope of the subpoena..." (See Davidson Ex. B at p. 2:17-27.) The USC documents were to be maintained Attorney's Eyes Only, however the Stipulation had no bearing on the confidentiality of any duplicative documents that Sadeghi already had or obtained outside the USC subpoena. (*Id.*)

### 2. SUMMARY OF OPPOSITION

In May 2021, Pinscreen filed a motion for summary judgment. In accordance with the February 3, 2021 Stipulation, Sadeghi redacted the portions of his Opposition and Separate Statement that quoted to the USC documents (Ex. 36) and lodged an unredacted copy and the exhibit itself. In response to Sadeghi's opposition to Pinscreen's motion for summary judgment, Pinscreen served objections to the declarations of Sadeghi and his attorney Adam Zaffos, as well as certain additional material facts ("AMF") in Sadeghi's Separate Statement. Pinscreen filed redacted versions of these 17 objections and seeks an order sealing the unredacted objections to the declarations and AMFs.

 The Sadeghi and Zaffos declarations do not recite any facts or information from the USC Investigation (Ex. 36). Rather, Sadeghi refers only to his own communications with USC, communications that were specifically excepted from the February 3, 2021 stipulation. The Zaffos declaration merely states the means by which the documents were acquired and authenticates it for evidentiary purposes. The declarations themselves are not redacted and Pinscreen has not contended that any portion of the declarations should be removed from the public record and filed under seal. Moreover, objections to the declarations do not contain any confidential information that needs to be sealed. There is absolutely nothing disclosed in the objections to the declarations that warrants sealing them.

In addition, the objections to the AMFs do not themselves contain any confidential information. To the extent that the objections quote the language of the AMFs, Sadeghi does not challenge the confidentiality of the substance of the facts gleaned from the USC documents. However, Sadeghi's agreement to confidentiality does not relieve Pinscreen of the obligation to establish a basis for sealing the information. Pinscreen is still obligated to demonstrate an overriding interest that overcomes the right of public access that supports sealing the records that would be prejudiced if the record is not sealed.

### 3. ARGUMENT

## A. A Record Cannot Be Sealed Solely Based to the Stipulation of the Parties.

Recognizing the public's First Amendment right of access to documents used at trial or as a basis of adjudication and a presumption of openness of substantive court proceedings in ordinary cases, the California Supreme Court in *NBC Subsidiary (KNBC–TV), Inc. v. Superior Court* (1999) 20 Cal.4th 1178 set forth the findings that both the trial and appellate courts must expressly make to seal a record. *Id.* at pp. 1200, 1208–1209, fn. 25 & 1217. "In response to NBC Subsidiary, the Judicial Council promulgated 'the sealed records rules,' rules 2.550, 2.551." *Overstock.Com, Inc. v. Goldman Sachs Group, Inc.* (2014) 231 Cal.App.4th 471, 486.

The court may order that a record be filed under seal only if it *expressly* finds facts that establish that: (1) there exists an overriding interest that overcomes the right of public access to the record; (2) the overriding interest supports sealing the record; (3) a substantial probability exists that

13

15 16

17

18

19 20

21 22

23

25

26 27

28

the overriding interest will be prejudiced if the record is not sealed; (4) the proposed sealing is narrowly tailored; and, (5) no less restrictive means exist to achieve the overriding interest. Rule of Court, rule 2.550(d). A party requesting that a record be filed under seal must file a motion or application for an order sealing the record. The motion or application "must" be accompanied by a memorandum and a declaration containing facts sufficient to justify the sealing." Rule of Court, rule 2.551(b)(1). "The rules "apply to records sealed or proposed to be sealed by court order" (rule 2.550(a)(1)) and, more specifically, to "discovery materials that are used at trial or submitted as a basis for adjudication of matters other than discovery motions or proceedings." (Rule 2.550(a)(3).)" Overstock. Com, Inc., 231 Cal. App. 4th at p. 486.

"[T]he mere agreement of the parties alone is insufficient to constitute an overriding interest to justify sealing the documents." McNair v. National Collegiate Athletic Assn. (2015) 234 Cal.App.4th 25, 35 (rejecting argument that a contractual agreement to treat cases as confidential should be recognized as an overriding interest; rather, there must be "a specific showing of serious injury" and "[b]road allegations of harm, bereft of specific examples or articulated reasoning, are insufficient"); Universal City Studios, Inc. v. Superior Court (2003) 110 Cal.App.4th 1273, 1281 ("more than a mere agreement of the parties to seal documents filed in a public courtroom" is needed).

The fact that the Court has entered, based on the stipulation of the parties, a Stipulated Protective Order or the February 3, 2021 Stipulation is not conclusive as to the issue of confidentiality. Pinscreen, as the moving party, must make a constitutionally sufficient showing as set forth in rule 2.550(d) and the Court may order records be filed under seal only if it makes the enumerated findings expressly. *McNair*, 234 Cal.App.4th at p. 32.

Pinscreen has failed to make the necessary showing with respect to the objections to the Sadeghi and Zaffos declarations. The substance of the declarations to which the objection responds are already in the public record. There are no grounds for sealing an objection to materials in the public record. As to objections to the AMF, Sadeghi does not challenge the confidentiality of the content of the AMFs. However, Pinscreen is still required to adequately demonstrate an overriding

interest that supports sealing both the objection and quoted fact that would be prejudiced if the record is not sealed.

# B. Sadeghi's Personal Knowledge of the USC Investigation Stems from His Own Communications with USC and Not From Documents Designated as Confidential.

Pinscreen seeks to file Objections 24, 26-28 and 47 to Sadeghi's declaration under seal. These objections relate to ¶10 and ¶26 of Sadeghi's declaration. Those paragraphs were not redacted from Sadeghi's declaration and exist in the public record. Pinscreen has not sought an order removing that declaration from the public record or sealing any portion of that declaration. There is "no justification for sealing records that contain only facts already known or available to the public." *H.B. Fuller Co. v. Doe* (2007) 151 Cal.App.4th 879, 898.

Moreover, the information stated in those paragraphs is not confidential. The February 3, 2021 Stipulation had no bearing on the confidentiality of Sadeghi's communications that Sadeghi obtained outside the scope of the subpoena with USC, including his personal email communications. Specifically, the stipulation provides: "the designation of these USC subpoena produced documents will have no bearing on the confidentiality designation or lack thereof of any duplicative documents Plaintiff already had or obtains outside of the USC subpoena;" (See Davidson Decl. Ex. B at p. 2:24-27.)

The communications and the statements in ¶10 and 26 of Sadeghi's declaration are premised solely on his personal knowledge from sources other than the USC documents. Indeed, per the Stipulation the USC investigatory documents are marked attorney's eyes only and Sadeghi is not even permitted to review them. Confirming the lack of confidentiality of these communications, Pinscreen did not object or otherwise seek to seal Exhibit 15, the exhibit containing Sadeghi's emails exchange with USC.

There is no reason to seal an *objection* to non-confidential information stated in the public record. The objection is merely a legal argument, devoid of confidential information. Pinscreen has not demonstrated an overriding interest that warrants sealing Objection 24, 26-28 and 47 to Sadeghi's declaration.

11 12

13 14

> 15 16

17 18

19

20

21

22

23

25 26

27

28

### C. There is No Basis to Seal Objection 4 to the Zaffos Declaration.

Objection 4 refers to ¶15 of the Zaffos Declaration. That paragraph makes no mention of confidential matters. Mr. Zaffos states that a stipulation was reached on February 3, 2021 and that Pinscreen produced the documents it had received pursuant to Sadeghi's subpoena. This references the same stipulation that Mr. Davidson attaches as Exhibit B to the declaration he filed in support of the motion to seal. Obviously Pinscreen does not contend the February 3, 2021 stipulation is confidential as it is in the public record and has been cited by Pinscreen as an exhibit to this motion.

In addition, the fact that USC produced documents to Pinscreen which were subsequently produced to Sadeghi has been disclosed by Pinscreen itself. The supporting declaration of Mr. Davidson contains far more detail about the content of the USC documents than any statement in ¶15 of Mr. Zaffos's declaration. (See Davidson Decl. ¶10.) Finally, the objection itself is legal argument, devoid of any reference to the content of the USC documents.

Ultimately, Pinscreen seeks to seal an objection to an unredacted paragraph in a declaration that contains no confidential information. The motion should be denied as to Objection 4.

# D. Pinscreen Must Meet the Requirements of Rule 2.550(d) as to the Objections to the AMFs.

As Pinscreen sets forth in its moving papers, the requirements that a party seeking to seal a record must demonstrate are set forth in Rule of Court, rule 2.550(d). The case law cited above confirms that a mere stipulation between the parties is not the final answer on the issue of sealing confidential records. Sadeghi is bound by the terms of the Stipulation and does not challenge the confidentiality of the USC documents, but Sadeghi's agreement to confidentiality is not determinative for the purposes of this motion.

Pinscreen still must make a constitutionally sufficient showing to seal the objections as set forth in rule 2.550(d). Pinscreen must show that there is an overriding interest that overcomes the right of public access that supports sealing the objection and quoted fact that would be prejudiced if the record is not sealed. As mentioned earlier, from the outset of this case, there was media coverage of the litigation and online discussions on various forums. The USC investigation, which USC confirmed in writing to Sadeghi that their analysis of the code was as Sadeghi described,

directly refutes Hao Li's comments in these articles. Pinscreen must demonstrate an alleged privacy interest that overrides the right of public access.

Pinscreen makes two assertions concerning interests which override the public's right to access: that personnel matters are private and that there is a need to maintain the confidentiality of trade secret information. As the Stipulation confirms, Pinscreen had an opportunity to redact "any personnel matters outside the scope of the subpoena" prior to producing the USC documents to Sadeghi's counsel. (Davidson Decl. Ex. B, p. 2:19-20.) If there is any unrelated personnel matter or trade secrets exposed in the objections, Pinscreen can redact those alleged portions to narrowly tailor the redactions.

Furthermore, Pinscreen does not indicate why the objection is confidential. As with the objections discussed above, the objections themselves (aside from the portions quoting the AMFs) are legal argument devoid of confidential information. A proposed sealing must be narrowly tailored and there is no basis for sealing a legal argument that does not contain any confidential information.

#### 4. CONCLUSION

Based on the foregoing objections, Sadeghi respectfully requests that the Court deny Pinscreen's request to seal Objections 24, 26-28 and 47 to Sadeghi's declaration and Objection 4 to Mr. Zaffos's declaration. While Sadeghi does not challenge the confidentiality of the content of the AMFs, as to objections to the AMFs, Pinscreen should narrowly tailor any redactions to only the alleged confidential and trade-secret portions of the objections.

DATED: September 3, 2021

FERNALD LAW GROUP APC ADAM P. ZAFFOS

Adam P. Zaffos

Attorneys for Plaintiff IMAN SADEGHI

26

27

28