

The Honorable Robert S. Lasnik

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**UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF WASHINGTON
AT SEATTLE**

ADRIENNE BENSON and MARY
SIMONSON, individually and on behalf of all
others similarly situated,
Plaintiffs,

v.

DOUBLEDOWN INTERACTIVE, LLC, a
Washington limited liability company,
INTERNATIONAL GAME TECHNOLOGY, a
Nevada corporation, and IGT, a Nevada
corporation,

Defendants.

Case No. 18-cv-525-RSL

**UNOPPOSED MOTION FOR
PRELIMINARY APPROVAL OF
CLASS ACTION SETTLEMENT
AGREEMENT**

NOTE ON MOTION CALENDAR:
November 11, 2022

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17 United States District Court for the Northern District of California,
 18 *Procedural Guidance for Class Action Settlements* (Aug. 4, 2022)
 19 <http://bit.ly/3A5xiG0> 25

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1 **INTRODUCTION**

2 After four and a half years of hard-fought litigation—including more than five hundred
3 (500) docket entries before this Court, a trip to the Ninth Circuit, skirmishes in state court, battles
4 before the Washington State Gambling Commission, a years-long war before the Washington
5 Legislature, and exhaustive mediation efforts with Judge Phillips and Niki Mendoza of Phillips
6 ADR—the Parties have reached a settlement that, if approved, would completely resolve this
7 case.¹ Alongside prospective relief, the settlement features a **\$415 million** common fund.²

8 It is difficult to overstate what a triumph this proposed settlement is for the proposed
9 Settlement Class. The common fund reflects approximately nineteen and a half percent (19.5%)
10 of the gross revenues produced by the DoubleDown apps in the eight and a half years since April
11 2014 (*i.e.*, during the applicable statute of limitations). It also reflects more than eighty-five
12 percent (85%) of DoubleDown’s current market capitalization (\$482.65 million, as of October
13 23). Based on DoubleDown’s net income of \$78.2 million in 2021, the common fund constitutes
14 more than *five full years of profitability* for the DoubleDown apps. Perhaps most importantly,
15 participating Settlement Class Members in the highest category of Lifetime Spending Amounts
16 will likely recover gross payments in excess of 60% of their alleged losses from April 2014
17 through the present, and those in the lowest category will still likely recover gross payments
18 exceeding 20% of the same. Particularly in the current economic climate, these recoveries will be
19 life-changing for many class members. And in addition to the prospective relief offered here,
20 they render approval of the proposed class action settlement more than appropriate here.

21 Consequently, Plaintiffs respectfully request that the Court (i) certify the proposed
22 Settlement Class; (ii) grant preliminary approval of the Settlement; (iii) appoint Adrienne Benson
23 and Mary Simonson as Class Representatives; (iv) appoint Jay Edelson, Rafey S. Balabanian,
24

25 ¹ See Declaration of Todd Logan (“Logan Decl.”), Ex. 1 (“Class Action Settlement Agreement”).

26 ² Defendants state that although they do not oppose this motion, they do not necessarily agree with
27 characterizations in the motion, including, among other things, (1) discovery regarding purported “targeting” and
“addicted” gamblers, (2) the notion that Defendants were engaged in gambling activity in violation of Washington
law, or (3) the strength of Plaintiffs’ claims and the cost of litigation.

1 Todd Logan, Alexander G. Tievsky, Brandt Silver-Korn, and Amy B. Hausmann as Class
2 Counsel; (v) approve the proposed Notice Plan; and (vi) schedule the final approval hearing.

3 BACKGROUND

4 As the Court is aware, this proposed settlement is part of a seven-year-long (and still
5 expanding) campaign of lawsuits against social casino companies (and now, the tech-giant
6 Platforms who partner with them). Because the Court has previously reviewed and approved five
7 of these social casino class action settlements, Plaintiffs need not recap that history here. *See,*
8 *e.g.*, Mot. for Prelim. Approval, Dkt. #23, *Ferrando v. Zynga Inc.*, No. 22-cv-214 (W.D. Wash
9 June 27, 2022). While that broader context is certainly relevant to the resolution of this case, this
10 motion focuses on the extensive efforts expended specifically in this case.

11 I. Plaintiffs' Allegations

12 In April 2018, on the heels of the Ninth Circuit's opinion in *Kater v. Churchill Downs*
13 *Inc.*, 886 F.3d 784 (9th Cir. 2018), Plaintiffs filed this proposed class action lawsuit against
14 DoubleDown Interactive, LLC (a social casino game developer headquartered in Seattle,
15 Washington) and International Game Technology (a multinational gambling company,
16 DoubleDown's former parent company, and the world's largest slot machine manufacturer).³
17 Plaintiffs alleged that Defendants' social casino games, including their flagship application
18 "DoubleDown Casino," constitute unlawful gambling under Washington's gambling laws. *See*
19 Dkt. #1. Specifically, Plaintiffs alleged that Defendants' social casino games entice users with an
20 initial allotment of free virtual chips to wager on an array of Vegas-style slots, the outcomes of
21 which are "based entirely on chance." Dkt. #249 ¶ 32 (Second Amended Complaint). They
22 alleged that these initial free chips are "quickly los[t]" in the course of gameplay, and that—once
23 exhausted—users purchase more chips with real money (in packages ranging from \$2.99 to
24 \$99.99) if they wish to continue playing. *Id.* ¶¶ 28-29.

25
26
27 ³ Plaintiffs subsequently amended their complaint to add IGT (a subsidiary of International Game
Technology) as an additional Defendant. *See* Dkt. #249.

1 Because these virtual chips “extend gameplay,” *id.* ¶ 51, Plaintiffs allege that the chips
2 are “things of value” under Washington’s gambling laws, that Defendant’s online social casino
3 games therefore violate Washington’s ban on internet gambling, and that users are entitled to
4 recoup their alleged losses under RCW § 4.24.070 (the “Recovery of Money Lost at Gambling
5 Act” or “RMLGA”). *Id.* ¶¶ 46-59.

6 Plaintiffs further alleged that Defendants’ ownership and operation of these games
7 constituted violations of RCW § 19.86.010 (the “Washington Consumer Protection Act” or
8 “CPA”), *id.* ¶¶ 60-71, and common law unjust enrichment. *See id.* ¶¶ 72-76.

9 **II. Relevant Litigation History**

10 Of the five social casino class action settlements proposed Class Counsel has presented to
11 this Court, this case was the most heavily litigated by far, as evidenced by the more than five
12 hundred (500) docket entries. Some highlights of that litigation activity are summarized below.

13 **A. First Motion to Compel Arbitration and Related Appeal**

14 In August 2018, Defendants moved to compel arbitration and to stay the action, arguing
15 that Plaintiffs were on inquiry notice of the arbitration provision in DoubleDown Casino’s Terms
16 of Use. *See generally* Dkt. #44. Plaintiffs opposed the motion, *see* Dkt. #49, and the Court denied
17 it in November 2018, *see* Dkt. #57. Specifically, the Court found that Plaintiffs did not agree to
18 be bound by the Terms of Use. *Id.* at 13.

19 Defendants appealed that order to the United States Court of Appeals for the Ninth
20 Circuit, Dkt. #61, and this Court agreed to stay the case pending resolution of that appeal, *see*
21 Dkt. #77. After full briefing before the Ninth Circuit, including supplemental briefs requested by
22 the court, the Ninth Circuit affirmed the denial of Defendants’ motion to compel in January
23 2020. *See* Dkt. #84; *see also generally* *Benson v. Double Down Interactive, LLC*, No. 18-36015
24 (9th Cir.).

25 **B. Initial Subpoenas and Discovery Requests**

26 After the Ninth Circuit’s decision, Plaintiffs served subpoenas on Apple Inc., Facebook,
27 Inc., and Google LLC (the “Platforms”) in April 2020, seeking transaction data for purchases of

1 virtual chips in DoubleDown’s four social casino applications: DoubleDown Casino,
 2 DoubleDown Fort Knox, DoubleDown Classic, and Ellen’s Road to Riches (the “Applications”).
 3 *See* Dkt. #92. Plaintiffs served a second set of subpoenas on the Platforms in June 2020. *See* Dkt.
 4 #109. DoubleDown filed a Motion for Protective Order regarding each set of subpoenas. *See*
 5 Dkts. #92, #109. Around the same time, Plaintiffs also served DoubleDown with Requests for
 6 Production, and in July 2020, Plaintiffs moved to compel DoubleDown to produce transaction
 7 data for virtual chip purchases in the four Applications. Dkt. #118.

8 After full briefing on both Motions for Protective Order and the Motion to Compel, the
 9 Court entered an order in August 2020 allowing Plaintiffs to seek transaction data (from both
 10 DoubleDown and the Platforms) only for Washington-based users and only for the DoubleDown
 11 Casino application, and quashing Plaintiffs’ second set of subpoenas to the Platforms. *See* Dkt.
 12 #126.⁴

13 C. Defendants’ Pleadings Motions

14 In June 2020, Defendants filed a Motion to Certify Questions to the Washington Supreme
 15 Court, arguing that Plaintiffs’ RMLGA and CPA claims involved novel state-law questions that
 16 should be resolved by the state’s highest court. Dkt. #103. After full briefing, the Court denied
 17 the motion in August 2020, finding that “[w]hile no court applying Washington law had
 18 addressed casino-gaming apps before *Kater*, Double Down has not shown that these facts present
 19 significantly ‘new’ or ‘substantial’ questions of statutory interpretation.” Dkt. #127 at 3.
 20 Defendants filed a Motion for Reconsideration, Dkt. #133, the Parties submitted additional
 21 briefing, and the Court denied it in January 2021, Dkt. #156.

22 In August 2020, two days after the Court denied the Motion to Certify Questions,
 23 Defendants filed a Motion to Strike Nationwide Class Allegations, arguing that conflicts of law
 24 between Washington’s and other states’ gambling laws prohibited certification of a nationwide
 25

26 ⁴ DoubleDown subsequently produced in discovery the transaction data for all United States users in the
 27 DoubleDown Casino application. *See* Dkt. #298 at 2 (showing FRE 1006 summary of that data). As set forth below,
 Plaintiffs will seek additional transaction data from DoubleDown and the Platform Providers, regarding all four at-
 issue Applications, in order to effect the Notice Plan.

1 class. Dkt. #128. After full briefing, the Court denied the motion in March 2021, finding that
2 “neither constitutional considerations nor the applicable choice-of-law rules precludes the
3 application of Washington law to the claims asserted in this litigation, regardless where the
4 putative class members reside.” Dkt. #209 at 12. DoubleDown moved to certify this order for
5 interlocutory appeal, pursuant to 28 U.S.C. § 1292(b), Dkt. #257, but the Court denied the
6 motion after full briefing, Dkt. #338.

7 In September 2020, Defendants filed a Motion to Dismiss Under Fed. R. Civ. P. 12(b)(1)
8 and Motion to Abstain, arguing that a host of abstention doctrines prevented the Court from
9 exercising jurisdiction and that it should allow the Washington state courts the opportunity to
10 interpret its state gambling laws. Dkt. #138. After full briefing, the Court denied the motion in
11 March 2021, finding that “abstention under *Burford*, *Pullman*, and/or *Thibodaux* is not
12 warranted.” Dkt. #210 at 3. Defendants moved to certify this order for interlocutory appeal, Dkt.
13 #230, but later withdrew the motion, Dkt. #248.

14 After the Parties stipulated to an amendment of the pleadings, Plaintiffs filed a Second
15 Amended Complaint in April 2021 that added IGT (a subsidiary of International Game
16 Technology) as a defendant. Dkt. #249. In May 2021, IGT filed a Motion to Dismiss under Rule
17 12(b)(6). Dkt. #289. After full briefing, that motion remained pending when the case settled and
18 was stayed.

19 In May 2021, DoubleDown filed a Renewed Motion to Compel Arbitration, arguing that
20 Plaintiffs Benson and Simonson testified at deposition that they had actual notice of
21 DoubleDown’s terms of use. Dkt. #264. After full briefing, that motion remained pending when
22 the case settled.

23 **D. Plaintiffs’ Motion for Class Certification and Preliminary Injunction**

24 In February 2021, Plaintiffs filed a Motion for Class Certification and for Preliminary
25 Injunction. Dkt. #164. Specifically, Plaintiffs sought to certify a damages class of “[a]ll persons
26 in the United States who purchased virtual casino chips in DoubleDown Casino, DoubleDown
27 Fort Knox, DoubleDown Classic, or Ellen’s Road to Riches on or after April 9, 2014.” And an

1 injunction class of “[a]ll persons in the United States who played [the Applications] on or after
2 April 9, 2014.” *Id.* at 6. Plaintiffs also asked the Court to enjoin DoubleDown from selling
3 virtual casino chips in the Applications within the United States, and to enjoin International
4 Game Technology from collecting money from DoubleDown’s sales of the same. *Id.* at 19.

5 After motion practice regarding the briefing schedule and some related discovery
6 disputes, Defendants each filed briefs in opposition in May 2021. Dkts. #276, #281. Plaintiffs
7 filed a reply brief, Dkt. #298, and Defendants each filed surreply briefs, Dkts. #308, #311. The
8 Motion remained pending when the case settled.

9 E. Discovery and Related Motions

10 Throughout 2021, the Parties exchanged significant written discovery, including
11 approximately 325,000 pages of documents. Logan Decl. ¶ 4. In addition, between March and
12 August 2021, Defendants took (and proposed Class Counsel defended) depositions of Adrienne
13 Benson, Mary Simonson, and six (6) other putative class members. *Id.* ¶ 5. During that same
14 period, Plaintiffs took (and Defendants’ Counsel defended) Rule 30(b)(6) depositions of
15 DoubleDown, International Game Technology, and IGT, as well as depositions of four (4) other
16 DoubleDown employees and two (2) of Defendants’ proposed expert witnesses. *Id.* ¶ 5.

17 The Parties also engaged in discovery-related motions practice during this period. In
18 March 2021, Plaintiffs moved to compel DoubleDown to produce documents responsive to RFP
19 No. 14, which sought documents containing “Life Event Phrases” (*i.e.*, pass* away, death,
20 suicide, debt, trauma, life event*, lonely, depress*, machine zone, middle age*, divorc*, elder*,
21 gambl*, and addict*), which Plaintiffs believed were related to Defendants’ targeting of
22 vulnerable class members. Dkt. #211 at 2. In April 2021, Plaintiffs moved to compel
23 DoubleDown to produce documents responsive to RFP No. 26, which sought documents
24 containing “Addiction Phrases” (*i.e.*, addict*, continuous gaming activity, false win*, gambl*,
25 hook*, hook, return to player, red flag*, rtp, time on device, tod, pressur*, retain*, retention*,
26 sticky, stickiness, and whale*), which Plaintiffs likewise believed were related to Defendants’
27 targeting of vulnerable class members. Dkt. #244 at 2. After full briefing on both motions, the

1 Court granted both in July 2021 and compelled DoubleDown to produce responsive documents
2 within fourteen days. Dkts. #366, #367.

3 From June to August 2021, Plaintiffs filed the following additional discovery motions: (i)
4 Motion for Leave to Submit an Affirmative Expert Report and a Rebuttal Expert Report, Dkt.
5 #322; (ii) Motion to Compel the Production of Documents Responsive to Nine Requests, Dkt.
6 #340; (iii) Motion for Leave to Take Seven Additional Depositions, Dkt. #374; (iv) Motion to
7 Amend the ESI Agreement and Compel Production of a Post-Filing Privilege Log, Dkt. #377;
8 and (v) Motion to Compel Production of Documents Responsive to Thirteen Requests, Dkt.
9 #381. Each of these motions was fully briefed, and they remained pending when the case settled.

10 Ultimately, Plaintiffs' discovery efforts forced Defendants to produce documents and
11 information sufficient for proposed Class Counsel to make informed settlement-related decisions
12 regarding the strengths and weaknesses of the Class's claims and potential claims against (i) the
13 DoubleDown companies, (ii) the IGT companies, and (iii) the Platforms who DoubleDown and
14 IGT partnered with to offer the DoubleDown apps (and who receive a release under the
15 settlement).

16 **F. Plaintiffs' Motions for Spoliation Sanctions**

17 In August 2021, Plaintiffs filed a Motion for Spoliation Sanctions and an Evidentiary
18 Hearing, contending (i) that Defendants had spoliated all emails from before June 1, 2017, and
19 (ii) that DoubleDown had spoliated the emails of every departing employee since 2018. Dkt.
20 #405. Plaintiffs asked the Court to adopt adverse inferences for purposes of class certification
21 and the requested preliminary injunction, and then to hold an evidentiary hearing after its
22 certification decision to determine whether additional sanctions (such as adverse inferences or
23 dispositive sanctions) were warranted for purposes of summary judgment and trial. *Id.* at 12.
24 After full briefing, including Defendants' motions to strike portions of Plaintiffs' reply brief, the
25 Motion for Spoliation Sanctions remained pending when the case settled.

26 In September 2021, after DoubleDown claimed that one of the exhibits to the briefing on
27 Plaintiffs' Motion for Spoliation Sanctions was protected work-product, Plaintiffs filed a Rule

1 26(b)(5)(B) Motion to Preserve, To Compel Additional Documents, and To Compel Davis
2 Wright Tremaine to Appear Under Oath at an Evidentiary Hearing. Dkt. #442. After full
3 briefing, the motion remained pending when the case settled.

4 **G. Plaintiffs' Omnibus Motion to Seal in Part and Unseal in Part**

5 In November 2021, Plaintiffs filed a consolidated motion to seal in part and unseal in part
6 the voluminous materials submitted to the Court under seal in connection with prior briefing.
7 Dkt. #460. Plaintiffs asked the Court to unseal the majority of documents in the record that were
8 produced by Defendants in discovery and designated confidential. *Id.* at 1. After full briefing, the
9 motion remained pending when the case settled.

10 **III. Litigation-Adjacent Efforts**

11 Beyond the traditional litigation work necessitated by these cases, proposed Class
12 Counsel undertook (and continue to undertake) all manner of litigation-adjacent work to ward off
13 the various social casino company defendants' efforts to dispose of these lawsuits. These efforts
14 include: (i) opposing a "Petition for Declaratory Order" before the Washington State Gambling
15 Commission, which asked the gambling commission to declare that social casinos "do not
16 constitute gambling within the meaning of the Washington Gambling Act, RCW 9.46.0237," (ii)
17 opposing legislation meant to defang Washington's gambling laws, including by providing in-
18 person testimony and meeting with State Senators and Representatives and other officials, and
19 (iii) sounding the alarm on social casinos to the general public by helping clients share their
20 stories with media outlets across the country, such as PBS NewsHour and NBC News. *See*
21 Logan Decl. ¶ 6.

22 **IV. The Parties Reach a Mediated Settlement**

23 Following intermittent settlement talks, including in September 2021 at Court-ordered
24 settlement conferences, Dkt. #451, settlement talks renewed in earnest in June 2022. Logan Decl.
25 ¶ 7. The Parties agreed to schedule a videoconference mediation session on July 28, 2022 with
26 Niki Mendoza of Phillips ADR, and an in-person mediation session on August 26, 2022 with Ms.
27 Mendoza and Judge Layn Phillips (ret.). *Id.* ¶ 8. The Parties also stipulated to a stay of the case

1 during these settlement discussions, which was extended through August 8, 2022. *See* Dkts.
2 #468, #473, #475, #477.

3 In the lead-up to the July 28, 2022 mediation date, the Parties were in frequent
4 communication with each other and with the Phillips ADR team in order to start narrowing the
5 potential frameworks for resolution. Logan Decl. ¶ 9. The Parties submitted mediation briefs
6 regarding the core facts, legal issues, litigation risks, and potential settlement structures. *Id.* The
7 Parties supplemented that briefing with telephonic and written correspondence with each other
8 and the Phillips ADR team, clarifying each party's position in advance of the mediation. *Id.*

9 On July 28, 2022, the Parties participated in a more-than-full day mediation session via
10 videoconference. *Id.* ¶ 10. The Parties did not reach an agreement, and following the mediation,
11 the Parties' settlement discussions broke down, among other reasons, because of a dispute with
12 respect to certain foreign assets. *Id.* ¶ 10. In fact, on August 9, 2022, Plaintiffs filed a Motion for
13 a Temporary Restraining Order addressing that dispute, and subsequently withdrew all pending
14 settlement demands. *See* Dkt. #482; Logan Decl. ¶ 10. After full briefing and a hearing on
15 August 17, 2022, the Court denied the motion. *See* Dkt. #495.

16 With the benefit of the Court's order, the Parties—through the Phillips ADR team—re-
17 engaged the settlement efforts. Specifically, over the following weeks, the Parties continued to
18 engage in frequent communication with Phillips ADR regarding potential settlement frameworks
19 and material terms for a potential agreement. Logan Decl. ¶ 11. On August 23, 2022, the Parties
20 reached an agreement in principle on the material terms of a class action settlement. *Id.* ¶ 12. The
21 Parties continued negotiating the details of the settlement until they executed a Term Sheet on
22 August 26, 2022. *Id.* ¶ 13. The negotiations didn't end there: for the next few weeks, the Parties
23 worked out the details of a final and binding class action settlement agreement, exchanged
24 multiple rounds of a working settlement document and supporting exhibits, met and conferred
25 telephonically to hammer out disputed provisions, and vetted and engaged a proposed settlement
26 administrator. *Id.* ¶ 15. On September 19, 2022, the Parties completed execution of the
27

1 Settlement Agreement now before the Court. *Id.* ¶ 16; Ex. 1 (Class Action Settlement
2 Agreement) (hereinafter the “Agreement”).

3 THE TERMS OF THE SETTLEMENT AGREEMENT

4 For the Court’s convenience, the key terms of the Agreement are summarized below.

5 **I. Settlement Class Definition:** The Settlement Class is defined as follows: “all
6 individuals who, in the United States (as reasonably determined by IP address information, or
7 other information furnished by Defendants and Platform Providers), played the Applications on
8 or before Preliminary Approval of the Settlement.”⁵ Agreement § 1.35.

9 **II. Monetary Benefits:** Defendants have agreed to establish a non-reversionary,
10 four-hundred-fifteen-million-dollar (\$415,000,000.00) Settlement Fund from which each
11 Settlement Class Member who files a valid claim will be entitled to recover a cash payment—
12 calculated after deduction of costs and administrative expenses, any Fee Award to proposed
13 Class Counsel, and any incentive payments to the Class Representatives. *See id.* § 1.37.
14 Specifically, International Game Technology and IGT together shall contribute \$269,750,000,
15 and DoubleDown shall contribute \$145,250,000 to the Settlement Fund.

16 No portion of the Settlement Fund will revert to the Defendants. *Id.* § 2.1(i). Any
17 Settlement Class Member checks not cashed or electronic payments not processed within ninety
18 (90) days of issuance will either be placed in a second distribution fund or donated to the Legal
19 Foundation of Washington, as approved by the Court. *Id.* § 2.1(h). As described in detail in the
20 Plan of Allocation, the amount of each Settlement Class Member’s payment will vary based on
21 the Settlement Class Member’s Lifetime Spending Amount (those with higher Lifetime
22 Spending Amounts are eligible to recover a greater percentage) and overall Settlement Class
23 Member participation levels, *see id.* §§ 1.38, 2.1(c), except that no Class Member will recover

24
25 ⁵ Excluded from the Settlement Class are (1) any Judge or Magistrate presiding over this Action and
26 members of their families, (2) the Defendants, Defendants’ subsidiaries, parent companies, successors, predecessors,
27 and any entity in which the Defendants or their parents have a controlling interest and their current or former
officers, directors, and employees, (3) persons who properly execute and file a timely request for exclusion from the
Settlement Class, and (4) the legal representatives, successors or assigns of any such excluded persons. Agreement
§ 1.35.

1 more than their Lifetime Spending Amount unless all Class members do, *see* Exhibit E to the
2 Settlement Agreement. Based on their experience with settlements in related cases, proposed
3 Class Counsel anticipates that participating Settlement Class Members in the highest category of
4 Lifetime Spending Amounts will likely recover gross payments in excess of 60% of their alleged
5 losses from April 2014 through the present, and that participating Class Members in the smallest
6 category of Lifetime Spending Amounts will likely recover gross payments in excess of 20% of
7 their alleged losses from April 2014 through the present. *See* Logan Decl. ¶ 17. Settlement Class
8 Members will be able to quickly and easily estimate the amount of their potential recovery on the
9 Settlement Website. *See* Agreement § 4.2(d).

10 **III. Prospective Relief:** DoubleDown has agreed to maintain a link to resources
11 relating to video game behavior disorders within the Applications. *Id.* § 2.2. The link will be
12 prominently available within the games, and DoubleDown’s customer service representatives
13 will provide the link to players who contact them and reference or seek help for video game
14 behavior disorders. *Id.* DoubleDown also will maintain a voluntary self-exclusion policy,
15 published on its website, that will allow players to exclude themselves from further gameplay.
16 *See id.* DoubleDown has further agreed to enforce this policy through the use of Player IDs and
17 other device or account-related identifiers. *Id.* In addition, in response to this litigation,
18 DoubleDown has also made other changes to game mechanics such that when players run out of
19 virtual chips, they do not need to purchase additional chips or wait to receive free additional
20 chips to keep playing DoubleDown’s games. *Id.*

21 **IV. Release:** In exchange for the relief described above, Defendants and other
22 entities, including the Platform Providers (Amazon, Apple, Facebook, and Google), will be
23 released from all claims raised in cases relating to the operation of Defendants’ social casino
24 games and the sale of virtual chips in those games, including claims that the games were illegal
25 gambling or the chips were “things of value.” The full release is contained at *id.* §§ 1.30, 3.1-3.4.

26 **V. Class Notice:** The Settlement Fund will be used to pay the costs of sending the
27 notice set forth in the Agreement and any other notice as required by the Court, as well as all

1 costs of administration of the Settlement. *See id.* § 1.35. JND Legal Administration (“JND”), the
 2 Settlement Administrator, will send class notices via email and/or U.S. Mail based on records
 3 produced by Defendants and obtained from third parties. *Id.* §§ 4.1, 4.2. JND will also establish a
 4 settlement website and implement a digital publication notice campaign targeting Class
 5 Members. *Id.* In line with Rule 23, the notice will include the nature of the action, a summary of
 6 the settlement terms, and instructions on how to object or opt out of the settlement, including
 7 relevant deadlines. *Id.* § 4.3.

8 **VI. Incentive Award Requests:** With no consideration having been given or
 9 received, Adrienne Benson and Mary Simonson will each seek an incentive award of no more
 10 than \$7,500. *See id.* § 8.3. Defendants explicitly reserve their rights to challenge any incentive
 11 award petitions. *See id.* Any unawarded amounts will remain in the Settlement Fund to be
 12 distributed to Settlement Class Members.

13 **VII. Attorneys’ Fees and Expenses Requests:** The Parties have agreed that proposed
 14 Class Counsel are entitled to an award of reasonable attorneys’ fees and expenses in an amount
 15 to be determined by the Court and to be paid from the Settlement Fund. *See id.* § 8.1. Without
 16 the Parties having discussed the issue of attorneys’ fees at any point in their negotiations, and
 17 with no consideration given or received, proposed Class Counsel have unilaterally agreed to limit
 18 any petition for attorneys’ fees to no more than 30% of the Settlement Fund, plus reimbursement
 19 of expenses. *Id.* Any fee award requested by proposed Class Counsel will be subject to the
 20 Court’s approval. *Id.* Defendants may challenge the amount requested. *Id.* Any unawarded
 21 amounts will remain in the Settlement Fund to be distributed to Settlement Class Members.

22 ARGUMENT

23 I. The Proposed Class Should Be Certified

24 Before granting preliminary approval, the Court must first determine that the proposed
 25 class is appropriate for certification. To do so, the proposed class must meet the requirements of
 26 Rule 23(a) and at least one subsection of Rule 23(b). *See Amchem Products, Inc. v. Windsor*, 521
 27 U.S. 591, 614, 621 (1997); *Bateman v. Am. Multi-Cinema, Inc.*, 623 F.3d 708, 712 (9th Cir.

1 2010); MANUAL FOR COMPLEX LITIGATION (Fourth) § 21.633 (2004).⁶

2 Rule 23(a) requires that a plaintiff demonstrate that (1) the proposed class is so numerous
3 that joinder of all individual class members is impracticable (numerosity), (2) there are questions
4 of law or fact common to the proposed class (commonality), (3) the claims of the plaintiff are
5 typical of those of the class (typicality), and (4) the plaintiff will adequately protect the interests
6 of the class (adequacy). Fed. R. Civ. P. 23(a)(1)–(4). In addition, where, as here, Plaintiffs seek
7 certification under Rule 23(b)(3), Plaintiffs must also demonstrate that common questions
8 predominate over any questions affecting only individual members (predominance), and that a
9 class action is superior to other available methods for fairly and efficiently adjudicating the
10 controversy (superiority). Fed. R. Civ. P. 23(b)(3). Because the proposed Class is being certified
11 for settlement purposes, the Court “need not inquire whether the case, if tried, would present
12 intractable management problems.” *In re Hyundai & Kia Fuel Econ. Litig.*, 926 F.3d 539, 557
13 (9th Cir. 2019) (quoting *Amchem*, 521 U.S. at 620).

14 **A. The Proposed Class Meets the Requirements of Rule 23**

15 Like the class of social casino consumers certified for litigation in *Wilson v. PTT, LLC*
16 (“*High 5*”), and like the settlement classes in the five substantially similar social casino class
17 action settlements approved (at least preliminarily) by this Court, the proposed Settlement Class
18 here satisfies all elements of Rule 23. *See High 5*, No. 18-cv-5275-RSL, 2021 WL 211532, at *9
19 (W.D. Wash. Jan. 21, 2021) (granting motion to certify both Rule 23(b)(3) and Rule 23(b)(2)
20 classes); *Wilson v. Huuuge, Inc.*, No. 18-cv-5276-RSL, 2021 WL 512229, at *1 (W.D. Wash.
21 Feb. 11, 2021) (finding that a similar social casino settlement class met all the prerequisites of
22 Rule 23); *Wilson v. Playtika Ltd.*, No. 18-cv-5277-RSL, 2021 WL 512230, at *1 (W.D. Wash.
23 Feb. 11, 2021) (same); *Kater v. Churchill Downs Inc.*, No. 15-cv-00612-RSL, 2021 WL 511203,

24 ⁶ Courts sometimes also inquire into whether the proposed class is “ascertainable,” that is, “whether the
25 Court can reasonably identify which individuals are class members and which are not.” *Geier v. m-Qube, Inc.*, No.
26 13-cv-354, 2016 WL 3458345, at *2 (W.D. Wash. June 24, 2016). But in this Circuit, there is no separate
27 “administrative feasibility” or “ascertainability” requirement implicit in Rule 23. *Briseno v. ConAgra Foods, Inc.*,
844 F.3d 1121, 1123 (9th Cir. 2017) (“[S]eparate administrative feasibility prerequisite to class certification is not
compatible with the language of Rule 23.”). Nevertheless, membership in the proposed Class here is based on
objective, ascertainable criteria: whether a person has previously played an at-issue Application in the United States.

1 at *1 (W.D. Wash. Feb. 11, 2021) (same); *Reed v. Scientific Games*, No. 18-cv-00565-RSL, Dkt.
 2 #166 at 1 (W.D. Wash. Jan. 19, 2022) (same); *Ferrando v. Zynga Inc.*, No. 22-cv-00214-RSL,
 3 Dkt. #26 at 1 (W.D. Wash. June 28, 2022) (granting preliminary approval).

4 1. The Proposed Settlement Class Is Sufficiently Numerous.

5 The first prerequisite to class certification under Rule 23(a)—numerosity—requires that
 6 the “class is so numerous that joinder of all members is impracticable.” Fed. R. Civ. P. 23(a)(1).
 7 There is no specific minimum number of proposed class members required to satisfy the
 8 numerosity requirement, but generally a class of forty or more members is considered sufficient.
 9 *Ali v. Menzies Aviation, Inc.*, No. 16-cv-00262-RSL, 2016 WL 4611542, at *1 (W.D. Wash.
 10 Sept. 6, 2016); *see also Jama v. GCA Servs. Grp., Inc., et al.*, No. 16-cv-0331-RSL, 2017 WL
 11 4758722, at *3 (W.D. Wash. Oct. 20, 2017) (numerosity satisfied by class of 93 class members).

12 Here, the Settlement Class exceeds a million individuals. *See* Logan Decl. ¶ 18.
 13 Consequently, the proposed Class is so numerous that joinder of their claims is impracticable,
 14 and the numerosity requirement is satisfied.

15 2. Settlement Class Members Share Common Questions of Law and Fact.

16 The second requirement of Rule 23(a)—commonality—is satisfied where “there are
 17 questions of law or fact common to the class.” Fed. R. Civ. P. 23(a)(2). Commonality is
 18 construed permissively and is demonstrated when the claims of all class members “depend upon
 19 a common contention,” with “even a single common question” sufficing. *Wal-Mart Stores, Inc.*
 20 *v. Dukes*, 564 U.S. 338, 350, 359 (2011) (citation omitted); *see also Hanlon v. Chrysler Corp.*,
 21 150 F.3d 1011, 1019 (9th Cir. 1998) (“The existence of shared legal issues with divergent factual
 22 predicates is sufficient, as is a common core of salient facts coupled with disparate legal
 23 remedies within the class.”). The common contention must be of such a nature that it is capable
 24 of class-wide resolution, and that the “determination of its truth or falsity will resolve an issue
 25 that is central to the validity of each one of the claims in one stroke.” *Dukes*, 564 U.S. at 350.
 26 Moreover, “[where] the circumstances of each particular class member vary but retain a common
 27 core of factual legal issues with the rest of the class, commonality exists,” *Parra v. Bashas’, Inc.*,

1 536 F.3d 975, 978–79 (9th Cir. 2008), and “[i]t is not necessary that members of the proposed
2 class share every fact in common,” *Evon v. Law Offices of Sidney Mickell*, 688 F.3d 1015, 1030
3 (9th Cir. 2012) (internal quotations omitted). Indeed, “the theoretical possibility of individual
4 issues is not enough to outweigh the benefits of common resolution of classwide issues.”
5 *Tavener v. Talon Grp.*, No. 09-cv-1370 RSL, 2012 WL 1022814, at *4 (W.D. Wash. Mar. 26,
6 2012).

7 This case presents numerous common questions. For example: are the virtual chips in
8 Defendants’ Applications “things of value”? If so, are the Applications “gambling games” under
9 Washington law? If so, are Class Members entitled to recover their losses under the RMLGA?
10 Does the legislative declaration of purpose in RCW § 9.46.010 render Defendants’ alleged
11 violations of gambling laws unfair practices under the Washington CPA? If so, are proposed
12 Class Members entitled to pursue an injunction? How about treble damages?

13 These common questions—whose answers depend solely on Defendants’ common course
14 of conduct—establish commonality. *Abdullah v. U.S. Sec. Assocs., Inc.*, 731 F.3d 952, 957 (9th
15 Cir. 2013) (noting key inquiry is “whether class treatment will generate common answers apt to
16 drive the resolution of the litigation”) (internal quotations omitted). At the heart of this case is
17 Plaintiffs’ allegation that the Applications are illegal gambling. This litigation, if tried to a
18 verdict, would resolve all claims stemming from that allegation in a single stroke. Rule 23(a)’s
19 commonality requirement is therefore satisfied.

20 3. Plaintiffs’ Claims are Typical of Settlement Class Members’ Claims.

21 Rule 23(a)’s next requirement—typicality—requires that the class representatives’ claims
22 be typical of those of the putative class they seek to represent. Fed. R. Civ. P. 23(a)(3). The
23 purpose of this requirement is “to assure that the interest of the named representative aligns with
24 the interests of the class.” *Wolin v. Jaguar Land Rover N. Am., LLC*, 617 F.3d 1168, 1175 (9th
25 Cir. 2010) (citation omitted). The test of typicality is “whether other members have the same or
26 similar injury, whether the action is based on conduct which is not unique to the named
27 plaintiff[], and whether other class members have been injured by the same course of conduct.”

1 *Id.*; see also *Ali*, 2016 WL 4611542, at *2 (W.D. Wash. Sept. 6, 2016). This is a “permissive”
2 standard, and it is met where the class representative’s claims “are reasonably co-extensive with
3 those of absent class members.” *Hanlon*, 150 F.3d at 1020. At bottom, “a class representative
4 must be part of the class and possess the same interest and suffer the same injury as the class
5 members.” *Ali*, 2016 WL 4611542, at *2 (quoting *Gen. Tel. Co. of the SW v. Falcon*, 457 U.S.
6 147, 156 (1982)) (internal quotations omitted).

7 Typicality is met here. While the Class Representatives each have different total
8 damages, each possesses legal claims identical to those possessed by all members of the
9 proposed Class: that the Applications are allegedly illegal gambling games, and consequently
10 that their in-game alleged losses must be returned to them. In other words, each suffered the
11 same injury as every other Class Member harmed by her/his use of the allegedly illegal
12 Applications. Accordingly, each has the same interest as every other Class Member in obtaining
13 all available relief for these alleged violations. The typicality requirement is satisfied.

14 4. The Class Representatives and Proposed Class Counsel Adequately
15 Represent the Settlement Class.

16 Rule 23(a)’s final requirement—adequacy—requires that the proposed class
17 representatives have protected and will continue to “fairly and adequately protect the interests of
18 the class.” Fed. R. Civ. P. 23(a)(4). To determine if representation is in fact adequate, the Court
19 must ask “(1) do the named plaintiffs and their counsel have any conflicts of interest with other
20 class members and (2) will the named plaintiffs and their counsel prosecute the action vigorously
21 on behalf of the class.” *Hanlon*, 150 F.3d at 1020. Further, where a plaintiff’s claims are found to
22 be typical of those of the class, appointing that plaintiff as the class representative will also
23 ensure that interest of the class remain adequately protected. *See Dukes*, 564 U.S. at 349 n.5
24 (discussing how the fulfillment of the typicality requirement usually also supports a finding of
25 adequacy because an adequate representative will have claims that are typical of those of the
26 class).

27 Here, Plaintiffs meet the requirements to be appointed Class Representatives. First, as

1 discussed above, they share the same interest in securing relief for the claims at issue as every
2 other member of the proposed Settlement Class, and there is no evidence of any conflict of
3 interest. Both Plaintiff Benson and Plaintiff Simonson have long demonstrated their willingness
4 to prosecute this case, including by providing their counsel with relevant information and
5 documents, sitting for depositions, and remaining in communication with proposed Class
6 Counsel regarding the litigation and settlement. *See* Logan Decl. ¶ 19. Plaintiffs, as Class
7 Representatives, will fairly and adequately protect the Settlement Class's interest.

8 Similarly, the appropriateness of appointing Plaintiffs' Counsel from Edelson PC as Class
9 Counsel is apparent. The Court must only ask whether proposed Class Counsel are
10 unencumbered by conflicts of interest and will vigorously prosecute the action. *Ellis v. Costco*
11 *Wholesale Corp.*, 657 F.3d 970, 985 (9th Cir. 2011). proposed Class Counsel meet both
12 requirements here.

13 First, the record discloses no conflicts of interest and proposed Class Counsel are aware
14 of none. *See* Logan Decl. ¶ 20. proposed Class Counsel have no financial stake in the
15 Defendants, nor do they have any connections to Class Members that might cause them to
16 privilege certain Class Members over others. *See id.*

17 Second, proposed Class Counsel's commitment to vigorously prosecuting this case and
18 protecting the interests of the proposed Class is indisputable. Edelson PC developed the
19 underlying legal theory of this action and other social casino cases and first raised it in the
20 related cases more than seven years ago. *See id.* ¶ 21. Over the years, Edelson PC has
21 represented the interests of the proposed Settlement Class not just in the specific bounds of this
22 case docket but also in proceedings before the WSGC and before the Washington Legislature.
23 *See id.* ¶ 22. The Court appointed Edelson PC attorneys as class counsel in the ongoing *High 5*
24 litigation as well as the five substantially similar class action settlements that are slated to
25 recover \$236 million for class members. *See High 5*, 2021 WL 211532, at *9; *Huuuge*, 2021 WL
26 512229, at *1; *Playtika*, 2021 WL 512230, at *1; *Kater*, 2021 WL 511203, at *1; *Scientific*
27 *Games*, Dkt. #166 at 2; *Zynga*, Dkt. #26 at 2. And proposed Class Counsel has spent more time

1 litigating this case than any of the prior settling cases. *See supra* (Relevant Litigation History);
2 Logan Decl. ¶ 23.

3 More broadly, proposed Class Counsel are well-qualified and experienced members of
4 the plaintiffs' bar, have the resources necessary to conduct litigation of this nature, and are
5 frequently appointed lead class counsel in major litigation across courts nationwide. *See* Logan
6 Decl. ¶ 24. For example, in the Northern District of California, the Hon. Edward John Davila
7 recently appointed Rafey S. Balabanian as Interim Lead Counsel and Todd Logan as Law and
8 Briefing Counsel in three MDLs alleging that Apple, Google, and Facebook violate state and
9 federal gambling laws by, *inter alia*, promoting and profiting off of social casinos. *See In re*
10 *Apple Inc. App Store Simulated Casino Style Games Litig.*, No. 21-md-2985-EJD, Dkt. #68
11 (N.D. Cal. Sept. 23, 2021); *In re Google Play Store Simulated Casino-Style Games Litig.*, No.
12 21-md-3001-EJD, Dkt. #51 (N.D. Cal. Sept. 23, 2021); *In re Facebook Simulated Casino-Style*
13 *Games Litig.*, No. 21-cv-2777-EJD, Dkt. #27 (N.D. Cal. Sept. 23, 2021). In other words,
14 proposed Class Counsel's adequacy is beyond cavil.

15 Consequently, Rule 23(a)'s adequacy requirement is met. *See Jama*, 2017 WL 4758722,
16 at *6 (finding adequacy requirement met when "both the named plaintiffs and plaintiffs' counsel
17 have demonstrated a commitment to vigorously prosecuting [the] action on behalf of the class").

18 **B. The Proposed Settlement Class Satisfies the Requirements of Rule 23(b)(3)**

19 In addition to meeting all four of Rule 23(a)'s prerequisites for certification, a proposed
20 class must also satisfy Rule 23(b)(3)'s additional requirements—predominance and superiority.
21 *See* Fed. R. Civ. P. 23(b)(3). Certification is encouraged where, as here, "the actual interests of
22 the parties can be served best by settling their differences in a single action." *Hanlon*, 150 F.3d at
23 1022. As detailed below, both the predominance and superiority requirements of Rule 23(b)(3)
24 are satisfied.

25
26
27 1. Common Questions of Law and Fact Predominate.

1 Common questions predominate here. The Supreme Court has made clear that
2 predominance is a qualitative inquiry: “[t]he predominance inquiry ‘asks whether the common,
3 aggregation-enabling, issues in the case are more prevalent or important than the non-common,
4 aggregation-defeating, individual issues.’” *Tyson Foods, Inc. v. Bouaphakeo*, 577 U.S. 442, 453
5 (2016) (quoting 2 NEWBERG ON CLASS ACTIONS § 4:49 (5th ed.)). When considering whether
6 common issues predominate, the court should begin with “the elements of the underlying cause
7 of action.” *Reichert v. Keefe Commissary Network, LLC*, 331 F.R.D. 541, 553 (W.D. Wash.
8 2019) (quoting *Erica P. John Fund, Inc. v. Halliburton Co.*, 563 U.S. 804, 809 (2014)). “More
9 important questions apt to drive the resolution of the litigation are given more weight in the
10 predominance analysis over individualized questions which are of considerably less significance
11 to the claims of the class.” *Torres v. Mercer Canyons Inc.*, 835 F.3d 1125, 1134 (9th Cir. 2016).
12 As these cases and the text of the rule make clear, individual questions need not be absent but
13 merely must occupy less importance to the litigation than common questions.

14 The inquiry is straightforward in this case. The showings needed for Plaintiffs to prevail
15 on the elements of their claims under the RMLGA and the CPA depend on evidence or legal
16 argument that is common to the Settlement Class—principally the operation of Defendants’
17 Applications. A factfinder’s resolution of questions related to the operation of the Applications—
18 for example, whether the chips sold in the Applications are “things of value”—will resolve
19 questions central to the claims of every Class Member in one fell swoop, driving the litigation
20 forward. *See Reichert*, 331 F.R.D. at 554-55 (predominance satisfied when all or nearly all
21 elements of the class’s prima facie case presented common questions); *Taylor v. Universal Auto*
22 *Grp. I, Inc.*, No. 13-cv-5245-KLS, 2014 WL 6654270, at *16 (W.D. Wash. Nov. 24, 2014)
23 (predominance satisfied when “predominant” issue contested by the parties was common to the
24 class). An assessment of each Class Member’s Lifetime Spending Amount will be accomplished
25 by a common and straightforward method: utilizing data provided to the court-appointed
26 Settlement Administrator by Defendants and the Platform Providers, to the extent reasonably
27 available, to calculate the sum of each Class Member’s spending on virtual chips. *See Bess v.*

1 *Ocwen Loan Servicing LLC*, 334 F.R.D. 432, 436 (W.D. Wash. 2020) (“[T]he need for
2 individualized findings as to the amount of damages does not defeat class certification.”). These
3 common questions predominate over any individualized question affecting particular Class
4 Members regarding their ability to make a prima facie showing of Defendants’ liability or their
5 potential affirmative defenses. And, in any event, the Supreme Court has made clear that the
6 existence of “affirmative defenses peculiar to some individual class members” does not defeat
7 predominance, even if those defenses must be tried separately. *Tyson Foods*, 577 U.S. at 453.
8 Predominance is therefore satisfied.

9 2. A Class Action Is the Superior Method of Resolving the Controversy.

10 The superiority criterion includes four considerations: “(A) the class members’ interests
11 in individually controlling the prosecution or defense of separate actions; (B) the extent and
12 nature of any litigation concerning the controversy already begun by or against class members;
13 (C) the desirability or undesirability of concentrating the litigation of the claims in the particular
14 forum; and (D) the likely difficulties in managing a class action.” Fed. R. Civ. P. 23(b)(3). The
15 first and second factors plainly point in favor of certification. “There is no indication that any
16 [Class Members has] an interest in pursuing their own claims—in fact, it would likely be
17 uneconomical for them to do so. There is also no evidence that certain [class members] have
18 already initiated their own individual actions.” *Reichert*, 331 F.R.D. at 556. While some Class
19 Members have substantial alleged damages, it is difficult to imagine that a rational contingency-
20 fee lawyer would take on any individual claim given the time, effort, and resources that
21 Defendants have demonstrated they are willing to commit to defending claims against its
22 Applications. *See Wolin*, 617 F.3d at 1175 (“Where recovery on an individual basis would be
23 dwarfed by the cost of litigating on an individual basis, this factor weighs in favor of class
24 certification.”). Moreover, the huge number of individuals in the Settlement Class would
25 overwhelm the judicial system if Class Members were forced to litigate individually. *See Taylor*,
26 2014 WL 6654270, at *19.

1 Next, this forum is the clear choice in which to concentrate the litigation. The claims
 2 arise under Washington law, DoubleDown is headquartered in Seattle, and a choice-of-law
 3 analysis favors applying Washington law to the nationwide class. Dkt. #209; *see Shasta Linen*
 4 *Supply, Inc. v. Applied Underwriters, Inc.*, No. 16-cv-1211-WBS-AC, 2019 WL 358517, at *6
 5 (E.D. Cal. Jan. 29, 2019) (“The fact that all remaining claims are brought under California law
 6 weighs in favor of a California federal court adjudicating the dispute.”). Moreover, the Court is
 7 intimately familiar with the facts and law underlying this action. It would make little sense to
 8 force the Parties to start over elsewhere. *See Kelley v. Microsoft Corp.*, 251 F.R.D. 544, 560
 9 (W.D. Wash. 2008) (finding the forum superior because “the Court is already familiar with
 10 [p]laintiffs’ claims”). Finally, the Court is uniquely familiar with the broader social casino
 11 litigation landscape to which this lawsuit belongs, given that the Court has approved
 12 substantially similar class action settlements and is overseeing ongoing litigation in the *High 5*
 13 action.

14 Accordingly, a class action is the superior method for adjudicating the controversy
 15 between the Parties, and as all requirements of class certification under Rule 23 are met, the
 16 proposed Settlement Class should be certified.

17 **II. The Proposed Settlement Merits Preliminary Approval**

18 After determining that the proposed Class should be certified, the Court must determine
 19 whether the Settlement warrants approval. This is a two-step process: “(1) preliminary approval
 20 of the settlement; and (2) following a notice period to the class, final approval of the settlement
 21 at a fairness hearing.” *Relente v. Viator, Inc.*, No. 12-cv-05868-JD, 2015 WL 2089178, at *2
 22 (N.D. Cal. May 4, 2015); *see also* Fed. R. Civ. P. 23(e)(1)-(2); 4 NEWBERG ON CLASS ACTIONS
 23 § 13:10 (5th ed.).

24 At the preliminary approval stage, the Court determines whether the “proposed settlement
 25 [is] within the range of final approval” such that notice should be disseminated to the class.
 26 *Rinky Dink, Inc. v. World Bus. Lenders, LLC*, No. 14-cv-0268-JCC, 2016 WL 4052588, at *4
 27 (W.D. Wash. Feb. 3, 2016); *see also* 4 NEWBERG ON CLASS ACTIONS § 13:10 (5th ed.). While the

1 Ninth Circuit has a “strong judicial policy” favoring settlement of class actions, *Class Plaintiffs*
 2 *v. City of Seattle*, 955 F.2d 1268, 1276 (9th Cir. 1992), before the Court preliminarily approves a
 3 class action settlement, it “has a responsibility to review a proposed class action settlement to
 4 determine whether the settlement is ‘fundamentally fair, adequate, and reasonable,’” *Wilson v.*
 5 *Maxim Healthcare Servs., Inc.*, No. 14-cv-789-RSL, 2017 WL 2988289, at *1 (W.D. Wash. June
 6 20, 2017) (quoting *Staton v. Boeing Co.*, 327 F.3d 938, 959 (9th Cir. 2003)); Fed. R. Civ. P.
 7 23(e)(2).

8 Rule 23(e)(2), as amended in 2018, sets forth specific factors for courts to consider in
 9 determining whether a class settlement is “fair, reasonable, and adequate”:

- 10 (A) the class representatives and class counsel have adequately represented the
 11 class;
 12 (B) the proposal was negotiated at arm’s length;
 13 (C) the relief provided for the class is adequate, taking into account:
 14 (i) the costs, risks, and delay of trial and appeal;
 15 (ii) the effectiveness of any proposed method of distributing relief to the
 16 class, including the method of processing class-member claims;
 17 (iii) the terms of any proposed award of attorney’s fees, including timing of
 18 payment; and
 19 (iv) any agreement required to be identified under Rule 23(e)(3); and
 20 (D) the proposal treats class members equitably relative to each other.

21 *Id.*⁷ Because “some of the aforementioned factors cannot be properly examined until after the
 22 fairness hearing,” at the preliminary approval stage, this Court can “seek[] merely to identify any
 23 ‘glaring deficiencies’ prior to sending notice to class members.” *Rinky Dink*, 2016 WL 4052588,
 24 at *4. Ultimately, before granting final approval of the settlement, the Court will need to conduct
 25 an “exacting review” to assure that this pre-certification settlement meets a “higher standard of
 26 fairness.” *Roes, 1-2 v. SFBSC Mgmt., LLC*, 944 F.3d 1035, 1048-49 (9th Cir. 2019); *In re Apple*
 27

⁷ Notably, the factors for the Court to consider under the amended Rule 23(e)(2) overlap with the factors the
 Ninth Circuit previously articulated as hallmarks of a fair, reasonable, and adequate class action settlement. Indeed,
 when assessing proposed class settlements, courts in this Circuit continue to look to the “*Churchill* factors,” which
 are: “(1) the strength of the plaintiff’s case; (2) the risk, expense, complexity, and likely duration of further
 litigation; (3) the risk of maintaining class action status throughout the trial; (4) the amount offered in settlement; (5)
 the extent of discovery completed and the stage of the proceedings; (6) the experience and views of counsel; (7) the
 presence of a governmental participant; and (8) the reaction of the class members of the proposed settlement.” *Kim*
v. Allison, 8 F.4th 1170, 1178 (9th Cir. 2021); *In re Bluetooth Headset Prods. Liab.*, 654 F.3d 935, 946 (9th Cir.
 2011); *Churchill Vill. v. Gen. Elec.*, 361 F.3d 566 (9th Cir. 2004).

1 *Inc. Device Performance Litig.*, No. 21-15758, 2022 WL 4492078, at *8 (9th Cir. Sept. 28,
2 2022).

3 Here, the proposed Settlement—which creates a \$415,000,000 non-reversionary fund for
4 Class Members—satisfies the Rule 23(e)(2) factors, shows no deficiencies suggesting collusion
5 or conflicts of interest, and is well within the range of satisfying a probing fairness inquiry at
6 final approval.

7 **A. The Class Representatives and Proposed Class Counsel Have Adequately**
8 **Represented the Settlement Class**

9 As discussed above, the Class Representatives and their counsel are adequate. Plaintiffs
10 Benson and Simonson share the same interests as the Settlement Class, there is no evidence of
11 any conflicts of interest, and by stepping forward in this litigation they have demonstrated their
12 willingness to prosecute this case. Likewise, proposed Class Counsel have extensive experience
13 litigating complex class actions—including substantially similar class actions against social
14 casino companies—and negotiated this Settlement with the best interests of the Settlement Class
15 in mind. Based on their unparalleled experience litigating social casino cases, proposed Class
16 Counsel are confident that the proposed Settlement is fair, reasonable, and adequate, and in the
17 best interests of the Class. *See* Logan Decl. ¶ 25.

18 **B. The Settlement Was Reached as a Result of Arm’s-Length Negotiations**
19 **Between the Parties**

20 The Settlement also satisfies the second requirement under Rule 23(e)(2), since it is the
21 product of years of adversarial litigation and informed by arm’s-length negotiations facilitated by
22 Phillips ADR, a nationally renowned mediation firm. *See Rodriguez v. W. Publ’g Corp.*, 563
23 F.3d 948, 965 (9th Cir. 2019) (“We put a good deal of stock in the product of an arms-length,
24 non-collusive, negotiated resolution.”); *Helde v. Knight Transportation, Inc.*, No. 12-cv-00904-
25 RSL, Dkt. #191 at 2 (W.D. Wash. May 24, 2017) (granting preliminary approval where
26 “Settlement Agreement resulted from extensive arm’s-length negotiations, with participation of
27

1 an experienced mediator”); *Gragg v. Orange CAB Co., Inc.*, No. 12-cv-0576-RSL, 2017 WL
2 785170, at *1 (W.D. Wash. Mar. 1, 2017) (same).

3 Furthermore, this Settlement presents none of the red flags the Ninth Circuit has flagged
4 as indicative of potential collusion—(1) “when counsel receive a disproportionate distribution of
5 the settlement, or when the class receives no monetary distribution but class counsel are amply
6 rewarded,” (2) “when the parties negotiate a ‘clear sailing’ arrangement,” and (3) “when the
7 parties arrange for fees not awarded to revert to defendants rather than be added to the class
8 fund.” *In re Bluetooth*, 654 F.3d at 947.

9 *First*, proposed Class Counsel are not receiving a disproportionate distribution of the
10 Settlement Fund or being amply rewarded while the Class receives no monetary distribution. To
11 the contrary, proposed Class Counsel have unilaterally limited themselves to a fee petition within
12 the “usual range” for fees in this Circuit—30% of the Settlement Fund. *See Vizcaino v. Microsoft*
13 *Corp.*, 290 F.3d 1043, 1047 (9th Cir. 2002). And far from receiving coupons or *cy pres*-only
14 relief, Class Members will receive substantial individual cash recoveries.⁸ *Second*, there is no
15 “clear sailing” provision in the Settlement. *See In re Bluetooth*, 654 F.3d at 947 (defining clear
16 sailing provisions). Defendants are free to object to proposed Class Counsel’s fee request. *See*
17 *Agreement* § 8.1. *Third*, there is no possibility that any funds revert to the Defendants. *See id.*
18 §§ 1.35, 2.1(i).

19 In addition, the proposed Settlement Class comprises the same people as the classes
20 Plaintiffs sought to certify in the litigation. *Compare* *Agreement* § 1.35 (defining the Settlement
21 Class as persons in the United States who played the Applications) *with* Dkt. #164 (motion to
22 certify both a “Damages Class” of persons in the United States who purchased chips in the
23 Applications and an “Injunction Class” of persons in the United States who played the
24

25 ⁸ Aside from the Class Representatives’ right to petition the Court for reasonable incentive awards, no Class
26 Member will be given preferential treatment at the expense of another. *See Scott v. United Servs. Auto. Ass’n*, No.
27 11-cv-1422-JCC, 2013 WL 12251170, at *1 (W.D. Wash. Jan. 7, 2013) (noting preliminary approval generally
granted absent “obvious deficiencies, such as unduly preferential treatment of class representatives or of segments of
the class”) (internal citations omitted).

1 Applications). Therefore, nothing about the scope of the proposed Settlement Class raises any
2 concerns of collusion or unfairness. *Cf.* United States District Court for the Northern District of
3 California, *Procedural Guidance for Class Action Settlements* ¶ 1(a) (Aug. 4, 2022),
4 <http://bit.ly/3A5xiG0>; *Campbell v. Facebook, Inc.*, 951 F.3d 1106, 1122 (9th Cir. 2020) (noting
5 need for Court inquiry into the “appropriate definition of the class” in early settlements).

6 Ultimately, there are no signs of collusion here because there was no collusion. This
7 Settlement is the product of serious, informed, non-collusive negotiations—and that fact
8 militates in favor of preliminary approval.

9 **C. The Settlement Treats Class Members Equitably**

10 Fed. R. Civ. P. 23(e)(2)(D) requires courts to consider whether a proposed class
11 settlement “treats class members equitably relative to each other.” Here, the Defendants have
12 agreed to create a \$415,000,000 non-reversionary Settlement Fund, from which each Class
13 Member who submits a valid Claim Form will receive payment. The Plan of Allocation sets forth
14 a uniform, equitable system for determining the amount of each Settlement Class Member’s
15 payment, based on a person’s Lifetime Spending Amount and overall participation levels. *See*
16 Agreement §§ 1.38, 2.1(c); Exhibit E to the Agreement. Under the Plan of Allocation, those with
17 higher Lifetime Spending Amounts are eligible to recover a greater percentage of their spending,
18 which reflects the fact that those Class Members—had this case gone to trial—would have been
19 most likely to obtain a treble damages award under the CPA. *See* Exhibit E to the Agreement. In
20 the event that a Settlement Payment when initially calculated would exceed a Class Member’s
21 Lifetime Spending Amount, any amount in excess of the Class Member’s Lifetime Spending
22 Amount will be distributed *pro rata* to all Class Members whose Settlement Payment does not
23 exceed their Lifetime Spending Amount. *Id.* If all Class Members’ Settlement Payments would
24 exceed their Lifetime Spending Amounts, then the remaining Settlement Fund shall be
25 distributed *pro rata*. For the avoidance of doubt, no Class Member will recover more than their
26 Lifetime Spending Amount unless *all* Class members do. *Id.*

27 The Settlement also provides for prospective relief that is identical for all Settlement

1 Class Members, and each Class Member will release the same claims against the Defendants.
 2 Furthermore, the provision of incentive awards to Plaintiffs Benson and Simonson is consistent
 3 with the equitable treatment of Class Members. *In re Apple Inc. Device Performance Litig.*, 2022
 4 WL 4492078, at *13 (confirming that reasonable incentive awards may be awarded). The
 5 requested awards are extremely modest relative to the \$415,000,000 Settlement Fund that the
 6 Class Representatives helped secure for the Settlement Class, and the awards reflect the work the
 7 Representatives have done for the Settlement Class.

8 Because the Settlement treats each member of the Settlement Class equitably, this factor
 9 is well satisfied.

10 **D. The Relief Secured for the Settlement Class Is Adequate**

11 The final requirement of Rule 23(e)(2) is the adequacy of the relief, taking into account (i)
 12 the costs, risks, and delay of not settling, (ii) the efficacy of distributing relief and processing
 13 claims, (iii) the proposed attorney’s fee award, and (iv) any agreements made in connection with
 14 the proposed settlement.

15 First, the “amount offered in settlement” here undeniably favors approval.⁹ *Churchill*,
 16 361 F.3d at 575; Fed. R. Civ. P. 23(e)(2)(C). The \$415 million common fund reflects
 17 approximately 19.5% of the Settlement Class’s alleged losses from April 1, 2014 (*i.e.*, within a
 18 four-year statute of limitations period) through June 30, 2022. *See* Agreement § 7.3.¹⁰ This result
 19 surpasses even the historic settlement achieved in *Kater v. Churchill Downs*—the only other
 20 nationwide class settlement in the social casino landscape—in which the \$155 million settlement
 21 fund represented approximately 14.35% of that settlement class’s spending within the statutory
 22 period until the date of the execution of the settlement agreement. *See Kater*, Dkt. #280; *id.*, Dkt.
 23 #218-1 § 1.18. The fact that this settlement recovers a substantially higher portion of the Class’s
 24 damages, even though damages here were nearly twice as large as in *Kater*, speaks to the

25 _____
 26 ⁹ Defendants state that although they agree that the settlement amount is adequate, they do not necessarily
 agree with any suggestion that speaks to the strength of Plaintiffs’ case.

27 ¹⁰ Proposed Class Counsel estimates that the \$415 million fund reflects approximately 16% of the Class’s all-
 time alleged losses (*i.e.*, since DoubleDown Casino was launched in 2010 through present). *See* Logan Decl. ¶ 26.

1 strength of this result for the Class.

2 These are indisputably “excellent” results in comparison to other cases of this magnitude.
3 *See In re Wells Fargo & Co. S’holder Derivative Litig.*, 445 F. Supp. 3d 508, 521 (N.D. Cal.
4 2020). And four hundred fifteen million dollars is, no matter how sliced or diced, a significant
5 recovery. It is a significant enough sum that Class Members with the largest Lifetime Spending
6 Amounts stand likely to recover more than 60% of their alleged losses from April 2014 through
7 the present, and no participating Class Member is likely to recover less than 20% of the same.
8 *See Logan Decl.* ¶ 17; *compare with Officers for Justice v. Civil Serv. Comm’n of City & Cty. of*
9 *San Francisco*, 688 F.2d 615, 628 (9th Cir. 1982) (“It is well-settled law that a cash settlement
10 amounting to only a fraction of the potential recovery will not per se render the settlement
11 inadequate or unfair”). Particularly in the current economic climate, these recoveries will be life-
12 changing for many Class Members. *See Logan Decl.* ¶ 27.

13 The Settlement’s prospective relief buttresses the fairness of the Settlement. *See Bennett*
14 *v. SimplexGrinnell LP*, No. 11-cv-01854-JST, 2015 WL 1849543, at *7 (N.D. Cal. Apr. 22,
15 2015) (noting “the significant value of the prospective relief also obtained in the settlement
16 agreement” warranted preliminary approval). The Settlement requires DoubleDown to place
17 resources relating to video game behavior disorders within the Applications, to maintain and
18 make publicly available a voluntary self-exclusion policy that will allow players to exclude
19 themselves from making further purchases, and to provide a link to that policy and the resources
20 within the games and on DoubleDown’s website. *See Agreement* § 2.2. These changes, intended
21 to generally mirror the sorts of voluntary self-exclusion programs that states often require
22 casinos to implement, reflect a pioneering—and, in proposed Class Counsel’s view, long-
23 overdue—advancement in social casino self-regulation. And as relevant here, these changes to
24 DoubleDown’s conduct—in conjunction with the cash fund—militate in favor of approval. *See*
25 *Officers for Justice*, 688 F.2d at 628 (“It is the complete package taken as a whole, rather than
26 the individual component parts, that must be examined for overall fairness.”).

27 The sub-factors enumerated in Rule 23(e)(2)(C) also support the adequacy of this

1 monetary and injunctive relief.

2 1. The Cost, Risk, and Delay of Further Litigation, Compared to the
 3 Settlement's Benefits, Favor Approval.

4 The relief offered by this Settlement is particularly strong in light of the costs, risks, and
 5 delays inherent in further litigation of this case. While Plaintiffs are confident in the strength of
 6 their claims and believe they would prevail at class certification and trial, litigating this case to
 7 verdict would impose upon Class Members substantial risks that are unacceptable in light of the
 8 immediate and certain cash recovery this Settlement makes available. *See Betorina v. Randstad*
 9 *US, L.P.*, No. 15-cv-03646-EMC, 2017 WL 1278758, at *7-8 (N.D. Cal. Apr. 6, 2017)
 10 (analyzing the *Churchill* factors of the strength of plaintiff's case, the risk of further litigation,
 11 and the risk of maintaining class action status).

12 The most significant of these risks, in Plaintiffs' Counsel's professional judgment, is that
 13 the ISGA's lobbying efforts, ongoing since 2018 as described above, may eventually lead to a
 14 retroactive change in the law. *See Logan Decl.* ¶ 28. Proposed Class Counsel have thus far
 15 fended off the ISGA's lobbying efforts, but the ISGA and its members—many of them billion-
 16 dollar gambling corporations—are formidable opponents. If this case does not settle now, during
 17 each legislative cycle the Class will be at risk of having its claims eviscerated in the name of
 18 “remov[ing] . . . economic uncertainty” by “clarifying” that proposed Class Members cannot
 19 recover under the RMLGA. *See, e.g., H.B. 2720*, 66th Leg., Reg. Sess. (Wash. 2020). And in
 20 addition to lobbying-related risks, it is also of course possible—as with any litigation—that the
 21 Defendants could prevail on any number of future motions at subsequent litigation stages,
 22 including, for example, renewed motions to compel arbitration based on revised Terms of
 23 Service.

24 Even assuming Plaintiffs' Counsel could fend off the ISGA and Defendants' litigation
 25 efforts long enough for Plaintiffs to try this case to verdict, Defendants' inevitable appeals would
 26 take years, further delaying the relief to the Class. *See Logan Decl.* ¶ 29; *Rodriguez*, 563 F.3d at
 27 966 (“Inevitable appeals would likely prolong the litigation, and any recovery by class members,

1 for years. This factor, too, favors the settlement.”); *Ikuseghan v. Multicare Health Sys.* No. 14-
2 cv-05539-BHS, 2016 WL 3976569, at *4 (W.D. Wash. July 25, 2016) (“[T]he outcome of trial
3 and any appeals are inherently uncertain and involve significant delay. The [s]ettlement avoids
4 these challenges.”). The substantial expense and burden associated with litigating this case not
5 only through trials but also through inevitable appeals further militate in favor of granting
6 preliminary approval now. *See* Logan Decl. ¶ 29; *Rinky Dink*, 2016 WL 4052588, at *5 (finding
7 preliminary approval appropriate when considering the expense of the “additional depositions,
8 expert work, and motion work [that] would have to be completed before trial”).

9 Moreover, through years of litigation in parallel lawsuits as well as a painstaking
10 negotiation and mediation process here, the Parties and their counsel “had enough information to
11 make an informed decision about the strength of their cases and the wisdom of settlement.”
12 *Rinky Dink*, 2016 WL 4052588, at *5. To begin, formal discovery efforts resulted in a rich
13 discovery record in this case. As discussed above, the record includes documents and
14 information sufficient for proposed Class Counsel to make informed settlement-related decisions
15 regarding the strengths and weaknesses of the Class’s alleged and potential claims.

16 In addition to a rich record of formal oral and written discovery, the Parties also
17 exchanged written opening and response mediation briefs and spoke frequently by telephone to
18 clarify the relevant facts and hone the Parties’ negotiation positions. *See* Logan Decl. ¶ 9. And
19 then, of course, the Parties engaged in a full-day mediation facilitated by the skilled Phillips
20 ADR team, in which all information necessary to make an informed settlement decision was
21 fleshed out at length. *Id.* ¶ 10. Consequently, the Parties negotiated the Settlement with a clear
22 understanding of the strengths and weaknesses of their respective claims and defenses. *See id.*;
23 *Ikuseghan*, 2016 WL 3976569, at *3 (approving settlement reached “between experienced
24 attorneys who are familiar . . . with the legal and factual issues of this case in particular”).

25 In sum, the relief offered by the Settlement, with the risks and expenses of continued
26 litigation taken into consideration, weighs strongly in favor of preliminary approval. Fed. R. Civ.
27 P. 23(e)(2)(C)(i); *Rinky Dink*, 2016 WL 4052588, at *5 (finding first three *Churchill* factors

1 supported preliminary approval when plaintiffs were confident in their case but continuing to
 2 litigate risked losing class certification and was “inherently expensive”); *Ikuseghan*, 2016 WL
 3 3976569, at *4 (“Absent the proposed [s]ettlement, [c]lass [m]embers would likely not obtain
 4 relief, if any, for a period of years.”).

5 2. The Method of Processing Claims and Distributing Relief to the
 6 Settlement Class Members Is Effective and Supports Preliminary
 7 Approval.

8 The next sub-factor evaluates whether the Settlement’s proposed method of distributing
 9 relief to the class is effective. Fed. R. Civ. P. 23(e)(2)(C)(ii). An effective distribution method
 10 “get[s] as much of the available damages remedy to class members as possible and in as simple
 11 and expedient a manner as possible” while also ensuring that only “legitimate claims” are paid. 4
 12 NEWBERG ON CLASS ACTIONS § 13:53 (5th ed.).

13 The proposed Settlement here satisfies this factor by relying on well-established,
 14 effective methods for processing Class Members’ Claim Forms and distributing the proceeds of
 15 the Settlement. The Settlement proposes appointing JND Legal Administration, a well-respected
 16 class action settlement administrator, to oversee an effective claims process and distribution of
 17 relief. *See* Agreement §§ 1.32, 5; *see also Zynga*, Dkt. #26 (appointing JND Legal
 18 Administration as settlement administrator); *Scientific Games*, Dkt. #166 (same); *Linehan v.*
 19 *AllianceOne Receivables Mgmt., Inc.*, No. 15-cv-1012-JCC, 2017 WL 3724819, at *2 (W.D.
 20 Wash. June 1, 2017) (same). As described above, each Settlement Class Member will be able to
 21 file a claim to recover a cash payment from the Settlement Fund. *See* Agreement § 1.35. Each
 22 person in the Settlement Class will be sent a Claim Form via email and/or U.S. Mail and will
 23 have the option to file a claim through the Settlement Website or by mail. *Id.* § 4.2(a). The Claim
 24 Form allows Class Members to select to receive their Settlement Payment by check, Zelle,
 25 PayPal, or ACH Direct Deposit. *See id.*, Exhibit A. The Settlement Administrator will provide
 26 Class Members with resources (including a website, a mailing address, and a toll-free phone
 27 number) to contact the Settlement Administrator or Class Counsel directly. *See id.*, Exhibit D.

1 The Settlement Administrator will also calculate payments according to the Plan of Allocation
 2 and then disburse to Class Members their share of the Settlement Fund upon approval of the
 3 Court. *Id.* § 2.1.

4 In sum, JND Legal Administration is well-equipped to process Class Member claims and
 5 distribute relief in an effective manner, ensuring that the relief described in the Settlement
 6 Agreement will reach Class Members.

7 3. The Terms of the Requested Attorneys' Fees are Reasonable.

8 The third sub-factor considers the adequacy of relief, taking into account “the terms of
 9 any proposed award of attorney’s fees, including timing of payment.” Fed. R. Civ. P.
 10 23(e)(2)(C)(iii). If the Settlement is preliminarily approved, proposed Class Counsel plan to
 11 petition the Court for an award of reasonable attorneys’ fees and costs after the Settlement Class
 12 has received notice of the Settlement. The Settlement’s contemplated method of calculating
 13 attorneys’ fees (*i.e.*, the percentage-of-the-fund method) and its limit on attorneys’ fees (*i.e.*, no
 14 more than 30% of the non-reversionary Settlement Fund) are reasonable and predicated on the
 15 outstanding relief provided to the Settlement Class. *See* Agreement § 8.1. The percentage-of-the-
 16 fund method has been used to determine reasonable fee awards in similar social casino class
 17 settlements approved by this Court, and an award of up to 30% would be fair and reasonable for
 18 this case. *See, e.g., Kater*, 2021 WL 511203, at *1 (noting that “[c]ontingency arrangements in
 19 high-stakes, high-value mass litigation typically fall in the range of 30-40%” and approving a
 20 25% fee award); *Huuuge*, 2021 WL 512229, at *1 (same); *Playtika*, 2021 WL 512230, at *1
 21 (same); *see also* 5 NEWBERG ON CLASS ACTIONS § 15:83 (5th ed.) (noting that, generally, “50%
 22 of the fund is the upper limit on a reasonable fee award from any common fund”). Accordingly,
 23 that the Settlement permits proposed Class Counsel to seek an award of up to 30% of the fund in
 24 attorneys’ fees and costs is abundantly appropriate.¹¹ Finally, if approved, the Settlement
 25 provides that attorneys’ fees will be payable from the Settlement Fund within fourteen (14)

26 _____
 27 ¹¹ To be clear, Defendants may oppose the amount of attorneys’ fees requested by proposed Class Counsel as
 there is no “clear-sailing” provision in the Agreement. *See* Agreement § 8.1.

1 business days after final judgment. Agreement § 8.2. These terms are reasonable and should be
2 preliminarily approved.

3 4. The Parties' Stipulation Regarding the Timing of Establishing the
4 Settlement Fund Is Fair and Reasonable.

5 The final sub-factor requires the Court to consider any agreements between the Parties
6 made in connection with the proposed settlement. Fed. R. Civ. P. 23(e)(2)(C)(iv); Fed. R. Civ. P.
7 23(e)(3). The Parties' contemporaneously filed Stipulated Motion Re: Settlement Fund sets forth
8 their agreement regarding the timing of the establishment of the Settlement Fund. *Cf.* Agreement
9 Recital HH (reserving for the Court's resolution a dispute as to the timing of the establishment of
10 the Settlement Fund). Specifically, and as set forth in more detail in the Stipulated Motion, the
11 Parties agreed that each of (i) DoubleDown and (ii) the IGT Defendants will make an initial
12 payment of fifty million dollars (\$50,000,000) into the Settlement Fund within fourteen (14)
13 days after the Court's entry of preliminary approval, such that the Settlement Fund will then have
14 one hundred million dollars (\$100,000,000) in it. The Defendants will make their remaining
15 contributions to the Settlement Fund within fourteen (14) days of the Court's entry of final
16 approval. As set forth in the Stipulated Motion, because the initial payment of \$100 million will
17 be put into an interest-bearing account, whatever interest is earned will be accounted for in the
18 final payments made by Defendants following entry of final approval. This agreement on timing
19 bolsters the adequacy of the Settlement since it secures earlier payment of a sizeable portion of
20 the Settlement Fund and ensures that the Settlement Administrator will have sufficient funds to
21 effect the robust Notice Plan described below.

22 The stipulation regarding timing, which has been contemporaneously submitted for the
23 Court's approval, and the written Settlement Agreement constitute the entirety of the Parties'
24 proposed settlement. Logan Decl. ¶ 30. Because the terms of both the Agreement and the
25 additional stipulation are fair and reasonable, this sub-factor supports preliminary approval.

26 ***

1 Because the proposed Settlement Agreement is “fair, reasonable, and adequate” based on
2 all the factors in Rule 23(e)(2) and is well within the range of possible approval, the Court should
3 grant preliminary approval.

4 **III. The Court Should Approve the Proposed Notice Plan**

5 Upon certification, Due Process and Rule 23 require the Court to “direct to class
6 members the best notice that is practicable under the circumstances, including individual notice
7 to all members who can be identified through reasonable effort.” Fed. R. Civ. P. 23(c)(2)(B).

8 Here, the Parties have agreed upon a multi-part Notice Plan to be carried out by JND
9 Legal Administration, a well-respected class action settlement administrator. *See, e.g., Zynga,*
10 *Dkt. #26* (granting preliminary approval and appointing JND Legal Administration as settlement
11 administrator); *Scientific Games, Dkt. #166* (same); *Linehan, 2017 WL 3724819, at *2* (same).
12 DoubleDown has agreed to provide the Settlement Administrator and proposed Class Counsel
13 with all Settlement Class Members’ contact information reasonably available to DoubleDown,
14 including names, phone numbers, email addresses, and mailing addresses. *See Agreement*
15 *§ 4.1(a)*. For each Player ID with a Lifetime Spending Amount greater than zero, DoubleDown
16 will also provide the Player ID’s Lifetime Spending Amount, if known and to the extent it is
17 reasonably available. *Id.* Defendants have also agreed not to oppose proposed Class Counsel’s
18 efforts to obtain all contact information in the Platform Providers’ possession—including names,
19 usernames/Platform IDs, phone numbers, email addresses, and mailing addresses—for all
20 persons in the Settlement Class with a Lifetime Spending Amount greater than zero, and the
21 Lifetime Spending Amounts for each of those usernames. *Id.* *§ 4.1(b)-(c)*.

22 The Settlement Administrator will use all of this information to create the Class List. *Id.*
23 *§ 4.1(e)*. Within thirty-five (35) days of the entry of preliminary approval, the Settlement
24 Administrator will use the Class List to send notice via email substantially in the form attached
25 to the Agreement as Exhibit B, along with an electronic link to the Claim Form, to all Settlement
26 Class Members for whom a valid email address is available on the Class List. *See id.* *§ 4.2(a)*. In
27 the event transmission of the email notice results in any “bounce-backs,” the Settlement

1 Administrator will, where reasonable, correct any issues that may have caused the “bounce-
2 back” to occur and make a second attempt to re-send the email notice, and will, where possible,
3 send notice substantially in the form attached to the Agreement as Exhibit C via First Class U.S.
4 Mail. *See id.* The Settlement Administrator will also, where possible, send notice substantially in
5 the form attached as Exhibit C via First Class U.S. Mail to all Settlement Class Members with a
6 Lifetime Spending Amount greater than \$100.00. *See id.* Proposed Class Counsel anticipate that
7 more than one million Player IDs associated with Class Members will receive direct notice. *See*
8 Logan Decl. ¶ 31.

9 Within seven (7) days of the entry of preliminary approval, the Settlement Administrator
10 will also establish a Settlement Website at www.doubledownsettlement.com, which will activate
11 the ability to file Claim Forms online. *See* Agreement § 4.2(d). The notice provided on the
12 Settlement Website will be substantially in the form of Exhibit D to the Agreement, and the
13 website will advise the Settlement Class of the total value of the Settlement Fund and provide
14 Settlement Class Members with the ability to approximate their Settlement Payment. *Id.*

15 Finally, the Settlement Administrator will supplement the direct notice program with a
16 digital publication notice program that is estimated to deliver more than fifty million
17 (50,000,000) impressions. *Id.* § 4.2(e). The digital publication notice campaign will be targeted,
18 to the extent reasonably possible, to the United States, will run for at least one month, and will
19 contain active hyperlinks to the Settlement Website. *See id.*

20 In addition to reaching the Settlement Class, notice is adequate when it provides class
21 members with the information necessary to make a decision in language that can be readily
22 understood by the average class member. Herbert Newberg & Alba Conte, *NEWBERG ON CLASS*
23 *ACTIONS* § 11:53 (4th ed. 2002). That is the case here, where the format and language of each
24 form of notice have been carefully drafted in straightforward, easy-to-read language, and all
25 information required under Rule 23 is present. *See* Exhibits B–D to the Agreement.

26 Because the proposed methods for providing notice to the Class comport with both Rule
27 23 and Due Process, the Court should approve the Notice Plan.

1 **CONCLUSION**

2 For the foregoing reasons, Plaintiffs respectfully request that the Court (i) certify the
3 proposed Settlement Class; (ii) grant preliminary approval of the Settlement; (iii) appoint
4 Adrienne Benson and Mary Simonson as Class Representatives; (iv) appoint Jay Edelson, Rafey
5 S. Balabanian, Todd Logan, Alexander G. Tievsky, Brandt Silver-Korn, and Amy B. Hausmann
6 as Class Counsel; (v) approve the proposed Notice Plan; and (vi) schedule the final approval
7 hearing.

8
9 DATED this 11th day of November, 2022.

10 Respectfully Submitted,

11 **ADRIENNE BENSON** and **MARY SIMONSON**,
12 individually and on behalf of all others similarly
13 situated,

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