## IN THE UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

IN RE BROILER CHICKEN ANTITRUST LITIGATION,

Case No.: 1:16-cv-08637

The Honorable Thomas M. Durkin

This Document Relates To:

THE DIRECT PURCHASER PLAINTIFF ACTION

DECLARATION OF BOBBY POUYA IN SUPPORT OF DIRECT PURCHASER PLAINTIFFS' MOTION FOR FINAL APPROVAL OF SETTLEMENTS WITH THE HOUSE OF RAEFORD AND KOCH DEFENDANTS

- I, Bobby Pouya, declare and state as follows:
- 1. I am a Partner of the law firm of Pearson Warshaw, LLP. This Court has appointed my firm, together with Lockridge Grindal Nauen P.L.L.P., as Co-Lead Class Counsel for the Direct Purchaser Plaintiff Class ("DPPs") in this litigation.
- 2. I submit this Declaration in support of Plaintiffs' Motion for Final Approval of Settlements with the House of Raeford and Koch Defendants ("Settlements"), filed concurrently herewith.
- 3. On behalf of DPPs, I, my firm, and my Co-Lead Class Counsel personally conducted separate settlement negotiations with counsel for House of Raeford and Koch ("Settling Defendants"). The Settlement Agreements with HRF and Koch were reached through separate confidential, protracted, arm's length settlement negotiations. The Settlements were the product of a negotiation process that commenced in August 2023, and ultimately culminated after separate and confidential mediation sessions with highly experienced mediator Hon. Daniel Weinstein (Ret.). As this litigation has been pending for nearly eight years, the parties have had ample opportunity to assess the merits of DPPs' claims and HRF's and Koch's defenses, through investigation, discovery, research, settlement discussions and contested motion practice; and to balance the value of Certified Class members' claims against the substantial risks and expense of continuing litigation. The parties ultimately executed the Settlement Agreements on September 14, 2023 (HRF) and September 22, 2023 (Koch). (See HRF Settlement Agreement, ECF No. 6928-1; Koch Settlement Agreement, ECF No. 6928-2.) Co-Lead Class Counsel believe that the Settlements are in the best interest of the certified DPP Class.
- 4. The Settlements were entered into after extensive factual investigation and legal analysis. The Settlements were entered into after DPPs had the opportunity to take dozens of

depositions, analyze millions of documents, and engage in extensive written discovery. The Settlements were entered after the Court's order on summary judgment motions and shortly before the commencement of trial.

5. Prior to the Court's ruling on Defendants' motions to dismiss, Plaintiffs reached an "ice-breaker" settlement with Defendant Fieldale. Fieldale, a small producer, agreed to pay \$2.25 million, provide cooperation including attorney and witness proffers, and produce certain documents to DPPs. The Court granted final approval to the Fieldale settlement on November 18, 2018. (See ECF No. 1414.) Plaintiffs later reached settlements with Defendants Amick, Peco, and George's. Like Fieldale, these three Defendant groups are small producers. In addition to providing cooperation to DPPs, Peco paid \$4,964,600, George's paid \$4,097,000, and Amick paid \$3,950,000. (See id.) The Court granted final approval of the Amick, Peco, and George's settlements on October 27, 2020. (See ECF Nos. 3944 (Peco and George's), 3945 (Amick).) DPPs then secured significant settlements with Pilgrim's and Tyson in the amount of \$75 million and \$79,340,000, respectively. The Court granted final approval of the Pilgrim's and Tyson settlements on June 29, 2021. (See ECF No. 4789.) DPPs then secured significant settlements with Mar Jac and Harrison Poultry in the amount of \$7,975,000 and \$3,300,000, respectively. The Court granted final approval of the Mar Jac and Harrison settlements on January 27, 2022. (See ECF No. 5397.) Next, DPPs secured a settlement with Simmons in the amount of \$8,018,991. The Court granted final approval of the Simmons settlement on December 12, 2023. (See ECF No. 7085.) DPPs then settled with Mountaire and O.K. Foods in the amount of \$15,899,826 and \$4,856,333, respectively. The Court granted final approval of the Mountaire and O.K. Foods settlements on December 12, 2023. (See ECF Nos. 7087, 7088.) DPPs then settled with HRF and Koch in the amount of \$27,500,000 and \$47,500,000, respectively. The Court granted preliminary approval of the HRF

and Koch settlements on December 6, 2023. (*See* ECF Nos. 7070.) The total settlements obtained by DPPs is \$284,650,750.

- 6. Each of the Settlements come after extensive, confidential, arm's-length negotiations between the parties. The negotiations were kept confidential and necessitated numerous conferences, as well as written exchanges between counsel during which the parties negotiated the material terms of the Settlement, as well as the final Settlement Agreement. Throughout this process, each Settling Defendant has been represented by experienced, sophisticated counsel. In engaging in these settlement discussions, counsel for DPPs were focused on obtaining the best possible result for the Certified Class.
- 7. There was no collusion or preference among counsel for the parties at any time during these negotiations. To the contrary, the negotiations were contentious, hard fought, and fully informed. Plaintiffs sought to obtain the greatest benefit possible from the Settling Defendants.
- 8. In sum, the Settlement Agreements: (1) are the result of extensive good-faith and hard-fought negotiations between knowledgeable and skilled counsel; (2) were entered into after extensive factual investigation and legal analysis; and (3) in the opinion of experienced Co-Lead Class Counsel, are fair, reasonable, and adequate.
- 9. The Settlements are on behalf of the Class previously certified by the Court on May 27, 2022. (ECF No. 5644.)
- 10. DPPs have enlisted the services of an experienced class action administrator, A.B. Data Ltd., to administer notice to the Certified Class members. The notice plan implemented here was substantially similar to that previously disseminated in this case with prior settlements. Co-

Case: 1:16-cv-08637 Document #: 7316 Filed: 07/10/24 Page 5 of 5 PageID #:640578

Lead Class Counsel and A.B. Data Ltd., the Court-appointed claims administrator, have executed

the Notice Plan in accordance with the Court's Preliminary Approval Order.

11. In addition to the Restaurant DAPs' objection, the Settlement Administrator

received one objection to the Settlements. However, after Co-Lead Class Counsel investigated the

objection and spoke with the person who filed it, it was determined that the objection was invalid

because the individual did not purchase Broilers directly from the Defendants and thus is not a

member of the DPP Class. The objector agreed to withdraw the objection upon being informed of

these facts.

12. I have practiced law since 2006, I specialize in antitrust class action law, and I have

prosecuted numerous antitrust class actions as lead counsel or other leadership positions. I have

negotiated many settlements during those years. In my opinion, and in that of my Co-Lead Class

Counsel, the proposed settlement agreements are fair, reasonable, and adequate.

13. Attached as Exhibit A to this declaration in a true and correct copy of an email I

received from counsel for the Restaurant DAPs on September 26, 2023, indicating their intent to

object to the HRF and Koch settlements prior to the filing of the Class's motion for preliminary

approval of these settlements on October 6, 2023.

I declare under penalty of perjury under the laws of the United States of America that the

foregoing is true and correct.

Executed on this 10th day of July, 2024 at Sherman Oaks, California.

/s/ Bobby Pouya

**Bobby Pouya**