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2	N	IOTED FOR HEARING: April 4, 2014;-21970p.m. WITH OF ALL MEETINGS - SEA	
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8	IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON		
9	FOR THE COUNTY OF KING		
10	MOVE, INC., a Delaware corporation,	Case No. 14-2-07669-0 SEA	
11	REALSELECT, INC., a Delaware corporation, TOP PRODUCER SYSTEMS	REDACTED DECLARATION OF ERNEST GRAHAM	
12	COMPANY, a British Columbia unlimited liability company, NATIONAL	IN SUPPORT OF PLAINTIFFS' MOTION FOR PRELIMINARY INJUNCTION	
13	ASSOCIATION OF REALTORS®, an Illinois non-profit corporation, and		
14	REALTORS® INFORMATION NETWORK, INC., an Illinois corporation,		
15	Plaintiffs,		
16	vs.		
17	ZILLOW, INC., a Washington corporation,	·	
18	ERROL SAMUELSON, an individual, and DOES 1-20,		
19	Defendants.		
20			
21	Ernest Graham declares as follows:		
22		1. I am over twenty-one years old, I have personal knowledge of the facts in this declaration,	
23	and I am competent to testify.		
24			

CABLE, LANGENBACH, KINERK & BAUER, LLP 1000 SECOND AVENUE, SUITE 3500 SEATTLE, WASHINGTON 98104-1048 (206) 292-8800

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two days, I still could not get Samuelson to talk to me about the project.

- 11. It was not uncommon for Samuelson to become so busy that it could be very difficult to contact him for several days in a row. However, I found it peculiar at the time that he was not responding to me at all on the project, given its significance to the company.
- 12. At the Amelia Island MLS meeting, Samuelson hosted a question and answer session in the afternoon on February 25. A representative of an MLS asked Samuelson a question about what he thought Zillow's strategy was and whether the MLSs really should be afraid of Zillow.
- 13. I had heard Samuelson and Curt Beardsley field questions just like this at similar meetings on several occasions and they had both become very adept at delivering a standard executive response. The standard response expressed that Zillow's strategy was anti-industry and proceeded along the following lines: Zillow's business plan is a king-maker strategy; it has publicly disclosed that real estate agents are willing to pay up to 40% of their commissions to the source of their leads; the direct implication is that Zillow is out to take the brokers' business; they want to disintermediate the brokers and compress the market down to only those high-producing agents who are willing to pay Zillow. Additionally, Zillow is deliberately allowing the accuracy of its' listings to be gamed by agents for producing leads and dis-intermediating the role of both the MLS and Broker; Zillow promotes inaccuracy of data to agents as lead generation (e.g. Zestimate); Zillow is undermining the role of the listing agent by allowing consumers to list their

own homes for sale (FSBOs); and that Zillow seeks to replace NAR and Realtors as the new brand and voice of the real estate industry.

14. On February 25, instead of rattling off his typical response, Samuelson was hesitant and awkward in his reply. It contained no elements of what I considered to be the standard response. That was very uncharacteristic for him. I stood up in the room and when he recognized my desire to respond, he handed the microphone to me. I then delivered most of the elements of our standard response.

I declare under penalty of perjury under the laws of the State of Washington that the foregoing is true and correct.

DATED this 27 day of March, 2014 at Jowen (city), Colong RO (state

Einest Graham,

1	<u>CERTIFICATE OF SERVICE</u>		
2	The undersigned certifies that on March 27, 2014, I electronically filed the foregoing		
3	with Clerk of the Court utilizing the King County Superior Court E Filing system and served a		
4	true and correct copy of the same, in the manner described below, to:		
5			
6	VIA LEGAL MESSENGER:		
7	Bruce M. Cross James Sanders Perkins Coie LLP		
9	1201 Third Ave., Suite 4900 Seattle, WA 98101-3099 Attorneys for Zillow, Inc.		
10 11	Clemens H. Barnes Graham & Dunn PC Pier 70, Alaskan Way, Suite 300 Seattle, WA 98121-1128 Attorneys for Errol Samuelson		
12			
13			
14	I declare under penalty of perjury that the foregoing is true and correct.		
15	DATED at Seattle, Washington on March 27, 2014.		
16			
17	/s/ Katy M. Albritton		
18	Katy M. Albritton, Legal Assistant Cable Langenbach Kinerk & Bauer, LLP		
19	1000 Second Avenue, Suite 3500 Seattle, WA 98104		
20	Phone: 206-292-8800 / Fax: 206-292-0494 kalbritton@cablelang.com		
21	katorition@cablerang.com		
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