

SUPERIOR COURT OF CALIFORNIA COUNTY OF SAN FRANCISCO

Document Scanning Lead Sheet

Oct-16-2013 01:01 pm

Case Number: CGC-12-520719

Filing Date: Oct-16-2013 01:00 pm

Filed by: ANNA TORRES

Juke Box: 001 Image: 04239216

COMPLAINT

ELLEN PAO VS. KLEINER PERKINS CAUFIELD & BYERS LLC et al

001C04239216

Instructions:

Please place this sheet on top of the document to be scanned.

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

ALAN B. EXELROD (SBN: 50467) DAVID A. LOWE (SBN: 178811) JOHN T. MULLAN (SBN: 221149) RUDY, EXELROD, ZIEFF & LOWE, L.L.P. 351 California Street, Suite 700 San Francisco, CA 94104 Telephone: (415) 434-9800 Facsimile: (415) 434-0513 abe@rezlaw.com dal@rezlaw.com jtm@rezlaw.com Attorneys for Plaintiff

DOT 162013

CLERK OF THE COURT

SUPERIOR COURT OF THE STATE OF CALIFORNIA IN AND FOR THE COUNTY OF SAN FRANCISCO

ELLEN PAO,

Case No. CGC-12-520719

Plaintiff.

VS.

FIRST AMENDED COMPLAINT FOR **DAMAGES**

KLEINER PERKINS CAUFIELD & BYERS LLC AND DOES 1-20.

JURY TRIAL DEMANDED

Defendants.

Complaint Filed: May 10, 2012

Plaintiff complains and alleges as follows:

INTRODUCTION

1. Plaintiff Ellen Pao is an accomplished venture capital professional at Defendant Kleiner Perkins Caufield & Byers, LLC ("KPCB"). This case concerns KPCB's discriminatory treatment of Plaintiff and other female employees, specifically in advancement and compensation, because of their gender. Moreover, Plaintiff experienced continuing retaliation after she complained about sexual harassment to the highest level of management of KPCB. KPCB violated its obligation to take all reasonable steps to prevent discrimination and retaliation from occurring.

2

3

4

5

6

8

9

14

15

16

17

18

19

20

21

22

23

24

25

26

28

///

PARTIES AND JURISDICTION

- Plaintiff is an employee of KPCB. She has worked for KPCB in San Francisco 2. County, California and resides in San Francisco County. She meets with companies that KPCB has funded or considers funding and with entrepreneurs and executives in San Francisco County, and she works from her home in the evenings and weekends.
- Plaintiff is informed and believes, and thereon alleges, that KPCB is a corporation doing business in San Francisco County, California and at relevant times has had an office in San Francisco County at which Plaintiff has at times worked. KPCB funds companies in San Francisco County and frequently hosts events for entrepreneurs in San Francisco County.
- 4. Plaintiff is further informed and believes, and thereon alleges, that each defendant named herein Does 1 through 20, inclusive, was, at all times relevant to this action, the agent, employee, or joint venturer of the remaining defendants and was acting within the course and scope of that relationship. The true names and capacities of the defendants named herein Does 1 through 20, inclusive, whether individual, corporate, associate, or otherwise, are unknown to Plaintiff, who therefore sues such defendants by fictitious names pursuant to California Code of Civil Procedure section 474. Plaintiff will amend this Complaint to show such true names and capacities of Does 1 through 20, inclusive, when they have been determined.

FACTS COMMON TO ALL CAUSES OF ACTION

5. Plaintiff is a graduate of Princeton University with a degree in Electrical Engineering and a certificate from the Woodrow Wilson School of Public and International Affairs. Following her undergraduate education, she received a Juris Doctor degree from Harvard Law School with honors. She then worked as a lawyer at Cravath, Swaine & Moore. After Cravath, she entered Harvard Business School and graduated with a Masters of Business Administration degree with distinction. Following her graduation from business school, she worked at technology-related firms, including Microsoft Corporation, Tellme Networks, Danger Research and BEA Systems, Inc., for seven years with increasing responsibility. She is also a member of the 2007 class of Henry Crown Fellows at the Aspen Institute.

6. KPCB is a venture capital firm. It raises funds from institutional investors, wealthy individuals and its own employees, and invests the money in technology companies. It invests amounts ranging from \$100,000 to \$50,000,000 and sometimes more in companies to help fund their growth. Its investments include Google Inc., Facebook Inc. and Genentech. KPCB also provides strategic advice and a network of relationships to the companies it supports, and KPCB employees usually hold seats on the Boards of Directors of its companies. KPCB invests in companies in the digital technology, greentech, and life sciences sectors. When these companies generate returns by being acquired, by going public and issuing stock or by distributing gains, KPCB generates returns for itself and the investors from whom it raised funds. KPCB is headed by Managing Partners, who manage the firm, including its investment team of Senior Partners and Junior Partners.

- 7. In February 2005 KPCB was seeking to hire a Chief of Staff for John Doerr, one of the Managing Partners. Plaintiff applied for the position and was hired in June 2005 after an extensive interview process. Her title was Junior Partner, and initial job responsibilities were to manage projects and new initiatives of Mr. Doerr, to identify potential digital technology investments for KPCB to fund, to interview executives, to help raise financings, to serve as a board observer, to help write Mr. Doerr's speeches and articles, and to support firm activities. She was told if she was successful in this role, she would move to a full-time investing role after three years.
- 8. In February 2006 Plaintiff and another Junior Partner, Ajit Nazre, went on a business trip to Germany. Mr. Nazre had the same job title as Plaintiff, but had been with the firm since 2003, two years longer than Plaintiff, and directed some of her work, including the Germany trip. Mr. Nazre made inappropriate sexual approaches to Plaintiff on that trip. She rebuffed his advances. Mr. Nazre responded to her rebuff of his advances by becoming brusque and distant. He also had strong influence over how other partners at the firm would view Plaintiff, specifically Ray Lane, a Managing Partner and Mr. Nazre's sponsor and mentor. From March to October 2006, Mr. Nazre continued to pressure Plaintiff to have a sexual relationship with him. Mr. Nazre falsely told her that his wife had left him. When Plaintiff refused his

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

advances, Mr. Nazre engaged in offensive, obstructionist and difficult behavior toward Plaintiff. Plaintiff eventually succumbed to Mr. Nazre's insistence on sexual relations on two or three occasions. In October 2006 Plaintiff informed Mr. Nazre that she would no longer have a personal relationship with him. Mr. Nazre started a consistent pattern of retaliation against her.

- 9. Over the course of more than five years, Mr. Nazre engaged in retaliation against Plaintiff. He excluded her from numerous business meetings. He removed her from business email discussions where she had initially been included. He failed to share information required for her job. He prevented her from interviewing potential new employees. In one case, Mr. Nazre approached the CEO of a company sponsored by Plaintiff and asked the CEO to join the board of a different company sponsored by Mr. Nazre. Mr. Nazre failed to consult or inform Plaintiff. When Plaintiff reported Mr. Nazre's actions, she was told that it was unfair, that it would never have happened to a male partner, but that she should just accept it.
- 10. For Valentine's Day 2007 Senior Partner Randy Komisar came into Plaintiff's office and gave her a book entitled "The Book of Longing" by Leonard Cohen, inscribed with a handwritten note from Mr. Komisar to Plaintiff. The book contains many sexual drawings and poems with strong sexual content. At about the same time, Mr. Komisar asked Plaintiff out to a Saturday night dinner, telling Plaintiff that his wife would be out of town. Plaintiff turned down his offer of dinner. Plaintiff considered the book and the one-on-one, weekend-night dinner invitation to be inappropriate in the workplace.
- 11. Upon information and belief, at least three administrative assistants complained that they were being harassed or discriminated against by KPCB partners in May 2007. After hearing of these complaints, Plaintiff expressed concern and warned KPCB's Chief Operating Officer about Mr. Nazre with the intent of helping the firm avoid future problems. KPCB engaged an outside investigator in response to the complaints of the administrative assistants. The investigator interviewed Plaintiff, but did not ask any questions related to inappropriate behavior by Mr. Nazre.
- 12. In late June 2007 Plaintiff reported Mr. Nazre's sexual harassment and retaliatory behavior to two Managing Partners, Ted Schlein and Ray Lane, and to a Senior Partner, Juliet de

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Baubigny. After weeks without a response, Plaintiff told John Doerr about Mr. Nazre's inappropriate behavior. Plaintiff also told Mr. Doerr that Randy Komisar had given her a book with sexualized content and had asked her out to dinner, and that she found this behavior inappropriate. She requested that the firm provide sexual harassment training as required by law.

- 13. Upon information and belief, Ray Lane and John Doerr discussed how to respond to Plaintiff. Ray Lane met with Plaintiff. While acknowledging that Mr. Nazre's behavior was inappropriate, Mr. Lane pressured Plaintiff to drop the matter because of Mr. Lane's close ties with and mentorship of Mr. Nazre. Though Plaintiff had formally complained about Mr. Nazre's behavior, Mr. Lane encouraged Plaintiff to engage in a personal relationship with Mr. Nazre and even to marry him. Mr. Lane said, however, that in such case, either Plaintiff or Mr. Nazre would have to leave the firm because two spouses could not work together at KPCB. Mr. Lane said he and Mr. Nazre had discussed Plaintiff's report of sexual harassment.
- 14. KPCB was aware of and did not take reasonable steps to prevent retaliation and gender discrimination. KPCB management was aware of and did not prevent Mr. Nazre from engaging in repeated retaliatory behavior for nearly five years. Following her formal complaint described above, Ray Lane insisted that Plaintiff have a one-on-one lunch with Mr. Nazre outside the office to discuss their relationship. Plaintiff saw no choice but to comply with the demand of a Managing Partner. Unsurprisingly, Mr. Nazre made inappropriate comments and engaged in unprofessional behavior, and seemed to be empowered by KPCB to further retaliate against her.
- 15. In early December 2007, Plaintiff reported Mr. Nazre's continuing retaliatory acts to Ted Schlein and John Doerr and asked for their help to find a solution. She received no response. Instead, a few weeks later, Mr. Nazre was promoted from Junior Partner to Senior Partner. This promotion made Mr. Nazre a Senior Partner in the Greentech Group where Plaintiff worked and gave him more direct control over her.
- 16. In early January 2008, KPCB retaliated against Plaintiff for her complaints by first requesting that Plaintiff change the location of her office -- from the central corridor near John Doerr to the back annex of the building in a group of mostly empty and guest offices -- because Mr. Nazre was being moved near Plaintiff's office. Plaintiff refused. KPCB nevertheless moved

Mr. Nazre to a larger office across the hall from Plaintiff. In addition, KPCB asked Plaintiff to move to the China office to separate her and Mr. Nazre, who would remain in Northern California. Plaintiff refused this blatant retaliation as well.

- 17. In mid-January 2008, Plaintiff went to Mr. Schlein and asked him if he had spoken to Mr. Nazre about the retaliation she raised in December 2007. She described again to him the retaliatory actions by Mr. Nazre to which she had been subject. Mr. Schlein said he had not done anything and asked if it was still necessary to do anything. Plaintiff also reported Mr. Nazre's conduct to Juliet de Baubigny in her capacity as head of Human Resources at KPCB. Plaintiff was told by one Senior Partner not to work on any projects with Mr. Nazre and by another Senior Partner to report directly to Mr. Nazre and have him review all her activities.
- 18. Shortly after her conversation with Juliet de Baubigny, Plaintiff told John Doerr that because of Mr. Nazre's continued retaliation despite her multiple complaints, she wanted to move to the Digital Group -- away from Mr. Nazre and the Greentech Group, and toward her area of expertise and interest. Mr. Doerr told Plaintiff he thought Mr. Nazre was treating Plaintiff even worse than before because Plaintiff seemed happy in her recent marriage. Mr. Doerr told Plaintiff that he would take care of the situation, but that he wanted Plaintiff to continue working in the Greentech Group.
- 19. In 2008 KPCB did not give Plaintiff her annual performance review. Typically, KPCB reviews every Junior Partner each year to assess performance for the prior year, which is used to determine bonus, raise and promotion status. For example, in 2007, when John Doerr gave Plaintiff her performance review, he told her that because she was the top performer of the Junior Partners and that she had the most positive internal feedback, she would receive a significant bonus and raise. In 2008, KPCB had told her she was going to receive her review before she left for a three-month maternity leave in mid-July. That did not happen, nor did she receive her review upon her return. Her exclusion from the review process meant she did not have an opportunity to present her case for promotion or for additional compensation, or to hear or refute feedback or criticism. KPCB's refusal to give Plaintiff a performance review was

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

///

retaliation for her multiple complaints about retaliation by Mr. Nazre and about KPCB for its refusal to do anything about Mr. Nazre.

- In October 2008, after Plaintiff had returned from maternity leave, Ajit Nazre 20. continued to retaliate against Plaintiff. Plaintiff informed John Doerr in November of the continued retaliation and cited an example of Mr. Nazre excluding her from an important investment decision meeting.
- 21. Because of Ajit Nazre's continuing retaliation against Plaintiff, Plaintiff told John Doerr and Ted Schlein again in August 2009 that she did not want to be in the Greentech Group any longer. On August 6, Mr. Schlein asked whether Mr. Nazre was continuing to retaliate. Plaintiff responded that he was and that no one was doing anything about it.
- 22. On August 7, 2009 Plaintiff sought advice from KPCB's external human resources consultant. Plaintiff told the consultant about the discriminatory and retaliatory treatment she had been receiving from Ajit Nazre and other partners. The consultant told Plaintiff that she would not be successful at KPCB because she had complained and that going forward she should drop her complaints, because no one would do anything about them.
- 23. In September 2009 KPCB continued the retaliation with Plaintiff's performance review. Typically at KPCB, a Junior Partner is reviewed by his or her direct boss and also by other partners with whom the employee has worked closely, based on a list of proposed reviewers prepared by the employee. In contrast, for Plaintiff's 2009 performance review, many of the people that Plaintiff had worked with and proposed as reviewers were not assigned to her evaluation. Inexplicably, John Doerr, her direct boss, was not assigned to be one of her reviewers, despite her position as his Chief of Staff. This was not rectified until Plaintiff complained. People that Plaintiff had worked very little with were included, though she was not similarly asked to review them. Consequently, Plaintiff's 2009 performance review focused on the negative feedback of partners who did not work most closely with her and whom she had not proposed to review her. John Doerr, Ray Lane and Ted Schlein, three Managing Partners, met with Plaintiff to give her the review and told her that other partners gave her negative feedback.

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

This review was further retaliation for her complaints about KPCB's refusal to do anything about Ajit Nazre's behavior.

- 24. Plaintiff believed that the retaliation and gender discrimination were affecting her compensation at KPCB, because women generally were not treated equivalently or promoted to Senior Partner based on their gender. For example, male Junior Partners were allowed to add multiple Boards of Director positions and investment sponsorships each year, while female Junior Partners were limited to just one. This difference in treatment affected compensation, because investment sponsorships impacted board positions, outside perceptions and the ability to generate returns.
- 25. Plaintiff also believed that retaliation and gender discrimination were affecting her compensation through the assignment of profits in the KPCB funds. As is typical in venture capital firms, KPCB retains a share of the profits of each investment fund that it manages. This share of the profits is commonly referred to as "carried interest". The KPCB carried interest is shared among the KPCB professionals based on allocation decisions made by KPCB Managing Partners. The larger the share of carried interest that a professional receives of each KPCB investment fund, the more money that professional stands to make if that fund generates profits. KPCB Managing Partners discriminated against women over time by allocating smaller carried interest percentages from its various investment funds to women than to men. The discrimination had two forms: Women were not promoted to higher levels within the firm that would have resulted in high allocations, and men at comparable levels to women were allocated larger shares of carried interest.
- 26. Plaintiff communicated her concern to John Doerr in October and November 2009 that her KPCB compensation was low compared to the value she was delivering and to the compensation outside KPCB. Mr. Doerr told her to stop complaining about her compensation. Plaintiff also stated as she had in the past that women were not being listened to at the firm and that she and other women were constantly being interrupted and ignored during meetings, despite identifiable negative impact on KPCB's performance. Although no action was taken to increase Plaintiff's compensation, KPCB finally transferred Plaintiff from the Greentech Group to the

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Digital Group in December 2009 -- almost two years after her initial request for transfer. From then on, she reported to the leader of the Digital Group, Ted Schlein.

- 27. On August 25, 2010, Ted Schlein gave Plaintiff her performance review, which was again retaliatory. He described her work with CEOs of KCPB portfolio companies as "appreciated and coveted". However, the written review also cited "issues" with other partners. She later learned this feedback was spearheaded by Randy Komisar, whom Plaintiff had not listed as a suggested reviewer and whom she was not asked to review.
- 28. One example of KPCB's discriminatory treatment against Plaintiff related to Plaintiff's work on KCPB's investment in a San Francisco-based technology company. Plaintiff had been the primary contributor and champion of the investment at KPCB, but KCPB chose Randy Komisar rather than Plaintiff as its Board representative, citing a "one Board per fund" policy for Junior Partners and Plaintiff's upcoming three-month maternity leave. In late 2010, multiple Board members expressed unhappiness with Mr. Komisar as a Board member and wanted him off the Board. Plaintiff conveyed the company's concerns first to Mr. Komisar, then to Mr. Schlein, who expressed interest in serving on the Board himself, and then to Mr. Doerr. Mr. Doerr told Plaintiff that she championed the investment, that she built the relationships with the company's team and that she had done almost all the work for KPCB. Mr. Doerr told Plaintiff that she deserved the Board seat but that Mr. Komisar "needed a win". Rather than replace Mr. Komisar, KPCB responded to the company's concerns by instructing Plaintiff in January 2011 to permanently and without explanation terminate her relationship with the company so Mr. Komisar could build his own relationship. Plaintiff was ordered to stop working with the company only because of her gender. In mid-2011, the company went public and was perceived as a great success for KPCB. Plaintiff got minimal recognition for this success, because KPCB had removed her from the relationship.
- 29. In early 2011, KPCB partners led by Chi-Hua Chien organized a dinner event at the San Francisco home of one of the partners. The dinner was for select KPCB partners and leading executives at KPCB-funded companies, as well as leading executives of other companies KPCB thought were influential. Only male KPCB partners and male executives were invited and

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

attended. Mr. Chien deliberately excluded all KPCB women from the event solely on the basis of their gender. Mr. Chien organized a second all-male dinner at the same partner's home in August 2011. Women were excluded for the same reason. At a weekly Digital Group partner meeting before the second dinner, Mr. Doerr brought up the all-male dinner in response to a female partner's complaint; Mr. Chien replied that women were not invited because they would "kill the buzz". The August 2011 dinner caused Plaintiff particular professional embarrassment because she lived in the same apartment building as the host of the dinner. By chance Plaintiff ran into several of the attendees in the lobby. The non-KPCB attendees asked Plaintiff if she was joining the dinner, and she had to say that she was not. She then ran into the CEO of a KPCB company on whose Board she served. She also had to tell him that she was not attending.

- 30. On June 29, 2011, Ted Schlein gave Plaintiff her performance review, which again focused on biased internal feedback. According to the outside consultant who gathered internal input for the review process, Mr. Schlein had specifically added Chi-Hua Chien and Randy Komisar had added himself to Plaintiff's reviewer list. Plaintiff had not listed Mr. Chien or Mr. Komisar as partners who worked closely with her and was not asked to review either of them. Plaintiff's written review included multiple criticisms of her interpersonal skills and interactions with others at KPCB, including, "The number of issues and clashes with your peers and other partners that were discussed last year has decreased quite a bit, but acceptance by this group is still not evident." Mr. Schlein mentioned verbally that every two years Plaintiff and one other partner had problems and Plaintiff seemed to be the common link, indirectly referring to Mr. Nazre and Mr. Komisar.
- 31. At around the same time, a female Junior Partner complained to KPCB senior management about sexual harassment by Mr. Nazre. KPCB did nothing about it and allowed Mr. Nazre to continue to direct the Junior Partner and her review. This failure to act allowed and encouraged Mr. Nazre to continue to retaliate against Plaintiff for her rejection and complaints of his sexually harassing actions towards her. In December 2011 this same Junior Partner complained to senior management about additional sexual harassment by Mr. Nazre. Upon hearing that the other woman had been harassed again, Plaintiff renewed her complaints about

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Mr. Nazre and about KPCB's failure to address Plaintiff's and other employees' complaints of sexual harassment and discrimination. KPCB engaged an outside investigator and following that investigation, Mr. Nazre left KPCB.

- On October 25, 2011 Plaintiff flew to New York on a business trip with Ted 32. Schlein and a male Senior Partner in Mr. Schlein's private jet. Two business associates joined them for the flight. Mr. Schlein, the Senior Partner and Plaintiff were traveling together to attend a two-day semiannual meeting with CIOs organized for the firm. Upon information and belief, Mr. Schlein and the Senior Partner joined business associates for activities both nights. Plaintiff, even though she had left the two nights open and understood business related activities were to take place, was not invited. She was the only female representative from the firm at the conference. Plaintiff reported the exclusion and was subsequently disinvited from the May semiannual CIO meeting.
- 33. Plaintiff continued to be excluded from business activities because of her gender and in retaliation for her complaints of harassment and discrimination. She was not included in interviews of two potential new partners who were given offers at the end of 2011. She was not included in an all-male KPCB-sponsored ski trip that included flying KPCB employees and other important business associates by private jet to Vail, Colorado in January 2012. In December 2011, Randy Komisar, a Senior Partner, told Plaintiff that the personalities of women do not lead to success at KPCB, because women are quiet.
- 34. In March 2012 KPCB announced internally that three men, Chi-Hua Chien, Amol Deshpande and Wen Hsieh, and no women, were promoted to General Partner. Plaintiff and other women were not promoted because they are women. In addition, Plaintiff was not promoted because she repeatedly reported harassment, discrimination and retaliation over the past several years. Plaintiff was employed at KPCB longer than any of the men promoted. In fact, Mr. Hsieh had been hired into KPCB in a similar role as Plaintiff, supporting John Doerr.
- 35. In March 2012 KPCB also reorganized and changed the composition of the extremely important investment committee for the new fund KPCB was raising. Only one woman was invited to join the committee. All three recently promoted men are General Partners

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

of the fund and are on that committee. The committee is extremely important because it makes decisions about which new companies to invest in for the new investment fund being raised. Participation on that committee and inclusion as a General Partner of the fund also affects the compensation that committee members and other partners receive. Plaintiff complained about her exclusion from the investment committee and about the failure to designate her as a General Partner for the new fund to John Doerr, Ted Schlein and Bing Gordon. The current Chief Operating Officer, Eric Keller, responded that KPCB was unwilling to include her.

- 36. Plaintiff filed this lawsuit in San Francisco Superior Court on May 10, 2012. In this lawsuit the Plaintiff was opposing practices of gender discrimination, failure to take all reasonable steps to prevent discrimination from occurring and retaliation, all of which are forbidden by the California Fair Employment and Housing Act. Following the filing of this lawsuit, the Plaintiff continued performing her job well. On October 1, 2012 the Plaintiff was told by KPCB that she was terminated from employment, told to leave that day and not to return.
- 37. KPCB discriminates against Plaintiff and other women by failing to promote them comparably to men, by compensating them less than men through lower salary, bonus and carried interest, by restricting the number of investments that women are allowed to make as compared to men, by failing to act when complaints of sexual harassment or discrimination are made, by excluding women from meetings and discussions, by failing to provide equivalent sponsorship of women as of men, by failing to include junior women comparably to junior men in the interview process, and by failing to provide opportunities for visibility and success inside and outside the firm for women as compared to men.
- 38. Plaintiff has filed charges of discrimination with the State of California Department of Fair Employment and Housing in a timely manner. The agency issued Notices of Case Closure and this lawsuit is brought within a year of the date of the initial Notice.

FIRST CAUSE OF ACTION

(Gender Discrimination in Violation of Gov't Code § 12940(a))

Plaintiff hereby incorporates by reference Paragraphs 1 through 37 of this Complaint as if fully set forth herein, and for a cause of action alleges as follows:

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

- 39. At all times herein mentioned, California's Fair Employment and Housing Act, Cal. Government Code § 12940 et seq., was in full force and effect and fully binding upon KPCB. Plaintiff was a member of a group protected by that statute, in particular section 12940(a), prohibiting discrimination in employment based on gender.
- 40. The denial of promotion, the denial of wages and carried interest in KPCB's investment funds to Plaintiff, the differences in the number of investments Plaintiff and other women as compared to men are allowed to make, the exclusion of Plaintiff and other women from business events, meetings and opportunities, the exclusion of Plaintiff and other women from important managerial functions at KPCB and the termination of Plaintiff from employment constitutes discrimination based on gender and violates Government Code § 12940(a).
- 41. As a direct, foreseeable and proximate result of KPCB's unlawful actions, Plaintiff has suffered and continues to suffer substantial losses in compensation and other employment benefits and has incurred other economic losses including but not limited to loss of wages and loss of carried interest in KPCB's funds.
- 42. KPCB committed the acts herein despicably, maliciously, fraudulently, and oppressively, with the wrongful intention of injuring Plaintiff, from an improper and evil motive amounting to malice, and in conscious disregard of Plaintiff's rights to be free from discrimination on the basis of gender. Plaintiff is thus entitled to recover punitive damages from KPCB in an amount according to proof.

SECOND CAUSE OF ACTION

(Retaliation in Violation of Gov't Code § 12940(h))

Plaintiff hereby incorporates by reference Paragraphs 1 through 37 of this Complaint as if fully set forth herein, and for a cause of action alleges as follows:

43. At all times mentioned herein California's Fair Employment and Housing Act, Cal. Government Code § 12940 et seq., was in full force and effect and fully binding upon KPCB. Plaintiff was a member of a group protected by that statute, in particular section 12940(h), prohibiting retaliation for opposing practices forbidden under Part 2.8 of the Government Code.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

- 44. The denial of promotion, the denial of wages and carried interest in KPCB's investment funds to Plaintiff, the differences in the number of investments Plaintiff as compared to men are allowed to make, the exclusion of Plaintiff from business events, meetings and opportunities, and the exclusion of Plaintiff from important managerial functions at KPCB and constitutes retaliation for opposing practices forbidden under Part 2.8 of the Government Code in violation of Government Code § 12940(h).
- 45. As a direct foreseeable and proximate result of KPCB's unlawful actions, Plaintiff has suffered and continues to suffer substantial losses in compensation and other employment benefits and has incurred other economic losses including but not limited to loss of wages and loss of carried interest in KPCB's funds.
- 46. KPCB committed the acts herein despicably, maliciously, fraudulently, and oppressively, with the wrongful intention of injuring Plaintiff, from an improper and evil motive amounting to malice, and in conscious disregard of Plaintiff's rights to be free from retaliation. Plaintiff is thus entitled to recover punitive damages from KPCB in an amount according to proof.

THIRD CAUSE OF ACTION

(Failure To Take All Reasonable Steps To Prevent Discrimination From Occurring In Violation Of Gov't Code § 12940(k))

Plaintiff hereby incorporates by reference Paragraphs 1 through 37 of this Complaint as if fully set forth herein, and for a cause of action alleges as follows:

- 47. At all times mentioned herein California's Fair Employment and Housing Act, Cal. Government Code § 12940 et seq., was in full force and effect and fully binding upon KPCB. Plaintiff was a member of a group protected by that statute, in particular section 12940(k), prohibiting failure to take all steps to prevent discrimination from occurring.
- 48. Allowing Ajit Nazre to retaliate against Plaintiff over the years until his termination, the denial of promotion, the denial of wages and carried interest in KPCB's investment funds to Plaintiff, the differences in the number of investments Plaintiff as compared to men are allowed to make, the exclusion of Plaintiff from business events, meetings and

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

opportunities, the exclusion of Plaintiff from important managerial functions at KPCB, and the termination of Plaintiff's employment constitute failing to take all reasonable steps to prevent discrimination from occurring violates Government Code § 12940(k).

- 49. As a direct foreseeable and proximate result of KPCB's unlawful actions, Plaintiff has suffered and continues to suffer substantial losses in compensation and other employment benefits and has incurred other economic losses including but not limited to loss of wages and loss of carried interest in KPCB's funds.
- 50. KPCB committed the acts herein despicably, maliciously, fraudulently, and oppressively, with the wrongful intention of injuring Plaintiff, from an improper and evil motive amounting to malice, and in conscious disregard of Plaintiff's rights to be free from retaliation. Plaintiff is thus entitled to recover punitive damages from KPCB in an amount according to proof.

FOURTH CAUSE OF ACTION

(Retaliation in Violation of Gov't Code § 12940(h))

Plaintiff hereby incorporates by reference Paragraphs 1 through 37 of this Complaint as if fully set forth herein, and for a cause of action alleges as follows:

- 51. At all times mentioned herein California's Fair Employment and Housing Act, Cal. Government Code § 12940 et seq., was in full force and effect and fully binding upon KPCB. Plaintiff was a member of a group protected by that statute, in particular section 12940(h), prohibiting retaliation for opposing practices forbidden under Part 2.8 of the Government Code or because the person has filed a complaint under this Part.
- 52. The termination of Plaintiff from employment for filing this lawsuit in court constitutes retaliation for opposing practices forbidden under Part 2.8 of the Government Code in violation of Government Code § 12940(h) and for filing a complaint under this Part.
- 53. As a direct foreseeable and proximate result of KPCB's unlawful actions, Plaintiff has suffered and continues to suffer substantial losses in compensation and other employment benefits and has incurred other economic losses including but not limited to loss of wages and loss of carried interest in KPCB's funds.

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

54. KPCB committed the acts herein despicably, maliciously, fraudulently, and oppressively, with the wrongful intention of injuring Plaintiff, from an improper and evil motive amounting to malice, and in conscious disregard of Plaintiff's rights to be free from retaliation. Plaintiff is thus entitled to recover punitive damages from KPCB in an amount according to proof.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for judgment against Defendant as follows:

- For compensatory economic damages, including but not limited to, lost back pay 1. (including, but not limited to, salary and bonus wages), lost carried interest in KPCB's investment funds and future lost earnings; with legal interest, according to proof as allowed by law;
- 2. For punitive damages allowed by law;
- For an award of Plaintiff's costs of suit incurred herein, including reasonable 3. attorneys' fees;
- For an award of prejudgment and post-judgment interest; 4.
- 5. For injunctive relief to prevent sexual harassment, discrimination and retaliation; and,
- For an award to Plaintiff of such other and further relief as the Court deems just 6. and proper.

DATED: October 2, 2013

RUDY, EXELROD, ZIEFF & LOWE, LLP

Attorneys for Plaintiff

RUDY EXELROD ZIEFF & LOWE LLP 351 CALIFORNIA STREET, SUITE 700

PH (415) 434-9800 | FX (415) 434-0513 | www.rezlaw.com

SAN FRANCISCO, CALIFORNIA 94104

DEMAND FOR JURY TRIAL

Plaintiff hereby demands a trial by jury.

DATED: October 2, 2013

RUDY, EXELROD, ZIEFF & LOWE, LLP

ALAN B. EXELROD Attorneys for Plaintiff

Ellen Pao

PROOF OF SERVICE

I am employed in the City and County of San Francisco, State of California in the office of a member of the bar of this Court whose direction the following service was made. I am over the age of 18 and am not a party to this action. My business address is 351 California Street, Suite 700, San Francisco, California. On the date set forth below, I served the following document(s) described as:

FIRST AMENDED COMPLAINT FOR DAMAGES JURY TRIAL DEMANDED

Attorneys for Defendant

on the parties in this action as follows:

Lynne C. Hermle

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Jessica R. Perry

Matthew A. Tolve

Classes D. Caslas

Shannon B. Seekao

Orrick, Herrington & Sutcliffe, LLP

1000 Marsh Road

Menlo Park, CA 94025

Facsimile: (650) 614-7401

lchermle@orrick.com

jperry@orrick.com

mtolve@orrick.com

sseekao@orrick.com

[VIA UNITED STATES MAIL] I placed a true and correct copy of each document in a sealed envelope to the addressee as noted above in the mail at San Francisco, California. I am "readily familiar" with this firm's practice of collection and processing of correspondence and pleadings for mailing. According to that practice, I then deposited that same envelope with the U.S. Postal Service on the same day with postage thereon fully prepaid in the ordinary course of business.

[VIA MESSENGER SERVICE] I placed a true copy of each document in a sealed envelope for delivery by *Nationwide Legal, Inc.*, a professional messenger service, during normal business hours, by leaving the envelope directly to the addressee or the person authorized to accept deliveries on behalf of the addressee as noted above.

[BY ELECTRONIC SERVICE] By agreement of the parties, I caused each document to be sent via email in Adobe "PDF" format to the above email address(es), as set forth on this date. Each transmission was complete and without error.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed on October 16, 2013 at San Francisco, California.

Leah I. Wahlberg

1