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13		DICEDICE COURT			
14		DISTRICT COURT			
15	NORTHERN DISTRICT OF CALIFORNIA				
16	MATCH GROUP, LLC, a Delaware corporation; HUMOR RAINBOW, INC.,	Case No.			
17	a New York corporation; PLENTYOFFISH MEDIA ULC, a	COMPLAINT FOR (1) VIOLATIONS OF THE SHERMAN ACT;			
18	Canadian corporation; and PEOPLE MEDIA, INC., a Delaware corporation,	(2) VIOLATIONS OF THE CARTWRIGHT ACT; (3) UNFAIR			
19	Plaintiffs,	COMPETITION; (4) TORTIOUS INTERFERENCE WITH			
20	v.	CONTRACT; AND (5) TORTIOUS INTERFERENCE WITH			
21	GOOGLE LLC; GOOGLE IRELAND	PROSPECTIVE ECONOMIC ADVANTAGE			
22	LIMITED; GOOGLE COMMERCE LIMITED; GOOGLE ASIA PACIFIC	DEMAND FOR JURY TRIAL			
23	PTE. LIMÍTED; and GOOGLE PAYMENT CORP.,	DEMAND FOR JUNE TRIAL			
24	Defendants.				
2526					
27					
28					



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INTRODUCTION¹

1. This is a case about the strategic manipulation of markets, broken promises, and abuse of power that Google LLC² has employed to illegally foreclose competition in the world's biggest mobile device ecosystem, Android, and become one of the largest, most powerful companies in the world. Google convinced billions around the world to use the Android mobile operating system ("Android" or "Android OS") on promises of an open ecosystem, flexibility, and a focus on the user. Through those platitudes and promises and the anticompetitive tactics detailed in this complaint, Google illegally monopolized the market for distributing apps on Android devices with its Google Play Store ("Google Play")—making it today the only viable choice a mobile application ("app") developer has to reach Android users. Now, Google seeks to eliminate user choice of payment services and raise prices on consumers by extending its dominance to the separate market for in-app payment ("IAP") processors on Android. It is conditioning app availability on Google Play with exclusive use of its own in-app payment processing product, Google Play Billing, where it can charge supra-competitive prices and monetize the personal data of billions of digital app users.

2. Ten years ago, Match Group was Google's partner. We are now its hostage. Google lured app developers to its platform with assurances that we could offer users a choice over how to pay for the services they want. But once it monopolized the market for Android app distribution with Google Play by riding the coattails of the most popular app developers, Google sought to ban alternative in-app

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² Unless noted otherwise, throughout this complaint, "Google" refers to Google LLC and all other Google entity defendants.



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¹ For the purposes of this complaint, the term "Match Group" includes only the operating entities named as Plaintiffs. Match Group LLC; Humor Rainbow, Inc.; PlentyofFish Media ULC; and People Media, Inc. are part of the Match Group family of companies with the ultimate parent company Match Group, Inc. ("MGI"), a nonoperating holding company. MGI's other subsidiaries are not included in the definition of "Match Group" in this complaint. Match Group asserts the allegations in this complaint upon personal knowledge as to itself and its own acts and experiences and, as to all other matters, upon information and belief, including an investigation conducted by its attorneys.

payment processing services so it could take a cut of nearly every in-app transaction on Android. This Complaint lays bare Google's misdeeds that made it possible.

- 3. Google monetizes Android, in part, by operating Google Play and a separate in-app payment processing service called Google Play Billing. Over the last decade, through bait and switch tactics that exploited the very app developers it so ardently courted and claimed to support and by paying off potential competitors not to compete, Google has grown Google Play into the only viable Android app marketplace. If a developer wants users to find its app, that app must be on Google Play.
- 4. But that was not enough for Google. It also wanted to control the much more lucrative in-app payment processing market on Android. Every year, consumers spend tens of billions of dollars on Android apps. And that number increases every year. When those transactions involve the purchase of "digital goods or services" using Google Play Billing, Google keeps as much as 30% for itself. Google disingenuously calls this extortionate tax a "fee" even though it is nearly ten times the actual fees other payment processors charge in competitive marketplaces.
- 5. Further, what constitutes a "digital good or service" is ill-defined and arbitrarily applied. Clothing and food delivery and ride sharing apps do not qualify. But Match Group's dating apps do qualify, even though they enable users to meet in the real world for a date, just like a ride sharing app enables a user to find a driver in the real world for a ride.
- 6. Google's "fee" also bears no relation to the cost or value of services Google provides developers. Indeed, all developers with apps on Google Play benefit from the exact same services, and they all pay Google a \$25.00 registration fee. Yet only the small handful who sell "digital goods and services," again, as arbitrarily defined by Google, pay the Google tax, which results in pure non-competitive profit to Google. It also allows Google to collect massive volumes of user data that Google can then monetize.



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