

1 ROBBINS GELLER RUDMAN  
& DOWD LLP  
2 SPENCER A. BURKHOLZ (147029)  
LUKE O. BROOKS (212802)  
3 655 West Broadway, Suite 1900  
San Diego, CA 92101  
4 Telephone: 619/231-1058  
619/231-7423 (fax)  
5 spenceb@rgrdlaw.com  
lukeb@rgrdlaw.com

6  
7 KESSLER TOPAZ MELTZER  
& CHECK, LLP  
NAUMON A. AMJED  
8 RYAN T. DEGNAN  
CHRISTOPHER A. REESE  
9 280 King of Prussia Road  
Radnor, PA 19087  
10 Telephone: 610/667-7706  
610/667-7056 (fax)

11 Attorneys for Plaintiff

12 UNITED STATES DISTRICT COURT  
13 SOUTHERN DISTRICT OF CALIFORNIA

14 CAREY CAMP, Individually and on )  
15 Behalf of All Others Similarly Situated, )  
16 Plaintiff, )

17 vs.

18 QUALCOMM INCORPORATED, )  
19 STEVEN M. MOLLENKOPF and )  
GEORGE S. DAVIS, )

20 Defendants. )

Case No. '18CV1208 AJB BLM

CLASS ACTION

COMPLAINT FOR VIOLATION OF  
THE FEDERAL SECURITIES LAWS

DEMAND FOR JURY TRIAL

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1 Plaintiff Carey Camp (“plaintiff”), individually and on behalf of all others  
2 similarly situated, alleges the following based on personal knowledge as to plaintiff  
3 and plaintiff’s own acts, and upon information and belief as to all other matters based  
4 upon the investigation conducted by and through plaintiff’s attorneys, which included,  
5 among other things, a review of U.S. Securities and Exchange Commission (“SEC”)   
6 filings by QUALCOMM Incorporated (“QUALCOMM” or the “Company”), as well  
7 as conference call transcripts and media and analyst reports about the Company.  
8 Plaintiff believes that substantial additional evidentiary support will exist for the  
9 allegations set forth herein after a reasonable opportunity for discovery.

10 **NATURE OF THE ACTION AND OVERVIEW**

11 1. This is a federal class action on behalf of all persons who purchased  
12 QUALCOMM securities between January 31, 2018 and March 12, 2018, inclusive  
13 (the “Class Period”), seeking to pursue remedies under the Securities Exchange Act of  
14 1934 (the “Exchange Act”) against QUALCOMM and certain of its senior officers  
15 (collectively, “defendants”).

16 2. QUALCOMM develops and commercializes “foundational technologies  
17 and products used in mobile devices and other wireless products.” According to the  
18 Company’s Annual Report on Form 10-K, filed with the SEC on November 1, 2017,  
19 QUALCOMM is “a pioneer in 3G (third generation) and 4G (fourth generation)  
20 wireless technologies, and [is] a leader in 5G (fifth generation) wireless technologies  
21 to empower a new era of intelligent, connected devices.” The Company derives  
22 revenues principally from the sale of integrated circuit products and the licensing of  
23 intellectual property.

24 3. Broadcom Limited (“Broadcom”) is a designer, developer and global  
25 supplier of a broad range of semiconductor devices, with a focus on complex digital  
26 and mixed signal complementary metal oxide semiconductor (“CMOS”) based  
27 devices and analog III-V based products. Broadcom is incorporated, and maintains its  
28 principal executive offices, in Singapore. Beginning in November 2017, Broadcom

1 announced a series of unsolicited proposals to acquire all of the outstanding shares of  
2 QUALCOMM's common stock.

3 4. The Committee on Foreign Investment in the United States ("CFIUS") is  
4 "an inter-agency committee authorized to review transactions that could result in  
5 control of a U.S. business by a foreign person ('covered transactions'), in order to  
6 determine the effect of such transactions on the national security of the United  
7 States."<sup>1</sup>

8 5. Unbeknownst and undisclosed to investors, on January 29, 2018,  
9 QUALCOMM secretly filed a voluntary request for CFIUS to initiate an investigation  
10 into Broadcom's actions in a brazen attempt to frustrate Broadcom's attempt to  
11 acquire the Company and for the Individual Defendants (defined below) to  
12 simultaneously entrench themselves in their executive leadership positions at  
13 QUALCOMM. Once the Company's unilateral secret action was revealed to the  
14 market on March 5, 2018, and as the market continued to learn additional information  
15 about the nature and extent of QUALCOMM's secret action vis-à-vis CFIUS, and the  
16 ramifications therefrom, the price of the Company's common stock declined  
17 substantially.

18 6. The complaint alleges that, throughout the Class Period, defendants made  
19 materially false and misleading statements and failed to disclose to investors that  
20 QUALCOMM had secretly filed a unilateral notice with CFIUS in order to frustrate  
21 Broadcom's attempt to acquire the Company. This information was material to  
22 purchasers of the Company's securities during the Class Period.

23 7. As a result of defendants' wrongful acts and omissions, and the  
24 precipitous decline in the market value of the Company's securities, plaintiff and other  
25 members of the Class (defined below) suffered damages.

26 \_\_\_\_\_  
27 <sup>1</sup> U.S. Department of the Treasury, Resource Center, *The Committee on Foreign*  
28 *Investment in the United States (CFIUS)*, <https://www.treasury.gov/resource-center/international/Pages/Committee-on-Foreign-Investment-in-US.aspx>.

**JURISDICTION AND VENUE**

1  
2 8. The claims asserted herein arise under and pursuant to §§10(b) and 20(a)  
3 of the Exchange Act (15 U.S.C. §§78j(b) and 78t(a)), and Rule 10b-5 promulgated  
4 thereunder (17 C.F.R. §240.10b-5).

5 9. This Court has jurisdiction over the subject matter of this action pursuant  
6 to §27 of the Exchange Act (15 U.S.C. §78aa) and 28 U.S.C. §1331.

7 10. Venue is proper in this District pursuant to §27 of the Exchange Act, 15  
8 U.S.C. §78aa, and 28 U.S.C. §1391(b). Many of the acts and transactions alleged  
9 herein, including the preparation and dissemination of materially false and misleading  
10 information, occurred in substantial part in this District. Additionally,  
11 QUALCOMM’s principal executive offices are located within this District.

12 11. In connection with the acts, conduct and other wrongs alleged in this  
13 complaint, defendants, directly or indirectly, used the means and instrumentalities of  
14 interstate commerce.

**PARTIES**

15  
16 12. Plaintiff Carey Camp, as set forth in the accompanying certification,  
17 incorporated by reference herein, purchased QUALCOMM securities at artificially  
18 inflated prices during the Class Period and has been damaged thereby.

19 13. Defendant QUALCOMM is a Delaware corporation with its principal  
20 executive offices located at 5775 Morehouse Drive, San Diego, California.

21 14. Defendant Steven M. Mollenkopf (“Mollenkopf”) was, at all relevant  
22 times, the Company’s Chief Executive Officer (“CEO”) and a member of the Board of  
23 Directors.

24 15. Defendant George S. Davis (“Davis”) was, at all relevant times, the  
25 Company’s Chief Financial Officer (“CFO”).

26 16. Defendants Mollenkopf and Davis are collectively referred to herein as  
27 the “Individual Defendants.” The Individual Defendants, because of their positions  
28 with the Company, possessed the power and authority to control the contents of

1 QUALCOMM’s reports to the SEC, press releases and presentations to securities  
2 analysts, money and portfolio managers and institutional investors, *i.e.*, the market.  
3 Each Individual Defendant was provided with copies of the Company’s reports  
4 alleged herein to be misleading prior to, or shortly after, their issuance and had the  
5 ability and opportunity to prevent their issuance or cause them to be corrected.  
6 Because of their positions and access to material non-public information available to  
7 them, each of the Individual Defendants knew that the adverse facts specified herein  
8 had not been disclosed to, and were being concealed from, the public, and that the  
9 positive representations which were being made were then materially false and  
10 misleading.

## 11 SUBSTANTIVE ALLEGATIONS

### 12 Background

13 17. QUALCOMM develops and commercializes “foundational technologies  
14 and products” used in mobile devices and other wireless products. According to the  
15 Company’s Annual Report Form 10-K, filed with the SEC on November 1, 2017,  
16 QUALCOMM is “a pioneer in 3G (third generation) and 4G (fourth generation)  
17 wireless technologies, and [is] a leader in 5G (fifth generation) wireless technologies  
18 to empower a new era of intelligent, connected devices.” The Company derives  
19 revenues principally from the sale of integrated circuit products and the licensing of  
20 intellectual property.

21 18. Broadcom is a designer, developer and global supplier of a broad range  
22 of semiconductor devices, with a focus on complex digital and mixed signal CMOS  
23 based devices and analog III-V based products. Broadcom is incorporated, and  
24 maintains its principal executive offices, in Singapore. Beginning in late 2017,  
25 Broadcom announced a series of unsolicited proposals to acquire all of the outstanding  
26 shares of QUALCOMM’s common stock.

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1 19. In order to frustrate Broadcom's attempt to acquire the Company,  
2 QUALCOMM and the Individual Defendants issued materially false and misleading  
3 statements and failed to disclose material facts to investors.

4 **Materially False and Misleading**  
5 **Statements Issued During the Class Period**

6 20. On January 31, 2018, QUALCOMM filed a Quarterly Report on Form  
7 10-Q (for the period ended December 24, 2017) with the SEC (the "Form 10-Q").  
8 With respect to Broadcom, and Broadcom's attempted acquisition of QUALCOMM,  
9 the Form 10-Q stated:

- 10 • On November 6, 2017, Broadcom Limited (Broadcom) announced  
11 an unsolicited proposal (the Proposed Transaction) to acquire all  
12 of the outstanding shares of our common stock for per share  
13 consideration of \$70.00, consisting of \$60.00 in cash and \$10.00  
14 in Broadcom shares. On November 12, 2017, following a  
15 comprehensive review conducted in consultation with financial  
16 and legal advisors, our Board of Directors unanimously rejected  
17 the Proposed Transaction, concluding that it dramatically  
18 undervalues the Company. Following our announcement on  
19 November 13, 2017, Broadcom announced that it remains fully  
20 committed to pursuing its acquisition of Qualcomm for the  
21 consideration offered on November 6, 2017. Additionally, on  
December 11, 2017, Broadcom filed preliminary proxy materials  
with the Securities and Exchange Commission in connection with  
its planned solicitation of proxies to elect 11 nominees to our  
Board of Directors at our 2018 Annual Meeting of Stockholders to  
be held on March 6, 2018. On December 22, 2017, we announced  
that our Board of Directors, following the recommendation of the  
Board's Governance Committee, unanimously determined not to  
nominate any of the 11 candidates assembled by Broadcom to  
replace our current directors. Responding to the Proposed  
Transaction has required, and may continue to require, that we  
devote significant resources and management time and attention  
and incur additional expenses and costs.

22 21. The Form 10-Q also contained the following two "risk factors" regarding  
23 QUALCOMM and Broadcom:

24 ***We are subject to a disruptive takeover proposal.***

25 Broadcom Limited has made an unsolicited proposal to acquire all  
26 of our outstanding common stock and has commenced a proxy contest to  
27 replace our Board of Directors with Broadcom nominees. Responding to  
28 Broadcom's unsolicited proposal and proxy contest may divert  
management attention and may require us to incur significant costs.  
Moreover, the hostile and unsolicited nature of Broadcom's actions may  
disrupt our business and operations by causing uncertainty among and

1 potentially loss of current and prospective employees, customers,  
2 licensees, suppliers and other constituencies important to our success,  
3 which could negatively impact our business and financial results. The  
4 price of our common stock may be volatile and could be subject to price  
5 fluctuations due to the uncertainty associated with the unsolicited offer  
6 and proxy contest.

7 \* \* \*

8 *We may not be able to attract and retain qualified employees.*

9 Our future success depends largely upon the continued service of  
10 our executive officers and other key management and technical  
11 personnel, and on our ability to continue to identify, attract, retain and  
12 motivate them, which may become increasingly difficult given the  
13 uncertainty created by Broadcom's unsolicited bid to acquire the  
14 Company and in an environment of cost reductions. Implementing our  
15 business strategy requires specialized engineering and other talent, as our  
16 revenues are highly dependent on technological and product innovations.  
17 The market for employees in our industry is extremely competitive.  
18 Further, existing immigration laws make it more difficult for us to recruit  
19 and retain highly skilled foreign national graduates of universities in the  
20 United States, making the pool of available talent even smaller. If we  
21 are unable to attract and retain qualified employees, our business may be  
22 harmed.

23 22. The Form 10-Q was materially false and misleading at the time it was  
24 issued because, among other things, it failed to disclose or indicate to investors that  
25 the Company had secretly filed a unilateral notice with CFIUS in order to frustrate  
26 Broadcom's attempt to acquire the Company. This information was material to  
27 purchasers of the Company's securities during the Class Period.

### 28 **The Truth Begins to Emerge**

29 23. On March 5, 2018, Broadcom issued a press release entitled "Broadcom  
30 Disappointed Will of Qualcomm Stockholders to be Deferred." That press release  
31 disclosed QUALCOMM's secret actions with respect to CFIUS as follows:

32 *Broadcom was informed on Sunday night that on January 29, 2018, Qualcomm secretly filed a voluntary request with CFIUS to initiate an investigation, resulting in a delay of Qualcomm's Annual Meeting 48 hours before it was to take place. This was a blatant, desperate act by Qualcomm to entrench its incumbent board of directors and prevent its own stockholders from voting for Broadcom's independent director nominees.*

33 It is critical that Qualcomm stockholders know that Qualcomm did  
34 not once mention submitting a voluntary notice to CFIUS in any of its  
35 interactions with Broadcom to date, including in the two meetings on



1 February 14, 2018 and on February 23, 2018. *This can only be seen as*  
2 *an intentional lack of disclosure – both to Broadcom and to its own*  
3 *stockholders*. This brings Qualcomm’s “engagement theater” to a new  
4 low.<sup>2</sup>

5 24. Also on March 5, 2018, QUALCOMM filed a Current Report on Form  
6 8-K with the SEC disclosing that it had “received an Interim Order” from CFIUS (the  
7 “March 4, 2018 Interim Order”). A copy of the March 4, 2018 Interim Order was  
8 attached to the Form 8-K as Exhibit No. 99.1. Among other things, the March 4, 2018  
9 Interim Order directed the following:

10 1.1 Qualcomm’s annual stockholder meeting, including the  
11 election of its Board of Directors, shall be delayed from its current  
12 scheduled date of March 6, 2018, for a period of 30 (thirty) days.  
13 Qualcomm shall hold in abeyance the acceptance or count of any votes  
14 or proxies for directors, and shall take no action to complete the election  
15 of directors.

16 1.2 Qualcomm and Qualcomm’s Board of Directors,  
17 executives, and agents are, while this Order is in effect, hereby  
18 prohibited from accepting, or taking any action in furtherance of  
19 accepting, Broadcom’s proposed merger agreement or any other  
20 proposed merger, acquisition, or takeover agreement with Broadcom.

21 25. Following this news, the price of the Company’s common stock declined  
22 \$0.73 per share, or 1.13%, to close at \$64.01 per share on March 5, 2018.

23 26. On March 6, 2018, QUALCOMM filed a Current Report on Form 8-K  
24 with the SEC disclosing that it had (i) “received a letter, addressed to both Broadcom  
25 Limited and Qualcomm, from the U.S. Department of Treasury” (the “March 5, 2018  
26 Letter”); and (ii) “received a Modification of Interim Order” from CFIUS (the  
27 “Modification of Interim Order”). Copies of the March 5, 2018 Letter and the  
28 Modification of Interim Order were attached to the Current Report on Form 8-K as  
Exhibits.

29 27. The March 5, 2018 Letter shed further light on QUALCOMM’s  
undisclosed secret actions, and the resulting impact of such actions, as follows:

30 *On January 29, 2018, Qualcomm Incorporated (“Qualcomm”)*  
31 *filed a unilateral notice with the Committee on Foreign Investment in*

32 <sup>2</sup> All emphasis is added unless otherwise indicated.



1 *the United States (“CFIUS”)*, seeking review of Broadcom Limited’s  
2 (“Broadcom”) solicitation of proxies for the purposes of electing a  
3 majority of the directors of Qualcomm. On March 4, 2018, the U.S.  
4 Department of Treasury (“Treasury”) filed an agency notice pursuant to  
5 31 C.F.R. §800.401(c) broadening the scope of review to cover the  
6 proposed hostile takeover of Qualcomm.

7 During the time between *Qualcomm’s unilateral filing* and  
8 Treasury’s agency filing, CFIUS has been communicating with both  
9 parties to obtain additional information to inform its decision on the  
10 appropriate path forward in regards to this matter. It was during this  
11 time, and as a result of these communications and additional information,  
12 that CFIUS has come to believe that Broadcom’s successful hostile  
13 attempt of Qualcomm, including the related stock purchase, proxy  
14 contest for the election of six directors to Qualcomm’s Board as  
15 proposed and selected by Broadcom, Proposed Agreement and Plan of  
16 Merger, and any other potential merger between Broadcom and  
17 Qualcomm, could pose a risk to the national security of the United  
18 States.

19 *CFIUS’s assessment thus far includes its review of the*  
20 *information submitted by Qualcomm in its unilateral voluntary notice*  
21 *on January 29, 2018*, the parties’ responses to questions posed about the  
22 potential transaction during the interim period, and the information  
23 provided in our multiple phone calls, emails, and meetings with  
24 representatives of both Qualcomm and Broadcom.

25 \* \* \*

### 26 *Interim Order*

27 As outlined above, CFIUS believes that this transaction could pose  
28 a risk to the national security of the United States. CFIUS has  
determined that the interim measures described in the Interim Order  
shared with you earlier are necessary to mitigate the national security  
risks discussed above arising from and in connection with the proposed  
transaction. Moreover, CFIUS has determined that these interim  
measures are necessary to provide CFIUS adequate opportunity to  
further investigate the proposed transaction and evaluate and assess the  
associated national security risk.

28 28. Among other things, the Modification of Interim Order modified the  
March 4, 2018 Interim Order issued by CFIUS to include the following sentence:  
“Upon opening its annual stockholder meeting on March 6, 2018, Qualcomm shall  
immediately adjourn the meeting for a period of thirty (30) days without taking action  
on any substantive matters, including the election of its Board of Directors.”

1 29. Following this additional news, the price of the Company’s common  
2 stock declined an additional \$1.87 per share, or 2.92%, to close at \$62.14 per share on  
3 March 6, 2018.

4 30. On March 12, 2018, QUALCOMM filed a Current Report on Form 8-K  
5 with the SEC disclosing that it had “received a letter, addressed to both Broadcom  
6 Limited and Qualcomm, from the U.S. Department of Treasury” the previous day (the  
7 “March 11, 2018 Letter”). A copy of the March 11, 2018 Letter was attached to the  
8 Form 8-K filing as Exhibit No. 99.1, and stated, in relevant part:

9 The purpose of this letter is to inform the parties of the status of  
10 the investigation being conducted by [CFIUS] . . . .

11 Through [the] March 5, 2018 letter, CFIUS informed you that it  
12 had identified potential national security concerns that warrant a full  
13 investigation of the attempted hostile takeover by Broadcom Limited  
14 (“Broadcom”) of Qualcomm Incorporated (“Qualcomm”), through a  
15 stock purchase, proxy contest, and Proposed Agreement and Plan of  
16 Merger (the “Proposed Agreement”) or other merger. *That  
determination was based on CFIUS’s review of the information  
submitted by Qualcomm in its unilateral voluntary notice on January  
29, 2018*, the parties’ responses to questions posed about the potential  
transaction during the interim period, and the information provided in  
our multiple phone calls, emails, and meeting with representatives of  
both Qualcomm and Broadcom.

17 \* \* \*

18 Since transmitting the letter to you on March 5, 2018 CFIUS has  
19 conducted an investigation of the transaction and its associated national  
20 security risk. That investigation has so far confirmed the national  
21 security concern that CFIUS identified to you in its letter on March 5,  
22 2018. That investigation is expected to close soon. In light of the actions  
23 that Broadcom has taken in violation of the Interim Order to shorten the  
24 time period for CFIUS investigation, CFIUS requests that Broadcom  
provide any information responsive to the March 5 2018 letter as soon as  
possible. In the absence of information that changes CFIUS’s  
assessment of the national security risks posed by this transaction,  
CFIUS would consider taking further action, including but not limited to  
referring the transaction to the President for decision.

25 31. Later on March 12, 2018, after the market had closed, President Donald  
26 J. Trump issued an order blocking Broadcom from taking further action regarding its  
27 proposed acquisition of QUALCOMM. As reported by *Bloomberg*:

28 President Donald Trump issued an executive order Monday  
blocking Broadcom Ltd. from pursuing its hostile takeover of Qualcomm

1 Inc., scuttling a \$117 billion deal that had been scrutinized by a secretive  
2 panel over the tie-up's threat to U.S. national security.

3 Trump acted on a recommendation by the Committee on Foreign  
4 Investment in the U.S., which reviews acquisitions of American firms by  
5 foreign investors.

6 \* \* \*

7 The order marked an unprecedented move by the White House to  
8 stop a hostile bid for a company. Broadcom didn't have an agreement to  
9 buy San Diego-based Qualcomm. It was fighting to win support from  
10 Qualcomm shareholders to gain control of its rival's board and move  
11 forward with its offer. *Before waiting for an actual deal, CFIUS*  
12 *opened an investigation* to review the risks to national security.

13 32. Following this development, the price of the Company's common stock  
14 declined an additional \$3.11 per share, or 4.95%, to close at \$59.70 per share on  
15 March 13, 2018.

16 33. On March 14, 2018, Broadcom announced that it had withdrawn and  
17 terminated its offer to acquire QUALCOMM.

18 **PLAINTIFF'S CLASS ACTION ALLEGATIONS**

19 34. Plaintiff brings this action as a class action pursuant to Rule 23 of the  
20 Federal Rules of Civil Procedure on behalf of all persons who purchased  
21 QUALCOMM securities during the Class Period (the "Class"). Excluded from the  
22 Class are defendants and their families, the directors and officers of QUALCOMM,  
23 members of their immediate families, and their legal representatives, heirs, successors  
24 or assigns, and any entity in which defendants have or had a controlling interest.

25 35. The members of the Class are so numerous that joinder of all members is  
26 impracticable. The disposition of their claims in a class action will provide substantial  
27 benefits to the parties and the Court. According to the Company's Form 10-Q filed  
28 with the SEC on January 31, 2018, QUALCOMM had over 1.4 billion shares of  
common stock outstanding as of January 29, 2018, owned by thousands of persons.

36. There is a well-defined community of interest in the questions of law and  
fact involved in this case. Questions of law and fact common to the members of the

1 Class that predominate over questions that may affect individual Class members  
2 include:

- 3 (a) Whether the Exchange Act was violated by defendants;
- 4 (b) Whether defendants omitted and/or misrepresented material facts;
- 5 (c) Whether defendants' statements omitted material facts necessary in  
6 order to make the statements made, in light of the circumstances under which they  
7 were made, not misleading;
- 8 (d) Whether defendants knew or recklessly disregarded that their  
9 statements were false and misleading;
- 10 (e) Whether the prices of QUALCOMM securities were artificially  
11 inflated; and
- 12 (f) The extent of damage sustained by Class members and the  
13 appropriate measure of damages.

14 37. Plaintiff's claims are typical of those of the Class because plaintiff and  
15 the Class sustained damages from defendants' wrongful conduct.

16 38. Plaintiff will adequately protect the interests of the Class and has retained  
17 counsel who are experienced in class action securities litigation. Plaintiff has no  
18 interests which conflict with those of the Class.

19 39. A class action is superior to other available methods for the fair and  
20 efficient adjudication of this controversy.

21 **LOSS CAUSATION/ECONOMIC LOSS**

22 40. Defendants' wrongful conduct, as alleged herein, directly and  
23 proximately caused the economic loss suffered by plaintiff and the Class. The price of  
24 QUALCOMM's securities declined significantly when the misrepresentations made to  
25 the market, and/or the information alleged herein to have been concealed from the  
26 market, and/or the effects thereof, were revealed, causing investors' losses. As a  
27 result of their purchases of QUALCOMM securities during the Class Period, plaintiff  
28

1 and other members of the Class suffered economic loss, *i.e.*, damages, under the  
2 federal securities laws.

3 **SCIENTER ALLEGATIONS**

4 41. During the Class Period, defendants had both the motive and opportunity  
5 to commit fraud. They also had actual knowledge of the misleading nature of the  
6 statements they made or acted in reckless disregard of the true information known to  
7 them at the time. In so doing, defendants participated in a scheme to defraud and  
8 committed acts, practices and participated in a course of business that operated as a  
9 fraud or deceit on purchasers of QUALCOMM securities during the Class Period.

10 **APPLICABILITY OF PRESUMPTION OF RELIANCE:  
11 FRAUD-ON-THE-MARKET DOCTRINE**

12 42. Plaintiff will rely upon the presumption of reliance established by the  
13 fraud-on-the-market doctrine in that, among other things:

14 (a) Defendants made public misrepresentations or failed to disclose  
15 material facts during the Class Period;

16 (b) The omissions and misrepresentations were material;

17 (c) The Company's securities traded in an efficient market;

18 (d) The misrepresentations alleged would tend to induce a reasonable  
19 investor to misjudge the value of the Company's securities; and

20 (e) Plaintiff and other members of the Class purchased QUALCOMM  
21 securities between the time defendants misrepresented or failed to disclose material  
22 facts and the time the true facts were disclosed, without knowledge of the  
23 misrepresented or omitted facts.

24 43. At all relevant times, the market for QUALCOMM securities was  
25 efficient for the following reasons, among others: (1) as a regulated issuer,  
26 QUALCOMM filed periodic public reports with the SEC; and (2) QUALCOMM  
27 regularly communicated with public investors via established market communication  
28 mechanisms, including through regular dissemination of press releases on major news

1 wire services and through other wide-ranging public disclosures, such as  
2 communications with the financial press, securities analysts and other similar  
3 reporting services.

4 **COUNT I**

5 **Violation of §10(b) of the Exchange Act and Rule 10b-5**  
6 **Promulgated Thereunder against All Defendants**

7 44. Plaintiff repeats and realleges each and every allegation contained above  
8 as if fully set forth herein.

9 45. During the Class Period, QUALCOMM and the Individual Defendants  
10 carried out a plan, scheme and course of conduct that was intended to and, throughout  
11 the Class Period, did: (1) deceive the investing public, including plaintiff and other  
12 Class members, as alleged herein; and (2) cause plaintiff and other members of the  
13 Class to purchase QUALCOMM securities at artificially inflated prices. In  
14 furtherance of this unlawful scheme, plan and course of conduct, these defendants,  
15 and each of them, took the actions set forth herein.

16 46. QUALCOMM and the Individual Defendants: (1) employed devices,  
17 schemes, and artifices to defraud; (2) made untrue statements of material fact and/or  
18 omitted to state material facts necessary to make the statements made not misleading;  
19 and (3) engaged in acts, practices and a course of business that operated as a fraud and  
20 deceit upon the purchasers of the Company's securities in an effort to maintain  
21 artificially high market prices for QUALCOMM securities in violation of §10(b) of  
22 the Exchange Act and Rule 10b-5. Defendants are sued either as primary participants  
23 in the wrongful and illegal conduct charged herein or as controlling persons.

24 **COUNT II**

25 **Violation of §20(a) of the Exchange Act**  
26 **Against the Individual Defendants**

27 47. Plaintiff repeats and realleges each and every allegation contained above  
28 as if fully set forth herein.



1           48. The Individual Defendants acted as controlling persons of QUALCOMM  
2 within the meaning of §20(a) of the Exchange Act as alleged herein. By virtue of  
3 their high-level positions, and their ownership and contractual rights, participation in  
4 and/or awareness of the Company's operations and/or intimate knowledge of the false  
5 financial statements filed by the Company with the SEC and disseminated to the  
6 investing public, the Individual Defendants had the power to influence and control and  
7 did influence and control, directly or indirectly, the decision-making of the Company,  
8 including the content and dissemination of the various statements which plaintiff  
9 contends are false and misleading. The Individual Defendants were provided with or  
10 had unlimited access to copies of the Company's reports, press releases, public filings  
11 and other statements alleged by plaintiff to be misleading prior to and/or shortly after  
12 these statements were issued and had the ability to prevent the issuance of the  
13 statements or cause the statements to be corrected.

14           49. In particular, each of the Individual Defendants had direct and  
15 supervisory involvement in the day-to-day operations of the Company and, therefore,  
16 is presumed to have had the power to control or influence the particular transactions  
17 giving rise to the securities violations as alleged herein, and exercised the same.

18           50. As set forth above, QUALCOMM and the Individual Defendants each  
19 violated §10(b) and Rule 10b-5 by their acts and omissions as alleged in this  
20 complaint. By virtue of their positions as controlling persons, the Individual  
21 Defendants are liable pursuant to §20(a) of the Exchange Act. As a direct and  
22 proximate result of the Individual Defendants' wrongful conduct, plaintiff and other  
23 members of the Class suffered damages in connection with their purchases of the  
24 Company's securities during the Class Period.

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**PRAYER FOR RELIEF**

WHEREFORE, plaintiff prays for relief and judgment, as follows:

A. Determining that this action is a proper class action, designating plaintiff as Lead Plaintiff and certifying plaintiff as a class representative under Rule 23 of the Federal Rules of Civil Procedure and plaintiff’s counsel as Lead Counsel;

B. Awarding compensatory damages and equitable relief in favor of plaintiff and the other Class members against all defendants, jointly and severally, for all damages sustained as a result of defendants’ wrongdoing, in an amount to be proven at trial, including interest thereon;

C. Awarding plaintiff and the Class their reasonable costs and expenses incurred in this action, including counsel fees and expert fees; and

D. Such other and further relief as the Court may deem just and proper.

**JURY DEMAND**

Plaintiff hereby demands a trial by jury.

DATED: June 8, 2018

ROBBINS GELLER RUDMAN  
& DOWD LLP  
SPENCER A. BURKHOLZ  
LUKE O. BROOKS

*s/ Spencer A. Burkholz*  
SPENCER A. BURKHOLZ

655 West Broadway, Suite 1900  
San Diego, CA 92101  
Telephone: 619/231-1058  
619/231-7423 (fax)

KESSLER TOPAZ MELTZER  
& CHECK, LLP  
NAUMON A. AMJED  
RYAN T. DEGNAN  
CHRISTOPHER A. REESE  
280 King of Prussia Road  
Radnor, PA 19087  
Telephone: 610/667-7706  
610/667-7056 (fax)

Attorneys for Plaintiff

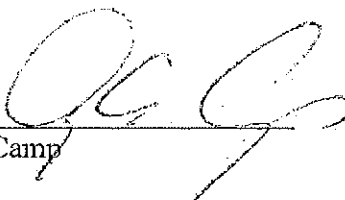
**CERTIFICATION**

I, Carey Camp ("Plaintiff"), declare that:

1. Plaintiff has reviewed the Complaint, and authorizes its filing.
2. Plaintiff did not purchase and/or acquire the security that is the subject of this action at the direction of Plaintiff's counsel or in order to participate in any private action under the federal securities laws.
3. Plaintiff is willing to serve as a representative party on behalf of the class, including providing testimony at deposition and trial, if necessary. Plaintiff understands that this is not a claim form, and that Plaintiff's ability to share in any recovery as a member of the class is not dependent upon execution of this Certification.
4. Plaintiff's Class Period purchase and sale transaction(s) in **QUALCOMM Incorporated** securities that are the subject of this action are attached in Schedule A. Plaintiff has complete authority to bring a suit to recover for investment losses for all securities set forth in Schedule A.
5. During the three years prior to the date of this Certification, Plaintiff has not sought to serve or served as a representative party for a class in an action filed under the federal securities laws.
6. Plaintiff will not accept any payment for serving as a representative party on behalf of the class beyond Plaintiff's pro rata share of any recovery, except such reasonable costs and expenses (including lost wages) directly relating to the representation of the class as ordered or approved by the Court.

Plaintiff declares under penalty of perjury that the foregoing is true and correct.

Executed this date: 4/5/2018

  
\_\_\_\_\_  
Carey Camp

**SCHEDULE A**

<u>Security</u>	<u>Buy/Sell</u>	<u>Date</u>	<u>Quantity</u>	<u>Price</u>
Com Stk	Buy	2/9/2018	800	\$64.19