DOUBLE BLIND SETTLEMENT TECHNIQUES: <u>PROPOSING A DOUBLE BLIND RANGE</u> BY JUDGE MORTON DENLOW (RET.)

## **BREACH OF CONTRACT**

PLAINTIFF'S INITIAL SETTLEMENT DEMAND IN MEDIATION STATEMENT IS \$7,500,000 AND DEFENDANT'S INITIAL OFFER IN ITS MEDIATION STATEMENT IS \$1,250,000

PARTY NEGOTIATING MOVES AT THE MEDIATION:

PLAINTIFF: \$7,250,000 DEFENDANT: \$1,375,000

PLAINTIFF: \$7,100,000 DEFENDANT: \$1,450,000

I SUGGEST PARTIES GIVE ME A CONFIDENTIAL DOUBLE-BLIND BRACKET WITH A \$400,000 SPREAD WITH MID-POINT BEING THEIR SETTLEMENT NUMBER. PARTIES AGREE.

PLAINTIFF: \$4,000,000 - \$4,400,000. DEFENDANT: \$2,600,000 - \$3,000,000

MIDPOINT \$4,200,000 MIDPOINT: \$2,800,000

I TELL THEM THEY HAVE MADE GOOD PROGRESS AND I HAVE HOPE THAT A SETTLEMENT CAN BE ACHIEVED

## **ALTERNATIVES:**

- 1. I SUGGEST A DOUBLE BLIND RANGE
- 2. DOUBLE BLIND EQUAL MOVES SUGGESTED BY ME
- 3. DOUBLE BLIND MEDIATOR'S PROPOSAL
- 4. MUTALLY DISCLOSE MID-POINTS

I CHOOSE # 1 AND SUGGEST A RANGE BETWEEN \$3,000,000 AND \$3,999,999

PLAINTIFF: YES. DEFENDANT: YES

I SUGGEST DOUBLE BLIND SPLIT THE DIFFERENCE AT \$3,500,000

PLAINTIFF: YES DEFENDANT: NO

I CONTINUE THE NEGOTIATIONS WITH PARTIES EXCHANGING NUMBERS

PLAINTIFF: \$3,900,000 DEFENDANT: \$3,100,000

PLAINTIFF: \$3,750,000 DEFENDANT: \$3,100,000

PLAINTIFF: \$\$3,350,000 **DEFENDANT: \$3,200,00** 

**LAST AND FINAL** 

**PLAINTIFF: \$3,200,000** 

**SETTLED FOR \$3,200,000**