UNITED STATES DISTRICT COURT EASTERN DISTRICT OF LOUISIANA

In re: VIOXX	* MDL Docket No. 1657 *
PRODUCTS LIABILITY LITIGATION	* SECTION L
	* JUDGE FALLON
This document relates to All Cases	* MAGISTRATE JUDGE KNOWLES
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THIS DOCUMENT RELATES TO ALL CASES

The monthly pretrial conference was held on this date in the Courtroom of Judge Eldon E. Fallon. The Court first met with members of the Plaintiffs' Steering Committee ("PSC") and the Defendants' Steering Committee ("DSC") to discuss agenda items for the pretrial conference. At the pretrial conference, counsel reported to the Court on the topics set forth in Joint Report No. 19 of Plaintiffs' and Defendant's Liaison Counsel. This conference was transcribed by Toni Tusa, Official Court Reporter. Counsel may contact Ms. Tusa at (504) 589-7778 to request a copy of the transcript. A summary of the monthly pretrial conference follows.

I. <u>LEXIS/NEXIS FILE & SERVE</u>

PLC and DLC continue to report to the Court on the status of docketing cases and uploading those cases to Lexis/Nexis File & Serve. Cases recently transferred to the Eastern

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District of Louisiana continue to experience a brief delay between the docketing of the Final Transfer Order on which the cases appear and the receipt of the records from the original transferor courts. Until such time as the record of a case is actually received by the Clerk of Court in the Eastern District of Louisiana, the Clerk's office cannot officially docket the case in the Eastern District of Louisiana and as a result there are delays in uploading to Lexis/Nexis File & Serve. Within several days of the actual docketing of a case in the Eastern District of Louisiana, the case is uploaded to Lexis/Nexis File & Serve and counsel are able to access the case. Defendant's Liaison Counsel has requested that counsel for Plaintiffs continue to notify Dorothy Wimberly at <u>dwimberly@stonepigman.com</u> if a case is not available on Lexis/Nexis File & Serve. Notice should include the case name and Eastern District of Louisiana case number. PLC and DLC continue to provide Lexis/Nexis with a current service list of counsel in the Vioxx MDL. Additionally, counsel are reminded that they should upload pleadings and other documents to their individual cases. Pleadings and documents should not be uploaded to the "Master Case" unless the pleadings and documents relate to all cases.

II. <u>STATE COURT TRIAL SETTINGS</u>

Previously, Defendants agreed to provide to the PLC a comprehensive list of all trial settings through 2007. The following is the updated current listing provided by Merck of state court cases set for trial through June 30, 2006. The *Arrigale* and *Appell* cases are set for trial in California Superior Court, Los Angeles County, beginning on October 31, 2006. The *Albright* case is set for trial in Alabama Circuit Court, Jefferson County, on November 27, 2006. The claims of a group of as yet undetermined plaintiffs will be tried in the New Jersey Superior Court, Atlantic County, beginning on January 16, 2007. The *Schwaller* case is set for trial in

Illinois Circuit Court, Madison County, on February 20, 2007. The *McCool* case is set for trial in the Philadelphia Court of Common Pleas ("PCCP") on February 26, 2007 and the claims of an as yet unidentified plaintiff is set to be tried in the PCCP on May 21, 2007 and an additional case is set for trial sometime thereafter. The *Gladding* case is set for trial in Nevada District Court, Washoe County, on June 11, 2007. Finally, for the first half of 2007, the *Slatton* case is set for trial in Alabama Circuit Court, Jefferson County, on June 18, 2007.

III. <u>SELECTION OF CASES FOR EARLY FEDERAL COURT TRIAL</u>

The parties are discussing convenient dates for a hearing on the Motion for New Trial in the *Irvin/Plunkett* case and will thereupon check with the Court to arrange a hearing date.

On August 30, 2006, the Court ordered a new trial on the issue of damages only, in the *Barnett* case. Merck's renewed motion for judgment as a matter of law and its alternative motion for new trial on all issues have been continued without date. Plaintiffs have requested and Defendants have consented until November 1, 2006 for responsive pleadings to be filed by Plaintiffs. On October 30, 2006, the PSC filed a Motion for Order Allowing the Plaintiffs' Steering Committee to File an Amicus Brief in Connection with the Motion for New Trial in the Barnett case. Merck filed a response on October 31, 2006. The Court heard argument on this issue today in chambers prior to the monthly conference, and will be granting the PSC's motion. The parties are discussing convenient dates for a hearing on these motions and will thereupon check with the Court to arrange a hearing date.

The *Mason* trial commenced on October 30, 2006, and the *Dedrick* case is set for trial on November 27, 2006.

IV. <u>CLASS ACTIONS</u>

The Court has under advisement the PSC's Motion to Certify a Personal Injury Class and Defendants' Rule 12 Motions to Dismiss the Master Complaints for Medical Monitoring and Purchase Claims.

V. <u>DISCOVERY DIRECTED TO MERCK</u>

Merck advises that it will continue to make productions of documents, as identified by members of the PSC as priorities, on a rolling basis.

Following the May 25, 2006 ruling of the United States Court of Appeals for the Fifth Circuit regarding Merck's assertion of privilege to certain documents in connection with Merck's Privilege Log, on June 5, 2006 DLC delivered to the Court documents for which it has asserted privilege for review by the Court and additional information. The parties met with the Court on several occasions to discuss further actions to be taken as a result of the ruling from the Fifth Circuit.

On September 21, 2006, the PSC served its Third Set of Interrogatories and Requests for Production of Documents Directed to Defendant, Merck & Co., Inc. On October 12, 2006, Merck provided a Second Supplemental Response to the PSC's First Set of Interrogatories and an Amended and Supplemental Response and Objections to the PSC's First Request for Production of Documents. The PSC has advised Merck that it is reviewing the responses.

VI. DISCOVERY DIRECTED TO THE FDA

The FDA production of documents responsive to the PSC subpoena continues to occur in waves.

VII. DISCOVERY DIRECTED TO THIRD PARTIES

PLC has advised the Court and DLC that the PSC continues to issue third-party notices of depositions for the production of documents.

With respect to the letter from the PSC dated March 16, 2006 requesting intervention by the Court on whether Merck should have the right to review documents produced by Ogilvy and DDB in response to discovery requests by the PSC, the Court has advised it will review the documents and make a determination as to whether the documents are privileged and whether Merck waived its privilege by providing the documents to Ogilvy and DDB.

In accordance with the PLC's request, Merck advised at the September 28, 2006 status conference that it had begun production of third-party documents received by Merck and that it anticipated completing its production of such documents on a rolling basis so that all of the documents will be provided in advance of the next trial in the MDL. The PLC has requested acknowledgment as to the status of the rolling production or a certification from Merck that the rolling production is completed. Merck's counsel advised that it completed the re-production of documents in its possession previously produced by third parties, as promised, ten days prior to commencement of the *Smith* trial.

VIII. DEPOSITION SCHEDULING

The parties continue to notice and cross-notice depositions in the MDL. If and when any other issues arise regarding the scheduling of depositions, the Court will be advised and motions will be requested on an expedited basis.

On October 26, 2006, Merck filed a Motion for a Protective Order Regarding the Trial Preservation Deposition of John W. Farquhar (Rec. Doc. 8250). The PSC filed a response to the Motion and the Court heard argument on the issue in chambers today prior to the monthly status conference. Accordingly, IT IS ORDERED that Merck's motion is GRANTED and that Dr. Farquhar's deposition shall be held on November 21 and 22 in San Francisco, California, so that Mr. Philip Beck, Merck's lead trial counsel, will be able to attend. The parties are instructed to contact the Court should issues of timing arise during the deposition.

IX. PLAINTIFF PROFILE FORM AND MERCK PROFILE FORM

On August 11, August 23, and September 7, 2006, Merck filed Rules to Show Cause Why Cases Should Not Be Dismissed With Prejudice for Failure to Provide Any Response to the Plaintiff Profile Form as Required by Pre-Trial Order 18C. The Rules came for hearing on October 26, 2006 and eight cases were dismissed with prejudice and others were amicably resolved.

On August 24, 2006, the PSC filed a Motion to Compel the Production of Merck Profile Forms ("MPFs"), Supplemental MPFs and for an Order Compelling Merck to Cease and Desist Delaying the Production of MPFs Based on Unwarranted Grounds. On September 12, 2006, Merck filed its opposition to the PSC's motion to compel production of MPFs. The matter was addressed by the Court at the September 28, 2006 status conference and again at a conference that occurred on October 11, 2006. At the Court's instruction, the parties have had further discussions regarding the Motion but have been unable to resolve the Motion. Accordingly, both parties recently submitted proposed orders for the Court's consideration.

X. <u>STATE/FEDERAL COORDINATION — STATE LIAISON COMMITTEE</u>

Representatives of the PSC and the State Liaison Committee have had several communications. The parties reported that matters have been progressing smoothly.

XI. <u>PRO SE CLAIMANTS</u>

From time to time, as the Court issues additional Orders directing PLC to take appropriate action regarding filings made by various *pro se* individuals, PLC will continue to communicate with the various *pro se* claimants and advise them of attorneys in their respective states and other pertinent information regarding the MDL. DLC will continue to discuss with PLC Merck's obligation to respond to complaints filed by *pro se* individuals in those instances where the complaints have not been served.

XII. <u>GENERIC TRIAL PERFORMANCE AND RULE 702 AND MOTIONS IN LIMINE</u> <u>ISSUES</u>

On June 28, 2006 and July 6 and 7, 2006, the Court heard argument on the PSC's Generic Motion *in Limine*. During the course of pre-trial motion conferences in the *Barnett* case and in future case specific matters, the PSC requested that certain matters be addressed that will be "common" to all cases tried in the MDL.

XIII. <u>IMS DATA</u>

Merck advises that IMS data for plaintiffs' prescribing physicians in the *Mason* and *Dedrick* cases has been produced to the PSC and plaintiffs' trial counsel. Additional communications have taken place with IMS and the parties continue to discuss further production of IMS Data.

XIV. MERCK'S MOTION FOR SUMMARY JUDGMENT

On July 5, 2006, Merck filed a Motion for Summary Judgment in the *Lene Arnold* and *Alicia Gomez* cases asserting that plaintiffs' claims are preempted by federal law. Plaintiff's opposition brief was filed on September 15, 2006. Merck's reply was filed on October 6, 2006. The plaintiffs have filed several notices of supplemental authority, to which Merck is preparing responses. The Court has scheduled a hearing for November 17, 2006 at 9:00 a.m.

XV. TOLLING AGREEMENTS

On October 27, 2006, PLC communicated with DLC regarding Claimant Profile Forms submitted with Tolling Agreements and requested that a stipulation be worked out regarding Tolling Agreement claimants that have completed Claimant Profile Forms in filed cases so that refiling a Plaintiff Profile Form can be accomplished by a mere addendum. DLC is considering the request and will be responding to PLC.

XVI. MOTION FOR CLARIFICATION OF PRE-TRIAL ORDER NO. 9

On September 28, 2006, the Court issued Pre-Trial Order No. 9 (Amended), which addresses issues relating to the cross-noticing of depositions and the obligation of plaintiff's counsel to contribute to the common benefit fund established to compensate the PSC pursuant to Pre-Trial Order No. 19.

On October 24, 2006, plaintiff's counsel in the Texas State Vioxx Litigation issued Cross-Notice of Depositions for the MDL depositions of Dr. Richard Kronmal, Dr. John Gueriguian and Dr. John Farquhar. On October 30, 2006, the PSC filed a Motion to Quash the Cross-Notices issued in the Texas State Vioxx Litigation, in light of Pre-Trial Order No. 9 (Amended). The PSC informed the Court that it has contacted counsel identified for plaintiffs in the Texas State Vioxx Litigation and that this issue is being resolved.

XVII. <u>VIOXX SUIT STATISTICS</u>

Merck advises that as of October 9, 2006, Merck has been served or was aware that it had been named as a defendant in approximately 23,800 lawsuits filed on or before September 30, 2006, which include approximately 41,750 plaintiff groups alleging personal injuries resulting from the use of Vioxx, and in approximately 275 putative class actions alleging personal injuries and/or economic loss. Of these lawsuits, approximately 7,450 lawsuits representing approximately 21,950 plaintiff groups are or are slated to be in the federal MDL and approximately 16,350 lawsuits representing approximately 19,800 plaintiff groups have been filed in state courts. Merck advises that it defines a "plaintiff group" as one user of the product and any derivative claims emanating from that user (such as an executor, spouse, or other party). Further, Merck advises that there are more Plaintiffs identified than lawsuits because many lawsuits include multiple Plaintiffs in the caption. In addition, as of October 9, 2006, approximately 15,000 claimants had entered into tolling agreements with the Company on or before September 30, 2006.

XIII. MERCK INSURANCE

By letter dated September 20, 2006, PLC requested an update from Merck on insurance coverage and a report on any arbitration/dispute resolution matters that may be relevant to Vioxx litigation. Merck responded by providing a Second Supplemental Response to the PSC's First Set of Interrogatories and an Amended and Supplemental Response and Objections to the PSC's First Request for Production of Documents. The PSC has advised that it does not deem the supplemental responses sufficient and that it will be addressing this issue further. The PSC has issued a Notice of FRE 30(B)(6) Corporate Deposition to Merck & Co., Inc. regarding various insurance related issues.

XIX. <u>FURTHER PROCEEDINGS</u>

Representatives of the PSC and Defendants have met and conferred regarding further proceedings in this MDL. The Court is also considering further proceedings in 2007 and will try to coordinate with the state court litigation to avoid logistical problems.

XX. MANDATORY ELECTRONIC FILING

The United States District Court for the Eastern District of Louisiana has directed that, effective January 1, 2007, it is mandatory that all documents, subsequent to those initiating a new case, be filed electronically in accordance with the Administrative Procedures for Electronic Case Filing adopted pursuant to Local Rule 5.7E. All new complaints, notices of removal and criminal indictments, as well as sealed documents, shall continue to be filed on paper in the Clerk's office. For more information, please visit the Court's website at http://www.laed.uscourts.gov/.

On June 6, 2006, an Order was issued setting forth directives that attorneys are to observe in the Vioxx Litigation when utilizing the ECF System. Counsel are encouraged to comply and utilize the ECF system for Vioxx filings.

To comply with ECF certification provisions and the requirements of Pre-Trial Order No. 8A, it is recommended that all counsel using the ECF system use the following certificate of service on all e-filings:

CERTIFICATE OF SERVICE

I hereby certify that the above and foregoing [**DOCUMENT**] has been served on Liaison Counsel, Russ Herman and Phillip Wittmann, by U.S. Mail and e-mail or by hand delivery and e-mail and upon all parties by electronically uploading the same to LexisNexis File & Serve Advanced in accordance with PreTrial Order No. __, and that the foregoing was electronically filed with the Clerk of Court of the United States District Court for the Eastern District of Louisiana by using the CM/ECF system which will send a Notice of Electronic Filing in accord with the procedures established in MDL 1657 on this ____ day of _____, 200[6].

> <u>/s/ Attorney's Name</u> Attorney's Name Attorney's Bar Roll Number Attorney for (Plaintiff/Defendant) Law Firm Name Law Firm Address Telephone Number Fax Number Attorney's E-Mail Address

All counsel who have not already registered for electronic filing, are advised to contact the Clerk and/or attend one of the training classes prior to January 1 so that counsel can be issued a user id and password for e-filing with the Eastern District of Louisiana. The registration forms and class schedules are available at <u>http://www.laed.uscourts.gov/cgi-</u> bin/registrar/registrar.pl.

Counsel should also be aware that due to the extraordinarily high volume of new civil cases being filed in the United States District Court for the Eastern District of Louisiana, on October 24, 2006, the Court issued an order automatically extending the time to file responsive pleadings in cases filed on or after October 1, 2006 for a period of 20 days from the date of electronic entry of the original complaint or removal documents, or from the time the responsive pleadings would otherwise be due, whichever is later.

XXI. MERCK'S STATUTE OF LIMITATIONS MOTION

On September 22, 2006, Merck filed a motion for summary judgment in the *Boyd Edmonds*, *Donald Stinson*, and *Timothy Watson* cases arguing that plaintiffs' claims are timebarred. The Motion was amended on October 10, 2006. No responsive pleadings have been filed yet. Merck advises that it is preparing additional motions for summary judgment involving the prescription laws of other states, which it plans to file shortly. The parties will be discussing a schedule for completing briefing on these motions.

XXII. MERCK'S SECOND REQUEST FOR WRIT OF MANDAMUS

On October 20, 2006, Merck filed, together with David Anstice, a Petition for Writ of Mandamus and Motion for Expedited Consideration with the United States Court of Appeals for the Fifth Circuit seeking review of the Court's October 16, 2006 Order denying the Motion of Mr. Anstice and Merck to quash a trial subpoena in the *Dedrick* trial. The Plaintiffs' response is due on November 3, 2006.

XXIII. <u>HARRISON V. MERCK</u>

Pro se Claimant in the *Harrison v. Merck* case (1:06cv932) has requested an opportunity to address the Court regarding discovery needs, class issues, and statute of limitation issues in the alleged bone/spine repair case(s). Mr. Harrison intended to participate by telephone in today's status conference, however, due to scheduling conflicts the conference was held in a courtroom without telephone access. Therefore, Mr. Harrison plans to address these issues in person at the next monthly pretrial conference.

XXIV. <u>NEXT STATUS CONFERENCE</u>

The next monthly pretrial conference will be held on December 14, 2006 at 9:00 a.m. Counsel unable to attend in person may participate by telephone at 1-866-213-7163. The access code will be 1480379 and the Chairperson will be Judge Fallon.