1 ROUGH DRAFT 2 UNITED STATES DISTRICT COURT 3 EASTERN DISTRICT OF LOUISIANA 4 IN RE: PROPULSID PRODUCT MDL 1355 LIABILITY LITIGATION 5 Section "L" New Orleans, Louisiana 6 Tuesday, October 15, 2002 8:30 a.m. 7 TRANSCRIPT OF STATUS CONFERENCE HEARD BEFORE THE HONORABLE ELDON E. FALLON 8 UNITED STATES DISTRICT JUDGE 9 10 APPEARANCES: LIAISON COUNSEL FOR 11 PLAINTIFF: HERMAN, MATHIS, CASEY & KITCHENS BY: RUSS M. HERMAN, ESQUIRE LEONARD A. DAVIS, ESQUIRE 12 820 O'Keefe Avenue 13 New Orleans, LA 70113 14 NEBLETT, BEARD & ARSENAULT BY: RICHARD J. ARSENAULT, ESQ. 15 2220 Bonaventure Court Newport Beach, CA 92660 16 17 MURRAY LAW FIRM BY: STEPHEN MURRAY, ESQ. 18 JULIE JACOBS, ESQ. 909 Poydras Street, Suite 2550 19 New Orleans, LA 70112 20 ZIMMERMAN, REED, P.L.L.P. 21 BY: JIM WATTS, ESQ. 901 North Third Street, Suite 100 22 Minneapolis, MN 55401 23 BECNEL, LANDRY & BECNEL 24 BY: DANIEL BECNEL, ESQ. 106 West Seventh Street 25 Reserve, LA 70084-0508

1	ROUGH DRAFT
2	
3	APPEARANCES CONTINUED:
4	
5	BARRIOS, KINGSDORF & CASTEIX
6	BY: DAWN BARRIOS, ESQ. 701 Poydras Street, Suite 3650
7	New Orleans, LA 70119
8	SEEGER, WEISS, L.L.P. BY: CHRISTOPHER SEEGER, ESQ.
9	DAVE BUCHANAN, ESQ.
10	One William Street New York, NY 10004
11	
12	ROY F. AMADEE, JR. 425 W. Airline Highway
13	LaPlace, LA 70068
14	LEVIN, FISHBEIN, DEDRAN & BERMAN
15	BY: ARNOLD LEVIN, ESQ. 510 Walnut Street, Suite 500
16	Philadelphia, PA 19106-3697
17	CUNARD REIS LAW FIRM
18	BY: REBECCA CUNARD, ESQ. 9214 Interline Avenue
19	Baton Rouge, LA 70809
20	LEVIN, MIDDLEBROOKS, THOMAS, MITCHELL, GREEN ECHSNER, PROCTOR &
21	PAPANTONIO  BY: MARK WHITEHEAD, ESQ.
22	316 S. Baylen Street, Suite 600 Pensacola, FL 32501
23	
24	FOR DEFENDANTS: IRWIN, FRITCHIE, URQUHART &
25	MOORE, L.L.C.  BY: JAMES B. IRWIN, ESQUIRE

1 ROUGH DRAFT 2 MONIQUE GARSAUD, ESQUIRE 400 Poydras Street, Suite 2700 New Orleans, LA 70130 3 4 APPEARANCES CONTINUED: 5 DRINKER, BIDDLE & SHANLEY THOMAS F. CAMPION, ESQ. 6 500 Campus Drive 7 Florham Park, NJ 07932-1047 8 9 DRINKER, BIDDLE & REATH, L.L.P. BY: KEN CONOUR, ESQ. 10 225 Bush Street, 15th Floor San Francisco, CA 94104-4207 11 12 OFFICIAL COURT REPORTER: Karen A. Ibos, CCR, RPR 13 501 Magazine Street, Room 406 New Orleans, Louisiana 70130 14 (504) 589-7776 15 16 Proceedings recorded by mechanical stenography, transcript 17 produced by computer. 18 19 20 21 22 23 24 25

 $\underline{P} \quad \underline{R} \quad \underline{O} \quad \underline{C} \quad \underline{E} \quad \underline{E} \quad \underline{D} \quad \underline{I} \quad \underline{N} \quad \underline{G} \quad \underline{S}$ 

(STATUS CONFERENCE)

(TUESDAY, OCTOBER 15, 2002)

THE COURT: Be seated please. Call the case.

THE DEPUTY CLERK: In re: 1355, Propulsid Products Liability Litigation.

THE COURT: Counsel make their appearance for the record.

MR. HERMAN: Good morning, Judge Fallon, folks, Russ
Herman for the Plaintiffs Legal Committee.

MR. IRWIN: And Jim Irwin for defendants.

THE COURT: We're here today in connection with our monthly status meeting in this matter. In addition to counsel we have with us today the mediator Mr. Pat Juneau, who has been working hard in this case, and the court appreciates it and I know the litigants appreciate it.

Let's take the items up as I've been given them. Update of Rolling Document Production and Electronic Document Production.

MR. HERMAN: Approximately 50,000 documents of electronic discovery have been produced, as ongoing production

of another 70,000 documents. There have been some problems mechanically and electronically with that production. We anticipate meeting with Mr. Conour as soon as this conference, this status conference is over. And Mr. Conour, I think, can give us an update, just a very brief update on that right now, if you'd like.

THE COURT: Mr. Conour, I appreciate your being with us today. You have been referred to over time as the guru in this area so we look to you to resolve this matter. Do you have any comments?

MR. CONOUR: Your Honor, I've been working hard on this. I appreciate the recognition. I think though that plaintiffs should also share in the credit, they have some very fine people on their side that can help us get through these problems.

The respecting production should be completed next month. The only thing that's left then is to go through the errors or concerns that plaintiffs have. We have suggested meetings with the original vendor from which the majority of these problems stem. They're out on the west coast, which is convenient for me, perhaps not too convenient for them, but we would like to set up meetings in the next few weeks to solve the remaining problem.

There are some difficult tasks ahead of us, but we

think we have some approaches to have them soon resolved.

THE COURT: I appreciate your effort and I know that these matters sometimes get technically baffling, but with people like yourself who are very talented in this area and have a positive spirit resolving problems rather than finding problems, I know that can be done.

MR. CONOUR: Thank you.

MR. HERMAN: From our standpoint, I want to indicate for the record that it's good to see Mr. Conour, we appreciate what he has done and what he does do, and he is a top-notch professional. So it's good to see you.

THE COURT: Does Mr. Becnel have anything on this issue? He raised his hand.

MR. HERMAN: Excuse me just one second, your Honor.

Unfortunately I wasn't in the courtroom. I want to make sure everyone signed the sign up list this morning. Everybody here signed up?

MR. BECNEL: Your Honor, an issue developed, I believe we attempted to call you, but because of the hurricanes.

THE COURT: Right.

MR. BECNEL: But an issue had developed on this dealing with electronic calendars. I asked the defendants to produce them, I asked the defendant if anybody had gotten them and they said, no, they had erased them. I don't know where they lie in

their hard drive or what happened to them, but this is critical evidence for my cases on the 6th and 13th. This deals with meetings that occurred by their supposed experts dealing with the issues that I took the three depositions on.

And I don't know how we're going to address them, but I don't want to come crying to this court because they have not produced their calendars, either hard calendars nor electronic calendars.

In addition, what they haven't done is most of them have never seen the request for production of documents to know what in the world they were complying with. Some of them have testified that they didn't even know what the records retention policy was in a drug case where they were directing most of the information from Belgium. Now, I want to be ready to try this case, but I expect truth and answers dealing with the issues that we're trying to deal with.

THE COURT: Let me hear from counsel, either plaintiffs or defendants.

MR. CAMPION: I'll speak to that. It's not on the agenda, it's the first I'm hearing of it. I suspect Mr. Becnel reduced this to writing. If it has something to do with the deposition s in Belgium, bring it to my attention, I'll see if we can't resolve it. If we can't, I'll bring it to you.

THE COURT: In the past what we've tried to do when

there are issues that crop up like this, is for counsel to first talk about it among themselves. If the issue can't be resolved at that level, then they bring it to me and I resolve it. It's been my experience that for the most part if you resolve it among yourselves, the solution is better for each of you than if I have to resolve it.

So Mr. Becnel, get with Mr. Campion, see if it can be worked out. If not bring it to me and I'll resolve it.

MR. BECNEL: I tried to work this out with three different lawyers that they brought. They were supposed to get this information to me, at least that's the commitment they gave me.

Well, here we are today, I don't have it, we've been back from Belgium for over ten days, and I have no resolution and I just don't want to let it fester. You know, I have a trial date with six or seven depositions going on every other week.

THE COURT: I understand. Get with Mr. Campion today and let me know by the end of the day whether it can be resolved. If not, I'll resolve it.

MR. BECNEL: Thank you.

THE COURT: Anything further on the first item?

MR. HERMAN: No, your Honor.

THE COURT: Second, State Liaison Counsel.

MR. HERMAN: Mr. Arsenault attended our regular meeting last night. He may have something to report. And we had one indication from Mr. Saul Weiss of Pennsylvania and New Jersey that they were considering withdrawing from the state-federal cooperation that's in effect and has been in effect for awhile.

We've heard nothing further about that and I've received nothing in writing.

MR. ARSENAULT: Good morning, your Honor. We have not heard anything from Mr. Weiss to that effect, but we'll call him and see what the situation is.

THE COURT: This is New Jersey? Well, bring it to me so that I can deal with that situation, because I'm disappointed if people seek to withdraw. I thought we were moving in the right direction, and I know that Judge Corodemus and I were happy that the matter was working out. If it's not working out, let me know so I can discuss it with the New Jersey judge and any other judge. I have been trying to keep in touch with the state judges to coordinate the matter. But if something does crop up, let me know.

MR. HERMAN: Rather than avoid conflict with the MDL and this court, I think it will be good if Mr. Arsenault, if Richard, you would contact him directly and perhaps get a better picture of what their concerns are and what problems they're having.

THE COURT: Yes. State Liaison Counsel have been doing a good job in keeping the court advised, and I've been very conscience of your problems and trying to help you solve your problems. So I do appreciate the work that you've done and just keep at it because if we keep the communication between states, I know a lot of our problems will be solved.

MR. ARSENAULT: And since our last status conference we have been continuing to work on a newsletter to disseminate to all of the state lawyers, and we did attend on September 17th the mediation and that was helpful as well.

THE COURT: Good, fine.

MR. HERMAN: Mr. Hill, who is a member of that committee, I'll contact immediately following this hearing with regard to his two cases, which are state cases.

THE COURT: Okay. Thank you. Anything further on the state?

 $\label{eq:thermal-profile} \mbox{The third is Plaintiff Profile Form and} \\ \mbox{Authorization.}$ 

MR. IRWIN: Your Honor, the report articulates the status of the PPFs that have been collected, now that are overdue and becoming overdue. We have also following up on the hearing last month furnished to your Honor a 54(b) motion, which I believe was signed by the Court. We have not yet filed the motion where we ask for modest reimbursement of expenses

for getting compliance with PTO No. 9, and we will do that shortly, it's in preparation.

THE COURT: All right. Subpoena to the FDA.

MR. HERMAN: Your Honor, the Plaintiffs Legal Committee believes that the FDA subpoenas have been satisfied. There was some redaction issues which will become the subject of a future motion, not only with respect to some FDA documents but also some other documents. Of course we'll meet with defendants and attempt to resolve beforehand, and if not, rather than burden the court with four or five different motions, we are preparing a master motion dealing with redactions.

THE COURT: I should say that I appreciate the help of the FDA, we got off to a slow start, but they have come aboard and the court does appreciate their cooperation.

Five is Service List of Attorneys.

MR. IRWIN: Your Honor, we have the current list, I'll give a copy to Mr. Davis and to Ms. Lambert and to Mr. Arsenault, your Honor, a current list.

THE COURT: The sixth item is Ongoing Studies/Subpoena to BevGlen.

MR. HERMAN: Your Honor, there are no issues we know about.

We do with respect to the service of attorneys, we've had a number of VeriLaw, I'm sorry, a number of e-mails

returned to us because either the attorneys who originally listed the e-mails under the order of this court have either changed e-mail addresses or gone to another service, and we would like -- we have prepared a general letter to go to every attorney on the service list asking them to update their e-mail addresses for VeriLaw and for contact with counsel and the court.

THE COURT: Okay. Send a copy of that to me, because I'll put it on our web site, and I'll highlight it with our recent developments as an alert to counsel.

MR. HERMAN: Yes, your Honor.

MS. BARRIOS: Excuse me. I would appreciate it if you would put it to the state court attorneys, too, because I have that trouble when I send out the newsletter. So it is not only the federal court attorneys but the state as well.

THE COURT: I'll do that on the web site for the state as well.

MR. IRWIN: Your Honor, Mr. Davis has informed me that they will send to us all of the new current e-mail information that they get so we can update the list. We don't get, of course, very many e-mail contacts with plaintiff counsel, so we don't really know as well as they do that some of the e-mail addresses become outdated.

THE COURT: Seven, Third Party Subpoena Duces Tecum.

MR. HERMAN: Your Honor, the issues remaining to the third party subpoenas have to do with certification by Covance, which we're awaiting, and SmithKline Beecham, which we're awaiting. The Defense Liaison has obtained certifications from Dr. Herron and Parker, so that essentially the documents have been produced, it's a certification that the documents are complete and that they conform to what the subpoena requested, which are outstanding. This has been an ongoing issue really since late August, beginning of September. We do expect that the defense will successfully obtain the certifications.

THE COURT: Two suggestions on that. One is just do a 30(b)(6) deposition to Covance, or whoever it is, calling upon them to designate somebody who is able to certify those documents; or in lieu thereof, send an affidavit to do so. But we've got to move them on that.

The other suggestion is that if you give me the name of somebody from Covance or whatever, I'll subpoena them into court or order them to come into court to do it. They can do it by certification, do it by 30(b)(6) or come to court and do it verbally. But we've got to get that moving.

MR. IRWIN: Your Honor, I think I can round out a little bit of the story on some of these certification questions. With respect to Covance, it is my impression that the responsive material has been produced and the most recent

communication in September from Mr. Herman's office asked whether two specific entities of Covance, whether the responsive documents were limited to those two specific entities.

And there are a number of entities that Covance operates, and the court may recall that there was a question about if we had gotten all of the documents from all of the correct Covance locations, I think that slowed things down a little bit this summer. We were able to track that down, I believe we did. And now the final question is are we satisfied that those two locations are the correct and complete locations.

Mr. Conour has been in touch with the people at Covance and I expect we're going to be able to say that shortly. That's the Covance story.

Dr. Herron's documents have been delivered, an attorney in Arkansas, Mr. Parker, worked with Dr. Herron, he sent those documents to my office, my office prepared them and sent them to Mr. Herman's office. And we are working with Mr. Parker, the attorney for Dr. Herron, to get the certification. We expect that that should be done short order. We don't expect any problem s on that.

THE COURT: What are we talking about in short order, a week, ten days?

# 1 ROUGH DRAFT 2 MR. IRWIN: A week, yes, sir. THE COURT: Let's do it within ten days then. Mr. 3 Herman, if you don't receive it within ten days, bring it to my 4 attention, please. 5 6 MR. HERMAN: Yes, your Honor. MR. IRWIN: Finally, with respect to Quest we might 7 have a miscommunication or misunderstanding, because it was my 8 impression that Mr. Herman's office was getting the 9 certification from Quest, they were working directly with 10 Quest. So we probably need to talk about that. 11 THE COURT: Okay. What's the situation? 12 MR. HERMAN: We'll meet on that. 13 THE COURT: Mr. Conour, you were mentioned again. 14 are you talking to at Covance? 15 MR. CONOUR: Your Honor, there is a gentleman by the 16 17 name of Mark Genski (PHONETIC) who has been very helpful, and I think we can have this resolved by the end of the week, if not 18 19 by the end of the next week. 20 THE COURT: Tell Mr. Genski I would look to him to do 21 it within ten days; if not, I would like him to tell the court, 22 to come talk to this court about it. MR. CONOUR: I'm sure this will be the last of that 23 issue. 24 THE COURT: Anything further on seven? 25

MR. HERMAN: No, your Honor.

THE COURT: Eight, Motion for Class Certification.

MR. HERMAN: No, your Honor.

THE COURT: Nine, Plaintiffs' and Defendants'
Respective Requests for Production of Documents.

MR. HERMAN: We've got, we received responses from the defendants on our request No. 5 and we're reviewing those responses. We anticipate that there will be a conference, a discovery conference among counsel with regard to those responses.

I might add, and I apologize for not bringing this to the court or defense counsel's attention, I'll put it on the agenda for next time. Certain questions have been raised about upcoming trials in terms of documents produced as to whether they're going to have numerous requests for admissions regarding whether these records are business records within the hearsay exception.

And I know that there is a prior order that relates to this, but I think at our next meeting this is an issue that will deserve some discussion between counsel and with the court.

THE COURT: Okay. All right.

MR. HERMAN: We just served in the last week some "Merits" Request for Production of Documents and

Interrogatories. And, of course, those responses are not due yet. The Norcisapride issue has been an issue in terms of whether it is, it meets discovery criteria in this case. Both sides agreed to go forward with other discovery and to delay a Norcisapride hearing specifically before this court until that discovery, the other discovery is complete. But that issue is still out there.

MR. IRWIN: Your Honor, I think we're square on that, on Item 9.

THE COURT: Let me hear from the defendants on Item 9.

THE COURT: Shell/Morganroth Study, 10.

MR. HERMAN: Basically Mr. Irwin has requested additional information from a Dr. Shell. We referred Mr. Irwin to Mr. Peter Butler who represents Dr. Shell. I'm not sure where that is, but I am advised that Dr. Shell's deposition has been set in the cases that Mr. Becnel is preparing for trial. And I believe that those depositions are set sometime before the end of November. I may be in error as to that, and I'm certain that Jim Irwin can speak better to this issue than I can right now.

MR. IRWIN: Your Honor, the depositions of Dr. Shell are scheduled in Los Angeles on November 4, 5 and 6 in the three cases. The certification question has to do with the recent information that we received from Mr. Herman's office,

### ROUGH DRAFT

we prepared a certification document, we sent it to Mr. Davis, and he forwarded it to Mr. Butler for Mr. Butler's review and Mr. Butler and I need to speak about that.

From my perspective, I think that we're close to having this certification issue resolved.

THE COURT: Okay. What's the time frame on that in your opinion?

MR. IRWIN: I would think within ten days, your Honor.

I don't have absolute control over it obviously, but from where

I sit right now I don't see any surmountable issues.

THE COURT: Who does have control over it?

MR. IRWIN: I think it's going to have to be a question of Mr. Butler talking to Dr. Shell and Dr. Shell being eventually comfortable with the language. The language that we have in the certification is that same language we have in all of the certifications. I haven't yet spoken with Mr. Butler.

THE COURT: When you do that just tell them that I'm interested in trying to get this worked out, if not get me involved in it.

MR. IRWIN: Yes, sir.

THE COURT: 30(b)(6) depositions.

MR. HERMAN: From the MDL's point of view, we will facilitate trying to work this certification out.

### ROUGH DRAFT

On 30(b)(6), basically it related to the 800 or so studies, and when I met with Mr. Campion, and I believe we met twice, once in New York and once here on this issue, it was pointed out that it would take numerous 30(b)(6) representatives to deal with this, could we agree on a database which would satisfy for the most part a 30(b)(6).

We have agreed on a format for that database, the defendants have retained an outside consultant or contractor to take the information, put it in a database and provide it to us. And that's the status of the 30(b)(6) regarding the studies. Mr. Campion may have something to add.

MR. CAMPION: I can supplement it. The RFP process brought us the Weinberg Group of Washington, D.C. I think they are known to people, they are a very responsible organization. They have promised us, subject to all of the what ifs and what ifs that consultants do, a product within ten weeks of the submission of the refined CDs. We have hundreds of CDs, we're trying to get them to a dozen or so that would contain the material that they need. So we hope to have something to report positively next time.

THE COURT: Okay. Thank you. Trust Account.

MR. HERMAN: We provided defense counsel and the Court with an opinion which we have received from our accountants, outside accountants, and we hope to have the trust account

### ROUGH DRAFT

issue worked out sometime within the next two weeks. And basically I believe the court's been advised of it and defense counsel has been advised of it.

THE COURT: Motion to Dismiss filed by Forshag's Pharmacy.

MR. HERMAN: I understand there is an attorney here for Forshag's that I was introduced to earlier today.

THE COURT: Yes, would you come forward, please. Make your appearance for the record, please.

MS. KNOVER: Good morning, sir, Elizabeth Knover, I am here on behalf of Forshag's Pharmacy. I apologize but we were unaware that the motion was on the docket for today. I thought that it was being taken under advisement. Am I incorrect?

THE COURT: What is the situation?

MR. IRWIN: If I may assist, I believe this particular potion was ruled on by your Honor, and we included it on the joint report this month merely as a housekeeping reminder that it should probably be removed from the agenda.

THE COURT: I thought I took care of that two or three weeks ago. I thought I did rule on that.

MS. KNOVER: Yes, sir, you did. Thank you.

THE COURT: Okay. Thank you.

15, Declassified Documents. I have met with counsel in conference. This is a motion to restructure,

2

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

reconsider, redraft the ruling that was issued on a motion brought to me before. I think the appropriate thing to do is just set this matter down for oral argument at a time convenient with counsel and I'll deal with it.

ROUGH DRAFT

Let me make a few comments about the way I saw the issue on the first go around. I saw the issue was a double-barrel issue. First, I understood that the plaintiffs were asking that I remove the classification on all documents in globo, and second, that I focus more specifically on the Cisapride and perhaps even on the Shell/Morganroth studies. I thought that that was the issue, I may be in error on it, but in addressing that double-barrel issue I felt that it was inappropriate to remove the classification in globo, but that I did think that there was some concern that was a valid concern expressed by plaintiffs regarding the Cisapride studies, particularly with regard to experts who might be interested in doing studies or writing articles or evaluating those studies because this is a preliminary issue that affects Daubert, and if the plaintiffs can't deal with some Daubert criteria, then they're at a disadvantage.

But the way that this latter point was made to me or put to me was more hypothetical than actual. It was "if somebody is interested in doing this study they would not have the material." I felt that it was more hypothetical than real,

if somebody is in fact interested in the study, I thought that it was more appropriate to file a motion showing the protocol of the study, showing the interest of the study and outline of the study, the intention of the study and then I would specifically evaluate that particular request. I see the Cisapride question as being different, in a different way than the in globo removal of a classification.

I do believe, as I mentioned before, that the public has a right to know, that distinguishes us in this country from a lot of other countries, and I don't like to classify documents and make them unavailable to the public.

However, having said that, I'm often called upon to balance the public's right to know with litigants' right to have a fair trial. And one of the necessary aspects of a fair trial is open discovery. And as a practical matter sometimes it's necessary to classify certain documents, classify certain material, give the parties some temporary comfort so that they can both share with each other various documents. But it's often a temporary situation.

But the litigants right to a fair trial often takes precedence over the public's right to know, unless the public is in danger by that choice. I didn't feel that to be the case here and so I'm interested in affording counsel a right to a fair trial, open discovery. I see that as my

primary goal.

And for that reason that's the basis of my ruling, as I sought to explain in our last conference. But I will listen to the parties at another time.

MR. HERMAN: Your Honor, on behalf of the plaintiffs we appreciate the opportunity to do that, and we'll try to articulate our position better in the next motion we file.

Your Honor, may I approach with Mr. Irwin on this issue for one minute?

THE COURT: Right.

MR. HERMAN: Mr. Campion, you may want to join us.

(WHEREUPON, A DISCUSSION WAS HELD OFF THE RECORD.)

THE COURT: There is an issue that is intricately involved in this question and that is presented in some state court matters that have to do with certain material that was classified but has gotten into the record in some way through preliminary motions.

How do we deal with those issues, those documents that have already gotten into the record? I know Judge Corodemus is very sensitive to my orders, which I am obliged for, and I'm interested in seeing if we can resolve this, hopefully in an amicable manner.

MR. CAMPION: I believe the matter is subject to being immediately resolved. An attorney through inadvertency in a

New Jersey case filed some documents which were the subject of an order here of confidentiality and a subsequent order that they would not be declassified. I am convinced beyond any argument that the filing was inadvertent. No intention to violate your order.

I believe I can moot the point by withdrawing the confidentiality designation for the documents that counsel has filed and that then moots the point. However, we have every expectation on the part of the defense on the ongoing basis that if anyone is going to attempt to use documents which have been marked confidential, which they have been subject to a denial of declassification or otherwise, that they follow the existing procedures that are in place by way of stipulation by counsel in New Jersey by way of an order here. And I do not foresee any ongoing problems in that area.

THE COURT: Do you have any comments with regard to the documents that were inadvertently placed into the state court record. The confidentiality has now been waived as to those documents.

MR. SEEGER: This issue is now resolved. I would just like to say just because we're here on the record today that I would like the parties and your Honor to consider the suggestion made about allowing trial court judges where cases are going to be tried before those judges going toward to make

these rulings now that we do have trial dates coming up across the country. With respect to the New Jersey and these trials coming up November 19th, pretty confident that Mr. Campion and I can probably work these issues out and thanks for your guidance.

THE COURT: Okay. Thank you.

MR. HERMAN: Your Honor, there is a correlative matter but it's in the federal, it's in your court. As I understand it there are reports due sometime in the next several days in the cases that Mr. Becnel will try in this court. The experts in those cases have relied very heavily on studies of Cisapride, which are the subject to confidentiality. And as I understand it the depositions are scheduled in November to go forward.

So I anticipate that the question of studies is going to be ongoing. And it might be helpful rather than filing a bunch of motions and a lot of discussion and to just get this issue out of the way now.

THE COURT: Sure. Let's deal with it right now.

MR. AMADEE: Good morning, your Honor, Roy Amadee. Two of our experts have relied upon the Cisapride studies in their analysis of the drug Propulsid, and I understand that they are part of the confidentiality order. They're going to list them as exhibits to their reports, rely upon them in their courtroom

right, rather than wait for a formal motion I would like --

THE COURT: What's the problem with that? I don't see any problem with that, I thought that was appropriate?

MR. CAMPION: Covered by the order. All they have to do is sign the stipulation, that's all they have to do.

MR. AMADEE: As to their authenticity and part of the business records and all of that?

THE COURT: Do we have any problem with the business record or authenticity?

MR. IRWIN: Your Honor, we have already stipulated to the authenticity of all documents prepared by us and in our files, those are already authentic.

THE COURT: That passes 901.

MR. IRWIN: Passes it with flying colors. I think, for example, clinical studies which are clearly identified as

Janssen work products would satisfy 803(6) as well. And

Mr. Amadee and I have talked about our preparation of our exhibit lists and we have in compliance with your orders and statements to us that we could agree among ourselves that there are certain extensions provided we documented those in writing.

We have made arrangements to exchange our witness list and exhibit list. And we are talking about those very things. I don't think that they're going to be 803(6) issues

1.3

with documents such as clinical studies, for example,

Mr. Herman was referring to a minute ago. We're going to have
to get there, we're getting there soon. But I don't think we
are going to have big problems with that.

THE COURT: But if you do during the depositions, get to me and I'll solve them right there.

expert can rely on it, it's a 703 situation. He can look at it and base his opinion on it, even if it is not admissible. So I don't see any problems with this. But they should be admissible, they should pass 901, certainly 401, certainly 403,

MR. AMADEE: The studies themselves I think we would need to get into evidence.

THE COURT: Sure.

MR. BECNEL: Judge, there is one other study that we're dealing with made reference to in the Belgium deposition, that was CIS-NED-32, which they have completed all of the work, and it's supposed to get us opinions. That was previously called T-100.

The problem is we don't have the conclusions of that study. They said they got them and they're going to get them and so on and so forth, which may require us once they come out -- they said they were going to get them within the

next 30 days, but I don't know when that is. We may have to supplement expert reports based on that study because that's a critical study, and I know Mr. Herman and company have been trying to get that for months.

THE COURT: I understand that if it has to be done it has to be done. That's fine.

 $$\operatorname{MR.}$$  BECNEL: And we asked for them in Belgium and nobody could give them to us.

THE COURT: Let's again talk with Mr. Campion. If you have a problem, bring it to me by the end of the day and I'll resolve it.

MR. HERMAN: There is one other issue I understand that defendants and plaintiffs who have cases set before your Honor are discussing, that they're going to attempt to resolve and it involves an expert by the name of Chen and some difficulty in getting his report by deadline that's been set. And I think the parties are discussing that and I just bring that to the court's attention also because I know your Honor wants these cases to move and et cetera. I don't know if, Jim, whether you and Roy resolved that or where that stands.

MR. IRWIN: We have not yet, your Honor. Mr. Amadee and Mr. Rebennack asked for a one day extension on two of the expert reports. We have been in close discussion with them, I am familiar with both of those experts. One was Dr. Shell, one

was Dr. Eckberg, we agreed to that extension.

This morning we were asked to agree to a different, a longer extension for another expert who I am not familiar with. So we needed to talk about it. I expect we're going to be able to work this out. But I wasn't able to give them an answer this morning.

THE COURT: Okay.

MR. HERMAN: Just so that both sides are alerted, I know that the expert is an expert by the name of Dr. Chen and I know that defense counsel in California have noticed Dr. Chen's deposition for November 15th in a California state case that's pending, so I'm sure that within that time frame this issue of Dr. Chen's report certainly can be worked out.

THE COURT: Okay. Motion to Withdraw Counsel of Record Anthony Scott, that can be removed I understand?

MR. HERMAN: Yes, your Honor.

THE COURT: Mediation. As I mentioned, Mr. Juneau is in the court. Any comments on mediation from the parties?

MR. HERMAN: Mr. Murray for the MDL Plaintiffs Steering Committee will attend those mediations. I believe three days have been set aside, at least nine cases are set for mediation. I will contact Mr. Hill today about two of his case that may additionally fall within the first three days set, and both the firms who represent those individual clients and the MDL

participants are ready, willing and able to go forward, as is the defense.

We also want to thank publicly Mr. Juneau for the sessions which we had with him, it was an all-day session and from a plaintiffs point of view we believe it was productive in setting forth our position.

THE COURT: Mr. Juneau is very experienced and a very competent mediator. I know he will agree, however, that his success will be in large part dependent upon the cooperation that he receives from both sides. People have to go into this with the view toward looking for commonalities and not differences. If you focus on the differences you cannot move. You have to focus on the commonalities.

We've all been there and done that. And oftentimes at the beginning you feel that this is an impossible task, but if you take it one step at a time the possibility becomes doable and that's what you need to do. The court would urge that you focus on the commonalities and not the differences in the cases that you plan to discuss. Keep an open mind and when you're finished with that process look for other commonalities in other cases and let's see if we can get through this.

I appreciate the work that Mr. Juneau has done on the case, and I know with his guidance a lot can be

accomplished and will be accomplished.

Mr. Juneau, do you have any comments?

MR. JUNEAU: No, sir, your Honor.

THE COURT: Trial schedule is the next one.

MR. IRWIN: Your Honor, I can report that we have completed the depositions of the plaintiffs. All of the depositions of the treating physicians are scheduled, the depositions of two of the three experts for the plaintiffs are scheduled, IME's have been schedule for our treating physician or rather our experts.

And I want to take a moment to thank Mr. Amadee and his office and Mr. Rebennack and his office. They have been very responsive to working under this time frame, and we'll do everything we can to respond as courteously as they have.

THE COURT: I do urge both counsel to do that, because I know it's a short time frame notwithstanding the fact that some seven million or thereabout documents have been exchanged and countless depositions have been taken. But when you get down to trial you've got a lot of detail work to do. We all know that and I know skilled counsel have the ability to focus on issues that are critical to their case, and I expect them to focus on those issues and do whatever they need to do to protect their client.

be agreed upon and gotten out of the way, and I look to you all to cooperate and help each other prepare for trial of the case. I've always felt that great counsel as yourselves have a maximum of ten energy points, that's the top of the scale. If you waste eight of them on fighting with each other on insignificant matters, you only have two left for the case. So let's get through the non-essential, distracting or little things and devote the whole ten to your clients as opposed to fighting with each other on insignificant matters. And I know you will do that and I appreciate your work.

MR. BECNEL: Judge, can I ask you? In our cases how we're going to handle, if at all, mediation or settlement negotiations, if any are warranted, under your magistrate program? I don't know where to go.

THE COURT: I will urge that you take that up with Mr. Juneau, I think he is experienced in this particular case, and if you get to the point in your preparations where some of these cases ought to be resolved, give him a call and let's see if you can get those worked out.

MR. BECNEL: Under the circumstances I didn't know how you wanted it.

THE COURT: Let's do it that way, I think it's better than having magistrates deal with it.

The next, Pharmacy Indemnity Agreements.

MR. IRWIN: Your Honor, I just wrote a letter a few days ago, I think to either Mr. Davis or Mr. Herman, they had inquired about whether the indemnities were just with respect to the Louisiana plaintiffs. And we, of course, had given them all of the indemnity letters that your Honor ordered us to give to them.

I wrote them back and said, yes, I think it's just Louisiana plaintiffs, and I'm informed it may not be just Louisiana, it may be some more. So it didn't take me long to find out that my letter was incorrect. I will look into that today and give Mr. Herman and Mr. Davis a call and try to let them know where I am on that. But I may have to supplement that letter.

THE COURT: The only two motions that I have outstanding or really one motion outstanding is the motion to consider removal of the confidentiality designation for certain documents produced by the defendant. Are there any other motions that are before me that I have not ruled on?

MR. IRWIN: I do not think so, your Honor.

MR. HERMAN: There is one.

MR. IRWIN: Just Norcisapride which has been agreed to be deferred.

THE COURT: All right. The Norcisapride motion has

been agreed upon as being continued.

Any opposition to the dismissal without prejudice the motion by the plaintiff on 01-324, J. Bruce Gillespie? I have a note that Ms. Garsaud will let us know whether defendants plan to oppose the motion.

MS. GARSAUD: Your Honor, I cannot represent if we do oppose or don't. We are looking into his claims right now.

But we will let you know by the end of the week.

MR. HERMAN: Your Honor, two requests, agenda requests, and your Honor consider now what date would be available for us to have, to reargue or reconsider the declassification issue and we'll check with the court and Jim.

And I want to make it clear again on the record, I had some inquiries from some state lawyers, as well as at least one MDL lawyer, that the MDL is prepared to submit to the defendants and Mr. Juneau for consideration any of their cases.

We also have a formula that we've used as to how to brochure the cases so that the defendants have what they need in order to evaluate them, and that's an ongoing process, and we invite them to contact us or contact the defendants so that other mediation can be scheduled.

There is somehow a misimpression that this is a closed sort of mediation process, and it's not. It's wide open. The cases that are prepared and ready to go are the ones

being mediated. So I just wanted to make that clear on the record.

THE COURT: Any comment from anybody in the court?

MR. BECNEL: Thus far I don't think it's been an open situation. I think the only cases that have been brought to bear are two of Barry Hill's and all of Mr. Herman's. This is the first I'm hearing that this is totally open in the last month or so.

MR. HERMAN: Mr. Becnel obviously has not been in court on a number of occasions when the offer has been made. He is not aware of the letters and newsletters that have been sent out by the State Liaison Committee, has not requested a brochure form, nor submitted any brochures. And I'm sorry that he is not aware of the process that's ongoing.

But again, I reiterate, if his cases are ready and he submits brochures they will be considered in due order.

THE COURT: That was my understanding that everybody was, anybody who is interested in mediating their case was able to do so. So let's pass that word out because that's important.

Anything further from anybody?

The next meeting will be Friday, November the 22nd.

MR. HERMAN: Fine, your Honor.

ROUGH DRAFT THE COURT: Is that convenient, is the defense okay with that? MR. IRWIN: Yes. THE COURT: All right. Thank you very much. Court will stand in recess. THE DEPUTY CLERK: Everyone rise. (WHEREUPON, THE PROCEEDINGS WERE CONCLUDED.) REPORTER'S CERTIFICATE I, Karen A. Ibos, CCR, Official Court Reporter, United States District Court, Eastern District of Louisiana, do hereby certify that the foregoing is a true and correct transcript, to the best of my ability and understanding, from the record of the proceedings in the above-entitled and numbered matter. 

1		ROUGH	DRAFT				
2				Karen A.	Ibos,	CCR,	RPR
3				Official	Court	Repor	rter
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							