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- VOLUME 1 -

IN THE UNITED STATES DISTRICT COURT
IN AND FOR THE DISTRICT OF DELAWARE

- - -

RECKITT BENCKISER	:	CIVIL ACTION
PHARMACEUTICALS INC., RB	:	
PHARMACEUTICALS LIMITED,	:	
and MONSOL RX, LLC,	:	
	:	
Plaintiffs,	:	
	:	
vs.	:	
	:	
TEVA PHARMACEUTICALS	:	
USA, INC.,	:	
	:	
Defendant.	:	NO. 14-1451 (RGA)

- - -

Wilmington, Delaware
Tuesday, November 3, 2015
8:30 o'clock, a.m.

- - -

BEFORE: HONORABLE RICHARD G. ANDREWS, U.S.D.C.J.

- - -

Valerie J. Gunning
Leonard A. Dibbs
Official Court Reporters

1 APPEARANCES:

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P R O C E E D I N G S

(Proceedings commenced in the
courtroom, beginning at 8:30 a.m.)

THE COURT: All right. Good morning,
everyone. Please be seated.

I just wanted to say that I did
look at the resumes' of all of the experts and I
did read the amended statement of facts, which I
took to be mostly resolving limitations so that
there was no question that they're not in
dispute. So with that, I'm ready to go.

Plaintiff, are you ready?

MS. BOURKE: Yes, your Honor. We
are.

THE COURT: And defendants, you're
ready?

MR. LOMBARDI: Yes, we are, your
Honor.

THE COURT: All right. Let's have
an opening statement.

1 Your Honor, opioid addiction is a
 2 major public health challenge, one that has
 3 grown to epidemic proportions with the increased
 4 use of painkillers, and this has led to a surge
 5 in addiction with a tripling of overdose deaths
 6 in recent years. And the plaintiff, Reckitt
 7 Benckiser Pharmaceuticals, which is now known as
 8 Indivior, but we'll be using Reckitt Benckiser
 9 Pharmaceuticals, or RBP through the proceedings,
 10 that's how all the documents are denominated, is
 11 the pioneer in opioid addiction treatment, and
 12 it has been a world leader in this treatment
 13 space for over 20 years.

14 Our co-plaintiff, MonoSol Rx, is
 15 the pioneer in the new area of pharmaceutical
 16 prescription films, and together, the two
 17 companies are addressing this crisis in
 18 addiction with the medication that's the subject
 19 of this case.

20 In 2002, the FDA approved RBP's
 21 opioid dependence treatment product, Suboxone
 22 tablets, which contain two active ingredients,
 23 buprenorphine and naloxone.

24 Buprenorphine is an opioid that

1 can satisfy cravings and reduce opiate drug
 2 abuse and it's safer than other opioids, and
 3 naloxone is an opiate antagonist or opioid
 4 blocker that when taken orally does not produce
 5 an effect, but it's an abuse deterrent, so that
 6 if the patient abuses the drug and tries to
 7 inject it, it can put the patient into
 8 withdrawal.

9 Now, the tablets were a huge
 10 advance in treatment, but they had different
 11 disadvantages, the tablet dosage form, such as
 12 dissolution time, taste, subject to crumbling
 13 and being subject to abuse and diversion, such
 14 as by crushing them and trying to inject them or
 15 snort them or something like that.

16 Now, to provide patients with a
 17 significantly better dosage form and improved
 18 dosage forms, RBP's addiction medication experts
 19 joined forces with MonoSol's film technology
 20 experts to make Suboxone sublingual film, which
 21 is a new dosage form.

22 And you see here on the slide what

1 And as you may recall from the Markman
 2 proceedings, it's placed in the mouth of the
 3 patient, it's mucoadhesive, it sticks under the
 4 tongue and then it dissolves rapidly in the
 5 mouth, and the buprenorphine active ingredient
 6 is absorbed through the oral mucosa.

7 Now, compared to tablets, Suboxone
 8 film dissolves faster, tastes better, does not
 9 crumble, and is less readily diverted and abused
 10 than tablets, and because of these advantages,
 11 it's preferred by both doctors and patients, and
 12 it's the leading medication for opioid
 13 dependence. And it's the very success of the
 14 film, your Honor, that has brought us here
 15 today, and it's why the defendants have copied
 16 it.

17 Now, prescription, prescription
 18 pharmaceutical films are a new dosage form.
 19 The major reason why they're so recent is that
 20 making them is very complex and they present
 21 challenges in formulation and manufacturing that
 22 are very different from tablets. And, in fact,
 23 no prescription pharmaceutical films were
 24 approved by FDA prior to just 2009. This is not

1 like technology that has been around for
 2 decades. This is new stuff.

3 Now, defendants are going to point
 4 to things like Listerine strips and Chloraseptic
 5 strips that became available in the early to
 6 mid-2000s, but these are not prescription
 7 pharmaceutical films that need FDA approval and
 8 have to meet the uniformity standards that are
 9 associated with FDA approval.

10 And, in fact, sublingual film, the
 11 commercial product at issue here, was the very
 12 first sublingual film approved by the FDA in
 13 2010, and this dosage form is so new, that these
 14 cases before this Court right now are the very
 15 first ANDA cases that involve a prescription
 16 pharmaceutical film.

17 Going to the patents, as your
 18 Honor knows, there are three Orange Book patents
 19 at issue in the case. Each of the three patents
 20 relates to a different aspect of pharmaceutical
 21 film innovation that resulted in Suboxone film,
 22 and the infringement and validity issues for

1 patents, the '514 patent solved the drug content
2 uniformity problem in pharmaceutical
3 prescription films. And as you can see here in
4 this excerpt on the top, if you have a failure
5 to achieve -- this is an excerpt from the
6 patent -- a high degree of accuracy with respect
7 to the amount of active in the cut film, this
8 can be harmful to the patient. Of course, for
9 safety reasons and efficacy reasons, you want
10 the patient to get the right dosage.

11 And when the patent was filed, the
12 inventors noted that about that world regulatory
13 authorities required that the dosage amounts in
14 dosage forms not vary by more than about ten
15 percent of the desired amount of the active, and
16 concluding that that basically mandates
17 uniformity in the film. And what the present
18 invention of the '514 provides, as it says in
19 that last excerpt highlighted, is exceptionally
20 uniform film products when attention is paid to
21 reducing the aggregation of the compositional
22 components.

23 I'm going to say a very brief, and
24 really a very brief word about the '832 patent

1 since it at least relates in part to commercial
2 success, which you'll be hearing about in this
3 trial, but I'm not going to address it any
4 further because infringement and validity of the
5 '832 is going to be done in December.

6 THE COURT: All right.

7 MR. LADOW: This '832 patent is
8 basically directed to the Suboxone film
9 formulation, and the patent reports the
10 inventor's surprising discovery about the
11 absorption of buprenorphine, which was contrary
12 to prior art teachings about pH partition
13 theory, which you'll hear more about in
14 December, and led directly to Suboxone film.

15 And as the first excerpt
16 indicates, the point of the patent was to
17 provide a new dosage form, a film dosage, that
18 would be bioequivalent to Suboxone tablets,
19 which had been on the market for some years.

20 The '150 patent, the '150 patent
21 is relating to a polymer profile for fast
22 dissolving, mucoadhesive pharmaceutical films,

1 want to balance the properties of adhesion, the
2 mucoadhesion in the mouth, dissolution, the good
3 tear resistance, the strength of the film, that
4 what you can do is include about 50 to
5 75 percent of low molecular weight polyethylene
6 oxide, which you are going to hear a lot about,
7 your Honor, or PEO, optionally combined with a
8 small amount of a higher molecular weight PEO,
9 with the remainder of the polymer component
10 contains a cellulosic polymer like HPMC. So it
11 provides this polymer profile that you need to
12 do this.

13 Now, the '514 patent, the asserted
14 claim are the ones that you see here, there's
15 one independent claim, 62, and then four
16 dependent claims, infringement of this patent,
17 your Honor, is going to be addressed in
18 December. We're just doing validity in this
19 trial.

20 Plaintiffs' expert on the validity
21 of the '514 patent is professor Robert Langer.
22 He's an MIT Institute professor. He has over a
23 thousand articles and issued patents and he's
24 one of the most decorated scientists in our

1 country. He's an expert in the chemical
2 engineering and pharmaceutical drug delivery
3 forms.

4 The defendants' two main
5 invalidity arguments are indefiniteness and
6 obviousness. And before addressing
7 indefiniteness, a little background first about
8 the cast film process that relates to the
9 pharmaceutical films that we're talking about.
10 And basically that process, as Dr. Langer will
11 explain, consists of about five basic steps.
12 It's obviously a lot more complicated, but there
13 are about five basic steps.

14 So the first one is that you
15 dissolve one or more polymers into a solvent and
16 then you mix it.

17 Step two, the active ingredient is
18 mixed in, and you do that to form a, what's
19 called a casting solution or a casting
20 dispersion.

21 Step three, the casting solution
22 is then cast by a roller, as you see here, onto

1 And then a conveyor belt moves the
2 sheet through a controlled drying process,
3 drying out the solvent, and this results in a
4 dry film which is then cut into individual
5 dosage units as you can see in the bottom
6 illustration.

7 These are the claim terms we've
8 highlighted that relate to the indefiniteness
9 issue that defendants have raised with respect
10 to this patent.

11 So as you can see on the top, it's
12 a drug delivery composition. It's independent
13 claim 62. Cast film comprising a flowable water
14 soluble film forming matrix. And I'm going to
15 skip down to the last clause, where the flowable
16 film-forming matrix is capable of being dried
17 without loss of substantial uniformity, and
18 that the uniformity subsequent to drawing and
19 casting of the matrix is this plus and minus
20 ten percent of the desired amount that I
21 mentioned before.

22 Now, Watson, defendants contend
23 that the claims are indefinite because they say
24 a final dried cast film cannot be flowable or

1 have a viscosity or be capable of being dried.
2 But the final cast film is not required to be
3 flowable, as the defendants assert.

4 As Dr. Langer will explain, the
5 reference to flowable here in the claims can't
6 mean that the final dried solid film is
7 flowable. That wouldn't make sense to anybody
8 let alone a person of ordinary skill in the art
9 of this technology. Instead, what flowable
10 clearly means is that the polymer matrix must be
11 flowable during the casting process, as I showed
12 on the other slide.

13 And the film is a cast film
14 because it was made by a casting process.
15 That's why it's called a cast film. And the
16 final film, whose uniformity, as I said, must be
17 within ten percent of the desired amount, is, as
18 the claim says, subsequent to casting and drying
19 of the matrix.

20 So the defendants' argument that
21 the claim is indefinite because it supposedly
22 requires the impossible that the final dried

1 though it has already been dried is contrary to
2 the specification, it's contrary to common sense
3 and how one of ordinary skill would understand
4 this. What it really is, is a belated claim
5 construction argument that we think should be
6 rejected. And as Dr. Langer will testify, a
7 person of ordinary skill in the art would have
8 no trouble understanding the meaning of these
9 claims in this context with reasonable
10 certainty.

11 Turning to the defendants'
12 obviousness argument, your Honor, a key
13 challenge in film technology was the problem of
14 achieving what we're going to refer to, and
15 you're going to hear a lot about, drug content
16 uniformity, or DCU, in a pharmaceutical film.
17 In particular, prescription pharmaceutical film
18 that has to be approved by the FDA.

19 Drug content uniformity must be
20 maintained throughout the manufacturing process
21 in order to meet FDA requirements and ensure
22 proper dosing just as we talked about before so
23 the patient gets the right amount of the drug,
24 not too much, not too little. It has to be safe

1 and efficacious.

2 This was a major challenge
3 because, as Professor Langer will explain, there
4 are quite a few forces or gradients that can
5 cause aggregation or migration of an active
6 during the process, during those five steps that
7 I described in making a cast film, including
8 during mixing and including during casting and
9 drying. And all of these different forces and
10 gradients can cause aggregation that results in
11 lack of uniformity of a film. And it was the
12 '514 patent that was the first to solve this
13 drug content uniformity problem in
14 pharmaceutical films.

15 The '514 patent recognized, as Dr.
16 Langer will explain to you, that by rapidly
17 increasing viscosity and locking in the, locking
18 in the active in place together with using
19 controlled drying procedures to avoid
20 aggregation, that you could produce the film
21 having the requisite uniformity and drug content
22 uniformity.

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