

RECORD OF ORAL HEARING

UNITED STATES PATENT AND TRADEMARK OFFICE

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BEFORE THE PATENT TRIAL AND APPEAL BOARD

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NEPTUNE GENERICS, LLC

Petitioner

vs.

ELI LILLY & COMPANY

Patent Owner

Case Nos. IPR2016-00237 and 00240

SANDOZ, INC.

Petitioner

vs.

ELI LILLY & COMPANY

Patent Owner

Case No. IPR2016-00318

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Conference Call Held: July 22, 2016

Before: MICHAEL P. TIERNEY and TINA
E. HULSE, Administrative Patent Judges

The above-entitled matter came
on for conference call hearing on Friday,
July 22, 2016 before the U.S. Patent and
Trademark Office, 600 Dulany Street,
Alexandria, Virginia

REPORTED BY:

KAREN BRYNTESON, RMR, CRR, FAPR

JOB NO: 45556

2	<p>1 APPEARANCES: 2 (ALL PARTIES PRESENT TELEPHONICALLY) 3 For Patent Owner Eli Lilly: 4 WILLIAMS & CONNOLLY, LLP 5 725 12th Street, N.W. 6 Washington, D.C. 20005 7 BY: DOV GROSSMAN, ESQ. dgrossman@wc.com 8 DAVID KRINSKY, ESQ. dkrinsky@wc.com 9 10 For Petitioner Neptune: 11 Skiermont Derby, LLP 12 2200 Ross Avenue, Suite 4800W 13 Dallas, Texas 75201 14 BY: SARAH SPIRES, ESQ. sspires@skiermontderby.com 15 16 For Petitioner Sandoz: 17 Brinks Gilson & Lione 18 455 N. Cityfront Plaza Drive 19 Suite 3600 20 Chicago, IL 60611 21 BY: RALPH J. GABRIC, ESQ. rgabric@brinksgilson.com 22 LAURA LYDIGSEN, ESQ. llydigsen@brinksgilson.com 23 JOSHUA JAMES, ESQ. 24 25</p>	4
3	<p>1 APPEARANCES (Continued): 2 For Party Teva: 3 CARLSON, CASPERS, VANDENBURGH, 4 LINDQUIST & SCHULMAN, P.A. 5 Capella Tower, Suite 4200 6 225 South Sixth Street 7 Minneapolis, MN 55402 8 BY: SAMUEL T. LOCKNER, ESQ. slockner@carlsoncaspers.com 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25</p>	5
3	<p>1 APPEARANCES (Continued): 2 For Party Apotex: 3 RAKOCZY MOLINO MAZZOCHI SIWIK, LLP 4 6 West Hubbard Street 5 Suite 500 6 Chicago, IL 60654 7 BY: DEANNE M. MAZZOCHI, ESQ. dmazzochi@rmmslegal.com 8 JOHN D. POLIVICK, ESQ. jpolivick@rmmslegal.com 9 10 For Party Mylan: 11 ALSTON & BIRD, LLP 12 90 Park Avenue, 15th Floor 13 New York, New York 10016-1387 14 BY: THOMAS J. PARKER, ESQ. thomas.parker@alston.com 15 16 For Party Teva/Fresenius: 17 GOODWIN PROCTER, LLP 18 The New York Times Building 19 620 Eighth Avenue, 8th Avenue 20 New York, New York 10018 21 BY: CYNTHIA LAMBERT HARDMAN, ESQ. chardman@goodwinlaw.com 22 23 24 25</p>	5

6	<p>1 JUDGE TIERNEY: We have a number 2 of inter partes reviews. Let me see 3 if I have got all the different 4 numbers. 5 If I have missed one, please 6 help me out there. They haven't 7 updated our internal dashboard yet to 8 assign certain cases. 9 But the numbers I have under all 10 IPRs 2016-00237, 00240, 00318, also 11 01340 and 01429. Those are the 12 numbers I have been given. And is 13 there any others? 14 MS. SPIRES: Yes. For the 15 Petitioner, Neptune, there is also 16 2016 for both of these, 01190 and 17 01341. 18 JUDGE TIERNEY: Could you repeat 19 the last one, please? 20 MS. SPIRES: 0134 -- I'm sorry, 21 I gave you the wrong one. Those are 22 two others. I think you have already 23 got them. Apologies. 24 JUDGE TIERNEY: Again, could you 25 repeat those two numbers?</p>	8	<p>1 that you mentioned in the beginning -- 2 JUDGE TIERNEY: Yes. 3 MR. GROSSMAN: -- there is also 4 1191 and 1343. And there are 5 actually, Your Honor, for each of the 6 three main proceedings, there is one 7 additional petition and motion for 8 joinder in each of the proceedings 9 from another party of Wockhardt, but 10 they are not participating in today's 11 call. 12 JUDGE TIERNEY: Could you spell 13 that party's name, just so I have it? 14 MR. GROSSMAN: Sure. It is 15 W-o-c-k-h-a-r-d-t. 16 JUDGE TIERNEY: Thank you. 17 MR. GROSSMAN: Would it be 18 useful to give you the IPR numbers for 19 those as well or is that -- 20 JUDGE TIERNEY: If you have 21 them, I would like it to all be in the 22 transcript so we have an idea of all 23 the different parties. And I will see 24 if they are going to be assigned to 25 the same panel or how they are going</p>
7	<p>1 2016-01190? 2 MS. SPIRES: Yes. Those are the 3 two joinder motions. 4 JUDGE TIERNEY: Okay. I have 5 not been given on my docket these 6 numbers yet. That's why I am asking 7 it. 8 MS. SPIRES: Okay. 9 JUDGE TIERNEY: So that's the 10 first one. The second one is? 11 MS. SPIRES: 01341. 12 JUDGE TIERNEY: 01341. Okay. 13 And apologies, but we -- our -- 14 we have changed electronic docketing 15 systems, and our electronic docketing 16 system internally is still being 17 updated, as we speak. So not 18 everything is available to me at this 19 moment. 20 MR. GROSSMAN: And, Your Honor, 21 Dov Grossman here. And just, I think, 22 to completely update this, the numbers 23 you were just given, 1190 and 1341, I 24 think go with the 237 IPR. 25 There is also for the 240 IPR</p>	9	<p>1 to assign the cases. 2 MR. GROSSMAN: Sure. So those 3 are, again, all IPR-2016. It is 1335, 4 1337, and 1393. 5 JUDGE TIERNEY: Thank you. Are 6 there any additional cases we need to 7 be aware of? 8 Okay. Hearing nothing, we will 9 now move on. 10 All right. Thank you for 11 everyone joining the conference call 12 today. Obviously we have quite a few 13 parties today. I would like to start 14 off with the Patent Owner. 15 And we will start on the cases 16 237 and 240, which involve Neptune. 17 And apologies in advance if I 18 misstate something, please just 19 correct me. We have quite a few cases 20 and quite a few numbers and quite a 21 few parties here. But I would like to 22 start with the 237 and 240 and have 23 the Patent Owner, Eli Lilly, give us a 24 brief background of what needs to be 25 taken care of in those particular</p>

10	<p>1 cases. And if there is any motions we</p> <p>2 should be expecting that they would</p> <p>3 like to file.</p> <p>4 So, Eli Lilly, you are up.</p> <p>5 MR. GROSSMAN: Sure. Thank you,</p> <p>6 Your Honor. This is Dov Grossman.</p> <p>7 I think at this point the only</p> <p>8 thing that I would point out is that</p> <p>9 the parties, the Patent Owner and</p> <p>10 Petitioner, Neptune, have filed</p> <p>11 stipulations regarding some of the due</p> <p>12 dates. There was an original one and</p> <p>13 then an updated one that I believe was</p> <p>14 filed yesterday.</p> <p>15 I don't believe at this point as</p> <p>16 between us and Neptune there are any</p> <p>17 issues for the Board. There are, of</p> <p>18 course, the pending motions for</p> <p>19 joinder in those proceedings, which</p> <p>20 our time has not yet run on to respond</p> <p>21 to.</p> <p>22 I don't know whether the Board</p> <p>23 wanted to address any of those today</p> <p>24 or whether that would come later in</p> <p>25 the proceeding, but I think that's --</p>	12	<p>1 discussion.</p> <p>2 JUDGE TIERNEY: For purposes of</p> <p>3 today, you can leave those petitions</p> <p>4 and motions for joinder out of the</p> <p>5 discussion. Just thank you for</p> <p>6 identifying that there is an</p> <p>7 additional set that we need to be</p> <p>8 aware of.</p> <p>9 MR. GROSSMAN: Sure. Not a</p> <p>10 problem.</p> <p>11 It is -- you are correct, Your</p> <p>12 Honor, that they have raised the same</p> <p>13 grounds of patentability. They have</p> <p>14 submitted additional expert</p> <p>15 declarations, in, I believe, perhaps</p> <p>16 not all of them, but in the majority</p> <p>17 of them or I think -- I'm sorry, I</p> <p>18 should say for the Neptune IPRs, I</p> <p>19 believe they have submitted separate</p> <p>20 expert declarations.</p> <p>21 So -- and I am happy to kind of</p> <p>22 address the substantive issue as sort</p> <p>23 of a preview of what our motions would</p> <p>24 be if -- our oppositions would be if</p> <p>25 now is the appropriate time, or if you</p>
11	<p>1 that's the only open issue with</p> <p>2 respect to those two IPRs from our</p> <p>3 perspective.</p> <p>4 JUDGE TIERNEY: Okay. Before --</p> <p>5 before we move on to Neptune, I would</p> <p>6 like to understand the brief I saw</p> <p>7 or -- sorry -- I should say the</p> <p>8 petitions that I have been able to</p> <p>9 identify that have been filed and</p> <p>10 requests for joinder, they appear to</p> <p>11 have the same issues and the same</p> <p>12 exhibits.</p> <p>13 Are there any cases that you can</p> <p>14 identify that have a different set of</p> <p>15 exhibits, different set of challenges</p> <p>16 to your clients before the 237 cases?</p> <p>17 MR. GROSSMAN: Sure. And, Your</p> <p>18 Honor, if I may just, just so it is</p> <p>19 clear, because I don't want to step</p> <p>20 over any bounds here, those motions</p> <p>21 for joinder are from the Wockhardt</p> <p>22 IPRs. And their counsel, of course,</p> <p>23 is not on the line, so I want to flag</p> <p>24 that to the Board to be clear about</p> <p>25 that in terms of the scope of our</p>	13	<p>1 prefer to do that later.</p> <p>2 JUDGE TIERNEY: What I would</p> <p>3 like to at least get a sense of is do</p> <p>4 you need a full three months to go</p> <p>5 ahead and have a Patent Owner</p> <p>6 preliminary response or is there a</p> <p>7 chance we can expedite this and see if</p> <p>8 issues are overlapping with the</p> <p>9 underlying 237 and 240?</p> <p>10 MR. GROSSMAN: Sure. I</p> <p>11 understand, Your Honor.</p> <p>12 I think our view is that to the</p> <p>13 extent that, for these additional</p> <p>14 parties who are on the call and who</p> <p>15 are proposing to join the Neptune</p> <p>16 proceeding, you know, to the extent</p> <p>17 that their joinder would effectively</p> <p>18 be as a silent understudy, meaning</p> <p>19 that there wouldn't be any new issues</p> <p>20 or new evidence that the attorneys for</p> <p>21 Neptune would be handling all the</p> <p>22 examination and deposition defense,</p> <p>23 such that, you know, the parties would</p> <p>24 be joined as a formal matter, but it</p> <p>25 effectively would not change any of</p>

14	<p>1 our burden in addressing the main</p> <p>2 Neptune petition, that under those</p> <p>3 circumstances we would be willing to</p> <p>4 waive our POPR for those proceedings</p> <p>5 and proceed with those parties, again,</p> <p>6 joined as a formal matter but sort of</p> <p>7 effectively as if they weren't there</p> <p>8 from a substantive perspective.</p> <p>9 I don't know that the parties</p> <p>10 proposing to join the Apotex petitions</p> <p>11 and the Teva/Fresenius petitions are</p> <p>12 really that -- really in disagreement</p> <p>13 with that position.</p> <p>14 They have tried to sort of</p> <p>15 reserve some potential, if there is a</p> <p>16 unique issue that comes up or reserve</p> <p>17 their own expert, if they sort of need</p> <p>18 it, but I would submit, Your Honor,</p> <p>19 that to the extent that it is the same</p> <p>20 issue, then it is the same grounds of</p> <p>21 patentability, that there wouldn't be</p> <p>22 any need for their expert or any need</p> <p>23 for separate ability on their part to</p> <p>24 address any issues, the fact that they</p> <p>25 are well represented by Neptune in the</p>	16
15	<p>1 case.</p> <p>2 JUDGE TIERNEY: Have you been</p> <p>3 able to reach out and have a</p> <p>4 discussion with the parties seeking</p> <p>5 joinder that you mentioned in</p> <p>6 particular, Apotex and Teva, to see if</p> <p>7 they would be willing to enter into a</p> <p>8 joint stipulation?</p> <p>9 MR. GROSSMAN: We have not had</p> <p>10 that opportunity yet, Your Honor, in</p> <p>11 part because the timing for motions to</p> <p>12 join just ran last week. And so we</p> <p>13 were sort of waiting for everything</p> <p>14 before we could sort of try to address</p> <p>15 any parties' stipulations on this</p> <p>16 issue.</p> <p>17 JUDGE TIERNEY: But I take it</p> <p>18 you are willing to reach out and have</p> <p>19 such a discussion?</p> <p>20 MR. GROSSMAN: We would be happy</p> <p>21 to do so, Your Honor.</p> <p>22 JUDGE TIERNEY: I would</p> <p>23 appreciate it.</p> <p>24 Is there anything else we need</p> <p>25 to discuss from the Patent Owner on</p>	17

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