UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF VIRGINIA ALEXANDRIA DIVISION

RAI STRATEGIC HOLDINGS, INC. and R.J. REYNOLDS VAPOR COMPANY,

Plaintiffs,

v.

ALTRIA CLIENT SERVICES LLC; PHILIP MORRIS USA INC.; and PHILIP MORRIS PRODUCTS S.A.

Defendants.

Civil Action No. 1:20-cv-393

PHILIP MORRIS PRODUCTS S.A.'S OPPOSITION TO REYNOLDS'
PARTIAL MOTION TO STAY INJUNCTIVE RELIEF DISCOVERY



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I. INTRODUCTION

Reynolds' request that injunction-related discovery be stayed at this juncture makes no sense. The parties have worked diligently to complete all fact discovery—including injunction fact discovery—and are within weeks of doing so. First, PMP and Reynolds have agreed to complete their injunction-related document productions by June 7. Second, just three fact witnesses remain to be deposed—two of which will be deposed regardless of any stay because they are also relevant to liability and damages issues. Although Reynolds stonewalled in providing a deposition date for its one remaining witness—presumably hoping the forthcoming ITC Initial Determination might bolster its case for delay—Reynolds has now stipulated to make its remaining witness available for deposition on June 24 in response to PMP's motion to compel. Deposition discovery will be completed by June 25. Efficiency dictates that the parties complete this limited additional injunction fact discovery now.

Like its bloated portrayal of the remaining discovery effort, Reynolds exaggerates the current posture of the ITC case. Reynolds would have the Court believe that the ITC proceedings are all but over. But that is far from the truth. The ALJ's *Initial* Determination is chock full of fact and legal issues, both of which will be considered *de novo* by the Commission and scrutinized during the course of at least three more levels of potential review.² And, as Reynolds knows well,

² The ALJ rejected Reynolds' claims as to one of its three patents, and there are numerous factual and legal errors that will be addressed regarding its other two patents during the Commission and subsequent review processes. Additionally, the ALJ's factual and legal recommendations—on both technical and public interest issues—will be considered *de novo* by the Commission. The public interest issue spans all three of the patents, and alone warrants reversal of the ALJ's Initial Determination.



¹ The Court has not authorized or scheduled expert discovery, nor would such discovery be typical for injunction proceedings. Rather, such proceedings are typically handled through post-trial briefing and declarations, as needed. In any event, whatever process the Court orders regarding experts can readily be accomplished in post-trial proceedings.

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