UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW HAMPSHIRE

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IN RE: ATRIUM MEDICAL CORP. *
C-QUR MESH PRODUCTS LIABILITY *

C-QUR MESH PRODUCTS LIABILITY * 16-md-2753-LM LITIGATION * July 13, 2017 2:00 p.m.

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TRANSCRIPT OF TELEPHONE CONFERENCE BEFORE THE HONORABLE LANDYA B. McCAFFERTY

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TELEPHONE CONFERENCE

THE COURT: Good afternoon, counsel. This is

Judge McCafferty. I am going to, because we have a

court reporter here I am going to start by stating the

case name and docket number, and then I will ask for

counsels' names and identification for the record.

This is In Re: Atrium Medical Corp. C-Qur Mesh Products Liability Litigation. It is docket number 16-md-2753-LM. This is the MDL case and this is our monthly conference. And I understand there are numerous attorneys appearing via telephone, so what I'd like to do is just have the attorneys introduce themselves, state your name, spell your last name for our court reporter, and then I would just, as I always do at these conferences, anybody for plaintiffs who are not part of the executive committee may listen, but if they would please mute their telephones, that would be great. And any time you speak during the conference, if you would just simply identify who you are, and then begin speaking. That way the record will make some sense. So, let's begin by having plaintiffs' counsel introduce themselves. Go ahead, Mr. Orent.

MR. ORENT: Hi, good afternoon, your Honor. Jonathan Orent for the plaintiffs.

THE COURT: Who else is here for the

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    plaintiffs?
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              MR. SELBY: Yes, your Honor, this is David
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    Selby for the plaintiffs.
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              MS. SCHIAVONE: Anne Schiavone for the
    plaintiffs, S-C-H-I-A-V-O-N-E.
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              MS. LOWRY: Susan Lowry for the plaintiffs,
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    L-O-W-R-Y.
              MR. MATTHEWS: Jim Matthews for the
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    plaintiffs' state court liaison counsel. I'm the one
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    with the two T's. M-A-T-T-H-E-W-S.
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              THE COURT: All right, the one with one T,
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    Todd Mathews, is actually not with us today is my
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    understanding. Any other counsel for plaintiffs? All
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    right. Counsel for defendants.
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              MS. AYTCH: Good afternoon, your Honor.
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    is Enjolique Aytch, last name A-Y-T-C-H, counsel for
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    defendants.
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              MR. HERSH: Good afternoon, everyone. Elan
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    Hersh, H-E-R-S-H, on behalf of the defendants.
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              MR. CHABOT: And your Honor, this is attorney
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    Pierre Chabot, C-H-A-B-O-T, for the defendants.
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              THE COURT: Excellent. All right. Let's get
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    right to it. Did I forget someone? Nope.
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              MR. CHABOT: Not from the defendant's end,
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    your Honor, this is Pierre Chabot.
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THE COURT: Okay. All right, let's get into the agenda. This should be, I hope, and it sounds as though this might be a shorter status conference than we've had in the past and this is an agenda that looks rather bright. So, let me just check in and we'll go through one-by-one in order of the agenda. Number one is the ESI Protocol. So, let me hear from counsel on that protocol. Obviously I've read paragraph one of the agenda and it sounds as though you're close to finalizing that.

MR. ORENT: Yes, your Honor, Jonathan Orent for the plaintiffs. We've, over the last week or two, we've exchanged drafts. As your Honor may recall, we had identified and closed the gap on a number of the issues and come up with a term sheet that we had presented your Honor at the last hearing. Since that time we've attempted to incorporate that language into the framework of the overall agreement and we are largely done with that. There are two to three modifications that we need to tweak in terms of language. I had another call with Mr. Hersh and Mr. Chabot this afternoon and we are conceptually on the same page, and so it's a simple matter of tweaking the language on those, like I said, two or three different areas, but subsequently we're done. We I think expect

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to have a final draft of that document ready for court
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    submission no later than early next week.
              THE COURT: Excellent.
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              MR. ORENT: I think that accurately states it,
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    and I'll turn it over to Mr. Hersh or Mr. Chabot if they
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    want to add anything.
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              MR. HERSH: This is Mr. Hersh. I would agree
    with that assessment. We had a call earlier today in
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    which we were able to point out the few remaining
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    issues, whether they are linguistic or stylistic, but
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    nothing substantive, so I think we're on the path to
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    resolution of the ESI issues and hopefully filing if not
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    early next week, by the end of next week.
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              THE COURT: Excellent. All right, anything
    more we need to say about number one?
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              MR. ORENT: Not on behalf of the plaintiffs,
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    your Honor.
              MR. HERSH: Neither for the defendant.
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              THE COURT: Okay, let's move to number two.
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    And these are just various documents that you are
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    finalizing, and it sounds as though you're optimistic
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    that you'll be able to finalize these profile forms,
    fact sheets, and the joint collection order as well as
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    the enabling orders for those documents, along the same
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    basic timeframe that you just laid out for the ESI
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protocol, some time next week? I know I recently ran it
today, in fact I think it was this morning, an extension
that you sought, an assented to extension with respect
to various documents and that may have included some of
these as well. So, that deadline definitely works.
that where you're at with respect to number two?
          MR. ORENT: Your Honor, Jonathan Orent again
for the plaintiffs. And Mr. Evans from the Hollis law
firm who's on the plaintiffs' executive committee has
been handling the last round with defendants and can
provide more detail, but my understanding is that we're
close on a number of the items and that we anticipate
being able to finalize everything by the modest
extension, and that if there are any outstanding issues
they will be narrow in scope at a later time, but that
we are confident at this point that we've overcome the
largest number of obstacles in just making our way
through, due to the number of documents involved in item
number two, various iterations of the drafts, and that
is obviously something that takes a lot of time when
you're dealing with multiple iterations and multiple
different documents.
          THE COURT: Excellent. Okay, Attorney Aytch.
          MS. AYTCH: I would agree with Mr. Orent's
assessment on those documents. And to answer, your
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Honor, that the extension that you provided us, thank
you, to the 24th should be sufficient to get everything
done and get over with regards to these documents.
          THE COURT:
                     Okay, good. All right. Well,
that sounds good. Anything else on number two? Okay.
                     Not for plaintiffs, your Honor.
         MR. ORENT:
          THE COURT: Let's move to number three.
Update of the New Hampshire state court litigation.
Matthews with two T's. Go ahead.
         MR. MATTHEWS: Thank you, your Honor.
things are starting to move slightly. We have chosen
our four bellwether picks. Two chosen by the plaintiff,
two chosen by the defense. So that's a good start.
Because of the judge, Judge Temple admittedly was late
in giving us some orders because of the backlog that
they have in state court on various things and so the
deadlines, we agreed to extend the deadlines in the
state court bellwether litigation by three months, so we
pushed our trial date back from July or August, I can't
remember which, of 2018, into October I believe of 2018.
          THE COURT:
                    Okay.
         MR. MATTHEWS: The plaintiffs had sought to
amend complaints to allege that the Getinge and Maquet
defendants are liable for Atrium's misconduct under the
corporate veil alterego theory and the assumption of
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liabilities theory, and the defendants oppose that That was some time ago. Judge Temple issued an order on that this week where he granted the plaintiffs' motion, so we will be amending our complaints to make those allegations and should be able to conduct discovery on those issues as well. There are still, there is still an outstanding discovery motion that involves the extent of the ESI and production of documents that I believe is due to be ruled on, but that should be done shortly. We have, we're ready, the plaintiffs are ready to take corporate depositions. would like to get more documents before we do that, but given our deadlines we feel like we need to get going. We've been waiting for documents but also because we've been waiting on our MDL colleagues so that all of these depositions can be coordinated because we realize that we're under an obligation to coordinate to the fullest extent possible and we intend to try to do that. that's pretty much the state court report unless Enjolique, Pierre or Elan need to add anything. last thing I would reiterate, we brought this up before, but I do think that at some point, hopefully in the relatively near future, that it would be good for both state court and your Honor to have a science day because it really helps to understand what the issues are in

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these cases and understand why certain parties are pushing for certain documents or objecting to certain documents. So that's my report. THE COURT: Okay. Excellent. Attorney Aytch, you want to add anything --MS. AYTCH: I'm going --MR. CHABOT: This is attorney Pierre Chabot. I apologize, your Honor, I didn't mean to steal Enjolique's thunder, but I am state court liaison counsel for the defendants in this one and I had prepared to do this one. I, you know, Attorney Matthews' assessment is generally correct in my view. The only thing I would -- just a couple of things to clarify or amplify. One is that Judge Temple has extended the bellwether schedule in the Downey group of cases. The Downey group of cases is sort of a separate group from the Gorham, Brown and Hayward cases where motions to amend were recently granted. The Downey group of cases is heading towards a trial in November of 2018 if you project the prior schedule out 90 days. With respect to the Gorham, Brown and Hayward cases in which Attorney Matthews correctly notes that a motion to amend was just allowed, I'm not sure that we have the same assessment of what was allowed and the defendants are considering their options. Judge Temple did

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potentially invite some further motion practice at least with respect to a portion of the claims that plaintiffs sought to add, but the defendants have not determined yet exactly how they're going to handle that. THE COURT: Okay. And again, it was simply, we took MR. CHABOT: it as adding claims to pierce the corporate veil. did not see it as adding successor liability claims. But that's something obviously we're going to work out in the state court. THE COURT: Okay. MR. CHABOT: And beyond that, your Honor, I believe that's an accurate assessment of the state of the state court litigation. I'll let Attorney Aytch speak to anything else that Attorney Matthews alluded to. THE COURT: Let me just ask you a quick question. The Gorham, Brown and Hayward line of cases, when are those scheduled for trial now? Are they scheduled still for July 2018 or are they also in --MR. CHABOT: No, your Honor. The way that I understand Judge Temple's bellwether order is that after bellwether cases in Downey, nothing is stayed, the cases are moving forward in Gorham, Brown and Hayward and they've all been consolidated for discovery purposes

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    only under the Gorham caption. As part of the order
    setting the bellwether deadlines in Downey, my
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    understanding is that Judge Temple's intention is to
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    have those cases ready to go, and if we are not able to
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    come to some kind of global resolution of all the cases
    following bellwether trials in Downey, that we would
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    have a further bellwether proceeding with respect to
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    Gorham, Brown and Hayward directly on the heels of the
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    Downey bellwether proceedings.
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              THE COURT: Okay, gotcha, all right. So some
    time after the Downey group are done. And you suspect
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    that right now is November 2018?
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              MR. CHABOT: That is the date you come up with
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    when you project the existing deadlines that were just
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    modified by 90.
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              THE COURT: Okay. All right. And how do you
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    feel, and obviously Attorney Aytch can weigh in as well,
    how do the defendants feel about having an early science
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    day or having an early half science day, a kind of
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    introductory science day I think is what Attorney
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    Matthews was describing, but how do the defendants feel
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    about that?
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              MR. CHABOT: Your Honor, I'm going to defer to
    Attorney Aytch on that point.
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              THE COURT:
                          Okay.
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MS. AYTCH: Your Honor, I know that we contemplated a science day before and we were not adverse to it. With regard to the timing, I believe at a status conference, maybe a couple of status conferences ago the Court expressed the need to get beyond the pleading stage, so we would still want to discuss the timing, and unfortunately without Attorney Turner I'm not at liberty to completely speak as to what timeframe the defendants would be comfortable with, as he would play a major role if it.

with regard to science day is I'm very open to that and I'm open to scheduling it here and just scheduling it jointly with Judge Temple. And what I would suggest is that once you give me your discovery plans and your ESI Protocol is filed and these other fact sheets and profile forms that you've reached agreement on those and the stay is lifted, perhaps you could assign one individual within your plaintiffs' group and one within your defendants' group to put together, you know, a science day jointly with perhaps Mr. Matthews being part of that subcommittee or group because obviously he could bring in the state folks as well, and just make some sort of proposal with regard to a science day by our next month's status conference. Would that work?

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MR. ORENT: Jonathan Orent for the plaintiffs, your Honor. I believe that would work for us, and I just want to note that, you know, we strongly believe that a science day or even a preliminary science day with the goal of having one more in-depth later on I think is essential sooner rather than later, and the reason for that is we're now in a period where we're going to start discovery and we're going to start having inevitably issues come up, whether they be issues over how to choose bellwethers or issues over discovery documents or issues over science. And I think that the sooner the Court can learn some of the key terminology and some of the key biological concepts and technological concepts that are in issue here, the better, because I think that the Court will need that information in order to make decisions once we get into any of the next set of issues that are moving forward. So, as your Honor has recognized, we've done a lot of the logistical work up until now and we're getting to the point where the remainder of those orders are going to be entered. And I do think that the next hearing is a logical time to set up and hopefully have shortly thereafter a science day so that the Court has the level of familiarity that perhaps the parties do and can import on to it.

1 THE COURT: All right. You agree with that in 2 concept, Attorney Aytch? 3 MS. AYTCH: I agree with that in terms of the 4 parties can at the Court's request, have a proposal at 5 the next hearing. THE COURT: Perfect. All right, that's what 6 7 I'd like to see. I'd like to see some sort of agreement. And I am very amenable to a September 8 9 timeframe for a science day and hopefully counsel for 10 both sides can come together and agree on an agenda for 11 even the science day and then you can present it to me. 12 I would hope to see something at our next status 13 conference, something somewhat specific so that I can 14 then perhaps consult with Judge Temple, we could perhaps 15 get him on the phone as well, perhaps, to come up with 16 an agreement about what makes sense for that science 17 day. But if plaintiffs and defendants and Mr. Matthews 18 are all in agreement about it and we get Judge Temple to 19 agree as well, then it seems to me that especially for a 20 preliminary science day, I would very much defer to plaintiffs and defendants' counsel as to what you think 21 22 makes the most sense by way of teaching me early on the 23 concepts that both sides think I need to understand and 24 that Judge Temple needs to understand. So, I will hope 25 to see something somewhat detailed then by way of a

1 proposal in our next agenda. And that sounds like a 2 topic that I'm guessing the parties can come together on and negotiate. It's far less contentious a topic than 3 4 some of the other you have successfully navigated, so I 5 have a lot of faith. Anything else we need to discuss 6 today? 7 MS. AYTCH: Not from the defendants, your 8 Honor. 9 MR. ORENT: And not from the plaintiffs either, your Honor. 10 11 THE COURT: Excellent. Well, thank you very 12 much all of you for the work that you have put into 13 this. It's been impressive. All the documents that you 14 have proposed, as you can see I have approved them, I 15 have read them with great interest and they are very 16 well done, I'm impressed, and I appreciate your ability 17 to negotiate these contentious matters, and I am very hopeful that we're going to move this litigation along 18 and I find that thus far, at least what I've seen by way 19 20 of litigation, has been very impressive to me. appreciate it and I want to let you know that. 21 22 seeing as there is no further business to cover today, I 23 will look forward to receiving your agenda for our next 24 status conference. Enjoy the month. Thank you all. 25 Court is adjourned.

1	(Telephone conference concluded at 2:26.)
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8	CERTIFICATE
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10	I, Sandra L. Bailey, do hereby certify that
11	the foregoing transcript is a true and accurate
12	transcription of the within proceedings, to the best of
13	my knowledge, skill, ability and belief.
14	
15	
16	Submitted: 7/24/2017 (axara f. Saulus -
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