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SOUTH CAROLINA JOINS 44 STATE COALITION IN ANTITRUST LAWSUIT AGAINST TEVA PHARMACEUTICALS, 19 OTHER GENERIC DRUG MANUFACTURERS, 15 INDIVIDUALS IN CONSPIRACY TO FIX PRICES AND ALLOCATE MARKETS FOR MORE THAN 100 DIFFERENT GENERIC DRUGS



(COLUMBIA, S.C.) – May 12, 2019 – Attorney General Alan Wilson joined a 44-state coalition led by Connecticut Attorney General William Tong in announcing a lawsuit against Teva Pharmaceuticals and 19 of the nation's largest generic drug manufacturers alleging a broad conspiracy to artificially inflate and

manipulate prices, reduce competition and unreasonably restrain trade for more than 100 different generic drugs. The lawsuit, filed in U.S. District Court for the District of Connecticut, also names 15 individual senior executive defendants at the heart of the conspiracy who were responsible for sales, marketing, pricing and operations. The drugs at issue account for billions of dollars of sales in the United States, and the alleged schemes increased prices affecting the health insurance market, taxpayerfunded healthcare programs like Medicare and Medicaid, and individuals who must pay artificially-inflated prices for their prescriptions drugs.

The complaint alleges that Teva, Sandoz, Mylan, Pfizer and 16 other generic drug manufacturers engaged in a broad, coordinated and systematic campaign to conspire with each other to fix prices, allocate markets and rig bids for more than 100 different generic drugs. The drugs span all types, including tablets, capsules, suspensions, creams, gels, ointments, and classes, including statins, ace inhibitors, beta blockers, antibiotics, anti-depressants, contraceptives, non-steroidal anti-inflammatory drugs, and treat a range of diseases and conditions from basic infections to diabetes, cancer, epilepsy, multiple sclerosis, HIV, ADHD, and more. In some instances, the coordinated price increases were over 1,000 percent.

The complaint lays out an interconnected web of industry executives where these competitors met with each other during industry dinners, "girls nights out", lunches, cocktail parties, golf outings and communicated via frequent telephone calls, emails and text messages that sowed the seeds for their illegal agreements. Throughout the complaint, defendants use terms like "fair share," "playing nice in the sandbox," and "responsible competitor" to describe how they unlawfully discouraged competition, raised prices and enforced an ingrained culture of collusion.

The lawsuit seeks damages, civil penalties and actions by the court to restore competition to the generic drug market.

"We've all seen prices go up for prescription drugs and generics usually make them more affordable. It's unconscionable that these individuals and companies would work together to increase the prices of these generic drugs that people rely on, in some cases for their lives," Attorney General Wilson said. LATEST NEWS

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South Carolina joins 44 state coalition in antitrust lawsuit against Teva Pharmaceuticals, 19 other generic drug manufacturers, 15 individuals in conspiracy to fix prices and allocate markets for more than 100 different generic drugs

May 13, 2019

(COLUMBIA, S.C.) - May 12, 2019 -Attorney General Alan Wilson joined a 44-state coalition led by Connecticut Attorney General William Tong in announcing a lawsuit against Teva Pharmaceuticals and 19 of the nation's largest generic drug manufacturers alleging a broad conspiracy to artificially inflate and manipulate prices, reduce competition and unreasonably restrain trade for more than 100 different generic drugs. The lawsuit, filed in U.S. District Court for the District of Connecticut, also names 15 individual senior executive defendants at the heart of the conspiracy who were responsible for sales, marketing, pricing and operations. The drugs at issue account...

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Attorney General Alan Wilson asks Court to limit attorneys' fees in SCANA case and give ratepayers rebates

May 8, 2019

(COLUMBIA, S.C.) - May 8, 2019 -South Carolina Attorney General Alan Wilson is asking the courts to reduce the legal fees requested by the lawyers for SCE&G ratepayers and instead give more money to the ratepayers. The response was filed in court late Tuesday. Attorneys who represented SCE&G's ratepayers have asked the Court for \$63.5 million in contingency fees and costs for their lawsuit against SCANA over its failed nuclear reactors project. That lawsuit led to a \$2.2 billion settlement that includes at least \$115 million in refunds to SCE&G ratepayers. In the filing, the attorney general says,...

"We have hard evidence that shows the generic drug industry perpetrated a multibillion dollar fraud on the American people. We have emails, text messages, telephone records, and former company insiders that we believe will prove a multi-year conspiracy to fix prices and divide market share for huge numbers of generic drugs. These are drugs that people in this country rely on every day for acute and chronic conditions and diseases from diabetes and cancer to depression and arthritis. We all wonder why our healthcare, and specifically the prices for generic prescription drugs, are so expensive in this country—this is a big reason why. This investigation is still in its early stages. We will not stop until these companies and the individuals who orchestrated these schemes are held accountable," said Connecticut Attorney General William Tong.

The complaint is the second to be filed in an ongoing, expanding investigation that the Connecticut Office of the Attorney General has referred to as possibly the largest cartel case in the history of the United States. The first complaint, still pending in U.S. District Court in the Eastern District of Pennsylvania, was filed in 2016 and now includes 18 corporate defendants, two individual defendants, and 15 generic drugs. Two former executives from Heritage Pharmaceuticals, Jeffery Glazer and Jason Malek, have entered into settlement agreements and are cooperating with the Attorneys General working group in that case.

Corporate Defendants

- 1. Teva Pharmaceuticals USA, Inc.
- 2. Sandoz, Inc.
- 3. Mylan Pharmaceuticals Inc.
- 4. Actavis Holdco US, Inc.
- 5. Actavis Pharma, Inc.
- 6. Amneal Pharmaceuticals, Inc.
- 7. Apotex Corp.
- 8. Aurobindo Pharma U.S.A., Inc.
- 9. Breckenridge Pharmaceutical, Inc.
- 10. Reddy's Laboratories, Inc.
- 11. Glenmark Pharmaceuticals Inc. USA
- 12. Greenstone LLC
- 13. Lannett Company, Inc.
- 14. Lupin Pharmaceuticals, Inc.
- 15. Par Pharmaceutical Companies, Inc.
- 16. Pfizer, Inc.
- 17. Taro Pharmaceuticals USA, Inc.
- 18. Upsher-Smith Laboratories, LLC
- 19. Wockhardt USA, LLC
- 20. Zydus Pharmaceuticals (USA), Inc.

Individual defendants

- 1. Ara Aprahamian, Vice President of Sales and Marketing at Taro Pharmaceuticals U.S.A, Inc.
- 2. David Berthold, Vice President of Sales at Lupin Pharmaceuticals, Inc.
- 3. James Brown, Vice President of Sales at Glenmark Pharmaceuticals, Inc.
- 4. Maureen Cavanaugh, former Senior Vice President and Chief Commercial Officer, North America, for Teva
- 5. Marc Falkin, former Vice President, Marketing, Pricing and Contracts at Actavis
- 6. James Grauso, former Senior Vice President, Commercial Operations for Aurobindo from December 2011 through January 2014. Since February 2014, Grauso has been employed as the Executive Vice President, N.A. Commercial Operations at Glenmark
- Kevin Green, former Director of National Accounts at Teva from January 2006 through October 2013. Since November 2013, Green has worked at Zydus Pharmaceuticals (USA) Inc. as the Vice President of Sales
- Armando Kellum, former Vice President, Contracting and Business Analytics at Sandoz
- 9. Jill Nailor, Senior Director of Sales and National Accounts at Greenstone
- 10. James Nesta, Vice President of Sales at Mylan
- 11. Kon Ostaficiuk, the President of Camber Pharmaceuticals, Inc.
- 12. Nisha Patel, former Director of Strategic Customer Marketing and later, Director of National Accounts at Teva.
- 13. David Rekenthaler, former Vice President, Sales US Generics at Teva
- 14. Richard Rogerson, former Executive Director of Pricing and Business Analytics at Actavis
- 15. Tracy Sullivan DiValerio, Director of National Accounts at Lannett

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Attorney General Wilson attends Greenwood V.A.L.O.R. clinic free legal help for veterans, active-duty and Reserves

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Drugs listed in the complaint as subject to price-fixing and market allocation agreements:

- 1. Adapalene Gel
- 2. Amiloride HCL/HCTZ Tablets
- 3. Amoxicillin/Clavulanate Chewable Tablets
- 4. Amphetamine/Dextroamphetamine ER (aka Mixed Amphetamine Salts)
- 5. Amphetamine/Dextroamphetamine IR
- 6. Azithromycin Oral Suspension
- 7. Azithromycin Suspension
- 8. Baclofen Tablets
- 9. Benazepril HCTZ
- 10. Bethanechol Chloride Tablets
- 11. Budesonide DR Capsules
- 12. Budesonide Inhalation
- 13. Bumetanide Tablets
- 14. Buspirone Hydrochloride Tablets
- 15. Cabergoline
- 16. Capecitabine
- 17. Carbamazepine Chewable Tablets
- 18. Carbamazepine Tablets
- 19. Cefdinir Capsules
- 20. Cefdinir Oral Suspension
- 21. Cefprozil Tablets
- 22. Celecoxib
- 23. Cephalexin Suspension
- 24. Cimetidine Tablets
- 25. Ciprofloxacin Tablets
- 26. Clarithromycin ER Tablets
- 27. Clemastine Fumarate Tablets
- 28. Clomipramine HCL
- 29. Clonidine TTS Patch
- 30. Clotrimazole Topical Solution
- 31. Cyproheptadine HCL Tablets
- 32. Desmopressin Acetate Tablets
- 33. Desogestrel/Ethinyl Estradiol Tablets (Kariva)
- 34. Dexmethylphenidate
- 35. Dextroamphetamine Sulfate ER
- 36. Diclofenac Potassium Tablets
- 37. Dicloxacillin Sodium Capsules
- 38. Diflunisal Tablets
- 39. Diltiazem HCL Tablets
- 40. Disopyramide Phosphate Capsules
- 41. Doxazosin Mesylate Tablets
- 42. Drospirenone and ethinyl estradiol (Ocella)
- 43. Enalapril Maleate Tablets
- 44. Entecavir
- 45. Epitol Tablets
- 46. Estazolam Tablets
- 47. Estradiol Tablets
- 48. Ethinyl estradiol and levonorgestrel (Portia and Jolessa)
- 49. Ethosuximide Capsules
- 50. Ethosuximide Oral Solution
- 51. Etodolac ER Tablets
- 52. Etodolac Tablets
- 53. Fenofibrate
- 54. Fluconazole Tablets
- 55. Fluocinonide Cream
- 56. Fluocinonide Emolient Cream
- 57. Fluocinonide Gel
- 58. Fluocinonide Ointment
- 59. Fluoxetine HCL Tablets
- 60. Flurbiprofen Tablets
- 61. Flutamide Capsules
- 62. Fluvastatin Sodium Capsules
- 63. Gabapentin Tablets
- 64. Glimepiride Tablets
- 65. Griseofulvin Suspension
- 66. Haloperidol
- 67. Hydroxyurea Capsules
- 68. Hydroxyzine Pamoate Capsules 69. Irbesartan
- 70. Isoniazid

- 71. Ketoconazole Cream
- 72. Ketoconazole Tablets
- 73. Ketoprofen Capsules
- 74. Ketorolac Tromethamine Tablets
- 75. Labetalol HCL Tablets
- 76. Lamivudine/Zidovudine (generic Combivir)
- 77. Levothyroxine
- 78. Loperamide HCL Capsules
- 79. Medroxyprogesterone Tablets
- 80. Methotrexate Tablets
- 81. Mimvey (Estradiol/Noreth) Tablets
- 82. Moexipril HCL Tablets
- 83. Moexipril HCL/HCTZ Tablets
- 84. Nabumetone Tablets
- 85. Nadolol Tablets
- 86. Niacin ER Tablets
- 87. Nitrofurantoin MAC Capsules
- 88. Norethindrone/ethinyl estradiol (Balziva)
- 89. Northindrone Acetate
- 90. Nortriptylline Hydrochloride Capsules
- 91. Omega-3-Acid Ethyl Esters
- 92. Oxaprozin Tablets
- 93. Oxybutynin Chloride Tablets
- 94. Paricalcitol
- 95. Penicillin VK Tablets
- 96. Pentoxifylline Tablets
- 97. Piroxicam
- 98. Pravastatin Sodium Tablets
- 99. Prazosin HCL Capsules
- 100. Prochlorperazine Tablets
- 101. Propranolol HCL Tablets
- 102. Raloxifine HCL Tablets
- 103. Ranitidine HCL Tablets
- 104. Tamoxifen Citrate Tablets
- 105. Temozolomide
- 106. Tizanidine
- 107. Tobramycin
- 108. Tolmetin Sodium Capsules
- 109. Tolterodine ER
- 110. Tolterodine Tartrate
- 111. Topiramate Sprinkle Capsules
- 112. Trifluoperazine HCL
- 113. Valsartan HCTZ
- 114. Warfarin Sodium Tablets

In addition to Connecticut and South Carolina, Alabama, Alaska, Arizona, Colorado, Delaware, Florida, Hawaii, Idaho, Illinois, Indiana, Iowa, Kansas, Kentucky, Louisiana, Maine, Maryland, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Jersey, New Mexico, New York, North Carolina, North Dakota, Ohio, Oklahoma, Oregon, Pennsylvania, Rhode Island, Tennessee, Utah, Vermont, Virginia, Washington, West Virginia, Wisconsin and Puerto Rico joined the suit.

Schedule a Tour or Visit

Welcome to the on-line office for Attorney General Alan Wilson. Please visit the **Contact Us** page to stay in touch.

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