IN THE

Supreme Court of the United States

MERCK & CIE, BAYER PHARMA AG, AND BAYER
HEALTHCARE PHARMACEUTICALS INC.,
Petitioners,

v.

WATSON LABORATORIES, INC.,

Respondent.

On Petition for a Writ of Certiorari to the United States Court of Appeals for the Federal Circuit

PETITION FOR A WRIT OF CERTIORARI

ADAM K. MORTARA
BARTLIT BECK HERMAN
PALENCHAR & SCOTT LLP
54 W. Hubbard Street
Suite 300
Chicago, IL 60654
(312) 494-4400

CARTER G. PHILLIPS
JONATHAN F. COHN*
RYAN C. MORRIS
JOSHUA J. FOUGERE
SIDLEY AUSTIN LLP
1501 K Street, NW
Washington, DC 20005
(202) 736-8000
jfcohn@sidley.com

Counsel for Petitioners Merck & Cie, Bayer Pharma AG, and Bayer Health Care Pharmaceuticals Inc.

October 12, 2016

* Counsel of Record



QUESTION PRESENTED

The Patent Act provides that a "person shall be entitled to a patent unless ... the invention was ... in public use or on sale in this country, more than one year prior to the date of the application" for the patent. 35 U.S.C. § 102(b) (2006).

The question presented is:

Whether the "on sale" bar found in § 102(b) applies only to sales or offers of sale made available to the public, as Congress, this Court, and the United States have all made clear, or whether it also applies to nonpublic sales or offers of sale, as the Federal Circuit has held.



PARTIES TO THE PROCEEDINGS

The parties to the proceedings are Merck & Cie, Bayer Pharma AG, Bayer HealthCare Pharmaceuticals Inc., and Watson Laboratories, Inc.

RULE 29.6 STATEMENT

Bayer Pharma AG and Bayer HealthCare Pharmaceuticals Inc. are wholly owned subsidiaries of Bayer AG, a publicly held company.

Merck KGaA is a publicly held company that owns more than 10% of Merck & Cie.



TABLE OF CONTENTS

	Page
QUESTION PRESENTED	i
PARTIES TO THE PROCEEDINGS	ii
RULE 29.6 STATEMENT	ii
TABLE OF AUTHORITIES	v
OPINIONS BELOW	1
JURISDICTION	1
RELEVANT STATUTORY PROVISION	1
INTRODUCTION	2
STATEMENT OF THE CASE	4
A. Factual Background	4
B. Procedural Background	6
REASONS FOR GRANTING THE PETITION	8
I. THE FEDERAL CIRCUIT'S ON-SALE BAR CASE LAW IS INCONSISTENT WITH THE PATENT ACT, THIS COURT'S PRECEDENT, AND THE VIEWS OF THE UNITED STATES	9
A. The Patent Act, This Court's Precedent, And The United States All Demonstrate That The On-Sale Bar Does Not Apply To Non-Public Sales Or Offers Of Sale	9
B. The Federal Circuit's Decision Conflicts With These Authorities	13
II. THE QUESTION PRESENTED IS EXCEPTIONALLY IMPORTANT	15
CONCLUCION	20

(iii)



iv

TABLE OF CONTENTS—continued	Page
APPENDICES	- 4.5
APPENDIX A: <i>Merck & Cie</i> v. <i>Watson Labs.</i> , <i>Inc.</i> , 822 F.3d 1347 (Fed. Cir. 2016)	1a
APPENDIX B: <i>Merck & Cie</i> v. <i>Watson Labs.</i> , <i>Inc.</i> , No. 13-978 (D. Del. Sept. 14, 2015)	16a
APPENDIX C: <i>Merck & Cie</i> v. <i>Watson Labs.</i> , <i>Inc.</i> , No. 13-1272 (D. Del. Sept. 14, 2015)	19a
APPENDIX D: <i>Merck & Cie</i> v. <i>Watson Labs.</i> , <i>Inc.</i> , 125 F. Supp. 3d 503 (D. Del. 2015)	22a
APPENDIX E: <i>Merck & Cie</i> v. <i>Watson Labs.</i> , <i>Inc.</i> , Nos. 2015-2063, -2064 (Fed. Cir. July 15,	
2016)	41ล



DOCKET

Explore Litigation Insights



Docket Alarm provides insights to develop a more informed litigation strategy and the peace of mind of knowing you're on top of things.

Real-Time Litigation Alerts



Keep your litigation team up-to-date with **real-time** alerts and advanced team management tools built for the enterprise, all while greatly reducing PACER spend.

Our comprehensive service means we can handle Federal, State, and Administrative courts across the country.

Advanced Docket Research



With over 230 million records, Docket Alarm's cloud-native docket research platform finds what other services can't. Coverage includes Federal, State, plus PTAB, TTAB, ITC and NLRB decisions, all in one place.

Identify arguments that have been successful in the past with full text, pinpoint searching. Link to case law cited within any court document via Fastcase.

Analytics At Your Fingertips



Learn what happened the last time a particular judge, opposing counsel or company faced cases similar to yours.

Advanced out-of-the-box PTAB and TTAB analytics are always at your fingertips.

API

Docket Alarm offers a powerful API (application programming interface) to developers that want to integrate case filings into their apps.

LAW FIRMS

Build custom dashboards for your attorneys and clients with live data direct from the court.

Automate many repetitive legal tasks like conflict checks, document management, and marketing.

FINANCIAL INSTITUTIONS

Litigation and bankruptcy checks for companies and debtors.

E-DISCOVERY AND LEGAL VENDORS

Sync your system to PACER to automate legal marketing.

