Allegation: Direction To Management Re Measuring Sales

Massachusetts AG FAC ¶226:

226. The Sacklers also knew and intended that the sales reps would push higher doses of Purdue's opioids. That same month, Richard Sackler directed Purdue management to "measure our performance by Rx's by strength, giving higher measures to higher strengths."

He copied Jonathan and Mortimer Sackler on the instruction. The Sacklers knew higher doses put patients at higher risk. As far back as the 1990s, Jonathan and Kathe Sackler knew that patients frequently suffer harm when "high doses of an opioid are used for long periods of time."

d that two sales reps hired in the 2008 expansion ptions in Massachusetts that they were among varded them with bonuses and all-expense-paid trips les to motivate other reps to sell more opioids. 127 intended that the sales reps would push higher doses on the instruction. The Sacklers knew higher dose e 1990s, Jonathan and Kathe Sackler knew that doses of an opioid are used for long periods of eklers voted to pay former CEO and criminal convict ne of several multi-million-dollar payments to the y and protect the Sackler family ig on a crush-proof reformulation of OxyContin to sacklers learned that another company was planning opioids are safer for patients. 132 Mortimer Sackler s to find out whether reformulated OxyContin was tients. He wrote to Richard Sackler: "Purdue should ch and should be generating the research to support

- ⁷⁷ 2018-02-18 deposition of Catherine Yates Sypek pg. 120; 2018-03-01 deposition of Timothy Quinn pg. 99. ¹²⁸ 2008-02-13 email from Richard Sackler, PPLPC012000170948-949.
- 129 1997-03-12 memo from John Stewart, PDD1701785443.
- 2007-10-26 Sales & Marketing presentation, pg. 2, PPLPC012000159022
 2008-02-07 email from Robert Kniko, PPLPC013000244844.

Irrelevant 2008 Email Suggests Sales Performance Metric

February 13, 2008 email from Richard to J. Stewart and others

Let's measure our performance by Rx's by strength, giving higher measures to higher strengths an especially the new strengths.

OIG <u>confirmed compliance</u> for 2008

From: Sudder, Dr Richard

Sent: Wednesday, February 13, 2008 7:29 PM

To: Steward, Jonn's H. (US) A Habron, Esward; Long, David; Pearl Meyer
Joseph A. Sometrico

Subject: On/Continuous newsory socionometry.sss

Subject: On/Continuous newsory socionometry.sss

File: OxyContinu trade inventory stocionometry.ssls >>

This spread absect demonstrates the enormous difficulty in forecasting 2008 ahipments only allowing for inventory abilities in the trade.

We haven't layered on this the impact of the new strengths and OTR.

General performance measure for 2008 -
CONFIDENTIAL

PPLPC012000170048

PPLPC01200

Trade inventory does take into account the new strengths and OTR. Kim has that factored into the acclurations.

Also, others may want to weigh in on valuing the higher strengths versus lower strengths. With the repborus plan we have been very careful to not over incentiveze reps to promote the higher strengths over the property of the property

> , 2008 8:33 PM), David Inventory stoichiometry.xis

nerating appropriate demand is my department's responsibility.

factory sales is interesting. Russ and I will get the data

2/13/08 Email from R. Sackler (PPLPC012000170948)

Thur 2/14/2008 9:07:32 AM RE: OxyContin trade inventory stoichiometry xls