Granted as Submitted

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Clerk of the Superior Court
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Attorneys for the State of Arizona			
SUPERIOR COUR	RT OF ARIZONA		
IN MARICOPA COUNTY			
STATE OF ARIZONA, ex rel. MARK BRNOVICH, Attorney General,	Case No.: CV2022-007393		
BRNO VICII, Audiney General,			
Plaintiff,			
V.	CONSENT JUDGMENT		
JOHNSON & JOHNSON; JANSSEN	CONSENT JUDGMENT		
PHARMACEUTICALS, INC.; ORTHO-	(Assigned to the Hon. Randall Warner)		
MCNEIL-JANSSEN PHARMACEUTICALS,	,		
INC.; and JANSSEN PHARMACEUTICA,			
INC.,			
D-C14-			
Defendants.			
The State of Arizona ("State") and John	son & Johnson, Janssen Pharmaceuticals		
The State of Arizona ("State") and John	son & Johnson, Janssen Pharmaceutical		

The State of Arizona ("State") and Johnson & Johnson, Janssen Pharmaceuticals, Inc., Ortho-McNeil-Janssen Pharmaceuticals, Inc., and Janssen Pharmaceutica, Inc. (collectively, "Janssen" or "Defendants") (together with the State, the "Parties," and each a "Party") have entered into a consensual resolution of the above-captioned litigation (the "Action") pursuant to a settlement agreement entitled Janssen Settlement Agreement, dated as of July 21, 2021 (as subsequently updated) (the "Agreement"), a copy of which is attached hereto as Exhibit A. The

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Agreement shall become effective by its terms upon the entry of this Consent Judgment (the "Judgment") by the Court without trial or adjudication of any contested issue of fact or law, and without finding or admission of wrongdoing or liability of any kind.

RECITALS:

Each Party warrants and represents that it engaged in arm's-length negotiations in good faith. In hereby executing the Agreement, the Parties intend to effect a good-faith settlement.

- 1. The State has determined that the Agreement is in the public interest.
- 2. The State is authorized to bring this action under the Arizona Consumer Fraud Act, A.R.S. §§ 44-1521 to -1534.
- 3. This Court has jurisdiction over the subject matter of the Action and over the Parties with respect to the Action and this Judgment. This Judgment shall not be construed or used as a waiver of any jurisdictional defense Defendants or any other Released Entities may raise in any other proceeding.
 - 4. Venue is proper in Maricopa County pursuant to A.R.S. § 12-401.
- 5. Janssen denies the allegations against it and that it has any liability whatsoever to the State, its Subdivisions, and/or (a) any of the State's or Subdivisions' departments, agencies, divisions, boards, commissions, districts, instrumentalities of any kind and attorneys, including its Attorney General and any person in his or her official capacity whether elected or appointed to serve any of the foregoing and any agency, person, or other entity claiming by or through any of the foregoing, (b) any public entities, public instrumentalities, public educational institutions, unincorporated districts, fire districts, irrigation districts, and other Special Districts, and (c) any person or entity acting in a parens patriae, sovereign, quasi-sovereign, private attorney general, qui tam, taxpayer, or other capacity seeking relief on behalf of or generally applicable to the general public.
- 6. The Parties recognize that the outcome of the Action is uncertain and a final resolution through the adversarial process likely will require protracted litigation.
- The Parties agree to the entry of the injunctive relief terms pursuant to Exhibit P 7. of the Agreement.

8. Therefore, without any admission of liability or wrongdoing by Janssen or any other Released Entities (as defined in the Agreement), the Parties now mutually consent to the entry of this Judgment and agree to dismissal of the claims with prejudice pursuant to the terms of the Agreement to avoid the delay, expense, inconvenience, and uncertainty of protracted litigation.

NOW THEREFORE, IT IS HEREBY ORDERED, ADJUDGED AND DECREED THAT:

In consideration of the mutual promises, terms, and conditions set forth in the Agreement, the adequacy of which is hereby acknowledged by all Parties, it is agreed by and between Defendants and the State, and adjudicated by the Court, as follows:

- 1. The foregoing Recitals are incorporated herein and constitute an express term of this Judgment.
- 2. The Parties have entered into a full and final settlement of all Released Claims of Releasors against Janssen (including but not limited to the State) and the Released Entities pursuant to the terms and conditions set forth in the Agreement and this Judgment.
- 3. The "Definitions" set forth in Section I of the Agreement are incorporated by reference into this Judgment. The State is a "Settling State" within the meaning of the Agreement. Unless otherwise defined herein, capitalized terms in this Judgment shall have the same meaning given to them in the Agreement.
- 4. The Parties agree that the Court has jurisdiction over the subject matter of the Action and over the Parties with respect to the Action and this Judgment. This Judgment shall not be construed or used as a waiver of any jurisdictional defense Janssen or any other Released Entity may raise in any other proceeding.
 - 5. The Court finds that the Agreement was entered into in good faith.
- 6. The Court finds that entry of this Judgment is in the public interest and reflects a negotiated settlement agreed to by the Parties. The Action is dismissed with prejudice, subject to a retention of jurisdiction by the Court as provided herein and in the Agreement.

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- By this Judgment, the Agreement is hereby approved by the Court, and the Court 7. hereby adopts the Agreement's terms as its own determination of this matter and the Parties' respective rights and obligations.
- The Court shall have authority to resolve disputes identified in Section XII.F.2 of the Agreement, governed by the rules and procedures of the Court.
- By this Judgment, the One Arizona Distribution of Opioid Settlement Funds Agreement, a copy of which is attached hereto as Exhibit B and is incorporated into the Agreement pursuant to Exhibit O of the Agreement, is hereby approved by the Court as the means by which relevant funds paid pursuant to the Agreement will be divided within the State, subject to the full acceptance by any Subdivision receiving such funds of the terms of the Agreement, including the releases provided therein.
- The Parties have satisfied the Condition to Effectiveness of Agreement set forth 10. in Section VIII of the Agreement and the Release set forth in Sections IV.A, D, and E of the Agreement, as follows:
 - The Attorney General of the State exercised the fullest extent of his or her powers a. to release Janssen and all other Released Entities from all Released Claims pursuant to the release attached hereto as Exhibit C (the "Release").
 - Janssen has determined that there is sufficient State participation and sufficient b. resolution of the Claims of the Litigating Subdivisions in the Settling States to proceed with the Agreement.
 - The Settlement Participation Form for each Initial Participating Subdivision in the c. State has been delivered to Janssen. As stated in the Settlement Participation

¹ Payments made to the State of Arizona shall be deposited by the Arizona Attorney General into an interest-bearing account within the Consumer Restitution and Remediation Revolving Fund pursuant to A.R.S. § 44-1531.02(C). With the advice and consent of the Arizona Legislature, pursuant to A.R.S. § 44-1531.02(C), the Attorney General shall direct how and when the funds paid by Janssen are used, provided that any such uses shall conform to the requirements of Sections VI.B.1 and VI.B.2 of the Agreement and the One Arizona Distribution of Opioid Settlement Funds Agreement.

Form, and for the avoidance of doubt, nothing in the Settlement Participation Form executed by the Participating Subdivisions is intended to modify in any way the terms of the Agreement to which the Participating Subdivisions agree. As stated in the Settlement Participation Form, to the extent the executed version of the Settlement Participation Form differs from the Agreement in any respect, the Agreement controls.

- d. Pursuant to the Settlement Participation Form, each Participating Subdivision in the State is dismissing with prejudice any Released Claims that it has filed against Janssen and the Released Entities.
- 11. <u>Mutual Interpretation and Release</u>. The Parties agree and stipulate that the Agreement was negotiated on an arm's-length basis between parties of equal bargaining power and was drafted jointly by counsel for each Party. Accordingly, the Agreement is incorporated herein by reference and shall be mutually interpreted and not construed in favor of or against any Party, except as expressly provided for in the Agreement.

The Parties have agreed that the representation and warranty specified in Section IV.E of the Agreement will not apply to the Arizona Attorney General as signatory for the State of Arizona, but will be replaced by a representation and warranty (a) that the Arizona Attorney General has the authority to settle and release all Released Claims within the Arizona Attorney General's authority to bring, (b) that the Arizona Attorney General has obtained authority from the Arizona Health Care Cost Containment System ("AHCCCS") to settle and release all Released Claims of AHCCCS or within AHCCCS's authority to bring, and (c) that, in view of the releases under this Agreement and the foregoing representation and warranty, neither the State of Arizona itself nor any other Arizona state agency, board, division, commission, executive department or instrumentality with authority over Janssen with respect to Covered Conduct has authority under Arizona law to bring a civil action against Janssen containing any Released Claims. The remainder of the release provisions of Section IV of the Agreement are incorporated to the full extent of the Attorney General's authority (if any) to release claims of

Releasors, although the Attorney General's representation and warranty regarding the scope of that authority is limited to the language in this paragraph.

- 12. <u>Costs and Fees.</u> The Parties will bear their own costs and attorneys' fees except as otherwise provided in the Agreement.
- 13. No Admission of Liability. Defendants are consenting to this Judgment solely for the purpose of effectuating the Agreement, and nothing contained herein may be taken as or construed to be an admission or concession of any violation of law, rule, or regulation, or of any other matter of fact or law, or of any liability or wrongdoing, all of which Defendants expressly deny. No Defendant or Released Entity admits that it caused or contributed to any public nuisance, and no Defendant or Released Entity admits any wrongdoing that was or could have been alleged by the State, its Participating Subdivisions and/or Participating Special Districts, or any other person or entity. No part of this Judgment shall constitute evidence of any liability, fault, or wrongdoing by Defendants or any other Released Entity. The Parties acknowledge that payments made under the Agreement are not a fine, penalty, or payment in lieu thereof and are properly characterized as described in Section VI.F of the Agreement.
- 14. <u>No Waiver</u>. This Judgment is entered based on the Agreement without trial or adjudication of any contested issue of fact or law or finding of liability of any kind. This Judgment shall not be construed or used as a waiver of Janssen's right, or any other Released Entity's right, to defend itself from, or make any arguments in, any other regulatory, governmental, private individual, or class claims or suits relating to the subject matter or terms of this Judgment. Notwithstanding the foregoing, the State may enforce the terms of this Judgment as expressly provided in the Agreement.
- 15. No Private Right of Action. This Judgment is not intended for use by any third party for any purpose, including submission to any court for any purpose, except pursuant to Section XII.A of the Agreement. Except as expressly provided in the Agreement, no portion of the Agreement or this Judgment shall provide any rights to, or be enforceable by, any person or entity that is not a Settling State or Released Entity. The State shall allow Participating Subdivisions in the State to notify it of any perceived violations of the Agreement or this

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Judgment. No Settling State, including the State, may assign or otherwise convey any right to enforce any provision of the Agreement.

- 16. Admissibility. It is the intent of the Parties that this Judgment not be admissible in other cases against Defendants or binding on Defendants in any respect other than in connection with the enforcement of this Judgment or the Agreement. For the avoidance of doubt, nothing herein shall prohibit Defendants from entering this Judgment or the Agreement into evidence in any litigation or arbitration concerning (1) Defendants' right to coverage under an insurance contract or (2) the enforcement of the releases provided for by the Agreement and this Judgment.
- 17. <u>Preservation of Privilege</u>. Nothing contained in the Agreement or this Judgment, and no act required to be performed pursuant to the Agreement or this Judgment, is intended to constitute, cause, or effect any waiver (in whole or in part) of any attorney-client privilege, work product protection, or common interest/joint defense privilege, and each Party agrees that it shall not make or cause to be made in any forum any assertion to the contrary.
- 18. <u>Retention of Jurisdiction</u>. The Court shall retain jurisdiction of the Parties for the limited purpose of the resolution of disputes identified in Section XII.F.2 of the Agreement. The Court shall have jurisdiction over Participating Subdivisions in the State for the limited purposes identified in the Agreement.
- 19. <u>Successors and Assigns</u>. This Judgment is binding on Defendants' successors and assigns.
- 20. <u>Modification</u>. This Judgment shall not be modified (by the Court, by any other court, or by any other means) without the consent of the State and Defendants, or as provided for in Section XIII.S of the Agreement.
- 21. <u>Signatures</u>. This Consent Judgment may be executed by the parties in counterparts and be delivered by facsimile or electronic transmission, or a copy thereof, such constituting an original counterpart hereof, all of which together will constitute one and the same document.

1	22. <u>Final Judgment</u> .	This (Consent Judgment resolves the Action. As no further
2	matters remain pending, this is a	ı final ju	adgment entered pursuant to Ariz. R. Civ. P. 54(c).
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4	DATED this day of	of June,	2022.
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8			JUDGE OF THE SUPERIOR COURT
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11	APPROVED, AGREED TO A	ND PR	RESENTED BY:
12			
13	MARK BRNOVICH Attorney General		
14	Attorney General		
15	Date: <u>June 13, 2022</u>	By:	And Acathe &
16	Date: <u>June 13, 2022</u>	Dy.	Joseph Sciarrotta, Jr.
17	For the Janssen Defendants:		Division Chief Counsel
18			Attorneys for the State of Arizona
19	Date: <u>6/8/2022</u>	By:	/s/ Marc Larkins
20			Marc Larkins Assistant Corporate Secretary, Johnson & Johnson
21			,,,,,,
22	Approved as to form:		
23	Date: <u>6/8/2022</u>	By:	/s/ Charles Lifland
24			Charles C. Lifland O'Melveny & Myers
25			Counsel for Defendants
26			
27			
- '			

eSignature Page 1 of 1

Filing ID: 14485440 Case Number: CV2022-007393 Original Filing ID: 14435382

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ENDORSEMENT PAGE

CASE NUMBER: CV2022-007393 SIGNATURE DATE: 6/27/2022

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JOSEPH SCIARROTTA JR.

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