IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

| CONSTAR INTERNATIONAL, INC., CHEVRON PHILLIPS CHEMICAL COMPANY, LP, and CHEVRON RESEARCH & TECHNOLOGY COMPANY, | : : : : |
|--|----------------------------------|
| Plaintiffs, | : Civil Action No. 99-234-JJF |
| V. | : |
| CONTINENTAL PET TECHNOLOGIES, INC., | : |
| Defendant. | · : : |
| CHEVRON PHILLIPS CHEMICAL COMPANY, LP and CHEVRON RESEARCH & TECHNOLOGY COMPANY, | : : : : |
| Cross-claim Plaintiffs, | : : |
| V. | : |
| CONSTAR INTERNATIONAL, INC., | : : |
| Cross-claim Defendant. | : |

Donald F. Parsons, Jr., Esquire and Karen Jacobs Louden, Esquire of MORRIS, NICHOLS, ARSHT & TUNNELL, Wilmington, Delaware. Of Counsel: Dale M. Heist, Esquire, Kathleen Milsark, Esquire, and Joseph D. Rossi, Esquire of WOODCOCK WASHBURN LLP, Philadelphia, Pennsylvania. Counsel for Plaintiff Constar International, Inc.

Richard L. Horwitz, Esquire and David E. Moore, Esquire of POTTER ANDERSON & CORROON LLP, Wilmington, Delaware. Of Counsel: Douglas A. Freedman, Esquire, Kenneth G. Schuler, Esquire, Sasha A. Mayergoyz, and Michael Faris, Esquire of LATHAM & WATKINS LLP, Chicago, Illinois. Glen P. Belvis, Esquire, Helen A. Odar, Esquire, and K. Shannon Mrksich, Esquire of BRINKS HOFER GILSON & LIONE, Chicago, Illinois. Counsel for Defendant Continental PET Technologies, Inc.

MEMORANDUM OPINION

November 19, 2003 Wilmington, Delaware

Farnan, District Judge

Pending before the Court is the Motion to Compel of Defendant Continental Pet Technologies, Inc. for the Production of Documents Subject to Constar's Assertion of the Common Interest Doctrine (D.I. 298). For the reasons discussed, the Court will deny the motion.

BACKGROUND

In 1999, Plaintiff Constar International, Inc. ("Constar")¹ initiated this action against Continental Pet Technologies, Inc. ("Continental") alleging that Continental was infringing upon U.S. Patent No. 5,021,515 (the "`515 patent"). Continental has moved 1) to compel several documents on Constar's privilege log, 2) to compel documents responsive to document requests 119-120, 122-126, 128-130, and 3) to compel all other materials withheld by Constar based on the common interest doctrine.

Constar contends that all of the withheld documents are privileged communications between Constar's former counsel and PLM's former counsel. Constar responds that it is only withholding four of the documents in question based on work product privilege. Constar asserts that these documents were communications between Constar's former patent counsel and PLM's former counsel and were made "in anticipation of the present

¹ Constar was substituted for Crown Cork & Seal Technologies Corporation as the named plaintiff by stipulation of the parties on January 22, 2003. (D.I. 275).

lawsuit." Constar's Response, at 2. Constar contends that Continental has not meet its burden to obtain disclosure of work product.

Constar asserts multiple objections to Continental's general request for material responsive to requests 119-120, 122-126, and 128-130. Constar contends that some of the documents are privileged and asserts that it has not waived its attorney client or work product privilege with respect to those documents. Constar also objects to the relevance, breadth, burden, vagueness, and duplicity of the requests. Constar asserts that Continental has not addressed these objections, and therefore, its request is not ripe.

Constar further contends that Continental's request for all materials withheld under the common interest doctrine is too broad and covers materials which Constar is not required to disclose.

Continental responds that Constar has not demonstrated it is entitled to the protections of the attorney client privilege and that any possible attorney-client privilege or work product privilege related to these requests has been waived by Constar's failure to previously make a specific objection.

DISCUSSION

I. The Common Interest Attorney Client Privilege

If information is communicated to an attorney in the

presence of a third party, usually the attorney-client privilege does not protect the disclosure of that communication. The common interest doctrine creates an exception to this general Under the common interest doctrine, communications made rule. when multiple clients consult an attorney on matters of common interest are still privileged against third parties. <u>Cavallaro</u> <u>v. U.S.</u>, 284 F.3d 236, 249 (1st Cir. 2002). Communications made by a party or the party's lawyer to an attorney representing another in a matter of common interest are also privileged. Id. The doctrine allows "attorneys facing a common litigation opponent [to] exchange privileged communications and attorney work product in order to prepare a common defense without waiving either privilege." <u>Schachar v. American Acad</u>emy of <u>Ophthalmology, Inc.</u> 106 F.R.D. 187, 191 (D. Ill. 1985). "A community of interest exists among different persons or separate corporations where they have an identical legal interest with respect to the subject matter of a communication between an attorney and a client concerning legal advice." Duplan Corp. v. Deering Milliken, Inc., 397 F. Supp. 1146, 1172 (D.S.C.1975).

II. Application of the Common Interest Doctrine in this Case

A. <u>The Privilege Log Documents</u>

"A community of legal interests may arise between parties jointly developing patents; they have a common legal interest in

developing the patents to obtain greatest protection and in exploiting the patents." <u>Baxter Travenol Laboratories, Inc. v.</u> <u>Abbott Laboratories</u>, 1987 WL 12919, 1 (N.D. Ill. 1987). Constar contends that documents 933, 983, 1014, 1022, 1026, and 1332 were privileged communications between Constar's counsel and counsel for PLM and dealt with "patent applications under which [Constar and PLM] shared a common legal interest under the 1988 crosslicense." Constar's Response, at 2. Constar asserts that Documents 1420, 1476, 1488, and 1489 are work product created in anticipation of the present litigation and dealing with the common interest of the cross-license. Based on Constar's assertions, the Court finds that Constar's documents are privileged communications between attorneys about a common legal interest.²

B. <u>Disputed Document Requests</u>

Continental asserts that Constar has waived attorney-client and work product protections with respect to document requests 123-126, 128, and 130. According to Constar, because Continental only asserted that it could not disclose documents under a "common interest," and did not assert an underlying independent privilege, Constar waived the attorney-client privilege with

² If requested by Continental, the Court will conduct an in camera review of a random sampling of the documents at issue.

respect to documents responsive to these requests. While a general objection may constitute a waiver of privilege, "[w]hether a waiver has actually occurred requires the Court to consider the circumstances surrounding the assertion of [the] general objection to the production of privileged documents." <u>High Tech Communications, Inc. v. Panasonic Co.</u> 1995 WL 133344, *2 (E.D. La. 1995). Constar made a general objection to disclosing its privileged documents, and, in response to each request, objected to the disclosing "common interest" documents responsive to that request. On this record, the Court finds that it is clear that Constar was asserting the common interest attorney-client and work product privileges, and Constar has not waived its privilege objections.

Additionally, as stated in section A, attorney communications on common legal interests between Constar and others are privileged. Privileged communications between Constar and others, even if responsive to requests 119, 120, 122, 123, 124, 125, 126, 128, 129, 130, need not be produced.

However, communications with third parties that do not fall under the common interest doctrine are not privileged. Depending on the circumstances, negotiations can be adversarial or cooperative. <u>See Power Mosfet Technologies v. Siemens AG</u>, 206 F.R.D. 422, 426 (E.D. Tex. 2000). For this reason, the Court is reluctant to broadly determine that either all or none of

documents responsive to document requests 119 and 120 are privileged. Additionally, while parts of the other requests target legal discourse between companies and attorneys, some communications responsive to these requests may not be privileged because they may be business discourse.

Constar has raised objections unrelated to privilege with respect to Continental's requests and before any disclosure will be ordered by the Court, Continental must address these objections in order to be entitled to a log of the withheld documents.

C. <u>General Request for Common Interest Documents</u>

Constar broadly contends that it is entitled to all common interest materials. For the reasons discussed previously, attorney communications on common legal interests between Constar and others are privileged, and therefore, Continental is not entitled to the requested materials.

CONCLUSION

For the reasons discussed, the Motion to Compel of Defendant Continental Pet Technologies, Inc. for the Production of Documents Subject to Constar's Assertion of the Common Interest Doctrine will be denied.

An Order consistent with this Memorandum Opinion will be entered.

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<u>order</u>

At Wilmington, this 19th day of November 2003, for the reasons discussed in the Memorandum Opinion issued this date;

IT IS HEREBY ORDERED that the Motion to Compel of Defendant Continental Pet Technologies, Inc. for the Production of Documents Subject to Constar's Assertion of the Common Interest Doctrine (D.I. 298) is **DENIED**.

> JOSEPH J. FARNAN, JR. UNITED STATES DISTRICT JUDGE