

1 Nicole C. Moskowitz (SBN: 298431)  
2 **BURG SIMPSON**  
3 **ELDREDGE HERSH & JARDINE, P.C.**  
4 40 Inverness Drive East  
5 Englewood, CO 80112  
6 Phone: (303) 792-5595  
7 Fax: (303) 708-0527  
8 Email: NMoskowitz@burgsimpson.com

9 *Counsel for Plaintiffs*

10  
11  
12 **SUPERIOR COURT OF THE STATE OF CALIFORNIA**  
13 **FOR THE COUNTY OF SAN MATEO**

14 **CASE NO. 19-CIV-07686**

15 GLEN ROSKE, RICHARD  
16 WOLLSCHLEAGER, ANNA  
17 EVERSOLE, and JOHNENE BARRAS,

18 Plaintiffs,

19 v.

20 GILEAD SCIENCES, INC., ABC  
21 CORPORATIONS 1-100, and JOHN  
22 DOES 1-100,

23 Defendants.

24 **COMPLAINT FOR DAMAGES**

- 25 **1. NEGLIGENCE**  
26 **2. STRICT PRODUCT LIABILITY**  
27 **3. BREACH OF EXPRESS WARRANTIES**  
28 **4. BREACH OF IMPLIED WARRANTIES**  
**5. FRAUD AND CONCEALMENT**

**DEMAND FOR JURY TRIAL**

29 **COME NOW** Plaintiffs, GLEN ROSKE, RICHARD WOLLSCHLEAGER, ANNA  
30 EVERSOLE, and JOHNENE BARRAS, who bring this action against Defendant Gilead Sciences,  
31 Inc. (“Gilead”) for personal injuries suffered as a result of Plaintiffs’ ingestion of the prescription  
32 drugs Viread®, Truvada®, Atripla®, Complera® and Stribild® (collectively “TDF-based  
33 medications”), all of which are designed, manufactured, marketed, labeled, tested, distributed and/or  
34 sold by Gilead for, *inter alia*, the prevention or treatment of Human Immunodeficiency Virus-1  
35 (“HIV”). Plaintiffs’ allegations as to their own circumstances are based on their personal

1 knowledge, information or belief. Plaintiffs’ allegations as to all other matters are based upon their  
2 information and belief after reasonable investigation.

### 3 **INTRODUCTION**

4 1. Gilead Sciences, Inc. is a California pharmaceutical giant. In 1991, Gilead acquired  
5 the exclusive rights to develop, manufacture, distribute, and sell an antiviral compound called  
6 tenofovir for the treatment of HIV/AIDS. Beginning in 2001, Gilead manufactured and sold a  
7 prodrug form of tenofovir called tenofovir disoproxil fumarate, or TDF. Unbeknownst to Plaintiffs  
8 and the general public, Gilead had also developed another prodrug form of tenofovir called tenofovir  
9 alafenamide fumarate, or TAF, which it knew to be more efficacious and less toxic to kidneys and  
10 bones. Yet, despite knowing of the disparity in safety between TAF and TDF, Gilead shelved the  
11 TAF project in 2004 to artificially and unreasonably maximize profits on the existing TDF patent.  
12 Despite the fact that Gilead owed its patients the safest drug available, it deliberately chose to sell  
13 TDF drugs first. Ten years later in 2014, as the TDF patent came close to an end, Gilead strategically  
14 applied for FDA approval for TAF and, in November 2015, brought it to market for the first time.

15 2. When Gilead introduced TAF to physicians in 2015, it touted the drug as a “new”  
16 and “novel” prodrug formulation that was much safer for patients. There was nothing new about it,  
17 however. It was the same drug that Gilead had developed alongside TDF in the 1990s and was  
18 purportedly shelved in development since at least 2004. As a result, hundreds of thousands of HIV-  
19 infected patients and patients taking the drug prophylactically were exposed to a more toxic form of  
20 the drug for over a decade. These patients, including Plaintiffs, unwittingly and needlessly suffered  
21 permanent, debilitating, and sometimes fatal kidney and bone damage.

### 22 **FACTUAL ALLEGATIONS**

23 3. Plaintiffs are each medical patients who were prescribed Gilead’s tenofovir and  
24 tenofovir-based antiviral medications, namely Viread®, Truvada®, Atripla®, Complera® and/or  
25 Stribild®. Plaintiffs were prescribed and ingested these tenofovir-based medications as part of  
26 either a “highly active antiretroviral therapy” (HAART) or in combination with other safe sex  
27 practices as pre-exposure prophylaxis (PrEP) to reduce the risk of sexually transmitted HIV-1.

1           4.       Antiretroviral medications generally work to prevent the HIV-1 virus from  
2 replicating within the body thus reducing the rate of transmission and benefitting an infected  
3 person's immune system.

4           5.       Tenofovir is a nucleotide reverse transcriptase inhibitor (NRIT), one of the classes  
5 of antiretroviral medications used to prevent and/or treat HIV-1 by blocking the reverse transcriptase  
6 enzyme involved in the viral replication process.

7           6.       In turn, "tenofovir disoproxil fumarate" (TDF) is a "prodrug" of tenofovir, meaning  
8 that it is a formulation of tenofovir that is not converted into its active form until it is absorbed into  
9 the body.

10          7.       Viread®, Truvada®, Atripla®, Complera® and Stribild® all contain 300 milligrams  
11 of TDF, which is the minimum efficacious dose of TDF for the prevention and/or treatment of HIV-  
12 1.<sup>1</sup>

13          8.       At all relevant times, Plaintiffs who were infected with HIV-1 ingested some or all  
14 of these TDF-based medications daily, trusting that they would promote their health by slowing the  
15 virus' replication in their bodies.

16          9.       Although Plaintiffs and/or their respective medical providers reasonably expected  
17 that these TDF-based medications would promote their overall health by preventing and/or treating  
18 the HIV-1 virus, they actually resulted in undisclosed, unanticipated, and unnecessary injuries to  
19 their kidneys, bones, and/or teeth.

20          10.       Gilead's TDF-based medications were developed from approximately 1991-2012.  
21 Throughout its development of these TDF drugs, Gilead knew that tenofovir in the prodrug form of  
22 TDF was extremely toxic to patients' kidneys, bones, and teeth.

23          11.       At the same time as it developed TDF, Gilead had investigated, discovered,  
24 researched, and developed a safer, more effective tenofovir "prodrug" called "tenofovir alafenamide  
25 fumarate" (TAF) that reduced human toxicity and the risk of resulting injury to the kidneys, bones,  
26 and/or teeth as compared to TDF.

27 \_\_\_\_\_

28 <sup>1</sup> With the exception of Viread®, all of these medications combine TDF with other compounds.

12. However, despite already having developed a safer form of tenofovir, Gilead intentionally, knowingly, willfully, recklessly, and/or carelessly marketed the first TDF-based medication, Viread®, in 2001, and withheld the safer TAF-based formulations from the market until November 2015, resulting in injuries to the Plaintiffs as described individually with greater specificity, *infra*. In so doing, Gilead was able to unreasonably maximize its profits and fully exploit its own patents on its TDF-based medications before unveiling TAF as a “novel”, safer product.

## FACTUAL BACKGROUND

## *The Early Cultural and Scientific History of HIV-1*

13. The HIV/AIDS community has been neglected, marginalized, stigmatized, and discriminated against ever since the disease first entered the public lexicon in 1981 when it was interchangeably referred to as “Gay-Related Immune Deficiency” (GRID), “Gay Men’s Pneumonia”, and “Gay Cancer”.

14. For example, even though the Centers for Disease Control (CDC) estimated in 1982 that tens of thousands of people were already affected by the disease, and anywhere between 854 and 2,304 deaths were attributable to AIDS between 1982-1983, initial efforts to allocate funding for AIDS research were mocked at the highest levels of government with then Press Secretary Larry Speaks going so far as to call the epidemic the “Gay Plague” during a press briefing.

15. It was not until 1984 that the U.S. Department of Health and Human Services announced that researchers at the National Cancer Institute had found the cause of AIDS – a retrovirus they initially labeled HTLV-III before later being renamed HIV-1.

16. During this time, the CDC estimated that 50,280 people were infected with HIV/AIDS, of which 47,993, or 95.5%, died of complications related to the disease, prompting a segment of the general public to support the quarantining of infected people, and the U.S. government to ban travel and immigration by members of the HIV/AIDS community.

17. The pharmaceutical industry's neglect of the HIV/AIDS community came to a head in October 1988, when over 1,000 members and supporters of the activist group ACT UP engaged in massive sit-ins that shut down the FDA's offices to protest the slow pace of new HIV/AIDS drugs being brought to market.

1           18.     In 1989, members and allies of the HIV/AIDS community railed against the overall  
2 lack of treatment options and the astronomical prices of the few available medications, culminating  
3 in a series of FDA reforms aimed at expanding clinical trials and increasing access to therapeutic  
4 treatments.

5           19.     It was amidst this tumult of ostracization and fear in the HIV/AIDS community that  
6 Gilead first assumed its investigation and development of “prodrug” forms through which tenofovir  
7 could be offered as an alternative course of treatment for the virus. This ultimately resulted in Gilead  
8 securing the exclusive license to synthesize tenofovir-based compounds.

9                               *Gilead’s Exclusive Development of Tenofovir*

10          20.     Tenofovir was first synthesized in 1983 by Antonin Holy at the Institute of Organic  
11 Chemistry and Biochemistry of the Academy of Sciences of the Czech Republic in Prague.

12          21.     Initially, Dr. Holy believed that tenofovir was useful in the treatment of Hepatitis B  
13 because of its propensity to inhibit the enzymes involved in the disease’s replication.

14          22.     These same enzyme-inhibiting properties, in turn, led Dr. Holy to consider whether  
15 tenofovir could be useful in the treatment of other viral diseases.

16          23.     In 1985, Dr. Holy contacted long-time associate and collaborator Dr. Erik De Clercq,  
17 an immunologist from the University of Leuven in Belgium, to further research the interaction  
18 between tenofovir and other viruses.

19          24.     In response to his initial experiments, Dr. De Clercq concluded that tenofovir  
20 exhibited remarkable antiviral activity against DNA and RNA viruses, including HIV-1.

21          25.     Although they concluded early on that the compound could not be effectively  
22 administered by mouth, Drs. Holy and De Clercq’s initial experiments with tenofovir were  
23 promising for the treatment of HIV-I and attracted the attention of American pharmaceutical giant  
24 Bristol-Myers (now Bristol-Myers Squibb).

25          26.     Recognizing that they needed the financial support to fund additional research and  
26 pre-clinical trials, Drs. Holy and De Clercq called upon their ongoing collaborations with Dr. John  
27 C. Martin, the Associate Director of the Anti-Infective Chemistry Department at Bristol-Myers, in  
28 1987, to further study tenofovir’s antiretroviral properties.

1           27.     Between 1987 and 1990, Drs. Holy and Martin worked together to synthesize  
2     tenofovir compounds for testing by Dr. De Clercq to identify which compounds should be further  
3     developed to specifically combat certain diseases.

4           28.     Upon his departure from Bristol-Myers in 1990, Dr. Martin continued his  
5     collaborations with Drs. Holy and De Clercq by brokering an exclusive license to research and  
6     develop tenofovir-based compounds for his new employer, Gilead.

7           29.     Beginning in 1991, Gilead, under the direction of Dr. Martin as its Vice President of  
8     Research and Development, commenced the development of tenofovir as an antiretroviral treatment  
9     for HIV/AIDS, focusing first on the identification and design of a viable delivery mechanism.

10          30.     In working to identify and design a viable delivery mechanism for tenofovir, Gilead  
11     first considered whether it could develop and market an intravenous formulation, but ultimately  
12     scrapped the concept when initial testing revealed that intravenous administration of tenofovir  
13     caused a rapid and severe decline in kidney function.

14          31.     Tenofovir's propensity to cause renal and bone injuries was actually well known to  
15     Gilead at the time it began developing the compound in earnest because of its biochemical similarity  
16     to at least two other Gilead antiretroviral drugs – cidofovir and adefovir – which, like tenofovir,  
17     belong to the molecular class of acyclic nucleoside phosphates and are both highly nephrotoxic.

18          32.     Although tenofovir was an incredibly potent antiretroviral for the treatment and/or  
19     prevention of HIV/AIDS, Gilead began developing oral formulations of tenofovir, ultimately  
20     synthesizing TDF and TAF simultaneously in or about 1993. By approximately 2000, Gilead had  
21     conducted initial pre-clinical studies, clinical studies, and animal testing that revealed their relative  
22     potency, efficacy, and cytotoxicity.

23          33.     With respect to TDF, Gilead learned that although the human body converts the  
24     compound into tenofovir following oral ingestion, the amount of active tenofovir actually absorbed  
25     into the bloodstream was disproportionately low compared to the dose of TDF administered.

26          34.     In order to address TDF's low bioavailability – the amount of a drug actually  
27     absorbed into the blood – Gilead determined that a 300 milligram dose was the lowest amount of  
28     TDF that could be effectively administered to achieve the desired inhibition of HIV-1 replication.

1           35.     Gilead’s scientists also determined this minimum effective dose of TDF resulted in  
2 abnormally high concentrations of active tenofovir in the kidneys, which inhibit the kidneys’ overall  
3 ability to function properly and contribute to mineral losses that precede bone and tooth loss.

4           36.     At the same time it reached these conclusions regarding TDF, Gilead also determined  
5 that TAF was a more viable prodrug form of tenofovir that could be administered orally to introduce  
6 the same amount of active tenofovir into the body at one-tenth (0.1) of the dose of TDF and achieve  
7 the same antiretroviral effectiveness as TDF at only one-thousandth (0.001) of the dose.

8           37.     Stated differently, Gilead found that because of the differences in bioavailability  
9 between TDF and TAF, patients needed approximately 12 times more TDF (300 milligram dose)  
10 than TAF (25 milligram dose) in order to achieve the same therapeutic effect on viral replication.

11          38.     Given the differences in effective dosage between TDF and TAF, Gilead knew that  
12 TAF was associated with less toxicity and fewer side effects because the oral administration of TAF  
13 resulted in significantly lower concentrations of active tenofovir in the kidneys, which in turn  
14 decreased the risk of renal injuries, as well as bone and tooth loss, when compared to TDF.

15          39.     The relative effectiveness and safety of TAF as compared to TDF was known and  
16 confirmed by Gilead as late as July 2001 when it published a paper in *The Journal of Nucleosides,*  
17 *Nucleotides and Nucleic Acids* titled “Metabolism of [TAF], A Novel Phenyl  
18 Monophosphoramidate Intracellular Prodrug of PMPA in Blood” concluding that “[TAF] had  
19 greater clinical efficacy” relative to TDF. Gilead publicly presented the same findings at the “Ninth  
20 Conference on Retroviruses and Opportunistic Infections – New Drugs, New Data Hold Promise  
21 for Next Decade of HIV Treatment” in February 2002.

22          40.     This juxtaposition of effectiveness and safety between the two prodrugs was  
23 highlighted as part of Gilead’s submissions to the U.S. and European patent offices for TAF where  
24 Gilead cited research dating back to 1997 showing *TAF<sup>2</sup> was two to three times more potent than*  
25 *TDF and could obtain concentrations of tenofovir in target cells that were ten to thirty times higher*  
26 *than those attainable by TDF.*

27 \_\_\_\_\_  
28 <sup>2</sup> Upon information and belief, TAF was also referred to as “GS 7340”.

**Table 1. *In Vitro* Activity and Stability**

	HIV-1 Activity	Cytotoxicity	Stability T 1/2 (min)		
	IC <sub>50</sub> μM	CC <sub>50</sub> μM	Human Plasma	MT-2 Cell Extract	(P/MT-2)
GS 7340	0.005	> 40	90.0	28.3	3.2
TDF	0.05	70	0.41	70.7	0.006
Tenofovir	5	6000	--	--	--

41. Plainly, at all times relevant to the synthetization, development, and research of tenofovir's prodrug forms, Gilead knew that TAF was a safer, more effective, and overall better drug than TDF.

*The Choice to Promote TDF over TAF*

42. Armed with significant knowledge of TDF, TAF, and the differences between the two, as well as the exclusive rights to tenofovir, Gilead moved from the development and study of these antiretroviral compounds to the monetization of medications that would be prescribed to patients with HIV/AIDS.

43. In order to maximize its profits and stranglehold on tenofovir-based antiretroviral medications, Gilead intentionally, knowingly, willfully, recklessly, and/or carelessly devised a marketing scheme whereby it abandoned the immediate approval, manufacture and sale of TAF in favor of the less effective, less safe TDF. Gilead knew that if it sold its safer TAF compound first, TDF would never be sold. Conversely, by selling TDF based drugs first, Gilead could reap the benefits of those sales and then, later, market its safer TAF compound and effectively monetize both drugs.

44. Thus, as its scientists were publishing their research regarding TAF's superior safety profile, Gilead began the process of bringing the less effective, less safe TDF to market by conducting clinical trials and, in 2001, submitting its first TDF formulation, Viread®, to the FDA for accelerated approval.

45. Gilead's intentional, knowing, willful, reckless, and/or careless promotion of the less effective, less safe TDF over TAF allowed Gilead to artificially extend the period during which it



1 could exclusively manufacture and sell tenofovir-based drugs for use in preventing and/or treating  
2 HIV-1 at the expense of the long term safety and health of the patients it undertook an obligation to  
3 treat.

4 46. In betraying the trust and compromising the well-being of its customers, Gilead was  
5 unapologetic about this marketing and distribution scheme. Instead, Gilead promoted TDF as a  
6 “miracle drug” in public while knowing full well that it was concealing the existence and availability  
7 of the safer, more effective TAF.

8 47. Gilead furthered this conceit by intentionally, knowingly, willfully, recklessly,  
9 and/or carelessly characterizing TDF as a “benign”, non-toxic treatment for HIV-1 in the face of  
10 evidence that TAF was safer and more effective.

11 *Gilead’s TDF-Based Medications*

12 48. All told, Gilead monopolized the market for tenofovir-based antiretroviral  
13 medications by designing, marketing, and selling five different TDF-based medications between  
14 2001 and 2015:

- 15 • Viread® (approved October 26, 2001)
- 16 • Truvada® (approved August 2, 2004)
- 17 • Atripla® (approved July 12, 2006)
- 18 • Complera® (approved August 10, 2011)
- 19 • Stribild® (approved August 27, 2012)
- 20

21 49. Throughout this 14-year period, Gilead’s TDF-based medications would sell for  
22 anywhere between \$1,600 to \$2,000 for a month’s supply, thereby allowing Gilead to profit from  
23 the already-marginalized HIV/AIDS community in excess of \$36 billion<sup>3</sup> with little to no regard for  
24 patient health, safety, and overall quality of life.

25  
26  
27  
28 <sup>3</sup> Between 2004 and 2015, Gilead’s estimated profits for Truvada® alone were \$36.2 billion.

Viread®

50. Gilead's machinations to promote its less effective, less safe TDF in order to maximize long-term market dominance and financial gain was cemented on October 26, 2001, when it obtained FDA approval for Viread®, which at all relevant times consisted only of a 300 milligram dose of TDF in tablet form.

51. Viread® almost immediately began to dominate the market for antiretroviral medication for the treatment of HIV-1 infections, earning Gilead a staggering \$225 million over only two months of sales in 2001.

52. After only six full years of market presence, Viread® grew approximately 1,700% to reach total sales of \$4 billion in 2008 despite both external and internal competition.

53. However, as sales of Viread® boomed throughout the 2000s, Gilead continued to generate and receive data further corroborating its existing knowledge that TDF was highly nephrotoxic (i.e. toxic to the kidneys) in comparison to TAF, and therefore more likely to cause significant renal, bone, and tooth injuries.

54. For example, in addition to its own internal research and conclusions regarding the safety and efficacy of TDF, Gilead was aware of post-market clinical studies and adverse event reports from as early as 2002, unavailable to the general public, documenting TDF's association with severe renal deficiencies and toxicity in patients without any preexisting history of kidney problems, as well as acute decreases in bone mineral density and tooth loss.

55. These studies also provided evidence to Gilead that prescribers should monitor patients closely for early signs of toxicity, kidney failure, or bone loss, and that medical professionals should discontinue treatment as soon as possible to avoid the risk of permanent injury.

56. As these reports about TDF-related injuries began to emerge within the scientific community in 2002, Gilead contemporaneously funded TAF clinical research throughout the country, which continued to confirm that TAF was both more effective and far less toxic to patients' kidneys, bones, and teeth.

57. Rather than publicize this research as it received TDF-related adverse event reports, Gilead suppressed publication of the results, and instead continued to claim through their marketing

materials and sales presentations that TDF was a “risk-free” “miracle drug” for the treatment of HIV-1.

58. With Viread® having grown to account for 68% of its total product sales by the end of 2003, Gilead responded to concerns about TDF not by transitioning to the development and marketing of safer and more effective TAF-based medications, but by implementing plans to design new TDF combination drugs to maintain patent exclusivity and prolong Gilead's ability to charge monopoly prices.

59. In fact, Gilead went so far as to falsely claim that TAF was not different enough from TDF to warrant further development and, in October 2004, Dr. Martin announced that the company would abandon TAF in its future plans to design and produce antiretroviral drugs for the treatment of HIV-1.

## Truvada®

60. The first and most financially successful of Gilead’s monopolizing TDF-based “combination” medications was Truvada®, which was approved by the FDA on August 2, 2004.

61. At all relevant times, Truvada® consisted of 300 milligrams of TDF and 200 milligrams of emtricitabine in tablet form.

62. As a combination drug, Gilead designed Truvada® to extend TDF's market footprint by coupling tenofovir with another Gilead-patented protein inhibitor.

63. The combination of TDF and emtricitabine in Truvada® did nothing to offset or counteract the highly toxic levels of tenofovir being introduced into patients' kidneys, nor did Gilead's prescribing information adequately inform patients and their providers regarding the real risks of toxicity and bone and kidney damage caused by TDF.

64. At the time Truvada® was approved and released to market in 2004, Gilead was aware of published case reports demonstrating a link between TDF and lethal renal toxicity in patients with no prior history of kidney disease.

1           65.     Additionally, over 40% of all adverse event reports received by Gilead for its  
2 predecessor TDF-based medication, Viread®, were related to renal injuries, suggesting that the  
3 actual number of patients suffering TDF-induced kidney complications was likely much higher.<sup>4</sup>

4           66.     These statistics were corroborated during the 2006 Conference on Retroviruses and  
5 Opportunistic Infections where CDC investigators presented data obtained from 11,362 HIV-  
6 infected patients treated with TDF-based medications, concluding that this prodrug form of  
7 tenofovir was associated with mild and moderate renal insufficiency.

8           67.     Although these results and statistics prompted Gilead – at the insistence of its FDA  
9 regulators – to modify its label for Viread® to accurately describe the risks of kidney damage  
10 experienced by patients taking TDF on at least seven separate occasions between 2002 and 2008,  
11 Gilead’s prescribing information for Truvada® continued to distort the risks of renal injury and bone  
12 loss as a primary concern for patients with preexisting renal and bone density conditions.

13           68.     This two-pronged approach of rabid promotion and blatant omission allowed  
14 Truvada® to generate significant profits as Gilead exploited the HIV/AIDS community by charging  
15 each patient approximately \$18,456 per year. This resulted in roughly \$36.2 billion in total profits  
16 by 2015, and further incentivized Gilead to continue systematically developing and marketing TDF  
17 over TAF.

18           69.     In July 2012, Gilead would ultimately expand upon the popularity its marketing  
19 scheme created for Truvada® in the HIV/AIDS community to exploit a new indication for pre-  
20 exposure prophylactic use by those uninfected with the HIV-1 virus who were at a greater risk of  
21 contracting the disease, calling the medication Truvada for PrEP® and exponentially increasing its  
22 overall profits.

23  
24  
25  
26  
27 <sup>4</sup> Post-market adverse events are generally underreported, thus suggesting that the actual number of patients  
28 experiencing complications is higher than indicated. *See Empirical estimation of under-reporting in the U.S.  
Food and Drug Administration Adverse Event Reporting System (FAERS)* (May 2017).

Atripla®

70. Hoping to replicate the success of Viread® and Truvada®, Gilead expanded its monopoly on tenofovir-based antiretrovirals in 2006 by releasing another TDF combination drug, Atripla®, which at all relevant times comprised 300 milligrams of TDF, 200 milligrams of emtricitabine, and 600 milligrams of efavirenz.

71. Like Truvada®, Atripla's® addition of other Gilead-patented compounds was not intended to address then-existing and continuously growing concerns regarding TDF-induced renal, bone, and tooth injuries, but merely extended Gilead's exclusive ability to market TDF as the premier antiretroviral medication on the market.

72. As was the case for Truvada® and Viread® before it, Atripla's® prescribing information contained the same misrepresentations associated with Gilead's prior TDF-based medications, limiting its warnings to patients with a history of bone and kidney problems, and claiming that the effects of TDF on long-term bone health, bone mineral density, and fracture risks were unknown.

73. Of course, Gilead's public release and promotion of Atripla® was also accompanied by the receipt of additional internal and external data continuing to demonstrate that TDF's risks of renal and bone injuries were higher than those associated with TAF. This included a post-2006 observational study of 497 HIV-infected patients initiating TDF treatment where nearly 20% developed significant renal dysfunction, as well as the publication of multiple articles between 2008-2011 continuing to show that TDF caused marked decreases in kidney functions.

74. Undeterred by this data and the multiple, additional requests by the FDA to change the prescribing information accompanying its TDF-based medications to more accurately reflect the risk of injury<sup>5</sup>, Gilead continued its established marketing scheme to promote Atripla® in the HIV/AIDS community, resulting in \$2.2 billion in sales during the fiscal year of 2015 alone.

---

<sup>5</sup> Specifically, in May 2007, June 2008, August 2008, November 200, and March 2010, the FDA required Gilead to amend its prescriber information for Viread®, Truvada® and Atripla® to strengthen warnings regarding the risk of renal and bone injuries.

Complera®

75. True to form, Gilead continued its pattern of adding ingredients to its existing TDF-based combination medications in order to extend its monopoly on tenofovir in the treatment of HIV-1 when it received approval for and released Complera® in August 2011.

76. At all relevant times, Complera® was composed of 300 milligrams of TDF, 200 milligrams of emtricitabine, and 25 milligrams of rilpivirine in tablet form.

77. Shortly after Gilead began marketing and distributing Complera®, researchers at San Francisco's Veterans' Administration Medical Center and the University of California, San Francisco, in April 2012, published an analysis of the medical records of over 10,000 HIV-infected veterans in the national VA Health Care System – the largest provider of HIV care in the United States – finding that *for each year a patient was exposed to TDF, the risk of TDF-induced renal damage and chronic kidney disease increased by approximately 30%.*

78. These results, in conjunction with the cumulative effect of other, similar studies, eventually lead the FDA to confirm in the spring of 2012 that TDF's safety profile was "well characterized in multiple . . . clinical trials" and "notable for TDF-associated renal toxicity related to proximal renal tubule dysfunction and bone toxicity related to loss of bone mineral density and evidence of increased bone turnover."

79. Still, Gilead continued its fervent promotion and distribution of its TDF-based medications, reporting \$800 million in sales for Complera® alone in 2015, while an ever-increasing number of patients in the HIV/AIDS community began to discover they were suffering from renal complications and bone injuries caused by their treatment with Gilead's TDF-based medications.

Stribild®

80. Marking the first – and last – departure from its pattern of extending its tenofovir monopoly by combining other Gilead-patented compounds with TDF, Gilead released Stribild® after obtaining FDA approval on August 27, 2012.

81. At all relevant times, Stribild® consisted of 300 milligrams of TDF, 200 milligrams of emtricitabine, 150 milligrams of elvitegravir, and 150 milligrams of cobicistat in tablet form.

82. Unlike its predecessor TDF-based medications, Gilead designed Stribild® to include cobicistat, a pharmacoenhancer or “booster” that inhibits the breakdown of elvitegravir, allowing it to remain in the human body long enough to permit effective, once-daily dosing.

83. Just as it knew years before releasing its first antiretroviral medications that TDF generally increased the risk of renal injury and bone loss, Gilead was aware as early as 2006 that tenofovir concentrations in patients' blood increased significantly when taken in conjunction with a booster, and that TDF-associated renal toxicity occurs more frequently in patients taking TDF as part of a boosted regimen.

84. Despite its knowledge of these risks, Gilead initially declined to include specific evidence in its marketing and prescribing information drawing patient and provider attention to the use of a booster like cobicistat relative to the increased likelihood of significant, TDF-induced renal and bone complications.

85. As a result, Gilead knew before and during its promotion and distribution of the medication that Stribild® would be its most nephrotoxic formulation of TDF-based medication, significantly elevating the risk of kidney and bone damage to unsuspecting patients. Yet, it embraced the opportunity to once again exploit the HIV/AIDS community to the tune of \$1.5 billion in 2015.

### *The Strategic Re-Introduction of TAF*

86. As its exclusivity on standalone TDF was set to expire in 2017, Gilead started to face market competition from manufacturers with which it could not strike anticompetitive deals to reduce or delay generic competition. Specifically, anti-retroviral competitors began to seek approval and introduce non-tenofovir based antiretroviral therapies that provided doctors and patients with the same or better convenience and efficacy as Gilead's flagship TDF-based medications while at the same time lowering the risk of associated renal and bone injuries.

87. Reflecting on the monumental financial success it built via TDF-based medications over the course of 14 years at the expense of the HIV/AIDS community, and facing – for the first time – a threat to its market dominance by safer non-tenofovir based medications – Gilead

1 transitioned to implement the current phase of its decades-long plan to continue monopolizing  
2 tenofovir into the foreseeable future.

3 88. Even though Gilead had publicly stated up to this point that it had abandoned the  
4 development of TAF because of its similar safety profile as compared to TDF, in reality, Gilead  
5 worked internally since 2004 to obtain no less than seven separate patents related to the use of TAF  
6 in preventing and/or treating HIV-1, and continued to conduct clinical studies regarding its safety  
7 and efficacy compared to TDF.

8 89. These same internal efforts were relayed to investors as early as October 2010 when  
9 Gilead's Chief Scientific Officer, Norbert Bischofberger, explained during an earnings call how  
10 TAF's safety profile is superior to TDF, particularly with respect to kidney and bone toxicity.

11 90. During this same earnings call, Dr. Bischofberger went on to describe "[TAF] is a  
12 'prodrug' that delivers more antivirally active components into the compartment in the body where  
13 it's really needed . . . What that means is that you can take a lower dose, and actually, our clinical  
14 study would indicate one-sixth to one-tenth the [TDF] dose, and you would actually get higher  
15 efficacy with less exposure. So we are looking at this to be used in a sub-population where people  
16 have a concern with [TDF], and the one with renal impairment, elderly people that have reduced  
17 renal function, and the other population will be adults that have pre-existing or suspicion of bone  
18 disease, osteoporosis, and that's where we are initially going to position the compound."

19 91. This scheme was shared with Gilead investors again by then President and Chief  
20 Operational Officer John Milligan on March 2, 2011, at the Capital Markets Healthcare Conference  
21 where he stated that:

22 *[o]ne of the reasons why [Gilead was] concerned about developing [TAF] was*  
23 *[Gilead was] trying to launch Truvada . . . [a]nd to have [its] own study suggesting*  
24 *that Viread wasn't the safest thing on the market . . . didn't seem like the best . . .*  
25 *There are some concerns still on kidney toxicity and there are some concerns about*  
26 *bone toxicity.*



1           92.     Later that same month at the Roth Capital Partners Growth Stock Conference, Mr.  
2 Milligan called TAF the “kinder, gentler” version of Viread® because it is safer than TDF,  
3 particularly as patients take the medication over extended periods.

4           93.     Gilead also stated in 2011 that it recognized promoting TAF is “. . . important because  
5 as the age of the AIDS population continues to increase . . . you get issues with aging such as renal  
6 function and bone mineral density that can become bigger issues for these patients . . .”, defining  
7 these “issues” as an “unmet medical need.”

8           94.     All told, Gilead centered its strategic reintroduction of TAF on the prodrug’s  
9 purported novelty and potential to, in Mr. Milligan’s words, “. . . bring quite a bit of longevity to the  
10 Gilead portfolio.”

11          95.     Shortly thereafter, in January 2012, Gilead began Phase II clinical trials of TAF-based  
12 medications and identified a dose that is ten times lower than Viread® while providing greater  
13 antiviral efficacy.

14          96.     By October 2012, Gilead concluded these Phase II clinical trials, finding that a once-  
15 daily single tablet containing only 10 milligrams of TAF-based medication demonstrated better  
16 markers of bone and kidney effects when compared with the 300 milligram dose of TDF found in  
17 Stribild®.

18          97.     As Gilead quickly launched into Phase III clinical development, the company’s  
19 narrative conspicuously transitioned from downplaying the differences between TDF and TAF to  
20 proclaiming the latter as a “new” and “better” drug for the treatment of the HIV-1 virus.

21          98.     Not surprisingly, Gilead’s characterization of TAF as a “better” option allowing for  
22 lower systemic tenofovir exposure, renal toxicity, and bone effects without sacrificing efficacy when  
23 compared to TDF formed the heart of its application to the FDA for approval of its first TAF-based  
24 medication, Genvoya®.

25          99.     More shocking, however, was Gilead’s bold reliance on TAF data obtained by the  
26 company *before 2005* showing that: (1) TAF provided greater intracellular distribution of tenofovir  
27 while yielding lower plasma tenofovir levels than TDF; (2) TAF was less likely to accumulate in the  
28

1 renal proximal tubules, leading to an improved overall safety profile; and (3) TAF doses were far  
2 lower than necessary for equivalent TDF-based medications.

3 100. Specifically, Gilead scientists presenting safety and efficacy data for the first TAF-  
4 based medications stated during the 2015 Conference on Retroviruses and Opportunistic Infection  
5 that “. . . relative to TDF 300mg, TAF at an equivalent dose of 25mg has 90% lower circulating  
6 plasma [tenofovir], while maintaining high antiviral activity.”

7 101. As a more effective, safer and overall superior antiretroviral medication, the FDA  
8 approved Gilead’s first TAF-based medication, Genvoya®, on November 5, 2015, ushering in a new  
9 era of Gilead’s monopolization over the use of tenofovir in the prevention and/or treatment of HIV-  
10 1. This included the introduction of four new, TAF-based medications over the last four years,  
11 thereby extending Gilead’s market dominance through 2038:

- 12 • Genvoya® (approved November 5, 2015)<sup>6</sup>
- 13 • Odefsey® (approved March 1, 2016)<sup>7</sup>
- 14 • Descovy® (approved April 4, 2016)<sup>8</sup>
- 15 • Biktarvy® (approved February 7, 2018)

16 102. Proving that fate is not without a sense of irony, Gilead’s marketing ethos since the  
17 approval of its first TAF-based medication in 2015 has focused on extolling the virtues of TAF as  
18 “the safest”, most effective option for the prevention and/or treatment of the HIV-1 virus, all the while  
19 profiting from a history of elevating its bottom line over the health and safety of its most marginalized  
20 patients.<sup>9</sup>

21  
22  
23  
24  
25 <sup>6</sup> Marketed as a direct TAF-based alternative for Stribild®.

26 <sup>7</sup> Marketed as a direct TAF-based alternative for Complera®

27 <sup>8</sup> Marketed as a direct TAF-based alternative for Truvada®

28 <sup>9</sup> See, e.g., Baumgardner, James, PhD, “Modeling the Impacts of Restrictive 28 II Formularies on Patients with HIV,” Am J Manag Care. 2018; 24 (Spec Issue No. 8):SP322-SP328 (funded by Gilead).

- 1
- 2
- 3
- 4
- 5
- 6
- 7
- 8
- 9
- 10
- 11
- 12
- 13
- 14
- 15
- 16
- 17
- 18
- 19
- 20
- 21
- 22
- 23
- 24
- 25
- 26
- 27
- 28

Gilead Sciences, Inc.

103. Defendant, Gilead Sciences, Inc., is a California resident corporation organized and existing under the laws of the State of Delaware, having its principal place of business at 333 Lakeside Drive, Foster City, California 94404. Gilead is a pharmaceutical company that develops and commercializes prescription medicines from its facilities in California, including Viread®, Truvada®, Atripla®, Complera®, and Stribild®, all of which were prescribed for and ingested by Plaintiffs.

Glen Roske

104. Plaintiff, Glen Roske, is and at all relevant times was a resident of the State of California, County of Orange.

105. Plaintiff was prescribed and ingested Gilead's TDF-based prescription medication, Atripla® and Truvada®, in the states of California and Arizona from approximately 2014 through 2019.

106. At the time that the Plaintiff was prescribed Atripla® and Truvada®, he did not know, and had no reason to suspect, that Gilead was withholding a TAF-based drug from the market, a safer alternative drug to the one prescribed him. Specifically, Plaintiff did not suspect that Gilead purposefully withheld a safer design that would have eliminated or reduced the likelihood and/or extent of his resulting injuries.

107. Plaintiff was diagnosed with renal insufficiency which progressed to acute kidney failure, and suffered from bone loss in his jaw, tooth fracture and tooth loss, as a direct and proximate result of having ingested Atripla® and Truvada®.

108. It was not until August 2019 that the Plaintiff learned of information that gave him a reason to suspect that his injuries were due to Gilead's wrongdoing. Immediately thereafter, Plaintiff conducted research and sought advice from professionals to discover whether his injuries were caused by Gilead.

109. Plaintiff could not at any earlier time have reasonably discovered facts supporting his causes of action through the exercise of reasonable diligence, including, but not limited to, the fact that his injuries were caused by Gilead's wrongful acts.

110. Neither Plaintiff nor his medical providers had any reason to suspect that Gilead's wrongdoing was the cause of his injuries and he could not have readily discovered the facts of his claims.

111. To the contrary, Plaintiff reasonably and justifiably relied on Gilead's intentional, knowing, willful, reckless, and/or careless misrepresentations and/or omissions that: (1) its TDF-based medications were the safest, most efficacious tenofovir-based treatment for his HIV-1 infection; (2) TDF-based medications were as safe and effective as TAF-based medications in the treatment of his HIV-1 infection; and/or (3) TAF-based medications were unavailable for the treatment of his HIV-1 infection. Moreover, Gilead represented that the injuries Plaintiff suffered were an expected consequence of taking this TDF-based medication. In so doing, Gilead falsely led the Plaintiff to believe that his injuries were not the result of Gilead's wrongdoing. Indeed, it was inconceivable to Plaintiff that Gilead itself had a safer alternative drug available to it but withheld it from the HIV community.

112. As a direct and proximate cause of the Plaintiff's ingestion of the TDF-based medications as identified above, the Plaintiff suffered damages that include, but are not limited to, acute kidney failure, decreased renal function, tooth loss and fracture, bone loss, pain, suffering, mental anguish, loss of enjoyment of life, and pecuniary loss including past and future loss wages, health care bills, and other losses.

Richard Wollschleager

113. Plaintiff Richard Wollschleager is a resident of the state of Florida, County of Brevard.

114. Plaintiff was prescribed and ingested Gilead's TDF-based prescription medication, Viread® and Complera®, from approximately 2001 to approximately 2013.

115. At the time that the Plaintiff was prescribed Viread® and Complera®, he did not know, and had no reason to suspect, that Gilead was withholding a TAF-based drug from the market,

1 a safer alternative drug to the one prescribed him. Specifically, Plaintiff did not suspect that Gilead  
2 purposefully withheld a safer design that would have eliminated or reduced the likelihood and/or  
3 extent of his resulting injuries.

4 116. Plaintiff was diagnosed with severe renal impairment and tooth loss as a direct and  
5 proximate result of having ingested Viread® and Complera®.

6 117. It was not until April 2019 that the Plaintiff learned of information that gave him a  
7 reason to suspect that his injuries were due to Gilead's wrongdoing. Immediately thereafter, Plaintiff  
8 conducted research and sought advice from professionals to discover whether his injuries were  
9 caused by Gilead.

10 118. Plaintiff could not at any earlier time have reasonably discovered facts supporting his  
11 causes of action through the exercise of reasonable diligence, including, but not limited to, the fact  
12 that his injuries were caused by Gilead's wrongful acts.

13 119. Neither Plaintiff nor his medical providers had any reason to suspect that Gilead's  
14 wrongdoing was the cause of his injuries and he could not have readily discovered the facts of his  
15 claims.

16 120. To the contrary, Plaintiff reasonably and justifiably relied on Gilead's intentional,  
17 knowing, willful, reckless, and/or careless misrepresentations and/or omissions that: (1) its TDF-  
18 based medications were the safest, most efficacious tenofovir-based treatment for his HIV-1  
19 infection; (2) TDF-based medications were as safe and effective as TAF-based medications in the  
20 treatment of his HIV-1 infection; and/or (3) TAF-based medications were unavailable for the  
21 treatment of his HIV-1 infection. Moreover, Gilead represented that the injuries Plaintiff suffered  
22 were an expected consequence of taking this TDF-based medication. In so doing, Gilead falsely led  
23 the Plaintiff to believe that his injuries were not the result of Gilead's wrongdoing. Indeed, it was  
24 inconceivable to Plaintiff that Gilead itself had a safer alternative drug available to it but withheld it  
25 from the HIV community.

26 121. As a direct and proximate cause of the Plaintiff's ingestion of the TDF-based  
27 medications as identified, above, the Plaintiff suffered damages that include, but are not limited to  
28

1 severe renal impairment, tooth loss, pain, suffering, mental anguish, loss of enjoyment of life, and  
2 pecuniary loss including past and future lost wages, health care bills, and other losses.

3 Anna Eversole

4 122. Plaintiff Anna Eversole is a resident of the state of Florida, County of Columbia.

5 123. Plaintiff was prescribed and ingested Gilead's TDF-based prescription medication,  
6 Truvada®, from approximately 2008 to approximately 2016.

7 124. At the time that the Plaintiff was prescribed Truvada®, she did not know, and had no  
8 reason to suspect, that Gilead was withholding a TAF-based drug from the market, a safer alternative  
9 drug to the one prescribed her. Specifically, Plaintiff did not suspect that Gilead purposefully  
10 withheld a safer design that would have eliminated or reduced the likelihood and/or extent of her  
11 resulting injuries.

12 125. Plaintiff suffered tooth loss and developed renal impairment as a direct and proximate  
13 result of having ingested Truvada®.

14 126. It was not until April 2019 that the Plaintiff learned of information that gave her a  
15 reason to suspect that her injuries were due to Gilead's wrongdoing. Immediately thereafter, Plaintiff  
16 conducted research and sought advice from professionals to discover whether her injuries were  
17 caused by Gilead.

18 127. Plaintiff could not at any earlier time have reasonably discovered facts supporting her  
19 causes of action through the exercise of reasonable diligence, including, but not limited to, the fact  
20 that her injuries were caused by Gilead's wrongful acts.

21 128. Neither Plaintiff nor her medical providers had any reason to suspect that Gilead's  
22 wrongdoing was the cause of her injuries and she could not have readily discovered the facts of her  
23 claims.

24 129. To the contrary, Plaintiff reasonably and justifiably relied on Gilead's intentional,  
25 knowing, willful, reckless, and/or careless misrepresentations and/or omissions that: (1) its TDF-  
26 based medications were the safest, most efficacious tenofovir-based treatment for her HIV-1  
27 infection; (2) TDF-based medications were as safe and effective as TAF-based medications in the  
28 treatment of her HIV-1 infection; and/or (3) TAF-based medications were unavailable for the

1 treatment of her HIV-1 infection. Moreover, Gilead represented that the injuries Plaintiff suffered  
2 were an expected consequence of taking this TDF-based medication. In so doing, Gilead falsely led  
3 the Plaintiff to believe that her injuries were not the result of Gilead's wrongdoing. Indeed, it was  
4 inconceivable to Plaintiff that Gilead itself had a safer alternative drug available to it but withheld it  
5 from the HIV community.

6 130. As a direct and proximate cause of the Plaintiff's ingestion of the TDF-based  
7 medications as identified above, the Plaintiff suffered damages that include, but are not limited to,  
8 tooth loss, renal impairment, pain, suffering, mental anguish, loss of enjoyment of life, and pecuniary  
9 loss including past and future loss wages, health care bills, and other losses.

10 Johnene Barras

11 131. Plaintiff, Johnene Barras, is a resident of the state of Florida, County of Clay.

12 132. Plaintiff was prescribed and ingested Gilead's TDF-based prescription medication,  
13 Truvada®, in the states of Arizona and Florida from approximately 2008 until 2018.

14 133. At the time that the Plaintiff was prescribed Truvada®, she did not know, and had no  
15 reason to suspect, that Gilead was withholding a TAF-based drug from the market, a safer alternative  
16 drug to the one prescribed her. Specifically, Plaintiff did not suspect that Gilead purposefully  
17 withheld a safer design that would have eliminated or reduced the likelihood and/or extent of her  
18 resulting injuries.

19 134. Plaintiff was diagnosed with osteopenia which progressed to osteoporosis, renal  
20 insufficiency, acute kidney injury, acute renal failure, CKD stage III which advanced to stage IV,  
21 and Fanconi Syndrome, as a direct and proximate result of having ingested Truvada®.

22 135. It was not until March 2019 that the Plaintiff learned of information that gave her a  
23 reason to suspect that her injuries were due to Gilead's wrongdoing. Immediately thereafter, Plaintiff  
24 conducted research and sought advice from professionals to discover whether her injuries were  
25 caused by Gilead.

26 136. Prior to this date, Plaintiff was unaware and, in fact, did not and could not have  
27 become aware through the exercise of reasonable diligence, that her injuries were wrongfully caused  
28 by Gilead's conduct until within two years of the filing of this Complaint.

137. Neither Plaintiff nor her medical providers had any reason to suspect that Gilead's wrongdoing was the cause of her injuries, and she could not have readily discovered the facts of her claims.

138. To the contrary, Plaintiff reasonably and justifiably relied on Gilead's intentional, knowing, willful, reckless, and/or careless misrepresentations and/or omissions that: (1) its TDF-based medications were the safest, most efficacious tenofovir-based treatment for her HIV-1 infection; (2) TDF-based medications were as safe and effective as TAF-based medications in the treatment of her HIV-1 infection; and/or (3) TAF-based medications were unavailable for the treatment of her HIV-1 infection. Moreover, Gilead represented that the injuries Plaintiff suffered were an expected consequence of taking this TDF-based medication. In so doing, Gilead falsely led the Plaintiff to believe that her injuries were not the result of Gilead's wrongdoing. Indeed, it was inconceivable to Plaintiff that Gilead itself had a safer alternative drug available to it but withheld it from the HIV community.

139. As a direct and proximate cause of the Plaintiff's ingestion of the TDF-based medications as identified above, the Plaintiff suffered damages that include, but are not limited to, osteopenia, osteoporosis, renal insufficiency, acute kidney injury, acute renal failure, CKD stage III which advanced to stage IV, Fanconi Syndrome, pain, suffering, mental anguish, loss of enjoyment of life, and pecuniary loss including past and future loss wages, health care bills, and other losses.

## JURISDICTION AND VENUE

140. This Court has jurisdiction over the subject matter of this action pursuant to California Code of Civil Procedure § 410.10 because a substantial portion of Gilead's acts and Plaintiffs' injuries occurred within California. This court has general and specific personal jurisdiction over Gilead as it is headquartered in California and its acts and/or omissions in the state of California give rise to the claims at issue in this lawsuit. Specifically, Gilead's decisions to withhold TAF and to aggressively market its unsafe TDF-based drugs all emanated from California.

141. Venue is proper in the County of San Mateo pursuant to California Code of Civil procedure §§ 395 and 395.5 because Gilead conducts business in San Mateo County and a substantial portion of Gilead's acts or omissions at issue in this lawsuit occurred in the County of San Mateo.



1                                    **TOLLING OF THE STATUTE OF LIMITATIONS**

2            142.    Gilead misrepresented that TAF was “new” despite knowing the relative benefits and  
3 safety compared to TDF long before Gilead brought any TDF-based drug to market in or about 2001.

4            143.    Gilead misrepresented the reasons that it abandoned the development of TAF in 2004,  
5 asserting that TAF could not be differentiated from TDF when it knew that TAF was, in fact, more  
6 effective and safer than TDF.

7            144.    For years, Gilead concealed that it abandoned TAF in 2004 in order to extend the  
8 lifecycle of its less effective, less safe TDF-based product portfolio despite knowing that patients  
9 were experiencing TDF-induced kidney and bone injuries.

10          145.    Gilead concealed the true risk of kidney and bone injuries associated with TDF, as  
11 well as the need to monitor all patients for TDF-associated toxicity and complications.

12          146.    Neither Plaintiffs nor their medical providers had any reason to suspect that they were  
13 actionably injured and/or that Gilead’s wrongdoing was the cause of their injuries, and they could  
14 not have readily discovered their claims.

15          147.    No reasonable person taking TDF-based drugs and experiencing kidney and bone  
16 toxicities would have suspected that Gilead purposefully withheld a safer drug that would have  
17 reduced the likelihood and/or extent of those very side effects.

18          148.    Gilead’s intentional, knowing, willful, reckless, and/or careless misrepresentations  
19 and/or omissions would lead a reasonable person to believe that he or she did not have a claim for  
20 relief.

21          149.    Because of Gilead’s intentional, knowing, willful, reckless, and/or careless  
22 misrepresentations and/or omissions, neither Plaintiffs nor any other reasonable person would have  
23 had reason to conduct an investigation; however, once Plaintiffs suspected that Gilead’s wrongdoing  
24 was the cause of their injuries, they were diligent in trying to uncover the facts and present their  
25 claims for relief.

26          150.    Gilead’s intentional, knowing, willful, reckless, and/or careless misrepresentations  
27 and/or omissions regarding its decision to withhold TAF-based products from the market and conceal  
28 the true risks of TDF constitute continuing wrongs that exist to this day.

- 1
- 2
- 3
- 4
- 5
- 6
- 7
- 8
- 9
- 10
- 11
- 12
- 13
- 14
- 15
- 16
- 17
- 18
- 19
- 20
- 21
- 22
- 23
- 24
- 25
- 26
- 27
- 28

## 2

## 3

4  
5

6  
7  
8  
9

10  
11  
12  
13  
14  
15

16  
17  
18

19  
20

21  
22  
23  
24

25  
26  
27

1           158.     Gilead knew, or should have known, that the TDF it incorporated into its TDF-based  
2 medications was associated with elevated risks of kidney and bone toxicity, and caused injuries that  
3 resulted from kidney and bone toxicity, including in patients not otherwise at risk for such injuries.

4           159.     Gilead knew, or should have known, before marketing its first TDF-based  
5 medications, and upon the release of every subsequent TDF-based medication, that TAF is safer than  
6 TDF in that it reduces the risks of kidney and bone toxicities, and Gilead was duty bound to act  
7 reasonably under the circumstances, in accordance with the standard of care applicable to  
8 pharmaceutical manufacturers and in accordance with that knowledge.

9           160.     Despite knowing that TAF would reduce reasonably foreseeable harm to patients'  
10 kidneys and bones, Gilead repeatedly incorporated the TDF design into its antiretroviral medications  
11 and denied patients the opportunity to take a more effective and safer TAF-based medication, all in  
12 order to maximize its financial gain.

13           161.     With thousands of patients experiencing damage to their kidneys and bones as a result  
14 of unnecessary TDF exposure – some of which is severe and irreversible – Gilead knew, or should  
15 have known, that the likelihood and severity of the kidney and bone injuries suffered by patients like  
16 Plaintiffs far outweighed the burden in taking safety measures to reduce or avoid the harm, by among  
17 other things, using TAF instead of TDF in all of its antiretroviral offerings or offering both TAF and  
18 TDF in its antiretroviral portfolio.

19           162.     Gilead failed to use the amount of care in designing its TDF-based medications that a  
20 reasonably careful pharmaceutical manufacturer would have used to avoid exposing patients to  
21 foreseeable risks of harm when taking into account, among other things, its actual and/or constructive  
22 knowledge that TAF was safer and more effective than TDF, as well as the gravity of harm resulting  
23 from withholding TAF from the market.

24           163.     Gilead undertook to develop and market safe antiretroviral medications to sell to  
25 wholesalers and other direct purchasers of pharmaceuticals, recognizing that its development and  
26 marketing of such medications was for the protection of patients like Plaintiffs; however, in  
27 abandoning the safer TAF design purely for monetary gain and misrepresenting why it was  
28 abandoning the safer TAF design, Gilead failed to exercise reasonable care in the performance of

1 this undertaking that increased the risk of harm to patients and, in fact, directly, proximately, and/or  
2 substantially caused the Plaintiffs' injuries.

3 164. Gilead knew or reasonably should have known that the TDF-based medications were  
4 dangerous or likely to be dangerous when used in a reasonably foreseeable manner, especially when  
5 compared to the more effective and safer TAF, which it purposefully withheld from the marketplace  
6 for over a decade.

7 165. By designing the TDF-based medications to contain TDF when it knew TDF harmed  
8 patients' kidneys and bones at much higher rates than TAF, and intentionally withholding the safer  
9 TAF design from the market, Gilead acted in reckless disregard of, or with a lack of substantial  
10 concern for, the rights of others.

11 166. As a direct, proximate, and legal result of Gilead's recklessness, carelessness, and/or  
12 negligence, and in violation of the then existing standards of care, all Plaintiffs were caused to suffer  
13 the injuries alleged individually, *supra*.

## 14 **COUNT II**

### 15 **STRICT PRODUCT LIABILITY**

16 167. Plaintiffs reallege and incorporate by reference each allegation previously set forth in  
17 this Complaint for Damages as if the same were stated more particularly at length here.

18 168. Gilead designed, developed, manufactured, fabricated, tested or failed to test,  
19 inspected or failed to inspect, labeled, advertised, promoted, marketed, supplied, and distributed the  
20 aforementioned TDF-based medications.

21 169. Gilead designed these medications with the TDF prodrug formulation so that it could  
22 unreasonably maximize profits on sales of TDF-based medications even though it knew, or should  
23 have known, that TAF-based medications would provide more efficacy and a better safety profile at  
24 a substantially lower dose.

25 170. Gilead delayed the release of and/or did not release these safer and more effective  
26 formulations in order to monopolize the market and maximize profits on sales of TDF, and later on  
27 sales of TAF.

1           171. The TDF-based medications manufactured and supplied by Gilead were defective and  
2 unsafe for their intended purpose in that the ingestion of these TDF-based medications caused serious  
3 injuries and/or death, especially when compared to TAF-based medications.

4           172. The defects existed in the TDF-based medications at the time they left Gilead's  
5 possession.

6           173. The TDF-based medications did, in fact, cause personal injuries as described above  
7 while being used in a reasonably foreseeable manner, thereby rendering them defective, unsafe, and  
8 dangerous for use.

9           174. Gilead placed the TDF-based medications it manufactured and supplied into the  
10 stream of commerce in a defective and unreasonably dangerous condition in that these TDF-based  
11 medications did not meet the ordinary safety expectations of patients and/or their prescribing  
12 physicians, especially when compared to the safety and efficacy profile of the TAF-based  
13 medications it purposefully withheld from the market.

14           175. Gilead's TDF-based medications were defective and unreasonably dangerous because  
15 their design included TDF and presented excessive dangers that were preventable by designing the  
16 drugs to use the TAF prodrug formulation and/or releasing alternative TAF-based medications.

17           176. Gilead's TDF-based medications were defective, unsafe, and unreasonably dangerous  
18 because the benefits of ingesting TDF-based medications were far outweighed by the associated risks  
19 and gravity of harm, especially in comparison to the relative benefits and risks of ingesting TAF-  
20 based medications.

21           177. Gilead knew that TAF was a safer and more effective design for delivering the drug  
22 tenofovir to the body, and that TAF was capable of reducing the risk of bone and kidney damage to  
23 patients.

24           178. At all times relevant to this matter, Gilead was aware that members of the general  
25 public who would ingest their TDF-based medications, including Plaintiffs, had no knowledge or  
26 information indicating that use of these medications would increase their risks of suffering the alleged  
27 injuries and that a safer alternative existed in TAF.

179. Gilead further knew that members of the general public who used their TDF-based medications, including Plaintiffs, would assume, and in fact did assume, that this use was safe, when in fact it was extremely hazardous to health and human life by comparison to the lower risks posed by TAF and TAF-based medications.

180. Gilead undertook to manufacture, design, label, distribute, offer for sale, supply, sell, package, and advertise the TDF-based medications without attempting to protect said users from, or warn of, the high risk of injury or death resulting from their use.

181. Gilead intentionally failed to reveal their knowledge of the risks, failed to warn of the risks, and consciously and actively concealed and suppressed said knowledge from members of the general public, including Plaintiffs, thus impliedly representing to members of the general public that the TDF-based medications were safe for all reasonably foreseeable uses.

182. Gilead was motivated by their own financial interest in the continuing uninterrupted manufacture, supply, sale, marketing, packaging, and advertising of tenofovir based medications.

183. Gilead deliberately disregarded the safety of patients and in fact was consciously willing to permit the TDF-based medications to cause injury.

184. Gilead's conduct was and is willful, malicious, fraudulent, outrageous, and in conscious disregard of and indifferent to the safety and health of the patients using their TDF-based medications.

185. As a direct, proximate, and legal result of the defective and unreasonably dangerous condition of the TDF-based medications Gilead tested, manufactured, and supplied, as well as the lack of adequate use instructions and warnings, Plaintiffs were caused to suffer the injuries and damages alleged individually with greater specificity, *supra*.

### COUNT III

## BREACH OF EXPRESS WARRANTY

186. Plaintiffs reallege and incorporate by reference each allegation previously set forth in this Complaint for Damages as if the same were stated more particularly at length here.

187. The aforementioned manufacturing, compounding, packaging, designing, distributing, testing, constructing, fabricating, analyzing, recommending, merchandizing,

1 advertising, promoting, supplying, and selling of the TDF-based medications were expressly  
2 warranted to be safe for Plaintiffs' use as well as for other members of the general public.

3 188. At the time of the making of the express warranties, Gilead knew the purpose for  
4 which their TDF-based medications were to be used and warranted their TDF-based medications to  
5 be fit, safe, and effective and proper for such purpose in all respects.

6 189. The TDF-based medications were unaccompanied by warnings of their dangerous  
7 propensities that were known or knowable to Gilead at the time of distribution.

8 190. In using Gilead's TDF-based medications, Plaintiffs and their physicians reasonably  
9 relied on Gilead's skill and judgment and on the express warranty. This express warranty was untrue  
10 in that the TDF-based medications were unsafe and, therefore, unsuited for the uses for which they  
11 were intended.

12 191. The TDF-based medications could and did cause Plaintiffs to suffer and continue to  
13 suffer the injuries and damages alleged individually with greater specificity, *supra*.

#### 14 **COUNT IV**

#### 15 **BREACH OF IMPLIED WARRANTY**

16 192. Plaintiffs reallege and incorporate by reference each allegation previously set forth in  
17 this Complaint for Damages as if the same were stated more particularly at length here.

18 193. At all relevant times, Gilead manufactured, compounded, packaged, distributed,  
19 recommended, merchandised, advertised, promoted, supplied, and sold the TDF-based medications,  
20 and prior to the time they were prescribed to Plaintiffs, Gilead impliedly warranted to Plaintiffs, their  
21 physicians and healthcare providers, that the TDF-based medications were of merchantable quality  
22 and safe for the use for which they were intended.

23 194. Plaintiffs, their physicians and healthcare providers relied on Gilead's skill and  
24 judgment in using the TDF-based medications.

25 195. The TDF-based medications were unsafe for their intended use and were not of  
26 merchantable quality, as warranted by Gilead at law and/or according to statute, including, but not  
27 limited to, California U. Com. Code § 2314, in that they had very dangerous propensities when used  
28 as prescribed and intended that would cause severe injuries to the patient.

196. The TDF-based medications were unaccompanied by sufficient warnings of their dangerous propensities that were either known or could reasonably have been ascertained by Gilead at the time of distribution.

197. As a direct, proximate, and legal result of the defective and unreasonably dangerous condition of the TDF-based medications manufactured and supplied by Gilead, Plaintiffs were caused to suffer and will continue to suffer the injuries and damages alleged individually with greater specificity, *supra*.

198. After Plaintiffs were made aware that their injuries were a result of the TDF-based medications, notice of the breach of warranty was duly provided to Gilead.

**COUNT V**

## **FRAUD AND CONCEALMENT**

199. Plaintiffs reallege and incorporate by reference each allegation previously set forth in this Complaint for Damages as if the same were stated more particularly at length here.

200. At all relevant times, Gilead had the duty and obligation to truthfully represent the facts concerning its TDF-based medications to Plaintiffs and their healthcare providers pursuant to federal and state law.

201. At all relevant times, Gilead also had the duty and obligation to provide all material facts and information in its exclusive possession regarding the relative safety and efficacy of its TDF-based medications, especially as compared to TAF and TAF-based medications, to Plaintiffs and their healthcare providers pursuant to federal and state law.

202. California Civil Code § 1709 provides that one who willfully deceives another with intent to induce him to alter his position to his injury or risk is liable for any damages which he thereby suffers.

203. California Civil Code § 1710 provides, in part, that a deceit, within the meaning of § 1709, is the suppression of fact, by one who is bound to disclose it, or who gives information of other facts which are likely to mislead for want of communication of that fact.

204. Defendants willfully deceived Plaintiffs, their healthcare providers, the medical community, and the public in general, by concealing material information concerning Gilead's TDF-



1 based medications, which Gilead had a duty to disclose, thus misrepresenting the true nature of the  
2 medications.

3 205. As described *supra*, Gilead concealed, suppressed, and/or omitted material facts  
4 concerning the TDF-based medications from Plaintiffs, their physicians, and other healthcare  
5 providers.

6 206. Specifically, Gilead actively concealed, suppressed, and/or omitted the following  
7 material facts:

- 8 a. the safer TAF design for delivering tenofovir into the body prior to seeking and  
9 receiving FDA approval for the TDF-based medications, even though it knew that  
10 TDF posed a significant and increased safety risk to patients' kidneys and bones;
- 11 b. that the toxicity associated with tenofovir was not unavoidable;
- 12 c. the real reason Gilead abandoned its TAF design in 2004, which was not because  
13 TAF could not be sufficiently differentiated from TDF; and
- 14 d. a warning to doctors to frequently monitor all patients for the adverse effects of  
15 TDF toxicity.

16 207. Gilead had exclusive possession and/or knowledge of this information and material  
17 facts.

18 208. Gilead knew that this information was not readily available to Plaintiffs and their  
19 doctors, and Plaintiffs and their doctors did not have an equal opportunity to discover the truth.

20 209. Plaintiffs and their doctors had no practicable way of discovering the true state and  
21 timing of Gilead's knowledge.

22 210. Gilead intentionally, willfully, and maliciously concealed, omitted, and/or  
23 suppressed the availability, safety, and efficacy of TAF in order to minimize the true risk of its TDF-  
24 based medications, thereby inflating sales by inducing doctors to prescribe, and patients like  
25 Plaintiffs to consume, its TDF-based medications.

26 211. Gilead intentionally, willfully, and maliciously concealed, omitted, and/or  
27 suppressed from Plaintiffs and their doctors the fact that Gilead had already developed the safer  
28 TAF mechanism but designed the TDF-based medications to contain TDF instead of the safer TAF

1 in order to maximize profits on its TDF-based medications and extend its ability to profit on its HIV  
2 franchise for years to come.

3 212. By concealing, omitting, and/or suppressing that Gilead was aware of, but had  
4 withheld, the safer TAF product, Gilead intended to and did induce Plaintiffs' doctors to prescribe,  
5 and Plaintiffs to ingest, one or more of the TDF-based medications, thereby causing Plaintiffs'  
6 injuries.

7 213. Plaintiffs and their doctors justifiably relied on Gilead's incomplete, insufficient, and  
8 inadequate representations regarding TDF, TAF, TDF-based medications, and/or TAF-based  
9 medications.

10 214. Gilead intentionally, willfully and maliciously concealed, omitted, and/or suppressed  
11 material information from prescriber and patient labeling regarding the need for doctors to monitor  
12 all TDF patients on a frequent, specific schedule for the adverse effects of TDF-associated bone and  
13 kidney toxicity.

14 215. Gilead intentionally, willfully, and maliciously concealed, omitted, and/or  
15 suppressed an adequate monitoring warning in order to conceal the true risk of its TDF-based  
16 medications, and to inflate sales by inducing doctors to prescribe, and patients like Plaintiffs to  
17 consume, its TDF-based medications.

18 216. Plaintiffs and their doctors justifiably relied on Gilead's incomplete, insufficient, and  
19 inadequate product labeling and other representations.

20 217. Had Gilead not intentionally, willfully, and maliciously concealed, omitted, and/or  
21 suppressed this information about the safe use of its TDF-based medications from the prescriber and  
22 patient labeling, doctors would have performed, and patients would have insisted upon, frequent  
23 and adequate monitoring for the kidney and bone problems that have injured Plaintiffs.

24 218. If Plaintiffs had been adequately monitored for kidney and bone problems while  
25 taking TDF-based medications, they would not have been injured or their injuries would have been  
26 less severe.

27 219. As a direct, proximate, and legal result of Gilead's material omissions, Plaintiffs  
28 were caused to suffer and will continue to suffer the injuries and damages described individually.

1           **WHEREFORE**, Plaintiffs pray for judgment against Defendant, Gilead Sciences, Inc., and  
2 as appropriate to each cause of action alleged and as appropriate to the standing of Plaintiffs, as  
3 follows:

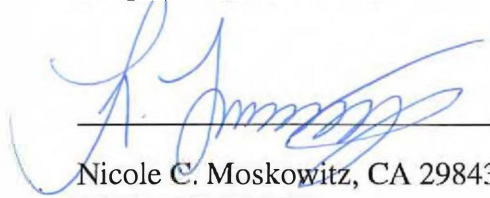
- 4           a.       economic and non-economic damages in an amount as provided by law and to  
5                   be supported by evidence at trial;  
6           b.       for compensatory damages according to proof;  
7           c.       for declaratory judgment that Gilead is liable to Plaintiffs for all evaluative,  
8                   monitoring, diagnostic, preventative, and corrective medical, surgical, and  
9                   incidental expenses, costs, and losses caused by Gilead's wrongdoing;  
10          d.       for disgorgement of profits;  
11          e.       for an award of attorneys' fees and costs;  
12          f.       for prejudgment interest and the costs of suit;  
13          g.       punitive or exemplary damages according to proof; and  
14          h.       for such other, further, and different relief as this Honorable Court may deem  
15                   just and proper.

16                                   **DEMAND FOR JURY TRIAL**

17           Plaintiffs hereby demand a trial by jury as to all claims in this action.

18  
19   Dated: December 30, 2019

Respectfully submitted,

21  
22                                     
23                                   \_\_\_\_\_  
24                                   Nicole C. Moskowitz, CA 298431

25                                   **BURG SIMPSON**  
26                                   **ELDREDGE HERSH & JARDINE, P.C.**  
27                                   40 Inverness Drive East  
28                                   Englewood, CO 80112  
Phone: (303) 792-5595  
Fax: (303) 708-0527  
Email: NMoskowitz@burgsimpson.com

*Counsel for Plaintiffs GLEN ROSKE,  
RICHARD WOLLSCHLEAGER, ANNA  
EVERSOLE, and JOHNENE BARRAS*