April 28, 2014

The Honorable Patrick Leahy Chairman Committee on the Judiciary United States Senate Washington, D.C. 20510 The Honorable Chuck Grassley Ranking Member Committee on the Judiciary United States Senate Washington, D.C. 20510

Dear Chairman Leahy and Ranking Member Grassley:

We the undersigned groups representing thousands of innovative companies, universities, and organizations and millions of workers in the United States write to express our serious concerns with the direction of patent legislation. It is our belief that the future of the U.S. economy and our ability to compete successfully in the global economy is dependent on Congress fostering a strong patent system that incentivizes innovators to invent.

We appreciate the hard work you and your staffs have undertaken to craft a bill to target abusive practices in patent litigation. All of the undersigned groups have worked constructively for months with your offices as well as with the other members of the Judiciary Committee to craft a responsible bill to address abusive practices. We are doing so in good faith, always with an eye toward helping those targeted by frivolous patent litigation, and even though the measures under consideration would add significant cost and burden to the enforcement of our own patents.

We are concerned that some of the measures under consideration go far beyond what is necessary or desirable to combat abusive patent litigation, and, in fact, would do serious damage to the patent system. As it stands, many of the provisions assume that every patent holder is a patent troll. Drafting legislation in this way seriously weakens the ability of every patent holder to enforce a patent. This approach clearly favors a business model that does not rely on patents and tilts the balance in favor of patent infringers, thereby discouraging investment in innovation.

The patent system is the bedrock of the U.S. economy. It should not be changed in this manner over the vigorous objection of some of America's most innovative industries. To do so would shortchange the future of our economy for a premature, unbalanced policy. The stakes are far too high not to get the balance right.

We remain willing to work toward that balance. We believe that an effective bill acceptable to patent holders is within reach. However, we cannot support changes to the patent system that substantially weaken all patents. If the provisions on discovery, customer stay, fee shifting and any associated measures, pleadings, and enforcement by the Federal Trade Commission do not achieve the appropriate balance, we will oppose the legislation.

We support efforts that target specific abusive behavior, and we look forward to continuing to work with you toward that end.

Sincerely,

AbbVie

Abcam

Allison Transmission, Inc.

Amgen

American Council on Education

American Seed Trade Association

Arizona Bioindustry Association (AZBio)

Arizona State University

Arsenal for Democracy Project

Association of American Medical Colleges

Association of American Universities

Association of Public and Land-grant Universities

Association of University Technology Managers

AstraZeneca

Auburn University

Aware, Inc.

Ball State University

BayBio

Bio Nebraska

Biocom

BioForward

BioHouston

BioKansas

BioNJ

BioOhio

Bioscience Association of North Dakota (Bio ND)

Bioscience Association of West Virginia (BioWV)

Biotechnology Industry Organization (BIO)

BioUtah

Boehringer Ingelheim

Boston University

Brandeis University

Brown University

California Healthcare Institute (CHI)

Cantor Fitzgerald, LP

Carnegie Mellon University

Case Western Reserve University

City College of New York

Clemson University

Cleveland State University

College of William & Mary

Colorado Association of Commerce & Industry (CACI)

Colorado Bioscience Association

Colorado School of Mines

Colorado State University

Colorado State University System

Cornell University

Council on Governmental Relations

Cummins Allison Corp.

CURE—Connecting Connecticut's Science Community

Delaware Bio

Digimarc Corporation

Dolby Laboratories, Inc.

Duke University

Eagle Forum

Emory University

Fallbrook Technologies, Inc.

Florida A&M University

Florida State Hispanic Chamber of Commerce

Georgia Institute of Technology

GeorgiaBio

GlaxoSmithKline

Healthcare Institute of New Jersey (HINJ)

Higginbotham Insurance

Idaho State University

Illinois Biotechnology Industry Organization—iBIO®

Indiana Health Industry Forum (IHIF)

Indiana University

INDUNIV Research Consortium/Bio Alliance of Puerto Rico

Innovation Alliance (IA)

InterDigital

Iowa State University

IowaBio

Johns Hopkins University

Kansas State University

Kentucky Life Science Council

Louisiana Tech University

MassBio

Medical Device Manufacturers Association (MDMA)

Merck

Miami University

MichBio

Michigan State University

Michigan Technological University

Missouri University of Science and Technology

Monsanto

Montana BioScience Alliance

Montana State University

National Academy of Inventors

New Mexico Biotechnology & Biomedical Association (NMBio)

New Mexico State University

New York University

NewYorkBIO

North Carolina Biosciences Organization (NCBIO)

North Carolina State University

Northern Illinois University

Northwestern University

Novartis

Novo Nordisk

Ohio State University

Ohio University

Oklahoma State University

Oregon Bioscience Assocation

Oregon State University

Paul R. Michel, Chief Judge, U.S. Court of Appeals for the Federal Circuit (Ret)

Pennsylvania BIO

Pennsylvania State University

Pfizer

Pharmaceutical Research and Manufacturers of America (PhRMA)

Portland State University

Purdue University

QUALCOMM, Inc.

Rice University

Rutgers, The State University of New Jersey

San Francisco State University

SCBIO

Shire

SoCalBio

South Dakota Biotech

South Dakota State University

Southern Illinois University at Carbondale

Stony Brook University - State University of New York

Tessera

Texas BioAlliance

Texas Healthcare and Bioscience Institute (THBI)

Texas State University

Texas Tech University

Tulane University

University at Buffalo - State University of New York

University of Akron

University of Alabama at Birmingham

University of Arizona

University of Arkansas

University of Cincinnati

University of Colorado at Boulder

University of Colorado System

University of Connecticut

University of Delaware

University of Florida

University of Georgia

University of Hawaii

University of Houston

University of Idaho

University of Illinois at Chicago

University of Illinois at Urbana-Champaign

University of Illinois System

University of Kansas

University of Kentucky

University of Louisville

University of Maryland, College Park

University of Massachusetts

University of Michigan

University of Minnesota

University of Missouri - Kansas City

University of Missouri - St. Louis

University of Missouri System

University of Montana

University of Nebraska

University of New Hampshire

University of New Mexico

University of North Carolina at Chapel Hill

University of North Carolina at Wilmington

University of North Carolina System

University of North Texas

University of Oklahoma

University of Oregon

University of Pennsylvania

University of Pittsburgh

University of Rhode Island

University of Rochester

University of South Carolina

University of South Florida

University of Southern California

University of Tennessee System

University of Tennessee, Knoxville

University of Texas at Austin

University of Texas at Dallas

University of Toledo

University of Vermont

University of Virginia

University of Washington

University of Wisconsin Colleges

University of Wisconsin System

University of Wisconsin-Extension

University of Wisconsin-Madison

University of Wisconsin-Milwaukee

University of Wyoming

University System of Maryland

USBIC Educational Forum

USG Corporation

Virginia Bio

Washington Biotechnology & Biomedical Association (WBBA)

Washington State University

Washington University in St. Louis

Wayne State University

West Virginia State University

West Virginia University

Western Michigan University

Yale University