IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF TEXAS WACO DIVISION

ZANOPRIMA LIFESCIENCES, LTD,

Plaintiff,

V.

Civil Action No. 6:22-cv-00268-ADA

HANGSEN INTERNATIONAL GROUP

LTD,

Defendant.

B

Defendant.

JUDGMENT IN A CIVIL CASE

THIS MATTER is before the Court on a Joint Motion for Entry of Final Consent Judgment ("Motion"). ECF No. 92. The parties have reported to the Court that they have reached a settlement and, therefore, jointly request the Court to enter this Judgment Order. Further, subject to entry of this Judgment Order, the parties stipulate to the dismissal with prejudice pursuant to FED. R. CIV. P. 41(a)(1)(A)(ii) of all claims and counterclaims asserted in this action.

Upon due consideration, the Motion is GRANTED. Accordingly, it is hereby ORDERED, ADJUDGED, AND DECREED as follows:

- 1. The Court has jurisdiction over the subject matter of this judgment, the subject matter of this case, and the parties to this lawsuit.
- 2. Plaintiff Zanoprima Lifesciences, Ltd. ("Zanoprima") is the lawful owner of U.S. Patent No. 10,913,962 (the '962 Patent).
- 3. The '962 Patent is valid and enforceable in all respects.
- 4. The synthetic (S)-nicotine in Defendant Hangsen International Group Ltd.'s ("Hangsen") products has been made by Shandong Jincheng Pharmaceutical

- Chemical Company Ltd. ("Jincheng") using the Process. Hangsen contends that Jincheng has not used the Process since August 1, 2022.
- 5. Unless otherwise licensed or authorized by Zanoprima, neither Hangsen nor any Hangsen Affiliate shall, directly or indirectly, make, use, sell, offer to sell, or import products containing Relevant Synthetic (S)-Nicotine in the United States.
- 6. Unless otherwise licensed or authorized by Zanoprima, neither Hangsen nor any Hangsen Affiliate shall, directly or indirectly, induce or contribute to others—including but not limited to Shandong Jincheng Pharmaceutical Chemical Co., Ltd, Shenzhen Hangsen Star Technology Co., Ltd, Hangsen Grand Technology (Dongguan) Co., Ltd., and Nioo Labs—making, using, selling, offering to sell, or importing products containing Relevant Synthetic (S)-Nicotine in the United States.
- 7. Unless otherwise licensed or authorized by Zanoprima, Hangsen and each Hangsen Affiliate shall provide the following notice to customers of its products containing Relevant Synthetic (S)-Nicotine and shall require such customers, as a contractual condition of their purchase, to label and require such customers' customers to label, all products containing Relevant Synthetic (S)-Nicotine products with the following notice: "Not For Use or Sale in the United States."
- 8. All other relief requested but not otherwise addressed herein is denied, and this action is hereby forever DISMISSED WITH PREJUDICE, pursuant to Fed. R. Civ. P. 41(a)(1)(A)(ii).
- 9. The parties to this action and the corresponding IPR proceeding shall bear their own attorneys' fees, costs, and expenses.
- 10. For purposes of this judgment:

"Affiliate" means, with respect to a Person, any Person that, on or after the date of this Order, is directly or indirectly controlled by, under common control with or that controls such Person. For purposes of this definition, "control" means, with respect to an individual, a contractual or other legal right to direct the relevant actions of the individual, and with respect to a corporation or other entity, the possession, directly or indirectly, of the power to direct or cause the direction of the management or policies of a corporation or other entity whether through the ownership of voting securities, or by contract or otherwise, it being understood and agreed that "control" of a corporation or other entity may include, without limitation, direct or indirect ownership of more than fifty percent (50%) of the voting stock, limited liability company interest, partnership interest or other voting interest (or equivalent interest) in any such corporation or other entity.

- b. "Person" means an individual, trust, corporation, partnership, joint venture, limited liability company, association, unincorporated organization or other legal or governmental entity.
- c. the "Process" means one or more patented processes claimed in the '962

 Patent;
- d. "Relevant Synthetic (S)- Nicotine" means synthetic (S)-nicotine made using the Process.
- 11. This is a FINAL JUDGMENT.

SIGNED on this 22 day of September, 2023.