## IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

IN RE INTEL CORPORATION	)	MDL No. 05-1717-JJF
MICROPROCESSOR ANTITRUST	~	
LITIGATION	~	
LITIGATION	)	
ADVANCED MICRO DEVICES, INC. and	)	C.A. No. 05-441-JJF
AMD INTERNATIONAL SALES &	Ś	
SERVICE, LTD.,	~	. Alternative and the
SERVICE, LID.,	~	
Plaintiffs,	~	Public Version
	Ś	5/22/09
VS.	Ś	
¥3.	Ś	
INTEL CORPORATION and INTEL	~	
KABUSHIKI KAISHA,	~	
KADUSHINI KAISIIA,	~	
Defendants.	~	
Derendants.	,	
PHIL PAUL, on behalf of himself and all others	)	C.A. No. 05-485-JJF
similarly situated,	Ś	
,,,,,	Ś	
Plaintiffs,	)	
	)	
VS.	)	
	)	
INTEL CORPORATION,	)	
	)	
Defendant.	)	

## SUPPLEMENTAL SUBMISSION IN SUPPORT OF DEFENDANTS' MOTION TO DISMISS, OR IN THE ALTERNATIVE, FOR SUMMARY JUDGMENT ON AMD'S EXPORT COMMERCE CLAIM

Intel wishes to bring to the Court's attention new testimony by AMD founder Jerry

Sanders that bears on Intel's Motion to Dismiss, or in the Alternative, for Summary Judgment on

AMD's Export Commerce Claim (MDL No. 05-1717, D.I. 1324). Mr. Sanders was AMD's

Chairman and CEO when AMD decided to cease manufacturing microprocessors in the United

States at its Fab 25 in Texas. This testimony was not available when the parties completed their briefing on the motion.

Intel's Opening Brief ("Op. Br.") pointed out that AMD's most senior executives, including Mr. Sanders, believed at the time of AMD's decision to convert Fab 25 that AMD's Fab 30 in Dresden, Germany, would have sufficient manufacturing capacity to enable the company to achieve substantial growth in its microprocessor sales and market share. (Op. Br. 9-11.) In support, Intel cited public statements by Mr. Sanders, AMD President (and later Chairman and CEO) Hector Ruiz, and Chief Financial Officer Robert Rivet, who told investors that AMD had the capacity to make 50 million microprocessors at its German fab and a further statement by Dr. Ruiz that AMD had the ability to make 75 million microprocessors at that facility. (*Id.* 9-10.) In 2000, when AMD decided to convert its Texas fab, AMD sold 26.5 million microprocessors. (*Id.* 11.) AMD thus believed that it could support nearly twice its sales levels (or nearly three times that amount based on Dr. Ruiz's subsequent 75-million-unit estimate (*id.* 10)) without making a single microprocessor in the United States.

In its Opposition to Intel's Motion ("Opp."), AMD claimed that Intel misrepresented the categorical statements of its executives. AMD claimed that Intel "fail[ed] to disclose" operative assumptions that undermined the capacity estimates made by its executives (Opp. 8) and accused Intel of "misrepresent[ing]" Dr. Ruiz's statement that "Fab 30 is expected to exceed 50 million units in processor production per year in 2003" (Opp. 10), even though this was a true and correct quotation of what Dr. Ruiz said.

Mr. Sanders's testimony makes clear that

AMD could make 50 million microprocessors at its German fab, Mr. Sanders responded that

2

(Deposition of Jerry Sanders (Vol. I) 112:10.) <sup>1</sup> When further		
asked whether he, Dr. Ruiz, or Mr. Rivet would have "publicly said that you believe AMD was		
capable of making 50 million units a year at fab 30 if you did not believe it," Mr. Sanders		
responded		
( <i>Id.</i> 117:12-18.)		
Mr. Sanders's testimony leaves no room for doubt that		
Intel respectfully requests the Court to consider this		

#### OF COUNSEL:

Robert E. Cooper Daniel S. Floyd Gibson, Dunn & Crutcher LLP 333 South Grand Avenue Los Angeles, CA 90071 (213) 229-7000

Darren B. Bernhard Howrey LLP 1299 Pennsylvania Avenue, NW Washington, DC 20004 (202) 783-0800 Dated: May 4, 2009 Public Version: 5/22/09 914586/29282

# POTTER ANDERSON & CORROON LLP

By: <u>/s/ W. Harding Drane, Jr.</u> Richard L. Horwitz (#2246) W. Harding Drane, Jr. (#1023) Hercules Plaza, 6<sup>th</sup> Floor 1313 N. Market Street P.O. Box 951 Wilmington, DE 19899-0951 (302) 984-6000 rhorwitz@potteranderson.com wdrane@potteranderson.com Attorneys for Defendants Intel Corporation and Intel Kabushiki Kaisha

<sup>&</sup>lt;sup>1</sup> A true and correct copy of the relevant pages from the Sanders Deposition transcript is attached as Exhibit A.

# EXHIBIT A REDACTED IN ITS ENTIRETY

## IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

#### **CERTIFICATE OF SERVICE**

I, W. Harding Drane, Jr. hereby certify that on May 22, 2009, the attached

document was hand delivered to the following persons and was electronically filed with

the Clerk of the Court using CM/ECF which will send notification of such filing(s) to the

following and the document is available for viewing and downloading from CM/ECF:

Jesse A. Finkelstein Frederick L. Cottrell, III Chad M. Shandler Steven J. Fineman Richards, Layton & Finger One Rodney Square 920 North King Street Wilmington, DE 19801 James L. Holzman J. Clayton Athey Prickett, Jones & Elliott, P.A. 1310 King Street P.O. Box 1328 Wilmington, DE 19899

I hereby certify that on May 22, 2009, I have Electronically Mailed the documents

to the following non-registered participants:

Charles P. Diamond Linda J. Smith O'Melveny & Myers LLP 1999 Avenue of the Stars, 7<sup>th</sup> Floor Los Angeles, CA 90067 <u>cdiamond@omm.com</u> <u>lsmith@omm.com</u>

Salem M. Katsh Laurin B. Grollman Kasowitz, Benson, Torres & Friedman LLP 1633 Broadway, 22<sup>nd</sup> Floor New York, New York 10019 <u>skatsh@kasowitz.com</u> <u>lgrollman@kasowitz.com</u> Mark A. Samuels O'Melveny & Myers LLP 400 South Hope Street Los Angeles, CA 90071 <u>msamuels@omm.com</u>

Daniel A. Small Cohen, Milstein, Hausfeld & Toll, P.L.L.C. 1100 New York Avenue, NW Suite 500, West Tower Washington, DC 20005 <u>dsmall@cmht.com</u> Craig C. Corbitt Judith A. Zahid Zelle Hofmann Voelbel & Mason LLP 44 Montgomery Street Suite 3400 San Francisco, CA 94104 <u>ccorbitt@zelle.com</u> jzahid@zelle.com

Guido Saveri R. Alexander Saveri Saveri & Saveri, Inc. 706 Sansome Street San Francisco, CA 94111 guido@saveri.com rick@saveri.com

Michael P. Lehmann Jon T. King Hausfeld LLP 44 Montgomery Street Suite 3400 San Francisco, CA 94104 <u>mlehmann@hausfeldllp.com</u> jking@hausfeldllp.com Steve W. Berman Anthony D. Shapiro Hagens Berman Sobol Shapiro, LLP 1301 Fifth Avenue, Suite 2900 Seattle, WA 98101 <u>steve@hbsslaw.com</u> tony@hbsslaw.com

Michael D. Hausfeld Brent W. Landau Hausfeld LLP 1146 19<sup>th</sup> Street, NW Fifth Floor Washington, DC 20036 <u>mhausfeld@hausfeldllp.com</u> <u>blandau@hausfeldllp.com</u>

By: /s/ W. Harding Drane, Jr. Richard L. Horwitz (#2246) W. Harding Drane, Jr. (#1023) POTTER ANDERSON & CORROON LLP Hercules Plaza, 6<sup>th</sup> Floor 1313 N. Market Street P.O. Box 951 Wilmington, DE 19899-0951 (302) 984-6000 <u>rhorwitz@potteranderson.com</u> <u>wdrane@potteranderson.com</u> <u>Attorneys for Defendants</u> Intel Corporation and Intel Kabushiki Kasiha