

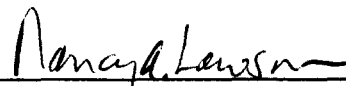
UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF OHIO
WESTERN DIVISION

ARTHUR RAY BOWLING, ET AL.,	:	
	:	No. C-1-91-256
PLAINTIFF,	:	
	:	
V.	:	JUDGE WEBER
	:	
PFIZER, INC. ET AL.,	:	
	:	
DEFENDANT.	:	

**NOTICE OF FILING OF THE SIXTEENTH REPORT OF THE
SPECIAL MASTERS/TRUSTEES COVERING PERIOD
FROM NOVEMBER 26, 2001 TO JUNE 4, 2002**

NOTICE IS HEREBY GIVEN to all counsel of record that the SIXTEENTH REPORT OF THE SPECIAL MASTERS/TRUSTEES COVERING PERIOD FROM NOVEMBER 26, 2001 TO JUNE 4, 2002, is hereby filed with the Court.

Respectfully submitted,



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Attorney for Special Masters/Trustees

CERTIFICATED OF SERVICE

The undersigned hereby certifies that a copy of this Notice of Filing of the Sixteenth Report of the Special Masters/Trustees Covering Period from November 26, 2001 to June 4, 2002, has been hand delivered to those in Cincinnati and federal express to those outside Cincinnati this **4th** day of **June, 2002**.

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UNITED STATES DISTRICT COURT

SOUTHERN DISTRICT OF OHIO

WESTERN DIVISION

IN RE: :

Case No. C-1-91-256

BOWLING-PFIZER LITIGATION

:

(Judge Weber)

SIXTEENTH REPORT OF THE SPECIAL MASTERS/TRUSTEES

COVERING PERIOD FROM NOVEMBER 26, 2001 TO JUNE 4, 2002

SPECIAL MASTERS/TRUSTEES

Hon. Robert L. Black, Jr.

Peter J. Strauss, Esq.

AGENDA

SIXTEENTH REPORT OF THE SPECIAL MASTERS/TRUSTEES

In Re: Bowling-Pfizer Litigation

Case No. C-1-91-256

June 20, 2002

10:00 A.M.

Hon. Herman J. Weber

1. Introductory remarks by Judge Weber.
2. Report of the Special Masters/Trustees.
3. Comments from Counsel:

Class Counsel.

Counsel for Defendants.

4. Questions and comments from those in attendance.
5. Request for date of next report of Trustees.
6. Closing remarks of Judge Weber.

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A. Sixteenth Report of the Special Masters/Trustees

B. Appendices to Court Report

1. One page summary of the Supervisory Panel's Guidelines.
2. The Supervisory Panel's website Home Page.
3. Unaudited balance sheet as of April 30, 2002 and an unaudited statement of income and funds balance for the four months ended April 30, 2002.
4. Unaudited balance sheet as of December 31, 2001 and an unaudited statement of income and funds balance for the year ended December 31, 2001.

UNITED STATES DISTRICT COURT

SOUTHERN DISTRICT OF OHIO

WESTERN DIVISION

IN RE: : Case No. C-1-91-256
BOWLING-PFIZER LITIGATION : (Judge Weber)

SIXTEENTH REPORT OF THE SPECIAL MASTERS/TRUSTEES

To the Honorable Herman J. Weber, Judge, United States District Court:

Your Special Masters/Trustees respectfully present their sixteenth periodic report, covering activities from November 26, 2001 to June 4, 2002. This report is submitted fifteen days prior to the status hearing before the Court scheduled for June 20, 2002.

I. CONSULTATION FUND

As previously reported, the approved distributions from the Consultation Fund for implantees and spouses of implantees totaled

\$91,718,314. At December 31, 2001 there were Consultation Fund claimant checks aggregating \$584,806 that had not been negotiated and were outstanding. The Court Order filed December 13, 2001 (Document 1695) authorized the transfer of the funds for any Consultation Fund claimant checks that remained unnegotiated at December 31, 2001 to the Patient Benefit Fund to be used for the administration of the Settlement. The funds for these unnegotiated checks have been transferred to the Patient Benefit Fund. The Consultation Fund is now closed.

II. PATIENT BENEFIT FUND

A. Supervisory Panel. The Supervisory Panel has met twice since the last Report to the Court. The first meeting was in Cincinnati on January 8 and 9, 2002, with presentations by principal investigators of several projects and discussion with Class and Special Counsel, Defendant's Counsel and Public Citizen's Counsel. The second meeting was in Cincinnati on May 30, 2002, preceded by Committee meetings and devoted to determining the future course of the Panel's research program. The actions taken by the Panel will be noted in the discussion that follows.

At the January meeting of the Supervisory Panel, the Chairman and Special Counsel John T. Johnson discussed the possibility of meeting with selected Dutch doctors and scientists in order to hear their comments about the Supervisory Panel's current research program together with any proposals they might have for future research. Dr. Bas de Mol, Class Counsel's Dutch expert, was contacted and made the specific arrangements for these consultations. In the course of two days, February 27 and 28, 2002, the Chairman and Mr. Johnson, guided by Dr. de Mol, conferred with eight Dutch doctors and scientists at three locations. These experts presented their evaluations of the research projects at BioQuantetics and ISL, and suggested some other techniques they thought might possibly detect high risk valves.

During these consultations, the Chairman discussed with Dr. de Mol and the other conferees, the calling of a meeting of the Imaging and Acoustic Subcommittee with the Dutch experts and the principal investigators from BioQuantetics and ISL. As a matter of convenience, the meeting was to be held in London. The principal investigators would be present and describe the nature and extent of their work, and the Dutch experts would discuss each study with the committee. The Dutch experts indicated a willingness to participate in such a meeting. The Chairman decided that the

Epidemiology Subcommittee should meet at the same time, to bring together the current Dutch and British researchers and some additional British experts, and to review the entire epidemiology research program. These committee meetings would be strictly scientific meetings; that is, the participants would be scientists and doctors, and all other persons in attendance would be there as observers.

All this was discussed with Class and Special Counsel, and Dr. de Mol was kept advised by letter. The Chairman carefully prepared the meeting in accordance with his understanding of what had been agreed to in The Netherlands. On April 8, 2002, he sent out a notice of the meeting to be held in London on June 3 and 4, 2002, together with a list of the attendees and a complete agenda for both committee meetings. On April 15, 2002, Dr. de Mol sent notice that the Dutch doctors and scientists would not participate in the meeting as conceived by the Chairman, because, according to Dr. de Mol, the meeting would have cross purposes, and the procedure would be contrary to "commonly accepted procedures for peer review process," and the working groups would include persons "with substantial conflicts of interest."

The British invitees sent word that they would not be able to attend since June 3 and 4 will be holidays in the UK, to celebrate

the 50th Anniversary of the Queen's accession to the throne.

The Chairman cancelled the proposed meetings. He asked Dr. de Mol to send whatever proposals the Dutch doctors and scientists would want to make for new research projects. As of the date of this report, no proposals for research in The Netherlands have been received.

On May 7, 2002, the Chairman called meetings of the Panel's committees to be held in Cincinnati on May 29 and 30, 2002. These committee meetings were immediately followed by a Panel meeting to hear and discuss reports and recommendations from the committees. The Panel's actions are reported in the following sections.

B. Guidelines. In accordance with the established policy of reviewing the Guidelines every two years, the Supervisory Panel has caused the data underlying the Guidelines to be updated. Finding that there are no significant changes in the pertinent risk factors and not having received the final report from Class Counsel's epidemiology consultants, the Supervisory Panel has decided that the Guidelines will not be changed at this time.

The final report of Class Counsel's epidemiology consultants was not delivered to the Chairman by May 30, 2002. When it is received the Panel will be studying this document and proposes to

schedule a meeting to discuss the report.

The Panel will continue to pursue its current research program in conformance with its duties under the Settlement Agreement. The Panel has reasonable expectations that a reliable diagnostic technique may be discovered or developed, and that in the interim advances in epidemiology may improve the determination of the relative risks of fracture and replacement surgery.

The Panel has been aware of comments from a number of quarters raising the question whether the Guidelines as presently written are understood by implantees and doctors. The Panel has taken steps to meet this difficulty. A one-page summary of the Guidelines has been approved by the Panel, and a copy is attached as Appendix 1. This summary has been posted on the Panel's web site. A professional survey has been approved, to test the extent to which patients and doctors understand the Guidelines as presently written.

C. Research. The British study of Shiley manufacturing records to evaluate the effect of the hook deflection test and other procedures used in the manufacturing process has been completed but the final report had not been received by the Panel before the May meeting.

The Dutch study of artifacts in MRI images has been completed, and the final report indicates there is no direct connection between the artifacts and the BSCC heart valve that would identify a high risk valve.

The following research projects aimed at identifying physically a high risk outlet strut by acoustical and other techniques (or facilitating the same) are in process:

- The collaborative studies of a finite element model by the Edison Welding Institute (EWI) of Columbus, Ohio, and the University of Sheffield in the United Kingdom;
- Review by EWI of the capability of available passive acoustic techniques to detect high risk valves;
- Creation by EWI of a database of the design changes that occurred during Shiley's manufacture of the valves;
- Analysis by EWI of single leg separation (SLS);
- A study at Michigan State University of the feasibility of using an electromagnetic acoustic transponder (EMAT) to detect high risk valves;
- The evaluation by Dr. Jeffery Crompton of passive acoustics to detect SLS;

- The development by BioQuantetics of an ultrasound pulse spectography technique to detect SLS, being a new project by this research organization;
- A Dutch study of the association between outlet strut fracture and the Shiley manufacturing characteristics.

Ongoing epidemiology projects include the following:

- Joint follow-up studies of cohorts in the United Kingdom, the Netherlands and the U.S.;
- The feasibility study of medical records in the Scandinavian countries and Poland.

One of the two surgical projects initiated by Dr. Tom D. Ivey is under contract, while the other is being negotiated. Duke University Medical Center is under contract to investigate the advisability of using Port Access in operations to replace a mitral valve. The proposal from the University of Alabama at Birmingham remains in negotiation. It is to define a combined therapy approach to protect the heart during cardiac operations.

At its May meeting, the Supervisory Panel took the following actions:

- The Chairman was directed to inquire into the feasibility of a cohort study of patients in Australia and New Zealand using the pattern established in the U.S and U.K. cohort studies;
- The Chairman and Drs. Harrison and Weyman were authorized to develop with the Mayo Clinic a segmented program for using vibro-acoustic spectography technology for detection of single leg separations and to present their recommendations to the Supervisory Panel;
- The revised proposal from ISL for using electromagnetic techniques to detect high risk valves, at a cost of \$198,244 was approved; and
- The revised proposal from Westat was approved at a cost of \$375,883 for a survey (1) to determine the understanding and utilization of the Guidelines by selected patients and physicians, and (2) to obtain data on the current health status of up to 750 patients extracted from multiple sources.

D. Imaging Test. A new imaging test at Penn State using digital technique rather than cine has been authorized, and an

agreement is being negotiated. It will be available for those implantees who may qualify for valve replacement surgery. Its use to the Panel is that the condition of the valve after removal can be compared to the image of the valve while still implanted.

E. Repository. Consistent with the Settlement Agreement, the Supervisory Panel is establishing a publicly accessible repository of certain documents and information concerning the BSCC heart valve. In determining the content of the repository, the Trustees are including the documents contemplated by Judge Spiegel's April 16, 1999 Order (Document 1326) approving the establishment of the repository. The repository contains hard copy printouts of various items including, but not limited to, reports on the status and results of research sponsored by the Supervisory Panel, minutes of meetings of the Supervisory Panel, a bibliography of published literature regarding the BSCC heart valve with reprints of cited articles (where available), the current guidelines regarding prophylactic replacement of BSCC heart valves issued by the Supervisory Panel, certain unpublished reports prepared by Dr. Brookmeyer of his statistical analysis, the Bowling Settlement Agreement, and other information.

In addition to the repository of documents currently available for review at the Trustees' office, the Trustees plan to have the

repository available electronically in a database. The Trustees anticipate scanning certain documents into a database. Individuals would then be able to search for information using descriptive words. The database should be up and running within the next 60 days.

F. Website. The Supervisory Panel's website www.bowling-pfizer.com became active in January, 2002, with its contents agreed to by all counsel. A copy of the Home Page is attached as Appendix 2. The website provides information on the parties involved (biographies, addresses, telephone numbers, email, etc.), certain orders of the Court including the 2000 Amended Guidelines, a copy of the Settlement Agreement, Trustee Reports and other important information.

Hits to the website have increased since April 17, 2002 when the website was added to the major search engines (Yahoo, America On-Line, MSN, Lycos, Excite, etc.). In March there were 663 hits (visits to the site). In April there were 1615, and in May the site was visited an estimated 1800 times. Unique visitors (a computer visiting the site for the first time is defined as a unique visitor) have increased over this period as well. In March, 55 unique users visited the site; in April 139 unique users

visited the site; in May, an estimated 182 unique users visited the site.

All counsel have agreed on a bibliography of published literature, which will be added to the website. The Home Page, Settlement Agreement, and other selected portions of the website will also be accessible in the languages of French, Spanish and German. The Supervisory Panel intends to update the website as additional relevant information becomes available.

G. Valve Replacement Surgery Claims and Fracture Claims. The Claims Administrator continues to receive and process claims for valve replacement surgery and outlet strut fracture. The processing of some claims had been initiated by Shiley in the interim period from the date of the Settlement Agreement until the Claims Administrator was appointed. Also, some qualified claims were settled by Shiley with the Settlement benefits during this interim period. In addition, some of the claimants have elected other courses of action rather than to receive the Settlement benefits.

After the date of the last Trustees' report on November 26, 2001, two qualified valve replacement surgeries have been confirmed (both of these surgeries occurred since November 26, 2001).

During the period from the last Report to the date of this Report, \$112,390 was paid from the Patient Benefit Fund for the medical expense component of the benefits for qualifying replacement surgeries. Also, Pfizer Inc. paid \$80,840 for the other components of the benefits for replacement surgery claims processed by the Claims Administrator. In addition, Pfizer Inc. paid \$640,000 for qualifying strut fracture benefits during this period for three claims processed by the Claims Administrator. These benefit payments relate primarily to claims for valve replacement surgeries and outlet strut fractures that occurred prior to November 26, 2001.

The total number of qualified claims received from the beginning are now: 86 (67 foreign) qualified outlet strut fracture claims; 38 (16 foreign) qualified single leg fracture claims; and 89 (34 foreign) other qualified valve replacement surgery claims including 11 previous nonqualifying replacement surgeries that qualified under the 2000 Amended Guidelines.

As previously reported, the office of the Claims Administrator had conducted a review of the valve replacement surgery claims and the Consultation Fund claims, and identified 343 implantees who may have qualified for valve replacement surgery benefits under the 2000 Amended Guidelines. Class Counsel was provided with the names

and addresses of the 343 implantees and last year Class Counsel mailed them a notification letter. There are at this time 259 of these implantees who could potentially still qualify for valve replacement surgery benefits. Their names and addresses were recently provided to Class Counsel for the mailing of a follow-up letter.

The office of the Claims Administrator continues to fulfill requests to calculate estimated annual fracture rates for BSCC heart valves under the 2000 Amended Guidelines. In addition, the office of the Claims Administrator continues to respond to inquiries regarding the notice about the effective dates of the guidelines that was sent to Class Members in May 2001. Through these inquiries, the office obtained and updated information pertaining to Class Members' address changes, deaths, and valve replacement surgeries.

III. FINANCIAL INFORMATION

At April 30, 2002, the total balance of cash and cash equivalents was \$23,720,929. This amount takes into account net interest earned from January 28, 1992 through April 30, 2002, in the aggregate amount of \$22,676,957.

Attached as Appendix 3 are the following: an unaudited balance

sheet as of April 30, 2002 and an unaudited statement of income and funds balance for the four months ended April 30, 2002 (which includes the budgeted amounts for expenses for the administrative office for the period January 1, 2002 through December 31, 2002).

Attached as Appendix 4 are the following: an unaudited balance sheet as of December 31, 2001 and an unaudited statement of income and funds balance for the year ended December 31, 2001 (which includes the budgeted amounts for expenses for the administrative office for the year ended December 31, 2001).

IV. COMMUNICATIONS

Communications remain open, whether with physicians, Class Members, other BSCC heart valve implantees, Class Counsel, Special Counsel, Defendant's Counsel, or Counsel for Public Citizen.

V. APPROVALS

Your honor, the Special Masters/Trustees request that the Court:

- Approve this Report, and
- Approve or provide guidance with respect to each of the Appendices to this Report, and

- Provide guidance with respect to any duty of the Special Masters/Trustees, and
- Fix the date for the next Report.

Respectfully submitted,

Dated: June 4, 2002

Robert L. Black, Jr.
Hon. Robert L. Black, Jr.

Peter J. Strauss per RBZ
Peter J. Strauss, Esq.

In March 2000 the Supervisory Panel of the Bowling-Pfizer Trust issued new guidelines for compensation for valve replacement surgery for qualifying patients with Bjork-Shiley Convexo-Concave (BSCC) heart valves.

These monetary benefits include reimbursement of medical expenses not covered by an outside benefit, a lump sum payment of \$38,000 to cover out-of-pocket expenses, and reimbursement for lost income.

- These Guidelines for qualification for benefits are based on the comparison of risk of valve fracture with the risk of reoperation to replace the valve. Those whose risk of valve fracture exceeds the risk of reoperation qualify for monetary benefits under these guidelines.
- These guidelines differ from earlier versions in that they identify younger patients, primarily those less than 55 years of age, as being at greatest risk.
- Risk of fracture is associated with valve size, implant position, some manufacturing characteristics, age, and gender.
- Calculations used to obtain operative mortality were derived from actual experience with BSCC reoperations and from large current studies of similar types of patients undergoing elective explantation of other types of valves.
- Data on the risk of fracture were based on the world wide experience of BSCC patients.
- These risks are statistical averages and are based on patients in optimal health, and thus may not be medically applicable in individual cases.

While these guidelines were developed for administrative purposes to identify patients who would qualify for monetary benefits from reoperation, they also may provide useful medical background for patients and their physicians considering elective BSCC valve replacement.

To determine whether an individual patient qualifies for benefits under these guidelines one should contact the claims administrator for the Bowling-Pfizer Trust at:

Bowling-Pfizer Trustees
Claims Administrator
P.O. Box 3598
Cincinnati, OH 45201-3598

Bowling-Pfizer Settlement Funds

525 Vine Street, Suite 2300
Cincinnati, Ohio 45202-3124
(800) 977-0779
(513) 421-7696 (fax)
bowlingpfizer@fuse.net

[Trustees](#)[Supervisory Panel](#)[Participants](#)[Guidelines](#)[Trustee Reports](#)[More Information](#)[Links](#)[Home](#)[Help](#)

In 1992, Pfizer Inc. and Shiley Incorporated, a wholly owned subsidiary of Pfizer Inc., negotiated a settlement with members of the Bowling class in the case called Arthur Ray Bowling, et al. v. Pfizer Inc., et al., C-1-91-256, United States District Court for the Southern District of Ohio, Western Division, currently assigned to the Honorable Herman J. Weber.

The Bowling class members were recipients of a mechanical heart valve manufactured by Shiley known as the Björk-Shiley Convexo-Concave (BSCC) who claimed that the heart valve was defective due to a small, but potentially catastrophic risk of strut fracture. The class is defined under the settlement agreement (.tif format - .pdf format) as "all living persons currently implanted with C/C heart valves and their current spouses" as of January 23, 1992, except those persons who opted out (excluded themselves) from the class.

Guidelines have been developed to determine which patients with Björk-Shiley Convexo-Concave heart valves will be compensated from the Settlement for their valve replacement surgery. The guidelines are based on a comparison of the risk of the operation to replace the valve with the risk of fracture if the valve is left in place. If the risk of valve fracture exceeds the risk of reoperation, the class member qualifies for monetary benefits.

As part of the Bowling Settlement, Pfizer and Shiley agreed to deposit money into certain funds. This web site is presented by The Special Masters/Trustees for the Bowling-Pfizer Heart Valve Settlement Funds and the Supervisory Panel to provide information about the settlement. The Trustees have placed on this web site information concerning the settlement, including the Trustees' semi-annual reports, which allow interested people to read about this settlement's progress since its inception.

Additional information on heart valves and/or heart valve research can be found by clicking on [more information](#).

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TRUSTEES FOR THE BOWLING-PFIZER
HEART VALVE SETTLEMENT FUNDS

BALANCE SHEET

AS OF APRIL 30, 2002

UNAUDITED

ASSETS

CASH	\$ 404,146
U.S. TREASURY BILLS	23,316,783
OTHER ASSETS	<u>24,892</u>
	<u>\$ 23,745,821</u>

LIABILITIES AND FUNDS BALANCE

ACCOUNTS PAYABLE AND ACCRUED EXPENSES	\$ 397,089 (1)
FUNDS BALANCE	<u>23,348,732</u>
	<u>\$ 23,745,821</u>

- (1) - Does not include any provision for fees and expenses for Class Counsel and Special Counsel and Public Citizen, Inc. for the period since October 2001

TRUSTEES FOR THE BOWLING-PFIZER
HEART VALVE SETTLEMENT FUNDS

STATEMENT OF INCOME AND FUNDS BALANCE

FOR THE FOUR MONTHS ENDED APRIL 30, 2002

UNAUDITED

INVESTMENT INTEREST INCOME	\$ 165,847
VALVE REPLACEMENT SURGERY BENEFITS	<u>5,371</u>
RESEARCH PROGRAMS - COSTS	<u>522,857</u>
LITIGATION ATTORNEYS - FEES & EXPENSES	<u>630,531</u>
EXPENSES:	
Supervisory Panel	349,016 (1)
Trustees' fees and expenses	53,575
Professional fees	44,033
Administrative office	<u>133,741 (1)</u>
Total	<u>580,365</u>
NET CHANGE IN FUNDS BALANCE	(1,573,277) (2)
FUNDS BALANCE, DECEMBER 31, 2001	<u>24,922,009</u>
FUNDS BALANCE, APRIL 30, 2002	<u>\$ 23,348,732</u>

(1) - See Schedule 1 herewith.

(2) - See note (1) on Balance Sheet herewith.

TRUSTEES FOR THE BOWLING-PFIZER
HEART VALVE SETTLEMENT FUNDS

SCHEDULE OF EXPENSES
UNAUDITED

	<u>BUDGET</u> <u>1/1/02-12/31/02</u>	<u>ACTUAL</u> <u>1/1/02- 4/30/02</u>
SUPERVISORY PANEL:		
Panel members' compensation		\$ 249,680
Consultants' compensation		43,000
Travel expenses		50,153
Miscellaneous		<u>6,183</u>
Total		<u>\$ 349,016</u>
ADMINISTRATIVE OFFICE:		
Rents	\$ 69,000	\$ 23,550
Office payroll	351,000	103,856
Payroll taxes	21,000	8,205
Employee benefits	30,000	5,782
Outside services	30,000	2,222
Printing and postage	12,000	1,246
General insurance	2,000	1,283
Telephone	12,000	2,014
Office supplies and expense	11,000	3,238
Travel	6,000	
Depreciation	6,000	1,668
Miscellaneous	6,000	570
Administrative services income		<u>(19,893)</u>
Total	<u>\$ 556,000</u>	<u>\$ 133,741</u>

TRUSTEES FOR THE BOWLING-PFIZER
HEART VALVE SETTLEMENT FUNDS

BALANCE SHEET

AS OF DECEMBER 31, 2001

UNAUDITED

ASSETS

CASH	\$ 359,669
U.S. TREASURY BILLS	25,143,078
OTHER ASSETS	<u>21,641</u>
	<u>\$ 25,524,388</u>

LIABILITIES AND FUNDS BALANCE

ACCOUNTS PAYABLE AND ACCRUED EXPENSES	\$ 602,379 (1)
FUNDS BALANCE	<u>24,922,009</u>
	<u>\$ 25,524,388</u>

- (1) - Does not include any provision for fees and expenses for Class Counsel and Special Counsel and Public Citizen, Inc. for the period since October 2000.

TRUSTEES FOR THE BOWLING-PFIZER
HEART VALVE SETTLEMENT FUNDS

STATEMENT OF INCOME AND FUNDS BALANCE

FOR THE YEAR ENDED DECEMBER 31, 2001

UNAUDITED

INVESTMENT INTEREST INCOME	\$ 929,067
VALVE REPLACEMENT SURGERY BENEFITS	168,142
RESEARCH PROGRAMS - COSTS	1,593,330
LITIGATION ATTORNEYS - FEES & EXPENSES	491,308
EXPENSES:	
Supervisory Panel	1,077,961 (1)
Trustees' fees and expenses	164,127
Professional fees	148,525
Administrative office	476,357 (1)
Total	1,866,970
CONTRIBUTION BY SHILEY INCORPORATED	6,250,000
UNNEGOTIATED CONSULTATION FUND CHECKS	584,806
NET CHANGE IN FUNDS BALANCE	3,644,123 (2)
FUNDS BALANCE, DECEMBER 31, 2000	21,277,886
FUNDS BALANCE, DECEMBER 31, 2001	\$ 24,922,009

(1) - See Schedule 1 herewith.

(2) - See note (1) on Balance Sheet herewith.

TRUSTEES FOR THE BOWLING-PFIZER
HEART VALVE SETTLEMENT FUNDS

SCHEDULE OF EXPENSES
UNAUDITED

	<u>BUDGET</u> <u>1/1/01-12/31/01</u>	<u>ACTUAL</u> <u>1/1/01-12/31/01</u>
SUPERVISORY PANEL:		
Panel members' compensation		\$ 658,673
Consultants' compensation		189,468
Travel expenses		194,683
Miscellaneous		16,749
Notification expenses		<u>18,388</u>
Total		<u>\$ 1,077,961</u>
ADMINISTRATIVE OFFICE:		
Rents	\$ 67,000	\$ 68,101
Office payroll	332,000	333,147
Payroll taxes	20,000	18,744
Employee benefits	28,000	26,803
Outside services	48,000	14,475
Printing and postage	12,000	8,857
General insurance	2,000	908
Telephone	18,000	7,230
Office supplies and expense	12,000	4,628
Travel	6,000	
Depreciation	6,000	4,622
Miscellaneous	6,000	306
Administrative services income		<u>(11,464)</u>
Total	<u>\$ 557,000</u>	<u>\$ 476,357</u>