

OCT 0 1 2008

JOHN A. CLARKE, CLERK

SUPERIOR COURT OF THE STATE OF CALIFORNIA FOR THE COUNTY OF LOS ANGELES

CHIEF Y.R. BREWER and GALE BREWER,

Plaintiffs,

V.

ALFA LAVAL, INC., et al,

Defendants.

Defendants.

Case No. BC 374 988

Judge: Hon. William MacLaughlin
Dept: 89

VERDICT

Trial Date: March 17, 2008

This action came on for trial on March 17, 2008, in Department 89 of the above-entitled court, the Honorable William MacLaughlin, judge presiding. The plaintiffs, CHIEF Y. R. BREWER and GALE BREWER, ("Plaintiffs"), appeared by and through their attorneys of record, Scott Frost and Kenneth Lee (Waters & Kraus LLP) and Troy Chandler (Williams Kherker). Defendant Crane Co. at verdict appeared by and through their attorneys of record as follows: James A. Lowery III and James K. Lee (K&L Gates, LLP).

A jury of 12 persons was impaneled and sworn. Witnesses were sworn and testified. After hearing the evidence and arguments of counsel, the Court duly instructed and the cause was submitted to the jury with directions to return a verdict on special issues. The jury deliberated and thereafter returned into court on May 16, 2008 with its verdict consisting of the special issues submitted to and the answers given by the jury, which verdict was in words and figures as follows:

| 1 | QUESTION NO. 1: Did Crane Co. manufacture or sell any asbestos containing valves to which | | | | | |
|---------------------------------|---|--|--|--|--|--|
| 2 | Plaintiff Chief Brewer was exposed? | | | | | |
| 3 | YES X NO | | | | | |
| 4 | If you answer "no", please stop here and have the presiding juror sign and date this form. If you | | | | | |
| 5 | answer "yes", answer the next question. | | | | | |
| 6 | | | | | | |
| 7 | QUESTION NO. 2: At the time the valves were used, were they substantially the same as when | | | | | |
| 8 | they left Crane Co.'s possession? | | | | | |
| 9 | YESX NO | | | | | |
| 10 | If you answered "yes" to Question No. 2, then answer Question No. 3. If you answered "no" to | | | | | |
| 11 | Question No. 2, then skip ahead to Question No. 6. | | | | | |
| 12 | | | | | | |
| 13 | QUESTION NO. 3: Did the valves fail to perform as safely as an ordinary consumer of such a | | | | | |
| 14 | product would have expected? | | | | | |
| 15 | YES _X_ NO | | | | | |
| 16 | If you answered "yes" to Question No. 3, then answer Question No. 4. If you answered "no" to | | | | | |
| 17 | Question No. 3, then skip ahead to Question No. 6. | | | | | |
| 18 | | | | | | |
| 19 | QUESTION NO. 4: Were the valves used in a way that was reasonably foreseeable to Crane | | | | | |
| 20 | Co.? | | | | | |
| 21 | YES _X_ NO | | | | | |
| 22 | If you answered "yes" to Question No. 4, then answer Question No. 5. If you answered "no" to | | | | | |
| 2324 | Question No. 4, then skip ahead to Question No. 6. | | | | | |
| 25 | | | | | | |
| 26 | QUESTION NO. 5: Was the design of the valves a substantial factor in causing harm to Chief | | | | | |
| | Brewer? | | | | | |
| 27 | YESX NO | | | | | |
| 28 | | | | | | |

| 1 | Answer Question No. 6. | | | | |
|----------|--|--|--|--|--|
| 2 | QUESTION NO. 6: Was Crane Co. negligent in designing the valves? | | | | |
| 3 | YES NOX | | | | |
| 4 | | | | | |
| 5 | If you answered "yes" to Question No. 6, answer Question No. 7; if you answered "no" to Question No. | | | | |
| 6 | 6, skip ahead and answer Question No. 8. | | | | |
| 7 | | | | | |
| 8 | QUESTION NO 7: Was Crane Co.'s negligence a substantial factor in causing harm to Chief | | | | |
| 9 | Brewer? | | | | |
| 10 | YES NO | | | | |
| 11 | Answer Question No. 8. | | | | |
| 12 | | | | | |
| 13 | QUESTION NO. 8: Did the Crane Co. valves have potential risks that were known or knowable | | | | |
| 14 | to Crane Co. through the use of scientific knowledge available at the time of manufacture or sale? | | | | |
| 15 | YES _X NO | | | | |
| 16 | | | | | |
| 17 | If you answered "yes" to Question No. 8, answer Question No. 9; if you answered "no" to | | | | |
| 18 | Question No. 8, skip ahead and answer Question No. 14. | | | | |
| 19 | | | | | |
| 20 | QUESTION NO. 9: Did the potential risks present a substantial danger to users of the valves? | | | | |
| 21 | YES NO _X | | | | |
| 22 | | | | | |
| 23 | If you answered "yes" to Question No. 9, answer Question No. 10; if you answered "no" to | | | | |
| 24 | Question No. 9, skip ahead and answer Question No. 14. | | | | |
| 25 25 | | | | | |
| 26 | QUESTION NO. 10: Would ordinary consumers of valves have recognized the potential risks? | | | | |
| 27 | YES NO | | | | |
| 28 | | | | | |

| 1 | If you answered "yes" to Question No. 10, answer Question No. 11; if you answered "no" to | | | |
|-----|--|--|--|--|
| 2 | Question No. 10, skip ahead and answer Question No. 14. | | | |
| 3 | | | | |
| 4 | QUESTION NO. 11: Did Crane Co. fail to adequately warn or instruct of the potential risks? | | | |
| 5 | YES NO | | | |
| 6 | If you answered "yes" to Question No. 11, answer Question No. 12; if you answered "no" to | | | |
| 7 | Question No. 11, skip ahead and answer Question No. 14. | | | |
| 8 | | | | |
| 9 | QUESTION NO. 12: Were the valves used in a way that was reasonably foreseeable to Crane | | | |
| ιо | Co.? | | | |
| 11 | YES NO | | | |
| 12 | | | | |
| 13 | If you answered "yes" to Question No. 12, answer Question No. 13; if you answered "no" to | | | |
| 14 | Question No. 12, skip ahead and answer Question No. 14. | | | |
| 15 | | | | |
| 16 | QUESTION NO. 13: Was the lack of sufficient instructions or warnings a substantial factor in | | | |
| 17 | causing harm to Chief Brewer? | | | |
| 18 | YES NO | | | |
| 19 | Answer Question No. 14. | | | |
| 20 | | | | |
| 21 | QUESTION NO. 14: Did Crane Co. know or should it have reasonably known that the valves | | | |
| 22 | were dangerous or were likely to be dangerous when used in a reasonably foreseeable manner? | | | |
| 23 | YES NOX | | | |
| 24 | | | | |
| 2,5 | If you answered "yes" to Question No. 14, answer Question No. 15; if you answered "no" to | | | |
| 26 | Question No. 14, skip ahead and answer Question No. 19. | | | |
| 27 | | | | |
| 28 | | | | |

| 1 | QUESTION NO. 15: Did Crane Co. know or should it have reasonably known that users would | | | |
|----|--|--|--|--|
| 2 | not realize the danger? | | | |
| 3 | YES NO | | | |
| 4 | | | | |
| 5 | If you answered "yes" to Question No. 15, answer Question No. 16; if you answered "no" to | | | |
| 6 | Question No. 15, skip ahead and answer Question No. 19. | | | |
| 7 | | | | |
| 8 | QUESTION NO. 16: Did Crane Co. fail to adequately warn of the danger or instruct on the safe | | | |
| 9 | use of the valves? | | | |
| 10 | YES NO | | | |
| 11 | | | | |
| 12 | If you answered "yes" to Question No. 16, answer Question No. 17; if you answered "no" to | | | |
| 13 | Question No. 16, skip ahead and answer Question No. 19. | | | |
| 14 | | | | |
| 15 | QUESTION NO. 17: Would a reasonable valve manufacturer under the same or similar | | | |
| 16 | Circumstances have warned of the danger or instructed on the safe use of the valves? | | | |
| 17 | YES NO | | | |
| 18 | | | | |
| 19 | If you answered "yes" to Question No. 17, answer Question No. 18; if you answered "no" to | | | |
| 20 | Question No. 17, skip ahead and answer Question No. 19. | | | |
| 21 | | | | |
| 22 | QUESTION NO. 18: Was Crane Co.'s failure to warn a substantial factor in causing harm to | | | |
| 23 | Chief Brewer? | | | |
| 24 | YES NO | | | |
| 25 | | | | |
| 26 | Answer Question No. 19. | | | |
| 27 | | | | |
| 28 | | | | |

- 5 -

| 1 | QUESTION NO. 19: Did Crane Co. become aware, or should it have become aware, after the | | | | | |
|----|--|--|--|--|--|--|
| 2 | valves were sold and before Chief Brewer left the USS Preble, that the valves were dangerous or were | | | | | |
| 3 | likely to be dangerous when used in a reasonably foreseeable manner? | | | | | |
| 4 | YESNOX | | | | | |
| 5 | | | | | | |
| 6 | If you answered "yes" to Question No. 19, answer Question No. 20; if you answered "no" to | | | | | |
| 7 | Question No. 19, skip ahead to the instruction prior to Question No. 24. | | | | | |
| 8 | | | | | | |
| 9 | QUESTION NO. 20: Did Crane Co. know, or should it reasonably have known, that users of the | | | | | |
| 10 | valves would not realize the danger? | | | | | |
| 11 | YES NO | | | | | |
| L2 | | | | | | |
| 13 | If you answered "yes" to Question No. 20, answer Question No. 21; if you answered "no" to | | | | | |
| 14 | Question No. 20, skip ahead to the instruction prior to Question No. 24. | | | | | |
| 15 | | | | | | |
| 16 | QUESTION NO. 21: Did Crane Co. fail to adequately warn of the danger or instruct on the safe | | | | | |
| 17 | use of the valves? | | | | | |
| 18 | YES NO | | | | | |
| 19 | | | | | | |
| 20 | If you answered "yes" to Question No. 21, answer Question No. 22; if you answered "no" to | | | | | |
| 21 | Question No. 21, skip ahead to the instruction prior to Question No. 24. | | | | | |
| 22 | | | | | | |
| 23 | QUESTION NO. 22: Would a reasonable valve manufacturer under the same or similar | | | | | |
| 24 | circumstances have warned of the danger of instructed on the safe use of the valves? | | | | | |
| 25 | YES NO | | | | | |
| 26 | | | | | | |
| 27 | If you answered "yes" to Question No. 22, answer Question No. 23; if you answered "no" to | | | | | |
| 28 | Question No. 22, skip ahead to the instruction prior to Question No. 24. | | | | | |
| | - 6 – | | | | | |

| 1 | QUESTION NO. 23: Was Crane Co.'s failure to warn a substantial contributing factor in | | | |
|----|---|--|--|--|
| 2 | causing harm to Chief Brewer? | | | |
| 3 | YES NO | | | |
| 4 | | | | |
| 5 | If you answered "yes" to any of Question Nos. 13, 18 and/or 23, answer Question No. 24. If you | | | |
| 6 | did not answer "yes" to at least one of Question Nos. 5, 7, 13, 18 and 23, stop here and have the | | | |
| 7 | presiding juror sign and date this form. If you answered "yes" to either or both of Question Nos. 5 or 7, | | | |
| 8 | and did not answer "yes" to any of Question Nos. 13, 18, and 23, skip ahead and answer Question No. | | | |
| 9 | 26. | | | |
| 10 | | | | |
| 11 | QUESTION NO. 24: Was the United States Navy a sophisticated user concerning the hazards | | | |
| 12 | and risks of exposure to asbestos-containing products? | | | |
| 13 | YES NO | | | |
| 14 | | | | |
| 15 | If you answered "yes" to Question No. 24, answer Question No. 25. If you answered "no" to | | | |
| 16 | Question No. 24, skip ahead to the instruction prior to Question No. 26. | | | |
| 17 | | | | |
| 18 | QUESTION NO. 25: Did Crane Co. know, or should it have known, that the United States Nav | | | |
| 19 | would fail to warn of the hazards and risks of asbestos from working on valves? | | | |
| 20 | YES NO | | | |
| 21 | | | | |
| 22 | If you answered "yes" to any of Question Nos. 5, 7, or 25, answer Question No. 26. If you | | | |
| 23 | answered "no" to Question No. 25 and did not answer "yes" to any of Question Nos. 5 or 7, stop here | | | |
| 24 | and have the presiding juror sign and date this form. | | | |
| 25 | | | | |
| 26 | | | | |
| 27 | | | | |
| 28 | | | | |

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| 1 | QUESTION NO. 26: What do you find to be the total amount of economic damages, if any, | | | | | | |
|----|---|---|--------------|--|--|--|--|
| 2 | suffered by Chief Brewer, and/or non-economic damages suffered by Chief Brewer and Gale Brewer? | | | | | | |
| 3 | Plaintiff Chief Brewer, Economic Damages \$ | _700,000 | | | | | |
| 4 | Plaintiff Chief Brewer, Non-Economic Damages \$ | _5 million | | | | | |
| 5 | Plaintiff Gale Brewer, Non-Economic Damages \$ | _4 million | | | | | |
| 6 | TOTAL: \$ | _9,700,000 | | | | | |
| 7 | 7 | | | | | | |
| 8 | Answer Question No. 27. | | | | | | |
| 9 | | | | | | | |
| 10 | QUESTION NO. 27: If 100% represents the total fault | QUESTION NO. 27: If 100% represents the total fault that was the cause of plaintiffs' damages | | | | | |
| 11 | what percentage of this 100% was due to the fault of Crane Co. | what percentage of this 100% was due to the fault of Crane Co. and the others listed below? | | | | | |
| 12 | Aldridge | 2 | % | | | | |
| 13 | Aurora Pumps | 2 | % | | | | |
| 14 | | | _ | | | | |
| 15 | Bath Iron Works | 22 | | | | | |
| 16 | 6 CH Wheeler | 2 | _% | | | | |
| 17 | Crane Co. | 22 | _% | | | | |
| 18 | Garlock | 13 | <u>%</u> | | | | |
| 19 | Gibbs & Cox | 2 | % | | | | |
| 20 | IMO Industries, Inc./Delaval | 2 | _% | | | | |
| 21 | Johns-Manville | 15 | % | | | | |
| 22 | Leslie Controls, Inc. | 2 | — % | | | | |
| 23 | Sharples | 2 | % | | | | |
| 24 | 4 1 | | _ | | | | |
| 25 | | 50 | _% | | | | |
| 26 | 6 Warren Pumps, LLC | 2 | % | | | | |
| 27 | 7 Yarway Corp | 22 | _% | | | | |
| 28 | 8 | | | | | | |

THE SUM OF ALL OF THE PERCENTAGES MUST ADD UP TO A TOTAL OF 100% 1 Dated: May 16, 2008 Barbara S. Ramos **FOREPERSON** 3 4 It appearing by reason of said special verdict that Plaintiff CHIEF Y.R. BREWER is entitled 5 to: 6 (a) Judgment against Defendant CRANE CO. in the amount of \$100,000.00 for non-7 economic damages; and Judgment against Defendant CRANE CO., jointly and severally, in the amount 8 (b) 9 of \$700,000.00 for economic damages. Based upon settlements with defendants other than the one at bar, as well as the sum certain incurred by the Plaintiffs for medical care 10 11 and services, these economic damages are reduced by \$200,791.21, to a total joint and 12 several award of \$499,208.79. It appearing by reason of said special verdict that Plaintiff GALE BREWER is entitled to 13 judgment against Defendant CRANE CO. in the amount of \$80,000.00 for non-economic damages. 14 15 NOW THEREFORE, IT IS ORDERED, ADJUDGED AND DECREED that: 16 1. Plaintiff CHIEF Y. R. BREWER have and recover from said Defendant CRANE CO. 17 damages in the sum of \$599,208.79, jointly and severally. 18 2. Plaintiff GALE BREWER have and recover from said Defendant CRANE CO. 19 damages in the amount of \$80,000.00. 20 3. The damages of Plaintiffs CHIEF Y. R. BREWER and GALE BREWER shall include 21 interest thereon at a rate of ten percent per annum from the date of entry of judgment 22 until paid together with costs and disbursements amounting to a sum to be determined. 23 24 25 DATED: July 31, 2008 26 JUDGE OF THE LOS ANGLES SUPERIOR COURT

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