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**ENDORSED
FILED
ALAMEDA COUNTY**

MAY 22 2009

A. Yiu, Exec. Off./Clerk

SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF ALAMEDA
UNLIMITED JURISDICTION

| | | |
|---|---|-------------------------------------|
| PEOPLE OF THE STATE OF CALIFORNIA, ex rel. BILL LOCKYER, Attorney General, et al., |) | Case No. RG 04-162075 |
| |) | (Consolidated with RG 04-162037, RG |
| Plaintiffs, |) | 04-169511) |
| |) | |
| vs. |) | [PROPOSED] CONSENT JUDGMENT |
| |) | AS TO MANGO NY, INC. |
| BURLINGTON COAT FACTORY WAREHOUSE CORPORATION, et al, |) | |
| |) | |
| Defendants. |) | |
| |) | |
| _____ |) | |
| AND RELATED CONSOLIDATED CASES. |) | |
| _____ |) | |

1. INTRODUCTION

1.1 This Consent Judgment is entered into by the Center For Environmental Health, a California non-profit corporation ("CEH"), and Mango NY, Inc. ("Defendant"), to settle certain claims asserted by CEH against Defendant as set forth in the complaint in the matter entitled *Center for Environmental Health v. Nadri, Inc., et al.*, Alameda County Superior Court Case No. RG 06-269531 (the "*Nadri Action*").

1 1.2 On May 12, 2006, CEH filed the original complaint in the *Nadri* Action, which was
2 later consolidated with three other actions including the lead case entitled *People v. Burlington*
3 *Coat Factory et al.* (Alameda Superior Court Case No. RG 04-162075).

4 1.3 On February 21, 2006, upon noticed motion, the Court entered a Consent Judgment
5 against a group of other defendants in the consolidated actions (the "Master Consent Judgment").

6 1.4 On June 15, 2006, upon noticed motion, the Court amended the Master Consent
7 Judgment by entering an Amended Consent Judgment in the consolidated actions (the "Amended
8 Master Consent Judgment").

9 1.5 On July 28, 2007, CEH provided a "Notice of Violation of Proposition 65" to the
10 California Attorney General, the District Attorneys of every county in California, the City
11 Attorneys of every California city with a population greater than 750,000, and to Defendant
12 regarding the presence of lead in jewelry manufactured, distributed or sold by Defendant.

13 1.6 On November 8, 2007, the Complaint in the *Nadri* Action was amended to name
14 Defendant as a party.

15 1.7 Defendant is a corporation that employs ten or more persons, and which
16 manufactures, distributes and/or sells Covered Products in the State of California.

17 1.8 For purposes of this Consent Judgment only, CEH and Defendant (the "Parties")
18 stipulate that this Court has jurisdiction over the allegations of violations contained in the
19 Complaint and personal jurisdiction over Defendant as to the acts alleged in the Complaint, that
20 venue is proper in the County of Alameda, and that this Court has jurisdiction to enter this
21 Consent Judgment as a full and final resolution of all claims which were or could have been raised
22 in the Complaint based on the facts alleged therein with respect to Covered Products
23 manufactured, distributed, and/or sold by Defendant.

24 1.9 CEH and Defendant enter into this Consent Judgment as a full and final settlement
25 of all claims that were raised in the Complaint, or which could have been raised in the Complaint,
26 arising out of the facts or conduct related to Defendant alleged therein. By execution of this
27 Consent Judgment and agreeing to comply with its terms, the Parties do not admit any facts or
28 conclusions of law, including, but not limited to, any facts or conclusions of law suggesting or

1 demonstrating any violations of Proposition 65 or any other statutory, common law or equitable
2 requirements relating to lead in jewelry. Nothing in this Consent Judgment shall be construed as
3 an admission by the Parties of any fact, conclusion of law, issue of law or violation of law, nor
4 shall compliance with the Consent Judgment constitute or be construed as an admission by the
5 Parties of any fact, conclusion of law, issue of law, or violation of law. Nothing in this Consent
6 Judgment shall prejudice, waive or impair any right, remedy, argument or defense the Parties may
7 have in this or any other or future legal proceedings. This Consent Judgment is the product of
8 negotiation and compromise and is accepted by the Parties for purposes of settling, compromising,
9 and resolving issues disputed in this action.

10 **2. DEFINITIONS**

11 2.1 The term "Person" shall have the same meaning as that term is defined in
12 California Health & Safety Code § 25249.11(a).

13 2.2 The term "Covered Products" means (a) the following ornaments worn by a person:
14 an anklet, arm cuff, bracelet, brooch, chain, crown, cuff link, decorated hair accessories, earring,
15 necklace, pin, ring, and body piercing jewelry, or (b) any bead, chain, link, pendant, or other
16 component of such an ornament.

17 2.3 The term "Supplier" means a Person that directly supplies Covered Products that
18 are or will be offered for retail sale in California to Defendant.

19 2.4 The term "Effective Date" means the date this Consent Judgment is entered by the
20 Court.

21 **3. INJUNCTIVE RELIEF**

22 3.1 **Reformulation of Covered Products.** After the Effective Date, Defendant shall
23 not manufacture, ship, or sell or offer for sale any Covered Product within the United States that
24 contains any component, or is made of any material, that contains more than 0.01 percent lead by
25 weight (100 parts per million). Any determination of lead content of a Covered Product under this
26 Consent Judgment shall be conducted pursuant to the Test Protocols set forth in Exhibit A.

27 3.2 **Market Withdrawal of Covered Products.** On or before the Effective Date,
28 Defendant shall stop all sales to stores and/or customers in California of the following Covered

1 Products: (1) the MNG by Mango Silver Metal Necklace, Retail ID No. 33637184-99-33,
2 Manufacturer ID No. RN115455, which was identified in the 60-Day Notice of Violation sent by
3 CEH to Defendant, and (2) the MNG by Mango Crown Gold Metal Bracelet, Retail ID No.
4 33640219-99-33 (the "Recall Products"). Defendant shall withdraw the Recall Products from the
5 retail market in California, and, at a minimum, send instructions to any of its stores and/or
6 customers that offer the Recall Products for sale in California to cease offering such Recall
7 Products for sale in California and to either return all the Recall Products to Defendant for
8 destruction, or to directly destroy the Recall Products. Any destruction of such Recall Products
9 shall be in compliance with all applicable laws. Defendant shall keep and make available to CEH
10 for inspection and copying records and correspondence regarding the market withdrawal and
11 destruction of such Recall Products. If there is a dispute over the corrective action, the Parties
12 shall meet and confer before seeking any remedy in court.

13 **4. ENFORCEMENT**

14 4.1 **General Enforcement Provisions.** The Attorney General or CEH may, by motion
15 or application for an order to show cause before this Court, enforce the terms and conditions
16 contained in this Consent Judgment, subject to the following:

17 4.1.1 Any action to enforce the terms of Sections 3.1 of this Consent Judgment
18 shall be brought exclusively pursuant to this Section 4.

19 4.1.2 No action to enforce the terms of Section 3.1 of this Consent Judgment
20 may be brought by CEH unless the Attorney General either joins in such action or provides
21 written non-objection to the proposed enforcement proceedings at the conclusion of the meet-and-
22 confer requirement of Section 4.2.4. The Attorney General agrees to provide either a written
23 objection or written non-objection to a proposed enforcement proceeding within 15 days of receipt
24 of a written request for such a response from CEH, provided that the Attorney General may extend
25 such 15 day response time by a single extension of an additional 15 days by writing to the
26 requesting party. The fact that the Attorney General provides a written non-objection shall not be
27 construed as endorsement of or concurrence in an enforcement action. Any written non-objection
28 shall be admissible in court only if Defendant challenges the right of CEH to enforce this Consent

1 Judgment for failure to obtain the written non-objection.

2 4.1.3 For purposes of this Section 4 only, the term "Defendant" includes a
3 Person that was a party to the Amended Master Consent Judgment or to a consent judgment that
4 contained "identical or substantially identical terms as provided in Sections 2, 3 and 4 of the
5 amended consent judgment," as those terms are used in California Health & Safety Code
6 §25214.3(d).

7 4.2 **Enforcement of Materials Violation.**

8 4.2.1 **Notice of Violation.** In the event that, at any time following the Effective
9 Date, the Attorney General or CEH ("Notifying Person") identifies one or more Covered Products
10 that the Notifying Person believes in good faith do not comply with Section 3.1 of this Consent
11 Judgment ("Noncompliant Covered Product"), the Notifying Person may issue a Notice of
12 Violation pursuant to this Section 4.

13 4.2.2 **Service of Notice of Violation and Supporting Documentation.**

14 4.2.2.1 The Notice of Violation shall be sent to the person(s) identified in
15 Section 8.1.1 to receive notices for Defendant, and must be served within sixty days of the date the
16 alleged violation(s) was or were observed.

17 4.2.2.2 The Notice of Violation shall, at a minimum, set forth for each
18 Noncompliant Covered Product: (a) the date(s) the alleged violation(s) was observed, (b) the
19 location at which the Covered Product was offered for sale, (c) a description of the Noncompliant
20 Covered Product, and (d) all test data obtained by the Notifying Person regarding the
21 Noncompliant Covered Product and supporting documentation sufficient for validation of the test
22 results, including all laboratory reports, quality assurance reports and quality control reports
23 associated with testing of the Noncompliant Covered Product. Such Notice of Violation shall be
24 based upon test data that meets the criteria of Exhibit A. Wipe, swipe, and swab testing are not
25 sufficient to support a Notice of Violation.

26 4.2.2.3 The Notifying Person shall promptly make available for inspection
27 and/or copying upon request all supporting documentation related to the testing of the
28 Noncompliant Covered Product and associated quality control samples, including chain of custody

1 records, all laboratory logbook entries for laboratory receiving, sample preparation, and
2 instrumental analysis, and all printouts from all analytical instruments relating to the testing of
3 Noncompliant Covered Product samples and any and all calibration, quality assurance, and quality
4 control tests performed or relied upon in conjunction with the testing of the Noncompliant
5 Covered Product, obtained by or available to the Notifying Person that pertains to the
6 Noncompliant Covered Product's alleged noncompliance with Section 3.1 and, if available, any
7 exemplars of Noncompliant Covered Products tested.

8 4.2.3 **Notice of Election of Response.** No more than 30 days after receiving a
9 Notice of Violation by email, Defendant shall provide written notice to the Notifying Person
10 whether it elects to contest the allegations contained in a Notice of Violation ("Notice of
11 Election").

12 4.2.3.1 If a Notice of Violation is contested the Notice of Election shall
13 include all then-available documentary evidence regarding the alleged violation, including all test
14 data, if any. If Defendant or the Notifying Person later acquires additional test or other data
15 regarding the alleged violation, it shall notify the other party and promptly provide all such data or
16 information to the party. Any test data used to rebut a Notice of Violation shall meet the criteria
17 of Exhibit A.

18 4.2.3.2 If a Notice of Violation is not contested, the Notice of Election shall
19 include a description of Defendant's corrective action pursuant to Section 4.2.6. The Notice of
20 Election shall include the name, address, telephone number, and other contact information, of
21 Defendant's Supplier(s) of each Covered Product identified in the Notice of Violation.

22 4.2.4 **Meet and Confer.** If a Notice of Violation is contested, the Notifying
23 Person and the Defendant shall meet and confer to attempt to resolve their dispute. Within 30
24 days of serving a Notice of Election contesting a Notice of Violation, and if no enforcement action
25 has been filed, Defendant may withdraw the original Notice of Election contesting the violation
26 and serve a new Notice of Election conceding the violation. If no informal resolution of a Notice
27 of Violation results, the Notifying Person may by motion or order to show cause before the
28 Superior Court of Alameda, seek to enforce the terms and conditions contained in this Consent

1 Judgment. In any such proceeding, the Attorney General and CEH may seek whatever fines,
2 costs, penalties, or remedies are provided by law for failure to comply with the Consent Judgment.

3 4.2.5 **Non-Contested Matters.** If Defendant elects not to contest the
4 allegations in a Notice of Violation, it shall undertake corrective action under Section 4.2.6 and
5 shall make any contributions required by Section 4.2.7.

6 4.2.6 **Corrective Action in Non-Contested Matters.** If Defendant elects not to
7 contest the allegation, it shall include in its Notice of Election a detailed description of corrective
8 action that it has undertaken or proposes to undertake to remove the Covered Product(s) identified
9 in the Notice of Violation for sale in California. Corrective action must include instructions to
10 Defendant's stores to cease offering the Covered Product(s) identified in the Notice of Violation
11 for sale in California as soon as practicable. Defendant shall make available to the Notifying
12 Person for inspection and/or copying records and correspondence regarding the corrective action.
13 If there is a dispute over the corrective action, the Parties shall meet and confer pursuant to Section
14 4.2.4 before seeking any remedy in court.

15 4.2.7 **Required Contributions to Proposition 65 Jewelry Testing Fund in**
16 **Non-Contested Matters.** Defendant shall be required to make a contribution to the Proposition
17 65 Jewelry Testing Fund established by the Amended Master Consent Judgment as specified
18 below:

19 4.2.7.1 If Defendant serves a Notice of Election not to contest the
20 allegations in a Notice of Violation within 15 days of receipt by certified mail of the Notice of
21 Violation, it shall not be required to make any contributions pursuant to this Section.

22 4.2.7.2 If Defendant serves a Notice of Election not to contest the
23 allegations in a Notice of Violation more than 15 days but less than 31 days after receipt by
24 certified mail of the Notice of Violation, Defendant shall make a required contribution in the
25 amount of \$2,500 for each Supplier from whom it purchased the Covered Product(s) identified in
26 any Notices of Violation served within a 30-day period.

27 4.2.7.3 If Defendant withdraws a Notice of Election contesting the violation
28 and serves a new Notice of Election not to contest the allegations in a Notice of Violation within

1 60 days after receipt by certified mail of the Notice of Violation, and before any enforcement
2 action concerning the violations alleged in the Notice of Violation is filed, Defendant shall make a
3 required contribution in the amount of \$7,500 for each Supplier from whom it purchased the
4 Covered Product(s) identified in any Notices of Violation served within a 30-day period.

5 4.2.7.4 The contributions shall be paid within 15 days of service of a Notice
6 of Election.

7 4.2.7.5 Defendant's liability for required contributions shall be limited as
8 follows:

9 4.2.7.5.1 Defendant as a Supplier to one or more retailers shall
10 be liable for one required contribution within any 30-day period,
11 regardless of the number of retailers to whom the Covered Product
12 is distributed.

13 4.2.7.5.2 If Defendant has manufactured, sold, or distributed a
14 Covered Product identified in a Notice of Violation, only one
15 required contribution may be assessed against the Defendant
16 potentially liable therefore in any 30-day period, in the following
17 order of priority: (1) Manufacturers; (2) Importers; (3) Distributors,
18 and (4) Retailers.

19 4.2.7.5.3 Defendant's monetary liability to make required
20 contributions under Section 4.2.7.2 shall be limited to \$5,000 for
21 each 30-day period. Defendant's monetary liability to make
22 required contributions under Section 4.2.7.3 shall be limited to
23 \$15,000 for each 30-day period.

24 4.2.7.6 If Defendant has paid either of the payments set forth in Sections
25 4.2.7.2 and 4.2.7.3 more than six times in any 18-month period, or more than three times in any
26 12-month period for Covered Products sold to Defendant from the same Supplier then, at the
27 Notifying Person's option, the Notifying Person may seek whatever fines, costs, penalties, or
28 remedies are provided by law for failure to comply with the Consent Judgment.

1 4.2.8 **Limitation on Liability.** Defendant's liability when electing not to
2 contest a Notice of Violation shall be limited to the contributions required by Section 4.2.7.

3 **5. PAYMENTS**

4 5.1 **Payments From Defendant.** Within ten days of the entry of this Consent
5 Judgment, Defendant shall pay the total sum of \$27,500 as a settlement payment.

6 5.2 **Allocation of Payments.** The total settlement amount for Defendant shall be paid
7 in three separate checks delivered to the offices of the Lexington Law Group, LLP (Attn: Eric
8 Somers), 1627 Irving Street, San Francisco, California 94122 and made payable and allocated as
9 follows:

10 5.2.1 Defendant shall pay the sum of \$1,000 as a penalty pursuant to California
11 Health & Safety Code §25249.7(b),

12 5.2.2 Defendant shall pay the sum of \$8,700 as payment to CEH in lieu of
13 penalty pursuant to California Health & Safety Code §25249.7(b), and California Code of
14 Regulations, Title 11, §3202(b). CEH will use such funds to continue its work educating and
15 protecting people from exposures to toxic chemicals, including heavy metals. In addition, CEH
16 may use a portion of such funds to monitor compliance with the reformulation requirements of this
17 and other similar Consent Judgments, to purchase and test jewelry, and to prepare and compile the
18 information and documentation necessary to support a Notice of Violation. The payment in lieu
19 of penalty check shall be made payable to the Center For Environmental Health.

20 5.2.3 Defendant shall pay the sum of \$17,800 as reimbursement of reasonable
21 attorneys' fees and costs. The attorneys' fees and cost reimbursement check shall be made
22 payable to the Lexington Law Group, LLP.

23 **6. MODIFICATION AND DISPUTE RESOLUTION**

24 6.1 **Modification.** This Consent Judgment may be modified from time to time by
25 express written agreement of the Parties, with the approval of the Court, or by an order of this
26 Court upon motion and in accordance with law.

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1 6.2 **Subsequent Legislation.** If, subsequent to the Effective Date, legislation is
2 adopted that addresses the lead content of Covered Products sold in California, any Party shall be
3 entitled to request that the Court modify this Consent Judgment for good cause shown.

4 6.3 **Notice; Meet and Confer.** Any Party seeking to modify this Consent Judgment
5 shall attempt in good faith to meet and confer with all affected Parties prior to filing a motion to
6 modify the Consent Judgment.

7 **7. CLAIMS COVERED AND RELEASE**

8 7.1 This Consent Judgment is a full, final, and binding resolution between CEH and
9 Defendant and their parents, shareholders, divisions, subdivisions, subsidiaries, partners, sister
10 companies and their successors and assigns (“Defendant Releasees”), and all entities other than
11 those listed on Exhibit B of this Consent Judgment to whom they distribute or sell Covered
12 Products, including but not limited to distributors, wholesalers, customers, retailers, franchisees,
13 cooperative members, and licensees (“Downstream Defendant Releasees”), of any violation of
14 Proposition 65 or any other statutory or common law claims that have been or could have been
15 asserted in the public interest against Defendant, Defendant Releasees, and Downstream
16 Defendant Releasees, regarding the failure to warn about exposure to lead arising in connection
17 with Covered Products manufactured, distributed, or sold by Defendant prior to the Effective Date.

18 7.2 CEH, for itself and acting on behalf of the public interest pursuant to Health and
19 Safety Code §25249.7(d), releases, waives, and forever discharges any and all claims against
20 Defendant, Defendant Releasees, and Downstream Defendant Releasees arising from any violation
21 of Proposition 65 or any other statutory or common law claims that have been or could have been
22 asserted in the public interest regarding the failure to warn about exposure to lead arising in
23 connection with Covered Products manufactured, distributed or sold by Defendant prior to the
24 Effective Date.

25 7.3 Compliance with the terms of this Consent Judgment by Defendant and its
26 Defendant Releasees shall constitute compliance with Proposition 65 by that Defendant, its
27 Defendant Releasees and their Downstream Defendant Releasees with respect to any alleged
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1 failure to warn about Lead in Covered Products manufactured, distributed or sold by Defendant
2 after the Effective Date.

3 **8. PROVISION OF NOTICE**

4 8.1 When any party is entitled to receive any notice under this Consent Judgment, the
5 notice shall be sent by certified mail and electronic mail as follows:

6 8.1.1 **Notices to Defendant.** The person for Defendant to receive Notices
7 pursuant to this Consent Judgment shall be:

8 Jay W. Connolly
9 Seyfarth Shaw, LLP
10 560 Mission Street, Suite 3100
11 San Francisco, CA 94105
12 jconnolly@seyfarth.com

13 8.1.2 **Notices to Plaintiff.** The person for CEH to receive Notices pursuant to
14 this Consent Judgment shall be:

15 Eric S. Somers
16 Lexington Law Group, L.L.P.
17 1627 Irving Street
18 San Francisco, California 94122
19 esomers@lexlawgroup.com

20 8.2 Any party may modify the person and address to whom the notice is to be sent by
21 sending each other party notice by certified mail and/or other verifiable form of written
22 communication.

23 **9. COURT APPROVAL**

24 9.1 This Consent Judgment shall become effective on the Effective Date, provided
25 however, that CEH shall prepare and file a Motion for Approval of this Consent Judgment and
26 Defendant shall support approval of such Motion.

27 9.2 If this Consent Judgment is not entered by the Court, it shall be of no force or effect
28 and shall not be introduced into evidence or otherwise used in any proceeding for any purpose.

10. GOVERNING LAW AND CONSTRUCTION

10.1 The terms of this Consent Judgment shall be governed by the laws of the State of
California.

1 10.2 The Parties, including their counsel, have participated in the preparation of this
2 Consent Judgment and this Consent Judgment is the result of the joint efforts of the Parties. This
3 Consent Judgment has been accepted and approved as to its final form by all Parties and their
4 counsel. Accordingly, any uncertainty or ambiguity existing in this Consent Judgment shall not be
5 interpreted against any Party as a result of the manner of the preparation of this Consent Judgment.
6 Each Party to this Consent Judgment agrees that any statute or rule of construction providing that
7 ambiguities are to be resolved against the drafting Party should not be employed in the
8 interpretation of this Consent Judgment and, in this regard, the Parties hereby waive California
9 Civil Code §1654.

10 **11. ATTORNEYS' FEES**

11 11.1 A party who unsuccessfully brings or contests an action arising out of this Consent
12 Judgment shall be required to pay the prevailing party's reasonable attorneys' fees and costs
13 unless the unsuccessful party has acted with substantial justification. For purposes of this Consent
14 Judgment, the term substantial justification shall carry the same meaning as used in the Civil
15 Discovery Act of 1986, Code of Civil Procedure §§2016.010, *et seq.*

16 11.2 Notwithstanding Section 11.1, a party who prevails in a contested enforcement
17 action brought pursuant to Section 4 may seek an award of attorneys' fees pursuant to Code of
18 Civil Procedure §1021.5 against a party that acted with substantial justification. The party seeking
19 such an award shall bear the burden of meeting all of the elements of §1021.5, and this provision
20 shall not be construed as altering any procedural or substantive requirements for obtaining such an
21 award.

22 11.3 Nothing in this Section 11 shall preclude a Party from seeking an award of
23 sanctions pursuant to law.

24 **12. ENTIRE AGREEMENT**

25 12.1 This Consent Judgment contains the sole and entire agreement and understanding
26 of the Parties with respect to the entire subject matter hereof, and any and all prior discussions,
27 negotiations, commitments, or understandings related thereto, if any, are hereby merged herein
28 and therein. There are no warranties, representations, or other agreements between the Parties

1 except as expressly set forth herein. No representations, oral or otherwise, express or implied,
2 other than those specifically referred to in this Consent Judgment have been made by any Party
3 hereto. No other agreements not specifically contained or referenced herein, oral or otherwise,
4 shall be deemed to exist or to bind any of the Parties hereto. No supplementation, modification,
5 waiver, or termination of this Consent Judgment shall be binding unless executed in writing by the
6 Party to be bound thereby. No waiver of any of the provisions of this Consent Judgment shall be
7 deemed or shall constitute a waiver of any of the other provisions hereof whether or not similar,
8 nor shall such waiver constitute a continuing waiver.

9 **13. RETENTION OF JURISDICTION**

10 13.1 This Court shall retain jurisdiction of this matter to implement or modify the
11 Consent Judgment.

12 **14. AUTHORITY TO STIPULATE TO CONSENT JUDGMENT**

13 14.1 Each signatory to this Consent Judgment certifies that he or she is fully authorized
14 by the party he or she represents to stipulate to this Consent Judgment and to enter into and
15 execute the Consent Judgment on behalf of the party represented and legally to bind that party.

16 **15. NO EFFECT ON OTHER SETTLEMENTS**

17 15.1 Nothing in this Consent Judgment shall preclude CEH from resolving any claim
18 against an entity that is not Defendant on terms that are different than those contained in this
19 Consent Judgment.

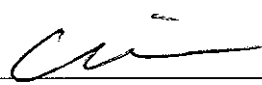
20 **16. EXECUTION IN COUNTERPARTS**

21 16.1 The stipulations to this Consent Judgment may be executed in counterparts and by
22 means of facsimile, which taken together shall be deemed to constitute one document.

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IT IS SO STIPULATED:

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|---|--|
| Dated: March <u>2</u> , 2009 <u>April</u> | CENTER FOR ENVIRONMENTAL HEALTH  _____ <u>CHARLIE PIZARRO</u> Printed Name <u>ASSOCIATED DIRECTOR</u> Title |
|---|--|

| | |
|-----------------------|---|
| Dated: March __, 2009 | MANGO NY, INC. _____ _____ Printed Name _____ Title |
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**IT IS SO ORDERED, ADJUDGED,
AND DECREED**

Dated: _____
Honorable Robert B. Freedman
Judge of the Superior Court of the State of California

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IT IS SO STIPULATED:

Dated: March __, 2009

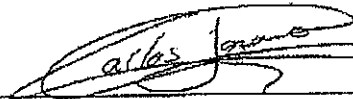
CENTER FOR ENVIRONMENTAL HEALTH

Printed Name

Title

Dated: March 31, 2009

MANGO NY, INC.



CARLOS LOZANO
Printed Name

PRESIDENT
Title

IT IS SO ORDERED, ADJUDGED,
AND DECREED

Dated: **MAY 22 2009**

Robert B. Freedman

Honorable Robert B. Freedman
Judge of the Superior Court of the State of California

1 **EXHIBIT A (TESTING PROTOCOLS)**

2 The following test methods must be used to determine compliance with the lead standards
3 set forth in this Consent Judgment. A material shall not meet the applicable lead standard if the
4 mean lead level of: (1) one or two samples exceeds 300% of the component specification limit;
5 (2) three samples exceeds 200% of the component specification limit; or (3) four or more samples
6 exceeds the component specification limit.

7 Laboratory sample preparation protocols specific for testing the lead content of jewelry
8 components are not readily available. The sample preparation method used in USEPA Method
9 3050B or Method 3051 shall be followed, as modified in the following table for use with jewelry
10 samples. The laboratory should make every effort to assure that samples removed from jewelry
11 pieces are representative of the component to be tested, and are free of contamination from
12 extraneous dirt and material not related to the jewelry component to be tested. All jewelry
13 component samples shall be washed prior to testing using standard laboratory detergent, rinsed
14 with laboratory reagent grade deionized water, and dried in a clean ambient environment. If
15 components must be cut or scraped to obtain a sample, then metal snips, scissors, or other cutting
16 tools used must be made of stainless steel and washed and rinsed before each use and between
17 samples.

18 Samples should be digested in containers that are known to be free of lead using acids that
19 are not contaminated by lead. Analytical Reagent grade digestion acids and reagent grade
20 deionized water are required. Method Blanks, consisting of all reagents used in sample
21 preparation handled, digested and made to volume in the same exact manner and in the same
22 container type as samples, shall be tested with each group of 20 or fewer samples tested. The
23 results for the Method Blank shall be reported with each group of sample results, and shall be
24 below the stated reporting limit for sample results to be considered valid.

25 All jewelry components samples shall be prepared for testing in accordance with USEPA
26 Method 3050B or 3051, with the following additional notes and exceptions:
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| 1 2 3 4 5 6 7 8 9 10 11 | COMPONENT | NOTES AND EXCEPTIONS |
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| 12 13 14 15 16 17 | Metals plated with suitable undercoats and finish coats | Digestion using hot concentrated nitric acid with optional hydrochloric acid and optional hydrogen peroxide. Sample size should be 0.050 g to 1 g. Digested samples may require dilution prior to analysis. Digestion and analysis should achieve a reported detection limit no greater than 0.1% for samples. Any necessary dilutions shall be made to assure that measurements are made within the calibrated range of the analytical instrument. |
| 18 19 20 21 22 23 | Unplated metal and metal substrates not defined as Class 1 Components. | Digestion using hot concentrated nitric acid with optional hydrochloric acid and optional hydrogen peroxide. Sample size should be 0.050 g to 1 g. Digested samples may require dilution prior to analysis. Digestion and analysis should achieve a reported detection limit no greater than 0.01% for samples. Any necessary dilutions shall be made to assure that measurements are made within the calibrated range of the analytical instrument. |
| 24 25 26 27 28 | Polyvinyl chloride (PVC) | Digestion using hot concentrated nitric acid with optional hydrochloric acid and optional hydrogen peroxide. Sample size should be a minimum of 0.05 g if using microwave digestion or 0.5 if using hot plate digestion, and should be chopped or comminuted prior to digestion. Digested samples may require dilution prior to analysis. Digestion and analysis should achieve a reported detection limit no greater than 0.001% (10 ppm) for samples. Any necessary dilutions shall be made to assure that measurements are made within the calibrated range of the analytical instrument. |
| | Non-PVC Plastic/Rubber (e.g., acrylic, polystyrene, plastic beads/stones). | Digestion using hot concentrated nitric acid with optional hydrochloric acid and optional hydrogen peroxide. Sample size should be a minimum of 0.05 g if using microwave digestion or 0.5 if using hot plate digestion and should be chopped or comminuted prior to digestion. Plastic beads or stones should be crushed prior to digestion. Digested samples may require dilution prior to analysis. Digestion and analysis should achieve a reported detection limit no greater than 0.001% (10 ppm) for samples. Any necessary dilutions shall be made to assure that measurements are made within the calibrated range of the analytical instrument. |
| | Coatings on Glass and Plastic Pearls. | The coating of glass or plastic beads should be scraped onto a surface free of dust, such as a clean weighing paper or pan, using a clean stainless steel razor blade or other clean sharp instrument that will not contaminate the sample with lead. The razor blade or sharp instrument should be rinsed with deionized water, wiped to remove particulate matter, rinsed again, and dried between samples. Weigh the scrapings. A minimum of 50 mg of scraped |

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| | <p>coating should be used for analysis. If less than 50 mg of scraped coating is obtained from an individual pearl, then multiple pearls from that sample must be scraped and composited to obtain a sufficient sample amount. The number of pearls used to make the composite must be noted. Avoid inclusion of the substrate pearl material in the scrapings. Digest the scrapings according to USEPA Method 3050B or 3051 or equivalent procedure for hot acid digestion in preparation for trace lead analysis. Dilute the digestate in the minimum volume practical for analysis. Analyze the digested sample according to specification of Exhibit A (approved, validated methodology for inductively-coupled plasma mass spectrometry). A reporting limit of 0.001% (10 ppm) in the coating must be obtained for the analysis. The sample result must be reported within the calibrated range of the instrument. If the initial test of the sample is above the highest calibration standard, then the sample must be diluted and re-analyzed within the calibrated range of the instrument.</p> |
| <p>Dyes, paints, coatings, varnish, printing inks, ceramic glazes, glass, crystal</p> | <p>Digestion using hot concentrated nitric acid with optional hydrochloric acid and optional hydrogen peroxide. Sample size should be a minimum of 0.050 g, and should be chopped or comminuted prior to digestion.</p> <p>Digested samples may require dilution prior to analysis. Digestion and analysis should achieve a reported detection limit no greater than 0.001% (10 ppm) for samples. Any necessary dilutions shall be made to assure that measurements are made within the calibrated range of the analytical instrument.</p> |
| <p>Glass and crystal used in Children's Products (for weight)</p> | <p>The components should be free of any extraneous material such as adhesive before they are weighed. The scale used to weigh these components should be calibrated using NIST certified (S-class) weights of 1 and 2 grams immediately before the components are weighed. The calibration should be accurate to within 0.01 gram.</p> |

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EXHIBIT B
(LIST OF ENTITIES NOT SUBJECT
TO DOWNSTREAM DEFENDANT RELEASE)

1. Albertson's LLC; Albertson's, Inc.; New Albertson's, Inc.
2. A-List, Inc. dba Kitson
3. Amiee Lynn, Inc.
4. AZ3, Inc.
5. BCBG Max Azria Group, Inc.
6. Beena Beauty Holding, Inc.
7. Big A Drug Stores, Inc.
8. Busch Entertainment Corporation
9. Conair Corporation
10. Cousin Corporation of America
11. Elite Distributing Company dba Edco
12. Georgiou Studio, Inc.
13. Hayun Fashion Investments Corporation dba Planet Funk
14. I Love Bracelets, Inc.
15. Ivorette-Texas, Inc. dba Upstart Crow Trading Company
16. Jacadi USA, Inc.
17. La-Kontra
18. Legoland California LLC
19. Lisa Kline, Inc.
20. Long Rap, Inc..
21. Marin Beauty Company
22. Max Rave, LLC
23. Peninsula Beauty Supply, Inc.
24. Raley's
25. Rite Aid Corporation
26. Scünci International, Inc.
27. Sea World, Inc.

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- 28. Shoe Pavilion Corporation; Shoe Pavilion, Inc.
- 29. Six Flags Theme Parks, Inc.
- 30. Urban Outfitters West LLC; Urban Outfitters, Inc.
- 31. Venus Fashion Jewelry
- 32. Whole Foods Market California, Inc.