

CONSENT JUDGMENT - SHOPKO STORES OPERATING CO., LLC - CASE NO. RG 14-722783

11.4"Lead Limits" means the maximum concentrations of lead and lead2compounds ("Lead") by weight specified in Section 3.2.

3 1.5 "Manufactured" and "Manufactures" means to manufacture, produce, or
4 assemble.

5 1.6 "Private Label Covered Product" means a Fashion Accessory that bears a 6 private label where (i) the product (or its container) is labeled with the brand or trademark of a 7 person other than a manufacturer of the product, (ii) the person with whose brand or trademark 8 the product (or container) is labeled has authorized or caused the product to be so labeled, and 9 (iii) the brand or trademark of a manufacturer of such product does not appear on such label.

10 1.7 "Private Labeler" means an owner or licensee of a brand or trademark on the
11 label of a consumer product which bears a private label; provided, however, that Settling
12 Defendant is not a Private Labeler due solely to the fact that its name, brand or trademark is
13 visible on a sign or on the price tag of a Fashion Accessory that is not labeled with a third party's
14 brand or trademark.

15 1.8 "Paint or other Surface Coatings" means a fluid, semi-fluid, or other material,
with or without a suspension of finely divided coloring matter, which changes to a solid film
when a thin layer is applied to a metal, wood, stone, paper, leather, cloth, plastic, or other surface.
This term does not include printing inks or those materials which actually become a part of the
substrate, such as the pigment in a plastic article, or those materials which are actually bonded to
the substrate, such as by electroplating or ceramic glazing.

21 1.9 "Vendor" means a person or entity that Manufactures, imports, distributes, or
22 supplies a Fashion Accessory to Settling Defendant.

23

2.

INTRODUCTION

24 2.1 The parties to this Consent Judgment ("Parties") are the Center for
25 Environmental Health ("CEH") and defendant Shopko Stores Operating Co., LLC ("Settling
26 Defendant").

27 2.2 On March 18, 2014, CEH served a 60-Day Notice of Violation under
28 Proposition 65 (The Safe Drinking Water and Toxic Enforcement Act of 1986, California Health

-2-

& Safety Code §§ 25249.5, et seq.) (the "Notice") to Settling Defendant, the California Attorney
 General, the District Attorneys of every County in the State of California, and the City Attorneys
 for every City in the State of California with a population greater than 750,000. The Notice
 alleges that Settling Defendant violated Proposition 65 by exposing persons to Lead contained in
 wallets, handbags, purses, and clutches, without first providing a clear and reasonable Proposition
 65 warning.

2.3 On April 24, 2014, CEH filed the action *CEH v. Miz Mooz, Inc., et al.*, Case
No. RG 14-722783, in the Superior Court of California for Alameda County. On May 29, 2014,
CEH amended the operative *Miz Mooz* complaint to name Settling Defendant as Doe 1.

2.4 Settling Defendant manufactures, distributes or offers Fashion Accessories for
sale in the State of California or has done so in the past.

12 2.5 For purposes of this Consent Judgment only, the Parties stipulate that this
13 Court has jurisdiction over the allegations of violations contained in the operative Complaint
14 applicable to Settling Defendant (the "Complaint") and personal jurisdiction over Settling
15 Defendant as to the acts alleged in the Complaint, that venue is proper in the County of Alameda,
16 and that this Court has jurisdiction to enter this Consent Judgment.

17 2.6 Nothing in this Consent Judgment is or shall be construed as an admission by 18 the Parties of any fact, conclusion of law, issue of law or violation of law, nor shall compliance 19 with the Consent Judgment constitute or be construed as an admission by the Parties of any fact, 20 conclusion of law, issue of law, or violation of law. Nothing in this Consent Judgment shall 21 prejudice, waive or impair any right, remedy, argument or defense the Parties may have in any 22 other legal proceeding. This Consent Judgment is the product of negotiation and compromise and 23 is accepted by the Parties for purposes of settling, compromising and resolving issues disputed in 24 this action.

25

3. INJUNCTIVE RELIEF

3.1 Specification Compliance Date. To the extent it has not already done so, no
more than 30 days after the Effective Date, Settling Defendant shall provide the Lead Limits to its
Vendors of Fashion Accessories and shall instruct each Vendor to use reasonable efforts to

-3-

1	provide Fashion Accessories that comply with the Lead Limits on a nationwide basis.			
2	3.2 Lead Limits. Commencing on the Effective Date, Settling Defendant shall not			
3	purchase, import, Manufacture, or supply to an unaffiliated third party, or sell or offer for sale any			
4	Covered Product that will be sold or offered for sale to California consumers that contains a			
5	material or is made of a component that exceeds the following Lead Limits:			
6	3.2.1 Paint or other Surface Coatings: 90 parts per million ("ppm").			
7	3.2.2 Polyvinyl chloride ("PVC"): 200 ppm.			
8	3.2.3 For all other materials or components other than cubic zirconia (sometimes			
9	called cubic zirconium, CZ), crystal, glass or rhinestones: 300 ppm.			
10	3.3 Action Regarding Specific Products.			
11	3.3.1 On or before the Effective Date, Settling Defendant shall cease selling in			
12	California the Braciano Large Tote Handbag in Red, SKU No. 6-17776-06994-2, Item			
13	No. 73371, Style No. U8562S-RD (the "Section 3.3 Products"). On or before the			
14	Effective Date, Settling Defendant shall also: (i) cease shipping the Section 3.3 Products			
15	to any of its customers that resell the Section 3.3 Products in California, and (ii) send			
16	instructions to its customers that resell the Section 3.3 Products in California instructing			
17	them to cease offering such Section 3.3 Products for sale in California.			
18	3.3.2 Any destruction of Section 3.3 Products shall be in compliance with all			
19	applicable laws.			
20	3.3.3 Within sixty days of the Effective Date, Settling Defendant shall provide			
21	CEH with written certification from Settling Defendant confirming compliance with the			
22	requirements of this Section 3.3.			
23	4. ENFORCEMENT			
24	4.1 Any Party may, after meeting and conferring, by motion or application for an			
25	order to show cause before this Court, enforce the terms and conditions contained in this Consent			
26	Judgment. Enforcement of the terms and conditions of Section 3.2 of this Consent Judgment			
27	shall be brought exclusively pursuant to Sections 4.2 through 4.3.			
28				
DADED				

14.2Notice of Violation. CEH may seek to enforce the requirements of Section23.2 by issuing a Notice of Violation pursuant to this Section 4.2.

4.2.1 Service of Notice. CEH shall serve the Notice of Violation on Settling Defendant within 45 days of the date the alleged violation(s) was or were observed, provided, however, that: (i) CEH may have up to an additional 45 days to provide Settling Defendant with the test data required by Section 4.2.2(d) below if it has not yet obtained it from its laboratory; and (ii) CEH may serve a Notice of Violation to a supplier of a Covered Product so long as: (a) the identity of the supplier cannot be discerned from the labeling of the Covered Product; and (b) the Notice of Violation to the supplier is served within 45 days of the date the supplier is identified by CEH.

Supporting Documentation. The Notice of Violation shall, at a minimum, 4.2.2 set forth for each Covered Product: (a) the date(s) the alleged violation(s) was observed, (b) the location at which the Covered Product was offered for sale, (c) a description of the Covered Product giving rise to the alleged violation, and of each material or component that is alleged not to comply with the Lead Limits, including a picture of the Covered Product and all identifying information on tags and labels, and (d) all test data obtained by CEH regarding the Covered Product and related supporting documentation, including all laboratory reports, quality assurance reports and quality control reports associated with testing of the Covered Products. Such Notice of Violation shall be based at least in part upon total acid digest testing performed by an independent accredited laboratory. Wipe, swipe, x-ray fluorescence, and swab testing are not by themselves sufficient to support a Notice of Violation, although any such testing may be used as additional support for a Notice. The Parties agree that the sample Notice of Violation attached hereto as Exhibit A is sufficient in form to satisfy the requirements of subsections (c) and (d) of this Section 4.2.2.

4.2.3 Additional Documentation. CEH shall promptly make available for inspection and/or copying upon request by and at the expense of Settling Defendant, all supporting documentation related to the testing of the Covered Products and associated

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

-5-

quality control samples, including chain of custody records, all laboratory logbook entries for laboratory receiving, sample preparation, and instrumental analysis, and all printouts from all analytical instruments relating to the testing of Covered Product samples and any and all calibration, quality assurance, and quality control tests performed or relied upon in conjunction with the testing of the Covered Products, obtained by or available to CEH that pertains to the Covered Product's alleged noncompliance with Section 3 and, if available, any exemplars of Covered Products tested.

4.2.4 **Multiple Notices.** If Settling Defendant has received more than four Notices of Violation in any 12-month period, at CEH's option, CEH may seek whatever fines, costs, penalties, or remedies are provided by law for failure to comply with the Consent Judgment. For purposes of determining the number of Notices of Violation pursuant to this Section 4.2.4, the following shall be excluded:

(a) Multiple notices identifying Covered Products Manufactured for or sold to Settling Defendant from the same Vendor; and

(b) A Notice of Violation that meets one or more of the conditions of
Section 4.3.3(c).

4.3 Notice of Election. Within 30 days of receiving a Notice of Violation
pursuant to Section 4.2, including the test data required pursuant to 4.2.2(d), Settling Defendant
shall provide written notice to CEH stating whether it elects to contest the allegations contained in
the Notice of Violation ("Notice of Election"). Failure to provide a Notice of Election shall be
deemed an election to contest the Notice of Violation. Any contributions to the Fashion
Accessory Testing Fund required under this Section 4.3 shall be made payable to The Center for
Environmental Health and included with Settling Defendant's Notice of Election.

4.3.1 **Contested Notices.** If the Notice of Violation is contested, the Notice of Election shall include all then-available documentary evidence regarding the alleged violation, including any test data. Within 30 days the parties shall meet and confer to attempt to resolve their dispute. Should such attempts at meeting and conferring fail, CEH may file an enforcement motion or application pursuant to Section 4.1. If Settling

DOCUMENT PREPARED ON RECYCLED PAPER

1

2

3

4

5

6

7

8

9

10

11

12

13

14

24

25

26

27

28

-6-

Defendant withdraws its Notice of Election to contest the Notice of Violation before any motion concerning the violations alleged in the Notice of Violation is filed pursuant to Section 4.1, Settling Defendant shall make a contribution to the Proposition 65 Fashion Accessory Testing Fund in the amount of \$12,500 and shall comply with all of the non-monetary provisions of Section 4.3.2. If, at any time prior to reaching an agreement or obtaining a decision from the Court, CEH or Settling Defendant acquires additional test or other data regarding the alleged violation, it shall promptly provide all such data or information to the other Party.

4.3.2 **Non-Contested Notices.** If the Notice of Violation is not contested, Settling Defendant shall include in its Notice of Election a detailed description of corrective action that it has undertaken or proposes to undertake to address the alleged violation. Any such correction shall, at a minimum, provide reasonable assurance that the Covered Product will no longer be offered by Settling Defendant or its customers for sale in California. If there is a dispute over the sufficiency of the proposed corrective action or its implementation, CEH shall promptly notify Settling Defendant and the Parties shall meet and confer before seeking the intervention of the Court to resolve the dispute. In addition to the corrective action, Settling Defendant shall make a contribution to the Fashion Accessory Testing Fund in the amount of \$10,000, unless one of the provisions of Section 4.3.3 applies.

4.3.3 Limitations in Non-Contested Matters.

(a) If it elects not to contest a Notice of Violation before any motion concerning the violation(s) at issue has been filed, the monetary liability of Settling Defendant shall be limited to the contributions required by Section 4.3.2 and this Section 4.3.3, if any.

(b) If more than one Settling Defendant has manufactured, sold, offered for sale or distributed a Covered Product identified in a non-contested Notice of Violation, only one required contribution may be assessed against all Settling Defendants as to the noticed Covered Product.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

1	(c) The contribution to the Fashion Accessory Testing Fund shall be:				
2	(i) One thousand seven hundred fifty dollars (\$1,750) if Settling				
3	Defendant, prior to receiving and accepting for distribution or sale the				
4	Covered Product identified in the Notice of Violation, obtained test results				
5	demonstrating that the materials or components in the Covered Product				
6	identified in the Notice of Violation complied with the applicable Lead				
7	Limits, and further provided that such test results would be sufficient to				
8	support a Notice of Violation and that the testing was performed within				
9	two years prior to the date of the sales transaction on which the Notice of				
10	Violation is based. Settling Defendant shall provide copies of such test				
11	results and supporting documentation to CEH with its Notice of Election;				
12	or				
13	(ii) Not required or payable, if the Notice of Violation identifies				
14	the same Covered Product or Covered Products, differing only in size or				
15	color, that have been the subject of another Notice of Violation within the				
16	preceding 12 months.				
17	4.4 Additional Enforcement for Noncompliant Non-Covered Products. If				
18	CEH alleges that Settling Defendant sold or offered for retail sale to California consumers a				
19	Fashion Accessory that is not a Covered Product, and that contains Lead in an amount that				
20	exceeds any of the applicable Lead Limits ("Noncompliant Non-Covered Product"), then prior to				
21	CEH serving a 60-Day Notice under Proposition 65 on Settling Defendant, CEH shall provide				
22	notice to Settling Defendant pursuant to this Section 4.4.				
23	4.4.1 The notice shall contain the information required for a Notice of Violation				
24	in Section 4.2. If the information is insufficient to allow Settling Defendant to identify the				
25	Noncompliant Non-Covered Product and/or Vendor, it may request that CEH provide any				
26	further identifying information for the Noncompliant Non-Covered Product that is				
27	reasonably available to it.				
28					

DOCUMENT PREPARED ON RECYCLED PAPER

1	4.4.2 Within 30 days of receiving a notice pursuant to Section 4.4, or of any				
2	requested further information sufficient to identify the Noncompliant Non-Covered				
3	Product, whichever is later, Settling Defendant shall serve a Notice of Election on CEH.				
4	The Notice of Election shall:				
5	(a) Identify to CEH (by proper name, address of principal place of				
6	business and telephone number) the person or entity that sold the Noncompliant Non-				
7	Covered Product to Settling Defendant;				
8	(b) Identify the manufacturer and other distributors in the chain of				
9	distribution of the Noncompliant Non-Covered Product, provided that such information is				
10	reasonably available; and				
11	(c) Include either: (i) a statement that Settling Defendant elects not to				
12	proceed under this Section 4.4, in which case CEH may take further action including				
13	issuance of a 60-Day Notice under Proposition 65; (ii) a statement that Settling Defendant				
14	elects to proceed under this Section 4.4, with a description of corrective action that meets				
15	the conditions of Section 4.3.2., and a contribution to the Fashion Accessory Testing Fund				
16	in the amount required under Section 4.4.6, or (iii) a statement that Settling Defendant				
17	contends that the Noncompliant Non-Covered Product is released from liability by a				
18	Qualified Settlement under Section 4.4.4 along with a copy of such Qualified Settlement.				
19	4.4.3 A party's disclosure pursuant to this Section 4.4 of any (i) test reports, (ii)				
20	confidential business information, or (iii) other information that may be subject to a claim				
21	of privilege or confidentiality, shall not constitute a waiver of any such claim of privilege				
22	or confidentiality, provided that the Party disclosing such information shall clearly				
23	designate it as confidential. Any Party receiving information designated as confidential				
24	pursuant to this Section 4.4.3 shall not disclose such information to any unrelated person				
25	or entity, and shall use such information solely for purposes of resolving any disputes				
26	under this Consent Judgment.				
27	4.4.4 No further action is required of Settling Defendant under this Consent				
28	Judgment if the Noncompliant Non-Covered Product is otherwise released from liability				

DOCUMENT PREPARED ON RECYCLED PAPER for alleged violations of Proposition 65 with respect to Lead in the Noncompliant Non-Covered Product by the terms of a separate settlement agreement or consent judgment entered into by CEH under Health & Safety Code § 25249.7 ("Qualified Settlement").

4.4.5 If Settling Defendant elects not to proceed under Section 4.4, then neither Settling Defendant nor CEH has any further duty under this Section 4.4 and either may pursue any available remedies under Proposition 65 or otherwise. If Settling Defendant elects to proceed under Section 4.4.2(c)(ii), then compliance with that Section shall constitute compliance with Proposition 65 as to that Noncompliant Non-Covered Product.

4.4.6 If Settling Defendant elects to proceed under this Section 4.4 and is not relieved of liability under Section 4.4.4, Settling Defendant shall make a contribution to the Fashion Accessory Testing Fund in the amounts that follow unless one of the provisions of Section 4.3.3(c) applies, in which case the applicable amount specified in Section 4.3.3(c) if any, shall instead apply. The contribution shall be \$5,000 if at least one of the person(s) identified by Settling Defendant pursuant to Section 4.4.2 (i) is a person in the course of doing business as defined in Health & Safety Code § 25249.11(b) and (ii) has a principal place of business located within the United States, and \$10,000 for all other notices.

4.4.7 If Settling Defendant makes a contribution pursuant to this Section and at a later date CEH resolves the alleged violation with the direct or indirect Vendor of the Noncompliant Non-Covered Product, CEH shall notify Settling Defendant and Settling Defendant shall be entitled to a refund of the lesser amount of its contribution or the settlement amount paid by such Vendor. If the settlement or consent judgment between CEH and the direct or indirect Vendor of the Noncompliant Non-Covered Product does not provide for the refund to be paid directly by the Vendor to Settling Defendant, then CEH shall pay the refund to Settling Defendant within 15 days of receiving the Vendor's settlement payment.

4.4.8 Any notice served by CEH pursuant to this Section 4.4 shall not be considered a Notice of Violation for purposes of Section 4.2. Nothing in this Section 4.4

1 2 affects CEH's right to issue a 60-Day Notice under Proposition 65 against any entity other than Settling Defendant.

5.

PAYMENTS

4

5

6

7

8

3

5.1 **Payments by Settling Defendant.** Within five (5) days of entry of this Consent Judgment, Settling Defendant shall pay the total sum of \$41,250 as a settlement payment. The total settlement amount for Settling Defendant shall be paid in three separate checks delivered to the offices of the Lexington Law Group (Attn: Eric Somers), 503 Divisadero Street, San Francisco, California 94117, and made payable and allocated as follows:

5.1.1 Settling Defendant shall pay the sum of \$5,430 as a civil penalty pursuant
to Health & Safety Code § 25249.7(b), such money to be apportioned by CEH in accordance with
Health & Safety Code § 25249.12 (25% to CEH and 75% to the State of California's Office of
Environmental Health Hazard Assessment). The civil penalty check shall be made payable to the
Center For Environmental Health.

14 5.1.2 Settling Defendant shall pay the sum of \$8,150 as a payment in lieu of civil 15 penalty to CEH pursuant to Health & Safety Code § 25249.7(b), and California Code of 16 Regulations, Title 11, § 3203(b). CEH shall use such funds to continue its work educating and 17 protecting people from exposures to toxic chemicals, including heavy metals. In addition, as part 18 of its Community Environmental Action and Justice Fund, CEH will use four percent of such 19 funds to award grants to grassroots environmental justice groups working to educate and protect 20 people from exposures to toxic chemicals. The method of selection of such groups can be found 21 at the CEH web site at <u>www.ceh.org/justicefund</u>. The payment pursuant to this Section shall be 22 made payable to the Center For Environmental Health.

5.1.3 Settling Defendant shall also separately pay the sum of \$27,670 to the
Lexington Law Group as reimbursement of a portion of CEH's reasonable attorneys' fees and
costs. The attorneys' fees and cost reimbursement check shall be made payable to the Lexington
Law Group.

27 6. MODIFICATION

6.1 Written Consent. This Consent Judgment may be modified from time to -11-

time by express written agreement of the Parties with the approval of the Court, or by an order of
 this Court upon motion and in accordance with law.

3 6.2 Meet and Confer. Any Party seeking to modify this Consent Judgment shall
4 attempt in good faith to meet and confer with all affected Parties prior to filing a motion to
5 modify the Consent Judgment.

6

7.

CLAIMS COVERED AND RELEASED

7 7.1 This Consent Judgment is a full, final and binding resolution between CEH on 8 behalf of itself and the public interest and Settling Defendant, and its parents, subsidiaries, 9 affiliated entities that are under common ownership, directors, officers, employees, and attorneys 10 ("Defendant Releasees"), and each entity to whom they directly or indirectly distribute or sell 11 Covered Products, including but not limited to distributors, wholesalers, customers, retailers, 12 franchisees, cooperative members, licensors, and licensees ("Downstream Defendant Releasees") 13 of any violation of Proposition 65 that was or could have been asserted in the Complaint against 14 Settling Defendant, Defendant Releasees, and Downstream Defendant Releasees, based on failure 15 to warn about alleged exposure to Lead contained in Covered Products that were sold by Settling 16 Defendant prior to the Effective Date.

17 7.2 Compliance with the terms of this Consent Judgment by Settling Defendant
18 constitutes compliance with Proposition 65 with respect to Lead in Covered Products sold by
19 Settling Defendant.

7.3 Nothing in this Section 7 affects CEH's right to commence or prosecute an
action under Proposition 65 against any person other than Settling Defendant, Defendant
Releasees, or Downstream Defendant Releasees.

23 **8. NOTICE**

8.1 When CEH is entitled to receive any notice under this Consent Judgment, the
notice shall be sent by first class and electronic mail to:

28

26

1	Eric Somers					
2	Lexington Law Group 503 Divisadero Street					
	San Francisco, CA 94117					
3	esomers@lexlawgroup.com					
4	8.2 When Settling Defendant is entitled to receive any notice under this Consent					
5						
6	Judgment, the notice shall be sent by first class and electronic mail to:					
	Susan Buckna					
7	Vice President, Associate General Counsel ShopKo Stores Operating Co., LLC					
8	700 Pilgrim Way					
9	P.O. Box 19060					
	Green Bay, WI 54307-9060 susan.buckna@shopko.com					
10	susan.buckna@snopko.com					
11	With a copy to:					
12	Jeffrey B. Margulies					
13	Norton Rose Fulbright					
14	555 South Flower Street, 41st Floor Los Angeles, CA 90071					
14	jeff.margulies@nortonrosefulbright.com					
15	8.3 Any Party may modify the person and address to whom the notice is to be sent					
16	by sending each other Party notice by first class and electronic mail.					
17						
18	9. COURT APPROVAL					
19	9.1 This Consent Judgment shall become effective upon entry by the Court. CEH					
20	shall prepare and file a Motion for Approval of this Consent Judgment and Settling Defendant					
21	shall support entry of this Consent Judgment.					
22	9.2 If this Consent Judgment is not entered by the Court, it shall be of no force or					
23	effect and shall never be introduced into evidence or otherwise used in any proceeding for any					
24	purpose other than to allow the Court to determine if there was a material breach of Section 9.1.					
25	10. ATTORNEYS' FEES					
26 26	10.1 Should CEH prevail on any motion, application for an order to show cause or					
20	other proceeding to enforce a violation of this Consent Judgment, CEH shall be entitled to its					
	reasonable attorneys' fees and costs incurred as a result of such motion or application. Should					
28	12					
DOCUMENT PREPARED ON RECYCLED PAPER	-13-					
CONSENT JUDGMENT – SHOPKO STORES OPERATING CO., LLC – CASE NO. RG 14-722783						

Settling Defendant prevail on any motion application for an order to show cause or other proceeding, Settling Defendant may be awarded its reasonable attorneys' fees and costs as a result of such motion or application upon a finding by the Court that CEH's prosecution of the motion or application lacked substantial justification. For purposes of this Consent Judgment, the term substantial justification shall carry the same meaning as used in the Civil Discovery Act of 1986, Code of Civil Procedure §§ 2016, *et seq.*

7 10.2 Except as otherwise provided in this Consent Judgment, each Party shall bear
8 its own attorneys' fees and costs.

9 10.3 Nothing in this Section 10 shall preclude a Party from seeking an award of
10 sanctions pursuant to law.

11

11. TERMINATION

11.1 This Consent Judgment shall be terminable by CEH or Settling Defendant at
any time after January 1, 2019, upon the provision of 30 days advanced written notice; such
termination shall be effective upon the subsequent filing of a notice of termination with Superior
Court of Alameda County.

16 11.2 Should this Consent Judgment be terminated pursuant to this Section, it shall 17 be of no further force or effect as to the terminated parties; provided, however that if CEH is the 18 terminating Party, the provisions of Sections 5, 7, and 12.1 shall survive any termination and 19 provided further that if Settling Defendant is the terminating Party, the provisions of Sections 5, 20 7.1 and 12.1 shall survive any termination.

21

12. OTHER TERMS

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

24 12.2 This Consent Judgment shall apply to and be binding upon CEH and Settling
25 Defendant, and their respective divisions, subdivisions, and subsidiaries, and the successors or
26 assigns of any of them.

27 12.3 This Consent Judgment contains the sole and entire agreement and
28 understanding of the Parties with respect to the entire subject matter hereof, and any and all prior

-14-

1 discussions, negotiations, commitments, or understandings related thereto, if any, are hereby 2 merged herein and therein. There are no warranties, representations, or other agreements between 3 the Parties except as expressly set forth herein. No representations, oral or otherwise, express or 4 implied, other than those specifically referred to in this Consent Judgment have been made by any 5 Party hereto. No other agreements not specifically contained or referenced herein, oral or 6 otherwise, shall be deemed to exist or to bind any of the Parties hereto. No supplementation, 7 modification, waiver, or termination of this Consent Judgment shall be binding unless executed in 8 writing by the Party to be bound thereby. No waiver of any of the provisions of this Consent 9 Judgment shall be deemed or shall constitute a waiver of any of the other provisions hereof 10 whether or not similar, nor shall such waiver constitute a continuing waiver.

11 12.4 Nothing in this Consent Judgment shall release, or in any way affect any rights
12 that Settling Defendant might have against any other party, whether or not that party is a Settling
13 Defendant.

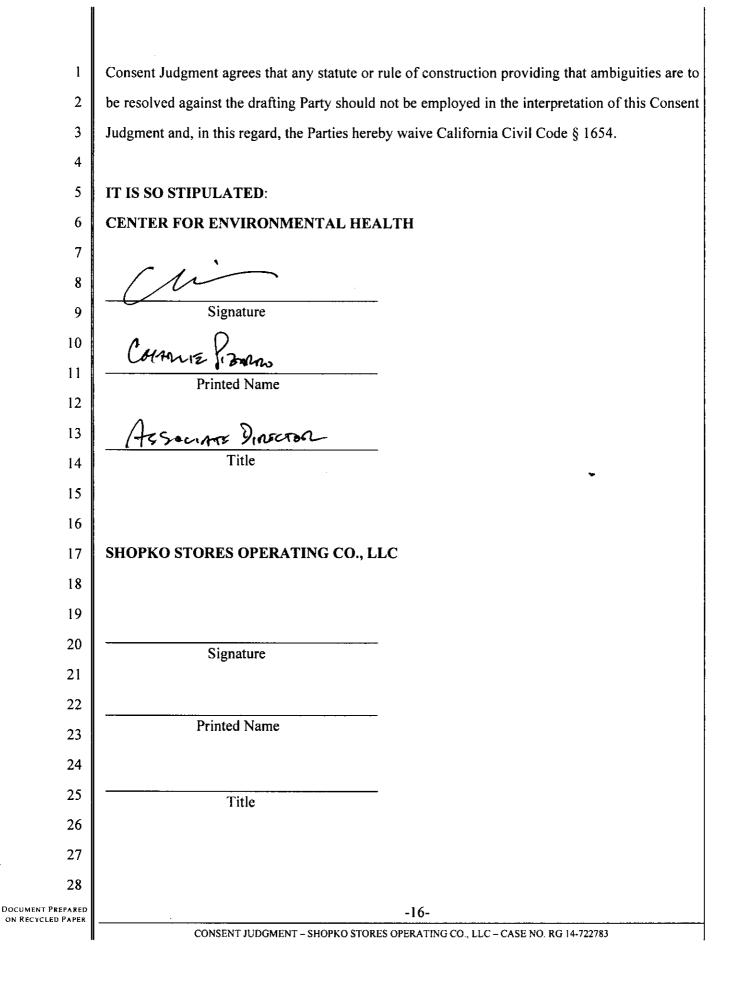
14 12.5 This Court shall retain jurisdiction of this matter to implement or modify the
15 Consent Judgment.

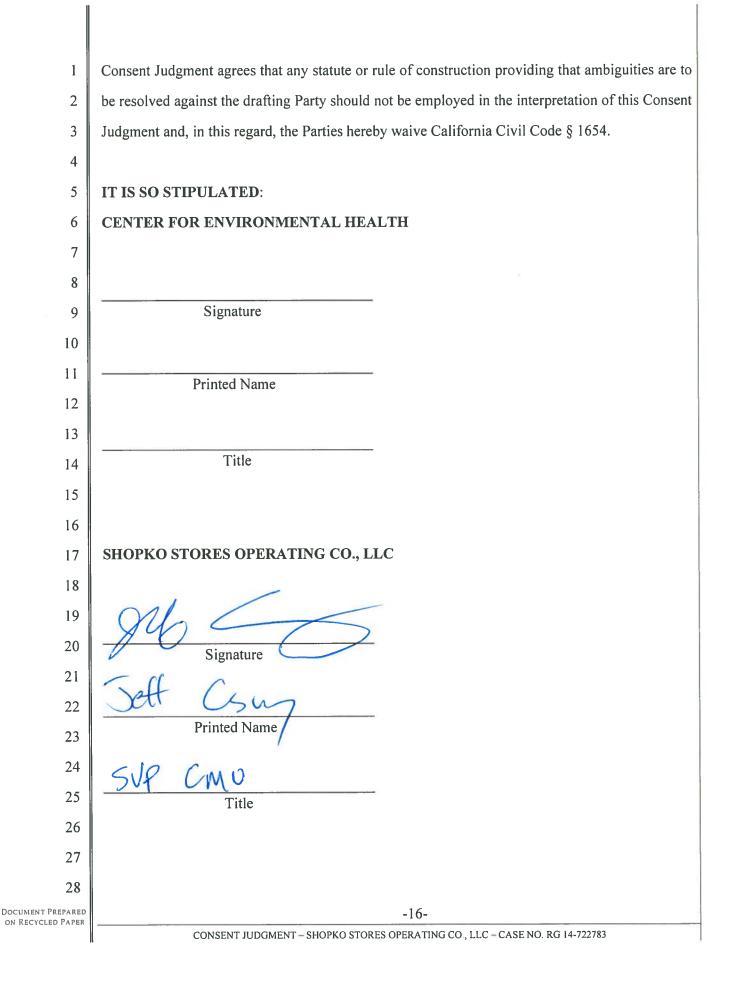
16 12.6 The stipulations to this Consent Judgment may be executed in counterparts
17 and by means of facsimile or portable document format (pdf), which taken together shall be
18 deemed to constitute one document.

19 12.7 Each signatory to this Consent Judgment certifies that he or she is fully
20 authorized by the Party he or she represents to stipulate to this Consent Judgment and to enter into
21 and execute the Consent Judgment on behalf of the Party represented and legally to bind that
22 Party.

12.8 The Parties, including their counsel, have participated in the preparation of this Consent Judgment and this Consent Judgment is the result of the joint efforts of the Parties. This Consent Judgment was subject to revision and modification by the Parties and has been accepted and approved as to its final form by all Parties and their counsel. Accordingly, any uncertainty or ambiguity existing in this Consent Judgment shall not be interpreted against any Party as a result of the manner of the preparation of this Consent Judgment. Each Party to this

-15-





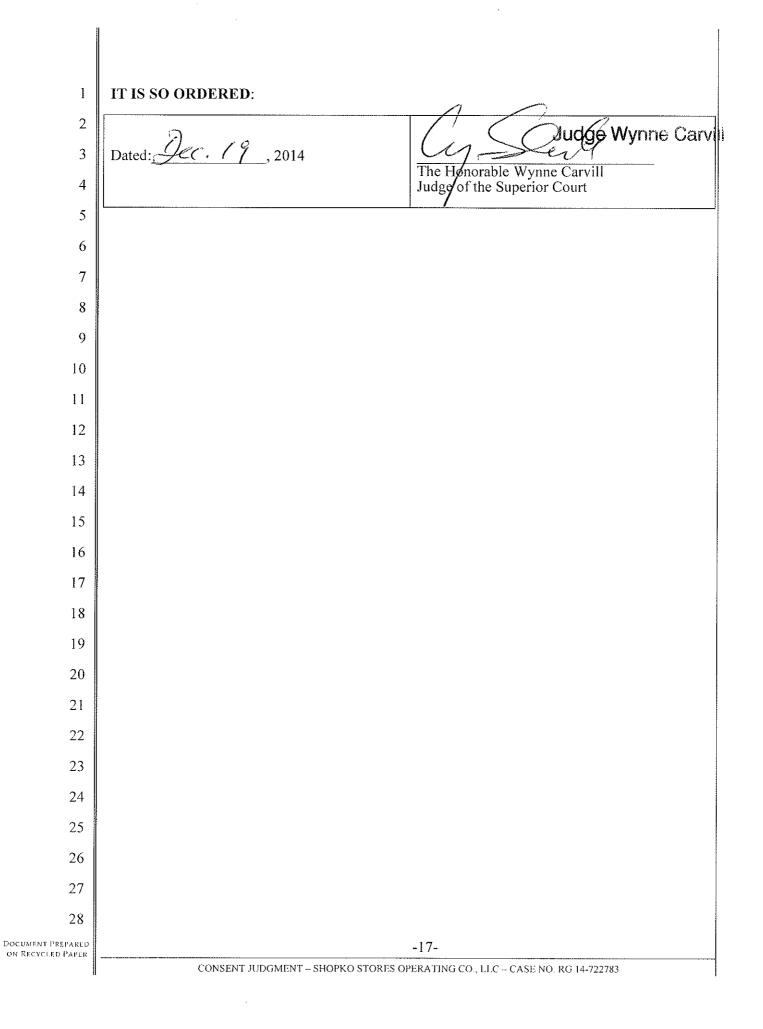
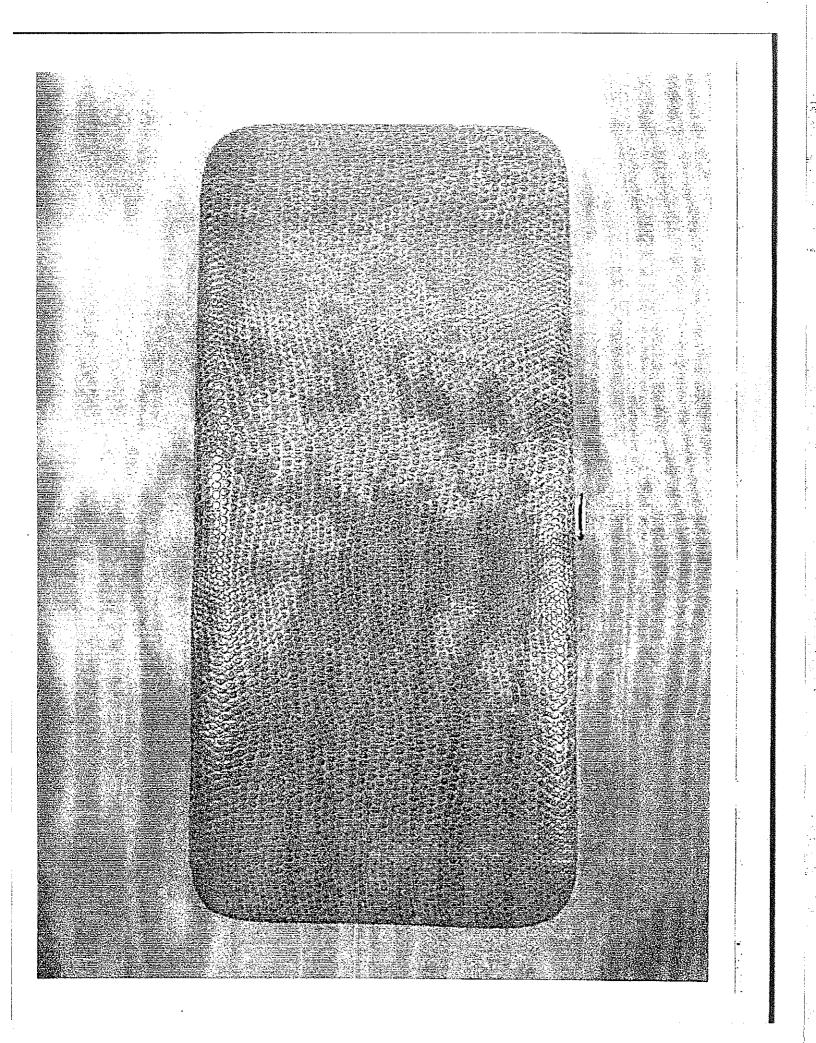
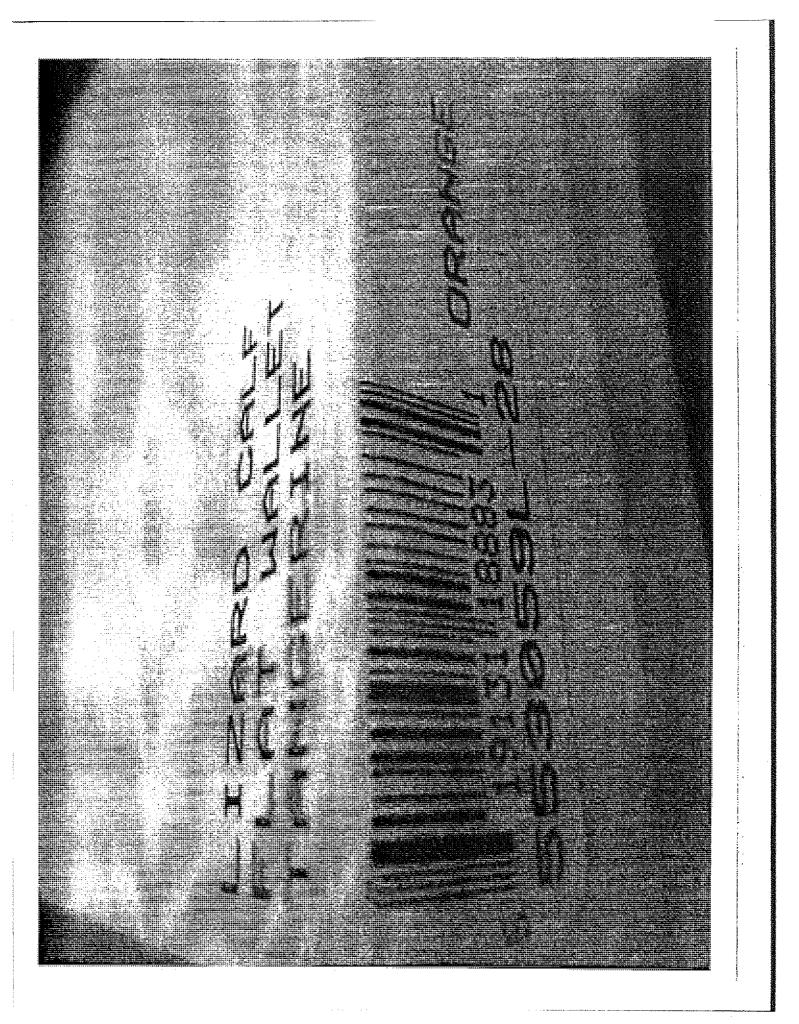


Exhibit A







925-828-1440 www.TheNFL.com

Tech Center: 2441 Constitution Drive Livermore CA 94551

365 North Canyons Parkway, Suite 201

Analytical Report

August 03, 2011

Lexington Law Group 503 Divisidero Street San Francisco, CA 94117 Analytical Report No.: CL3573-33 Analysis Dates: 07/26/11 - 08/03/11

Listed below are the results of our analyses for sample(s) received on July 26, 2011.

CEH ID#AB789L, NFL ID AF02363	Wallet (Ora	nge Surface Material On Main Part Of W	
Analyte	Result	Units	Method Ref.
Lead	67500	ррт	NIOSH 7082

A portion of the sample was digested in a microwave oven with concentrated nitric acid and analyzed by ICP-MS.

Sample(s) were received in good condition unless and results are reported based on the sample(s) as received, unless otherwise noted. Please note that these results apply only to the sample(s) submitted for this report. Samples from a different portion of the same lot may produce different results.

The National Food Lab services are provided subject to our standard terms and conditions, which can be found on our website, www.TheNFL.com. Should you have any questions concerning these results, please do not hesitate to contact us. Thank you for using the services of the National Food Lab.

Sincerely,

Grace Bandong, Division Manager, Food Contaminants - Chemistry

cc: The NFL's Accounts Receivable

Page 1 of 2

Êħ