Deputy

In the above-entitled action, Plaintiff Berj Parseghian and Defendant Alli & Rose LLC, having agreed that a judgment be entered pursuant to the terms of the Stipulated Consent Judgment entered into by the parties in resolution of this Proposition 65 action, and following the issuance of an order approving the Parties' Stipulation to Judgment on this day, IT IS HEREBY ORDERED, ADJUGED AND DECREED that pursuant to Code of Civil Procedure § 664.6, judgment is hereby entered in accordance with the terms of the Stipulated Consent Judgment attached hereto as Exhibit A. By stipulation of the parties, the Court will retain jurisdiction to enforce the settlement under Code of Civil Procedure § 664.6.

IT IS SO ORDERED.

_{Date}.[Ù^] c^{ à^¦ÁFÍ ÉÁG€GF



Lia Martin

Honorable Lia Martin Judge of the Superior Court Lia Martin/Judge

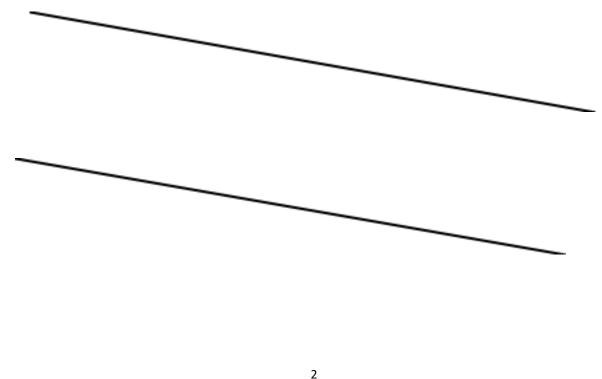


EXHIBIT A

[PROPOSED] STIPULATED CONSENT JUDGMENT Case No. 21STCV09245

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1. INTRODUCTION

1.1 The Parties

This [Proposed] Stipulated Consent Judgment is hereby entered into by and between BERJ PARSEGHIAN, acting on behalf of the public interest (hereinafter "Parseghian") and ALLI & ROSE, LLC (hereinafter "Alli & Rose") or "Defendant." Collectively, Parseghian and Alli & Rose shall be referred to hereafter as the "Parties" and each of them as a "Party." Parseghian is an individual residing in California who seeks to promote awareness of exposures to toxic chemicals and improve human health by reducing or eliminating hazardous substances contained in consumer products.

1.2 **Allegations and Representations**

Parseghian alleges that Defendant has offered for sale in the State of California and has sold in California, shitake mushrooms, which contain cadmium, and that such sales have not been accompanied by Proposition 65 warnings. Cadmium is listed under Proposition 65 as a chemical known to the State of California to cause cancer and birth defects or other reproductive harm.

1.3 **Covered Products Description**

The products that are covered by this Consent Judgment are Shiitake Mushrooms, which include "The Snak Yard – Shiitake Mushroom"; UPC #: 8 10019 60000 5. All such items shall be referred to herein as the "Covered Products."

1.4 **Notices of Violation/Complaint**

- On or about October 2, 2020, Parseghian served Alli & Rose and various public enforcement agencies with a document entitled "60-Day Notice of Violation pursuant to Health & Safety Code § 25249.7(d)" (the "Notice"), alleging that Alli & Rose was in violation of Proposition 65 for failing to warn consumers and customers that the Covered Products exposed users in California to cadmium. No public enforcer diligently prosecuted the claims threatened in the Notice within sixty days plus service time relative to the provision of the Notice to them by Parseghian.
- 1.4.2 On March 9, 2021, Parseghian, acting in the interest of the general public in the State of California, filed a complaint in the Superior Court of Los Angeles alleging violations of 2

 Health & Safety Code § 25249.6 (the "Complaint") based on the alleged failure to warn of exposures to cadmium contained in Covered Products manufactured, distributed, or sold by Defendant.

1.5 Stipulation as to Jurisdiction/No Admission

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Defendant as to the allegations contained in the Complaint filed in this matter, that is proper in the County of Los Angeles, and that this Court has jurisdiction to approve, enter, and oversee the enforcement of this Consent Judgment as a full and final binding resolution of all claims which were or could have been raised in the Complaint based on the facts alleged therein and/or in the Notice.

Nothing in this Consent Judgment shall be construed as an admission by Defendant of any fact, finding, issue of law, or violation of law; nor shall compliance with this Consent Judgment constitute or be construed as an admission by Defendant of any fact, finding, conclusion, issue of law, or violation of law, such being specifically denied by Defendant. Nothing in this Consent Judgment shall prejudice, waive, or impair any right, remedy, argument, or defense the Parties may have in any other pending or future legal proceedings. This Consent Judgment is the product of negotiation and compromise and is accepted by the Parties solely for purposes of settling, compromising, and resolving issues disputed in this action. However, this section shall not diminish or otherwise affect the obligations, responsibilities, and duties of Defendant under this Consent Judgment.

1.6 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" shall mean the date this Consent Judgment is entered as a judgment of the Court. All Covered Products already purchased, manufactured, distributed, shipped or sold on or before the "Effective Date" or within 60 days thereafter are deemed to be covered by the waiver and release provisions of Paragraph 5.1 of this Consent Judgment and shall not be subject to any future enforcement action by Parseghian hereunder. The reformulation and warning requirements of Paragraphs 2.1 and 2.2 shall only apply to Covered Products manufactured later than 60 days after the Effective Date.

[PROPOSED] STIPULATED CONSENT JUDGMENT Case No. 21STCV09245

For purposes of this Consent Judgment, the term "Execution Date" shall mean the date this Consent Judgment is signed by all parties in Clause 14 below.

2. INJUNCTIVE RELIEF: WARNINGS AND REFORMULATION

Commencing Sixty (60) days after the Effective Date, Defendant shall not ship, sell, or offer to sell in California a Covered Product(s) that is/are manufactured, distributed, or sold by Defendant for which the serving size suggested on the label results in an intake of more than 4.1 micrograms of cadmium per day unless the label of the Covered Product contains a Proposition 65-compliant warning as set forth in Section 2.3. Sixty (60) days after the Effective Date in California, Covered Products manufactured, distributed, or sold by Defendant shall either be (a) reformulated pursuant to Section 2.1 or (b) include a warning as provided in Section 2.3.

2.1 Reformulation Option. The Covered Products shall be deemed to comply with Proposition 65 with regard to cadmium and be exempt from any Proposition 65 warning requirements for cadmium if the product exposes a person to a "Daily Cadmium Exposure Level" equal to or less than 4.1 micrograms of cadmium per day.

For purposes of this Consent Judgment, the "Daily Cadmium Exposure Level" shall be measured in micrograms, and shall be calculated using the following formula: micrograms of cadmium per gram of product, multiplied by grams of product per serving of the product (using the largest serving size appearing on the product label), multiplied by servings of the product per day (using the largest number of recommended daily servings appearing on the label), which equals micrograms of cadmium exposure per day. If the label contains no recommended daily servings, then the number of recommended daily servings shall be one.

- 2.2 Warning Alternative. Commencing 60 days after the Effective Date, Covered Products that Defendant ships, sells, or offers for sale in California that do not meet the warning exemption standard set forth in Section 2.1 above shall be accompanied by a warning as described in Section 2.3 below. The warning requirements set forth in paragraph 2.3 below, apply only to Covered Products Defendant manufactures, distributes, markets, sells or ships for distribution 60 days after the Effective Date for sale or use inside the State of California.
 - **2.3 Warnings**. Where required under Section 2.2 above, Defendant shall provide one

of the following of the Proposition 65 warnings:

WARNING: Consuming this product can expose you to chemicals including cadmium, which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov/food.

OR

WARNING: [Cancer and] Reproductive Harm - www.P65Warnings.ca.gov/food.

- **2.4** Where utilized as an alternative to meeting the reformulation criteria set forth in Section 2.1, Defendant shall provide the warning language set forth in Section 2.3:
- (a) With the unit package of the Covered Products or affixed to the Covered Products. Such warning shall be prominently affixed to or printed on each Covered Product's label or package. If printed on the label, the warning shall be contained in the same section that states other safety warnings, if any, concerning the use of the Covered Product; Defendant may continue to utilize, on an ongoing basis, unit packaging containing substantively the same Proposition 65 warnings as those set forth in Section 2.3 above, but only to the extent such packaging materials have already been printed within sixty days of the Effective Date.
- 2.5 The requirements for warnings, set forth in Section 2.3 above are imposed pursuant to the terms of this Consent Judgment. If subsequently enacted changes to Proposition 65 or its implementing regulations require the use of additional or different information on any warning, the Parties agree that the new safe harbor warning may be utilized in place of the warnings set forth in this Section.

3. PAYMENTS PURSUANT TO HEALTH & SAFETY CODE §25249.7fb)

With regard to all claims that have been raised or which could be raised with respect to failure to warn pursuant to Proposition 65 with regard to cadmium in the Covered Products, Defendant shall pay a civil penalty of \$7,500.00 pursuant to Health and Safety Code section 25249.7(b), to be apportioned in accordance with California Health & Safety Code § 25192, with 75% of these funds remitted to the State of California's Office of Environmental Health Hazard Assessment and the remaining 25% of the penalty remitted to Parseghian, as provided by

California Health & Safety Code § 25249.12(d) and the instructions directly below.

Defendant shall issue two separate checks for the penalty payment (a) one check made payable to "OEHHA" (tax identification number: 68-0284486) in an amount representing 75% of the total penalty (i.e., \$5,625.00 and (b) one check in an amount representing 25% of the total penalty (i.e., \$1,875.00 made payable directly to Parseghian. Defendant shall mail these payments within thirty (30) business days following the Effective Date, to the following addresses respectively:

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For United States Postal Delivery:

Mike Gyurics

Senior Accounting Officer -- MS 19-B

Office of Environmental Health Hazard Assessment

P.O. Box 4010

Sacramento, CA. 95812-0410

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For Non-United States Postal Service Delivery:

Mike Gyurics

Fiscal Operations Branch Chief

Office of Environmental Health Hazard Assessment

1001 I Street

Beri Parseghian

15 Sacramento, CA 95814

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17 c/o Tro Krikorian

KJT LAW GROUP, LLP

18 230 N. Maryland Ave. Suite 306

Glendale, CA 91206

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4. REIMBURSEMENT OF FEES AND COSTS

The parties reached an accord on the compensation due to Parseghian and his counsel under the private attorney general doctrine and principles of contract law. Under these legal principles, Defendant shall reimburse Parseghian's counsel for fees and costs, incurred as a result of investigating, bringing this matter to Defendant attention, and negotiating a settlement in the public interest. Defendant shall pay Parseghian's counsel \$60,000.00 for all attorneys' fees, expert and investigation fees and related costs associated with this matter and the Notice.

Defendant shall mail a check payable to "KJT Law Group," via certified mail to the address for Parseghian's counsel referenced above within thirty (30) business days following the Effective

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Date. Other than the payment required hereunder, each side is to bear its own attorneys' fees and costs.

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RELEASE OF ALL CLAIMS 5.

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5.1 Parseghian's Release of Defendant Releasees, and Downstream Releasees

As to those matters raised in the Complaint and in the Notice of Violation, Parseghian, on behalf of himself, and on behalf of the public interest, hereby waives and releases any and all claims against Defendant, its parent companies, corporate affiliates, subsidiaries, predecessors, successors and assigns (collectively "Releasees") and each of its distributors, wholesalers, licensors, licensees, auctioneers, retailers, franchisees, dealers, customers, owners, purchasers, users, including Costco Wholesale Corporation (collectively "Downstream Releasees"), and their respective officers, directors, attorneys, representatives, shareholders, agents, and employees, and sister and parent entities for injunctive relief or damages, penalties, fines, sanctions, mitigation, fees (including fees of attorneys, experts, and others), costs, expenses, or any other sum incurred or claimed, for the alleged failure of Defendant, Releasees or Downstream Releasees to provide clear, accurate and reasonable warnings under Proposition 65 about exposure to cadmium arising from the sale, distribution, or use of any Covered Products sold, manufactured or distributed by Defendant, Releasees or Downstream Releasees in California prior to Sixty (60) days after the Effective Date. Compliance with the Consent Judgment by Defendant or a Releasee shall constitute compliance with Proposition 65 by that Defendant, Releasee, or Downstream Releasee with respect to the presence of cadmium in the Covered Products. Plaintiff agrees that any and all claims in the Complaint are resolved with prejudice by this Consent Judgment.

In addition to the foregoing, Parseghian, on behalf of himself, his past and current agents, representatives, attorneys, and successors and/or assignees, and not in his representative capacity, hereby waives all rights to institute or participate in, directly or indirectly, any form of legal action and releases any other Claims (that he could make against Defendant, Releasees or Downstream Releasees arising up to Sixty (60) days after the Effective Date with respect to violations of Proposition 65 based upon the Covered Products. With respect to the foregoing waivers and releases in this paragraph, Parseghian hereby specifically waives any and all rights

and benefits which he now has, or in the future may have, conferred by virtue of the provisions of Section 1542 of the California Civil Code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASED PARTY.

5.2 Defendant's Release of Parseghian

Defendant waives any and all claims against Parseghian, his attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Parseghian and his attorneys and other representatives, in the course of investigating claims or otherwise seeking enforcement of Proposition 65 against them in this matter, and/or with respect to the Covered Products.

6. SEVERABILITY AND MERGER

If, subsequent to the execution of this Consent Judgment, any of the provisions of this document are held by a court to be unenforceable, the validity of the enforceable provisions remaining shall not be adversely affected.

This Consent Judgment contains the sole and entire agreement of the Parties and any and all prior negotiations and understandings related hereto shall be deemed to have been merged within it. No representations or terms of agreement other than those contained herein exist or have been made by any Party with respect to the other Party or the subject matter hereof.

7. GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the State of California and apply within the State of California. Compliance with the terms of this Consent Judgment resolves any issue, now or in the future, as to the requirements of Proposition 65 with respect to alleged exposures to cadmium arising from the Covered Products. In the event that Proposition 65 is repealed or is otherwise rendered inapplicable by reason of law generally, or as to the Covered Products, the Defendant shall provide written notice to Parseghian of any asserted

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change in the law, and shall have no further obligations pursuant to this Consent Judgment with respect to, and to the extent that, Covered Products are so affected.

8. NOTICES

Unless specified herein, all correspondence and notices required to be provided pursuant to this Consent Judgment shall be in writing and personally delivered or sent by: (i) first-class, (registered or certified mail) return receipt requested; or (ii) overnight courier on any party by the other party at the following addresses:

For ALLI & ROSE, LLC.:

David M. Metres Barg Coffin Lewis & Trapp, LLP 600 Montgomery St., Suite 525 San Francisco, CA 94111 Phone: (415) 228-5488

For BERJ PARSEGHIAN:

Tro Krikorian KJT LAW GROUP, LLP 230 N. Maryland Ave. Suite 306 Glendale, CA 91206 Phone: 818-507-8528

Any party, from time to time, may specify in writing to the other party a change of address to which all notices and other communications shall be sent.

9. COUNTERPARTS: EMAIL OR FACSIMILE SIGNATURES

This Consent Judgment may be executed in counterparts and by email or facsimile, each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document.

10. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f)/COURT APPROVAL

Parseghian agrees to comply with the requirements set forth in California Health & Safety Code §25249.7(f) and to promptly bring a Motion for Approval of this Consent Judgment and Defendants shall support approval of such Motion. This Consent Judgment shall not be effective until it is approved and entered by the Court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason, it is not on the property of the court and shall be null and void if, for any reason and the property of the court and the property of the c

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approved and entered by the Court within twelve months after it has been fully executed by the Parties. 11. **MODIFICATION** This Consent Judgment may be modified only by further stipulation of the Parties and the approval of the Court or upon the granting of a motion brought to the Court by either Party. **ATTORNEYS' FEES** 12. A party who unsuccessfully brings or contests an action arising out of this Consent Judgment shall be required to pay the prevailing party's reasonable attorneys' fees and costs unless the unsuccessful party has acted with 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 Section 2016, et seq. Nothing in this Section shall preclude a Party from seeking an award of sanctions pursuant to law. **13.** RETENTION OF JURISDICTION This Court shall retain jurisdiction of this matter to implement or modify the Consent Judgment. 14. **AUTHORIZATION** The undersigned are authorized to execute this Consent Judgment on behalf of their respective Parties and have read, understood and agree to all of the terms and conditions of this document and certifies that he or she is fully authorized by the Party he or she represents to execute the Consent Judgment on behalf of the Party represented and legally bind that Party. Except as explicitly provided herein each Party is to bear its own fees and costs.

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Case No. 21STCV09245

| 1 2 3 4 | IT IS HEREBY SO STIPULATED: AGREED TO: 6/8/2021 Date: By: BERJ PARSE MIAN | AGREED TO: Date: |
|----------------------------------|---|--|
| 5 6 7 8 9 10 | APPROVED AS TO FORM: May 29, 2021 Dated: | BARG COFFIN LEWIS & TRAPP, LLP By: |
| 11 12 13 14 15 16 | APPROVED AS TO FORM: 6/8/2021 Dated: | By: DocuSigned by: D911CF9328F0472 Tro Krikorian Attorneys for Plaintiff Berj Parseghian |
| 17 | Attorneys for Plaintiff Berj Parseghian IT IS SO ORDERED, ADJUDGED, AND DECREED: | |
| 18 19 20 | Dated: | By: Judge of the Superior Court |
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| | [PROPOSED] STIPULATED CONSENT JUDGMENT | |