| 1 2 3 4  | Gregory M. Sheffer, State Bar No. 173124<br>SHEFFER LAW FIRM<br>232 E. Blithedale Ave., Suite 210<br>Mill Valley, CA 94941<br>Telephone: 415.388.0911<br>Facsimile: 415.388.9911 | FILED Superior Court of California County of Marin 08/28/2023 James M. Kim, Clerk of the Court S. Hendryx, Deputy  |
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| 5        | Attorneys for Plaintiff<br>SUSAN DAVIA   |  |
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| 9        | SUPERIOR COURT OF THE STATE OF CALIFORNIA  |  |
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| 11       | UNLIMITED  | CIVIL JURISDICTION   |
| 12       | CLICAN DANIA   | Case No. CIV2102515  |
| 13       | SUSAN DAVIA,  Plaintiff,   | JUDGMENT ON REVISED PROPOSITION  |
| 14       |  | 65 SETTLEMENT  |
| 15       | V.  GROBET FILE COMPANY OF AMERICA,  | Action Filed: June 25, 2021<br>Trial Date: None Assigned   |
| 16<br>17 | LLC, GROBET USA, ESSLINGER & CO., INC., TESTEQUITY LLC, TECHNI-TOOL AND DOES 1-150,  | That Date. Work Pissigned  |
| 18       | Defendants.  |  |
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|          | JUDGMENT ON PRO  | OPOSITION 65 SETTLEMENT  |

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In the above-entitled action, plaintiff Susan Davia and defendant Grobet File Company of America, LLC dba Grobet USA, having agreed through their respective counsel that a judgment be entered pursuant to the terms of the Consent to Judgment settlement agreement entered into by the parties in resolution of this Proposition 65 action, and following the issuance of an order approving the Parties' Settlement Agreement on this day, IT IS HEREBY ORDERED, ADJUDGED AND DECREED that pursuant to Health & Safety Code § 25249.7(f)(4) and Code of Civil Procedure § 664.6, judgment is hereby entered in accordance with the terms of the proposed, revised Consent Judgment attached hereto as Exhibit A.

IT IS SO ORDERED.

Dated: 08/28/2023

Honorable Andrew Sweet Judge of the Superior Court

# EXHIBIT A

| 1 2 3 | Gregory M. Sheffer, State Bar No. 173124<br>SHEFFER LAW FIRM<br>232 E. Blithedale Ave., Suite 210<br>Mill Valley, CA 94941<br>Telephone: 415.388.0911 |  |  |
|-------|---|--|--|
| 4     | Attorneys for Plaintiff<br>SUSAN DAVIA  |  |  |
| 5     |   |  |  |
| 6     |   |  |  |
| 7     | CURERIOR COURT OF   | ETHE STATE OF CALIFORNIA                           |  |
| 8     | SUPERIOR COURT OF THE STATE OF CALIFORNIA   |  |  |
| 9     | FOR THE COUNTY OF MARIN   |  |  |
| 10    | UNLIMITED CIVIL JURISDICTION  |  |  |
| 11    |   |  |  |
| 12    | SUSAN DAVIA,  | Case No. CIV2102515                                |  |
| 13    | Plaintiff,  | CONSENT TO JUDGMENT SETTLEMENT AGREEMENT (REVISED) |  |
| 14    | v.  | Action Filed: June 25, 2021                        |  |
| 15    | GROBET FILE COMPANY OF AMERICA,<br>LLC, GROBET USA, ESSLINGER & CO.,<br>INC., TESTEQUITY LLC, TECHNI-TOOL<br>AND DOES 1-150,                          | Trial Date: None Assigned                          |  |
| 16    |   |  |  |
| 17    | Defendants.   |  |  |
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|       | CONSEN  | NT TO JUDGMENT                                     |  |
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# 1. INTRODUCTION

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#### 1.1 The Parties

This settlement agreement ("Agreement" or "Settlement Agreement") is entered into by and between plaintiff Susan Davia ("Davia") and defendants Grobet File Company of America, LLC dba Grobet USA (hereafter collectively, "Grobet"), with Davia and Grobet each referred to as a "Party" and collectively referred to as the "Parties."

#### 1.2 Davia

Davia is an individual residing in the State of California who seeks to promote awareness of exposure to toxic chemicals and improve human health by reducing or eliminating hazardous substances contained in consumer products.

#### 1.3 Grobet

Grobet is a person in the course of doing business for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health & Safety Code §§ 25249.6 et seq. ("Proposition 65").

# 1.4 General Allegations

Davia alleges that Grobet participated in the manufacture, distribution and/or sale, in the State of California, of brass craft caliper/gauge and pin vise products made with components that expose users to lead and lead compounds without first providing "clear and reasonable warning" under Proposition 65. Davia also alleges that Grobet participated in the manufacture, distribution and/or sale, in the State of California, of cases for brass craft caliper/gauge products made with ("DEHP") di(2-ethylhexyl)phthalate to users that expose vinyl components di(isononyl)phthalate (DINP) and hemostat clamp products with vinyl grips that expose users to DEHP, without first providing "clear and reasonable warning" under Proposition 65. Pursuant to Proposition 65, DEHP is listed as a developmental toxin and carcinogen. Pursuant to Proposition 65, DINP is listed as a carcinogen. Lead, DEHP and DINP shall be collectively referred to hereinafter as the "Listed Chemical."

On March 19, 2021, Davia served Grobet File Company of America, LLC and various public enforcement agencies with a document entitled "60-Day Notice of Violation" that provided public enforcers and the noticed entities with notice of alleged violations of Health & Safety Code § 25249.6 for purportedly failing to warn consumers of the presence of Lead, DEHP and DINP found in brass craft caliper/gauge with vinyl case Covered Products (defined hereafter) sold in California (AG Notice 2021-00684)(hereafter "Notice").

On October 22, 2021, Davia served Grobet File Company of America, LLC, Grobet File Company of America, Inc. and various public enforcement agencies with a document entitled "Supplemental 60-Day Notice of Violation" that provided public enforcers and the noticed entities with notice of alleged violations of Health & Safety Code § 25249.6 for purportedly failing to warn consumers of the presence of Lead, DEHP and DINP found in brass craft caliper/gauge with vinyl case Covered Products (defined hereafter) sold in California (AG Notice 2021-02596)(hereafter "Notice 2").

On February 18, 2022, Davia served Grobet File Company of America, LLC, Grobet File Company of America, Inc. and various public enforcement agencies with a document entitled "Supplemental 60-Day Notice of Violation" that provided public enforcers and the noticed entities with notice of alleged violations of Health & Safety Code § 25249.6 for purportedly failing to warn consumers of the presence of Lead and Lead Compounds found in brass craft pin vise Covered Products (defined hereafter) sold in California (AG Notice 2022-00353)(hereafter "Notice 3").

On May 16, 2022, Davia served Grobet File Company of America, LLC, Grobet USA and various public enforcement agencies with a document entitled "Supplemental 60-Day Notice of Violation" that provided public enforcers and the noticed entities with notice of alleged violations of Health & Safety Code § 25249.6 for purportedly failing to warn consumers of the presence of DEHP found in hemostat clamps with vinyl grip Covered Products (defined hereafter) sold in California (AG Notice 2022-00966)(hereafter "Notice 4").

Grobet received Notice 1, Notice 2, Notice 3 and Notice 4 (collectively, "Notices"). Grobet represent that, as of the date it executes this Agreement, it is not aware of any public enforcer that is

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diligently prosecuting a Proposition 65 enforcement action related to any Listed Chemical in the Covered Products, as identified in the Notices.

# 1.6 Complaint

On June 25, 2021, Davia filed a Complaint in the Superior Court of the State of California for the County of Marin, Case No. CIV2102515, alleging violations by Grobet of Health and Safety Code § 25249.6 based on the alleged exposures to Lead in the brass caliper/gauge Covered Products and DEHP and DINP in the vinyl case Covered Products.

On August 25, 2022, Davia filed a First Amended Complaint in the Superior Court of the State of California for the County of Marin, Case No. CIV2102515, alleging violations by Grobet of Health and Safety Code § 25249.6 based on the alleged consumer exposures to Lead from the brass caliper/gauge and pin vise Covered Products, alleged consumer exposures to DEHP and DINP from the vinyl case Covered Products and alleged consumer exposures to DEHP from the hemostat clamps with vinyl grip Covered Products (the "Action").

#### 1.7 No Admission

This Agreement resolves claims that are denied and disputed by Grobet. The Parties enter into this Agreement pursuant to a full, final and binding settlement of any and all claims between the Parties for the purpose of avoiding prolonged litigation. Grobet denies the material factual and legal allegations contained in the Notice, maintains that it did not knowingly or intentionally expose California consumers to any Listed Chemical through the reasonably foreseeable use of the Covered Products (defined hereafter) and further contend that all Covered Products they have manufactured, distributed and/or sold in California have been and are in compliance with all applicable laws. Nothing in this Agreement shall be construed as an admission by Grobet of any fact, finding, issue of law, or violation of law, nor shall compliance with this Agreement constitute or be construed as an admission by Grobet of any fact, finding, conclusion, issue of law, or violation of law, all of which are specifically denied by Grobet. However, notwithstanding the foregoing, this section shall not diminish or otherwise affect Grobet' obligations, responsibilities, and duties under this Agreement.

## 1.8 Consent to Jurisdiction

For purposes of this Agreement only, the Parties stipulate that the Marin County Superior Court has jurisdiction over Grobet as to the allegations in the Notice received from Davia, and this Agreement, that venue is proper in County of Marin, and that the Marin County Superior Court has jurisdiction over the Parties in any action to enforce the provisions of this Agreement.

#### 2. DEFINITIONS

- 2.1 The term "Lead Covered Product" shall mean all shall mean all Grobet brass craft caliper/gauge products and brass pin vise products sold by Grobet, including but not limited to, Grobet Brass Caliper 100mm (35.0204 A) and Grobet pin vise double ended #58.240.
- 2.2 The term "Lead Free" Lead Covered Products shall mean any brass component of any Lead Covered Product that contains less than 100 parts per million ("ppm") Lead when analyzed pursuant to EPA testing methodologies 3050B and 6010B, or equivalent methodologies utilized by Federal or State agencies for the purpose of determining Lead content in a solid substance.
- 2.3 The term "Phthalate Covered Product" shall mean all vinyl product packaging and storage cases for Grobet brass caliper/gauge products containing DINP, including, but not limited to, Grobet Brass Caliper 100mm (35.0204 A) and all hemostat clamp products with vinyl grips containing DEHP, including, but not limited to, Grobet USA Hemostat Straight Serrated 46.454 with red vinyl grips.
- 2.4 "Phthalate Free" Phthalate Covered Products shall mean any accessible component of any Phthalate Covered Product contains less than or equal to 1,000 parts per million ("ppm") of DEHP, DINP, DBP, di-isodecyl phthalate ("DIDP"), di-n-hexyl phthalate ("DnHP") and butyl benzyl phthalate ("BBP") as determined by a minimum of duplicate quality controlled test results using Environmental Protection Agency ("EPA") testing methodologies 3580A and 8270C or equivalent methodologies utilized by federal or state agencies to determine the presence and measure the quantity of phthalates in solid substances.
  - 2.5 "Effective Date" shall mean March 1, 2022.

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3.1 Product Reformulation Commitment

3.1.1 No later than the Effective Date, Grobet shall provide the Lead Free concentration standards of Section 2.2 to any then-current vendor of any Lead Covered Product and instruct such entity not to provide any Covered Product that does not meet the Lead Free concentration standards of Section 2.2. No later than the Effective Date, Grobet shall also provide the Phthalate Free concentration standards of Section 2.2 to any then-current vendor of any Phthalate Covered Product and instruct such entity not to provide any Covered Product that does not meet the Phthalate Free concentration standards of Section 2.4. Grobet shall maintain copies of all vendor correspondence relating to the Lead Free and Phthalate Free concentration standards for two (2) years after the Effective Date and shall produce such copies to Davia within fifteen (15) days of receipt of reasonable request made in writing from Davia.

3.1.2 After the Effective Date, Grobet shall provide the Lead Free concentration standards of Section 2.2 to any New Vendor of any Lead Covered Product and instruct such entity not to provide any Covered Product that does not meet the Lead Free concentration standards of Section 2.2. After the Effective Date, Grobet shall also provide the Phthalate Free concentration standards of Section 2.2 to any new vendor of any Phthalate Covered Product and instruct such entity not to provide any Covered Product that does not meet the Phthalate Free concentration standards of Section 2.4. "New Vendor" means any vendor of Covered Products from whom Grobet was not obtaining Covered Products as of the Effective Date. Prior to purchase and acquisition of any Lead or Phthalate Covered Product from any New Vendor, Grobet shall obtain written confirmation and laboratory test result from the New Vendor demonstrating compliance with the Lead Free concentration standard for any Covered Product. For two (2) years after the Effective Date, for every Covered Product Grobet manufactures, causes to be manufactured, orders, causes to be ordered or otherwise obtains from a New Vendor, Grobet shall maintain copies of all testing of such products demonstrating compliance with this section, shall maintain copies of all vendor correspondence relating to the Lead Free concentration standards and shall produce such copies to Davia within fifteen (15) days of receipt of reasonable request made in writing from Davia.

3.1.3 As of April 1, 2022, Grobet shall not purchase or otherwise obtain any Covered Product that is not Lead Free and shall not purchase or otherwise obtain any Covered Product consumer packaging that is not Phthalate Free. For every Covered Product Grobet purchases or otherwise obtains after April 1, 2022, Grobet shall, for a period of two (2) years after placing the order, maintain copies of all testing of such products demonstrating compliance with this section, shall maintain copies of all vendor correspondence relating to the Lead Free or Phthalate Free concentration standards of Section 2.2 and shall produce such copies to Davia within fifteen (15) days of receipt of reasonable request made in writing from Davia.

# 3.2 Previously Distributed Covered Products.

3.2.1 Customer Notification - No later than the Effective Date, Grobet shall send a letter, electronic or otherwise ("Notification Letter") to: (1) Esslinger & Co., Inc., TestEquity LLC and Techni-Tool, (2) each retailer or distributor in California to which Grobet, after March 1, 2020, supplied any Covered Product, and (3) any other retailer or distributor that serves California customers and that Grobet reasonably understands or believes has any inventory of Covered Products. The Notification Letter shall advise the recipient that Covered Products "contain a chemical known to the State of California to cause birth defect or other reproductive harm". The Notification letter shall inform the recipient apply a Proposition 65 warning label to each Covered Product or its immediate packaging, which label shall contain one of the following warnings, before it is sold in the California market or to a California customer:

For Lead Covered Products:

**△WARNING:** Cancer and Reproductive Harm - www.P65Warnings.ca.gov

For brass craft caliper/gauge Covered Products with vinyl cases containing DINP:

**△WARNING:** Cancer www.P65Warnings.ca.gov

For hemostat clamp Covered Products with vinyl grips containing DEHP:

# △WARNING: Cancer and Reproductive Harm - www.P65Warnings.ca.gov

The Notification Letter shall be sent with return receipt requested. The Notification Letter shall request written confirmation from the recipient, within 15 days of receipt, that all such inventory for California sale has been, or will be, labelled with the warning language identified in this section.

3.2.2 Grobet shall maintain records of compliance correspondence, inventory reports or other communication confirming compliance with § 3.2.1 for two (2) years from the Effective Date and shall produce copies of such records upon reasonable written request by Davia.

# 3.3 Existing Inventory Product Labels

For any Covered Products obtained by Grobet before March 1, 2022, that remain in their inventory and are not confirmed to be Lead Free and Phthalate Free, Grobet shall not sell or ship any of such Covered Product unless Grobet either have confirmation that the product meets the Lead Free and Phthalate Free requirements of Section 2.2 or Grobet has complied with all warning requirements set forth in Section 3.3.1.

# 3.3.1 Covered Product Label.

For all remaining inventory of Covered Products that are not both Lead Free and Phthalate Free, Grobet shall affix a label to the Covered Product or its immediate packaging that states:

For Lead Covered Products:

△WARNING: This product can expose you to [chemicals including] Lead, 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;

or

**⚠WARNING:** Cancer and Reproductive Harm - www.P65Warnings.ca.gov

For brass craft caliper/gauge Covered Products with vinyl cases containing DINP:

**⚠WARNING:** This product can expose you to [chemicals including] DINP, which is known

to the State of California to cause cancer. For more information go to www.P65Warnings.ca.gov;

or

**△WARNING:** Cancer www.P65Warnings.ca.gov

For hemostat clamp Covered Products with vinyl grips containing DEHP:

⚠WARNING: This product can expose you to [chemicals including] DEHP, 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;

or

<u>↑</u>WARNING: Cancer and Reproductive Harm - www.P65Warnings.ca.gov

The label shall be prominently affixed with such conspicuousness as compared with other words, statements, designs, or devices, as to render it likely to be read and understood by an ordinary individual under customary conditions *before* purchase or use.

# 3.3.2 Internet Website Warning.

A warning must be given on an e-commerce or other website owned or operated by or for any of Grobet in conjunction with the advertisement, marketing, sale or offer of sale of any Covered Product that is not confirmed to be both Lead Free and Phthalate Free. A warning will satisfy this requirement if it appears either: (a) on the same web page on which a Covered Product is displayed; (b) on the same web page as the order form for a Covered Product; (c) on the same page as the price for any Covered Product; or (d) on one or more web pages displayed to a purchaser during the checkout process. One of the following warning statements shall be used and shall appear in any of the above instances adjacent to or immediately following the display, description, or price of the Covered Product for which it is given in the same type size or larger than the Covered Product description text:

For Lead Covered Products:

⚠WARNING: This product can expose you to [chemicals including] Lead, 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;

For brass craft caliper/gauge Covered Products with vinyl cases containing DINP:

⚠WARNING: This product can expose you to [chemicals including] DINP, which is known to the State of California to cause cancer. For more information go to www.P65Warnings.ca.gov;

For hemostat clamp Covered Products with vinyl grips containing DEHP:

⚠WARNING: This product can expose you to [chemicals including] DEHP, 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;

# 4. MONETARY PAYMENTS

# 4.1 Civil Penalty

As a condition of settlement of all the claims referred to in this Settlement Agreement, Grobet shall cause to be paid a total of \$2,400 in civil penalties in accordance with California Health & Safety Code § 25249.12(c)(1) & (d).

# 4.2 Augmentation of Penalty Payments

For purposes of the penalty assessment under this Agreement, Davia is relying entirely upon Grobet and their counsel for accurate, good faith reporting to Davia of the nature and amounts of sales activity of the Covered Products during the relevant period. If within nine (9) months of the Effective Date, Davia discovers and presents to Grobet evidence that during the relevant period the Covered Products have been sold to retailers or California consumers by Grobet in sales volumes materially different (more than 25%) than those identified by Grobet prior to

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additional sales and reporting them to Grobet in accordance with this section. In any action brought under this Section 4.2, the prevailing party shall be entitled to recover its attorney's and other fees and costs.

4.3 Reimbursement of Davia's Fees and Costs

The Parties acknowledge that Davia and her counsel refused to consider any reimbursement of plaintiff's fees or costs until all other terms of the settlement were reached. The Parties then reached an accord on the reimbursement due to Davia and compensation of her counsel under general contract principles and consistent with the private attorney general doctrine codified at California Code of Civil Procedure section 1021.5. Under these principles, Grobet shall reimburse plaintiff the amount of \$45,250 for fees and costs incurred investigating and negotiating a resolution of this matter. Such payment shall be made payable to "Sheffer Law Firm".

# 4.4 Payment Procedures

No later than fifteen (15) days after execution of this Agreement, Grobet shall deliver all settlement payment funds required by this Agreement to its counsel. Within one (1) week of receipt of the settlement funds, Grobet's counsel shall confirm receipt in writing to plaintiff's counsel and, thereafter, hold Grobet's settlement payment checks or payment(s) until such time as the Court approves this settlement as contemplated by Section 6. Within five (5) business days of the date plaintiff provides electronic mail notice to counsel for Grobet that the Court has approved this settlement, Grobet's counsel shall deliver the settlement payments to plaintiff's counsel as follows:

a civil penalty check payable to "OEHHA" (Memo line "Prop 65 Penalties, 2021-00684"), in the amount of \$1,800;

a civil penalty check payable to "Susan Davia" (Memo line "Prop 65 Penalties, 2021-00684") in the amount of \$600; and

an attorney fee and cost reimbursement check payable to "Sheffer Law Firm" (Memo line "2021-00684") in the amount of \$45,250.

All Section 4.1 and Section 4.3 civil penalty and attorney fee/cost payments shall be delivered to plaintiff's counsel at the following address:

Sheffer Law Firm Attn: Proposition 65 Controller 232 E. Blithedale Avenue, Suite 210 Mill Valley, CA 94941

All Section 4.2 civil penalty and attorney fee/cost payments, if any, shall be delivered to plaintiff's counsel at the following address on or before the date agreed upon pursuant to that section or as ordered by the Court:

Sheffer Law Firm Attn: Proposition 65 Controller 232 E. Blithedale Avenue, Suite 210 Mill Valley, CA 94941

Grobet shall be liable for payment of interest, at a rate of 10% simple interest, for all amounts due and owing from it under this Section that are not received by Sheffer Law Firm within two business days of the due date for such payment.

at the address set forth in Section 4.4., Grobet shall cause three separate 1099 forms to be issued, as follows:

(a) The first 1099 shall be issued to the Office of Environmental Health Hazard Assessment, P.O. Box 4010, Sacramento, CA 95814 (EIN: 68-0284486) in the amount paid pursuant to Sections

After this Agreement has been executed and funds have been transmitted to Davia's counsel

(b) The second 1099 shall be issued to Davia in the amount paid pursuant to Sections 4.1 and 4.2 (if any), whose address and tax identification number shall be provided to Grobet upon request; and

(c) The third 1099 shall be issued to the Sheffer Law Firm (EIN: 55-08-58910) in the amount paid pursuant to Section 4.3 and 4.2 (if any).

# 5. RELEASES

4.1 and 4.2 (if any);

# 5.1 DAVIA'S RELEASE OF DEFENDANTS

5.1.1 Plaintiff acting on her own behalf and in the public interest releases Grobet File Company of America, LLC dba Grobet USA, and each of their directors, officers, employees, attorneys, agents, and parents ("Releasees") as well as retailers Esslinger & Co., Inc., TestEquity, LLC and Techni-Tool, from all claims for violations of Proposition 65 up through the Effective Date based on exposure to Lead, DEHP and DINP from the Lead Covered Products and Phthalate Covered Products as set forth in the Notices. Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to exposures to Lead, DEHP and DINP from Lead Covered Products and Phthalate Covered Products as set forth in the Notices.

5.1.2 Davia also, in her individual capacity and on behalf of her past and current representatives, agents, attorneys, successors and/or assigns, provides a general release herein which shall be effective as a full and final accord and satisfaction, as a bar to all actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities and

demands of Davia, of any nature, character or kind, known or unknown, suspected or unsuspected, arising out of the subject matter of the Notice as to Covered Products manufactured, distributed or sold by Grobet or Releasees before the Effective Date. Davia acknowledges that she is familiar with 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.

Davia, in her individual capacity expressly waives and relinquishes all rights and benefits that she may have under, or which may be conferred on her by the provisions of Section 1542 of the California Civil Code as well as under any other state or federal statute or common law principle of similar effect, to the fullest extent that she may lawfully waive such rights or benefits pertaining to the released matters. In furtherance of such intention, the release hereby given shall be and remain in effect as a full and complete release notwithstanding the discovery or existence of any such additional or different claims or facts arising out of the released matters.

This Section 5 release shall not release any obligations created by or set forth in this Agreement. The Parties further understand and agree that this Section 5 release shall not extend upstream to any entities, other than Grobet, that manufactured any Covered Product or any component parts thereof, or any distributors or suppliers who sold Covered Products or any component parts thereof to Grobet.

# 5.2 DEFENDANTS RELEASE OF DAVIA

Grobet, on behalf of themselves and their agents, representatives, attorneys, successors, and/or assignees, hereby waive any and all claims against Davia and her attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Davia and her attorneys and other representatives arising out of the subject matter of the Notice and the Covered Products, whether in the course of investigating claims in this matter, otherwise seeking to enforce Proposition 65 against Grobet and Releasees in this matter, or

negotiating this Agreement. Grobet acknowledge that it is familiar with 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 RELEASE PARTY.

Grobet expressly waive and relinquishes all rights and benefits which they may have under, or which may be conferred on it by the provisions of Section 1542 of the California Civil Code as well as under any other state or federal statute or common law principle of similar effect, to the fullest extent that it may lawfully waive such rights or benefits pertaining to the released matters identified in this Section 5.2. In furtherance of such intention, the release hereby given shall be and remain in effect as a full and complete release notwithstanding the discovery or existence of any such additional or different claims or facts arising out of the released matters.

This Section 5 release shall not release any obligations created by or set forth in this Agreement.

# COURT APPROVAL

This Agreement is effective upon execution but must also be approved by the Court. If the Court does not approve this Agreement in its entirety, the Parties shall meet and confer to determine whether to modify the terms of the Agreement and to resubmit it for approval. In meeting and conferring, the Parties agree to negotiate in good faith to reach agreement on any actions reasonably necessary to amend and/or modify this Agreement in order to further the mutual intention of the Parties in entering into this Agreement. The Agreement shall become null and void if, for any reason, it is not approved and entered by the Court, as it is executed, within one year after it has been fully executed by all Parties. The Parties agree that, upon Court approval, a Court judgment shall be entered on the terms of this Agreement.

#### SEVERABILITY 7. 1 If any of the provisions of this Agreement are found by a court to be unenforceable, the validity of 2 other provisions of this Agreement, upon express consent of all Parties, shall not be affected and 3 shall remain in full force and effect. 5 **GOVERNING LAW** The terms of this Agreement shall be governed by the laws of the State of California. 6 7 NOTICES 9. 8 When any Party is entitled to receive any notice under this Agreement, the notice shall be 9 sent by FedEx (or other tracked delivery service) or electronic mail to the following: 10 For Grobet: 11 **Current President** 12 Grobet File Company of America, LLC 750 Washington Avenue 13 Carlstadt, NJ 07072 14 For Grobet' Counsel: 15 Khaled Taqi-Eddin, Esq. (SBN 220923) 16 Hawkins Parnell & Young LLP 1 Post Street, Suite 2400 17 San Francisco, California 94104 ktaqi-eddin@hpylaw.com 18 19 For Davia: 20 Proposition 65 Coordinator Sheffer Law Firm 21 232 E. Blithedale Avenue, Suite 210 Mill Valley, CA 94941 22 Any Party may modify the person and address to whom the notice is to be sent by sending each 23 other Party notice by certified mail and/or other verifiable form of written communication. 24 COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(F) 25 10. Davia agrees to comply with the reporting form requirements of California Health & Safety 26 27 Code §25249.7(f). 28

## 11. MODIFICATION

This Agreement may be modified only by written agreement of the Parties or court order.

# 12. ENTIRE AGREEMENT

This Agreement contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter hereof, and all prior discussions, negotiations, commitments, and understandings related hereto. No representations, oral or otherwise, express or implied, other than those contained herein have been made or relied on by any Party hereto (other than the sales figures provided to Davia). No other agreements not specifically referred to herein, oral or otherwise, shall be deemed to exist or to bind any of the Parties. No supplementation, modification, waiver, or termination of this Agreement shall be binding unless executed in writing by the Party to be bound. No waiver of any of the provisions of this Agreement shall be deemed or shall constitute a waiver of any of the other provisions whether or not similar, nor shall such waiver constitute a continuing waiver.

# ATTORNEY'S FEES

In any dispute concerning any matter related to this Agreement, the prevailing Party shall be entitled to recover its costs and expenses, including attorneys' fees and costs. Except as otherwise specifically provided herein, each Party shall bear its own costs and attorney's fees in connection with the Notice. Nothing in this Section shall preclude a Party from seeking an award of sanctions pursuant to law.

# 14. ENFORCEMENT

Prior to bringing any motion, order to show cause, or other proceeding to enforce Proposition 65 or any terms of this Agreement relating to the alleged sale in California of any Covered Product without a warning and which is alleged to not be Lead Free, in actual or alleged violation of this Agreement, Davia shall provide a Notice of Violation ("NOV") to Grobet. The NOV shall include, for each Covered Product alleged to be violation of this Agreement: the date of alleged violations(s), place of sale, date and proof of purchase (if relevant), and any test data obtained by Davia regarding each such Covered Product. Davia shall take no further action regarding any alleged violation nor seek any monetary recovery for herself, her agents or her

Product was manufactured distributed, sold or offered for sale by Grobet before January 1, 2022; or (2) that, following service of the NOV, Grobet directed the retailer or distributor of the Covered Product to take corrective action by placing an appropriate warning on the Covered Product(s) compliant with Section 3.3 of this Agreement; or (3) that the Covered Products are Phthalate Free and Lead Free.

# 15. NEUTRAL CONSTRUCTION

Both Parties and their counsel have participated in the preparation of this Agreement and this Agreement is the result of the joint efforts of the Parties. This Agreement was subject to revision and modification by the Parties and has been accepted and approved as to its final form by each of the Parties. Accordingly, any uncertainty or ambiguity existing in this Agreement shall not be interpreted against any Party as a result of the manner of the preparation of this Agreement. Each Party to this Agreement agrees that any statute or rule of construction providing that ambiguities are to be resolved against the drafting Party should not be employed in the interpretation of this Agreement and, in this regard, the Parties hereby waive California Civil Code Section 1654. The Parties further agree that the section headings are for convenience only and shall not affect interpretation of this Agreement.

# 16. COUNTERPARTS, FACSIMILE SIGNATURES

This Agreement may be executed in counterparts and by facsimile or portable document format (PDF), each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document. Signatures by scanned and e-mailed image or facsimile transmission shall have the same force and effect as original signatures and as an electronic record executed and adopted by a Party with the intent to sign the electronic record pursuant to Civil Code §§ 1633.1 et seq.

# 17. AUTHORIZATION

Each of the persons signing this agreement represents and warrants that he or she is authorized and has the capacity to execute this Agreement on behalf of the respective Party and has

read, understood, and agrees to all the terms and conditions of this Agreement on behalf of such Party. IT IS SO AGREED Dated: March 1/2 2023 Dated: March \_\_\_, 2023 Susan Davia Current President Grobet File Company of America, LLC CONSENT TO JUDGMENT

read, understood, and agrees to all the terms and conditions of this Agreement on behalf of such Party. IT IS SO AGREED JUNE Dated: March 12, 2023 Dated: March\_\_\_, 2023 Susan Davia Current President Grobet File Company of America, LLC CONSENT TO JUDGMENT