1 2 3 4 5 6 7 8 9 10	ENTORNO LAW, LLP Noam Glick (SBN 251582) Craig M. Nicholas (SBN 178444) Jake W. Schulte (SBN 293777) Janani Natarajan (SBN 346770) Gianna E. Tirrell (SBN 358788) 225 Broadway, Suite 1900 San Diego, California 92101 Tel: (619) 629-0527 Email: noam@entornolaw.com Email: craig@entornolaw.com Email: jake@entornolaw.com Email: janani@entornolaw.com Email: gianna@entornolaw.com Email: gianna@entornolaw.com	FILED Superior Court of California County of Alameda 06/26/2025 Chad Flike, Executive Oditicer / Clerk of the Court By:P. Greene C.
11 12	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
13	IN AND FOR THE COUN	NTY OF ALAMEDA
14	ENVIRONMENTAL HEALTH ADVOCATES, INC.,	Case No.: 23CV056243 Reservation ID: 263753337046
15	Plaintiff,	[PROPOSED] JUDGMENT PURSUANT TO TERMS OF
 16 17 18 19 20 21 	v. DAIYA FOODS INC., a British Colombia corporation; DAIYA FOODS USA INC., a Delaware corporation; INSTACART INC., a Delaware corporation; and DOES 1 through 100, inclusive, Defendants.	PROPOSITION 65 SETTLEMENT AND CONSENT JUDGMENT AS TO DEFENDANT DAIYA FOODS INC. Date: June 26, 2025 Time: 3:00 p.m. Dept.: 25 Judge: Hon. Jenna Whitman Case Filed: December 8, 2023 Trial Date: None
 22 23 24 25 26 		
27 28		
·	[P ROPOSED] JUDGMENT PU PROPOSITION 65 SETTLEMENT AND CONSE	

1	Plaintiff Environmental Health Advocates, Inc. and Defendant Daiya Foods Inc.	
2	(collectively, the "Parties") agreed through their respective counsel to enter judgment pursuant to	
2	the terms of their settlement in the form of a stipulated judgment ("Consent Judgment"). This Court	
4	issued an Order approving the Proposition 65 Settlement and Consent Judgment on	
т 5	06/26/2025 .	
6	IT IS HEREBY ORDERED, ADJUDGED AND DECREED that, pursuant to Health and	
7	Safety Code, section 25249.7(f)(4) and Code of Civil Procedure, section 664.6, judgment is hereby	
, 8	entered in accordance with the terms of the Consent Judgment attached hereto as Exhibit A .	
9		
10	By stipulation of the Parties, the Court will retain jurisdiction to enforce the settlement under Code of Civil Procedure, section 664.6.	
10		
11	IT IS SO ORDERED.	
12		
13		
15	Dated: 06/26/2025	
16	Hon. Jenna Whitman	
10	JU DGE OF THE SUPERIOR COURT Jenna Whitman / Judge	
17		
19		
20		
20		
21		
22		
24		
25		
26		
27		
28		
	2	
	[P ROPOSE D] JUDGMENT PURSUANT TO TERMS OF PROPOSITION 65 SETTLEMENT AND CONSENT JUDGMENT (CASE NO. 23CV056243)	

EXHIBIT A

1 2 3 4 5 6 7 8 9 10	ENTORNO LAW, LLP Craig M. Nicholas (SBN 178444) Noam Glick (SBN 251582) Jake W. Schulte (SBN 293777) Janani Natarajan (SBN 346770) 225 Broadway, Suite 1900 San Diego, California 92101 Tel: (619) 629-0527 Email: craig@entornolaw.com Email: noam@entornolaw.com Email: jake@entornolaw.com Email: jake@entornolaw.com Attorneys for Plaintiff Environmental Health Advocates, Inc.	THE STATE OF CALIFORNIA
11	IN AND FOR THE COUNTY OF ALAMEDA	
 12 13 14 15 16 17 18 19 20 21 	ENVIRONMENTAL HEALTH ADVOCATES, INC., Plaintiff, v. DAIYA FOODS INC., a British Colombia corporation; DAIYA FOODS USA INC., a Delaware corporation; INSTACART INC., a Delaware corporation; and DOES 1 through 100, inclusive, Defendants.	Case No. 23CV056243 [PROPOSED] CONSENT JUDGMENT (Health & Safety Code § 25249.6 <i>et seq</i> . and Code Civ. Proc. § 664.6)
 22 23 24 25 26 27 28 	WHEREAS, on or about December 8, 2023, Environmental Health Advocates, Inc., ("EHA" or "Plaintiff") individually and on behalf of the public interest, filed a complaint pursuant to the Safe Drinking Water and Toxic Enforcement Act of 1986, Health and Safety Code sections 25249.6 et seq. ("Proposition 65").for injunctive relief and civil penalties in Alameda County Superior Court ("Court") in an action entitled <i>Environmental Health Advocates, Inc. v. Daiya Foods, Inc., et al.,</i> Case No. 23CV056243. The complaint in this case is referred to herein as the "Complaint." The Proposition 65 chemical at issue in the Complaint is lead.	
l	DM1\13217331.1	1

WHEREAS, Defendant Daiya Foods, Inc. (hereinafter, "Daiya" or "Settling Defendant") manufactures, packages, distributes, markets, and/or sells vegan macaroni and cheese food products ("M&C Products") to persons in the State of California.

WHEREAS, analysis of these M&C Products, using inductively coupled plasma mass spectrometry reveals that there can be detectable lead in some production lots of such products, there can be variations in lead concentrations within a single lot of any particular product, there can be variation among different lots of the same product and, finally, there can be variation among the M&C Products made by Settling Defendant.

WHEREAS, analysis of the subject M&C Products, also reveals that there can be variations in lead concentrations from flavor to flavor within a single M&C product line.

WHEREAS, Settling Defendant contends that even with use of good manufacturing practices, M&C Products can still have detectable concentrations of lead.

WHEREAS, EHA and Settling Defendant dispute how exposure to the M&C Products is to be calculated, including the amount of consumption per eating occasion, whether the frequency of consumption should be considered, and the frequency of consumption by the average users of the M&C Products.

WHEREAS, Settling Defendant contends, and EHA disputes, that under the methodology approved by the Court of Appeal in *Environmental Law Foundation v. Beech-Nut Nutrition Corp.*(2015) 253 Cal. App. 4th 307, all of the subject M&C Products comply with Proposition 65 as to the alleged lead exposures.

WHEREAS, EHA and Settling Defendant recognize and acknowledge that proving or
disproving how exposure to the M&C Products is to be calculated, including the amount of
consumption per eating occasion, whether the frequency of consumption should be considered, and
the frequency of consumption by the average users of the M&C Products would be extremely
expensive and time-consuming requiring the expenditure of resources out of proportion with any
benefits to be derived from that process.

WHEREAS, Settling Defendant maintains it has performed an assessment of its
 manufacturing process to ensure that it is not adding lead to its M&C Products. Moreover, Settling
 DMI\13217331.1

Defendant has actively investigated and attempted to obtain the lowest lead content ingredients
commercially feasible. This includes assessing suppliers through detailed questionnaires, reviewing
Proposition 65 compliance statements, and exercising its rights to audits to verify ingredient safety.
These efforts facilitate its sourcing of materials and ingredients with the lowest practicable lead
content. Additionally, Settling Defendant maintains its manufacturing partners are GFSI-certified
and operate in accordance with Good Manufacturing Practices (GMP) to uphold the highest standards
of food safety and quality.

WHEREAS, Settling Defendant contends that the lead, if any is detectable, contained in the M&C Products is "naturally occurring" within the meaning of California Code of Regulations, Title 27, Section 25501.

WHEREAS, EHA disputes that contention, contending that the lead contained in the M&C Products is not naturally occurring for purposes of Proposition 65.

WHEREAS, EHA and Settling Defendant recognize and acknowledge that proving or disproving that any particular quantity of lead that may be contained in the M&C Products is naturally occurring would be extremely expensive and time-consuming requiring the expenditure of resources out of proportion with any benefits to be derived from that process.

WHEREAS, Settling Defendant contends, and Plaintiff disputes, that a lead content of as high as 0.09 parts per million in the M&C Products complies with Proposition 65.

WHEREAS, determining the precise maximum content level of lead that may be contained in the M&C Products without requiring a Proposition 65 warning, would be extremely expensive and time-consuming requiring the expenditure of resources out of proportion with any benefits to be derived from that process.

WHEREAS, in light of the above, and to obviate an extremely expensive and time-consuming expenditure of resources out of proportion with any benefits to be derived from that process, and to thereby conserve the Parties' and judicial resources, the Parties have agreed via an arm's length negotiation to settle and resolve this matter with a lead content level not to exceed 0. 01 parts per million ("PPM"), as set forth and defined by the "Reformulation Standard" in Section 2.6.

WHEREAS, each party has test data for the M&C Products in excess of the Reformulation Standard, and, as set forth above, Settling Defendant contends that a lead content of as high as 0.09 parts per million in the M&C Products complies with Proposition 65, the Parties have agreed via an arm's length negotiation to settle and resolve this matter consistent with the requirements of Proposition 65 by capping the lead concentration in the M&C Products per the Reformulation Standard.

WHEREAS, in light of the above, and while Settling Defendant contends that the lead, detected in the M&C Products is naturally occurring for purposes of Proposition 65, and because the M&C Products' herb ingredients are potentially significant natural lead source candidates, to facilitate meeting the Reformulation Standard, Settling Defendant reduced significantly the use of herb ingredients in its M&C Products.

NOW THEREFORE, THE PARTIES AGREE AS FOLLOWS:

1. <u>INTRODUCTION</u>

1.1 Parties

This Consent Judgment is entered into by and between Environmental Health Advocates, Inc., and Daiya Foods Inc. ("Settling Defendant" or "Daiya") with EHA and Daiya each individually referred to as a "Party" and collectively referred to as the "Parties."

1.2 Plaintiff

EHA is a corporation organized in the state of California, acting in the interest of the general public. It seeks to promote awareness of exposures to toxic chemicals and to improve human health by reducing or eliminating hazardous substances contained in consumer products.

1.3 Defendant

Daiya employs ten or more individuals and for purposes of this Consent Judgment only, is a "person in the course of doing business" for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, Health and Safety Code section 25249.6 et seq. ("Proposition 65").

1.4 General Allegations

EHA alleges that Daiya manufactures, imports, sells, and distributes for sale Deluxe Four Cheese Style with Herbs Cheezy Mac that contains Lead. EHA further alleges that Daiya does so without providing a sufficient warning as required by Proposition 65 and related Regulations. Daiya denies these allegations and asserts that its products are safe and in compliance with all applicable laws, rules and regulations.

1.5 Notice of Violation

On or around August 17, 2023, EHA served Settling Defendant Daiya, Daiya Foods USA Inc., Instacart Inc., the California Attorney General, and all other required public enforcement agencies with the Notice. The Notice alleged that Daiya had violated Proposition 65 by failing to provide Proposition 65 warnings to consumers in California regarding alleged exposures to Lead allegedly contained in Daiya's vegan M&C products, including but not limited to Deluxe Four Cheese Style with Herbs Cheezy Mac, manufactured or processed by Daiya that allegedly contain Lead and are imported, sold, shipped, delivered, or distributed for sale to consumers in California by Releasees (as defined in section

4.1).

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

21

No public enforcer has commenced or is otherwise prosecuting an action to enforce the violations alleged in the Notice.

1.6 **Product Description**

The products covered by this Consent Judgment are Daiya's vegan M&C Products, which include, but are not limited to, Deluxe Four Cheese Style with Herbs Cheezy Mac, Four Cheeze Style with Herbs Deluxe Mac & Cheeze, Cheddar Style Cheezy Mac, Cheddar Style Deluxe Mac & Cheeze, Dairy-free Deluxe Cheddar Mac & Cheese, Alfredo Style Cheezy Mac, Alfredo Style Deluxe Mac & Cheeze, Dairy-free Deluxe Alfredo Mac & Cheese, Meatless Bacon with Cheddar Style Cheezy Mac, Meatless Bac'n & Cheddar Style Deluxe Mac & Cheeze, Four Cheeze Style Cheezy Mac, White Cheddar Style Ceezy Mac, White Cheddar Style Deluxe Mac & Cheeze, Dairy-free Deluxe White Cheddar Mac & Cheese, and Cheddar Jalapeno Style Cheezy Mac, Cheddar Jalapeno Style Deluxe Mac & Cheeze manufactured or processed by or for Daiya that allegedly contain Lead and are imported, sold, shipped, delivered, or distributed for sale to consumers in California by Daiya or any other of the Releasees (as defined in section 4.1) ("Covered Products").

1.7 **State of the Pleadings**

On or around December 8, 2023, EHA filed a Complaint against Daiya for the alleged violations of Proposition 65 that are the subject of the Notice ("Complaint").

1.8 **No Admission**

Daiya denies the material factual and legal allegations of the Notice and Complaint and 20 maintains that all of the products it has manufactured, imported, sold, and/or distributed for sale in 22 California, including Covered Products, have been, and are, in compliance with all applicable laws, 23 rules and regulations. Nothing in this Consent Judgment shall be construed as an admission of any fact, finding, conclusion of law, issue of law, or violation of law, nor shall compliance with this Consent 24 25 Judgment be construed as an admission of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect Daiya's obligations, 26 responsibilities, and duties under this Consent Judgment. 27

1.9 Jurisdiction

For purposes of this Consent Judgment and the Complaint only, the Parties stipulate that this Court has jurisdiction over Daiya as to the allegations in the Complaint, that venue is proper in the County of Alameda, and that the Court has jurisdiction to enter and enforce the provisions of this Consent Judgment pursuant to Proposition 65 and Code of Civil Procedure section 664.6.

1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" means the date on which this Consent Judgment is approved and entered as a judgment of the Court, as discussed in Section 5.

1

1.11 Compliance Date

For purposes of this Consent Judgment, the term "Compliance Date" means 30 days from the date on which this Consent Judgment is approved and entered as a judgment of the Court, as discussed in Section 5.

13

14

15

16

17

18

19

20

21

22

24

25

26

27

28

2.

1

2

3

4

5

6

7

8

9

10

11

12

INJUNCTIVE RELIEF, REFORMULATION, TESTING, AND WARNINGS

2.1 Reformulation of the Covered Products

Beginning on the Compliance Date, Daiya shall be permanently enjoined from manufacturing or distributing for sale, or directly selling, in the State of California, any Covered Product that has a lead concentration in excess of 0. 01 parts per million ("PPM") based on the uncooked Covered Product (the "Reformulation Standard"), as determined pursuant to the product testing provisions set forth in Setion 2.3 and its subsections, unless such Covered Product complies with the warning requirements of Section 2.2. As used in this Section 2, "distributed for sale in CA" means to directly ship Covered Products into California or to sell Covered Products to a distributor Daiya knows will sell Covered Products in California.

23

2.2 Clear and Reasonable Warnings

For Covered Products that contain Lead in a concentration exceeding the Reformulation Standard set forth in section 2.1 above, and which are distributed or directly sold by Daiya in the State of California on or after the Compliance Date, Daiya shall provide one of the following warning statements:



letters and in bold print. If printed on the labeling itself, the product warning shall be enclosed in a
 box and contained in the same section of the labeling that states other safety warnings concerning the
 use of the Covered Product. If the Covered Product's packaging contains consumer information in a
 foreign language, a warning statement in that language is required.

The same warning shall be provided for catalogs under the exclusive control of Daiya where Covered Products are sold into California. Warnings for catalog sales must be provided in a manner that clearly associates the warning with the item being purchased. Daiya shall instruct any third-party catalog seller to which it directly sells its Covered Products to include the same warning as a condition of selling the Covered Products in California.

To the extent Covered Products are sold online, a warning that complies with the content requirements of Cal. Code Regs Tit. 27, § 25607.2 must be provided via one or more of the following methods: (1) a warning on the product display page; or (2) a clearly marked hyperlink using the word **"WARNING"** or the words **"CA WARNING"** or **"CALIFORNIA WARNING"** on the product display page that links to the warning; or (3) an otherwise prominently displayed warning provided to the purchaser prior to completing the purchase. If a warning is provided using the short-form label content pursuant to Section 25607(b), the warning provided on the website may use the same content. An online warning is not prominently displayed if the purchaser must search for it in the general content of the website. These requirements extend to any websites under the exclusive control of Daiya where Covered Products are sold into California. In addition, Daiya shall instruct any third-party website to which it directly sells its Covered Products to include the same online warning, as set forth above, as a condition of selling the Covered Products in California.

2.3 Conforming Covered Products

Conforming Covered Products shall be deemed to comply with this Consent Judgment and with Proposition 65 without being required to provide a Warning pursuant to Proposition 65. A Covered Product shall be deemed a Conforming Covered Product unless such product fails to meet the Reformulation Standard as determined by the testing requirements set forth in this section and its subsections.

2.3.1 <u>Testing</u>

(a) Beginning within one year after the Effective Date, Daiya shall arrange for lead testing of the Covered Products at least once a year for a minimum of two consecutive years (the "Two-Year Testing Period") by arranging for testing of five to fifteen randomly selected individual samples, or one test per product using composite samples of at least five randomly selected products of each of the Covered Products, in the form intended for sale to, or consumption by, the end-user, which Daiya intends to sell or is manufacturing for sale in California, directly selling to a consumer in California or "Distributing into the State of California." If any Covered Product is not manufactured yearly, testing for such product shall occur for the two next occurring years of such a product's manufacture, and those two years shall constitute the Two-Year Testing Period for that Covered Product. If tests conducted pursuant to this Section 2.3.1 (a) demonstrate that no Warning is required for a Covered Product during each of two consecutive years, then the testing requirements of this Section 2.3.1(a) will no longer be required as to that Covered Product.

(b) If during or after the Two-Year Testing Period set forth in Section 2.3.1(a), there is a change in the Covered Product's formula, manufacturing process, ingredients, suggested use or recommended serving size, that is reasonably likely to affect the lead levels in a Covered Product sufficiently to alter that Covered Product's compliance status under this Consent Judgment, Daiya shall conduct additional testing (the "Additional Testing") of that Covered Product pursuant to the testing and quality control methodology set forth in Section 2.3.1, within ninety (90) days after such change. (i) If the Additional Testing does not alter that Covered Product's compliance status under the Consent Judgment, then the testing requirements of this Section 2.3.1(b) shall no longer be required as to that Covered Product unless and until a subsequent change occurs which meets the criteria set forth in this Section 2.3.1(b) for requiring Additional Testing. (ii) If, however, the Additional Testing alters that Covered Product's compliance status, then, except as set forth in Section 2.3.1(c), Daiya shall test the Covered Product annually for at least two (2) consecutive years after such change is made. If tests conducted pursuant to this Section 2.3.1(b)(ii) demonstrate that no Warning is required for a Covered Product during each of two consecutive years, then, except as set forth in Section 2.3.1(c), the testing requirements of this Section 2.3.1(b) will no longer be

required as to that Covered Product.

(c) In no event shall the total period for testing as required by this Section 2.3.1 be for less than the original Two Year Testing Period. Additionally, the testing requirements of this Section 2.3.1 shall cease after the fifth anniversary of the Effective Date.

2.3.2 For purposes of measuring the whether a Covered Product shall be deemed a Conforming Covered Product, the geometric mean of the lead testing analytical results for the five to fifteen randomly selected representative samples of the Covered Products will be controlling and shall be used for calculating whether Covered Products meet the Reformulation Standard as set forth in Section 2.1. To establish representativeness, no fewer than five samples shall be tested. The geometric mean of the lead concentration of the five to fifteen randomly selected representative samples of the Covered Products shall not exceed 0.01 parts per million lead, and no single sample shall exceed 0.013 parts per million lead. The measurement of the lead in the Covered Products set forth in this Section 2.3.2 shall be controlling and shall be used for calculating whether Covered Products.

2.3.3 All testing pursuant to this Consent Judgment shall be performed using a laboratory method that complies with the performance and quality control factors appropriate for the method used, including limit of detection, qualification, accuracy, and precision that meets the following criteria: Inductively Coupled Plasma-Mass Spectrometry ("ICP-MS") achieving a limit of quantification of less than or equal to 0.010 mg/kg, or any other testing method agreed upon in writing by the Parties.

2.3.4 All testing pursuant to this Consent Judgment shall be performed by an independent third party laboratory certified by the State of California or accredited by the State of California, a United States federal agency, the National Environmental Laboratory Accreditation Program, or an independent third-party laboratory that is registered with the United States Food & Drug Administration.

26 2.3.5 Nothing in this Consent Judgment shall limit Daiya's ability to conduct, or
27 require that others conduct, additional testing of the Covered Products, including the raw materials

used in their manufacture. Daiya shall retain all test results and documentation required by this Consent Judgment for a period of not fewer than three years from the date of each test.

2.4 **Sell-Through Period**

Notwithstanding anything else in this Consent Judgment, Covered Products that are manufactured, packaged, or put into commerce on or after the date this Agreement is executed shall be subject to the release of liability pursuant to this Consent Judgment, without regard to when such Covered Products were, or are in the future, distributed or sold to customers. As a result, the obligations of Daiya, or any Releasees (if applicable), stated in this Section 2 do not apply to Covered Products manufactured, packaged, or put into commerce between the date this Agreement is executed and the Effective Date.

10 11

12

13

14

15

16

17

18

19

20

21

22

23

3.

1

2

3

4

5

6

7

8

9

MONETARY SETTLEMENT TERMS

3.1 **Settlement Amount**

Daiya shall pay ninety-five thousand dollars (\$95,000.00) in settlement and total satisfaction of all the claims referred to in the Notice(s), the Complaint, and this Consent Judgment. This includes civil penalties in the amount of nine thousand dollars (\$9,000.00) pursuant to Health and Safety Code section 25249.7(b) and attorneys' fees and costs in the amount of eighty-six thousand dollars (\$86,000.00) pursuant to Code of Civil Procedure section 1021.5.

3.2

Civil Penalty

The portion of the settlement attributable to civil penalties shall be allocated according to Health and Safety Code section 25249.12(c)(1) and (d), with seventy-five percent (75%) of the penalty paid to the California Office of Environmental Health Hazard Assessment ("OEHHA"), and the remaining twenty-five percent (25%) of the penalty paid to EHA individually. The nine thousand dollars (\$9,000.00) in civil penalties shall be paid as follows:

24

25 26

27

28

- One payment of \$6,750.00 to OEHHA, due 14 (fourteen) days after the Effective Date.
- One payment of \$2,250.00 to EHA, due 14 (fourteen) days after the Effective date.

All payments owed to EHA shall be delivered to the following address:

Isaac Fayman **Environmental Health Advocates** 225 Broadway, Suite 2100

	San Diego, CA 92101	
1	Sall Diego, CA 92101	
2	All payments owed to OEHHA (EIN: 68-0284486) shall be delivered directly to OEHHA	
3	(Memo Line "Prop 65 Penalties") at the following addresses:	
4	For United States Postal Service Delivery:	
5	Mike Gyurics Fiscal Operations Branch Chief	
6	Office of Environmental Health Hazard Assessment P.O. Box 4010	
7	Sacramento, CA 95812-4010	
8		
9	For Federal Express 2-Day Delivery:	
10	Mike Gyurics Fiscal Operations Branch Chief	
11	Office of Environmental Health Hazard Assessment 1001 I Street	
12	Sacramento, CA 95814	
13	Daiya agrees to provide EHA's counsel with a copy of the check payable to OEHHA,	
14	simultaneous with its penalty payment to EHA.	
15	Plaintiff and its counsel will provide completed IRS 1099, W-9, or other tax forms as required.	
16	Relevant information is set out below:	
17	• Environmental Health Advocates, Inc." (EIN: 84-2322975) at the address provided above.	
18	• "Office of Environmental Health Hazard Assessment" 1001 I Street, Sacramento, CA 95814.	
19	All payments referenced in this section shall be paid within fourteen (14) days of the date the	
20	Court approves EHA's motion to approve this Consent Judgment.	
21	3.3 Attorney's Fees and Costs	
22	The portion of the settlement attributable to attorneys' fees and costs shall be paid to EHA's	
23	counsel, who are entitled to attorneys' fees and costs incurred by it in this action, including but not	
24	limited to investigating potential violations, bringing this matter to Daiya's attention, as well as	
25 26	litigating and negotiating a settlement in the public interest.	
26	Daiya shall provide its payment for attorneys' fees and costs to EHA's counsel by physical	
27	check or by electronic means, including wire transfers, at Daiya's discretion, as follows: eighty-six	
28		

1	thousand dollars (\$86,000.00) in Attorney's Fees and Costs, One payment of \$86,000.00, due fourteen	
2	(14) days after the Effective Date.	
3	The attorney fee payments shall be made payable to Entorno Law, LLP. The address for this	
4	entity is:	
5	Noam Glick	
6	Entorno Law, LLP 225 Broadway, Suite 1900 San Diego, CA 92101	
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		

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

4.

CLAIMS COVERED AND RELEASE

4.1 EHA's Public Release of Proposition 65 Claims

Plaintiff, acting on its own behalf and in the public interest, releases Daiya, Daiya Foods USA, Inc, and their parents, subsidiaries, affiliated entities under common ownership or control, their directors, officers, principals, agents, employees, attorneys, insurers, accountants, predecessors, successors, and assigns ("Defendant Entities"), each entity to whom Defendant directly or indirectly distributes, ships, or sells the Covered Products, including but not limited to downstream distributors, wholesalers, customers, retailers (including but not limited to Instacart Inc.), and marketplaces franchisees, franchisors, cooperative members, suppliers, licensees, and licensors, and all of the foregoing entities' owners, directors, officers, agents, principals, employees, attorneys, insurers, accountants, representatives, predecessors, successors, and assigns (collectively referred to as the "Releasees") from all claims for violations of Proposition 65 up through the Effective Date based on exposure to Lead from Covered Products as set forth in the Notice(s). Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to exposures to Lead from Covered Products as set forth in the Notice(s). This Consent Judgment is a full, final, and binding resolution of all claims under Proposition 65 that were or could have been asserted against Daiya and/or Releasees for failure to comply with Proposition 65 for alleged exposure to Lead from Covered Products. This release does not extend to any third-party retailers selling the product on a website who, after receiving instruction from Daiya to include a warning as set forth above in section 2.2, do not include such a warning.

4.2 EHA's Individual Release of Claims

EHA, in its individual capacity, also provides a release to Daiya and/or Releasees, which shall be a full and final accord and satisfaction of, as well as a bar to, all actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities, and demands of every nature, character, and kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to Lead in Covered Products manufactured, imported, sold, or distributed by Daiya before the Effective Date. Daiya on its own behalf, and on behalf of Releasees as well as its past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against EHA and its attorneys and other representatives, for any and all actions taken or statements made by EHA and its attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against them, in this matter or with respect to the Covered Products.

1

2

3

4

5

6

7

8

9

4.4 No Other Known Claims or Violations

EHA and EHA's counsel affirm that they are not presently aware of any actual or alleged violations of Proposition 65 by Daiya or for which Daiya bears legal responsibility other than those that are fully resolved by this Consent Judgment.

11

12

13

14

15

16

17

19

20

21

22

23

5.

10

COURT APPROVAL

This Consent Judgment is not effective until it is approved by the Court and shall be null and void if it is not approved by the Court within one year after it has been fully executed by the Parties, or by such additional time as the Parties may agree to in writing.

6. <u>SEVERABILITY</u>

Subsequent to the Court's approval and entry of this Consent Judgment, if any provision is held by a court to be unenforceable, the validity of the remaining provisions shall not be adversely affected.

18 7.

GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the state of California as applied within the state of California. In the event that Proposition 65 is repealed, or is otherwise rendered inapplicable for reasons, including but not limited to changes in the law, then Daiya may provide written notice to EHA of any asserted change, and may move for modification of this Consent Judgment with respect to, and to the extent that, the Covered Products are so affected.

In the event the California Office of Health Hazard Assessment adopts a regulation or safe use determination, or issues an interpretive guideline that exempts Covered Products from meeting the requirements of Proposition 65; or if Lead cases are permanently enjoined by a court of competent jurisdiction; or if Proposition 65 is determined to be preempted by federal law or a burden on First Amendment rights with respect to Lead in Covered Products or Covered Products substantially similar

> 13 [PROPOSED] CONSENT JUDGMENT

to Covered Products, then Daiya may move for modification of this Consent Judgment with respect to, and to the extent that, the Covered Products are so affected .

8. <u>ENFORCEMENT</u>

In any action to enforce the terms of this Consent Judgment, the prevailing party shall be entitled to its reasonable attorneys' fees and costs.

9. <u>NOTICE</u>

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

28

Unless otherwise specified herein, all correspondence and notice required by this Consent Judgment shall be in writing and sent by: (i) personal delivery; (ii) first-class, registered, or certified mail, return receipt requested; or (iii) a recognized overnight courier; and (iv) with a copy by email; to the following addresses:

<u>If to Daiya:</u>	If to EHA:
Steven Tekosky	Noam Glick
Tatro Tekosky Sadwick LLP	Entorno Law, LLP
6600 W. Sunset Blvd, Suite 304	225 Broadway, Suite 2100
Los Angeles, CA 90028	San Diego, CA 92101
stekosky@ttsmlaw.com	<u>noam@entornolaw.com</u>

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

10. <u>COUNTERPARTS; DIGITAL SIGNATURES</u>

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

11.

POST EXECUTION ACTIVITIES

EHA agrees to comply with the reporting form requirements referenced in Health and Safety Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety Code section 25249.7(f), a noticed motion is required to obtain judicial approval of the settlement, which motion EHA shall draft and file. In furtherance of obtaining such approval, the Parties agree to mutually employ their reasonable best efforts, including those of their counsel, to support the entry of this agreement as judgment, and to obtain judicial approval of their settlement in a timely manner. For purposes of this Section, "best efforts" shall include, at a minimum, supporting the motion for approval,

¹⁴

responding to any objection that any third-party may make, and appearing at the hearing before the Court if so requested.

12. MODIFICATION

This Consent Judgment may be modified by: (i) a written agreement of the Parties and entry of a modified consent judgment thereon by the Court; or (ii) a successful motion or application of any Party, and the entry of a modified consent judgment thereon by the Court.

13. <u>AUTHORIZATION</u>

The undersigned are authorized to execute this Consent Judgment and acknowledge that they have read, understand, and agree to all of the terms and conditions contained herein.

14.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

GOOD FAITH ATTEMPT TO RESOLVE DISPUTES

If a dispute arises with respect to either Party's compliance with the terms of this Consent Judgment entered by the Court, the Parties shall meet and confer in person, or by telephone, and/or in writing and endeavor to resolve the dispute in an amicable manner. No action or motion may be filed in the absence of such a good faith attempt to resolve the dispute beforehand.

15. <u>ENTIRE AGREEMENT</u>

This Consent Judgment contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter herein, and any 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 by any Party. No other agreements, oral or otherwise, unless specifically referred to herein, shall be deemed to exist or to bind any Party.

AGREED TO:

Date:

23

24

25

26

27

28

By: ENVIRONMENTAL HEALTH ADVOCATES, INC.

06/04/2025

AGREED TO:

Date: 06/06/2025

By: 0 DAIYA FOODS INC.

1	IT IS SO ORDERED.	
2		
3	Date:	JUDGE OF THE SUPERIOR COURT
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		