60-DAY NOTICE OF VIOLATION

SENT IN COMPLIANCE WITH CALIFORNIA HEALTH & SAFETY CODE §25249.7(d)

February 7, 2003

To:

California Attorney General's Office;

District Attorney's Office for 58 Counties;

City Attorneys for San Francisco, San Diego, San Jose, Sacramento and Los Angeles;

Hubert Idled, President – ARC International North America Inc.

Hung Lam, President – C. C. A. International Inc. Alan J. Lacy, President – Sears, Roebuck and Co.

From:

Dr. Whitney R. Leeman

INTRODUCTION

My name is Whitney R. Leeman. I hold a Doctor of Philosophy degree in Environmental Engineering. I am a citizen of California acting in the interest of the general public. I seek to promote awareness of exposures to toxic chemicals in products sold in California and, if possible, to improve human health by reducing hazardous substances contained in such items. This letter is provided to the parties listed above pursuant to California Health & Safety Code §25249.6 et seq. ("Proposition 65"). As required, notice is also being provided to the violators, ARC International North America Inc., C.C.A. International Inc., and Sears Roebuck and Co.(the "Violators"). The violations covered by this notice consist of the routes of exposures and type of harm potentially resulting from such exposure to the following toxic chemical or chemicals ("listed chemicals"):

LISTED CHEMICALS

ROUTES OF EXPOSURE

TYPES OF HARM

Lead and lead compounds (hereafter "lead")

Ingestion, Dermal

Birth Defects and Other Reproductive Harm

NATURE OF ALLEGED VIOLATION (PRODUCT EXPOSURE)

The specific type or types of products (hereafter the "products") that are causing consumer and occupational exposures in violation of Proposition 65 (and that are covered by this notice) are listed on Exhibit A. The Violators' sales of these glassware products have been occurring from February 7, 2000 to the present. As a result of the sales of these products, exposures to the listed chemicals have been occurring without clear and reasonable warnings as required by Proposition 65. Without proper

warnings regarding the toxic effects of exposures to the listed chemicals produced by the products, California citizens lack the information necessary to make informed decisions on whether and how to eliminate (or reduce) the risk of exposure to the toxic chemicals from reasonably foreseeable use of the products.

CONSUMER PRODUCT EXPOSURE

California consumers, through the act of buying, acquiring or utilizing the products, are exposed to the listed chemicals. For example, exposures occur when California citizens use, display, clean, repair, pack, unpack, assemble, disassemble, arrange, store or otherwise handle the products. These tasks cause consumers to be exposed through the routine touching of the parts or portions of the products containing readily available surface lead/lead compounds. Additionally, exposure can occur through the routine touching of other materials that are contaminated with the lead/lead compounds as a result of these tasks. People likely to be exposed include both children and adults.

OCCUPATIONAL EXPOSURE

Similarly, men and women in California use the products as a part of their jobs and are, therefore, subject to occupational exposures to the listed chemicals. Employees are exposed at the California business locations of the apparent manufacturer, distributor and retailer (and their agents, assigns and divisions) as well as all other California locations where the products, or the component parts thereof that include the listed chemicals, are used, packed, unpacked, labeled, assembled, disassembled, arranged, displayed, cleaned, stocked, stored, repaired or otherwise handled. These tasks cause employee exposure though the routine touching of the parts or portions of the products containing readily available surface lead/lead compounds. Additionally, exposure can occur through the routine touching of other materials that are contaminated with the lead/lead compounds as a result of these tasks. These products are also used by sole proprietors and other persons in settings not covered by the OSH Act. This notice alleges the violation of Proposition 65 with respect to occupational exposure governed by the California State Plan for Occupational Safety and Health. The State Plan incorporates the provisions of Proposition 65, as approved by Federal OSHA on June 6, 1997. This approval specifically placed certain conditions with regard to occupational exposures on Proposition 65, including that it does not apply to the conduct of manufacturers occurring outside the State of California. The approval also provides that an employer may use the means of compliance in the general hazard communication requirement to comply with Proposition 65. It also requires that supplemental enforcement is subject to the supervision of the California Occupational Safety and Health

Administration. Accordingly, any settlement, civil complaint, or substantive court orders in this matter must be submitted to the Attorney General.

CONTACT INFORMATION

Please direct all questions concerning this notice to my counsel at the following address:

Gregory M. Sheffer, Esq. Sheffer & Chanler LLP 160 Sansome Street, 2nd Floor San Francisco, CA 94104 Telephone: (415) 434-9111

Facsimile: (415) 434-9115

PROPOSITION 65 INFORMATION

For general information concerning the provisions of Proposition 65, please feel free to contact the Office of Environmental Health Hazard Assessment's Proposition 65 Implementation Office at (916) 445-6900. For the Violators' reference, I have attached a copy of "Proposition 65: A Summary" which has been prepared by OEHHA.

ADDITIONAL NOTICE INFORMATION

THIS INFORMATION IS NOT REQUIRED TO BE PROVIDED UNDER CAL. CODE-REGS., TITLE 22 § 12903(b)(4).

Specific examples of the type of offending products identified herein (#GT9010/39033/#086269910212 and #GT 9704/39146/#086269970568) were recently purchased and witnessed being available for purchase or use in California at retail stores owned or controlled by Sears, Roebuck and Co. in Contra Costa and Santa Clara counties, Northern California. Based on publicly available information, the ARC International North America Inc. is the manufacturer, C.C.A. International Inc. is a distributor and Sears, Roebuck and Co. is a retailer of the products at issue.

EXHIBIT A

PRODUCTS

TOXINS

Glassware with Colored Designs on the Exterior (containing lead)

Lead and lead compounds

*Such as:

Casuals Glassware Set of 4 #GT9010/39033/ #086269910212

BirdhouseGlassware Set of 4 #GT 9704/39146/086269970568

^{*} This specifically identified examples of the type s of products subject to this Notice are for the recipient's benefit and are not meant to be an exhaustive or comprehensive identification of each specific offensive product.

PROOF OF SERVICE

I, the undersigned, declare under penalty of perjury:

I am a citizen of the United States, over the age of 18 years, and not a party to the within action; my business address is 160 Sansome Street, 2nd Floor, San Francisco, CA 94104.

On February 7, 2003, I served the following document:

60-DAY NOTICE OF VIOLATION SENT IN COMPLIANCE WITH HEALTH & SAFETY CODE §25249.7(d);

CERTIFICATE OF MERIT; AND

CERTIFICATE OF MERIT ATTACHMENTS (SERVED ONLY ON THE ATTORNEY GENERAL)

served on the Violator's listed below via 2nd Day Air Service by placing a true and correct copy in a sealed envelope, addressed to each Violator and placing such envelope in a United Parcel Service Drop-Off Box:

Hubert Idled, President ARC International North

Hung Lam, President C.C.A. International Inc. 328 Thomas St.

Alan J. Lacy, President Sears, Roebuck and Co. 3333 Beverly Rd.

America Inc.
Wade Blvd

Newark, NJ 07114

Hoffman Estates, IL 60179

Millville, NJ 08332

as well as providing copies of the notice to the public enforcers by placing a true and correct copy in a sealed envelope, addressed to each party listed below, and served as follows:

Via 2 nd Day Air Service by placing such envelope in a United Parcel Service Drop-Off Box:	The Attorney General of the State of California;
By placing each envelope in a United States Postal Service mailbox, first class postage	The District Attorney for Each of the 58 counties in California; and
prepaid:	The City Attorney for Los Angeles, San Diego, San Jose, San Francisco and Sacramento;

A list of addresses for each of these recipients is attached.

Executed on February 7, 2003, at San Francisco. California

The Honorable Tom Ortoff Alameda County District Attorney 1225 Fallon Street, Room 900 Oakland, CA 94612

The Honorable Todd Riebe Amador County District Attorney 708 Court Street, #202 Jackson, CA 95642

The Honorable L. Alan Turner Alpine County District Attorney P.O. Box 248 Markleeville, CA 96120

The Honorable Michael Ramsey Butte County District Attorney, Admin. Bldg. 25 County Center Drive Oroville, CA 95965

The Honorable Jeffrey Tuttle Calaveras County District Attorney Government Center San Andreas, CA 95249

The Honorable John R. Poyner Colusa County District Attorney 547 Market Street Colusa, CA 95932

The Honorable Gary T. Yancy Contra Costa County District Attorney P.O. Box 670 Martinez, CA 94553

Robert J. Drossel Del Norte County District Attorney 450 H Street Crescent City, CA 95531

The Honorable Gary Lacy El Dorado County District Attorney 515 Main Street Ptacerville, CA 95667

The Honorable Edward Hunt Fresno County District Attorney 2220 Tulare Street, #1000 Fresno, CA 93721

The Honorable Robert Holzapfel Glenn County District Attorney P.O. Box 430 Willows, CA 95988

The Honorable Terry R. Farmer Humboldt County District Attorney 825 5th Street Eureka, CA 95501

The Honorable Gilbert G. Otero Imperial County District Attorney 939 West Main Street El Centro, CA 92243

The Honorable Philip McDowell Inyo County District Attorney P.O. Drawer D Independence, CA 93526

The Honorable Edward R. Jagels Kern County District Attorney 1215 Truxturi Avenue Bakersfield, CA 93301

The Honorable Ronald Calhoun Kings County District Attorney 1400 West Lacey Boulevard Hanford, CA 93230 The Honorable Gary Luck Lake County District Attorney 255 N. Forbes Street Lakeport, CA 95453

The Honorable Robert Burns Lassen County District Attorney 220 S. Lassen Street, Courthouse Susanville, CA 96130

The Honorable Steve Cooley Los Angeles County District Attorney 210 West Temple Street, Suite 18000 Los Angeles, CA 90012

The Honorable Emest LiCalsi Madera County District Attorney 209 West Yosemite Avenue Madera, CA 93637

The Honorable Paula Kamena Marin County District Attorney 3501 Civic Center Drive, Room 183 San Rafael, CA 94903

The Honorable Christine Johnson Mariposa County District Attorney P.O. Box 748 Mariposa, CA 95338

The Honorable Norman L. Vroman Mendocino County District Attorney P.O. Box 1000 Ukiah, CA 95482

The Honorable Gorden Spencer Merced County District Attorney 2222 M Street Merced, CA 95340

The Honorable Tom Buckwalter Modoc County District Attorney P.O. Box 1171 Alturas, CA 96101

The Honorable George Booth Mono County District Attorney P.O. Box 617 Bridgeport, CA 93517

The Honorable Dean Filippo Monterey County District Attorney 240 Church Street Salinas, CA 93901

The Honorable Gary Lieberstein Napa County District Attorney 931 Parkway Mall Napa, CA 94559

The Honorable Mike Ferguson Nevada County District Attorney 201 Church Street, Suite 8 Nevada City, CA 95959

The Honorable Tony Rackauckas Orange County District Attorney 700 Civic Center Drive West, 2nd Floor Santa Ana, CA 92701

The Honorable Brad Fennocchio Placer County District Attorney 11562 B Avenue, DeWitt Center Auburn, CA 95603

The Honorable James Reichle Plumas County District Attorney 520 Main Street, Room 404 Quincy, CA 95971 The Honorable Grover C. Trask II Riverside County District Attorney 4075 Main Street, 1st Floor Riverside, CA 92501

The Honorable Jan Scully Sacramento County District Attorney P.O. Box 749 Sacramento, CA 95814

The Honorable Harry J. Damkar San Benito County District Attorney 419 4th Street Hollister, CA 95023-3801

The Honorable Dennis Stout San Bernadino County District Attorney 316 N. Mountain View Avenue San Bernadino, CA 92415

The Honorable Paul Pfingst San Diego District Attorney 330 W. Broadway, Suite 1320 San Diego, CA 92112

The Honorable Terence Hallinan San Francisco County District Attorney 880 Bryant Street San Francisco, CA 94103

The Honorable John Phillips San Joaquin County District Attorney P.O. Box 990 Stockton, CA 95201

The Honorable Gerald Shea San Luis Obispo County District Attorney 1050 Monterey Street, Room 450 San Luis Obispo, CA 93408

The Honorable James P. Fox San Mateo County District Attorney 400 County Center, Third Floor Redwood City, CA 94063

The Honorable Thomas W. Sneddon, Jr. Santa Barbara County District Attorney 1105 Santa Barbara Street Santa Barbara, CA 93101

The Honorable George Kennedy Santa Clara County District Attorney 70 West Hedding Street, West Wing San Jose, CA 95110

The Honorable Kate Canlis Santa Cruz County District Attorney 701 Ocean Street Santa Cruz, CA 95061

The Honorable McGregor Scott Shasta County District Attorney 1525 Court Street, Third Floor Redding, CA 96001

The Honorable Sharon O'Sullivan Sierra County District Attorney Courthouse, P.O. Box 457 Downieville, CA 95936

The Honorable Pete Knoll Siskiyou County District Attorney P.O. Box 986 Yreka, CA 96097

The Honorable David Paulson Solano County District Attorney 600 Union Avenue Fairfield, CA 94533 The Honorable Mike Multins Sonoma County District Attorney 600 Administration Drive, Room 212 Santa Rosa, CA 95403

The Honorable Jim Brazelton Stanislaus County District Attorney 1100 | Street, Room 220 ,P.O. Box 442 Modesto, CA 95353

The Honorable Carl V. Adams Sutter County District Attorney 446 Second Street Yuba City, CA 95991

The Honorable Gregg Cohen Tehama County District Attorney P.O. Box 519 Red Bluff, CA 96080

The Honorable David L. Cross Trinity County District Attorney P.O. Box 310 Weaverville, CA 96093

The Honorable Phil Cline Tulare County District Attorney 221 S. Mooney Blvd., Ste. 224 Visalia, CA 93291

The Honorable Donald I. Segerstrom Tuolumne County District Attorney 2 South Green Sonora, CA 95370

The Honorable Michael Bradbury Ventura County District Attorney 800 South Victoria Avenue Ventura, CA 93009

The Honorable David C. Henderson Yolo County District Attorney 301 Second Street Woodland, CA 95695

The Honorable Patrick McGrath Yuba County District Attorney 215 Fifth Street Marysville, CA 95901

Mr. Rockard.J. Delgadillo City of Los Angeles City Attorney 200 North Main Street Los Angeles, CA 90012

San Jose City Attorney's Office 151 West Mission Street San Jose, CA 95110

The Honorable Casey G. Gwinn San Diego City Attorney's Office 1200 3rd Avenue, Ste. 1620 San Diego, CA 92101

Samuel L. Jackson Sacramento City Attorney's Office 980 Ninth Street, 10th Floor Sacramento, CA 95814

Dennis J. Herrera San Francisco City Attorney's Office City Hall, Room 234 San Francisco, CA 94102

Office of the California Attorney General Proposition 65 Enforcement Reporting Attention: Prop 65 Coordinator 1515 Clay Street, 20th Floor P.O. Box 70550 Oakland, CA 94612-0550

CERTIFICATE OF MERIT

Health and Safety Code Section 25249.7(d)

I, Gregory M. Sheffer, hereby declare:

- 1. This Certificate of Merit accompanies the attached sixty-day notice in which it is alleged the parties identified in the notice has violated Health and Safety Code section 25249.6 by failing to provide clear and reasonable warnings.
- 2. I am the attorney for the noticing party.
- 3. I have consulted with one or more persons with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the *alleged* exposure to the listed chemicals that are the subject of this action.
- 4. Based on the information obtained through those consultations, and on all other information in my possession, I believe there is a reasonable and meritorious case for the private action. I understand that "reasonable and meritorious case for the private action" means that the information provides a credible basis that all elements of the plaintiffs' case can be established and the information did not prove that the alleged violator will be able to establish any of the affirmative defenses set forth in the statute.
- 5. The copy of this Certificate of Merit served on the Attorney General attaches to it factual information sufficient to establish the basis for this certificate, including information identified in Health and Safety Code §25249.7(h)(2) (i.e., (1) the identity of the persons consulted with and relied on by the certifier, and (2) the facts, studies, or other data reviewed by those persons.)

Dated:	2/7/03	