SIXTY-DAY NOTICE OF INTENT TO SUE FOR VIOLATION OF THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986

(Cal. Health & Safety Code § 25249.5, et seq.) ("Proposition 65")

February 15, 2010

Henry Wimperheimer, or current President/CEO Cinergy Communications Corp. 10 E 40th Street

Current President/CEO
Jewelry Liquidation USA
635 S. Broadway, Suite A
Los Angeles, California 90014

New York, New York 10016

AND THE PUBLIC PROSECUTORS LISTED ON THE DISTRIBUTION LIST ACCOMPANYING THE ATTACHED CERTIFICATE OF SERVICE

Re: Violations of Proposition 65 concerning CENTRIC Elvis Presley® Digital Watch (Item # 26966)

Dear Mr. Wimperheimer, and to whom else this may concern:

Consumer Advocacy Group, Inc. ("CAG"), the noticing entity, serves this Notice of Violation ("Notice") on Cinergy Communications Corp. and Jewelry Liquidation USA (collectively referred to herein as "Violators") pursuant to and in compliance with Proposition 65. Violators may contact CAG concerning this Notice through its designated person within the entity, its attorney, Reuben Yeroushalmi 3700 Wilshire Boulevard, Suite 480, Los Angeles, CA 90010, telephone no. (213) 382-3183, facsimile no. (213) 382-3430. This Notice satisfies a prerequisite for CAG to commence an action against Violators in any Superior Court of California to enforce Proposition 65. The violations addressed by this Notice occurred at numerous locations in each county in California as reflected in the district attorney addresses listed in the attached distribution list. CAG is serving this Notice upon each person or entity responsible for the alleged violations, the California Attorney General, the district attorney for each county where alleged violations occurred, and the City Attorney for each city with a population (according to the most recent decennial census) of over 750,000 located within counties where the alleged violations occurred.

- CAG is a registered corporation based in California. CAG is a nonprofit entity dedicated to protecting the environment, improving human health, and supporting environmentally sound practices. By sending this Notice, CAG is acting "in the public interest" pursuant to Proposition 65.
- This Notice concerns violations of the warning prong of Proposition 65, which states that "[n]o person in the course of doing business shall knowingly and intentionally expose any individual to a chemical known to the state to cause cancer or reproductive toxicity without first giving clear and reasonable warning to such individual . . ." Cal. Health & Safety Code § 25249.6.
- CENTRIC Elvis Presley® Digital Watch (Item # 26966) contains lead, which is known to the State of California to cause both cancer and reproductive toxicity, developmental, female, male. On February 27, 1987, the Governor of California added lead to the list of chemicals known to the State to cause reproductive toxicity, developmental, female, male, and on October 1, 1992, the Governor added lead and lead compounds to the list of chemicals known to the State to cause cancer. Both additions took place more than twenty (20) months before CAG served this Notice.

• This Notice addresses consumer products exposures. A "[c]onsumer products exposure' is an exposure which results from a person's acquisition, purchase, storage, consumption, or other reasonably foreseeable use of a consumer good, or any exposure that results from receiving a consumer service." Cal. Code Regs. tit. 27 § 25602(b).

Violators caused consumer product exposures in violation of Proposition 65 by producing or making available for distribution or sale in California to consumers CENTRIC Elvis Presley® Digital Watch (Item # 26966) ("Watch"). The packaging for Watch (meaning any label or other written, printed or graphic matter affixed to or accompanying the product or its container or wrapper) contains no Proposition 65-complaint warning. Nor did Violators, with regard to Watch, provide a system of signs, public advertising identifying the system and toll-free information services, or any other system, which provided clear and reasonable warnings. Nor did Violators, with regard to Watch, provide identification of the product at retail outlets in a manner that provided a warning through shelf labeling, signs, menus, or a combination thereof. Watch is designed for use as a personal device to tell time.

• This Notice also concerns occupational exposures. An "[o]ccupational exposure' means an exposure to any employee in his or her employer's workplace." Cal. Code Regs. tit. 27, § 25602(f).

Violator Jewelry Liquidation USA caused occupational exposures in violation of Proposition 65 by allowing employees to handle the **Watch**, in the course of distributing, shipping, packaging, promoting, and selling **Watch** in the scope of their employment, without having first given clear and reasonable warnings to such employees that by handling the **Watch** such employees would suffer exposures to lead and lead compounds. Violator Jewelry Liquidation USA's employees were exposed to lead by touching **Watch** with their bare skin at Violator Jewelry Liquidation USA's premises located at 635 S. Broadway, Suite A, Los Angeles, California 90014, among other locations where these activities take place including but not limited to other distributing, shipping, warehousing, packaging and retail outlets. Violator Jewelry Liquidation USA did not provide any Proposition 65-compliant warnings on either the products or any substance present or any sign or system of signs within the workplace.

This notice alleges the violation of Proposition 65 with respect to occupational exposures 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 (a) the conduct of manufacturers occurring outside the State of California; and (b) employers with less than ten (10) employees. The approval also provides that an employer may use any means of compliance in the general hazard communication requirements to comply with Proposition 65. It also requires that supplemental enforcement be 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 California Attorney General.

• This Notice also addresses environmental exposures. An "[e]nvironmental exposure' is an exposure which may foreseeably occur as the result of contact with an environmental medium, including, but not limited to, ambient air, indoor air, drinking water, standing water, running water, soil vegetation, or manmade or natural substances, either through inhalation, ingestion, skin contact or otherwise. Environmental exposures include all exposures which are not consumer products exposures, or occupational exposures." Cal. Code Regs. tit. 27, § 25602(c).

Violators caused environmental exposures by not providing any Proposition 65-compliant warnings at Violator Jewelry Liquidation USA's facilities located at 635 S. Broadway, Suite A, Los Angeles, California 90014, among other locations where such exposures could foreseeably occur, to persons who could foreseeably come into contact with lead in environmental mediums through the distribution, packaging, shipping, and promoting **Watch**. Such exposures also occurred beyond the property owned or controlled by Violators.

These violations occurred each day between February 15, 2007, and February 15, 2010, and are ever continuing thereafter.

The principal routes of exposure with regard to **Watch** are and were through dermal contact, ingestion, and inhalation. Persons sustain exposures by handling **Watch** without wearing gloves or any other personal protective equipment, or by touching bare skin or mucous membranes with gloves after handling **Watch**, as well as through hand to mouth contact, hand to mucous membrane, or breathing in particulate matter dispersed from **Watch**.

Proposition 65 requires that notice of intent to sue be given to the violator(s) sixty (60) days before the suit is filed. Cal. Health & Safety Code § 252549.7(d)(1). With this letter, CAG gives notice of the alleged violations to Violator and the appropriate governmental authorities. In absence of any action by the appropriate governmental authorities within sixty (60) calendar days of the sending of this notice (plus five (5) calendar days because the place of address is within the State of California or ten (10) calendar days because the place of address is beyond the State of California but within the United States), CAG may file suit. See Cal. Code Civ. Proc. § 1013; Cal. Health & Safety Code § 25249.7(d)(1); and Cal. Code Regs. tit. 27, § 25903(d)(1). CAG remains open to discussing the possibility of resolving its grievances short of formal litigation.

With the copy of this notice submitted to the Violators, a copy of the following is attached: The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary.

Dated: February 15, 2010

Reuben Yeroushalmi

Yeroushalmi & Associates

Attorneys for Consumer Advocacy Group, Inc.

CENTRIC Elvis Presley® Digita! Watch (Item # 26966)

CERTIFICATE OF MERIT

Health and Safety Code Section 25249.7(d)

I, Reuben Yeroushalmi, hereby declare:

- 1. This Certificate of Merit accompanies the attached sixty-day notice(s) in which it is alleged the party(s) identified in the notice(s) 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 at least one person with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the exposure to the listed chemical that is the subject of the 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 the information identified in Health and Safety Code section 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: February 15, 2010

By: Reuben Yeroushalmi

CERTIFICATE OF SERVICE

I am over the age of 18 and not a party to this case. I am a resident of or employed in the county where the mailing occurred. My business address is 3700 Wilshire Boulevard, Suite 480, Los Angeles, CA 90010.

ON THE DATE SHOWN BELOW, I SERVED THE FOLLOWING:

- 1) 60-Day Notice of Intent to Sue Under Health & Safety Code Section 25249.6
- 2) Certificate of Merit: Health and Safety Code Section 25249.7(d)
- 3) Certificate of Merit (Attorney General Copy): Factual information sufficient to establish the basis of the certificate of merit (only sent to Attorney General)
- 4) The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary

by enclosing copies of the same in a sealed envelope, along with an unsigned copy of this declaration, addressed to each person shown below and depositing the envelope in the U.S. mail with the postage fully prepaid. Place of Mailing: Los Angeles, CA

Name and address of each party to whom documents were mailed:

Henry Wimperheimer, or Current President/CEO
current President/CEO Jewelry Liquidation USA
Cinergy Communications Corp. 635 S. Broadway, Suite A
10 E 40th Street Los Angeles, California 90014

New York, New York 10016

Name and address of each public prosecutor to whom documents were mailed:
See Distribution List
I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.
Date of Mailing: 03/08/10
By:
Jessie Mahn

Distribution List

Alameda County District Attorney 1225 Fallon St, Room 900	Los Angeles County District Attorney 210 W Temple St, 18th Floor	Mono County District Attorney
Oakland, CA 94612	Los Angeles, CA 90012	PO Box 617 Bridgeport, CA 93517
Alpine County District Attorney	Madera County District Attorney	San Joaquin County District Attorney
PO Box 248	209 W Yosemite Ave	PO Box 990
Markleeville, CA 96120	Madera, CA 93637	Stockton, CA 95201 -0990
Amador County District Attorney	Mariposa County District Attorney	San Francisco County District Attorney
708 Court, Suite 202 Jackson, CA 95642	P.O. Box 730	850 Bryant St, Rm 322
Butte County District Attorney	Mariposa, CA 95338 Marin County District Attorney	San Francisco, CA 94103 San Diego County District Attorney
25 County Center Dr.	3501 Civic Center Drive, #130	330 W. Broadway, Ste 1300
Oroville, CA 95965-3385	San Rafael, CA 94903	San Diego, CA 92101-3803
Calaveras County District Attorney	Mendocino County District Attorney	San Bernardino County District Attorney
891 Mountain Ranch Road	P.O. Box 1000	316 N Mountain View Ave
San Andreas, CA 95249	Ukiah, CA 95482	San Bernardino, CA 92415-0004
Office of the Attorney General	Los Angeles City Attorney	San Francisco City Attorney
P.O. Box 70550	200 N Main St Ste 1800	#1 Dr. Carlton B. Goodlett Place, Suite 234
Oakland, CA 94612-0550 Colusa County District Attorney	Los Angeles CA 90012	San Francisco, CA 94102
Courthouse, 547 Market St.	Inyo County District Attorney P.O. Drawer D	Placer County District Attorney 10810 Justice Center Drive
Colusa, CA 95932	Independence, CA 93526	Suite 240
		Roseville, CA 95678-6231
Contra Costa County District Attorney	Orange County District Attorney	Merced County District Attorney
725 Court St., Room 402	PO Box 808	650 W. 20th Street
Martinez, CA 94553	Santa Ana, CA 92702	Merced, CA 95340
Del Norte County District Attorney 450 "H" St.	Nevada County District Attorney	Napa County District Attorney
Crescent City, CA 95531	201 Church St, Suite 8 Nevada City, CA 95959-2504	PO Box 720
El Dorado County District Attorney	Plumas County District Attorney	Napa, CA 94559-0720 Riverside County District Attorney
515 Main St.	520 Main Street, Rm 404	4075 Main St
Placerville, CA 95667-5697	Quincy, CA 95971	Riverside, CA 92501
Fresno County District Attorney	Sacramento County District Attorney	San Benito County District Attorney
2220 Tulare St, Ste. 1000	901 G Street	419 4th St
Fresno, CA 93721	Sacramento, CA 95814	Hollister, CA 95023
Glenn County District Attorney	San Luis Obispo County District Attorney	Siskiyou County District Attorney
PO Box 430	County Government Center, Rm 450 San Luis Obispo, CA 93408	PO Box 986
Willows, CA 95988 Humboldt County District Attorney	San Mateo County District Attorney	Yreka, CA 96097 Solano County District Attorney
825 5th St., 4 th Floor	400 County Center	600 Union Ave
Eureka, CA 95501	Redwood City, CA 94063	Fairfield, CA 94533
Imperial County District Attorney	Santa Barbara County District Attorney	Sonoma County District Attorney
939 W. Main St., 2nd Floor	1112 Santa Barbara St.	600 Administration Dr.,
El Centro, CA 92243-2860	Santa Barbara, CA 93101	Rm 212-J
***************************************		Santa Rosa, CA 95403
Kern County District Attorney	Santa Clara County District Attorney	Shasta County District Attorney
1215 Truxtun Ave. Bakersfield, CA 93301	70 W Hedding St. San Jose, CA 95110	1525 Court St, 3rd Floor Redding, CA 96001-1632
Kings County District Attorney	Santa Cruz County District Attorney	Sierra County District Attorney
Gov't Ctr, 1400 W Lacey Blvd	PO Box 1159	PO Box 457
Hanford, CA 93230	Santa Cruz, CA 95061	Downieville, CA 95936-0457
Lake County District Attorney	Stanislaus County District Attorney	Trinity County District Attorney
255 N Forbes St	PO Box 442	PO Box 310
Lakeport, CA 95453-4790	Modesto, CA 95353	Weaverville, CA 96093
Modoc County District Attorney	Sutter County District Attorney	Yuba County District Attorney
204 S. Court Street	446 Second Street	215 5th St
Alturas, CA 96101-4020	Yuba City, CA 95991	Marysville, CA 95901
San Diego City Attorney	Lassen County District Attorney	Monterey County District Attorney
City Center Plaza	200 S Lassen St, Suite 8	PO Box 1131
	Susanville, CA 96130	Salinas, CA 93902
1200 3rd Ave # 1100	1	
1200 3rd Ave # 1100 San Diego, CA 92101	Tulare County District Attorney	Volo County District Attorney
1200 3rd Ave # 1100 San Diego, CA 92101 Tuolumne County District Attorney	Tulare County District Attorney County Civic Center, Rm 274	Yolo County District Attorney
1200 3rd Ave # 1100 San Diego, CA 92101 Tuolumne County District Attorney 2 S Green St	County Civic Center, Rm 224	310 Second St
1200 3rd Ave # 1100 San Diego, CA 92101 Tuolumne County District Attorney 2 S Green St Sonora, CA 95370	County Civic Center, Rm 224 Visalia, CA 93291	310 Second St Woodland, CA 95695
1200 3rd Ave # 1100 San Diego, CA 92101 Tuolumne County District Attorney 2 S Green St	County Civic Center, Rm 224	310 Second St