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11808 WOLF RUN LANE CLIFTON, VA 20124

3210 S. GILBERT ROAD SUITE 4 CHANDLER, AZ 85286 (602) 388-8899 | FAX (602) 393-4361

1050 SEVENTEENTH STREET, N.W. SUITE 600 WASHINGTON, D.C. 20036 (202) 466-6937 | Fax (202) 466-6938

Peter A. Arhangelsky, Esq. (602) 388-8899 parhangelsky@emord.com

August 2, 2016

Wakaya Perfection, LLC 7 South 1550 West Suite 600 Lindon, UT 84042

Re: AMENDED NOTICE OF VIOLATIONS OF CALIFORNIA HEALTH & SAFETY CODE SECTION 25249.5 ET SEQ. (PROPOSITION 65)

To Whom It May Concern:

We represent Youngevity International Corp. ("Youngevity") in *Youngevity International Corp.*, et al. v. Wakaya Perfection, et. al., Case No. 3:16-cv-704-W-JLB (S.D. Cal.) ("YGYI v. Wakaya"). During its investigation of Wakaya's business and product offerings, Youngevity discovered that Wakaya violates California's Safe Drinking Water and Toxic Enforcement Act of 1986 ("Prop 65"), which is codified at California Health & Safety Code § 25248.5 et seq., with respect to the products identified below. Those violations have occurred and continue to occur because Wakaya has failed to provide clear and reasonable warnings concerning, inter alia, the excessive lead content in certain products. Youngevity served an initial Notice of Violations of Prop 65 on July 5, 2016. This letter serves as an amended notice of violations to Wakaya and the appropriate enforcement agencies. Pursuant to Section 25249.7(d) of the statute, Youngevity will seek leave to amend its Complaint in *YGYI v. Wakaya* after the sixty-day statutory period following effective service of this amended notice, unless the parties can reach a remedial solution that prevents harmful consumer exposures.

This amended notice provides the essential notice of violations of California's Prop 65. Those violations are significant and pose an immediate threat to public safety. The lead and inorganic arsenic exposure levels caused by ingestion or use of Wakaya's products hereinbelow identified, including Wakaya's bentonite clay products, are significantly higher than permissible under state thresholds. Moreover, Wakaya promotes these products as non-toxic alternatives to competing products. Those advertising claims are apparently false or misleading, and encourage consumers to use the Wakaya products despite the known health risks associated with them. For example, Wakaya sells a "Detox Cap" for use in its Bula Bottles that promises to cleanse the

body of built-up wastes and toxins, yet that Detox Cap itself contains elevated levels of lead and arsenic that exceed Prop 65 warning levels.

General Information about Proposition 65. A copy of a summary of Proposition 65, prepared by the Office of Environmental Health Hazard Assessment, is attached with the copy of this letter served to the Alleged Violator.

Alleged Violator. The name of the company covered by this notice that violated Proposition 65 is:

Wakaya Perfection, LLC

<u>Consumer Products and Listed Chemicals.</u> The products that are the subject of this notice and the chemical in those products identified as exceeding allowable levels are:

Wakaya Detox Caps – Lead

Wakaya SAVA Daily Detox Masques – Lead

Wakaya Calcium Bentonite Clay Powder – Lead

Wakaya Qele Liquid Clay - Lead and Inorganic Arsenic

Wakaya Bula Daily Total Detox Pack - Lead and Inorganic Arsenic

Wakaya Bula Daily Slim Pack – Lead

Wakaya Paradise Product Pack – Lead

Wakaya Calcium Bentonite Clay Powder Refill - Lead

On February 27, 1987, the State of California officially listed lead as a chemical known to cause developmental toxicity, and male and female reproductive toxicity. On October 1, 1992, the State of California officially listed lead and lead compounds as chemicals known to cause cancer. Similarly, on February 27, 1987, the State of California officially listed inorganic arsenic as a chemical known to cause cancer.

Youngevity may continue to investigate other products that may reveal further violations and result in subsequent notices of violation.

Route of Exposure. The consumer exposures that are the subject of this notice result from the purchase, acquisition, handling, and recommended use of the above listed products. Consequently, the primary route of exposure to those chemicals has been and continues to be through ingestion and/or dermal contact, but may have also occurred and may continue to occur through inhalation.

Approximate Time Period of Violations. Ongoing violations have occurred every day since at least approximately December 20, 2015, when the Alleged Violator became the exclusive distributor for those products, as well as every day since the products were introduced into the California marketplace, and will continue every day until clear and reasonable warnings are provided to product purchasers and users or until these known toxic chemicals are either removed from or reduced to allowable levels in the products. Proposition 65 requires that a clear

and reasonable warning be provided prior to exposure to the identified chemicals. The method of warning should be a warning that appears directly on the product label. The Alleged Violator violated Proposition 65 because it failed to provide persons handling and/or using these products with appropriate warning that they are being exposed to those chemicals.

Youngevity is a company that promotes consumer well-being and longevity through sound dietary habits. Youngevity exercises great care to ensure that its products are lawful and safe for consumption. Consistent with the public interest goals of Proposition 65 and a preference to have these ongoing violations of California law remedied expeditiously, Youngevity seeks a constructive resolution that includes an enforceable agreement executed by Wakaya to: (1) reformulate the identified products so as to eliminate further exposures to the identified chemicals, or provide appropriate warnings on the labels of these products; and (2) pay an appropriate civil penalty. Such a resolution would prevent further undisclosed consumer exposures, as well as additional and expensive time consuming litigation. Absent such prompt remedial measures, Youngevity intends to pursue a claim under Prop 65 in the active litigation (YGYI v. Wakaya) and consistent with the public interest.

Please direct all communications regarding this Notice of Violations to my attention at the law office address and telephone number indicated on the letterhead.

Sincerely,

<u>/s/ Peter A. Arhangelsky</u>
Peter A. Arhangelsky
Counsel to Youngevity International Corp.

Attachments:

Certificate of Merit
Certificate of Service
OEHHA Summary (to Wakaya only)
Additional Supporting Information for Certificate of Merit (to AG only)

cc (via e-mail):

Jonathan O. Hafen jhafen@parrbrown.com
Jonathan R. Schofield
jschofield@parrbrown.com
Cynthia D. Love
clove@parrbrown.com
Parr Brown Gee & Loveless
101 South 200 East
Salt Lake City, UT 84111

Kyle M. Van Dyke kvandyke@hurst-hurst.com 701 B Street Suite 1700 San Diego, CA 92101

CERTIFICATE OF MERIT

Re: Youngevity International Corp.'s Notice of Proposition 65 Violations by Wakaya Perfection, LLC

I, Peter A. Arhangelsky, declare:

- 1. This Certificate of merit accompanies the attached amended 60-day notice in which it is alleged the party identified in the notice violated California Health and safety Code Section 25249.6 by failing to provide clear and reasonable warnings.
 - 2. I am an attorney for the noticing party.
- 3. I have consulted with one more persons with relevant and appropriate experience or expertise who have reviewed facts, studies, or other data regarding the exposure to the listed chemicals that are the subject of this notice.
- 4. Based on information obtained through those consultants, which includes laboratory and analytical data related to the products at issue, and on 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 credible bases that all elements of the plaintiff's case can be established and that 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. Along with the copy of this Certificate of Merit served on the Attorney General, we have attached additional factual information sufficient to establish the basis for this certificate, including the information identified in California Health & 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: August 2, 2016

/s/ Peter A. Arhangelsky
Peter A. Arhangelsky

CERTIFICATE OF SERVICE

I, the undersigned, declare under penalty of perjury under the laws of the State of California that the following is true and correct:

I am a citizen of the United States, over the age of 18 years of age, and am not a party to the within entitled action. My business address is 3210 S. Gilbert Rd., Suite #4, Chandler, AZ 85286. I am a resident or employed in the county where the mailing occurred. The enveloped or package was placed in the mail in Chandler, Arizona.

On August 2, 2016, I served the following documents: *AMENDED* NOTICE OF VIOLATIONS OF CALIFORNIA HEALTH & SAFETY CODE § 25249.5 *ET SEQ.*; CERTIFICATE OF MERIT; "THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY" on the following parties by placing a true and correct copy thereof in a sealed envelope, addressed to the parties listed below and depositing it in a US Postal Service Office with postage fully prepaid for delivery by Certified Mail:

Registered Agent for Wakaya Perfection, LLC 13413 N. Alpine Cove Dr. Alpine, UT 84004

Current President, CEO, Manager, or Managing Member Wakaya Perfection, LLC 7 South 1550 West Suite 600 Lindon, UT 84042

On August 2, 2016, I served the following documents: *AMENDED* NOTICE OF VIOLATION, CALIFORNIA HEALTH & SAFETY CODE § 25249.5 *ET SEQ*.; CERTIFICATE OF MERIT; ADDITIONAL SUPPORTING INFORMATION FOR CERTIFCATE OF MERIT AS REQUIRED BY CALIFORNIA HEALTH & SAFETY CODE § 25249.7(d)(1) on the following party by uploading a true and correct copy thereof on the California Attorney General's website, which can be accessed at https://oag.ca.gov/prop65/add-60-day-notice:

Office of the California Attorney General Prop 65 Enforcement Reporting 1515 Clay Street, Suite 2000 Oakland, CA 94612-0550

On August 2, 2016, I served the following documents: *AMENDED* **NOTICE OF VIOLATION, CALIFORNIA HEALTH & SAFETY CODE § 25249.5** *ET SEQ.*; **CERTIFICATE OF MERIT** on each of the parties on the Service List attached hereto by placing a true and correct copy thereof in a sealed envelope, addressed to each of the parties on

the Service List attached hereto, and depositing it with the U.S. Postal Service with the postage fully prepaid for delivery by first class mail.

Executed on August 2, 2016

/s/ Peter A. Arhangelsky
Peter A. Arhangelsky

SERVICE LIST

The Honorable Nancy O'Malley Alameda County District Attorney 1225 Fallon Street, Room 900 Oakland, CA 94612

The Honorable Terese Drabec Alpine County District Attorney 270 Laramie Street, PO BOX 248 Markleeville, CA 96120

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

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

The Honorable Barbara Yook Cataveras County District Attorney 891 Mountain Ranch Road San Andreas, CA 95249

The Honorable John Poyner Colusa County District Attorney 346 Fifth Street Colusa, CA 95932

The Honorable Mark Peterson Contra Costa County District Attorney 900 Ward Street Martinez, CA 94553

The Honorable Dale Trigg Del Norte County District Attorney 450 H Street, Room 171 Crescent City, CA 95531

The Honorable Vern Pierson El Dorado County District Attorney 515 Main Street Placerville, CA 95667

The Honorable Lisa Smittcamp Fresno County District Attorney 2220 Tulare Street, #1000 Fresno, CA 93721

The Honorable Dwayne Stewart Glenn County District Attorney P.O. Box 430 Willows, CA 95988

The Honorable Maggie Fleming Humboldt County District Attorney 825 5th Street, Fourth Floor Eureka. CA 95501

The Honorable Gilbert Otero Imperial County District Attorney 940 West Main Street, Suite 102 El Centro, CA 92243

The Honorable Thomas Hardy Inyo County District Attorney 168 North Edwards Street Independence, CA 93526

The Honorable Lisa Green Kern County District Attorney 1215 Truxtun Avenue Bakersfield, CA 93301

The Honorable Keith Fagundas Kings County District Attorney 1400 West Lacey Boulevard Hanford, CA 93230

The Honorable Donald Anderson Lake County District Attorney 255 North Forbes Street Lakeport, CA 95453 The Honorable Stacey Montgomery Lassen County District Attorney 220 South Lassen Street, Ste. 8 Susanville, CA 96130

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

The Honorable David Linn Madera County District Attorney 209 West Yosemite Avenue Madera, CA 93637

The Honorable Edward Berberian Marin County District Attorney 3501 Civic Center Drive, Room 130 San Rafael, CA 94903

The Honorable Thomas Cooke Mariposa County District Attorney 5101 Jones Street, P.O. Box 730 Mariposa, CA 95338

The Honorable C. David Eyster Mendocino County District Attorney 100 North State Street, P.O. Box 1000 Ukiah, CA 95482

The Honorable Larry Morse II Merced County District Attorney 550 W. Main Street Merced, CA 95340

The Honorable Jordan Funk Modoc County District Attorney 204 S. Court Street, Suite 202 Alturas, CA 96101

The Honorable Tim Kendall Mono County District Attorney P.O. Box 617 Bridgeport, CA 93517

The Honorable Dean Flippo Monterey County District Attorney P.O. Box 1131 Salinas, CA 93902

The Honorable Gary Lieberstein Napa County District Attorney Carithers Building 931 Parkway Mall P.O. Box 720 Napa. CA 94559

The Honorable Clifford Newell Nevada County District Attorney 201 Commercial Street Nevada City, CA 95959

The Honorable Tony Rackauckas Orange County District Attorney 401 Civic Center Drive West Santa Ana, CA 92701

The Honorable R. Scott Owens Placer County District Attorney 10810 Justice Center Drive, Suite 240 Roseville, CA 95678

The Honorable David Hollister Plumas County District Attorney 520 Main Street, Room 404 Quincy, CA 95971

The Honorable Michael Hestrin Riverside County District Attorney 3960 Orange Street Riverside, CA 92501

The Honorable Anne Marie Schubert Sacramento County District Attorney 901 G Street Sacramento, CA 95814 The Honorable Candice Hooper San Benito County District Attorney 419 4th Street, Second Floor Hollister, CA 95203

The Honorable Michael Ramos San Bernardino County District Attorney 303 West 3rd Street, 6th Floor San Bernardino, CA 92415-0502

The Honorable Bonnie Dumanis San Diego County District Attorney 330 W. Broadway Street San Diego, CA 92101

The Honorable George Gascon San Francisco County District Attorney 850 Bryant Street, Room 322 San Francisco, CA 94103

The Honorable Tori Verber Salazar San Joaquin County District Attorney 222 East Weber Avenue, Room 202 Stockton, CA 95201

The Honorable Dan Dow San Luís Obispo County District Attorney 1035 Palm Street, 4th Floor San Luís Obispo, CA 93408

The Honorable Stephen Wagslaffe San Mateo County District Attorney 400 County Center, Third Floor Redwood City, CA 94063

The Honorable Joyce Dudley Santa Barbara County District Attorney 1112 Santa Barbara Street Santa Barbara, CA 93101

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

The Honorable Jeff Rosell Santa Cruz County District Attorney 701 Ocean Street, Room 200 Santa Cruz, CA 95060

The Honorable Stephen Carlton Shasta County District Attorney 1355 West Street Redding, CA 96001

The Honorable Lawrence Allen Sierra County District Attorney 100 Courthouse Square Downieville, CA 95936

The Honorable James Kirk Andrus Siskiyou County District Attomey P.O. Box 986 Yreka, CA 96097

The Honorable Krishna Abrams Solano County District Attorney 675 Texas Street, Suite 4500 Fairfield, CA 94533

The Honorable Jill Ravitch Sonoma County District Attorney 600 Administration Drive, Room 212J Santa Rosa, CA 95403

The Honorable Birgit Fladager Stanislaus County District Attorney 832 12th Street, Suite 300 Modesto, CA 95354

The Honorable Amanda Hopper Sutter County District Attorney 463 Second Street, Suite 102 Yuba City, CA 95991 The Honorable Gregg Cohen Tehama County District Attorney 444 Oak Street, Room L Red Bluff, CA 96080

The Honorable Eric Heryford Trinity County District Attorney P.O. Box 310 Weaverville, CA 96093

The Honorable Tim Ward Tulare County District Attorney 221 South Mooney Boulevard, Rm 224 Visalia, CA 93291-4593

The Honorable Laura Krieg Tuolumne County District Attorney 423 North Washington Street Sonora, CA 95370

The Honorable Gregory Totten Ventura County District Attorney 800 South Victoria Avenue Ventura, CA 93009

The Honorable Jeff Reisig Yolo County District Attorney 301 Second Street Woodland, CA 95695

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

The Honorable Mike Feuer Office of the City Attorney, Los Angeles 800 City Hall East 200 North Main Street Los Angeles, CA 90012

The Honorable James Sanchez Office of the City Attorney, Sacramento 915 I Street, 4th Floor Sacramento, CA 95814

The Honorable Jan Goldsmith Office of the City Attorney, San Diego 1200 Third Avenue, Suite 1620 San Diego, CA 92101

The Honorable Dennis Herrera Office of the City Attorney, San Francisco 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102

The Honorable Richard Doyle Office of the City Attorney, San Jose 200 East Santa Clara Street, 16th Floor San Jose, CA 95113