60-DAY NOTICE OF VIOLATION OF CALIFORNIA HEALTH & SAFETY CODE § 25249.7(d) (PROPOSITION 65)

Date: August 29, 2018

To: Jokari/US, Inc.

Wayfair, Inc.

California Attorney General's Office;

District Attorney's Office for 58 Counties; and

City Attorneys for San Francisco, San Diego, San Jose, Sacramento & Los

Angeles

From: The Center for Advanced Public Awareness, Inc.

I. INTRODUCTION

The Center for Advanced Public Awareness, Inc. ("CAPA") is a California non-profit organization acting in the interest of the general public, pursuant to California Health & Safety Code § 25249.7(d). CAPA seeks to further: protection of the environment; the elimination of toxic chemicals used in the manufacture of consumer products; improvement of human health, through increased public awareness of toxic chemicals; and the promotion of environmentally sound practices and corporate responsibility.

This 60-Day Notice of Violation ("Notice") is being provided to the alleged violators, Jokari/US, Inc. and Wayfair, Inc. ("Notice Recipients"), as well as the California Attorney General's Office, The District Attorney's Office for 58 Counties, and the City Attorneys for San Francisco, San Diego, San Jose, Sacramento and Los Angeles.

This Notice is provided by CAPA who identified violations of California's Safe Drinking Water and Toxic Enforcement Act of 1986, codified at California Health & Safety Code § 25249.5 et seq. ("Proposition 65"), with respect to the product listed below, based on a failure to provide a clear and reasonable health hazard warning in connection with the sale or use of the product in the State of California. The Notice Recipients are hereby given notice that they violated and continue to violate Proposition 65 with respect to the warning requirement, located at Section 25249.6 of California's Health & Safety Code, which states, "No person in the course of doing business shall knowingly and intentionally expose ay individual to a chemical known to the State to cause cancer or reproductive toxicity without first giving a clear and reasonable warning to such individual." Without proper warnings regarding the toxic effects of exposures to a listed chemical, consumers and citizens in California lack the information necessary to make an informed decision as to whether or how to eliminate or reduce their risk of exposure from the reasonably foreseeable use of products containing the listed chemical.

II. NATURE OF ALLEGED VIOLATIONS

Consumer Product. The specific type or category of products ("Product") that are the subject of this Notice are as follows:

Product/ Brand	Category/Type	Retailer	Manufacturer/Distributor
Jokari/Us Gift Bag Organizer, Model #06427, UPC #0 32368 06427 1	Organizer with vinyl/PVC components	Wayfair, Inc.	Jokari/US, Inc.

Identified above is a specific example of a Product recently purchased and witnessed as being available for sale or use in the State of California, within the category of offending products covered by the Notice. The retailers, manufacturers and/or distributors of the Product are based on publicly available information.

The Product is identified for the Notice Recipients' benefit to assist in their investigation into the alleged violations that are the subject of this Notice. The specific identified Product is not intended to be an exhaustive list of all such products potentially in violation of Proposition 65. It is CAPA's position that the Notice Recipients are obligated to conduct, in good faith, an investigation into other products, within the category or type identified above, that may have been manufactured, imported, sold or distributed for sale, or otherwise have been in the Notice Recipients' custody or control during the relevant period, identified below, so as to ensure that the requisite health hazard warnings are provided to consumers in California prior to purchase.

<u>Listed Chemicals</u>. The chemicals that are the subject of this Notice are di-(2-ethylhexyl) phthalate ("DEHP") and diisononyl phthalate ("DINP"), hereinafter referred to collectively as the Listed Chemicals. On October 24, 2003, the State of California listed DEHP as a chemical known to cause birth defects, reproductive toxicity and cancer. On December 20, 2013, the State of California listed DINP as a chemical known to cause cancer.

Routes of Exposure. The consumer exposures that are the subject of this Notice result from the purchase, acquisition and handling of Products containing DEHP and DINP. Exposures occur when consumers, including children and women of childbearing age, handle, touch or otherwise utilize the Jokari/US Gift Bag Organizer in accordance with the Product's intended use, resulting in exposures through dermal absorption and/or ingestion. Consumers ingest the Listed Chemicals through direct object-to-mouth contact. Consumers also indirectly ingest the Listed Chemicals when they touch or handle the Product, transferring the chemicals from their fingers or hands to their mouth, an activity that can occur for some time period after the initial contact with the Product occurs. Direct dermal absorption of the Listed Chemicals occurs when consumers and other individuals handle, touch, stand on or utilize the Product in accordance with its intended use.

Violations and Time Period of Exposure. The Notice Recipients knowingly and intentionally exposed, and continue to knowingly and intentionally expose, consumers within the State of California to DEHP, a chemical known to cause birth defects, reproductive toxicity and cancer, and DINP, a chemical known to cause cancer, without first giving a health hazard warning regarding the chemicals' toxic effects, as required by Proposition 65. Specifically, the Notice

Recipients failed to provide clear and reasonable warnings to consumers that the Product can expose users to the Listed Chemicals.

Exposures caused by the use of the Product have occurred each day since the products were introduced into the California marketplace, but, at a minimum, since August 29, 2017, and, potentially, as far back as August 29, 2015. Because the Product lacks a clear and reasonable warning regarding the toxic effects of exposures to the Listed Chemicals, each Product sold during this period not accompanied by a warning constitutes a violation by the Notice Recipients and/or other sellers of the Product, whether sold directly through retailers in California, via the internet or through catalogue purchases to consumers located in California. Moreover, these exposures are ongoing and will continue until clear and reasonable warnings are provided to product consumers and users or until these known toxic chemicals are either removed from the Product or reduced to allowable levels.

III. RESOLUTION OF NOTICED CLAIMS

Consistent with the public interest goals of Proposition 65, CAPA is interested in pursuing a constructive resolution to this matter to have the ongoing violations of California law quickly rectified. To that end, based on the allegations set forth in this Notice and pursuant to Health & Safety Code § 25249.7(d), CAPA intends to file a private enforcement action in the public interest sixty (60) days after effective service of this Notice, unless the appropriate public enforcement agencies have commenced and are diligently prosecuting an action to rectify these violations. If the Notice Recipients are interested in resolving the claims alleged in this Notice without the need for costly and protracted litigation, they may contact CAPA's counsel at the address listed below.

It should be noted that neither CAPA nor their counsel can: (1) finalize any settlement until after the expiration of the 60-day Notice period; or (2) speak for the Attorney General or any District or City attorney who is in receipt of this Notice. Therefore, while reaching an agreement with CAPA will satisfy CAPA's claims, the agreement may not satisfy any public prosecutors.

IV. GENERAL INFORMATION AND SUMMARY OF PROPOSITION 65

A copy of a summary of Proposition 65's provisions, prepared by the Office of Environmental Health Hazard Assessment ("OEHHA") is enclosed with the copy of the Notice served on the alleged Violators for their reference. For further general information concerning Proposition 65, contact OEHHA's Proposition 65 Implementation Office at (916) 445-6900.

V. CERTIFICATE OF MERIT

Pursuant to Health & Safety Code § 25249.7(d) and Title 11, C.C.R. §3100, a Certificate of Merit is attached hereto. A copy of the Notice and Certificate of Merit is served on the Attorney General and marked "Attorney General Copy: Contains Official Information Pursuant to Evidence Code Section 1040" with all supporting documentation, as required by Section 3102, attached thereto.

VI. CONTACT INFORMATION

Please direct all questions, issues or communications regarding this 60-Day Notice of Violation and its potential resolution to CAPA's counsel at the following address:

Center for Advanced Public Awareness c/o Kimberly Gates Gates Johnson Law 2822 Moraga Street San Francisco, California 94122 Telephone: (628) 219-7750

Attachments: Certificate of Merit; Proof of Service; The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary (to Violators only); and Additional Confidential Supporting Information for Certificate of Merit (to AG only.)

CERTIFICATE OF MERIT

Health and Safety Code Section 25249.7(d)

Re: Center for Advanced Public Awareness, Inc.'s Notice of Proposition 65 Violations

- 1, Kimberly Gates, hereby declare and certify:
- 1. This Certificate of Merit accompanies the attached sixty-day notice in which it is alleged the parties identified in the notice violated California Health & 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 or more persons with relevant and appropriate experience and have assembled evidence attached to the copy for the California Attorney General as Exhibit 1 to this Certificate of Merit regarding the lack of warnings for the listed chemical that is the subject of the notice.
- 4. Based on the information obtained 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 a credible basis 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. 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 California Health & Safety Code § 25249.7(h)(2) (i.e. the identity of the persons consulted with and relied on by the certifier and the facts, studies and data reviewed by that person.)

Dated August 29, 2018.

Kimberly Gates

PROOF OF SERVICE

I, the undersigned, declare under penalty of perjury:

I am over the age of 18 years of age 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 2822 Moraga Street, San Francisco, CA 94122.

On August 29, 2018, I caused to be served the following:

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

THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY;

CERTIFICATE OF MERIT; AND

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

on the alleged violators and at the address(es)listed below, by placing a true and correct copy in a sealed envelope, addressed to the entities below and providing such envelope to a United States Postal Representative for First Class Certified Mail to:

Larry Moore, VP of Sales Jokari/US, Inc. 1220 Champion Circle, Suite 100 Carrollton, TX 75006

Niraj Shaw, CEO Wayfair, Inc. 4 Copley Place, Suite 700 Boston, MA 02116

as well as by providing copies of the above documents, uploaded electronically, to the public enforcers according to directions from their respective offices, and/or by placing a true and correct copy in a sealed envelop, addressed to each of the following parties:

Electronically uploaded to The Attorney General of the State of California via the Attorney General's website; and

By placing a true and correct copy of the above-listed documents in a sealed envelope, with postage fully paid with the United States Postal Service and addressed and mailed to the parties listed on the attached Service List.

Executed on August 29, 2018, at San Francisco, California.

Kimberly Gates

SERVICE LIST

The Honorable Michael Atwell Alpine County District Attorney P.O. Box 248 Markleeville, CA 96120	The Honorable Jackie Lacey Los Angeles County District Attorney 211 West Temple Street, Ste 1200	The Honorable Todd Riebe Amador County District Attorney 708 Court Street, #202 Jackson, CA 95642
The Honorable Michael Ramsey Butte County District Attorney 25 County Center Drive, Suite 245 Oroville, CA 95965	Los Angeles, CA, 90012 The Honorable Barbar Yook Calaveras County District Attorney 891 Mountain Ranch Road San Andreas, CA 95249	The Honorable Matthew R. Beauchamp Colusa County District Attorney 346 5th Street, Suite 101 Colusa, CA 95932
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, Suite 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 525 5 th street, 4 th 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 N. Edwards Street Independence, CA 93526	The Honorable Lisa Green Kern County District Attorney 1215 Truxtun Avenue Bakersfield, CA 93301	The Honorable Keith Fagundes Kings County District Attorney 1400 West Lacey Blvd. Hanford, CA 93230
The Honorable Donald Anderson Lake County District Attorney 255 N. Forbes Street Lakeport, CA 95453	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 P.O. Box 730 Mariposa, CA 95338	The Honorable C. David Eyster Mendocino County District Attorney P.O. Box 1000 Ukiah, CA 9548	The Honorable Larry Morse II Merced County District Attorney 550 West Main Street Merced, CA 95340
The Honorable Jordan Funk Modoc County District Attorney 204 S. Court Street Room 202 Alturas, CA 96101	The Honorable Tim Kendall Mono County District Attorney P.O. Box 2053 Mammoth Lakes, CA 93546	The Honorable Clifford Newell Nevada County District Attorney 201 Commercial Street Nevada City, CA 95959
The Honorable Tony Rackaukas 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 Roseville, CA 95678	The Honorable David Hollister Plumas County District Attorney 520 Main Street, Room 404 Quincy, CA 95971
The Honorable Candace Hooper San Benito District Attorney 419 4th Street Hollister, CA 95023	The Honorable Michael Ramos San Bernardino County District Attorney 303 W. Third Street San Bernardino, CA 92415	The Honorable Summer Stephan San Diego County District Attorney 330 W. Broadway Street San Diego, CA 92101
The Honorable Stephen Wagstaffe San Mateo County District Attorney 400 County Center, Third Floor Redwood City, CA 94063	The Honorable Stephanie Bridgett 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 Attorney P.O. Box 986 Redding, CA 96097	The Honorable Krishna Abrams Solano County District Attorney 675 Texas Street, Suite 4500 Fairfield, CA 94533	The Honorable Birgit Fladager Stanislaus County District Attorney 832 12th street, Suite 300 Modesto, CA 95353
The Honorable Amanda Hopper Sutter County District Attorney 446 Second Street, Suite 102 Yuba City, CA 95991	The Honorable Gregg Cohen Tehama County District Attorney P.O. Box 519 Red Bluff, CA 96080	The Honorable Eric Heryford Trinity County District Attorney P.O. Box 310 Weaverville, CA 96093
The Honorable Laura Krieg Tuolumne County District Attorney 423 N. Washington Street Sonora, CA 95370	The Honorable Patrick McGrath Yuba County District Attorney 215 Fifth street, Suite 152 Marysville, CA 95901	The Honorable James Sanchez Office of the City Attorney, Sacramen 915 I Street, 4 th Floor Sacramento, CA 95814

The Honorable Mike Feuer
Office of the City Attorney, Los
Angeles
Kames K. Hahn Hall East
200 North Main Street, 8th Floor
Los Angeles, CA 90012

The Honorable Dennis Herrera
Office of the City Attorney, San
Francisco
City Hall, Room 234
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

ELECTRONIC MAIL SERVICE LIST

Nancy O'Malley, District Attorney	Paul E. Zellerbach, District Attorney	Phillip J. Cline, District Attorney
Alameda County District Attorney	Riverside County	Tulare County
7776 Oakport Street, Suite 650	3072 Orange Street	221 S Mooney Blvd
Oakland, CA 94621	Riverside, CA	Visalia, CA 95370
CEPDProp65@acgiv.org	Prop65@rivcoda.org	Prop65@co.tulare.ca.us
Allison Haley, District Attorney	Tori Verber Salzar, District Attorney	Stephan Passalacqua, District Attorney
Napa County	San Joaquin County	Sonoma County
931 Parkway Mall	222 E. Weber Avenue, Room 202	600 Administration Drive
Napa, CA	Stockton, CA	Sonoma, CA 95403
CEPD@countyofnapa.org	DAConsumer.Environmental@sjcda.org	jbarnes@sonoma-county.org
Gregory Alker, Assistant District Atty	Jeffrey S. Rosell, District Attorney	Dije Ndreu, Deputy District Attorney
San Francisco County	Santa Cruz County	Monterey County
732 Brannan Street	701 Ocean Street	1200 Aguajito Road
San Francisco, CA 94103	Santa Cruz, CA 95060	Monterey, CA 93940
Gregory.alker@sfgov.org	Prop65DA@santacruzcounty.us	Prop65DA@monterey.ca.us
Yen Dang, Supervising Deputy	Jeff W. Reisig, District Attorney	Mark Ankcorn, Deputy City Attorney
District Attorney	Yolo County	City of San Diego
Santa Clara County	301 Second Street	1200 Third Avenue
70 W Hedding Street	Woodland, CA 95695	San Diego, CA 92101
San Jose, CA 95110	cfepd@yolocounty.org	CityAttyProp65@sandiego.gov
EPU@da.sccgov.org		
Gregory D. Totten, District Attorney	Michelle Latimer, Program Coordinator	Christopher Dalbey, Deputy District
Ventura County	Lassen County	Attorney
800 S Victoria Avenue	2950 Riverside, Suite 02	Santa Barbara County
Ventura, CA 93009	Susanville, CA 96130	1112 Santa Barbara Street
daspecialops@ventura.org	mlatimer@co.lassen.ca.us	Santa Barbara, CA 93101
daspectatops@vettta.a.e.g		DAProp65@co.santa-barbara.ca.us
Stacey Grassini, Deputy District	Eric J. Dobroth, Deputy District	Anne Marie Schubert, District
Attorney	Attorney	Attorney
Contra Costa County	San Luis Obispo County	Sacramento County
900 Ward Street	County Govt Center Annex, 4th Floor	901 G Street
Martinez, CA 94553	San Luis Obispo, CA 93408	Sacramento, CA 95814
sgrassini@contracostada.org	edobroth@co.slo.ca.us	Prop65@sacda.org

ELECTRONIC UPLOAD SERVICE LIST

Office of the California Attorney General
Proposition 65 Enforcement Reporting
ATTN: Prop 65 Coordinator
P.O. Box 70550
Oakland, CA 94612-0550
https://oag.ca.gov/prop65/add-60-day-notice