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| 8                 | SUPERIOR COURT OF THE STATE OF CALIFORNIA  |   |  |  |  |  |
| 9                 | COUNTY OF ALAMEDA  |   |  |  |  |  |
| 10                |  |   |  |  |  |  |
| 11                | CENTER FOR ENVIRONMENTAL HEALTH,   | Lead Case No. RG 09-459448  |  |  |  |  |
| 12                | Plaintiff,   | (Consolidated with Case Nos. RG 10-   |  |  |  |  |
| 13                | V.   | <ul> <li>494289, RG 10-494513, RG 10-494517,</li> <li>RG 11-598595, RG 11-598596, and RG</li> </ul> |  |  |  |  |
| 14                | ) 11-603764)<br>LULU NYC LLC, et al.,  |   |  |  |  |  |
| 15                | Defendants.  | <ul> <li>[PROPOSED] CONSENT</li> <li>JUDGMENT AS TO THE WHEAT</li> </ul>                            |  |  |  |  |
| 16                |  | GROUP, INC.   |  |  |  |  |
| 17                | AND CONSOLIDATED CASES.  |   |  |  |  |  |
| 18                |  | )   |  |  |  |  |
| 19<br>20          | 1 DEFINITIONS  |   |  |  |  |  |
| 20<br>21          | 1. DEFINITIONS   |   |  |  |  |  |
| 21<br>22          | 1.1 "Covered Products" means wallets, handbags, purses, clutches and belts that  |   |  |  |  |  |
| 22                | <ul> <li>are Manufactured, distributed, sold or offered for sale by Settling Defendant.</li> <li>1.2 "Effective Date" means the date on which this Consent Judgment is entered by</li> </ul> |   |  |  |  |  |
| 23                | the Court.   |   |  |  |  |  |
| 24                | 1.3 "Lead Limits" means the maximum concentrations of lead and lead  |   |  |  |  |  |
| 25<br>26          | compounds ("Lead") by weight specified in Section 3.2.   |   |  |  |  |  |
| 20                | 1.4       "Manufactured" and "Manufactures" means to manufacture, produce, or  |   |  |  |  |  |
| 28                | assemble.  |   |  |  |  |  |
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1 1.5 "Paint or other Surface Coatings" means a fluid, semi-fluid, or other material,
 with or without a suspension of finely divided coloring matter, which changes to a solid film
 when a thin layer is applied to a metal, wood, stone, paper, leather, cloth, plastic, or other surface.
 This term does not include printing inks or those materials which actually become a part of the
 substrate, such as the pigment in a plastic article, or those materials which are actually bonded to
 the substrate, such as by electroplating or ceramic glazing.

7 1.6 "Vendor" means a person or entity that Manufactures, imports, distributes,
8 sells or supplies a Covered Product to Settling Defendant.

9

2.

# INTRODUCTION

10 2.1 The parties to this Consent Judgment ("Parties") are the Center for
11 Environmental Health ("CEH") and defendant the Wheat Group, Inc. ("Settling Defendant").

2.2 On June 24, 2009, CEH filed the action entitled *CEH v. Lulu NYC LLC, et al.*,
 Case No. RG 09-459448, alleging Proposition 65 violations as to wallets, handbags, purses and
 clutches. The Court consolidated the *Lulu* matter with a number of other related Proposition 65
 cases. On February 8, 2012, the following cases were also consolidated for pre-trial purposes
 with the *Lulu* consolidated cases: (a) *CEH v. Bioworld Merchandising, Inc.*, Case No. RG 11 598596; (b) *CEH v. Yoki Shoes LLC*, Case No. RG 11-598595; and (c) *CEH v. Armani Exchange, Inc.*, Case No. RG 11-603764.

2.3 On or about March 27, 2012, CEH served a 60-Day Notice of Violation under
 Proposition 65 (The Safe Drinking Water and Toxic Enforcement Act of 1986, California Health
 & Safety Code §§ 25249.5, *et seq.*), alleging that Settling Defendant violated Proposition 65 by
 exposing persons to Lead contained in wallets, handbags, purses and clutches, without first
 providing a clear and reasonable Proposition 65 warning.

24 2.4 On or about October 8, 2012, CEH served a 60-Day Notice of Violation under
 25 Proposition 65, alleging that Settling Defendant violated Proposition 65 by exposing persons to
 26 Lead contained in belts, without first providing a clear and reasonable Proposition 65 warning.
 27 2.5 On or about October 24, 2012, CEH named Settling Defendant as a defendant
 28 in the operative First Amended Complaint in the *Bioworld* action via Doe Amendment. On or

about December 13, 2012, CEH will name Settling Defendant as a defendant in the operative
 Complaint in the *Armani Exchange* action via Doe Amendment.

3 2.6 Settling Defendant manufactures, imports, distributes, supplies and/or offers
4 for sale Covered Products in the State of California or has done so in the past.

2.7 For purposes of this Consent Judgment only, the Parties stipulate that this
Court has jurisdiction over the allegations of violations contained in the operative Complaint
applicable to Settling Defendant (the "Complaint") and personal jurisdiction over Settling
Defendant as to the acts alleged in the Complaint, that venue is proper in the County of Alameda,
and that this Court has jurisdiction to enter this Consent Judgment.

10 2.8Nothing in this Consent Judgment is or shall be construed as an admission by 11 the Parties of any fact, conclusion of law, issue of law or violation of law, nor shall compliance 12 with the Consent Judgment constitute or be construed as an admission by the Parties of any fact, 13 conclusion of law, issue of law, or violation of law. Nothing in this Consent Judgment shall 14 prejudice, waive or impair any right, remedy, argument or defense the Parties may have in any 15 other legal proceeding. This Consent Judgment is the product of negotiation and compromise and is accepted by the Parties for purposes of settling, compromising and resolving issues disputed in 16 17 this action.

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3.

# INJUNCTIVE RELIEF

3.1 Specification Compliance Date. To the extent it has not already done so, no
more than 30 days after the Effective Date, Settling Defendant shall provide the Lead Limits to its
Vendors of Covered Products and shall instruct each Vendor to use reasonable efforts to provide
Covered Products that comply with the Lead Limits on a nationwide basis.

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3.2

# Lead Limits.

Commencing on the Effective Date, Settling Defendant shall not purchase, import,
Manufacture, or supply to an unaffiliated third party any Covered Product that will be sold or
offered for sale to California consumers that contains a material or is made of a component that
exceeds the following Lead Limits:

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3.2.1 Paint or other Surface Coatings: 90 parts per million ("ppm").

3.2.2 Polyvinyl chloride ("PVC"): 200 ppm.

3.2.3 All other materials or components other than cubic zirconia (sometimes
called cubic zirconium, CZ), crystal, glass or rhinestones: 300 ppm.

3.3 Final Retail Compliance Date. Commencing on December 1, 2012, Settling
Defendant shall not sell or offer for sale in California any Covered Product that exceeds the Lead
Limits specified in Section 3.2. For purposes of this Section 3.3, when Settling Defendant's
direct customer sells or offers for sale to California consumers a Covered Product after December
1, 2012, Settling Defendant is deemed to "offer for sale in California" that Covered Product.

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3.4

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### Action Regarding Specific Products.

10 On or before the Effective Date, Settling Defendant shall cease selling all 3.4.1 11 units of the Hurley One and Only Bi-Fold Wallet in Red, UPC No. 845301003301, SKU 12 No. 7655420 (the "Section 3.4 Product") in California that exceed the Lead Limits. Settling Defendant may continue selling specific units of the Section 3.4 Product provided 13 14 that each such unit has been screened with an XRF test device and demonstrated to 15 comply with the Lead Limits. Settling Defendant shall keep and maintain documents 16 including test data and reports demonstrating that any Section 3.4 Products sold after the 17 Effective Date are compliant with the Lead Limits and provide such documentation to 18 Plaintiff prior to selling any Section 3.4 Product. On or before the Effective Date, Settling 19 Defendant shall also: (i) cease shipping the Section 3.4 Product that exceed the Lead 20Limits to any of its stores and/or customers that resell the Section 3.4 Product in 21 California, and (ii) send instructions to its stores and/or customers that resell the Section 22 3.4 Product that are not demonstrated to be compliant with the Lead Limits in California 23 instructing them either to: (a) return all such Section 3.4 Product to Settling Defendant for 24 destruction; or (b) directly destroy such Section 3.4 Product. If the parties disagree on 25 whether any Section 3.4 Product meets the Lead Limits the parties shall meet and confer 26 in good faith prior to seeking Court intervention.

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3.4.2 Any destruction of Section 3.4 Product shall be in compliance with all applicable laws.

Within sixty days of the Effective Date, Settling Defendant shall provide 3.4.3 CEH with written certification from Settling Defendant confirming compliance with the requirements of this Section 3.4.

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#### **ENFORCEMENT** 4.

Any Party may, after meeting and conferring, by motion or application for an 4.1 6 order to show cause before this Court, enforce the terms and conditions contained in this Consent Judgment. Enforcement of the terms and conditions of Sections 3.2 and 3.3 of this Consent 8 Judgment shall be brought exclusively pursuant to Sections 4.3 through 4.4.

9 4.2 Within 30 days after the Effective Date, Settling Defendant shall notify CEH 10 of a means sufficient to allow CEH to identify Covered Products supplied or offered by Settling 11 Defendant on or after that date, for example, a unique brand name or characteristic system of 12 product numbering or labeling. Upon written request by CEH, but no more than once in any 13 calendar year, Settling Defendant shall, within 30 days of receiving a request from CEH, update 14 the information provided to CEH pursuant to this Section 4.2 by notifying CEH of a means 15 sufficient to allow CEH to identify Covered Products currently supplied or offered by Settling 16 Defendant. If CEH is unable to determine whether a particular product is a Covered Product as to 17 Settling Defendant based on the information provided to CEH pursuant to this Section 4.2, 18 Settling Defendant shall cooperate in good faith with CEH in determining whether the product at 19 issue is a Covered Product and, if so, the identity of the Settling Defendant responsible for selling 20 the product. Information provided to CEH pursuant to this Section 4.2, including but not limited 21 to the identities of parties to contracts between Settling Defendant and third parties, may be 22 designated by Settling Defendant as competitively sensitive confidential business information, 23 and if so designated shall not be disclosed to any person without the written permission of Settling Defendant. Any motions or pleadings or any other court filings that may reveal 24 25 information designated as competitively sensitive confidential business information pursuant to 26 this Section shall be submitted in accordance with California Rules of Court 8.46 and 2.550, et 27 seq.

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4.3 Notice of Violation. CEH may seek to enforce the requirements of Sections 2 3.2 or 3.3 by issuing a Notice of Violation pursuant to this Section 4.3.

4.3.1 Service of Notice. CEH shall serve the Notice of Violation on Settling Defendant within 45 days of the date the alleged violation(s) was or were observed, provided, however, that CEH may have up to an additional 45 days to provide Settling Defendant with the test data required by Section 4.3.2(d) below if it has not yet obtained it from its laboratory.

Supporting Documentation. The Notice of Violation shall, at a minimum, 4.3.2 set forth for each Covered Product: (a) the date(s) the alleged violation(s) was observed, (b) the location at which the Covered Product was offered for sale, (c) a description of the Covered Product giving rise to the alleged violation, and of each material or component that is alleged not to comply with the Lead Limits, including a picture of the Covered Product and all identifying information on tags and labels, and (d) all test data obtained by CEH regarding the Covered Product and related supporting documentation, including all laboratory reports, quality assurance reports and quality control reports associated with testing of the Covered Products. Such Notice of Violation shall be based at least in part upon total acid digest testing performed by an independent accredited laboratory. Wipe, swipe, x-ray fluorescence, and swab testing are not by themselves sufficient to support a Notice of Violation, although any such testing may be used as additional support for a Notice. The Parties agree that the sample Notice of Violation attached hereto as Exhibit A is sufficient in form to satisfy the requirements of subsections (c) and (d) of this Section 4.3.2.

Additional Documentation. CEH shall promptly make available for 4.3.3 inspection and/or copying upon request by and at the expense of Settling Defendant, all supporting documentation related to the testing of the Covered Products and associated quality control samples, including chain of custody records, all laboratory logbook entries for laboratory receiving, sample preparation, and instrumental analysis, and all printouts from all analytical instruments relating to the testing of Covered Product samples and any

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| 1                  | and all calibration, quality assurance, and quality control tests performed or relied upon in         |  |  |
|--------------------|---|--|--|
| 2                  | conjunction with the testing of the Covered Products, obtained by or available to CEH that            |  |  |
| 3                  | pertains to the Covered Product's alleged noncompliance with Section 3 and, if available,             |  |  |
| 4                  | any exemplars of Covered Products tested.   |  |  |
| 5                  | 4.3.4 Multiple Notices. If Settling Defendant has received more than four                             |  |  |
| 6                  | Notices of Violation in any 12-month period, at CEH's option, CEH may seek whatever                   |  |  |
| 7                  | fines, costs, penalties, or remedies are provided by law for failure to comply with the               |  |  |
| 8                  | Consent Judgment. For purposes of determining the number of Notices of Violation                      |  |  |
| 9                  | pursuant to this Section 4.3.4, the following shall be excluded:                                      |  |  |
| 10                 | (a) Multiple notices identifying Covered Products Manufactured for or                                 |  |  |
| 11                 | sold to Settling Defendant from the same Vendor; and  |  |  |
| 12                 | (b) A Notice of Violation that meets one or more of the conditions of                                 |  |  |
| 13                 | Section 4.4.3(b).   |  |  |
| 14                 | 4.4 <b>Notice of Election.</b> Within 30 days of receiving a Notice of Violation                      |  |  |
| 15                 | pursuant to Section 4.3, including the test data required pursuant to 4.3.2(d), Settling Defendant    |  |  |
| 16                 | shall provide written notice to CEH stating whether it elects to contest the allegations contained in |  |  |
| 17                 | the Notice of Violation ("Notice of Election"). Failure to provide a Notice of Election shall be      |  |  |
| 18                 | deemed an election to contest the Notice of Violation.  |  |  |
| 19                 | 4.4.1 <b>Contested Notices.</b> If the Notice of Violation is contested, the Notice of                |  |  |
| 20                 | Election shall include all then-available documentary evidence regarding the alleged                  |  |  |
| 21                 | violation, including any test data. Within 30 days the parties shall meet and confer to               |  |  |
| 22                 | attempt to resolve their dispute. Should such attempts at meeting and conferring fail,                |  |  |
| 23                 | CEH may file an enforcement motion or application pursuant to Section 4.1. If Settling                |  |  |
| 24                 | Defendant withdraws its Notice of Election to contest the Notice of Violation before any              |  |  |
| 25                 | motion concerning the violations alleged in the Notice of Violation is filed pursuant to              |  |  |
| 26                 | Section 4.1, Settling Defendant shall make a contribution to the Proposition 65 Fashion               |  |  |
| 27                 | Accessory Testing Fund in the amount of \$12,500 and shall comply with all of the non-                |  |  |
| 28                 | monetary provisions of Section 4.4.2. If, at any time prior to reaching an agreement or               |  |  |
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obtaining a decision from the Court, CEH or Settling Defendant acquires additional test or other data regarding the alleged violation, it shall promptly provide all such data or information to the other Party.

4.4.2 **Non-Contested Notices.** If the Notice of Violation is not contested, Settling Defendant shall include in its Notice of Election a detailed description of corrective action that it has undertaken or proposes to undertake to address the alleged violation. Any such correction shall, at a minimum, provide reasonable assurance that the Covered Product will no longer be offered by Settling Defendant or its customers for sale in California. If there is a dispute over the sufficiency of the proposed corrective action or its implementation, CEH shall promptly notify Settling Defendant and the Parties shall meet and confer before seeking the intervention of the Court to resolve the dispute. In addition to the corrective action, Settling Defendant shall make a contribution to the Fashion Accessory Testing Fund in the amount of \$10,000, unless one of the provisions of Section 4.4.3 applies.

#### 4.4.3 Limitations in Non-Contested Matters.

(b)

(a) If it elects not to contest a Notice of Violation before any motion concerning the violation(s) at issue has been filed, the monetary liability of Settling Defendant shall be limited to the contributions required by this Section 4.4.3, if any.

The contribution to the Fashion Accessory Testing Fund shall be:

(i) One thousand seven hundred fifty dollars (\$1,750) if Settling
Defendant, prior to receiving and accepting for distribution or sale the
Covered Product identified in the Notice of Violation, obtained test results
demonstrating that all of the materials or components in the Covered
Product identified in the Notice of Violation complied with the applicable
Lead Limits, and further provided that such test results meet the same
quality criteria to support a Notice of Violation as set forth in Section 4.3.2
and that the testing was performed within two years prior to the date of the
sales transaction on which the Notice of Violation is based. Settling

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| 1                                      | Defendant shall provide copies of such test results and supporting                               |  |  |
|--|--|--|--|
| 2                                      | documentation to CEH with its Notice of Election; or   |  |  |
| 3                                      | (ii) One thousand five hundred dollars (\$1,500) if Settling                                     |  |  |
| 4                                      | Defendant is in violation of Section 3.3 only insofar as that Section deems                      |  |  |
| 5                                      | Settling Defendant to have "offered for sale" a product sold at retail by                        |  |  |
| 6                                      | Settling Defendant's customer, provided however, that no contribution is                         |  |  |
| 7                                      | required or payable if Settling Defendant has already been required to pay                       |  |  |
| 8                                      | a total of ten thousand dollars (\$10,000) pursuant to this subsection. This                     |  |  |
| 9                                      | subsection shall apply only to Covered Products that Settling Defendant                          |  |  |
| 10                                     | demonstrates were shipped prior to the Effective Date; or  |  |  |
| 11                                     | (iii) Not required or payable, if the Notice of Violation identifies                             |  |  |
| 12                                     | the same Covered Product or Covered Products, differing only in size or                          |  |  |
| 13                                     | color, that have been the subject of another Notice of Violation within the                      |  |  |
| 14                                     | preceding 12 months.   |  |  |
| 15                                     | 5. PAYMENTS  |  |  |
| 16                                     | 5.1 <b>Payments by Settling Defendant.</b> Within five (5) business days of the Effective        |  |  |
| 17                                     | Date, Settling Defendant shall pay the total sum of \$65,000 as a settlement payment. The total  |  |  |
| 18                                     | settlement amount for Settling Defendant shall be paid in three separate checks and delivered to |  |  |
| 19                                     | the offices of the Lexington Law Group (Attn: Eric Somers), 503 Divisadero Street, San           |  |  |
| 20                                     | Francisco, California 94117-2212, and made payable and allocated as follows:                     |  |  |
| 21                                     | 5.1.1 Settling Defendant shall pay the sum of \$8,600 as a civil penalty pursuant                |  |  |
| 22                                     | to Health & Safety Code § 25249.7(b). CEH shall apportion this payment in accordance with        |  |  |
| 23                                     | Health & Safety Code § 25249.12 (25% to CEH and 75% to the State of California's Office of       |  |  |
| 24                                     | Environmental Health Hazard Assessment). The civil penalty check shall be made payable to the    |  |  |
| 25                                     | Center For Environmental Health.   |  |  |
| 26                                     | 5.1.2 Settling Defendant shall pay the sum of \$12,900 as a payment in lieu of                   |  |  |
| 27                                     | civil penalty to CEH pursuant to Health & Safety Code § 25249.7(b), and California Code of       |  |  |
| 28                                     | Regulations, Title 11, § 3203(b). CEH shall use such funds to continue its work educating and    |  |  |
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|  | CONSENT JUDGMENT – WHEAT GROUP, INC. – LEAD CASE NO. RG 09-459448                                |  |  |

1 protecting people from exposures to toxic chemicals, including heavy metals. In addition, as part of its Community Environmental Action and Justice Fund, CEH will use four percent of such 2 3 funds to award grants to grassroots environmental justice groups working to educate and protect 4 people from exposures to toxic chemicals. The method of selection of such groups can be found 5 at the CEH web site at www.ceh.org/justicefund. The payment pursuant to this Section shall be 6 made payable to the Center For Environmental Health. 7 Settling Defendant shall also separately pay the sum of \$43,500 to the 5.1.3 8 Lexington Law Group as reimbursement of a portion of CEH's reasonable attorneys' fees and 9 costs. The attorneys' fees and cost reimbursement check shall be made payable to the Lexington 10 Law Group. 11 **MODIFICATION** 6. 12 6.1 Written Consent. This Consent Judgment may be modified from time to 13 time by express written agreement of the Parties with the approval of the Court, or by an order of 14 this Court upon motion and in accordance with law. 15 6.2 Meet and Confer. Any Party seeking to modify this Consent Judgment shall 16 attempt in good faith to meet and confer with all affected Parties prior to filing a motion to 17 modify the Consent Judgment. 18 7. CLAIMS COVERED AND RELEASED 19 7.1 This Consent Judgment is a full, final and binding resolution between CEH on 20 behalf of itself and the public interest and Settling Defendant, and its parents, subsidiaries, 21 affiliated entities that are under common ownership, directors, officers, employees, and attorneys 22 ("Defendant Releasees"), and each entity to whom they directly or indirectly distribute or sell 23 Covered Products, including but not limited to distributors, wholesalers, customers, retailers, 24 franchisees, cooperative members, licensors, and licensees ("Downstream Defendant Releasees") 25 of any violation of Proposition 65 that was or could have been asserted in the Complaint against 26 Settling Defendant, Defendant Releasees, and Downstream Defendant Releasees, based on failure 27 to warn about alleged exposure to Lead contained in Covered Products that were sold by Settling 28 Defendant prior to the Effective Date. -10-

| 1      | 7.   | Compliance with the terms of this Consent Judgment by Settling Defendant                            |  |  |  |  |
|--------|--|---|--|--|--|--|
| 2      | constitute   | constitutes compliance with Proposition 65 with respect to Lead in Settling Defendant's Covered     |  |  |  |  |
| 3      | Products.  |   |  |  |  |  |
| 4      | 7.   | Nothing in this Section 7 affects CEH's right to commence or prosecute an                           |  |  |  |  |
| 5      | action un  | action under Proposition 65 against any person other than a Settling Defendant, Defendant           |  |  |  |  |
| 6      | Releasee,  | Releasee, or Downstream Defendant Releasee.   |  |  |  |  |
| 7      | 7.   | Nothing in Section 7 affects CEH's right to commence or prosecute an action                         |  |  |  |  |
| 8      | under Pro  | under Proposition 65 against a Downstream Defendant Releasee that: (a) is not a direct or indirect  |  |  |  |  |
| 9      | customer of Settling Defendant under Section 3.3; and (b) sells or offers for sale a Covered   |   |  |  |  |  |
| 10     | Product to California consumers that does not comply with the Lead Limits after the applicable |   |  |  |  |  |
| 11     | Final Ret  | Final Retail Compliance Date set forth in Section 3.3. For purposes of this Section 7.4 an indirect |  |  |  |  |
| 12     | customer is a person or entity (regardless of the number of intervening levels) who purchases  |   |  |  |  |  |
| 13     | Covered Products from Settling defendant.  |   |  |  |  |  |
| 14     | 8. NOTICE  |   |  |  |  |  |
| 15     | 8.   | 1 When CEH is entitled to receive any notice under this Consent Judgment, the                       |  |  |  |  |
| 16     | notice sha   | Il be sent by first class and electronic mail to:   |  |  |  |  |
| 17     |  | Eric S. Somers<br>Lexington Law Group   |  |  |  |  |
| 18     |  | 503 Divisadero Street   |  |  |  |  |
| 19     |  | San Francisco, CA 94117<br>esomers@lexlawgroup.com  |  |  |  |  |
| 20     | 8.   | 2 When Settling Defendant is entitled to receive any notice under this Consent                      |  |  |  |  |
| 21     | Judgment, the notice shall be sent by first class and electronic mail to:                      |   |  |  |  |  |
| 22     | 6  | Douglas M. Vickery  |  |  |  |  |
| 23     |  | 401 West A. Street, Suite 1400<br>San Diego, CA 92101   |  |  |  |  |
| 24     |  | dmvsurf@cox.net   |  |  |  |  |
| 25     | 8.   | Any Party may modify the person and address to whom the notice is to be sent                        |  |  |  |  |
| 26     | by sendin  | g each other Party notice by first class and electronic mail.                                       |  |  |  |  |
| 27     | 9. COURT APPROVAL  |   |  |  |  |  |
| 28     | 9.   | 1 This Consent Judgment shall become effective upon entry by the Court. CEH                         |  |  |  |  |
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shall prepare and file a Motion for Approval of this Consent Judgment and Settling Defendant
 shall support entry of this Consent Judgment.

9.2 If this Consent Judgment is not entered by the Court, it shall be of no force or
effect and shall never be introduced into evidence or otherwise used in any proceeding for any
purpose other than to allow the Court to determine if there was a material breach of Section 9.1.

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10.

# **ATTORNEYS' FEES**

7 10.1 Should CEH prevail on any motion, application for an order to show cause or 8 other proceeding to enforce a violation of this Consent Judgment, CEH shall be entitled to its 9 reasonable attorneys' fees and costs incurred as a result of such motion or application. Should 10 Settling Defendant prevail on any motion application for an order to show cause or other 11 proceeding, Settling Defendant may be awarded its reasonable attorneys' fees and costs as a result 12 of such motion or application upon a finding by the Court that CEH's prosecution of the motion 13 or application lacked substantial justification. For purposes of this Consent Judgment, the term 14 substantial justification shall carry the same meaning as used in the Civil Discovery Act of 1986, 15 Code of Civil Procedure §§ 2016, et seq.

16 10.2 Except as otherwise provided in this Consent Judgment, each Party shall bear
17 its own attorneys' fees and costs.

18 10.3 Nothing in this Section 10 shall preclude a Party from seeking an award of
19 sanctions pursuant to law.

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# 11. TERMINATION

11.1 This Consent Judgment shall be terminable by CEH or by Settling Defendant
at any time after September 1, 2017, upon the provision of 30 days advanced written notice; such
termination shall be effective upon the subsequent filing of a notice of termination with Superior
Court of Alameda County.

11.2 Should this Consent Judgment be terminated pursuant to this Section, it shall
be of no further force or effect as to the terminated parties; provided, however that if CEH is the
terminating Party, the provisions of Sections 5 and 7 shall survive any termination and provided
further that if Settling Defendant is the terminating Party, the provisions of Sections 5 and 7.1

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shall survive any termination.

# 12. OTHER TERMS

12.1The terms of this Consent Judgment shall be governed by the laws of the Stateof California.

5 12.2 This Consent Judgment shall apply to and be binding upon CEH and Settling
6 Defendant, and the successors or assigns of any of them.

7 12.3 This Consent Judgment contains the sole and entire agreement and 8 understanding of the Parties with respect to the entire subject matter hereof, and any and all prior 9 discussions, negotiations, commitments, or understandings related thereto, if any, are hereby 10 merged herein and therein. There are no warranties, representations, or other agreements between 11 the Parties except as expressly set forth herein. No representations, oral or otherwise, express or 12 implied, other than those specifically referred to in this Consent Judgment have been made by any 13 Party hereto. No other agreements not specifically contained or referenced herein, oral or 14 otherwise, shall be deemed to exist or to bind any of the Parties hereto. No supplementation, 15 modification, waiver, or termination of this Consent Judgment shall be binding unless executed in 16 writing by the Party to be bound thereby. No waiver of any of the provisions of this Consent 17 Judgment shall be deemed or shall constitute a waiver of any of the other provisions hereof 18 whether or not similar, nor shall such waiver constitute a continuing waiver.

19 12.4 Nothing in this Consent Judgment shall release, or in any way affect any rights
20 that Settling Defendant might have against any other party, whether or not that party is a Settling
21 Defendant.

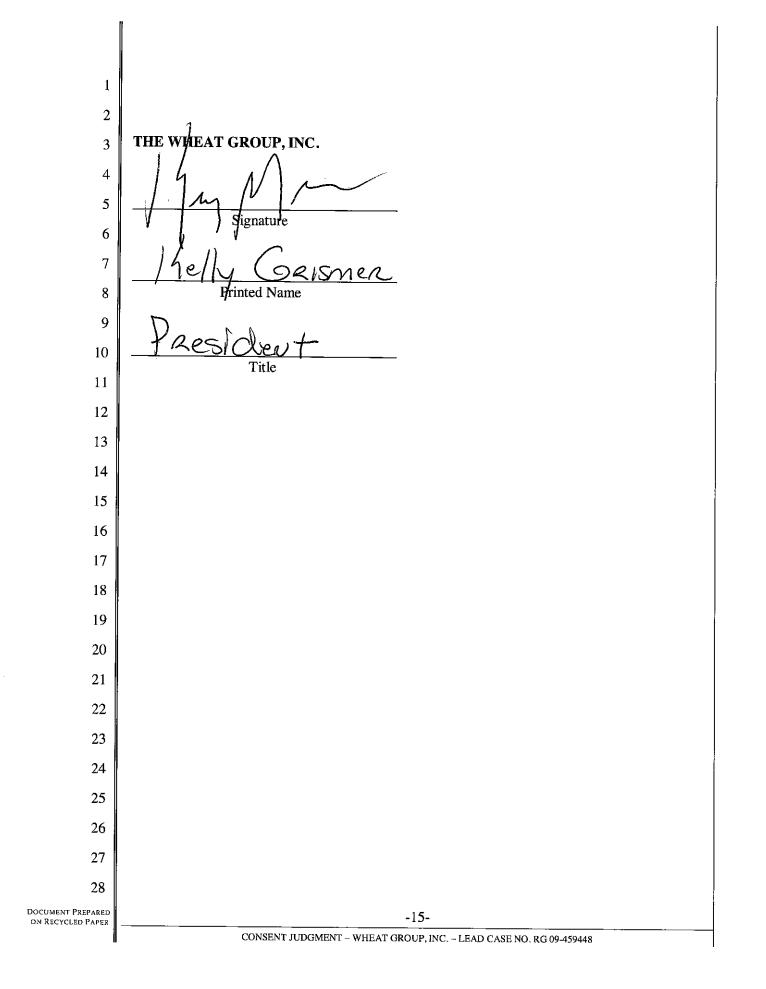
12.5 This Court shall retain jurisdiction of this matter to implement or modify the
Consent Judgment.

12.6 The stipulations to this Consent Judgment may be executed in counterparts
and by means of facsimile or portable document format (pdf), which taken together shall be
deemed to constitute one document.

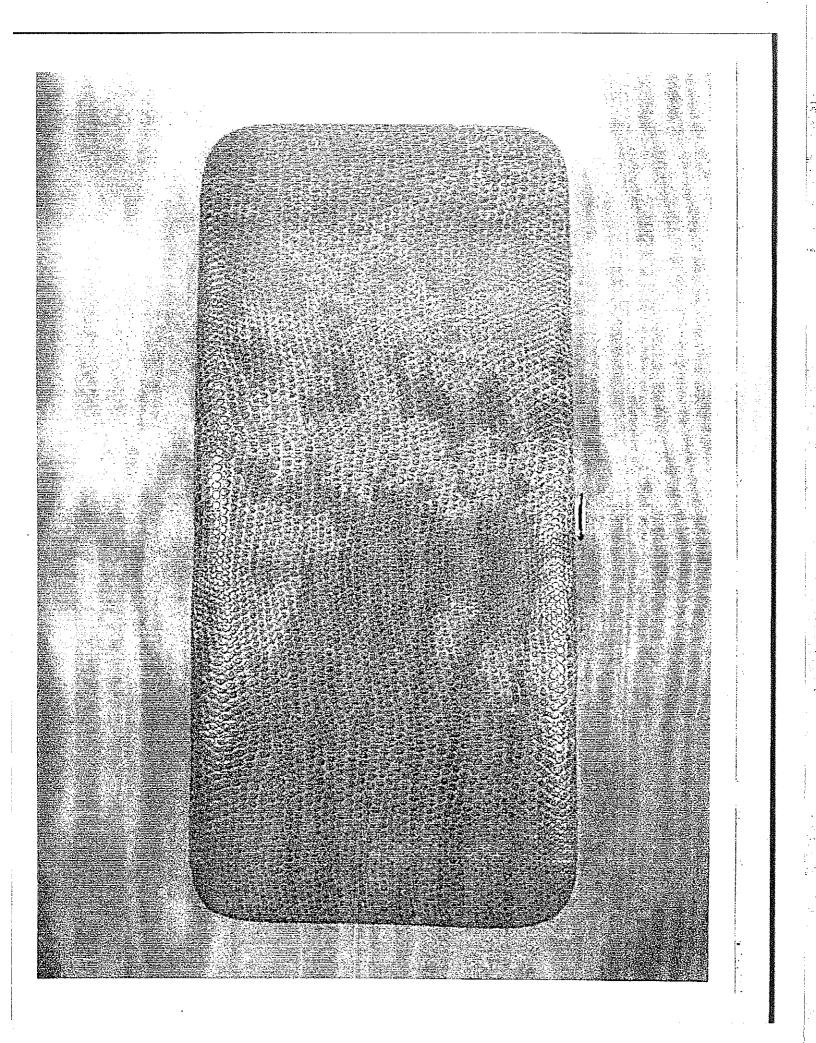
27 12.7 Each signatory to this Consent Judgment certifies that he or she is fully
28 authorized by the Party he or she represents to stipulate to this Consent Judgment and to enter into

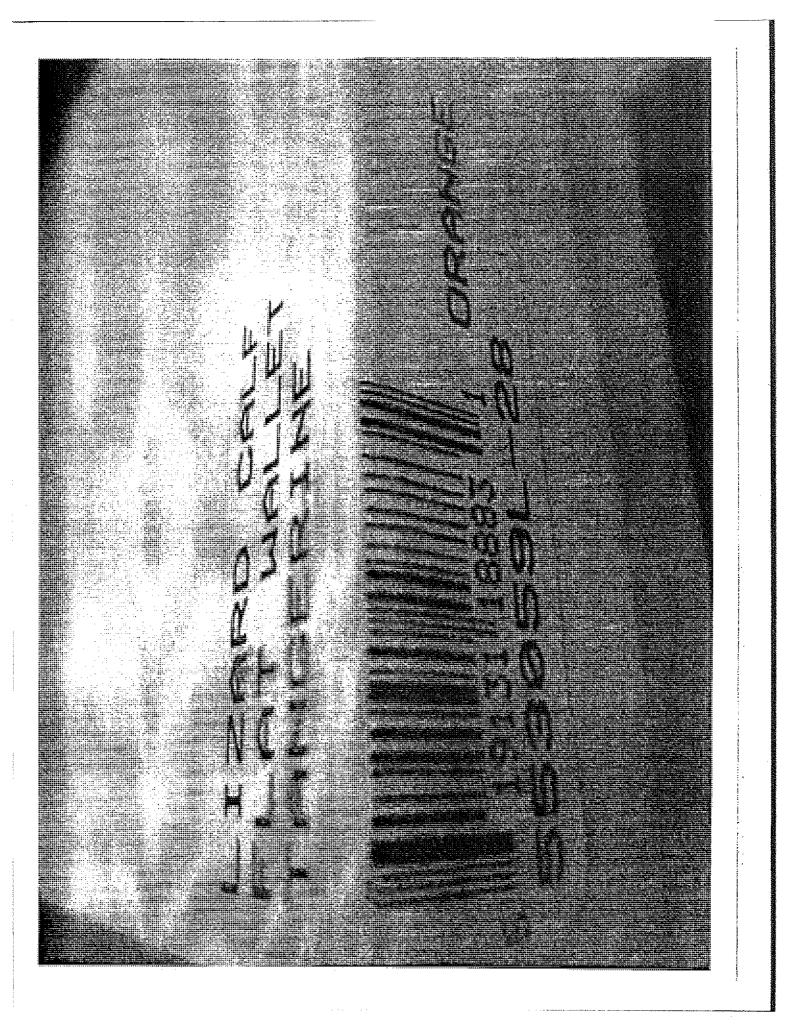
and execute the Consent Judgment on behalf of the Party represented and legally to bind that
 Party.

12.8 3 The Parties, including their counsel, have participated in the preparation of 4 this Consent Judgment and this Consent Judgment is the result of the joint efforts of the Parties. 5 This Consent Judgment was subject to revision and modification by the Parties and has been accepted and approved as to its final form by all Parties and their counsel. Accordingly, any 6 7 uncertainty or ambiguity existing in this Consent Judgment shall not be interpreted against any 8 Party as a result of the manner of the preparation of this Consent Judgment. Each Party to this 9 Consent Judgment agrees that any statute or rule of construction providing that ambiguities are to 10 be resolved against the drafting Party should not be employed in the interpretation of this Consent 11 Judgment and, in this regard, the Parties hereby waive California Civil Code § 1654. 12 13 **IT IS SO ORDERED:** 14 15 Dated: , 2012 The Honorable Steven A. Brick 16 Judge of the Superior Court 17 18 **IT IS SO STIPULATED:** 19 20 **CENTER FOR ENVIRONMENTAL HEALTH** 21 22 Signature 23 24 MARLIZ 25 Printed Name 26 27 BOCINE DIRETOL Title 28 DOCUMENT PREPARED -14-ON RECYCLED PAPER CONSENT JUDGMENT - WHEAT GROUP, INC. - LEAD CASE NO. RG 09-459448



# **Exhibit** A







925-828-1440 www.TheNFL.com

Tech Center: 2441 Constitution Drive Livermore CA 94551

365 North Canyons Parkway, Suite 201

**Analytical Report** 

August 03, 2011

Lexington Law Group 503 Divisidero Street San Francisco, CA 94117 Analytical Report No.: CL3573-33 Analysis Dates: 07/26/11 - 08/03/11

Listed below are the results of our analyses for sample(s) received on July 26, 2011.

| CEH ID#AB789L, Wallet (Orange Surface Material On Main Part (<br>NFL ID AF02363 |        |       |             |  |
|---|--------|-------|-------------|--|
| Analyte   | Result | Units | Method Ref. |  |
| Lead  | 67500  | ррт   | NIOSH 7082  |  |

A portion of the sample was digested in a microwave oven with concentrated nitric acid and analyzed by ICP-MS.

Sample(s) were received in good condition unless and results are reported based on the sample(s) as received, unless otherwise noted. Please note that these results apply only to the sample(s) submitted for this report. Samples from a different portion of the same lot may produce different results.

The National Food Lab services are provided subject to our standard terms and conditions, which can be found on our website, www.TheNFL.com. Should you have any questions concerning these results, please do not hesitate to contact us. Thank you for using the services of the National Food Lab.

Sincerely,

Grace Bandong, Division Manager, Food Contaminants - Chemistry

cc: The NFL's Accounts Receivable

Page 1 of 2

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