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11	Attorney for Defendant			
12	PurpleRock Bioschwartz OPCO, LLC, individually and doing business as Bioschwartz			
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14	CUDEDIOD COUDT OF THE			
15	SUPERIOR COURT OF THE STATE OF CALIFORNIA COUNTY OF LOS ANGELES			
16				
17	CITIZENS OF CALIFORNIA SAFETY	CASE NO. 21VECV00605		
18	CORP.	STIPULATED CONSENT		
19	Plaintiff,	JUDGMENT		
	vs.	Health & Safety Code § 25249.5 et seq.		
20	PURPLEROCK BIOSCHWARTZ OPCO,	Action Filed: May 3, 2021		
21	LLC, individually and doing business as BIOSCHWARTZ; and DOES 1-100	Trial Date: None set		
22	Defendants.			
23				
24				
25	1. INTRODUCTION			
26	1.1 On May 3, 2021, Plaintiff Citizens of California Safety Corp ("CCSC"), a			
27	California corporation, as a private enforcer and in the public interest, initiated this action by			
28	filing a Complaint for Injunctive and Declaratory Relief and Civil Penalties (the "Complaint")			
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STIPULATED CONSENT JUDGMENT

pursuant to the provisions of California Health and Safety Code section 25249.5 et seq.
("Proposition 65"), against PurpleRock Bioschwartz OPCO, LLC, individually and doing
business as Bioschwartz ("Bioschwartz"), and Does 1-100. In this action, CCSC alleges that
the following product manufactured, distributed, or sold by Bioschwartz contains lead, a
chemical listed under Proposition 65 as a reproductive toxin, and exposes consumers to lead at
a level requiring a Proposition 65 warning. This product (referred to hereinafter individually as
a "Covered Product") is: Turmeric Curcumin Sleep Aid with Melatonin (Turmeric Curcumin
PM).

- **1.2** CCSC and Bioschwartz are hereinafter referred to individually as a "Party" or collectively as the "Parties."
- 1.3 CCSC is a California corporation dedicated to, among other causes, helping safeguard the public from health hazards by reducing the use and misuse of hazardous and toxic chemicals, facilitating a safe environment for consumers and employees, and encouraging corporate responsibility.
- **1.4** For purposes of this Consent Judgment, the Parties agree that Bioschwartz is a business entity that has employed ten or more persons at all times relevant to this action, and qualifies as a "person in the course of doing business" within the meaning of Proposition 65. Bioschwartz manufactures, distributes, and/or sells the Covered Product.
- 1.5 The Complaint is based on allegations contained in CCSC's Notice of Violation dated August 20, 2020 that was served on the California Attorney General, other public enforcers, and Bioschwartz ("Notice"). A true and correct copy of the 60-Day Notice dated August 20, 2020 is attached hereto as **Exhibit A** and is incorporated herein by reference. More than 60 days have passed since the Notice was served on the Attorney General, public enforcers, and Bioschwartz and no designated governmental entity has filed a complaint against Bioschwartz with regard to the Covered Product or the alleged violations.
- 1.6 CCSC's Notice and Complaint allege that use of the Covered Product exposes persons in California to lead without first providing clear and reasonable warnings in violation of California Health and Safety Code section 25249.6. Bioschwartz denies all material

allegations contained in the Notice and Complaint. Nothing in the Consent Judgment shall be construed as an admission by Bioschwartz of any fact, issue of law or violation of law, nor shall compliance with the Consent Judgment constitute or be construed as an admission by Bioschwartz of any fact, issue of law or violation of law, at any time, for any purpose.

- 1.7 The Parties have entered into this Consent Judgment in order to settle, compromise, and resolve disputed claims and thus avoid prolonged and costly litigation.

 Nothing in this Consent Judgment nor compliance with this Consent Judgment shall constitute or be construed as an admission by any of the Parties or by any of their respective officers, directors, shareholders, employees, agents, parent companies, subsidiaries, divisions, affiliates under common ownership (full or partial), franchisees, licensees, customers, suppliers, distributors, wholesalers, or retailers of any fact, issue of law, or violation of law.
- 1.8 Except as expressly set forth herein, nothing in this Consent Judgment shall prejudice, waive, or impair any right, remedy, argument, or defense the Parties may have, individually or jointly, in any current or future legal proceeding unrelated to these proceedings.
- **1.9** The Effective Date of this Consent Judgment is the date on which it is entered as a Judgment by this Court.

2. JURISDICTION AND VENUE

For purposes of this Consent Judgment and any further court action that may become necessary to enforce this Consent Judgment, the Parties stipulate that this Court has subject matter jurisdiction over the allegations of violations contained in the Complaint, personal jurisdiction over Bioschwartz as to the acts alleged in the Complaint, that venue is proper in Los Angeles County, and that this Court has jurisdiction to enter this Consent Judgment as a full and final resolution of all claims up through and including the Effective Date which were or could have been asserted in this action based on the facts alleged in the Notice and Complaint.

3. INJUNCTIVE RELIEF, REFORMULATION, TESTING AND WARNINGS

Commencing ninety (90) days after the Effective Date and continuing thereafter, Bioschwartz shall only ship, distribute, sell or offer for sale in California, Reformulated

- **3.1.1** As used in this Consent Judgment, the term "Distributing into the State of California" shall mean to directly ship a Covered Product into California for sale in California or to sell a Covered Product to a distributor that Bioschwartz knows or has reason to know will sell the Covered Product in California.
- 3.1.2 For purposes of this Consent Judgment, the "Daily Lead Exposure Level" shall be measured in micrograms, and shall be calculated using the following formula: micrograms of lead per gram of product, multiplied by grams of product per serving of the product (using the largest serving size appearing on the product label), multiplied by servings of the product per day (using the largest number of recommended daily servings appearing on the label), which equals micrograms of lead exposure per day. If the label contains no recommended daily servings, then the number of recommended daily servings shall be one.

3.1 Clear and Reasonable Warnings

If Bioschwartz is required to provide a warning pursuant to Section 3.1, the following warning must be utilized ("Warning"):

WARNING: Consuming this product can expose you to chemicals including lead which is known to the State of California to cause [cancer and] birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov/food.

Bioschwartz shall use the phrase "cancer and" in the Warning if Bioschwartz has reason to believe that the "Daily Lead Exposure Level" is greater than 15 micrograms of lead. As identified in the brackets, the warning shall identify at least one chemical present per endpoint (cancer or birth defects or other reproductive harm) in the Covered Product.

The Warning shall appear on the label of each Covered Product or on Bioschwartz's checkout page on its website for California consumers identifying any Covered Product, or a link to the Warning, using the word "WARNING," shall appear on the product display page prior to completing checkout on Bioschwartz's website when a California delivery address is indicated

for any purchase of any Covered Product. An asterisk or other identifying method, such as text accompanying the product, may be utilized to identify which product(s) on the checkout page are subject to the Warning. The Warning may be used in conjunction with a more general warning in the checkout procedures indicating that item(s) in the customer's order are subject to a California Proposition 65 warning. If the Warning appears on the label of a Covered Product, the Warning shall be securely affixed to or printed upon the label of the Covered Product and it must be set off from other surrounding information and enclosed in a box. Given Bioschwartz' lack of control over third-party websites, the online warning requirements expressed in this Section apply only to Covered Product sold through Bioschwartz's website so long as Bioschwartz complies with the requirements of 27 CCR 25600.2 (in effect on the date of entry of this Consent Judgment).

Bioschwartz must display the above Warning with such conspicuousness, as compared with other words, statements or designs on the label or container, or on its website, if applicable, to render the Warning likely to be read and understood by an ordinary individual under customary conditions of purchase or use of the product. If subsequently enacted changes to Proposition 65 or its implementing regulations require the use of additional or different information on any warning, the Parties agree that the new safe harbor warning may be utilized in place of the warnings set forth in this Section.

3.3 Reformulated Covered Product

A Reformulated Covered Product is a Covered Product for which the "Daily Lead Exposure Level" is no greater than 0.5 micrograms of lead per day.

4. SETTLEMENT PAYMENT

4.1 In full satisfaction of all potential civil penalties, additional settlement payments, attorney's fees, and costs, Bioschwartz shall make, or have made on its behalf, a total payment of \$12,000.00 ("Total Settlement Amount") to CCSC to be paid within five (5) days after the Effective Date. The Total Settlement Amount shall be apportioned as follows: \$1,000.00 shall be considered a civil penalty pursuant to California Health and Safety Code section 25249.7(b)(1). CCSC shall remit 75% (\$750.00) of the civil penalty to the Office of

Environmental Health Hazard Assessment ("OEHHA") for deposit in the Safe Drinking Water and Toxic Enforcement Fund in accordance with California Health and Safety Code section 25249.12(c). CCSC will retain the remaining 25% (\$250.00) of the civil penalty. CCSC's counsel shall be responsible for remitting Bioschwartz's penalty payment under this Consent Judgment to OEHHA

4.2 For all work performed as a result of investigating, bringing this matter to Bioschwartz's attention and negotiating a settlement in the public interest through the mutual execution of this Consent Judgment and the Court's approval of the same, but exclusive of fees and costs on appeal, if any, Bioschwartz shall reimburse CCSC and its counsel \$11,000.00. The Parties negotiated this resolution of the compensation due to CCSC and its counsel under general contract principles and the private attorney general doctrine codified at California Code of Civil Procedure § 1021.5.

5. MODIFICATION OF CONSENT JUDGMENT

- **5.1** This Consent Judgment may be modified (i) by written stipulation of the Parties and upon entry by the Court of a modified consent judgment or (ii) by motion of either Party pursuant to and upon entry by the Court of a modified consent judgment.
- **5.2** In the event that Proposition 65 is repealed or preempted, then Bioschwartz shall have no futher obligation pursuant to this Consent Judgment with respect to, and to the extent that the Covered Product is so affected.

6. RETENTION OF JURISDICTION, ENFORCEMENT OF CONSENT JUDGMENT

- **6.1** This Court shall retain jurisdiction of this matter to enforce, modify, or terminate this Consent Judgment.
- 6.2 If CCSC alleges that any Covered Product fails to qualify as a Reformulated Covered Product (for which CCSC alleges that no Warning has been provided), then CCSC shall inform Bioschwartz in a reasonably prompt manner of its test results, including information sufficient to permit Bioschwartz to identify the Covered Product at issue. Bioschwartz shall, within thirty (30) days following such notice, provide CCSC with testing

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information, from an independent third-party laboratory, demonstrating Bioschwartz's compliance with the Consent Judgment, if warranted. The Parties shall first attempt to resolve the matter prior to CCSC taking any further legal action.

APPLICATION OF CONSENT JUDGMENT

This Consent Judgment shall apply to, be binding upon, and benefit the Parties and their respective officers, directors, shareholders, employees, agents, parent companies, subsidiaries, affiliates under common ownership (full or partial), divisions, franchisees, licensees, customers, distributors, wholesalers, retailers, predecessors, successors, and assigns. This Consent Judgment shall have no application to any Covered Product which is distributed or sold exclusively outside the State of California and which is not used by California consumers.

8. BINDING EFFECT, CLAIMS COVERED AND RELEASED

- 8.1 This Consent Judgment is a full, final, and binding resolution between CCSC, on behalf of itself and in the public interest, and Bioschwartz and its respective officers, directors, shareholders, owners, employees, agents, parent companies, subsidiaries, divisions, affiliated entities under common (full or partial) ownership, attorneys, suppliers, franchisees, licensees, customers, distributors, wholesalers, retailers, and all other upstream and downstream entities in the distribution chain of any Covered Product, and the predecessors, successors, and assigns of any of them (collectively, "Released Parties"). CCSC, on behalf of itself and in the public interest, hereby fully releases and discharges the Released Parties from any and all claims, actions, causes of action, suits, demands, liabilities, damages, penalties, fees, costs, and expenses asserted, or that could have been asserted from the handling, use, or consumption of the Covered Product, as to any alleged violation of Proposition 65 or its implementing regulations arising from the failure to provide Proposition 65 warnings on the Covered Product regarding lead up to and including the Effective Date.
- 8.2 CCSC on its own behalf only, and Bioschwartz on its own behalf only, further waive and release any and all claims they may have against each other and their respective officers, directors, shareholders, owners, employees, agents, parents, subsidiaries, divisions, affiliated entities under common (full or partial) ownership, and attorneys for all

1	10.	GOVERNING LAW		
2		The terms and conditions of this Consent Judgment shall be governed by and construed in		
3	accordance with the laws of the State of California.			
4	11.	PROVISION OF NOTICE		
5		All notices required to be given to either Party to this Consent Judgment by the other shall		
6	be in writing and sent to the following agents listed below via first-class mail. Courtesy copies via			
7	email may also be sent.			
8	///			
9	FOR CITIZENS OF CALIFORNIA SAFETY CORP:			
10	California Corporate Agents, Inc.			
11	Alex Patel 16830 Ventura Blvd Ste 360 Encino, CA 91436			
12				
13	With a copy to:			
14	GI .	V GDN 220125		
15	Shant Vayvayan SBN 320135 Brown Bear Law, APC P.O. Box 573423 Tarzana, CA 91357			
16				
17	Telephone: 818-457-1543			
18	Facsimile: 323-5767196 Email: shant@brownbearlaw.com			
19	PURP	PLEROCK BIOSCHWARTZ OPCO, LLC, individually and doing business as		
20	1	CHWARTZ		
21		Rock BioSchwartz Opco LLC		
22	Att: Tom Mooy, CEO 11825 High Tech Ave, Suite 200, Orlando, FL, 32801			
23				
24	With a	a copy to:		
25	1	hek K. Gurnani		
26	l	Talati Wasserman LLP Wacker Drive, Suite 2000		
27	Chicag	go, IL 60606		
28		none: (312) 327-3325 : abhishek@amintalati.com		
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STIPULATED CONSENT JUDGMENT

12. COURT APPROVAL

- 12.1 Upon execution of this Consent Judgment by the Parties, CCSC shall notice a Motion for Court Approval. The Parties shall use their best efforts to support entry of this Consent Judgment.
- 12.2 If the California Attorney General objects to any term in this Consent Judgment, the Parties shall use their best efforts to resolve the concern in a timely manner, and if possible prior to the hearing on the motion.
- **12.3** If this Stipulated Consent Judgment is not approved by the Court, it shall be void and have no force or effect.

13. EXECUTION AND COUNTERPARTS

This Consent Judgment may be executed in counterparts, which taken together shall be deemed to constitute one document. A facsimile or .pdf signature shall be construed to be as valid as the original signature.

14. DRAFTING

The terms of this Consent Judgment have been reviewed by the respective counsel for each Party prior to its signing, and each Party has had an opportunity to fully discuss the terms and conditions with legal counsel. The Parties agree that, in any subsequent interpretation and construction of this Consent Judgment, no inference, assumption, or presumption shall be drawn, and no provision of this Consent Judgment shall be construed against any Party, based on the fact that one of the Parties and/or one of the Parties' legal counsel prepared and/or drafted all or any portion of the Consent Judgment. It is conclusively presumed that all of the Parties participated equally in the preparation and drafting of this Consent Judgment.

15. GOOD FAITH ATTEMPT TO RESOLVE DISPUTES

If a dispute arises with respect to either Party's compliance with the terms of this Consent Judgment entered by the Court, the Parties shall meet and confer in person, by telephone, and/or in writing and endeavor to resolve the dispute in an amicable manner. No action or motion may be filed in the absence of such a good faith attempt to resolve the dispute beforehand.

1 2	Dated: <u>5/5/2021</u> , 2021	PURPLEROCK BIOSCHWARTZ OPCO, LLC individually and doing business as BIOSCHWARTZ		
3		Thomas Mooy		
4				
5		By:Tom Mooy Its: CEO		
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7	APPROVED AS TO FORM:			
8	Dated:, 2021	BROWN BEAR LAW, APC		
9		p		
10		By: Shant Vayvayan		
11		Attorneys for Plaintiff Citizens of California Safety Corp.		
12				
13	Dated: May 5 , 2021	AMIN TALATI WASSERMAN LLP		
14	Dated	KA		
15		By: 00 Jennifer Adams		
16		Attorney for Defendant Purplerock Bioschwartz OPCO, LLC, individually		
17		and doing business as Bioschwartz		
18				
19	ODDED AND HIDOMENT			
20	ORDER AND JUDGMENT Based upon the Parties' Stipulation, and good cause appearing, this Consent Judgment is			
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22	approved and Judgment is hereby entered according to its terms. IT IS SO ORDERED, ADJUDGED AND DECREED.			
23				
24				
25	Dated:, 2021			
26		Judge of the Superior Court		
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20	Page 12 of 12			
	STIPULATED CONSENT JUDGMENT			