1 2 3	Gregory M. Sheffer, State Bar No. 173124 SHEFFER LAW FIRM 232 E. Blithedale Ave., Suite 210 Mill Valley, CA 94941 Telephone: 415.388.0911	
4	Attorneys for Plaintiff	
5	SUSAN DAVIA	
6		
7		
8	SUPERIOR COURT OF	THE STATE OF CALIFORNIA
9	FOR THE CO	DUNTY OF MARIN
10	UNLIMITED CIVIL JURISDICTION	
11		
12	SUSAN DAVIA,	Case No. CIV2101860
13	Plaintiff,	[PROPOSED] CONSENT JUDGMENT
14	v.	Action Filed: May 17, 2021 Trial Date: None Assigned
15	CORE PRODUCTS INTERNATIONAL, INC., SCRIP, INC., ALLEGRO MEDICAL SUPPLIES,	
16	INC., ALLEGROMEDICAL.COM AND DOES	
17	1-150,	
18	Defendants.	
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		1
		-

# 1. INTRODUCTION

# **1.1** The Parties

This Consent Judgment ("Judgment") is entered into by and between Susan Davia ("Davia"), on the one hand, and Core Products International, Inc. ("Core"), Scrip, Inc., Allegro Medical Supplies, Inc. and Allegromedical.Com (Collectively, "Allegro"), on the other hand, with Core and Allegro collective referred to as Defendants and with Davia and Defendants collectively referred to as the "Parties."

# 1.2 Davia

Davia is an individual residing in the State of California who seeks to promote awareness of exposure to toxic chemicals and improve human health by reducing or eliminating hazardous substances contained in consumer products.

# 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28

# 1.3 Core and Allegro

Each Core Products International, Inc., Scrip, Inc., Allegro Medical Supplies, Inc. and Allegromedical.Com is a person in the course of doing business for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health & Safety Code §§ 25249.6 *et seq.* ("Proposition 65").

# 1.4 General Allegations

Davia alleges that Defendants participated in the manufacture, distribution and/or sale, in the State of California, cervical traction replacement water bag products manufactured with vinyl coatings or components that exposed users to di(2-ethylhexyl)phthalate ("DEHP"), di-n-butyl phthalate ("DBP") and di-isodecyl phthalate ("DIDP") without first providing a "clear and reasonable warning" under Proposition 65. DEHP, DBP and DIDP are each listed as a reproductive toxin pursuant to Proposition 65. DEHP, DBP and DIDP shall be referred to hereinafter be referred to collectively as the "Listed Chemical".

# 1.5 Notice of Violation

On February 26, 2021, Davia served Defendants and various public enforcement agencies with a document entitled "60-Day Notice of Violation" that provided public enforcers and the

5

6

7

noticed entities with notice of alleged violations of Health & Safety Code § 25249.6 for purportedly failing to warn consumers of the presence of the DEHP and DIDP found in the Covered Products (defined hereafter) sold in California (AG Notice 2021-00477).

On August 9, 2021, Davia served Core and various public enforcement agencies with a document entitled "Supplemental 60-Day Notice of Violation" that provided public enforcers and the noticed entities with notice of alleged violations of Health & Safety Code § 25249.6 for purportedly failing to warn consumers of the presence of the DBP, DEHP and DIDP found in the Covered Products (defined hereafter) sold in California (AG Notice 2021-00477).

The February 26, 2021, 60-Day Notice of Violation served on Defendants and August 9, 2021, Supplemental 60-Day Notice served on Core shall be collectively referred to herein as the "Notices."

Defendants received the February 26, 2021, Notice and Core received the August 9, 2021, Supplemental Notice. Defendants represent that, as of the date they execute this Judgment, they are not aware of any public enforcer that is diligently prosecuting a Proposition 65 enforcement action related to the Listed Chemical in the Covered Products, as identified in the Notices.

### 1.6 Complaint

On May 17, 2021, Davia filed a Complaint in the Superior Court of the State of California for the County of Marin, Case No. CIV2101860, alleging violations by Defendants of Health and Safety Code § 25249.6 based on the alleged exposures to DEHP and DIDP in the Covered Products (the "Action").

As part of, and upon execution of, this Judgment, the Parties stipulate and agree that the Complaint shall and will be amended to include the recitals, and allegations against Core, relating to the Listed Chemicals in the Covered Products as further identified in the August 9, 2021, Supplemental 60-Day Notice, and that such First Amended Complaint ("FAC") will be filed with the Court.

The Parties agree that this FAC shall be presented for approval to the Court as part of and in conjunction with the motion to approve this Judgment. Core agrees that inclusion of the FAC in the motion to approve settlement and approve the FAC shall be deemed service of the FAC on Core, which service is accepted by them. Core stipulates to waive any further response to such FAC,

1

stipulates that the FAC shall be deemed at issue as to each such defendant upon approval of the settlement and stipulates that Core's initial Answer shall also constitute their response to the FAC.

#### 1.7 No Admission

This Judgment resolves claims that are denied and disputed by Defendants. The Parties enter into this Judgment pursuant to a full, final and binding settlement of any and all claims between the Parties for the purpose of avoiding prolonged litigation. Defendants deny the material factual and legal allegations contained in the Notice, maintain that they did not knowingly or intentionally expose California consumers to the Listed Chemical through the reasonably foreseeable use of the Covered Products (defined hereafter) and further contend that all Covered Products they have manufactured, distributed and/or sold in California have been and are in compliance with all applicable laws. Nothing in this Judgment shall be construed as an admission by Defendants of any fact, finding, issue of law, or violation of law, nor shall compliance with this Judgment constitute or be construed as an admission by Defendants of any fact, finding, conclusion, 14 issue of law, or violation of law, all of which are specifically denied by Defendants. However, notwithstanding the foregoing, this section shall not diminish or otherwise affect Defendants' obligations, responsibilities, and duties under this Judgment.

17

1

2

3

4

5

6

7

8

9

10

11

12

13

15

16

18

19

20

21

22

23

24

25

26

27

#### 1.8 **Consent to Jurisdiction**

For purposes of this Judgment only, the Parties stipulate that the Marin County Superior Court has jurisdiction over Defendants as to the allegations in the Notice received from Davia, and this Judgment, that venue is proper in County of Marin, and that the Marin County Superior Court has jurisdiction over the Parties in any action to enforce the provisions of this Judgment.

#### 2. DEFINITIONS

2.1 The term "Product" or "Covered Product" shall mean all Core branded cervical traction products and replacement parts with vinyl components. Examples of these Covered Products, for illustration only and not intended to be limiting or exhaustive, include all Core Cervical Traction Replacement Water Bag (PRO-988, PRO-995), Core Traction Kit with Neck Roll

(PRO-993), Core Traction Kit with Soothe-A-Ciser (PRO-994) and Core Overhead Traction System (PRO-990) products.

**2.2** The term "Phthalate Free" Covered Product shall mean that each vinyl component of each Covered Product contains less than or equal to 1,000 parts per million ("ppm") of each di(2-ethylhexyl) phthalate ("DEHP"), dibutyl phthalate ("DBP"), diisononyl phthalate ("DINP"), diisodecyl phthalate ("DIDP"), di-n-hexyl phthalate ("DnHP") and butyl benzyl phthalate ("BBP") as determined test results using Environmental Protection Agency ("EPA") testing methodologies 3580A and 8270C.

**2.3** "California Customer(s)" shall mean any customer or Covered Product recipient with a ship to or billing address in California or any national retail customer who Core reasonably understands to have a retail outlet in California or sell to customers located in California.

**2.4** "Effective Date" shall mean January 31, 2022.

# **3.** INJUNCTIVE-TYPE RELIEF

3.1 Product Reformulation Commitment

**3.1.1** No later than the Effective Date, Core shall provide the Phthalate Free phthalate concentration standards of Section 2.2 to any then-current vendor of any Covered Product and instruct such entity not to provide any Covered Product that does not meet the Phthalate Free concentration standards of Section 2.2. Core shall maintain copies of all vendor correspondence relating to the Phthalate Free concentration standards for two (2) years after the Effective Date and shall certify to Davia under penalty of perjury that the requirements of this provision have been satisfied upon Davia's Demand, not to exceed once every twelve (12) months.

3.1.2 After the Effective Date, Core shall provide the Phthalate Free phthalate concentration
standards of Section 2.2 to any New Vendor of any Covered Product and instruct such entity not to
provide any Covered Product that does not meet the Phthalate Free concentration standards of
Section 2.2. "New Vendor" means any vendor of Covered Products from whom Core was not
obtaining Covered Products as of the Effective Date. Prior to purchase and acquisition of any
Covered Product from any New Vendor, Core shall obtain written confirmation and/or laboratory
test result from the New Vendor demonstrating compliance with the Phthalate Free phthalate

concentration standard for any Covered Product. For two (2) years after the Effective Date, for every Covered Product Core manufactures, causes to be manufactured, orders, causes to be ordered or otherwise obtains from a New Vendor, Core shall maintain copies of all testing of such products demonstrating compliance with this section, shall maintain copies of all vendor correspondence relating to the Phthalate Free concentration standards and shall certify to Davia under penalty of perjury that the requirements of this provision have been satisfied upon Davia's demand, not to exceed once every twelve (12) months.

**3.1.3** As of the Effective Date, Core shall not purchase or otherwise obtain any Covered Product that is not Phthalate Free. For every Covered Product Core purchases or otherwise obtains after October 1, 2021, Core shall, for a period of two (2) years after placing the order, maintain copies of all testing of such products demonstrating compliance with this section, shall maintain copies of all vendor correspondence relating to the Phthalate Free concentration standards of Section 2.2 and shall certify to Davia under penalty of perjury that the requirements of this provision have been satisfied upon Davia's Demand, not to exceed once every twelve (12) months.

# **3.2** Previously Distributed Covered Products.

**3.2.1** Customer Notification - No later than the Effective Date, Core shall send a letter, electronic or otherwise ("Notification Letter") to: (1) each retailer or distributor in California to which Core, after February 1, 2020, supplied any Covered Product, and (2) any other retailer or distributor that serves California Customers and that Core reasonably understands or believes has any inventory of Covered Products for sale in California. The Notification Letter shall advise the recipient that Covered Products "contain DEHP and DIDP, chemicals known to the State of California to cause cancer, birth defect or other reproductive harm". The Notification letter shall inform the recipient apply a Proposition 65 warning label to each Covered Product or its immediate packaging, which label shall contain one of the following warnings, before it is sold in the California market or to a California customer:

**WARNING:** This product can expose you to chemicals, including DEHP and DIDP, which are known to the State of California to cause birth

defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov;

**WARNING:** This product can expose you to chemicals that are known to the State of California to cause birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov;

or

or

**WARNING:** Cancer and Reproductive Harm - www.P65Warnings.ca.gov

The Notification Letter shall be sent with return receipt requested. The Notification Letter shall request written confirmation from the recipient, within 30 days of receipt, that all such inventory for California sale has been, or will be, labelled with the warning language identified in this section.

**3.2.2** Core shall maintain records of compliance correspondence, inventory reports or other communication confirming compliance with § 3.2.1 for two (2) years from the Effective Date and shall certify to Davia under penalty of perjury that the requirements of this provision have been satisfied upon Davia's Demand, not to exceed once every twelve (12) months.

### **3.3** Existing Inventory Product Labels

For any Covered Products obtained by Defendants before September 1, 2021, and remaining in their inventory, Defendants shall not sell or ship any of such Covered Product to a California Customer unless Defendants either have confirmation that the product meets the Phthalate Free requirements of Section 2.2 or Defendants have complied with all warning requirements set forth in Section 3.3.1.

# **3.3.1** Covered Product Label.

For all remaining inventory of Covered Products that are not Phthalate Free Defendants shall affix a label to the Covered Product or its immediate packaging that states:

**WARNING:** This product can expose you to chemicals, including DEHP and DIDP, that

are known to the State of California to cause 1 birth defects or other reproductive harm. For 2 information go more to www.P65Warnings.ca.gov; 3 or 4 5 WARNING: This product can expose you to chemicals that are known to the State 6 of California to cause birth defects or reproductive other harm. For more 7 or information go to www.P65Warnings.ca.gov; 8 9 WARNING: Cancer and Reproductive Harm - www.P65Warnings.ca.gov 10 11 The label shall be prominently affixed with such conspicuousness as compared with other words, 12 statements, designs, or devices, as to render it likely to be read and understood by an ordinary 13 individual under customary conditions before purchase or use. 14 3.3.2 Internet Website Warning. 15 After the Effective Date, a warning must be given on an e-commerce or other website owned 16 or operated by or for any of Defendants in conjunction with the advertisement, marketing, sale or 17 offer of sale of any Covered Product. A warning will satisfy this requirement if it appears either: (a) 18 on the same web page on which a Covered Product is displayed; (b) on the same web page as the 19 order form for a Covered Product; (c) on the same page as the price for any Covered Product; or (d) 20 on one or more web pages displayed to a purchaser during the checkout process. One of the 21 following warning statements shall be used and shall appear in any of the above instances adjacent 22 to or immediately following the display, description, or price of the Covered Product for which it is 23 given in the same type size or larger than the Covered Product description text: 24 WARNING: This product can expose you to chemicals, including DEHPand DIDP, that 25 are known to the State of California to cause birth defects or other reproductive harm. For 26 information more go to 27 www.P65Warnings.ca.gov; 28 or CONSENT JUDGMENT

1 **WARNING:** This product can expose you to 2 chemicals that are known to the State of California to cause birth defects or other 3 reproductive harm. For more information go to 4 www.P65Warnings.ca.gov 5 or, only in such instances as a Covered Product is, itself, labelled with a warning pursuant to Section 3.3, 6 7 **WARNING**: Cancer and Reproductive Harm - www.P65Warnings.ca.gov 8 9 MONETARY PAYMENTS 4. 10 4.1 **Civil Penalty** 11 As a condition of settlement of all the claims referred to in this Judgment, Core shall 12 cause to be paid a total of \$2,200 in civil penalties in accordance with California Health & Safety 13 Code § 25249.12(c)(1) & (d). 14 4.2 **Augmentation of Penalty Payments** 15 For purposes of the penalty assessment under this Judgment, Davia is relying entirely upon 16 Defendants and their counsel for accurate, good faith reporting to Davia of the nature and amounts 17 of sales activity of the Covered Products during the relevant period. If within nine (9) months of the 18 Effective Date, Davia discovers and presents to Core evidence that during the relevant period the 19 Covered Products have been sold to retailers or California consumers by Core in sales volumes 20 materially different (more than 25%) than those identified by Defendants prior to execution of this 21 Judgment, then Core shall be liable for an additional penalty amount of \$10,000.00. Defendants shall 22 also pay reasonable, additional attorney fees expended by Davia in discovering such additional sales 23 and reporting them to Core in accordance with this section. Davia agrees to provide Core with a 24 written demand for such additional penalties and attorney fees under this Section. After service of 25 such demand, Core shall have thirty (30) days to pay the additional civil penalties amount 26 demanded or negotiate with Davia as to an agreed amount of fees and penalties to be paid in 27 accordance with the method of payment of penalties and fees identified in Section 4.4. Should the 28 parties dispute whether Davia has provided appropriate evidence of "sales volumes materially

1 different (more than 25%) than those identified by Core prior to execution of this Judgment", then 2 the parties shall have the issue decided by a mutually agreed upon Mediator, each side to bear its 3 own costs of the mediation. Should mediation not be successful in resolving the matter then, within 4 thirty (30) days of the mediation, Davia shall be entitled to file an action for breach of this Judgment 5 in which the sole issues for resolution by the Court shall be: (1) whether during the relevant period 6 Covered Products were sold to retailers or California consumers by Core in sales volumes materially 7 different (more than 25%) than those identified by Core prior to execution of this Judgment; and (2) 8 if the Court finds in favor of Davia on issue no. 1, the amount of legal fees, if any, Davia is entitled 9 to recover for discovering the additional sales and reporting them to Core in accordance with this 10 section. In any action brought in court following mediation under this Section 4.2, the prevailing 11 party shall be entitled to recover its attorney's and other fees and costs incurred following mediation. 4.3 12 **Reimbursement of Davia's Fees and Costs** 13 The Parties acknowledge that Davia and her counsel refused to consider any reimbursement 14 of plaintiff's fees or costs until all other terms of the settlement were reached. The Parties then 15 reached an accord on the reimbursement due to Davia and compensation of her counsel under 16

general contract principles and consistent with the private attorney general doctrine codified at
California Code of Civil Procedure section 1021.5. Under these principles, Core shall reimburse
plaintiff the amount of \$39,000 for fees and costs incurred investigating and negotiating a resolution
of this matter. Such payment shall be made payable to "Sheffer Law Firm".

20

### 4.4 Payment Procedures

No later than fifteen (15) days after execution of this Judgment, Core shall deliver all settlement payment funds required by this Judgment to its counsel. Within one (1) week of receipt of the settlement funds, Core's counsel shall confirm receipt in writing to plaintiff's counsel and, thereafter, hold Core's settlement payment checks or payment(s) until such time as the Court approves this settlement as contemplated by Section 6. Within five (5) business days of the date plaintiff provides electronic mail notice to counsel for Defendants that the Court has approved this settlement, Core's counsel shall deliver the settlement payments to plaintiff's counsel as follows:

28

a civil penalty check payable to "OEHHA" (Memo line "Prop 65 Penalties, 2021-00477"), in

(

1	the amount of \$1,650;		
2	a civil penalty check payable to "Susan Davia" (Memo line "Prop 65 Penalties, 2021-00477")		
3	in the amount of \$550; and		
4	an attorney fee and cost reimbursement check payable to "Sheffer Law Firm" (Memo line		
5	"2021-00477") in the amount of \$39,000.		
6	All Section 4.1 and Section 4.3 civil penalty and attorney fee/cost payments shall be delivered		
7	to plaintiff's counsel at the following address:		
8	Sheffer Law Firm		
9	Attn: Proposition 65 Controller 232 E. Blithedale Avenue, Suite 210		
10	Mill Valley, CA 94941		
11	All Section 4.2 civil penalty and attorney fee/cost payments, if any, shall be delivered to		
12	plaintiff's counsel at the following address on or before the date agreed upon pursuant to that section		
13	or as ordered by the Court:		
14	Sheffer Law Firm Attn: Proposition 65 Controller		
15	232 E. Blithedale Avenue, Suite 210 Mill Valley, CA 94941		
16	Core shall be liable for payment of interest, at a rate of 10% simple interest, for all amounts		
17	due and owing from it under this Section that are not received by Sheffer Law Firm within two		
18	business days of the due date for such payment.		
19	4.5 Issuance of 1099 Forms		
20	After this Judgment has been executed and funds have been transmitted to Davia's counsel		
21	at the address set forth in Section 4.4., Core shall cause three separate 1099 forms to be issued, as		
22	follows:		
23	(a) The first 1099 shall be issued to the Office of Environmental Health Hazard		
24	Assessment, P.O. Box 4010, Sacramento, CA 95814 (EIN: 68-0284486) in the amount paid		
25	pursuant to Sections 4.1 and 4.2 (if any);		
26	(b) The second 1099 shall be issued to Davia in the amount paid pursuant to Sections 4.1		
27	and 4.2 (if any), whose address and tax identification number shall be provided to Core upon		
28	10		
	CONSENT JUDGMENT		

request; and

(c) The third 1099 shall be issued to the Sheffer Law Firm (EIN: 55-08-58910) in the amount paid pursuant to Section 4.3 and 4.2 (if any).

5. **RELEASES** 

#### 5.1 DAVIA'S RELEASE OF DEFENDANTS

5.1.1 This Judgment is a full, final and binding resolution between, on the one hand, Davia on her own behalf, and on behalf of her attorneys, and also in the public interest (collectively, the "Davia Releasors") and, on the other hand, Defendants and their respective officers, directors, shareholders, employees, agents, parent companies, subsidiaries, divisions, suppliers, customers and all other downstream entities in the distribution chain of any Covered Product, and the predecessors, successors, and assigns of any of them (collectively, "Released Parties"). Except as otherwise provided herein, the Davia Releasors hereby fully release and discharge 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 sale of the Covered Products up to the Effective Date (collectively, the "Released Claims")

5.1.2 Davia also provides a general release and waiver which shall be effective as a full and final accord and satisfaction, and as a bar to all claims, actions and causes of action, of any nature, character or kind, known or unknown, suspected or unsuspected, arising out of the subject matter of the Notice and the Covered Products to the extent sold or distributed by Defendants prior to the Effective Date, and for all actions taken and statements made (or that could have been taken or made) by Defendants and their attorneys and other representatives in connection with negotiating this Judgment. Davia acknowledges that she is familiar with section 1542 of the California Civil Code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASED PARTY.

Davia, in her individual capacity expressly waives and relinquishes all rights and benefits 1 2 that she may have under, or which may be conferred on her by the provisions of Section 1542 of the 3 California Civil Code as well as under any other state or federal statute or common law principle of 4 similar effect, to the fullest extent that she may lawfully waive such rights or benefits pertaining to 5 the released matters. In furtherance of such intention, the release hereby given shall be and remain 6 in effect as a full and complete release notwithstanding the discovery or existence of any such 7 additional or different claims or facts arising out of the released matters. This Section 5 release shall not release any obligations created by or set forth in this 8 9 Judgment. The Parties further understand and agree that this Section 5 release shall not extend 10 upstream to any entities, other than Defendants, that manufactured any Covered Product or any

13

12

11

### 5.2 DEFENDANTS RELEASE OF DAVIA

component parts thereof to Defendants.

14 Defendants, on behalf of themselves and their agents, representatives, attorneys, successors, 15 and/or assignees, hereby waive any and all claims against Davia and her attorneys and other 16 representatives, for any and all actions taken or statements made (or those that could have been 17 taken or made) by Davia and her attorneys and other representatives arising out of the subject matter 18 of the Notice and the Covered Products, whether in the course of investigating claims in this matter, 19 otherwise seeking to enforce Proposition 65 against Defendants and Releasees in this matter, or 20 negotiating this Judgment. Defendants acknowledge that it is familiar with Section 1542 of the 21 California Civil Code, which provides as follows:

component parts thereof, or any distributors or suppliers who sold Covered Products or any

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASE PARTY.

26

22

23

24

25

27 28

under, or which may be conferred on it by the provisions of Section 1542 of the California Civil Code

12		
ידיז גיידו		

Defendants expressly waive and relinquishes all rights and benefits which they may have

as well as under any other state or federal statute or common law principle of similar effect, to the fullest extent that it may lawfully waive such rights or benefits pertaining to the released matters identified in this Section 5.2. In furtherance of such intention, the release hereby given shall be and remain in effect as a full and complete release notwithstanding the discovery or existence of any such additional or different claims or facts arising out of the released matters.

This Section 5 release shall not release any obligations created by or set forth in this Judgment.

#### 6. COURT APPROVAL

This Judgment is effective upon execution but must also be approved by the Court. If the Court does not approve this Judgment in its entirety, the Parties shall meet and confer to determine whether to modify the terms of the Judgment and to resubmit it for approval. In meeting and conferring, the Parties agree to negotiate in good faith to reach agreement on any actions reasonably necessary to amend and/or modify this Judgment in order to further the mutual intention of the Parties in entering into this Judgment. The Judgment shall become null and void if, for any reason, it is not approved and entered by the Court, as it is executed, within one year after it has been fully executed by all Parties. The Parties agree that, upon Court approval, a Court judgment shall be entered on the terms of this Judgment.

#### 7. SEVERABILITY

If any of the provisions of this Judgment are found by a court to be unenforceable, the validity of other provisions of this Judgment, upon express consent of all Parties, shall not be affected and shall remain in full force and effect.

3 || 8.

# GOVERNING LAW

The terms of this Judgment shall be governed by the laws of the State of California. Compliance with it shall be deemed compliance with Proposition 65 and its implementing regulations with respect the Phthalates identified in 2.2 in the Covered Products.

1	9. NOTICES		
2	When any Party is entitled to receive any notice under this Judgment, the notice shall be sent by		
3	FedEx (or other tracked delivery service) or electronic mail to the following:		
4	For Defendants:		
5	Robert Cooper, President		
6	Core Products International, Inc. 808 Prospect Avenue		
7	Osceola, WI 54020		
8	Luke Massery, President		
9	Scrip, Inc. Allegro Medical Supplies, Inc., AllegroMedical.com		
10	360 Veterans Parkway, Suite 115 Bolingbrook, IL 60440-4607		
11			
12	Bao M. Vu		
13	Stoel Rives LLP		
14	Three Embarcadero Center, Suite 1120 San Francisco, CA 95411		
15	bao.vu@stoel.com		
16	For Davia:		
17	Proposition 65 Coordinator Sheffer Law Firm		
18	232 E. Blithedale Avenue, Suite 210		
19	Mill Valley, CA 94941		
20	Any Party may modify the person and address to whom the notice is to be sent by sending each		
21	other Party notice by certified mail and/or other verifiable form of written communication.		
22	10. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(F)		
23	Davia agrees to comply with the reporting form requirements of California Health & Safety		
24	Code §25249.7(f).		
25	11. MODIFICATION		
26	This Judgment may be modified only by written agreement of the Parties or court order.		
27			
28	14		
	<u>14</u> CONSENT JUDGMENT		

#### **12.** ENTIRE AGREEMENT

This Judgment contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter hereof, and all prior discussions, negotiations, commitments, and understandings related hereto. No representations, oral or otherwise, express or implied, other than those contained herein have been made or relied on by any Party hereto (other than the sales figures provided to Davia). No other agreements not specifically referred to herein, oral or otherwise, shall be deemed to exist or to bind any of the Parties. No supplementation, modification, waiver, or termination of this Judgment shall be binding unless executed in writing by the Party to be bound. No waiver of any of the provisions of this Agreement shall be deemed or shall constitute a waiver of any of the other provisions whether or not similar, nor shall such waiver constitute a continuing waiver.

### 12 || 13.

#### **13.** ATTORNEY'S FEES

**13.1** In any dispute concerning any matter related to this Judgment, the prevailing Party shall be entitled to recover its costs and expenses, including attorneys' fees and costs. Except as otherwise specifically provided herein, each Party shall bear its own costs and attorney's fees in connection with the Notice. Nothing in this Section shall preclude a Party from seeking an award of sanctions pursuant to law.

#### **14. NEUTRAL CONSTRUCTION**

Both Parties and their counsel have participated in the preparation of this Judgment and this Judgment is the result of the joint efforts of the Parties. This Judgment was subject to revision and modification by the Parties and has been accepted and approved as to its final form by each of the Parties. Accordingly, any uncertainty or ambiguity existing in this Judgment shall not be interpreted against any Party as a result of the manner of the preparation of this Judgment. Each Party to this Judgment agrees that any statute or rule of construction providing that ambiguities are to be resolved against the drafting Party should not be employed in the interpretation of this Judgment and, in this regard, the Parties hereby waive California Civil Code Section 1654. The Parties further agree that the section headings are for convenience only and shall not affect interpretation of this Judgment.

#### **15.** COUNTERPARTS, FACSIMILE SIGNATURES

This Judgment may be executed in counterparts and by facsimile or portable document format (PDF), each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document. Signatures by scanned and e-mailed image or facsimile transmission shall have the same force and effect as original signatures and as an electronic record executed and adopted by a Party with the intent to sign the electronic record pursuant to Civil Code §§ 1633.1 *et seq*.

#### 16. AUTHORIZATION

Each of the persons signing this agreement represents and warrants that he or she is authorized and has the capacity to execute this Judgment on behalf of the respective Party and has read, understood, and agrees to all the terms and conditions of this Judgment on behalf of such Party.

IT IS SO AGREED

5		Dated: January 18, 2022	Dated: January, 2022
.6 .7 .8 .9	Ş	Robert Cooper, President Core Products International, Inc.	Luke Massery, President Scrip, Inc. Allegro Medical Supplies, Inc., AllegroMedical.com
20 21 22 23		Dated: January, 2022	
24		Susan Davia	
26 27			
28			16
		CONSEN	T JUDGMENT

4

#### 15. COUNTERPARTS, FACSIMILE SIGNATURES

This Judgment may be executed in counterparts and by facsimile or portable document 3 format (PDF), each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document. Signatures by scanned and e-mailed image or facsimile 5 transmission shall have the same force and effect as original signatures and as an electronic record 6 executed and adopted by a Party with the intent to sign the electronic record pursuant to Civil Code 7 §§ 1633.1 et seq.

8

9

10

11

12

#### 16. AUTHORIZATION

Each of the persons signing this agreement represents and warrants that he or she is authorized and has the capacity to execute this Judgment on behalf of the respective Party and has read, understood, and agrees to all the terms and conditions of this Judgment on behalf of such Party.

13

14

#### IT IS SO AGREED

	Dated: January, 2022	Dated: January $17, 2022$
	Robert Cooper, President Core Products International, Inc.	Luke Massery, President W. HEATH Mrech Scrip, Inc. Allegro Medical Supplies, Inc., AllegroMedical.com
	Dated: January, 2022	
	Susan Davia	
-		16
	CONSEN	T JUDGMENT

#### 15. COUNTERPARTS, FACSIMILE SIGNATURES

This Judgment may be executed in counterparts and by facsimile or portable document format (PDF), each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document. Signatures by scanned and e-mailed image or facsimile transmission shall have the same force and effect as original signatures and as an electronic record executed and adopted by a Party with the intent to sign the electronic record pursuant to Civil Code \$\$ 1633.1 *et seq.* 

8

9

10

11

12

#### 16. AUTHORIZATION

Each of the persons signing this agreement represents and warrants that he or she is authorized and has the capacity to execute this Judgment on behalf of the respective Party and has read, understood, and agrees to all the terms and conditions of this Judgment on behalf of such Party.

13

#### IT IS SO AGREED

4		
5	Dated: January, 2022	Dated: January, 2022
16 17 18 19 20	Robert Cooper, President Core Products International, Inc.	Luke Massery, President Scrip, Inc. Allegro Medical Supplies, Inc., AllegroMedical.com
20 21 22 23 24	Dated: January/8, 2022 Dated: January/8, 2022 Susan Davia	
25		
27		
28		16
	CONSEN	T JUDGMENT