

## I. INTRODUCTION

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On February 3, 2025, Plaintiff Clean Product Advocates, LLC ("CPA"), as a private 2 1.1 enforcer and in the public interest, initiated this action by filing a Complaint for Injunctive and 3 Declaratory Relief and Civil Penalties (the "Complaint") pursuant to the provisions of California Health 4 and Safety Code section 25249.5 et seq. ("Proposition 65"), against Abbot's Butcher, Inc. ("Abbots") 5 and Does 1-100. In this action, CPA alleges that certain products manufactured, distributed, or sold by 6 Abbots contain lead, a chemical listed under Proposition 65 as a carcinogen and/or reproductive toxin, 7 and exposes consumers at a level requiring a Proposition 65 warning. These products (referred to 8 hereinafter individually as a "Covered Product" or collectively as "Covered Products") are: (1) Abbots 9 Plant Based Chorizo, UPC # 850002856125, and (2) Abbots Plant Based Ground Beef, UPC # 10 85000856149. 11

1.2 CPA and Abbots are hereinafter referred to individually as a "Party" or collectively as
the "Parties."

14 **1.3** For purposes of this Stipulated Consent Judgment ("Consent Judgment"), the Parties agree 15 that Abbots is a business entity that has employed ten or more persons at all times relevant to this action 16 and qualifies as a "person in the course of doing business" within the meaning of Proposition 65. Abbots 17 manufactures, distributes, and/or sells the Covered Products.

18 1.4 The Complaint is based on allegations contained in CPA's Notices of Violation dated 19 March 15, 2024 and March 26, 2024 that were served on the California Attorney General, other public 20 enforcers, and Abbots ("Notices"). More than 60 days have passed since the Notices were served on 21 the Attorney General, public enforcers, and Abbots and no designated governmental entity has filed a 22 Complaint against Abbots with regard to the Covered Products or the alleged violations.

1.5 CPA's Notices and Complaint allege that use of the Covered Products by California
 consumers exposes them to lead without first receiving clear and reasonable warnings from Abbots, in
 violation of California Health and Safety Code section 25249.6. Abbots denies all material allegations
 contained in the Notices and Complaint.

271.6The Parties have entered into this Consent Judgment in order to settle, compromise, and28resolve disputed claims and 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, franchisees, licensees, customers, suppliers, distributors,
 wholesalers, or retailers of any fact, issue of law, or violation of law.

5 1.7 Except as expressly set forth herein, nothing in this Consent Judgment shall prejudice, 6 waive, or impair any right, remedy, argument, or defense the Parties may have in any current or future 7 legal proceeding unrelated to these proceedings.

8 **1.8** The Effective Date of this Consent Judgment is ten (10) days after the date on which it is 9 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 and personal jurisdiction over Abbots 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 that were or could have been asserted in this action based on the facts alleged in the Notices and Complaint.

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## 3. INJUNCTIVE RELIEF, REFORMULATION, AND WARNINGS

3.1 Beginning no later than ninety (90) days after the Effective Date (the "Compliance
Date"), Abbots shall be permanently enjoined from manufacturing for sale in the State of California,
"Distributing into the State of California," or selling in the State of California, any Covered Product
that exposes a person to a "Daily Lead Exposure Level" of more than 0.5 micrograms of lead per day
unless it meets the warning requirements under Section 3.2.

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 Abbots knows will sell the Covered Product in California.

273.1.2For purposes of this Consent Judgment, the "Daily Lead Exposure Level" shall be28measured 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.

3.1.3 So long as Abbots can provide documentation, if requested in writing by CPA, Covered
Products manufactured, shipped, sold, or Distributed into the State of California by Abbots prior to the
Compliance Date are not bound by the injunctive terms set forth in this Section 3, including but not
limited to, the Daily Lead Exposure Level, and warning and testing requirements, and are instead
permitted to be sold as is to California consumers and are expressly released by Section 8 of this Consent
Judgment.

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#### Clear and Reasonable Warnings

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

#### 14 **OPTION 1**:

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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 v/ww.P65Warnings.ca.gov/food.

18 OPTION 2:

WARNING: [Cancer and] Reproductive Harm - www.P65Warnings.ca.gov/food.<sup>1</sup>

21 Abbots shall use the phrase "cancer and" in the Warning if Abbots has reason to believe that the "Daily

22 Lead Exposure Level" is greater than 15 micrograms of lead as determined pursuant to the quality

23 control methodology set forth in Section 3.1.2 or if Abbots has reason to believe that another Proposition

24 65 chemical is present which may require a cancer warning.

25 The Warning shall be securely affixed or printed upon the label of each Covered Product and

26 must be set off from other surrounding information and enclosed in a box. In addition, for any Covered

27 Product sold over the internet, the Warning on the checkout page shall be in full text or through a clearly

28 Any short form warning on Covered Products manufactured and labeled after January 1, 2028, shall be provided in accordance with Title 27, California Code of Regulations, § 25603(b).

1 marked hyperlink using the word "WARNING" and in all capital and bold letters when a California 2 delivery address is indicated for any purchase of any Covered Product. If a hyperlink is used, the 3 hyperlink must go directly to a page prominently displaying the Warning without content that detracts 4 from the Warning. An asterisk or other identifying method must be utilized to identify which products 5 on the checkout page are subject to the Warning.

6 The Warning shall be at least the same size as the largest of any other health or safety warnings 7 also appearing on the website or on the label and the word "WARNING" shall be in all capital letters 8 and in bold print. No statements intended to or likely to have the effect of diminishing the impact of the 9 Warning on the average lay person shall accompany the Warning. Further, no statements may accompany 10 the Warning that state or imply that the source of the listed chemical has an impact on or results in a less 11 harmful effect of the listed chemical.

Abbots must display the above Warning with such conspicuousness, as compared with other words, statements or designs on the label, 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.

16 For purposes of this agreement, the term "label" means a display of written, printed or graphic 17 material that is printed on or affixed to a Covered Product or its immediate container or wrapper.

For purposes of this agreement, when Abbots is required to provide a warning for a Covered Product pursuant to Section 3, Abbots may satisfy the warning requirement by providing the required information in compliance with 27 C.C.R. Section 25600.2 (2024) to any business that is subject to Proposition 65 to which it is selling or transferring the Covered Product.

The Parties agree that Abbots shall be deemed to be in compliance with this Agreement by either adhering to Section 3 of this Agreement or by complying with warning regulations adopted by the State of California's OEHHA applicable to the Products and the exposures at issue. Further, Abbots agrees that, as of January 1, 2028, it shall ensure that all consumer products it manufactures, distributes, or sells in California, requiring a warning under Proposition 65, comply with the revised Proposition 65 warning regulations, including updated short-form warnings. The required warnings shall specify at least one (hemical for which the warning is given, in accordance with Title 27, California Code of Regulations,

1 || Section 25603.

If a Covered Product is being sold by an online third-party seller or downstream reseller customer 2 (collectively referred to as "Third-Party Seller(s)"), who are subject to Proposition 65 and known to, and 3 authorized by, Abbots to sell such Covered Product in California, and Abbots cannot itself post the 4 warning on the authorized Third-Party Seller's website because Abbots lacks control over such 5 authorized Third-Party Seller's website, then Abbots must notify the authorized Third-Party Seller 6 and/or its authorized agent of the authorized Third-Party Seller's duty to provide an internet warning as 7 part of the condition of sale of the Covered Product. The Warning shall be at least the same size as the 8 largest of any other health or safety warnings also appearing on the website or on the label and the word 9 "WARNING" shall be in all capital letters and in bold print. No statements intended to or likely to have 10 the effect of diminishing the impact of the Warning on the average lay person shall accompany the 11 Warning, Further no statements may accompany the Warning that state or imply that the source of the 12 listed chemical has an impact on or results in a less harmful effect of the listed chemical. 13

Where any product label, packaging, or accompanying written materials include information in a language other than English, Abbots agrees to provide the Proposition 65 warning in the same language(s) in addition to English. The foreign language warning must contain the same content as the English warning and must be prominently displayed.

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#### SETTLEMENT PAYMENT

4.1 In full satisfaction of all potential civil penalties, additional settlement payments,
attorney's fees, and costs, Abbots shall make a total payment of \$30,000.00 ("Total Settlement
Amount") to CPA within fifteen (15) days of the Effective Date. Abbots shall make this payment by
wire transfer to CPA's account, for which CPA will give Abbots the necessary account information. The
Total Settlement Amount shall be apportioned as follows:

4.2 \$2,000.00 shall be considered a civil penalty pursuant to California Health and Safety
Code section 25249.7(b)(1). CPA shall remit 75% (\$1,500.00) 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).
CPA will retain the remaining 25% (\$500.00) of the civil penalty.

4.4 \$28,000.00 shall be distributed to CPA as reimbursement of CPA's attorney fees and costs. Except as explicitly provided herein, each Party shall bear its own fees and costs.

## 5. MODIFICATION OF CONSENT JUDGMENT

This Consent Judgment may be modified only as to injunctive terms (i) by written stipulation of 4 the Parties and upon entry by the Court of a modified consent judgment or (ii) by motion of either Party 5 pursuant to Section 5.3 and upon entry by the Court of a modified consent judgment. In the event that 6 Proposition 65, either as a whole or as specifically applicable to the Covered Products or listed chemicals 7 at issue in the case, is repealed or federally preempted, or if new or different safe harbor levels are 8 established as applicable to the Covered Products, or if Proposition 65 is otherwise rendered inapplicable 9 to the Covered Products or the listed chemicals at issue in this case, by any final California regulation 10 or statute, or by a decision of the California Supreme Court or the United States Supreme Court or by 11 the California legislature or the United States Congress, or if any provision of this Consent Judgment is 12 specifically rendered inapplicable or no longer required as to the Covered Products as a result of any 13 such regulatory or statutory change, repeal or preemption or decision of the California Supreme Court 14 or the United States Supreme Court, or due to binding federal laws or regulations, then Abbots may 15 provide written notice to CPA of any asserted change in the law and seek modification of this Consent 16 Judgment pursuant to this Section. 17

6. JURISDICTION AND ENFORCEMENT OF CONSENT JUDGMENT

19 6.1 This Court shall retain jurisdiction of this matter to enforce, modify, or terminate this 20 Consent Judgment.

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## 7. APPLICATION OF CONSENT JUDGMENT

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

## BINDING EFFECT, CLAIMS COVERED AND RELEASED

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# This Consent Judgment is a full, final, and binding resolution between CPA, on behalf of

itself and in the public interest, and Abbots and its respective officers, directors, shareholders,
employees, agents, parent companies, subsidiaries, divisions, suppliers, franchisees, licensees,
customers (not including private label customers of Abbots), 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").

CPA, acting in the public interest, releases the Released Parties from any and all claims 8.2 б for violations of Proposition 65 up through the Effective Date based on exposure to lead from the 7 Covered Products as set forth in the Notices of Violation. CPA, on behalf of itself only, hereby fully 8 releases and discharges the Released Parties from any and all claims, actions, causes of action, suits, 9 demands, liabilities, damages, penalties, fees, costs, and expenses asserted, or that could have been 10 asserted from the handling, use, or consumption of the Covered Products, as to any alleged violation of 11 Proposition 65 or its implementing regulations arising from the failure to provide Proposition 65 12 warnings for the Covered Products regarding lead, up to and including the Effective Date. However, 13 Third-Party Sellers that do not provide the Warning after being instructed or notified by Abbots to do 14 so, as outlined in Section 3.2, are not released from liability for violations of Proposition 65. 15

16 8.3 CPA on its own behalf only, and Abbots on its own behalf only, further waive and release 17 any and all claims they may have against each other for all actions or statements made or undertaken in 18 the course of seeking or opposing enforcement of Proposition 65 in connection with the Notices and 19 Complaint up through and including the Effective Date, provided, however, that nothing in Section 8 19 shall affect or limit any Party's right to seek to enforce the terms of this Consent Judgment. However, 21 Third-Party Sellers that do not provide the Warning after being instructed or notified by Abbots to do 22 sc, as outlined in Section 3.2, are not released from liability for violations of Proposition 65.

8.4 It is possible that other claims not known to the Parties, arising out of the facts alleged in
the Notices and Complaint, and relating to the Covered Products, will develop or be discovered. CPA
on behalf of itself only, and Abbots on behalf of itself only, acknowledge that this Consent Judgment is
expressly intended to cover and include all such claims up through and including the Effective Date,
including all rights of action therefore.

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CPA and Abbots acknowledge that the claims released in Sections 8.2 and 8.3 above may include

unknown claims, and nevertheless waive California Civil Code section 1542 as to any such unknown i claims. California Civil Code section 1542 reads as follows: 2 A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR 3 OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER 4 FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF KNOWN BY 5 HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER 6 SETTLEMENT WITH THE DEBTOR OR RELEASED PARTY. 7 CPA on behalf of itself only, and Abbots on behalf of itself only, acknowledge and understand the 8 significance and consequences of this specific waiver of California Civil Code section 1542. 9 Compliance with the terms of this Consent Judgment shall be deemed to constitute 8.5 10 compliance with Proposition 65 by any of the Released Parties regarding alleged exposures to lead in 11 the Covered Products, as set forth in the Notices and Complaint. 12 Nothing in this Consent Judgment is intended to apply to any occupational or 13 8.6 environmental exposures arising under Proposition 65, nor shall it apply to any of Abbots' products 14 other than the Covered Products. 15 SEVERABILITY OF UNENFORCEABLE PROVISIONS 9. 16 In the event that any of the provisions of this Consent Judgment are held by a court to be 17 unenforceable, the validity of the remaining enforceable provisions shall not be adversely affected. 18 **GOVERNING LAW** 10. 19 The terms and conditions of this Consent Judgment shall be governed by and construed in 20 accordance with the laws of the State of California. 21 **PROVISION OF NOTICE** 11. 22 All notices required to be given to either Party to this Consent Judgment by the other shall be in 23 writing and sent to the following agents listed below via first-class mail or via electronic mail where 24 1 squired. Courtesy copies via email may also be sent. 25 26 27 28 (PROPOSED) STIPULATED CONSENT JUDGMENT

FOR	~DA.
FUR	
	FWOOD LAW FIRM n Shabatian, Bar No. 221953
12100	) Wilshire Boulevard, Suite 800
Tel: (	ngeles, California 90025 310) 200-3227
ellie@	geliffwoodlaw.com
FOF	ABBOTS:
Matt	new Orr Wasserman Gurnani
515 5	outh Flower Street, 18th Floor
Tel: (	Angeles, California 90071 213) 933-2330
	(312) 884-7352 @awglaw.com
	12. COURT APPROVAL
	12.1 Upon execution of this Consent Judgment by the Parties, CPA shall notice a Motion for
Cou	rt 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
	ies 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
	arce or effect. 13. EXECUTION AND COUNTERPARTS
	This Consent Judgment may be executed in counterparts, which taken together shall be deemed to
cons	titute one document. A facsimile or .pdf signature shall be construed to be as valid as the original
	ature
	14. DRAFTING
	The terms of this Consent Judgment have been reviewed by the respective counsel for each Party
prio	r to its signing, and each Party has had an opportunity to fully discuss the terms and conditions with
ləga	I counsel. The Parties agree that, in any subsequent interpretation and construction of this Consent
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	[PROPOSED] STIPULATED CONSENT JUDGMENT

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

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#### 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 either in person, via remote meeting, by telephone,
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.

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#### 16. ENFORCEMENT

12 CPA may, by motion or order to show cause before the Superior Court of Los Angeles County, 13 enforce the terms and conditions contained in this Consent Judgment. In any action brought by CPA to 14 enforce this Consent Judgment, CPA may seek whatever fines, costs, penalties, or remedies as are 15 provided by law for failure to comply with the Consent Judgment. To the extent the failure to comply 16 with the Consent Judgment constitutes a violation of Proposition 65 or other laws, CPA shall not be 17 limited to enforcement of this Consent Judgment, but may seek in another action whatever fines, costs, 18 penalties, or remedies as are provided by law for failure to comply with Proposition 65 or other laws.

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# 17. ENTIRE AGREEMENT, AUTHORIZATION

17.1 This Consent Judgment contains the sole and entire agreement and understanding of the
Parties with respect to the entire subject matter herein, including any and all prior discussions,
negotiations, commitments, and understandings related thereto. No representations, oral or otherwise,
express or implied, other than those contained herein have been made by any Party. No other agreements,
oral or otherwise, unless specifically referred to herein, shall be deemed to exist or to bind any Party.
17.2 Each signatory to this Consent Judgment certifies that he or she is fully authorized by the
Party he or she represents to stipulate to this Consent Judgment.

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1	18. REQUEST FOR FINDINGS, APPROVAL OF SETTLEMENT AND ENTRY OF
2	CONSENT JUDGMENT
3	This Consent Judgment has come before the Court upon the request of the Parties. The
4	Partie's request the Court to fully review this Consent Judgment and, being fully informed regarding the
5	matters which are the subject of this action, to:
6	(1) Find that the terms and provisions of this Consent Judgment represent a fair and equitable
7	settlement of all matters raised by the allegations of the Complaint that the matter has been diligently
8	prosecuted, and that the public interest is served by such settlement;
9	(2) Make the findings pursuant to California Health and Safety Code section 25249.7(f)(4),
10	approve the Settlement, and approve this Consent Judgment; and (3) Retain jurisdiction, pursuant to Section 664.6 of the Code of Civil Procedure, after the
11	Consent Judgment is entered in order to enforce, modify, or terminate this Consent Judgment.
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15	IT IS SO STIPULATED:
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17	Dated: <u>6/9/2025</u> , 2025 CLEAN PRODUCT ADVOCATES, LLC
18	By: Jekee Yangzom
19	6/20/25
<b>2(</b> '	Dated, 2025 ABBOT'S BUTCHER, INC.
21	t enn
22	By: Kerry Song O Its: CEO & Founder
23	Its: CEO & Founder
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26 27	
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	(PROPOSED) STIPULATED CONSENT JUDGMENT

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