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4	Attorneys for Plaintiff	
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9	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
10	COUNTY OF SAN FRANCISCO	
11	GABRIEL ESPINOZA,	Case No.: CGC-25-621458
12	Plaintiff,	CONSENT JUDGMENT
13	vs.	Judge: Joseph M. Quinn Dept.: 302
14	H MART COMPANIES, INC.,	Hearing Date: December 2, 2025 Hearing Time: 9:00 AM
15	Defendant.	Complaint Filed: January 15, 2025
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# 1. INTRODUCTION

1.1 **The Parties.** This Consent Judgment is entered into by and between Gabriel Espinoza acting on behalf of the public interest (hereinafter "Espinoza") and H Mart Companies, Inc. ("H Mart" or "Defendant") with Espinoza and Defendant collectively referred to as the "Parties" and each of them as a "Party." Espinoza is an individual residing in California that seeks to promote awareness of exposures to toxic chemicals and improve human health by reducing or eliminating hazardous substances contained in consumer products. H Mart is alleged to be a person in the course of doing business for purposes of Proposition 65, Cal. Health & Safety Code §§ 25249.6 et seq.

1.2 Allegations and Representations. Espinoza alleges that Defendant has exposed individuals to lead, di(2-ethylhexyl) phthalate ("DEHP"), and/or perfluorooctanoic acid ("PFOA") from its sales of (a) My Buddy "Take Your Time" mugs, (b) Living Zone strainers, and (c) Artbox umbrellas without providing a clear and reasonable exposure warning pursuant to Proposition 65. DEHP, lead, and PFOA are listed pursuant to Proposition 65 as chemicals known to the State of California to cause cancer and birth defects or other reproductive harm.

#### 1.3 Notice of Violation/Action.

1.3.1 On July 24, 2024, Espinoza served H Mart and various public enforcement agencies with documents entitled "60-Day Notice of Violation" pursuant to Health & Safety Code §25249.7(d) (the "July Notice"), alleging that Defendant violated Proposition 65 for failing to warn consumers and customers that use of My Buddy "Take Your Time" mugs expose users in California to lead. No public enforcer has brought and is diligently prosecuting the claims alleged in the July Notice.

1.3.2 On August 1, 2024, Espinoza served H Mart and various public enforcement agencies with documents entitled "60-Day Notice of Violation" pursuant to Health & Safety Code §25249.7(d) (the "First August Notice"), alleging that Defendant violated Proposition 65 for failing to warn consumers and customers that use of Living Zone strainers expose users in California to

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August Notice.

DEHP. No public enforcer has brought and is diligently prosecuting the claims alleged in the First

- 1.3.3 On August 5, 2024, Espinoza served H Mart and various public enforcement agencies with documents entitled "60-Day Notice of Violation" pursuant to Health & Safety Code §25249.7(d) (the "Second August Notice"), alleging that Defendant violated Proposition 65 for failing to warn consumers and customers that use of Artbox umbrellas expose users in California to PFOA. No public enforcer has brought and is diligently prosecuting the claims alleged in the Second August Notice.1
- 1.3.4 On January 15, 2025, Espinoza filed a complaint (the "Complaint" or "Action").
- For purposes of this Consent Judgment only, the Parties stipulate that this Court has 1.4 jurisdiction over Defendant as to the allegations contained in the Action filed in this matter, that venue is proper in the County of San Francisco, and that this Court has jurisdiction to approve, enter, and oversee the enforcement of this Consent Judgment as a full and final binding resolution of all claims which were or could have been raised in the Action based on the facts alleged therein and in the Notices.
- Defendant denies the material allegations contained in Espinoza's Notices and 1.5 Complaint and maintains that it has not violated Proposition 65. Nothing in this Consent Judgment shall be construed as an admission by Defendant of any fact, finding, issue of law, or violation of law; nor shall compliance with this Consent Judgment constitute or be construed as an admission by Defendant of any fact, finding, conclusion, issue of law, or violation of law, such being specifically denied by Defendant. However, this section shall not diminish or otherwise affect the obligations, responsibilities, and duties of Defendant under this Consent Judgment.

<sup>&</sup>lt;sup>1</sup> The July Notice, First August Notice, and Second August Notice are collectively referred to herein as, the "Notices."

2.1 **Covered Products.** The term "Covered Products" means (a) My Buddy "Take Your Time" mugs, (b) Living Zone strainers, and (c) Artbox umbrellas that are manufactured, distributed, shipped into California and offered for sale in California by H Mart that expose users to lead, DEHP, and/or PFOA.

2.2 **Effective Date.** The term "Effective Date" means the date this Consent Judgment is entered as a Judgment of the Court.

## 3. <u>INJUNCTIVE RELIEF: REFORMULATION AND/OR WARNINGS</u>

Reformulation of Covered Products. Commencing within sixty (60) days after the Effective Date, and continuing thereafter, any Covered Products that H Mart directly manufactures, imports, distributes, sells, or offers for sale in California shall either be: (a) DEHP Reformulated Products<sup>2</sup>, (b) Lead Reformulated Products<sup>3</sup>, or (c) be labeled with a clear and reasonable exposure warning pursuant to §§ 3.2 and 3.3, below. The warning requirement set forth in §§ 3.2 and 3.3 shall not apply to any DEHP Reformulated Product or Lead Reformulated Products. There is no PFOA reformulation option with respect to the Artbox umbrellas and H Mart shall provide a clear and reasonable exposure warning for all Artbox umbrellas pursuant to § 3.2(c) or (d), below.

Oate, and continuing thereafter, a clear and reasonable exposure warning as set forth in this §§ 3.2 and 3.3 must be provided for any and all Covered Products that Defendant manufacturers, imports, distributes, sells, or offers for sale in California that is not a DEHP Reformulated Product or Lead Reformulated Products. For all Artbox umbrellas, H Mart shall provide a clear and reasonable exposure warning pursuant to § 3.2(c) or (d), below. There shall be no obligation for Defendant to

<sup>&</sup>lt;sup>2</sup> "DEHP Reformulated Products" shall mean Covered Products that contain concentrations less than or equal to 0.1% (1,000 parts per million (ppm)) of DEHP when analyzed pursuant to U.S. Environmental Protection Agency testing methodologies 3580A and 8270C or other methodology utilized by federal or state government agencies for the purpose of determining the phthalate content in a solid substance.

<sup>&</sup>lt;sup>3</sup> "Lead Reformulated Products" shall mean Covered Products that produce a wipe test result no higher than 1 microgram (μg) of lead when analyzed pursuant to NIOSH method no. 9100.

provide a warning for Covered Products that enter the stream of commerce within 60 days after the Effective Date. The warning shall consist of either the **Warning** or **Alternative Warning** described in §§ 3.2(a) - (d):

- (a) **Warning**. For the My Buddy "Take Your Time" mugs that are not Lead Reformulated Products, the "Warning" shall consist of the statement:
- ▲ WARNING: 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 <a href="https://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a>.
- (b) Warning. For the Living Zone strainers that are not DEHP Reformulated Products, the "Warning" shall consist of the statement:
- **WARNING**: This product can expose you to chemicals including di(2-ethylhexyl) phthalate (DEHP), which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to <a href="https://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a>.
- (c) Warning. For all Artbox umbrellas, the "Warning" shall consist of the statement:
- ▲ WARNING: This product can expose you to chemicals including perfluorooctanoic acid (PFOA), which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to <a href="https://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a>.
- (d) Alternative Warning: For any Covered Products that are not DEHP Reformulated Products or Lead Reformulated Products, or all Artbox umbrellas, H Mart may, but is not required to, use the alternative short-form warning as set forth in this § 3.3(d) ("Alternative Warning") as follows:
  - ⚠ WARNING: Cancer and Reproductive Harm www.P65Warnings.ca.gov.
- "WARNING:" in all capital letters and in bold font, followed by a colon. The warning symbol to the left of the word "WARNING:" must be a black exclamation point in a yellow equilateral triangle with a black outline, except that if the sign or label for the Covered Product does not use the color yellow, the symbol may be in black and white. The symbol must be in a size no smaller than the height of the word "WARNING:". The Warning or Alternative Warning shall be affixed to or printed on the Covered Product's packaging or labeling, or on a placard, shelf tag, sign or

electronic device or automatic process only if such electronic device or automatic process provides the Warning or Alternative Warning without the purchaser having to seek it out, providing that the Warning or Alternative Warning is displayed with such conspicuousness, as compared with other words, statements, or designs as to render it likely to be read and understood by an ordinary individual under customary conditions of purchase or use. The Warning or Alternative Warning may be contained in the same section of the packaging, labeling, or instruction booklet that states other safety warnings, if any, concerning the use of the Covered Product and shall be at least the same size as those other safety warnings. If "consumer information," as that term is defined in Title 27, California Code of Regulations, Section 25600.1(c) as it may be amended from time to time, is provided in a foreign language, H Mart shall provide the Warning or Alternative Warning in the foreign language in accordance with applicable warning regulations adopted by the State of California's Office of Environmental Health Hazard Assessment ("OEHHA"). An Alternative Warning on a Covered Product manufactured and labeled after January 1, 2028 shall be provided in accordance with Title 27, California Code of Regulations, § 25603(b).

In addition to affixing the Warning or Alternative Warning to the Covered Product's packaging or labeling, the Warning or Alternative Warning shall be posted on websites where H Mart offers Products for sale to consumers in California. The requirements of this Section shall be satisfied if the Warning or Alternative Warning, or a clearly marked hyperlink using the word "WARNING," appears on the product display page, or by otherwise prominently displaying the warning to the purchaser prior to completing the purchase. To comply with this Section, H Mart shall (a) post the Warning or Alternative Warning on its own website and, if it has the ability to do so, on the websites of its third-party internet sellers; and (b) if it does not have the ability to post the Warning or Alternative Warning on the websites of its third-party internet sellers, provide such sellers with written notice in accordance with Title 27, California Code of Regulations, § 25600.2. Third-party internet sellers of the Covered Product that have been provided with written

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A copy of the check payable to OEHHA shall be mailed to Brodsky Smith at the address set forth above as proof of payment to OEHHA.

4.2 **Attorneys' Fees.** Within ten (10) days of the Effective Date, H Mart shall pay \$29,000.00 to Brodsky Smith as complete reimbursement for Espinoza's attorneys' fees and costs incurred as a result of investigating, bringing this matter to the attention of H Mart, litigating and negotiating and obtaining judicial approval of a settlement in the public interest, pursuant to Code of Civil Procedure § 1021.5.

#### 5. RELEASE OF ALL CLAIMS

This Consent Judgment is a full, final, and binding resolution between Espinoza 5.1 acting on his own behalf, and on behalf of the public interest, and H Mart, and its parents, shareholders, members, directors, officers, managers, employees, representatives, agents, attorneys, divisions, subdivisions, subsidiaries, partners, sister companies, stores, and affiliates, and their predecessors, successors and assigns, including but not limited to H Mart Irvine Westpark LLC ("Defendant Releasees"), all entities from whom they directly or indirectly purchase and/or resell Covered Products, including but not limited to manufacturers, suppliers, distributors, wholesalers, licensors ("Upstream Releasees"), and all entities to whom they directly or indirectly distribute or sell Covered Products, including but not limited to suppliers, distributors, licensors, licensee retailers ("Downstream Releasees") of all claims for violations of Proposition 65 based on exposure to DEHP from use of Living Zone strainers, lead from use of My Buddy "Take Your Time" mugs, and/or PFOA from use of Artbox umbrellas manufactured, distributed, or sold by H Mart at any time up to and including the Effective Date and within 90 days after the Effective Date. It is the Parties' intention that this Consent Judgment shall have preclusive effect such that no other actions by private enforcers, whether purporting to act in his, her, or its interests or the public interest shall be permitted to pursue and take any action with respect to any violation of Proposition 65 based on exposure to DEHP from use of Living Zone strainers, lead from use of My Buddy "Take Your Time" mugs, and/or PFOA from use of Artbox umbrellas that was alleged in the Complaint, or that could have been brought pursuant to the Notices against H Mart, Defendant

Releasees, the Upstream Releasees, and Downstream Releasees ("Proposition 65 Claims"). H Mart's compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 by H Mart with regard to exposure to DEHP from use of Living Zone strainers, lead from use of My Buddy "Take Your Time" mugs, and/or PFOA from use of Artbox umbrellas.

5.2 In addition to the foregoing, Espinoza, on behalf of himself, his past and current agents, representatives, attorneys, and successors and assignees, and <u>not</u> in his representative capacity, hereby waives all rights to institute or participate in, directly or indirectly, any form of legal action and releases H Mart, Defendant Releasees, Upstream Releasees, and Downstream Releasees from any and all manner of actions, causes of action, claims, demands, rights, suits, obligations, debts, contracts, agreements, promises, liabilities, damages, charges, losses, costs, expenses, and attorneys' fees, of any nature whatsoever, known or unknown, in law or equity, fixed or contingent, now or in the future, with respect to any alleged violations of Proposition 65 related to or arising from Covered Products manufactured, distributed, or sold by H Mart, Defendant Releasees, Upstream Releases, or Downstream Releasees. With respect to the foregoing waivers and releases in this paragraph, Espinoza hereby specifically waives any and all rights and benefits which he now has, or in the future may have, conferred by virtue of the provisions of § 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.

5.3 H Mart waives any and all claims against Espinoza, his attorneys and other representatives, for any and all actions taken, or statements made (or those that could have been taken or made) by Espinoza and his attorneys and other representatives, whether in the course of investigating claims or otherwise seeking enforcement of Proposition 65 against it in this matter, and with respect to Covered Products.

#### 1 6. INTEGRATION This Consent Judgment contains the sole and entire agreement of the Parties and 2 6.1 any and all prior negotiations and understandings related hereto shall be deemed to have been 3 4 merged within it. No representations or terms of agreement other than those contained herein exist 5 or have been made by any Party with respect to the other Party or the subject matter hereof. 6 7. NOTICES 7 Unless specified herein, all correspondence and notices required to be provided 7.1 pursuant to this Consent Judgment shall be in writing and personally delivered or sent by: (i) first-8 9 class, (registered or certified mail) return receipt requested; or (ii) overnight courier on any party 10 by the other party at the following addresses: 11 For Defendant: 12 Ho-El Park, Esq. Law Office of Ho-El Park, P.C. 13 3230 E. Imperial Hwy., Ste. 300 Brea, CA 92821 14 And 15 For Espinoza: 16 **Evan Smith** 17 **Brodsky Smith** 9465 Wilshire Blvd., Ste. 300 18 Beverly Hills, CA 90212 Any party, from time to time, may specify in writing to the other party a change of address to 19 20 which all notices and other communications shall be sent. 21 8. COUNTERPARTS; FACSIMILE SIGNATURES This Consent Judgment may be executed in counterparts and by facsimile, each of 22 8.1 23 which shall be deemed an original, and all of which, when taken together, shall constitute one and 24 the same document. 25 26

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# 13. AUTHORIZATION The undersigned are authorized to execute this Consent Judgment on behalf of their respective Parties and have read, understood, and agree to all of the terms and conditions of this document and certify that he or she is fully authorized by the Party he or she represents to execute the Consent Judgment on behalf of the Party represented and legally bind that Party. Except as explicitly provided herein each Party is to bear its own fees and costs. **AGREED TO:** AGREED TO: GABRIEL ESPINOZA IT IS SO ORDERED, ADJUDGED AND DECREED: Dated: Judge of Superior Court

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### **AUTHORIZATION** 13. The undersigned are authorized to execute this Consent Judgment on behalf of their 13.1 respective Parties and have read, understood, and agree to all of the terms and conditions of this document and certify that he or she is fully authorized by the Party he or she represents to execute the Consent Judgment on behalf of the Party represented and legally bind that Party. Except as explicitly provided herein each Party is to bear its own fees and costs. AGREED TO: AGREED TO: Date: By:\_\_ H MART COMPANIES, INC. GABRIEL ESPINOZA IT IS SO ORDERED, ADJUDGED AND DECREED: Dated: Judge of Superior Court