| 1<br>2<br>3<br>4 | George W. Dowell, State Bar No. 234759 D. Joshua Voorhees, State Bar No. 241436 HIRST & CHANLER LLP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 |   |  |
|------------------|---|---|--|
| 5<br>6           | Attorneys for Plaintiff RUSSELL BRIMER  |   |  |
| 7                | William A. Anderson, II   |   |  |
| 8                | William W. Belt, Jr., State Bar No. 144931<br>WILLIAMS MULLEN PC<br>1666 K Street, N.W. Suite 1200  |   |  |
| 9                | Washington D.C. 20006<br>Telephone: (202) 833-9200<br>Facsimile: (202) 293-5939   |   |  |
| 11               | Attorneys for Defendant   |   |  |
| 12               | BACARDI U.S.A., INC   |   |  |
| 13               |   |   |  |
| 14               | SUPERIOR COURT OF THE STATE OF CALIFORNIA   |   |  |
| 15               | IN AND FOR THE CITY AND COUNTY OF SAN FRANCISCO   |   |  |
| 16               | UNLIMITED CIVIL JURISDICTION  |   |  |
| 17               |   | ,   |  |
| 18               | RUSSELL BRIMER )  | CASE NO. CGC-06-453355                                |  |
| 19               | )<br>Plaintiff,   | 100000000000000000000000000000000000000               |  |
| 20               | v. )  |   |  |
| 21               | BACARDI U.S.A., INC; and DOES 1 through   | STIPULATION AND [PROPOSED] ORDER RE: CONSENT JUDGMENT |  |
| 22               | 150, inclusive,   |   |  |
| 23               | Defendants.   |   |  |
| 24               | )   |   |  |
| 25               |   |   |  |
| 26               |   |   |  |
| 27               |   |   |  |
| 28               |   |   |  |

#### 1. INTRODUCTION

#### 1.1 Russell Brimer And Bacardi U.S.A.

This Consent Judgment is entered into by and between plaintiff Russell Brimer (hereinafter "Brimer" or "Plaintiff") and defendant Bacardi U.S.A., Inc. (hereafter "Bacardi" or "Defendant"), with Brimer and Bacardi collectively referred to as the "Parties."

#### 1.2 Plaintiff

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

#### 1.3 Defendant

Bacardi employs ten or more persons and is a person in the course of doing business for purposes of Proposition 65.

#### 1.4 General Allegations

Brimer alleges that Bacardi has manufactured, distributed and/or sold in the State of California certain glassware with exterior decorations that contain lead and/or cadmium. Lead and cadmium are listed pursuant to the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health & Safety Code §§25249.5 et seq. ("Proposition 65"), as chemicals known to the State of California to cause birth defects and other reproductive harm. Lead and cadmium shall be referred to herein as the "Listed Chemicals."

#### 1.5 **Product Description**

The products that are covered by this Consent Judgment are defined as follows: glassware intended for the consumption of food or beverages with colored artwork or designs (containing lead and/or cadmium) on the exterior and that Bacardi sells or offers for sale or distribution in California. All such glassware and any set or combination pack containing such glassware shall be referred to herein as the "Products."

#### 1.6 Notices of Violation

On January 13, 2006, Brimer served Bacardi and various public enforcement agencies with documents entitled "60-Day Notice of Violation" (the "Notice") that provided Bacardi and

such public enforcers with notice that alleged that Bacardi was in violation of California Health & Safety Code §25249.6 for failing to warn consumers and customers that the Products that Bacardi sold exposed users in California to lead. On or about August 11, 2006, Brimer will have served Defendant and various public enforcement agencies with documents, entitled "Supplemental Notice of Violation" ("Supplemental Notice") that will have provided Defendant and the public enforcers with notice that Defendant was allegedly in violation of Health & Safety Code §25249.6 for failing to warn individuals that Products that Defendant sold expose individuals in California to cadmium.

#### 1.7 Complaint

On June 20, 2006, Brimer, who is acting in the interest of the general public in California, filed a complaint (hereafter referred to as the "Complaint" or the "Action") in the Superior Court in and for the City and County of San Francisco against Bacardi U.S.A., Inc. and Does 1 through 150, (*Brimer v. Bacardi U.S.A., Inc.*, Case No. CGC-06-453355) alleging violations of Health & Safety Code §25249.6 based on the alleged exposures to the lead contained in the Products sold by Bacardi. The Complaint shall be deemed amended to allege exposures to cadmium from the Products, as described in the Supplemental Notice, as of the sixty-sixth (66<sup>th</sup>) day following the date of the Supplemental Notice, provided that no public enforcement authority designated under Health & Safety Code §25249.7 has filed a complaint against the Defendant on behalf of the public interest with respect to those new allegations set forth in the Supplemental Notice.

#### 1.8 No Admission

Bacardi denies the material factual and legal allegations contained in Brimer's Notices and Complaint and maintains that all products that it has sold and distributed in California, including the Products, have been and are in compliance with all laws. Nothing in this Consent Judgment shall be construed as an admission by Bacardi 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 Bacardi of any fact, finding, conclusion, issue of law or violation of law, such being specifically denied by Bacardi. However, this Section shall not diminish or otherwise affect the obligations, responsibilities and duties of Bacardi under this Consent Judgment.

#### 1.9 Consent to Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Bacardi as to the allegations contained in the Complaint, that venue is proper in the County of San Francisco and that this Court has jurisdiction to enter and enforce the provisions of this Consent Judgment.

#### 1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" shall mean October 1, 2006.

## 2. INJUNCTIVE RELIEF: WARNINGS AND REFORMULATION

2.1 After the Effective Date, Bacardi shall not sell in California, ship to California for sale, or offer to ship for sale in California, Products containing the Listed Chemicals unless such Products are sold or shipped with the clear and reasonable warnings set out in Section 2.2 or comply with the Reformulation Standards as set forth in Section 2.3 or are otherwise exempt from the warning requirements of Section 2.2 ("Exempt Products") by virtue of their being covered by other Consent Judgments, as described in Section 2.2.2(iii).

Any warning issued for Products pursuant to this Section 2.2 below shall be prominently placed with such conspicuousness as compared with other words, statements, designs, or devices as to render it likely to be read and understood by an ordinary individual under customary conditions before purchase or, for Products shipped directly to an individual consumer in California, before use.

## 2.2 **Product Warnings**

**2.2.1** C lear and Reasonable Warnings. This Section describes Bacardi's options for satisfying the warning obligations required by Section 2.1, depending, in part, on the manner of sale:

#### (a) Retail Store Sales

(i) Product Labeling. From the Effective Date, a warning will be affixed to the packaging, labeling or directly on the Product by or on behalf of Bacardi, that states:

| 1  | WARNING: The colored artwork or designs used on this product contains lead and/or                      |  |
|----|--|--|
| 2  | cadmium, chemicals known to the State of   |  |
| 3  | California to cause birth defects and other reproductive harm.   |  |
| 4  |  |  |
| 5  | (ii) Point-of-Sale Warnings. Bacardi may perform its warning   |  |
| 6  | obligations by point-of-sale warning signs posted at retail outlets in the State of California where   |  |
| 7  | the Products are sold in the manner described below. Bacardi shall provide written instructions to     |  |
| 8  | each retailer or distributor to whom Bacardi sells Products directly, which instruct that the retailer |  |
| 9  | must post the appropriate warnings, or must inform such retailers or distributors of this warning      |  |
| 10 | obligation by other reasonable means. Bacardi's instructions must specify that point-of-sale           |  |
| 11 | warnings shall be provided through one or more signs posted in close proximity to the point of         |  |
| 12 | display of the Products that state:  |  |
| 13 | WARNING: The colored artwork or designs used on  |  |
| 14 | this product contains lead and/or cadmium, chemicals known to the State of                             |  |
| 15 | California to cause birth defects and other  |  |
| 16 | reproductive harm.   |  |
| 17 | The instructions must further specify that any point-of-sale warning shall be provided in a            |  |
| 18 | manner such that the consumer may reasonably be expected to understand to which specific               |  |
| 19 | Products the warning applies.  |  |
| 20 | (b) Mail Order Catalog and Internet Sales. Defendant shall satisfy its                                 |  |
| 21 | warning obligations for Products that it sells by mail order catalog or from the internet to           |  |
| 22 | California residents, by providing a warning: (a) in the mail order catalog and/or on the website;     |  |
| 23 | or (b) with the Product when it is shipped to an address in California. Warnings given in the mail     |  |
| 24 | order catalog or on the website shall identify the specific Product to which the warning applies as    |  |
| 25 | further specified in Sections 2.2.1(b)(i), (ii) and/or (iii) as applicable:                            |  |
| 26 | (i) Mail Order Catalog. Any warning provided in a mail order   |  |
| 27 | catalog must be in the same type size or larger as the product description text within the catalog.    |  |
| 28 | The following warning shall be provided on the same page and in the same location as the display       |  |

1 and/or description of the Product: 2 **WARNING:** The colored artwork or designs used on this product contains lead and/or cadmium, 3 chemicals known to the State of California to cause birth defects and other reproductive 4 Where it is impracticable to provide the warning on the same page and in the same location as the 5 6 display and/or description of the Product, Bacardi may utilize a designated symbol to cross 7 reference the applicable warning ("Designated Symbol") and shall provide the following language on the inside of the front cover of the catalog or on the same page as any order form for the 8 9 Product(s): 10 **WARNING:** The colored artwork or designs used on certain products identified with this symbol 11 ∇ and offered for sale in this catalog contain lead and/or cadmium, chemicals known to 12 the State of California to cause birth defects and other reproductive harm. 13 The Designated Symbol (shown on Exhibit A attached hereto) must appear on the same 14 page and in close proximity to the display and/or description of the Product. On each page where 15 the Designated Symbol appears, Bacardi must provide a header or footer directing the consumer 16 to the warning language and definition of the Designated Symbol. 17 If Defendant elects to provide warnings in the mail order catalog, then the warnings must 18 be included in all catalogs offering to sell one or more Products printed after the Effective Date. 19 20 Internet Web Sites and Pages. A warning may be given in (ii) conjunction with Bacardi's sale of the Product via the internet, provided it appears either: (a) on 21 the same web page on which the Product is displayed; (b) on the same web page as the order form 22 for the Product; (c) on the same page as the price for any Product; or (d) on one or more web

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as the product description text:

pages displayed to a purchaser during the checkout process. The following warning statement

shall be used and shall appear in any of the above instances adjacent to or immediately following

the display, description, or price of the Product for which it is given in the same type size or larger

| 1  | WARNING: The colored artwork or designs used on   |  |  |
|----|---|--|--|
| 2  | this product contains lead and/or cadmium, chemicals known to the State   |  |  |
| 3  | of California to cause birth defects and other reproductive harm.   |  |  |
| 4  | Alternatively, the Designated Symbol may appear adjacent to or immediately following  |  |  |
| 5  | the display, description or price of the Product for which a warning is being given, provided that  |  |  |
| 6  | the following warning statement also appears elsewhere on the same web page:  |  |  |
| 7  | WARNING: Products identified on this page with the  |  |  |
| 8  | following symbol use colored artwork or designs that contains lead and/or cadmium,  |  |  |
| 9  | chemicals known to the State of California to cause birth defects and other reproductive  |  |  |
| 10 | harm: ∇   |  |  |
| 11 | (iii) Package Insert or Label. For all Products Bacardi sells by  |  |  |
| 12 | catalog or via the internet, a warning may be provided with the Product when it is shipped directly   |  |  |
| 13 | to an individual in California, by either: (a) affixing the following warning language to the   |  |  |
| 14 | packaging, labeling or directly to a specific Product; (b) inserting a warning card measuring at  |  |  |
| 15 | least 4" x 6" in the shipping carton which contains the following warning language; or (c) by   |  |  |
| 16 | placing the following warning statement on the packing slip or customer invoice on the line   |  |  |
| 17 | directly below the description of the Product on the packing slip or customer invoice:  |  |  |
| 18 | WARNING: The colored artwork or designs used on   |  |  |
| 19 | this product contains lead and/or cadmium, chemicals known to the State   |  |  |
| 20 | of California to cause birth defects and other reproductive harm.   |  |  |
| 21 | Alternatively, Bacardi may place the following language on the packing slip or invoice and  |  |  |
| 22 | specifically identifying the Product in lettering of the same size or larger as the description of the  |  |  |
| 23 | Product:  |  |  |
| 24 | WARNING: The colored artwork or designs used on the   |  |  |
| 25 | following product(s) contains lead and/or cadmium, chemicals known to the State of California to cause birth defects or other reproductive harm: [list products for which |  |  |
| 26 |   |  |  |
| 27 | warning is given].  |  |  |

#### 2.2.2 Exceptions

The warning requirements set forth in Section 2.2.1 shall not apply to:

- (i) Any Products shipped to a third party before the Effective Date;
- (ii) Reformulated Products (as defined in Section 2.3 below); or
- (iii) any Products supplied to Bacardi by any other person in the course of doing business who is subject to a final judgment in an action brought by Brimer, Dr. Whitney Leeman or Michael DiPirro or a public enforcer whose action was brought on behalf of the People of the State of California addressing Proposition 65 warning obligations arising from alleged exposures to lead or cadmium from glassware with colored artwork, designs or markings on the exterior surface.

#### 2.3 Reformulation Standards

The following Reformulated Products shall be deemed to comply with Proposition 65 and be exempt from any Proposition 65 warning requirements under Sections 2.2:

2.3.1(A) Content-Based Standard Products with exterior decorations that contain six one-hundredths of one percent (0.06%) of lead by weight or less as measured either before or after the material is fired onto (or otherwise affixed to) the Product using a test method of sufficient sensitivity to establish a limit of quantification of less than 600 parts per million ("ppm")<sup>1</sup> and forty-eight one-hundredths of one percent (0.48%) of cadmium by weight or less as measured either before or after the material is fired onto or otherwise affixed to the Product using a test method of sufficient sensitivity to establish a limit of quantification of less than 4800 ppm.

2.3.1(B) Standard for "Lip and Rim Area." Products with decorations within the "Lip and Rim Area" that contain two one-hundredths of one percent (0.02%) of lead by weight or less as measured either before or after the material is fired onto (or otherwise affixed to) the Product, using a sample size of the material in question measuring approximately 50-100 mg

<sup>&</sup>lt;sup>1</sup>If the decoration is tested after it is affixed to the Product, the percentage of the Listed Chemical by weight must relate only to the decorating material and must not include any quantity attributable to non-decorating material (e.g., the glass substrate).

 $<sup>^2</sup>$  "Lip and Rim Area" is defined as the exterior top 20 millimeters of a hollowware glassware food or beverage Product.

and a test method of sufficient sensitivity to establish a limit of quantitation of less than 200 ppm<sup>3</sup> and eight one hundredths of one percent (0.08%) of cadmium by weight or less as measured either before or after the material is fired onto (or otherwise affixed to) the Product, using a sample size of the material in question measuring approximately 50-100 mg and a test method of sufficient sensitivity to establish a limit of quantification of less than 800 ppm.

**2.3.2 Wipe Test-Based Standard.** Products that provide a test result no higher than 1.0 microgram (μg) of lead and no higher than 8.0 μg of cadmium as applied to the exterior decoration and performed in accordance with NIOSH method no. 9100.

#### 2.4 Reformulation Commitment

Bacardi hereby commits to the following regarding Reformulated Products:

- 2.4.1 Bacardi shall undertake good faith efforts to ensure that as many Products as reasonably possible that it offers for sale in California after the Effective Date shall qualify as either Reformulated Products or Exempt Products.
- 2.4.2 At least 80 percent (80%) of the Products Bacardi offers for sale in California after February 28, 2007, will be either Reformulated Products or Exempt Products.
- 2.4.3 Bacardi will undertake commercially reasonable efforts to sell one hundred percent (100%) Reformulated Products or Exempt Products in California after March 1, 2007.

#### 3. MONETARY PAYMENTS

## 3.1 Penalties Pursuant to Health & Safety Code §25249.7(b)

Pursuant to Health & Safety Code §25249.7(b), Bacardi shall pay \$33,000 in civil penalties, with the penalty payment on or before September 1, 2006. Said payments shall be made payable to the "HIRST & CHANLER LLP in Trust For Russell Brimer" and shall be delivered to plaintiff's counsel at the following address:

HIRST & CHANLER LLP Attn: Proposition 65 Controller 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565

<sup>&</sup>lt;sup>3</sup> If the decoration is tested after it is affixed to the Product, the percentage of the Listed Chemical by weight must relate only to the decorating material and must not include any quantity attributable to non-decorating material (*e.g.*, the glass substrate).

#### 3.2 Apportionment of Penalties Received

All penalty monies received shall be apportioned by Brimer in accordance with Health & Safety Code §25192, with 75% of these funds remitted by Brimer to the State of California's Office of Environmental Health Hazard Assessment and the remaining 25% of these penalty monies retained by Brimer as provided by Health & Safety Code §25249.12(d). Brimer shall bear all responsibility for apportioning and paying to the State of California the appropriate civil penalties paid in accordance with this Section.

### 4. REIMBURSEMENT OF FEES AND COSTS

The Parties acknowledge that Brimer and his counsel offered to resolve their differences in this dispute on the merits prior to reaching terms on the amount of fees and costs to be reimbursed to them, thereby leaving this fee issue to be resolved only after the material terms of the agreement had been settled. Bacardi then expressed a willingness to resolve the fee and cost issue after the other settlement terms had been finalized. The Parties then attempted to (and did) reach an accord on the compensation due to Brimer and his counsel under the private attorney general doctrine codified at California Code of Civil Procedure §1021.5 for all work performed through the Court's approval of this agreement. Under the private attorney general doctrine, Bacardi shall reimburse Brimer and his counsel for fees and costs incurred as a result of investigating, bringing this matter to Bacardi's attention, litigating and negotiating a settlement in the public interest and seeking the Court's approval of the settlement agreement. Bacardi shall pay Brimer and his counsel \$57,000 for all attorneys' fees, expert and investigation fees, litigation and related costs. The payment shall be made payable to HIRST & CHANLER LLP and shall be delivered on or before September 1, 2006 at the following address:

HIRST & CHANLER LLP Attn: Proposition 65 Controller 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565

## 5. <u>RELEASE OF ALL CLAIMS</u>

# 5.1 Release of Bacardi and Downstream Customers

In further consideration of the promises and agreements herein contained, and for the

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payments to be made pursuant to Sections 3 and 4, Brimer, on behalf of himself, his past and current agents, representatives, attorneys, successors and/or assignees, and in the interest of the general public, hereby waives all rights to institute or participate in, directly or indirectly, any form of legal action and releases all claims, including, without limitation, all actions, and causes of action, in law or in equity, suits, liabilities, demands, obligations, damages, costs, fines, penalties, losses or expenses (including, but not limited to, investigation fees, expert fees and attorneys' fees) of any nature whatsoever, whether known or unknown, fixed or contingent (collectively "Claims"), against Bacardi and each of its parent companies, corporate affiliates, subsidiaries, and their downstream distributors, wholesalers, licensors, licensees, auctioneers, retailers, franchisees, dealers, customers, owners, purchasers, users, and all of their respective officers, directors, attorneys, representatives, shareholders, agents, and employees, and sister and parent entities (collectively "Releasees"). This release is limited to those claims that arise under Proposition 65, as such claims relate to Bacardi's alleged failure to warn about exposures to or identification of the Listed Chemicals contained in the Products.

The Parties further agree and acknowledge that this Consent Judgment is a full, final, and binding resolution of any direct or derivative violation of Proposition 65, that has been or could have been asserted in the Complaint against Bacardi for Bacardi's Releasees alleged failure to provide clear and reasonable warnings of exposure to or identification of one or more of the Listed Chemicals in the exterior decorations on the Products manufactured, decorated, imported, distributed or offered for use or sale by Bacardi.

It is specifically understood and agreed that Bacardi's compliance with the terms of this Consent Judgment resolves all issues and liability, now and in the future (so long as Bacardi complies with the terms of the Consent Judgment) concerning Bacardi and Bacardi's Releasees' compliance with the requirements of Proposition 65, as to the Listed Chemicals in the exterior decorations of the Products manufactured, decorated, imported, distributed or offered for use or sale by Bacardi.

The Parties further understand and agree that this release shall not extend upstream to any entities that manufactured the Products or any component parts thereof, or any distributors or

suppliers who sold the Products or any component parts thereof to Bacardi. The Parties recognize, however, that such upstream entities may be parties to, or covered by, other Consent Judgments relating to the subject matter of this action.

#### 5.2 Bacardi's Release of Brimer

Bacardi waives any and all claims against Brimer, his attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Brimer 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/or with respect to the Products.

#### 6. COURT APPROVAL

This Consent Judgment is not effective until it is approved and entered by the Court and shall be null and void if, for any reason, it is not approved and entered by the Court within one year after it has been fully executed by all Parties, in which event any monies that have been provided to Plaintiff, or his counsel pursuant to Section 3 and/or Section 4 above, shall be refunded within fifteen (15) days after receiving written notice from Bacardi that the one-year period has expired.

#### 7. <u>SEVERABILITY</u>

If, subsequent to court approval of this Consent Judgment, any of the provisions of this Consent Judgment are held by a court to be unenforceable, the validity of the enforceable provisions remaining shall not be adversely affected.

#### 8. <u>ATTORNEYS' FEES</u>

In the event that, after Court approval: (1) a dispute arises with respect to any provision of this Consent Judgment; (2) Bacardi or any third party seeks modification of this Consent Judgment pursuant to Section 14 below; or (3) Brimer takes reasonable and necessary steps to enforce the terms of this Consent Judgment, Brimer shall be entitled to his reasonable attorneys' fees and costs pursuant to CCP §1021.5.

## 9. GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the State of

| 1  | California and apply within the State of California. In the event that Proposition 65 is repealed or   |  |
|----|--|--|
| 2  | is otherwise rendered inapplicable by reason of law generally (including judicial decision), or as     |  |
| 3  | to the Products, then Bacardi shall provide written notice to Brimer of any asserted change in the     |  |
| 4  | law, and shall have no further obligations pursuant to this Consent Judgment with respect to, and      |  |
| 5  | to the extent that, the Products are so affected.  |  |
| 6  | 10. NOTICES  |  |
| 7  | Unless specified herein, all correspondence and notices required to be provided pursuant               |  |
| 8  | to this Consent Judgment shall be in writing and personally delivered or sent by: (i) first-class,     |  |
| 9  | (registered or certified mail) return receipt requested; or (ii) overnight courier on any Party by the |  |
| 10 | other party at the following addresses:  |  |
| 11 | To Bacardi:  |  |
| 12 | General Counsel<br>Bacardi U.S.A., Inc.  |  |
| 13 | 2100 Biscayne Boulevard<br>Miami, FL 33137   |  |
| 14 | To Brimer:   |  |
| 15 | Proposition 65 Controller HIRST & CHANLER LLP  |  |
| 16 | 2560 Ninth Street Parker Plaza, Suite 214  |  |
| 17 | Berkeley, CA 94710-2565  |  |
| 18 | Any Party, from time to time, may specify in writing to the other Party a change of address            |  |
| 19 | to which all notices and other communications shall be sent.   |  |
| 20 | 11. COUNTERPARTS; FACSIMILE SIGNATURES   |  |
| 21 | This Consent Judgment may be executed in counterparts and by facsimile, each of which                  |  |
| 22 | shall be deemed an original, and all of which, when taken together, shall constitute one and the       |  |
| 23 | same document.   |  |
| 24 | 12. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f)  |  |
| 25 | Brimer agrees to comply with the reporting form requirements referenced in Health &                    |  |
| 26 | Safety Code §25249.7(f).   |  |
| 27 | 13. ADDITIONAL POST EXECUTION ACTIVITIES   |  |

Brimer and Bacardi agree to mutually employ their best efforts to support the entry of this

Agreement as a Consent Judgment and obtain approval of the Consent Judgment by the Court in a timely manner. The Parties acknowledge that, pursuant to Health & Safety Code § 25249.7, a noticed motion is required to obtain judicial approval of this Consent Judgment. Accordingly, the Parties agree to file a Joint Motion to Approve the Agreement ("Joint Motion"), the first draft of which Bacardi's counsel shall prepare, within a reasonable period of time after the Execution Date (i.e., not to exceed thirty (30) days unless otherwise agreed to by the Parties' counsel based on unanticipated circumstances). Bacardi shall have no additional responsibility to Plaintiff's counsel pursuant to Code of Civil Procedure §1021.5 or otherwise with regard to reimbursement of any fees and costs incurred with respect to the preparation and filing of the Joint Motion and its supporting declaration or with regard to Plaintiff's counsel appearing for a hearing thereon. 10

#### **MODIFICATION**

This Consent Judgment may be modified only: (1) by written agreement of the Parties and upon entry of a modified Consent Judgment by the Court thereon; or (2) upon a successful motion of any Party and entry of a modified Consent Judgment by the Court. The Attorney General shall be served with notice of any proposed modification to this Consent Judgment at least fifteen (15) days in advance of its consideration by the Court.

#### 15. **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 Consent Judgment.

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AGREED TO: AGREED TO: Date: Defendant Bacardi U.S.A., Inc.

| 1                     | APPROVED AS TO FORM:                                      | APPROVED AS TO FORM:   |
|-----------------------|---|--|
| 2                     | Date: 8/10/06   | Date: 8/9/2006   |
| 3                     | HIRST & CHANLER LLP                                       | WILLIAMS MULLEN PC   |
| 4<br>5<br>6<br>7<br>8 | D. Joshua Voorhees Attorneys for Plaintiff RUSSELL BRIMER | By: Milliam A. Anderson William W. Belt Attorneys for Defendant Bacardi U.S.A., INC. |
| 9<br>10               | IT IS SO ORDERED.   |  |
| 11                    | Date:   |  |
| 12                    |   | JUDGE OF THE SUPERIOR COURT  |
| 13                    |   |  |
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## Exhibit A

The Designated Symbol [Yellow Triangle] that Defendant will use to identify Products containing the Listed Chemicals which are sold through its catalogs or on its website is:

