SUPPLEMENTAL 60-DAY NOTICE OF VIOLATION

SENT IN COMPLIANCE WITH CALIFORNIA HEALTH & SAFETY CODE §25249.7(d)

DATE: September 25, 2012

To: President – Farouk Systems, Inc.

Carl Rubin, President - Ulta Salon, Cosmetics & Fragrance, Inc.

California Attorney General's Office;

District Attorney's Office for 58 Counties; and

City Attorneys for San Francisco, San Diego, San Jose, Sacramento and Los Angeles

FROM: Anthony E. Held, Ph.D., P.E.

I. INTRODUCTION

My name is Anthony E. Held. I hold a Doctor of Philosophy degree in Environmental Engineering and I am a registered professional engineer in the State of California. I am a citizen of the State of California acting in the interest of the general public. I seek to promote awareness of exposures to toxic chemicals in products sold in California and, if possible, to improve human health by reducing hazardous substances contained in such items. This Notice is provided to the public agencies listed above pursuant to California Health & Safety Code §25249.6 et seq. ("Proposition 65") and supplements the 60-Day Notice of Violation sent on September 1, 2010. As noted above, notice is also being provided to the violators, Farouk Systems, Inc. and Ulta Salon, Cosmetics & Fragrance, Inc. (the "Violators"). The violations covered by this Notice consist of the product exposures, routes of exposure, and types of harm potentially resulting from exposure to the toxic chemical ("listed chemical") identified below, as follows:

Product Exposure: See Section VII. Exhibit A

Listed Chemical: Di(2-ethylhexyl)phthalate ("DEHP")

Routes of Exposure: Ingestion, Dermal

Types of Harm: Birth Defects and Other Reproductive Harm

II. NATURE OF ALLEGED VIOLATION (PRODUCT EXPOSURE)

The specific types of products that are causing consumer and occupational exposures in violation of Proposition 65, and that are covered by this Notice, is listed under "Product Category/Type" in Exhibit A in Section VII below. All products within the types covered by this Notice shall be referred to hereinafter as the "products." The sales of these products in California dating as far back as September 25, 2009 are subject to this Notice. As a result of the sales of these products, exposures to the listed chemical have been occurring without clear and reasonable warnings as required by Proposition 65. Without proper warnings regarding the toxic effects of exposure to the listed chemical, resulting from contact with the products, California citizens lack the information necessary to make informed decisions on whether and how to eliminate (or reduce) the risk of exposure to the toxic chemical from the reasonably foreseeable use of the products.

California citizens, through the act of buying, acquiring or utilizing the products, are exposed to the listed chemical. By way of example but not limitation, exposures occur when infants and children place the product, or a portion thereof, into their mouth, or otherwise suck, lick, teethe and/or bite the product thereby allowing the listed chemical to leach out of the substrate. These activities cause infants and children to be exposed directly through migration of the listed chemical from the products. In addition, exposures occur through direct dermal contact with the products, and may continue to occur for a significant period after dermal contact with the products stops. People likely to be dermally exposed are women of childbearing age, infants and children.

III. CONTACT INFORMATION

Please direct all questions concerning this notice to me through my counsel's office at the following address:

Anthony E. Held, Ph.D., P.E. c/o Clifford A. Chanler
The Chanler Group
Parker Plaza
2560 Ninth Street, Suite 214
Berkeley, CA 94710
Telephone: (510) 848-8880

IV. PROPOSITION 65 INFORMATION

For general information concerning the provisions of Proposition 65, please feel free to contact the Office of Environmental Health Hazard Assessment's ("OEHHA") Proposition 65 Implementation Office at (916) 445-6900. For the Violators' reference, I have attached a copy of "Proposition 65: A Summary" which has been prepared by OEHHA.

V. RESOLUTION OF NOTICED CLAIMS

Based on the allegations set forth in this Notice, I intend to file a citizen enforcement lawsuit against the alleged Violators unless such Violators enter into a binding written agreement to: (1) recall products already sold or undertake best efforts to ensure that the requisite health hazard warnings are provided to those who have received such products; (2) provide clear and reasonable warnings for products sold in the future or reformulate such products to eliminate the DEHP exposures; and (3) pay an appropriate civil penalty based on the factors enumerated in California Health & Safety Code §25249.7(b). If the alleged Violators are interested in resolving this dispute without resorting to time-consuming and expensive litigation, please feel free to contact my counsel identified in Section III above. It should be noted that neither my counsel nor I can: (1) finalize any settlement until after the 60-day notice period has expired; nor (2) speak for the Attorney General or any District or City Attorney who received this Notice. Therefore, while reaching an agreement with me will resolve my claims, such agreement may not satisfy the public prosecutors.

VI. ADDITIONAL NOTICE INFORMATION

Identified below are specific examples of products recently purchased and witnessed as being available for purchase or use in California that are within the categories or types of offending products covered by this Notice. Based on publicly available information, the retailers, distributors and/or manufacturers of the examples within the categories or types of products are also provided below. I believe and allege that the sale of the offending products also has occurred without the requisite Proposition 65 "clear and reasonable warnings" at one or more locations and/or via other means including, but not limited to, transactions made over-the-counter, business-to-business, through the internet and/or via a catalog by the Violators and other retailers and distributors of the manufacturer.

Product*	D 4 27 2 1	T = 2
	Retailer(s)	Manufacturer(s)/Distributor(s)
Ultra CHI Sleek	Ulta Salon, Cosmetics & Fragrance, Inc.	Farouk Systems, Inc.
Collection Ulta	Alameda and Sacramento Counties,	
Exclusive Ceramic	Northern California	
Hairstyling Iron with		
Free Thermal Case,		
SKU #GF1311		
(#6 33911 69479 4)		
Ultra CHI Sleek		
Collection Ulta		
Exclusive Ceramic		
Hairstyling Iron with		
Free Thermal Case,		
SKU #GF1306		
(#6 33911 69469 5)		
(100011101010)		
Ultra CHI Sleek		
Collection Ulta		
Exclusive Ceramic		
Hairstyling Iron with		
Free Thermal Case,		
SKU #GF1308		
(#6 33911 69473 2)		
,		
Ultra CHI Sleek		Farouk Systems, Inc.
Collection Ulta		, , , , , ,
Exclusive Ceramic		
Hairstyling Iron with		1
Free Thermal Case,		1
SKU #GF1309		

VI. ADDITIONAL NOTICE INFORMATION (continued)

Product*	Retailer(s)	Manufacturer(s)/Distributor(s)
Ultra CHI Sleek		Farouk Systems, Inc.
Collection Ulta		, , , , , , , , , , , , , , , , , , , ,
Exclusive Ceramic		
Hairstyling Iron with		
Free Thermal Case,		
SKU #GF1310		
Biosilk Silk & Spray,	Beauty Encounter	Farouk Systems, Inc.
SKU #PM7654	(http://www.beautyencounter.com)	2 mount by broning, inc.
(#6 33911 70578 0)	, , , , , , , , , , , , , , , , , , , ,	
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VII. EXHIBIT A

Product Category/Type	Such As*	Toxins
Clutches and Other	Ultra CHI Sleek Collection Ulta Exclusive	Di(2-ethylhexyl)phthalate
PVC Pouches and	Ceramic Hairstyling Iron with Free Thermal	, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Cases	Case, SKU #GF1311 (#6 33911 69479 4)	
	Ultra CHI Sleek Collection Ulta Exclusive	
	Ceramic Hairstyling Iron with Free Thermal	
	Case, SKU #GF1306 (#6 33911 69469 5)	
	Ultra CHI Sleek Collection Ulta Exclusive	
	Ceramic Hairstyling Iron with Free Thermal	
	Case, SKU #GF1308 (#6 33911 69473 2)	
	Ultra CHI Sleek Collection Ulta Exclusive	
	Ceramic Hairstyling Iron with Free Thermal	1
	Case, SKU #GF1309	
	Ultra CHI Sleek Collection Ulta Exclusive	
	Ceramic Hairstyling Iron with Free Thermal	
	Case, SKU #GF1310	
Toiletry Bags	Biosilk Silk & Spray, SKU #PM7654	Di(2-ethylhexyl)phthalate
	(#6 33911 70578 0)	

^{*}The specifically identified examples of the types of products that are subject to this Notice are for the recipients' benefit to assist in their investigation of, among other things, the magnitude of potential exposure to the listed chemical from other items within the product categories/types listed in Exhibit A. It is important to note that these examples are not meant to be an exhaustive or comprehensive identification of each specific offending product of the types listed under "Product Category/Type" in Exhibit A. Further, it is this citizen's position that the alleged Violators are obligated to continue to conduct in good faith an investigation into other specific products within the types or categories described above that may have been manufactured, distributed, sold, shipped, stored (or otherwise within the notice recipients' custody or control) during the relevant period so as to ensure that the requisite toxic warnings were and are provided to California citizens prior to purchase.

PROOF OF SERVICE

I, the undersigned, declare under penalty of perjury:

I am a citizen of the United States, over the age of 18 years, and not a party to the within action; my business address is Parker Plaza, 2560 Ninth Street, Suite 214, Berkeley, CA 94710.

On September 25, 2012, I served the following documents:

SUPPLEMENTAL 60-DAY NOTICE OF VIOLATION SENT IN COMPLIANCE WITH HEALTH & SAFETY CODE §25249.7(d);

PROPOSITION 65: A SUMMARY;

CERTIFICATE OF MERIT; AND

CERTIFICATE OF MERIT ATTACHMENTS (SERVED ONLY ON THE ATTORNEY GENERAL)

on the alleged Violators listed below via First Class Certified Mail through the United States Postal Service by placing a true and correct copy in a sealed envelope, addressed to the entities listed below and providing each envelope to a United States Postal Service Representative:

President
Farouk Systems, Inc.
250 Pennbright Drive, Suite 150
Houston, TX 77090

Carl Rubin, President
Ulta Salon, Cosmetics & Fragrance, Inc.
1000 Remington Boulevard, Suite 120
Bolingbrook, IL 60440

as well as providing copies of the notice to the public enforcers by placing a true and correct copy in a sealed envelope, addressed to each party listed below, and served as follows:

The Attorney General of the State of California;
The District Attorney for Each of the 58 counties in California; and
The City Attorney for Los Angeles, San Diego, San Jose, San Francisco and Sacramento

A list of addresses for each of these recipients is attached.

Executed on September 25, 2012, at Berkeley, California.

Eleanor Chen-Ranstrom

MACA

CERTIFICATE OF MERIT

Health and Safety Code Section 25249.7(d)

I, Clifford A. Chanler, hereby declare:

- 1. This Certificate of Merit accompanies the attached sixty-day notice in which it is alleged that the parties identified in the notice have violated Health and Safety Code § 25249.6 by failing to provide clear and reasonable warnings;
- 2. I am the attorney for the noticing party;
- I have consulted with one or more persons with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the alleged exposure to the listed chemical that is the subject of this action;
- 4. Based on the information obtained through those consultations, and on all other information in my possession, I believe there is a reasonable and meritorious case for the private action. I understand that "reasonable and meritorious case for the private action" means that the information provides a credible basis that all elements of the plaintiff's case can be established and the information did not prove that the alleged Violators will be able to establish any of the affirmative defenses set forth in the statute;
- 5. The copy of this Certificate of Merit served on the Attorney General attaches to it factual information sufficient to establish the basis for this certificate, including information identified in Health and Safety Code § 25249.7(h)(2) (i.e., (1) the identity of the persons consulted with and relied on by the certifier, and (2) the facts, studies, or other data reviewed by those persons).

Dated: September 25, 2012

Clifford A Chapler