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**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF RIVERSIDE**

JUAN MIGUEL CASTRO, individually, and on
behalf of all others similarly situated,

Plaintiff,

vs.

CALIFORNIA NUTRITIONAL PRODUCTS,
INC.; and DOES 1 through 10, inclusive,

Defendants

Case No.: CVRI2406909

**JOINT STIPULATION OF CLASS AND
REPRESENTATIVE ACTION
SETTLEMENT AGREEMENT**

Complaint Filed: December 3, 2024
Trial Date: Not Set

1 This Joint Stipulation of Class and Representative Action Settlement (“Settlement Agreement,”
2 “Settlement,” or “Agreement”) is made by and between Juan Miguel Castro (“Plaintiff”) and Defendant
3 California Nutritional Products, Inc. (“Defendant”) (Plaintiff and Defendant collectively, “the Parties,”
4 and individually “Party”).

5 **1. DEFINITIONS.**

6 1.0. “Action” means the action entitled *Juan Miguel Castro v. California Nutritional*
7 *Products, Inc.*, Riverside County Superior Court, Case No. CVRI2406909.

8 1.1. “Administrator” means Phoenix Class Action Administration Solutions (“Phoenix”) the
9 neutral entity the Parties have designated to administer the Settlement.

10 1.2. “Administration Expenses Payment” means the court-approved amount allocated to the
11 Administrator for reimbursement of its reasonable fees and expenses incurred to
12 administer the Settlement, not to exceed \$6,000.00.

13 1.3. “Aggrieved Employees” means all current and former hourly-paid or non-exempt
14 employees of Defendant in California employed during the PAGA Period.

15 1.4. “Class” or “Settlement Class Member(s)” means all current and former hourly-paid or
16 non-exempt employees of Defendant in California employed during the Class Period.

17 1.5. “Class Counsel” means Moon Law Group, P.C.

18 1.6. “Class Counsel Fees Payment” means the court-approved amount allocated to Class
19 Counsel for reimbursement of their reasonable fees incurred to prosecute the Action, not
20 to exceed 1/3 of the Gross Settlement Amount.

21 1.7. “Class Counsel Expenses Payment” means the court-approved amount allocated to Class
22 Counsel for reimbursement of their reasonable expenses incurred to prosecute the
23 Action, not to exceed \$25,000.00.

24 1.8. “Class Data” or “Class List” means Class Member identifying information in
25 Defendant’s possession, including the Class Member’s name, last-known mailing
26 address, last known telephone number, Social Security number, start and end dates of
27 active employment as a non-exempt employee of Defendant in the State of California,
28 and any other information required by the Administrator to effectuate this Agreement.

- 1.9. “Class Member Address Search” means the Administrator’s investigation and search for current Class Member mailing addresses using all reasonably available sources, methods, and means, including, but not limited to, the National Change of Address database, skip tracing, and direct contact by the Administrator with Class Members.
- 1.10. “Class Notice” means the court-approved Notice of Class and Representative Action Settlement and Final Approval Hearing to be mailed to Class Members in English substantially in the form attached to this Agreement as **Exhibit A** and incorporated by reference into this Agreement.
- 1.11. “Class Period” means December 31, 2022, through April 24, 2026.
- 1.12. “Class Representative” means the named Plaintiff in the Action, Juan Miguel Castro.
- 1.13. “Class Representative Service Payment” means the court-approved payment allocated to the Class Representatives for his services in support of the Action and General Release, not to exceed \$7,500.00.
- 1.14. “Court” means the Superior Court of the State of California, Riverside.
- 1.15. “Defendant” means the named Defendant in the Action, California Nutritional Products, Inc.
- 1.16. “Defense Counsel” means Garcia Rainey Blank & Bowerbank LLP.
- 1.17. “Effective Date” means of this Settlement shall be the date by when both of the following have occurred: (a) the Court signs a Judgment on its order granting final approval of the Settlement; and (b) the Judgment is final. The Judgment is final as of the earliest of the following occurrences: (a) if no Participating Class Member(s) objects to the Settlement, the day the Court enters Judgment; (b) if one or more Participating Class Member(s) objects to the Settlement, the day after the deadline for filing a notice for appeal from the Judgment and no notice of appeal is filed; or (c) if one or more Participating Class Member(s) objects to the Settlement and a timely appeal from the Judgment is filed, the day after the appellate court affirms the Judgment and issues a remittitur.

- 1.18. “Final Approval Order” means the Court’s Order Granting Final Approval of the Settlement.
- 1.19. “Final Approval Hearing” means the Hearing on Plaintiff’s Motion for Final Approval of the Settlement.
- 1.20. “Final Judgment” means the Judgment entered by the Court upon granting Final Approval of the Settlement.
- 1.21. “Gross Settlement Amount” means \$450,000.00, the total amount Defendant agrees to pay under the Settlement, except as provided in Paragraph 7.0 below. The Gross Settlement Amount will pay the Individual Class Payments, Individual PAGA Payments, LWDA PAGA Payment, Class Counsel Fees Payment, Class Counsel Expenses Payment, Class Representative Service Payment, and Administration Expenses Payment.
- 1.22. “Individual Class Payment” means the Participating Class Member’s pro rata share of the Net Settlement Amount, calculated according to the number of Workweeks he or she worked during the Class Period.
- 1.23. “Individual PAGA Payment” means the Aggrieved Employee’s pro rata share of 35% of the PAGA Penalties allocated pursuant to California Labor Code (“Labor Code”) section 2699(m) and calculated according to the number of PAGA Pay Periods he or she worked during the PAGA Period.
- 1.24. “LWDA” means the California Labor and Workforce Development Agency, the agency entitled under Labor Code section 2699(a).
- 1.25. “LWDA PAGA Payment” means the LWDA’s 65% share of the PAGA Penalties, allocated pursuant to Labor Code section 2699(m).
- 1.26. “Net Settlement Amount” means the Gross Settlement Amount less the following court-approved payments: Individual PAGA Payments, LWDA PAGA Payment, Class Counsel Fees Payment, Class Counsel Expenses Payment, Class Representative Service Payment, and Administration Expenses Payment. The remainder is to be paid to Participating Class Members as Individual Class Payments.

- 1.27. “Non-Participating Class Member” means a Class Member who opts out of the Settlement by sending the Administrator a valid and timely Request for Exclusion.
- 1.28. “Operative Complaint” means the First Amended Complaint filed in the Action.
- 1.29. “Objection” means a Class Member’s written or verbal objection to a term of, or the terms of, the Settlement.
- 1.30. “PAGA Pay Period” means any pay period during which an Aggrieved Employee worked for Defendant for at least one day during the PAGA Period.
- 1.31. “PAGA Period” means November 29, 2023, through the date the Class Period ends.
- 1.32. “PAGA” means the Labor Code Private Attorneys General Act, Labor Code sections 2698, *et seq.*
- 1.33. “PAGA Notice” means Plaintiff’s November 29, 2024 letter to the LWDA providing written notice pursuant to Labor Code section 2699.3(a).
- 1.34. “PAGA Penalties” means the total amount of PAGA civil penalties to be paid from the Gross Settlement Amount in settlement of the Released PAGA Claims, not to exceed \$40,000.00.
- 1.35. “Participating Class Member” means a Class Member who does not submit a valid and timely Request for Exclusion.
- 1.36. “Plaintiff” means the named Plaintiff in the Action, Juan Miguel Castro.
- 1.37. “Preliminary Approval Order” means the Court’s Order Granting Preliminary Approval of the Settlement.
- 1.38. “Released Class Claims” means the claims released as described in Paragraph 5.1.
- 1.39. “Released PAGA Claims” means the claims released as described in Paragraph 5.2.
- 1.40. “Released Parties” means Defendant California Nutritional Products, Inc. and each of its predecessors, successors, and assigns, including Kerry, Inc., and each of their directors, officers, shareholders, owners, parents, subsidiaries, affiliates, and agents.
- 1.41. “Request for Exclusion” means a Class Member’s written request to be excluded from the Settlement.
- 1.42. “Response Deadline” means forty-five (45) calendar days from the date the

1 Administrator mails the Class Notice to the Class and the last date on which Class
2 Members may: (a) mail a Request for Exclusion from the Settlement; or (b) mail an
3 Objection to the Settlement. Class Members to whom a Class Notice is resent after
4 having been returned undeliverable to the Administrator shall have an additional
5 fourteen (14) calendar days beyond the Response Deadline to timely mail a Request for
6 Exclusion or Objection.

7 1.43. "Workweek" means any calendar week during the Class Period in which a Class
8 Member worked at least one day for Defendant.

9 **2. RECITALS.**

10 2.0. On November 29, 2024, Plaintiff submitted to the LWDA, and sent via certified mail to
11 Defendant, a Notice of Labor Code Violations pursuant to Labor Code section
12 2699.3(a).

13 2.1. On December 3, 2024, Plaintiff filed a class action complaint in this action against
14 Defendant alleging violations of California law for: (1) failure to pay minimum wages;
15 (2) failure to pay overtime compensation; (3) failure to provide meal periods; (4) failure
16 to authorize and permit rest periods; (5) failure to indemnify necessary business
17 expenses; (6) failure to timely pay final wages at termination; (7) failure to provide
18 accurate itemized wage statements; and (8) unfair business practices.

19 2.2. On January 31, 2025, Plaintiff filed a First Amended Complaint adding a ninth cause of
20 action for civil penalties under PAGA ("Operative Complaint").

21 2.3. Thereafter, the Parties engaged in further investigation and informal discovery and
22 participated in a mediation on February 23, 2026, before Hon Carl J. West (Ret.). The
23 Parties reached a settlement on a class basis at the mediation.

24 2.4. Before mediation, Plaintiff obtained through informal discovery, sample of the time and
25 corresponding payroll records of the Class, the employee handbook and policies in
26 effect during the Class Period and the PAGA Period, and other Class Member data and
27 documents.
28

1 **3. MONETARY TERMS.**

2 3.0. Gross Settlement Amount. Except as otherwise provided by Paragraph 7.0 below,
3 Defendant will pay \$450,000.00 as the Gross Settlement Amount and all employer
4 payroll taxes owed on the Wage Portions of the Individual Class Payments, which shall
5 be paid separately. Defendant has no obligation to pay the Gross Settlement Amount or
6 any payroll taxes before the deadline stated in Paragraph 4.0 of this Agreement. The
7 Administrator will disburse the entire Gross Settlement Amount without asking or
8 requiring Participating Class Members or Aggrieved Employees to submit any claim as
9 a condition of payment. None of the Gross Settlement Amount will revert to Defendant.

10 3.1. Payments from the Gross Settlement Amount. The Administrator will make and deduct
11 the following payments from the Gross Settlement Amount, in the amounts specified
12 by the Court in the Final Approval Order:

13 3.1.1. To Plaintiff: A Class Representative Service Payments to the Class

14 Representatives of not more than \$7,500.00, in addition to the Individual Class
15 Payment and Individual PAGA Payment the Class Representative is entitled to
16 receive as a Participating Class Member and Aggrieved Employee. Defendant
17 will not oppose Plaintiff's request for a Class Representative Service Payment
18 that does not exceed this amount. Plaintiff and/or Class Counsel will file a
19 Motion supporting the Class Representative Service Payment no later than
20 sixteen (16) court days before the Final Approval Hearing. If the Court
21 approves of a Class Representative Service Payment that is less than the amount
22 requested, the Administrator will retain the remainder in the Net Settlement
23 Amount. The Administrator will pay the Class Representative Service Payment
24 using IRS Form 1099. Plaintiff shall be solely and legally responsible for
25 paying any applicable taxes on this payment and shall hold Defendant harmless
26 from any claim or liability for taxes, penalties, or interest arising as a result of
27 the payment. Defendant makes no representations as to the tax treatment or
28 legal effect of the payment called for herein, and Plaintiff is not relying on any

statement or representation by Defendant or its counsel in this regard.

3.1.2. To Class Counsel: A Class Counsel Fees Payment not to exceed 1/3 of the Gross Settlement Amount or \$150,000.00, whichever is greater, and a Class Counsel Expenses Payment not to exceed \$25,000.00. Defendant will not oppose Plaintiff's request for Class Counsel Fees and Class Counsel Expenses Payments that do not exceed these amounts. Plaintiff and/or Class Counsel will file a Motion supporting the Class Counsel Fees and Class Counsel Expenses Payments no later than sixteen (16) court days before the Final Approval Hearing. If the Court approves of Class Counsel Fees and/or Class Counsel Expenses Payments that are less than the amounts requested, the Administrator will allocate the remainder to the Net Settlement Amount. Released Parties shall have no liability to Class Counsel or any other Plaintiffs' Counsel arising from any claim to any portion of any Class Counsel Fees and/or Class Counsel Expenses Payments. The Administrator will pay the Class Counsel Fees and Class Counsel Expenses Payments using one or more IRS 1099 Forms. Class Counsel assumes full responsibility and liability for taxes owed on the Class Counsel Fees and Class Counsel Expenses Payments. Class Counsel holds Defendant harmless, and indemnifies Defendant, from any dispute or controversy regarding any division or sharing of any of these Payments.

3.1.3. To the Administrator: An Administration Expenses Payment of not more than \$6,000.00, except for a showing of good cause and as approved by the Court. Plaintiff and/or Class Counsel will file a Motion supporting the Administration Expenses Payment no later than sixteen (16) court days before the Final Approval Hearing. If the Court approves of an Administration Expenses Payment that is less than the amount requested, or if the Administration Expense Payment is less than the amount allocated under this Agreement, the Administrator will allocate the remainder to the Net Settlement Amount. To the extent the actual Administration Expenses Payment is greater than \$6,000.00,

1 such excess amount will be taken from the Gross Settlement Amount, subject to
2 the Court's approval.

3 3.1.3.1. To Each Participating Class Member: The Administrator will calculate
4 each Individual Class Payment by (a) dividing the Net Settlement
5 Amount by the total number of Workweeks worked by all Participating
6 Class Members during the Class Period and (b) multiplying the result by
7 each Participating Class Member's Workweeks. Non-Participating
8 Class Members will not receive an Individual Class Payment. The
9 Administrator will retain amounts equal to their Individual Class
10 Payments in the Net Settlement Amount for distribution to Participating
11 Class Members on a pro rata basis.

12 3.1.3.2. Tax Allocation of Individual Class Payments. Twenty percent (20%) of
13 each Participating Class Member's Individual Class Payment will be
14 allocated to the settlement of claims for wages (the "Wage Portion").
15 The Wage Portions are subject to tax withholding and will be reported
16 on an IRS W-2 Form. Eighty percent (80%) of each Participating Class
17 Member's Individual Class Payment will be allocated to the settlement
18 of claims for interest and penalties (the "Non-Wage Portion"). The Non-
19 Wage Portions are not subject to wage withholdings and will be
20 reported on IRS 1099 Forms. Participating Class Members assume full
21 responsibility and liability for employee taxes owed on their Individual
22 Class Payment.

23 3.1.4. To the LWDA and Aggrieved Employees: PAGA Penalties in the total amount
24 of Forty Thousand Dollars (\$40,000.00) shall be paid from the Gross Settlement
25 Amount, with sixty-five percent (65%) (\$26,000.00) allocated to the LWDA
26 PAGA Payment and thirty-five percent (35%) (\$14,000.00) allocated to the
27 Individual PAGA Payments.

28 3.1.4.1. To Each Aggrieved Employee: The Administrator will calculate each

Individual PAGA Payment by (a) dividing the amount of the Aggrieved Employees' 35% share of PAGA Penalties by the total number of PAGA Pay Periods worked by all Aggrieved Employees during the PAGA Period and (b) multiplying the result by each Aggrieved Employee's PAGA Pay Periods.

3.1.4.2. Tax Allocation of Individual PAGA Payments. Aggrieved Employees assume full responsibility and liability for any taxes owed on their Individual PAGA Payment. One hundred percent (100%) of each Individual PAGA Payment will be allocated as penalties. If the Court approves PAGA Penalties less than the amount requested, the Administrator will allocate the remainder to the Net Settlement Amount. The Administrator will report the Individual PAGA Payments on IRS 1099 Forms.

4. **SETTLEMENT FUNDING AND PAYMENTS.**

4.0. Funding of Gross Settlement Amount. The Gross Settlement Amount, together with all employer-side payroll taxes owed on the wage portions of the Individual Class Payments, shall be fully funded by transmission of such funds to the Administrator no later than thirty (30) days following the Effective Date.

4.1. Payments from the Gross Settlement Amount. No later than fourteen (14) calendar days after Defendant funds the entire Gross Settlement Amount, the Administrator shall mail checks for the Individual Class Payments, Individual PAGA Payments, LWDA PAGA Payment, Class Counsel Fees Payment, Class Counsel Expenses Payment, Class Representative Service Payment, and Administration Expenses Payment.

4.1.1. The Administrator will issue checks for the Individual Class Payments and/or Individual PAGA Payments and send them to the Class Members via First Class U.S. Mail with postage prepaid. Before mailing any checks, the Administrator must update the recipient's mailing addresses using the National Change of Address Database. The face of each check shall prominently state the

1 date the check will be voided. Each check will be voided 180 days after the date
2 of mailing (“void date”). The Administrator will cancel all checks not cashed by
3 the void date. The Administrator will send checks for Individual Class
4 Payments to all Participating Class Members, including those for whom a Class
5 Notice was returned undelivered. The Administrator will send checks for
6 Individual PAGA Payments to all Aggrieved Employees, including Non-
7 Participating Class Members who qualify as Aggrieved Employees and those
8 for whom a Class Notice was returned undelivered. The Administrator may
9 send Participating Class Members a single check combining the Individual
10 Class Payment and Individual PAGA Payment.

11 4.1.2. No later than fourteen (14) calendar days after receiving a returned check, the
12 Administrator must re-mail checks to the USPS forwarding address provided or
13 to an address ascertained through the Class Member Address Search for Class
14 Members whose checks are returned undelivered without a USPS forwarding
15 address. Thereafter, the Administrator need not take further steps to deliver
16 checks to Class Members whose re-mailed checks are returned as undelivered.
17 However, the Administrator shall promptly send a replacement check to any
18 Class Member whose original check was lost or misplaced and who requests the
19 replacement before the void date.

20 4.1.3. For any Class Member whose Individual Class Payment check or Individual
21 PAGA Payment check is uncashed and cancelled after the void date, or for any
22 Class Member whose envelope is returned and no forwarding address can be
23 located for the Class Member after reasonable efforts have been made, the
24 Administrator shall redistribute the funds represented by such checks the Class
25 Members and Aggrieved Employees who cashed their checks, thereby leaving
26 no “unpaid residue” subject to the requirements of California Code of Civil
27 Procedure (“CCP”) section 384(b).

28 4.1.4. The payment of Individual Class Payments and Individual PAGA Payments

1 shall not obligate Defendant to confer any additional benefits or make any
2 additional payments to Class Members, such as 401(k) contributions or
3 bonuses, beyond those specified in this Agreement. Rather, it is the Parties'
4 intention that this Agreement will not affect any rights, contributions, or
5 amounts to which any Class Members may be entitled under any benefit plans.

6 **5. RELEASES OF CLAIMS.** Effective on the date Defendant fully funds the entire Gross
7 Settlement Amount and all employer payroll taxes owed on the Wage Portions of the Individual Class
8 Payments, Plaintiff, Participating Class Members, and Aggrieved Employees will release claims
9 against all Released Parties as follows:

10 5.0. Plaintiff's Release. Plaintiff shall release all claims related to his employment,
11 including all claims alleged in the Action, and be bound by a Civil Code Section 1542
12 release and waiver of all claims known and unknown, without exception, except as may
13 be prohibited by law. This specifically excludes claims for unemployment insurance,
14 disability, social security, and workers' compensation (except for claims pursuant to
15 Labor Code Sections 132a and 4553). Plaintiff expressly waives the provisions of
16 California Civil Code section 1542, which provides:

17 **"A general release does not extend to claims that the creditor or releasing**
18 **party does not know or suspect to exist in his or her favor at the time of**
19 **executing the release and that, if known by him or her, would have materially**
20 **affected his or her settlement with the debtor or released party."**

21 Plaintiff acknowledges that he has read and understands Section 1542 and knowingly and
22 voluntarily waives the rights and benefits afforded by that section with respect to the
23 Claims released herein. Plaintiff agrees that this Agreement is entered into knowingly and
24 voluntarily. Plaintiff represents and warrants that he has full authority to enter into this
25 Agreement and that he has not assigned, transferred, or conveyed any interest in any
26 Claims to any spouse or to any other third party.

27 5.1. Release by Participating Class Members: All Participating Class Members fully and
28 finally release and discharge the Released Parties from any and all claims, debts,

1 liabilities, demands, obligations, penalties, costs, expenses, attorney's fees, damages, and
2 causes of action that were alleged or that reasonably could have been alleged based on
3 the facts alleged in the Operative Complaint. This release includes a release of all claims
4 alleged in the Operative Complaint for alleged failure to pay minimum wages, failure to
5 pay overtime compensation, failure to provide meal periods, failure to authorize and
6 permit rest breaks, failure to indemnify necessary business expenses, failure to pay all
7 unpaid wages at termination, failure to provide accurate itemized wage statements,
8 violation of California Business and Professions Code §§ 17200, *et seq.*, and statutory
9 waiting time penalties based on the foregoing (collectively, the "Released Class
10 Claims").

11 5.1.1. The definition of "Released Class Claims" for the Class Members shall expressly
12 exclude all claims for vested benefits, wrongful termination, unemployment
13 insurance, disability, social security, workers' compensation, all claims while
14 classified as exempt, or all claims based on facts occurring outside of the Class
15 Period.

16 5.2. PAGA Released Claims: Plaintiff, the LWDA, and all Aggrieved Employees fully and
17 finally release and discharge the Released Parties from any and all claims for civil
18 penalties, and attorneys' fees and costs, under PAGA that were alleged or that reasonably
19 could have been alleged based on the facts alleged in the Operative Complaint and
20 Plaintiff's PAGA Notice, including failure to pay minimum wages, failure to pay
21 overtime compensation, failure to provide meal periods, failure to authorize and permit
22 rest breaks, failure to indemnify necessary business expenses, failure to pay all unpaid
23 wages at termination, and failure to provide accurate itemized wage statements.
24 (collectively, the "Released PAGA Claims").

25 5.2.1. In light of the binding nature of a PAGA judgment on non-party employees
26 pursuant to *Arias v. Sup. Ct. (Angelo Dairy)* (2009) 46 Cal.4th 969 and *Cardenas*
27 *v. McLane Foodservice, Inc.* (2011) 796 F.Supp.2d 1246, Aggrieved Employees
28 who exclude themselves from the class action component of the Settlement shall

1 nonetheless receive a payment for the amount of each such individual's estimated
2 share of the Aggrieved Employees' portion of the PAGA Payment and shall have
3 released PAGA claims.

4 **6. SETTLEMENT ADMINISTRATION.**

5 6.0. Selection of Administrator. The Parties have jointly selected Phoenix to serve as the
6 Administrator and verified that, as a condition of appointment, Phoenix agrees to be
7 bound by this Agreement and to perform, as a fiduciary, all duties specified in this
8 Agreement in exchange for the Administration Expenses Payment. The Parties and their
9 Counsel represent that they have no interest or relationship, financial or otherwise, with
10 the Administrator other than a professional relationship arising out of prior experiences
11 administering settlements.

12 6.1. Class Data. No later than twenty-one (21) calendar days after the Court grants
13 Preliminary Approval of the Settlement, Defendant will deliver the Class Data to the
14 Administrator in the form of a Microsoft Excel spreadsheet. To protect Class Members'
15 privacy rights, the Administrator must maintain the Class Data in confidence, use the
16 Class Data only for purposes of the Settlement and for no other purpose, and restrict
17 access to the Class Data to Administrator employees who need access to the Class Data
18 to effect and perform under the Settlement. Defendant has a continuing duty to
19 immediately notify Class Counsel if it discovers that the Class Data omitted Class
20 Member identifying information and to provide corrected or updated Class Data as soon
21 as reasonably feasible. Without any extension of the deadline by which Defendant must
22 send the Class Data to the Administrator, the Parties, and their counsel will expeditiously
23 use best efforts, in good faith, to reconstruct or otherwise resolve any issues related to
24 missing or omitted Class Data.

25 6.2. Notice of Receipt of Class Data. No later than three (3) business days after receipt of the
26 Class Data, the Administrator shall notify Class Counsel that the list has been received
27 and state the number of Class Members, Aggrieved Employees, Workweeks, and PAGA
28 Pay Periods in the Class Data.

1 6.3. Notice to Class Members. No later than fourteen (14) calendar days after receiving the
2 Class Data from Defendant, the Administrator will send all Class Members identified in
3 the Class Data, via first-class United States Postal Service (“USPS”) mail, the Class
4 Notice in English and Spanish, substantially in the form attached to this Agreement as
5 **Exhibit A.** The first page of the Class Notice shall prominently estimate the dollar
6 amounts of any Individual Class Payment and/or Individual PAGA Payments payable to
7 the Class Member and/or Aggrieved Employee, and the number of Workweeks and
8 PAGA Pay Periods used to calculate these amounts. Before mailing the Class Notices,
9 the Administrator shall update Class Member addresses using the National Change of
10 Address database.

11 6.4. Remailing of Class Notice. No later than three (3) business days after its receipt of any
12 Class Notice returned by the USPS as undelivered, the Administrator shall re-mail the
13 Class Notice using any forwarding address provided by USPS. If USPS does not provide
14 a forwarding address, the Administrator shall conduct a Class Member Address Search
15 and re-mail the Class Notice to the most current address obtained. The Administrator has
16 no obligation to make further attempts to locate or send the Class Notice to Class
17 Members whose Class Notice is returned by USPS a second time.

18 6.4.1. The deadlines for Class Members’ Objections, Challenges to Calculation of
19 Workweeks and/or PAGA Pay Periods, and Requests for Exclusion will be
20 extended an additional fourteen (14) calendar days beyond the forty-five (45)
21 calendar days otherwise provided in the Class Notice for all Class Members
22 whose notice is re-mailed. The Administrator will inform the Class Member of
23 the extended deadline with the re-mailed Class Notice.

24 6.4.2. If the Administrator, Defendant, Defense Counsel, or Class Counsel is contacted
25 by or otherwise discovers any persons who believe they should have been
26 included in the Class Data and should have received Class Notice, the Parties will
27 expeditiously meet and confer in person or by telephone, and in good faith, to
28 agree on whether to include them as Class Members. If the Parties agree, such

1 person(s) will be Class Members entitled to the same rights as other Class
2 Members, and the Administrator will send, via email or overnight delivery, a
3 Class Notice requiring them to exercise options under this Agreement no later
4 than fourteen (14) calendar days after receipt of the Class Notice, or the deadline
5 in the Class Notice, whichever is later.

6 6.5. Requests for Exclusion (Opt-outs) and Exclusion List. The Administrator will promptly
7 review Requests for Exclusion on a rolling basis to ascertain their validity and timeliness.
8 No later than five (5) days after the expiration of the deadline for submitting Requests for
9 Exclusion, the Administrator shall email a list to Class Counsel and Defense Counsel
10 containing the names and other identifying information of Class Members who have
11 submitted Requests for Exclusion, regardless of whether the requests are valid and timely
12 (“Exclusion List”); and (b) copies of all Requests for Exclusion submitted, regardless of
13 whether the requests are valid and timely.

14 6.6. Weekly Reports. The Administrator must, on a weekly basis, provide written reports to
15 Class Counsel and Defense Counsel that tally the number of Class Notices mailed or re-
16 mailed, Class Notices returned undelivered, Requests for Exclusion received (whether
17 valid or invalid), Objections received, Challenges to Workweeks and/or PAGA Pay
18 Periods received and/or resolved, and checks mailed for Individual Class Payments and
19 Individual PAGA Payments (“Weekly Report”). The Weekly Reports must attach copies
20 of all Requests for Exclusion and Objections received.

21 6.7. Administrator’s Declaration. No later than seven (7) business days after the Response
22 Deadline, the Administrator will provide Class Counsel and Defense Counsel a signed
23 declaration suitable for filing in Court attesting to (i) its due diligence and compliance
24 with all of its obligations under this Agreement, including, but not limited to, its mailing
25 of the Class Notice, (ii) the total number of Class Notices returned as undelivered, (iii)
26 the total number of re-mailed Class Notices, (iv) its attempts to locate Class Members,
27 (v) the total number of Requests for Exclusion received (valid or invalid), (vi) the total
28 number of Objections received (valid or invalid), (vii) the total number of Participating

1 Class Members and Workweeks, (viii) the total number of Aggrieved Employees and
2 PAGA Pay Periods, and (ix) the lowest, average, and highest Individual Class Payment
3 and Individual PAGA Payment. The Administrator will supplement its declaration as
4 needed or requested by the Parties and/or the Court. Class Counsel is responsible for
5 filing the Administrator's declaration(s) in Court.

6 6.8. Final Report by Settlement Administrator. No later than fourteen (14) calendar days after
7 the Administrator disburses all funds in the Gross Settlement Amount, the Administrator
8 will provide Class Counsel and Defense Counsel with (i) a final report detailing its
9 disbursements by employee identification number only of all payments made under this
10 Agreement, and (ii) a signed declaration suitable for filing in Court attesting to its
11 disbursement of all payments required under this Agreement. Class Counsel is
12 responsible for filing the Administrator's declaration in Court.

13 6.9. Employer Identification Number. The Administrator shall have and use its own
14 Employer Identification Number for purposes of calculating payroll tax withholdings and
15 providing reports to state and federal tax authorities.

16 6.10. Qualified Settlement Fund. The Administrator shall establish a settlement fund that
17 meets the requirements of a Qualified Settlement Fund ("QSF") under US Treasury
18 Regulation § 468B-1.

19 6.11. Website, Email Address, and Toll-Free Number. The Administrator will establish,
20 maintain, and use an internet website to post information of interest to Class Members,
21 including the date, time, and location of the Final Approval Hearing and copies of the
22 Settlement Agreement, Motion for Preliminary Approval, Preliminary Approval, Class
23 Notice, Motion for Final Approval, and Final Approval and Judgment. The
24 Administrator will also maintain and monitor an email address and toll-free telephone
25 number to receive Class Member calls, faxes, and emails.

26 6.12. Class Members' Options.

27 6.12.1. Requests for Exclusion (Opt-Outs). Each Class Member shall have forty-five
28 (45) calendar days after the Administrator mails the Class Notice (plus an

1 additional fourteen (14) calendar days for Class Members whose Class Notice
2 is re-mailed) to exclude themselves from the Settlement. A Class Member
3 may exclude himself or herself from the Settlement by mailing a Request for
4 Exclusion to the Administrator. The Request for Exclusion must be valid and
5 timely. To be valid, the Request for Exclusion must (1) include the Class
6 Member's full name, address, telephone number, and signature, and a written
7 statement requesting to be excluded from the Settlement; (2) state the case
8 name and number of the Action; and (3) be mailed to the specified physical
9 address of the Administrator. To be timely, the Request for Exclusion must be
10 postmarked no later than the Response Deadline. The postmark date will be
11 the exclusive means of determining whether a Request for Exclusion has been
12 timely submitted. A Class Member who does not submit a valid and timely
13 Request for Exclusion will be deemed a Participating Class Member and will
14 be bound by all terms of the Settlement if it is granted Final Approval. If a
15 Class Member's Request for Exclusion is timely but invalid, according to the
16 requirements listed herein, that Class Member will be allowed to cure the
17 defect(s). The Administrator will mail the Class Member a cure letter within
18 three (3) business days of receiving the defective submission to advise the
19 Class Member that his or her submission is defective and that the defect must
20 be cured to render the Request for Exclusion valid. The Class Member will
21 have until the later of (a) the Response Deadline or (b) fourteen (14) calendar
22 days from the date of the cure letter, whichever date is later, to postmark the
23 revised Request for Exclusion. The Administrator, Class Counsel, and
24 Defense Counsel may attempt to resolve any Class Member disputes on the
25 validity or timeliness of a Request for Exclusion. However, the Court has the
26 final authority to make decisions consistent with the terms of this Agreement
27 on the validity or timeliness of a Request for Exclusion. The Court's decision
28 shall be final and not appealable or otherwise susceptible to challenge.

6.12.1.1. Every Class Member who does not submit a timely and valid

1 Request for Exclusion is deemed to be a Participating Class Member
2 under this Agreement, entitled to all benefits and bound by all terms and
3 conditions of the Settlement, including the Participating Class Members'
4 Release under Paragraph 5.1 of this Agreement, regardless of whether the
5 Participating Class Member actually receives the Class Notice or objects
6 to the Settlement.

7 6.12.1.2. Every Class Member who submits a valid and timely Request for
8 Exclusion is a Non-Participating Class Member and shall not receive an
9 Individual Class Payment or have the right to object to the class action
10 components of the Settlement. Non-Participating Class Members who are
11 Aggrieved Employees are deemed to release the claims identified in
12 Paragraph 5.2 of this Agreement and are eligible for an Individual PAGA
13 Payment.
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1 6.12.2. Challenges to Calculation of Workweeks. Each Class Member shall have forty-
2 five (45) calendar days after the Administrator mails the Class Notice (plus an
3 additional fourteen (14) calendar days for Class Members whose Class Notice is
4 re-mailed) to challenge the number of Workweeks and/or PAGA Pay Periods
5 allocated to the Class Member and/or Aggrieved Employee in the Class Notice.
6 A Class Member and/or Aggrieved Employee may challenge the allocation by
7 sending a Challenge to Calculation of Workweeks and/or Pay Periods to the
8 Administrator. The Challenge to Calculation of Workweeks and/or Pay Periods
9 must be timely. To be timely, the Challenge to Calculation of Workweeks and/or
10 Pay Periods must be postmarked no later than the Response Deadline. The
11 postmark date will be the exclusive means of determining whether a Challenge to
12 Calculation of Workweeks and/or Pay Periods has been timely submitted. The
13 Administrator must encourage the challenging Class Member to submit
14 supporting documentation. In the absence of any contrary documentation, the
15 Administrator is entitled to presume that the Workweeks contained in the Class
16 Notice are correct so long as they are consistent with the Class Data. The
17 Administrator shall promptly provide copies of all Challenges to Calculation of
18 Workweeks and/or Pay Periods to Defense Counsel and Class Counsel. The
19 Administrator, Class Counsel, and Defense Counsel may attempt to resolve all
20 Class Member challenges over the calculation of Workweeks and/or Pay Periods.
21 However, the Court has the final authority to make decisions consistent with the
22 terms of this Agreement on all Challenges to Calculation of Workweeks and/or
23 Pay Periods. The Court's decision shall be final and not appealable or otherwise
24 susceptible to challenge.

25 6.12.3. Objections to Settlement. Each Participating Class Members shall have forty-
26 five (45) calendar days after the Administrator mails the Class Notice (plus an
27 additional fourteen (14) calendar days for Class Members whose Class Notice
28 is re-mailed) to object, in writing, to the class action components of the

1 Settlement and/or this Agreement, including contesting the fairness of the
2 Settlement and/or amounts requested for the Class Counsel Fees Payment,
3 Class Counsel Expenses Payment and/or Class Representative Service
4 Payment. Only Participating Class Members may send written Objections to
5 the Administrator. A Participating Class Member may object to the Settlement
6 by (1) appearing at the Final Approval Hearing and verbally objecting to the
7 Settlement or any term thereof; and/or (2) sending a written Objection to the
8 Administrator. The written Objection must be valid and timely. To be valid,
9 the written Objection must (1) include the Class Member's full name, address,
10 telephone number, and signature, the contact information for any attorney
11 representing the objecting Class Member, if any, and the factual and legal
12 bases for the Objection, including any supporting papers, briefs, written
13 evidence, declarations, and/or other evidence; (2) state the case name and
14 number of the Action; and (3) be mailed to the specified physical address of
15 the Administrator. To be timely, the written Objection must be postmarked no
16 later than the Response Deadline. The postmark date will be the exclusive
17 means of determining whether a written Objection has been timely submitted.
18 The Administrator, Class Counsel, and Defense Counsel may attempt to
19 resolve any Class Member disputes on the validity or timeliness of a written
20 Objection. However, the Court has the authority to make final decisions
21 consistent with the terms of this Agreement on the validity or timeliness of a
22 written Objection. The Court's decision shall be final and not appealable or
23 otherwise susceptible to challenge.
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1 **7. ESCALATOR CLAUSE.** Defendant represents that there are approximately 73 Settlement
2 Class Members and 6,000 workweeks during the period from December 31, 2022, through January 17,
3 2026. Should the number of workweeks increase by more than 10% greater than this figure during the
4 Class Period, Defendant shall increase the Gross Settlement Amount by the percentage increase above
5 10% (*e.g.* if the number of workweeks increases by 11%, the Gross Settlement Amount will increase
6 by 1%). To the extent it can be determined based on the Class Period end date in Paragraph 5,
7 Defendant shall be prepared at the preliminary approval hearing to inform the Court whether the
8 escalator provision has been triggered.

9 **8. DEFENDANT’S RIGHT TO WITHDRAW.** If the number of valid and timely Requests for
10 Exclusion exceeds fifteen percent (15%) of the total of all Class Members, Defendant may, but is not
11 obligated to, elect to withdraw from the Settlement. If Defendant elects to withdraw from the
12 Settlement, Defendant must meet and confer with Class Counsel no later than fourteen (14) calendar
13 days after expiration of the Response Deadline, and Defendant will be responsible for paying all
14 settlement administration expenses incurred to that point. Further, the Settlement shall be void ab
15 initio, have no force or effect whatsoever, and neither Party will have any further obligation to perform
16 under this Agreement, except as provided in this Paragraph.

17 **9. FINAL APPROVAL.**

18 9.0. Motion for Final Approval. No later than sixteen (16) court days before the calendared
19 Final Approval Hearing, Plaintiff will file a Motion for Final Approval of the Settlement
20 that includes a request for approval of the PAGA settlement under Labor Code section
21 2699(s)(2) and a [Proposed] Final Approval Order and Judgment.

22 9.1. Response to Objections. Each Party retains the right to respond to any Objection raised
23 by a Participating Class Member, including the right to file responsive documents in
24 Court no later than five (5) court days before the Final Approval Hearing, or as otherwise
25 ordered or accepted by the Court.

26 9.2. Duty to Cooperate. If the Court does not grant Final Approval or conditions Final
27 Approval on any material change to the Settlement, including, but not limited to, the
28 scope of release to be granted by Class Members, the Parties will expeditiously work

1 together in good faith to address the Court's concerns by revising the Agreement as
2 necessary to obtain Final Approval. The Court's decision to award less than the amounts
3 requested for the Class Counsel Fees Payment, Class Counsel Expenses Payment, Class
4 Representative Service Payment, and/or Administration Expenses Payment shall not
5 constitute a material modification to the Agreement within the meaning of this
6 Paragraph.

7 9.3. Continuing Jurisdiction of the Court. The Parties agree that, after entry of the Final
8 Judgment, the Court will retain jurisdiction over the Parties, Action, and Settlement
9 solely for purposes of (i) enforcing the Agreement and/or Judgment, (ii) addressing
10 settlement administration matters, and (iii) addressing such post-Judgment matters as are
11 permitted by law, pursuant to CCP section 664.6 and California Rules of Court rule
12 3.769(h).

13 9.4. Waiver of Right to Appeal. Provided the Judgment is consistent with the terms and
14 conditions of this Agreement, specifically including the Class Counsel Fees and Class
15 Counsel Expenses Payments set forth in this Agreement, the Parties, their respective
16 counsel, and all Participating Class Members waive all rights to appeal from the
17 Judgment, including all rights to post-judgment and appellate proceedings, the right to
18 file motions to vacate judgment, motions for new trial, extraordinary writs, and appeals.
19 The waiver of appeal does not include any waiver of the right to oppose such motions,
20 writs, or appeals. If an objector appeals the Judgment, the Parties' obligations to perform
21 under this Agreement will be suspended until the appeal is finally resolved and the
22 Judgment becomes final, except as to matters that do not affect the amount of the Net
23 Settlement Amount.

24 9.5. Appellate Court Orders to Vacate, Reverse, or Materially Modify Judgment. If the
25 reviewing Court vacates, reverses, or modifies the Judgment in a manner that requires a
26 material modification of this Agreement (including, but not limited to, the scope of
27 release to be granted by Class Members), the Parties shall expeditiously work together in
28 good faith to address the appellate court's concerns and to obtain Final Approval and

entry of Judgment, sharing, on a 50-50 basis, any additional administration expenses reasonably incurred after remittitur. An appellate decision to vacate, reverse, or modify the Court's award of the Class Representative Service Payment or any payments to Class Counsel shall not constitute a material modification of the Judgment within the meaning of this Paragraph, as long as the Gross Settlement Amount remains unchanged.

9.6. Failure to Approve. If the Court does not approve, either preliminarily or finally, any material term or condition of the Settlement Agreement, or if the Court effects a material change, then this Agreement will be voidable and unenforceable, subject to the Parties' agreement to the contrary, and the costs of administration shall be split equally between the Plaintiffs, on one side, and Defendant, on the other.

10. **AMENDED JUDGMENT.** If any amended judgment is required under CCP section 384, the Parties will work together in good faith to jointly submit a proposed amended judgment.

11. **ADDITIONAL PROVISIONS.**

11.0. Entire Agreement. This Agreement and the attached **Exhibit A** constitute the entirety of the Parties' settlement terms.

11.1. No Admission of Liability. The Parties enter into this Agreement to resolve the dispute that has arisen between them and to avoid the burden, expense, and risk of continued litigation. In entering into this Agreement, Defendant does not admit, and specifically denies, it has violated any federal, state, or local law; violated any regulations or guidelines promulgated pursuant to any statute or any other applicable laws, regulations, or legal requirements; breached any contract; violated or breached any duty; engaged in any misrepresentation or deception; or engaged in any other unlawful conduct concerning their employees. Neither this Agreement, nor any of its terms or provisions, nor any of the negotiations connected with it, shall be construed as an admission or concession by Defendant of any such violations or failures to comply with any applicable law. Except as necessary in a proceeding to enforce the terms of this Agreement, this Agreement and its terms and provisions shall not be offered or received as evidence in any action or proceeding to establish any liability or admission on the part of Defendant

1 or to establish the existence of any condition constituting a violation of, or a non-
2 compliance with, federal, state, local or other applicable law. If Final Approval does not
3 occur, the Parties agree that this Agreement is void, but remains protected by California
4 Evidence Code section 1152.

5 11.2. Class Certification or Representative Manageability for Other Purposes. The Parties
6 agree to stipulate to class certification only for purposes of the Settlement. If, for any
7 reason, the Settlement is not approved, the stipulation to certification will be void. If, for
8 any reason the Court does not grant Preliminary Approval, Final Approval, or enter
9 Judgment, Defendant reserves the right to contest certification of any class for any
10 reason, Defendant reserves all available defenses to the claims in the Action, Plaintiffs
11 reserve the right to move for class certification on any grounds available, and Plaintiffs
12 reserve the right to contest Defendant's defenses. The Settlement, this Agreement, and
13 the Parties' willingness to settle the Action will have no bearing on, and will not be
14 admissible in connection with any litigation, except for proceedings to enforce or
15 effectuate the Settlement and this Agreement.

16 11.3. No Press Releases/Advertisements. Neither Plaintiffs nor Plaintiffs' Counsel shall issue
17 any press release or announcement of any kind related in any way to the Settlement.
18 Plaintiffs and Class Counsel agree to limit their statements regarding the terms of the
19 Settlement, whether oral, written, or electronic (including the World Wide Web), to say
20 the Class Action has been resolved and that Plaintiffs and Class Counsel are satisfied
21 with the Settlement terms. Nothing in this Section is intended to interfere with Class
22 Counsel's duties and obligations to faithfully discharge their duties as Class Counsel,
23 including but not limited to: (1) as required by law; (2) as required under the terms of the
24 Settlement; and/or (3) as required under counsel's duties and responsibilities as Class
25 Counsel. This Settlement shall not be advertised or mentioned on any source, including
26 Plaintiff's Counsel's personal or firm website.

27 11.4. Acknowledgement that the Settlement is Fair and Reasonable. The Parties believe this
28 Settlement is a fair, adequate, and reasonable settlement of the Action and have arrived at

1 this Agreement after arm's-length negotiations and in the context of adversarial
2 litigation, taking into account all relevant factors, present and potential. The Parties
3 further acknowledge that they are each represented by competent counsel and that they
4 have had an opportunity to consult with their counsel regarding the fairness and
5 reasonableness of this Settlement.

6 11.5. No Solicitation. The Parties separately agree that they and their respective counsel and
7 employees will not solicit any Class Member to opt out of or object to the Settlement, or
8 appeal from the Judgment. Nothing in this Paragraph shall be construed to restrict Class
9 Counsel's ability to communicate with Class Members in accordance with Class
10 Counsel's ethical obligations owed to Class Members.

11 11.6. Integrated Agreement. Upon execution by all Parties and their counsel, this Agreement,
12 together with its attached Exhibit, shall constitute the entire agreement between the
13 Parties relating to the Settlement, superseding any and all oral representations,
14 warranties, covenants, or inducements made to or by any Party.

15 11.7. Attorney Authorization. Class Counsel and Defense Counsel separately warrant and
16 represent that they are authorized by Plaintiffs and Defendant, respectively, to take all
17 appropriate action required or permitted to be taken by such Parties pursuant to this
18 Agreement to effectuate its terms, and to execute any other documents reasonably
19 required to effectuate the terms of this Agreement including any amendments to this
20 Agreement.

21 11.8. Invalidity of Any Provision. Before declaring any provision of this Agreement invalid,
22 the Court will first attempt to construe the provision as valid to the fullest extent possible
23 consistent with applicable precedents to define all provisions of this Agreement as valid
24 and enforceable.

25 11.9. Waiver. No waiver of any condition or covenant contained in this Agreement or failure
26 to exercise a right or remedy by any of the Parties hereto will be considered to imply or
27 constitute a further waiver by such party of the same or any other condition, covenant,
28 right, or remedy.

- 1 11.10. Cooperation. The Parties and their counsel will cooperate and use their best efforts, in
2 good faith, to implement the Settlement by, among other things, modifying the
3 Settlement Agreement, submitting supplemental evidence, and supplementing points and
4 authorities as requested by the Court. In the event the Parties are unable to agree upon the
5 form or content of any document necessary to implement the Settlement, or on any
6 modification of the Agreement that may become necessary to implement the Settlement,
7 the Parties will seek the assistance of a mediator and/or the Court for resolution.
- 8 11.11. No Prior Assignments. The Parties separately represent and warrant that they have not
9 directly or indirectly assigned, transferred, encumbered, or purported to assign, transfer,
10 or encumber to any person or entity and portion of any liability, claim, demand, action,
11 cause of action, or right released and discharged by the Party in this Settlement.
- 12 11.12. No Tax Advice. Neither Plaintiffs, Class Counsel, Defendant, nor Defense Counsel is
13 providing any advice regarding taxes or taxability, nor shall anything in this Settlement
14 be relied upon as such within the meaning of United States Treasury Department
15 Circular 230 (31 CFR Part 10, as amended) or otherwise.
- 16 11.13. Modification of Agreement. This Agreement, and all parts of it, may be amended,
17 modified, changed, or waived only by an express written instrument signed by all Parties
18 or their representatives, and approved by the Court.
- 19 11.14. Agreement Binding on Successors and Assigns. This Agreement will be binding upon,
20 and inure to the benefit of, the successors or assigns of each of the Parties.
- 21 11.15. Applicable Law. All terms and conditions of this Agreement and its exhibits will be
22 governed by and interpreted according to the internal laws of the State of California,
23 without regard to conflict of law principles.
- 24 11.16. Cooperation in Drafting. The Parties have cooperated in the drafting and preparation of
25 this Agreement. This Agreement will not be construed against any Party on the basis that
26 the Party was the drafter or participated in the drafting.
- 27 11.17. Confidentiality. To the extent permitted by law, all agreements made and orders entered
28 during Action and in this Agreement relating to the confidentiality of information shall

survive the execution of this Agreement.

11.18. Use and Return of Class Data. Information provided to Class Counsel pursuant to Evidence Code section 1152, and all copies and summaries of the Class Data provided to Class Counsel by Defendant in connection with the mediation, other settlement negotiations, or in connection with the Settlement, may be used only with respect to this Settlement, and no other purpose, and may not be used in any way that violates any existing contractual agreement, statute, or rule of court. No later than ninety (90) days after the date when the Court discharges the Administrator's obligation to provide a Declaration confirming the final pay out of all Settlement funds, Plaintiffs shall destroy, all paper and electronic versions of Class Data received from Defendant unless, prior to the Court's discharge of the Administrator's obligation, Defendant makes a written request to Class Counsel for the return, rather than the destructions, of Class Data.

11.19. Headings. The descriptive heading of any section or Paragraph of this Agreement is inserted for convenience of reference only and does not constitute a part of this Agreement.

11.20. Calendar Days. Unless otherwise noted, all reference to "days" in this Agreement shall be to calendar days. In the event any date or deadline set forth in this Agreement falls on a weekend or federal legal holiday, such date or deadline shall be on the first business day thereafter.

11.21. Execution in Counterparts. This Agreement may be executed in one or more counterparts by facsimile, electronically (i.e., DocuSign), or email which for purposes of this Agreement shall be accepted as an original. All executed counterparts and each of them will be deemed to be one and the same instrument if counsel for the Parties will exchange between themselves signed counterparts. Any executed counterpart will be admissible in evidence to prove the existence and contents of this Agreement.

11.22. Binding Agreement. The Parties warrant that they understand and have full authority to enter into this Settlement, intend that this Agreement will be fully enforceable and binding on all Parties, and agree that it will be admissible and subject to disclosure in any

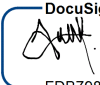
1 proceeding to enforce its terms, notwithstanding any mediation confidentiality provisions
2 that otherwise might apply under federal or state law. Plaintiffs, and not their
3 representative(s), must personally execute this Agreement. An authorized officer of
4 Defendant must execute this Agreement on behalf of Defendant. This Agreement shall
5 become binding and enforceable pursuant to CCP section 664.6. In the event of any
6 inconsistency between this Agreement and the MOU, this Agreement shall control.

7 11.23. Stay of Litigation. The Parties agree that upon the execution of this Agreement the
8 litigation shall be stayed, except to effectuate the terms of this Agreement. The Parties
9 further agree that upon the signing of this Agreement that pursuant to CCP section
10 583.330 to extend the date to bring a case to trial under CCP section 583.310 for the
11 entire period of this settlement process.

12 *Signatures on the following page.*
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Plaintiff & Class Representative:

Dated: 3/25/2026

DocuSigned by:

FDB798D420BC45C...

By: _____
Plaintiff, Juan Miguel Castro

Plaintiff's Counsel:

Dated: 3/25/2026

MOON LAW GROUP, P.C.

By: 
Kane Moon

Attorneys for Plaintiff

Defendant:

Dated: _____, 2026

By: _____
Print Name

Signature

Title

Defendant's Counsel:

Dated: _____, 2026

GARCIA RAINEY BLANK & BOWERBANK LLP

By: _____
Jeffrey M. Blank
Uliana Kozeychuk

Attorneys for Defendant

Plaintiff & Class Representative:

Dated: , 2026

By: _____
Plaintiff, Juan Miguel Castro

Plaintiff's Counsel:

Dated: , 2026

MOON LAW GROUP, P.C.

By: _____
Kane Moon

Attorneys for Plaintiff

Defendant:

Dated: , 2026
3/24/2026

By: _____
John Carmona

Signed by: Print Name
John Carmona
D37830B06A0D448...

Signature

General Manager

Title

Defendant's Counsel:

Dated: , 2026
3/24/2026

GARCIA RAINEY BLANK & BOWERBANK LLP

By: _____
DocuSigned by:
Uliana Kozeychuk
DF37A076C80F425...

Jeffrey M. Blank
Uliana Kozeychuk

Attorneys for Defendant

Exhibit A

NOTICE OF CLASS AND REPRESENTATIVE ACTION SETTLEMENT

PLEASE READ THIS NOTICE

Your legal rights are affected whether or not you act. Please read this notice carefully.

In the class and representative action entitled *Juan Miguel Castro v. California Nutritional Products, Inc.*, Riverside County Superior Court, Case No. CVRI2406909 (“Action”), Plaintiff Juan Miguel Castro (“Plaintiff”) alleges Defendant California Nutritional Products, Inc. (“Defendant”) violated several provisions of the California Labor Code and California Business and Professions Code, and owes civil penalties to the Labor and Workforce Development Agency (“LWDA”) and Aggrieved Employees (defined below) under the Private Attorneys General Act, California Labor Code sections 2698, *et seq.* (“PAGA”). Defendant denies any liability or wrongdoing of any kind and contends, among other things, that it complied at all times with the California Labor Code, the California Business and Professions Code, all Industrial Welfare Commission Wage Orders, and all applicable law.

However, in the interest of avoiding further litigation and the costs and uncertainties associated with further litigation, Plaintiff and Defendant have reached a Joint Stipulation of Class and Representative Action Settlement Agreement (“Settlement”), which has been preliminarily approved by the Court. By agreeing to the Settlement, Defendant in no way admits any violation of law and expressly denies any liability to Plaintiff or others.

You are subject to the terms of the Settlement because you have been identified by Defendant’s records as a Class Member and/or Aggrieved Employee.

“Class” means all current and former hourly-paid or non-exempt employees of Defendant in California employed from December 31, 2022, through April 24, 2026 (“Class Period”).

“Aggrieved Employees” means all current and former hourly-paid or non-exempt employees of Defendant in California employed from November 29, 2023, through the date the Class Period ends (“PAGA Period”).

YOUR LEGAL RIGHTS AND OPTIONS WITH RESPECT TO THE SETTLEMENT	
Participate in the Settlement	If you want to participate in the Settlement, remain in the Class, and receive your Individual Class Payment and Individual PAGA Payment, <u>then you do not need to do anything.</u>
Exclude Yourself From the Settlement	If you do not want to participate in the Settlement or remain in the Class, <u>then you need to follow the instructions in Section 6.</u> If you exclude yourself from the Settlement, you will not receive your Individual Class Payment, and you will not release the Released Class Claims against the Released Parties (defined in Section 4, below). However, if the Settlement is approved by the Court and you are an Aggrieved Employee, you will receive your Individual PAGA Payment, and you will release the Released PAGA Claims, even if you exclude yourself from the Settlement.
Object to the Settlement	If you want to object to the terms of the Settlement but remain in the Class, <u>then you need to follow the instructions in Section 7.</u> If you object to the Settlement, you will still be bound by the terms of the Settlement if it is approved by the Court.

1. WHY DID I GET THIS NOTICE?

You have received this Notice because Defendant’s records reflect that you are a Class Member and/or Aggrieved Employee (defined above). Because the Settlement, which has been preliminarily approved by the Court, affects Class Members’ and Aggrieved Employees’ legal rights, the Court ordered that this Notice be sent to you. This Notice provides you with information about (1) the Action, (2) the monetary terms of the Settlement, (3) your

estimated Individual Class Payment, provided you do not request to be excluded from the Settlement, (4) your estimated Individual PAGA Payment, (5) the terms of the Settlement, including the claims that are being released, (6) how to participate in, exclude yourself from, or object to the Settlement, and (7) where to find additional information regarding the Action and Settlement.

2. WHAT IS THIS CASE ABOUT?

Plaintiff alleges Defendant: (1) failed to pay Class Members minimum wages for all hours worked; (2) failed to pay Class Members overtime compensation; (3) failed to provide Class Members compliant meal periods or compensation in lieu thereof; (4) failed to provide Class Members compliant rest breaks or compensation in lieu thereof; (5) failed to reimburse Class Members for necessary business expenses they incurred in the direct discharge of their duties to Defendant; (6) failed to timely pay Class Members all compensation due upon termination or resignation; (7) failed to provide Class Members accurate itemized wage statements; (8) engaged in unlawful business practices in violation of California Business and Professions Code sections 17200, *et seq.*; and/or (9) owes civil penalties under PAGA.

Defendant denies these allegations and maintains it fully complied with all applicable laws, provided, permitted, and authorized Class Members to take all meal periods and rest breaks, reimbursed Class Members for all necessary business expenses, provided Class Members with accurate wage statements, compensated Class Members for all wages upon termination or resignation, did not perform any unlawful business acts under California Business and Professions Code sections 17200, *et seq.*, and owes no civil penalties under PAGA. Defendant denies any liability or wrongdoing of any kind and contends, among other things, that it complied at all times with the California Labor Code, the California Business and Professions Code, all Industrial Welfare Commission Wage Orders, and all applicable law.

The Court has not ruled on the merits of the claims alleged by Plaintiff. By preliminarily approving the Settlement and issuing this Notice, the Court is not suggesting which side would win or lose the Action on the merits. Rather, the Court has determined only that there is sufficient evidence to determine, on a preliminary basis, that the proposed Settlement is fair, adequate, and reasonable. The final determination of this question will be made at the Final Approval Hearing. Defendant reserves the right, if for any reason the Settlement fails, to contest any factual or legal allegations, including to contest whether the Action should proceed as a class and/or representative action.

3. THE MONETARY TERMS OF THE SETTLEMENT AND CALCULATION OF YOUR INDIVIDUAL CLASS PAYMENT AND INDIVIDUAL PAGA PAYMENT

Without admitting any wrongdoing, and to avoid the business disruptions caused by litigating these claims, Defendant has agreed to pay a Gross Settlement Amount of \$450,000.00 to settle the Action. The following amounts will be paid from the Gross Settlement Amount:

- An Administrator Expenses Payment not to exceed \$[X],000.00. for reimbursement of the Administrator's reasonable fees and expenses;
- A Class Representative Service Payment not to exceed \$7,500.00 to Class Representative for his services in support of the Action and General Release;
- PAGA Penalties in the amount of \$40,000.00 allocated to the LWDA and Aggrieved Employees for the payment of civil penalties under PAGA;
- A Class Counsel Expenses Payment not to exceed \$25,000.00 to Class Counsel for reimbursement of their reasonable expenses incurred to prosecute the Action; and
- A Class Counsel Fees Payment not to exceed 1/3 of the Gross Settlement Amount to Class Counsel for reimbursement of their reasonable fees incurred to prosecute the Action.

Net Settlement Amount: The amount remaining from the Gross Settlement Amount after the above deductions is called the “Net Settlement Amount.” The Net Settlement Amount will be allocated to all Participating Class Members and calculated as follows:

1. The Administrator will determine the number of weeks each Participating Class Member worked for Defendant for at least one day during the Class Period (“Workweeks”);
2. The Administrator will determine the value of a single Workweek by dividing the Net Settlement Amount by the total number of Workweeks worked by all Participating Class Members; and
3. Each Participating Class Member shall receive an Individual Class Payment equal to his or her Workweeks multiplied by the value of a single Workweek.

You have been credited with [REDACTED] Workweeks. Based on these Workweeks, your Individual Class Payment, prior to any applicable withholdings, is estimated to be \$ [REDACTED]. Depending on rulings from the Court that might affect the Gross Settlement Amount, as well as the number of Class Members who may exclude themselves from the Settlement, the actual amount you will receive if the Court grants Final Approval of the Settlement may vary from this estimated amount.

Individual PAGA Payment: A total of Forty Thousand Dollars (\$40,000.00) of the Gross Settlement Amount has been allocated to PAGA Penalties. Of this amount, sixty-five percent (65%) (\$26,000.00) shall be paid to the California Labor and Workforce Development Agency (“LWDA PAGA Payment”), and thirty-five percent (35%) (\$14,000.00) (the “Individual PAGA Payment”) shall be paid on a pro rata basis to Aggrieved Employees, calculated as follows:

The Administrator will determine the number of pay periods each Aggrieved Employee worked for Defendant for at least one day during the PAGA Period (“PAGA Pay Periods”);

1. The Administrator will determine the value of a single PAGA Pay Period by dividing the Individual PAGA Payment by the total number of PAGA Pay Periods worked by all Aggrieved Employees; and
2. Each Aggrieved Employee shall receive an Individual PAGA Payment equal to his or her PAGA Pay Periods multiplied by the value of a single PAGA Pay Period.

You have been credited with [REDACTED] PAGA Pay Periods. Based on these PAGA Pay Periods, your Individual PAGA Payment is estimated to be \$ [REDACTED]. Depending on rulings from the Court that might affect the Gross Settlement Amount, the actual amount you will receive if the Court grants Final Approval of the Settlement may vary from this estimated amount.

If you dispute the total number of Workweeks and/or PAGA Pay Periods that you have been credited with, you may challenge the allocation by sending a Challenge to the Calculation of Workweeks and/or Pay Periods to the Administrator (“Challenge”). Your Challenge should (1) contain your name, address, and telephone number and the case name and number of the Action (i.e., *Juan Miguel Castro v. California Nutritional Products, Inc.*, Riverside County Superior Court, Case No. CVRI2406909); (2) clearly state the number of Workweeks and/or PAGA Pay Periods you believe is correct; and (3) attach any documentary evidence you have to prove the number of contended Workweeks and/or PAGA Pay Periods. Your Challenge must be postmarked on or before [Response Deadline] and returned to the Administrator at the following address:

[Administrator]
[contact info]

For tax purposes, twenty percent (20%) of each Individual Class Payment will be allocated to wages and subject to all applicable employee state and federal tax withholdings; and eighty percent (80%) of each Individual Class Payment will be considered penalties, liquidated damages, interest, and any other non-wage related payments. The

amount allocated as wages will be reported on an IRS Form W-2, and the remaining amount allocated as penalties, liquidated damages, interest, and other non-wage payments will be reported on an IRS form 1099. One hundred percent (100%) of each Individual PAGA Payment will be allocated as penalties and reported on an IRS Form 1099. In addition to the Gross Settlement Amount, Defendant will pay all employer-payroll taxes in connection with the portion of the Settlement allocated towards wages. Class Members are responsible for paying taxes on other amounts received. This Notice is not tax advice, and you should consult your tax advisor.

Checks will be valid for one hundred and eighty (180) days. After that, checks will become void, and a stop payment will be placed on the uncashed checks. Settlement checks that are not cashed within one hundred and eighty (180) days of mailing, or are returned to the Administrator as undeliverable, will be cancelled, and the Administrator shall redistribute the funds associated with uncashed checks to the Class Members who cashed their checks. **Class Members will be bound by the Settlement even if they do not cash their settlement checks.**

4. WHAT AM I RELEASING AS A CLASS MEMBER UNDER THE SETTLEMENT?

As of the date Defendant fully funds the entire Gross Settlement Amount and all employer payroll taxes owed on the wage portions of the Individual Class Payments, all Class Members who do not opt out of the Settlement (*i.e.*, Participating Class Members), including Plaintiff, will fully and finally release and discharge the Released Parties from the Released Class Claims.

“Released Parties” means Defendant California Nutritional Products, Inc. and each of its predecessors, successors, and assigns, including Kerry, Inc., and each of their directors, officers, shareholders, owners, parents, subsidiaries, affiliates, and agents.

Release by Participating Class Members: All Participating Class Members fully and finally release and discharge the Released Parties from any and all claims, debts, liabilities, demands, obligations, penalties, costs, expenses, attorney’s fees, damages, and causes of action that were alleged or that reasonably could have been alleged based on the facts alleged in the Operative Complaint. This release includes a release of all claims alleged in the Operative Complaint for alleged failure to pay minimum wages, failure to pay overtime compensation, failure to provide meal periods, failure to authorize and permit rest breaks, failure to indemnify necessary business expenses, failure to pay all unpaid wages at termination, failure to provide accurate itemized wage statements, violation of California Business and Professions Code §§ 17200, *et seq.*, and statutory waiting time penalties based on the foregoing. (collectively, the “Released Class Claims”).

The definition of “Released Class Claims” for the Class Members shall expressly exclude all claims for vested benefits, wrongful termination, unemployment insurance, disability, social security, workers’ compensation, all claims while classified as exempt, or all claims based on facts occurring outside of the Class Period.

5. WHAT AM I RELEASING AS AN AGGRIEVED EMPLOYEE UNDER THE SETTLEMENT?

As of the date Defendant fully funds the entire Gross Settlement Amount and all employer payroll taxes owed on the wage portions of the Individual Class Payments, Aggrieved Employees will fully and finally release and discharge the Released Parties from the Released PAGA Claims. Released Parties are defined in Section 4 of this Notice, above.

PAGA Released Claims: Plaintiff, the LWDA, and all Aggrieved Employees fully and finally release and discharge the Released Parties from any and all claims for civil penalties, and attorneys’ fees and costs, under PAGA that were alleged or that reasonably could have been alleged based on the facts alleged in the Operative Complaint and Plaintiff’s PAGA Notice, including failure to pay minimum wages, failure to pay overtime

compensation, failure to provide meal periods, failure to authorize and permit rest breaks, failure to indemnify necessary business expenses, failure to pay all unpaid wages at termination, and failure to provide accurate itemized wage statements. (collectively, the “Released PAGA Claims”).

In light of the binding nature of a PAGA judgment on non-party employees pursuant to *Arias v. Sup. Ct. (Angelo Dairy)* (2009) 46 Cal.4th 969 and *Cardenas v. McLane Foodservice, Inc.* (2011) 796 F.Supp.2d 1246, Aggrieved Employees who exclude themselves from the class action component of the Settlement shall nonetheless receive a payment for the amount of each such individual’s estimated share of the Aggrieved Employees’ portion of the PAGA Payment and shall have released PAGA claims.

AGGRIEVED EMPLOYEES CANNOT OPT-OUT OF THE PAGA SETTLEMENT OR THE RELEASE OF RELEASED PAGA CLAIMS, AND THEY WILL RECEIVE AN INDIVIDUAL PAGA PAYMENT EVEN IF THEY OPT-OUT OF THE CLASS SETTLEMENT.

6. WHAT IF I DO NOT WANT TO PARTICIPATE IN THE CLASS SETTLEMENT?

You have the right to request exclusion from the Settlement as a Class Member, with regard to the settlement of Released Class Claims, but you are not able to exclude yourself as an Aggrieved Employee. If you wish to exclude yourself from the release of Released Class Claims, you must mail a Request for Exclusion to the Administrator at the address listed in Section 3 of this Notice, above. The Request for Exclusion must be valid and timely.

To be valid, the Request for Exclusion must (1) include your full name, address, telephone number, and signature, and a written statement requesting to be excluded from the Settlement; (2) state the case name and number of the Action (i.e., *Juan Miguel Castro v. California Nutritional Products, Inc.*, Riverside County Superior Court, Case No. CVRI2406909); and (3) be mailed to the specified physical address of the Administrator. To be timely, the Request for Exclusion must be postmarked no later than the [Response Deadline]. The postmark date will be the exclusive means of determining whether a Request for Exclusion has been timely submitted. A Request for Exclusion form is attached to this Notice. You may complete and submit this form to exclude yourself from the Settlement. It is your responsibility to ensure the Administrator timely receives your Request for Exclusion. **Unless you timely request to be excluded from the Settlement, you will be bound by the Final Judgment upon Final Approval.**

Class Members who request to be excluded from the Settlement will NOT receive their Individual Class Payment and will not release any of the Released Class Claims. However, Class Members who are Aggrieved Employees will receive their Individual PAGA Payment and will release the Released PAGA Claims, regardless of whether they submit a Request for Exclusion.

7. WHAT IF I WANT TO OBJECT TO THIS SETTLEMENT?

You have the right to object to the Settlement or to any settlement term as a Participating Class Member. If you wish to object, you may (1) appear at the Final Approval Hearing and verbally object to the Settlement or any term thereof; and/or (2) send a written Objection to the Administrator at the address listed in Section 3 of this Notice, above. The written Objection must be valid and timely. To be valid, the written Objection must (1) include your full name, address, telephone number, and signature, the contact information for any attorney representing the objecting Class Member, if any, and the factual and legal bases for the Objection, including any and all supporting papers, briefs, written evidence, declarations, and/or other evidence; (2) state the case name and number of the Action (i.e., *Juan Miguel Castro v. California Nutritional Products, Inc.*, Riverside County Superior Court, Case No. CVRI2406909); and (3) be mailed to the specified physical address of the Administrator. To be timely, the written Objection must be postmarked no later than the [Response Deadline]. The postmark date will be the exclusive means of determining whether a written Objection has been timely submitted. An Objection Form is attached to this Notice. You may complete and submit this form to object to the Settlement.

Filing an objection will ***not*** exclude you from the Settlement. If the Court grants Final Approval of the Settlement, you will still receive an Individual Class Payment, and you will be barred from pursuing the Released Class Claims. **Do not submit both an Objection and a Request for Exclusion. You may file one or neither.** If you file neither, then you will be automatically included in the Settlement and do not need to take any further action to receive a payment.

8. WHEN AND WHERE WILL THE COURT DECIDE WHETHER TO APPROVE THE SETTLEMENT?

The Final Approval Hearing is scheduled to take place on _____, at _____ a.m. in the Superior Court of the State of California, County of Riverside, Department _____, located at _____. This date and time may be subject to change without notice to you. You may verify the hearing date on the following website: [ADMINISTRATOR WEBSITE]. Participating Class Members may appear in Court (or hire an attorney to appear in Court at their own expense) to offer comments and/or present verbal objections at the Final Approval Hearing.

9. WHO ARE THE ATTORNEYS?

Attorneys for Plaintiff and the Class:

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The Court has permitted, for purposes of settlement, the Attorneys for Plaintiff and the Class to represent the Participating Class Members. Other than the Class Counsel Fees Payment and Class Counsel Expenses Payment approved by the Court and to be paid out of the Gross Settlement Amount, you will not be charged for their services.

10. SHOULD I GET MY OWN LAWYER?

You do not need to get your own lawyer. If you want your own lawyer to speak for you or appear in Court, you have the right to hire one, but you will have to pay for that lawyer yourself.

11. FURTHER INFORMATION

The foregoing is only a summary of the Settlement. For the precise terms and conditions of the Settlement and other important case documents, please see the Settlement available at www._____.com, or contact Class Counsel at the address or telephone number provided in Section 9, above. The Settlement is also attached to the Declaration of Kane Moon, filed _____, 2026, as Exhibit 1, and can be viewed at the Riverside Historic Courthouse, 4050 Main Street, Riverside, CA 92501 or on the Court's website, www.riverside.courts.ca.gov.

PLEASE DO NOT TELEPHONE THE COURT OR THE COURT CLERK'S OFFICE TO INQUIRE ABOUT THIS SETTLEMENT.

REQUEST FOR EXCLUSION FORM

I, _____, wish to be excluded from the Settlement of Class claims in *Juan Miguel Castro v. California Nutritional Products, Inc.*, Riverside County Superior Court, Case No. CVRI2406909.

Full Name (Printed)

Address

City

State and Zip Code

Telephone Number

Signature

[Note: (1) This Request for Exclusion Form *does not* exclude you from the Settlement of PAGA claims, and (2) this Request for Exclusion Form *must* be mailed to the following physical address of the Administrator on or before [Response Deadline]]:

[Administrator]

[contact info]

OBJECTION FORM

I, _____, object to the Settlement in *Juan Miguel Castro v. California Nutritional Products, Inc.*, Riverside County Superior Court, Case No. CVRI2406909 because:

Full Name (Printed)

Address

City

State and Zip Code

Telephone Number

Signature

[Note: this Objection Form *must* be mailed to the following physical address of the Administrator on or before [Response Deadline]]:

[Administrator]
[contact info]