November 28, 2018

Dear Valued Customer:

RE: California Proposition 65 (Prop 65) and Northern Contours Components

Often our customers have questions concerning California Proposition 65 and compliance of the thermo foils used to produce our finished product. This letter provides information from the foil manufacturer's perspective.

Prop 65 requires businesses to provide warnings on/with their components to Californians about significant exposures to chemicals that cause cancer, birth defects or other reproductive harm. By law, a warning must be given for Prop 65 listed chemicals unless the exposure is low enough to pose no significant risk of cancer or is significantly below levels observed to cause birth defects or other reproductive harm. If a warning label is placed on/with a product, the business issuing the warning is aware or believes that it is exposing individuals to one or more listed chemicals.

Some of the thermo foils used can contain Prop 65 chemicals as noted on the safety data sheets (SDSs) or the Technical Article Information Sheet, but simply because a component is subject to Prop 65 does not mean a warning on/with the finished printed product is required. The identified foils typically contain Prop 65 chemicals that are volatile in nature or do not pose an exposure risk when on finished components. It is highly unlikely that once pressed and sealed, that exposure would occur.

Further to this, warning requirements are dependent on the anticipated level of exposure to the Prop 65 chemicals, which result from the foreseeable uses of a product. The warning requirements will only apply if the foreseeable and intended uses of a product containing these chemicals are likely to result in exposures that exceed the "significant risk" or "observable effect" levels. A determination of "significant risk" or "observable effect" levels. A determination of "significant risk" or "observable effect" levels. A determination of the components.

Northern Contours does not control or have knowledge of the end uses of our components. Northern Contours, therefore, cannot make any guarantee regarding the actual exposure levels to the Prop 65 chemicals. Northern Contours recommends companies review the Prop 65 regulation to determine their appropriate methods and requirements for compliance concerning Prop 65. The decision to include or not include a Prop 65 notice (label) must ultimately rest with the company using Northern Contours components.

Additional information concerning Prop 65 can be found at the following web sites: <u>https://www.p65warnings.ca.gov</u> http://www.oehha.ca.gov/prop65.html

Sincerely, Cindy Ika Environmental, Health & Safety Manager <u>cika@northerncontours.com</u>