

August 20, 2018

**RE: New Proposition 65 Warning Requirements**

Dear Distributor:

Anderson Power Products is committed to conducting its business in a socially responsible and ethical manner consistent with applicable national and local laws. As you may know, in 1986 California enacted Proposition 65 (“Prop 65”) into California state law, also known as the Safe Drinking Water and Toxic Enforcement Act. This Act requires a warning on all products sold in California containing one or more of the 900 chemicals known to the State of California to cause cancer, birth defects or reproductive harm. The list is maintained by the California Office of Environmental Health Hazard Assessment (OEHHA), and can be found online at [www.oehha.ca.gov/proposition-65/proposition-65-list](http://www.oehha.ca.gov/proposition-65/proposition-65-list). A Proposition 65 warning does not mean that a product is in violation of any product safety standards or requirements. Prop 65 warnings are intended to allow consumers to make informed choices and take precautions about the products they purchase and are exposed to that contain potentially hazardous chemicals.

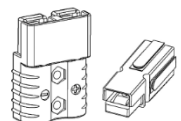
Warning Requirements: Under Prop 65, businesses (including manufacturers, distributors and retail sellers) making sales to customers in California are required to give a “clear and reasonable warning” for products containing chemicals on the Prop 65 chemical list. Amended Prop 65 regulations will take effect on August 30, 2018, and we have taken steps to ensure compliance with these new Prop 65 warning requirements. As one of our distributors, it is also important that you comply with these new Prop 65 regulations.

What products are involved: Attached is a list of the product(s) we sell to you that include chemicals on the Prop 65 chemical list. This/these products may result in an exposure to one or more listed chemicals, as identified in the attached list.

What we are doing: We have reviewed the products we sell to determine if they contain any chemicals on the Prop 65 chemical list. For all products including those chemicals, we will be providing a Prop 65 warning on the product packaging or label (and in some cases, on packaging inserts). **Do not remove, alter, cover or obscure these Prop 65 warnings.**

What you need to do: Under certain circumstances, there are additional requirements that must be met (in addition to the warnings on our Prop 65 product labels). Specifically:

- **Retail sellers** must provide a product-specific “point of display” Prop 65 warning for all products sold as “loose” goods or goods sold without their original packaging/labels. This requirement applies to all goods that are sold by us in bulk or without individual packaging (even though we may put a label on the bulk packaging container).
- **Internet sellers** must provide product-specific Prop 65 warnings on their website (on the product display page or prior to the completion of the purchase), for all products for which a Prop 65 warning is required.
- **Catalog sellers** must provide product-specific Prop 65 warnings in their catalogs (in a manner specifically associated with the product), for all products for which a Prop 65 warning is required.



Because we do not know the names of the individuals or retailers purchasing our products from you, it is important that you, and all retailers you sell products to, comply with all of Prop 65's warning requirements.

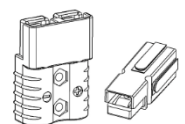
What is required for products sold by you to retailers: For all products sold *by the retail seller* as “loose” goods, or goods sold without their original packaging/labels, the retail seller must conspicuously post or display a product-specific Prop 65 warning at the “point of display.” The attachment includes the “point of display” warning that must be given for each product. Thus, **although you may sell these products in Prop 65-labeled bulk packages, the retail seller will need to provide an additional Prop 65 warning if the retail seller removes the goods from the bulk packaging before the products are sold at retail.**

What is required for products sold by internet sellers: For all products sold through internet sales, the retail seller must provide a website warning **and** ship the goods with either (a) the original packaging/labels provided by us (which include a Prop 65 warning), or (b) an additional Prop 65 warning for “loose” goods or goods sold without their original packaging/labels. **A website warning is still required even if the goods are sold with the packaging/labels originally provided by us.** The attachment includes the website warning that must be given for each product.

What is required for products sold by catalog sellers: For all products sold through catalog sales, the retail seller must provide a catalog warning **and** ship the goods with either (a) the original packaging/labels provided by us (which include a Prop 65 warning), or (b) an additional Prop 65 warning for “loose” goods or goods sold without their original packaging/labels. **A catalog warning is still required even if the goods are sold with the packaging/labels originally provided by us.** The attachment includes the catalog warning that must be given for each product.

How should this be communicated to products sold by you to retailers: You must make sure **you communicate this information in writing to all retailers buying products from you for sale in/into California**, and that the notice letter complies with the new Prop 65 regulations (27 California Code of Regulations §25600.2). We can assist you in preparing this notice letter and answering any other questions you may have, if that would be helpful. You are required to renew this notice annually and must obtain confirmation of the retail seller's receipt of the notice either electronically or in writing.

**We need confirmation that you have received this letter and the attachment**, and that you will carry out your duty to provide the Prop 65 warning to the end user (if you sell to any end users in California) and/or provide this information to your customer (the retail seller). **It is very important that an authorized representative of your company signs the Prop 65 acknowledgement below and returns it to us (email is fine).** We plan to send a copy of this or a similar letter on an annual basis, and to obtain confirmation that you are continuing to provide the Prop 65 warning and instructions to all of your customers (retail sellers) or end users.



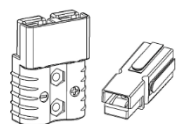
electrical power connectors

As our distribution partner, it is imperative that we work together to ensure compliance, as California's Prop 65 warning requirements apply to manufacturers, distributors and sellers. Your cooperation in meeting these compliance requirements is greatly appreciated

We will maintain current Prop 65 data about our products. Questions about this letter or Prop 65 compliance should be directed to [prop65compliance@idealindustries.com](mailto:prop65compliance@idealindustries.com).

Thank you,

IDEAL INDUSTRIES, INC.



*electrical power connectors*

## PROP 65 ACKNOWLEDGEMENT

I, \_\_\_\_\_, confirm that I have read and am familiar with the information, instructions, and materials concerning California Prop 65 warnings, and to the extent Prop 65 applies to our company, our company will follow the directives provided above and comply with all California Prop 65 warning requirements.

Signature: \_\_\_\_\_

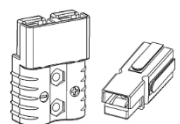
Printed Name: \_\_\_\_\_

Date: \_\_\_\_\_

I am in a position of authority within my company (Yes/No): \_\_\_\_\_

Company Name: \_\_\_\_\_

Company Location: \_\_\_\_\_




**PROP 65 INFORMATION ATTACHMENT**  
**“Cancer Chemicals”**


**Products Sold to You Containing Prop 65-Listed “Cancer” Chemicals**

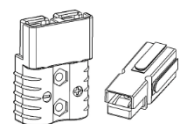
<u>Product Name</u>	<u>Product/Part No.</u>

**Internet and Catalog Prop 65 Warnings (if applicable):**

	<b><u>WARNING</u></b> Cancer – <a href="http://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a> .
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**“Point of Display” Prop 65 Warnings (if applicable)**

	<b><u>WARNING</u></b> This product can expose you to chemicals including _____, which is known to the State of California to cause cancer. For more information go to <a href="http://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a> .
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*electrical power connectors*

**PROP 65 INFORMATION ATTACHMENT**  
**“Reproductive Harm Chemicals”**


**Products Sold to You Containing Prop 65-Listed “Reproductive Harm” Chemicals**

<u>Product Name</u>	<u>Product/Part No.</u>

**Internet and Catalog Prop 65 Warnings (if applicable):**

	<b><u>WARNING</u></b> Reproductive Harm – <a href="http://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a> .
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**“Point of Display” Prop 65 Warnings (if applicable)**

	<b><u>WARNING</u></b> This product can expose you to chemicals including _____, which is known to the State of California to cause birth defects or other reproductive harm. For more information go to <a href="http://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a> .
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Note - These can also be on one line to accommodate space constraints.

**PROP 65 INFORMATION ATTACHMENT**  
**“Cancer and Reproductive Harm Chemicals”**


**Products Sold to You Containing Prop 65-Listed “Cancer” Chemicals**

<u>Product Name</u>	<u>Product/Part No.</u>

**Internet and Catalog Prop 65 Warnings (if applicable):**

	<p><b><u>WARNING</u></b>            Cancer and Reproductive Harm – <a href="http://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a>.</p>
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**“Point of Display” Prop 65 Warnings (if applicable)**

	<p><b><u>WARNING</u></b>            This product can expose you to chemicals including _____, which is known to the State of California to cause cancer, and including _____, which is known to the State of California to cause birth defects or other reproductive harm. For more information go to <a href="http://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a>.</p>
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