# If you farmed Kona coffee in the Kona District and then sold that coffee, you may be able to get benefits in a class action settlement

A federal court authorized this notice. This is NOT a solicitation from a lawyer.

- An additional Proposed Settlement has been reached in a class action lawsuit. The new settlement is with L&K Coffee Company LLC ("L&K"). The lawsuit is about the alleged mislabeling of coffee as originating from the Kona region. L&K denies the Plaintiffs' allegations but has agreed to settle the class action to avoid the time and expense of continuing the lawsuit. **This settlement is in addition to the ones of which you recently received notice.** Information on the prior Proposed Settlements and Settling Defendants can be found on the website, www.KonaCoffeeSettlement.com.
- There are other defendants involved in the lawsuit. However, they are not involved in the Proposed Settlement. The lawsuit continues against those defendants to the extent they still have any products at issue and have not previously reached settlements with the Plaintiffs.
- You are a member of the Settlement Class for the Proposed Settlement if you farmed Kona coffee in the Kona District and then sold that coffee between February 27, 2015, and October 4, 2022. The full class definition is described under Question 3, below.
- If approved by the Court, a gross settlement amount of \$6,150,000 will be distributed among the Settlement Class Members on a pro-rata basis, (as calculated by Settlement Class Members' reported sales volumes), less Court-awarded attorneys' fees and expenses and service awards to the Class Representatives, less any voluntary contributions for the benefit of the Kona region. L&K will also modify the label of coffee products labeled as "Kona," or "Kona Blend." The settlement payment is in addition to the settlement amounts from prior settlements with certain other defendants in this case. Notice of those prior settlements was previously sent to you.

A SUMMARY OF YOUR RIGHTS AND CHOICES	
SUBMIT A CLAIM FORM (IF YOU DID NOT SUBMIT A VALID CLAIM IN THE PREVIOUS SETTLEMENTS)	<ul> <li>Submit a valid claim to receive money from the Proposed Settlement as outlined in Question 5.</li> <li>Be bound by the Proposed Settlement.</li> <li>Give up your right to sue or continue to sue L&amp;K for the claims in this case.</li> </ul> Due Date: <u>TBD</u>
Exclude Yourself from the Proposed Settlement(s) ("Opt Out")	<ul> <li>Remove yourself from the Settlement Class as outlined in Questions 7 and 8.</li> <li>Receive no payment.</li> <li>Keep your right to sue or continue to sue L&amp;K for the claims in this case.</li> <li>Due Date: Post-marked on or before January 10, 2023</li> </ul>
<b>Object or Comment on the Proposed Settlement(s)</b>	<ul> <li>Write the Court about why you do not like the Proposed Settlement as outlined in Question 13.</li> <li>Due Date: <u>Post-marked on or before January 10, 2023</u></li> </ul>
Speak at the Final Hearing	<ul> <li>If you submit a Notice of Appearance, you may speak to the Court about the Proposed Settlement at the Final Hearing set for February 16, 2023.</li> <li>Due Date: Post-marked on or before January 10, 2023</li> </ul>
Do Nothing	<ul> <li>Receive no payment.</li> <li>Be bound by the Proposed Settlement.</li> <li>Give up your right to sue or continue to sue L&amp;K for the claims in this case.</li> </ul>

## WHAT THIS NOTICE CONTAINS

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## 1. Why did I receive this Notice?

Records show that you farmed Kona coffee in the Kona District and sold Kona coffee between February 27, 2015, and October 4, 2022. For more details, please refer to Question 3 below.

The Court sent you this Notice to inform you of Proposed Settlement in the class action lawsuit *Corker, et al. v. Costco Wholesale Corp., et al.*, No. 1:19-cv-00290, United States District Court for the Western District of Washington. This Notice outlines the terms of the Proposed Settlement, who is a Settlement Class Member, your right to remain a member of the Settlement Class in the Proposed Settlement, how Settlement funds will be paid, how to comment on or object to the Proposed Settlement, and how to exclude yourself from the Settlement Class.

Judge Lasnik of the United States District Court for the Western District of Washington is overseeing this class action.

Those who brought the lawsuit are the "Plaintiffs," and the parties being sued are the "Defendants." As noted above, there were other Defendants in this lawsuit who had not reached settlements with the Plaintiffs at the time this notice was issued. Those Defendants not included in this Proposed Settlement are not part of the new Proposed Settlement. There are also other Defendants who previously reached settlements with the Plaintiffs. Notice of those settlements was previously sent to you.

## 2. What is this lawsuit about?

Plaintiffs allege that L&K advertised, falsely designated, and/or sold coffee as originating from the Kona region in violation of the federal Lanham Act. Plaintiffs seek monetary damages and other relief allowed under the Lanham Act.

Although L&K denies Plaintiffs' claims for liability and damages, it has agreed to settle the class action to avoid the time and expense of continuing the lawsuit.

A more complete description of the lawsuit is available at www.KonaCoffeeSettlement.com, or in the file for the lawsuit maintained by the United States District Court for the Western District of Washington. See Question 17, below. Additionally, should you have questions regarding the lawsuit, you can submit them in writing to Class Counsel at the addresses provided under Question 13 of this Notice.

The Court has not ruled in favor of Plaintiffs or L&K. Instead, both sides agreed to the Proposed Settlement before the case proceeded to a trial. Plaintiffs and their counsel believe that the Proposed Settlement is best for all members of the proposed Settlement Class.

## 3. How do I know if I am part of the Settlement Class?

The Settlement Class includes all persons and entities who, between February 27, 2015, and October 4, 2022, farmed Kona coffee in the Kona District and then sold their Kona coffee.

Excluded from the Settlement Class are L&K, any Judges to whom the case is assigned, and their immediate families and staffs.

If you are a Settlement Class Member and the Judge approves the Proposed Settlement, you will be bound by all orders and judgments of the Court and by the Court's final resolution of the Settlement Class claims in the lawsuit. See Question 13 for your right to comment on or object to the Proposed Settlement.

#### 4. I am still not sure if I am included.

If you are still not sure if you are part of the Settlement Class, please visit www.KonaCoffeeSettlement.com, email info@KonaCoffeeSettlement.com or call (toll-free) 1-833-667-1227. You may also contact Class Counsel (See Question 9).

#### Please do not contact the Court.

#### 5. What does the Proposed Settlement provide?

The Proposed Settlement provides money for Settlement Class Members and requires L&K to modify the label of coffee products labeled as containing beans originating from the Kona region.

Under the Proposed Settlement, L&K will make a total payment of \$6,150,000. The Settlement Amount will be distributed to Settlement Class Members on a pro-rata basis (as calculated by Settlement Class Members' reported sales volumes), less Court-awarded attorneys' fees and expenses and service awards to the Class Representatives, and less any voluntary contributions for the benefit of the Kona region.

You do not need to do anything at this time. If you previously submitted a claim for payment in connection with the prior settlements, you will not need to re-submit your information. However, if you did not make a prior claim, you will need to submit a claim form to receive a payment in the Proposed Settlement at a later time. You will be notified when the deadline to submit your claim form for payment is determined. You may also check the Settlement Website, www.KonaCoffeeSettlement.com, for updates.

In exchange for the benefits received by the Class, L&K will be released from claims the Settlement Class Members may have against it relating to the claims asserted in the lawsuit, including claims relating to its labeling of coffee products that use the word "Kona."

#### 6. What do I need to do to remain a Settlement Class Member?

If you want to remain a Settlement Class Member, you do not need to take any action. However, if you want to receive your payment from the Proposed Settlement **and did not submit a claim in connection with the prior settlements**, you will need to submit a claim form at a later time to be determined (See Question 5 above). Class Counsel will represent your interests as a member of the Settlement Class. You have the right to retain your own counsel, but do not have to do so.

#### 7. Can I get out of the Settlement Class?

If you don't want to be in the Settlement Class and you want to keep the right to sue L&K about the same claims on your own, you must take steps to get out of the Settlement Class. This is called excluding yourself from or "opting out of" the Settlement Class. By excluding yourself, you keep the right to file your own lawsuit. If you exclude yourself from the Settlement Class, you will not receive any benefits from the Proposed Settlement.

#### 8. How do I get out of the Proposed Settlement?

To exclude yourself from ("opt out of") the Settlement Class, you must send a letter personally signed by you that includes all of the following:

- a) Your name, address, and telephone number;
- b) The following Civil Action Number: 2:19-cv-000290; and
- c) A statement that you want to be excluded from the Settlement Class.

Your request for exclusion letter must be mailed first class, postage pre-paid, **postmarked on or before January 10, 2023,** to:

Kona Coffee Farmers Settlement Administrator c/o JND Legal Administration P.O. Box 91232 Seattle, WA 98111

You cannot exclude yourself from only part of a Settlement or Settlement Class. If you previously excluded yourself from the prior set of settlements and wish to exclude yourself from this settlement, you need to send a new, signed exclusion request. Also, please remember that you can't exclude yourself by phone or by sending an email.

#### 9. Do I have lawyers representing my interests in the case?

The Court has appointed the following law firms to represent the Settlement Class:

Nathan T. Paine Karr Tuttle Campbell 701 5th Ave, Suite 3300 Seattle, WA 98104 Jason L. Lichtman Daniel E. Seltz Lieff, Cabraser, Heimann & Bernstein, LLP 250 Hudson St., 8<sup>th</sup> Floor New York, NY 10013 Andrew R. Kaufman Lieff, Cabraser, Heimann & Bernstein LLP 222 2<sup>nd</sup> Ave South, Suite 1640 Nashville, TN 37201

These lawyers are called "Class Counsel." You do not have to directly pay Class Counsel. If you want your own lawyer, and to have that lawyer appear in court, you may hire one at your own expense.

#### **10.** How will the lawyers be paid?

Class Counsel will request that the Court award Class Counsel reimbursement of litigation expenses as well as fees not to exceed one-third of the settlement fund, with the total request not to exceed \$3 million. Class Counsel will also request service awards of \$2,500 to each of the farms serving as class representatives. The Court, at its own discretion, may award less than these requested amounts without further notice to the Settlement Class Members. Any attorneys' fees, expenses, and service awards awarded by the Court will be paid from the Settlement Funds. Again, if you choose to hire your own attorney, you will be responsible for that attorney's fees and expenses.

#### 11. Should I get my own lawyer?

You don't need to hire your own lawyer, but you may elect to do so. If you want your own lawyer to speak for you or to appear in Court, you or your lawyer must file a Notice of Appearance. Question 16 explains how to submit a Notice of Appearance. If you hire a lawyer to appear for you in the lawsuit, you will have to pay that lawyer on your own.

QUESTIONS? CALL 1-833-667-1227 OR VISIT WWW.KONACOFFEESETTLEMENT.COM

You should also consult your own tax advisor regarding the tax consequences to you of the proposed settlement, including, without limitation, any tax reporting obligations you may have with respect to the proposed settlement.

#### 12. Who are the Class Representatives and how will they be compensated?

If the Proposed Settlement is approved, the Court will appoint Plaintiffs Bruce Corker d/b/a Randho Aloha, Colehour Bondera and Melanie Bondera d/b/a Kanalani Ohana Farm, Robert Smith and Cecelia Smith d/b/a Smithfarms, and Smithfarms LLC as Class Representatives. The Class Representatives work with Class Counsel on behalf of all Settlement Class Members to present the views of Settlement Class Members to Class Counsel and the Court. The Class Representatives may each be entitled to a Service Award, not to exceed \$2,500 per farm, if approved by the Court.

## 13. Can I object or comment on the Proposed Settlement?

If you have comments about, or disagree with, any aspect of the Proposed Settlement, including the requested attorneys' fees, you may express your views to the Court through a written response to the Proposed Settlement. Only Settlement Class Members who have not opted out can object or comment. The written comment or objection should include your name, address, and telephone number. In addition, any objection must include (a) a written statement of your objection, (b) a written statement of the grounds or reasons for your objection, (c) copies of any papers, briefs, or other documents supporting your objection, and (d) a statement that that it relates to Civil Action Number: 2:19-cv-000290. The document must be signed to ensure the Court's review. In order to be considered by the Court, your comment or objection must be postmarked on or before January 10, 2023, and mailed to:

Clerk of the Court United States District Court, Western District of Washington 700 Stewart Street, Suite 2310 Seattle, WA 98101

Your comment or objection must also be mailed to the following attorneys:

<u>Class Counsel</u> Jason L. Lichtman Daniel E. Seltz Lieff, Cabraser, Heimann & Bernstein, LLP 250 Hudson St., 8<sup>th</sup> Floor New York, NY 10013

## 14. Will there be a Hearing on the Proposed Settlement?

The Court will hold a Final Approval Hearing to consider whether the Proposed Settlement is fair, reasonable, and adequate. The Hearing will be on February 26, 2023, at 11:00 a.m. (Pacific Time) by remote means. A link to the proceedings will be posted on the Settlement Website as soon as it is available. At the Hearing, the Court will decide whether to approve the Proposed Settlement and the motion for attorneys' fees and expenses. If comments or objections have been received, the Court will consider them at this time.

Note: The Hearing may be postponed to a different date without additional notice. Settlement Class Members should check the Settlement Website, www.KonaCoffeeSettlement.com to confirm that the date has not been changed.

#### **15.** Must I attend the Hearing?

Attendance is not required, even if you properly mailed a written objection or comment. Class Counsel is prepared to answer the Court's questions, including concerning objections or comments. If you or your lawyer still want to attend the Hearing, you are welcome to come at your own expense. However, it is not necessary that you attend. If you filed an objection to or comment about the Proposed Settlement, as long as the objection or comment was postmarked before the deadline, the Court will consider it, regardless of whether you or your privately retained attorney appear at the Hearing.

## 16. May I speak at the Hearing?

If you want to speak or have your own lawyer speak at the Final Approval Hearing, you must give the Court a paper that is called a "Notice of Appearance." The Notice of Appearance must refer to *Corker, et al. v. Costco Wholesale Corp., et al.*, No. 2:19-cv-00290, United States District Court for the Western District of Washington, and state that you or your lawyer wish to enter an appearance at the Final Approval Hearing. It must also include your name, address, telephone number, and signature. Your "Notice of Appearance" must be postmarked no later than January 10, 2023. You cannot speak at the Hearing if you asked to be excluded (i.e., "opt out") from the Proposed Settlement Class.

The Notice of Appearance must be filed with the Court at the address provided under Section 13 above and also mailed to the attorneys listed in Section 13 above.

## 17. How do I get more information about the Proposed Settlement?

This notice summarizes the Proposed Settlement and your rights and options as a Settlement Class Member. To find out more information, visit www.KonaCoffeeSettlement.com, call 1-833-667-1227, or write to:

Kona Coffee Farmers Settlement Administrator c/o JND Legal Administration P.O. Box 91232 Seattle, WA 98111

If you have a question about whether or not you are in the Settlement Class, or about your rights and options as a Settlement Class Member, you may contact Class Counsel (see Question 9).

All court records, including the Settlement Agreement and other documents for the Lawsuit, may be examined in person and copied at the United States District Court, Western District of Washington, United States Courthouse, 700 Stewart Street, Suite 2310, Seattle, WA 98101.

#### PLEASE DO NOT TELEPHONE THE COURT, THE CLERK OF THE COURT, OR COUNSEL FOR THE SETTLING DEFENDANT.