

EXHIBIT 1

**UNITED STATES DISTRICT COURT
FOR THE EASTERN DISTRICT OF MICHIGAN
SOUTHERN DIVISION**

_____	:	
IN RE AUTOMOTIVE PARTS	:	2:12-md-02311
ANTITRUST LITIGATION	:	Honorable Marianne O. Battani
_____	:	
IN RE HEATING CONTROL PANELS	:	Case No. 2:12-cv-00403
IN RE OCCUPANT SAFETY	:	Case No. 2:12-cv-00603
RESTRAINT SYSTEMS	:	
IN RE SWITCHES	:	Case No. 2:13-cv-01303
IN RE STEERING ANGLE SENSORS	:	Case No. 2:13-cv-01603
_____	:	
THIS DOCUMENT RELATES TO:	:	
END-PAYOR ACTION	:	
_____	:	

SETTLEMENT AGREEMENT

This Settlement Agreement (“Agreement”) is made and entered into this 23rd day of March 2018 (“Execution Date”) by and between Tokai Rika, Co. Ltd. and TRAM, Inc. d/b/a/ Tokai Rika U.S.A. Inc. (collectively, “Tokai Rika”) and End-Payor Plaintiff Class Representatives (“End-Payor Plaintiffs”), both individually and on behalf of classes of end-payor indirect purchasers of Heating Control Panels, Occupant Safety Restraint Systems, Switches, and Steering Angle Sensors (“Settlement Classes”), as more particularly defined in Paragraph 12 below.

WHEREAS, End-Payor Plaintiffs are prosecuting the above *In re Automotive Parts Antitrust Litigation*, Master File No. 12-md-02311 (E.D. Mich.) (“MDL Litigation”) and Case Nos. 2:12-cv-00403 (“Heating Control Panels Action”), 2:12-cv-00603 (“Occupant Safety Restraint Systems Action”), 2:13-cv-01303 (“Switches Action”), and 2:13-cv-01603 (“Steering

Angle Sensors Action”) (together, the “Actions”), on their own behalf and on behalf of the Settlement Classes;

WHEREAS, End-Payor Plaintiffs allege that they were injured as a result of Tokai Rika’s participation in unlawful conspiracies to raise, fix, maintain, and/or stabilize prices, rig bids, and allocate markets and customers for (1) Heating Control Panels (as defined below) in violation of Section 1 of the Sherman Act and various state antitrust, unfair competition, unjust enrichment, and consumer protection laws as set forth in End-Payor Plaintiffs’ Third Consolidated Amended Class Action Complaint (Case No. 2:12-cv-00403, Doc. No. 229) (“Heating Control Panels Complaint”), (2) Occupant Safety Restraint Systems (as defined below) in violation of Section 1 of the Sherman Act and various state antitrust, unfair competition, unjust enrichment, and consumer protection laws as set forth in End-Payor Plaintiffs’ Third Consolidated Amended Class Action Complaint (Case No. 2:12-cv-00603, Doc. No. 181) (“Occupant Safety Restraint Systems Complaint”), (3) Switches (as defined below) in violation of Section 1 of the Sherman Act and various state antitrust, unfair competition, unjust enrichment, and consumer protection laws as set forth in End-Payor Plaintiffs’ Second Consolidated Amended Class Action Complaint (Case No. 2:13-cv-01303, Doc. No. 122) (“Switches Complaint”), and (4) Steering Angle Sensors (as defined below) in violation of Section 1 of the Sherman Act and various state antitrust, unfair competition, unjust enrichment, and consumer protection laws as set forth in End-Payor Plaintiffs’ Second Consolidated Amended Class Action Complaint (Case No. 2:13-cv-01603, Doc. No. 90) (“Steering Angle Sensors Complaint”) (together, “Complaints”);

WHEREAS, Tokai Rika denies End-Payor Plaintiffs’ allegations and has asserted defenses to End-Payor Plaintiffs’ claims in the Actions;

WHEREAS, arm's-length settlement negotiations have taken place between Settlement Class Counsel (as defined below) and counsel for Tokai Rika and this Agreement has been reached as a result of those negotiations;

WHEREAS, End-Payor Plaintiffs, through Settlement Class Counsel, have conducted an investigation into the facts and the law regarding the Actions and have concluded that resolving the claims against Tokai Rika, according to the terms set forth below, is in the best interests of End-Payor Plaintiffs and the Settlement Classes because of the payment of the Settlement Amount and the value of the Injunctive Relief and Cooperation (as those terms are defined below) that Tokai Rika has agreed to provide pursuant to this Agreement; and

WHEREAS, Tokai Rika, despite its belief that it is not liable for the claims asserted and its belief that it has good defenses thereto, has nevertheless agreed to enter into this Agreement to avoid further expense, inconvenience, and the distraction of burdensome and protracted litigation, and to obtain the releases, orders, and judgments contemplated by this Agreement, and to put to rest with finality all claims that have been or could have been asserted against Tokai Rika with respect to Heating Control Panels, Occupant Safety Restraint Systems, Switches, and Steering Angle Sensors (together, "Relevant Products") based on the allegations in the Actions, as more particularly set out below.

NOW, THEREFORE, in consideration of the covenants, agreements, and releases set forth herein and for other good and valuable consideration, it is agreed by and among the undersigned that the Actions be settled, compromised, and dismissed on the merits with prejudice as to the Releasees and except as hereinafter provided, without costs as to End-Payor Plaintiffs, the Settlement Classes, or Tokai Rika, subject to the approval of the Court, on the following terms and conditions:

A. Definitions.

1. “End-Payor Plaintiff Class Representatives” means those Settlement Class Members, as defined in Paragraph 14, below, who are named plaintiffs in the Complaints.

2. “Cooperation” shall refer to those provisions set forth below in Paragraphs 34-51.

3. “Cooperation Materials” means any information, testimony, Documents (as defined below) or other material provided by Tokai Rika under the terms of this Agreement.

4. “Defendant” means any party named as a defendant in the Actions at any time up to and including the date when the Court has entered a final order certifying the Settlement Classes described in Paragraph 12 and approving this Agreement under Federal Rule of Civil Procedure (“Rule”) 23(e).

5. “Document” is defined to be synonymous in meaning and equal in scope to the usage of this term in Rule 34(a), including without limitation, electronically stored information. A draft or non-identical copy is a separate Document within the meaning of this term.

6. “Indirect Purchaser States” means Arizona, Arkansas, California, District of Columbia, Florida, Hawaii, Iowa, Kansas, Maine, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Hampshire, New Mexico, New York, North Carolina, North Dakota, Oregon, Rhode Island, South Carolina, South Dakota, Tennessee, Utah, Vermont, West Virginia, and Wisconsin.

7. “Heating Control Panels” shall have the meaning set forth in Paragraph 2 of the Heating Control Panels Complaint; “Occupant Safety Restraint Systems” shall have the meaning set forth in Paragraph 2 of the Occupant Safety Restraint Systems Complaint; “Switches” shall have the meaning set forth in Paragraph 3 of the Switches Complaint; and “Steering Angle Sensors” shall have the meaning set forth in Paragraph 3 of the Steering Angle Sensors Complaint.

8. “Opt-Out Deadline” means the deadline set by the Court for the timely submission of requests by Settlement Class Members to be excluded from the Settlement Classes.

9. “Released Claims” means the claims described in Paragraphs 23-24.

10. “Releasees” shall refer to (i) Tokai Rika, (ii) all of Tokai Rika’s past and present direct and indirect, parents, subsidiary companies and affiliates, including their respective predecessors, successors and assigns, including but not limited to TRAM, Inc. d/b/a Tokai Rika U.S.A. Inc., and TRQSS, Inc., f/k/a Quality Safety Systems Company, and (iii) each and all of the present and former principals, partners, officers, directors, supervisors, employees, agents, stockholders, members, representatives, insurers, attorneys, heirs, executors, administrators, and assigns of each of the persons and entities listed in (i) and (ii). “Releasees” does not include any defendant in the MDL Litigation other than Tokai Rika.

11. “Releasers” shall refer to End-Payor Plaintiffs Class Representatives and the Settlement Class Members, as defined in Paragraph 12, below, and to their past and present officers, directors, supervisors, employees, agents, stockholders, members, attorneys, servants, representatives, parents, subsidiaries, affiliates, principals, partners, insurers and all other persons, partnerships or corporations with whom any of the former have been, or are now, affiliated, and the predecessors, successors, heirs, executors, administrators and assigns of any of the foregoing.

12. For purposes of this Agreement, the “Settlement Classes” are defined to include:

(a) “Heating Control Panels Settlement Class” is defined as:

All persons and entities that, from January 1, 2000 through the Execution Date, purchased or leased a new Vehicle in the United States not for resale, which included one or more Heating Control Panel(s) as a component part, or indirectly purchased one or more Heating Control Panel(s) as a replacement part, which were manufactured or sold by a Defendant, any current or former subsidiary of a Defendant, or any co-conspirator of a Defendant. Excluded from the Settlement Class are Defendants, their parent companies,

subsidiaries and affiliates, any co-conspirators, federal governmental entities and instrumentalities of the federal government, states and their subdivisions, agencies and instrumentalities, and persons who purchased Heating Control Panels directly or for resale.

(b) “Occupant Safety Restraint Systems Class” is defined as:

All persons and entities that, from January 1, 2003 through the Execution Date, purchased or leased a new Vehicle in the United States not for resale, which included one or more Occupant Safety Restraint System(s) as a component part, or indirectly purchased one or more Occupant Safety Restraint System(s) as a replacement part, which were manufactured or sold by a Defendant, any current or former subsidiary of a Defendant, or any co-conspirator of a Defendant. Excluded from the Settlement Class are Defendants, their parent companies, subsidiaries and affiliates, any co-conspirators, federal governmental entities and instrumentalities of the federal government, states and their subdivisions, agencies and instrumentalities, and persons who purchased Occupant Safety Restraint Systems directly or for resale.

(c) “Switches Class” is defined as:

All persons and entities that, from September 1, 2003 through the Execution Date, purchased or leased a new Vehicle in the United States not for resale, which included one or more Switch(es) as a component part, or indirectly purchased one or more Switch(es) as a replacement part, which were manufactured or sold by a Defendant, any current or former subsidiary of a Defendant, or any co-conspirator of a Defendant. Excluded from the Settlement Class are Defendants, their parent companies, subsidiaries and affiliates, any co-conspirators, federal governmental entities and instrumentalities of the federal government, states and their subdivisions, agencies and instrumentalities, and persons who purchased Switches directly or for resale.

(d) “Steering Angle Sensors Class” is defined as:

All persons and entities that, from September 1, 2003 through the Execution Date, purchased or leased a new Vehicle in the United States not for resale, which included one or more Steering Angle Sensor(s) as a component part, or indirectly purchased one or more Steering Angle Sensor(s) as a replacement part, which were manufactured or

sold by a Defendant, any current or former subsidiary of a Defendant, or any co-conspirator of a Defendant. Excluded from the Settlement Class are Defendants, their parent companies, subsidiaries and affiliates, any co-conspirators, federal governmental entities and instrumentalities of the federal government, states and their subdivisions, agencies and instrumentalities, and persons who purchased Steering Angle Sensors directly or for resale.

13. “Settlement Class Counsel” shall refer to the law firms of:

Cotchett, Pitre, & McCarthy LLP
San Francisco Airport Office Center
840 Malcolm Road, Suite 200
Burlingame, CA 94010

Robins Kaplan LLP
399 Park Avenue, Suite 3600
New York, NY 10022

Susman Godfrey L.L.P.
1901 Avenue of the Stars, Suite 950
Los Angeles, CA 90067

14. “Settlement Class Member” means each member of the Settlement Classes who has not timely elected to be excluded from the Settlement Classes.

15. “Settlement Amount” shall be \$34,200,000 and the “Settlement Funds” shall be the Settlement Amount plus any income or accrued interest earned on that amount as set forth in Paragraph 26.

- (a) For the Heating Control Panels Settlement Class, \$1,366,578.08 plus accrued interest on said deposit set forth in Paragraph 26.
- (b) For the Occupant Safety Restraint Systems Class, \$28,745,447.27 plus accrued interest on said deposit set forth in Paragraph 26.
- (c) For the Switches Class, \$3,410,260.64 plus accrued interest on said deposit set forth in Paragraph 26.

- (d) For the Steering Angle Sensors Class, \$677,714.01 plus accrued interest on said deposit set forth in Paragraph 26.

16. “Vehicles” shall refer to four-wheeled passenger automobiles, vans, sports utility vehicles, and crossover or pick-up trucks.

B. Approval of this Agreement and Dismissal of Claims Against Tokai Rika.

17. Settlement Class Counsel, End-Payor Plaintiffs and Tokai Rika shall use their best efforts to effectuate this Agreement, including cooperating in seeking the Court’s approval for the establishment of procedures (including the giving of class notice under Rules 23(c) and (e)) to secure the complete, and final dismissal with prejudice of the Actions as to the Releasees only.

18. Within thirty (30) days after the execution of this Agreement, End-Payor Plaintiffs shall submit to the Court a motion seeking preliminary approval of this Agreement (“Preliminary Approval Motion”). The Preliminary Approval Motion shall include (i) the proposed form of an order preliminarily approving this Agreement, and (ii) a proposed form of order and final judgments that shall include at least the terms set forth in Paragraph 20 below. The text of these proposed orders shall be agreed upon by End-Payor Plaintiffs and Tokai Rika before submission of the motion. Tokai Rika shall have a reasonable opportunity to review and comment on the Preliminary Approval Motion.

19. End-Payor Plaintiffs, at a time to be decided in their sole discretion, shall submit to the Court a motion for authorization to disseminate notice of the settlement and final judgments contemplated by this Agreement to all Settlement Class Members identified by End-Payor Plaintiffs (“Notice Motion”). To mitigate the costs of notice, End-Payor Plaintiffs shall endeavor, if practicable, to disseminate notice of this settlement with notice of any other settlements reached. The Notice Motion shall include a proposed form of, method for, and date of dissemination of notice.

20. End-Payor Plaintiffs shall seek, and Tokai Rika will not object unreasonably to, the entry of an order and final judgments in the Actions. The terms of that proposed order and final judgments will include, at a minimum, the substance of the following provisions:

(a) certifying the Settlement Classes described in Paragraph 12, pursuant to Rule 23, solely for purposes of this settlement as the Settlement Classes for the Actions;

(b) as to the Actions, approving finally this settlement and its terms as being a fair, reasonable, and adequate settlement as to the Settlement Class Members within the meaning of Rule 23 and directing its consummation according to its terms;

(c) directing that all Releasors shall, by operation of law, be deemed to have released all Releasees from the Released Claims.

(d) as to Tokai Rika, directing that the Actions be dismissed with prejudice and, except as provided for in this Agreement, without costs;

(e) reserving exclusive jurisdiction over the settlement and this Agreement, including the interpretation, administration and consummation of this settlement, to the United States District Court for the Eastern District of Michigan;

(f) determining under Rule 54(b) that there is no just reason for delay and directing that the judgments of dismissal in the Actions as to Tokai Rika shall be final; and

(g) providing that (i) the Court's certification of the Settlement Classes is without prejudice to, or waiver of, the rights of any Defendant, including Tokai Rika, to contest certification of any other class proposed in the MDL Litigation; (ii) the Court's findings in the Order shall have no effect on the Court's ruling on any motion to certify any class in the MDL Litigation or on the Court's rulings concerning any Defendant's motion; and (iii) no party may cite

or refer to the Court's approval of the Settlement Classes as persuasive or binding authority with respect to any motion to certify any such class or any Defendant's motion.

21. This Agreement shall become final when (i) the Court has entered a final order certifying the Settlement Classes described in Paragraph 12 and approving this Agreement under Rule 23(e) and has entered final judgments dismissing the Actions with prejudice as to Tokai Rika and without costs other than those provided for in this Agreement, and (ii) the time for appeal or to seek permission to appeal from the Court's approval of this Agreement and entry of final judgments as to Tokai Rika described in (i) above has expired or, if appealed, approval of this Agreement and the final judgments in the Actions as to Tokai Rika has been affirmed in their entirety by the Court of last resort to which such appeal has been taken, and such affirmance has become no longer subject to further appeal or review and no other motion or pleading relating to the Actions is pending in any court. It is agreed that the provisions of Rule 60 shall not be taken into account in determining the above-stated times. On the date that End-Payor Plaintiffs and Tokai Rika have executed this Agreement, End-Payor Plaintiffs and Tokai Rika shall be bound by its terms and this Agreement shall not be rescinded except in accordance with Paragraphs 26(h) or 53 of this Agreement.

22. Neither this Agreement (whether or not it should become final) nor the final judgments, nor any and all negotiations, Documents, or discussions associated with them (including Cooperation Materials produced pursuant to Paragraphs 33-34), shall be deemed or construed to be an admission by Tokai Rika, or evidence of any violation of any statute or law or of any liability or wrongdoing whatsoever by Tokai Rika, or of the truth of any of the claims or allegations contained in any complaints or any other pleading filed in the MDL Litigation, and evidence thereof shall not be discoverable or used in any way, whether in the MDL Litigation, or

any other arbitration, action or proceeding whatsoever, against Tokai Rika. Nothing in this Paragraph shall prevent End-Payor Plaintiffs from using and/or introducing into evidence Cooperation Materials produced pursuant to Paragraphs 35-52, subject to the limitations in those Paragraphs, against any other defendants in the respective Actions, or to develop and promulgate a plan of allocation and distribution. Neither this Agreement, nor any of its terms and provisions, nor any of the negotiations or proceedings connected with it, nor any other action taken to carry out this Agreement by Tokai Rika, shall be referred to, offered as evidence or received in evidence in any pending or future civil, criminal, or administrative action, arbitration, or proceedings, except in a proceeding to enforce this Agreement, or to defend against the assertion of Released Claims, or as otherwise required by law.

C. Release, Discharge, and Covenant Not to Sue.

23. In addition to the effect of any final judgments entered in accordance with this Agreement, upon this Agreement becoming final, as set out in Paragraph 21 of this Agreement, and in consideration of payment of the Settlement Amount, as specified in Paragraph 25 of this Agreement, into the Settlement Funds, and for other valuable consideration, the Releasees shall be completely released, acquitted, and forever discharged from any and all claims, demands, actions, suits, damages whenever incurred, liabilities of any nature whatsoever (including without limitation costs, penalties and attorneys' fees), causes of action, whether class, individual, or otherwise in nature (whether or not any Settlement Class Member has objected to the settlement or makes a claim upon or participates in the Settlement Funds, whether directly, representatively, derivatively or in any other capacity) under any federal, state, local, statutory or common law of any jurisdiction in the United States, or any other law, code, rule or regulation, whether in law or in equity, that Releasers, or any of them, ever had, now has, or hereafter can, shall, or may ever have, that now exist or may exist in the future, on account of, or in any way arising out of, any and

all known and unknown, foreseen and unforeseen, suspected or unsuspected, actual or contingent, liquidated or unliquidated claims, injuries, damages, and the consequences thereof in any way arising out of or relating in any way to (i) any conduct alleged in the Complaints, and/or (ii) any act or omission of the Releasees (or any of them) concerning any Relevant Product, including but not limited to any conduct and causes of action alleged or asserted or that could have been alleged or asserted, in any class action or other complaints filed in the Actions (“Released Claims”), provided however, that nothing herein shall release: (1) any claims made by direct purchasers of any Relevant Product; (2) any claims made by automotive dealerships that are indirect purchasers of any Relevant Product; (3) any claims made by truck and equipment dealerships that are indirect purchasers of any Relevant Product; (4) any claims made by any State, State agency, or instrumentality or political subdivision of a State as to government purchases and/or penalties; (5) claims involving any negligence, personal injury, breach of contract, bailment, failure to deliver lost goods, damaged or delayed goods, product defect, securities or similar claim relating to any Relevant Product; (6) claims concerning any automotive part other than any Relevant Product; (7) claims under laws other than those of the United States relating to purchases of any Relevant Product made by any Releasor outside of the United States; and (8) claims for damages under the state or local laws of any jurisdiction other than an Indirect Purchaser State. Releasors shall not, after the date of this Agreement, seek to establish liability against any Releasee as to, in whole or in part, any of the Released Claims unless this Agreement is, for any reason, not finally approved or terminated.

24. In addition to the provisions of Paragraph 23 of this Agreement, Releasors hereby expressly waive and release, upon this Agreement becoming final, as set out in Paragraph 21 of

this Agreement, any and all provisions, rights, and benefits, as to their claims concerning Relevant Products conferred by § 1542 of the California Civil Code, which states:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM OR HER MUST HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR;

or by any equivalent law or statute of any state or territory of the United States, or principle of common law, which is similar, comparable, or equivalent to § 1542 of the California Civil Code. Each Releasor may hereafter discover facts other than or different from those which he, she, or it knows or believes to be true with respect to the claims which are released pursuant to the provisions of Paragraph 23 of this Agreement, but each Releasor hereby expressly waives and fully, finally, and forever settles and releases, upon this Agreement becoming final, any known or unknown, suspected or unsuspected, contingent or non-contingent claim that Tokai Rika and End-Payor Plaintiffs have agreed to release pursuant to Paragraph 23, whether or not concealed or hidden, without regard to the subsequent discovery or existence of such different or additional facts. The release of unknown, unanticipated, and unsuspected losses or claims is contractual, and not a mere recital.

D. Settlement Amount.

25. Subject to the provisions hereof, and in full, complete, and final settlement of the Actions as provided herein, Tokai Rika shall pay or cause to be paid the Settlement Amount of U.S. \$34,200,000. In this regard, it is expected that TRQSS, Inc. will pay \$28,745,447.27 and TRAM, Inc. will pay \$5,454,552.73. The Settlement Amount shall be paid in U.S. dollars into account(s) designated by Settlement Class Counsel within fifteen (15) days of execution of this Agreement. No part of the Settlement Amount paid by Tokai Rika shall constitute, nor shall it be

construed or treated as constituting, a payment for treble damages, fines, penalties, forfeitures, or punitive recoveries.

26. Escrow Accounts.

(a) Settlement Class Counsel will establish escrow account(s) (“Escrow Accounts”) at Wells Fargo Bank with such Bank serving as escrow agent (“Escrow Agent”) subject to escrow instructions regarding investment types and reinvestment of income and proceeds mutually acceptable to Settlement Class Counsel and Tokai Rika, such escrows to be administered by the Escrow Agent under the Court’s continuing supervision and control.

(b) The Escrow Agent shall cause the funds deposited in the Escrow Accounts to be invested in short-term instruments backed by the full faith and credit of the United States Government or fully insured in writing by the United States Government, or money market funds rated Aaa and AAA, respectively by Moody’s Investor Services and Standard and Poor’s, invested substantially in such instruments, and shall reinvest any income from these instruments and the proceeds of these instruments as they mature in similar instruments at their then current market rates. Any interest earned on any of the foregoing shall become part of the Settlement Fund. Tokai Rika and the Releasees shall have no responsibility for, or liability in connection with, the Settlement Fund, including, without limitation, the investment, administration, maintenance, or distribution thereof.

(c) All funds held in the Escrow Accounts shall be deemed and considered to be in *custodia legis* of the Court, and shall remain subject to the jurisdiction of the Court, until such time as such funds shall be distributed pursuant to this Agreement and/or further order(s) of the Court.

(d) End-Payor Plaintiffs and Tokai Rika agree to treat the Settlement Funds as being at all times qualified settlement funds within the meaning of Treas. Reg. § 1.468B-1. In addition, Settlement Class Counsel shall timely make such elections as necessary or advisable to carry out the provisions of this Paragraph 26, including the relation-back election (as defined in Treas. Reg. § 1.468B-1(j)) back to the earliest permitted date. Such elections shall be made in compliance with the procedures and requirements contained in such regulations. It shall be the responsibility of Settlement Class Counsel to timely and properly prepare and deliver the necessary documentation for signature by all necessary parties, and thereafter to cause the appropriate filing to occur. All provisions of this Agreement shall be interpreted in a manner that is consistent with the Settlement Amount being “Qualified Settlement Funds” within the meaning of Treasury Regulation § 1.468B-1.

(e) For the purpose of § 468B of the Internal Revenue Code of 1986, as amended, and the regulations promulgated thereunder, the administrator of the Settlement Funds shall be Settlement Class Counsel. Settlement Class Counsel shall timely and properly file all information and other tax returns necessary or advisable with respect to the Settlement Funds (including without limitation the returns described in Treas. Reg. § 1.468B-2(k), (1)). Such returns (as well as the election described in Paragraph 26(d) above) shall be consistent with Paragraph 26(d) and in all events shall reflect that all Taxes, as defined below (including any estimated Taxes, interest or penalties), on the income earned by the Settlement Funds shall be paid out of the Settlement Funds as provided in Paragraph 26(f) hereof.

(f) All (i) taxes (including any estimated taxes, interest or penalties) arising with respect to the income earned by the Settlement Funds, including any taxes or tax detriments that may be imposed upon Tokai Rika or any other Releasee with respect to any income earned by

the Settlement Funds for any period during which the Settlement Funds do not qualify as qualified settlement funds for federal or state income tax purposes (“Taxes”); and (ii) expenses and costs incurred in connection with the operation and implementation of Paragraphs 26(d) through 26(f) (including, without limitation, expenses of tax attorneys and/or accountants and mailing and distribution costs and expenses relating to filing (or failing to file) the returns described in Paragraph 26(e) (“Tax Expenses”)), shall be paid out of the Settlement Funds.

(g) Neither Tokai Rika nor any other Releasee nor their respective counsel shall have any liability or responsibility for the Taxes or the Tax Expenses. Further, Taxes and Tax Expenses shall be treated as, and considered to be, a cost of administration of the Settlement Funds and shall be timely paid by the Escrow Agent out of the Settlement Funds without prior order from the Court and the Escrow Agent shall be obligated (notwithstanding anything herein to the contrary) to withhold from distribution to any claimants authorized by the Court any funds necessary to pay such amounts including the establishment of adequate reserves for any Taxes and Tax Expenses (as well as any amounts that may be required to be withheld under Treas. Reg. § 1.468B-2(l)(2)). Tokai Rika shall not be responsible or have any liability therefor. End-Payor Plaintiffs and Tokai Rika agree to cooperate with the Escrow Agent, each other, and their tax attorneys and accountants to the extent reasonably necessary to carry out the provisions of Paragraphs 26(d) through 26(f).

(h) If this Agreement does not receive final Court approval, including final approval of the Settlement Classes as defined in Paragraph 12, or if the Actions are not certified as class actions for settlement purposes, then all amounts paid by Tokai Rika into the Settlement Funds (other than costs expended or incurred in accordance with Paragraphs 26 and 29), shall be returned to Tokai Rika from the Escrow Accounts by the Escrow Agent, along with any interest

accrued thereon, within thirty (30) calendar days of the court's final determination denying final approval of the Agreement and/or Settlement Classes.

27. Injunctive Relief.

Subject to the provisions hereof, and in full, complete, and final settlement of the Actions as provided herein, Tokai Rika further agrees that it will not engage in conduct that constitutes a *per se* violation of Section 1 of the Sherman Act (whether characterized as price fixing, market allocation, bid rigging, or otherwise) with respect to the sale of Relevant Products for a period of twenty-four (24) months from the date of the entry of the final judgments.

28. Exclusions from the Settlement Classes.

Subject to Court approval, any person or entity seeking exclusion from the Settlement Classes must file a written request for exclusion from the Settlement Classes by the Opt-Out Deadline, which shall be the date set by the Court by which any class member must request exclusion from the Settlement Classes. Any person or entity that files such a request shall be excluded from the Settlement Classes and shall have no rights with respect to the Settlement Class from which the class member has requested to be excluded. Subject to Court approval, a request for exclusion that does not comply with all of the provisions set forth in the applicable class notice will be invalid, and the person(s) or entity(ies) serving such an invalid request shall be deemed Settlement Class Member(s) and shall be bound by the Settlement Agreement upon final approval. Settlement Class Counsel shall, within ten (10) business days of the Opt-Out Deadline, provide Tokai Rika with a list and copies of all opt out requests it receives in the Actions and shall file with the Court a list of all Settlement Class Members who timely and validly opted out of the settlement.

(a) Subject to Court Approval, any member of the Settlement Class who submits a valid and timely request for exclusion from the Settlement Class will not be a Settlement Class Member and shall not be bound by the terms of this Agreement. Tokai Rika reserves all of its legal rights and defenses, including, but not limited to, any defenses relating to whether any excluded member of the Settlement Class is an indirect purchaser of any Relevant Product or has standing to bring any claim against Tokai Rika.

(b) Subject to Court Approval, in the written request for exclusion, the member of the Settlement Classes must state his, her, or its full name, street address, and telephone number. Further, the member of the Settlement Classes must include a statement in the written request for exclusion that he, she, or it wishes to be excluded from the Settlement Classes. Any member of the Settlement Classes that submits a written request for exclusion may also identify the number of Vehicles purchased from January 1, 2000 through the Execution Date of this Agreement as requested in the notice to the Settlement Classes as provided in Paragraph 19.

(c) Tokai Rika or Settlement Class Counsel may dispute an exclusion request, and the parties shall, if possible, resolve the disputed exclusion request by agreement and shall inform the Court of their position, and, if necessary, obtain a ruling thereon within thirty (30) days of the Opt-Out Deadline.

29. Payment of Expenses.

(a) Tokai Rika agrees to permit a reasonable portion of the Settlement Funds to be used towards notice to the Settlement Classes and the costs of administration of the Settlement Funds. The notice and administration expenses are not recoverable if this settlement does not become final or is terminated to the extent such funds have actually been expended or incurred for notice and administration costs. Other than as set forth in Paragraphs 26 and 29, Tokai Rika shall

not be liable for any of the costs or expenses of the litigation of the Actions, including attorneys' fees, fees and expenses of expert witnesses and consultants, and costs and expenses associated with discovery, motion practice, hearings before the Court or Special Master, appeals, trials, or the negotiation of other settlements, or for class administration and costs.

(b) To mitigate the costs of notice and administration, End-Payor Plaintiffs shall use their best efforts, if practicable, to disseminate notice with any other settlements reached with other defendants in the MDL Litigation and to apportion the costs of notice and administration on a pro rata basis across the applicable settlements.

E. The Settlement Funds.

30. After this Agreement becomes final within the meaning of Paragraph 21, the Settlement Funds shall be distributed in accordance with a plan to be submitted to the Court at the appropriate time by Settlement Class Counsel, subject to approval by the Court. In no event shall any Releasee have any responsibility, financial obligation, or liability whatsoever with respect to the investment, distribution, or administration of the Settlement Funds, including, but not limited to, the costs and expenses of such distribution and administration except as expressly otherwise provided in Paragraph 29 of this Agreement.

31. Releasors' sole monetary recourse for settlement and satisfaction against the Releasees of all Released Claims is against the Settlement Fund, and Releasors shall have no other recovery against Tokai Rika or any other Releasees.

32. End-Payor Plaintiffs and Settlement Class Counsel shall be reimbursed and indemnified solely out of the Settlement Funds for all expenses and costs, as provided by Court Order. Tokai Rika and the other Releasees shall not be liable for any costs, fees, or expenses of any of End-Payor Plaintiffs or the Settlement Classes' respective attorneys, experts, advisors, agents, or

representatives, but all such costs, fees, and expenses as approved by the Court shall be paid out of the Settlement Funds.

33. Settlement Class Counsel's Attorneys' Fees, Reimbursement of Expenses, and Incentive Awards for Class Representatives.

(a) Settlement Class Counsel may submit an application or applications to the Court ("Fee and Expense Application") for: (i) an award of attorneys' fees not in excess of one-third of the Settlement Funds; plus (ii) reimbursement of expenses and costs incurred in connection with prosecuting the Actions and incentive awards, plus interest on such attorneys' fees, costs, and expenses at the same rate and for the same period as earned by the Settlement Funds (until paid), as may be awarded by the Court ("Fee and Expense Award"). Settlement Class Counsel reserves the right to make additional applications for Court approval of fees and expenses incurred and reasonable incentive awards, but in no event shall Tokai Rika or any other Releasees be responsible to pay any such additional fees and expenses except to the extent they are paid out of the Settlement Funds.

(b) Subject to Court approval, End-Payor Plaintiffs and Settlement Class Counsel shall be reimbursed and paid solely out of the Settlement Funds for all expenses including, but not limited to, attorneys' fees and past, current, or future litigation expenses and incentive awards. Attorneys' fees and expenses awarded by the Court shall be payable from the Settlement Funds upon award, notwithstanding the existence of any timely filed objections thereto, or potential appeal therefrom, or collateral attack on the settlement or any part thereof, subject to Settlement Class Counsel's obligation to make appropriate refunds or repayments to the Settlement Funds with interest, if and when, as a result of any appeal and/or further proceedings on remand, or

successful collateral attack, the fee or award of expenses is reduced or reversed, or in the event the Agreement is rescinded or terminated pursuant to Paragraph 26(h) or Paragraph 53.

(c) The procedure for and the allowance or disallowance by the Court of the application by Settlement Class Counsel for attorneys' fees, costs, and expenses, and incentive awards for class representatives to be paid out of the Settlement Funds is not part of this Agreement, and is to be considered by the Court separately from the Court's consideration of the fairness, reasonableness and adequacy of the Settlement. Any order or proceeding relating to the Fee and Expense Application, or any appeal from any such order shall not operate to terminate or cancel this Agreement, or affect the finality of the final approval of the settlement.

(d) Neither Tokai Rika nor any other Releasee under this Agreement shall have any responsibility for, or interest in, or liability whatsoever with respect to any payment to Settlement Class Counsel and/or End-Payor Plaintiffs of any Fee and Expense Award in the Actions.

(e) Neither Tokai Rika nor any other Releasee under this Agreement shall have any responsibility for, or interest in, or liability whatsoever with respect to the allocation among Settlement Class Counsel, End-Payor Plaintiffs and/or any other person who may assert some claim thereto, of any Fee and Expense Award that the Court may make in the Actions.

F. Cooperation.

34. In return for the release and discharge provided herein, Tokai Rika agrees to pay the Settlement Amount and be bound by the Injunctive Relief described in Paragraph 27, and further agrees to use its best efforts to provide satisfactory and timely Cooperation, as set forth specifically in Paragraphs 34-44 below. Cooperation will take place consistent with the timing set forth specifically below, and in a manner that is in compliance with Tokai Rika's obligations to Government Entities (defined as the United States Department of Justice ("DOJ"), the Japanese

Fair Trade Commission (“JFTC”), the European Commission (“EU”), or any other government entity). Cooperation shall be limited to the Relevant Products and shall not include information relating to other products manufactured by Tokai Rika and/or Releasees. If End-Payor Plaintiffs enter into settlement agreements with all Defendants in an Action (e.g., Heating Control Panels Action) prior to the deadline to complete the additional cooperation as set forth in Paragraphs 34-44 below, or if otherwise notified by End-Payor Plaintiffs that certain cooperation is no longer required, Tokai Rika will not be obligated to complete said additional cooperation related to that Action. Notwithstanding the foregoing, Tokai Rika will only be required to complete said additional cooperation if End-Payor Plaintiffs initiate or resume active litigation against a Defendant in that Action for any reason, unless End-Payor Plaintiffs initiate or resume active litigation against Tokai Rika with respect to that Action. The parties will subsequently meet and confer in good faith regarding any extensions concerning the timing of the completion of such cooperation. It is also recognized that Tokai Rika has produced a substantial volume of documents, data, and other information in the Heating Control Panels Action and the Occupant Safety Restraint Systems Action and has produced a corporate representative to testify pursuant to Fed. R. Civ. P. 30(b)(6) in the Occupant Safety Restraint Systems Action. Accordingly, Tokai Rika will be required to comply with the obligations set forth below in Paragraphs 36 and 38 only on written request of Settlement Class Counsel.

35. *Identity of Individuals.* Within five (5) business days of the Execution Date of this Agreement, Counsel for Tokai Rika shall provide Settlement Class Counsel with the identity of all current and former employees, directors and officers of Tokai Rika who: (1) were interviewed and/or prosecuted by any Government Entity in connection with alleged price-fixing, bid rigging and market allocation of any Relevant Product; (2) appeared before the grand jury in the DOJ’s

investigation into alleged antitrust violations with respect to any Relevant Product; and/or (3) were disclosed to the DOJ as having knowledge or information relating to the DOJ's investigation into alleged antitrust violations with respect to any Relevant Product. Neither Tokai Rika nor counsel for Tokai Rika shall be required to disclose to Settlement Class Counsel the specific Government Entities to which each such current or former employee, director, or officer of Tokai Rika was identified or appeared before.

36. Transactional Data. Tokai Rika will use its best efforts to complete the production of transactional data, no later than thirty (30) days after preliminary approval by the Court of this Agreement, concerning Tokai Rika's sales of Heating Control Panels sold to Original Equipment Manufacturers, or other purchasers of Heating Control Panels from January 1, 1998 through the Execution Date, sales of Occupant Safety Restraint Systems sold to Original Equipment Manufacturers, or other purchasers of Occupant Safety Restraint Systems from January 1, 2001 through the Execution Date, sales of Switches sold to Original Equipment Manufacturers, or other purchasers of Switches from September 1, 2001 through the Execution Date, and sales of Steering Angle Sensors sold to Original Equipment Manufacturers, or other purchasers of Steering Angle Sensors from September 1, 2001 through the Execution Date. In addition, Tokai Rika will provide, in response to a written request from Settlement Class Counsel, a single production of electronic transactional data generated during the two years after the Execution Date of this Agreement concerning Relevant Products, as it exists in Tokai Rika's electronic databases at the time of the request, within sixty (60) days of the receipt of such request. Tokai Rika shall preserve such transactional data until two (2) years after the Execution Date of this Agreement. Tokai Rika will produce transaction data only from existing electronic transaction databases except that, to the extent Tokai Rika has not recorded or maintained electronic transaction data relating to Heating

Control Panels for any period between January 1, 1998 and two (2) years from the Execution Date, or electronic transaction data relating to Occupant Safety Restraint Systems for any period between January 1, 2001 and two (2) years from the Execution Date, or electronic transaction data relating to Switches for any period between September 1, 2001 and two (2) years from the Execution Date, or electronic transaction data relating to Steering Angle Sensors for any period between September 1, 2001 and two (2) years from the Execution Date, then Tokai Rika will use reasonable efforts to produce existing hard copy records of sales transactions not recorded or maintained electronically in the existing electronic sales transaction database.

37. In addition, after conducting a reasonable search, Tokai Rika shall, to the best of its knowledge and within sixty (60) days of the Execution Date, identify (i) those Vehicles sold in the United States from January 1, 2000 through the Execution Date of this Agreement that contain Heating Control Panels sold by Tokai Rika; (ii) those Vehicles sold in the United States from January 1, 2003 through the Execution Date of this Agreement that contain Occupant Safety Restraint Systems sold by Tokai Rika; (iii) those Vehicles sold in the United States from September 1, 2003 through the Execution Date of this Agreement that contain Switches sold by Tokai Rika; and (iv) those Vehicles sold in the United States from September 1, 2003 through the Execution Date of this Agreement that contain Steering Angle Sensors sold by Tokai Rika.

38. Documents. Tokai Rika will use its best efforts to complete the production of the following Documents, including translations (except drafts or incomplete translations), to the extent they exist, no later than thirty (30) days after preliminary approval by the Court of the Agreement:

- (a) Documents provided to or seized by Government Entities relating to their investigation into alleged competition violations with respect to the Relevant Products.

Tokai Rika will not identify which documents may have been provided to any Government Entity or indeed which Government Entities may have or may be investigating Tokai Rika;

(b) non-privileged Documents concerning Relevant Products collected and reviewed in connection with the Actions relating to a communication, meeting, or agreement regarding Relevant Products, by any employee, officer, or director of Tokai Rika with any employee, officer, or director of another manufacturer or seller of Relevant Products, which were not provided to or seized by Government Entities;

(c) Documents, or designated deposition testimony if no Documents exist, sufficient to show the general methodology for Tokai Rika's determination of their prices for Relevant Products; and

(d) Documents, or designated deposition testimony if no Documents exist, sufficient to show Tokai Rika's process for approving prices to be submitted in response to requests for quotation ("RFQ"), and bids submitted in response to RFQs, RFQ award notifications, and post-award price adjustments for Relevant Products, including any Annual Price Reduction (APR) Documents.

39. As to Documents in Tokai Rika's possession, custody, or control that are not listed above, Tokai Rika will consider in good faith any reasonable request by End-Payor Plaintiffs to collect and produce such Documents provided the request would not impose an undue burden on Tokai Rika.

40. All currently pending discovery requests will be considered withdrawn as of the Effective Date, and no further discovery will be sought from any Tokai Rika entity other than as provided for in the Agreement. The parties acknowledge that responsive Documents may not exist, and Tokai Rika has already produced extensive Documents responsive to Paragraph 38 above as

they relate to Heating Control Panels and Occupant Safety Restraint Systems. In making any production contemplated by this Agreement, Tokai Rika is entitled to withhold from production any Documents or information protected from disclosure by the attorney-client privilege, doctrine, or law. Upon reasonable request, for all Documents withheld from production, Tokai Rika shall provide a privilege log describing such Documents in sufficient detail as to explain the nature of the privilege asserted or the basis of any other law or rule protecting such Documents. No Document prepared in the ordinary course of business shall be withheld under claim of privilege if produced or made available to any Government entity. No translation of a document prepared in the ordinary course of business shall be withheld under claim of privilege if produced or made available to any Government entity. If any Document protected by the attorney-client privilege, attorney work-product protection or any other privilege is accidentally or inadvertently produced under this Paragraph, upon notice by Tokai Rika of such inadvertent production, the Document shall promptly be destroyed and/or returned to Tokai Rika, and its production shall in no way be construed to have waived any privilege or protection attached to such Document. This Agreement, together with the Protective Order in each of the Actions, brings any inadvertent production by Tokai Rika within the protections of Federal Rule of Evidence 502(d), and Settlement Class Counsel will not argue that production to any person or entity made at any time suggests otherwise.

41. Attorney Proffers and Witness Interviews. Additionally, Tokai Rika shall use its best efforts to cooperate with Settlement Class Counsel as set forth in Paragraphs 34-44.

(a) Tokai Rika's counsel will make themselves available at a mutually agreed location in the United States for up to seven (7) meetings of one business day each within thirty (30) business days of the Execution Date to provide an attorneys' proffer of facts known to them.

(b) Tokai Rika further agrees to make twelve (12) persons available for interviews and depositions, provide twelve (12) declarations or affidavits from the same persons, and make those persons available to testify at trial. The interviews and depositions shall be conducted at a mutually agreed-upon location in the United States, and the depositions shall be limited to a total of seven (7) hours over one (1) day unless the deposition is in a language other than English, in which case the deposition shall be limited to a total of thirteen (13) hours over two (2) days. It is understood that Tokai Rika may be unable to make available for interviews, depositions, or trial testimony or any other court proceeding any individual who is no longer an officer, director, or employee of Tokai Rika.

(c) In addition to its Cooperation obligations set forth herein, Tokai Rika shall make its best efforts to produce through affidavit(s), declaration(s), and/or at trial, in Settlement Class Counsel's discretion, and upon reasonable advance notice, a reasonable number of Tokai Rika representatives qualified to authenticate, establish as business records, or otherwise establish any other necessary foundation for admission into evidence of any Documents or transactional data produced or to be produced by Tokai Rika. Settlement Class Counsel agrees to use their best efforts to obtain stipulations that would avoid the need to call Tokai Rika witnesses at trial for the purpose of obtaining such evidentiary foundations.

42. In the event that Tokai Rika produces Documents, including translations, or provides declarations or written responses to discovery to any party or nonparty in the MDL Litigation, concerning or relating to the Actions ("Relevant Production"), Tokai Rika shall produce all such Documents, declarations or written discovery responses to End-Payor Plaintiffs contemporaneously with making the Relevant Production. In addition, Tokai Rika shall provide End-Payor Plaintiffs with all cooperation it provides pursuant to any settlement agreement with any

other party in this MDL Litigation, including, but not limited to, the Direct Purchaser Plaintiffs. To the extent that such cooperation includes any attorney proffer, witness interviews, or depositions of witnesses in addition to those already provided for in Paragraph 38, Settlement Class Counsel shall be permitted to attend and/or participate in such attorney proffer, witness interviews or depositions, and shall be entitled to ask questions for a period up to three (3) hours at any interview or deposition (provided that this shall not expand the time permitted for any deposition). All such additional Cooperation shall be coordinated, to the extent reasonably practicable, between Settlement Class Counsel, settlement class counsel for Automobile Dealer Plaintiffs (“Auto Dealer Settlement Class Counsel”), and settlement class counsel for the Direct Purchaser Plaintiffs, or such other party whom such cooperation is provided pursuant to a settlement agreement. End-Payor Plaintiffs’ receipt of, or participation in, cooperation provided by Tokai Rika shall not in any way limit End-Payor Plaintiffs’ entitlement to receive Cooperation as set forth in this Section F, including, but not limited to, attorney proffers, witness interviews, and depositions.

43. Tokai Rika shall be entitled to designate all Cooperation Materials in accordance with the Protective Orders. End-Payor Plaintiffs and Settlement Class Counsel will not attribute any factual information obtained from attorney proffers to Tokai Rika or their counsel. End-Payor Plaintiffs and Settlement Class Counsel may share information obtained from attorney proffers and Cooperation Materials with settlement class counsel for Automobile Dealership Plaintiffs, but shall not disclose information obtained from attorney proffers or Cooperation Materials to any other claimants or potential claimants who have any non-settled claims against Tokai Rika for the Relevant Products and did not attend such proffers, including Direct Purchaser Plaintiffs with regard to Switches and Steering Angle Sensors, truck and equipment dealer plaintiffs, state

attorneys general, and opt-out plaintiffs in the MDL Proceeding, except with the express written consent of Tokai Rika.

44. This Agreement does not restrict Settlement Class Counsel from noticing, attending and/or participating in any deposition in the MDL Litigation. Settlement Class Counsel may notice, attend, cross-notice and/or participate in any depositions of Tokai Rika's witnesses in addition to the depositions set forth in Paragraph 38, and Settlement Class Counsel together with Auto Dealer Settlement Class Counsel may ask questions for a combined total of three (3) hours at such deposition, provided that the time for participation of Settlement Class Counsel and Auto Dealer Settlement Class Counsel shall not expand the time permitted for the deposition as may be provided by the Court, and Settlement Class Counsel will not ask the Court to enlarge the time of any deposition noticed of a Tokai Rika current or former employee. Participation by Settlement Class Counsel in the depositions discussed in this Paragraph will not limit the number of depositions to be provided under Paragraph 38 above. End-Payor Plaintiffs and Settlement Class Counsel agree to use their best efforts to ensure that any depositions taken under Paragraph 38 above are coordinated with any other deposition noticed in the MDL Litigation to avoid unnecessary duplication.

45. Tokai Rika's obligations to provide Cooperation shall not be affected by the releases set forth in this Settlement Agreement. Unless this Agreement is rescinded, disapproved, or otherwise fails to take effect, Tokai Rika's obligations to provide Cooperation under this Agreement shall continue only until otherwise ordered by the Court, or the date that final judgment has been entered in each relevant Action in *In re Automotive Parts Antitrust Litigation*, Master File No. 2:12-md-02311 against all defendants in each Action, or the Actions have been otherwise

terminated. For purposes of this Paragraph, the term “final” shall have the same meaning as set forth in Paragraph 21.

46. If this Agreement is rescinded, disapproved, or otherwise fails to take effect, or if final judgment has been entered by the United States District Court for the Eastern District of Michigan in all of the Actions, as set out in Paragraph 21 of this Agreement, or the Actions have otherwise been terminated (collectively “District Court Termination”), unless otherwise agreed by Tokai Rika, within sixty (60) days after District Court Termination, End-Payor Plaintiffs must return or destroy all Cooperation Materials received from Tokai Rika to the extent required by the Protective Orders, and must comply with all other terms of the Protective Orders governing such return or destruction.

47. In the event that this Agreement fails to receive final approval by the Court, including final approval of the Settlement Classes as defined in Paragraph 12, or in the event that it is terminated by either party under any provision herein, the parties agree that neither End-Payor Plaintiffs nor Settlement Class Counsel shall be permitted to introduce into evidence against Tokai Rika, at any hearing or trial, or in support of any motion, opposition or other pleading in the Actions or in any other federal or state or foreign action alleging a violation of any law relating to the subject matter of the Actions, any Cooperation Materials provided by Tokai Rika and/or the other Releasees, their counsel, or any individual made available by Tokai Rika pursuant to Cooperation (as opposed to from any other source or pursuant to a court order). This limitation shall not apply to any discovery of Tokai Rika which Settlement Class Counsel may participate in as part of the MDL Litigation. Notwithstanding anything contained herein, End-Payor Plaintiffs and the Settlement Classes are not relinquishing any rights to pursue discovery against Tokai Rika in the event that this Agreement fails to receive final approval by the Court, including final

approval of the Settlement Classes as defined in Paragraph 12, or in the event that it is terminated by either party under any provision herein.

48. Notwithstanding any other provision in this Agreement, End-Payor Plaintiffs agree that they, Settlement Class Counsel and their experts shall maintain all statements made by Tokai Rika's counsel as "Highly Confidential - Outside Counsel Only," as said designation is described in the Protective Order in effect for these Actions and that they, Settlement Class Counsel and their experts shall not use the information so received for any purpose other than the prosecution of the End-Payor Plaintiffs' claims against other parties besides the Releasees in the Actions. The parties and their counsel further agree that any statements made by Tokai Rika's counsel in connection with and/or as part of this Agreement, including the Attorney Proffer referred to in Paragraph 41, shall be governed by Federal Rule of Evidence 408, and, otherwise, shall not be deemed admissible into evidence or to be subject to further discovery. Notwithstanding anything herein, and except as to Tokai Rika and any other Releasee, Settlement Class Counsel may use information contained in such statements in the prosecution of the End-Payor Purchaser Plaintiffs' claims in the Actions, and rely on such information to certify that, to the best of Settlement Class Counsel's knowledge, information and belief, such information has evidentiary support or will likely have evidentiary support after a reasonable opportunity for further investigation or discovery.

49. End-Payor Plaintiffs and Settlement Class Counsel agree they and their experts will not use the information or Cooperation Materials provided by Tokai Rika or the Releasees or their representatives under this Paragraph or any other paragraph in this Agreement for any purpose other than notice and claims administration and the pursuit of the End-Payor Plaintiffs' claims against other parties besides the Releasees in the Actions, and will use it in the litigation consistent with the Protective Order, except as provided herein, and will not use it beyond what is reasonably

necessary for the prosecution of the End-Payor Plaintiffs' claims in the Actions or as otherwise required by law. While End-Payor Plaintiffs may employ knowledge that they have obtained from Tokai Rika's Cooperation under this Agreement in prosecuting their claims in the Actions against other parties besides the Releasees, End-Payor Plaintiffs, Settlement Class Counsel and their experts shall, except as provided herein, treat all Cooperation Materials, documents, testimony and statements provided by Tokai Rika in accordance with the protections of the Protective Order in the Actions as if they had been produced in response to discovery requests and so designated, and shall not use Cooperation Materials, documents, testimony and statements for the prosecution of any other action.

50. Tokai Rika and other Releasees need not respond to formal discovery requests from End-Payor Plaintiffs or otherwise participate in the Actions during the pendency of this Agreement, with the exception of the Cooperation provisions set forth in Paragraphs 34-44 of the Agreement. Other than to enforce the terms of this Agreement, neither Tokai Rika nor End-Payor Plaintiffs shall file motions against the other, in the Actions, during the pendency of this Agreement.

51. Tokai Rika and End-Payor Plaintiffs agree not to disclose publically or to any other person the terms of this Agreement until it is submitted to the Court for preliminary approval.

52. If Settlement Class Counsel believes that Tokai Rika or any current or former employee, officer or director of Tokai Rika has failed to cooperate under the terms of this Agreement, Settlement Class Counsel may seek an Order from the Court compelling such Cooperation. Nothing in this provision shall limit in any way Tokai Rika's ability to defend the level of Cooperation it has provided or to defend its compliance with the terms of the Cooperation provisions in this Agreement.

G. Rescission if this Agreement is Not Approved or Final Judgments are Not Entered.

53. If the Court refuses to approve this Agreement or any part hereof, including if the Court does not certify the Settlement Classes in accordance with the specific Settlement Classes definitions set forth in this Agreement, or if such approval is modified or set aside on appeal, or if the Court does not enter the final judgments provided for in Paragraph 21 of this Agreement, or if the Court enters the final judgments and appellate review is sought, and on such review, such final judgments are not affirmed in their entirety, then Tokai Rika and End-Payor Plaintiffs shall each, in their sole discretion, have the option to rescind this Agreement in its entirety. Written notice of the exercise of any such right to rescind shall be made according to the terms of Paragraph 65. A modification or reversal on appeal of any amount of Settlement Class Counsel's fees and expenses awarded by the Court from the Settlement Funds shall not be deemed a modification of all or a part of the terms of this Agreement or such final judgments.

54. In the event that this Agreement does not become final as set forth in Paragraph 21, or this Agreement otherwise is terminated pursuant to Paragraph 53, then this Agreement shall be of no force or effect and any and all parts of the Settlement Funds caused to be deposited in the Escrow Accounts (including interest earned thereon) shall be returned forthwith to Tokai Rika less only disbursements made in accordance with Paragraphs 26 and 29 of this Agreement. Tokai Rika expressly reserves all rights and defenses if this Agreement does not become final.

55. Further, and in any event, End-Payor Plaintiffs and Tokai Rika agree that this Agreement, whether or not it shall become final, and any and all negotiations, Documents, Cooperation Materials and discussions associated with it, shall not be deemed or construed to be an admission or evidence of (i) any violation of any statute or law or of any liability or wrongdoing whatsoever by Tokai Rika, or the other Releasees, to be used against Tokai Rika or the Releasees, or of (ii) the truth of any of the claims or allegations contained in the Complaints or any other

pleading filed in the MDL Litigation, to be used against Tokai Rika or the Releasees, and evidence thereof shall not be discoverable or used in any way, whether in the MDL Litigation or in any other action or proceeding, against Tokai Rika or the Releasees. Nothing in this Paragraph shall prevent End-Payor Plaintiffs from using Cooperation Materials produced by Tokai Rika against any other defendants in the Actions.

56. This Agreement shall be construed and interpreted to effectuate the intent of the parties, which is to provide, through this Agreement, for a complete resolution of the relevant claims with respect to each Releasee as provided in this Agreement.

57. The parties to this Agreement contemplate and agree that, prior to final approval of the settlement as provided for in Paragraphs 18-21 hereof, appropriate notice 1) of the settlement; and 2) of a hearing at which the Court will consider the approval of this Agreement, will be given to the Settlement Classes.

H. Miscellaneous.

58. Tokai Rika shall submit all materials required to be sent to appropriate Federal and State officials pursuant to the Class Action Fairness Act of 2005, 28 U.S.C. § 1715.

59. This Agreement does not settle or compromise any claim by End-Payor Plaintiffs or any Settlement Class Member asserted in the Complaints or, if amended, any subsequent complaints, against any Defendant or alleged co-conspirator other than Tokai Rika and other Releasees. All rights against such other Defendants or alleged co-conspirators are specifically reserved by End-Payor Plaintiffs and the Settlement Classes. All rights of any Settlement Class Member against any and all former, current, or future Defendants or co-conspirators or any other person other than Tokai Rika and the other Releasees, for sales made by Tokai Rika and Tokai Rika's alleged illegal conduct are specifically reserved by End-Payor Plaintiffs and Settlement Class Members. Tokai Rika's sales to the classes and its alleged illegal conduct shall, to the extent

permitted or authorized by law, remain in the Actions as a basis for damage claims and shall be part of any joint and several liability claims against other current or future Defendants in the Actions or other persons or entities other than Tokai Rika and the other Releasees. Tokai Rika shall not be responsible for any payment to End-Payor Plaintiffs other than the amount specifically agreed to in Paragraph 25 of this Agreement.

60. The United States District Court for the Eastern District of Michigan shall retain jurisdiction over the implementation, enforcement, and performance of this Agreement, and shall have exclusive jurisdiction over any suit, action, proceeding, or dispute arising out of or relating to this Agreement or the applicability of this Agreement that cannot be resolved by negotiation and agreement by End-Payor Plaintiffs and Tokai Rika, including challenges to the reasonableness of any party's actions. This Agreement shall be governed by and interpreted according to the substantive laws of the state of Michigan without regard to its choice of law or conflict of laws principles. Tokai Rika will not object to complying with any of the provisions outlined in this Agreement on the basis of jurisdiction.

61. This Agreement constitutes the entire, complete and integrated agreement among End-Payor Plaintiffs and Tokai Rika pertaining to the settlement of the Actions against Tokai Rika, and supersedes all prior and contemporaneous undertakings, communications, representations, understandings, negotiations and discussions, either oral or written, between End-Payor Plaintiffs and Tokai Rika in connection herewith. This Agreement may not be modified or amended except in writing executed by End-Payor Plaintiffs and Tokai Rika, and approved by the Court.

62. This Agreement shall be binding upon, and inure to the benefit of, the successors and assigns of End-Payor Plaintiffs and Tokai Rika. Without limiting the generality of the foregoing, each and every covenant and agreement made herein by End-Payor Plaintiffs or

Settlement Class Counsel shall be binding upon all Settlement Class Members and Releasers. The Releasees (other than Tokai Rika entities which are parties hereto) are third-party beneficiaries of this Agreement and are authorized to enforce its terms applicable to them.

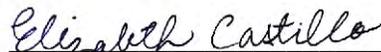
63. This Agreement may be executed in counterparts by End-Payor Plaintiffs and Tokai Rika, and a facsimile signature shall be deemed an original signature for purposes of executing this Agreement.

64. Neither End-Payor Plaintiffs nor Tokai Rika shall be considered to be the drafter of this Agreement or any of its provisions for the purpose of any statute, case law, or rule of interpretation or construction that would or might cause any provision to be construed against the drafter of this Agreement.

65. Where this Agreement requires either party to provide notice or any other communication or Document to the other, such notice shall be in writing, and such notice, communication or Document shall be provided by facsimile, or electronic mail (provided that the recipient acknowledges having received that email, with an automatic “read receipt” or similar notice constituting an acknowledgement of an email receipt for purposes of this Paragraph), or letter by overnight delivery to the undersigned counsel of record for the party to whom notice is being provided.

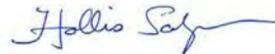
66. Each of the undersigned attorneys represents that he or she is fully authorized to enter into the terms and conditions of, and to execute, this Agreement subject to Court approval.

Dated: March 23, 2018



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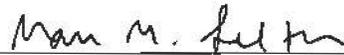
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