July 16, 2007

CERTIFIED MAIL
91 7108 2133 3932 4449 0472

Re: Director's Final Findings & Orders
Spear USA, LLC
US EPA ID No.: OHD 986 986 578

Mr. David C. Merrill
Operations Manager
Spear USA, LLC
5510 Courseview Drive
Mason, Ohio 45040

Dear Mr. Merrill:

Here are the Director's Final Findings and Orders (Orders) issued to Spear USA, LLC on July 16, 2007. These Orders are effective today.

I have also enclosed invoices for the penalty payments as required by Order No. 1.a. and 1.b. Please remember that your payments are due no later than August 15, 2007.

If you have any questions concerning compliance with these Orders, do not hesitate to contact Harold O'Connell at (937) 285-6357.

Sincerely,

[Signature]

David A. Shoitz, Assistant Chief
Division of Hazardous Waste Management

Attachments

c: Paul Casper, Frost Brown Todd
   Michael A. Savage, Chief, DHWM CO
   Harry Sarvis, Mgr., CAS, DHWM CO
   Elissa Miller, Legal
   Heidi Griesmer, PIC
   Harold O'Connell, Supervisor, DHWM, SWDO
BEFORE THE
OHIO ENVIRONMENTAL PROTECTION AGENCY

In the Matter of:
Spear USA, LLC
5510 Courseview Drive
Mason, Ohio 45040

Respondent

Director's Final
Findings and Orders

PREAMBLE

It is agreed by the parties hereto as follows:

I. JURISDICTION

These Director's Final Findings and Orders (Orders) are issued to Spear USA, LLC (Respondent) pursuant to the authority vested in the Director of the Ohio Environmental Protection Agency (Ohio EPA) under Ohio Revised Code (ORC) §§ 3734.13 and 3745.01.

II. PARTIES BOUND

These Orders shall apply to and be binding upon Respondent and successors in interest liable under Ohio law. No change in ownership of Respondent or of the Facility shall in any way alter Respondent's obligations under these Orders.

III. DEFINITIONS

Unless otherwise stated, all terms used in these Orders shall have the same meaning as defined in ORC Chapter 3734, and the rules promulgated thereunder.

I certify this to be a true and accurate copy of the official documents as filed in the records of the Ohio Environmental Protection Agency.

[Signature]
Date: 7-16-07
IV. FINDINGS

The Director of Ohio EPA has determined the following findings:

1. Respondent is a "person" as defined in ORC § 3734.01(G) and Ohio Administrative Code (OAC) rule 3745-50-10(A).

2. Respondent manufactures pressure-sensitive labels on clear film and is located at 5510 Courseview Drive, Mason, Warren County, Ohio (Facility). Respondent notified Ohio EPA of its hazardous waste activities and was issued generator identification number OHD986986578.

3. At the Facility, Respondent generates "hazardous waste" as that term is defined by ORC § 3734.01(J) and OAC rules 3745-50-10(A) and 3745-51-03. Respondent is a large quantity generator of hazardous waste. The hazardous waste generated by Respondent at the Facility includes spent ethyl acetate (F003), spent acetone (F003), and waste inks (D001, F003).

4. On April 27, 1999, Ohio EPA conducted a compliance evaluation inspection at the facility. As a result of the inspection, Ohio EPA determined that Respondent had, inter alia:

   a. Failed to conduct and document weekly inspections of emergency equipment at the Facility, in violation of OAC rule 3745-65-33; and

   b. Failed to conduct and document weekly inspections of the hazardous waste storage area at the Facility, in violation of OAC rule 3745-66-74.

5. By letter dated May 5, 1999, Ohio EPA notified Respondent of the violations referenced in Finding Nos. 4.a. and 4.b. of these Orders.


7. By letter dated June 29, 1999, Ohio EPA notified Respondent that Respondent had abated the violations referenced in Finding Nos. 4.a. and 4.b. of these Orders.

8. On May 30, 2006, Ohio EPA conducted a compliance evaluation inspection at the Facility. As a result of the inspection, Ohio EPA determined that Respondent had, inter alia:
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Spear USA, LLC
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a. Failed to develop and implement a hazardous waste management training program for all employees at the Facility that handle and/or manage hazardous waste, in violation of OAC rule 3745-65-16;

b. Failed to maintain and test, as necessary, all communication and emergency equipment at the Facility, in violation of OAC rule 3745-65-33;

c. Failed to conduct and document weekly inspections of the hazardous waste storage area at the Facility, in violation of OAC rule 3745-66-74; and

d. Failed to include a list of all emergency equipment at the Facility in the hazardous waste contingency plan, in violation of OAC rule 3745-65-52(E).


10. In several electronic correspondences, Respondent provided responses to Ohio EPA's June 21, 2006 letter.

11. By letter dated December 1, 2006, Ohio EPA notified Respondent that Respondent had abated the violations referenced in Finding Nos. 8.a. through 8.d. of these Orders.

V. ORDERS

Respondent shall achieve compliance with Chapter 3734. of the ORC and the regulations promulgated thereunder according to the following compliance schedule:

1. Respondent shall pay Ohio EPA the amount of $8,400.00 in settlement of Ohio EPA's claims for civil penalties, which may be assessed pursuant to ORC Chapter 3734., in accordance with the following provisions:

a. Within 30 days after the effective date of these Orders, Respondent shall pay Ohio EPA the amount of $6,720.00 in settlement of Ohio EPA's claims for civil penalties which will be deposited into the hazardous waste cleanup fund established pursuant to ORC § 3734.28. Payment shall be made by an official check made payable to "Treasurer, State of Ohio" for $6,720.00. The official check shall be submitted to Ohio EPA, Office of Fiscal Administration,
b. In lieu of paying the remaining $1,680.00 of civil penalty to Ohio EPA, Respondent shall fund a supplemental environmental project (SEP) by making a contribution in the amount of $1,680.00 to the Ohio EPA Clean Diesel School Bus Program (Fund 5CD). Respondent shall make the payment within 30 days after the effective date of these Orders by tendering an official check made payable to "Treasurer, State of Ohio" for $1,680.00. The official check shall all be submitted to Brenda Case, or her successor, Ohio EPA, Office of Fiscal Administration, Department L-2711, Columbus, Ohio 43260-2711, together with a letter identifying Respondent. A copy of this check shall be submitted in accordance with Section X. of these Orders, and an additional copy of this check shall be sent to James A. Orlemann, Assistant Chief, SIP Development and Enforcement, or his successor, Ohio EPA, Division of Air Pollution Control, P.O. Box 1049, Columbus, Ohio 43216-1049.

c. Should Respondent fail to fund the SEP within the required timeframe established in Order No. 1.b., Respondent shall pay to Ohio EPA, within 7 days after failing to comply with Order No. 1.b., the amount of $1,680.00 in accordance with the procedures in Order No. 1.a.

VI. TERMINATION

Respondent’s obligations under these Orders shall terminate upon Ohio EPA’s receipt of the official checks required by Section V. of these Orders.

VII. OTHER CLAIMS

Nothing in these Orders shall constitute or be construed as a release from any claim, cause of action or demand in law or equity against any person, firm, partnership or corporation, not a party to these Orders, for any liability arising from, or related to, the operation of Respondent’s Facility.
VIII. OTHER APPLICABLE LAWS

All actions required to be taken pursuant to these Orders shall be undertaken in accordance with the requirements of all applicable local, state and federal laws and regulations. These Orders do not waive or compromise the applicability and enforcement of any other statutes or regulations applicable to Respondent.

IX. MODIFICATIONS

These Orders may be modified by agreement of the parties hereto. Modifications shall be in writing and shall be effective on the date entered in the journal of the Director of Ohio EPA.

X. NOTICE

All documents required to be submitted by Respondent pursuant to these Orders shall be addressed to:

Ohio Environmental Protection Agency  
Southwest District Office  
Division of Hazardous Waste Management  
401 East 5th Street  
Dayton, Ohio 45402  
Attn: DHWM Manager

and Ohio EPA Central Office at the following address:

For mailings, use the post office box number:

Chris Korleski, Director  
Ohio Environmental Protection Agency  
Lazarus Government Center  
Division of Hazardous Waste Management  
P.O. Box 1049  
Columbus, Ohio 43216-1049  
Attn: Manager, Compliance Assurance Section
For deliveries to the building:

Chris Korleski, Director
Ohio Environmental Protection Agency
Lazarus Government Center
Division of Hazardous Waste Management
50 West Town Street, Suite 700
Columbus, Ohio 43215
Attn: Manager, Compliance Assurance Section

or to such persons and addresses as may hereafter be otherwise specified in writing by Ohio EPA.

XI. RESERVATION OF RIGHTS

Ohio EPA and Respondent each reserve all rights, privileges and causes of action, except as specifically waived in Section XII of these Orders.

XII. WAIVER

In order to resolve disputed claims, without admission of fact, violation or liability, Respondent consents to the issuance of these Orders and agrees to comply with these Orders. Compliance with these Orders shall be a full accord and satisfaction for Respondent's liability for the violations specifically cited herein.

Respondent hereby waives the right to appeal the issuance, terms and conditions, and service of these Orders, and Respondent hereby waives any and all rights Respondent may have to seek administrative or judicial review of these Orders either in law or equity.

Notwithstanding the preceding, Ohio EPA and Respondent agree that if these Orders are appealed by any other party to the Environmental Review Appeals Commission, or any court, Respondent retains the right to intervene and participate in such appeal. In such an event, Respondent shall continue to comply with these Orders notwithstanding such appeal and intervention unless these Orders are stayed, vacated or modified.

XIII. EFFECTIVE DATE

The effective date of these Orders is the date these Orders are entered into the Ohio EPA Director’s journal.
XIV. SIGNATORY AUTHORITY

Each undersigned representative of a party to these Orders certifies that he or she is fully authorized to enter into these Orders and to legally bind such party to these Orders.

IT IS SO ORDERED AND AGREED:

Ohio Environmental Protection Agency

Chris Korteski
Director

July 16, 2007

IT IS SO AGREED:

Spear USA, LLC

Signature

Date

DAVID C. MERRILL
Printed or Typed Name

OPERATIONS MANAGER
Title

6/28/07