

**NOTICE TO INDUSTRY  
CONCERNING THE RISK OF CUSTOMER LAWSUITS  
FOR BUYING OR ASSEMBLING INTUMESCENT HEAD OF WALL PRODUCTS**

We are issuing this Notice to the Industry to advise about lawsuits that may be filed against customers of KPSI Innovations, Inc., and our recommendation for what you can do to avoid being named in those customer lawsuits. **As you may know, Seal4Safti, aka, SaftiSeal, has gone out of business after being found liable for inducing patent infringement.** As a result, Jim Klein and his partners are now facing millions of dollars in damages and/or attorney fees. Jim Klein recently opened a new company called KPSI Innovations, Inc., placing ownership in the name of his wife and son. This is part of an ongoing shell game to continue to sell infringing products that Mr. Klein has played, starting with BlazeFrame, then SaftiSeal, then Seal4Safti, and now KPSI.

For years, Jim Klein has told his customers that he did not infringe the CEMCO patents. Those issues have been decided against him in federal court in Washington state. Specifically, Jim Klein has been held in **contempt of Court for violating a Federal Permanent Injunction relating to S4S's sales of FRG Products.** As part of that contempt order, Jim Klein has been ordered to **personally pay the attorney fees for CEMCO and ClarkDietrich.** CEMCO and ClarkDietrich will be **seeking in excess of \$2 million in fees from Klein personally.**

For years Mr. Klein has told his customers that CEMCO's patents are invalid. This issue was finally decided when S4S sought to invalidate the CEMCO patents in a case filed in federal court in Los Angeles, CA. Mr. Klein took the witness stand as S4S's star witness so that he could tell his story of invalidity to the jury. **The jury rejected all of Mr. Klein's arguments for invalidity, finding that all the CEMCO patents were valid.** The Judge in the case also awarded **\$562,000 in attorney fees to CEMCO, concluding S4S presented "a nearly frivolous invalidity case at trial."** The jury in Los Angeles found the FRG products not only infringing but **willfully infringed** several of the CEMCO patents.

Klein is now telling customers that the Judge said that KPSI is not covered by the permanent injunction. As usual, **Klein is not telling the whole story.** The Judge held that he had no ability to control KPSI because it was not a party to the original contempt proceedings. **The Judge did not say that KPSI products do not infringe the patents,** only that the narrowly tailored injunction cannot cover what KPSI does. **That does NOT mean that KPSI is not infringing. KPSI Innovations will be sued.**

Customers of infringing products can no longer defend themselves by relying upon Klein's version of events. After years of litigation and judgements from multiple federal courts, we will now pursue every available option to stop Klein and his co-conspirators from continuing the shell game. **It is our recommendation you seek legal counsel PRIOR to installing and**

**or purchasing products relating to an intumescent material used on the leg of a metal track from Jim Klein, KSPI Innovations, or SaftiSeal.**

**Follow this link to view the rulings from the federal court cases noted below:**

<https://cemcosteel.com/company/cemco-legal-notice/>

**Case 2:18-cv-00659-JLR California Expanded Metal Products Company et al v. James Klein,  
United States District Court, Western District of Washington at Seattle**

**Case 2:20-cv-10409-MCS-JEM Seal4Safti, Inc. v. California Expanded Metal Products Co.  
United States District Court, Central District of California**