

May 22, 2025

Subject: Legal Update Regarding Safti-Seal Fire Rated Gasket (FRG)

We are writing to inform you about the recent legal developments concerning **KPSI Innovations, Inc.**, and the Jim Klein family that may impact your usage or purchase of **Safti-Seal Fire-Rated-Gasket (FRG)**.

UL LISTINGS REMOVED:

- As of **February 28, 2025**, all **UL listings and third-party fire test reports or certifications for Safti-Seal FRG used in head-of-wall joints have been removed from UL's online listing** for certified products and assemblies. This removal was ordered by a **Permanent Injunction** issued by the Honorable Judge James L. Robart of the United States District Court for the Western District of Washington at Seattle. (Injunction attached).

CEMCO's PATENT UPHELD BY U.S. PATENT AND TRADEMARK OFFICE:

- **On March 7, 2025**, the USPTO concluded a reexamination of **CEMCO Patent #7,681,365**. **The patent was reaffirmed as valid and enforceable**, confirming that products such as the Safti-Seal FRG, whether sold previously or in the future, infringe on CEMCO's intellectual property rights. (Reexamination Certificate attached)

KPSI BANKRUPTCY FILING:

- **On April 21, 2025**, **KPSI Innovations, Inc. filed a petition for Bankruptcy**. This is the third entity to dissolve since 2022 involving **Jim Klein** and his infringing product. Previously, **Safti-Seal, Inc., and Seal-4-Safti** had ceased operations. All three entities had been subject to judgments for infringement by Federal Court Actions, and this Bankruptcy filing is yet another futile attempt to avoid the judgment of the court.

\$3.7 MILLION FEDERAL JUDGEMENT:

- KPSI, Jim Klein, and Serina Klein were ordered to pay CEMCO \$3.7 million for **willful patent infringement and fraudulent transfer of Assets** (Judgment attached).

Next Steps:

Given these rulings, we advise caution. Confirm UL certifications independently and consult with your own legal counsel before purchasing the affected products from Jim Klein or any new entity that may eventually attempt to circumvent the rulings of multiple federal courts.

Please reach out to us if you have any questions.

Thank You,

CEMCO Management Team