APPENDIX C:

UNITED STATES v. BLUE CHIP STAMP CO., ET AL.

CIVIL NO. 63-1552-F

MODIFICATION SEPT. 28, 1976

BURKE, WILLIAMS & SORENSEN 1 Martin J. Burke 2 James T. Bradshaw, Jr. 707 Wilshire Boulevard SEP 28 1976 3 Suite 3300 CLERK, U. S. DISTRICT COURT. CENTRAL DISTRICT OF CALIFORNIA Los Angeles, CA 90017 (213) 485-0101 4 BY. prouts 5 Attorneys for Blue Chip Stamps 6 7 8 UNITED STATES DISTRICT COURT 9 CENTRAL DISTRICT OF CALIFORNIA 10 11 UNITED STATES OF AMERICA. Civil No. 63-1552-F 12 Plaintiff,) ORDER GRANTING MOTION TO 13 VS. MODIFY SECTION VIII(B)(1)(i) OF FINAL JUDGMENT 1.4 BLUE CHIP STAMP COMPANY; ALEXANDER'S MARKETS; LUCKY 1.5 STORES, INC.; MARKET BASKET; PURITY STORES, INC.; RALPHS 16 GROCERY COMPANY; SAFEWAY STORES, INCORPORATED; 17 THRIFTIMART, INC.; THRIFTY DRUG STORES CO., INC.; and 18 VON'S GROCERY CO., 19 Defendants. 20

The motion of Blue Chip Stamps for an Order Modifying

Section VIII(B)(1)(i) of the Final Judgment entered on June 5, 1967,
duly came on for hearing before Honorable Warren J. Ferguson, Judge
of the above-entitled Court at 10:00 a.m., on the 27th day of
September, 1976, pursuant to notice thereof duly given to the
parties and the <u>amici</u> who had appeared herein, Gerald W. Connor
appearing for the plaintiff, Martin J. Burke for Blue Chip Stamps,
and G. Richard Doty for Market Basket, and no one having appeared
in opposition to the granting of said motion, and the Court having
considered the affidavits filed in support of said motion, the
Report filed by Dean Harold M. Williams and the pleadings and records heretofore filed in this case, and the Court being duly

21

22

23

24

25

26

27

28

29

30

37

32

U.S. Mot. and Mem. to Term.
Page 20
Appendix C [p.2 of 3]

advised in the premises, it is hereby

ORDERED that notwithstanding the provisions of Section VIII(B)(1)(i) of the Final Judgment, after the date of entry of this Order, Blue Chip Stamps may engage in the trading stamp business on an exclusive franchise basis with California merchants; provided, however that Blue Chip Stamps remains enjoined and restrained from refusing to continue to provide its trading stamp service to each retailer utilizing its service at the date of entry of this Order for the retail locations then being served; and further provided that Blue Chip Stamps remains enjoined and restrained from refusing to provide its trading stamp service to any retail grocer with annual grocery sales amounting to less than 1% of the total annual retail grocery sales in California.

Dated: September & , 1976.

WARREN J. FERGUSON

Warren J. Ferguson, United States District Judge

Approved as to form:

Serald W. Connor,

Gerald W. Connor, Attorney for Plaintiff

1.8