Sean C. Sheely Katherine A. Skeele

HOLLAND & KNIGHT, LLP

31 West 52nd Street New York, NY 10019

Tel: (212) 513-3397 Fax: (212) 395-9010

Bonni F. Kaufman

HOLLAND & KNIGHT, LLP

2099 Pennsylvania Avenue, N.W.

Washington, DC 20006

Tel: (202) 955-3000 Fax: (202) 955-5564

Attorneys for Third-Party Defendant Textron, Inc.

NEW JERSEY DEPARTMENT OF ENVIRONMENTAL PROTECTION, THE COMMISSIONER OF THE NEW JERSEY ENVIRONMENTAL PROTECTION AGENCY, and THE ADMINISTRATOR OF THE NEW JERSEY SPILL COMPENSATION FUND,

Plaintiffs,

vs.

OCCIDENTAL CHEMICAL CORPORATION, TIERRA SOLUTIONS, INC., MAXUS ENERGY CORPORATION, REPSOL YPF, S.A., YPF, S.A., YPF HOLDINGS, INC. and CLH HOLDINGS,

Defendants,

MAXUS ENERGY CORPORATION and TIERRA SOLUTIONS, INC.,

Third-Party Plaintiffs,

SUPERIOR COURT OF NEW JERSEY LAW DIVISION: ESSEX COUNTY

DOCKET NO. L-9868-05 (PASR)

CIVIL ACTION

TEXTRON INC'S ANSWER TO THIRD-PARTY COMPLAINT "B"

3M COMPANY, A.C.C., INC., ACH FOOD COMPANIES, INC., ACTIVE OIL SERVICE, ADCO CHEMICAL COMPANY, AGC CHEMICALS AMERICAS, INC., ALDEN-LEEDS, INC., ALLIANCE CHEMICAL, INC., ALUMAX MILL PRODUCTS, INC., AMCOL REALTY CO., AMERICAN INKS AND COATINGS CORPORATION, APEXICAL, INC., APOLAN INTERNATIONAL, INC., ARKEMA, INC., ASHLAND INC., ASHLAND INTERNATIONAL HOLDINGS, INC., ASSOCIATED AUTO BODY & TRUCKS, INC., ATLAS REFINERY, INC., AUTOMATIC ELECTRO-PLATING CORP., AKZO NOBEL COATINGS, INC., BASF CATALYSTS LLC, BASF CONSTRUCTION CHEMICALS INC., BASF CORPORATION, BAYER CORPORATION, BEAZER EAST, INC., BELLEVILLE INDUSTRIAL CENTER, BENJAMIN MOORE & COMPANY, BEROL CORPORATION, B-LINE TRUCKING, INC., BORDEN & REMINGTON CORP., C.S. OSBORNE & CO., CAMPBELL FOUNDRY COMPANY, CASCHEM, INC., CBS CORPORATION, CELANESE LTD., CHEMICAL COMPOUNDS INC., CHEMTURA CORPORATION, CLEAN EARTH OF NORTH JERSEY, INC., COSMOPOLITAN GRAPHICS CORPORATION, CIBA CORPORATION, COLTEC INDUSTRIES INC., COLUMBIA TERMINALS, INC., COMO TEXTILE PRINTS, INC., CONAGRA PANAMA, INC.; CONOPCO, INC., CONSOLIDATED RAIL CORPORATION, 2 COOK & DUNN PAINT CORPORATION,

COSAN CHEMICAL CORPORATION,

DELEET MERCHANDISING CORPORATION, DELVAL INK AND COLOR, INCORPORATED, DILORENZO PROPERTIES COMPANY, L.P., E.I. DU PONT DE NEMOURS AND COMPANY, EASTMAN KODAK COMPANY, EDEN WOOD CORPORATION, ELAN CHEMICAL COMPANY, INC., EM SERGEANT PULP & CHEMICAL CO., EMERALD HILTON DAVIS, LLC, ESSEX CHEMICAL CORPORATION, **EXXON MOBIL** F.E.R. PLATING, INC., FINE ORGANICS CORPORATION, FISKE BROTHERS REFINING COMPANY, FLEXON INDUSTRIES CORPORATION, FLINT GROUP INCORPORATED, FORT JAMES CORPORATION, FOUNDRY STREET CORPORATION, FRANKLIN-BURLINGTON PLASTICS, INC., GARFIELD MOLDING COMPANY, INC., GENERAL CABLE INDUSTRIES, INC.; GENERAL DYNAMICS CORPORATION, GENERAL ELECTRIC COMPANY, GENTEK HOLDING LLC, GIVAUDAN FRAGRANCES CORPORATION, G. J. CHEMICAL CO., GOODY PRODUCTS, INC., GORDON TERMINAL SERVICE CO. OF N.J., INC., HARRISON SUPPLY COMPANY, HARTZ MOUNTAIN CORPORATION, HAVENICK ASSOCIATES L.P., HEXCEL CORPORATION, HEXION SPECIALTY CHEMICALS, INC., HOFFMANN-LA ROCHE INC., HONEYWELL INTERNATIONAL INC., HOUGHTON INTERNATIONAL INC., HUDSON TOOL & DIE COMPANY, INC, HY-GRADE ELECTROPLATING CO., ICI AMERICAS INC., INNOSPEC ACTIVE CHEMICALS LLC, INX INTERNATIONAL INK CO., ISP CHEMICALS INC., ITT CORPORATION,

KEARNY SMELTING & REFINING CORP., KAO BRANDS COMPANY, KOEHLER-BRIGITT STAR, INC., LINDE, INC., LUCENT TECINOLOGIES, INC., MACE ADHESIVES & COATINGS COMPANY, INC., MALLINCKRODT INC., MERCK & CO., INC., METAL MANAGEMENT NORTHEAST, INC., MI HOLDINGS, INC., MILLER ENVIRONMENTAL GROUP, INC., MORTON INTERNATIONAL, INC., N L INDUSTRIES, INC., NAPPWOOD LAND CORPORATION, NATIONAL FUEL OIL, INC., NATIONAL-STANDARD, LLC, NELL-JOY INDUSTRIES, INC., NESTLE U.S.A., INC., NEW JERSEY TRANSIT CORPORATION, NEWS AMERICA, INC., NEWS PUBLISHING AUSTRALIA LIMITED, NORPAK CORPORATION, NOVELIS CORPORATION, ORANGE AND ROCKLAND UTILITIES, INC., OTIS ELEVATOR COMPANY, PRC-DESOTO INTERNATIONAL, INC., PASSAIC PIONEERS PROPERTIES COMPANY, PFIZER INC., PHARMACIA CORPORATION, PHELPS DODGE INDUSTRIES, INC., PHILBRO, INC., PITT-CONSOL CHEMICAL COMPANY, PIVOTAL UTILITY HOLDINGS, INC., PPG INDUSTRIES, INC., PRC-DESOTO INTERNATIONAL, INC., PRAXAIR, INC., PRECISION MANUFACTURING GROUP, LLC, PRENTISS INCORPORATED, PROCTER & GAMBLE MANUFACTURING COMPANY, PRYSMIAN COMMUNICATIONS CABLES AND SYSTEMS USA LLC, PSEG FOSSIL LLC, PUBLIC SERVICE ELECTRIC AND GAS COMPANY, PURDUE PHARMA TECHNOLOGIES, INC.,

QUALA SYSTEMS, INC., **OUALITY CARRIERS, INC.,** RECKITT BENCKISER, INC., REICHHOLD, INC., REVERE SMELTING & REFINING CORPORATION, REXAM BEVERAGE CAN COMPANY, ROMAN ASPHALT CORPORATION, ROYCE ASSOCIATES, A LIMITED PARTNERSHIP, R.T. VANDERBILT COMPANY, INC., RUTHERFORD CHEMICALS LLC, S&A REALTY ASSOCIATES, INC., SCHERING CORPORATION, SEOUA CORPORATION, SETON COMPANY, SIEMENS WATER TECHNOLOGIES CORP. SINGER SEWING COMPANY SPECTRASERV, INC., STWB, INC., SUN CHEMICAL CORPORATION, SVP WORLDWIDE, LLC, TATE & LYLE INGREDIENTS AMERICAS, INC., TEVA PHARMACEUTICALS USA, INC., TEVAL CORP., TEXTRON INC., THE DIAL CORPORATION, THE DUNDEE WATER POWER AND LAND COMPANY, THE NEWARK GROUP, INC., THE OKONITE COMPANY, INC., THE SHERWIN-WILLIAMS COMPANY, THE STANLEY WORKS, THE VALSPAR CORPRATION, THIRTY-THREE QUEEN REALTY INC., THREE COUNTY VOLKSWAGEN CORPORATION, TIDEWATER BALING CORP., TIFFANY & CO., TIMCO, INC., TRIMAX BUILDING PRODUCTS, INC., TROY CHEMICAL CORPORATION, INC., UNIVERSAL OIL PRODUCTS COMPANY, V. OTTILIO & SONS, INC., VELSICOL CHEMICAL CORPORATION, VEOLIA ES TECHNICAL SOLUTIONS, L.L.C., VERTELLUS SPECIALTIES INC., VITUSA CORP.,

VULCAN MATERIALS COMPANY, W.A.S. TERMINALS CORPORATION, W.A.S. TERMINALS, INC., W.C. INDUSTRIES, WHITTAKER CORPORATION, WIGGINS PLASTICS, INC., ZENECA INC.,

Third-Party Defendants.

TEXTRON INC.'S ANSWER TO THIRD-PARTY COMPLAINT "D"

Third-Party Defendant Textron Inc. ("Textron"), by and through its undersigned counsel, and in accordance with this Court's Case Management Order V, Section 9, entered April 16, 2009 ("CMO V"), hereby answers the Third-Party Complaint "B" by Defendants/Third-Party Plaintiffs Maxus Energy Corporation and Tierra Solutions, Inc. ("Third-Party Plaintiffs"), as follows:

GENERALLY

Textron denies each and every allegation contained in Third Party Complaint "B" that is not otherwise herein addressed, including, without limitation, any allegations concerning the relief sought in the First Count and the Second Count and all headings and titles used in Third-Party Complaint "B".

AS TO PROCEDURAL BACKGROUND

1-15. Textron responds that the referenced pleadings speak for themselves. No response is required pursuant to CMO V.

AS TO THE THIRD PARTY PLAINTIFFS

16-18. Textron responds that the referenced pleadings speak for themselves. No response is required pursuant to CMO V.

AS TO THE THIRD PARTY DEFENDANTS

- 19-181. To the extent that the allegations in Paragraphs 19 through 181 relate to other parties, no response is required pursuant to CMO V.
 - 182. Textron admits the allegations of Paragraph 182.
- 183-209. To the extent that the allegations in Paragraph 183 through 209 relate to other parties, no response is required pursuant to CMO V.
 - 210. Paragraph 210 states a legal conclusion as to which no response is required and is therefore denied.

AS TO DEFINITIONS

211-236. Paragraphs 211 through 236 contain definitions. No response is required pursuant to CMO V.

AS TO FACTUAL ALLEGATIONS

- 237-605. The referenced pleadings speak for themselves. No response is required pursuant to CMO V, except to the extent noted below.
 - Textron does not have knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 606.
- 607. Textron does not have knowledge or information sufficient to form a belief as to whether the Federal Leather Company, itself or as a division of another company, owned and operated a portion of the Belleville Industrial Site beginning in 1916, as alleged in Paragraph 607. Federal Leather operations ended at the Belleville Industrial Site in 1962. Textron does not have knowledge or information sufficient to form a belief as to the remaining allegations of Paragraph 607.

- 608. Paragraph 608 is admitted, except that Textron does not have knowledge or information sufficient to form a belief as to whether Air Reduction continued to operate the Site until approximately 1968, when it sold the property to Belleville Industrial Center.
- 609-629. Textron does not have knowledge or information sufficient to form a belief as to the truth of the allegations of Paragraphs 609 through 629.
- 630. Textron denies that it or Federal Leather is a "discharger" or a successor to a "discharger" and/or a Person "in any way responsible" for the Hazardous Substances that were discharged at the Belleville Industrial Site and released into the Newark Bay Complex as alleged in Paragraph 630. Textron does not have knowledge or information sufficient to form a belief as to the truth of the other allegations in Paragraph 630.
- 631-2502. To the extent that the allegations in Paragraphs 631 through 2502 relate to other parties, no response is required pursuant to CMO V.
- 2503-2509. Textron does not have knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraphs 2503 through 2509.
 - 2510-2511. Textron admits the allegations in Paragraph 2510 and 2511.
- 2512. Textron does not have knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 2512.
 - 2513. Textron denies the allegations in Paragraph 2513.
- 2514-2525. Textron does not have knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraphs 2514 through 2525, but notes that the allegations in these paragraphs may be stated in public documents submitted to the New Jersey Department of Environmental Protection in connection with the Reichhold Doremus Avenue Site.

- 2526. Textron admits the allegations in Paragraph 2526.
- 2527. Textron denies the allegation in Paragraph 2527 that it is a Discharger and/or a Person "in any way responsible" for the Hazardous Substances that were discharged at the Reichhold Doremus Avenue Site and released into the Newark Bay Complex. Textron does not have knowledge or information sufficient to form a belief as to the truth of the allegations in Paragraph 2527 relating to other parties.

2528-3445. The allegations in Paragraphs 2528 through 3445 relate to other parties and no response is required pursuant to CMO V.

AS TO FIRST COUNT

New Jersey Spill Compensation and Control Act, N.J.S.A. 58:10-23.11.f.a.2(a)

- 3446. In response to Paragraph 3446, Textron incorporates by reference as if fully set forth herein its responses and denials to Paragraphs 1 through 3445.
- 3447. Textron is without knowledge or information sufficient to form a belief as to the truth of the matters stated in Paragraphs 3447.
- 3448. Paragraph 3448 states a legal conclusion to which no response is required, and is therefore denied.
- 3449-3451. Textron denies that it is liable to Third-Party Plaintiffs for contribution. Textron is without knowledge or information sufficient to form a belief as to the truth of the other allegations in Paragraphs 3449 through 3451.

AS TO SECOND COUNT

Statutory Contribution

3452. In response to Paragraph 3452, Textron incorporates by reference as if fully set forth herein its responses and denials to Paragraphs 1 through 3451.

3453. Textron denies that it is liable to Third-Party Plaintiffs for contribution. Textron is without knowledge or information sufficient to form a belief as to the truth of the the other allegations in Paragraph 3453.

FIRST AFFIRMATIVE DEFENSE

The Third-Party Complaint is barred in whole or in part as it fails to state a cause of action against Textron upon which relief can be granted.

SECOND AFFIRMATIVE DEFENSE

Textron is not a discharger or a person in any way responsible for a discharge under N.J.S.A. 58:10-23 et seq. ("Spill Act").

THIRD AFFIRMATIVE DEFENSE

The claims of Third-Party Plaintiffs are barred in whole or in part by the statutory defenses to liability provided by the Spill Act and the Water Pollution Control Act, N.J.S.A. 58:10A-1 *et seq.* ("WPCA").

FOURTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs have no Spill Act claim against Textron because they have not cleaned up and/or removed a discharge of hazardous substances within the meaning of the Spill Act.

FIFTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs have no right of contribution against Textron under the WPCA.

SIXTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred, in whole or in part, by the entire controversy doctrine.

SEVENTH AFFIRMATIVE DEFENSE

The Third-Party Complaint is barred, in whole or in part, because Third-Party Plaintiffs have failed to meet the procedural and/or substantive requirements entitling them to sue Textron under New Jersey's Environmental Rights Act, N.J.S.A. 2A:35A-1 et seq.

EIGHTH AFFIRMATIVE DEFENSE

Some or all of Third-Party Plaintiffs do not have standing to sue.

NINTH AFFIRMATIVE DEFENSE

Upon information and belief, Third-Party Plaintiffs are mere corporate shells who are periodically infused with cash or equivalent contributions by other corporate entities which money Third-Party Plaintiffs purport to use to address the environmental contamination at issue in this litigation. Consequently, the claims by Third-Party Plaintiffs are barred under the collateral source doctrine or its equitable equivalent.

TENTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs are not the real parties in interest for pursuit of the claims set forth in the Third-Party Complaint, nor are Third-Party Plaintiffs acting in the capacity of an executor, administrator, guardian of a person or property, trustee of an express trust, or a party with whom or in whose name a contract has been made for the benefit of another.

Consequently, all claims are barred under R. 4:26-1 of the New Jersey Court Rules.

ELEVENTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs are mere volunteers for remediation of the environmental contamination for which they claim contribution and/or other relief from Textron.

Consequently, the claims in the Third-Party Complaint are barred, in whole or in part.

TWELFTH AFFIRMATIVE DEFENSE

The claims brought by Third-Party Plaintiffs reflect damages that are wholly speculative, conjectural, unreasonable, excessive and/or arbitrary and capricious.

THIRTEENTH AFFIRMATIVE DEFENSE

Textron cannot be held liable for or be required to pay Third-Party Plaintiffs' damages or other claims based on actions or inactions by Textron that arise out of conduct lawfully undertaken in compliance with permits or other approvals issued by relevant government agencies, including the State of New Jersey and/or the United States and/or in compliance with applicable laws, regulations, rules, orders, ordinances, directives and common law, and other requirements of all foreign, federal, state and local government entities ("applicable Environmental Laws").

FOURTEENTH AFFIRMATIVE DEFENSE

At common law, Textron held, and still holds, a usufructuary interest allowing it, along with all other citizens, the reasonable use of assets held for the benefit of the public by the State of New Jersey under the Public Trust Doctrine. Textron has at all relevant times acted in accordance with its rights of reasonable use of publicly held assets. As a matter of law, Third-Party Plaintiffs' claims are derivative of, and cannot be any greater than, the claims that the State of New Jersey has or would have against Textron directly. As a result, the claims set forth in the Third-Party Complaint are barred, in whole or in part.

FIFTEENTH AFFIRMATIVE DEFENSE

The State of New Jersey is legally barred from asserting direct claims against Textron for the damages sought in its Amended Complaint. Consequently, all claims that are or may be derivative of the State of New Jersey's claims are barred as to Textron as well, including the claims set forth in the Third-Party Complaint.

SIXTEENTH AFFIRMATIVE DEFENSE

The Third-Party Complaint is barred and/or is constitutionally impermissible to the extent that it seeks to impose retroactive liability for acts that were previously authorized or condoned by law including applicable Environmental Laws.

SEVENTEENTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' Complaint is barred to the extent that it seeks relief for damages incurred prior to the effective date of the Spill Act.

EIGHTEENTH AFFIRMATIVE DEFENSE

At all relevant times, Textron complied with all applicable Environmental Laws, regulations, industry standards and ordinances, and otherwise conducted itself reasonably, prudently, in good faith, and with due care for the rights, safety and property of others.

NINETEENTH AFFIRMATIVE DEFENSE

The claims asserted against Textron in the Third-Party Complaint are barred because at all relevant times Textron exercised due care with respect to hazardous substances, if any, that may have been handled at the subject property or properties, took precautions against foreseeable acts or omissions of others and the consequences that could reasonably result from such acts or omissions, and because any release or threat of release of any hazardous substances, if any, and any costs or damages resulting therefrom, were caused solely by the negligence, acts or omissions of third parties over whom Textron had no control, whether by, in whole or part, contract or otherwise, or any duty to control, including without limitation the State of New Jersey and its agencies and officials, and the United States and its agencies and officials.

TWENTIETH AFFIRMATIVE DEFENSE

The claims set forth in the Third-Party Complaint are barred in whole or in part by the doctrine of preemption.

TWENTY-FIRST AFFIRMATIVE DEFENSE

Third-Party Plaintiffs suffered no losses or injuries that were proximately caused by Textron.

TWENTY-SECOND AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims against Textron are barred, in whole or in part, by the applicable Statute of Limitations, Statute of Repose, and/or the equitable doctrines of laches and estoppel.

TWENTY-THIRD AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred in whole or in part by the doctrines of accord and satisfaction, waiver, consent, estoppel, release and/or assumption of risk.

TWENTY-FOURTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred, in whole or in part, by the doctrine of "coming to the nuisance."

TWENTY-FIFTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred, in whole or in part, by the "unclean hands" doctrine.

TWENTY-SIXTH AFFIRMATIVE DEFENSE

The claims for equitable contribution under the Spill Act in the Third-Party Complaint are barred because: (1) equity will not compel action that is impossible of performance; (2) equity will not exceed the rights of parties existing at law; (3) equity will not consciously become an instrument of injustice; and/or (4) equity will not permit double satisfaction.

TWENTY-SEVENTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred, in whole or in part, by the doctrines of collateral estoppel, *res judicata*, and/or judicial estoppel including in connection with prior findings as to Third-Party Plaintiffs' intentional misconduct.

TWENTY-EIGHTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred because the relief sought against Textron, were it claimed directly by Plaintiffs, would amount to unlawful taxation.

TWENTY-NINTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims against Textron are subject to setoff and recoupment and therefore must be reduced accordingly.

THIRTIETH AFFIRMATIVE DEFENSE

Textron did not own or operate a "Major Facility" as defined by the Spill Act or the WPCA.

THIRTY-FIRST AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred, in whole or in part, by Third-Party Plaintiffs' failure to comply with the prerequisites to liability under the Spill Act including, without limitation to, Third-Party Plaintiffs' have not incurred costs authorized by the Spill Act and Third-Party Plaintiffs' have failed to direct cleanup and removal activities in accordance with the National Contingency Plan to the greatest extent possible.

THIRTY-SECOND AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred because neither they nor Plaintiffs have incurred "costs of restoration and replacement ... of any natural resources damaged or destroyed by a discharge" under the Spill Act.

THIRTY-THIRD AFFIRMATIVE DEFENSE

Third-Party Plaintiffs have failed to join necessary and indispensable parties needed for a just adjudication of the claims asserted in this action, in whose absence complete relief can not be afforded the existing parties pursuant to R. 4:28-1 of the New Jersey Court Rules.

These necessary and indispensable parties include, without limitation, State of New Jersey agencies and instrumentalities, including without limitation the State trustees for tidelands, certain United States agencies and instrumentalities with liability under the Spill Act, and certain state and local governmental agencies located outside the boundaries of New Jersey, including the State of New York and its agencies and instrumentalities, all of whom are or may be separately liable for contamination allegedly located in the "Newark Bay Complex," as defined in Plaintiffs' Second Amended Complaint.

THIRTY-FOURTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are not ripe for adjudication, inter alia, because Third-Party Plaintiffs have a joint liability to the Plaintiffs and have not paid and will not pay more than their fair or equitable share of the liability.

THIRTY-FIFTH AFFIRMATIVE DEFENSE

Textron denies that Third-Party Plaintiffs have suffered any harm whatsoever, but in the event that they did suffer any form of injury or damage cognizable under applicable Environmental Law, such injury was caused by the intervening acts, omissions, or superseding acts of persons or entities over whom Textron exercised no control and for whose conduct Textron was not responsible including, without limitation, unpermitted and storm event discharges from publically owned treatment works.

THIRTY-SIXTH AFFIRMATIVE DEFENSE

If Third-Party Plaintiffs sustained any injury or are entitled to any damages, such injury and damages were wholly, or in part, caused by Third-Party Plaintiffs' own acts or omissions, negligence, lack of due care and fault and/or that of Third-Party Plaintiffs' agents or employees. In the event that Third-Party Plaintiffs are found to have sustained any injury and are entitled to damages, Third-Party Plaintiffs' recovery against Textron, if any, must be reduced by the proportionate damages caused by the acts and conduct of Third-Party Plaintiffs and/or its agents or employees.

THIRTY-SEVENTH AFFIRMATIVE DEFENSE

Although Textron denies that it is liable for the contamination described in Third-Party Plaintiffs' Complaint, in the event it is found liable, Textron is entitled to an offset against any such liability on its part for the equitable share of the liability of any person or entity not joined as a defendant in this action that would be liable to Third-Party Plaintiffs.

THIRTY-EIGHTH AFFIRMATIVE DEFENSE

Under N.J.S.A. 2A:15-97, the amount of damages, if any, should be reduced by any amounts recovered from any other source.

THIRTY-NINTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred to the extent that the conduct of Textron alleged to give rise to liability in the Third-Party Complaint is the subject of a release, covenant not to sue, or has otherwise been excused by Plaintiffs, including, without limitation, through issuance of a no further action letter, consent order, settlement agreement or other applicable document, with or without inclusion of contribution protection, or through the Plaintiffs' allowance of any applicable Statute of Limitations or Statute of Repose to lapse.

FORTIETH AFFIRMATIVE DEFENSE

The disposal of waste, if any, which allegedly originated from Textron, was undertaken in accordance with the then state of the art, the then accepted industrial practice and technology, and the then prevailing legal requirements for which Textron cannot be found retroactively liable.

FORTY-FIRST AFFIRMATIVE DEFENSE

Any discharge that allegedly originated from Textron, was investigated and remediated by a licensed professional and under the direct oversight of state and/or federal agencies with the then state of the art, the then accepted industrial practice and technology, and the then prevailing requirements for which Textron cannot be found retroactively liable.

FORTY-SECOND AFFIRMATIVE DEFENSE

Third-Party Plaintiffs are not entitled to recover costs incurred for cleanup actions not undertaken in coordination or conjunction with federal agencies.

FORTY-THIRD AFFIRMATIVE DEFENSE

The damages or other relief that Third-Party Plaintiffs seek, if awarded, would result in unjust enrichment to the Third-Party Plaintiffs.

FORTY-FOURTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred due to its own conduct in unilaterally, and without notice to Textron, implementing clean-up plan(s) or taking other actions that resulted in the commingling of formerly divisible areas of environmental harm.

FORTY-FIFTH AFFIRMATIVE DEFENSE

Third-Party Defendants' liability to Third-Party Plaintiffs, if any, is limited to Spill Act and contribution claims and excludes any such claims which may properly be apportioned to

parties pursuant to Burlington Northern and Santa Fe Railway Co., et al. v. United States, et al., 129 S. Ct. 1870 (2009), and other comparable decisional law.

FORTY-SIXTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs cannot assert contribution claims against Textron because the discharges for which the Plaintiffs are seeking relief are different from Textron's alleged discharges.

FORTY-SEVENTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs cannot seek contribution under the Joint Tortfeasors Contribution

Law because Textron is not liable for "the same injury" caused by Third-Party Plaintiffs'

discharges and does not share a common liability to the State of New Jersey.

FORTY-EIGHTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred to the extent they seek to hold Textron liable, in contribution, for any claims for which it would be a violation of public policy to hold Textron, including but not limited to punitive damages and penalties.

FORTY-NINTH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred, in whole or in part, because no actions or inactions by Textron have resulted in any permanent impairment or damage to a natural resource.

FIFTIETH AFFIRMATIVE DEFENSE

Third-Party Plaintiffs claims for contribution, whether under the Spill Act or the New Jersey statutory provisions for contribution, are derivative of, and are therefore no greater than, Plaintiffs' claims against Third-Party Plaintiffs. Consequently, Third-Party Plaintiffs' claims against Textron are barred to the extent of any legal extinguishments of actual or potential claims by the Plaintiffs against Textron pertaining to the alleged environmental contamination

(including natural resource damage) of any site(s) alleged by Third-Party Plaintiffs to be the subject of their contribution claims against Textron. Examples of legal extinguishments that are or may be applicable to Textron include, with respect to each such site:

- 1. Any release or covenant not to sue granted by Plaintiffs to Textron;
- 2. Any settlement or other compromise between Plaintiffs and Textron;
- 3. Any expiration of the statute of limitations or statute of repose governing Plaintiffs' right to maintain a claim against Textron;
- 4. The issuance by Plaintiffs to Textron, directly or indirectly, of a "No Further Action" (a/k/a "NFA") determination and "Negative Declaration."

FIFTY-FIRST AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred because the relief sought against Textron, were it claimed directly by Plaintiffs, would amount to a "taking" of Textron's property in violation of its constitutional rights to due process and/or in violation of its rights under the Eminent Domain Act of 1971, N.J.S.A. 20:3-1 et seq.

FIFTY-SECOND AFFIRMATIVE DEFENSE

Third-Party Plaintiffs' claims are barred to the extent the relief sought by Third-Party Plaintiffs in the Complaint is at odds with Textron's responsibilities to conduct ongoing environmental cleanups under oversight of the Plaintiffs at any site(s) alleged by Third-Party Plaintiffs to be the subject of their contribution claims against Textron, thereby exposing Third-Party Defendant to inconsistent responsibilities, penalties and liabilities, and the possibility of paying twice for the same actions (i.e., double recovery).

FIFTY-THIRD AFFIRMATIVE DEFENSE

To the extent Textron has acted to conduct environmental cleanup at any site(s) alleged by Third-Party Plaintiffs to be the subject of their contribution claims against Textron, the

claims for equitable contribution under the Spill Act in the Third-Party Complaint are barred because equity will not compel action that has already being undertaken and/or is unnecessary.

FIFTY-FOURTH AFFIRMATIVE DEFENSE

Without admitting liability, Textron alleges that if it is found to have been engaged in any of the activities alleged in the Third-Party Complaint, such activities were *de minimis* and not the cause of any damages or other claims by Third-Party Plaintiffs.

FIFTY-FIFTH AFFIRMATIVE DEFENSE

Textron incorporates by reference any affirmative defense asserted by other parties in this action to the extent such affirmative defenses are defenses to Third-Party Plaintiffs' claims and do not impose liability on Textron.

FIFTY-SIXTH AFFIRMATIVE DEFENSE

Textron reserves the right to assert and hereby invoke each and every Environmental Law defenses that may be available during the course of this action.

COUNTER-CLAIMS, CROSS CLAIMS AND THIRD/FOURTH PARTY CLAIMS

No such claims are required to be asserted at this time and are expressly reserved pursuant to CMO V.

WHEREFORE, Third-Party Defendant Textron respectfully requests that the Court enter an Order dismissing the Third-Party Complaint "B" with prejudice, and awarding costs, attorney fees and any other relief the Court deems just and proper.

Respectfully Submitted,

Sean C. Sheely Katherine A. Skeele

HOLLAND & KNIGHT, LLP

31 West 52nd Street New York, NY 10019

Tel: (212) 513-3397 Fax: (212) 395-9010

Bonni Kaufman

HOLLAND & KNIGHT, LLP

2099 Pennsylvania Avenue, N.W.

Washington, DC 20006 Tel: (202) 955-3000

Fax: (202) 955-5564

Attorneys for Third-Party Defendant Textron, Inc.

CERTIFICATION PURSUANT TO R. 4:5-1(b) (2)

Pursuant to R. 4:5-1(b)(2), the undersigned hereby certifies that:

- (a) The matter in controversy is not the subject of any other action pending in any court or of a pending arbitration proceeding and no action or arbitration proceeding is contemplated by the undersigned; and
- (b) Since it is the legal position of the undersigned that the potential liability, if any, of a third-party defendant for the claims set forth in the Third-Party Complaint is several, only, there are no non-parties which should be joined in the action pursuant to R.4:28; but that
- (c) In the event the Court shall determine that the potential liability of a third-party defendant, if any, for the claims set forth in the Third-Party

 Complaint is in any respect joint and several (which is denied), then all or some of the non-parties listed on the October 20, 2009 posting by

 O'Melveny and Myers may constitute non-parties who should be joined in the action pursuant to R. 4:28; and
- (d) In either event, some or all of such non-parties are subject to joinder pursuant to R.4:29-1(b) because of potential liability to any party on the basis of the same transactional facts.

//

//

//

//

//

(e) Further, listed below are certain additional non-parties known to the undersigned counsel:

Archer Daniels Midland (ARC)

Dated: March 1, 2010

HOLLAND & KNIGHT LLP

Sean C. Sheely

Katherine A. Skeele

HOLLAND & KNIGHT, LLP

31 West 52nd Street New York, NY 10019

Tel: (212) 513-3397 Fax: (212) 395-9010

Bonni F. Kaufman

HOLLAND & KNIGHT, LLP

2099 Pennsylvania Avenue, N.W.

Washington, DC 20006

Tel: (202) 955-3000 Fax: (202) 955-5564

Attorneys for Third-Party Textron, Inc.

Sean C. Sheely Katherine A. Skeele

HOLLAND & KNIGHT, LLP

31 West 52nd Street New York, NY 10019

Tel: (212) 513-3397 Fax: (212) 395-9010

Bonni F. Kaufman HOLLAND & KNIGHT, LLP

2099 Pennsylvania Avenue, N.W.

Washington, DC 20006

Tel: (202) 955-3000 Fax: (202) 955-5564

Attorneys for Third-Party Defendant Textron, Inc.

NEW JERSEY DEPARTMENT OF ENVIRONMENTAL PROTECTION, THE COMMISSIONER OF THE NEW JERSEY ENVIRONMENTAL PROTECTION AGENCY, and THE ADMINISTRATOR OF THE NEW JERSEY SPILL COMPENSATION FUND,

Plaintiffs,

VS.

OCCIDENTAL CHEMICAL CORPORATION, TIERRA SOLUTIONS, INC., MAXUS ENERGY CORPORATION, REPSOL YPF, S.A., YPF, S.A., YPF HOLDINGS, INC. and CLH HOLDINGS,

Defendants,

MAXUS ENERGY CORPORATION and TIERRA SOLUTIONS, INC.,

Third-Party Plaintiffs,

SUPERIOR COURT OF NEW JERSEY LAW DIVISION: ESSEX COUNTY

DOCKET NO. L-9868-05 (PASR)

CIVIL ACTION

CERTIFICATE OF SERVICE

3M COMPANY, A.C.C., INC., ACH FOOD COMPANIES, INC., ACTIVE OIL SERVICE, ADCO CHEMICAL COMPANY, AGC CHEMICALS AMERICAS, INC., ALDEN-LEEDS, INC., ALLIANCE CHEMICAL, INC., ALUMAX MILL PRODUCTS, INC., AMCOL REALTY CO., AMERICAN INKS AND COATINGS CORPORATION, APEXICAL, INC., APOLAN INTERNATIONAL, INC., ARKEMA, INC., ASHLAND INC., ASHLAND INTERNATIONAL HOLDINGS, INC., ASSOCIATED AUTO BODY & TRUCKS, INC., ATLAS REFINERY, INC., AUTOMATIC ELECTRO-PLATING CORP., AKZO NOBEL COATINGS, INC., BASF CATALYSTS LLC, BASF CONSTRUCTION CHEMICALS INC., BASF CORPORATION, BAYER CORPORATION, BEAZER EAST, INC., BELLEVILLE INDUSTRIAL CENTER, BENJAMIN MOORE & COMPANY, BEROL CORPORATION, B-LINE TRUCKING, INC., BORDEN & REMINGTON CORP., C.S. OSBORNE & CO., CAMPBELL FOUNDRY COMPANY, CASCHEM, INC., CBS CORPORATION, CELANESE LTD., CHEMICAL COMPOUNDS INC., CHEMTURA CORPORATION, CLEAN EARTH OF NORTH JERSEY, INC., COSMOPOLITAN GRAPHICS CORPORATION, CIBA CORPORATION, COLTEC INDUSTRIES INC., COLUMBIA TERMINALS, INC., COMO TEXTILE PRINTS, INC., CONAGRA PANAMA, INC.; CONOPCO, INC., CONSOLIDATED RAIL CORPORATION, 2 COOK & DUNN PAINT CORPORATION, COSAN CHEMICAL CORPORATION,

DELEET MERCHANDISING CORPORATION, DELVAL INK AND COLOR, INCORPORATED, DILORENZO PROPERTIES COMPANY, L.P., E.I. DU PONT DE NEMOURS AND COMPANY, EASTMAN KODAK COMPANY, EDEN WOOD CORPORATION, ELAN CHEMICAL COMPANY, INC., EM SERGEANT PULP & CHEMICAL CO., EMERALD HILTON DAVIS, LLC, ESSEX CHEMICAL CORPORATION, **EXXON MOBIL** F.E.R. PLATING, INC., FINE ORGANICS CORPORATION, FISKE BROTHERS REFINING COMPANY, FLEXON INDUSTRIES CORPORATION, FLINT GROUP INCORPORATED, FORT JAMES CORPORATION, FOUNDRY STREET CORPORATION, FRANKLIN-BURLINGTON PLASTICS, INC., GARFIELD MOLDING COMPANY, INC., GENERAL CABLE INDUSTRIES, INC.; GENERAL DYNAMICS CORPORATION, GENERAL ELECTRIC COMPANY, GENTEK HOLDING LLC, GIVAUDAN FRAGRANCES CORPORATION, G. J. CHEMICAL CO., GOODY PRODUCTS, INC., GORDON TERMINAL SERVICE CO. OF N.J., INC., HARRISON SUPPLY COMPANY, HARTZ MOUNTAIN CORPORATION, HAVENICK ASSOCIATES L.P., HEXCEL CORPORATION, HEXION SPECIALTY CHEMICALS, INC., HOFFMANN-LA ROCHE INC., HONEYWELL INTERNATIONAL INC., HOUGHTON INTERNATIONAL INC., HUDSON TOOL & DIE COMPANY, INC, HY-GRADE ELECTROPLATING CO., ICI AMERICAS INC., INNOSPEC ACTIVE CHEMICALS LLC, INX INTERNATIONAL INK CO., ISP CHEMICALS INC., ITT CORPORATION,

KEARNY SMELTING & REFINING CORP., KAO BRANDS COMPANY, KOEHLER-BRIGITT STAR, INC., LINDE, INC., LUCENT TECINOLOGIES, INC., MACE ADHESIVES & COATINGS COMPANY, INC.. MALLINCKRODT INC., MERCK & CO., INC., METAL MANAGEMENT NORTHEAST, INC., MI HOLDINGS, INC., MILLER ENVIRONMENTAL GROUP, INC., MORTON INTERNATIONAL, INC., N L INDUSTRIES, INC., NAPPWOOD LAND CORPORATION. NATIONAL FUEL OIL, INC., NATIONAL-STANDARD, LLC, NELL-JOY INDUSTRIES, INC., NESTLE U.S.A., INC., NEW JERSEY TRANSIT CORPORATION. NEWS AMERICA, INC., NEWS PUBLISHING AUSTRALIA LIMITED, NORPAK CORPORATION, NOVELIS CORPORATION, ORANGE AND ROCKLAND UTILITIES, INC., OTIS ELEVATOR COMPANY, PRC-DESOTO INTERNATIONAL, INC., PASSAIC PIONEERS PROPERTIES COMPANY, PFIZER INC., PHARMACIA CORPORATION, PHELPS DODGE INDUSTRIES, INC., PHILBRO, INC., PITT-CONSOL CHEMICAL COMPANY, PIVOTAL UTILITY HOLDINGS, INC., PPG INDUSTRIES, INC., PRC-DESOTO INTERNATIONAL, INC., PRAXAIR, INC., PRECISION MANUFACTURING GROUP, LLC, PRENTISS INCORPORATED, PROCTER & GAMBLE MANUFACTURING COMPANY, PRYSMIAN COMMUNICATIONS CABLES AND SYSTEMS USA LLC, PSEG FOSSIL LLC, PUBLIC SERVICE ELECTRIC AND GAS

PURDUE PHARMA TECHNOLOGIES, INC.,

COMPANY,

QUALA SYSTEMS, INC., QUALITY CARRIERS, INC., RECKITT BENCKISER, INC., REICHHOLD, INC., REVERE SMELTING & REFINING CORPORATION, REXAM BEVERAGE CAN COMPANY, ROMAN ASPHALT CORPORATION, ROYCE ASSOCIATES, A LIMITED PARTNERSHIP, R.T. VANDERBILT COMPANY, INC., RUTHERFORD CHEMICALS LLC, S&A REALTY ASSOCIATES, INC., SCHERING CORPORATION, SEQUA CORPORATION, SETON COMPANY, SIEMENS WATER TECHNOLOGIES CORP. SINGER SEWING COMPANY SPECTRASERV, INC., STWB, INC., SUN CHEMICAL CORPORATION, SVP WORLDWIDE, LLC, TATE & LYLE INGREDIENTS AMERICAS, INC., TEVA PHARMACEUTICALS USA, INC., TEVAL CORP., TEXTRON INC., THE DIAL CORPORATION, THE DUNDEE WATER POWER AND LAND COMPANY, THE NEWARK GROUP, INC., THE OKONITE COMPANY, INC., THE SHERWIN-WILLIAMS COMPANY, THE STANLEY WORKS, THE VALSPAR CORPRATION, THIRTY-THREE QUEEN REALTY INC., THREE COUNTY VOLKSWAGEN CORPORATION, TIDEWATER BALING CORP., TIFFANY & CO., TIMCO, INC., TRIMAX BUILDING PRODUCTS, INC., TROY CHEMICAL CORPORATION, INC., UNIVERSAL OIL PRODUCTS COMPANY, V. OTTILIO & SONS, INC., VELSICOL CHEMICAL CORPORATION, VEOLIA ES TECHNICAL SOLUTIONS, L.L.C., VERTELLUS SPECIALTIES INC., VITUSA CORP.,

VULCAN MATERIALS COMPANY, W.A.S. TERMINALS CORPORATION, W.A.S. TERMINALS, INC., W.C. INDUSTRIES, WHITTAKER CORPORATION, WIGGINS PLASTICS, INC., ZENECA INC.,

Third-Party Defendants.

KATHERINE A. SKEELE, of full age, hereby certifies as follows:

I am an attorney employed by the firm of Holland & Knight LLP, counsel for Third-Party Defendant Textron, Inc.

On March 1, 2010, I served via S-File a true and complete copy of the within ANSWER TO THIRD-PARTY COMPLAINT "B" and CERTIFICATION PURSUANT TO RULE 4:5-1(B)(2) upon the counsel of record for parties that have consented to electronic service.

Also on March 1, 2010, I served via U.S. mail a true and complete copy of the within ANSWER TO THIRD-PARTY COMPLAINT "B" and CERTIFICATION PURSUANT TO RULE 4:5-1(B)(2) upon the counsel of record for parties that have not consented to electronic service, as set forth on the attached counsel list.

I certify that the foregoing statements made by me are true. I am aware that if any of the foregoing statements made by me are willfully false, I am subject to punishment.

Dated: March 1, 2010

otherine A Skeele

Borough of Hasbrouck Heights	Richard J. Dewland
	Coffey & Associates
	465 South Steet
	Morristown, NJ 07960
	973.539.4500
	rjd@coffeylaw.com
City of Orange	John P. McGovern
	Assistant City Attorney
	City of Orange Township
	29 North Day St.
	Orange, NJ 07050
Passaic Pioneers Properties Company	John A. Daniels
	Daniels & Daniels LLC
	6812 Park Ave.
	Guttenberg, NJ 07093
Township of Hillside	Christine M. Burgess
	Township Attorney
	Hillside Township
	Municipal Bldg.
	1409 Liberty Ave.
	Hillside, NJ 07205
Township of Irvington	Gustavo Garcia
	Municipal Attorney
	Township of Irvington
	Irvington Municipal Building
	Civic Square
	Irvington, NJ 07111