1 2 3 4 5	Barbara A. Rohr (SBN 273353) Benjamin Heikali (SBN 307466) FARUQI & FARUQI, LLP 10866 Wilshire Boulevard, Suite 1470 Los Angeles, CA 90024 Telephone: (424) 256-2884 Facsimile: (424) 256-2885 E-mail: brohr@faruqilaw.com bheikali@faruqilaw.com	SUPERIOR COURT OF CALIFORNIA COUNTY OF SAN BERNARDINO SAN BERNARDINO DISTRICT FEB 0 8 2017 BY									
7	Attorneys for Plaintiff Mastane Shalikar										
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA COUNTY OF SAN BERNARDINO										
9	Case No.: CIVDS1702247										
10	MASTANE SHALIKAR, individually and on behalf of all others similarly situated,	CLASS ACTION COMPLAINT									
11	Plaintiff,	1. Violation of California Civil Code §1750, et seq.									
12		2. Violation of California Business									
13	v.	and Professions Code § 17200, et seq.									
14	SKEETER SNACKS, LLC,	3. Violation of California Business									
15	Defendant.	and Professions Code § 17500, et seq.									
16 17		4. Violation of California Commercial Code § 2313									
18		5. Violation of California Commercial Code § 2314									
19		6. Common Law Fraud									
20		7. Intentional Misrepresentation									
21		8. Negligent Misrepresentation									
22	·	9. Breach of Contract									
23		10. Quasi-Contract/Unjust									
24		Enrichment/Restitution									
25		JURY TRIAL DEMANDED									
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Plaintiff Mastane Shalikar ("Plaintiff") by and through her counsel, brings this Class Action Complaint against Defendant Skeeter Snacks, LLC ("Skeeter" or "Defendant"), on behalf of herself and all others similarly situated, and alleges upon personal knowledge as to her own actions, and upon information and belief as to counsel's investigations and all other matters, as follows:

NATURE OF THE ACTION

- 1. Plaintiff brings this consumer protection and false advertising class action lawsuit against Defendant, based on Defendant's false and misleading representations regarding its Skeeter Snacks Nut Free "All Natural" products (the "Products").
- 2. Defendant has and continues to falsely and deceptively label and market the Products as being "All Natural" (the "Natural Representations").
- 3. However, the Products are not "All Natural." In fact, the Products contain non-natural, artificial, and/or synthetic ingredients including, but not limited to, anhydrous dextrose, lecithin, soy lecithin, and cocoa (processed with alkali).
- 4. Plaintiff and others have relied on Defendant's false and misleading Natural Representations when purchasing the Products. Had Plaintiff and consumers known that Defendant's Natural Representations were false and misleading, they would not have purchased the Products, or would have paid significantly less for the Products. Therefore, Plaintiff and other consumers have suffered injury in fact as a result of Defendant's false and deceptive representations.
- 5. Plaintiff brings this class action lawsuit on behalf of herself and all others similarly situated. Plaintiff seeks to represent a California Subclass, a California Consumer Subclass, and a Nationwide Class (defined *infra* in paragraphs 33-35) (collectively referred to as "Classes").
- 6. Plaintiff, on behalf of herself and other consumers, is seeking damages, restitution, declaratory and injunctive relief, and all other remedies the court deems appropriate.

JURISDICTION AND VENUE

7. This Court has original jurisdiction over this case pursuant to California Constitution, Article VI § 10, because this case is a cause not given by statute to other trial courts.

	8.	This	Court	has	personal	jurisdiction	over	Defendant	because	Defendant	has
suffi	cient	minimum	contact	ts in	California	or otherwise	intent	ionally did	avail itsel	f of the mar	rkets
within California, through sale of its Products to California consumers.											

9. Venue is proper in this County pursuant to California Code of Civil Procedure section 395, *et seq.* and Cal. Civ. Code section 1780(d). Defendant regularly conducts business throughout this County and made the misrepresentations that had a substantial effect in this County.

PARTIES

- 10. Plaintiff Mastane Shalikar is a citizen of California. In 2016, Ms. Shalikar purchased Skeeter Nut Free Chocolate Chip Mini Cookies, from a Target store in California. Ms. Shalikar purchased this product relying on Defendant's representation that the product was "All Natural." Ms. Shalikar would not have purchased the product or would have paid significantly less for the product, had she known that Defendant's representation was and continues to be false and misleading. Ms. Shalikar therefore has suffered injury in fact and has lost money as a result of Defendant's misleading, false, unfair, and fraudulent practices, as described herein.
- 11. Defendant Skeeter Snacks, LLC. is a limited liability company with its principal place of business in Jacksonville, Florida. Defendant manufactures, labels, distributes, sells, and advertises the Products across the country, including in California. Defendant has maintained substantial distribution, marketing, sales, and operations in this County.

FACTUAL ALLEGATIONS

A. Background

12. The United States Food and Drug Administration ("FDA") -- which has responsibility for regulating the labeling of the Products at issue in this case, as well as many other food products, -- has not promulgated a regulation or law defining the terms "Natural" or "All Natural." However, the agency has established a policy defining the outer boundaries of the use of the term "natural" by clarifying that it "has not objected to the use of the term if a food does not contain added color, artificial flavors, or synthetic substances."

¹ http://www.fda.gov/aboutfda/transparency/basics/ucm214868.htm (last visited on 02/08/2017);

and

Labeling

Policy

Standards

www.fsis.usda.gov/OPPDE/larc/Policies/Labeling Policy Book 082005.pdf (last visited on 02/08/2017).

See

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biological processes. 7 C.F.R. § 205.2.

- 18. The following ingredients, which are found in Defendant's Products, are synthetic and/or artificial, and are therefore not natural under federal regulations and the FDA policy referenced above:
 - a. **Dextrose:** is a chemically derived sweetener, chemical a-D-glucopyranose, and is produced through chemical degradation of corn starch by complete hydrolysis with certain acids or enzymes, followed by commercial refinement and crystallization of the resulting hydrolysate. 21 C.F.R. § 184.1857(a). "Dextrose anhydrous is purified and crystallized D-glucose without water of crystallization..." 21 C.F.R. § 168.110.
 - b. **Lecithin** and **Soy Lecithin:** According to 21 C.F.R. § 184.1400, "[c]ommercial lecithin... is isolated as a gum following hydration of solvent-extracted soy, safflower, or corn oils." Soy lecithin is derived from GMO soybeans, and is used in food as an emulsifier, lubricant, and preservative. Soy lecithin is extracted from soybeans by immersing them in hexane, a byproduct of petroleum refining, before further processing.
 - c. Cocoa (processed with alkali): Alkalized cocoa is processed with an alkali to neutralize its acidity, making it slightly milder in taste. a. In order for cocoa to be used in its alkalized form, the alkalization takes place during the processing of the cocoa beans. During this process an alkali—usually potassium carbonate (which is recognized as synthetic pursuant to 7 C.F.R. §205.605(b))—is suspended in water to neutralize acids and alter the pH level of the beans.

B. Defendant's False and Misleading Representations

- 19. At all relevant times, Defendant has and continues to manufacture, label, distribute, advertise, market and sell the Products, which come in at least the following varieties that are not "All Natural" as represented by Defendant:
 - a. Skeeter Nut Free Chocolate Chip Mini Cookies;
 - b. Skeeter Nut Free Double Chocolate Mini Cookies;

- c. Skeeter Nut Free Honey Grahams;
- d. Skeeter Nut Free Cinnamon Grahams;
- e. Skeeter Nut Free Chocolate Grahams;
- f. Skeeter Nut Free Cookie Variety Pack;
- g. Skeeter Nut Free Graham Variety Pack.
- 20. All relevant times, Defendant has conspicuously represented on the label of the Products that the Products are "All Natural":4



21. At all relevant times, Defendant has touted on its website that the Products are "all natural":5

⁴ http://skeeternutfree.com/products/chocolate-chip-mini-cookies-2/ (last visited 02/08/2017).

⁵ http://skeeternutfree.com/products/honey-grahams-3/ (last visited on 02/08/2017).

Honey Grahams

Online Only amazon

Available in

These golden, Skeeter-shaped whole grain grahams are a slightly addictive, all natural treat with a sweet honey



Search

a 4

22. At all relevant times, Defendant labeled and marketed its Products with Natural Representations because consumers perceive all natural foods as better, healthier, and more wholesome.⁶ In fact, the demand for all natural foods has grown rapidly in recent years, a trend that Defendant has exploited through its false and deceptive advertising.

23. Defendant knew what representations it has made about the Products, as all of those representations appeared on the Products' labeling and Defendant's website. Defendant also knew the presence and nature of each ingredient that has been added to each of the Products since it manufactured the Products and listed every ingredient on the packages of the Products. Furthermore, the Products are governed by federal regulations that control the labeling of the products, and therefore Defendant is aware or should know that some of the ingredients have been federally declared to be synthetic substances and/or required extensive processing to be used in

⁶ Nicole E. Negowetti, *Food Labeling Litigation: Exposing Gaps in the FDA's Resources and Regulatory Authority*, Governance Studies at Brookings, June 2014, at 6.

C. Defendant's Products are not "All Natural."

- 24. Contrary to Defendant's Natural Representations regarding the Products, the Products contain ingredients that are synthetic and/or artificial as discussed in Section A, *supra*. Namely the Products each contain at least one of the following ingredients which are synthetic and/or artificial according to FDA policy and federal regulation: anhydrous dextrose, soy lecithin, lecithin, and cocoa (processed with alkali).
- 25. **Exhibit "A**" to this Class Action Complaint depicts a list of the Products that are not "All Natural," along with a list of the ingredients in each product that are synthetic and/or artificial.
- 26. The presence of these synthetic and/or artificial ingredients in the Products indicates that the Products cannot be "All Natural." Therefore, Defendant's Natural Representations are false and misleading.
- 27. Defendant knew or should have known that the Products contain ingredients that are synthetic and/or artificial, and are therefore not "All Natural," as represented.
- 28. Defendant knew or should have known that Plaintiff and other consumers would rely on said material representations concerning the Products, and would be misled and induced into purchasing the Products as a result of the representations.
- 29. Plaintiff understood Defendant's Natural Representations to mean that the Products did not contain any unnatural, synthetic, and/or artificial ingredients.
- 30. In reasonable reliance on Defendant's Natural Representations concerning the Products, Plaintiff purchased the Products at a premium price.
- 31. Plaintiff and other consumers would not have purchased the Products, would have purchased less of the Products, or would have paid significantly less for the Products, had they known that the Natural Representations concerning the Products were and continue to be false and misleading. Therefore, Plaintiff and other consumers purchasing the Products have suffered injury in fact and have lost money as a result of Defendant's false, unfair, and fraudulent practices, as described herein.

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32. If the Products were reformulated to be "All Natural," Plaintiff would likely purchase the Products in the future.

CLASS ACTION ALLEGATIONS

- 33. Plaintiff brings this case as a class action that may be properly maintained under California Civil Code §1781 and other applicable laws, on behalf of herself and all persons in the United States, who within the relevant statutes of limitations, purchased the Products ("Nationwide Class").
- 34. Plaintiff also seeks to represent a subclass defined as all California residents, who within the relevant statutes of limitations, purchased the Products ("California Subclass").
- 35. Plaintiff also seeks to represent a subclass defined as all California residents, who within the relevant statutes of limitations, purchased the Products for personal, family, or household purposes ("California Consumer Subclass").
- 36. Excluded from the Classes are Defendant, the officers and directors of the Defendant at all relevant times, members of their immediate families and their legal representatives, heirs, successors or assigns and any entity in which Defendant has or had a controlling interest. Any judge and/or magistrate judge to whom this action is assigned and any members of such judges' staffs and immediate families are also excluded from the Classes. Also excluded from the Classes are persons or entities that purchased the Products for purposes of resale.
- 37. Plaintiff hereby reserves the right to amend or modify the class definitions with greater specificity or division after having had an opportunity to conduct discovery.
 - 38. Plaintiff is a member of all Classes.
- 39. Numerosity: Defendant has sold thousands of units of the Products. The Products are available for sale both through retailers and vendors, such as Target and Amazon. Accordingly, members of the Classes are so numerous that their individual joinder herein is impractical. While the precise number of class members and their identities are unknown to Plaintiff at this time, the number may be determined through discovery.
 - 40. Common Questions Predominate: Common questions of law and fact exist as to all

members of the Classes and predominate over questions affecting only individual class members. Common legal and factual questions include, but are not limited to, the following: whether Defendant's Natural Representations are false and misleading, and therefore violate various consumer protection statutes and common laws.

- 41. <u>Typicality</u>: Plaintiff's claims are typical of the claims of the Classes she seeks to represent in that Plaintiff and members of the Classes have been and continue to be exposed to Defendant's false and misleading labeling, have purchased Products relying on the false and misleading labeling, and have suffered losses as a result of such purchases.
- 42. <u>Adequacy</u>: Plaintiff is an adequate representative of the Classes because her interests do not conflict with the interests of the members of the Classes she seeks to represent, she has retained competent counsel experienced in prosecuting class actions, and she intends to prosecute this action vigorously. The interests of the members of the Classes will be fairly and adequately protected by the Plaintiff and her counsel.
- 43. <u>Superiority</u>: A class action is superior to other available means for the fair and efficient adjudication of the claims of the members of the Classes. The size of each claim is too small to pursue individually and each individual Class member will lack the resources to undergo the burden and expense of individual prosecution of the complex and extensive litigation necessary to establish Defendant's liability. Individualized litigation increases the delay and expense to all parties and multiplies the burden on the judicial system presented by the complex legal and factual issues of this case. Individualized litigation also presents a potential for inconsistent or contradictory judgments. The class action mechanism is designed to remedy harms like this one that are too small in value, although not insignificant, to file individual lawsuits for.
- 44. Defendant has acted or refused to act on grounds that are generally applicable to the class members, thereby making final injunctive relief appropriate with respect to all Classes.
- 45. Questions of law and fact common to the members of the Classes predominate over any questions that affect only individual members, and because the class action mechanism is superior to other available methods for the fair and efficient adjudication of the controversy.

FIRST CAUSE OF ACTION

<u>Violation of California's Consumers Legal Remedies Act ("CLRA"),</u> California Civil Code §§ 1750, et seq.

(for the California Consumer Subclass)

- 46. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set forth herein.
- 47. Plaintiff brings this claim individually and on behalf of the members of the proposed California Consumer Subclass against Defendant.
- 48. The Products are "goods" within the meaning of Cal. Civ. Code § 1761(a), and the purchases of such products by Plaintiff and members of the California Consumer Subclass constitute "transactions" within the meaning of Cal. Civ. Code § 1761(e).
- 49. Cal. Civ. Code § 1770(a)(2) prohibits "[m]isrepresenting the source, sponsorship, approval, or certification of goods or services." By falsely representing that the Products are "All Natural," Defendant has misrepresented and continues to misrepresent both the source and the certification of goods, and thus has violated section 1770(a)(2) of the CLRA.
- 50. Cal. Civ. Code § 1770(a)(5) prohibits "[r]epresenting that goods or services have sponsorship, approval, characteristics, ingredients, uses, benefits, or quantities which they do not have...." By falsely representing that the Products are "All Natural," Defendant has represented and continues to represent that the Products have characteristics and benefits which they do not have. Therefore, Defendant has violated section 1770(a)(5) of the CLRA.
- 51. Cal. Civ. Code § 1770(a)(7) prohibits "[r]epresenting that goods or services are of a particular standard, quality, or grade, or that goods are of a particular style of model, if they are another." By falsely representing that the Products are "All Natural," Defendant has represented and continues to represent that the Products are of a particular standard, quality, and/or grade when they are not. Therefore Defendant has violated section 1770(a)(7) of the CLRA.
- 52. Cal. Civ. Code § 1770(a)(9) prohibits "[a]dvertising goods or services with intent not to sell them as advertised." By falsely advertising its Products as "All Natural," and then not selling the Products to meet those standards, Defendant has violated section 1770(a)(9) of the CLRA.
 - 53. Defendant knew or reasonably should have known that the Products were not "All

Natural."

- 54. Plaintiff and members of the California Consumer Subclass have reasonably and justifiably relied on Defendant's false, misleading, and fraudulent conduct when purchasing the Products. Moreover, based on the very materiality of Defendant's fraudulent and misleading conduct, reliance on such conduct is a material reason for the decision to purchase the Products and may be presumed or inferred for Plaintiff and members of California Consumer Subclass.
- 55. Plaintiff and members of the California Consumer Subclass suffered injuries caused by Defendant because they would not have purchased the Products, or would have paid significantly less for the Products, had they known that Defendant's conduct was false, misleading, and fraudulent.
- 56. Under Cal. Civ. Code § 1780(a), Plaintiff and members of the California Consumer Subclass seek damages, restitution, declaratory and injunctive relief, and all other remedies the court deems appropriate for Defendant's violations of the CLRA.
- 57. Pursuant to Cal. Civ. Code § 1782, on May 20, 2016, counsel for Plaintiff mailed a notice and demand letter by certified mail, with return receipt requested, to Defendant (see **Exhibit** "B"). Defendant received the notice and demand letter on May 22, 2016. Because Defendant has failed to rectify or remedy the damages caused within 30 days of May 22, 2016, Plaintiff is timely filing this Class Action Complaint with a cause of action under the CLRA.

SECOND CAUSE OF ACTION

<u>Violation of California's Unfair Competition Law ("UCL"),</u>
<u>California Business & Professions Code §§ 17200, et seq.</u>
(for the California Subclass and California Consumer Subclass)

- 58. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set forth herein.
- 59. Plaintiff brings this claim individually and on behalf of the members of the proposed California Subclass and California Consumer Subclass against Defendant.
- 60. UCL §17200 provides, in pertinent part, that "unfair competition shall mean and include unlawful, unfair or fraudulent business practices and unfair, deceptive, untrue or misleading

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California Consumer Subclass. 67. Under the UCL, a business act or practice is "fraudulent" if it actually deceives or is

likely to deceive members of the consuming public.

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to Defendant's representations, believing that they are accurate. Because Defendant has misled

- advertising "
- Under the UCL, a business act or practice is "unlawful" if it violates any established 61. state or federal law.
- 62. Defendant's false and misleading advertising of the Products is therefore "unlawful" because it violates the CLRA, California's False Advertising Law ("FAL"), and other applicable laws as described herein.
- 63. As a result of Defendant's unlawful business acts and practices, Defendant has unlawfully, unfairly and/or fraudulently obtained money from Plaintiff, and members of both the California Subclass and California Consumer Subclass.
- 64. Under the UCL, a business act or practice is "unfair" if the Defendant's conduct is substantially injurious to consumers, offends public policy, and is immoral, unethical, oppressive, and unscrupulous, as the benefits for committing such acts or practices are outweighed by the gravity of the harm to the alleged victims.
- 65. Defendant's conduct has been and continues to be of no benefit to purchasers of the Products, as it was and continues to be false, misleading, unfair, and unlawful. Creating customer confusion as to the nutritious nature of the Products is of no benefit to customers. Therefore, Defendant's conduct was and continues to be "unfair."
- 66. As a result of Defendant's unfair business acts and practices, Defendant has and continues to unfairly obtain money from Plaintiff, and members of both the California Subclass and
- Defendant's conduct here is fraudulent because it has the effect of deceiving consumers into believing that the Products are healthier and/or more nutritious than they actually are. Plaintiff and members of both the California Subclass and California Consumer Subclass are not sophisticated experts on nutrition and food labeling, and therefore have likely deferred heavily

Plaintiff and members of both the California Subclass and California Consumer Subclass, Defendant's conduct is "fraudulent."

- 69. As a result of Defendant's fraudulent business acts and practices, Defendant has and continues to fraudulently obtain money from Plaintiff, and members of both the California Subclass and California Consumer Subclass.
- 70. Plaintiff requests that this Court cause Defendant to restore this unlawfully, unfairly, and fraudulently obtained money to Plaintiff, and members of both the California Subclass and California Consumer Subclass, to disgorge the profits Defendant made on these transactions, and to enjoin Defendant from violating the UCL or violating it in the same fashion in the future as discussed herein. Otherwise, Plaintiff, and members of both the California Subclass and California Consumer Subclass may be irreparably harmed and/or denied an effective and complete remedy if such an order is not granted.

THIRD CAUSE OF ACTION

Violation of California's False Advertising Law ("FAL"),
California Business & Professions Code §§ 17500, et seq.
(for the California Subclass and California Consumer Subclass)

- 71. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set forth herein.
- 72. Plaintiff brings this claim individually and on behalf of the members of the proposed California Subclass and California Consumer Subclass against Defendant.
- 73. California's FAL makes it "unlawful for any person to make or disseminate or cause to be made or disseminated before the public... in any advertising device ... or in any other manner or means whatever, including over the Internet, any statement, concerning ... personal property or services professional or otherwise, or performance or disposition thereof, which is untrue or misleading and which is known, or which by the exercise of reasonable care should be known, to be untrue or misleading." Cal. Bus. & Prof. Code § 17500.
- 74. Defendant has disseminated to the public, including Plaintiff and members of both the California Subclass and California Consumer Subclass, false and misleading statements

concerning the nature of the Products. Because Defendant has disseminated false and misleading information regarding the Products and Defendant knows or should have known through the exercise of reasonable care that these representations are false and misleading, Defendant has violated the FAL.

- 75. Furthermore, Defendant knows or should have known through the exercise of reasonable care that such statements are unauthorized, inaccurate, and misleading.
- 76. As a result of Defendant's false advertising and marketing, Defendant fraudulently obtained money from Plaintiff and members of both the California Subclass and California Consumer Subclass.
- 77. Plaintiff requests that this Court cause Defendant to restore this money to Plaintiff and members of both the California Subclass and California Consumer Subclass, to disgorge the profits Defendant made on these transactions, and to enjoin Defendant violating the FAL or violating it in the same fashion in the future as discussed herein. Otherwise, Plaintiff and members of both the California Subclass and California Consumer Subclass may be irreparably harmed and/or denied an effective and complete remedy if such an order is not granted.

FOURTH CAUSE OF ACTION

Breach of Express Warranty, California Commercial Code § 2313

(for the California Subclass and California Consumer Subclass)

- 78. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set forth herein.
- 79. Plaintiff brings this claim individually and on behalf of the members of the proposed California Subclass and California Consumer Subclass against Defendant.
- 80. California Commercial Code § 2313 provides that "(a) Any affirmation of fact or promise made by the seller to the buyer which relates to the goods and becomes part of the basis of the bargain creates an express warranty that the goods shall conform to the affirmation or promise," and "(b) any description of the goods which is made part of the basis of the bargain creates an express warranty that the goods shall conform to the description." Cal. Comm. Code § 2313.

- 81. Defendant has expressly warranted that the Products are "All Natural" on the front of the Products labeling and elsewhere. These representations regarding the Products are affirmations made by Defendant to consumers that the Products are in fact all natural, became part of the basis of the bargain to purchase the Products, and which have created an express warranty that the Products would conform to these affirmations. In the alternative, the representations regarding the Products are descriptions of goods which were made as part of the basis of the bargain to purchase the Products, and which have created an express warranty that the Products would conform to the product descriptions.
- 82. Plaintiff and members of both the California Subclass and California Consumer Subclass have reasonably and justifiably relied on Defendant's express warranties that the Products are "All Natural," believing that that the Products do in fact conform to those warranties.
- 83. Defendant has breached the express warranties made to Plaintiff and members of both the California Subclass and California Consumer Subclass by failing to manufacture, distribute and sell the Products as all natural products.
- 84. Plaintiff and members of both the California Subclass and California Consumer Subclass have paid money for the Products but have not obtained the full value of the Products as represented. If Plaintiff and members of both the California Subclass and California Consumer Subclass had known of the true nature of the Products, they would not have purchased the Products, or would not have been willing to pay the premium price associated with the Products.
- 85. As a result, Plaintiff and members of both the California Subclass and California Consumer Subclass have suffered injury and deserve to recover all damages afforded under the law.

FIFTH CAUSE OF ACTION Breach of Implied Warranty, California Commercial Code § 2314 (for the California Subclass and California Consumer Subclass)

- 86. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set forth herein.
 - 87. Plaintiff brings this claim individually and on behalf of the members of the proposed

California Subclass and California Consumer Subclass against Defendant.

- 88. California Commercial Code § 2314(1) provides that "a warranty that the goods shall be merchantable is implied in a contract for their sale if the seller is a merchant with respect to goods of that kind." Cal. Comm. Code § 2314(1).
- 89. Furthermore, California Commercial Code § 2314(2) provides that "[g]oods to be merchantable must be at least such as... (f) [c]onform to the promises or affirmations of fact made on the container or label if any." Cal. Comm. Code § 2314(2).
- 90. Defendant is a merchant with respect to the sale of snack products, including the Products. Therefore, a warranty of merchantability is implied in every contract for sale of the Products to California consumers.
- 91. In labeling the Products as "All Natural," Defendant has made a promise and/or affirmation of fact on label of the Products.
- 92. However, the Products do not conform to the promises and/or affirmations of fact made by Defendant on the label of the Products. To the contrary, the Products were not and are not "All Natural."
- 93. Therefore, Defendant has breached its implied warranty of merchantability in regard to the Products.
- 94. If Plaintiff and members of both the California Subclass and California Consumer Subclass had known that the Products did not conform to Defendant's promises or affirmations of fact, they would not have purchased the Products, would have purchased less of the products, or would not have been willing to pay the premium price associated with Products. Therefore, as a direct and/or indirect result of Defendant's breach, Plaintiff and members of both the California Subclass and California Consumer Subclass have suffered injury and deserve to recover all damages afforded under the law.

SIXTH CAUSE OF ACTION Common Law Fraud (for the Classes)

95. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set

forth herein.

- 96. Plaintiff brings this claim individually and on behalf of the members of the Classes against Defendant.
- 97. Defendant has willfully, falsely, knowingly, or recklessly represented that the Products are "All Natural" when the Products contain ingredients that are synthetic and/or artificial. Therefore Defendant has made misrepresentations as to the Products.
- 98. Defendant's misrepresentations are material (i.e., the type of misrepresentations to which a reasonable person would attach importance and would be induced to act thereon in making purchase decisions), because they relate to the Products and their nutritional value and characteristics.
- 99. Defendant knows or recklessly disregards the fact that the Products are not all natural.
- 100. Defendant intended that Plaintiff and others consumers rely on these representations, as evidenced by Defendant prominently featuring the Natural Representations on the Products' packaging and the Defendant's website.
- 101. Plaintiff and members of the Classes have reasonably and justifiably relied on Defendant's misrepresentations when purchasing the Products, have been unaware of the true nature of the Products, and, had the correct facts been known, would not have purchased the Products, or would not have purchased them at the prices at which they were offered.
- 102. As a direct and proximate result of Defendant's fraud, Plaintiff and members of the Classes have suffered economic losses and other general and specific damages, including, but not necessarily limited to, the monies paid to Defendant, and any interest that would have accrued on those monies, all in an amount to be proven at trial.

SEVENTH CAUSE OF ACTION Intentional Misrepresentation (for the Classes)

103. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set forth herein.

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forth herein.

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against Defendant.

Plaintiff brings this claim individually and on behalf of the members of the Classes

- 113. Defendant has represented that the Products are "All Natural" when the Products contain ingredients that are synthetic and/or artificial. Therefore, Defendant has made misrepresentations about the Products.
- 114. Defendant's misrepresentations regarding the Products are material to a reasonable consumer because they relate to the products and their nutritional value and characteristics. A reasonable person would attach importance to such representations and would be induced to act thereon in making purchase decisions.
- 115. Defendant knows or has been negligent in not knowing that that the Products were and are not "All Natural." Defendant has no reasonable grounds for believing the representations are true when made.
- 116. Defendant intended that Plaintiff and others consumers rely on these representations, as evidenced by Defendant prominently featuring the phrase "All Natural" on the Products' packaging and Defendant's website.
- 117. Plaintiff and members of the Classes have reasonably and justifiably relied on Defendant's negligent misrepresentations when purchasing the Products.
- 118. As a direct and proximate result of Defendant's negligent misrepresentations, Plaintiff and members of the Classes have suffered economic losses and other general and specific damages, including but not limited to the amounts paid for the Products, and any interest that would have accrued on those monies, all in an amount to be proven at trial.

NINTH CAUSE OF ACTION Breach of Contract (for the Classes)

- 119. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set forth herein.
- 120. Plaintiff brings this claim individually and on behalf of the members of the Classes against Defendant.
- 121. In purchasing the Products, Plaintiff and members of the Classes have formed valid contracts that are supported by sufficient consideration, pursuant to which Defendant is obligated to

provide Products that were in fact "All Natural."

- 122. Defendant has materially breached its contracts with Plaintiff and members of the Classes by providing the Products, which are not "All Natural."
- 123. As a direct and proximate result of Defendant's breach, Plaintiff and members of the Classes have been damaged in that they have received a product with less value than the amount paid. Moreover, Plaintiff and members of the Classes have suffered economic losses and other general and specific damages, including but not limited to the amounts paid for the Products, and any interest that has accrued on those monies, all in an amount to be proven at trial.

<u>TENTH CAUSE OF ACTION</u> <u>Quasi Contract/Unjust Enrichment/Restitution</u> (for the Classes)

- 124. Plaintiff repeats the allegations contained in paragraphs 1-45 above as if fully set forth herein.
- 125. Plaintiff brings this claim individually and on behalf of the members of the Classes against Defendant.
- 126. As alleged herein, Defendant has intentionally and recklessly made false representations to Plaintiff and members of the Classes to induce them to purchase the Products. Plaintiff and members of the Classes have reasonably relied on the false representations and have not received all of the benefits promised by Defendant. Plaintiff and members of the Classes therefore have been falsely induced by Defendant's misleading and false representations about the Products and have paid for them when they would and/or should not have, or paid more to Defendant for the Products than they otherwise would and/or should have paid.
- 127. Plaintiff and members of the Classes have conferred a benefit upon Defendant as Defendant has retained monies paid to it by Plaintiff and members of the Classes.
- 128. The monies received have been obtained under circumstances that are at the expense of Plaintiff and members of the Classes i.e., Plaintiff and members of the Classes have not received the full value of the benefit conferred upon Defendant.
 - 129. Therefore, it is inequitable and unjust for Defendant to retain the profit, benefit, or

compensation conferred upon it without paying Plaintiff and the members of the Classes back for the difference of the full value of the benefit compared to the value actually received.

130. As a direct and proximate result of Defendant's unjust enrichment, Plaintiff and members of the Classes are entitled to restitution, disgorgement, and/or the imposition of a constructive trust upon all profits, benefits, and other compensation obtained by Defendant from its deceptive, misleading, and unlawful conduct as alleged herein.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff, individually and on behalf of all others similarly situated, seeks judgment against Defendant, as follows:

- a) For an order certifying the Nationwide Class, the California Subclass, and the California Consumer Subclass, under California Code of Civil Procedure § 382, Civil Code § 1781, and all other applicable laws; naming Plaintiff as representative of all Classes; and naming Plaintiff's attorneys as Class Counsel to represent all Classes.
- b) For an order declaring that Defendant's conduct violates the statutes and laws referenced herein;
- c) For an order finding in favor of Plaintiff, and all Classes, on all counts asserted herein;
- d) For an order awarding all compensatory and punitive damages, including under the California Consumers Legal Remedies Act on behalf of the California Consumer Subclass, in amounts to be determined by the Court and/or jury;
 - e) For prejudgment interest on all amounts awarded;
- f) For interest on the amount of any and all economic losses, at the prevailing legal rate;
 - g) For an order of restitution and all other forms of equitable monetary relief;
 - h) For injunctive relief as pleaded or as the Court may deem proper;
- i) For an order awarding Plaintiff and all Classes their reasonable attorneys' fees, expenses and costs of suit, including as provided by statute such as under California Code of Civil

CLRA Venue Declaration Pursuant to California Civil Code Section 1780(d)

- I, Mastane Shalikar, declare as follows:
- I am the Plaintiff in this action and a citizen of the State of California. I have personal knowledge of the facts stated herein and, if called as a witness, I could testify competently thereto.
- This Class Action Complaint is filed in the proper place for trial because
 Defendant conducts a substantial amount of business in San Bernardino County.
- In 2016, I purchased Skeeter Nut Free Chocolate Chip Mini Cookies from a Target store in California, relying on Defendant's representation that the product is "All Natural."

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct, executed on February 7, 2017 at Los Angeles, California.

Mastane Shalikar