İ		Filzo
] 1	Chant Yedalian, State Bar No. 222325	
2	(chant@chant.mobi) CHANT & COMPANY	2013 NOV 13 PM 12: 13
3	A Professional Law Corporation 1010 N. Central Ave.	CLESK P.S "STILL UPT
4	Glendale, CA 91202 Phone: 877.574.7100	CFATER STATE OF THE STATE OF TH
5	Fax: 877.574.9411	
6	Counsel for Plaintiff	
7		
8		
9		
10		
11	INITED STATE	ES DISTRICT COURT
12		RICT OF CALIFORNIA
13	CENTRAL DISTI	der of chem ordin
14	SADISHA PERERA, on behalf of)	Case No.: SACV13-01788 CJC (DFMx)
15	herself and all others similarly) situated,	
16	Plaintiffs,)	COMPLAINT CLASS ACTION
17	v.	[Violations of California's Unfair
18	PACIFIC FOODS OF OREGON,	Competition Law, California Business & Professions Code § 17200 et seq.,
19		California's False Advertising Law, California Business & Professions Code
20	inclusive,	§ 17500 <i>et seq.</i> , and California's Consumers Legal Remedies Act,
21	Defendants.	California Civil Code § 1750 et seq.]
22		DEMAND FOR JURY TRIAL
23		
24		
25	Plaintiff, by her counsel of reco	rd, brings this action on her own behalf and
26	on behalf of all others similarly situate	ed, and alleges the following upon personal
27	knowledge, or where there is not person	nal knowledge, upon information and belief:
28		
		1

COMPLAINT AND DEMAND FOR JURY TRIAL

INTRODUCTION

- 1. Food and beverage manufacturers have sought to capitalize on the fast-growing market for natural products, which is now a multi-billion dollar industry.
 - 2. Unfortunately, not all manufacturers truthfully represent their products.
- 3. Instead, some manufactures seek to capture a share of the market by touting their products as "all natural" when in fact that is not true.
- 4. Defendant PACIFIC FOODS OF OREGON, INC., which also does business as Pacific Natural Foods ("Pacific Natural Foods"), is an example of a manufacturer who has sought to exploit the market for natural products by representing that its products are "all natural."
- 5. Pacific Natural Foods manufactures several food products, including a line of non-dairy beverage products which include the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product. Pacific Natural Foods prominently labels these products as "all natural" when in fact they contain artificial ingredients. Moreover, Pacific Natural Foods claims that some of its products contain "evaporated cane juice" when in fact its products do not contain any such juice and instead contain sugars or syrups.
- 6. This lawsuit seeks redress on behalf of a nationwide class of consumers who purchased Pacific Natural Foods Products which claimed to be "all natural" and/or claimed to contain "evaporated cane juice."

JURISDICTION AND VENUE

7. This Court has subject matter jurisdiction pursuant to 28 U.S.C. § 1332(d)(2), because the proposed class has more than 100 class members, the proposed class contains at least one class member who is a citizen of a State different from any defendant, and the matter in controversy exceeds the sum of \$5,000,000.

- 8. This Court has personal jurisdiction over Defendants because each conducts business in California, intentionally avails itself of the markets and benefits of California through its marketing and sales of the products at issue in California so as to render the exercise of jurisdiction by this Court consistent with traditional notions of fair play and substantial justice, and a substantial part of the acts and omissions giving rise to the claims occurred within California.
- 9. Venue in this judicial district is proper under 28 U.S.C. § 1391(b) and (c) in that Defendants reside in this judicial district, Defendants have done and continue to do business, and intentionally avail themselves of the markets within this district, and this is a class action case in which a substantial part of the acts and omissions giving rise to the claims occurred within this judicial district, in Orange County, California.

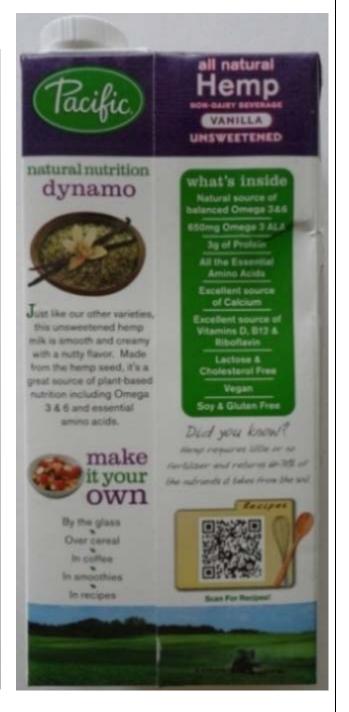
PARTIES

- 10. Plaintiff, SADISHA PERERA, is and at all times relevant hereto was a resident of the State of California.
- 11. Defendant PACIFIC FOODS OF OREGON, INC., which also does business as Pacific Natural Foods, is a corporation organized and existing under the laws of the State of Oregon. Defendant manufactures, markets, and sells its products throughout California and the United States. Defendant is a leading producer of retail food products, including the products at issue herein. Defendant sells its food products to consumers through grocery and other retail stores throughout the United States.
- 12. At all times mentioned in this Complaint, Defendants and each of them were the agents, employees, joint venturer, and or partners of each other and were acting within the course and scope of such agency, employment, joint venturer and or partnership relationship and or each of the Defendants ratified and or authorized the conduct of each of the other Defendants.

1	12 Plaintiff does not know the two names and conscition of defendants
	13. Plaintiff does not know the true names and capacities of defendants
2	sued herein as DOES 1 through 10, inclusive, and therefore sues these defendants by
3	such fictitious names. Plaintiff is informed and believes that each of the DOE
4	defendants was in some manner legally responsible for the wrongful and unlawful
5	conduct and harm alleged herein. Plaintiff will amend this Complaint to set forth
6	the true names and capacities of these defendants when they have been ascertained,
7	along with appropriate charging allegations.
8	14. Defendant PACIFIC FOODS OF OREGON, INC. and DOES 1
9	through 10 are collectively referred to as Defendants.
10	
11	FACTUAL ALLEGATIONS CONCERNING
12	PACIFIC NATURAL FOODS PRODUCTS
13	15. Within the last four years, Plaintiff purchased some of Defendants'
14	Pacific Natural Foods Products ¹ , including the Hemp Non-Dairy Beverage
15	Unsweetened (Vanilla) product.
16	//
17	
18	//
19	
20	//
21	
22	//
23	
24	//
25	
26	
27	
28	The phrase "Pacific Natural Foods Products" as used in this Complaint includes the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product and the Substantially Similar Products described in paragraphs 44 through 46, below.

16. The Hemp Non-Dairy Beverage Unsweetened (Vanilla) product purchased by Plaintiff has the following labels:

New! all natural Hemp VANILLA UNSWEETENED Balanced Omega 3 & 6 3g Protein Calcium & Vitamin D 32 FL. OZ. (1 QD) 946 mL







17. The label of the Hemp Non-Dairy Beverage Unsweetened (Vanilla) 1 2 product includes the following representations on the product's package: 3 "all natural" (front of package); "all natural" (side of package); 4 5 "all natural" (back of package); "natural nutrition" (back of package); 6 "Pacific Natural Foods" (side of package); 7 "good starts here" (side of package); 8 9 "When nature provides such delicious ingredients to work with, the key 10 is to keep it simple" (side of package); and 11 "Ingredients from farmers and suppliers who share our high standards 12 of quality" (side of package). 13 18. The ingredients on the side label of the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product's package states as follows: 14 "INGREDIENTS: HEMP NUT BASE (FILTERED WATER, 15 WHOLE HEMP NUT [SHELLED HEMP SEED]), NATURAL 16 VANILLA FLAVOR WITH OTHER NATURAL FLAVORS, 17 CALCIUM PHOSPHATE, DISODIUM PHOSPHATE, GUM ARABIC, XANTHAN GUM, CARRAGEENAN, VITAMIN A 18 PALMITATE, VITAMIN D2, RIBOFLAVIN (B2), VITAMIN B12." 19 Defendants unlawfully misbranded and falsely, misleadingly and 19. 20 deceptively represented the Hemp Non-Dairy Beverage Unsweetened (Vanilla) 21 product as "all natural" despite that it contains non-natural ingredients, including the 22 following artificial or synthetic ingredients: Calcium Phosphate, Disodium 23 Phosphate, Xanthan Gum, Vitamin A Palmitate, Vitamin D2, Riboflavin, and 24 Vitamin B12."² 25 The size and placement of ingredients, which appear in smaller print 20. 26 and on the side of each of the Pacific Natural Foods Products' packaging, are in 27 Plaintiff reserves the right to amend these allegations if additional 28 investigation or discovery reveals other non-natural ingredients.

- 21. Reasonable consumers, including Plaintiff, do not have the specialized knowledge necessary to identify ingredients in Pacific Natural Foods Products as being inconsistent with the "all natural" and "juice" claims.
- 22. A claim that a product is "all natural" is material to a reasonable consumer.
- 23. A reasonable consumer would expect that a product labeled as "all natural" does not contain any artificial, synthetic or extensively processed ingredients.
- 24. This expectation of a reasonable consumer is consistent with the common use of the word "natural" as well as with the views of the federal government and its agencies.
- 25. The Food and Drug Administration ("FDA") has repeatedly stated its policy to restrict the use of the term "natural" in connection with added color, synthetic substances and flavors addressed in 21 C.F.R. § 101.22.
- 26. 21 C.F.R. § 101.22 distinguishes between artificial versus natural foods, spices, flavorings, colorings, and preservatives on food labels. Any coloring or preservative can preclude the use of the term "natural" even if the coloring or preservative is derived from natural sources.
- 27. The Food and Drug Administration ("FDA") has repeatedly affirmed its policy through guidelines that define the appropriate boundaries for using the term "natural." According to the FDA:

"The agency will maintain its current policy ... not to restrict the use of the term 'natural' except for added color, synthetic substances, and flavors as provided in § 101.22. Additionally, the agency will maintain its policy ... regarding the use of 'natural' as meaning that nothing artificial or synthetic (including all color additives regardless of source) has been included in, or has been added to, a food that would not normally be expected to be in the food. Further ... the

agency will continue to distinguish between natural and artificial flavors as outlined in § 101.22." 58 Federal Register 2302, 2407 (Jan. 6, 1993).

- 28. The FDA Compliance Policy Guide Sec. 587.100 further provides that: "The use of the words 'food color added,' 'natural color,' or similar words containing the term 'food' or 'natural' may be erroneously interpreted to mean the color is a naturally occurring constituent in the food. Since all added colors result in an artificially colored food, we would object to the declaration of any added color as 'food' or 'natural.'"
- 29. Additionally, some of Defendants' Pacific Natural Foods Products contain ingredients from otherwise natural sources that have been extensively processed. As an example, "evaporated cane juice" is the end product of sugar cane being extensively processed. Some manufacturers of so-called "evaporated cane juice" add synthetic substances such as Phosphoric Acid and/or Calcium Hydroxide to extract cane syrup prior to evaporation. Phosphoric Acid and Calcium Hydroxide are both synthetic ingredients.
- 30. Moreover, Defendants' Pacific Natural Foods Products which claim to contain "evaporated cane juice" are misbranded, as well as false and misleading, because they do not actually contain "juice" but instead contain sugar or syrup derived from sugar.
- 31. 21 C.F.R. § 120.1 defines "juice" as "the aqueous liquid expressed or extracted from one or more fruits or vegetables...."
- 32. 21 C.F.R. § 168.130, requires that "the liquid food derived ... of the juice of sugarcane ... or by solution in water of sugarcane concentrate made from such juice" shall go by the name "cane sirup" or "sugar cane sirup." Alternatively, the word "sirup" may be spelled "syrup." *Ibid*.
- 33. Federal regulations instruct that ingredients must be described by their common or usual names, 21 C.F.R. § 101.4(a)(1), and not by a name that is

- 34. The FDA has indicated that the use of the term "cane juice" is false and misleading, since it is not actually "juice" but sugar or syrup derived from sugar. See FDA Guidance for Industry: Ingredients Declared as Evaporated Cane Juice; Draft Guidance, October 2009.
- 35. In its guidance to the food industry, the FDA explained, among other things, as follows:

"[T]he term 'evaporated cane juice' has started to appear as an ingredient on food labels, most commonly to declare the presence of sweeteners derived from sugar cane syrup. However, FDA's current policy is that sweeteners derived from sugar cane syrup should not be declared as 'evaporated cane juice' because that term falsely suggests that the sweeteners are juice [].

'Juice' is defined by 21 CFR 120.1(a) as 'the aqueous liquid expressed or extracted from one or more fruits or vegetables, purees of the edible portions of one or more fruits or vegetables, or any concentrates of such liquid or puree....'

As provided in 21 CFR 101.4(a)(1), 'Ingredients required to be declared on the label or labeling of a food ... shall be listed by common or usual name....' The common or usual name for an ingredient is the name established by common usage or by regulation (21 CFR 102.5(d)). The common or usual name must accurately describe the basic nature of the food or its characterizing properties or ingredients, and may not be 'confusingly similar to the name of any other food that is not reasonably encompassed within the same name' (21 CFR 102.5(a)).

Sugar cane products exist in many different forms, ranging from raw sugars and syrups to refined sugar and molasses. These products are differentiated by their moisture, molasses, and sucrose content as well as by crystal size and any special treatments (e.g., treatment with sulfur). Sugar cane products with common or usual names defined by regulation are sugar (21 CFR 101.4(b)(20)) and cane sirup (alternatively spelled 'syrup') (21 CFR 168.130). Other sugar cane products have common or usual names established by common usage

(e.g., molasses, raw sugar, brown sugar, turbinado sugar, muscovado sugar, and demerara sugar)....

The intent of this draft guidance is to advise the regulated industry of FDA's view that the term 'evaporated cane juice' is not the common or usual name of any type of sweetener, including dried cane syrup. Because cane syrup has a standard of identity defined by regulation in 21 CFR 168.130, the common or usual name for the solid or dried form of cane syrup is 'dried cane syrup.'

Sweeteners derived from sugar cane syrup should not be listed in the ingredient declaration by names which suggest that the ingredients are juice, such as 'evaporated cane juice.' FDA considers such representations to be false and misleading under section 403(a)(1) of the Act (21 U.S.C. 343(a)(1)) because they fail to reveal the basic nature of the food and its characterizing properties (i.e., that the ingredients are sugars or syrups) as required by 21 CFR 102.5." See FDA Guidance for Industry: Ingredients Declared as Evaporated Cane Juice; Draft Guidance, October 2009.

- 36. Because Defendants' Pacific Natural Foods Products, which claim to contain "evaporated cane juice" are false and misleading, and misbranded, they have no value as a matter of law.
- 37. Defendants engaged in an extensive and long-term advertising campaign labeling and otherwise marketing their Pacific Natural Foods Products, including the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product, as "all natural" when, in fact, they are not "all natural."
- 38. Plaintiff purchased certain Pacific Natural Foods Products, including the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product, in reliance on Defendants' representations and omissions on the products' labels that the products were "all natural."
- 39. Plaintiff reasonably and justifiably relied on the "all natural" representations on Pacific Natural Foods Products, including the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product, and based her decision to purchase such products in substantial part on such representations.

- 40. Plaintiff also reasonably assumed that the Pacific Natural Foods Products were not misbranded and were legal to offer for sale and to purchase.
- 41. Plaintiff was misled and deceived by Defendants' misbranded products and label representations and would not have purchased the Pacific Natural Foods Products, including the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product, in the absence of the foregoing "all natural" representations and omissions.
- 42. Plaintiff relied on Defendants' misbranded labels and false, misleading and deceptive labeling claims and omissions and suffered injury in fact and a loss of money with each purchase of Defendants' Pacific Natural Foods Products.
- 43. As a result of Defendants' misbranding and false, misleading and deceptive labeling claims and omissions, consumers such as Plaintiff did not receive the benefit of their bargain when they purchased Pacific Natural Foods Products. They each paid money for a product(s) that is misbranded (and therefore has no value as a matter of law), and is not what it claims to be or what they bargained for. They also paid a premium for the Pacific Natural Foods Products and lost the opportunity to purchase and consume other, truly all natural foods.
- 44. In addition to the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product, Defendants also misbranded and misrepresented other substantially similar Pacific Natural Foods products ("Substantially Similar Products"). Each of the Substantially Similar Products makes the same label misrepresentations and violates the same California Sherman Food, Drug, And Cosmetic Law, California Health & Safety Code § 109875 *et seq.*, laws as the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product.
- 45. The Substantially Similar Products include the following Pacific Natural Foods products labeled as "all natural:"
 - Hazelnut Non-Dairy Beverage (Original);
 - Hazelnut Non-Dairy Beverage (Chocolate);
 - Hemp Non-Dairy Beverage (Original);

• Hemp Non-Dairy Beverage Unsweetened (Original); 1 2 • Hemp Non-Dairy Beverage (Chocolate); 3 • Hemp Non-Dairy Beverage (Vanilla); • Rice Non-Dairy Beverage (Original); 4 5 • Rice Non-Dairy Beverage (Vanilla); • Ultra Soy Non-Dairy Beverage (Original); and 6 7 • Ultra Soy Non-Dairy Beverage (Vanilla). 46. The Substantially Similar Products include the following Pacific 8 Natural Foods products labeled as containing "evaporated cane juice:" 9 10 • Hazelnut Non-Dairy Beverage (Chocolate); • Ultra Soy Non-Dairy Beverage (Original); 11 12 • Ultra Soy Non-Dairy Beverage (Vanilla); 13 • Select Soy Non-Dairy Beverage (Original); and • Select Soy Non-Dairy Beverage (Vanilla). 14 15 47. Plaintiff reserves the right to add additional products to the lists of Substantially Similar Products set forth in paragraphs 45 and 46, above, based upon 16 17 additional investigation or discovery. 18 48. Defendants know that consumers are willing to pay for all natural Defendants advertise the Pacific Natural Foods Products with the 19 products. intention that consumers rely on the affirmative misrepresentations of fact on their 20 21 labeling that the products are "all natural." Further, Defendants' omissions of the 22 material fact that the products include ingredients that are not "all natural," but instead contain artificial, synthetic or extensively processed ingredients, are likely to 23 deceive reasonable consumers. 24 25 49. Defendants know that the Pacific Natural Foods Products, including the 26 Hemp Non-Dairy Beverage Unsweetened (Vanilla) product, are misbranded and that 27 their labeling claims and omissions are false, misleading, deceptive, and likely to deceive reasonable consumers. 28

50. Yet, Defendants have engaged and continue to engage in their
misbranding and with their misrepresentations of fact and omissions of fact in
furtherance of their motive to sell and profit from the Pacific Natural Foods
Products on the backs and at the expense of consumers and the consuming public.
CLASS ACTION ALLEGATIONS
51. Plaintiff brings this class action on behalf of herself and all other
persons similarly situated pursuant to Rules 23(a) and 23(b)(2) and 23(b)(3) of the
Federal Rules of Civil Procedure.
52. The class ("Class") which Plaintiff seeks to represent is defined as:
All persons in the United States who, within four years from the
date of filing this action, purchased any of the Pacific Natural Foods
Products which: (1) was labeled "all natural" but contains artificial or
synthetic ingredients and/or (2) contains the ingredient labeled as
"evaporated cane juice." ³
53. Excluded from the Class are Defendants and their directors, officers
and employees.
54. Numerosity (Fed. R. Civ. P. 23(a)(1)): The Class is so numerous that
joinder of all individual members in one action would be impracticable. The
disposition of their claims through this class action will benefit both the parties and
this Court.
55. Plaintiff is informed and believes and thereon alleges that there are, at a
minimum, many thousands, or millions, of members that comprise the Class.
//
//
//
³ Plaintiff reserves the right to amend or otherwise modify the Class definition and/or add subclasses.

2

3

5

6

7

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

- 60. Adequacy of Representation (Fed. R. Civ. P. 23(a)(4)): Plaintiff is an adequate representative of the Class because her interests do not conflict with the interests of the Class which Plaintiff seeks to represent. Plaintiff will fairly, adequately, and vigorously represent and protect the interests of the Class and has no interests antagonistic to the Class. Plaintiff has retained counsel who is competent and experienced in the prosecution of class action litigation.
- 61. Superiority (Fed. R. Civ. P. 23(b)(3)): A class action is superior to other available means for the fair and efficient adjudication of the claims of the Class. While the aggregate damages which may be and if awarded to the Class are likely to be substantial, the actual economic damages suffered by individual members of the Class are likely relatively small. As a result, the expense and burden of individual litigation makes it economically infeasible and procedurally impracticable for each member of the Class to individually seek redress for the wrongs done to them. The likelihood of individual Class members prosecuting separate claims is remote. Plaintiff does not know of any other litigation already commenced by or against any member of the Class concerning Defendants' conduct at issue in this case. Individualized litigation would also present the potential for varying, inconsistent or contradictory judgments, and would increase the delay and expense to all parties and the court system resulting from multiple trials of the same factual issues. In contrast, the conduct of this matter as a class action presents fewer management difficulties, conserves the resources of the parties and the court system, and would protect the rights of each member of the Class. Plaintiff knows of no difficulty to be encountered in the management of this action that would preclude its maintenance as a class action.
- 62. <u>Injunctive or Declaratory Relief (Fed. R. Civ. P. 23(b)(2))</u>: A class action is also appropriate because Defendants have acted or refused to act on grounds that apply generally to the Class, so that final injunctive relief or corresponding declaratory relief is appropriate respecting the Class as a whole.

FIRST CAUSE OF ACTION 1 For Violation of California's Unfair Competition Law, 2 California Business & Professions Code § 17200 et seq. 3 (On Behalf of Plaintiff and the Class as against 4 5 all Defendants including DOES 1 through 10) 63. Plaintiff hereby incorporates by reference the allegations contained in 6 7 this Complaint. 64. Plaintiff asserts this claim on behalf of herself and the Class as against 8 Defendants and each of them. 10 65. "California's unfair competition law (UCL) (§ 17200 et seq.) defines 11 'unfair competition' to mean and include 'any unlawful, unfair or fraudulent business 12 act or practice and unfair, deceptive, untrue or misleading advertising and any act prohibited by [the false advertising law (§ 17500 et seq.)]." Kasky v. Nike, Inc., 27 13 Cal.4th 939, 949 (2002). 14 66. "The UCL's purpose is to protect both consumers and competitors by 15 promoting fair competition in commercial markets for goods and services." Kasky, 16 27 Cal.4th at 949. 17 18 67. Defendants have violated the UCL in several of the following ways, 19 each of which are independently actionable: **Unlawful (Sherman Law Misbranding Violations)** 20 21 68. Defendants' conduct of labeling, advertising and otherwise representing its products as "all natural" and/or containing "evaporated cane juice" is unlawful 23 and constitutes misbranding under the Sherman Food, Drug, And Cosmetic Law, California Health & Safety Code § 109875 et seq. (the "Sherman Law"). 24 25 26 27 28

- 69. California's Sherman Law adopts, incorporates and is identical to the relevant provisions of the federal Food Drug and Cosmetic Act, 21 U.S.C. § 301 *et seq.* ("FDCA").⁴
- 70. The Sherman Law expressly states that "Any food is misbranded if its labeling is false or misleading in any particular." California Health & Safety Code § 110660.⁵
- 71. The Sherman Law also provides that "Any food is misbranded if any word, statement, or other information required pursuant to this part to appear on the label or labeling is not prominently placed upon the label or labeling with conspicuousness, as compared with other words, statements, designs, or devices in the labeling and in terms as to render it likely to be read and understood by the ordinary individual under customary conditions of purchase and use." California Health & Safety Code § 110705.6
- 72. The Sherman Law expressly states that "Any food is misbranded if it bears or contains any artificial flavoring, artificial coloring, or chemical preservative, unless its labeling states that fact." California Health & Safety Code § 110740.
- 73. The Sherman Law also provides that a food is misbranded if its label does not clearly state "the common or usual name of the food" or "the common or usual name of each ingredient." California Health & Safety Code §§ 110720. 110725.

⁴ Through the Sherman Law, California has also adopted all federal food labeling regulations as its own: "All food labeling regulations and any amendments to those regulations adopted pursuant to the federal act ... shall be the food labeling regulations of this state." California Health & Safety Code § 110100. "'Federal act' means the federal Food, Drug, and Cosmetic Act, as amended (21 U.S.C. Sec. 301 *et seq.*)." California Health & Safety Code § 109930.

⁵ Identical to FDCA 21 U.S.C. § 343(a).

⁶ Identical to FDCA 21 U.S.C. § 343(f).

⁷ Identical to FDCA 21 U.S.C. § 343(k).

⁸ Identical to FDCA 21 U.S.C. § 343(g); and 21 C.F.R. § 101.4(a)(1), 21 C.F.R. § 102.5(a), (d).

- 75. "It is unlawful for any person to misbrand any food." California Health & Safety Code § 110765.
- 76. "It is unlawful for any person to manufacture, sell, deliver, hold, or offer for sale any food that is misbranded." California Health & Safety Code § 110760.
- 77. "It is unlawful for any person to receive in commerce any food that is misbranded or to deliver or proffer for delivery any such food." California Health & Safety Code § 110770.
- 78. Defendants manufactured, delivered, held, offered for sale, sold and/or otherwise received into commerce their misbranded products.
- 79. Defendants sold their misbranded products within California and throughout the United States.
- 80. As a result of Defendants' conduct, Plaintiff and Class members purchased misbranded products which have no value and are not saleable, as a matter of law, and Plaintiff and Class members suffered injury in fact and lost money or property as a result of Defendants' conduct.

Unlawful (Other Violations)

- 81. In addition to Defendants' misbranding violations set forth above, Defendants have also violated the UCL by violating other laws including, but not limited to, the following:
- 82. Defendants' conduct violates the advertising prohibitions under the Sherman Law, California Health & Safety Code §§ 110390, 110395, 110398 and 110400.
- 83. Defendants' conduct violates California's False Advertising Law, California Business & Professions Code § 17500 *et seq*.

84. Defendants' conduct violates California's Consumers Legal Remedies Act., California Civil Code § 1750 *et seq.*

Unfair

- 85. Defendants' conduct is unfair under the UCL because it offends established public policy and/or is immoral, unethical, oppressive, unscrupulous and/or substantially injurious to Plaintiff and the Class. Defendants' conduct undermines and violates the spirit and policies underlying the Sherman Law, the False Advertising Law, and the Consumers Legal Remedies Act. There is no legitimate utility of Defendants' conduct, let alone any that would outweigh the harm to Plaintiff and the Class.
- 86. Plaintiff and Class members did not know and, as reasonable consumers had no way of reasonably knowing that the products were misbranded and were not properly marketed, advertised, packaged and labeled, and thus could not have reasonably avoided the injury each of them suffered.

Fraudulent

87. Defendants' conduct is also fraudulent under the UCL because it is likely to deceive reasonable consumers.

Unfair, Deceptive, Untrue or Misleading Advertising

88. As described herein, Defendants' conduct also violates the UCL because the conduct constitutes unfair, deceptive, untrue and/or misleading advertising.

Relief Sought

- 89. As a result of Defendants' conduct and violations of the UCL, Plaintiff and Class members suffered injury in fact and lost money or property.
 - 90. Defendants' conduct is ongoing and, unless restrained, likely to recur.
- 91. Plaintiff, on behalf of herself and Class members, seeks equitable relief requiring Defendants to refund and restore to Plaintiff and all Class members all

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

19

20

21

22

23

24

25

26

27

28

monies they paid for the Pacific Natural Foods Products, and injunctive relief prohibiting Defendants from engaging in the misconduct described herein. SECOND CAUSE OF ACTION For Violation of California's False Advertising Law, California Business & Professions Code § 17500 et seq. (On Behalf of Plaintiff and the Class as against all Defendants including DOES 1 through 10) 92. Plaintiff hereby incorporates by reference the allegations contained in this Complaint. 93. Plaintiff asserts this claim on behalf of herself and the Class as against Defendants and each of them. 94. Both the UCL and California's False Advertising Law prohibit "'not only advertising which is false, but also advertising which[,] although true, is either actually misleading or which has a capacity, likelihood or tendency to deceive or confuse the public.' [Citation.] Thus, to state a claim under either the UCL or the false advertising law, based on false advertising or promotional practices, 'it is necessary only to show that 'members of the public are likely to be deceived."" Kasky v. Nike, Inc., 27 Cal.4th 939, 951 (2002). As stated in this Complaint, Defendants publicly disseminated untrue 95. or misleading advertising or intended not to sell Pacific Natural Foods Products as advertised in violation of California Business & Professional Code § 17500 et seq., by, *inter alia*: (a) Representing that Pacific Natural Foods Products are "all natural," when they are not; and (b) Misrepresenting that Pacific Natural Foods products contain "evaporated cane juice."

his or her complaint without leave of court to include a request for damages."

- 115. The CLRA, Civil Code § 1782(a), states as follows:
- "(a) Thirty days or more prior to the commencement of an action for damages pursuant to this title, the consumer shall do the following:
- (1) Notify the person alleged to have employed or committed methods, acts, or practices declared unlawful by Section 1770 of the particular alleged violations of Section 1770.
- (2) Demand that the person correct, repair, replace, or otherwise rectify the goods or services alleged to be in violation of Section 1770.

The notice shall be in writing and shall be sent by certified or registered mail, return receipt requested, to the place where the transaction occurred or to the person's principal place of business within California."

- 116. Pursuant to Civil Code § 1782(a), Plaintiff will provide PACIFIC FOODS OF OREGON, INC. with notice of its CLRA violations by certified mail return receipt requested. If Defendant PACIFIC FOODS OF OREGON, INC. fails to provide appropriate relief for the CLRA violations, Plaintiff will amend this Complaint to seek monetary damages (compensatory, punitive, etc.) and other relief under the CLRA on behalf of Plaintiff and the Class.
- 117. Defendant PACIFIC FOODS OF OREGON, INC. has not filed any statement or designation with the California Secretary of State.
- 118. Defendant PACIFIC FOODS OF OREGON, INC. has not received a certificate of qualification from the California Secretary of State.
- 119. Defendant PACIFIC FOODS OF OREGON, INC. is not registered with the California Secretary of State.
- 120. Defendant PACIFIC FOODS OF OREGON, INC. has not publicly disclosed any address as its principal place of business within California.

1	121. Defendant PACIFIC FOODS OF OREGON, INC. does not have a								
2	designated agent for service of process within California.								
3	122. Defendant PACIFIC FOODS OF OREGON, INC. may be provided the								
4	notice specified in Civil Code § 1782(a) by sending such notice to PACIFIC								
5	FOODS OF OREGON, INC., c/o Kaye N. Barnes, 9955 SW Potano St., Tualatin								
6	OR 97062.								
7	123. Attached hereto is the venue declaration required by CLRA, Civil Code								
8	§ 1780(d). ⁹								
9									
10	PRAYER FOR RELIEF								
11	WHEREFORE, Plaintiff, on behalf of herself and the Class, prays for:								
12	1. An order certifying the Class and appointing Plaintiff as the								
13	representative of the Class, and appointing counsel of record for Plaintiff as counse								
14	for the Class;								
15	2. Equitable relief requiring Defendants to refund and restore to Plaintiff								
16	and all Class members all monies they paid for the Pacific Natural Foods Products;								
17	3. Injunctive relief prohibiting Defendants from engaging in the								
18	misconduct described herein;								
19	4. An award of attorney's fees;								
20	5. An award of costs;								
21	6. An award of interest, including prejudgment interest; and								
22									
23									
24									
25									
26									
27									
28	⁹ A declaration may be used in lieu of an affidavit. California Code of Civil Procedure § 2015.5.								
	- 25 -								
	COMPLAINT AND DEMAND FOR JURY TRIAL								

1	7. For such other and further relief as the Court may deem proper.
2	
3	DATED: November 12, 2013 CHANT & COMPANY A Professional Law Corporation
4	
5	By WW
6	Chant Y edalian Counsel For Plaintiff
7	
8	DEMAND EOD HIDV TOLLL
9	DEMAND FOR JURY TRIAL
10	Plaintiff demands a trial by jury on all claims so triable.
11	DATED: November 12, 2013 CHANT & COMPANY
12	A Professional Law Corporation
13	
14	By Chant Yedalian
15	Counsel For Plaintiff
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
2627	
28	
20	
	- 26 -

DECLARATION BY PLAINTIFF SADISHA PERERA I, SADISHA PERERA, hereby declare that: I have personal knowledge of the following facts stated in this 1. Declaration and could competently testify thereto if called upon to do so. I am a named Plaintiff in this case. 3. I purchased the Hemp Non-Dairy Beverage Unsweetened (Vanilla) product, which is shown in paragraph 16 of the attached Complaint, in Orange County, California. I declare under penalty of perjury under the laws of the State of California and the United States of America that the foregoing Declaration is true and correct, and was executed by me in the City of Rancho sonta Mangaita, Orange County, California, on November 13th 2013. Declarant

DECLARATION

Case 8:13-cv-01788 MATES DEFRICTED LAT, EINTRAL DISTRICT OF EARLY
I. (a) PLAINTIFFS (Check box if you are	representing yourself [])	DEFENDANTS	DANTS (Check box if you are representing yourself)			
SADISHA PERERA, on behalf of herself and all others similarly situated PACIFIC FOODS OF OREGON, INC. (also d/b/a Pacific Natural Foods), and DOES 1 through 10, inclusive						
(b) Attorneys (Firm Name, Address and Tel are representing yourself, provide same in Chant Yedalian, State Bar No. 222325, (chant@c CHANT & COMPANY A PROFESSIONAL LAW CO 1010 N. Central Ave., Glendale, CA 91202 Phone: 877.574.7100, Fax: 877.574.9411	ormation.) :hant.mobi)		(b) Attorneys (Firm Name, Address and Telephone Number. If you are representing yourself, provide same information.)			
II. BASIS OF JURISDICTION (Place an)	(in one box only.)		RINCIPAL PARTIES-For Day for plaintiff and one for o			
1 1	ment Not a Party)	(Place an X in one box for plaintiff and one for defendant) PTF DEF Citizen of This State I				
	sity (Indicate Citizenship	Citizen or Subject of a Foreign Country	nd Principal Place 5 x 5 nother State 6 6			
IV. ORIGIN (Place an X in one box only 1. Original 2. Removed from State Court V. REQUESTED IN COMPLAINT: JURY	3. Remanded from Appellate Court	Reopened Di	ansferred from Another	. Multi- District itigation		
CLASS ACTION under F.R.Cv.P. 23:	X Yes No		NDED IN COMPLAINT:	•		
VI. CAUSE OF ACTION (Cite the U.S. Civil : 28 U.S.C. § 1332(d); Class action/food labeling v	statute under which you are filir	·				
VII. NATURE OF SUIT (Place an X in or	e box only).			The second secon		
OTHER STATUTES CONTRACT	REAL PROPERTY CONT.	IMMIGRATION	PRISONER PETITIONS	PROPERTY RIGHTS		
375 False Claims Act 110 Insurance 400 State Reapportionment 130 Marine 1410 Antitrust 140 Negotiab 1440 Negotiab	245 Tort Product Liability 290 All Other Real	462 Naturalization Application 465 Other Immigration Actions TORTS	Habeas Corpus: 463 Alien Detainee 510 Motions to Vacate Sentence 530 General	820 Copyrights 830 Patent 840 Trademark SOCIAL SECURITY		
450 Commerce/ICC Iso Recovery	of PERSONAL PROPERTY	PERSONAL PROPERTY 370 Other Fraud	Other:	861 HIA (1395ff) 862 Black Lung (923)		
460 Deportation 470 Racketeer Influenced & Corrupt Org. 480 Consumer Credit Uverpayment Enforcement Judgment 151 Medicare 152 Recovery	and the state of t	371 Truth in Lending 380 Other Personal Property Damage 385 Property Damage Product Liability	300 CIVII Detainee	863 DIWC/DIWW (405 (g)) 864 SSID Title XVI 865 RSI (405 (g))		
490 Cable/Sat TV Defaulted Stu Loan (Excl. Ve	Liability	BANKRUPTCY	Conditions of Confinement	FEDERAL TAX SUITS 870 Taxes (U.S. Plaintiff or		
850 Securities/Commodities/Exchange 890 Other Statutory Actions 153 Recovery Overpayment Vet. Benefits 160 Stockhold	of Liability ers' 350 Motor Vehicle	422 Appeal 28 USC 158 423 Withdrawal 28 USC 157	FORFEITURE/PENALTY 625 Drug Related Seizure of Property 21 USC 881	Defendant) 871 IRS-Third Party 26 USC 7609		
891 Agricultural Acts Suits 893 Environmental 190 Other	355 Motor Vehicle Product Liability	CIVIL RIGHTS 440 Other Civil Rights	690 Other LABOR			
Matters Contract 895 Freedom of Info. 195 Contract	360 Other Personal Injury 362 Personal Injury-	441 Voting	710 Fair Labor Standards			
Act Product Liabili	ty Med Malpratice 365 Personal Injury-	442 Employment 443 Housing/ Accomodations	720 Labor/Mgmt. Relations			
899 Admin. Procedures Act/Review of Appeal of Agency Decision REAL PROPERT 210 Land Condemnation 220 Foreclosu	Pharmaceutical Personal Injury Product Liability	445 American with Disabilities- Employment 446 American with Disabilities-Other	740 Railway Labor Act 751 Family and Medical Leave Act 790 Other Labor Litigation			
950 Constitutionality of State Statutes 230 Rent Lease Ejectment	368 Asbestos Personal Injury Product Liability	d48 Education	791 Employee Ret. Inc. Security Act			
FOR OFFICE USE ONLY: Case Numb		CV13-01788 CJC (· · · · · · · · · · · · · · · · · · ·			

CV-71 (09/13)

CIVIL COVER SHEET

Page 1 of 3

Case 8:13-cv-01788-CJC-DFM Document 1 Filed 11/13/13 Page 29 of 31 Page ID #:29

UNITED STATES DISTRICT COURT, CENTRAL DISTRICT OF CALIFORNIA CIVIL COVER SHEET

VIII. VENUE: Your answers to the questions below will determine the division of the Court to which this case will most likely be initially assigned. This initial assignment is subject to change, in accordance with the Court's General Orders, upon review by the Court of your Complaint or Notice of Removal.

Question A: Was this case remove	d from	STATE CASE WAS PENDING IN THE COUNTY OF:				INITIAL DIVISION IN CACD IS:			
state court? Yes X No			Los Angeles				Western		
If "no, " go to Question B. If "yes," check the			'entura, Santa Barbara, or San	Luis Obisp	00		Western		
box to the right that applies, enter the corresponding division in response to			Prange				Southern		
Question D, below, and skip to Section	n IX.	R	iverside or San Bernardino					Eastern	
Question B: Is the United States, o	r one of	:							
its agencies or employees, a party			If the United States, or o	ne of its ag	encies c	or employees, is a party, is it	:	INITIAL	
action?		A PLAINTIFF?			A DEFENDANT?			DIVISION IN CACD IS:	
Yes X No			en check the box below for the co		Then check the box below for the county in which the majority of PLAINTIFFS reside.			CACD IS:	
If "no, " go to Question C. If "yes," che			os Angeles			s Angeles		Western	
box to the right that applies, enter th corresponding division in response to	0		entura, Santa Barbara, or San Obispo	Luis	Ventura, Santa Barbara, or San Luis Obispo		n Luis	West	ern
Question D, below, and skip to Sectio	n IX.		Orange			ange		South	iern
		R	iverside or San Bernardino		Riv	verside or San Bernardino		Easte	ern
		_ o	Other		Other			Western	
	ρ	١.	В.	C.	C. D.			E.	F,
Question C: Location of plaintiffs, defendants, and claims?				Orange County		Riverside or San Outsi		ide the Central Othe	
Indicate the location in which a majority of plaintiffs reside:				×					
Indicate the location in which a majority of defendants reside:				X					
Indicate the location in which a majority of claims arose:				X					
C.1. Is either of the following true?	If so, cl	heck th	ne one that applies:	C.2. Is	either o	f the following true? If so	, check the	one that applies:	
🗙 2 or more answers in Colun	nn C			2 or more answers in Column D					
only 1 answer in Column C	and no	answer	s in Column D	only 1 answer in Column D and no answers in Column C					
Your case will init		assigned to the Your case will init			Your case will initially	ally be assigned to the			
SOUTHE Enter "Southern" in res	ERN DIVI sponse to	SION. o Quest	tion D, below.	EASTERN DIVISION. Enter "Eastern" in response to Quest			on D, below.		
If none applies, answ	er quest	ion C2	to the right.	If none applies, go to the box be				pelow.	
			Your case will i			I to the			
			WES Enter "Western" in r	TERN DIVIS esponse to		on D below.			
Question D: Initial Division?						INITIAL DIVIS	SION IN CAC	D	
Enter the initial division determined by Question A, B, or C above:				44		SOUTHER	N DIVISIO	N .	
CV-71 (09/13)			CIVIL	COVER SI	HEET			Pa	ge 2 of 3

UNITED STATES DISTRICT COURT, CENTRAL DISTRICT OF CALIFORNIA CIVIL COVER SHEET

IX(a). IDENTICAL CAS	SES: Has this act	tion been previously filed in this court and dismissed, remanded or closed?	× NO	YES					
If yes, list case numl	ber(s):			CONTRACTOR AND ADDRESS WHEN I WITH MARK THE					
IX(b). RELATED CASE	S : Have any case	es been previously filed in this court that are related to the present case?	× NO	YES					
If yes, list case numl	ber(s):								
Civil cases are deemed	related if a previo	usly filed case and the present case:							
(Check all boxes that app	oly) 🔲 A. Arise	from the same or closely related transactions, happenings, or events; or							
	B. Call fo	B. Call for determination of the same or substantially related or similar questions of law and fact; or							
	C. For ot	her reasons would entail substantial duplication of labor if heard by different judges; c	or						
	D. Involv	ve the same patent, trademark or copyright <u>, and</u> one of the factors identified above in a	a, b or c also is pre	esent.					
other papers as required by	: The CV-71 (JS-44) law. This form, ap he Court for the pu	Civil Cover Sheet and the information contained herein neither replace nor supplement proved by the Judicial Conference of the United States in September 1974, is required prose of statistics, venue and initiating the civil docket sheet. (For more detailed instru	nt the filing and se pursuant to Local	Rule 3-1 is not filed					
Nature of Suit Code	Abbreviation	Substantive Statement of Cause of Action							
861	HIA	All claims for health insurance benefits (Medicare) under Title 18, Part A, of the Social include claims by hospitals, skilled nursing facilities, etc., for certification as provider (42 U.S.C. 1935FF(b))							
862	BL	All claims for "Black Lung" benefits under Title 4, Part B, of the Federal Coal Mine Health and Safety Act of 1969. (30 U.S.C. 923)							
863	DIWC	All claims filed by insured workers for disability insurance benefits under Title 2 of the all claims filed for child's insurance benefits based on disability. (42 U.S.C. 405 (g))	he Social Security	Act, as amended; plus					
863	All claims filed for widows or widowers insurance benefits based on disability under Title 2 of the Social Security Act, as amended. (42 U.S.C. 405 (g))								
864	SSID	All claims for supplemental security income payments based upon disability filed unamended.	nder Title 16 of the	e Social Security Act, as					
865	RSI	All claims for retirement (old age) and survivors benefits under Title 2 of the Social S (42 U.S.C. 405 (g))	Security Act, as am	iended.					

CV-71 (09/13) CIVIL COVER SHEET Page 3 of 3

UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA

NOTICE OF ASSIGNMENT TO UNITED STATES JUDGES							
This case has be	een assigned to Di	strict Judge	Cormac J. C	arney	_ and the assigned		
Magistrate Judge is _	Douglas F. N	1cCormick					
The ca	ase number on all	documents filed w	ith the Court shou	ıld read as follo	ows:		
	SA	ACV13-01788 (CJC (DFMx)				
Pursuant to General Order 05-07 of the United States District Court for the Central District of California, the Magistrate Judge has been designated to hear discovery related motions.							
All discovery re	elated motions sho	ould be noticed on	the calendar of th	e Magistrate Ju	ıdge.		
November 13 Date	3, 2013		Clerk, U. S. D. By Maria Bar Deputy C				
		NOTICE TO C	OUNSEL				
A copy of this notice m filed, a copy of this not			complaint on all d	efendants (if a	removal action is		
Subsequent documents must be filed at the following location:							
Western Division 312 N. Spring St. Los Angeles, CA	treet, G-8	Southern Division 411 West Fourth S Santa Ana, CA 927		Eastern Divis 3470 Twelfth Riverside, CA	Street, Room 134		
Failure to file at the proper location will result in your documents being returned to you.							