	Case 3:13-cv-03072-EMC Document 183	Filed 10/13/15 Page 1 of 160
1 2 3 4 5 6 7 8 9 10 11 12 13 14	STEVE W. BERMAN CATHERINE Y.N. GANNON HAGENS BERMAN SOBOL SHAPIRO LLP 1918 Eighth Avenue, Suite 3300 Seattle, Washington 98101 Telephone: (206) 623-7292 Facsimile: (206) 623-0594 steve@hbsslaw.com catherineg@hbsslaw.com ROLAND TELLIS (186269) MARK PIFKO (228412) BARON & BUDD, P.C. 15910 Ventura Boulevard, Suite 1600 Encino, California 91436 Telephone: (818) 839-2320 Facsimile: (818) 986-9698 rtellis@baronbudd.com mpifko@baronbudd.com <i>Plaintiffs' Interim Co-Lead Counsel</i> [Additional Counsel listed on Signature Page]	ADAM J. LEVITT GRANT & EISENHOFER P.A. 30 North LaSalle Street, Suite 1200 Chicago, Illinois 60602 Telephone: (312) 214-0000 Facsimile: (312) 214-0001 alevitt@gelaw.com MATTHEW D. SCHELKOPF JOSEPH G. SAUDER CHIMICLES & TIKELLIS LLP One Haverford Centre 361 West Lancaster Avenue Haverford, Pennsylvania 19041 Telephone: (610) 642-8500 Facsimile: (610) 649-3633 MDS@chimicles.com JGS@chimicles.com
15	UNITED STATES I	DISTRICT COURT
16	NORTHERN DISTRIC	CT OF CALIFORNIA
17	SAN FRANCIS	CO DIVISION
18	IN RE	Case No. 13-cv-3072-EMC
19	MYFORD TOUCH CONSUMER	Judge Chen
20 21	LITIGATION.	THIRD AMENDED CLASS ACTION COMPLAINT
22		
23		JURY TRIAL DEMANDED
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Plaintiffs Jennifer Whalen, the Center for Defensive Driving, Richard Decker Watson, Darcy Thomas-Maskrey, Joe D'Aguanno, James Laurence Sheerin, Thomas Mitchell, William Creed, Joshua Matlin, Russ Rizzo, Jeffrey Miller, Nuala Purcell, Daniel Fink, Jerome Miskell, Jose Randy Rodriguez, Michael Ervin, Jason Connell, Henry Miller-Jones, and Leif Kirchoff (collectively, "Plaintiffs"), individually and on behalf of all others similarly situated (the "Class"), allege as their Third Amended Class Action Complaint ("Complaint") and Demand for Jury Trial, the following:

### I. INTRODUCTION

1. There are certain basic rules all automobile manufacturers must follow. This case arises from Defendant Ford Motor Company's ("Ford") breach of these rules. When Ford sells a vehicle to a customer, it has a duty to ensure the vehicle functions properly and safely, and is free from defects. When Ford discovers a defect it must disclose the defect when it sells Ford vehicles. When Ford becomes aware of a defect in its vehicles, it has an obligation to correct the defect or cease selling the vehicles. When Ford introduces a new technology in its vehicles, and touts its benefits, it must test the technology to ensure that it functions properly and as represented. When Ford provides a warranty to a customer, Ford is bound to stand by that warranty. Ford failed consumers in all of these areas when it sold or leased vehicles equipped with the defective Ford "infotainment" system known as MyFord Touch, and MyLincoln Touch.<sup>1</sup>

The MyFord Touch system is known in the automobile industry as an "infotainment system." Such systems are designed to attract buyers who want to manage available technology while on the road, while minimizing distractions, and maximizing safety. The MyFord Touch system is no different. Ford promises that the MyFord Touch system does all of this and more.

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<sup>&</sup>lt;sup>1</sup> Ford manufactures, or has manufactured, vehicles under the Ford and Lincoln names. The Lincoln Motor Company (also known simply as "Lincoln") is a division of the Ford Motor Company that continues to sell luxury vehicles under the Lincoln brand, primarily in North America. The MyFord Touch and MyLincoln Touch systems are identical and suffer from the same defects. For purposes of this Third Amended Complaint, they will collectively be referred to as "MyFord Touch" or "MyTouch." All vehicles with a MyFord Touch system are referred to collectively herein as the "Class Vehicles," each a "Class Vehicle."

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3. MyFord Touch consists of two or three LCD screens (the primary screen being a touchscreen) that are powered by an operating system known as Ford SYNC.<sup>2</sup> The screens are the gateway between the user and the vehicle's safety, navigation, communications, entertainment and climate control features. Among other operations, MyFord Touch allows the vehicle owner to operate the audio systems in the vehicle; use the GPS navigation technology; control the climate systems in the vehicle, including defrosters; operate the rearview, or back up, camera; operate the adaptive cruise control; and operate a Bluetooth-enabled mobile telephone or other device, with the touch of a fingertip. In addition, MyFord Touch dials 9-1-1 when it detects that the vehicle has been involved in an accident and reports the vehicle's location so that emergency services providers can respond immediately, even when the occupants of the vehicle cannot call for help.

4. Ford introduced the MyFord Touch system in certain of its vehicles beginning with model year 2011. At the time of launch, MyFord Touch was hailed as state-of-the-art. In fact, Ford was one of the first major automobile manufacturers to release an infotainment system to the car-shopping public. THE WALL STREET JOURNAL called Ford a "first-mover" in this area.

5. From the start, Ford aggressively promoted its MyFord Touch system as revolutionary technology that enhances the safety and convenience of Ford vehicles. In connection with the launch of MyFord Touch, Ford's CEO at the time, Alan Mulally, in specifically referring to MyFord Touch, stated "this is a reason to buy Ford ... It's just smart design. We think it's a value proposition."

6. And, of course, the promises Ford has made to the public about the MyFord Touch system helps sell Ford vehicles. Up to 80% of Ford buyers choose vehicles with the MyFord Touch system.<sup>3</sup> Ford acknowledges that the MyFord Touch system helps sell its vehicles.<sup>4</sup> Ford represented when MyFord Touch was announced that:

<sup>2</sup> Some Ford and Lincoln vehicle models, such as the F-250, are equipped with one touchscreen and a second screen in the gauge cluster for a total of two screens.

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<sup>3</sup> <u>http://online.wsj.com/news/articles/SB10001424127887323566804578549351972660468</u> ?mg=reno64-wsj. <sup>4</sup> *Id* 

"MyFord Touch combined with new SYNC functionality, creates an experience that will cause people to fall in love with their vehicles again," said Derrick Kuzak, Ford group vice president, Global Product Development. "It's not just a technology; it's an experience – one we hope will have people across the globe looking forward to spending time behind the wheel of their vehicle."

7. However, actual driver experiences with the MyFord Touch system differ dramatically from the Ford promise. Owners and lessees have reported thousands of persistent and repeated failures with the system. Descriptions of the failures include consistent and uniform symptoms which are experienced by virtually all MyFord Touch users, including, most dramatically, the system freezing up or crashing altogether. When the system freezes or crashes, the driver cannot operate any of the features connected to MyFord Touch, including the navigation technology, the radio, and important safety features such as the rearview camera or defroster. Typically, the screen will go dark, and will come back on saying it is "performing scheduled system" maintenance." In fact, it is simply malfunctioning. Other complaints include: the screen randomly but frequently "blacks out;" the system will not respond to touch or voice commands; the system will not connect to the owner's mobile phone or other peripheral device; the rearview camera will lock up; the navigation system will provide inaccurate directions and/or misread the location of the vehicle. The problems cross all models and model years. MyFord Touch system failures directly jeopardize the safety of the vehicle driver and occupants, and other motorists and pedestrians, by disabling safety features and preventing the driver from using features necessary to drive the vehicle in a safe and reasonable manner.

8. The Internet and Ford dealership repair files are replete with complaints from consumers who have experienced ongoing problems with their MyFord Touch systems. There are multiple Internet websites, with names like "*syncsucks.com*" or "*outofmytouch.com*" dedicated to frustrated MyFord Touch consumers documenting their problems. In addition, MyFord Touch owners have filed numerous complaints with the National Highway Traffic Safety Administration ("NHTSA") concerning the defects in MyFord Touch. These frustrated consumers are often seeking help or guidance from other users (or Ford), but they cannot alleviate their problems because there is no fix: the system is simply defective. Ford employees have also chronicled

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hundreds of complaints. In fact current CEO, Mark Fields, has himself characterized the problems associated with the MyFord Touch in his own car as "very frustrating to say the least" in an e-mail dated May 11, 2012. (WLN1-0467067). About a year later in a subsequent email, dated April 24, 2013 and outlining yet another MyFord Touch defect in Mr. Field's vehicle, Mark Fields admits:
"Is this for real ... do our customers really have to wait until July??? I started experiencing this [defect] back in early January ... I don't even use the system anymore." (WLN2-00372326).

9. Consumer media have tracked the widely-reported MyFord Touch problems. In late 2012, the New York Times described the problems as "embarrassing" for Ford and suggested that the system could be called "*MyFord Ouch*," rather than *MyFord Touch*.<sup>5</sup> Consumer Reports advised that it could not recommend that consumers buy any vehicle equipped with the MyFord Touch system.<sup>6</sup> The problems plaguing the MyFord Touch system caused Ford to tumble in an annual survey of vehicle reliability.<sup>7</sup> The link between the drop in Ford reliability and the MyFord Touch debacle was confirmed by Raj Nair, Ford product development chief at the Deutsche Bank Global Auto Industry Conference in January 2013.<sup>8</sup>

10. The scope of the problem is wide. In late 2012, Ford reported 400 problems with its MyFord Touch system for every 1000 vehicles. That was an improvement over the problems earlier in 2012 when Ford reported a "things-gone-wrong" rate for its MyFord Touch system of 500 for every 1000 vehicles.<sup>9</sup>

11. The MyFord Touch problems have been so extensive and pervasive that, early on,
Ford was forced to admit them publicly. In 2011, just a year after the first vehicle with MyFord
Touch was made available to the public, Ford CEO Alan Mulally admitted on several occasions that

- <sup>5</sup> "Ford Extends Warranties on MyFord Touch System," New York Times (Nov. 28, 2012).
  <sup>6</sup> http://en.wikipedia.org/wiki/MyFord\_Touch#cite\_note-16 (as of Oct. 31, 2013).
- <sup>7</sup> See, e.g., http://wheels.blogs.nytimes.com/2011/06/23/aggravating-myford-touch-sends-ford-plummeting-in-j-d-power-quality-survey/?hpw.

<sup>8</sup> http://www.autonews.com/article/20130115/OEM11/130119861#axzz2iafFMKVW (Jan. 15, 2013).

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<sup>9</sup> Id.

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the MyFord Touch system suffers from numerous problems.<sup>10</sup> For example, on May 31, 2011, at a press conference, Mulally admitted, "We have just a few issues with some of the newer technologies associated with SYNC and MyFord Touch ...."<sup>11</sup>

12. Ford also acknowledges the MyFord Touch system's failures internally. In fact some employees developed a specific reference to illustrate the MyFord Touch system and its litany of updates. When Mark Fields instructs the MyFord Touch team on the latest Performance Upgrade in July 2011, Dominic Colella, an employee with Ford SYNC Integration, jokes: "I thought we were going to go with 'Polished Turd' instead?" Jeremiah Bragg, a Warranty Engineer with Ford, agrees and says, "That's what I was going to use, but I guess they don't want that to rub off either." (WLN2-26702). Ford has also issued multiple secret Technical Service Bulletins (TSBs) to attempt to address the problem. Ford has also developed and issued several "updates" to all MyFord Touch owners. None of the TSBs or updates has corrected the problems that the Plaintiffs and other Class members have experienced with MyFord Touch.

13. The MyTouch failures are due to software bugs and failures of the software process and architecture that Ford was keenly aware of prior to the launch of the Class Vehicles. In a 14D Form, which is a document Ford uses to chronicle technical problems and their root causes, the following assessment is made by Ford employees:

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<sup>10</sup> See, e.g., http://www.auton	news.com/article/20110726/BLOG06/110729892/#axzz	z2jJt8i01j
•	ally admits to problems with MyFord Touch).	
<sup>11</sup> http://www.bloomberg.com mishaps-cars.html.	n/news/2011-06-02/ford-missing-targets-pressures-mul	lally-to-fix-
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 Ford's failure to provide users a quick, easy and reliable way to reboot a malfunctioning MyTouch

 Ford system.

14. In 2015, Ford's global product development chief announced that it would redesign the MyFord Touch system across all product lines and go back to knobs for some functions because of the profound problems with the system.<sup>12</sup>

15. Owner and lessee requests that Ford fix the problems have been futile. Despite the issuance of the TSBs and the upgrades, Ford does not have a fix for the defect.

16. While Ford has said that it continues to work on the MyFord Touch system until a fix has been achieved, it is clear that internally the company has abandoned the MyFord Touch system, along with 10 million Ford customers.

17. According to a press release issued by Ford on December 11, 2014, Ford will be replacing MyFord Touch with SYNC 3: "a new communications and entertainment system that is faster, more intuitive and easier to use with enhanced response to driver commands."<sup>13</sup> This system will be powered by Blackberry's QNX software system and will be installed in about half of Ford's North American vehicles by the end of 2016. When asked whether the Ford and Lincoln customers

http://online.wsj.com/news/articles/SB10001424127887323566804578549351972660468?mg=reno

<sup>13</sup> https://media.ford.com/content/fordmedia/fna/us/en/news/2014/12/11/ford-sync-3-delivers-

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new--innovative-ways-for-people-to-connect.html.

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who already have MyFord Touch installed in their vehicles could upgrade to SYNC 3, Don Butler, Executive Director of Connected Vehicles and Services stated: "[t]he upgrade path is a new vehicle."<sup>14</sup> This announcement, coupled with the statement that "SYNC Gen 3 is the next point when there will be significant improvement" is further evidence that Ford fully intends to leave the 10 million owners of a MyFord Touch system with no recourse or relief, they and their defective MyFord Touch systems have been abandoned by Ford.

7 18. Ford has charged a substantial premium for its MyFord Touch system since its roll-8 out in 2011 model vehicles. Including the MyFord Touch system in a Ford vehicle adds 9 approximately \$1000 to a new vehicle purchase. In addition, many owners and lessees of Class 10 Vehicles – including certain Plaintiffs – have suffered deprivation of the use of their vehicles when Ford technicians retained the vehicles for extended periods of time in a futile attempt to correct the 12 problems. Many more owners and lessees have simply given up seeking out repairs and software 13 updates, as they have lost all confidence that Ford has the ability to resolve the MyFord Touch 14 defects. In addition, many owners of Class Vehicles – again, including certain Plaintiffs – sold their 15 vehicles at a loss of several thousand dollars, or were forced to terminate their lease early, due to the 16 faulty and defective MyFord Touch system. The defective Class Vehicles are worth far less than 17 are similar non-defective vehicles, and far less than the defect-free vehicles the Plaintiffs and the 18 other Class members bargained for and thought they had received.

19. As a result of Ford's unfair, deceptive, and/or fraudulent business practices, and its failure to disclose known defects in the MyFord Touch system, owners and/or lessees of the Class Vehicles have suffered losses in money and/or property. Had Plaintiffs and the other Class 22 members known of the defects in the MyFord Touch system at the time they purchased or leased 23 their Class Vehicles, they would not have purchased or leased those vehicles, or would have paid substantially less for the vehicles than they did.

20. Plaintiffs bring this action individually and on behalf of all other current and former owners or lessees of Ford and Lincoln vehicles equipped with the MyFord Touch system. Plaintiffs

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<sup>14</sup> https://autos.yahoo.com/news/ford-axes-troubled-myford-touch-152449537.html.

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seek damages, injunctive relief, and equitable relief for the conduct of Ford related to the MyFord Touch, as alleged in this complaint.

II. JURISDICTION

21. This Court has jurisdiction pursuant to the Class Action Fairness Act of 2005, 28
U.S.C. § 1332(d), because the proposed Class consists of 100 or more members; the amount in controversy exceed \$5,000,000, exclusive of costs and interest; and minimal diversity exists. This Court also has supplemental jurisdiction over the state law claims pursuant to 28 U.S.C. § 1367.

### III. VENUE

22. Venue is proper in this District under 28 U.S.C. § 1391 because a substantial part of the events or omissions giving rise to Plaintiffs' claims occurred in this District. Plaintiff Whalen purchased her Class Vehicle in this District, and Ford has marketed, advertised, sold, and leased the Class Vehicles within this District.

IV. PARTIES

### A. Plaintiffs

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### 1. California

### a. Jennifer Whalen

23. Plaintiff Jennifer Whalen ("Plaintiff Whalen") is an individual residing in Windsor, California. In April 2012, Plaintiff Whalen purchased a new 2013 Ford Explorer XLT from Henry Curtis Ford, an authorized Ford dealer in Petaluma, California. Plaintiff Whalen purchased, and still owns, this vehicle. Unknown to Plaintiff Whalen, at the time she purchased her vehicle, the MyFord Touch installed in her vehicle suffered from defects which has caused her out-of-pocket loss associated with the MyFord Touch system defect, future attempted repairs, and diminished value of her vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff Whalen, so Plaintiff Whalen purchased her vehicle on the reasonable, but mistaken, belief that her vehicle would be safe and reliable.

26 24. Plaintiff Whalen selected and ultimately purchased her vehicle, in part, because of
27 the features of the MyFord Touch system, as represented through advertisements and
28 representations made by Ford. Specifically, prior to her purchase of the vehicle, Plaintiff Whalen

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viewed television advertisements regarding the MyFord Touch and a representative of Henry Curtis
Ford made verbal representations about MyFord Touch to Plaintiff Whalen. A salesperson from
Henry Curtis Ford even demonstrated the MyFord Touch and Bluetooth system working through his
phone and stated Plaintiff Whalen could connect her phone or iPod to the system and listen to
music. She recalls that the advertisements and representations touted the voice command features
of the MyFord Touch system, including, the ability to adjust the temperature of the vehicle; the
ability to control the audio portion of the vehicle without having to take her eyes off the road; and
the purported ability to dial 9-1-1 in the event of an accident. None of the advertisements reviewed
or representations received by Plaintiff Whalen contained any disclosure relating to any defects in
the MyFord Touch system. Had Ford disclosed that the MyFord Touch in her vehicle suffered from
numerous defects which would prevent her full use of her vehicle and pose safety risks, she would
not have purchased her vehicle with MyFord Touch, or would have paid less for the vehicle.

25. The problems with Plaintiff Whalen's MyFord Touch system began almost immediately following her purchase of the Vehicle. The problems she has experienced include, but are not limited to, problems with the speech/voice recognition features, problems with the navigation system, and problems connecting her Samsung Stratosphere to the MyFord Touch system.

26. Plaintiff Whalen first took her vehicle back to Henry Curtis Ford on or about April 1, 2012, specifically to have the problems with the MyFord Touch in her vehicle addressed. The MyFord Touch system in her vehicle failed to stream music from her phone via Bluetooth, had unexplained freezing of the rearview camera and an unreasonable time for navigation to calculate destinations. The technicians at Henry Curtis Ford tested the system and performed a master reset. The master reset was not successful and the problems with the MyFord Touch continued to plague Plaintiff Whalen's vehicle.

25 27. On or about May 14, 2012, Plaintiff Whalen took her vehicle back to Henry Curtis
26 Ford because, *inter alia*, the backup camera would freeze while driving, the navigation system
27 loaded unreasonably slow, the audio system would switch from Sirius XM to iPod without warning
28 and, again, streaming of music from her phone via Bluetooth was not functioning. The technician

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found a bad connection in the iPod cable and performed a master reset. The master reset was not successful and the problems with the MyFord Touch continued to plague Plaintiff Whalen's vehicle.

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28. Plaintiff Whalen again presented her vehicle to Henry Curtis Ford on or about January 8, 2013, to have the problems with the MyFord Touch in her vehicle addressed. The system's screen was unexplainably freezing at times and the HVAC buttons became non-responsive at times. Additionally, the system's voice activation was not responding to commands and the system would not disconnect from a phone call despite such commands. The technicians at Henry Curtis Ford performed SYNC Upgrade recall #12A04 which included a reflash of the MyFord Touch system and replacement of the vehicle's SD map card. The attempted repairs were not successful and the problems with the MyFord Touch continued to plague Plaintiff Whalen's vehicle.

29. On or about May 14, 2013, Plaintiff Whalen took her vehicle back to Henry Curtis Ford due to the non-functioning of the MyFord Touch system when answering phone calls, a failure of the clock to keep accurate time by approximately 10-20 minutes, and an unexplained freezing of the navigation system. The technicians at Henry Curtis Ford tested the system and performed a master reset. The master reset was not successful and the problems with the MyFord Touch continued to plague Plaintiff Whalen's vehicle.

30. In or about July 2013, Plaintiff Whalen received a notice from Ford, claiming that another software update, MyFord Touch software version 3.6, will be available for download from Ford's website in August 2013.

31. In August 2013, Plaintiff Whalen downloaded her third update from Ford.Following the download, Plaintiff Whalen continues to experience problems with the MyFordTouch system.

32. As of this date, Plaintiff Whalen continues to experience problems with the MyFord Touch system in her vehicle, including but not limited to, the Bluetooth system in her vehicle failing to operate as designed, unexplained freezing of the navigation, inability to answer phone calls using the MyFord Touch system, unrecognized voice commands when attempting to operate the system and sudden off and on of the audio system absent prompting.

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33. The State of California requires drivers to use hands-free equipment while talking or texting on their cellular telephones. In Sonoma County, where Plaintiff Whalen resides, the penalty for a first cell phone-use offense is approximately \$160. Plaintiff Whalen has not been able to use the hands-free function of her MyFord Touch system.

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34. Plaintiff Whalen has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to, out-of-pocket loss associated with the MyFord Touch system defect alleged herein and future attempted repairs, and diminished value of her vehicle.

35. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Whalen of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

### b. The Center for Defensive Driving

36. Plaintiff The Center for Defensive Driving ("Plaintiff CDD") is a 501(c)(3) nonprofit corporation headquartered in Torrance, California. On or about February 22, 2013, Plaintiff CDD acquired a new 2013 Ford F-150 Lariat from Power Ford, an authorized Ford dealer in Torrance, California. Plaintiff CDD leased, and currently leases, this vehicle. Unknown to Plaintiff CDD, at the time it leased its vehicle, the MyFord Touch installed in its vehicle suffered from defects which have caused it out-of-pocket loss associated with the MyFord Touch system defect and diminished the value of its vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff CDD, so Plaintiff CDD leased its vehicle on the reasonable, but mistaken, belief that its vehicle would be safe and reliable.

37. At all pertinent times, although Plaintiff CDD has maintained its vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague its vehicle.

38. The Ford F-150 Lariat leased by Plaintiff CDD came equipped with MyFord Touch.
Almost immediately following the acquisition of its vehicle, Plaintiff CDD experienced problems
with its MyFord Touch system. Since the date of the lease of its vehicle, the problems Plaintiff
CDD experienced with the MyFord Touch system are so frequent and pervasive, it is not able to
determine the precise dates it has experienced such problems (although it has documented at least

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thirty such experiences between February 26, 2013 and September 13, 2013). Issues that Plaintiff
CDD experienced included, but were not limited to: system lockup and total system failure; periodic
non-responsiveness to peripheral devices (such as MP3 players and smartphones); inability to use
Bluetooth features to stream music or other audio; and periodic non-responsiveness to voice and
touch commands.

39. At Power Ford, prior to agreeing to lease the F-150 Lariat, Plaintiff CDD inquired about the functionality and quality of the MyFord Touch system installed in the vehicle. A Ford sales representative, Roland Belikow, represented to Plaintiff CDD that the MyFord Touch system works well, can play audio from MP3 players, including Plaintiff CDD's Apple iPod, and connect with smartphone devices, including Apple iPhones, for hands-free telephone usage as well as audio and other entertainment functions. Mr. Belikow demonstrated for Plaintiff CDD the GPS navigation capabilities of the MyFord Touch system as well as the voice command functions. At no time did Mr. Belikow or any other Ford representative disclose that the MyFord Touch system is in any way defective.

40. Plaintiff CDD contacted Ford technical support (using the Ford SYNC hotline) on numerous occasions shortly after leasing the F-150 Lariat to report and correct the problems it was experiencing. Ford technical support advised Plaintiff CDD to do a "master reset" on the MyFord Touch system, which temporarily corrected the issues experienced. However, the same issues would recur, generally within one to five days, after performing a "master reset."

41. At the suggestion of Ford technical support, Plaintiff CDD brought the F-150 Lariat to the Power Ford dealership for service on February 28, 2013. The technicians at the dealership confirmed that the F-150 Lariat was equipped with the latest software updates and advised Plaintiff CDD to disconnect any peripheral devices if the system fails in the future. The system continued to fail, with and without peripheral devices attached to it, and Plaintiff CDD spoke to several other Ford technical support representatives. Plaintiff CDD brought the F-150 Lariat in for service at Power Ford again, for the same issues relating to MyFord Touch, on March 12, 2013.

42. On March 26, 2013, Plaintiff CDD spoke with a Ford representative who identified
himself as "Brent." Brent advised Plaintiff CDD to connect peripherals to the auxiliary jack rather

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than the MyFord Touch system, which would lead to distracted driving if the driver had to manually
manipulate a peripheral device while driving. Brent admitted to Plaintiff CDD that there is no fix
for the problems experienced by Plaintiff CDD. After Plaintiff CDD began experiencing these and
related MyFord Touch problems, Plaintiff CDD spoke with Greg Murphy, a service manager at
AutoNation (Power Ford). Mr. Murphy explained to Plaintiff CDD that he knew the MyFord Touch
system was defective, that Ford had no intentions of correcting the defect, that his dealership had
received complaints from customers about MyFord Touch, and that his dealership was not telling
new car customers about the MyFord Touch problems.

43. As the problems persisted, Plaintiff CDD initiated a "buyback request" with Ford (according to which Ford would reacquire the F-150 Lariat and issue Plaintiff CDD a refund) on April 10, 2013. On May 2, 2013, Ford denied Plaintiff CDD's buyback request.

44. After several more weeks of identical problems, Plaintiff CDD spoke with Ford
Consumer Affairs on June 19, 2013. A Ford Consumer Affairs representative that identified
himself as "Mark" informed Plaintiff CDD that Plaintiff CDD should visit the Ford SYNC website
to deal with peripheral device compatibility issues, and denied that SYNC was experiencing systemwide problems. Mark advised Plaintiff CDD that its problems were related not to the MyFord
Touch system but to Plaintiff CDD's peripheral devices, and that Plaintiff CDD's problems were
isolated, not a result of a defect in the MyFord Touch system.

45. In addition to speaking with Ford sales representatives about the MyFord Touch system, as alleged above, Plaintiff CDD saw advertisements for and representations made by Ford about MyFord Touch, including television, print media, and on the internet. Although Plaintiff CDD cannot recall the exact language from the various publications, Plaintiff CDD recalls the materials touting the innovative nature of MyFord Touch, how it would enhance the driving experience, and increase the safety of the vehicle. None of these publications contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff CDD viewed disclosed that the MyFord Touch in its vehicle suffered from numerous defects which would prevent its full use of the vehicle and pose safety risks, Plaintiff CDD would not have leased

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the vehicle with MyFord Touch, or certainly would not have paid more for its vehicle than it should have.

46. At all pertinent times Plaintiff CDD has maintained its vehicle as recommended by Ford.

47. Plaintiff CDD has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of its vehicle.

48. Neither Ford nor any of its agents, dealers, or other representatives informed PlaintiffCDD of the existence of the MyFord Touch system's defect and/or defective design prior to itsagreement to lease its vehicle.

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### c. Richard Decker Watson

49. Plaintiff Richard Decker Watson ("Plaintiff Watson") is an individual residing in Los
Angeles, California. In or around October 2012, Plaintiff Watson acquired a used 2011 Lincoln
MKX equipped with a MyFord Touch system, which he purchased from Sunrise Ford, an
authorized Ford dealership located in North Hollywood, California.

50. At all pertinent times, although Plaintiff Watson has maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

19 51. Plaintiff Watson learned about the MyFord Touch system while researching vehicles 20 online prior to October 2012. Plaintiff Watson visited various Ford and Lincoln websites during 21 this research and reviewed Ford's MyFord Touch/SYNC websites that explained the technology 22 underpinning the MyFord Touch system. Because he was impressed with the technology associated 23 with MyFord Touch, and believed the system offered a number of attractive features, such as hands-24 free telephone communications and GPS navigation, Plaintiff Watson purchased his 2011 Lincoln 25 MKX in order to acquire a vehicle equipped with MyFord Touch. Plaintiff Watson also reviewed 26 Ford's promotional materials and advertisements concerning MyFord Touch and the SYNC 27 technology, and these materials and advertisements influenced his decision to purchase his 2011 28 Lincoln MKX.

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52. Plaintiff Watson also purchased a subscription to Ford's SYNC Services program, for which he pays an annual fee of \$200. Through this program, Plaintiff Watson is entitled to use the Operator Assist feature in his Lincoln MKX, but because of various problems with his MyFord Touch system, Plaintiff Watson has been unable to use this feature. Ford has not refunded him the cost of his subscription.

53. Unknown to Plaintiff Watson at the time he acquired his 2011 Lincoln MKX was that the MyFord Touch system in his Lincoln MKX was defective and suffered from numerous issues including: system lockup and total system failure; periodic non-responsiveness to peripheral devices (such as MP3 players and smartphones); and periodic non-responsiveness to voice commands. Ford knew about, but did not disclose, the defect to Plaintiff Watson and he purchased his Lincoln MKX under the reasonable, but mistaken, belief that the MyFord Touch system would perform in a reasonable manner. It did not.

54. On several occasions, beginning immediately after Plaintiff Watson purchased his Lincoln MKX, the MyFord Touch system in his vehicle has experienced problems, including failure to provide GPS navigation, failure to respond to touch commands, failure to properly play back audio and to respond to audio controls, and intermittently freezing up and resetting itself, among other malfunctions.

55. Plaintiff Watson reviewed Ford's websites to find solutions to the MyFord Touch malfunctions he was encountering. After following the directions provided on those websites,
Plaintiff Watson's MyFord Touch system continued malfunctioning in the same ways, and he contacted Ford via telephone. Ford directed him to take his vehicle to a Ford dealership for service.

56. Plaintiff Watson took his Lincoln MKX to Sunrise Ford to have the MyFord Touch
issues he was encountering resolved within one week of acquiring the vehicle. He also took the
vehicle for service on two further occasions to other dealerships specializing in Lincolns, including
Star Ford Lincoln in Glendale, California and Galpin Lincoln in Van Nuys, California. None of
these service visits remedied the problems Plaintiff Watson was encountering with his MyFord
Touch system. Although Plaintiff Watson has maintained his vehicle as recommended by Ford, the
defects with the MyFord Touch system continue to plague his vehicle.

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57. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Watson of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

58. Plaintiff Watson has suffered an ascertainable loss as a result of Ford's omission. including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle.

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### d. **Darcy Thomas-Maskrey**

8 59. Plaintiff Darcy Thomas-Maskrey ("Plaintiff Thomas-Maskrey") is an individual 9 residing in Riverside, California. In July 2012, Plaintiff Thomas-Maskrey purchased a new 2013 10 Ford Flex from Riverside Ford, an authorized Ford dealer in Riverside, California. Plaintiff Thomas-Maskrey purchased, and still owns, this vehicle. Unknown to Plaintiff Thomas-Maskrey at 12 the time she purchased her vehicle, the MyFord Touch installed in her vehicle suffered from defects 13 which have caused her out-of-pocket loss associated with the MyFord Touch system defect and 14 diminished the value of her vehicle. Ford knew about these defects, but did not disclose the defects 15 to Plaintiff Thomas-Maskrey, so Plaintiff Thomas-Maskrey purchased her vehicle on the 16 reasonable, but mistaken, belief that her vehicle would be safe and reliable.

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60. At all pertinent times, although Plaintiff Thomas-Maskrey has maintained her vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague her vehicle.

19 61. The Ford Flex purchased by Plaintiff Thomas-Maskrey came equipped with MyFord 20 Touch. Almost immediately following the purchase date of her vehicle, Plaintiff Thomas-Maskrey 21 experienced problems with her MyFord Touch system. Since the date of the purchase of her 22 vehicle, the problems she has experienced with her MyFord Touch system are so frequent and 23 pervasive, she is not able to determine the precise dates she has experienced such problems. Issues 24 that Plaintiff Thomas-Maskrey experienced include but are not limited to: system lockup and total 25 system failure; periodic non-responsiveness to peripheral devices (such as MP3 players and 26 smartphones); and periodic non-responsiveness to voice commands. From the first day she had the 27 vehicle, her MyFord Touch system failed to properly connect with her cellular telephone, depriving 28 her of use of the hands-free telephone feature. Plaintiff Thomas-Maskrey's MyFord Touch system

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also freezes or blacks out periodically, and frequently fails to connect with peripheral devices, like music players.

62. Plaintiff Thomas-Maskrey took her Ford Flex into service at Riverside Ford on no less than three occasions specifically to have her vehicle serviced to address issues with MyFord Touch. The technicians at Riverside Ford were never able to resolve the issues with MyFord Touch. During the many service visits made by Plaintiff Thomas-Maskrey, she was unable to use her vehicle.

8 63. Plaintiff Thomas-Maskrey saw advertisements for and representations made by Ford 9 about MyFord Touch, including television, print media, and on the internet. Although Plaintiff 10 Thomas-Maskrey cannot recall the exact language from the various publications, she recalls the materials touting the innovative nature of MyFord Touch, how it would enhance the driving 12 experience, and increase the safety of the vehicle. None of these publications contained any 13 disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff 14 Thomas-Maskrey viewed disclosed that the MyFord Touch in her vehicle suffered from numerous 15 defects which would prevent her full use of her vehicle and pose safety risks, she would not have 16 purchased her vehicle with MyFord Touch, or certainly would not have paid as much as she did for 17 her vehicle.

64. Plaintiff Thomas-Maskrey has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of her vehicle.

65. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Thomas-Maskrey of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

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### Joe D'Aguanno a.

27 66. Plaintiff Joe D'Aguanno ("Plaintiff D'Aguanno") is an individual residing in 28 Phoenix, Arizona. In November 2012, Plaintiff D'Aguanno purchased a new 2013 Ford Explorer - 17 -THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1 CASE NO. 13-CV-3072-EMC

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Sport from Sanderson Ford, an authorized Ford dealer in Phoenix, Arizona. Plaintiff D'Aguanno purchased, and currently owns, this vehicle. Unknown to Plaintiff D'Aguanno, at the time he purchased his vehicle, the MyFord Touch installed in his vehicle suffered from defects which have caused his vehicle to diminish in value. Ford knew about these defects, but did not disclose the defects to Plaintiff D'Aguanno, so Plaintiff D'Aguanno purchased his vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and reliable.

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67. At all pertinent times, although Plaintiff D'Aguanno has maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

68. The Ford Explorer Sport purchased by Plaintiff D'Aguanno came equipped with MyFord Touch. Almost immediately following the purchase date of his vehicle, Plaintiff D'Aguanno experienced problems with his MyFord Touch system. Since the date of the purchase, the problems Plaintiff D'Aguanno experienced with the MyFord Touch system are so frequent and pervasive, he is not able to determine the precise dates he has experienced such problems. Issues that Plaintiff D'Aguanno experienced include, but are not limited to: system lockup and total system failure; periodic non-responsiveness to peripheral devices (such as MP3 players and smartphones); inability to use Bluetooth features to stream music or other audio; periodic non-responsiveness to voice and touch commands; frequent rearview camera lock up; frequent steering wheel command lock up or failure; frequent USB drive failure; and frequent (and random, unprompted) radio input changes.

69. Plaintiff D'Aguanno learned about the MyFord Touch system in 2012 while shopping for a new vehicle. Because he was impressed with the technology associated with MyFord Touch, and believed the system offered a number of attractive features, such as hands-free telephone communications, Plaintiff D'Aguanno purchased his Ford Explorer Sport in order to acquire a vehicle equipped with MyFord Touch.

70. Plaintiff D'Aguanno brought his Ford Explorer Sport in for service related to his
MyFord Touch system on at least five separate occasions. The Ford personnel at Sanderson Ford
reset the MyFord Touch system, reinstalled a controller chip, and performed a "hard" (manual) reset
on the system, but all of Plaintiff D'Aguanno's problems with MyFord Touch persist.

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71. Plaintiff D'Aguanno has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to diminished value of his vehicle and lost use of the vehicle while being serviced.

72. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff D'Aguanno of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

- 3. Colorado

## a. James Laurence Sheerin

73. Plaintiff James Laurence Sheerin ("Plaintiff Sheerin") is an individual residing in Colorado Springs, Colorado. In or around June 18, 2012, Plaintiff Sheerin acquired a 2013 Ford Explorer Limited equipped with a MyFord Touch system, which he purchased from Phil Long Ford, an authorized Ford dealership located in Colorado Springs, Colorado. Unknown to Plaintiff Sheerin at the time he purchased his vehicle, the MyFord Touch installed in his vehicle suffered from defects which has caused him out-of-pocket loss associated with the MyFord Touch system defect and diminished the value of his vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff Sheerin, so Plaintiff Sheerin purchased his vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and reliable.

74. At all pertinent times, although Plaintiff Sheerin has maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

75. Almost immediately following the purchase date of his vehicle, Plaintiff Sheerin experienced problems with his MyFord Touch system. Since the date of the purchase of his vehicle, the problems he has experienced with his MyFord Touch system are so frequent and pervasive, he is not able to determine the precise dates he has experienced such problems. Issues that Plaintiff Sheerin experienced include, but are not limited to: the system is unresponsive to voice commands and often freezes rendering the hands-free calling features, among others, inoperable; the backup camera does not appear on the touchscreen when the vehicle is in reverse; the system does not recognize his iPod when it is plugged into his USB port; and occasionally the touchscreen will freeze and he will be unable to control the audio functions.

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76. Plaintiff Sheerin saw advertisements for and representations made by Ford about MyFord Touch, including television, print media, and on the internet. Although Plaintiff Sheerin cannot recall the exact language from the various publications, he recalls the materials touting the innovative nature of MyFord Touch, how it would enhance the driving experience, and increase the safety of the vehicle. None of these publications contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff Sheerin viewed disclosed that the MyFord Touch in his vehicle suffered from numerous defects which would prevent his full use of his vehicle and pose safety risks, he would not have purchased his vehicle with MyFord Touch, or certainly would not have paid as much as he did for his vehicle.

77. Plaintiff Sheerin has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including, but not limited to, out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle.

78. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Sheerin of the existence of the MyFord Touch system's defect and/or defective design prior to the purchase of his vehicle.

### 4. Iowa

a. Thomas Mitchell

79. Plaintiff Thomas Mitchell ("Plaintiff Mitchell") is an individual residing in Sioux
City, Iowa. On or about November 8, 2010, Plaintiff acquired a 2011 Lincoln MKX equipped with
a MyFord Touch system which he purchased from Sioux City Ford/Lincoln/Mercury, an authorized
Ford dealership located in Sioux City, Iowa. Plaintiff Mitchell still owns the vehicle.

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80. At all pertinent times, although Plaintiff Mitchell maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

81. Plaintiff Mitchell has been a devoted purchaser of Lincoln vehicles for many years
and generally purchased a new Lincoln vehicle every five years. He had purchased a Lincoln
vehicle in 2009 and pursuant to this typical practice would have purchased a new Lincoln vehicle
again in 2014. Plaintiff Mitchell is a retired engineer, and learned about the MyFord Touch system

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in 2010. Because he was impressed with the technology associated with MyFord Touch, and
believed the system offered a number of attractive features, Plaintiff Mitchell deviated from his past
practice of purchasing a new Lincoln vehicle every five years and instead purchased a Lincoln
MKX in late 2010 in order to obtain a vehicle with MyFord Touch.

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82. Unknown to Plaintiff Mitchell at that time was that the MyFord Touch system in his new Lincoln MKX is defective, suffering from numerous issues including: system lockup and total system failure; periodic non-responsiveness to peripheral devices (such as MP3 players and smartphones); and periodic non-responsiveness to voice and touch commands. It did not.

83. Plaintiff Mitchell has had his MyFord Touch system serviced on at least the following three occasions at Sioux City Ford and Lincoln, an authorized Ford and Lincoln dealership located in Sioux City, Iowa: November 8, 2010, November 12, 2010, and December 21, 2010. At some of these visits, the technicians at Sioux City Ford and Lincoln attempted to install updates on Plaintiff Mitchell's vehicle. In addition, Plaintiff Mitchell has installed updates on his own. These updates have failed to correct the problems associated with his MyFord Touch.

84. At all pertinent times Plaintiff Mitchell has maintained his vehicle as recommended by Ford.

85. Plaintiff Mitchell has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and future attempted repairs, and diminished value of his vehicle.

86. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Mitchell of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

- 5. Massachusetts
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## a. William Creed

26 87. Plaintiff William Creed ("Plaintiff Creed") is an individual residing in Tyngsboro,
27 Massachusetts. On or about March 14, 2011, Plaintiff Creed purchased a new 2011 Ford Explorer

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from Ipswich Ford, an authorized Ford dealer in Ipswich, Massachusetts. At the time of purchase, the vehicle came equipped with the MyFord Touch system.

88. At all pertinent times, although Plaintiff Creed maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system plagued his vehicle.

89. Plaintiff Creed selected and ultimately purchased his vehicle, in part, because of the features of the MyFord Touch system, as represented through advertisements and representations made by Ford. Specifically, prior to his purchase of the vehicle, Plaintiff Creed viewed television advertisements regarding the MyFord Touch and a representative of Ipswich Ford made verbal representations about MyFord Touch to Plaintiff Creed. He recalls that the advertisements and representations touted the voice command features of the MyFord Touch system, including, the ability to adjust the temperature of the vehicle; the ability to control the audio portion of the vehicle without having to take his eyes off the road; and the purported ability to dial 9-1-1 in the event of an accident. None of the advertisements reviewed or representations received by Plaintiff Creed contained any disclosure relating to any defects in the MyFord Touch system. Had Ford disclosed that the MyFord Touch in his vehicle suffered from numerous defects which would prevent his full use of his vehicle and pose safety risks, he would not have purchased his vehicle with MyFord Touch, or would have paid less for the vehicle.

90. Unbeknownst to Plaintiff Creed, at the time he purchased the vehicle, the MyFord
Touch system installed in his vehicle suffered from defects which diminished the value of his
vehicle and caused him future attempted repairs. Ford knew about these defects, but did not
disclose the defects to Plaintiff Creed, so Plaintiff Creed purchased his vehicle on the reasonable,
but mistaken, belief that his vehicle would be safe and reliable.

91. The problems with Plaintiff Creed's MyFord Touch system began almost immediately following his purchase of the Vehicle. The problems he experienced include, but are not limited to, problems with the speech/voice recognition features, problems with the navigation system, and problems connecting his iPhone 4S to the MyFord Touch system.

27 92. Plaintiff Creed first took his vehicle to Drum Hill Ford on or about April 12, 2011,
28 specifically to have the problems with the MyFord Touch in his vehicle addressed. The system in

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his vehicle showed an "SD Card Failure." The technicians at Drum Hill Ford tested the system and
performed a master reset. The master reset was not successful and the problems with the MyFord
Touch continued to plague Plaintiff Creed's vehicle.

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93. On or about April 4, 2012, Plaintiff Creed presented his vehicle to Bonnell Ford, an authorized Ford dealership in Winchester, Massachusetts. Bonnell performed recall 11A028 which included reprogramming the APIM with navigation. Plaintiff Creed continued to experience problems with the MyFord Touch system in his vehicle.

94. On or about April 26, 2012, Plaintiff Creed took his vehicle to Drum Hill Ford
because, *inter alia*, the radio would not shut off after making a call. Furthermore, the vehicle's
radio would turn on by itself. The technician reset the APIM module and, once again, performed a
master reset. The master reset was not successful and the problems with the MyFord Touch
continued to plague Plaintiff Creed's vehicle.

95. On or about May 16, 2012, Plaintiff Creed once again took his vehicle to Drum Hill Ford because, *inter alia*, and as in April of 2012, the radio in his vehicle would not shut off after making a call. Furthermore, the vehicle's radio would turn on by itself. The touch screen would also freeze or read the radio was on but there was no audio. The technician reset the APIM module and, once again, performed a master reset. Once again, the master reset was not successful and the problems with the MyFord Touch continued to plague Plaintiff Creed's vehicle.

96. On or about May 23, 2012, Plaintiff Creed took his vehicle to Drum Hill Ford stating that, when using a USB in the system, there was no audio when switching back to radio. The technician reset the APIM module and performed a master reset. Plaintiff Creed continued to experience problems with the MyFord Touch system in his vehicle.

97. On or about November 1, 2012, Plaintiff Creed returned to Drum Hill Ford because, among other issues, the audio from the MyFord Touch system in his vehicle was distorted and the system failed to understand commands. The technician replaced the APIM module and loaded the newest software. Despite replacement of the APIM, Plaintiff Creed continued to experience problems with the MyFord Touch system in his vehicle.

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98. On or about November 27, 2012, Plaintiff Creed again experienced issues with the MyFord Touch system in his vehicle including, but not limited to, the radio coming on after canceling a phone call. Also, the radio and/or MP3 player would begin to play after the vehicle was started without a command from the operator. The Drum Hill Ford technician installed an updated A4 SD card and software. This repair did not resolve the problems with the MyFord Touch system in Plaintiff Creed's vehicle.

99. On or about January 22, 2013, Plaintiff Creed returned to Drum Hill Ford because, among other issues, the SYNC Travel Link would not load. The technician performed an APIM VIP reconfiguration and follow-up testing. Plaintiff Creed continued to experience problems with the MyFord Touch system in his vehicle.

100. The MyFord Touch system has rendered Plaintiff Creed's vehicle unsafe to drive because Plaintiff Creed has found that he is distracted while driving, as he has to continually take his eyes off the road to see why the MyFord Touch system is not working on his vehicle.

101. In or about July 2013, Plaintiff Creed received a notice from Ford, claiming that another software update, MyFord Touch software version 3.6, will be available for download from Ford's website in August 2013.

102. In August 2013, Plaintiff Creed downloaded his third update from Ford. Following the download, Plaintiff Creed continued to experience problems with the MyFord Touch system.

103. On or about August 28, 2013, Plaintiff Creed returned to Drum Hill Ford because, among other issues, a low volume static/squeal occurred on some phone calls, the temperature control was very slow to respond (sometimes taking ½ hour to work properly), the fan motor would not function at the "high" speed setting, and the Travel Link was unreasonably slow to load. The Ford technician again performed a master reset. Plaintiff Creed continued to experience problems with the MyFord Touch system in his vehicle.

104. In or about January 6, 2015, Plaintiff Creed traded in his vehicle at Herb Chamber's
Honda in Burlington, Massachusetts. As of the date of his trade in, Plaintiff Creed continued to
experience a low volume static squeal type noise occurring on some phone calls. The vehicle's
Travel Link and navigation also continued to be unreasonably slow to load.

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105. Plaintiff Creed has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to the diminished value of his vehicle.

106. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Creed of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

107. On or about January 4, 2013, Plaintiff Creed contacted the Better Business Bureau ("BBB") in order to initiate a lemon law proceeding against Ford. At this time, Plaintiff Creed's vehicle had approximately 53,400 miles on the odometer. Plaintiff Creed formally submitted his BBB claim on January 14, 2013. On January 15, 2013, the BBB rejected Plaintiff Creed's claim and informed him that his vehicle exceeded the mileage limitation for filing a BBB claim.

108. Plaintiff Creed sent Ford an S93A pre-suit letter thirty days prior to the filing of the First Amended Class Action Complaint.

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### a.

### Joshua Matlin

109. Plaintiff Joshua Matlin ("Plaintiff Matlin") is an individual residing in Wood-Ridge, New Jersey at the beginning of this lawsuit and it is still his permanent residence. On October 28, 2010, Plaintiff Matlin leased a 2011 Ford Edge SE equipped with MyFord Touch from Freehold Ford, an authorized Ford dealer based in Freehold, New Jersey. Unknown to Plaintiff Matlin, at the time he leased his vehicle, the MyFord Touch installed in his vehicle suffered from defects which have caused out-of-pocket loss associated with the MyFord Touch system defect. Ford knew about these defects, but did not disclose the defects to Plaintiff Matlin, so Plaintiff Matlin leased his vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and reliable.

At all pertinent times, although Plaintiff Matlin maintained his vehicle as 110. recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

26 111. The Ford Edge leased by Plaintiff Matlin came equipped with MyFord Touch. 27 Shortly after leasing his vehicle, Plaintiff Matlin experienced problems with his MyFord Touch 28 system. The problems Plaintiff Matlin has experienced with his MyFord Touch system were so

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frequent and pervasive, Plaintiff Matlin has taken his vehicle in for service to Freehold Ford and Jersey City Ford (an authorized Ford dealership in Jersey City, New Jersey) on at least four separate occasions following the commencement of his lease. Issues that Plaintiff Matlin experienced, include, but are not limited to: constant freezing of the system, random system crashes, backup camera freezes, loss of radio presets, loss of climate control, inconsistent Bluetooth pairing with phone. The technicians at Freehold Ford were never able to resolve the issues Plaintiff Matlin experienced with MyFord Touch. During the many service visits made by Plaintiff Matlin, he was unable to use his vehicle.

112. Plaintiff Matlin saw advertisements for and representations made by Ford about MyFord Touch, including television, print media, and on the internet. Such materials touted the innovative nature of MyFord Touch, how it would enhance the driving experience, and increase the safety of the vehicle. Plaintiff Matlin was persuaded by these materials and leased his Ford Edge based on the benefits offered by MyFord Touch. None of these publications contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff Matlin viewed disclosed that the MyFord Touch in his vehicle suffered from numerous defects which would prevent the full use of his vehicle and pose safety risks, he would not have leased his vehicle with MyFord Touch, or would have paid less for his vehicle.

113. At all pertinent times Plaintiff Matlin has maintained his vehicle as recommended by Ford.

114. Plaintiff Matlin has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and future attempted repairs, and diminished value of his vehicle. Ultimately, the problems experienced by Plaintiff Matlin with his MyFord Touch were so pervasive, he terminated his lease early suffering a loss of over \$3500.

115. Neither Ford nor any of its agents, dealers, or other representatives informed PlaintiffMatlin of the existence of the MyFord Touch system's defect and/or defective design prior topurchase.

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### b. Russ Rizzo

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116. Plaintiff Russ Rizzo ("Plaintiff Rizzo") is an individual residing in Holmdel, New Jersey. In February 2012, Plaintiff Rizzo leased a new 2012 Ford Explorer XLT 4 Wheel Drive from Tom's Ford, an authorized Ford dealer in Keyport, New Jersey. Unknown to Plaintiff Rizzo at the time he leased his vehicle, the MyFord Touch installed in his vehicle suffered from defects which have caused him out-of-pocket loss associated with the MyFord Touch system defect and diminished the value of his vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff Rizzo, so Plaintiff Rizzo leased his vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and reliable.

117. At all pertinent times, although Plaintiff Rizzo maintained his vehicle as
recommended by Ford, the defects with the MyFord Touch system continued to plague his vehicle
up to and including July 22, 2014, the date on which he terminated his lease. Plaintiff Rizzo
terminated his lease early due substantially, if not exclusively, to the defective MyFord Touch
system installed in his Explorer, and was charged \$718.39 by Ford as a result.

118. The Ford Explorer XLT 4 Wheel Drive leased by Plaintiff Rizzo came equipped with MyFord Touch. Almost immediately following the lease date of his vehicle, Plaintiff Rizzo experienced problems with his MyFord Touch system. Since the date of the lease of his vehicle, the problems he has experienced with his MyFord Touch system are so frequent and pervasive, he is not able to determine the precise dates he has experienced such problems. Issues that Plaintiff Rizzo experienced include but are not limited to: system lockup and total system failure; periodic nonresponsiveness to peripheral devices (such as MP3 players and smartphones); and periodic nonresponsiveness to voice commands. Plaintiff Rizzo's MyFord Touch system crashed frequently, at times displaying an error reading, "desktop EXE critical error," and needed to shut down. Further, Plaintiff Rizzo's rearview camera, which is routed through the MyFord Touch system, periodically failed to display what is behind Plaintiff Rizzo's vehicle when he shifted into reverse.

26 119. Plaintiff Rizzo took his Ford Explorer XLT 4 Wheel Drive into service at Tom's
27 Ford on no less than twenty occasions specifically to have his vehicle serviced to address issues
28 with MyFord Touch. The technicians at Tom's Ford were never able to resolve the issues with

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MyFord Touch. Dealership personnel told Plaintiff Rizzo that, when the MyFord Touch system freezes up or crashes, Plaintiff Rizzo should pull his vehicle to the side of the road, shift into park, turn the engine off, open the door, close the door, wait a minute, and then turn the vehicle on again. When the MyFord Touch screen initiates, it displays a message saying, "performing system maintenance." This procedure did not correct the errors Plaintiff Rizzo has experienced. During the many service visits made by Plaintiff Rizzo, he was unable to use his vehicle.

120. Plaintiff Rizzo initiated a lemon law claim with Ford's Consumer Affairs Division. On August 5, 2013, Plaintiff Rizzo was informed that his lemon law claim had been decided in Ford's favor.

121. Prior to leasing his vehicle, Plaintiff Rizzo saw advertisements for and representations made by Ford about MyFord Touch, including television, print media, and on the internet. Although Plaintiff Rizzo cannot recall the exact language from the various publications, he recalls the materials touting the innovative nature of MyFord Touch, how it would enhance the 14 driving experience, and increase the safety of the vehicle. None of these publications contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff 16 Rizzo viewed disclosed that the MyFord Touch in his vehicle suffered from numerous defects which would prevent his full use of his vehicle and pose safety risks, he would not have leased his vehicle with MyFord Touch, or would have paid less for his vehicle.

19 122. At all pertinent times Plaintiff Rizzo has maintained his vehicle as recommended by Ford. 20

Plaintiff Rizzo has suffered an ascertainable loss as a result of Ford's omissions 123. 22 associated with the MyFord Touch system, including but not limited to out-of-pocket loss 23 associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle, as well as the fee of \$718.39 imposed by Ford due to Plaintiff Rizzo's early termination of his lease.

26 124. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff 27 Rizzo of the existence of the MyFord Touch system's defect and/or defective design prior to his 28 agreement to lease his vehicle.

7. New York

### a. Jeffrey Miller

125. Plaintiff Jeffrey Miller ("Plaintiff Miller") is an individual residing in Cortlandt Manor, New York. On February 17, 2013, Plaintiff Miller leased a 2013 Ford Fusion Titanium equipped with MyFord Touch from Park Ford, an authorized Ford and Lincoln dealer based in Mahopac, New York. Plaintiff Miller still leases this vehicle. Unknown to Plaintiff Miller, at the time he leased his vehicle, the MyFord Touch installed in his vehicle suffered from defects which have caused out-of-pocket loss associated with the MyFord Touch system defect, future attempted repairs, and diminished value of his vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff Miller, so Plaintiff Miller leased his vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and reliable.

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126. At all pertinent times, although Plaintiff Miller maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

14 127. The Ford Fusion leased by Plaintiff Miller came equipped with MyFord Touch. 15 Shortly after leasing his vehicle, Plaintiff Miller experienced problems with his MyFord Touch 16 system. The problems Plaintiff Miller has experienced include, but are not limited to: inability to 17 pair the system to his mobile device and, when the phone does pair, the system will disconnect the 18 phone without warning; unresponsive navigation system; and failure to play music through the USB 19 drive. Plaintiff Miller testified at his deposition that he notified the sales manager, the concierge 20 and Mr. Nick D'Andrea at Park Ford of problems he was experiencing with the MyFord Touch 21 system on multiple occasions but they failed to address his concerns. See Miller Tr. 209:15-22. He 22 also testified that as a result of these issues, he is unable to utilize the many features that Ford 23 claims the MyFord Touch system provides. In or around August 2013, Plaintiff Miller installed an 24 update to his MyFord Touch system, installing version 3.6.2; however, the updates have failed to 25 correct the problems he experiences with MyFord Touch.

26 128. Plaintiff Miller saw advertisements for and representations made by Ford about
27 MyFord Touch, including television, print media, and on the internet and believed that MyFord
28 Touch offered the most integrated and comprehensive system for various infotainment functions of

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any vehicle manufacturer. Such materials touted the innovative nature of MyFord Touch, how it would enhance the driving experience, and increase the safety of the vehicle, and depicted real people utilizing the system and acting "amazed" at the functionality of the system. Although Plaintiff Miller was aware of some mixed reviews of MyFord Touch, he was informed by the sales representatives at Park Ford of Mahopac that Ford had corrected many of the defects in MyFord Touch. Had any materials Plaintiff Miller viewed disclosed that the MyFord Touch system in his vehicle would suffer from numerous defects which would prevent the full use of his vehicle and pose safety risks, he would not have leased his vehicle with MyFord Touch, or would have paid less for his vehicle.

129. At all pertinent times Plaintiff Miller has maintained his vehicle as recommended by Ford.

130. Plaintiff Miller has suffered an ascertainable loss as a result of Ford's omissions and/or misrepresentations associated with the MyFord Touch system, including, but not limited to, out-of-pocket loss associated with the MyFord Touch system defect alleged herein and future attempted repairs, and diminished value of his vehicle.

131. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff
 Miller of the existence of the MyFord Touch system's defect and/or defective design prior to
 purchase.

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#### b. Nuala Purcell

132. Plaintiff Nuala Purcell ("Plaintiff Purcell") is an individual residing in Yonkers, New York. In November 2010, Plaintiff Purcell leased a new 2011 Ford Edge from Schultz Ford, an authorized Ford dealer in Nanuet, New York. Unknown to Plaintiff Purcell at the time she leased her vehicle, the MyFord Touch installed in her vehicle suffered from defects which have caused her out-of-pocket loss associated with the MyFord Touch system defect and diminished the value of her vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff Purcell, so Plaintiff Purcell leased her vehicle on the reasonable, but mistaken, belief that her vehicle would be safe and reliable.

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133. At all pertinent times, although Plaintiff Purcell maintained her vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague her vehicle.

134. The Ford Edge leased by Plaintiff Purcell came equipped with MyFord Touch. Almost immediately following the lease date of her vehicle, Plaintiff Purcell experienced problems with her MyFord Touch system. Since the date of the lease of her vehicle, the problems she has experienced with her MyFord Touch system are so frequent and pervasive, she is not able to determine the precise dates she has experienced such problems. Issues that Plaintiff Purcell experienced include but are not limited to: system lockup and total system failure; periodic nonresponsiveness to peripheral devices (such as MP3 players and smartphones); and periodic nonresponsiveness to voice commands. Plaintiff Purcell experienced phone and peripheral device connectivity problems every day (the MyFord Touch system would not recognize the devices and had to be rebooted, for example). The radio and audio functions routed through MyFord Touch failed to operate properly, failing to respond to touch, steering wheel, and voice commands, and remaining stuck on a certain radio station, or changing stations randomly. The GPS navigation routed through Plaintiff Purcell's MyFord Touch system similarly failed to operate properly.

135. Plaintiff Purcell took her Ford Edge into service at Scarsdale Ford, another authorized Ford dealer, on no less than five occasions specifically to have her vehicle serviced to address issues with MyFord Touch. The technicians at Scarsdale Ford were never able to resolve the issues with MyFord Touch. During the many service visits made by Plaintiff Purcell, she was unable to use her vehicle.

136. Plaintiff Purcell saw advertisements for and representations made by Ford about MyFord Touch, including television, print media, and on the internet. Although Plaintiff Purcell cannot recall the exact language from the various publications, she recalls the materials touting the innovative nature of MyFord Touch, how it would enhance the driving experience, and increase the safety of the vehicle. None of these publications contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff Purcell viewed disclosed that the MyFord Touch system in her vehicle suffered from numerous defects which would prevent her full

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use of her vehicle and pose safety risks, she would not have leased her vehicle with MyFord Touch, or would have paid less for her vehicle.

137. At all pertinent times Plaintiff Purcell has maintained her vehicle as recommended by Ford. Plaintiff Purcell returned her vehicle in April 2013, after the expiration of her lease.

138. Plaintiff Purcell has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of her vehicle.

139. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Purcell of the existence of the MyFord Touch system's defect and/or defective design prior to her agreement to lease the vehicle.

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# North Carolina

#### a. Daniel Fink

140. Plaintiff Daniel Fink ("Plaintiff Fink") is an individual residing in Raleigh, North Carolina. In December 2012, Plaintiff Fink purchased a new 2013 Ford Explorer from Dunn Ford, an authorized Ford dealer in Dunn, North Carolina. Plaintiff Fink purchased, and still owns, this vehicle. Unknown to Plaintiff Fink at the time he purchased his vehicle, the MyFord Touch system installed in his vehicle suffered from defects which have caused him out-of-pocket loss associated with the MyFord Touch system defect and diminished the value of his vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff Fink, so Plaintiff Fink purchased his vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and reliable.

141. At all pertinent times, although Plaintiff Fink maintained his vehicle asrecommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

142. The Ford Explorer purchased by Plaintiff Fink came equipped with MyFord Touch. Almost immediately following the purchase date of his vehicle, Plaintiff Fink experienced problems with his MyFord Touch system. Since the date of the purchase of his vehicle, the problems he has experienced with his MyFord Touch system are so frequent and pervasive, he is not able to determine the precise dates he has experienced such problems. Issues that Plaintiff Fink

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experienced include but are not limited to: system lockup and total system failure; periodic nonresponsiveness to peripheral devices (such as MP3 players and smartphones); and periodic nonresponsiveness to voice commands. Plaintiff Fink's MyFord Touch system exhibits a number of malfunctions, including system lock-up, failure to provide GPS navigation, rearview camera lockup (occasionally, the rearview camera will emit shrill beeps indicating that something is very close to the rear of the vehicle, when nothing is there), and failure to respond to touch commands. When the system locks up, the MyFord Touch screen goes blank or displays an error code, and Plaintiff Fink cannot utilize the rearview camera, cannot use the GPS navigation, cannot sync his smartphone or music device with the system, and cannot use the Bluetooth functionality to link his phone with MyFord Touch.

143. Plaintiff Fink took his Ford Explorer into service at Crossroads Ford, another authorized Ford dealer in Cary, North Carolina, for problems with MyFord Touch and has had the MyFord Touch system's software and hardware upgraded by Ford technicians. The chip installation and other purported fixes performed by the Ford dealership failed to correct the problems Plaintiff Fink's MyFord Touch system exhibits, and those problems persist. During the many service visits made by Plaintiff Fink, he was unable to use his vehicle.

17 144. Plaintiff Fink saw advertisements for and representations made by Ford about 18 MyFord Touch, including television, print media, and on the internet. Plaintiff Fink took several 19 Ford Explorers for test drives in advance of his purchase. On one occasion, Plaintiff Fink test drove 20 a Ford Explorer with MyFord Touch at Crossroads Ford in Cary, North Carolina. The Crossroads 21 Ford salesperson represented that the MyFord Touch system worked well and had full functionality, 22 including a state-of-the-art navigation system, a rearview camera described to Plaintiff Fink as a 23 great safety benefit, and the ability to sync with mobile telephones, including Plaintiff Fink's 24 particular phone. Although Plaintiff Fink cannot recall the exact language from the various 25 publications he has seen, he recalls the materials touting the innovative nature of MyFord Touch, 26 how it would enhance the driving experience, and increase the safety of the vehicle. None of these 27 publications contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff Fink viewed disclosed that the MyFord Touch in his vehicle suffered 28

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from numerous defects which would prevent his full use of his vehicle and pose safety risks, he would not have purchased his vehicle with MyFord Touch, or certainly would not have paid as much as he did for his vehicle.

145. At all pertinent times Plaintiff Fink has maintained his vehicle as recommended by Ford.

146. Plaintiff Fink has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system including, but not limited to, out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle.

147. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Fink of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

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#### a. Jerome Miskell

14 148. Plaintiff Jerome Miskell ("Plaintiff Miskell") is an individual residing in Mentor, 15 Ohio. On March 7, 2013, Plaintiff Miskell purchased a new 2013 Ford Escape equipped with 16 MyFord Touch from Klaben Ford, an authorized Ford dealer in Kent, Ohio. Plaintiff Miskell still 17 owns this vehicle. Plaintiff Miskell learned about the MyFord Touch system from Ford television 18 commercials featuring celebrity spokesperson Mike Rowe, internet websites (including Ford.com), 19 and print advertisements. Unknown to Plaintiff Miskell at the time he purchased his vehicle, the 20 MyFord Touch installed in his vehicle suffered from defects which have caused him out-of-pocket loss associated with the MyFord Touch system defect and diminished the value of his vehicle. Ford 22 knew about these defects, but did not disclose the defects to Plaintiff Miskell, so Plaintiff Miskell 23 purchased his vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and 24 reliable.

25 149. At all pertinent times, although Plaintiff Miskell maintained his vehicle as 26 recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

27 150. The Ford Escape purchased by Plaintiff Miskell came equipped with MyFord Touch. 28 Almost immediately following the purchase date of his vehicle, and no later than April 20, 2013,

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Plaintiff Miskell experienced problems with his MyFord Touch system. Since the date of the 2 purchase of his vehicle, the problems he has experienced with his MyFord Touch system are so 3 frequent and pervasive, he is not able to determine the precise dates he has experienced such 4 problems. Issues that Plaintiff Miskell experienced include but are not limited to: system lockup 5 and total system failure; periodic non-responsiveness to peripheral devices (such as Plaintiff 6 Miskell's Apple iPhone 4S and iPhone 5S devices); GPS system failure and excessive delay or lag 7 time (*e.g.*, 5-10 minute wait to calculate directions, often resulting in completely inoperable GPS); 8 and periodic non-responsiveness to voice commands. Plaintiff Miskell's MyFord Touch system 9 exhibits a number of malfunctions, including system lock-up, failure to provide GPS navigation, 10 and failure to respond to touch commands. When the system locks up, the MyFord Touch screen goes blank or displays an error code (or a "system maintenance" splash screen), and Plaintiff 12 Miskell cannot use the GPS navigation, cannot sync his smartphone with the system, and cannot use 13 the Bluetooth functionality to link his phone with MyFord Touch.

14 151. Plaintiff Miskell took his Ford Escape into service at Classic Ford, another 15 authorized Ford dealer in Mentor, Ohio, for problems with MyFord Touch and has had the MyFord 16 Touch system's software and hardware serviced and/or upgraded by Ford technicians. The system 17 resets, APIM reboots, software upgrades, and other purported fixes performed by the Ford 18 dealership failed to correct the problems Plaintiff Miskell's MyFord Touch system exhibits, and 19 those problems persist. During the service visits made by Plaintiff Miskell, he was unable to use his vehicle. 20

152. Plaintiff Miskell saw advertisements for and representations made by Ford about MyFord Touch, including television, print media, and on the internet. Although Plaintiff Miskell cannot recall the exact language from the various publications he has seen, he recalls the materials touting the innovative nature of MyFord Touch, how it would enhance the driving experience, and increase the safety of the vehicle. None of these advertisements contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff Miskell viewed disclosed that the MyFord Touch in his vehicle suffered from numerous defects which would

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prevent his full use of his vehicle and pose safety risks, he would not have purchased his vehicle with MyFord Touch, or would have paid less for his vehicle.

153. Plaintiff Miskell has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system including, but not limited to, out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle.

154. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Miskell of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

10. Texas

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#### a. Jose Randy Rodriguez

12 155. Plaintiff Jose Randy Rodriguez ("Plaintiff Rodriguez") is an individual residing in 13 Harlingen, Texas. On May 17, 2011, Plaintiff Rodriguez purchased a 2012 Ford Focus Titanium 5 14 door equipped with MyFord Touch from Tipton Ford, an authorized Ford dealer in Brownsville, 15 Texas. Plaintiff Rodriguez still owns this vehicle. Plaintiff Rodriguez learned about the MyFord 16 Touch system in Autumn 2010. In part because he was impressed with the technology associated 17 with MyFord Touch, and believed the system offered a number of attractive features, Mr. Rodriguez 18 pre-ordered in February 2011 a new 2012 Ford Focus equipped with MyFord Touch, several months 19 before the vehicle model was available for purchase. Unknown to Plaintiff Rodriguez at the time he 20 purchased his vehicle, the MyFord Touch system installed in his vehicle suffered from defects 21 which have caused him out-of-pocket loss associated with the MyFord Touch system defect and 22 diminished the value of his vehicle. Ford knew about these defects, but did not disclose the defects 23 to Plaintiff Rodriguez, so Plaintiff Rodriguez purchased his vehicle on the reasonable, but mistaken, 24 belief that his vehicle would be safe and reliable.

25 156. At all pertinent times, although Plaintiff Rodriguez maintained his vehicle as
26 recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

27 157. The Ford Focus purchased by Plaintiff Rodriguez came equipped with MyFord
28 Touch. Almost immediately following the purchase date of his vehicle, Plaintiff Rodriguez

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experienced problems with his MyFord Touch system. Since the date of the purchase of his vehicle, Plaintiff Rodriguez has taken his Ford Focus in for service at least 6-8 times to Tipton Ford, and also to Boggus Ford in Harlingen, Texas. Issues that Plaintiff Rodriguez experienced include, but are not limited to: the Bluetooth audio does not function; system does not connect to mobile phone rendering the hands-free calling feature inoperable; the SYNC system does not respond to commands and freezes up; the system will freeze and reboot without warning; and the GPS is unresponsive. When the system freezes and/or reboots, it is often while the vehicle is in motion, creating a significant safety hazard. The problems experienced by Plaintiff Rodriguez with his MyFord Touch system are so pervasive that Plaintiff Rodriguez does not even utilize many of the features of the system since they create dangerous driving conditions.

158. Prior to purchasing his vehicle, Plaintiff Rodriguez saw advertisements for and 12 representations made by Ford about MyFord Touch, including television, print media, and on the 13 internet. Although Plaintiff Rodriguez cannot recall the exact language from the various 14 publications, he recalls the materials touting the innovative nature of MyFord Touch, how it would 15 enhance the driving experience, and increase the safety of the vehicle. None of these publications 16 contained any disclosure relating to any defects in the MyFord Touch system. Had these materials 17 that Plaintiff Rodriguez viewed disclosed that the MyFord Touch system in his vehicle suffered 18 from numerous defects which would prevent the full use of his vehicle and pose safety risks, or had 19 the Ford salespersons informed him of the same, he would not have purchased his vehicle with 20 MyFord Touch, or would have paid less for his vehicle.

21 At all pertinent times Plaintiff Rodriguez has maintained his vehicle as recommended 159. 22 by Ford.

160. Plaintiff Rodriguez has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle.

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161. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Rodriguez of the existence of the MyFord Touch system's defect and/or defective design prior to his agreement to purchase his vehicle.

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162. Plaintiff Rodriguez also purchased a 2012 Ford Explorer on December 12, 2011. Plaintiff Rodriguez purchased the Ford Explorer for the exclusive use of his sister and her family, and therefore never took possession of the vehicle himself. Plaintiff Rodriguez has driven the Ford Explorer less than 5 times since purchasing the vehicle, the most recent time being sometime in 2013. He also recalls attempting to connect one Samsung Galaxy S and one Samsung Galaxy S2, sometime around the time of purchase. He experienced intermittent connectivity and was unable to sync his files on those two occasions. Plaintiff Rodriguez's sister has told him that she experiences problems with her Sirius satellite radio and her FM radio presets in the 2012 Ford Explorer.

163. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Rodriguez of the existence of the MyFord Touch system's defect and/or defective design prior to his agreement to purchase his vehicle.

#### b. Michael Ervin

164. Plaintiff Michael Ervin ("Plaintiff Ervin") is an individual residing in Deer Park, Texas. On or about October 14, 2012, Plaintiff Ervin purchased a new 2013 Ford C-Max SEL from AC Collins Ford, an authorized Ford dealer in Pasadena, Texas. Plaintiff Ervin no longer owns this vehicle. Unknown to Plaintiff Ervin at the time he purchased his vehicle, the MyFord Touch system installed in his vehicle suffered from defects which have caused him out-of-pocket loss associated with the MyFord Touch system defect and diminished the value of his vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff Ervin, so Plaintiff Ervin purchased his vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and reliable.

165. At all pertinent times, although Plaintiff Ervin maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system continued to plague his vehicle throughout the duration of his ownership.

27 166. The Ford C-Max SEL purchased by Plaintiff Ervin came equipped with MyFord
28 Touch. Almost immediately following the purchase date of his vehicle, Plaintiff Ervin experienced

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problems with his MyFord Touch system. Since the date of the purchase of his vehicle, the problems he has experienced with his MyFord Touch system are so frequent and pervasive, he is not able to determine the precise dates he has experienced such problems. Issues that Plaintiff Ervin 4 experienced included but were not limited to: system lockup and total system failure; periodic nonresponsiveness to peripheral devices (such as MP3 players and smartphones); and periodic non-6 responsiveness to voice commands. His MyFord Touch system frequently crashed and frequently 7 provided messages about performing scheduled system maintenance while crashing. The system 8 routinely failed to power on once the vehicle was started. While operating the vehicle, the MyFord Touch system occasionally activated the rearview camera when the vehicle was not in reverse. 10 Plaintiff Ervin's MyFord Touch system regularly failed to respond to voice and touch commands. Further, Plaintiff Ervin's MyFord Touch system failed to sync with his Windows phone and its 12 connection to his phone would break several times per day.

167. Plaintiff Ervin took his Ford C-Max SEL into service at AC Collins Ford on no less than six occasions specifically to have his vehicle serviced to address issues with MyFord Touch. The technicians at AC Collins Ford were never able to resolve the issues with MyFord Touch. During the many service visits made by Plaintiff Ervin, he was unable to use his vehicle. Plaintiff Ervin sold his Ford C-Max SEL at a loss of approximately \$8000 as a result of his inability to correct the MyFord Touch problems, which rendered the vehicle unsafe.

19 168. Prior to purchasing his Ford C-Max SEL, Plaintiff Ervin saw advertisements for and 20 representations made by Ford about MyFord Touch, including television, print media, and on the 21 internet. Although Plaintiff Ervin cannot recall the exact language from the various publications, he 22 recalls the materials touting the innovative nature of MyFord Touch, how it would enhance the 23 driving experience, and increase the safety of the vehicle. None of these publications contained any 24 disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff 25 Ervin viewed disclosed that the MyFord Touch system in his vehicle suffered from numerous 26 defects which would prevent his full use of his vehicle and pose safety risks, he would not have 27 purchased his vehicle with MyFord Touch, or would have paid less for his vehicle.

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169. At all pertinent times Plaintiff Ervin has maintained his vehicle as recommended by Ford.

170. Plaintiff Ervin has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle.

171. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Ervin of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

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#### a. Jason Connell

Virginia

12 172. Plaintiff Jason Connell ("Plaintiff Connell") is an individual residing in Alexandria, 13 Virginia at the time of the start of this litigation but now resides in Silver Spring, Maryland. In 14 October 2010, Plaintiff Connell purchased a 2011 Lincoln MKX equipped with MyFord Touch 15 from World of Ford, an authorized Ford and Lincoln dealer based in Alexandria, Virginia. Plaintiff 16 Connell experienced a total loss collision with the vehicle in October 2014. The vehicle was 17 therefore transferred to Plaintiff Connell's insurance company, USAA. Unknown to Plaintiff 18 Connell, at the time he purchased his vehicle, the MyFord Touch installed in his vehicle suffered 19 from defects which have caused him out-of-pocket loss associated with the MyFord Touch system 20 defect, future attempted repairs, and diminished the value of his vehicle. Ford knew about these 21 defects, but did not disclose the defects to Plaintiff Connell, so Plaintiff Connell purchased his 22 vehicle on the reasonable, but mistaken, belief that his vehicle would be safe and reliable.

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173. At all pertinent times, although Plaintiff Connell maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

174. The Lincoln MKX purchased by Plaintiff Connell came equipped with MyFord
Touch. Shortly following the purchase of his vehicle, Plaintiff Connell experienced problems with
his MyFord Touch system. The problems Plaintiff Connell has experienced with his MyFord Touch
system are so frequent and pervasive, Plaintiff Connell has taken his vehicle in for service to World

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of Ford on at least October 11, 2010, December 16, 2010, and September 19, 2013. Issues that Plaintiff Connell experienced, include, but are not limited to: the system shuts down and freezes up, and the trunk of the vehicle opens randomly. The technicians at World of Ford were never able to resolve the issues Plaintiff Connell experienced with MyFord Touch. During the many service visits made by Plaintiff Connell, he was unable to use his vehicle.

175. Plaintiff Connell saw advertisements for and representations made by Ford about MyFord Touch, including television, print media, and on the internet, including statements made by Ford's CEO Alan Mulally concerning the benefits of MyFord Touch. Such materials touted the innovative nature of MyFord Touch, how it would enhance the driving experience, and increase the safety of the vehicle. None of these publications contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff Connell viewed disclosed that the MyFord Touch in his vehicle suffered from numerous defects which would prevent full use of his vehicle and pose safety risks, he would not have purchased his vehicle with MyFord Touch, or certainly would have paid less for his vehicle.

176. At all pertinent times Plaintiff Connell has maintained his vehicle as recommended by Ford.

177. Plaintiff Connell has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and future attempted repairs, and diminished value of his vehicle.

178. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Connell of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

#### b. Henry Miller-Jones

Plaintiff Henry Miller-Jones ("Plaintiff Miller-Jones") is an individual residing in
 Reston, Virginia. On or about April 20, 2013, Plaintiff Miller-Jones purchased a new 2013 Ford
 Fusion Titanium AWD from Ted Britt Ford, an authorized Ford dealer in Fairfax, Virginia.
 Plaintiff Miller-Jones purchased, and still owns, this vehicle. Unknown to Plaintiff Miller-Jones at
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the time he purchased his vehicle, the MyFord Touch installed in his vehicle suffered from defects
which have caused him out-of-pocket loss associated with the MyFord Touch system defect and
diminished the value of his vehicle. Ford knew about these defects, but did not disclose the defects
to Plaintiff Miller-Jones, so Plaintiff Miller-Jones purchased his vehicle on the reasonable, but
mistaken, belief that his vehicle would be safe and reliable.

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180. At all pertinent times, although Plaintiff Miller-Jones maintained his vehicle as recommended by Ford, the defects with the MyFord Touch system continue to plague his vehicle.

181. The Ford Fusion Titanium AWD purchased by Plaintiff Miller-Jones came equipped with MyFord Touch. Almost immediately following the purchase date of his vehicle, Plaintiff Miller-Jones experienced problems with his MyFord Touch system. Since the date of the purchase of his vehicle, the problems he has experienced with his MyFord Touch system are so frequent and pervasive, he is not able to determine the precise dates he has experienced such problems. Issues that Plaintiff Miller-Jones experienced include but are not limited to: system lockup and total system failure; periodic non-responsiveness to peripheral devices (such as MP3 players and smartphones); inability to use Bluetooth features to stream music or other audio; and periodic nonresponsiveness to voice and touch commands. Additionally, Plaintiff Miller-Jones' GPS navigation feature frequently fails to provide accurate directions and misreads his location.

182. Plaintiff Miller-Jones took his Ford Fusion Titanium AWD to Ted Britt Ford on no less than four occasions specifically in relation to issues with MyFord Touch. On one occasion, Plaintiff Miller-Jones had his vehicle serviced by a Ford repair technician to address MyFord Touch problems, leaving the vehicle overnight. On other occasions, Plaintiff Miller-Jones was instructed by personnel on the various functions of MyFord Touch, in an attempt by Ford to correct the problems he was experiencing. Neither the technicians nor the instructional personnel at Ted Britt Ford were ever able to resolve Plaintiff Miller-Jones' issues with MyFord Touch. During the service visits made by Plaintiff Miller-Jones, he was unable to use his vehicle.

26 183. Plaintiff Miller-Jones saw advertisements for and representations made by Ford
27 about MyFord Touch, including television, print media, and on the internet. Although Plaintiff
28 Miller-Jones cannot recall the exact language from the various publications, he recalls the materials

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touting the innovative nature of MyFord Touch, how it would enhance the driving experience, and increase the safety of the vehicle. None of these publications contained any disclosure relating to any defects in the MyFord Touch system. Had these materials that Plaintiff Miller-Jones viewed disclosed that the MyFord Touch in his vehicle suffered from numerous defects which would prevent his full use of his vehicle and pose safety risks, he would not have purchased his vehicle with MyFord Touch, or would have paid less for his vehicle.

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184. At all pertinent times Plaintiff Miller-Jones has maintained his vehicle as recommended by Ford.

185. Plaintiff Miller-Jones has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle.

186. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Miller-Jones of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

#### 12. Washington

a.

#### Leif Kirchoff

18 187. Plaintiff Leif Kirchoff ("Plaintiff Kirchoff") is an individual residing in Bainbridge 19 Island, Washington. On or about February 14, 2013, Plaintiff Kirchoff purchased a new 2013 F-250 20 from Bickford Ford, an authorized Ford dealer in Snohomish, Washington. Plaintiff Kirchoff 21 purchased, and still owns, this vehicle. Unknown to Plaintiff Kirchoff at the time he purchased his 22 vehicle, the MyFord Touch system installed in his vehicle suffered from defects which have caused 23 him out-of-pocket loss associated with the MyFord Touch system defect and diminished the value 24 of his vehicle. Ford knew about these defects, but did not disclose the defects to Plaintiff Kirchoff, 25 so Plaintiff Kirchoff purchased his vehicle on the reasonable, but mistaken, belief that his vehicle 26 would be safe and reliable.

27 188. At all pertinent times Plaintiff Kirchoff maintained his vehicle as recommended by
28 Ford, but the defects with the MyFord Touch system continue to plague his vehicle.

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189. The F-250 purchased by Plaintiff Kirchoff came equipped with MyFord Touch with navigation. Plaintiff Kirchoff began to experience problems with his MyFord Touch system soon after receiving delivery of the vehicle in February 2013. Since the date of the purchase of his vehicle, the problems he has experienced with his MyFord Touch system are so frequent and pervasive, he is not able to determine the precise dates he has experienced such problems. Issues 6 that Plaintiff Kirchoff experienced include but are not limited to: periodic non-responsiveness to peripheral devices; Bluetooth connectivity issues; inability to properly stream music; rear camera 8 connection problems; wrong or missing navigation data; system lockup, and total system failure. 9 Additionally, Plaintiff Kirchoff's GPS navigation feature frequently fails to provide accurate 10 directions and misreads his location.

190. Plaintiff Kirchoff took his Ford F-250 to Bickford Ford on three occasions and Parr Ford Mazda on one occasion specifically in relation to issues with his MyFord Touch system. During these service visits made by Plaintiff Kirchoff, he was unable to use his vehicle. Plaintiff Kirchoff also estimates spending approximately 20 hours on the phone with Ford customer service regarding the defects present in his MyFord Touch system.

16 191. Plaintiff Kirchoff saw advertisements for and representations made by Ford about 17 MyFord Touch, including television, print media, and on the internet. He also saw advertisements 18 stating that Ford had made significant upgrades and corrections to the system between the 2012 and 19 2013 model years. Although Plaintiff Kirchoff cannot recall the exact language from the various 20 publications, he recalls the materials touting the innovative nature of MyFord Touch, how it would 21 enhance the driving experience, and increase the safety of the vehicle. None of these publications 22 contained any disclosure relating to any defects in the MyFord Touch system. Although Plaintiff 23 Kirchoff was aware of some mixed reviews of MyFord Touch, he was informed by the sales 24 representatives at Bickford Ford that Ford had made significant improvements to the MyFord Touch 25 system. Had these materials that Plaintiff Kirchoff viewed disclosed that the MyFord Touch system 26 in his vehicle suffered from numerous defects which would prevent his full use of his vehicle and 27 pose safety risks, he would not have purchased his vehicle with MyFord Touch, or would have paid 28 less for his vehicle.

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192. Plaintiff Kirchoff has suffered an ascertainable loss as a result of Ford's omissions associated with the MyFord Touch system, including but not limited to out-of-pocket loss associated with the MyFord Touch system defect alleged herein and the diminished value of his vehicle. He has also spent approximately 20 hours on the phone with the Ford SYNC support team, diagnosing the problems, documenting several issues, and receiving commitments that those issues would be carefully reviewed by the software team for a future software release.

193. Neither Ford nor any of its agents, dealers, or other representatives informed Plaintiff Kirchoff of the existence of the MyFord Touch system's defect and/or defective design prior to purchase.

B. Defendant

194. Ford Motor Company is a corporation doing business in all 50 states (including the District of Columbia) and is organized under the laws of the State of Delaware, with its principal place of business in Dearborn, Michigan. At all times relevant to this action, Ford manufactured, sold, leased, and warranted the Class Vehicles at issue under the Ford and Lincoln brand names throughout the United States. Ford and/or its agents designed, manufactured, and installed the defective MyFord Touch systems in the Class Vehicles. Ford also developed and disseminated the owner's manuals and warranty booklets, advertisements, and other promotional materials relating to the Class Vehicles.

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# V. TOLLING OF THE STATUTE OF LIMITATIONS

195. Any applicable statute(s) of limitations has been tolled by Ford's knowing and active concealment and denial of the facts alleged herein. Plaintiffs and the other Class members could not have reasonably discovered the true, latent defective nature of the MyFord Touch system until shortly before this class action litigation was commenced.

Ford was and remains under a continuing duty to disclose to Plaintiffs and the other
Class members the true character, quality, and nature of the Class Vehicles, that this defect is a
result of Ford's design choices, and that it will require costly repairs, and diminishes the resale
value of the Class Vehicles. As a result of the active concealment by Ford, any and all statutes of
limitations otherwise applicable to the allegations herein have been tolled.

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### VI. FACTUAL ALLEGATIONS

#### Ford Introduces and Begins Selling MyFord Touch

197. MyFord Touch is a factory-installed, integrated in-vehicle communication, navigation, and entertainment system that allows users to use a rearview camera, control vehicle climate, operate adaptive cruise control, receive navigational direction, make hands-free telephone calls, control music, and perform other functions with voice and touch commands. MyFord Touch also includes 9-1-1 Assist, which automatically contacts emergency personnel with the vehicle's coordinates in case of an accident. In addition to touchscreen and voice-based commands, MyFord Touch also features a steering wheel control panel.

10 198. MyFord Touch technology builds on the foundation laid in an earlier, first generation 11 of the system: Ford SYNC. Ford SYNC was described as a "factory-installed fully integrated in-12 vehicle communications system and entertainment system. SYNC provides drivers with hands-free 13 voice-activated control over mobile phones and digital music players, and automatically connects 14 phones and music players with the in-vehicle microphone and sound system." Ford designed and 15 developed SYNC with Microsoft and installed the original SYNC system in Ford vehicles in 2007, 16 limited to twelve groups of model year 2008 vehicles in North America. By the end of 2009, SYNC 17 was available on over 20 of Ford's vehicles, and was an option chosen by approximately 70% of 18 Ford owners. Ford initially promoted the SYNC system as a product providing drivers with the 19 ability to operate Bluetooth-enabled mobile phones and digital media players in Ford vehicles using 20 voice commands, steering wheel controls, and radio controls. Later, SYNC software was expanded 21 so text messages received by the driver could be "vocalized" by a digitized female voice named 22 "Samantha" and read aloud through the vehicle's speaker system. The initial versions of Ford 23 SYNC, however, did not include a touchscreen, like MyFord Touch.

Ford considered SYNC to be a highly successful feature. According to Ford, the
resale value of a Ford vehicle with SYNC was \$200 higher than a comparable Ford vehicle without
SYNC. Further, Paul Mascarenas, Ford's Vice President of Engineering for Global Product
Development, was quoted as saying, "SYNC is absolutely impacting our top line revenue in terms
of improved vehicle sales, net transaction pricing, and incremental revenue from SYNC services ...
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Customers clearly want SYNC and are prepared to pay for it because we delivered great technology at excellent value for the money. The positive revenue generation is the hard line connection to Ford's corporate business plan." POPULAR MECHANICS ranked SYNC as the fourth in its 2007 "Top 10 Most Brilliant Gadgets" list.<sup>15</sup>

200. In January 2010, hoping to capitalize on the success of SYNC, Ford announced that it would be launching a second generation of SYNC called "MyFord Touch." MyFord Touch was a much more comprehensive technology which utilized Ford SYNC as the operating system, but included many more features than had been available with the initial versions of Ford SYNC.<sup>16</sup> It hailed MyFord Touch as an "intuitive driver experience."<sup>17</sup> MyFord Touch was intended to "redesign the in-car interface, mirroring how consumers interact with most devices in their lives by using touch-sensitive buttons, touch screens, and voice recognition." The launch of MyFord Touch was also promoted by Ford as a significant reason to purchase a Ford vehicle.

201. At the time of the launch, Ford's CEO Alan Mulally said, referring to MyFord
Touch, "this is a reason to buy Ford ... It's just smart design. We think it's a value proposition."<sup>18</sup>
With great fanfare, Ford CEO Mulally delivered the keynote address at the Annual Consumer
Electronics show in 2010 in Las Vegas specifically to unveil MyFord Touch.

202. With MyFord Touch, Ford aimed to create a technological infotainment system that would be available not only on its higher-end vehicles, but would become the signature feature of all Ford vehicles – a feature that would increase sales of vehicles across the entire range of Ford, and Lincoln products. At the time Ford unveiled the MyFord Touch, Ford's Vice President for Group Product Development stated, "[d]emocratization of technology is a key aspect of our product plan ... With [MyFord Touch], we didn't want to create an upscale electronics package and just put

<sup>15</sup> http://en.wikipedia.org/wiki/Ford\_SYNC.

<sup>16</sup> http://www.zdnet.com/blog/gadgetreviews/ford-announces-myford-touch-with-dual-4-2-lcds-wi-fi-and-improved-voice-recognition/10838.

<sup>17</sup> http://www.zdnet.com/blog/gadgetreviews/ford-announces-myford-touch-with-dual-4-2-lcds-wi-fi-and-improved-voice-recognition/10838.

<sup>18</sup> http://www.nydailynews.com/news/money/ford-unveils-cool-new-in-car-technology-consumer-electronics-show-article-1.170650.

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it on our highest-end vehicles. This technology will be available across our full range of vehicles:
From our affordable small cars to the ultimate Lincoln, we're going to make a premium, appealing and intuitive experience available to everyone," and further described the system's ability to
"deliver[] a premium interior experience that will help consumers fall in love with their vehicles again ...."<sup>19</sup>

203. Around the same time, however, Ford developers were grappling with how they could market a product and set of upgrades they knew did not work. An October 6, 2010 e-mail written by Ford Product Manager, Erin Hortum to the Ford marketing team states: "I've been thinking about your suggestion around how we approach this 'service pack' without making it sound like the car is broken down." (WLN2-40011). Later on in the e-mail chain the Product Manager notes: "My concern with calling it enhancement is that it's not an enhancement at all. It may also imply that all issues will be fixed when we're sure that they won't be." (WLN2-40010).

204. At the 2010 rollout, only a limited number of Ford vehicles were equipped with MyFord Touch. But Ford announced its goal that by 2015, at least 80% of Ford vehicles would be equipped with MyFord Touch.<sup>20</sup> Currently, more than 10 million Ford vehicles contain MyFord Touch.<sup>21</sup>

205. On June 17, 2013, Ford issued a press release titled "SYNC and MyFord Touch Sold on 79 Percent of New Ford Vehicles, New Technology Drives Quality Satisfaction." Ford announced that, combined, SYNC and MyFord Touch systems are sold on 79 percent of new 2013 Ford vehicles. According to Ford, customers cite to these features as a reason why consumers prefer Ford vehicles over competitors.

206. Ford designed MyFord Touch to manage new technological capabilities in cars, in order to simplify a user's experience with the vehicle and to make it safer. As Ford's President stated at the time MyFord Touch was rolled out, "[a]s we began developing [MyFord Touch's]

<sup>19</sup> http://www.gminsidenews.com/forums/f37/ford-announces-myford-touch-technology-87723/.
<sup>20</sup> http://www.zdnet.com/blog/gadgetreviews/ford-announces-myford-touch-with-dual-4-2-lcds-wi-fi-and-improved-voice-recognition/10838.

<sup>21</sup> http://www.cnet.com/news/ford-sync-3-announced/.

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capability, we saw this groundswell of new technology, new functionality and incredible capability opening up to consumers ... It was readily apparent that unless we devised an intuitive interface to help drivers manage these capabilities, they could detract – and possibly distract – from the driving experience."<sup>22</sup>

207. For this state-of-the-art technology, Ford charges a hefty premium. As a stand-alone option, Ford's suggested retail price for the MyFord Touch system is approximately \$1,000.
Customers can add further options to their MyFord Touch system – such as GPS navigation capability – by paying additional fees of several hundred dollars.

#### **B.** The MyFord Touch System

## **1.** MyFord Touch Hardware.

208. MyFord Touch consists of two or three LCD screens that provide the gateway between the user and the various technological features that comprise the MyFord Touch system. The following photograph depicts the MyFord Touch system in a Ford vehicle:



209. The primary centerpiece of MyFord Touch is an eight-inch LCD touchscreen that is located in the center stack, depicted in the photograph below.

<sup>22</sup> http://www.gminsidenews.com/forums/f37/ford-announces-myford-touch-technology-87723/.

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210. As can be seen above, the LCD touchscreen interface is divided into four equal-sized sections. The upper left quarter of the screen is the interface which displays the connection to a user's mobile device, and allows the user to operate a mobile device, including making hands-free telephone calls, reviewing contact information on the mobile device, and other features related to the mobile device. The lower left quarter of the screen operates the audio system in the vehicle. It allows the user to access and select various radio stations, or other sources of audio that can be played in the vehicle. The upper right quarter of the screen permits the user to interface with the vehicles' navigation and GPS technology. The bottom right quarter of the screen is the interface is also a menu screen, which allows the user to control various aspects of the MyFord Touch system, as well as other features in the vehicle, including cabin lighting, audio settings, and other aspects of the vehicle.

211. The other two LCD interfaces are located to the left and right of the speedometer directly in front of the driver, as depicted in the photograph below.<sup>23</sup>



212. These two additional interfaces are not touchscreens. Rather, the user navigates these through a five-way control located on the steering wheel (images of the controls on the steering wheel are contained in the image in paragraph 227 above). They allow the user to perform some of the same functions that can be performed on the center stack interface, however, on a more limited basis.

# 2. The Operating System Utilized by MyFord Touch.

213. MyFord Touch is powered by "Ford SYNC," an operating system that is based on Microsoft's Windows Embedded Automotive operating system.<sup>24</sup> SYNC operates a number of features that form part of the MyFord Touch system.

<sup>23</sup> Some Ford and Lincoln vehicle models, such as the F-250, only have one screen in the gauge cluster.

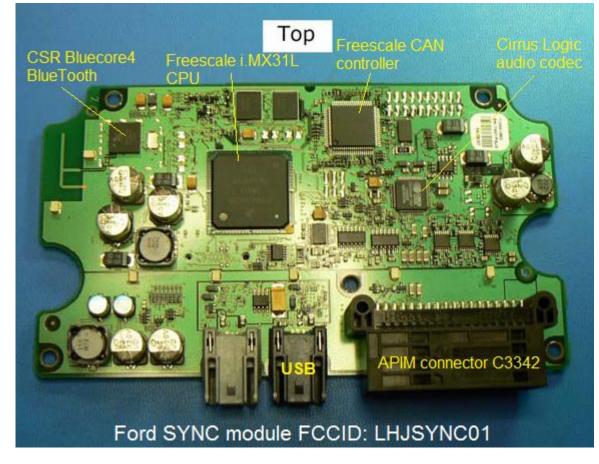
<sup>24</sup> http://www.zdnet.com/blog/gadgetreviews/ford-announces-myford-touch-with-dual-4-2-lcds-wi-fi-and-improved-voice-recognition/10838.

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C.

214. The "brain" of the MyFord Touch system is the Accessory Protocol Interface Module ("APIM") also referred to as the "SYNC Module." The system's APIM interfaces with all vehicle audio sources as well as high-speed and medium-speed vehicle Controller Area Network buses ("CAN"). The following depicts the SYNC module or APIM:



215. The MyFord Touch system's Microsoft Windows auto-based operating system can also receive software updates through the use of the Class Vehicles' USB ports.

#### Ford Promotes MyFord Touch Safety Features

216. Ford actively touts the MyFord Touch system's safety features as a reason to buy Ford and to pay the premium charged for the MyFord Touch systems. For example, on Ford's website for the MFT system (www.ford.com/technology/sync), Ford states that, "SYNC helps you keep your eyes on the road and stay connected to your world." The website features a video entitled, "SYNC Saved My Life," in which the narrator, reading a letter purportedly sent to Ford by

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a consumer, says the following: "SYNC saved my life"; "if SYNC had not dialed 911, I certainly would have perished at the bottom of that river"; "SYNC is there when nobody else is"; and "it gave me my life ... that's the ultimate technology." The video displays the words, "SYNC. Can call for help, even if you can't."

217. This automated emergency notification function operates through a MyFord Touch feature called "911 Assist." According to Ford's website, this feature operates in the following way: "In the event of an accident in which an airbag deploys or, in certain vehicles, the fuel pump shutoff is activated, 911 Assist with GPS uses a properly paired and connected mobile phone inside the vehicle to make a call directly to a 911 operator and gives emergency responders your exact location."

11 218. Ford's promotion of the MyFord Touch system also capitalizes on the recent 12 enactment of distracted driver laws. Over a dozen states have enacted laws prohibiting the use of 13 hand-held cellular telephones while driving. The MyFord Touch website 14 (www.ford.com/technology/sync/features/hands-free-calling) promotes its hands-free calling feature 15 as follows: "You never have to miss a call just because you're behind the wheel. If your phone 16 rings, you can answer with the push of a button, and you can make a call with the sound of your 17 voice." The website emphasizes the calling ease: "Calling anyone is as easy as saying his or her 18 name."

219. Numerous advertisements from MyFord Touch contained similar safety messages

such as:

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21 MyLincoln Touch<sup>TM</sup> With MyLincoln Touch,<sup>TM</sup> you can easily control phone, 22 entertainment, climate, and available navigation with intuitive touch 23 controls and voice commands.\* 24 \*Driving while distracted can result in loss of vehicle control. Only use mobile phones/MyLincoln Touch<sup>TM</sup>/other devices, even with 25 voice commands, when it is safe to do so. Some features may be locked out while the vehicle is in gear. 26 27 28 - 53 -THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1

220. Another example of promotion of the safety capabilities of MyFord Touch is in the following advertisement which represents that MyFord Touch is designed to make the "vehicle experience smarter, safer and simpler."



#### MyFord Touch

The introduction of MyFord driver connect technology heralds a sweeping redesign in the way drivers interact with their vehicles, focused on making the in-vehicle

experience smarter, safer and simpler. Featuring rich graphic display screeens, userfriendly controls and expanded voice commands, MyFord Touch" offers drivers increased connectivity while fostering a "hands on the wheel, eyes on the road" approach to keeping in touch.

MyFord leverages the company's award-winning SYNC<sup>®</sup> communications system, making additional vehicle controls voice-accessible while refining the voice recognition technology to make it more intuitive than ever. As part of MyFord, SYNC has expanded, allowing users to operate additional features like climate controls and audio and navigation systems without their eyes ever leaving the road. New features like in-car WiFi, HD Radio" technology and song tagging combined with extensive personalization options help create a rich, custom driving experience for Ford customers.

#### Making the desirable affordable

MyFord represents premium technology, but it will not be exclusive to premium products – the system was engineered from the start to be delivered in affordable, high-volume cars and trucks for everyone around the globe. As new and freshened Ford, Lincoln and Mercury models continue to arrive, all will be outfitted with MyFord driver connect technology. Across different models, different trim levels, even different countries, drivers immediately will know they're behind the wheel of a Ford vehicle equipped with the technology, safety and convenience features they expect.



Ford's Adaptive Cruise Control and Collision Warning with Brake Support allows drivers to set the vehicle's speed and maintain it without using the accelerator pedal, using radar sensors to detact moving vehicles ahead and warn drivers of collision risks.

Ford has more U.S. government 5-star crash test ratings than any other brand. Ford's rapid advancement of crash-avoidance and crash-protection technologies continues to build on its leading safety heritage.

In 2009, Ford introduced Adaptive Cruise Control and Collision Warning with Brake Support, and Blind Spot Information System with Cross Traffic Alert. These technologies help drivers avoid potential collisions by using radar to detect the position of other vehicles and warn the driver with a combination of visual and audio alerts.

Ford announced plans to introduce the world's first automotive inflatable seat belts, combining attributes of traditional safety belts and air bags to provide

an added level of crash protection for rear seat passengers. The device will be an option on the next-generation Ford Explorer that goes into production this year.

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221. The MyFord Touch system also operates the vehicle's backup camera. Backup cameras are safety features which allow drivers to see what is behind their vehicle as they back up. NHTSA has said that backup cameras could prevent half of the deaths caused by backover accidents.<sup>25</sup> There is a proposed rule that would require backup cameras in all vehicles in the United States by 2015.<sup>26</sup>

222. Nowhere in any of these materials does Ford disclose that these purported safety features provided by SYNC may not be operable because of the defects in MyFord Touch. In fact, because of the defects in MyFord Touch, a dangerous driving condition is created as the vehicle's driver is forced to focus her attention on the malfunctioning MyFord Touch instead of the road.

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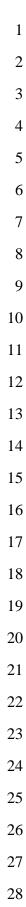
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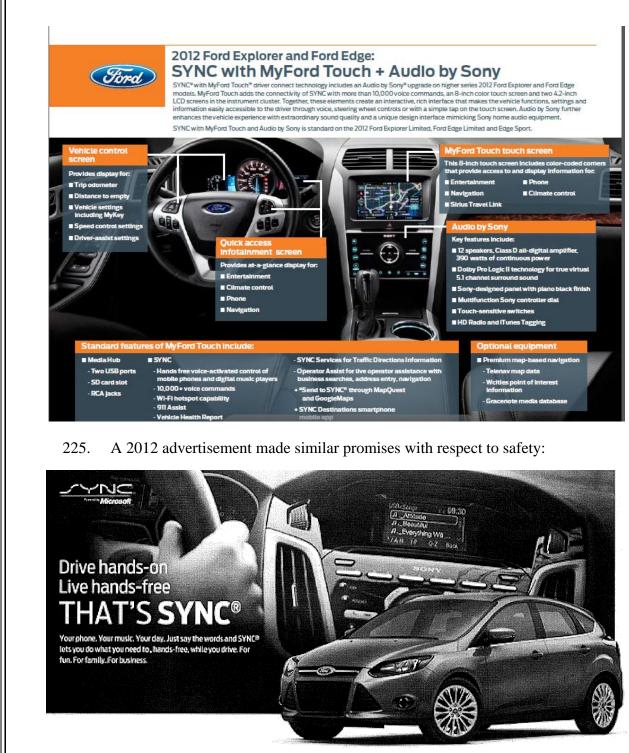
#### Ford Promotes MyFord Touch Communications And Entertainment Features

223. In addition to extolling the safety features of MyFord Touch, Ford also promotes various communication and entertainment features of MyFord Touch proclaiming the benefits of the MyFord Touch system and how it purportedly enhances the driving experience in specific ways, including by facilitating hands-free telephone use, providing automatic emergency notification (911 Assist), voice-controlled audio functionality, and a safe and convenient rearview camera system.

224. For example, regarding Ford's 2012 Edge and Explorer models, Ford distributed the following promotional material which contained the following statement concerning MyFord Touch: "together these [MyFord Touch] elements create an interactive, rich interface that makes the vehicle functions, settings and information easily accessible to the driver through voice, steering wheel controls or with a simple tap on the touchscreen." The following is a depiction of the advertisement:

<sup>25</sup> http://www.autonews.com/article/20130620/OEM11/130629981#axzz2iafFMKVW.
 <sup>26</sup> Id





226. Nowhere in any of these materials does Ford disclose that MyFord Touch is subject to, among other things, freezing and rebooting while the vehicle is in motion, therefore rendering the features it promotes in this advertisement inoperable. In fact, because of the defects in MyFord Touch, a dangerous driving condition is created as the vehicle's driver is forced to focus her attention on the malfunctioning MyFord Touch instead of the road.

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#### Serious Defects Have Plagued MyFord Touch Since Its Introduction

227. Since its launch, however, the MyFord Touch system has failed to perform as advertised. Many of the features advertised as part of the system often fail to perform entirely – especially when the system freezes up or crashes.

228. In addition, while many of the features of the MyFord Touch system were apparently intended to make the driving experience safer for the vehicle owner, the persistent problems Class Vehicle owners and/or lessees have experienced with MyFord Touch have actually created significant safety risks. For example, in the event of a malfunction, Class Vehicle owners/lessees are forced to focus on the malfunction while driving or are distracted by the malfunction putting the driver at risk of an accident. Further, during a MyFord Touch malfunction, a number of crucial vehicle functions bearing directly on safety are rendered inoperable. For example, the climate controls, including windshield defrosters, as well as rearview cameras (necessary to keep a lookout while driving in reverse), are operated only through the MyFord Touch touchscreen. When the screen freezes, or the system randomly shuts down, those features are completely inoperable. At times the audio system turns on at loud volumes startling drivers. Some drivers have even reported key components of the instrument panel unexpectedly turning to black while driving 60 miles per hour on a freeway. Such malfunctions put drivers, passengers, other motorists, and pedestrians at substantial risk of injury or death.

19 229. Further, the MyFord Touch system's failure to contact 9-1-1 in emergencies as
20 designed (and as advertised) puts drivers and passengers at risk. Ford has acknowledged that in 9-121 1 testing the GPS provided the wrong coordinates of a vehicle in need of assistance, and first
22 responders were sent tens of miles away from where the vehicle was actually located.

23 230. The defective MyFord Touch system also produces substantial and potentially
24 dangerous inconveniences. As numerous Plaintiffs have alleged, while using certain features in
25 MyFord Touch, such as the GPS navigation technology, the MyFord Touch screen will simply turn
26 off, then turn back on and, when it does, it states that it is "performing scheduled system
27 maintenance." In the meantime, the user's route that was programmed into the GPS is no longer
28 available and can leave the vehicle owner lost. Correcting for the error requires the driver to attend

to the GPS rather than the road. Notably, when this occurs, the system is not performing "scheduled" maintenance; it is simply malfunctioning.

231. Additionally, because certain crucial vehicle functions, including the rearview camera, are routed through and controlled by MyFord Touch, these features become inoperable when the MyFord Touch system crashes. Thus, drivers are more likely to collide with other cars or pedestrians when moving in reverse because the rearview camera fails.

232. Ford has acknowledged these problems by issuing a series of corrective measures

but, like the system itself, these measures have also been a failure.

233. Instead of being fixed, the MyFord Touch system suffers from the following defects:

**Software bugs**, including the following, *inter alia*:

a. Deadlocks and task starvations (*i.e.*, MyFord Touch allocates insufficient resources to different tasks, leading to system failure or lock-up). Deadlock occurs when two or more parts of the software become permanently stuck waiting for each other. Deadlocks arise between two tasks (or programs), or between two state machines that ordinarily cooperate, if the software is not properly architected. Relatedly, task starvation occurs when lower priority parts of the software never get a chance to do their jobs because they cannot access a necessary resource, such as a CPU, to run. Unlike deadlock, task starvation can be temporary and can affect a single task (rather than several, although it may affect several tasks as well). Task starvation results when a faster processor is needed to properly run the programs, or when tasks are misprioritized by design;

b. Buffer and/or stack overflows. Buffer and stack overflows occur when a program attempts to use more space (or memory) than is available to it by virtue of the data structure;

c. Race conditions (including via unprotected singletons and within shared nonreentrant subroutines). Race conditions occur when two or more tasks or programs both use the same object (*e.g.*, a global variable or a hardware register) without adequate protection against simultaneous use. Each task or program attempts to draw on the same data, which can corrupt the data;

d. Missed real-time deadlines, *e.g.*, as a result of incorrect prioritization of tasks and interrupt service routines. Software that must not only get the right mathematical answer but also get the right answer on time is "real-time." Missing such deadlines has consequences. In the MyFord Touch system, an example of a real-time deadline would be in the communication with peripheral devices such as Bluetooth connections to cell phones. The common reported problem of supported phones not being able to connect could be caused by underlying missed deadlines. Like task starvation, this occurs when either a faster processor is needed or the tasks are misprioritzed;

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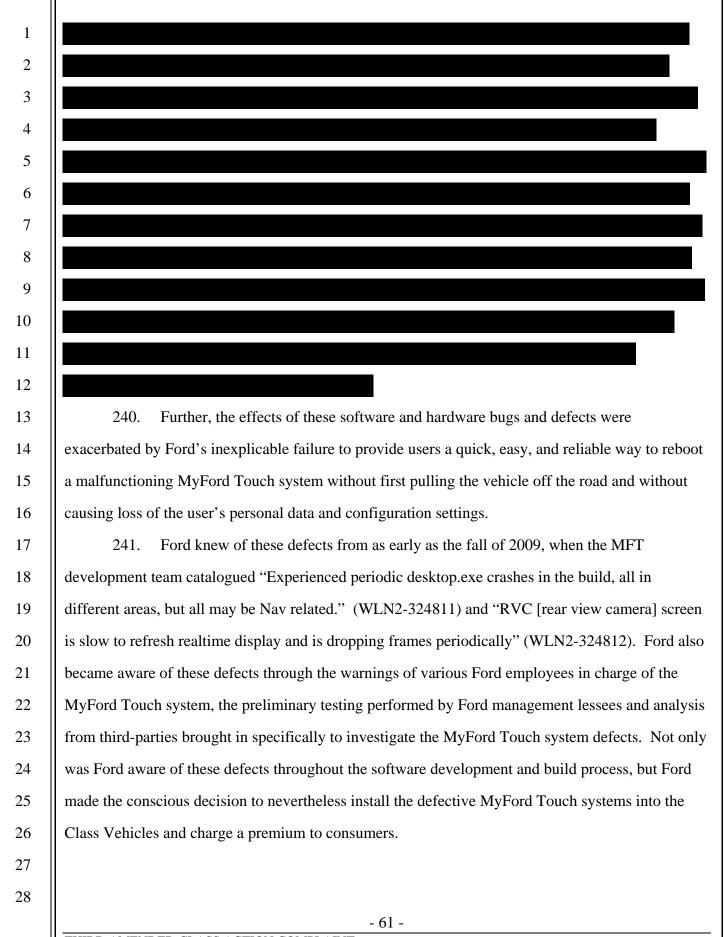
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	e. Logical errors within individual algorithms, subroutines, and device drivers. Logical errors are software bugs within a single span of code. Programmers make mistakes and not all of those mistakes are detected reliably in testing. For example, a function to compare two numbers and return the larger value might have a bug that only occurs when one of the values is over 1,000,000. That logical error then may cause an observable system crash;
	f. Errors including dead ends in state machines. A dead end in a state machine occurs when the software is not properly designed to handle a particular sequence of events, such as key presses or menu selections, and the system becomes unresponsive, fails to power on, or fails to operate normally; and
	g. Invalid pointer dereferences and related errors in pointer arithmetic. This is a type of memory corruption that leads to random misbehaviors, some of whic produce observable symptoms like system crashes or lock-ups.
234.	Other software and hardware defects, including inadequate defenses against the
following, in	ter alia:
	* deadlock, starvation, and/or death of tasks;
	* stack overflow;
	* memory corruptions, including database corruptions;
	* spurious electrical signals, including interrupts;
	* invalid or improper messages on the CAN bus;
	* stuck memory bits;
	* miscalibrated or malfunctioning sensors and actuators: (Sensors such as the camera CCD for the backup camera and for the temperature feedback in the climate control system. Actuators such as window defrosters and climate controls);
	* insufficient electrical grounds, <i>e.g.</i> , at peripheral connection points and antennae; and
	* other electrical/electronic, system, and/or software malfunctions.
235.	All of these software and hardware defects are a result of Ford's inadequate design of
the MyFord	Fouch system and/or of Ford's faulty implementation of the MyFord Touch software in
the manufact	uring process. Ford also failed to perform adequate safety and performance testing on
the MyFord	Fouch system, which would meaningfully reflect the average consumer's experience
with the info	tainment system.
236.	The software-related bugs and defects described above resulted from some or all of
the following	g failures of software process and architecture:
	* inadequate testing, including insufficient unit testing, insufficient integration testing, and insufficient regression testing;
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1 2 3 4 5 6 7 8	<ul> <li>* failure to adopt or enforce software development best practices, including failure to adequately enforce bug-reducing coding rules;</li> <li>* insufficient use of static analysis tools and peer reviews to find problems before they get into vehicles;</li> <li>* selection of inappropriate software architectures, such as excessive reliance upon global variables and other shared objects;</li> <li>* failure to program defensively by, <i>e.g.</i>, bounds-checking parameters and handling subroutine return error codes at run-time; and</li> <li>* use of an insufficient system for logging run-time events to provide necessary information to engineers tasked to resolve issues.</li> </ul>
9 10 11 12	
13 14 15 16	238.
17 18 19 20	
21 22 23 24 25	239. Ford also documented that the company failed to conduct planned testing prior to the launch of the MyFord Touch.
26 27 28	- 60 -
	THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1CASE NO. 13-CV-3072-EMC



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#### Ford Issues Multiple Secret TSBs, "Updates," and Warranty Extensions

242. As Class Vehicle owners' complaints mounted, Ford began to issue Technical Service Bulletins ("TSB") and "updates" in an effort to resolve them. TSBs are recommended repairs issued by the manufacturer and sent to dealers. TSBs are issued when a manufacturer receives widespread reports of a particular problem in its vehicles.

243. As early as November 2010, the same time the first MyFord Touch cars were coming off the assembly line, Ford employees were gathering information and deliberating upon whether to issue a TSB or a SSM. In an e-mail sent to several Ford engineers and dated November 10, 2010 has as its subject line "TSB Request for Input: 010-2010-1911: 2011 Edge/MKX With Various Functionality Concern With The MyFord Touch And MyLincoln Touch System. Some 2011 Ford Edge and Lincoln MKX vehicles may experience various concerns with MyFord Touch and MyLincoln Touch Systems in the following areas: Travel Direction Information (TDI), Travel Link Unsubscribed, Voice Recognition, Phone Pairing, Information Calling The Wrong Phone Number, Address Book Downloads, Touch Screen Inop Conditions, SD Card Fault, Screen Reboots, Performing System Maintenance, Navigation Set in Kilometers/Voice Communicates in Miles, and Reverse Camera Scrolling Display. To correct this condition the APIM will need to be reflashed." (WLN2-00002019). It is unclear whether this TSB was ever released to the consumer.

244. On or about April 27, 2011, Ford issued TSB 11-4-18 pertaining to Ford vehicles
equipped with MyFord Touch. In TSB 11-4-18, Ford noted that the MyFord Touch systems
installed in Class Vehicles may experience blank screens, missing presets, lack of voice recognition,
incorrect dialing of phone numbers, and display problems with the rearview camera. The TSB
directed dealerships to reprogram the software system.

23 245. On or about July 22, 2011, Ford issued TSB 11-7-24, which superseded TSB 11-4-18.
24 TSB 11-7-24 also pertained to the operation of Ford vehicles equipped with MyFord Touch.
25 Specifically, this TSB explained that Class Vehicles "may experience" various concerns with
26 "blank/black display screen, radio switches from off to on or changes state after ending a phone call
27 or voice command, phone pairing, incorrect Sirius channel selection using voice command, unable
28 to download photo resolution 800x378, phonebook downloads, AM/FM missing preset display

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information, voice recognition, voice recognition when using SYNC services, USB device detection, 2 travel link download time, Sirius channel art logo mismatch, clock intermittently displays incorrect 3 time, traffic direction and information (TOI) calling wrong phone number, travel link subscription, 4 address book downloads, navigation set in kilometers but voice communicates in miles, and backup 5 camera scrolling display." TSB 11-7-24 directed the dealership to perform a software update by 6 fully reprogramming the APIM and, if that did not resolve the problem, to replace the APIM. In 7 addition, the TSB acknowledged an ancillary issue to the various problems experienced by Class 8 members with their MyFord Touch systems. When a Ford dealership attempts to "fix" the problems 9 with MyFord Touch systems, it usually requires that the system has to be completely reset to the 10 default factory settings. Thus, all of the user's personal information and preferences will have been deleted from the system and will require the user to again input such information into the system.

246. On March 13, 2012, Ford issued TSB 12-3-11. This TSB explained that vehicles with MyFord Touch systems built between October 30, 2011 and December 31, 2011, "may exhibit multifunction and infotainment display screens simultaneously going blank, scrambled images, flickering displays. These conditions will occur on both screens at the same time."

16 247. In early March 2012, Ford issued what appears to be the first update to MyFord 17 Touch as well as a warranty extension on the SYNC module. On or about March 6, 2012, Ford 18 initiated Customer Satisfaction Program Campaign 12M01 ("Campaign 12M01") pertaining to Ford 19 vehicles equipped with the MyFord Touch system. This Campaign explained that certain MY 2011-20 2012 Explorer, Edge, MKX and MY 2012 Focus vehicles equipped with MyFord Touch may 21 require replacement of the SYNC module, the brain of the MyFord Touch system. Ford's 22 Campaign 12M01 extended warranty coverage of the APIM to four years of service from the 23 warranty start date on Ford vehicles and five years on Lincoln vehicles, regardless of mileage. In 24 addition to Campaign 12M01, at or around the same time, Ford initiated a program titled Software 25 Application Upgrade Program 11A01, its first "update" to all Ford vehicle owners with MyFord 26 Touch. Installation of the upgrade was a requirement to receiving the warranty extension in 27 Campaign 12M01. According to Ford, "[w]ith this Performance Upgrade, you'll immediately

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notice the benefits of a faster system, simpler graphics, easier controls, enhanced voice recognition capability, tablet compatibility and support for Audible.com audiobooks."

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248. Internally, however, there was a different conversation. Gary Jablonsky, Infotainment and Connectivity Engineering Manager, writes an e-mail on August 8, 2011 noting that: "The words Re-Launch are banished. While the name Re-Launch accurately characterizes the amount of work we are undertaking, it also conveys a negative connotation that we don't want shared outside of the company – so to make sure that doesn't happen we need to change internal speaking immediately. The Re-Launch is now called the 'Performance Upgrade.' 'Re-Launch' is the new 'Voldemort' ... his whose name we will not say." (WLN2-360857). The Performance Upgrade/Re-Launch marketing tactics, however, were essentially moot as this update did not cure the problems experienced by Class members with MyFord Touch.

249. On or about September 1, 2012, Ford issued TSB 12-9-1 relating to MyFord Touch.
TSB 12-9-1 explained that Ford vehicles equipped with MyFord Touch "may exhibit concerns with Missing Radio Presets, Radio Stays On, Voice Recognition Inoperative, and Sirius Missing Fuel Prices."

250. On or about November 5, 2012, Ford issued TSB 12-11-1 to address concerns with "navigation, voice recognition, call sound quality, phone pairing and/or system performance" with regard to MyFord Touch. This TSB superseded TSB 12-9-1. TSB 12-11-1 provided steps for a full software update of the SYNC module to the latest software version then available, V3.5.1. Those Class Vehicles equipped with navigation required a new A4 level SD-card for proper navigation function.

22 251. In connection with TSB 12-11-1, on or about November 8, 2012, Michael A.
23 Berardi, Ford's Director of Service Engineering Operations, sent a letter to all Ford and Lincoln
24 dealers titled "DEMONSTRATION/DELIVERY HOLD Application Performance Upgrade 11A01"
25 ("Campaign 11A01"). The letter described a process to be utilized by Ford dealers on MyFord
26 Touch to "improve overall system functionality, voice recognition, screen refresh rates, response to
27 touch, and to simplify screens for ease of use" due to concerns with "navigation, voice recognition,
28 call sound quality, phone pairing and/or system performance."

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252. Campaign 11A01 provided steps for a full software update of the SYNC module to the latest software version now available, V3.5.1. Those Class Vehicles equipped with navigation required a new A4 level SD-card for proper navigation function.

253. On or about November 15, 2012, Ford issued TSB 12-11-2 because, among other things, vehicles equipped with MyFord Touch, "may exhibit a screen message indicating navigation stopped functioning contact your dealer, GPS has a red strike through X, Navigation unavailable is displayed in the upper right hand corner of the screen ...." To address the problem, Ford instructed technicians to perform a reprogram of the Global Position Satellite Module (GPSM).

254. On or about January 14, 2013, Michael E. Berardi, Ford's Director of Service
Engineering Operations issued Campaign "DEMONSTRATION/DELIVERY HOLD Application
Performance Upgrade 12A04" because software was released to "improve overall system
functionality and performance including navigation, voice recognition, call sound quality, and
phone pairing." The upgrade contained the latest operating system software – version BB/12285/v
3.5.1. Upgrade 12A04 instructed Dealers "to inspect the APIM software level and if necessary,
reprogram the Accessory Protocol Interface Module...." If the system was unresponsive,
inoperative, or if the vehicle software update was unsuccessful, dealers were instructed to replace
the SYNC module.

255. On or about August 5, 2013, Ford issued TSB 13-8-2 to address "concerns with navigation, voice recognition, call sound quality, phone pairing, clock, media, WiFi pass code entry, and/or system performance." The TSB instructed dealers to install an update to the "Consumer Interface Processor," updating it to software version 3.6.

256. On or about October 3, 2013, Ford issued TSB 13-10-6, which superseded TSB 13-8-2. TSB 13-10-6 was issued to address "concerns with navigation, voice recognition, call sound quality, phone pairing, clock, media, WiFi pass code entry, rear view camera guide lines and/or system performance." The TSB instructed dealers to install an update to the "Consumer Interface Processor," updating it to software version 3.6.

27 257. Despite this almost unprecedented number of TSBs, the MyFord Touch system is
28 still defective.

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## Consumer Complaints Document MyFord Touch Defects in Class Vehicles

## 1. Consumers Complain On-Line.

258. Plaintiffs' experiences are not isolated or outlying occurrences. Indeed, the Internet is replete with examples of blogs and other websites where consumers have complained of the exact same defect within the Class Vehicles.

259. For example, a website titled "syncsucks.com" lists the following "most common

SYNC/MyFord Touch issues," all of which are symptoms of the same defective APIM:

- screen goes black and won't come back on;
  - backup camera goes black without warning while backing up;

## SYNC system restarts without warning while driving;

- SYNC system freezes up completely even after the vehicle is turned off;
  - says phone connected, yet voice says no phone connected when asking to dial number;
  - displays phone is connected, yet after repeated efforts it will not respond to ANY voice command;
  - music randomly starts playing while using the phone;
  - randomly jumps from audio source to audio source;
  - keeps disconnecting USB iPod;
  - will not recognize multiple brand-new USB jump drives; and
  - never really got to enjoy my six months of satellite radio as SYNC said I had no subscription forcing me to call Sirius multiple times to try and sort that out.<sup>27</sup>

260. Another website called "fordsyncproblems.com" was created by a consumer in

response to "Ford's inability to resolve issues with my newly purchased 2012 Ford Escape." The

website states that the Escape owner purchased the 2012 Escape "for the specific use and safety for

my daily 70 mile commute," but that "[w]hen making a phone call through the SYNC system I can

hear the phone conversation clearly through the car speakers BUT the person on the other end of the

conversation cannot hear me clearly; it either sounds like I am in a tunnel or it is very choppy. The

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<sup>27</sup> http://www.syncsucks.com.

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quality of the conversation gets worse as your speed increases."<sup>28</sup> There are several other similar 1 websites.<sup>29</sup> 2 Consumers Complaints to NHTSA are Evidence of a Widespread Problem. 3 2. Likewise, the database maintained by the National Highway Traffic Safety 4 261. 5 Administration contains dozens of similar consumer complaints, some of which are set forth below: 6 **Date Complaint Filed:** 11/30/2010 **Date of Incident:** 10/9/2010 7 NHTSA ID Number: 10368439 **Manufacturer:** Ford Motor Company 8 Vehicle Identification Number: 2FMDK3JC9BB... 9 THIS CAME WITH THE MYFORD TOUCHSYSTEM WITH SYNC SERVICES. THIS SERVICE HAS YET TO WORK. AFTER HAVING THE DEALER HAVE IT FOR A DAY, 10 THEY COME BACK AND SAY ITS A FORD PROBLEM THAT THEY ARE LOOKING INTO. 11 I CALL SYNC SERVICE AND THEY SAY THE DEALER ONLY HAS TO FLASH THE MEMORY AND THIS WILL FIX IT. THE DEALER DOESN'T HAVE THE TOOLS TO DO 12 THIS YET. I WAS EVEN TOLD TO TAKE IT TO ANOTHER DEALER AND THIS IS HOW I FOUND OUT THEY NEED TO ORDER CABLES. THEY STILL HAVE NOT GOT THESE 13 AND I WAS TOLD EVEN AFTER THEY GET THEM NOW, NOT TO WORK ON ANY 14 VEHICLES TILL FORD GETS A FIX FOR IT. WHY WAS THIS SYSTEM EVEN PUT INTO THE MARKET IF THEY HAVE THESE ISSUES!! 15 Date Complaint Filed: 3/27/2011 16 **Date of Incident:** 11/20/2010 **NHTSA ID Number:**10393012 17 Manufacturer: Ford Motor Company 18 Vehicle Identification Number: Not Available 19 FORD'S SYNC SYSTEM IS A SAFETY HAZARD. IT DOES NOT WORK AS ADVERTISED, CONSTANTLY CRASHES AND IS A GRAVE DISTRACTION FOR DRIVERS. 20 **Date Complaint Filed**: 8/16/2012 21 22 **Date of Incident:** 1/27/2011 **NHTSA ID Number:**10470900 23 Manufacturer: Ford Motor Company Vehicle Identification Number: 2FMDK3KC5BB... 24 25 <sup>28</sup> http://fordsyncproblems.com/5001.html. 26 <sup>29</sup> See http://www.fordfusionclub.com/showthread.php?t=413068; http://www.focusfa natics.com/forum/showthread.php?t=260838; and http://jalopnik.com/gm-hasnt-really-found-that-27 new-thing-yet-for-ford-its-485829232. 28 - 67 -

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1	I PURCHASED MY 2011 FORD EDGE IN DECEMBER OF 2010 AND HAVE NOT HAD A DAY WHEN THERE HASN'T BEEN A PROBLEM WITH WITH EITHER THE SYNC OR
2	SIRIUS SYSTEM. I HAVE HAD MY AUTO SERVICED SIX SEPARATE TIMES AND STILL HAVE ISSUES. AMONG THESE SIX VISITS, FOUR INVOLVED EITHER RECALLS OR
3	"FULL FLASH REPROGRAMS," IN ADDITION TO THE MAJOR SOFTWARE UPDATE
4	WITH THE USB FORD SENT OUT. CURRENTLY MY RADIO SUDDENLY SWITCHES BANDS, OR PRESETS MALFUNCTION, AND MY RADIO WON'T TURN OFF WITHOUT A
5	COMPLICATED SERIES OF SCREEN ADJUSTMENTS. ALSO WHEN THIS HAPPENS MY
6	MEMORY SEAT FUNCTION IS DISABLED AND NO LONGER WORKS. I CONSIDER THESE PROBLEMS NOT MERELY COSMETIC, BUT FUNCTIONAL SAFETY ISSUES
7	SINCE THE SERVICE DEPARTMENT CANNOT FIGURE OUT HOW THE RADIO/SYNC ISSUES AFFECT THE MEMORY SEAT FUNCTION AND THUS COULD ULTIMATELY
8	AFFECT A MORE CRITICAL AUTO FUNCTION AND THESE OCCUR WHILE DRIVING
9	WHICH HAS CAUSED ME MOMENTARY DISORIENTATION.
10	Date Complaint Filed: 6/12/2011 Date of Incident: 3/5/2011
11	<b>NHTSA ID Number:</b> 10406568
12	Manufacturer: Ford Motor Company Vehicle Identification Number: 2FMDK3KC7BB
13	THE SYNC SYSTEM IS CONSISTENTLY LOCKING UP, THE MUSIC PLAYS WHEN THE
14	DASHBOARD STATES THE AUDIO IS OFF, WHEN THIS HAPPENS NONE OF THE
15	BUTTONS WORK. I HAVE BEEN PULLING OVER TO THE SIDE OF THE ROAD TO TURN MY VEHICLE OFF, OPEN THE DOOR TO MAKE THE SCREEN CLEAR, THIS DOES NOT
16	WORK. THEN ALL OF A SUDDEN THE SYNC SYSTEM WILL RE-BOOT ITSELF AND THEN IT WORKS AGAIN. THE BLUETOOTH SYSTEM IS ALWAYS DISCONNECTING MY
10	PHONE OR I CALL SOMEONE AND I CAN'T HEAR THEM, TO THE POINT I DON'T EVEN
	USE THE BLUETOOTH ANYMORE. WHEN THE MOTOR IS SHUT OFF AND YOU OPEN THE VEHICLES DOOR THE SCREEN SHOULD COME UP WITH FORD EMBLEM. THE
18	SYNC SYSTEM LOCKING UP INCIDENT HAS OCCURRED 3 TIMES AND I'M FIXING TO TAKE IT IN AGAIN. IT'S ALWAYS BEEN THE SAME ANSWER THERE WAS AN UPDATE
19	THAT NEEDED TO BE DONE. IT IS FORDS RESPONSIBILITY TO MAKE WHEN A
20	VEHICLE IS SOLD NEW FOR \$40K, THAT IT WORKS. OF COURSE I STILL HAVE TO MAKE MY MONTHLY PAYMENT TO FORD, IF THIS CONTINUES I'M GOING TO LOOK
21	INTO THE LEMON LAW BECAUSE THIS IS RIDICULOUS.
22	Date Complaint filed: 12/3/2012
23	Date of Incident:         12/3/2012           NHTSA ID Number:         10487021
24	Manufacturer: Ford Motor Company Vehicle Identification Number: Not Available
25	
26	2011 FORD EXPLORER. CONSUMER WRITES IN REGARDS TO SYNC MALFUNCTION IN VEHICLE. *SMD THE CONSUMER STATED WHEN THE SYSTEM FAILED, THE SCREEN
27	WENT BLACK AND THE RADIO AND TEMPERATURE CONTROL STOPPED WORKING, AS WELL AS OTHER COMPONENTS. THE SYNC HAS BEEN WORKED ON BY THE
28	DEALERSHIP 13 TIMES. ATTACHMENT
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1	
2	Date Complaint filed:12/6/2012Date of Incident:12/3/2012
3	NHTSA ID Number: 10488263 Manufacturer: Ford Motor Company
4	Vehicle Identification Number: Not Available
5	2011 FORD EXPLORER. CONSUMER WRITES IN REGARDS TO ISSUES WITH A
6	"MY FORD TOUCH" VOICE ACTIVATED SYSTEM. *TGW THE CONSUMER STATED THE "MY FORD TOUCH" IS A VOICE OR TOUCH SCREEN ACTIVATED SYSTEM THAT
7	CONTROLLED ENTERTAINMENT, CLIMATE, NAVIGATION AND HANDS FREE CELL PHONE FUNCTIONS. WHEN THE SYSTEM STOPPED WORKING, THERE WAS NO
8	CONTROL OVER ANY OF THE AFOREMENTIONED DEVICES. THE CONSUMER HAD TO
9	TAKE THE VEHICLE TO THE DEALER THREE TIMES, BECAUSE OF THE MALFUNCTIONING SYSTEM. A TYPICAL PROBLEM WAS THE SYSTEM LOCKING UP,
10	THE SCREEN WOULD FREEZE AND THERE WAS NO CONTROL OVER THE HEATER/AIR CONDITIONER OR RADIO VOLUME. USUALLY AFTER 10-12 MINUTES
11	THE SCREEN WOULD GO BLANK AND A MESSAGE APPEARED THAT READ PERFORMING SCHEDULE MAINTENANCE.
12	
13	Date Complaint Filed: 7/8/2013 Date of Incident: 7/7/2013
14	NHTSA ID Number: 10523680 Manufacturer: Ford Motor Company
15	Vehicle Identification Number: Not Available
16	SUMMARY: DEAR NHTSA, I HAVE RECENTLY PURCHASED A FORD EXPLORER LIMITED 2013
17	MODEL ABOUT 3 MONTHS AGO. SINCE I HAVE PURCHASED THIS VEHICLE I HAVE NOTICED THAT THE MYTOUCH SYSTEM HAS CONSTANT GLITCHES AND CAUSING
18	DISTRACTIONS WHILE DRIVING. YESTERDAY I STARTED THE VEHICLE AND THE ENTIRE SCREEN WAS OUT INCLUDING THE BACKUP SENSORS AND CAMERA. I HAVE
19	CONTACTED FORD AND THE DEALERSHIP BUT THEY DO NOT SEEM TO BE VERY
20	RESPONSIVE. I WILL BE TAKING THIS VEHICLE TO THE DEALERSHIP TOMORROW HOWEVER I FIND THIS TO BE A SAFETY ISSUE AS MY WIFE RELIES ON THE CAMERA
21	AND SENSORS WHEN PARKING A VEHICLE.
22	Date Complaint Filed: 6/19/2013 Date of Incident: 6/15/2013
23	NHTSA ID Number: 10520751
24	Manufacturer: Ford Motor Company Vehicle Identification Number: 2LMDJ8JK9D8
25	SUMMARY: VEHICLE STOPPED RECEIVING TRAFFIC INFO ON NAVIGATION SCREEN. ALL OTHER
26	DATA RECEIVED VIA "SYNC" SYSTEM FROM SIRIUS OPERATING CORRECTLY. DEALER REPLACED COMPUTER MODULE THEY IDENTIFIED AS CONTROLLING THIS
27	FUNCTION. NO CHANGE IN CONDITION. PROBLEM ESCALATED TO FORD TECH
28	PEOPLE. A MONTH AGO, THE RADIO FUNCTIONS FAILED. IT REQUIRED A SYSTEM UPGRADE.
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1	
2	Date Complaint Filed: 4/10/2013
	Date of Incident: 4/9/2013 NHTSA ID Number: 10505787
3	Manufacturer: Ford Motor Company
4	Vehicle Identification Number: 2LMDJ6JK0DB SUMMARY:
5	WHILE DRIVING ON THE HIGHWAY AT ABOUT 65MPH, THE SYNC SYSTEM SCREEN
6	WENT BLACK, AFTER ABOUT 5 MINUTES, THE SYSTEM CAME BACK UP. I WAS UTILIZING THE NAVIGATION SYSTEM AT THE TIME AND WAS FORCED TO STOP, RE-
7	ENTER THE DETAILS OF THE LOCATION I WAS INTENDED TO VISIT. THE SYNC
8	SYSTEM SHOULD NEVER JUST RESTART ITSELF WITHOUT WARNING A DRIVER. I AM CONCERNED THERE IS A MORE SEVERE PROBLEM WITH THE MAIN CONTROL
	SYSTEM WITH THIS PARTICULAR VEHICLE AS THREE OTHER ISSUES HAPPENED
9	WITHIN A WEEK OF EACH OTHER. 1. BLIB MODULE (BLIND SPOT AND CROSS TRAFFIC SENSORS FAULTED AND NEEDED REPLACEMENT) 2. SYNC SYSTEM
10	REBOOTS ITSELF WHILE DRIVING AND UTILIZING NAVIGATION 3. LOW PRESSURE
11	ERROR POPS UP, STEERING BECOMES IMPOSSIBLE, ACCELERATION DIES, AND BRAKING SLUGGISH. CAR REQUIRED SHUTDOWN AND RESTART TO RESOLVE.
12	
13	Date Complaint Filed: 1/19/2013 Date of Incident: 7/11/2012
14	NHTSA ID Number: 10493496
15	Manufacturer: Ford Motor Company Vehicle Identification Number: 1FMCU9H99
	SUMMARY:
16	THE MYFORD TOUCH SYSTEM WITH NAVIGATION IS UNSAFE. DUE TO CONTINUOUS SOFTWARE AND HARDWARE ERRORS, THE LARGE VIDEO SCREEN IS DISTRACTING
17	TO THE DRIVER. PHONE DOES NOT SYNC FROM TIME TO TIME, NAVIGATION DOES
18	NOT ACQUIRE GPS SIGNAL OR VEHICLE POSITION IS INCORRECT. MANY PROBLEMS WITH BLUETOOTH AND USB INTEGRATION, TOO MANY TO LIST HERE. WHEN
19	GLITCHES OCCUR, THE SCREEN OFTEN GOES COMPLETELY BLANK, SHOWING NOTHING AT ALL. I HAVE HAD MY ESCAPE IN FOR SERVICE THREE TIMES FOR
20	THESE PROBLEMS. MY SPOUSE COMPLAINS WHEN SHE RIDES IN THE CAR THAT I
21	AM DISTRACTED BY CONTINUOUS ERRORS OF THE MFT DISPLAY. PROBLEMS WITH MFT SYSTEM HAVE ALSO BEEN NOTED BY CONSUMER REPORTS. I WILL TAKE
22	ADVANTAGE OF THE LEMON LAW TO CORRECT THIS UNSAFE SITUATION WITH MY
	VEHICLE. *TR
23	Date Complaint Filed: 12/6/2012
24	Date of Incident: 12/3/2012 NHTSA ID Number: 10488263
25	Manufacturer: Ford Motor Company
26	Vehicle Identification Number: Not Available SUMMARY:
27	2011 FORD EXPLORER. CONSUMER WRITES IN REGARDS TO ISSUES WITH A "MY
28	FORD TOUCH" VOICE ACTIVATED SYSTEM. *TGW THE CONSUMER STATED THE "MY FORD TOUCH" IS A VOICE OR TOUCH SCREEN ACTIVATED SYSTEM THAT
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1	CONTROLLED ENTERTAINMENT, CLIMATE, NAVIGATION AND HANDS FREE CELL PHONE FUNCTIONS. WHEN THE SYSTEM STOPPED WORKING, THERE WAS NO
2	CONTROL OVER ANY OF THE AFOREMENTIONED DEVICES. THE CONSUMER HAD TO
3	TAKE THE VEHICLE TO THE DEALER THREE TIMES, BECAUSE OF THE MALFUNCTIONING SYSTEM. A TYPICAL PROBLEM WAS THE SYSTEM LOCKING UP,
4	THE SCREEN WOULD FREEZE AND THERE WAS NO CONTROL OVER THE HEATER/AIR CONDITIONER OR RADIO VOLUME. USUALLY AFTER 10-12 MINUTES
5	THE SCREEN WOULD GO BLANK AND A MESSAGE APPEARED THAT READ
6	PERFORMING SCHEDULE MAINTENANCE. WHEN THE SYSTEM WAS FINALLY RESTORED, EVERYTHING WORKED AGAIN. SOMETIMES WHEN USING THE
7	NAVIGATION TO FIND AN ADDRESS, THE CAR ICON WOULD WANDER OFF THE PRESCRIBED ROUTE EVEN THOUGH THE CONSUMER WAS DRIVING THE
8	PRESCRIBED ROUTE. WHEN THAT HAPPENED, THE SCREEN WOULD OFTEN DISPLAY
9	A LARGE YELLOW QUESTION MARK. THE FIRST TIME THE CONSUMER VISITED THE DEALER, THEY FLASHED THE MEMORY. IT HELPED, BUT IT STILL FAILED, AT TIMES.
10	THE SECOND TIME, HE RETURNED TO THE DEALER, THEY INSTALLED AN UPDATED PROGRAM FROM FORD THAT WAS SUPPOSED TO CORRECT THE PROBLEMS. BUT, AS
11	TIME WENT ON, THE NEW PROGRAM STARTED TO FAIL IN A SIMILAR WAY AS THE OLD PROGRAM. THE LAST TIME, THE CONSUMER VISITED THE DEALER, THEY DID A
12	MASTER RESET BY DISCONNECTING THE BATTERY, THEREBY REMOVING ALL POWER FROM THE SYSTEM AND REBOOTING IT WHEN THE BATTERY WAS
13	RECONNECTED. THE DEALER INFORMED THE CONSUMER, HE COULD ALSO PULL
14	FUSE 29 AND PUT IT BACK IN AGAIN. HOWEVER, THE CONSUMER STATED HE WAS NOT ABLE TO REACH THE FUSE, AS IT WAS TUCKED WAY UP UNDER THE
15	DASHBOARD, BUT EVEN IF HE COULD REACH IT, IT WOULDN'T FIX THE DEFECTIVE SOFTWARE PROVIDED BY FORD AND MICROSOFT. DISCONNECTING THE BATTERY
16	DIDN'T FIX THE PROBLEM, IT ONLY REBOOTED THE COMPUTER AND EVENTUALLY, THE PROBLEM WOULD RETURN. *JB
17	
18	Date Complaint Filed: 11/6/2012 Date of Incident: 9/4/2012
19	NHTSA ID Number: 10483516 Manufacturer: Ford Motor Company
20	Vehicle Identification Number: 1FMCU0H9XDU SUMMARY:
21	TL* THE CONTACT OWNS A 2013 FORD ESCAPE. THE CONTACT STATED THAT THE MYTOUCH SYSTEM FAILED AND WOULD NOT ALLOW HER TO MAKE A CALL. IN
22	ADDITION, THE MYTOUCH SYSTEM WOULD NOT PROPERLY RESPOND TO
23	COMMANDS. THE VEHICLE WAS TAKEN TO THE DEALER FOR TESTING ON SEVERAL OCCASIONS WHERE THE DEALER ADVISED THAT THE MYTOUCH CHIP NEEDED TO
24	BE REPLACED. THE MANUFACTURER WAS MADE AWARE OF THE FAILURE AND ADVISED THE CONTACT THAT SOMEONE WOULD CALL THE CONTACT AT A LATER
25	DATE. THE VEHICLE WAS NOT REPAIRED. THE APPROXIMATE FAILURE MILEAGE
26	WAS 22,083. Date Complaint Filed: 10/31/2012
27	Date of Incident: 6/15/2011 NHTSA ID Number: 10482741
28	Manufacturer: Ford Motor Company
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1	Vehicle Identification Number: 2FMDK4KC9BB		
2	SUMMARY: TL* THE CONTACT OWNS A 2011 FORD EDGE. THE CONTACT STATED THAT WHILE		
3	PARKED THE CONTACT NOTICED THE SYNC TECHNOLOGY ON THE TOUCH SCREEN		
4	WAS NOT FUNCTIONING PROPERLY AFFECTING THE AIR CONDITIONER, RADIO, CELL PHONE SYNC, AND NAVIGATION SYSTEM. THE CONTACT STATED HE WAS		
	CONSTANTLY DISTRACTED AND LOOKING AWAY FROM THE ROAD TO CANCEL OR		
5	SWITCH FUNCTIONS ON THE SCREEN. THE VEHICLE WAS TAKEN TO THE DEALER FOR DIAGNOSTIC TESTING FOURTEEN DIFFERENT TIMES. THE TECHNICIAN		
6	PERFORMED VARIOUS SOFTWARE UPDATES AND REPLACED THE COMPUTER THREE DIFFERENT TIMES BUT THE FAILURE CONTINUED. THE VEHICLE WAS NOT		
7	REPAIRED. THE APPROXIMATE FAILURE MILEAGE WAS 200.		
8	Date Complaint Filed: 9/25/2012		
9	Date of Incident: 7/25/2012		
10	NHTSA ID Number: 10477022 Manufacturer: Ford Motor Company		
11	Vehicle Identification Number: 1FMCU0H93DU SUMMARY:		
12	NUMEROUS FAULTS WITH RADIO AND NAVIGATION SYSTEM PART OF MYFORD		
13	TOUCH SYSTEM. THE RADIO WILL COME ON BY ITSELF AND WILL NOT SHUT OFF. THIS USUALLY OCCURS WHEN A CELL PHONE IS IN USE AND CONNECTS OR		
14	DISCONNECTS VIA BLUETOOTH WHEN THE CAR IS STARTED OR TURNED OFF. WHEN THIS FAULT OCCURS THE RADIO WILL NOT ALLOW DIFFERENT STATIONS TO		
15	BE SELECTED. THE RADIO WILL NOT TURN OFF EVEN AFTER THE ENGINE IS		
16	TURNED OFF AND THE DOORS ARE OPENED. THE POWER BUTTON FOR THE RADIO WILL NOT FUNCTION TO SHUT OFF THE RADIO AT THESE TIMES. THE RADIO WILL		
17	REMAIN ON FOR APPROXIMATELY 20 MINUTES AFTER THE VEHICLE IS SHUT OFF		
	AND THE ALARM IS TURNED ON. THE DEALER HAS ACKNOWLEDGED THIS PROBLEM EXISTS WITH SIMILAR VEHICLES AND HAS STATED THAT A REPAIR DOES		
18	NOT EXIST. THE NAVIGATION SYSTEM IS SLOW TO RESPOND AND AT TIMES CANNOT PROPERLY LOCATE THE VEHICLE. THE NAVIGATION SYSTEM ALSO HAS		
19	FAULTED BY NOT ALLOWING MANUAL ENTRY OF ADDRESSES OR SELECTION OF		
20	SAVED DESTINATIONS. THE DEALER HAS ACKNOWLEDGED A REPAIR FOR THIS DOES NOT EXIST OTHER THAN TO DISCONNECT THE BATTERY TERMINALS FOR AT		
21	LEAST 10 MINUTES. *TR		
22	Date Complaint Filed: 8/9/2012		
23	Date of Incident: 8/26/2011 NHTSA ID Number: 10469990		
24	Manufacturer: Ford Motor Company		
25	Vehicle Identification Number: 1FMHK7D81BG SUMMARY:		
26	FORD "MYFORD TOUCH" SYSTEM HAS FAILED ON NUMEROUS OCCASIONS. IT HAS FROZEN, LOCKED UP, AND CONTINUOUSLY REBOOTED. WHEN THIS OCCURS, YOU		
27	LOSE ALL FUNCTIONALITY AND ABILITY TO CHANGE RADIO STATIONS, ADJUST		
28	CLIMATE CONTROL, USE NAVIGATION, HANDS FREE FUNCTIONS, ETC. WHILE THERE IS SOME MANUAL CONTROLS FOR BASIC OPERATIONS, IT DOES NOT ALLOW		
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1	FULL CONTROL OF TALL SYSTEMS. FOR INSTANCE, WHEN THE MFT SYSTEM FAILS, YOU HAVE NO ABILITY TO TURN ON OR ADJUST THE REAR CLIMATE CONTROLS
2	FOR REAR PASSENGERS. DEALER HAS TRIED UPGRADING SOFTWARE, RESETTING
3	SOFTWARE, REINSTALLING SOFTWARE, AND REPLACING HARDWARE. WHILE THE PROBLEM IS NOT AS BAD AS IT HAS BEEN, IT CONTINUES WITH NO RESOLVE. *TR
4	Date Complaint Filed: 2/25/2012
5	Date of Incident: 12/5/2011 NHTSA ID Number: 10449336
6	Manufacturer: Ford Motor Company Vehicle Identification Number: 2FMDK4KC5BB
7	SUMMARY:
8	PURCHASED MY 2011 EDGE LIMITED DEC. 2010, HAD INTERMITTENT SYNC PROBLEMS STARTING APPROX JUNE 2011. DID AN UPGRADE OFF THE SYNC MY
9	RIDE WEBSITE IN NOV 2011 AND THAT STARTED ALL THE SYNC PROBLEMS. THEY INCLUDE: NAVIGATION FAILURE WHILE ON A TRIP, THAT WAS FUN, BEING LOST
10	WITH 2 CARS OF FAMILY FOLLOWING US. BACKUP CAMERA WORKS OR NOT,
11	DEPENDS ON THE DAY. DASHBOARD LIGHTS BLINKING ON & OFF WHILE DRIVING, BLUETOOTH DISCONNECTING MY PHONE ALMOST EVERYDAY. THE SYNC SYSTEM
12	LIKES TO TURN OFF, BLACK SCREEN, RESETS ITSELF WITHOUT DOING ANYTHING EXCEPT TURNING THE CAR ON! SOMETIMES WHEN I LEAVE THE CAR THE SYNC
13	SYSTEM & RADIO WILL STAY ON EVEN AFTER I LOCK THE CAR. 2X IT HAS GONE TO
14	THE DEALER, 2X I GET THE CAR BACK & AM TOLD I HAVE TO DEAL WITH IT AS THERE IS NO FIX TO THE GLITCH IN THE SYSTEM. SO, 42K FOR A NEW CAR, ALSO
15	PURCHASED AN EXTENDED WARRANTY, WHEN ALL WARRANTY'S ARE EXPIRED WHO WILL PAY FOR FORDS "GLITCH"? I WILL NEVER RECOMMEND THIS CAR TO
16	ANYONE. *TR
17	Date Complaint Filed: 1/5/2012
18	Date of Incident: 11/23/2011 NHTSA ID Number: 10442557
19	Manufacturer: Ford Motor Company Vehicle Identification Number: 1FMHK8D8X
20	SUMMARY: THE FORD SYNC SYSTEM DECIDED TO DO AN UPGRADE AND DISABLED ALL
21	RELATED FEATURES FOR ABOUT 30 MINUTES. THIS INCLUDED AUDIO, CELL PHONE
22	LINK, RADIO, HEATER AND THE REAR VIEW CAMERA! IT HAS OCCURRED AGAIN AND APPEARS TO ALWAYS HAPPEN IMMEDIATELY AFTER STARTING THE CAR,
23	WHICH IS WHEN THE REAR VIEW CAMERA IS VERY LIKELY TO BE NEEDED. *TR
24	Date Complaint Filed: 12/9/2011 Date of Incident: 12/8/2011
25	<b>NHTSA ID Number</b> : 10439143
26	Manufacturer: Ford Motor Company Vehicle Identification Number: 2FMDK4KC9BB
27	SUMMARY: VEHICLE EQUIPPED WITH MYFORD TOUCH SYSTEM. SYSTEM CONTROLS
28	HEATING/DEFROSTING SYSTEM. THIS SYSTEM HAS FAILED TO OPERATE PROPERLY
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1	ON MULTIPLE OCCASIONS. FORD MOTOR COMPANY IS AWARE OF ISSUE AND HAS
2	NOT CORRECTED IT. FORD SHOULD NOT BE ALLOWED TO MARKET VEHICLES THAT
2	DO NOT HAVE PROPERLY FUNCTIONING HEATING/DEFROSTING CONTROLS. THESE VEHICLES ARE DANGEROUS AND THE ISSUE IS WELL KNOW BY INTERNET
4	SEARCHES. PEOPLE RELY ON VEHICLES TO OPERATE PROPERLY IN WINTER CONDITIONS. THIS NEEDS TO BE ADDRESSED. THANK YOU FOR YOUR HELP. *TR
5	Date Complaint Filed: 11/30/2011
6	Date of Incident: 2/1/2011 NHTSA ID Number: 10437851
7	Manufacturer: Ford Motor Company
-	Vehicle Identification Number: 1FMHK8F8XBG SUMMARY:
8	MORE LIKE ADAPTIVE 'CURSE' CONTROL. MY 2011 EXPLORER LIMITED 4X4 WITH
9	THE ADAPTIVE CRUISE ALWAYS CATCHES THE REAR OF SEMI TRUCKS IN OTHER
10	LANES, CAUSING IT TO APPLY FULL BRAKES AND PEOPLE BEHIND ME ALMOST CRASH INTO ME. MY 2011 LIMITED IS TOTALLY FACTORY ORIGINAL, NO TOW BARS.
11	HERE IN CALIFORNIA THE SEMI TRUCK SPEED IS 55 WHILE AUTOS CAN GO 65-70MPH (AND IN MOST CASES EVERYONE GOES 80+). SO WHEN I'M GOING ALONG AT 65-70
12	WITH NO VEHICLES HEAD OF ME IN MY LANE AND THE THING GOES 100% BRAKES I
13	ALMOST CRASH. I ALSO GET THE CRUISE CONTROL TOTALLY DISABLED BECAUSE
	OF AN ERROR IN THE SYNC MODULES. THE SYNC COMPUTER MODULES CONTROL THE ADAPTIVE CRUISE, STABILITY CONTROL, BACK UP DETECTION SYSTEM, AUTO
14	WIPERS, AUTO PARKING SYSTEM, TRACTION CONTROL, 4X4 SYSTEM, ETC., ETC. I
15	FEAR THAT THE SRS IS ALSO TIED INTO THESE SAME SYNC COMPUTER MODULES. FORD CLAIMS THE SYNC SYSTEM AUTOMATICALLY RESETS/REBOOTS ITSELF
16	EVERY 24 HOURS WHILE THE VEHICLE IS OFF TO AVOID SYSTEM OUTAGES. WHAT
17	HAPPENS MOST OF THE TIME IS THE SYSTEM WILL RUN (EVEN THOUGH THE SCREEN IS OFF) FOR ABOUT A WEEK UNTIL, WHILE DRIVING, THE SYNC COMPUTER
18	CRASHES JUST LIKE HOME COMPUTERS & CELL PHONES DO IF LEFT ON
	CONTINUOUSLY. WHILE THIS CRASH IS TAKING PLACE THE TOUCH SCREEN FREEZES, MUSIC PLAYING WILL STOP, OR CHANGE VOLUME, OR CHANGE TRACK,
19	OR CHANGE SOURCE; WIPERS WILL STOP, OK CHANGE VOLUME, OK CHANGE TRACK,
20	OFF, BACKUP CAMERA SYSTEM GOES DOWN OR SCREEN FREEZES WHILE BACKING
21	UP, 4X4 IS DISABLED, CENTER DISPLAYS WILL GO BLANK. MY 2011 EXPLORER HAS BEEN IN THE FORD SERVICE DEPT FOR SYNC MODULE REPLACEMENT AND
22	REPROGRAMMING 4 TIMES NOW SINCE JAN 2011. STILL NO FIX. *KB
23	Date Complaint Filed: 11/20/2011
24	Date of Incident: 8/31/2011 NHTSA ID Number: 10437068
25	Manufacturer: Ford Motor Company Vehicle Identification Number: 1FMHK8F8XCG
26	SUMMARY:
	THIS FORM DOES NOT ALLOW ENTRY OF MULTIPLE DATES. THERE IS AN ISSUE WITH MYFORD TOUCH WITH THIS VEHICLE THAT IS CONTINUAL. PUTTING IN ONE
27	DATE IS POINTLESS. THE CLIMATE (DEFROSTER, ETC) SYSTEM AND THE
28	NAVIGATION SYSTEM ARE PART OF THIS MODULE, ALONG WITH PHONE AND
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1	AUDIO FEATURES. THIS MODULE LOCKS CONTINUALLY AND IT IS DANGEROUS BECAUSE YOU CAN'T CONTROL THE DEFROSTER OR NAVIGATION SYSTEM
2	MANUALLY WHEN THIS OCCURS. REPEATED TRIPS TO THE DEALER HAVE BEEN
3	FRUITLESS AND MY WIFE WAS IN DANGEROUS SITUATIONS SEVERAL TIMES IN HEAVY TRAFFIC CORRIDOR CONDITIONS IN NORTHERN NEW JERSEY. IT IS
4	UNCONSCIONABLE THAT FORD IS SELLING THESE VEHICLES FOR NEARLY \$50,000 THAT ARE DEFECTIVE AND THEY KNOW THEY ARE DEFECTIVE.
5	
6	Date Complaint Filed: 8/8/2011 Date of Incident: 7/28/2011
7	NHTSA ID Number: 10418053
8	Manufacturer: Ford Motor Company Vehicle Identification Number: 2FMDK3JC3BB
9	SUMMARY: FORD SYNC SYSTEM HAS BEEN FREEZING, BACK UP CAMERA BLACKING OUT, GPS
10	STALLING. CAR HAS BEEN RETURNED TO DEALER 3 TIMES FOR A REBOOT SYSTEM. DEALER SAID IT HAS TO DO WITH THE NEW SYSTEM AND THERE BEING BUGS. *TR
11	
12	Date Complaint Filed: 6/1/2011 Date of Incident: 4/5/2011
13	NHTSA ID Number: 10404872 Manufacturer: Ford Motor Company
14	Vehicle Identification Number: 2LMDJ6JK5BB
	SUMMARY: WHEN DRIVING DOWN THE HIGHWAY, THE SYNC SCREEN GOES COMPLETELY
15	BLANK. AT THIS POINT I HAVE NO ACCESS TO HEAT, A/C, DEFROSTER, RADIO, OR
16	BACKUP CAMERA. ON OCCASION THE SCREEN HAS BEEN BLANK FOR UP TO ONE HUNDRED MILES. I DON'T WORRY ABOUT THE DEFROSTER IN THE SUMMER BUT IN
17	THE WINTER THIS IS A DEFINITE SAFETY CONCERN. NOT HAVING THE BACKUP CAMERA IS RISKY FOR THERE MAY BE SMALL CHILDREN BEHIND THE VEHICLE.
18	I'VE BEEN IN CONTACT WITH FORD MOTOR COMPANY. THEY TELL ME THERE
19	ENGINEERING DEPARTMENT IS WORKING ON A FIX BUT THERE IS NO ETA NOR DO THEY HAVE ANY IDEA WHEN OR IF THEY CAN FIX IT. THE CONSUMER WANTED TO
20	INCLUDE THE FILE NUMBER ASSIGNED TO HER BY FORD MOTOR COMPANY.
21	COMPLAINT # 441951441
22	<b>Date Complaint Filed</b> : 12/15/2010 <b>Date of Incident</b> : 12/10/2010
23	NHTSA ID Number: 10370847
24	Manufacturer: Ford Motor Company Vehicle Identification Number: 2FMDK3JC0BB
25	SUMMARY:
26	SYNC/MY TOUCH CONSOLE ON 2011 FORD EDGE LOCKS UP OR GOES DEAD. THERE IS NO WAY TO ACTIVATE THE WINDSHIELD DEFROST WITHOUT THE TOUCH
	SCREEN. DEALERSHIP SERVICE DEPARTMENT HAS BEEN UNABLE TO UNLOCK SCREENS. THIS PROBLEM HAS BEEN WIDELY REPORTED ON OWNERS WEBSITE FOR
27	THE 2011 EDGES, BUT FORD DOES NOT SEEM TO HAVE A FIX FOR IT. IT IS WINTER
28	AND I NEED TO RUN DEFROST. *TR - 75 -
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<b>Date Complaint Filed</b> : 11/15/2010 <b>Date of Incident</b> : 10/20/2010			
NHTSA ID Number: 10365783 Manufacturer: Ford Motor Company			
Vehicle Identification Number: 2FM		B	
<b>SUMMARY</b> : THIS IS A PREEMPTIVE COMPLA	,		
ACCIDENT YET. THE MYFORD T VEHICLES ARE DEFECTIVE. THE			
SAFETY RELATED DEFECT IS TH	HAT THE S	YSTEM CAN SP	ONTANEOUSLY REBOOT AT
ANY TIME WITH NO WARNING T AND MULTIPLE TIMES WITHIN A			
SHUTS DOWN THE BACKUP CAN CHILDREN WHO GET BEHIND TH			
SUDDENLY GO FULL WHITE AT DISTRACTING TO A DRIVER AT	FULL BAC	KLIGHT, WHIC	H IS EXTREMELY
THE SYSTEM REBOOTS WHEN T			
FACILITY OR IS ON THE PHONE TO DEALERSHIPS ON OCT 20TH .			
THIS TIME. MANY CUSTOMERS	HAVE BEE	N REPORTING	THESE PROBLEMS ON THE
OWNER2OWNER WEBSITE FOR T COMPLAINT IN HOPES IT CAN B			
RATHER THAN AFTER. THANK Y	OU *TR		
Date Complaint Filed: 10/28/2010			
<b>Date of Incident</b> : 9/27/2010 <b>NHTSA ID Number</b> : 10362842			
Manufacturer: Ford Motor Company Vehicle Identification Number: 2LM		2	
SUMMARY:			
THE SIRIUS TRAVEL LINK (THRU NOT WORKED FROM DAY 1 OF F WOULD NOT ADMIT ANY ISSUE WHEN A FIX WILL BE AVAILABI NOT WORKING BEFORE THEY H ARE PAYING FOR SOMETHING T EVER WILL. *TR	PICKING U S BUT NOV LE. I SHOU AD ME SIC	P THE SUV ON S W THEY FINALI LD HAVE BEEN GN A LEASE FOI	9/27/10. AT FIRST LINCOLN LY DO BUT DO NOT SAY I TOLD THAT OPTION WAS R THE CAR. ALOT OF US
H. Ford Technicians Have Chro Touch Impact The Safety Of			The Defects In The Myford
262. The following entries a	are from For	d's Global Comm	on Quality Indicator System
("CQIS"). This system is a database j	providing ac	cess to selected v	ehicle concern information
originating from dealerships and inter	nal Ford sou	arces; REPAIR 11	/04/2010 10:25AM
PCE) MSS - FCSD -	VSP C/P S	VC ENG WEB FO	ORM DATA - *TECH'S
		76 -	
THIRD AMENDED CLASS ACTION COM 010388-11 817775 V1	PLAINT		CASE NO. 13-CV-3072-EMC

1 OUESTION: \*LOOKING FOR DIRECTION. CUSTOMER IS VERY VERY UPSET WITH 2 NEW VEHICLE AND WE HAVE NO LEADS ON DIAG. \*DESCRIPTION OF VEHICLE 3 CONCERN: \*CUSTOMER STATES WHEN DRIVING THIS MORNING (EARLY WHILE 4 DARK OUTSIDE) THE RADIO WENT ON LOUD (FULL VOLUME), A/C CAME ON FULL 5 BLAST ALL OF THE LIGHTS WENT OUT INSIDE AND OUT (HEADLIGHTS, DASH 6 LIGHTS, TOUCH SCREEN ECT.) SHE PULLED OFF ROAD AND SHUT OFF VEHICLE. 7 STARTED VEHICLE A MOMENT LATER AND ALL ITEMS CAME BACK ON AND 8 WORKED. ALSO AT TIMES AT RANDOM THE SYNC SYSTEM WILL SAY "CALL 9 ENDED" EVEN WHEN SHE IS NOT USING THE PHONE. \*DIAGNOSTICS ALREADY 10 COMPLETED: \*VEHICLE WAS AT SHOP 11-1-10 FOR TOUCH SCREEN GOING BLACK, 11 BACK UP CAMERA AND SENSORS INOP. PER HOTLINE WE DID PERFORM TSB 10-21-2 12 EVEN THOUGH THIS VEHICLE IS OUT OF DATE RANGE, ALL ITEMS PASSED. WE DID 13 VERIFY THIS CONCERN AND RELEASED VEHICLE BACK TO CUSTOMER WITH 14 INFORMATION ABOUT KNOWN SOFTWARE ISSUE WITH MYTOUCH THAT COULD BE 15 CAUSING CONCERN. ADVISED CUSTOMER WE WOULD NOTIFY WHEN THAT 16 INFORMATION IS AVAILABLE TO US \*PARTS REPLACED: \*NOTHING \* 17 WLN3 SPLIT069814, page 934 CQIS Report Number: AKAA4026 18 REPAIR 03/12/2014 01:19PM MSS - FCSD - TECH SVC 19 HOTLINE WEB FORM DATA - \*CONCERN: CUSTOMER SAID HE WAS DRIVING ON THE 20 EXPRESSWAY WHEN HE SAW A MESSAGE 'NOT IN PARK' THEN ALL THE 21 INSTRUMENTATION SHUT OFF, THE WIPERS CAME ON. HE PULLED OFF THE ROAD 22 AND SHUT VEHICLE OFF (IN HIS WORDS TO TRY AND REBOOT SYSTEM) WHEN HE 23 TRIED TO RESTART NOTHING NO CRANK, PASSENGER DOOR WINDOW WORKED, 24 BUT, NOTHING ELSE \* \* DIAGNOSTICS: NOTHING AT THIS TIME, RAN OASIS FOR 25 MESSAGES \* \*PARTS REPLACED: NONE \* \*TECH QUESTION: WE HAVE NOT HAD A 26 CHANCE TO HOOK UP TO IDS YET, THOUGH I DID SEARCH TSB/SSM. WITH A BRAND 27 NEW VEHICLE AND SUCH UNUSUAL COMBINATION OF SYMPTOMS, WONDERING IF 28 - 77 -THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1

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THERE IS SOMETHING	WITH ENGINEERIN	G THAT WOULI	D BE A PROBLEM. JUST
TRYING TO SEE IF THE	ERE IS SOMETHING	WE SHOULD KN	NOW. THERE WAS ONE TSB
DEALING WITH WIRIN	G TSB 13-12-12 BUT,	, DID NOT HAVE	E SOME OF THESE FREAKY
SYMPTOMS			
WLN3_SPLIT397212, page 981 CQIS Report Number : ECLHL005			
REPAIR 09/18/2012 04:	11PM	MSS - FCS	D - TECH SVC HOTLINE
WEB FORM DATA - *C	ONCERN:VEHICLE I	NTERIOR WIND	SHIELD FOGGED UP SO BAD
HAD TO PULL OVER A	ND WAIT TO ALLOW	V WINDSHIELD	*TO DEFOG TO DRIVE. *
*DIAGNOSTICS: CKD N	IO OVERHEAT CKD	DRAIN FOR HT	R BOX OK NO CODES *
*PARTS REPLACED:NC	ONE * *TECH QUEST	ION:WHAT COU	JLD CAUSE THIS CODES *
*PARTS REPLACED:NC	ONE * *TECH QUEST	TION:WHAT COU	ULD CAUSE THIS AND HAVE
YOU EXPERIENCED AN	NY OTHER CONCER	NS OF THIS NAT	FURE? SUGGESTIONS?
	WLN3_SPLIT1208 CQIS Report Numl	10	
10-05-2011 08:32:25 pm =	==== CUST SAYS= IN	SERVICE FOR	THE 5TH TIME= PUT IN
PAPERS FOR THE LEM	ON LAW= THE LEAS	SING COMPANY	PROVIDED THE NUMBER
TO CRC= NAVIGATION	SYSTEM LOCKS UI	P, WILL NOT TA	KE INFORMATION, SHUTS
DOWN, BACK UP SYST	EM DOESN'T WORK	K, CIRCUIT BOA	RD SHUTS DOWN= JUST
HAS OIL CHANGE, OIL	ENGINE LIGHT CAN	ME BACK ON= S	SOMETIMES THE VEH WILL
FAIL TO START OR STA	ALL WHILE DRIVING	G= EVERYTHIN	G WOULD GO BLACK IN THE
VEH= SYNC FAILED TO	O WORK= WOULD B	E IN ROUTE SO	MEWHERE AND IN THE
MIDDLE OF GOING TO	THE DESTINATION	= AC GOES ON A	AND OFF= SO MANY
ELECTRICAL ISSUES =	DLRSHP IS WORKIN	NG WITH THE C	UST, PROBLEM IS WITH
FMC PRODUCT= SENT	LEMON LAW PAPER	RWORK TO CRC	FOR FMC AND ATTORNEY
JOURNEY ON 10/3/2011	TRACKING #701115	70000324795015	= DLRSHP ADVISED CUST
TO DISCONNECT A CA	BLE FROM THE NAV	VIGATION AND	THAT ISN'T HER JOB=
SELLING DLRSHP TOL	D CUST THAT THER	E'S NOTHING T	HEY CAN DO NOTHING
		78 -	
THIRD AMENDED CLASS A 010388-11 817775 V1			CASE NO. 13-CV-3072-EMC

1 ABOUT IT. TOLD HER SHE NEEDED TO DO WHAT SHE NEEDED TO DO= DLRSHP IS 2 MAKING FINAL ATTEMPT TO REPAIR BUT ISN'T EXPECTING THE CONCERN TO BE 3 CORRECTED, ETA ON REPAIR TO BE COMPLETED UNKNOWN= DOESN'T WANT THE 4 VEH ANYMORE, DOESN'T FEEL SAFE WITH IT=== DLRSHPAUTOWAY FORD-5 BRADENTON5325 14TH STREET WESTBRADENTON FL 34207(888) 208-8907= TOM, SM= 6 DAVID, TECH=== CRC SAYSI HAVE DOCUMENTED YOUR CONCERNS AND AM 7 SENDING YOUR INFORMATION TO OUR CUSTOMER CARE SOLUTIONS TEAM. YOU 8 WILL BE CONTACTED BY A SPECIALIST TO DISCUSS YOUR ISSUE WITHIN 2 9 BUSINESS DAYS. THIS DOES NOT GUARANTEE THAT FORD WILL BUYBACK YOUR VEHICLE. FORD'S COMMITMENT IS TO HONOR THE NEW VEHICLE LIMITED 10 11 WARRANTY.= = AVAIL ANY TIME= VEH 12 AT DLRSHP 10-06-2011 10:43:42 pm CSM AUTUMN X7763-OBC TO DEALER AND SPOKE 13 TO S/A DAVE AND HE ADVISED THAT THE CUSTOMER BROUGHT THE VEHICLE IN 14 FOR THE SYNC ISSUE AND THE DEALER HAS UPDATED . CUSTOMER HAS A NEW 15 PHONE . CUSTOMER HAS A BLACKBERRY KNOW AND DEALER IS UNAWARE OF THE 16 MODULE . VEHICLE WAS IN SEPTEMBER 12TH AND ON 8-22-2011 .CSM LOOKED UP 17 TSB 11-07-24 AND CSM WANT. REPLACED APIM BASE PARTS NUMBER 14D212. DEALER ADVISED THAT THEY WILL LOOK INTO TSB .- OBC TO CUSTOMER @ AND 18 19 CSM ADVISED THAT WILL FOLLOW UP ON 10-10-2011 10-10-2011 11:10:55 pm CSM 20 AUTUMN X7763- OBC TO CUSTOMER @ AND CSM ADVISED THAT SHE WILL BE 21 WORKING WITH OUR LEGAL DEPARTMENT FROM NOW ON. CSM PROVIDED TANYAS 22 INFO. CSM CLOSING DUPLICATE CASE 23 WLN3\_SPLIT249234, page 163 CASE NUMBER: MRS-03786027811172 20910004 24 I. Ford Employees, Both Present And Former, Routinely Chastise The Company For The 25 **Defects In The MyFord Touch System** 26 263. Ford's production literally contains hundreds of instances where Ford employees, past and 27 present, explain ongoing defects relating to the MyFord Touch System they are experiencing in their 28 - 79 -THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1 CASE NO. 13-CV-3072-EMC

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1 vehicles. Most of these complaints also be moan the inability of Ford to rectify the defects, thereby 2 placing these individuals and their families at risk. For example, Steve Wilkie, Supervisor - Cam 3 Drive / VCT Design, notes the following in an e-mail dated January 3, 2011: "My brother got the 4 'update' per the TSB and continues to have issues. He did also have the dealer confirm that he has 5 no hardware issues per the diagnostics run. His list is below. He works for Apple and therefore is 6 critical possibly where others might not notice, however... As well, my father who now has his 7 MKX which I had been driving is having similar issues, with the most often one being the black 8 screen and then 'routine maintenance' note. His dealer now has his car overnight to try the system 9 update again tomorrow since they kept having issues today. They would both be very happy to help 10 in any way if required. The ongoing functional issues and then the dealers incapability to perform 11 the update in under a day is unacceptable. Have we done anything to the Explorer launch to 12 improve things? The amount of units with this out there is scary, and growing significantly daily... 13 Honestly, I think it's so bad we should stop shipping vehicles with the system as it stands currently. 14 Black eyes take a very long time to heal." (WLN1-3071).

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## The MyFord Touch Problems Have Diminished the Value of the Class Vehicles

264. The problems plaguing MyFord Touch are well known and have directly impacted Ford's reputation. Prior to the release of the MyFord Touch system, Ford's reputation for quality had enjoyed many years of steady improvement. Ford's standing among consumers and consumer reporting organizations plummeted following the launch of the system. Consumer reporting organizations attributed the drop to the MyFord Touch system problems. For example, J.D. Power & Associates' "Initial Quality Study" examines vehicles during the first 90 days of ownership.<sup>30</sup> In 2010, the last year before rolling out the MyFord Touch system, Ford placed fifth on J.D. Power & Associates' Initial Quality Study.<sup>31</sup> In 2011, after the rollout, Ford fell to 23rd place in the same survey.<sup>32</sup> In 2010, Lincoln was ranked eighth in the same survey.<sup>33</sup> In 2011, it tumbled to 17th

<sup>30</sup> http://wheels.blogs.nytimes.com/2011/06/23/aggravating-myford-touch-sends-ford-

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 $^{31}$  *Id*.

<sup>32</sup> *Id*.

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plummeting-in-j-d-power-quality-survey/?hpw.

1	place. <sup>34</sup> J.D. Power & Associates' Vice President stated that the primary factor in Ford's descent				
2	was the MyFord Touch system. <sup>35</sup>				
3	265. The MyFord Touch is so unreliable, according to Consumer Reports, that it				
4	recommends that no consumer purchase any Ford-made vehicles equipped with MyFord Touch. <sup>36</sup>				
5	266. Another automobile review website, cars.com, had the following to say about				
6	MyFord Touch: "A number of editors got behind the wheel, and the verdict among them was				
7	unanimous: MyFord Touch needs a lot of work, and it's worth sticking to an SE or lightly equipped				
8	SEL trim to avoid it." <sup>37</sup>				
9	267. Ford has publicly acknowledged its quality problem with the MyFord Touch				
10	system. <sup>38</sup> In November 2012, Ford reported 400 problems with its MyFord Touch system for every				
11	1,000 vehicles. That was an improvement from March 2012, when Ford's "things-gone-wrong-				
12	rate" for the system was 500 for every 1000 vehicles. <sup>39</sup>				
13	268. On October 28, 2013, the Consumer Reports Annual Auto Reliability Ranking put				
14	Ford at the bottom of the industry, with the main reason being problems with the MyFord Touch.				
15	According to a spokesperson Ford admitted the defects were not fixed:				
16	"We continue to improve the infotainment systems and we've reduced				
17	complaints by nearly 50 percent since launch," said Ford spokesman Mark Schirmer. More Ford and Lincoln vehicles, about 93 percent, are now being delivered with MyFord Touch or SYNC, he said. "We still have improvements to make." <sup>40</sup>				
18	still have improvements to make."40				
19					
20					
21					
22	$^{33}$ Id.				
23	<sup>34</sup> Id. <sup>35</sup> Id.				
24	<sup>36</sup> http://en.wikipedia.org/wiki/MyFord_Touch#cite_note-16.				
25	<sup>37</sup> http://blogs.cars.com/kickingtires/2013/06/carscoms-issues-with-myford-touch.html.				
26	<sup>38</sup> www.autonews.com (Jan. 16, 2013).				
27	<ul> <li><sup>39</sup> Id.</li> <li><sup>40</sup> Jesse Snyder, Automotive News, Oct. 28, 2013 – 12:45 pm ET.</li> </ul>				
28	сове опучет, ниотопис нето, ост. 20, 2015 – 12.то рш Шт.				
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## Despite Express Warranties, Ford Has Not Fixed the Problems With MyFord Touch

269. In connection with the sale (by purchase or lease) of each one of its new vehicles, Ford provides an express limited warranty on each vehicle. In those warranties, Ford promises to repair any defect or malfunction that arises in the vehicle during a defined period of time. This warranty is provided by Ford to the vehicle owner in writing and regardless of what state the customer purchased his or her vehicle in. Ford issues one warranty for Ford vehicles, and a separate warranty for Lincoln vehicles. Ford also issues a separate warranty for each model year, although all of the terms of the warranty are largely similar from year to year and regardless of whether the warranty was issued with regard to Ford vehicles, or Lincoln vehicles. As further alleged below, the relevant terms of the warranties in this case are identical, regardless of the model year, or whether the warranty was issued on Ford vehicles, or Lincoln vehicles.

12 13 270. Each Plaintiff was provided with a warranty and it was a basis of their purchase of their vehicles.

14 271. In its Limited Warranty, Ford expressly warranted that it would repair or replace 15 defects in material or workmanship free of charge if they became apparent during the warranty 16 period. The following uniform language appears in all Ford and Lincoln Warranty Guides: 17 Under your New Vehicle Limited Warranty if: -your Ford vehicle is properly operated and maintained, and 18 19 -was taken to a Ford dealership for a warranted repair during the warranty period, 20 then authorized Ford Motor Company dealers will, without charge, repair, replace, or 21 adjust all parts on your vehicle that malfunction or fail during normal use during the 22 applicable coverage period due to a manufacturing defect in factory-supplied 23 materials or factory workmanship. 24 272. With regard to Ford vehicles, the duration of the limited warranty is for three years 25 or 36,000 miles, whichever event comes first. Lincoln vehicles, on the other hand, are warranted for

a period of four years or 50,000 miles, whichever event comes first. According to the terms of the
warranty, the warranty period begins, "the day you take delivery of your new vehicle, or the day it is

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first put into service ... whichever occurs first." This language concerning the commencement of the warranty period is identical in all warranties at issue in this litigation.

273. All Plaintiffs and members of the Class experienced defects within the warranty period. However, despite the existence of the express warranties provided to Plaintiffs and members of the Class, Ford has failed to honor the terms of the warranties by failing to "without charge, repair, replace, or adjust all parts on your vehicle that malfunction or fail during normal use during the applicable coverage period due to a manufacturing defect in factory-supplied materials or factory workmanship."

#### VII. **CLASS ALLEGATIONS**

274. Plaintiffs bring this action on behalf of themselves and as a class action, pursuant to the provisions of Rules 23(a), (b)(2), and (b)(3) of the Federal Rules of Civil Procedure on behalf of the following classes:

All persons or entities in the United States who are current or former owners and/or lessees of a Ford, or Lincoln vehicle with MyFord Touch (the "Nationwide Class").

- All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord Touch in the State of California (the "California Class").
- All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord 18 Touch in the State of Arizona (the "Arizona Class").
- 19 All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord 20 Touch in the State of Colorado (the "Colorado Class").
- 21 All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord 22 Touch in the State of Iowa (the "Iowa Class").
- 23 All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord 24 Touch in the State of Massachusetts (the "Massachusetts Class").
- 25 All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord
- 26 Touch in the State of New Jersey (the "New Jersey Class").
- 27 All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord
- 28 Touch in the State of New York (the "New York Class").

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1	All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord
2	Touch in the State of North Carolina (the "North Carolina Class").
3	All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord
4	Touch in the State of Ohio (the "Ohio Class").
5	All persons or entities who purchased or leased a Ford, or Lincoln vehicle with My Ford
6	Touch in the State of Texas (the "Texas Class").
7	All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord
8	Touch in the State of Virginia (the "Virginia Class").
9	All persons or entities who purchased or leased a Ford, or Lincoln vehicle with MyFord
10	Touch in the State of Washington (the "Washington Class").
11	(Collectively, the "Class," unless otherwise noted).
12	275. Excluded from the Class are individuals who have personal injury claims resulting
13	from the defect in the MyFord Touch system. Also excluded from the Class are Ford and its
14	subsidiaries and affiliates; all persons who make a timely election to be excluded from the Class;
15	governmental entities; and the judge to whom this case is assigned and his/her immediate family.
16	Plaintiffs reserve the right to revise the Class definition based upon information learned through
17	discovery.
18	276. Certification of Plaintiffs' claims for class-wide treatment is appropriate because
19	Plaintiffs can prove the elements of their claims on a class-wide basis using the same evidence as
20	would be used to prove those elements in individual actions alleging the same claim.
21	277. This action has been brought and may be properly maintained on behalf of each of
22	the Classes proposed herein under Federal Rule of Civil Procedure 23.
23	278. <u>Numerosity</u> . Federal Rule of Civil Procedure 23(a)(1): The members of the Class
24	are so numerous and geographically dispersed that individual joinder of all Class members is
25	impracticable. While Plaintiffs are informed and believe that there are not less than tens of
26	thousands of members of the Class, the precise number of Class members is unknown to Plaintiffs,
27	but may be ascertained from Ford's books and records. Class members may be notified of the
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1 pendency of this action by recognized, Court-approved notice dissemination methods, which may 2 include U.S. mail, electronic mail, Internet postings, and/or published notice. 3 279. Commonality and Predominance: Federal Rule of Civil Procedure 23(a)(2) and 4 23(b)(3): This action involves common questions of law and fact, which predominate over any 5 questions affecting individual Class members, including, without limitation: 6 a) Whether Ford engaged in the conduct alleged herein; 7 Whether Ford designed, advertised, marketed, distributed, leased, sold, or b) 8 otherwise placed Class Vehicles into the stream of commerce in the United 9 States: 10 Whether the MyFord Touch system in the Class Vehicles contains a defect; c) 11 d) Whether such defect causes the MyFord Touch system in the Class Vehicles 12 to malfunction: 13 e) Whether Ford knew about the defects and, if so, how long Ford has known of 14 the defect: 15 f) Whether Ford designed, manufactured, marketed, and distributed Class 16 Vehicles with a defective MyFord Touch system; 17 Whether Ford's conduct violates consumer protection statutes, warranty laws, g) 18 and other laws as asserted herein; 19 Whether Ford knew or should have known that the defects that existed with h) 20 regard to the MyFord Touch system would lead to the malfunctions 21 experienced with respect to the Class Vehicles; 22 i) Whether Ford knew or reasonably should have known of the MyFord Touch 23 defects in the Class Vehicles before it sold or leased them to Class members; 24 Whether Plaintiffs and the other Class members overpaid for their Class j) 25 Vehicles as a result of the defects alleged herein; 26 k) Whether Plaintiffs and the other Class members are entitled to equitable 27 relief, including, but not limited to, restitution or injunctive relief; and 28 - 85 -THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1 CASE NO. 13-CV-3072-EMC

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Whether Plaintiffs and the other Class members are entitled to damages and other monetary relief and, if so, in what amount.

280. <u>Typicality</u>: Federal Rule of Civil Procedure 23(a)(3): Plaintiffs' claims are typical of the other Class members' claims because, among other things, all Class members were comparably injured through Ford's wrongful conduct as described above.

281. <u>Adequacy</u>: Federal Rule of Civil Procedure 23(a)(4): Plaintiffs are adequate Class representatives because their interests do not conflict with the interests of the other members of the Classes each respectively seeks to represent; Plaintiffs have retained counsel competent and experienced in complex class action litigation; and Plaintiffs intend to prosecute this action vigorously. The Classes' interests will be fairly and adequately protected by Plaintiffs and their counsel.

282. <u>Declaratory and Injunctive Relief</u>: Federal Rule of Civil Procedure 23(b)(2): Ford has acted or refused to act on grounds generally applicable to Plaintiffs and the other members of the Classes, thereby making appropriate final injunctive relief and declaratory relief, as described below, with respect to the Class as a whole.

16 283. <u>Superiority</u>: Federal Rule of Civil Procedure 23(b)(3): A class action is superior to 17 any other available means for the fair and efficient adjudication of this controversy, and no unusual 18 difficulties are likely to be encountered in the management of this class action. The damages or 19 other financial detriment suffered by Plaintiffs and the other Class members are relatively small 20 compared to the burden and expense that would be required to individually litigate their claims 21 against Ford, so it would be impracticable for Nationwide and California Class members to 22 individually seek redress for Ford's wrongful conduct. Even if Class members could afford 23 individual litigation, the court system could not. Individualized litigation creates a potential for 24 inconsistent or contradictory judgments, and increases the delay and expense to all parties and the 25 court system. By contrast, the class action device presents far fewer management difficulties, and 26 provides the benefits of single adjudication, economy of scale, and comprehensive supervision by a 27 single court.

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1	VIII. VIOLATIONS ALLEGED					
2	A. Claims Brought on Behalf of the Nationwide Class					
3 4	COUNT I VIOLATION OF MAGNUSON-MOSS WARRANTY ACT (15 U.S.C. §§ 2301, <i>et seq.</i> )					
5	284. While this claim was dismissed in part pursuant to Judge Chen's May 30, 2014					
6	Order, Plaintiffs include it here to preserve the claim for appeal.					
7	285. Plaintiff Creed incorporates by reference all preceding allegations as though fully set					
8	forth herein.					
9	286. Plaintiff Creed brings this Count on behalf of the Nationwide Class.					
10	287. Plaintiff is a "consumer" within the meaning of the Magnuson-Moss Warranty Act,					
11	15 U.S.C. § 2301(3).					
12	288. Ford is a "supplier" and "warrantor" within the meaning of the Magnuson-Moss					
13	Warranty Act, 15 U.S.C. § 2301(4)-(5).					
14	289. The Class Vehicles are "consumer products" within the meaning of the Magnuson-					
15	Moss Warranty Act, 15 U.S.C. § 2301(1).					
16	290. 15 U.S.C. § 2301(d)(1) provides a cause of action for any consumer who is damaged					
17	by the failure of a warrantor to comply with a written or implied warranty.					
18	291. Ford's express warranties are written warranties within the meaning of the					
19	Magnuson-Moss Warranty Act, 15 U.S.C. § 2301(6). The Class Vehicles' implied warranties are					
20	covered under 15 U.S.C. § 2301(7).					
21	292. Ford breached these warranties as described in more detail above. Without					
22	limitation, the Class Vehicles are equipped with the MyFord Touch system, a defective interactive					
23	electronic unit within the Class Vehicles. The Class Vehicles share a common design defect in that					
24	the MyFord Touch system fails to operate as represented by Ford.					
25	293. Plaintiff and the other Nationwide Class members have had sufficient direct dealings					
26	with either Ford or its agents (dealerships and technical support) to establish privity of contract					
27	between Ford, on one hand, and Plaintiff and each of the other Nationwide Class members on the					
28	other hand. Nonetheless, privity is not required here because Plaintiff and each of the other - 87 -					
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Nationwide Class members are intended third-party beneficiaries of contracts between Ford and its dealers, and specifically, of Ford's implied warranties. The dealers were not intended to be the ultimate consumers of the Class Vehicles and have no rights under the warranty agreements provided with the Class Vehicles; the warranty agreements were designed for and intended to benefit the consumers only.

294. Affording Ford a reasonable opportunity to cure its breach of written warranties would be unnecessary and futile here. Indeed, Plaintiff has already done so, and Ford has failed, after numerous attempts, to cure the defects. At the time of sale or lease of each Class Vehicle, Ford knew, should have known, or was reckless in not knowing of its omissions concerning the Class Vehicles' inability to perform as warranted, but nonetheless failed to rectify the situation and/or disclose the defective design. Under the circumstances, the remedies available under any informal settlement procedure would be inadequate and any requirement that Plaintiff resort to an informal dispute resolution procedure and/or afford Ford a reasonable opportunity to cure its breach of warranties is excused and thereby deemed satisfied.

295. Plaintiff and the other Nationwide Class members would suffer economic hardship if
they returned their Class Vehicles but did not receive the return of all payments made by them.
Because Ford is refusing to acknowledge any revocation of acceptance and return immediately any
payments made, Plaintiff and the other Nationwide Class members have not re-accepted their Class
Vehicles by retaining them.

296. The amount in controversy of Plaintiff's individual claims meets or exceeds the sum of \$25. The amount in controversy of this action exceeds the sum of \$50,000, exclusive of interest and costs, computed on the basis of all claims to be determined in this lawsuit.

297. Plaintiff, individually and on behalf of the other Nationwide Class members, seeks all damages permitted by law, including diminution in value of the Class Vehicles, in an amount to be proven at trial.

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1	B. Claim	ns Brou	ight on Behalf of the California Class			
2 3	COUNT I VIOLATION OF CALIFORNIA UNFAIR COMPETITION LAW (CAL. BUS. & PROF. CODE §§ 17200, <i>et seq</i> .)					
4	298.	Plain	tiffs Jennifer Whalen, the Center for Defensive Driving, Richard Decker			
5	Watson, and	Darcy '	Thomas-Maskrey ("Plaintiffs," for purposes of all California Class Counts)			
6	incorporate by reference all preceding allegations as though fully set forth herein.					
7	299.	Plain	tiffs bring this Count on behalf of the California Class.			
8	300.	300. California's Unfair Competition Law ("UCL"), Cal. Bus. & Prof. Code §§ 17200, et				
9	<i>seq.</i> , proscribes acts of unfair competition, including "any unlawful, unfair or fraudulent business					
10	act or practice and unfair, deceptive, untrue or misleading advertising."					
11	301.	Ford'	s conduct, as described herein, was and is in violation of the UCL. Ford's			
12	conduct violates the UCL in at least the following ways:					
13		i.	By knowingly and intentionally concealing from Plaintiffs and the other			
14			California Class members that the Class Vehicles suffer from a design defect			
15			while obtaining money from Plaintiffs;			
16		ii.	By marketing Class Vehicles as possessing functional and defect-free in-car			
17			communications and entertainment units;			
18		iii.	By refusing or otherwise failing to repair and/or replace defective MyFord			
19			Touch systems in Class Vehicles;			
20		iv.	By violating federal laws, including the Magnuson-Moss Warranty Act, 15			
21			U.S.C. § 2301; <sup>41</sup> and			
22		v.	By violating other California laws, including Cal. Civ. Code §§ 1709, 1710,			
23			and 1750, et seq., and Cal. Comm. Code § 2313.			
24	302.	Ford'	s omissions alleged herein caused Plaintiffs and the other California Class			
25	members to make their purchases or leases of their Class Vehicles. Absent those omissions,					
26 27 28	<sup>41</sup> Plaintif 2014 opinion	fs ackn , and as	nowledge that this claim was dismissed without prejudice in the Court's May 30, ssert it herein only to preserve all applicable rights of appeal.			
20			- 89 -			
	THIRD AMENDED CLASS ACTION COMPLAINT					

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1 Plaintiffs and the other California Class members would not have purchased or leased these 2 Vehicles, would not have purchased or leased these Class Vehicles at the prices they paid, and/or 3 would have purchased or leased less expensive alternative vehicles that did not contain an 4 infotainment system comparable to the MyFord Touch system and which were not marketed as 5 including such a system.

6 303. Accordingly, Plaintiffs and the other California Class members have suffered injury 7 in fact including lost money or property as a result of Ford's omissions.

304. Plaintiffs seek to enjoin further unlawful, unfair, and/or fraudulent acts or practices by Ford under Cal. Bus. & Prof. Code § 17200.

10 305. Plaintiffs request that this Court enter such orders or judgments as may be necessary to enjoin Ford from continuing its unfair, unlawful, and/or deceptive practices and to restore to 12 Plaintiffs and members of the Class any money it acquired by unfair competition, including 13 restitution and/or restitutionary disgorgement, as provided in Cal. Bus. & Prof. Code § 17203 and 14 Cal. Civ. Code § 3345; and for such other relief set forth below.

#### COUNT II VIOLATION OF CALIFORNIA CONSUMERS LEGAL REMEDIES ACT (CAL. CIV. CODE §§ 1750, et seq.)

306. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

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307. Plaintiffs bring this Count on behalf of the California Class.

308. California's Consumers Legal Remedies Act ("CLRA"), Cal. Civ. Code §§ 1750, et seq., proscribes "unfair methods of competition and unfair or deceptive acts or practices undertaken by any person in a transaction intended to result or which results in the sale or lease of goods or services to any consumer."

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309. The Class Vehicles are "goods" as defined in Cal. Civ. Code § 1761(a).

25 310. Plaintiffs and the other California class members are "consumers" as defined in Cal. 26 Civ. Code § 1761(d), and Plaintiffs, the other California class members, and Ford are "persons" as 27 defined in Cal. Civ. Code § 1761(c).

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311. In purchasing or leasing the Class Vehicles, Plaintiffs and the other California Class members were deceived by Ford's failure to disclose that the Class Vehicles were equipped with defective MyFord Touch systems.

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312. Ford's conduct, as described hereinabove, was and is in violation of the CLRA.Ford's conduct violates at least Cal. Civ. Code § 1770(a)(16): Representing that goods have been supplied in accordance with a previous representation when they have not.

313. Plaintiffs and the other California Class members have suffered injury in fact and actual damages resulting from Ford's material omissions because they paid an inflated purchase or lease price for the Class Vehicles.

314. Ford knew, should have known, or was reckless in not knowing of the defectivedesign and/or manufacture of the MyFord Touch systems, and that the MyFord Touch systems werenot suitable for their intended use.

315. The facts concealed and omitted by Ford to Plaintiffs and the other California Class members are material in that a reasonable consumer would have considered them to be important in deciding whether to purchase or lease the Class Vehicles or pay a lower price. Had Plaintiffs and the other California Class members known about the defective nature of the Class Vehicles and their MyFord Touch systems, they would not have purchased or leased the Class Vehicles or would not have paid the prices they paid in fact.

316. Plaintiffs have provided Ford with notice of its violations of the CLRA pursuant toCal. Civ. Code § 1782(a). The notice was transmitted to Ford on July 25, 2013.

317. Plaintiffs' and the other California Class members' injuries were proximately causedby Ford's fraudulent and deceptive business practices.

318. Therefore, Plaintiffs and the other California Class members are entitled to equitable and monetary relief under the CLRA.

COUNT III VIOLATION OF CALIFORNIA FALSE ADVERTISING LAW

(CAL. BUS. & PROF. CODE §§ 17500, et seq.)

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319. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

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320. Plaintiffs bring this Count on behalf of the California Class.

321. California Bus. & Prof. Code § 17500 states: "It is unlawful for any ... corporation ... with intent directly or indirectly to dispose of real or personal property ... to induce the public to enter into any obligation relating thereto, to make or disseminate or cause to be made or disseminated ... from this state before the public in any state, in any newspaper or other publication, or any advertising device, ... or in any other manner or means whatever, including over the Internet, any statement ... 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."

322. Ford has violated § 17500 because the omissions regarding the safety, reliability, and functionality of its Class Vehicles as set forth in this Complaint were material and likely to deceive a reasonable consumer.

12 323. Plaintiffs and the other Class members have suffered an injury in fact, including the 13 loss of money or property, as a result of Ford's unfair, unlawful, and/or deceptive practices. In 14 purchasing or leasing their Class Vehicles, Plaintiffs and the other Class members relied on the 15 omissions of Ford with respect to the safety and reliability of the Class Vehicles. Ford's 16 representations turned out not to be true because the Class Vehicles are distributed with faulty and 17 defective in-car communication and entertainment systems, rendering certain safety, 18 communication, navigational, and entertainment functions inoperative. Had Plaintiffs and the other 19 Class members known this, they would not have purchased or leased their Class Vehicles and/or 20 paid as much for them. Accordingly, Plaintiffs and the other Class members overpaid for their 21 Class Vehicles and did not receive the benefit of their bargain.

324. All of the wrongful conduct alleged herein occurred, and continues to occur, in the conduct of Ford's business. Ford's wrongful conduct is part of a pattern or generalized course of conduct that is still perpetuated and repeated, both in the State of California and nationwide.

325. Plaintiffs, individually and on behalf of the other Class members, request that this Court enter such orders or judgments as may be necessary to enjoin Ford from continuing their unfair, unlawful, and/or deceptive practices and to restore to Plaintiffs and the other Class members

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any money Ford acquired by unfair competition, including restitution and/or restitutionary
 disgorgement, and for such other relief set forth below.

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#### COUNT IV BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY (CAL. COM. CODE § 2314)

326. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

327. Plaintiffs bring this Count on behalf of the California Class.

328. Ford is and was at all relevant times a merchant with respect to motor vehicles under Cal. Com. Code § 2104.

329. A warranty that the Class Vehicles were in merchantable condition was implied by law in the instant transaction, pursuant to Cal. Com. Code § 2314.

330. These Class Vehicles, when sold and at all times thereafter, were not in merchantable condition and are not fit for the ordinary purpose for which cars are used. Specifically, the Class Vehicles are inherently defective in that there are defects in the MyFord Touch in-car communication and entertainment system, rendering certain safety, communication, navigational, and entertainment functions inoperative; and the MyFord Touch system was not adequately designed, manufactured, and tested.

331. Ford was provided notice of these issues by numerous complaints filed against it,
 including this Complaint, and by numerous individual letters, telephone calls, and other
 communications sent by Plaintiffs and other Class members before or within a reasonable amount of
 time after Ford issued the TSBs and the allegations of Class Vehicle defects became public.

332. Plaintiffs and the other Class members have had sufficient direct dealings with either
Ford or their agents (dealerships) to establish privity of contract between Plaintiffs and the other
Class members. Notwithstanding this, privity is not required in this case because Plaintiffs and the
other Class members are intended third-party beneficiaries of contracts between Ford and its
dealers; specifically, they are the intended beneficiaries of Ford's implied warranties. The dealers
were not intended to be the ultimate consumers of the Class Vehicles and have no rights under the
warranty agreements provided with the Class Vehicles; the warranty agreements were designed for

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1 and intended to benefit the ultimate consumers only. Finally, privity is also not required because 2 Plaintiffs' and the other Class members' Class Vehicles are dangerous instrumentalities due to the 3 aforementioned defects and nonconformities. 4 333. As a direct and proximate result of Ford's breach of the warranties of 5 merchantability, Plaintiffs and the other Class members have been damaged in an amount to be 6 proven at trial. 7 COUNT V FRAUD BY CONCEALMENT 8 (BASED ON CALIFORNIA LAW) 9 334. Plaintiffs incorporate by reference all preceding allegations as though fully set forth 10 herein. 11 335. Plaintiffs bring this Count on behalf of the California Class. 12 336. As set forth above, Ford concealed and/or suppressed material facts concerning the 13 safety, quality, functionality, and reliability of their Class Vehicles. 14 337. Ford had a duty to disclose these safety, quality, functionality, and reliability issues 15 because they consistently marketed their Class Vehicles as safe and proclaimed that safety is one of 16 Ford's highest corporate priorities. Once Ford made representations to the public about safety, 17 quality, functionality, and reliability, Ford was under a duty to disclose these omitted facts, because 18 where one does speak one must speak the whole truth and not conceal any facts which materially 19 qualify those facts stated. One who volunteers information must be truthful, and the telling of a 20 half-truth calculated to deceive is fraud. 21 338. In addition, Ford had a duty to disclose these omitted material facts because they 22 were known and/or accessible only to Ford which has superior knowledge and access to the facts, 23 and Ford knew they were not known to or reasonably discoverable by Plaintiffs and the other Class 24 members. These omitted facts were material because they directly impact the safety, quality, 25 functionality, and reliability of the Class Vehicles. 26 339. Whether or not a vehicle's defroster and other climate systems work; whether the 27 rearview camera monitor is reliably displaying what is actually behind the car, and is otherwise in 28 working condition; whether the automatic emergency notification system will in fact dial 9-1-1 and

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transmit GPS coordinates to emergency service providers upon collision; and the other functions
that fail as a result of the defect alleged herein, are material safety concerns. Ford possessed
exclusive knowledge of the defects rendering the Class Vehicles inherently more dangerous and
unreliable than similar vehicles.

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340. Ford actively concealed and/or suppressed these material facts, in whole or in part, with the intent to induce Plaintiffs and the other Class members to purchase or lease Class Vehicles at a higher price for the Class Vehicles, which did not match the Class Vehicles' true value.

341. Ford still has not made full and adequate disclosure and continues to defraudPlaintiffs and the other Class members.

342. Plaintiffs and the other Class members were unaware of these omitted material facts and would not have acted as they did if they had known of the concealed and/or suppressed facts. Plaintiffs' and the other Class members' actions were justified. Ford was in exclusive control of the material facts and such facts were not known to the public, Plaintiffs, or the Class.

343. As a result of the concealment and/or suppression of the facts, Plaintiffs and the other Class members sustained damage.

344. Ford's acts were done maliciously, oppressively, deliberately, with intent to defraud, and in reckless disregard of Plaintiffs' and the other Class members' rights and well-being to enrich Ford. Ford's conduct warrants an assessment of punitive damages in an amount sufficient to deter such conduct in the future, which amount is to be determined according to proof.

#### COUNT VI VIOLATION OF SONG-BEVERLY CONSUMER WARRANTY ACT FOR BREACH OF EXPRESS WARRANTIES (CAL. CIV. CODE §§ 1791.2 & 1793.2(D))

345. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

346. Plaintiffs bring this Count on behalf of the California Class.

347. Plaintiffs and the other Class members who purchased or leased the Class Vehicles in California are "buyers" within the meaning of Cal. Civ. Code § 1791(b).

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1	348.	The Class Vehicles are "consumer goods" within the meaning of Cal. Civ. Code			
	§ 1791(a).	The class vehicles are consumer goods whill the meaning of Car. Civ. Code			
2	о ( <i>)</i>				
3		Ford is a "manufacturer" of the Class Vehicles within the meaning of Cal. Civ. Code			
4	§ 1791(j).				
5		Plaintiffs and the other Class members bought/leased new motor vehicles			
6	manufactured by Ford.				
7	351. I	Ford made express warranties to Plaintiffs and the other Class members within the			
8	meaning of Cal. Civ. Code §§ 1791.2 and 1793.2, as described above.				
9	352. 1	In its Limited Warranty, Ford expressly warranted that it would repair or replace			
10	defects in material or workmanship free of charge if they became apparent during the warranty				
11	period. For example, the following language appears in all Class Vehicles' Warranty Guides:				
12	1	Under your New Vehicle Limited Warranty if:			
13	-	-your Ford vehicle is properly operated and maintained, and			
14	-	-was taken to a Ford dealership for a warranted repair during the warranty period,			
15	t	then authorized Ford Motor Company dealers will, without charge, repair, replace, or			
16	6	adjust all parts on your vehicle that malfunction or fail during normal use during the			
17	2	applicable coverage period due to a manufacturing defect in factory-supplied			
18	1	materials or factory workmanship.			
19	353.	As set forth above in detail, the Class Vehicles are inherently defective in that there			
20	are defects in the Class Vehicles' MyFord Touch systems that render certain crucial safety,				
21	communication, navigational, and entertainment functions inoperative, defects that were and				
22	continue to be covered by Ford's express warranties, and these defects substantially impair the use,				
23	value, and safety of Ford's Class Vehicles to reasonable consumers like Plaintiffs and the other				
24	Class members.				
25	354. I	Plaintiffs Whalen, CDD, Watson, Thomas-Maskrey and other Class members			
26	delivered their	Class Vehicles to Ford or its authorized repair facility for repair of the defects and/or			
27	notified Ford in writing of the need for repair of the defects because they reasonably could not				
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deliver the Class Vehicles to Ford or its authorized repair facility due to fear of the MyFord Touch system defect.

355. Ford and its authorized repair facilities failed and continue to fail to repair the Class Vehicles to match Ford's written warranties after a reasonable number of opportunities to do so.

356. Plaintiffs and the other Class members gave Ford or its authorized repair facilities at least two opportunities to fix the defects unless only one repair attempt was possible because the vehicle was later destroyed or because Ford or its authorized repair facility refused to attempt the repair.

9 357. Ford did not promptly replace or buy back the Class Vehicles of Plaintiffs and the
10 other Class members.

358. As a result of Ford's breach of its express warranties, Plaintiffs and the other Class members received goods whose dangerous condition substantially impairs their value to Plaintiffs and the other Class members. Plaintiffs and the other Class members have been damaged as a result of the diminished value of Ford's products, the products' malfunctioning, and the nonuse of their Class Vehicles.

359. Pursuant to Cal. Civ. Code §§ 1793.2 & 1794, Plaintiffs and the other Class members are entitled to damages and other legal and equitable relief including, at their election, the purchase price of their Class Vehicles, or the overpayment or diminution in value of their Class Vehicles.
360. Pursuant to Cal. Civ. Code § 1794, Plaintiffs and the other Class members are entitled to costs and attorneys' fees.

#### COUNT VII VIOLATION OF SONG-BEVERLY CONSUMER WARRANTY ACT FOR BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY (CAL. CIV. CODE §§ 1791.1 & 1792)

361. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

362. Plaintiffs bring this Count on behalf of the California Class.

California are "buyers" within the meaning of Cal. Civ. Code § 1791(b).

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363. Plaintiffs and the other Class members who purchased or leased the Class Vehicles in

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1	364.	The Class Vehicles are "consumer goods" within the meaning of Cal. Civ. Code				
2	§ 1791(a).					
3	365.	Ford is a "manufacturer" of the Class Vehicles within the meaning of Cal. Civ. Code				
4	§ 1791(j).					
5	366.	Ford impliedly warranted to Plaintiffs and the other Class members that its Class				
6	Vehicles were	vere "merchantable" within the meaning of Cal. Civ. Code §§ 1791.1(a) & 1792,				
7	however, the	nowever, the Class Vehicles do not have the quality that a buyer would reasonably expect.				
8	367.	Cal. Civ. Code § 1791.1(a) states:				
9		"Implied warranty of merchantability" or "implied warranty that goods are				
10		merchantable" means that the consumer goods meet each of the following:				
11		(1) Pass without objection in the trade under the contract description.				
12		(2) Are fit for the ordinary purposes for which such goods are used.				
13		(3) Are adequately contained, packaged, and labeled.				
14		(4) Conform to the promises or affirmations of fact made on the container or				
15		label.				
16	368.	The Class Vehicles would not pass without objection in the automotive trade because				
17	of the defects in the Class Vehicles' MyFord Touch systems that cause certain crucial safety,					
18	communication, navigational, and entertainment functions of the Class Vehicles to become					
19	inoperative.					
20	369.	Because of the defects in the Class Vehicles' MyFord Touch systems that cause				
21	certain crucial safety, communication, navigational, and entertainment functions of the Class					
22	Vehicles to become inoperative, they are not safe to drive and thus not fit for ordinary purposes.					
23	370. The Class Vehicles are not adequately labeled because the labeling fails to disclose					
24	the defects in the Class Vehicles' MyFord Touch systems that cause certain crucial safety,					
25	communication, navigational, and entertainment functions of the Class Vehicles to become					
26	inoperative.					
27	371.	Ford breached the implied warranty of merchantability by manufacturing and selling				
28	Class Vehicle	es containing defects associated with the MyFord Touch system. Furthermore, these - 98 -				
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defects have caused Plaintiffs and the other Class members to not receive the benefit of theirbargain and have caused Class Vehicles to depreciate in value.

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372. As a direct and proximate result of Ford's breach of the implied warranty of merchantability, Plaintiffs and the other Class members received goods whose dangerous and dysfunctional condition substantially impairs their value to Plaintiffs and the other Class members.
Plaintiffs and the other Class members have been damaged as a result of the diminished value of Ford's products, the products' malfunctioning, and the nonuse of their Class Vehicles.

373. Pursuant to Cal. Civ. Code §§ 1791.1(d) & 1794, Plaintiffs and the other Class members are entitled to damages and other legal and equitable relief including, at their election, the purchase price of their Class Vehicles, or the overpayment or diminution in value of their Class Vehicles.

374. Pursuant to Cal. Civ. Code § 1794, Plaintiffs and the other Class members are entitled to costs and attorneys' fees.

#### COUNT VIII VIOLATION OF CALIFORNIA CIVIL CODE SECTION 1795.92 (ON BEHALF OF THE CALIFORNIA SUB-CLASS)

375. While this claim was dismissed in part pursuant to Judge Chen's May 30, 2014 Order, plaintiffs include it here to preserve the claim for appeal.

376. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

377. Cal. Civ. Code §§ 1795.90, *et seq.*, sets forth what is commonly known as the Secret Warranty Law. Cal. Civ. Code § 1795.92 requires notification by manufacturers to purchasers and lessees of their products of an "adjustment program."

378. Cal. Civ. Code § 1795.90 defines an "adjustment program" as a program where the
original warranty is expanded or extended, or where a manufacturer offers to pay or reimburse for
repairs to a condition affecting durability or reliability of a vehicle.

379. As set forth herein, Ford issued Technical Service Bulletins relating to the MyFord
Touch system. Plaintiffs are informed and believe, and thereon allege, that these Technical Services
Bulletins were part of a program set forth by Ford where Ford's dealers would repair the defective

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vehicles free of charge only when certain undisclosed conditions were met. Plaintiffs are informed and believe, and thereon allege, that this program expanded and/or extended the original warranty, and therefore constitutes an "adjustment program" within the meaning of Cal. Civ. Code § 1795.90.

380. As set forth herein, Plaintiffs are informed and believe, and thereon allege, that, in some situations, Ford agreed to pay or give reimbursements for repairs to MyFord Touch. This practice constitutes an "adjustment program" within the meaning of Cal. Civ. Code § 1795.90.

381. As the manufacturer of the Ford Vehicles, Ford had a duty to notify all owners or lessees of the Ford Vehicles eligible under the adjustment program described above of the terms and conditions of the program within 90 days of the program's implementation. Plaintiffs are informed and believe, and thereon allege, that Ford failed to provide this required notification.

382. As the manufacturer of the Ford Vehicles, Ford had a duty to notify the California Department of Motor Vehicles and its own dealers of the terms and conditions of the abovedescribed adjustment program. Plaintiffs are informed and believe, and thereon allege, that Ford failed to provide this required notification.

383. As the manufacturer of the Ford Vehicles, Ford had a duty to ensure that Plaintiffs and other Class members who incurred an expense for repair of the defective MyFord Touch system prior to acquiring knowledge of the program would be reimbursed. Plaintiffs are informed and believe, and thereon allege, that Ford failed to provide this reimbursement.

384. As a result of the aforementioned conduct by Ford with regard to its secret warranty,Plaintiffs and the other Class members have suffered damages in an amount to be proven at trial.

C. Claims Brought on Behalf of the Arizona Class

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### COUNT I VIOLATIONS OF THE CONSUMER FRAUD ACT (ARIZ. REV. STAT. §§ 44-1521, et seq.)

24 385. Plaintiff Joe D'Aguanno ("Plaintiff," for purposes of all Arizona Class Counts)
25 incorporates by reference all preceding allegations as though fully set forth herein.
26 386. Plaintiff brings this Count on behalf of the Arizona Class.
27 387. Plaintiff and Ford are each "persons" as defined by Ariz. Rev. Stat. § 44-1521(6).

28 The Class Vehicles are "merchandise" as defined by Ariz. Rev. Stat. § 44-1521(5).

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1 388. The Arizona Consumer Fraud Act proscribes "[t]he act, use or employment by any 2 person of any deception, deceptive act or practice, fraud, false pretense, false promise, 3 misrepresentation, or concealment, suppression or omission of any material fact with intent that 4 others rely upon such concealment, suppression or omission, in connection with the sale or 5 advertisement of any merchandise whether or not any person has in fact been misled, deceived or 6 damaged thereby." Ariz. Rev. Stat. § 44-1522(A). 7 389. By failing to disclose and actively concealing the defects in the MyFord Touch 8 systems in the Class Vehicles, Ford engaged in deceptive business practices prohibited by the 9 Arizona Consumer Fraud Act, Ariz. Rev. Stat. § 44-1522(A), including engaging in acts or practices which are unfair, misleading, false, or deceptive to the consumer. 10 11 390. As alleged above, Ford concealed numerous material facts about the benefits and 12 characteristics of the MyFord Touch system. Each of these omissions contributed to the deceptive context of Ford's unlawful advertising and representations as a whole. 13 14 391. Ford knew that the MyFord Touch systems in the Class Vehicles were defectively 15 designed or manufactured, would fail without warning, and were not suitable for their intended use. 16 Ford nevertheless failed to warn Plaintiff about these defects despite having a duty to do so. 17 392. Ford owed Plaintiff a duty to disclose the defective nature of the MyFord Touch 18 systems in the Class Vehicles, because Ford: 19 i) Possessed exclusive knowledge of the defects rendering the Class Vehicles 20 more unreliable than similar vehicles: 21 ii) Intentionally concealed the defects associated with MyFord Touch through its 22 deceptive marketing campaign and recall program that it designed to hide the 23 defects in the MyFord Touch system; and/or 24 iii) Made incomplete representations about the characteristics and performance 25 of the MyFord Touch system generally, while purposefully withholding 26 material facts from Plaintiff that contradicted these representations. 27 28 - 101 -THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1 CASE NO. 13-CV-3072-EMC

393. Ford's unfair or deceptive acts or practices were likely to and did in fact deceive reasonable consumers, including Plaintiff, about the true performance and characteristics of the 2 3 MyFord Touch system. 4 394. As a result of its violations of the Arizona Consumer Fraud Act detailed above, Ford

caused actual damage to Plaintiff and, if not stopped, will continue to harm Plaintiff. Plaintiff currently owns or leases, or within the class period has owned or leased, a Class Vehicle that is defective. Defects associated with the MyFord Touch system have caused the value of Class Vehicles to decrease.

395. Plaintiff and the Class sustained damages as a result of the Ford's unlawful acts and are, therefore, entitled to damages and other relief as provided under the Arizona Consumer Fraud Act.

396. Plaintiff also seeks court costs and attorneys' fees as a result of Ford's violation of the Arizona Consumer Fraud Act as provided in Ariz. Rev. Stat. § 12-341.01.

#### **COUNT II** FRAUDULENT CONCEALMENT (BASED ON ARIZONA LAW)

397. Plaintiff incorporates by reference all preceding allegations as though fully set forth herein.

398. Plaintiff brings this Count on behalf of the Arizona Class.

399. Ford intentionally concealed the above-described material safety and functionality information, or acted with reckless disregard for the truth, and denied Plaintiff and the other Class members information that is highly relevant to their purchasing decision.

22 400. Ford further affirmatively concealed from Plaintiff in advertising and other forms of 23 communication, including standard and uniform material provided with each car, that the Class 24 Vehicles it was selling were new, had no significant defects, and would perform and operate 25 properly when driven in normal usage.

26 401. Ford knew at the time it actively concealed this information that this information was 27 material.

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402. The Class Vehicles purchased or leased by Plaintiff and the other Class members were, in fact, defective, unsafe, and unreliable because the Class Vehicles contained faulty and defective MyFord Touch systems, as alleged herein.

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403. Ford had a duty to disclose that these Class Vehicles were defective, unsafe, and unreliable in that certain crucial safety, communication, navigational, and entertainment functions of the Class Vehicles would be rendered inoperative due to faulty and defective MyFord Touch systems, because Plaintiff and the other Class members relied on Ford's material representations that the Class Vehicles they were purchasing were safe and free from defects.

404. The aforementioned concealment was material because if it had been disclosed Plaintiff and the other Class members would not have bought or leased the Class Vehicles, or would not have bought or leased those Vehicles at the prices they paid.

405. Plaintiff and the other Class members relied on Ford's reputation – along with Ford's failure to disclose the faulty and defective nature of the MyFord Touch system – in purchasing or leasing Ford's Class Vehicles.

406. As a result of their reliance, Plaintiff and the other Class members have been injured in an amount to be proven at trial, including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished value of their Class Vehicles.

407. Ford's conduct was knowing, intentional, with malice, demonstrated a complete lack of care, and was in reckless disregard for the rights of Plaintiff and the other Class members. Plaintiff and the other Class members are therefore entitled to an award of punitive damages.

D. Claims Brought on Behalf of the Colorado Class

#### COUNT I VIOLATIONS OF THE COLORADO CONSUMER PROTECTION ACT (COLO. REV. STAT. §§ 6-1-101, et seq.)

408. Plaintiff James Laurence Sheerin ("Plaintiff," for purposes of all Colorado Class Counts) incorporates by reference all preceding allegations as though fully set forth herein.

409. Plaintiff brings this Count on behalf of the Colorado Class.

410. Colorado's Consumer Protection Act (the "CCPA") prohibits a person from

28 engaging in a "deceptive trade practice," which includes knowingly making "a false representation

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as to the source, sponsorship, approval, or certification of goods," or "a false representation as to the characteristics, ingredients, uses, benefits, alterations, or quantities of goods." Colo. Rev. Stat. § 6-1-105(1)(b), (e).

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411. Ford is a "person" within the meaning of Colo. Rev. Stat. § 6-1-102(6).

412. In the course of Ford's business, it failed to disclose, and actively concealed, the dangerous risk of MyFord Touch system failure in Class Vehicles as described above. Accordingly, Ford engaged in conduct likely to deceive.

413. Ford's actions as set forth above occurred in the conduct of trade or commerce.

414. Ford's conduct proximately caused injuries to Plaintiff and the other Class members.

415. Plaintiff and the other Class members were injured as a result of Ford's conduct in that Plaintiff and the other Class members overpaid for their Class Vehicles and did not receive the benefit of their bargain, and their Class Vehicles have suffered a diminution in value. These injuries are the direct and natural consequence of Ford's omissions.

#### COUNT II STRICT PRODUCT LIABILITY (BASED ON COLORADO LAW)

416. Plaintiff incorporates by reference all preceding allegations as though fully set forth herein.

417. Plaintiff brings this Count on behalf of the Colorado Class.

418. Colorado law recognizes an action for product defects that complements Colorado's Product Liability Statute, Colo. Rev. Stat. Title 13, Article 21, Part 4.

21 419. Ford is a "manufacturer" and "seller" of the Class Vehicles within the meaning of
22 Colo. Rev. Stat. § 13-21-401(1).

420. Ford manufactured and sold the Class Vehicles in a defective condition and in a
condition that was unreasonably dangerous to drivers, other motorists, pedestrians, and others or to
their property, including persons who may reasonably be expected to use, consume, or be affected
by them, in at least the following respects: (i) the Class Vehicles were defectively designed,
assembled, fabricated, produced, and constructed in that they were subject to complete MyFord
Touch system failure and dysfunction of crucial safety, communications, and entertainment
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1	functions; and (ii) the Class Vehicles were not accompanied by adequate warnings about their		
2	defective nature.		
3	421. The Class Vehicles were defective and unreasonably dangerous at the time they were		
4	sold by Ford and were intended to and did reach Plaintiff and the other Class Members in		
5	substantially the same condition as they were in when they were manufactured, sold, and left the		
6	control of Ford.		
7	422. Plaintiff and the other Class members are persons who were reasonably expected to		
8	use, consume, or be affected by the Class Vehicles.		
9	423. As a direct and proximate result of the defective and unreasonably dangerous		
10	conditions of the Class Vehicles, Plaintiff and the other Class members have suffered damages.		
11 12	COUNT III FRAUDULENT CONCEALMENT (BASED ON COLORADO LAW)		
13	424. Plaintiff incorporates by reference all preceding allegations as though fully set forth		
14	herein.		
15	425. Plaintiff brings this Count on behalf of the Colorado Class.		
16	426. Ford intentionally concealed the above-described material safety and functionality		
17	information, or acted with reckless disregard for the truth, and denied Plaintiff and the other Class		
18	members information that is highly relevant to their purchasing decision.		
19	427. Ford further omitted from Plaintiff in advertising and other forms of communication,		
20	including standard and uniform material provided with each car, that the Class Vehicles it was		
21	selling were new, had no significant defects, and would perform and operate properly when driven		
22	in normal usage.		
23	428. Ford knew at the time it actively concealed this information that this information was		
24	material.		
25	429. The Class Vehicles purchased or leased by Plaintiff and the other Class members		
26	were, in fact, defective, unsafe, and unreliable because the Class Vehicles contained faulty and		
27	defective MyFord Touch systems, as alleged herein.		
28	- 105 -		

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430. Ford had a duty to disclose that these Class Vehicles were defective, unsafe, and unreliable in that certain crucial safety, communication, navigational, and entertainment functions of the Class Vehicles would be rendered inoperative due to faulty and defective MyFord Touch systems, because Plaintiff and the other Class members relied on Ford's material representations that the Class Vehicles they were purchasing were safe and free from defects.

431. The aforementioned concealment was material because if it had been disclosed Plaintiff and the other Class members would not have bought or leased the Class Vehicles, or would not have bought or leased those Vehicles at the prices they paid.

432. The aforementioned representations were material because they were facts that would typically be relied on by a person purchasing or leasing a new motor vehicle. Ford knew or recklessly disregarded that its representations were false because it knew that people had experienced inoperative climate control systems, audio systems, rearview camera systems, handsfree telephone systems, GPS navigation systems, and automatic emergency notification systems, among others. Ford intentionally made the false statements in order to sell Class Vehicles.

433. Plaintiff and the other Class members relied on Ford's reputation – along with Ford's failure to disclose the faulty and defective nature of the MyFord Touch system – in purchasing or leasing Ford's Class Vehicles.

434. As a result of their reliance, Plaintiff and the other Class members have been injured in an amount to be proven at trial, including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished value of their Class Vehicles.

435. Ford's conduct was knowing, intentional, with malice, demonstrated a complete lack of care, and was in reckless disregard for the rights of Plaintiff and the other Class members.Plaintiff and the other Class members are therefore entitled to an award of punitive damages.

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27 28 436. Plaintiff Thomas Mitchell ("Plaintiff" for the Iowa class) incorporates by reference all preceding allegations as though fully set forth herein.

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COUNT I BREACH OF EXPRESS WARRANTY

(IOWA CODE § 554.2313)

**Claims Brought on Behalf of the Iowa Class** 

1	437.	Plaintiff brings this Count on behalf of himself as to his 2011 Lincoln MKX and on	
2	behalf of the Iowa Class.		
3	438.	Ford is and was at all relevant times a merchant with respect to motor vehicles under	
4	Iowa Code §	554.2104.	
5	439.	In its Limited Warranty, Ford expressly warranted that it would repair or replace	
6	defects in ma	terial or workmanship free of charge if they became apparent during the warranty	
7	period. For e	xample, the following language appears in all Class Vehicle Warranty Guides:	
8		Under your New Vehicle Limited Warranty if:	
9		-your Ford vehicle is properly operated and maintained, and	
10		-was taken to a Ford dealership for a warranted repair during the warranty period,	
11		then authorized Ford Motor Company dealers will, without charge, repair, replace, or	
12		adjust all parts on your vehicle that malfunction or fail during normal use during the	
13		applicable coverage period due to a manufacturing defect in factory-supplied	
14		materials or factory workmanship.	
15	440.	Ford's Limited Warranty formed the basis of the bargain that was reached when	
16	Plaintiff and	the other Class members purchased or leased their Class Vehicles equipped with a	
17	MyFord Touc	ch system from Ford.	
18	441.	Ford breached the express warranty to repair and adjust to correct defects in	
19	materials and	workmanship of any part supplied by Ford. Ford has not repaired or adjusted, and has	
20	been unable t	o repair or adjust, the Class Vehicles' materials and workmanship defects.	
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22	442.	Furthermore, the limited warranty of repair and/or adjustments to defective parts,	
23	fails in its ess	ential purpose because the contractual remedy is insufficient to make Plaintiff and the	
24	other Class m	embers whole and because Ford has failed and/or has refused to adequately provide	
25	the promised	remedies within a reasonable time.	
26	443.	Accordingly, recovery by Plaintiff and the other Class members is not limited to the	
27	limited warra	nty of repair or adjustments to parts defective in materials or workmanship, and	
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Plaintiff, individually and on behalf of the other Class members, seeks all remedies as allowed by law.

444. Also, as alleged in more detail herein, at the time that Ford warranted and sold the Class Vehicles it knew that the Class Vehicles did not conform to Ford's Limited Warranty and were inherently defective, and Ford wrongfully and fraudulently concealed material facts regarding its Class Vehicles. Plaintiff and the other Class members were therefore induced to purchase or lease the Class Vehicles under false and/or fraudulent pretenses.

445. Moreover, many of the injuries flowing from the Class Vehicles cannot be resolved through the limited remedy of "replacement or adjustments," as many incidental and consequential damages have already been suffered due to Ford's fraudulent conduct as alleged herein, and due to its failure and/or continued failure to provide such limited remedy within a reasonable time, and any limitation on Plaintiff's and the other Class members' remedies would be insufficient to make Plaintiff and the other Class members whole.

446. Finally, due to Ford's breach of warranty as set forth herein, Plaintiff and the other
Class members assert as an additional and/or alternative remedy, as set forth in Iowa Code
§ 554.2608, for a revocation of acceptance of the goods, and for a return to Plaintiff and to the other
Class members of the purchase price of all Class Vehicles currently owned and for such other
incidental and consequential damages as allowed under Iowa Code §§ 554.2711 and 554.2608.

447. Ford was provided notice of these issues by numerous complaints filed against it, including the instant Complaint, and by numerous individual letters and communications sent by Plaintiff and the other Class members before or within a reasonable amount of time after Ford issued the TSBs and the allegations of Class Vehicle defects became public.

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448. As a direct and proximate result of Ford's breach of express warranty, Plaintiff and the other Class members have been damaged in an amount to be determined at trial.

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# **Claims Brought on Behalf of the Massachusetts Class**

#### **COUNT I** VIOLATIONS OF THE MASSACHUSETTS CONSUMER PROTECTION ACT (MASS. GEN. LAWS CH. 93A)

449. Plaintiff William Creed ("Plaintiff," for purposes of all Massachusetts Class Counts) incorporates by reference all preceding allegations as though fully set forth herein.

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450. Plaintiff brings this Count on behalf of the Massachusetts Class.

451. The conduct of Ford as set forth herein constitutes unfair and deceptive acts or practices in violation of the Massachusetts Consumer Protection Act, Mass. Gen. Laws Ch. 93A, including but not limited to Ford's design, manufacture, and sale of Class Vehicles with the defective MyFord Touch system, which Ford failed to adequately investigate, disclose, and remedy, and its omissions regarding the safety, reliability, and functionality of its Class Vehicles, which omissions possessed the tendency to deceive.

13 452. 14

Ford engages in the conduct of trade or commerce and the misconduct alleged herein occurred in trade or commerce.

453. Plaintiff, individually and on behalf of the other Class members, has made a demand on Ford pursuant to Mass. Gen. Laws Ch. 93A, § 9(3). The letter was transmitted to Ford on July 22, 2013. The letter asserted that rights of consumers as claimants had been violated, described the unfair and deceptive acts committed by Ford, and specified the injuries the Plaintiff and the other Class members have suffered and the relief they seek.

454. Therefore, Plaintiff seeks monetary and equitable relief under the Massachusetts Consumer Protection Act as a result of Ford's unfair and deceptive acts and practices.

#### **COUNT II BREACH OF EXPRESS WARRANTY** (MASS. GEN. LAWS CH. 106, § 2-313)

455. Plaintiff incorporates by reference all preceding allegations as though fully set forth herein.

456. Plaintiff brings this Count on behalf of the Massachusetts Class.

27 28 457. Ford is and was at all relevant times a "merchant" with respect to motor vehicles.

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1	458. In its Limited Warranty, Ford expressly warranted that it would repair or replace		
2	defects in material or workmanship free of charge if they became apparent during the warranty		
3	period. For example, the following language appears in all Class Vehicle Warranty Guides:		
4	Under your New Vehicle Limited Warranty if:		
5	-your Ford vehicle is properly operated and maintained, and		
6	-was taken to a Ford dealership for a warranted repair during the warranty period,		
7	then authorized Ford Motor Company dealers will, without charge, repair, replace, or		
8	adjust all parts on your vehicle that malfunction or fail during normal use during the		
9	applicable coverage period due to a manufacturing defect in factory-supplied		
10	materials or factory workmanship.		
11	459. Ford's Limited Warranty formed the basis of the bargain that was reached when		
12	Plaintiff and the other Class members purchased or leased their Class Vehicles equipped with a		
13	MyFord Touch system from Ford.		
14	460. Ford breached the express warranty to repair and adjust to correct defects in		
15	materials and workmanship of any part supplied by Ford. Ford has not repaired or adjusted, and has		
16	been unable to repair or adjust, the Class Vehicles' materials and workmanship defects.		
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18	461. Furthermore, the limited warranty of repair and/or adjustments to defective parts,		
19	fails in its essential purpose because the contractual remedy is insufficient to make Plaintiff and the		
20	other Class members whole and because Ford has failed and/or has refused to adequately provide		
21	the promised remedies within a reasonable time.		
22	462. Accordingly, recovery by Plaintiff and the other Class members is not limited to the		
23	limited warranty of repair or adjustments to parts defective in materials or workmanship, and		
24	Plaintiff, individually and on behalf of the other Class members, seeks all remedies as allowed by		
25	law.		
26	463. Also, as alleged in more detail herein, at the time that Ford warranted and sold the		
27	Class Vehicles it knew that the Class Vehicles did not conform to Ford's Limited Warranty and		
28	were inherently defective, and Ford wrongfully and fraudulently concealed material facts regarding		
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its Class Vehicles. Plaintiff and the other Class members were therefore induced to purchase or lease the Class Vehicles under false and/or fraudulent pretenses.

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464. Moreover, many of the injuries flowing from the Class Vehicles cannot be resolved through the limited remedy of "replacement or adjustments," as many incidental and consequential damages have already been suffered due to Ford's fraudulent conduct as alleged herein, and due to its failure and/or continued failure to provide such limited remedy within a reasonable time, and any limitation on Plaintiff's and the other Class members' remedies would be insufficient to make Plaintiff and the other Class members whole.

465. Finally, due to Ford's breach of warranty as set forth herein, Plaintiff and the other Class members assert as an additional and/or alternative remedy, as set forth in Mass. Gen. Laws Ch. 106, § 2-608, for a revocation of acceptance of the goods, and for a return to Plaintiff and to the other Class members of the purchase price of all Class Vehicles currently owned for such other incidental and consequential damages as allowed under Mass. Gen. Laws Ch. 106, §§ 2-711 and 2-608.

466. Ford was provided notice of these issues by numerous complaints filed against it, including the instant Complaint, and by numerous individual letters and communications sent by Plaintiff and the other Class members before or within a reasonable amount of time after Ford issued the TSBs and the allegations of Class Vehicle defects became public.

467. As a direct and proximate result of Ford's breach of express warranty, Plaintiff and the other Class members have been damaged in an amount to be determined at trial.

#### COUNT III BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY (MASS. GEN. LAWS CH. 106, § 2-314)

468. Plaintiff incorporates by reference all preceding allegations as though fully set forth herein.

469. Plaintiff brings this Count on behalf of the Massachusetts Class.

470. Ford is and was at all relevant times a merchant with respect to motor vehicles.

27 471. A warranty that the Class Vehicles were in merchantable condition is implied by law

28 in the instant transactions.

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1 472. These Class Vehicles, when sold and at all times thereafter, were not in merchantable 2 condition and are not fit for the ordinary purpose for which cars are used. Specifically, the Class 3 Vehicles are inherently defective in that there are defects in the Class Vehicles' MyFord Touch 4 systems rendering certain crucial safety, communication, navigational, and entertainment functions 5 inoperative. 6 473. Ford was provided notice of these issues by numerous complaints filed against it, 7 including the instant Complaint, and by numerous individual letters and communications sent by 8 Plaintiff and other Class members before or within a reasonable amount of time after Ford issued 9 the TSBs and the allegations of Class Vehicle defects became public. 10 474. As a direct and proximate result of Ford's breach of the warranties of 11 merchantability, Plaintiff and the other Class members have been damaged in an amount to be 12 proven at trial. 13 **COUNT IV** FRAUDULENT CONCEALMENT 14 (BASED ON MASSACHUSETTS LAW) 15 475. Plaintiff incorporates by reference all preceding allegations as though fully set forth 16 herein. 17 476. Plaintiff brings this Count on behalf of the Massachusetts Class. 18 477. Ford intentionally concealed the above-described material safety and functionality 19 information, or acted with reckless disregard for the truth, and denied Plaintiff and the other Class 20 members information that is highly relevant to their purchasing decision. 21 Ford further affirmatively concealed from Plaintiff in advertising and other forms of 478. 22 communication, including standard and uniform material provided with each car, that the Class 23 Vehicles it was selling had significant defects, and would not perform and operate properly when 24 driven in normal usage. 25 Ford knew at the time it actively concealed this information that this information was 479. 26 material. 27 28 - 112 -THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1 CASE NO. 13-CV-3072-EMC

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480. The Class Vehicles purchased or leased by Plaintiff and the other Class members were, in fact, defective, unsafe, and unreliable because the Class Vehicles contained faulty and defective MyFord Touch systems, as alleged herein.

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481. Ford had a duty to disclose that these Class Vehicles were defective, unsafe, and unreliable in that certain crucial safety, communication, navigational, and entertainment functions of the Class Vehicles would be rendered inoperative due to faulty and defective MyFord Touch systems, because Plaintiff and the other Class members relied on Ford's material representations that the Class Vehicles they were purchasing were safe and free from defects.

482. The aforementioned concealment was material because if it had been disclosedPlaintiff and the other Class members would not have bought or leased the Class Vehicles, or wouldnot have bought or leased those Vehicles at the prices they paid.

483. The aforementioned representations were material because they were facts that would typically be relied on by a person purchasing or leasing a new motor vehicle. Ford knew or recklessly disregarded that its representations were false because it knew that people had experienced inoperative climate control systems, audio systems, rearview camera systems, handsfree telephone systems, GPS navigation systems, and automatic emergency notification systems, among others. Ford intentionally made the false statements in order to sell Class Vehicles.

484. Plaintiff and the other Class members relied on Ford's reputation – along with Ford's failure to disclose the faulty and defective nature of the MyFord Touch system – in purchasing or leasing Ford's Class Vehicles.

485. As a result of their reliance, Plaintiff and the other Class members have been injured in an amount to be proven at trial, including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished value of their Class Vehicles.

486. Ford's conduct was knowing, intentional, with malice, demonstrated a complete lack of care, and was in reckless disregard for the rights of Plaintiff and the other Class members.Plaintiff and the other Class members are therefore entitled to an award of punitive damages.

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1	G. Claims Brought on Behalf of the New Jersey Class		
2	COUNT I VIOLATIONS OF THE NEW JERSEY CONSUMER FRAUD ACT		
3	(N.J. STAT. ANN. §§ 56:8-1, et seq.)		
4	487. Plaintiffs Joshua Matlin and Russ Rizzo ("Plaintiffs," for purposes of all New Jersey		
5	Class Counts) incorporate by reference all preceding allegations as though fully set forth herein.		
6	488. Plaintiffs bring this Count on behalf of the New Jersey Class.		
7	489. The New Jersey Consumer Fraud Act, N.J. Stat. Ann. §§ 56:8-1, et seq. ("NJ CFA"),		
8	prohibits unfair or deceptive acts or practices in the conduct of any trade or commerce.		
9	490. In the course of Ford's business, it willfully failed to disclose and actively concealed		
10	the dangerous risk of MyFord Touch system failure in Class Vehicles as described above.		
11	Accordingly, Ford engaged in unfair and deceptive trade practices, including engaging in conduct		
12	likely to deceive. Further, Ford's acts and practices described herein offend established public		
13	policy because the harm they cause to consumers, motorists, and pedestrians outweighs any benefit		
14	associated with such practices, and because Ford fraudulently concealed the defective nature of the		
15	Class Vehicles from consumers.		
16	491. Ford's actions as set forth above occurred in the conduct of trade or commerce.		
17	492. Ford's conduct proximately caused injuries to Plaintiffs and the other Class		
18	members.		
19	493. Plaintiffs and the other Class members were injured as a result of Ford's conduct in		
20	that Plaintiff and the other Class members overpaid for their Class Vehicles and did not receive the		
21	benefit of their bargain, and their Class Vehicles have suffered a diminution in value. These injuries		
22	are the direct and natural consequence of Ford's omissions.		
23	494. Pursuant to N.J. Stat. Ann. § 56:8-20, Plaintiffs will serve the New Jersey Attorney		
24	General with a copy of this Complaint.		
25	COUNT II DDE A CH OF EXDDECS WA DD A NTV		
26	BREACH OF EXPRESS WARRANTY (N.J. STAT. ANN. § 12A:2-313)		
27	495. Plaintiffs incorporate by reference all preceding allegations as though fully set forth		
28	herein.		
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1	496. Plaintiffs bring this Count on behalf of the New Jersey Class.
2	497. Ford is and was at all relevant times a merchant with respect to motor vehicles.
3	498. In its Limited Warranty, Ford expressly warranted that it would repair or replace
4	defects in material or workmanship free of charge if they became apparent during the warranty
5	period. For example, the following language appears in all Class Vehicle Warranty Guides:
6	Under your New Vehicle Limited Warranty if:
7	-your Ford vehicle is properly operated and maintained, and
8	-was taken to a Ford dealership for a warranted repair during the warranty period,
9	then authorized Ford Motor Company dealers will, without charge, repair, replace, or
10	adjust all parts on your vehicle that malfunction or fail during normal use during the
11	applicable coverage period due to a manufacturing defect in factory-supplied
12	materials or factory workmanship.
13	499. Ford's Limited Warranty formed the basis of the bargain that was reached when
14	Plaintiffs and the other Class members purchased or leased their Class Vehicles equipped with a
15	MyFord Touch system from Ford.
16	500. Ford breached the express warranty to repair and adjust to correct defects in
17	materials and workmanship of any part supplied by Ford. Ford has not repaired or adjusted, and has
18	been unable to repair or adjust, the Class Vehicles' materials and workmanship defects.
19	501. Furthermore, the limited warranty of repair and/or adjustments to defective parts,
20	fails in its essential purpose because the contractual remedy is insufficient to make Plaintiffs and the
21	other Class members whole and because Ford has failed and/or has refused to adequately provide
22	the promised remedies within a reasonable time.
23	502. Accordingly, recovery by Plaintiffs and the other Class members is not limited to the
24	limited warranty of repair or adjustments to parts defective in materials or workmanship, and
25	Plaintiffs, individually and on behalf of the other Class members, seek all remedies as allowed by
26	law.
27	503. Also, as alleged in more detail herein, at the time that Ford warranted and sold the
28	Class Vehicles it knew that the Class Vehicles did not conform to Ford's Limited Warranty and
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were inherently defective, and Ford wrongfully and fraudulently concealed material facts regarding
its Class Vehicles. Plaintiff and the other Class members were therefore induced to purchase or
lease the Class Vehicles under false and/or fraudulent pretenses.

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504. Moreover, many of the injuries flowing from the Class Vehicles cannot be resolved through the limited remedy of "replacement or adjustments," as many incidental and consequential damages have already been suffered due to Ford's fraudulent conduct as alleged herein, and due to its failure and/or continued failure to provide such limited remedy within a reasonable time, and any limitation on Plaintiffs' and the other Class members' remedies would be insufficient to make Plaintiffs and the other Class members whole.

505. Finally, due to Ford's breach of warranty as set forth herein, Plaintiffs and the other Class members assert as an additional and/or alternative remedy, as set forth in N.J. Stat. Ann § 12A:2-608, for a revocation of acceptance of the goods, and for a return to Plaintiffs and to the other Class members of the purchase price of all Class Vehicles currently owned for such other incidental and consequential damages as allowed under N.J. Stat. Ann. §§ 12A:2-711 and 12A:2-608.

506. Ford was provided notice of these issues by numerous complaints filed against it, including the instant Complaint, and by numerous individual letters and communications sent by Plaintiffs and the other Class members before or within a reasonable amount of time after Ford issued the TSBs and the allegations of Class Vehicle defects became public.

507. As a direct and proximate result of Ford's breach of express warranty, Plaintiffs and the other Class members have been damaged in an amount to be determined at trial.

#### COUNT III BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY (N.J. STAT. ANN. § 12A:2-314)

508. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

509. Plaintiffs bring this Count on behalf of the New Jersey Class.

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510. Ford is and was at all relevant times a merchant with respect to motor vehicles.

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1 511. A warranty that the Class Vehicles were in merchantable condition is implied by law 2 in the instant transactions.

512. These Class Vehicles, when sold and at all times thereafter, were not in merchantable condition and are not fit for the ordinary purpose for which cars are used. Specifically, the Class Vehicles are inherently defective in that there are defects in the Class Vehicles' MyFord Touch systems rendering certain crucial safety, communication, navigational, and entertainment functions inoperative.

513. Ford was provided notice of these issues by numerous complaints filed against it, including the instant Complaint, and by numerous individual letters and communications sent by 10 Plaintiffs and other Class members before or within a reasonable amount of time after Ford issued the TSBs and the allegations of Class Vehicle defects became public.

514. As a direct and proximate result of Ford's breach of the warranties of merchantability, Plaintiffs and the other Class members have been damaged in an amount to be proven at trial.

#### COUNT IV FRAUDULENT CONCEALMENT (BASED ON NEW JERSEY LAW)

515. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

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516. Plaintiffs bring this Count on behalf of the New Jersey Class.

517. Ford intentionally concealed the above-described material safety and functionality information, or acted with reckless disregard for the truth, and denied Plaintiffs and the other Class members information that is highly relevant to their purchasing decision.

23 518. Ford further affirmatively concealed from Plaintiffs in advertising and other forms of communication, including standard and uniform material provided with each car, that the Class 24 25 Vehicles it was selling had significant defects, and would not perform and operate properly when 26 driven in normal usage.

27 519. Ford knew at the time it actively concealed this information that this information was 28 material.

520. The Class Vehicles purchased or leased by Plaintiffs and the other Class members were, in fact, defective, unsafe, and unreliable because the Class Vehicles contained faulty and defective MyFord Touch systems, as alleged herein.

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521. Ford had a duty to disclose that these Class Vehicles were defective, unsafe, and unreliable in that certain crucial safety, communication, navigational, and entertainment functions of the Class Vehicles would be rendered inoperative due to faulty and defective MyFord Touch systems, because Plaintiffs and the other Class members relied on Ford's material representations that the Class Vehicles they were purchasing were safe and free from defects.

522. The aforementioned concealment was material because if it had been disclosed Plaintiffs and the other Class members would not have bought or leased the Class Vehicles, or would not have bought or leased those Vehicles at the prices they paid.

523. The aforementioned representations were material because they were facts that would typically be relied on by a person purchasing or leasing a new motor vehicle. Ford knew or recklessly disregarded that its representations were false because it knew that people had experienced inoperative climate control systems, audio systems, rearview camera systems, handsfree telephone systems, GPS navigation systems, and automatic emergency notification systems, among others. Ford intentionally made the false statements in order to sell Class Vehicles.

524. Plaintiffs and the other Class members relied on Ford's reputation – along with Ford's failure to disclose the faulty and defective nature of the MyFord Touch system – in purchasing or leasing Ford's Class Vehicles.

525. As a result of their reliance, Plaintiffs and the other Class members have been injured in an amount to be proven at trial, including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished value of their Class Vehicles.

526. Ford's conduct was knowing, intentional, with malice, demonstrated a complete lack of care, and was in reckless disregard for the rights of Plaintiffs and the other Class members.Plaintiffs and the other Class members are therefore entitled to an award of punitive damages.

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Claims Brought on Behalf of the New York Class

#### COUNT I VIOLATIONS OF NEW YORK GENERAL BUSINESS LAW § 349 (N.Y. GEN. BUS. LAW § 349)

527. Plaintiffs Jeffrey Miller and Nuala Purcell ("Plaintiffs," for purposes of all New York Class Counts) incorporate by reference all preceding allegations as though fully set forth herein.

528. Plaintiffs bring this Count on behalf of the New York Class. Plaintiffs Miller and Purcell are both pursuing omission claims pursuant to this Count. Plaintiff Miller is also pursuing misrepresentation claims pursuant to this Count.

529. New York's General Business Law § 349 makes unlawful "[d]eceptive acts or practices in the conduct of any business, trade or commerce."

530. In the course of Ford's business, it willfully failed to disclose and actively concealed the dangerous risk of MyFord Touch system failure in Class Vehicles as described above.
Accordingly, Ford engaged in unfair methods of competition, unconscionable acts or practices, and unfair or deceptive acts or practices as defined in N.Y. Gen. Bus. Law § 349, including engaging in

conduct likely to deceive.

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531. Ford's actions as set forth above occurred in the conduct of trade or commerce.

532. Because Ford's deception takes place in the context of automobile safety, its deception affects the public interest. Further, Ford's unlawful conduct constitutes unfair acts or practices that have the capacity to deceive consumers, and that have a broad impact on consumers at large.

533. Ford's conduct proximately caused injuries to Plaintiffs and the other Class members.

534. Plaintiffs and the other Class members were injured as a result of Ford's conduct in that Plaintiffs and the other Class members overpaid for their Class Vehicles and did not receive the benefit of their bargain, and their Class Vehicles have suffered a diminution in value. These injuries are the direct and natural consequence of Ford's misrepresentations and omissions.

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#### COUNT II VIOLATIONS OF NEW YORK GENERAL BUSINESS LAW § 350 (N.Y. GEN. BUS. LAW § 350)

535. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

536. Plaintiffs bring this Count on behalf of the New York Class.

537. New York's General Business Law § 350 makes unlawful "[f]alse advertising in the conduct of any business, trade or commerce[.]" False advertising includes "advertising, including labeling, of a commodity ... if such advertising is misleading in a material respect," taking into account "the extent to which the advertising fails to reveal facts material in the light of ... representations [made] with respect to the commodity...." N.Y. Gen. Bus. Law § 350-a.

538. Ford caused to be made or disseminated through New York, through advertising, marketing, and other publications, statements that were untrue or misleading, and which were known, or which by the exercise of reasonable care should have been known to Ford, to be untrue and misleading to consumers, including Plaintiffs and the other Class members.

539. Ford has violated N.Y. Gen. Bus. Law § 350 because the omissions regarding the dangerous risk of MyFord Touch system failure in Class Vehicles as described above, as well as the inherently defective nature of the MyFord Touch system as designed and sold by Ford, and the loss of communications and entertainment functionality as described above, were material and likely to deceive a reasonable consumer.

540. Plaintiffs and the other Class members have suffered injury, including the loss of money or property, as a result of Ford's false advertising. In purchasing or leasing their Class Vehicles, Plaintiffs and the other Class members relied on the representations and/or omissions of Ford with respect to the safety, quality, functionality, and reliability of the Class Vehicles. Ford's representations turned out to be untrue because the MyFord Touch systems installed in Class Vehicles are prone to total system failures, diminished or completely inoperable functionality, and other failures as described hereinabove. Had Plaintiffs and the other Class members known this, they would not have purchased or leased their Class Vehicles and/or paid as much for them.

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541. Accordingly, Plaintiffs and the other Class members overpaid for their Class Vehicles and did not receive the benefit of the bargain for their Class Vehicles, which have also suffered diminution in value.

542. Plaintiffs, individually and on behalf of the other Class members, request that this Court enter such orders or judgments as may be necessary to enjoin Ford from continuing its unfair, unlawful and/or deceptive practices. Plaintiffs and the other Class members are also entitled to recover their actual damages or \$500, whichever is greater. Because Ford acted willfully or knowingly, Plaintiffs and the other Class members are entitled to recover three times actual damages, up to \$10,000.

#### COUNT III BREACH OF EXPRESS WARRANTY (N.Y. U.C.C. § 2-313)

543. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

544. Plaintiffs acknowledge that the Court dismissed this claim on behalf of Plaintiff Miller (but not Plaintiff Purcell) without prejudice for failure to present his car for repair, and reassert it hereon on behalf of Miller only to preserve any appellate rights. This claim is also asserted on behalf of Plaintiff Purcell.

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545. Plaintiffs bring this Count on behalf of the New York Class.

546. Ford is and was at all relevant times a merchant with respect to motor vehicles.

547. In its Limited Warranty, Ford expressly warranted that it would repair or replace defects in material or workmanship free of charge if they became apparent during the warranty

period. For example, the following language appears in all Class Vehicle Warranty Guides:

Under your New Vehicle Limited Warranty if:

-your Ford vehicle is properly operated and maintained, and

-was taken to a Ford dealership for a warranted repair during the warranty period,

then authorized Ford Motor Company dealers will, without charge, repair, replace, or

adjust all parts on your vehicle that malfunction or fail during normal use during the

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applicable coverage period due to a manufacturing defect in factory-supplied materials or factory workmanship.

548. Ford's Limited Warranty formed the basis of the bargain that was reached when Plaintiffs and the other Class members purchased or leased their Class Vehicles equipped with a MyFord Touch system from Ford.

549. Ford breached the express warranty to repair and adjust to correct defects in materials and workmanship of any part supplied by Ford. Ford has not repaired or adjusted, and has been unable to repair or adjust, the Class Vehicles' materials and workmanship defects.

550. Furthermore, the limited warranty of repair and/or adjustments to defective parts, fails in its essential purpose because the contractual remedy is insufficient to make Plaintiffs and the other Class members whole and because Ford has failed and/or has refused to adequately provide the promised remedies within a reasonable time.

551. Accordingly, recovery by Plaintiffs and the other Class members is not limited to the limited warranty of repair or adjustments to parts defective in materials or workmanship, and Plaintiffs, individually and on behalf of the other Class members, seek all remedies as allowed by law.

552. Also, as alleged in more detail herein, at the time that Ford warranted and sold the Class Vehicles it knew that the Class Vehicles did not conform to Ford's Limited Warranty and were inherently defective, and Ford wrongfully and fraudulently concealed material facts regarding its Class Vehicles. Plaintiffs and the other Class members were therefore induced to purchase or lease the Class Vehicles under false and/or fraudulent pretenses.

553. Moreover, many of the injuries flowing from the Class Vehicles cannot be resolved through the limited remedy of "replacement or adjustments," as many incidental and consequential damages have already been suffered due to Ford's fraudulent conduct as alleged herein, and due to its failure and/or continued failure to provide such limited remedy within a reasonable time, and any limitation on Plaintiffs' and the other Class members' remedies would be insufficient to make Plaintiffs and the other Class members whole.

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1	554.	Finally, due to Ford's breach of wa	rranty as set forth herein, Plaintiffs and the other	
2	Class members assert as an additional and/or alternative remedy, as set forth in N.Y. U.C.C. § 2-			
3	608, for a revocation of acceptance of the goods, and for a return to Plaintiffs and to the other Class			
4	members of the purchase price of all Class Vehicles currently owned for such other incidental and			
5	consequential	damages as allowed under N.Y. U.C	C.C. §§ 2-711 and 2-608.	
6	555.	Ford was provided notice of these i	ssues by numerous complaints filed against it,	
7	including the	instant Complaint, and by numerous	individual letters and communications sent by	
8	Plaintiffs and the other Class members before or within a reasonable amount of time after Ford			
9	issued the TS	Bs and the allegations of Class Vehic	ele defects became public.	
10	556.	As a direct and proximate result of	Ford's breach of express warranty, Plaintiffs and	
11	the other Clas	s members have been damaged in an	amount to be determined at trial.	
12		COU FRAUDULENT (		
13		(BASED ON NE		
14	557.	Plaintiffs incorporate by reference a	all preceding allegations as though fully set forth	
15	herein.			
16	558.	Plaintiffs bring this Count on behal	f of the New York Class.	
17	559.	Ford intentionally concealed the ab	ove-described material safety and functionality	
18	information, o	or acted with reckless disregard for the	e truth, and denied Plaintiffs and the other Class	
19	members info	rmation that is highly relevant to the	ir purchasing decision.	
20	560.	Ford further affirmatively conceale	d from Plaintiffs in advertising and other forms of	
21	communicatio	on, including standard and uniform n	aterial provided with each car, that the Class	
22	Vehicles it wa	as selling had significant defects, and	would not perform and operate properly when	
23	driven in norr	nal usage.		
24	561.	Ford knew at the time it actively co	ncealed this information that this information was	
25	material.			
26	562.	The Class Vehicles purchased or le	ased by Plaintiffs and the other Class members	
27	were, in fact,	defective, unsafe, and unreliable bec	ause the Class Vehicles contained faulty and	
28	defective Myl	Ford Touch systems, as alleged herei		
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563. Ford had a duty to disclose that these Class Vehicles were defective, unsafe, and unreliable in that certain crucial safety, communication, navigational, and entertainment functions of the Class Vehicles would be rendered inoperative due to faulty and defective MyFord Touch systems, because Plaintiffs and the other Class members relied on Ford's material representations that the Class Vehicles they were purchasing were safe and free from defects.

564. The aforementioned concealment was material because if it had been disclosed Plaintiffs and the other Class members would not have bought or leased the Class Vehicles, or would not have bought or leased those Vehicles at the prices they paid.

565. The aforementioned representations were material because they were facts that would typically be relied on by a person purchasing or leasing a new motor vehicle. Ford knew or recklessly disregarded that its representations were false because it knew that people had experienced inoperative climate control systems, audio systems, rearview camera systems, handsfree telephone systems, GPS navigation systems, and automatic emergency notification systems, among others. Ford intentionally made the false statements in order to sell Class Vehicles.

566. Plaintiffs and the other Class members relied on Ford's reputation – along with Ford's failure to disclose the faulty and defective nature of the MyFord Touch system – in purchasing or leasing Ford's Class Vehicles.

567. As a result of their reliance, Plaintiffs and the other Class members have been injured in an amount to be proven at trial, including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished value of their Class Vehicles.

568. Ford's conduct was knowing, intentional, with malice, demonstrated a complete lack of care, and was in reckless disregard for the rights of Plaintiffs and the other Class members.Plaintiffs and the other Class members are therefore entitled to an award of punitive damages.

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**Claims Brought on Behalf of the North Carolina Class** 

#### COUNT I VIOLATIONS OF THE NORTH CAROLINA UNFAIR AND DECEPTIVE TRADE PRACTICES ACT (N.C. GEN. STAT. §§ 75-1.1, et seq.)

569. Plaintiff Daniel Fink ("Plaintiff," for purposes of all North Carolina Class Counts) incorporates by reference all preceding allegations as though fully set forth herein.

I.

570. Plaintiff brings this Count on behalf of the North Carolina Class.

571. North Carolina's Unfair and Deceptive Trade Practices Act, N.C. Gen. Stat. §§ 75-1.1, *et seq.* ("NCUDTPA"), prohibits a person from engaging in "[u]nfair methods of competition in or affecting commerce, and unfair or deceptive acts or practices in or affecting commerce[.]" The NCUDTPA provides a private right of action for any person injured "by reason of any act or thing done by any other person, firm or corporation in violation of" the NCUDTPA. N.C. Gen. Stat. § 75-16.

572. Ford's acts and practices complained of herein were performed in the course of Ford's trade or business and thus occurred in or affected "commerce," as defined in N.C. Gen. Stat. § 75-1.1(b).

573. In the course of Ford's business, it willfully failed to disclose and actively concealed the dangerous risk of MyFord Touch system failure in Class Vehicles as described above. Accordingly, Ford engaged in unlawful trade practices, including engaging in conduct likely to deceive.

574. Ford's conduct proximately caused injuries to Plaintiff and the other Class members.

575. Ford acted with willful and conscious disregard of the rights and safety of others, subjecting Plaintiff and the other Class members to cruel and unjust hardship as a result, such that an award of punitive damages is appropriate.

576. Plaintiff and the other Class members were injured as a result of Ford's conduct in that Plaintiff and the other Class members overpaid for their Class Vehicles and did not receive the benefit of their bargain, and their Class Vehicles have suffered a diminution in value. These injuries are the direct and natural consequence of Ford's omissions.

577. Plaintiff, individually and on behalf of the other Class members, seeks treble
damages pursuant to N.C. Gen. Stat. § 75-16, and an award of attorneys' fees pursuant to N.C. Gen.
Stat. § 75-16.1.

#### COUNT II BREACH OF EXPRESS WARRANTY (N.C. GEN. STAT. § 25-2-313)

578. Plaintiff incorporates by reference all preceding allegations as though fully set forth
herein.
579. Plaintiff brings this Count on behalf of the North Carolina Class.
580. Ford is and was at all relevant times a merchant with respect to motor vehicles.
581. In its Limited Warranty, Ford expressly warranted that it would repair or replace

defects in material or workmanship free of charge if they became apparent during the warranty

12 period. For example, the following language appears in all Class Vehicle Warranty Guides:

Under your New Vehicle Limited Warranty if:

-your Ford vehicle is properly operated and maintained, and

-was taken to a Ford dealership for a warranted repair during the warranty period, then authorized Ford Motor Company dealers will, without charge, repair, replace, or adjust all parts on your vehicle that malfunction or fail during normal use during the

applicable coverage period due to a manufacturing defect in factory-supplied materials or factory workmanship.

582. Ford's Limited Warranty formed the basis of the bargain that was reached when Plaintiff and the other Class members purchased or leased their Class Vehicles equipped with a MyFord Touch system from Ford.

583. Ford breached the express warranty to repair and adjust to correct defects in
materials and workmanship of any part supplied by Ford. Ford has not repaired or adjusted, and has
been unable to repair or adjust, the Class Vehicles' materials and workmanship defects.

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26 584. Furthermore, the limited warranty of repair and/or adjustments to defective parts,
27 fails in its essential purpose because the contractual remedy is insufficient to make Plaintiff and the

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other Class members whole and because Ford has failed and/or has refused to adequately provide the promised remedies within a reasonable time.

585. Accordingly, recovery by Plaintiff and the other Class members is not limited to the limited warranty of repair or adjustments to parts defective in materials or workmanship, and Plaintiff, individually and on behalf of the other Class members, seeks all remedies as allowed by law.

586. Also, as alleged in more detail herein, at the time that Ford warranted and sold the Class Vehicles it knew that the Class Vehicles did not conform to Ford's Limited Warranty and were inherently defective, and Ford wrongfully and fraudulently concealed material facts regarding its Class Vehicles. Plaintiff and the other Class members were therefore induced to purchase or lease the Class Vehicles under false and/or fraudulent pretenses.

587. Moreover, many of the injuries flowing from the Class Vehicles cannot be resolved through the limited remedy of "replacement or adjustments," as many incidental and consequential damages have already been suffered due to Ford's fraudulent conduct as alleged herein, and due to its failure and/or continued failure to provide such limited remedy within a reasonable time, and any limitation on Plaintiff's and the other Class members' remedies would be insufficient to make Plaintiff and the other Class members whole.

588. Finally, due to Ford's breach of warranty as set forth herein, Plaintiff and the other
Class members assert as an additional and/or alternative remedy, as set forth in N.C. Gen. Stat.
§ 25-2-608, for a revocation of acceptance of the goods, and for a return to Plaintiff and to the other
Class members of the purchase price of all Class Vehicles currently owned for such other incidental
and consequential damages as allowed under N.C. Gen. Stat. §§ 25-2-608.

589. Ford was provided notice of these issues by numerous complaints filed against it, including the instant Complaint, and by numerous individual letters and communications sent by Plaintiff and the other Class members before or within a reasonable amount of time after Ford issued the TSBs and the allegations of Class Vehicle defects became public.

27 590. As a direct and proximate result of Ford's breach of express warranty, Plaintiff and
28 the other Class members have been damaged in an amount to be determined at trial.

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#### COUNT III BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY (N.C. GEN. STAT. § 25-2-314)

591. Plaintiff incorporates by reference all preceding allegations as though fully set forth herein.

592. Plaintiff brings this Count on behalf of the North Carolina Class.

593. Ford is and was at all relevant times a merchant with respect to motor vehicles.

594. A warranty that the Class Vehicles were in merchantable condition is implied by law in the instant transactions.

595. These Class Vehicles, when sold and at all times thereafter, were not in merchantable condition and are not fit for the ordinary purpose for which cars are used. Specifically, the Class Vehicles are inherently defective in that there are defects in the Class Vehicles' MyFord Touch systems rendering certain crucial safety, communication, navigational, and entertainment functions inoperative.

596. Ford was provided notice of these issues by numerous complaints filed against it, including the instant Complaint, and by numerous individual letters and communications sent by Plaintiff and other Class members before or within a reasonable amount of time after Ford issued the TSBs and the allegations of Class Vehicle defects became public.

597. As a direct and proximate result of Ford's breach of the warranties of merchantability, Plaintiff and the other Class members have been damaged in an amount to be proven at trial.

#### COUNT IV FRAUDULENT CONCEALMENT (BASED ON NORTH CAROLINA LAW)

598. Plaintiff incorporates by reference all preceding allegations as though fully set forth herein.

599. Plaintiff brings this Count on behalf of the North Carolina Class.

600. Ford intentionally concealed the above-described material safety and functionality
information, or acted with reckless disregard for the truth, and denied Plaintiff and the other Class
members information that is highly relevant to their purchasing decision.

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601. Ford further affirmatively concealed from Plaintiff in advertising and other forms of communication, including standard and uniform material provided with each car, that the Class Vehicles it was selling had significant defects, and would not perform and operate properly when driven in normal usage.

602. Ford knew at the time it actively concealed this information that this information was material.

603. The Class Vehicles purchased or leased by Plaintiff and the other Class members were, in fact, defective, unsafe, and unreliable because the Class Vehicles contained faulty and defective MyFord Touch systems, as alleged herein.

604. Ford had a duty to disclose that these Class Vehicles were defective, unsafe, and unreliable in that certain crucial safety, communication, navigational, and entertainment functions of the Class Vehicles would be rendered inoperative due to faulty and defective MyFord Touch systems, because Plaintiff and the other Class members relied on Ford's material representations that the Class Vehicles they were purchasing were safe and free from defects.

605. The aforementioned concealment was material because if it had been disclosed Plaintiff and the other Class members would not have bought or leased the Class Vehicles, or would not have bought or leased those Vehicles at the prices they paid.

606. The aforementioned representations were material because they were facts that would typically be relied on by a person purchasing or leasing a new motor vehicle. Ford knew or recklessly disregarded that its representations were false because it knew that people had experienced inoperative climate control systems, audio systems, rearview camera systems, handsfree telephone systems, GPS navigation systems, and automatic emergency notification systems, among others. Ford intentionally made the false statements in order to sell Class Vehicles.

607. Plaintiff and the other Class members relied on Ford's reputation – along with Ford's failure to disclose the faulty and defective nature of the MyFord Touch system – in purchasing or leasing Ford's Class Vehicles.

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608. As a result of their reliance, Plaintiff and the other Class members have been injured n an amount to be proven at trial, including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished value of their Class Vehicles.

609. Ford's conduct was knowing, intentional, with malice, demonstrated a complete lack of care, and was in reckless disregard for the rights of Plaintiff and the other Class members. Plaintiff and the other Class members are therefore entitled to an award of punitive damages.

#### COUNT I VIOLATIONS OF THE CONSUMER SALES PRACTICES ACT (OHIO REV. CODE §§ 1345.01, et seq.)

610. Plaintiff Jerome Miskell ("Plaintiff," for purposes of all Ohio Class Counts) incorporates by reference all preceding allegations as though fully set forth herein.

611. Plaintiff brings this Count on behalf of the Ohio Class.

**Claims Brought on Behalf of the Ohio Class** 

612. Plaintiff and the other Ohio Class members are "consumers" as defined by the Ohio
Consumer Sales Practices Act, Ohio Rev. Code § 1345.01 ("OCSPA"). Ford is a "supplier" as
defined by the OCSPA. Plaintiff's and the other Ohio Class members' purchases or leases of Class
Vehicles were "consumer transactions" as defined by the OCSPA.

613. By failing to disclose and actively concealing the defects in the MyFord Touch systems in the Class Vehicles, Ford engaged in deceptive business practices prohibited by the OCSPA, including engaging in acts or practices which are unfair, misleading, false, or deceptive to the consumer.

614. Ford knew that the MyFord Touch systems in the Class Vehicles were defectively designed or manufactured, would fail without warning, and were not suitable for their intended use. Ford nevertheless failed to warn Plaintiff about these defects despite having a duty to do so.

615. Ford owed Plaintiff a duty to disclose the defective nature of the MyFord Touch systems in the Class Vehicles, because Ford:

Possessed exclusive knowledge of the defects rendering the Class Vehicles more unreliable than similar vehicles;

i)

	ii)	Intentionally concealed the defects associated with MyFord Touch through its
		deceptive marketing campaign and recall program that it designed to hide the
		defects in the MyFord Touch system; and/or
	iii)	Made incomplete representations about the characteristics and performance
		of the MyFord Touch system generally, while purposefully withholding
		material facts from Plaintiff that contradicted these representations.
616.	Ford'	s unfair or deceptive acts or practices were likely to, and did in fact, deceive
reasonable co	onsume	rs, including Plaintiff, about the true performance and characteristics of the
MyFord Tou	ch syste	em.
617.	The C	Dhio Attorney General has made available for public inspection prior state court
decisions wh	ich hav	e held that the acts and omissions of Ford in this Complaint, including, but not
limited to, the	e failure	e to honor both implied warranties and express warranties, the making and
distribution of	of false,	deceptive, and/or misleading representations, and the concealment and/or non-
disclosure of	a dange	erous defect, constitute deceptive sales practices in violation of the OCSPA.
These cases i	nclude,	but are not limited to, the following:
	a.	Mason v. Mercedes Benz USA, LLC (OPIF #10002382);
	b.	State ex rel. Betty D. Montgomery v. Ford Motor Co. (OPIF #10002123);
	c.	State ex rel. Betty D. Montgomery v. Bridgestone/Firestone, Inc. (OPIF #10002025);
	d.	<i>Bellinger v. Hewlett-Packard Co.</i> , No. 20744, 2002 Ohio App. LEXIS 1573 (Ohio Ct. App. Apr. 10, 2002) (OPIF #10002077);
	e.	<i>Borror v. MarineMax of Ohio</i> , No. OT-06-010, 2007 Oho App. LEXIS 525 (Ohio Ct. App. Feb. 9, 2007) (OPIF #10002388);
	f.	State ex rel. Jim Petro v. Craftmatic Organization, Inc. (OPIF #10002347);
	g.	Mark J. Crawford, et al. v. Joseph Airport Toyota, Inc. (OPIF #10001586);
	h.	State ex rel. William J. Brown v. Harold Lyons, et al. (OPIF #10000304);
	i.	Brinkman v. Mazda Motor of America, Inc. (OPIF #10001427);
	j.	Khouri v. Don Lewis (OPIF #100001995);
	k.	Mosley v. Performance Mitsubishi aka Automanage (OPIF #10001326);
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1	1. Walls v. Harry Williams dba Butch's Auto Sales (OPIF #10001524); and		
2	m. Brown v. Spears (OPIF #10000403).		
3	618. As a result of its violations of the OCSPA detailed above, Ford caused actual damage		
4	to Plaintiff and, if not stopped, will continue to harm Plaintiff. Plaintiff currently owns or leases, or		
5	within the class period has owned or leased, a Class Vehicle that is defective. Defects associated		
6	with the MyFord Touch system have caused the value of Class Vehicles to decrease.		
7	619. Plaintiff and the Class sustained damages as a result of the Ford's unlawful acts and		
8	are, therefore, entitled to damages and other relief as provided under the OCSPA.		
9	620. Plaintiff also seeks court costs and attorneys' fees as a result of Ford's violation of		
10	the OCSPA as provided in Ohio Rev. Code § 1345.09.		
11	COUNT II BREACH OF EXPRESS WARRANTY		
12	(OHIO REV. CODE § 1302.26)		
13	621. Plaintiff incorporates by reference all preceding allegations as though fully set forth		
14	herein. Plaintiff acknowledges that this claim had been dismissed without prejudice in the Court's		
15	first opinion for failure to present car for repair, and re-assert it herein only to preserve applicable		
16	appellate rights.		
17	622. Plaintiff brings this Count on behalf of the Ohio Class.		
18	623. Ford is and was at all relevant times a merchant with respect to motor vehicles.		
19	624. In its Limited Warranty, Ford expressly warranted that it would repair or replace		
20	defects in material or workmanship free of charge if they became apparent during the warranty		
21	period. For example, the following language appears in all Class Vehicle Warranty Guides:		
22	Under your New Vehicle Limited Warranty if:		
23	-your Ford vehicle is properly operated and maintained, and		
24	-was taken to a Ford dealership for a warranted repair during the warranty period,		
25	then authorized Ford Motor Company dealers will, without charge, repair, replace, or		
26	adjust all parts on your vehicle that malfunction or fail during normal use during the		
27	applicable coverage period due to a manufacturing defect in factory-supplied		
28	materials or factory workmanship.		
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625. Ford's Limited Warranty formed the basis of the bargain that was reached when Plaintiff and the other Class members purchased or leased their Class Vehicles equipped with a MyFord Touch system from Ford.

626. Ford breached the express warranty to repair and adjust to correct defects in materials and workmanship of any part supplied by Ford. Ford has not repaired or adjusted, and has been unable to repair or adjust, the Class Vehicles' materials and workmanship defects.

627. Furthermore, the limited warranty of repair and/or adjustments to defective parts, fails in its essential purpose because the contractual remedy is insufficient to make Plaintiff and the other Class members whole and because Ford has failed and/or has refused to adequately provide the promised remedies within a reasonable time.

628. Accordingly, recovery by Plaintiff and the other Class members is not limited to the limited warranty of repair or adjustments to parts defective in materials or workmanship, and Plaintiff, individually and on behalf of the other Class members, seeks all remedies as allowed by law.

629. Also, as alleged in more detail herein, at the time that Ford warranted and sold the Class Vehicles it knew that the Class Vehicles did not conform to Ford's Limited Warranty and were inherently defective, and Ford wrongfully and fraudulently concealed material facts regarding its Class Vehicles. Plaintiff and the other Class members were therefore induced to purchase or lease the Class Vehicles under false and/or fraudulent pretenses.

630. Moreover, many of the injuries flowing from the Class Vehicles cannot be resolved through the limited remedy of "replacement or adjustments," as many incidental and consequential damages have already been suffered due to Ford's fraudulent conduct as alleged herein, and due to its failure and/or continued failure to provide such limited remedy within a reasonable time, and any limitation on Plaintiff's and the other Class members' remedies would be insufficient to make Plaintiff and the other Class members whole.

26 631. Finally, due to Ford's breach of warranty as set forth herein, Plaintiff and the other
27 Class members assert as an additional and/or alternative remedy, as set forth in Ohio Rev. Code
28 § 1302.66, for a revocation of acceptance of the goods, and for a return to Plaintiff and to the other
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1	Class members of the purchase price of all Class Vehicles currently owned for such other incidental
2	and consequential damages as allowed under Ohio Rev. Code §§ 1302.66 and 1302.85.
3	632. Ford was provided notice of these issues by numerous complaints filed against it,
4	including the instant Complaint, and by numerous individual letters and communications sent by
5	Plaintiff and the other Class members before or within a reasonable amount of time after Ford
6	issued the TSBs and the allegations of Class Vehicle defects became public.
7	633. As a direct and proximate result of Ford's breach of express warranty, Plaintiff and
8	the other Class members have been damaged in an amount to be determined at trial.
9 10	COUNT III BREACH OF IMPLIED WARRANTY IN TORT (BASED ON OHIO LAW)
11	634. Plaintiff incorporates by reference all preceding allegations as though fully set forth
12	herein.
13	635. Plaintiff brings this Count on behalf of the Ohio Class.
14	636. The Class Vehicles contained a design defect, namely, an in-car communication and
15	entertainment system that routinely fails, completely or partially, resulting in loss of crucial safety,
16	communications, and entertainment functions, as detailed herein more fully.
17	637. The design, manufacturing, and/or assembly defect existed at the time these Class
18	Vehicles containing the MyFord Touch system left the hands of Ford.
19	638. Based upon the dangerous product defect and its certainty to occur, Ford failed to
20	meet the expectations of a reasonable consumer. The Class Vehicles failed their ordinary, intended
21	use because the MyFord Touch defect does not function (when it functions at all) as a reasonable
22	consumer would expect. Moreover, it presents a serious danger to Plaintiff and the other Class
23	members that cannot be eliminated without significant cost.
24	639. The design defect in the MyFord Touch systems in these Class Vehicles was the
25	direct and proximate cause of economic damages to Plaintiff, as well as damages incurred or to be
26	incurred by each of the other Class members.
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COUNT IV NEGLIGENCE (BASED ON OHIO LAW)

2	(BASED ON OHIO LAW)
3	640. Ford owed Plaintiff and the other Class members the duty to design and manufacture
4	the Class Vehicles in such a way as to ensure that the in-car communication and entertainment
5	systems installed therein worked reasonably well and presented no significant risks to the safe
6	operation of the vehicles.
7	641. Ford breached this duty by negligently designing and/or manufacturing the Class
8	Vehicles, including, but not limited to, the negligent design and/or manufacture of the Vehicles'
9	MyFord Touch systems as more fully described in this Complaint.
10	642. As a direct and proximate result of Ford's negligence, Plaintiff and the other Class
11	members have sustained damages.
12 13	COUNT V FRAUDULENT CONCEALMENT (BASED ON OHIO LAW)
14	643. Plaintiff incorporates by reference all preceding allegations as though fully set forth
15	herein.
16	644. Plaintiff brings this Count on behalf of the Ohio Class.
17	645. Ford intentionally concealed the above-described material safety and functionality
18	information, or acted with reckless disregard for the truth, and denied Plaintiff and the other Class
19	members' information that is highly relevant to their purchasing decision.
20	646. Ford further affirmatively concealed from Plaintiff in advertising and other forms of
21	communication, including standard and uniform material provided with each car that the Class
22	Vehicles it was selling were new, had no significant defects, and would perform and operate
23	properly when driven in normal usage.
24	647. Ford knew at the time it actively concealed this information that this information was
25	material.
26	648. The Class Vehicles purchased or leased by Plaintiff and the other Class members
27	were, in fact, defective, unsafe, and unreliable because the Class Vehicles contained faulty and
28	defective MyFord Touch systems, as alleged herein.
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	THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1CASE NO. 13-CV-3072-EMC

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649. Ford 1 unreliable in that cer of the Class Vehicles systems, because Pla that the Class Vehicl 650. The a Plaintiff and the othe not have bought or le 651. The a would typically be re recklessly disregarde experienced inoperat free telephone system among others. Ford 652. Plaint

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649. Ford had a duty to disclose that these Class Vehicles were defective, unsafe, and unreliable in that certain crucial safety, communication, navigational, and entertainment functions of the Class Vehicles would be rendered inoperative due to faulty and defective MyFord Touch systems, because Plaintiff and the other Class members relied on Ford's material representations that the Class Vehicles they were purchasing were safe and free from defects.

650. The aforementioned concealment was material because if it had been disclosed Plaintiff and the other Class members would not have bought or leased the Class Vehicles, or would not have bought or leased those Vehicles at the prices they paid.

651. The aforementioned representations were material because they were facts that would typically be relied on by a person purchasing or leasing a new motor vehicle. Ford knew or recklessly disregarded that its representations were false because it knew that people had experienced inoperative climate control systems, audio systems, rearview camera systems, handsfree telephone systems, GPS navigation systems, and automatic emergency notification systems, among others. Ford intentionally made the false statements in order to sell Class Vehicles.

652. Plaintiff and the other Class members relied on Ford's reputation – along with Ford's failure to disclose the faulty and defective nature of the MyFord Touch system – in purchasing or leasing Ford's Class Vehicles.

653. As a result of their reliance, Plaintiff and the other Class members have been injured in an amount to be proven at trial, including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished value of their Class Vehicles.

654. Ford's conduct was knowing, intentional, with malice, demonstrated a complete lack of care, and was in reckless disregard for the rights of Plaintiff and the other Class members.Plaintiff and the other Class members are therefore entitled to an award of punitive damages.

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THIRD AMENDED CLASS ACTION COMPLAINT

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# Claims Brought on Behalf of the Texas Class

#### COUNT I VIOLATIONS OF THE DECEPTIVE TRADE PRACTICES ACT (TEX. BUS. & COM. CODE §§ 17.41, et seq.)

655. Plaintiffs Jose Randy Rodriguez and Michael Ervin ("Plaintiffs," for purposes of all Texas Class Counts) incorporate by reference all preceding allegations as though fully set forth herein.

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656. Plaintiffs bring this Count on behalf of the Texas Class.

657. Plaintiffs and Ford are each "persons" as defined by Tex. Bus. & Com. Code
§ 17.45(3). The Class Vehicles are "goods" under Tex. Bus. & Com. Code § 17.45(1). Plaintiffs and the other Texas Class members are "consumers" as defined in Tex. Bus. & Com. Code
§ 17.45(4). Ford has at all relevant times engaged in "trade" and "commerce" as defined in Tex. Bus. & Com. Code § 17.45(6), by advertising, offering for sale, selling, leasing, and/or distributing the Class Vehicles in Texas, directly or indirectly affecting Texas citizens through that trade and commerce.

658. The allegations set forth herein constitute false, misleading, or deceptive trade acts or practices in violation of Texas's Deceptive Trade Practices-Consumer Protection Act ("DTPA"), Tex. Bus. & Com. Code §§ 17.41, *et seq*.

659. By failing to disclose and actively concealing the defects in the MyFord Touch systems in the Class Vehicles, Ford engaged in deceptive business practices prohibited by the DTPA, including engaging in acts or practices which are unfair, misleading, false, or deceptive to the consumer.

660. Ford knew that the MyFord Touch systems in the Class Vehicles were defectivelydesigned or manufactured, would fail without warning, and were not suitable for their intended use.Ford nevertheless failed to warn Plaintiffs about these defects despite having a duty to do so.

25 661. Ford owed Plaintiffs a duty to disclose the defective nature of the MyFord Touch
26 systems in the Class Vehicles, because Ford:

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 Possessed exclusive knowledge of the defects rendering the Class Vehicles more unreliable than similar vehicles;

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1		ii)	Intentionally concealed the defects associated with MyFord Touch through its
2			deceptive marketing campaign and recall program that it designed to hide the
3			defects in the MyFord Touch system; and/or
4		iii)	Made incomplete representations about the characteristics and performance
5			of the MyFord Touch system generally, while purposefully withholding
6			material facts from Plaintiffs that contradicted these representations.
7	662.	Ford's	unfair or deceptive acts or practices were likely to and did in fact deceive
8	reasonable con	nsumers	s, including Plaintiffs, about the true performance and characteristics of the
9	MyFord Touc	h syster	n.
10	663.	Ford's	intentional concealment of and failure to disclose the defective nature of the
11	Class Vehicles	s to Pla	intiffs and the other Class members constitutes an "unconscionable action or
12	course of action	on" und	er Tex. Bus. & Com. Code § 17.45(5) because, to the detriment of Plaintiffs
13	and the other	Class m	embers, that conduct took advantage of their lack of knowledge, ability, and
14	experience to	a grossl	y unfair degree. That "unconscionable action or course of action" was a
15	producing cau	ise of th	e economic damages sustained by Plaintiffs and the other Class members.
16	664.	Ford is	s also liable under Tex. Bus. & Com. Code § 17.50(a) because Ford's breach of
17	the implied wa	arranty	of merchantability set forth herein was a producing cause of economic

damages sustained by Plaintiffs and the other Class members.

665. As a result of its violations of the DTPA detailed above, Ford caused actual damage to Plaintiffs and, if not stopped, will continue to harm Plaintiffs. Plaintiffs currently own or lease, or within the class period have owned or leased, a Class Vehicle that is defective. Defects associated with the MyFord Touch system have caused the value of Class Vehicles to decrease.

666. All procedural prerequisites, including notice, have been met. The giving of notice
to Ford is rendered impracticable pursuant to Tex. Bus. & Com. Code § 17.505(b) and unnecessary
because Ford has notice of the claims against it through the numerous complaints filed against it.
Pursuant to Tex. Bus. & Com. Code § 17.505(b), Plaintiffs, individually and on behalf of the other
Class members, will send to the Texas Consumer Protection Division a copy of this Complaint.

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667. Plaintiffs and the Class sustained damages as a result of the Ford's unlawful acts and are, therefore, entitled to damages and other relief as provided under the DTPA.

668. Plaintiffs and the other Class members should be awarded three times the amount of their economic damages because Ford intentionally concealed and failed to disclose the defective nature of the Class Vehicles.

#### COUNT II FRAUD BY CONCEALMENT (BASED ON TEXAS LAW)

669. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

670. Plaintiffs bring this Count on behalf of the Texas Class.

671. As set forth above, Ford concealed and/or suppressed material facts concerning the safety and functionality of its Class Vehicles.

672. Ford had a duty to disclose these safety and functionality issues because it consistently marketed its Class Vehicles as safe, reliable, and of a high quality, and proclaimed that safety is one of Ford's highest corporate priorities. Once Ford made representations to the public about vehicle safety, Ford was under a duty to disclose these omitted facts, because where one speaks one must speak the whole truth and not conceal any facts which materially qualify or undermine those facts that are stated. One who volunteers information must be truthful, and the telling of a half-truth calculated to deceive is fraud.

20 673. In addition, Ford had a duty to disclose these omitted material facts because they 21 were known and/or accessible only to Ford, who has superior knowledge and access to the facts, 22 and Ford knew they were not known to or reasonably discoverable by Plaintiffs and the other Class 23 members until after the Class Vehicles were purchased or leased. These omitted facts were material 24 because they directly impact the safety and functionality of the Class Vehicles. Whether or not a 25 vehicle's defroster and other climate systems work; whether the rearview camera monitor is reliably 26 displaying what is actually behind the car, and is otherwise in working condition; whether the 27 automatic emergency notification system will in fact dial 9-1-1 and transmit GPS coordinates to 28 emergency service providers upon collision; and the other functions that fail as a result of the defect

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alleged herein, are material safety concerns. Ford possessed exclusive knowledge of the defects rendering the Class Vehicles inherently more dangerous and unreliable than similar vehicles.

674. Ford was deliberately silent and actively concealed and/or suppressed these material facts, in whole or in part, with the intent to induce Plaintiffs and the other Class members to purchase or lease Class Vehicles at a higher price than they otherwise would pay, which did not match the Class Vehicles' true value.

675. Ford still has not made full and adequate disclosure and continues to defraud Plaintiffs and the other Class members.

676. Plaintiffs and the other Class members were unaware of these omitted material facts and would not have acted as they did if they had known of the concealed and/or suppressed facts. Plaintiffs' and the other Class members' actions were reasonable and justified. Ford was in exclusive control of the material facts and such facts were not known to the public, Plaintiffs, or the other Class members.

677. As a result of the concealment and/or suppression of the facts, Plaintiffs and the otherClass members sustained damage.

678. Ford's acts were done maliciously, oppressively, deliberately, with intent to defraud, and in reckless disregard of Plaintiffs' and the other Class members' rights and well-being to enrich Ford. Ford's conduct warrants an assessment of punitive damages in an amount sufficient to deter such conduct in the future, which amount is to be determined according to proof.

L. Claims Brought on Behalf of the Virginia Class

## COUNT I VIOLATIONS OF THE VIRGINIA CONSUMER PROTECTION ACT (VA. CODE ANN. §§ 59.1-196, et seq.)

679. Plaintiffs Jason Connell and Henry Miller-Jones ("Plaintiffs," for purposes of all Virginia Class Counts) incorporate by reference all preceding allegations as though fully set forth herein.

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680. Plaintiffs bring this Count on behalf of the Virginia Class.

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681. The Virginia Consumer Protection prohibits "(14) using any . . . deception, fraud, false pretense, false promise, or misrepresentation in connection with a consumer transaction[.]"Va. Code Ann. § 59.1-200(A).

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682. Ford is a "person" as defined by Va. Code Ann. § 59.1-198. The transactions between Plaintiffs and the other Class members on one hand and Ford on the other, leading to the purchase or lease of the Class Vehicles by Plaintiffs and the other Class members, are "consumer transactions" as defined by Va. Code Ann. § 59.1-198, because the Class Vehicles were purchased or leased primarily for personal, family or household purposes.

683. In the course of Ford's business, it willfully failed to disclose and actively concealed the dangerous risk of MyFord Touch system failure in Class Vehicles as described above.
Accordingly, Ford engaged in acts and practices violating Va. Code Ann. § 59.1-200(A), including engaging in conduct likely to deceive.

684. Ford's actions as set forth above occurred in the conduct of trade or commerce.

685. Ford's conduct proximately caused injuries to Plaintiffs and the other Class members.

686. Plaintiffs and the other Class members were injured as a result of Ford's conduct in that Plaintiffs and the other Class members overpaid for their Class Vehicles and did not receive the benefit of their bargain, and their Class Vehicles have suffered a diminution in value. These injuries are the direct and natural consequence of Ford's omissions.

687. Ford actively and willfully concealed and/or suppressed the material facts regarding the defective and unreasonably dangerous nature of the MyFord Touch system and the Class Vehicles, in whole or in part, with the intent to deceive and mislead Plaintiffs and the other Class members and to induce Plaintiffs and the other Class members to purchase or lease Class Vehicles at a higher price, which did not match the Class Vehicles' true value. Plaintiffs and the other Class members therefore seek treble damages.

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# COUNT II BREACH OF EXPRESS WARRANTY (VA. CODE ANN. § 8.2-313)

3	688.	Plaintiffs incorporate by reference all preceding allegations as though fully set forth
4	herein.	
5	689.	Plaintiffs bring this Count on behalf of the Virginia Class.
6	690.	Ford is and was at all relevant times a merchant with respect to motor vehicles.
7	691.	In its Limited Warranty, Ford expressly warranted that it would repair or replace
8	defects in ma	terial or workmanship free of charge if they became apparent during the warranty
9	period. For e	xample, the following language appears in all Class Vehicle Warranty Guides:
10		Under your New Vehicle Limited Warranty if:
11		-your Ford vehicle is properly operated and maintained, and
12		-was taken to a Ford dealership for a warranted repair during the warranty period,
13		then authorized Ford Motor Company dealers will, without charge, repair, replace, or
14		adjust all parts on your vehicle that malfunction or fail during normal use during the
15		applicable coverage period due to a manufacturing defect in factory-supplied
16		materials or factory workmanship.
17	692.	Ford's Limited Warranty formed the basis of the bargain that was reached when
18	Plaintiffs and	the other Class members purchased or leased their Class Vehicles equipped with a
19	MyFord Touc	ch system from Ford.
20	693.	Ford breached the express warranty to repair and adjust to correct defects in
21	materials and	workmanship of any part supplied by Ford. Ford has not repaired or adjusted, and has
22	been unable t	o repair or adjust, the Class Vehicles' materials and workmanship defects.
23	694.	Furthermore, the limited warranty of repair and/or adjustments to defective parts,
24	fails in its ess	ential purpose because the contractual remedy is insufficient to make Plaintiffs and the
25	other Class m	embers whole and because Ford has failed and/or has refused to adequately provide
26	the promised	remedies within a reasonable time.
27	695.	Accordingly, recovery by Plaintiffs and the other Class members is not limited to the
28	limited warra	nty of repair or adjustments to parts defective in materials or workmanship, and
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Plaintiffs, individually and on behalf of the other Class members, seek all remedies as allowed by law.

696. Also, as alleged in more detail herein, at the time that Ford warranted and sold the Class Vehicles it knew that the Class Vehicles did not conform to Ford's Limited Warranty and were inherently defective, and Ford wrongfully and fraudulently concealed material facts regarding its Class Vehicles. Plaintiffs and the other Class members were therefore induced to purchase or lease the Class Vehicles under false and/or fraudulent pretenses.

Moreover, many of the injuries flowing from the Class Vehicles cannot be resolved 697. through the limited remedy of "replacement or adjustments," as many incidental and consequential damages have already been suffered due to Ford's fraudulent conduct as alleged herein, and due to its failure and/or continued failure to provide such limited remedy within a reasonable time, and any limitation on Plaintiffs' and the other Class members' remedies would be insufficient to make Plaintiffs and the other Class members whole.

698. Finally, due to Ford's breach of warranty as set forth herein, Plaintiffs and the other Class members assert as an additional and/or alternative remedy, as set forth in Va. Code Ann. § 8.2-608, for a revocation of acceptance of the goods, and for a return to Plaintiffs and to the other Class members of the purchase price of all Class Vehicles currently owned for such other incidental and consequential damages as allowed under Va. Code Ann. §§ 8.2-711 and 8.2-608.

699. Ford was provided notice of these issues by numerous complaints filed against it, including the instant Complaint, and by numerous individual letters and communications sent by Plaintiffs and the other Class members before or within a reasonable amount of time after Ford 22 issued the TSBs and the allegations of Class Vehicle defects became public.

700. As a direct and proximate result of Ford's breach of express warranty, Plaintiffs and the other Class members have been damaged in an amount to be determined at trial.

### COUNT III **BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY** (VA. CODE ANN. § 8.2-314)

701. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

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702. Plaintiffs bring this Count on behalf of the Virginia Class.

703. Ford is and was at all relevant times a merchant with respect to motor vehicles.

704. A warranty that the Class Vehicles were in merchantable condition is implied by law in the instant transactions.

705. These Class Vehicles, when sold and at all times thereafter, were not in merchantable condition and are not fit for the ordinary purpose for which cars are used. Specifically, the Class Vehicles are inherently defective in that there are defects in the Class Vehicles' MyFord Touch systems rendering certain crucial safety, communication, navigational, and entertainment functions inoperative.

706. Ford was provided notice of these issues by numerous complaints filed against it,
including the instant Complaint, and by numerous individual letters and communications sent by
Plaintiffs and other Class members before or within a reasonable amount of time after Ford issued
the TSBs and the allegations of Class Vehicle defects became public.

707. As a direct and proximate result of Ford's breach of the warranties of merchantability, Plaintiffs and the other Class members have been damaged in an amount to be proven at trial.

#### COUNT IV FRAUDULENT CONCEALMENT (BASED ON VIRGINIA LAW)

708. Plaintiffs incorporate by reference all preceding allegations as though fully set forth herein.

709. Plaintiffs bring this Count on behalf of the Virginia Class.

710. Ford intentionally concealed the above-described material safety and functionality information, or acted with reckless disregard for the truth, and denied Plaintiffs and the other Class members information that is highly relevant to their purchasing decision.

711. Ford further affirmatively concealed from Plaintiffs in advertising and other forms of
communication, including standard and uniform material provided with each car that the Class
Vehicles it was selling had significant defects, and would not perform and operate properly when
driven in normal usage.

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712. Ford knew at the time it actively concealed this information that this information was material.

713. The Class Vehicles purchased or leased by Plaintiffs and the other Class members were, in fact, defective, unsafe, and unreliable because the Class Vehicles contained faulty and defective MyFord Touch systems, as alleged herein.

714. Ford had a duty to disclose that these Class Vehicles were defective, unsafe, and unreliable in that certain crucial safety, communication, navigational, and entertainment functions of the Class Vehicles would be rendered inoperative due to faulty and defective MyFord Touch systems, because Plaintiffs and the other Class members relied on Ford's material representations that the Class Vehicles they were purchasing were safe and free from defects.

715. The aforementioned concealment was material because if it had been disclosed Plaintiffs and the other Class members would not have bought or leased the Class Vehicles, or would not have bought or leased those Vehicles at the prices they paid.

716. The aforementioned representations were material because they were facts that would typically be relied on by a person purchasing or leasing a new motor vehicle. Ford knew or recklessly disregarded that its representations were false because it knew that people had experienced inoperative climate control systems, audio systems, rearview camera systems, handsfree telephone systems, GPS navigation systems, and automatic emergency notification systems, among others. Ford intentionally made the false statements in order to sell Class Vehicles.

717. Plaintiffs and the other Class members relied on Ford's reputation – along with
Ford's failure to disclose the faulty and defective nature of the MyFord Touch system – in
purchasing or leasing Ford's Class Vehicles.

718. As a result of their reliance, Plaintiffs and the other Class members have been injured in an amount to be proven at trial, including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished value of their Class Vehicles.

Ford's conduct was knowing, intentional, with malice, demonstrated a complete lack
of care, and was in reckless disregard for the rights of Plaintiffs and the other Class members.
Plaintiffs and the other Class members are therefore entitled to an award of punitive damages.

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Claims Brought on Behalf of the Washington Class

#### COUNT I VIOLATION OF THE WASHINGTON CONSUMER PROTECTION ACT (Wash. Rev. Code Ann. §§ 19.86.010, et seq.)

720. Plaintiffs reallege and incorporate by reference all paragraphs as though fully set forth herein.

721. Plaintiffs bring this Count on behalf of the Washington Class.

722. The conduct of Ford as set forth herein constitutes unfair or deceptive acts or practices, including, but not limited to, Ford's manufacture and sale of vehicles with MyFord Touch defect(s), which Ford failed to adequately investigate, disclose and remedy. Further, Ford knew about these defects prior to the sale of the Class Vehicles but did not disclose the existence of these defects to Plaintiff and the Washington Class members. Ford also omitted information regarding the safety and reliability of the Class Vehicles.

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723. Ford's actions as set forth above occurred in the conduct of trade or commerce.

724. Ford's actions constituted a generalized course of deception that impacts the public interest because Plaintiffs and the Washington Class members were injured in exactly the same way as millions of others purchasing and/or leasing Ford vehicles and that the failure to follow the practices pertaining to motor vehicle warranties in Wash. Rev. Code § 19.18 is recognized by statute as matters vitally affecting the public interest. All of the wrongful conduct alleged herein occurred, and continues to occur, in the conduct of Ford's business and has the potential for repetition.

725. Ford's actions as set forth above induced Plaintiffs and the Washington Class members to purchase their Class Vehicles from Ford and/or pay a higher price for their Class Vehicles than they otherwise would have.

726. Plaintiffs and the Washington Class members were injured as a result of Ford's conduct. Due to Ford's deceptive or unfair conduct, Plaintiffs and the Washington Class members overpaid for their Class Vehicles and did not receive the benefit of their bargain. Their vehicles have also suffered a diminution in value.

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1 727. Ford's conduct proximately caused the injuries to Plaintiffs and the Washington 2 Class members. 3 728. Ford is liable to Plaintiffs and the Washington Class members for damages in 4 amounts to be proven at trial, including attorneys' fees, costs, and treble damages. 5 729. Pursuant to Wash. Rev. Code § 19.86.095, Plaintiffs will serve the Washington 6 Attorney General with a copy of this complaint as Plaintiffs and the Washington Class members 7 seek injunctive relief. 8 COUNT II **BREACH OF EXPRESS WARRANTY** 9 (Rev. Code Wash. § 62A.2-313) 10 730. Plaintiffs reallege and incorporate by reference all paragraphs as though fully set 11 forth herein. 12 731. Plaintiffs bring this Count on behalf of the Washington Class. 13 732. As an express warrantor and manufacturer and merchant, Ford had certain 14 obligations under Wash. Rev. Code § 62A.2-313 to conform the Class Vehicles to the express 15 warranties. 16 733. When Plaintiffs and the Washington Class members purchased or leased their Class 17 Vehicles, Ford expressly warranted in writing that the Class Vehicles were covered by a Limited 18 Warranty and that the Limited Warranty formed the basis of the bargain. As set forth in Section VI., 19 supra. Ford expressly warranted that it "will, without charge, repair, replace, or adjust all parts on

20 your vehicle that malfunction or fail during normal use during the applicable coverage period due to 21 a manufacturing defect in factory-supplied materials or factory workmanship."

22 734. The defects at issue in this litigation were present at the time of sale and lease to 23 Plaintiffs and members of the Washington Class.

24 735. Ford breached the Limited Warranty to repair and adjust to correct defects in 25 materials and workmanship of any part supplied by Ford as Ford has been unable to repair or adjust, 26 the Class Vehicles' materials and workmanship defects.

27 736. Furthermore, the Limited Warranty of repair and/or adjustments to defective parts, 28 fails in its essential purpose because the contractual remedy is insufficient to make the Plaintiffs and - 147 -

the Washington Class members whole and because the Ford has failed and/or have refused to adequately provide the promised remedies within a reasonable time.

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737. Pursuant to the express warranties, Ford was obligated to pay for or reimburse Plaintiffs and the Washington Class members for costs incurred in purchasing new peripheral devices that Ford represented were compliant with the MyFord Touch system and other costs associated with bringing their Class Vehicles to the dealership for futile repair efforts. Ford was also obligated to repair the defects.

738. Accordingly, recovery by the Plaintiffs and the Washington Class members is not
limited to the Limited Warranty of repair or adjustments to parts defective in materials or
workmanship, and Plaintiffs and the Washington Class members seek all remedies as allowed by
law.

739. Also, as alleged in more detail herein, at the time that Ford warranted and sold the
Class Vehicles, and while knowing that the Class Vehicles did not conform to Ford's Limited
Warranty and were inherently defective, Ford wrongfully and fraudulently concealed material facts
regarding the Class Vehicles. Plaintiff and the Washington Class members were therefore induced
to purchase the Class Vehicles under false and/or fraudulent pretenses.

740. Ford and its agent dealers have failed and refused to conform the Class Vehicles tothe express warranties and Ford's conduct and has voided any attempt on its part to disclaimliability for its actions.

741. Moreover, many of the damages flowing from the Class Vehicles cannot be resolved through the limited remedy of "replacement or adjustments," as those incidental and consequential damages have already been suffered due to the Ford's fraudulent conduct as alleged herein, and due to its failure and/or continued failure to provide such limited remedy within a reasonable time, and any limitation on Plaintiffs' and the Washington Class members' remedies would be insufficient to make Plaintiffs and the Washington Class whole.

Ford received timely notice regarding the problems at issue in this litigation (indeed
Ford knew of the defects prior to offering the Class Vehicles for sale or lease). Ford was also
provided notice of these issues almost immediately after launching the first Class Vehicles through

the receipt of numerous complaints regarding the MyFord Touch. Ford has received, on information and belief, tens of thousands of complaints and other notices from consumers, including Ford's own employees, advising them of the defects at issue in this litigation.

743. Washington Plaintiff has performed each and every duty required under the terms of the warranties, except as may have been excused or prevented by the conduct of Ford or by operation of law in light of Ford's unconscionable conduct.

744. Washington Plaintiff has had sufficient dealings with either Ford or its agents (dealerships) to establish privity of contract. Privity is not required in this case because Plaintiffs and the Washington Class members are intended third-party beneficiaries of contracts between Ford and its dealers; specifically, they are the intended beneficiaries of Ford's express warranties and these warranties were advertised to Plaintiffs and the Washington Class members as the ultimate consumers. The dealers were not intended to be the ultimate consumers of the Class Vehicles and have no rights under the warranty agreements provided with the Class Vehicles; the warranty agreements were designed for and intended to benefit the ultimate consumers only.

745. As a direct and proximate result of Ford's breach of express warranty, Plaintiffs and the Washington Class members have been damaged in an amount to be determined at trial, including but not limited to diminution of value.

# **REQUEST FOR RELIEF**

WHEREFORE, Plaintiffs, individually and on behalf of members of the Nationwide and
State Classes, respectfully request that the Court enter judgment in their favor and against Ford
Motor Company, as follows:

A. Certification of the proposed Nationwide Class and State Law Classes, including appointment of Plaintiffs' counsel as Class Counsel;

B. An order temporarily and permanently enjoining Ford Motor Company from continuing the unlawful, deceptive, fraudulent, and unfair business practices alleged in this Complaint;

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C. Injunctive relief in the form of a recall or free replacement program;

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1	D. Costs, restitution, damages, including punitive damages, and disgorgement in an
2	amount to be determined at trial;
3	E. An order requiring Ford to pay both pre- and post-judgment interest on any amounts
4	awarded;
5	F. An award of costs and attorneys' fees; and
6	G. Such other or further relief as may be appropriate.
7	DEMAND FOR JURY TRIAL
8	Plaintiffs hereby demand a jury trial for all claims so triable.
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	- 150 - THIRD AMENDED CLASS ACTION COMPLAINT
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1	DATED: October 13, 2015	HAGENS BERMAN SOBOL SHAPIRO LLP
2		By <u>/s/ Steve W</u> . Berman
3		By <u>/s/ Steve W. Berman</u> STEVE W. BERMAN
		Steve W. Berman Catherine Y.N. Gannon
4		HAGENS BERMAN SOBOL SHAPIRO LLP
5		1918 Eighth Avenue, Suite 3300
6		Seattle, Washington 98101 Tel: (206) 623-7292
		Fax: (206) 623-0594
7		steve@hbsslaw.com
8		catherineg@hbsslaw.com
9		Adam J. Levitt
10		GRANT & EISENHOFER P.A. 30 North LaSalle Street, Suite 1200
		Chicago, Illinois 60602
11		Tel: (312) 214-0000
12		Fax: (312) 214-0001 alevitt@gelaw.com
13		
		Roland Tellis (186269) Mark Bifua (228412)
14		Mark Pifko (228412) BARON & BUDD, P.C.
15		15910 Ventura Boulevard, Suite 1600
16		Encino, California 91436
17		Tel: (818) 839-2320 Fax: (818) 986-9698
17		rtellis@baronbudd.com
18		mpifko@baronbudd.com
19		Joseph G. Sauder (pro hac vice)
20		Matthew D. Schelkopf (pro hac vice)
		CHIMICLES & TIKELLIS LLP One Haverford Centre
21		361 West Lancaster Avenue
22		Haverford, Pennsylvania 19041
23		Tel: (610) 642-8500
		Fax: (610) 649-3633 JGS@chimicles.com
24		MDS@chimicles.com
25		Plaintiffs' Interim Co-Lead Counsel
26		
27		
28		- 151 -
	THIRD AMENDED CLASS ACTION COMPLAIN	Т
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1	Jeff D. Friedman (173886) Shana E. Scarlett (217895)
2	715 Hearst Avenue, Suite 202
3	Berkeley, California 94710 Tel: (510) 725-3000
4	Fax: (510) 725-3001
5	jefff@hbsslaw.com shanas@hbsslaw.com
6	Jason A. Zweig
7	HAGENS BERMAN SOBOL SHAPIRO LLP 555 Fifth Avenue, Suite 1700
8	New York, New York 10017
9	Tel.: (212) 752-5455 Fax: (917) 210-3980
10	jasonz@hbsslaw.com
11	Kyle J. McGee GRANT & EISENHOFER P.A.
12	123 Justison Street Wilmington, Delaware 19801
13	Tel.: (302) 622-7000
13	Fax: (302) 622-7100 kmcgee@gelaw.com
15	Gregory M. Travalio Mark H. Troutman
16	ISAAC, WILES, BURKHOLDER & TEETOR LLC
17	Two Miranova Place, Suite 700 Columbus, Ohio 43215
	Tel.: (614) 221-2121 Fax: (614) 365-9516
18	<u>gtravalio@isaacwiles.com</u> <u>mtroutman@isaacwiles.com</u>
19 20	Michael A. Caddell (249469)
20 21	Cynthia B. Chapman (164471) Cory S. Fein (250758) CADDELL & CHAPMAN
22	1331 Lamar, Suite 1070 Houston, Texas 77010
23	Tel.: (713) 751-0400 Fax: (713) 751-0906
24	Additional Counsel for Plaintiffs and the Proposed
25	Class
26	
27	
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	THIRD AMENDED CLASS ACTION COMPLAINT 010388-11 817775 V1CASE NO. 13-CV-3072-EMC

1	CERTIFICATE OF SERVICE
2	The undersigned hereby certifies that a true and accurate copy of the foregoing was filed
3	electronically via the Court's ECF system, on October 13, 2015. Notice of electronic filing will be
4	sent to all parties by operation of the Court's electronic filing system.
5	Dated: October 13, 2015
6	
7	<u>/s/ Steve W. Berman</u> Steve W. Berman
8	HAGENS BERMAN SOBOL SHAPIRO LLP 1918 8th Avenue, Suite 3300
9	Seattle, Washington 98101 Tel: (206) 623-7292
10	Fax: (206) 623-0594 steve@hbsslaw.com
11	steve@nbssiaw.com
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