2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

("CAFA"), 28 U.S.C. § 1332(d). Pursuant to 28 U.S.C. § 1446(a), set forth below is a statement of the grounds for removal, and attached hereto is a copy of all process, pleadings, and orders served to date in this case.

PROCEDURAL HISTORY

- 1. On March 28, 2017, Plaintiffs Michael Tubbs, Ebony Baker, Stacy Porras, and Josh Hall (collectively, "Plaintiffs"), individually and on behalf of all others similarly situated, filed this action, captioned Michael Tubbs, Ebony Baker, Stacy Porras, Josh Hall v. AdvoCare International, LP & DOES 1-10, Civ. Action No. BC 655398, in the Superior Court of the State of California for the County of Los Angeles (the "Action"). A true and correct copy of Plaintiffs' Summons and Complaint for Damages and Equitable Relief (the "Complaint") is attached hereto as "Exhibit A."
- Service of the Summons and Complaint was completed on April 26, 2. 2017, when AdvoCare executed a Notice and Acknowledgement of Receipt pursuant to Cal. Civ. Code § 415.30. A true and correct copy of the executed Notice and Acknowledgment of Receipt is attached hereto as "Exhibit B."
- On May 16, 2017, AdvoCare accepted service of Plaintiffs' First 3. Amended Complaint for Damages and Equitable Relief, filed May 5, 2017 (the "Amended Complaint"). True and correct copies of the Amended Complaint and an email thread, dated June 13, 2017, between AdvoCare's counsel and Plaintiffs' counsel regarding acceptance of service are attached hereto as "Exhibit C" and "Exhibit D," respectively.
- On June 13, 2017, Plaintiffs' counsel emailed AdvoCare's counsel the following orders and notice from the Superior Court of California: (1) a Court Order Regarding Newly Filed Class Action, dated April 25, 2017; (2) an Initial Status Conference Order (Complex Litigation Program), dated April 25, 2017; and (3) a Notice Re: Continuance of Hearing, dated May 16, 2017. See Ex. D at p. 1. True and correct copies of each of the foregoing orders and notice are attached

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

hereto as "Exhibit E," "Exhibit F," and "Exhibit G," respective	hereto	o as	"Exhibit	E," "E:	xhibit F.	" and	"Exhibit	G,"	respective	el
---	--------	------	----------	---------	-----------	-------	----------	-----	------------	----

- The Amended Complaint alleges a variety of claims against 5. AdvoCare arising out of its marketing and sale of a variety of products AdvoCare collectively refers to as the "24-Day Challenge" (the "24-Day Products"), and also a product called Spark (together with the 24-Day Products, the "Products"). See Am. Compl. ¶¶ 1, 3. Based on these Products, Plaintiffs assert claims for alleged violations of California's Consumer Legal Remedies Act, False Advertising Law, Unfair Competition Law, as well as for alleged breaches of implied and express warranty and unjust enrichment. See id. ¶¶ 2, 47-99.
- The Amended Complaint purports to seek relief on behalf of "[a]ll 6. individuals in California who purchased the 24-Day Challenge products within four (4) years of filing this lawsuit" (the "24-Day Challenge Class"), and also on behalf of "[a] sub Class of all individuals in California who purchased Spark within four (4) years of filing this lawsuit" (the "Spark Class," and, together with the 24-Day Challenge Class, the "Classes"). *Id.* at $\P\P$ 15(a)-(b). The relief sought includes: (i) restitution; (ii) injunctive relief; (iii) refund of the purchase price of the Products; (iv) consequential and incidental damages; (v) disgorgement; (vi) prejudgment interest; and (vii) costs, expenses, and attorneys' fees. *Id.* at ¶¶ 53, 57, 59, 72, 78, 85, 92-93, 99, & Request for Judgment ¶¶ 2-6.
- AdvoCare has not yet filed an Answer or other responsive pleading to 7. the Complaint or Amended Complaint, and no discovery has issued or been commenced in this Action.
- 8. The undersigned counsel has been retained to represent AdvoCare in this Action.

REMOVAL IS PROPER BECAUSE THIS COURT HAS II. JURISDICTION UNDER CAFA.

AdvoCare files this Notice of Removal pursuant to CAFA, which 9. grants federal courts original subject matter jurisdiction over class actions and

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

putative class actions in which: (1) the class has more than 100 members; (2) the parties are minimally diverse; and (3) the amount in controversy exceeds \$5,000,000. See Gutierrez v. Stericycle, Inc., No. LA CV15-08187 JAK (JEMx), 2017 WL 599412, at *9 (C.D. Cal. Feb. 14, 2017); 28 U.S.C. § 1332(d)(2). This Action satisfies all three of CAFA's requirements.

- 10. First, the putative Classes consist of at least 100 members. Plaintiffs contend that the 24-Day Challenge Class and the Spark Class each amount to "more than sixty." See Am. Compl. ¶¶ 15, 18, 20. Based on its own information, AdvoCare advises the Court that the putative Classes for purchasers of the 24-Day Products and Spark in California during the period of March 2013 through March 2017 both number into the tens of thousands. See Declaration of Robert White in Support of Defendant AdvoCare International, L.P.'s Notice of Removal, dated June 14, 2017 ("White Decl.," attached hereto as "Exhibit H"), ¶ 9.
- 11. Second, at least one class member and one defendant are citizens of different states: Plaintiffs Michael Tubbs, Stacy Porras, and "John Hall" [sic] are each citizens of California, while AdvoCare is a Delaware limited partnership and has its principal place of business in Plano, Texas. Am. Compl. ¶¶ 9, 11-13; White Decl. ¶ 3. Under § 1332(d)(10), "[f]or purposes of this subsection [i.e., § 1332(d)] and section 1453, an unincorporated association shall be deemed to be a citizen of the State where it has its principal place of business and the State under whose laws it is organized." See also Davis v. HSBC Bank Nevada, N.A., 557 F.3d 1026, 1028 (9th Cir. 2009) (for purposes of CAFA, "[a] limited partnership or a corporation is a citizen of (1) the state under whose laws it is organized or incorporated; and (2) the state of its principal place of business.") (citation omitted); see also Moss v. Infinity Ins. Co., No. 15-CV-03456-JSC, 2015 WL 7351395, at *2, n. 1 (N.D. Cal. Nov. 20, 2015) (noting that the "only exception" to the rule that partnerships, limited liability companies, and other unincorporated associations take their citizenship from that of their owners and members "is for

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

class actions brought pursuant to [CAFA], 28 U.S.C. § 1332(d)(10)"). Therefore,
AdvoCare is a citizen of Delaware and Texas for purposes of CAFA removal, and
there is minimal diversity between it and Plaintiffs Tubbs, Porras, and Hall. ¹

- 12. Third, the amount in controversy in this Action exceeds \$5,000,000 in the aggregate, exclusive of interest and costs. See 28 U.S.C. 1332(d)(2), (d)(6). Neither the Complaint nor the Amended Complaint allege an amount in controversy. See generally Compl.; Am. Compl. Instead, Plaintiffs demand, on behalf of themselves and the putative Classes, "a refund of the purchase price of the products," as well as restitution and disgorgement. See Am. Compl. ¶¶ 78, 85, 93, 99. Plaintiffs also seek injunctive relief, consequential and incidental damages, prejudgment interest, and costs, expenses, and attorneys' fees. *Id.* at ¶¶ 59, 78, 85, 92-93, & Request for Judgment ¶¶ 2-6.
- AdvoCare denies any liability to Plaintiffs and the putative Classes 13. and also denies that they have incurred any recoverable damages. However, based on AdvoCare's estimated total standalone sales of Spark in California during the alleged class period, the amount in controversy as defined by the relief Plaintiffs seek exceeds CAFA's \$5,000,000 jurisdictional threshold. See 28 U.S.C. § 1332(d)(2). Specifically, as demonstrated in the attached Declaration of Robert White, the Vice President and Controller of AdvoCare, AdvoCare estimates that its total standalone sales of Spark in California from March 2013 through March 2017 - the alleged Spark Class period - totaled at least approximately \$29,994,612.55.

24

25

26

27

28

²² 23

Even if AdvoCare's citizenship were taken from its general and limited partners, as is done in non-CAFA diversity cases, there would still be minimal diversity in this Action. AdvoCare's general and limited partners are a Delaware limited liability company, a Delaware limited partnership, and a Texas limited liability company, respectively. See White Decl. ¶ 3. Each of those entities are, in turn, owned by Texas trusts whose trustees are domiciled in Texas and Louisiana. Id. Therefore, even under non-CAFA diversity analysis, there is minimal diversity because AdvoCare would be a citizen of Texas and Louisiana. See Johnson v. Columbia Props. Anchorage, LP, 437 F.3d 894, 899 (9th Cir. 2006) (holding that "like a partnership, an LLC is a citizen of every state of which its owners/members are citizens" and stating that "[a] trust has the citizenship of its trustee or trustees").

See White Decl. ¶¶ 1, 6, 8.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Therefore, this Action falls within the original subject matter jurisdiction of this Court under § 1332(d)(2) because (1) the putative Classes consist of at least 100 members, (2) at least one putative Class member and AdvoCare are citizens of different states, and (3) the amount in controversy exceeds \$5,000,000. Accordingly, this Action is removable pursuant to 28 U.S.C. §§ 1441, 1446, and 1453.

III. THIS NOTICE OF REMOVAL IS TIMELY FILED

- Section 1446(b) identifies two thirty-day periods for removing an action if removability can be ascertained from the pleadings or other papers: (1) "[t]he first thirty-day removal period is triggered if the case stated by the initial pleading is removable on its face;" and (2) "[t]he second thirty-day removal period is triggered if the initial pleading does not indicate that the case is removable, and the defendant receives a copy of an amended pleading, motion, order or other paper from which removability may first be ascertained." Kuxhausen v. BMW Fin. Servs. NA LLC, 707 F.3d 1136, 1139 (9th Cir. 2013) (citations omitted).
- 16. However, the Ninth Circuit has held that "the ground for removal must be revealed affirmatively in the initial pleading in order for the first thirty-day clock under § 1446(b) to begin." *Id.* at 1139 (citation omitted). If a pleading is "indeterminate' in the sense that the face of the complaint does not make clear whether the required jurisdictional elements [for removal] are present," including under CAFA, the first thirty-day removal period under § 1446(b)(1) is never triggered. See id. (citation omitted); see also Roth v. CHA Hollywood Med. Ctr., L.P., 720 F.3d 1121, 1125 (9th Cir. 2013) (holding that "[w]e conclude that §§ 1441 and 1446, read together, permit a defendant to remove outside the two thirty-day periods on the basis of its own information, provided that it has not run afoul of either of the thirty-day deadlines.").
 - Likewise, service of an amended complaint does not trigger the 17.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

second thirty-day removal period under § 1446(b)(3) if the amended pleading is also indeterminate as to removability. See Roth, 720 F.3d at 1125 (finding that an amended complaint did not trigger § 1446(b)(3)'s removal period because it was "at best 'indeterminate'" because "[i]t did not reveal on its face that there was diversity of citizenship or that there was sufficient amount in controversy to support jurisdiction under CAFA") (citation omitted).

- Thus, where a complaint and amended complaint are not removable 18. on their faces and the defendant removes under CAFA based on its own information, the case may be removed at any time. See id. at 1126 ("A CAFA case may be removed at any time, provided that neither of the two thirty-day periods under § 1446(b)(1) and (b)(3) has been triggered."); Gutierrez, 2017 WL 599412 at *9 (same).
- Here, the Complaint demands restitution, injunctive relief, a refund of 19. the purchase price of the Products, consequential and incidental damages, disgorgement, prejudgment interest, and costs, expenses, and attorneys' fees on behalf of the putative Classes. See Compl. ¶¶ 53, 57, 59, 72, 78, 85, 92, 99, & Request for Judgment ¶¶ 2-6. It does not, however, allege an amount in controversy or information from which an amount in controversy can be determined. The Complaint's only allegations regarding specific amounts Plaintiffs spent on the Products are that Plaintiff Ebony Barker "spent over \$200 on the products" and that Plaintiff Stacy Porras "spent over \$500 on the products." See id. ¶ 46. The difference between their alleged amounts paid demonstrates that no fixed refund amount can be applied across either Class. Moreover, even assuming that the aggregated Classes equal 120 members and that each member (including Plaintiff Barker) spent approximately \$500 as Plaintiff Porras alleges she did, that amount would only equal \$60,000, which is well below CAFA's jurisdictional threshold. See id. ¶¶ 18, 46; 28 U.S.C. § 1332(d)(2). Similarly, Plaintiffs allege that "[a] single 'pouch' of AdvoCare's Spark . . . costs

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

approximately \$1.64," but they do not allege how many Spark pouches were sold
in California during the Spark Class period. See Compl. ¶ 39. There are no further
allegations in the Complaint providing specific dollar amounts or numbers of
Products sold from which AdvoCare could calculate an amount in controversy.
Because the Complaint does not plead an amount in controversy that meets
CAFA's jurisdictional threshold, it did not trigger the first thirty-day removal
period set forth in 28 U.S.C. § 1446. See Kuxhausen, 707 F.3d at 1141.

- 20. The Amended Complaint also demands restitution, injunctive relief, a refund of the purchase price of the Products, consequential and incidental damages, disgorgement, prejudgment interest, and costs, expenses, and attorneys' fees on behalf the putative Classes. See Am. Compl. ¶¶ 53, 57, 59, 72, 78, 85, 92-93, 99, & Request for Judgment ¶ 2-6. However, like the Complaint, it fails to allege an amount in controversy or information from which an amount in controversy can be determined. See generally id. Therefore, it did not trigger the second thirty-day removal period under § 1446(b)(3). See Roth, 720 F.3d at 1125-26.
- 21. To date, AdvoCare has not received any other pleading or paper from which the amount in controversy can be ascertained. AdvoCare files this Notice of Removal based on its own information and investigation. See White Decl. ¶¶ 1, 5-9. Because neither of the thirty-day periods under § 1446(b) has been triggered and AdvoCare removes based on its own information, this Notice of Removal is timely filed. See Roth, 720 F.3d at 1125; Kuxhausen, 707 F.3d at 1141-42; Gutierrez, 2017 WL 599412 at *9, *11.

ALL OTHER STATUTORY REQUIREMENTS FOR REMOVAL IV. HAVE BEEN SATISFIED.

Plaintiffs filed this Action in the Superior Court of the State of 22. California for the County of Los Angeles. Therefore, venue in the United States District Court for the Central District of California is proper because it is the "district and division embracing the place where such action is pending." See 28

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

U.S.C. § 14	141(a).		
23.	By this Notice, AdvoCare consents to removal of this Action. See 28		
U.S.C. § 1453(b).			
24.	No previous application has been made for the relief requested herein.		
25.	Pursuant to 28 U.S.C. § 1446(a), copies of all process, pleadings, and		

- orders served on AdvoCare in this case are attached hereto. Pursuant to 28 U.S.C. § 1446(d), a copy of this Notice of Removal 26. will be promptly served on Plaintiffs and promptly filed with the clerk of the Superior Court of the State of California for the County of Los Angeles.
- No admission of fact, law, or liability is intended by this Notice of 27. Removal, and AdvoCare expressly reserves all defenses, counterclaims, and motions otherwise available to it.

WHEREFORE, Defendant AdvoCare International, L.P. respectfully removes this Action from the Superior Court of the State of California for the County of Los Angeles, bearing Civil Action No. BC 655398, to this Court.

Dated: June 15, 2017 Venable LLP By: /s/ Angel A. Garganta Angel A. Garganta Attorneys for Defendant ADVOCARE INTERNATIONAL, L.P.

1 2 3 4 5 6 7 8 9		CONFORMED COPY OF ORIGINAL FILED Los Angeles Superior Court MAR 28 2017 Sherri R. Carter, Executive Officer/clerk By Shaunya Bolden, Deputy THE STATE OF CALIFORNIA NTY OF LOS ANGELES
11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28	MICHAEL TUBBS, EBONY BAKER, STACY PORRAS, JOSH HALL Plaintiffs, v. ADVOCARE INTERNATIONAL, LP & DOES 1-10, Defendants.	CLASS ACTION COMPLAINT FOR DAMAGES AND EQUITABLE RELIEF 1. Unlawful, Unfair and Fraudulent Practices (Cal. Bus. & Prof. Code § 17200 et seq.); 2. Unfair, Deceptive, and Misleading Advertising (Cal. Bus. & Prof. Code § 17500 et. seq.); 3. Breach of Implied Warranty (CAL. U. COMM. CODE § 2314, 2315); 4. Breach of Express Warranty (CAL. U. COM. CODE § 2313); 5. Violation of the Consumer Legal Remedies Act (CAL. CIV. CODE § 1750 et seq.); 6. and; Restitution. Plaintiffs Demand a Trial By Jury
	CIASSA	- 1 - CTION COMPLAINT

EXHIBIT A, Page 12

Plaintiffs Michael Tubbs, Ebony Baker, Stacy Porras, and Josh Hall ("Plaintiffs"), individually and on behalf of all others similarly situated, bring this putative consumer Class action against Defendants AdvoCare International, LP ("Advocare") and DOES 1-10, inclusive (hereinafter collectively referred to as "Defendants"), and allege as follows:

SUMMARY OF THE COMPLAINT

- 1. This action arises from actions and inactions perpetrated by Defendants in the manufacturing, marketing, sales, and distribution of its product line, the "24-Day Challenge," which Defendants have sold and continue to sell as "a comprehensive supplementation and nutrition program designed to give your body the jumpstart it needs to help you reach your goals." It is marketed as a "weight management, energy, overall body composition or overall wellness" product. In fact, it is none of these.
- 2. In the course of manufacturing, marketing, selling, and distributing the 24-Day Challenge, and AdvoCare Spark, a product Defendants market as a stand-alone product and as a component of the 24-Day Challenge, Defendants have committed and continue to commit illicit business practices, in violation of California's Consumer Legal Remedies Act ("CLRA," Civil Code §§ 1750-1784), California's False Advertising Law ("FAL," Business and Professional Code § 17500-17536), California's Unfair Competition Act ("UCL," Business and Professions Code § 17200 et seq.), California's Sherman Food, Drug, & Cosmetic Act (the "Sherman Law," Health & Safety Code §§ 108975-111915), and California's warranty laws, by making unlawful claims regarding the 24-Day Challenge, through package labeling and mass media marketing, that are illegal, false, misleading and/or omit material facts.
- 3. Defendants made the following false representations through mass media advertising: that "AdvoCare Spark" as a "unique multi-nutrient system that was developed as a nutritional source of energy and enhanced mental focus," it "enhances mental energy and focus," it contains "more than 20 vitamins, minerals and nutrients that work synergistically to provide a healthy, balanced and effective source of energy that won't overburden or over stimulate your body," it is a "source of long-lasting energy and heightened mental focus and performance," and it contains "neuroactive amino acids that help increase your mental focus and alertness by

supporting your brain's ability to receive and send messages."www.advocare.com, Accessed on 8/8/2016. It in fact does none of this as it does not increase mental focus or alertness, the minerals and nutrients do not add anything to an otherwise healthy and balanced meal plan, and do in fact burden and over stimulate one's body.

- 4. Advocare also markets a 24-day Challenge encompassing additional products, including "AdvoCare Spark", (hereinafter "Spark") which they represent, when consumed in conjunction with a healthy diet and exercise, will help to rid your body of waste and prepare your body to better absorb nutrients.
- 5. Defendants further fail to honor their warranty obligations by providing a product that: (1) fails to pass without objection in the trade under the description provided; (2) is not fit for the ordinary purpose for which such goods are used and marketed; (3) is not fit for the particular purpose for which it was sold; (4) is not adequately contained, packaged, and labeled; (5) does not conform to the promises or affirmations of fact made on the container or label; (6) fails to provide the 100% risk free money back guarantee; (7) fails to provide the free trial period; and/or (8) violates the warranties contained in the California Uniform Commercial Code, §§ 2313, 2314, and 2315.

JURISDICTION AND VENUE

- 6. Venue is proper in this Court pursuant to California Code of Civil Procedure § 395 as Defendants are foreign entities which have not designated a principal place of business in California. Additionally, Defendants entered into transactions made the subject of this Complaint with Plaintiffs in this county.
- 7. This Court has subject matter jurisdiction over this Class action pursuant to Article VI, Section 10 of the California Constitution and Section 410.10 of the Code of Civil Procedure. Jurisdiction is also proper under Bus. & Prof. Code §§ 17200, 17500, Civ. Code § 1750, et seq., Code of Civil Procedure § 382, and other provisions of the California Codes.
- 8. Jurisdiction over Defendants is proper because Advocare has purposely availed itself of the privilege of conducting business activities in California and because Advocare currently maintain systematic and continuous business contacts with this State and have many

consumers of its products in this State. Defendants have significant contact or aggregation of contacts to the claims at issue herein. Defendants regularly do business in California through direct advertising and through its multi-level marketing program. Defendants regularly transacted business with Plaintiffs and Class members in California by communicating with them, accepting their payments from California, and by shipping directly to the California based Plaintiffs and Class members.

PARTIES

- 9. Individual and representative Plaintiff Michael Tubbs is a citizen of Los Angeles County, California.
- 10. Individual and representative Plaintiff Ebony Baker is currently a citizen of Harris County, Texas but at all times relevant was a citizen of San Diego County, California.
- 11. Individual and representative Plaintiff Stacy Porras is a citizen of Los Angeles County, California.
- 12. Individual and representative Plaintiff John Hall is a citizen of Los Angeles County, California.
- 13. Defendant AdvoCare International, LP is a foreign corporation doing business in the State of California and can be served at its corporate headquarters located at 2801 Summit Avenue, Plano, TX 75074.
- 14. The true names and capacities, whether individual, corporate, association or otherwise of defendants named herein as DOES I THROUGH 10, inclusive, are unknown to Plaintiffs and therefore Plaintiffs sue such DOES by fictitious names. Plaintiffs are informed, believe, and on that basis allege that these DOE defendants are California residents or corporations or entities doing business in the State of California, and that each is the agent of the other Defendants and that each is responsible for some or all of the acts and omissions alleged herein. Plaintiffs will amend this complaint to show the true names and capacities of these DOE defendants when they have been determined.

CLASS ACTION ALLEGATIONS

- 15. Plaintiffs bring this action as a Class action on behalf of all those similarly situated pursuant to Code of Civil Procedure Section 382 and Civil Code Section 1781, and propose the following Class and sub Classes.
 - a. All individuals in California who purchased the 24-Day Challenge products within four (4) years of filing this lawsuit.
 - b. A sub Class of all individuals in California who purchased Spark within four (4) years of filing this lawsuit.
- 16. Plaintiffs maintain the right under Rule 3.765(b) of the California Rules of Court amend or modify the class description with greater specificity by further division into subclasses or by limitation to particular issues and to create additional subclasses or classes, if necessary, and to revise these definitions to maintain a cohesive Class that does not require individual inquiry to determine liability.
- 17. Excluded from the proposed classes are Defendants, any entity in which any Defendant has a controlling interest, any agents, employees, officers and directors of Defendants, any entities or persons currently in bankruptcy, any entity or person whose obligations have been discharged in bankruptcy, and any governmental agency, entity, or judicial officer which presides over this case.
- 18. Each Plaintiff is a member of the Class and Plaintiffs' claims are typical of the claims of the Class. The exact number of Class members is unknown to Plaintiffs at this time, but is more than sixty for each, and such information can be ascertained through appropriate discovery. All information necessary to identify Class members and the damages suffered by each Class member can be found in records maintained by Advocare and its agents.

I. **Common Questions of Law and Fact Predominate**

19. There are questions of law and fact common and of general interest to the Classes. These common questions of law and fact predominate over any questions affecting only individual members of the Class. Said common questions include, but are not limited to, the following:

- a. Whether Defendants omitted material information from its marketing of the 24-Day Challenge Products (which include Spark);
- b. Whether Defendants provided inaccurate material information in its marketing of the 24-Day Challenge Products (which include Spark);
 - c. Whether Defendants falsely advertised the 24-Day Challenge Products;
- d. Whether Defendants' mass media advertising and/or the packaging for the 24-Day Challenge Products is misleading and deceptive;
- e. Whether Defendants falsely claim that the 24-Day Challenge Products, individually and/or collectively, are "clinically tested" and/or "medically approved;"
- f. Whether Defendants' labeling and/or packaging for the 24-Day Challenge Products is misleading, false, and/or illegal;
- g. Whether Defendants represent to consumers that the 24-Day Challenge Products, individually and/or collectively, have, whether used singly or in conjunction, a characteristic, use, benefit, or quality that the product does not have;
- h. Whether Defendants knew or should have known the 24-Day Challenge Products, individually and/or collectively, have, whether used singly or in conjunction, do not have the characteristics, uses, benefits, or qualities for which Defendants advertised and marketed the product;
- i. Whether Defendants engaged in unfair, unlawful, and/or fraudulent business practices in marketing and distributing the 24-Day Challenge Products;
- j. Whether Defendants engaged in false advertising with respect to the 24-Day Challenge Products;
 - k. Whether Defendants have violated express and/or implied warranty statutes;
 - 1. Whether Defendants have been unjustly enriched;
- m. The nature and extent of damages and other remedies to which the wrongful conduct of Defendants entitle the Plaintiffs and Class members;
- n. Whether members of the Class are likely to be deceived by Defendants' representations, concealments, and non-disclosures concerning the 24-Day Challenge Products;

- o. Whether Defendants' representations, concealments, and non-disclosures concerning the 24-Day Challenge Products violate the CLRA, FAL, and/or the UCL;
- p. Whether the Class is entitled to injunctive relief prohibiting the challenged wrongful practices and enjoining such practices in the future;
 - q. Whether the Class is entitled to punitive damages; and,
- r. Whether Plaintiffs and the Class are entitled to attorney's fees and expenses; and, in what amount.

II. Typicality and Numerosity

20. The claims of the named Plaintiffs are typical of the claims of the putative classes and Defendants' defenses to Plaintiffs' claims are typical of its defenses to the claims of the putative Class. The number of members in each of the putative Class exceeds sixty (60) members.

III. Adequate Representation

21. Plaintiffs will fairly and adequately protect the interests of the members of the Classes and have no interest antagonistic to those of other Class members. Plaintiffs have retained Class counsel competent to prosecute Class actions and such Class counsel are financially able to represent the classes.

IV. Superiority

22. The class action is superior to other available methods for the fair and efficient adjudication of this controversy since individual joinder of all members of the Class is impracticable. The interests of judicial economy favor adjudicating the claims for the Plaintiffs' Class rather than on an individual basis. The class action mechanism provides the benefit of unitary adjudication, economies of scale, and comprehensive supervision by a single court.

FACTUAL ALLEGATIONS

I. General Facts

21. In today's world, members of the general public need and/or perceive themselves as being in need of, products that provide boosts of energy to cope with the demands and stresses of daily jobs, family, and social life. While a simple cup of coffee, or other source of caffeine,

has for generations been seen as a way to begin the day, stimulate energy, or provide relief from fatigue, in recent years a new category of beverages, commonly referred to as "energy drinks," has come to the market and battled for market share by marketing and promoting such drinks as superior sources of energy and a way to enhance mental and physical performance via unique blends of ingredients, or additional ingredients beyond caffeine. AdvoCare's Spark energy supplement is one such product. However, it is now coming to light that such products actually do not provide any superior benefits over just ingesting caffeine, and they certainly do not justify their premium prices.

- 22. AdvoCare promises consumers that Spark "sharpens mental focus" and that the 24-day challenge, "in conjunction with a healthy diet and exercise, help to rid your body of waste and prepare your body to better absorb nutrients" by providing a mixture of ingredients that, when ingested, significantly improve a consumer's physiological and mental performance.
 - 23. AdvoCare's Spark further promises that,

Spark is a unique blend of 20 vitamins, minerals and nutrients that work synergistically to provide a healthy and balanced source of energy. Spark contains an effective amount of caffeine to give you a quick boost, B vitamins to enhance your body's natural ability to produce and sustain its own energy, and neuroactive amino acids that help increase your mental focus and alertness.

Spark's ingredients include caffeine and taurine, an ingredient alleged to provide extra stimulation, although scientific research strongly questions taurine's benefits.

- 24. AdvoCare bases its claims upon and touts "scientific knowledge" it claims demonstrates the superior nature of AdvoCare branded products.
 - 25. Indeed, AdvoCare state on its website that,

AdvoCare relies on the latest scientific knowledge and highest quality ingredients to create safe and effective products. The AdvoCare Science team includes Doctors dedicated to product research & development as well as training and education for AdvoCare Independent Distributors. The science behind AdvoCare products helps improve lives through superior nutrition and wellness.

26. Upon information and belief, there is no genuine scientific research or scientifically reliable studies in existence that support the extraordinary claims of Defendants that AdvoCare branded products provide the benefits claimed. The Defendants know or should know that said claims are untrue.

27. Although Defendants point to purported scientific studies and research to back up their claims that the unique blend of ingredients is responsible for the claimed superior benefits of using AdvoCare products, the well-regarded scientific journal *Nutrition Reviews* published an evaluation of various studies of energy drink ingredients and their efficacy and found that:

With the exception of some weak evidence for glucose and guarana extract, there is an overwhelming lack of evidence to substantiate claims that components of [energy drinks], **other than caffeine**, contribute to the enhancement of physical or cognitive performance.

Tom M. McLellan, et al., "Do Energy Drinks Contain Active Components Other Than Caffeine?, *Nutrition Reviews*, Vol. 70, pp. 730-44 (2012) (emphasis added).

- 28. The New York Times published an article titled "Energy Drinks Promise Edge, but Experts Say Proof is Scant" (Barry Meier, January 1, 2013), citing widespread scientific and governmental criticism of the notion that energy drinks provide any more benefit than the average dose of caffeine consumed from a cup of coffee. The article notes that Massachusetts congressman Edward J. Markey has called for a U.S. government investigation into the energy drink industry's marketing claims.
- 29. The European Food Safety Authority concluded in 2011 that there is a lack of scientific support for the claimed benefits of taurine, a key ingredient of AdvoCare's Spark energy supplement, stating it could find no cause and effect relationship between taurine and its purported benefits. European Food Safety Authority, EFSA Journal 2011; 9(4):2035.
- 30. Such deceptive conduct and practices take Defendants' advertising and marketing beyond mere "puffery" and to an actionable level for deceptive practices and fraud.
- 31. Upon information and belief, AdvoCare spends millions of dollars misleading consumers about the superiority of its products and its products' abilities.
- 32. Defendants' prodigious advertising, marketing, and promotional spending has misled customers into believing that AdvoCare's Spark and other products are superior products, worthy of a premium price, and have the ability to "sharpen[] mental focus" and provide energy and vitality.

- 33. The New York Times article pointed out that energy drinks are really just "caffeine delivery systems" and manufacturers of energy drinks do not want to claim their products are the equivalent of a cup of coffee or a "NoDoz" tablet "because that is not a very sexy sales message."
- 34. Defendants take advantage of numerous marketing platforms in order to ensure their false and deceptive marketing message permeates the general consumer consciousness. Defendants use television advertising, internet marketing, and social media, as well as celebrity sports figure endorsements, and glossy print brochures. Defendants sponsor events such as NCAA College Football games, NASCAR's Sprint Cup and Nationwide Series, Major League Soccer, and NCAA College Basketball invitational tournaments. Regardless of which marketing avenue reaches a consumer, Defendants drive home the false and deceptive claims of superior results from using AdvoCare's products through each of its advertising platforms.
- 35. AdvoCare's marketing promises that "We Build Champions," that Spark "delivers energy and enhanced mental focus with 20 vitamins, minerals and nutrients," and its website states, "The science behind AdvoCare products helps improve lives through superior nutrition and wellness." These statements and AdvoCare's marketing materials all promote the false message that the products improve performance and/or mental acuity, such that a reasonable consumer would be led to believe that AdvoCare branded products are a superior way for a consumer to gain energy, obtain and maintain wellness, and/or enhance performance, thereby misleading consumers that these are superior products, of a superior nature, and worthy of a premium price.
- 36. Indeed, Plaintiffs were lured into becoming consumers of AdvoCare products by its marketing message, delivered via its packaging, website, advertisements, and promotional events. Plaintiffs have regularly purchased and consumed AdvoCare products and, specifically, its Spark energy supplement because of Defendants' marketing message and themes.
- 37. Despite the medium that AdvoCare has used to deliver its marketing message, the theme has been the same, such that any one of these marketing and promotional mediums has influence over the consumer, including Plaintiffs and Class Members, such that a consumer

would make the decision to buy the products in the first place, or to pay a premium for the products over less expenses sources of "energy" due to the products' purported superior nature.

- AdvoCare delivers the same or substantially similar marketing and advertising 38. claims and themes across each of its product divisions sold in the United States. AdvoCare's Spark energy supplement is marketed the same for all variations of it, with only slight editing of the marketing materials to account for flavor varieties. Thus, consumers such as Plaintiff(s) and Class Members have been misled and deceived in the same manner no matter which variety or size product he or she bought.
- 39. Despite a lack of genuine scientific support for a claim that AdvoCare's products, including specifically its Spark energy supplement, provide any more benefit to a consumer than a cup of coffee, AdvoCare persistently and pervasively markets its products as a superior source of "energy" worthy of a premium price over a cup of coffee or other sources of caffeine. A single "pouch" of AdvoCare's Spark, which is mixed with eight ounces of water for drinking, costs approximately \$1.64 and contains 120 mg of caffeine, whereas a regular strength tablet of NoDoz costs approximately \$.15 and contains 200 mg of caffeine. A seven ounce cup of drip coffee contains approximately 115 to 175 mg of caffeine, depending on the blend. Even a twelve ounce serving of Starbuck's coffee costs \$1.85 and contains approximately 235 mg of caffeine, far more than AdvoCare's Spark.
- 40. Thus, AdvoCare's Spark delivers less of the ingredient (caffeine) scientific studies maintain provides the benefits claimed by AdvoCare for a substantially higher price than consumers could spend on alternative sources of caffeine.
- 41. As a result of the foregoing, Defendants' claims regarding AdvoCare's Spark and other products are deceptive and misleading. Had Plaintiffs and other members of the proposed Classes been aware of the truth about Defendants' products, they would not have purchased the same, or would not have paid a premium price for the products.
- 42. Indeed, Defendants were in a superior position to know, and did know, that its claims and advertisements were deceptive and false and they failed to inform consumers that their Spark branded energy drinks and other products cannot perform as advertised and promised.

28

- 43. Instead, Defendants allow their deceptive and misleading marketing to permeate the consumer advertising consciousness and perpetuate Defendants' false claims and promises.
- Because of such deceptive practices and conduct, Defendants command a 44. substantial premium for their products over readily available and much lower priced sources of caffeine that provide the same or substantially similar results. Thus, Defendants reap profits on products where consumers are induced to pay an unwarranted, substantial premium.
- 45. All conditions precedent necessary for the filing of this Complaint have been satisfied and/or such conditions have been waived by the conduct of Defendants.

II. **Plaintiffs' Specific Facts**

46. Plaintiff Michael Tubbs was influenced by Defendants' advertising of the 24 Day Challenge to purchase and use the products which specifically included Spark. He spent hundreds of dollars on the products. Defendants suggested to him that it would "restart his metabolism" and that it was a "magical solution that would kick start his body to where it was when he was younger and healthier." Defendants also suggested to him that after purchasing and consuming the 24 Day Challenge "he was going to feel wonderful and have a new outlook on Defendants told him that the first round of the 24 Day Challenge was a "cleanse" suggesting that he continue to use the product after the first 24 Days. The products Defendants shipped him contained a listing of ingredients that Defendants falsely advertised to: "sharpen mental focus," provide "long lasting energy," support "heart health," be a "high powered portable energy source that sharpens mental focus," be a "quick and complete great tasting nutrition," be "wholesome and easy to digest," an "excellent addition to weigh management program," and to "provide protein and nutrition to stay at your best." None of this was true. In fact, Plaintiff realized none of the alleged benefits. Plaintiff Ebony Baker was also influenced by Defendants' advertising of the 24 Day Challenge to purchase and use the products which specifically included Spark. She spent over \$200 on the products. She received the same type and nature of products with the same type and nature of misleading and unsupported claims of health benefits that Plaintiff Tubbs received. She found that none of Defendants' unsupported advertisements and claims were true. Plaintiff Stacy Porras was also influenced by Defendants' advertising of the 24

27

28

Day Challenge to purchase and use the products which specifically included Spark. She and Plaintiff Tubbs attempted the 24 Day Challenge together at Defendants suggestion because they suggested it would be easier and better to do it together. She received the same type and nature of products with the same type and nature of misleading and unsupported claims of health benefits that Plaintiff Tubbs received. She spent over \$500 on the products and received "specialized" female assistance from Defendants. Specifically she received a "Female Cleanse Guide" to assist her with the deceptive and unsupported claim that one needs to "cleanse" themselves with the products contained in the 24 Day Challenge. She found that none of Defendants' unsupported advertisements and claims were true. Plaintiff Josh Hall was also influenced by Defendants' advertising of the 24 Day Challenge to purchase and use the products which specifically included Spark. He received the same type and nature of products with the same type and nature of misleading and unsupported claims of health benefits that Plaintiff Tubbs received. He found that none of Defendants' unsupported advertisements and claims were true.

FIRST CAUSE OF ACTION

UNLAWFUL, UNFAIR AND FRAUDULENT BUSINESS PRACTICES

(Cal. Bus. & Prof. § 17200, et seq.)

- 47. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 48. Plaintiffs bring this claim individually, on behalf of the Classes and on behalf of the general public.
- 49. Through the conduct and scheme described herein, and particularly through the marketing and selling of 24-Day Challenge Products to Plaintiffs and members of the public, Defendants engaged in unlawful, deceptive, and unfair business acts within the meaning of California Business and Professions Code § 17200et seq. Defendants' acts and practices offend an established public policy, and Defendants engage in immoral, un-ethical, oppressive, and unscrupulous activities that are substantially injurious to consumers including Plaintiffs.
- 50. Plaintiffs and the Class members were misled into purchasing 24-Day Challenge Products by Defendants' deceptive conduct as alleged herein. Plaintiffs and the Class members

were subject to Defendants' mass media advertising which included but was not limited to statements that the 24-Day Challenge Products would enhance mental energy and focus, were healthy, would not overburden or overstimulate their body, and would provide a consistent energy source that would not burn out. Plaintiffs relied upon such advertising in agreeing to pay for the products, thereby suffering economic damage.

- 51. Defendants have unlawfully manufactured, packaged, labeled and/or distributed the 24-Day Challenge Products in violation of California *Health & Safety Code*, in that:
- Defendants have disseminated false advertisements of the 24-Day Challenge Products in that the product advertising and packaging contain false and/or misleading statements as to the purported ability of these products to do what Defendants claim they do, in violation of California *Health & Safety Code* §§ 110290 and 110390 et seg.
- b. The 24-Day Challenge Products are misbranded because their labeling does not conform with the requirements for nutrition labeling as required by California Health & Safety Code §§ 110665 and 110705;
- The 24-Day Challenge Products are misbranded because their labeling does not conform with the requirements for nutrient content or health claims as required by California *Health & Safety Code* § 110670;
- The 24-Day Challenge Products are unlawfully labeled in violation of California d. *Health & Safety Code* § 114089;
- The 24-Day Challenge Products are unlawfully labeled in violation of California law as the labeling is false and/or misleading in claiming that the product is recommended and approved by a scientific and medical advisory board; and
- f. The 24-Day Challenge Products are unlawfully labeled in violation of California law as the labeling and marketing suggests that the product is safe and effective for its intended use when such evidence has not been established.
- 52. Plaintiffs and other Class members were misled and, because misrepresentations and omission were uniform and material, believed the Defendants' statements.

- 53. Plaintiffs request that this Court enter such orders or judgments as may be necessary to restore to any person money and interest which may have been acquired by means of such unfair practices as provide in *Bus. & Prof. Code* § 17203, and for such other relief as set forth below.
- 54. Plaintiffs reserve the right to allege other violations which constitute other unlawful business acts or practices. Upon information and belief, Defendants' wrongful conduct in violation of § 17200, *et seq.* is ongoing and continues to this date.
- 55. There were reasonably available alternatives to further Defendants' legitimate business interests, other than the conduct described herein.
- 56. Defendants' actions, claims, nondisclosures, and misleading statements, as alleged in this Complaint, likely to deceive Plaintiffs and the public, and were intended to deceive Plaintiffs and members of the public. Plaintiffs and Class members have in fact been deceived and have relied on Defendants' representations and omissions. This reliance has caused harm to Plaintiffs and Class members. Plaintiffs and Class members have suffered injury in fact and lost money as a result of Defendants' unlawful, unfair, and fraudulent practices.
- 57. As a result of its deception, Defendants have reaped unjust revenue and profit. Restitution is, therefore, appropriate and the Plaintiffs ask that this Court order restitution. Further, upon information and belief, unless restrained and enjoined, Defendants will continue to engage in the above-described conduct. Accordingly, injunctive relief is appropriate.
- 58. Plaintiff and Class Members have suffered injury in fact and lost money and/or property as a result of Defendants' and Does 1 through 10's unlawful business acts and practices by engaging in the above-described conduct.
- 59. Plaintiffs engaged counsel to prosecute this action and are entitled to recover costs and reasonable attorneys' fees according to proof at trial.

SECOND CAUSE OF ACTION

UNFAIR, DECEPTIVE AND MISLEADING ADVERTISING

(Cal. Bus. & Prof. § 17500, et seq.)

- 60. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 61. Plaintiffs bring this claim individually, on behalf of the Class and on behalf of the general public.
- 62. Through the conduct and scheme described herein, and particularly through the marketing of 24-Day Challenge Products to Plaintiffs and members of the public, Defendants engaged in unlawful, deceptive, and unfair business acts within the meaning of California Business and Professions Code § 17500 et seq. Defendants' acts and practices offend an established public policy, and Defendants engage in immoral, unethical, oppressive, and unscrupulous activities that are substantially injurious to consumers including Plaintiffs.
- 63. Defendants engaged in the deceptive conduct alleged herein, which included deceptive and untrue advertisements regarding the 24-Day Challenge products and representations made to induce the public to purchase the products.
- 64. Defendants' advertisements claimed that the 24-Day Challenge Products would enhance mental energy and focus, were healthy, would not overburden or overstimulate their body, and would provide a consistent energy source that would not burn out. Plaintiffs relied upon such advertising in agreeing to pay for the products, thereby suffering economic damage.
- 65. Defendants made and disseminated false and misleading statements to Plaintiffs and members of the public regarding the nature, purpose, and effect of the 24-Day Challenge Products. Defendants created false impressions which it failed to correct, and concealed material information regarding the products.
- 66. Defendants were aware or should have been aware by the exercise of reasonable care that the representations were untrue and/or misleading.

- 67. Plaintiffs reserve the right to allege other violations which constitute other unlawful business acts or practices. Upon information and belief, Defendants' wrongful conduct in violation of § 17500. *et seq.* is ongoing and continues to this date.
- 68. There were reasonably available alternatives to further Defendants' legitimate business interests, other than the conduct described herein.
- 69. Defendants' actions, claims, nondisclosures, and misleading statements, as alleged in this Complaint, likely to deceive Plaintiffs and the public, and were intended to deceive Plaintiffs and members of the public. Plaintiffs and Class members have in fact been deceived and have relied on Defendants' representations and omissions. This reliance has caused harm to Plaintiffs and Class members. Plaintiffs and Class members have suffered injury in fact and lost money as a result of Defendants' unlawful, unfair, and fraudulent practices.
- 70. Defendants' actions, claims, nondisclosures, and misleading statements, as alleged in this Complaint, are likely to deceive Plaintiffs and the public, and were intended to deceive Plaintiffs and members of the public. Plaintiffs have in fact been deceived and have relied on Defendants' representations and omissions. This reliance has caused harm to Plaintiffs and Plaintiffs have suffered injury in fact and lost money as a result of Defendants unlawful, unfair, and fraudulent practices.
- 71. Plaintiff and Class Members have suffered injury in fact and lost money and/or property as a result of Defendants' and Does 1 through 10's unfair, deceptive, and misleading advertising by engaging in the above-described conduct.
- 72. As a result of its deception, Defendants have been able to reap unjust revenue and profit. Restitution is therefore appropriate and the Plaintiffs asks that Court order restitution. Further, upon information and belief, unless restrained and enjoined, Defendants will continue to engage in the above-described conduct. Accordingly, injunctive relief is appropriate.

THIRD CAUSE OF ACTION

BREACH OF IMPLIED WARRANTY

(CAL. U. COMM. CODE §§ 2314, 2315 and Common Law)

- 73. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 74. Plaintiffs bring this claim individually, on behalf of the Class and on behalf of the general public.
- 75. The 24-Day Challenge Products were sold with the implied warranty of merchantability that the product would pass without objection in the trade, is fit for the ordinary purpose for which it is used, is adequately contained, packaged, and labeled, and conforms to the promises or affirmations of fact made on the container and label. The 24-Day Challenge Products do not meet with foregoing criteria.
- 76. The 24-Day Challenge Products were sold with the implied warranty of fitness in that Defendants had reason to know of the particular purpose for which the product was required (i.e., as a nutrient to make one healthier and more mentally focused) and Plaintiffs and the Class members relied upon Defendants' advertised skill and judgment to furnish suitable goods. It is not suitable for the purpose for which it was required and sold.
- 77. The defects in the 24-Day Challenge Products existed prior to the delivery of the product to Plaintiffs and the Class members.
- 78. Plaintiffs and the Class members have incurred damages as described herein as a direct and proximate result of the defective product and Defendants' and Does 1 through 10's breach of the implied warranties, in that Plaintiffs and the Class members paid the purchase price for the defective product. Plaintiffs, on behalf of themselves and the Class members, have demanded that Defendants correct the defect and Defendants have failed and/or refused. Plaintiffs and the Class members are entitled to a refund of the purchase price of the products, consequential and incidental damages, costs and expenses, including attorney's fees.

FOURTH CAUSE OF ACTION

BREACH OF EXPRESS WARRANTY

(CAL. U. COM. CODE § 2313)

- 79. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 80. Plaintiffs bring this claim individually, on behalf of the Class and on behalf of the general public.
- 81. The 24-Day Challenge Products were sold with an express warranty as Defendants made express affirmations of fact and promises regarding the health benefits of the products.
- 82. Defendants guaranteed the health benefits and especially the mental benefits of using the products.
- 83. They were sold with an express warranty because Defendants' express description of the product on the packaging and in mass media advertising was intended to become part of the basis of the bargain. The 24-Day Challenge Products are not suitable for the purpose for which they were required and sold as the products do not in fact benefit one's health as described.
- 84. The defect in the products existed prior to delivery of the product to Plaintiffs and the Class members.
- 85. Plaintiffs and Class members have incurred damages as described herein as a direct and proximate result of the defective products and Defendants' and Does 1 through 10's breach of the express warranties, in that the Plaintiffs and the Class have paid the purchase price for the defective products. Plaintiffs, on behalf of themselves and the Class members, have demanded that Defendants correct the defect and Defendants have failed and/or refused. Plaintiffs and the Class members are entitled to a refund of the purchase price of the product, consequential and incidental damages, costs and expense, including attorneys' fees.

FIFTH CAUSE OF ACTION

VIOLATION OF THE CONSUMERS LEGAL REMEDIES ACT

(CAL. CIV. CODE § 1750 et seq.)

- 86. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 87. Plaintiffs bring this claim individually, on behalf of the Class and on behalf of the general public.
- 88. Plaintiffs and the Class are individuals who purchased goods (i.e., 24-Day Challenge Products) for personal use.
- 89. Defendants have represented that the 24-Day Challenge Products have characteristics, uses, benefits, and/or qualities that the products do not have.
- 90. Plaintiffs and the Class have each been directly and proximately injured by the conduct of the Defendants, and such injury includes payment for the 24-Day Challenge Products they purchased.
- 91. Plaintiffs, contemporaneously with the filing of this Complaint, provided Defendants notice of their Consumer Legal Remedies Act claims, on behalf of themselves and the Class members, through a Notice as required by California Consumer Legal Remedies Act.
- 92. The Court should enjoin Defendants and Does 1 through 10 from any further sales, marketing, or advertisement of the 24-Day Challenge Products which contain the misrepresentations detailed herein as to the standards, characteristics, uses, benefits, and/or qualities of the products. Plaintiffs request that this Court enter a permanent injunction enjoining Defendants, and their agents, servants, employees, and all persons acting under or in concert with them, to cease and desist from the following acts: (a) selling, marketing, or advertising the 24-Day Challenge Products in the illegal manner they are now doing; (b) selling, marketing, or advertising the 24-Day Challenge Products in the illegal manner they are now doing without any adequate and reliable scientific basis for such claims; (c) selling, marketing, or advertising the 24-Day Challenge Products as a supplement or drug that has specific medicinal benefits; (d) selling, marketing, or advertising the 24-Day Challenge Products with any representation or suggestion

that a scientific and medical review board has approved or recommended the products for use; (e) concealing information regarding the true nature and origin of the herbal nutrients contained in the 24-Day Challenge Products; (f) selling, marketing, or advertising that the 24-Day Challenge Products are guaranteed in any way; (g) engaging in any of the illegal, fraudulent, misleading, unlawful, unfair and/or deceptive conduct described herein; and (h) engaging in any other conduct found by the Court to be illegal, fraudulent, misleading, unlawful, unfair and/or deceptive conduct.

93. Plaintiffs are not seeking damages under this Cause of Action at this time.

SIXTH CAUSE OF ACTION

COMMON LAW RESTITUTION FOR UNJUST ENRICHMENT

- 94. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 95. To the extent necessary, this claim is pled in the alternative to those claims asserted on behalf of the putative Class and/or is asserted on behalf of Plaintiffs alone.
- 96. Defendants have benefit and have been unjustly enriched by their wrongful conduct alleged herein. Defendants have sold the 24-Day Challenge Products to Plaintiffs and the Class based upon deceptive conduct and misrepresentations as to the uses and qualities which the product does not possess and which Defendants were, and still are, aware the product does not possess.
- 97. Defendants have knowledge of this benefit, and have voluntarily accepted and retained this benefit.
- 98. The circumstances as described herein are such that it would be inequitable for Defendants to retain these ill-gotten benefits without paying the value thereof to Plaintiffs and the Class.
- 99. Plaintiffs and the Class are entitled to the amount of Defendants' and Does 1 through 10's ill-gotten gains, including interest, resulting from their unlawful, unjust, and inequitable conduct as described above.

1 **REQUEST FOR JUDGMENT** 2 Plaintiffs asks for judgment against Defendants and each of them, in its and the putative 3 Class's favor as follows: 4 1. For an order certifying this action as a Class action; 5 2 For actual and compensatory damages in such amount as the Court or jury deems 6 just and proper; 7 3. For attorney's fees and costs for all causes of action alleged herein for which such 8 amounts are permissible under applicable law, including California Code of Civil 9 <u>Procedure</u> § 1021.5, in such amount as the Court or jury deems just and proper; 10 4. For prejudgment interest; 11 5. For an order requiring Defendants to provide notice to the Class and to pay for 12 such notice; 13 6. For imposition of a constructive trust, recessionary relief, injunctive relief, 14 including prohibition of Defendants' unfair, illegal and fraudulent business 15 practices set forth herein, and including restitution and disgorgement of ill-gotten 16 profits; and 17 7. All other relief which the Court and/or jury deems equitable and just. 18 19 **DEMAND FOR JURY TRIAL** 20 Plaintiffs on their own behalf and on behalf of the putative Class, demands a jury trial in 21 the above captioned matter. 22 23 DATED: March 27, 2017 24 Attorney for Plaintiffs 25 Steven W. Ritcheson (SBN 174062) INSIGHT, PLC 26 9800 D Topanga Canyon Blvd., #347 Chatsworth, California 91311 27 Phone: 818.882.1030 swritcheson@insightplc.com 28

Case 2:17-cv-04454 Document 1-1 Filed 06/15/17 Page 25 of 25 Page ID #:34

1 2 3 4 5	W. Lewis Garrison, Jr.* Taylor C. Bartlett* HENINGER GARRISON DAVIS, LLC 2224 First Avenue North Birmingham, Alabama 35203 Phone: 205.326.3336 lewis@hgdlawfirm.com taylor@hgdlawfirm.com
6	* Pro Hac Vice Motion to be Filed
7	TTO TIME VICE INICUION to be I neu
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
26	
27	
28	
	- 23 -

1 2 3 4 5 6 7 8	Steven W. Ritcheson (SBN 174062) INSIGHT, PLC 9800 D Topanga Canyon Blvd., #347 Chatsworth, California 91311 Phone: 818.882.1030 swritcheson@insightplc.com W. Lewis Garrison, Jr. (pro hac vice pending) Taylor C. Bartlett (pro hac vice pending) HENINGER GARRISON DAVIS, LLC 2224 First Avenue North Birmingham, Alabama 35203 Phone: 205.326.3336 lewis@hgdlawfirm.com taylor@hgdlawfirm.com	By: Tally Smith
9		THE STATE OF CALIFORNIA
10	FOR THE COUN	NTY OF LOS ANGELES
11) MICHAEL TUBBS, EBONY BAKER,)	CASE NO.: BC 655398 D-369
12	STACY PORRAS, JOSH HALL) Plaintiffs,)	CLASS ACTION
13	v.)	FIRST AMENDED COMPLAINT FOR DAMAGES AND EQUITABLE RELIEF
14	ADVOCARE INTERNATIONAL, LP &)	1. Unlawful, Unfair and Fraudulent
15 16 17	DOES 1-10, Defendants.)	Practices (Cal. Bus. & Prof. Code § 17200 et seq.); 2. Unfair, Deceptive, and Misleading Advertising (Cal. Bus. & Prof. Code § 17500 et. seq.); 3. Breach of Implied Warranty (CAL. U.
18 19 20))))	COMM. CODE §§ 2314, 2315); 4. Breach of Express Warranty (CAL. U. COM. CODE § 2313); 5. Violation of the Consumer Legal Remedies Act (CAL. CIV. CODE § 1750 et seq.); 6. and; Restitution.
21 22 23		Plaintiffs Demand a Trial By Jury
24 25		ByFax
26 27 28		
		- 1 -
	FIRST AMENDED C	LASS ACTION COMPLAINT

Plaintiffs Michael Tubbs, Ebony Baker, Stacy Porras, and Josh Hall ("Plaintiffs"), individually and on behalf of all others similarly situated, bring this putative consumer Class action against Defendants AdvoCare International, LP ("Advocare") and DOES 1-10, inclusive (hereinafter collectively referred to as "Defendants"), and allege as follows:

SUMMARY OF THE FIRST AMENDED COMPLAINT

- 1. This action arises from actions and inactions perpetrated by Defendants in the manufacturing, marketing, sales, and distribution of its product line, the "24-Day Challenge," which Defendants have sold and continue to sell as "a comprehensive supplementation and nutrition program designed to give your body the jumpstart it needs to help you reach your goals." It is marketed as a "weight management, energy, overall body composition or overall wellness" product. In fact, it is none of these.
- 2. In the course of manufacturing, marketing, selling, and distributing the 24-Day Challenge, and AdvoCare Spark, a product Defendants market as a stand-alone product and as a component of the 24-Day Challenge, Defendants have committed and continue to commit illicit business practices, in violation of California's Consumer Legal Remedies Act ("CLRA," Civil Code §§ 1750-1784), California's False Advertising Law ("FAL," Business and Professional Code § 17500-17536), California's Unfair Competition Act ("UCL," Business and Professions Code § 17200 et seq.), California's Sherman Food, Drug, & Cosmetic Act (the "Sherman Law," Health & Safety Code §§ 108975-111915), and California's warranty laws, by making unlawful claims regarding the 24-Day Challenge, through package labeling and mass media marketing, that are illegal, false, misleading and/or omit material facts.
- 3. Defendants made the following false representations through mass media advertising: that "AdvoCare Spark" as a "unique multi-nutrient system that was developed as a nutritional source of energy and enhanced mental focus," it "enhances mental energy and focus," it contains "more than 20 vitamins, minerals and nutrients that work synergistically to provide a healthy, balanced and effective source of energy that won't overburden or over stimulate your body," it is a "source of long-lasting energy and heightened mental focus and performance," and it contains "neuroactive amino acids that help increase your mental focus and alertness by

supporting your brain's ability to receive and send messages."www.advocare.com, Accessed on 8/8/2016. It in fact does none of this as it does not increase mental focus or alertness, the minerals and nutrients do not add anything to an otherwise healthy and balanced meal plan, and do in fact burden and over stimulate one's body.

- 4. Advocare also markets a 24-day Challenge encompassing additional products, including "AdvoCare Spark", (hereinafter "Spark") which they represent, when consumed in conjunction with a healthy diet and exercise, will help to rid your body of waste and prepare your body to better absorb nutrients.
- 5. Defendants further fail to honor their warranty obligations by providing a product that: (1) fails to pass without objection in the trade under the description provided; (2) is not fit for the ordinary purpose for which such goods are used and marketed; (3) is not fit for the particular purpose for which it was sold; (4) is not adequately contained, packaged, and labeled; (5) does not conform to the promises or affirmations of fact made on the container or label; (6) fails to provide the 100% risk free money back guarantee; (7) fails to provide the free trial period; and/or (8) violates the warranties contained in the California Uniform Commercial Code, §§ 2313, 2314, and 2315.

JURISDICTION AND VENUE

- 6. Venue is proper in this Court pursuant to California Code of Civil Procedure § 395 as Defendants are foreign entities which have not designated a principal place of business in California. Additionally, Defendants entered into transactions made the subject of this Complaint with Plaintiffs in this county.
- 7. This Court has subject matter jurisdiction over this Class action pursuant to Article VI, Section 10 of the California Constitution and Section 410.10 of the Code of Civil Procedure. Jurisdiction is also proper under Bus. & Prof. Code §§ 17200, 17500, Civ. Code § 1750, et seq., Code of Civil Procedure § 382, and other provisions of the California Codes.
- 8. Jurisdiction over Defendants is proper because Advocare has purposely availed itself of the privilege of conducting business activities in California and because Advocare currently maintain systematic and continuous business contacts with this State and have many

consumers of its products in this State. Defendants have significant contact or aggregation of contacts to the claims at issue herein. Defendants regularly do business in California through direct advertising and through its multi-level marketing program. Defendants regularly transacted business with Plaintiffs and Class members in California by communicating with them, accepting their payments from California, and by shipping directly to the California based Plaintiffs and Class members.

PARTIES

- 9. Individual and representative Plaintiff Michael Tubbs is a citizen of Los Angeles County, California.
- 10. Individual and representative Plaintiff Ebony Baker is currently a citizen of Harris County, Texas but at all times relevant was a citizen of San Diego County, California.
- 11. Individual and representative Plaintiff Stacy Porras is a citizen of Los Angeles County, California.
- 12. Individual and representative Plaintiff John Hall is a citizen of Los Angeles County, California.
- 13. Defendant AdvoCare International, LP is a foreign corporation doing business in the State of California and can be served at its corporate headquarters located at 2801 Summit Avenue, Plano, TX 75074.
- 14. The true names and capacities, whether individual, corporate, association or otherwise of defendants named herein as DOES I THROUGH 10, inclusive, are unknown to Plaintiffs and therefore Plaintiffs sue such DOES by fictitious names. Plaintiffs are informed, believe, and on that basis allege that these DOE defendants are California residents or corporations or entities doing business in the State of California, and that each is the agent of the other Defendants and that each is responsible for some or all of the acts and omissions alleged herein. Plaintiffs will amend this complaint to show the true names and capacities of these DOE defendants when they have been determined.

CLASS ACTION ALLEGATIONS

- 15. Plaintiffs bring this action as a Class action on behalf of all those similarly situated pursuant to Code of Civil Procedure Section 382 and Civil Code Section 1781, and propose the following Class and sub Classes.
 - a. All individuals in California who purchased the 24-Day Challenge products within four (4) years of filing this lawsuit.
 - b. A sub Class of all individuals in California who purchased Spark within four (4) years of filing this lawsuit.
- 16. Plaintiffs maintain the right under Rule 3.765(b) of the California Rules of Court amend or modify the class description with greater specificity by further division into subclasses or by limitation to particular issues and to create additional subclasses or classes, if necessary, and to revise these definitions to maintain a cohesive Class that does not require individual inquiry to determine liability.
- 17. Excluded from the proposed classes are Defendants, any entity in which any Defendant has a controlling interest, any agents, employees, officers and directors of Defendants, any entities or persons currently in bankruptcy, any entity or person whose obligations have been discharged in bankruptcy, and any governmental agency, entity, or judicial officer which presides over this case.
- 18. Each Plaintiff is a member of the Class and Plaintiffs' claims are typical of the claims of the Class. The exact number of Class members is unknown to Plaintiffs at this time, but is more than sixty for each, and such information can be ascertained through appropriate discovery. All information necessary to identify Class members and the damages suffered by each Class member can be found in records maintained by Advocare and its agents.

I. **Common Questions of Law and Fact Predominate**

19. There are questions of law and fact common and of general interest to the Classes. These common questions of law and fact predominate over any questions affecting only individual members of the Class. Said common questions include, but are not limited to, the following:

- Whether Defendants omitted material information from its marketing of the 24-Day Challenge Products (which include Spark);
- Whether Defendants provided inaccurate material information in its marketing of b. the 24-Day Challenge Products (which include Spark);
 - c. Whether Defendants falsely advertised the 24-Day Challenge Products;
- d. Whether Defendants' mass media advertising and/or the packaging for the 24-Day Challenge Products is misleading and deceptive;
- Whether Defendants falsely claim that the 24-Day Challenge Products, individually and/or collectively, are "clinically tested" and/or "medically approved;"
- f. Whether Defendants' labeling and/or packaging for the 24-Day Challenge Products is misleading, false, and/or illegal;
- Whether Defendants represent to consumers that the 24-Day Challenge Products, g. individually and/or collectively, have, whether used singly or in conjunction, a characteristic, use, benefit, or quality that the product does not have;
- h. Whether Defendants knew or should have known the 24-Day Challenge Products, individually and/or collectively, have, whether used singly or in conjunction, do not have the characteristics, uses, benefits, or qualities for which Defendants advertised and marketed the product;
- i. Whether Defendants engaged in unfair, unlawful, and/or fraudulent business practices in marketing and distributing the 24-Day Challenge Products;
- Whether Defendants engaged in false advertising with respect to the 24-Day i. Challenge Products;
 - k. Whether Defendants have violated express and/or implied warranty statutes;
 - 1. Whether Defendants have been unjustly enriched;
- The nature and extent of damages and other remedies to which the wrongful m. conduct of Defendants entitle the Plaintiffs and Class members;
- Whether members of the Class are likely to be deceived by Defendants' n. representations, concealments, and non-disclosures concerning the 24-Day Challenge Products;

- o. Whether Defendants' representations, concealments, and non-disclosures concerning the 24-Day Challenge Products violate the CLRA, FAL, and/or the UCL;
- Whether the Class is entitled to injunctive relief prohibiting the challenged p. wrongful practices and enjoining such practices in the future;
 - Whether the Class is entitled to punitive damages; and, q.
- Whether Plaintiffs and the Class are entitled to attorney's fees and expenses; and, r. in what amount.

II. **Typicality and Numerosity**

20. The claims of the named Plaintiffs are typical of the claims of the putative classes and Defendants' defenses to Plaintiffs' claims are typical of its defenses to the claims of the putative Class. The number of members in each of the putative Class exceeds sixty (60) members.

Adequate Representation III.

21. Plaintiffs will fairly and adequately protect the interests of the members of the Classes and have no interest antagonistic to those of other Class members. Plaintiffs have retained Class counsel competent to prosecute Class actions and such Class counsel are financially able to represent the classes.

IV. **Superiority**

22. The class action is superior to other available methods for the fair and efficient adjudication of this controversy since individual joinder of all members of the Class is impracticable. The interests of judicial economy favor adjudicating the claims for the Plaintiffs' Class rather than on an individual basis. The class action mechanism provides the benefit of unitary adjudication, economies of scale, and comprehensive supervision by a single court.

FACTUAL ALLEGATIONS

I. **General Facts**

21. In today's world, members of the general public need and/or perceive themselves as being in need of, products that provide boosts of energy to cope with the demands and stresses of daily jobs, family, and social life. While a simple cup of coffee, or other source of caffeine,

has for generations been seen as a way to begin the day, stimulate energy, or provide relief from fatigue, in recent years a new category of beverages, commonly referred to as "energy drinks," has come to the market and battled for market share by marketing and promoting such drinks as superior sources of energy and a way to enhance mental and physical performance via unique blends of ingredients, or additional ingredients beyond caffeine. AdvoCare's Spark energy supplement is one such product. However, it is now coming to light that such products actually do not provide any superior benefits over just ingesting caffeine, and they certainly do not justify their premium prices.

- 22. AdvoCare promises consumers that Spark "sharpens mental focus" and that the 24-day challenge, "in conjunction with a healthy diet and exercise, help to rid your body of waste and prepare your body to better absorb nutrients" by providing a mixture of ingredients that, when ingested, significantly improve a consumer's physiological and mental performance.
 - 23. AdvoCare's Spark further promises that,

Spark is a unique blend of 20 vitamins, minerals and nutrients that work synergistically to provide a healthy and balanced source of energy. Spark contains an effective amount of caffeine to give you a quick boost, B vitamins to enhance your body's natural ability to produce and sustain its own energy, and neuroactive amino acids that help increase your mental focus and alertness.

Spark's ingredients include caffeine and taurine, an ingredient alleged to provide extra stimulation, although scientific research strongly questions taurine's benefits.

- AdvoCare bases its claims upon and touts "scientific knowledge" it claims 24. demonstrates the superior nature of AdvoCare branded products.
 - 25. Indeed, AdvoCare state on its website that,

AdvoCare relies on the latest scientific knowledge and highest quality ingredients to create safe and effective products. The AdvoCare Science team includes Doctors dedicated to product research & development as well as training and education for AdvoCare Independent Distributors. The science behind AdvoCare products helps improve lives through superior nutrition and wellness.

Upon information and belief, there is no genuine scientific research or 26. scientifically reliable studies in existence that support the extraordinary claims of Defendants that AdvoCare branded products provide the benefits claimed. The Defendants know or should know that said claims are untrue.

27. Although Defendants point to purported scientific studies and research to back up their claims that the unique blend of ingredients is responsible for the claimed superior benefits of using AdvoCare products, the well-regarded scientific journal Nutrition Reviews published an evaluation of various studies of energy drink ingredients and their efficacy and found that:

With the exception of some weak evidence for glucose and guarana extract, there is an overwhelming lack of evidence to substantiate claims that components of [energy drinks], other than caffeine, contribute to the enhancement of physical or cognitive performance.

Tom M. McLellan, et al., "Do Energy Drinks Contain Active Components Other Than Caffeine?, Nutrition Reviews, Vol. 70, pp. 730-44 (2012) (emphasis added).

- 28. The New York Times published an article titled "Energy Drinks Promise Edge, but Experts Say Proof is Scant" (Barry Meier, January 1, 2013), citing widespread scientific and governmental criticism of the notion that energy drinks provide any more benefit than the average dose of caffeine consumed from a cup of coffee. The article notes that Massachusetts congressman Edward J. Markey has called for a U.S. government investigation into the energy drink industry's marketing claims.
- 29. The European Food Safety Authority concluded in 2011 that there is a lack of scientific support for the claimed benefits of taurine, a key ingredient of AdvoCare's Spark energy supplement, stating it could find no cause and effect relationship between taurine and its purported benefits. European Food Safety Authority, EFSA Journal 2011; 9(4):2035.
- 30. Such deceptive conduct and practices take Defendants' advertising and marketing beyond mere "puffery" and to an actionable level for deceptive practices and fraud.
- 31. Upon information and belief, AdvoCare spends millions of dollars misleading consumers about the superiority of its products and its products' abilities.
- 32. Defendants' prodigious advertising, marketing, and promotional spending has misled customers into believing that AdvoCare's Spark and other products are superior products, worthy of a premium price, and have the ability to "sharpen[] mental focus" and provide energy and vitality.

- 33. The New York Times article pointed out that energy drinks are really just "caffeine delivery systems" and manufacturers of energy drinks do not want to claim their products are the equivalent of a cup of coffee or a "NoDoz" tablet "because that is not a very sexy sales message."
- 34. Defendants take advantage of numerous marketing platforms in order to ensure their false and deceptive marketing message permeates the general consumer consciousness. Defendants use television advertising, internet marketing, and social media, as well as celebrity sports figure endorsements, and glossy print brochures. Defendants sponsor events such as NCAA College Football games, NASCAR's Sprint Cup and Nationwide Series, Major League Soccer, and NCAA College Basketball invitational tournaments. Regardless of which marketing avenue reaches a consumer, Defendants drive home the false and deceptive claims of superior results from using AdvoCare's products through each of its advertising platforms.
- 35. AdvoCare's marketing promises that "We Build Champions," that Spark "delivers energy and enhanced mental focus with 20 vitamins, minerals and nutrients," and its website states, "The science behind AdvoCare products helps improve lives through superior nutrition and wellness." These statements and AdvoCare's marketing materials all promote the false message that the products improve performance and/or mental acuity, such that a reasonable consumer would be led to believe that AdvoCare branded products are a superior way for a consumer to gain energy, obtain and maintain wellness, and/or enhance performance, thereby misleading consumers that these are superior products, of a superior nature, and worthy of a premium price.
- 36. Indeed, Plaintiffs were lured into becoming consumers of AdvoCare products by its marketing message, delivered via its packaging, website, advertisements, and promotional events. Plaintiffs have regularly purchased and consumed AdvoCare products and, specifically, its Spark energy supplement because of Defendants' marketing message and themes.
- 37. Despite the medium that AdvoCare has used to deliver its marketing message, the theme has been the same, such that any one of these marketing and promotional mediums has influence over the consumer, including Plaintiffs and Class Members, such that a consumer

would make the decision to buy the products in the first place, or to pay a premium for the products over less expenses sources of "energy" due to the products' purported superior nature.

- 38. AdvoCare delivers the same or substantially similar marketing and advertising claims and themes across each of its product divisions sold in the United States. AdvoCare's Spark energy supplement is marketed the same for all variations of it, with only slight editing of the marketing materials to account for flavor varieties. Thus, consumers such as Plaintiff(s) and Class Members have been misled and deceived in the same manner no matter which variety or size product he or she bought.
- 39. Despite a lack of genuine scientific support for a claim that AdvoCare's products, including specifically its Spark energy supplement, provide any more benefit to a consumer than a cup of coffee, AdvoCare persistently and pervasively markets its products as a superior source of "energy" worthy of a premium price over a cup of coffee or other sources of caffeine. A single "pouch" of AdvoCare's Spark, which is mixed with eight ounces of water for drinking, costs approximately \$1.64 and contains 120 mg of caffeine, whereas a regular strength tablet of NoDoz costs approximately \$.15 and contains 200 mg of caffeine. A seven ounce cup of drip coffee contains approximately 115 to 175 mg of caffeine, depending on the blend. Even a twelve ounce serving of Starbuck's coffee costs \$1.85 and contains approximately 235 mg of caffeine, far more than AdvoCare's Spark.
- 40. Thus, AdvoCare's Spark delivers less of the ingredient (caffeine) scientific studies maintain provides the benefits claimed by AdvoCare for a substantially higher price than consumers could spend on alternative sources of caffeine.
- 41. As a result of the foregoing, Defendants' claims regarding AdvoCare's Spark and other products are deceptive and misleading. Had Plaintiffs and other members of the proposed Classes been aware of the truth about Defendants' products, they would not have purchased the same, or would not have paid a premium price for the products.
- 42. Indeed, Defendants were in a superior position to know, and did know, that its claims and advertisements were deceptive and false and they failed to inform consumers that their Spark branded energy drinks and other products cannot perform as advertised and promised.

28

- 43. Instead, Defendants allow their deceptive and misleading marketing to permeate the consumer advertising consciousness and perpetuate Defendants' false claims and promises.
- Because of such deceptive practices and conduct, Defendants command a 44. substantial premium for their products over readily available and much lower priced sources of caffeine that provide the same or substantially similar results. Thus, Defendants reap profits on products where consumers are induced to pay an unwarranted, substantial premium.
- 45. All conditions precedent necessary for the filing of this Complaint have been satisfied and/or such conditions have been waived by the conduct of Defendants.

II. **Plaintiffs' Specific Facts**

46. Plaintiff Michael Tubbs was influenced by Defendants' advertising of the 24 Day Challenge to purchase and use the products which specifically included Spark. He spent hundreds of dollars on the products. Defendants suggested to him that it would "restart his metabolism" and that it was a "magical solution that would kick start his body to where it was when he was younger and healthier." Defendants also suggested to him that after purchasing and consuming the 24 Day Challenge "he was going to feel wonderful and have a new outlook on Defendants told him that the first round of the 24 Day Challenge was a "cleanse" suggesting that he continue to use the product after the first 24 Days. The products Defendants shipped him contained a listing of ingredients that Defendants falsely advertised to: "sharpen mental focus," provide "long lasting energy," support "heart health," be a "high powered portable energy source that sharpens mental focus," be a "quick and complete great tasting nutrition," be "wholesome and easy to digest," an "excellent addition to weigh management program," and to "provide protein and nutrition to stay at your best." None of this was true. In fact, Plaintiff realized none of the alleged benefits. Plaintiff Ebony Baker was also influenced by Defendants' advertising of the 24 Day Challenge to purchase and use the products which specifically included Spark. She spent over \$200 on the products. She received the same type and nature of products with the same type and nature of misleading and unsupported claims of health benefits that Plaintiff Tubbs received. She found that none of Defendants' unsupported advertisements and claims were true. Plaintiff Stacy Porras was also influenced by Defendants' advertising of the 24

25

26

27

28

Day Challenge to purchase and use the products which specifically included Spark. She and Plaintiff Tubbs attempted the 24 Day Challenge together at Defendants suggestion because they suggested it would be easier and better to do it together. She received the same type and nature of products with the same type and nature of misleading and unsupported claims of health benefits that Plaintiff Tubbs received. She spent over \$500 on the products and received "specialized" female assistance from Defendants. Specifically she received a "Female Cleanse Guide" to assist her with the deceptive and unsupported claim that one needs to "cleanse" themselves with the products contained in the 24 Day Challenge. She found that none of Defendants' unsupported advertisements and claims were true. Plaintiff Josh Hall was also influenced by Defendants' advertising of the 24 Day Challenge to purchase and use the products which specifically included Spark. He received the same type and nature of products with the same type and nature of misleading and unsupported claims of health benefits that Plaintiff Tubbs received. He found that none of Defendants' unsupported advertisements and claims were true.

FIRST CAUSE OF ACTION

UNLAWFUL, UNFAIR AND FRAUDULENT BUSINESS PRACTICES

(Cal. Bus. & Prof. § 17200, et seq.)

- 47. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 48. Plaintiffs bring this claim individually, on behalf of the Classes and on behalf of the general public.
- 49. Through the conduct and scheme described herein, and particularly through the marketing and selling of 24-Day Challenge Products to Plaintiffs and members of the public, Defendants engaged in unlawful, deceptive, and unfair business acts within the meaning of California Business and Professions Code § 17200et seq. Defendants' acts and practices offend an established public policy, and Defendants engage in immoral, un-ethical, oppressive, and unscrupulous activities that are substantially injurious to consumers including Plaintiffs.
- 50. Plaintiffs and the Class members were misled into purchasing 24-Day Challenge Products by Defendants' deceptive conduct as alleged herein. Plaintiffs and the Class members

were subject to Defendants' mass media advertising which included but was not limited to statements that the 24-Day Challenge Products would enhance mental energy and focus, were healthy, would not overburden or overstimulate their body, and would provide a consistent energy source that would not burn out. Plaintiffs relied upon such advertising in agreeing to pay for the products, thereby suffering economic damage.

- 51. Defendants have unlawfully manufactured, packaged, labeled and/or distributed the 24-Day Challenge Products in violation of California *Health & Safety Code*, in that:
- Defendants have disseminated false advertisements of the 24-Day Challenge Products in that the product advertising and packaging contain false and/or misleading statements as to the purported ability of these products to do what Defendants claim they do, in violation of California *Health & Safety Code* §§ 110290 and 110390 et seg.
- b. The 24-Day Challenge Products are misbranded because their labeling does not conform with the requirements for nutrition labeling as required by California Health & Safety Code §§ 110665 and 110705;
- The 24-Day Challenge Products are misbranded because their labeling does not conform with the requirements for nutrient content or health claims as required by California *Health & Safety Code* § 110670;
- The 24-Day Challenge Products are unlawfully labeled in violation of California d. *Health & Safety Code* § 114089;
- The 24-Day Challenge Products are unlawfully labeled in violation of California law as the labeling is false and/or misleading in claiming that the product is recommended and approved by a scientific and medical advisory board; and
- The 24-Day Challenge Products are unlawfully labeled in violation of California f. law as the labeling and marketing suggests that the product is safe and effective for its intended use when such evidence has not been established.
- 52. Plaintiffs and other Class members were misled and, because misrepresentations and omission were uniform and material, believed the Defendants' statements.

- 53. Plaintiffs request that this Court enter such orders or judgments as may be necessary to restore to any person money and interest which may have been acquired by means of such unfair practices as provide in Bus. & Prof. Code § 17203, and for such other relief as set forth below.
- 54. Plaintiffs reserve the right to allege other violations which constitute other unlawful business acts or practices. Upon information and belief, Defendants' wrongful conduct in violation of § 17200, et seq. is ongoing and continues to this date.
- 55. There were reasonably available alternatives to further Defendants' legitimate business interests, other than the conduct described herein.
- 56. Defendants' actions, claims, nondisclosures, and misleading statements, as alleged in this Complaint, likely to deceive Plaintiffs and the public, and were intended to deceive Plaintiffs and members of the public. Plaintiffs and Class members have in fact been deceived and have relied on Defendants' representations and omissions. This reliance has caused harm to Plaintiffs and Class members. Plaintiffs and Class members have suffered injury in fact and lost money as a result of Defendants' unlawful, unfair, and fraudulent practices.
- 57. As a result of its deception, Defendants have reaped unjust revenue and profit. Restitution is, therefore, appropriate and the Plaintiffs ask that this Court order restitution. Further, upon information and belief, unless restrained and enjoined, Defendants will continue to engage in the above-described conduct. Accordingly, injunctive relief is appropriate.
- 58. Plaintiff and Class Members have suffered injury in fact and lost money and/or property as a result of Defendants' and Does 1 through 10's unlawful business acts and practices by engaging in the above-described conduct.
- 59. Plaintiffs engaged counsel to prosecute this action and are entitled to recover costs and reasonable attorneys' fees according to proof at trial.

SECOND CAUSE OF ACTION

UNFAIR, DECEPTIVE AND MISLEADING ADVERTISING

(Cal. Bus. & Prof. § 17500, et seq.)

- 60. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 61. Plaintiffs bring this claim individually, on behalf of the Class and on behalf of the general public.
- 62. Through the conduct and scheme described herein, and particularly through the marketing of 24-Day Challenge Products to Plaintiffs and members of the public, Defendants engaged in unlawful, deceptive, and unfair business acts within the meaning of California Business and Professions Code § 17500 et seg. Defendants' acts and practices offend an established public policy, and Defendants engage in immoral, unethical, oppressive, and unscrupulous activities that are substantially injurious to consumers including Plaintiffs.
- 63. Defendants engaged in the deceptive conduct alleged herein, which included deceptive and untrue advertisements regarding the 24-Day Challenge products and representations made to induce the public to purchase the products.
- 64. Defendants' advertisements claimed that the 24-Day Challenge Products would enhance mental energy and focus, were healthy, would not overburden or overstimulate their body, and would provide a consistent energy source that would not burn out. Plaintiffs relied upon such advertising in agreeing to pay for the products, thereby suffering economic damage.
- 65. Defendants made and disseminated false and misleading statements to Plaintiffs and members of the public regarding the nature, purpose, and effect of the 24-Day Challenge Products. Defendants created false impressions which it failed to correct, and concealed material information regarding the products.
- 66. Defendants were aware or should have been aware by the exercise of reasonable care that the representations were untrue and/or misleading.

- 67. Plaintiffs reserve the right to allege other violations which constitute other unlawful business acts or practices. Upon information and belief, Defendants' wrongful conduct in violation of § 17500. et seq. is ongoing and continues to this date.
- 68. There were reasonably available alternatives to further Defendants' legitimate business interests, other than the conduct described herein.
- 69. Defendants' actions, claims, nondisclosures, and misleading statements, as alleged in this Complaint, likely to deceive Plaintiffs and the public, and were intended to deceive Plaintiffs and members of the public. Plaintiffs and Class members have in fact been deceived and have relied on Defendants' representations and omissions. This reliance has caused harm to Plaintiffs and Class members. Plaintiffs and Class members have suffered injury in fact and lost money as a result of Defendants' unlawful, unfair, and fraudulent practices.
- 70. Defendants' actions, claims, nondisclosures, and misleading statements, as alleged in this Complaint, are likely to deceive Plaintiffs and the public, and were intended to deceive Plaintiffs and members of the public. Plaintiffs have in fact been deceived and have relied on Defendants' representations and omissions. This reliance has caused harm to Plaintiffs and Plaintiffs have suffered injury in fact and lost money as a result of Defendants unlawful, unfair, and fraudulent practices.
- Plaintiff and Class Members have suffered injury in fact and lost money and/or 71. property as a result of Defendants' and Does 1 through 10's unfair, deceptive, and misleading advertising by engaging in the above-described conduct.
- 72. As a result of its deception, Defendants have been able to reap unjust revenue and profit. Restitution is therefore appropriate and the Plaintiffs asks that Court order restitution. Further, upon information and belief, unless restrained and enjoined, Defendants will continue to engage in the above-described conduct. Accordingly, injunctive relief is appropriate.

THIRD CAUSE OF ACTION

BREACH OF IMPLIED WARRANTY

(CAL. U. COMM. CODE §§ 2314, 2315 and Common Law)

- 73. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 74. Plaintiffs bring this claim individually, on behalf of the Class and on behalf of the general public.
- 75. The 24-Day Challenge Products were sold with the implied warranty of merchantability that the product would pass without objection in the trade, is fit for the ordinary purpose for which it is used, is adequately contained, packaged, and labeled, and conforms to the promises or affirmations of fact made on the container and label. The 24-Day Challenge Products do not meet with foregoing criteria.
- 76. The 24-Day Challenge Products were sold with the implied warranty of fitness in that Defendants had reason to know of the particular purpose for which the product was required (i.e., as a nutrient to make one healthier and more mentally focused) and Plaintiffs and the Class members relied upon Defendants' advertised skill and judgment to furnish suitable goods. It is not suitable for the purpose for which it was required and sold.
- 77. The defects in the 24-Day Challenge Products existed prior to the delivery of the product to Plaintiffs and the Class members.
- 78. Plaintiffs and the Class members have incurred damages as described herein as a direct and proximate result of the defective product and Defendants' and Does 1 through 10's breach of the implied warranties, in that Plaintiffs and the Class members paid the purchase price for the defective product. Plaintiffs, on behalf of themselves and the Class members, have demanded that Defendants correct the defect and Defendants have failed and/or refused. Plaintiffs and the Class members are entitled to a refund of the purchase price of the products, consequential and incidental damages, costs and expenses, including attorney's fees.

FOURTH CAUSE OF ACTION

BREACH OF EXPRESS WARRANTY

(CAL. U. COM. CODE § 2313)

- Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the 79. Complaint, as though fully set forth herein.
- 80. Plaintiffs bring this claim individually, on behalf of the Class and on behalf of the general public.
- 81. The 24-Day Challenge Products were sold with an express warranty as Defendants made express affirmations of fact and promises regarding the health benefits of the products.
- 82. Defendants guaranteed the health benefits and especially the mental benefits of using the products.
- 83. They were sold with an express warranty because Defendants' express description of the product on the packaging and in mass media advertising was intended to become part of the basis of the bargain. The 24-Day Challenge Products are not suitable for the purpose for which they were required and sold as the products do not in fact benefit one's health as described.
- 84. The defect in the products existed prior to delivery of the product to Plaintiffs and the Class members.
- 85. Plaintiffs and Class members have incurred damages as described herein as a direct and proximate result of the defective products and Defendants' and Does 1 through 10's breach of the express warranties, in that the Plaintiffs and the Class have paid the purchase price for the defective products. Plaintiffs, on behalf of themselves and the Class members, have demanded that Defendants correct the defect and Defendants have failed and/or refused. Plaintiffs and the Class members are entitled to a refund of the purchase price of the product, consequential and incidental damages, costs and expense, including attorneys' fees.

28

FIFTH CAUSE OF ACTION

VIOLATION OF THE CONSUMERS LEGAL REMEDIES ACT

(CAL. CIV. CODE § 1750 et seq.)

- 86. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 87. Plaintiffs bring this claim individually, on behalf of the Class and on behalf of the general public.
- 88. Plaintiffs and the Class are individuals who purchased goods (i.e., 24-Day Challenge Products) for personal use.
- 89. Defendants have represented that the 24-Day Challenge Products have characteristics, uses, benefits, and/or qualities that the products do not have.
- 90. Plaintiffs and the Class have each been directly and proximately injured by the conduct of the Defendants, and such injury includes payment for the 24-Day Challenge Products they purchased.
- Plaintiffs, contemporaneously with the filing of the initial Complaint in this action, 91. provided Defendants notice of their Consumer Legal Remedies Act claims, on behalf of themselves and the Class members, through a Notice as required by California Consumer Legal Remedies Act. On March 22, 2017, more than thirty (30) days prior to the filing of this Amended Complaint Defendant received notice from the Plaintiffs of the particular alleged violations of Section 1750 et seg.
- 92. The Court should enjoin Defendants and Does 1 through 10 from any further sales, marketing, or advertisement of the 24-Day Challenge Products which contain the misrepresentations detailed herein as to the standards, characteristics, uses, benefits, and/or qualities of the products. Plaintiffs request that this Court enter a permanent injunction enjoining Defendants, and their agents, servants, employees, and all persons acting under or in concert with them, to cease and desist from the following acts: (a) selling, marketing, or advertising the 24-Day Challenge Products in the illegal manner they are now doing; (b) selling, marketing, or advertising the 24-Day Challenge Products in the illegal manner they are now doing without any

27

28

adequate and reliable scientific basis for such claims; (c) selling, marketing, or advertising the 24-Day Challenge Products as a supplement or drug that has specific medicinal benefits; (d) selling, marketing, or advertising the 24-Day Challenge Products with any representation or suggestion that a scientific and medical review board has approved or recommended the products for use; (e) concealing information regarding the true nature and origin of the herbal nutrients contained in the 24-Day Challenge Products; (f) selling, marketing, or advertising that the 24-Day Challenge Products are guaranteed in any way; (g) engaging in any of the illegal, fraudulent, misleading, unlawful, unfair and/or deceptive conduct described herein; and (h) engaging in any other conduct found by the Court to be illegal, fraudulent, misleading, unlawful, unfair and/or deceptive conduct.

93. Plaintiffs and Class members have incurred damages as described herein as a direct and proximate result of the defective products and Defendants' and Does 1 through 10's violations of the Consumer Legal Remedies Act. Plaintiff and Class members demand actual damages, restitution, punitive damages, and any other relief the Court deems proper. Plaintiffs, on behalf of themselves and the Class members, have demanded that Defendants correct the defect and Defendants have failed and/or refused. Plaintiffs and the Class members are entitled to a refund of the purchase price of the product, consequential and incidental damages, costs and expense, including attorneys' fees, and any other relief the Court deems proper.

SIXTH CAUSE OF ACTION

COMMON LAW RESTITUTION FOR UNJUST ENRICHMENT

- 94. Plaintiffs adopt, re-allege and incorporate herein each and every allegation in the Complaint, as though fully set forth herein.
- 95. To the extent necessary, this claim is pled in the alternative to those claims asserted on behalf of the putative Class and/or is asserted on behalf of Plaintiffs alone.
- 96. Defendants have benefit and have been unjustly enriched by their wrongful conduct alleged herein. Defendants have sold the 24-Day Challenge Products to Plaintiffs and the Class based upon deceptive conduct and misrepresentations as to the uses and qualities which the

product does not possess and which Defendants were, and still are, aware the product does not possess.

- 97. Defendants have knowledge of this benefit, and have voluntarily accepted and retained this benefit.
- 98. The circumstances as described herein are such that it would be inequitable for Defendants to retain these ill-gotten benefits without paying the value thereof to Plaintiffs and the Class.
- 99 Plaintiffs and the Class are entitled to the amount of Defendants' and Does 1 through 10's ill-gotten gains, including interest, resulting from their unlawful, unjust, and inequitable conduct as described above.

REQUEST FOR JUDGMENT

Plaintiffs asks for judgment against Defendants and each of them, in its and the putative Class's favor as follows:

- 1. For an order certifying this action as a Class action;
- 2 For actual and compensatory damages in such amount as the Court or jury deems just and proper;
- 3. For attorney's fees and costs for all causes of action alleged herein for which such amounts are permissible under applicable law, including California Code of Civil <u>Procedure</u> § 1021.5, in such amount as the Court or jury deems just and proper;
- 4. For prejudgment interest;
- 5. For an order requiring Defendants to provide notice to the Class and to pay for such notice;
- 6. For imposition of a constructive trust, recessionary relief, injunctive relief, including prohibition of Defendants' unfair, illegal and fraudulent business practices set forth herein, and including restitution and disgorgement of ill-gotten profits; and
- 7. All other relief which the Court and/or jury deems equitable and just.

1 **DEMAND FOR JURY TRIAL** 2 Plaintiffs on their own behalf and on behalf of the putative Class, demands a jury trial in 3 the above captioned matter. 4 5 **DATED May 4, 2017** 6 7 8 Attorney for Plaintiffs 9 Steven W. Ritcheson (SBN 174062) 10 INSIGHT, PLC 9800 D Topanga Canyon Blvd., #347 11 Chatsworth, California 91311 12 Phone: 818.882.1030 swritcheson@insightplc.com 13 14 W. Lewis Garrison, Jr.* Taylor C. Bartlett* 15 HENINGER GARRISON DAVIS, LLC 16 2224 First Avenue North Birmingham, Alabama 35203 17 Phone: 205.326.3336 lewis@hgdlawfirm.com 18 taylor@hgdlawfirm.com 19 20 * Pro Hac Vice Motion to be Filed 21 22 23 24 25 26 27 28