Case	3:22-cv-00392-LAB-JLB Document 5 Filed	06/06/22	PageID.36	Page 1 of 33
1 2 3 4 5 6 7 8	Charles C. Weller (SBN: 207034) legal@cweller.com CHARLES C. WELLER, APC 11412 Corley Court San Diego, California 92126 Tel: 858.414.7465 Fax: 858.300.5137 Attorney for Plaintiff Kasama Brand			
9 10	IN THE UNITED STAT FOR THE SOUTHERN DIS	ES DIST STRICT (	RICT COU DF CALIF(	RT DRNIA
11 12	KASAMA BRAND, individually and on behalf of all those similarly situated,	)		
13	Plaintiff,	) No. 22	2-cv-00392-	LAB-JLB
14	v.			
15 16	KSF ACQUISITION CORPORATION dba SLIMFAST, <i>a Delaware corporation</i> ,	JURY	TRIAL DE	MANDED
17 18	Defendant.			
19				
20	AMENDED CLASS ACTION COMPLAINT			
21	1. When consumers read "zero sugar," they think "low calorie." For			
22	millions of Americans who watch their weight, a statement that a food has "zero			
23 24	sugar" or "zero added sugar" is tantamount to saying that it's a diet food.			
25	2. The federal Food and Drug Administration ("FDA") has recognized—			
26	and actually written into the Code of Fe	ederal Reg	gulations—t	his common-sense
27 28	insight. At 21 C.F.R. § 101.60(c), in a se	insight. At 21 C.F.R. § 101.60(c), in a set of regulations governing sugar claims		
	-1- AMENDED CLASS ACTION COMPLAINT			

on food labels, the agency states that "Consumers may reasonably be expected to regard terms that represent that the food contains no sugars or sweeteners *e.g.*, 'sugar free,' or 'no sugar,' as indicating a product which is low in calories or significantly reduced in calories." Thus, under federal law these statements can only be made for foods that actually are low- or reduced-calorie. Otherwise, the sugar claim must be immediately accompanied by a disclaimer, to the effect that the food is "not for weight control" or "not a low calorie food." *Id.* at § 101.60(c)(iii). This requirement helps prevent consumer confusion and serves important health and dietary interests.

Capitalizing on the craze for low-carbohydrate, high-protein foods, 3. Defendant KSF Acquisition Corporation dba SlimFast ("SlimFast") has sold millions of dollars' worth of chocolate snack cups under the brand name "Keto Fat Bomb." These snack cups state prominently on the front label that they have "Zero Added Sugar"-a clear indication of the importance that so many consumers place on buying foods that can help them reduce their sugar intake. But contrary to common-sense consumer expectations, these snack cups are far from low-calorie foods. A single six-ounce serving of these snack cups contain about 90 calories-which is actually more than the 87 calories found in the same-sized serving of a Reese's Peanut Butter Cup, which the snack cups resemble. 

4. Likewise, SlimFast has sold ketogenic snack gels under the brand name "Keto Fat Bomb Shot" (together with the Keto Fat Bombs, the "Products").

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These gels state prominently on the front label that they have "zero sugar," but again are not low- or reduced-calorie foods, with a single *one-ounce* serving containing about 100 calories.

- 5 5. Because these Products do not meet the regulatory definition (or any 6 consumer's expectation) of low- or reduced-calorie foods, federal regulations 7 require Defendant to make a disclaimer that the Products are not for weight 9 control, or the like. But the Products' labels do not contain the required disclaimer, 10 which would provide material facts to give consumers the full picture about these 11 Products' "zero added sugar" or "zero sugar" claim.
  - 6. The failure to include this disclaimer make the labels' claims false, deceptive, inaccurate, and/or misleading, and the labels (and Defendants' advertising) violate federal and state laws and regulations requiring accuracy in nutritional labels.
- 7. Ms. Brand, and thousands of other consumers, purchased the Products
   in reliance on Defendant's marketing claims, and especially on the deceptive and
   misleading implication that these Products were low-calorie foods. Defendant
   reaped millions of dollars in profits from these consumers, who received an
   inadequate product sold under false pretenses.

8. Ms. Brand brings this class action Complaint on behalf of herself and
a Class of California consumers who purchased the Products. Under the laws of
the state of California, Defendant has engaged in unfair and deceptive trade

1 practices, sold goods under false pretenses, and defrauded its customers of the 2 benefit of their bargain. This Court should certify the proposed Class, find 3 Defendant liable for consumer fraud and deceptive practices, and afford the Class 4 5 and Ms. Brand equitable relief and compensatory, consequential, and punitive 6 damages to the extent permitted by law. 7 PARTIES 8 Plaintiff Kasama Brand is, and at all times relevant has been, a resident 9. 9 10 of San Diego, California, which is located in this district. 11 10. Defendant KSF Acquisition Corporation dba SlimFast is a Delaware 12 corporation with its principal place of business in Palm Beach Gardens, Florida. 13 14 JURISDICTION AND VENUE 15 11. This Court has subject matter jurisdiction over this action pursuant to 16 the Class Action Fairness Act, Pub. L. 109-2, 119 Stat. 4 (codified in scattered 17 18 sections of Title 28 of the United States Code); specifically, under 28 U.S.C. § 19 1332(d), which provides for the original jurisdiction of the federal district courts 20 over "any civil action in which the matter in controversy exceeds the sum or value 21 22 of \$5,000,000, exclusive of interest and costs, and [that] is a class action in which 23 . . . any member of a class of plaintiffs is a citizen of a State different from any 24 defendant." 28 U.S.C. § 1332(d)(2)(A). 25 26 27 28 \_4 AMENDED CLASS ACTION COMPLAINT

1	12. Plaintiff is a citizen of a state different from defendant and seeks to	
2	represent other Class members who are citizens of states different from the	
3	Defendant.	
5	13. The matter in controversy in this case exceeds \$5,000,000 in the	
6	aggregate, exclusive of interests and costs.	
7	14. In addition, "the number of members of all proposed plaintiff classes	
8 9	in the aggregate" is greater than 100. See U.S.C. § 1332(d)(5)(B).	
10	In the aggregate is greater than 100. See 0.5.C. § 1552(d)(5)(D).	
11	15. Alternatively, this Court has diversity jurisdiction over this action	
12	pursuant to 28 U.S.C. § 1332.	
13	16. This Court has personal jurisdiction over Defendant because this	
14 15	action arises out of and relates to SlimFast's contacts with this forum.	
15	17. Those contacts include but are not limited to sales of the Products	
17	directly to commercial and individual consumers located in this district, including	
18	Plaintiff; shipping the Products to commercial and individual consumers in this	
19 20	district; knowingly directing advertising and marketing materials concerning the	
21	Products into this district through wires and mails, both directly and through	
22	Troducts mite this district through whet and mans, both anothy and through	
23	electronic and print publications that are directed to commercial and individual	
24	consumers in this district; and operating an e-commerce web site that offers the	
25	Products for sale to commercial and individual consumers in this district, as well	
26 27	as offering the Products for sale through third-party e-commerce websites, through	
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1	both of which commercial and individual consumers residing in this district have
2 3	purchased the Products.
4	18. SlimFast knowingly directs electronic activity and ships the Products
5	into this district with the intent to engage in business interactions for profit, and it
6	has in fact engaged in such interactions, including the sale of the Products to
7 8	Plaintiff.
9	19. SlimFast also sells the Products to retailers and wholesalers in this
10	district for the purpose of making the Products available for purchase by individual
11 12	consumers in this district.
13	20. Plaintiff's losses and those of other Class members were sustained in
14	this district.
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16	21. Venue is proper pursuant to 28 U.S.C. § 1391(b)(2) because a
17	substantial part of the events or omissions giving rise to Plaintiff's claims occurred
18 19	within this district.
20	22. Venue is also proper pursuant to 28 U.S.C. § 1391(c)(2) because this
21	Court maintains personal jurisdiction over defendant.
22	FACTUAL ALLEGATIONS
23 24	23. Millions of Americans-practitioners of diets such as "Atkins,"
25	"keto," "Whole30," "South Beach," or "paleo"—purchase foods that are low in
26	carbohydrates and high in protein. For others, these purchases are not part of a
27 28	specific diet plan, but simply an effort to eat fewer refined carbohydrates and less
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	AMENDED CLASS ACTION COMPLAINT

1	sugar. Consumers use these products to supplement their diet, replace high-carb
2 3	foods, reduce appetite, lose weight, and gain muscle.
4	24. The publication Food Insight reports that roughly a quarter of
5	Americans who follow an eating plan use some variant of the low-carb, high-
6 7	protein approach. See https://foodinsight.org/one-third-of-americans-are-dieting-
8	including-one-in-10-who-fast-while-consumers-also-hunger-for-organic-natural-
9	and-sustainable/.
10 11	25. Globally, the market for ketogenic products alone is expected to grow
12	from \$10.3 billion in 2018 to \$17.8 billion by 2026 at a compound annual growth
13	rate of 7.1 percent during the forecast period from 2019 to 2026. See
14 15	https://www.globenewswire.com/newsrelease/2020/02/27/1991616/0/en/Global-
16	Keto-Diet-Market-Is-Expected-to-Reach-USD-17-8-Billion-by-2026-Fior-
17	Markets.html.
18 19	26. Meanwhile, almost three-quarters of American report they are trying
20	to reduce their sugar intake, with about 30 percent reporting they are doing so by
21	switching to reduced-sugar food products. See
22 23	https://www.foodbusinessnews.net/articles/16324-fewer-americans-seek-to-
24	limit-sugar-ific-survey-says.
25	A. Sugar Claims and Federal Regulation.
26 27	27. In 1993, the Food and Drug Administration promulgated final rules
28	governing nutrient claims on food labels, pursuant to authority provided to it under
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Section 201(n) of the Food, Drug, and Cosmetic Act, 21 U.S.C. § 321(n), as well as Sections 403(a), 403(r), and 701(a) of the Act. The goal of these regulations was, *inter alia*, to "prohibit labeling that [is] false or misleading in that it fails to reveal facts that are material in light of the representations that are made" with respect to the food. Food Labeling: Nutrient Content Claims, General Principles, Petitions, Definition of Terms, 58 Fed. Reg. 2302, 2303 (1993).

28. As part of these regulations, FDA determined that food manufacturers could not use terms "such as 'sugar free,' 'free of sugar,' 'no sugar,' 'zero sugar,' 'without sugar,' 'sugarless,' 'trivial source of sugar,' 'negligible source of sugar,' or 'dietarily insignificant source of sugar'" unless (1) the food met the regulatory definition of a low- or reduced-calorie food, or (2) the term "is immediately accompanied, each time it is used, by either the statement 'not a reduced calorie food,' 'not a low calorie food,' or 'not for weight control.'" 21 C.F.R. §§ 101.60(c) and (c)(iii)(B).

29. For "Zero added sugar claims," besides bearing a disclaimer to the effect that the food is not "low calorie" or "calorie reduced," manufacturers face an additional requirement: The product labels must "direct[] consumers' attention to the nutrition panel for further information on sugar and calorie content." 21 C.F.R. § 101.60(c)(2)(v).

-8-AMENDED CLASS ACTION COMPLAINT 30. This list of terms that require disclaimer is not exclusive and the terms requiring disclaimer include other terms that are the functional equivalent of those listed in the regulations.

31. Unusually, the agency explained its reasoning for this requirement directly in the Code of Federal Regulations: "Consumers may reasonably be expected to regard terms that represent that the food contains no sugars or sweeteners *e.g.*, 'sugar free,' or 'no sugar,' as indicating a product which is low in calories or significantly reduced in calories." *Id.* § 101.60(c). Accordingly, the disclaimer was required in order meet the regulatory goal of prohibiting labels that are misleading because they "fail[] to reveal facts that are material in light of the representations that are made." 58 Fed. Reg. at 2303.

32. Claims that a food was "low" in some potentially harmful nutrient such as sugar, fat, or sodium were of especial interest to FDA, because "low" or "zero" claims "may promote increased consumption of such foods and thus, result in dietary practices even more inconsistent with dietary guidelines" if the claim was implicitly misleading without contextualizing disclaimers. *Id.* at 2316.

## **B.** SlimFast's Sugar Claims.

33. SlimFast Foods Company was founded in the 1970s and is now one of
the largest, most prominent companies in the world in the field of weight loss and
low-calorie diet foods. The venture capital fund Kainos Capital—which owned the
brand from 2014 to 2018—refers to SlimFast as an "iconic weight loss and meal

replacement brand" that has "#1 brand awareness in the weight loss category." <u>https://www.kainoscapital.com/portfolio/slimfast/</u>. SlimFast was sold to global food conglomerate Glanbia plc for \$350 million in 2018.

34. The brand has been associated with low-calorie foods for more than six decades. The predecessor of SlimFast was founded in the 1950s and sold diet pills, including the weight loss pill Dexatrim. SlimFast introduced its famous lowcalorie meal replacement shake—based on a 1,200 calorie per day eating plan in the 1970s. In the 1980s, Los Angeles Dodgers manager Tommy Lasorda lost 30 pounds using SlimFast products and was featured in a series of television commercials that helped SlimFast become the largest weight loss and meal replacement brand in the world.

35. Today, SlimFast is one of the most recognizable names in the diet industry, offering four different weight loss plans—the SlimFast Favorite Foods Plan, the SlimFast Keto Plan, the SlimFast Original Plan, and the SlimFast Diabetic Weight Loss Plan—and more than 53 different meal replacement products, including low-calorie shakes, smoothies, bars, and snacks.

36. When SlimFast was sold to Glanbia, consumer marketing analysts estimated that the brand has achieved 98 percent consumer awareness of its products. Research indicates that consumers immediately associate the brand with weight loss and low-calorie foods.

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37. SlimFast spends millions of advertising dollars every year to cement that association between the brand and weight loss and low-calorie foods in consumers' minds.

38. SlimFast launched a line of "ketogenic" products in October 2018. By January 2020, that product line included 21 distinct products and SlimFast Keto has become the best-selling line of ketogenic food products in the country. In January 2020, the company claimed that its sales accounted for "70% of all measured Keto sales in the past four weeks." <u>https://www.prnewswire.com/newsreleases/slimfast-expands-its-best-selling-line-of-keto-products-with-13-new-</u> additions-300984351.html.

39. A significant contributor to the success of SlimFast's keto line was the immediate association that consumers make between the brand and low-calorie foods.

40. One of the leading SlimFast Keto Products is the "Fat Bomb," a
 chocolate snack cup, resembling a Reese's Peanut Butter Cup, that consists of a
 white or milk chocolate coating with various flavorings inside, including peanut
 butter, mint chocolate, iced lemon drop, and coconut cream dark chocolate.

41. The "zero added sugar" claim is displayed prominently on the
Products' packaging, as shown below in this photograph of the Product purchased
by Plaintiff:

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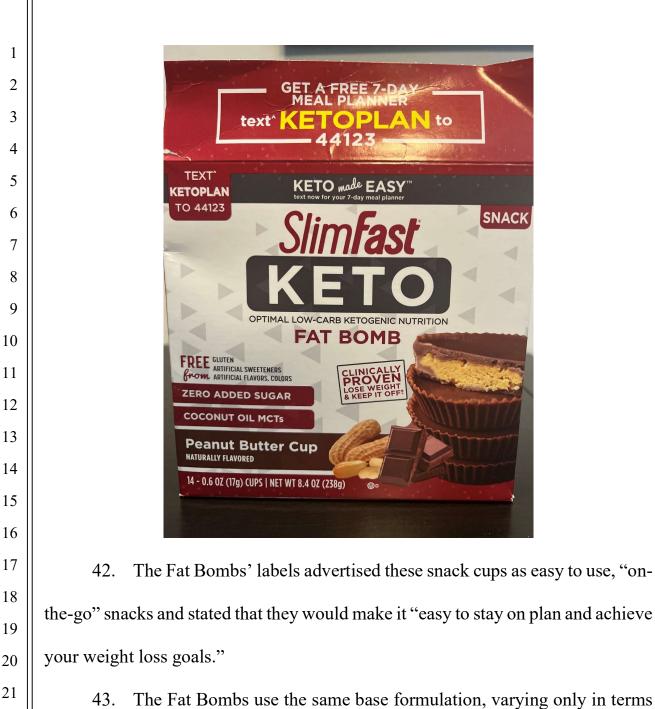
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the-go" snacks and stated that they would make it "easy to stay on plan and achieve

The Fat Bombs use the same base formulation, varying only in terms 22 of flavoring agents. They are also sold for similar pricing and the label for each 23 individual flavor also makes similar deceptive statements and/or material 24 25 omissions regarding whether the Product is a low- or reduced-calorie food. Each 26 flavor of the Products is therefore substantially similar to all other flavors of the 27 Products. 28

44. Another SlimFast Keto product are "Fat Bomb Shots," a gel resembling those used by long-distance runners. It consists of an ounce of gel made with coconut oil and comes in two flavors, Tangy Orange Crème and Salted Caramel Crème.

45. The zero sugar claim is displayed prominently on the Products' packaging and nutritional labelling, as shown below:



46. Again, the Fat Bomb Shots use the same base formulation, varying only in terms of flavoring agents. They are also sold for similar pricing and the label for each individual flavor also makes similar deceptive statements and/or material omissions regarding whether the Product is a low- or reduced-calorie

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food. Each flavor of the Products is therefore substantially similar to all other flavors of the Products.

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4	47. Even on a ketogenic eating plan, excessive calorie intake will reduce	
5	or retard weight loss. For example, the Atkins 20 Diet, a competing low-carb	
6	eating plan, recommends that women aim for 1,500 to 1,800 calories a day, while	
7 8	men aim for 1,800 to 2,200, even while following a ketogenic eating plan.	
9	48. Nowhere on the Products' label does SlimFast state that the Products	
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11	are not low- or reduced-calorie foods, nor do they make any of the disclaimers	
12	required by 21 C.F.R. § 101.60(c).	
13	49. These Products do not meet the regulatory definition of a low- or	
14 15	reduced-calorie food.	
16	50. These Products are sold at a substantial premium to other weight loss	
17	snacks that they resemble, as well as to similar snacks that are not for weight loss,	
18	such as Reese's Peanut Butter Cups.	
19 20	51. Plaintiff reserves the right to amend this Complaint to add additional	
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22	SlimFast Products that make similar misleading and/or deceptive label claims.	
23	52. Other high-protein, low-carb food replacements that compete with	
24	SlimFast Keto-including many foods sold under the "Atkins" brand name,	
25	associated with the low-carb Atkins diet—use the required disclaimer when	
26	making zero-sugar claims.	
27 28		
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information and belief, the company updated the description of at least the Keto Fat Bombs on its website, adding the statement "Not a low-calorie food" in a
Fat Bombs on its website, adding the statement "Not a low-calorie food" in a
section that is hidden from view on first opening the website, but can be expanded
by clicking:
· · · · · · · · · · · · · · · · · · ·
Description -
Rediscover your inner chocolate lover and ditch your cravings with a rich and creamy Peanut Butter Chocolate Fat Bomb Keto Snack
Cup! Ignite your snack time with the savory flavor of peanut butter covered in decadent chocolate in every satisfying bite. They are
conveniently packaged for a quick pick-me-up even when you're on the go. With only 2g net carbs, zero added sugar <sup>+</sup> and 8g of
high-quality fats, like MCT Oil, you can enjoy this indulgent treat without the compromise. Free from gluten, artificial sweeteners,
flavors or colors these will surely become your new guilt-free pleasure!
<sup>†</sup> Not a low-calorie food.
54. However, despite adding this disclaimer to the language of its website,
throughout 2021, SlimFast was still selling Products whose labelling did not
include the required disclaimer. These Products, for example, were offered for sale
in high-traffic end caps and solo displays in Wal-Marts throughout the country,
for which SlimFast on information and belief paid a promotional fee to the retailer:
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С.

# Ms. Brand Purchases the Products.

55. Like millions of Americans, Ms. Brand tries to eat foods that are high in protein and low in sugar. She is also concerned about caloric intake and prefers low- or reduced-calorie foods.

56. On or about November 22, 2020, Ms. Brand purchased a 14-count box of SlimFast Keto Bomb snack cups, in the Peanut Butter flavor, from third-party retailer Amazon, for \$9.97.

57. On or about December 5, 2020, Ms. Brand purchased a 10-count
package of SlimFast Keto Fat Bomb Shots, in the Tangy Orange Crème flavor,
from third-party retailer Amazon, for \$9.99.

58. Ms. Brand sought out SlimFast products in part because of the brand's
reputation for quality and association with low-calorie foods and weight loss.

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59. Prior to purchase, Ms. Brand carefully read the advertising material for and front label on the Products, including the prominent zero- and zero-added sugar claims made by the Defendant.

60. Given the Defendant's advertising material and other assurances, Ms. Brand understood these claims to mean that the Products were low- or reducedcalorie snacks. She relied on Defendant's statements such that she would not have purchased the Products from Defendant if the truth were known, or would have only been willing to pay a substantially reduced price for the Product had she known that Defendant's representations were deceptive and misleading.

61. In the alternative, because of its deceptive and false labelling statements, Defendant was enabled to charge a premium for the Products relative to key competitors' products, or relative to the average price charged in the marketplace.

## **CLASS ACTION ALLEGATIONS**

62. Plaintiff brings this action individually and as representative of all those similarly situated pursuant to Federal Rule of Civil Procedure 23 on behalf of a California Class: All persons within the State of California who purchased the Defendant's Products within four years prior to the filing of this Complaint.

63. Excluded from the Class are Defendant and its affiliates, parents, subsidiaries, employees, officers, agents, and directors. Also excluded are any

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1 judicial officers presiding over this matter and the members of their immediate 2 families and judicial staff. 3 64. Plaintiff reserves the right to alter the Class definition as necessary at 4 5 any time to the full extent permitted by applicable law. 6 65. Certification of Plaintiff's claims for class-wide treatment is 7 appropriate because Plaintiff can prove the elements of the claims on a class-wide 8 9 basis using the same evidence as individual Class members would use to prove 10 those elements in individual actions alleging the same claims. 11 66. Numerosity – Rule 23(a)(1): The size of the Class is so large that 12 13 joinder of all Class members is impracticable. Plaintiff believes and avers there 14 are thousands of Class members geographically dispersed throughout California. 15 67. Existence and Predominance of Common Questions of Law and 16 17 Fact – Rule 23(a)(2), (b)(3): There are questions of law and fact common to the 18 Class. These questions predominate over any questions that affect only individual 19 Class members. Common legal and factual questions and issues include but are 20 21 not limited to: 22 Whether the marketing, advertising, packaging, labeling, and other a) 23 promotional materials for the Products are misleading and deceptive; 24 25 Whether Defendant's actions violate the state consumer fraud statutes **b**) 26 invoked below; 27 28 -18-

1	c)	Whether a reasonable consumer would understand Defendant's sugar
2		claims to imply that the Products were low- or reduced-calorie foods;
3		claims to imply that the r focuers were low- or feduced-calorie foods,
4	d)	Whether Defendant was unjustly enriched at the expense of the
5		Plaintiff and Class members;
6 7	e)	the proper amount of damages and disgorgement or restitution;
8	f)	the proper scope of injunctive relief; and
9	g)	the proper amount of attorneys' fees.
10	68.	Defendant engaged in a common course of conduct in contravention
11 12	of the law	ys Plaintiff seeks to enforce individually and on behalf of the Class.
13	Similaror	identical violations of law business practices, and injuries are involved
14	Similar or identical violations of law, business practices, and injuries are involved.	
15	Individual questions, if any, pale by comparison, in both quality and quantity, to	
16	the numerous common questions that predominate this action. The common	
17	questions	will yield common answers that will substantially advance the resolution
18 19	of the case.	
20	69.	In short, these common questions of fact and law predominate over
21	questions	that affect only individual Class members.
22 23	70.	<b>Typicality – Rule 23(a)(3)</b> : Plaintiff's claims are typical of the claims
24	of the Clas	s members because they are based on the same underlying facts, events,
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26	and circumstances relating to Defendant's conduct.	
27	71.	Specifically, all Class members, including Plaintiff, were harmed in
28	the same way due to SlimFast's uniform misconduct described herein; all Class	
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members suffered similar economic injury due to SlimFast's misrepresentations;and Plaintiff seeks the same relief as the Class members.

72. There are no defenses available to SlimFast that are unique to the named Plaintiff.

73. Adequacy of Representation – Rule 23(a)(4): Plaintiff is a fair and adequate representative of the Class because Plaintiff's interests do not conflict with the Class members' interests. Plaintiff will prosecute this action vigorously and is highly motivated to seek redress against SlimFast.

74. Furthermore, Plaintiff has selected competent counsel who are experienced in class action and other complex litigation. Plaintiff and Plaintiff's counsel are committed to prosecuting this action vigorously on behalf of the Class and have the resources to do so.

75. **Superiority** – **Rule 23(b)(3)**: The class action mechanism is superior to other available means for the fair and efficient adjudication of this controversy for at least the following reasons:

 a) the damages individual Class members suffered are small compared to the burden and expense of individual prosecution of the complex and extensive litigation needed to address SlimFast's conduct such that it would be virtually impossible for the Class members individually to redress the wrongs done to them. In fact, they would

1		have little incentive to do so given the amount of damage each member
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3		has suffered when weighed against the costs and burdens of litigation;
4	b)	the class procedure presents fewer management difficulties than
5		individual litigation and provides the benefits of single adjudication,
6		economies of scale, and supervision by a single Court;
7 8	c)	the prosecution of separate actions by individual Class members
9		would create a risk of inconsistent or varying adjudications, which
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11		would establish incompatible standards of conduct for Defendant; and
12	d)	the prosecution of separate actions by individual Class members
13		would create a risk of adjudications with respect to them that would
14 15		be dispositive of the interests of other Class members or would
15		substantively impair or impede their ability to protect their interests.
17	76.	Unless the Class is certified, SlimFast will retain monies received as a
18	result of its	s unlawful and deceptive conduct alleged herein.
19 20	77.	Unless a class-wide injunction is issued, SlimFast will likely continue
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22	to, or allov	v its resellers to, advertise, market, promote, and sell the Products in an
23	unlawful and misleading manner, as described throughout this Complaint, and	
24	members of the Class will continue to be misled, harmed, and denied their rights	
25	under the l	aw.
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1	78. Ascertainability. To the extent ascertainability is required, the Class	
2 3	members are readily ascertainable from SlimFast's records and/or its agents'	
4	records of retail and online sales, as well as through public notice.	
5	79. SlimFast has acted on grounds applicable to the Class as a whole,	
6 7	thereby making appropriate final injunctive and declaratory relief concerning the	
8	Class as a whole.	
9	COUNT 1	
10 11	VIOLATION OF THE CONSUMER LEGAL REMEDIES ACT, CAL. CIV. CODE § 1750 <i>ET SEQ</i> .	
11	80. Plaintiff realleges the preceding paragraphs as if fully set forth herein	
13	and, to the extent necessary, pleads this cause of action in the alternative.	
14	81. Plaintiff and all Class members are "consumers" within the meaning	
15 16	of the Consumer Legal Remedies Act ("CLRA"), Cal. Civ. Code § 1761(d).	
17	82. The sale of the Products to Plaintiff and Class members was a	
18 19	"transaction" within the meaning of the CLRA, Cal. Civ. Code § 1761(e).	
20	83. The Products purchased by Plaintiff and Class members are "goods"	
21	within the meaning of the CLRA, Cal. Civ. Code § 1761(a).	
22	84. As alleged herein, SlimFast's business practices are a violation of the	
23 24	CLRA because, knowing that consumers associate zero-sugar foods (and	
25	especially zero-sugar foods sold by a brand with a strong consumer profile such	
26 27	as SlimFast) with low- or reduced-calorie foods, Defendant deceptively failed to	
28	reveal facts that are material in light of the sugar claims that were made.	
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1	85. Defendant's ongoing failure to provide material facts about the	
2	Products on the Products' label and associated advertising material violates the	
3 4	following subsections of Cal. Civ. Code § 1770(a) in these respects:	
5	a) Defendant's acts and practices constitute misrepresentations that the	
6	a) Defendant's acts and practices constitute inistepresentations that the	
7	Products have characteristics, benefits, or uses which they do not have;	
8	b) Defendant misrepresented that the Products are of a particular	
9	standard, quality, and/or grade, when they are of another;	
10	c) Defendant's acts and practices constitute the advertisement of goods,	
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12	without the intent to sell them as advertised;	
13	d) Defendant's acts and practices fail to represent that transactions	
14	involving the Products involve actions that are prohibited by law,	
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16	particularly the use of misleading nutritional labelling; and	
17	e) Defendant's acts and practices constitute representations that the	
18 19	Products have been supplied in accordance with previous	
20	representations when they were not.	
21	86. By reason of the foregoing, Plaintiff and the Class have been	
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23	irreparably harmed, entitling them to injunctive relief, disgorgement, and	
24	restitution.	
25	87. Pursuant to Cal. Civ. Code § 1782, Plaintiff notified Defendant in	
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27	writing of the particular violations of the CLRA described herein and demanded	
28	Defendant rectify the actions described above by providing complete monetary	
	-23- AMENDED CLASS ACTION COMPLAINT	

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relief, agreeing to be bound by their legal obligations and to give notice to all affected customers of their intent to do so. Plaintiff sent this notice by certified mail, return receipt requested, to Defendant's agent, at least 30 days before the filing of this Complaint.

6 88. Pursuant to Cal. Civ. Code §§ 1770 and 1780, Plaintiff and the Class 7 are entitled to recover actual damages sustained as a result of SlimFast's violations 8 9 of the CLRA. Such damages include, without limitation, monetary losses and 10 actual, punitive, and consequential damages, in an amount to be proven at trial. 11 89. Pursuant to Cal. Civ. Code §§ 1770 and 1780, Plaintiff is entitled to 12 13 enjoin publication of misleading and deceptive nutritional labels for the Product 14 and to recover her reasonable attorneys' fees and costs. 15 COUNT 2 16 **VIOLATION OF CALIFORNIA BUSINESS & PROFESSIONS CODE** 17 SECTION 17200 ET SEQ. — "UNFAIR" CONDUCT 18 90. Plaintiff realleges the preceding paragraphs as if fully set forth herein 19 and, to the extent necessary, pleads this cause of action in the alternative. 20 21 Plaintiff has standing to pursue this claim as Plaintiff has suffered 91.

injury in fact and has lost money or property as a result of SlimFast's actions as
set forth above.

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92. Class members have suffered injury in fact and have lost money or
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property as a result of SlimFast's actions as set forth above.

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93. SlimFast's actions as alleged in this Complaint constitute "unfair" conduct within the meaning of California Business and Professions Code Section 17200, et seq.

SlimFast's business practices, as alleged herein, are "unfair" because 94. Defendant deceptively failed to reveal facts that are material in light of the zerosugar representations that were made.

9 95. As a result of this "unfair" conduct, Plaintiff and members of the Class 10 expended money they would not otherwise have spent and received a lower quality 11 product that did not provide the benefit they were assured it would provide. 12

Defendant's wrongful business practices alleged herein constituted, 96. and continue to constitute, a continuing course of unfair competition since it continues to market and sell its products in a manner that offends public policy and/or in a fashion that is immoral, unethical, oppressive, unscrupulous and/or substantially injurious to its customers

Pursuant to Business and Professions Code Section 17203, Plaintiff 97. 20 and the Class seek an order of this court enjoining SlimFast from continuing to 22 engage in "unfair" business practices and any other act prohibited by law, including those acts set forth in this Complaint. 24

25 98. Plaintiff and the Class also seek an order requiring Defendant to make 26 full restitution of all monies it has wrongfully obtained from Plaintiff and the class, 27

1	along with all other relief allowable under Business and Professions Code Section			
2	17200, <i>et seq</i> .			
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4	COUNT 3 VIOLATION OF CALIFORNIA BUSINESS & PROFESSIONS CODE			
5	SECTION 17200 <i>ET SEQ</i> . — "FRAUDULENT" CONDUCT			
6	99. Plaintiff realleges the preceding paragraphs as if fully set forth herein			
7 8	and, to the extent necessary, pleads this cause of action in the alternative.			
9	100. Plaintiff has standing to pursue this claim as Plaintiff has suffered			
10	injury in fact and has lost money or property as a result of Defendant's actions as			
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12	set forth above.			
13	101. Class members have suffered injury in fact and have lost money or			
14	property as a result of Defendant's actions as set forth above.			
15	102 Defendent's estima as alloced in this Complaint constitute			
16	102. Defendant's actions as alleged in this Complaint constitute			
17	"fraudulent" conduct within the meaning of California Business and Professions			
18	Code Section 17200 et seq.			
19				
20	103. Defendant's business practices, as alleged herein, are "fraudulent"			
21	because it deceptively failed to reveal facts that are material in light of the sugar			
22	claims that were made.			
23				
24	104. As a result of this "fraudulent" conduct, Plaintiff and members of the			
25	Class expended money they would not otherwise have spent, and received a lower			
26	quality product that did not provide the benefit they were assured it would provide.			
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	AMENDED CLASS ACTION COMPLAINT			

1 105. Defendant's wrongful business practices alleged herein constituted, 2 and continue to constitute, a course of unfair competition since it continues to 3 market and sell its products in a manner that offends public policy and/or in a 4 5 fashion that is immoral, unethical, oppressive, unscrupulous and/or substantially 6 injurious to its customers 7 106. Pursuant to Business and Professions Code Section 17203, Plaintiff 8 9 and the Class seek an order of this Court enjoining Defendant from continuing to 10 engage in "fraudulent" business practices and any other act prohibited by law, 11 including those acts set forth in this Complaint. 12 13 107. Plaintiff and the Class also seek an order requiring Defendant to make 14 full restitution of all monies it has wrongfully obtained from Plaintiffs and the 15 Class, along with all other relief allowable under Business and Professions Code 16 17

Section 17200, et seq.

#### **COUNT 4**

# VIOLATION OF CALIFORNIA BUSINESS & PROFESSIONS CODE SECTION 17200 *ET SEQ*. — "UNLAWFUL" CONDUCT

108. Plaintiff realleges the preceding paragraphs as if fully set forth herein and, to the extent necessary, pleads this cause of action in the alternative.

109. Plaintiff has standing to pursue this claim as Plaintiff has suffered
injury in fact and has lost money or property as a result of Defendant's actions as
set forth above.

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1 110. Class members have suffered injury in fact and have lost money or 2 property as a result of Defendant's actions as set forth above. 3 111. Defendant's actions as alleged in this Complaint constitute "unlawful" 4 5 conduct within the meaning of California Business and Professions Code Section 6 17200, et seq. 7 112. Defendant's business practices, as alleged herein, are "unlawful" 8 9 because it deceptively failed to reveal facts that are material in light of the sugar 10 claims that were made, in contravention of binding legal requirements governing 11 the accuracy of nutritional labelling. 12 13 113. As a result of this "unlawful" conduct, Plaintiff and members of the 14 Class expended money they would not otherwise have spent, and received a lower 15 quality product that did not provide the benefit they were assured it would provide. 16 17 114. Defendant's business practices alleged herein constituted, and 18 continue to constitute, a continuing course of unfair competition since it continues 19 to market and sell its products in a manner that offends public policy and/or in a 20 21 fashion that is immoral, unethical, oppressive, unscrupulous and/or substantially 22 injurious to its customers. 23 115. Pursuant to Business and Professions Code Section 17203, Plaintiff 24 25 and the Class seek an order of this court enjoining Defendant from continuing to 26 engage in "unlawful" business practices and any other act prohibited by law, 27 including those acts set forth in this Complaint. 28 -28-

AMENDED CLASS ACTION COMPLAINT

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116. Plaintiff and the Class also seek an order requiring Defendant to make full restitution of all moneys it has wrongfully obtained from plaintiffs and the class, along with all other relief allowable under Business and Professions Code 4 Section 17200, et seq.

#### COUNT 5 VIOLATION OF CALIFORNIA BUSINESS & **PROFESSIONS CODE SECTION 17500 ET SEO.**

117. Plaintiff realleges the preceding paragraphs as if fully set forth herein and, to the extent necessary, pleads this cause of action in the alternative.

118. Plaintiff has standing to pursue this claim as Plaintiff has suffered 12 injury in fact and has lost money or property as a result of Defendant's actions as 13 14 set forth above.

119. Class members have suffered injury in fact and have lost money or 16 17 property as a result of Defendant's actions as set forth above.

18 120. Defendant engaged in advertising and marketing to the public and 19 offered for sale advertising services on a nationwide basis, including in California. 20 21 121. Defendant engaged in the advertising and marketing alleged herein 22 with the intent to directly or indirectly induce the sale of the Products to customers 23 like Plaintiff. 24

25 122. Defendant's advertisements and marketing representations regarding 26 the characteristics of the Products were misleading and deceptive as set forth 27 above. 28

1	123. At the time it made and disseminated the statements alleged herein,
2	Defendant knew or should have known that the statements were untrue or
3 4	misleading, and acted in violation of Business and Professions Code Section
5	17500, <i>et seq</i> .
6	124. Plaintiff seeks restitution of monies wrongfully obtained, injunctive
7 8	relief, and all other relief allowable under Business and Professions Code Section
9	17500, <i>et seq</i> .
10	COUNT 6
11	UNJUST ENRICHMENT
12 13	125. Plaintiff realleges the preceding paragraphs as if fully set forth herein
13	and, to the extent necessary, pleads this cause of action in the alternative in the
15	event that it is determined that Plaintiff and the Class lack an adequate legal
16	remedy.
17 18	126. Defendant, through its marketing and labeling of the Products,
19	misrepresented and deceived Plaintiff and the Class by failing to reveal facts that
20	are material in light of the sugar claims that were made.
21 22	127. Defendant did so for the purpose of enriching itself and it in fact
23	enriched itself by doing so.
24	128. Plaintiff and the Class conferred a benefit on Defendant by purchasing
25 26	the Products, including an effective premium, above the true value of the Products.
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	AMENDED CLASS ACTION COMPLAINT

1 Defendant appreciated, accepted, and retained the benefit to the detriment of 2 Plaintiff and the Class. 3 129. Defendant continues to possess monies paid by Plaintiff and the Class 4 5 to which Defendant is not entitled. 6 130. Under the circumstances it would be inequitable for Defendant to 7 retain the benefit conferred upon it and Defendant's retention of the benefit 8 9 violates fundamental principles of justice, equity, and good conscience. 10 131. Plaintiff, individually and on behalf of the Class members, seeks 11 disgorgement of Defendant's ill-gotten gains. Plaintiff and the Class seek the 12 13 disgorgement and restitution of Defendant's wrongful profits, revenue, and 14 benefits, to the extent, and in the amount, deemed appropriate by the Court, and 15 such other relief as the Court deems just and proper to remedy Defendant's unjust 16 17 enrichment. 18 **PRAYER FOR RELIEF** 19 132. WHEREFORE, Plaintiff respectfully requests the Court grant the 20 following relief against Defendant: 21 22 that this action be certified as a class action; that Plaintiff be appointed a) 23 as class representative for the Class; and that the undersigned be 24 25 appointed as class counsel for the Class; 26 that the Court enter an order requiring Defendant to bear the costs of **b**) 27 notification to the Class; 28 -31-AMENDED CLASS ACTION COMPLAINT

1	c)	that the Court enter a declaration or declaratory judgment that
2		Defendant's acts and practices have violated and continue to violate
3		California Desinora & Desfanional Cale Sasting 17200 stars and
4		California Business & Professional Code Sections 17200 et seq. and
5		17500 et seq.;
6	d)	that the Court enter an order enjoining Defendant to refrain from the
7	,	
8		acts and practices described herein;
9	e)	that the Court enter an order requiring imposition of a constructive
10		trust and and/or disgorgement of Defendant's ill-gotten gains and to
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12		pay restitution to Plaintiff and all members of the Class to restore to
13		the Plaintiff and members of the Class all funds acquired by means of
14		any act or practice declared by this Court to be an unlawful, fraudulent
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16		or unfair business act or practice, in violation of laws, statutes or
17		regulations, or one constituting unfair competition;
18	f)	that the Court distribute monies via fluid recovery or cy pres where
19	1)	that the court distribute momes via huid recovery of cy pres where
20		necessary to prevent Defendant from retaining the benefits of its
21		wrongful conduct;
22	(a)	actual damages including but not limited to compensatory, incidental,
23	g)	actual damages including but not initied to compensatory, incluental,
24		consequential, statutory, treble, and punitive damages amounts the
25		Court or jury will determine, in accordance with applicable law;
26	۹. E	attemary's face and count costs in shading all necessarily interest.
27	f)	attorney's fees and court costs, including all recoverable interest;
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		AMENDED CLASS ACTION COMPLAINT

1	g) any other legal or equitable relief to which Plaintiff or the Class		
2	members may be entitled.		
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4	TRIAL BY JURY IS DEMANDED.		
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6	Respectfully submitted,		
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8	/s/ Charles C. Weller Charles C. Weller (SBN: 207034) Attorney for Plaintiff		
9	June 6, 2022		
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