1 2 3 4 5 6	PACIFIC TRIAL ATTORNEYS A Professional Corporation Scott J. Ferrell, Bar No. 202091 sferrell@pacifictrialattorneys.com Victoria C. Knowles, Bar No. 277231 vknowles@pacifictrialattorneys.com 4100 Newport Place Drive, Ste. 800 Newport Beach, CA 92660 Tel: (949) 706-6464 Fax: (949) 706-6469	Assigned for All Purposes  Judge Lon F. Hurwitz  cx-103
7	Attorneys for Plaintiff and the Class	
8	SUPERIOR COURT FOR THE STATE OF CALIFORNIA	
9	COUNTY	OF ORANGE
10	PEDRO IBARRA, individually and on behalf of all others similarly situated,	Case No. 30-2022-01294748-CU-CR-CXC
11	Plaintiff,	
12	V.	CLASS ACTION COMPLAINT
13	PHARMAGENICS LLC, and DOES 1 through	
14	10, inclusive,	
15	Defendants.	
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#### I. INTRODUCTION

Defendant sells a diet pill known as ""Dr. Stephanie's Carb & Sugar Blocker" (the "Product") by falsely claiming that it will cause meaningful and sustainable weight loss by disrupting the digestion of certain foods. Defendant's claim is false: in fact, the United States Food and Drug Administration has warned that the efficacy claims related to the ingredients in the Product "are not supported by competent and reliable scientific evidence", "lack substantiation", and are "false and misleading."

As set forth below, Defendant has violated numerous California laws and should be required to stop falsely advertising the product, provide refunds to all consumers, and take other appropriate corrective and remedial actions.

#### II. JURISDICTION AND VENUE

- 1. This Court has jurisdiction over all causes of action asserted herein.
- Venue is proper in this Court because Defendant knowingly engages in activities directed at consumers in this County and engaged in the wrongful conduct alleged herein against residents of this County.
- 3. Any out-of-state participants can be brought before this Court pursuant to California's "long-arm" jurisdictional statute.

#### III. PARTIES

- 4. Plaintiff is a resident and citizen of California.
- 5. Defendant develops, manufactures, promotes, markets, distributes, and/or sells the Product to consumers in California.
- 6. The above-named Defendant, along with its affiliates and agents, are collectively referred to as "Defendants." The true names and capacities of the Defendants sued herein as DOE DEFENDANTS 1 through 10, inclusive, are currently unknown to Plaintiff, who therefore sues such Defendants by fictitious names. Each of the Defendants designated herein as a DOE is legally responsible for the unlawful acts alleged herein. Plaintiff will seek leave of Court to amend the Complaint to reflect the true names and capacities of the DOE Defendants when such identities become known.

7. Plaintiff is informed and believes that at all relevant times, every Defendant was acting as an agent and/or employee of each of the other Defendants and was acting within the course and scope of said agency and/or employment with the full knowledge and consent of each of the other Defendants.

8. Plaintiff is informed and believes that each of the acts and/or omissions complained of herein was made known to, and ratified by, each of the other Defendants.

#### IV. FACTS

- 9. On June 17, 2014, the United States Senate Subcommittee on Consumer Protection, Product Safety, and Insurance held a hearing titled Protecting Consumers from False and Deceptive Advertising of Weight-Loss Supplement Products. In her opening statement, committee Chair Senator Claire McCaskill stated that "With so many Americans desperate for anything that might make it easier to lose weight, it's no wonder scam artists and fraudsters have turned to the \$60-billion weightloss market to make a quick buck."
- 10. False advertising of weight-loss products is truly an epidemic. Government regulators are overwhelmed because "One out of ten fraud claims submitted to the FTC are, in fact, for weight-loss products." Indeed, Senator McCaskill stated that "the problem is much larger than any enforcement agency could possibly tackle on its own. Private stakeholders, companies that sell weight-loss products, media outlets, and other advertising platforms, as well as consumer watchdogs, must all do their part to help address this problem."
- 11. Plaintiff is a consumer privacy advocate with dual motivations for purchasing the Product. First, Plaintiff was genuinely interested in using the product as intended. Second, Plaintiff is a "tester" who works to ensure that companies abide by the obligations imposed by California law. As someone who advances important public interests at the risk of vile personal attacks, Plaintiff should be "praised rather than vilified." *Murray v. GMAC Mortgage Corp.*, 434 F.3d 948, 954 (7th Cir. 2006).
- 12. In enacting the consumer protection statutes at issue, the California legislature chose to extend protections to all persons and consumers. Indeed, these statutes are largely enforced by civic-minded "testers" such as Plaintiff. See *Tourgeman v. Collins Fin. Servs.*, Inc., 755 F.3d 1109 (9<sup>th</sup> Cir.



nerally discussing value and importance s statutes). 1

s that it is a "Carb and Sugar Blocker":

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14. In accompanying promotional and marketing materials, Defendant claims:

"<mark>fights glucose spikes, carb absorption, sugar cravings, fat storage"</mark>

Civil rights icon Rosa Parks was acting as a "tester" when she initiated the Montgomery Bus Boycott in 1955, as she voluntarily subjected herself to an illegal practice to obtain standing to challenge the practice in Court. See <a href="https://www.naacpldf.org/press-release/ldf-pays-tribute-to-rosa-parks-on-the-sixtieth-anniversary-of-her-courageous-stand-against-segregation/">https://www.naacpldf.org/press-release/ldf-pays-tribute-to-rosa-parks-on-the-sixtieth-anniversary-of-her-courageous-stand-against-segregation/</a> "(Contrary to popular myth, Rosa Parks was not just a tired seamstress who merely wanted to sit down on a bus seat that afternoon. She refused to give up her seat on principle. Parks had long served as the secretary of the Montgomery branch of the NAACP [and] challenging segregation in Montgomery's transportation system was on the local civil rights agenda for some time.") (last downloaded November 2022).

""helps block digestive enzyme that absorbs sugar"

""promotes healthy after-meal blood sugar levels""

""supports healthy insulin function""

""regulates sugar cravings"""

- The share worked statement
- 15. The above-quoted statements are false, misleading, deceptive, and unlawful. Moreover, the above-quoted statements create express or implied warranties and Defendant has breached said warranties for the reasons described herein.
- 16. Defendant's false claims convey that the Product is capable of helping consumers lose meaningful weight in a sustainable manner. However, these claims, taken individually and especially in context of the label as a whole, are false and misleading.
- 17. Within the class period, Plaintiff purchased the Product in California based partly upon the above-referenced efficacy claims. Plaintiff used the Product as directed but did not experience any of the benefits promised by the Product.
- 18. Numerous randomized, placebo controlled scientific studies demonstrate that the ingredients in the Product do not provide any meaningful and sustainable weight management benefits in humans when taken as directed and at safe levels. Indeed, the United States Food and Drug Administration has warned that the efficacy claims related to the ingredients in the Product "are not supported by competent and reliable scientific evidence", "lack substantiation", and are "false and misleading."
- 19. On information and belief, Defendant makes the false and misleading efficacy claims by purporting to rely on one or more knowingly flawed or discredited clinical trials. This is because most clinical trials of dietary supplements have flawed methodology that renders them useless in determining the real value of the studied ingredients, leading to conclusions that lack scientific meaning, are inaccurate, and defy overwhelming contrary evidence. See

https://www.biospace.com/article/most-vitamin-studies-flawed-oregon-state-university-researcher-1 reveals-/ (last downloaded November 2022). 2 V. **CLASS ALLEGATIONS** 3 20. Plaintiff brings this action individually and on behalf of all others similarly situated (the 4 "Class") defined as follows: 5 All persons who purchased the Product in California for personal use 6 during the Class Period. 7 NUMEROSITY: Plaintiff does not know the number of Class Members but believes the 8 A. number to be in the thousands, if not more. The exact identities of Class Members may be ascertained 9 10 by the records maintained by Defendant and its authorized retailers. B. COMMONALITY: Common questions of fact and law exist as to all class members, 11 and predominate over any questions affecting only individual members of the Class. Such common 12 legal and factual questions, which do not vary between Class members, and which may be determined 13 without reference to the individual circumstances of any Class Member, include but are not limited to 14 the following: 15 i. Whether Defendant breached any express warranties made to Plaintiff and the Class; 16 ii. Whether Defendant breached any implied warranties made to Plaintiff and the Class; 17 iii. Whether Defendant engaged, and continues to engage, in unfair or deceptive acts and 18 practices in connection with the marketing, advertising, and sales of the Product; 19 20 iv. Whether Defendant violated other consumer protection statutes, false advertising statutes, or state deceptive business practices statutes; 21 The proper amount of restitution, damages, and punitive damages; and 22 V. vi. The proper injunctive relief, including a corrective advertising campaign. 23 C. TYPICALITY: As a person who purchased the product for personal use and used it as 24 directed, Plaintiff is asserting claims that are typical of the Class. 25 D. ADEQUACY: Plaintiff will fairly and adequately protect the interests of the members 26 of The Class. Plaintiff has retained attorneys experienced in the class action litigation. All individuals 27 28

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about the Product;

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vii. By violating Cal. Bus. & Prof. Code § 12606.2 and 21 C.F.R. § 100.100;

By violating California Civil Code §§ 1709-1711 by suppressing material information

By violating the California Commercial Code for breaches of express and implied

viii. By violating the False Advertising Law, Cal. Bus. & Prof. Code §§ 17500 et seq.; 1 By violating the Consumers Legal Remedies Act, Cal. Civ. Code §§ 1750 et seq.; 2 ix. By violating the California Sherman Food, Drug, and Cosmetic Law, Cal. Health & Safety 3 Χ. Code §§ 110100 et seq. 4 23. 5 Such conduct is ongoing and continues to this date. SECOND CAUSE OF ACTION 6 7 Violations of the False Advertising Law, Cal. Bus. & Prof. Code §§ 17500 et seq. 8 24. 9 Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein. 10 25. The FAL provides that "[i]t is unlawful for any person, firm, corporation or association, 11 or any employee thereof with intent directly or indirectly to dispose of real or personal property or to 12 perform services" to disseminate any statement "which is untrue or misleading, and which is known, 13 or which by the exercise of reasonable care should be known, to be untrue or misleading." Cal. Bus. & 14 Prof. Code § 17500. 15 26. As alleged herein, the advertisements, labeling, policies, acts, and practices of 16 Defendant relating to the advertising of the Product are untrue and misleading. 17 27. Plaintiff has standing to pursue this claim as Plaintiff suffered injury in fact as a result 18 of Defendant's actions as set forth herein. Specifically, prior to the filing of this action, Plaintiff 19 20 purchased the Product in reliance on Defendant's false and misleading labeling claims that the Product, among other things, aids in weight management. 21 28. Defendant profited from its sale of the falsely and deceptively advertised Product to 22 23 unwary consumers. 29. As a result, Plaintiff, the Class, and the general public are entitled to public injunctive 24 and equitable relief, restitution, and an order for the disgorgement of the funds by which Defendant 25 was unjustly enriched. 26 27 28

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30. Pursuant to Cal. Bus. & Prof. Code § 17535, Plaintiff, on behalf of themselves and the Class, seek an order enjoining Defendant from continuing to engage in deceptive business practices, false advertising, and any other act prohibited by law, including those set forth in this Complaint.

#### THIRD CAUSE OF ACTION

#### Violations of the Consumer Legal Remedies Act,

#### Cal. Civ. Code §§ 1750 et seq.

- 31. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.
- 32. The CLRA prohibits deceptive practices in connection with the conduct of a business that provides goods, property, or services primarily for personal, family, or household purposes.
- 33. Defendant's false and misleading labeling and other policies, acts, and practices were designed to, and did, induce the purchase and use of the Product for personal, family, or household purposes by Plaintiff and Class Members, and violated and continue to violate the following sections of the CLRA:
  - i. § 1770(a)(5): representing that goods have characteristics, uses, or benefits which they do not have; and
  - ii. § 1770(a)(7): representing that goods are of a particular standard, quality, or grade if they are of another;
- 34. Defendant profited from the sale of the falsely, deceptively, and unlawfully advertised Product to unwary consumers. Defendant's wrongful business practices constituted, and constitute, a continuing course of conduct in violation of the CLRA.
- 35. Pursuant to §1782 of the CLRA, by this Complaint Plaintiff has notified Defendant in writing of the particular violations of §1770 of the CLRA and demanded that Defendant rectify the actions described above by providing monetary relief, agreeing to be bound by its legal obligations, and giving notice to all affected customers of its intent to do so.
- 36. If Defendant does not comply within 30 days, this Complaint shall be deemed to include a request for monetary damages as set forth herein. Until such time, this Complaint seeks

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only injunctive relief for Defendant's violations of the CLRA and not damages under §§ 1770 and 1782. FOURTH CAUSE OF ACTION **Breach of Express Warranties,** Cal. Com. Code § 2313(1) 37. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein. 38. Through the Product's label and advertising, Defendant made affirmations of fact or promises, or description of goods, described above, which were "part of the basis of the bargain," in that Plaintiff and the Class purchased the Product in reasonable reliance on those statements. Cal. Com. Code § 2313(1). 39. The foregoing representations were material and were a substantial factor in causing the harm suffered by Plaintiff and the Class because they concerned alleged efficacy of the Product regarding the ability to aid with weight management. These representations had an influence on consumers' decisions in purchasing the 40. Product. 41. Defendant made the above representations to induce Plaintiff and the members of Class to purchase the Product. Plaintiff and the Class members relied on the representations when purchasing Defendant's product. 42. Defendant breached the express warranties by selling a Product that does not and cannot provide the promised benefits. 43. That breach actually and proximately caused injury in the form of the lost purchase price that Plaintiff and Class members paid for the Product. FIFTH CAUSE OF ACTION **Breach of Implied Warranties**, Cal. Com. Code § 2314 44. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if set forth in full herein.

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- 45. Defendant, through its acts and omissions set forth herein, in the sale, marketing, and promotion of the Product, made representations to Plaintiff and the Class that, among other things, the Product would aid in weight management.
- 46. Plaintiff and the Class bought the Product manufactured, advertised, and sold by Defendant, as described herein.
- 47. Defendant is a merchant with respect to the goods of this kind which were sold to Plaintiff and the Class, and there was, in the sale to Plaintiff and other consumers, an implied warranty that those goods were merchantable.
- 48. However, Defendant breached that implied warranty in that the Product does not aid in weight management.
- 49. As an actual and proximate result of Defendant's conduct, Plaintiff and the Class did not receive goods as impliedly warranted by Defendant to be merchantable in that it did not conform to promises and affirmations made on the container or label of the goods nor is it fit for its ordinary purpose, aiding in weight management.
- 50. Plaintiff and Class have sustained damages as a proximate result of the foregoing breach of implied warranty in the amount of the Product's purchase price.

#### VII. PRAYER FOR RELIEF

Wherefore, Plaintiff, on behalf of himself, all others similarly situated, and the general public, pray for judgment against Defendant as to each and every cause of action, including:

- i. An order certifying this action as a class action pursuant to Federal Rules of Civil Procedure 23(b)(1), 23(b)(2), and/or 23(b)(3);
- ii. An order maintaining this action as a class action and/or an order maintaining a particular issue class action pursuant to Federal Rule of Civil Procedure 23(c)(4);
- iii. An order requiring Defendant to bear the costs of class notice;
- iv. An order appointing Plaintiff as the class representatives and Pacific Trial Attorneys as Class Counsel;
- v. An order compelling Defendant to conduct a corrective advertising campaign;

vi. An order compelling Defendant to destroy all misleading and deceptive advertising 1 materials and product labels, and to recall all offending Products; 2 An order awarding disgorgement of Defendant's profits that were obtained from its illvii. 3 gotten gains in connection with its sales of the Product to Plaintiff and the class members; 4 viii. An order awarding restitution in the amount of the purchase price paid by the class 5 members for the Product; 6 An award for punitive damages; 7 ix. 8 An award of attorneys' fees and costs; and X. An order providing for all other such further relief as may be just and proper. 9 xi. 10 Dated: December 2, 2022 PACIFIC TRIAL ATTORNEYS, APC 11 12 13 Scott. J. Ferrell Attorneys for Plaintiff 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28