1 2 3	FARUQI & FARUQI, LLP Lisa Omoto (SBN 303830) 1901 Avenue of the Stars, Suite 1060 Los Angeles, CA 90067 Telephone: (424) 256-2884 Facsimile: (424) 256-2885	
4	E-mail: lomoto@faruqilaw.com	
5	Attorneys for Plaintiff Stacy Dorcas	
6 7	SUPERIOR COURT OF THE COUNTY OF SAN	
8	STACY DORCAS, individually and on behalf of	Case No.:
9	all others similarly situated,	CLASS ACTION COMPLAINT
10	Plaintiff,	1. Violation of California Civil Code §1750, <i>et seq</i> .
11 12	v.	2. Violation of California Business and Professions Code § 17200, <i>et</i>
13	ATERIAN, INC.,	seq. 3. Violation of California Business
14	Defendant.	and Professions Code § 17500, <i>et seq</i> .
15 16		4. Violation of California Commercial Code § 2313
17		5. Violation of California Commercial Code § 2314
18		6. Common Law Fraud
19		7. Intentional Misrepresentation
20		8. Negligent Misrepresentation
21		9. Quasi-Contract/Unjust
22		Enrichment/Restitution
23		JURY TRIAL DEMANDED
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25 26		
26 27		
27		
20	CLASS ACTION	COMPLAINT

1	Plaintiff Stacy Dorcas ("Plaintiff") by and through her counsel, brings this Class Action	
2	Complaint against Defendant Aterian, Inc. ("Aterian" or "Defendant"), on behalf of herself and all	
3	others similarly situated, and alleges upon personal knowledge as to her own actions, and upon	
4	information and belief as to counsel's investigations and all other matters, as follows:	
5	NATURE OF THE ACTION	
6	1. Plaintiff brings this consumer protection class action lawsuit against Defendant, based	
7	on Defendant's representations regarding all Mueller branded products (the "Products").	
8	2. Specifically, on the packaging for all the Products, Aterian places an Austrian flag and	
9	the word "Austria" (together, the "Austrian Representations").	
10	3. Plaintiff and others have relied on the Austrian Representations when purchasing the	
11	Products, believing that the Products are made or designed in Austria. However, unbeknownst to	
12	consumers, the Products are neither made nor designed in Austria.	
13	4. Had Plaintiff and consumers known that the Products were neither made nor designed	
14	in Austria, they would not have purchased the Products, or would have paid significantly less for the	
15	Products. Therefore, Plaintiff and other consumers have suffered injury in fact as a result of the	
16	Austrian Representations.	
17	5. Plaintiff brings this class action lawsuit on behalf of herself and all others similarly	
18	situated. Plaintiff seeks to represent a California Subclass, a California Consumer Subclass, and a	
19	Nationwide Class (defined <i>infra</i> in paragraphs 23-25) (collectively referred to as "Classes").	
20	6. Plaintiff, on behalf of herself and other consumers, is seeking damages, restitution,	
21	declaratory and injunctive relief, and all other remedies the court deems appropriate.	
22	JURISDICTION AND VENUE	
23	7. This Court has original jurisdiction over this case pursuant to California Constitution,	
24	Article VI § 10, because this case is a cause not given by statute to other trial courts.	
25	8. This Court has personal jurisdiction over Defendant because Defendant has sufficient	
26	minimum contacts in California or otherwise intentionally did avail itself of the markets within	
27	California, through sale of its Products to California consumers. Defendant has distributed the	
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	CLASS ACTION COMPLAINT	

1 Products throughout California, including in this County.

9. Venue is proper in this County pursuant to California Code of Civil Procedure section
395(a) given that Defendant does not reside in California. In addition, venue is appropriate pursuant
to Cal. Civ. Code section 1780(d) because Defendant conducts business in this County, given that
Defendant has sold the Products to putative class members in this County.

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## PARTIES

10. Plaintiff Stacy Dorcas is a citizen of California. In or around August 2019, Plaintiff
purchased a Mueller whistling tea kettle from Amazon.com. Additionally, Plaintiff purchased a
Mueller onion chopper in November 2019 from Amazon.com. Plaintiff purchased these Products,
reasonably believing that, based on the Austrian Representations, the Products were made or designed
in Austria. Plaintiff would not have purchased the Products, or would have paid significantly less for
them, had she known that the Products were neither made nor designed in Austria. Plaintiff therefore
has suffered injury in fact and has lost money as a result of Defendant's practices, as described herein.

14 11. Defendant Aterian, Inc. is a corporation which is incorporated in Delaware with its
15 principal place of business in New York, New York. Defendant labels, distributes, sells, and
16 advertises the Products across the country, including in California. Defendant has maintained
17 substantial distribution and sales in this County.

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# FACTUAL ALLEGATIONS

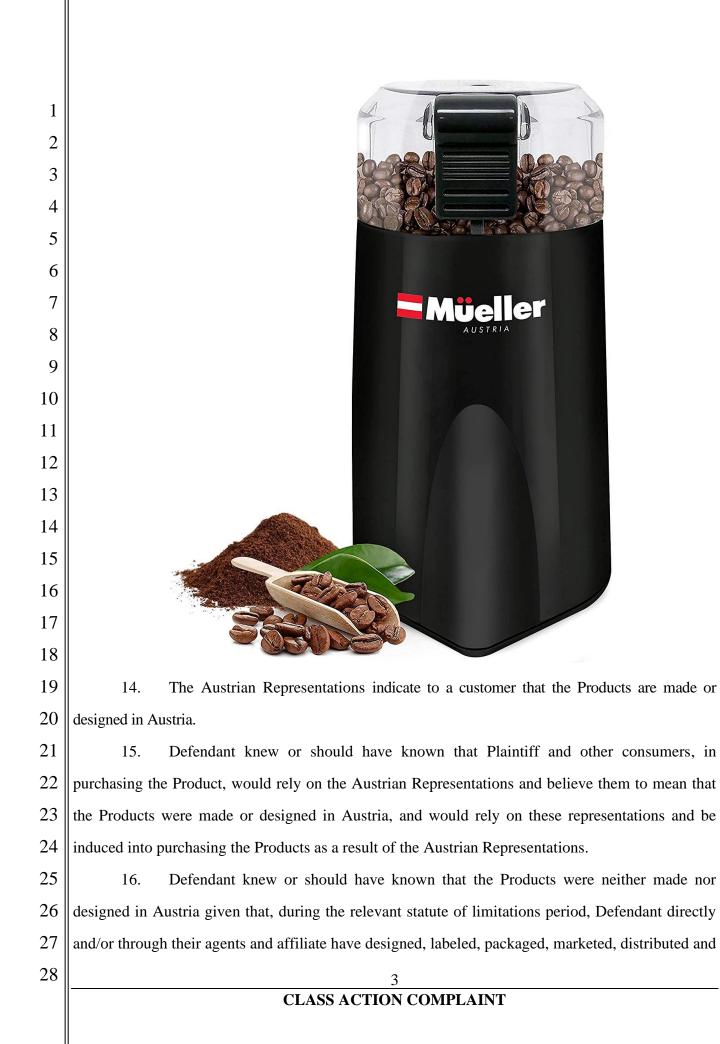
19 **A.** Background

20 12. Defendant markets and sells home and kitchen tools and gadgets under its Mueller
21 Austria product line. Defendant sells the Products directly to consumers through its online website,
22 muellerdirect.com as well as through Amazon.com.

13. As depicted below in a representative example, on the front of each of the Products,
Aterian places an Austrian flag and the word "Austria" on the packaging of all the Products (together,
the "Austrian Representations").

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sold the Products throughout the country including but not limited to in California. Defendant further
 knew what representations it has made about the Products, as all of those representations appeared on
 the Products' packaging, labeling, and Defendant's advertisements.

4 17. Plaintiff and other consumers did not know, and had no reason to know, that the
5 Austrian Representations are incorrect.

6 18. Plaintiff and other consumers would not have purchased the Products, or would have
7 paid significantly less for the Products, had they known that the Austrian Representations were
8 incorrect. Therefore, Plaintiff and other consumers purchasing the Products have suffered injury in
9 fact and have lost money as a result of Defendant's practices, as described herein.

10 19. Each consumer has been exposed to the same or substantially similar practice, as at all
11 relevant times: (1) Defendant uniformly placed the Austrian Representations on the packaging and
12 online advertising for each of the Products; and (2) each of the Products were neither made nor
13 designed in Austria.

14 20. Plaintiff and other consumers have paid an unlawful premium for the Products.
15 Plaintiff and other consumers would have paid significantly less for the Products, or would not have
16 purchased them at all, had they known that the Products' were neither made nor designed in Austria.
17 Therefore, Plaintiff and other consumers purchasing the Products suffered injury-in-fact and lost
18 money as a result of Defendant's practices as described herein.

19 21. As a result of its business practice, and the harm caused to Plaintiff and other
20 consumers, Defendant should be required to pay for all damages caused to consumers, including
21 Plaintiff. Furthermore, Defendant should be enjoined from engaging in these practices.

22 22. Despite being misled by Defendant, Plaintiff wishes to continue purchasing the 23 Products, but cannot rely on the Austrian Representations in the future. Although Plaintiff regularly 24 visits Amazon.com, where Defendant's Products are sold, because she was misled in the past by 25 Defendant, absent an injunction, she will be unable to rely with confidence on Defendant's 26 representations in the future and will therefore abstain from purchasing the Products, even though she 27 would like to purchase them. In addition, members of the proposed classes run the risk of continuing

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to purchase the Products, under the assumption that the Products are made or designed in Austria.
 Until Defendant or their agents manufacture the Products in Austria, or is enjoined from making the
 representations described herein, Plaintiff and other consumers will continue to bear this ongoing
 injury.

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### **CLASS ACTION ALLEGATIONS**

Plaintiff brings this case as a class action that may be properly maintained under
California Code of Civil Procedure § 382 and other applicable laws, on behalf of herself and all
persons in the United States, its territories, or any United States military facility or exchange, who
from December 9, 2018, until the present, purchased the Products ("Nationwide Class").

Plaintiff also seeks to represent a subclass defined as all California citizens, who from
December 9, 2018 until the present, purchased the Products ("California Subclass").

12 25. Plaintiff also seeks to represent a subclass defined as all California citizens, who from
13 December 9, 2018 until the present, purchased the Products for personal, family, or
14 household purposes ("California Consumer Subclass").

15 26. Excluded from the Classes are Defendant, the officers and directors of the Defendant 16 at all relevant times, members of their immediate families and their legal representatives, heirs, 17 successors or assigns and any entity in which Defendant has or had a controlling interest. Any judge 18 and/or magistrate judge to whom this action is assigned, and any members of such judges' staffs and 19 immediate families are also excluded from the Classes. Also excluded from the Classes is the 20 Mediator Louis M. Meisinger, and their employees, legal representatives, heirs, successors, assigns, 21 or any members of their immediate family.

22 27. Plaintiff hereby reserves the right to amend or modify the class definitions with greater
23 specificity or division after having had an opportunity to conduct discovery.

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28. Plaintiff is a member of all Classes.

25 29. <u>Numerosity</u>: The proposed Classes are so numerous that joinder of all members would
26 be impractical. Further, Defendant's sales of the Products across the country during the class period
27 are in the millions of dollars. Accordingly, members of the Classes are so numerous that their

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1	individual joinder herein is impractical. While the precise number of class members and their	
2	identities are unknown to Plaintiff at this time, these Class members are identifiable and ascertainable.	
3	30. <u>Common Questions Predominate</u> : There are questions of law and fact common to the	
4	proposed Classes that will drive the resolution of this action and will predominate over questions	
5	affecting only individual Class members. These questions include, but are not limited to, the	
6	following:	
7	a. Whether Defendant misrepresented material facts and/or failed to disclose material	
8	facts in connection with the packaging, marketing, distribution, and sale of the	
9	Products;	
10	b. Whether Defendant's packaging and advertising constituted false or deceptive	
11	advertising;	
12	c. Whether Defendant engaged in unfair, unlawful and/or fraudulent business	
13	practices;	
14	d. Whether Defendant's unlawful conduct, as alleged herein, was intentional and	
15	knowing;	
16	e. Whether Plaintiff and the Classes are entitled to damages and/or restitution, and in	
17	what amount;	
18	f. Whether Defendant is likely to continue using false, misleading or unlawful	
19	conduct such that an injunction is necessary; and	
20	g. Whether Plaintiff and the Classes are entitled to an award of reasonable attorneys'	
21	fees, interest, and costs of suit.	
22	31. Defendant has engaged in a common course of conduct giving rise to violations of the	
23	legal rights sought to be enforced uniformly by Plaintiff and Class members. Similar or identical	
24	statutory and common law violations, business practices, and injuries are involved. The injuries	
25	sustained by members of the proposed Classes flow, in each instance, from a common nucleus of	
26	operative fact, namely, Defendant's deceptive packaging and advertising of the Products. Each	
27	instance of harm suffered by Plaintiff and Class members has directly resulted from a single course	
28	6	
	CLASS ACTION COMPLAINT	

of conduct. Therefore, individual questions, if any, pale in comparison to the numerous common
 questions presented in this action.

3 32. <u>Superiority</u>: Because of the relatively small size of the individual Class members' 4 claims, no Class member could afford to seek legal redress on an individual basis. Furthermore, 5 individualized litigation increases the delay and expense to all parties and multiplies the burden on 6 the judicial system presented by the complex legal and factual issues of this case. Individualized 7 litigation also presents a potential for inconsistent or contradictory judgments. A class action is 8 superior to any alternative means of prosecution.

9 33. <u>Typicality</u>: Plaintiff's claims are typical of the claims of the Classes she seeks to
10 represent in that Plaintiff and members of the Classes have been and continue to be exposed to
11 Defendant's misleading labeling, have purchased Products relying on the misleading labeling, and
12 have suffered losses as a result of such purchases.

34. <u>Adequacy</u>: Plaintiff is an adequate representative of the Classes because her interests
do not conflict with the interests of the members of the Classes she seeks to represent, she has retained
competent counsel experienced in prosecuting class actions, and she intends to prosecute this action
vigorously. The interests of the members of the Classes will be fairly and adequately protected by
the Plaintiff and her counsel.

18 35. Defendant has also acted, or failed to act, on grounds generally applicable to Plaintiff
19 and the proposed Classes, supporting the imposition of uniform relief to ensure compatible standards
20 of conduct toward the members of the Classes.

FIRST CAUSE OF ACTION Violation of California's Consumers Legal Remedies Act ("CLRA"),

> California Civil Code §§ 1750, et seq. (for the California Consumer Subclass)

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36. Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set forth .

25 herein.

26 37. Plaintiff brings this claim individually and on behalf of the members of the proposed
27 California Consumer Subclass against Defendant.

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38. The Products are "goods" within the meaning of Cal. Civ. Code § 1761(a), and the
 purchases of such products by Plaintiff and members of the California Consumer Subclass constitute
 "transactions" within the meaning of Cal. Civ. Code § 1761(e).

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39. Cal. Civ. Code § 1770(a)(5) prohibits "[r]epresenting that goods or services have
sponsorship, approval, characteristics, ingredients, uses, benefits, or quantities which they do not have...."
By advertising the Products with the Austrian Representations, Defendant has represented and continues
to represent that the Products have characteristics and benefits which they do not have: that the Products
are made or designed in Austria. Therefore, Defendant has violated section 1770(a)(5) of the CLRA.

9 40. Cal. Civ. Code § 1770(a)(7) prohibits "[r]epresenting that goods or services are of a
10 particular standard, quality, or grade, or that goods are of a particular style of model, if they are
another." By advertising the Products with the Austrian Representations, Defendant has represented and
continues to represent that the Products are of a particular standard, quality, and/or grade when they are
not. Therefore, Defendant has violated section 1770(a)(7) of the CLRA.

14 41. Cal. Civ. Code § 1770(a)(9) prohibits "[a]dvertising goods or services with intent not
15 to sell them as advertised." By advertising the Products with the Austrian Representations, and then not
16 selling the Products to meet those standards, Defendant has violated section 1770(a)(9) of the CLRA.

42. At all relevant times, Defendant knew or reasonably should have known that the
Products were neither made nor designed in Austria and that Plaintiff and other members of the
California Consumer Subclass would reasonably and justifiably rely on Defendant's marketing and
advertising in purchasing the Products.

43. Plaintiff and members of the California Consumer Subclass have reasonably and
justifiably relied on Defendant's conduct when purchasing the Products. Moreover, based on the very
materiality of Defendant's conduct, reliance on such conduct is a material reason for the decision to
purchase the Products and may be presumed or inferred for Plaintiff and members of California
Consumer Subclass.

26 44. Plaintiff and members of the California Consumer Subclass suffered injuries caused
27 by Defendant because they would not have purchased the Products, or would have paid significantly

1	less for the Products, had they known that Defendant's conduct was misleading.	
2	45. Under Cal. Civ. Code § 1780(a), Plaintiff and members of the California Consumer	
3	Subclass seek damages, restitution, declaratory and injunctive relief, and all other remedies the court	
4	deems appropriate for Defendant's violations of the CLRA.	
5	46. Pursuant to Cal. Civ. Code § 1782, on October 23, 2021, counsel for Plaintiff mailed	
6	a notice and demand letter by certified mail, with return receipt requested, to Defendant (see Exhibit	
7	"A"). Defendant received this letter on October 25, 2021. Because Defendant has failed to rectify or	
8	remedy the damages caused within 30 days of receipt, Plaintiff is timely filing this Class Action	
9	Complaint seeking injunctive relief under the CLRA.	
10	SECOND CAUSE OF ACTION	
11	<u>Violation of California's Unfair Competition Law ("UCL"),</u> <u>California Business &amp; Professions Code §§ 17200, et seq.</u>	
12	(for the California Subclass and California Consumer Subclass)	
13	47. Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set	
14	forth herein.	
15	48. Plaintiff brings this claim individually and on behalf of the members of the proposed	
16	California Subclass and California Consumer Subclass against Defendant.	
17	49. UCL §17200 provides, in pertinent part, that "unfair competition shall mean and	
18	include any unlawful, unfair or fraudulent business act or practice and unfair, deceptive, untrue or	
19	misleading advertising"	
20	50. Under the UCL, a business act or practice is "unlawful" if it violates any established	
21	state or federal law.	
22	51. Defendant's false and misleading advertising of the Products is therefore "unlawful"	
23	because it violates the CLRA, California's False Advertising Law ("FAL"), and other applicable laws	
24	as described herein.	
25	52. As a result of Defendant's unlawful business acts and practices, Defendant has	
26	unlawfully, unfairly and/or fraudulently obtained money from Plaintiff, and members of both the	
27	California Subclass and California Consumer Subclass.	
28	9	
	CLASS ACTION COMPLAINT	

Under the UCL, a business act or practice is "unfair" if the Defendant's conduct is
 substantially injurious to consumers, offends public policy, and is immoral, unethical, oppressive,
 and unscrupulous, as the benefits for committing such acts or practices are outweighed by the gravity
 of the harm to the alleged victims.

5 54. Defendant's conduct has been and continues to be of no benefit to purchasers of the
6 Products, as it was and continues to be false, misleading, unfair, and unlawful. Representing that the
7 Products are made or designed in Austria when they are not is of no benefit to customers. Therefore,
8 Defendant's conduct was and continues to be "unfair."

9 55. As a result of Defendant's unfair business acts and practices, Defendant has and
10 continues to unfairly obtain money from Plaintiff, and members of both the California Subclass and
11 California Consumer Subclass.

12 56. Under the UCL, a business act or practice is "fraudulent" if it actually deceives or is
13 likely to deceive members of the consuming public.

14 57. Defendant's conduct here was and continues to be fraudulent because it has the effect
15 of deceiving consumers into believing that the Products are made or designed in Austria when they
16 are not. Because Defendant has misled Plaintiff and members of both the California Subclass and
17 California Consumer Subclass, Defendant's conduct is "fraudulent."

18 58. As a result of Defendant's fraudulent business acts and practices, Defendant has and
19 continues to fraudulently obtain money from Plaintiff, and members of both the California Subclass
20 and California Consumer Subclass.

59. Plaintiff requests that this Court cause Defendant to restore this unlawfully, unfairly,
and fraudulently obtained money to Plaintiff, and members of both the California Subclass and
California Consumer Subclass, to disgorge the profits Defendant made on these transactions, and to
enjoin Defendant from violating the UCL or violating it in the same fashion in the future as discussed
herein. Otherwise, Plaintiff, and members of both the California Subclass and California Consumer
Subclass may be irreparably harmed and/or denied an effective and complete remedy if such an order
is not granted.

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3	<u>THIRD CAUSE OF ACTION</u> Violation of California's False Advertising Law ("FAL"),
4	California Business & Professions Code §§ 17500, et seq.
5	(for the California Subclass and California Consumer Subclass)
6	60. Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set forth
7	herein.
8	61. Plaintiff brings this claim individually and on behalf of the members of the proposed
9	California Subclass and California Consumer Subclass against Defendant.
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	62. California's FAL makes it "unlawful for any personto make or disseminate or cause
11	to be made or disseminated before the public in any advertising device or in any other manner or
12	means whatever, including over the Internet, any statement, concerning personal propertywhich
13	is untrue or misleading, and which is known, or which by the exercise of reasonable care should be
14	known, to be untrue or misleading" Cal. Bus. & Prof. Code § 17500.
15	63. Defendant has disseminated to the public, including Plaintiff and members of both the
16	California Subclass and California Consumer Subclass, false and misleading statements concerning
17	the nature of the Products, specifically that the Products are made or designed in Austria when they
18	are not. Because Defendant has disseminated false and misleading information regarding the
19	Products and Defendant knows or should have known through the exercise of reasonable care that
20	these representations are false and misleading, Defendant has violated the FAL.
21	64. Furthermore, Defendant knows or should have known through the exercise of
22	reasonable care that such statements are unauthorized, inaccurate, and misleading.
23	65. As a result of Defendant's false advertising and marketing, Defendant fraudulently
24	obtained money from Plaintiff and members of both the California Subclass and California Consumer
25	Subclass.
26	66. Plaintiff requests that this Court cause Defendant to restore this money to Plaintiff and
27	members of both the California Subclass and California Consumer Subclass, to disgorge the profits
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1	Defendant made on these transactions, and to enjoin Defendant from violating the FAL or violating	
2	it in the same fashion in the future as discussed herein. Otherwise, Plaintiff and members of both the	
3	California Subclass and California Consumer Subclass may be irreparably harmed and/or denied an	
4	effective and complete remedy if such an order is not granted.	
5	FOURTH CAUSE OF ACTION	
6	<u>Breach of Express Warranty,</u> California Commercial Code § 2313	
7	(for the California Subclass and California Consumer Subclass)	
8	67. Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set forth	
9	herein.	
10	68. Plaintiff brings this claim individually and on behalf of the members of the proposed	
11	California Subclass and California Consumer Subclass against Defendant.	
12	69. California Commercial Code § 2313 provides that "(a) Any affirmation of fact or	
13	promise made by the seller to the buyer which relates to the goods and becomes part of the basis of	
14	the bargain creates an express warranty that the goods shall conform to the affirmation or promise,"	
15	and "(b) any description of the goods which is made part of the basis of the bargain creates an express	
16	warranty that the goods shall conform to the description." Cal. Comm. Code § 2313.	
17	70. Defendant has warranted that the Products are made or designed in Austria based on	
18	the Austrian Representations. These representations are affirmations made by Defendant to	
19	consumers. These representations became part of the basis of the bargain to purchase the Products	
20	and have created an express warranty that the Products would conform to these affirmations. In the	
21	alternative, the representations regarding the Products are descriptions of goods which were made as	
22	part of the basis of the bargain to purchase the Products, and which have created an express warranty	
23	that the Products would conform to the product descriptions.	
24	71. Plaintiff and members of both the California Subclass and California Consumer	
25	Subclass have reasonably and justifiably relied on Defendant's express warranties that the Products	
26	are made or designed in Austria, believing that that the Products do in fact conform to those	
27	warranties.	
28	12	

72. Defendant has breached the express warranties made to Plaintiff and members of both
 the California Subclass and California Consumer Subclass by failing to manufacture and/or design
 the Products in Austria.

73. Plaintiff and members of both the California Subclass and California Consumer
Subclass have paid money for the Products but have not obtained the full value of the Products as
represented. If Plaintiff and members of both the California Subclass and California Consumer
Subclass had known of the true nature of the Products, they would not have purchased the Products,
or would not have been willing to pay the premium price associated with the Products.

9 74. As a result, Plaintiff and members of both the California Subclass and California
10 Consumer Subclass have suffered injury and deserve to recover all damages afforded under the law.

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#### <u>FIFTH CAUSE OF ACTION</u> <u>Breach of Implied Warranty,</u> <u>California Commercial Code § 2314</u> (for the California Subclass and California Consumer Subclass)

Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set forth
herein.

16 76. Plaintiff brings this claim individually and on behalf of the members of the proposed
17 California Subclass and California Consumer Subclass against Defendant.

18 77. California Commercial Code § 2314(1) provides that "a warranty that the goods shall
19 be merchantable is implied in a contract for their sale if the seller is a merchant with respect to goods
20 of that kind." Cal. Comm. Code § 2314(1).

78. Furthermore, California Commercial Code § 2314(2) provides that "[g]oods to be
merchantable must be at least such as [...] [c]onform to the promises or affirmations of fact made on
the container or label if any." Cal. Comm. Code § 2314(2)(f).

24 79. Defendant is a merchant with respect to the sale of home and kitchen tools and gadgets,
25 including the Products. Therefore, a warranty of merchantability is implied in every contract for sale
26 of the Products to California consumers.

80. In labeling the Products with the Austrian Representations, Defendant has made a

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promise and/or affirmation of fact on the packaging and labeling of the Products. 1 2 81. However, the Products do not conform to the promises and/or affirmations of fact 3 made by Defendant on the packaging and labeling of the Products. To the contrary, the Products are neither made nor designed in Austria. 4 5 Therefore, Defendant has breached its implied warranty of merchantability in regard 82. to the Products. 6 7 83. If Plaintiff and members of both the California Subclass and California Consumer 8 Subclass had known that the Products did not conform to Defendant's promises or affirmations of 9 fact, they would not have purchased the Products, or would not have been willing to pay the premium 10 price associated with Products. Therefore, as a direct and/or indirect result of Defendant's breach, 11 Plaintiff and members of both the California Subclass and California Consumer Subclass have 12 suffered injury and deserve to recover all damages afforded under the law. SIXTH CAUSE OF ACTION 13 Common Law Fraud (for the Classes) 14 15 84. Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set forth 16 herein. 17 85. Plaintiff brings this claim individually and on behalf of the members of the Classes 18 against Defendant. 19 86. Defendant has willfully, falsely, knowingly, or recklessly represented that the Products 20are made or designed in Austria when the Products are neither made nor designed in Austria. 21 Therefore, Defendant has made misrepresentations as to the Products. 22 87. Defendant's misrepresentations are material (i.e., the type of misrepresentations to 23 which a reasonable person would attach importance and would be induced to act thereon in making 24 purchase decisions), because they relate to the geographical origin of the appliances, which 25 consumers value. In this situation, consumers value and are willing to pay more for home and kitchen 26 tools and gadgets that are made in Austria as opposed to other countries, such as China. 27 88. Defendant knows that the Products are neither made nor designed in Austria. 28 14 **CLASS ACTION COMPLAINT** 

B9. Defendant intended that Plaintiff and members of the Classes rely on these
 representations, as evidenced by Defendant prominently featuring the Austrian Representation on the
 Products' labeling, packaging, and advertising.

90. Plaintiff and members of the Classes have reasonably and justifiably relied on
Defendant's misrepresentations when purchasing the Products, have been unaware of the true nature
of the Products, and, had the correct facts been known, would not have purchased the Products, or
would not have purchased them at the premium prices at which they were offered.

8 91. As a direct and proximate result of Defendant's fraud, Plaintiff and members of the
9 Classes have suffered economic losses and other general and specific damages, including, but not
10 necessarily limited to, the monies paid to Defendant, and any interest that would have accrued on
11 those monies, all in an amount to be proven at trial.

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#### <u>SEVENTH CAUSE OF ACTION</u> <u>Intentional Misrepresentation</u> (for the Classes)

Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set forth
herein.

Plaintiff brings this claim individually and on behalf of the members of the Classes
against Defendant.

18 94. Defendant has represented that the Products are made or designed in Austria when
19 they are not. Therefore, Defendant has made misrepresentations about the Products.

20 95. Defendant's misrepresentations regarding the Products are material (i.e., the type of 21 misrepresentations to which a reasonable person would attach importance and would be induced to 22 act thereon in making purchase decisions), because they relate to the geographical origin of the 23 appliances, which consumers value. In this situation, consumers value and are willing to pay more 24 for home and kitchen tools and gadgets that are made in Austria as opposed to other countries, such 25 as China.

26 96. During the time the Austrian Representations were made, Defendant knew that the
27 Products were neither made nor designed in Austria.

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1	97. Defendant intended that Plaintiff and members of the Classes rely on these	
2	representations, as evidenced by Defendant prominently featuring the Austrian Representations on	
3	the Products' labeling, packaging, and advertising.	
4	98. Plaintiff and members of the Classes have reasonably and justifiably relied on	
5	Defendant's misrepresentations when purchasing the Products.	
6	99. As a direct and proximate result of Defendant's misrepresentations, Plaintiff and	
7	members of the Classes have suffered economic losses and other general and specific damages,	
8	including but not limited to the amounts paid for the Products, and any interest that would have	
9	accrued on those monies, all in an amount to be proven at trial.	
10	EIGHTH CAUSE OF ACTION	
11	<u>Negligent Misrepresentation</u> (for the Classes)	
12	100. Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set forth	
13	herein.	
14	101. Plaintiff brings this claim individually and on behalf of the members of the Classes	
15	against Defendant.	
16	102. Defendant has represented that the Products are made or designed in Austria when	
17	they are not. Therefore, Defendant has made misrepresentations about the Products.	
18	103. Defendant's misrepresentations regarding the Products are material (i.e., the type of	
19	misrepresentations to which a reasonable person would attach importance and would be induced to	
20	act thereon in making purchase decisions), because they relate to the geographical origin of the	
21	appliances, which consumers value. In this situation, consumers value and are willing to pay more	
22	for home and kitchen tools and gadgets that are made in Austria as opposed to another country, such	
23	as China.	
24	104. Defendant knows or has been negligent in not knowing that the Products are neither	
25	made nor designed in Austria. Defendant has no reasonable grounds for believing the representations	
26	are true when made.	
27	105. Defendant intended that Plaintiff and members of the Classes rely on these	
28	16	
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representations, as evidenced by Defendant prominently featuring the Austrian Representations on
 the Products' labeling, packaging, and advertising.

3 106. Plaintiff and members of the Classes have reasonably and justifiably relied on
4 Defendant's negligent misrepresentations when purchasing the Products.

5 107. As a direct and proximate result of Defendant's negligent misrepresentations, Plaintiff
6 and members of the Classes have suffered economic losses and other general and specific damages,
7 including but not limited to the amounts paid for the Products, and any interest that would have
8 accrued on those monies, all in an amount to be proven at trial.

<u>NINTH CAUSE OF ACTION</u> Ouasi Contract/Uniust Enrichment/Restitution

(for the Classes)

9

10

11 108. Plaintiff repeats the allegations contained in paragraphs 1-35 above as if fully set forth
herein.

13 109. Plaintiff brings this claim individually and on behalf of the members of the Classes14 against Defendant.

15 110. As alleged herein, Defendant has intentionally and recklessly made false
representations to Plaintiff and members of the Classes to induce them to purchase the Products.
Plaintiff and members of the Classes have reasonably relied on the false representations and have not
received all the benefits promised by Defendant. Plaintiff and members of the Classes therefore have
been falsely induced by Defendant's Austrian Representations on the Products and have paid for them
when they would and/or should not have, or paid more to Defendant for the Products than they
otherwise would and/or should have paid.

22 111. Plaintiff and members of the Classes have conferred a benefit upon Defendant as
23 Defendant has retained monies paid to it by Plaintiff and members of the Classes.

24 112. The monies received have been obtained under circumstances that are at the expense
25 of Plaintiff and members of the Classes – i.e., Plaintiff and members of the Classes have not received
26 the full value of the benefit conferred upon Defendant.

27

113. Therefore, it is inequitable and unjust for Defendant to retain the profit, benefit, or

compensation conferred upon it without paying Plaintiff and the members of the Classes back for the
 difference of the full value of the benefit compared to the value actually received.

3 114. As a direct and proximate result of Defendant's unjust enrichment, Plaintiff and
4 members of the Classes are entitled to restitution, disgorgement, and/or the imposition of a
5 constructive trust upon all profits, benefits, and other compensation obtained by Defendant from its
6 deceptive, misleading, and unlawful conduct as alleged herein.

7

# PRAYER FOR RELIEF

8 WHEREFORE, Plaintiff, individually and on behalf of all others similarly situated,
9 seeks judgment against Defendant, as follows:

a) For an order certifying the Nationwide Class, the California Subclass, and the
California Consumer Subclass, under California Code of Civil Procedure § 382, Civil Code § 1781,
and all other applicable laws; naming Plaintiff as representative of all Classes; and naming
Plaintiff's attorneys as Class Counsel to represent all Classes.

b) For an order declaring that Defendant's conduct violates the statutes and laws
referenced herein;

16 c) For an order finding in favor of Plaintiff, and all Classes, on all counts asserted
17 herein;

d) For an order awarding all compensatory and punitive damages, including under the
California Consumers Legal Remedies Act on behalf of the California Consumer Subclass, in
amounts to be determined by the Court and/or jury;

21

# e) For prejudgment interest on all amounts awarded;

- f) For interest on the amount of any and all economic losses, at the prevailing legal
  rate;
- 24 g) For an order of restitution and all other forms of equitable monetary relief;

25 h) For injunctive relief as pleaded or as the Court may deem proper;

i) For an order awarding Plaintiff and all Classes their reasonable attorneys' fees,
expenses and costs of suit, including as provided by statute such as under California Code of Civil

1	Procedure section 1021.5; and	
2	j) For any other such relief	as the Court deems just and proper.
3		
4		
5	DEMA	ND FOR TRIAL BY JURY
6	Plaintiff demands a trial by jury	on all issues so triable.
7		
8	Dated: December 09, 2022	FARUQI & FARUQI, LLP
9		
10		By: /s/ Lisa Omoto
11		
12		Lisa Omoto (SBN 303830) 1901 Avenue of the Stars, Suite 1060
13		Los Angeles, CA 90067 Telephone: (424) 256-2884 Facsimile: (424) 256-2885
14		E-mail: lomoto@faruqilaw.com
15		
16		Attorney for Plaintiff Stacy Dorcas
17		Slacy Dorcas
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28		19 S ACTION COMPLAINT

1	<b>CLRA Venue Declaration Pursuant to California Civil Code Section 1780(d)</b>
2	I, Stacy Dorcas, declare as follows:
3	
4	1. I am a Plaintiff in this action and a citizen of the State of
5	California. I have personal knowledge of the facts stated herein and, if called as a witness, I could testify competently thereto.
6	2. This Class Action Complaint is filed in the proper place
7	of trial because Defendant has sold the products at issue in this County,
8	and therefore conducts business in this County.
9	I declare under penalty of perjury under the laws of the State of
9 10	California that the foregoing is true and correct, executed on <u>12/8/2022   11:40 AM PST</u> at San Gabriel, California.
11	
12	
13	DocuSigned by:
14	969E8DA3EF45461
15	Stacy Dorcas
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28	20
	CLASS ACTION COMPLAINT