Ca	ase 2:22-cv-09231 Document 1 Filed 12	20/22 Page 1 of 32 Page ID #:1		
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10	Adelina Petrova			
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13	UNITED STATES DISTRICT COURT			
14	CENTRAL DISTR	ICT OF CALIFORNIA		
15				
16	ADELINA PETROVA, individually and on behalf of all others similarly	CASE NO.		
17	situated,	CLASS ACTION COMPLAINT		
18	Plaintiff,	FOR:		
19	v. HOTEL COLLECTION LLC, a	1. Violation of California's		
20	Florida limited liability company; and DOES 1 to 10, inclusive,	Unfair Competition Law, Cal. Bus. & Prof. Code §§ 17200, <i>et</i>		
21 22	Defendants.	<i>seq</i> .; 2. Violation of California's False		
22		Advertising Law, Cal. Bus. &		
24		Prof. Code §§ 17500, <i>et seq.</i> 3. Violation of the California		
25		Consumer Legal Remedies Act, Col. Civ. Code 88 1750 at sage		
26		Cal. Civ. Code §§ 1750, et seq.; and		
27		4. Fraudulent Concealment.		
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		-1-		
	CLASS ACTION COMPLAINT			

Filed Concurrently:

1. Plaintiff's CLRA Venue Affidavit

(JURY TRIAL DEMANDED)

Plaintiff Adelina Petrova ("Plaintiff"), individually and on behalf of all others similarly situated, complains and alleges as follows based on personal knowledge as to herself, on the investigation of her counsel, and on information and belief as to all other matters. Plaintiff believes that substantial evidentiary support will exist for the allegations set forth in this complaint, after a reasonable opportunity for discovery.

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#### **NATURE OF ACTION**

This class action targets Hotel Collection LLC ("Hotel 1. Collection") for its unlawful, unfair, and fraudulent business practice of advertising fictitious prices and corresponding phantom discounts on its scent diffusers other website and many items sold through its (https://www.hotelcollection.com/). This practice of false reference pricing occurs when a retailer fabricates a fake regular, original, and/or former reference price, and then offers an item for sale at a deeply "discounted" price. The result is a sham price disparity that misleads consumers into believing they are receiving a good deal and induces them into making a purchase. Companies like Hotel Collection drastically benefit from employing a false reference pricing scheme and experience increased sales.

2. The California legislature prohibits this misleading practice. The law recognizes the reality that consumers often purchase merchandise marketed as being "on sale" purely because the proffered discount seemed too good to pass up. Accordingly, retailers, including Hotel Collection, have an incentive to lie to customers and advertise false sales. The resulting harm is tangible—the bargain -2-

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hunter's expectations about the product he or she purchased is that it has a higher perceived value and she may not have purchased the product but for the false savings.

3. The advertised discounts are fictitious because the reference price 4 does not represent a bona fide price at which Hotel Collection previously sold a 5 substantial quantity of the merchandise for a reasonable period of time (or at all) as 6 required by the Federal Trade Commission ("FTC"). In addition, the represented 7 reference price was not the prevailing market retail price within the three months 8 immediately preceding the publication of the advertised former reference price, as 9 required by California law. The deception is magnified for these products, because 10 the representation of the false reference price leads consumers like Plaintiff to 11 believe they are purchasing a product of substantially higher quality and that they 12 are purchasing a product that was previously offered for sale at the significantly 13 higher reference price. 14

4. Through its false and misleading marketing, advertising, and pricing 15 scheme, Hotel Collection violated and continues to violate California law, which 16 prohibits (1) advertising goods for sale as discounted from former prices that are 17 false, and (2) misleading statements about the existence and amount of price 18 reductions. Specifically, Hotel Collection violated and continues to violate: 19 California's Unfair Competition Law, Business & Professions Code §§ 17200, et 20 seq. (the "UCL"); California's False Advertising Law, Business & Professions 21 Code §§ 17500, et seq. (the "FAL"); the California Consumer Legal Remedies Act, 22 California Civil Code §§ 1750, et seq. (the "CLRA"); and the Federal Trade 23 Commission Act ("FTCA"), 15 U.S.C. §§ 45, 52. 24

5. Plaintiff brings this action on behalf of herself and other similarly
situated consumers who have purchased one or more scent diffusers, and other
items, from Hotel Collection's online store that were deceptively represented as
discounted from false former reference prices in order to halt the dissemination of

this false, misleading, and deceptive pricing scheme, to correct the false and misleading perception it has created in the minds of consumers, and obtain redress for those who have purchased merchandise tainted by this deceptive pricing scheme. Plaintiff seeks to obtain damages, injunctive relief, and other appropriate relief as a result of Hotel Collection's sales of merchandise offered at a false discount.

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6. Finally, Plaintiff seeks reasonable attorneys' fees pursuant to California Code of Civil Procedure § 1021.5, as this lawsuit seeks the enforcement of an important right affecting the public interest and satisfies the statutory requirements for an award of attorneys' fees.

## **THE PARTIES**

7. Plaintiff Adelina Petrova is a citizen of the State of California and
resident of the County of Los Angeles. Plaintiff, in reliance on Hotel Collection's
false and deceptive pricing, purchased a "Hotel Collection Studio Scent Diffuser"
(the "Product") on November 22, 2022 from Hotel Collection's website
(https://www.hotelcollection.com/) for \$119.97.<sup>1</sup>

8. Plaintiff is informed and believes, and upon such information and
belief alleges, that Defendant Hotel Collection LLC is a Florida limited
liability company with its principal place of business in Miami, Florida.

9. Plaintiff does not know the true names or capacities of the persons
or entities sued as DOES 1 to 10, inclusive, and therefore sues such Defendants by
such fictitious names. Plaintiff is informed and believes, and upon such information
and belief alleges, that each of the DOE Defendants is in some manner legally
responsible for the damages suffered by Plaintiff and the Class members as
alleged in this Complaint. Defendants shall together be referred to as "Defendants"
or "Hotel Collection."

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<sup>&</sup>lt;sup>28</sup> Plaintiff's total purchase price was \$164.15, which included one other product (Hotel Collection's "Cabana - 50mL") and shipping costs.

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#### JURISDICTION AND VENUE

10. This Court has subject matter jurisdiction over this action pursuant to the Class Action Fairness Act of 2005, 28 U.S.C. § 1332(d)(2), because the total matter in controversy exceeds \$5,000,000 and there are over 100 members of the proposed class. Further, at least one member of the proposed class is a citizen of a State within the United States and at least one defendant is the citizen or subject of a foreign state.

The Central District of California has specific personal jurisdiction 11. 8 over Hotel Collection. Specific jurisdiction over a non-resident defendant exists 9 where: (1) "[t]he non-resident defendant . . . purposefully direct[s] [it]s activities 10 or consummate[s] some transaction with the forum or resident thereof; or 11 perform[s] some act by which [it] purposefully avails [it]self of the privilege of 12 conducting activities in the forum, thereby invoking the benefits and protections of 13 its laws;" (2) the claim is one that "arises out of or relates to" the defendant's 14 activities in the forum state; and (3) the exercise of jurisdiction comports with "fair 15 play and substantial justice, i.e. it must be reasonable." Schwarzenegger v. Fred 16 Martin Motor Co., 374 F.3d 797, 802 (9th Cir. 2004). The plaintiff need only 17 establish the first two prongs, while it is the defendant's burden to "present a 18 compelling case" that the exercise of jurisdiction would not be reasonable. Id. 19

Purposeful Availment. Under the first prong of the three-part test, 12. 20 "purposeful availment" includes both purposeful availment and purposeful 21 direction, which are two distinct concepts. Id. Where a case sounds in tort, as here, 22 courts employ the purposeful direction test. Purposeful direction requires the 23 defendant have "(1) committed an intentional act, (2) expressly aimed at the forum 24 state, (3) causing harm that the defendant knows is likely to be suffered in the forum 25 state." Morrill v. Scott Fin. Corp., 873 F.3d 1136, 1142 (9th Cir. 2017) (citing 26 Schwarzenegger, 374 F.3d at 802). On information and belief, Hotel Collection 27 28 regularly sells and ships its products to customers in California, including Plaintiff,

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who purchased and received the Product in Los Angeles County, California. In addition, because Hotel Collection does a substantial amount of business in 2 California, it is knowingly employing a false reference pricing scheme directed at 3 and harming California residents, including Plaintiff. 4

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Claim Arising Out of Action in the Forum Prong. Under the second 13. prong of the three-part specific jurisdiction test, personal jurisdiction exists where, as here, the claim "arises out of or relates to" the defendant's activities in the forum state. Courts in the Ninth Circuit use a "but for" test to determine whether the claim "arises out of" the nonresident's forum-related activities. In other words, the test is satisfied if the plaintiff would not have suffered loss "but for" defendant's activities. Ballard v. Savage, 65 F.3d 1495, 1500 (9th Cir. 1995). Here, Hotel Collection's contact with the forum-knowingly employing a false reference pricing scheme directed at California residents-is the basis of their violations of various false advertising statutes. But for Hotel Collection's contact with the forum, Plaintiff (and the thousands of other individuals who purchased Hotel Collection's deceptively advertised products) would not have suffered harm. 16

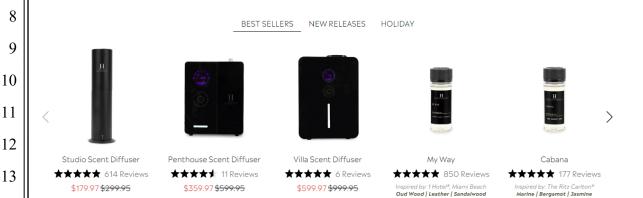
Venue. Venue is proper in the United States District Court for the 14. 17 Central District of California pursuant to 28 U.S.C. § 1391 because Hotel 18 Collection: 19

- is authorized to conduct business in this District and has a) intentionally availed itself of the laws and markets within this District;
  - does substantial business within this District: **b**)
  - is subject to personal jurisdiction in this District because it has c) availed itself of the laws and markets within this District; and the injury to Plaintiff occurred within this District.
    - **GENERAL ALLEGATIONS**
  - Hotel Collection, through its website, offers a number of scent 15.

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diffusers, scent collections, candles, wines, room sprays, and many other items, to California consumers. *See* <u>https://www.hotelcollection.com/</u>.

16. Unfortunately, Hotel Collection's business model relies on deceiving customers with fake sales. On a typical day, Hotel Collection prominently displays on its landing page some form of a sale where all products or a select grouping of products are supposedly marked down by a specified percentage. All or nearly all Hotel Collection products on the site are represented as being significantly marked



down from a substantially higher original or reference price, which is prominently
displayed to the customer as being the supposed original price (the "Reference
Price"), as shown in the following:

from \$26.97 \$44.95

from \$26.97 \$44.95

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19 17. By doing this, Defendants convey to customers that the product had
20 previously sold in the recent past at the Reference Price, but is being sold to the
21 customer at a substantial discount.

18. However, this Reference Price in the "sale" is almost always—if not always—a falsely inflated price because Hotel Collection rarely, if ever, sells its items at the Reference Price. The only purpose of the Reference Price is to mislead customers into believing that the displayed Reference Price is an original, regular, or retail price at which Hotel Collection usually sells the item or previously sold the item in the recent past. As a result, Hotel Collection falsely conveys to customers that they are receiving a substantial markdown or discount, when in

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reality, the alleged discount is false and fraudulent. 1 For example, on the individual product pages of all (or nearly all) 19. 2 Hotel Collection products offered on the site, Hotel Collection represented each 3 product as being marked down and included this representation beside the crossed-4 out fake Reference Price. For example, for a Hotel Collection Studio Scent Diffuser 5 (the exact Product Plaintiff purchased) being offered for \$179.97, Hotel Collection 6 displayed the following: 7 \$179.97 <u>\$299.95</u> 8 9 Studio Scent Diffuser 10 **\*\*\*\*** 614 Reviews 11 \$100 OFF when purchased with any fragrance oil subscription (2-Н 12 delivery minimum) 13 \$179.97 \$299.95 14 Now you can make your home smell just like your favorite 5-star hotel. Meet the perfect stand-alone diffuser, which harnesses the power of scent and 15  $\rightarrow$ fills your space with an even, beautiful, healthy fragrance. Utilizing cold-air diffusion technology, the Studio Scent Diffuser turns 16 fragrance oil into a dry nano-mist. With this method, scent stays suspended in the air longer and has better coverage. Using no heat or water, the Studio 17 Scent Diffuser preserves the therapeutic properties of our fragrance oils without altering their smell. This type of advanced atomization 18 technology is residue free and safe for pets, children, artwork and furniture. 19 Features 20 Scents up to 400 square feet 21 See https://www.hotelcollection.com/products/scent-diffuser. 22 These pricing and advertising practices reflecting high-pressure fake 20. 23 sales are patently deceptive. They are intended to mislead customers into believing 24 that they are getting a bargain by buying products from Hotel Collection on sale 25 and at a substantial and deep discount. The truth is that Hotel Collection rarely, if 26 ever, sells any of its Hotel Collection products at the Reference Price. The 27 Reference Price is, therefore, an artificially inflated price. In turn, the advertised 28 -8discounts are nothing more than phantom markdowns.

## A. Plaintiff's Purchase of Falsely Advertised Items from Hotel Collection

Plaintiff fell victim to Hotel Collection's false advertising and 21. 3 deceptive pricing practices. On or about November 22, 2022, Plaintiff visited Hotel 4 Collection's website to shop for a scent diffuser. Plaintiff visited the site from her 5 home in Los Angeles County. Plaintiff saw on the website that Hotel Collection 6 was having a site-wide "sale." Plaintiff browsed the site and observed that all the 7 items offered had a Reference Price that was crossed out and a sale price. She found 8 Hotel Collection's "Studio Scent Diffuser" and added it to her shopping cart. The 9 price of the Product was listed as: 10

#### \$119.97 \$299.95

22. In other words, Plaintiff saw that Hotel Collection represented on the 12 product description page for the Product that it was supposedly on sale based on a 13 markdown from a Reference Price. The Reference Price was displayed as a 14 substantially higher price containing a strikethrough. 15

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23. Plaintiff purchased the Product, but before doing so, relied on the 16 representation that the product listed above had in fact been offered for sale, or 17 previously sold, in the recent past at the stated Reference Price. Plaintiff relied on 18 Hotel Collection's representation that the Product was truly on sale and being sold 19 at a substantial markdown and discount, and thereby fell victim to the deception 20 intended by Hotel Collection. 21

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24. Plaintiff paid \$119.97 for the Product (however, as alleged above, Plaintiff's total purchase price was \$164.15, which included one other product— 23 Hotel Collection's "Cabana - 50mL"—and shipping costs). 24

25. The Product Plaintiff ordered was supposed to be delivered to her in 25 Los Angeles County, California; however, to this day, Plaintiff has yet to receive 26 the Product (even though she already paid for it). 27

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26. The truth, however, is that the Product Plaintiff purchased was not

substantially marked down or discounted, or at the very least, any discount she was receiving had been grossly exaggerated. That is because the Product Plaintiff 2 bought had never been offered on Hotel Collection's website for any reasonably 3 substantial period of time-if ever-at the full Reference Price of \$299.95. In fact, 4 for at least the 90-day period prior to Plaintiff's purchase (and likely for a longer 5 period), Hotel Collection had not offered the Product at the Reference Price. 6

The Reference Price was a fake price used in Hotel Collection's 27. 7 deceptive marketing scheme, which is clear from evidence captured on the 8 "WayBack Machine," an online tool that allows users to view screenshots of 9 websites at particular points in time. See https://archive.org/web/ (explaining how 10 the WayBack Machine captures screenshots from websites created years ago, and 11 allows users to see snapshots of websites it has navigated and archived at various 12 time periods; the tool archives more than 150 billion web pages that have appeared 13 since 1996, creating a digital footprint of everything that has appeared on any given 14 website at various points in time); see also Marten Transport, LTD v. Platform 15 Advertising, Inc., No. 14-2464-JWL, 2016 WL 1718862, at \*2 (D. Kan. Apr. 29, 16 2016) (relying on the WayBack Machine as a source of competent evidence). 17

More specifically, as shown by the WayBack Machine's screen 28. 18 capture of Hotel Collection's website at various points in time, Hotel Collection 19 has been employing the *exact same reference price scheme since at least July 3*, 20 2022 as it is today (i.e., falsely representing its products are heavily discounted). In 21 other words, Hotel Collection has not been selling the Product at the Reference 22 Price in the recent past—let alone in the past three months. 23

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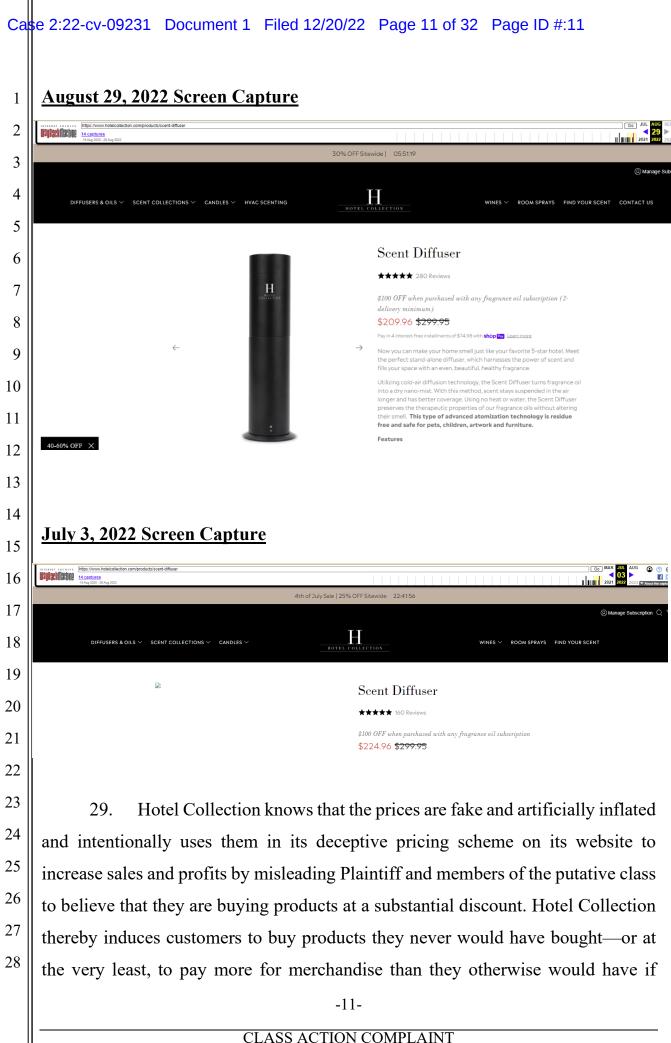
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Defendants were simply being truthful about their "sales."

Therefore, Plaintiff would not have purchased the Product listed 30. 2 above, or at the very least, would not have paid as much as she did, had Hotel 3 Collection been truthful. Plaintiff was persuaded to make her purchase only 4 because of the fake sale based on Hotel Collection's fake Reference Price scheme. 5 Plaintiff is susceptible to this recurring harm because she cannot be certain that 6 Hotel Collection has corrected this deceptive pricing scheme, and she desires to 7 shop at Hotel Collection's online store in the future. Plaintiff does not have the 8 resources on her own to determine whether Defendants are complying with 9 California law with respect to its pricing practices. 10

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# B. <u>Research Shows That the Use of Reference Price Advertising Schemes</u> <u>Similar to Hotel Collection's Deceptive Pricing Scheme Influences</u> <u>Consumer Behavior and Affects Consumers' Perceptions of a Product's</u> <u>Value</u>

31. The effectiveness of Hotel Collection's deceitful pricing scheme is 15 backed by longstanding scholarly research. In the seminal article entitled 16 Comparative Price Advertising: Informative or Deceptive? (cited in Hinojos v. 17 Kohl's Corp., 718 F.3d 1098, 1106 (9th Cir. 2013)), Professors Dhruv Grewal and 18 Larry D. Compeau write that, "[b]y creating an impression of savings, the presence 19 of a higher reference price enhances subjects' perceived value and willingness to 20 buy the product." Dhruv Grewal & Larry D. Compeau, Comparative Price 21 Advertising: Informative or Deceptive?, 11 J. PUB. POL'Y & MKTG. 52, 55 (1992). 22 Therefore, "empirical studies indicate that, as discount size increases, consumers' 23 perceptions of value and their willingness to buy the product increase, while their 24 intention to search for a lower price decreases." Id. at 56. For this reason, the Ninth 25 Circuit in Hinojos held that a plaintiff making a claim of deceptive pricing 26 (strikingly similar to the claim at issue here) had standing to pursue his claim 27 against the defendant retailer. In doing so, the Court observed that 28

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"[m]isinformation about a product's 'normal' price is . . . significant to many consumers in the same way as a false product label would be." Hinojos, 718 F.3d 2 at 1106. 3

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32. Professors Compeau and Grewal reached similar conclusions in a 2002 article: "decades of research support the conclusion that advertised reference prices do indeed enhance consumers' perceptions of the value of the deal." Dhruv Grewal & Larry D. Compeau, Comparative Price Advertising: Believe It or Not, 36 J. OF CONSUMER AFFAIRS 287 (2002). The professors also found that "[c]onsumers are influenced by comparison prices even when the stated reference prices are implausibly high." Id.

33. In another scholarly publication, Professors Joan Lindsey-Mullikin 11 and Ross D. Petty concluded that "[r]eference price ads strongly influence 12 consumer perceptions of value . . . Consumers often make purchases not based on 13 price but because a retailer assures them that a deal is a good bargain. This occurs 14 when . . . the retailer highlights the relative savings compared with the prices of 15 competitors." Joan Lindsey-Mullikin & Ross D. Petty, Marketing Tactics 16 Discouraging Price Search: Deception and Competition, 64 J. OF BUS. RESEARCH 17 67 (2011). 18

34. Similarly, according to Professors Praveen K. Kopalle and Joan 19 Lindsey-Mullikin, "research has shown that retailer-supplied reference prices 20 clearly enhance buyers' perceptions of value" and "have a significant impact on 21 consumer purchasing decisions." Praveen K. Kopalle & Joan Lindsey-Mullikin, 22 The Impact of External Reference Price on Consumer Price Expectations, 79 J. OF 23 RETAILING 225 (2003). 24

The results of a 1990 study by Professors Jerry B. Gotlieb and Cyndy 35. 25 Thomas Fitzgerald, came to the conclusion that "reference prices are important 26 cues consumers use when making the decision concerning how much they are 27 willing to pay for the product." Jerry B. Gotlieb & Cyndy Thomas Fitzgerald, An 28

Investigation into the Effects of Advertised Reference Prices on the Price Consumers Are Willing to Pay for the Product, 6 J. OF APP'D BUS. RES. 1 (1990). This study also concluded that "consumers are likely to be misled into a willingness to pay a higher price for a product simply because the product has a higher reference price." *Id.* 

36. The unmistakable inference to be drawn from this research and the 6 Ninth Circuit's opinion in *Hinojos* is that the deceptive advertising through the use 7 of false reference pricing employed here by Hotel Collection is intended to, and 8 does in fact, influence customer behavior—as it did Plaintiff's purchasing decision 9 here-by artificially inflating customer perceptions of a given item's value and 10 causing customers to spend money they otherwise would not have, purchase items 11 they otherwise would not have, and/or spend more money for a product than they 12 otherwise would have absent the deceptive advertising. 13

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## **CLASS ACTION ALLEGATIONS**

37. Plaintiff brings this action on behalf of herself and all persons
similarly situated pursuant to Rule 23(a), (b)(2), and (b)(3) of the Federal Rules of
Civil Procedure and seeks certification of the following class:

All persons in the United States who purchased one or more of Hotel Collection's products from Hotel Collection's website between December 20, 2018 through the present (the "Class Period") at a discount from a higher reference price and who have not received a refund or credit for their purchase(s).

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38. The above-described class of persons shall hereafter be referred to as the "Class." Excluded from the Class are any and all past or present officers, directors, or employees of Defendants, any judge who presides over this action, and any partner or employee of Class Counsel. Plaintiff reserves the right to expand, limit, modify, or amend this class definition, including the addition of one or more subclasses, in connection with her motion for class certification, or at any

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other time, based upon, *inter alia*, changing circumstances and/or new facts obtained during discovery.

39. In the alternative, Plaintiff seeks certification of the following class pursuant to Rule 23(a), (b)(2), and (b)(3) of the Federal Rules of Civil Procedure: All persons in the State of California who purchased one or more of Hotel Collection's products from Hotel Collection's website between December 20, 2018 through the present (the "Class Period") at a discount from a higher reference price and who have not received a refund or credit for their purchase(s).

40. <u>Numerosity</u>. The Class is so numerous that joinder of all members in one action is impracticable. The exact number and identities of the members of the Class is unknown to Plaintiff at this time and can only be ascertained through appropriate discovery, but on information and belief, Plaintiff alleges that there are thousands of members of the Class. The precise number of Class members is unknown to Plaintiff.

41. <u>Typicality</u>. Plaintiff's claims are typical of those of other members of
the Class, all of whom have suffered similar harm due to Defendants' course of
conduct as described in this Complaint. All Class members have been deceived (or
were likely to be deceived) by Hotel Collection's false and deceptive price
advertising scheme, as alleged in this Complaint. Plaintiff is advancing the same
claims and legal theories on behalf of herself and all Class members.

42. <u>Adequacy of Representation</u>. Plaintiff is an adequate representative of the Class and will fairly and adequately protect the interests of the Class. Plaintiff has retained attorneys who are experienced in the handling of complex litigation and class actions, and Plaintiff and her counsel intend to prosecute this action vigorously. Plaintiff has no antagonistic or adverse interests to those of the Class.

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43. <u>Existence and Predominance of Common Questions of Law or</u> <u>Fact</u>. Common questions of law and fact exist as to all members of the Class that

predominate over any questions affecting only individual members of the Class. These common legal and factual questions, which do not vary among members of the Class, and which may be determined without reference to the individual 3 circumstances of any member of the Class, include, but are not limited to, the following: 5

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- Whether, during the Class Period, Defendants advertised false a) Reference Prices on products offered on their website.
- Whether, during the Class Period, Defendants advertised price b) discounts from false Reference Prices on products offered on their website.
- Whether the products listed on Defendants' website during the c) Class Period were offered at their Reference Prices for any reasonably substantial period of time prior to being offered at prices that were discounted from their Reference Prices.
  - Does Defendants' deceptive pricing scheme using false Reference d) Prices constitute an "unlawful," "unfair," or "fraudulent" business practice in violation of the California Unfair Competition Law, Cal. Bus & Prof. Code §§ 17200, et seq.?
- Does Defendants' deceptive pricing scheme using false Reference e) Prices constitute "unfair, deceptive, untrue or misleading advertising" in violation of the California Unfair Competition Law, Cal. Bus & Prof. Code §§ 17200, et seq.?
  - Does Defendants' deceptive pricing scheme using false Reference f) Prices constitute false advertising in violation of the California False Advertising Law under Business & Professions Code §§ 17500, et seq.?
    - Whether Defendants' false Reference Prices on products offered on g) their website during the Class Period are false representations.

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1	h) Whether and when Defendants learned that false Reference Prices	
2	on products offered on their website during the Class Period are	
3	false representations.	
4	i) Whether Defendants had a duty to disclose to their customers that	
5	the Reference prices were fake "original" prices in furtherance of	
6	sham sales.	
7	j) To what extent did Defendants' conduct cause, and continue to	
8	cause, harm to the Class?	
9	k) Whether the members of the Class are entitled to damages and/or	
10	restitution.	
11	1) What type of injunctive relief is appropriate and necessary to enjoin	
12	Defendants from continuing to engage in false or misleading	
13	advertising?	
14	m) Whether Defendants' conduct was undertaken with conscious	
15	disregard of the rights of the members of the Class and was done	
16	with fraud, oppression, and/or malice.	
17	44. <u>Superiority</u> . A class action is superior to other available methods for	
18	the fair and efficient adjudication of this controversy because individual litigation	
19	of the claims of all members of the Class is impracticable. Requiring each	
20	individual class member to file an individual lawsuit would unreasonably consume	
21	the amounts that may be recovered. Even if every member of the Class could afford	
22	individual litigation, the adjudication of at least thousands of identical claims	
23	would be unduly burdensome to the courts. Individualized litigation would also	
24	present the potential for varying, inconsistent, or contradictory judgments and	
25	would magnify the delay and expense to all parties and to the court system resulting	
26	from multiple trials of the same factual issues.	
	45. By contrast, the conduct of this action as a class action, with respect	
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27 28	to some or all of the issues presented, presents no management difficulties,	

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conserves the resources of the parties and of the court system, and protects the rights of the members of the Class. Plaintiff anticipates no difficulty in the management of this action as a class action. The prosecution of separate actions by individual members of the Class may create a risk of adjudications with respect to them that would, as a practical matter, be dispositive of the interests of the other members of the Class who are not parties to such adjudications, or that would substantially impair or impede the ability of such non-party Class members to protect their interests.

Ascertainability. Upon information and belief, Defendants keep 46. 9 extensive computerized records of their sales and customers through, among other 10 things, databases storing customer orders, customer order histories, customer 11 profiles, customer loyalty programs, and general marketing programs. Defendants 12 have one or more databases through which a significant majority of members of 13 the Class may be identified and ascertained, and they maintain contact information, 14 including email addresses and home addresses (such as billing, mailing, and 15 shipping addresses), through which notice of this action is capable of being 16 disseminated in accordance with due process requirements. 17

47. The California Class also satisfies each of the class action
requirements set forth above. The allegations set forth above with regards to the
Class, therefore, apply equally to the California Class.

21	CLAIMS FOR RELIEF			
22	<b>First Cause of Action</b>			
23	Violation of California's Unfair Competition Law,			
24	Cal. Bus. & Prof. Code §§ 17200, <i>et seq</i> .			
25	(By Plaintiff Against Defendants on Behalf of the Class)			
26	48. Plaintiff repeats and re-alleges the allegations contained in every			
27	preceding paragraph as if fully set forth herein.			
28	49. California Business and Professions Code §§ 17200 et seq., also			
	-18-			
	CLASS ACTION COMPLAINT			

known as the California Unfair Competition Law ("UCL"), prohibits acts of "unfair competition," including any "unlawful, unfair or fraudulent business act or practice" as well as "unfair, deceptive, untrue or misleading advertising." Cal. Bus.
& Prof. Code § 17200.

50. The UCL imposes strict liability. Plaintiff need not prove that Hotel Collection intentionally or negligently engaged in unlawful, unfair, or fraudulent business practices—but only that such practices occurred.

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## "Unlawful" Actions

9 51. A cause of action may be brought under the "unlawful" prong of the
10 UCL if a practice violates another law. Such an action borrows violations of other
11 laws and treats these violations, when committed pursuant to business activity, as
12 unlawful practices independently actionable under the UCL. The violation of any
13 law constitutes an "unlawful" business practice under the UCL.

52. Here, by engaging in false advertising, as well as the false, deceptive,
and misleading conduct alleged above, Defendants have engaged in unlawful
business acts and practices in violation of the UCL, including violations of state
and federal laws and regulations, such as 15 U.S.C. § 45(a)(1), 16 C.F.R. § 233.1,
California Business & Professions Code sections 17500 and 17501, and California
Civil Code sections 1770(a)(9) and 1770(a)(13).

53. The Federal Trade Commission Act ("FTCA") prohibits "unfair or
deceptive acts or practices in or affecting commerce[.]" 15 U.S.C. § 45(a)(1).
Under FTC regulations, false former pricing schemes similar to the ones employed
by Defendants, are deceptive practices that would violate the FTCA:

One of the most commonly used forms of bargain advertising is to offer a reduction from the advertiser's own former price for an article. If the former price is the actual, bona fide price at which the article was offered to the public on a regular basis for a reasonably substantial period of time, it provides a legitimate

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basis for the advertising of a price comparison. Where the former price is genuine, the bargain being advertised is a true one. *If, on the other hand, the former price being advertised is not bona fide but fictitious – for example, where an artificial, inflated price was established for the purpose of enabling the subsequent offer of a large reduction – the "bargain" being advertised is a false one*; the purchaser is not receiving the unusual value he expects. In such a case, the "reduced" price is, in reality, probably just the seller's regular price.

11 16 C.F.R. §§ 233.1(a) (emphasis added).

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Further, as detailed below in the Second Claim for Relief, Defendants' 54. 12 conduct also violates California's false advertising laws. Specifically, California 13 Business & Professions Code section 17500 provides, in relevant part, that it is 14 unlawful for any corporation, with intent directly or indirectly to dispose of 15 personal property, to make or disseminate in any "manner or means whatever, 16 including over the Internet, any statement, concerning that ... personal property. 17 . . which is untrue or misleading, and which is known, or which by the exercise of 18 reasonable care should be known, to be untrue or misleading[.]" Cal. Bus. & Prof. 19 Code § 17500. 20

55. California law also expressly prohibits false former pricing schemes
like the one employed by Defendants. California Business & Professions Code
section 17501, entitled "Worth or value; statements as to former price," states as
follows:

No price shall be advertised as a former price of any advertised thing, unless the alleged former price was the prevailing market price as above defined within three months next immediately preceding the publication of the advertisement or unless the date when the alleged

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former price did prevail is clearly, exactly and conspicuously stated in the advertisement.

3 Cal. Bus. & Prof. Code § 17501.

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56. Moreover, as detailed below in the Third Claim for Relief, Defendants' conduct also violates the California Consumer Legal Remedies Act ("CLRA"). *See* Cal. Civ. Code §§ 1750, *et seq*. More specifically, Defendants violated the CLRA's provisions prohibiting businesses from "[a]dvertising goods or services with intent not to sell them as advertised," Cal. Civ. Code § 1770(a)(9), and "[m]aking false or misleading statements of fact concerning reasons for, existence of, or amounts of price reductions[.]" Cal. Civ. Code § 1770(a)(13).

57. Finally, Defendants' solicitation of insurance by way of the "Safe 11 Ship" surcharge is an unlawful insurance policy premium that has not been 12 approved by the California Insurance Commissioner, in violation of California 13 Insurance Code §§ 1861.01(c) and 1861.05. Defendants explicitly state that with 14 additional will insured!" charge, "your order be an 15 as can be seen from the screenshot obtained below: 16

Safe Ship

**★★★★★** 1 Review

\$3.47 <del>\$4.95</del>

Pay in 4 interest-free installments for orders over **\$50.00** with **shop** Pay Learn more

Add Safe Ship to your purchase at checkout, and your order will be insured! Safe Ship covers:

- Stolen packages
- Packages delivered but not received
- Damaged items
- Packages lost in transit
- Wrong items

58. This constitutes the solicitation of—and when collected—the collection of, an illegal agent fee or agent commission in violation of California

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Insurance Regulations, Cal. Code Regs., tit. 10, §§ 2189.3 and 2189.5. A violation of the California Insurance Code can serve as the predicate for an unlawful UCL claim. *Friedman v. AARP, Inc.*, 855 F.3d 1047, 1052 (9th Cir. 2017).

## "Unfair" Actions

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59. A business act or practice is "unfair" under the UCL if it offends an established public policy or is immoral, unethical, oppressive, unscrupulous or substantially injurious to consumers, and that unfairness is determined by weighing the reasons, justifications, and motives of the practice against the gravity of the harm to the alleged victims.

Here, Defendants' actions constitute "unfair" business acts or 60. 10 practices because, as alleged above, Defendants engaged in a misleading and 11 deceptive pricing scheme by advertising and representing false Reference Prices 12 and thereby falsely advertising and representing markdowns or "discounts" that 13 were false and inflated. Defendants' deceptive marketing practice gave consumers 14 the false impression that its products were regularly sold on the market for a 15 substantially higher price in the recent past than they actually were and thus led to 16 the false impression that Defendants' products were worth more than they actually 17 were. Defendants' acts and practices therefore offended an established public 18 policy, and they engaged in immoral, unethical, oppressive, and unscrupulous 19 activities that are substantially injurious to consumers. 20

61. The harm to Plaintiff and members of the Class outweighs the utility
of Defendants' practices. There were reasonably available alternatives to further
Defendants' legitimate business interests, other than the misleading and deceptive
conduct described in this Complaint.

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## **"Fraudulent"** Actions

26 62. A business act or practice is "fraudulent" within the meaning of the
27 UCL if members of the public are likely to be deceived.

63. Here, members of the public are likely to be deceived by Defendants'

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#### CLASS ACTION COMPLAINT

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conduct as alleged above. Among other things, Defendants affirmatively 1 misrepresented the Reference Prices of their products, which thereby misled and 2 deceived customers into believing that they were buying merchandise from 3 Defendants at substantially marked-down and discounted prices. Defendants' 4 deceptive marketing practice gave consumers the false impression that their 5 products were regularly sold on the market for a substantially higher price in the 6 recent past than they actually were and led to the false impression that Defendants' 7 products were worth more than they actually were. 8

64. In addition, Defendants had a duty to disclose the truth about their 9 pricing deception, including, among other things, that the Reference Prices 10 advertised and published on their website were not, in fact, prices at which Hotel 11 Collection's products had sold for in the recent past for a reasonably substantial 12 period of time, but that instead, in reality, Defendants' products rarely (if ever) 13 were offered at the advertised Reference Prices. Defendants, however, concealed 14 this material information from customers and the general public. Members of the 15 public, therefore, were also likely to be deceived by Defendants' failure to disclose 16 material information. 17

- 65. Plaintiff and each member of the Class suffered an injury in fact and
  lost money or property as a result of Defendants' unlawful, unfair, and/or
  fraudulent business practices, and as a result of Defendants' unfair, deceptive,
  untrue or misleading advertising.
- 66. Plaintiff, on behalf of herself and the members of the Class, seeks
  disgorgement of all moneys received by Defendants through the conduct described
  above.

67. Plaintiff, on behalf of herself and the members of the Class, seeks a
temporary, preliminary, and/or permanent injunction from this Court prohibiting
Defendants from engaging in the patterns and practices described herein, including
but not limited to, putting a stop to their deceptive advertisements and false

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Reference Prices in connection with their sale of Hotel Collection products on their website. 2

68. Injunctive relief is necessary to prevent future harm to consumers, 3 including Plaintiff, who would like to purchase the products in the future. Every 4 day, consumers like Plaintiff are misled into believing they are receiving a discount. 5 Without injunctive relief, Defendants will continue to mislead consumers, and 6 consumers will purchase products they otherwise would not have purchased 7 because they will be unable to determine whether they are actually receiving a 8 discount. 9

## **Second Cause of Action**

## Violation of California's False Advertising Law

Cal. Bus. & Prof. Code §§ 17500, et seq.

## (By Plaintiff Against Defendants on Behalf of the Class)

Plaintiff repeats and re-alleges the allegations contained in every 69. preceding paragraph as if fully set forth herein.

70. The California False Advertising Law, codified at California Business 16 & Professions Code sections 17500, et seq. (the "FAL") provides, in relevant part, 17 that it is unlawful for any corporation, with intent directly or indirectly to dispose 18 of personal property, to make or disseminate in any "manner or means whatever, 19 including over the Internet, any statement, concerning that . . . personal property . 20 . . which is untrue or misleading, and which is known, or which by the exercise of 21 reasonable care should be known, to be untrue or misleading[.]" Cal. Bus. & Prof. 22 Code § 17500. 23

Similarly, the FAL provides, in relevant part, that "no price shall be 71. 24 advertised as a former price of any advertised thing, unless the alleged former price 25 was the prevailing market price . . . within three months next immediately 26 preceding the publication of the advertisement or unless the date when the alleged 27 former price did prevail is clearly, exactly, and conspicuously stated in the 28

advertisement." Cal Bus. & Prof. Code § 17501.

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72. Here, Defendants routinely disseminated on their website false 2 Reference Prices for the products offered for sale on their website, including to 3 Plaintiff. Such statements of Defendants were untrue, or at the very least, were 4 misleading. Among other things, Defendants rarely, if ever, offered Hotel 5 Collection's products on their website at the Reference Prices displayed in 6 connection with their products. Further, Defendants rarely, if ever, offered Hotel 7 Collection's products on their website at the Reference Prices within the three 8 months immediately preceding the publication of the Reference Prices. Defendants 9 therefore misled customers, including Plaintiff, into believing that the Reference 10 Prices are, or were, genuine former prices and that the "sale" prices relative to the 11 published Reference Prices, in fact, reflected real and substantial discounts. 12 Defendants' deceptive marketing practice gave consumers the false impression that 13 their products were regularly sold for a substantially higher price in the recent past 14 than they actually were and thus led to the false impression that Defendants' 15 products were worth more than they actually were. 16

73. Defendants engaged in this deceptive conduct with the intent to
dispose of personal property—namely, with the intent to increase sales of Hotel
Collection's products offered by Defendants on their website.

74. Defendants knew, or by the exercise of reasonable care should have
known, that their dissemination of Reference Prices for the Hotel Collection
products sold on their website was untrue and/or misleading. Among other things,
Defendants represented the Reference Prices in connection with the Hotel
Collection products sold on their website even though they knew, or in the exercise
of reasonable care should have known, that such products had rarely, if ever, sold
at the crossed-out Reference Prices.

27 75. As a direct and proximate result of Defendants' misleading and false
28 advertisements, Plaintiff and members of the Class have suffered injury in fact and

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have lost money. As such, Plaintiff requests that this Court order Defendants to
restore this money to Plaintiff and all members of the Class, and to enjoin
Defendants from continuing their false and misleading advertising practices in
violation of California law in the future. Otherwise, Plaintiff, members of the Class,
and the broader general public will be irreparably harmed and/or denied an
effective and complete remedy.

#### **Third Cause of Action**

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# Violation of the California Consumer Legal Remedies Act,

#### Cal. Civ. Code §§ 1750, et seq.

#### (By Plaintiff Against Defendants on Behalf of the Class)

76. Plaintiff repeats and re-alleges the allegations contained in every
preceding paragraph as if fully set forth herein.

The Consumer Legal Remedies Act of 1970, Cal. Civ. Code §§ 1750, 77. 13 et seq. (the "CLRA") is a California consumer protection statute which allows 14 plaintiffs to bring private civil actions for "unfair methods of competition and 15 unfair or deceptive acts or practices undertaken by any person in a transaction . . . 16 which results in the sale or lease of goods or services to any consumer." Cal. Civ. 17 Code § 1770(a). The purposes of the CLRA are "to protect consumers against 18 unfair and deceptive business practices and to provide efficient and economical 19 procedures to secure such protection." Cal. Civ. Code § 1760. 20

78. Plaintiff and each member of the Class are "consumers" as defined by
California Civil Code section 1761(d). Defendants' sale of their Hotel Collection
products on their website to Plaintiff and the Class were "transactions" within the
meaning of California Civil Code section 1761(e). The products purchased by
Plaintiff and the Class are "goods" within the meaning of California Civil Code
section 1761(a).

27 79. Defendants violated and continue to violate the CLRA by engaging in
28 the following practices prohibited by California Civil Code section 1770(a) in

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transactions with Plaintiff and the Class which were intended to result in, and did 1 result in, the sale of Hotel Collection-branded products: 2

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(1) Advertising goods or services with the intent not to sell them as advertised; and

(2) Making false or misleading statements of fact concerning reasons for, the existence of, or amounts of price reductions.

Cal. Civ. Code §§ 1770(a)(9) & (13).

With regards to section 1770(a)(9), Defendants advertised and 80. 8 represented their branded products on their website with the "intent not to sell" 9 them as advertised because, among other things the false Reference Prices 10 advertised in connection with products offered on their website misled and continue 11 to mislead customers into believing the merchandise was previously offered for 12 sale and/or sold at the higher Reference Prices for some reasonably substantial 13 period of time. 14

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With regards to section 1770(a)(13), Defendants made false or 81. misleading statements of fact concerning the "existence of" and the "amounts of 16 price reductions" because, among other things no true price reductions existed-or 17 at the very least, any price reductions were exaggerated—in that Defendants' 18 products were rarely, if ever, previously offered for sale and/or sold at the higher 19 Reference Prices for a reasonably substantial period of time. 20

- As to this cause of action, at this time, Plaintiff seeks only injunctive 82. 21 relief at this time. Pursuant to Cal. Civ. Code § 1782, in conjunction with the filing 22 of this action, Plaintiff's counsel is notifying Defendants by separate letter of the 23 particular violations of the CLRA and demanding that it correct or agree to correct 24 the actions described in this Complaint. If Defendants fail to do so, Plaintiff shall 25 amend her Complaint as of right (or otherwise seek leave to amend the Complaint) 26 to include compensatory and monetary damages to which Plaintiff and the Class is 27 entitled. 28
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# <u>Fourth Cause of Action</u> Fraudulent Concealment

## (By Plaintiff Against Defendants on Behalf of the Class)

83. Plaintiff repeats and re-alleges the allegations contained in every preceding paragraph as if fully set forth herein.

84. Defendants uniformly disclosed some facts to Plaintiff and all members of the Class during the Class Period in connection with their "Hotel Collection" products, and other items on their website. Namely, Defendants disclosed a Reference Price for each item by displaying on the product description page for each product a Reference Price substantially higher than the offered selling price, which is marked down or discounted from the Reference Price by a significant discount.

85. Defendants, however, intentionally failed to disclose other facts, 13 making Defendants' disclosure deceptive. Specifically, Defendants failed to 14 disclose that Defendants rarely, if ever, previously offered for sale and/or sold their 15 products at the higher Reference Price for any reasonably substantial period of 16 time. As a result, Defendants deceived Plaintiff and the Class into believing that 17 they were purchasing items at a substantial markdown or discount when, in reality, 18 the false Reference Price and discounting practice artificially inflated the true 19 market value of the items they purchased. 20

86. As a separate basis for concealment, Defendants uniformly and intentionally concealed from Plaintiff and all members of the Class that the items they purchased from Defendants had rarely, if ever, been sold by Defendants in the recent past at the substantially higher Reference Price displayed on Defendants' website and/or in the prevailing market. These were facts known only to Defendants that Plaintiff and the Class could not have discovered.

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87. Plaintiff and the Class did not know of the concealed facts.

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Defendants intended to deceive Plaintiff and the Class by concealing

the facts described above.

89. Had the omitted information been disclosed, Plaintiff reasonably
would have behaved differently. Among other things, Plaintiff would not have
purchased the items she purchased from Defendants, or, at the very least, she would
not have paid as much for the items as he ultimately did.

90. The omitted information was material and thus, reliance is presumed 6 on a class-wide basis. Davis-Miller v. Auto. Club of S. Cal., 201 Cal.App.4th 106, 7 122 (2011). The omitted information related to the price of the items sold on 8 Defendants' website and whether Plaintiff was receiving a true and genuine 9 substantial discount or whether, instead, Plaintiff was being deceived into buying 10 products through a pricing scheme utilizing fake, artificially inflated former prices. 11 A reasonable person would plainly attach importance to matters affecting pricing 12 in determining his or her purchasing decision. 13

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91. As a direct and proximate result of the above, Plaintiff and the Class have been harmed and suffered damages in an amount to be proven at trial.

92. Defendants undertook these illegal acts intentionally or with 16 conscious disregard of the rights of Plaintiff and the Class, and did so with fraud, 17 malice, and/or oppression. Based on the allegations above, Defendants' actions 18 constituted fraud because Defendants intended to and did deceive and injure 19 Plaintiff and the Class. Based on the allegations above, Defendants' actions 20 constituted malice because Defendants acted with the intent to and did cause injury 21 to Plaintiff and the Class, and also because Defendants' deceptive conduct was 22 despicable and was done with a willful and knowing disregard of the rights of 23 Plaintiff and the Class. Based on the allegations above, Defendants' actions 24 constituted oppression because Defendants' deceptive conduct was despicable and 25 subjected Plaintiff and the Class to cruel and unjust hardship in knowing disregard 26 of their rights. 27

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Ca	se 2:22-cv-09	231 Document 1 Filed 12/20/22 Page 30 of 32 Page ID #:30		
1	PRAYER FOR RELIEF			
2	WHEREFORE, Plaintiff Adelina Petrova prays for relief and judgment in			
3	favor of herself and the Classes as follows:			
4	On the First Cause of Action for Violations of the Unfair Competition Law			
5	<u>(Cal. Bus. &amp; Prof. Code §§ 17200, <i>et seq.</i>)</u>			
6	А.	For an order certifying that the action be maintained as a class action,		
7	that Plaintiff be designated the class representative, and that undersigned counsel			
8	be designated as class counsel.			
9	B.	For an award of equitable and declaratory relief.		
10	C.	For pre- and post-judgment interest and costs of suit incurred herein.		
11	D.	For attorneys' fees incurred herein pursuant to California Code of		
12	Civil Procedure section 1021.5, or to the extent otherwise permitted by law.			
13	E.	For such other and further relief as the Court may deem just and		
14	proper.			
	On the Second Cause of Action for Violations of the False Advertising Law			
15	On the So	econd Cause of Action for Violations of the False Advertising Law		
15 16	On the So	econd Cause of Action for Violations of the False Advertising Law (Cal. Bus. & Prof. Code §§ 17500, <i>et seq.</i> )		
	On the Solution			
16	А.	(Cal. Bus. & Prof. Code §§ 17500, <i>et seq.</i> )		
16 17	A. that Plainti	(Cal. Bus. & Prof. Code §§ 17500, et seq.) For an order certifying that the action be maintained as a class action,		
16 17 18	A. that Plainti	(Cal. Bus. & Prof. Code §§ 17500, et seq.) For an order certifying that the action be maintained as a class action, ff be designated the class representative, and that undersigned counsel		
16 17 18 19	A. that Plainti be designat B.	(Cal. Bus. & Prof. Code §§ 17500, et seq.) For an order certifying that the action be maintained as a class action, ff be designated the class representative, and that undersigned counsel ted as class counsel.		
16 17 18 19 20	A. that Plainti be designat B. conduct de	(Cal. Bus. & Prof. Code §§ 17500, et seq.) For an order certifying that the action be maintained as a class action, ff be designated the class representative, and that undersigned counsel ted as class counsel. For an injunction putting a stop to the deceptive and misleading		
16 17 18 19 20 21	A. that Plainti be designat B. conduct de	(Cal. Bus. & Prof. Code §§ 17500, et seq.) For an order certifying that the action be maintained as a class action, ff be designated the class representative, and that undersigned counsel ted as class counsel. For an injunction putting a stop to the deceptive and misleading escribed herein and ordering Defendants to correct their deceptive and		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>	A. that Plainti be designat B. conduct de misleading C.	(Cal. Bus. & Prof. Code §§ 17500, et seq.) For an order certifying that the action be maintained as a class action, ff be designated the class representative, and that undersigned counsel ted as class counsel. For an injunction putting a stop to the deceptive and misleading escribed herein and ordering Defendants to correct their deceptive and advertising and pricing practices.		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> </ol>	A. that Plainti be designat B. conduct de misleading C. Defendants	<u>(Cal. Bus. &amp; Prof. Code §§ 17500, et seq.)</u> For an order certifying that the action be maintained as a class action, ff be designated the class representative, and that undersigned counsel ted as class counsel. For an injunction putting a stop to the deceptive and misleading escribed herein and ordering Defendants to correct their deceptive and advertising and pricing practices. For an award of restitution and disgorgement of moneys paid that		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> </ol>	A. that Plainti be designat B. conduct de misleading C. Defendants	<u>(Cal. Bus. &amp; Prof. Code §§ 17500, et seq.)</u> For an order certifying that the action be maintained as a class action, If be designated the class representative, and that undersigned counsel ted as class counsel. For an injunction putting a stop to the deceptive and misleading scribed herein and ordering Defendants to correct their deceptive and advertising and pricing practices. For an award of restitution and disgorgement of moneys paid that s obtained as a result of their unfair, deceptive, untrue, and misleading		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> </ol>	A. that Plainti be designat B. conduct de misleading C. Defendants advertising	<u>(Cal. Bus. &amp; Prof. Code §§ 17500, et seq.)</u> For an order certifying that the action be maintained as a class action, if be designated the class representative, and that undersigned counsel ted as class counsel. For an injunction putting a stop to the deceptive and misleading escribed herein and ordering Defendants to correct their deceptive and advertising and pricing practices. For an award of restitution and disgorgement of moneys paid that obtained as a result of their unfair, deceptive, untrue, and misleading all as described above.		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> </ol>	A. that Plainti be designat B. conduct de misleading C. Defendants advertising D.	<u>(Cal. Bus. &amp; Prof. Code §§ 17500, et seq.)</u> For an order certifying that the action be maintained as a class action, ff be designated the class representative, and that undersigned counsel ted as class counsel. For an injunction putting a stop to the deceptive and misleading scribed herein and ordering Defendants to correct their deceptive and advertising and pricing practices. For an award of restitution and disgorgement of moneys paid that obtained as a result of their unfair, deceptive, untrue, and misleading , all as described above. For an award of equitable and declaratory relief.		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> <li>27</li> </ol>	A. that Plainti be designat B. conduct de misleading C. Defendants advertising D. E.	<u>(Cal. Bus. &amp; Prof. Code §§ 17500, et seq.)</u> For an order certifying that the action be maintained as a class action, iff be designated the class representative, and that undersigned counsel ted as class counsel. For an injunction putting a stop to the deceptive and misleading scribed herein and ordering Defendants to correct their deceptive and advertising and pricing practices. For an award of restitution and disgorgement of moneys paid that obtained as a result of their unfair, deceptive, untrue, and misleading , all as described above. For an award of equitable and declaratory relief. For pre- and post-judgment interest and costs of suit incurred herein.		

Civil Procedure section 1021.5, or to the extent otherwise permitted by law.

2 G. For such other and further relief as the Court may deem just and3 proper.

# On the Third Cause of Action for Violations of the Consumer Legal Remedies Act (Cal. Civ. Code §§ 1750, *et seq.*)

A. For an order certifying that the action be maintained as a class action,
that Plaintiff be designated the class representative, and that undersigned counsel
be designated as class counsel.

B. For an injunction putting a stop to the deceptive and misleading
conduct described herein and ordering Defendants to correct their deceptive and
misleading advertising and pricing practices.

C. For pre- and post-judgment interest and costs of suit incurred herein.

D. For attorneys' fees incurred herein pursuant to California Civil Code
section 1780, or to the extent otherwise permitted by law.

15 E. For such other and further relief as the Court may deem just and16 proper.

# On the Fourth Cause of Action for Fraudulent Concealment

A. For an order certifying that the action be maintained as a class action,
that Plaintiff be designated the class representative, and that undersigned counsel
be designated as class counsel.

B. For compensatory damages in an amount to be proven at trial.

C. For pre- and post-judgment interest and costs of suit incurred herein.

D. For attorneys' fees incurred herein pursuant to California Code of
Civil Procedure section 1021.5, or to the extent otherwise permitted by law.

E. For such other and further relief as the Court may deem just and proper.

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CLASS ACTION COMPLAINT

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Ca	Case 2:22-cv-09231 Document 1 Filed 12/20/22 Page 32 of 32 Pa	age ID #:32					
1	1 DEMAND FOR HIRV TRIAL						
1 2		<u>DEMAND FOR JURY TRIAL</u> Plaintiff on behalf of herself and the Class hereby demands a trial by jury					
3		Plaintiff, on behalf of herself and the Class, hereby demands a trial by jury pursuant to Federal Rule of Civil Procedure 38(b) on all claims so triable					
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5		ced,					
6	6 KJC LAW GROU	P, A.P.C.					
7	7 By: <u>/s/ Kevin J. Col</u>	le					
8 9	Adelina Petrova	tiff					
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	CLASS ACTION COMPLAINT						