## UNITED STATES DISTRICT COURT EASTERN DISTRICT OF PENNSYLVANIA

TAMULA CHAMBERLAIN, individually and on behalf of those similarly situated,

Plaintiff,

v.

Case No.

JURY TRIAL DEMANDED

JOHNSON & JOHNSON CONSUMER, INC; RB HEALTH LLC; and GLAXOSMITHKLINE CONSUMER HEALTHCARE HOLDINGS (US), LLC,

Defendants.

## **CLASS ACTION COMPLAINT**

Plaintiff Tamula Chamberlain ("Plaintiff"), brings this action individually and on behalf of all others similarly situated, upon personal knowledge as to herself and her own acts, and upon information and belief as to all other matters based on the investigation of counsel, and alleges as follows:

## **INTRODUCTION**

1. This case arises from the putative class members' purchase of ineffective overthe-counter ("OTC") medications that were manufactured, promoted, marketed, distributed and sold as providing nasal decongestant effects when the active ingredient in those medications, phenylephrine ("PE") has failed to demonstrate any pharmacological benefit to treat that symptom beyond what would be offered by a placebo when administered orally. PE's ineffectiveness when used orally to treat nasal congestion has long been known in the pharmaceutical industry, but in pursuit of profit to treat the large cold and flu market in the United States, the Defendants chose to mislead consumers instead of following the science.

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Plaintiff seeks to hold the Defendants responsible for their years long fraudulent marketing practices that have duped patients throughout the United States into believing that they could receive relief from nasal congestion by consuming Defendants' products.

2. The case involves some of the most well-known consumer brands in the OTC medication market including Advil, Tylenol, Dayquil, Nyquil, TheraFlu, Sudafed, and many others. Throughout this Complaint, the Defendants' OTC products containing orally administered PE as the active ingredient to provide nasal decongestant effects shall be referred to as the "Ineffective Decongestant Products." Plaintiff seeks damages and equitable relief, individually and on behalf of other class members, for Defendants' sale of products that purported to act as decongestants but in fact did not. Defendants were aware that the products were ineffective but marketed them as effective and sold them anyway. Defendants must be held accountable for their long-standing and repeated breach of warranty, deception, fraud, and violation of consumer protection statutes.

#### PARTIES

### A. Plaintiff

3. Plaintiff Tamula Chamberlain is a citizen and resident of Tennessee. During the relevant time period, Plaintiff purchased Sudafed, Mucinex, and Theraflu, with the expectation that she would receive relief from her symptoms of nasal congestion. She has taken these Ineffective Decongestant Products daily for several years. Plaintiff paid money for Defendants' Ineffective Decongestant Products and had she known that PE would not provide the nasal decongestant effects promised by the Defendants she would not have purchased the Ineffective Decongestant Products and would have sought to purchase other products that contain active ingredients that have shown a clinical effect on reducing nasal congestion. She

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seeks to represent herself and the Nationwide Classes defined below.

## **B.** Defendants

4. Defendant Johnson & Johnson Consumer Inc. ("J&J") is an American consumer health company J&J headquartered in New Jersey. At all relevant times J&J has been engaged in the manufacturing, sale, and distribution of OTC medications containing PE that have been falsely marketed as providing nasal decongestant relief when in fact PE provides no such relief. J&J markets, promotes, and distributes Ineffective Decongestive Products containing PE through the Sudafed PE Benadryl, and Tylenol brands.

5. Defendants RB Health (US) LLC ("RB") is a Delaware limited liability corporation with its headquarters and principal place of business located in Parsippany, New Jersey. At all times material to this case, RB has been engaged in the manufacturing, sale, and distribution of OTC medications containing PE that have been falsely marketed as providing nasal decongestant relief when in fact PE provides no such relief. RB markets, promotes, and distributes Ineffective Decongestive Products containing PE through the Mucinex brand.

6. Defendant GlaxoSmithKline Consumer Healthcare Holdings (US) LLC ("GSK") is a Delaware corporation with its principal place of business in Philadelphia, Pennsylvania. At all times material to this case, GSK has been engaged in the manufacturing, sale, and distribution of OTC medications containing PE that have been falsely marketed as providing nasal decongestant relief when in fact PE provides no such relief. GSK markets, promotes, and distributes Ineffective Decongestive Products containing PE through the Theraflu, Advil, and Robitussin brands.

7. J&J, RB, and GSK shall be collectively referred to throughout the Complaint

when appropriate as "Defendants."

#### JURISDICTION AND VENUE

8. This Court has original jurisdiction under the Class Action Fairness Act, 28 U.S.C. § 1332(d), because (a) at least one member of the proposed class is a citizen of a state different from that of each Defendant, (b) the amount in controversy exceeds \$5,000,000, exclusive of interest and costs, (c) the proposed class consists of more than 100 class members, and (d) none of the exceptions under the subsection apply to this action.

9. This Court has personal jurisdiction over Defendants because each Defendant has sufficient minimum contacts in this State, and because each Defendant has otherwise intentionally availed itself of the markets within this State through their business activities, such that the exercise of jurisdiction by this Court is proper and necessary.

10. Venue is proper in this District because the claims alleged in this action accrued in this District and each Defendant regularly transacts its affairs in this District.

11. Each Defendant is subject to the personal jurisdiction of this Court because the Defendants conduct business within this State, maintain and carry out continuous and systematic contacts within this State and this judicial District, regularly transacts business within this State and this judicial District, and regularly avails themselves of the benefits of their presence in this State and this judicial District.

## FACTUAL ALLEGATIONS

## A. The Big Business of Nasal Decongestants.

12. The market for drugs purported to relieve congestion is over \$2 billion per year and includes at least 250 products.

13. One of the two leading ingredients, only phenylephrine ("PE") is sold over-the-

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counter ("OTC"). The other leading ingredient, pseudoephedrine, is effective but is usually sold behind the counter from locked containers, and consumers are limited in the number they can buy. As a result, PE drugs are more popular and account for approximately 80% of the \$2 billion annual market.

14. These medicines are most often used to treat the common cold. According to the American Lung Association, approximately 200 different viruses can cause cold like symptoms which often leads to runny nose, congestion, and sneezing.

15. In the United States, colds account for more visits to the doctor than any other single condition. Adults get an average of two to four colds per year, mostly between September and May. In the United States it is estimated that people in the United States suffer 1 billion colds annually.

16. There are no antiviral medications available for treating the common cold and instead the vast majority of patients rely on products to provide symptom relief. OTC medications are a common form patients seek to receive symptom relief for the common cold.

17. This stunning demand has caused companies to leverage the OTC space in order to provide ostensible symptom relief for the millions of Americans suffering this common ailment.

18. When OTC medications containing pseudoephedrine began receiving added regulatory scrutiny due to their propensity to make it into the illegal drug market, companies began marketing efforts to drive consumers to products containing PE.

19. PE and pseudoephedrine have different mechanisms of action. PE is a specific alpha-1 adrenergic receptor agonist that works by temporarily constricting blood vessels. By

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contrast, pseudoephedrine is a relatively less selective agonist that acts on both alpha and betaadrenergic receptors. It is more lipophilic than PE, and more accessible to the central nervous system because it crosses the blood-brain barrier. As a result, pseudoephedrine taken orally does not metabolize at the same rate as PE, making it more bioavailable than orallyadministered PE. Defendants are well aware of the mechanisms of action between pseudoephedrine and PE and the different metabolic rates for each ingredient.

## B. Defendants Marketed OTC Medications Containing PE as a Decongestant.

20. J&J markets the following OTC medications as decongestants: Sudafed PE, Benadryl Allergy Plus Congestion, and Tylenol Cold + Flu. On its website for Sudafed PE, J&J makes the following representations:



#### Uses

temporarily relieves these symptoms associated with hay fever or other respiratory allergies, and the common cold:

- sinus congestion and pressure
- headache
- minor aches and pains
- nasal congestion
- promotes sinus drainage
- temporarily reduces fever

21. GSK markets the following OTC medications as decongestants: Advil Sinus Congestion and Pain, Theraflu, and Robitussin. On its website, GSK makes the following representations:



22. PE is listed as the active ingredient providing the "decongestant" effect marketed in all of these products.

23. Each Defendant makes similar claims that PE works as the active nasal decongestant ingredients in these numerous consumer brands. Each Defendant promises that these products contain active ingredients that will relieve the symptoms of nasal congestion, and expects consumers to rely upon these promises,

24. Defendants know that consumers look for decongestant relief when searching for an OTC medication to provide symptom relief for the common cold and other ailments and illnesses causing nasal congestion. They directly market their products as providing this relief. "Nasal congestion" is often the first symptom listed on the product packaging that these OTC medications treat. Defendants do this because they know when suffering from cold, flu, and other

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similar ailments, nasal congestion is one of the key symptoms consumers of these OTC medications seek to relieve.

### C. PE is Not a Decongestant when Administered Orally.

25. Unfortunately for consumers (but known to Defendants), PE does not work when taken orally to relieve congestion. This is because once metabolized by the stomach the bioavailable amount of PE available is around 1%, an insufficient amount to actually result in a pharmacological effect.

26. Recently the Nonprescription Drug Advisory Committee to the FDA ("NDAC") conducted a meta-review of the original data used by the FDA to approve PE as a nasal decongestant and the data from studies conducted after the initial FDA review. The conclusion of the NDAC could not be more clear: PE when used orally does not work as a decongestant. Specifically, the NDAC found:

As a result of our evaluation, we believe that the new efficacy data far outweigh the data provided to the Agency as part of the original Panel review. These results suggest that: 1) oral PE at monographed dosages is not effective as a decongestant (i.e., in the face of the new data, the original data are likely not sufficient to support a GRASE determination), 2) oral doses up to 40 mg would also not be effective, 3) finding an effective oral dose that is also safe is not feasible (meaning that doses higher than 40 mg would need to be explored but would also not be safe to study due to effects on blood pressure), and 4) an appropriate dosing interval for oral PE has not been established (meaning that, based on the PK data, an every-4-hour dosing interval is likely too long). Therefore, in addition to lack of efficacy, there may be no path to evaluating higher doses of oral PE as a nasal decongestant.

27. The NDAC reached this conclusion through an exhaustive review of the available studies including studies from 2015-2017 showing that PE when taken orally at the dosages available in OTC medications resulted in no greater effect on decongestants than a placebo. The NDAC Briefing Document published on September 11, 2023 on the oral efficacy of PE as a decongestant is attached as **Exhibit A**.

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28. The FDA is now considering banning PE from oral medication, which would result in pulling hundreds of products containing PE from shelves. Since the FDA panel's conclusion came out, prices for oral medication containing PE have plummeted and consumers are looking elsewhere for the decongestant relief Defendants promised PE would deliver.

### D. Defendants Knew PE is Not Effective as a Decongestant.

29. Defendants are large corporations with dedicated units devoted to reviewing and commenting on studies that affect their products.

30. As a result, Defendants knew of the studies cited by the NDAC and specifically were aware of the studies from 2015-present that demonstrate PE is not an effective decongestant.

31. Nevertheless, Defendants continued to promote to the public that OTC medications containing PE and that would be administered orally were effective as a "decongestant."

## E. Plaintiff is Entitled to Tolling of All Applicable Statute of Limitations.

32. Plaintiff and the other Class members had no way of knowing about Defendants' deception concerning their PE drugs. As consumers, they reasonably believed that the products offered for sale as decongestants were capable of acting as decongestants. Within the time period of any applicable statutes of limitations, Plaintiff and the other Class members could not have discovered through the exercise of reasonable diligence that Defendants' decongestant products were ineffective.

33. Plaintiff and the other Class members did not discover and did not know facts that would have caused a reasonable person to suspect that Defendants did not report information within their knowledge about the ineffectiveness of their decongestant products; nor would a reasonable and diligent investigation have disclosed that Defendants had concealed such

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information about the products' efficacy, which was only known by Plaintiff and the other Class members after the FDA decision in September 2023. For these reasons, all applicable statutes of limitations have been tolled by operation of the discovery rule for the claims asserted herein.

34. All applicable statutes of limitation have also been tolled by Defendants' knowing and active fraudulent concealment and denial of the facts alleged herein throughout the time-period relevant to this action. Rather than disclose the truth about their Ineffective Decongestant Products, Defendants falsely represented these products as ones that would relieve congestion.

35. Defendants were under a continuous duty to disclose to Plaintiff and the other Class members the true character, quality, and nature of their Ineffective Decongestant Products. Defendants knowingly, affirmatively, and actively concealed the true nature, quality, and character of their Ineffective Decongestant Products. As a result, Defendants are estopped from relying on any statutes of limitations in defense of this action.

## **CLASS ALLEGATIONS**

36. Plaintiff brings this action pursuant to Rules 23(a), 23(b)(2), 23(b)(3), and 23(c)(4) of the Federal Rules of Civil Procedure on behalf of themselves and all others similarly situated. Plaintiff seeks to represent the following Classes:

All persons who purchased an oral nasal decongestant containing phenylephrine manufactured by J&J and any of its successors, parents, or affiliates in the United States (the "J&J Nationwide Class").

All persons who purchased an oral nasal decongestant containing phenylephrine manufactured by J&J and any of its successors, parents, or affiliates in the state of Tennessee (the "J&J Tennessee Class").

All persons who purchased an oral nasal decongestant containing phenylephrine manufactured by Defendant RB and any of its successors, parents, or affiliates in the United States (the "RB Nationwide Class").

All persons who purchased an oral nasal decongestant containing phenylephrine manufactured by Defendant RB and any of its successors, parents, or affiliates in the state of Tennessee (the "RB Tennessee Class").

All persons who purchased an oral nasal decongestant containing phenylephrine manufactured by Defendant GSK and any of its successors, parents, or affiliates in the United States (the "GSK Nationwide Class").

All persons who purchased an oral nasal decongestant containing phenylephrine manufactured by Defendant GSK and any of its successors, parents, or affiliates in the state of Tennessee (the "GSK Tennessee Class").

37. Excluded from the Classes are the Defendants, and any of the Defendants' members, affiliates, parents, subsidiaries, officers, directors, employees, successors, or assigns; the judicial officers, and their immediate family members; and Court staff assigned to this case. Plaintiff reserves the right to modify or amend the Class definition, as appropriate, during the course of this litigation. This action has been brought and may properly be maintained on behalf of the Classes proposed herein under the criteria of Rule 23 of the Federal Rules of Civil Procedure.

38. Certification of Plaintiff's claims for class-wide treatment is appropriate because Plaintiff can prove the elements of her claims using the same evidence as would be used to prove those elements in individual actions alleging the same claims.

39. **Numerosity**: Rule 23(a)(1): The members of the Classes are so numerous and geographically dispersed that individual joinder of all Class Members is impracticable. Plaintiff is informed and believes that there are hundreds of thousands of members of the Classes based on the size of the market for decongestant products and Defendants' share of that market, but the precise number of Class members is unknown to Plaintiff.

40. **Commonality and Predominance**: Rule 23(a)(2) and (b)(3): This action involves common questions of law and fact which predominate over any questions affecting individual

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Class members, including, without limitation: a) when Defendants knew that phenylephrine was ineffective as a decongestant; b) whether Defendants sold decongestant products as effective; c) what measures Defendants took to conceal the true nature of their Ineffective Decongestant Products; d) Defendants' duty to disclose the true nature of their Ineffective Decongestant Products; e) whether Plaintiff and the other Class members overpaid for Defendants' Ineffective Decongestant Products; and f) whether Plaintiff and the other Class members are entitled to equitable and injunctive relief.

41. **Typicality**: Rule 23(a)(3): Plaintiff's claims are typical of the other Class Members' claims because, among other things, all Class members were comparably injured through Defendants' wrongful conduct as described above. Plaintiff suffered damages as a direct proximate result of the same wrongful practices in which Defendants engaged.

42. **Adequacy**: Rule 23(a)(4): Plaintiff is an adequate Class Representatives because her interests do not conflict with the interests of the other members of the Classes they seek to represent; Plaintiff has retained counsel competent and experienced in complex class action litigation; and Plaintiff intends to prosecute this action vigorously. Plaintiff and her counsel will fairly and adequately protect the Class's interests.

43. **Superiority**: Federal Rule of Civil Procedure 23(b)(3): A class action is superior to any other available means for the fair and efficient adjudication of this controversy and no unusual difficulties are likely to be encountered in managing this class action. The damages or other financial detriment suffered by Plaintiff and the other Class members are relatively small compared to the burden and expense that would be required to individually litigate their claims against Defendants, so it would be impracticable for the members of the Classes to individually

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seek redress for Defendants' wrongful conduct. Even if Class members could afford individual litigation, such litigation creates a potential for inconsistent or contradictory judgments. It increases the delay and expense to all parties and the court system. By contrast, a class action is suited and intended to manage such difficulties and provide the benefits of uniform and common adjudication, economy of scale, and comprehensive supervision.

44. **Declaratory Relief**: Federal Rule of Civil Procedure 23(b)(2): Defendants have acted or refused to act on grounds generally applicable to Plaintiff and the other members of the Classes, thereby making declaratory relief appropriate, with respect to each Class as a whole.

#### **CLAIMS**

## COUNT I BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY (Against All Defendants)

45. Plaintiff repeats and realleges the foregoing as if fully set forth herein.

46. Plaintiff brings this claim on behalf of the Nationwide Classes or, in the alternative, the State Classes (the "Class," for purposes of this Count).

47. Defendants were at all times a "merchant" within the meaning of Article 2 of the U.C.C., as codified under applicable law.

48. The Ineffective Decongestant Products are and were "goods" within the meaning of Article 2 of the U.C.C., as codified under applicable law.

49. Defendants were obligated to provide Plaintiff and the other Class members Ineffective Decongestant Products that were of merchantable quality, were reasonably fit for the purpose for which they were sold, and conformed to the standards of the trade.

50. Defendants impliedly warranted that those drugs were of merchantable quality and fit for that purpose.

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51. Defendants breached their implied warranties, because their Ineffective Decongestant Products were not of merchantable quality or fit for their ordinary purpose.

52. Defendants' breaches of implied warranties were a direct and proximate cause of Plaintiff's and the other Class members' damages.

## COUNT II FRAUD BY OMISSION OR CONCEALMENT (Against All Defendants)

53. Plaintiff repeats and realleges the forgoing as if fully set forth herein.

54. Plaintiff brings this claim on behalf of the Nationwide Classes or, in the alternative, the State Classes (the "Class," for purposes of this Count).

55. Defendants intentionally and knowingly falsely concealed, suppressed and/or omitted material facts including as to the standard, quality or grade of the PE Drugs. Due to their fraudulent conduct, Plaintiff and the other Class members have suffered actual damages.

56. Defendants knew that PE is ineffective at safe dosages when consumed orally.

57. Defendants were obligated to inform Plaintiff and the other members of the Class of the effectiveness of PE due to their exclusive and superior knowledge of the Ineffective Decongestant Products.

58. Plaintiff and other Class members also expressly reposed a trust and confidence in Defendants because of the nature of their dealings as a healthcare entity and with Plaintiff and other members of the Class as their consumers.

59. Plaintiff and the other Class members would not have purchased the Ineffective Decongestant Products but for Defendants' omissions and concealment of material facts regarding the nature and quality of the Ineffective Decongestant Products and existence of the Ineffective Decongestant Products, or would have paid less for the Ineffective Decongestant Products.

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60. Defendants knew their concealment and suppression of material facts was false and misleading and knew the effect of concealing those material facts.

61. Defendants acted with malice, oppression, and fraud.

62. Plaintiff and the other Class members reasonably relied on Defendants' knowing, affirmative, and active false concealment and omissions. As a direct and proximate result of Defendants' omissions and active concealment of material facts regarding the Ineffective Decongestant Products, Plaintiff and the other Class members have suffered actual damages in an amount to be determined at trial.

### COUNT III UNJUST ENRICHMENT (Against All Defendants)

63. Plaintiff repeats and realleges the foregoing as if fully set forth herein.

64. Plaintiff brings this claim on behalf of the nationwide Class or, in the alternative, the State Classes (the "Class," for purposes of this Count).

65. Defendants' actions include, but are not limited to, providing point-of-sale materials and coupons to entice Plaintiff and the other Class members to purchase Ineffective Decongestant Products.

66. It would be inequitable for Defendants to insulate themselves from liability on this unjust enrichment claim by asserting that retail sales by their retailers cuts off any relationship between the Plaintiff and the Classes and Defendants because Plaintiff and the other Class members cannot seek a remedy directly from Defendants' retailers based on Defendants' sale of the Ineffective Decongestant Products.

67. Plaintiff and all other Class members conferred a benefit on Defendants by purchasing Ineffective Decongestant Products.

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68. Defendants have been unjustly enriched in retaining the revenues derived from Class members' purchases of Ineffective Decongestant Products, which retention under these circumstances is unjust and inequitable because Defendants misrepresented that decongestant products were effective for providing congestion relief when in fact they were not, which caused injuries to Plaintiff and all Class members because they paid a price premium due to Defendants' deception.

69. Because Defendants' retention of the non-gratuitous benefit conferred on it by Plaintiff and all Class members is unjust and inequitable, Defendants must pay restitution to Plaintiff and the Class members for their unjust enrichment, as ordered by the Court.

## COUNT IV VIOLATION OF THE NEW JERSEY CONSUMER FRAUD ACT N.J.S.A. 56:8-1, et seq. (Against RB and J&J)

70. Plaintiff repeats and realleges the foregoing as if fully set forth herein.

71. Plaintiff brings this claim individually and on behalf of the RB and J&J Nationwide Classes, or in the alternative, the RB and J&J State Classes as defined above. Plaintiff asserts this count strictly against RB and J&J.

72. At all relevant times, the Ineffective Decongestant Products sold by RB and J&J at issue constituted "merchandise," as defined by N.J.S.A. 56:8-1(c).

73. At all relevant times, RB and J&J sales and/or distribution of the Ineffective Decongestant Products at issue met the definition of "sale" set forth by N.J.S.A. 56:8-1(e).

74. N.J.S.A. 56:8-2 provides that "[t]he act, use or employment by any person of any unconscionable practice, deception, fraud, false pretense, false promise, misrepresentation, or the knowing, concealment, suppression, or omission of material fact with the intent that others rely upon such concealment, suppression or omission, . . . is declared to be an unlawful practice..." As

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alleged above, J&J and RB sold Ineffective Decongestant Products to Plaintiff and each other Class member as products that provide relief for nasal congestion. Yet J&J and RB also knew that PE is ineffective to treat that symptom when consumed orally at the dosages sold by J&J and RB in the Ineffective Decongestant Products.

75. J&J and RB therefore engaged in practices that are unconscionable, deceptive, and fraudulent and that are based on false pretenses and the knowing concealment, suppression, or omission of material fact with the intent that others rely upon such concealment, suppression or omission in their manufacturing, selling, and distribution of their Decongestant Products. Defendants therefore violated the New Jersey Consumer Fraud Act, N.J.S.A. 56:8-1, et seq.

76. As alleged herein, J&J and RB sold the Ineffective Decongestant Products representing that they would relieve nasal congestion despite knowing that PE, the active ingredient meant to provide such relief, was not effective in reducing such a symptom. This had the capacity, tendency, or effect of misleading consumers in violation of the New Jersey Consumer Fraud Act.

77. Defendants willfully and knowingly withheld information about the inefficacy of PE to their consumers and put on packaging, website, and other promotion materials that RB's and J&J's Ineffective Decongestant Products could alleviate such symptoms. RB and J&J knew or should have known that PE when administered orally as it is in the Ineffective Decongestant Products had no meaningful pharmacological effect on the nasal passages and would perform no better or worse than a placebo when taking orally to relieve nasal congestion.

78. RB's and J&J's marketing, sale, and promotion of the Ineffective Decongestant Products emanated from its headquarters in New Jersey and were made by executives and marketing teams that work in and out of RB's and J&J's corporate headquarters. RB and J&J

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conducted a national marketing campaign to promote the Ineffective Decongestant Products as effective to relieve nasal congestion from its New Jersey headquarters and knew that its marketing and promotional activities would have national impact and reach. RB and J&J through their websites, product packaging, and national marketing efforts made similar statements about the efficacy of the Ineffective Decongestant Products throughout the United States in order to boost sales of its OTC medications and knew that its unfair and deceptive acts or practices would have the tendency or capacity to mislead and create a false impression in consumers nationally and/or were likely to and did deceive consumers, including Plaintiff and the other members of the putative state and national Classes.

79. Plaintiff and the other Class members suffered ascertainable loss caused by RB and J&J's sale of the Ineffective Decongestant Products. Had Plaintiff and other members of the Class been aware of the lack of efficacy of the Ineffective Decongestant Products in alleviating nasal congestion, Plaintiff either would have paid less for the Ineffective Decongestant Products or would not have purchased them at all and instead purchase products with known pharmacological effect to treat that symptom. Plaintiff and the other Class members did not receive the benefit of their bargain as a result of RB and J&J's unfair and deceptive acts and practices.

80. Plaintiff, individually and on behalf of the National and State Classes, seeks monetary damages, costs, attorneys' fees, and such other and further relief provided by law and equity.

## COUNT V VIOLATION OF THE PENNSYVLANIA UNFAIR TRADE PRACTICES AND CONSUMER PROTECTION LAW 73 P.S. §§ 201-1, et seq. (Against J&J and GSK)

81. Plaintiff repeats and realleges the foregoing as if fully set forth herein.

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82. Plaintiff brings this claim individually and on behalf of the J&J and GSK Nationwide Classes, or in the alternative, the J&J and GSK State Classes as defined above. Plaintiff asserts this count strictly against J&J and GSK.

83. At all relevant times, the Ineffective Decongestant Products sold by J&J and GSK at issue constituted "goods," as used throughout the Pennsylvania Unfair Trade Practices and Consumer Protection Law (the "PCPL").

84. At all relevant times, J&J and GSK sales and/or distribution of the Ineffective Decongestant Products at issue met the definition of "trade" and commerce set forth by 73 P.S. § 201-2(3).

85. The PCPL defines an unfair or deceptive act or practice as the following:

(ii) Causing likelihood of confusion or of misunderstanding as to the source, sponsorship, approval or certification of goods or services;

(v) Representing that goods or services have sponsorship, approval, characteristics, ingredients, uses, benefits or quantities that they do not have or that a person has a sponsorship, approval, status, affiliation or connection that he does not have;

(vii) Representing that goods or services are of a particular standard, quality or grade, or that goods are of a particular style or model, if they are of another;

(ix) Advertising goods or services with intent not to sell them as advertised.

73 P.S. § 201-2(4).

86. GSK and J&J therefore engaged in unfair or deceptive acts or practices in their manufacturing, selling, and distributing their Ineffective Decongestant Products. GSK and J&J therefore violated the PCPL.

87. As alleged herein, J&J sold the Ineffective Decongestant Products representing that

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they would relieve nasal congestion despite knowing that PE, the active ingredient meant to provide such relief, was not effective in reducing such a symptom. This had the capacity, tendency, or effect of misleading consumers in violation of the Pennsylvania Consumer Fraud Act.

88. Defendants willfully and knowingly withheld information about the inefficacy of PE to their consumers and put on packaging, website, and other promotion materials that J&J and GSK's Ineffective Decongestant Products could alleviate such symptoms. J&J and GSK knew or should have known that PE when administered orally as it is in the Ineffective Decongestant Products had no meaningful pharmacological effect on the nasal passages and would perform no better or worse than a placebo when taking orally to relieve nasal congestion.

89. J&J's and GSK's marketing, sale, and promotion of the Ineffective Decongestant Products emanated from its headquarters in Pennsylvania and were made by executives and marketing teams that work in and out of J&J's and GSK's corporate headquarters. J&J and GSK conducted a national marketing campaign to promote the Ineffective Decongestant Products as effective to relieve nasal congestion from its Pennsylvania headquarters and knew that its marketing and promotional activities would have national impact and reach. J&J and GSK through their websites, product packaging, and national marketing efforts made similar statements about the efficacy of the Ineffective Decongestant Products throughout the United States in order to boost sales of its OTC medications and knew that its unfair and deceptive acts or practices would have the tendency or capacity to mislead and create a false impression in consumers nationally and/or were likely to and did deceive consumers, including Plaintiff and the other members of the putative state and national Classes.

90. Plaintiff and the other Class members suffered ascertainable loss caused by J&J and GSK's sale of the Ineffective Decongestant Products. Had Plaintiff and other members of the

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Class been aware of the lack of efficacy of the Ineffective Decongestant Products in alleviating nasal congestion, Plaintiff either would have paid less for the Ineffective Decongestant Products or would not have purchased them at all and instead purchase products with known pharmacological effect to treat that symptom. Plaintiff and the other Class members did not receive the benefit of their bargain as a result of J&J's and GSK's unfair and deceptive acts and practices.

91. Plaintiff, individually and on behalf of the National and State Classes, seeks monetary damages, costs, attorneys' fees, and such other and further relief provided by law and equity.

## COUNT VI VIOLATION OF THE TENNESSEE CONSUMER PROTECTION ACT (Tenn. Code Ann. 47-18-101, et. seq.) (Against All Defendants)

92. Plaintiff incorporates and reallege all previous paragraphs as if fully set forth herein. Plaintiff brings this claim for declaratory relief under the Tennessee Consumer Protection Act ("TCPA") against Defendants.

93. Plaintiff brings this claim individually.

94. Plaintiff is a "person" and "consumer" as those terms are defined in Tenn. Code Ann. 47-18-103(6), (18). Plaintiff is a "consumer" in that they acquired by purchase the Ineffective Decongestant Products, and had Defendants been open and honest concerning the inefficacy of the Ineffective Decongestant Products, would not have purchased them.

95. Defendants are "person[s]" as defined in Tenn. Code Ann. 47-18-103(18).

96. The Ineffective Decongestant Products are "goods" as defined in Tenn. Code Ann.

47-18-103(12) purchased for personal, family, or household purposes.

97. The sale Ineffective Decongestant Products affected "trade," "commerce," or "consumer transaction" within the meaning of Tenn. Code Ann. 47-18-103(24).

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98. The TCPA broadly prohibits any unfair or deception acts or practices affecting the conduct of any trade or commerce. Tenn. Code Ann. 47-18-104(a).

99. Pursuant to Tenn. Code Ann. 47-18-109(b), Plaintiffs seek a declaratory judgment that the marketing and sale of the Ineffective Decongestant Products constitutes an unfair or deceptive act or practice in violation of the TCPA. Defendants' conduct of using false, deceptive, and misleading representations that the Ineffective Decongestant Products were in fact effective constitutes an unfair or deception act or practice in violation of the TCPA. In reality, as Defendants knew or should have known, PE was ineffective to alleviate congestion.

100. Defendants knew or should have known that their conduct violated the TCPA.

101. Defendant's conduct proximately caused harm to Plaintiff. Plaintiff has been damaged as a result of the conduct herein alleged in that Plaintiff has spent her own money on the Ineffective Decongestant Products.

102. Plaintiffs seek all available declaratory, injunctive, and/or just and proper relief and reasonable attorney's fees and costs.

#### PRAYER FOR RELIEF

WHEREFORE, Plaintiff, individually and on behalf of the other Class members, respectfully request that the Court enter judgement in their favor and against Defendants, as follows:

- A. Certification of the proposed Class with Plaintiff as class representative;
- B. Appointment of Plaintiff's counsel as Class Counsel;
- C. Injunctive relief, including, but not limited to requiring Defendants to make full disclosure of their knowledge of the efficacy of their Ineffective Decongestant Products;
- D. Disgorgement of their profits from the sales of their Ineffective Decongestant Products;
- E. Damages, including punitive damages, costs, and disgorgement in an amount to be

determined at trial;

- F. An order requiring Defendants to pay both pre- and post-judgment interest on all amounts awarded;
- G. An award of costs and attorneys' fees; and
- H. Such other further relief as may be appropriate.

# **DEMAND FOR JURY TRIAL**

Plaintiff, individually and on behalf of those similarly situated, demands a trial by jury on

all issues so triable.

Dated: November 10, 2023

Respectfully submitted,

### By: /s/ Jeffrey W. Golan

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