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7	UNITED STATES DISTRI	CT COURT FOR THE
8	NORTHERN DISTRICT	OF CALIFORNIA
9	BRITTNEY PINO and TERRI GAMINO, as individuals, on behalf of themselves, the general	CASE NO.
11	public, and those similarly situated,	CLASS ACTION COMPLAINT FOR VIOLATION OF THE CALIFORNIA
12	Plaintiffs,	CONSUMERS LEGAL REMEDIES ACT; FALSE ADVERTISING; FRAUD,
13		DECEIT, AND/OR
14	V.	MISREPRESENTATION; UNFAIR BUSINESS PRACTICES; AND UNJUST
15	BIRCH BENDERS, LLC,	ENRICHMENT
16	Defendant.	JURY TRIAL DEMANDED
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INTRODUCTION

- Plaintiffs Brittney Pino and Terri Gamino, by and through their counsel, bring this class action against Defendant Birch Benders, LLC ("Defendant") to seek redress for its unlawful and deceptive practices in labeling and marketing its pancake and waffle mixes.
- Consumers are increasingly health conscious and, as a result, many consumers seek foods high in protein. To capitalize on this trend, Defendant prominently labels some of its Birch Benders pancake and waffle mixes as providing specific amounts of protein per serving depending on the product, such as "10g PROTEIN" per serving on the front label of its Birch Benders Plant Protein Pancake and Waffle Mix. Consumers, in turn, reasonably expect that each product will actually provide the amount of protein per serving claimed on the front of the product package.
- The Food and Drug Administration ("FDA") prohibits such front label claims about the amount of protein, unless manufactures also provide additional information in the nutrition fact panel about how much of the recommended daily value for protein that the product will actually provide. 21 C.F.R. § 101.9(c)(7)(i). That is because the FDA recognizes that (1) when manufacturers tout an amount of protein on the front label, that amount is likely to be material to purchasing decisions, even though reasonable consumers may not know the total amount of protein they need to ingest on a daily basis, and (2) not all proteins are the same in their ability to meet human nutritional requirements, so a simple statement about the number of grams does not actually inform consumers about how much usable protein they are receiving. Some proteins are deficient in one or more of the nine amino acids essential to human protein synthesis and/or are not fully digestible within the human gut. When a human body uses up the least prevalent essential amino acid from a food product, protein synthesis shuts down and all of the remaining amino acids from that protein source degrade mostly into waste. Likewise, whatever portion of a protein source is not digestible is similarly unavailable for protein synthesis. A protein's ability to support human nutritional requirements is known as its "quality."
 - The FDA required method for measuring protein quality is called the "Protein

Digestibility Corrected Amino Acid Score"—known by its acronym PDCAAS (pronounced Pee-Dee-Kass). It combines a protein source's amino acid profile and its percent digestibility into a discount factor ranging from 0.0 to 1.0 that, when multiplied by the total protein quantity, shows how much protein in a product is actually available to support human nutritional requirements. The regulations term this the "corrected amount of protein per serving." 21 C.F.R. § 101.9(c)(7)(ii). For example, a PDCAAS of .5 means that only half of the protein in that product is actually available to support human protein needs. If the product contained 10 grams total protein per serving, the corrected amount of protein would be only 5 grams per serving. As a result, protein products can vary widely in their ability to support human protein needs—even between two comparator products with the same total protein quantity.

- 5. Because consumers are generally unaware about the usability of various proteins, and may even be unaware of the total amount of usable protein they should ingest each day, the FDA prohibits manufacturers from advertising or promoting their products with a protein claim unless they have satisfied two requirements. First, the manufacturer must calculate the "corrected amount of protein per serving" based on the quality of the product's protein using the PDCAAS method. Second, the manufacturer must use the PDCAAS computation to provide "a statement of the corrected amount of protein per serving" in the nutrition facts panel ("NFP") "expressed as" a percent daily value ("%DV") and placed immediately adjacent to the statement of protein quantity. 21 C.F.R. § 101.9(c)(7)(i)-(iii). The %DV is the corrected amount of protein per serving divided by the daily reference value for protein of 50 grams. *Id*. Using the same example of a product containing 10 grams total protein per serving with a PDCAAS of .5, the %DV is 10% (5g/50g). Had all of the protein in the product been useful in human nutrition, the %DV would be 20% (10g/50g).
- 6. The primary protein sources in Defendant's products are wheat and brown rice. Wheat and brown rice are low quality proteins with a PDCAAS score of between 0.4 and 0.5, which means Defendant's products will provide nutritionally as little as *half* of their total protein quantity. Nevertheless, Defendant failed to provide in the NFP a statement of the

corrected amount of protein per serving calculated according to the PDCAAS methodology and expressed as a %DV. Accordingly, the protein claims on the front of the package, such as "10g PROTEIN" made on the Birch Benders Plant Protein Pancake and Waffle Mix, are unlawful in violation of parallel state and federal laws because Defendant did not comply with the regulatory requirements for making a protein claim.

- 7. In addition to being unlawful under 21 CFR §§ 101.9 and 101.13, Defendant's prominent protein claim on the front of the package, in the absence of any statement of the corrected amount of protein per serving expressed as a %DV in the NFP, also is likely to mislead reasonable consumers. Consumers reasonably expect that Defendant's products will actually provide nutritionally the full amount of protein per serving claimed on the front of the product package and stated in the protein quantity section of the NFP. But Defendant's products do not do so on account of their low protein quality. Had Defendant included a statement of the corrected amount of protein per serving in the NFP, as it was required to do under the law, it would have revealed that the product provides nutritionally as little as half of their total protein quantity. That information was material to reasonable consumers.
- 8. Additionally, Defendant's protein claim is also misleading because it is stated in the form of a quantitative amount appearing alone, without any information about protein quality. FDA regulations prohibit a manufacturer from stating "the amount or percentage of a nutrient" on the front label if it is "false or misleading in any respect." 21 C.F.R. § 101.13(i)(3). The primary protein sources in Defendant's products are wheat and brown rice. Both are low quality proteins with PDCAAS scores that range between 0.4 and 0.5. Accordingly, although Defendant advertises its Birch Benders Plant Protein Pancake and Waffle Mix, for example, with a "10g PROTEIN" claim, it actually provides, in a form that humans can use, as little as 5 grams of protein, i.e., less than half the protein consumers reasonable expect to receive based on the label. This is misleading.
- 9. Defendant's unlawful and misleading protein claims caused Plaintiffs and members of the class to pay a price premium for the products.

PARTIES

- 10. Plaintiff Brittney Pino is, and at all times alleged in this Class Action Complaint was, an individual and a resident of San Rafael, California.
- 11. Plaintiff Terri Gamino is, and at all times alleged in this Class Action Complaint was, an individual and a resident of Santa Ana, California.
 - 12. Brittney Pino and Terri Gamino are collectively referred to hereafter as "Plaintiffs."
- 13. Defendant Birch Benders, LLC is a corporation existing under the laws of Delaware, with its principal place of business in Louisville, Colorado.

JURISDICTION AND VENUE

- 14. This Court has jurisdiction over the subject matter of this action pursuant to 28 U.S.C. § 1332(d)(2). The aggregate amount in controversy exceeds \$5,000,000, exclusive of interest and costs; and Plaintiffs and Defendant are citizens of different states.
- 15. The injuries, damages and/or harm upon which this action is based, occurred or arose out of activities engaged in by Defendant within, affecting, and emanating from, the State of California. Defendant regularly conducts and/or solicits business in, engages in other persistent courses of conduct in, and/or derives substantial revenue from products provided to persons in the State of California. Defendant has engaged, and continues to engage, in substantial and continuous business practices in the State of California.
- 16. Venue is proper in this District pursuant to 28 U.S.C. § 1391(b)(2) because a substantial part of the events or omissions giving rise to the claims occurred in the state of California, including within this District.
 - 17. In accordance with California Civil Code Section 1780(d), Ms. Pino concurrently files herewith a declaration establishing that, at various times throughout the class period, she purchased the Birch Benders Pancake and Waffle Mix in the Plant Protein variety at a Sprouts retail store in San Rafael, California. (Ms. Pino's declaration is attached hereto as Exhibit A.)
 - 18. Plaintiffs accordingly allege that jurisdiction and venue are proper in this Court.

SUBSTANTIVE ALLEGATIONS

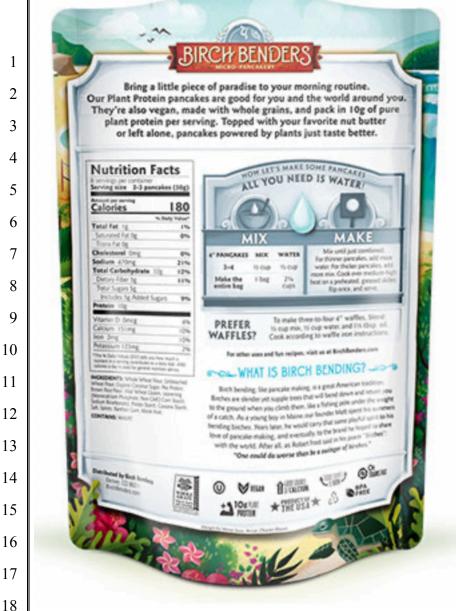
19. Defendant manufactures, distributes, markets, advertises, and sells a variety of consumer food products under the brand name "Birch Benders." Some of these products have packaging that predominately, uniformly, and consistently states on the principal display panel of the product labels that they contain and provide a certain amount of protein per serving. Plaintiffs have attached, as Exhibit B, a non-exhaustive list of the Birch Benders products that make protein claims on the front of the product packages. The products listed in Exhibit B, and any other Birch Benders brand product that claims a specific amount of protein on the front of its label, will hereinafter be referred to as the "Products."

20. The representation that the Products contain and provide a specific amount of protein per serving was uniformly communicated to Plaintiffs and every other person who purchased any of the Products in California. The same or substantially similar product label has appeared on each Product during the entirety of the Class Period in the general form of the following example:

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21. The nutrition facts panel on the back of the Products uniformly and consistently failed to provide any statement of the corrected amount of protein per serving, expressed as a %DV, throughout the Class Period. The nutrition facts panel of the Products has appeared consistently throughout the Class Period in the general form of the following example (from the Plant Protein pancake and waffle mix):



22. As described in detail below, Defendant's advertising and labeling of the Products as containing and providing specific amounts of protein per serving is unlawful, misleading,

and intended to induce consumers to purchase the Products at a premium price, while ultimately failing to meet consumer expectations. The Products' front label protein claims are unlawful because Defendant did not: (1) calculate the "corrected amount of protein per serving" based on the quality of the product's protein using the PDCAAS method; and (2) provide a statement of that corrected amount of protein per serving in the NFP, expressed as %DV. 21 C.F.R. § 101.9(c)(7)(i) & (iii). The unlawful front label protein claims induced consumers to purchase the Products at a premium price. The front label protein claims are also false and misleading because they deceive reasonable consumers into believing that a serving of the Products will provide the grams of protein as represented on the label, when in fact, correcting for the Products' poor protein quality through PDCAAS, the amount provided will be approximately half or less because Defendant uses proteins of low biological value to humans in its products, such as wheat and brown rice.

23. Defendant's failure to provide the required statement of the corrected amount of protein per serving also deceived and misled reasonable consumers into believing that a serving of the Products will provide the grams of protein represented on the label, when that is not true. Had Defendant complied with the law, it would have revealed the Products provide significantly less protein than claimed because Defendant uses low quality proteins in its products, such as wheat and brown rice. The absence of this information also allowed Defendant to charge a price premium. Had reasonable consumers been informed of the true amount of protein that the products provided through a statement of the corrected amount of protein per serving, as required by FDA regulations, they would not have purchased or would have paid less for the Products.

Consumer Demand for Protein

24. Many American consumers are health conscious and seek wholesome, natural foods to keep a healthy diet, so they routinely rely upon nutrition information when selecting and purchasing food items. This is especially true in the community of athletes, registered dietitians, and coaches, to which Defendant markets. As noted by FDA Commissioner Margaret Hamburg during an October 2009 media briefing, "[s]tudies show that consumers trust and be-

lieve the nutrition facts information and that many consumers use it to help them build a healthy diet." Indeed, the FDA recommends relying on Nutrition Facts Labels as the primary tool to monitor the consumption of protein.¹

- 25. Protein is found throughout the body—in muscle, bone, skin, hair, and virtually every other body part or tissue. The health benefits of protein are well studied and wide ranging. Scientific studies have confirmed that protein can assist in weight loss, reduce blood pressure, reduce cholesterol, and control for risk factors for cardiovascular diseases. The National Academy of Medicine recommends that adults get a minimum of .8 grams of protein for every kilogram of body weight per day, or just over 7 grams for every 20 pounds of body weight. For a 140-pound person, that means about 50 grams of protein each day. For a 200-pound person, that means about 70 grams of protein each day.
- 26. The health benefits of protein are just as important, if not more important, for children. Children are in a relative state of constant growth and rely on protein as the building block of muscle, bone, skin, hair, and virtually every other body part or tissue. The National Academies of Science recommends the following amounts of daily intake of protein based on age group: 1-3 years old: 13 g of protein per day; 4-8 years old: 19 g of protein per day; 9-13 years old: 34 g of protein per day.³
- 27. Protein *quantity* by itself does not tell the full story of protein from a human nutritional standpoint. A protein's *quality* is also critical because humans cannot fully digest or utilize some proteins. Proteins are not monolithic. They are simply chains of amino acids, and different types of amino acids chained together in different ways will make different types of proteins. Further, the makeup of the protein changes the function of that protein in the body, and certain types of proteins are more easily digested and used by humans than others.

¹ FDA Protein Fact Sheet,

https://www.accessdata.fda.gov/scripts/InteractiveNutritionFactsLabel/factsheets/Protein.pdf

National Academies of Medicine. *Dietary Reference Intakes for Energy, Carbohydrate, Fiber, Fat, Fatty Acids, Cholesterol, Protein, and Amino Acids (Macronutrients).*Id.

- 28. All of a human's proteins are formed through the process of protein synthesis within their own bodies. That is, although humans consume dietary proteins, they digest those proteins, break them down into their constituent amino acids, and then use those amino acids as building blocks to synthesize the human proteins necessary for life, tissue repair, and other functions. Of the twenty total amino acids, humans can produce only eleven of them on their own. Humans cannot produce, under any circumstances, nine of the amino acids required for protein synthesis. These nine amino acids are called the "essential amino acids" and they must be supplied through the diet.
- 29. All nine essential amino acids are necessary for protein synthesis to take place. Lacking even one essential amino acid will prevent protein synthesis from occurring, and the rest of the proteins will degrade into waste. Accordingly, once the body uses up the limiting essential amino acid from a protein source, the remainder of that protein becomes useless to human protein synthesis and has little nutritional value. As the FDA has explicitly recognized, "[b]ecause excess amino acids are not stored in the body, humans need a constant supply of good quality dietary proteins to support growth and development." 58 Fed. Reg. 2079 at 2101. High-quality proteins, therefore, are those that contain all nine essential amino acids because they have a greater effect on protein synthesis and are fully digestible. A dietary protein containing all of the essential amino acids in the correct proportions is typically called a "complete protein."
- 30. A protein source's digestibility also affects the amount of useable protein a person receives from consuming it. Many plant-based proteins are only 85% digestible, meaning 15% of the protein from that source will simply pass through the body without ever being absorbed at all.
- 31. As the FDA has stated in official guidance, "Accurate methods for determining protein quality are necessary because different food protein sources are not equivalent in their ability to support growth and body protein maintenance." 56 Fed. Reg. 60366, § B. The Protein Digestibility Corrected Amino Acid Score ("PDCAAS"), is the FDA mandated measure of

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protein quality, and it accounts for both the amino acid profile and the digestibility of the protein. 21 C.F.R. § 101.9(c)(7)(ii).

- 32. The PDCAAS method requires the manufacturer to determine the amount of essential amino acids that the food contains and then combine that with the proteins' digestibility into an overall discount factor (i.e., a "score" from 0.0-1.0) that represents the actual amount of protein the food provides nutritionally when multiplied by raw protein quantity. The regulations term this the "corrected amount of protein per serving." 21 C.F.R. § 101.9(c)(7)(i).
- 33. Defendant uses plant-based proteins in its products. Because of the differences in benefits depending on the amino acid composition of a protein, the source of protein is important. Whey protein is animal-based and contains all nine essential amino acids. It has a high biological value and is fully digestible by humans. Thus, whey protein has a PDCAAS of 1.0. Plant proteins rarely contain all nine essential amino acids. Further, plant proteins such as wheat and brown rice proteins, which Defendant uses in the Products according to the ingredient lists, are of low quality to humans. These types of proteins typically have a PDCAAS of between .4 and .5, meaning only 40-50% of the protein from those sources will be useable by humans as protein.
- 34. Accordingly, Defendant's use of low quality proteins, even in combination with some higher quality proteins, means that they actually provide far less protein to humans than the Product labels claim.

Federal and State Regulations Governing Food Labeling

35. Identical federal and California laws regulate the content of labels on packaged food. The requirements of the federal Food, Drug & Cosmetic Act ("FDCA"), and its labeling regulations, including those set forth in 21 C.F.R. §§ 101, 102, were adopted by the California legislature in the Sherman Food Drug & Cosmetic Law (the "Sherman Law"). California Health & Safety Code § 110100 ("All food labeling regulations and any amendments to those regulations adopted pursuant to the federal act, in effect on January 1, 1993, or adopted on or after that date shall be the food labeling regulations of this state."). The federal laws and regulations discussed below are applicable nationwide to all sales of packaged food products. Addi-

tionally, none of the California laws sought to be enforced here imposes different requirements on the labeling of packaged food for sale in the United States.

- 36. According to FDA regulations, "[a] statement of the corrected amount of protein per serving, as determined in paragraph (c)(7)(ii) of this section, calculated as a percentage of the RDI or DRV for protein, as appropriate, and expressed as a Percent of Daily Value . . . *shall* be given if a protein claim is made for the product . . ." 21 C.F.R. 101.9(c)(7)(i) (emphasis added). Further, FDA regulations require the %DV to be calculated using PDCAAS, a method that accounts for both protein quantity and protein quality. 21 C.F.R. § 101.9(c)(7)(i)-(iii); FDA Food Labeling Guide, p. 29, Question N.22. The first step is to calculate the "corrected amount of protein per serving" by multiplying protein quantity by the PDCAAS quality value, and then dividing that "corrected amount" by 50 grams (the "recommended daily value" for protein) to come up with the %DV. *Id*.
- 37. The Products all make protein claims on the front label, but fail, uniformly to provide a statement of the corrected amount of protein per serving in the NFP calculated according to the PDCAAS method. The protein claims on the front are, therefore, unlawful, and were never permitted to be on the labels in the first instance.
- 38. Defendant's use of a front-label protein claim, while failing to include the required statement of the corrected amount of protein per serving in the NFP calculated using the PDCAAS method and expressed as a %DV, is also misleading. By failing to provide it, Defendant misled consumers into believing that the Products provide a higher amount of protein than they really do. It also enabled Defendant to conceal the fact that its Products consist of low quality proteins that simply do not provide all of the protein that quantity alone represents. Indeed, when promulgating 21 C.F.R. § 101.9(c)(7), the FDA explained in published guidance that "Information on protein quantity alone can be misleading on foods that are of low protein

⁴ Guidance for Industry: A Food Labeling Guide ("FDA Food Labeling Guide") p. 29, Question N22, U.S. Food & Drug Administration, https://www.fda.gov/media/81606/download (last accessed February 18, 2020).

quality." It also explained that it was prohibiting manufacturers from making any protein claims at all *unless* the manufacturer provides a statement of the corrected amount of protein per serving in the NFP based on PDCAAS because "nutrition labeling must allow consumers to readily identify foods with particularly low quality protein to prevent them from being misled by information on only the amount of protein present." 58 Fed. Reg. 2079 at 2101-2.

- 39. Similarly, 21 C.F.R. § 101.13(i)(3) prohibits manufacturers from making a claim on the front of a product's package about the "amount or percentage of a nutrient," such as protein, if the statement is "false or misleading in any respect." If it is, then "it may not be made on the label." 21 C.F.R. § 101.13(b). This is true even if the same amount appears in the nutrition facts panel. 21 C.F.R. § 101.13(c). The FDA explained in promulgating section 101.13(i) that the regulation was necessary "since many consumers have a limited knowledge and understanding of the amounts of nutrients that are recommended for daily consumption," which means that "a statement declaring that the product contained a specified amount of a nutrient could be misleading. By its very presence, such a statement could give consumers who were unfamiliar with the dietary recommendations the false impression that the product would assist them in maintaining healthy dietary practices relative to the amount of the nutrient consumed when it, in fact, would not." 56 Fed. Reg. 60421. The rules are different for amounts in the NFP and nutrient content claims because a voluntary nutrient declaration on the front panel "is viewed by the agency as an effort to market the food as a significant source of nutrients." 56 Fed. Reg. 60366.
- 40. In addition to regulating the NFP, the FDA has promulgated a separate set of regulations that govern nutrient content claims on the front of a package. 21 C.F.R. § 101.13. A nutrient content claim is a claim that "expressly or implicitly characterizes the level of a nutrient." 21 C.F.R. § 101.13(b). "Express" nutrient content claims include any statement outside the Nutrition Facts Panel, about the level of a nutrient. 21 C.F.R. 101.13(b)(1); 21 C.F.R. § 101.13(c). Stating information from the nutrition facts panel (such as grams protein per serving) elsewhere on the package necessarily constitutes a nutrient content claim. 21 C.F.R. § 101.13(c).

A manufacturer cannot make a nutrient content claim in the form of a "statement about the amount or percentage of a nutrient" if the statement is "false or misleading in any respect." 21 C.F.R. 101.13(i)(3).

- 41. Under the FDCA, the term false has its usual meaning of "untruthful," while the term misleading is a term of art that covers labels that are technically true, but are likely to deceive consumers.
- 42. While a required statement *inside* of the NFP escapes regulations reserved for nutrient content claims (21 C.F.R. § 101.13(c)), the identical statement *outside* of the NFP is still considered a nutrient content claim and is therefore subject to 21 C.F.R. § 101.13(i)(3). 21 C.F.R. § 101.13(c). Indeed, the Ninth Circuit has specifically held that "a requirement to state certain facts in the nutrition label is not a license to make that statement elsewhere on the product." Reid *v. Johnson & Johnson*, 780 F.3d 952, 960 (9th Cir. 2015). Thus, Defendant's quantitative protein claims on the front label are subject to analysis as a nutrient content claim and cannot be false or misleading in any manner.
- 43. Defendant's protein representations on the front package are misleading because they broadly tout protein quantity *alone* while ignoring that the poor quality proteins in the Products will provide far less useable protein than claimed. The claim on the front is therefore separately misleading and should never have appeared on the package.

<u>Defendant's Marketing and Labeling of the Products Violates State and Federal Food Labeling Laws</u>

- 44. Defendant's Products are unlawful, misbranded, and violate the Sherman Law, California Health & Safety Code § 110660, *et seq*. Defendant makes protein content claims on the front of its Product packages even though it uniformly fails to provide a statement of the corrected amount of protein per serving in the NFP calculated according to the PDCAAS method and expressed as a %DV as required by 21 C.F.R. § 101.9(c)(7)(i). Defendant's failure to comply with this requirement render its front label protein claim unlawful per se and the product misbranded.
- 45. Defendant's standalone, front label protein quantity claim is also misleading, and therefore prohibited by sections 101.13(i)(3) and (b) due to Defendant's failure to include a statement of the corrected amount of protein per serving in the NFP calculated using the

PDCAAS method and expressed as a %DV. Consumers have a "limited knowledge and understanding of the amount of [protein] that [is] recommended for daily consumption," let alone an understanding of the science behind protein quality and how different types of proteins are used and absorbed in the body. 56 Fed. Reg. 60421. The FDA requires a statement of the corrected amount of protein per serving in the NFP precisely to ensure that "consumers are not misled by information on only the amount of protein present" in a product with low quality protein. 58 Fed. Reg. 2079 at 2101-2. Defendant's failure to provide it rendered the label misleading. Further, the front label is also misleading because it states that it provides a specific amount of protein per serving—such as "10g PROTEIN" for the Birch Benders Plant Protein Pancake and Waffle Mix—when, in fact, after adjusting the protein content based on PDCAAS, the products will provide approximately half that much protein.

- 46. Defendant's marketing, advertising, and sale of the Products violates the misbranding provisions of the Sherman Law (California Health & Safety Code § 110660, *et. seq.*), including but not limited to:
 - a. Section 110665 (a food is misbranded if its labeling does not conform with the requirements for nutrition labeling as set forth in 21 U.S.C. Sec. 343(q));
 - Section 110705 (a food is misbranded if words, statements and other information required by the Sherman Law to appear food labeling is either missing or not sufficiently conspicuous);
 - c. Section 110760, which makes it unlawful for any person to manufacture, sell, deliver, hold, or offer for sale any food that is misbranded;
 - d. Section 110765, which makes it unlawful for any person to misbrand any food; and
 - e. Section 110770, which makes it unlawful for any person to receive in commerce any food that is misbranded or to deliver or proffer for delivery any such food.
- 47. Defendant's marketing, advertising, and sale of the Products also violates the false advertising provisions of the Sherman Law (California Health & Safety Code § 110390, *et. seq.*), including but not limited to:

- f. Section 110390, which makes it unlawful to disseminate false or misleading food advertisements that include statements on products and product packaging or labeling or any other medium used to directly or indirectly induce the purchase of a food product;
- g. Section 110395, which makes it unlawful to manufacture, sell, deliver, hold or offer to sell any falsely or misleadingly advertised food; and
- h. Sections 110398 and 110400, which make it unlawful to advertise misbranded food or to deliver or proffer for delivery any food that has been falsely or misleadingly advertised.
- 48. Defendant has violated 21 U.S.C. § 343(a), and the standards set by FDA regulations, including but not limited to 21 C.F.R. § 101.9 (c)(7), which have been incorporated by reference in the Sherman Law, by failing to include on the Product labels the nutritional information required by law.
- 49. A reasonable consumer would expect that the Products provide what Defendant identifies them to provide on the product labels and that the labels would not be contrary to the policies or regulations of the State of California and/or the FDA. For example, a reasonable consumer would expect that when Defendant labels its Products as containing "10g PROTEIN" per serving, as Defendant claimed on the Birch Benders Plant Protein Pancake and Waffle Mix, the Products would provide 10 grams of protein per serving in a form their bodies could use. Because Defendant did not conduct PDCAAS and provide a statement of the corrected amount of protein per serving, expressed as a %DV, consumers have no idea that the Products provide significantly less protein.
- 50. Consumers lack the meaningful ability to test or independently ascertain the truth-fulness of Defendant's food labeling claims, especially at the point of sale. Reasonable consumers, when they look at the front label of the Products, believe the Products provide the amount of protein represented on the front label. Because Defendant does not include any information as to the quality of the protein anywhere on the packaging, even though it was legally required to do so, consumers do not have any reason to think otherwise. Reasonable

consumers do not walk around with the PDCAAS values for various protein sources in their heads. They would not know the true amount of protein the Products provide nutritionally merely by looking elsewhere on the product package. Its discovery requires investigation well beyond the grocery store aisle and knowledge of food chemistry beyond that of the average consumer. An average consumer does not have the specialized knowledge necessary to ascertain that a serving of a Product does not provide the number of grams of protein that is represented on the label. An average consumer also lacks the specialized knowledge necessary to determine the PDCAAS for the Products. The average reasonable consumer had no reason to suspect that Defendant's representations on the packages were misleading. Therefore, consumers had no reason to investigate whether the Products actually do provide the amount of protein per serving that the labels claim they do and reasonably relied on Defendant's representations regarding the nature of the Products.

51. Defendant intends and knows that consumers will and do rely upon food labeling statements in making their purchasing decisions. Label claims and other forms of advertising and marketing drive product sales, particularly if placed prominently on the front of product packaging, as Defendant has done with the claims on the Products that they contain and provide specific amounts of protein per serving.

<u>Defendant Misleadingly Markets the Products to Increase Profits and Gain a Competitive Edge</u>

52. In making false, misleading, and deceptive representations, Defendant distinguishes the Products from its competitors' products. Defendant knew and intended that consumers would purchase, and pay a premium for, products labeled with a protein claim. By using this branding and marketing strategy, Defendant is stating that the Products are superior to, better than, and more nutritious and healthful than other products that do not make protein claims, or that do not make protein claims based on poorly-disclosed added ingredients, or that properly provide the required statement of the corrected amount of protein in the product as determined by the PDCAAS method and express as a %DV and otherwise do not mislead consumers about the amount of protein their products actually provide.

Defendant Intends to Continue to Market the Products as Containing More Protein than the Products Actually Contain

- 53. Because consumers pay a price premium for products that make protein claims, and also pay a premium for products that provide more protein, by labeling its Products as containing more grams of protein per serving than they actually provide, Defendant is able to both increase its sales and retain more profits.
- 54. Defendant engaged in the practices complained of herein to further its private interests of: (i) increasing sales of the Products while decreasing the sales of competitors that do not misrepresent the number of grams of protein contained in its products, and/or (ii) commanding a higher price for its Products because consumers will pay more for the Products due to consumers' demand for products containing more protein.
- 55. The market for protein products is continuing to grow and expand, and because Defendant knows consumers rely on representations about the number of grams of protein in food products, Defendant has an incentive to continue to make such unlawful and misleading representations. In addition, other trends suggest that Defendant has no incentive to change its labeling practices.
- 56. For example, one market analysis revealed that between 2013-2017, product launches with a protein claim grew 31%.5
- 57. To capitalize on the growing market, Defendant continues to launch new product lines and flavors to diversify its portfolio to maintain its competitive edge. Moreover, Defendant has continued to replicate its misrepresentations on new products. It is therefore likely that Defendant will continue to misleadingly advertise the Products and perpetuate the misrepresentations regarding the protein in the Products.

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https://www.bakeryandsnacks.com/Article/2018/11/26/10-key-snack-trends-towatch?utm source=copyright&utm medium=OnSite&utm campaign=copyright

Brittney Pino

58. On multiple occasions in 2021, Ms. Pino purchased the Birch Benders Pancake and Waffle Mix in the Plant Protein variety at a Sprouts retail store in San Rafael, California.

PLAINTIFFS' EXPERIENCES

- 59. Ms. Pino made each of her purchases after reading and relying on the truthfulness of Defendant's front labels that promised the Products provided a specific number of grams of protein per serving. For example, she purchased the Birch Benders Pancake and Waffle Mix in the Plant Protein variety relying on the representation of "10g PROTEIN" per serving on the front of the product package. She believed the truth of each representation, i.e., that the product would actually provide her the specific amount of protein claimed on the front labels in a form her body could utilize. Had Defendant complied with the law, and not made the protein claims on the front of its packages in these circumstances, she would not have been drawn to the Products and would not have purchased them. At a minimum, Ms. Pino would have paid less for each Product.
- 60. Moreover, had Defendant adequately disclosed the corrected amount of protein per serving for each Product expressed as a %DV, as FDA regulations require, Ms. Pino would not have purchased the products or would have, at minimum, she would have paid less for them. Ms. Pino regularly checks the NFP before purchasing any product for the first time, including the %DV column for protein when manufacturers provide it, and she uses that information as a basis of comparison between similar products. Manufacturers do not always disclose a %DV for protein, but when they do, she selects the product that provides more of the recommend daily amount of protein (i.e., the one with a higher %DV). When a manufacturer does not provide a %DV for protein, she can only go off of the stated grams of protein, and she assumes that all of those disclosed grams are in a form her body can use as protein.
- 61. For example, with the Birch Benders Plant Protein pancake and waffle mix, Ms. Pino was looking for a product that would provide her with 10 grams of useable protein per serving. Had she seen that the product provided only 10% (or less) of the daily value for protein, i.e., only approximately 5 grams or less corrected amount of protein per serving, she

would not have purchased the product or, at a minimum, she would have paid less for it. Ms. Pino would also have used the information as a basis to compare similar products and would have chosen instead to purchase one with a higher %DV. Without the statement of the corrected amount of protein per serving in the form of a %DV, the only information Ms. Pino had about the Products was the 10g protein quantity, and she believed he was receiving the full amount of that quantity in a form her body could use. Because the Products did not provide any statement of the corrected amount of protein per serving, Ms. Pino did not have any reason to believe that the Products provided less protein than the amount represented on the front of the label. Nor did Ms. Pino have any reason to know the Products consisted of anything other than high quality proteins, and did in fact believe she was receiving 10 grams of high quality protein when she purchased the Birch Benders Plant Protein Pancake and Waffle Mix.

62. Ms. Pino continues to desire to purchase protein products, including those marketed and sold by Defendant. If the Products were reformulated to provide in a usable form the grams of protein that are represented on the labels, Ms. Pino would likely purchase them again in the future. Ms. Pino regularly visits stores where Defendant's products and other protein products are sold. Because Ms. Pino does not know the formula for Defendant's products and cannot test whether or not the Products provide the amount of protein that is represented on the label, Ms. Pino will be unable to rely on Defendant's labels when shopping for protein products in the future absent an injunction that prohibits Defendant from labeling its products with the incorrect number of grams of protein that each serving contains. Should Defendant begin to market and sell a new line of products, Ms. Pino could be at risk for buying another one of Defendant's products in reliance on the same or similar misrepresentation.

<u>Terri Gamino</u>

- 63. In or around April 2021, Ms. Gamino purchased the Birch Benders Pancake and Waffle Mix in the Protein and Keto varieties, at retail stores in the Orange County area, including Albertsons and Costco in Fountain Valley, California.
- 64. Ms. Gamino made each of her purchases after reading and relying on the truthfulness of Defendant's front labels that promised the Products provided a specific number

Gamino had about

of grams of protein per serving. For example, she purchased the Birch Benders Protein Pancake and

Waffle Mix after reading and relying on the representation of "16g PROTEIN" per serving on the front of the product package. Ms. Gamino believed the truth of each representation, i.e., that the product would actually provide her the specific amount of protein claimed on the front labels in a form her body could utilize. Had Defendant complied with the law, and not made the protein claims on the front of its packages in these circumstances, Ms. Gamino would not have been drawn to the Products and would not have purchased them. At a minimum, she would have paid less for each Product.

- 65. Moreover, had Defendant adequately disclosed the corrected amount of protein per serving for each Product expressed as a %DV, as FDA regulations require, Ms. Gamino would not have purchased the products or would have, at minimum, paid less for them. Ms. Gamino regularly checks the NFP before purchasing any product for the first time, including the %DV column for protein when manufacturers provide it, and she uses that information as a basis of comparison between similar products. Manufacturers do not always disclose a %DV for protein, but when they do, she always selects the product that provides more of the recommend daily amount of protein (i.e., the one with a higher %DV). When a manufacturer does not provide a %DV for protein, Ms. Gamino can only go off of the stated grams of protein, and she assumes that all of those disclosed grams are in a form her body can use as protein.
- 66. For example, with the Birch Benders Protein Pancake and Waffle Mix, Ms. Gamino was looking for a product that would provide her 16 grams of useable protein per serving. Had she seen that the product provided only 16% (or less) of the daily value for protein, i.e., only approximately 8 grams or less corrected amount of protein per serving, she would not have purchased the product or, at a minimum, she would have paid less for it. Ms. Gamino would also have used the information as a basis to compare similar products and would have chosen instead to purchase one with a higher %DV. Without the statement of the corrected amount of protein per serving in the form of a %DV, the only information Ms. Gamino had about the Products was the protein quantity, and she believed she was receiving

the full amount of that quantity in a form her body could use. Because the Products did not provide any statement of the corrected amount of protein per serving, Ms. Gamino did not have any reason to believe that the Products provided less protein than the amount represented on the front of the label. Nor did Ms. Gamino have any reason to know the Products consisted of anything other than high quality proteins, and did in fact believe she was receiving 16 grams of high quality protein for the Birch Benders Protein Pancake and Waffle Mix and 9 grams of high quality protein for the Birch Benders Keto Pancake and Waffle Mix.

67. Ms. Gamino continues to desire to purchase protein products, including those marketed and sold by Defendant. If the Products were reformulated to provide the grams of protein that are represented on the labels, Ms. Gamino would likely purchase them again in the future. Ms. Gamino regularly visits stores where Defendant's products and other protein products are sold. Because Ms. Gamino does not know the formula for Defendant's products and cannot test whether or not the Products provide the amount of protein that is represented on the label, Ms. Gamino will be unable to rely on Defendant's labels when shopping for protein products in the future absent an injunction that prohibits Defendant from labeling its products with the incorrect number of grams of protein that each serving contains. Should Defendant begin to market and sell a new line of products, Ms. Gamino could be at risk for buying another one of Defendant's products in reliance on the same or similar misrepresentation.

68. Plaintiffs and members of the Class have been economically damaged by their purchase of the Products because the advertising for the Products was and is unlawful and/or misleading under California law and the products are misbranded; therefore, the Products are worth less than what Plaintiffs and members of the Class paid for them and/or Plaintiffs and members of the Class did not receive what they reasonably intended to receive.

CLASS ALLEGATIONS

69. Plaintiffs bring this class action lawsuit on behalf of themselves and a proposed class of similarly situated persons, pursuant to Rule 23(b)(2) and (b)(3) of the Federal Rules of Civil Procedure. Plaintiffs seek to represent the following group of similarly situated persons, defined as follows:

The Class: All persons in the State of California who purchased the Products between April 7, 2018 and the present.

- 70. This action has been brought and may properly be maintained as a class action against Defendant because there is a well-defined community of interest in the litigation and the proposed class is easily ascertainable.
- 71. Numerosity: Plaintiffs do not know the exact size the Class, but they estimate that it is composed of more than 100 persons. The persons in the Class are so numerous that the joinder of all such persons is impracticable and the disposition of their claims in a class action rather than in individual actions will benefit the parties and the courts.
- 72. Common Questions Predominate: This action involves common questions of law and fact to the potential Class because each class member's claim derives from the deceptive, unlawful and/or unfair statements and omissions that led consumers to believe that the Products contained the amount of protein as represented on the Product labels. The common questions of law and fact predominate over individual questions, as proof of a common or single set of facts will establish the right of each member of the Class to recover. The questions of law and fact common to the Class are:
 - a. What is the PDCAAS for the protein in the Products;
 - b. Whether the marketing, advertising, packaging, labeling, and other promotional materials for the Products are unlawful and/or misleading;
 - c. Whether Defendant's actions violate Federal and California laws invoked herein;
 - d. Whether labeling the Products with a protein claim causes the Products to command a price premium in the market;
 - e. Whether Defendant's failure to provide a statement of the corrected amount of

- protein per serving in the Products sold to the Class and Subclass members was likely to deceive reasonable consumers;
- f. Whether representations regarding the number of grams of protein in the Products are material to a reasonable consumer;
- g. Whether Defendant engaged in the behavior knowingly, recklessly, or negligently;
- h. The amount of profits and revenues Defendant earned as a result of the conduct;
- i. Whether Class members are entitled to restitution, injunctive and other equitable relief and, if so, what is the nature (and amount) of such relief; and
- j. Whether Class members are entitled to payment of actual, incidental, consequential, exemplary and/or statutory damages plus interest thereon, and if so, what is the nature of such relief.
- 73. Typicality: Plaintiffs' claims are typical of the claims of the other members of the Class because, among other things, all such claims arise out of the same wrongful course of conduct engaged in by Defendant in violation of law as complained of herein. Further, the damages of each member of the Class were caused directly by Defendant's wrongful conduct in violation of the law as alleged herein.
- 74. Adequacy of Representation: Plaintiffs will fairly and adequately protect the interests of all Class members because it is in their best interests to prosecute the claims alleged herein to obtain full compensation due to them for the unfair and illegal conduct of which they complain. Plaintiffs also have no interests that are in conflict with, or antagonistic to, the interests of Class members. Plaintiffs have retained highly competent and experienced class action attorneys to represent their interests and that of the Class. By prevailing on their own claims, Plaintiffs will establish Defendant's liability to all Class members. Plaintiffs and their counsel have the necessary financial resources to adequately and vigorously litigate this class action, and Plaintiffs and counsel are aware of their fiduciary responsibilities to the Class members and are determined to diligently discharge those duties by vigorously seeking the maximum possible recovery for Class members.
 - 75. Superiority: There is no plain, speedy, or adequate remedy other than by

maintenance of this class action. The prosecution of individual remedies by members of the classes will tend to establish inconsistent standards of conduct for Defendant and result in the impairment of Class members' rights and the disposition of their interests through actions to which they were not parties. Class action treatment will permit a large number of similarly situated persons to prosecute their common claims in a single forum simultaneously, efficiently, and without the unnecessary duplication of effort and expense that numerous individual actions would engender. Furthermore, as the damages suffered by each individual member of the classes may be relatively small, the expenses and burden of individual litigation would make it difficult or impossible for individual members of the class to redress the wrongs done to them, while an important public interest will be served by addressing the matter as a class action.

76. Plaintiffs are unaware of any difficulties that are likely to be encountered in the management of this action that would preclude its maintenance as a class action.

CAUSES OF ACTION

Plaintiffs do not plead, and hereby disclaim, causes of action under the FDCA and regulations promulgated thereunder by the FDA. Plaintiffs rely on the FDCA and FDA regulations only to the extent such laws and regulations have been separately enacted as state law or regulation or provide a predicate basis of liability under the state and common laws cited in the following causes of action.

PLAINTIFFS' FIRST CAUSE OF ACTION

(Violation of the Consumers Legal Remedies Act (the "CLRA"), California Civil Code § 1750, et seq.) On Behalf of Plaintiffs and the Class

- 77. Plaintiffs reallege and incorporate the paragraphs of this Class Action Complaint as if set forth herein.
- 78. Defendant's actions, representations and conduct have violated, and continue to violate the CLRA, because they extend to transactions that are intended to result, or which have resulted, in the sale or lease of goods or services to consumers.
 - 79. Plaintiffs and other class members are "consumers" as that term is defined by the

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CLRA in California Civil Code § 1761(d).

- 80. The Products that Plaintiffs (and other similarly situated class members) purchased from Defendant were "goods" within the meaning of California Civil Code § 1761(a).
- 81. Defendant's acts and practices, set forth in this Class Action Complaint, led customers to falsely believe that the Products provided nutritionally the amount of protein claimed on the product package. By engaging in the actions, representations and conduct set forth in this Class Action Complaint, Defendant has violated, and continues to violate, § 1770(a)(2), § 1770(a)(5), § 1770(a)(7), § 1770(a)(8), and § 1770(a)(9) of the CLRA. In violation of California Civil Code §1770(a)(2), Defendant's acts and practices constitute improper representations regarding the source, sponsorship, approval, or certification of the goods they sold. In violation of California Civil Code §1770(a)(5), Defendant's acts and practices constitute improper representations that the goods it sells have sponsorship, approval, characteristics, ingredients, uses, benefits, or quantities, which they do not have. In violation of California Civil Code §1770(a)(7), Defendant's acts and practices constitute improper representations that the goods it sells are of a particular standard, quality, or grade, when they are of another. In violation of California Civil Code §1770(a)(8), Defendant deceptively markets and advertises that, unlike other protein product manufacturers, it sells Products that provide more grams of protein than the Products actually do. In violation of California Civil Code §1770(a)(9), Defendant has advertised goods or services with intent not to sell them as advertised. Finally, Defendant had a duty to disclose the corrected amount of protein per serving in the NFP as calculated by the PDCAAS method, which Defendant failed to do. 21 C.F.R. § 101.9(c)(7)(i)-(iii).
- 82. Plaintiffs request that this Court enjoin Defendant from continuing to employ the unlawful methods, acts and practices alleged herein pursuant to California Civil Code § 1780(a)(2). If Defendant is not restrained from engaging in these types of practices in the future, Plaintiffs and the other members of the Class will continue to suffer harm. Plaintiffs and those similarly situated have no adequate remedy at law to stop Defendant's continuing practices.

repair, replace or otherwise rectify the unlawful, unfair, false and/or deceptive practices complained of herein. Despite receiving the aforementioned notice and demand, Defendant failed to do so in that, among other things, it failed to identify similarly situated customers, notify them of their right to correction, repair, replacement or other remedy, and/or to provide that remedy. Accordingly, Plaintiffs seek, pursuant to California Civil Code § 1780(a)(3), on behalf of themselves and those similarly situated class members, compensatory damages, punitive damages and restitution of any ill-gotten gains due to Defendant's acts and practices.

84. Plaintiffs also request that this Court award their costs and reasonable attorneys'

83. Plaintiffs provided Defendant with notice and a demand to Defendant correct,

PLAINTIFFS' SECOND CAUSE OF ACTION (False Advertising, Business and Professions Code § 17500, et seq. ("FAL")) On Behalf of Plaintiffs and the Class

85. Plaintiffs reallege and incorporate by reference the paragraphs of this Class Action Complaint as if set forth herein.

fees pursuant to California Civil Code § 1780(d).

- 86. Beginning at an exact date unknown to Plaintiffs, but within three (3) years preceding the filing of the Class Action Complaint, Defendant made untrue, false, deceptive and/or misleading statements in connection with the advertising and marketing of the Products.
- 87. Defendant made representations and statements (by omission and commission) that led reasonable customers to believe that the Products that they were purchasing contained more grams of protein per serving than the Products actually provided. Further, Defendant had a duty to disclose the corrected amount of protein per serving in the NFP, as calculated according to the PDCAAS method, which Defendant failed to do.
- 88. Plaintiffs and those similarly situated relied to their detriment on Defendant's false, misleading and deceptive advertising and marketing practices, including each of the misrepresentations and omissions set forth above. Had Plaintiffs and those similarly situated been adequately informed and not intentionally deceived by Defendant, they would have acted differently by, without limitation, refraining from purchasing Defendant's Products or paying less for them.

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- 89. Defendant's acts and omissions are likely to deceive the general public.
- 90. Defendant engaged in these false, misleading and deceptive advertising and marketing practices to increase its profits. Accordingly, Defendant has engaged in false advertising, as defined and prohibited by section 17500, *et seq.* of the California Business and Professions Code.
- 91. The aforementioned practices, which Defendant used, and continues to use, to its significant financial gain, also constitute unlawful competition and provide an unlawful advantage over Defendant's competitors as well as injury to the general public.
- 92. As a direct and proximate result of such actions, Plaintiffs and the other members have suffered, and continue to suffer, injury in fact and have lost money and/or property as a result of such false, deceptive and misleading advertising in an amount which will be proven at trial, but which is in excess of the jurisdictional minimum of this Court.
- 93. Plaintiffs seek, on behalf of themselves and those similarly situated, full restitution of monies, as necessary and according to proof, to restore any and all monies acquired by Defendant from Plaintiffs, the general public, or those similarly situated by means of the false, misleading and deceptive advertising and marketing practices complained of herein, plus interest thereon. Pursuant to Federal Rule of Civil Procedure 8(e)(2), Plaintiffs make the following allegations in this paragraph only hypothetically and as an alternative to any contrary allegations in their other causes of action, in the event that such causes of action will not succeed. Plaintiffs and the Class may be unable to obtain monetary, declaratory and/or injunctive relief directly under other causes of action and will lack an adequate remedy at law, if the Court requires them to show classwide reliance and materiality beyond the objective reasonable consumer standard applied under the FAL, because Plaintiffs may not be able to establish each Class member's individualized understanding of Defendant's misleading representations as described in this Complaint, but the FAL does not require individualize proof of deception or injury by absent Class members. See, e.g., Ries v. Ariz. Bevs. USA LLC, 287 F.R.D. 523, 537 (N.D. Cal. 2012) ("restitutionary relief under the UCL and FAL 'is available without individualized proof of deception, reliance, and injury.""). In addition,

Plaintiffs and the Class may be unable to obtain such relief under other causes of action and will lack an adequate remedy at law, if Plaintiffs are unable to demonstrate the requisite *mens* rea (intent, reckless, and/or negligence), because the FAL imposes no such mens rea requirement and liability exists even if Defendant acted in good faith.

- 94. Plaintiffs seek, on behalf of themselves and those similarly situated, a declaration that the above-described practices constitute false, misleading and deceptive advertising.
- 95. Plaintiffs seek, on behalf of themselves and those similarly situated, an injunction to prohibit Defendant from continuing to engage in the false, misleading and deceptive advertising and marketing practices complained of herein. Such misconduct by Defendant, unless and until enjoined and restrained by order of this Court, will continue to cause injury in fact to the general public and the loss of money and property in that Defendant will continue to violate the laws of California, unless specifically ordered to comply with the same. This expectation of future violations will require current and future consumers to repeatedly and continuously seek legal redress in order to recover monies paid to Defendant to which it is not entitled. Plaintiffs, those similarly situated and/or other consumers nationwide have no other adequate remedy at law to ensure future compliance with the California Business and Professions Code alleged to have been violated herein.

PLAINTIFFS' THIRD CAUSE OF ACTION (Common Law Fraud, Deceit and/or Misrepresentation) On Behalf of Plaintiffs and the Class

- 96. Plaintiffs reallege and incorporate by reference the paragraphs of this Class Action Complaint as if set forth herein.
- 97. Defendant has fraudulently and deceptively informed Plaintiffs that the Products provide more grams of protein than they actually provide in a form useful to the human body. Defendant failed to provide a statement of the corrected amount of protein per serving in the NFP, calculated according to the PDCAAS method, on all the Products, as it was required to do.
- 98. These misrepresentations and omissions were known exclusively to, and actively concealed by, Defendant, not reasonably known to Plaintiffs, and material at the time they

were made. Defendant knew or should have known the composition of the Products, and knew or should have known that the Products did not contain or provide the amount of protein represented on the label. Defendant's misrepresentations and omissions concerned material facts that were essential to the analysis undertaken by Plaintiffs as to whether to purchase Defendant's Products. In misleading Plaintiffs and not so informing Plaintiffs, Defendant breached its duty to them. Defendant also gained financially from, and as a result of, its breach.

99. Plaintiffs and those similarly situated relied to their detriment on Defendant's misrepresentations and fraudulent omissions. Had Plaintiffs and those similarly situated been adequately informed and not intentionally deceived by Defendant, they would have acted differently by, without limitation: (i) declining to purchase the Products, (ii) purchasing less of them, or (iii) paying less for the Products.

100. By and through such fraud, deceit, misrepresentations and/or omissions, Defendant intended to induce Plaintiffs and those similarly situated to alter their position to their detriment. Specifically, Defendant fraudulently and deceptively induced Plaintiffs and those similarly situated to, without limitation, purchase the Products.

101. Plaintiffs and those similarly situated justifiably and reasonably relied on Defendant's misrepresentations and omissions, and, accordingly, were damaged by Defendant.

102. As a direct and proximate result of Defendant's misrepresentations and/or omissions, Plaintiffs and those similarly situated have suffered damages, including, without limitation, the amount they paid for the Products.

103. Defendant's conduct as described herein was wilful and malicious and was designed to maximize Defendant's profits even though Defendant knew that it would cause loss and harm to Plaintiffs and those similarly situated.

PLAINTIFFS' FOURTH CAUSE OF ACTION

(Unlawful, unfair, and fraudulent trade practices violation of Business and Professions Code § 17200, et seq.) On Behalf of Plaintiffs and the Class

104. Plaintiffs reallege and incorporate by reference the paragraphs of this Class Action Complaint as if set forth herein.

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105. Within four (4) years preceding the filing of this lawsuit, and at all times mentioned herein, Defendant has engaged, and continue to engage, in unlawful, unfair, and fraudulent trade practices in California by engaging in the unlawful, unfair, and fraudulent business practices outlined in this complaint.

106. In particular, Defendant has engaged, and continues to engage, in unlawful practices by, without limitation, violating the following state and federal laws: (i) the CLRA as described herein; (ii) the FAL as described herein; (iii) the advertising provisions of the Sherman Law (Article 3), including without limitation, California Health & Safety Code §§ 110390, 110395, 110398 and 110400; (iv) the misbranded food provisions of the Sherman Law (Article 6), including without limitation, California Health & Safety Code §§ 110660, 110665, 110705, 110760, 110765, and 110770; and (v) and federal laws regulating the advertising and branding of food in 21 U.S.C. § 343(a), et seq. and FDA regulations, including but not limited to 21 C.F.R. 21 C.F.R. § 101.9 (c)(7), which are incorporated into the Sherman Law (California Health & Safety Code §§ 110100(a), 110380, and 110505).

107. In particular, Defendant has engaged, and continues to engage, in unfair and fraudulent practices by, without limitation, the following: (i) unlawfully making a protein claim on the front of the package without complying with the regulatory requirements for making a protein claim set forth in 21 C.F.R. § 101.9(c)(7)(i)-(iii) and incorporated by reference by California's Sherman law; (ii) failing to provide a statement of the corrected amount of protein per serving in the NFP, calculated according to the PDCAAS method and expressed as a %DV, as required by FDA regulations; and (iii) misleading reasonable consumers regarding the amount of protein the Products provide nutritionally in a form that humans can use.

108. Plaintiffs and those similarly situated relied to their detriment on Defendant's unlawful, unfair, and fraudulent business practices. Had Plaintiffs and those similarly situated been adequately informed and not deceived by Defendant, they would have acted differently by, without limitation: (i) declining to purchase the Products, (ii) purchasing less of the Products, or (iii) paying less for the Products.

 109. Defendant's acts and omissions are likely to deceive the general public.

110. Defendant engaged in these deceptive and unlawful practices to increase its profits. Accordingly, Defendant has engaged in unlawful trade practices, as defined and prohibited by section 17200, *et seq.* of the California Business and Professions Code.

- 111. The aforementioned practices, which Defendant has used to its significant financial gain, also constitute unlawful competition and provide an unlawful advantage over Defendant's competitors as well as injury to the general public.
- 112. As a direct and proximate result of such actions, Plaintiffs and the other Class members have suffered and continue to suffer injury in fact and have lost money and/or property as a result of such deceptive and/or unlawful trade practices and unfair competition in an amount which will be proven at trial, but which is in excess of the jurisdictional minimum of this Court. Among other things, Plaintiffs and the Class members lost the amount they paid for the Products.
- 113. As a direct and proximate result of such actions, Defendant has enjoyed, and continues to enjoy, significant financial gain in an amount which will be proven at trial, but which is in excess of the jurisdictional minimum of this Court.
- 114. Plaintiffs seek, on behalf of themselves and those similarly situated, equitable relief, including the restitution for the premium and/or full price that they or others paid to Defendants as a result of Defendants' conduct. Plaintiffs and the Class lack an adequate remedy at law to obtain such relief with respect to their "unlawfulness" claims in this UCL cause of action because the California Sherman Law does not provide a direct cause of action, so Plaintiffs and the Class must allege those violations as predicate acts under the UCL to obtain relief.
- 115. Plaintiffs also seek equitable relief, including restitution, with respect to their UCL "fraudulent" prong claims. Pursuant to Federal Rule of Civil Procedure 8(e)(2), Plaintiffs make the following allegations in this paragraph only hypothetically and as an alternative to any contrary allegations in their other causes of action, in the event that such causes of action do not succeed. Plaintiffs and the Class may be unable to obtain monetary,

declaratory and/or injunctive relief directly under other causes of action and will lack an adequate remedy of law, if the Court requires them to show classwide reliance and materiality beyond the objective reasonable consumer standard applied under the UCL, because Plaintiffs may not be able to establish each Class member's individualized understanding of Defendants' misleading representations as described in this Complaint, but the UCL does not require individualized proof of deception or injury by absent class members. *See, e.g., Stearns v Ticketmaster*, 655 F.3d 1013, 1020, 1023-25 (distinguishing, for purposes of CLRA claim, among class members for whom website representations may have been materially deficient, but requiring certification of UCL claim for entire class). In addition, Plaintiffs and the Class may be unable to obtain such relief under other causes of action and will lack an adequate remedy at law, if Plaintiff is unable to demonstrate the requisite *mens rea* (intent, reckless, and/or negligence), because the UCL imposes no such *mens rea* requirement and liability exists even if Defendants acted in good faith.

116. Plaintiffs seek, on behalf of those similarly situated, a declaration that the above-described trade practices are fraudulent, unfair, and/or unlawful.

117. Plaintiffs seek, on behalf of those similarly situated, an injunction to prohibit Defendant from continuing to engage in the deceptive and/or unlawful trade practices complained of herein. Such misconduct by Defendant, unless and until enjoined and restrained by order of this Court, will continue to cause injury in fact to the general public and the loss of money and property in that Defendant will continue to violate the laws of California, unless specifically ordered to comply with the same. This expectation of future violations will require current and future consumers to repeatedly and continuously seek legal redress in order to recover monies paid to Defendant to which they were not entitled. Plaintiffs and those similarly situated have no other adequate remedy at law to ensure future compliance with the California Business and Professions Code alleged to have been violated herein.

PLAINTIFFS' FIFTH CAUSE OF ACTION

(Unjust Enrichment) On Behalf of Plaintiffs and the Class

- 118. Plaintiffs reallege and incorporate by reference the paragraphs of this Class Action Complaint as if set forth herein.
- 119. Plaintiffs and members of the Class conferred a benefit on the Defendant by purchasing the Products.
- 120. Defendant has been unjustly enriched in retaining the revenues from Plaintiffs' and Class members' purchases of the Products, which retention is unjust and inequitable, because Defendant falsely represented that the Products contained specific amounts of protein per serving, while failing to disclose that the Products actually provided less protein than represented. This harmed Plaintiffs and Class members because they paid a price premium as a result.
- 121. Because Defendant's retention of the non-gratuitous benefit conferred on it by Plaintiffs and Class members is unjust and inequitable, Defendant must pay restitution to Plaintiffs and the Class members for its unjust enrichment, as ordered by the Court. Plaintiffs and those similarly situated have no adequate remedy at law to obtain this restitution.
- 122. Plaintiffs, therefore, seek an order requiring Defendant to make restitution to them and other members of the Class.

PRAYER FOR RELIEF

WHEREFORE, Plaintiffs, on behalf of themselves and those similarly situated, respectfully request that the Court enter judgement against Defendant as follows:

- A. Certification of the proposed Class, including appointment of Plaintiffs' counsel as class counsel;
- B. An order temporarily and permanently enjoining Defendant from continuing the unlawful, deceptive, fraudulent, and unfair business practices alleged in this Complaint;
- C. An award of compensatory damages in an amount to be determined at trial, except for those causes of action where compensatory damages are not legally available;

1	D.	An award of statutory damages in an amount to be determined at trial, except for					
2	those causes of action where statutory damages are not legally available;						
3	E.	An award of punitive damages in an amount to be determined at trial, except for					
4	those causes of action where punitive damages are not legally available;						
5	F.	An award of treble damages, except for those causes of action where treble					
6	damages are not legally available;						
7	G.	An award of restitution in an amount to be determined at trial;					
8	Н.	H. An order requiring Defendant to pay both pre- and post-judgment interest on any					
9	amounts awarded;						
10	I.	I. For reasonable attorneys' fees and the costs of suit incurred; and					
11	J. For such further relief as this Court may deem just and proper.						
12	JURY TRIAL DEMANDED						
13	Plaintiffs hereby demand a trial by jury.						
14	Dated: April 7, 2022						
15		GUTRIDE SAFIER LLP					
16		/s/Seth A. Safier/s/ Seth A. Safier, Esq.					
17		Marie McCrary, Esq. Hayley Reynolds, Esq.					
18		100 Pine Street, Suite 1250 San Francisco, CA 94111					
19		Sun Francisco, Cri 94111					
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EXHIBIT A 2 I, Brittney Pino, declare: I am a Plaintiff in this action. If called upon to testify, I could and would 3 competently testify to the matters contained herein based upon my personal knowledge. 4 5 2. I submit this Declaration pursuant to California Code of Civil Procedure section 6 2215.5 and California Civil Code section 1780(d). As set forth in my complaint, I purchased the Birch Benders Pancake and Waffle 7 3. Mix in the Plant Protein variety at a Sprouts grocery store in San Rafael, California, on multiple 8 9 occasions during the last four years. I declare under penalty of perjury under the laws of California that the foregoing is true 10 and correct. 11 Executed this 5th day of April 2022, in San Rafael, California. 12 13 DocuSigned by: 14 15 **Brittney Pino** 16 17 18 19 20 21 22 23 24 25 26 27 28

Exhibit B

Product Type	Variety	Protein Content Claim	
Birch Benders Pancake and Waffle Mix	Protein	16g (No DV)	
Birch Benders Pancake and Waffle Mix	Plant Protein	10g (No DV)	
Birch Benders Pancake and Waffle Mix	Keto	9g (No DV)	
Birch Benders Pancake and Waffle Mix	Keto Chocolate Chip	9g (No DV)	
Birch Benders Pancake and Waffle Mix	Paleo	7g (No DV)	
Birch Benders Pancake and Waffle Mix	Banana Paleo	6g (No DV)	

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The JS-CAND 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved in its original form by the Judicial Conference of the United States in September 1974, is required for the Clerk of Court to initiate the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)

I. (a) PLAINTIFFS

BRITTNEY PINO and TERRI GAMINO (b) County of Residence of First Listed Plaintiff Marin County, CA (EXCEPT IN U.S. PLAINTIFF CASES)

(c) Attorneys (Firm Name, Address, and Telephone Number)

DEFENDANTS BIRCH BENDERS, LLC

Denver County, CO County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY)

IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED.

Attorneys (If Known)

II. BASIS OF JURIS	SDICTION (Place an "X" in	One Box Only)	III. CIT	IZENSHIP OF F	PRINCI	PAL PARTIES (Place an	"X" in One Box for Plaintiff
iii Brisis or verus	DETECTION (Frace and A. in	one Box only)		Diversity Cases Only)		and One B	ox for Defendant)
1 U.S. Government Plaintif	Federal Question (U.S. Government No	t a Party)	Citizen	of This State	PTF ✓1	DEF Incorporated or Princ of Business In This S	•
2 U.S. Government Defend				of Another State	2	2 Incorporated <i>and</i> Prin of Business In Anoth	ncipal Place 5 🗸 5
(Indicate Citizenship of Parties in I		Parties in Item III)	Citizen or Subject of a Foreign Country		3 Foreign Nation	6 6	
IV. NATURE OF S	UIT (Place an "X" in One Box	Only)					
CONTRACT	TO	RTS		FORFEITURE/PEN		BANKRUPTCY	OTHER STATUTES
110 Insurance	PERSONAL INJURY	PERSONAL I	NJURY	625 Drug Related Se		422 Appeal 28 USC § 158	375 False Claims Act
120 Marine	310 Airplane	365 Personal Inju	ry – Product	Property 21 USG 690 Other	C 9 881	423 Withdrawal 28 USC § 157	376 Qui Tam (31 USC
130 Miller Act	315 Airplane Product Liability	Liability					§ 3729(a)) 400 State Reapportionment
140 Negotiable Instrument	320 Assault, Libel & Slander	367 Health Care/ Pharmaceution	cal Personal	LABOR		PROPERTY RIGHTS	410 Antitrust
150 Recovery of Overpayment Of	330 Federal Employers'	Injury Produ		710 Fair Labor Stand		820 Copyrights	430 Banks and Banking
Veteran's Benefits	Liability 340 Marine	368 Asbestos Per	sonal Injury	720 Labor/Managem Relations	ent	830 Patent	450 Commerce
151 Medicare Act	345 Marine Product Liability	Product Liab	ility	740 Railway Labor A	\ at	835 Patent—Abbreviated New Drug Application	460 Deportation
152 Recovery of Defaulted	350 Motor Vehicle	PERSONAL PR	OPERTY	751 Family and Med		840 Trademark	470 Racketeer Influenced &
Student Loans (Excludes	355 Motor Vehicle Product	✓ 370 Other Fraud		Leave Act	icai	880 Defend Trade Secrets	Corrupt Organizations
Veterans)	Liability	371 Truth in Lend	ding	790 Other Labor Liti	gation	Act of 2016	480 Consumer Credit
153 Recovery of Overpayment	360 Other Personal Injury	380 Other Person	al Property	791 Employee Retire	ement	SOCIAL SECURITY	485 Telephone Consumer
of Veteran's Benefits	362 Personal Injury -Medical	Damage	D d	Income Security	Act	861 HIA (1395ff)	Protection Act
160 Stockholders' Suits	Malpractice	385 Property Dan Liability	nage Product	IMMIGRATIO	ON	862 Black Lung (923)	490 Cable/Sat TV
190 Other Contract	CIVIL DICHTS	-	ELTELONIC	462 Naturalization		863 DIWC/DIWW (405(g))	850 Securities/Commodities/ Exchange
195 Contract Product Liability	CIVIL RIGHTS	PRISONER PET		Application		864 SSID Title XVI	890 Other Statutory Actions
196 Franchise	440 Other Civil Rights	HABEAS CO		465 Other Immigrati	on	865 RSI (405(g))	891 Agricultural Acts
REAL PROPERTY	441 Voting	463 Alien Detain		Actions		FEDERAL TAX SUITS	893 Environmental Matters
210 Land Condemnation	442 Employment	510 Motions to V Sentence	acate			870 Taxes (U.S. Plaintiff or	895 Freedom of Information
220 Foreclosure	443 Housing/ Accommodations	530 General				Defendant)	Act
230 Rent Lease & Ejectment	445 Amer. w/Disabilities—	535 Death Penalt	v		Į.	871 IRS-Third Party 26 USC	896 Arbitration
240 Torts to Land	Employment	OTHE				§ 7609	899 Administrative Procedure
245 Tort Product Liability	446 Amer. w/Disabilities-Other	540 Mandamus &				Ü	Act/Review or Appeal of Agency Decision
290 All Other Real Property	448 Education	550 Civil Rights	Comer				950 Constitutionality of State
		555 Prison Condi	tion				Statutes
		560 Civil Detaine					
		Conditions o Confinement	f				
Proceeding	Removed from 3 State Court	Remanded from Appellate Court	Reope	ned Anoth	ferred fron er District	(specify) Litigation-Tran	8 Multidistrict sfer Litigation–Direct File
VI. CAUSE OF GOVERNMENT OF ACTION	te the USC Civil Statute under	which you are filing	ng (Do not co	te jurisdictional statute	s unless di	versity):	
ACTION Br. C	ief description of cause:. lass action for violat	ion of consu	mer pro	tection statute	s; frau	d	
	N ✓ CHECK IF THIS IS A			AND \$		CHECK YES only if dem	nanded in complaint:
COMPLAINT:	UNDER RULE 23, Fed					JURY DEMAND:	● Yes No
VIII. RELATED CAS	` '' JUDGE			DOCKET N	UMBER		
IF ANY (See instr	uctions):						
IX. DIVISIONAL A	SSIGNMENT (Civil L	ocal Rule 3-2)					

(Place an "X" in One Box Only)

DATE

EUREKA-MCKINLEYVILLE

SAN JOSE

✓ SAN FRANCISCO/OAKLAND