	Case 2:24-cv-01878 Docur	nent 1	Filed 03/0	)7/24	Page 1 of 55	Page ID #:1		
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9	UN	ITED	<b>STATES</b>	DIS	FRICT COU	RT		
10	CEN				OF CALIFOR	RNIA		
11		1	WESTER					
12	ALAN MONTENEGRO, JA MAYFIELD, CHATHAM M		NS	Civil	Action No. 2	2:24-cv-1878		
13	and MICHAEL MONTGOM	ERY	on	<u>CLA</u>	<u>SS ACTION</u>	<b>COMPLAINT</b>		
14	behalf of themselves, and all similarly situated, and the gen			CON	SUMER FRA	AUD, BREACH OF		
15 16		_		EXP	RESS & IMP	PLIED		
10	Pla	ntiffs,	,		KRANTIES, A ICHMENT	AND UNJUST		
18	v.							
19	DD Haalth (UC) LLC and DOES 1 to 50		to 50,	<b>DEMAND FOR JURY TRIAL</b>				
20	Inclusive,							
21	Def	endan	ts.					
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	i CLASS ACTION COMPLAINT							

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Plaintiffs, ALAN MONTENEGRO, JAMES MAYFIELD, CHATHAM
 MULLINS, and MICHAEL MONTGOMERY on behalf of themselves, the proposed
 Class and Subclasses (defined below), and the public, brings this Class Action
 Complaint ("Class Action") against Defendant, alleging the following upon Plaintiffs'
 personal knowledge, or where Plaintiffs lack personal knowledge, upon information
 and belief, including the investigation of counsel.

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#### I. INTRODUCTION

This is a consumer fraud Class Action to redress the economic harms
 caused by Defendant's sale of benzoyl peroxide acne treatment drug products ("BPO
 Products" or "Products") without warning consumers the BPO Products contained
 unsafe levels of the potent human carcinogen benzene, and that the BPO Products were
 at risk of degrading further into benzene under normal use, handling, and storage
 conditions.

The BPO Products are "drugs" used to treat acne vulgaris ("acne"),
 formulated with a chemical called benzoyl peroxide ("BPO"), along with other inactive
 ingredients, to make acne treatment creams, washes, scrubs, and bars. Before being
 sold to the public, the Products must be made in conformity with current good
 manufacturing practices and must conform to quality, safety, and purity specifications.
 Defendant's BPO Products did not.

3. BPO Products should not contain benzene, nor degrade into benzene,
 except under extraordinary circumstances.<sup>1</sup> A drug is "adulterated" if it consists in
 whole or in part of any filthy, putrid, or decomposed substance, is impure, or mixed
 with another substance.<sup>2</sup> Under the FDA Act, it is a crime to introduce or deliver "into
 interstate commerce any food, drug, device, tobacco product, or cosmetic that is

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<sup>&</sup>lt;sup>1</sup> Food and Drug Administration, *Q3C* – *Tables and List Guidance for Industry* (2017), <u>https://www.fda.gov/media/71737/download</u>.

 $<sup>28 ||^{2} 21 \</sup>text{ U.S.C. } 351(a)(2011); see also \\ 351(b)-(d) (noting that a lack of purity or mixture with another substance also renders drug adulterated).$ 

adulterated or misbranded."<sup>3</sup> If benzene is found in any on-market or post-market
 Product, the drug is unlawful and the drug manufacturer must contact the FDA to
 initiate a voluntary recall.<sup>4</sup>

4 4. Throughout this Complaint, references to federal law and FDA regulation
 5 are merely to provide context and are not intended to raise a federal question of law.
 6 All claims alleged herein arise out of violations of state law, which in no way conflict,
 7 interfere with, or impose obligations that are materially different than those imposed by
 8 federal law.

5. The BPO Products marketed and sold by Defendant to Plaintiff, the Class,
Subclasses, and the public decomposed into benzene rendering them materially
different than advertised, *i.e.*, by containing unsafe levels of benzene. Benzene is a
known human carcinogen. Studies dating to the 1800s have led to a consensus within
the medical and scientific communities that benzene exposure, even in low amounts,
increases the risk of blood cancers and other adverse effects.

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6. In 2023, Valisure, LLC,<sup>5</sup> an independent, accredited laboratory that has developed analytical methods to test drugs and consumer products for public safety,

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- 22 products distributed in the United States. Valisure has tested a variety of drug and consumer
- 23 healthcare products for benzene including sunscreens, antiperspirants, body sprays, hand sanitizers, and dry shampoos for benzene. Valisure's testing results submitted to the FDA in its Citizen's
- Petitions, were widely publicized in the media leading to numerous recalls of contaminated consumer products. *See* Valisure Citizen's Petition on Benzoyl Peroxide (March 4, 2024), pp. 6-7, *see also* Valisure Detects Benzene in Sunscreen, https://www.valisure.com/valisure-newsroom/valisure-
- detects-benzene-in-sunscreen; Bruce Y. Lee, Forbes, FDA: P&G Recalls Antiperspirant Sprays Due To Cancer Risk Of Benzene (Nov. 24, 2021). https://www.forbes.com/sites/brucelee/2021/11/24/fdz

#### 2 CLASS ACTION COMPLAINT

<sup>&</sup>lt;sup>3</sup> 21 U.S.C. § 331(a)(2010).

 <sup>&</sup>lt;sup>4</sup> Food and Drug Administration. (Dec. 22, 2022). *FDA Alerts Drug Manufacturers to the Risk* of *Benzene in Certain Drugs*, https://www.fda.gov/drugs/pharmaceutical-quality-resources/fda-alerts drug-manufacturers-risk-benzene-contamination-certain drugs (last visited Feb. 9, 2024).

 <sup>&</sup>lt;sup>5</sup> Valisure is an independent third-party analytical laboratory that is accredited to International Organization for Standardization ("ISO/IEC") 17025:2017 standards for chemical testing (PJLA Accreditation Number 94238). In response to rising concerns about drug shortages, generics, and overseas manufacturing, Valisure developed and validated methods to test medications and consumer

To Cancer Risk Of Benzene (Nov. 24, 2021), https://www.forbes.com/sites/brucelee/2021/11/24/fdapg-recalls-antiperspirants-body-sprays-due-to-cancer-risk-of-benzene/?sh=69cf13c24f32; *see also* 

Sandee LaMotte, CNN, Antiperspirant recall: What the finding of a cancer-causing chemical means
 for you (Dec. 1, 2021), https://www.cnn.com/2021/12/01/health/deodorants-antiperspirants-recall-benzene-explainer-wellness/index.html.

explainer-weimess/mdex.html

tested a representative sample of BPO and non-BPO products and found the BPO 1 2 Products had dangerous levels of benzene, many multiple times higher than allowed in any regulated drug.<sup>6</sup> Using industry standard gas chromatography and detection by 3 mass spectrometry ("GC-MS") instrumentation, with selected ion flow tube mass 4 spectrometry ("SIFT-MS") for detection of benzene released into the air around certain 5 6 BPO Products, the Products were incubated to temperatures common during consumer use, handling, and storage and sampled for benzene.<sup>7</sup> Levels as high as 1600 parts per 7 million (ppm) were found in common BPO Products.<sup>8</sup> Unexpectedly, researchers 8 found that benzene was released into the surrounding air even when the BPO Products' 9 packaging was closed raising concern for even more inhalation exposures-a 10 particularly pernicious form of exposure to benzene.<sup>9</sup> For the non-BPO products tested, 11 benzene was not present, or at trace levels below 2 ppm.<sup>10</sup> Valisure filed a FDA 12 Citizen's Petition on March 5, 2024 demanding an immediate recall of all BPO 13 Products.<sup>11</sup> The Petition is pending.<sup>12</sup> 14

The high levels of benzene found led Valisure to conduct a stability study 15 7. on a diverse market sweep of BPO Products and formulations. Valisure's results show 16 that on-market BPO Products can form over 800 times the conditionally restricted FDA 17 concentration limit of 2 ppm for benzene, and the evidence suggests this problem 18 applies broadly to BPO Products currently on the market.<sup>13</sup> Valisure concluded that on-19 20

<sup>11</sup> Valisure BPO Citizen's Petition (March 5, 2024).

<sup>21</sup> 

<sup>&</sup>lt;sup>6</sup> Valisure FDA Citizen's Petition on Benzoyl Peroxide (March 6, 2024).

 $<sup>^{7}</sup>$  Id. 22 <sup>8</sup> *Id.* at 17.

<sup>&</sup>lt;sup>9</sup>*Id.* at 23.

<sup>23</sup> <sup>10</sup> Id. at 15 ("76 non-BPO products had no detectable benzene or values below 0.1ppm. 6 non-BPO products contained traces of benzene below 2 ppm, which could be due to various inactive 24 ingredients used in consumer products that have been theorized to contain trace benzene"); see also

Valisure, LLC, https://www.valisure.com/valisure-newsroom/valisure-detects-benzene-in-benzoyl-25 peroxide (last visited March 6, 2024). 26

<sup>&</sup>lt;sup>12</sup> Valisure's Petition was still pending as of this Class Action's filing.

<sup>27</sup> <sup>13</sup> Valisure, LLC, (March 6, 2024), Valisure Discovers Benzoyl Acne Treatment Products are Unstable and Form Benzene, https://www.valisure.com/valisure-newsroom/valisure-detects-benzene-28 in-benzoyl-peroxide (last visited March 6, 2024).

market BPO Products appear to be fundamentally unstable and form unacceptably high
 levels of benzene when handled or stored at temperatures the Products will be be
 exposed to during expected use and handling by consumers.<sup>14</sup>

8. Although the BPO Products have been found to have benzene, Defendant
never listed benzene among the ingredients, or anywhere on the Products' labels,
containers, advertising or on Defendant's websites. Defendant warned no one the
Products had benzene or were at risk of benzene contamination.

8 9. Defendant knew or should have known the BPO Products contain and/or
9 degraded into benzene when exposed to expected consumer use, handling, and storage
10 conditions. BPO is known, within the scientific community (but not among consumers)
11 to degrade into benzene according to the mechanism below:<sup>15</sup>

10. Defendant misled Plaintiff, the Class, the Subclasses, and the public by
representing the BPO Products only had the ingredients listed, and not benzene.
Defendant misled Plaintiff, the Class, the Subclasses, and the public by representing the
BPO Products were safe while concealing material health and safety information

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<sup>15</sup> The disposition of benzoyl peroxide to form benzene. Benzoyl peroxide is known to
 thermally decompose to form two molecules of benzoyloxy radicals that can further decompose to
 benzoic acid or phenyl radicals with liberation of carbon dioxide. The phenyl radicals can then
 produce benzene. *See* Shang-Hao Liu, et al, *Thermal hazard evaluation of the autocatalytic reaction of benzoyl peroxide using DSC and TAM III*, THERMOCHIMICA ACTA, Volume 605, Pages 68-76,
 (2015), ISSN 0040-603, <a href="https://www.sciencedirect.com/science/article/pii/S004060311500057X">https://www.sciencedirect.com/science/article/pii/S004060311500057X</a>.

<sup>&</sup>lt;sup>14</sup> Id.

known to them, *e.g.*, the BPO Products degraded to benzene, or were contaminated
 with benzene. Defendant misled Plaintiff, the Class, the Subclasses, and the public by
 giving the BPO Products long expiration dates of 2-3 years, affirming to consumers the
 BPO Products were safe for use for years when Defendant knew or should have known
 the BPO Products degraded much sooner to benzene.

6 11. Defendant's statements and omissions of material health and safety
7 information unreasonably placed Plaintiff, the Class, the Subclasses, and the public at
8 risk of exposure to benzene without their knowledge and consent. Defendant's
9 statements to Plaintiff, the Class, the Subclasses, and the public about the Products
10 were false, misleading, unsubstantiated, and blatantly deceptive.

11 12. As a result of the Defendant's misconduct and consumer deception, the
12 Plaintiff, the Class, the Subclasses, and the public were economically harmed, as they
13 purchased a product that they otherwise would have never purchased. They were also
14 physically harmed by being exposed to a known human carcinogen.

15 13. This Class Action is necessary to redress the economic harms caused to
16 Plaintiff, the Class, and the Subclass members who bought the Products believing them
17 to be safe and only containing the ingredients on the BPO Products' labels, containers,
18 in advertising, and on Defendant's websites. This Class Action is further necessary to
19 expose Defendant's ongoing consumer fraud and to enjoin Defendant from continuing
20 their misconduct and deception to protect the public.

21 Plaintiff brings this Class Action individually, and on behalf of those 14. similarly situated, and seeks to represent a National Class of consumers and State 22 Subclasses of consumers from California, Connecticut, Hawaii, Illinois, Maryland, 23 Missouri, Massachusetts, Nevada, New York, Ohio, Pennsylvania, Rhode Island, and 24 Washington (defined infra). Plaintiff seeks damages, reasonable attorneys' fees and 25 costs, interest, restitution, other equitable relief, including an injunction and 26disgorgement of all benefits and profits Defendant received from misconduct. 27 28 ///

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#### II. <u>THE PARTIES</u>

15. Plaintiff Alan Montenegro is a California resident, located in Los Angeles
County who bought BPO Products including, but not limited to, Clearasil Stubborn
Acne Control 5 in 1 Spot Treatment Cream, CVS Health Acne Treatment Cream, and
CVS Health Acne Control Cleanser from 2017 to 2021. Plaintiff has suffered economic
damages and a result of Defendant's violations of the state laws alleged herein. Plaintiff
would never have purchased Defendant's BPO Products had Defendant warned about
the presence of benzene or that the Products could degrade into benzene.

9 16. Plaintiff James Mayfield is a California resident, located in Los Angeles
10 County who bought BPO Products including Clearasil Ultra Rapid Action Treatment
11 Cream from 1979 to 2022. Plaintiff has suffered economic damages and a result of
12 Defendant's violations of the state laws alleged herein. Plaintiff would never have
13 purchased Defendant's BPO Products had Defendant warned about the presence of
14 benzene or that the Products could degrade into benzene.

15 17. Plaintiff Chatham Mullins is a Massachusetts resident, located in Suffolk
16 County who bought BPO Products including Clearasil Stubborn Acne Control 5 in 1
17 Spot Treatment Cream from 2005 to 2023. Plaintiff has suffered economic damages
18 and a result of Defendant's violations of the state laws alleged herein. Plaintiff would
19 never have purchased Defendant's BPO Products had Defendant warned about the
20 presence of benzene or that the Products could degrade into benzene.

18. Plaintiff Michael Montgomery is a Nevada resident, located in Clark
County who bought BPO Products including Clearasil Stubborn Acne Control 5 in 1
Spot Treatment Cream from 1981 to May 2023. Plaintiff has suffered economic
damages and a result of Defendant's violations of the state laws alleged herein. Plaintiff
would never have purchased Defendant's BPO Products had Defendant warned about
the presence of benzene or that the Products could degrade into benzene.

27 19. Defendant RB Health (US) LLC ("RB Health") is a citizen of New Jersey
28 and Delaware, with its principal place of business in Parsippany, New Jersey. RB

Health is owned by Reckitt Benckiser Group PLC, a British publicly traded company.
 RB Health sells BPO Products under the brand name Clearasil. RB Health's Products
 include, inter alia: (1) Clearasil Rapid Rescue Spot Treatment Cream and (2) Clearasil
 Stubborn Acne Control 5 in 1 Spot Treatment Cream. At all relevant times, RB Health
 conducted business and derived substantial revenue from its manufacturing,
 advertising, marketing, distributing, and selling of the Products within the State of
 California.

8 20. Defendant and its agents promoted, marketed, and sold the Products in
9 California and in this District. The unfair, unlawful, deceptive, and misleading
10 advertising and labeling of the Products were prepared and/or approved by Defendant
11 and its agents and were disseminated by Defendant and its agents through statements,
12 labeling and advertising containing the misrepresentations alleged and disseminated
13 uniformly through advertising, packaging, containers, and via websites and social
14 media.

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#### III. JURISDICTION AND VENUE

16 21. This Court has jurisdiction over this matter because the amount in
17 controversy exceeds \$5 million satisfying 28 U.S.C. § 1332(d)(2) for subject matter
18 jurisdiction. This Court has supplemental jurisdiction over any state law claims under
19 28 U.S.C. § 1367.

20 22. Venue is proper in the Central District of California under 28 U.S.C. §
21 1391(b) because a substantial part of the events or omissions giving rise to the claims
22 occurred in this District.

23 23. This Court has personal jurisdiction over the Defendant because Defendant
24 transacts business in California, including in this District, has substantial aggregate
25 contacts with the State of California, including in this District, engaged in misconduct
26 that has and had a direct, substantial, reasonably foreseeable, and intended effect of
27 injuring people in this District, and Defendant purposely availed itself of the benefits of
28 doing business in the State of California, and in this District.

24. To the extent applicable, the Court also has pendant personal jurisdiction
 over claims alleged against Defendant that involve the same common nucleus of facts
 and actions that give rise to Plaintiffs' claims that otherwise have proper personal
 jurisdiction within this Court.

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#### IV. GENERAL ALLEGATIONS

6 25. Fifty million Americans suffer from acne annually.<sup>16</sup> Acne is the most
7 common skin condition in the United States with a prevalence among adolescents of
8 almost 95 percent.<sup>17</sup> Acne can begin as early as age seven and, for some, can persist
9 through adulthood and into ages 50s and 60s.<sup>18</sup> Millions of acne sufferers seek
10 treatment every year making it a billion-dollar industry and a key business segment for
11 Defendant, who are among America's most prominent companies.

12 26. Some of Defendant's most profitable acne treatment products contain BPO.
13 To make the finished BPO Products, BPO, a dry white powder, is mixed with other
14 ingredients to create topical drug creams, cleansers, scrubs, and washes for use on the
15 face and body. BPO is formulated into these Products at concentrations up to 10%.

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#### A. DEFENDANT'S CLEARASIL ACNE TREATMENT BRAND IS A HOUSEHOLD NAME

Defendant RB Health's Clearasil brand is one of the most widely 27. 18 recognized acne treatment brands. It is a household name. Defendant's BPO Products 19 are widely marketed, available, sold, and used by children, teenagers, and adults 20throughout the United States and the world. The acne treatment industry is a highly 21 competitive billion-dollar market. To remain relevant and top of mind, Defendant 22 spends millions of dollars every year promoting the Clearasil BPO Products directly to 23 consumers, including teenagers. Defendant makes promises to consumers to influence 24 their purchasing decisions such as affirming the Products are tested, backed by science, 25

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28 DERMATOL,(1971);85(2):119–126.

18 Id.

<sup>27 &</sup>lt;sup>16</sup> American Association of Dermatology, https://www.aad.org/media (visited October 24, 2023). <sup>17</sup> JL Burton et al., *The prevalence of acne vulgaris in adolescence*, BR J

1 and approved by dermatologists.

Defendant RB Health sells a variety of other well-known personal health 2 28. 3 care products in addition to Clearasil. Such popular brands include KY personal lubricants, Calgon bath products, Mucinex cold medications and many chemical 4 products including D-Con, Lime-Away, Mop & Glow, and Spray and Starch. RB 5 Health, together with its parent Reckitt, has a robust background in marketing and 6 selling chemical-based products dating to the 1800s with operations in 60 countries and 7 8 product sales in over 200 countries. Defendant is an expert in marketing as evidenced by its worldwide reach and ownership of many popular household products including 9 the wildly popular Clearasil BPO Products. 10

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#### B. DEFENDANT DID NOT COMPLY WITH FDA'S TESTING REQUIREMENTS BEFORE SELLING THE PRODUCTS TO THE PUBLIC

Despite Defendant's Clearasil brand popularity and substantial share of the 29. 14 acne treatment market, Defendant did not adequately test their BPO Products before 15 selling them to Plaintiffs, the Class, the Subclasses, and the public. Defendant's BPO 16 Products are "drugs" regulated by the FDA. As with any regulated drug, Defendant 17 must follow current good manufacturing practices ("CGMPs"), have scientifically 18 sound specifications, and must have test procedures and processes to ensure the drug's 19 components (active and inactive ingredients), and finished products are safe. Both raw 20ingredient materials and finished batches must be tested before released to the public to 21 confirm they meet specifications for identity, strength, quality, and purity.19 If testing 22 results of the raw materials or finished product do not conform with the specifications, 23 the product cannot be sold to the public. Defendant must also re-test any Products 24 subject to deterioration.20 Any Products not made in conformity with the CMGPs is 25

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<sup>28 &</sup>lt;sup>19</sup> 21 C.F.R. § 211.84 (1978); *see also* 21 C.F.R. § 211.160 (1978). <sup>20</sup> 21 C.F.R. § 211.160(b)(1)(1978).

1	considered "adulterated" under 501(a)(2)(B) of the Food, Drug, and Cosmetic Act.21					
2	30. Defendant must also do stability testing to understand the "shelf life" of the					
3	Products and to assign an expiration date. It is well known that certain chemical					
4	ingredients can degrade or change because of environmental, and storage conditions					
5	such as light, moisture, temperature, and humidity, or because of the passage of time.					
6	The stability testing should cover all expected distributor and consumer storage,					
7	handling, and use conditions and must be done using "reliable, meaningful, and specific					
8	test methods." <sup>22</sup> If stability testing finds a drug product is not stable under expected					
9	storage or use conditions, degrades, or create toxic byproducts, the product cannot be					
10	sold to the public.					
11	31. The CGMPs and stability test requirements are there to ensure drug					
12	products are safe for public use. These are the minimum requirements. Because the					
13	drug manufacturers are largely self-regulated, the FDA must rely on drug					
14	manufacturers, the public, and concerned citizens to report unsafe drugs. The FDA					
15	cannot force a drug manufacturer to recall a contaminated drug. <sup>23</sup>					
16						
10	C. DEFENDANT KNEW OR SHOULD HAVE KNOWN THE BPO					
17	PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO					
17	PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO					
17 18	PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO NORMAL USE, HANDLING, AND STORAGE CONDITIONS					
17 18 19	<ul> <li>PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO NORMAL USE, HANDLING, AND STORAGE CONDITIONS</li> <li>32. Defendant knew or should have known the BPO Products degraded to</li> </ul>					
17 18 19 20	PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO NORMAL USE, HANDLING, AND STORAGE CONDITIONS 32. Defendant knew or should have known the BPO Products degraded to benzene when exposed to heat. Defendant knew that, because of the chemical nature of the active and inactive ingredients, including BPO, the BPO Products were not stable					
17 18 19 20 21	PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO NORMAL USE, HANDLING, AND STORAGE CONDITIONS 32. Defendant knew or should have known the BPO Products degraded to benzene when exposed to heat. Defendant knew that, because of the chemical nature of the active and inactive ingredients, including BPO, the BPO Products were not stable <sup>21</sup> 21 C.F.R. § 225.1 (1976). Under 501(a)(2)(B) of the Federal Food, Drug, and Cosmetic Act a drug					
<ol> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>	PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO NORMAL USE, HANDLING, AND STORAGE CONDITIONS 32. Defendant knew or should have known the BPO Products degraded to benzene when exposed to heat. Defendant knew that, because of the chemical nature of the active and inactive ingredients, including BPO, the BPO Products were not stable <sup>21</sup> 21 C.F.R. § 225.1 (1976). Under 501(a)(2)(B) of the Federal Food, Drug, and Cosmetic Act a drug is considered "adulterated" (poorer in quality by adding another substance) if the methods used in, or the facilities or controls used for, its manufacture, processing, packing, or holding do not conform to					
<ol> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> </ol>	PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO NORMAL USE, HANDLING, AND STORAGE CONDITIONS 32. Defendant knew or should have known the BPO Products degraded to benzene when exposed to heat. Defendant knew that, because of the chemical nature of the active and inactive ingredients, including BPO, the BPO Products were not stable <sup>21</sup> 21 C.F.R. § 225.1 (1976). Under 501(a)(2)(B) of the Federal Food, Drug, and Cosmetic Act a drug is considered "adulterated" (poorer in quality by adding another substance) if the methods used in, or the facilities or controls used for, its manufacture, processing, packing, or holding do not conform to or are not operated or administered in conformity with CGMP; <i>see also</i> Food and Drug Administration, <i>Facts About the Current Good Manufacturing Practices (CGMP);</i>					
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<ol> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> </ol>	PRODUCTS DEGRADED TO BENZENE WHEN EXPOSED TO NORMAL USE, HANDLING, AND STORAGE CONDITIONS 32. Defendant knew or should have known the BPO Products degraded to benzene when exposed to heat. Defendant knew that, because of the chemical nature of the active and inactive ingredients, including BPO, the BPO Products were not stable <sup>21</sup> 21 C.F.R. § 225.1 (1976). Under 501(a)(2)(B) of the Federal Food, Drug, and Cosmetic Act a drug is considered "adulterated" (poorer in quality by adding another substance) if the methods used in, or the facilities or controls used for, its manufacture, processing, packing, or holding do not conform to or are not operated or administered in conformity with CGMP; <i>see also</i> Food and Drug Administration, <i>Facts About the Current Good Manufacturing Practices (CGMP);</i> https://www.fda.gov/drugs/pharmaceutical-quality-resources/facts-about-current-good-manufacturing- practices-cgmp (last visited Feb. 11, 2024). <sup>22</sup> 21 CFR 211.166.					
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and would degrade when exposed to heat from normal distributor and consumer use,
 handling, and storage conditions.

3 33. It is well known that BPO degrades to benzene when exposed to heat over
4 time. This process was first reported in the scientific literature as early as 1936.<sup>24</sup>

5 The degradation of BPO to benzene was known or should have been 34. known to the Defendant, who promoted themselves as devoting substantial money and 6 resources to science and research. Defendant marketed themselves as world class drug 7 and healthcare researchers, developers, and sellers. Defendant employed high-level 8 scientists, chemists, and researchers to formulate their drug products for public use. 9 Defendant had one of the most recognized acne brand Product and the financial gains 10 by such recognition. Defendant with these resources and expertise were aware of the 11 well-known chemical processes that degrade their BPO Products into benzene when 12 exposed to common use temperatures and conditions. 13

Defendant further knew or should have known that specific ingredients 14 35. derived from hydrocarbons increased the risk the BPO Products would yield benzene.<sup>25</sup> 15 At-risk ingredients include carbomers, mineral spirits, and other petroleum derived 16 substances. These ingredients are red flags for risk of benzene contamination. The FDA 17 18 published guidance in 2022 urging the industry to reformulate drug products at risk of benzene contamination.<sup>26</sup> The FDA's alert highlighted ingredients made from 19 hydrocarbons, including carbomers (thickening agents), urging drug manufacturers to 20 test products containing them for benzene contamination.<sup>27</sup> Many of the Defendant's 2122

<sup>23</sup>
<sup>24</sup> H. Erlenmeyer and W. Schoenauer, *Über die thermische Zersetzung von Di-acyl-peroxyden*, HELU.
<sup>24</sup> CHIM. ACTA, 19, 338 (1936), https://onlinelibrary.wiley.com/doi/10.1002/hlca.19360190153 (last visited Feb. 5, 2024).

 $^{27}$  *Id; see also* December 22, 2022 FDA Alert at 1.

<sup>25 &</sup>lt;sup>25</sup> Food and Drug Administration. (Dec. 22, 2022). FDA Alerts Drug Manufacturers to the Risk of Benzene in Certain Drugs.

 <sup>&</sup>lt;sup>26</sup> Food and Drug Administration. *Reformulating Drug Products That Contain Carbomers* Manufactured With Benzene (December 27, 2023), https://www.fda.gov/regulatory information/coersh.fda.guidenea\_decuments/reformulating\_drug\_products\_contain\_coersh

information/search-fda-guidance- documents/reformulating-drug-products-contain-carbomersmanufactured-benzene.

Products contain hydrocarbons and carbomers but none have been recalled due to
 benzene contamination.

3 36. Defendant knew or should have known through their own research, development, formulation, manufacturing, and testing whether the BPO Products were 4 5 chemically and physically stable. Defendant were required not only to adequately test the BPO Products for safety and stability before selling them to the public, but also to 6 7 monitor their internal practices, processes, and specifications to make sure they kept 8 pace with science and emerging methodologies. Defendant knew or should have known from expiration and stability studies examining the "shelf life" of the BPO 9 Products, the chemical changes took place because of normal and expected 10 11 environmental, use, and storage conditions.

12 37. Defendant knew or should have known the BPO Products would be handled, used, and stored by distributors, sellers, and consumers under various 13 14 temperatures that affect chemical stability. Defendant knew or should have known the BPO Products would travel by commercial carriers and distributors in varying storage 15 16 conditions and would be stored by consumers in handbags, backpacks, bathrooms, 17 showers, lockers, and in vehicles during warm months where the BPO Products would be exposed to heat. Defendant knew or should have known consumers would apply the 18 benzene contaminated BPO Products to their faces and bodies and would also use the 19 20 BPO Products in heated showers as scrubs and washes. Defendant knew or should have 21known the BPO Products would be used and applied to the skin at normal body 22 temperatures, and elevated temperatures following showers or baths, after physical activity, and after the BPO Products sat in warm temperatures or hot vehicles. In a 23 Clearasil blog, RB Health wrote: "if you work out in the middle of the day, make sure 24 25 to wash off the sweat . . . grab some acne-fighting cleansing wipes to rapidly remove 26 dirt, oil and sweat."<sup>28</sup>

<sup>28</sup> RB Health LLC, *Clearasil Skin Blog, How to Get Rid of Stubborn Acne*, <u>https://www.clearasil.us/</u> <u>blogs/news/fight-stubborn-acne</u> (last visited October 25, 2023).

38. These storage, use, and handling conditions were known or should have 1 been known to Defendant before the BPO Products were marketed and sold to 2 Plaintiffs, the Class, and Subclass members. Defendant knew or should have known the 3 BPO Products degrade to benzene under these conditions exposing consumers to 4 benzene. Defendant further knew or should have known that, because of the known 5 degradation of BPO to benzene, their BPO Products were contaminated with benzene 6 by the time they reached consumers, but they sold them to Plaintiffs, the Class, the 7 Subclass, and the public anyway, without warning of the risk of exposure. Moreover, 8 the 2-3-year shelf life printed on the BPO Products told consumers they were safe for 9 use for years, when they were not. 10

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#### D. DEFENDANT KNEW OR SHOULD HAVE KNOWN BENZENE WAS FOUND IN OTHER CONSUMER PRODUCTS BUT DID NOT **TEST THE BPO PRODUCTS**

39. Defendant knew or should have known of benzene contamination in other 14 on-market drug and healthcare products when they marketed and sold the BPO 15 Products to Plaintiffs, the Class, the Subclass, and the public. In 2020, the FDA started 16 working with companies to identify benzene in products, which resulted in product 17 recalls of hand sanitizers, sunscreens, and deodorants. In 2021, an independent 18 chemical analysis by Valisure of hundreds of sunscreens and after-sun care products 19 from 69 brands found 27 percent of the batches had significant levels of benzene above 20 the FDA 2 ppm limit.<sup>29</sup> Johnson and Johnson's Aveeno and Neutrogena sunscreen lines 21 were among the most benzene contaminated and were recalled.<sup>30</sup> CVS's private brand 22 after-sun care products were also highly contaminated with benzene, but not recalled by 23 CVS. By 2021, Defendant was aware of benzene contamination issues in its 24 competitors' other product lines but continued to advertise and sell the BPO Products 25 26

<sup>&</sup>lt;sup>29</sup> Valisure Citizen Petition on Benzene in Sunscreen and After-sun Care Products, May 24, 2021. 27 <sup>30</sup> Press Release. (July 14, 2021), Johnson & Johnson Consumer Inc. Johnson & Johnson Consumer

Inc. Voluntarily Rec of Specific Neutrogena and Aveeno Aerosol Sunscreen Products Due to the 28Presence of Benzene.

1 without testing them for benzene.

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#### E. DEFENDANT IGNORED FDA'S BENZENE ALERT TO TEST THEIR BPO PRODUCTS

4 40. In 2022, the FDA issued a safety alert warning drug manufacturers of the
5 risk of benzene contamination in certain drug products and drug components. The FDA
6 reiterated the risk benzene exposure poses to public health and the drug manufacturers'
7 obligations to test drug products under the U.S. Code of Federal Regulations, Title 21.

41. The FDA reminded drug manufacturers they were required to establish
scientifically sound and appropriate specifications and test procedures to assure drug
components (active and inactive ingredients) and finished drug products conform to
appropriate quality specifications (21 C.F.R. 211.84, 21 C.F.R. 211.160). This included
testing of raw materials and finished batches (21 C.F.R. 211.165) prior to release to
ensure they met appropriate specifications for identity, strength, quality, and purity.<sup>31</sup>

42. The FDA warned drug manufacturers that any drug products or
components at risk of benzene contamination should be tested, and any batches with
benzene above 2 ppm should not be released to the public.<sup>32</sup> The FDA further warned
that, if any drug or drug component was subject to deterioration, drug manufacturers
must have re-testing procedures in place to ensure continued purity and stability. If any
drug product in circulation was found to have benzene over 2ppm, the FDA directed
that drug manufacturers contact the FDA to discuss a voluntarily recall.<sup>33</sup>

43. To date, none of the Defendant's Products have been recalled due to
benzene contamination, and none have voluntarily notified consumers of contamination
or risk of contamination.

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27 <sup>31</sup> Federal Drug Administration. (Dec. 22, 2022). *FDA Alerts Drug Manufacturers to the Risk of Benzene in Certain Drugs*, 1. <sup>32</sup> *Id.*, 3.

 $28 \begin{bmatrix} 32 & Id., 3. \\ 33 & Id., 2. \end{bmatrix}$ 

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CLASS ACTION COMPLAINT

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#### F. RECENT TESTING FOUND COMMON BPO PRODUCTS CONTAIN DANGEROUS LEVELS OF BENZENE IN EXCESS OF REGULATORY LIMITS

Testing by Valisure in 2023 found common acne treatment products 3 44. formulated with BPO are not only contaminated with benzene but have levels 4 dangerous to public health. Valisure is an accredited independent laboratory who has 5 developed validated analytical methods<sup>34</sup> to test drugs and consumer products to 6 address rising concerns about public safety. Valisure has tested a wide variety of drugs 7 and products for benzene including sunscreens, antiperspirants, hand sanitizers, and dry 8 9 shampoos. Their work has led to widely publicized product recalls protecting the public from dangerous and carcinogenic consumer products.<sup>35</sup> 10

45. In 2023, Valisure tested 175 finished acne treatment products to determine
whether any had benzene. Of the 175 products tested, 99 were formulated with BPO,
58 had active ingredients (either individually or in combination) of salicylic acid,

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<sup>34</sup> Valisure's test methods largely mirror those utilized by FDA's own "Drug Quality Sampling and Testing" ("DQST") Program. Valisure FDA Citizen's Petition at 4.

and Testing<sup>a</sup> ("DQST") Program. Valisure FDA Chizen's Petition at 4.
 <sup>35</sup> See Valisure May 24, 2021 Citizen Petition on Benzene in Sunscreen and After-sun Care
 Products, <u>https://www.valisure.com/valisure-newsroom/valisure-detects-benzene-in-sunscreen</u>);

Due To Cancer Risk Of Benzene (Nov. 24, 2021),

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Valisure's Citizen Petition on Hand Sanitizer Products Containing Benzene Contamination (filed 18 March 24, 2021), https://www.regulations.gov/document/FDA-2021-P-0338-0001), Valisure's

Citizen Petition on Benzene in Sunscreen and After-sun Care Products (filed May 24, 2021),

https://www.regulations.gov/document/FDA-2021-P-0497-0001), Valisure's Citizen Petition on
 Benzene in Body Spray Products (filed November 3, 2021,

https://www.regulations.gov/document/FDA-2021-P-1193-0001), Valisure's Citizen Petition on 21 Benzene in Dry Shampoo Products (filed October 31, 2022),

https://www.regulations.gov/document/FDA-2022-P-2707-0001) *see also* CNET, Dry Shampoo 22 Recall: What Is Benzene and Which Brands Are Affected https://www.cnet.com/health/personal-

Recall: What Is Benzene and Which Brands Are Affected https://www.cnet.com/health/personal care/dry-shampoo-recall-what-is-benzene-and-which-brands-are-affected/ (identifying 19 types of dry

<sup>&</sup>lt;sup>23</sup> shampoo have been recalled due to benzene content); Ryan Basen, Medpage Today, After Valisure

<sup>24</sup> Petition, Ol' Dirty Benzene Forces Another Recall (November 30, 2021),

https://www.medpagetoday.com/special-reports/exclusives/95929 ("After Valisure Petition, Ol' Dirty
 Benzene Forces Another Recall"); Bruce Y. Lee, Forbes, FDA: P&G Recalls Antiperspirant Sprays

https://www.forbes.com/sites/brucelee/2021/11/24/fda-pg-recalls-antiperspirants-body-sprays-due-to-cancer-risk-of-benzene/?sh=69cf13c24f32; *see also* Sandee LaMotte, CNN, Antiperspirant recall:
 What the finding of a cancer according shaminal means for you (Dec. 1, 2021)

<sup>&</sup>lt;sup>27</sup> What the finding of a cancer-causing chemical means for you (Dec. 1, 2021),

<sup>28</sup> https://www.cnn.com/2021/12/01/health/deodorants-antiperspirants-recall-benzene-explainer-wellness/index.html.

sulfur, adapalene, azelaic acid, niacinamide and zinc, and 18 had no drug ingredients.<sup>36</sup>
83 of the BPO Products were purchased over the counter from major retailers and 16
were prescription products purchased from licensed wholesalers.<sup>37</sup> The BPO Products
included popular Products: Proactiv 2.5% BPO Cream, Target Up & Up 2.5% BPO
Cream, Equate Beauty 10% BPO Cream, Equate BPO Cleanser, Neutrogena 10% BPO
Cleanser, Clearasil 10% BPO Cream, CVS Health 10% BPO Face Wash, Walgreens
10% BPO Cream, La Roche Posay BPO Cream, and Clean & Clear 10% BPO Lotion.

Valisure used three incubation temperatures to evaluate the effects of 8 46. common distributor and consumer use, handling, and storage conditions on benzene 9 formation. 37°C/98.6°F was used for human body temperature, 50°C/122°F was used 10 to evaluate shelf-life performance as an accelerated stability testing temperature used 11 by the pharmaceutical industry, <sup>38</sup> and 70°C/158°F to model storage in a hot vehicle.<sup>39</sup> 12 The BPO Products were incubated at 37°C for four weeks and 50°C for three weeks 13 and benzene concentration was measured at certain time intervals using GC-MS. 14 Benzene findings were plotted in real time and reported in parts per million ("ppm"). 15 The results below were submitted to the FDA in Valisure's March 5, 2024 Citizen's 16 Petition on Benzoyl Peroxide.<sup>40</sup> 17

<sup>36</sup> See Valisure Citizen's Petition on Benzoyl Peroxide (March 4, 2024). <sup>37</sup> Id.

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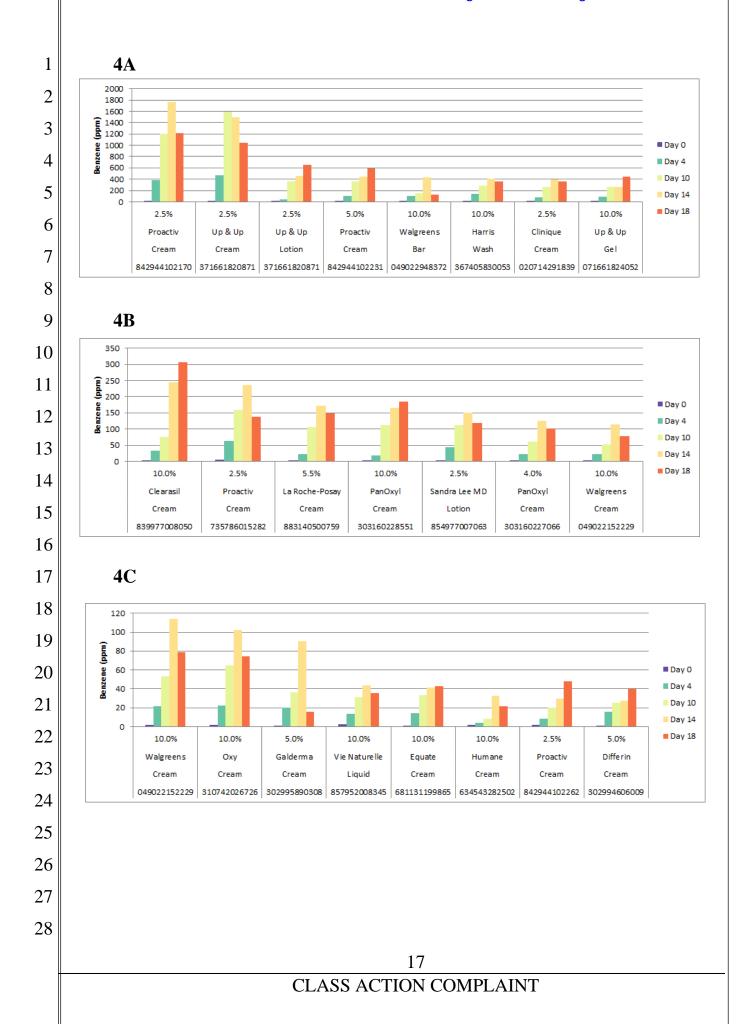
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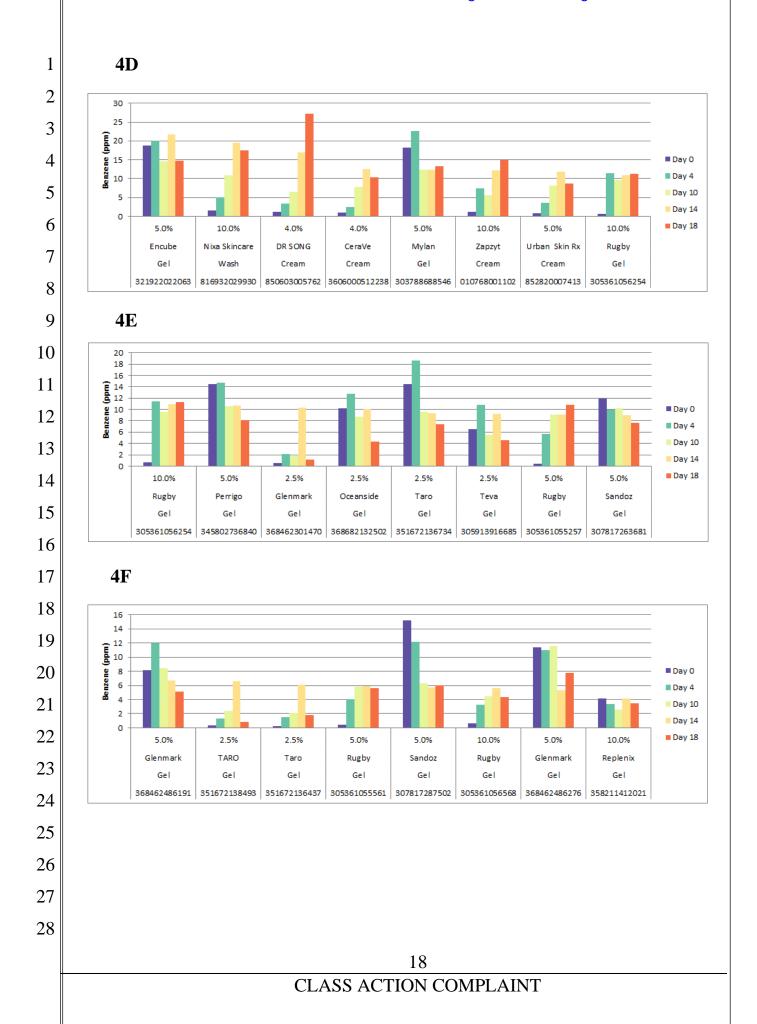
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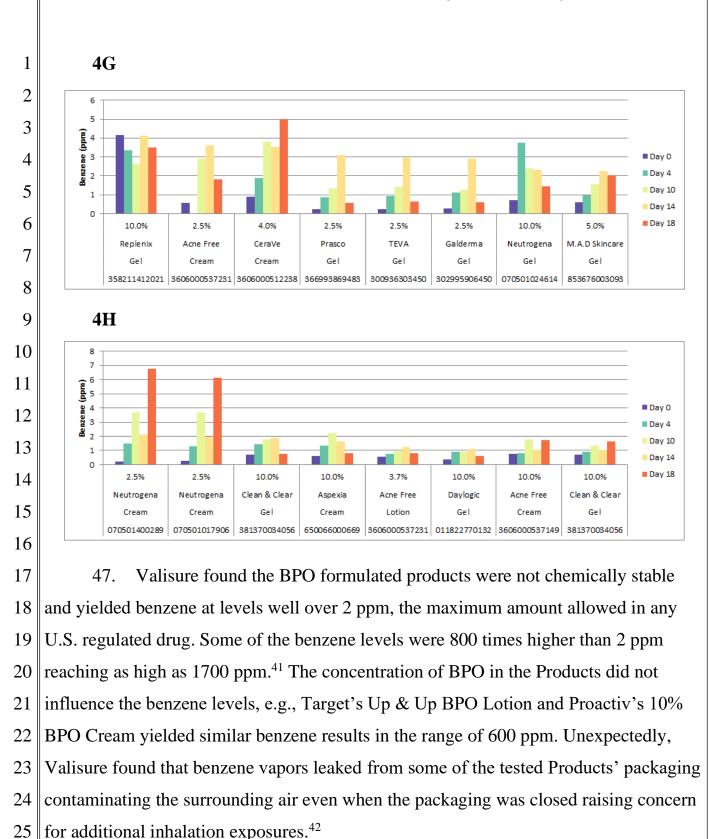
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- <sup>38</sup> Ghimire, Prakash et al., *Guidelines on Stability Studies of Pharmaceutical Products and* Shelf Life Estimation. INTERNATIONAL JOURNAL OF ADVANCES IN PHARMACY AND
   BIOTECHNOLOGY, (2020). 06. 15-23. 10.38111/ijapb.20200601004.
- <sup>39</sup> Grundstein A, Meentemeyer V, Dowd J. *Maximum vehicle cabin temperatures under different meteorological conditions*. Int J Biometeorol. 2009 May;53(3):255-61. doi: 10.1007/s00484 009-0211-x. Epub 2009 Feb 21. PMID: 19234721.
- <sup>40</sup> Valisure, LLC, (March 6, 2024), *Valisure Discovers Benzoyl Acne Treatment Products are* <sup>21</sup> Unstable and Form Benzene, <u>https://www.valisure.com/valisure-newsroom/valisure-detects-benzene-in-benzoyl-peroxide</u> (last visited March 6, 2024).

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<sup>41</sup> *Id*.

<sup>42</sup> *Id*.

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48. Valisure concluded that all on-market BPO acne formulations are
 fundamentally unstable and form unacceptably high levels of benzene under normal
 use, handling, and storage temperatures, but no such evidence was observed for acne
 treatment products not formulated with BPO.<sup>43</sup> The finding that additional benzene
 leaked into the surrounding air from the products' containers means the total consumer
 benzene exposure would be even more dangerous than the levels reported.

7 49. Valisure filed a Citizen's Petition on Benzoyl Peroxide on March 5, 2024<sup>44</sup>
8 with the FDA requesting the FDA Commissioner to immediately demand a recall of all
9 BPO Products formulated with BPO and further to require that drug manufacturers do
10 independent chemical verification.

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#### G. DEFENDANT EXPOSED PLAINTIFFS, THE CLASS, AND THE PUBLIC TO BENZENE, A KNOWN HUMAN CARCINOGEN, WITHOUT THEIR KNOWLEDGE

50. Although benzene has been found in the BPO Products and released into
the surrounding air from the packaging, Defendant did not list benzene among the
Products' ingredients, on the Products' label or container, or anywhere in their
advertising or on their websites. Defendant did not (and still do not) warn that the
Products contain benzene, are at risk of benzene contamination, or that the product
could cause consumers to be exposed to benzene even when sealed.

51. Benzene is a carcinogen that has been among the most studied toxins over
the last 100 years due to its wide use during the industrial revolution, extreme danger,
and known ability to cause cancer and death in humans and animals. The medical
literature linking benzene to blood cancers is vast dating to the 1930s.<sup>45</sup> Benzene is the

- $24 \|^{-1}$
- <sup>43</sup> Id.

<sup>44</sup> As of the date of filing this Class Action, Valisure's FDA Petition is still pending.
<sup>45</sup> See Hamilton A., Benzene (benzol) poisoning, ARCH PATHOL, (1931):434-54, 601-37; Hunter
FT, Chronic exposure to benzene (benzol). Part 2: The clinical effects. J. IND. HYG TOXICOL, (1939):21 (8) 331-54; Mallory TB, et al., Chronic exposure to benzene (benzol). Part 3: The pathological results. J. IND. HYG TOXICOL,(1939):21 (8) 355-93; Erf LA, Rhoads CP., The hematological effects of benzene (benzol) poisoning. J. IND. HYG TOXICOL, (1939):21 421-35;

foundation component for many chemicals used to make plastics, resins, synthetic
 fibers, paints, dyes, detergents, drugs, and pesticides. In the past, benzene was widely
 used as a solvent in industrial paints, paint removers, adhesives, degreasing agents,
 denatured alcohol, and rubber cements. Benzene use has declined due to the
 proliferation of worker studies and an ever-growing body of evidence confirming
 benzene's contribution to blood cancers.

52. Benzene has no known safe level of exposure.<sup>46</sup> Benzene causes central
nervous system depression and destroys bone marrow, leading to injury in the
hematopoietic system.<sup>47</sup> The International Agency for Research on Cancer ("IARC")
classifies benzene as a "Group 1 Carcinogen" that causes cancer in humans, including
acute myelogenous leukemia ("AML").<sup>48</sup> AML is the signature disease for benzene
exposure with rates of AML particularly high in studies of workers exposed to
benzene.<sup>49</sup>

14 53. Benzene exposure is cumulative and additive. There is no safe level of
15 exposure to benzene, and all exposures constitute some risk in a linear, if not
16 supralinear, and additive fashion."<sup>50</sup>

17 54. The Agency for Toxic Substances and Disease Registry's ("ATSDR")
18 "Tox Facts" for benzene warns that people can be exposed to benzene vapors from
19 benzene-containing products and that benzene harms the blood marrow, causing
20 leukemia and anemia, and affects the immune system leaving victims vulnerable to

<sup>21</sup> 

American Petroleum Institute, *API Toxicological Review: Benzene*, NEW YORK, (1948); Infante PF, 22 Rinsky RA, Wagoner JK, et al., *Leukemia in benzene workers*, LANCET, (1977);2 (8028): 76-78.

<sup>&</sup>lt;sup>46</sup> Harrison R, Saborit, J., WHO Guidelines for Indoor Air Quality – Selected Pollutants, (2010); see

also Smith, Martyn T. (2010). Advances in Understanding Benzene Health Effects and Susceptibility.
 Annual Review of Public Health., (2010) Vol. 31:133-148.

<sup>&</sup>lt;sup>47</sup> FDA Toxicological Data for Class 1 Solvents, Appendix 4, *Benzene*,

<sup>25</sup> https://www.fda.gov/media/71738/download.

 <sup>&</sup>lt;sup>48</sup> International Agency for Research on Cancer. *Benzene, IARC Monographs on the Evaluation of Carcinogenic Risks to Humans, Volume 120,* LYON, France: World Health Organization, (2018).

<sup>27 &</sup>lt;sup>49</sup> American Cancer Association, *Benzene and Cancer Risk*, <u>https://www.cancer.org/cancer/risk-prevention/chemicals/benzene.html</u> (last visited October 20, 2023).

<sup>28 &</sup>lt;sup>50</sup> Smith, Martyn T., *Annual Review of Public Health*, ADVANCES IN UNDERSTANDING BENZENE HEALTH EFFECTS AND SUSCEPTIBILITY (2010) Vol. 31:133-148.

1 infection.<sup>51</sup>

55. According to the FDA, benzene in small amounts over long periods of time
can decrease the formation of blood cells and long-term exposure through inhalation,
oral intake, and skin absorption may result in cancers such as leukemia and other blood
disorders.<sup>52</sup>

56. Benzene is a major industrial chemical made from coal and oil that is
heavily regulated by the EPA as an important environmental pollutant that negatively
affects the soil, air, and groundwater. Waste and air emissions containing benzene are
considered hazardous waste. The coal, oil, paint, and chemical industries are heavily
regulated due to the emission of carcinogens including benzene from refining and other
industries processes involving benzene and benzene byproducts, which can end up in
the air, water, and food supply.

13 57. Benzene is heavily regulated to protect public health and should not be in drug products, especially ones such as acne treatment that are used daily by children 14 and teenagers for many years. The FDA drug guidelines specify that benzene must not 15 be used to make drugs products because of the unacceptable toxicity and deleterious 16 environmental effects.<sup>53</sup> The FDA allows one limited exception – where the use of 17 18 benzene in a drug product is unavoidable to produce a drug product with a significant therapeutic advance. In that instance, benzene must be restricted to two parts per 19 million (ppm).<sup>54</sup> Defendant's BPO Products do not meet this rare exception. 20

58. Benzene is heavily regulated in the workplace. The U.S. Occupational
Safety and Health Administration ("OSHA") set an eight-hour exposure standard of 1
ppm.<sup>55</sup> The National Institute for Occupational Safety and Health ("NIOSH")

<sup>55</sup> OSHA. Occupational exposure to benzene: Final rule. Fed. Reg. 1987;52-34460-578.

<sup>24</sup>  $\frac{51}{51}$  Agency for Toxic Substances and Disease Registry, *Benzene – Tox Facts*, CAS # 71-43-2.

<sup>25 &</sup>lt;sup>52</sup> Federal Drug Administration. (June 9, 2022). *Frequently Asked Questions:* 

<sup>26</sup> https://www.fda.gov/drugs/drug-safety-and-availability/frequently-asked-questions-benzenecontamination-drugs.

Food and Drug Administration, Q3C – Tables and Lists Guidance for Industry, <u>https://www.fda.gov/media/71737/download</u> (last visited September 26, 2023).
 Id.

established a recommended exposure level (REL) of 0.1 ppm (15-minute ceiling limit). 1 Subsequent exposure studies known as the "China studies" confirmed cancer at levels 2 below 1 ppm.<sup>56</sup> The benzene levels created from Defendant's BPO Products are many 3 times higher than the levels reported in these worker studies and the acceptable limits 4 set by regulators. 5

59. Benzene can also pass from the mother's blood to a developing fetus 6 causing the baby to be exposed to benzene.<sup>57</sup> Animal studies have shown low birth 7 weights, delayed bone formation, and damage to the bone marrow of developing 8 offspring when pregnant animals breathed benzene.<sup>58</sup> 9

Plaintiffs and the Class were exposed to benzene from the BPO Products 10 60. by inhalation and dermal absorption. Benzene can be absorbed into the body via 11 inhalation, skin absorption, ingestion, and/or eye contact.<sup>59</sup> Plaintiffs and the Class 12 applied the BPO Products to areas of the skin including the face, neck, chest, and back 13 one to three times per day and used the BPO Products as washes or scrubs in heated 14 15 showers. Plaintiffs and the Class were also exposed to benzene leaked from contaminated BPO Products. 16

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H. DEFENDANT MARKETED THEMSELVES AS EXPERTS WHILE **CONCEALING THEIR FAILURE TO TEST THE BPO PRODUCTS** FOR SAFETY

Defendant's BPO Products degrade to benzene, during normal and 61. 20 expected handling, use, or storage but Defendant did not warn Plaintiffs, the Class, the 21 Subclass, and the public about benzene contamination or the health risks of exposure. 22

- 23
- <sup>56</sup> See Lan Q, Zhang L et al., *Hematotoxicity in Workers Exposed to Low Levels of Benzene*, SCIENCE, 24 (December 3, 2004); Costa-Amaral I, V. B. L., Environmental Assessment and Evaluation of
- Oxidative Stress and Genotoxicity Biomarkers Related to Chronic Occupational Exposure to Benzene, 25 INT J ENVIRON RES PUBLIC HEALTH, (2019) Jun; 16(12): 2240.

26 <sup>57</sup> Id.

<sup>58</sup> Id. 27

<sup>&</sup>lt;sup>59</sup> Centers for Disease Control and Prevention, The National Institute for Occupational Safety and Health Pocket Guide to Chemical Hazards, Benzene Exposure Limits, 28https://www.cdc.gov/niosh/npg/npgd0049.html.

Instead, Defendant made broad sweeping claims that the BPO Products were safe,
 researched, tested, validated, backed by science, and approved by dermatologists.

Defendant marketed itself as "founders in the industry" and a "skincare 3 62. brand formulated to help teens in the fight against acne."<sup>60</sup> Defendant proudly 4 proclaimed they are the "medicated acne experts" with "70 years of acne experience," 5 and only offered medicated acne care that cares for the consumer.<sup>61</sup> Defendant had an 6 opportunity to tell consumers on its skin blog that salicylic acid without BPO is safer 7 than BPO formulated products but it did not.<sup>62</sup> To keep profits for both, Defendant said 8 "ultimately salicylic acid and benzoyl peroxide both fight acne and blemishes – it's just 9 a matter of using them effectively!"<sup>63</sup> 10

Defendant's misrepresentations and omissions misled Plaintiffs, the Class, 11 63. the Subclass, and the public regarding the safety, stability, and quality of the BPO 12 13 Products. Defendant's broad claims of safety in their marketing, social media, and on websites gave Plaintiffs, the Class, the Subclass, and the public a false sense of safety. 14 15 Defendant made these statements uniformly to Plaintiffs, the Class, the Subclass, and 16 the public, while shirking their responsibility to do adequate and meaningful testing 17 before selling them to the public. Defendant's statements and affirmations were false, misleading, unsubstantiated, and blatantly deceptive. 18

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I.

#### DEFENDANT DID NOT WARN CONSUMERS THE BPO PRODUCTS WERE AT RISK OF BENZENE CONTAMINATION

64. Defendant represented to the Plaintiffs, the Class, the Subclass, and the
public, that each of their BPO Products had only the ingredients listed on the label and
package, but none of them identified benzene anywhere on the Products' label,
container, or packaging.

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 $28 \begin{bmatrix} \text{perox} \\ 63 \end{bmatrix} Id.$ 

<sup>26 &</sup>lt;sup>60</sup> RB Health, LLC, *About Us*, https://www.clearasil.us/pages/about (last visited October 25, 2023).

 <sup>&</sup>lt;sup>62</sup> RB Health, LLC, *Skin Care Blog, What's The Difference Between Salicylic Acid Benzoyl Peroxide?* https://www.clearasil.us/blogs/news/what-s-the-difference-between-salicylic-acid-and-benzoyl peroxide (last visited October 25, 2023).

65. Defendant marketed Clearasil BPO Products as "dermatologist tested" and
 "scientifically formulated with maximum-strength medication to penetrate the
 pores."<sup>64</sup> Clearasil was recommended for use one to three times a day.<sup>65</sup> None of the
 Clearasil BPO formulated Products list benzene on any labels, advertising, or packages,
 and none warn of the risk of exposure to benzene.<sup>66</sup>

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66. 104. Defendant's statements about the BPO Products were false, deceptive, and misleading. Defendant's statements were meant to convey the Products were safe and did not contain carcinogens such as benzene. Defendant made these statements and omitted benzene from all advertising, labeling, and packaging when they knew or should have known the statements were false, misleading, and deceptive. Reasonable consumers, relying on Defendant's statements reasonably would believe the BPO Products were safe and did not contain benzene.

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#### J. DEFENDANT DIRECTLY MARKETED THE BPO PRODUCTS TO CHILDREN AND TEENAGERS

- 67. Defendant's BPO Products are widely used by children and teenagers as a
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65 Id.

cream (last visited October 25, 2023).

 <sup>&</sup>lt;sup>64</sup> See e.g., Clearasil, *Clearasil Rapid Rescue Acne Treatment Cream*, https://www.clearasil.us/
 products/clearasil-ultra-rapid-action-vanishing-acne-treatment-cream-1-ounce (last visited October 25, 2023)

<sup>19 &</sup>lt;sup>66</sup> See e.g., Clearasil, Clearasil Rapid Rescue Acne Treatment Cream, Warnings, "For external use only. Do not use: if you have very sensitive skin or are sensitive to benzoyl peroxide. When using this product: avoid unnecessary sun exposure and use a sunscreen; avoid contact with the eyes, lips and mouth; avoid contact with hair or dyed fabrics, including carpet and clothing which may be bleached by this product; with other topical acne medications, at the same time or immediately following use of this product, increased dryness or irritation of the skin may occur (If this occurs, only one medication

<sup>23</sup> should be used unless directed by a doctor); skin irritation may occur, characterized by redness, burning, itching, peeling or possibly swelling (More frequent use or higher concentrations may

aggravate skin irritation. Mild irritation may be reduced by using the product less frequently or in a

lower concentration). Stop use and ask a doctor if: skin irritation becomes severe. Keep out of reach of children. If swallowed, get medical help, or contact a Poison Control Center immediately."

<sup>26 &</sup>lt;u>https://www.clearasil.us/products/clearasil-ultra-rapid-action-vanishing-acne-treatment-cream-1-</u> ounce (last visited October 25, 2023); *see also* Clearasil, *Clearasil Benzoyl Peroxide Stubborn Acne* 

<sup>27</sup> Spot Treatment, https://www.clearasil.us/products/ clearasil-daily-clear-vanishing-acne-treatment-

 <sup>&</sup>lt;sup>27</sup> cream (last visited October 25, 2023); see also Clearasil, Clearasil Daily Clear Vanishing Acne
 28 Treatment Cream, https://www.clearasil.us/ products/clearasil-daily-clear-vanishing-acne-treatment-

standalone treatment or in combination with other BPO Products. Defendant knew that
adolescents are the largest users with users as young as 7-10 years old. Defendant
recommended that consumers, including children, use the BPO Products one to three
times a day, over many months or longer for persistent acne. Defendant knew that some
consumers would use the BPO Products for many years starting in their teens. There is
no cure for acne. Defendant knew that consumers with chronic acne would use their
BPO Products several times a day throughout their lifetime.

68. Defendant aggressively marketed the BPO Products directly to children
and teenagers knowing, or they should have known, the BPO Products degrade to
benzene under normal use and storage conditions. Many of Defendant's online and
print advertisements featured children, teenagers, eye-catching props, music, and colors
meant to attract teens and pre-teens, and appeal to their preferences, activities, and
interests.

14 69. Defendant's Clearasil skin blogs featured information and acne treatment
15 advice targeted to teens with no warnings to parents about exposure to benzene.<sup>67</sup>
16 Defendant told teenagers to make its Products the "number one accessory on prom
17 night."<sup>68</sup>

18 70. Defendant's marketing of BPO Products without mentioning benzene, the
19 risk of benzene exposure, or testing for benzene was misleading, fraudulent, deceptive,
20 and dangerous.

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#### V. <u>PUNITIVE DAMAGES ALLEGATIONS</u>

71. Defendant's conduct was done with malice and reckless disregard for
human life. Defendant knew the BPO Products degraded to benzene when exposed to
normal consumer use, handling, and storage conditions. Defendant further knew that

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<sup>&</sup>lt;sup>26</sup><sup>67</sup> RB Health, LLC, *Why Do We Get Hormonal and Teen Acne?* https://www.clearasil.us/ blogs/news/get-prom-ready-skin-care-tips-from-our-beauty-blogger (last accessed October 7, 2023).

<sup>&</sup>lt;sup>27</sup><sup>68</sup> RB Health, LLC, *Get Prom Ready Skin Care Tips from Our Beauty Blogger*,

<sup>28</sup> https://www.clearasil.us/blogs/news/get-prom-ready-skin-care-tips-from-our-beauty-blogger (last visited October 25, 2023).

1 benzene is a known human carcinogen that is not supposed to be in the BPO Products due to the grave risk of harm to consumers. Defendant disregarded this information and 2 the known risks of benzene exposure and deliberately omitted benzene from the list of 3 ingredients, the BPO Products' labels, and their social media and websites where 4 information about the BPO Products is found. Defendant consciously and deliberately 5 crafted the BPO Products' marketing, labels, packaging, containers, and warnings 6 intending to mislead Plaintiffs, the Class, the Subclasses, and the public, and lead them 7 to believe the BPO Products were safe and carcinogen-free. 8

9 72. Defendant marketed themselves as expert drug formulators, researchers,
10 and sellers skilled in developing safe and reliable products. Defendant withheld
11 material health and safety information Defendant knew was essential to informed
12 consumer decision making. Defendant knew that, by their conduct, they were robbing
13 Plaintiffs, the Class, the Subclasses, and the public of their right to choose safe
14 products.

15 73. Defendant was on notice of benzene findings in other consumer and drug
products leading to widely publicized recalls. Defendant was on notice of the FDA's
concerns of benzene contamination in drug and consumer products and received the
FDA's 2022 directive to test Products for benzene contamination. Defendant
disregarded these notices and continued to market and sell the BPO Products without
testing them for benzene.

21 Defendant knew its decisions and chosen course of conduct was risky and 74. would cause consumers to be exposed to benzene. Defendant's conduct was not by 22 accident, but was deliberate, calculated, and informed. Defendant knew they could sell 23 more BPO Products and earn more money by concealing material human health and 24 safety information. Defendant further knew that testing the BPO Products for benzene 25 26 would yield findings of benzene requiring recalls and/or a shutdown of production causing significant losses of income. Defendant's goals were met not only because of 27 their false and deceptive advertising, labeling, and packaging, but through a 28

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comprehensive scheme of aggressive marketing and image branding leading consumers 1 to believe they were acne treatment experts dedicated to drug research, development, 2 3 and safety and using only the safest ingredients and formulations that would remain pure and stable until the designated end, *i.e.*, the expiration date. Defendant's conduct 4 and concealment of material health and safety information was done to further their 5 own monetary gain and with conscious disregard of the Plaintiffs, the Class, the 6 Subclasses, and the public's right to choose safe products. Defendant's conduct was 7 8 intentional, calculated, blatantly deceptive, unscrupulous, and offensive to consumer health and public policy. To redress the harm caused by Defendant's conduct, 9 Plaintiffs, on behalf themselves, the Class, and Subclasses, seek punitive damages 10 against the Defendant. 11

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## VI. <u>PLAINTIFF'S SPECIFIC ALLEGATIONS</u>

Plaintiff Alan Montenegro is a California resident who places a high 13 75. priority on health and safety, and on the adverse health consequences of exposure to 14 carcinogens such as benzene. In shopping for drug products for his skin and face, 15 16 Plaintiff Alan Montenegro was particularly concerned about the product being cost effective, that the BPO Product received positive reviews from verified buyers, and the 17 before and after images for use of the Product. Plaintiff recalls seeing online 18 19 advertisements by Defendant before purchasing them in the store. Based on the statements made by Defendant, their widely recognized name, and lack of information 2021 that the BPO Products contained carcinogens such as benzene, Plaintiff believed the Products were safe to put on his skin. Defendant's representations and omissions of 22 human health and safety information were material to Plaintiff. 23

76. Plaintiff Montenegro bought Clearasil Stubborn Acne Control 5 in 1 Spot
Treatment Cream, CVS Health Acne Treatment Cream, and CVS Health Acne Control
Cleanser and used it from 2017 to 2021 in hopes of creating a daily skin routine and
getting rid of acne spots and blemishes. Plaintiff was unaware when he bought the BPO
Product that it was contaminated with benzene or that it could degrade to benzene. Had

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Defendant been truthful and told Plaintiff he would be exposed to benzene and/or be at
 increased risk of cancer, he would not have purchased Clearasil Stubborn Acne Control
 5 in 1 Spot Treatment Cream, CVS Health Acne Treatment Cream, and CVS Health
 Acne Control Cleanser.

77. Plaintiff Montenegro suffered an ascertainable economic loss because of
Defendant's statements and misrepresentations in that he bought the BPO Products he
would not have bought but for Defendant's statements and misrepresentations.

Plaintiff James Mayfield is a California resident who places a high priority 8 78. on health and safety, and on the adverse health consequences of exposure to 9 carcinogens such as benzene. In shopping for drug products for his skin and face, 10 11 Plaintiff Mayfield was particularly concerned about the acne in his head and shoulder area. Plaintiff was influenced to purchase the BPO Product from numerous television 12 13 advertisements. Based on the statements made by Defendants, their widely recognized name, and lack of information that the BPO Products contained carcinogens such as 14 benzene, Plaintiff believed the BPO Products were safe to put on his skin. Defendants' 15 representations and omissions of human health and safety information were material to 16 17 Plaintiff.

79. Plaintiff Mayfield bought Clearasil Ultra Rapid Action Treatment Cream
and used it from 1979 to 2022 for his acne problem in the head and shoulder area.
Plaintiff was unaware when he bought the BPO Product that it was contaminated with
benzene or that it could degrade to benzene. Had Defendants been truthful and told
Plaintiff he would be exposed to benzene and/or be at increased risk of cancer, he
would not have purchased Clearasil Ultra Rapid Action Treatment Cream.

80. Plaintiff Mayfield suffered an ascertainable economic loss because of
Defendant's statements and misrepresentations in that he bought the BPO Products he
would not have bought but for Defendant's statements and misrepresentations.

27 81. Plaintiff Chatham Mullins is a Massachusetts resident who places a high28 priority on health and safety, and on the adverse health consequences of exposure to

carcinogens such as benzene. In shopping for drug products for her skin and face,
 Plaintiff Chatham Mullins was particularly concerned about the ingredients, being
 cruelty-free, and products that are approved and sold in the European Union (EU).
 Based on the statements made by Defendants, their widely recognized name, and lack
 of information that the BPO Products contained carcinogens such as benzene, Plaintiff
 believed the BPO Products were safe to put on her skin. Defendants' representations
 and omissions of human health and safety information were material to Plaintiff.\

8 82. Plaintiff Mullins bought Clearasil Stubborn Acne Control 5 in 1 Spot
9 Treatment Cream and used it from 2005 to 2023 for resolving skin inflammation such
10 as redness, cleansing and acne blemishes. Plaintiff was unaware when she bought the
11 BPO Product that it was contaminated with benzene or that it could degrade to benzene.
12 Had Defendants been truthful and told Plaintiff she would be exposed to benzene
13 and/or be at increased risk of cancer, she would not have purchased Clearasil Stubborn
14 Acne Control 5 in 1 Spot Treatment Cream.

15 83. Plaintiff Mullins suffered an ascertainable economic loss because of
16 Defendant's statements and misrepresentations in that he bought the BPO Products he
17 would not have bought but for Defendant's statements and misrepresentations.

Plaintiff Michael Montgomery is a Nevada resident who places a high 18 84. priority on health and safety, and on the adverse health consequences of exposure to 19 carcinogens such as benzene. In shopping for drug products for his skin and face, 20Plaintiff Michael Montgomery was particularly concerned about efficiency. Based on 21 the statements made by Defendants, their widely recognized name, and lack of 22 information that the BPO Products contained carcinogens such as benzene, Plaintiff 23 believed the Products were safe to put on his skin. Defendants' representations and 24 25 omissions of human health and safety information were material to Plaintiff.

85. Plaintiff Montgomery bought Clearasil Stubborn Acne Control 5 in 1 Spot
Treatment Cream and used it from 1981 to May 2023 for clearing acne on his face.
Plaintiff was unaware when he bought the BPO Product that it was contaminated with

benzene or that it could degrade to benzene. Had Defendants been truthful and told
 Plaintiff he would be exposed to benzene and/or be at increased risk of cancer, he
 would not have purchased Clearasil Stubborn Acne Control 5 in 1 Spot Treatment
 Cream.

86. Plaintiff Montgomery suffered an ascertainable economic loss because of
Defendant's statements and misrepresentations in that he bought the BPO Products he
would not have bought but for Defendant's statements and misrepresentations.

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#### VII. CLASS ACTION ALLEGATIONS

9 Plaintiffs bring this case on behalf of themselves, and all others similarly 87. situated as a Class Action under Rule 23 of the Federal Rules of Civil Procedure. 10 Plaintiffs seek to represent a National Class of consumers who bought the Products, and 11 12 State Subclasses of consumers from the states identified below. Excluded from this Class are Defendant, their employees, co-conspirators, officers, directors, legal 13 representatives, heirs, successors, and affiliated companies; Class counsel and their 14 employees; and judicial officers and their immediate families as court staff assigned to 15 the case. 16

17 88. The Class does not seek damages for physical injuries, although Plaintiffs18 were physically harmed by being exposed to benzene.

19 89. The Class will include a National Class to include all persons who bought20 for use, and not resale, the Products within the United States.

90. The State Subclasses will include all persons who bought for use, and not
resale, the Products within California, Connecticut, Hawaii, Illinois, Maryland,
Massachusetts, Missouri, New York, Nevada, Ohio, Pennsylvania, Rhode Island, and
Washington.

91. This action has been brought and may be properly maintained as a Class
Action under Rule 23 of the Federal Rules of Civil Procedure because there is a welldefined community of interest and the proposed Class meets the class action

28 requirements under Rule 23 of numerosity, commonality, typicality, and adequacy of

representation. 1

Defendant engaged in a common course of conduct giving rise to the legal 2 92. rights sought to be enforced by Plaintiffs, on behalf of themselves, and the other Class 3 members. Similar or identical statutory and common law violations, business practices, 4 5 and injuries are involved.

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93. Numerosity. Plaintiffs believes there are millions of Class members 7 throughout the United States, and there are tens of thousands of Subclass members in each of the listed states, making the Class and state Subclasses so numerous and 8 geographically dispersed that joinder of all members is inconvenient and impracticable. 9

Commonality. There are questions of law and fact common to all Class 10 94. 11 and Subclass members that predominate over questions which affect only individual 12 Class members. All Class and Subclass members were deceived and misled by 13 Defendant through the same advertising, online representations, labeling, and 14 packaging, which did not mention benzene and which misrepresented the characteristics, ingredients, and safety of the BPO Products. All Class and Subclass 15 members bought Defendant's BPO Products and have suffered an economic loss 16 because of Defendant's deceptions and omissions of material health and safety 17 information. Thus, there is a well-defined community of interest in the questions of law 18 19 and facts common to all Class and Subclass members. Other common questions of law and fact in this dispute include, without limitation: 20

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- a. Whether Defendant's BPO Products degrade to benzene under common distributor and consumer handling, use, and storage conditions.
- b. Whether Defendant tested the BPO Products for benzene before selling them to Plaintiffs, the Class, and the public.
- c. When Defendant knew or should have known the BPO Products degraded to benzene.
- 27 d. When Defendant knew or should have known the BPO Products contain 28 benzene.

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1	e.	Whether Defendant's advertising omitting benzene was deceptive,
2		fraudulent, or unfair.
3	f.	Whether Defendant's advertising omitting benzene was likely to deceive
4		reasonable consumers.
5	g.	Whether Defendant's conduct violated California's Unfair Competition
6		Law, Bus. & Prof. Code § 17200 et seq.
7	h.	Whether Defendant's conduct violated California consumer protection laws.
8	i.	Whether Defendant's conduct violated Connecticut consumer protection
9		laws.
10	j.	Whether Defendant's conduct violated Hawaii consumer protection laws.
11	k.	Whether Defendant's conduct violated Illinois consumer protection laws.
12	1.	Whether Defendant's conduct violated Massachusetts consumer protection
13		laws including Mass. Gen. Laws Ann. Ch. 93A, § 1 et seq.
14	m	. Whether Defendant's conduct violated Maryland consumer protection laws.
15	n.	Whether Defendant's conduct violated Missouri consumer protection laws
16		including Mo. Rev. Stat. § 407, et seq.
17	0.	Whether Defendant's conduct violated Nevada consumer protection laws
18		including Deceptive Trade Practice Act, NEV. REV. STATUTES, Title 52,
19		Chapter 598 et seq.
20	p.	Whether Defendant's conduct violated New York consumer protection laws
21		including New York Deceptive Trade Practices Law, NY Gen. Bus. §349(a)
22		and NY Gen. Bus. §§ 350 et seq.
23	q.	Whether Defendant's conduct violated Pennsylvania consumer protection
24		laws.
25	r.	Whether Defendant's conduct violated Ohio consumer protection laws.
26	s.	Whether Defendant's conduct violated Rhode Island consumer protection
27		laws.
28	t.	Whether Defendant's conduct violated Washington's consumer protection
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		CLASS ACTION COMPLAINT

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laws.

- u. Whether Defendant breached the express and implied warranties they made about the BPO Products.
- v. Whether Defendant was unjustly enriched by the Plaintiffs, the proposed Class, and Subclasses members' purchase of the BPO Products.
- w. Whether the Plaintiffs, the proposed Class, and Subclasses have been injured and if so, what is the proper measure of damages.
- x. Whether the Plaintiffs, the proposed Class, and Subclasses have the right to economic damages including compensatory, exemplary, and statutory remedies for Defendant's misconduct.

y. Whether the Plaintiffs, the proposed Class, and Subclasses have the right to injunctive, declaratory, or other equitable relief and attorneys' fees.

95. **Typicality.** Plaintiffs' claims are typical of the claims of the Class and Subclasses because the claims arise from the same course of misconduct by Defendant, *i.e.*, Defendant's false and misleading advertising and their failure to disclosure benzene in the Products. The Plaintiffs, and all Class and Subclass members were all exposed to the same uniform and consistent advertising, labeling, and packaging statements Defendant made about the Products. Because of the Defendant's misconduct, Plaintiffs, like all Class members, were damaged and have incurred economic losses because of they bought the Products believing they were safe. The claims of the Plaintiffs are typical of Class and Subclass members.

96. Adequacy. The Plaintiffs will fairly and adequately represent and protect
the interests of all Class and Subclass members. Plaintiffs have no interests antagonistic
to the Class or Subclass members. Plaintiffs hired attorneys experienced in the
prosecution of consumer Class Actions and Plaintiffs intend to prosecute this action
vigorously. Plaintiffs anticipate no difficulty in the management of this litigation as a
Class Action.

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97. Finally, this Class Action is proper under Rule 23(b) because, under these

facts, a Class Action is superior to other methods and is the most efficient method for 1 the fair and efficient adjudication of the dispute. The Class and Subclass members have 2 all suffered economic damages because of Defendant's deceptive trade practices, false 3 advertising, and omissions of material health and safety information. Because of the 4 nature of the individual Class and Subclass members' claims and the cost of the 5 Products, few, if any individuals, would seek legal redress against Defendant because 6 the costs of litigation would far exceed any potential economic recovery. Absent a 7 Class Action, individuals will continue to suffer economic losses for which they would 8 have no remedy, and Defendant will unjustly continue their misconduct with no 9 accountability while retaining the profits of their ill-gotten gains. Even if separate cases 10 could be brought by individuals, the resulting multiplicity of lawsuits would cause 11 undue hardship, burden, and expense for the Court and the litigants, as well as create a 12 risk of inconsistent rulings across the country, which might be dispositive of the 13 interests of individuals who are not parties. A Class Action furthers the important 14 public interest of containing legal expenses, efficiently resolving many claims with 15 common facts in a single forum simultaneously, and without unnecessary duplication of 16 effort and drain on critical judicial resources. The Class Action method presents far 17 fewer management difficulties than individual cases filed nationwide and provides the 18 benefit of comprehensive supervision by a single court. 19

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# VIII. CAUSES OF ACTION

## A. <u>VIOLATION OF CALIFORNIA' S UNFAIR COMPETITION LAW</u> <u>BUS. & PROF. CODE § 17200 et seq.</u>, on Behalf of the California Subclass

23 98. Plaintiffs reallege and incorporates all other paragraphs in this Class Action
24 Complaint and further allege:

99. Plaintiffs bring this cause of action on behalf of themselves, and all
members of the California Subclass, all of whom are similarly situated consumers.

27 100. California's Unfair Competition Law, CAL. BUS. & PROF. CODE § 17200,
28 *et seq.*, prohibits "unlawful, unfair, or fraudulent business act or practices" and "unfair,

deceptive, untrue or misleading advertising." Defendant misrepresented their Products 1 in advertising, labels, and containers and misled Plaintiffs, the Subclass, and the public 2 3 about the ingredients, characteristics, purity, quality, approval, and safety of the Products. Defendant led Plaintiffs, the Subclass, and the public to believe the Products 4 5 were safe.

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101. Defendant's advertising, online representations, labeling, and packaging of 7 the Products were misleading, fraudulent, and deceptive. Defendant knew through the 8 Products' development, formulation, research, and pre-sale safety and stability testing, the Products were not chemically and physically stable when exposed to common 9 temperature conditions. Defendant knew or should have known the Products 10 11 formulated benzene under normal and expected consumer use, handling, and storage conditions, and that consumers would be exposed to benzene. Defendant were 12 specifically reminded by the FDA of their obligation to ensure the safety and quality of 13 14 their Products, including testing them for benzene before selling them to the public, but 15 shirked their duties and continued to market and sell the Products without substantiating their safety, or warning Plaintiffs, the Subclass, and the public about 16 17 benzene.

18 102. Defendant omitted material health and safety information, *e.g.*, benzene, from the Products' advertising, label, container, and warnings. Defendant did not tell 19 Plaintiffs and the Subclass members they would be exposed to benzene, a human 20carcinogen, during normal and expected handling, use and storage of the Products, even 21 with the Products' container closed. 22

103. Defendant's acts and omissions were likely to deceive reasonable 23 consumers and the public. Reasonable consumers expect to be told about all ingredients 24 25 in Products. Reasonable consumers further expect that carcinogens in the Products be 26 disclosed. Reasonable consumers further expect that on market drugs to be free of carcinogens, unless told otherwise. Benzene in a widely marketed drug product used by 27 children, teens, and the public is material health information reasonable consumers 28

1 expect to be told.

104. Had Defendant been truthful in their advertising, labeling, packaging, and
online statements about benzene in the Products, or the risk of contamination, and the
risk of cancer, Plaintiffs and the Subclass members would not have bought the
Products.

105. Defendant's acts, omissions, and concealment of material health and safety
information are ongoing and continuing to cause harm. Defendant continued to market,
advertise, and sell the Products to the public without telling the public about benzene in
the Products, or the risk of contamination, and the risk of cancer. Defendant continued
to market themselves as responsible drug manufacturers and sellers who sell safe
products when they have not tested the Products for benzene or quantified the levels of
benzene formed in the Products during normal and expected storage conditions.

13 106. Defendant engaged in these deceptive practices for significant financial
14 gain, which is unfair, unreasonably dangerous to Plaintiffs, the Subclass and not
15 outweighed by any benefit. Omitting and concealing material human health and safety
16 information such as benzene in the Product and the consumers' risk of cancer from the
17 Products is unethical, unscrupulous, and offensive.

18 107. Plaintiffs suffered ascertainable economic losses because of Defendant's
19 misconduct because they bought the Products, they otherwise would not have bought
20 but for Defendant's misrepresentations and affirmations of safety.

108. Because of Defendant's misconduct, Plaintiffs, on behalf of themselves,
and the California Subclass, seek recovery of their economic damages, attorneys' fees,
restitution, and all other relief allowable under CAL. BUS. & PROF. CODE § 17200, *et seq.*, including an injunction to enjoin Defendant from continuing their fraudulent and
deceptive business practices. The damages sought are ascertainable, uniform to the
Class and can be measured and returned to the Plaintiffs and Subclass members.
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B.

#### <u>VIOLATION OF CALIFORNIA'S CONSUMER LEGAL</u> <u>REMEDIES ACT, Cal. Civ. Code § 1750, et seq., on Behalf of the</u> <u>California Subclass</u>

4 109. Plaintiffs reallege and incorporates all other paragraphs in this Complaint5 and further allege:

110. Plaintiffs bring this cause of action on behalf of themselves, and all Class
California Subclass members, all of whom are similarly situated consumers within the
meaning of CAL. CIV. CODE § 1781.

9 111. Defendant's acts and omissions violated California's Consumer Legal
10 Remedies Act, CAL. CIV. CODE § 1750, *et seq.*, enacted to protect consumers from
11 being victimized and deceived by advertisers, distributors, and sellers like the
12 Defendant. Other Defendant regularly transact business in California, including in this
13 District, and have engaged in misconduct that has and had a direct, substantial,
14 foreseeable, and intended effect of injuring people in California, and in this District.

15 112. California's Consumer Legal Remedies Act, CAL. CIV. CODE § 1750, *et*16 *seq. prohibits* unfair methods of competition and unfair or deceptive acts or practices in
17 connection with the sale of consumer goods. Defendant violated several prohibitions of
18 CIV. CODE § 1750(a).

19 113. Defendant violated CAL. CIV. CODE § 1750(a)(2) by representing the
20 source, sponsorship, and approval, of the Products, *e.g.*, the Products were backed by
21 sound scientific principles, that Defendant met its obligations to conduct adequate and
22 meaningful quality and safety testing before selling the Products to the public, and
23 represented the Products only contained the ingredients listed, and were free of
24 carcinogens.

114. Defendant violated CAL. CIV. CODE § 1750(a)(3) by representing the
affiliation, connection, or association with, or certification by, another *e.g.*, the Products
were approved by dermatologists and manufactured in conformity with current good
manufacturing practices.

115. Defendant violated CAL. CIV. CODE § 1750 (a)(4) by using deceptive 1 representations, e.g., the Products were safe, validated, and supported by the latest 2 research, and free of carcinogens such as benzene. 3

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116. Defendant violated CAL. CIV. CODE § 1750(a)(5) by representing the Products have characteristics, ingredients, uses, or benefits, which they do not, e.g., 5 misleading Plaintiffs and the Class members the Products only contained the listed 6 ingredients, did not contain benzene, and did not increase the risk of the consumers' 7 risk of cancer. 8

117. Defendant violated CAL. CIV. CODE § 1750(a)(6) by representing the 9 Products were not deteriorated unreasonably or altered e.g., the Products were pure and 10 had not degraded or formed benzene. 11

12 118. Defendant violated CAL. CIV. CODE § 1750(a)(7) by representing the Products were pure and of a particular standard or quality, when they are not. 13

14 119. Defendant violated CAL. CIV. CODE § 1750(a)(9) by advertising the Products with the intent not to sell them as advertised, e.g., the Products were of pure 15 quality, safe, made in conformity with current good manufacturing practices, and not 16 17 adulterated.

120. Had Defendant been truthful in their advertising, labeling, packaging, 18 warnings, and online statements about benzene in the Products and the risk of cancer, 19 20Plaintiffs and the Class members would not have bought the Products. Benzene, a 21 human carcinogen, in a widely marketed and available consumer drug product, is material health and safety information Defendant knew Plaintiffs, the Class members, 22 and the public would want to know. The Defendant's omission of this material 23 information was common to all Class and Subclass members and made to all Class and 24 Subclass members uniformly through common advertising, online representations, 25 26 labeling, and packaging.

121. Defendant's acts, omissions, and concealment of material health and safety 27 information are ongoing and continuing to cause harm. Defendant continued to market, 28

advertise, and sell the Products to the public without telling the public about benzene in
 the Products and the risk of cancer. Defendant continued to market themselves as
 responsible drug manufacturers and sellers who sell safe products when they have not
 quantified the levels of benzene in and created in the Products during normal and
 expected storage conditions.

6 122. Defendant engaged in these deceptive practices for significant financial
7 gain, which is unfair, unreasonably dangerous to Plaintiffs, and Subclass members, and
8 not outweighed by any benefit. Omitting and concealing material human health and
9 safety information such as the consumers' risk of cancer from exposure to the Products
10 is unethical, unscrupulous, and offensive.

11 123. Plaintiffs suffered ascertainable economic losses because of Defendant's
12 misconduct because he bought the Products, he otherwise would not have but for
13 Defendant's misrepresentations.

14 124. Because of Defendant's misconduct, Plaintiffs, on behalf of themselves and
15 the Subclass members, seek recovery of their economic damages, attorneys' fees,
16 punitive damages, restitution, and all other relief allowable under CAL. CIV. CODE §
17 1750, *et seq.*, including an injunction to enjoin Defendant from continuing their
18 fraudulent business practices. The damages sought are ascertainable, uniform to the
19 Subclass and can be measured and returned to the Plaintiffs and Subclass members.

20

C.

21

## FALSE ADVERTISING UNDER VARIOUS STATE STATUTES, on Behalf of the California, Hawaii and New York Subclasses

125. Plaintiffs reallege and incorporates all other paragraphs in this Complaint
and further allege:

24 126. Plaintiffs bring this cause of action on behalf of themselves, and all
25 members of the California, Hawaii, and New York Subclasses, all of whom are
26 similarly situated consumers.

27 127. Defendant develops, manufactures, tests, markets and sells the BPO
28 Products throughout the United States. Defendant knew through the Products'

<sup>40</sup> 

development, formulation, and testing, the Products were not chemically stable when
exposed to certain expected and normal environmental and storage conditions and
could form benzene, as a toxic byproduct. Despite this knowledge, Defendant did not
mention benzene in the Products' advertising, ingredient list, label, container, or
warnings. Defendant did not tell Plaintiffs, and the Subclass members they would be
exposed to benzene, a human carcinogen, during normal and expected handling, use
and storage of the Products, even with the Products' containers closed.

8 128. Benzene, a human carcinogen, in a widely marketed and available consumer drug product, is material health and safety information Defendant knew 9 Plaintiffs and the Subclass members would want to know. Defendant not only omitted 10 this material human health and safety information from advertising, online 11 representations, blogs, labeling, packaging, and warnings, but Defendant aggressively 12 13 marketed themselves as drug experts, innovators, researchers, market leaders, and committed to consumer safety. Defendant's affirmations of safety and responsibility 14 misled Plaintiffs, and the Subclass members, leading them to believe the Products were 15 tested, verified, and safe. Defendant further marketed the Products touting the approval 16 17 of dermatologists, who were not aware of the presence of benzene in the Products and of Defendant's refusal to conduct adequate and meaningful testing before marketing 18 and selling the Products to the public and following the FDA's 2022 alert to 19 specifically look for benzene. 20

129. Defendant's acts and omissions constitute false advertising. Defendant
advertised the Products with the intent not to sell them as advertised. Reasonable
consumers, including Plaintiffs and the Subclass members, exposed to Defendant
advertising would believe the Products were safe, verified, and free of benzene.

130. Defendant's false and misleading advertising violated California's False
Advertising Law, Bus. & Prof. Code § 17500 *et seq.*, which prohibits Defendant from
disseminating statements "which are untrue or misleading, and which are known, or
which by the exercise of reasonable care should be known, to be untrue or misleading."

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Defendant knew or should have known the Products formed benzene under normal, 1 handling, use, and storage conditions but did not disclose this to Plaintiffs and the 2 Subclass members. Defendant knew Plaintiffs, the Class and Subclass members, and 3 consumers would be exposed to benzene in the Products, even with the Products' 4 original packaging closed. 5

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131. Defendant's false and misleading advertising violated Hawaii's False Advertising Law, HI REV. STAT. § 708-871. Defendant knowingly or recklessly made 7 false and misleading statements in the Products' advertising to the public.<sup>69</sup> Defendant 8 further advertised the Products with the intent not to sell them as advertised and 9 misrepresented the ingredients, quality, purity, safety, and character of the Products. 10

132. Defendant's false and misleading advertising violated New York's General 11 Business Law § 350 et seq. ("GBL § 350"), which prohibits "[f]alse advertising in the 12 misconduct of any business, trade or commerce or in the furnishing of any service" in 13 New York. Under GBL § 350, "false advertising" includes "advertising, including 14 labeling, of a commodity . . . if such advertising is misleading in a material respect." 15 Defendant violated GBL § 350 by advertising and selling the Products without 16 disclosing material health and safety information, e.g., benzene and the consumers risk 17 of cancer from benzene. Defendant's false and misleading advertising was directed at 18 consumers, the New York Subclass members, and the public, and caused consumer 19 20 injury and harm to the public interest.

21 133. Had Defendant been truthful in their advertising, online representations, labeling, and packaging about benzene, Plaintiffs and the Subclass members would not 22 23 have bought the Products.

<sup>24</sup> 

<sup>&</sup>lt;sup>69</sup> HI REV STAT § 708-871, False Advertising: (1) A person commits the offense of false advertising if, in connection with the promotion of the sale of property or services, the person knowingly or 25 recklessly makes or causes to be made a false or misleading statement in any advertisement addressed 26 to the public or to a substantial number of persons. (2) "Misleading statement" includes an offer to sell property or services if the offeror does not intend to sell or provide the advertised property or services: 27 (a) At the price equal to or lower than the price offered; or (b) In a quantity sufficient to meet the reasonably- expected public demand unless quantity is specifically stated in the advertisement; or (c) 28

At all.

134. Plaintiffs, on behalf of themselves, and the California, Hawaii and New
 York Subclasses suffered ascertainable economic losses because of Defendant's
 misconduct because they bought the Products, they otherwise would not have but for
 Defendant's material misrepresentations.

5 135. Because of Defendant's misconduct, Plaintiffs, on behalf of themselves and
6 the California, Hawaii, and New York Subclass members, seek recovery of their
7 economic damages, attorneys' fees, punitive damages, restitution, and all other relief
8 allowable by law, including an injunction to enjoin Defendant from continuing their
9 fraudulent business practices. The damages sought are ascertainable, uniform to the
10 Subclasses and can be measured and returned to the Plaintiffs and Subclass members.

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D.

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### DECEPTIVE TRADE PRACTICES UNDER VARIOUS STATE STATUTES, on Behalf of California, Connecticut, Hawaii, Illinois, Maryland, Massachusetts, Missouri, New York, Nevada, Pennsylvania, Ohio, Rhode Island, and Washington Subclasses

14 136. Plaintiffs reallege and incorporates all other paragraphs in this Complaint15 and further allege:

16 137. Plaintiffs bring this cause of action on behalf of themselves, and all
17 members of the California, Connecticut, Hawaii, Illinois, Maryland, Massachusetts,
18 Missouri, New York, Nevada, Pennsylvania, Ohio, Rhode Island, and Washington
19 Subclass, all of whom are similarly situated consumers.

20 138. Defendant's acts and omissions constitute deceptive business practices in
21 violation of state deceptive trade practices laws.

139. Defendant represented the BPO Products had characteristics, uses, and
benefits, they did not, *e.g.*, Defendant represented the BPO Products were pure, of good
quality, safe, and only contained the ingredients disclosed.

140. Defendant represented the BPO Products were not deteriorated or altered,
when they knew, or should have known, the BPO Products degraded to benzene under
normal and expected use, handling, and storage conditions.

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141. Defendant represented the BPO Products contained only the ingredients

listed on Defendant's websites, advertising, labels, and containers. Defendant did not
 disclose to Plaintiffs, the Subclass members, and the public that the BPO Products were
 at risk of benzene contamination.

4 142. Defendant advertised the BPO Products with the intent not to sell them as5 advertised.

6 143. Defendant's acts and omissions violated California's Consumer Legal
7 Remedies Act, CAL. CIV. CODE § 1750, *et seq.*, enacted to protect consumers from
8 being victimized and deceived by advertisers, distributors, and sellers like the
9 Defendant.

10 144. Defendant's acts and omissions violated Connecticut Unfair Trade
11 Practices Act, CONN. GEN STAT. ANN., § 42- 110, *et seq.*, which broadly prohibits
12 Defendant from engaging in unfair methods of competition and unfair or deceptive acts
13 or practices in the conduct of any trade or commerce such as those committed by
14 Defendant and alleged in this Class Action.

145. Defendant's acts and omissions violated Hawaii's Uniform Deceptive 15 Trade Practice Act, HAW. REV. STAT. §481-A3 because Defendant: (1) caused the 16 17 likelihood of confusion or of misunderstanding as to the source, sponsorship, approval, or certification of the Products; (2) represented the Products had characteristics, 18 ingredients, or benefits, they did not; (3) represented the Products were not deteriorated 19 20or altered, when they were; (4) represented the Products were of a particular standard 21 or quality when they were not; and (5) advertised the Products with the intent not to sell them as advertised. 22

146. Defendant's acts and omissions violated Illinois' Consumer Fraud and
Deceptive Business Practices Act, 815 ILCS 505/1 *et seq*. Defendant's used deception,
fraud, false pretense, false promises, and omitted material health and safety information
about the Products' degradation to benzene, and/or contamination with benzene, which
Defendant intended the Illinois Subclass members to rely upon.

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147. Defendant's acts and omissions violated Maryland's Unfair or Deceptive

Trade Practices Act, MD. COM. CODE, Title 13, Subtitle 3, §13-301 because Defendant:
(1) represented the Products had characteristics, ingredients, uses, and benefits, they did
not; (2) represented the Products were not deteriorated or altered, when they were; (3)
represented the Products were of a particular standard or quality, when they were not.
Defendant's representations about the Products' ingredients, and omission of benzene
were misleading, deceptive, incomplete, and not truthful in violation of Maryland's
Unfair or Deceptive Trade Practices Act.

8 148. Defendant's acts and omissions violated Massachusetts consumer
9 protection law, MASS. GEN. LAWS ANN. Ch. 93A, § 1 *et seq.*, which broadly prohibits
10 unfair and deceptive trade practices such as those committed by Defendant and alleged
11 in this Class Action.

12 149. Defendant's acts and omissions violated the Missouri Merchandising
13 Practices Act, MO. REV. STAT. § 407, *et seq.*, which prohibits the use of deception,
14 fraud, misrepresentations, or unfair practices by a business, *e.g.*, marketing Products as
15 safe, approved, tested, and only containing the listed ingredients. Missouri's law further
16 prohibits the suppression or omission of material facts such as the Products'
17 degradation to benzene.

18 150. Defendant's acts and omissions violated N.Y. GEN. BUS. LAW § 349, which
19 prohibits Defendant from engaging in deceptive, unfair, and misleading acts and
20 practices such as those committed by Defendant and alleged in this Class Action.
21 Defendant's misrepresentations and omissions caused consumer injury and harm to the
22 public interests of protecting public health and the public's right to know about any
23 harmful constituents in the Products.

151. Defendant's acts and omissions violate Nevada Deceptive Trade Practice
Act, NEV. REV. STATUTES, Title 52, Chapter 598 *et seq*. which prohibits Defendant
from making false statements about their Products and advertising the Products without
the intent to sell them as advertised.

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152. Defendant's acts and omissions acts and omissions violated Ohio's

Consumer Sales Practices Act, OHIO REV. CODE ANN. § 1345.01, *et seq.* which
 prohibits sales practices that are deceptive, unfair, or unconscionable, and Ohio's
 Deceptive Trade Practices Act, OHIO REV. CODE ANN.§ 4165 *et seq.*

153. Defendant's acts and omissions violated Pennsylvania's Unfair Trade 4 Practices and Consumer Protection Law, 73 P.S. §§201-1 et seq. because Defendant: 5 (1) caused the likelihood of confusion or of misunderstanding as to the source, 6 sponsorship, approval, or certification of the Products; (2) used deceptive 7 representations about the Products; (3) represented the Products had characteristics, 8 9 ingredients, or benefits, they did not; (3) represented the Products were not deteriorated or altered, when they were; (4) represented the Products were particular standard or 10 quality when they are not; and (5) advertised the Products with the intent not to sell 11 12 them as advertised.

13 154. Defendant's acts and omissions violated Rhode Island's Deceptive Trade Practices Act, R.I. GEN. LAWS § 6-13.1-5.2(B), et seq. because Defendant: (1) caused 14 15 likelihood of confusion or of misunderstanding as to the source, sponsorship, approval, or certification of the Products; (2) used deceptive representations in connection with 16 the Products; (3) represented the Products had sponsorship, approval, characteristics, 17 18 ingredients, uses, benefits, they did not; (4) represented the Products were not deteriorated or altered, when they were; (5) represented the Products were of a 19 20 particular standard, quality, or grade, when they were not; and (6) advertised the 21 Products with the intent not to sell them as advertised.

155. Defendant's acts and omissions violated Washington's Consumer
Protection Act, WASH. REV. CODE § 19.86.010, *et seq.*, which broadly prohibits
Defendant from engaging in unfair methods of competition and unfair or deceptive acts
or practices in the conduct of any trade or commerce.<sup>70</sup> Defendant's concealment of

<sup>&</sup>lt;sup>70</sup> Under § 19.86.090, Washington consumers harmed by such practices may recover actual damages, the costs of the suit, including reasonable attorney's fees, and the court may, in its discretion, increase the award of damages to an amount up to three times the actual damages sustained.

material health and safety information about the Products, which they knew or should
have known, was injurious to the public interests of protecting public health and the
public's right to know about any harmful constituents in the Products. Defendant's
conduct caused harm to the Plaintiffs, the Washington subclass members, and members
of the public who bought the Products without knowing they degraded to benzene.
Defendant's conduct has the capacity to cause harm to other people who buy the
Products.

8 156. Had Defendant been truthful in their advertising, labeling, and packaging
9 of the Products and not omitted material health and safety information about benzene in
10 and formed from the Products, Plaintiffs and the Subclass members would not have
11 bought the Products.

12 157. Defendant's acts and omissions and violations of the state consumer13 protection statutes are ongoing and continuing to cause harm.

14 158. Plaintiffs, on behalf of themselves, and members of the California, Hawaii,
15 Illinois, Maryland, Massachusetts, Missouri, New York, Nevada, Pennsylvania, Ohio,
16 Rhode Island, and Washington Subclasses suffered an ascertainable economic loss
17 because of Defendant's misconduct because they bought the Products, they would not
18 have bought but for Defendant's misrepresentations.

19 159. Because of Defendant's misconduct, Plaintiffs, on behalf of themselves,
20 and the Subclass members, seek recovery of their economic damages, attorneys' fees,
21 punitive damages, and all other relief allowable under the law. The damages sought are
22 ascertainable, uniform to the Subclasses and can be measured and returned.

23

E.

24 25

# BREACH OF EXPRESS WARRANTY, on Behalf of the Nationwide Class and on Behalf of the California, Connecticut, Hawaii, Illinois, Maryland, Massachusetts, Missouri, New York, Nevada, Pennsylvania, Ohio, Rhode Island, and Washington Subclasses

26 160. Plaintiffs reallege and incorporates all other paragraphs in this Complaint
27 and further allege:

28 161. Plaintiffs bring this cause of action on behalf of themselves, and all

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members of the National Class and the California, Connecticut, Hawaii, Illinois,
 Maryland, Massachusetts, Missouri, New York, Nevada, Pennsylvania, Ohio, Rhode
 Island, and Washington Subclass, all of whom are similarly situated consumers.

4 162. The Uniform Commercial Code § 2-313 provides that an affirmation of fact or promise made by the seller to the buyer which relates to the goods and becomes 5 part of the basis of the bargain creates an express warranty that the goods shall conform 6 to the promise. Defendant advertised and sold the Products as safe, pure, of good 7 quality, and only containing the listed ingredients. Defendant's advertising, labels, 8 containers, packaging, advertising, and online statements did not mention benzene, 9 leading consumers to believe the Products were safe for their ordinary use. Defendant's 10 affirmations were uniformly made to Plaintiffs and the Class members by Defendant in 11 the Products' advertising, labeling, packaging, and online statements and were part of 12 the basis of the bargain between Defendant, the Plaintiffs, the Class, and Subclass 13 members. 14

15 163. Defendant's affirmations and promises are unlawful. When Defendant
marketed, distributed, and sold the Products, Defendant knew, or should have known,
the Products degraded to benzene under normal and expected use, handling, and storage
conditions. Defendant knew, or should have known, the Products formed benzene and
therefore did not conform to Defendant's express representations and warranties to
consumers. Plaintiffs, the Class, and Subclass members purchased the Products in
reasonable reliance on Defendant's statements.

164. Because of Defendant's misconduct, Plaintiffs, on behalf of themselves, the
Class and Subclass members, seek recovery of their economic damages, attorneys' fees,
punitive damages, restitution, and all other relief allowable by law, including an
injunction to enjoin Defendant from continuing their fraudulent business practices. The
damages sought are ascertainable, uniform to the Class and Subclasses and can be
measured and returned to the Class and Subclass members.

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## F. <u>BREACH OF IMPLIED WARRANTY, on Behalf of the Nationwide</u> <u>Class and on Behalf of the California, Connecticut, Hawaii, Illinois,</u> <u>Maryland, Massachusetts, Missouri, New York, Nevada, Pennsylvania,</u> <u>Ohio, Rhode Island, and Washington Subclasses</u>

4 165. Plaintiffs reallege and incorporates all other paragraphs in this Complaint5 and further allege:

6 166. Plaintiffs bring this cause of action on behalf of themselves, and all
7 members of the National Class and the California, Connecticut, Hawaii, Illinois,
8 Maryland, Massachusetts, Missouri, New York, Nevada, Pennsylvania, Ohio, Rhode
9 Island, and Washington Subclass, all of whom are similarly situated consumers.

10 167. Defendant, as sellers of the Products, also made implied warranties
11 including warranting the Products were of the same quality and purity represented on
12 the labels, in advertising, and on Defendant's websites, were fit for the ordinary
13 purpose of the Products and conformed to the promises made on the containers, labels,
14 advertising, and websites that all ingredients were listed, and all warnings given.

15 168. Defendant advertised their Products as safe, when they knew, or should
16 have known, the Products degraded to benzene. Defendant did not list benzene as an
17 ingredient or contaminant anywhere on the Products or advertising. The Products are
18 not of the quality and purity represented by Defendant because the Products degrade to
19 benzene under normal use, handling, and storage conditions.

20 169. Defendant did not tell Plaintiffs or the Class or Subclass members the
21 Products were not fit for their ordinary use because the Products, as advertised and sold
22 by Defendant, degraded to benzene under normal and expected handling, use, and
23 storage.

170. Defendant's affirmations that the Products were safe for use were
uniformly made to the Plaintiffs and the Class members in the Products' advertising,
labeling, and packaging, and on Defendant's websites, which were part of the basis of
the bargain.

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171. Plaintiffs, the Class, and Subclass members purchased the Products in

reasonable reliance on Defendant's statements, affirmations, and omissions of material
 health and safety information.

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G.

172. Defendant's acts and omissions are ongoing and continuing to cause harm. 173. Because of Defendant's misconduct, Plaintiffs, on behalf of themselves, the Class and Subclass members, seek recovery of their actual damages, injunctive relief, attorneys' fees, punitive damages, and all other relief allowable under the law. The damages sought are uniform to the Class and Subclasses and the actual damages can be measured and returned to consumers who bought Defendant's Products.

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# <u>UNJUST ENRICHMENT, on Behalf of the Nationwide Class and on</u> <u>Behalf of the California, Connecticut, Hawaii, Illinois, Maryland,</u> <u>Massachusetts, Missouri, New York, Nevada, Pennsylvania, Ohio, Rhode</u> <u>Island, and Washington Subclasses</u>

12 174. Plaintiffs reallege and incorporates all other paragraphs in this Complaint13 and further alleges:

14 175. Plaintiffs bring this cause of action on behalf of themselves, and all
15 members of the National Class and the California, Connecticut, Hawaii, Illinois,
16 Maryland, Massachusetts, Missouri, New York, Nevada, Pennsylvania, Ohio, Rhode
17 Island, and Washington Subclass, all of whom are similarly situated consumers.

18 176. Defendant has unjustly profited from their deceptive business practices and
19 kept the profits from Plaintiffs and the Class and Subclass members who purchased the
20 Products.

177. Defendant requested and received a measurable economic benefit at the
expense of Plaintiffs, the Class, and Subclass members as payment for the Products.
Defendant accepted the economic benefits from Plaintiffs, the Class, and Subclass
members knowing the economic benefit received was based on deception and omission
of material human health and safety information.

26 178. There is no utility in Defendant's misconduct and Defendant's enrichment
27 from the misconduct is unjust, inequitable, unconscionable, and against the strong
28 public policy to protect consumers against fraud.

179. Because of Defendant's misconduct, Plaintiffs, on behalf of themselves, the
 Class and Subclass members, and the public seeks recovery of their actual damages,
 disgorgement of profits, injunctive relief, attorneys' fees, punitive damages, and all
 other relief allowable under the law. The damages sought are uniform to the Class and
 Subclasses and the actual damages can be measured and returned to consumers who
 bought Defendant's Products.

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### IX. PRAYER FOR RELIEF

WHEREFORE, Plaintiffs pray for judgment against Defendant:

9 180. That the Court determine this action may be maintained as a Class Action
10 under Rule 23(a) and (b)(1), (2) and (3) of the Federal Rules of Civil Procedure;

11 181. That Defendant's misconduct be adjudged to have violated the state12 consumer protection laws identified herein;

13 182. That injunctive and declaratory relief be awarded against Defendant,
14 including but not limited to an order prohibiting Defendant from engaging in the
15 alleged misconduct;

16 183. That Defendant be ordered to disgorge profits and revenues derived from
17 their course of misconduct and that such unjust enrichment be restored to the class and
18 or distributed cy pres as the Court shall deem just and equitable;

19 184. That Plaintiffs recover all compensatory damages and other damages20 sustained by Plaintiffs;

185. That Plaintiffs recover punitive damages as allowed by law;

186. That Plaintiffs recover all statutory damages as allowed by law;

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187. That Plaintiffs recover their attorneys' fees and all costs of suit;

188. That Plaintiffs recover all Statutory pre-judgment and post-judgmentinterest on any amounts; and

26 189. That all further relief as this Court may deem just and proper be granted.
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	Case 2:24-cv-01878 Document	t 1 Filed 03/07/24 Page 55 of 55 Page ID #:55
1		DEMAND FOR JURY TRIAL
2	190. Demand is made for a jury trial.	
3 4		Pospootfully submitted
4 5	Dated: March 7, 2024	Respectfully submitted, WISNER BAUM LLP
6		
7		By: <u>/s/ R. Brent Wisner</u> R. Brent Wisner, Esq.
8		rbwisner@wisnerbaum.com
9		11111 Santa Monica Blvd, #1750 Los Angeles, CA 90025
10		Telephone: (310) 207-3233
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12		Attorney for Plaintiff
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	C	CLASS ACTION COMPLAINT