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11 **UNITED STATES DISTRICT COURT**
12 **FOR THE NORTHERN DISTRICT OF CALIFORNIA**
13 **SAN FRANCISCO DIVISION**
14

15 ROBBY CVEJANOVICH, an individual, on
16 behalf of himself and all others similarly
situated,

17 Plaintiff,

18 vs.

19 IMEMORIES LLC,

20 Defendant.
21

Case No.: 26-6892

**CLASS ACTION COMPLAINT FOR
DAMAGES AND INJUNCTIVE RELIEF**

DEMAND FOR JURY TRIAL

1 Plaintiff Robby Cvejnovich (“Plaintiff”), on behalf of himself and all others similarly
2 situated, hereby alleges the following at all times relevant to his complaint.

3 **I. INTRODUCTION**

4 1. This action is brought against Defendant iMemories LLC (“iMemories” or
5 “Defendant”) for false and deceptive pricing practices in connection with Defendant’s sale of
6 digitization products and services on the website <https://www.imemories.com/> (the “Website”).
7 Defendant offers digitization services for VHS tapes and photographs through the Website and
8 other online and retail channels.

9 2. Unfortunately, Defendant advertises fake and inflated comparison reference prices to
10 deceive customers into a false belief that iMemories is offering its products and services at deeply
11 discounted bargain prices. For example, anyone visiting the Website on a given day may see
12 products and services advertised with a struck-through or “regular” price displayed alongside a
13 lower purported “sale” price. The products are offered for sale with a purported original or regular
14 value alongside the purported sale offer. In doing so, Defendant misleads its customers into
15 believing that they are receiving a significant discount from the ordinary price for these products
16 and services. This is deception because Defendant rarely, if ever, sold in the recent past on the
17 Website or elsewhere these products and services for the purported original or “regular” amount.

18 3. Stated differently, Defendant’s advertised “sales” are not really sales at all. It is a
19 misrepresentation that Defendant repeats daily. The reference prices that Defendant advertises are
20 fictitious and fake, because they are not original, regular, retail, or former prices. They are inflated
21 prices posted to lure unsuspecting customers into jumping at a fictitious “bargain” and intended to
22 mislead customers into believing that the value of the products they are buying are higher than
23 reality. That is, Defendant engages in this deceptive advertising and pricing scheme to give
24 customers the false impression that they are getting a deal or bargain when in reality they are being
25 swindled by fake sales and promotions. Defendant exacerbates this deception by advertising that its
26 purported sales are limited in time, where in reality the same or substantially similar “sales” are
27 offered continuously or almost continuously.

1 4. For example, the Website advertises that its “Safeship Kit” is “regularly” sold for
2 “\$29.99” and is being sold at a 50% discount for \$14.99. Further, the Website misleads consumers
3 into believing that digitization services are included with the Safeship Kit without disclosing to
4 consumers that they will be charged separately for each tape and photograph for digitization
5 services.

6 5. As a result, customers are deceived into spending money they otherwise would not
7 have spent, purchasing products they otherwise would not have purchased, spending more money
8 for products than they otherwise would have absent the deceptive marketing, and/or are receiving a
9 value less than bargained for.

10 6. By this action, Plaintiff seeks to put an immediate end to Defendant’s untruthful
11 marketing practices and recover restitution and damages on behalf of all persons who have fallen
12 victim to Defendant’s sham sales by purchasing products on the Website from June 2022 to the
13 present.

14 **II. PARTIES**

15 7. Plaintiff Robby Cvejnovich is a citizen of the State of California, residing in this
16 District.

17 8. On information and belief, Defendant iMemories LLC is a limited liability company
18 organized under the laws of the State of Delaware, with its principal place of business at 9160 E.
19 Del Camino Drive, Suite B1 Scottsdale, AZ, doing business through its website
20 www.imemories.com.

21 **III. JURISDICTION AND VENUE**

22 9. This Court has jurisdiction over this action under the Class Action Fairness Act of
23 2005. Pursuant to 28 U.S.C. §1332(d)(2), this Court has original jurisdiction because the aggregate
24 claims of the putative class members exceed \$5 million, exclusive of interest and costs, and at least
25 one of the members of the proposed classes is a citizen of a different state than Defendant.

26 10. This Court has personal jurisdiction over Defendant, because Defendant conducts
27 professional and commercial activities in California on a substantial, continuous, and systematic
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1 basis, including the sale and shipment of products to California consumers through the Website and
2 providing services to residents in California, and therefore Defendant is subject to the general
3 jurisdiction of the courts in this state.

4 11. The claims asserted in this complaint arise out of or are related to Defendant's
5 professional and commercial activities within California, including the sale and delivery of products
6 and services to Plaintiff in this District, and therefore Defendant is subject to the specific
7 jurisdiction of the courts of this state.

8 12. Venue is proper in this Court because Plaintiff resides in San Francisco and the acts
9 giving rise to Plaintiff's claims occurred in substantial part in this District.

10 **IV. APPLICABLE LAW**

11 13. Plaintiff is a citizen and resident of California. He accessed the Website and ordered
12 Defendant's product from California and received the product in California.

13 14. California's substantive laws may be constitutionally applied to the claims of
14 Plaintiff under the Due Process Clause, 14th Amend. §1, and the Full Faith and Credit Clause, Art.
15 IV §1 of the U.S. Constitution. California has significant contacts, or significant aggregation of
16 contacts, to the claims asserted by Plaintiff, thereby creating state interests that ensure that the
17 choice of California state law is not arbitrary or unfair.

18 15. California has an interest in regulating Defendant's conduct under its laws, and
19 Defendant's engagement in the challenged conduct directed at and affecting California consumers
20 renders the applicability of California law to the claims herein constitutionally permissible.

21 16. The application of California laws is also appropriate under California's choice of
22 law rules because California has significant contacts to the claims of Plaintiff, and California has a
23 greater interest in applying its laws here than any other interested state.

24 **V. GENERAL ALLEGATIONS**

25 17. On information and belief, iMemories is an online retailer of digitization services
26 offering to convert consumers' old videotapes and photographs into digital copies.

27 18. Defendant's business model relies on deceiving customers with fake sales. On a
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1 typical day, Defendant prominently displays on the Website a 50% off sale with “regular” reference
2 prices alongside purportedly discounted sale prices, creating the false impression that the products
3 and services are being offered at a substantial markdown.

4 19. Many of the products/services Defendant advertises are represented as being marked
5 down from a substantially higher reference price. The supposed markdowns are represented to the
6 customer by prominently displaying a struck-through “regular” price next to the sale price.
7 Defendant employs these deceptive tactics to convey to customers that the product/service had been
8 offered in the recent past at the reference price, but is being offered to the customer at a substantial
9 discount for a limited time.

10 20. However, this “regular” price is almost always, if not always, a falsely inflated price
11 because Defendant rarely, if ever, sells its products at the purported “regular” price. Further, the
12 “regular” price does not accurately reflect the prevailing price of Defendant’s products/services
13 offered by other retailers.

14 21. The only purpose of the reference price is to mislead customers into believing that
15 the displayed reference price is an original, regular, or retail price at which Defendant usually sells
16 the product or previously sold the product in the recent past. As a result, Defendant falsely conveys
17 that customers are receiving a substantial (e.g. 50%) markdown or discount, when in reality the
18 alleged discount is false and fraudulent because the reference price is false and inflated.

19 22. Compounding the deception, the Website will often display messages of urgency,
20 such as limited-time offers, sale countdown timers, or notices that a particular deal will expire soon.
21 Below is a representative example of such a purported time-limited sale on the Website by
22 communicating that it is only available “today”:
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24
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23. This is designed to mislead customers into believing they need to rush to take advantage of the fake promotions, when in reality, Defendant runs an identical sale continuously or nearly continuously.

24. Based on counsel's pre-filing investigation, Defendant offered its products and services on sale continuously or nearly continuously, and routinely displayed inflated reference prices that did not reflect prices at which Defendant or other sellers actually sold the products and services for any reasonably substantial period of time.

25. For example, as can be seen from the internet archive, the Website advertised the same 50% off sale on June 17, 2024; September 2, 2024; September 4, 2024; September 12, 2024; and January 24, 2025. *See* Exhibits 1-5.

26. Defendant's pricing practices on the Website illustrate the pervasive nature of these fake sales. Upon information and belief, the Website routinely displays products with inflated reference prices alongside purportedly discounted sale prices, creating a pattern and practice of deceptive reference pricing across Defendant's product and service lines.

27. These pricing and advertising practices reflecting high-pressure fake sales are deceptive. They are intended to mislead customers into believing that they are getting a bargain by buying products/services from Defendant supposedly on sale and at a substantial and deep discount. The truth is that Defendant rarely, if ever, sells any of its purportedly discounted products at the

1 purported “regular” price. The reference price is, therefore, an artificially inflated price. In turn, the
2 advertised discounts are thus nothing more than phantom markdowns.

3 28. On information and belief, Defendant has more access to information regarding the
4 historic sale prices and discount offers for the products offered for sale and sold on the Website than
5 is available to Plaintiff.

6 **a. Plaintiff’s Purchase of Falsely Advertised Products From the Website**

7 29. Plaintiff fell victim to Defendant’s false advertising and deceptive pricing practices.
8 On or about September 9, 2024, Plaintiff visited the Website to purchase a Safeship Kit. During the
9 purchase process, Defendant displayed the product with a reference price that was higher than the
10 sale price at which the product was offered, creating the false impression that Plaintiff was
11 receiving a substantial discount from Defendant’s regular or original price.

12 30. Plaintiff saw on the Website a sale offer similar to the one shown in Exhibits 3 and
13 4.

14 31. Plaintiff read and relied on the Website’s representation that the Safeship Kit was
15 being offered at a 50% discount from its purported “regular” price. This was material in driving his
16 purchase. In particular, Mr. Cvejanovich read and relied on the representation that the product had a
17 higher “regular” price displayed on the Website but was being offered at a 50% discounted sale
18 price. Plaintiff paid \$16.60 (including tax) for the Safeship Kit.

19 32. Plaintiff also understood from the Website that his purchase of the Safeship Kit
20 included digitization services of tapes and photographs that could fit into the kit. Only after
21 purchasing the Safeship Kit was Plaintiff adequately informed that Defendant would charge an
22 additional fee for the digitization of tapes and photographs and that his purchase of the Safeship Kit
23 was only for the box and shipping materials without any digitization services.

24 33. Based on these representations from Defendant, Plaintiff reasonably understood that
25 Defendant usually (and formerly, before the promotion Defendant was advertising) sold the
26 Safeship Kit he was purchasing at the published “regular” price, that the reference price was the
27 prevailing price and market value of the product that he was buying, that he was receiving the
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1 advertised discount as compared to the reference price, that the advertised discount was only
2 available for a limited time, and that the product would go back to retailing for the published
3 regular price when the promotion ended.

4 34. The truth, however, is that the Safeship Kit that Plaintiff purchased was not
5 substantially marked down or discounted, or at the very least, any discount he was receiving had
6 been grossly exaggerated. That is because the Safeship Kit Plaintiff bought had not been offered for
7 sale on the Website (or anywhere else) for any reasonably substantial period of time (if ever) at the
8 full reference price. In fact, for at least the 90-day period prior to Plaintiff's purchase (and likely for
9 a longer period), Defendant had not offered the Safeship Kit sold to Plaintiff at the reference price
10 and regularly sold that product at or near the price Plaintiff actually paid. Those reference prices
11 were fake prices used in Defendant's deceptive marketing scheme.

12 35. Defendant knows that the reference prices on its Website are fake and artificially
13 inflated and intentionally uses them in its deceptive pricing scheme on the Website to increase sales
14 and profits by misleading Plaintiff and members of the putative class to believe that they are buying
15 products at a substantial discount.

16 36. Defendant thereby induces customers to buy products and services they never would
17 have bought—or at the very least, to pay more than they otherwise would have if Defendant was
18 simply being truthful about its regular prices.

19 37. Therefore, Plaintiff would not have purchased the product, or at the very least, would
20 not have paid as much as he did, had Defendant been truthful. Plaintiff was persuaded to make his
21 purchase and paid as much as he did as a result of Defendant's misrepresentations in connection
22 with the reference price that Plaintiff saw in making his purchase.

23 38. Plaintiff was harmed by Defendant's false advertising, because but for Defendant's
24 misrepresentations, Plaintiff would not have made his purchase or would not have been willing to
25 pay as much as he did.

26 39. Plaintiff would not have been willing to pay as much as he did for the product he
27 purchased from Defendant had he received complete and truthful information relating to
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1 Defendant's reference price on the Website. Plaintiff is entitled to restitution in at least the form of
2 the difference between the price he actually paid and the price a reasonable consumer would have
3 paid absent the reference price.

4 40. Plaintiff also would not have been willing to pay as much as he did for the Safeship
5 Kit had he been adequately notified that it did not include any digitization services.

6 41. Plaintiff was further harmed because the value of the product he received was less
7 than the price he paid. Specifically, as a result of Defendant's misleading practices, Plaintiff paid
8 approximately \$15 plus taxes for a product that had little or no value without digitization services.

9 42. Plaintiff was further harmed because he did not receive the expected discount or
10 benefit-of-the-bargain advertised by Defendant. When Plaintiff and other members of the putative
11 class purchase Defendant's products, they accept offers that Defendant made. Each offer was to
12 provide products having a particular listed regular price and market value, and to provide those
13 products at the discounted price advertised on the Website.

14 43. The Website lists the reference price of the items that Defendant promised to
15 provide. Defendant agreed to provide a discount equal to the difference between the regular prices
16 and the prices paid by Plaintiff and putative class members. These were specific and material terms
17 of the contract. These promises were also express warranties: affirmations of fact about the products
18 and a promise relating to the goods. Plaintiff and other members of the putative class performed
19 their obligations under the contract by paying for the items they purchased. Defendant breached its
20 contract by failing to provide Plaintiff and other members of the putative class with products that
21 have a regular price and market value equal to the reference price displayed, and by failing to
22 provide the promised discounts. Defendant breached its express warranties for the same reasons.

23 44. Plaintiff faces an imminent threat of future harm. Plaintiff would be interested in
24 purchasing digitization products and services in the future, including from Defendant, if he could
25 feel sure that Defendant's regular prices and advertising were honest and that sales were real. But
26 without a court injunction ordering Defendant to only advertise honest regular prices and honest
27 sales, Plaintiff is unable to rely on Defendant's sales or supposed regular prices in the future.

1 45. Further, Defendant's deceptive sale advertisements pollute the data regarding the
2 regular prices for such products and services in the market as a whole, thereby harming Plaintiff and
3 other consumers in their ability to evaluate the value of the deals being offered by Defendant and its
4 competitors.

5 46. Plaintiff seeks damages and, in the alternative, restitution. Plaintiff is permitted to
6 seek equitable remedies in the alternative because he has no adequate remedy at law. A legal
7 remedy is not adequate if it is not as certain as an equitable remedy. The elements of Plaintiff's
8 equitable claims are different and do not require the same showings as Plaintiff's legal claims. For
9 example, Plaintiff's FAL claim under Section 17501 (an equitable claim) is predicated on a specific
10 statutory provision, which prohibits advertising merchandise using a former price if that price was
11 not the prevailing market price within the past three months. Cal. Bus. & Prof. Code § 17501.
12 Plaintiff may be able to prove these more straightforward factual elements, and thus prevail under
13 the FAL, while not being able to prove one or more elements of his legal claims. Further, obtaining
14 a full refund at law is less certain than obtaining a refund in equity.

15 47. Furthermore, the remedies at law available to Plaintiff are not equally prompt or
16 otherwise efficient. The need to schedule a jury trial may result in delay. And a jury trial will take
17 longer, and be more expensive, than a bench trial.

18 48. Finally, legal damages are inadequate to remedy the imminent threat of future harm
19 that Plaintiff faces. Only an injunction can remedy this threat of future harm.

20 49. The effectiveness of Defendant's deceitful pricing scheme is backed up by
21 longstanding scholarly research. *Hinojos v. Kohl's Corp.*, 718 F.3d 1098, 1106 (9th Cir. 2013)),
22 Professors Dhruv Grewal and Larry D. Compeau write that, "[b]y creating an impression of
23 savings, the presence of a higher reference price enhances subjects' perceived value and willingness
24 to buy the product." Dhruv Grewal & Larry D. Compeau, *Comparative Price Advertising:*
25 *Informative or Deceptive?*, 11 J. Pub. Pol'y & Mktg. 52, 55 (Spring 1992). Thus, "empirical studies
26 indicate that, as discount size increases, consumers' perceptions of value and their willingness to
27 buy the product increase, while their intention to search for a lower price decreases." *Id.* at 56. For
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1 this reason, the Ninth Circuit in *Hinojos* held that a plaintiff making a claim of deceptive pricing, as
2 Plaintiff's claims here, had standing to pursue his claim against the defendant retailer. In doing so,
3 the Court observed that "[m]isinformation about a product's 'normal' price is . . . significant to
4 many consumers in the same way as a false product label would be." *Hinojos*, 718 F.3d at 1106.

5 50. Professors Compeau and Grewal reached similar conclusions in a 2002 article:
6 "decades of research support the conclusion that advertised reference prices do indeed enhance
7 consumers' perceptions of the value of the deal." Dhruv Grewal & Larry D. Compeau, *Comparative*
8 *Price Advertising: Believe It Or Not*, J. of Consumer Affairs, Vol. 36, No. 2, at 287 (Winter 2002).
9 The professors also found that "[c]onsumers are influenced by comparison prices even when the
10 stated reference prices are implausibly high." *Id.*

11 51. In another scholarly publication, Professors Joan Lindsey-Mullikin and Ross D.
12 Petty concluded that "[r]eference price ads strongly influence consumer perceptions of
13 value...Consumers often make purchases not based on price but because a retailer assures them that
14 a deal is a good bargain. This occurs when . . . the retailer highlights the relative savings compared
15 with the prices of competitors . . . [T]hese bargain assurances (BAs) change consumers' purchasing
16 behavior and may deceive consumers." Joan Lindsey-Mullikin & Ross D. Petty, *Marketing Tactics*
17 *Discouraging Price Search: Deception and Competition*, 64 J. of Bus. Research 67 (January 2011).

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

23 53. The results of a 1990 study by Professors Jerry B. Gotlieb and Cyndy Thomas
24 Fitzgerald, came to the conclusion that "reference prices are important cues consumers use when
25 making the decision concerning how much they are willing to pay for the product." Jerry B. Gotlieb
26 & Cyndy Thomas Fitzgerald, *An Investigation Into the Effects of Advertised Reference Prices On*
27 *the Price Consumers Are Willing To Pay For the Product*, 6 J. of App'd Bus. Res. 1 (1990). This
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1 study also concluded that “consumers are likely to be misled into a willingness to pay a higher price
2 for a product simply because the product has a higher reference price.” *Id.*

3 54. The clear inference to be drawn from this research and the Ninth Circuit’s opinion in
4 *Hinojos* is that the deceptive advertising through the use of false reference pricing employed here
5 by Defendant is intended to, and does in fact, influence customer behavior—as it did Plaintiff’s
6 purchasing decision here—by artificially inflating customer perceptions of a given product’s value
7 and causing customers to spend money they otherwise would not have, purchase products and items
8 they otherwise would not have, and/or spend more money for a product or service than they
9 otherwise would have absent the deceptive advertising.

10 VI. CLASS ACTION ALLEGATIONS

11 55. Plaintiff brings this action individually and as a representative of all those similarly
12 situated, on behalf of the below-defined class:

13 California Class: All persons who, while in the State of California, purchased one
14 or more products or services from Defendant at a stated discount from a higher
15 reference price during the period from four years preceding the filing of this
Complaint through the present (the “Class Period”).

16 Nationwide Class: All persons in the United States who purchased one or more
17 products from Defendant at a stated discount from a higher reference price during
18 the Class Period.

19 56. The following people are excluded from the proposed class: (1) any Judge or
20 Magistrate Judge presiding over this action and the members of their family; (2) Defendant,
21 Defendant’s subsidiaries, parents, successors, predecessors, and any entity in which Defendant or
22 its parents have a controlling interest and their current employees, officers, and directors; (3)
23 persons who properly execute and file a timely request for exclusion from the class; (4) persons
24 whose claims in this matter have been finally adjudicated on the merits or otherwise released; (5)
25 Plaintiff’s counsel and Defendant’s counsel, and their experts and consultants; and (6) the legal
26 representatives, successors, and assigns of any such excluded persons.

27 57. Plaintiff reserves the right to expand, limit, modify, or amend the class definitions
28 stated above, including the addition of one or more subclasses, in connection with his motion for

1 class certification, or at any other time, based upon, among other things, changing circumstances, or
2 new facts obtained during discovery.

3 58. This case is appropriate for class treatment because Plaintiff can prove the elements
4 of his claims on a class-wide basis using the same evidence as would be used to prove those
5 elements in individual actions alleging the same claims.

6 59. **Numerosity.** The Class is so numerous that joinder of all members in one action is
7 impracticable. The exact number and identities of the members of the Class is unknown to Plaintiff
8 at this time and can only be ascertained through appropriate discovery, but on information and
9 belief, Plaintiff alleges that there are thousands of members of the Class.

10 60. **Typicality.** Plaintiff's claims are typical of those of other members of the Class, all
11 of whom have suffered similar harm due to Defendant's course of conduct as described herein.

12 61. **Adequacy of Representation.** Plaintiff is an adequate representative of the Class
13 and will fairly and adequately protect the interests of the Class. Plaintiff has retained attorneys who
14 are experienced in the handling of complex litigation and class actions, and Plaintiff and his counsel
15 intend to prosecute this action vigorously.

16 62. **Existence and Predominance of Common Questions of Law or Fact.** Common
17 questions of law and fact exist as to all members of the Class that predominate over any questions
18 affecting only individual members of the Class. These common legal and factual questions, which
19 do not vary among members of the Class, and which may be determined without reference to the
20 individual circumstances of any member of the Class, include, but are not limited to, the following:

- 21 (a) Whether, during the Class Period, Defendant advertised false "regular" prices for
22 products offered on the Website.
- 23 (b) Whether, during the Class Period, Defendant advertised price discounts from false
24 reference prices for products offered on the Website.
- 25 (c) Whether the products advertised by Defendant during the Class Period were offered
26 at their reference prices for any reasonably substantial period of time prior to being
27 offered at prices that were purportedly discounted.
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- 1 (d) Does Defendant’s deceptive pricing scheme using false reference prices constitute
2 an “unlawful,” “unfair,” or “fraudulent” business practice in violation of the
3 California Unfair Competition Law, Cal. Bus & Prof. Code § 17200, *et seq.*?
- 4 (e) Does Defendant’s deceptive pricing scheme using false reference prices constitute
5 “unfair, deceptive, untrue or misleading advertising” in violation of the California
6 Unfair Competition Law, Cal. Bus & Prof. Code § 17200, *et seq.*?
- 7 (f) Does Defendant’s deceptive pricing scheme using false reference prices constitute
8 false advertising in violation of the California False Advertising Law under
9 Business & Professions Code section 17500, *et seq.*?
- 10 (g) Does Defendant’s deceptive pricing scheme using false reference prices constitute a
11 violation of the California Consumer Legal Remedies Act California Civil Code
12 §§1750, *et seq.*?
- 13 (h) Whether Defendant’s use of fictitious “regular” prices on products during the Class
14 Period constitutes false representations.
- 15 (i) Whether and when Defendant knew or learned that “regular” prices on products
16 during the Class Period were false representations.
- 17 (j) What did Defendant hope to gain and gain from using a false reference prices?
- 18 (k) Whether Defendant’s use of false reference prices on products during the Class
19 Period was material.
- 20 (l) Whether Defendant had a duty to disclose to their customers that the reference
21 prices were fake “regular” prices in furtherance of sham sales.
- 22 (m) To what extent did Defendant’s conduct cause, and continue to cause, harm to the
23 class members?
- 24 (n) Whether the members of the class are entitled to damages and/or restitution.
- 25 (o) What type of injunctive relief is appropriate and necessary to enjoin Defendant
26 from continuing to engage in false or misleading advertising?
- 27 (p) Whether Defendant’s conduct was undertaken with conscious disregard of the
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1 rights of the members of the class and was done with fraud, oppression, and/or
2 malice.

3 63. **Superiority.** A class action is superior to other available methods for the fair and
4 efficient adjudication of this controversy because individual litigation of the claims of all members
5 of the class is impracticable. Requiring each individual class member to file an individual lawsuit
6 would unreasonably consume the amounts that may be recovered. Even if every member of the
7 class could afford individual litigation, the adjudication of at least thousands of identical claims
8 would be unduly burdensome to the courts. Individualized litigation would also present the
9 potential for varying, inconsistent, or contradictory judgments and would magnify the delay and
10 expense to all parties and to the court system resulting from multiple trials of the same factual
11 issues. By contrast, the conduct of this action as a class action, with respect to some or all of the
12 issues presented herein, presents no management difficulties, conserves the resources of the parties
13 and of the court system, and protects the rights of the members of the class. Plaintiff anticipates no
14 difficulty in the management of this action as a class action. The prosecution of separate actions
15 by individual members of the class may create a risk of adjudications with respect to them that
16 would, as a practical matter, be dispositive of the interests of the other members of the class who
17 are not parties to such adjudications, or that would substantially impair or impede the ability of
18 such non-party members of the class to protect their interests.

19 64. **Ascertainability.** Upon information and belief, Defendant keeps extensive
20 computerized records of their sales and customers through, among other things, databases storing
21 customer orders, customer order histories, customer profiles, customer subscriptions, and general
22 marketing programs. On information and belief, Defendant has one or more databases through
23 which a significant majority of members of the class may be identified and ascertained, and they
24 maintain contact information, including email addresses and home addresses (such as billing,
25 mailing, and shipping addresses), through which notice of this action is capable of being
26 disseminated in accordance with due process requirements.

VII. CLAIMS FOR RELIEF

FIRST CLAIM FOR RELIEF

VIOLATION OF CALIFORNIA UNFAIR COMPETITION LAW

(CAL. BUS. & PROF. CODE §17200, *et seq.*)

(By Plaintiff Against Defendant on Behalf of the California Class)

65. Plaintiff restates and re-alleges the foregoing paragraphs as if fully set forth herein.

66. Plaintiff brings this cause of action on behalf of himself and the California Class.

67. California Business and Professions Code section 17200 *et seq.*, also known as the California Unfair Competition Law (“UCL”), prohibits acts of “unfair competition,” including any “unlawful, unfair or fraudulent business act or practice” as well as “unfair, deceptive, untrue or misleading advertising.”

68. A cause of action may be brought under the “unlawful” prong of the UCL if a practice violates another law. Such an action borrows violations of other laws and treats these violations, when committed pursuant to business activity, as unlawful practices independently actionable under the UCL.

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

70. The Federal Trade Commission Act (“FTCA”) prohibits “unfair or deceptive acts or practices in or affecting commerce[.]” 15 U.S.C. § 45(a)(1). Under FTC regulations (16 CFR 233, *et seq.*), false former pricing schemes similar to the ones employed by Defendant, are deceptive practices that would violate the FTCA:

(a) One of the most commonly used forms of bargain advertising is to offer a reduction from the advertiser’s own former price for an article. If the former price is the actual, bona fide price at which the article was offered to the public on a regular basis for a reasonably substantial period of time, it provides a legitimate basis for the advertising of a price comparison. Where the former price is genuine, the bargain being advertised is a true one. If, on the other hand, the former price being advertised is not bona fide but fictitious – for example, where an artificial, inflated price was established for the purpose of enabling the

subsequent offer of a large reduction – the “bargain” being advertised is a false one; the purchaser is not receiving the unusual value he expects.

(b) A former price is not necessarily fictitious merely because no sales at the advertised price were made. The advertiser should be especially careful, however, in such a case, that the price is one at which the product was openly and actively offered for sale, for a reasonably substantial period of time, in the recent, regular course of her business, honestly and in good faith – and, of course, not for the purpose of establishing a fictitious higher price on which a deceptive comparison might be based.

(c) The following is an example of a price comparison based on a fictitious former price. John Doe is a retailer of Brand X fountain pens, which cost him \$5 each. His usual markup is 50 percent over cost; that is, his regular retail price is \$7.50. In order subsequently to offer an unusual “bargain,” Doe begins offering Brand X at \$10 per pen. He realizes that he will be able to sell no, or very few, pens at this inflated price. But he doesn’t care, for he maintains that price for only a few days. Then he “cuts” the price to its usual level—\$7.50—and advertises: “Terrific Bargain: X Pens, Were \$10, Now Only \$7.50!” This is obviously a false claim. The advertised “bargain” is not genuine.

(d) Other illustrations of fictitious price comparisons could be given. An advertiser might use a price at which he never offered the article at all; he might feature a price which was not used in the regular course of business, or which was not used in the recent past but at some remote period in the past, without making disclosure of that fact; he might use a price that was not openly offered to the public, or that was not maintained for a reasonable length of time, but was immediately reduced.

16 C.F.R. § 233.1. The FTCA also prohibits the pricing scheme employed by Defendant regardless of whether the product advertisement and representations use the words “regular,” “original,” or “former” price:

(e) If the former price is set forth in the advertisement, whether accompanied or not by descriptive terminology such as “Regularly,” “Usually,” “Formerly,” etc., the advertiser should make certain that the former price is not a fictitious one. If the former price, or the amount or percentage of reduction, is not stated in the advertisement, as when the ad merely states, “Sale,” the advertiser must take care that the amount of reduction is not so insignificant as to be meaningless. It should be sufficiently large that the consumer, if he knew what it was, would believe that a genuine bargain or saving was being offered. An advertiser who claims that an item has been “Reduced to \$9.99,” when the former price was \$10, is misleading the consumer, who will understand the claim to mean that a much greater, and not merely nominal, reduction was being offered.

16 C.F.R. § 233.1(e).

71. California law also expressly prohibits false former pricing schemes like the one

1 employed by Defendant. California Business & Professions Code section 17501, entitled “Worth
2 or value; statements as to former price,” states as follows:

3 For the purpose of this article the worth or value of any thing advertised is the
4 prevailing market price, wholesale if the offer is at wholesale, retail if the offer is at retail,
5 at the time of publication of such advertisement in the locality wherein the advertisement is
6 published.

7 No price shall be advertised as a former price of any advertised thing, unless the alleged
8 former price was the prevailing market price as above defined within three months next
9 immediately preceding the publication of the advertisement or unless the date when the
10 alleged former price did prevail is clearly, exactly and conspicuously stated in the
11 advertisement.

12 72. Moreover, Defendant’s conduct also violates the California Consumer Legal
13 Remedies Act (“CLRA”). *See* Cal. Civ. Code §§ 1750, *et seq.* More specifically, Defendant
14 violated the CLRA provisions prohibiting businesses from “[m]aking false or misleading
15 statements of fact concerning reasons for, existence of, or amounts of price reductions[.]” Cal.
16 Civ. Code §1770(a)(13). Defendant also violated §§ 1770(a)(5) and 1770(a)(29)(A) by failing to
17 disclose that the Safeship Kit does not include digitization services and that additional fees would
18 need to be paid to receive digitization services.

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

23 74. Here, Defendant’s actions constitute “unfair” business acts or practices because, as
24 alleged above, Defendant engaged in a misleading and deceptive pricing scheme by advertising
25 and representing false “regular” prices and thereby falsely advertising and representing
26 markdowns or “discounts” that were false and inflated. Defendant’s deceptive marketing practice
27 gave consumers the false impression that Defendant’s products were regularly sold on the market
28 for a substantially higher price in the recent past than they actually were and thus led to the false
impression that Defendant’s products were worth more than they actually were.

1 75. Defendant also failed to adequately disclose that purchasing its Safeship Kit did not
2 include any digitization services and that additional purchases would be required for digitization
3 of tapes and photographs.

4 76. Defendant's acts and practices thus offended an established public policy, and
5 Defendant engaged in immoral, unethical, oppressive, and unscrupulous activities that are
6 substantially injurious to consumers.

7 77. The harm to Plaintiff and members of the Class outweighs the utility of
8 Defendant's practices. There were reasonably available alternatives to further Defendant's
9 legitimate business interests, other than the misleading and deceptive conduct described herein.

10 78. A business act or practice is "fraudulent" within the meaning of the UCL if
11 members of the public are likely to be deceived.

12 79. Here, members of the public are likely to be deceived by Defendant's conduct as
13 alleged above. Among other things, Defendant affirmatively misrepresented the reference prices
14 of its products, which thereby misled and deceived customers into believing that they were buying
15 products from Defendant at substantially marked down and discounted prices. Defendant's
16 deceptive marketing practice gave consumers the false impression that its products were regularly
17 sold on the market for a substantially higher price in the recent past than they actually were and
18 thus led to the false impression that Defendant's products were worth more than they actually
19 were. Further, Defendant misled consumers into believing that its Safeship Kit included
20 digitization services when it did not.

21 80. In addition, Defendant had a duty to disclose the truth about their pricing deception
22 and that the Safeship Kit did not include digitization services. Defendant had a duty to disclose
23 that the reference prices advertised and published on the Website were not, in fact, prices at which
24 Defendant's products had sold for in the recent past for a reasonably substantial period of time, but
25 that instead, in reality, Defendant's products rarely (if ever) were offered at the advertised
26 reference prices. Defendant had a duty to clearly disclose to consumers that additional purchases
27 would be required beyond the Safeship Kit to receive any digitization services. Defendant,
28

1 however, concealed this material information from customers and the general public. Members of
2 the public, therefore, were also likely to be deceived by Defendant's failure to disclose material
3 information.

4 81. Plaintiff and each member of the California Class suffered an injury in fact and lost
5 money or property as a result of Defendant's unlawful, unfair, and/or fraudulent business
6 practices, and as a result of Defendant's unfair, deceptive, untrue or misleading advertising.

7 82. Plaintiff and each member of the California Class were harmed by Defendant's
8 conduct alleged herein, because Plaintiff and each member of the California Class would not have
9 made their purchases or would not have paid as much as they did but for Defendant's
10 misrepresentations.

11 83. Defendant was unjustly enriched by their misrepresentations, because those
12 misrepresentations induced Plaintiff and each member of the California Class to make purchases
13 they otherwise would not have made or pay more for those purchases than they otherwise would
14 have paid.

15 84. Plaintiff and each member of the California Class were harmed because the value
16 they received from Defendant's falsely advertised products was less than the money they paid.

17 85. Plaintiff and members of the California Class lack an adequate remedy at law.

18 86. Plaintiff, on behalf of himself and the members of the California Class, seeks
19 restitution and disgorgement of all moneys received by Defendant through the conduct described
20 above.

21 87. Plaintiff, on behalf of himself and the members of the California Class, seeks a
22 temporary, preliminary, and/or permanent injunction from this Court prohibiting Defendant from
23 engaging in the patterns and practices described herein, including but not limited to, putting a stop
24 to their deceptive advertisements and false reference prices in connection with their sale of
25 products.

SECOND CLAIM FOR RELIEF
VIOLATION OF CALIFORNIA FALSE ADVERTISING LAW
(CAL. BUS. & PROF. CODE §17500, *et seq.*)
(By Plaintiff Against Defendant on Behalf of the California Class)

88. Plaintiff restates the foregoing paragraphs as if fully set forth herein.

89. Plaintiff brings this cause of action on behalf of himself and the California Class.

90. The FAL provides:

It is unlawful for any person, firm, corporation or association, or any employee thereof with intent directly or indirectly to dispose of real or personal property or to perform services, professional or otherwise, or anything of any nature whatsoever or to induce the public to enter into any obligation relating thereto, to make or disseminate or cause to be made or disseminated before the public in this state, or to make or disseminate or cause to be made or disseminated from this state before the public in any state, in any newspaper or other publication, or any advertising device, or by public outcry or proclamation, or in any other manner or means whatever, including over the Internet, any statement, concerning that real or personal property or those services, professional or otherwise, or concerning any circumstance or matter of fact connected with the proposed performance or disposition thereof, which is untrue or misleading, and which is known, or which by the exercise of reasonable care should be known, to be untrue or misleading, or for any person, firm, or corporation to so make or disseminate or cause to be so made or disseminated any such statement as part of a plan or scheme with the intent not to sell that personal property or those services, professional or otherwise, so advertised at the price stated therein, or as so advertised.

Cal. Bus. & Prof. Code §17500.

91. Another section of the FAL provides that “no price shall be advertised as a former price of any advertised thing, unless the alleged former price was the prevailing market price . . . within three months next immediately preceding the publication of the advertisement or unless the date when the alleged former price did prevail is clearly, exactly, and conspicuously stated in the advertisement.” Cal Bus. & Prof. Code § 17501.

92. Here, Defendant routinely disseminated on the Website false reference prices for the products offered for sale on the Website, including to Plaintiff. Such statements of Defendant were untrue, or at the very least, were misleading. Among other things, Defendant rarely, if ever, offered its products on the Website at the reference prices displayed for each product. Further, Defendant rarely, if ever, offered products on the Website at the reference prices within the three

1 months immediately preceding the publication of the Reference Prices. Defendant thus misled
2 customers, including Plaintiff, into believing that the reference prices are or were genuine original,
3 retail, or former prices and that the “sale” prices relative to the published reference prices, in fact,
4 reflected real and substantial discounts. Defendant’s deceptive marketing practice gave consumers
5 the false impression that its products were regularly sold for a substantially higher price in the
6 recent past than they actually were and thus led to the false impression that Defendant’s products
7 were worth more than they actually were.

8 93. Defendant knew, or by the exercise of reasonable care should have known, that
9 their dissemination of reference prices for the products it offered on the Website were untrue
10 and/or misleading. Among other things, Defendant represented the reference prices in connection
11 with the Defendant’s products sold on the Website even though they knew, or in the exercise of
12 reasonable care should have known, that such products had rarely, if ever, sold at the reference
13 prices.

14 94. Defendant also failed to adequately disclose that additional purchases would be
15 required beyond the Safeship Kit to receive any digitization services, thereby misleading
16 consumers into believe that they would be receiving digitization services with their purchase of
17 Defendant’s Safeship Kits.

18 95. As a direct and proximate result of Defendant’s misleading and false
19 advertisements, Plaintiff and members of the California Class have suffered injury in fact and have
20 lost money.

21 96. Plaintiff and members of the California Class were harmed by Defendant’s false
22 and misleading advertising, because Plaintiff and each member of the California Class would not
23 have made their purchase or would not have paid as much as they did but for Defendant’s
24 misrepresentations.

25 97. Plaintiff and members of the California Class were harmed because the value they
26 received from Defendant’s falsely advertised products was less than the money they paid.

27 98. Defendant was unjustly enriched by its misrepresentations, because those
28

misrepresentations induced Plaintiff and members of the California Class to make purchases they otherwise would not have made or pay more for those purchases than they otherwise would have paid.

99. Plaintiff and members of the California Class lack an adequate remedy at law.

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

THIRD CLAIM FOR RELIEF
VIOLATION OF THE CALIFORNIA CONSUMER LEGAL REMEDIES ACT
(CAL. CIV. CODE §1750, *et seq.*)
(By Plaintiff Against Defendant on Behalf of the California Class)

101. Plaintiff restates and re-alleges the foregoing paragraphs as if fully set forth herein.

102. Plaintiff brings this cause of action on behalf of himself and the California Class.

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

104. Plaintiff and each member of the Class are “consumers” as defined by California Civil Code section 1761(d). Defendant’s sale of their products on the Website to Plaintiff and the Class were “transactions” within the meaning of California Civil Code section 1761(e). The products purchased by Plaintiff and the Class are “goods” within the meaning of California Civil Code section 1761(a). Additionally, the digitization services Defendant offers are “services” within the meaning of California Civil Code section 1761(b).

1 105. Defendant violated and continues to violate the CLRA by engaging in the
2 following practices prohibited by California Civil Code section 1770(a) in transactions with
3 Plaintiff and the Class which were intended to result in, and did result in, the sale of Defendant's
4 products: "(5) Representing that goods or services have sponsorship, approval, characteristics,
5 ingredients, uses, benefits, or quantities which they do not have; "(9) Advertising goods or
6 services with intent not to sell them as advertised"; "(13) Making false or misleading statements of
7 fact concerning the reasons for, existence of, or amounts of price reductions"; "(16) Representing
8 that the subject of a transaction has been supplied in accordance with a previous representation
9 when it has not"; and "(29) (A) Advertising, displaying, or offering a price for a good or service
10 that does not include all mandatory fees or charges other than either of the following: (i) Taxes or
11 fees imposed by a government on the transaction. (ii) Postage or carriage charges that will be
12 reasonably and actually incurred to ship the physical good to the consumer." Cal. Civ. Code
13 §1770(a)(9), (13), (16), (29)(A).

14 106. Defendant made false or misleading statements of fact concerning the "existence
15 of" and the "amounts of price reductions" because, among other things, (a) no true price
16 reductions existed—or at the very least, any amounts of price reductions were exaggerated—in
17 that Defendant's merchandise was rarely, if ever, previously offered for sale and/or sold at the
18 higher reference prices for a reasonably substantial period of time, (b) the reference prices
19 Defendant advertises in connection with its products do not reflect genuine former or prevailing
20 market prices, and (c) Defendant's use of struck-through prices, "regular" prices, and similar
21 reference pricing formats falsely conveyed to consumers that the products were being offered at a
22 meaningful discount from a bona fide higher price. Defendant misled consumers into believing
23 that the Safeship Kit included digitization services and failed to disclose that additional purchases
24 would be required to receive any digitization of tapes and photographs.

25 107. Plaintiff and members of the California Class were harmed by Defendant's
26 violations, because they would not have made their purchase or would not have paid as much as
27 they did but for Defendant's misrepresentations.
28

1 108. Plaintiff and members of the California Class were harmed because the value they
2 received from Defendant's falsely advertised products was less than the money they paid.

3 109. Further, Plaintiff and members of the California Class were harmed because they
4 did not receive the expected discount or benefit-of-the bargain advertised by Defendant.

5 110. Plaintiff seeks an injunction for Defendant's violation of the CLRA to enjoin
6 Defendant's methods, acts, and practices of deceiving customers through their false and
7 misleading advertisements described above.

8 **FOURTH CLAIM FOR RELIEF**
9 **FRAUD (INTENTIONAL MISREPRESENTATIONS)**
10 **(By Plaintiff Against Defendant on Behalf of the California Class)**

11 111. Plaintiff restates and re-alleges the foregoing paragraphs as if fully set forth herein.

12 112. Plaintiff brings this cause of action on behalf of himself and the California Class.

13 113. Defendant uniformly represented to all members of the California Class during the
14 Class Period in connection with their products and services advertised on its Website that the
15 regular price was higher than the offered price. Defendant made this uniform representation by
16 displaying on the Website a reference price substantially higher than the offered selling price,
17 which is marked down or discounted from the reference price by a specified percentage discount
18 or dollar amount.

19 114. Defendant's reference price representations are false. Among other things,
20 Defendant's representations conveyed false information about the products Plaintiff and the
21 California Class purchased, namely that the products they purchased had sold in the recent past for
22 a reasonably substantial period of time at the higher reference price displayed on Defendant's
23 Website and/or in the prevailing market. The truth is that Defendant rarely, if ever, previously
24 offered for sale and/or sold those products at the higher reference price for any reasonably
25 substantial period of time.

26 115. Defendant knew that its representations were false when it made them, or at the
27 very least, it made the representations recklessly and without regard for their truth. In other words,
28 Defendant knew that the products Plaintiff and the California Class purchased had rarely, if ever,

1 sold at the substantially higher reference price displayed on the Website in the recent past and/or
2 in the prevailing market.

3 116. Defendant's representations were made with the intent that Plaintiff and the
4 California Class rely on the false representations and spend money they otherwise would not have
5 spent, purchase products they otherwise would not have purchased, and/or spend more money for
6 a service or product than they otherwise would have absent the deceptive marketing scheme.

7 117. Defendant engaged in this fraud to the Plaintiff and the California Class's detriment
8 in order to increase Defendant's own sales and profits.

9 118. Plaintiff and the California Class reasonably relied on Defendant's representations.

10 119. Absent Defendant's misrepresentations, Plaintiff and the California Class would
11 not have purchased the products they purchased from Defendant, or, at the very least, they would
12 not have paid as much for the products as they ultimately did. Plaintiff and the California Class's
13 reliance was a substantial factor in causing them harm.

14 120. Further, Plaintiff and each member of the California Class was harmed by
15 Defendant's use of false reference prices, because they did not receive the expected discount or
16 benefit-of-the bargain advertised by Defendant.

17 121. As a direct and proximate result of the above, Plaintiff and the California Class
18 have suffered damages in an amount to be proven at trial.

19 122. Defendant undertook the aforesaid illegal acts intentionally or with conscious
20 disregard of the rights of Plaintiff and the California Class, and did so with fraud, malice, and/or
21 oppression.

22 123. Based on the allegations above, Defendant's actions constituted fraud because
23 Defendant intended to and did deceive and injure Plaintiff and the California Class.

24 124. Based on the allegations above, Defendant's actions constituted malice because
25 Defendant acted with the intent to and did cause injury to Plaintiff and the California Class, and
26 also because Defendant's deceptive conduct was despicable and was done with a willful and
27 knowing disregard of the rights of Plaintiff and the California Class.

1 125. Based on the allegations above, Defendant's actions constituted oppression because
2 Defendant's deceptive conduct was despicable and subjected Plaintiff and the Class to cruel and
3 unjust hardship in knowing disregard of their rights.

4 **FIFTH CLAIM FOR RELIEF**
5 **BREACH OF CONTRACT**

6 **(By Plaintiff Against Defendant on Behalf of the Nationwide Class)**

7 126. Plaintiff restates and re-alleges the foregoing paragraphs as if fully set forth herein.

8 127. Plaintiff brings this cause of action on behalf of himself and the Nationwide Class.

9 In the alternative, Plaintiff brings this cause of action on behalf of himself and the California
10 Class.

11 128. Plaintiff and class members entered into contracts with Defendant when they
12 placed orders to purchase products on the Website.

13 129. The contracts provided that Plaintiff and class members would pay Defendant for
14 the products ordered.

15 130. The contracts further required that Defendant provide Plaintiff and class members
16 with products that have a market value equal to the regular prices displayed on the Website, and
17 the discount equal to the difference between the price paid, and the regular prices advertised.
18 These were specific and material terms of the contract.

19 131. Plaintiff and class members paid Defendant for the products they ordered, and
20 satisfied all other conditions of their contracts.

21 132. Defendant breached their contracts with Plaintiff and class members by failing to
22 provide products that had a market value equal to the regular price displayed on the Website, by
23 failing to provide the promised discount and by failing to provide any digitization services with
24 the purchase of the Safeship Kit.

25 133. As a direct and proximate result of Defendant's breaches, Plaintiff and class
26 members were deprived of the benefit of their bargained-for exchange, and have suffered damages
27 in an amount to be established at trial.

28 134. For the breach of contract claims, Plaintiff seeks all damages available including

1 expectation damages or damages measured by the price premium charged to Plaintiff and the
2 Class as a result of Defendant's breach.

3 **SIXTH CLAIM FOR RELIEF**
4 **BREACH OF EXPRESS WARRANTY**
5 **(By Plaintiff Against Defendant on Behalf of the Nationwide Class)**

6 135. Plaintiff restates and re-alleges the foregoing paragraphs as if fully set forth herein.

7 136. Plaintiff brings this cause of action on behalf of himself and the Nationwide Class.

8 In the alternative, Plaintiff brings this cause of action on behalf of himself and the California
9 Class.

10 137. Defendant, as the marketer, distributor, supplier, and/or seller of its products,
11 issued material, written warranties by advertising that the products offered for sale on the Website
12 had a prevailing market value equal to the reference price. This was an affirmation of fact about
13 the products (i.e., a representation about the market value) and a promise relating to the goods.

14 138. This warranty was part of the basis of the bargain and Plaintiff and members of the
15 subclass relied on this warranty.

16 139. In fact, Defendant's stated market values were not the prevailing market values.
17 Thus, the warranty was breached.

18 140. Plaintiff and the subclass were injured as a direct and proximate result of
19 Defendant's breach, and this breach was a substantial factor in causing harm, because (a) they
20 would not have purchased the products if they had known that the warranty was false, (b) they
21 overpaid for the products because the products were sold at a price premium due to the warranty,
22 and/or (c) they did not receive the products as warranted that they were promised.

23 141. For the breach of express warranty claims, Plaintiff seeks all damages available
24 including expectation damages or damages measured by the price premium charged to Plaintiff
25 and the subclass as a result of Defendant's breach.

26 **SEVENTH CLAIM FOR RELIEF**
27 **QUASI-CONTRACT/UNJUST ENRICHMENT**
28 **(By Plaintiff Against Defendant on Behalf of the Nationwide Class)**

142. Plaintiff restates and re-alleges the foregoing paragraphs as if fully set forth herein.

1 143. Plaintiff brings this cause of action on behalf of himself and the Nationwide Class.
2 In the alternative, Plaintiff brings this cause of action on behalf of himself and the California
3 Class.

4 144. As alleged in detail above, Defendant's false and misleading advertising caused
5 Plaintiff and the class to purchase Defendant's products and to pay a price premium for these
6 products.

7 145. In this way, Defendant received a direct and unjust benefit, at Plaintiff's expense.

8 146. Plaintiff and the class seek restitution, and in the alternative, rescission.

9 147. For the quasi-contract/unjust enrichment claims, Plaintiff seeks all available
10 equitable relief, including injunctive relief, disgorgement, and restitution in the form of a full
11 refund and/or measured by the price premium charged to Plaintiff and the Class as a result of
12 Defendant's unlawful conduct.

13 **EIGHTH CLAIM FOR RELIEF**
14 **NEGLIGENT MISREPRESENTATION**
15 **(By Plaintiff Against Defendant on Behalf of the Nationwide Class)**

16 148. Plaintiff restates and re-alleges the foregoing paragraphs as if fully set forth herein.

17 149. Plaintiff brings this cause of action on behalf of himself and the Nationwide Class.
18 In the alternative, Plaintiff brings this cause of action on behalf of himself and the California
19 Class.

20 150. As alleged in detail above, Defendant made false representations to Plaintiff and
21 class members concerning their regular prices and discounts. Defendant also made misleading
22 representations regarding the services that would be included with the Safeship Kit.

23 151. When Defendant made these misrepresentations, it knew or should have known
24 that they were false. Defendant had no reasonable grounds for believing that these representations
25 were true when made. Like any company, Defendant tracks its own sales and its own transactions.
26 It knows that its sales persist and that its advertised regular prices are not really what consumers
27 regularly pay.

28 152. Defendant intended that Plaintiff and class members rely on these representations

1 and Plaintiff and class members read and reasonably relied on them.

2 153. In addition, class-wide reliance can be inferred because Defendant's
3 misrepresentations were material, i.e., a reasonable consumer would consider them important in
4 deciding whether to buy Defendant's products.

5 154. Defendant's misrepresentations were a substantial factor and proximate cause in
6 causing damages and losses to Plaintiff and class members.

7 155. Plaintiff and the Class were injured as a direct and proximate result of Defendant's
8 conduct because (a) they would not have purchased the products had they known that the
9 representations were false, (b) they overpaid for the products because the products were sold at a
10 price premium due to the misrepresentation, and/or (c) they did not receive the discounts they
11 were promised, and received products with market values lower than the promised market values.

12 156. Plaintiff seeks all damages available, including expectation damages.

13 **VIII. PRAYER FOR RELIEF**

14 157. WHEREFORE, Plaintiff prays for judgment against Defendant on behalf of himself
15 and those similarly situated as follows:

16 **ON THE FIRST CLAIM FOR RELIEF FOR VIOLATION OF THE UNFAIR**
17 **COMPETITION LAW (CAL. BUS. & PROF. CODE §§17200 *et seq.*)**

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

21 B. For an injunction putting a stop to the deceptive and misleading conduct described
22 herein and ordering Defendant to correct its deceptive and misleading advertising.

23 C. For an award of restitution and disgorgement of moneys paid that Defendant
24 obtained as a result of its unlawful, unfair, and fraudulent business practices, and as a result of its
25 unfair, deceptive, untrue, and misleading advertising, all as described above.

26 D. For an award of equitable and declaratory relief.

27 E. For pre and post judgment interest and costs of suit incurred herein.

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

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

4 **ON THE SECOND CLAIM FOR RELIEF FOR VIOLATIONS OF THE FALSE**
5 **ADVERTISING LAW (CAL. BUS. & PROF. CODE §§17500 *et seq.***

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

9 I. For an injunction putting a stop to the deceptive and misleading conduct described
10 herein and ordering Defendant to correct its deceptive and misleading advertising and pricing
11 practices.

12 J. For an award of restitution and disgorgement of moneys paid that Defendant
13 obtained as a result of its unlawful, unfair, and fraudulent business practices, and as a result of
14 their unfair, deceptive, untrue, and misleading advertising, all as described above.

15 K. For an award of equitable and declaratory relief.

16 L. For pre and post judgment interest and costs of suit incurred herein.

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

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

20 **ON THE THIRD CLAIM FOR RELIEF FOR VIOLATIONS OF THE CONSUMER**
21 **LEGAL REMEDIES ACT (CAL. CIV. CODE §§1750 *et seq.*)**

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

25 P. For an injunction putting a stop to the deceptive and misleading conduct described
26 herein and ordering Defendant to correct its deceptive and misleading advertising and pricing
27 practices.

1 Q. For pre and post judgment interest and costs of suit incurred herein.

2 R. For an award of equitable and declaratory relief.

3 S. For damages in an amount to be proven at trial.

4 T. For attorneys' fees incurred herein pursuant to California Civil Code section 1780,
5 or to the extent otherwise permitted by law.

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

7 **ON THE FOURTH CLAIM FOR RELIEF FOR FRAUD (AFFIRMATIVE**
8 **MISREPRESENTATIONS)**

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

12 W. For rescission and revocation.

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

14 Y. For punitive damages in an amount sufficient to punish Defendant and to deter it
15 from engaging in wrongful conduct in the future.

16 Z. For pre and post judgment interest and costs of suit incurred herein.

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

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

20 **ON THE FIFTH CLAIM FOR RELIEF FOR BREACH OF CONTRACT**

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

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

25 EE. For pre and post judgment interest and costs of suit incurred herein.

26 FF. For attorneys' fees incurred herein pursuant to California Code of Civil Procedure
27 section 1021.5, or to the extent otherwise permitted by law.
28

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

2 **ON THE SIXTH CLAIM FOR RELIEF FOR BREACH OF EXPRESS WARRANTY**

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

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

7 JJ. For pre and post judgment interest and costs of suit incurred herein.

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

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

11 **ON THE SEVENTH CLAIM FOR RELIEF FOR QUASI-CONTRACT/UNJUST**
12 **ENRICHMENT**

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

16 NN. For restitution in an amount to be proven at trial.

17 OO. For rescission and revocation.

18 PP. For pre and post judgment interest and costs of suit incurred herein.

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

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

22 **ON THE EIGHTH CLAIM FOR RELIEF FOR NEGLIGENT MISREPRESENTATION**

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

26 TT. For rescission and revocation.

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

1 VV. For pre and post judgment interest and costs of suit incurred herein.

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

4 XX. For such other and further relief as the Court may deem just and proper.
5

6 Dated: July 6, 2026

BEN-MEIR LAW GROUP

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8 By: /s/ David Ben-Meir
David Ben-Meir

9 Attorneys for Plaintiff
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12 **JURY DEMAND**

13 Plaintiff, on behalf of himself and all others similarly situated, hereby demands a trial by
14 jury on all triable issues.
15

16 Dated: July 6, 2026

BEN-MEIR LAW GROUP

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18 By: /s/ David Ben-Meir
David Ben-Meir

19 Attorneys for Plaintiff
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