| Case  | 2:19-cv-10658-DSF-SK Document 14   | Filed 04/09/20 Page 1 of 40 Page ID #:53   |
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| 1<br>2<br>3<br>4<br>5<br>6<br>7<br>8<br>9<br>10<br>11 | Todd M. Friedman (216752)<br>Meghan E. George (274525)<br>LAW OFFICES OF TODD M. FRIEDM<br>21550 Oxnard Street, Suite 780<br>Woodland Hills, CA 91367<br>Phone: 323-306-4234<br>Fax: 866-633-0228<br>tfriedman@attorneysforconsumers.com<br>mgeorge@attorneysforconsumers.com<br>Reuben D. Nathan, Esq. (208436)<br>NATHAN & ASSOCIATES, APC<br>2901 W. Coast Hwy., Suite 200<br>Newport Beach, CA 92663<br>Phone: 949-270-2798<br>rnathan@nathanlawpractice.com<br>Attorneys for Plaintiffs, NARGUESS No<br>all others similarly situated |  |
| 12  |  | TATES DISTRICT COURT   |
| 13  | FOR THE CENTRAL  | DISTRICT OF CALIFORNIA   |
| 14  | NARGUESS NOOHI and ROBERT<br>BRYCE STEWART III, individually, and  | Case No. 2:19-cv-10658-DSF-SK  |
| 15  | on behalf of other members of the general public similarly situated,   | FIRST AMENDED CLASS ACTION   |
| 16  | Plaintiffs,  | COMPLAINT  |
| 17  | vs.  | (1) Violation of Unfair Competition Law<br>(Cal. Business & Professions Code                                     |
| 18  | THE KRAFT HEINZ COMPANY and  | <ul> <li>§§ 17500, <i>et seq.</i>) and</li> <li>(2) Violation of Unfair Competition Law</li> </ul>               |
| 19<br>20  | KRAFT HEINZ INGREDIENTS CORP.,<br>Defendants.  | (Cal. Business & Professions Code<br>§§ 17200, et seq.)  |
| 20  | Derendants.  | <ul> <li>(3) Common Law Fraud</li> <li>(4) Unjust Enrichment</li> <li>(5) Negligent Misrepresentation</li> </ul> |
| 22  |  | <ul> <li>(6) Breach of Express Warranty</li> <li>(7) Violation of New York GBL § 349.</li> </ul>                 |
| 23  |  | <ul> <li>(8) Violation of New York GBL § 350.</li> <li>(9) Violation of New York GBL § 350(a)(1).</li> </ul>     |
| 24  |  | (10) Violation of Texas Deceptive Trade<br>Practices Act (Tex. Bus. & Com. Code §§                               |
| 25  |  | 17.46, <i>et seq.</i> )<br>(11) Violation of Georgia Uniform Deceptive   |
| 26  |  | Trade Practices Act (OCGA §§ 10-1-372, <i>et seq.</i> )  |
| 27  |  | Jury Trial Demanded  |
| 28  |  |  |

**DOCKET A L A R M** Find authenticated court documents without watermarks at <u>docketalarm.com</u>. Plaintiffs Narguess Noohi ("Plaintiff Noohi") and Robert Bryce Stewart III ("Plaintiff Stewart"), individually and on behalf of all other members of the public similarly situated, allege as follows:

## PRELIMINARY STATEMENTS

1. This is an action for damages, injunctive relief, and any other available legal or equitable remedies, for violations of the California Unfair Competition Law (Cal. Business & Professions Code §§ 17500, *et seq.*), the California Unfair Competition Law (Cal. Business & Professions Code §§ 17200, *et seq.*), common law fraud, unjust enrichment, negligent misrepresentation, breach of express warranty, the New York General Business Law ("GBL") § 349, the New York GBL § 350, the New York GBL § 350(a)(1), the Texas Deceptive Trade Practices Act (Tex. Bus. & Com. Code § 17.46, *et seq.*), and the Georgia Uniform Deceptive Trade Practices Act (OCGA § 10-1-372, *et seq.*), resulting from the illegal actions of Defendants, in intentionally labeling their drink products with false and misleading claims that they contain no artificial flavors, when Defendants' products contain artificial Malic Acid. Malic Acid is a common food additive associated with tart and sour flavors. Plaintiffs allege as follows upon personal knowledge as to themselves and their own acts and experiences, and, as to all other matters, upon information and belief, including investigation conducted by their attorneys.

## JURISDICTION AND VENUE

2. This Court has jurisdiction pursuant to 28 U.S.C. § 1332(d), because the matter in controversy exceeds the sum or value of \$5,000,000 exclusive of interest or costs and is a class action in which members of the class are citizens of a State different from the Defendant.

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#### CLASS ACTION COMPLAINT – PAGE 2

3. Venue is proper in this District pursuant to 28 U.S.C. § 1391(b) because a substantial part of the events giving rise to this claim occurred in this District, and Defendant does business, *inter alia*, in the Central District of California.

## **PARTIES**

4. Plaintiff Noohi is an individual who was at all relevant times residing in Los Angeles, California.

5. Plaintiff Stewart is an individual who was a resident of Los Angeles, California and Atlanta, Georgia, and now resides in New York.

6. On information and belief, Defendant THE KRAFT HEINZ COMPANY ("KHC") is a Delaware corporation whose principal places of business are located in Chicago, Illinois and Pittsburgh, Pennsylvania.

On information and belief, Defendant KRAFT HEINZ INGREDIENTS CORP.
 ("KHI") is a Delaware corporation whose principal places of business are located in Chicago,
 Illinois and Pittsburgh, Pennsylvania.

8. At all times relevant hereto, Defendants were engaged in the manufacturing, marketing, and sale of drink products.

FACTS COMMON TO ALL COUNTS

9. Defendant manufactures, advertises, markets, sells, and distributes drink products throughout California, New York, Georgia, Texas, and the United States under the brand name "Crystal Light."

10. During the Class Period the following list of products (the "Products") were advertised as containing no artificial flavors when they in fact contained synthetic Malic Acid:

a. Mango Passion Fruit Crystal Light Liquid;

CLASS ACTION COMPLAINT - PAGE 3

|          | Case 2:19-cv-10658-DSF-SK Document 14 Filed 04/09/20 Page 4 of 40 Page ID #:56                       |  |
|----------|--|--|
| 1        | b. Blueberry Raspberry Crystal Light Liquid;   |  |
| 2        | c. Berry Sangria Crystal Light Liquid;   |  |
| 3        | d. Black Cherry Lime Crystal Light Liquid;   |  |
| 4        | e. Strawberry Kiwi Crystal Light Pure;   |  |
| 5        | f. Grape Crystal Light Pure;   |  |
| 6        |  |  |
| 7        | g. Tropical Blend Crystal Light Pure;  |  |
| 8        | h. Peach Mango Green Tea Crystal Light;  |  |
| 9        | i. Raspberry Iced Tea Crystal Light;   |  |
| 10       | j. Mango Tangerine Pure;   |  |
| 11       | 11. During the Class Period Plaintiffs purchased many of the Products.                               |  |
| 12       | 12. Plaintiff Noohi's most recent purchase was during or about September 2019.                       |  |
| 13       | 13. Plaintiff Stewart has purchased the Products between 2017 and 2020. Plaintiff                    |  |
| 14       | Stewart purchased the Products from local grocery stores in and around Los Angeles, California,      |  |
| 15       | New York, New York, Atlanta, Georgia, Texas, and other neighboring cities and towns. Plaintiff       |  |
| 16       |  |  |
| 17       | Stewart also purchased some of the Products while visiting the State of Texas.                       |  |
| 18       | 14. All of the Products contain artificial DL-Malic Acid; therefore, the fruit flavors of            |  |
| 19       | Defendants' products are at least partially artificial, but Defendants intentionally advertise and   |  |
| 20       | label the Products as containing no artificial flavors.  |  |
| 21       | 15. Persons, like Plaintiffs herein, have an interest in purchasing products that do not             |  |
| 22       | contain false and misleading claims with regards to the inclusion of artificial ingredients in those |  |
| 23       | products.  |  |
| 24<br>25 |  |  |
| 25<br>26 |  |  |
| 26<br>27 |  |  |
| 21       |  |  |

#### CLASS ACTION COMPLAINT – PAGE 4

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16. By making false and misleading claims about the ingredients contained in their products Defendants impaired Plaintiffs' ability to choose the type and quality of products they chose to buy.

17. Therefore, Plaintiffs have been deprived of their legally-protected interest to obtain true and accurate information about their consumer products as required by California, New York, Georgia, Texas, and Federal law.

18. As a result, Plaintiffs have been misled into purchasing products they would not have otherwise purchased.

19. A flavor is a substance the function of which is to impart taste. See 21 C.F.R. § 101.22(a)(1) and (a)(3).

20. Taste is the combination of sensations arising from specialized receptor cells located in the mouth. Gary Reineccius, Flavor Chemistry and Technology 2<sup>nd</sup> edition, § 1.2 (2005). Taste can be defined as sensations of sweet, sour, salty, bitter, and umami; however, limiting taste to five categories suggests that taste is simple, which is not true. *Id.* For example, the taste of sour contains the sourness of vinegar (Acetic Acid), sour milk (Lactic Acid), lemons (Citric Acid), apples (Malic Acid), and wines (Tartaric Acid). *Id.* Each of those acids is responsible for unique sensory characteristics of sourness. *Id.* 

21. Fruit flavors are the sum of the interaction between sugars, acids, lipids, and a blend of volatile compounds. Hui, *et al.*, Handbook of Fruit and Vegetable Flavors, Ch. 36, p. 693 (2010). The content of sugars, mainly glucose and fructose, and their ratio to the content of acids, such as citric and malic acid, determine the sweetness of fruits. *Id*.

22. Malic Acid (C4H6O5) is the common name for 1-hydroxy-1, 2-ethanedicarboxylic acid. Malic Acid has two isomers, or different arrangements of atoms in the molecule, L-Malic

CLASS ACTION COMPLAINT – PAGE 5

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