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1 2 3 4 5 6 7 8		DISTRICT COURT
9 10	NORTHERN DISTRICT OF CALIFORNIA – SAN JOSE DIVISION	
11	JUSTIN OCAMPO, individually and on	CASE NO.
12	behalf of all others similarly situated,	CLASS ACTION COMPLAINT FOR :
13	Plaintiff,	1. Violation of the California Consumer Legal Remedies Act
14	v.	2. Violation of the California False
15	APPLE INC. , a California corporation, and DOES 1-10 , inclusive,	Advertising Law 3. Violation of the Song-Beverly Consumer
16	Defendants.	Warranty Act
17	Derendunts.	4. Violation of the California Unfair Competition Law
18 19		5. Violation of the Magnuson-Moss Warranty Act, 15 U.S.C. § 2301, <i>et seq</i> .
20		6. Breach of Express Warranty
21		7. Breach of Implied Warranty of Merchantability
22		8. Violation of the Consumer Fraud
23		Statutes of All 50 States and the District of Columbia; and
24		9. Fraudulent Concealment
25		10. Unjust Enrichment
26		JURY TRIAL DEMANDED
27		
28		
	I	

DOCKET A L A R M Find authenticated court documents without watermarks at <u>docketalarm.com</u>. Plaintiff Justin Ocampo ("Plaintiff"), by and through his undersigned counsel, brings this
action, on behalf of himself in his individual capacity, a Nationwide Class of all other similarly
situated consumers, and a California Subclass of all other similarly situated consumers, against
Defendants APPLE INC. ("Defendant"), who engages in retail sales via internet, telephone, and
retail stores throughout all fifty United States and the District of Columbia, and DOES 1-10,
inclusive, as follows:

NATURE OF THE ACTION

7

Plaintiff brings this Class Action on behalf of himself and all similarly situated
 consumers nationwide ("Nationwide Class") and in California ("California subclass")
 (collectively referred to as "Class or "Classes"), as more fully defined below, seeking to redress
 the pervasive pattern of deceptive, false, misleading, and otherwise improper advertising, sales,
 and marketing practices that Defendant has engaged in with regard to their model year October
 2016 and later Apple MacBook Pro laptops ("MacBook Pro" or "MacBook Pro laptops").

14 2. In October 2016, Apple released a new MacBook Pro model that included a Touch 15 Bar, a small strip at the top of the screen that features a light-up touch-based panel that replaces 16 certain function keys on the keyboard. Apple advertised the MacBook Pro as the thinnest and 17 lightest MacBook Pro model ever, weighing 3 pounds and measuring in at 14.9 mm of thickness, down from 18 mm.¹ Apple also announced that the new display of the MacBook Pro is 67 percent 18 19 brighter, has a 67 percent better contrast ratio, and displays 25 percent more colors compared to the previous model.² One of the selling points of the new MacBook Pro laptops that Apple 20 21 highlighted was "[t]he new display in the MacBook Pro is the best ever in a Mac notebook," and 22 that it "ensures truer-to-life pictures with realistically vivid details..."³

23
24 ¹ <u>http://web.archive.org/web/20161027220820/https://www.apple.com/macbook-pro/ (last accessed 8/18/20)</u>
26 ² <u>https://www.youtube.com/watch?v=19J1oK1981k (last accessed 8/18/20)</u>
27 ³ <u>http://web.archive.org/web/20161027220820/https://www.apple.com/macbook-pro/ (last accessed 8/18/20)</u>

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3. Apple's representations of its display screen are false. In order to support a compact design, the new MacBook Pro uses thin, flexible ribbon cables ("flex cables") to connect the display to a display controller board beneath the Touch Bar. These flex cables, which wrap over the controller board, are defective. By opening and closing the laptop screen, the flex cables wear out over time. Consequentially, the laptop's display backlight⁴ shows dark spots across the screen and/or stops working altogether.

4. When the display backlight issues surface in the MacBook Pro, the laptop
essentially becomes nonfunctional. Consumers are either unable to use the laptop when the laptop
screen is open beyond certain degrees, or they are unable to use the laptop at all because the
display screen is inoperable. Accordingly, the problems with the MacBook Pro are material and
compromise the laptops' core functionality.

5. Further, repairing the display backlight issue is not a simple fix. Because the flex
cables are part of the display, the cables cannot simply be replaced. Instead, the entire display unit
needs to be replaced, therefore substantially increasing the repair cost.

Defendant has publicly acknowledged that the 13-inch MacBook Pro year 2016
 model is prone to issues regarding the display backlight either showing vertical bright areas along
 the bottom of the screen, or not working at all. On May 21, 2019, Defendant issued a notice on
 its website, announcing the "13-inch MacBook Pro Display Backlight Service Program,"
 ("Backlight Service Program") and acknowledging the display backlight issues.⁵ The Backlight
 Service Program does not apply to 15-inch MacBook Pros or MacBook Pro models after 2016.

7. In addition, even prior to announcing the Backlight Service Program, Defendant
was aware of the defective nature of the flex cable design because consumers posted complaints
on Defendant's website and/or submitted repair tickets to Defendant's Genius Bar. As to the
former, Plaintiff is informed and believes that Defendant often removed consumer threads posted

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⁴ Backlight is a form of illumination used to illuminate a display screen.

⁵ <u>https://www.apple.com/support/13-inch-macbook-pro-display-backlight-service/</u> (last
 accessed 8/18/20)

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on its website that discussed the defective flex cable design and display backlight issues. As to the repair tickets, because these defects typically manifested after Apple's one-year written warranty, in order to repair the defects, Apple quoted consumers hundreds of dollars to replace the entire display screen. Thus, after the warranty period expires, consumers are left with a defective laptop, and forced to pay for the expensive costs of repairing the entire display screen in order to have a functioning laptop.

8. Despite having knowledge of the defective flex cable design, at no time while
Defendant advertised and sold the MacBook Pros did Defendant disclose to Plaintiff and other
consumers that the flex cables were defective, or that the laptop was prone to display backlight
issues. Had Defendant notified its consumers of these defects, and had its consumers known of
Defendant's false and misleading advertising, its consumers would not otherwise purchased a
purportedly high-end laptop costing approximately \$1,499.00 to \$2,399.00.⁶

9. Numerous consumers, including Plaintiff, have reported display backlight issues
when opening and closing their MacBook Pro laptops, and have posted comments on various
online forums, blogs, and Apple's website. Further, a consumer started a petition on Change.org
- which includes close to 28,000 signatures – requesting that Defendant launch an extended
warranty program to address the display backlight issues.⁷

18 10. Not only has Defendant sold the defective MacBook Pro, Defendant unreasonably
19 delayed issuing a repair program despite the fact that it both knew and should have known that
20 the flex cables resulted in backlight display screens that rendered the laptops inoperable before it
21 issued a notice regarding the Backlight Service Program.

- 11. In addition, another Change.org petition was started addressing Apple's
 inadequate Backlight Service Program, citing complaints that Apple refused to provide free
 display repair or repair refunds under the program to certain customers because "the serial number
- 25

²⁶ ⁶ The price of the MacBook Pro varies, depending on storage size.

27 7 <u>https://www.change.org/p/apple-fix-all-macbook-pro-2016-and-later-with-stage-light-effect-</u>

28 <u>or-backlight-shutdown-flexgate</u> (last accessed 8/18/20)

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does not qualify," or "the system does not process," or not providing a reason at all.⁸ The
 Backlight Service Program is inadequate also in that it does not provide repair services to the 15 inch MacBook Pros or for MacBook Pros after the year 2016.

4 12. Accordingly, Plaintiff brings this class action on behalf of himself and all other 5 similarly situated consumers seeking monetary relief and an order forcing Defendant to provide 6 appropriate injunctive relief by no longer defrauding the public and its consumers by advertising 7 and selling the MacBook Pro models with the defective flex cables, and by ensuring that it 8 provides an adequate, comprehensive program for repairing all MacBook Pro models that 9 experience backlight display issues and/or will manifest backlight display issues in the future.

10

PARTIES

Plaintiff is and at all material times was a citizen and resident of San Joaquin
 County, California. Plaintiff purchased the MacBook Pro at issue at Best Buy in San Jose,
 California.

14 14. Defendant is a California corporation with its principal place of business at One
15 Apple Park Way, Cupertino, California 95014. Defendant is a multinational company that designs,
16 develops, and sells consumer electronics, computer software, and online services.

17 15. DOES 1 through 10 inclusive are now and/or at all times mentioned in this
18 Complaint were licensed to do business and/or actually doing business in the State of California.
19 Plaintiff does not know the true names or capacities, whether individual, partner, or corporate, of
20 DOES 1 through 10, inclusive and for that reason, DOES 1 through 10 are sued under such
21 fictitious names. Plaintiff will seek leave of court to amend this Complaint to allege such names
22 and capacities as soon as they are ascertained.

23

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JURISDICTION AND VENUE

- If. Jurisdiction is proper in this Court pursuant to 28 U.S.C. § 1332(d) because at least
 one member of the putative Class is a citizen of a State other than that of the Defendant, there are
- 27 ⁸ <u>https://www.change.org/p/apple-stop-avoiding-refunds-to-users-affected-by-macbook-pro-</u>
- 28 <u>backlight-service-program</u> (last accessed 8/18/20)

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