Tuesday, 22 March, 2022 10:52:21 PM Clerk, U.S. District Court, ILCD

UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF ILLINOIS URBANA DIVISION

Conrad Raczkowski, individually and on behalf of all others similarly situated,

2:22-cv-02061

Plaintiff,

- against -

Class Action Complaint

Pinnacle Foods Inc.,

Defendant

Jury Trial Demanded

Plaintiff alleges upon information and belief, except for allegations pertaining to Plaintiff, which are based on personal knowledge:

1. Pinnacle Foods Inc. ("Defendant") manufactures, labels, markets, and sells vegetable oil spread promoted as "Made With Olive Oil," with green-themed packaging under its Earth Balance brand ("Product").





2. The representations include "Soy Free," "Non-GMO," "Vegan," "Made With Olive Oil," "Buttery Spread," "Earth Balance," and "78% Vegetable Oils."

I. VEGETABLE OIL SPREADS

- 3. Since the dawn of recorded history, humas have enjoyed butter, made from cream and salt, on a farm.
- 4. For the past 150 years, imitators of butter have sold yellow-colored blends of beef tallow and vegetable oil to consumers, through the product known as margarine, required to have 80% or more fat.
 - 5. Where these non-dairy blends are less than 80% fat, they are referred to as "spreads."
- 6. Vegetable oil traditionally refers to oils such as corn oil, canola oil, cottonseed oil, palm oil, safflower oil, sesame oil, soybean oil and sunflower oil.
- 7. According to the USDA, annual consumption of margarine and spreads recently reached its lowest level since the 1940s, at roughly three pounds per person.
- 8. In contrast, the average person now consumes almost six pounds of butter per year, the highest level in close to 50 years.
 - 9. There are several reasons for these changes.
- 10. First, as confirmed by research firm Mintel, "consumers [are] increasingly turn[ing] to butter over margarine/spreads for its natural appeal," and a "preference for less processed foods."
 - 11. Butter is made with simple, natural ingredients like cream and salt.
 - 12. Butter is made by churning cow's milk, without chemicals or additives.
- 13. In contrast, vegetable oils are heavily refined in the presence of chemical catalysts such as nickel and cadmium.



- 14. Second, consumers are more aware of the healthier profile of butter compared to vegetable oil alternatives.
- 15. Butter contains heart health(ier) fats, while vegetable oils contain harmful trans fats, a result of hydrogenation and interesterification.
 - 16. Butter also contains calcium, and vitamins A and D.
- 17. Vegetable oils have no comparable nutritional value as a result of the intense processing needed to render them palatable.
- 18. Third, vegetable oil spreads are considered ultraprocessed foods ("UPF"), frowned upon by nutrition authorities and public health bodies.
- 19. To counter this decline of vegetable oil spreads, companies are increasingly incorporating alternative oils like olive oil to meet consumer demand.

II. CONSUMER DEMAND FOR OLIVE OIL

- 20. Olive oil is the juice of crushed olives without additives or harsh processing.
- 21. Whereas vegetable oils have no flavor or aroma, olive oil is known for its peppery and grassy taste.
- 22. Over the past several decades, olive oil has increased in popularity and its sales exceed all other vegetable oils combined.
- 23. The popularity of olive oil has been helped by its association with the Mediterranean Diet, confirmed by scientific studies showing it reduces health risks.
- 24. Olive oil has high levels of heart-healthy fats, such as polyunsaturated and monounsaturated fat, which help control cholesterol
- 25. Olive oil contains antioxidants, which promote immunity, and fight free radical damage to help slow down the aging process.



- 26. Olive oil promotes brain function, bone strength, and balanced blood sugar.
- 27. The oleic acid and phenols in olive oil are linked to prevention of skin, breast and colon cancer.

III. REPRESENTATION OF "MADE WITH OLIVE OIL" IS MISLEADING

- 28. Defendant markets the Product to the increasing numbers of Americans seeking to consume staple foods with ingredients known for providing health benefits, like olive oil.
- 29. By representing the Product as "Made With Olive Oil," with green label statements and packaging, and promoted as "Non-GMO" and "Vegan," consumers expect it contains a significant, non-de minimis amount of olive oil, in relative and absolute amounts to all oils used.
- 30. However, the ingredient list reveals a smaller than expected amount of olive oil, in absolute and relative terms.

INGREDIENTS: VEGETABLE
OIL BLEND (PALM FRUIT,
CANOLA, SAFFLOWER, EXTRA
VIRGIN OLIVE, AND FLAX OILS),
WATER, CONTAINS LESS THAN
2% OF SALT, NATURAL FLAVOR,
PEA PROTEIN, SUNFLOWER
LECITHIN, LACTIC ACID (TO
PROTECT FRESHNESS), ANNATTO
EXTRACT (COLOR).

INGREDIENTS: VEGETABLE OIL BLEND (PALM FRUIT, CANOLA, SAFFLOWER, EXTRA VIRGIN OLIVE, AND FLAX OILS), WATER, CONTAINS LESS THAN 2% OF SALT, NATURAL FLAVOR, PEA PROTEIN, SUNFLOWER LECITHIN, LACTIC ACID (TO PROTECT FRESHNESS), ANNATTO EXTRACT (COLOR)

- 31. That the Product contains a *de minimis* amount of olive oil is revealed from the ingredient list, with the first ingredient identified as a "Vegetable Oil Blend."
- 32. The components of this ingredient are listed in order of predominance by weight, which shows more "palm fruit, canola, [and] safflower" oils than "extra virgin olive [oil]."



- 33. The amount of olive oil only exceeds the flax oils.
- 34. The small relative and absolute amount of olive oil is misleading in light of the front label claim the Product is "Made With Olive Oil.
- 35. The amount of olive oil is insufficient to confer any of the health benefits associated with olive oil or deliver the taste of olive oil.
- 36. The non-olive oil components of the vegetable oil blend palm, canola, safflower and flax oils lack the health and nutritional attributes of olive oil.

IV. CONCLUSION

- 37. Defendant makes other representations and omissions with respect to the Product which are false and misleading.
- 38. Reasonable consumers must and do rely on a company to honestly and lawfully market and describe the components, attributes, and features of a product, relative to itself and other comparable products or alternatives.
- 39. The value of the Product that Plaintiff purchased was materially less than its value as represented by Defendant.
- 40. Defendant sold more of the Product and at higher prices than it would have in the absence of this misconduct, resulting in additional profits at the expense of consumers.
- 41. Had Plaintiff and proposed class members known the truth, they would not have bought the Product or would have paid less for it.
- 42. As a result of the false and misleading representations, the Product is sold at a premium price, approximately no less than no less than \$3.49 per 13 OZ, excluding tax and sales, higher than similar products, represented in a non-misleading way, and higher than it would be sold for absent the misleading representations and omissions.



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