28

1 2 3 4 5 6 7 UNITED STATES DISTRICT COURT 8 9 CENTRAL DISTRICT OF CALIFORNIA 10 11 KENNY DORSEY, individually Case No. CV 13-07557 DDP (RZx) and on behalf of all others similarly situated and the 12 ORDER GRANTING IN PART AND DENYING IN PART DEFENDANTS' general public, 13 MOTION TO DISMISS Plaintiff, 14 [DKT. NO. 36] v. 15 ROCKHARD LABORATORIES, LLC, 16 a Georgia limited liability company; and ROCKHARD 17 LABORATORIES HOLDINGS LLC, a Georgia limited liability 18 company, 19 Defendants. 20 21 Presently before the Court is Defendants' motion to dismiss 22 Plaintiff's class-action complaint (the "Motion"). (Docket No. 36.) For the reasons stated in this order, the Motion is GRANTED IN PART 23 2.4 and DENIED IN PART. 25 I. Background 26 Plaintiff Kenny Dorsey ("Plaintiff") brings this action on 27 behalf of himself and a putative class of consumers who purchased

products marketed and sold by Defendants Rockhard Laboratories, LLC

and Rockhard Laboratories Holdings, LLC (collectively, "Defendants"). (Second Amended Complaint ("SAC"), Docket No. 32, ¶

1.) Defendants manufacture, advertise, distribute, and sell a product known as Rockhard Weekend ("RHW"), a male sexual enhancement product. (Id. ¶¶ 16-17.) Plaintiff alleges that Defendants advertise and promote RHW primarily through uniform labeling on the front of the product's packaging, which purports to represent the benefits of taking the product. (Id. ¶ 17.)

The exact chemical formulation and the packaging of RHW have changed several times over the years, but Plaintiff alleges that the product name, the product's purported use, and overall message of Defendants' advertising with regard to the product have remained the same. (Id. ¶¶ 19, 29.) RHW is available in multiple packaging arrangements, including a one-capsule blister pack retailing for around \$5, a three-capsule bottle retailing for around \$15, and an eight-capsule bottle retailing for around \$30. (Id. ¶¶ 20, 28; Exh. A.) Defendants' packaging involves, or has involved, statements that represent RHW as a "sexual performance enhancer for men" or "the 72-hour sexual performance pill for men." (Id. ¶ 22.) The packaging also claims that RHW is "Doctor Tested," "Doctor Approved," "Fast & Effective," and provides "Rockhard Results." (Id.) Defendants also advertise RHW as "All Natural," even though, Plaintiff alleges, some of the ingredients of RHW are "synthetic,

¹Two other defendants were named in Plaintiff's SAC but have already been dismissed pursuant to stipulation of the parties. (Docket No. 34.) Therefore, the Court does not include the dismissed defendants, John R. Miklos and Joshua Maurice, in its discussion of the issues raised in the Motion.

chemically reduced and/or have carcinogenic properties." ( $\underline{\text{Id.}}$  ¶ 23.)

From April 2011 to June 2011, Plaintiff purchased RHW from B&B Liquor on Western Avenue in Los Angeles for approximately \$30 per bottle. (Id. ¶ 25.) Plaintiff alleges that when he purchased RHW, he relied upon the various representations made on the labeling. (Id. ¶ 26.) Plaintiff alleges that the advertising claims amount to "explicit claims that RockHard Weekend would enhance Plaintiff's sexual performance." (Id.) Plaintiff alleges that he would not have purchased RHW without these advertising claims. (Id.) Plaintiff alleges that he "used RHW pursuant to the instructions on its respective packaging but RHW was not as advertised." (Id. ¶ 27.)

Plaintiff alleges that Defendants' advertising is false and misleading because none of the ingredients in any iteration of RHW has the effect of enhancing male sexual performance. (Id. ¶¶ 30, 31.) Plaintiff also alleges that Defendants' labeling on RHW is unlawful because it is a "new drug" unapproved by the FDA to make claims that it is an aphrodisiac. (Id. ¶¶ 43-48.) Plaintiff brings the following six claims: (1) violation of California Consumers Legal Remedies Act; (2) violation of California unfair competition law; (3) false advertising; (4) breach of express warranty; (5) breach of implied warranty of merchantability; and (6) violation of the Magnuson-Moss Warranty Act. (Id. ¶¶ 113-163.) Defendants now move to dismiss the SAC on multiple grounds. (Docket No. 36.)

## II. Legal Standard

2.4

<sup>&</sup>lt;sup>27</sup> It is unclear from the SAC the number of occasions on which Plaintiff purchased RHW, the packaging format that he purchased, and the iteration/formula of the product that he purchased.

A complaint will survive a motion to dismiss when it contains "sufficient factual matter, accepted as true, to state a claim to relief that is plausible on its face." Ashcroft v. Iqbal, 556 U.S. 662, 678 (2009) (quoting <u>Bell Atl. Corp. v. Twombly</u>, 550 U.S. 544, 570 (2007)). When considering a Rule 12(b)(6) motion, a court must "accept as true all allegations of material fact and must construe those facts in the light most favorable to the plaintiff." Resnick v. Hayes, 213 F.3d 443, 447 (9th Cir. 2000). Although a complaint need not include "detailed factual allegations," it must offer "more than an unadorned, the-defendant-unlawfully-harmed-me accusation." <a href="Iqbal">Iqbal</a>, 556 U.S. at 678. Conclusory allegations or allegations that are no more than a statement of a legal conclusion "are not entitled to the assumption of truth." Id. at 679. In other words, a pleading that merely offers "labels and conclusions," a "formulaic recitation of the elements," or "naked assertions" will not be sufficient to state a claim upon which relief can be granted. Id. at 678 (citations and internal quotation marks omitted).

"When there are well-pleaded factual allegations, a court should assume their veracity and then determine whether they plausibly give rise to an entitlement of relief." Id. at 679.

Plaintiffs must allege "plausible grounds to infer" that their claims rise "above the speculative level." Twombly, 550 U.S. at 555. "Determining whether a complaint states a plausible claim for relief" is a "context-specific task that requires the reviewing court to draw on its judicial experience and common sense." Igbal, 556 U.S. at 679.

28 ///

1

2

3

5

7

8

9

10

11

12

13

15

16

17

18

19

20

21

22

23

24

25

26

#### III. Discussion

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

2.4

25

26

27

28

## A. Threshold Issues

## 1. Reliance and Injury

Defendants argue that Plaintiff does not have standing to bring this action and/or that Plaintiff's pleadings are insufficient under Rule 12(b)(6) because Plaintiff has not alleged facts establishing either his reliance on the alleged misrepresentations or an injury in fact.

With regard to the issue of reliance, Defendants argue that Plaintiff has not pleaded with specificity which exact iteration of RHW he purchased. Defendants argue that without that information, Plaintiff fails to establish reliance on any particular misrepresentation, as the product packaging changed over time. While it is true that Plaintiff does not allege exactly which iteration of RHW he purchased, it is clear from looking at the packaging of various iterations of the product that the same messages were conveyed to all potential purchasers of RHW. (See SAC Exh. A.) Plaintiff alleges that he read the statements on the packaging and relied on those statements in deciding to purchase the product. With a consumer product such as RHW, which is designed to be used on a single occasion or a limited number of occasions, it is unsurprising that Plaintiff no longer has the packaging of the product he purchased. Further, due to the similar nature of the various packaging iterations, it is also unsurprising that Plaintiff is unable to differentiate between the different versions of RHW. The Court, therefore, finds that Plaintiff's allegations are sufficient to show Plaintiff's reliance on the packaging statements.

Defendants also allege that Plaintiff has not provided sufficient specificity regarding how or why RHW did not perform as advertised. It is true that Plaintiff's allegations could be more specific in this regard. However, Plaintiff alleges that "[n]one of the ingredients in any iteration of RHW ... will enhance male sexual performance." (SAC ¶ 31.) This statement, even without specifics regarding what happened when Plaintiff took RHW, demonstrates an injury in fact: the product contains no ingredient that has the effect that the packaging represents the product to have. In addition, Plaintiff alleges that he would not have purchased RHW but for the alleged misrepresentations. See <u>Hinojos</u> v. Kohl's Corp., 718 F.3d 1098, 1105 (9th Cir. 2013). This statement is highly plausible; unlike a food product, which may offer multiple benefits (such as nutrition, flavor, satiety, etc), there is likely only one reason an individual purchases a product that purports to enhance male sexual performance: to enhance male sexual performance. Therefore, the Court finds that Plaintiff has pleaded sufficient facts to demonstrate his reliance on the representations on RHW packaging and an injury in fact.

1

2

3

5

6

7

8

9

10

11

12

13

15

16

17

18

19

20

21

22

23

2.4

25

26

27

28

### 2. RHW Iterations Plaintiff Did Not Purchase

Defendants also argue that Plaintiff lacks standing to represent a putative class that includes individuals who purchased iterations of RHW different from the version that Plaintiff purchased. Plaintiff responds that it is inappropriate for the Court to make such a determination at this stage and that the issue is more appropriately decided as part of the typicality and adequacy prongs of a class certification motion under Rule 23. Plaintiff also argues that, should the Court decide the issue now,

there is sufficient similarity between the different iterations of RHW's formula and packaging to allow Plaintiff to have standing to represent all individuals who purchased any iteration of the product.

3

5

6

7

8

9

10

11

12

13

15

16

17

18

19

20

21

22

23

24

25

26

27

28

There are court decisions going both ways on this issue, with some finding that a plaintiff has no standing to pursue claims based on products he or she did not purchase. See, e.g., Granfield v. NVIDIA Corp., 2012 WL 2847575, at \*6 (N.D. Cal. 2012). However, "[t]he majority of the courts that have carefully analyzed the question hold that a plaintiff may have standing to assert claims for unnamed class members based on products he or she did not purchase so long as the products and alleged misrepresentations are substantially similar." Miller v. Ghirardelli Chocolate Co., 912 F.Supp.2d 861, 869 (N.D. Cal. 2012). Further, some courts have held that "the issue of whether a class representative may be allowed to present claims on behalf of other who have similar, but not identical, interests depends not on standing, but on an assessment of typicality and adequacy of representation" at the class certification stage. Bruno v. Quten Research Inst., LLC, 280 F.R.D. 524, 530 (C.D. Cal. 2011).

The Court will revisit this issue at the class certification stage in determining whether a class can be certified and, if so, the contours of that class. However, it appears that Plaintiff's claims are sufficiently similar to those of putative class members who purchased a different iteration of the RHW product to potentially allow him to represent them in this class action. See

<sup>&</sup>lt;sup>3</sup>Additional clarity on the class definition will be needed at the class certification stage.

Astiana v. Dreyer's Grand Ice Cream, Inc., 2012 WL 2990766, at \*13 (N.D. Cal. 2012) ("Plaintiffs have alleged sufficient similarity between the products they did purchase and those that they did not; any concerns of [defendant] and/or the Court about material differences are better addressed at the class certification stage rather than at the 12(b)(6) stage."). In looking at the various versions of the packaging attached to Plaintiff's SAC, it appears that very similar phrasing was used on every version of RHW and that the marketing scheme for RHW remained consistent even as the formula and packaging underwent some changes. See id. ("Plaintiffs are challenging the same kind of food products (i.e., ice cream) as well as the same labels for all of the products.... That the different ice creams may ultimately have different ingredients is not dispositive as Plaintiffs are challenging the same basic mislabeling practice across different product flavors."). Further, the name of the product, Rockhard Weekend, never changed. The Court therefore finds that there are sufficient similarities between the RHW product that Plaintiff purchased and other iterations of the formula and packaging of RHW to survive the Motion.

2

3

5

6

7

8

9

10

11

12

13

15

16

17

18

19

20

21

22

23

24

25

26

27

28

# B. Plaintiff's Fraud-Based Claims (UCL, FAL, and CLRA)

Plaintiff's causes of action can be separated into two categories: claims sounding in fraud (UCL, CLRA, false advertising) and warranty-based claims. As to Plaintiff's fraud-based claims, Defendants present multiple arguments as to why these claims are insufficiently pleaded in the SAC. Defendants argue (1) Plaintiff has not pleaded facts with the specificity required by Rule 9(b); (2) some of the statements made on the packaging are mere puffery and therefore not actionable; (3) the "All Natural" label is not

actionable; (4) the "Doctor Tested, Doctor Approved" statement is a non-actionable lack of substantiation claim; (5) Defendants have not engaged in any "unfair" conduct under the UCL; and (6) Plaintiff's UCL claim should be dismissed to the extent it raises violations of FDCA regulations.

#### 1. Rule 9(b)

2.4

Rule 9(b) requires that "[i]n alleging fraud or mistake, a party must state with particularity the circumstances constituting fraud or mistake." The rule requires that "[a]verments of fraud ... be accompanied by 'the who, what, when, where, and how' of the misconduct charged." Vess v. Ciba-Gieqy Corp. USA, 317 F.3d 1097, 1106 (9th Cir. 2003) (quoting Cooper v. Pickett, 137 F.3d 616, 627 (9th Cir. 1997)). Further, "Rule 9(b) does not allow a complaint to merely lump multiple defendants together but requires plaintiffs to differentiate their allegations when suing more than one defendant ... and inform each defendant separately of the allegations surrounding his alleged participation in the fraud." Swartz v. KPMG LLP, 476 F.3d 756, 764-65 (9th Cir. 2007). Defendants argue that Plaintiff's allegations do not involve sufficient specificity to meet the requirements of Rule 9(b) and that Plaintiff fails to differentiate between Defendants in his allegations.

The Court finds that Plaintiff has met his pleading requirement with regards to the alleged misrepresentations at issue here. As to the various representations indicating that RHW is a male sexual performance enhancer, Plaintiff specifically pleads the language of the various representations and includes Exhibit A to his SAC, which shows the statements in context on the packaging.

(See SAC ¶ 26; Exh. A.) Therefore, Plaintiff has sufficiently

alleged what the false statements were. He specifically alleges when and where he purchased RHW. Plaintiff then alleges that "Defendants ... mislead consumers to believe that RHW will enhance 'sexual performance' of the human male," but that "[n]one of the ingredients in any iteration of RHW ... will enhance male sexual performance." (Id. ¶¶ 30, 31.) Plaintiff includes further, specific allegations regarding the falsity of the statements "Fast & Effective" and "RockHard Results." (Id. ¶¶ 37, 38.) These allegations specify exactly how Plaintiff alleges that the representations made on the packaging are false, including what consumers would understand the statements to mean and how that understanding is misleading. See Peviani v. Natural Balance, Inc., 774 F.Supp.2d 1066, 1070-72 (S.D. Cal. 2011) (finding sufficient specificity for UCL claims based on similar allegations).

2.4

Plaintiff includes similar allegations as to the specific claims that RHW is "All Natural" and "Doctor Tested, Doctor Approved." Plaintiff alleges that "a reasonable consumer would expect an 'all-natural' product to contain ingredients found in nature, derived from natural sources, absent of manmade processes, and which are wholesome and safe." (Id. ¶ 35.) Plaintiff then includes specific allegations regarding various chemicals allegedly contained in iterations of RHW that do not meet this expectation. (Id.) Further, Plaintiff alleges that "a reasonable consumer is likely to believe," based on the "Doctor Tested, Doctor Approved" label, that RHW "is used, endorsed, or recommended by doctors practicing medicine in clinical settings." (Id. ¶ 39.)

Defendants also argue that Plaintiff has failed to differentiate between Defendants in making his factual allegations.

However, the individual defendants originally named in the SAC have been dismissed; the only two Defendants that remain are two corporate entities involved in the manufacture, sale, and advertising of RHW. The Court does not find Plaintiff's SAC deficient merely because he has not differentiated between the two related corporate entities at this stage.

#### 2. Puffery

Defendants next contend that many of the representations contained on RHW packaging are mere puffery, which no reasonable consumer would understand to be a guarantee regarding the product. Puffery is "exaggerated advertising, blustering, and boasting upon which no reasonable buyer would rely." Southland Sod Farms v.

Stover Seed Co., 108 F.3d 1134, 1145 (9th Cir. 1997). "The distinguishing characteristics of puffery are vague, highly subjective claims as opposed to specific, detailed factual allegations." Haskell v. Time, Inc., 857 F.Supp. 1392, 1399 (E.D. Cal. 1994); see also Cook, Perkiss and Liehe, Inc. v. Northern California Collection Service Inc., 911 F.2d 242, 246 (9th Cir. 1990). The Court must consider the packaging as a whole in evaluating whether the advertisement can be read as implying specific facts about the product. See id. at 245.

Defendants argue that the statements "Sexual Performance Enhancer for Men," "Fast & Effective," "Rockhard Results," and other, similar statements contained on various iterations of RHW packaging are mere puffery and therefore are not actionable.

Defendants contend that these statements are "vague, highly subjective claims as opposed to detailed factual assertions."

(Motion, Docket No. 36, p.11.) However, the Court finds that the

statements, taken as a whole and in context, do not constitute puffery, but rather make specific claims regarding the benefits of taking RHW. These statements create the impression that, by taking the product, a consumer will have enhanced sexual performance, that the effect will happen quickly, and that the consumer can expect to have a "Rockhard" erection. See Peviani v. Natural Balance, 774 F.Supp.2d 1066, 1072 (S.D. Cal. 2011) (declining to dismiss as puffery false advertising claims where the name "Cobra Sexual Energy," the statement "aphrodisiac plants to enhance sexual energy," and other statements were on packaging of sexual enhancement product); American Home Products Corp. v. F.T.C., 695 F.2d 681, 687 (2d Cir. 1982) ("The impression created by the advertising, not its literal truth or falsity, is the desideratum."). Therefore, the Court does not dismiss on the basis that the statements are mere puffery.

# 3. "All Natural"

Defendants argue that Plaintiff's claim that the "All Natural" label on RHW is misleading must be dismissed because a reasonable consumer would not be deceived by that statement. Defendants cite Pelayo v. Nestle USA, 2013 WL 5764644 (C.D. Cal. 2013) for the proposition that the phrase "all natural" "cannot be considered to be deceptive to a consumer acting reasonably under the circumstances." (Motion, Docket No. 36, p.13.) Defendants appears to conclude, therefore, that representations that a product is "all natural" are never actionable. Defendants also cite multiple district court cases that conclude, under the particular circumstances of the case, that no reasonable consumer could be deceived by the "all natural" or similar representation where there

was contradictory information contained on the label. <u>See, e.g.</u>, <u>Rooney v. Cumberland Packing Corp.</u>, 2012 WL 1512106 (S.D. Cal. 2012); <u>Morgan v. Wallaby Yogurt Co., Inc.</u>, 2013 WL 5514563 (N.D. Cal. 2013).

The Ninth Circuit appears to have rejected the simplistic approach to representations that a product is "all natural" suggested by Defendants' interpretation of Pelayo. Williams v. Gerber Products Co., 552 F.3d 934, 938-40 (9th Cir. 2008). In Williams, the Ninth Circuit "disagree[d] with the district court that reasonable consumers should be expected to look beyond misleading representations on the front of the box to discover the truth from the ingredient list in small print on the side of the box." Id. at 939. "[R]easonable consumers expect that the ingredient list contains more detailed information about the product that confirms other representations on the packaging." Id. at 939-40 (emphasis added).

The cases cited by Defendants are inapposite, especially in light of the controlling authority of Williams. Plaintiff has alleged a plausible interpretation of what "All-Natural" would mean to a reasonable consumer of RHW and indicated exactly which ingredients in various iterations of RHW do not meet this definition. (See SAC ¶¶ 35, 36.) Further, unlike in Defendants' cases, there is no indication that any of the labeling contained any information, other than that contained in small type in the nutrition facts panel on the back of the packaging, that would lead a reasonable consumer to question the "All-Natural" representation, nor any indication that Plaintiff would have had reason to read the nutrition facts or that the "All-Natural" representation was

located near or in the same typeface as the ingredients list. Simply listing the actual ingredients of the product does not absolve Defendants of all potential liability for making false statements that contradict the ingredient list. See Williams, 552 F.3d at 939 ("We do not think that the FDA requires an ingredient list so that manufacturers can mislead consumers and then rely on the ingredient list to correct those misinterpretations and provide a shield for liability for the deception."). Therefore, the underlying facts give rise to a plausible claim that the phrase "All-Natural" would have been misleading to a reasonable consumer under the circumstances.

## 4. "Doctor Tested, Doctor Approved"

2.4

Defendants argue that Plaintiff cannot bring a claim based on Defendants' label "Doctor Tested, Doctor Approved" because Plaintiff is improperly trying to bring a lack of substantiation claim rather than a claim that the label is actually false or misleading. "Consumer claims for a lack of substantiation are not cognizable under California law." In re Clorox Consumer Litiqation, 894 F.Supp.2d 1224, 1232 (N.D. Cal 2012). In the SAC, Plaintiff alleges that "Defendants have not and cannot cite any research studies or unsolicited endorsements of RHW by medical doctors, nor is RHW used in clinical settings for the treatment of male impotence or any other condition." (SAC ¶ 39.)

The Court finds that the SAC sufficiently alleges a false advertising claim rather than merely a lack of substantiation claim. Plaintiff includes allegations regarding what "Doctor Tested, Doctor Approved" would mean to a reasonable consumer: that RHW is "used, endorsed, or recommended by doctors practicing

medicine in clinical settings." (<u>Id.</u>) Plaintiff then alleges that RHW is not used in any clinical setting to treat any condition, thereby alleging that Defendants' representation is false. (<u>Id.</u>) Therefore, Plaintiff does not merely allege that Defendants have not substantiated their claim, but also that the claim is false. Plaintiff has satisfied his pleading burden to survive the Motion.<sup>4</sup>

#### 5. Unfair Conduct Under the UCL

Plaintiff's UCL allegations are more properly based on the "unlawful" and "fraudulent" prongs of the UCL. All of Plaintiff's factual allegations pertain to the false and misleading nature of the statement on RHW packaging. Because the Court has already found that Plaintiff has alleged sufficient facts to support his claim that Defendants' conduct was "fraudulent" and also was "unlawful" under the CLRA, Plaintiff's UCL claim survives on those prongs. As to the "unfair" prong, Plaintiff provides little in his pleading, beyond a recitation of the situations in which a plaintiff may show that a defendant's conduct is "unfair." (See SAC ¶¶ 127-129); see Eckler v. Wal-Mart Stores, Inc., 2012 WL 5382218, at \*4-5 (S.D. Cal. 2012). Therefore, though Plaintiff's UCL claim may proceed under the "unlawful" and "fraudulent" prongs, Plaintiff has not pleaded sufficient facts to support his claim under the "unfair" prong.

<sup>&</sup>lt;sup>4</sup>Defendants are correct that Plaintiff will bear the burden of producing evidence that Defendants' "Doctor Tested, Doctor Approved" claim is false or misleading. Plaintiff's allegation that Defendants have not produced any evidence of research studies or endorsements by clinical medical professionals does not shift the burden of producing evidence to Defendants to substantiate their "Doctor Tested, Doctor Approved" claim. See National Council Against Health Fraud, Inc. v. King Bio Pharmaceuticals, Inc., 107 Cal.App.4th 1336, 1344-45 (2003).

# 6. FDCA Allegations

Plaintiff's UCL claim is based, in part, on allegedly unlawful labels purporting to advertise RHW as an aphrodisiac. (See SAC ¶¶ 43-48.) Plaintiff alleges that Defendants' intended use of RHW as an aphrodisiac by consumers must be approved by the FDA, pursuant to the FDCA and 21 C.F.R. § 310.528, before the drug can be marketed to the public. (SAC ¶ 44-45.) RHW has not received FDA approval to be labeled as an aphrodisiac, and therefore Plaintiff alleges that RHW is "misbranded" under 21 U.S.C. § 352. (SAC ¶ 46.)

Defendants argue that to the extent that Plaintiff's claims are based on mislabeling or misbranding under the FDCA, Plaintiff's allegations are misguided because RHW is a dietary supplement, not a drug, and as a result, RHW is not subject to the same approval process before it makes claims regarding the benefits of using its product. (Motion, Docket No. 36, pp.15-17.)

Under the FDCA, a "drug" is defined, in pertinent part, as an "article[] intended for use in the diagnosis, cure, mitigation, treatment, or prevention of disease in man or other animals." 21 U.S.C. § 321(g)(1)(B). On the other hand, a dietary supplement, which is a food and not a drug, is "a product ... intended to supplement the diet that bears or contains one or more of the following dietary ingredients: (A) a vitamin; (B) a mineral; (C) an herb or other botanical; (D) an amino acid; (E) a dietary substance for use by man to supplement the diet by increasing the total dietary intake; or (F) a concentrate, metabolite, constituent, extract, or combination of any ingredient described in clause (A), (B), (C), (D), or (E)." 21 U.S.C. § 321(ff)(1).

RHW is labeled on its packaging as a "dietary supplement."

(See SAC, Exh. A.) Further, although the packaging as a whole may represent to a reasonable consumer that RHW will improve male sexual performance, no statement on any packaging submitted as an exhibit to the SAC proclaims that RHW is designed to cure erectile dysfunction, impotence, or any other "disease." Further, the word "aphrodisiac" does not appear on any of the packaging. The Court, therefore, finds that Plaintiff has not plausibly alleged that RHW is a "drug," requiring prior approval of its labeling by the FDA. Therefore, to the extent that Plaintiff's claims are based on Defendants' failure to obtain FDA approval for its packaging claims, Plaintiff's claims fail and are therefore dismissed.

\* \* \* \*

In summary, the Court DENIES the Motion with respect to Plaintiff's fraud-based claims, except that the Court GRANTS the Motion to the extent that Plaintiff's claims are based on the purported failure to obtain FDA approval for RHW's packaging and GRANTS the Motion as to Plaintiff's UCL claim to the extent that it is based on the "unfair" prong.

# C. Warranty-Based Claims

2.4

Plaintiff brings claims alleging breach of express warranty, breach of the implied warranty of merchantability, and violation of the Magnuson-Moss Warranty Act. Defendants argue that Plaintiff has failed to state a warranty claim.

## 1. Express and Implied Warranty Claims

Defendants present two arguments as to why Plaintiff's express and implied warranty claims should be dismissed. First, Defendants argue that Plaintiff did not provide the requisite notice and

opportunity to cure to Defendants prior to filing this action.

Second, Defendants argue that statements that are puffery are not actionable as warranty claims.

3

4

5

6

7

10

11

12

13

15

16

17

18

19

20

21

22

23

25

26

27

28

As to the notice requirement, Defendants cite the proposition that "[t]o avoid dismissal of a breach of contract or breach of warranty claim in California, '[a] buyer must plead that notice of the alleged breach was provided to the seller within a reasonable time after discovery of the breach.'" Alvarez v. Chevron Corp., 656 F.3d 925, 932 (9th Cir. 2011) (quoting Stearns v. Select Comfort Retail Corp., 763 F.Supp.2d 1128, 1142 (N.D. Cal. 2010)). However, Defendants omit an important and applicable exception to this rule: the notice requirement "is excused as to a manufacturer with which the purchaser did not deal." In re Toyota Motor Corp. Unintended Acceleration Marketing, Sales Practices, and Products Liability Litigation, 754 F.Supp.2d 1145, 1180 (C.D. Cal. 2010) (citing Greenman v. Yuba Power Products, 59 Cal.2d 57, 61 (1963)). Therefore, Plaintiff need not have provided notice to Defendants, as he alleges that he purchased RHW at a liquor store in Los Angeles, not directly from the manufacturers.

As to Defendants' puffery argument, the Court already addressed the puffery issue above and determined that the statements at issue here, taken in context, are not mere puffery. Therefore, this argument is unavailing. As a result, the Court DENIES the Motion as to Plaintiff's express and implied warranty claims.

### 2. Magnuson-Moss Warranty Act Claim

Plaintiff alleges that Defendants violated the Magnuson-Moss Warranty Act ("MMWA") by breaching specific, express written

warranties contained on RHW packaging. The MMWA defines a written warranty as "any written affirmation of fact or written promise made in connection with the sale of a consumer product by a supplier to a buyer which relates to the nature of the material or workmanship and affirms or promises that such material or workmanship is defect free or will meet a specified level of performance over a specified period of time." 15 U.S.C. § 2301(6)(A). "A product description does not constitute a warranty under the MMWA." Anderson v. Jamba Juice Co., 888 F.Supp.2d 1000, 1004 (N.D. Cal. 2012); see also Brazil v. Dole Food Co., Inc., 935 F.Supp.2d 947, 966 (N.D. Cal. 2013).

As to the statements "Sexual Performance Enhancer for Men" and "Fast & Effective," Plaintiff has stated a plausible claim under the MMWA. These claims relate to the nature of the product and are not mere product descriptions. See Allen v. Hyland's Inc., 2013 WL 1748408, at \*5 (C.D. Cal. 2013) ("Plaintiffs claim both that the products do not work and that there simply is no active ingredient in Defendants' products. In the sense that Defendants' statements imply that there is an active ingredient and that the active ingredient performs any function beyond that of a sugar pill, those statements relate to the nature of the material."). "While a product that is 'synthetic' and 'artificial' may not be defective, a product that is ineffective is." Id. at \*6. Here, as in Allen, Plaintiff claims that there is no ingredient in RHW that has the effect of enhancing male sexual performance, despite Defendants' representations on the packaging that the product will have such an effect.

As to the statements that RHW is "Doctor Tested, Doctor Approved," those statements do not relate to the nature of the product itself, except to the extent that they further support Plaintiff's theory that Defendants represented that RHW contains an active, effective ingredient. Apart from that contribution to the overall message, however, this statement does not relate directly to the "material or workmanship" of the RHW pill and therefore is not independently actionable under the MMWA.<sup>5</sup>

### D. <u>Class Issues</u>

Defendants further request that the Court strike Plaintiff's putative class definition or, in the alternative, require Plaintiff to provide a more definite statement of the class definition. The Court declines to require Plaintiff to do more at this time.

However, at the time Plaintiff moves for class certification, Plaintiff will be required to clarify to what extent he seeks to include in the class definition individuals outside of the state of California.

21 ///

22 ///

23 / / /

<sup>&</sup>lt;sup>5</sup>Plaintiff does not purport to base his MMWA claim on the "All Natural" label, and rightly so. Several courts have determined that the statement "All Natural" is merely a product description and that the presence of artificial ingredients in a product so labeled does not make that product "defective." See, e.g., Anderson v. Jamba Juice Co., 888 F.Supp.2d 1000, 1003-04 (N.D. Cal. 2012).

# IV. Conclusion

For the foregoing reasons, the Motion is GRANTED IN PART and DENIED IN PART. As Plaintiff has already amended his complaint twice, and as the Court finds that it would generally be futile to allow Plaintiff to attempt to amend the identified deficiencies, the dismissal of some portions of Plaintiff's claims shall be WITHOUT LEAVE TO AMEND.

United States District Judge

IT IS SO ORDERED.

Dated: September 19, 2014

2.4