#### **CLASS ACTION COMPLAINT**

Plaintiffs, Melissa Santich ("Santich") and Keith Blackmer ("Blackmer") (collectively, "Plaintiffs"), individually and on behalf of all others similarly situated, by and through their attorneys, allege, on personal knowledge as to all facts related to themselves and upon information and belief (based on the investigation of counsel) as to all other matters, as follows:

#### PRELIMINARY STATEMENT

- 1. Defendant, GNC Holdings, Inc. ("Defendant" or "GNC"), is in the business of selling nutritional supplements. In so doing, it oversees the operation of hundreds of stores throughout the United States, including numerous stores throughout California.
- 2. For a number of years, GNC offered customers the opportunity to join its Gold Card Program ("Program"). In exchange for an annual payment of \$15, Program members received a Gold Card, which entitled them to receive a substantial discount on the purchase of in-store items for a one-year period. The Program was very popular with GNC's customers, with more than 7 million individuals participating in the Program nationwide. In December 2016, GNC unilaterally discontinued the Program, resulting in Plaintiffs, and millions of other members of the Class (defined below), being unable to receive the benefits of the Program for the full one-year period contemplated when they paid to join the Program.
- 3. Plaintiffs and the members of the Class have been damaged and suffered an ascertainable loss as a result of GNC's conduct.

- 4. As set forth more fully below, GNC's conduct constitutes a breach of contract, as well as violations of the California Unfair Competition Law, Cal. Bus. & Prof. Code §§ 17200, *et seq.* ("UCL") and the California Legal Remedies Act, Cal., Civ. Code §§1750-1784 ("CLRA").
- 5. Though this action, Plaintiffs seek actual damages, statutory damages, attorneys' fees and costs, and all other relief available to the Class as a result of GNC's unlawful conduct.

#### **JURISDICTION AND VENUE**

- 6. This Court has subject matter jurisdiction of this action pursuant to 28 U.S.C. §1332(d)(2) because the matter in controversy, upon information and belief, exceeds \$5,000,000, exclusive of interest and costs, and this is a class action in which Class members and the Defendant are citizens of different states. This Court has supplemental jurisdiction over the state law claims pursuant to 28 U.S.C. § 1367.
- 7. Venue is proper in this District pursuant to 28 U.S.C. §1391 because Santich resides in this District and GNC transacts substantial business in this District and, thus, is subject to personal jurisdiction in this District. Additionally, GNC has advertised in this District and sold Gold Cards through the Program in this District such that a substantial part of the events and/or omissions giving rise to the claims occurred within this District.
- 8. This Court has personal jurisdiction over Defendant. Defendant owns and operates stores in this District and sold thousands of Gold Cards in this District,

including to Santich. As such, Defendant has conducted substantial business in this District.

#### THE PARTIES

- Santich is a resident and citizen of Lakeside, San Diego County,
   California.
- 10. Blackmer is a resident and citizen of Sherman Oaks, Los Angeles County, California.
- 11. GNC is a Delaware corporation which maintains its headquarters and principal place of business in Pittsburgh, Pennsylvania. GNC, thus, is a citizen of both Delaware and Pennsylvania. GNC holds itself out as being the largest supplement provider in the world.

#### **STATEMENT OF FACTS**

- 12. This class action is brought against GNC for the benefit and protection of Program members, who did not receive the full one-year benefit of their Gold Card at the time GNC discontinued its Program in December 2016.
- 13. GNC holds itself out as being a leading global specialty retailer of health and wellness products, including vitamins, minerals, herbal supplement products, sports nutrition products and diet products. GNC trades on the New York Stock Exchange and oversees the operation of thousands of stores nationwide.
- 14. For many years, GNC offered customers the opportunity to join its Program, which provided them with a Gold Card entitling them to receive a substantial discount on the purchase of in-store items. In order to join the Program, customers were required to pay \$15 for an annual membership. The Program was

successful and well received by GNC customers, with millions of Program members actively participating nationwide.

- 15. In December 2016, GNC unilaterally discontinued the Program, resulting in Plaintiffs and millions of other members of the Class being unable to receive the benefits of the Program for the full one-year period contemplated when they purchased their Gold Cards.
- 16. Remarkably, GNC continued to sell Gold Cards until just a few weeks prior to the discontinuation of the Program, while having full knowledge that purchasers would not receive the benefit of the Program.

#### **Plaintiffs' Experiences**

- 17. Santich has been purchasing nutritional supplements from GNC on a regular basis for at least the last 5 years.
- 18. In or about 2015, Santich was made aware of GNC's Program. The Program was of interest to Santich because she determined that the substantial discount she would receive on purchases would more than make up for the \$15 annual cost to join the Program.
- 19. In or about May 2016, Santich decided to purchase a Program membership and paid \$15 for a Gold Card purchased through GNC's website.
- 20. Blackmer has been purchasing nutritional supplements from GNC on a regular basis since approximately 2012.
- 21. In or about 2012, Blackmer was made aware of GNC's Program. The Program was of interest to Blackmer because he determined that the substantial

discount he would receive on purchases would more than make up for the \$15 annual cost to join the Program.

- 22. In or about May 2016, Blackmer decided to purchase a Program membership and paid \$15 for a Gold Card at the GNC store in the Westfield Fashion Square Mall in Sherman Oaks, CA.
- 23. In December 2016, GNC unilaterally discontinued the Program, resulting in Plaintiffs not having the benefit of their Gold Cards for approximately five months, or approximately 40% of their annual membership period.
- 24. When they purchased their Gold Card in May 2016, Plaintiffs understood that GNC had promised that their membership in the Program would be valid for a full one-year period, and they relied on that representation. Furthermore, GNC's representations regarding the length of the membership was material to Plaintiffs, as it would be to any reasonable consumer when determining to purchase a membership.
- 25. As a result of GNC's unilateral discontinuance of the Program, Plaintiffs suffered actual damages and loss, at a minimum, for the *pro rata* portion of their memberships that they were unable to use.

#### **CLASS ACTION ALLEGATIONS**

26. Plaintiffs bring this action on behalf of themselves and all other persons similarly situated, pursuant to Rule 23 of the Federal Rules of Civil Procedure, on behalf of the following classes (collectively, the "Class"):

#### **Nationwide Class:**

All persons who purchased a GNC Program membership in the United States after December 1, 2015.

#### **California Class**:

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All persons who purchased a GNC Program membership in California after December 1, 2015.

- 27. Specifically excluded from the Class are: (a) Defendant, its officers, directors, agents, trustees, corporations, trusts, representatives, employees, principals, partners, joint ventures, or entities controlled by Defendant; (b) any person who has suffered personal injury or is alleged to have suffered personal injury as a result of the purchase of a Program membership; (c) Plaintiffs' counsel; and (d) the Judge to whom this case is assigned.
- 28. Numerosity/Impracticability of Joinder. The members of the Class are so numerous that joinder of all members is impracticable. The proposed Class includes millions of members. The precise number of Class members can be ascertained by reviewing documents in Defendant's possession, custody, and control, or otherwise obtained through reasonable means.
- 29. **Typicality.** The representative Plaintiffs' claims are typical of the claims of the members of the Class they seek to represent. Plaintiffs and all members of the Class purchased Program memberships and did not receive the benefit of the one-year membership they were promised. Plaintiffs and all members of the Class, thus, have sustained damages arising out of the same wrongful course of conduct. Plaintiffs' claims arise from the same practices and course of conduct that give rise to the claims of the Class members and are based on the same legal theories.

- 30. **Commonality and Predominance.** Common questions of law and fact exist as to all members of the Class and predominate over any questions solely affecting individual Class members. These common legal and factual questions include, but are not limited to, the following:
  - a. Whether GNC represented that the Program membership would be for a period of one year;
  - b. Whether GNC, as to Plaintiffs and the Class, discontinued the Program prior to the expiration of a one-year period.
  - c. Whether GNC breached its contracts with Plaintiffs and the Class;
  - d. Whether GNC engaged in a pattern of fraudulent, deceptive, and misleading conduct targeting the public through the marketing, advertising and sale of memberships to the Program;
  - e. Whether Defendant made material misrepresentations of fact or omitted to state material facts to Plaintiffs and the Class regarding the marketing, advertising and sale of memberships to the Program;
  - f. Whether GNC's false and misleading statements of fact and concealment of material facts regarding membership to the Program were intended to deceive the public;
  - g. Whether Plaintiffs and the members of the Class have sustained loss and incurred damages as a result of Defendant's acts and omissions, and the proper measure thereof; and
  - h. Whether such conduct violates statutory and common law

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prohibitions against such conduct, as detailed more fully below.

- 31. **Adequacy.** Plaintiffs will fairly and adequately represent and protect the interests of the members of the Class. Plaintiffs have retained counsel highly experienced in complex consumer class action litigation and intends to prosecute this action vigorously. Plaintiffs are members of the Class and do not have interests antagonistic to, or in conflict with, the other members of the Class.
- 32. **Superiority.** A class action is superior to all other available methods for the fair and efficient adjudication of this controversy since, among other things, individual litigation and/or joinder of all members of the Class is economically unfeasible and procedurally impracticable. While the aggregate damages sustained by the Class are likely in the millions of dollars, the individual damages incurred by individual Class members as a result of Defendant's wrongful conduct alleged herein are too small to warrant the expense of individual litigation. The likelihood of individual Class members prosecuting their own separate claims is remote and, even if every Class member could afford individual litigation, the court system would be unduly burdened by individual litigation of such cases. Individual members of the Class do not have a significant interest in individually controlling the prosecution of separate actions and individualized litigation would present the potential for varying, inconsistent, or contradictory judgments and would magnify the delay and expense to all of the parties and to the court system because of multiple trials of the same factual and legal issues. Plaintiffs do not foresee any difficulty in the management of this litigation that would preclude its maintenance as a class action. In addition, Defendant has acted or refused to act on grounds

1	generally applicable to the Class and, as such, final injunctive relief or						
2 3	corresponding declaratory relief with regard to the members of the Class as a who						
4	is appropriate.						
5	33.	Adequate notice can be given to Class members by directly using					
6	information maintained in Defendant's records, or through notice by publication.						
7	COUNT I						
8 9	Asserted on Behalf of the Nationwide Class and, Alternatively, the California Class (Breach of Contract)						
10	34.	Plaintiffs repeat and reallege the allegations above as if fully set forth					
11	herein.						
12	35.	GNC entered into a contract with Plaintiffs and the members of the					
13	Class when it sold Gold Cards to enrollees of the Program.						
14	36.	Plaintiffs and the members of the Class complied with all of their					
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16 17	obligations under the terms of the contract.						
18	37.	A material term of that contract was that the Program membership					
19	would be valid for a one-year period.						
20	38.	GNC breached its contract with Plaintiffs and the members of the					
21	Class when it discontinued the Program prior to the expiration of the one-year						
22	membership period.						
23	39.	As a result of GNC's breach, Plaintiffs and the members of the Class					
24	have been damaged.						
25		COUNT II					
26		Violation of the California Unfair Competition Law,					
27		Cal. Bus. & Prof. Code §§ 17200, et seq. ("UCL") (On Behalf of the California Class)					
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- 40. Plaintiffs repeat and reallege the allegations above as if fully set forth herein.
- 41. Plaintiffs bring this claim on behalf of themselves and the California Class.
- 42. The UCL proscribes acts of unfair competition, including "any unlawful, unfair or fraudulent business act or practice and unfair, deceptive, untrue or misleading advertising."
- 43. Defendant's conduct, as described herein, was and is in violation of the UCL. Defendant's conduct violates the UCL in at least the following way, by representing that the Program membership term was valid for a one-year period.
- 44. Defendant's misrepresentations and omissions alleged herein caused Plaintiffs and the California Class to make their purchases of Defendant's Program. Absent those misrepresentations and omissions, Plaintiffs and the California Class would not have purchased Defendant's Program.
  - 45. Defendant has deceived Plaintiffs and the California Class.
- 46. Plaintiffs and the California Class have suffered injury in fact including lost money or property as a result of Defendant's misrepresentations and omissions.
- 47. By engaging in the above described acts and practices, Defendant has committed one or more acts of unfair competition within the meaning of the UCL. Specifically, by failing to disclose and concealing that the Program term was to be unilaterally cancelled before the completion of the one-year period, Defendant has engaged in unfair conduct within the meaning of the UCL. Moreover, the nature of

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28 herein.

Defendant's misconduct has been consistently recognized as unfair conduct within the meaning of the UCL as it offends established public policy and/or is immoral, unethical, oppressive, unscrupulous and injurious to consumers.

- 48. Defendant's business acts and practices are fraudulent within the meaning of the UCL. Specifically, as an entity with exclusive knowledge regarding the Program terms, Defendant had a duty to disclose material facts regarding the Program memberships; namely, that they would not be valid for a one-year period. Plaintiff and the California Class reasonably expected that Defendant would disclose any material facts that a reasonable consumer would consider important in deciding whether to purchase the Program membership. Plaintiffs and the California Class also reasonably expected that Defendant would not sell a Program with a one-year membership terms that was, in fact, less than one year in length. By failing and refusing to disclose this material information regarding the Program membership term, Defendant has engaged in actionable, fraudulent conduct within the meaning of the UCL.
- 49. Plaintiffs request that this Court enter such orders or judgments as may be necessary to restore to Plaintiffs and the California Class any money GNC acquired by unfair competition, including restitution and/or restitutionary disgorgement, as provided in Cal. Bus. & Prof. Code § 17203.

#### **COUNT III**

Violation of California Consumers Legal Remedies Act ("CLRA"), Cal. Civ. Code §§ 1750, et seq. (On behalf of the California Class)

Plaintiffs repeat and reallege the allegations above as if fully set forth 50.

- 51. Plaintiffs bring their claims on behalf of themselves and the members of the California Class who are "consumers" as defined in the CLRA.
- 52. The CLRA proscribes "unfair methods of competition and unfair or deceptive acts or practices undertaken by any person in a transaction intended to result or which results in the sale or lease of goods or services to any consumer."
- 53. Defendant's Program is a "good" as defined in Cal. Civ. Code § 1761(a).
- 54. As alleged herein, Defendant made numerous representations and omissions concerning the Program.
- 55. In purchasing the Program, Plaintiffs and the California Class were deceived by Defendant's failure to disclose that the membership term would not be valid for the one-year period.
- 56. Defendant's conduct, as described herein, was and is in violation of the CLRA. Defendant's conduct violates at least the following enumerated CLRA provisions:
  - (a) California Civil Code Section 1770(a)(5), in that Defendant represented that its Program had characteristics, uses, or benefits which it does not have; and
  - (b) California Civil Code Section 1770(a)(9), in that Defendant advertised its Program with the intent not to sell them as advertised.
- 57. Plaintiffs and the California Class have suffered injury in fact and actual damages resulting from Defendant's material omissions and

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misrepresentations, including paying for a one-year membership that was not valid for a one-year period.

- 58. The facts concealed and omitted by Defendant are material in that a reasonable consumer, like Plaintiffs and the members of the California Class, would have considered the facts regarding the Program membership; namely, that they would not be valid for the one-year period.
- 59. In accordance with Cal. Civ. Code § 1780(a), Plaintiffs and the California Class seek injunctive relief for Defendant's violations of the CLRA.
- 60. In accordance with Cal. Civ. Code § 1782(a) & (d), Plaintiffs are serving Defendant with a notice and demand contemporaneous with the filing of this Complaint. Plaintiffs reserve the right to amend and seek damages under the CLRA in the future. Attached as Exhibit A is Plaintiffs' CLRA notice letter.

#### **COUNT IV**

#### False and Misleading Advertising, Cal. Bus. & Prof. Code §§ 17500, et seq. (On behalf of the California Class)

- 61. Plaintiffs repeat and reallge the allegations above as if fully set forth herein.
- 62. Plaintiffs bring this claim on behalf of themselves and the California Class for violations of the California Business & Professions Code § 17500, which states in relevant part:

It is unlawful for any . . . corporation . . . with intent directly or indirectly to dispose of real or personal property . . . to induce the public to enter into any obligation relating

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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 . . . any other manner or means whatever, including over the Internet, any statement . . . 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 . . . not to sell that personal property . . . as so advertised.

Cal. Bus. & Prof. Code § 17500.

- 63. Defendant has engaged in the advertising and marketing alleged herein with an intent to directly or indirectly induce consumers' to purchase Gold Cards.
- 64. Defendant's representations regarding the characteristics, uses and benefits of the Program were false, misleading and deceptive.
- 65. The false and misleading representations were intended to, and did, deceive reasonable consumers, including Plaintiffs and the California Class.
- 66. The false and misleading misrepresentations and omissions were material to Plaintiffs and the California Class in connection with their respective decisions to purchase Gold Cards.
- 67. Plaintiffs and the California Class relied on the false and misleading representations and omissions, which played a substantial part in influencing their decision to purchase Gold Cards.

- 68. At the time it made and disseminated the representations alleged herein, Defendant knew, or should have known, that the statements were untrue or misleading, and acted in violation of California Business and Professions Code §§ 17500, *et seq*.
- 69. Plaintiffs, on behalf of themselves and the California Class, seek restitution, disgorgement, injunctive relief, and all other relieved provided under §§ 17500, *et seq*.

#### PRAYER FOR RELIEF

WHEREFORE, Plaintiffs, on behalf of themselves and on behalf of the members of the Class, pray for judgment and relief as follows for the above causes of action:

- A. An Order certifying this case as a class action and appointing Plaintiffs and their counsel to represent the Class;
- B. All recoverable compensatory and other damages sustained by Plaintiffs and the Class;
- C. Actual and/or statutory damages for injuries suffered by Plaintiffs and the Class and in the maximum amount permitted by applicable law;
- D. Statutory pre-judgment and post-judgment interest on any amounts;
- E. Payment of reasonable attorneys' fees and costs; and
- F. Such other and further relief as the Court may deem necessary or appropriate.

#### **JURY DEMAND**

Plaintiffs hereby demand a trial by jury.

Case	3:17-cv-00540-DMS-RBB	Document 1	Filed 03/17/17 PageID.17 Page 17 of 20
1 2 3 4 5 6	Dated: March 17, 2017	Document 1	Respectfully submitted, By: /s/ Chiharu Sekino
8			Chiharu G. Sekino (SBN 306589) SHEPHERD, FINKELMAN, MILLER & SHAH, LLP 401 West A Street
9			Suite 2550
10			San Diego, CA 92101 Phone: (619) 235-2416 Facsimile: (866) 300-7367
11			csekino@stmslaw.com
12			James C. Shah (SBN 260435) SHEPHERD, FINKELMAN, MILLER & SHAH, LLP 35 East State Street
13 14			35 East State Street Media, PA 19063
15			Telephone: (610) 891-9880 Facsimile: (866) 300-7367
16			jshah@sfmslaw.com
17			Counsel for Plaintiffs, on behalf of
18			themselves and all others similarly situated
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# **EXHIBIT A**

#### SHEPHERD, FINKELMAN, MILLER & SHAH, LLP

Attorneys at Law



JAMES C. SHAH‡ jshah@sfmslaw.com

March 17, 2017

#### VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED

GNC Holdings, Inc. 300 Sixth Avenue Pittsburgh, PA 15222

Re: Melissa Santich and Keith Blackmer v. GNC Holdings Inc.

Dear Sir or Madam:

We represent Melissa Santich and Keith Blackmer (collectively, "Claimants"), individuals who purchased GNC Gold Cards, which entitled them to receive substantial discount on purchases of in-store items for a one-year period. In December 2016, GNC Holdings, Inc. ("GNC"), unilaterally discontinued the Gold Card Program ("Program"), resulting in Claimants being unable to use the benefits of the Program they purchased for the full one-year period.

Please take notice that it has come to the attention of consumers, including Claimants, who have purchased GNC Gold Cards, that GNC has engaged in deceptive, fraudulent and misleading consumer practices in connection with the marketing and sale of the Program, in violation of the Consumers Legal Remedies Act ("CLRA"), Cal.Civ.Code § 1750, *et seq.* Specifically, consumers, including Claimants, allege that GNC has engaged in unfair methods of competition and unfair or deceptive acts or practices by marketing and selling the Program as having a one-year membership term when, in fact, the term was valid for a less than a one-year period.

As a result of the unilateral cancelation of the Program, Claimants and consumers are not able to utilize the full value of the Program they purchased. Based upon our investigation, and the numerous experiences of consumers, we believe and allege that the Program advertised and sold by GNC does not perform as claimed. Claimants further believe and allege that GNC knew that, contrary to its marketing and sales practices, the Program membership would not be valid for a one-year period.

Claimant and other consumers specifically allege that GNC violated the following sections of Cal.Civ.Code § 1770:

www.a.lando1

GNC Holdings, Inc. March 17, 2017 Page 2



UNION A TITLE 1

- (a)(5) Representing that goods or services have sponsorships, characteristics, uses, benefits or quantities which they do not have, or that a person has a sponsorship, approval, status, affiliation or connection which he or she does not have; and
  - (a)(9) Advertising goods or services with the intent not to sell them as advertised.

We believe that GNC knew the Program term would not be valid for the one-year period, and that GNC has acted affirmatively to conceal this material information. Additionally, we believe that GNC should have disclosed this information, as a reasonable consumer would consider these facts when deciding to purchase a Program membership. Such conduct is clearly violative of, *inter alia*, the CLRA.

We have sent this letter directly to GNC in order to fully comply with the requirements of Cal.Civ.Code § 1782. We, of course, hope that GNC will act immediately to rectify this situation by reimbursing all Program members the pro rata amount of their memberships they were unable to use. We stand ready to discuss a reasonable resolution of this matter on the terms outlined above or on similar terms acceptable to Claimants and similarly situated consumers.

If you have any questions, require any additional information, or would like to discuss these matters, please do not hesitate to contact me.

Very truly yours,

James C. Shah

### $_{\text{JS 44}}\text{ (Rev. 07/16)} ase \ 3:17-cv-00540-DMS-RBE Decument 1.1 SFiled 03/17/17} \quad \text{Page 1 of 3}$

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)

I. (a) PLAINTIFFS Melissa Santich and Keit others similarly situated.	h Blackmer, on behalf	of themselves and a	II DEFENDANTS GNC Holdings, II	DEFENDANTS GNC Holdings, Inc.		
<b>(b)</b> County of Residence of (EZ	of First Listed Plaintiff S **CCEPT IN U.S. PLAINTIFF CA	San Diego County  (SES)	County of Residence of First Listed Defendant  (IN U.S. PLAINTIFF CASES ONLY)  NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED.			
(c) Attorneys (Firm Name, A See Attachment	Address, Email and Telephone l	Number)	Attorneys (If Known)  '17 CV0540 DMS RBB			
II. BASIS OF JURISDI	CTION (Place an "X" in O	One Box Only)		RINCIPAL PARTIES	(Place an "X" in One Box for Plaintij	
☐ 1 U.S. Government Plaintiff	☐ 3 Federal Question (U.S. Government Not a Party)		(For Diversity Cases Only) P1 Citizen of This State	FF DEF  1		
☐ 2 U.S. Government Defendant	3 4 Diversity (Indicate Citizensh.	ip of Parties in Item III)		2		
			Citizen or Subject of a Foreign Country	3		
IV. NATURE OF SUIT			FODEFITUDE/PENALTV	RANKDUDTCV	OTHER STATUTES	
□ 110 Insurance □ 120 Marine □ 130 Miller Act □ 140 Negotiable Instrument □ 150 Recovery of Overpayment & Enforcement of Judgment □ 151 Medicare Act □ 152 Recovery of Defaulted Student Loans (Excludes Veterans) □ 153 Recovery of Overpayment of Veteran's Benefits □ 160 Stockholders' Suits □ 190 Other Contract □ 195 Contract Product Liability □ 196 Franchise    REAL PROPERTY □ 210 Land Condemnation □ 220 Foreclosure □ 230 Rent Lease & Ejectment □ 240 Torts to Land □ 245 Tort Product Liability □ 290 All Other Real Property	PERSONAL INJURY  □ 310 Airplane □ 315 Airplane Product Liability □ 320 Assault, Libel &	PERSONAL INJURY  365 Personal Injury - Product Liability  367 Health Care/ Pharmaceutical Personal Injury Product Liability  368 Asbestos Personal Injury Product Liability PERSONAL PROPERTY  370 Other Fraud  371 Truth in Lending  380 Other Personal Property Damage Property Damage 385 Property Damage Product Liability  PRISONER PETITIONS  Habeas Corpus:  463 Alien Detainee  510 Motions to Vacate Sentence 530 General 535 Death Penalty Other: 540 Mandamus & Other 550 Civil Rights 555 Prison Condition 560 Civil Detainee - Conditions of	FORFEITURE/PENALTY  □ 625 Drug Related Seizure of Property 21 USC 881 □ 690 Other   LABOR  Y □ 710 Fair Labor Standards Act □ 720 Labor/Management Relations □ 740 Railway Labor Act □ 751 Family and Medical Leave Act □ 790 Other Labor Litigation □ 791 Employee Retirement Income Security Act  IMMIGRATION □ 462 Naturalization Application □ 465 Other Immigration Actions	BANKRUPTCY  □ 422 Appeal 28 USC 158 □ 423 Withdrawal 28 USC 157  PROPERTY RIGHTS □ 820 Copyrights □ 840 Trademark  SOCIAL SECURITY □ 861 HIA (1395ff) □ 862 Black Lung (923) □ 863 DIWC/DIWW (405(g)) □ 864 SSID Title XVI □ 865 RSI (405(g))  FEDERAL TAX SUITS □ 870 Taxes (U.S. Plaintiff or Defendant) □ 871 IRS—Third Party 26 USC 7609	OTHER STATUTES  □ 375 False Claims Act □ 376 Qui Tam (31 USC 3729(a)) □ 400 State Reapportionment □ 410 Antitrust □ 430 Banks and Banking □ 450 Commerce □ 460 Deportation □ 470 Racketeer Influenced and Corrupt Organizations □ 480 Consumer Credit □ 490 Cable/Sat TV □ 850 Securities/Commodities/ Exchange □ 890 Other Statutory Actions □ 891 Agricultural Acts □ 893 Environmental Matters □ 895 Freedom of Information Act □ 896 Arbitration □ 899 Administrative Procedure Act/Review or Appeal of Agency Decision □ 950 Constitutionality of State Statutes	
		Remanded from Appellate Court	4 Reinstated or Reopened 5 Transfe Anothe (specify)	er District Litigation		
VI. CAUSE OF ACTIO	ON 28 U.S.C. Section Brief description of ca	n 1332(d)(2)	filing ( <i>Do not cite jurisdictional stat</i> NC membership program,		fits paid for by Plaintiff	
VII. REQUESTED IN COMPLAINT:  CHECK IF THIS IS A CLASS ACTION UNDER RULE 23, F.R.Cv.P.		IS A CLASS ACTION	DEMAND \$ 5,000,000 +		if demanded in complaint:	
VIII. RELATED CASI IF ANY	E(S) (See instructions):	JUDGE		DOCKET NUMBER		
DATE 03/17/2017		SIGNATURE OF ATTO S/Chiharu G. Sek				
FOR OFFICE USE ONLY		,				
RECEIPT # AM	MOUNT	APPLYING IFP	JUDGE	MAG. JUI	DGE	

# Case 3:17-cv-00540-DMS-RBB Document 1-1 Filed 03/17/17 PageID.22 Page 2 of 3 Attachment to Civil Cover Sheet

#### **Attorneys:**

Chiharu G. Sekino SHEPHERD, FINKELMAN, MILLER & SHAH, LLP 401 West A Street, Suite 2550, San Diego, CA 92101 Email: csekino@sfmslaw.com Ph: (619)-235-2416

James C. Shah SHEPHERD, FINKELMAN, MILLER & SHAH, LLP 35 East State Street, Media, PA 19063 Email: jshah@sfmslaw.com Ph: (610) 891-9880

#### INSTRUCTIONS FOR ATTORNEYS COMPLETING CIVIL COVER SHEET FORM JS 44

Authority For Civil Cover Sheet

The JS 44 civil cover sheet and the information contained herein neither replaces nor supplements the filings and service of pleading or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. Consequently, a civil cover sheet is submitted to the Clerk of Court for each civil complaint filed. The attorney filing a case should complete the form as follows:

- **I.(a) Plaintiffs-Defendants.** Enter names (last, first, middle initial) of plaintiff and defendant. If the plaintiff or defendant is a government agency, use only the full name or standard abbreviations. If the plaintiff or defendant is an official within a government agency, identify first the agency and then the official, giving both name and title.
  - (b) County of Residence. For each civil case filed, except U.S. plaintiff cases, enter the name of the county where the first listed plaintiff resides at the time of filing. In U.S. plaintiff cases, enter the name of the county in which the first listed defendant resides at the time of filing. (NOTE: In land condemnation cases, the county of residence of the "defendant" is the location of the tract of land involved.)
  - (c) Attorneys. Enter the firm name, address, telephone number, and attorney of record. If there are several attorneys, list them on an attachment, noting in this section "(see attachment)".
- II. Jurisdiction. The basis of jurisdiction is set forth under Rule 8(a), F.R.Cv.P., which requires that jurisdictions be shown in pleadings. Place an "X" in one of the boxes. If there is more than one basis of jurisdiction, precedence is given in the order shown below.

  United States plaintiff. (1) Jurisdiction based on 28 U.S.C. 1245 and 1248. Suits by against and officers of the United States are included bere-

United States plaintiff. (1) Jurisdiction based on 28 U.S.C. 1345 and 1348. Suits by agencies and officers of the United States are included here. United States defendant. (2) When the plaintiff is suing the United States, its officers or agencies, place an "X" in this box.

Federal question. (3) This refers to suits under 28 U.S.C. 1331, where jurisdiction arises under the Constitution of the United States, an amendment to the Constitution, an act of Congress or a treaty of the United States. In cases where the U.S. is a party, the U.S. plaintiff or defendant code takes precedence, and box 1 or 2 should be marked.

Diversity of citizenship. (4) This refers to suits under 28 U.S.C. 1332, where parties are citizens of different states. When Box 4 is checked, the citizenship of the different parties must be checked. (See Section III below; **NOTE: federal question actions take precedence over diversity cases.**)

- **III. Residence (citizenship) of Principal Parties.** This section of the JS 44 is to be completed if diversity of citizenship was indicated above. Mark this section for each principal party.
- IV. Nature of Suit. Place an "X" in the appropriate box. If the nature of suit cannot be determined, be sure the cause of action, in Section VI below, is sufficient to enable the deputy clerk or the statistical clerk(s) in the Administrative Office to determine the nature of suit. If the cause fits more than one nature of suit, select the most definitive.
- V. Origin. Place an "X" in one of the seven boxes.

Original Proceedings. (1) Cases which originate in the United States district courts.

Removed from State Court. (2) Proceedings initiated in state courts may be removed to the district courts under Title 28 U.S.C., Section 1441. When the petition for removal is granted, check this box.

Remanded from Appellate Court. (3) Check this box for cases remanded to the district court for further action. Use the date of remand as the filing date.

Reinstated or Reopened. (4) Check this box for cases reinstated or reopened in the district court. Use the reopening date as the filing date. Transferred from Another District. (5) For cases transferred under Title 28 U.S.C. Section 1404(a). Do not use this for within district transfers or multidistrict litigation transfers.

Multidistrict Litigation – Transfer. (6) Check this box when a multidistrict case is transferred into the district under authority of Title 28 U.S.C. Section 1407.

Multidistrict Litigation – Direct File. (8) Check this box when a multidistrict case is filed in the same district as the Master MDL docket. **PLEASE NOTE THAT THERE IS NOT AN ORIGIN CODE 7.** Origin Code 7 was used for historical records and is no longer relevant due to changes in statue.

- VI. Cause of Action. Report the civil statute directly related to the cause of action and give a brief description of the cause. **Do not cite jurisdictional statutes unless diversity.** Example: U.S. Civil Statute: 47 USC 553 Brief Description: Unauthorized reception of cable service
- VII. Requested in Complaint. Class Action. Place an "X" in this box if you are filing a class action under Rule 23, F.R.Cv.P. Demand. In this space enter the actual dollar amount being demanded or indicate other demand, such as a preliminary injunction. Jury Demand. Check the appropriate box to indicate whether or not a jury is being demanded.
- VIII. Related Cases. This section of the JS 44 is used to reference related pending cases, if any. If there are related pending cases, insert the docket numbers and the corresponding judge names for such cases.

Date and Attorney Signature. Date and sign the civil cover sheet.

## **ClassAction.org**

This complaint is part of ClassAction.org's searchable class action lawsuit database and can be found in this post: <u>Lawsuit: GNC Gold Card Members Are Owed Benefits</u>