	Case 8:25-cv-00311	Document 1	Filed 02/1	7/25	Page 1 of 19	Page ID #:1
1 2 3 4	William M. Aron (SBN ARON LAW FIRM 15 West Carrillo Street, Santa Barbara, CA 931 Tel: (805) 618-1768 bill@aronlawfirm.com	, Suite 217				
5	Attorneys for Plaintiff a	und the Class				
6	[Additional Counsel Lis	sted on Signature	Page]			
7						
8 9		UNITED S	STATES DI	STRIC	T COURT	
10		CENTRAL	DISTRICT	OF CA	LIFORNIA	
11						
12	ALIN POP, individu those similarly situa	ally and on beha ted,	lf of all	Cas	e No.: 8:25-cv-3	11
13	Plaintiff,					
14	v.			CL	ASS ACTION (	COMPLAINT
15	JAXXON, LLC.,			JUI	RY TRIAL DE	MANDED
16	Defendant.					
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	CLASS ACTION COMPLA	AINT	- 1 -			

Plaintiff, ALIN POP, on behalf of himself and all those similarly situated, by and through his
 counsel, William Aron, Bogdan Enica and Keith L. Gibson, brings this Class Action Complaint
 against JAXXON, LLC., alleging as follows:

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### INTRODUCTORY STATEMENT

5 1. This is a nationwide class action seeking monetary damages, restitution, injunctive and
6 declaratory relief from Defendant JAXXON LLC., ("Defendant" or "Jaxxon") for illegally promoting
7 JAXXON products on social media using undisclosed paid endorsements from various influencers.

8 2. With millions of users all over the United States, in the last ten years, social media
9 became the place to be. Due to mostly unregulated activity, it quickly grabbed the attention of those
10 perpetrating "get rich quick" scams and other illegal behavior.

113. This action is arising from the deceptive, unfair and misleading promotion of12JAXXON products throughout the United States via social media platforms like Instagram.

4. During the Class Period (defined below), many influencers misrepresented the
material connection they have with JAXXON by promoting, endorsing, and recommending JAXXON
products without disclosing the fact that they were paid to do it, a practice that is highly unfair and
deceptive.

17 5. In in order to artificially inflate the prices for the JAXXON products, JAXXON
18 devised a scheme in which carefully selected influencers will endorse the JAXXON products, by
19 tagging or recommending them, while pretending they are disinterested consumers.

20 6. While having large audiences, the influencers involved are not known to a significant
21 portion of the viewing public, none of them having over 10 million followers.

Among the influencers deceptively promoting and endorsing JAXXON are: Alexis
 Reynoso, Emily Sears, Emily Tanner, Georgina Mazzeo, Kaylyn Slevin, Madisynn Whisler, Mariana
 Morais, Natalia Barulich, Nicole Cruz, Pauline Jackson, Sammy Draper, Sofia Baverly, Taylor Gallo,
 and others.

26 8. JAXXON products are sold online, with most of their customers being social media
27 users exposed to undisclosed endorsements and misleading advertising.

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1	9.	Relying on the undisclosed endorsements and misleading advertising, Plaintiffs and
2	the Class Me	mbers (defined below) purchased JAXXON products and paid a premium, while the
3	JAXXON pro	oducts purchased proved to be of a lower value than the price paid.
4	10.	Plaintiff filed this action to recover the difference between the price paid and the
5	market value	of the products as purchased.
6		JAXXON
7	11.	JAXXON began in 2017 when its owners "bought a handful of chains, shot photos
8	and opened a	Shopify website." <sup>1</sup>
9 10	12.	Following their increased popularity on social media, especially Instagram, and due to
11	many social i	media influencers endorsing JAXXON products, the brand expanded, and it is now
12	producing eve	erything from sport chains to watches, both for men and women.
13	13.	JAXXON claims to have "over 1 million happy customers" as of the date of the
14	Complaint. (h	ttps://jaxxon.com/collections/mens-best-sellers).
15	14.	The boom JAXXON experienced could not have been possible without the "sales
16	power" provid	ded by the influencers that claimed that they love JAXXON or that JAXXON is the only
17	brand they we	ear:
18 19 20		when it comes to chains I only wear @jaxxon 👯 🖤
21 22	"when	it comes to chains, I only wear @JAXXON" states Natalia Barulich, making sure she
23	adds a heart to	o the statement made on an Instagram post <sup>2</sup> .
24	15.	However, this statement does not only represent undisclosed endorsement, but it is
25		
26 27 28	Trustworthy B https://www.ad leading-mens-	wswire, "The Origin Story of Leading Men's Jewelry Line, Jaxxon: Creating a Brand with Grit and Commitment," ACCESSWIRE Newsroom, September 28, 2021, ccessnewswire.com/newsroom/en/business-and-professional-services/the-origin-story-of- jewelry-line-jaxxon-creating-a-t-665960. (Accessed: 4 February 2025). e at https://www.instagram.com/p/C3GeJz4PDVe/ (Accessed January 27, 2025)
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	CLASS ACTIO	N COMPLAINT

also blatantly false. A cursory search on Natalia Barulich Instagram profile shows that, she also wears,
 for example, chains by David Yurman and makes a point to tag the brand:



Instagram post available at https://www.instagram.com/p/CuLJyMLSpUv/

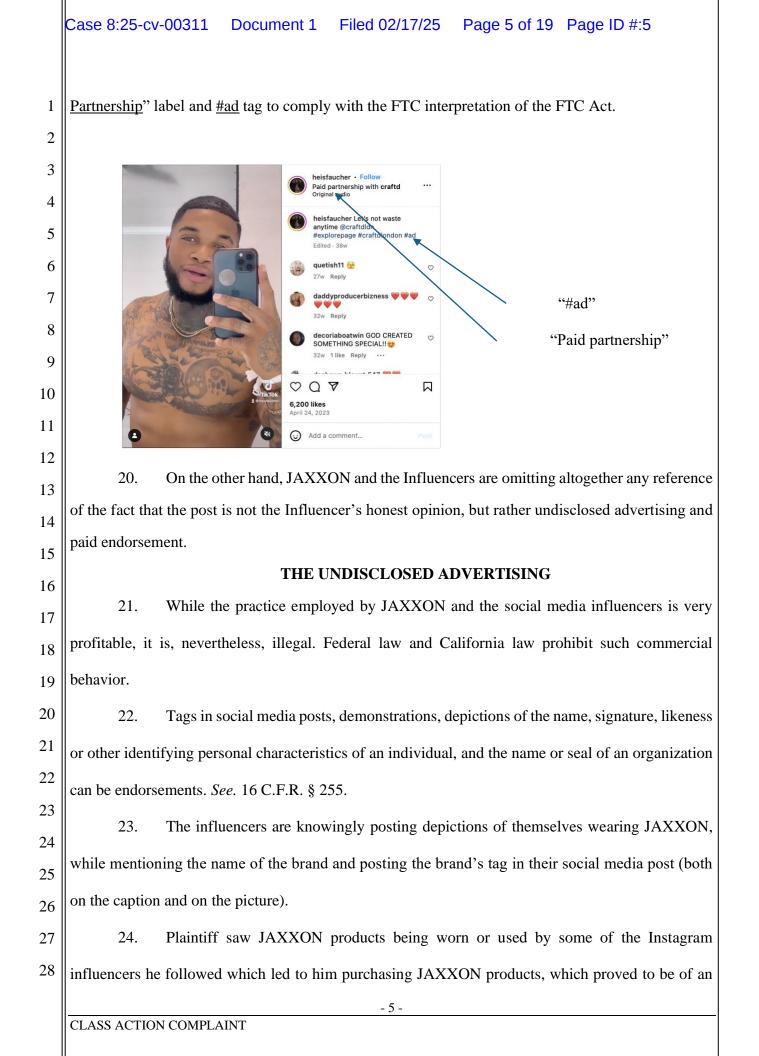
14 16. While it is now clear that the influencers love the free gifts (and the financial
 15 compensation they receive for wearing JAXXON), their followers are led to believe that they
 16 purchased the product and wear it because they love it. This is a textbook example of deceptive
 advertising.

17. JAXXON does not have brick-and-mortar stores in the U.S. and historically relied on
 20 online sales, most of which are generated by the undisclosed advertising on social media.

18. Other brands in the same market, like *Craftd* and *GLD* are consistently offering lower
 prices or better quality than JAXXON. An analysis of identical products that were offered on both
 JAXXON and other athleisure brands shows that the prices on JAXXON website are usually 10-40%
 more than those of their competitors for the same quality products.

19. While competitors like *Craftd* are also using influencer marketing, there is a stark
difference in the way these companies act on social media. *Craftd*, for example, is asking the
influencers to properly disclose the material relationship with the brand by using the "Paid

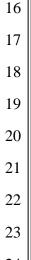
13



inferior value compared with the expectations Plaintiff had and the premiums he paid for the
 JAXXON products.

- <sup>3</sup> 25. By looking at the social media posts, prior to making their purchases, Plaintiff was
  <sup>4</sup> unable to discern the fact that those posts were paid posts, rather than organic, honest
  <sup>5</sup> recommendations and endorsements by the influencers.
- 7 26. But for the false endorsements by the influencers and the misleading claims (that the
  8 influencers only wear JAXXON, for example), Plaintiff and the Class Members would not have
  9 purchased JAXXON products at the price they purchased it for.
  - 27. In deciding to purchase JAXXON products, Plaintiff and Class Members followed what they believed to be the honest advice of the influencers. None of the posts Plaintiff saw mentioned, as required, that the influencers are nothing more than paid advertisers for the brand.

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28. In most of the posts, social media influencers will only tag JAXXON in their posts,
15 suggesting that this is their choice for jewelry, and watches.

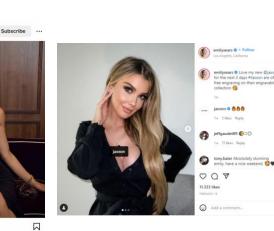


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Sample of Instagram posts endorsing JAXXON

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 29. Sometimes the Influencers will specifically indicate that the JAXXON products are
 27
 28. their favorite chains, bracelets or watches, or express their unconditional love for the brand.

Q

Eliked by oneoneswim and Tag georginamazzeo Night out with @jax

im and 136,315 others

1	30. This undisclosed advertising and false endorsements have been present on Instagram
2	in the last few years. At the request of JAXXON, many influencers have been advertising and
3	endorsing JAXXON products on Instagram for many years, without mentioning even once that they
4	are paid (substantial amounts) to advertise JAXXON and keep it quiet.
5 6	NATURE OF THE ACTION
7	31. Plaintiff, Alin Pop, on behalf of himself and all those similarly situated Class
8	Members, seeks damages, declaratory judgment, permanent injunctive relief, disgorgement of ill-
9	gotten monies, attorney's fees and costs, and other relief from Defendant JAXXON, LLC for unjust
10	enrichment, fraud, negligent misrepresentation, violations of the FTC Act, 15 U.S.C. § 45(a), and,
11	therefore, violations of the state laws, violation of California Unfair Competition Law, violation of
12	California False Advertising Law, violations of California's Consumers Legal Remedies Act.
13 14	PARTIES
15	32. Plaintiff, Alin Pop ("AP"), is a citizen of Florida who resides in Broward County FL
16	and is otherwise sui juris. Alin Pop purchased JAXXON products and paid a premium as a direct
17	effect of undisclosed endorsements by Influencers.
18	33. Plaintiff brings this action on his behalf and on behalf of all other persons similarly
19	situated class members.
20	34. Defendant JAXXON is a company registered and headquartered in California with its
21	main place of business at 691 Randolph Ave, Costa Mesa, CA 92626, doing business worldwide and
22 23	around the United States, including in Florida and California. JAXXON owns the website
23	https://jaxxon.com/, the corresponding mobile application, and the @jaxxon Instagram account,
25	/JaxxonCo Facebook account, @Jaxxonjewelry Twitter account.
26	JURISDICTION AND VENUE
27 28	35. This is a national class action, including every online purchaser of JAXXON Products
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1 in the United States.

2	36.	JAXXON revenue is over \$5 million per year, a good part of which can be directly
3	attributed to the	he undisclosed endorsements received on social media, therefore the estimated damages
4	in this case ar	e of at least US\$5,000,000.
5 6	37.	The Nationwide Class, as defined below, is comprised of at least one million people
7	who purchase	d JAXXON products during the Class Period.
8	38.	This Court has jurisdiction over this matter under the Class Action Fairness Act, 28
9	U.S.C. § 133	2(d), because this is a proposed class action in which: 1) there are at least 100 class
10	members; 2)	the combined claims of Class Members exceed \$5,000,000, exclusive of interest,
11	attorneys' fee	s, and costs; and 3) Defendant and Class Members are citizens of different states.
12	39.	The Court also has jurisdiction pursuant to 28 U.S.C. § 1367 over Plaintiff's related
13 14	state law clair	ns.
15	40.	Venue is proper pursuant to 28 U.S.C. § 1391(b)(1). Defendant JAXXON is
16	headquartered	l in the Central District of California.
17		STATEMENT OF FACTS
18	41.	Social media emerged in the last years as a main source of information and
19	communicatio	on <sup>3</sup> for billions of users.
20	42.	There were an estimated 159 million Instagram users in the United States in 2022 <sup>4</sup> .
21	43.	In 2021 the platform engaged over 2 billion monthly users <sup>5</sup> . With 2 billion monthly
22 23		
23 24	<sup>3</sup> Fink, T., 20	21. Drivers of User Engagement in Influencer Branding. [S.l.]: Springer Fachmedien
25	Wiesbaden, p.2 <sup>4</sup> Statista 20	2. 21. Leading countries based on Instagram audience size as of October 2021:
26	http://www.sta	tista.com/statistics/578364/countries-with-most-instagram-users/ (last visited Oct 28, 2022). S., 2021. Instagram surpasses 2 billion monthly users while powering through a year of
27	turmoil, https:/	/www.cnbc.com/2021/12/14/instagram-surpasses-2-billion-monthly-users.html (last visited
28	Oct 28, 2022).	
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1 active users and over 500 million daily active users, Instagram is the third most popular social media 2 platform worldwide.<sup>6</sup>

3 In the last ten years, Instagram has become one of the most popular ways to influence consumer 4 behavior on social media. Since 2017, Instagram has grown tremendously, adding 100 million users 5 every few months<sup>7</sup>. Around seven-in-ten Americans ages 18 to 29 (71%) say they use Instagram.<sup>8</sup>

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44. Given the enormous reach of the social media platforms, and in an effort to curb online 7 behavior that ignores the law and uses the lack of enforcement as an excuse for violating laws across 8 9 jurisdiction, the FTC has published guidelines for influencers regarding proper advertising practices<sup>9</sup>.

- 10 45. Indeed, the rapid growth of social media platforms, including Instagram, allowed for 11 lack of regulation and oversight. Some 80% of social media users said they were concerned about 12 advertisers and businesses accessing the data they share on social media platforms, and 64% said the 13 government should do more to regulate advertisers<sup>10</sup>. 14
- 46. This is because some unscrupulous "influencers" are acting as advertisers for hire, 15 16 making it a habit of posting fake reviews for sponsored products or failing to disclose the fact that 17 they were paid to create the content displayed on their profile. More than often, these "influencers" 18 would advertise everything from alcohol to cannabinoids, from political ideas to illegal giveaways, 19 as long as they are paid the obscene amounts they are demanding.
- 20 21

<sup>&</sup>lt;sup>6</sup> https://www.demandsage.com/instagram-statistics/ (last visited Feb 11, 2025).

<sup>22</sup> <sup>7</sup> Farhad Manjoo, Why Instagram Is Becoming Facebook's Next Facebook The New York Times, April 26, 2017, https://www.nytim`es.com/2017/04/26/technology/why-instagram-is-becoming-facebooks-next-23 facebook.html (last visited Oct 28, 2022).

Schaeffer, K., 2022. 7 Facts About Americans and Instagram. Pew Research Center. 24 https://pewrsr.ch/3FqryHE (last visited Feb 11, 2022).

<sup>25</sup> <sup>9</sup> Federal Trade Commission. 2019. Disclosures 101 for Social Media Influencers. Available at:

https://www.ftc.gov/system/files/documents/plain-language/1001a-influencer-guide-508 1.pdf (last visited 26 Oct 28, 2022).

<sup>&</sup>lt;sup>10</sup> Raine, L., 2022. Americans' complicated feelings about social media in an era of privacy concerns. 27 http://www.pewresearch.org/fact-tank/2018/03/27/americans-complicated-feelings-about-social-media-in-28

an-era-of-privacy-concerns/ (last visited Feb. 15, 2022).

- 47. According to this business model, a number of carefully selected influencers will
   pretend to use products from JAXXON brands and present this fact to their followers, while being
   properly compensated, without disclosing any material relationship with any JAXXON entity.
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48. The marketing and sales strategy and the misleading claims above were developed by JAXXON in California and implemented or otherwise distributed at the direction of its staff located in California. Also, JAXXON warrants and oversees regulatory compliance and product distribution from California.

9 49. Plaintiffs and Class Members purchase such products at inflated prices, exclusively
 10 because of the way the JAXXON products are advertised on social media and the misleading content
 11 of the advertisement.

50. Despite being compensated for pretending to use and promoting JAXXON brands, none of the influencers use the "paid partnership" label suggested by the FTC or any other disclosure of a material connection with JAXXON (i.e. #ad, #sponsored, #paid, etc.)

16 51. Therefore, the influencers fail to be compliant with the FTC Act as interpreted by the
17 FTC found in 16 C.F.R. § 255.5 and the FTC guidelines regarding advertising on social media.<sup>11</sup>

Plaintiff is "following" many influencers advertising JAXXON on Instagram.
 Plaintiff's decision to purchase JAXXON products and pay a premium for those products was
 determined by the influencers he followed, and the fact that they promoted JAXXON products.

53. Plaintiff purchased a Round Box Chain - 2mm from JAXXON that was shipped on
07/28/2022. Plaintiff placed his order online and paid \$79.00 plus tax to a total of \$84.53. The Order
was shipped from 20131 Ellipse Foothill Ranch, CA, 92610-3002.

25 54. Plaintiff would not have purchased the JAXXON products if he knew that the
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28  $\parallel$ <sup>11</sup> Federal Trade Commission, *supra* note 9.

1 influencers he followed were paid to endorse JAXXON.

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## THE ADVERTISING

55. Facebook, the parent company of Instagram offers various products that advertisers
can use for commercial use. For example, an advertiser may promote content using a *boosted post* or
an *Instagram ad* for a price paid directly to Facebook. Both the *post* and the *ad* are created by the
advertiser that wants to promote a certain message, service, or product. They are clearly marked as
advertising by Instagram.

56. The same advertisers can also promote content by directly paying influencers to create
a collaboration post. Influencers can also be paid for ads to be posted on the influencer's account, as
part of the *grid* (the pictures and videos displayed for a user when accessing or refreshing an account)
or as part of *stories* (short videos that only show for a limited amount of time and, usually, can only
be viewed once). Such collaboration is usually properly disclosed.

57. Another way Instagram allows advertisers to use the platform is by sponsoring
 independent content generated by the influencers themselves. In this case the influencer should take
 advantage of the "paid partnership" tag offered by Instagram to show that influencer is being
 compensated to generate this content. A "paid partnership" tag is also a step in maintaining
 compliance with the Federal Trade Commission's ("FTC") rules and guidelines.

58. Since, at times, Instagram algorithms may spot and remove posts where the "paid partnership" tag is not present, influencers and JAXXON are going to great lengths to hide the nature of their partnership.

24 59. Every time an influencer advertises a product, such advertisement appears in the
25 Instagram *feed* of everybody following the influencer.

60. The FTC has repeatedly made public guidelines for influencers regarding proper
advertising practices, publishing a plain language interpretation of the FTC Act.

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As recognized by the FTC, "[c]ompanies that use deceptive endorsements and reviews
 inflict an injurious double whammy. They harm consumers with misleading tactics that subvert their
 choices at check-out. And they take business away from honest competitors that work hard to comply
 with the law."<sup>12</sup>

6
62. By advertising JAXXON products without regards to the disclosure requirements, the
7 influencers are in violation of 15 U.S.C. § 45(a) and therefore in violation of the "little FTC Acts"
8 enacted IN California.

9 63. By instructing and allowing the influencers to advertise its products without making
10 the proper disclosures, JAXXON is in violation of of 15 U.S.C. § 45(a) and therefore in violation of
11 the "little FTC Act" enacted in California.

64. Given the fact that JAXXON products are endorsed by many of the influencers he
followed, after seeing the undisclosed advertising, Plaintiff decided to purchase various JAXXON
Products.

16 65. Plaintiff and the Class Members purchased JAXXON products and paid a premium
17 for them.

CLASS ALLEGATIONS

19 66. Plaintiff incorporates by reference all previous paragraphs of this Complaint as if fully
20 re-written herein.
21 67. Plaintiff asserts the counts stated herein as class action claims pursuant to Fed. R. Civ.

23 P. 23.

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<sup>12</sup> Ritchie, J.N.& A. *et al.* (2023) *FTC and endorsements: Final revised guides, a proposed new rule, and an updated staff publication, FTC.gov.* Available at: https://www.ftc.gov/business-guidance/blog/2023/06/ftc-endorsements-final-revised-guides-proposed-new-rule-updated-staff-publication (Accessed: 07 September

28

2023).

68. Plaintiff is filing this lawsuit on behalf of all persons that purchased JAXXON
 products online relying on misleading marketing practices and Influencers from June 24, 2019, to
 present ("Class Period").

69. Plaintiff is a citizen of Florida and seeks to represent one class composed of and defined as follows:

Nationwide Class: All consumers that purchased JAXXON products in the United States.

8 70. Collectively the members of the Nationwide Class shall be referred to as "Class
9 Members"

The classes exclude counsel representing the class, governmental entities, Defendant,
 any entity in which Defendant has a controlling interest, Defendant's officers, directors, affiliates,
 legal representatives, employees, co-conspirators, successors, subsidiaries, and assigns, any judicial
 officer presiding over this matter, the members of their immediate families and judicial staff, and any
 individual whose interests are antagonistic to other putative class members.

16 72. Plaintiff reserves the right to amend or modify the class descriptions with greater
17 particularity or further division into subclasses or limitation to particular issues.

This action has been brought and may properly be maintained as a class action under
 Federal Rule of Civil Procedure 23 ("Rule 23") because it is a well-defined community of interest in
 the litigation and the class is readily and easily ascertainable.

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74. <u>Numerosity</u>: At least one million consumers have been injured by Defendant's
deceptive marketing practices, including the named Plaintiff. At least one million consumers have
purchased JAXXON products and paid a premium for it in reliance on the Defendant's
misrepresentations.

75. The class represented by the named Plaintiff has at least one million members and the
joinder of all members is impracticable.

1	76.	<u>Typicality</u> : Plaintiff's story and his claims are typical for the class and, as the named		
2	Plaintiff is aware of other persons in the same situation. Plaintiff and the members of the class			
3	sustained damages arising out of Defendant's illegal course of business.			
4	77.	Commonality: Since the whole class purchased JAXXON products and such products		
5 6	are promoted	the same way by Defendant, the questions of law and fact are common to the class.		
7	78.	Adequacy: Pop will fairly and adequately protect the interests of each class he		
8	represents.			
9	79.	Superiority: As questions of law and fact that are common to class members		
10	predominate of	over any questions affecting only individual members, a class action is superior to other		
11	available met	hods for fairly and efficiently adjudicating this controversy.		
12				
13		VIOLATIONS OF 15 U.S.C. § 45(a) (not pled as an independent cause of action)		
14	80.	By failing to disclose their material connection with the brand, the influencers are in		
15	violation of 1	5 U.S.C. § 45(a).		
16	81.	By failing to mandate and enforce disclosure of material connections with the		
17 18	influencers, J.	AXXON is in violation of 15 U.S.C. § 45(a).		
19	82.	The violations of the 15 U.S.C. § 45(a) are not pled as an independent cause of action,		
20	but as an elem	nent of one or more of the causes of action detailed in this Complaint.		
21	CO	UNT I: VIOLATION OF THE CONSUMERS LEGAL REMEDY ACT. CAL.		
22		CIV. CODE. §§ 1750, <i>ET SEQ</i> . (On behalf of Plaintiff and the Nationwide Class)		
23	83.	Plaintiff incorporates by reference paragraphs 1-82 of this Complaint as if fully re-		
24	written herein	. Plaintiff asserts this count on his own behalf and on behalf of the Nationwide Class,		
25	as defined abo	ove, and pursuant to Rule 23.		
26	84.	The conduct that forms the basis of this action arose in California, the state in which		
27	JAXXON has	its headquarters and principal place of operations.		
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	CLASS ACTIO	- 14 -		

- 85. Defendant developed, designed, and implemented policies and procedures at issue in
   this case in California.
- 3

86. Defendant is a "person" within the statutory meaning of Cal. Civ. Code § 1761(c).

4 5

87. Defendant provided "goods" within the meaning of Cal. Civ. Code §§ 1761(a), 1770.

88. Plaintiff and Class Members of the Nationwide Class are "consumers" within the meaning of Cal. Civ. Code §§ 1761(d), 1770 and have engaged in a "transaction" within the meaning
of Cal. Civ. Code §§ 1761(e), 1770.

- 9 89. As set forth herein, Defendant's acts and practices, undertaken in transactions violate
  10 §1770 of the Consumers Legal Remedies Act in that:
- a. Defendant misrepresented the source, sponsorship, approval, or certification of the
   goods or services.
- b. Defendant misrepresented the affiliation, connection, or association with, or
  certification by another.
- 16 c. Defendant represented that the goods or services have approval, characteristics,
  17 ingredients, uses, benefits, or quantities that they do not have or that a person has a
  18 sponsorship, approval, status, affiliation, or connection that the person does not have; and
  - d. Defendant advertised goods or services with intent not to sell them as advertised.
- 90. Pursuant to the provision of Cal. Civ. Code §1780, Plaintiff seeks an order enjoining
  Defendant from the unlawful practices described herein, a declaration that Defendant's conduct
  violates the Consumers Legal Remedies Act, and attorneys' fees and costs of litigation.
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COUNT II: VIOLATIONS OF CALIFORNIA'S UNLAWFUL BUSINESS PRACTICES ACT, CAL. BUS. & PROF. CODE § 17200. *ET. SEQ* (On behalf of Plaintiff and the Nationwide Class)

91. Plaintiff incorporates by reference paragraphs 1-82 of this Complaint as if fully re-1 2 written herein. Plaintiff asserts this count on his own behalf and on behalf of the Nationwide Class, 3 as defined above, and pursuant to Rule 23. 4 92. The conduct that forms the basis of this action arose in California, the state in which 5 JAXXON has its headquarters and principal place of operations. Defendant developed, designed, and 6 implemented policies and procedures at issue in this case in California. 7 **Unfair And Fraudulent Competition** 8 9 93. Defendant has engaged in unfair competition within the meaning of Cal. Bus. & Prof. 10 Code §§17200, et seq., because Defendant's conduct is unlawful, unfair, and/or fraudulent, as herein 11 alleged. 12 94. Plaintiff, the class members, and Defendant are each a "person" or "persons" within 13 the meaning of § 17201 of the California Unfair Competition Law ("UCL"). 14 95. Defendant promoted and advertised JAXXON products without properly disclosing 15 16 influencer's financial interest and such acts and practices constitute deceptive acts or practices in 17 violation of Section 5(a) of 15 U.S.C. § 45(a). 18 96. A violation of Section 5(a) of 15 U.S.C. § 45(a) represents a per se violation of the 19 California Unfair Competition Law ("UCL"). 20 97. In the alternative, failure to disclose paid sponsorships and endorsements represents 21 conduct that violates California Unfair Competition Law ("UCL"). 22 **Unlawful Competition** 23 98. 24 The UCL is, by its express terms, a cumulative remedy, such that remedies under its 25 provisions can be awarded in addition to those provided under separate statutory schemes and/or 26 common law remedies. Plaintiffs hereby incorporate by reference all prior causes of action into this 27 cause of action. 28 - 16 -

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### Violations of Advertising Law

99. By making statements that are not true and statements that are misleading, Defendant is in violation of California False Advertising Law, Cal. Civ. Code. §§ 17500, *ET SEQ*.

100. ""[A]ny violation of the false advertising law ... necessarily violates the UCL." *(Kasky, supra,* 27 Cal.4th at p. 950.) Section 17500 "proscribe[s] "not only advertising which is
false, but also advertising which [,] although true, is either actually misleading or which has a
capacity, likelihood or tendency to deceive or confuse the public."(*Colgan v. Leatherman Tool Group, Inc.* (2006) 135 Cal.App.4th 663, 679.)

10 101. Plaintiff and the Nationwide Class Members request that this Court enter such orders
or judgments as may be necessary to enjoin Defendant from continuing its unfair, unlawful, and/or
deceptive practices and to restore to Plaintiff and Class Members any monies Defendant acquired
by unfair competition, including restitution and/or equitable relief, including disgorgement or illgotten gains, refunds of monies, interest, reasonable attorneys' fees, and the costs of prosecuting this
class action, as well as any and all other relief that may be available at law or equity.

17 102. Plaintiff and Class Members seek attorneys' fees and costs pursuant to Cal. Code Civ.
18 Proc. § 1021.5.

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### COUNT III: UNJUST ENRICHMENT (On behalf of Plaintiff and the Nationwide Class)

21 103. Plaintiff incorporates by reference paragraphs 1-82 of this Complaint as if fully
 22 rewritten herein. As set forth above, Plaintiffs assert this count on their own behalf and on behalf of
 23 all other similarly situated Instagram users.

24
104. By paying the high prices demanded by JAXXON, Plaintiff and Class Members
25
conferred a direct benefit to Defendant.

26

Instagram users that are members of the class continue to suffer injuries as a result of
 the Defendant's behavior. If the Defendant do not compensate Plaintiff and Class Members, it would

1 be unjustly enriched as a result of its unlawful act or practices.

- 2 106. It is an equitable principle that no one should be allowed to profit from his own wrong,
  3 therefore it would be inequitable for the Defendant to retain said benefit, reap unjust enrichment.
- 4 107. Under California law, one person should not be permitted to unjustly enrich himself
  5 at the expense of another and should be required to make restitution of or for property or benefits
  7 received, retained, or appropriated, where it is just and equitable that such restitution is made.

8 108. Since the Defendant unjustly enriched itself at the expense of the Instagram users,
9 members of the Nationwide Class, Plaintiff requests the disgorgement of these ill-gotten money.

10 109. Due to Defendant's conduct, Plaintiffs and the Class Members are entitled to damages
according to proof.

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#### COUNT IV: NEGLIGENT MISREPRESENTATION (On behalf of Plaintiff and the Nationwide Class)

14 110. Plaintiff incorporates by reference all paragraphs 1-82 of this Complaint as if fully
15 rewritten herein. As set forth above, Plaintiff asserts this count on his own behalf and on behalf of all
16 other similarly situated persons pursuant to Rule 23.

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111. Defendant had a duty to be truthful in its commercial speech. In convincing Plaintiff
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111. Defendant had a duty to be truthful in its commercial speech. In convincing Plaintiff
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111. Defendant had a duty to be truthful in its commercial speech. In convincing Plaintiff
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21 112. As a result of Defendant's negligent misrepresentations, Plaintiff and the Nationwide
22 Class Members suffered injury.

# PRAYER FOR RELIEF

WHEREFORE, Plaintiff, Alin Pop, respectfully request that judgment be entered in his favor and in favor of the Class Members as follows:

a. Certifying and maintaining this action as a class action, with the named Plaintiff as
 designated class representatives and with their counsel appointed as class counsel;

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1	b. Declaring the Defendant in violation of each of the counts set forth above;
2	c. Awarding Plaintiffs and those similarly situated compensatory, punitive, and treble
3	damages in excess of \$5,000,000;
4	d. Awarding Plaintiffs and those similarly situated liquidated damages;
5	e. Order the disgorgement of ill-gotten monies;
6	f. Awarding the named Plaintiff a service award;
7	
8	g. Awarding pre-judgment, post-judgment, and statutory interest;
9	h. Awarding attorneys' fees and costs;
10	i. Awarding such other and further relief as the Court may deem just and proper.
11	JURY TRIAL DEMAND
12	Plaintiff hereby demands a jury trial of the claims asserted in this Class Action Complaint.
13	Dated: February 17, 2024
14	Respectfully submitted,
15 16	/ <u>s/ William M. Aron</u> William M. Aron (SBN No. 234408)
10	ARON LAW FIRM 15 West Carrillo Street, Suite 217
17	Santa Barbara, CA 93101 Tel: (805) 618-1768
18 19	bill@aronlawfirm.com
20	Keith L. Gibson (Pro Hac Vice forthcoming)
20	KEITH GIBSON LAW, P.C. 586 Duane Street, Suite 102
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25	KEITH GIBSON LAW, P.C. 1200 N Federal Hwy, Ste.300
26	Boca Raton FL 33432 Telephone: (305) 306-4989
27	Email: bogdan@keithgibsonlaw.com
28	Counsel for Plaintiff and the Putative Class
	- 19 -
	CLASS ACTION COMPLAINT